Interim Financial Information (unaudited)

CVC Brasil Operadora e Agência de Viagens S.A. and Subsidiaries

March 31, 2017

CVC Brasil Operadora e Agência de Viagens S.A. and Subsidiaries

Interim Financial Information (unaudited)

March 31, 2017

Contents

Report on review of interim financial statements 2

Interim Financial Information

Balance sheets 4
Statements of income 6
Statements of comprehensive income 7
Statements of changes in shareholders' equity 8
Statements of cash flows 9
Statements of value added 10
Notes to Interim Financial Information.. 11

Building a better working world

Convenience translation into English from the original previously issued in Portuguese.

Report on review of interim financial statements

To Shareholders, Board of Directors and Management
CVC Brasil Operadora e Agência de Viagens S.A.
Santo André - SP

Introduction

We have reviewed the accompanying interim individual and consolidated financial statements of CVC Brasil Operadora e Agência de Viagens S.A., which comprise the balance sheet as of March 31, 2017 and the related statements of income and comprehensive income for the three-month period then ended, and statements of changes in shareholders' equity and cash flows for the three-month period then ended, and a summary of significant accounting policies and other explanatory notes.

Management is responsible for the preparation and fair presentation of these interim individual financial statements in accordance with CPC 21(R1) - Interim Financial Statement and with International Financial Reporting Standard IAS 34 - Interim Financial Reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Review Engagements (NBC TR 2410 - *Revisão de Informações Intermediárias Executada pelo Auditor da Entidade* and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity). A review of interim financial information consists of making inquiries, primarily of those persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the interim financial statements

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements mentioned above is not prepared, in all material respects, in accordance with CPC 21 (R1) and IAS 34.

Building a better working world

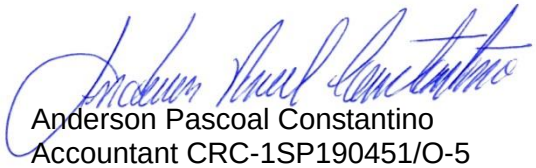
Other matters

Statements of value added

We also reviewed the individual and consolidated statements of value added for the nine-month period ended March 31, 2017, prepared under the Company's management responsibility, which presentation in the interim financial statements is considered supplementary information for IFRS, which does not require presentation of this statement. These statements have been subject to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that these are not fairly presented, in all material respects, in relation to the overall accompanying interim individual and consolidated financial statements.

São Paulo, May 4, 2017

ERNST & YOUNG
Auditores Independentes S.S.
CRC-2SP015199/O-6



Anderson Pascoal Constantino
Accountant CRC-1SP190451/O-5

CVC Brasil Operadora e Agência de Viagens S.A.

Balance sheets
March 31, 2017 (unaudited) and December 31, 2016
(In thousands of reais)

		Company		Consolidated	
	Note	March 31, 2017	December 31, 2016	March 31, 2017	December 31, 2016
Assets					
Current assets					
Cash and cash equivalents	4	**98,561**	34,460	**126,349**	55,530
Trade accounts receivable	5	**1,421,040**	1,539,893	**1,699,309**	1,745,554
Advances to suppliers	6	**577,141**	487,568	**621,000**	538,167
Prepaid expenses	7	**225,420**	261,125	**226,670**	263,117
Accounts receivable - related parties	19	**73,203**	56,020	**107**	3,421
Other accounts receivable		**20,605**	5,810	**42,980**	21,249
Total current assets		**2,415,970**	2,384,876	**2,716,415**	2,627,038
Assets of discontinued operations	24	-	-	**1,548**	12,001
		2,415,970	2,384,876	**2,717,963**	2,639,039
Noncurrent assets					
Accounts receivable - related parties	19	**186**	186	**186**	186
Prepaid expenses	7	**1,135**	-	**1,135**	-
Deferred taxes	15	**44,120**	53,634	**59,273**	68,594
Property and equipment		**5,224**	5,700	**19,156**	19,720
Intangible assets	10	**139,380**	137,890	**573,123**	573,538
Investments	9	**403,114**	389,302	**-**	-
Other		**22,842**	23,621	**32,263**	27,352
Total noncurrent assets		**616,001**	610,333	**685,136**	689,390
Total assets		**3,031,971**	2,995,209	**3,403,099**	3,328,429

Balance sheets (Continued)
March 31, 2017 (unaudited) and December 31, 2016
(In thousands of reais)

	Note	Company		Consolidated	
		March 31, 2017	December 31, 2016	March 31, 2017	December 31, 2016
Liabilities and equity					
Current liabilities					
Loans and financing	11	**210,824**	216,121	**210,824**	216,121
Debentures	12	**1,058**	-	**1,058**	
Derivative financial instruments	3.4/3.5	**39,750**	35,274	**39,750**	35,274
Trade accounts payable		**251,930**	404,926	**412,971**	539,728
Accounts payable - related parties	19	**17,672**	27,852	**1,208**	3,794
Accounts payable - acquisition of investee - related parties	8/19	**35,509**	36,140	**35,509**	36,140
Advanced sales of travel packages	20	**1,257,400**	1,288,154	**1,318,642**	1,344,977
Salaries and social charges		**19,642**	36,664	**39,621**	64,191
Taxes and contributions payable		**7,442**	9,389	**20,300**	22,610
Dividends payable		**22,224**	22,224	**40,032**	40,032
Accounts payable - acquisition of subsidiary	8/16.1	**3,636**	3,529	**3,636**	3,529
Other accounts payable		**22,588**	36,470	**27,322**	27,371
Total current liabilities		**1,889,675**	2,116,743	**2,150,873**	2,333,767
Liabilities from discontinued operations	24	**-**	-	**2,328**	14,189
		1,889,675	2,116,743	**2,153,201**	2,347,956
Noncurrent liabilities					
Loans and financing	11	**59,197**	76,912	**59,197**	76,912
Debentures	12	**199,610**	-	**199,610**	-
Accounts payable for acquisition of investee - related parties	8/19	**95,046**	93,797	**95,046**	93,797
Provision for administrative and legal proceedings	14	**28,290**	28,133	**39,363**	39,514
Accounts payable for acquisition of subsidiary	8/16.1	**54,539**	52,931	**54,539**	52,931
Other accounts payable		**-**	-	**-**	96
Total noncurrent liabilities		**436,682**	251,773	**447,755**	263,250
Shareholders'equity					
Capital stock	17	**281,635**	281,635	**281,635**	281,635
Capital reserve	17	**88,930**	88,823	**88,930**	88,823
Income reserve	17	**279,368**	279,368	**279,368**	279,368
Retained earnings	17	**61,009**	-	**61,009**	-
Other comprehensive income		**(1,917)**	(4,682)	**(1,917)**	(4,682)
Treasury shares		**(3,411)**	(18,451)	**(3,411)**	(18,451)
Shareholders'equity		**705,614**	626,693	**705,614**	626,693
Non-controlling interests	25	**-**	-	**96,529**	90,530
Total shareholders' equity		**705,614**	626,693	**802,143**	717,223
Total liabilities and shareholders' equity		**3,031,971**	2,995,209	**3,403,099**	3,328,429

See accompanying notes.

CVC Brasil Operadora e Agência de Viagens S.A.

Statements of income (unaudited)
Three-months periods ended March 31, 2017 and 2016
(In thousands of reais, except per share data)

		Company		Consolidated	
		Three-months periods ended March 31,		Three-months periods ended March 31,	
	Notes	2017	2016	2017	2016
Gross revenue	21	**220,768**	209,670	**318,355**	301,169
Sales taxes		**(12,575)**	(12,418)	**(20,057)**	(20,758)
Net revenue		**208,193**	197,252	**298,298**	280,411
Operating expenses					
Selling expenses	23	**(40,000)**	(43,728)	**(48,018)**	(51,906)
General and administrative expenses	23	**(42,804)**	(36,932)	**(87,825)**	(76,949)
Depreciation and amortization	23	**(9,259)**	(7,933)	**(15,856)**	(15,633)
Equity results	9	**13,812**	11,367	**-**	-
Other operating expenses		**(4,412)**	(3,906)	**(2,416)**	(7,814)
Income before financial results		**125,530**	116,120	**144,183**	128,109
Financial expenses, net	18	**(38,336)**	(31,380)	**(38,269)**	(31,342)
Income before income and social contribution taxes		**87,194**	84,740	**105,914**	96,767
Income tax and social contribution	15	**(26,185)**	(26,132)	**(38,127)**	(34,301)
Current		**(18,095)**	(9,696)	**(30,230)**	(19,650)
Deferred		**(8,090)**	(16,436)	**(7,897)**	(14,651)
Net income from continuing operation		**61,009**	58,608	**67,787**	62,466
Loss after taxes from discontinued operations	24	**-**	-	**(779)**	-
Net income for the period		**61,009**	58,608	**67,008**	62,466
Attributted to shareholders		**61,009**	58,608	**61,009**	58,508
Attributed to non-controlling interests	22	**-**	-	**5,999**	3,858
Earnings per share - basic (R$)	25	**0.46**	0.44	-	-
Earnings per share - diluted (R$)	25	**0.44**	0.44	-	-

See accompanying notes.

CVC Brasil Operadora e Agência de Viagens S.A.

Statements of comprehensive income (unaudited)
Three-months periods ended March 31, 2017 and 2016
(In thousands of reais, except per share data)

	Company		Consolidated	
	Three-months periods ended March 31,		Three-months periods ended March 31,	
	2017	**2016**	**2017**	**2016**
Net income	**61,009**	58,608	**67,008**	62,466
Change in fair value of cash flow hedges	**4,189**	(12,830)	**4,189**	(12,830)
Deferred income and soclal contribution taxes	**(1,424)**	4,362	**(1,424)**	4,362
Comprehensive income to be classified into income statement in the subsequent period	**2,765**	(8,468)	**2,765**	(8,468)
Total comprehensive income atributtable to:	**63,774**	50,140	**69,773**	53,998
Attributed to shareholders	**63,774**	50,140	**63,774**	50,140
Attributed to non-controlling interests	**-**	-	**5,999**	3,858

See accompanying notes.

CVC Brasil Operadora e Agência de Viagens S.A.

Statements of changes in shareholders' equity (Unaudited)
Three-months periods ended March 31, 2017 and 2016
(In thousands of reais)

		Capital reserve				Profit reserve									
	Notes	Capital stock	Share-based payment reserve	Treasury shares	Goodwill reserve	Legal reserve	Working capital reserve	Expansion reserve	Reserve of retained earnings	Additional dividend proposal	Retained earnings	Other comprehensive income	Shareholders' equity	Non-controlling interests	Total shareholders' equity
Balances on December 31, 2015		218,103	70,331	(5,048)	63,532	18,951	11,062	11,062	105,006	73,183	-	3,122	569,304	92,043	661,347
Stock options granted	**17.b**	-	2,953	-	-	-	-	-	-	-	-	-	2,953	-	2,953
Treasury shares acquired	**17.e**	-	-	(14,693)	-	-	-	-	-	-	-	-	(14,693)	-	(14,693)
Cash flow hedge effect, net		-	-	-	-	-	-	-	-	-	-	(8,468)	(8,468)	-	(8,468)
Net income for the period		-	-	-	-	-	-	-	-	-	58,608	-	58,608	3,858	62,466
Balances on March 31, 2016		218,103	73,284	(19,741)	63,532	18,951	11,062	11,062	105,006	73,183	58,608	(5,346)	607,704	95,901	703,605
Balances on December 31, 2016		**281,635**	**88,823**	**(18,451)**	**63,532**	**18,951**	**44,383**	**44,383**	**171,651**	**-**	**-**	**(4,682)**	**626,693**	**90,530**	**717,223**
Stock options granted	**17.b**	**-**	**2,884**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,884**	**-**	**2,884**
Effect of treasury shares used in stock options		**-**	**(2,777)**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(2,777)**	**-**	**(2,777)**
Stock options exercised through alienated treasury shares		**-**	**-**	**15,040**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**15,040**	**-**	**15,040**
Cash flow hedge effect, net		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,765**	**2,765**	**-**	**2,765**
Net income for the period		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**61,009**	**-**	**61,009**	**5,999**	**67,008**
Balances on March 31, 2017		**281,635**	**88,930**	**(3,411)**	**-**	**18,951**	**44,383**	**44,383**	**171,651**	**-**	**61,009**	**(1,917)**	**705,614**	**96,529**	**802,143**

See accompanying notes.

CVC Brasil Operadora e Agência de Viagens S.A.

Statements of cash flows (unaudited)
Three-months periods ended March 31, 2017 and 2016
(In thousands of reais)

	Company		Consolidated	
	Three-month periods ended March 31,		Three-month periods ended March 31,	
	2017	**2016**	**2017**	**2016**
Cash flows from operating activities				
Net income from continuing operations	**61,009**	58,608	**67,787**	62,466
Net loss from discontinued operations	**-**	-	**(779)**	-
Net income for the period	**61,009**	58,608	**67,008**	62,466
Adjustments to reconcile net income for the period with cash generated in operating activities:				
Deferred income tax and social contribution	**8,090**	16,436	**7,898**	14,651
Depreciation and amortization	**9,259**	7,933	**15,856**	15,633
Expenses related to share-based payments	**2,884**	2,953	**2,884**	2,953
Allowance for doubtful accounts	**2,616**	6,647	**3,706**	6,462
Interest and monetary variation	**17,795**	11,653	**17,802**	11,653
Equity results	**(13,812)**	(11,367)	**-**	-
Disposal of property, pland and equipment	**3**	-	**51**	-
Other provisions	**5,228**	2,761	**5,867**	2,866
	93,072	95,624	**121,072**	116,684
Decrease (increase) in assets				
Trade accounts receivable	**116,237**	55,412	**42,532**	16,789
Advances to suppliers	**(89,573)**	86,510	**(82,833)**	45,213
Prepaid expenses	**34,570**	229	**35,312**	(2,744)
Other accounts receivable	**(24,726)**	(26,486)	**(17,090)**	(621)
Increase (decrease) in liabilities				
Suppliers	**(152,996)**	(99,842)	**(126,757)**	(58,573)
Accounts payable - related parties	**(10,180)**	(1,338)	**(1,281)**	(2,570)
Advanced sales of travel packages	**(30,754)**	(59,614)	**(26,335)**	(59,614)
Salaries and social charges	**(17,022)**	(10,983)	**(24,652)**	(10,600)
Taxes payable and contributions	**(1,947)**	(3,227)	**(2,310)**	(1,940)
Other accounts payable	**(18,956)**	(6,067)	**(8,553)**	(918)
Net cash generated by (used in) operating activities	**(102,275)**	30,218	**(90,895)**	41,106
Cash flow from investing activities				
Property and equipment	**-**	-	**(648)**	(4,082)
Intangible assets	**(10,273)**	(5,228)	**(14,287)**	(10,544)
Redemption of marketable securities	**-**	-	**-**	3,022
Remaining payment obligation of the acquisition of investments	**(3,169)**	(13,850)	**(3,169)**	(13,850)
Net cash used in investing activities	**(13,442)**	(19,078)	**(18,104)**	(25,454)
Cash flow from financing activities				
Debentures issued	**199,174**	-	**199,174**	-
Stock options exercised through alienated treasury shares	**12,263**	-	**12,263**	-
Settlement of loans and derivative instruments	**(30,280)**	44,015	**(30,280)**	44,015
Acquisition of own shares	**-**	(14,693)	**-**	(14,693)
Interest paid	**(5,528)**	(7,557)	**(5,528)**	(7,557)
Net cash provided by financing activities	**175,629**	21,765	**175,629**	21,765
Cash flow hedge effect	**4,189**	(12,830)	**4,189**	(12,830)
Increase (decrease) in cash and cash equivalents	**64,101**	20,075	**70,819**	24,587
Cash and cash equivalents at beginning of the period	**34,460**	32,051	**55,530**	48,677
Cash and cash equivalents at end of the period	**98,561**	52,126	**126,349**	73,264

See accompanying notes.

