# Tegma Gestão Logística S.A.

**Report on the interim financial information - ITR**
**September 30, 2018**

# Contents

# Report on the review of quarterly information - ITR

To the Shareholders, Board Members and Directors of
**Tegma Gestão de Logística S.A.**
São Bernardo do Campo - SP

### Introduction

We have reviewed the interim, individual and consolidated financial information of Tegma Gestão Logística S.A ("Company"), contained in the Quarterly Information – ITR Form for the quarter ended September 30, 2018, which comprise the balance sheet as of September 30, 2018 and related statements of income, of comprehensive income for the three and nine-month periods then ended, of changes in shareholders' equity and of cash flows for the nine-month period then ended, including the explanatory notes.

Management is responsible for the preparation of the interim financial information in accordance with Technical Pronouncement CPC 21 (R1) - Interim Statements and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, as well as for the presentation of this information in a manner consistent with the standards issued by the Securities Commission, applicable to the preparation of the Quarterly Information - ITR. Our responsibility is to express a conclusion on this interim financial information based on our review.

### Scope of the 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). A review of interim information consists in asking questions, chiefly to the persons in charge of financial and accounting affairs, and in applying analytical procedures and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion on the individual and consolidated interim information

Based on our review, we are not aware of any facts that would lead us to believe that the individual and consolidated interim financial information included in the quarterly information referred to above was not prepared, in all material respects, in accordance with Technical Pronouncement CPC 21 (R1)- Interim Statements and IAS 34 issued by IASB and applicable to the preparation of Quarterly Information - ITR, and presented in a manner consistent with the standards issued by the Securities Commission.

### Other issues - Statements of added value

The individual and consolidated interim financial information related to statements of added value (DVA) for the nine-month period ended September 30, 2018, prepared under responsibility of Company's Management, and presented as supplementary information for IAS 34 purposes, was submitted to review procedures carried out jointly with the audit of Company's quarterly information. To form a conclusion, we evaluated whether these statements are reconciled with interim financial information and accounting records, as applicable, and whether their forms and contents are in accordance with criteria defined in Technical Pronouncement CPC 09 – Statement of Added Value. Based on our review, we are not aware of any other event that make us believe that those were not prepared, in all material respects, in accordance with individual and consolidated interim financial information taken as a whole.

São Paulo, November 08, 2018

KPMG Auditores Independentes
CRC 2SP014428/O-6

Wagner Petelin
Accountant CRC 1SP142133/O-7

**Tegma Gestão Logística S.A.**

**Balance sheets**

**September 30, 2018 and December 31, 2017**

***In thousands of reais***

| Assets | Note | Parent company | | Consolidated | |
|---|---|---|---|---|---|
| | | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Cash and cash equivalents | 5 | 86,324 | 46,534 | 97,964 | 148,732 |
| Trade accounts receivable | 6 | 163,251 | 146,052 | 190,482 | 171,180 |
| Inventories (warehouse) | | - | - | 175 | 227 |
| Income tax and social contribution | | - | - | 2,539 | 5,208 |
| Recoverable taxes and contributions | 8 | 768 | 36,234 | 3,001 | 42,770 |
| Other accounts receivable | 7 | 4,419 | 3,608 | 6,055 | 4,528 |
| Related parties | 24 | 798 | 589 | 1,556 | 768 |
| Dividends receivable | 24 | - | 6,035 | - | - |
| Prepaid expenses | | 1,546 | 480 | 2,498 | 1,267 |
| **Total current assets** | | **257,106** | **239,532** | **304,270** | **374,680** |
| Recoverable taxes and contributions | 8 | 6,094 | 5,908 | 9,348 | 23,928 |
| Other accounts receivable | 7 | 451 | - | 6,857 | 1,907 |
| Related parties | 24 | 17,713 | - | 17,713 | - |
| Derivative financial instruments | 4 | 3,945 | - | 3,945 | - |
| Deferred tax assets | 15 | - | - | 14,543 | 36,560 |
| Judicial deposits | 14 | 8,901 | 8,703 | 12,359 | 13,571 |
| **Total long-term assets** | | **37,104** | **14,611** | **64,765** | **75,966** |
| Investments | 9 | 193,453 | 280,843 | 18,571 | 1,978 |
| Property, plant and equipment | 10 | 100,024 | 109,607 | 197,392 | 210,100 |
| Intangible | 11 | 164,074 | 164,027 | 188,131 | 175,127 |
| **Total non-current assets** | | **494,655** | **569,088** | **468,859** | **463,171** |
| **Total assets** | | **751,761** | **808,620** | **773,129** | **837,851** |

**Tegma Gestão Logística S.A.**

**Balance sheets**

**September 30, 2018 and December 31, 2017**

***In thousands of reais***

| Liabilities and shareholders' equity | Note | Parent company 09/30/2018 | Parent company 12/31/2017 | Consolidated 09/30/2018 | Consolidated 12/31/2017 |
|---|---|---|---|---|---|
| Loans and financing | 12 | 3,990 | 151 | 3,990 | 1,112 |
| Debentures | 12 | 48,304 | 71,441 | 48,304 | 71,441 |
| Suppliers | | 1,840 | 3,744 | 2,499 | 5,211 |
| Freight payable | | 23,454 | 25,662 | 25,287 | 27,026 |
| Taxes payable | | 11,243 | 12,611 | 13,372 | 15,453 |
| Installment payment of taxes | | - | 5,307 | - | 6,034 |
| Salaries and social charges | 13 | 22,759 | 20,277 | 26,340 | 24,644 |
| Other accounts payable | 16 | 18,257 | 20,320 | 26,432 | 26,067 |
| Related parties | 24 | 7,460 | 1,297 | 1,588 | 826 |
| Income tax and social contribution | | 3,971 | 11,635 | 4,056 | 12,170 |
| Dividends payable | | - | 3,128 | - | 3,128 |
| **Total current liabilities** | | **141,278** | **175,573** | **151,868** | **193,112** |
| Loans and financing | 12 | 60,554 | 50,000 | 60,554 | 53,635 |
| Debentures | 12 | 50,010 | 96,686 | 50,010 | 96,686 |
| Related parties | 24 | 1,503 | - | 1,503 | - |
| Deferred tax liabilities | 15 | 6,945 | 6,629 | 6,945 | 6,629 |
| Provision for legal disputes | 14 | 26,056 | 30,926 | 36,834 | 38,983 |
| **Total non-current liabilities** | | **145,068** | **184,241** | **155,846** | **195,933** |
| Capital | | 144,469 | 144,469 | 144,469 | 144,469 |
| Capital reserves | | 174,055 | 174,055 | 174,055 | 174,055 |
| Income reserves | | 94,896 | 94,896 | 94,896 | 94,896 |
| Treasury shares | | (342) | (342) | (342) | (342) |
| Equity valuation adjustment | | 139 | - | 139 | - |
| Additional dividends proposed | | - | 35,728 | - | 35,728 |
| Retained earnings | | 52,198 | - | 52,198 | - |
| **Total shareholders' equity** | 17 | **465,415** | **448,806** | **465,415** | **448,806** |
| **Total liabilities and shareholders' equity** | | **751,761** | **808,620** | **773,129** | **837,851** |

See the accompanying notes to the interim financial information.

**Tegma Gestão Logística S.A.**

**Statements of income**

**September 30, 2018 and 2017**

***In thousands of reais***

| | | | | | Parent company |
|---|---|---|---|---|---|
| | **Note** | **Jul2018–Sep2018** | **Jan2018–Sep2018** | **Jan2017–Sep2017** | **Jan2017–Sep2017** |
| Net income from services rendered | 19 | 305,656 | 800,622 | 253,395 | 658,710 |
| Cost of services rendered | 20 | (238,068) | (636,326) | (201,659) | (533,013) |
| | | - | | | |
| **Gross income** | | **67,588** | **164,296** | **51,736** | **125,697** |
| | | - | | | |
| General and administrative expenses | 20 | (14,681) | (44,485) | (13,778) | (39,019) |
| Management remuneration | 20 / 24 | (2,898) | (8,491) | (2,524) | (7,781) |
| Commercial expenses | 20 | (125) | (380) | (138) | (397) |
| Other expenses, net | 21 | (2,874) | (11,251) | (2,335) | (23,606) |
| **Operating income** | | **47,010** | **99,689** | **32,961** | **54,894** |
| | | - | | | |
| **Equity in net income of subsidiaries** | **9** | **(1,019)** | **4,082** | **(3,142)** | **5,992** |
| Financial income | 22 | 9,772 | 12,622 | 2,808 | 10,282 |
| Financial expenses | 22 | (13,023) | (20,978) | (8,092) | (24,916) |
| **Net financial expenses** | | **(3,251)** | **(8,356)** | **(5,284)** | **(14,634)** |
| | | - | | | |
| **Income before taxes** | | **42,740** | **95,415** | **24,535** | **46,252** |
| **Income tax and social contribution** | | | | | |
| Current | 15 | (11,023) | (21,882) | (10,032) | (10,075) |
| Deferred assets | 15 | (610) | (245) | 783 | 8,618 |
| | | - | | | |
| **Net income for the period** | | **31,107** | **73,288** | **15,286** | **44,795** |

**Tegma Gestão Logística S.A.**

**Statements of income**

**September 30, 2018 and 2017**

***In thousands of reais***

| | Note | | | | Consolidated |
|---|---|---|---|---|---|
| | | **Jul2018–Sep2018** | **Jan2018–Sep2018** | **Jan2017–Sep2017** | **Jan2017–Sep2017** |
| Net income from services rendered | 19 | 331,205 | 886,553 | 285,879 | 764,500 |
| Cost of services rendered | 20 | (264,364) | (715,633) | (232,694) | (625,321) |
| **Gross income** | | **66,841** | **170,920** | **53,185** | **139,179** |
| General and administrative expenses | 20 | (14,878) | (45,829) | (14,401) | (40,927) |
| Management remuneration | 20 / 24 | (2,898) | (8,491) | (2,524) | (7,781) |
| Commercial expenses | 20 | (125) | (380) | (138) | (397) |
| Other expenses, net | 21 | (3,254) | (11,753) | (8,187) | (34,674) |
| **Operating income** | | **45,686** | **104,467** | **27,935** | **55,400** |
| **Equity in net income of subsidiaries** | 9 | **342** | **(309)** | **(656)** | **(1,360)** |
| Financial income | 22 | 10,159 | 15,837 | 5,578 | 22,543 |
| Financial expenses | 22 | (15,150) | (23,543) | (8,692) | (26,377) |
| **Net financial expenses** | | **(4,991)** | **(7,706)** | **(3,114)** | **(3,834)** |
| **Income before taxes** | | **41,037** | **96,452** | **24,165** | **50,206** |
| **Income tax and social contribution** | | | | | |
| Current | 15 | (10,176) | (24,101) | (12,489) | (15,604) |
| Deferred assets | 15 | 246 | 937 | 3,610 | 10,193 |
| **Net income for the period** | | **31,107** | **73,288** | **15,286** | **44,795** |
| **Net earnings per share:** | | | | | |
| Basic earnings per share (in R$) | | 0.47 | 1.11 | 0.23 | 0.68 |
| Diluted earnings per share (in R$) | | 0.47 | 1.11 | 0.23 | 0.68 |

See the accompanying notes to the interim financial information.

**Tegma Gestão Logística S.A.**

**Statements of comprehensive income**

**September 30, 2018 and 2017**

***In thousands of reais***

| | | | | Parent company | | | | Consolidated |
|---|---|---|---|---|---|---|---|---|
| | **Jul2018–Sep2018** | **Jan2018–Sep2018** | **Jan2017–Sep2017** | **Jan2017–Sep2017** | **Jul2018–Sep2018** | **Jan2018–Sep2018** | **Jan2017–Sep2017** | **Jan2017–Sep2017** |
| Net income for the year | 31,107 | 73,288 | 15,286 | 44,795 | 31,107 | 73,288 | 15,286 | 44,795 |
| Income (loss) from financial instruments designated as *hedge accounting* | 210 | 210 | - | - | 210 | 210 | - | - |
| Deferred taxes on hedge accounting | (71) | (71) | - | - | (71) | (71) | - | - |
| Exchange-rate change in foreign investee | - | - | - | 203 | - | - | - | 203 |
| Other components of the comprehensive income for the period | 139 | 139 | - | 203 | 139 | 139 | - | 203 |
| Total comprehensive income | **31,246** | **73,427** | **15,286** | **44,998** | **31,246** | **73,427** | **15,286** | **44,998** |

See the accompanying notes to the interim financial information.

**Tegma Gestão Logística S.A.**

**Statements of changes in shareholders' equity**

**September 30, 2018 and 2017**

***In thousands of reais***

| | | Capital reserves | Profit reserves | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | **Capital** | **Capital reserves** | **Legal reserve** | **Profit retention** | **Additional dividends proposed** | **Treasury shares** | **Equity valuation adjustments** | **Retained earnings** | **Total shareholders ' equity** |
| Balances at December 31, 2016 | **144,469** | **174,055** | **27,213** | **25,169** | **4,716** | **(342)** | **(203)** | **-** | **375,077** |
| Net income for the period | - | - | - | - | - | - | - | 44,795 | **44,795** |
| Exchange-rate change in foreign investee | - | - | - | - | - | - | 203 | - | **203** |
| Dividends | - | - | - | - | (4,716) | - | - | (14,750) | **(19,466)** |
| **September 30, 2017** | **144,469** | **174,055** | **27,213** | **25,169** | **-** | **(342)** | **-** | **30,045** | **400,609** |
| Balances at December 31, 2017 | 144,469 | 174,055 | 28,894 | 66,002 | 35,728 | (342) | - | - | 448,806 |
| Net income for the period | - | - - | - | - | - | - | - | 73,288 | **73,288** |
| Net income (loss) from financial instruments designated as hedge accounting | - - | - | - | - | - | - | 139 | - | **139** |
| Dividends/interest on own capital | - | - | - | - | (35,728) | - | - | (21,090) | **(56,818)** |
| **Balances at September 30, 2018** | **144,469** | **174,055** | **28,894** | **66,002** | **-** | **(342)** | **139** | **52,198** | **465,415** |

See the accompanying notes to the interim financial information.

**Tegma Gestão Logística S.A.**

**Statements of cash flows – Indirect method**

**September 30, 2018 and 2017**

***In thousands of reais***

| | | Parent company | | Consolidated | |
|---|---|---|---|---|---|
| | **Note** | **09/30/2018** | **09/30/2017** | **09/30/2018** | **09/30/2017** |
| **Income before taxes** | | 95,415 | 46,252 | 96,452 | 50,206 |
| | | | | | |
| **Adjustments for:** | | | | | |
| Depreciation and amortization | 10 / 11 | 17,372 | 13,611 | 22,674 | 20,709 |
| Loss on sale of assets | 21 | 356 | 345 | 407 | 306 |
| Provision for lawsuits | 14 | 9,277 | 23,226 | 16,257 | 27,427 |
| Provision for losses on investments | 21 | - | 1,365 | - | 1,365 |
| Loss in the sale of investment | | - | (471) | - | (471) |
| Loss in the write-off of goodwill | 21 | 2,527 | - | 2,527 | - |
| Fair value at transfer of investment | 21 | (1,842) | - | (1,842) | - |
| Estimated loss for allowance for doubtful accounts | 6 | (47) | (59) | (655) | 68 |
| Provision for impairment from sales of subsidiaries | 21 | - | - | - | 5,733 |
| Equity in net income of subsidiaries | 9 | (4,082) | (5,992) | 309 | 1,360 |
| Income (loss) from swap operation | 22 | (3,735) | | (3,735) | - |
| Interest, inflation adjustment and exchange-rate changes on loans and debentures | 12 | 13,343 | 22,052 | 13,515 | 22,281 |
| Interest from purchase / call option | | - | - | - | 137 |
| | | **128,584** | **100,329** | **145,909** | **129,121** |
| **Changes in assets and liabilities** | | | | | |
| Accounts receivable | | (17,152) | 11,950 | (21,876) | 16,754 |
| Recoverable taxes | | 16,838 | (587) | 17,995 | (12,959) |
| Judicial deposits | | (862) | (495) | (1,561) | (2,730) |
| Other assets | | (2,242) | (1,982) | (7,992) | 1,916 |
| Suppliers and freight payable | | (3,658) | (15,800) | (3,964) | (18,776) |
| Salaries and social charges | | 2,482 | 3,391 | 2,976 | 4,611 |
| Related parties | | 877 | (5,528) | (513) | (146) |
| Other liabilities and taxes payable | | (2,768) | 2,023 | 191 | 2,082 |
| Net cash generated by operating activities | | **122,099** | **93,301** | **131,165** | **119,873** |
| | | | | | |
| Interest paid on loans and financing | 12 | (2,411) | (1,103) | (2,559) | (1,249) |
| Interest paid on debentures | 12 | (9,552) | (29,669) | (9,552) | (29,669) |
| Lawsuits paid | 14 | (14,146) | (4,675) | (15,658) | (6,304) |
| Income tax and social contribution paid | | (11,104) | (9,962) | (11,166) | (14,058) |
| **Net cash flow from operating activities** | | **84,886** | **47,892** | **92,230** | **68,593** |

See the accompanying notes to the interim financial information.

