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Sistema de Cooperativas de Crédito do Brasil - Sicoob

***Independent auditor's report on the
combined financial statements
at December 31, 2017***





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Independent auditor's report

To the Managers and Members
Sistema de Cooperativas de Crédito do Brasil - Sicoob

Opinion

We have audited the accompanying combined financial statements of Sistema de Cooperativas de Crédito do Brasil - Sicoob ("Sicoob System" or "Institution"), formed by the entities listed in Note 2(b), which comprise the combined balance sheet of Sicoob System as at December 31, 2017 and the combined statements of changes in equity for the year then ended and the combined statements of income and cash flows for the six-month period and the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the combined financial position of Sistema de Cooperativas de Crédito do Brasil - Sicoob as at December 31, 2017, its combined financial performance and cash flows for the six-month period and the year then ended, in accordance with the provisions for the preparation of the combined financial statements established by the National Monetary Council ("CMN") Resolution 4,151, of October 30, 2012, and complementary regulations of the Brazilian Central Bank ("BACEN"), described in Notes 2 and 3.

Basis for opinion

We conducted our audit in accordance with Brazilian and International Standards on Auditing. Our responsibilities under those standards are further described in the "Auditor's responsibilities for the audit of the combined financial statements" section of our report. We are independent of the Sicoob System in accordance with the ethical requirements established in the Code of Professional Ethics and Professional Standards issued by the Brazilian Federal Accounting Council, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of matter - Basis of preparation of the combined financial statements

We draw attention to Note 2, which describes that the combined financial statements of Sicoob System were prepared by Management to comply with the CMN Resolution 4,151 and complementary regulations of the BACEN. Consequently, our report on these combined financial statements was prepared, exclusively, for compliance with these specific requirements and, therefore, may not be suitable for other purposes. Our opinion is not modified in respect of this matter.



Sistema de Cooperativas de Crédito do Brasil - Sicoob

Other information accompanying the financial statements and the auditor's report

The Institution's management is responsible for the other information that comprises the Management Report.

Our opinion on the financial statements does not cover the Management Report, and we do not express any form of audit conclusion thereon.

In connection with the audit of the financial statements, our responsibility is to read the Management Report and, in doing so, consider whether this report is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement in the Management Report, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the combined financial statements

Management is responsible for the preparation and fair presentation of these combined financial statements in accordance with CMN Resolution 4,151, and complementary regulations of the BACEN, which main criteria and accounting practices are described in Notes 2 and 3, and for such internal control as management determines is necessary to enable the preparation of combined financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combined financial statements, management is responsible for assessing the Sicoob System's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Sicoob System or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Institution's combined financial reporting process.

Auditor's responsibilities for the audit of the combined financial statements

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Brazilian and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these combined financial statements.

As part of an audit in accordance with Brazilian and International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



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- Identify and assess the risks of material misstatement of the combined financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Sicoob System's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Sicoob System to continue as a going concern. If we conclude that a relevant uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the combined financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Sicoob System to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the combined financial statements, including the disclosures, and whether these financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Brasília, May 17, 2018

A handwritten signature in blue ink, appearing to read 'PricewaterhouseCoopers', is written over the printed name.

PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5

A handwritten signature in blue ink, appearing to read 'Luiz Antonio Fossa', is written over the printed name.

Luiz Antonio Fossa
Contador CRC 1SP196161/O-8

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Sistema de Cooperativas de Crédito do Brasil - Sicoob

Combined Financial Statements

at December 31, 2017 and 2016

(A free translation of the original in Portuguese)

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Sistema de Cooperativas de Crédito do Brasil – Sicoob Management Report

To the Managers and Members of Sicoob,

We present the Combined Financial Statements of Sistema de Cooperativas de Crédito do Brasil ("Sicoob") at December 31, 2017, containing the main figures of the largest system of credit unions in Brazil, for the year. These results highlight the results achieved, the expansion of the service network, and the technological advances and awards received in the area of information technology.

1. Sicoob

Sicoob is the largest system of credit unions in Brazil, with over 4.0 million members and 2.7 thousand service units across Brazilian territory. The System is comprised of credit unions and supporting companies, which together offer Sicoob members services related to current accounts, credit, investments, credit cards, social security, consortium, insurance, bank collection and electronic payment acquiring services, among others. As such, Sicoob provides the same services as banking networks, but not as a bank, rather as a credit union, of which the clients are the owners, and, therefore, share in the results.

2. Performance

In 2017, the balance of total assets amounted to R\$ 90.4 billion, recording an increase of 19.2% compared to 2016. The financial result totaled R\$ 2.78 billion, an increase of 15% compared to the R\$ 2.42 billion in 2016. Equity totaled R\$ 18.5 billion in 2017, an increase of 13% on the R\$ 16.4 billion recorded for 2016.

The loan portfolio increased from R\$ 38.5 billion to R\$ 42.9 billion, an increase of 11.4%. Rural and agribusiness financing totaled R\$ 12.3 billion, up 7.3% on the amount recorded for 2016. The average interest rate applied by Sicoob credit unions to personal loans was 2.2% per month (29.7% per year), while in the market the average rate was 3.1% per month (44.3% per year).

Total deposits amounted to R\$ 55.7 billion, increasing by 16% from R\$ 48 billion in the previous year. Demand deposits grew by 28.4%, time deposits by 13.9%, and savings deposits by 23%. Sicoob also paid interest of R\$ 733 on the members' capital.

Members also benefitted from an increased regional distribution of branch locations, with the opening of 165 new branches, leading to a new total of 2,697 service units. In December 2017, Sicoob was ranked fifth amongst the largest financial service networks in Brazil. While traditional financial institutions closed more than 1,400 branches, Sicoob expanded by 5.7% in 2017 in comparison with the previous year.

In about 200 municipalities, Sicoob is the only financial institution in operation. Through the credit unions system, Sicoob has raised the financial inclusion level, providing banking services to over 1.2 million Brazilian citizens who did not have access to the traditional banking system.

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In parallel with the growth of the service network, Sicoob reached the historical record level of four million members at the end of 2017, of which approximately 30% are *Millennials* (also known as Generation Y). When compared to the same period of 2016, the increase in membership was 12.8%, equivalent to 456 thousand new members.

The growth in the credit unions industry is attributed to factors related to the soundness of the institutions and the recognition by the population, of the advantages and distinctive aspects offered by credit unions, such as lower interest rates, profit sharing and a wider portfolio of products and services, among others. In addition, credit unions are regionally settled inserted, which means that the results achieved by the institution are reinvested in the region in which it operates.

3. Business Expansion

In 2017, in line with wider trends of the industry, Sicoob made major advances in relation to the technology and products available to members, highlights of which include the launch of the "Sicoob Faça Parte" and "Sicoob Conta Fácil" applications and the roll-out of real estate loan operations. The new applications make up Sicoob's digital ecosystem, focusing on members' experience and enabling new lines of business for the credit unions. These apps are also the System's showcase to the digital market, and a gateway for new members, particularly among the youth (from 18 to 35 years old). The real estate loan segment was included in Sicoob's portfolio of products to meet demand from the credit unions and expand the long term relationship with its members.

The card issuance segment, which closed the year with 1.5 million cards with built-in limits, recorded an increased number of financial transactions in its portfolio, reaching R\$ 23.39 billion for the year, an increase of 42% on the previous year.

The expansion of the card base through partner cooperative systems accounted for approximately 19% of this financial movement.

4. Service Channels

In line with market trends, Sicoob invested R\$ 250 million in technology during 2017. The volume of transactions through digital channels, which accounted for 71% of Sicoob's total operations, reflects the System's technological advances. The Sicoob electronic system called Sisbr, processed 2.6 billion transactions in 2017, an increase of 34% compared to 1.9 billion transactions processed in 2016.

The applications launched in July 2017, "Sicoob Faça Parte" and "Sicoob Conta Fácil", in addition to the implementation of digital banking services, such as the innovative Digital Money Withdrawal and Digital Money Transfer, placed Sicoob on a par with the major financial institutions in Brazil.

Sicoob provides its members with a wide service network in Brazil, featuring 2,697 branches and 859 correspondents. Services are also available at 3,885 Electronic Service Units ("PAEs") and over 20 thousand ATMs from the Banco24Horas Network, in addition to the digital channels (SicoobNet Celular and Sicoobcard).

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It is worth noting that Sisbr was awarded Best Automation Solution for credit unions in Brazil at the 17th annual eFinance Awards, at a ceremony held during the Congress and Exhibition of Information Technology for Financial Institutions (“CIAB FEBRABAN”).

5. Guarantor Credit Union Fund (FGCoop)

Deposits in credit unions are protected by the Guarantor Credit Union Fund (“FGCoop”), which guarantees deposits and credits held at single credit unions or cooperative banks in the event of intervention or out-of-court liquidation of these institutions. Currently, the limit for credits covered by the fund is the same as that for bank deposits.

6. People

Through the creation of jobs that expanded the institution's headcount by 7.9%, bucking the overall Brazilian trend, the Institution also contributed to the reduction of unemployment in Brazil. Currently, Sicoob generates 37.7 thousand direct jobs in its area of operations.

7. Code of Ethics

All the members of Sicoob signed up to the Code of Ethics proposed by the Confederação Nacional das Cooperativas do Sicoob Ltda. (“Sicoob Confederation”), a commitment that is also made by all new employees joining the System.

8. Institutional Policy for Social and Environmental Responsibility

This policy introduces the principles and guidelines that govern Sicoob's social and environmental actions in the conduct of its business and in its relations with stakeholders, through which it aims to contribute to the effective implementation of cooperativism activities supported by sustainable development.

9. Ombudsman

Sicoob has an Ombudsman channel for communication between the credit unions and the users of the System's services, the framework of which is regulated by CMN Resolution 4,433/2015, and centralized at Bancoob. The Ombudsman office has up to 10 (ten) business days to respond to any incident reported. This deadline may be extended for an equal period.

10. Acknowledgments

We would like to thank our members, the central and single credit unions, and the Sicoob Confederation for their collaboration in the achievement of the System's goals; our external partners for believing in the solutions offered by Sicoob; and our employees for their dedication and commitment.

Sistema de Cooperativas de Crédito do Brasil – Sicoob

Combined balance sheet at December 31
(All amounts in thousands of reais)

(A free translation of the original in Portuguese)

Assets	2017	2016
Current assets	54,972,041	41,256,549
Available funds (Note 5)	660,671	517,805
Short term interbank investments (Note 6)	14,166,182	9,435,258
Money market investments	12,299,315	7,618,008
Investments in interbank deposits	1,861,084	1,814,042
Investments in savings account deposits	5,783	3,208
Securities and derivative financial instruments (Note 7(b))	6,101,113	5,659,328
Own portfolio	5,549,241	5,286,595
Subject to repurchase agreements	3,017	262
Linked to the provision of guarantees	548,855	321,532
Derivative financial instruments	-	50,939
Interbank accounts (Note 8)	4,494,281	2,481,904
Payments and receipts pending settlement	3,265,528	1,992,311
Receivables linked to the Brazilian Central Bank	1,226,830	485,741
Correspondents	143	145
Other	1,780	3,707
Interbranch accounts	14,334	14,195
Interbranch accounts	14,334	14,195
Lending operations (Note 9(a))	25,005,637	19,883,804
Lending operations - private sector	26,454,435	21,000,494
(-) Provision for loan losses (Note 9(d))	(1,448,798)	(1,116,690)
Other receivables	3,584,041	2,545,800
Guarantees and sureties	69,041	57,693
Income receivable	58,813	58,618
Negotiation and intermediation of securities	11	8
Sundry (Note 10(a))	3,552,954	2,506,113
(-) Provision for losses on other receivables (Note 10 (b))	(96,778)	(76,632)
Other assets (Note 12)	945,782	718,455
Other assets	866,157	652,655
Prepaid expenses	79,625	65,800
Non-current assets	35,441,618	34,559,392
Long term receivables		
Short term interbank investments (Note 6)	60,227	85,991
Investments in interbank deposits	60,227	85,991
Securities and derivative financial instruments (Note 7(b))	14,954,503	13,664,197
Own portfolio	9,729,573	9,574,527
Subject to repurchase agreements	612,153	163,682
Linked to the Brazilian Central Bank	43,280	-
Linked to the provision of guarantees	4,569,497	3,925,988
Lending operations (Note 9(a))	17,862,328	18,592,256
Lending operations - private sector	18,897,251	19,636,411
(-) Provision for loan losses (Note 9(d))	(1,034,923)	(1,044,155)
Other receivables	616,461	579,684
Sundry (Note 10(a))	642,945	597,914
(-) Provision for losses on other receivables (Note 10 (b))	(26,484)	(18,230)
Investments (Note 13)	442,669	346,017
Equity interests in associates and subsidiaries	132,764	75,748
Other capital investments	270,626	243,926
Other investments	39,279	26,343
Property and equipment (Note 14)	1,456,690	1,228,486
Properties in use	783,780	653,277
Other property and equipment in use	1,441,147	1,229,778
(-) Accumulated depreciation	(768,237)	(654,569)
Intangible assets (Note 14)	48,740	62,761
Software	177,137	173,541
(-) Accumulated amortization	(128,397)	(110,780)
Total assets	90,413,659	75,815,941

Sistema de Cooperativas de Crédito do Brasil – Sicoob

Combined balance sheet at December 31
(All amounts in thousands of reais)

(continued)

Liabilities	2017	2016
Current liabilities	68,134,103	56,302,104
Deposits (Note 15)	55,170,110	47,674,117
Demand deposits	10,353,450	8,060,806
Savings deposits	3,891,630	3,166,741
Interbank deposits	3,456,590	3,374,374
Notice deposits	799,430	843,267
Credit union deposit receipts	36,631,812	32,205,731
Bank Deposit Certificates	37,070	23,030
Other	128	168
Repurchase agreement obligations (Note 16)	444,708	106,979
Own portfolio	8,501	28,109
Third party portfolio	436,207	78,870
Funds from acceptance of bills of exchange, real estate and mortgage notes, and debentures (Note 17)	2,165,709	1,107,343
Agribusiness credit notes	2,165,709	1,107,343
Interbank accounts (Note 18)	2,262,818	1,631,142
Payment transactions	2,235,308	1,607,354
Receipts and payments pending settlement	25,050	12,179
Correspondents	2,219	2,392
Other	241	9,217
Interbranch accounts	723,868	727,784
Third party funds in transit	723,867	727,779
Other	1	5
Derivative financial instruments	235	-
Derivative financial instruments	235	-
Onlending in Brazil - official institutions (Note 19)	2,495,842	1,727,544
BACEN MCR 6-2 and 6-7	479,438	165,765
National Treasury	-	23
BNDES	269,995	276,811
Banco do Brasil	107,976	94,561
FINAME	153,897	173,953
Funcafé	923,933	621,831
Financial Institutions	560,603	394,600
Onlending abroad (Note 19)	664	664
Onlending abroad	664	664
Other payables	4,870,149	3,326,531
Collection of taxes and similar charges	32,195	21,773
Social and statutory charges	778,352	490,393
Taxes and social security charges (Note 20(a))	363,237	302,585
Negotiation and intermediation of securities	61	3,258
Sundry (Note 20(b))	3,696,304	2,508,522
Non-current liabilities	3,729,256	3,072,658
Long term liabilities		
Deposits (Note 15)	513,790	343,410
Interbank deposits	141,945	59,755
Bank Deposit Certificates	371,845	283,655
Funds from acceptance of bills of exchange, real estate and mortgage notes, and debentures (Note 17)	490,899	280,791
Agribusiness credit notes	490,899	280,791
Onlending in Brazil - official institutions (Note 19)	2,069,857	1,820,895
National Treasury	1,009	1,086
BNDES	1,163,150	939,446
Banco do Brasil	43,626	178,859
FINAME	533,007	490,285
Funcafé	222,609	114,567
Financial Institutions	106,456	96,652
Other payables	653,508	625,571
Taxes and social security charges (Note 20(a))	41	236
Sundry (Note 20(b))	653,467	625,335
Deferred income	1,202	1,991
Prepaid income	1,202	1,991
Equity (Note 22)	18,550,300	16,441,179
Capital		
Capital	12,158,243	10,991,042
Capital reserve	54,050	38,977
Revenue reserve	5,274,546	3,904,786
Accumulated surplus or deficit	1,059,800	1,509,220
Revaluation reserve	901	1,769
Adjustment to market value - marketable securities	2,819	(4,589)
Treasury shares	(59)	(26)
Total liabilities and equity	90,413,659	75,815,941

The accompanying notes are an integral part of these combined financial statements.

Sistema de Cooperativas de Crédito do Brasil – Sicoob

Combined statement of income

Years ended December 31

(All amounts in thousands of reais)

(A free translation of the original in Portuguese)

	2 nd six month period 2017	2017	2016
Income from financial intermediation	6,352,296	12,785,541	12,241,058
Lending operations (Note 9(e))	4,782,515	9,386,991	8,834,289
Gains on marketable securities (Note 7(c))	1,549,419	3,359,005	3,358,223
Gains on derivative financial instruments (Note 7(c))	147	4,605	6,654
Disposals or transfers of assets	46	90	-
Gains on compulsory investments	20,169	34,850	41,892
Expenses for financial intermediation	(2,862,032)	(6,219,329)	(6,506,351)
Money market funding transactions (Note 15(b))	(1,879,167)	(4,244,754)	(4,586,871)
Borrowing and onlending (Note 19(b))	(95,401)	(180,982)	(219,570)
Disposals or transfers of assets	(3,775)	(3,828)	-
Provision for loan losses (Note 9(d))	(883,689)	(1,789,765)	(1,699,910)
Gross profit from financial intermediation	3,490,264	6,566,212	5,734,707
Other operating income (expenses)	(1,829,644)	(3,523,667)	(3,087,718)
Income from services rendered (Note 25(a))	800,311	1,392,273	710,987
Income from bank fees (Note 25(a))	330,364	619,356	502,618
Personnel expenses (Note 25(b))	(1,435,219)	(2,745,444)	(2,360,067)
Administrative expenses (Note 25(c))	(1,278,452)	(2,509,267)	(2,138,199)
Taxes	(117,040)	(210,166)	(141,541)
Equity in the results of subsidiaries and associates (Note 13)	27,340	39,488	16,967
Other operating income (Note 25(d))	347,478	644,659	753,165
Other operating expenses (Note 25(e))	(504,426)	(754,566)	(431,648)
Operating result	1,660,620	3,042,545	2,646,989
Non-operating result (Note 25(f))	(8,164)	(12,402)	(4,728)
Result before taxation and profit sharing	1,652,456	3,030,143	2,642,261
Income tax and social contribution (Note 11)	(80,222)	(186,651)	(173,807)
Income tax	(65,325)	(125,874)	(96,972)
Social contribution	(54,227)	(102,917)	(79,584)
Deferred tax credit	39,330	42,140	2,749
Employee profit sharing (Note 26(e))	(36,905)	(61,179)	(49,009)
Profit for the six month period/year	1,535,329	2,782,313	2,419,445

The accompanying notes are an integral part of these combined financial statements.

