

ULTRAPAR HOLDINGS INC
Form 6-K
May 12, 2016
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Form 6-K

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Report Of Foreign Private Issuer

Pursuant To Rule 13a-16 Or 15d-16 Of

The Securities Exchange Act Of 1934

For the month of May, 2016

Commission File Number: 001-14950

ULTRAPAR HOLDINGS INC.

(Translation of Registrant's Name into English)

Avenida Brigadeiro Luis Antonio, 1343, 9º Andar

São Paulo, SP, Brazil 01317-910

(Address of Principal Executive Offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F:

Form 20-F

Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Yes

No

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Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Yes _____

No X

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ULTRAPAR HOLDINGS INC.

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1. Individual and Consolidated Interim Financial Information for the Three-Month Period Ended March 31, 2016 Report on Review of Interim Financial Information
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*(Convenience Translation into English from
the Original Previously Issued in Portuguese)*

Ultrapar Participações S.A.

Individual and Consolidated

Interim Financial Information

for the Three-Month Period

Ended March 31, 2016 and

Report on Review of Interim

Financial Information

Deloitte Touche Tohmatsu Auditores Independentes

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Ultrapar Participações S.A. and Subsidiaries

Individual and Consolidated Interim Financial Information

for the Three-Month Period Ended March 31, 2016

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

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders, Board of Directors and Management of

Ultrapar Participações S.A.

São Paulo SP

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Ultrapar Participações S.A. (the Company), identified as Parent and Consolidated, respectively, included in the Interim Financial Information Form (ITR), for the three-month period ended March 31, 2016, which comprises the balance sheet as of March 31, 2016 and the related statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended, including the explanatory notes.

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

Scope of review

We conducted our review in accordance with Brazilian and international standards on review of interim financial information (NBC TR 2410 and ISRE 2410 Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with 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 interim financial information

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

Other matters

Statements of value added

We have also reviewed the individual and consolidated statements of value added (DVA) for the three-month period ended March 31, 2016, prepared under the responsibility of the Company's Management, the presentation of which is

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required by the standards issued by the CVM applicable to the preparation of Interim Financial Information (ITR) and considered as supplemental information for International Financial Reporting Standards IFRSs, which do not require the presentation of DVA. These statements were subject to the same review procedures described above, and, based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, consistently with the individual and consolidated interim financial information taken as a whole.

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

São Paulo, May 11, 2016

DELOITTE TOUCHE TOHMATSU
Auditores Independentes

Edimar Facco
Engagement Partner

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Balance Sheets****as of March 31, 2016 and December 31, 2015***(In thousands of Brazilian Reais)*

Assets	Note	Parent		Consolidated	
		03/31/2016	12/31/2015	03/31/2016	12/31/2015
Current assets					
Cash and cash equivalents	4	80,830	48,061	2,212,098	2,702,893
Financial investments	4	16,326	6,708	460,484	803,304
Trade receivables, net	5			3,123,970	3,167,164
Inventories, net	6			2,710,759	2,495,237
Recoverable taxes, net	7	42,390	48,019	517,877	628,778
Dividends receivable		2,347	392,127	3,061	2,710
Other receivables		2,689	6,051	70,091	29,787
Trade receivables insurer indemnification	33			167,008	
Prepaid expenses, net	10	56	89	121,640	81,476
Total current assets		144,638	501,055	9,386,988	9,911,349
Non-current assets					
Financial investments	4			254,722	466,965
Trade receivables, net	5			161,910	152,239
Related parties	8.a	762,432	782,404	490	490
Deferred income and social contribution taxes	9.a	18,016	8,680	505,217	558,993
Recoverable taxes, net	7	12,706	4,037	131,094	135,449
Escrow deposits	20.a	148	148	751,041	740,835
Other receivables				14,890	16,507
Prepaid expenses, net	10			158,907	146,664
		793,302	795,269	1,978,271	2,218,142
Investments					
In subsidiaries	11.a	7,830,603	7,619,441		
In joint-ventures	11.a; 11.b	26,197	31,514	74,051	79,377
In associates	11.c			21,877	21,537
Other				2,814	2,814
Property, plant, and equipment, net	12			5,455,698	5,438,895
Intangible assets, net	13	246,163	246,163	3,248,738	3,293,935
Total non-current assets		8,102,963	7,897,118	8,803,178	8,836,558
		8,896,265	8,692,387	10,781,449	11,054,700

Total assets	9,040,903	9,193,442	20,168,437	20,966,049
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The accompanying notes are an integral part of the interim financial information.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Balance Sheets****as of March 31, 2016 and December 31, 2015***(In thousands of Brazilian Reais)*