CVC Brasil Operadora e Agência de Viagens S.A.

Statements of value added (unaudited)
Three-months periods ended March 31, 2017 and 2016
(In thousands of reais)

	Company		Consolidated	
	Three-month periods ended March 31,		Three-month periods ended March 31,	
	2017	2016	2017	2016
1. Revenue	**218,152**	203,023	**314,650**	294,707
Revenue from rendering services	**220,768**	209,670	**318,355**	301,169
Allowance for doubtful accounts	**(2,616)**	(6,647)	**(3,705)**	(6,462)
2. Inputs acquired from third parties	**(33,393)**	(35,070)	**(42,338)**	(49,969)
Third-party services and other	**(33,393)**	(35,070)	**(42,338)**	(49,969)
Gross value added	**184,759**	167,953	**272,312**	244,738
3. Depreciation and amortization	**(9,259)**	(7,933)	**(15,856)**	(15,633)
4. Net value added produced by the Company	**175,500**	160,020	**256,456**	229,105
Equity results	**13,812**	11,367	**-**	-
5. Value added received in transfer	**189,312**	171,387	**256,456**	229,105
Financial income	**12,304**	2,641	**13,543**	4,051
Total value added to be distributed	**201,616**	174,028	**269,999**	233,156
Total value added distributed	**(201,616)**	(174,028)	**(269,999)**	(233,156)
6. Distribution of value added				
Personnel	**(29,086)**	(24,775)	**(59,963)**	(54,411)
Direct compensation	**(22,005)**	(18,277)	**(46,459)**	(40,244)
Stock option	**(2,884)**	(2,952)	**(2,884)**	(2,952)
Benefits	**(2,990)**	(2,344)	**(7,601)**	(6,374)
Social security charges	**(1,207)**	(1,202)	**(3,019)**	(4,841)
Taxes, fees and contributions	**(44,507)**	(42,556)	**(68,776)**	(61,676)
Federal	**(39,976)**	(38,133)	**(61,086)**	(53,058)
Local	**(4,531)**	(4,423)	**(7,690)**	(8,618)
Interest and rent	**(67,014)**	(48,089)	**(74,252)**	(54,603)
Interest	**(49,078)**	(34,920)	**(49,331)**	(36,359)
Credit card fee	**(14,676)**	(12,037)	**(16,761)**	(13,547)
Other	**(3.260)**	(1,132)	**(8,160)**	(4,697)
7. Return on own capital	**(61,009)**	(58,608)	**(67,008)**	(62,466)
Retained earnings	**(61,009)**	(58,608)	**(61,009)**	(58,608)
Non-controlling interests in retained earnings	**-**	-	**(5,999)**	(3,858)

See accompanying notes.

1. General information

CVC Brasil Operadora e Agência de Viagens S.A. ("CVC" or the "Company") is a publicly-held corporation headquartered in Santo André, São Paulo (SP) state, listed on BM&FBOVESPA - Securities, Commodities and Futures Exchange, under ticker No. CVCB3. CVC and its subsidiaries, are primarily engaged in providing tourism services comprising intermediation, either separately or in an aggregate manner (tour packages), airline tickets, ground transportation, hotel reservations, cruise tickets, culture and professional exchange, among others.

As of March 31, 2017, CVC owned 40 stores (through CVC Serviços), operated 1,064 exclusive CVC travel agencies and more 7 CVC exchange stores, and had commercial relationships with approximately 6,757 travel agents nationwide. CVC also has agreements with local representatives to sell CVC-branded products and services in Argentina and Uruguay.

Tourism services sold through CVC are directly offered to customers by independent service providers, under the General Tourism Legislation (Law No. 11,771/08).

In the past years, the Companhia has acquired companies, as follows:

Subsidiary	% acquired	Acquisition date	Tourism business
Grupo Duotur	51%	08/31/2015	Corporate Travel
Submarino Viagens	100%	08/31/2015	Online Channel
Viatrix Viagens e Turismo	100%	12/29/2016	Cultural and professional exchange

For more informations see note 8.

The issue of individual and consolidated financial statements was authorized by the Board of Directors on May 4, 2017.

2. Summary of significant accounting policies

The interim financial information was prepared in accordance with regulation CVM 673/11, which establishes the minimum content for an interim financial filing and the principles for the recognition and measurement of complete or condensed financial information for the interim period.

The interim financial information aims to provide updates based on the latest full financial statements. As such, it focuses on new activities, events, and circumstances and does not duplicate previously disclosed information, unless Management deems the information relevant.

The interim financial information presented herein was prepared based on the accounting policies, estimates and calculation methods adopted for preparing the annual financial statements for the year ended December 31, 2016 (Notes 2 and 3).

There were no changes of any kind with respect to such policies and calculation methods. As allowed by CVM Resolution 673/11, the Administration chose not to repeat the accounting policies of the Company that have been disclosed previously. Thus, to understand the Company's financial condition, liquidity, and ability to generate profits and cash flows these financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2016.

2.1. Statement of compliance and basis of preparation

The individual and consolidated interim financial information was prepared and are presented in accordance with CPC 21 (R1) - Interim Financial Reporting and the international accounting standard IAS 34 - Interim Financial Reporting issued by the International Accounting Standards Board - IASB, and in compliance with the standards issued by the Brazilian Securities Commission – CVM that are applicable to the preparation of interim financial information.

The interim individual and consolidated financial information was prepared based on historical cost, except for certain financial instruments measured at their fair value.

2.2 . New pronouncements published

During the three-month period ended March 31, 2017, the Company was not required to adopt new accounting standards or pronouncements.

3. Financial risk management

3.1. Financial risk factors

The Company's activities expose it to various financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk, and price risk), credit risk, and liquidity risk. The risk management program of the Company is focused on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance.

The Board of Directors provides principles for risk management, as well as for specific areas of risk, such as foreign exchange risk, interest rate risk, credit risk, use of derivative and non-derivative financial instruments, and investment of cash surpluses.

a) Market risk

(i) *Currency risk*

The Company's exposure to changes in exchange rates is mainly related to current accounts denominated in foreign currency, accounts payable, and loans and financings denominated in foreign currency.

Currency risk may significantly impact the Company's future revenue, since the sales of tour packages require future payments to international suppliers of tour packages. The foreign exchange rate can also affect the Company's financial income due to loans and financings denominated in foreign currency.

To manage currency risk, the Company uses foreign currency purchase agreements, NDF (non-deliverable forwards) derivative contracts, and exchange swaps. The Company also hedges currency risk by paying foreign suppliers in advance.

3. Financial risk management (Continued)

3.1. Financial risk factors (Continued)

a) Market risk (Continued)

(ii) Cash flow risk or fair value associated with interest rate risk

The Company's exposure to interest rate risk is primarily related to the Company's cash equivalents and finance leases, which are adjusted based on the Interbank Deposit Certificate (CDI) and LIBOR rates, respectively, which can affect the Company's results and cash flows.

(iii) Sensitivity analysis

To test the sensitivity of the Company's exposure to current accounts in foreign currency, cash equivalents, and loans and financing as of March 31, 2017, the Company created three different interest rate scenarios. Based on financial institutions' forecasts, the Company created probable forecasts for exchange rate movements and CDI (scenario 1). Based on scenario 1, the Company varied scenarios by 25% (scenario 2) and 50% (scenario 3).

"Gross financial revenue and expense" was calculated for each scenario, excluding taxes on income from short-term investments.

3. Financial risk management (Continued)

3.1. Financial risk factors (Continued)

iii) Sensitivity analysis (Continued)

			Balance on				Market projections		
Operations	**Risk**	**Tax**	**March 31, 2017**	**Index 1**	**Scenario 1**	**Index 2**	**Scenario 2**	**Index 3**	**Scenario 3**
Checking account in in foreign currency - USD	USD depreciation	**3.1678**	**25,370**	**3.1567**	**25,281**	**2.3675**	**18,961**	**1.5783**	**12,641**
Checking account in in foreign currency - EUR	EUR depreciation	**3.3883**	**11,813**	**3.4035**	**11,866**	**2.5526**	**8,899**	**1.7018**	**5,933**
Checking account in in foreign currency - GBP	GBP depreciation	**3.9705**	**519**	**3.9473**	**516**	**2.9604**	**387**	**1.9736**	**258**
Checking account in in foreign currency - CAD	CAD depreciation	**2.3779**	**2,789**	**2.3796**	**2,791**	**1,7847**	**2,093**	**1.1898**	**1,396**
Checking account in in foreign currency - AUD	AUD depreciation	**2.4192**	**824**	**2.3791**	**810**	**1.7844**	**608**	**1.1896**	**405**
Checking account in in foreign currency - GBT	GBT depreciation	**3.1675**	**58**	**3.1531**	**58**	**2.3648**	**43**	**1.5766**	**29**
Cash equivalents (Note 4)	Decline in CDI	**10.80%**	**84,976**	**10.80%**	**85,323**	**8.00%**	**85,236**	**5.40%**	**85,150**
NDF USD (Note 3.4)	USD	**3.1837**	**(941)**	**3.1837**	**(1,660)**	**3.1985**	**(1,846)**	**3.2142**	**(2,812)**
NDF EUR (Note 3.4)	EUR	**3.3927**	**(441)**	**3.3935**	**(1,825)**	**3.4085**	**(2,718)**	**3.4237**	**(4,911)**
Swap (short position)	Increase in CDI	**12.67%**	**308,509**	**12.67%**	**306,998**	**15.84%**	**311,327**	**19.00%**	**314,105**
Debentures	Increase in CDI	**12.13%**	**201,471**	**11.30%**	**201,375**	**15.16%**	**201,815**	**18.19%**	**201,151**

			Balance on				Market projections		
Operations	**Risk**	**Tax**	**March 31, 2016**	**Index 1**	**Scenario 1**	**Index 2**	**Scenario 2**	**Index 3**	**Scenario 3**
Checking account in in foreign currency - USD (Note 4)	USD depreciation	3.5583	35,970	3.7533	37,941	2.8150	28,456	1.8767	18,971
Checking account in in foreign currency - EUR (Note 4)	EUR depreciation	4.0529	13,352	4.1224	13,581	3.0918	10,185	2.0612	6,790
Checking account in in foreign currency - GBP (Note 4)	GBP depreciation	5.1154	120	5.5334	130	4.1501	98	2.7667	65
Checking account in in foreign currency - CAD (Note 4)	CAD depreciation	2.7431	74	5.0826	138	3.8119	103	2.5413	69
Cash equivalents (Note 4)	Decline in CDI	14.25%	18,104	14.25%	18,148	10.69%	18,137	7.13%	18,126
NDF USD (Note 3.4)	USD	3.7699	(2,709)	3.7843	(397)	3.8009	(3,107)	3.8322	(3,509)
NDF EUR (Note 3.4)	EUR	4.2178	(587)	4.2226	(458)	4.2488	(697)	4.2801	(809)
Swap (short position)	Increase in CDI	14.96%	208,769	14.96%	208,755	18.70%	209,365	22.44%	209,746

3. Financial risk management (Continued)

3.1. Financial risk factors (Continued)

b) Credit risk (Continued)

The Company is primarily exposed to credit risk relating to cash and cash equivalents, trade accounts receivable. Credit risk is minimized through the following policies:

Cash and cash equivalents: The Company limits the amounts allocated to a single financial institution and analyzes the credit ratings of the financial institutions with which it transacts.

Trade accounts receivable: The Company enters into transactions associated with credit cards and financial institutions, since the credit risk is fully transferred to those parties. Direct sales to individual customers paying post-dated checks are limited and accounted for 4.4% and 7.6% of sales for the three-months periods ended March 31, 2017 and 2016, respectively.

Advances to suppliers: The Company analyzes the financial situations of its suppliers and monitors the outstanding balances with its suppliers on an ongoing basis.

c) Liquidity risk

The treasury department continuously monitors the Company's liquidity to ensure there is sufficient cash to meet operational needs.

Cash surpluses are invested in checking accounts bearing interest, time deposits, short-term deposits, and marketable securities, by choosing instruments with suitable maturity or liquidity based on cash flow forecasts.

The table below shows the Company's financial liabilities maturities from the balance sheet date through the maturity date.

	Consolidated			
	Less than 3 Months	**3 to 12 months**	**1 to 5 Years**	**Total**
Trade accounts payable	321,294	91,677	-	412,971
Accounts payable - related parties	1,208	35,509	95,046	131,763
Other accounts payables	27,319	-	-	27,319
Accounts payable - acquisition of subsidiary	-	3,636	54,539	58,175
Loans and financing	168,573	42,251	59,197	270,021
Debentures	-	1,058	199,610	200,668
Balances on March 31, 2017	**518,394**	**174,131**	**408,392**	**1,100,917**

3. Financial risk management (Continued)

3.1. Financial risk factors (Continued)

c) Liquidity risk (Continued)

	Consolidated			
	Less than 3 Months	**3 to 12 months**	**1 to 5 Years**	**Total**
Trade accounts payable	489,437	47,912	2,379	539,728
Accounts payable - related parties	3,794	36,140	93,797	133,731
Other accounts payables	13,009	14,362	96	27,467
Accounts payable - acquisition of subsidiary	-	3,529	52,931	56,460
Loans and financing	49,270	166,851	76,912	293,033
Balances on December 31, 2016	**555,510**	**268,794**	**226,115**	**1,050,419**

3.2. Capital management

In order to maintain or adjust the capital structure, the Company may review its policy regarding the factoring of receivables, payment of dividends, return of capital to shareholders, or issuance of new units of shares to reduce, for example, the level of indebtedness.