**Tegma Gestão Logística S.A.**
**Statements of cash flows – Indirect method**

**September 30, 2018 and 2017**

***In thousands of reais***

| | Note | Parent company | | Consolidated | |
|---|---|---|---|---|---|
| | | **09/30/2018** | **09/30/2017** | **09/30/2018** | **09/30/2017** |
| **Cash flows from investment activities** | | | | | |
| Capital decrease in subsidiaries | 9 | 75,991 | | 491 | - |
| Acquisition/Capital increase in subsidiaries | 9 | (19,852) | (500) | - | - |
| Cash and cash equivalents – Tegma Logística Integrada S.A. | 2 | - | - | (655) | - |
| Dividends received | 9 | 24,243 | 2,656 | 244 | 735 |
| Acquisition of intangible assets | | (3,014) | (2,728) | (3,247) | (2,852) |
| Acquisitions of fixed assets | | (6,022) | (3,747) | (18,818) | (15,944) |
| Income from sale of assets | | 304 | 177 | 353 | 310 |
| Payment for the acquisition of investments | 9 | - | | - | (12,678) |
| **Net cash generated from (used in) investment activities** | | **71,650** | **(4,142)** | **(21,632)** | **(30,429)** |
| **Cash flows from financing activities** | | | | | |
| Dividends and interest on own capital paid | 17.e | (59,946) | (22,750) | (59,946) | (22,750) |
| Funding of loans and financing | 12 | 50,000 | 50,000 | 50,000 | 54,474 |
| Payment of debentures | 12 | (66,666) | (116,655) | (66,666) | (116,655) |
| Payment of loans and financing | 12 | (40,134) | (784) | (44,754) | (784) |
| **Net cash used in financing activities** | | **(116,746)** | **(90,189)** | **(121,366)** | **(85,715)** |
| **Net decrease in cash and cash equivalents** | | **39,790** | **(46,439)** | **(50,768)** | **(47,551)** |
| Cash and cash equivalents at January 1 | | 46,534 | 93,402 | 148,732 | 192,858 |
| Cash and cash equivalents at September 30 | | 86,324 | 46,963 | 97,964 | 145,307 |

See the accompanying notes to the interim financial information.

**Tegma Gestão Logística S.A.**

**Statements of added value**

**September 30, 2018 and 2017**

***In thousands of reais***

| | Note | Parent company | | Consolidated | |
|---|---|---|---|---|---|
| | | **Jan2018–Sep2018** | **Jan2017–Sep2017** | **Jan2018–Sep2018** | **Jan2017–Sep2017** |
| **Income** | | | | | |
| Gross sales of services, net of discounts | | 931,878 | 767,341 | 1,039,828 | 881,167 |
| Other income | | 2,259 | 1,719 | 6,730 | 3,283 |
| (Reversal) of estimated loss for allowance for doubtful accounts | 6 | 47 | 59 | 655 | (68) |
| | | **934,184** | **769,119** | **1,047,213** | **884,382** |
| **Inputs acquired from third parties** | | | | | |
| Cost of services rendered | | (550,841) | (452,912) | (572,404) | (473,332) |
| Material, energy, outsourced services and other operating items | | (79,338) | (78,702) | (111,173) | (121,497) |
| Provision for losses on investments | 21 | - | (1,365) | - | (1,365) |
| | | **(630,179)** | **(532,979)** | **(683,577)** | **(596,194)** |
| **Gross added value** | | **304,005** | **236,140** | **363,636** | **288,188** |
| Depreciation and amortization | 10 / 11 | (17,372) | (13,611) | (22,674) | (20,709) |
| **Net value added produced by the Company** | | **286,633** | **222,529** | **340,962** | **267,479** |
| **Added value received as transfer** | | | | | |
| Equity in net income of subsidiaries | 9 | 4,082 | 5,992 | (309) | (1,360) |
| Financial income | 22 | 12,622 | 10,282 | 15,837 | 22,543 |
| **Total added value payable** | | **303,337** | **238,803** | **356,490** | **288,662** |
| **Distribution of added value** | | | | | |
| **Personnel and charges** | | | | | |
| Direct remuneration | | 67,034 | 59,995 | 79,544 | 76,516 |
| Benefits | | 14,657 | 12,754 | 18,687 | 18,428 |
| FGTS | | 2,207 | 3,202 | 3,077 | 4,537 |
| **Taxes, duties and contributions** | | | | | |
| Federal | | 64,041 | 39,467 | 73,515 | 52,068 |
| State | | 43,423 | 36,547 | 53,060 | 31,125 |
| Municipal | | 1,595 | 1,275 | 4,161 | 4,564 |
| **Third-party capital remuneration / Lenders** | | | | | |
| Interest and exchange-rate changes | | 20,978 | 24,916 | 23,543 | 26,377 |
| Rentals | | 16,114 | 15,852 | 27,615 | 30,252 |
| **Remuneration of own capital** | | | | | |
| Dividends | | 21,090 | 14,750 | 21,090 | 14,750 |
| Retained earnings | | 52,198 | 30,045 | 52,198 | 30,045 |
| **Distributed added value** | | **303,337** | **238,803** | **356,490** | **288,662** |

See the accompanying notes to the interim financial information.

# Notes to the interim financial information

## 1 Operations

Tegma Gestão Logística S.A. (the “Company") and its Subsidiaries (“Company and its Subsidiaries”) are primarily engaged in the provision of logistics, transportation and storage services in a number of industries, such as the automotive, consumer goods, chemical and appliance industries.

The Company has two divisions: automotive logistics and integrated logistics.

Services provided by the Company’s automotive logistics division include:

**Road transportation** – transfer and distribution of zero-kilometer and used vehicles, port transfers and management of inventories and yards for car manufacturers and services to prepare vehicles for sale;

Services provided by the Company’s integrated logistics division include:

**Road transportation –** milk run (system to schedule collection of materials that uses a single transportation equipment of the logistics operator to carry out collections in one or more suppliers and deliver materials to final destination, always at pre-established times), full truck load (type of homogeneous load, usually with volume sufficient to fully load a truck dumpster or trunk), transfer of solid/ liquid bulk materials and parts between clients or suppliers’ plants;

**General and bonded storing** – encompasses storage and management of parts and components, cross docking (distribution system in which goods received in a warehouse or Distribution Center is not stored but immediately prepared for delivery load), picking or separation and preparation of orders (collection of certain products, which may belong to different categories and at different quantities, to meet a client’s order), handling and preparation, storage of liquid and solid chemicals in bulk, in-house storage (in client’s facilities), storage of vehicles, and bonded storage inside structures that are in conformity with customs warehouse law;

**Logistics management** – involves control over inventories, just-in-time supply to production line, management of returnable packaging, management of parts and components, management of vehicle yards, management of national and inventories of imported goods, and reverse logistics.

The Company is a publicly-held corporation headquartered in the city of São Bernardo, State of São Paulo, and its shares are traded on the *Novo Mercado* (New Market) listing segment of B3, under the ticker symbol TGMA3. The Company is subject to arbitration by the Market Arbitration Chamber, pursuant to a commitment clause in its Bylaws.

The ownership structure of the Company is formed as follows:

| Category | Number of shares | % Total |
|---|---|---|
| Mopia Participações e Empreendimentos Ltda. (i) | 15,396,481 | 24% |
| Cabana Empreendimentos e Participações Ltda. (i) | 4,817,704 | 7% |
| Coimex Empreendimentos e Participações Ltda. | 13,207,034 | 20% |
| Other controlling shareholders (individuals) | 1,179,073 | 1% |
| Management | 40,301 | 0% |
| Treasury | 65,143 | 0% |
| **Controlling shareholders, administrators and treasury** | **34,705,736** | **53%** |
| **Shares Outstanding** | **31,297,179** | **47%** |
| **Total shares** | **66,002,915** | **100%** |

**(i)** On January 12, 2018, Sinimbú Participações Societárias e Empreendimentos S.A. transferred all its Tegma shares, with 77% going to Mopia Participações e Empreendimentos Ltda. and 23% to Cabana Empreendimentos e Participações Ltda.

# 2 List of subsidiaries

The Group is comprised as follows:

| Direct and indirect subsidiaries | Interest (%) 2018 | Interest (%) 2017 | Relationship |
|---|---|---|---|
| Tegma Cargas Especiais Ltda. ("TCE") | 100.00 | 100.00 | Subsidiary |
| Tegma Logística Integrada S.A. ("TLI") (i) | - | 100.00 | Subsidiary |
| Tegma Logística de Armazéns Ltda. ("TLA") (i) | 100.00 | 100.00 | Subsidiary |
| Tegmax Comércio e Serviços Automotivos Ltda. ("Tegmax") | 100.00 | 100.00 | Subsidiary |
| Tegma Logística de Veículos Ltda. ("TLV") | 100.00 | 100.00 | Subsidiary |
| Niyati Empreendimentos e Participações Ltda. ("Niyati") | 100.00 | 100.00 | Subsidiary |
| TegUp Inovação e Tecnologia Ltda. ("Tegup") (ii) | 100.00 | - | Subsidiary |
| Catlog Logística de Transportes S.A. ("Catlog") | 49.00 | 49.00 | Jointly-controlled subsidiary |
| GDL Gestão de Desenvolvimento em Logística Participações S.A. ("GDL") (i) | 50.00 | - | Joint Venture |

(i) Corporate restructuring

On August 31, 2017, the Subsidiary Tegma Logística Integrada S.A. performed an increase in the capital of Tegma Logística de Armazéns Ltda. by granting a portion of the net assets it owned. The capital contribution amounted to R$ 20,639 by issuing 20,639 new quotas with par value of R$1.00 each.

Before this, the operations carried out in São Paulo and Rio de Janeiro will be concentrated in Tegma Logística de Armazéns Ltda., in the other hand, Cariacica - ES operations remained at Tegma Logística Integrada S.A.

On December 22, 2017, Tegma Logística Integrada S.A transferred the quotas of the company Tegma Logística de Armazéns Ltda. to its Parent Company, TLA thus became a direct subsidiary of Tegma Gestão Logística S.A.

As of February 08, 2018, Tegma Logística Integrada S.A. was subject of the Association agreement between the Company, BCDF and JR Participações S.A. ("Holding Silotec") for the establishment of the joint venture GDL Gestão de Desenvolvimento em Logística Participações S.A. ("GDL") that united the operations of warehousing and moving of the goods developed in Cariacica-ES by Tegma Logística Integrada S.A. ("TLI"), a wholly-owned subsidiary of the Company and by Companhia de Transportes e Armazéns Gerais ("Silotec"), a wholly-owned subsidiary of Holding Silotec.

Accordingly, GDL holds 100% shareholding interest in TLI and Silotec, and its capital is equally divided between Tegma Gestão Logística S.A. and Holding Silotec, becoming a joint venture

The Company does not consider Tegma Logística Integrada S.A. in its consolidation and starts to recognize income of GDL Gestão de Desenvolvimento em Logística Participações S.A. (GDL) under the equity method from February 2018.

Balances as of January 31, 2018, contributed by the Company to form the joint venture are as follows:

| **Assets** | | **Liabilities and shareholders' equity** | |
|---|---|---|---|
| Cash and cash equivalents | 655 | Suppliers | 606 |
| Trade accounts receivable | 3,229 | Taxes payable | 790 |
| Inventories (warehouse) | 40 | Salaries and social charges | 1,280 |
| Recoverable taxes and contributions | 3,127 | Other accounts payable | 681 |
| Other accounts receivable | 96 | Related parties | 250 |
| Related parties | 967 | | |
| Prepaid expenses | 335 | **Total current liabilities** | **3,607** |
| **Total current assets** | **8,449** | Provision for legal disputes | 1,482 |
| | | **Total non-current liabilities** | **1,482** |
| Recoverable taxes and contributions | 14,847 | | |
| Deferred tax assets | 17,172 | Capital | 49,122 |
| Judicial deposits | 1,064 | Income reserves | 143 |
| | | Accumulated losses | (338) |
| **Total long-term assets** | **33,083** | | |
| | | **Total shareholders' equity** | **48,927** |
| Property, plant and equipment | 11,449 | | |
| Intangible | 1,035 | | |
| **Total non-current assets** | **45,567** | | |
| **Total assets** | **54,016** | **Total liabilities and shareholders' equity** | **54,016** |

Shareholders' equity at fair value totaled R$50,770, generating gains of R$1,842 (see note 21). Exchange of 100% interest in Tegma Logística Integrada S.A. by 50% interest in GDL Gestão de Desenvolvimento em Logística Participações S.A. (GDL) gave rise to a goodwill in the amount of R$ 16,693 determined at fair value, according to Note 9.

(ii) TegUp, a direct subsidiary of the Company, was incorporated with the purpose of introducing innovation in logistics, acting as startup accelerator. Pioneer in this segment, it seeks game-changing startups and technology companies that offer products, services and technology related to the logistics universe, show great potential for evolution and require some sort of support to accelerate their growth.

# 3 Basis for preparation and significant accounting policies

## a. Statement of compliance and preparation basis

The individual and consolidated interim financial information is presented in conformity with Technical Pronouncement CPC 21 (R1) - Interim Statement and IAS - 34 - Interim Financial Reporting, in compliance with standards issued by the Securities Commission (CVM).

All relevant information in interim financial information, and only them, are being evidenced and correspond to that used by Management.

The accounting policies adopted in the preparation of the interim financial information, as well as the measurement basis, the functional and the presentation currency, and the main judgments and uncertainties associated with the estimates used in the application of the accounting practices, are consistent with those presented in the financial statements for the year ended December 31, 2017, filed with the Securities Commission (CVM) on March 20, 2018, and disclosed on the Company's website (www.tegma.com.br). This interim financial information should be read together with financial statements for the year ended December 31, 2017.

The issue of this individual and consolidated interim financial information was authorized by the Board of Directors on November 08, 2018.

## b. New standards and interpretations adopted

The Company and its Subsidiaries adopted pronouncements and interpretations that became effective beginning as of January 1, 2018, as follows:

*IFRS 9 / CPC 48 - Financial instruments*

The standard presents several changes in classification and measurement, especially in impairment measurement and hedge accounting.

(i) The following categories are presented for classification and measurement of financial assets: fair value through income, fair value through comprehensive income, and amortized cost. These should be defined in accordance with financial instrument’s characteristics and purpose.

(ii) As regards impairment, this new standard introduces the concept of expected credit losses to replace incurred losses model.

(iii) In relation to change in hedge accounting, this standard introduces a new model and better alignment with companies’ risk management, allowing the use of better hedging strategies.

The Company and its subsidiaries did not verify any impact on its balance sheet or shareholders' equity upon application of IFRS 9/ CPC 48 classification and measurement requirements. Assets and liabilities classified as “Loans and receivables” were classified as “Amortized cost”.