Liabilities	Note	Parent		Consolidated	
		03/31/2016	12/31/2015	03/31/2016	12/31/2015
Current liabilities					
Loans	14			2,425,696	1,048,098
Debentures	14.f	4,237	33,560	67,717	47,372
Finance leases	14.h			2,407	2,385
Trade payables	15	21	2,636	1,088,883	1,460,532
Salaries and related charges	16	195	195	277,864	404,313
Taxes payable	17	780	877	158,372	168,804
Dividends payable	23.g	17,908	293,460	23,270	298,791
Income and social contribution taxes payable			301	111,535	216,883
Post-employment benefits	18.b			13,734	13,747
Provision for asset retirement obligation	19			4,446	5,232
Provision for tax, civil, and labor risks	20.a			51,127	45,322
Trade payables indemnification customers	33			112,925	
Other payables		214	1,359	58,657	97,492
Deferred revenue	21			20,553	24,420
Total current liabilities		23,355	332,388	4,417,186	3,833,391
Non-current liabilities					
Loans	14			4,091,620	5,561,401
Debentures	14.f	799,639	799,554	2,199,016	2,198,843
Finance leases	14.h			42,941	43,509
Related parties	8.a	246	5	4,372	4,372
Deferred income and social contribution taxes	9.a			191,849	266,004
Post-employment benefits	18.b			114,150	112,848
Provision for asset retirement obligation	19			72,063	69,484
Provision for tax, civil, and labor risks	20.a	4,227	4,221	686,503	684,660
Deferred revenue	21			11,103	11,036
Subscription warrants indemnification	22	139,377	112,233	139,377	112,233
Other payables				92,515	94,139
Total non-current liabilities		943,489	916,013	7,645,509	9,158,529
Shareholders equity					
Share capital	23.a	3,838,686	3,838,686	3,838,686	3,838,686

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Capital reserve	23.c	552,038	546,607	552,038	546,607
Treasury shares	23.b	(483,879)	(490,881)	(483,879)	(490,881)
Revaluation reserve	23.d	5,527	5,590	5,527	5,590
Profit reserves	23.e	3,801,999	3,801,999	3,801,999	3,801,999
Additional dividends to the minimum mandatory dividends	23.g		157,162		157,162
Retained earnings		385,270		385,270	
Valuation adjustments	2.c; 2.o; 23.f	(55,519)	18,953	(55,519)	18,953
Cumulative translation adjustments	2.c; 2.r; 23.f	29,937	66,925	29,937	66,925
Shareholders' equity attributable to:					
Shareholders of the Company		8,074,059	7,945,041	8,074,059	7,945,041
Non-controlling interests in subsidiaries				31,683	29,088
Total shareholders' equity		8,074,059	7,945,041	8,105,742	7,974,129
Total liabilities and shareholders' equity		9,040,903	9,193,442	20,168,437	20,966,049

The accompanying notes are an integral part of the interim financial information.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Income Statements****For the three-month period ended March 31, 2016 and 2015***(In thousands of Brazilian Reais, except earnings per share)*

	Note	Parent		Consolidated	
		03/31/2016	03/31/2015	03/31/2016	03/31/2015
Net revenue from sales and services	24			19,524,323	17,403,640
Cost of products and services sold	25			(17,806,080)	(15,821,547)
Gross profit				1,718,243	1,582,093
Operating income (expenses)					
Selling and marketing	25			(641,202)	(584,204)
General and administrative	25	(3)	(11)	(321,820)	(287,992)
Gain on disposal of property, plant and equipment and intangibles	26			75	22,260
Other operating income, net	27			35,426	21,458
Operating income before financial income (expenses) and share of profit of subsidiaries, joint ventures and associates		(3)	(11)	790,722	753,615
Financial income	28	40,957	39,394	115,129	103,458
Financial expenses	28	(58,484)	(62,031)	(331,585)	(284,701)
Share of profit (loss) of subsidiaries, joint ventures and associates	11	396,838	399,820	(3,267)	(2,916)
Income before income and social contribution taxes		379,308	377,172	570,999	569,456
Income and social contribution taxes					
Current	9.b	(3,425)	(4,581)	(227,370)	(160,924)
Deferred	9.b	9,335	12,280	22,092	(37,582)
Tax incentives	9.b; 9.c			22,132	15,662
		5,910	7,699	(183,146)	(182,844)
Net income for the period		385,218	384,871	387,853	386,612
Net income for the period attributable to:					
Shareholders of the Company		385,218	384,871	385,218	384,871
Non-controlling interests in subsidiaries				2,635	1,741