Capital management is not performed at the Company level, but at the Consolidated level, as shown below:

	Consolidated	
	March 31, 2017	**December 31, 2016**
Loans and financing (Note 11)	**270,021**	293,033
Debentures (Note 12)	**200,668**	-
Swap (Note 3.5)	**38,368**	28,434
Accounts payable - related party - acquisition of Duotur Group (Notes 8/b/19)	**99,691**	99,798
Accounts payable - acquisition of subsidiary Submarino Viagens (Notes 8.c/16)	**58,175**	56,460
Accounts payable - acquisition of related party Viatrix (Notes 8.a/19)	**30,864**	30,139
(-) Cash and cash equivalents (Note 4)	**(126,349)**	(55,530)
(=) Net debt	**571,438**	452,334
(+) Equity	**802,143**	717,223
(=) Equity and net debt	**1,373,581**	1,169,557

3. Financial risk management (Continued)

3.3. Fair value

The following is the book value and fair value of the Company's financial instruments as presented in the interim financial statements:

	Company			
	Book value		Fair value	
	March 31, 2017	December 31, 2016	March 31, 2017	December 31, 2016
Financial assets				
Cash and cash equivalents	**98,561**	34,460	**98,561**	34,460
Trade accounts receivable	**1,421,040**	1,539,893	**1,421,040**	1,539,893
Accounts receivable - related parties	**73,389**	56,206	**73,389**	56,206
Total	**1,592,990**	1,630,559	**1,592,990**	1,630,559
Financial liabilities				
Loans and financing	**270,021**	293,033	**308,389**	321,467
Debentures	**200,668**	-	**200,668**	-
Derivative financial instruments	**39,750**	35,274	**39,750**	35,274
Trade accounts payable	**251,930**	404,926	**251,930**	404,926
Accounts payable - related parties	**17,672**	27,852	**17,672**	27,852
Accounts payable - acquisition of subsidiary - related parties	**130,555**	129,937	**130,555**	129,937
Accounts payable - acquisition of subsidiary	**58,175**	56,460	**58,175**	56,460
Total	**968,771**	947,482	**1,007,140**	975,916

	Consolidated			
	Book value		Fair value	
	March 31, 2017	December 31, 2016	March 31, 2017	December 31, 2016
Financial assets				
Cash and cash equivalents	**126,349**	55,530	**126,349**	55,530
Trade accounts receivable	**1,699,309**	1,745,554	**1,699,309**	1,745,554
Accounts receivables - related parties	**293**	3,607	**293**	3,607
Total	**1,825,951**	1,804,691	**1,825,951**	1,804,691
Financial liabilities				
Loans and financing	**270,021**	293,033	**308,389**	321,467
Debentures	**200,668**	-	**200,668**	-
Derivative financial instruments	**39,750**	35,274	**39,750**	35,274
Trade accounts payable	**412,971**	539,728	**412,971**	539,728
Accounts payable - related parties	**1,208**	3,794	**1,208**	3,794
Accounts payable of acquisition of subsidiary - related parties	**130,555**	129,937	**130,555**	129,937
Accounts payable - acquisition of subsidiary	**58,175**	56,460	**58,175**	56,460
Total	**1,113,348**	1,058,226	**1,151,717**	1,086,660

The book value of cash and cash equivalents, trade accounts receivable, trade accounts payable, and short-term accounts with related parties approximates their fair value, mainly due to the short-term maturities of these instruments.

For measuring and determining the fair value of financial assets and liabilities, the Company has adopted the following assumptions:

3. Financial risk management (Continued)

3.3. **Fair value** (Continued)

- The fair value of long-term receivables at fixed and variable rates is assessed by the Company based on certain parameters such as interest rates, particular risk factors, and counterparty risk. As of March 31, 2017 and December 31, 2016, the book value of these receivables approximated their fair value.

- The fair value of non-trading instruments, loans and financings, and other indebtedness, as well as other noncurrent financial liabilities, is estimated through discounted future cash flow analyses assuming rates currently available for debts of similar maturities and characteristics.

- The Company follows CPC 40/IFRS 7 guidelines for financial instruments that are recorded on the balance sheet at fair value. The fair value of the financial instruments traded in active markets (such as held-for-trading and available-for-sale securities) is based on quoted market prices as of the balance sheet date.

- The quoted market price used to value the financial assets held by the Company corresponds to the current bid price. The fair value of financial instruments that are not traded in active markets (for example, over-the-counter derivatives) is determined using appropriate valuation methodologies.

3. Financial risk management (Continued)

3.4. Hedge accounting

The Company applies hedge accounting on its derivative financial instruments used to hedge future cash flows arising from payments due in foreign currency to foreign suppliers and from payments due to domestic suppliers indexed in foreign currency. The Company does not use derivative financial instruments deemed to be exotic.

As of March 31, 2017 and December 31, 2016, the fair value of transactions involving hedges was measured through observable factors, such as prices quoted on active markets or discounted cash flow analyses based on market curves. Fair values are shown below:

		March 31, 2017				
	Notional value	**Fair value (a)**	**Fair value (b)**	**Total**	**Income**	**Equity**
Currency risk						
USD	**18,754**	**18,630**	**5,915**	**24,545**	**(1,316)**	**(661)**
EUR	**19,850**	**19,381**	**(8,641)**	**10,740**	**(992)**	**(928)**
NDF	**124,360**	**(1,382)**	**-**	**(1,382)**	**(2,573)**	**(375)**
Total assets	**162,964**	**36,629**	**(2,726)**	**33,903**	**(4,881)**	**(1,964)**

		December 31, 2016				
	Notional value	**Fair value (a)**	**Fair value (b)**	**Total**	**Income**	**Equity**
Currency risk						
USD	3,464	3,413	6,208	9,621	(5,355)	(726)
EUR	7,775	7,492	(2,646)	4,846	(4,143)	(1,054)
NDF	150,892	(6,840)	-	(6,840)	(3,213)	(5,315)
Total assets	162,131	4,065	3,562	7,627	(12,711)	(7,095)

(a) Balances of derivative financial instruments for hedging operations associated with tour packages to be boarded.

(b) Balances of derivative financial instruments related to boarded tour packages whose suppliers have not yet been paid.

The net liabity position of derivative financial instruments comprises the balance of NDFs (R$1,382) and SWAPs (R$38,368), totaling R$39,750 (R$35,274 net asset position on December 31, 2016).

As of March 31, 2017, the effect of deferred taxes on the balance of cash flows hedges in other comprehensive income totaled R$1,988 (R$2,412 as of December 31, 2016).

3. Financial risk management (Continued)

3.4. Hedge accounting (Continued)

The table below shows the outstanding positions, by maturity, of NDF contracts used to hedge currency risk:

March 31, 2017

Derivative	Position	Contract	Date	Maturity	Notional value	Fair value
Forward	Long position	NDF	**From 06/08/2016 to 03/31/2017**	**From 04/01/2017 to 01/04/2018**	124,360	(1,382)

December, 31 2016

Derivative	Position	Contract	Date	Maturity	Notional value	Fair value
Forward	Long position	NDF	From 02/29/2016 to 12/29/2016	From 01/02/2017 to 11/02/2017	**150,892**	**(6,840)**

3.5. Foreign exchange risk

The table below shows the outstanding positions, by maturity, of swap contracts used to hedge currency risk as of March 31, 2017 and December 31, 2016:

March 31, 2017.

Derivative	Position	Contract	Date	Maturity	Notional value	Fair value
SWAP (*)	LIBOR 3M X CDI	CITIBANK	**02/26/2015**	**03/02/2018**	**119,796**	**(28,390)**
SWAP (*)	Pré 3.65% p.a.	BRADESCO	**10/08/2016**	**04/18/2017**	**150,225**	**(9,978)**

December 31, 2016.

Derivative	Position	Contract	Date	Maturity	Notional value	Fair value
SWAP (*)	LIBOR 3M X CDI	CITIBANK	02/26/2015	03/02/2018	139,344	(27,187)
SWAP (*)	Pré 3.65% p.a.	BRADESCO	10/08/2016	04/18/2017	153,689	(1,246)

(*) These swap transactions have the sole purpose of hedging currency risk related to loans in foreign currency described in Note 11. The swaps are being used to hedge exposure to changes in the fair value of loans guaranteed at the above-mentioned rates.

3. Financial risk management (Continued)

3.6. Fair value estimate

Financial assets and liabilities for which fair value is recorded or disclosed are categorized based on the lowest level input that is significant to the fair value measurement as a whole, as follows:

Level 1: Quoted market prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is either directly or indirectly observable;

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The table below presents the Company's assets measured at fair value:

	March 31, 2017			
	Company and Consolidated			
	Level 1	**Level 2**	**Level 3**	**Total balance**
Liabilities		**270,021**		**270,021**
Loans and financing	**-**	**200,668**	**-**	**200,668**
NDF	**-**	**1,382**	**-**	**1,382**
SWAP	**-**	**38,368**	**-**	**38,368**
	-	**510,439**	**-**	**510,439**

	December 31, 2016			
	Company and Consolidated			
	Level 1	**Level 2**	**Level 3**	**Total balance**
Liabilities				
Loans and financing	-	293,033	-	293,033
NDF	-	6,840	-	6,840
SWAP	-	28,434	-	28,434
	-	328,307	-	328,307

There were no transfers of assets or liabilities among the levels in 2017 and 2016.

4. Cash and cash equivalents

	Company		Consolidated	
	March 31, 2017	**December 31, 2016**	**March 31, 2017**	**December 31, 2016**
Cash equivalents	**59,059**	14,136	**77,536**	18,076
Cash and bank accounts:				
cash and current account in local currency	**4,035**	5,404	**7,440**	7,550
Current account in foreign currency - USD	**24,545**	9,621	**25,370**	16,074
Current account in foreign currency - EUR	**10,740**	4,846	**11,813**	6,797
Current account in other foreign currencies	**182**	453	**4,190**	7,033
	39,502	20,324	**48,813**	37,454
Cash and cash equivalents	**98,561**	34,460	**126,349**	55,530

Cash equivalents are investments in Bank Deposit Certificates (CDBs) and are held by the Company to meet short-term cash commitments rather than for investment or any other purposes.

5. Trade accounts receivable

Trade accounts receivable are presented as follows:

	Company		Consolidated	
	March 31, 2017	**December 31, 2016**	**March 31, 2017**	**December 31, 2016**
Resulting from sales through:				
Credit cards (a)	**786,596**	929,436	**891,098**	1,006,826
Invoices (b)	**537,215**	513,334	**716,322**	633,691
Invoices - internal credit activities (c)	**95,429**	77,222	**95,429**	94,845
Other	**33,997**	50,711	**40,761**	54,330
	1,453,237	1,570,703	**1,743,610**	1,789,692
Allowance for doubtful accounts (d)	**(32,197)**	(30,810)	**(44,301)**	(44,138)
	1,421,040	1,539,893	**1,699,309**	1,745,554

(a) Credit card installment sales over a period of no more than one year. Such installments are not subject to interest payments.

(b) Trade accounts receivable from invoices are receivables from financial institutions that structure and negotiate financial services for the Company's customers. All financial risks and benefits of these transactions are transferred to such institutions upon completion of the transaction.

(c) Accounts receivable from invoices - internal credit activities refer to receivables originated from credit facilities offered directly to the customers.

(d) The recognition and reversal of allowance for doubtful accounts has been recognized as "sales expenses" in the income statement. Annually, the Company reviews past due receivables that are not expected to be honored and writes-off the accounts receivable with a corresponding reversal of the allowance for doubtful accounts balance; hence there is no impact in the income statements.

The aging of trade accounts receivable and other receivables is shown below:

	Company		Consolidated	
	March 31, 2017	**December 31, 2016**	**March 31, 2017**	**December 31, 2015**
Not yet due	**1,396,973**	1,517,429	**1,671,361**	1,709,073
Overdue				
Overdue for fewer than 30 days	**28,000**	26,311	**32,123**	40,327
Overdue for more than 30 days	**28,264**	26,963	**40,126**	40,292
Total	**1,453,237**	1,570,703	**1,743,610**	1,789,692

Changes in allowance for doubtful accounts are as follows:

	Company	**Consolidated**
As of December 31, 2015	(23,475)	(35,527)
Additions	(6,647)	(6,462)
Recognized losses	(1,471)	(448)
As of March 31, 2016	(31,593)	(42,437)
As of December 31, 2016	**(30,810)**	**(44,138)**
Additions	**(2,616)**	**(3,705)**
Recognized losses	**1,229**	**3,542**
As of March 31, 2017	**(32,197)**	**(44,301)**

5. Trade accounts receivable (Continued)

As mentioned above in note (d), annualy the Company and its subsidiaries assess the receivables which all chances of receive are exhausted and make the effective disposal, reversing with this the allowance.

6. Advances to suppliers

	Company		Consolidated	
	March 31, 2017	**December 31, 2016**	**March 31, 2017**	**December 31, 2016**
Airline companies (a)	**529,852**	410,691	**558,260**	446,423
Hotels in Brazil and abroad (b)	**30,189**	60,241	**30,204**	60,241
Educational Institutions	**751**	-	**14,948**	10,645
Other	**16,349**	16,636	**17,588**	20,858
	577,141	487,568	**621,000**	538,167

(a) Advanced payments to airlines related to air tickets already sold and not yet used.

(b) Advanced payments to hotels related to transactions between the Company and its suppliers to secure the availability of rooms.

