

Interim Financial Information

03/31/19



Localiza Rent a Car S.A. - Corporate taxpayer's ID (CNPJ) 16.670.085/0001-55

 **Localiza**

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Company Information / Capital Structure

Number of Shares (Thousands)	Current Quarter 03/31/2019
Paid-In Capital	
Common Shares	722,349
Preferred Shares	0
Total	722,349
Treasury Shares	
Common Shares	5,067
Preferred Shares	0
Total	5,067

Company Information / Cash Proceeds

Event	Approval	Proceeds	Beginning of Payment	Type of Share	Class of Share	Earnings per Share (Brazilian Reais / Share)
Meeting of the Board of Directors	12/13/2018	Interest on Capital	02/06/2019	Common Shares		0.07454
Meeting of the Board of Directors	03/21/2019	Interest on Capital	05/20/2019	Common Shares		0.09641

Individual Financial Statements / Balance Sheet – Assets

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 03/31/2019	Prior Year 12/31/2018
1	Total Assets	13,676,590	11,030,153
1.01	Current Assets	4,230,269	2,533,711
1.01.01	Cash and Cash Equivalents	2,782,550	1,435,459
1.01.02	Financial Assets	331,303	44,905
1.01.02.01	Financial Assets at fair value through profit or loss	331,303	44,905
1.01.03	Accounts Receivable	860,300	871,112
1.01.03.01	Trade Receivables	860,300	871,112
1.01.06	Recoverable Taxes	14,321	19,875
1.01.06.01	Current Recoverable Taxes	14,321	19,875
1.01.07	Prepaid Expenses	74,664	6,179
1.01.08	Other Current Assets	167,131	156,181
1.01.08.01	Non-Current Assets Available for Sale	8,766	17,451
1.01.08.03	Other	158,365	138,730
1.01.08.03.01	Dividends Receivable	9,064	9,064
1.01.08.03.02	Derivative instruments – swap	152	0
1.01.08.03.03	Other	149,149	129,666
1.02	Non-Current Assets	9,446,321	8,496,442
1.02.01	Long-Term Assets	66,662	63,846
1.02.01.10	Other Non-Current Assets	66,662	63,846
1.02.01.10.03	Escrow Deposits	62,160	60,978
1.02.01.10.04	Derivative instruments – swap	4,419	2,785
1.02.01.10.05	Other	83	83
1.02.02	Investments	1,001,066	925,114
1.02.02.01	Ownership Interests	1,001,066	925,114
1.02.02.01.02	Investments in Subsidiaries	1,001,066	925,114
1.02.03	Property and Equipment	8,339,256	7,465,360
1.02.03.01	Property and Equipment in Use	7,505,484	7,455,095
1.02.03.02	Ongoing Right-of-use	823,936	449
1.02.03.02.01	Leased Property and Equipment	305	449
1.02.03.02.02	Right-of-use	823,631	0
1.02.03.03	Constructions in Progress	9,836	9,816
1.02.04	Intangible Assets	39,337	42,122
1.02.04.01	Intangible Assets	39,337	42,122
1.02.04.01.02	Software in Service	39,312	42,088
1.02.04.01.03	Leased Software	25	34

Individual Financial Statements / Balance Sheet – Liabilities**(In Thousands of Brazilian Reais)**

Code	Description	Current Quarter 03/31/2019	Prior Year 12/31/2018
2	Total Liabilities	13,676,590	11,030,153
2.01	Current Liabilities	2,888,621	2,736,797
2.01.01	Payroll and Related Taxes	135,340	110,734
2.01.01.01	Payroll Taxes	13,704	15,406
2.01.01.02	Related Taxes	121,636	95,328
2.01.02	Trade Payables	1,807,211	1,918,424
2.01.02.01	Domestic Suppliers	1,806,338	1,918,266
2.01.02.02	Foreign Suppliers	873	158
2.01.03	Taxes Payable	23,213	30,501
2.01.03.01	Federal Taxes Payable	21,381	27,479
2.01.03.01.01	Income Tax and Social Contribution Payable	13,856	17,727
2.01.03.01.02	Other Federal Taxes	7,525	9,752
2.01.03.03	Municipal Taxes Payable	1,832	3,022
2.01.04	Loans and Financing	536,808	372,883
2.01.04.01	Loans and Financing	1,203	1,211
2.01.04.01.02	In Foreign Currency	1,203	1,211
2.01.04.02	Debentures	535,605	371,672
2.01.05	Other Payables	386,049	304,255
2.01.05.01	Payables to Related Parties	5,892	6,983
2.01.05.01.02	Payables to Subsidiaries	5,892	6,983
2.01.05.02	Other	380,157	297,272
2.01.05.02.01	Dividends and Interest on Capital Payable	59,487	42,643
2.01.05.02.04	Other Current Liabilities	178,546	243,466
2.01.05.02.06	Unearned Revenue	7,508	11,163
2.01.05.02.07	Lease liability due to right-of-use	134,616	0
2.02	Non-Current Liabilities	5,769,683	5,198,854
2.02.01	Loans and Financing	4,807,853	4,938,085
2.02.01.01	Loans and Financing	1,035,042	1,016,128
2.02.01.01.01	In Local Currency	717,586	706,144
2.02.01.01.02	In Foreign Currency	317,456	309,984
2.02.01.02	Debentures	3,772,811	3,921,957
2.02.02	Other Payables	704,272	6,947
2.02.02.02	Other	704,272	6,947
2.02.02.02.03	Other Non-Current Liabilities	7,770	6,947
2.02.02.02.04	Lease liability due to right-of-use	696,502	0
2.02.03	Deferred Taxes	131,275	140,293
2.02.03.01	Deferred Income Tax and Social Contribution	131,275	140,293
2.02.04	Provisions	122,568	109,537
2.02.04.01	Provision for Tax, Social Security, Labor and Civil Risks	122,568	109,537
2.02.06	Unearned Profit and Revenue	3,715	3,992
2.02.06.02	Unearned Revenue	3,715	3,992
2.03	Equity	5,018,286	3,094,502
2.03.01	Paid-In Capital	3,278,489	1,500,000
2.03.01.01	Capital	3,321,600	1,500,000
2.03.01.02	Expenses on the issuance of shares	-43,111	0

Individual Financial Statements / Balance Sheet – Liabilities**(In Thousands of Brazilian Reais)**

Code	Description	Current Quarter 03/31/2019	Prior Year 12/31/2018
2.03.02	Capital Reserves	128,645	124,974
2.03.02.05	Treasury Shares	-39,439	-40,257
2.03.02.07	Share Issuance Premium and Stock Options Granted	168,084	165,231
2.03.04	Earnings Reserves	1,469,528	1,469,528
2.03.04.01	Legal Reserve	178,868	178,868
2.03.04.02	Statutory Reserve	1,047,187	1,047,187
2.03.04.05	Earnings Retention Reserve	236,893	236,893
2.03.04.08	Additional Dividends Proposed	6,580	6,580
2.03.05	Retained Earnings (Accumulated Losses)	141,624	0

Individual Financial Statements / Statement of Income**(In Thousands of Brazilian Reais)**

Code	Description	Accumulated for the	Accumulated for the
		Current Year 01/01/2019 to 03/31/2019	Prior Year 01/01/2018 to 03/31/2018
3.01	Revenue from Sales and/or Services	2,007,859	1,378,846
3.02	Cost of Sales and/or Services	-1,573,772	-1,003,713
3.03	Gross Profit	434,087	375,133
3.04	Operating Income (Expenses)	-119,005	-104,029
3.04.01	Selling Expenses	-149,211	-124,034
3.04.02	General and Administrative Expenses	-37,187	-32,967
3.04.05	Other Operating Expenses	-8,559	-5,783
3.04.06	Equity in the Earnings of Subsidiaries	75,952	58,755
3.05	Profit (Loss) Before Finance Income (Expenses) and Taxes	315,082	271,104
3.06	Finance Income (Expenses)	-76,979	-57,618
3.06.01	Finance Income	38,549	31,146
3.06.02	Finance Expenses	-115,528	-88,764
3.07	Net Income Before Income Taxes	238,103	213,486
3.08	Income Tax and Social Contribution on Profit	-27,323	-37,481
3.08.01	Current	-36,341	-16,139
3.08.02	Deferred	9,018	-21,342
3.09	Net Income from Continuing Operations	210,780	176,005
3.11	Net Income for the Period	210,780	176,005
3.99	Earnings per Share (R\$/Share)		
3.99.01	Basic Earnings per Share		
3.99.01.01	Common Shares	0.29394	0.26650
3.99.02	Diluted Earnings per Share		
3.99.02.01	Common Shares	0.29324	0.26596

Individual Financial Statements / Statement of Comprehensive Income**(In Thousands of Brazilian Reais)**

Code	Description	Accumulated for the Current Year 01/01/2019 to 03/31/2019	Accumulated for the Prior Year 01/01/2018 to 03/31/2018
4.01	Net Income for the Period	210,780	176,005
4.03	Comprehensive Income for the Period	210,780	176,005

Individual Financial Statements / Statement of Cash Flows – Indirect Method**(In Thousands of Brazilian Reais)**

Code	Description	Accumulated for the	Accumulated for the
		Current Year 01/01/2019 to 03/31/2019	Prior Year 01/01/2018 to 03/31/2018
6.01	Net Cash Provided by Operating Activities	-309,541	1,065,569
6.01.01	Cash Provided by Operations	1,600,280	1,000,486
6.01.01.01	Net Income for the Period	210,780	176,005
6.01.01.02	Depreciation and Amortization	106,056	28,815
6.01.01.03	Residual Value of Property and Equipment Written Off	1,239,716	716,300
6.01.01.04	Deferred Income Tax and Social Contribution	-9,018	21,342
6.01.01.05	Equity in the Earnings of Subsidiaries	-75,952	-58,755
6.01.01.06	Other	4,547	26,840
6.01.01.07	Provisions for contingencies	13,031	6,779
6.01.01.08	Interest on Loans, Financing, Debentures and Swap	94,702	83,160
6.01.01.09	Lease interest	18,203	0
6.01.01.10	Other provisions	-1,785	0
6.01.02	Changes in Assets and Liabilities	-1,542,625	-1,056,431
6.01.02.01	Trade Receivables	6,316	4,389
6.01.02.02	Acquisition of Cars, Net of Changes in Balances with Car Manufacturers	-1,448,852	-1,003,501
6.01.02.03	Escrow Deposits	-1,182	-1,638
6.01.02.04	Recoverable Taxes	5,554	-4,499
6.01.02.05	Prepaid Expenses	-68,485	-50,340
6.01.02.06	Other Current and Non-Current Assets	-16,670	-13,948
6.01.02.07	Trade Payables (Except Car Manufacturers)	-4,745	15,356
6.01.02.08	Payroll and Related Taxes	24,606	17,602
6.01.02.09	Income Tax and Social Contribution	36,341	16,139
6.01.02.11	Insurance Premiums	-25,532	-2,328
6.01.02.12	Other Current and Non-Current Liabilities	-49,976	-33,663
6.01.03	Other	-367,196	1,121,514
6.01.03.01	Income Tax and Social Contribution Paid	-18,003	-2,411
6.01.03.02	Interest on Loans, Financing and Debt Paid	-62,795	-34,942
6.01.03.03	Short-term financial assets	-286,398	1,158,867
6.02	Net Cash Provided by Investing Activities	-6,610	24,154
6.02.02	Dividends from Subsidiaries	0	30,000
6.02.03	Purchase of Other Property and Equipment	-6,357	-5,477
6.02.04	Purchase of Intangible Assets	-253	-369
6.03	Net Cash Provided by Financing Activities	1,663,242	-281,604
6.03.02	Loans and Financing - Repayments	0	-80
6.03.04	Debentures - Repayments	0	-240,000
6.03.06	Interest on Capital	-49,343	-42,745
6.03.07	Treasury Shares	0	20
6.03.08	Exercise of Stock Options with Treasury Shares, Net	1,076	1,201
6.03.10	Lease Liability - Repayments	-44,771	0
6.03.11	Capital increase – with subscription of shares	1,821,600	0
6.03.12	Expenses on the issuance of shares	-65,320	0
6.05	Increase (Decrease) in Cash and Cash Equivalents	1,347,091	808,119
6.05.01	Opening Balance of Cash and Cash Equivalents	1,435,459	829,737
6.05.02	Closing Balance of Cash and Cash Equivalents	2,782,550	1,637,856

Individual Financial Statements / Statement of Changes in Equity - 01/01/2019 to 03/31/2019
(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity
5.01	Opening Balances	1,500,000	124,974	1,469,528	0	0	3,094,502
5.03	Adjusted Opening Balances	1,500,000	124,974	1,469,528	0	0	3,094,502
5.04	Capital Transactions with Shareholders	1,778,489	3,671	0	-69,156	0	1,713,004
5.04.01	Capital increases	1,821,600	0	0	0	0	1,821,600
5.04.02	Expenses on the issuance of shares	-43,111	0	0	0	0	-43,111
5.04.03	Stock Options Granted Recognized	0	2,595	0	0	0	2,595
5.04.07	Interest on Capital	0	0	0	-69,156	0	-69,156
5.04.08	Exercise of Stock Options with Treasury Shares	0	1,076	0	0	0	1,076
5.05	Total Comprehensive Income	0	0	0	210,780	0	210,780
5.05.01	Net Income for the Period	0	0	0	210,780	0	210,780
5.07	Closing Balances	3,278,489	128,645	1,469,528	141,624	0	5,018,286

Individual Financial Statements / Statement of Changes in Equity - 01/01/2018 to 03/31/2018**(In Thousands of Brazilian Reais)**

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity
5.01	Opening Balances	1,500,000	94,939	1,005,786	0	0	2,600,725
5.02	Prior year adjustments	0	0	0	-15,911	0	-15,911
5.02.01	Effect of initial adoption of IFRS 9	0	0	0	-15,911	0	-15,911
5.03	Adjusted Opening Balances	1,500,000	94,939	1,005,786	-15,911	0	2,584,814
5.04	Capital Transactions with Shareholders	0	3,749	0	-41,981	0	-38,232
5.04.03	Stock Options Granted Recognized	0	2,528	0	0	0	2,528
5.04.05	Treasury shares sold	0	20	0	0	0	20
5.04.07	Interest on Capital	0	0	0	-41,981	0	-41,981
5.04.08	Exercise of Stock Options with Treasury Shares	0	1,201	0	0	0	1,201
5.05	Total Comprehensive Income	0	0	0	176,005	0	176,005
5.05.01	Net Income for the Period	0	0	0	176,005	0	176,005
5.07	Closing Balances	1,500,000	98,688	1,005,786	118,113	0	2,722,587

Individual Financial Statements / Statement of Value Added**(In Thousands of Brazilian Reais)**

Code	Description	Accumulated for the	Accumulated for the
		Current Year 01/01/2019 to 03/31/2019	Prior Year 01/01/2018 to 03/31/2018
7.01	Revenues	2,025,463	1,385,139
7.01.01	Sales of Goods, Products and Services	2,024,287	1,392,273
7.01.03	Revenues Related to the Construction of Own Assets	3,128	2,572
7.01.04	Allowance for/Reversal of Doubtful Debts	-1,952	-9,706
7.02	Inputs Acquired from Third Parties	-1,435,124	-898,918
7.02.01	Cost of Products, Goods and Services Sold	-1,337,842	-824,983
7.02.02	Materials, Power, Third-Party Services and Other	-97,282	-73,935
7.03	Gross Value Added	590,339	486,221
7.04	Retentions	-106,056	-28,815
7.04.01	Depreciation, Amortization and Depletion	-106,056	-28,815
7.05	Net Wealth Created	484,283	457,406
7.06	Wealth Received in Transfer	114,501	89,901
7.06.01	Equity in the Earnings of Subsidiaries	75,952	58,755
7.06.02	Finance Income	38,549	31,146
7.07	Total Wealth for Distribution	598,784	547,307
7.08	Wealth Distributed	598,784	547,307
7.08.01	Personnel	135,256	119,815
7.08.01.01	Salaries and Wages	102,533	88,989
7.08.01.02	Benefits	22,859	21,307
7.08.01.03	Severance Pay Fund (FGTS)	7,269	6,991
7.08.01.04	Other	2,595	2,528
7.08.02	Taxes, Fees and Contributions	116,749	108,686
7.08.02.01	Federal	71,015	73,798
7.08.02.02	State	39,507	29,710
7.08.02.03	Municipal	6,227	5,178
7.08.03	Lenders and Lessors	135,999	142,801
7.08.03.01	Interest	115,528	88,764
7.08.03.02	Rentals	14,742	49,527
7.08.03.03	Other	5,729	4,510
7.08.03.03.01	Other Rentals	5,729	4,510
7.08.04	Shareholders	210,780	176,005
7.08.04.01	Interest on Capital	69,156	41,981
7.08.04.03	Retained Earnings (Loss for the Period)	141,624	134,024

Consolidated Financial Statements / Balance Sheet – Assets**(In Thousands of Brazilian Reais)**

Code	Description	Current Quarter 03/31/2019	Prior Year 12/31/2018
1	Total Assets	16,288,837	13,992,414
1.01	Current Assets	5,320,818	3,693,810
1.01.01	Cash and Cash Equivalents	3,345,620	2,175,302
1.01.02	Financial Assets	613,958	267,484
1.01.02.01	Financial Assets at fair value through profit or loss	613,958	267,484
1.01.03	Accounts Receivable	1,043,839	1,016,497
1.01.03.01	Trade Receivables	1,043,839	1,016,497
1.01.06	Recoverable Taxes	23,681	31,548
1.01.06.01	Current Recoverable Taxes	23,681	31,548
1.01.07	Prepaid Expenses	95,754	6,893
1.01.08	Other Current Assets	197,966	196,086
1.01.08.01	Non-Current Assets Available for Sale	36,678	51,844
1.01.08.03	Other	161,288	144,242
1.01.08.03.02	Derivative instruments – swap	152	0
1.01.08.03.03	Other	161,136	144,242
1.02	Non-Current Assets	10,968,019	10,298,604
1.02.01	Long-Term Assets	190,209	188,231
1.02.01.04	Accounts Receivable	3,299	3,837
1.02.01.04.01	Trade Receivables	3,299	3,837
1.02.01.07	Deferred Taxes	40,223	42,153
1.02.01.07.01	Deferred Income Tax and Social Contribution	40,223	42,153
1.02.01.10	Other Non-Current Assets	146,687	142,241
1.02.01.10.03	Escrow Deposits	98,445	96,272
1.02.01.10.04	Derivative instruments - Swap	4,419	2,785
1.02.01.10.05	Other	83	83
1.02.01.10.06	Investments in restricted accounts	43,740	43,101
1.02.03	Property and Equipment	10,702,549	10,031,886
1.02.03.01	Property and Equipment in Use	9,783,924	9,655,909
1.02.03.02	Right-of-use in Lease	908,789	362,503
1.02.03.02.01	Leased Property and Equipment	326,374	362,503
1.02.03.02.02	Right-of-use	582,415	0
1.02.03.03	Constructions in Progress	9,836	13,474
1.02.04	Intangible Assets	75,261	78,487
1.02.04.01	Intangible Assets	75,261	78,487
1.02.04.01.02	Goodwill on Acquisition of Investments	30,719	30,719
1.02.04.01.03	Software in Service	44,517	47,734
1.02.04.01.04	Leased Software	25	34

Consolidated Financial Statements / Balance Sheet – Liabilities**(In Thousands of Brazilian Reais)**

Code	Description	Current Quarter 03/31/2019	Prior Year 12/31/2018
2	Total Liabilities	16,288,837	13,992,414
2.01	Current Liabilities	3,449,606	3,339,420
2.01.01	Payroll and Related Taxes	164,492	134,968
2.01.01.01	Payroll Taxes	16,646	18,647
2.01.01.02	Related Taxes	147,846	116,321
2.01.02	Trade Payables	2,015,278	2,202,565
2.01.02.01	Domestic Suppliers	2,014,405	2,202,404
2.01.02.02	Foreign Suppliers	873	161
2.01.03	Taxes Payable	58,721	57,033
2.01.03.01	Federal Taxes Payable	55,869	53,205
2.01.03.01.01	Income Tax and Social Contribution Payable	45,121	41,102
2.01.03.01.02	Other Federal Taxes	10,748	12,103
2.01.03.03	Municipal Taxes Payable	2,852	3,828
2.01.04	Loans and Financing	812,194	616,587
2.01.04.01	Loans and Financing	143,100	87,184
2.01.04.01.01	In Local Currency	141,897	85,973
2.01.04.01.02	In Foreign Currency	1,203	1,211
2.01.04.02	Debentures	570,327	390,603
2.01.04.03	Finance Lease	98,767	138,800
2.01.05	Other Payables	398,921	328,267
2.01.05.02	Other	398,921	328,267
2.01.05.02.01	Dividends and Interest on Capital Payable	59,487	42,643
2.01.05.02.04	Other Current Liabilities	189,569	251,663
2.01.05.02.05	Derivative instruments – swap	12,998	18,678
2.01.05.02.06	Unearned Revenue	11,661	15,283
2.01.05.02.07	Lease liability due to right-of-use	125,206	0
2.02	Non-Current Liabilities	7,820,945	7,558,492
2.02.01	Loans and Financing	6,816,814	7,029,391
2.02.01.01	Loans and Financing	1,497,134	1,552,905
2.02.01.01.01	In Local Currency	1,179,678	1,242,921
2.02.01.01.02	In Foreign Currency	317,456	309,984
2.02.01.02	Debentures	5,319,255	5,468,156
2.02.01.03	Finance Lease	425	8,330
2.02.02	Other Payables	541,808	72,087
2.02.02.02	Other	541,808	72,087
2.02.02.02.03	Other Non-Current Liabilities	7,879	7,053
2.02.02.02.04	Derivative instruments – swap	24,597	21,933
2.02.02.02.05	Restricted obligations	43,740	43,101
2.02.02.02.06	Lease liability due to right-of-use	465,592	0
2.02.03	Deferred Taxes	289,769	297,276
2.02.03.01	Deferred Income Tax and Social Contribution	289,769	297,276
2.02.04	Provisions	162,269	148,798
2.02.04.01	Provision for Tax, Social Security, Labor and Civil Risks	162,269	148,798
2.02.06	Unearned Profit and Revenue	10,285	10,940
2.02.06.02	Unearned Revenue	10,285	10,940
2.03	Consolidated Equity	5,018,286	3,094,502
2.03.01	Paid-In Capital	3,278,489	1,500,000
2.03.01.01	Capital	3,321,600	1,500,000
2.03.01.02	Expenses on the issuance of shares	-43,111	0

Consolidated Financial Statements / Balance Sheet – Liabilities**(In Thousands of Brazilian Reais)**

Code	Description	Current Quarter 03/31/2019	Prior Year 12/31/2018
2.03.02	Capital Reserves	128,645	124,974
2.03.02.05	Treasury Shares	-39,439	-40,257
2.03.02.07	Share Issuance Premium and Stock Options Granted	168,084	165,231
2.03.04	Earnings Reserves	1,469,528	1,469,528
2.03.04.01	Legal Reserve	178,868	178,868
2.03.04.02	Statutory Reserve	1,047,187	1,047,187
2.03.04.05	Earnings Retention Reserve	236,893	236,893
2.03.04.08	Additional Dividends Proposed	6,580	6,580
2.03.05	Retained Earnings (Accumulated Losses)	141,624	0

Consolidated Financial Statements / Statement of Income**(In Thousands of Brazilian Reais)**

Code	Description	Accumulated for the Current Year 01/01/2019 to 03/31/2019	Accumulated for the Prior Year 01/01/2018 to 03/31/2018
3.01	Revenue from Sales and/or Services	2,447,698	1,822,736
3.02	Cost of Sales and/or Services	-1,852,028	-1,305,972
3.03	Gross Profit	595,670	516,764
3.04	Operating Income (Expenses)	-217,112	-186,850
3.04.01	Selling Expenses	-163,120	-139,216
3.04.02	General and Administrative Expenses	-44,082	-40,486
3.04.05	Other Operating Expenses	-9,910	-7,148
3.05	Profit (Loss) Before Finance Income (Expenses) and Taxes	378,558	329,914
3.06	Finance Income (Expenses)	-105,168	-88,885
3.06.01	Finance Income	52,978	44,858
3.06.02	Finance Expenses	-158,146	-133,743
3.07	Net Income Before Income Taxes	273,390	241,029
3.08	Income Tax and Social Contribution on Profit	-62,610	-65,024
3.08.01	Current	-68,187	-46,814
3.08.02	Deferred	5,577	-18,210
3.09	Net Income from Continuing Operations	210,780	176,005
3.11	Net Income for the Period	210,780	176,005
3.11.01	Attributable to the Company's Owners	210,780	176,005
3.99	Earnings per Share (R\$/Share)		
3.99.01	Basic Earnings per Share		
3.99.01.01	Common Shares	0.29394	0.26650
3.99.02	Diluted Earnings per Share		
3.99.02.01	Common Shares	0.29324	0.26596

Consolidated Financial Statements / Statement of Comprehensive Income**(In Thousands of Brazilian Reais)**

Code	Description	Accumulated for the	Accumulated for the Prior
		Current Year 01/01/2019 to 03/31/2019	Year 01/01/2018 to 03/31/2018
4.01	Consolidated Net Income for the Period	210,780	176,005
4.03	Consolidated Comprehensive Income for the Period	210,780	176,005
4.03.01	Attributable to the Company's Owners	210,780	176,005

Consolidated Financial Statements / Statement of Cash Flows – Indirect Method**(In Thousands of Brazilian Reais)**

Code	Description	Accumulated for the Current Year 01/01/2019 to 03/31/2019	Accumulated for the Prior Year 01/01/2018 to 03/31/2018
6.01	Net Cash Provided by Operating Activities	-419,816	479,251
6.01.01	Cash Provided by Operations	1,941,837	1,344,597
6.01.01.01	Net Income for the Period	210,780	176,005
6.01.01.02	Depreciation and Amortization	159,599	67,441
6.01.01.03	Residual Value of Property and Equipment Written Off	1,405,182	928,132
6.01.01.04	Deferred Income Tax and Social Contribution	-5,577	18,210
6.01.01.05	Other	4,873	26,922
6.01.01.06	Provisions for contingencies	13,471	9,003
6.01.01.07	Interest on Loans, Financing, Debentures and Swap	139,708	127,407
6.01.01.08	Income from financial assets	0	-8,523
6.01.01.09	Lease interest	15,611	0
6.01.01.10	Other provisions	-1,810	0
6.01.02	Changes in Assets and Liabilities	-1,884,427	-1,266,896
6.01.02.01	Trade Receivables	-31,595	9,487
6.01.02.02	Acquisition of Cars, Net of Changes in Balances with Car Manufacturers	-1,769,042	-1,227,675
6.01.02.03	Escrow Deposits	-2,173	-2,417
6.01.02.04	Recoverable Taxes	7,867	-1,932
6.01.02.05	Prepaid Expenses	-88,861	-67,977
6.01.02.06	Other Current and Non-Current Assets	-14,058	-10,224
6.01.02.07	Trade Payables (Except Car Manufacturers)	-13,399	5,837
6.01.02.08	Payroll and Related Taxes	29,524	21,475
6.01.02.09	Income Tax and Social Contribution	68,187	46,814
6.01.02.11	Insurance Premiums	-24,575	-2,328
6.01.02.12	Other Current and Non-Current Liabilities	-46,302	-37,956
6.01.03	Other	-477,226	401,550
6.01.03.01	Income Tax and Social Contribution Paid	-41,959	-33,327
6.01.03.02	Interest on Loans, Financing and Debt Paid	-88,793	-54,968
6.01.03.03	Short-term financial assets	-346,474	489,845
6.02	Net Cash Provided by Investing Activities	-6,684	-6,104
6.02.01	Purchase of Other Property and Equipment	-6,357	-5,479
6.02.02	Purchase of Intangible Assets	-327	-625
6.03	Net Cash Provided by Financing Activities	1,596,818	56,750
6.03.01	Loans and Financing - Funding	0	435,169
6.03.02	Loans and Financing - Repayments	-72,687	-96,895
6.03.04	Debentures - Repayments	0	-240,000
6.03.06	Interest on Capital	-49,343	-42,745
6.03.07	Exercise of Stock Options with Treasury Shares, Net	1,076	1,201
6.03.08	Treasury Shares	0	20
6.03.10	Lease Liability - Repayments	-38,508	0
6.03.11	Capital increase – with subscription of shares	1,821,600	0
6.03.12	Expenses on the issuance of shares	-65,320	0
6.05	Increase (Decrease) in Cash and Cash Equivalents	1,170,318	529,897
6.05.01	Opening Balance of Cash and Cash Equivalents	2,175,302	1,338,195
6.05.02	Closing Balance of Cash and Cash Equivalents	3,345,620	1,868,092

Consolidated Financial Statements / Statement of Changes in Equity - 01/01/2019 to 03/31/2019**(In Thousands of Brazilian Reais)**

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity	Noncontrolling Interests	Consolidated Equity
5.01	Opening Balances	1,500,000	124,974	1,469,528	0	0	3,094,502	0	3,094,502
5.03	Adjusted Opening Balances	1,500,000	124,974	1,469,528	0	0	3,094,502	0	3,094,502
5.04	Capital Transactions with Shareholders	1,778,489	3,671	0	-69,156	0	1,713,004	0	1,713,004
5.04.01	Capital increases	1,821,600	0	0	0	0	1,821,600		1,821,600
5.04.02	Expenses on the issuance of shares	-43,111	0	0	0	0	-43,111	0	-43,111
5.04.03	Stock Options Granted Recognized	0	2,595	0	0	0	2,595	0	2,595
5.04.07	Interest on Capital	0	0	0	-69,156	0	-69,156	0	-69,156
	Exercise of Stock Options with Treasury								
5.04.08	Shares	0	1,076	0	0	0	1,076	0	1,076
5.05	Total Comprehensive Income	0	0	0	210,780	0	210,780	0	210,780
5.05.01	Net Income for the Period	0	0	0	210,780	0	210,780	0	210,780
5.07	Closing Balances	3,278,489	128,645	1,469,528	141,624	0	5,018,286	0	5,018,286

Consolidated Financial Statements / Statement of Changes in Equity - 01/01/2018 to 03/31/2018**(In Thousands of Brazilian Reais)**

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity	Noncontrolling Interests	Consolidated Equity
5.01	Opening Balances	1,500,000	94,939	1,005,786	0	0	2,600,725	0	2,600,725
5.02	Prior year adjustments	0	0	0	-15,911	0	-15,911	0	-15,911
5.02.01	Effect of initial adoption of IFRS 9	0	0	0	-15,911	0	-15,911	0	-15,911
5.03	Adjusted Opening Balances	1,500,000	94,939	1,005,786	-15,911	0	2,584,814	0	2,584,814
5.04	Capital Transactions with Shareholders	0	3,749	0	-41,981	0	-38,232	0	-38,232
5.04.03	Stock Options Granted Recognized	0	2,528	0	0	0	2,528	0	2,528
5.04.05	Treasury shares sold	0	20	0	0	0	20	0	20
5.04.07	Interest on Capital	0	0	0	-41,981	0	-41,981	0	-41,981
5.04.08	Exercise of Stock Options with Treasury Shares	0	1,201	0	0	0	1,201	0	1,201
5.05	Total Comprehensive Income	0	0	0	176,005	0	176,005	0	176,005
5.05.01	Net Income for the Period	0	0	0	176,005	0	176,005	0	176,005
5.07	Closing Balances	1,500,000	98,688	1,005,786	118,113	0	2,722,587	0	2,722,587

Consolidated Financial Statements / Statement of Value Added**(In Thousands of Brazilian Reais)**

Code	Description	Accumulated for the	Accumulated for the
		Current Year 01/01/2019 to 03/31/2019	Prior Year 01/01/2018 to 03/31/2018
7.01	Revenues	2,473,109	1,833,199
7.01.01	Sales of Goods, Products and Services	2,472,253	1,839,404
7.01.03	Revenues Related to the Construction of Own Assets	3,128	2,572
7.01.04	Allowance for/Reversal of Doubtful Debts	-2,272	-8,777
7.02	Inputs Acquired from Third Parties	-1,636,299	-1,152,853
7.02.01	Cost of Products, Goods and Services Sold	-1,538,633	-1,074,031
7.02.02	Materials, Power, Third-Party Services and Other	-97,666	-78,822
7.03	Gross Value Added	836,810	680,346
7.04	Retentions	-159,599	-67,441
7.04.01	Depreciation, Amortization and Depletion	-159,599	-67,441
7.05	Net Wealth Created	677,211	612,905
7.06	Wealth Received in Transfer	52,978	44,858
7.06.02	Finance Income	52,978	44,858
7.07	Total Wealth for Distribution	730,189	657,763
7.08	Wealth Distributed	730,189	657,763
7.08.01	Personnel	162,602	143,453
7.08.01.01	Salaries and Wages	125,030	107,866
7.08.01.02	Benefits	26,198	24,714
7.08.01.03	Severance Pay Fund (FGTS)	8,779	8,345
7.08.01.04	Other	2,595	2,528
7.08.02	Taxes, Fees and Contributions	176,674	156,126
7.08.02.01	Federal	118,158	108,493
7.08.02.02	State	49,821	40,580
7.08.02.03	Municipal	8,695	7,053
7.08.03	Lenders and Lessors	180,133	182,179
7.08.03.01	Interest	158,146	133,743
7.08.03.02	Rentals	16,163	43,836
7.08.03.03	Other	5,824	4,600
7.08.03.03.01	Other Rentals	5,824	4,600
7.08.04	Shareholders	210,780	176,005
7.08.04.01	Interest on Capital	69,156	41,981
7.08.04.03	Retained Earnings (Loss for the Period)	141,624	134,024

Dear Investors,

Once again the quarter provided excellent operating and financial results. In 1Q19, the average rented fleet of the **Car Rental** division grew 26.2% compared with 1Q18. Operating improvements and gains in scale meant that the division's EBITDA margin increased 6.2 p.p. to 41.9%¹. The **Fleet Rental** division grew 22.6%, with a margin increase, reaching 66.9%¹. **Seminovos'** sales reached 36,651 cars in 1Q19, with growth of 44.9%. End of period fleet was stable in comparison with 4Q18, in a quarter which historically there is a reduction of the fleet after summer vacations. The consolidated result reached net revenues of R\$2,447.7 million, 34.3% higher than 1Q18, with a record net income of R\$ 216.3 million in the quarter.

