(A free translation of the original in Portuguese)

Condensed Interim Financial Statements of **CAIXA Seguridade Participações S.A.**

June 30, 2016

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Assets	Parent company		Consolidated	
	6/30/2016	12/31/2015	6/30/2016	12/31/2015
Current assets	**209,548**	**682,512**	**209,648**	**682,612**
Cash and cash equivalents (Note 8)	137,475	52,013	137,575	52,113
Dividends receivable	-	516,103	-	516,103
Interest on capital receivable	40,499	80,047	40,499	80,047
Accounts receivable (Note 9)	31,323	34,321	31,323	34,321
Current tax assets	251	28	251	28
Non-current assets	**3,134,999**	**3,018,550**	**3,134,899**	**3,018,450**
Investments (Note 10)	3,134,999	3,018,550	3,134,899	3,018,450
Total assets	**3,344,547**	**3,701,062**	**3,344,547**	**3,701,062**

Liabilities and equity	Parent company		Consolidated	
	6/30/2016	12/31/2015	6/30/2016	12/31/2015
Current liabilities	**14,914**	**645,180**	**14,914**	**645,180**
Accounts payable (Note 12)	2,944	501,967	2,944	501,967
Dividends payable	204	127,028	204	127,028
Current tax liabilities	11,766	16,185	11,766	16,185
Non-current liabilities	**-**	**-**	**-**	**-**
Equity	**3,329,633**	**3,055,882**	**3,329,633**	**3,055,882**
Share capital	2,756,687	2,756,687	2,756,687	2,756,687
Reserves	26,743	407,826	26,743	407,826
Carrying value adjustments	13,426	(108,631)	13,426	(108,631)
Retained earnings	532,777	-	532,777	-
Total liabilities and equity	**3,344,547**	**3,701,062**	**3,344,547**	**3,701,062**

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

Statement of income	2nd quarter of 2016		1st half of 2016	
	Parent company	Consolidated	Parent company	Consolidated
Operating revenue	**294,963**	**294,963**	**619,786**	**619,786**
Share of profit of investees (Note 10)	225,581	225,581	461,836	461,836
Revenue from distribution network access and use of brand (Note 15)	69,382	69,382	157,950	157,950
Other operating income (expenses)	**(16,631)**	**(16,631)**	**(33,219)**	**(33,219)**
Administrative expenses (Note 16)	(4,126)	(4,126)	(6,343)	(6,343)
Tax expenses (Note 18)	(9,201)	(9,201)	(19,437)	(19,437)
Other operating expenses (Note 17)	(3,304)	(3,304)	(7,439)	(7,439)
Profit before finance income and costs	**278,332**	**278,332**	**586,567**	**586,567**
Finance result	**4,731**	**4,731**	**7,448**	**7,448**
Finance income	4,731	4,731	7,448	7,448
Finance costs	-	-	-	-
Profit before income tax and social contribution	**283,063**	**283,063**	**594,015**	**594,015**
Current income tax and social contribution (Note 11)	(28,799)	(28,799)	(61,238)	(61,238)
Profit for the period	**254,264**	**254,264**	**532,777**	**532,777**
Number of shares – in thousands	1,200,000	1,200,000	1,200,000	1,200,000
Earnings per share - R$ (Note 14 (d))	**0.21189**	**0.21189**	**0.44398**	**0.44398**

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

Statement of comprehensive income	2nd quarter of 2016		1st half of 2016	
	Parent company	Consolidated	Parent company	Consolidated
Profit for the period	**254,264**	**254,264**	**532,777**	**532,777**
Items that will be reclassified to profit or loss				
(+/-) Share of other comprehensive income of investees	46,383	46,383	122,057	122,057
Comprehensive income for the period	**300,647**	**300,647**	**654,834**	**654,834**

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

Events	Share capital	Reserves	Other comprehensive income	Retained earnings	Equity
At December 31, 2015	**2,756,687**	**407,826**	**(108,631)**	**-**	**3,055,882**
Fair value adjustment on available-for-sale financial assets	-	-	75,674	-	75,674
Profit for the period	-	-	-	278,513	278,513
At March 31, 2016	**2,756,687**	**407,826**	**(32,957)**	**278,513**	**3,410,069**
Fair value adjustment on available-for-sale financial assets	-	-	46,383	-	46,383
Profit for the period	-	-	-	254,264	254,264
Dividends – Realization of realizable profit reserve	-	(381,083)	-	-	(381,083)
At June 30, 2016	**2,756,687**	**26,743**	**13,426**	**532,777**	**3,329,633**

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

Statement of cash flows	2nd quarter of 2016		1st half of 2016	
	Parent company	Consolidated	Parent company	Consolidated
Cash flows from operating activities				
Receipt of revenue from distribution network access and use of brand	71,409	71,409	161,001	161,001
Receipt of dividends	1,015,626	1,015,626	1,015,626	1,015,626
Payment of administrative expenses	(2,363)	(2,363)	(5,193)	(5,193)
Payment of operating expenses	(1,249)	(1,249)	(1,249)	(1,249)
Payment of monetary adjustment of dividends	(6,212)	(6,212)	(6,212)	(6,212)
Taxes paid on payroll	(150)	(150)	(221)	(221)
Taxes paid on revenue	(9,290)	(9,290)	(20,187)	(20,187)
Income tax and social contribution paid	(23,975)	(23,975)	(56,221)	(56,221)
Interest received	4,731	4,731	7,448	7,448
Taxes on financial investments	(877)	(877)	(1,421)	(1,421)
Net cash provided by operating activities	**1,047,650**	**1,047,650**	**1,093,370**	**1,093,370**
Cash flows from investing activities				
Net cash provided by investing activities	-	-	-	-
Cash flows from financing activities				
Payment of dividends	(507,908)	(507,908)	(507,908)	(507,908)
Payment of share capital reduction	(500,000)	(500,000)	(500,000)	(500,000)
Net cash used in financing activities	**(1,007,908)**	**(1,007,908)**	**(1,007,908)**	**(1,007,908)**
Net increase (decrease) in cash and cash equivalents	**39,742**	**39,742**	**85,462**	**85,462**
Cash and cash equivalents at the beginning of the period	**97,734**	**97,834**	**52,013**	**52,113**
Cash and cash equivalents at the end of the period	**137,475**	**137,575**	**137,475**	**137,575**

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

Reconciliation of profit to net cash flow from operating activities

Description	2nd quarter of 2016		1st half of 2016	
	Parent company	Consolidated	Parent company	Consolidated
Profit for the year	**254,264**	**254,264**	**532,777**	**532,777**
Equity in the result of investees	(225,581)	(225,581)	(461,836)	(461,836)
Receipt of dividends	1,015,626	1,015,626	1,015,626	1,015,626
Other operating income (expenses)	(4,158)	(4,158)	(23)	(23)
Change in accounts receivable	1,972	1,972	2,998	2,998
Change in other assets	-	-	(30)	(30)
Change in accounts payable	1,630	1,630	977	977
Change in current tax assets and liabilities	3,897	3,897	2,882	2,882
Net cash provided by operating activities	**1,047,650**	**1,047,650**	**1,093,370**	**1,093,370**

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

Statement of value added	2nd quarter of 2016		1st half of 2016	
	Parent company	Consolidated	Parent company	Consolidated
1. Revenue	**69,406**	**69,406**	**157,974**	**157,974**
1.1) Sales of products and services	69,382	69,382	157,950	157,950
1.2) Other income	24	24	24	24
2. Inputs acquired from third parties (includes amounts of taxes - ICMS, IPI, PIS and COFINS)	**676**	**676**	**1,426**	**1,426**
2.1) Cost of sales and services	-	-	-	-
2.2) Materials, energy, outsourced services and other	676	676	1,426	1,426
2.3) Impairment/recovery of assets	-	-	-	-
3. Gross value added (1 - 2)	**68,730**	**68,730**	**156,548**	**156,548**
4. Depreciation, amortization and depletion	**-**	**-**	**-**	**-**
5. Net value added generated by the entity (3 - 4)	**68,730**	**68,730**	**156,548**	**156,548**
6. Value added received through transfer	**230,312**	**230,312**	**469,284**	**469,284**
6.1) Share of profit of investees	225,581	225,581	461,836	461,836
6.1) Finance income	4,731	4,731	7,448	7,448
7. Total value added to distribute (5+6)	**299,042**	**299,042**	**625,832**	**625,832**
8. Distribution of value added	**299,042**	**299,042**	**625,832**	**625,832**
8.1) Personnel	2,896	2,896	4,119	4,119
8.1.1) Direct compensation	2,346	2,346	3,357	3,357
8.1.2) Benefits	395	395	545	545
8.1.3) FGTS (Employee Severance Indemnity Fund)	156	156	217	217
8.2) Taxes and contributions	38,508	38,508	81,404	81,404
8.2.1) Federal	38,508	38,508	81,404	81,404
8.2.2) State	-	-	-	-
8.2.3) Municipal	-	-	-	-
8.3) To creditors	1,297	1,297	1,320	1,320
8.3.1) Rentals	48	48	71	71
8.3.2) Other	1,249	1,249	1,249	1,249
8.4) To stockholders and Company	256,341	256,341	538,989	538,989
8.4.1) Interest on capital	-	-	-	-
8.4.2) Dividends	2,077	2,077	6,212	6,212
8.4.3) Profits reinvested/loss for the period	254,264	254,264	532,777	532,777

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

Note 1 – Operations and general information

Caixa Seguridade Participações S.A. ("CAIXA Seguridade" or "Company" or "Parent company") is the lead company of CAIXA Seguridade Group ("CAIXA Seguridade Group" or the "Group") and was set up on May 21, 2015 under the laws of Brazil as a wholly-owned subsidiary of Caixa Econômica Federal ("CAIXA"), for an indefinite duration, for the primary purpose of acquiring other companies' outstanding stock or owning, directly or indirectly, the shares of other companies, in Brazil or abroad, that are actively engaged in the structuring and marketing of a broad range of insurance products, private pension plans and capitalization plans, management, marketing and offering of private medical and dental care plans, rendering of brokerage services for these products, in addition to structuring, administering and marketing consortium plans, and executing reinsurance and retrocession transactions in Brazil and abroad.

In this context, CAIXA Seguridade keeps careful track of macroeconomic scenarios that may affect the dynamics of its businesses and those of its investees.

The Company, enrolled in the National Registry of Corporate Taxpayers (CNPJ) under No. 22.543.331/0001-00, is headquartered at Setor Bancário Sul – SBS, Q. 4, Bloco A, Lote 3/4, Edifício CEF Matriz 1 – 19º Andar – Brasília – Distrito Federal – Brazil.

The equity interests held in other companies by CAIXA Seguridade at June 30, 2016 are set out in the table below and in Note 10 – Investments.