7. Prepaid expenses

	Company		Consolidated	
	March 31, 2017	**December 31, 2016**	**March 31, 2017**	**December 31, 2016**
Sales commissions (a)	**172,538**	182,018	**172,538**	182,018
Credit card management fee (b)	**14,332**	13,182	**14,582**	13,432
Advertising and promotion (c)	**23,701**	13,732	**24,447**	13,732
Sea cruises freight (d)	**-**	44,808	**-**	44,808
Other	**15,984**	7,385	**16,238**	9,127
	226,555	261.125	**227,805**	263.117
Current	**225,420**	261.125	**226,670**	263.117
Noncurrent	**1,135**	-	**1,135**	-

(a) Commissions paid to travel agents as compensation for services provided by the agencies, which are expensed upon the actual boarding of passengers.

(b) The percentage of credit card sales paid (based on agreements between the Company and credit card institutions) to transfer the credit risk of credit card sales to such institutions.

(c) Expenses for advertising services and promotions that have yet to be rendered.

(d) Expenses for chartering a Pullmantur cruiseship for 2016-2017 cruise season .

8. Business combinations

The acquisitions in 2016 are described below.

a) Viatrix Viagens e Turismo

a.1) - Acquisition

On December 29, 2016, as disclosed in Material Fact, was signed between the Company and quotaholders of Viatrix Viagens e Turismo Ltda ("Experimento"), a company specialized in exchange program travel and one of the leaders of segment, an sale and purchase agreement to acquisition of 100% of quotas of its capital by CVC.

The acquisition has the objective to viabilize the expansion of the Company in the exchange program travel and will enforce much more the relationship with its commercial partners and distribution channels of this sector.

The estimated basis price for the acquisition of 100% of Experimento is R$41,079, tooking in consideration the EBITDA, net cash, sales forecast and working capital of Experimento for the end period on December 31, 2016.

The price basis will be paid to the sellers as the follow form:

(a) 50% in cash corresponding to the amount of R$20,540 paid in the acquisition date; and

(b) 50% in two annual and sucessive installments in the years 2017 and 2018, to be updated by CDI.

It is yet foreseen the payment of additional price ("Earn-out") for sellers' performance, in case of achievement of sales goals in the years 2017 and 2018, which the Company recorded R$9,600 on December 31, 2016, based on projections of the company acquired, which at this moment presents that these goals will be achieved.

Purchase price	50,679
Payment in cash (50% of basis price)	(20,540)
Payable balance as of 12/31/2016	**30,139**
Monetary restatement	**725**
Payable balance as of 03/31/2017	**30,864**
Current	**10,586**
Noncurrent	**20,278**

8. Business combinations -- (Continued)

a) Viatrix Viagens e Turismo -- (Continued)

a.2) Fair value of identifiable assets and liabilities

The fair values of Experimento's identifiable assets and liabilities as of the acquisition date were as follows:

Interest acquired	100%
Transaction value	50,679
Amount paid at acquisition date	20,540
Amount payable	30,139

	12/31/2016 (before of adjustments)	Adjustments (a)	12/31/2016 (after of adjustments)
Assets			
Cash and cash equivalents	16,348	-	16,348
Accounts receivable	26,714	-	26,714
Advance to suppliers	14,106	-	14,106
Prepaid expenses	250	-	250
Other	5,661	-	5,661
Property and equipent	673	-	673
Intangible assets	19,764	99	19,863
Total identifiable assets	83,516	99	83,615
Liabilities			
Suppliers	3,940	-	3,940
Advanced sales of travel packages	56,823	-	56,823
Taxes payables	1,492	-	1,492
Provision for contingencies	5,102	-	5,102
Accounts payable	170	-	170
Total identifiable liabilities	67,527	-	67,527
Total identifiable net assets (fair value)	15,989	99	16,088
Goodwill on transaction – preliminar	34,690	(99)	34,591
Total consideration	50,679	-	50,679

(a) The Company concluded its analyzis for definition of the fair value of the acquired assets and for consequence realized the forecasted adjustments in CPC 15 related to the review period until one year as from the acquisition date.

The investment balance on the individual balance sheet on March 31,2017 and December 31, 2016 is as follows:

	03/31/2017	12/31/2016
Investment	**16,827**	15,989
Goodwill	**34,591**	34,690
Total	**51,418**	50,679

8. Business combinations -- (Continued)

a) Viatrix Viagens e Turismo -- (Continued)

a.3) Fair value of identifiable assets and liabilities

Consolidating goodwill was based on the concepts of business combination (IFRS 3/CPC 15) and the allocation of goodwill among intangible assets identified by the Company. The allocation of goodwill is as follows:

	Amount of allocated intangible	Usefull lives
Intangible assets:		
Customer list	**12,500**	7 years
Brand	**5,113**	20 years
Non competition agreement	**1,833**	5 years
Total allocated	**19,446**	
Goodwill not allocated	**34,591**	
Total intangible assets	**54,037**	

The fair value of accounts receivable is R$26,714. The gross amount of accounts receivable from customers is R$26,714. No impairment was recorded in the trade accounts receivable, and the full contractual amount is expected to be received.

Since the acquisition occurred on December 29, 2016 and no have changes until December 31, 2016, no have contribution of net revenue and operating income for the Company by this subsidiary. If the business combination had occurred at the beginning of year, net revenues of the investee would have amounted to R$18,083 and operating income would have amounted to R$5,923.

Costs related to the acquisition totaled R$1,014 and were recognized on the income statement as administrative expenses.

Purchase consideration	50,679
Total consideration	**50,679**
Analysis of cash flows related to the acquisition**:**	
Transactions costs of acquisition (1)	1,014
Net cash acquired from the subsidiary (2)	16,348

(1) Included in cash flow from operating activities

(2) Included in cash flow from investing activities

8. Business combinations -- (Continued)

a) Viatrix Viagens e Turismo -- (Continued)

Provision for contingencies

In accordance with contractual clauses, was defined that all any past contingencies prior to the signed of sales and purchase agreement will be the responsibility of the former quotaholders and, therefore, this amounts will be reimbursed or discounted of the debt payable as mentioned in the related party transactions note. The investee recorded a provision for contingencies in the amount of R$5,102, which its counterpart was recorded in other assets for purpose of reimbursement by the prior quotaholders when it occurs.

a.4) *Cash Generating Unit*

The goodwill and intangible allocations are associated with the cash generating unit of owned Experimento subsidiary.

The acquisitions in 2015 are described below.

b) Duotur Group

b.1) Acquisition

The Duotur Group is a market leader in the airfare consolidation market and is recognized for its strong relationships with independent travel agents and airlines. It serves as an intermediary between travel agencies (third parties) and airlines. The Duotur Group is comprised of the following companies: Advance Viagens e Turismo S.A. (“Advance”), Rextur Viagens e Turismo Ltda. (“Rextur”) and Reserva Fácil Tecnologia S.A. (“Reserva Fácil”). READ Serviços Turísticos S.A. (“READ”) (formerly RA Viagens e Turismo S.A.), Duotur Participações S.A. (“Duotur Participações”) and Refa Participações S.A. (“Refa Participações”) are entities established exclusively for completing the corporate reorganization.

Through the acquisition of an interest in the Duotur Group, the Company entered the corporate travel business, complementing its existing operations in the leisure tourism business and strengthening its relationships with commercial partners and distribution channels.

To facilitate the transaction, the shareholders of Duotur Group conducted a corporate restructuring, through which assets and liabilities of the operations of Advance and Rextur were transferred to READ. READ became 51% controlled by Duotur Participações, and Reserva Fácil became 51% controlled by Refa Participações, with the outstanding 49% interest being held by the selling shareholders. The shareholders of Duotur Group held 100% of the equity interest in Duotur Participações and Refa Particpações.

8. Business combinations -- (Continued)

b) Duotur Group -- (Continued)

On December 18, 2014, as disclosed in the related press release, the Company entered into a purchase agreement with the shareholders of Duotur Group to acquire a 51% interest of the Group.

The closing terms of the transaction, such as the corporate restructuring described above and approval by the Administrative Council for Economic Defense (CADE), concluded in August 2015, and the transaction was consummated on August 31, 2015. The Company acquired 100% of the equity interests in Duotur Participações and Refa Participações, which in turn, held 51% of READ Viagens and Reserva Fácil.

The acquisition value is as follows:

Details	Duotur Participações	Refa Participações	Total
Amount paid on the closing date of the transaction (08.31.2015)	50,698	3,302	54,000
Amount payable	152,038	9,900	161,938
Total consideration transferred(i)	202,736	13,202	215,938

(i) The total consideration transferred of R$215,938 was determined based on the EBITDA for 2013, 2014 and the last twelve months period ending July 30, 2015, as well as minimum operational cash and working capital for business operations as agreed upon in the purchase agreement. The Company paid R$54,000 at closing and will pay the remaining balance in six equal, consecutive annual installments, beginning on December 18, 2015. Each installment will be adjusted by the fluctuations in the CDI rate, with quarterly interest payments starting three months after the closing date.

Changes in accounts payable relating to the acquisition of Duotur Group since the consummation of the transaction are as follows:

Description	Amounts
Balance payable at 08/31/2015	161,938
Monetary restatement	7,060
Interest payments	(4,928)
Principal payments	(24,849)
Balance payable at 12/31/2015	139,221
Monetary restatement	16,318
Interest payments	(17,411)
Principal payments	(38,330)
Balance payable at 12/31/2016	99,798
Monetary restatement	**3,062**
Interest payments	**(3,169)**
Balance payable at 03/31/2017	**99,691**
Current	**24,923**
Noncurrent	**74,768**

Since the balance payable is due to the former controlling shareholders of Duotur Group, who continue to own 49% of the Group's total shares, the total outstanding amount as of March, 31, 2017 of R$99,691 (R$99,798 of December, 31, 2016), was recorded as an accounts payable to a related party (see note 19).

8. Business combinations -- (Continued)

b) Duotur Group -- (Continued)

b.2) Call and put option

b.2.1) Call option

As provided for in the shareholders' agreement, CVC Brasil owns a free call option expressly granting CVC Brasil the right, but not the obligation, to acquire the remaining stake of Duotur Participações S.A. and Refa Participações S.A., in full or in part. Upon exercise, the noncontrolling shareholders will be required to sell their shares to the Company ("call option").

The call option can be exercised by any controlling shareholder between March 1 and May 31 of each year, for three years after the closing date (August 31, 2015).

The call option can be exercised in one or successive acts, in order to acquire in full or in part the shares representing the 49% equity interest held by the noncontrolling shareholders. However, CVC cannot perform partial acquisitions that would result in the equity interest of the noncontrolling shareholders falling below 15%.

The call option strike price shall correspond to the (x) percentage of total equity interest of Duotur Group being acquired multiplied by (y) the value of Duotur Participações S.A. and Refa Participações S.A., based on the multiple paid for the acquired business on August 31, 2015 and the annual consolidated EBITDA for the fiscal year prior to the date of exercise. As of December 31, 2016, and March 31, 2017, the call option is “at the money.” The fair value of the call option as of December 31, 2016 and March 31, 2017 was inconsequential and was therefore not recorded on the balance sheet.

The call option strike price will be paid in local currency as follows: i) 30% upon transaction closing and ii) 70% in three annual installments.

At the sole discretion of the controlling shareholders, the portion of the transaction value provided for in item ii above can be paid, in full or in part, on the closing date of the call option transaction through delivery of the Company’s shares to the noncontrolling shareholders. The number of CVC Brasil shares to be transferred will be based on the Volume Weighted Average Price (VWAP) of shares of CVC Brasil for the 20 trading sessions of BMF&BOVESPA prior to the closing date of the call option transaction.

8. Business combinations -- (Continued)

b) Duotur Group -- (Continued)

b.2) Put option -- (Continued)

b.2.2) Put option

The Company granted the noncontrolling shareholders the right, but not the obligation, at the sole discretion of the noncontrolling shareholders, to jointly sell all of their shares, in whole, that have not been acquired by the controlling shareholders, which, upon the exercise thereof by noncontrolling shareholders, will require the Company to acquire the shares of noncontrolling shareholders ("put option").

The put option can only be exercised if the call option is not exercised by the Company. The put option can be exercised in 2018, 2019, or 2021, with the price to be paid for the remaining equity interest calculated as the (x) percentage of total equity interest of Duotur Group being acquired multiplied by (y) the annual consolidated EBITDA for the fiscal year prior to the date of exercise multiplied by the respective EBITDA multiple defined in the purchase contract.

If the aforementioned conditions are not fulfilled, the put option cannot be exercised, and will not be effective for all legal purposes.

The put option contract contains no obligation to deliver cash or another financial asset for the remaining equity interest; the Company could transfer equity instruments of the Company. As CVC Brasil has the option to pay with CVC shares, the Company concluded that it would be unnecessary to record a full liability for the redemption amount but could instead account for the put option as a derivative financial liability at the net value of the derivative. As of the acquisition date and March 31, 2017, the put option is valued as "at the money"; the fair value of the option is zero. The Company will monitor the fair value of the derivative and the value of the put option.

8. Business combinations -- (Continued)

b) Duotur Group -- (Continued)

b.3) Fair value of identifiable assets and liabilities

The fair values of Duotur and Refa's identifiable assets and liabilities as of the acquisition date were as follows:

	Duotur Consolidated	Refa Consolidated	Total
Interest acquired	100% (i)	100% (i)	100%
Transaction value	202,736	13,202	215,938
Amount paid at acquisition date	50,698	3,302	54,000
Amount payable	152,038	9,900	161,938
Assets			
Cash and cash equivalents	8,849	1,298	10,147
Accounts receivable	144,680	991	145,671
Other assets	7,606	126	7,732
Fixed assets	2,453	433	2,886
Intangible assets	146,148	10.310	156.558
Total identifiable assets	309,836	13,158	322,994
Liabilities			
Suppliers	(120,032)	-	(120,032)
Taxes payable	(2,280)	(376)	(2,656)
Provision for contingencies	-	-	-
Accounts payable	(19,084)	(1,629)	(20,713)
Total identifiable liabilities	(141,396)	(2,005)	(143,401)
Noncontrolling interests	(82,536)	(5,465)	(88,001)
Total identifiable net assets(fair value)	85,904	5,688	91,592
Goodwill on transaction	116,832	7,514	124,346
Total consideration	202,736	13,202	215,938

(i) Equity interest equivalent to 100% of Duotur Participações S.A. and Refa Participações S.A., which hold 51% of the equity interest of READ Viagens and Reserva Fácil, respectively.

8. Business combinations -- (Continued)

b) Duotur Group -- (Continued)

b.3) Fair value of identifiable assets and liabilities (Continued)

The investment balance on the individual balance sheet on March 31, 2017 and December 31, 2016 was as follows:

	March 31, 2017	December 31, 2016
Investment (*)	**114,743**	108,501
Goodwill	**124,346**	124,346
Total	**239,089**	232,847

(*) value based on the equity method.