We began the year reinforcing our conviction in the car rental and fleet rental markets growth potential, capitalizing the Company by R\$ 1.8 billion through the issuance of new shares in February.

Thus, we are prepared to continue investing in the excellence of our Company taking advantage of growth opportunities and generating value for all of our stakeholders.

IFRS 16

As of January 1, 2019, the new accounting rules of IFRS 16 were implemented, and the major impact we had was on the real estate lease agreements of our locations and stores.

The present value of the leasing payments for existing contracts were accounted as Assets and Liabilities. Instead of registering as leasing expenses (before EBITDA), now we account as depreciation of the created asset and financial expense of the "interests" on the liability. In the beginning of leasing contracts, the impact of financial expenses and interest is higher than at the end, so the impact of IFRS 16 is negative on net income when the contracts are younger (and now, at the beginning of its adoption) and this reverts as the contracts age. Throughout the life of the contract, the impacts on P&L is neutral.

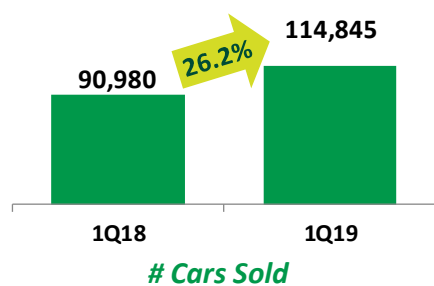
For comparability purposes, we presented in this report all the numbers affected by the new standard without the impact of IFRS 16. We also present the accounting numbers, considering all the impacts of IFRS 16.

In item 17 of this document, on page 18, we show a summary of the impacts of IFRS 16 on the results of this quarter.

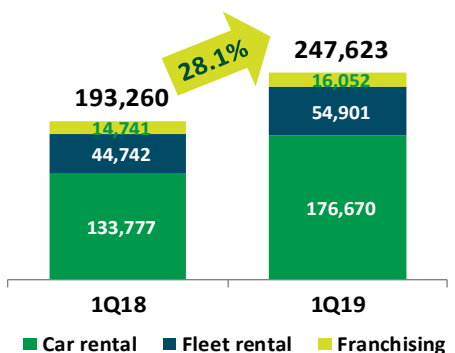
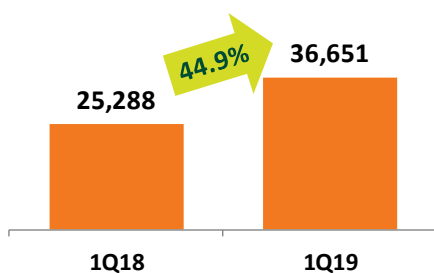
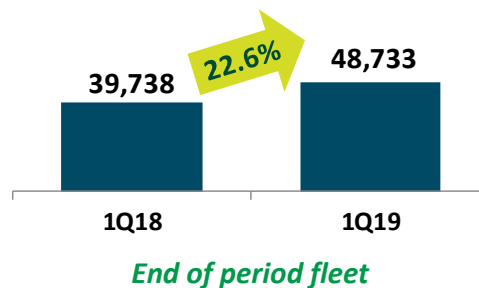
¹ Without the effect of IFRS 16

1Q19 operating highlights

Average rented fleet – Car Rental

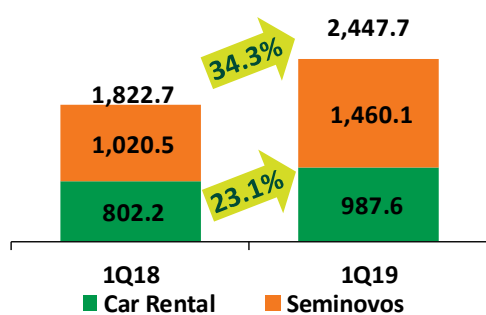


Average rented fleet – Fleet Rental

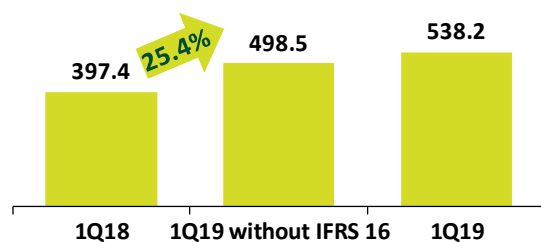


1Q19 financial highlights

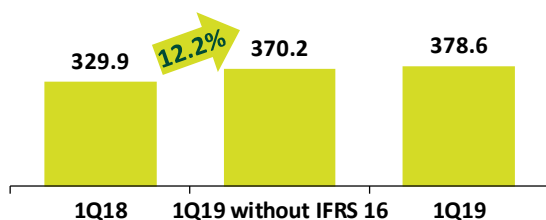
Net revenues (R\$ millions)



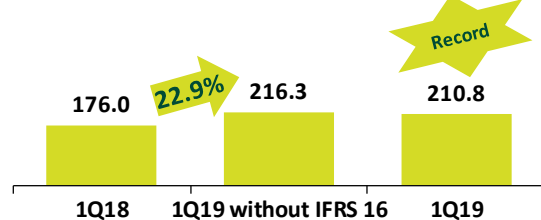
EBITDA (R\$ millions)



EBIT (R\$ millions)



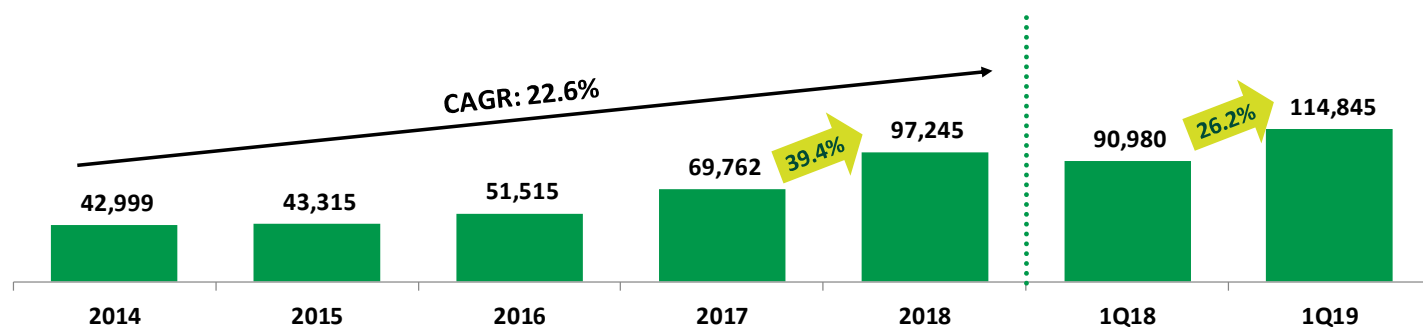
Net Income (R\$ millions)



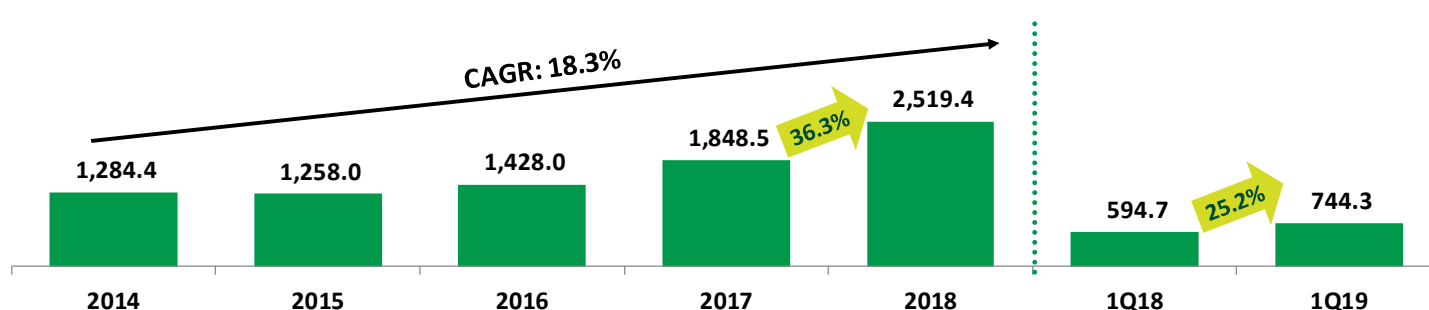
* Summary of the impacts of IFRS 16 in item 17, on page 18, of this document.

1 - Rent a Car

Average rented fleet



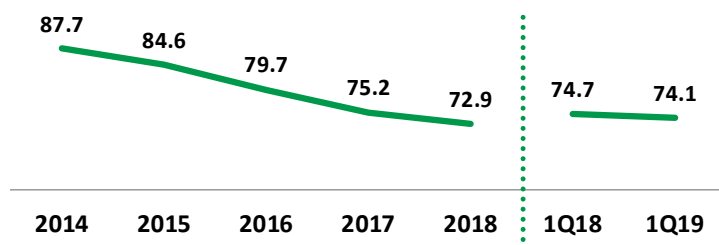
Net revenues (R\$ million)



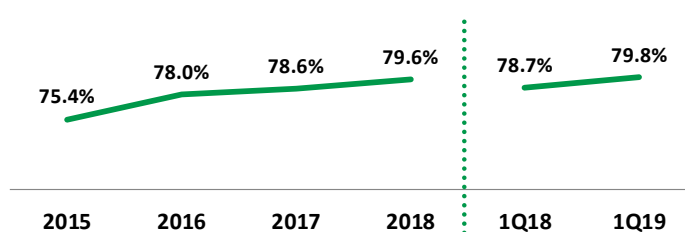
In 1Q19, the **Car Rental** division's average rented fleet increased 26.2% compared with 1Q18. In the same period, net revenues grew 25.2%, and the average rental rate was reduced by 0.9%. Throughout 2018, we noticed the stabilization of the average rental rate.

Efficient fleet management coupled with a strong demand for rentals, contributed to healthy levels of utilization rate which increased 1.1p.p. in comparison with the same quarter of the previous year, reaching 79.8%.

Average rental rate (in R\$)

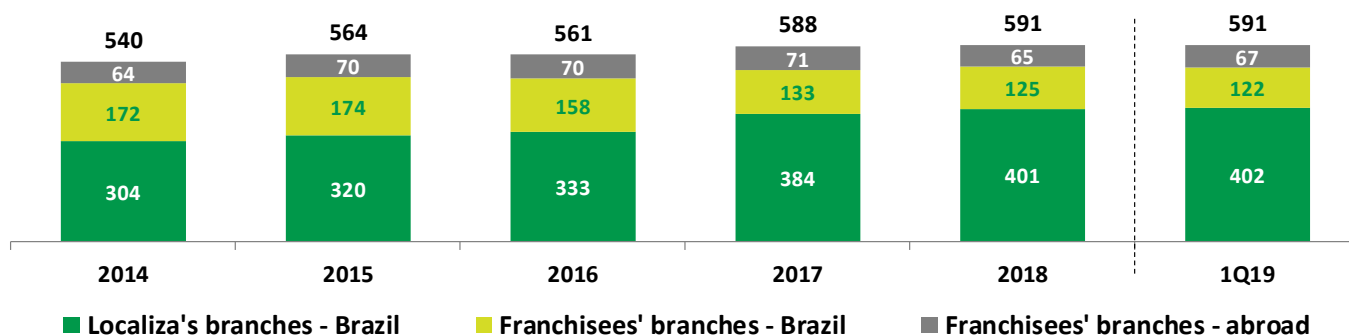


Operating fleet utilization rate (%)



1.1 - Distribution network

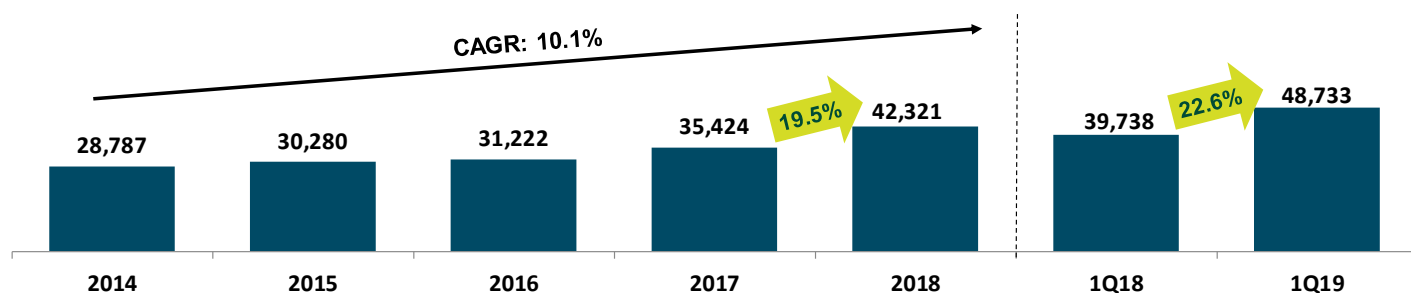
Number of car rental locations Brazil and abroad



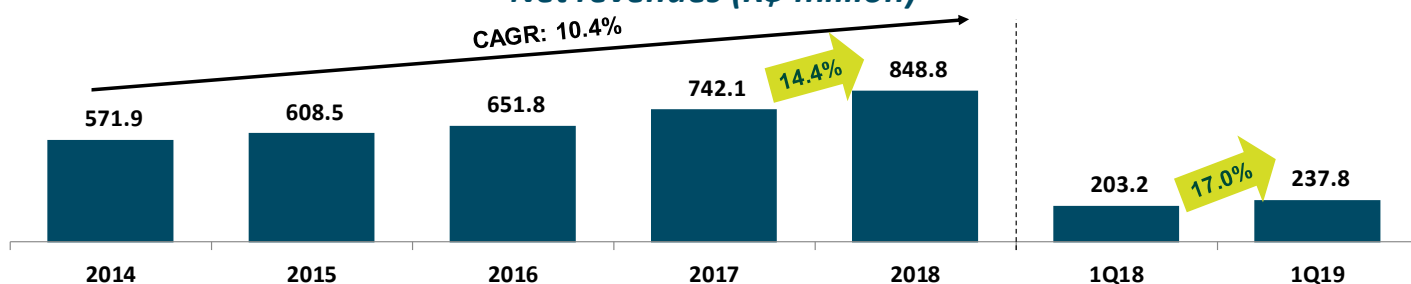
In 1Q19, Localiza system had 591 rental locations, being 524 in Brazil and 67 in 5 other South American countries. There was a new rental location opening in the quarter.

2 – Fleet Rental

Average rented fleet



Net revenues (R\$ million)



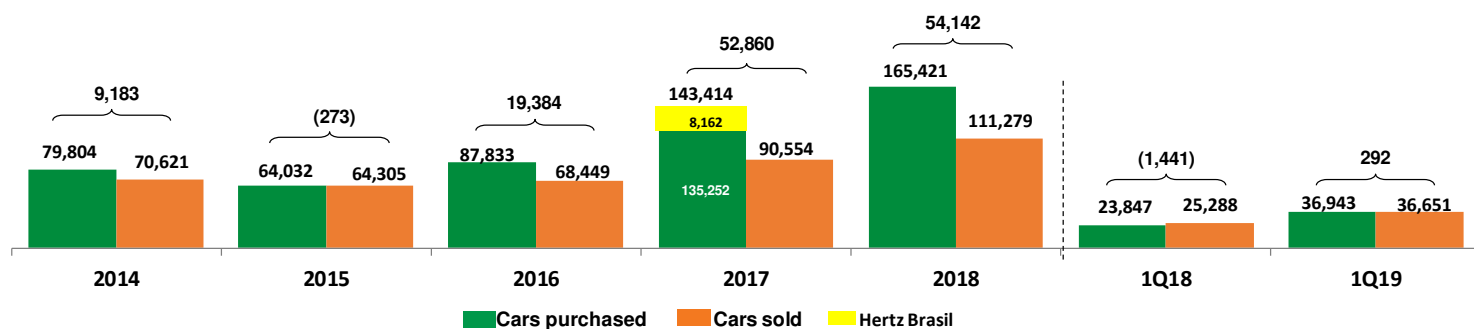
In 1Q19, the **Fleet Rental** division registered a 22.6% increase in the average rented fleet and 17.0% in net revenues compared with the same period of the previous year, with 3.1% reduction in the average rental rate. The growth acceleration in this division, even in a very competitive environment, demonstrates our commercial and operational excellence.

The decrease in the average rental rate of the **Fleet Rental** division mainly reflects the pricing of new contracts and the renewal of existing ones in a context of lower interest rates.

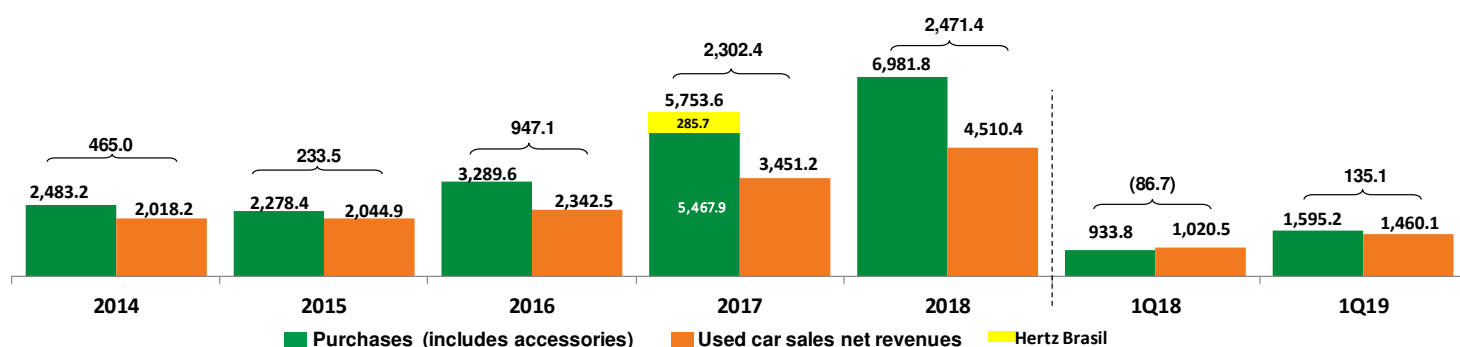
3 - Fleet

3.1 – Net investment in the fleet

Car purchase and sales (quantity)



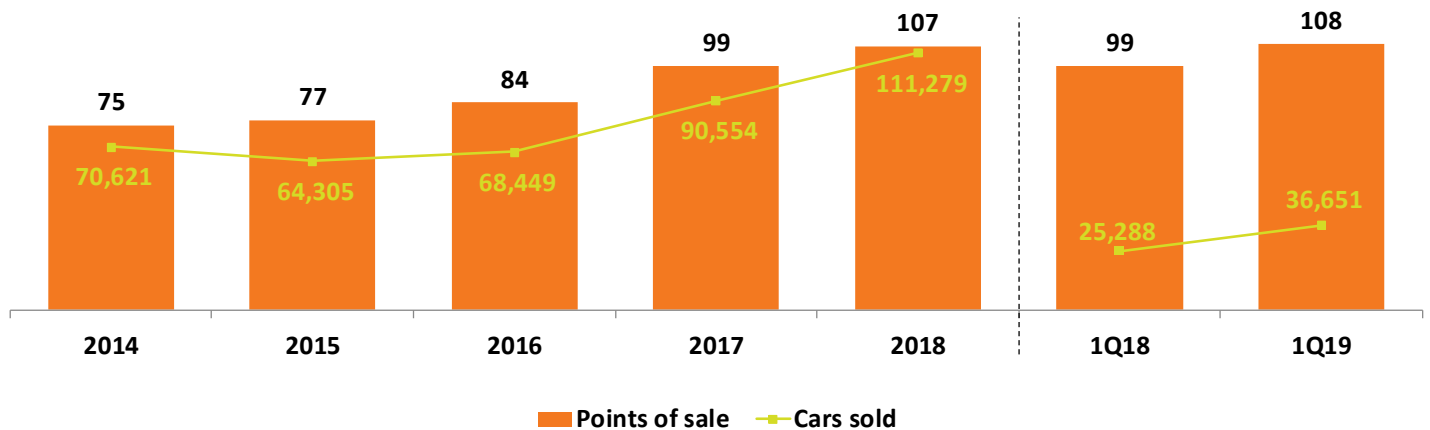
Net investment in fleet (R\$ million)



In 1Q19, 36,943 cars were purchased, and 36,651 cars were sold, reflecting a positive balance of 292 cars in the fleet and a net investment of R\$135.1 million. The dynamic pricing strategy coupled with growth in less seasonal segments reduced the need for fleet adjustment after summer vacations. However, unlike previous years, in that year the first quarter was a net buyer of the fleet. In comparison with 1Q18, the volume of cars bought grew 54.9%.

4 – Seminovos – Number of points of sale

Number of points of sale

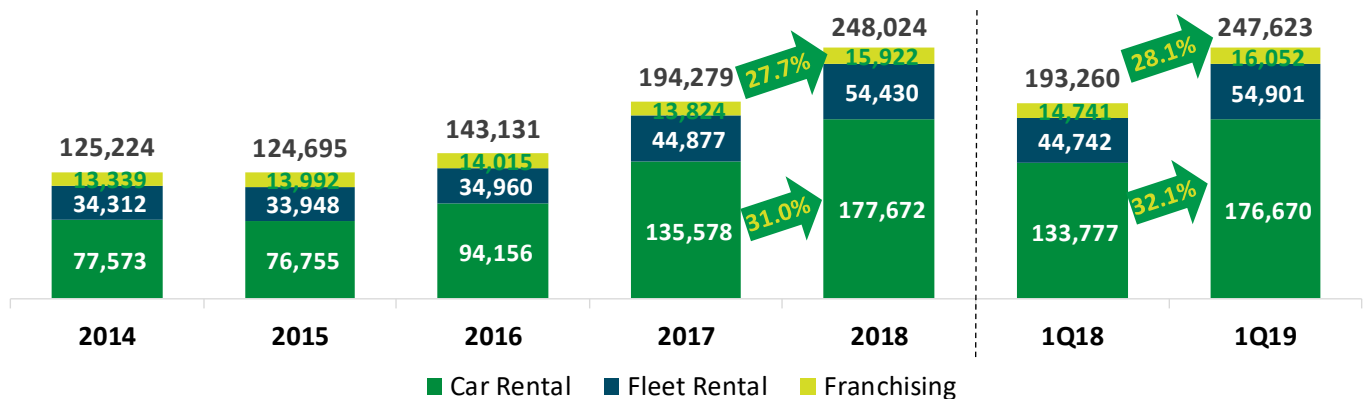


On March 31, 2019, the **Seminovos** network was present in 70 cities in Brazil and was comprised of 108 stores, one of which was inaugurated in 1Q19. Throughout the year, new stores will be opened to meet the growing needs for fleet renewal.

In 1Q19, the number of cars sold increased 44.9% over the same period of last year.

5 – End of period fleet

End of period fleet (quantity)

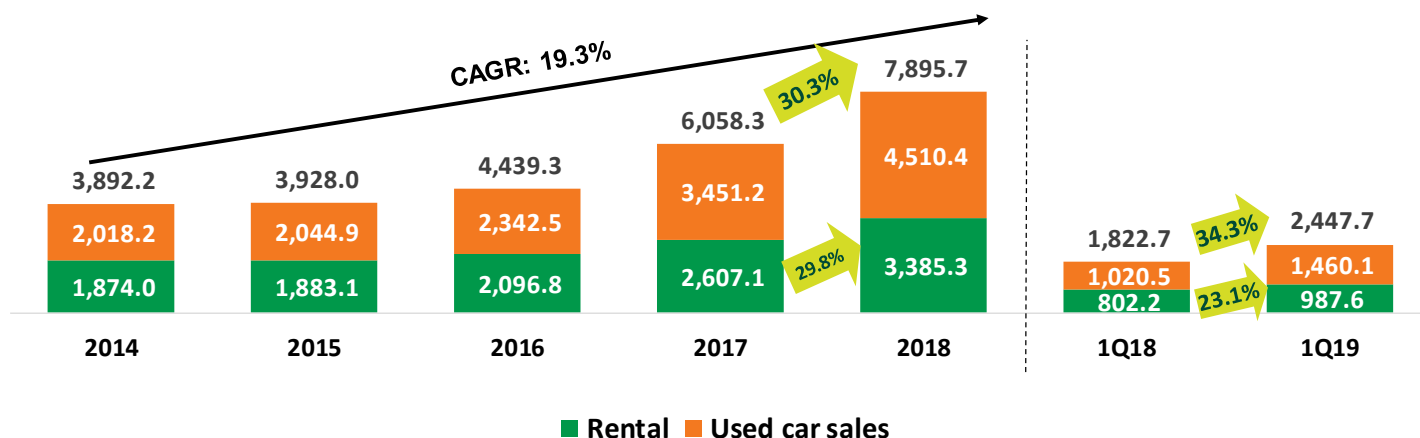


By the end of 1Q19 we had a consolidated fleet of 247,623 cars, including 16,052 cars from franchisee.

The consolidated fleet includes purchase, sales and write-offs of cars.

6 – Net revenues - consolidated

Consolidated net revenues (R\$ million)

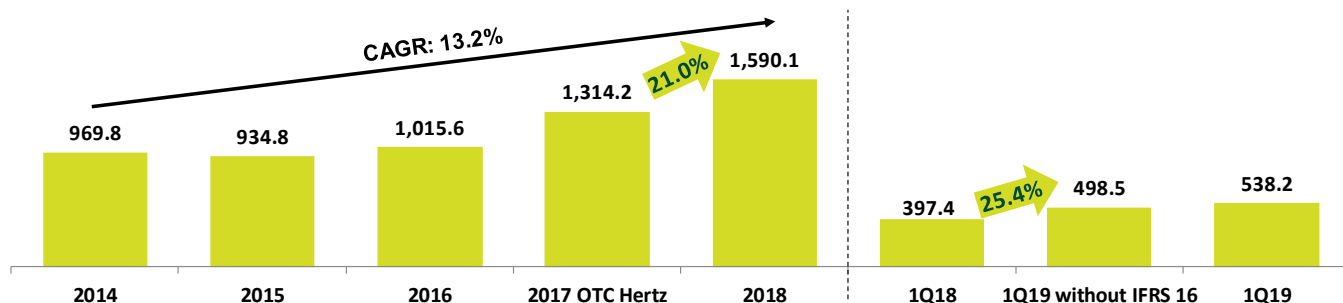


In 1Q19, consolidated net revenues grew 34.3% when compared with 1Q18. Net rental revenues increased 23.1%, 25.2% in the **Car Rental** division and 17.0% in the **Fleet Rental** division.