Earnings per share (based on weighted average number of shares outstanding) R\$					
Basic	29	0.7116	0.7049	0.7116	0.7049
Diluted	29	0.7065	0.6995	0.7065	0.6995

The accompanying notes are an integral part of the interim financial information.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Statements of Comprehensive Income****For the three-month period ended March 31, 2016 and 2015***(In thousands of Brazilian Reais)*

	Note	Parent		Consolidated	
		03/31/2016	03/31/2015	03/31/2016	03/31/2015
Net income for the period attributable to shareholders of the Company		385,218	384,871	385,218	384,871
Net income for the period attributable to non-controlling interests in subsidiaries				2,635	1,741
Net income for the period		385,218	384,871	387,853	386,612
Items that are subsequently reclassified to profit or loss:					
Fair value adjustments of financial instruments	2.c; 23.f	(77,328)	13,222	(77,328)	13,222
Cumulative translation adjustments, net of hedge of net investments in foreign operations	2.c; 2.r; 23.f	(36,988)	51,656	(36,988)	51,656
Items that are not subsequently reclassified to profit or loss:					
Actuarial gains of post-employment benefits	2.o; 23.f	2,856		2,856	
Total comprehensive income for the period		273,758	449,749	276,393	451,490
Total comprehensive income for the period attributable to shareholders of the Company		273,758	449,749	273,758	449,749
Total comprehensive income for the period attributable to non-controlling interest in subsidiaries				2,635	1,741

The accompanying notes are an integral part of the interim financial information.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Statements of Changes in Equity****For the three-month period ended March 31, 2016 and 2015***(In thousands of Brazilian Reais, except dividends per share)*

Share capital	Capital reserve	Treasury shares	Revaluation reserve on subsidiaries	Legal reserve	Profit reserve		Cumulative other comprehensive income		Retained earnings	Additional dividends to the minimum mandatory dividends	Shareholders' equity
					Investments statutory reserve	Retention of profits	Valuation adjustments	Cumulative adjustments			
8,686	546,607	(490,881)	5,590	472,350	1,996,583	1,333,066	18,953	66,925		157,162	7,94
									385,218		38
							(77,328)				(7
							2,856				
									(36,988)		(3
							(74,472)	(36,988)	385,218		27

5,431

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1,333,066

(55,519)

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385,270

8,07

The accompanying notes are an integral part of the interim financial information.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Statements of Changes in Equity****For the three-month period ended March 31, 2016 and 2015***(In thousands of Brazilian Reais, except dividends per share)*

Share of t Comp	Capital reserve	Treasury shares	Revaluation reserve on subsidiaries	Legal reserve	Investments statutory reserve	Retention of profits	Cumulative other comprehensive income		Retained earnings	Additional dividends to the minimum mandatory dividends	Share att of t Comp
							Valuation adjustments	translation adjustments			
8,686	547,462	(103,018)	5,848	397,177	1,439,461	1,333,066	7,149	43,192		188,976	7,697
									384,871		384,871
							13,222				13,222
								51,656			51,656
							13,222	51,656	384,871		449,749
		(102,209)									(102,209)
			(65)							65	

(1)

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8,686 547,462 (205,227) 5,783 397,177 1,439,461 1,333,066 20,371 94,848 384,935 7,850

The accompanying notes are an integral part of the interim financial information.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Statements of Cash Flows Indirect Method****For the three-month period ended March 31, 2016 and 2015***(In thousands of Brazilian Reais)*