As losses with irrecoverable securities are not relevant in the Company and its Parent Companies and as possible risks with our clients were not verified, there were no significant impacts from this new provision recognition criterion.

In the end of 2017, the Company and its Subsidiaries did not have any transaction with derivatives or any hedging strategy classified as hedge accounting. In this sense, there is no impact arising from the adoption of IFRS 9 / CPC 48.

The transaction in August 2018 was performed according to the new standard. The derivative financial instrument purchased to hedge the exposure to the risk of change in foreign currency is in the cash flow hedge category and is in compliance with the Company's policy on hedge, the recognition follows the criteria established in IFRS 9 / CPC 48, the change in fair value is recorded in other comprehensive income, and is reported in "equity valuation adjustments" account in shareholders' equity.

*IFRS 15/CPC 47 - Revenue from Contracts with Customers*
This standard introduces the principle that the entity should recognize revenues as performance obligations are met, performed with a 5-step model for recognition and measurement: (1) Identification of contracts with customers; (2) identification of performance obligations provided for in contracts; (3) Determination of transaction price; (4) allocation of performance obligation transaction price provided for in contracts and (5) recognition of income when (or as) the entity meets a performance obligation.

The Company and its subsidiaries, as provider of logistics services, identified that its criteria for recognition and measurement of income from contracts with clients follow the provisions of the new standard. Its income is already recognized to the extent the Company and its Subsidiaries fulfill their performance obligations. Similarly, the income from contracts with clients are already measured at transaction price.

For this reason, the recognition and measurement of income from contracts with clients did not undergo significant changes. Therefore, the profit or loss of the Company and its Subsidiaries did not present material impacts from the adoption of the standard.

### c New standards and interpretations not yet effective

| **Pronouncement** | **Description** | **Applicable for annual periods starting on or after** |
|---|---|---|
| IFRS 16 / CPC 06 (R2) - Lease | It requires a new evaluation of leases by both lessors and lessees, replacing IAS 17. The definition of financial lease disappears, providing exceptions for short-term leases and low value items. | 01/01/2019 |

The Company's evaluation of the impacts from the new standard is in progress. Our evaluation is being conducted with several areas of the Company aimed at analyzing the current lease contracts, as well as the internal control environment and systems impacted by the adoption of the new standard.

## 4 Financial risk management

Risk management is carried out by the central treasury department of the Company, which evaluates and defines strategies to hedge against potential financial risks, in cooperation with the operating units of the Company and its Subsidiaries. The Management establishes principles, for global risk management and for specific areas such as foreign exchange risk, interest rate risk, credit risk, use of derivative and non-derivative financial instruments and cash surplus investment.

## a Market risk - foreign exchange rate

In August 2018, the Company obtained credit facility granted according to the benefits of Law 4131 indexed to US dollars, as described in Note 12. With the purpose of hedging itself against exchange rate fluctuations, the Company purchased a derivative financial instrument (swap) with the same notional amount and maturities.

This financial instrument designated as cash flow swap, consists of swapping the exchange-rate change plus a fixed rate of 4.89% per annum, for percentages related to the change in the Interbank Deposit Certificate (CDI) plus a fixed rate of 0.89% per annum. The credit receivables from the transaction were assigned to the financing agent.

As of September 30, 2018, the Company has the following net exposure at exchange-rate change in USD:

| | **Parent company and Consolidated** |
|---|---|
| Loans and financing in foreign currency (Note 12) | 54,312 |
| Derivative financial instruments – Long position swap (i) | (54,312) |
| Net foreign exchange exposure | - |

(i) It does not include fair value of swap.

The Company and its subsidiaries do not operate with Derivative financial instruments for speculation purposes.

## b Market risk - Basic interest rate

The interest rate risk of the Company and its subsidiaries derives from short and long-term loans. Loans issued at variable rates expose the Company and its Subsidiaries to cash flow interest rate risk. Loans issued at fixed rates expose the Company and its subsidiaries to fair value risk associated to interest rate.

The loans that were issued and indexed to US dollars, but which were the subject of the purchase of derivative instrument aiming at hedging against foreign exchange fluctuations, also became exposed to local interest rate.

The interest rate risk of the Company and its Subsidiaries arises from their exposure to the Interbank Deposit Certificate (CDI). We present below the exposure to interest rate risk of operations tied to these changes:

| | September 30, 2018 | | December 31, 2017 | |
|---|---|---|---|---|
| | **Parent company** | **Consolidated** | **Parent company** | **Consolidated** |
| Loans and financing (Note 12 – item a.iii) | (54,312) | (54,312) | - | - |
| Loans and financing (Note 12 – item a.ii) | (10,232) | (10,232) | (50,151) | (54,747) |
| Derivative financial instruments | 3,735 | 3,735 | - | - |
| Derivative financial instruments - fair value | 210 | 210 | - | - |
| Debentures (Note 12) | (98,314) | (98,314) | (168,127) | (168,127) |
| Cash equivalents (Note 5) | 85,462 | 96,725 | 46,128 | 148,306 |
| Net exposure | **(73,451)** | **(62,188)** | **(172,150)** | **(74,568)** |

## c Credit risk

The credit risk arises from cash and cash equivalents, deposits in banks and other financial institutions, and exposure to client credit, including outstanding accounts receivable. For banks and other financial institutions, the Company only accepts securities from entities that are independently classified as having a rating of at least "A". The Credit Analysis area evaluates the client’s creditworthiness by taking into account their financial position, past experience and other factors. Clients’ individual risk limits are determined with basis on internal classifications. The use of credit limits is regularly monitored.

As of September 30, 2018, the Company’s exposure at credit risk is R$ 249,575 (R$ 192,586 as of December 31, 2017) and in the consolidated is R$ 288,446 (R$ 319,912 as of December 31, 2017).

## d Liquidity risk

The forecast of cash flow is performed in the operating entities of the Company and its subsidiaries and consolidated by the Finance department,

Through this estimate the finance department monitors the cash and cash equivalents to meet the operating and financial needs of the Company and its Subsidiaries, maintaining and engaging available credit facilities at appropriate levels.

The cash surplus is invested in conservative financial transactions and with liquidity in very short term, to meet the above-mentioned estimates.

The table below shows the financial liabilities and derivative operations of the Company and its subsidiaries per maturity intervals, corresponding to balance sheet’s remaining period until contract maturity date. These amounts are undiscounted cash flows, including contractual interest payments and excluding the impact of offsetting agreements:

| | Book value | Financial flow | < 1 year | 1–2 years | 2–6 years |
|---|---|---|---|---|---|
| | | | | | **Parent company** |
| Loans and financing | 64,544 | 72,522 | 5,702 | 66,820 | - |
| Debentures | 98,314 | 109,328 | 52,533 | 29,721 | 27,074 |
| Suppliers and freight payable | 25,294 | 25,294 | 25,294 | - | - |
| Other accounts payable | 18,257 | 18,257 | 18,257 | - | - |
| Derivative financial instruments | (3,945) | (3,945) | - | (3,945) | - |
| Related parties | 8,963 | 8,963 | 7,460 | 1,503 | - |
| **September 30, 2018** | **211,427** | **230,419** | **109,246** | **94,099** | **27,074** |

| | Book value | Financial flow | < 1 year | 1–2 years | 2–6 years |
|---|---|---|---|---|---|
| | | | | | **Consolidated** |
| Loans and financing | 64,544 | 72,522 | 5,702 | 66,820 | - |
| Debentures | 98,314 | 109,328 | 52,533 | 29,721 | 27,074 |
| Suppliers and freight payable | 27,786 | 27,786 | 27,786 | - | - |
| Other accounts payable | 26,432 | 26,432 | 26,432 | - | - |
| Derivative financial instruments | (3,945) | (3,945) | - | (3,945) | - |
| Related parties | 3,091 | 3,091 | 1,588 | 1,503 | - |
| **September 30, 2018** | **216,222** | **235,214** | **114,041** | **94,099** | **27,074** |

## e Sensitivity analysis

The table below analyzes the sensitivity of financial instruments, describing the risks that may cause significant losses to the Company and its subsidiaries. Considering that the amount invested and all debts of the Company (Loans and Financing and Debentures) are linked to the CDI, this index would be the only existing risk variable. According to the Management's evaluation, the most likely scenario (Scenario I) has impacts in an one-year horizon considering the maintenance of the CDI.

In addition, under the terms set forth by Securities Commission (CVM), Instruction 475/08, two other scenarios are presented, to present the impacts of an increase of 25% and 50%, in the risk variable considered. Scenarios II and III, respectively.

The table below shows possible impacts in income (loss) and shareholders' equity for each of the scenarios:

| | Parent company | | | Consolidated | | |
|---|---|---|---|---|---|---|
| | **Probable scenario (I)** | **Possible scenario (II) 25%** | **Remote scenario (III) 50%** | **Probable scenario (I)** | **Possible scenario (II) 25%** | **Remote scenario (III) 50%** |
| Interest earning bank deposits | 5,442 | 6,803 | 8,163 | 6,159 | 7,699 | 9,239 |
| **Income** | **5,442** | **6,803** | **8,163** | **6,159** | **7,699** | **9,239** |
| NCE Safra | (926) | (1,090) | (1,253) | (926) | (1,090) | (1,253) |
| 4131 Itaú | (3,687) | (4,496) | (5,306) | (3,687) | (4,496) | (5,306) |
| Debentures I | (3,470) | (4,224) | (4,977) | (3,470) | (4,224) | (4,977) |
| Debentures II | (4,303) | (5,122) | (5,942) | (4,303) | (5,122) | (5,942) |
| **Expenses** | **(12,386)** | **(14,932)** | **(17,478)** | **(12,386)** | **(14,932)** | **(17,478)** |
| **Net effect on income (loss) / Shareholders' equity** | **(6,944)** | **(8,129)** | **(9,315)** | **(6,227)** | **(7,233)** | **(8,239)** |

## f Capital management

The Company and its subsidiaries monitor the capital based on financial leveraging index which corresponds to the net debt divided by total capital. Net debt, corresponds to total loans (including short and long-term loans, as shown in balance sheet) less cash and cash equivalents and interest earning bank deposits, plus or less the balance of swap. The total capital is calculated through the sum of shareholders' equity, as shown in the balance sheet, with net debt.

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Loans and financing - Note 12 | 64,544 | 50,151 | 64,544 | 54,747 |
| Debentures - Note 12 | 98,314 | 168,127 | 98,314 | 168,127 |
| Derivative financial instruments | (3,945) | - | (3,945) | - |
| Cash and cash equivalents - Note 5 | (86,324) | (46,534) | (97,964) | (148,732) |
| Net debt | 72,589 | 171,744 | 60,949 | 74,142 |
| Total shareholders' equity | 465,415 | 448,806 | 465,415 | 448,806 |
| Total capital | 538,004 | 620,550 | 526,364 | 522,948 |
| **Leverage ratio** | 13% | 28% | 12% | 14% |

## g Classification of financial instruments

CPC 40 (R1) (IFRS 7) defines fair value as the exchange price that would be received for an asset or the price paid to transfer a liability (output price) in the main market, or in the most advantageous market for the asset or liability, in a normal transaction between market players on the date of measurement, also establishing a hierarchy of three levels to be used to measure the fair value, namely:

**Level 1 -** Prices quoted (not adjusted) in active markets for identical assets and liabilities.

**Level 2 -** Other information, except that included at level 1, whereby the quoted prices (not adjusted) are for the similar assets and liabilities, (directly as prices or indirectly as by-products of the prices) in non-active markets, or other information that is available or that can be corroborated by the information observed in the market for substantially all the terms of the assets and liabilities.

**Level 3 -** Information unavailable due to reduced or non-existent market activity and that is significant for definition of the fair value of assets and liabilities (unobservable).

The classification of financial instruments is presented in the table below, and there are no instruments classified in other categories besides those informed.

| | Parent company | | | Consolidated | | |
|---|---|---|---|---|---|---|
| | Book value | Fair value | Fair value hierarchy | Book value | Fair value | Fair value hierarchy |
| **September 30, 2018** | | | | | | |
| Assets | | | | | | |
| **Fair value through profit or loss** | | | | | | |
| Interest earning bank deposits - Note 5 | 85,462 | 85,462 | Level 2 | 96,725 | 96,725 | Level 2 |
| Cash and cash equivalents - Note 5 | 862 | 862 | Level 1 | 1,239 | 1,239 | Level 1 |
| **Financial instrument designated to hedge** | | | | | | |
| Derivative financial instruments (ii) | 3,945 | 3,945 | Level 2 | 3,945 | 3,945 | Level 2 |
| **Assets at amortized cost** | | | | | | |
| Trade accounts receivable - note 6 | 163,251 | 163,251 | Level 2 | 190,482 | 190,482 | Level 2 |
| Related parties - note 24 | 18,511 | 18,511 | Level 2 | 19,269 | 19,269 | Level 2 |
| Other accounts receivable - Note 7 (i) | 472 | 472 | Level 2 | 6,974 | 6,974 | Level 2 |
| | **272,503** | **272,503** | | **318,634** | **318,634** | |
| Liabilities | | | | | | |
| **Liabilities at amortized cost** | | | | | | |
| Debentures - Note 12 | 98,314 | 98,249 | Level 2 | 98,314 | 98,249 | Level 2 |
| Loans and financing - Note 12 | 64,544 | 64,802 | Level 2 | 64,544 | 64,802 | Level 2 |
| Suppliers and freight payable | 25,294 | 25,294 | Level 2 | 27,786 | 27,786 | Level 2 |
| Other accounts payable - Note 16 | 18,257 | 18,257 | Level 2 | 26,432 | 26,432 | Level 2 |
| Related parties - note 24 | 8,963 | 8,963 | Level 2 | 3,091 | 3,091 | Level 2 |
| | **215,372** | **215,565** | | **220,167** | **220,360** | |

(i) Amounts related to advances to employees and suppliers are not included.

(ii) the Company maintains derivative financial instruments to hedge against exposure to foreign currency, arising from the modality 4131 loan contract.

| | Parent company | | | Consolidated | | |
|---|---|---|---|---|---|---|
| | **Book value** | **Fair value** | **Fair value hierarchy** | **Book value** | **Fair value** | **Fair value hierarchy** |
| **December 31, 2017** | | | | | | |
| Assets | | | | | | |
| **Fair value through profit or loss** | | | | | | |
| Interest earning bank deposits - Note 5 | 46,128 | 46,128 | Level 2 | 148,306 | 148,306 | Level 2 |
| Cash and cash equivalents - Note 5 | 406 | 406 | Level 1 | 426 | 426 | Level 1 |
| **Assets at amortized cost** | | | | | | |
| Trade accounts receivable - note 6 | 146,052 | 146,052 | Level 2 | 171,180 | 171,180 | Level 2 |
| Related parties - note 24 | 589 | 589 | Level 2 | 768 | 768 | Level 2 |
| Dividends receivable – Note 24 | 6,035 | 6,035 | Level 2 | - | - | Level 2 |
| Other accounts receivable - Note 7 (i) | 55 | 55 | Level 2 | 2,268 | 2,268 | Level 2 |
| | **199,265** | **199,265** | | **322,948** | **322,948** | |
| Liabilities | | | | | | |
| **Liabilities at amortized cost** | | | | | | |
| Debentures - Note 12 | 168,127 | 151,730 | Level 2 | 168,127 | 151,730 | Level 2 |
| Loans and financing - Note 12 | 50,151 | 43,688 | Level 2 | 54,747 | 47,291 | Level 2 |
| Suppliers and freight payable | 29,406 | 29,406 | Level 2 | 32,237 | 32,237 | Level 2 |
| Other accounts payable - Note 16 | 20,320 | 20,320 | Level 2 | 26,067 | 26,067 | Level 2 |
| Related parties - note 24 | 1,297 | 1,297 | Level 2 | 826 | 826 | Level 2 |
| Dividends payable | 3,128 | 3,128 | Level 2 | 3,128 | 3,128 | Level 2 |
| | **272,429** | **249,569** | | **285,132** | **261,279** | |

(i) Amounts related to advances to employees and suppliers are not included.