Seminovos net revenues in 1Q19 grew 43.1% compared with the same period last year, due to a 44.9% increase in sales volumes partially offset by a 1.2% decrease in average prices due to sales mix that was more concentrated in compact cars and the recent drop in prices of some new vehicle models by their respective automakers, which reflected in the used cars sales prices.

7 - EBITDA

Consolidated EBITDA (R\$ million)



EBITDA margin:

Divisions	2014*	2015	2016	2017**	2018	1Q18	1Q19 without IFRS 16	1Q19 with IFRS 16
Car Rental	38.7%	31.8%	32.3%	34.9%	35.9%	35.7%	41.9%	45.3%
Fleet Rental	60.0%	62.2%	64.5%	61.9%	64.0%	61.3%	66.9%	66.9%
Rental Consolidated	45.3%	41.7%	42.3%	42.6%	43.0%	42.2%	48.0%	50.6%
Used Car Sales	6.0%	7.3%	5.5%	5.9%	3.0%	5.7%	1.7%	2.6%

(*) From 2014 on, it considers the new appropriation criteria of the overhead, which is also appropriated to Seminovos.

(**) Adjusted by the one-time costs incurred – Hertz Brasil acquisition and Franchisees incorporation.

In 1Q19, consolidated EBITDA **excluding** the impacts of IFRS 16, totaled R\$498.5 million, 25.4% higher than the same period of the previous year. Considering the effects of IFRS 16, EBITDA totaled R\$ 538.2 million.

The EBITDA margin of the **Car Rental** division, **without** the effects of IFRS 16, was 41.9% in 1Q19, representing an increase of 6.2 p.p. in relation to 1Q18. Considering the effects of IFRS 16, the margin was 45.3%. We are continuously working on cost and expense management, as well as investing in process improvement and productivity. These factors, coupled with the lower decrease of the average rental rate, enabled operating leverage gain in 1Q19.

In the **Fleet Rental** division EBITDA margin stood at 66.9% in 1Q19, 5.6 p.p. higher when compared with 1Q18, due to operational improvements. This segment is not impacted by IFRS 16.

Seminovos EBITDA margin without the effects of IFRS 16 was 1.7% in 1Q19, 0.4 p.p. higher than in 4Q18. This increase is a consequence of incremental depreciation in 2H18, partially offset by the recent reduction in some new cars prices, which affected the used cars sales prices. Including the effect of IFRS 16, the margin was 2.6%.

8 - Depreciation

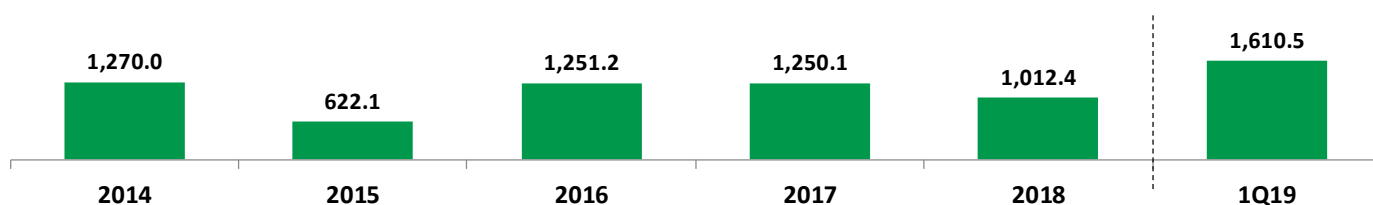
Depreciation is the difference between the car's purchasing and selling prices net of selling expenses. At the time of cars purchase, the Company estimates the selling prices and expenses. The depreciation is recorded over the lifecycle of the car. Periodically price and selling expenses estimates are revised based on fluctuations in the car market and depreciation is recalculated to reflect the marking of our asset to market.

In the **Car Rental** division depreciation is booked using the linear method.

In the **Fleet Rental** division, we use the SOYD method, which depreciates the car in an accelerated way in the early years to compensate for the increase in maintenance costs throughout the life of the car.

8.1 – Rent a Car

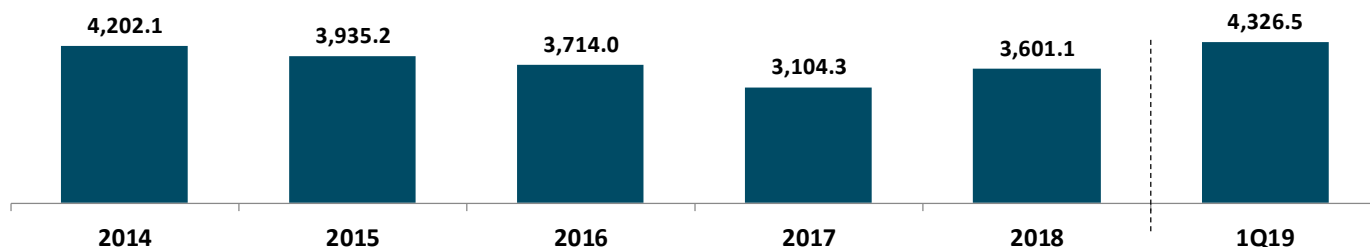
Annualized average depreciation per car (R\$) – RAC



In 1Q19, the average depreciation per car in the **Car Rental** division was R\$ 1,610.5, 59.1% higher than the year of 2018. The increase in depreciation was mainly due to the reduction of new car prices by some automakers, which reflects the expected car sales prices at the end of their useful life. If automakers selling prices remain unchanged, depreciation should stabilize at a slightly lower level, since the impact of this scenario was already reflected in 1Q19.

8.2 – Fleet Rental

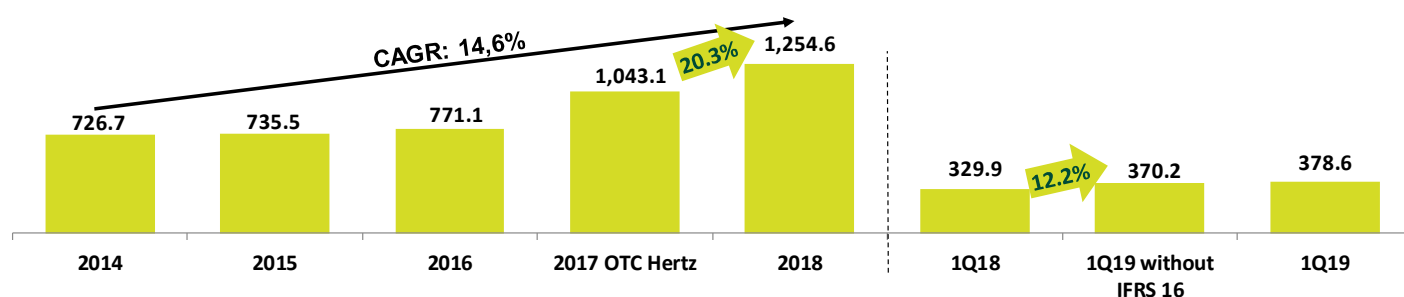
Annualized average depreciation per car (R\$) – Fleet Rental



In the **Fleet Rental** division, the annualized average depreciation per car in 1Q19 was R\$4,326.5, 20.1% higher than 2018 for the same reasons explained above.

9 - EBIT

Consolidated EBIT (R\$ million)



The EBIT margin is calculated over the rental revenues:

Divisions	2014	2015	2016	2017*	2018	1Q18	1Q19 without IFRS 16	1Q19 with IFRS 16
Car Rental	36.2%	34.3%	30.2%	35.5%	33.2%	38.8%	34.1%	35.2%
Fleet Rental	44.3%	48.9%	51.2%	51.4%	48.6%	48.0%	47.6%	47.6%
Consolidated	38.8%	39.1%	36.8%	40.0%	37.1%	41.1%	37.5%	38.3%

(*) Adjusted by the one-time costs incurred – Hertz Brasil acquisition and Franchisees incorporation

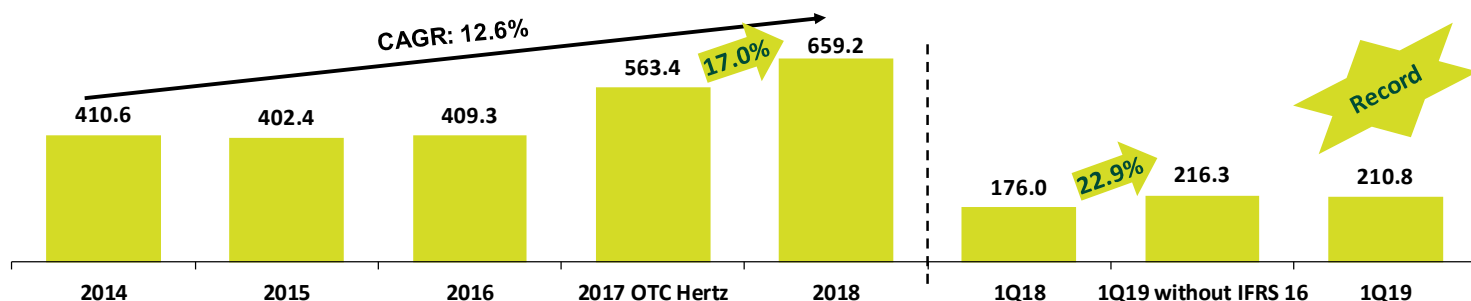
Excluding the effects of IFRS 16, consolidated EBIT reached R\$ 370.2 million in 1Q19, representing growth of 12.2% when compared with 1Q18. The growth is due to the 25.4% increase in EBITDA, offset by the 90.1% increase in depreciation. Consolidated EBIT without adjustments related to IFRS 16 totaled R\$ 378.6 million.

In 1Q19, the EBIT margin of the **Car Rental** division, **excluding** the effects of IFRS 16, was 34.1%, representing a decrease of 4.7 p.p. in relation to 1Q18. Without the effects of IFRS 16, the margin was 35.2%. In the **Fleet Rental** division, the adjusted EBIT margin was 47.6%, a reduction of 0.4 p.p. in relation to 1Q18. The lower EBIT margin in both divisions is a reflection of the higher depreciation of cars and lower EBITDA margin of **Seminovos**.

Lower interest rates enable the Company to have a lower EBIT margin and still provide healthy levels of spread (ROIC - Kd). Such spread at a larger capital basis, results in an increase of value generation.

10 - Consolidated net income

Consolidated net income (R\$ million)



Reconciliation EBITDA x Net income	2014	2015	2016	2017*	2018	Var. R\$	Var. %	1Q18	1Q19 without IFRS 16	Var. R\$	Var. %	1Q19 with IFRS 16
Consolidated EBITDA	969.8	934.8	1,015.6	1,314.2	1,590.1	275.9	21.0%	397.4	498.5	101.1	25.4%	538.2
Cars depreciation	(207.4)	(163.6)	(206.3)	(232.0)	(291.6)	(59.6)	25.7%	(56.9)	(117.1)	(60.2)	105.8%	(117.1)
Other property depreciation and amortization	(35.7)	(35.7)	(38.2)	(39.1)	(43.9)	(4.8)	12.3%	(10.6)	(11.2)	(0.6)	5.7%	(42.5)
EBIT	726.7	735.5	771.1	1,043.1	1,254.6	211.5	20.3%	329.9	370.2	40.3	12.2%	378.6
Financial expenses, net	(151.1)	(202.7)	(243.5)	(315.0)	(368.9)	(53.9)	17.1%	(88.9)	(89.6)	(0.7)	0.8%	(105.2)
Income tax and social contribution	(165.0)	(130.4)	(118.3)	(164.7)	(226.5)	(61.8)	37.5%	(65.0)	(64.3)	0.7	(1.1%)	(62.6)
Net income of the period	410.6	402.4	409.3	563.4	659.2	95.8	17.0%	176.0	216.3	40.3	22.9%	210.8

(*) Adjusted by the one-time costs incurred – Hertz Brasil acquisition and Franchisees incorporation

Without the effect of IFRS 16, net income was R\$ 216.3 million in 1Q19, an increase of 22.9% over 1Q18, mainly due to:

(+) R\$ 101.1 million increase in EBITDA, due to revenue and margin growth in the **Car Rental** and **Fleet Rental** divisions, partially offset by the fall in **Seminovos** EBITDA;

(-) R\$ 60.2 million increase in car depreciation, due to the 26.3% increase in the average operating fleet and higher average depreciation per car due to the fall in the prices of some new car models;

(-) R\$ 0.7 million increase in net financial expenses due to the higher average net debt balance, partially offset by the reduction in prepayment of receivables; and

(+) R\$ 0.7 million reduction in income tax and social contribution, due to the lower effective rate, which went from 27.0% to 22.9%. The lower rate results from the greater representativeness of interest on capital in relation to the profit after the capital increase carried out in February 2019.

11 – Free cash flow (FCF)

Free cash flow - R\$ million		2014	2015	2016	2017 *	2018	1Q19
Operations	EBITDA	969.8	934.8	1,015.7	1,314.2	1590.1	538.2
	Used car sale revenue, net from taxes	(2,018.2)	(2,044.9)	(2,342.6)	(3,451.2)	(4,510.4)	(1,460.1)
	Depreciated cost of cars sold	1,777.0	1,769.1	2,102.5	3,106.6	4,198.5	1,405.2
	(-) Income tax and social contribution	(113.1)	(110.7)	(93.3)	(108.3)	(131.2)	(42.0)
	Change in working capital	(27.1)	(30.0)	(40.8)	(47.9)	(117.4)	(203.3)
	Cash generated by rental operations	588.4	518.3	641.5	813.4	1,029.6	238.0
Capex - renewal	Used car sale revenue, net from taxes – fleet renewal	2,018.2	2,036.3	2,342.6	3,451.2	4,510.4	1,460.1
	Fleet renewal investment	(2,197.7)	(2,278.4)	(2,563.6)	(3,660.9)	(4,696.7)	(1,582.6)
	Change in accounts payable to car suppliers for fleet renewal	120.0	(25.4)	219.8	227.6	250.1	788.6
	Net investment for fleet renewal	(59.5)	(267.5)	(1.2)	17.9	63.8	666.1
	Fleet renewal – quantity	70,621	64,032	68,449	90,554	111,279	36,651
Investment, property and intangible		(46.3)	(29.7)	(40.9)	(28.8)	(42.8)	(6.7)
Free cash flow from operations, before growth		482.6	221.1	599.4	802.5	1,050.6	897.4
Capex - Growth	(Investment) / Divestment in cars for fleet growth	(286.8)	8.6	(726.0)	(1,807.0)	(2,285.1)	(12.6)
	Change in accounts payable to car suppliers for fleet growth	214.4	(23.9)	26.8	168.7	509.4	(863.0)
	Hertz Brazil acquisition - fleet	-	-	-	(285.7)	-	-
	Fleet growth capex	(72.4)	(15.3)	(699.2)	(1,924.0)	(1,775.7)	(875.6)
	Fleet increase / (reduction) – quantity	9,183	(273)	19,384	52,860	54,142	292
Free cash flow after growth		410.2	205.8	(99.8)	(1,121.5)	(725.1)	21.8
Capex - non-recurring	Hertz Acquisition (Except fleet) / Incurred one-time costs effect	-	-	-	(121.5)	-	-
	New headquarters construction and furniture	(148.3)	(30.7)	(85.7)	(146.2)	-	-
Free cash generated before the cash effects of discounts and anticipation of payables to suppliers		261.9	175.1	(185.5)	(1,389.2)	(725.1)	21.8
Cash effects of receivables and anticipation of payables to suppliers (**)		-	(71.9)	98.0	88.3	(113.2)	(100.7)
Free cash flow before interest		261.9	103.2	(87.5)	(1,300.9)	(838.3)	(78.9)

In the free cash flow, short-term financial assets were considered as cash equivalents

(*) Adjusted by one-time costs incurred -Hertz Brasil acquisition and franchisees incorporation

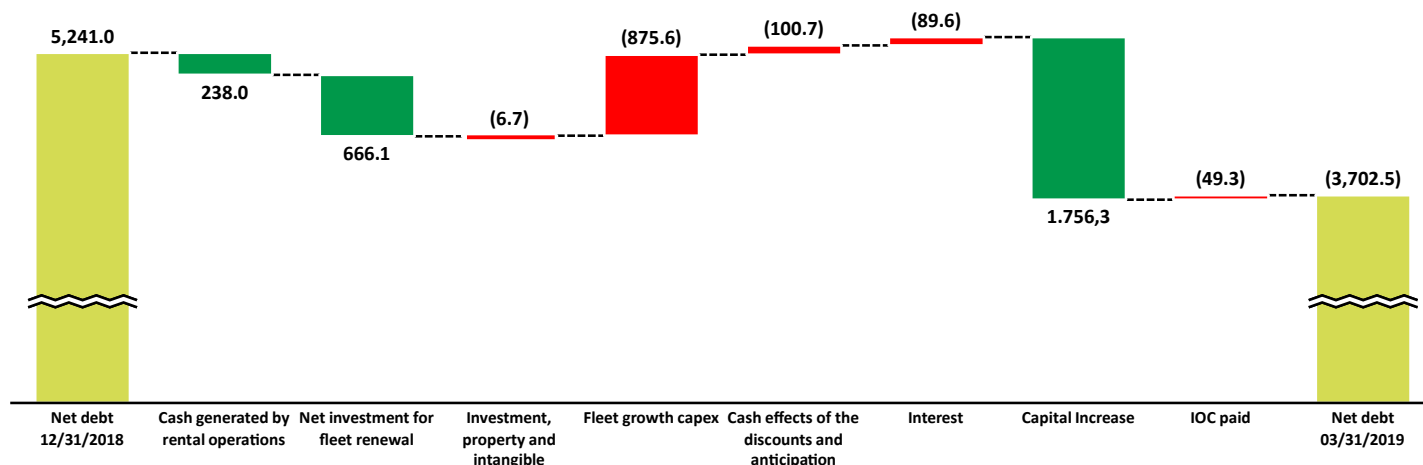
(**) Discount of credit card receivables and anticipation of accounts payable to suppliers were demonstrated in a different line so that the Free Cash Flow From Operations, Before Growth considered only the contractual terms, reflecting the Company's operation

The cash generated before growth totaled R\$897.4 million, since the majority of purchases for the renewal occurred by the end of the quarter and will be paid in the next quarter, while the sale of the renewed cars generated cash within the quarter. Such cash generated reflects an specific seasonality of the first quarter and should not be annualized for a yearly projection.

On the other hand, the investment for growth consumed R\$875.6 million, as we paid in this quarter fleet growth of 4Q18 purchases.

12 – Net debt

12.1 – Change in net debt – R\$ million



The capital increase executed in February lead to a decreased of 29.4% in the net debt.

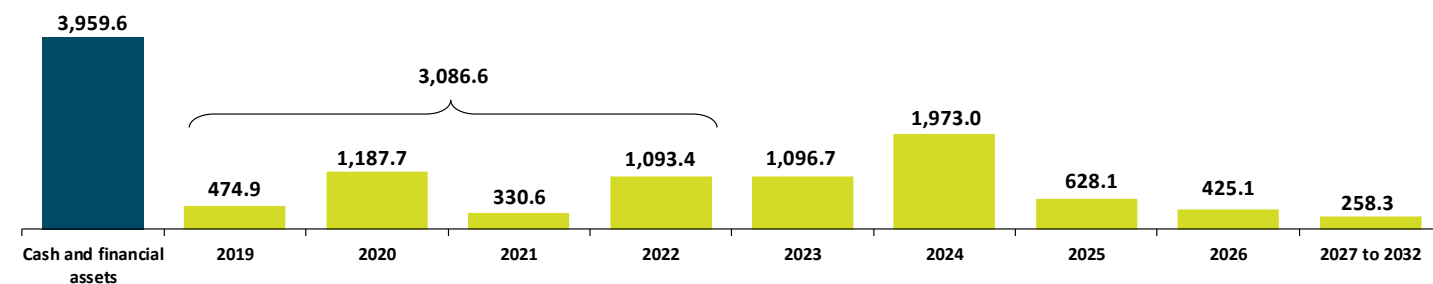
12.2 – Debt maturity profile

Debt	Issuance	Contract rate	2019	2020	2021	2022	2023	2024	2025 to 2032	Total
Debentures 7th Issuance (*)	09/30/2013	110.95% CDI	75.0	100.0	100.0	-	-	-	-	275.0
Debentures 8th Issuance(*)	09/10/2014	109.50% CDI	250.0	250.0	-	-	-	-	-	500.0
Debentures 10th Issuance(*)	01/08/2016	113.90% CDI	-	100.0	100.0	-	-	-	-	200.0
Debentures 11th Issuance	12/12/2016	111.50% CDI	-	-	-	500.0	-	-	-	500.0
Debentures 12th Issuance	05/15/2017	107.25% CDI	-	-	-	-	-	700.0	-	700.0
Debentures 13th Issuance - 1st serie	12/15/2017	109.35% CDI	-	-	-	434.5	434.5	-	-	869.0
Debentures 13th Issuance - 2nd serie	12/15/2017	111.30% CDI	-	-	-	-	-	108.1	108.1	216.2
Debentures 14th Issuance - 1st serie	09/18/2018	107.90% CDI	-	-	-	-	-	200.0	-	200.0
Debentures 14th Issuance - 2nd serie	09/18/2018	112.32% CDI	-	-	-	-	-	200.0	600.0	800.0
Debentures 3rd Issuance of Localiza Fleet	05/05/2017	107.00% CDI	-	-	-	-	500.0	-	-	500.0
Debentures 4th Issuance of Localiza Fleet	10/02/2017	CDI + 0.30%	-	-	-	-	-	350.0	-	350.0
Debentures 5th Issuance of Localiza Fleet	07/31/2018	112.00% CDI	-	-	-	-	-	-	300.0	300.0
Debentures 6th Issuance of Localiza Fleet	12/21/2018	110.40% CDI	-	-	-	-	-	400.0	-	400.0
Foreign currency loan with swap	05/22/2018	108.00% CDI	-	-	-	150.0	150.0	-	-	300.0
Promissory notes 6th issuance	09/29/2017	CDI + 0.40%	-	650.0	-	-	-	-	-	650.0
Real State Receivables Certificate (CRI)	02/26/2018	99.00% CDI	7.0	4.3	5.6	9.0	12.3	15.0	303.5	356.7
Working Capital / Others	-	Several	142.8	83.3	125.0	-	-	-	-	351.1
Interest accrued and paid	-	-	194.1	-	-	-	-	-	-	194.1
Cash and cash equivalents on 03/31/2019	-	-	(3,959.6)	-	-	-	-	-	-	(3,959.6)
Net debt	-	-	(3,290.7)	1,187.6	330.6	1,093.5	1,096.8	1,973.1	1,311.6	3,702.5

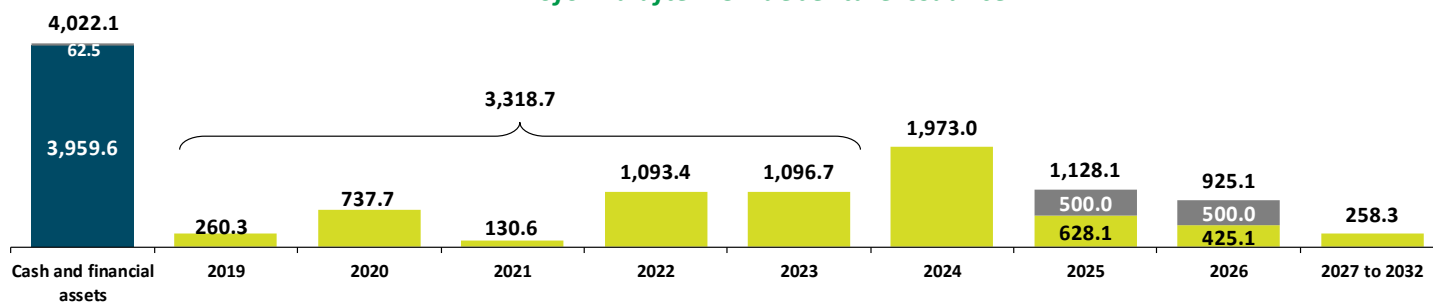
(*) Resources obtained by Localiza in 2Q19 with the 15th debenture issuance were used for the early redemption with the full settlement of the debentures of the 7th (seventh), 8th (eighth) and 10th (tenth) public debentures issued by Localiza.

12.3 – Debt profile

As of March 31, 2019

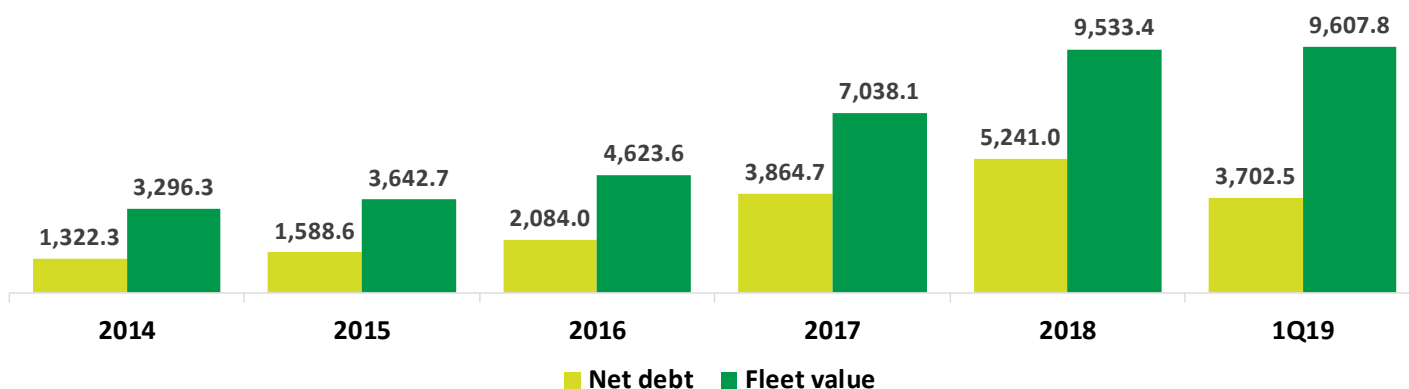


Proforma after 15th debenture issuance



In April 2019, we completed the issuance of Localiza's 15th debenture in the amount of R\$ 1.0 Billion with the purpose of lengthening the terms of the debt. On the same date, we prepaid the 7th, 8th and 10th debenture issuances.

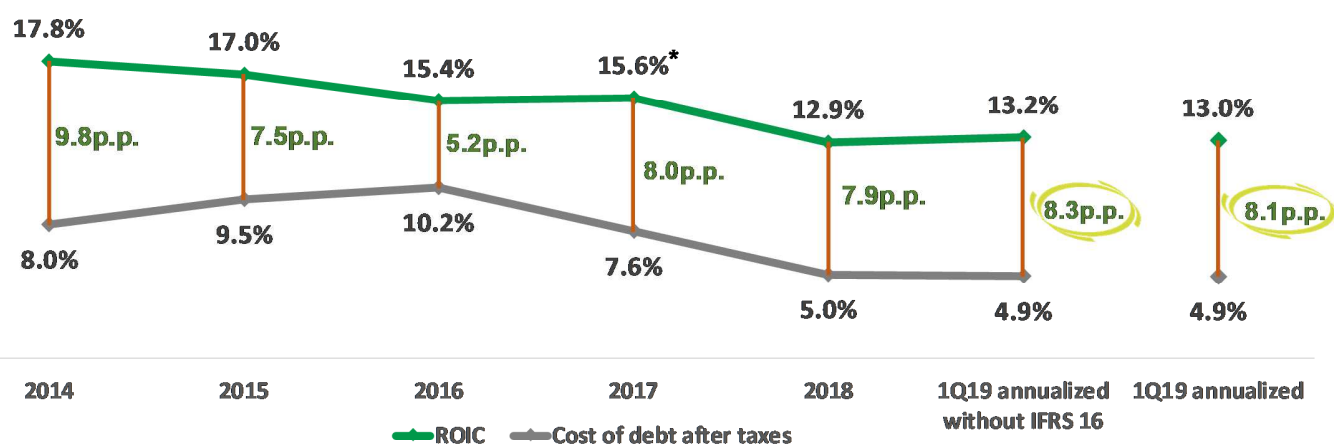
12.4 – Debt ratios



BALANCE AT THE END OF PERIOD	2014	2015	2016	2017	2018	1Q19 without IFRS 16	1Q19 with IFRS 16
Net debt / Fleet value	40%	44%	45%	55%	55%	39%	39%
Net debt / annualized EBITDA	1.4x	1.7x	2.1x	2.9x	3.3x	1.9x	1.7x
Net debt / Equity	0.8x	0.8x	0.9x	1.5x	1.7x	0.7x	0.7x
EBITDA / Net financial expenses	6.4x	4.6x	4.2x	4.2x	4.3x	5.6x	5.1x

DEBT RATIOS COMPATIBLE WITH GROWTH CONTINUITY

13 – Spread (ROIC minus cost of debt after taxes)



(*)Adjusted by the one-time costs incurred - Hertz Brasil acquisition and Franchisees incorporation
ROIC considered each year's effective income tax and social contribution rate

HIGHER SPREAD MAINLY DUE TO OPERATING LEVERAGE

14 – Dividends and interest on capital (IOC)

2018 interest on capital were approved as follow:

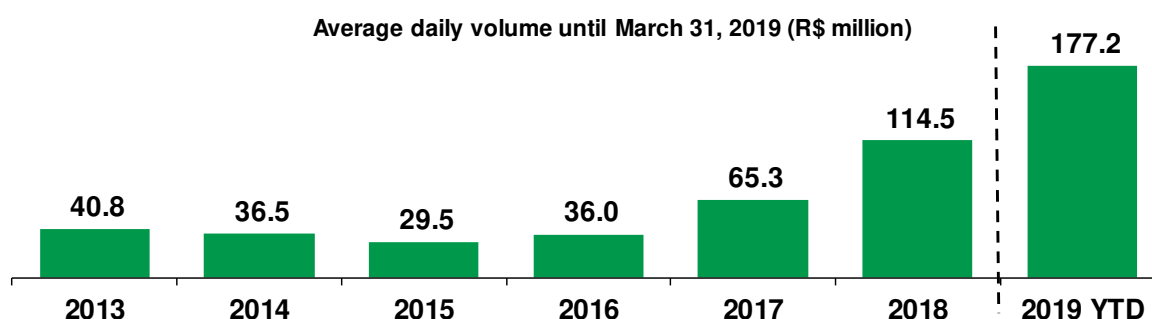
Nature	Reference period	Approval date	Shareholding position date	Payment date	Gross amount (R\$ million)	Gross amount per share (R\$)
IOC	2018	03/22/2018	03/28/2018	05/16/2018	42.0	0.063557
IOC	2018	06/21/2018	06/28/2018	08/16/2018	43.0	0.064955
IOC	2018	09/21/2018	09/27/2018	11/16/2018	44.6	0.067377
IOC	2018	12/13/2018	12/19/2018	02/06/2019	49.3	0.074537
Total					178.9	

2019 interest on capital were approved as follow:

Nature	Reference period	Approval date	Shareholding position date	Payment date	Gross amount (R\$ million)	Gross amount per share (R\$)
IOC	2019	03/21/2019	03/26/2019	05/20/2019	69.2	0.096414
Total					69.2	

15 – RENT3

On March 31, 2019, the average daily traded volume of RENT3 was R\$177.2 million, 54.8% higher than the average volume of 2018. Under the ADR level I program, the Company had 3,584,296 ADRs issued until March 31, 2019.