Investees	Description	Company's ownership interest %	
		6/30/2016	
		Direct	Indirect
CAIXA Holding Securitária:	**The purpose of CAIXA Holding Securitária is to acquire equity interests in entities with Superintendence of Private Insurance's (SUSEP) permission to operate.**	**100.00**	**-**
PAN Seguros	**This is a privately-held corporation engaged in selling individual and corporate insurance, credit life insurance, homeowners' insurance, mandatory bodily injury car insurance (DPVAT) and insurance against damage. Its operations are incorporated within a group of institutions that operate on an integrated basis in the financial market.**	**-**	**48.99**
PAN Corretora	**This company is engaged in the management, advice and brokerage of: a) property and casualty insurance, b) life insurance and c) pension plans.**	**-**	**49.00**
Caixa Seguros:	**The primary business of CAIXA Seguros is holding shares in other companies engaged in: i) insurance business, including health and dental insurance; ii) capitalization segment; iii) pension plans that may offer benefits either as an annuity or a lump sum; iv) consortium administration; v) related or complementary activities.**	**48.21**	**-**
Caixa Seguros Participações Securitárias Ltda.:	**CAIXA Seguros's wholly-owned subsidiary whose main business is holding shares in other companies that operate in the segment regulated by the Superintendence of Private Insurance (SUSEP).**	**-**	**48.21**
Caixa Seguradora S.A.	Caixa Seguros Participações Securitárias Ltda.'s wholly-owned subsidiary whose main business is selling property and casualty insurance and life insurance.	-	48.21
Caixa Vida e Previdência S.A.	Caixa Seguros Participações Securitárias Ltda.'s wholly-owned subsidiary whose main business is selling pension products.	-	48.21
Caixa Capitalização S.A.	Caixa Seguros Participações Securitárias Ltda.'s 51% subsidiary whose main business is selling capitalization products.	-	24.59
Caixa Administradora de Consórcios S.A.	**Company's wholly-owned subsidiary whose main business is managing consortiums for acquisition of chattels and real estate.**	**-**	**48.21**
Caixa Seguros Assessoria e Consultoria Ltda.	**CAIXA Seguros's wholly-owned subsidiary operating in the consulting and advisory industry.**	**-**	**48.21**
Caixa Seguros Especializada em Saúde S.A.	**CAIXA Seguros's wholly-owned subsidiary specializing in health insurance.**	**-**	**48.21**
FPC PAR Corretora de Seguros S.A.	**Privately-held corporation providing brokerage and advisory and consulting services in the insurance field.**	**-**	**12.05**
Caixa Seguros Participações do Sul Ltda.:	**CAIXA Seguros's wholly-owned subsidiary whose main business is holding shares in other companies.**	**-**	**48.21**
CIA de Seguros Previdência do Sul PREVISUL	Subsidiary of Caixa Seguros Participações do Sul Ltda., which owns 100% of its stock. This subsidiary is engaged in selling individual and corporate insurance.	-	48.21
Caixa Seguros Participações em Saúde Ltda.:	**CAIXA Seguros's wholly-owned subsidiary whose main business is holding shares in other companies.**	**-**	**48.21**
Odonto Empresas Convênios Dentários Ltda.	Caixa Seguros Participações em Saúde Ltda.'s wholly-owned subsidiary specializing in dental care plans.	-	48.21

Note 2 – Presentation of condensed parent company and consolidated financial statements

The condensed interim parent company and consolidated financial statements have been prepared in accordance with accounting practices adopted in Brazil, including the pronouncements issued by the Brazilian Accounting Pronouncements Committee (CPC), as well as according to the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), and follow the principles prescribed by the accounting standard CPC 21 (R1) and IAS 34, Interim Financial Reporting. The interim financial report containing condensed financial statements is intended to provide an update on the latest complete annual financial statements. Accordingly, it focuses on new activities, events, and circumstances, and does not duplicate information previously reported. These interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2015.

Considering the information included in Note 1 – Operations and general information, notably the date of company incorporation of May 21, 2015, the financial statements that report the performance of the company for the quarter do not include corresponding figures for prior periods.

The issue of these condensed interim parent company and consolidated financial statements was authorized by the Board of Directors and Executive Board of CAIXA Seguridade on August 11, 2016.

Note 3 – Significant accounting practices

The main accounting practices applied in the preparation of these condensed interim financial statements are consistent with the accounting practices set out in the financial statements of CAIXA Seguridade for the year ended December 31, 2015, which should be read in conjunction with these condensed interim financial statements.

Note 4 – Recently issued pronouncements and laws

The recently issued pronouncements and laws that have not yet been implemented in Brazil by the Brazilian Accounting Pronouncements Committee (CPC) are consistent with the information reported in the financial statements of CAIXA Seguridade for the year ended December 31, 2015, which should be read in conjunction with these condensed interim financial statements.

Note 5 – Critical accounting estimates and judgments

The main accounting estimates and judgments that are continually evaluated by the Company are the same as those reported in the financial statements of CAIXA Seguridade for the year ended December 31, 2015, which should be read in conjunction with these condensed interim financial statements.

Note 6 – Risk management

The risk management framework of CAIXA Seguridade remained consistent with the risk management information already given in the financial statements of CAIXA Seguridade for the year ended December 31, 2015, which should be read in conjunction with these condensed interim financial statements.

a) Caixa Seguros Holding – Risk management

The risk management framework of CAIXA Seguros remained consistent with the risk management information already given in the financial statements of CAIXA Seguridade for the year ended December 31, 2015.

a.1) CAIXA Seguros – Sensitivity analysis

The sensitivity analyses are performed in conformity with the requirements established by SUSEP within the ambit of the operating companies of CAIXA Seguros Holding – indirect investees of CAIXA Seguridade, as stated in Note 1 – Operations and general information, item “e” - Direct and indirect investments of CAIXA Seguridade. Such information is prepared and presented according to guidance and within the time frames set by SUSEP.

The results of the sensitivity analyses, net of tax effects, based on the assumptions at June 30, 2016, are set out below, showing the impacts of each assumption on Profit and Equity, in addition to the analyses of assets and derivatives.

I. Gross of reinsurance

6/30/2016								
Sensitivity	**Rate**	**Rate**	**Redemption / Cancellation**	**Redemption / Cancellation**	**Mortality / Claims Ratio**	**Mortality / Claims Ratio**	**Convertibility**	**Convertibility**
	1%	**-1%**	**10%**	**-10%**	**5%**	**-5%**	**10%**	**-10%**
Housing	-0.8%	0.9%	-0.7%	0.8%	-9.4%	9.5%	0.0%	0.0%
Individual and Group Personal	0.2%	-0.2%	-3.6%	3.8%	-4.2%	4.2%	0.0%	0.0%
Auto	-0.1%	0.1%	0.0%	0.0%	-1.5%	1.5%	0.0%	0.0%
Other	-0.7%	0.7%	0.0%	0.0%	-1.5%	1.5%	0.0%	0.0%
Caixa Seguros	**-0.5%**	**0.5%**	**-1.7%**	**1.8%**	**-7.5%**	**7.5%**	**0.0%**	**0.0%**
PGBL-VGBL	1.6%	-2.1%	-6.2%	6.9%	0.0%	0.0%	0.5%	-0.6%
Risk	-3.2%	3.5%	-6.2%	6.8%	-1.7%	1.7%	0.0%	0.0%
Combined	-0.9%	0.9%	-4.9%	5.3%	-0.8%	0.8%	0.1%	-0.1%
Caixa Vida e Previdência	0.5%	-0.9%	-6.0%	6.7%	-0.4%	0.4%	0.4%	-0.5%
Caixa Saúde	**-1.0%**	**1.0%**	**-0.8%**	**0.8%**	**-23.9%**	**23.9%**	**0.0%**	**0.0%**
Previsul	**0.6%**	**-0.7%**	**-5.0%**	**5.5%**	**-5.5%**	**5.5%**	**0.0%**	**0.0%**
Odonto Empresas	**0.0%**	**0.0%**	**-1.6%**	**1.4%**	**-3.3%**	**3.3%**	**0.0%**	**0.0%**
Caixa Seguros Group	**0.0%**	**0.1%**	**-3.5%**	**3.9%**	**-4.6%**	**4.6%**	**0.1%**	**-0.1%**

II. Net of reinsurance

Sensitivity	6/30/2016							
	Rate	Rate	Redemption /	Redemption /	Mortality / Claims	Mortality / Claims	Convertibility	Convertibility
	1%	-1%	10%	-10%	5%	-5%	10%	-10%
Housing	-0.8%	0.8%	-0.7%	0.7%	-9.1%	9.1%	0.0%	0.0%
Individual and Group Personal	0.2%	-0.2%	-3.4%	3.7%	-4.1%	4.1%	0.0%	0.0%
Auto	-0.1%	0.1%	0.0%	0.0%	-1.4%	1.4%	0.0%	0.0%
Other	-0.7%	0.7%	0.0%	0.0%	-1.5%	1.5%	0.0%	0.0%
Caixa Seguros	**-0.4%**	**0.5%**	**-1.6%**	**1.7%**	**-7.2%**	**7.2%**	**0.0%**	**0.0%**
PGBL-VGBL	1.6%	-2.1%	-6.0%	6.7%	0.0%	0.0%	0.5%	-0.6%
Risk	-3.1%	3.3%	-5.9%	6.6%	-1.6%	1.6%	0.0%	0.0%
Combined	-0.9%	0.9%	-4.7%	5.1%	-0.8%	0.8%	0.1%	-0.1%
Caixa Vida e Previdência	0.5%	-0.8%	-5.8%	6.4%	-0.4%	0.4%	0.4%	-0.5%
Caixa Saúde	**-1.0%**	**1.0%**	**-0.8%**	**0.8%**	**-23.6%**	**23.6%**	**0.0%**	**0.0%**
Previsul	**0.6%**	**-0.6%**	**-4.8%**	**5.3%**	**-5.3%**	**5.3%**	**0.0%**	**0.0%**
Odonto Empresas	**0.0%**	**0.0%**	**-1.6%**	**1.4%**	**-3.2%**	**3.2%**	**0.0%**	**0.0%**
Caixa Seguros Group	**0.0%**	**0.1%**	**-3.4%**	**3.7%**	**-4.4%**	**4.4%**	**0.1%**	**-0.1%**

Notes:
a) The companies Caixa Capitalização and Caixa Consórcios do not have products that meet the definition of insurance contract as per CPC and, therefore, were not included in the sensitivity analyses;
b) Reinsurance contracts are negotiated in the form of Excess Damages (Catastrophe Reinsurance for Personal and Property Risks). While preparing the tables presented in this Section, we took into consideration the history of premiums ceded and claims recovered to estimate the effect on results Gross and Net of Reinsurance. It is also worth mentioning that we have reinsurance under a quota-share arrangement for lines with a low historical volume of operations;
c) Risk: additional coverage for risk of Private Pension products;
d) Interest rate: “+1%” and “-1%” to the discount rate curve used in the projections;
e) Redemptions/Cancellations: “+10%” and “-10%” to the Redemption curves (full and partial) used in Caixa Vida e Previdência and to the Permanence curves of the Caixa Seguros products;
f) Mortality: “+5%” and “-5%” to the coefficients of the mortality tables when applicable, or to the general claims ratio of the products; and
g) Convertibility: “+10%” and “-10%” to the rates of convertibility into average income by product type based on the company’s experience.

III. Asset portfolio

CAIXA Seguros's investment portfolio contains assets classified as held to maturity (HTM), available for sale (AFS) and held for trading (HFT).