## h Hedge accounting

The Company's hedge transaction is aimed at hedging the cash flows indexed to US dollars arising from loan in foreign currency (as Note 12) once practically all transactions of the Company is indexed to the domestic currency.

Accordingly, the transaction meets the cash flow hedge classification and calculation pursuant to CPC 48 – Financial instruments is adopted, and documented as follows: (a) hedge objective and description; (b) the identification of hedged item and type of hedged risks; (c) identification of financial instrument; (d) hedge ratio; (e) forward-looking effectiveness demonstration.

The aim of hedge accounting (understood as hedge accounting policy adopted) is to affect the Company's income (loss) only by the local interest rates to which it is exposed, only considering the net effect of the engaged hedge.

The contract effective on September 30, 2018 is as follows:

| **Instrument** | **Type of financial instrument** | **Operation** | **Notional value** | **Maturity** | **Hedge index** | **Contracted rate** |
|---|---|---|---|---|---|---|
| Swap contract | *Cash flow hedge* | Swap USD x CDI | USD 13,441 | 08/2020 | FX+4.89%p.a. | CDI +0.89% |

Outstanding balances are as follows:

| | **Parent company and Consolidated** | | | |
|---|---|---|---|---|
| | **Principal value (national)** | **Curve value** | **Fair value** | **Gain from adjustment to fair value** |
| **Description** | | | | |
| *Swap contract* | | | | |
| Asset | | | | |
| USD Long position | 50,000 | 54,312 | 55,311 | 999 |
| Short position: | | | | |
| Short position in CDI | 50,000 | 50,577 | 51,366 | 789 |
| **Total net financial instrument** | **-** | **3,735** | **3,945** | **210** |

According to the applicable accounting practices, the fair value determined for the financial instrument was R$ 210 and is recorded in other comprehensive income (shareholders' equity). It is worth emphasizing that the current hedge transaction is fully linked, including contractually, to the loan taken on according to the resolution 4131 modality, which cannot be separately terminated.

# 5 Cash and cash equivalents

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Funds in banks and in cash | 862 | 406 | 1,239 | 426 |
| Interest earnings bank deposits | 85,462 | 46,128 | 96,725 | 148,306 |
| | **86,324** | **46,534** | **97,964** | **148,732** |

Interest earning bank deposits are highly liquid and short-term, promptly convertible into a known sum of cash and subject to an insignificant risk of change of value.

Financial investments are represented by repurchase and resale agreements backed by securities with immediate liquidity, earning interest between 96.5% and 100.8% (96.5% and 102.5% in December 2017) of the change in the index of Interbank Deposit Certificate (CDI).

The Company's cash management is centralized in the Parent Company, although consolidated cash is distributed among its subsidiaries.

The exposure of the Company and its subsidiaries to risk and the sensitivity analysis are disclosed in Note 4.

# 6 Trade accounts receivable

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| **Accounts receivable from sale of services:** | | | | |
| In Brazil | 163,315 | 146,163 | 191,669 | 173,148 |
| **Accounts receivable - Domestic** | **163,315** | **146,163** | **191,669** | **173,148** |
| Estimated loss for allowance for doubtful accounts | (64) | (111) | (1,187) | (1,968) |
| | **163,251** | **146,052** | **190,482** | **171,180** |

As of September 30, 2018, the average collection term is 39 days -Parent Company and 41 days - Consolidated (37 days - Parent Company and 39 days - Consolidated - in December 2017).

In evaluations, the Company and its Subsidiaries consider the expected losses over entire life approach to trade accounts receivable in order to establish estimated losses with doubtful accounts, based on history of incurred losses and expected continuity of their clients.

As practical expedient – allowed by CPC 48 – the expected losses are recognized based on accounts receivable past due (aging) considering Tegma’s history of losses. As a general rule, securities overdue for more than 180 days are fully provisioned. In this evaluation the clients that do not have history of losses are excluded. These clients substantially refer to the automotive sector.

The ageing analysis of these accounts receivable is as follows:

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| **Securities** | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Falling due | 147,412 | 127,318 | 172,523 | 151,858 |
| Overdue (in days) | | | | |
| Up to 30 | 8,059 | 16,729 | 8,175 | 17,252 |
| 31–90 | 7,374 | 758 | 8,140 | 812 |
| 91–180 | 180 | 589 | 1,419 | 600 |
| >181 | 290 | 769 | 1,412 | 2,626 |
| | **163,315** | **146,163** | **191,669** | **173,148** |

Changes in the estimated loss for allowance for doubtful accounts of the Company and its subsidiaries are as follow:

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| **Opening balance** | **(111)** | **(12,372)** | **(1,968)** | **(18,072)** |
| Write-off | - | 12,238 | - | 16,197 |
| Additions | (128) | (44) | (452) | (266) |
| Reversals | 175 | 67 | 1,107 | 173 |
| Corporate restructuring – formation effect JV (i) | - | - | 126 | - |
| **Closing balance** | **(64)** | **(111)** | **(1,187)** | **(1,968)** |

(i) Balance at January 31, 2018, belonging to Tegma Logística Integrada S.A., which was the object of joint venture formation in February 2018, as described in note 2 item i.

Changes in the estimated loss for allowance for doubtful accounts were recorded in income (loss) for the year under "Other net expenses" (Note 21).

The maximum exposure to credit risk is the book value of each of the types of accounts receivable mentioned above. The Company and its subsidiaries do not maintain any security as a guarantee.

As at December 31, 2017, the write-offs of trade accounts receivable arising from the former Subsidiary Direct Express, amounted to R$ 12,238 in the Parent company's balance and R$ 16,197 in the Consolidated balance, having as contra-entry the allowance for doubtful accounts, both current assets accounts, not having effect on profit or loss for the year.

# 7 Other accounts receivable

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Indemnity assets (i) | 451 | - | 4,951 | - |
| Advances to suppliers | 2,447 | 2,359 | 3,855 | 2,811 |
| Amounts receivable (ii) | - | - | 1,907 | 1,907 |
| Advances to employees | 1,952 | 1,194 | 2,083 | 1,356 |
| Recovery of expenses receivable | - | - | 96 | 298 |
| Claims recoverable | 17 | 55 | 17 | 61 |
| Other receivables | 3 | - | 3 | 2 |
| | **4,870** | **3,608** | **12,912** | **6,435** |
| Current | 4,419 | 3,608 | 6,055 | 4,528 |
| Non-current | 451 | - | 6,857 | 1,907 |
| | **4,870** | **3,608** | **12,912** | **6,435** |

**(i)** Refers to provision for refunding civil contingencies covered by insurance policy in the amount of R$4,951, as explained in note 21 - item iv.

**(ii)** Amounts arising from accounts receivable of subsidiary to be realized after 365 days, net of possible provisions.

# 8 Recoverable taxes and contributions

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Recoverable INSS | 6,354 | 8,508 | 9,667 | 13,354 |
| IRRF (Withholding income tax) on interest earning bank deposits | 56 | 204 | 1,584 | 1,952 |
| Recoverable ICMS | - | - | - | 4 |
| IRRF (Withholding income tax) on services and other | - | - | 82 | - |
| PIS and COFINS (i) | 258 | 33,264 | 766 | 39,037 |
| Fundaf (ii) | - | - | - | 12,162 |
| Other | 194 | 166 | 250 | 189 |
| | **6,862** | **42,142** | **12,349** | **66,698** |
| Current | 768 | 36,234 | 3,001 | 42,770 |
| Non-current | 6,094 | 5,908 | 9,348 | 23,928 |
| | **6,862** | **42,142** | **12,349** | **66,698** |

(i) Tin December 2017, the Company identified with the support of independent experts tax opportunities for PIS and COFINS contributions in the review of the past five years, related to credits on expenditures incurred in the outsourcing of transportation companies and property, plant and equipment items, which resulted in a credit of R$ 33,096 in the Parent company, of which R$ 25,624 of principal and R$ 7,472 of inflation adjustment (R$ 38,336 in Consolidated balance, of which R$ 29,757 of principal and R$ 8,579 of inflation adjustment). In July 2018, this amount was fully used. Therefore, the balance shown above does not include this amount.

(ii) The former subsidiary Tegma Logística Integrada S.A. paid until 2014 a contribution on customs service income in the city of Cariacica/Espírito Santo to FUNDAF (Special Fund for Development and Improvement of Inspection Activities). In 2014, the former subsidiary filed a request for reimbursement of said amounts with the Federal Government since it was an unconstitutional charge. In June 2017, the former subsidiary was awarded a final and unappealable favorable decision. Therefore, this refund has a balance as at December 31, 2017 in the amount of R$ 12,162 (of which R$ 7,677 of principal and R$ 4,485 of inflation adjustment). In February 2018, this balance was the object of joint venture formation, as described in note 2 item i, the full reimbursement of those amounts will be made by means of court-ordered debt payments issued by the Federal Government. On June 21, 2018, the inclusion of this amount in the federal government's budget for 2019 was confirmed, therefore, the corresponding court-ordered debt payments will be settled up to December 2019.

Taxes recoverable have been generated by the own operation of the Company and its subsidiaries, and will be offset against future debts of the same nature, and, therefore, are stated at realizable value.

# 9 Investments

## Subsidiaries and jointly-controlled subsidiaries

| | | | | | | Parent company |
|---|---|---|---|---|---|---|
| | 09/30/2018 | | | 12/31/2017 | | |
| | **Investment** | **Net goodwill** | **Total** | **Investment** | **Net goodwill** | **Total** |
| **Subsidiaries** | | | | | | |
| Tegma Cargas Especiais Ltda. (TCE) | 31,289 | 6,364 | **37,653** | 108,886 | 6,364 | **115,250** |
| Tegma Logística se Armazéns Ltda. (TLA) | 27,398 | - | **27,398** | 22,236 | - | **22,236** |
| Tegma Logística Integrada S.A. (TLI) (i) | - | - | **-** | 43,465 | 2,491 | **45,956** |
| Niyati Empreendimentos e Participações Ltda. (Niyati) | 71,996 | - | **71,996** | 64,203 | - | **64,203** |
| PDI Comércio, Indústria e Serviços Ltda. (PDI) | - | - | **-** | - | 37 | **37** |
| Tegmax Comércio e Serviços Automotivos Ltda. (Tegmax) | 2,620 | - | **2,620** | 8,319 | - | **8,319** |
| Tegma Logística de Veículos Ltda. (TLV) | 17,089 | - | **17,089** | 22,864 | - | **22,864** |
| Tegup Inovação e Tecnologia Ltda. ("Tegup") (ii) | 1,433 | - | **1,433** | - | - | **-** |
| | **151,825** | **6,364** | **158,189** | **269,973** | **8,892** | **278,865** |
| **Joint ventures** | | | | | | |
| Catlog Logística de Transportes S.A. (Catlog) | 1,439 | - | **1,439** | 1,978 | - | **1,978** |
| | **1,439** | **-** | **1,439** | **1,978** | **-** | **1,978** |
| **Joint Venture** | | | | | | |
| GDL Gestão de Desenvolvimento em Logística Participações S.A. ("GDL") (i) | 17,132 | 16,693 | **33,825** | - | - | **-** |
| | **17,132** | **16,693** | **33,825** | **-** | **-** | **-** |
| **Total parent company's investments** | **170,396** | **23,057** | **193,453** | **271,951** | **8,892** | **280,843** |

**(i)** Former subsidiary Tegma Logística Integrada S.A. (TLI), together with Silotec, form joint venture GDL Gestão de Desenvolvimento em Logística Participações S.A. (GDL), as described in Note 2, item i.

**(ii)** Subsidiary incorporated for the purpose of seeking innovation in logistics, acting as startup accelerator, as described in Note 2, item ii.

| | Consolidated | |
|---|---|---|
| | **09/30/2018** | **12/31/2017** |
| Catlog Logística de Transportes S.A. (Catlog) | 1,439 | 1,978 |
| GDL Gestão de Desenvolvimento em Logística Participações S.A. (“GDL”) | 17,132 | - |
| | **18,571** | **1,978** |

## Changes in investments

| | TCE | TLI | TLA | Niyati | Tegmax | TLV | Tegup | Catlog (i) | TV | GDL | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|
| January 01, 2017 | **93,364** | **63,959** | **-** | **61,947** | **14,025** | **30,136** | **-** | **2,999** | **-** | **-** | **266,430** |
| Provision for shareholders' deficit | - | - | - | - | - | - | - | - | (196) | - | **(196)** |
| Equity in net income of subsidiaries | 17,443 | 146 | 1,596 | 1,756 | 329 | (7,272) | - | (285) | (478) | - | **13,235** |
| Increase in investments (ii) | - | - | 20,640 | 500 | - | - | - | - | - | - | **21,140** |
| Capital decrease (ii) | - | (20,640) | - | - | - | - | - | - | - | - | **(20,640)** |
| Write-off of shareholders' deficit (iii) | - | - | - | - | - | - | - | - | 674 | - | **674** |
| Dividends (iv) | (1,921) | - | - | - | (6,035) | - | - | (736) | - | - | **(8,692)** |
| December 31, 2017 | **108,886** | **43,465** | **22,236** | **64,203** | **8,319** | **22,864** | **-** | **1,978** | **-** | **-** | **271,951** |
| Equity in net income of subsidiaries | 2,975 | (338) | (89) | 1,472 | 114 | 225 | 32 | 196 | - | **(505)** | **4,082** |
| Capital decrease (vi) | (64,000) | | - | - | (5,500) | (6,000) | - | (491) | - | **-** | **(75,991)** |
| Capital increase | - | 5,800 | 5,251 | 7,400 | - | - | 1,400 | - | - | - | **19,851** |
| Acquisition of subsidiary | - | - | - | - | - | - | 1 | - | - | - | **1** |
| Corporate restructuring (v) | - | (48,927) | - | - | - | - | - | - | - | 17,637 | **(31,290)** |
| Dividends (iv) | (16,572) | - | - | (1,079) | (313) | - | - | (244) | - | - | **(18,208)** |
| **September 30, 2018** | **31,289** | **-** | **27,398** | **71,996** | **2,620** | **17,089** | **1,433** | **1,439** | **-** | **17,132** | **170,396** |

**(i)** The investee Catlog has not been operating since January 2015. Catlog's activities may be resumed in the event the Company finds it appropriate to do so.

**(ii)** Transfer of the quotas of subsidiary Tegma Logística de Armazéns Ltda, originally held by subsidiary Tegma Logística Integrada S.A., to Parent Company (see Note 2 - item i). And capital contribution in the amount of R$500 to Subsidiary Niyati.

**(iii)** Reversal of negative shareholders' equity of the jointly-controlled subsidiary Tegma Venezuela S.A. on account of the disposal made in May 2017.

**(iv)** The dividends distributed by the subsidiaries Tegma Cargas Especiais Ltda. R$ 1,921 and Catlog Logística de Transportes S.A., R$ 736 for the year 2016 and were paid in 2017. The Subsidiary Tegmax Comércio e Serviços Automotivos Ltda allocated dividends in the amount of R$ 6,035 for the year 2016, paid in 2018. The distributed dividends amounting to R$ 18,208 of Subsidiaries in 2018, refer to the year 2017 and were fully paid in 2018.

**(v)** Recognition of shareholding interest of GDL Gestão de Desenvolvimento em Logística Participações S.A. (GDL) and write-off of interest in former subsidiary Tegma Logística Integrada S.A. (TLI), as described in note 2, item i.

**(vi)** Reductions in the capital of the indicated investees, once they have already been deemed excessive for carrying out the corporate purpose of the subsidiaries.