Consolidating goodwill was based on the concepts of business combination (CPC 15) and the allocation of goodwill among intangible assets identified by the Company. Allocation of goodwill is as follows:

	Amount of allocated intangible	Useful lives
Intangible assets:		
Customer list (100%)	145,427	10 years
Software surplus (100%)	10,310	5 years
Total allocated	155,737	
Goodwill not allocated	124,346	
Total intangible assets	280,083	

The fair value of accounts receivable from customers is R$145,671. The gross amount of accounts receivable is R$156,892. No impairment was recorded for the trade accounts receivable, as the full contractual amount is expected to be received.

Purchase consideration	215,938
Total consideration	215,938
Analysis of cash flows related to the acquisition:	
Transactions costs of acquisition (1)	2,567
Net cash acquired from the subsidiary (2)	10,147

(1) Included in cash flow from operating activities

(2) Included in cash flow from investing activities

8. Business combinations -- (Continued)

b) Duotur Group -- (Continued)

Provision for contingencies

In accordance with contractual clauses between the Company and the Duotur Group's noncontrolling shareholders, any past contingencies (prior to the acquisition date, August 31, 2015) related to companies included in the Duotur Group that could generate financial losses for the Group are not incumbent upon the Company or the Group and are instead the responsibility of the former shareholders of the Group. Thus, no provision was set up for contingencies or claims prior to August 31, 2015 based on the agreement between the parties.

b.4) *Cash Generating Unit*

The goodwill and intangible allocations are associated with the cash generating unit of Duotur Group.

c) Submarino Viagens

c.1) Acquisition

Submarino Viagens (formerly B2W Viagens e Turismo Ltda) is responsible for the activities of the online travel agency B2W - Companhia Digital operating under the brand name "Submarino Viagens," as well as the license of certain brands and the online domain "Submarino Viagens"

The acquisition bolsters the Company's position as a leading player in the Brazilian online travel market.

On May 27, 2015, as disclosed in the related press release, the Company entered into a share purchase agreement with the shareholders of B2W Viagens to acquire 100% of the equity of the company.

The closing terms of the transaction, including CADE approval, were concluded in August 2015, and on August 31, 2015, the Company consummated its acquisition of 100% control of the equity of Submarino Viagens.

The amount payable for the acquisition of Submarino Viagens is determined as follows:

a) Initial installment - Upon execution of the agreement, the Company paid R$100;

b) Subsequent installments - The amount to be paid by the Company to the former shareholders of Submarino Viagens was set at (and limited to) R$80,000, adjusted by the variation in Brazil's Central Bank benchmark rate (SELIC).

8. Business combinations -- (Continued)

c) Submarino Viagens -- (Continued)

c.1) Acquisition -- (Continued)

Subsequent installments will be paid over 10 years by the Company and will be due every 12 months following the transaction closing date (August 31, 2015) to the former controlling shareholders of Submarino Viagens. Installment payments are based on the number of visits to the website, adjusted by inflation and subject to the achievement of a minimum conversion rate. Each installment amount is calculated by multiplying the acquisition price per visit by the number of visits to the website and the variation in the General Market Price Index (IGPM).

	Accounts payable	Accounts receivable	Net
Balance on August 31, 2015	49,354	(13,453)	35,901
Monetary restatement	2,354	-	2,354
Balance on December 31, 2015	51,708	(13,453)	38,255
Monetary restatement	7,030	(1,762)	5,268
Payments	(2,278)	15,215	12,937
Balance on December 31, 2016	56,460	-	56,460
Monetary restatement	**1,715**	**-**	**1,715**
Payments	**-**	**-**	**-**
Balance on March 31, 2017	**58,175**	**-**	**58,175**
Current	**3,636**	**-**	**3,636**
Noncurrent	**54,539**	**-**	**54,539**

If the total purchase price established by the sellers is not paid within 10 years, the sellers can choose to either:

(i) Extend the brand use agreement until the maximum balance (R$80,000) is received, adjusted by the variation in the SELIC rate; or

(ii) Terminate the brand license agreement, in which case CVC Brasil may choose to extend the agreement for another 18 months.

Pursuant to IFRS 3 (CPC 15): "The consideration transferred in exchange for control in the acquiree in a business combination should be measured at its fair value, which is calculated by the sum of the fair values on the acquisition date of: a) the assets transferred by the acquirer; b) liabilities incurred by the acquirer with former owners of the acquiree; c) equity interests issued by the acquirer. (...)"

In addition, IFRS 3 (CPC 15) states the following: "The consideration the acquirer transfers in exchange for control of the acquiree should include any assets or liabilities resulting therefrom based on contingent consideration (...). The acquirer should recognize a contingent consideration at its fair value on the acquisition date as part of consideration transferred in exchange for control in the acquiree.(...)"

8. Business combinations -- (Continued)

c) Submarino Viagens-- (Continued)

CVC determined that the acquisition fair value as of August 31, 2015 was R$49,354 (based on the net present value of estimated future installment payments). However, on the acquisition date, B2W had less working capital and more debt than the contractual amounts agreed upon in the purchase agreement with Submarino Viagens' former shareholders; thus, the sellers are obligated to reimburse the Company R$13,453. After paying the initial installment of R$100, the Company recorded a liability of R$49,354 and accounts receivable of R$13,453, such that the final net acquisition price is R$35,901.

c.2) Fair value of identified assets and liabilities

The fair value of identifiable assets and liabilities of Submarino Viagens on the acquisition date was as follows:

Interest acquired	100%
Purchase consideration	36,001
Amount paid at acquisition date	100
Amount payable	35,901
Assets	
Cash and cash equivalents	1,891
Accounts receivable	12,389
Accounts receivable - contingencies	7,675
Other assets	1,258
Fixed assets	1,155
Intangible assets	10,906
Total identiable assets	35,274
Liabilities	
Suppliers	(45,463)
Taxes payable, salaries and social charges	(3,579)
Deferred revenue	(30,422)
Provision for contingencies	(7,675)
Accounts payable	(6,627)
Total identiable liabilities	(93,766)
Total identifiable net liabilities (fair value)	(58,492)
Goodwill generated in the transaction	94,493
Total consideration transferred	36,001

8. Business combinations -- (Continued)

c) Submarino Viagens-- (Continued)

c.2) Fair value of identified assets and liabilities *(Continued)*

The investment on March 31, 2017 and December 31, 2016 was valued as follows:

	March 31, 2017	December 31, 2016
Investment(*)	**(39,746)**	(38,205)
Goodwill	**94,493**	94,493
Total	**54,747**	56,288

(*) value based on the equity method.

For consolidation purposes, based on the concepts of business combination (IFRS 3/CPC 15), the consideration was allocated into assets and liabilities and the residual amount was recorded as goodwill in intangible assets. Allocation of goodwill is as follows:

	Amount of allocated intangible	**Useful lives**
Intangible assets:		
Brand	8,260	10 years
Total allocated	8,260	
Goodwill not allocated	94,493	
Total intangible assets	102,753	

The fair value of accounts receivable is R$12,389. The gross amount of accounts receivable from customers is R$12,389. No impairment was recorded in the trade accounts receivable, and the full contractual amount is expected to be received.

Costs related to the acquisition totaled R$2,190 and were recognized on the income statement as administrative expenses.

Purchase consideration	36,001
Total consideration	36,001
Analysis of cash flows related to the acquisition:	
Transactions costs of acquisition (1)	2,190
Net cash acquired from the subsidiary (2)	1,891

(1) Included in cash flow from operating activities

(2) Included in cash flow from investing activities

8. Business combinations -- (Continued)

c) Submarino Viagens -- (Continued)

***c.2) Fair value of identified assets and liabilities** (Continued)*

Provision for contingencies

The purchase agreement states that all contingencies related to periods prior to the execution of the purchase agreement would be the responsibility of the former controlling shareholders; losses associated with these contingencies would be reimbursed or netted against the installments payable. The investee has recognized contingencies of R$8,427, of which R$5,806 was already settled, and the remaining balance will be reimbursed by former controlling shareholders in the subsequent month of the payment made by Submarino Viagens related to these contingencies.

c.3) *Cash Generating Unit*

The goodwill and intangible allocations are associated with the cash generating unit of Submarino Viagens.

8. Business combinations -- (Continued)

d) Acquisitions effect on cash flow

The cost of the acquisitions noted above shall be paid in five years for Duotur Group, until ten years for Submarino Viagens and until two years for Viatrix Viagens. The cash flow effect in the three-months period ended March, 31, 2017 (cash disbursement, deducted by the cash contribution) was as follows:

	Consolidated		Consolidated	
	03/31/2017		03/31/2016	
	Cash	**Non cash**	Cash	Non cash
Duotur – (8.b)	**3,169**	**99,691**	13,850	124,545
Submarino (8.c/ 16)	**-**	**58,175**	-	53,260
Viatrix Viagens – (8.a)	**-**	**30,864**	-	
Total	**3,169**	**188,730**	13,850	177,805

The payment made to Viatriax was R$20,540 (company), and the net cash received was R$4,192 (consolidated) on December 31, 2016.

9. Investments

The investment balance is as follows:

	CVC Serviços (a)	Duotur Participações (b)	Refa Participações (c)	Submarino Viagens (antiga B2W Viagens) (d)	Viatrix Viagens e Turismo	Total
Balance on December 31, 2015	27,014	206,286	13,866	37,504	-	284,670
Capital increase	-	-	-	28,620	-	28,620
Equity results for the period	8,373	3,525	491	(1,022)	-	11,367
Balance on March 31, 2016	35,387	209,811	14,357	65,102	-	324,657
Balance on December 31, 2016	49,488	218,238	14,609	56,288	50,679	389,302
Equity results for the period	**8,372**	**6,151**	**91**	**(1,541)**	**739**	**13,812**
Balance on March 31, 2017	**57,860**	**224,389**	**14,700**	**54,747**	**51,418**	**403,114**

Information on subsidiaries is as follows:

a) CVC Serviços

	March, 31 2017	December, 31 2016
Assets	**69,761**	68,598
Liabilities	**11,901**	19,106
Equity	**57,860**	49,492
Net revenue	**30,488**	95,711
Net income for the period	**8,372**	22,474
Interest (%)	**99.90%**	99.90%

b) Duotur Participações

	March, 31 2017	December, 31 2016
Assets	**44,076**	36,702
Liabilities	**4,161**	4,161
Equity	**39,915**	32,542
Net income for the period (a)	**6,151**	18,470
% - Direct interest	**100%**	100%

(a) Included the amounts of amortization of intangibles from purchase price allocation, net of taxes effect.

9. Investments-- (Continued)

b.1) READ Serviços Turísticos (Formerly RA Viagens)

Duotur Participações holds control and 51% of the equity interest in READ Serviços Turísticos (formerly RA Viagens). In the table bellow is presented data of direct investee of Duotur Participações:

	March, 31 2017	December, 31 2016
Assets	**266,213**	**297,514**
Liabilities	**213,347**	**259,110**
Equity	**52,866**	**38,404**
Net revenue	**46,241**	**163,024**
Net income for the period (a)	**12,061**	**36,215**
Interest (%)	**51%**	**51%**
Equity results attributable to Duotur Participações	**6,151**	**18,470**

(a) Included the amounts of amortization of intangibles from purchase price allocation, net of taxes effect.

c) Refa Participações

	March, 31 2017	December, 31 2016
Assets	**3,425**	3,161
Liabilities	**573**	573
Equity	**2,852**	2,589
Net revenue	**91**	1,828
Net income for the period (a)	**100%**	100%

(a) Included the amounts of amortization of intangibles from purchase price allocation, net of taxes effect.

9. Investments-- (Continued)

c.1.) Reserva Fácil

Refa Participações holds control and 51% of the equity interest in Reserva Fácil. In the table bellow is presented data of direct investee of Refa Participações:

	March, 31 2017	December, 31 2016
Assets	**7,387**	7,913
Liabilities	**4,379**	5,426
Equity	**3,008**	2,486
Net revenue	**1,533**	10,177
Net income for the period (a)	**181**	3,585
Interest (%)	**51%**	51%
Equity results attributable to Refa Participações	**91**	1,828

(a) Included the amounts of amortization of intangibles from purchase price allocation, net of taxes effect.

d) Submarino Viagens

	March, 31 2017	December, 31 2016
Assets	**76,359**	65,446
Liabilities	**123,639**	111,321
Equity (capital deficiency)	**(47,280)**	(45,875)
Net revenue	**7,042**	45,015
Net losses for the period (a)	**(1,541)**	(9,836)
Interest (%)	**100%**	100%

(a) Included the amounts of amortization of intangibles from purchase price allocation, net of taxes effect.

On March 31, 2016, the Company increased its subsidiary's capital by R$28,620 through capital contributions.

e) Viatrix Viagens e Turismo

	March, 31 2017	December, 31 2016
Assets	**70,881**	**64,170**
Liabilities	**73,102**	**67,528**
Equity	**(2,221)**	**(3,358)**
Net revenue	**4,801**	**N/A**
Net losses for the period (a)	**739**	**N/A**
Interest (%)	**100%**	**100%**

No transactions was ocurred between the acquisition date (December 29, 2016) to December 31, 2016. Therefore, no have equity pickup for this period.