The method used for the sensitivity analysis of CAIXA Seguros's assets is the Stress Test, which is performed exclusively for the AFS and HFT classifications. In the daily stress tests, the results of the VaR of the portfolios are calculated by using different stress scenarios disclosed by BM&FBovespa.

Among the scenarios of BM&FBovespa, the following are used:

- 3 scenarios of increase in the term structure of interest rates – fixed rate
- 3 scenarios of decrease in the term structure of interest rates – fixed rate
- 1 scenario of increase in the term structure of interest rates – U.S. dollar coupon
- 1 scenario of decrease in the term structure of interest rates – U.S. dollar coupon

In addition, the impacts on the portfolios are calculated based on another three scenarios, which are generated according to the instructions from the Investment Office. These scenarios consider changes in the exchange rate, Bovespa index, inflation curve and yield curve.

IV. Derivative portfolio

CAIXA Seguros Holding's derivative portfolio contains only interest rate futures contracts.

Under interest rate futures contracts, the parties involved in the business agree to purchase or sell a certain amount of goods at a fixed price to be settled on a future date. The commitments are daily adjusted to the expectations of the market for the future price of these goods, through a daily adjustment, which is a mechanism that calculates gains and losses.

Interest rate futures contracts are used to mitigate the market risk linked to the fixed-rate assets in the portfolio. The risk to which this type of derivative is exposed refers to fluctuations in interest rates, more specifically a drop in the interest rate, which implies a loss on each DI maturity date.

The sensitivity analysis was based on three scenarios: probable, possible and remote, which assess the impacts on the portfolio's positions in derivatives. The probable scenario was prepared based on a series of historical data on derivatives, whereas the possible and remote scenarios were obtained at a loss ratio of 25% and 50%, respectively.

Only positions in derivatives whose maturities coincide with the maturity of the related underlying asset are allowed. Positions not properly covered by the underlying asset are prohibited.

It should be noted that losses incurred in the event of depreciation of the derivatives are offset by gains on the positions of the assets.

The exposure of CAIXA Seguros and its subsidiaries to derivatives is concentrated in the DI - Commitment - Purchase, whereby the risk assumed is of an interest rate increase in each scenario, as follows:

6/30/2016				
CAIXA Seguros – Parent company				
Description/Type	**Risk**	**Probable scenario**	**Possible scenario**	**Remote scenario**
DI - Commitments / Purchase	Interest rate increase	(1,121)	(4,769)	(7,380)
Total		**(1,121)**	**(4,769)**	**(7,380)**

6/30/2016				
CAIXA Seguros - Consolidated				
Description/Type	Risk	Probable scenario	Possible scenario	Remote scenario
DI - Commitments / Purchase	Interest rate increase	(300,756)	(1,328,914)	(2,112,896)
Total		**(300,756)**	**(1,328,914)**	**(2,112,896)**

12/31/2015				
CAIXA Seguros – Parent company				
Description/Type	Risk	Probable scenario	Possible scenario	Remote scenario
DI - Commitments / Purchase	Interest rate increase	(1,490)	(6,448)	(10,103)
Total		**(1,490)**	**(6,448)**	**(10,103)**

12/31/2015				
CAIXA Seguros - Consolidated				
Description/Type	Risk	Probable scenario	Possible scenario	Remote scenario
DI - Commitments / Purchase	Interest rate increase	(167,328)	(725,739)	(1,138,570)
Total		**(167,328)**	**(725,739)**	**(1,138,570)**

a.2) CAIXA Seguros – Liability Adequacy Test (LAT)

As required by CPC 11, CAIXA Seguros performed a liability adequacy test for all the contracts that meet the definition of insurance contract as per CPC 11, and which were in effect on the date the test was performed.

For this test, CAIXA Seguros has prepared an actuarial methodology based on the present value of the current estimates of the future cash flows from the obligations already assumed. To determine the estimated future cash flows, the contracts were grouped in accordance with the line groups established by a specific regulation, and the cash flows were brought to present value, based on risk-free interest rate assumptions. The current estimates of the cash flows were brought to present value based on the term structures of the risk-free interest rate defined by SUSEP, pursuant to legislation. In the actuarial calculation of the current estimates of the cash flows, realistic and unbiased assumptions were considered for each variable involved. For the calculation of survival and death estimates, the BR-EMS tables in effect at the time of the test were used.

As a conclusion of the tests, no deficiencies were identified in any of the groups assessed for the periods presented, except for the group of Housing Insurance Outside the National Housing System (lines 1061/1065/1068) related to the products in run-off with a single rate and/or which have had a significant reduction in the tariffs. The deficiency identified for the aforementioned group, totaling R$ 927 million, was fully accrued within the Reserve for Supplementary Coverage (PCC), as established by the prevailing legislation. We have not applied the liability adequacy test to the contracts and certificates referring to the DPVAT and DPEM lines since they are immaterial.

As regards the company Caixa Vida e Previdência, deficiencies were identified for the "FederalPrev" product and were offset against the result of other products; therefore, it was not necessary to recognize the Reserve for Supplementary Coverage. For the other products, no deficiencies were detected in any of the groups assessed, for the periods presented.

The actuarial study containing the LAT has been signed by the Responsible Actuarial Technician and Technical Director, and is available for consultation by the regulatory agency and other authorities at the headquarters of CAIXA Seguros.

b) PAN Seguros – Risk management

The Governance, Risks and Compliance (GRC) function of PAN Seguros is responsible for identifying, monitoring, assessing and managing the risks inherent in the operating activities of PAN Seguros by developing and maintaining an effective internal control system that mitigates identified risks and provides the necessary support for other operating areas to ensure the efficient use of owned and third parties' resources so as to maximize the benefits for stockholders, management, insureds, suppliers and employees of PAN Seguros.

PAN Seguros's operating activities expose it to the following risks: insurance risk, operational risk, underwriting risk, financial risk and capital risk. PAN Seguros has set guidelines to identify, monitor, assess and manage each risk, as discussed below.

I. Insurance risk

The major risk associated with insurance is the risk that the frequency or severity of claims may be greater than estimated. The insurance risk includes reasonable chance of significant loss due to uncertainty in the frequency of insured events as well as the severity of resulting claims.

Insurance risk management consists principally of using the probability theory and actuarial criteria for pricing, which is based on the insurance premium amount, and for adequate reserving.

By signing an insurance contract, the insured transfers to PAN Seguros (the insurer) the risk of loss on the insured asset and PAN Seguros undertakes to provide a financial compensation to the insured for covered loss during the effective term of the contract in return for payment of a specified premium.

Risk concentration

PAN Seguros operates nationwide, with concentration of risk principally in the Southeast and Central West regions, in the states of São Paulo and Rio de Janeiro and Federal District.

Written premium						
Lines of insurance	**Central West**	**Northeast**	**North**	**Southeast**	**South**	**Total**
Comprehensive homeowners	-	-	-	1	-	1
Comprehensive business	-	-	-	(2)	-	(2)
Multiple perils	2	121	9	1,176	-	1,308
Extended warranty – goods in general	-	2	-	5,413	2	5,417
Rent guarantee insurance	74	29	5	1,904	484	2,496
Surety bond – Public sector	-	-	-	114,909	-	114,909
Surety bond – Private sector	-	-	-	3,195	-	3,195
Credit life insurance (except homeowners and	8,965	10,738	4,004	53,406	9,248	86,361
Personal accident	1,026	(72)	(15)	4,037	(129)	4,847
Unemployment/loss of income	-	-	-	826	-	826
Fortuitous events	-	140	-	686	-	826
Group life insurance	1,241	344	661	7,144	48	9,438
Homeowners' insurance – credit life	1,194	-	-	3,460	1	4,655
Homeowners' insurance – other coverages	357	-	-	1,842	-	2,199
Homeowners' insurance – outside the national	26,204	-	-	13,085	-	39,289
Microinsurance – individuals	2	131	7	2,967	44	3,151
Total	**39,065**	**11,433**	**4,671**	**214,049**	**9,698**	**278,916**

(*) The amounts are shown net of the coinsurance premiums accepted R$ 312, coinsurance premiums ceded (R$ 3,272), premiums from DPVAT R$ 37,330 and RVNE (premiums for risks in force not yet written) (R$ 3,913).

Premium net of reinsurance						
Lines of insurance	Central West	Northeast	North	Southeast	South	Total
Comprehensive homeowners	-	-	-	1	-	1
Comprehensive business	-	-	-	(2)	-	(2)
Multiple perils	2	121	9	1,176	-	1,308
Extended warranty – goods in general	-	2	-	5,413	2	5,417
Rent guarantee insurance	52	20	3	1,326	337	1,738
Surety bond – Public sector	-	-	-	22,907	-	22,907
Surety bond – Private sector	-	-	-	576	-	576
Credit life insurance (except homeowners and rural)	8,885	10,642	3,967	52,927	9,165	85,586
Personal accident	955	(67)	(14)	3,759	(120)	4,513
Unemployment/loss of income	-	-	-	826	-	826
Fortuitous events	-	140	-	686	-	826
Group life insurance	882	245	470	5,081	34	6,712
Homeowners' insurance – credit life	1,002	-	-	2,903	1	3,906
Homeowners' insurance – other coverages	289	-	-	1,489	-	1,778
Homeowners' insurance – outside the national housing system	26,207	-	-	13,086	-	39,293
Microinsurance – individuals	2	131	7	2,967	44	3,151
Total	**38,276**	**11,234**	**4,442**	**115,121**	**9,463**	**178,536**

II. Operational risk

Operational risk is the risk of loss resulting from inadequate or failed internal processes and operating systems, or from external events.

Operational risk management is carried out periodically in conjunction with the operating areas through meetings with the heads of the business areas in order to build an effective governance and internal control structure. In addition, the system that establishes guidelines with the best governance practices to be followed as well as the Business Continuity Plan are updated once a year or whenever necessary. Risk mapping is made periodically to detect the possible risks to which PAN Seguros is exposed, which includes designing controls that mitigate the occurrence of losses resulting from the failure to execute any control, in addition to doing a causal analysis to avoid recurrences.

III. Underwriting risk

Underwriting risk arises from an adverse economic condition that is contrary to both PAN Seguros's expectations and the existing uncertainties in the definition of actuarial assumptions that will be used in pricing, including premium amount and the estimation of adequate technical reserves, i.e. is the risk that the frequency or severity of claims that may occur may be greater than initially estimated by PAN Seguros.

The main goals of the underwriting analysis are to provide support for adequate acceptance of risks by PAN Seguros based on its risk appetite, including pricing, retention limits and acceptance by portfolio/line of insurance; assess the need to split/spread the risk to be accepted through reinsurance/coinsurance arrangements for a certain portfolio/line of insurance in order to minimize the impact of isolated risks; earn operating profit.

The major exposures related to the underwriting risk are as follows:

- Inadequate pricing or underwriting (risk acceptance);
- Spreading or transfer of risk through inadequate reinsurance/coinsurance;
- Fluctuations in frequency and severity of the events occurred or in the payment of indemnity in relation to what was initially estimated;
- Deficiency or overstatement of technical reserves.