The Company classifies received dividends as investment activities' cash flows.

| | Consolidated | | | |
|---|---|---|---|---|
| | **Catlog** | **TV** | **GDL** | **Total** |
| January 01, 2017 | 2,999 | - | - | 2,999 |
| Provision for shareholders' deficit (i) | - | (196) | - | (196) |
| Equity in net income of subsidiaries | (285) | (478) | - | (763) |
| Write-off of shareholders' deficit | - | 674 | - | 674 |
| Dividends received | (736) | - | - | (736) |
| December 31, 2017 | **1,978** | **-** | **-** | **1,978** |
| Equity in net income of subsidiaries | 196 | - | (505) | (309) |
| Equity interest | - | - | 17,637 | 17,637 |
| Dividends | (244) | - | - | (244) |
| Capital decrease | (491) | - | - | (491) |
| **September 30, 2018** | **1,439** | **-** | **17,132** | **18,571** |

(i) As a result of the disposal of the 25%-interest in the subsidiary Tegma Venezuela S.A., occurred in May 2017, the provision for negative shareholders' equity was reversed and recognized as the selling cost of shareholdings and equity in net income of subsidiaries.

The Company's share of the results of its direct Subsidiaries, all of which are privately-held corporations or limited partnerships, as well as of their total assets and liabilities, is as follows:

| | **TCE** | **TLI** | **TLA** | **Niyati** | **Tegmax** | **TLV** | **Tegup** |
|---|---|---|---|---|---|---|---|
| **Balances at September 30, 2018** | | | | | | | |
| Assets | 51,839 | - | 34,086 | 72,140 | 2,703 | 17,833 | 1,440 |
| Liabilities | 20,550 | - | 6,688 | 144 | 83 | 744 | 7 |
| Shareholders' equity | 31,289 | - | 27,398 | 71,996 | 2,620 | 17,089 | 1,433 |
| Net income | 54,919 | 2,333 | 28,686 | 2,701 | 77 | - | 19 |
| Income /(loss) | 2,975 | (338) | (89) | 1,472 | 114 | 225 | 32 |
| **Balances at December 31, 2017** | | | | | | | |
| Assets | 121,642 | 53,295 | 33,583 | 64,324 | 14,575 | 23,394 | - |
| Liabilities | 12,756 | 9,830 | 11,347 | 121 | 6,256 | 530 | - |
| Shareholders' equity | 108,886 | 43,465 | 22,236 | 64,203 | 8,319 | 22,864 | - |
| Net income | 77,060 | 51,090 | 11,585 | 3,296 | 1,317 | - | - |
| Income /(loss) | 17,443 | 146 | 1,596 | 1,756 | 329 | (7,272) | - |

Total balances of the balance sheet and income statement (100%) accounts of jointly-controlled subsidiaries:

| | Catlog | | GDL |
|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** |
| Assets | | | |
| Current | 3,493 | 5,508 | 17,153 |
| Non-current | 703 | 674 | 35,889 |
| Property, plant and equipment | - | - | 14,347 |
| Other | - | - | 1,939 |
| | **4,196** | **6,182** | **69,328** |
| Liabilities and shareholders' equity | | | |
| Current | 63 | 68 | 15,566 |
| Non-current | 1,196 | 2,077 | 19,500 |
| Shareholders' equity | 2,937 | 4,037 | 34,262 |
| | **4,196** | **6,182** | **69,328** |
| Income (loss) for the period | | | |
| Net income | - | - | 34,753 |
| Cost of services rendered | - | - | (31,192) |
| General and administrative expenses | (243) | (578) | (4,810) |
| Financial income, net | 236 | 562 | 589 |
| Other (expenses) income, net | 407 | (566) | (412) |
| Income tax and social contribution | - | - | 62 |
| Income (loss) for the period | 400 | (582) | (1,010) |

As described in note 2 item i, beginning as of February 2018, GDL Gestão de Desenvolvimento em Logística Participações S.A. (“GDL”) investment was recognized.

## Business combination in 2012

On January 31, 2012, the Company acquired the business of operations in the break bulk logistics market, of which R$7,300 were paid in cash, and the second installment was paid on January 31, 2017 in the amount of R$12,678 (R$11,255, net of taxes).

# 10 Property, plant and equipment

## Changes in property, plant and equipment

| | | | | | | | | | | **Parent company** |
|---|---|---|---|---|---|---|---|---|---|---|
| | **Land** | **Buildings** | **Computers and peripherals** | **Facilities** | **Vehicles** | **Machinery and equipment/ tools** | **Leasehold improvements** | **Furniture, fixtures and packaging and other (i)** | **Property, plant and equipment in progress (ii)** | **Total** |
| Net balances at December 31, 2016 | 15,402 | 20,498 | 2,569 | 2,043 | 33,392 | 3,185 | 6,547 | 12,961 | 22,021 | 118,618 |
| Changes | | | | | | | | | | |
| Acquisitions | 946 | 137 | 229 | 268 | - | 294 | 1,674 | 3,214 | 378 | 7,140 |
| Disposals | - | - | (3) | - | (1,016) | (8) | - | (327) | - | (1,354) |
| Transfers | - | 22,235 | - | 6 | - | - | - | (6) | (22,235) | - |
| Depreciation | - | (1,129) | (986) | (285) | (4,153) | (715) | (2,988) | (4,541) | - | (14,797) |
| Net balances at December 31, 2017 | 16,348 | 41,741 | 1,809 | 2,032 | 28,223 | 2,756 | 5,233 | 11,301 | 164 | 109,607 |
| Balances at December 31, 2017 | | | | | | | | | | |
| Cost | 16,348 | 49,200 | 11,834 | 3,924 | 62,058 | 10,014 | 50,151 | 23,597 | 164 | 227,290 |
| Accumulated depreciation | - | (7,459) | (10,025) | (1,892) | (33,835) | (7,258) | (44,918) | (12,296) | - | (117,683) |
| Net balances at December 31, 2017 | 16,348 | 41,741 | 1,809 | 2,032 | 28,223 | 2,756 | 5,233 | 11,301 | 164 | 109,607 |
| Changes | | | | | | | | | | |
| Acquisitions | - | 66 | 738 | 284 | 796 | 267 | 963 | 1,931 | 422 | 5,467 |
| Disposals | - | - | - | - | (744) | - | - | (2) | - | (746) |
| Depreciation | - | (3,433) | (657) | (222) | (3,561) | (496) | (2,250) | (3,685) | - | (14,304) |
| Net balances at September 30, 2018 | 16,348 | 38,374 | 1,890 | 2,094 | 24,714 | 2,527 | 3,946 | 9,545 | 586 | 100,024 |
| Balances at September 30, 2018 | | | | | | | | | | |
| Cost | 16,348 | 49,266 | 12,572 | 4,208 | 60,979 | 10,276 | 51,114 | 25,461 | 586 | 230,810 |
| Accumulated depreciation | - | (10,892) | (10,682) | (2,114) | (36,265) | (7,749) | (47,168) | (15,916) | - | (130,786) |
| Net balances at September 30, 2018 | 16,348 | 38,374 | 1,890 | 2,094 | 24,714 | 2,527 | 3,946 | 9,545 | 586 | 100,024 |

**(i)** The additions to furniture, fixtures, packaging materials and others during the period are substantially represented by packaging materials (industrial logistics division).

**(ii)** Construction in progress refers mainly to construction works and improvements in progress.

**Consolidated**

| | Land | Buildings | Computers and peripherals | Facilities | Vehicles | Machinery and equipment/ tools | Leasehold improvements | Furniture and fixtures and packaging and other (i) | Property, plant and equipment in progress (ii) | Total |
|---|---|---|---|---|---|---|---|---|---|---|
| Net balances at December 31, 2016 | 49,661 | 47,649 | 5,501 | 12,311 | 38,921 | 7,753 | 15,313 | 14,809 | 22,222 | 214,140 |
| Changes | | | | | | | | | | |
| Acquisitions | 946 | 137 | 338 | 742 | 7,408 | 808 | 6,555 | 3,302 | 623 | 20,859 |
| Disposals | - | - | (58) | (42) | (1,016) | (11) | - | (328) | - | (1,455) |
| Transfers | - | 22,235 | 9 | 65 | 60 | - | - | (65) | (22,304) | - |
| Depreciation | - | (2,229) | (1,930) | (1,863) | (4,872) | (1,636) | (6,056) | (4,858) | - | (23,444) |
| Net balances at December 31, 2017 | 50,607 | 67,792 | 3,860 | 11,213 | 40,501 | 6,914 | 15,812 | 12,860 | 541 | 210,100 |
| Balances at December 31, 2017 | | | | | | | | | | |
| Cost | 50,607 | 76,741 | 20,154 | 23,323 | 84,335 | 21,545 | 91,258 | 27,117 | 541 | 395,621 |
| Accumulated depreciation | - | (8,949) | (16,294) | (12,110) | (43,834) | (14,631) | (75,446) | (14,257) | - | (185,521) |
| Net balances at December 31, 2017 | 50,607 | 67,792 | 3,860 | 11,213 | 40,501 | 6,914 | 15,812 | 12,860 | 541 | 210,100 |
| Changes | | | | | | | | | | |
| Acquisitions | 9,466 | 66 | 867 | 1,595 | 1,460 | 440 | 1,654 | 1,950 | 1,307 | 18,805 |
| Disposals | - | - | - | (26) | (852) | (2) | - | (15) | - | (895) |
| Transfers | - | - | - | - | (2) | - | 2 | - | - | - |
| Depreciation | - | (4,260) | (1,180) | (1,055) | (4,208) | (914) | (3,695) | (3,857) | - | (19,169) |
| Other (iii) | - | - | (442) | (2,842) | (70) | (1,953) | (5,833) | (309) | - | (11,449) |
| Net balances at September 30, 2018 | 60,073 | 63,598 | 3,105 | 8,885 | 36,829 | 4,485 | 7,940 | 10,629 | 1,848 | 197,392 |
| Balances at September 30, 2018 | | | | | | | | | | |
| Cost | 60,073 | 76,770 | 18,613 | 18,021 | 83,569 | 16,845 | 71,921 | 27,821 | 1,848 | 375,481 |
| Accumulated depreciation | - | (13,172) | (15,508) | (9,136) | (46,740) | (12,360) | (63,981) | (17,192) | - | (178,089) |
| Net balances at September 30, 2018 | 60,073 | 63,598 | 3,105 | 8,885 | 36,829 | 4,485 | 7,940 | 10,629 | 1,848 | 197,392 |

**(i)** The additions to furniture, fixtures, packaging materials and others during the period are substantially represented by packaging materials (industrial logistics division).

**(ii)** Construction in progress refers mainly to construction works and improvements in progress.

**(iii)** Balances at January 31, 2018, belonging to Tegma Logística Integrada S.A., which was the object of joint venture formation in February 2018, as described in note 2 item i.

The depreciation and amortization amounts were recorded as follows:

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **Jan2018–Sep2018** | **Jan2017–Sep2017** | **Jan2018–Sep2018** | **Jan2017–Sep2017** |
| Depreciation | (14,304) | (10,876) | (19,169) | (17,195) |
| Amortization | (3,068) | (2,735) | (3,505) | (3,514) |
| Total | (17,372) | (13,611) | (22,674) | (20,709) |

The depreciation and amortization amounts segregated between costs and expenses were recorded as follows:

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **Jan2018–Sep2018** | **Jan2017–Sep2017** | **Jan2018–Sep2018** | **Jan2017–Sep2017** |
| Cost of services rendered | (15,037) | (11,496) | (20,130) | (18,330) |
| General and administrative expenses | (2,335) | (2,115) | (2,544) | (2,379) |
| Total | (17,372) | (13,611) | (22,674) | (20,709) |

# 11 Intangible

| | | | | | | | | | Parent company |
|---|---|---|---|---|---|---|---|---|---|
| | **12/31/2016** | **Addition** | **Amortization** | **Other** | **12/31/2017** | **Addition** | **Amortization** | **Other** | **09/30/2018** |
| Software | 9,935 | 4,105 | (3,681) | - | 10,359 | 3,115 | (3,068) | - | 10,406 |
| Goodwill paid in the acquisition of investments | | | | | | | | | |
| Nortev | 120,877 | - | - | - | **120,877** | - | - | - | **120,877** |
| Boni Amazon | 32,791 | - | - | - | **32,791** | - | - | - | **32,791** |
| | **163,603** | **4,105** | **(3,681)** | - | **164,027** | **3,115** | **(3,068)** | - | **164,074** |

| | | | | | | | | | Consolidated |
|---|---|---|---|---|---|---|---|---|---|
| | **12/31/2016** | **Addition** | **Amortization** | **Other (i)** | **12/31/2017** | **Addition** | **Amortization** | **Other (ii)** | **09/30/2018** |
| Software | **12,897** | 4,371 | (4,700) | - | **12,568** | 3,379 | (3,505) | (1,036) | **11,406** |
| Goodwill paid in the acquisition of investments | | | | | | | | | |
| Nortev | **120,877** | - | - | - | **120,877** | - | - | - | **120,877** |
| Boni Amazon | **32,791** | - | - | - | **32,791** | - | - | - | **32,791** |
| Tegma Logística Integrada S.A. | **2,491** | - | - | - | **2,491** | - | - | (2,491) | - |
| Tegma Cargas Especiais Ltda. | **6,364** | - | - | - | **6,364** | - | - | - | **6,364** |
| Catlog Logística de Transportes S.A. | **1,365** | - | - | (1,365) | - | - | - | - | - |
| PDI Comércio, Indústria e Serviços Ltda. | **36** | - | - | - | **36** | - | - | (36) | - |
| GDL Gestão de Desenvolvimento em Logística Participações S.A. (“GDL”) (iii) | - | - | - | - | - | **16,693** | - | - | **16,693** |
| | **163,924** | - | - | **(1,365)** | **162,559** | **16,693** | - | **(2,527)** | **176,725** |
| Net | **176,821** | **4,371** | **(4,700)** | **(1,365)** | **175,127** | **20,072** | **(3,505)** | **(3,563)** | **188,131** |

**(i)** In 2017, due to the inactivity of Catlog Logística de Transportes S.A., management made a provision for loss on goodwill in the amount of R$ 1,365.

**(ii)** Balances at January 31, 2018 of goodwill written-off due to the corporate restructuring of Tegma Logística Integrada S.A., and the software balance contributed to form the joint venture in February 2018, as described in Note 2, item i.

**(iii)** Goodwill recorded when adding shareholding portion of GDL Gestão de Desenvolvimento em Logística Participações S.A. (GDL) to form the joint venture, as described in Note 2, item i.

# 12 Loans and financing

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Loans and financing - domestic currency | | | | |
| Finame (a) | - | 134 | - | 4,730 |
| NCE – Export Credit Note (a.ii) | 10,232 | 50,017 | 10,232 | 50,017 |
| Loans and financing - foreign currency | | | | |
| Resolution 4131 (a.iii) | 54,312 | - | 54,312 | - |
| **Total loans and financing** | **64,544** | **50,151** | **64,544** | **54,747** |
| (-) Current | 3,990 | 151 | 3,990 | 1,112 |
| Non-current | 60,554 | 50,000 | 60,554 | 53,635 |
| Debentures (b) | | | | |
| **Total debentures** | **98,314** | **168,127** | **98,314** | **168,127** |
| (-) Current | 48,304 | 71,441 | 48,304 | 71,441 |
| Non-current | 50,010 | 96,686 | 50,010 | 96,686 |
| **Loans and financing** | **162,858** | **218,278** | **162,858** | **222,874** |
| **Derivative financial instruments – SWAP (assets)** | **(3,945)** | **-** | **(3,945)** | **-** |
| (-) Current | - | - | - | - |
| Non-current (i) | (3,945) | - | (3,945) | - |
| **Loans and financing, net of swap** | **158,913** | **218,278** | **158,913** | **222,874** |

(i) Includes the fair value on the swap in the amount of R$ 210, according to Note 4 item h.

## a. Bank loans

### *(i) Finame*

In March 2017, the former subsidiary Tegma Logística Integrada S.A., entered into a loan agreement with the National Bank for Economic and Social Development (BNDES) in the amount of R$ 4,474 by means of financial agent Banco Safra S.A. whose funds of which will be used for acquisitions of semi-trailers and are guaranteed by own assets. The release of the amount occurred during the year 2017.

As a result of restructuring mentioned in note 2 item (i) and with the consent of BNDES, debt and semi-trailers were transferred to Subsidiary Tegma Logística de Armazéns Ltda. in 2017.