10. Intangible assets

Company	Software and website	Exclusivity agreements	Total intangible assets
Cost			
December 31, 2015	134,927	85,411	220,338
Additions	5,228	-	5,228
Transfers	(1,094)	-	(1,094)
March 31, 2016	139,061	85,411	224,472
December 31, 2016	**157,106**	**86,894**	**244,001**
Additions	**10,273**	**-**	**10,273**
March 31, 2017	**167,379**	**86,894**	**254,274**
Accumulated amortization			
December 31, 2015	(52,459)	(25,525)	(77,984)
Amortization	(4,899)	(2,135)	(7,034)
March 31, 2016	(57,358)	(27,660)	(85,018)
December 31, 2016	(71,985)	(34,126)	(106,111)
Amortization	**(6,544)**	**(2,239)**	**(8,783)**
March 31, 2017	**(78,529)**	**(36,365)**	**(114,894)**
Net book value			
March 31,2017	**88,850**	**50,530**	**139,380**
March 31,2016	81,703	57,751	139,454

Consolidated	Software and website	Exclusivity agreements	Goodwill	Customer list	Brand	Other	Total intangible assets
Cost							
December 31, 2015	158,347	85,411	218,839	145,427	8,260	2,761	619,045
Additions	7,846	-	-	-	-	2,698	10,544
Transfers	(1,094)	-	-	-	-	-	(1,094)
March 31, 2016	165,099	85,411	218,839	145,427	8,260	5,459	628,495
December 31, 2016	**196,046**	**86,894**	**253,529**	**157,460**	**13,773**	**4,978**	**712,680**
Additions	13,952	-	-	-	-	335	14,287
Disposals	-	-	-	-	-	(226)	(226)
Business combination	-	-	(99)	468	(400)	31	-
March 31, 2017	**209,998**	**86,894**	**253,430**	**157,928**	**13,373**	**5,118**	**726,741**
Accumulated amortization							
December 31, 2015	(56,991)	(25,525)	-	(1,212)	(69)	(104)	(83,901)
Amortization	(5,735)	(2,135)	-	(3,636)	(207)	(2,394)	(14,107)
March 31, 2016	(62,726)	(27,660)	-	(4,848)	(276)	(2,498)	(98,008)
December 31, 2016	**(88,166)**	**(34,126)**	**-**	**(15,755)**	**(895)**	**(200)**	**(139,142)**
Amortization	(7,966)	(2,239)	-	(4,082)	(270)	(116)	(14,673)
Disposals	-	-	-	-	-	197	197
March 31, 2017	**(96,132)**	**(36,365)**	**-**	**(19,837)**	**(1,165)**	**(119)**	**(153,618)**
Net book value							
March 31, 2017	**113,866**	**50,529**	**253,430**	**138,091**	**12,208**	**4,999**	**573,123**
March 31, 2016	102,373	57,751	218,839	140,579	7,984	2,961	530,487

11. Loans and financing

			Company and Consolidated		
			March 31, 2016		
	Mature	Interest rates	Current	Non Current	Total
Citibank USD (i)	March 2019	Libor 3 months + 2.07% p.a.	**60,599**	**59,197**	**119,796**
Bradesco USD (ii)	April 2017	Pré 3.65% p.a.	**150,225**	**-**	**150,225**
Total			**210,824**	**59,197**	**270,021**

			Company and Consolidated		
			December 31, 2016		
	Mature	Interest rates	Current	Non Current	Total
Citibank USD (ii)	March 2019	Libor 3 months + 2.07% p.a.	**62,705**	**76,912**	**139,617**
Bradesco USD (iii)	April 2017	Pré 3.65% p.a.	**153,416**	**-**	**153,416**
Total			**216,121**	**76,912**	**293,033**

The payment schedule of noncurrent payments is as follows:

Year	Amount
2017	40,849
2018	18,348
Total	**59,197**

(i) On March 1, 2016, the Company renegotiated its loan with Citibank. The amended loan carries the following terms: interest rate of LIBOR 3 months + 2.07% p.a., with quarterly interest payments and principal amortization beginning December 2, 2016. This debt is fully hedged in Brazilian reais through a swap with Citibank which, in combination with the loan, results in an annual interest rate of 108.0% of CDI.

(ii) (iii) As collateral, the Company granted a minimum amount of R$150,000 in credit rights related to credit card receivables that have been issued or will be issued.

The Company analyzed the covenants of its loan agreements and concluded that it is in compliance with all of its financial and non-financial obligations.

12. Debentures

				Company and Consolidated		
				March 31, 2017		
Issue	Issue date	Maturity	Remuneration p.a.	Current	Noncurrent	Total
1st issue	03/03/2017	03/03/2019	107,5% of CDI	**1,058**	**199,610**	**200,668**
Total				**1,058**	**199,610**	**200,668**

12. Debentures (Continued)

On March 3, 2017, the Company issued the 1st Issue of Simple Debentures, non-convertible into shares, in a single series, of unsecured type, for Public Distribution with Restricted Efforts with the following characteristics and conditions:

The remuneration interest will be calculated by the formula included in the Deed of Issue and paid quarterly being the first payment on June 3, 2017.

Transaction costs associated, which amount was R$826, was allocated as a reduction of liabilities and are recognized as financial expenses, according to the contractual terms of this issue.

Without prejudice to the anticipated liquidation, under the terms set forth in the Deed of Issue, the unit face value of the Debentures will be amortized in 3 installments, being:
(a) 25% of the Par Value Amortized on June 3, 2018,
(b) 50% of the Unit Face Value amortized on December 3, 2018, and
(c) 25% of the Unit Face Value amortized on March 3, 2019.

Covenants

Financial events for early maturity of automatic declaration:

- Early maturity of bank debts and local or international capital market operations of an individual or aggregate value equal to or greater than R$20,000 or its equivalent in foreign currency; and

- Early maturity of any pecuniary obligation with any third party, local or international, with an individual or aggregate value equal to or greater than R$40,000 or its equivalent in foreign currency.

Financial events of early maturity through the General Meeting of Debenture Holders:

- Protest of securities of individual or global value that exceeds R$ 40,000, or its equivalent in foreign currency, unless in the legal period the Issuer has taken appropriate measures to prove to the Fiduciary Agent that: (a) the protest was made by mistake or bad (B) the protest is canceled, or, (c) the protest is suspended due to a judicial decision;

- Default, by the Issuer, of any judicial decision and/or any arbitration decision, as soon as it becomes practicable against the Issuer, whose individual or aggregate value is equal to or greater than R$ 40,000;

- Default, by the Issuer, provided that the respective curing periods established in any debt arising from loans, financing and capital market operations, local or international of individual or aggregate value equal to or greater than R$ 40,000;

12. Debentures (Continued)

- Expropriation, confiscation or any other act of any governmental entity of any jurisdiction resulting in the loss, by the Issuer and/or any subsidiary, of the ownership and/or direct or indirect ownership of its assets in value, individual or aggregate, equal or more than R$ 40,000;

- Non-compliance by the Issuer for 2 consecutive quarters or for 4 consecutive quarters throughout the duration of the Issue, of the financial ratio resulting from the quotient of the Net Debt to EBITDA, which shall be equal to or less than 3.00 times, to be determined quarterly based on the consolidated quarterly financial information of the Issuer;

- Assignment, sale, alienation and/or any form of transfer, by the Issuer and/or subsidiaries by any means, free of charge or onerous, of assets in value, individual or aggregate, equal to or greater than R$ 40,000, except: (i) by assignment, sale, alienation and/or transfer of asset(s) to any subsidiary provided it is or becomes (prior to the event) guarantor of the transaction or (iii) if the proceeds obtained from said event are immediately and fully used to redeem all of the debentures, under the terms permitted in the Deed of Issue.

13. Commitments

Total minimum lease payments, according to non-cancellable operating leases, are as follows:

	Consolidated	
	March 31, 2017	**December 31, 2016**
Less than one year	**11,861**	8,063
More than one year and less than five years	**30,544**	19,306
Over five years	**5,862**	6,840
	48,267	34,209

The operating lease expenses for the three month period ended March 31, 2017 totaled R$4,479 (R$3,667 for the three months ended March 31, 2016).

All agreements that include penalty clauses for breaches thereof provide for penalties of up to three months of rent. If the Company terminated these agreements, the total amount of fines would be approximately R$3,489.

14. Provision for administrative and legal proceedings

In accordance with the agreements executed between Carlyle and the former controlling shareholder of CVC, any past contingencies (existing prior to the acquisition date, or December 23, 2009) are not the responsibility of the Company and are instead the responsibility of the former controlling shareholder. Thus, no provisions have been recorded for contingencies or claims prior to December 23, 2009 based on the agreement between the parties.

14. Provision for administrative and legal proceedings (Continued)

As of March 31, 2017 and December 31, 2016, the Company was party to labor and civil proceedings at both the administrative and judicial levels. When applicable, such proceedings are supported by escrow deposits (included in other accounts receivable). Provisions for any losses arising from these proceedings are estimated and updated by management, based on the opinion of its legal advisors.

	Company		
	Labor	**Civil**	**Total**
Balance on December 31, 2015	3,469	20,722	24,191
Additions	306	2,455	2,761
Reversals/payments	(534)	(1,603)	(2,137)
Balance on March 31, 2016	3,241	21,574	24,815
Balance on December 31, 2016	**3,633**	**24,500**	**28,133**
Additions	**295**	**4,932**	**5,227**
Reversals/payments	**(176)**	**(4,894)**	**(5,070)**
Balance on March 31, 2017	**3,752**	**24,538**	**28,290**

	Consolidated		
	Labor	**Civil**	**Total**
Balance on December 31, 2015	3,469	29,149	32,618
Additions	306	2,564	2,870
Reversals/payments	(534)	(1,603)	(2,137)
Balance on March 31, 2016	3,241	30,110	33,351
Balance on December 31, 2016	**6,529**	**32,985**	**39,514**
Additions	**295**	**5.916**	**6.211**
Reversals/payments	**(175)**	**(6,187)**	**(6,362)**
Balance on March 31, 2017	**6,649**	**32,714**	**39,363**

Federal tax notice - goodwill

On January 7, 2015, the Company was notified of a tax assessment by the Brazilian tax authorities seeking the payment of certain amounts in relation to the Corporate Income Tax (IRPJ) and Social Contribution Tax on Net Profit (CSLL) for periods from 2010 to 2013 and corresponding amortization of goodwill, which the tax authorities assessed was non-deductible. The total principal amount of the tax assessment is R$127,073. Based on the analysis of external legal counsels, the probability of a positive outcome for the Company is 70% (possible).

15. Deferred income and social contribution taxes

a) Reconciliation of income tax expenses

	Company		Consolidated	
	Three-month period ended March 31,		Three-month period ended March 31,	
	2017	**2016**	**2017**	**2016**
Income before income and social contribution taxes from continued operations	**87,194**	84,740	**105,914**	96,767
Income before income and social contribution taxes from descontinued operations	**-**	-	**(1,180)**	-
Income before income and social contribution taxes	**87,194**	84,740	**104,734**	96,767
Income and social contribution taxes at statutory rate - 34%	**(29,646)**	(28,812)	**(35,609)**	(32,901)
Stock options granted and recognized shares	**(981)**	(1,004)	**(981)**	(1,004)
Equity pickup	**4,696**	3,865	**-**	-
Other	**(254)**	(181)	**(1,136)**	(396)
Income and social contribution taxes	**(26,185)**	(26,132)	**(37,726)**	(34,301)
Current	**(18,095)**	(9,696)	**(30,230)**	(19,650)
Deferred	**(8,090)**	(16,436)	**(7,897)**	(14,651)
Deferred – discontinued operations	**-**	-	**401**	-
Income tax and social contribution expense	**(26,185)**	(26,132)	**(37,726)**	(34,301)
Effective rate	**30%**	31%	**36%**	35%

b) Composition of deferred income and social contribution taxes

	Company		Consolidated	
	March 31, 2017	**December 31, 2016**	**March 31, 2017**	**December 31, 2016**
Provision for administrative and judicial disputes	**9,619**	9,565	**9,670**	9,644
Provision for bonuses	**1,543**	7,371	**2,018**	9,435
Provision for losses due to advances	**8,798**	9,017	**8,798**	9,017
Provision for financial expenses on discount of receivables	**7,575**	7,072	**7,575**	7,072
Tax loss carryforwards of subsidiary	**-**	-	**5,508**	4,785
Other (*)	**16,585**	20,609	**25,704**	28,641
Deferred tax assets	**44,120**	53,634	**59,273**	68,594

(*) includes deferred tax assets of business combinations and other provisions that are not individually significant and powdered.

Based on future projections prepared using internal assumptions and future economic scenarios, which can be changed; for March 31, 2017 is presented that the deferred tax asset will for the Company be used in 2017 and for the Consolidated, it will be used until 5 years.

15. Deferred income and social contribution taxes (Continued)

c) Changes in deferred tax asset

	Company		Consolidated	
	March 31, 2017	**March 31, 2016**	**March 31, 2017**	**March 31, 2016**
Opening balance	**53,634**	79,648	**68,594**	80,918
Additions	**877**	5,682	**3,660**	7,465
Compensation	**(10,391)**	(17,413)	**(12,981)**	(17,413)
Ending balance	**44,120**	67,917	**59,273**	70,970

16. Accounts payable and receivable from subsidiary acquisition

16.1. Accounts payable due to acquisition of subsidiary

As mentioned in Note 8.c, the balance of accounts payable due to the acquisition of a subsidiary refers to the acquisition of Submarino Viagens. The balance payable is adjusted by the variation in the SELIC rate and the discount rate used was 15% per annum. Changes in the accounts payable account are as follows:

Details of transactions	**Amounts**
Remaining balance payable as of December 31, 2016	56,460
Amount paid during the three months ended March 31, 2017	**-**
Interest accrued during the three months ended March 31, 2017	**1,715**
Balance as of March 31, 2017	**58,175**
Current	**3,636**
Noncurrent	**54,539**

Payments will be due as follow:

Company / Consolidated	
Year	**Amount**
2017	**3,636**
2018	**3,592**
2019 onwards	**50,947**
Total	**58,175**

16.2. Accounts receivable from acquisition of subsidiary

Reduction in purchase price

As mentioned in Note 8.c, the subsidiary had less working capital and more debt than the contractual amounts agreed upon in the purchase agreement, so the seller is obligated to reimburse the Company R$13,453 within 90 days of the purchase date. The balance reduces the purchase price and is recorded as an accounts receivable. The guarantee for this amount

16. Accounts payable and receivable from subsidiary acquisition (Continued)

16.2. Accounts receivable from acquisition of subsidiary (Continued)

is the same amount payable to sellers. The Company has agreed with the previous shareholder and that amount was fully received until the end of fourth quarter of 2016.

Provision for legal claims

In addition, in accordance with the agreement between the Company and the former controlling shareholder of Submarino Viagens, any past contingencies (existing prior to the acquisition date) are not the responsibility of the Company, but rather the responsibility of the former controlling shareholder. However, as the Company will be responsible for the payment of the contingencies, the provisions for contingencies and claims existing prior to the acquisition date were recorded as a liability and, in line with the above mentioned, the Company has also booked an accounts receivable from the former controlling shareholder in the same amount of these contingencies. The balance of accounts receivable as of March 31, 2017 was R$3,032. This balance was recorded at the subsidiary.