Underwriting risk management is carried out by following these steps of the risk acceptance process:

- Product development with the support of an adequate actuarial method and in line with current regulatory requirements, encompassing the following: assessment, measurement and adequate pricing of the risk under analysis for acceptance, including Actuarial Technical Note, General Conditions of the product and Retention Limit by portfolio/line of insurance;
- Means employed to market the product;
- Analysis of risk acceptance in line with the risk appetite of PAN Seguros; and
- Evaluation of expected claims for the portfolio/line of insurance.

The products are sold nationwide through insurance brokers and representatives. PAN Seguros operates in the following main segments: individual and corporate insurance, credit life insurance, homeowners' insurance and mandatory bodily injury car insurance (DPVAT) and Warranty, with these product offerings:

Group life insurance: Insurance guaranteeing payment of a benefit to the beneficiaries in the event of the insured's death, according to the general conditions of the insurance policy and application for insurance. Other coverages can be included in this product, such as permanent total or partial disability, funeral grant, and daily disability benefit, among others.

Group personal accident insurance: Insurance Company guarantees payment of an amount to the insured or his/her beneficiary or beneficiaries if the covered events occur, according to the general conditions of the insurance policy, observing the excluded risks in the policy. Designed principally for small and medium-sized companies.

Credit life insurance: Insurance guaranteeing payment of indemnification which consists of the amortization of the debt (vehicle financing, personal loan, among others) to the policyholder, limited to the period and insured capital as set out in the insurance policy, on the occurrence of the covered event, for example, through the coverages for death, disability, optionally with involuntary unemployment and temporary disability, during the effective term of the insurance, according to the general conditions of the insurance policy. At present, the main policyholder is Banco PAN.

Homeowners' insurance: Insurance guaranteeing full or partial payment of the contracted financing in the event of borrower's death or total disability, according to the general conditions of the insurance policy, observing the excluded risks in the policy. Major clients are Brazilian Mortgages, Brazilian Securities and borrowers of Caixa Econômica Federal.

Rent guarantee insurance: Insurance that covers loss of rent and legal charges following a tenant's default, with the option to extend cover to include property damage caused by the tenant (except damage resulting from occupancy and conservation of the property, under the law, damage to interior and exterior painting and contract rescission fine). Legal costs are also covered.

Extended warranty: Insurance policy which guarantees that the covered product will be replaced after the manufacturer's warranty has expired, according to the coverages and general conditions of the policy.

Surety bond for public and private sector: Insurance to protect against non-performance of contractual requirements in contracts with the public and private sectors, offering an indemnification for clauses not performed by the counterparty according to the general conditions of each insurance contract.

Mandatory bodily injury car insurance (DPVAT): This insurance is required by Law 6,194/1974 to pay compensation to motor vehicle accident victims. Revenue from premiums and related technical provisions are accounted for at gross value, based on the reports sent by Seguradora Líder do Consórcio do Seguro DPVAT ("Seguradora Líder") in proportion to the share of each participant insurer.

Other products: PAN Seguros S.A.'s underwriting portfolio also includes other solutions such as comprehensive homeowners' insurance, comprehensive business insurance, oil risk insurance, engineering risk insurance, microinsurance, travel insurance, income from fortuitous events insurance among others.

Risk transfer to reinsurers: The reinsurance policy is reviewed periodically by the Operations Officer, considering all lines of insurance that require spreading/transfer of a portion of the risks as well as the periodic evaluation of reinsurers with which PAN Seguros has a reinsurance contract in accordance with the criteria established by SUSEP. The retention limits by line of insurance established by legislation currently in force are also observed by PAN Seguros.

PAN Seguros enters into reinsurance contracts with the following objectives: to spread and transfer part of its risk so as to maintain/increase its capacity to assume risks; to ensure operating profit; and to reduce the impact of possible deviations in the claims rate of the portfolio/line of insurance.

The table below presents the main reinsurance companies with whom Pan Seguros maintains a contract at June 30, 2016:

Reinsurance company	Class
Austral Resseguradora S.A.	Local
BTG Pactual Resseguradora S.A.	Local
IRB Brasil Resseguros S.A.	Local

IV. Financial risk

The risks associated with the investment portfolio are monitored monthly by the finance department of PAN Seguros based on the guidelines set out in the Investment Policy that is periodically reviewed. Financial risk is divided into credit risk, liquidity risk and market risk.

Credit risk

Credit risk is associated with a potential loss from borrowers or counterparties failing to satisfy their financial obligations to the company or a deterioration in the borrower's or counterparty's credit rating assigned by external rating agencies that could impair the borrower's or counterparty's ability to perform on contractual obligations.

PAN Seguros takes a conservative approach, investing mostly in public securities and, for this reason, the credit risk in its investment portfolio is assessed as low. The investment policy was developed in line with the investment limits by issuer and investment type established by National Monetary Council Resolution 4,484/2016.

PAN Seguros operates primarily in the mass market segment, which is characterized by one policyholder (legal entity) being responsible for transferring insurance premiums. The credit quality of the issuers and counterparties is assessed based principally on the levels of credit recognized and other public information available.

The credit risk management process at PAN Seguros is continuous and involves a periodic monitoring of the borrowers' and counterparties' credit ratings assigned by external rating agencies (Fitch Ratings or equivalent).

The table below presents the financial assets by credit rating assigned on the global scale by Fitch Ratings. The assets in the without rating category refer to those without external credit rating.

Portfolio by accounting class and category	AAA	AA+	A-	BBB-	BB	Without rating	6/30/2016
Cash and banks	331	48	-	16	65	-	460
Financial assets	-	37,199	17,818	-	379,223	97,351	531,591
Trading securities	-	-	-	-	-	89,987	89,987
Available-for-sale securities	-	37,199	17,818	-	379,223	7,364	441,604
Loans and receivables	-	-	-	-	-	858,277	858,277

Premiums receivable	-	-	-	-	-	372,142	372,142
Receivables from insurance companies	-	-	-	-	-	5,219	5,219
Receivables from reinsurance companies	-	-	-	-	-	8,960	8,960
Notes and credits receivable, except tax credit	-	-	-	-	-	15,031	15,031
Judicial deposits	-	-	-	-	-	6,318	6,318
Other receivables	-	-	-	-	-	32,296	32,296
Reinsurance assets	-	-	-	-	-	418,311	418,311
Maximum exposure to credit risk	**331**	**37,247**	**17,818**	**16**	**379,288**	**955,628**	**1,390,328**

Liquidity risk

Liquidity risk is the risk that PAN Seguros will not be able to meet its expected current and future obligations and collateral needs, without affecting daily operations and without incurring significant losses.

PAN Seguros periodically assesses its assets (investment portfolio, receivables from insurance and reinsurance operations, reinsurance assets, cash and cash equivalents) and its liabilities (technical reserves, accounts payable, payables for insurance and reinsurance operations and third-party deposits) based on the contractual undiscounted cash flow, as shown below.

Liquidity risk is the risk that PAN Seguros will not be able to efficiently meet both expected and unexpected current and future obligations and collateral needs, without affecting daily operations and without incurring significant losses; and also the risk that the entity cannot easily trade a position at the market price because of the large size in relation to the volume normally transacted or market disruption.

Liquidity risk management is carried out by PAN Seguros by monitoring compliance with the regulation established by SUSEP and the National Monetary Council, mainly with respect to coverage of technical reserves by guaranteeing assets, capital adequacy and solvency.

Market risk

Market risk is associated with potential losses on the investment portfolio resulting from exposures to a variety of risk factors such as: interest rate, price index and movements in the price of shares, debentures.

The objective of PAN Seguros's market risk management is to monitor market risk exposures. PAN Seguros is exposed to the following primary risk factors:

- Interest rates: the interest rate risk arises from the pricing of assets and liabilities at distinct times, as well as from unexpected oscillations in slope, curvature and/or convexity of the term structures of interest rates prevailing in the market and changes in correlations between different interest rates;
- Price index: risks of oscillations in the price indices such as General Market Price Index (IGP-M) and National Consumer Price Index (IPCA);
- Share price: risks of losses arising from movements in the prices of shares to which PAN Seguros is exposed.

Sensitivity analysis of market risk

Market risk is measured using Value at Risk (VaR) with the objective of evaluating the impact of these risk factors (interest rate, price index and share price) under both normal and stress conditions for the investment portfolio, representing the maximum loss expected on the investment portfolio over a given time period and given a specified degree of confidence.

V. Capital risk

PAN Seguros maintains sufficient and adequate levels of capital in compliance with the requirements of the National Council of Private Insurance (CNSP) and the Superintendence of Private Insurance (SUSEP), in addition to maximizing the return on capital to its stockholders.

b.1) Sensitivity analysis

The sensitivity analysis is designed to show the quantitative effects on the estimated amount of claims stated in PAN Seguros's liabilities as well as in the adjusted equity (AE) and in profit or loss when one or more variables applied to the method of calculation of the reserve set up on a given base date are changed.

In this context, the sensitivity analysis performed for PAN Seguros at June 30, 2016 was applied to the incurred but not reported claims reserve (IBNR), loss adjustment expense reserve (LAE) and outstanding claims reserve (OCR) recognized for all lines of insurance sold by PAN Seguros, with the following results:

Actuarial assumptions	6/30/2016				6/30/2015			
	Liabilities (9)	Assets (10)	AE	P&L (11)	Liabilities (9)	Assets (10)	AE	P&L (11)
5.0% rise in the claims rate, applied to the IBNR reserve (1)	3,796	568	1,775	1,775	3,544	394	1,890	1,890
5.0% decline in the claims rate, applied to the IBNR reserve (2)	(3,796)	(568)	(1,775)	(1,775)	(3,544)	(394)	(1,890)	(1,890)
5.0% rise in the claims rate, applied to the LAE reserve (relating to IBNR) (3)	25	4	12	12	111	12	59	59
5.0% decline in the claims rate, applied to the LAE reserve (relating to IBNR) (4)	(25)	(4)	(12)	(12)	(111)	(12)	(59)	(59)
0.5% rise in the inflation rate, applied to the OCR (5)	609	90	286	286	535	47	293	293
0.5% decline in the inflation rate, applied to the OCR (6)	(609)	(90)	(286)	(286)	(535)	(47)	(293)	(293)
0.5% rise in the inflation rate, applied to the LAE reserve (relating to OCR) (7)	18	1	9	9	27	1	16	16
0.5% decline in the inflation rate, applied to the LAE reserve (relating to OCR) (8)	(18)	(1)	(9)	(9)	(27)	(1)	(16)	(16)