Sistema de Cooperativas de Crédito do Brasil - Sicoob

Combined statement of changes in equity

(All amounts in thousands of reais)

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	Share capital	Capital reserve	Revaluation Reserve	Revenue reserve	Adjustment to market value	Retained earnings	Treasury shares	Total
At 31 December, 2015	9,527,142	58,371	1,843	3,181,304	(1,370)	1,527,526	(26)	14,294,790
Allocation for the previous year:								
Surplus/apportionment to be distributed	-	-	-	-	-	(28,245)	-	(28,245)
Allocations to reserves	-	27,689	-	127,760	-	(155,449)	-	-
Reversal of reserves/offsetting of losses	-	(121,135)	-	(16,522)	-	137,657	-	-
Distributions to members	-	-	-	-	-	(177,464)	-	(177,464)
Other allocations/adjustments	-	-	-	-	-	147,729	-	147,729
Capital units payable to former members	-	-	-	-	-	(4,284)	-	(4,284)
Proposed dividends from previous years	-	-	-	(108,077)	-	-	-	(108,077)
Capital increase (Note 22(a))	1,323,803	-	-	-	-	(592,393)	-	731,410
Write-offs of capital	(675,871)	-	-	-	-	-	-	(675,871)
Realization of revaluation reserve	-	-	(74)	-	-	-	-	(74)
Treasury shares	-	-	-	-	-	-	-	-
Adjustment to market value (Note 22(h))	-	-	-	-	(3,219)	-	-	(3,219)
Profit for the year	-	-	-	-	-	2,419,445	-	2,419,445
Proposed allocations:								
Allocations to reserves	-	74,052	-	720,321	-	(794,373)	-	-
Fund for Technical, Educational and Social Assistance (FATES) (Note 22(e))	-	-	-	-	-	(151,002)	-	(151,002)
Interest on equity (Note 22(d))	643,001	-	-	-	-	(812,174)	-	(169,173)
Entry of new credit unions into the System	172,967	-	-	-	-	-	-	172,967
Proposed dividends (Note 22(c))	-	-	-	-	-	(7,753)	-	(7,753)
At December 31, 2016	10,991,042	38,977	1,769	3,904,786	(4,589)	1,509,220	(26)	16,441,179
At December 31, 2016	10,991,042	38,977	1,769	3,904,786	(4,589)	1,509,220	(26)	16,441,179
Allocation of the previous year:								
Surplus/apportionment to be distributed	-	-	-	-	-	(2,058)	-	(2,058)
Allocations to reserves	-	-	-	-	-	-	-	-
Reversal of reserves/offsetting of losses	-	-	-	(169,610)	-	175,011	-	5,401
Distributions to members	-	-	-	-	-	(236,825)	-	(236,825)
Other allocations/adjustments	-	-	-	-	-	80,257	-	80,257
Capital units payable to former members	-	-	-	-	-	(64,446)	-	(64,446)
Balances of credit unions merged	25,954	-	-	624	-	-	-	26,578
Proposed dividends from previous years	-	-	-	(147,310)	-	-	-	(147,310)
Capital increase (Note 22(a))	1,243,716	-	-	-	-	(587,059)	-	656,657
Refunds (write-offs) of capital	(688,953)	-	-	-	-	-	-	(688,953)
Realization of revaluation reserve	-	-	(868)	-	-	-	-	(868)
Treasury shares	-	-	-	-	-	-	(33)	(33)
Adjustment to market value (Note 22(h))	-	-	-	-	7,408	-	-	7,408
Profit for the year	-	-	-	-	-	2,782,313	-	2,782,313
Proposed allocations:								
Allocations to reserves	-	15,073	-	1,686,056	-	(1,701,129)	-	-
Fund for Technical, Educational and Social Assistance (FATES) (Note 22(e))	-	-	-	-	-	(163,126)	-	(163,126)
Interest on equity (Note 22(d))	586,484	-	-	-	-	(724,062)	-	(137,578)
Proposed dividends (Note 22(c))	-	-	-	-	-	(8,296)	-	(8,296)
At December 31, 2017	12,158,243	54,050	901	5,274,546	2,819	1,059,800	(59)	18,550,300

The accompanying notes are an integral part of these combined financial statements.

Sistema de Cooperativas de Crédito do Brasil – Sicoob

Combined statement of cash flow

(All amounts in thousands of reais)

(A free translation of the original in Portuguese)

	2nd six month period 2017	2017	2016
Cash flow from operating activities			
Adjusted profit	2,609,081	4,976,240	4,498,002
Profit before taxation and profit sharing	1,652,456	3,030,143	2,642,261
Provision for loan losses	883,689	1,789,765	1,699,910
Depreciation and amortization	91,454	175,995	149,484
Equity in the results of subsidiaries	(27,341)	(39,488)	(16,967)
Provision for tax, labor and civil contingencies	7,939	17,939	23,928
Other	884	1,887	(614)
Increase (decrease) in short term interbank investments	415,246	423,052	(762,252)
Increase in marketable securities	(368,585)	(1,739,733)	(5,130,545)
Increase in interbank and interdepartmental accounts	(952,428)	(1,109,210)	(54,456)
Increase in lending operations	(4,667,283)	(5,664,381)	(5,449,732)
Decrease (increase) in other receivables	2,257,135	(1,867,415)	(1,986,426)
Increase in other assets	(120,189)	(227,327)	(139,408)
Increase in deposits	2,084,601	7,787,472	10,837,439
Increase in repurchase agreement obligations	332,989	337,730	(7,975)
Increase in funds from acceptance of bills of exchange, real estate and mortgage notes	381,086	1,268,475	772,052
Increase in borrowing and onlending	810,331	680,286	211,722
Increase (decrease) in other payables	(881,107)	1,431,760	1,960,018
Income tax and social contribution (offset)	(91,822)	(91,822)	(83,781)
Change in deferred income	29	(789)	253
Net cash inflow from operating activities	1,809,084	6,204,339	4,664,911
Cash flow from investment activities			
Acquisition of investments	(33,612)	(101,097)	(47,752)
Purchases of property and equipment	(150,833)	(246,116)	(238,956)
Disposal/write-off of property and equipment	253,746	280,089	84,305
Purchases of intangible assets	(5,290)	(14,332)	(3,914)
Disposal/write-off of intangible assets	6,423	8,640	6,036
Net cash inflow (outflow) from investment activities	70,434	(72,816)	(200,281)
Cash flow from financing activities			
Increase in share capital	111,225	656,657	233,015
Share buyback	(33)	(33)	-
Interest on equity	(137,578)	(137,578)	(86,072)
Write-off of capital assets	(263,711)	(688,913)	(675,871)
Payment of dividends	(236,825)	(628,068)	(501,165)
Net cash inflow (outflow) from financing activities	(526,922)	(797,935)	(1,030,092)
Net increase (decrease) in cash and cash equivalents	1,352,596	5,333,588	3,434,537
Cash and cash equivalents at the beginning of the six month period/year (Note 4)	11,607,389	7,626,397	5,747,057
Cash and cash equivalents at the end of the six month period/year (Note 4)	12,959,985	12,959,985	7,626,397

The accompanying notes are an integral part of these combined financial statements.

Sistema de Cooperativas de Crédito do Brasil – Sicoob

Notes to the combined financial statements
at December 31, 2017

(All amounts in thousands of reais unless otherwise stated)

1 Operations

Sistema de Cooperativas de Crédito do Brasil - Sicoob ("Sicoob" or the "System") is made up of 466 First-Level Individual Credit Unions, which operate in 27 Brazilian states, featuring 2,231 Cooperative Service Units, 3,825 ATMs and 859 Correspondents, serving 4.0 million members. The System also includes 16 (sixteen) central credit unions, Banco Cooperativo do Brasil S.A ("Bancoob" or the "Bank"), and the Confederação Nacional das Cooperativas do Sicoob ("Sicoob Confederation").

Sicoob, which operates strongly in all Brazilian states, is a cooperative financial institution that plays a key social role by providing support for the growth and development of the communities in which it operates. Sicoob offers all types of banking products and services, shares the results achieved with its members, and invests the funds raised in the communities themselves, driving commerce and production and creating jobs and income.

Bancoob is controlled by the following 16 central credit unions: Sicoob Central ES, Sicoob Central BA, Sicoob Central Crediminas, Sicoob Goiás Central, Sicoob Central SC/RS, Sicoob Central SP, Sicoob Norte, Sicoob Planalto Central, Sicoob Central Cecremge, Sicoob Central Cecresp, Sicoob Central NE, Sicoob Central MT/MS, Sicoob Central Unicoob, Sicoob Unimais, Sicoob Uni, and Sicoob Central Rio.

Bancoob is a multi-service bank established pursuant to Resolution 2,193 of August 31, 1995, of the National Monetary Council ("CMN"), and is the controlling shareholder of Bancoob Distribuidora de Títulos e Valores Mobiliários ("Bancoob DTVM"), Ponta Administradora de Consórcios ("Consórcio Ponta"), Cabal Brasil Ltda. ("Cabal"), which is responsible for processing Sicoob's credit card transactions, and Bancoob Participações em Seguridade S.A. ("Bancoob PAR"), which holds an interest in Sicoob Seguradora.

Fundação Sicoob Previ ("Sicoob Previ") is Sicoob's private pension entity, which was established in November 2006 to offer participants and their dependents pension benefits that complement those provided by the official social security system.

Confederação Nacional das Cooperativas do Sicoob Ltda. ("Sicoob Confederation") is a third-tier entity established by the Central Credit Unions to provide representation and supervision services, standardization of operational procedures, implementation of the internal control system, as well as information technology services.

2 Presentation of the combined financial statements

Sicoob's combined financial statements ("financial statements") are the responsibility of Bancoob's management, and have been prepared based on the individual financial statements of the Institutions that comprise the System. The financial statements have been prepared for the purpose of presenting, in a single set of financial statements, the consolidated position of all activities carried out by Sicoob, through the entities that comprise the System.

Sistema de Cooperativas de Crédito do Brasil – Sicoob

Notes to the combined financial statements at December 31, 2017

(All amounts in thousands of reais unless otherwise stated)

Accordingly, despite the corporate, internal control and governance structures of each member of the System, as well as the requirements for financial statement presentation and disclosure pursuant to the standards issued by the National Monetary System (“CMN”) and the Central Bank of Brazil (“BACEN”), the combined financial statements are not representative of the individual financial statements of the entities that comprise Sicoob, neither can the figures presented be used for the calculation of dividends and taxes, performance assessments or any other corporate or statutory purposes, which should be based on the individual financial statements.

CMN Resolution 4,151/2012 and BACEN Circular Letter 3,669/2013 establish the procedures and requirements for the preparation and disclosure of combined financial statements of financial cooperative systems in Brazil.

The combined financial statements have been prepared based on the accounting practices adopted in Brazil, based on Law 6,404/1976 and the amendments introduced by Laws 11,638/2007 and 11,041/2009, the standards issued by BACEN and CMN for the purposes of compliance with the Accounting Chart for Institutions of the National Financial System (“COSIF”), as well as the Technical Pronouncements issued by the Accounting Pronouncements Committee (“CPC”) and approved by the monetary authority, as presented in Note 3(t).

The Joint Executive Board of Bancoob submitted these combined financial statements to the Board of Directors, and the latter approved them on April 10, 2018.

a. Criteria used when combining balances

The balance sheet and income statement balances of the institutions that comprise Sicoob were included in the preparation of these combined financial statements; the balances of transactions between these institutions were excluded.

b. The entities that comprise Sicoob included in the combined financial statements

Pursuant to Article 4 of CMN Resolution 4,151/2012, a cooperative system includes individual credit unions, central credit unions, a credit confederation, a cooperative bank, as well as other financial institutions or entities authorized to operate by the Central Bank of Brazil, except for consortium administrators, directly or indirectly linked to these institutions by means of an equity interest or actual control of operations, characterized by joint administration/management, or by operating in the market under the same trademark or trade name.

Accordingly, Ponta Administradora de Consórcios (“Consórcio Ponta”), Bancoob Participações em Seguridade S/A (“Bancoob PAR”) and Cabal Brasil Ltda. (“Cabal”), which are all subsidiaries of Banco Cooperativo do Brasil S/A, were not included in the combined financial statements for the purposes of compliance with the provisions of the above-mentioned Resolution.

It is also important to point out that Confederação Nacional das Cooperativas do Sicoob Ltda. (“Sicoob Confederation”), was not included in the combined financial statements due to the fact that it is not a Credit Confederation as defined in Article 2, item II, of Resolution 4,151/2012.

Sistema de Cooperativas de Crédito do Brasil – Sicoob

Notes to the combined financial statements at December 31, 2017

(All amounts in thousands of reais unless otherwise stated)

In addition, BACEN Circular Letter 3,669/2013 established, through its Article 6, that all investment funds in which the entities that comprise a cooperative system have or retain substantial risks and rewards, in any form, must be included in the combined trial balance. Therefore, these combined financial statements include the funds, whether managed by Bancoob DTVM or not, in which Bancoob or the credit unions retain substantial risks and rewards.

The following institutions were included in the preparation of the combined financial statements, in accordance with Resolution 4,151/2012:

- **Banco Cooperativo do Brasil S.A. - Bancoob ("Bancoob" or the "Bank"):** Bancoob is a multi-service bank established pursuant to Resolution 2,193, of August 31, 1995, of the National Monetary Council ("CMN"). The Bank was authorized to operate by BACEN on July 21, 1997, and started its operations on September 1, 1997.

Bancoob was created to provide financial, technical and operational services to the credit unions, pursuant to Article 88 of Law 5,764/71.

- **Bancoob Distribuidora de Títulos e Valores Mobiliários Ltda. ("Bancoob DTVM"):** Bancoob DTVM is a limited liability company engaged mainly in the administration of investment funds by entering into contracts or charging commission.

Bancoob DTVM is engaged in the subscription, either alone or in a consortium with other authorized companies, of securities for resale; the intermediation of public offerings and distribution of securities in the market; and the purchase and sale of securities on its own account or on behalf of third parties, in compliance with the regulations issued by BACEN and the Brazilian Securities Commission (CVM) in their respective areas of competence.

Bancoob DTVM administers the funds listed in items (i) and (ii) of the "Investment Funds" group, except for Sicoob Cocred Fundo de Investimento Multimercado - Crédito Privado FI, which is under the administration of Planner Corretora de Valores S/A.

- **Sicoob's Central Credit Unions:** These are independent financial institutions that promote the integration of the System's credit unions at both the regional and state levels. They were created by the individual credit unions for the purpose of improving the quality of the services provided to members, and expanding the System's service capacity.

Sistema de Cooperativas de Crédito do Brasil – Sicoob

Notes to the combined financial statements
at December 31, 2017

(All amounts in thousands of reais unless otherwise stated)

- **Sicoob's Individual Credit Unions:** These are non-bank financial institutions authorized to operate by BACEN, resulting from the association of individuals who, in search of a better way to meet their financial needs, become both users and owners of the credit union's products and services.

In accordance with CMN Resolution 4,434/2015, individual credit unions are classified based on their specific operations, as follows: “Full”, “Classic”, and “Capital and Loans”.

Individual credit unions classified under the Full category can carry out all the operations inherent in credit unions. Those classified as Classic credit unions are not authorized to enter into transactions involving foreign currency, foreign exchange variations or derivatives, among others. The credit unions classified as Capital and Loans are non-depository institutions, whose funding arises solely from the capital paid by its members.

Sicoob's individual credit unions, in accordance with the classification provided for in CMN Resolution, are distributed as follows:

Classification	Number
Full	10
Classic	389
Capital and Loans	67
Total	466

- **Investment Funds:** The following investment funds were considered in the preparation of the combined financial statements:

i) Funds in which the Central and/or Individual credit unions retain substantial risks and rewards:

- Minascoop - Fixed-income investment fund – Private Credit
- Bancoob Centralização - Fixed-income investment fund – Private Credit
- Coopmútuo - Multi-market investment fund - Private Credit
- Invest Rio - Fixed-income investment fund – Private Credit
- Unicoob - Fixed-income investment fund – Private Credit
- Sicoob Unimais - Fixed-income investment fund – Private Credit
- Sicoob Institucional - Fixed-income investment fund – Private Credit
- Sicoob Goiás Central - Fixed-income investment fund – Private Credit
- Sicoob Central SC - Fixed-income investment fund – Private Credit
- Sicoob Cocred - Fixed-income investment fund – Private Credit
- Sicoob Cocred - Multi-market investment fund - Private Credit FI

Sistema de Cooperativas de Crédito do Brasil – Sicoob

Notes to the combined financial statements
at December 31, 2017

(All amounts in thousands of reais unless otherwise stated)

ii) Funds in which Bancoob retains substantial risks and rewards:

- Sicoob Previdenciário - Fixed-income investment fund - IMA-B
- Sicoob Agências – Real estate investment fund

c. *Entities included in/excluded from the System:*

i) Breakdown of Sicoob's entities included in the combined financial statements:

Sistema de Cooperativas de Crédito do Brasil - Sicoob

Notes to the combined financial statements
at December 31, 2017

(All amounts in thousands of reais unless otherwise stated)

Entity	2017					2016			
	State	Ownership interest	Assets	Equity	Result	Ownership interest	Assets	Equity	Result
BANCO COOPERATIVO DO BRASIL S.A. - BANCOOB	DF	100.00%	43,674,023	1,488,516	174,642	100.00%	34,327,217	1,249,966	163,224
BANCOOB DISTRIBUIDORA DE TÍTULOS E VALORES MOBILIÁRIOS	DF	99.99%	8,877	3,706	2,655	99.99%	7,168	3,208	1,166
SICOOB CENTRAL ES	ES	100%	2,694,998	116,480	8,437	100%	1,964,144	108,052	5,055
SICOOB SUL- LITORÂNEO	ES	100%	307,146	67,541	8,423	100%	265,745	62,172	4,190
SICOOB SUL	ES	100%	975,552	235,032	38,027	100%	847,383	217,074	20,173
SICOOB LESTE CAPIXABA	ES	100%	1,322,653	331,227	54,379	100%	1,109,844	289,326	41,450
SICOOB CENTRO-SERRANO	ES	100%	781,499	128,608	17,483	100%	668,374	114,440	8,443
SICOOB NORTE	ES	100%	870,301	195,893	7,557	100%	793,534	199,705	15,796
SICOOB SUL-SERRANO	ES	100%	1,138,024	240,627	35,560	100%	990,422	224,184	19,437
SICOOB CREDIROCHAS	ES	100%	491,011	79,286	8,018	100%	398,379	70,471	9,474
CREDESTIVA	ES	100%	15,385	10,976	615	100%	12,273	10,015	138
SICOOB CENTRAL BA	BA	100%	441,150	54,461	5,359	100%	401,127	45,290	4,168
SICOOB COÓPERE	BA	100%	134,561	28,085	5,279	100%	111,496	26,183	779
SICOOB COPELBA	BA	100%	5,283	4,822	(121)	100%	5,018	4,546	166
SICOOB COOPERBOM	BA	100%	39,199	22,239	1,446	100%	34,921	19,096	1,318
SICOOB COSTA DO DESCOBRIMENTO	BA	100%	58,983	16,737	1,759	100%	51,528	15,065	1,395
SICOOB SERTÃO	BA	100%	134,023	35,630	4,321	100%	114,246	32,738	1,561
SICOOB CREDICONQUISTA	BA	100%	51,537	14,274	1,713	100%	42,207	12,876	850
SICOOB EXTREMO SUL	BA	100%	270,306	100,644	9,502	100%	247,034	92,107	6,168
SICOOB CREDCOOP	BA	100%	21,666	13,374	524	100%	18,289	11,737	863
SICOOB NORTE SUL	BA	100%	48,728	10,250	957	100%	39,522	8,899	326
SICOOB COOPEMAR	BA	100%	47,657	6,871	426	100%	39,688	6,310	743
SICOOB CRED EXECUTIVO	BA	100%	70,505	12,995	1,836	100%	57,522	10,947	724
SICOOB BONFIM	BA	100%	7,496	2,164	83	100%	7,806	2,021	100
SICOOB CREDMED	BA	100%	35,579	11,828	1,907	100%	33,494	10,332	1,469
COOPEC	BA	100%	61,946	39,624	5,277	-	-	-	-
SICOOB CENTRAL CREDIMINAS	MG	100%	5,987,513	441,049	44,445	100%	5,574,688	386,838	44,700
SICOOB CREDIRIODOCE	MG	100%	266,258	47,753	2,166	100%	262,586	47,033	4,070
SICOOB CARLOS CHAGAS	MG	100%	166,787	47,847	3,751	100%	159,424	42,535	4,544
SICOOB CREDIJEQUITINHONHA	MG	100%	154,998	42,818	5,079	100%	151,148	36,170	6,396
SICOOB CREDICOPE	MG	100%	172,803	37,700	2,963	100%	164,511	35,306	2,905
SICOOB CREDILIVRE	MG	100%	391,281	83,466	14,577	100%	386,160	69,107	14,261
SICOOB CREDINORTE	MG	100%	114,202	24,479	3,109	100%	103,854	21,527	2,704
SICOOB CREDIVALE	MG	100%	189,575	42,490	4,091	100%	167,750	38,434	4,497
SICOOB CREDIOESTE	MG	100%	137,393	29,632	667	100%	119,499	29,536	3,197
SICOOB CREDIALP	MG	100%	91,537	20,026	3,553	100%	92,607	16,673	3,581
SICOOB COOPEROSA	MG	100%	21,599	5,369	465	100%	21,277	5,508	(209)
SICOOB ARACREDI	MG	100%	158,241	30,424	3,869	100%	143,890	26,502	2,382
SICOOB CREDIARA	MG	100%	176,358	40,060	3,158	100%	164,523	34,214	3,592
SICOOB UNIÃO CENTRO OESTE	MG	100%	100,619	22,817	3,120	100%	82,606	19,716	2,806
SICOOB CREDIBAM	MG	100%	87,163	20,092	2,305	100%	74,582	17,840	1,426

Sistema de Cooperativas de Crédito do Brasil - Sicoob

Notes to the combined financial statements
at December 31, 2017

(All amounts in thousands of reais unless otherwise stated)