	Note	Parent		Consolidated	
		03/31/2016	03/31/2015	03/31/2016	03/31/2015
Cash flows from operating activities					
Net income for the period		385,218	384,871	387,853	386,612
Adjustments to reconcile net income to cash provided by operating activities					
Share of loss (profit) of subsidiaries, joint ventures and associates	11	(396,838)	(399,820)	3,267	2,916
Depreciation and amortization	12;13			270,120	235,875
PIS and COFINS credits on depreciation	12;13			3,104	3,266
Asset retirement obligation	19			(706)	(1,020)
Interest, monetary, and foreign exchange rate variations		56,584	62,986	38,036	573,779
Deferred income and social contribution taxes	9.b	(9,335)	(12,280)	(22,092)	37,582
Gain on disposal of property, plant and equipment and intangibles	26			(75)	(22,260)
Others		(312)		66	945
Dividends received from subsidiaries and joint-ventures		469,304	533,425		
(Increase) decrease in current assets					
Trade receivables	5			46,213	(215,104)
Inventories	6			(214,963)	(420,679)
Recoverable taxes	7	5,629	13,086	110,901	(48,503)
Other receivables		3,362	(1,611)	(94,386)	(23,127)
Prepaid expenses	10	33	23	(37,738)	(41,777)
Increase (decrease) in current liabilities					
Trade payables	15	(2,615)	(265)	(371,649)	(155,803)
Salaries and related charges	16		(5)	(126,449)	(53,480)
Taxes payable	17	(97)	96	(10,432)	25,653
Income and social contribution taxes				62,853	109,546
Provision for tax, civil, and labor risks	20.a			5,805	5,114
Other payables		(1,145)	6,923	(39,542)	(27,988)
Deferred revenue	21			(3,867)	(2,235)
(Increase) decrease in non-current assets					
Trade receivables	5			(9,671)	(2,414)
Recoverable taxes	7	(8,669)	(15,882)	4,355	(2,104)

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Escrow deposits				(10,206)	(10,196)
Other receivables				1,617	(2,306)
Prepaid expenses	10			(2,237)	5,043
Increase (decrease) in non-current liabilities					
Post-employment benefits	18.b			1,289	4,286
Provision for tax, civil, and labor risks	20.a	6	5	1,843	4,684
Other payables				(1,624)	620
Deferred revenue	21			67	1,150
Income and social contribution taxes paid		(301)		(168,202)	(128,295)
Net cash provided by operating activities		500,824	571,552	(176,450)	239,780

The accompanying notes are an integral part of the interim financial information.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Statements of Cash Flows Indirect Method****For the three-month period ended March 31, 2016 and 2015***(In thousands of Brazilian Reais)*

	Note	Parent 03/31/2016	Parent 03/31/2015	Consolidated 03/31/2016	Consolidated 03/31/2015
Cash flows from investing activities					
Financial investments, net of redemptions		(9,376)	47,949	555,063	47,362
Acquisition of property, plant, and equipment	12			(194,975)	(129,761)
Acquisition of intangible assets	13			(95,831)	(79,409)
Capital increase in joint ventures	11.b			(5,781)	
Proceeds from disposal of property, plant and equipment and intangibles	26			6,027	39,214
Net cash provided by (used in) investing activities		(9,376)	47,949	264,503	(122,594)
Cash flows from financing activities					
Loans and debentures					
Proceeds	14		799,042	240,381	1,177,828
Repayments	14		(800,000)	(199,442)	(960,632)
Interest paid	14	(58,369)	(96,683)	(177,046)	(179,839)
Payments of financial lease				(1,175)	(1,404)
Dividends paid		(432,715)	(387,594)	(432,721)	(387,650)
Acquisition of non-controlling interests of subsidiaries			(102,209)		(102,209)
Sale of treasury shares	8.c	12,433			
Related parties		19,972	56,456		(15,000)
Net cash used in financing activities		(458,679)	(530,988)	(570,003)	(468,906)
Effect of exchange rate changes on cash and cash equivalents in foreign currency				(8,845)	18,346
Increase (decrease) in cash and cash equivalents		32,769	88,513	(490,795)	(333,374)
Cash and cash equivalents at the beginning of the period					
	4	48,061	119,227	2,702,893	2,827,369
Cash and cash equivalents at the end of the period					
	4	80,830	207,740	2,212,098	2,493,995

The accompanying notes are an integral part of the interim financial information.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Statements of Value Added****For the three-month period ended March 31, 2016 and 2015***(In thousands of Brazilian Reais, except percentages)*

	Note	03/31/2016	Parent %	03/31/2015	%	03/31/2016	Consolidated %	03/31/2015	%
Revenue									
Gross revenue from sales and services, except rents and royalties	24					20,110,301		17,919,244	
Rebates, discounts, and returns	24					(115,708)		(85,978)	
Allowance for doubtful accounts Reversal (allowance)						(10,563)		(7,317)	
Gain on disposal of property, plant and equipment and intangibles and other operating income, net	26					75		22,260	
						19,984,105		17,848,209	
Materials purchased from third parties									
Raw materials used						(1,080,514)		(893,799)	
Cost of goods, products, and services sold						(16,728,224)		(14,908,778)	
Third-party materials, energy, services, and others		(2,855)		(5,063)		(480,947)		(459,259)	
Reversal of impairment losses		4,391		6,328		(1,720)		(1,432)	
		1,536		1,265		(18,291,405)		(16,263,268)	
Gross value added		1,536		1,265		1,692,700		1,584,941	
Deductions									
Depreciation and amortization						(270,120)		(235,875)	
						(3,104)		(3,266)	