(1) Increasing by 5.0 percentage points the claims rate noted in the IBNR reserve and holding all other variables applied to the respective base dates analyzed.
(2) Reducing by 5.0 percentage points the claims rate noted in the IBNR reserve and holding all other variables applied to the respective base dates analyzed.
(3) Increasing by 5.0 percentage points the claims rate for the LAE reserve (relating to IBNR) and holding all other variables applied to the respective base dates analyzed.
(4) Reducing by 5.0 percentage points the claims rate for the LAE reserve (relating to IBNR) and holding all other variables applied to the respective base dates analyzed.
(5) Increasing by 0.5 percentage point the inflation rate applied to unpaid outstanding claims included in the Outstanding Claims Reserve (OCR) stated at the respective base dates analyzed, with all other variables held constant.
(6) Reducing by 0.5 percentage point the inflation rate applied to unpaid outstanding claims included in the Outstanding Claims Reserve (OCR) stated at the respective base dates analyzed, with all other variables held constant.
(7) Increasing by 0.5 percentage point the inflation rate applied to unpaid outstanding claims included in the Loss Adjustment Expense Reserve (LAE) (relating to OCR) stated at the respective base dates analyzed, with all other variables held constant.
(8) Reducing by 0.5 percentage point the inflation rate applied to unpaid outstanding claims included in the Loss Adjustment Expense Reserve (LAE) (relating to OCR) stated at the respective base dates analyzed, with all other variables held constant.
(9) Amounts that should be added to the liabilities of PAN Seguros to determine the impact caused on the Equity and Profit or Loss.
(10) Amounts that should be added to the assets of PAN Seguros to determine the impact caused on the Equity and Profit or Loss.
(11) Amounts obtained after the deduction of income tax and social contribution.

b.2) Liability Adequacy Test (LAT)

Pursuant to SUSEP Circular 517/2015 and amendments thereto that established the liability adequacy test for the purposes of financial statement preparation and set the rules and procedures for its implementation, insurers shall assess whether their recognized insurance liabilities are adequate, using current estimates of future cash flows under their insurance contracts. If the difference between the current estimates of cash flows and the sum of the carrying amount of the technical reserves at the base date, less deferred acquisition costs and related intangible assets, results in a positive amount, then the insurer shall recognize this amount in the Reserve for Supplementary Coverage (PCC) when the deficiency comes from the unearned premium reserve, mathematical reserve for unvested benefits and mathematical reserve for vested benefits, which have strict calculation rules that cannot be altered due to deficiencies. The adjustments resulting from deficiencies of other technical reserves determined by the LAT shall be made directly on the reserves. In such case, PAN Seguros shall recalculate the result of the LAT based on the adjusted reserves and record in the PCC only the remaining deficiency.

The LAT was gross of reinsurance and, to perform this test, PAN Seguros considered the segmentation established by SUSEP Circular 517/2015, i.e. between events to occur and events occurred; later, between insurance against damage and personal insurance and, lastly, between premiums recorded and future premiums, excluding DPVAT insurance operations.

For the preparation of cash flows, PAN Seguros considered the estimate of premiums, claims, expenses and taxes measured at the base date of June 2016, and discounted at the relevant term structure of risk-free interest rates, based on the methodology proposed by SUSEP, using the Svensson model for both interpolation and extrapolation of interest rate curves, and generic algorithms, in complement to traditional algorithms of non-linear optimization, for estimation of model parameters.

The Svensson model is frequently used in the financial market to estimate interest rate curves. This model represents an extrapolation of the Nelson-Siegel model, adding one more exponential component to the term interest rate curve, considering two more parameters.

Based on PAN Seguros's Actuarial Study of the Liability Adequacy Test at June 30, 2016, the conclusion reached was that PAN Seguros's recognized insurance liabilities under insurance contracts are adequate for the Groups of Events to Occur and Events Occurred, with no need to adjust the established reserves, less deferred acquisition costs and related intangible assets, since they were higher than the estimates of cash flows that were prepared in conformity with the minimum parameters set by SUSEP Circular 517/2015 as amended by Circular 521/2015.

Note 7 – Segment information

CAIXA Seguridade Group's management believes that the best reference figures to present segment information are the results of equity investments and revenue from distribution network access and use of brand.

a) Breakdown of the revenue by category

Description	Parent company and Consolidated	
	2nd quarter of 2016	1st half of 2016
Results of equity investments	225,581	461,836
Revenue from distribution network access and use of brand	69,382	157,950
Total	**294,963**	**619,786**

b) Statement of income by category

Description	Parent company and Consolidated					
	2nd quarter of 2016			1st half of 2016		
	Results of equity interests	Revenue from distribution network access and use of brand	Total	Results of equity interests	Revenue from distribution network access and use of brand	Total
Operating revenue	**225,581**	**69,382**	**294,963**	**461,836**	**157,950**	**619,786**
Revenue from the operation	225,581	69,382	294,963	461,836	157,950	619,786
Other operating income (expenses)	**(8,157)**	**(8,474)**	**(16,631)**	**(14,639)**	**(18,580)**	**(33,219)**
Administrative expenses (1)	(3,155)	(971)	(4,126)	(4,727)	(1,616)	(6,343)
Tax expenses (2)	(2,475)	(6,726)	(9,201)	(4,369)	(15,068)	(19,437)
Other operating expenses	(2,527)	(777)	(3,304)	(5,543)	(1,896)	(7,439)
Profit before finance income and costs	**217,424**	**60,908**	**278,332**	**447,197**	**139,370**	**586,567**
Finance result	**-**	**4,731**	**4,731**	**-**	**7,448**	**7,448**
Finance income (3)	-	4,731	4,731	-	7,448	7,448
Finance costs	-	-	-	-	-	-
Profit before income tax and social contribution	**217,424**	**65,639**	**283,063**	**447,197**	**146,818**	**594,015**
Current income tax and social contribution (4)	(7,763)	(21,036)	(28,799)	(13,766)	(47,472)	(61,238)
Profit for the period	**209,661**	**44,603**	**254,264**	**433,431**	**99,346**	**532,777**

(1) Administrative expenses: see Note 16 – Administrative expenses.
(2) Tax expenses: see Note 18 – Tax expenses.
(3) Finance income: arises from the investments of cash received for distribution network access and use of brand.
(4) Income tax and social contribution on interest on capital: see Note 11 – Income tax and social contribution.

Note 8 – Cash and cash equivalents

Description	Parent company		Consolidated	
	6/30/2016	12/31/2015	6/30/2016	12/31/2015
Bank deposits	5	314	105	414
Financial investments	137,470	51,699	137,470	51,699
Total	**137,475**	**52,013**	**137,575**	**52,113**

Financial investments	Balance at June 30, 2016	Income earned in the 2nd quarter of 2016	Income earned in 2016
Bank deposit certificates (CDB) (1)	137,470	4,731	7,448
Total	**137,470**	**4,731**	**7,448**

(1) CDBs are maintained with CAIXA Econômica Federal and have daily liquidity.

Note 9 – Accounts receivable

Accounts receivable refer to the revenue described in Note 15 – Revenue from distribution network access and use of brand, principally from related parties, related to revenue from access to the distribution network and use of brand for insurance, pension, capitalization and consortium plans paid by CAIXA clients.

Description	Parent company and Consolidated	
	6/30/2016	12/31/2015
Revenue receivable from related parties	31,318	33,721
Revenue receivable from third parties	5	600
Total	**31,323**	**34,321**

Note 10 - Investments

a) Changes in investments

Investees	Parent company				
	12/31/2015	Changes in investments			6/30/2016
		Equity in the results of investees	Dividends and interest on capital	Carrying value adjustments	
CAIXA Seguros	2,635,360	438,073	(467,444)	121,994	2,727,983
CAIXA Holding	383,190	23,763	-	63	407,016
Total	**3,018,550**	**461,836**	**(467,444)**	**122,057**	**3,134,999**

Investees	Consolidated				
	12/31/2015	Changes in investments			6/30/2016
		Equity in the results of investees	Dividends and interest on capital	Carrying value adjustments	
CAIXA Seguros	2,635,360	438,073	(467,444)	121,994	2,727,983
PAN Seguros	353,709	21,036	-	63	374,808
PAN Corretora	29,381	2,727	-	-	32,108
Total	**3,018,450**	**461,836**	**(467,444)**	**122,057**	**3,134,899**

b) Summarized results of equity investments:

Description	2nd quarter of 2016		
	Parent company		
	CAIXA Seguros	CAIXA Holding	Total
Revenue from the operation	3,253,302	-	3,253,302
Result of equity investments	-	11,624	11,624
Costs/expenses of the operation	(2,636,273)	-	(2,636,273)
Operating margin	**617,029**	**11,624**	**628,653**
Administrative expenses	(133,151)	-	(133,151)
Tax expenses	(83,685)	-	(83,685)
Finance result	422,019	-	422,019
Equity result	8,152	-	8,152
Other operating income (expenses)	-	-	
Operating profit	**830,364**	**11,624**	**841,988**
Gains or losses on non-current assets	(7,421)	-	(7,421)
Profit before taxes, profit sharing and non-controlling interests	**822,943**	**11,624**	**834,567**
Income tax	(203,920)	-	(203,920)
Social contribution	(157,144)	-	(157,144)
Profit sharing	-	-	-
Non-controlling interests	(18,077)	-	(18,077)
Profit attributable to controlling shareholders	**443,804**	**11,624**	**455,428**
Profit attributable to CAIXA Seguridade Group	**213,957**	**11,624**	**225,581**
Profit attributable to the other controlling shareholders	**229,847**	**-**	**229,847**

Description	2nd quarter of 2016			
	Consolidated			
	CAIXA Seguros	PAN Seguros	PAN Corretora	Total
Revenue from the operation	3,253,302	164,103	6,029	3,423,434
Costs/expenses of the operation	(2,636,273)	(100,802)	-	(2,737,075)
Operating margin	**617,029**	**63,301**	**6,029**	**686,359**
Administrative expenses	(133,151)	(15,752)	(1,394)	(150,297)
Tax expenses	(83,685)	(4,845)	(1,148)	(89,678)
Finance result	422,019	14,870	672	437,561
Equity result	8,152	75	-	8,227
Other operating income (expenses)	-	(25,808)	377	(25,431)
Operating profit	**830,364**	**31,841**	**4,536**	**866,741**
Gains or losses on non-current assets	(7,421)	-	-	(7,421)
Profit before taxes, profit sharing and non-controlling interests	**822,943**	**31,841**	**4,536**	**859,320**
Income tax	(203,920)	(3,609)	(1,132)	(208,661)
Social contribution	(157,144)	(3,004)	(409)	(160,557)
Profit sharing	-	-	-	-
Non-controlling interests	(18,077)	(4,500)	-	(22,577)
Profit attributable to controlling shareholders	**443,804**	**20,728**	**2,995**	**467,527**
Profit attributable to CAIXA Seguridade Group	**213,957**	**10,157**	**1,467**	**225,581**
Profit attributable to the other controlling shareholders	**229,847**	**10,571**	**1,528**	**241,946**

Description	1st half of 2016
	Parent company

	CAIXA Seguros	CAIXA Holding	Total
Revenue from the operation	6,358,073	-	6,358,073
Result of equity investments	-	23,763	23,763
Costs/expenses of the operation	(5,093,664)	-	(5,093,664)
Operating margin	**1,264,409**	**23,763**	**1,288,172**
Administrative expenses	(255,550)	-	(255,550)
Tax expenses	(165,718)	-	(165,718)
Finance result	823,486	-	823,486
Equity result	13,380	-	13,380
Other operating income (expenses)	-	-	
Operating profit	**1,680,007**	**23,763**	**1,703,770**
Gains or losses on non-current assets	(6,191)	-	(6,191)
Profit before taxes, profit sharing and non-controlling interests	**1,673,816**	**23,763**	**1,697,579**
Income tax	(411,279)	-	(411,279)
Social contribution	(319,304)	-	(319,304)
Profit sharing	-	-	-
Non-controlling interests	(34,555)	-	(34,555)
Profit attributable to controlling shareholders	**908,678**	**23,763**	**932,441**
Profit attributable to CAIXA Seguridade Group	**438,073**	**23,763**	**461,836**
Profit attributable to the other controlling shareholders	**470,605**	**-**	**470,605**