16 – Subsequent Events

On 04/23/2019, our 15th debenture issuance was concluded in the amount of R\$ 1.0 billion, with maturity of 7 years and amortization in the 6th and 7th years at the rate of 107.25% of CDI (interbank deposit rate). The proceeds from this issuance were used for prepayment of debentures and cash reinforcement.

17 – IFRS 16

The summary of the impact of IFRS 16 on results is shown in the table below:

STATEMENT OF INCOME	1Q19 without IFRS 16	1Q19 with IFRS 16	Variation
Net Revenue	2,447.7	2,447.7	-
Total costs	(1,733.2)	(1,706.6)	26.6
Selling, general, administrative and other expenses	(216.0)	(202.9)	13.1
EBITDA	498.5	538.2	39.7
Depreciation expenses	(128.3)	(159.6)	(31.3)
EBIT	370.2	378.6	8.4
Financial (expenses) revenues, net	(89.6)	(105.2)	(15.6)
Income tax and social contribution	(64.3)	(62.6)	1.7
Net Income	216.3	210.8	(5.5)

18 – Results per division

18.1 –Table 1 – Car Rental – R\$ million

CAR RENTAL RESULTS	2014	2015	2016	2017	2017 Adjusted	2018	Var.	1Q18	1Q19 without IFRS 16	Var.	1Q19
Car rental gross revenues (*)	1,352.1	1,316.9	1,486.9	1,898.7	1,898.7	2,570.8	35.4%	608.2	761.2	25.2%	761.2
Taxes on revenues (**)	(67.7)	(58.9)	(58.9)	(50.2)	(50.2)	(51.4)	2.4%	(13.5)	(16.9)	25.2%	(16.9)
Car rental net revenues	1,284.4	1,258.0	1,428.0	1,848.5	1,848.5	2,519.4	36.3%	594.7	744.3	25.2%	744.3
Car rental costs	(577.3)	(618.1)	(707.4)	(926.4)	(870.7)	(1,178.1)	35.3%	(279.6)	(314.5)	12.5%	(289.1)
Gross profit	707.1	639.9	720.6	922.1	977.8	1,341.3	37.2%	315.1	429.8	36.4%	455.2
Operating expenses (SG&A)	(209.7)	(239.9)	(258.8)	(347.2)	(332.3)	(437.3)	31.6%	(102.8)	(118.3)	15.1%	(118.3)
Other assets depreciation and amortization	(22.2)	(22.3)	(23.9)	(23.6)	(23.6)	(26.6)	12.7%	(6.4)	(7.2)	12.5%	(6.7)
Operating profit before financial results and taxes (EBIT)	475.2	377.7	437.9	551.3	621.9	877.4	41.1%	205.9	304.3	47.8%	310.2
Financial expenses, net	(1.5)	(2.0)	(1.4)	(5.3)	(5.3)	(23.7)	347.2%	(1.2)	(3.1)	158.3%	(13.6)
Income tax and social contribution	(136.2)	(89.9)	(95.9)	(123.4)	(138.9)	(218.3)	57.2%	(55.7)	(69.0)	23.9%	(67.8)
Net income for the period	337.5	285.8	340.6	422.6	477.7	635.4	33.0%	149.0	232.2	55.8%	228.8
Net Margin	26.3%	22.7%	23.9%	22.9%	25.8%	25.2%	-0.6 p.p.	25.1%	31.2%	6.1 p.p.	30.7%
EBITDA	497.4	400.0	461.8	574.9	645.5	904.0	40.0%	212.3	311.5	46.7%	336.9
EBITDA Margin	38.7%	31.8%	32.3%	31.1%	34.9%	35.9%	1.0 p.p.	35.7%	41.9%	6.2 p.p.	45.3%

USED CAR SALES RESULTS (SEMINOVOS)	2014	2015	2016	2017	2017 Adjusted	2018	Var.	1Q18	1Q19 without IFRS 16	Var.	1Q19
Gross revenues (*)	1,671.4	1,679.2	1,997.8	2,990.0	2,990.0	3,919.2	31.1%	853.8	1,280.8	50.0%	1,280.8
Taxes on revenues	(3.5)	(2.5)	(2.7)	(4.9)	(4.9)	(7.4)	51.0%	(1.4)	(2.8)	100.0%	(2.8)
Net revenues	1,667.9	1,676.7	1,995.1	2,985.1	2,985.1	3,911.8	31.0%	852.4	1,278.0	49.9%	1,278.0
Book value of cars sold and preparation for sale	(1,428.4)	(1,396.3)	(1,727.5)	(2,603.2)	(2,603.2)	(3,542.5)	36.1%	(746.8)	(1,190.2)	59.4%	(1,189.7)
Gross profit	239.5	280.4	267.6	381.9	381.9	369.3	-3.3%	105.6	87.8	-16.9%	88.3
Operating expenses (SG&A)	(160.7)	(178.8)	(176.8)	(220.0)	(220.0)	(269.6)	22.5%	(57.1)	(74.3)	30.1%	(62.6)
Cars depreciation	(78.1)	(38.9)	(87.8)	(117.7)	(117.7)	(131.7)	11.9%	(21.6)	(61.7)	185.6%	(61.7)
Other assets depreciation and amortization	(11.3)	(8.8)	(9.1)	(9.7)	(9.7)	(10.2)	5.2%	(2.3)	(2.2)	-4.3%	(12.2)
Operating profit (loss) before financial results and taxes (EBIT)	(10.6)	53.9	(6.1)	34.5	34.5	(42.2)	-222.3%	24.6	(50.4)	-304.9%	(48.2)
Financial expenses, net	(106.3)	(138.4)	(174.4)	(229.9)	(229.9)	(266.5)	15.9%	(67.4)	(66.5)	-1.3%	(70.2)
Income tax and social contribution	33.2	17.6	37.2	43.9	43.9	77.5	76.5%	11.5	26.8	133.0%	26.1
Net loss for the period	(83.7)	(66.9)	(143.3)	(151.5)	(151.5)	(231.2)	52.6%	(31.3)	(90.1)	187.9%	(92.3)
Net Margin	-5.0%	-4.0%	-7.2%	-5.1%	-5.1%	-5.9%	-0.8 p.p.	-3.7%	-7.1%	-3.4 p.p.	-7.2%
EBITDA	78.8	101.6	90.8	161.9	161.9	99.7	-38.4%	48.5	13.5	-72.2%	25.7
EBITDA Margin	4.7%	6.1%	4.6%	5.4%	5.4%	2.5%	-2.9 p.p.	5.7%	1.1%	-4.6 p.p.	2.0%

CAR RENTAL TOTAL FIGURES	2014	2015	2016	2017	2017 Adjusted	2018	Var.	1Q18	1Q19 without IFRS 16	Var.	1Q19
Car rental gross revenues (*)	1,352.1	1,316.9	1,486.9	1,898.7	1,898.7	2,570.8	35.4%	608.2	761.2	25.2%	761.2
Car sales for fleet renewal - gross revenues (*)	1,671.4	1,679.2	1,997.8	2,990.0	2,990.0	3,919.2	31.1%	853.8	1,280.8	50.0%	1,280.8
Total gross revenues (**)	3,023.5	2,996.1	3,484.7	4,888.7	4,888.7	6,490.0	32.8%	1,462.0	2,042.0	39.7%	2,042.0
Taxes on revenues	(67.7)	(58.9)	(58.9)	(50.2)	(50.2)	(51.4)	2.4%	(13.5)	(16.9)	25.2%	(16.9)
Car sales for fleet renewal	(3.5)	(2.5)	(2.7)	(4.9)	(4.9)	(7.4)	51.0%	(1.4)	(2.8)	100.0%	(2.8)
Car rental revenues - net revenues	1,284.4	1,258.0	1,428.0	1,848.5	1,848.5	2,519.4	36.3%	594.7	744.3	25.2%	744.3
Car sales for fleet renewal - net revenues	1,667.9	1,676.7	1,995.1	2,985.1	2,985.1	3,911.8	31.0%	852.4	1,278.0	49.9%	1,278.0
Total net revenues	2,952.3	2,934.7	3,423.1	4,833.6	4,833.6	6,431.2	33.1%	1,447.1	2,022.3	39.7%	2,022.3
Direct costs	(577.3)	(618.1)	(707.4)	(926.4)	(870.7)	(1,178.1)	35.3%	(279.6)	(314.5)	12.5%	(289.1)
Car rental	(577.3)	(618.1)	(707.4)	(926.4)	(870.7)	(1,178.1)	35.3%	(279.6)	(314.5)	12.5%	(289.1)
Car sales for fleet renewal	(1,428.4)	(1,396.3)	(1,727.5)	(2,603.2)	(2,603.2)	(3,542.5)	36.1%	(746.8)	(1,190.2)	59.4%	(1,189.7)
Gross profit	946.6	920.3	988.2	1,304.0	1,359.7	1,710.6	25.8%	420.7	517.6	23.0%	543.5
Operating expenses (SG&A)	(209.7)	(239.9)	(258.8)	(347.2)	(332.3)	(437.3)	31.6%	(102.8)	(118.3)	15.1%	(118.3)
Car rental	(209.7)	(239.9)	(258.8)	(347.2)	(332.3)	(437.3)	31.6%	(102.8)	(118.3)	15.1%	(118.3)
Car sales for fleet renewal	(160.7)	(178.8)	(176.8)	(220.0)	(220.0)	(269.6)	22.5%	(57.1)	(74.3)	30.1%	(62.6)
Cars depreciation	(78.1)	(38.9)	(87.8)	(117.7)	(117.7)	(131.7)	11.9%	(21.6)	(61.7)	185.6%	(61.7)
Other assets depreciation and amortization	(22.2)	(22.3)	(23.9)	(23.6)	(23.6)	(26.6)	12.7%	(6.4)	(7.2)	12.5%	(6.7)
Car rental	(22.2)	(22.3)	(23.9)	(23.6)	(23.6)	(26.6)	12.7%	(6.4)	(7.2)	12.5%	(6.7)
Car sales for fleet renewal	(11.3)	(8.8)	(9.1)	(9.7)	(9.7)	(10.2)	5.2%	(2.3)	(2.2)	-4.3%	(12.2)
Operating profit before financial results and taxes (EBIT)	464.6	431.6	431.8	585.8	656.4	835.2	27.2%	230.5	253.9	10.2%	262.0
Financial expenses, net	(107.8)	(140.4)	(175.8)	(235.2)	(235.2)	(290.2)	23.4%	(68.6)	(69.6)	1.5%	(83.8)
Income tax and social contribution	(103.0)	(72.3)	(58.7)	(79.5)	(79.5)	(140.8)	48.2%	(44.2)	(42.2)	-4.5%	(41.7)
Net income for the period	253.8	218.9	197.3	271.1	326.2	404.2	23.9%	117.7	142.1	20.7%	136.5
Net margin	8.6%	7.5%	5.8%	5.6%	6.7%	6.3%	-0.4 p.p.	8.1%	7.0%	-1.1 p.p.	6.7%
EBITDA	576.2	501.6	552.6	736.8	807.4	1,003.7	24.3%	260.8	325.0	24.6%	362.6
EBITDA margin	19.5%	17.1%	16.1%	15.2%	16.7%	15.6%	-1.1 p.p.	18.0%	16.1%	-1.9 p.p.	17.9%

OPERATING DATA	2014	2015	2016	2017	2017 Adjusted	2018	Var.	1Q18	1Q19	Var.	1Q19
Average operating fleet	61,525	62,513	70,185	94,194	94,194	130,058	38.1%	120,463	153,243	27.2%	153,243
Average rented fleet	42,999	43,315	51,515	69,762	69,762	97,245	39.4%	90,980	114,845	26.2%	114,845
Average operating fleet age (in months)	7.2	7.4	7.9	6.5	6.5	7.2	10.8%	6.9	7.4	7.2%	7.4
End of period fleet	77,573	76,755	94,156	135,578	135,578	177,672	31.0%	133,777	176,670	32.1%	176,670
Number of rental days - in thousands	15,416.0	15,566.1	18,662.4	25,263.6	25,263.6	35,284.5	39.7%	8,139.4	10,277.8	26.3%	10,277.8
Average daily rental revenues per car (R\$)	87.71	84.56	79.67	75.16	75.16	72.86	-3.1%	74.72	74.06	-0.9%	74.06
Annualized average depreciation per car (R\$)	1,270.0	622.1	1,251.2	1,250.1	1,250.1	1,012.4	-19.0%	715.9	1,610.5	125.0%	1,610.5
Utilization rate (Does not include cars in preparation and decommissioning)	-	75.4%	78.0%	78.6%	78.6%	79.6%	1.0 p.p.	78.7%	79.8%	1.1 p.p.	79.8%
Number of cars purchased	64,908	52,343	76,071	114,966	114,966	139,273	21.1%	19,200	31,513	64.1%	31,513
Number of cars sold	57,578	52,508	57,596	76,901	76,901	94,945	23.5%	20,582	31,699	54.0%	31,699
Average sold fleet age (in months)	14.4	14.9	16.8	14.3	14.3	14.7	2.8%	14.9	15.9	6.7%	15.9
Average total fleet	70,982	72,169	80,765	107,997	107,997	150,045	38.9%	132,666	171,438	29.2%	171,438
Average value of total fleet - R\$ million	1,963.8	2,205.9	2,790.2	4,100.6	4,100.6	6,005.7	46.5%	5,110.1	7,116.2	39.3%	7,116.2
Average value per car in the period - R\$ thsd	27.7	30.6	34.5	38.0	38.0	40.0	5.3%	38.5	41.5	7.8%	41.5

(*) Gross revenues from car rental and car sales for fleet renewal are net of discounts and cancellations.

(**) As of 4Q17, the amounts relative to the provision over the difference between PIS and Cofins credits were reclassified as SG&A, as per Note Provisions and Escrow Deposits of the 2017 Financial Statements

18.2 – Table 2 – Fleet Rental – R\$ million

FLEET RENTAL RESULTS	2014	2015	2016	2017	2017 Adjusted	2018	Var.	1Q18	1Q19 without IFRS 16	Var.	1Q19
Fleet rental gross revenues (*)	589.5	619.6	664.1	757.4	757.4	857.8	13.3%	204.4	242.0	18.4%	242.0
Taxes on revenues (**)	(17.6)	(11.1)	(12.3)	(15.3)	(15.3)	(9.0)	-41.2%	(1.2)	(4.2)	250.0%	(4.2)
Fleet rental net revenues	571.9	608.5	651.8	742.1	742.1	848.8	14.4%	203.2	237.8	17.0%	237.8
Fleet rental costs	(190.8)	(189.3)	(193.7)	(220.4)	(220.1)	(245.9)	11.7%	(65.0)	(64.2)	-1.2%	(64.1)
Gross profit	381.1	419.2	458.1	521.7	522.0	602.9	15.5%	138.2	173.6	25.6%	173.7
Operating expenses (SG&A)	(38.1)	(40.7)	(37.9)	(65.4)	(62.3)	(59.6)	-4.3%	(13.7)	(14.6)	6.6%	(14.5)
Other assets depreciation and amortization	(1.1)	(2.2)	(2.9)	(3.5)	(3.5)	(4.9)	40.0%	(1.2)	(1.3)	8.3%	(1.4)
Operating profit before financial results and taxes (EBIT)	341.9	376.3	417.3	452.8	456.2	538.4	18.0%	123.3	157.7	27.9%	157.8
Financial expenses, net	(0.2)	(0.1)	(1.1)	(1.6)	(1.6)	(0.5)	-68.8%	(0.1)	(0.1)	0.0%	(1.0)
Income tax and social contribution	(99.2)	(90.5)	(90.4)	(102.8)	(103.6)	(136.5)	31.8%	(33.2)	(36.1)	8.7%	(34.4)
Net income for the period	242.5	285.7	325.8	348.4	351.0	401.4	14.4%	90.0	121.5	35.0%	122.4
Net Margin	42.4%	47.0%	50.0%	46.9%	47.3%	47.3%	0.0 p.p.	44.3%	51.1%	6.8 p.p.	51.5%
EBITDA	343.0	378.5	420.2	456.3	459.7	543.3	18.2%	124.5	159.0	27.7%	159.2
EBITDA Margin	60.0%	62.2%	64.5%	61.5%	61.9%	64.0%	2.1 p.p.	61.3%	66.9%	5.6 p.p.	66.9%

USED CAR SALES RESULTS (SEMINOVOS)	2014	2015	2016	2017	2017 Adjusted	2018	Var.	1Q18	1Q19 without IFRS 16	Var.	1Q19
Gross revenues (*)	350.8	368.6	347.8	466.5	466.5	599.5	28.5%	168.3	182.4	8.4%	182.4
Taxes on revenues	(0.5)	(0.4)	(0.4)	(0.4)	(0.4)	(0.9)	125.0%	(0.2)	(0.3)	50.0%	(0.3)
Net revenues	350.3	368.2	347.4	466.1	466.1	598.6	28.4%	168.1	182.1	8.3%	182.1
Book value of cars sold and preparation for sale	(276.3)	(286.7)	(279.4)	(392.1)	(392.1)	(525.9)	34.1%	(147.6)	(162.3)	10.0%	(162.3)
Gross profit	74.0	81.5	68.0	74.0	74.0	72.7	-1.8%	20.5	19.8	-3.4%	19.8
Operating expenses (SG&A)	(32.6)	(33.6)	(31.0)	(32.7)	(32.7)	(36.6)	11.9%	(10.5)	(8.6)	-18.1%	(7.3)
Cars depreciation	(129.3)	(124.7)	(118.5)	(114.3)	(114.3)	(159.9)	39.9%	(35.3)	(55.4)	56.9%	(55.4)
Other assets depreciation and amortization	(0.6)	(2.0)	(1.8)	(1.7)	(1.7)	(1.7)	0.0%	(0.5)	(0.4)	-20.0%	(1.6)
Operating profit (loss) before financial results and taxes (EBIT)	(88.5)	(78.8)	(83.3)	(74.7)	(74.7)	(125.5)	68.0%	(25.8)	(44.6)	72.9%	(44.5)
Financial expenses, net	(44.9)	(63.8)	(68.7)	(80.0)	(80.0)	(79.6)	-0.5%	(20.5)	(20.3)	-1.0%	(20.8)
Income tax and social contribution	38.4	33.7	32.3	35.1	35.1	52.0	48.1%	12.6	14.9	18.3%	14.3
Net loss for the period	(95.0)	(108.9)	(119.7)	(119.6)	(119.6)	(153.1)	28.0%	(33.7)	(50.0)	48.4%	(51.0)
Net Margin	-27.1%	-29.6%	-34.5%	-25.7%	-25.7%	-25.6%	0.1 p.p.	-20.0%	-27.5%	-7.5 p.p.	-28.0%
EBITDA	41.4	47.9	37.0	41.3	41.3	36.1	-12.6%	10.0	11.2	12.0%	12.5
EBITDA Margin	11.8%	13.0%	10.7%	8.9%	8.9%	6.0%	-2.9 p.p.	5.9%	6.2%	0.3 p.p.	6.9%

FLEET RENTAL TOTAL FIGURES	2014	2015	2016	2017	2017 Adjusted	2018	Var.	1Q18	1Q19 without IFRS 16	Var.	1Q19
Fleet rental gross revenues (*)	589.5	619.6	664.1	757.4	757.4	857.8	13.3%	204.4	242.0	18.4%	242.0
Car sales for fleet renewal - gross revenues (*)	350.8	368.6	347.8	466.5	466.5	599.5	28.5%	168.3	182.4	8.4%	182.4
Total gross revenues (*)	940.3	988.2	1,011.9	1,223.9	1,223.9	1,457.3	19.1%	372.7	424.4	13.9%	424.4
Taxes on revenues	(17.6)	(11.1)	(12.3)	(15.3)	(15.3)	(9.0)	-41.2%	(1.2)	(4.2)	250.0%	(4.2)
Fleet rental (**) (0.5)	(0.5)	(0.4)	(0.4)	(0.4)	(0.4)	(0.9)	125.0%	(0.2)	(0.3)	50.0%	(0.3)
Car sales for fleet renewal	571.9	608.5	651.8	742.1	742.1	848.8	14.4%	203.2	237.8	17.0%	237.8
Fleet rental - net revenues	350.3	368.2	347.4	466.1	466.1	598.6	28.4%	168.1	182.1	8.3%	182.1
Car sales for fleet renewal - net revenues	350.3	368.2	347.4	466.1	466.1	598.6	28.4%	168.1	182.1	8.3%	182.1
Total net revenues (**)	922.2	976.7	999.2	1,208.2	1,208.2	1,447.4	19.8%	371.3	419.9	13.1%	419.9
Direct costs	(190.8)	(189.3)	(193.7)	(220.4)	(220.1)	(245.9)	11.7%	(65.0)	(64.2)	-1.2%	(64.1)
Fleet rental (276.3)	(276.3)	(286.7)	(279.4)	(392.1)	(392.1)	(525.9)	34.1%	(147.6)	(162.3)	10.0%	(162.3)
Car sales for fleet renewal	74.0	81.5	68.0	74.0	74.0	72.7	-1.8%	20.5	19.8	-3.4%	19.8
Operating expenses (SG&A)	(32.6)	(33.6)	(31.0)	(32.7)	(32.7)	(36.6)	11.9%	(10.5)	(8.6)	-18.1%	(7.3)
Fleet rental (32.6)	(32.6)	(33.6)	(31.0)	(32.7)	(32.7)	(36.6)	11.9%	(10.5)	(8.6)	-18.1%	(7.3)
Car sales for fleet renewal	(129.3)	(124.7)	(118.5)	(114.3)	(114.3)	(159.9)	39.9%	(35.3)	(55.4)	56.9%	(55.4)
Cars depreciation	(0.6)	(2.0)	(1.8)	(1.7)	(1.7)	(1.7)	0.0%	(0.5)	(0.4)	-20.0%	(1.6)
Other assets depreciation and amortization	(1.1)	(2.2)	(2.9)	(3.5)	(3.5)	(4.9)	40.0%	(1.2)	(1.3)	8.3%	(1.4)
Fleet rental (0.6)	(0.6)	(2.0)	(1.8)	(1.7)	(1.7)	(1.7)	0.0%	(0.5)	(0.4)	-20.0%	(1.6)
Car sales for fleet renewal	253.4	297.5	334.0	378.1	381.5	412.9	8.2%	97.5	113.1	16.0%	113.3
Financial expenses, net	(45.1)	(63.9)	(69.8)	(81.6)	(81.6)	(80.1)	-1.8%	(20.6)	(20.4)	-1.0%	(21.8)
Income tax and social contribution	(60.8)	(56.8)	(58.1)	(67.7)	(68.5)	(84.5)	23.4%	(20.6)	(21.2)	2.9%	(20.1)
Net income for the period	147.5	176.8	206.1	228.8	231.4	248.3	7.3%	56.3	71.5	27.0%	71.4
Net margin	16.0%	18.1%	20.6%	18.9%	19.2%	17.2%	-2.0 p.p.	15.2%	17.0%	1.8 p.p.	17.0%
EBITDA	384.4	426.4	457.2	497.6	501.0	579.4	15.6%	134.5	170.2	26.5%	171.7
EBITDA margin	41.7%	43.7%	45.8%	41.2%	41.5%	40.0%	-1.5 p.p.	36.2%	40.5%	4.3 p.p.	40.9%

OPERATING DATA	2014	2015	2016	2017	2017	2018	Var.	1Q18	1Q19	Var.	1Q19
Average operating fleet	30,778	31,676	31,908	36,804	36,804	44,404	20.6%	41,448	51,183	23.5%	51,183
Average rented fleet	28,787	30,280	31,222	35,424	35,424	42,321	19.5%	39,738	48,733	22.6%	48,733
Average operating fleet age (in months)	18.0	16.7	18.0	18.1	18.1	15.1	-16.6%	15.8	15.3	-3.2%	15.3
End of period fleet											
Rented Fleet	34,312	33,948	34,960	44,877	44,877	54,430	21.3%	44,742	54,901	22.7%	54,901
Managed Fleet	267	207	145	94	94	57	-39.4%	78	46	-41.0%	46
Number of rental days - in thousands	10,363.3	10,900.9	11,240.0	12,752.7	12,752.7	15,235.7	19.5%	3,576.4	4,386.0	22.6%	4,386.0
Average daily rental revenues per car (R\$)	56.16	56.08	58.23	58.77	58.77	55.62	-5.4%	56.57	54.79	-3.1%	54.79
Annualized average depreciation per car (R\$)	4,202.1	3,935.2	3,714.0	3,104.3	3,104.3	3,601.1	16.0%	3,410.4	4,326.5	26.9%	4,326.5
Utilization rate (Does not include cars in preparation and decommissioning) (***)	-	98.4%	98.9%	98.2%	98.2%	96.8%	-1.4 p.p.	97.5%	96.4%	-1.1 p.p.	96.4%
Number of cars purchased	14,896	11,689	11,762	20,286	20,286	26,148	28.9%	4,647	5,430	16.8%	5,430
Number of cars sold	13,043	11,797	10,853	13,653	13,653	16,334	19.6%	4,706	4,952	5.2%	4,952
Average sold fleet age (in months)	35.1	33.4	31.4	31.8	31.8	31.2	-1.9%	33.9	28.8	-15.0%	28.8
Average total fleet	32,686	33,446	33,436	39,605	39,605	48,776	23.2%	44,818	54,690	22.0%	54,690
Average value of total fleet - R\$ million	943.3	1,067.1	1,130.4	1,482.5	1,482.5	1,943.1	31.1%	1,771.7	2,218.2	25.2%	2,218.2
Average value per car in the period - R\$ thsd	28.9	31.9	33.8	37.4	37.4	39.8	6.4%	39.5	40.6	2.8%	40.6

(*) Gross revenues from fleet rental and car sales for fleet renewal are net of discounts and cancellations.

(**) As of 4Q17, the amounts relative to the provision over the difference between PIS and Cofins credits were reclassified as SG&A, as per Note Provisions and Escrow Deposits of 2017 the Financial Statements

(***) The 2015 utilization rate was calculated only on the basis of the fourth quarter of 2015.

18.3 – Table 3 – *Franchising* – R\$ million

FRANCHISING RESULTS	2014	2015	2016	2017	2018	Var.	1Q18	1Q19 without IFRS 16	Var.	1Q19
Gross revenues(*)	18.7	17.8	18.0	17.6	18.1	2.8%	4.6	5.9	28.3%	5.9
Taxes on revenues	(1.0)	(1.2)	(1.0)	(1.1)	(1.0)	-9.1%	(0.3)	(0.4)	33.3%	(0.4)
Net revenues	17.7	16.6	17.0	16.5	17.1	3.6%	4.3	5.5	27.9%	5.5
Costs	(7.8)	(9.2)	(9.7)	(8.9)	(9.6)	7.9%	(2.2)	(2.0)	-9.1%	(1.4)
Gross profit	9.9	7.4	7.3	7.6	7.5	-1.3%	2.1	3.5	66.7%	4.1
Operating expenses (SG&A)	(0.7)	(0.6)	(1.5)	(1.8)	(0.5)	-72.2%	-	(0.2)	-	(0.2)
Other assets depreciation and amortization	(0.5)	(0.4)	(0.5)	(0.6)	(0.5)	-16.7%	(0.2)	(0.1)	-50.0%	(0.6)
Operating profit before financial results and taxes (EBIT)	8.7	6.4	5.3	5.2	6.5	25.0%	1.9	3.2	68.4%	3.3
Financial expenses, net	1.8	1.6	2.1	1.8	1.3	-27.8%	0.3	0.4	33.3%	0.4
Income tax and social contribution	(1.2)	(1.3)	(1.5)	(1.2)	(1.2)	0.0%	(0.2)	(0.9)	350.0%	(0.8)
Net income for the period	9.3	6.7	5.9	5.8	6.6	13.8%	2.0	2.7	35.0%	2.9
Net Margin	52.5%	40.4%	34.7%	35.2%	38.6%	3.4 p.p.	46.5%	49.1%	2.6 p.p.	52.7%
EBITDA	9.2	6.8	5.8	5.8	7.0	20.7%	2.1	3.3	57.1%	3.9
EBITDA Margin	52.0%	41.0%	34.1%	35.2%	40.9%	5.7 p.p.	48.8%	60.0%	11.2 p.p.	70.9%

(*) Gross revenues are net of discounts and cancellations.