Entity	2017					2016			
	State	Ownership interest	Assets	Equity	Result	Ownership interest	Assets	Equity	Result
SICOOB BELCREDI	MG	100%	96,936	15,746	2,687	100%	94,296	13,339	2,451
SICOOB CREDIBOM	MG	100%	312,044	47,044	7,144	100%	262,024	42,355	7,266
SICOOB CREDISUCESSO	MG	100%	53,353	9,238	1,420	100%	50,283	8,069	512
SICOOB CREDICAMPINA	MG	100%	81,765	18,897	1,721	100%	72,367	15,213	2,838
SICOOB CREDIBELO	MG	100%	91,571	9,551	2,524	100%	79,268	8,551	1,365
SICOOB CREDIAGRO	MG	100%	93,270	29,159	3,623	100%	93,440	22,934	2,404
SICOOB CREDICAM	MG	100%	58,832	11,367	2,247	100%	58,326	9,415	2,235
SICOOB CREDICAPI	MG	100%	56,298	11,153	1,796	100%	44,449	9,912	1,151
SICOOB CARMOCREDI	MG	100%	69,012	12,553	2,120	100%	57,982	10,971	1,706
SICOOB CREDICARPA	MG	100%	205,876	62,948	14,177	100%	206,163	50,825	13,643
SICOOB CREDICARMO	MG	100%	80,458	21,786	4,413	100%	77,933	18,190	3,677
SICOOB CREDICARMOMINAS	MG	100%	82,847	12,974	2,782	100%	63,371	10,281	2,171
SICOOB CREDICENTRO	MG	100%	53,709	6,387	(5,869)	100%	62,084	10,727	(2,669)
SICOOB CREDIVERDE	MG	100%	124,546	21,364	3,837	100%	103,382	20,649	2,090
SICOOB CREDINDAIA	MG	100%	37,827	8,272	805	100%	31,996	7,781	774
SICOOB CREDICAMPO	MG	100%	146,916	21,011	2,290	100%	114,995	18,189	2,063
SICOOB CREDIESMERALDAS	MG	100%	49,522	8,039	301	100%	43,457	8,476	660
SICOOB CREDISUDESTE	MG	100%	285,707	34,039	5,396	100%	239,793	31,021	1,018
SICOOB CREDIFOR	MG	100%	157,029	24,812	5,098	100%	135,136	19,859	3,627
SICOOB FRUTAL	MG	100%	171,336	48,820	2,231	100%	151,090	47,042	3,629
SICOOB CREDIGUAPÉ	MG	100%	34,225	6,292	430	100%	35,250	5,678	392
SICOOB CREDINTER	MG	100%	166,942	26,999	2,908	100%	149,926	26,475	(1,761)
SICOOB GUARANICREDI	MG	100%	136,373	13,944	1,364	100%	110,104	12,584	1,709
SICOOB AGROCREDI	MG	100%	930,886	187,496	41,905	100%	887,916	150,685	39,199
SICOOB CREDITAMA	MG	100%	54,129	15,556	1,141	100%	47,558	14,607	1,238
SICOOB CREDIMIL	MG	100%	118,318	26,039	3,054	100%	112,468	22,678	3,228
SICOOB ITAPAGIPE	MG	100%	69,790	24,069	2,155	100%	64,044	20,861	3,066
SICOOB CREDIUNA	MG	100%	191,276	29,124	8,152	100%	143,003	22,304	5,787
SICOOB CREDIVAG	MG	100%	106,645	26,638	1,027	100%	106,746	25,629	4,725
SICOOB CREDIPINHO	MG	100%	77,287	14,378	7	100%	76,048	17,502	(3,022)
SICOOB CREDIPRATA	MG	100%	135,471	25,325	3,891	100%	129,025	22,918	2,781
SICOOB CREDICAF	MG	100%	253,232	45,669	6,617	100%	236,765	37,951	3,306
SICOOB CREDIGRANDE	MG	100%	23,390	5,222	678	100%	24,666	4,349	10
SICOOB CREDILUZ	MG	100%	86,935	16,097	2,304	100%	74,636	14,587	3,114
SICOOB CREDIMAC	MG	100%	43,780	9,486	297	100%	39,150	9,317	714
SICOOB MONTECREDI	MG	100%	161,500	31,624	5,857	100%	146,157	26,815	3,821
SICOOB CREDINOR	MG	100%	240,852	44,555	4,195	100%	245,627	44,446	2,825
SICOOB CREDIPARAOPEBA	MG	100%	91,269	20,177	2,919	100%	86,848	17,713	2,467
SICOOB CREDIPATOS	MG	100%	274,409	43,163	9,954	100%	224,337	36,553	2,434
SICOOB COOPACREDI	MG	100%	219,087	50,112	8,230	100%	186,865	38,556	4,652
SICOOB CREDIPEL	MG	100%	90,545	15,465	1,726	100%	72,526	13,449	2,795
SICOOB CREDIPIENTA	MG	100%	26,859	5,794	289	100%	23,199	5,467	327

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at December 31, 2017

(All amounts in thousands of reais unless otherwise stated)

Entity	2017					2016			
	State	Ownership interest	Assets	Equity	Result	Ownership interest	Assets	Equity	Result
SICOOB CREDICOOP	MG	100%	112,707	24,214	2,817	100%	100,919	23,349	2,109
SICOOB CREDIPÉU	MG	100%	138,965	28,830	2,933	100%	123,318	25,499	2,694
SICOOB UNIÃO	MG	100%	211,934	33,729	5,264	100%	186,748	28,543	4,744
SICOOB SACRAMENTO	MG	100%	52,023	16,054	917	100%	54,281	16,178	2,242
SICOOB CRADIMONTE	MG	100%	169,756	36,546	3,159	100%	156,236	35,486	2,550
SICOOB CREDICOOPERTRIL	MG	100%	33,331	9,224	1,069	100%	29,459	8,974	1,231
SICOOB CREDISAOGONÇALO	MG	100%	39,251	8,991	1,141	100%	35,919	7,733	854
SICOOB CREDIVASS	MG	100%	389,784	58,324	7,971	100%	357,082	53,264	2,475
SICOOB NOSSOCRÉDITO	MG	100%	258,546	43,161	10,629	100%	235,120	36,283	8,727
SICOOB CREDIVERTENTES	MG	100%	320,872	55,252	7,514	100%	267,238	47,799	9,495
SICOOB CREDISAVI	MG	100%	50,830	7,585	600	100%	36,984	6,953	669
SICOOB CREDISETE	MG	100%	192,194	28,096	(1,919)	100%	187,967	37,811	(2,713)
SICOOB CREDITRIOS	MG	100%	74,787	15,553	3,415	100%	55,890	12,923	2,489
SICOOB COPERSUL	MG	100%	120,700	19,226	3,485	100%	131,170	16,013	3,730
SICOOB UBERABA	MG	100%	77,257	15,805	2,454	100%	58,290	12,728	1,679
SICOOB NOROESTE DE MINAS	MG	100%	216,467	46,130	8,161	100%	209,316	37,005	6,342
SICOOB CREDIVAR	MG	100%	436,258	76,784	14,275	100%	363,085	61,862	12,752
SICOOB CREDIVAZ	MG	100%	80,339	23,157	3,526	100%	68,145	19,342	2,874
SICOOB CREDIMATA	MG	100%	160,572	28,802	3,141	100%	144,090	26,340	2,784
SICOOB CREDICOOPER	MG	100%	226,057	37,598	2,788	100%	207,073	34,002	1,604
SICOOB CREDIRAMA	MG	100%	116,392	23,742	5,153	100%	123,237	20,056	3,948
SICOOB CREDISG	MG	100%	280,528	56,120	10,212	100%	227,461	47,149	5,905
SICOOB CREDINOSSO	MG	100%	20,960	5,228	1,289	100%	18,673	4,095	680
SICOOB CREDIFIEMG	MG	100%	118,223	21,762	2,070	100%	112,680	19,634	478
SICOOB SAÚDE	MG	100%	44,789	6,223	822	100%	35,804	5,065	547
SICOOB GOIÁS CENTRAL	GO	100%	1,656,287	119,819	5,218	100%	1,327,604	101,520	9,955
SICOOB AGRORURAL	GO	100%	294,310	103,993	3,420	100%	248,656	96,382	5,772
SICOOB CENTRO-SUL	GO	100%	89,152	20,023	(1,867)	100%	85,023	21,364	623
SICOOB CREDI-RURAL	GO	100%	871,852	350,531	55,020	100%	762,557	289,479	47,153
SICOOB COOPERCREC	GO	100%	234,411	113,547	5,276	100%	201,086	103,604	3,761
SICOOB MINEIROS	GO	100%	272,726	133,979	22,055	100%	220,301	110,386	22,648
SICOOB CREDIGOIÁS	GO	100%	145,813	100,425	1,745	100%	153,494	113,605	(1,547)
SICOOB DO VALE	GO	100%	117,503	21,460	955	100%	96,305	18,944	354
SICOOB PALMEIRAS	GO	100%	66,451	32,175	3,445	100%	54,824	27,554	2,723
SICOOB CREDIFORTE	GO	100%	58,377	16,305	1,306	100%	51,148	13,665	(1,857)
SICOOB CREDISAÚDE	GO	100%	33,525	11,796	(3,123)	100%	30,997	14,016	314
SICOOB GOIÂNIA	GO	100%	101,639	23,805	1,331	100%	68,989	17,992	2,229
SICOOB CREDIJUR	GO	100%	90,640	32,098	3,495	100%	70,977	28,809	1,303
SICOOB CREDSEGURO	GO	100%	246,179	98,471	11,896	100%	207,048	86,365	9,783
SICOOB CREDICAPA	GO	100%	64,362	17,446	961	100%	55,054	17,293	385
SICOOB CREDIPAR	TO	100%	140,293	39,005	(126)	100%	116,774	38,900	285

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Entity	2017					2016			
	State	Ownership interest	Assets	Equity	Result	Ownership interest	Assets	Equity	Result
SICOOB CREDI-SGPA	GO	100%	286,047	66,625	3,161	100%	216,967	57,435	2,131
SICOOB ENGECCRED-GO	GO	100%	592,296	161,178	15,089	100%	467,721	139,051	47
SICOOB LOJICRED	GO	100%	64,687	20,182	2,062	100%	50,741	14,077	424
SICOOB CERRADO	GO	100%	34,810	11,704	267	100%	30,280	9,832	1,234
SICOOB DO VALE RIO CRIXÁS	GO	100%	30,357	12,114	(1,423)	100%	27,102	11,171	767
SICOOB EMPRECCRED	GO	100%	82,297	32,910	1,999	100%	69,719	29,445	597
SICOOB SECOVICRED	GO	100%	270,775	61,163	8,047	100%	196,820	52,386	(155)
SICOOB CREDI COMIGO	GO	100%	17,151	11,456	1,044	100%	14,495	10,031	705
SICOOB EMPRESARIAL	GO	100%	63,531	13,859	2,553	100%	46,394	12,082	1,770
SICOOB JURISCCREDCELG	GO	100%	76,227	19,925	3,133	100%	57,600	13,308	2,914
SICOOB CREDICER	GO	100%	48,467	12,971	776	100%	38,919	10,207	1,410
SICOOB COOPREM	GO	100%	29,933	8,439	822	100%	22,252	7,597	672
SICOOB CREDIADAG	GO	100%	39,329	14,651	867	100%	21,985	11,666	136
SICOOB CENTRAL SC/RS	SC	100%	6,623,244	319,226	22,177	100%	5,233,779	261,085	13,350
SICOOB CREDICANOINHAS/SC	SC	100%	399,994	55,205	11,185	100%	305,627	44,483	9,073
SICOOB CREDIAL/SC	SC	100%	635,020	122,238	15,708	100%	564,839	101,776	12,275
SICOOB CREDIRIO SC	SC	100%	256,373	24,129	88	100%	224,884	23,044	3,259
SICOOB ALTO VALE	SC	100%	275,385	28,729	5,235	100%	214,012	21,779	4,919
SICOOB CREDINORTE	SC	100%	347,840	53,830	8,781	100%	278,312	43,539	6,003
SICOOB CREDITAIPU	SC	100%	588,414	140,288	13,390	100%	583,816	121,524	15,116
SICOOB VALE DO VINHO	SC	100%	447,990	71,929	7,112	100%	404,178	65,719	3,535
SICOOB CAÇADOR/SC	SC	100%	49,670	7,324	1,767	100%	40,208	5,918	1,190
SICOOB SÃO MIGUEL SC	SC	100%	1,070,186	181,117	(5,972)	100%	964,721	164,641	21,603
SICOOB VALCREDI SUL	SC	100%	313,067	62,086	6,258	100%	258,585	47,375	9,424
SICOOB - CREDIAUC/SC	SC	100%	762,816	105,439	14,253	100%	641,968	89,078	7,446
SICOOB OESTECREDI	SC	100%	429,974	64,037	10,758	100%	340,306	53,572	12,213
SICOOB MAXICRÉDITO	SC	100%	1,857,119	213,850	35,677	100%	1,559,424	189,637	22,366
SICOOB/SC CREDIJA	SC	100%	486,480	81,210	18,817	100%	422,979	70,196	11,056
SICOOB CAMPOS NOVOS	SC	100%	216,635	34,388	6,388	100%	191,181	28,432	4,050
SICOOB CREDITAPIRANGA SC	SC	100%	312,155	40,870	3,772	100%	263,986	34,635	4,861
SICOOB CREDISULCA SC	SC	100%	646,394	115,023	23,397	100%	546,786	98,355	23,032
SICOOB CREDIMOC SC	SC	100%	175,933	22,731	2,022	100%	161,398	18,521	3,087
SICOOB ORIGINAL	SC	100%	257,716	36,410	2,633	100%	206,328	30,113	3,720
SICOOB CREDIVALE/SC	SC	100%	345,034	43,874	8,331	100%	271,611	35,460	8,048
SICOOB/SC CANOAS	SC	100%	78,708	17,699	2,576	100%	68,006	15,070	1,728
SICOOB CREDICARU SC/RS	SC	100%	259,106	61,222	12,244	100%	195,440	50,221	10,920
SICOOB CREDIPLANALTO SC/RS	SC	100%	302,103	39,009	5,268	100%	248,097	29,973	2,993
SICOOB CREDIPÉROLA	SC	100%	71,296	12,981	2,002	100%	39,446	6,750	1,175
SICOOB CREDISERRA SC	SC	100%	76,609	16,393	901	100%	77,980	13,711	1,862
SICOOB/SC CREDIUNIÃO	SC	100%	40,524	6,147	1,564	100%	32,264	4,469	824
SICOOB-CREDIARAUCÁRIA/SC	SC	100%	94,838	14,172	2,352	100%	79,528	10,970	1,614

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SICOOB TRENTOCREDI SC	SC	100%	292,042	47,676	9,995	100%	230,097	39,077	6,972
SICOOB MULTICREDI	SC	100%	104,722	27,774	3,850	100%	78,397	22,341	2,321
SICOOB/SC CREDISSERRANA	SC	100%	71,137	9,383	1,900	100%	56,182	7,239	1,048
SICOOB CREDISC	SC	100%	92,683	12,669	3,530	100%	78,294	9,207	1,899
SICOOB - TRANSCREDI	SC	100%	431,340	81,198	13,912	100%	354,910	68,169	13,161
SICOOB CREDITRAN	SC	100%	38,827	8,019	1,311	100%	45,219	14,399	1,066
CREDPOM	SC	100%	47,341	7,093	1,230	100%	36,162	5,898	173
SICOOB ADVOCACIA	SC	100%	216,116	26,732	4,548	100%	173,195	20,727	4,255
CREDICOR - SC	SC	-	-	-	76	100%	19,096	2,799	(392)
SICOOB ECOCREDI	RS	100%	289,471	39,110	6,074	100%	283,381	46,627	(18,656)
SICOOB CEJASCRED	SC	100%	46,984	6,611	1,339	100%	34,128	4,733	851
SICOOB JUSTIÇA	RS	100%	19,656	4,118	(1,071)	100%	14,671	2,993	(1,643)
SICOOB SP	SP	100%	4,660,718	249,569	6,859	100%	4,777,477	242,383	15,107
SICOOB COOPECREDI	SP	100%	1,208,239	163,207	15,626	100%	1,266,651	155,037	16,138
SICOOB COCREALPA	SP	100%	270,748	50,922	4,473	100%	235,839	44,444	3,965
SICOOB CREDICITRUS	SP	100%	5,220,796	1,367,991	114,282	100%	4,749,733	1,236,642	119,492
SICOOB CREDIMOTA	SP	100%	160,351	27,950	3,418	100%	153,904	22,997	2,271
SICOOB COOPLIVRE	SP	100%	210,729	24,499	8,085	100%	160,560	17,682	4,003
SICOOB CREDIGUAÇU	SP	100%	341,188	84,914	9,362	100%	281,402	75,349	8,346
SICOOB CREDICOCAPEC	SP	100%	347,059	74,403	15,552	100%	319,663	59,656	13,813
SICOOB CREDICERIPA	SP	100%	351,869	44,490	8,848	100%	304,461	37,442	5,717
SICOOB COOCRELIVRE	SP	100%	256,507	116,445	14,041	100%	235,776	100,782	13,937
SICOOB COCRE	SP	100%	478,024	99,820	19,639	100%	439,563	90,712	15,976
SICOOB CREDIVALE	SP	100%	215,530	37,265	10,564	100%	205,572	30,494	3,811
SICOOB CREDICOONAI	SP	100%	1,018,808	183,241	6,170	100%	1,083,241	186,178	18,348
CECRES	SP	100%	186,090	165,882	1,208	100%	174,599	172,065	(2,695)
SICOOB COCRED	SP	100%	2,930,038	359,238	42,927	100%	2,798,764	346,390	36,935
SICOOB COOPCRED	SP	100%	80,612	26,513	2,202	100%	67,458	25,364	(96)
SICOOB CREDLÍDER	SP	100%	38,783	11,725	704	100%	31,840	10,254	760
SICOOB NORTE	RO	100%	710,846	40,177	3,301	100%	546,551	37,701	2,308
SICOOB CREDIP	RO	100%	768,151	121,085	34,490	100%	596,879	91,245	23,029
SICOOB OUOCREDI	RO	100%	126,756	31,741	3,563	100%	111,709	24,372	3,642
SICOOB ACRE	AC	100%	31,922	14,460	1,201	100%	21,831	11,789	716
SICOOB CREDIFORTE	RO	100%	53,738	20,820	1,792	100%	36,350	17,527	1,315
SICOOB CREDJURD	RO	100%	70,833	19,184	6,524	100%	53,324	15,483	4,858
SICOOB VALE DO JAMARI	RO	100%	252,062	68,975	12,708	100%	191,046	50,077	7,960
SICOOB PORTOCREDI	RO	100%	170,231	34,922	3,459	100%	132,425	29,355	1,172
SICOOB CREDISUL	RO	100%	820,770	144,862	36,136	100%	562,290	113,747	18,155
SICOOB CENTRO	RO	100%	257,014	56,498	12,009	100%	222,801	47,276	3,544
SICOOB CREDEMPRESAS - AM	AM	100%	11,122	2,720	641	100%	9,780	2,391	(302)
SICOOB MANAUS	AM	100%	28,571	3,070	(3,825)	100%	33,864	9,469	(2,342)