Description	1st half of 2016			
	Consolidated			
	CAIXA Seguros	PAN Seguros	PAN Corretora	Total
Revenue from the operation	6,358,073	309,373	11,224	6,678,670
Costs/expenses of the operation	(5,093,664)	(177,190)	-	(5,270,854)
Operating margin	**1,264,409**	**132,183**	**11,224**	**1,407,816**
Administrative expenses	(255,550)	(30,975)	(2,928)	(289,453)
Tax expenses	(165,718)	(10,687)	(1,148)	(177,553)
Finance result	823,486	32,152	1,389	857,027
Equity result	13,380	160	-	13,540
Other operating income (expenses)	-	(56,787)	(4)	(56,791)
Operating profit	**1,680,007**	**66,046**	**8,533**	**1,754,586**
Gains or losses on non-current assets	(6,191)	-	-	(6,191)
Profit before taxes, profit sharing and non-controlling interests	**1,673,816**	**66,046**	**8,533**	**1,748,395**
Income tax	(411,279)	(8,494)	(2,097)	(421,870)
Social contribution	(319,304)	(5,321)	(759)	(325,384)
Profit sharing	-	-	(110)	(110)
Non-controlling interests	(34,555)	(9,300)	-	(43,855)
Profit attributable to controlling shareholders	**908,678**	**42,931**	**5,567**	**957,176**
Profit attributable to CAIXA Seguridade Group	**438,073**	**21,036**	**2,727**	**461,836**
Profit attributable to the other controlling shareholders	**470,605**	**21,895**	**2,840**	**495,340**

b.1) Breakdown of the result of CAIXA Seguros:

Description	2nd quarter of 2016						
	CAIXA Seguradora	CAIXA Vida & Previdência	CAIXA Capitalização	CAIXA Consórcio	CAIXA Seguros Saúde	Other / Consolidation adjustments	CAIXA Seguros Holding
Revenue from the operation	1,194,250	1,803,316	56,004	99,178	149,612	(49,058)	3,253,302
Costs/expenses of the operation	(656,034)	(1,660,242)	(25,071)	(44,322)	(204,836)	(45,768)	(2,636,273)
Operating margin	**538,216**	**143,074**	**30,933**	**54,856**	**(55,224)**	**(94,826)**	**617,029**
Administrative expenses	(77,502)	(14,151)	(8,565)	(11,943)	(4,728)	(16,262)	(133,151)
Tax expenses	(48,232)	(11,196)	(2,950)	(14,501)	(804)	(6,002)	(83,685)
Finance result	148,039	32,587	44,741	7,294	4,175	185,183	422,019
Equity result	(176)	-	-	-	-	8,328	8,152
Operating profit (loss)	**560,345**	**150,314**	**64,159**	**35,706**	**(56,581)**	**76,421**	**830,364**
Gains or losses on non-current assets	(7,381)	-	-	-	-	(40)	(7,421)
Profit before taxes, profit sharing and non-controlling interests	**552,964**	**150,314**	**64,159**	**35,706**	**(56,581)**	**76,381**	**822,943**
Income tax	(138,711)	(37,606)	(16,065)	(8,952)	-	(2,586)	(203,920)
Social contribution	(111,827)	(29,133)	(11,202)	(3,229)	-	(1,753)	(157,144)
Profit for the period	**302,426**	**83,575**	**36,892**	**23,525**	**(56,581)**	**72,042**	**461,879**
Attributable to stockholders of the Group	302,426	83,575	18,815	23,526	(56,581)	72,043	443,804
Attributable to non-controlling interests in subsidiaries	-	-	18,077	-	-	-	18,077
CAIXA Seguridade Group's ownership percentage							**48.21%**
Attributable to CAIXA Seguridade Group							**213,957**
Attributable to the other shareholders							**229,847**

Description	1st half of 2016						
	CAIXA Seguradora	CAIXA Vida & Previdência	CAIXA Capitalização	CAIXA Consórcio	CAIXA Seguros Saúde	Other / Consolidation adjustments	CAIXA Seguros Holding
Revenue from the operation	2,409,666	3,485,167	107,167	193,396	248,766	(86,089)	6,358,073
Costs/expenses of the operation	(1,312,987)	(3,210,741)	(50,981)	(93,007)	(328,010)	(97,938)	(5,093,664)
Operating margin	**1,096,679**	**274,426**	**56,186**	**100,389**	**(79,244)**	**(184,027)**	**1,264,409**
Administrative expenses	(148,430)	(27,778)	(16,367)	(23,491)	(9,550)	(29,934)	(255,550)
Tax expenses	(96,355)	(22,216)	(5,705)	(28,375)	(2,523)	(10,544)	(165,718)
Finance result	289,865	72,171	91,354	15,297	8,437	346,362	823,486
Equity result	(611)	-	-	-	-	13,991	13,380
Operating profit (loss)	**1,141,148**	**296,603**	**125,468**	**63,820**	**(82,880)**	**135,848**	**1,680,007**
Gains or losses on non-current assets	(6,136)	-	-	-	(15)	(40)	(6,191)
Profit before taxes, profit sharing and non-controlling interests	**1,135,012**	**296,603**	**125,468**	**63,820**	**(82,895)**	**135,808**	**1,673,816**
Income tax	(285,083)	(74,259)	(31,426)	(16,021)	-	(4,490)	(411,279)
Social contribution	(228,225)	(58,459)	(23,521)	(5,779)	-	(3,320)	(319,304)
Profit for the period	**621,704**	**163,885**	**70,521**	**42,020**	**(82,895)**	**127,998**	**943,233**
Attributable to stockholders of the Group	621,704	163,885	35,966	42,020	(82,895)	127,998	908,678
Attributable to non-controlling interests in subsidiaries	-	-	34,555	-	-	-	34,555
CAIXA Seguridade Group's ownership percentage							**48.21%**
Attributable to CAIXA Seguridade Group							**438,073**
Attributable to the other shareholders							**470,605**

b.1.1) Breakdown of the insurance products of CAIXA Seguradora:

Lines of insurance	2nd quarter of 2016						
	Written premiums	Variations in technical reserves for premiums	Earned premiums	Claims incurred	Acquisition costs	Other operating income and expenses	Operating margin
Homeowners' insurance	513,257	29,556	542,813	(139,214)	(52,644)	10,150	361,105
Vehicle insurance	50,774	(1,714)	49,060	(38,110)	(4,385)	(4,618)	1,947
Mandatory bodily injury car insurance coverage (DPVAT)	67,375	(396)	66,979	(57,354)	(943)	(1,302)	7,380
Property insurance	87,735	(4,045)	83,690	(40,054)	(25,756)	(3,028)	14,852
Credit life insurance	153,741	(61,928)	91,813	(25,285)	(29,468)	(5,988)	31,072
Life insurance	263,750	(21,184)	242,566	(65,431)	(48,324)	(34,067)	94,744
Other	46,825	4,623	51,448	(9,974)	(11,745)	(2,613)	27,116
Total	**1,183,457**	**(55,088)**	**1,128,369**	**(375,422)**	**(173,265)**	**(41,466)**	**538,216**

Lines of insurance	1st half of 2016						
	Written premiums	Variations in technical reserves for premiums	Earned premiums	Claims incurred	Acquisition costs	Other operating income and expenses	Operating margin
Homeowners' insurance	1,018,345	29,556	1,047,901	(267,949)	(95,453)	26,051	710,550
Vehicle insurance	98,732	(434)	98,298	(69,733)	(10,186)	(16,370)	2,009
Mandatory bodily injury car insurance coverage (DPVAT)	162,717	(2,493)	160,224	(138,499)	(2,278)	(2,709)	16,738
Property insurance	192,314	(27,847)	164,467	(69,059)	(42,722)	(22,691)	29,995
Credit life insurance	306,013	(129,075)	176,938	(42,577)	(73,455)	(11,734)	49,172
Life insurance	488,983	(8,934)	480,049	(112,368)	(96,684)	(33,791)	237,206
Other	101,713	(874)	100,839	(17,231)	(23,099)	(9,500)	51,009
Total	**2,368,817**	**(140,101)**	**2,228,716**	**(717,416)**	**(343,877)**	**(70,744)**	**1,096,679**

b.2) Breakdown of the insurance products of PAN Seguros:

Lines of insurance	2nd quarter of 2016						
	Written premiums	Variations in technical reserves for premiums	Earned premiums	Claims incurred	Acquisition costs	Other operating income and expenses	Operating margin
Surety bond – Public and private sector	66,089	(31,211)	34,878	(349)	(6,881)	1,615	29,263
Credit life insurance	35,601	(3,035)	32,566	(3,098)	(13,774)	964	16,658
Mandatory bodily injury car insurance coverage (DPVAT)	14,123	(56)	14,067	(12,022)	(198)	(258)	1,589
Group personal accident	2,899	355	3,254	(2,050)	(1,400)	(494)	(690)
Extended warranty – goods in general	8,328	(5,875)	2,453	(925)	(1,615)	(94)	(181)
Group life insurance	5,481	147	5,628	(2,747)	(1,148)	(203)	1,530
Homeowners' insurance – credit life	2,595	(18)	2,577	(857)	(119)	(24)	1,577
Homeowners' insurance – other coverages	21,584	(733)	20,851	(223)	(90)	(4,515)	16,023
Multiple perils (1)	7,402	(2,977)	4,425	(1,608)	(2,104)	(3,181)	(2,468)
Total	**164,102**	**(43,403)**	**120,699**	**(23,879)**	**(27,329)**	**(6,190)**	**63,301**

(1) Engineering risks; Rent guarantee insurance; Travel; Income from fortuitous events; Unemployment/loss of income; Comprehensive homeowners and comprehensive business; Microinsurance; Oil risks; Multiple perils.