18.4 – Table 4 – Consolidated – R\$ million

CONSOLIDATED RESULTS	2014	2015	2016	2017	2017 Adjusted	2018	Var.	1Q18	1Q19 without IFRS 16	Var.	1Q19
Car rental gross revenues (*)	1,352.1	1,316.9	1,486.9	1,898.7	1,898.7	2,570.8	35.4%	608.2	761.2	25.2%	761.2
Franchising gross revenues (*)	18.7	17.8	18.0	17.6	17.6	18.1	2.8%	4.6	5.9	28.3%	5.9
Car Rental and Franchising total gross revenues (*)	1,370.8	1,334.7	1,504.9	1,916.3	1,916.3	2,588.9	35.1%	612.8	767.1	25.2%	767.1
Fleet Rental gross revenues (*)	589.5	619.6	664.1	757.4	757.4	857.8	13.3%	204.4	242.0	18.4%	242.0
Car and Fleet Rentals and Franchising total gross revenues (*)	1,960.3	1,954.3	2,169.0	2,673.7	2,673.7	3,446.7	28.9%	817.2	1,009.1	23.5%	1,009.1
Taxes on revenues - Car and Fleet Rentals and Franchising (**)	(86.3)	(71.2)	(72.2)	(66.6)	(66.6)	(61.4)	-7.8%	(15.0)	(21.5)	43.3%	(21.5)
Car and Fleet Rentals and Franchising net revenues	1,874.0	1,883.1	2,096.8	2,607.1	2,607.1	3,385.3	29.8%	802.2	987.6	23.1%	987.6
Car sales gross revenues											
Car sales for fleet renewal - Car Rental (*)	1,671.4	1,679.2	1,997.8	2,990.0	2,990.0	3,919.2	31.1%	853.8	1,280.8	50.0%	1,280.8
Car sales for fleet renewal - Fleet Rental (*)	350.8	368.6	347.8	466.5	466.5	599.5	28.5%	168.3	182.4	8.4%	182.4
Car sales for fleet renewal - total gross revenues (*)	2,022.2	2,047.8	2,345.6	3,456.5	3,456.5	4,518.7	30.7%	1,022.1	1,463.2	43.2%	1,463.2
Taxes on revenues - Car sales for fleet renewal	(4.0)	(2.9)	(3.1)	(5.3)	(5.3)	(8.3)	56.6%	(1.6)	(3.1)	93.8%	(3.1)
Car sales for fleet renewal - net revenues	2,018.2	2,044.9	2,342.5	3,451.2	3,451.2	4,510.4	30.7%	1,020.5	1,460.1	43.1%	1,460.1
Total net revenues	3,892.2	3,928.0	4,439.3	6,058.3	6,058.3	7,895.7	30.3%	1,822.7	2,447.7	34.3%	2,447.7
Direct costs and expenses:											
Car rental	(577.3)	(618.1)	(707.4)	(926.4)	(870.7)	(1,178.1)	35.3%	(279.6)	(314.5)	12.5%	(289.1)
Franchising	(7.8)	(9.2)	(9.7)	(8.9)	(8.9)	(9.6)	7.9%	(2.2)	(2.0)	-9.1%	(1.4)
Total Car rental and Franchising	(585.1)	(627.3)	(717.1)	(935.3)	(879.6)	(1,187.7)	35.0%	(281.8)	(316.5)	12.3%	(290.5)
Fleet Rental	(190.8)	(189.3)	(193.7)	(220.4)	(220.1)	(245.9)	11.7%	(65.0)	(64.2)	-1.2%	(64.1)
Total Car and Fleet Rentals and Franchising	(775.9)	(816.6)	(910.8)	(1,155.7)	(1,099.7)	(1,433.6)	30.4%	(346.8)	(380.7)	9.8%	(354.6)
Car sales for fleet renewal - Car rental	(1,428.4)	(1,396.3)	(1,727.5)	(2,603.2)	(2,603.2)	(3,542.5)	36.1%	(746.8)	(1,190.2)	59.4%	(1,189.7)
Car sales for fleet renewal - Fleet Rental	(276.3)	(286.7)	(279.4)	(392.1)	(392.1)	(525.9)	34.1%	(147.6)	(162.3)	10.0%	(162.3)
Total Car sales for fleet renewal (book value) and preparation for sale	(1,704.7)	(1,683.0)	(2,006.9)	(2,995.3)	(2,995.3)	(4,068.4)	35.8%	(894.4)	(1,352.5)	51.2%	(1,352.0)
Total costs	(2,480.6)	(2,499.6)	(2,917.7)	(4,151.0)	(4,095.0)	(5,502.0)	34.4%	(1,241.2)	(1,733.2)	39.6%	(1,706.6)
Gross profit	1,411.6	1,428.4	1,521.6	1,907.3	1,963.3	2,393.7	21.9%	581.5	714.5	22.9%	741.1
Operating expenses											
Advertising, promotion and selling:											
Car rental	(117.8)	(127.9)	(148.6)	(199.6)	(193.3)	(285.8)	47.9%	(69.2)	(79.9)	15.5%	(79.9)
Franchising	(0.8)	(0.6)	(0.6)	(1.1)	(1.1)	-	-100.0%	0.2	-	-100.0%	-
Total car rental and Franchising	(118.6)	(128.5)	(149.2)	(200.7)	(194.4)	(285.8)	47.0%	(69.0)	(79.9)	15.8%	(79.9)
Fleet Rental	(15.1)	(18.2)	(14.0)	(18.8)	(18.8)	(27.7)	47.3%	(6.5)	(6.4)	-1.5%	(6.4)
Car sales for fleet renewal	(172.3)	(191.1)	(191.6)	(232.3)	(232.3)	(279.5)	20.3%	(62.0)	(77.0)	24.2%	(63.8)
Total advertising, promotion and selling	(306.0)	(337.8)	(354.8)	(451.8)	(445.5)	(593.0)	33.1%	(137.5)	(163.3)	18.8%	(150.1)
General, administrative and other expenses	(135.8)	(155.8)	(151.2)	(215.3)	(203.6)	(210.6)	3.4%	(46.6)	(52.7)	13.1%	(52.8)
Total Operating expenses	(441.8)	(493.6)	(506.0)	(667.1)	(649.1)	(803.6)	23.8%	(184.1)	(216.0)	17.3%	(202.9)
Depreciation expenses:											
Cars depreciation:											
Car rental	(78.1)	(38.9)	(87.8)	(117.7)	(117.7)	(131.7)	11.9%	(21.6)	(61.7)	185.6%	(61.7)
Fleet Rental	(129.3)	(124.7)	(118.5)	(114.3)	(114.3)	(159.9)	39.9%	(35.3)	(55.4)	56.9%	(55.4)
Total cars depreciation expenses	(207.4)	(163.6)	(206.3)	(232.0)	(232.0)	(291.6)	25.7%	(56.9)	(117.1)	105.8%	(117.1)
Other assets depreciation and amortization	(35.7)	(35.7)	(38.2)	(39.1)	(39.1)	(43.9)	12.3%	(10.6)	(11.2)	5.7%	(42.5)
Total depreciation and amortization expenses	(243.1)	(199.3)	(244.5)	(271.1)	(271.1)	(335.5)	23.8%	(67.5)	(128.3)	90.1%	(159.6)
Operating profit before financial results and taxes (EBIT)	726.7	735.5	771.1	969.1	1,043.1	1,254.6	20.3%	329.9	370.2	12.2%	378.6
Financial expenses, net:											
Expense	(276.4)	(370.1)	(445.5)	(511.9)	(511.9)	(536.8)	4.9%	(133.8)	(142.6)	6.6%	(158.2)
Income	125.3	167.4	202.0	196.9	196.9	167.9	-14.7%	44.9	53.0	18.0%	53.0
Financial (expenses) revenues, net	(151.1)	(202.7)	(243.5)	(315.0)	(315.0)	(368.9)	17.1%	(88.9)	(89.6)	0.8%	(105.2)
Income before tax and social contribution	575.6	532.8	527.6	654.1	728.1	885.7	21.6%	241.0	280.6	16.4%	273.4
Income tax and social contribution	(165.0)	(130.4)	(118.3)	(148.4)	(164.7)	(226.5)	37.5%	(65.0)	(64.3)	-1.1%	(62.6)
Net income for the period	410.6	402.4	409.3	505.7	563.4	659.2	17.0%	176.0	216.3	22.9%	210.8
EBITDA	969.8	934.8	1,015.6	1,240.2	1,314.2	1,590.1	21.0%	397.4	498.5	25.4%	538.2
EBIT	726.7	735.5	771.1	969.1	1,043.1	1,254.6	20.3%	329.9	370.2	12.2%	378.6
Consolidated EBIT Margin (calculated over rental revenues)	38.8%	39.1%	36.8%	37.2%	40.0%	37.1%	-2.9 p.p.	41.1%	37.5%	-3.6 p.p.	38.3%
Car and Fleet Rentals and Franchising EBITDA	849.6	785.3	887.8	1,037.0	1,111.0	1,454.3	30.9%	338.9	473.8	39.8%	500.0
EBITDA Margin	45.3%	41.7%	42.3%	39.8%	42.6%	43.0%	0.4 p.p.	42.2%	48.0%	5.8 p.p.	50.6%
Used Car Sales (Seminovos) EBITDA	120.2	149.5	127.7	203.2	203.2	135.8	-33.2%	58.5	24.7	-57.8%	38.2
EBITDA Margin	6.0%	7.3%	5.5%	5.9%	5.9%	3.0%	-2.9 p.p.	5.7%	1.7%	-4.0 p.p.	2.6%

(*) Gross revenues are net of discounts and cancellations.

(**)As of 4Q17, the amounts relative to the provision over the difference between PIS and Cofins credits were reclassified as SG&A, as per Note Provisions and Escrow Deposits of the 2017 Financial Statements.

18.5 – Table 5 – Operating data

SELECTED OPERATING DATA	2014	2015	2016	2017	2018	Var.	1Q18	1Q19	Var.
Average operating fleet:									
Car Rental	61,525	62,513	70,185	94,194	130,058	38.1%	120,463	153,243	27.2%
Fleet Rental	30,778	31,676	31,908	36,804	44,404	20.6%	41,448	51,183	23.5%
Total	92,303	94,189	102,093	130,998	174,462	33.2%	161,911	204,426	26.3%
Average rented fleet:									
Car Rental	42,999	43,315	51,515	69,762	97,245	39.4%	90,980	114,845	26.2%
Fleet Rental	28,787	30,280	31,222	35,424	42,321	19.5%	39,738	48,733	22.6%
Total	71,786	73,595	82,737	105,186	139,566	32.7%	130,718	163,578	25.1%
Average age of operating fleet (months)									
Car Rental	7.2	7.4	7.9	6.5	7.2	10.8%	6.9	7.4	7.2%
Fleet Rental	18.0	16.7	18.0	18.1	15.1	-16.6%	15.8	15.3	-3.2%
Average age of total operating fleet	10.0	10.6	11.0	9.8	9.3	-5.1%	9.2	9.5	3.3%
Fleet at end of period:									
Car Rental	77,573	76,755	94,156	135,578	177,672	31.0%	133,777	176,670	32.1%
Fleet Rental	34,312	33,948	34,960	44,877	54,430	21.3%	44,742	54,901	22.7%
Total	111,885	110,703	129,116	180,455	232,102	28.6%	178,519	231,571	29.7%
Managed fleet at end period - Fleet Rental	267	207	145	94	57	-39.4%	78	46	-41.0%
Fleet investment (R\$ million)									
Car Rental	1,909.1	1,773.1	2,782.2	4,581.8	5,785.2	26.3%	726.1	1,342.4	84.9%
Fleet Rental	571.2	502.0	503.4	881.5	1,189.2	34.9%	206.0	250.8	21.8%
Total	2,480.3	2,275.1	3,285.6	5,463.3	6,974.4	27.7%	932.1	1,593.2	70.9%
Number of rental days (In thousands):									
Car Rental - Total	15,696.2	15,815.8	18,864.8	25,494.0	35,514.6	39.3%	8,193.6	10,345.6	26.3%
Rental days for Fleet Rental replacement service	(280.2)	(249.7)	(202.4)	(230.4)	(230.1)	-0.1%	(54.2)	(67.8)	25.0%
Car Rental - Net	15,416.0	15,566.1	18,662.4	25,263.6	35,284.5	39.7%	8,139.4	10,277.8	26.3%
Fleet Rental	10,363.3	10,900.9	11,240.0	12,752.7	15,235.7	19.5%	3,576.4	4,386.0	22.6%
Total	25,779.3	26,467.0	29,902.4	38,016.3	50,520.2	32.9%	11,715.8	14,663.8	25.2%
Annualized average depreciation per car (R\$)									
Car Rental	1,270.0	622.1	1,251.2	1,250.1	1,012.4	-19.0%	715.9	1,610.5	125.0%
Fleet Rental	4,202.1	3,935.2	3,714.0	3,104.3	3,601.1	16.0%	3,410.4	4,326.5	26.9%
Total	2,247.7	1,736.3	2,020.9	1,771.0	1,671.2	-5.6%	1,405.7	2,290.5	62.9%
Average annual revenues per operating car (R\$ thousand)									
Car Rental	20.9	20.1	20.3	19.4	19.4	0.0%	20.0	19.7	-1.5%
Fleet Rental	18.3	18.9	20.1	19.9	18.9	-5.0%	19.4	18.5	-4.6%
Average daily rental (R\$)									
Car Rental (*)	87.71	84.56	79.67	75.16	72.86	-3.1%	74.72	74.06	-0.9%
Fleet Rental	56.16	56.08	58.23	58.77	55.62	-5.4%	56.57	54.79	-3.1%
Utilization rate (Does not include cars in preparation and decommissioning):									
Car Rental	-	75.4%	78.0%	78.6%	79.6%	1.0 p.p.	78.7%	79.8%	1.1 p.p.
Fleet Rental	-	98.4%	98.9%	98.2%	96.8%	-1.4 p.p.	97.5%	96.4%	-1.1 p.p.
Number of cars purchased - consolidated (**)	79,804	64,032	87,833	135,252	165,421	22.3%	23,847	36,943	54.9%
Average price of cars purchased (R\$ thsd) - consolidated	31.08	35.53	37.41	40.39	42.16	4.4%	39.09	43.13	10.3%
Numbers of cars sold - consolidated	70,621	64,305	68,449	90,554	111,279	22.9%	25,288	36,651	44.9%
Average price of cars sold (R\$ thsd) (***) - consolidated	25.90	28.54	31.23	35.38	37.86	7.0%	37.75	38.02	0.7%
Average price of cars sold (R\$ thsd) (***) - consolidated without IFRS 16	-	-	-	-	-	-	-	37.66	-

(*) Not included the rentals for Fleet Rental Division.

(**) Does not include cars from Hertz Brazil

(***) Net of SG&A expenses related to the sale of cars decommissioned for fleet renewal.

19 – Consolidated financial statements – IFRS – R\$/million

ASSETS	2014	2015	2016	2017	2018	1Q19 without IFRS 16	1Q19
CURRENT ASSETS:							
Cash and cash equivalents	1,390.2	1,385.1	1,692.3	1,338.2	2,175.3	3,345.6	3,345.6
Financial assets	-	-	-	1,275.7	267.5	614.0	614.0
Trade accounts receivable	459.6	486.1	424.5	585.1	1,016.5	1,043.8	1,043.8
Derivative financial instruments - swap	-	-	2.2	-	-	0.1	0.1
Other current assets	94.6	102.6	115.0	128.6	182.7	279.4	280.6
Decommissioning cars to fleet renewal	18.3	31.8	8.8	103.4	51.8	36.7	36.7
Total current assets	1,962.7	2,005.6	2,242.8	3,431.0	3,693.8	5,319.6	5,320.8
NON CURRENT ASSETS:							
Long-term assets:							
Marketable securities	92.5	-	-	-	-	-	-
Derivative financial instruments - swap	-	45.6	7.4	16.7	2.8	4.4	4.4
Trade accounts receivable	3.2	4.7	3.2	4.7	3.8	3.3	3.3
Escrow deposit	41.9	52.9	60.1	83.1	96.3	98.5	98.5
Deferred income tax and social contribution	-	-	-	42.0	42.2	40.2	40.2
Investments in restricted accounts	-	-	-	40.6	43.0	43.7	43.7
Other non current assets	0.1	0.1	0.1	0.7	0.1	0.1	0.1
Total long-term assets	137.7	103.3	70.8	187.8	188.2	190.2	190.2
Property and equipment							
Cars	3,278.0	3,610.9	4,614.8	6,934.7	9,481.6	9,571.1	9,571.1
Right of use	-	-	-	-	-	-	582.4
Other	203.9	314.1	405.8	549.3	550.3	549.0	549.0
Intangible:							
Software and others	60.3	67.1	61.1	52.8	47.8	44.6	44.6
Goodwill on acquisition of investments	22.0	22.0	22.0	30.6	30.7	30.7	30.7
Total non current assets	3,701.9	4,117.4	5,174.5	7,755.2	10,298.6	10,385.6	10,968.0
TOTAL ASSETS	5,664.6	6,123.0	7,417.3	11,186.2	13,992.4	15,705.2	16,288.8

LIABILITIES AND SHAREHOLDERS' EQUITY	2014	2015	2016	2017	2017	1Q19 without IFRS 16	1Q19
CURRENT LIABILITIES:							
Trade accounts payable	828.4	690.6	910.9	1,331.7	2,202.6	2,015.4	2,015.4
Social and labor obligations	86.3	85.6	95.0	109.2	135.0	164.5	164.5
Loans, financing and debentures	300.9	422.4	654.6	537.2	616.6	812.2	812.2
Lease liability	-	-	-	-	-	-	125.2
Derivative financial instruments - swap	-	-	-	6.8	18.7	13.0	13.0
Income tax and social contribution	41.3	28.3	23.0	31.3	41.1	46.8	45.1
Dividends and interest on own capital	59.2	29.3	39.7	36.4	42.6	59.5	59.5
Other current liabilities	82.3	99.9	118.5	181.5	282.8	214.7	214.7
Total current liabilities	1,398.4	1,356.1	1,841.7	2,234.1	3,339.4	3,326.1	3,449.6
NON CURRENT LIABILITIES:							
Loans, financing and debentures	2,411.6	2,596.9	3,131.3	5,940.5	7,029.4	6,816.8	6,816.8
Lease liability	-	-	-	-	-	-	465.6
Derivative financial instruments - swap	-	-	-	10.8	21.9	24.6	24.6
Provisions	69.9	68.3	63.1	126.5	148.8	162.3	162.3
Deferred income tax and social contribution	106.0	141.6	171.9	219.7	297.3	289.8	289.8
Restricted Obligations	-	-	-	40.6	43.1	43.7	43.7
Other non current liabilities	23.2	18.5	12.3	13.3	18.0	18.1	18.1
Total non current liabilities	2,610.7	2,825.3	3,378.6	6,351.4	7,558.5	7,355.3	7,820.9
Total liabilities	4,009.1	4,181.4	5,220.3	8,585.5	10,897.9	10,681.4	11,270.5
SHAREHOLDERS' EQUITY:							
Capital	976.7	976.7	976.7	1,500.0	1,500.0	3,278.5	3,278.5
Capital Reserves	40.4	35.9	34.0	94.9	125.0	128.6	128.6
Earnings Reserves	638.4	929.0	1,186.3	1,005.8	1,469.5	1,616.7	1,611.2
Total shareholders' equity	1,655.5	1,941.6	2,197.0	2,600.7	3,094.5	5,023.8	5,018.3
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	5,664.6	6,123.0	7,417.3	11,186.2	13,992.4	15,705.2	16,288.8

20 – Consolidated financial statements – Income statements - R\$/million

STATEMENT OF INCOME	2014	2015	2016	2017	2017 Adjusted	2018	1Q19 without IFRS 16	1Q19
Total net revenues	3,892.2	3,928.0	4,439.3	6,058.3	6,058.3	7,895.7	2,447.7	2,447.7
COSTS AND EXPENSES:								
Direct costs	(2,480.6)	(2,499.6)	(2,917.7)	(4,151.0)	(4,095.0)	(5,502.0)	(1,733.2)	(1,706.6)
Selling, general, administrative and other expenses	(441.8)	(493.6)	(506.0)	(667.1)	(649.1)	(803.6)	(216.0)	(202.9)
Cars depreciation	(207.4)	(163.6)	(206.3)	(232.0)	(232.0)	(291.6)	(117.1)	(117.1)
Other assets depreciation and amortization	(35.7)	(35.7)	(38.2)	(39.1)	(39.1)	(43.9)	(11.2)	(42.5)
Total costs and expenses	(3,165.5)	(3,192.5)	(3,668.2)	(5,089.2)	(5,015.2)	(6,641.1)	(2,077.5)	(2,069.1)
Income before financial results and taxes (EBIT)	726.7	735.5	771.1	969.1	1,043.1	1,254.6	370.2	378.6
FINANCIAL EXPENSES, NET	(151.1)	(202.7)	(243.5)	(315.0)	(315.0)	(368.9)	(89.6)	(105.2)
Income before taxes	575.6	532.8	527.6	654.1	728.1	885.7	280.6	273.4
INCOME TAX AND SOCIAL CONTRIBUTION								
Current	(139.5)	(94.8)	(88.0)	(119.4)	(135.7)	(139.8)	(69.9)	(68.2)
Deferred	(25.5)	(35.6)	(30.3)	(29.0)	(29.0)	(86.7)	5.6	5.6
	(165.0)	(130.4)	(118.3)	(148.4)	(164.7)	(226.5)	(64.3)	(62.6)
Net income	410.6	402.4	409.3	505.7	563.4	659.2	216.3	210.8

21 – Statements of Cash Flows – R\$/million

CONSOLIDATED CASH FLOW	2014	2015	2016	2017	2017 Adjusted	2018	1Q19 without IFRS 16	1Q19
CASH FLOWS FROM OPERATING ACTIVITIES:								
Net income	410.6	402.4	409.3	505.7	563.4	659.2	216.3	210.8
Adjustments to reconcile net income and cash and cash equivalents provided by operating activities:								
Depreciation and amortization	243.2	199.3	244.5	271.1	271.1	335.5	128.3	159.6
Net book value of vehicles written off	1,777.0	1,769.1	2,102.5	3,106.6	3,106.6	4,198.5	1,405.2	1,405.2
Deferred income tax and social contribution	25.5	35.6	30.3	29.1	29.1	86.7	(5.6)	(5.6)
Interest on loans, financing, debentures and swaps of fixed rates	281.7	406.6	438.1	476.2	476.2	529.8	139.9	139.8
Lease interest	-	-	-	-	-	-	-	15.6
Other	32.0	17.3	26.9	81.7	81.7	87.8	16.6	16.6
(Increase) decrease in assets:								
Trade receivable	(49.9)	(36.6)	56.8	(151.8)	(151.8)	(489.0)	(31.6)	(31.6)
Purchases of cars (see supplemental disclosure below)	(2,150.2)	(2,399.6)	(3,098.9)	(5,052.4)	(5,052.4)	(6,113.7)	(1,769.1)	(1,769.1)
Escrow deposits	(5.7)	(15.3)	(7.2)	(17.5)	(17.5)	(13.1)	(2.2)	(2.2)
Taxes recoverable	(43.4)	(5.2)	(6.0)	2.6	2.6	3.4	7.9	7.9
Prepaid expenses	0.0	0.0	0.0	2.7	2.7	1.3	(88.9)	(88.9)
Other assets	(5.7)	(1.3)	(3.6)	(8.8)	(8.8)	(71.9)	(12.9)	(14.1)
Increase (decrease) in liabilities:								
Accounts payable (except car manufacturers)	33.5	(16.7)	29.6	(4.8)	(4.8)	3.1	(13.4)	(13.4)
Social and labor obligations	12.4	(0.5)	9.4	7.5	7.5	25.8	29.5	29.5
Income tax and social contribution	139.5	94.8	88.0	119.4	135.7	139.8	69.8	68.2
Insurance premium	(0.6)	4.4	8.6	19.3	19.3	37.0	(24.6)	(24.6)
Other liabilities	(5.4)	5.9	(19.5)	40.1	40.1	60.1	(46.3)	(46.3)
Cash provided by (used in) operating activities	694.5	460.2	308.8	(573.3)	(499.3)	(519.7)	18.9	57.4
Income tax and social contribution paid	(113.1)	(110.7)	(93.3)	(108.3)	(108.3)	(131.2)	(42.0)	(42.0)
Interest on loans, financing and debentures paid(*)	(328.0)	(352.9)	(442.3)	(485.7)	(485.7)	(424.7)	(88.8)	(88.8)
Financial assets	-	-	-	(1,275.8)	(1,275.8)	1,008.2	(346.5)	(346.5)
Net cash provided by (used in) operating activities	253.4	(3.4)	(226.8)	(2,443.1)	(2,369.1)	(67.4)	(458.4)	(419.9)
CASH FLOWS FROM INVESTING ACTIVITIES:								
(Investments) withdraw in marketable securities	(92.6)	92.6	-	-	-	-	-	-
Acquisition of investment, goodwill and fair value surplus	(14.4)	-	-	(333.2)	(333.2)	-	-	-
Purchases of other property and equipment and addition of intangible assets	(87.3)	(153.0)	(126.6)	(175.0)	(175.0)	(42.8)	(6.7)	(6.7)
Net cash provided by (used in) investing activities	(194.3)	(60.4)	(126.6)	(508.2)	(508.2)	(42.8)	(6.7)	(6.7)
CASH FLOWS FROM FINANCING ACTIVITIES:								
Loans and financings:								
Proceeds	499.1	747.1	266.3	950.1	950.1	742.8	-	-
Repayment	(490.4)	(368.4)	(297.9)	(510.1)	(510.1)	(518.5)	-	-
Debentures								
Proceeds	497.3	496.8	943.4	2,626.9	2,626.9	1,690.7	-	-
Repayment	(90.8)	(668.0)	(105.0)	(355.0)	(355.0)	(815.0)	(72.7)	(72.7)
Lease liability:								
Proceeds	-	-	-	-	-	-	-	-
Repayment	-	-	-	-	-	-	-	(38.5)
Capital Increase	-	-	-	-	-	-	1,821.6	1,821.6
Treasury shares (acquired)/ sold	-	(27.5)	(25.0)	2.1	2.1	3.20	-	-
Expenses with issuance of shares.	-	-	-	-	-	-	(65.3)	(65.3)
Exercise of stock options with treasury shares, net	5.5	18.0	18.2	50.1	50.1	16.4	1.1	1.1
Dividends paid	(38.6)	(44.7)	(1.0)	-	-	-	-	-
Interest on own capital	(61.7)	(94.6)	(138.4)	(166.9)	(166.9)	(172.3)	(49.3)	(49.3)
Net cash provided by (used in) financing activities	320.4	58.7	660.6	2,597.2	2,597.2	947.3	1,635.4	1,596.9
NET CASH FLOW PROVIDED (USED) IN THE YEAR	379.5	(5.1)	307.2	(354.1)	(280.1)	837.1	1,170.3	1,170.3
Cash flow without incurred one-time costs Hertz and franchisees	-	-	-	-	(74.0)	-	-	-
NET CASH FLOW PROVIDED (USED) IN THE YEAR AFTER ONE TIME COSTS	379.5	(5.1)	307.2	(354.1)	(354.1)	837.1	1,170.3	1,170.3
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	1,010.7	1,390.2	1,385.1	1,692.3	1,692.3	1,338.2	2,175.3	2,175.3
CASH AND CASH EQUIVALENTS AT END OF YEAR	1,390.2	1,385.1	1,692.3	1,338.2	1,338.2	2,175.3	3,345.6	3,345.6
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	379.5	(5.1)	307.2	(354.1)	(354.1)	837.1	1,170.3	1,170.3
Supplemental disclosure of cash flow information:								
Cash paid during the period for cars acquisition								
Cars acquisition in the year/period - renewal	(2,197.7)	(2,278.4)	(2,563.6)	(3,660.9)	(3,660.9)	(4,696.7)	(1,582.6)	(1,582.6)
Cars acquisition in the year/period - growth	(286.9)	-	(726.0)	(1,807.0)	(1,807.0)	(2,285.1)	(12.6)	(12.6)
Suppliers - automakers:								
Balance at the end of the year	712.5	591.3	782.0	1,197.5	1,197.5	2,065.6	1,891.7	1,891.7
Balance at the beginning of the year	(378.1)	(712.5)	(591.3)	(782.0)	(782.0)	(1,197.5)	(2,065.6)	(2,065.6)
Cash paid for cars purchased	(2,150.2)	(2,399.6)	(3,098.9)	(5,052.4)	(5,052.4)	(6,113.7)	(1,769.1)	(1,769.1)

(*) In 2014, approximately R\$90.0 million interest was paid due to the settlement of one operation. The interest was accrued over many years.

22 – Glossary and other information

- **Adjusted:** financials have been recalculated to exclude the impact of incurred one-time costs related with the acquisition of Hertz Brazil and the integration of 20 franchised branches in 2017.
- **Average Rented Fleet:** In the car rental division it is the number of daily rentals in the period divided by the number of days in the period. In the Fleet Rental is the actual number of cars rented.
- **CAGR:** Compounded annual growth rate.
- **CAPEX:** Capital expenditure.
- **Carrying Cost of Cash:** Consists of the cost to maintain minimum cash position. This is the difference between the average rate of fundraising and the average rate of investment.
- **Car depreciation:** Depreciation is calculated based on the expectation of the future sale price net of the selling expenses. The amount to be depreciated is the positive difference between the acquisition price of the vehicle and its estimated residual value. Depreciation is calculated as long as the assets' estimated residual value does not exceed its accounting value. Depreciation is recognized during the estimated life cycle of each asset. In the Car Rental Division, depreciation method used is linear. In the Fleet Rental Division, depreciation is recorded according to the sum of the years' digits (SOYD) method, which better reflects the consumption pattern of the economic benefits that decrease during the cars' useful life. The residual value is the estimated sale price net of the estimated selling expense.
- **Depreciated cost of used cars sales (book value):** consists of the acquisition value of vehicles, depreciated up to the date of sale, less the technical discount. The **technical discount** is the discount given to the buyer for any required repairs that were not made. These repair costs are recorded as a charge to operating costs and as a credit to cost of cars sold.
- **EBITDA:** EBITDA is the net income of the period, added by the income tax, net financial expenses, depreciation, amortization and exhaustions, as defined by CVM instruction 527/12.
- **EBITDA Margin:** EBITDA divided by the net revenues.
- **EBIT:** EBIT is the net income of the period added by the income tax and net financial expenses.
- **EBIT Margin:** EBIT divided by the rental net revenues.
- **IFRS 16:** With this new standard, as of January 1, 2019, all companies had to adapt to the new rules of IFRS 16. Lessees now have to recognize the assets of the rights over leased assets and the liabilities of future payments for medium or long-term leases, including operating leases. The major impact we had was on the real estate lease agreements of our locations and stores.
- **Operating Fleet:** Includes the cars in the fleet from the licensing until they become available for sale.
- **Net debt:** Short and long term debts +/- the results from the swap operations, net of the cash, cash equivalents and short term financial investments. The "net debt" term is a Company's measure and cannot be compared with similar terms used by other companies.
- **Net (Divestment) Investment in cars:** capital investment in cars acquisition, net of the revenues from selling decommissioned cars.
- **NOPAT:** Net operating profit after tax.
- **One-time costs (OTC):** non-recurring costs and expenses related to the acquisition of Hertz Brazil's operations and the integration of 20 franchised branches.
- **ROIC:** Return on invested capital.
- **Swap:** Financial transactions carried out to hedge exchange rate and interest rate risks.
- **Utilization Rate:** It is the number of rental days of the period divided by the fleet available for rental multiplied by the number of days of the period and therefore, it does not include cars being prepared or being decommissioned.