PIS and COFINS credits
on

depreciation

							(273,224)		(239,141)	
Net value added by the Company		1,536		1,265			1,419,476		1,345,800	
Value added received in transfer										
Share of profit (loss) of subsidiaries, joint-ventures, and associates	11	396,838		399,820			(3,267)		(2,916)	
Dividends at cost				1						
Rents and royalties	24						33,170		30,511	
Financial income	28	40,957		39,394			115,129		103,458	
		437,795		439,215			145,032		131,053	
Total value added available for distribution		439,331		440,480			1,564,508		1,476,853	
Distribution of value added										
Labor and benefits		1,280		1,073			421,374	27	380,921	26
Taxes, fees, and contributions		(3,905)	(1)	(8,582)	(2)		395,513	25	390,356	26
Financial expenses and rents		56,738	13	63,118	14		359,768	23	318,964	22
Retained earnings		385,218	88	384,871	88		387,853	25	386,612	26
Value added distributed		439,331	100	440,480	100		1,564,508	100	1,476,853	100

The accompanying notes are an integral part of the interim financial information.

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Ultrapar Participações S.A. and Subsidiaries

Notes to the Individual and Consolidated Interim Financial Information

(In thousands of Brazilian Reais, unless otherwise stated)

1. Operations

Ultrapar Participações S.A. (Ultrapar or Company), is a publicly-traded company headquartered at the Brigadeiro Luis Antônio Avenue, 1343 in the city of São Paulo SP, Brazil.

The Company engages in the investment of its own capital in services, commercial, and industrial activities, through the subscription or acquisition of shares of other companies. Through its subsidiaries, it operates in the segments of liquefied petroleum gas LPG distribution (Ultragaz), fuel distribution and related businesses (Ipiranga), production and marketing of chemicals (Oxiteno), and storage services for liquid bulk (Ultracargo) and retail distribution of pharmaceutical, hygiene, beauty, and skincare products, through Imifarma Produtos Farmacêuticos e Cosméticos S.A. (Extrafarma). For further information about segments see Note 30.

2. Presentation of Interim Financial Information and Summary of Significant Accounting Policies

The Company s individual and consolidated interim financial information were prepared in accordance with the International Accounting Standards (IAS) 34 as issued by the International Accounting Standards Board (IASB), and in accordance with CPC 21 (R1) Interim Financial Reporting issued by the Accounting Pronouncements Committee (CPC) and presented in accordance with standards established by the Brazilian Securities and Exchange Commission (CVM).

The presentation currency of the Company s individual and consolidated interim financial information is the Brazilian Real (R\$), which is the Company s functional currency.

The accounting policies described below were applied by the Company and its subsidiaries in a consistent manner for all years presented in the individual and consolidated interim financial information.

a. Recognition of Income

Revenue is measured at the fair value of the consideration received or receivable, net of sales returns, discounts, and other deductions, if applicable.

Revenue from sales of fuels and lubricants is recognized when the products are delivered to gas stations and to large consumers. Revenue from sales of LPG is recognized when the products are delivered to customers at home, to independent dealers and to industrial and commercial customers. Revenue from sales of pharmaceuticals is recognized when the products are delivered to end user customers in own drugstores and when the products are delivered to independent resellers. Revenue from sales of chemical products is recognized when the products are delivered to industrial customers, depending of the freight mode of delivery. The revenue provided from storage services is

recognized as services are performed.

Costs of products sold and services provided include goods (mainly fuels, lubricants, LPG, and pharmaceutical products), raw materials (chemicals and petrochemicals) and production, distribution, storage, and filling costs.

b. Cash and Cash Equivalents

Includes cash, banks deposits, and short-term, highly-liquid investments that are readily convertible into a known amount of cash and are subject to an insignificant risk of change in value. See Note 4 for further details on cash and cash equivalents of the Company and its subsidiaries.

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Ultrapar Participações S.A. and Subsidiaries

Notes to the Individual and Consolidated Interim Financial Information

(In thousands of Brazilian Reais, unless otherwise stated)

c. Financial Assets

In accordance with IAS 32, IAS 39, and International Financial Reporting Standards (IFRS) 7 (CPC 38, 39 and 40 (R1)), the financial assets of the Company and its subsidiaries are classified in accordance with the following categories:

Measured at fair value through profit or loss: financial assets held for trading, that is, acquired or incurred principally for the purpose of selling or repurchasing in the near term, and derivatives. The balances are stated at fair value. The interest earned, the exchange variation, and changes in fair value are recognized in profit or loss.