Lines of insurance	1st half of 2016						
	Written premiums	Variations in technical reserves for premiums	Earned premiums	Claims incurred	Acquisition costs	Other operating income and expenses	Operating margin
Surety bond – Public and private sector	103,508	(36,213)	67,295	(1,235)	(12,572)	3,250	56,738
Credit life insurance	85,692	(18,882)	66,810	(9,383)	(27,185)	1,888	32,130
Mandatory bodily injury car insurance coverage (DPVAT)	37,330	(549)	36,781	(31,774)	(523)	(536)	3,948
Group personal accident	4,869	990	5,859	(3,112)	(2,768)	(1,507)	(1,528)
Extended warranty – goods in general	10,260	(5,501)	4,759	(926)	(3,492)	(93)	248
Group life insurance	10,070	89	10,159	(5,599)	(2,118)	(1,147)	1,295
Homeowners' insurance – credit life	4,548	(26)	4,522	(1,238)	(225)	(589)	2,470
Homeowners' insurance – other coverages	42,301	(733)	41,568	3,402	(1,696)	(4,864)	38,410
Multiple perils (1)	10,794	(3,114)	7,680	(2,528)	(3,104)	(3,576)	(1,528)
Total	**309,372**	**(63,939)**	**245,433**	**(52,393)**	**(53,683)**	**(7,174)**	**132,183**

(1) Engineering risks; Rent guarantee insurance; Travel; Income from fortuitous events; Unemployment/loss of income; Comprehensive homeowners and comprehensive business; Microinsurance; Oil risks; Multiple perils.

c) Summary balance sheet for investees:

Description	6/30/2016	
	Parent company	
	CAIXA Seguros	CAIXA Holding
Assets	**52,184,204**	**407,016**
Cash and cash equivalents	79,200	100
Financial investments	45,351,329	-
Receivables from insurance and reinsurance operations	1,483,307	-
Reinsurance and retrocession assets – technical reserves	211,833	-
Tax assets	2,602,361	-
Investments	186,176	406,916
Intangible assets	273,033	-
Other assets	1,996,965	-
Liabilities	**46,361,932**	**-**
Operating liabilities	40,886,154	-
Tax liabilities	1,791,623	-
Payables for insurance and reinsurance operations	237,985	-
Provisions	2,985,280	-
Other liabilities	460,890	-
Equity	**5,822,272**	**407,016**
Attributable to CAIXA Seguridade Group (1)	2,727,983	407,016
Attributable to the other shareholders	3,094,289	-
Total liabilities and equity	**52,184,204**	**407,016**

(1) Total equity attributable to CAIXA Seguridade: R$ 3,134,999

Description	12/31/2015	
	Parent company	
	CAIXA Seguros	CAIXA Holding
Assets	**47,435,075**	**383,190**
Cash and cash equivalents	78,508	100
Financial investments	41,587,127	-
Receivables from insurance and reinsurance operations	1,426,543	-
Reinsurance and retrocession assets – technical reserves	239,199	-
Tax assets	1,916,290	-
Investments	184,516	383,090
Intangible assets	219,854	-
Other assets	1,783,038	-
Liabilities	**41,853,852**	**-**
Operating liabilities	37,434,791	-
Tax liabilities	1,183,902	-
Payables for insurance and reinsurance operations	223,079	-
Provisions	2,589,578	-
Other liabilities	422,502	-
Equity	**5,581,223**	**383,190**
Attributable to CAIXA Seguridade Group (1)	2,635,360	383,190
Attributable to the other shareholders	2,945,863	-
Total liabilities and equity	**47,435,075**	**383,190**

(1) Total equity attributable to CAIXA Seguridade: R$ 3,018,550

Description	6/30/2016		
	Consolidated		
	CAIXA Seguros	PAN Seguros	PAN Corretora
Assets	**52,184,204**	**2,055,380**	**74,461**
Cash and cash equivalents	79,200	460	312
Financial investments	45,351,329	531,591	21,816
Receivables from insurance and reinsurance operations	1,483,307	433,187	-
Reinsurance and retrocession assets – technical reserves	211,833	418,311	-
Tax assets	2,602,361	31,760	7,080
Investments	186,176	421	-
Intangible assets	273,033	463,825	37,134
Other assets	1,996,965	175,825	8,119
Liabilities	**46,361,932**	**1,285,386**	**8,933**
Operating liabilities	40,886,154	543,177	343
Tax liabilities	1,791,623	67,110	8,525
Payables for insurance and reinsurance operations	237,985	280,135	-
Provisions	2,985,280	385,509	-
Other liabilities	460,890	9,455	65
Equity	**5,822,272**	**769,994**	**65,528**
Attributable to company CAIXA Seguridade[1]	2,727,983	377,288	32,108
Attributable to the other shareholders	3,094,289	392,706	33,420
Total liabilities and equity	**52,184,204**	**2,055,380**	**74,461**

(1) Total equity attributable to CAIXA Seguridade: R$ 3,137,379

Description	12/31/2015		
	Consolidated		
	CAIXA Seguros	PAN Seguros	PAN Corretora
Assets	**47,435,075**	**1,892,067**	**65,655**
Cash and cash equivalents	78,508	861	120
Financial investments	41,587,127	486,869	14,569
Receivables from insurance and reinsurance operations	1,426,543	355,717	-
Reinsurance and retrocession assets – technical reserves	239,199	388,922	-
Tax assets	1,916,290	26,255	3,779
Investments	184,516	427	-
Intangible assets	219,854	480,120	38,873
Other assets	1,783,038	152,896	8,314
Liabilities	**41,853,852**	**1,165,132**	**5,694**
Operating liabilities	37,434,791	801,240	230
Tax liabilities	1,183,902	60,046	5,437
Payables for insurance and reinsurance operations	223,079	281,565	-
Provisions	2,589,578	10,373	-
Other liabilities	422,502	11,908	27
Equity	**5,581,223**	**726,935**	**59,961**
Attributable to company CAIXA Seguridade[1]	2,635,360	356,190	29,381
Attributable to the other shareholders	2,945,863	370,745	30,580
Total liabilities and equity	**47,435,075**	**1,892,067**	**65,655**

(1) Total equity attributable to CAIXA Seguridade: R$ 3,020,931

d) Reconciliation of financial information of investments

Description	6/30/2016		
	Parent company		
	CAIXA Seguros	CAIXA Holding	Total
Equity at January 1	5,466,420	383,190	5,849,610
Distribution of dividends to shareholders	(969,602)	-	(969,602)
Profit for the period	908,678	23,763	932,441
Other comprehensive income	253,046	63	253,109
Other changes	-	-	-
Equity at June 30	**5,658,542**	**407,016**	**6,065,558**
Ownership interest - %	48.21	100.00	-
Interest in investments	**2,727,983**	**407,016**	**3,134,999**
Goodwill	-	-	-
Carrying amount of the investment in the Group	**2,727,983**	**407,016**	**3,134,999**

Description	6/30/2016			
	Consolidated			
	CAIXA Seguros	PAN Seguros	PAN Corretora	Total
Equity at January 1	5,466,420	726,934	59,961	6,253,315
Distribution of dividends to shareholders	(969,602)	-	-	(969,602)
Profit for the period	908,678	42,931	5,567	957,176
Other comprehensive income	253,046	129	-	253,175
Other changes	-	-	-	-
Equity at June 30	**5,658,542**	**769,994**	**65,528**	**6,494,064**
Ownership interest - %	48.210	48.999	49.000	-
Interest in investments	**2,727,983**	**377,288**	**32,108**	**3,137,379**
Goodwill	-	(2,482)	-	(2,482)
Carrying amount of the investment in the Group	**2,727,983**	**374,808**	**32,108**	**3,134,899**

Note 11 – Income tax and social contribution

CAIXA Seguridade S/A elected the actual profits method for computing Brazilian income tax (IRPJ) and social contribution (CSLL) on an annual basis. Under the actual profits method, CAIXA Seguridade is subject to monthly tax payments with the adoption of the trial balance for tax burden suspension or reduction purposes, if conditions set forth in article 230 of Decree 3,000 of March 26, 1999 and other applicable legislation are met.

I. Amounts reported on the parent company and consolidated statement of income:

Description	Parent company and Consolidated	
	2nd quarter of 2016	1st half of 2016
IRPJ and CSLL on revenue from distribution network access and use of brand [1]	(21,038)	(47,476)
IRPJ and CSLL on equity in the results of investees [1]	(7,763)	(13,767)
Total current taxes	**(28,801)**	**(61,243)**

I. The rate of IRPJ is 15% plus a 10% surcharge and the rate of CSLL is 9%.

II. Reconciliation of income tax and social contribution charge included in the parent company and consolidated statement of income

Description	Parent company and Consolidated	
	2nd quarter of 2016	1st half of 2016
I) Profit before income tax (IRPJ) and social contribution (CSLL)	**283,063**	**594,015**
IRPJ (rate of 25%)	(70,760)	(148,492)
CSLL (rate of 9%)	(25,475)	(53,461)
IRPJ and CSLL	**(96,235)**	**(201,953)**
Effect of additions/exclusions - IRPJ (25%) and CSLL (9%) (1)	67,434	140,710
II) IRPJ and CSLL expense	**(28,801)**	**(61,243)**
Group's profit before IRPJ and CSLL (I)	**283,063**	**594,015**
III Total IRPJ and CSLL expense (II)	**(28,801)**	**(61,243)**
Effective tax rate	10.17%	10.31%
IV) Deferred tax assets (IRPJ and CSLL)	**2**	**5**
Total IRPJ and CSLL expense (III) + deferred tax assets (IV)	**(28,799)**	**(61,238)**

(1) The effects of exclusions arise from the exclusion of the equity in results of investees held by the Company.

Note 12 – Accounts payable

At June 30, 2016, accounts payable refer to amounts payable for shared costs and operating activities under the Agreement for Execution of Operating Activities and Structure Sharing entered into between CAIXA and CAIXA Seguridade. On May 10, 2016, the amount of R$ 500 million was paid to CAIXA for a reduction in share capital approved at the Extraordinary General Meeting on December 30, 2015.

Note 13 – Provisions and contingent liabilities

The Company and CAIXA Holding were incorporated on May 21, 2015 and, until the date of these parent company and consolidated financial statements, are not parties to any judicial and/or administrative proceedings. Therefore, provisions and contingent liabilities were neither identified nor recognized by the Company.

Note 14 – Equity

a) Share capital

Capital, in the amount of R$ 2,756,687, is divided into 1,200,000,000 book-entry, common shares without par value. At June 30, 2016, equity was R$ 3,329,633, corresponding to a book value of R$ 2.77 per share.

b) Equity interests

Stockholders	6/30/2016	
	Shares	Total ownership - %
Caixa Econômica Federal	1,200,000,000	100.00
Other stockholders	-	-
Total	**1,200,000,000**	**100.00**

c) Accumulated other comprehensive income

The balance of R$ 13,426 at June 30, 2016 (December 31, 2015 – (R$ 108,631)) considers the comprehensive income of R$ 122,057 arising from carrying value adjustments in investees, related mainly to securities of CAIXA Seguros Holding S.A.

d) Earnings per share

d.1) Basic

In accordance with Brazilian corporate legislation, in the parent company basic earnings per share is calculated by dividing the profit for the period by the number of common shares outstanding at the end of each period, excluding common shares purchased and held as treasury shares. The following table shows basic earnings per share:

Parent company / Consolidated	2nd quarter of 2016	1st half of 2016
Profit attributable to stockholders of the Group – thousands	**254,264**	**532,777**
Weighted average number of outstanding common shares – thousands	1,200,000	1,200,000
Basic earnings per share - R$	**0.21189**	**0.44398**

d.2) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of common shares outstanding to assume conversion of all potential common shares with dilutive effects. The Company does not have any category of potential common shares with dilutive effects.

e) Dividends

The Company set aside 25% of the adjusted profit for the fiscal year 2015 for distribution to stockholders as mandatory minimum dividends, amounting to R$ 127,028, which was monetarily adjusted based on Brazil's core interest rate (SELIC) from the year-end date to the dividend payment date, May 10, 2016. The monetary adjustment amounted to R$ 6,008.