Notes to the Interim Financial Information

(Convenience Translation into English from the Original Previously Issued in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION

FOR THE PERIOD ENDED MARCH 31, 2019

(In thousands of Brazilian reais – R\$, unless otherwise stated)

1. GENERAL INFORMATION

Localiza Rent a Car S.A. ("Localiza" or "Company"), headquartered at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, Minas Gerais State, has been since May 2005 a Brazilian publicly-held company, listed on B3 S.A. - Brasil, Bolsa, Balcão ("B3") Novo Mercado segment, which characterizes the highest corporate governance level in the Brazilian capital market. Localiza's shares are traded under the ticker symbol RENT3.

Localiza and its subsidiaries are mainly engaged in: car rental, fleet rental and franchising. In order to renew the fleet, Localiza, its subsidiary Localiza Fleet S.A. ("Localiza Fleet") and its indirect subsidiary Localiza Car Rental Systems S.A. ("Car Rental Systems") sell their decommissioned cars, generating cash for the purchase of new cars from manufacturers.

As of March 31, 2019, the Localiza Platform (including its franchisees in Brazil and abroad) was comprised of 591 car rental locations (not reviewed by the auditors), of which: (i) 524 locations in 358 cities in Brazil, 402 of which were operated by Localiza and 122 by franchisees; and (ii) 67 locations in 36 cities in 5 South American countries, in addition to Brazil, all operated by franchisees.

On that same date, Localiza's Platform fleet was comprised of 247,623 cars (not reviewed by the auditors), of which: (i) 231,571 belonged to the Company, including 176,670 of the Car Rental Division and 54,901 of the Fleet Rental Division; (ii) 8,348 belonged to its franchisees in Brazil; and (iii) 7,704 belonged to its franchisees abroad. Decommissioned cars are substantially sold to final consumers through 108 points of sale owned by the Company, located in 70 cities throughout Brazil, reducing intermediation and depreciation costs and maximizing cash flow generation for fleet renewal.

This individual and consolidated interim financial information was approved and authorized for issue by the Company's Management on April 23, 2019 and by the Board of Directors on April 25, 2019.

2. BASIS OF PREPARATION, PRESENTATION OF INTERIM FINANCIAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Company's interim financial information comprises individual and consolidated interim financial information, identified as "Individual" and "Consolidated", and is prepared and presented in accordance with technical pronouncement CPC 21 (R1) – Interim Statements, issued by the Accounting Pronouncements Committee ("CPC") and approved by the Brazilian Securities Commission ("CVM"), and in accordance with international standard IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board ("IASB"), and disclose all relevant information that should be reported in the interim financial information, and only such information, which is consistent with the information used by Management in the performance of its duties.

The individual interim financial information discloses the measurement of investments in subsidiaries under the equity method of accounting, in accordance with the accounting practices adopted in Brazil and the IFRS.

Except for the changes arising from the application of IFRS 16 (as mentioned in note 3.1), the other information on the basis of preparation, presentation of the interim financial information and summary of significant accounting policies has not significantly changed compared with that disclosed in note 2 and other notes to the annual financial statements for the year ended December 31, 2018 (hereinafter referred to as "financial statements for the year ended December 31, 2018"), published on February 21, 2019 through the websites www.cvm.gov.br, www.b3.com.br and www.localiza.com/ri and disclosed on February 28, 2019 in the "Diário do Comércio de Minas Gerais" and "Diário Oficial de Minas Gerais" (Minas Gerais State Register) newspapers.

Notes to the Interim Financial Information

3. RECENTLY ISSUED ACCOUNTING STANDARDS AND INTERPRETATIONS

3.1. Recently issued accounting standards and interpretations adopted by the Company

- **IFRS 16 – Leases**

The new standard requires lessees to recognize the liability of the future payments and the right-of-use of the leased asset for virtually all lease contracts, including operating leases. Certain short-term and low value contracts may be out of the scope of this new standard. The criteria for recognition and measurement of leases in the financial statements of the lessors are substantially unchanged. On December 21, 2017, CVM issued its Decision 787/17 and approved CPC 06 (R2), which is the equivalent to this IFRS. The Company and its subsidiaries adopted the new standard on January 1st, 2019, date of the initial adoption.

The Company chose to use the exemptions proposed by the standard for short-term leases or leases for which the underlying asset is of low value. The Company has leases of certain office equipment (such as notebooks, printers and copiers) that are considered of low value.

The Company applied IFRS 16, using a retrospective approach and the practical expedient regarding the definition of lease contracts at the date of transition. Therefore, the lease liability was measured at the present value of the remaining lease payments, discounted by the lessee's incremental borrowing rate, at the initial application date. The right-of-use asset at the date of the initial application for leases previously classified as operating leases was recognized in an amount equivalent to the lease liability, adjusted by the amount of any prepaid or accumulated lease payments relating to that lease that was recognized in the balance sheet immediately prior to the date of initial application.

The impact of the first-time adoption of IFRS 16, in 1Q19, is as follows:

	Individual			Consolidated		
	Assets (note 9)	Liabilities (note 14)	Expenses	Assets (note 9)	Liabilities (note 14)	Expenses
First-time adoption	837,305	(837,305)	-	598,533	(598,533)	-
Addition	20,381	(20,381)	-	15,162	(15,162)	-
Payment	-	44,771	-	-	38,508	-
Depreciation	(34,055)	-	(34,055)	(31,280)	-	(31,280)
Interest	-	(18,203)	(18,203)	-	(15,611)	(15,611)
Balance at March 31, 2019	823,631	(831,118)	(52,258)	582,415	(590,798)	(46,891)

Thus, as a result of the adoption of IFRS 16 in 1Q19, Net Income before taxes in 1Q19 was reduced by R\$6,346 in the Individual and R\$7,241 in the Consolidated, since property rental expenses totaled R\$45,912 thousand in the Individual and R\$39,650 thousand in the Consolidated.

- **IFRIC 23 interpretation - Uncertainty over income tax treatments**

In December 2018, CVM issued its Decision 804/18 and approved ICPC 22 - Uncertainty over Income Tax Treatments, which is the equivalent to this IFRIC. The interpretation, which is effective for years beginning on or after January 1st, 2019, addresses the recognition and measurement requirements for income taxes when tax treatments involve uncertainty that affects the application of CPC 32 "Income taxes". ICPC 22 does not apply to taxes outside the scope of IAS 12 nor specifically includes the requirements relating to interest and fines associated with uncertain tax treatments. Specifically addressed are:

- If the Company considers uncertain tax treatments separately;
- The assumptions that the company makes regarding the examination of tax treatments by the tax authorities;
- How the Company determines the taxable income (tax loss), calculation basis, unused tax losses, untimely tax credits and tax rates;
- How the Company considers the changes in facts and circumstances.

Notes to the Interim Financial Information

The Company performed an analysis of IFRIC 23 and did not identify material impacts in relation to the accounting practices currently adopted.

3.2. Recently issued accounting pronouncements and interpretations and not yet adopted by the Company

There are no other CPC/IFRS standards or ICPC/IFRIC interpretations that are not yet effective that could have a material impact on the interim financial information of the Company and its subsidiaries.

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are broken down as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Cash and banks	5,310	5,607	9,915	14,051
Bank Certificates of Deposit ("CDB") and others	1,002,267	749,644	1,049,217	907,994
Fixed-income investment fund units	1,774,973	680,208	2,286,488	1,253,257
Total	2,782,550	1,435,459	3,345,620	2,175,302

At March 31, 2019, financial investments in CDBs and others and fixed-income investment fund units had an annual weighted average yield of 102.5% of the Interbank Deposit Certificates ("CDI") rate variation (100.1% at December 31, 2018), have immediate liquidity and have the purpose of meeting the Company's short-term commitments.

5. SHORT-TERM INVESTMENTS

Short-term investments are broken down as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Bank Certificates of Deposit ("CDB")	-	-	206,185	203,074
Fixed-income investment fund units	331,303	44,905	407,773	64,410
Total	331,303	44,905	613,958	267,484

At March 31, 2019, financial investments in CDBs, and fixed-income investment fund units had annual weighted average yield of 103.3% of the Interbank Deposit Certificates ("CDI") rate variation (100.8% at December 31, 2018) and have liquidity. However, such investments do not meet all the criteria to be recorded as cash equivalents under the terms of CPC 03 – Statement of Cash Flows.

6. TRADE RECEIVABLES

The trade receivables are broken down as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Car rental	629,556	654,543	635,812	654,543
Fleet rental	-	-	136,211	111,600
Sale of decommissioned cars	300,480	285,728	355,781	333,466
Franchising	2,295	920	10,011	9,130
	932,331	941,191	1,137,815	1,108,739
Allowance for doubtful accounts and expected losses	(72,031)	(70,079)	(90,677)	(88,405)
Total	860,300	871,112	1,047,138	1,020,334
Current assets	860,300	871,112	1,043,839	1,016,497
Non-current assets (*)	-	-	3,299	3,837

(*) Refers to the franchising integration fee.

Notes to the Interim Financial Information

The aging list of trade receivables is as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Current	753,212	752,698	872,234	858,777
Up to 30 days overdue	62,704	100,359	123,739	135,543
31 to 60 days overdue	30,954	30,368	36,086	34,444
61 to 90 days overdue	22,979	10,837	23,882	14,404
91 to 180 days overdue	39,657	25,142	43,184	29,182
Over 181 days overdue	22,825	21,787	38,690	36,389
Total	932,331	941,191	1,137,815	1,108,739

The balance of trade receivables includes overdue amounts for which the allowance for doubtful debts and expected losses was not recognized as these amounts are still considered recoverable. The aging list of these overdue amounts is as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Up to 30 days overdue	52,265	94,040	111,780	128,625
31 to 60 days overdue	25,087	24,474	29,849	28,008
61 to 90 days overdue	18,237	6,154	19,074	9,427
Over 91 days overdue	16,256	2,069	19,468	4,636
Total	111,845	126,737	180,171	170,696

The aging list of the allowance for doubtful debts and expected losses is as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Current	(4,757)	(8,323)	(5,267)	(9,139)
Up to 30 days overdue	(10,439)	(6,319)	(11,959)	(6,918)
31 to 60 days overdue	(5,867)	(5,894)	(6,237)	(6,436)
61 to 90 days overdue	(4,742)	(4,683)	(4,808)	(4,977)
Over 91 days overdue	(46,226)	(44,860)	(62,406)	(60,935)
Total	(72,031)	(70,079)	(90,677)	(88,405)

The variation in the allowance for doubtful debts and expected losses is as follows:

	Individual		Consolidated	
	1Q19	1Q18	1Q19	1Q18
Balance at the beginning of the period	(70,079)	(38,144)	(88,405)	(55,294)
Balance from first-time adoption of IFRS 9 (*)	-	(10,410)	-	(11,208)
Reversal from first-time adoption of IFRS 9	-	3,402	-	3,939
Recognition	(18,207)	(34,383)	(23,356)	(41,317)
Reversal	16,255	21,275	21,084	28,811
Balance at the end of the period	(72,031)	(58,260)	(90,677)	(75,069)

(*) Since January 1st, 2018, Localiza and its subsidiaries have recorded a provision for expected losses during the entire life of trade receivables.

Other information related to accounts receivable (Individual and Consolidated) did not undergo significant changes compared to the information disclosed in note 6 to the financial statements as of December 31, 2018.

Notes to the Interim Financial Information

7. OTHER CURRENT AND NON-CURRENT ASSETS

The breakdown of the balance of other current and non-current assets is as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Balances stated separately in current assets:				
Prepaid expenses (*)	74,664	6,179	95,754	6,893
Recoverable taxes	14,321	19,875	23,681	31,548
Derivative instruments – swap (note 13)	152	-	152	-
	89,137	26,054	119,587	38,441
Other current assets:				
Receivables from insurance company (**)	139,017	120,907	140,734	122,108
Other receivables – subsidiaries (note 8(b) (i))	127	183	-	-
Other current assets	10,005	8,576	20,402	22,134
	149,149	129,666	161,136	144,242
Total other current assets	238,286	155,720	280,723	182,683
Balances stated separately in non-current assets:				
Investments in restricted accounts (note 14)	-	-	43,740	43,101
Derivative instruments – swap (note 13)	4,419	2,785	4,419	2,785
Other non-current assets	83	83	83	83
Total other non-current assets	4,502	2,868	48,242	45,969
Total other current and non-current assets	242,788	158,588	328,965	228,652

(*) Basically refers to prepaid expenses on Vehicle Tax ("IPVA"), in the consolidated amount of R\$83,522, paid at the beginning of the year for fleet cars in use and monthly paid according to car purchases during the year, which are amortized within the year between the months of payment and December 2019, or when the sale is made.

(**) Expenses incurred on claims, cost of stolen cars and receivables from the insurance company for insurance coverage contracted by customers when renting cars from the Company (note 2.7.5 to the financial statements for the year ended December 31, 2018).

8. INVESTMENTS IN SUBSIDIARIES AND RELATED-PARTY TRANSACTIONS

(a) Information on subsidiaries

Car rental, fleet rental and franchising activities in Brazil and abroad are conducted by Localiza or its subsidiaries, whose main operations are as follows:

- **Localiza Fleet S.A. ("Localiza Fleet"):** Privately-held company engaged in fleet rental business.
- **Rental Brasil Administração e Participação S.A. ("Rental Brasil"):** Privately-held company mainly engaged in acquiring, selling and renting own properties to Localiza and its subsidiaries.
- **Localiza Serviços Prime S.A. ("Localiza Prime"):** Privately-held company mainly engaged in the intermediation of sales of decommissioned cars previously used by Localiza, Localiza Fleet and Car Rental Systems.
- **Car Assistance Serviços de Administração de Sinistros S.A. ("Car Assistance"):** Privately-held company engaged in managing car-related claims for insurance companies, accrediting and negotiating with garages and other suppliers, regulating claims, approving budgets and services performed, managing information and supporting documentation on claims and managing indemnities.
- **Localiza Franchising Brasil S.A. ("Franchising Brasil"):** Privately-held company engaged in conducting the franchise business of "Localiza" brand in Brazil.
- **Localiza Franchising International S.R.L. ("LFI S.R.L."):** Limited liability company engaged in managing Localiza's franchises in Argentina.

Notes to the Interim Financial Information

- **Rental International LLC (“Rental International”)**: Company’s wholly-owned subsidiary established to conduct financial activities abroad. It is currently dormant.
- **FR Assistance Serviços de Administração de Sinistros S.A. (“FR Assistance”)**: Wholly-owned subsidiary of Franchising Brasil, currently dormant, that manages car-related claims for insurance companies, accredits and negotiates with garages and other suppliers, regulates claims, approves budgets and services performed, manages information and supporting documentation on claims and manages indemnities.
- **Car Rental Systems S.A. (“Car Rental Systems”)**: Subsidiary of Localiza Fleet, mainly engaged in car rental and fleet rental.

At the Extraordinary General Meeting of Car Rental System held on March 15, 2019 it was decided to change the name of Localiza Car Rental Systems S.A. to Car Rental Systems S.A.

Notes to the Interim Financial Information

The interests in capital, equity and net income / (loss) of direct and indirect subsidiaries are as follows:

	Number of shares		Interest					
			In capital (%)		In equity		In net income / (loss)	
	03/31/19	12/31/18	03/31/19	12/31/18	03/31/19	12/31/18	1Q19	1Q18
Localiza subsidiaries:								
Localiza Fleet	103,280,354	103,280,354	100.0	100.0	581,514	526,314	55,200	46,167
Rental Brasil	15,000,000	15,000,000	100.0	100.0	262,421	258,032	4,389	4,158
Localiza Prime	15,000	15,000	100.0	100.0	103,075	96,746	6,329	(468)
Car Assistance	200,000	200,000	100.0	100.0	22,305	14,473	7,832	5,861
Franchising Brasil	399,069	399,069	100.0	100.0	9,067	6,758	2,309	2,854
LFI S.R.L.	131,078	131,078	98.0	98.0	592	698	(106)	184
Rental International	1,000	1,000	100.0	100.0	15	16	(1)	(1)
					978,989	903,037	75,952	58,755
Goodwill in the acquisition of investments:								
Goodwill					22,077	22,077	-	-
Total					1,001,066	925,114	75,952	58,755
Indirect subsidiary:								
LFI S.R.L.	2,160	2,160	2.0	2.0	17	17	-	4
Franchising Brazil's subsidiary:								
FR Assistance	150,000	150,000	100.0	100.0	150	150	-	-
Localiza Fleet's subsidiary:								
Car Rental Systems	603,876,785	603,876,785	100.0	100.0	479,912	475,270	4,642	4,306
Goodwill, surplus value and loss in acquisition of investments by Localiza Fleet:								
Goodwill on acquisition of Car Rental Systems					8,642	8,642	-	-
Surplus value from fixed assets, net of realizations					1,155	1,863	-	-
Loss from fixed assets, net of realizations					(2,454)	(3,045)	-	-
Total					487,255	482,730	4,642	4,306

Variations in the balance of investments in direct subsidiaries are as follows:

	1Q19	1Q18
Balance at the beginning of the period	903,037	927,092
Equity in the earnings of subsidiaries	75,952	58,755
Provision for equity deficiency and effect from exchange variation of subsidiary Rental International	-	1
Effect, in equity accounting, from the first-time adoption of IFRS 9 in subsidiaries	-	(713)
Balance at the end of the period	978,989	985,135

Notes to the Interim Financial Information

The summary of financial information of the main groups of balance sheet and statement of income of subsidiaries of Localiza is as follows:

(i) Balance sheets

03/31/19	Localiza Fleet S.A. Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil Consolidated	LFI S.R.L.	Rental International
Assets							
Current	740,450	229,614	112,214	28,756	18,248	740	15
Non-current							
Long-term assets	94,404	-	21,223	-	7,920	-	-
Investment	17	-	-	-	-	-	-
Property and equipment	2,320,888	397,762	292	-	2,444	-	-
Intangible assets	13,683	-	-	-	164	-	-
Total	3,169,442	627,376	133,729	28,756	28,776	740	15
Liabilities							
Current	561,762	17,566	23,002	6,447	8,505	118	-
Non-current	2,026,166	347,389	7,652	4	11,204	13	-
Equity	581,514	262,421	103,075	22,305	9,067	609	15
Total	3,169,442	627,376	133,729	28,756	28,776	740	15

12/31/18	Localiza Fleet S.A. Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil Consolidated	LFI S.R.L.	Rental International
Assets							
Current	835,045	218,359	101,231	20,485	15,531	824	16
Non-current							
Long-term assets	94,161	-	21,879	-	8,344	-	-
Investment	17	-	-	-	-	-	-
Property and equipment	2,168,052	398,172	302	-	-	-	-
Intangible assets	14,063	-	-	-	225	-	-
Total	3,111,338	616,531	123,412	20,485	24,100	824	16
Liabilities							
Current	589,182	12,686	18,938	6,008	7,106	94	-
Non-current	1,995,842	345,813	7,728	4	10,236	15	-
Equity	526,314	258,032	96,746	14,473	6,758	715	16
Total	3,111,338	616,531	123,412	20,485	24,100	824	16

(ii) Statement of income

1Q19	Localiza Fleet S.A. Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil Consolidated	LFI S.R.L.	Rental International
Net revenue	419,557	9,486	15,346	8,925	3,530	25	-
Gross profit	130,892	9,265	15,346	8,727	2,527	7	-
Net income / (loss)							
before income tax and social contribution	83,420	6,639	9,515	8,963	2,808	(106)	(1)
Net income / (loss)	55,200	4,389	6,329	7,832	2,309	(106)	(1)

Notes to the Interim Financial Information

1Q18	Localiza Fleet S.A. Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil Consolidated	LFI S.R.L.	Rental International
Net revenue	436,581	8,929	8,637	6,431	3,630	242	-
Gross profit	115,526	7,957	8,637	6,348	2,915	248	-
Net income / (loss)							
before income tax and social contribution	70,171	6,289	(350)	6,636	3,368	188	(1)
Net income / (loss)	46,167	4,158	(468)	5,861	2,854	188	(1)

(b) Balances and transactions with related parties

(i) Balances and transactions with subsidiaries and other related parties

	Individual					
	Localiza Fleet		Other subsidiaries		Total	
	03/31/19	12/31/18	03/31/19	12/31/18	03/31/19	12/31/18
Balances:						
Trade receivables	5,651	5,598	-	-	5,651	5,598
Dividends receivable	-	-	9,064	9,064	9,064	9,064
Other receivables (note 7)	-	-	127	183	127	183
Trade payables	(2,358)	(3,021)	(11,136)	(4,399)	(13,494)	(7,420)
Other payables (note 14)	(3,409)	(3,510)	(2,483)	(3,473)	(5,892)	(6,983)

	Individual					
	Localiza Fleet		Other subsidiaries		Total	
	1Q19	1Q18	1Q19	1Q18	1Q19	1Q18
Transactions:						
Costs and expenses	(6,777)	(906)	(7,033)	(12,699)	(13,810)	(13,605)
Recoverable costs and expenses	4,168	7,884	800	923	4,968	8,807
Revenues	6,844	7,860	1	1	6,845	7,861

As of March 31, 2019, there were collateral guarantees for borrowings and debt securities amounting to: (i) R\$4,541,650 issued by Localiza Fleet to Localiza (R\$4,507,865 as of December 31, 2018); (ii) R\$1,939,397 issued by Localiza to Localiza Fleet (R\$1,995,996 as of December 31, 2018); and (iii) R\$364,374 issued by Localiza to Rental Brasil (R\$358,997 as of December 31, 2018). There were also collateral signatures between companies when bank guarantees and guarantees insurances were issued for lawsuits totaling R\$96,371 (R\$86,327 as of December 31, 2018).

Transactions between related parties are made under conditions negotiated between the Company and its wholly-owned subsidiaries.

Additionally, the Company has guarantees insurances with J Malucelli Seguradora, Austral Seguradora, Chubb Seguros and Pottencial Seguradora, the latter being a company in which Salim Mattar and Eugênio Mattar, founding partners of Localiza, jointly hold 40% of the capital. In transactions with Pottencial Seguradora, made under normal market conditions, the amount of the accumulated premium paid through 1Q19 was R\$196 (R\$187 in 1Q18) related to guarantees insurances in the current insured amount of R\$93,327 at March 31, 2018 (R\$83,375 as of December 31, 2018).

Notes to the Interim Financial Information

(ii) Key management compensation

	Individual		Consolidated	
	1Q19	1Q18	1Q19	1Q18
Compensation of the Board of Directors and Fiscal Council	2,883	3,428	2,883	3,428
Management and Executive Board				
Fees and compensation	6,177	4,914	7,873	7,328
Payroll taxes	1,073	1,220	1,345	1,806
Stock options granted recognized	1,722	1,800	1,722	1,800
Supplementary pension plan	125	1,112	184	1,495
Total	11,980	12,474	14,007	15,857

The other information on investments in subsidiaries and related-party transactions has not significantly changed in relation to that disclosed in note 8 to the financial statements for the year ended December 31, 2018.

Notes to the Interim Financial Information

9. PROPERTY AND EQUIPMENT

Variations in cost, accumulated depreciation and net carrying amount of property and equipment in each period are as follows:

	Individual								Total
	Cars	Leasehold improvements	Furniture and fixtures	IT equipment	Constructions in progress	Land	Property	Right-of-use – properties and areas	
Cost									
As of December 31, 2018	7,422,844	115,396	87,720	47,986	9,816	681	1,913	-	7,712,956
First-time adoption of IFRS 16	-	-	-	-	-	-	-	837,305	837,305
Additions	1,342,384	-	1,398	1,315	3,128	-	-	20,381	1,369,122
Write-offs/transfers (*)	(1,266,592)	2,912	149	47	(3,108)	-	-	-	(1,266,592)
As of March 31, 2019	7,498,636	118,308	89,267	49,348	9,836	681	1,913	857,686	8,652,791
Accumulated depreciation:									
As of December 31, 2018	(109,327)	(65,012)	(31,246)	(26,766)	-	-	(1,129)	-	(247,596)
Additions	(61,678)	(3,150)	(1,913)	(1,639)	-	-	(22)	(34,055)	(103,018)
Write-offs/transfers (*)	37,079	-	-	-	-	-	-	-	37,079
As of March 31, 2019	(133,926)	(68,162)	(33,159)	(28,405)	-	-	(1,151)	(34,055)	(313,535)
Net carrying amount									
As of December 31, 2018	7,313,517	50,384	56,474	21,220	9,816	681	784	-	7,465,360
As of March 31, 2019	7,364,710	50,146	56,108	20,943	9,836	681	762	823,631	8,339,256

	Individual								Total
	Cars	Leasehold improvements	Furniture and fixtures	IT equipment	Constructions in progress	Land	Property	Other	
Cost									
As of December 31, 2017	5,295,132	108,347	82,034	38,807	4,802	681	1,913	23,520	5,555,236
Additions	726,101	-	1,220	1,030	2,572	-	-	655	731,578
Write-offs/transfers (*)	(736,293)	-	-	(65)	-	-	-	-	(736,358)
As of March 31, 2018	5,284,940	108,347	83,254	39,772	7,374	681	1,913	24,175	5,550,456
Accumulated depreciation:									
As of December 31, 2017	(87,898)	(52,675)	(23,699)	(21,211)	-	-	(1,041)	(11,978)	(198,502)
Additions	(19,318)	(2,927)	(1,826)	(1,300)	-	-	(22)	(513)	(25,906)
Write-offs/transfers (*)	25,523	-	-	65	-	-	-	-	25,588
As of March 31, 2018	(81,693)	(55,602)	(25,525)	(22,446)	-	-	(1,063)	(12,491)	(198,820)
Net carrying amount									
As of December 31, 2017	5,207,234	55,672	58,335	17,596	4,802	681	872	11,542	5,356,734
As of March 31, 2018	5,203,247	52,745	57,729	17,326	7,374	681	850	11,684	5,351,636

Notes to the Interim Financial Information

	Consolidated									
	Cars	Leasehold improvements	Furniture and fixtures	IT equipment	Constructions in progress	Land	Property	Right-of-use – properties and areas	Other	Total
Cost										
As of December 31, 2018	9,910,476	115,396	87,722	48,316	13,474	29,342	369,935	-	27,024	10,601,685
First-time adoption of IFRS 16	-	-	-	-	-	-	-	598,533	-	598,533
Additions	1,595,154	-	1,398	1,315	3,128	-	-	15,162	516	1,616,673
Write-offs/transfers (*)	(1,457,927)	6,567	149	47	(6,766)	-	-	-	-	(1,457,930)
As of March 31, 2019	10,047,703	121,963	89,269	49,678	9,836	29,342	369,935	613,695	27,540	11,358,961
Accumulated depreciation:										
As of December 31, 2018	(428,921)	(65,012)	(31,248)	(27,082)	-	-	(3,298)	-	(14,238)	(569,799)
Additions	(117,061)	(3,196)	(1,913)	(1,641)	-	-	(387)	(31,280)	(568)	(156,046)
Write-offs/transfers (*)	69,433	-	-	-	-	-	-	-	-	69,433
As of March 31, 2019	(476,549)	(68,208)	(33,161)	(28,723)	-	-	(3,685)	(31,280)	(14,806)	(656,412)
Net carrying amount										
As of December 31, 2018	9,481,555	50,384	56,474	21,234	13,474	29,342	366,637	-	12,786	10,031,886
As of March 31, 2019	9,571,154	53,755	56,108	20,955	9,836	29,342	366,250	582,415	12,734	10,702,549

	Consolidated								
	Cars	Leasehold improvements	Furniture and fixtures	IT equipment	Constructions in progress	Land	Property	Other	Total
Cost									
As of December 31, 2017	7,328,454	110,305	82,237	40,525	4,802	29,342	369,935	24,699	7,990,299
Additions	933,808	-	1,220	1,030	2,572	-	-	657	939,287
Write-offs/transfers (*)	(956,264)	-	-	(65)	-	-	-	-	(956,329)
As of March 31, 2018	7,305,998	110,305	83,457	41,490	7,374	29,342	369,935	25,356	7,973,257
Accumulated depreciation:									
As of December 31, 2017	(393,683)	(53,169)	(23,725)	(21,861)	-	-	(1,747)	(12,140)	(506,325)
Additions	(56,899)	(3,024)	(1,831)	(1,371)	-	-	(387)	(543)	(64,055)
Write-offs/transfers (*)	68,419	-	-	65	-	-	-	-	68,484
As of March 31, 2018	(382,163)	(56,193)	(25,556)	(23,167)	-	-	(2,134)	(12,683)	(501,896)
Net carrying amount									
As of December 31, 2017	6,934,771	57,136	58,512	18,664	4,802	29,342	368,188	12,559	7,483,974
As of March 31, 2018	6,923,835	54,112	57,901	18,323	7,374	29,342	367,801	12,673	7,471,361

(*) Include write-offs due to car sale, robbery, damage and transfer of decommissioned cars for fleet renewal to assets for sale.