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Entity	2017					2016			
	State	Ownership interest	Assets	Equity	Result	Ownership interest	Assets	Equity	Result
SICOOB PLANALTO CENTRAL	DF	100%	741,232	162,318	16,308	100%	583,666	127,812	13,534
SICOOB EXECUTIVO	DF	100%	100,302	18,641	1,268	100%	86,166	20,316	(2,016)
SICOOB JUDICIÁRIO	DF	100%	95,910	15,183	2,724	100%	59,742	13,189	1,099
SICOOB CREDIJUSTRÁ	DF	100%	179,856	33,552	6,186	100%	145,579	32,914	3,692
SICOOB	DF	100%	155,387	29,494	1,129	100%	132,478	27,779	1,154
SICOOB CREDIEMBRAPA	DF	100%	133,788	34,552	1,851	100%	104,675	33,612	1,815
COOPERFORTE	DF	100%	2,242,310	477,202	79,530	100%	2,042,348	436,692	60,649
SICOOB COOPERPLAN	DF	100%	21,121	4,806	606	100%	11,451	4,417	497
SICOOB CREFAZ SERVIDOR FEDERAL	DF	100%	138,851	84,930	11,376	100%	122,558	78,302	4,186
SICOOB LEGISLATIVO	DF	100%	48,594	9,639	1,284	100%	43,874	8,433	176
CREDSEF	DF	100%	37,200	9,203	694	100%	31,505	8,409	575
SICOOB DFMIL	DF	100%	29,816	6,316	1,339	100%	23,568	4,920	262
SICOOB EMPRESARIAL	DF	100%	157,161	29,345	4,538	100%	152,526	24,392	2,157
SICOOB CREDILOJISTA	DF	100%	67,764	10,564	3,221	100%	32,310	7,580	1,744
SICOOB CENTRAL CECREMGE	MG	100%	4,767,001	173,749	16,400	100%	3,955,018	149,793	14,314
SICOOB CREDIPONTAL	MG	100%	359,122	57,722	7,667	100%	307,332	49,607	9,988
SICOOB CREDIRURAL	MG	100%	199,498	25,725	7,978	100%	161,628	20,884	4,004
SICOOB SAROMCREDI	MG	100%	224,131	37,766	5,129	100%	202,130	34,689	1,062
SICOOB CREDITRIL	MG	100%	220,658	37,435	4,192	100%	195,488	32,395	3,847
SICOOB CREDILEITE	MG	100%	40,878	6,670	868	100%	28,558	6,024	603
SICOOB CREDICOM	MG	100%	2,184,209	301,437	38,587	100%	1,811,427	234,056	36,960
SICOOB COFAL	MG	100%	148,538	36,993	4,932	100%	125,475	31,747	3,257
SICOOB ARCOMCREDI	MG	100%	30,594	5,491	1,002	100%	25,344	5,013	(11)
SICOOB DIVICRED	MG	100%	271,803	40,329	3,460	100%	220,214	42,241	1,513
SICOOB CREDIVALE	MG	100%	9,741	5,875	187	100%	8,456	6,006	145
SICOOB CREDICOPA	MG	100%	321,078	78,304	10,969	100%	268,877	65,954	9,329
SICOOB ASCICRED	MG	100%	202,675	22,835	7,773	100%	147,526	16,960	5,675
SICOOB VALE DO AÇO	MG	100%	160,474	41,638	2,248	100%	167,667	34,631	2,995
SICOOB AC CREDI	MG	100%	147,413	31,339	5,626	100%	119,688	31,432	(3,860)
SICOOB COOCREZ	MG	100%	43,072	19,003	1,990	100%	37,927	17,318	1,751
CECREP	MG	100%	50,285	20,024	342	100%	44,807	18,553	111
SICOOB CECREMEC	MG	100%	10,454	6,957	184	100%	9,837	6,539	160
SICOOB COOPSEF	MG	100%	200,781	68,429	7,246	100%	189,782	64,728	5,534
CREDER	MG	-	-	-	58	100%	3,338	2,797	1
SICOOB COOPJUS	MG	100%	133,740	53,556	1,853	100%	114,987	51,435	1,786
SICOOB NOSSACOOP	MG	100%	155,874	29,712	3,951	100%	116,666	25,875	980
SICOOB CREDITÁBIL	MG	100%	30,441	6,144	1,433	100%	23,227	5,306	746
SICOOB CREDESP	MG	100%	112,999	17,338	4,267	100%	94,851	14,376	2,623
SICOOB CENTRO-OESTE	MG	100%	323,664	66,010	7,958	100%	285,458	55,010	5,063
SICOOB CREDICENM	MG	100%	99,015	14,000	1,850	100%	80,475	12,855	2,003
SICOOB ACICREDI	MG	100%	23,899	5,489	623	100%	20,962	4,865	682

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SICOOB COSMIPA	MG	100%	78,014	42,886	3,824	100%	66,947	39,332	1,756
SICOOB COSEMI	MG	100%	8,117	6,604	422	100%	7,546	5,961	467
SICOOB CREDIMEPI	MG	100%	319,301	52,768	9,991	100%	246,648	43,444	6,904
SICOOB CREDIBELGO	MG	100%	5,182	4,123	199	100%	5,388	4,336	290
SICOOB LAGOACRED GERAIS	MG	100%	161,169	27,039	4,275	100%	122,632	23,645	3,781
SICOOB CREDINOVA	MG	100%	218,925	40,030	5,698	100%	168,001	33,901	2,460
COOPAÇO	MG	100%	15,279	12,796	263	100%	16,134	12,725	812
SICOOB CREDIGERAIS	MG	100%	227,007	63,826	6,894	100%	177,954	51,348	7,055
SICOOB PARAISOCRED	MG	100%	67,262	9,548	1,626	100%	55,736	8,787	1,405
COOPERTIM	MG	100%	6,731	5,892	729	100%	6,484	5,748	1,114
SICOOB COPESITA	MG	100%	41,588	14,026	1,450	100%	40,751	12,836	1,218
SICOOB CREDIMED	MG	100%	27,965	7,353	569	100%	28,010	6,594	399
SICOOB CREDIEMPAR	MG	100%	9,822	7,021	554	100%	9,377	6,651	546
SICOOB SERTÃO MINAS	MG	100%	43,468	6,873	1,021	100%	31,668	5,563	875
SICOOB CREDIMONTES	MG	100%	48,994	10,562	2,994	100%	44,874	8,665	1,509
CREFENAS	MG	100%	28,619	2,814	425	100%	29,842	2,363	475
SICOOB COOPCREDI	MG	100%	36,874	8,242	875	100%	27,163	7,382	1,080
SICOOB COPERMEC	MG	100%	298,362	50,967	6,510	100%	230,972	46,051	4,539
SICOOB COOPEMATA	MG	100%	244,971	50,867	12,460	100%	153,888	41,427	10,519
SICOOB ENGECRED	MG	100%	103,591	15,142	1,473	100%	87,919	15,574	1,211
CREDISAM	MG	100%	9,439	7,064	480	100%	9,232	8,113	684
SICOOB UFVCREDI	MG	100%	52,202	22,075	2,276	100%	47,325	21,640	1,173
SICOOB CREDIGERAIS	MG	-	-	-	-	100%	31,744	6,166	956
COOPOÇOS	MG	100%	7,274	4,904	624	100%	6,313	4,498	448
SICOOB CREDISERV	MG	100%	21,564	11,957	224	100%	18,493	11,197	384
SICOOB COOPEMG	MG	100%	71,430	11,338	720	100%	51,968	9,885	197
SICOOB ARACOOP	MG	100%	469,652	76,778	11,807	100%	391,400	68,671	5,014
SICOOB JUS-MP	MG	100%	181,055	30,525	3,900	100%	155,522	26,616	2,804
SICOOB COOPERCORREIOS	MG	100%	50,581	21,017	1,384	100%	39,285	20,114	827
SICOOB CREDPIT	MG	100%	81,301	11,395	1,958	100%	61,743	11,401	1,628
SICOOB SUL DE MINAS	MG	100%	58,241	4,866	2,071	100%	29,549	3,897	411
SICOOB CREDILESTE	MG	100%	112,448	28,177	4,948	100%	92,270	24,961	1,822
SICOOB CRED UFU	MG	100%	35,431	18,042	1,987	100%	26,665	16,562	1,501
SICOOB CREDIALTO	MG	100%	130,483	18,662	1,890	100%	118,554	16,794	822
CECREM	MG	100%	6,762	6,511	163	100%	6,086	5,897	121
SICOOB CREDJUS	MG	100%	45,693	19,568	2,243	100%	37,494	16,919	1,412
COOPTEK	MG	100%	15,881	15,410	505	100%	15,225	14,759	390
COOPSESP	MG	100%	6,914	5,551	14	100%	6,387	5,088	44
TUPICRED	MG	100%	1,765	1,511	159	100%	1,615	1,393	130
SICOOB COOPECIC	MG	100%	5,808	5,314	211	100%	6,026	5,322	353
SICOOB CREDICHAPADA	MG	100%	47,485	11,884	2,025	100%	37,326	9,454	966
SICOOB SECOVICRED MG	MG	100%	58,789	8,468	1,059	100%	46,300	6,477	1,351

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SICOOB CENTRAL CECRESP	SP	100%	1,507,635	113,571	3,056	100%	1,144,972	101,729	1,363
SICOOB CREDICAZOLA	SP	100%	51,656	8,148	(7,941)	100%	53,069	9,869	(3,513)
SICOOB CRED COPERCANA	SP	100%	40,825	15,657	744	100%	33,560	13,312	403
SICOOB CREDSAÚDE	SP	100%	11,036	2,303	418	100%	9,900	2,107	344
COOPLUIZA	SP	100%	8,800	7,847	243	100%	5,934	5,254	23
CREDIRHODIA	SP	100%	15,091	10,784	-	100%	14,866	11,128	52
COOPEMESP	SP	100%	24,099	17,376	343	100%	22,473	16,921	163
COOPMIL	SP	100%	324,919	170,039	(5,260)	100%	359,042	212,118	18,430
COOFER	SP	100%	6,944	6,628	243	100%	6,564	6,108	418
SICOOB CREDIMOGIANA	SP	100%	202,802	19,338	1,174	100%	163,905	16,135	1,679
SICOOB COOPERCREDI - SP	SP	100%	80,814	63,496	1,264	100%	69,693	58,081	1,338
COPERCREDI	SP	100%	17,120	13,258	100	100%	16,541	13,165	2,265
SICOOB CREDMETAL	SP	100%	14,308	12,057	52	100%	13,370	11,508	180
SICOOB CANTAREIRA	SP	100%	20,334	3,787	309	100%	17,476	2,457	1,128
SICOOB CREDMALHAS	MG	100%	26,136	5,876	645	100%	23,034	5,797	479
CRESSEM	SP	100%	187,552	154,698	11,783	100%	163,911	138,877	9,814
SICOOB CRED ACIF	SP	100%	120,240	13,540	868	100%	85,426	10,923	1,718
COPERMED DE JABOTICABAL	SP	100%	12,802	2,160	211	100%	13,825	1,824	93
SICOOB ALCOOP SÃO ROQUE	SP	-	-	-	-	100%	2,939	1,243	(190)
SICOOB COOPTRANSP	SP	100%	19,441	12,858	363	100%	17,947	12,093	458
SICOOB CREDIÇUCAR	SP	100%	104,525	10,871	734	100%	95,955	8,741	135
MAGISCREDI	SP	100%	85,119	16,654	1,093	100%	77,839	15,996	162
SICOOB CREDICONSUMO	SP	100%	38,765	16,759	370	100%	25,515	12,958	(20)
OURICRED	SP	100%	70,809	9,342	1,410	100%	53,899	6,583	1,649
SICOOB CREDIACISC	SP	100%	15,595	3,353	365	100%	14,213	2,516	425
CREDIPRODESP	SP	100%	19,676	19,351	421	100%	19,290	19,269	254
SICOOB CREDICOR/SP	SP	100%	27,300	5,410	1,131	100%	26,615	4,244	759
COOPERSERV	SP	100%	1,087	1,010	(110)	100%	990	949	(62)
SICOOB GRANDE ABC	SP	100%	20,146	4,681	301	100%	17,265	4,476	2
SICOOB COOPERAC	SP	100%	47,078	8,302	2,011	100%	32,187	6,003	1,216
SICOOB CREDIACIL	SP	100%	58,227	9,426	3,067	100%	45,341	6,907	1,792
SICOOB CREDCEG	SP	100%	230,291	41,736	9,945	100%	178,223	34,414	5,634
SICOOB CRED-ACI	SP	100%	22,733	4,338	507	100%	19,083	3,606	153
SICOOB CREDIACIPREV	SP	100%	7,364	1,979	(98)	100%	7,657	2,036	281
JUDCRED	SP	100%	3,732	2,467	459	100%	2,699	2,106	385
SICOOB CRED-ACILPA	SP	100%	11,873	4,032	629	100%	11,585	3,302	783
SICOOB	SP	100%	33,766	5,920	72	100%	25,152	5,708	(352)
METALCRED DA GRANDE SÃO PAULO	SP	100%	34,627	25,665	1,358	100%	27,003	20,474	685
SICOOB CREDIACIRC	SP	100%	44,610	9,147	1,340	100%	34,134	7,858	1,011
SICOOB ACICRED	SP	100%	31,672	5,687	693	100%	24,396	4,256	1,018
SICOOB COOPERACE	SP	100%	26,641	6,469	217	100%	28,433	5,415	650

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SICOOB COOPERASO	SP	100%	22,363	9,859	(375)	100%	15,139	8,908	215
SICOOB PAULISTA	SP	100%	130,326	15,095	1,614	100%	77,590	9,578	874
SICOOB COOPARA	SP	100%	15,874	7,305	(206)	100%	11,137	6,738	206
SICOOB CECRESA	SP	100%	10,708	9,498	116	100%	11,219	10,155	162
PROMOCRED	SP	100%	14,833	10,877	-	100%	14,542	10,804	169
COOPERSERV	SP	100%	19,934	10,394	1,101	100%	17,484	10,270	856
COSAE	SP	100%	4,854	3,571	60	100%	3,118	2,867	1
SICOOB GRANDE SÃO PAULO	SP	-	-	-	(477)	100%	13,258	1,612	253
BARRACRED COSAN	SP	100%	113,294	98,617	6,742	100%	96,045	84,677	3,164
CREDIPRODAM	SP	100%	7,578	7,642	19	100%	8,972	9,279	23
NOSSA TERRA	SP	100%	17,025	15,748	514	100%	16,952	14,776	574
COOPERCREDI FLEURY	SP	100%	9,917	10,105	47	100%	9,438	9,704	46
SICOOB COOPERNAPI	SP	100%	7,491	3,076	80	100%	6,915	2,490	9
COOPERACS-SP	SP	100%	4,963	4,282	(1,176)	100%	6,279	4,795	(247)
COOPEREMBRAER	SP	100%	385,276	307,681	19,517	100%	345,525	282,412	16,445
COOPINCOR	SP	100%	26,742	24,441	562	100%	25,133	25,417	454
RÁPIDO LUXO CAMPINAS LTDA	SP	100%	617	321	(800)	100%	1,811	2,018	(193)
CREDIAFAM	SP	100%	7,638	7,761	271	100%	7,373	7,377	76
COOPERMETA	SP	100%	1,545	1,492	(10)	100%	1,567	1,468	1
COOPERCREDI ACSC	SP	100%	31,628	30,495	870	100%	28,313	27,341	709
COOCRESB	SP	100%	3,533	2,487	98	100%	3,272	2,103	99
CREDIABC	SP	100%	32,241	22,831	820	100%	29,093	21,002	536
CRED SERV	SP	100%	10,887	10,847	551	100%	9,646	9,862	274
SICOOB COOPERFAC	SP	100%	6,161	5,581	231	100%	5,590	5,187	166
COOPER VERA CRUZ	SP	100%	8,603	8,556	236	100%	8,554	8,479	121
COOPERPARQUES	SP	100%	1,350	1,220	1	100%	5,079	1,872	3
SICOOB COOPER 7	SP	100%	10,892	9,584	1,162	100%	8,934	8,367	934
COOPERALESP	SP	100%	15,931	15,514	567	100%	14,641	14,849	217
AVIBRAS	SP	100%	9,062	9,059	190	100%	7,591	7,671	99
USAGRO	SP	100%	10,728	9,723	465	100%	10,447	9,914	355
COOPERNITRO	SP	100%	7,135	7,212	22	100%	6,261	6,411	38
COOPERVALE	SP	100%	13,344	13,413	617	100%	12,586	12,695	320
COOPER-SEKURIT	SP	100%	6,411	5,760	161	100%	5,886	5,235	145
COOPOWENS	SP	100%	7,217	4,778	64	100%	6,392	4,649	132
PILONCRED	SP	100%	2,232	2,145	104	100%	2,063	1,985	115
SICOOB PILKINGTON	SP	100%	8,100	7,933	304	100%	7,605	7,626	245
SELENE	SP	100%	2,704	2,594	90	100%	2,440	2,331	124
COOPERPAK	SP	100%	20,515	19,755	1,658	100%	19,863	18,642	1,399
CREDIRP	SP	-	-	-	70	100%	1,657	1,644	41
CREDI-CAMDA	SP	100%	3,979	3,560	260	100%	3,220	2,825	186
COOPERPLASCAR	SP	100%	5,743	5,479	134	100%	5,244	5,228	6
COOPRICLAN	SP	100%	5,961	5,515	202	100%	5,517	4,861	180

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COOPERMSD	SP	100%	11,326	11,446	150	100%	11,568	11,827	53
COOPERJS	SP	100%	2,360	2,269	95	100%	1,966	1,973	2
CREDISCOOP	SP	100%	6,234	2,763	(154)	100%	6,352	3,287	275
CREDIUNIFI	SP	100%	1,393	1,380	4	100%	1,303	1,296	7
GRUPO PPG	SP	100%	2,224	2,305	1	100%	2,042	2,130	2
OWENS-ILLINOIS	SP	100%	18,610	18,259	624	100%	17,708	16,428	55
EMPRESAS ITAU	SP	100%	6,863	6,808	14	100%	6,369	6,304	23
ITAPIRA	SP	100%	8,966	8,410	156	100%	8,025	7,524	162
EATON VALINHOS	SP	100%	7,722	7,004	27	100%	8,134	7,291	201
CREDI NESTLÉ	SP	100%	65,183	65,723	1,578	100%	58,197	60,239	(184)
COOPAZ	SP	100%	12,238	11,716	492	100%	13,532	11,810	934
COOPERTEL	SP	100%	8,060	7,725	113	100%	7,484	7,359	171
MONDELEZ	SP	100%	43,865	42,842	1,142	100%	43,994	43,613	1,137
COFASA	SP	100%	3,678	3,611	129	100%	3,525	3,402	169
SKF	SP	100%	11,886	11,940	435	100%	10,425	10,663	80
COOPERFEIS	SP	100%	6,401	6,448	103	100%	6,119	6,129	133
USICRED	SP	100%	84,488	81,236	2,056	100%	74,571	72,455	2,062
MORLAN	SP	100%	6,526	6,048	274	100%	6,126	5,627	156
MELHORAMENTOS	SP	100%	8,697	8,784	5	100%	7,989	8,178	7
CONFAB	SP	100%	11,090	11,132	120	100%	10,722	10,882	31
CREDICONT	SP	-	-	-	-	100%	2,035	784	(629)
CREDIAÇOS	SP	100%	10,435	9,610	207	100%	10,322	9,144	96
ELGIN	SP	100%	4,465	4,325	98	100%	4,038	4,036	125
COOPERALPINA	SP	100%	4,241	3,954	589	100%	3,907	3,521	636
CREDICEBRACE	SP	100%	15,716	14,495	827	100%	13,706	12,480	405
PARKER HANNIFIN	SP	100%	6,456	6,031	168	100%	6,250	5,965	97
METALCOOPERCREC	SP	100%	10,028	9,848	396	100%	8,791	8,436	579
COOPSPACER	SP	100%	3,443	1,158	(20)	100%	2,684	807	70
COOPERFEB	SP	100%	1,136	1,138	(27)	100%	1,830	1,930	(28)
COOP AKZONOBEL	SP	100%	7,408	7,151	8	100%	7,208	7,131	2
COOPERCREC UNILEVER	SP	100%	4,215	3,909	28	100%	4,197	4,023	33
CREDIRHODIA PAULÍNEA	SP	100%	17,808	18,031	297	100%	18,105	18,332	339
CREDIEATON	SP	100%	2,615	2,658	16	100%	2,198	2,133	2
VB TRANSPORTES	SC	100%	492	569	(744)	100%	1,219	1,040	527
COLORADO	SP	100%	19,793	19,374	1,110	100%	16,036	15,971	616
BOMBRIL	SP	100%	9,803	9,538	64	100%	9,240	9,067	63
NOVELIS	SP	100%	10,488	10,318	572	100%	9,853	9,916	320
COOP ZANETTINI	SP	-	-	-	3	100%	1,445	1,379	18
COOPERCERES	SP	100%	5,520	5,624	13	100%	5,965	6,126	8
CREDMIL	SP	100%	2,654	1,819	78	100%	2,489	1,786	83
COOPERTREM	SP	100%	8,560	8,711	56	100%	8,911	9,068	54
CREDIAÇOS MOGI	SP	-	-	-	44	100%	1,904	1,873	-