In May 2018, the loan agreement was paid off in advance.

### *(ii) NCE – Export credit note*

In June 2017, the Company entered into two NCE loan agreements without collateralized guarantees. With:

Banco do Brasil S.A. in the amount of R$ 40,000, with the principal maturing in June 2019 and amortization of monthly interest. The negotiated interest rate was the Interbank Deposit certificate (CDI) rate for the period plus 2% per annum (with a flat fee of 1.15% paid when loan was contracted). In August 2018, this contract was early settled.

And other with Banco Safra S.A., in the amount of R$ 10,000, with the principal maturing in 3 equal installments (June 2019, December 2019 and June 2020), with semi-annual interest payments as of December 2017. The negotiated interest rate was the Interbank Deposit certificate (CDI) rate for the period plus 2.65% per annum (without a flat fee). The average interest rate is 9.05% per annum for this contract in September 2018 (9.55% in December 2017).

The Company does not have any restrictive covenant on such loan.

### *(iii) Resolution 4131*

In August 2018, the Company signed a loan contract in US dollars in the amount of US$ 13,441, equivalent to R$ 50,000, on the transaction date, with the financing agent Itau Bba Internacional PLC, without pledged guarantees, with the payment of principal in the end of the contract, August 2020, and interest to be paid in December 2018, February 2020 and August 2020.

For exchange-rate hedge of loan, the Company purchased derivative financial instrument, cash flow swap, from Itau Unibanco S.A. in the same amount and maturities, swapping the exposure of US$ currency change plus fixed rate of 4.89% per year, for the CDI change plus 0.89 % per year, and with this, assigning the credit receivables from the swap transaction as guarantee to the creditor of the loan in US dollars.

In September 2018, the average interest rate is 7.29% per annum.

This operation is subject to accelerated maturity in the event the following debt and interest coverage ratios are not complied with: (i) net debt/EBITDA (1) ratio equal to or lower than 2.50, and adjusted EBITDA/net financial expense equal to or higher than 1.50. On September 30, 2018, the Company had addressed all these clauses.

## b. Debentures

In 2013, the Company issued simple, non-convertible, unsecured debentures. The net funds obtained are fully used to meet the Company's basic management requirements, such as the repayment of debts and the reinforcement of cash.

The debentures pay interest semi-annually. Under the first issuance, interest is paid on February 15 and August 15 of each year. Under the second issuance, interest is paid on December 15 and June 15 of each year.

The nominal value of the debentures of the two issues will be amortized as follows:

In 1st issuance: first series, 33.33% was paid on February 15, 2016, 33.33% on February 15, 2017, 33.34% on February 15, 2018; while in the second series, 33.33% was paid on February 15, 2017, 33.33% on February 15, 2018, and next amortization date is February 15, 2019 (33.34%).

As regards both series of the second issuance, as of December 15, 2016, 33.33% was paid on September 28, 2017 and the installment of 33.33%, previously estimated for December 15, 2017 was settled in advance. In relation to the latest installment, originally set to be paid on December 15, 2018, there was a renegotiation, and the amount corresponding to 33.34 % of the issuance was extended in the proportion of 50% to July 31, 2020, and 50% to July 31, 2021, as approved in the Annual Debentureholders’ Meeting held on September 25, 2017.

| Series | Type | Issuance amount | Outstanding debentures | Date | | Annual financial charges | Unit price | Parent company and Consolidated | |
|---|---|---|---|---|---|---|---|---|---|
| | | | | Issue | Maturity | | | 09/30/2018 | 12/31/2017 |
| 1st issue - 1st series | Simple | 60,000 | - | 02/15/2013 | 02/15/2018 | DI + 0.84% | 10 | - | 20,636 |
| 1st issue - 2nd series | Simple | 140,000 | 14,000 | 02/15/2013 | 02/15/2019 | DI + 0.97% | 10 | **47,089** | 96,334 |
| 2nd issue - 1st series | Simple | 80,000 | 8,000 | 12/15/2013 | 07/31/2021 | DI + 2.00% | 10 | **27,320** | 27,283 |
| 2nd issue - 2nd series | Simple | 70,000 | 7,000 | 12/15/2013 | 07/31/2021 | DI + 2.00% | 10 | **23,905** | 23,874 |
| | | | | | | | Current | **48,304** | 71,441 |
| | | | | | | | Non-current | **50,010** | 96,686 |

The issues of debentures are subject to accelerated maturity in the event the following debt and interest coverage ratios are not complied with: (i) adjusted[(1)] net debt/EBITDA[(2)] ratio equal to or lower than 2.50, and adjusted EBITDA/net financial expense equal to or higher than 1.50. On September 30, 2018, the Company had addressed all these clauses.

1. EBITDA - net income for the period, plus taxes on profit, financial costs net of financial income, and depreciation, amortization and depletion.

2. Adjusted EBITDA - excludes the net results from discontinued operations and other items that contribute to the information on the gross cash generation potential - CVM Regulatory Instruction (INCVM) No. 527/2012.

The installments due in the non-current are payable according to the following schedule for loans and financing:

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | 09/30/2018 | 12/31/2017 | 09/30/2018 | 12/31/2017 |
| **months:** | | | | |
| 13–24 | 85,559 | 93,343 | 85,559 | 94,462 |
| 25–36 | 25,005 | 28,338 | 25,005 | 29,457 |
| 37–48 | - | 25,005 | - | 26,124 |
| 49–60 | - | - | - | 278 |
| **Total** | **110,564** | **146,686** | **110,564** | **150,321** |

Changes in 2018 are as follows:

| | Parent company | Consolidated |
|---|---|---|
| **Loans and financing** | | |
| **Balance at December 31, 2017** | **50,151** | **54,747** |
| Funding | 50,000 | 50,000 |
| Recognized interest | 3,020 | 3,192 |
| Payment of principal | (40,134) | (44,754) |
| Interest paid | (2,411) | (2,559) |
| Exchange-rate change | 3,918 | 3,918 |
| **Balance at September 30, 2018** | **64,544** | **64,544** |
| **Debentures** | | |
| **Balance at December 31, 2017** | **168,127** | **168,127** |
| Recognized interest | 6,405 | 6,405 |
| Payment of principal | (66,666) | (66,666) |
| Interest paid | (9,552) | (9,552) |
| **Balance at September 30, 2018** | **98,314** | **98,314** |

| | | |
|---|---|---|
| **Total** | **162,858** | **162,858** |

## 13 Salaries and social security charges

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Vacations payable | 9,397 | 9,632 | 11,171 | 12,220 |
| INSS | 2,149 | 2,020 | 2,558 | 2,645 |
| Bonuses and profit sharing payable | 5,203 | 7,014 | 5,538 | 7,783 |
| Provision for 13th salary | 4,823 | - | 5,720 | - |
| FGTS | 440 | 598 | 519 | 780 |
| Other | 747 | 1,013 | 834 | 1,216 |
| **Total** | **22,759** | **20,277** | **26,340** | **24,644** |

## 14 Judicial deposits and provision for lawsuits

The Company is a party to ongoing labor, civil and tax lawsuits and other ongoing lawsuits, that totaled as of September 30, 2018, R$ 562,096 (R$198,857 as of December 31, 2017) Parent Company, and R$590,274 (R$244,248 as of December 31, 2017) Consolidated has been discussing these issues in both the administrative and judicial scopes and, when applicable, said lawsuits are backed by judicial deposits. These amounts contemplate all lawsuits classified as probable, possible and remote. Provisions for probable losses arising from these lawsuits are estimated and updated by Management as there is an estimate for future disbursement, backed by the opinion of the external legal advisors.

The above-mentioned amounts are broken down as indicated below:

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Provisions recognized | 26,056 | 30,926 | 36,834 | 38,983 |
| Possible | 98,069 | 109,126 | 106,200 | 132,824 |
| Remote | 437,971 | 58,806 | 447,240 | 72,441 |
| **Total** | **562,096** | **198,858** | **590,274** | **244,248** |

### Provisions recognized

The provisions recorded and related judicial deposits, when applicable, are as follows:

| | | | | Parent company |
|---|---|---|---|---|
| | Judicial deposits | | Provisions for lawsuits | |
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Labor and social security | 7,200 | 7,002 | 12,989 | 14,903 |
| Tax | 1,608 | 1,608 | - | - |
| Civil (i) | 93 | 93 | 13,067 | 16,023 |
| **Total** | **8,901** | **8,703** | **26,056** | **30,926** |

| | | | | Consolidated |
|---|---|---|---|---|
| | Judicial deposits | | Provisions for lawsuits | |
| | 09/30/2018 | 12/31/2017 | 09/30/2018 | 12/31/2017 |
| Labor and social security | 10,561 | 11,750 | 19,053 | 22,889 |
| Tax | 1,608 | 1,631 | - | - |
| Civil (i) | 190 | 190 | 17,781 | 16,094 |
| **Total** | **12,359** | **13,571** | **36,834** | **38,983** |

(i) Contains provision arising from business combination, as detailed below:

The agreement for purchase and sale of Direct Express, entered into between the Company and 8M Participações, establishes that the Company will only be required to indemnify 8M Participações for any lawsuits referring to facts that took place before the date of the acquisition with an aggregate amount exceeding R$40,000. On the other hand, 8M Participações is required to indemnify the Company for any lawsuits referring to facts that took place after the date of the acquisition. In the year 2017, the amount of obligations paid by 8M Participações by the Company is above the aggregated amount. In September 2018, the balance of such provisions totaled R$ 12,491 (in December 2017, R$ 15,993).

The changes in the provision for the period of 2018 were as follows:

| | Parent company | Consolidated |
|---|---|---|
| **Balance at December 31, 2017** | **30,926** | **38,983** |
| Formation | 9,162 | 16,142 |
| Recognition INSS FAP | 115 | 115 |
| Corporate restructuring (i) | - | (1,482) |
| Other lawsuits payable | 663 | 443 |
| Write-off by judicial deposit | (664) | (1,709) |
| Payment | (14,146) | (15,658) |
| **Balance at September 30, 2018** | **26,056** | **36,834** |

(i) Balance at January 31, 2018, belonging to Tegma Logística Integrada S.A., which was the object of joint venture formation in February 2018, as described in note 2 item i.

## Possible losses, not provisioned in the balance

The Company and its subsidiaries are parties to tax, civil and labor lawsuits for which no provision has been recorded due to the fact that these lawsuits have been classified by Management and its legal advisors as possible losses, as presented below:

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | 09/30/2018 | 12/31/2017 | 09/30/2018 | 12/31/2017 |
| Labor and social security | 54,440 | 65,083 | 57,933 | 76,550 |
| Tax | 23,324 | 14,767 | 27,738 | 20,086 |
| Civil | 20,305 | 29,276 | 20,529 | 36,188 |
| **Total** | **98,069** | **109,126** | **106,200** | **132,824** |

Labor and social security contingencies refer mainly to cases involving discontinued operations, as well as cases in which the Company is held jointly liable for lawsuits filed against outsourced service providers.

Before, the main civil lawsuit is classified as possible, corresponded to the claim for material damages, pain and suffering and death pension due to a traffic accident occurred in December 2011, involving a carrier subcontracted by the Company, and that has a contingency amount of R$ 1,961 as of September 30, 2018 (R$ 12,996 as of December 31, 2017), and the decrease was due to the court decision that partially covered the request of the plaintiffs.

### Remote losses, not provisioned in the balance sheet

Tax, civil and labor lawsuits for which no provision has been recorded due to the fact that these lawsuits have been classified by Management and its legal advisors as remote losses as of September 30, 2018 totaled R$ 437,971 in parent company (R$ 58,806 as of December 31, 2017) and R$ 447,240 in Consolidated (R$ 72,441 as of December 31, 2017). The main demand in tax sphere derives from collection made by ISS (tax on services) inspection authorities of the municipality of Mauá, São Paulo State, SP, through tax assessment notices from December 2017 and January 2018 in the total amount of R$394,633, in which the municipality erroneously considered total gross revenue earned by the Company and not only that of Mauá, SP, branch, which should be the basis for said inspection. In this context and based on our legal advisors' opinion, the Company considers losses related to the amount of R$6,311, calculated based only on revenue earned by branch of Mauá, SP, as possible. While in relation to remaining amount, R$388,322, the Company considers likelihood of loss as remote. In February 2018, our defense was made in the administrative level, and all additional supporting documentation was presented to the municipality, and since then the finance department of the municipal government of Mauá has not issued any opinion.

## 15 Income tax and social contribution

The reconciliation between the tax expense as calculated by the combined nominal rates and the income tax and social contribution expense charged to income (loss) is presented below:

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **09/30/2017** | **09/30/2018** | **09/30/2017** |
| **Income before income tax and social contribution** | **95,415** | **46,252** | **96,452** | **50,206** |
| Combined nominal rate of income tax and social contribution | 34% | 34% | 34% | 34% |
| **Income tax and social contribution at nominal rate** | **(32,441)** | **(15,726)** | **(32,794)** | **(17,070)** |
| **Effect of Corporate income tax and social contribution on permanent differences** | | | | |
| Equity in net income of subsidiaries | 1,388 | 2,037 | (105) | (462) |
| Permanent differences | (551) | (317) | (780) | (1,707) |
| Correction of the LALUR 2014 (i) | - | 12,206 | - | 12,206 |
| ICMS credit granted | 3,365 | - | 4,154 | - |
| Interest on own capital | 5,699 | - | 5,699 | - |
| Other | 413 | 343 | 662 | 1,622 |
| **Income tax and social contribution on income (loss)** | **(22,127)** | **(1,457)** | **(23,164)** | **(5,411)** |
| Current | (21,882) | (10,075) | (24,101) | (15,604) |
| Deferred assets | (245) | 8,618 | 937 | 10,193 |
| **Effective rate** | **23.2%** | **3.2%** | **24.0%** | **10.8%** |

(i) Refers to the difference between the actual value and the estimated value of the loss on the disposal of ownership interest in Direct Express Logística Integrada S.A. considered as basis for determining income tax and social contribution.

Breakdown of deferred income tax and social contribution as of September 30, 2018 and December 31, 2017 is as follows:

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Tax loss from recoverable income tax | - | - | 10,412 | 27,398 |
| Negative basis of social contribution | - | - | 3,859 | 9,809 |
| Temporary differences | | | | |
| Provisions for profit sharing and bonuses | 1,769 | 2,385 | 1,883 | 2,646 |
| Estimated loss for allowance for doubtful accounts | 22 | 38 | 403 | 669 |
| Provision for legal disputes | 9,370 | 10,515 | 13,035 | 13,254 |
| Provisions for freight payable | 732 | 853 | 732 | 867 |
| Provision for toll fees payable | 426 | 1,368 | 480 | 1,430 |
| Cut-off provision | 4,643 | 1,107 | 4,643 | 1,107 |
| Provision for losses with former subsidiary | - | - | 3,898 | 3,898 |
| Other | 4,528 | 6,587 | 6,236 | 7,812 |
| **Subtotal** | **21,490** | **22,853** | **45,581** | **68,890** |
| | | | | |
| Amortization of tax goodwill (i) | (20,459) | (20,459) | (20,459) | (20,459) |
| Difference for depreciation rate (ii) | (7,976) | (9,023) | (15,775) | (16,751) |
| Other | - | - | (1,749) | (1,749) |
| **Subtotal** | **(28,435)** | **(29,482)** | **(37,983)** | **(38,959)** |
| | | | | |
| **Total** | **(6,945)** | **(6,629)** | **7,598** | **29,931** |

**(i)** Refers to deferred income tax and social contribution calculated on the amortization, for tax purposes, of the goodwill arising from the acquisition of subsidiaries.

**(ii)** Refers to deferred income tax and social contribution on the difference between the depreciation of property, plant and equipment items calculated for tax and accounting purposes.