Notes to the Interim Financial Information

(a) Lease

The net carrying amounts of the property and equipment, by asset category, acquired through lease agreements at March 31, 2019 and December 31, 2018 are as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Cars	-	-	326,069	362,054
Hardware	305	449	305	449
Right-of-use	823,631	-	582,415	-
Total property and equipment	823,936	449	908,789	362,503

The rights-of-use are depreciated during the term of the lease and consider the expectation of renewal, when Management intends to exercise this right, and in accordance with the terms of the contracts.

(b) Decommissioned cars for fleet renewal

The cost, accumulated depreciation and net carrying amount of decommissioned cars for fleet renewal in each period are as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Cost	9,091	18,182	45,417	63,167
Accumulated depreciation:	(325)	(731)	(8,739)	(11,323)
Net carrying amount	8,766	17,451	36,678	51,844

The other information on property and equipment (Individual and Consolidated) has not significantly changed when compared with that disclosed in note 9 to the financial statements for the year ended December 31, 2018.

10. INTANGIBLE ASSETS

The variations in cost, accumulated amortization and net carrying amount of intangible assets in each period are as follows:

	Individual		Consolidated	
	1Q19	1Q18	1Q19	1Q18
<u>Cost</u>				
At the beginning of the period	104,545	96,961	148,798	139,865
Additions	253	369	327	625
At the end of the period	<u>104,798</u>	<u>97,330</u>	<u>149,125</u>	<u>140,490</u>
<u>Accumulated amortization</u>				
At the beginning of the period	(62,423)	(50,581)	(70,311)	(56,430)
Additions	(3,038)	(2,909)	(3,553)	(3,386)
At the end of the period	<u>(65,461)</u>	<u>(53,490)</u>	<u>(73,864)</u>	<u>(59,816)</u>
<u>Net carrying amount</u>				
At the beginning of the period	42,122	46,380	78,487	83,435
At the end of the period	<u>39,337</u>	<u>43,840</u>	<u>75,261</u>	<u>80,674</u>

The other information on intangible assets (Individual and Consolidated) has not significantly changed in relation to that disclosed in note 10 to the financial statements for the year ended December 31, 2018.

Notes to the Interim Financial Information

11. TRADE PAYABLES

Trade payables are broken down as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Car manufacturers (*)	1,698,724	1,805,192	1,891,740	2,065,628
Maintenance services and parts	26,647	25,821	47,497	46,120
Rentals	26,980	20,036	15,844	15,643
IT services and other	54,860	67,375	60,197	75,174
Total	1,807,211	1,918,424	2,015,278	2,202,565

(*) The balance payable to car manufacturers refer to cars acquired with average payment term of approximately 89 days (98 days at December 31, 2018).

12. PAYROLL AND RELATED TAXES

Payroll and related taxes are broken down as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Accrued vacation pay	37,313	38,784	44,953	47,363
Accrued profit sharing (*)	77,040	56,544	94,029	68,958
Accrued 13 th salary	7,283	-	8,864	-
Social security contribution ("INSS")	7,260	7,770	8,543	9,158
Government Severance Indemnity Fund for Employees ("FGTS")	2,727	2,689	3,338	3,287
Other	3,717	4,947	4,765	6,202
Total	135,340	110,734	164,492	134,968

(*) The Company has a profit sharing program for employees as prescribed in Law 10101/00 based on profit recognized on an annual basis. The annual amount payable is defined through the combination of the Company's profit and performance indicators, which determine the maximum amount payable, in addition to the individual performance of each employee, which is mainly measured based on objective, measurable indicators and goals deriving from the management agreement and the annual budget approved by the Board of Directors. Localiza pays profit sharing in April and July. The consideration for the provision for profit sharing is classified as "cost", "selling expenses" and "general and administrative expenses" in the statement of income, based on the function exercised by the respective employees.

13. BORROWINGS, DEBT SECURITIES AND SWAP

Borrowings, debt securities and swap are broken down as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
In local currency				
Debentures - 7 th issuance	283,926	279,125	283,926	279,125
Debentures - 8 th issuance	501,178	509,521	501,178	509,521
Debentures - 10 th issuance	202,129	205,717	202,129	205,717
Debentures - 11 th issuance	507,756	499,148	507,756	499,148
Debentures - 12 th issuance	713,224	701,715	713,224	701,715
Debentures - 13 th issuance	1,102,873	1,084,630	1,102,873	1,084,630
Debentures - 14 th issuance	997,330	1,013,773	997,330	1,013,773
Debentures of Localiza Fleet - 3 rd issuance	-	-	512,989	504,800
Debentures of Localiza Fleet - 4 th issuance	-	-	360,414	354,762
Debentures of Localiza Fleet - 5 th issuance	-	-	302,582	307,189
Debentures of Localiza Fleet - 6 th issuance	-	-	405,181	398,379
Promissory notes - 6 th issuance	717,586	706,144	717,586	706,144
Working capital	-	-	249,920	274,182
Lease	-	-	99,192	147,130
Certificates of Real Estate Receivables ("CRI")	-	-	354,069	348,568
In foreign currency				
Borrowing in US dollar (*)	318,659	311,195	318,659	311,195
	5,344,661	5,310,968	7,629,008	7,645,978

Notes to the Interim Financial Information

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Borrowings and debt securities				
Current liabilities	536,808	372,883	812,194	616,587
Non-current liabilities	4,807,853	4,938,085	6,816,814	7,029,391
	5,344,661	5,310,968	7,629,008	7,645,978
Derivative instruments – swap (a)				
Current assets (note 7)	(152)	-	(152)	-
Non-current assets (note 7)	(4,419)	(2,785)	(4,419)	(2,785)
Current liabilities (note 14)	-	-	12,998	18,678
Non-current liabilities (note 14)	-	-	24,597	21,933
Total borrowings and debt securities, net of swap	5,340,090	5,308,183	7,662,032	7,683,804

(*) As a strategy to manage foreign exchange rate risk, the Company, simultaneously and mandatorily, contracted plain vanilla swap transactions under identical conditions of amount, term and rate, exchanging the exposure from foreign exchange variation for CDI variation. Contracted swap transactions are solely for hedge purposes. See item (a) (ii) below.

Pursuant to CVM Instruction 476/09, on April 23, 2019, Localiza settled the 15th issuance of debentures in the amount of R\$1,000,000 in a single series maturing on April 15, 2026. Expenses incurred on issuances, including fees, commissions and other costs totaled R\$5,295. The proceeds raised were used for the full early redemption of the debentures of the 7th, 8th and 10th issuances of Localiza and for cash reinforcement.

Changes in borrowings and debt securities, net of swap, are as follows:

	Individual		Consolidated	
	1Q19	1Q18	1Q19	1Q18
Balance at the beginning of the period	5,308,183	4,765,329	7,683,804	6,478,631
Funding	-	-	-	435,169
Interest and finance charges	94,702	83,160	139,708	127,407
Repayment of principal	-	(240,080)	(72,687)	(336,895)
Interest amortization	(62,795)	(34,942)	(88,793)	(54,968)
Balance at the end of the period	5,340,090	4,573,467	7,662,032	6,649,344

As of March 31, 2019, Localiza had seven issuances of outstanding debentures, not convertible into shares, and one issuance of promissory notes and Localiza Fleet had four issuances of debentures, not convertible into shares. These issuances have early maturity events, including, without limitation: (i) filing for or adjudication of bankruptcy by the Issuer or third parties that is not duly eliminated within the legal term; (ii) matters related to the default, with lack of payment within the established term, in individual or aggregate amount equal to or above R\$25,000 (7th, 8th and 10th issue of debentures from Localiza) or 3% of the consolidated average equity calculated in the past three quarters (11th to 14th issuances of debentures and 6th issuance of promissory notes from Localiza and 3rd to 6th issuances of debentures from Localiza Fleet); (iii) capital decrease of Localiza and/or repurchase of its own shares for cancellation, other than if previously authorized by debenture holders; (iv) Localiza's merger or spin-off, except if, as set forth in article 231 of Law No. 6404/76, the spun-off portion or the company resulting from the transaction continues to be controlled by the Issuer; (v) failure to maintain financial ratios on a quarterly basis, based on the Company's consolidated financial statements; and (vi) the Company's rating downgrading, as follows:

Issue	Rating downgrading in national scale (*)
7 th issuance of debentures	Corporate rating granted by Moody's, Standard & Poor's or Fitch Ratings to the Issuer for the following risk rating levels or less, in national scale: Aa3, AA- and AA- respectively.
8 th and 14 th issuance of debentures	Downgraded by two grades or more in relation to the rating AAA (BR, triple A) by Standard & Poor's (**).
10 th to 13 th issuance of debentures	Downgraded by two grades or more in relation to the rating AAA (BR, triple A) by Fitch Ratings (**).
3 th to 6 th issuance of debentures from Localiza Fleet	Downgraded by two grades or more in relation to the rating AAA (BR, triple A) by Fitch Ratings (**).
6 th issuance of promissory notes	Downgraded by two grades or more in relation to the rating AAA (BR, triple A) by Fitch Ratings (**).

Notes to the Interim Financial Information

(*) Corporate credit ratings in national scale effective as of March 31, 2019: Standard & Poor's (AAA(bra)/stable), Moody's (Aa1.br/stable) and Fitch Ratings (AAA(bra)/stable).

(**) Due to any change in the shareholding structure that results in loss, transfer or disposal of the "Controlling power" of the Issuer by the current controlling shareholders

The financial covenants were met in the 12-month period ended in March 31, 2019 and December 31, 2018 as shown below:

Ratio	Limits	12-Month period ended 03/31/19	12-Month period ended 12/31/18
Net debt / Adjusted EBITDA (*)	Below 4.00	2.13	3.26
Net debt deducted from credit card balance (**) / Adjusted EBITDA	Below 4.00	1.92	3.03
Adjusted EBITDA / Finance costs, net	Above 1.50	4.52	4.34

(*) EBITDA corresponds to the Issuer's net income or loss, on a consolidated basis, relating to the 12 last months, plus: (i) finance income (costs); (ii) income tax and social contribution; and (iii) depreciation and amortization expenses. For all issues, EBITDA is also adjusted by the costs on stock options, nonrecurring expenses and impairment.

(**) The 14th issuance of debentures from Localiza and the 5th and 6th issuance of debentures from Localiza Fleet included in the definition of net debt the discount of the trade receivables of credit card balance.

Additionally, the Company has borrowings that also include certain accelerated maturity events under conditions similar to those applicable to debt securities. As of March 31, 2019, these restrictive covenants were met.

(a) Derivative instruments – Swap

The breakdown of swap balance, presented in line items "other current assets and other non-current assets" (Note 7) or "other current liabilities and other non-current liabilities" (note 14), is as follows:

	Consolidated	
	03/31/19	12/31/18
Swap pre-fixed (i)	(37,595)	(40,611)
Swap dollar (ii)	4,571	2,785
Total liabilities, net	(33,024)	(37,826)

Notes to the Interim Financial Information

(i) CDI vs Fixed rate

Mostly fleet rental contracts vary from 24 to 36 months and, in general, include an annual adjustment clause based on the inflation index. As the rental contracts cannot be adjusted based on the benchmark interest rates, Localiza Fleet has entered into swap transactions by swapping the CDI fluctuation for a fixed rate in order to hedge against the risk of loss of profit on rental contracts. The specific characteristics of this swap transaction, as well as its respective notional and carrying amounts as of March 31, 2019, are as follows:

Financial institution	Range of maturity dates	Weighted average rates		Amount of reference <i>Notional</i>	Value of curve			Market value (carrying amount)			Variation Curve x MTM
		Long position % CDI	Short position		Long position	Short position	Gain (loss)	Long position	Short position	Gain (loss)	
Institution A	July 2019 to January 2021	109.2%	8.89%	480,000	507,315	515,148	(7,833)	510,789	526,555	(15,766)	(7,933)
Institution B	April 2019 to January 2021	109.5%	8.13%	320,000	335,974	338,638	(2,664)	337,304	342,790	(5,486)	(2,822)
Institution C	July 2019 to January 2021	107.9%	8.76%	325,000	350,151	357,407	(7,256)	351,917	363,120	(11,203)	(3,947)
Institution D	January 2020 to October 2021	110.2%	8.47%	270,000	276,446	278,118	(1,672)	280,057	285,197	(5,140)	(3,468)
					1,469,886	1,489,311	(19,425)	1,480,067	1,517,662	(37,595)	(18,170)

(ii) Dollar vs Reais

On March 31, 2019, the Company had a plain vanilla swap transaction in force with the sole purpose of hedging the borrowing contracted in foreign currency from exchange variation, such transaction was contracted with a major financial institution. The specific characteristics of this swap transaction, as well as its respective notional and carrying amounts, are as follows:

Range of maturity dates	Index		Amount of reference <i>Notional</i> (thousand US dollar)	Value of curve			Market value (carrying amount)			Variation Curve x MTM
	Long position	Short position		Long position	Short position	Gain (loss)	Long position	Short position	Gain (loss)	
05/22/23	USD Libor + 0.47%	108.0% of CDI	80,000	318,659	301,864	16,795	312,490	307,919	4,571	(12,224)

Other information related to borrowings, debt securities and swap (Individual and Consolidated) did not undergo significant changes compared to the information disclosed in note 13 to the financial statements as of December 31, 2018.

Notes to the Interim Financial Information

14. OTHER CURRENT AND NON-CURRENT LIABILITIES

The breakdown of the balance of other current and non-current liabilities is as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Balances stated separately in current liabilities:				
Revenue to be appropriated (*)	7,508	11,163	11,661	15,283
Payables to related parties (note 8(b) (i))	5,892	6,983	-	-
Federal taxes withheld from third parties	7,525	9,752	10,748	12,103
Municipal taxes payable	1,832	3,022	2,852	3,828
Derivative instruments – swap (note 13)	-	-	12,998	18,678
Lease liability due to right-of-use (note 3)	134,616	-	125,206	-
	<u>157,373</u>	<u>30,920</u>	<u>163,465</u>	<u>49,892</u>
Other current liabilities:				
Advances from car rental and decommissioned sale customers	92,781	133,249	94,612	134,580
Insurance premiums for transfer (**)	76,296	101,828	78,217	102,792
Other	9,469	8,389	16,740	14,291
	<u>178,546</u>	<u>243,466</u>	<u>189,569</u>	<u>251,663</u>
Total other current liabilities	<u>335,919</u>	<u>274,386</u>	<u>353,034</u>	<u>301,555</u>
Balances stated separately in non-current liabilities:				
Revenue to be appropriated (*)	3,715	3,992	10,285	10,940
Derivative instruments – swap (note 13)	-	-	24,597	21,933
Restricted obligations (***)	-	-	43,740	43,101
Lease liability due to right-of-use (note 3)	696,502	-	465,592	-
Other	7,770	6,947	7,879	7,053
Total other non-current liabilities	<u>707,987</u>	<u>10,939</u>	<u>552,093</u>	<u>83,027</u>
Total other current and non-current liabilities	<u>1,043,906</u>	<u>285,325</u>	<u>905,127</u>	<u>384,582</u>

(*) Refers to the franchising integration fee, premium resulting from a commercial agreement with supplier and bank preference premium.

(**) Premiums received from customers that took out insurance for rented cars, and extended warranty for the decommissioned cars sold which will be transferred by Localiza to the insurance company (Note 2.7.5 to the financial statements as of December 31, 2018).

(***) The restricted obligations refer to the amounts retained from the purchase price owed to Car Rental Systems' sellers, which shall be made available to them after compliance with specific provisions under the share purchase agreement. Restricted obligations are guaranteed by financial investments made by the Company, with restricted use, and shall be made available for withdrawal on August 31, 2020 and 2024 (note 7).

15. PROVISIONS AND ESCROW DEPOSITS

(a) Legal provisions recognized

The balance of legal provisions is broken down as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Tax (*)	65,582	55,600	84,472	72,616
Social security	9,592	9,235	11,586	11,141
Labor	27,072	26,519	38,631	38,804
Civil	20,322	18,183	27,580	26,237
Total	<u>122,568</u>	<u>109,537</u>	<u>162,269</u>	<u>148,798</u>

(*) Localiza and Localiza Fleet filed for injunction claiming their right to appropriate PIS and COFINS credits from depreciation of their rental vehicles, based on the justification inserted in Article 3, VI, and Article 15 of Law 10833/03, at the fraction of 1/48 per month instead of the general rule of 1/60 per month. Since April 2017, based on favorable outcome, Localiza and Localiza Fleet begun to appropriate credits on a 1/48th basis per month and recognize the difference between said bases until new decisions about the discussion are issued.

Notes to the Interim Financial Information

(b) Escrow deposits

The balance of escrow deposits is broken down as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Tax	38,975	38,207	68,063	66,794
Social security	1,372	1,364	1,372	1,364
Labor	15,291	15,141	21,332	20,659
Civil	6,522	6,266	7,678	7,455
Total	62,160	60,978	98,445	96,272

The other information on provisions and escrow deposits (Individual and Consolidated) has not significantly changed in relation to that disclosed in note 15 to the financial statements for the year ended December 31, 2018.

16. TAXES ON INCOME – INCOME TAX AND SOCIAL CONTRIBUTION

(a) Deferred income tax and social contribution - assets and liabilities

The breakdown of deferred income tax and social contribution as of March 31, 2019 and December 31, 2018 is as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Temporary differences in the deductibility of provisions:				
Provision for risks and others provisions	39,594	36,461	51,344	48,563
Allowance for doubtful debts/ expected losses and other allowances	39,045	39,858	41,506	42,392
Provision of payment of services in progress and others, profit sharing, loyalty program and others	43,106	33,572	53,783	42,723
Swap transaction with payment on a cash basis	4,373	2,440	17,155	16,247
Income tax and social contribution tax loss carry forwards (*)	7,607	13,775	39,847	47,944
Total deferred income tax and social contribution assets	133,725	126,106	203,635	197,869
Car depreciation (**)	264,675	266,022	325,998	322,397
Leasing in the purchase of property and equipment (***)	325	377	119,279	123,797
Other	-	-	7,904	6,798
Total deferred income tax and social contribution liabilities	265,000	266,399	453,181	452,992
Total deferred income tax and social contribution, net	131,275	140,293	249,546	255,123
Non-current assets	-	-	(40,223)	(42,153)
Non-current liabilities	131,275	140,293	289,769	297,276

(*) Refers to deferred income tax and social contribution of Localiza, Localiza Prime, Car Rental Systems and Rental Brasil in the amounts of R\$7,607, R\$14,717, R\$16,951 and R\$572, respectively, as a result of income tax and social contribution losses (R\$13,775 of Localiza, R\$15,781 of Localiza Prime, R\$17,470 of Car Rental Systems and R\$918 of Rental Brasil at December 31, 2018).

(**) Refers to the temporary difference in the calculation of depreciation, introduced by the adoption of IFRS. Localiza and Localiza Fleet calculate, for tax purposes, car depreciation expenses based on the depreciation criteria used through December 31, 2007, as prescribed by Law No. 12973/14. The difference as of December 31, 2014, in conformity with chapter IV, articles 64, 66 and 67 of Law No. 12973/14, is accounted for in asset-related sub-accounts, being added to the extent of their realization beginning January 1st, 2015.

(***) Refers to the temporary difference arising from the deduction of leasing installments amortization on the acquisition of property and equipment items as a contra entry to the depreciation addition to the income tax and social contribution tax bases.

At March 31, 2019, the Company and its subsidiaries have recognized a balance, as tax credit on tax loss carryforwards of R\$7,607 in Individual and R\$39,847 in Consolidated (R\$13,775 and R\$47,944, respectively, at December 31, 2018). Based on expected future taxable income generation determined in a technical study approved by Management, this tax credit can be carried forward indefinitely and its offset is limited to 30% of annual taxable income.

The realization of deferred income tax and social contribution credits, arising from temporary differences and tax loss carryforwards, is contingent upon future events that will make the provisions that gave rise to them deductible and

Notes to the Interim Financial Information

enabled the offset of tax losses and social contribution tax loss carryforwards, in accordance with prevailing tax legislation.

Based on past taxable income that originated deferred income tax and social contribution asset balances, as well as projections of profit or loss for coming years, the Company estimates the following schedule for tax credits recovering:

	Individual	Consolidated
2019	76,608	100,381
2020	10,799	32,288
2021	15,815	27,376
2022	884	3,734
2023	25,760	33,490
2024 to 2027	3,859	6,366
Total deferred income tax and social contribution assets	133,725	203,635

(b) Income tax and social contribution – reconciliation of expenses at statutory and effective rates

The reconciliation between the statutory and effective rates for the periods ended March 31, 2019 and 2018 is as follows:

	Individual		Consolidated	
	1Q19	1Q18	1Q19	1Q18
Net income (loss) before taxes	238,103	213,486	273,390	241,029
Statutory rate	34%	34%	34%	34%
Expense at statutory rate	(80,955)	(72,585)	(92,953)	(81,950)
Adjustments to expense at statutory rate:				
Equity in the earnings of subsidiaries	25,824	19,977	-	-
Effect of deduction of interest on capital	23,513	14,274	23,513	14,274
Income tax and social contribution due by subsidiaries (deemed income)	-	-	2,372	2,111
Other, net	4,295	853	4,458	541
Expense at effective rate	(27,323)	(37,481)	(62,610)	(65,024)
Current income tax and social contribution	(36,341)	(16,139)	(68,187)	(46,814)
Deferred income tax and social contribution	9,018	(21,342)	5,577	(18,210)

17. EQUITY

(a) Capital

As at March 31, 2019, the Company's capital was R\$3,321,600¹, comprised of 722,349,210 common shares (R\$1,500,000 at March 31, 2018 comprised of 667,149,210 common shares). The ownership of capital and the related reconciliation of the number of outstanding shares are as follows:

¹ At Statement of Changes in Equity, the amount of the Capital is presented net of the expenses with issuance of shares net of tax effects, in the amount of R\$43,111, totaling R\$3,278,489.

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	Management (not reviewed)				
	Founding partners	Board of Directors and Audit and Statutory Board	Treasury shares	Outstanding shares (not reviewed)	Number of shares – ON
Amount as of December 31, 2018	155,539,657	641,971	5,164,144	505,803,438	667,149,210
Primary public distribution of shares	-	-	-	55,200,000	55,200,000
Exercise of stock options with treasury shares	-	-	(97,011)	97,011	-
Renting of shares	256,500	-	-	(256,500)	-
Amount as of March 31, 2019	155,796,157	641,971	5,067,133	560,843,949	722,349,210

	Management (not reviewed)				
	Founding partners	Board of Directors and Statutory Board	Treasury shares	Outstanding shares (not reviewed)	Number of shares – ON
Amount as of December 31, 2017	157,505,935	957,569	6,752,346	501,933,360	667,149,210
Acquisition (sale) of shares, net	-	(1,400)	-	1,400	-
Exercise of stock options with treasury shares	-	-	(114,287)	114,287	-
Sale of treasury shares	-	-	(2,244)	2,244	-
Renting of shares	34,500	-	-	(34,500)	-
Amount as of March 31, 2018	157,540,435	956,169	6,635,815	502,016,791	667,149,210

Pursuant to article 6 of the Bylaws, the Company is authorized to increase its capital up to the limit of 812,553,525 registered common shares, regardless of any amendment to the bylaws, so that additional 90,204,315 registered common shares can be issued.

At a meeting of the Company's Board of Directors held on January 18, 2019, the Company approved the initial public offering of 46,000,000 registered common shares, with no par value, free and clear of any liens or encumbrances, issued by the Company ("Shares"), with restricted placement efforts, pursuant to CVM Instruction 476, of January 16, 2009, as amended ("CVM Instruction 476" and "Offer", respectively).

At the Company's discretion, the number of Shares initially offered was in common agreement with the Offering Coordinators, plus 20% of the total Shares initially tendered, that is, 9,200,000 common shares issued by the Company under the same conditions and at the same price as the Shares initially tendered, which were intended to meet the excess demand found at the time the Price per Share (as defined below) ("Additional Shares") was set.

At a meeting of the Company's Board of Directors held on January 31, 2019, the Company's capital increase was approved with the issue of 55,200,000 new shares of the Company of R\$33.00, resulting in a capital increase of R\$1,821,600.

The Offer consisted of the primary public distribution of 55,200,000 new common shares issued by the Company, considering the Additional Shares, with restricted placement efforts in the Federative Republic of Brazil ("Brazil"), in the non-organized over-the-counter market, pursuant to the "Agreement of Coordination, Distribution and Firm Guarantee of Settlement of Common Shares Issued by Localiza Rent a Car S.A." entered into between the Company and the Offering Coordinators ("Placement Agreement"), of Law No. 6385, dated December 7, 1976, as amended and in accordance with the procedures of CVM Instruction 476, of the ANBIMA Code of Regulation and Best Practices for the Public Offering for Distribution and Acquisition of Securities currently in force ("ANBIMA Code") and other applicable legal provisions, including B3 S.A. – Brasil, Bolsa, Balcão ("B3") and Circular Letter 087/2014-DP, issued by B3 on November 28, 2014.

Simultaneously, in the scope of the Offer, efforts were also made to place the Shares abroad: (i) in the United States of America ("the United States"), exclusively for qualified institutional buyers, resident and domiciled in the United States, as defined in Rule 144A of the Securities Act of 1933, published by the U.S. Securities and Exchange Commission ("SEC"), as amended ("Securities Act"), in transactions exempt from registration in the United States in accordance with the Securities Act and regulations issued under the Securities Act; and (ii) in other countries, except

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the United States and Brazil, for investors who are deemed to be nonresident or domiciled in the United States or not incorporated under the laws of that country (non U.S. persons), in accordance with the procedures set forth in Regulation S ("Regulation S"), published by the SEC under the Securities Act, and invest in accordance with the applicable legislation in the country of domicile of each investor (the investors belonging to items (i) and (ii) above being "Foreign Investors" together) and in both cases provided that such Foreign Investors are registered with the CVM and invest in Brazil in accordance with the investment mechanisms regulated by the applicable Brazilian legislation, especially by the Central Bank of Brazil, the National Monetary Council (CMN) and the Brazilian Securities and Exchange Commission (CVM), without the need to request and obtain registration of distribution and placement of the Shares in an agency or regulatory body of the capital market of another country, including before the SEC. The efforts to place the Shares with Foreign Investors, exclusively abroad, were carried out in accordance with the Placement Facilitation Agreement between the Company and the International Placement Agents ("International Placement Agreement").

The Company participates in the Level I of the American Depositary Receipts ("ADR") Program since its approval by CVM on May 22, 2012 and the beginning of trading on June 5, 2012. The Company had 3,584,296 ADRs issued in the United States as of March 31, 2019 and 14,433,339 as of December 31, 2018 (not reviewed by the auditors). Each ADR corresponds to 1 (one) Company's share.

(b) Interest on capital

The Company declared interest on capital to shareholders on a quarterly basis. The Board of Directors' meetings approved the payment of interest on capital as follows.

1Q19				
Approval date	Total amount approved	Amount per share (in R\$)	Shareholding position date	Payment date
03/21/19	69,156	0.09641	3/26/19	5/20/19
	69,156	0.09641		
1Q18				
Approval date	Total amount approved	Amount per share (in R\$)	Shareholding position date	Payment date
03/22/18	41,981	0.06356	3/28/18	5/16/18
Total	41,981	0.06356		

The dividends and interest on capital payable are broken down as follows:

	Consolidated	
	03/31/19	12/31/18
Mandatory supplementary minimum dividend	643	643
Proposed interest on capital in net income for the period	69,156	49,343
Provision for withholding income tax on interest on capital	(10,312)	(7,343)
Total dividends and interest on capital payable	59,487	42,643

(c) Capital reserves

(i) Options exercised in 1Q19

In 1T19, 97,011 stock options related to the Stock Options Programs were exercised, calculated at fair value in the amount of R\$458. All options were exercised using treasury shares and, therefore, it was not necessary to issue new shares.

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(ii) Goodwill on share subscription

The goodwill reserve on share subscription for the period ended March 31, 2019 rises from the following:

	03/31/19
Primary distribution of shares of Localiza in 2006	48,174
Goodwill between 2011 and 2018 on realization of treasury shares for the options exercised	55,807
The goodwill generated on 1Q19 on realization of treasury shares for the options exercised	258
Total	104,239

(iii) Treasury shares

The number of treasury shares at March 31, 2019 was 5,067,133 shares (6,635,815 at March 31, 2018), with fair value of R\$167,519 (quotation of R\$33.06 per share at March 29, 2019).

(d) Statutory reserve

At December 31, 2018, the Management proposed, subject to approval of the Annual General Meeting, the allocation of 100% of remaining profit for 2018, in the amount of R\$424,202, to statutory reserve.

Other information on equity has not significantly changed in relation to that disclosed in note 17 to the financial statements for the year ended December 31, 2018.

18. EARNINGS PER SHARE

The methods used to calculate basic and diluted earnings per share are the same as those disclosed in note 18 to the financial statements for the year ended December 31, 2018.

The table below shows profit information and the number of shares used in the calculation of basic and diluted earnings per share for each of the reporting period of the statement of income:

	Individual and Consolidated	
	1Q19	1Q18
Net income for the period	210,780	176,005
Basic earnings per share:		
Weighted average number of outstanding common shares (units)	717,088,929	660,425,049
Basic earnings per share (R\$)	0.29394	0.26650
Diluted earnings per share:		
Weighted average number of outstanding common shares (units)	717,088,929	660,425,049
Dilutive effect of stock options (units)	1,718,088	1,350,229
Total shares subject to dilution (units)	718,807,017	661,775,278
Diluted earnings per share (R\$)	0.29324	0.26596

19. SEGMENT INFORMATION

An operating division is a component of an entity that engages in business activities: (i) which can earn revenues and incur expenses; (ii) the results of operations of which are regularly reviewed by the chief operating decision maker regarding funds to be allocated to the division and for performance evaluation; and (iii) for which individual financial information is available.

The Company has defined three operating divisions that are separately managed based on the reports used by the Board of Directors to make strategic decisions. The accounting policies of these operating divisions are the same as those described in note 2 or the notes of the respective captions of the financial statements for the year ended December 31, 2018.