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COOPRIOCLARO	SP	100%	1,113	924	(114)	100%	1,143	993	10
COOPERTAKATAPETRI	SP	100%	14,517	14,431	838	100%	12,673	12,583	864
COOPUNESP	SP	100%	4,165	3,185	43	100%	3,935	2,931	55
MONSANTO	SP	100%	5,626	5,432	12	100%	5,264	5,132	11
SICOOB ALCATEL	SP	100%	4,261	4,275	1	100%	4,162	4,183	5
VILLARES METALS	SP	100%	17,421	16,506	635	100%	17,672	16,299	774
UNICOPER	SP	-	-	-	-	100%	1,546	1,369	181
COOPMWM INTERNACIONAL	SP	100%	11,428	10,726	264	100%	11,718	11,131	121
SICOOB INDEPENDÊNCIA	SP	100%	25,034	(476)	(176)	100%	46,144	9,324	1,067
SICOOB VALE DO PARAÍBA	SP	100%	265,904	28,800	640	100%	155,257	20,115	85
SICOOB CENTRAL NE	PB	100%	168,329	21,365	228	100%	101,977	16,976	402
SICOOB CEARÁ	CE	100%	34,523	10,202	1,247	100%	25,560	8,717	568
SICOOB CENTRO NORDESTE	PB	100%	26,462	13,182	554	100%	23,139	12,050	(174)
SICOOB LESTE	AL	100%	61,624	29,963	2,717	100%	48,216	24,685	1,415
SICOOB COOPEROSA	PB	100%	21,332	6,790	670	100%	17,954	5,851	692
SICOOB POTIGUAR	RN	100%	18,290	5,695	513	100%	15,122	6,140	387
COOPREV	PB	-	-	-	-	100%	15,216	5,367	296
CREDS	PB	100%	17,443	5,131	450	100%	13,000	4,767	77
SICOOB PERNAMBUCO	PE	100%	126,400	26,660	2,506	100%	101,755	23,418	1,939
SICOOB JURISCRED/PI	PI	100%	25,571	5,954	659	100%	17,068	5,141	614
SICOOB CENTRO LESTE MARANHENSE	MA	100%	72,505	26,017	(315)	100%	55,096	20,617	2,736
SICOOB OESTE MARANHENSE	MA	100%	47,721	13,691	(2,013)	100%	40,194	14,611	(1,112)
COOPEMATER	PE	-	-	-	-	100%	4,155	3,403	306
SICOOB BORBOREMA PARAIBANO	PB	100%	215,366	45,934	12,804	100%	116,023	25,057	7,942
SICOOB SERTAO PARAIBANO	PB	-	-	-	(3)	100%	3,884	1,108	(356)
SICOOB EMPRESARIAL	MA	100%	11,496	4,358	(320)	100%	9,460	4,201	(213)
SICOOB LITORAL PARAIBANO	PB	100%	11,198	2,016	200	100%	7,849	1,808	(659)
SICOOB SUL MARANHENSE	MA	100%	7,046	1,256	17	-	-	-	-
SICOOB CENTRAL MT/MS	MT	100%	200,301	28,217	86	100%	157,331	24,396	(9)
SICOOB CREDIJUD	MT	100%	138,693	30,604	388	100%	84,392	30,403	(604)
SICOOB SERVIDOR	MT	-	-	-	(3,087)	100%	63,396	18,259	(623)
SICOOB PRIMAVERA MT	MT	100%	124,945	17,648	2,507	100%	107,939	12,828	3,500
SICOOB ARAGUAIA	MT	-	-	-	(1,411)	100%	21,314	4,875	(181)
SICOOB SUL	MT	100%	82,884	13,893	607	100%	51,606	8,068	514
SICOOB COCRESUL	MS	100%	12,248	1,154	14	100%	5,225	963	57
SICOOB INTEGRAÇÃO	MT	100%	153,236	29,668	5,042	100%	63,757	9,302	1,005
SICOOB DOURADOS	MS	100%	55,153	7,233	2,105	100%	39,175	4,492	658
SICOOB NORTE	MT	100%	64,935	7,240	683	100%	36,110	4,983	122
SICOOB ALIANÇA MS	MS	100%	3,634	755	(79)	-	-	-	-
SICOOB CENTRAL UNICOOB	PR	100%	1,873,063	104,591	4,223	100%	1,656,778	81,494	(6,586)
SICOOB COOESA	PA	100%	40,202	11,012	406	100%	34,333	10,769	178

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COIMPPA	PA	100%	83,139	56,650	4,561	100%	75,736	51,776	3,811
SICOOB UNIDAS	PA	100%	40,263	19,182	313	100%	31,213	22,216	(1,102)
SICOOB METROPOLITANO	PR	100%	1,111,060	133,832	18,503	100%	953,683	114,871	17,810
SICOOB VALE DO IGUAÇU	PR	100%	398,004	56,641	5,753	100%	339,946	46,528	4,880
SICOOB TRÊS FRONTEIRAS	PR	100%	163,193	21,178	4,220	100%	131,058	13,774	1,445
SICOOB UNICOOB MERIDIONAL	PR	100%	381,553	48,778	4,158	100%	314,622	42,182	3,878
SICOOB NORTE DO PARANÁ	PR	100%	713,380	86,729	6,355	100%	676,426	82,617	342
SICOOB NOROESTE DO PARANÁ	PR	100%	202,139	35,477	3,109	100%	186,628	33,041	1,616
SICOOB SUL	PR	100%	536,550	50,072	4,100	100%	504,402	48,822	1,921
SICOOB CREDICAPITAL	PR	100%	440,716	47,599	1,699	100%	351,609	40,776	1,290
SICOOB ALIANÇA	PR	100%	233,323	37,238	6,548	100%	218,750	34,643	2,789
SICOOB ARENITO	PR	100%	143,663	15,126	2,515	100%	121,103	12,196	692
SICOOB MARECHAL	PR	100%	73,692	12,141	1,515	100%	61,624	9,879	895
SICOOB INTEGRADO	PR	100%	226,490	23,817	3,073	100%	179,843	20,176	1,388
SICOOB HORIZONTE	PR	100%	79,770	14,571	1,640	100%	62,964	12,830	918
SICOOB MÉDIO OESTE	PR	100%	87,260	12,464	2,628	100%	63,087	9,150	1,382
SICOOB AMAPA	AP	100%	20,446	3,946	80	100%	18,099	4,853	(757)
SICOOB TRANSAMAZÔNICA	PA	100%	14,790	5,340	159	100%	6,696	1,996	(309)
SICOOB UNIMAIS	SP	100%	628,129	36,998	475	100%	708,099	29,863	(215)
UNIMAIS BANDEIRANTE	SP	100%	356,871	11,526	507	100%	350,447	41,088	(899)
UNIMAIS ANHANGUERA	SP	-	-	-	(8,112)	100%	106,220	12,001	180
UNIMAIS MANTIQUEIRA	SP	100%	269,430	26,805	3,039	100%	113,443	22,016	817
UNIMAIS CENTRO LESTE PAULISTA	SP	100%	180,372	27,237	2,423	100%	98,931	16,687	461
UNIMAIS CENTRO PAULISTA	SP	-	-	-	(945)	100%	69,316	9,820	(295)
UNIMAIS SUDESTE PAULISTA	SP	-	-	-	(1,957)	100%	78,161	8,119	772
UNIMAIS NORTE PAULISTA	SP	100%	33,400	4,873	(149)	100%	26,705	4,739	116
UNIMAIS METROPOLITANA	SP	100%	490,606	60,646	4,747	100%	429,234	58,132	(2,175)
UNIMAIS DE GUARULHOS E REGIÃO	SP	100%	94,367	17,050	(2,647)	100%	101,960	19,090	232
SICOOB UNI	GO	100%	1,105,305	73,534	3,409	100%	829,089	55,053	9,024
SICOOB UNICENTRO BRASILEIRA	GO	100%	1,673,661	332,815	56,790	100%	1,360,391	306,015	15,469
SICOOB UNIAM	AM	100%	106,857	40,372	4,650	100%	104,069	39,264	6,073
SICOOB UNISAÚDE GOIAS	GO	100%	123,137	23,692	3,616	100%	90,415	17,633	1,668
SICOOB UNIRONDÔNIA	RO	100%	136,960	21,018	2,703	100%	111,307	20,923	295
SICOOB UNICENTRO NORTE GOIANO	GO	100%	310,754	69,020	10,063	100%	235,489	54,566	3,766
SICOOB UNIBV	RR	100%	18,471	4,794	645	100%	16,915	3,767	365
SICOOB UNIRBO	AC	100%	63,748	16,968	2,979	100%	49,702	13,294	1,839
SICOOB UNIASACRED	DF	-	-	-	-	100%	12,272	1,368	(459)
SICOOB UNISAÚDE SUDESTE	MG	100%	175,575	18,002	1,675	100%	136,483	14,896	3,068
SICOOB CENTRAL RIO	RJ	100%	725,525	36,898	1,352	100%	654,485	25,569	374
SICOOB SERVIDORES	ES	100%	61,164	23,869	474	100%	49,519	23,040	813
SICOOB CECREMEF	RJ	100%	476,632	66,067	4,684	100%	421,207	61,941	4,541

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Entity	2017					2016			
	State	Ownership interest	Assets	Equity	Result	Ownership interest	Assets	Equity	Result
SICOOB CREMENDES	RJ	100%	5,409	898	(257)	100%	5,083	(154)	833
SICOOB COOPJUSTIÇA	RJ	100%	125,008	55,660	3,788	100%	104,376	47,125	4,023
SICOOB FLUMINENSE	RJ	100%	98,916	26,925	1,730	100%	67,019	22,875	1,126
SICOOB COOPVALE	RJ	100%	17,366	6,638	510	100%	14,582	5,652	888
SICOOB CREDICOR/RJ	RJ	100%	20,240	7,014	9	100%	18,039	6,437	237
SICOOB EMPRESAS RJ	RJ	100%	67,839	11,875	745	100%	54,360	11,030	1,780
SICOOB COOMPERJ	RJ	100%	300,964	38,208	1,520	100%	296,756	33,330	980
INVESTMENT FUNDS	DF								
MINASCOOP FUNDO DE INVESTIMENTO - RF - CP	DF	100.00%	77,332	72,149	13,881	100.00%	160,093	149,934	20,535
BANCOOB CENTRALIZAÇÃO FI - RF - CP	DF	100.00%	1,105,339	1,066,957	84,357	100.00%	923,328	875,775	90,652
COOPMUTUO FI - MULTIMERCADO - CRÉDITO PRIVADO	DF	100.00%	800,880	768,151	77,561	100.00%	795,625	738,542	103,276
SICOOB UNIMAIS FI - RENDA FIXA - CRÉDITO PRIVADO	DF	100.00%	39,732	37,641	4,836	100.00%	43,905	34,435	9,443
INVEST RIO FUNDO DE INVESTIMENTO - RF - CP	DF	100.00%	291,588	280,001	27,703	100.00%	289,680	271,241	33,743
UNICOOB FI - RENDA FIXA - CRÉDITO PRIVADO	DF	100.00%	87,427	81,396	11,471	100.00%	95,997	89,379	13,126
SICOOB GOIÁS CENTRAL FI - RENDA FIXA - CP	DF	100.00%	109,276	104,949	10,087	100.00%	99,203	93,358	9,347
SICOOB CENTRAL SC FI - RENDA FIXA - CRÉDITO PRIVADO	DF	100.00%	37,219	33,639	9,521	100.00%	100,795	94,014	14,136
SICOOB COCRED FI - RENDA FIXA - CRÉDITO PRIVADO	DF	100.00%	5,150	4,923	590	100.00%	5,891	5,490	898
SICOOB COCRED FI - MULTIMERCADO CRÉDITO PRIVADO	SP	100.00%	108,955	52,205	56,535	100.00%	52,171	52,511	(352)
SICOOB INSTITUCIONAL FI - RENDA FIXA - CRÉDITO PRIVADO	DF	100.00%	717,462	689,059	54,565	100.00%	429,719	401,871	48,370
SICOOB PREVIDENCIÁRIO FI - RENDA FIXA - IMA-B	DF	100.00%	21,304	19,854	2,407	100.00%	19,250	17,963	3,286
SICOOB AGÊNCIAS FUNDO DE INVESTIMENTO IMOBILIÁRIO	DF	100.00%	26,307	25,627	532	-	-	-	-
Total			161,396,020	24,163,824	2,619,711		136,400,591	21,416,221	2,140,934

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ii) Breakdown of Credit Unions merged:

- 2017

System	Merged credit union	Merging credit union
SICOOB NE	COOPREV	SICOOB BORBOREMA PARAIBANO
SICOOB CECREMGE	SICOOB CREDIGERAIS	SICOOB CREDIGERAIS
SICOOB PLANALTO CENTRAL	SICOOB UNIASACRED	SICOOB JUDICIÁRIO
SICOOB CECRESP	SICOOB ALCOOP SÃO ROQUE	SICOOB COOPERASO
SICOOB CECRESP	SICOOB GRANDE SÃO PAULO	SICOOB PAULISTA
SICOOB NE	SICOOB SERTAO PARAIBANO	SICOOB BORBOREMA PARAIBANO
SICOOB CECRESP	CREDICONT	METALCRED DA GRANDE SÃO PAULO
SICOOB MT/MS	SICOOB ARAGUAIA	SICOOB SUL
SICOOB MT/MS	SICOOB SERVIDOR	SICOOB INTEGRAÇÃO
SICOOB CECRESP	CREDIRP	SICOOB COOPERCREDI - SP
SICOOB SC/RS	CREDICOR - SC	SICOOB CREDIPÉROLA
SICOOB UNIMAIAS	UNIMAIAS ANHANGUERA	UNIMAIAS MANTIQUEIRA
SICOOB UNIMAIAS	UNIMAIAS CENTRO PAULISTA	UNIMAIAS CENTRO LESTE PAULISTA
SICOOB ES	CREDICORES	SICOOB SUL-SERRANO
SICOOB CECRESP	UNIMAIAS SUDESTE PAULISTA	SICOOB VALE DO PARAÍBA

- 2016

System	Merged credit union	Merging credit union
SICOOB SC/RS	SICOOB INDACREDI	SICOOB SÃO MIGUEL SC
SICOOB NORTE	SICOOB EMPRESARIAL MT	SICOOB CREDISUL
SICOOB CECREMGE	SICOOB ARDOCREDI	SICOOB CREDINOVA
SICOOB SC/RS	SICOOB BLUCREDI SUL	SICOOB MAXICRÉDITO
SICOOB CECRESP	COOPERSARCO	SICOOB CREDMETAL
SICOOB CECREMGE	SICOOB SÃO FRANCISCO	SICOOB ARACOOB
SICOOB RIO	COODPERJ	SICOOB COOMPERJ
SICOOB UNI	UNICOOPJUR	SICOOB UNIAM
SICOOB BA	SICOOB PORTAL	SICOOB COOPERE
SICOOB NE	SICOOB ALUMAR	SICOOB EMPRESARIAL
SICOOB MT/MS	SICOOB COOPERTEC	SICOOB CREDIJUD
SICOOB MT/MS	SICOOB FEDERAL	SICOOB CREDIJUD
SICOOB UNI	SICOOB UNIJPR	SICOOB UNIRONDÔNIA
SICOOB NE	SICOOB SINDICRED RN	SICOOB POTIGUAR
SICOOB CECRESP	FDE	METALCRED DA GRANDE SÃO PAULO
SICOOB CECRESP	COOPALCOA	METALCRED DA GRANDE SÃO PAULO

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d. Eliminations between Sicoob's entities

Combined balance sheet	2017			2016		
	Aggregate	Eliminations	Combined	Aggregate	Eliminations	Combined
Assets						
Current and non-current assets						
Available funds	661,262	(591)	660,671	517,955	(150)	517,805
Short term interbank investments	39,306,138	(25,079,729)	14,226,409	29,704,670	(20,183,421)	9,521,249
Securities and derivative financial instruments	32,557,200	(11,501,584)	21,055,616	32,215,130	(12,891,605)	19,323,525
Interbank accounts	35,041,456	(30,547,175)	4,494,281	19,641,462	(17,159,558)	2,481,904
Interbranch accounts	14,334	-	14,334	14,195	-	14,195
Lending operations	43,413,718	(545,753)	42,867,965	45,877,670	(7,401,610)	38,476,060
Other receivables	4,325,870	(125,368)	4,200,502	3,289,823	(164,339)	3,125,484
Other assets	945,782	-	945,782	718,455	-	718,455
Investments	3,624,830	(3,182,161)	442,669	3,129,984	(2,783,967)	346,017
Property and equipment in use	1,456,690	-	1,456,690	1,228,486	-	1,228,486
Intangible assets	48,740	-	48,740	62,761	-	62,761
Total assets	161,396,020	(70,982,361)	90,413,659	136,400,591	(60,584,650)	75,815,941
Liabilities						
Current and non-current liabilities						
Deposits	86,772,969	(31,089,069)	55,683,900	76,948,456	(28,930,929)	48,017,527
Money market funding	2,662,404	(2,217,696)	444,708	1,343,538	(1,236,559)	106,979
Funds from Acceptance of Bills of Exchange and Issuance of Securities	2,656,608	-	2,656,608	1,388,134	-	1,388,134
Interbank accounts	32,868,426	(30,605,608)	2,262,818	25,735,983	(24,104,841)	1,631,142
Interbranch accounts	723,868	-	723,868	727,784	-	727,784
Borrowing and onlending	5,083,989	(517,626)	4,566,363	4,018,531	(469,428)	3,549,103
Derivative financial instruments	235	-	235	-	-	-
Other payables	5,520,438	3,218	5,523,657	4,012,882	(60,780)	3,952,103
Deferred income	1,202	-	1,202	1,991	-	1,991
Equity	25,105,880	(6,555,580)	18,550,300	22,223,292	(5,782,113)	16,441,179
Total liabilities and equity	161,396,020	(70,982,361)	90,413,659	136,400,591	(60,584,650)	75,815,941

Combined statements of income	2017			2016		
	Aggregate	Eliminations	Combined	Aggregate	Eliminations	Combined
Income from financial intermediation	16,825,816	(4,040,275)	12,785,541	16,485,883	(4,244,825)	12,241,058
Expenses for financial intermediation	(9,938,394)	3,719,065	(6,219,329)	(10,419,283)	3,912,932	(6,506,351)
Other operating income (expenses)	(3,273,608)	(250,059)	(3,523,667)	(2,898,073)	(189,645)	(3,087,718)
Non-operating income (expenses)	(12,402)	-	(12,402)	(4,728)	-	(4,728)
Income tax and social contribution	(186,651)	-	(186,651)	(173,807)	-	(173,807)
Profit sharing	(61,179)	-	(61,179)	(49,009)	-	(49,009)
Profit for the year	3,353,582	(571,268)	2,782,313	2,940,983	(521,538)	2,419,445
Interest on equity	(733,871)	-	(733,871)	(812,174)	-	(812,174)
Profit after interest on equity	2,619,711	-	2,048,442	2,128,809	-	1,607,271

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3 Summary of significant accounting practices

a. Accounting estimates

The combined financial statements have been prepared in compliance with the Brazilian accounting practices described in Note 2, and require management to exercise its judgment in the process of calculating and recording accounting estimates, where applicable. Significant items which are subject to the use of estimates and assumptions include the valuation of the recoverable amounts of property and equipment and intangible assets, the provision for loan losses, the estimated realization of tax assets, the provision for cash outflows in connection with tax, labor and civil contingencies, and the valuation of securities and derivative financial instruments. The settlement amounts of the transactions may differ from the estimated amounts presented in the combined financial statements due to inaccuracies inherent in their determination process. Estimates and assumptions are periodically reviewed to reflect the best information available.

b. Determination of results

The results of operations are determined on the accruals basis of accounting. Service revenue, typical to the financial system, is recognized upon the provision of the services to the member or third party.

c. Functional currency

The combined financial statements are presented in Brazilian Reais (R\$), which is the functional currency for the entire Sicoob network.

d. Foreign currency

Monetary assets denominated in foreign currency were translated into Brazilian Reais at the exchange rate in effect on the balance sheet date, and currency translation differences were recorded in the statement of income for the period.

e. Cash and cash equivalents

Cash and cash equivalents are represented by cash in local currency and foreign currency, and short term interbank investments, with maturities at the investment date equal to or lower than 90 days, and subject to an immaterial risk of changes in fair value. Cash and cash equivalents are used by Sicoob to manage its short term obligations.

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f. Short term interbank investments

Short term interbank investments are stated at the amount of the investment or acquisition, plus income earned up to the balance sheet date.

g. Securities

Where applicable, securities are classified based on a set of criteria for the registration and valuation of the securities portfolio, defined by BACEN Circular Letter 3,068/2001, and in accordance with management's intention regarding the securities, into three specific categories that follow the accounting criteria described below:

- i. Trading securities** - securities acquired before the purposes of frequent and active trading, adjusted to market value with a corresponding entry to profit or loss for the period;
- ii. Held-to-maturity securities** - securities acquired to be held to maturity, based on financial capacity studies, accounted for at the acquisition cost plus any income earned.
- iii. Available-for-sale securities** - securities that are not classified as "trading securities" or "held-to-maturity securities". These securities are adjusted to market value, and the result of the adjustment, net of tax effects, is recorded in a separate account in equity. Gains and losses, when applicable, are recognized in the statement of income.