Held to maturity: non-derivative financial assets with fixed or determinable payments, and fixed maturities for which the entity has the positive intention and ability to hold to maturity. The interest earned and the foreign currency exchange variation are recognized in profit or loss, and balances are stated at acquisition cost plus the interest earned, using the effective interest rate method.

Available for sale: non-derivative financial assets that are designated as available for sale or that are not classified into other categories at initial recognition. The balances are stated at fair value, and the interest earned and the foreign currency exchange variation are recognized in profit or loss. Differences between fair value and acquisition cost plus the interest earned are recognized in other comprehensive income in the Valuation adjustments . Accumulated gains and losses recognized in shareholders equity are reclassified to profit or loss in case of prepayment.

Loans and receivables: non-derivative financial assets with fixed or determinable payments or receipts, not quoted in an active market, except: (i) those which the entity intends to sell immediately or in the near term and which the entity classified as measured at fair value through profit or loss; (ii) those classified as available for sale; or (iii) those for which the Company may not recover substantially all of its initial investment for reasons other than credit deterioration. The interest earned and the foreign currency exchange variation are recognized in profit or loss. The balances are stated at acquisition cost plus interest, using the effective interest rate method. Loans and receivables include cash and banks, trade receivables, dividends receivable, and other trade receivables.

The Company and its subsidiaries use derivative financial instruments for hedging purposes, applying the concepts described below:

Hedge accounting fair value hedge: derivative financial instruments used to hedge exposure to changes in the fair value of an item, attributable to a particular risk, which can affect the entity's profit or loss. In the initial designation of the fair value hedge, the relationship between the hedging instrument and the hedged item is documented, including the objectives of risk management, the strategy in conducting the transaction, and the methods to be used to evaluate its effectiveness. Once the fair value hedge has been qualified as effective, the hedge item is also measured at fair value. Gains and losses from hedge instruments and hedge items are recognized in profit or loss. The hedge accounting must be discontinued when the hedge becomes ineffective.

Hedge accounting cash flow hedge: derivative financial instruments used to hedge the exposure to variability in cash flows that is attributable to a risk associated with an asset or liability or highly probable transaction that may affect the income statements. The portion of the gain or loss on the hedging instrument that is determined to be effective relating to the effects of exchange rate effect, is recognized directly in equity in accumulated other comprehensive income as Valuation adjustments while the ineffective portion is recognized in profit or loss. Gains or losses on the hedging instrument relating to the effective portion of this hedge that had been recognized directly in accumulated other comprehensive income shall be recognized in profit or loss in the period in which the hedged item is recognized in profit or loss or as initial cost of non-financial assets, in the same line of the statement that the hedged item is recognized. The hedge accounting shall be discontinued when (i) the Company cancels the hedging relationship; (ii) the hedging instrument expires; and (iii) the hedging instrument no longer qualifies for hedge accounting. When hedge accounting is discontinued, gains and losses recognized in other comprehensive income in equity are reclassified to profit or loss in the period which the hedged item is recognized in profit or loss. If the transaction hedged is canceled or is not expected to occur, the cumulative gains and losses in other comprehensive income in equity shall be recognized immediately in profit or loss.

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Hedge accounting hedge of net investments in foreign operation: derivative financial instruments used to hedge exposure on net investments in foreign subsidiaries due to the fact that the local functional currency is different from the functional currency of the Company. The portion of the gain or loss on the hedging instrument that is determined to be effective, referring to the exchange rate effect, is recognized directly in equity in accumulated other comprehensive income as cumulative translation adjustments, while the ineffective portion and the operating costs are recognized in profit or loss. The gain or loss on the hedging instrument that has been recognized directly in accumulated other comprehensive income shall be recognized in income upon disposal of the foreign operation.