17. Shareholders' equity

a) Capital

The share capital at March 31, 2017 is represented by 134,330,243 common shares (134,330,243 as of December 31, 2016), without par value, and is distributed as follows:

	March 31, 2017		December 31, 2016	
	Shares	**Amount**	**Shares**	**Amount**
Other	**134,330,243**	**281,635**	134,330,243	281,635
Total	**134,330,243**	**281,635**	134,330,243	281,635

Pursuant to CVC's share repurchase program, the Company repurchased 400,000 shares in December 2015 and an additional 1,172,800 shares in the three months ended March 31, 2016. In the second quarter of 2016 and in the first quarter of 2017, three and nine stock options plan beneficiaries exercised 72,900 and 1,212,060 share options, respectively, for which the Company granted him the same quantity of its own shares, as described in the note 17.b),

The authorized capital as of March 31, 2017, and December 31, 2016 is R$5,000,000 without par value.

On August 16, 2016, the Company, in addition to the material facts disclosed on July 27, 2016 and August 1, 2016, as well as the notice to the market disclosed on August 10, 2016, informed its shareholders and the market in about the settlement of its restricted efforts public offering of secondary common shares issued by the Company, held by BTC Fundo de Investimento em Participações ("FIP BTC") and GJP Fundo de Investimento em

17. Shareholders' equity (Continued)

a) Capital (Continued)

Participações ("FIP GJP").

The Offering consisted of a secondary public offering of 39,058,660 Shares held by FIP BTC and 20,941,340 Shares held by FIP GJP. The Offering priced at R$20.50 per share, resulting in a total offering size of R$1,230,000.

As the follow-on offering was of secondary shares, the Company did not receive any proceeds. The Selling Shareholders received all proceeds from the sale of the Shares and are responsible for the payment of all costs and expenses incurred.

As a result of the Offering's settlement, FIP BTC now holds 21,056,669 common shares of the Company, representing 15.68% of the Company's share capital, and GJP FIP now holds 11,336,919 common shares issued by the Company, representing 8.44% of the Company's capital.

On October 1, 2014, the Board of Directors approved the Company's capital increase of R$47,659 within the authorized capital limit, without the issuance of new shares and for the benefit of all shareholders, in proportion to their respective shareholdings in the Company's capital, which the minute was recorded effectively in 2015.

The Board of Directors' meeting on June 8, 2015 approved a capital increase of R$17,734, through the issuance of 1,836,860 shares related to the exercise of stock options pursuant to the Company's stock option Plans 1, 3 and 4.

The Board of Directors' meeting on July 13, 2015 approved a capital increase of R$1,496, through the issuance of 108,000 shares related to the exercise of Plan 4 stock options.

The Board of Directors' meeting on September 22, 2015 approved a capital increase of R$9,551, through the issuance of 15,188 shares related to the exercise of Plan 4 stock options and through the issuance of 904,860 shares related to the exercise of Plan 3 stock options.

On September 30, 2015, the Board of Directors approved the Company's capital increase of R$47,637 within the authorized capital limit, without the issuance of new shares and for the benefit of all shareholders, in proportion to their respective shareholdings in the Company's capital.

On December 7, 2016, it was approved the capital increase of the Company by the capitalization of final portion of the special goodwill reserve, which was amortized for purposes of tax benefit realization related in Financial Statements ended on September 2016, within the limit of authorized capital, without issuance of new shares and for benefit of all shareholders, in proportion of its shares in the Company's capital, in the amount of R$63,532.

17. Shareholders' equity (Continued)

b) Stock option plan

The Company grants compensation through share-based payments to its main executives and managers. The fair value estimate of share-based payments depends on the valuation model selected for granting these equity securities, as well the use of several assumptions for inputs, which in turn depends on the granting terms and conditions

Expenses related to these transactions are recognized on the income statement (as general and administrative expenses) during the period in which the right is granted against the reserve for share-based payments, an equity account.

The strike price of options granted is the fair market value of shares on the grant date, adjusted by variation in the Extended Consumer Price Index (IPCA) from the grant date to the exercise date. The options granted are divided as follows:

Time Based Options (TBO) - provides the beneficiary the right to buy shares at a predetermined price based on the employee's continuous length of service at the Company. The beneficiary's right to exercise the option is subject to a vesting period and exercisable upon completion of such period.

Performance Based Options (PBO) - Provides the beneficiaries the right to buy shares subject to achieving rate of return of at least 25% per year on invested capital of the shareholders, in U.S. dollars. In the case of a qualified IPO and if the rate of return on invested capital is higher than 30% per annum, all PBOs will be converted into TBOs. Additionally, the beneficiaries must maintain the duration of continuous employment as defined by the Company's stock option plan prior to the exercise of the options granted and must observe a one-year lockup period after the vesting date. These terms and conditions are applicable only to the first stock option plan.

The options can be exercised within 10 years of the grant date. In the event of the termination of an employment agreement, all vested options should be exercised within 90 days from the date the beneficiary leaves the Company.

During the Extraordinary General Meeting on September 1, 2014, shareholders approved amendments to the Company's stock option Plans 3 and 4 in order to make them economically attractive in relation to the market value of the Company's shares. The exercise price of the stock options of both plans was adjusted from R$13.53 and R$14.63 to R$11.82, and the total number of stock options was reduced by 10%. These changes are consistent with the Company's strategic plan to retain key management personnel and ensure that they are properly incentivized to create long-term value for the Company.

17. Shareholders' equity (Continued)

b) Stock option plan (Continued)

On October 9, 2015, the Special General Meeting of shareholders approved the Fifth Stock Option Plan. The Plan's main objective is to attract, motivate and retain the Company's key executives, who have been selected to receive such options in order to ensure that a relevant part of their compensation is tied to long-term value creation for the Company. The maximum number of shares that can be issued for the exercise of options under the Plan is 1,363 shares, which represents 0.95% of the diluted share capital of the Company.

On December 9, 2016, the Board of Directors' Meeting approved the Sixth Stock Option Plan. The Plan's main objective is to attract, motivate and retain the Company's key executives, who have been selected to receive such options in order to ensure that a relevant part of their compensation is tied to long-term value creation for the Company. The maximum number of shares that can be issued for the exercise of options under the Plan is 1,500 shares, which represents 1.13% of the diluted share capital of the Company. Additionally also was approved the amendment of Fourth and Fifth Stock Option Plans. This amendment predict that the exercise price (a) should not be restate monetarily, and (b) deduction of exercise price of the amount per share possibly to be paid as dividends or interest on equity. The impact of this amendment generated an additional expense of R$1,609 in the results of 2016.

Changes in the stock option plans are detailed below:

	(In thousand of options)							
	Plan 1			Plan 2		Plan 3	Plan 4	Plan 5
	Tranche 1.1		Tranche 1.2	Tranche 2.1 to 2.3	Tranche 2.4 to 2.5	Tranche 3.1	Tranche 4.1 to 4.3	Tranche 1
	PBO	TBO	TBO	TBO	TBO	TBO	TBO	TBO
December 31, 2015	103	501	-	69	-	5,593	1,564	1,363
Forfeited	-	-	-	-	-	-	(128)	-
Exercised	-	-	-	-	-	-	-	-
March 31, 2016	103	501	-	69	-	5,593	1,436	1,363

	(In thousands of options)								
	Plan 1			Plan 2		Plan 3	Plan 4	Plan 5	Plan 6
	Tranche 1.1		Tranche 1.2	Tranche 2.1 to 2.3	Tranche 2.4 to 2.5	Tranche 3.1	Tranche 4.1 to 4.3	Tranche 1	Tranche 1
	PBO	TBO	TBO	TBO	TBO	TBO	TBO	TBO	TBO
December 31, 2016	103	501	-	69	-	5,593	1,398	1,363	1,500
Forfeited	-	-	-	-	-	-	(41)	-	(800)
Exercised	-	-	-	-	-	(905)	(191)	(103)	-
31 de março de 2017	103	501	-	69	-	4,688	1,166	1,260	700

The expense for the three month period ended March 31, 2017 was R$2,884 (R$2,953 in the period ended March 31, 2016).

The weighted average fair value of options granted, determined based on the valuation model "Customized Binomial Tree Model" is detailed below:

17. Shareholders' equity (Continued)

b) Stock option plan (Continued)

Details	Plan 1 Tranche 1.1	Plan 1 Tranche 1.2	Plan 2 Tranche 2.1	Plan 3 Tranche 3.1	Plan 4 Tranche 4.1	Plan 4 Tranche 4.2	Plan 4 Tranche 4.3	Plan 5 Tranche 1	Plan 6 Tranche 1
Beginning date (first granting)	5/3/2010	1/1/2010	11/10/2013	3/11/2013	11/10/2011	4/01/2013	10/31/2013	8/31/2014	12/09/2015
Number of options - PBO (thousands)	103	-	-	-	-	-	-	-	-
Number of options - TBO (thousands)	501	-	69	4,688	842	138	186	1,260	700
Exercise price - R$	R$4.99	R$4.99	R$22.46	R$11.82	R$11.82	R$11.82	R$11.82	R$15.79	R$10.32
Expected volatility	32.83%	47.00%	44.35%	30.58%	30.58%	30.58%	30.58%	33.75%	38.33%
Expected inflation (IPCA)	5.87%	5.87%	5.58%	-	-	-	-	-	-
Estimated exercise period	5 anos	4 anos	5 anos	4 anos	5 anos	5 anos	5 anos	4.4 anos	5 anos
Fair value of stock option	R$2.56	R$4.58	R$14.44	R$6.38	R$5.07	R$5.23	R$5.54	R$6.19	R$7.51

c) Income reserve

Legal reserve: The legal reserve is recorded based on the allocation of 5% of annual net income, limited to 20% of capital stock.

Reserve for working capital: The account is set up based on the allocation of up to 25% of the remaining net income, after the allocation of net income to the legal reserve and distribution of dividends. The account is intended to maintain the Company's working capital and is limited to 30% of capital stock.

Expansion reserve: The expansion reserve is set up based on the allocation of up to 25% of the remaining net profit, after the allocation of net income to the legal reserve and distribution of dividends. The account is intended to expand the Company's business and is limited to 50% of capital stock.

Retained earnings reserve: Up to 50% of the net income remaining after the aforementioned allocations can be retained based on the capital budget approved by the General Shareholders' Meeting (GSM), pursuant to Article 196 of Brazilian Corporation Law.

d) Distribution of dividends and interest on equity

The Company's Articles of Incorporation provide for mandatory dividend payments each year of at least 25% of the adjusted net income for the year.

In addition, the Company's dividend policy states that 50% of the adjusted annual net income will be paid as dividends, subject to certain conditions described in the aforementioned dividend policy.

At the Board of the Directors' meeting on February 15, 2017, the proposal for dividends distribution related to the year 2016 was proposed, throught the approval of the financial statements, calculated as presented bellow, in accordance with Company's Bylaws.

17. Shareholders' equity (Continued)

d) Distribution of dividends and interest on equity (Continued)

	December 31, 2016
Net income for the year	**177,714**
Legal reserve (5%)	**-**
Dividends calculation basis	**177,714**
Minimum dividends	**44,427**
Interest on equity paid	**(22,203)**
Dividends payable	**22,224**
Additional dividends proposal	**-**

e) Treasury shares

Treasury shares are repurchased shares recognized at cost in a separate account and deducted from shareholders' equity. No gain or loss is recognized on the income statement upon the purchase, sale, issuance or cancellation of the Company's own treasury shares. Any difference between the book value of the shares and the consideration is recognized in other capital reserves.

On March 31, 2017, the Company held 287,840 treasury shares (1,486,400 on December 31, 2016).

18. Financial expenses, net

	Company		Consolidated	
	Three-month periods ended March 31,		Three-month periods ended March 31,	
	2017	2016	2017	2016
Financial expenses				
Tax on financial transactions (IOF)	**(1,012)**	(345)	**(1,098)**	(424)
Financial charges (a)	**(42,877)**	(28,719)	**(43,763)**	(29,369)
Interest on the acquisitions of investees	**(5,503)**	(5,699)	**(5,503)**	(5,699)
Other	**(1,456)**	(670)	**(1,588)**	(1,476)
Total financial expenses	**(50,848)**	(35,433)	**(51,952)**	(36,968)
Financial income				
Short-term investment income	**1,008**	79	**1,223**	811
interest income	**1,650**	896	**1,776**	1,543
Other	**10,216**	1,666	**11,117**	1,697
Total financial income	**12,874**	2,641	**14,116**	4,051
Exchange variation, net	**(362)**	1,412	**(433)**	1,575
Financial expenses, net	**(38,336)**	(31,380)	**(38,269)**	(31,342)

(a) Financial expenses primarily related to interest expense accrued under banks loans and financial services fees, including interest on credit card factoring and bank slips fees.

19. Related party transactions

Transactions with related parties are carried out in the normal course of business, according to the specific prices agreed upon between the parties and consistent with market conditions for similar transactions between independent parties.

a) Principal balances and payments arising from transactions with related parties

	March 31, 2016					
	Current assets	Noncurrent assets	Current liabilities	Noncurrent liabilities	Result	Payment
Company						
CVC Serviços Agência de Viagens Ltda.	**-**	**-**	**16,464**	**-**	**-**	**29,230**
Accounts payable for acquisition of Duotur Group (ii)	**-**	**-**	**24,923**	**74,768**	**(3,062)**	**3,169**
Accounts payable for acquisition of Viatrix viagens (v)	**-**	**-**	**10,586**	**20,278**	**(726)**	**-**
Operadora e Agência de Viagens Tur Ltda.	**-**	**186**	**-**	**-**	**-**	**-**
GJP Administradora de Hotéis (i)	**107**	**-**	**1,208**	**-**	**-**	**9,904**
Duotur Participações(iv)	**35,439**	**-**	**-**	**-**	**-**	**-**
Refa Participações	**539**	**-**	**-**	**-**	**-**	**-**
Submarino Viagens (iii)	**37,118**	**-**	**-**	**-**	**-**	
Total	**73,203**	**186**	**53,181**	**95,046**	**(3,788)**	**42,303**
Consolidated						
Accounts payable for acquisition of Duotur Group (ii)	**-**	**-**	**24,923**	**74,768**	**(3,062)**	**3,169**
Accounts payable for acquisition of Viatrix viagens (v)	**-**	**-**	**10,586**	**20,278**	**(726)**	**-**
Operadora e Agência de Viagens Tur Ltda.	**-**	**186**	**-**	**-**	**-**	**-**
GJP Administradora de Hotéis (i)	**107**	**-**	**1,208**	**-**	**-**	**9,904**
Total	**107**	**186**	**36,717**	**95,046**	**(3,788)**	**13,073**

	December 31, 2016					
	Current assets	Noncurrent assets	Current liabilities	Noncurrent liabilities	Result	Payment
Company						
CVC Serviços Agência de Viagens Ltda.	-	-	24,058	-	-	101,011
Accounts payable for acquisition of Duotur Group (ii)	-	-	25,871	73,927	(4,149)	55,741
Accounts payable for acquisition of Viatrix viagens (v)	-	-	10,269	19,870	-	20,539
Operadora e Agência de Viagens Tur Ltda.	-	186	-	-	-	552
GJP Administradora de Hotéis (i)	3,421	-	3,794	-	-	39,848
Duotur Participações(iv)	20,539	-	-	-	-	-
Refa Participações	539	-	-	-	-	-
Submarino Viagens (iii)	31,521	-	-	-	-	-
Total	56,020	186	63,992	93,797	(4,149)	217,691
Consolidated						
Accounts payable for acquisition of Duotur Group (ii)	-	-	25,871	73,927	(4,149)	55,741
Accounts payable for acquisition of Viatrix viagens (v)	-	-	10,269	19,870	-	20,539
Operadora e Agência de Viagens Tur Ltda.	-	186	-	-	-	552
GJP Administradora de Hotéis (i)	3,421	-	3,794	-	-	39,848
Total	3,421	186	39,934	93,797	(4,149)	116,680

(i) Includes room reservations in related hotels. Advance payments can be made to ensure the availability of rooms.