The methodology for the mark-to-market of securities was established in compliance with consistent and verifiable criteria, which take into account the average trading price on the day of calculation or, in the absence thereof, pricing models that reflect the probable net realizable value.

Income from securities, irrespective of the category in which they are classified, is accrued on a daily *pro rata* basis, using the exponential or straight line method, based on the return clauses and acquisition costs distributed over the term of the investment and recognized directly in the statement of income for the period.

When available-for-sale securities are sold, the difference between the selling price and the initial acquisition cost, adjusted for accrued income, is considered as the result of the transaction and recognized as at the transaction date within "Gains or losses on securities".

The securities classified in the categories mentioned in items I, II and III are shown in Note 7(b).

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h. Derivative financial instruments

In compliance with BACEN Circular Letter 3,082/2001, derivative financial instruments are valued at market value at least at the time of preparation of monthly trial balances and balance sheets. Any appreciation or depreciation is recognized directly in the revenue or expense accounts for the respective derivative financial instruments.

The methodology for the mark-to-market of derivative financial instruments was established in compliance with consistent and verifiable criteria, which take into consideration the average trading price on the day of the calculation or, in the absence thereof, pricing models that reflect the probable net realizable value in accordance with the characteristics of the derivative.

Sicoob's derivative financial instruments are comprised solely of commodities futures transactions, held with an individual credit union. The last share forward transactions held with a multi-market fund matured in November 2017. The financial effects arising from these transactions are described in Note 7(d).

i. Provision for loan losses

The provision for loan losses is calculated based on management's judgment concerning the risk levels, considering the analysis and rating of the borrower and transaction, in compliance with the parameters established by CMN Resolution 2,682/99. This Resolution requires a periodic analysis of the loan portfolio, as well as the classification of its operations into nine levels, of which "AA" is the lowest risk level and "H" the highest risk level.

Income from lending operations overdue for more than 60 days, irrespective of their risk level, is only recognized in profit or loss after it has been received.

Operations classified at risk level "H" are transferred to the offsetting account, with the corresponding debit entry to the allowance account, only six months after their classification into this risk level. Renegotiated operations are maintained at the same risk level at which they were classified prior to renegotiation, and operations that had been previously recorded as losses start to be classified at risk level "H". Renegotiated operations are only transferred to the lowest risk level category after significant amortization has occurred, or when new relevant facts justify a change in their risk classification. Any gains arising from renegotiation are only recognized as income when they are effectively received. The allowance for loan losses, considered sufficient by management, complies with the minimum requirement established by the aforementioned Resolution, as shown in Note 9(c).

j. Investments

Investments are recorded at their acquisition cost, and equity interests in subsidiaries and associates are accounted for using the equity method.

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k. Property and Equipment

Property and equipment are recorded at their acquisition, formation or construction cost, including interest and other capitalized financial charges. Depreciation is calculated on a straight line basis, in accordance with the following annual rates, based on the useful lives of the assets: properties in use - 5%; equipment in use - 10%; vehicles and data processing equipment - 20%.

Other expenditure is capitalized only when there is an increase in the economic benefits related to the asset. Any other type of expenditure is recognized in the statement of income as an expense as it is incurred.

Impairment of Assets - A loss is recognized in the event there is clear evidence that the assets are not stated at their recoverable amount.

l. Intangible assets

These correspond to rights acquired in intangible assets that are intended for the maintenance of the entities that comprise Sicoob or exercised with this purpose. Intangible assets with a defined useful life are usually amortized on a straight line basis during an estimated period of economic benefit. Intangible assets comprise software acquired from third parties, and are amortized at an annual rate of 20%. Intangible assets are also reviewed for impairment on an annual basis.

m. Other current and non-current assets

These are stated at their net realizable value.

n. Deposits

Deposits comprise demand deposits, savings account deposits, time deposits, credit union deposit receipts and interbank deposits.

Savings accounts earn interest at rates established by the regulations in force, and are stated at the deposit amount, restated by 6% annual interest plus the Referential Rate (“TR”) variation.

The funds from time deposits and credit union deposit receipts are stated at the amount raised, plus any accrued income, on a daily *pro rata* basis, at floating or fixed rates, and are made available at a pre-established date.

Pursuant to the provisions of CMN Resolution 4,284/2013, all deposits in credit unions, except for interbank deposits, are protected by the Guarantor Credit Union Fund (“FGCoop”) up to the limit of R\$ 250 thousand per taxpayer registration number (“CPF”).

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o. Agribusiness Credit Notes (“LCAs”)

The credit notes regulated by Law 11,076/2004, issued by Sicoob's credit unions are backed by these credit unions' portfolio of agribusiness credit rights, which are comprised of: Rural Product Notes (“CPRs”) and Rural Credit Notes (“NCRs”). These credit notes are stated at the realizable value, plus adjustments based on floating or fixed rates. Such transactions are exempt from income tax and are guaranteed by FGCoop up to the limit of R\$ 250 thousand per CPF.

p. Interbank onlending and obligations arising from borrowing and onlending

These are stated at their known or determinable amounts, including accrued charges and monetary variations, net of the corresponding unrecognized expenses, where applicable.

q. Employee benefits - Private pension plan

Bancoob provides a defined contribution pension plan to the entire Sicoob system. The monthly contributions to the plan are recognized as an expense in the statement of income for the period.

r. Income tax and social contribution

The provision for income tax (“IRPJ”) is computed at the rate of 15%, plus a 10% surtax for annual income exceeding R\$ 240, and the provision for social contribution (“CSLL”) at the rate of 20% for the bank and 17% for the credit unions, on the taxable income calculated as established by the prevailing tax laws.

The calculation of the IRPJ and CSLL due from credit unions is subject to specific rules. When credit unions accrue income from non-cooperative activities, they are subject to the same rules applicable to financial institutions.

Tax assets were calculated in accordance with the aforementioned tax rates and are recognized considering the expected generation of future taxable income, over a maximum period of ten years, pursuant to CMN Resolution 3,059/2002 as amended by Resolution 3,355/2006. The expected generation of future taxable income is supported by a technical study prepared by management and updated on a semi-annual basis.

s. Contingent assets and liabilities and legal obligations

Provisions are recognized in the balance sheet when Sicoob has a legal or constructive obligation as a result of a past event, and it is probable that an outflow of funds will be required to settle the obligation. The provisions are recorded based on the best estimates of the risk involved.

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Contingent assets and liabilities - The recognition, measurement and disclosure of provisions, contingent assets and liabilities is carried out in accordance with CMN Resolution 3,823/2009, which requires financial institutions and other institutions authorized to operate by BACEN to comply with Technical Pronouncement CPC 25, issued by the Accounting Pronouncements Committee (CPC), as follows:

- **Contingent assets** - Contingent assets are not accounted for, except when there are real guarantees or unappealable court decisions for which a favorable outcome is virtually certain. Contingent assets for which a favorable outcome is classified as probable are only disclosed in the notes to the financial statements.
- **Contingent liabilities** - Contingent liabilities are recognized based on the opinion of the legal advisors, the nature and complexity of the lawsuits, and similarities with previous lawsuits, when the risk of an unfavorable outcome is classified as probable, generating an outflow of funds to settle the obligation, and the amounts involved can be measured reliably. The lawsuits for which unfavorable outcomes are classified as possible are only disclosed in the notes to the financial statements when the amounts are considered material on a stand-alone basis.
- **Legal obligations** - These are obligations that derive from a contract, through implicit or explicit terms, a law or other operation of law, which should be recognized by the member entities of Sicoob.

t. Other current and non-current liabilities

These are stated at their known or estimated amounts including, where applicable, the corresponding charges and monetary variations incurred.

u. Technical Pronouncements - CPCs

The Central Bank of Brazil has approved the adoption of the following Technical Pronouncements issued by the CPC, which were considered in the financial statements:

- CPC 00 (R1) - Basic Conceptual Pronouncement;
- CPC 01 (R1) - Impairment of Assets;
- CPC 03 (R2) - Statement of Cash Flow;
- CPC 05 (R1) - Related Party Disclosures;
- CPC 10 (R1) - Share-based Payments;
- CPC 23 - Accounting Policies, Changes in Accounting Estimates and Correction of Errors;
- CPC 24 - Events After the Reporting Period;

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- CPC 25 - Provisions, Contingent Liabilities and Contingent Assets; and
- CPC 33 (R1) - Employee Benefits.

The other Technical Pronouncements issued by the CPC will be applied after their adoption has been approved by the Central Bank of Brazil.

v. **Restatement of comparative data**

BACEN Circular Letter 3,828 issued on June 19, 2017, introduced changes to the accounting treatment of probable losses, receivables from financial institutions and other institutions authorized to operate by BACEN, and payment institutions participating in payment arrangements.

The combined financial statements as at December 31, 2016, presented for comparison purposes, have been adjusted and are being restated.

Restatement effects:

Assets	2016	Reclassification	2016 Restatement
Current assets			
Interbank relations - Payment transactions (a)	-	1,989,813	1,989,813
Other receivables - Sundry	4,495,926	(1,989,813)	2,506,113
Other current assets	36,760,623	-	36,760,623
Total current assets	41,256,549	-	41,256,549

(a) Recorded under "Payments and receipts pending settlement".

Liabilities	2016	Reclassification	2016 Restatement
Current liabilities			
Interbank relations - Payment transactions	-	1,607,354	1,607,354
Other payables - sundry	4,115,876	(1,607,354)	2,508,522
Other current liabilities:	52,254,917	-	52,254,917
Total current liabilities	56,370,793	-	56,370,793

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4 Breakdown of cash and cash equivalents

Cash and cash equivalents, presented in the combined statement of cash flow, are broken down as follows:

Cash	<u>2017</u>	<u>2016</u>
Available funds (Note 5)	<u>660,671</u>	<u>517,805</u>
Local currency	648,764	508,855
Foreign currency	11,907	8,950
Cash equivalents		
Short term interbank investments (up to 90 days)	<u>12,299,315</u>	<u>7,108,592</u>
Total	<u><u>12,959,986</u></u>	<u><u>7,626,397</u></u>

5 Available funds

	<u>2017</u>	<u>2016</u>
Local currency	648,764	508,855
Foreign currency	11,907	8,950
Total	<u><u>660,671</u></u>	<u><u>517,805</u></u>

6 Short term interbank investments

a. Breakdown of short term interbank investments

	<u>Maturity</u>			<u>2017</u>	<u>2016</u>
	<u>3 months or less</u>	<u>From 3 months to 1 year</u>	<u>Over 1 year</u>		
Investments in repurchase agreements	<u>12,299,315</u>	<u>-</u>	<u>-</u>	<u>12,299,315</u>	<u>7,618,008</u>
Resales pending settlement - own resources	10,250,771	-	-	10,250,771	6,439,277
Resales pending settlement - third party resources	2,048,544	-	-	2,048,544	1,178,731
Investments in interbank deposits	<u>388,358</u>	<u>1,472,726</u>	<u>60,227</u>	<u>1,921,311</u>	<u>1,900,033</u>
Investments in savings account deposits	<u>5,783</u>	<u>-</u>	<u>-</u>	<u>5,783</u>	<u>3,208</u>
Total	<u><u>12,693,456</u></u>	<u><u>1,472,726</u></u>	<u><u>60,227</u></u>	<u><u>14,226,409</u></u>	<u><u>9,521,249</u></u>

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b. Income from short term interbank investments

	2 nd six month period 2017	2017	2016
Own resources	484,415	938,149	715,811
Third party resources	63,931	131,676	135,779
Income from investments in interbank deposits	73,479	206,611	153,339
Total	621,825	1,276,436	1,004,929

7 Securities and derivative financial instruments

a. Securities

Securities are classified as "available for sale", "trading" and "held to maturity". The calculation of their market value considered the following parameters:

- i. For federal government securities (LTNs, LFTs, NTNs), the index disclosed by the Brazilian Association of Capital and Financial Markets Institutions ("ANBIMA") is used;
- ii. For investment funds ("FIDC") - subordinated shares - the latest price disclosed by the fund's administrator for the subordinated share, which represents the fair value of the fund's net assets, is used; and
- iii. Private securities are marked to market periodically, using a specific methodology that initially considers the prices available on liquid markets. Alternatively, fair values are calculated using a method that considers the average spreads (for similar private securities), in accordance with the size of the issuer.

Securities, including derivative financial instruments and short term interbank investments, are under the custody of the Central System for Custody and Financial Settlement of Securities ("CETIP"), the Special System for Settlement and Custody ("SELIC"), or the equities clearing house, except for investment fund shares for which records are kept by the respective administrators.

In compliance with Article 8 of BACEN Circular Letter 3,068/2001, securities classified as "held to maturity" are supported by a study that demonstrates Sicoob's financial capacity and management's intention to hold them to maturity.

It is worth mentioning that, pursuant to Article 1 of BACEN Circular Letter 3,068/2001, credit unions are released from the obligation to classify the securities held in their portfolios into the three categories provided for in the aforementioned Circular Letter. Accordingly, for the purposes of presentation of the combined financial statements, the securities held by these

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credit unions were classified as "Available for sale", since they do not fit into the other categories, according to Note 3(g).

For disclosure purposes, in accordance with Circular Letter 3,068/2001, the securities classified as "Trading securities" must be presented in current assets.

b. Breakdown of securities and derivative financial Instruments

Securities are broken down as follows:

	Maturity			2017	2016
	With no defined maturity and maturing in 3 months or less	From 3 months to 1 year	Over 1 year	Balance	Balance
I - AVAILABLE-FOR-SALE SECURITIES	1,614,782	2,177,025	14,920,838	18,712,645	16,800,984
Own portfolio	1,469,065	1,770,870	9,695,908	12,935,843	12,415,521
Financial Treasury Bills	316,246	847,699	7,512,628	8,676,572	7,227,501
Investment fund shares	929,661	-	-	929,661	1,384,766
Financial Bills (LFs)	223,158	919,121	2,032,119	3,174,398	3,715,439
Agribusiness Receivable Certificates (CRAs)	-	4,050	109,962	114,012	49,916
National Treasury Certificates	-	-	38,910	38,910	34,939
Other	-	-	2,289	2,289	2,960
Subject to repurchase agreements	3,017	-	612,153	615,170	139,065
Financial Treasury Bills	3,017	-	612,153	615,170	139,065
Linked to the provision of guarantees	142,700	406,155	4,569,497	5,118,352	4,246,398
Financial Treasury Bills	63,603	301,196	4,139,528	4,504,327	3,798,309
Financial Bills (LFs)	72,676	104,959	429,969	607,604	448,089
Investment fund shares	6,421	-	-	6,421	-
Linked to the Brazilian Central Bank	-	-	43,280	43,280	-
Financial Treasury Bills	-	-	40,288	40,288	-
National Treasury Certificates	-	-	2,992	2,992	-
II - TRADING SECURITIES	346,077	354,900	1,521,387	2,222,364	2,150,634
Own portfolio	346,077	354,900	1,521,387	2,222,364	2,150,634
Financial Treasury Bills	62,376	2,961	505,195	570,532	380,383
National Treasury Notes	-	1,530	19,269	20,799	18,862
Bank Deposit Certificates	76,564	46,121	-	122,685	89,649
Debentures	-	174	-	174	2,030
Financial Bills (LFs)	48,172	111,155	935,668	1,094,995	623,256
Term Deposits with Special Guarantees	105,614	192,959	61,255	359,828	983,432
Investment fund shares	53,351	-	-	53,351	53,022
III - HELD-TO-MATURITY SECURITIES	45,143	41,799	33,665	120,607	294,966
Own portfolio	45,143	41,799	33,665	120,607	294,966
Financial Treasury Bills	-	-	-	-	96,882
Bank Credit Notes	5,587	-	33,665	39,252	56,380
Bank Deposit Certificates	-	-	-	-	194
Term Deposits with Special Guarantees	39,556	41,799	-	81,355	141,510
Subject to repurchase agreements	-	-	-	-	24,879
Financial Treasury Bills	-	-	-	-	24,879
Linked to the provision of guarantees	-	-	-	-	1,123
Financial Treasury Bills	-	-	-	-	1,123
IV - DERIVATIVE FINANCIAL INSTRUMENTS	-	-	-	-	50,939
Forward sales receivable	-	-	-	-	49,623
Futures	-	-	-	-	92
Other	-	-	-	-	1,224
Total	2,006,002	2,573,724	16,475,890	21,055,616	19,323,525

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In 2017, there were no reclassifications of securities between categories.

At December 31, 2017, Sicoob had securities linked to the collateral provided, totaling R\$ 5,118,352 (2016 - R\$ 4,247,520).

c. Income from securities and derivative financial instruments

	2nd six month period 2017	2017	2016
Income from fixed-income securities	810,436	1,885,862	2,225,876
Income from investment funds	115,103	194,382	124,975
Income from short term interbank investments (Note 6(b))	621,825	1,276,436	1,004,929
Income from fixed-income securities	538	941	449
Income from derivative transactions	146	4,605	6,654
Expenses related to securities and derivative financial instruments	(5,895)	(13,936)	(11,383)
Other	7,412	15,320	13,377
Total	1,549,565	3,363,610	3,364,877

d. Breakdown of derivative financial instruments

	2017			2016		
	Assets	Liabilities	Exposure	Assets	Liabilities	Exposure
Forward sales receivable (a)	-	-	-	49,623	-	-
Futures (b)	-	235	20,000	92	-	20,000
Other	-	-	-	1,224	-	-
Total	-	235	20,000	50,939	-	20,000

In 2017, the result from derivatives amounted to R\$ 146 (R\$ 6,654 in 2016).

- (a) Relate to forward sales receivable held by a multi-market fund. The last forward transactions held by the fund matured in November 2017.
- (b) Relate to transactions in the futures market to hedge against the risk of fluctuations in the prices of commodities traded in transactions involving Financial Rural Product Notes ("CPRFs").

8 Interbank accounts - Assets

	2017	2016
Payments and receipts pending settlement (a)	3,265,528	1,992,311
Compulsory cash reserves with BACEN	44,911	32,655
BACEN - MCR 6-2 and 6-7 (b)	479,438	165,766
Other deposits with BACEN	702,480	287,320
Correspondents	143	145
Other	1,781	3,707
Total	4,494,281	2,481,904

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The results of compulsory investments amounted to R\$ 34,850 in 2017 (R\$ 41,892 in 2016).

- (a) Includes the balance of payment transactions, as described in Note 3(v).
(b) Relates to transfer to Rural Credit Funds to comply with the amount required in the BACEN's Rural Credit Manual (MCR) 6-2 and MCR 6-7.

9 Lending operations

a. Breakdown of the loan portfolio

	2017	2016
Loans and discounted notes	29,573,615	25,805,145
Financing	3,437,580	3,323,148
Rural and agribusiness financing	12,315,588	11,478,641
Real estate financing	6,039	387
Operations linked to the assignment of receivables (a)	18,864	29,584
Sub-total	45,351,686	40,636,905
(-) Provision for loan losses	(2,483,721)	(2,160,845)
Total	42,867,965	38,476,060

- (a) Relates to the assignment of Financial Rural Producer Notes (“CPRFs”) and Bank Credit Notes (“CCBs”) to a securitization company.

b. Breakdown of the portfolio by industry and maturity

	Past-due and falling due within up to 3 months	Falling due					Total 2017	Total 2016
		From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years	Over 15 years		
Rural	1,627,748	6,812,299	2,570,613	740,423	564,505	-	12,315,588	11,478,641
Financial intermediaries	20,042	38,909	50,758	5,210	669	-	115,588	196,056
Legal entities								
Services	1,280,000	1,654,204	2,076,150	656,569	268,352	265	5,935,540	4,016,363
Manufacturing	1,612,322	1,332,087	1,314,345	409,618	114,234	802	4,783,408	3,082,027
Commerce	2,137,215	1,925,026	1,650,912	429,447	120,606	1,914	6,265,120	6,223,007
Individuals	3,364,690	4,556,222	5,020,846	1,838,433	782,591	7,577	15,570,359	15,061,201
Other (a)	49,644	43,758	55,334	17,468	199,621	258	366,083	579,610
Total	10,091,662	16,362,504	12,738,959	4,097,168	2,050,578	10,818	45,351,686	40,636,905

- (a) Relates predominantly to legal entities whose activities are classified as Commerce/Manufacturing and, therefore, do not fit into the manufacturing or commerce fields of activity on an individual basis.