For further detail on financial instruments of the Company and its subsidiaries, see Notes 4, 14, and 31.

d. Trade Receivables

Trade receivables are recognized at the amount invoiced, adjusted to present value if applicable, and includes all direct taxes attributable to the Company and its subsidiaries. An allowance for doubtful accounts is recorded based on estimated losses and is set at an amount deemed by management to be sufficient to cover any probable loss on realization of trade receivables (see Notes 5 and 31 - Customer Credit Risk).

e. Inventories

Inventories are stated at the lower of acquisition cost or net realizable value (see Note 6). The cost value of inventory is measured using the weighted average cost and includes the costs of acquisition and processing directly related to the units produced based on the normal capacity of production. Estimates of net realizable value are based on the average selling prices at the end of the reporting period, net of applicable direct selling expenses. Subsequent events related to the fluctuation of prices and costs are also considered, if relevant. If net realizable values are below inventory costs, a provision corresponding to this difference is recognized. Provisions are also made for obsolescence of products, materials, or supplies that (i) do not meet the Company and its subsidiaries specifications, (ii) have exceeded their expiration date, or (iii) are considered slow-moving inventory. This classification is made by management with the support of its industrial and operations teams.

f. Investments

Investments in subsidiaries are accounted for under the equity method of accounting in the individual interim financial information of the parent company.

A subsidiary is an investee in which the investor is entitled to variable returns on investment and has the ability to interfere in its financial and operational activities. Usually the equity interest in a subsidiary is more than 50%.

Investments in associates and joint ventures are accounted for under the equity method of accounting in the individual and consolidated interim financial information (see Note 11).

An associate is an investment, in which an investor has significant influence, that is, has the power to participate in the financial and operating decisions of the investee but does not exercise control.

A joint venture is an investment in which the shareholders have the right to net assets on behalf of a joint control. Joint control is the agreement which establish that decisions about the relevant activities of the investee require the consent from the parties that share control.

Other investments are stated at acquisition cost less provision for losses, unless the loss is considered temporary.

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Ultrapar Participações S.A. and Subsidiaries

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(In thousands of Brazilian Reais, unless otherwise stated)

g. Property, Plant, and Equipment

Property, plant, and equipment is recognized at acquisition or construction cost, including financial charges incurred on property, plant, and equipment under construction, as well as maintenance costs resulting from scheduled plant outages and estimated costs to remove, to decommission, or to restore assets (see Notes 2.m and 19).

Depreciation is calculated using the straight-line method, over the periods mentioned in Note 12, taking into account the estimated useful lives of the assets, which are reviewed annually.

Leasehold improvements are depreciated over the shorter of the lease contract term and useful life of the property.

h. Leases

Finance Leases

Certain lease contracts transfer substantially all the risks and benefits associated with the ownership of an asset to the Company and its subsidiaries. These contracts are characterized as finance leases, and assets thereunder are capitalized at lease commencement at their fair value or, if lower, present value of the minimum lease payments under the contracts. The items recognized as assets are depreciated and amortized using the lower of the straight-line method over the lower of the useful lives applicable to each group of assets or the contract terms, as mentioned in Notes 12 and 13. Financial charges under the finance lease contracts are allocated to profit or loss over the lease contract term, based on the amortized cost and the effective interest rate method of the related lease obligation (see Note 14.h).

Operating Leases

There are lease transactions where the risks and benefits associated with the ownership of the asset are not transferred and where there is no purchase option, or the purchase option at the end of the contract is equivalent to the market value of the leased asset. Payments made under an operating lease contract are recognized as cost or expense in the income statement on a straight-line basis over the term of the lease contract (see Note 32.c).

i. Intangible Assets

Intangible assets include assets acquired by the Company and its subsidiaries from third parties, according to the criteria below (see Note 13):

Goodwill is carried net of accumulated amortization as of December 31, 2008, when it ceased to be amortized. Goodwill generated since January 1, 2009 is shown as intangible assets corresponding to the positive difference between the amount paid or payable to the seller and the fair value of the identified assets and liabilities assumed of the acquired entity, and is tested annually for impairment. Goodwill is allocated to the business segments, which represent the lowest level that goodwill is monitored by the Company for impairment testing purposes.

Bonus disbursements as provided in Ipiranga's agreements with reseller service stations and major consumers are recognized as distribution rights when paid and amortized using the straight-line method according to the term of the agreement.

Other intangible assets acquired from third parties, such as software, technology, and commercial property rights, are measured at the total acquisition cost and amortized using straight-line method, over the periods mentioned in Note 13, taking into account their useful life, which is reviewed annually.

The Company and its subsidiaries have not recognized intangible assets that were generated internally. The Company and its subsidiaries have goodwill and brands acquired in business combinations, which are evaluated as intangible assets with indefinite useful life (see Note 13 items i and vi).