On May 9, 2016, by reason of the realization of gains through the receipt of additional dividends from CAIXA Seguradora, the Company's Board of Directors approved the use of the total amount of R$ 381,084 that should be transferred to realizable profit reserve to pay dividends.

Thus, on May 10, 2016, dividends out of the profit for fiscal year 2015 were paid in the amount of R$ 514,120, corresponding to R$ 0.42843 per share.

Note 15 – Revenue from distribution network access and use of brand

On June 30, 2015, CAIXA Seguridade Group and CAIXA entered into a right grant agreement whereby the Group was given the right to freely negotiate and receive in full the financial considerations owed by the in-network institutions for the right to access the Distribution Network and use the brand for distribution and marketing of the Products, without detriment to the consideration payable to CAIXA for the rendering of Products distribution and marketing services, which is paid by the operating entities.

The table below presents revenue from distribution network access and use of brand by insurance product:

Description	Parent company and Consolidated	
	2nd quarter of 2016	1st half of 2016
Capitalization	1,952	4,599
Consortium	4,692	11,645
Pension	9,111	29,286
Homeowners' insurance	22,867	48,991
Credit life insurance	27,732	55,997
Multiple peril insurance (1)	3,028	7,432
Revenue from distribution network access and use of brand	**69,382**	**157,950**

(1) Life insurance; vehicle insurance; health insurance; home emergency cover; home insurance; multi-risk insurance; lottery insurance; engineering risks insurance.

Note 16 – Administrative expenses

Description	Parent company and Consolidated	
	2nd quarter of 2016	1st half of 2016

Personnel expenses	2,614	3,390
Management compensation	787	1,455
Outsourced services	574	1,285
Other administrative expenses	151	213
Total	**4,126**	**6,343**

Note 17 – Other operating income and expenses

Description	Parent company and Consolidated	
	2nd quarter of 2016	1st half of 2016
Other operating income	23	23
Expenses related to monetary adjustment of dividends	(2,078)	(6,213)
Other operating expenses	(1,249)	(1,249)
Total	**(3,304)**	**(7,439)**

Note 18 – Tax expenses

The Social Integration Program (PIS) and Social Contribution on Revenues (COFINS) are determined by applying the statutory tax rates to the revenues of the Group (Laws 10,637/2002 and 10,833/2003).

There are two taxation systems established by the tax legislation for purposes of computing PIS and COFINS:

I. Cumulative: obligatory for private legal entities or those which calculate income tax (IRPJ) based on presumed or arbitrated profits, except for financial and other institutions, which are subject to this taxation system as established by the tax legislation;

II. Non-cumulative: obligatory for private legal entities or those which calculate income tax (IRPJ) based on the actual profit. In this system, tax credits determined can be used to reduce the amount of tax owed.

The tax rates are distinct too, as follows:

I. Cumulative system: PIS 0.65% and COFINS 4%;

II. Non-cumulative system: PIS 1.65% and COFINS 7.6%.

PIS and COFINS are computed on interest on capital and on revenue from distribution network access and use of brand using the non-cumulative system as the Company falls within this taxation system pursuant to the tax legislation.

	Parent company and Consolidated	
	2nd quarter of 2016	1st half of 2016
Interest on capital on investments in associates and jointly-controlled entities	**27,239**	**47,969**
PIS (1.65%) /COFINS (7.6%)	(2,519)	(4,437)
Subtotal tax expense	**(2,519)**	**(4,437)**
Revenue from distribution network access and use of brand	**69,405**	**157,973**
PIS (1.65%) / COFINS (7.6%)	(6,420)	(14,613)
Subtotal tax expense	**(6,420)**	**(14,613)**
Earnings on fixed-income securities	**4,731**	**7,448**
PIS (0.65%) / COFINS (4.0%)	(219)	(345)
Subtotal tax expense	**(219)**	**(345)**
Total tax expense	**(9,159)**	**(19,395)**

Note 19 – Related parties

a) Controlling entity

CAIXA Seguridade was organized as a wholly-owned subsidiary of state-owned bank CAIXA, which is linked to the Ministry of Finance and 100 percent owned by the government. Thus, CAIXA Seguridade is controlled directly by CAIXA and indirectly by the National Treasury (STN).

b) Transactions with related parties

The transactions with direct related parties are carried out in the course of CAIXA Seguridade's operating activities at terms and prices equivalent to the averages prevailing for transactions with unrelated parties, when applicable, at the dates of the transactions.

b.1) Parent company

The balances of transactions with the related party CAIXA are financial investments and amounts to pay for reimbursement of shared costs and operating activities set forth in the Agreement for Execution of Operating Activities and Structure Sharing entered into between CAIXA and CAIXA Seguridade.

The payables are recorded in the month in which they are incurred and are paid by the 10th business day of the following month after being formalized with the Group. Thus, there are no amounts classified as non-current liabilities.

b.2) Joint ventures and associates:

The balances of transactions with the related parties PAN Seguros (jointly-controlled entity) and CAIXA Seguros (associate) refer to amounts receivable related to revenue from distribution network access and use of brand of the Insurance Products that are recorded in CAIXA Seguridade Group. These amounts are provided for in operating agreements entered into between CAIXA and CAIXA Seguridade.

The receivables are recorded in the month in which they are earned and are received by the 5th business day of the following month. Thus, there are no amounts classified as non-current assets.

At June 30, 2016, receivables from related parties were fully performing.

The maximum exposure to credit risk at the balance sheet date is the carrying value of the receivables mentioned above.

Additionally, as a direct shareholder, CAIXA Seguridade Group has the right to record and receive dividends and interest on capital from the related parties CAIXA Seguros, PAN Seguros and PAN Corretora, considering the corporate restructuring discussed in Note 1 – Operations and general information.

The dividends receivable from these related parties are paid in the first half of the following financial year and are, therefore, classified as current assets.

At June 30, 2016, there were no past-due outstanding balances with related parties.

b.3) Other related parties:

The existing balances and transactions with the related party CAIXAPAR refer to amounts receivable arising from the equity interest in CAIXA Seguros that has been spun off into the Company.

The following tables show the balances with related parties considering the nature of the relationship with the entities:

Revenues and expenses arising from transactions with related parties:

Description	Parent company/Consolidated					
	2nd quarter of 2016			1st half of 2016		
	Parent company	Jointly-controlled entities/associates	Total	Parent company	Jointly-controlled entities/associates	Total
Revenue:	**4,731**	**69,379**	**74,110**	**7,448**	**155,073**	**162,521**
Revenue from distribution network access and use of brand:	**-**	**69,379**	**69,379**	**-**	**155,073**	**155,073**
CAIXA Seguros	-	68,269	68,269	-	153,930	153,930
PAN Seguros	-	1,110	1,110	-	1,143	1,143
Finance income	**4,731**	**-**	**4,731**	**7,448**	**-**	**7,448**
CAIXA	4,731	-	4,731	7,448	-	7,448
Expenses	**(6,545)**	**-**	**(6,545)**	**(13,135)**	**-**	**(13,135)**
Administrative expenses(1):	**(4,467)**	**-**	**(4,467)**	**(6,922)**	**-**	**(6,922)**
CAIXA	(4,467)	-	(4,467)	(6,922)	-	(6,922)
Other operating income (expenses)(2):	**(2,078)**	**-**	**(2,078)**	**(6,213)**	**-**	**(6,213)**
CAIXA	(2,078)	-	(2,078)	(6,213)	-	(6,213)

(1) Administrative expenses include shared costs and operating activities under the Agreement for Execution of Operating Activities and Structure Sharing entered into between CAIXA and CAIXA Seguridade.
(2) Other operating Income (expenses) refer to expenses from monetary adjustment of dividends.

Balance sheet items arising from transactions with related parties:

Description	Parent company and Consolidated							
	6/30/2016				12/31/2015			
	Parent company	Jointly-controlled entities/associates	Other related parties	Total	Parent company	Jointly-controlled entities/associates	Other related parties	Total
Assets:	**146,231**	**63,056**	**-**	**209,287**	**51,699**	**141,846**	**488,025**	**681,570**
Cash and cash equivalents[1]:	**137,470**	-	**-**	**137,470**	**51,699**	-	**-**	**51,699**
CAIXA	137,470	-	-	137,470	51,699	-	-	51,699
Dividends receivable[2]:	**-**	-	-	-	**-**	**63,653**	**452,450**	**516,103**
CAIXA Seguros	-	-	-	-	-	63,653	-	63,653
CAIXAPAR[4]	-	-	-	-	-	-	452,450	452,450
Interest on capital receivable[3]:	**-**	**40,499**	**-**	**40,499**	**-**	**44,472**	**35,575**	**80,047**
CAIXA Seguros	-	40,499	-	40,499	-	44,472	-	44,472
CAIXAPAR[4]	-	-	-	-	-	-	35,575	35,575
Accounts receivable:	**8,761**	**22,557**	**-**	**31,318**	**-**	**33,721**	**-**	**33,721**
CAIXA	8,761	-	-	8,761	-	-	-	-
CAIXA Seguros	-	22,186	-	22,186	-	33,711	-	33,711
PAN Seguros	-	371	-	371	-	10	-	10
Liabilities:	**3,148**	**-**	**-**	**3,148**	**628,995**	**-**	**-**	**628,995**
Accounts payable:	**2,944**	**-**	**-**	**2,944**	**501,967**	**-**	**-**	**501,967**
CAIXA	2,944	-	-	2,944	501,967	-	-	501,967
Dividends payable:	**204**	**-**	**-**	**204**	**127,028**	**-**	**-**	**127,028**
CAIXA	204	-	-	204	127,028	-	-	127,028

(1) The amounts included in Cash and cash equivalents refer to financial investments as stated in Note 8 – Cash and cash equivalents.
(2) Dividends receivable: see Note 19 – Related parties – b.2) Joint ventures and associates and b.3) Other related parties.
(3) Interest on capital receivable: see Note 19 – Related parties – b.2) Joint ventures and associates and b.3) Other related parties.
(4) CAIXAPAR is considered a related party of CAIXA Seguridade, as it is an entity under common control of CAIXA (banking institution).

c) Key management compensation

Until the date of the Company's financial statements, compensation paid to key management totaled R$ 786 in the second quarter of 2016 and R$ 1,455 in the six-month period, as stated in Note 16 – Administrative expenses.

Up to the date of these financial statements, the Company had no share-based compensation plan and variable compensation for its key management.

Note 20 – Events after the reporting period

a) Potential sale of PAN Seguros and PAN Corretora

According to an announcement made by BTG Pactual S.A. regarding the potential sale of PAN Seguros and PAN Corretora to CNP Assurances Group, the Company assesses that, if the deal happens, there will be no change in the joint control over the companies under negotiation for sale.

CAIXA SEGURIDADE PARTICIPAÇÕES S.A.

EXECUTIVE BOARD

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CEO

ALEXSANDRA CAMELO BRAGA
EXECUTIVE OFFICER

ARISTÓTELES A. DE MENEZES JUNIOR
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