(ii) As mentioned in Note 8.b., the balance refers to accounts payable related to the acquisition of a 51% equity interest in Duotur Group.

(iii) Advance payment for general expenses.

(iv) Sales of airline tickets and hotels reservations between CVC Brasil and the Duotur Group.

(v) As mentioned in Note 8.a., the balance refers to accounts payable related to the acquisition of a 100% equity interest in Viatrix Viagens.

a) Compensation of key management personnel

Key management personnel includes directors and officers.

	Three-month periods ended March 31,	
	2017	**2016**
Wages and other short-term benefits	**11,323**	**15,964**
Share-based payments	**2,043**	**2,952**
	13,366	**18,916**

20. Advanced sales of travel packages

The intermediated travel packages are recorded as advanced sales of travel packages in noncurrent liabilities, due are represented by sold travel packages and not yet used by the passengers. All expenses related to the travel are recorded together with revenue, when the passenger made the boarding.

As of March 31, 2017, the balance of advanced sales of travel packages amounted to R$1,257,400 at the Company (R$1,288,154 as of December 31, 2016) and R$1,318,642 at the Consolidated level (R$1,344,977 as of December 31 2016).

21. Revenue

Segregation of Revenue

The Company has a sole operating segment engaged in "Tourism Intermediation.” The Company management analyzes gross revenue by line of business, including domestic travel, international travel and cruise lines. Substantially all of the operations are based in Brazil.

The Company’s gross revenue by business line is as follows:

	Consolidated	
	Three-months periods ended on March 31,	
	2017	**2016**
Domestic	**203,328**	212,248
International	**91,768**	75,488
Cruise	**23,259**	13,433
Total	**318,355**	301,169

22. Subsidiaries with significant stakes held by non-controlling shareholders

The financial information of subsidiaries with signifcant stakes held by non-controlling shareholders is as follows:

Proportion of equity held by non-controlling shareholders:

Subsidiaries	Country of incorporation and operation	2017	2016
READ Serviços Turísticos ("READ")	Brazil	**49%**	49%
Reserva Fácil Tecnologia S.A. ("Reserva Fácil")	Brazil	**49%**	49%

The Company holds 100% of the equity interest of Duotur Participações S.A., which owns 51% of READ, and 100% of the equity interest of Refa Participações S.A., which owns 51% of Reserva Fácil.

The accumulated balance of non-controlling interest as of march 31, 2017 and December 31, 2016 is as follows:

Subsidiaries	As of March 31, 2017	As of December 31, 2016
READ	**90,892**	84,982
Reserva Fácil	**5,637**	5,548

Net income attributable to non-controlling shareholders:

Subsidiaries	Three-months period ended March 31, 2017
READ	**5,910**
Reserva Fácil	**89**

The summary financial information of these subsidiaries is provided bellow. This information is based on amounts before eliminations among the companies.

22. Subsidiaries with significant stakes held by non-controlling shareholders (Continued)

The income statement (*) for the three-month period ended on March 31, 2017;

	READ	Reserva Fácil
Gross revenue	**50,074**	**1,725**
Sales taxes	**(3,833)**	**(192)**
Net revenue	**46,241**	**1,533**
Operating expenses		
Selling expenses	**(800)**	**-**
General and administrative expenses	**(20,972)**	**(554)**
Depreciation and amortization	**(4,086)**	**(797)**
Other operating expenses	**(893)**	**-**
Income before financial results	**19,490**	**182**
Financial expenses, net	**206**	**13**
Income before income and social contribution taxes	**19,696**	**195**
Income and social contribution taxes	**(7,635)**	**(14)**
Current	**(8,871)**	**(189)**
Deferred	**1,236**	**175**
Net income	**12,061**	**181**
Net income attributable to controlling shareholders	**6,151**	**92**
Net income attributable to non-controlling interests	**5,910**	**89**

(*) Pro forma: includes the amounts of intangible assets of the purchase price allocation.

22. Subsidiaries with significant stakes held by non-controlling shareholders (Continued)

The summary of financial position (*) as of March 31, 2017 and December 31, 2016.

	March 31, 2017	December 31, 2016	**March 31, 2017**	December 31, 2016
	READ	READ	**Reserva Fácil**	Reserva Fácil
Cash and cash equivalentes	**4,836**	1,871	**-**	2,157
Accounts receivable	**213,897**	154,238	**-**	49
Advance to suppliers	**28,631**	35,141	**35**	-
Accounts receivable - related parties	**1,155**	330	**1,919**	953
Other accounts receivable	**4,846**	5,783	**147**	-
Deferred tax asset	**7,635**	8,216	**935**	760
Fixed assets	**7,150**	6,798	**117**	122
Intangible assets	**130,693**	133,246	**12,730**	12,709
Suppliers	**(124,117)**	(98,119)	**-**	(1,859)
Accounts payable - related parties	**(33,660)**	(17,790)	**(1,859)**	32
Salaries and social charges	**(10,697)**	(12,881)	**(382)**	(1,029)
Taxes payable and contributions	**(11,307)**	(10,110)	**(190)**	(349)
Dividends payable	**(32,635)**	(32,635)	**(1,817)**	(1,817)
Other accounts payable	**(780)**	(513)	**(114)**	(355)
Provision for contingencies	**(151)**	(232)	**(17)**	(18)
	185,496	173,433	**11,504**	11.323
Shareholders' equity				
Attributable to:				
Controlling shareholders	**94,603**	88,451	**5,867**	5,775
Non-controlling interests	**90,893**	84,982	**5,637**	5,548

(*) Pro forma: includes the amounts of intangible assets of the purchase price allocation.

The summary of cash flow for the three-months period ending March 31, 2017:

	READ	**Reserva Fácil**
Operating activities	**4,849**	**(1,342)**
Investing activities	**(1,884)**	**(816)**
Financing activities	**-**	**-**
Increase/(decrease) in cash and cash equivalents	**2,965**	**(2,158)**

23. Operating expenses

	Company		Consolidated	
	Three-months periods ended March 31,		Three-months periods ended March 31,	
	2017	**2016**	**2017**	**2016**
Personnel	**(34,584)**	(28,181)	**(68,850)**	(59,527)
Third-party services (a)	**(30,423)**	(33,130)	**(45,268)**	(48,632)
Credit card fees	**(14,676)**	(12,037)	**(16,761)**	(13,547)
Depreciation and amortization	**(9,259)**	(7,933)	**(15,857)**	(15,633)
Allowance for doubtfull accounts	**(2,616)**	(6,647)	**(3,705)**	(6,462)
Other	**(505)**	(665)	**(1,258)**	(687)
Total	**(92,063)**	(88,593)	**(151,699)**	(144,488)
Sales expenses	**(40,000)**	(43,728)	**(48,018)**	(51,906)
General and administrative expenses	**(42,804)**	(36,932)	**(87,825)**	(76,949)
Depreciation and amortization	**(9,259)**	(7,933)	**(15,856)**	(15,633)
Total	**(92,063)**	(88,593)	**(151,699)**	(144,488)

(a) Includes marketing, advertising, professional services expenses and others.

24. Held for sale operation

In October 2016, the Company's management took a decision to acquire, by the amount of R$12,000, 22 commercial points of some franchisee stores of CVC, acting predominantly in the state of Rio de Janeiro. Such stores were operated by franchisees linked with the ex-master franchisee of the state of Rio de Janeiro, which had breaked its agreement by the Company on August 7, 2016.

The Company during the first quarter of 2017 sold 18 stores, which the remaining 4 stores will be sold to the new frachisees during the year 2017. On March 31, 2017 and December 31, 2016, these stores are classified as group of assets held for sale (AFS) and as discontinued operations.

Net income for the period of these net assets held for sale is presented as follows:

Mainly classes of assets and liabilities classified as held for sale on December 31, 2016 and on March 31, 2017 and the result for the three-months period for these net assets held for sale are as follow:

24. Held for sale operation (Continued)

	Consolidated 03/31/2017	Consolidated 12/31/2016
Asset		
Cash	**1**	**1**
Intangible asset	**1,548**	**12,000**
Assets classified as held for sale	**1,549**	**12,001**
Liabilities		
Other accounts payable	(2,328)	(14,188)
Liabilities directly associated with assets classified as held for sale	(2,328)	(14,188)
Net liabilities directly associated with the assets held for sale	**(779)**	**(2,187)**

	Consolidated 03/31/2017	Consolidated 03/31/2016
Revenue	**10,925**	**-**
Expenses	**(12,105)**	**-**
Loss from discontinued operations before income taxes	**(1,180)**	**-**
Income taxes	**401**	**-**
Net loss from discontinued operations	**(779)**	**-**

The cash flows for the held for sale transaction are presented bellow:

	Consolidated 03/31/2017	Consolidated 03/31/2016
Operational activities	**(1,180)**	-
Investment activities	**(1,655)**	-
Results from sale of assets	**475**	-
Net cash generated	**-**	-

25. Earnings per share

	Three-months period ended March 31, 2017	Three-months period ended March 31, 2016
Profit attributable to Company's shareholders	**61,009**	58,608
Weighted average number of common shares outstanding during the year (thousands)	**133,203**	132,920
Earnings per share- basic (R$)	**0.46**	0.44
Weighted average number of common shares for basic earnings per share (in thousands of shares)	**133,203**	132,920
Dilution effect: Share-based payment (thousands of shares)	**4,825**	1,261
Weighted average number of common shares adjusted by dilution effect (in thousands of shares)	**138,028**	134,181
Earnings per share - diluted (R$)	**0.44**	0.44

26. Insurance

The Company buys different types of insurance in amounts determined sufficient by management to cover risks including, among others, fires, property damage and civil liability. The Company also buys life insurance for its employees. The coverage of these policies is in compliance with the Company's risk management policy.

Type	Insured amounts as of March 31, 2017
Risk - civil liability	**48,500**
Risk - civil liability administrators and directors	**75,000**
Risks - general/civil	**54,772**

27. Subsequent events

(i) On April 28, 2017, Ordinary and Extraordinary General Meeting approved the incorporation of CVC Serviços by Submarino Viagens.

(ii) On April 18, 2017, the Company settled the loan took with Bradesco Bank with the principal amount of R$150,000, as disclosed in note 11.

(iii) On April 28, 2017, the Ordinary and Extraordinary General Meeting approved the Long-Term Incentive Plan based on Shares ("ILP CVC") for all current and future officers of the Company, its subsidiaries and potential managers. The ILP CVC will have maximum annual

27. Subsequent events (Continued)

capital dilution of 0.30% and estimated annual expenses of R$ 2.7 million.

(iv) On April 28, 2017, the Ordinary and Extraordinary General Meeting (AGOE) approved the distribution of dividends, in the total amount of R$ 22,225. This amount corresponds to R$0.165806805 per share, as a minimum mandatory dividend. As approved in the AGOE, the shareholders who will be entitled to such dividends are those registered as such on April 28, 2017, and, as of May 2, 2017, the Company's shares will be traded "ex-dividends". The payment of dividends to be made by the Company must occur within 60 days after the present date.

(v) In accordance with a Material Fact on May 3, 2017, the Company's Board of Directors, at a meeting held on this date, approved the celebration of an Agreement for the Sale and Purchase of Shares ("Sale and Purchase Agreement") by By which, subject to the verification of certain precedente conditions, the Company will acquire shares representing 90% of the share capital of Check In Participações SA ("Check In"), a company that is a member of the Trend Group and which will consolidate, after the corporate reorganization established in the Sale and Purchase Agreement, all the relevant businesses of the Trend Group. As consideration for the transfer of ownership of the shares issued by Check In, the Company assumed the obligation to pay the sellers the maximum total amount of up to R$ 258,806, being (a) an indicative price of R$144,806, composed of (a.i.) installment in cash of R$40,306 to be paid to sellers on the closing date of the transaction; (a.2ii) a capital increase

(vi) of R$10,000 to be made by the Company through the subscription of Check In shares at the time of closing; and (a.iii) installment in the indicative amount of R$ 94,500 that will be retained and will be released in successive and annual installments until the year 2022, according to the terms of the sale and purchase agreement. The total indicative value of the business is subject to adjustment based on EBITDA, net debt and working capital of Check In, all to be verified at the closing date; and (b) up to R$114,000, as contingent price, observing the achievement of future targets for growth in net income and reserves of tourist services operated by Check In and its subsidiaries between 2017 and 2020 and other conditions set forth in the Sale and Purchase Agreement . The completion of the transaction is subject to compliance with certain conditions precedent, including: (a) approval of the terms and conditions of the Transaction by the Administrative Council for Economic Defense (CADE), pursuant to Law 12,529, dated November 30 of 2011; (b) the conclusion of a corporate reorganization of the Trend Group, under the terms of the Sale and Agreement; and (c) approval of the Company's General Meeting for the implementation of the operations set forth in the Sale and Purchase Agreement, based on Article 256 of the Brazilian Corporate Law.