Changes in deferred income tax and social contribution, net as of September 30, 2018 are as follows:

| | Parent company | Consolidated |
|---|---|---|
| **Balance at December 31, 2017** | **(6,629)** | **29,931** |
| Formation – effect on profit or loss | (245) | 937 |
| Tax credit granting (i) | - | (5,307) |
| Corporate restructuring (ii) | - | (17,172) |
| User of tax loss and negative social contribution basis (PERT) | - | (720) |
| Deferred taxes on hedge accounting | (71) | (71) |
| | | |
| **Balance at September 30, 2018** | **(6,945)** | **7,598** |

**(i)** As shown in Note 24, the amount is comprised by the credits from tax loss and social contribution that were granted to the parent company by the Subsidiaries Tegma Logística de Veículos Ltda. totaling R$ 4,806 and Tegma Cargas Especiais Ltda. totaling R$ 501.

**(ii)** Balance at January 31, 2018 of deferred, belonging to Tegma Logística Integrada S.A., which was the object of joint venture formation in February 2018, as described in note 2 item i.

The breakdown of deferred income and social contribution tax between assets and liabilities by company is as follows:

| | | | | Consolidated |
|---|---|---|---|---|
| | | 09/30/2018 | | |
| | Assets | Liabilities | Net assets | Net liabilities |
| Tegma Gestão Logística S.A. | 21,490 | (28,435) | - | (6,945) |
| Tegma Logistica de Armazéns Ltda. | 1,212 | - | 1,212 | - |
| Tegmax Comércio e Serviços Automotivos Ltda. | 26 | - | 26 | - |
| Tegma Logística de Veículos Ltda | 7,780 | - | 7,780 | - |
| Tegma Cargas Especiais Ltda. | 15,073 | (9,548) | 5,525 | - |
| **Total** | **45,581** | **(37,983)** | **14,543** | **(6,945)** |

| | | | | Consolidated |
|---|---|---|---|---|
| | | 12/31/2017 | | |
| | Assets | Liabilities | Net assets | Net liabilities |
| Tegma Gestão Logística S.A. | 22,853 | (29,482) | - | (6,629) |
| Tegma Logística Integrada S.A | 17,409 | - | 17,409 | - |
| Tegma Logística de Armazéns Ltda. | 1,502 | - | 1,502 | - |
| Tegmax Comércio e Serviços Automotivos Ltda. | 49 | - | 49 | - |
| Tegma Logística de Veículos Ltda. | 12,673 | - | 12,673 | - |
| Tegma Cargas Especiais Ltda. | 14,404 | (9,477) | 4,927 | - |
| **Total** | **68,890** | **(38,959)** | **36,560** | **(6,629)** |

As of September 30, 2018, the assets are expected to be realized as follows:

| Year | Parent company | Consolidated |
|---|---|---|
| 2018 | 1,074 | 2,142 |
| 2019 | 4,298 | 8,406 |
| 2020 | 4,298 | 8,969 |
| 2021 | 4,298 | 7,923 |
| 2022 | 4,298 | 7,604 |
| >2023 | 3,224 | 10,537 |
| | **21,490** | **45,581** |

The Company and its Subsidiaries do not have deferred assets to be recognized.

# 16 Other accounts payable

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | 09/30/2018 | 12/31/2017 | 09/30/2018 | 12/31/2017 |
| Insurance | 6,848 | 5,931 | 7,341 | 6,028 |
| Toll fees | 1,253 | 4,026 | 1,952 | 4,209 |
| Benefits (i) | 1,765 | 3,524 | 2,167 | 3,927 |
| Changes in vehicles and cargo | 1,285 | 1,565 | 1,285 | 2,095 |
| Rental | 2,004 | 1,307 | 3,702 | 3,133 |
| Consultancy services | 725 | 1,184 | 878 | 1,306 |
| Surveillance | 1,530 | 788 | 1,851 | 1,069 |
| Sundry maintenance | 1,152 | 563 | 1,431 | 1,024 |
| Other | 1,695 | 1,432 | 5,825 | 3,276 |
| **Total** | 18,257 | 20,320 | 26,432 | 26,067 |

**(i)** Transportation voucher, meal ticket, basic basket, severance costs, and others.

# 17 Shareholders' equity

## a. Capital

The Company's capital is fully paid-in, totaling R$ 144,469, divided into 66,002,915 common nominative shares with no par value.

## b. Capital reserve – goodwill upon subscription of shares

The Company's capital reserve is derived as follows: (i) on April 27, 2007, a Shareholders' Meeting approved the formation of a capital reserve - share premium, totaling R$2,245, and (ii) on June 28, 2007, the Company's Board of Directors approved the issue of 9,706,639 registered common shares, with no par value, at an issue price of R$26.00, in the public share offering, with the allocation of R$47,757 to the Capital line item, and R$204,616 to the Capital reserve, as provided for in the sole paragraph of Article 14 of the Brazilian Corporate Law.

Due to cancellation, on December 16, 2008, of 2,547,145 common shares issued by the Company and held in treasury, in the amount of R$32,806, balance on September 30, 2018 and December 31, 2017 is R$174,055.

## c. Legal and profit retention reserve

The legal reserve is formed annually by the allocation of 5% of net income for the year, and may not exceed 20% of the Company's capital. The purpose of the legal reserve is to guarantee that the capital stock is paid up and it is used solely to offset losses and/or increase capital. Profit retention reserve refers to retained income remaining balance intended to aid business growth project established in the Company's investment plan, according to capital budget proposed by management and to be decided in the Annual Shareholders Meeting, in compliance with Article 196 of the Brazilian Corporate Law.

## d. Treasury shares

As of September 30, 2018 and December 31, 2017, the balance of treasury shares corresponds to 65,143 common shares totaling R$ 342.

## e. Dividends and interest on own capital

After offsets and deductions set forth in law and bylaws, net income for each fiscal year shall be allocated as follows: (i) 5% for legal reserve, until reaches 20% of paid-up capital and (ii) 25% of balance, after allocation of legal reserve, shall be allocated to pay mandatory minimum dividend to all shareholders.

The dividends above such limit are separated in a specific account in shareholders' equity called "Proposed additional dividend". When resolved by the Board of Directors, interest on own capital are computed to dividends for the period.

In the meeting of the Board of Directors held on February 11, 2010, the adoption of the dividend allocation policy of the Company was approved, so that future dividend distributions, including interest on own capital, are made at an amount at least equivalent to 50% (fifty percent) of net income for the year, calculated as provided in art. 193 to 203 of Law 6404/76, as amended, the Brazilian accounting practices and the rules of the Brazilian Securities Exchange Commission.

The calculation of dividends for 2017 is as follows:

| | 2017 |
|---|---|

| | |
|---|---|
| Net income for the year | 103,763 |
| Legal reserve | (1,681) |
| Calculation basis | 102,082 |
| Minimum compulsory dividend 25 % | 25,521 |
| Interim dividends paid | 18,571 |
| Interest on own capital paid | 3,822 |
| Interest on own capital proposed | 11,491 |
| Proposed dividends | 27,365 |
| % on calculation basis | 60% |

In a Board of Directors' meeting held on August 4, 2017, the dividend distribution in 2017 in the amount of R$ 14,750 was approved, paid on August 21, 2017.

In the meeting of the Board of Directors held on November 6, 2017, the distributions of interim dividends in the amount of R$ 3,821 and interim interest on own capital in the amount of R$ 3,822 were approved, paid on November 23, 2017.

Annual Shareholders' Meeting held on April 20, 2018 approved Management proposal for destination of net income for the year ended December 31, 2017, which resulted in distribution of supplementary dividends and interest on own capital to the Company's shareholders in the amount of R$38,856, being R$27,365 dividends and R$11,491 interest on own capital, both paid on May 3 and 4, 2018.

In the meeting of the Board of Directors held on August 7, 2018, the distributions of interim dividends in the amount of R$ 15,818 and interim interest on own capital in the amount of R$ 5,272 for the year 2018, both paid on August 22, 2018.

### *f. Stock option plan*

The Special Shareholders' Meeting, held on December 15, 2011, approved the Company's Stock option Plan to Company's executives. Actions that are the object of the Plan must derive from: (i) issuance of new common shares, within capital limit authorized by the Company, according to decision of the Board of Directors; and/or (ii) common shares held in treasury.

Currently, there is no stock option plan in place.

# 18 Information per business segment

The Company classifies its business analyses into: (i) automotive logistics, division engaged in the transfer and distribution of zero-kilometer and used vehicles, port transfers and management of inventories and yards for car manufacturers and services to prepare vehicles for sale, comprised by the Parent Company and its Subsidiaries Tegmax Comércio e Serviços Automotivos Ltda. and Niyati Empreendimentos e Participações Ltda, and into (ii) integrated logistics, division that is engaged in transporting, storing, managing inventory, to several market segments such as chemical, appliances and consumables comprised of its subsidiaries comprised by its Subsidiaries Tegma Cargas Especiais Ltda., Tegma Logística de Armazéns Ltda. and Tegma Logística de Veículos Ltda and parent company.

The Company has recently inaugurated the start-up accelerator called TegUP (TegUp Inovação e Tecnologia Ltda) which we understand that do not belong to any of the above divisions.

Starting as of February 2018, the Company no longer considers Tegma Logística Integrada S.A. as a direct investment due to creation of joint venture "GDL", which is engaged in providing general and bonded warehouse services in Cariacica, Espírito Santo State, ES. Beginning as of that date, GDL became direct parent company of Tegma Logística Integrada S.A.; accordingly, GDL equity change started to be accounted for in the Company's equity in investees.

| | | | | | | **Consolidated** |
|---|---|---|---|---|---|---|
| | **Automotive logistics** | | **Integrated Logistics** | | **Total** | |
| | **09/30/2018** | **09/30/2017** | **09/30/2018** | **09/30/2017** | **09/30/2018** | **09/30/2017** |
| Net income from services | 774,532 | 633,255 | 112,021 | 131,245 | 886,553 | 764,500 |
| Costs | (601,963) | (502,998) | (93,540) | (103,994) | (695,503) | (606,992) |
| Operating expenses | (62,304) | (69,251) | (1,605) | (12,148) | (63,909) | (81,399) |
| Expenses with depreciation and amortization (i) | (14,082) | (10,612) | (8,592) | (10,097) | (22,674) | (20,709) |
| Financial expenses | (20,983) | (25,039) | (2,560) | (1,338) | (23,543) | (26,377) |
| Financial income | 12,976 | 11,358 | 2,861 | 11,185 | 15,837 | 22,543 |
| Equity in net income of subsidiaries | (276) | (2,507) | (33) | 1,147 | (309) | (1,360) |
| Income tax and social contribution | (22,506) | (1,928) | (658) | (3,483) | (23,164) | (5,411) |
| Net income for the year | 65,394 | 32,278 | 7,894 | 12,517 | 73,288 | 44,795 |

| | **Automotive logistics** | | **Integrated Logistics** | | **Total** | |
|---|---|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Current assets | 260,757 | 250,266 | 43,513 | 124,414 | 304,270 | 374,680 |
| Non-current assets | 413,523 | 360,891 | 55,336 | 102,280 | 468,859 | 463,171 |
| Total assets | 674,280 | 611,157 | 98,849 | 226,694 | 773,129 | 837,851 |
| Current liabilities | 140,932 | 175,432 | 10,936 | 17,680 | 151,868 | 193,112 |
| Non-current liabilities | 145,145 | 184,374 | 10,701 | 11,559 | 155,846 | 195,933 |
| Total liabilities | 286,077 | 359,806 | 21,637 | 29,239 | 307,714 | 389,045 |

(i) R$ 20,130 refer to the portion of depreciation attributed to the cost of services and R$ 2,544 attributed to general administrative expenses in September 2018 (R$ 18,330 and R$ 2,379, respectively, in September 2017), according to Note 10.

The income from four clients of the automotive logistics segment represented approximately 67% of total income.

The services to the automotive and integrated logistics segments are rendered throughout the Brazilian territory.

## 19 Net income from services rendered

The reconciliation of gross income to net income from services rendered is as follows:

| | **Parent company** | | **Consolidated** | |
|---|---|---|---|---|
| | **09/30/2018** | **09/30/2017** | **09/30/2018** | **09/30/2017** |
| Gross income from services | 989,524 | 820,961 | 1,099,094 | 935,537 |
| Discounts, insurance and toll fees | (57,646) | (53,620) | (59,266) | (54,370) |
| | **931,878** | **767,341** | **1,039,828** | **881,167** |
| Taxes levied (i) | (131,256) | (108,631) | (153,275) | (116,667) |
| Net income from services | **800,622** | **658,710** | **886,553** | **764,500** |

(i) In July 2018, the subsidiary Tegma Cargas Especiais Ltda., following the internal compliance process, identified errors in the collection of tax related to its operations. In view of this fact, it opted for voluntarily reporting it for additional ICMS collection (Value-Added Tax on Sales and Services) of such operations over the past five years. Such regularization resulted in the recognition of an expense of R$ 5,252.

## 20 Expenses per type

| | **Parent company** | | **Consolidated** | |
|---|---|---|---|---|
| | **09/30/2018** | **09/30/2017** | **09/30/2018** | **09/30/2017** |
| Cost of services rendered | (636,326) | (533,013) | (715,633) | (625,321) |
| General and administrative expenses | (44,485) | (39,019) | (45,829) | (40,927) |
| Management remuneration | (8,491) | (7,781) | (8,491) | (7,781) |
| Commercial expenses | (380) | (397) | (380) | (397) |
| Total | **(689,682)** | **(580,210)** | **(770,333)** | **(674,426)** |

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **09/30/2017** | **09/30/2018** | **09/30/2017** |
| Freight services – aggregated | (550,841) | (452,914) | (572,404) | (473,332) |
| Salaries | (50,364) | (45,115) | (59,459) | (57,042) |
| Social charges | (27,973) | (24,690) | (33,627) | (31,746) |
| Outsourced services | (27,319) | (21,724) | (31,823) | (27,362) |
| Rentals and lease | (16,114) | (15,852) | (27,614) | (30,252) |
| Depreciation and amortization | (17,372) | (13,611) | (22,674) | (20,709) |
| Employee benefits | (14,560) | (12,730) | (18,585) | (18,403) |
| Variable costs | (9,670) | (7,745) | (21,902) | (18,514) |
| Other general expenditures | (6,019) | (6,465) | (8,913) | (10,748) |
| Maintenance | (8,862) | (6,516) | (12,373) | (11,452) |
| Fuels and lubricants | (6,307) | (5,484) | (6,788) | (6,286) |
| Utilities | (2,482) | (2,286) | (3,948) | (4,535) |
| Communication | (1,701) | (1,813) | (2,118) | (2,400) |
| Other personnel expenditures | (1,932) | (2,877) | (2,618) | (3,728) |
| Termination costs | (1,426) | (680) | (1,749) | (1,401) |
| Material | (1,472) | (1,453) | (2,473) | (2,915) |
| Expenses with travel | (1,348) | (1,353) | (1,352) | (1,409) |
| Misplacement indemnity | (556) | (624) | (673) | (674) |
| Contributions and donations | (661) | (510) | (664) | (515) |
| Contractual fines | (473) | - | (473) | (5) |
| PIS/Cofins tax credits | 57,770 | 44,232 | 61,897 | 49,002 |
| **Total** | **(689,682)** | **(580,210)** | **(770,333)** | **(674,426)** |

# 21 Other expenses, net

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | **09/30/2018** | **09/30/2017** | **09/30/2018** | **09/30/2017** |
| Recovery of expenses (i) | 417 | 1,047 | 2,294 | 2,781 |
| Inventory adjustments | - | - | (62) | (18) |
| (Loss) on sale of fixed assets, net | (356) | (345) | (407) | (306) |
| Bad debt losses | 47 | 15 | 655 | (2,032) |
| Loss in the disposal of investments | - | (223) | - | (223) |
| Formation of provisions for lawsuits and indemnities paid | (9,162) | (23,445) | (16,142) | (28,474) |
| Loss in the write-off of goodwill (ii) | (2,527) | - | (2,527) | - |
| Fair value upon investment transfer (iii) | 1,842 | - | 1,842 | - |
| Provision for investment loss | - | (1,365) | - | (1,365) |
| Provision for impairment from sales of subsidiaries | - | - | - | (5,733) |
| Other (iv) | (1,512) | 710 | 2,594 | 696 |
| Other (expenses), net | **(11,251)** | **(23,606)** | **(11,753)** | **(34,674)** |

**(i)** Refers to onlendings of fixed operating costs of areas sub-rented to clients.

**(ii)** Goodwill balances recognized upon acquisition of former subsidiary Tegma Logística Integrada S.A., which were written-off due to joint venture formation, as described in note 2 item i.