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c. Breakdown of the allowance for loan losses by risk level

Risk	Percentage	2017			2016		
		Balance of the portfolio	% of the portfolio	Amount of allowance	Balance of the portfolio	% of the portfolio	Amount of allowance
AA	0.00%	1,337,994	2.95%	-	2,297,091	5.64%	-
A	0.50%	19,854,779	43.78%	101,174	19,808,648	48.75%	99,048
B	1.00%	14,281,588	31.49%	151,572	11,268,556	27.73%	112,691
C	3.00%	5,824,863	12.84%	179,546	3,761,211	9.26%	112,841
D	10.00%	1,324,001	2.92%	133,601	1,077,831	2.65%	107,788
E	30.00%	692,237	1.53%	207,761	565,300	1.39%	169,593
F	50.00%	452,965	1.00%	227,482	441,089	1.09%	220,544
G	70.00%	338,913	0.75%	238,239	262,798	0.65%	183,959
H	100.00%	1,244,346	2.74%	1,244,346	1,154,381	2.84%	1,154,381
Total		45,351,686	100.00%	2,483,721	40,636,905	100.00%	2,160,845

d. Concentration of lending operations

	2017	%	2016	%
10 largest debtors	203,823	0.63%	207,992	0.51%
50 next largest debtors	643,650	1.42%	604,120	1.49%
100 next largest debtors	741,021	1.63%	701,112	1.73%
Other	43,683,192	96.32%	39,123,681	96.27%
Total	43,351,686	100.00%	40,636,905	100.00%

e. Changes in the allowance for loan losses

	2017	2016
Balance at the beginning of the year	2,160,845	1,510,399
Constitution (reversal) of allowance for loan losses	1,789,765	1,699,910
Lending operations written off as losses	(1,466,889)	(1,049,464)
Balance at the end of the year	2,483,721	2,160,845

From the total loans written off during the year, R\$ 472,874 was recovered (R\$ 383,416 in 2016).

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f. Income from lending operations

	2nd six month period 2017	2017	2016
Loans and discounted notes	3,584,705	7,089,517	6,561,386
Financing	324,202	648,677	654,694
Rural and agribusiness financing	562,320	1,156,243	1,234,770
Real estate financing	224	288	23
Interbank onlending	16,890	16,901	-
Other	840	2,491	-
Sub-total	4,489,181	8,914,117	8,450,873
Recovery of credits written-off as losses	293,334	472,874	383,416
Total	4,782,515	9,386,991	8,834,289

10 Other receivables - sundry

a. Breakdown

	2017	2016
Deposits in court (a)	642,945	597,914
Tax assets (Note 11(a))	74,256	36,343
Taxes recoverable or to be offset	122,887	85,863
Receivables from payment transactions (b)	2,443,943	1,681,596
Notes and credits receivable	173,541	128,420
Salary prepayments and advances	15,612	14,477
Advance payments on property and equipment	36,270	22,630
Prepaid expenses	16,954	15,698
Payments to be reimbursed	70,975	59,793
Debtors for purchase of assets (c)	402,814	259,911
Other	195,701	201,382
Sub-total	4,195,899	3,104,027
Allowance for losses on other receivables	(123,262)	(94,862)
Total	4,072,637	3,009,165

- (a) Relates to deposits in court made by Sicoob entities, at the request of the court or in accordance with a strategy adopted by these entities, without the actual settlement of the contingent liability.
- (b) Relates to transactions carried out by holders of Cabal/Mastercard credit cards.
- (c) Relates mainly to notes receivable for properties sold in loan renegotiation transactions, which are substantially adjusted by the variation of the Long Term Interest Rate (TJLP) or of the Interbank Deposit Certificate (CDI) rate.

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b. Allowance for loan losses - Other receivables with loan characteristics

	2017	2016
Balance at the beginning of the year	94,862	59,328
Constitution (reversal) of allowance for losses in the year	28,400	35,534
Balance at the end of the year	123,262	94,862

11 Tax assets, income tax and social contribution on net income

At December 31, 2017, Sicoob recorded the amount of R\$ 74,256 (2016 - R\$ 36,343) under "Other receivables" (Note 10), referring to temporary differences between the accounting result and the taxable result, mainly related to Bancoob.

a. Breakdown

	2017		2016	
	Income tax	Social contribution (a)	Income tax	Social contribution (a)
Provision for loan losses	64,384	64,384	50,092	50,092
Civil and labor contingencies	3,668	3,668	2,260	2,260
Adjustment to market value - securities	1,941	1,941	12,427	12,427
Profit sharing	9,164	9,164	8,959	8,959
Commission on Payments Integrated Solutions (SIPAG) Acceleration Program	1,816	1,816	-	-
Government Severance Indemnity Fund for "Billion Awarded" campaign	1,067	1,067	1,086	1,086
	-	-	1,172	1,172
Provisions for the national sales campaign	5,751	5,751	-	-
Card bonus	84,085	84,085	2,518	2,518
Legal fees	1,518	1,518	7,258	7,258
Other provisions	4,949	4,949	333	333
Amount	178,343	178,343	86,105	86,105
Tax rates	25%	20%	25%	20%
Tax assets recognized	44,586	29,438	21,526	14,817

(a) At December 31, 2017, social contribution tax credits are recognized on temporary differences at the rate of 20% up to December 2018, and at the rate of 15% from January 2019, in accordance with Law 13,169/15.

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b. Changes

	2017		2016	
	Income tax	Social contribution	Income tax	Social contribution
At December 31				
Deferred tax assets	21,527	14,817	16,497	13,198
Deferred tax liabilities	(1,209)	(809)	-	-
	20,318	14,008	16,497	13,198
Adjustment to profit (loss)	25,809	16,331	2,546	204
Tax assets recognized	30,548	26,272	9,377	7,501
Tax assets derecognized	(4,739)	(9,940)	(6,831)	(7,297)
Changes in deferred taxes	(1)	(1)	-	-
Adjustment to equity (securities)	(3,093)	(1,871)	3,692	2,225
Tax assets recognized	2,827	2,833	5,005	4,005
Tax assets derecognized	(5,449)	(4,440)	(2,522)	(2,589)
Changes in deferred taxes	(471)	(264)	1,209	809
Changes	22,716	14,460	6,237	2,429
At December 31				
Deferred tax assets	44,715	29,541	21,526	14,817
Deferred tax liabilities	(1,681)	(1,073)	(1,209)	(809)
	43,034	28,468	20,317	14,008

c. Expected realization of tax credits

Based on a study conducted by management on the expected generation of future taxable income, the tax credits will be realized within five years, distributed as follows:

	Nominal amount	Present value
2018	28,078	26,000
2019	15,064	13,015
2020	14,093	11,255
2021	5,777	4,269
2022	2,962	2,027
2023 to 2027	8,282	5,250
Total tax credits	74,256	61,816

The present value of tax credits was calculated considering the SELIC rate projected for the years in which they are projected to be realized. years of realization.

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12 Other assets

	<u>2017</u>	<u>2016</u>
Assets not for own use		
Properties	678,405	489,100
Vehicles and similar items	10,101	13,203
Machinery and equipment	2,815	3,474
Assets under a special regime	178,544	165,467
Other	5,164	3,115
Sub-total	875,030	674,359
(-) Provision for impairment of other assets	(18,021)	(25,849)
Total assets not for own use	857,009	648,510
Other assets		
Materials in stock	9,148	4,145
Prepaid expenses	79,625	65,800
Total other assets	945,782	718,455

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13 Investments

Investments in Central Credit Unions and in the Sicoob Confederation are stated at cost, and investments in associates and subsidiaries are valued using the equity method, and recorded in non-current assets, under "Investments". Adjustments arising from equity interests were included under the line item "Equity in the results of subsidiaries and associates".

	2017				2016			
	Ownership interest %	Investment amount	Equity in the results	Goodwill	Ownership interest %	Investment amount	Equity in the results	Goodwill
Sicoob Confederação (a)	100.00%	270,626	-	-	100.00%	243,926	-	-
Cabal Brasil Ltda. (b)	80.00%	35,351	5,206	7,458	80.00%	20,892	6,354	9,345
Bancoob PAR (c)	100.00%	28,939	4,534	-	100.00%	23,733	892	-
Ponta Administradora de Consórcios (d)	99.99%	25,426	18,534	-	99.99%	16,817	5,558	-
Sancor Seguradora (e)	25.00%	25,018	7,497	-	-	1,011	-	-
Sicoob Minaseg (e)	99.99%	10,572	1,800	-	99.99%	3,950	735	-
Other	-	39,279	1,917	-	-	26,343	3,428	-
Total		435,211	39,488	7,458		336,672	16,967	9,345

- (a) Third-level union established by Sicoob's central unions for the purpose of safeguarding the interests of the System, by standardizing, supervising and integrating operations, finances, standards and technology. This union also defines communication and marketing policies and strategies, mainly as regards the Sicoob brand.
- (b) Operator of the Mastercard, Visa and Cabal credit cards within Sicoob, controlled by Bancoob.
- (c) Investment in Bancoob Participações em Seguridade S.A. - Bancoob PAR Seguridade, which holds an equity interest in Sicoob Seguradora.
- (d) Sicoob's Consortium Administrator, controlled by Bancoob.
- (e) Investments held by two of Sicoob's Central Credit Unions.

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14 Property and equipment and intangible assets

	2017			2016		
	Restated cost	Accumulated depreciation/ amortization	Net book value	Restated cost	Accumulated depreciation/ amortization	Net book value
Property and equipment in use	2,224,927	(768,237)	1,456,690	1,883,055	(654,569)	1,228,486
Construction in progress	138,898	-	138,898	141,907	-	141,907
Land	141,477	-	141,477	127,225	-	127,225
Buildings	642,303	(117,573)	524,730	526,052	(95,133)	430,919
Furniture, fixtures and facilities	732,722	(313,706)	419,017	552,351	(230,823)	321,528
IT equipment	568,018	(336,346)	231,672	482,185	(289,597)	192,588
Other	1,509	(611)	898	53,335	(39,016)	14,319
Intangible assets	177,137	(128,397)	48,740	173,540	(110,779)	62,761
Software	177,137	(128,397)	48,740	173,540	(110,779)	62,761
Total	2,402,064	(896,634)	1,505,430	2,056,595	(765,348)	1,291,247

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15 Deposits

a. Breakdown by type and maturity

	Maturity				2017	2016
	Without defined maturity	3 months or less	From 3 months to 1 year	Over 1 year		
Deposits						
Demand deposits	10,353,450	-	-	-	10,353,450	8,060,806
Savings deposits	3,891,630	-	-	-	3,891,630	3,166,741
Interbank deposits	-	487,477	2,969,113	141,945	3,598,535	3,434,129
Bank Deposit Certificates (CDBs)	-	14,489	22,582	371,845	408,915	306,685
Notice deposits	-	-	799,430	-	799,430	843,267
Credit Union Deposit Receipts (RDCs)	36,631,812	-	-	-	36,631,812	32,205,731
Other	127	-	-	-	127	168
Total	50,877,019	501,966	3,791,125	513,790	55,683,900	48,017,527

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b. Expenses for money market funding

	<u>2nd six month period 2017</u>	<u>2017</u>	<u>2016</u>
Savings deposits	100,050	208,094	220,405
Interbank deposits	119,338	275,735	197,080
Time deposits/RDC	1,489,007	3,409,522	3,857,402
Notice deposits	33,882	81,158	112,025
Open market funding	7,404	15,968	17,819
Agribusiness Credit Bills (LCAs)	89,760	178,134	116,235
Other funding expenses	39,726	76,143	65,905
Total	<u>1,879,167</u>	<u>4,244,754</u>	<u>4,586,871</u>

16 Repurchase agreement obligations

	<u>Maturity</u>			<u>2017</u>	<u>2016</u>
	<u>3 months or less</u>	<u>From 3 months to 1 year</u>	<u>Over 1 year</u>		
Own portfolio	1,064	7,437	-	8,501	28,109
Third party portfolio	436,207	-	-	436,207	78,870
Total	<u>437,271</u>	<u>7,437</u>	<u>-</u>	<u>444,708</u>	<u>106,979</u>

17 Funds from acceptance of bills of exchange, real estate and mortgage notes, and debentures

Agribusiness Credit Notes (LCAs) are backed by Rural Product Notes (CPRs), at fixed or floating rates.

	<u>Maturity</u>			<u>2017</u>	<u>2016</u>
	<u>3 months or less</u>	<u>From 3 months to 1 year</u>	<u>Over 1 year</u>		
Agribusiness Credit Notes	654,502	1,511,207	490,899	2,656,608	1,388,134
Total	<u>654,502</u>	<u>1,511,207</u>	<u>490,899</u>	<u>2,656,608</u>	<u>1,388,134</u>

In 2017, funding expenses for LCA amounted to R\$ 178,134 (R\$ 116,235 in 2016).

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18 Interbank accounts payable

a. Breakdown of obligations to participants in settlement systems

	2017	2016
Payment transactions (a)	2,235,308	1,607,354
Receipts and payments pending settlement	25,050	12,179
Correspondents	2,219	2,392
Other	241	9,217
Total	2,262,818	1,631,142

(a) The increase in obligations to participants of settlement systems relates to the balance of payment transactions, in compliance with the provisions of BACEN Circular Letter 3,828, of June 19, 2017.

19 Borrowing, onlending and interbank onlending

a. Breakdown of borrowing and onlending - In Brazil and abroad

Onlending in Brazil comprise mainly funds obtained from BNDES/the Government Agency for Machinery and Equipment Financing (“FINAME”), the National Treasury, BACEN and Funcafé.

	Maturity				2017	2016
	With no defined maturity	3 months or less	From 3 to 12 months	Over 12 months		
In Brazil	-	450,589	2,045,253	2,069,857	4,565,699	3,548,439
BACEN MCR 6-2 (a)	-	-	479,438	-	479,438	165,765
National Treasury	-	-	-	1,009	1,009	1,109
BNDES	-	73,362	196,633	1,163,150	1,433,145	1,216,257
Banco do Brasil	-	89,558	18,418	43,626	151,602	273,420
FINAME	-	29,979	123,918	533,007	686,904	664,238
Funcafé	-	182,261	741,672	222,609	1,146,542	736,398
Other financial institutions (b)	-	75,429	485,174	106,456	667,059	491,252
Abroad	664	-	-	-	664	664
Other	664	-	-	-	664	664
Total	664	450,589	2,045,253	2,069,857	4,566,363	3,549,103

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- (a) Transfer to Rural Credit Funds to comply with the amount required in BACEN's Rural Credit Manual (MCR) 6-2 and MCR 6-7.
(b) Onlending held mainly with Bradesco, Itaú, and Santander.

b. Expenses from borrowing and onlending

	<u>2nd six month period 2017</u>	<u>2017</u>	<u>2016</u>
National Treasury	5,923	12,366	21
BNDES	28,404	53,388	44,470
FINAME	10,145	18,357	13,207
Banco do Brasil	2,032	4,859	15,673
Funcafé and financial institutions	41,675	76,699	81,463
Other	7,222	15,313	64,736
Total	<u>95,401</u>	<u>180,982</u>	<u>219,570</u>

20 Other payables

a. Tax and social security liabilities

	<u>2017</u>	<u>2016</u>
Provision for income tax and social contribution	177,822	132,004
PIS/COFINS/ISSQN and other taxes	78,058	75,860
Taxes payable on third party services	12,030	9,994
Taxes and contributions on salaries	84,219	76,874
Deferred taxes and contributions (mark-to-market of securities) (Note 11(b))	2,754	2,017
Other taxes payable	8,395	6,072
Total	<u>363,278</u>	<u>302,821</u>

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b. Breakdown of other payables - sundry

	<u>2017</u>	<u>2016</u>
Payment orders pending settlement (a)	62,131	114,807
Provision for administrative expenses (b)	289,419	253,382
Provision for personnel expenses	361,875	303,510
Obligations related to official agreements – INSS	32,070	28,429
Payments not yet processed	29,231	18,879
Payables to third parties	44,415	33,114
Settlement – collection	9,859	7,145
Contingent liabilities (c)	653,468	625,335
Checks deposited	27,683	18,326
Credit card obligations (d)	145,276	39,238
Payables for the acquisition of assets and rights	37	18,127
Obligations related to payment transactions (e)	2,244,363	1,406,468
Obligations related to fund shares (f)	161,361	107,418
Guarantee fund for deposits/assets (g)	26,954	66,280
Obligations related to the assignment of lending operations (h)	18,871	29,718
Other	<u>242,758</u>	<u>63,681</u>
Total	<u>4,349,771</u>	<u>3,133,857</u>

- (a) Relates to payment orders pending settlement, which had not been cleared up to December 31, 2017.
- (b) Relates to provisions for the payment of expenses such as water, electricity, gas, rental, communication, publicity and advertising, etc.
- (c) Relates to contingent liabilities for which an unfavorable outcome has been classified as probable based on the opinion of legal counsel, consisting of tax, civil and labor lawsuits (Note 21(a.1)).
- (d) Corresponds to obligations assumed in relation to the Mastercard brand to the storeowners of the Cabal chain for transactions carried out by cardholders.
- (e) Relates mainly to payables in connection with acquiring operations. The increase arose from the higher volume of transactions.
- (f) Relates to the fund shares held by shareholders that are not members of Sicoob.
- (g) Relates mainly to contributions to the Fund for Reimbursement of Receivables (“FRV”), the purpose of which is to cover damages/losses incurred by credit unions that are not covered by insurance companies.
- (h) Relates to payables for the assignment of CPRFs and CCBs to a securitization company.

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21 Contingent liabilities and legal obligations

The entities that comprise Sicoob are parties to tax-related lawsuits and administrative proceedings. These lawsuits are classified by the internal and external legal advisors based on the likelihood of a successful outcome. The opinion of the legal advisors takes into consideration the nature and specifics of each lawsuit, as well as the case law in the higher courts.

The provisions for contingent liabilities are recognized, measured and disclosed in accordance with CMN Resolution 3,823/2009, as summarized below:

- i. A provision is recognized only when: (a) the entities that comprise Sicoob have a present legal or constructive obligation as a result of past events; (b) it is probable that an outflow of resources will be required to settle the obligation; and (c) the amount of the obligation can be estimated reliably. In the event that any of the above conditions is not met, the provision is not constituted.
- ii. Based on these assumptions, when it is probable that a present obligation exists at the balance sheet date, Sicoob records a provision, and, when this probability does not exist at the balance sheet date, Sicoob discloses the contingent liability, unless the possibility of an outflow of resources is considered remote.

Management understands that the provision recorded is sufficient to cover any losses arising from the existing lawsuits, as shown below:

a. Legal obligations classified as "probable losses"

The contingencies classified as "probable losses" arise mainly from lawsuits and administrative proceedings of a tax and labor nature, inherent in the normal course of business, filed by third parties, former employees and public agencies.

a.1. Breakdown of balance sheet balances

	2017		2016	
	Deposits in court	Provisions	Deposits in court	Provisions
Tax (a)	456,683	569,958	441,128	507,949
Labor	6,870	14,679	7,835	21,340
Civil	179,392	68,831	148,951	96,046
Total	642,945	653,468	597,914	625,335

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- (a) Tax lawsuits are being discussed at the administrative level, and relate to tax assessment notices received from the Federal Revenue Service with respect to Corporate Income Tax (IRPJ), Social Contribution on Net Income (CSLL), Social Integration Program (PIS), and Social Contribution on Revenue (COFINS) levied on returns from financial investments.

a.2. Changes in the provisions for contingencies

	2017				2016
	Tax	Labor	Civil	Total	Total
Opening balance at December 31	507,949	21,340	96,046	625,335	484,394
Additions/reversals/adjustments in the year	62,009	(6,661)	(27,215)	28,133	140,941
Closing balance at December 31	569,958	14,679	68,831	653,468	625,335

The provision for tax contingencies is recorded under "Other obligations - tax and social security" (Note 20(a)), and under "Other obligations - sundry". The provisions for civil and labor contingencies are recorded under "Other obligations - sundry" (Note 20 (b)).

Nature of lawsuits classified as representing "probable losses"

- i. Labor** - these are basically lawsuits filed by employees claiming overtime hours in addition to the regular six-hour workday.
- ii. Civil** - these relate basically to contractual terms, registration of clients in credit protection services, and pain and suffering.

b. Contingencies classified as "possible losses"

The lawsuits classified as possible losses are not recognized, and are only disclosed when the amount involved is material. The following contingencies are classified as "possible losses": **(i)** civil lawsuits filed by members against credit unions; **(ii)** civil lawsuits discussing Bancoob's joint liability in relation to deposits with credit unions; **(iii)** civil lawsuit discussing Bancoob's civil liability for an error made by a credit union, **(iv)** labor lawsuits; **(v)** tax and social security administrative proceedings, as described in Note 21 (a.1 (a)).