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- Car rental:** This division is responsible for car rentals in branches located inside and outside airports and for insurance stipulation and management of car claims for insurance companies. Rentals are carried out by legal entities and individuals, and in some cases through distribution channels. Given the need to renew the fleet, Localiza sells its cars after 12 months of use. In order to reduce intermediation costs on the sale of decommissioned cars, approximately half of the cars is directly sold to the final consumers. Consequently, the Company maximizes the recoverable amount of these assets, by reducing the depreciation of cars and the net amount invested in fleet renewal, as the selling expense of the Company's own stores is smaller than the discount required by resellers, as well as avoids full dependence on third parties for the sales.
- Fleet rental:** This division is responsible for fleet rental to legal entities, through the subsidiaries Localiza Fleet and Car Rental Systems, through long-term contracts, usually 24 to 36 months. This division's fleet is acquired after signature of agreements according to the clients' needs. Therefore, the fleet is more diversified in terms of models and brands. Decommissioned cars are sold at the end of the agreements, on average within 29 months of use, directly to the end consumer or to dealers through the Company's own car dealer network.
- Franchising:** This division is responsible for the management and establishment of franchises in geographically defined markets, including the transfer of the necessary know-how to operate the business and licensing of the right to use the Localiza brand. The franchising business is managed by the subsidiary Franchising Brasil, in Brazil, LFI S.R.L., in Argentina, and by Localiza itself in other countries.

(a) Operating division financial reporting

(i) Consolidated assets and liabilities by operating division

03/31/19	Car rental	Fleet rental	Franchising	Unallocated balances	Eliminations/ Reclassifications	Consolidated
Assets						
Cash and cash equivalents	-	-	-	3,345,620	-	3,345,620
Short-term investments	-	-	-	613,958	-	613,958
Trade receivables	884,137	177,783	7,268	-	(22,050)	1,047,138
Decommissioned cars for fleet renewal	10,264	26,414	-	-	-	36,678
Property and equipment	8,350,244	2,322,242	2,444	387,012 (*)	(359,393)	10,702,549
Other assets	405,625	148,748	6,109	-	(17,588)	542,894
Total assets	9,650,270	2,675,187	15,821	4,346,590	(399,031)	16,288,837
Liabilities						
Trade payables	1,808,432	230,887	326	-	(24,367)	2,015,278
Borrowings and debt securities	-	-	-	7,629,008	-	7,629,008
Other liabilities	1,546,544	433,571	19,514	-	(373,364)	1,626,265
Total liabilities	3,354,976	664,458	19,840	7,629,008	(397,731)	11,270,551
Equity	-	-	-	5,018,286	-	5,018,286
Total liabilities and equity	3,354,976	664,458	19,840	12,647,294	(397,731)	16,288,837
<hr/>						
12/31/18	Car rental	Fleet rental	Franchising	Unallocated balances	Eliminations/ Reclassifications	Consolidated
Assets						
Cash and cash equivalents	-	-	-	2,175,302	-	2,175,302
Short-term investments	-	-	-	267,484	-	267,484
Trade receivables	882,485	143,024	7,783	-	(12,958)	1,020,334
Decommissioned cars for fleet renewal	19,505	32,339	-	-	-	51,844
Property and equipment	7,476,866	2,168,791	-	387,411 (*)	(1,182)	10,031,886
Other assets	324,672	133,477	6,027	-	(18,612)	445,564
Total assets	8,703,528	2,477,631	13,810	2,830,197	(32,752)	13,992,414
Liabilities						
Trade payables	1,920,250	296,807	599	-	(15,091)	2,202,565
Borrowings and debt securities	-	-	-	7,645,978	-	7,645,978

Notes to the Interim Financial Information

12/31/18	Car rental	Fleet rental	Franchising	Unallocated balances	Eliminations/ Reclassifications	Consolidated
Other liabilities	741,101	307,895	16,852	-	(16,479)	1,049,369
Total liabilities	2,661,351	604,702	17,451	7,645,978	(31,570)	10,897,912
Equity	-	-	-	3,094,502	-	3,094,502
Total liabilities and equity	2,661,351	604,702	17,451	10,740,480	(31,570)	13,992,414

(*) Refers mainly to the Company's headquarters.

(ii) Consolidated statement of income per operating division

1Q19	Car rental	Fleet rental	Franchising	Reclassifications	Consolidated
Net revenue	2,022,213	419,836	5,649	-	2,447,698
Cost	(1,565,871)	(282,790)	(2,031)	(1,336)	(1,852,028)
Gross profit	456,342	137,046	3,618	(1,336)	595,670
Operating expenses:					
Selling expenses	(149,026)	(14,735)	(33)	674	(163,120)
General, administrative and other expenses	(45,427)	(9,094)	(133)	662	(53,992)
Profit (loss) before finance costs, net	261,889	113,217	3,452	-	378,558
Finance costs, net					(105,168)
Profit before income tax and social contribution					273,390
Income tax and social contribution					(62,610)
Profit for the year					210,780

1Q18	Car rental	Fleet rental	Franchising	Reclassifications	Consolidated
Net revenue	1,446,964	371,410	4,362	-	1,822,736
Cost	(1,053,065)	(249,030)	(2,304)	(1,573)	(1,305,972)
Gross profit	393,899	122,380	2,058	(1,573)	516,764
Operating expenses:					
Selling expenses	(123,390)	(16,800)	163	811	(139,216)
General, administrative and other expenses	(40,065)	(8,217)	(114)	762	(47,634)
Profit (loss) before finance costs, net	230,444	97,363	2,107	-	329,914
Finance costs, net					(88,885)
Profit before income tax and social contribution					241,029
Income tax and social contribution					(65,024)
Profit for the year					176,005

(iii) Consolidated depreciation and amortization expenses per operating division

	Consolidated	
	1Q19	1Q18
Car rental		
Car depreciation	61,699	21,561
Depreciation of other property and equipment and amortization of intangible assets (*)	38,894	8,703
Fleet rental		
Car depreciation	55,362	35,338
Depreciation of other property and equipment and amortization of intangible assets (*)	3,004	1,702
Franchising		
Depreciation of other property and equipment and amortization of intangible assets (*)	640	137
Total	159,599	67,441

(*) Increase refers to the depreciation of the right of use due to the adoption of IFRS 16 as of January 1st, 2019.

Notes to the Interim Financial Information

20. NET REVENUE

The reconciliation between gross revenue and net revenue in the statement of income for the periods is as follows:

	Individual		Consolidated	
	1Q19	1Q18	1Q19	1Q18
Gross revenue	2,025,515	1,394,046	2,477,368	1,846,914
Deductions:				
Discounts	(1,228)	(1,773)	(5,115)	(7,510)
Taxes (*)	(16,428)	(13,427)	(24,555)	(16,668)
Net revenue	2,007,859	1,378,846	2,447,698	1,822,736

(*) Refers to: (i) Service Tax (Tax on Services of any Nature - "ISSQN"); and (ii) the taxes on revenue (Social Integration Program - "PIS" and Social Security Financing Contribution - "COFINS"), net of credits generated.

At March 31, 2019, the Company had a network of franchisees in five South American countries, in addition to Brazil (six countries at March 31, 2018), and its revenues derived substantially from its operations in the Brazilian market. The breakdown of net revenue by geographic market and main product lines is as follows:

	Individual					
	Car rental		Franchising		Total	
	1Q19	1Q18	1Q19	1Q18	1Q19	1Q18
Geographic markets						
Revenue in Brazil	1,994,684	1,367,997	-	-	1,994,684	1,367,997
Exports revenue (*)	11,081	10,359	-	-	11,081	10,359
Royalties abroad	-	-	2,094	490	2,094	490
Net revenue	2,005,765	1,378,356	2,094	490	2,007,859	1,378,846
Main products						
Car rental	742,094	592,873	-	-	742,094	592,873
Franchising	-	-	2,094	490	2,094	490
Car sold for fleet renewal	1,263,671	785,483	-	-	1,263,671	785,483
Net revenue	2,005,765	1,378,356	2,094	490	2,007,859	1,378,846

Notes to the Interim Financial Information

	Consolidated							
	Car rental		Fleet rental		Franchising		Total	
	1Q19	1Q18	1Q19	1Q18	1Q19	1Q18	1Q19	1Q18
Geographic markets								
Revenue in Brazil	2,011,132	1,436,605	419,836	371,410	3,555	3,872	2,434,523	1,811,887
Exports revenue (*)	11,081	10,359	-	-	-	-	11,081	10,359
Royalties abroad	-	-	-	-	2,094	490	2,094	490
Net revenue	2,022,213	1,446,964	419,836	371,410	5,649	4,362	2,447,698	1,822,736
Main products								
Car rental	744,269	594,662	-	-	-	-	744,269	594,662
Fleet rental	-	-	237,727	203,323	-	-	237,727	203,323
Franchising	-	-	-	-	5,649	4,362	5,649	4,362
Car sold for fleet renewal	1,277,944	852,302	182,109	168,087	-	-	1,460,053	1,020,389
Net revenue	2,022,213	1,446,964	419,836	371,410	5,649	4,362	2,447,698	1,822,736

(*) Revenue from car rental in Brazil to customers resident and domiciled abroad.

Notes to the Interim Financial Information

21. NATURE OF OPERATING COSTS AND EXPENSES

The information on the nature of costs and operating expenses recognized in the statement of income is as follows:

	Individual					
	Cost		Selling, general, administrative and other expenses		Total	
	1Q19	1Q18	1Q19	1Q18	1Q19	1Q18
Cost of cars sold	(1,176,627)	(674,838)	-	-	(1,176,627)	(674,838)
Car maintenance, IPVA and others	(157,868)	(136,309)	-	-	(157,868)	(136,309)
Car depreciation	(61,678)	(19,318)	-	-	(61,678)	(19,318)
Salaries, payroll taxes and benefits	(71,775)	(68,960)	(62,648)	(53,471)	(134,423)	(122,431)
Property leasing (*)	(13,742)	(37,825)	(1,000)	(11,702)	(14,742)	(49,527)
Third-party services	(29,201)	(22,600)	(22,275)	(19,274)	(51,476)	(41,874)
Profit sharing	(10,163)	(9,165)	(10,314)	(6,451)	(20,477)	(15,616)
Depreciation and amortization of other property and equipment and intangible assets (*)	(29,024)	(5,389)	(15,354)	(4,108)	(44,378)	(9,497)
Water, electricity and telephone	(3,374)	(3,228)	(2,082)	(1,958)	(5,456)	(5,186)
Travel	(4,147)	(2,176)	(1,271)	(1,050)	(5,418)	(3,226)
Advertising	-	-	(16,628)	(9,196)	(16,628)	(9,196)
Commission	-	-	(19,654)	(19,943)	(19,654)	(19,943)
Allowance for doubtful debts and expected losses and write-off of uncollectible amounts	-	-	(21,398)	(20,511)	(21,398)	(20,511)
Other	(16,173)	(23,905)	(22,333)	(15,120)	(38,506)	(39,025)
Total	(1,573,772)	(1,003,713)	(194,957)	(162,784)	(1,768,729)	(1,166,497)

	Consolidated					
	Cost		Selling, general, administrative and other expenses		Total	
	1Q19	1Q18	1Q19	1Q18	1Q19	1Q18
Cost of cars sold	(1,336,680)	(877,783)	-	-	(1,336,680)	(877,783)
Car maintenance, IPVA and others	(206,298)	(190,968)	-	-	(206,298)	(190,968)
Car depreciation	(117,061)	(56,899)	-	-	(117,061)	(56,899)
Salaries, payroll taxes and benefits	(81,374)	(76,413)	(79,439)	(69,273)	(160,813)	(145,686)
Property leasing (*)	(15,084)	(32,051)	(1,079)	(11,785)	(16,163)	(43,836)
Third-party services	(35,314)	(26,750)	(23,834)	(21,414)	(59,148)	(48,164)
Profit sharing	(11,832)	(10,538)	(13,436)	(9,044)	(25,268)	(19,582)
Depreciation and amortization of other property and equipment and intangible assets (*)	(26,979)	(6,167)	(15,559)	(4,375)	(42,538)	(10,542)
Water, electricity and telephone	(3,476)	(3,261)	(2,201)	(2,074)	(5,677)	(5,335)
Travel	(4,342)	(2,241)	(1,467)	(1,541)	(5,809)	(3,782)
Advertising	-	-	(16,832)	(9,277)	(16,832)	(9,277)
Commission	-	-	(20,081)	(20,292)	(20,081)	(20,292)
Allowance for doubtful debts and expected losses and write-off of uncollectible amounts	-	-	(22,107)	(19,958)	(22,107)	(19,958)
Other	(13,588)	(22,901)	(21,077)	(17,817)	(34,665)	(40,718)
Total	(1,852,028)	(1,305,972)	(217,112)	(186,850)	(2,069,140)	(1,492,822)

(*) The variation between these natures occurred due to the adoption of IFRS 16 as of January 1st, 2019 (note 3). Property rentals for the car rental locations have a fixed and a variable portion, the latter linked to the location's revenue. In 1Q19, the Company recognized variable costs and expenses in the amount of R\$10,428 in the Individual and R\$10,625 in the Consolidated, referring to the lease contracts measured under IFRS 16. Additionally, R\$4,314 and R\$5,538 were recognized in the Individual and Consolidated amounts, respectively, for contracts to which we did not apply IFRS 16.

Notes to the Interim Financial Information

22. FINANCIAL INCOME (EXPENSES)

Financial income (expenses) recognized in the statement of income are as follows:

	Individual		Consolidated	
	1Q19	1Q18	1Q19	1Q18
Interest income on financial assets	34,393	27,373	48,031	39,660
PIS/COFINS on finance income	(1,849)	(1,487)	(2,500)	(2,099)
Other interest income	6,005	5,260	7,447	7,297
Total financial income	38,549	31,146	52,978	44,858
Interest expenses on borrowings, debt securities and swap	(94,702)	(83,160)	(139,708)	(127,407)
Expenses on lease interest (note 3)	(18,203)	-	(15,611)	-
Other interest expenses	(2,623)	(5,604)	(2,827)	(6,336)
Total financial expenses	(115,528)	(88,764)	(158,146)	(133,743)
Total financial income (expenses)	(76,979)	(57,618)	(105,168)	(88,885)

23. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The carrying amounts of financial assets and liabilities are as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Financial assets				
<u>Amortized cost</u>				
Cash and cash equivalents (note 4)	1,007,577	755,251	1,059,132	922,045
Trade receivables (note 6)	860,300	871,112	1,047,138	1,020,334
Escrow deposits (note 15)	62,160	60,978	98,445	96,272
Receivables from insurance company (note 7)	139,017	120,907	140,734	122,108
Other receivables – subsidiaries (note 7)	127	183	-	-
Investments in restricted accounts (note 7)	-	-	43,740	43,101
<u>Financial assets at fair value through profit or loss</u>				
Cash and cash equivalents (note 4)	1,774,973	680,208	2,286,488	1,253,257
Short-term investments (note 5)	331,303	44,905	613,958	267,484
Derivative financial instruments – swap (Note 13)	4,571	2,785	4,571	2,785
Financial liabilities				
<u>Amortized cost</u>				
Trade payables (note 11)	(1,807,211)	(1,918,424)	(2,015,278)	(2,202,565)
Borrowings, and debt securities (note 13)	(5,344,661)	(5,310,968)	(7,629,008)	(7,645,978)
Insurance premiums for transfer (note 14)	(76,296)	(101,828)	(78,217)	(102,792)
Payables to related parties (note 14)	(5,892)	(6,983)	-	-
Restricted obligations (note 14)	-	-	(43,740)	(43,101)
<u>Financial liabilities at fair value through profit or loss</u>				
Derivative financial instruments – swap (Note 13)	-	-	(37,595)	(40,611)

Other information related to financial instruments and risk management did not undergo significant changes compared to the information disclosed in note 23 to the financial statements as of December 31, 2018.

(a) Risk management

In the normal course of operations, the Company is exposed to the following risks related to its financial instruments:

(i) market risk; (ii) credit risk; and (iii) liquidity risk.

Notes to the Interim Financial Information

(i) Market risk

The Company has performed sensitivity tests for adverse scenarios (deterioration of the CDI rate by 25% or 50% above of the probable scenario), considering the following assumptions:

- At March 31, 2019, the Company's net debt totaled R\$3,702,454. Of this total, R\$1,588,503, with fixed cost at an average rate of 8.77% per year, was excluded, as it is related to the transactions contracted at a fixed rate and amounts corresponding to the hedge from the swap transactions, changing the rates indexed to CDI for fixed rates. Thus, the net debt subject to the CDI fluctuation amounts to R\$2,113,951 at March 31, 2019.
- The probable scenario for the next 12 months was estimated, according to information in the Focus Bulletin issued by the Central Bank of Brazil, based on an average CDI rate of 6.50% against the effective annual rate of 6.40% in the three-month period ended March 31, 2019.

Description	Consolidated		
	Probable scenario (*)	Scenario I – 25% deterioration	Scenario II – 50% deterioration
Net debt as of March 31, 2019	3,702,454	3,702,454	3,702,454
Debts at a fixed-rate and amounts hedged with swap to a fixed-rate	(1,588,503)	(1,588,503)	(1,588,503)
Net debt subject to the CDI fluctuation	2,113,951	2,113,951	2,113,951
Effective average annual CDI rate for the three-month period ended March 31, 2019	6.40%	6.40%	6.40%
Estimated average annual CDI rate, according to stress scenarios	6.50%	8.13%	9.75%
Effect on finance costs subject to the CDI rate fluctuation:			
- according to effective rates	(135,293)	(135,293)	(135,293)
- according to scenarios	(137,407)	(171,864)	(206,110)
Increase in finance expenses for the next twelve months	(2,114)	(36,571)	(70,817)

(*) As required by CPC 48/ IFRS 7 and based on the average rate of 6.50%, which is the projected scenario for the next 12 months, as reasonably as possible, based on market information in the Focus Bulletin issued by the Central Bank of Brazil on March 29, 2019.

(ii) Credit risk

The maximum exposure to the Company's credit risk, based on the residual value of the underlying financial assets, is as follows:

	Individual		Consolidated	
	03/31/19	12/31/18	03/31/19	12/31/18
Cash and cash equivalents:				
At least Aa3 in the Moody's scale or equivalent in another rating agency	2,777,240	1,429,852	3,335,705	2,161,251
Cash and banks	5,310	5,607	9,915	14,051
Total cash and cash equivalents (note 4)	2,782,550	1,435,459	3,345,620	2,175,302
Short-term investments:				
At least Aa3 in the Moody's scale or equivalent in another rating agency	331,303	44,905	613,958	267,484
Total short-term investments (note 5)	331,303	44,905	613,958	267,484
Trade receivables — customers	508,951	511,257	680,944	646,734
Trade receivables — credit card				
Aaa in the Moody's scale	110,282	220,889	111,249	234,134
Sundry	241,067	138,966	254,945	139,466
Total trade receivables (note 6)	860,300	871,112	1,047,138	1,020,334
Total	3,974,153	2,351,476	5,006,716	3,463,120

Notes to the Interim Financial Information

(iii) Liquidity risk

The analysis of the maturities of undiscounted consolidated contractual cash flows of borrowings, debt securities and swap, based on the interest rate contracted for each transaction and a CDI rate of 6.40% at March 31, 2019, is as follows:

	Individual								
	2019	2020	2021	2022	2023	2024	2025	2026	Total
Debentures - 7 th issuance	88,459	110,449	103,460	-	-	-	-	-	302,368
Debentures - 8 th issuance	272,864	262,260	-	-	-	-	-	-	535,124
Debentures - 10 th issuance	12,066	107,431	100,150	-	-	-	-	-	219,647
Debentures - 11 th issuance	29,515	35,047	35,038	501,103	-	-	-	-	600,703
Debentures - 12 th issuance	39,680	47,155	47,160	47,169	46,792	717,538	-	-	945,494
Debentures - 13 th issuance	60,881	74,823	74,920	483,398	453,498	116,678	109,043	-	1,373,241
Debentures - 14 th issuance	55,968	70,057	70,053	70,053	69,489	453,859	238,634	420,206	1,448,319
Promissory notes - 6 th issuance	37,086	687,751	-	-	-	-	-	-	724,837
Borrowings in foreign currency/with swap	9,859	13,068	13,033	163,017	158,456	-	-	-	357,433
Total	606,378	1,408,041	443,814	1,264,740	728,235	1,288,075	347,677	420,206	6,507,166

	Consolidated								
	2019	2020	2021	2022	2023	2024	2025	2026 to 2032	Total
Debentures - 7 th issuance	88,459	110,449	103,460	-	-	-	-	-	302,368
Debentures - 8 th issuance	272,864	262,260	-	-	-	-	-	-	535,124
Debentures - 10 th issuance	12,066	107,431	100,150	-	-	-	-	-	219,647
Debentures - 11 th issuance	29,515	35,047	35,038	501,103	-	-	-	-	600,703
Debentures - 12 th issuance	39,680	47,155	47,160	47,169	46,792	717,538	-	-	945,494
Debentures - 13 th issuance	60,881	74,823	74,920	483,398	453,498	116,678	109,043	-	1,373,241
Debentures - 14 th issuance	55,968	70,057	70,053	70,053	69,489	453,859	238,634	420,206	1,448,319
Debentures of Localiza Fleet - 3 rd issuance	28,264	33,606	33,609	33,612	511,435	-	-	-	640,526
Debentures of Localiza Fleet - 4 th issuance	17,899	23,043	23,041	23,041	22,856	367,674	-	-	477,554
Debentures of Localiza Fleet - 5 th issuance	16,940	21,125	21,124	21,124	20,953	21,380	311,460	-	434,106
Debentures of Localiza Fleet - 6 th issuance	21,839	27,749	27,753	27,760	27,538	403,828	-	-	536,467
Promissory notes - 6 th issuance	37,086	687,751	-	-	-	-	-	-	724,837
Working capital	65,880	84,459	126,052	-	-	-	-	-	276,391
Lease	94,509	8,403	-	-	-	-	-	-	102,912
CRI	24,284	26,361	27,359	30,329	32,885	35,200	39,255	358,598	574,271
Borrowings in foreign currency/with swap	9,859	13,068	13,033	163,017	158,456	-	-	-	357,433
Total	875,993	1,632,787	702,752	1,400,606	1,343,902	2,116,157	698,392	778,804	9,549,393

Notes to the Interim Financial Information

At March 31, 2019, the balance of cash and cash equivalents and short-term investments was R\$3,113,853 in the Individual and R\$3,959,578 in the Consolidated, demonstrating a comfortable profile of the Company's debt, compatible with the business cycle and with the macroeconomic environment.

(b) Capital management

The table below shows the Company's debt ratios as of March 31, 2019 and December 31, 2018:

	Consolidated	
	03/31/19	12/31/18
Short and long-term debts, net of the swap transactions classified in current and non-current assets and liabilities (note 13)	7,662,032	7,683,804
Cash and cash equivalents (note 4)	(3,345,620)	(2,175,302)
Short-term investments (note 5)	(613,958)	(267,484)
Net debt	3,702,454	5,241,018
Equity	5,018,286	3,094,502
Debt ratio (net debt / equity)	0.74	1.69
Fleet value (*)	9,607,832	9,533,399
Net debt / fleet value	0.39	0.55

(*) Cars and decommissioned cars for fleet renewal (note 9).

(c) Fair value of financial instruments

The fair value of financial liabilities recognized at amortized cost in the Company's balance sheet as of March 31, 2019 and December 31, 2018:

	Individual			
	Carrying amount		Fair value	
	03/31/19	12/31/18	03/31/19	12/31/18
Financial liabilities – other financial liabilities:				
Borrowings and debt securities	(5,344,661)	(5,310,968)	(5,240,382)	(5,224,529)
	Consolidated			
	Carrying amount		Fair value	
	03/31/19	12/31/18	03/31/19	12/31/18
Financial liabilities – other financial liabilities:				
Borrowings and debt securities	(7,629,008)	(7,645,978)	(7,368,232)	(7,400,632)

Other financial instruments, which are recognized in the interim individual and consolidated financial information, do not differ significantly from their fair values, as the maturity dates of a substantial portion of the balances are close to the balance sheet date.

24. SUPPLEMENTARY PENSION PLAN

Since August 2011, the Company has offered a retirement benefit pension plan, through a supplementary pension plan, established as a "defined contribution" plan and managed by a major independent pension fund manager.

There are no actuarial and investment risks to be assumed by the Company as its sponsor; consequently, no actuarial valuation is required and there is no possibility of recognizing actuarial gains or losses. Under this plan's regulations, the cost is shared between the employer and the employees, where the Company matches the employee's contribution, which varies according to a contribution scale based on salary ranges of 1% to 5% of the employee's compensation.

In 1Q19, contributions made by the Company totaled R\$544 in the Individual and R\$718 in the Consolidated (R\$1,474 in the Individual and R\$1,958 in the Consolidated in 1Q18), which were allocated to line items "cost", "selling expenses" and "general and administrative expenses" in the statement of income.

Other information on pension plan has not changed compared with that disclosed in note 25 to the financial statements for the year ended December 31, 2018.

Comments on the Performance of Business Projections

The Company did not disclose any projections for 2019.

Other Information Considered Relevant by the Company

SOCIAL STATEMENT

The Company's Consolidated Social Statement (not reviewed by the auditors) for the three-month periods ended March 31, 2019 and 2018 is as follows:

(In R\$ thousand)

1Q19				1Q18		
Calculation basis of consolidated social indicators						
Net revenue ("NR")			2,447,698			1,822,736
Earnings before taxes ("EBT")			273,390			241,029
Gross payroll ("GP")			158,286			138,319
Internal social indicators	Amount	% on GP	% on NR	Amount	% on GP	% on NR
Meals	13,325	8%	1%	11,241	8%	1%
Compulsory payroll taxes	32,256	20%	1%	30,140	22%	2%
Health	9,987	6%	0%	9,904	7%	1%
Professional training and development	1,771	1%	0%	645	0%	0%
Daycare centers or childcare allowance	52	0%	0%	60	0%	0%
Profit sharing	25,268	16%	1%	19,582	14%	1%
Other	2,655	2%	0%	3,027	2%	0%
Total internal social indicators	85,314	53%	3%	74,599	53%	5%
External social indicators	Amount	% on EBT	% on NR	Amount	% on EBT	% on NR
Education	123	0%	0%	176	0%	0%
Culture	490	0%	0%	700	0%	0%
Other	123	0%	0%	176	0%	0%
Total contributions to society	736	0%	0%	1,052	0%	0%
Taxes (excluding payroll taxes) (*)	149,255	55%	6%	130,046	54%	7%
Total external social indicators	149,991	55%	6%	131,098	54%	7%
Staff indicators	03/31/19			03/31/18		
Number of employees at the end of the period			8,475			7,237
Number of new hires during the period			721			480
Number of third-party workers			362			457
Number of interns			52			53
Number of employees above 45 years old			954			855
Number of female employees			3,696			3,151
Percentage of lead positions held by female employees			50.21%			49.00%
Number of disabled employees			366			337

Opinions and Representations / Report on Review of Interim Financial Information – Unqualified

(Convenience Translation into English from the Original Previously Issued in Portuguese)

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Management and Shareholders of
Localiza Rent a Car S.A.
Belo Horizonte - MG

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Localiza Rent a Car S.A. ("Company"), included in the Interim Financial Information Form (ITR), for the quarter ended March 31, 2019, which comprises the balance sheet as of March 31, 2019 and the related statements of income, of comprehensive income, of changes in equity and of cash flows for the three-month period then ended, including the explanatory notes.

Management is responsible for the preparation of this individual and consolidated interim financial information in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, as well as for the presentation of such information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of Interim Financial Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

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

Conclusion on the individual and consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information included in the ITR referred to above is not prepared, in all material respects, in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34, applicable to the preparation of Interim Financial Information (ITR), and presented in accordance with the standards issued by CVM.

Opinions and Representations / Report on Review of Interim Financial Information – Unqualified**Other matters***Statements of value added*

We have also reviewed the individual and consolidated interim statements of value added (DVA) for the three-month period ended March 31, 2019, prepared under the responsibility of the Company's Management, the presentation of which is required by the standards issued by CVM applicable to the preparation of Interim Financial Information (ITR), and is considered as supplemental information for International Financial Reporting Standards - IFRS, which do not require the presentation of a DVA. These statements were subject to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they are not prepared, in all material respects, in relation to the interim financial information taken as a whole.

The accompanying individual and consolidated interim financial information has been translated into English for the convenience of readers outside Brazil.

Belo Horizonte, April 25, 2019

DELOITTE TOUCHE TOHMATSU
Auditores Independentes

Daniel de Carvalho Primo
Engagement Partner

Opinions and Representations / Management's Statement on the Financial Statements**MANAGEMENT'S STATEMENT ON THE INTERIM FINANCIAL INFORMATION**

By this instrument, the CEO and CFO and Investor Relations Officer of Localiza Rent a Car S.A. ("Localiza"), a publicly-held company headquartered at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, Minas Gerais State, Corporate Taxpayer No. 16.670.085/0001-55, in conformity with subsection II, paragraph 1, article 29 of CVM Instruction 480/09, hereby declare that they have:

I. Reviewed, discussed and approved Localiza's and consolidated interim financial information for the three-month period ended March 31, 2019.

Belo Horizonte, April 23, 2019.

Eugênio Pacelli Mattar
CEO

Maurício Fernandes Teixeira
CFO and Investor Relations Officer

Opinions and Representations / Management's Statement on the Independent Auditor's Report**MANAGEMENT'S STATEMENT ON THE INDEPENDENT AUDITOR'S REPORT**

By this instrument, the CEO and CFO and Investor Relations Officer of Localiza Rent a Car S.A. ("Localiza"), a publicly-held company headquartered at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, Minas Gerais State, Corporate Taxpayer No. 16.670.085/0001-55, in conformity with subsection II, paragraph 1, article 29 of CVM Instruction 480/09, hereby declare that they have:

I. Reviewed, discussed and agreed with the opinions expressed in the Independent Auditor's Report of Deloitte Touche Tohmatsu Auditores Independentes on Localiza's and consolidated interim financial information for the three-month period ended March 31, 2019.

Belo Horizonte, April 23, 2019.

Eugênio Pacelli Mattar
CEO

Maurício Fernandes Teixeira
CFO and Investor Relations Officer