**(iii)** Amount referring to evaluation made by independent advisors of Tegma Logística Integrada S.A. assets fair value, which was the object of joint venture formation, as described in note 2 item i.

**(iv)** Includes recognition of a provision for reimbursement of civil contingencies covered by insurance policy, in the amount of R$4,951. In addition, we established the provision for lawsuits at the same amount in caption “Recognition of provisions for lawsuits and indemnities paid”. Thus, there is no effect in income (loss) for the period.

# 22 Net financial income (expenses)

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| | 09/30/2018 | 09/30/2017 | 09/30/2018 | 09/30/2017 |
| **Financial income** | | | | |
| Positive income (loss) from swap operation | 6,118 | - | 6,118 | - |
| Income from interest earning bank deposits | 2,916 | 5,549 | 5,850 | 12,886 |
| Exchange gains | 2,487 | 52 | 2,487 | 52 |
| Asset interest | 1,101 | 4,681 | 1,382 | 9,605 |
| **Total** | **12,622** | **10,282** | **15,837** | **22,543** |
| **Financial expense** | | | | |
| Interest on bank financings | (9,425) | (21,794) | (9,597) | (22,023) |
| Exchange losses | (6,394) | (139) | (6,398) | (139) |
| Negative income (loss) from swap operation | (2,383) | - | (2,383) | - |
| Bank expenses | (1,270) | (1,064) | (1,291) | (1,108) |
| Liability interest (i) | (424) | (908) | (2,619) | (1,440) |
| Other financial expenses | (1,082) | (1,011) | (1,255) | (1,667) |
| **Total** | **(20,978)** | **(24,916)** | **(23,543)** | **(26,377)** |
| **Net financial income (loss)** | **(8,356)** | **(14,634)** | **(7,706)** | **(3,834)** |

(i) Includes the amount of R$ 2,074 related to the fine and interest on the voluntary report on the ICMS recognition (Value-Added Tax on Sales and Services) as mentioned in Note 19.

# 23 Earnings per share

## a. Basic earnings per share

Basic earnings per share is calculated by dividing net income attributable to Company's shareholders by the weighted average number of common shares issued during the period:

| | 09/30/2018 | 09/30/2017 |
|---|---|---|
| Income attributable to Company's shareholders | 73,288 | 44,795 |
| Weighted average number of outstanding common shares (thousands) | 65,938 | 65,938 |
| Basic earnings per share - R$ | **1.11** | **0.68** |

## b. Basic and diluted balance

Diluted profit per share is calculated by adjusting the weighted average number of common shares, presuming the conversion of all the potential diluted common shares. As of September 30, 2018 and December 31, 2017, the Company did not have any dilution factor in relation to the basic. Accordingly, diluted earnings per share as of September 30, 2018 and September 30, 2017 is equal to basic earnings per share of R$1.11 and R$0.68, respectively.

# 24 Related parties

During the normal course of its business, the Company carries out transportation operations, rental of properties, delivery and Pre-Delivery Inspection - PDI with related parties at prices, and with terms, financial charges and other conditions compatible with those of the market conditions. The Company also apportions costs and operating expenses.

Main related party transactions are:

(i) The Company maintains a contract for the provision of services such as storage, transportation, review and delivery of vehicles, as well as review, delivery, and Pre-Delivery Inspection (PDI) with some companies of Itavema Group that are directly and/or indirectly related to the Company, by means of Parent Company Mopia Participações e Empreendimentos Ltda ("Mopia");

(ii) The Company has with Sinimbu Participações Societárias e Empreendimentos S.A. ("Sinimbu") company related to the indirect majority shareholders of the Company, and indirectly to the companies of the Company's control group, Mopia Participações e Empreendimentos Ltda. ("Mopia") and Cabana Empreendimentos e Participações Ltda. ("Cabana"), a rental contract of the business property located in São José dos Campos-SP;

(iii) The Company maintains with Pactus Empreendimentos e Participações Ltda., company jointly-controlled by the Company, a contract for rent of commercial properties located in São Bernardo do Campo, SP and Gravataí, RS;

(iv) The Company is engaged in transportation services to Cisa Trading S.A., company directly and/or indirectly related to a company that is part of the Company's controlling group, Coimex Empreendimentos e Participações Ltda. ("Coimex"). The former subsidiary Tegma Logística Integrada S.A., on the other hand, has warehousing, moving, logistics and transportation service contract;

(v) Due to adhesion to Refis in November 2014, and aiming at settling its debts, the Company used part of credits deriving from tax losses and Social Contribution on Net Income negative basis (CSLL) of its subsidiary Tegma Logística de Veículos Ltda. (R$311). Due to adhesion to Program for Reduction of Tax Disputes (PRORELIT) in October 2015, the Company used part of credits deriving from tax losses and Social Contribution on Net Income negative basis (CSLL) (R$3,016). In October 2017, the Company was excluded from PRORELIT, so that the amounts paid in cash on the program were allocated to the respective debits. The amounts of tax loss and loss carryforwards used within PRORELIT were transferred to Tegma Logística de Veículos Ltda. in the amount of R$ 2,985. Due to adhesion to Special Program for Tax Regularization (PERT) in October 2017, and aiming at settling its debts, in January 2018, the Company used part of credits deriving from tax losses and Social Contribution on Net Income negative basis (CSLL) of its subsidiary Tegma Logística de Veículos Ltda. (R$4,086).

(vi) Due to adhesion to Refis in November 2014, and aiming a settling its debts, the Company used part of credits deriving from tax losses and Social Contribution on Net Income negative basis (CSLL) of its former subsidiary Tegma Logística Integrada S.A. (R$8,819). In the year 2017 the same was settled.

(vii) Due to adhesion to Program for Reduction of Tax Disputes (PRORELIT) in October 2015, the Company used part of credits deriving from tax losses and Social Contribution on Net Income negative basis (CSLL) of its subsidiary Tegma Cargas Especiais Ltda. R$6,979. In October 2017, the Company was excluded from PRORELIT, so that the amounts paid in cash on the program were allocated to the respective debits. The amounts of tax loss and negative basis in the scope of PRORELIT were fully reversed to Tegma Cargas Especiais Ltda. Due to adhesion to PERT (Special Tax Regularization Program) in October 2017, and aiming at the settlement of its debits, in January 2018, the Company used part of credits deriving from tax losses and Social Contribution on Net Income negative basis (CSLL) of its subsidiary Tegma Cargas Especiais Ltda. (R$501).

(viii) Refers to the dividend distribution of Tegmax Comércio e Serviços Automotivos Ltda. settled in 2018, as mentioned in Note 9.

(ix) According to negotiation between the Company and Holding Silotec to form the joint venture, part of former subsidiary Tegma Logística Integrada S.A. assets should be reimbursed to Tegma Gestão Logística S.A as they are realized. Likewise, Tegma Gestão Logística S.A should reimburse part of the liabilities.

(x) The former subsidiary Tegma Logística Integrada S.A., during the period over which it was under the direct control of the Company, had rental contract of the property located in Cariacica-ES with Coimex Empreendimentos e Participações Ltda. - “Coimex” (lessor and controlling shareholder of the Company), in which the Company was the guarantor. The termination of this contract, when setting up the joint venture, resulted in the indemnity by the Company to the lessor, in September 2018, in the amount of R$ 1,600 for works to readjust the property to its original condition.

The Company provides to Renove Corretora de Seguros Ltda., company related to the Company’s indirect controlling shareholders, and indirectly to entity of the Company’s control group, Mopia Participações e Empreendimentos Ltda. (“Mopia”), insurance administrative services; these services are not remunerated by Tegma.

| | **Parent company** | | **Consolidated** | |
|---|---|---|---|---|
| | **09/30/2018** | **12/31/2017** | **09/30/2018** | **12/31/2017** |
| Current assets | | | | |
| Itavema group (i) | 395 | 294 | 395 | 294 |
| Tegma Logística Integrada S.A. | 216 | 35 | 1,077 | - |
| Cisa Trading S.A. (iv) | 1 | 233 | 1 | 440 |
| Tegma Cargas Especiais Ltda. | 6 | 9 | - | - |
| Coimex Empreendimentos e Participações Ltda. | - | - | 34 | 34 |
| Tegma Logística de Armazéns Ltda. | 180 | 18 | - | - |
| Cia de Transportes e Armazéns Gerais | - | - | 49 | - |
| **Total** | **798** | **589** | **1,556** | **768** |
| Dividends receivable | | | | |
| Tegmax Comércio e Serviços Automotivos Ltda. (viii) | - | 6,035 | - | - |
| **Total Current** | **798** | **6,624** | **1,556** | **768** |
| Non-current assets | | | | |
| Tegma Logística Integrada S.A. (ix) | 17,713 | - | 17,713 | - |
| **Total assets** | **18,511** | **6,624** | **19,269** | **768** |
| Current liabilities | | | | |
| Tegma Logística de Armazéns Ltda | 51 | 49 | - | - |
| Tegma Logística Integrada S.A. (vi) | 352 | 1 | 1,135 | - |
| Tegma Logística de Veículos Ltda (v) | 5,789 | 342 | - | - |
| Tegma Cargas Especiais Ltda (vii) | 502 | - | - | - |
| Tegmax Comércio e Serviços Automotivos Ltda. | - | - | - | - |
| Niyati Empreendimentos e Participações Ltda | 313 | 310 | - | - |
| Coimex Empreendimentos e Participações Ltda. | - | - | - | 231 |
| Pactus Empreendimentos e Participações Ltda. (iii) | 360 | 360 | 360 | 360 |
| Sinimbu Participações Societárias e Empreendimentos S.A. (ii) | 93 | 235 | 93 | 235 |
| **Total Current** | **7,460** | **1,297** | **1,588** | **826** |
| Non-current liabilities | | | | |
| Tegma Logística Integrada S.A.(ix) | 1,503 | - | 1,503 | - |
| **Total liabilities** | **8,963** | **1,297** | **3,091** | **826** |

| | Parent company | | Consolidated | |
|---|---|---|---|---|
| **Income (loss)** | **09/30/2018** | **09/30/2017** | **09/30/2018** | **09/30/2017** |
| Income from services rendered | | | | |
| Itavema group (i) | 1,452 | 1,183 | 1,452 | 1,183 |
| Cisa Trading S.A. (iv) | 973 | 2,301 | 1,925 | 8,786 |
| Tegma Logística Integrada S/A | 2 | 201 | - | |
| Other operating income | | | | |
| Itavema group (i) | 97 | 59 | 97 | 59 |
| Cisa Trading S.A. (iv) | - | - | - | 125 |
| Tegma Logística Integrada S/A | 352 | 426 | 327 | - |
| Tegma Cargas Especiais Ltda. | 71 | 74 | - | - |
| Tegma Logística de Armazéns Ltda. | 92 | - | - | - |
| Tegmax Comércio e Serviços Automotivos Ltda. | 1 | 1 | - | - |
| | **3,040** | **4,245** | **3,801** | **10,153** |
| General and administrative expenses | | | | |
| Niyati Empreendimentos e Participações Ltda. | (2,800) | (2,492) | - | - |
| Tegma Logística Integrada S/A | (802) | - | (1,620) | - |
| Tegma Cargas Especiais Ltda. | (3) | - | - | - |
| Tegma Logística de Armazéns Ltda. | (458) | - | - | - |
| Pactus Empreendimentos e Participações Ltda. (iii) | (3,136) | (3,236) | (3,136) | (3,236) |
| Sinimbu Participações | | | | - |
| Societárias e Empreendimentos S.A. (ii) | (1,584) | (2,119) | (1,584) | (2,119) |
| Coimex Empreendimentos e Participações Ltda. (x) | (1,600) | - | (1,810) | (1,618) |
| | **(10,383)** | **(7,847)** | **(8,150)** | **(6,973)** |

## Remuneration of key management personnel

Key management personnel includes the CEO, Board members, statutory officers, and, possibly, people related to indirect controlling shareholders. Remuneration paid or payable due to employee services is as follows:

| | Parent company and Consolidated | |
|---|---|---|
| | **09/30/2018** | **09/30/2017** |
| Salaries and charges | (4,783) | (4,370) |
| Directors' fees (Board members) | (2,091) | (1,825) |
| Profit sharing | (1,617) | (1,586) |
| | **(8,491)** | **(7,781)** |

# 25 Insurance

The Company and its subsidiaries maintain insurance and contracted coverage, as indicated below, is considered sufficient by management to cover possible risks on its assets and/or responsibilities:

(a) Cargo transportation – variable coverage up to R$1,700, depending on transportation nature and type, for general cargo and for vehicles according to the model that is being transported.

(b) With the creation of the joint venture, mentioned in Note 2 item i, it is necessary to change the commodity warehousing policy coverage. This coverage, in a variable way, according to location and type of goods, was stipulated in the amount of US$ 50,000.

(c) Civil liabilities against third parties, material damage, personal injuries, pain and suffering, and personal accidents – coverage of up to R$1,000; and in case of third parties' fleet, coverage is the same.

(d) Supporting fleet – hull, collision, theft and fire - 100% of market value, FIPE table.

(e) Other property, plant and equipment assets, fire, lightning, explosion, aggravated theft, electric damages and other – corporate coverage of R$59,900.

(f) Management civil liability - coverage of R$ 60,000.

The Company's management - considering financial costs involved in contracting insurance for its truck and semi-trailers fleet, as well as the probability of claims and their possible financial impact on operations - adopts the policy of not contracting this protection, though maintaining insurance for civil liability against third parties, as previously mentioned.

# 26 Commitment with operating lease

On September 30, 2018, total minimum lease payments according to operating leases are summarized as follows:

| | **Parent company** | **Consolidated** |
|---|---|---|
| Gross operating lease obligations - Minimum lease payments | | |
| Up to 12 months | 18,326 | 33,578 |
| 13–60 months | 34,490 | 48,441 |
| > 60 months | 4,317 | 4,317 |
| | **57,133** | **86,336** |

# 27 Cash flow supplementary information

The preparation and presentation of statements of cash flows, based on indirect method, is carried out in accordance with the accounting pronouncement CPC 03 (R2) – Statements of Cash Flows.

Additional information is as follows

| | **Parent company** | **Consolidated** |
|---|---|---|
| Acquisition of PP&E 2018 - not paid | 488 | 1,406 |
| Paid prior years' acquisition of property, plant and equipment – in installments | - | 211 |
| Acquisition of property, plant and equipment in 2017 - paid | 1,043 | 1,208 |
| Sale of assets not yet received | 86 | 135 |
| Acquisition of intangible assets 2018 - not paid | 235 | 266 |
| Acquisition of intangible assets in 2017 - paid | 134 | 134 |
| Offset of current income tax and social contribution | 18,442 | 21,047 |
| Lawsuits' write-off due to judicial deposit | 664 | 1,699 |
| Tax installment payment - PERT offsetting | 5,307 | 6,027 |
| Goodwill on acquisition - GDL Gestão de Desenvolvimento em Logística Participações S.A. ("GDL") | 16,693 | 16,693 |
| Shareholdings - GDL Gestão de Desenvolvimento em Logística Participações S.A. ("GDL") | 17,637 | - |
| Related parties – Tegma Logística Integrada S.A. | 16,440 | 16,440 |
| Derecognition of investment - Tegma Logística Integrada S.A. | - | 48,927 |

# 28 Subsequent events

In the meeting of the Board of Directors held on November 8, 2018, the distributions of interim dividends and interest on own capital in the amount of R$ 11,665 and interim interest on own capital in the amount of R$ 3,888 were approved, paid on November 26, 2018.