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22 Equity

a. Capital

Capital is comprised of units with a value of R\$ 1.00 each, with each member of the System entitled to one vote, irrespective of the number of units held.

During 2017, the entities that comprise Sicoob increased its capital by R\$ 1,167,201 (R\$ 1,463,900 in 2016).

In the same period, the total number of members was 4,011,429 (3,554,041 in 2016), of which 3,389,552 are individuals and 621,877 are legal entities (3,062,115 individuals and 491,926 legal entities in 2016).

b. Legal reserve

This reserve is constituted through the allocation of surpluses, at a percentage established in the bylaws, and is used to offset losses and foster development in the credit unions' activities.

c. Dividends

Bancoob's shareholders are entitled to mandatory minimum dividends corresponding to 5% of adjusted profit for the year. In 2017, Bancoob recorded a provision for dividends in the amount of R\$ 8,296 (R\$ 7,752 in 2016).

d. Interest on equity

Interest on equity, which is adjusted by the TJLP, was recognized in the statement of income for the period. The amount of interest on equity is presented in the combined statement of changes in equity, as an allocation of the surplus for the year.

e. Fund for Technical, Educational and Social Assistance (“FATES”)

This fund is intended for educational activities and the provision of assistance to members, their relatives, and the employees of the credit unions. Funds derived from non-cooperative activities, as well as at least 5% of the net surpluses for the year, are allocated to FATES, as provided in the bylaws. The amounts payable are recognized within a specific line item in liabilities, in accordance with the Accounting Chart for Institutions of the National Financial System (“COSIF”).

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f. Calculated losses

Pursuant to Supplementary Law 130/2009, the losses computed for the year by credit unions are covered using funds from the Legal Reserve. In the event that the aforementioned funds are not sufficient, the losses will be apportioned to the members and covered using the surpluses for future years.

g. Accumulated Surpluses

Surpluses are distributed and allocated in accordance with the bylaws of each entity, in compliance with BACEN standards, as approved at the Annual General Meeting.

h. Adjustment to Market Value

These are adjustments arising from the mark-to-market of available-for-sale securities, as required by BACEN Circular Letter 3,068/2001, net of tax effects (Note 11 (a)), applicable only to securities held by Bancoob and Bancoob DTVM.

23 Management of third party funds

At June 30, 2017, total third party funds managed by Bancoob DTVM amounted to R\$ 19,457,638 (R\$ 14,805,650 in 2016), of which R\$ 15,404,227 (R\$ 11,400,904 in 2016) were related to securities management, and R\$ 4,053,411 (R\$ 3,404,746 in 2016) to investment fund management. Income from the management of third party funds is recognized under "Income from investment fund management" and totaled R\$ 7,357 (R\$ 7,873 in 2016) in 2017.

24 Operational Limits - Basel Accord

In accordance with CMN Resolutions 4,192 and 4,193, both of 2013, financial institutions authorized to operate by BACEN must calculate and maintain reference equity consistent with the risks of their activities. Each entity that is part of the System must comply with the provisions of the aforementioned Resolutions.

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25 Other items in the financial statements

a. Income from services provided and banking fees

	2nd six month period 2017	2017	2016
Income from management of funds (Note 23)	2,391	7,358	7,873
Income from collection services	96,767	219,080	182,997
Income from custody services	1,182	2,282	2,267
Income from banking services (a)	37,669	54,316	40,519
Income from payment services (b)	250,345	402,483	295,849
Income from prepayments of obligations related to payment transactions	157,291	280,322	-
Income from guarantees provided	1,182	2,601	3,515
Income from acquiring services	10,661	10,661	16,818
Income from services - commission (c)	87,301	116,257	53,038
Income from bank fees	330,364	619,356	502,618
Income from public utility companies (d)	50,190	125,516	84,842
Other	105,332	171,397	23,269
Total	1,130,675	2,011,629	1,213,605

(a) Relates to the provision of services to the members of Sicoob not related to bank fees.

(b) Relates to exchange services, withdrawals, electronic checks, annual fees of cards, credit card management services etc.

(c) Relates to commission received on sales of services or products.

(d) Relates to fees charged for collection services rendered to public utility companies.

b. Personnel expenses

	2nd six month period 2017	2017	2016
Fees paid to Officers and Directors	167,357	325,702	286,739
Salaries (a)	736,686	1,408,688	1,225,203
Social charges (b)	275,796	534,089	465,345
Benefits (c)	234,462	442,108	356,609
Training	12,483	18,878	12,757
Interns' compensation	8,436	15,979	13,414
Total	1,435,219	2,745,444	2,360,067

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- (a) Relates mainly to salaries, overtime, and provisions for 13th month's salary and vacation pay.
 (b) Relates mainly to provisions for National Institute of Social Security ("INSS") and Government Severance Indemnity Fund for Employees ("FGTS") charges.
 (c) Relates mainly to healthcare benefits, transportation and meal vouchers provided to employees.

c. Administrative expenses

	2nd six month period 2017	2017	2016
Water, electricity and gas	25,480	52,736	50,265
Rental expenses	83,082	159,894	135,206
Communication	72,638	142,134	127,363
Maintenance and preservation	38,919	71,712	62,192
Materials	20,721	43,773	41,205
Data processing	152,777	308,936	203,869
Promotions and public relations	57,052	91,837	69,561
Advertising and publicity	34,665	66,834	48,272
Publications	1,153	3,290	3,480
Financial system services (a)	228,828	472,231	498,525
Travel	21,845	37,979	28,593
Outsourced services	84,929	173,536	158,469
Security and surveillance	78,551	153,316	130,555
Specialized technical services	81,134	150,839	122,722
Transportation	67,776	126,410	99,122
Insurance	13,696	25,880	24,814
Philanthropic contributions	1,926	3,951	3,118
Depreciation and amortization	91,454	175,995	149,484
Legal expenses and notarial fees	21,443	42,346	34,839
Other administrative expenses	100,381	205,637	146,545
Total	1,278,452	2,509,267	2,138,199

- (a) Relates mainly to expenses for settlement and clearance services, the issue of checkbooks, the Brazilian Payment System ("SPB"), Centralized Check Clearance Service ("COMPE") processing fees, services rendered to credit card brands, fees paid to inspection agencies, etc.

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d. Other operating income

	2nd six month period 2017	2017	2016
Income from credit cards	37,399	104,752	127,851
Recovery of charges and expenses	85,315	143,820	178,843
Reversal of operating provisions (a)	42,995	71,100	78,070
Income from Onlending - <i>Del Credere</i>	7,602	15,669	19,514
Adjustment of deposits with the courts	6,785	17,128	10,037
Management's fees	8,724	18,890	17,503
Acquiring operations	138,365	202,057	217,721
Income from insurance	-	6,397	11,643
Surpluses received from Sicoob Confederation	-	28,999	20,538
Reversal of provision for guarantees provided	17,980	28,114	8,864
Other	2,313	7,733	62,581
Total	347,478	644,659	753,165

e. Other operating expenses

	2nd six month period 2017	2017	2016
Credit card administration expenses	157,344	218,585	158,405
Adjustment of INSS tax credits	802	1,901	2,081
Expenses for collection fees	17,987	36,090	4,477
Discounts granted	49,372	84,009	41,109
Contributions to the guarantor fund	4,327	8,547	7,700
Contributions to the fund for development	6,345	12,575	7,930
Cancellation of pending fees	27,684	51,928	41,141
Return of income	9,677	19,018	20,507
Contingent liabilities	7,939	17,939	24,644
Provisions for guarantees	60,030	81,650	-
Sundry contributions	10,265	12,690	3,013
Contributions to the fund for reimbursements	10,960	17,938	30,660
Contributions to the fund for information technology	24,353	49,104	44,583
Payment acquiring operations	63,014	67,009	35,416
Other	54,327	75,583	9,982
Total	504,426	754,566	431,648

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f. Non-operating income (expenses)

	2nd six month period 2017	2017	2016
Non-operating income	32,353	51,388	53,284
Non-operating expenses	(35,206)	(54,617)	(40,440)
Provision for devaluation of assets not for own use	(4,427)	(7,286)	(15,269)
Amortization of goodwill - Cabal Brasil Ltda.	(884)	(1,887)	(2,303)
Total	(8,164)	(12,402)	(4,728)

26 Other information

a. Agreements for the offsetting of payables against receivables from the same financial institution

As established by CMN Resolution 3,263/2005, Sicoob has investments in financial institutions that allow it to offset payables against receivables held with these institutions. The amounts receivable and payable are stated in the balance sheet in the line items related to products, in assets and liabilities, respectively.

b. Insurance

The System's assets are insured against risks at amounts deemed sufficient by management to cover any losses, taking into consideration the nature of its activities.

c. Guarantees provided

The guarantees provided by the credit unions that comprise Sicoob, through financial charges related to endorsements and sureties, totaled R\$ 5,021,514 (R\$ 4,032,234 in 2016) at December 31, 2017. Income from guarantees provided amounted to R\$ 7,358 (R\$ 3,515 in 2016).

d. Employee benefits - Private pension plan

The entities that comprise the Sicoob System are sponsors of the Sicoob Private Pension Foundation (“Sicoob Previ”), a defined contribution plan established in

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November 2006, to provide its participants and their dependents with pension benefits that supplement the benefits provided by the official social security system.

The contributions to Sicoob Previ totaled R\$ 9,157 at December 31, 2017 (R\$ 7,252 in 2016).

e. Profit sharing

Sicoob offers profit sharing to its employees, which is calculated in accordance with the Collective Labor Agreement. Up to December 31, 2017, profit sharing totaling R\$ 61,179 (2016 - R\$ 49,009) had been accrued.

f. Inspections

Accounting, tax and labor records are subject to review by the relevant supervisory authorities for varying periods, pursuant to the applicable legislation.

27 Related party transactions

a. Bancoob's subsidiaries

The balances of Bancoob's subsidiaries at December 31, 2017, were as follow:

	Bancoob DTVM		Bancoob PAR		Cabal		Consórcio Ponta	
	2017	2016	2017	2016	2017	2016	2017	2016
Liabilities	4,271	3,801	512	487	44,338	35,313	43,830	17,344
Demand deposits	3	6	4	2	5,796	2,728	526	8
Time deposits	4,268	3,795	508	485	38,542	26,928	43,304	17,336
Payables	-	-	-	-	-	5,657	-	-
Expenses	163	232	27	31	26,881	19,784	1,409	1,228
Funding expenses	163	232	27	31	1,281	380	1,409	1,102
Administrative expenses	-	-	-	-	25,600	19,404	-	126
Income	-	-	-	-	8	-	242	-
Sundry income	-	-	-	-	8	-	242	-

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b. Sicoob's credit unions

The balances of transactions carried out with Sicoob's credit unions are presented below:

	<u>2017</u>	<u>2016</u>
Assets	64,557,111	55,318,399
Lending operations	8,099,496	7,800,123
Marketable securities	8,226,443	9,983,919
Short term interbank investments	25,079,729	20,183,419
Interbank accounts	22,993,432	17,159,558
Other receivables	125,369	164,343
Prepaid expenses - Credconsignado commission	32,642	27,037
Liabilities	56,047,966	46,951,653
Demand deposits	518	105
Interbank deposits	23,020,406	18,946,860
Time deposits	8,067,302	9,983,218
Repurchase agreements - own portfolio	605,763	135,457
Repurchase agreements - third party portfolio	654,908	482,789
Commissions payable - Credconsignado	1,862	1,600
Commission payable - Rural Credit	5,619	-
Amounts payable - <i>Del Credere</i> (Note 20(d))	24,294	18,014
Amounts payable - Collection fees for agreements	6,569	6,696
Interbank accounts	23,003,635	16,761,043
Borrowing and onlending	515,609	469,429
Other payables	141,481	146,442
Income	6,734,723	6,471,946
Lending operations	622,287	520,032
Short term interbank investments and securities	3,406,703	3,724,793
Income from services rendered	91,874	85,251
Other operating income	2,613,859	2,141,870
Expenses	5,382,518	5,570,228
Funding	3,029,363	3,349,492
Other operating income (expenses)	2,353,155	2,220,736

c. Investment funds

The balances of transactions carried out with combined investment funds and Bancoob are presented below:

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Fund	2017			2016		
	Repurchase agreements	Time deposits	Funding expenses	Repurchase agreements	Time deposits	Funding expenses
Minascoop - Fixed-income investment fund - Private Credit	2,232	4	105	1,795	2	76
Bancoob Centralização - Fixed-income investment fund - Private Credit	906,613	8	29,389	559,417	9	29,662
Coopmútuo - Multi-market investment fund - Private Credit	11,534	5	2,778	6,092	2	1,379
Invest Rio - Fixed-income investment fund - Private Credit	1,289	7	286	4,063	6	250
Unicoob - Fixed-income investment fund - Private Credit	240	5	9	143	1	97
Sicoob Unimais - Fixed-income investment fund - Private Credit	4,793	2	221	5,527	2	341
Sicoob Cocred - Fixed-income investment fund - Private Credit	934	5	51	920	4	59
Sicoob Central SC - Fixed-income investment fund - Private Credit	800	4	26	339	4	20
Sicoob Previdenciário - Fixed-income investment fund - IMA-B	293	8	28	384	4	15
Sicoob Institucional - Fixed-income investment fund - Private Credit	27,478	16	1,352	38,720	6	548
Sicoob Goiás Central - Fixed-income investment fund - Private Credit	818	9	424	914	4	131
Total	957,024	73	34,669	618,314	44	32,578

The amounts above are included in the balances before elimination.

d. Remuneration of the key management personnel

Key management include the directors and officers. The maximum aggregate compensation payable to the Board of Directors and Executive Board is established at General Shareholders' Meetings, which are held annually.

The compensation paid or payable to officers and directors for their services is shown below:

	2017	2016
Fees	325,702	286,739
Charges	63,818	59,069
Total	389,520	345,808

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28 Risk management

a. Operational Risk

The guidelines regarding operational risk management are set out in the Institutional Operational Risk Management Policy, which was approved by the Executive Board and Board of Directors of Sicoob Confederation, the entity responsible for providing centralized operational risk management services to the entities that make up Sicoob.

The operational risk management process consists of a qualitative assessment of operational risks through stages involving the identification, evaluation, remediation, testing of control systems, communication and awareness.

Operational losses are reported to the Internal Control Department, and the latter interacts with the managers of the respective areas and formally reviews the causes of the losses, the adequacy of the controls in place, and the need to improve processes, which may include the implementation of new controls.

The results are submitted to the Executive Board and the Board of Directors.

For the purposes of the New Basel Accord, the capital allocation methodology used to compute the portion of operational risk (RWA_{OPAD}) is the Basic Indicator Approach (“BIA”).

In compliance with CMN Resolution 3,380/2006, a report containing a description of the operational risk management framework is available on Sicoob's website (www.sicoob.com.br).

b. Credit risk

From November 1, 2017, Sicoob Confederation is responsible for Sicoob's centralized framework for credit risk management, as provided for in Article 9 of CMN Resolution 3,721/2009 and approved by the Board of Directors of Sicoob Confederation at the meeting held on July 5, 2017. This centralized framework governs the standardization of

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processes, the establishment of methodologies to assess the risks posed by clients and operations, the monitoring of loan portfolios, and complying with the credit risk policy.

Bancoob is responsible for managing the credit risks of the group companies and the sponsored foundation.

Credit risk arises from uncertainty regarding a counterparty's ability to honor its commitments. In order to mitigate credit risk, Sicoob makes use of risk analysis and rating models based on quantitative and qualitative data, to support the risk calculation process and the establishment of credit limits for borrowers, with a view to maintaining a high quality portfolio. Sicoob Confederation performs periodic testing of its models, ensuring that they are consistent with the economic and financial condition of borrowers. It also monitors defaults on the portfolio and the respective ratings assigned to the credit operations, in accordance with CMN Resolution 2,682/1999.

The credit risk management framework establishes the following:

- (a) Proper validation of systems, models and internal procedures;
- (b) Estimation (using consistent and prudent criteria) of losses associated with credit risk, and comparison of the estimated amounts with the amounts of the losses actually incurred;
- (c) Procedures for the monitoring of loan portfolios;
- (d) Procedures for the recovery of receivables;
- (e) Systems, routines and procedures to identify, measure, control and mitigate the exposure to credit risk;
- (f) Periodic managerial information for the entities that comprise the System;
- (g) Area responsible for the calculation and projection of the regulatory capital required, and an adequate level of allowance for loan losses;
- (h) Models to assess the credit risk of clients, in accordance with the profile of the customers that are taking out loans, which take into consideration the specific characteristics of the borrowers, as well as industry-wide and macroeconomic matters;
- (i) Portfolio-based credit limits for each client and overall credit limits by portfolio; and
- (j) Model to assess the impact on the allowance for loan losses, the regulatory capital and the Basel ratio in an extreme credit risk scenario.

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Internal credit risk management standards include the organizational and regulatory structure, risk rating models for borrowers and operations, overall and individual limits, use of computer systems, and systems-based monitoring to validate models and compliance of processes.

Credit granting and credit risk management processes are clearly segregated, and the organizational structure involved ensures specialization, representation and rationality within Sicoob.

The systems, models and procedures are periodically reviewed by the Internal Audit function. The results presented in the audit reports are used to make improvements to credit risk management.

In compliance with CMN Resolution 3,721/2009 and BACEN Circular Letter 3,678/2013, a report detailing the credit risk management structure and the risk management report - Tier III are available on Sicoob's website (www.sicoob.com.br)

c. Market and liquidity risks

The Market and Liquidity Risk Management Policy sets out the procedures, metrics and standardized actions to be followed by all the entities that comprise Sicoob. As decided by the Board of Directors of Sicoob Confederation at the meeting held on July 5, 2017, the Sicoob Confederation is responsible for the centralized structure for managing credit, market and liquidity risks.

Sicoob's market and liquidity risk management framework is consistent with the nature of its operations and with the complexity of the products and services offered, as well as proportional to its exposure to risks.

The Market and Liquidity Risk Management Policy requires the adoption of the following procedures:

- (a) Use of Value at Risk (“VaR”) to measure market risk;
- (b) Analysis of mismatches to assess their impact on the financial margin;
- (c) Maximum limits on exposure to market risk;

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- (d) Periodic back testing on market risk calculation models;
- (e) Minimum liquidity limits;
- (f) 90-day cash flow forecasts;
- (g) Different scenarios simulating a loss in stress situations; and
- (h) Contingency plans.

The systems, models and procedures are periodically reviewed by internal audit teams. The results presented in audit reports are used to make improvements to market and liquidity risk management.

The mismatch between current assets and current liabilities in the combined balance sheet, which totalled R\$ 13.16 billion at December 31, 2017, does not pose any risk to Sicoob in view of the following: i) 42.19% of non-current assets consist of highly liquid federal government securities; ii) 65.79% of the deposits were obtained through RDCs with members of the credit unions; iii) Sicoob conducted periodic tests that indicate the stability/renewal of short term liabilities.

In compliance with CMN Resolutions 3,464/2007 and 4,090/2012 and BACEN Circular Letter 3,678/2013, a report describing the market and liquidity risk management framework and the risk management report - Tier III is available on Sicoob's website (www.sicoob.com.br).

29 Capital management framework

Capital management complies with the guidelines included in Sicoob's Capital Management Policy, to which the System formally agreed to through a decision of the Executive Board and the Board of Directors.

In addition to a specific capital plan, which sets out capital targets and projections considering strategic objectives over a minimum period of three years, the main sources, and a contingency plan, the System has a set of methodologies in place that enables the identification and evaluation of significant risks to its operations, with a view to maintaining a compatible level of capital.

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Additionally, simulations of severe events and extreme market conditions are carried out, and their results and impacts on the capital structure are submitted to the Executive Board and Board of Directors.

The capital management process is reviewed annually by the Internal Audit function. In compliance with CMN Resolution 3,988/2011, a report detailing the capital management framework is available on Sicoob's website (www.sicoob.com.br).

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Board of Directors of Bancoob

Henrique Castilhano Vilares - Chairman
José Salvino de Menezes - Vice Chairman
Geraldo Souza Ribeiro Filho - Member
Ivo Azevedo de Brito - Member
Luiz Gonzaga Viana Lage - Member
Miguel Ferreira de Oliveira - Member
Neilson Santos Oliveira - Member
Rui Schneider da Silva - Member

Executive Board of Banco Cooperativo do Brasil S/A - Bancoob

Marco Aurélio Borges de Almada Abreu - CEO
Énio Meinen - Officer
Marcos Vinicius Viana Borges - Officer
Ricardo Simone Pereira - Officer
Rubens Rodrigues Filho - Officer

Accountant

Primo João Cracco
CRC-SP 149.703/O-S-DF