

<b>Brazil</b>		
<b>Balance Sheet</b>		
<b>In Reais</b>	<b>31/12/2015</b>	<b>31/12/2016</b>
<b>Current Assets</b>	<b>44.075.212,33</b>	<b>45.858.892,29</b>
Cash and banks	2.214.280,51	8.474.151,65
Net receivables	17.791.031,11	14.980.022,75
Receivables foreign	3.216.595,78	2.179.115,32
Recoverable taxes	9.714.382,27	8.356.441,53
Net inventory	11.138.922,66	11.869.161,04
<b>Non Current Assets</b>	<b>2.852.162,13</b>	<b>7.419.921,77</b>
Legal deposits	1.238.452,35	5.592.096,32
Fiscal credits	1.613.709,78	1.827.825,45
<b>Permanent Assets</b>	<b>865.219,47</b>	<b>860.090,82</b>
Equipments and machines	942.417,93	942.417,93
Furniture and fixtures	442.701,73	267.238,87
Systems and computers	1.141.370,68	1.183.405,12
Accumulated depreciation	(1.661.270,87)	(1.532.971,10)
<b>Total Assets</b>	<b>47.792.593,93</b>	<b>54.138.904,88</b>
<b>Current Liabilities</b>	<b>45.708.395,76</b>	<b>16.400.817,41</b>
Local suppliers	450.078,18	1.545.925,83
Payables foreign	22.064,88	8.970.956,43
Payable I/CO	27.533.567,29	-
Labor and tax provision	189.012,98	457.110,61
Taxes to pay	1.552.340,30	4.463.823,34
Sundry provisions	8.151.711,98	-
Loans	7.809.620,15	963.001,20
<b>Non Current Liabilities</b>	<b>48.518.127,36</b>	<b>45.898.920,54</b>
I/CO suppliers	28.488,83	-
I/CO loans	27.158.471,23	-
Payables foreign	-	7.251.356,70
Loans foreign	-	23.540.232,25
Local loans	13.430.544,41	-
Sundry provisions	7.900.622,89	15.107.331,59
<b>Equity</b>	<b>(46.433.929,19)</b>	<b>(8.160.833,07)</b>
Capital	117.808.290,12	151.382.840,73
Accumulated losses	(142.331.413,40)	(164.373.249,92)
Current losses	(21.910.805,91)	4.829.576,12
<b>Total Liabilities and Equity</b>	<b>47.792.593,93</b>	<b>54.138.904,88</b>

# HAVELLS SYLVANIA

Brazil		
Profit and Loss		
In Reais		
	31/12/2015	31/12/2016

Gross sales	70.859.903,01	69.232.655,38
Sales deductions	(25.972.274,61)	(27.703.978,18)

<b>Net Sales</b>	<b>44.887.628,40</b>	<b>41.528.677,20</b>
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COGS	34.766.417,11	31.723.323,74
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<b>Gross Margin</b>	<b>10.121.211,29</b>	<b>9.805.353,46</b>
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#### Operational expenses

Comercial	16.300.187,05	5.040.666,01
Adminstrative	5.461.691,53	4.976.911,18
Net financial	9.264.264,73	(3.729.309,53)

<b>Operating Income</b>	<b>(20.904.932,02)</b>	<b>3.517.085,80</b>
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Non operational income	(1.005.873,89)	1.312.490,32
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<b>Profit Before Taxes</b>	<b>(21.910.805,91)</b>	<b>4.829.576,12</b>
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Income tax	-	-
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<b>Current Net Losses</b>	<b>(21.910.805,91)</b>	<b>4.829.576,12</b>
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**LUIZ CARLOS BELO**  
 Finance Head and Controller