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Ultrapar Participações S.A. and Subsidiaries

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j. Other Assets

Other assets are stated at the lower of cost and realizable value, including, if applicable, interest earned, monetary changes and changes in exchange rates incurred or less a provision for loss and, if applicable, adjustment to present value (see Note 2.u).

k. Financial Liabilities

The Company and its subsidiaries' financial liabilities include trade payables and other payables, loans, debentures, finance leases and derivative financial instruments. Financial liabilities are classified as financial liabilities at fair value through profit or loss or financial liabilities at amortized cost. The financial liabilities at fair value through profit or loss refer to derivative financial instruments, subscription warrants, and financial liabilities designated as hedged items in a fair value hedge relationship upon initial recognition (see Note 2.c Fair Value Hedge). The financial liabilities at amortized cost are stated at the initial transaction amount plus related charges and net of amortization and transaction costs. The charges are recognized in profit or loss using the effective interest rate method.

Transaction costs incurred and directly attributable to the activities necessary for contracting loans or for issuing bonds, as well as premiums and discounts upon issuance of debentures and other debt, are allocated to the instrument and amortized to profit or loss over its term, using the effective interest rate method (see Note 14.i). Transaction costs incurred and directly attributable to the issue of shares or other equity instruments are recognized in equity and are not amortized.

l. Income and Social Contribution Taxes on Income

Current and deferred income tax (IRPJ) and social contribution on net income tax (CSLL) are calculated based on their current rates, considering the value of tax incentives. Taxes are recognized based on the rates of IRPJ and CSLL provided for by the laws enacted on the last day of the reporting period. The current rates in Brazil are 25% for income tax and 9% for social contribution on net income tax. For further details about recognition and realization of IRPJ and CSLL, see Note 9.

m. Provision for Asset Retirement Obligation Fuel Tanks

The Company and its subsidiaries have the legal obligation to remove Ipiranga's underground fuel tanks located at Ipiranga-branded service stations after a certain period. The estimated cost of the obligation to remove these fuel tanks is recognized as a liability when the tanks are installed. The estimated cost is recognized in property, plant, and equipment and depreciated over the respective useful lives of the tanks. The amounts recognized as a liability are

monetarily restated using the National Consumer Price Index (IPC) until the respective tank is removed (see Note 19). An increase in the estimated cost of the obligation to remove the tanks could result in negative impact in future results. The estimated removal cost is reviewed and updated annually or when there is significant change in its amount and change in the estimated costs are recognized in income when they become known.

n. Provisions for Tax, Civil, and Labor Risks

A provision for tax, civil and labor risks is recognized for quantifiable risks, when the chance of loss is more-likely-than-not in the opinion of management and internal and external legal counsel, and the amounts are recognized based on the evaluation of the outcomes of the legal proceedings (see Note 20).

o. Post-Employment Benefits

Post-employment benefits granted and to be granted to employees, retirees, and pensioners are based on an actuarial calculation prepared by an independent actuary, using the projected unit credit method (see Note 18.b). The actuarial gains and losses are recognized in cumulative other comprehensive income in the Valuation adjustments and presented in the statement of shareholders' equity. Past service cost is recognized in the income statement.

p. Other Liabilities

Other liabilities are stated at known or measurable amounts plus, if applicable, related charges, monetary restatement, and changes in exchange rates incurred. When applicable, other liabilities are recognized at present value, based on interest rates that reflect the term, currency, and risk of each transaction.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***q. Foreign Currency Transactions**

Foreign currency transactions carried out by the Company or its subsidiaries are remeasured into their functional currency at the exchange rate prevailing at the date of each transaction. Outstanding monetary assets and liabilities of the Company and its subsidiaries are translated using the exchange rate at the end of the reporting period. The effect of the difference between those exchange rates is recognized in profit or loss until the conclusion of each transaction.

r. Basis for Translation of Interim Financial Information of Foreign Subsidiaries

Assets and liabilities of the foreign subsidiaries, denominated in currencies other than that of the Company (functional currency: Brazilian Real), which have administrative autonomy, are translated using the exchange rate at the end of the reporting period. Revenues and expenses are translated using the average exchange rate of each year and shareholders' equity is translated at the historic exchange rate of each transaction affecting shareholders' equity. Gains and losses resulting from changes in these foreign investments are directly recognized in shareholders' equity in cumulative other comprehensive income in the cumulative translation adjustments and will be recognized in profit or loss if these investments are disposed of. The balance in cumulative other comprehensive income and presented in the shareholders' equity as cumulative translation adjustments as of March 31, 2016 was a gain of R\$ 29,937 (gain of R\$ 66,925 as of December 31, 2015).

The foreign subsidiaries with functional currency different from the Company and which have administrative autonomy are listed below:

Subsidiary	Functional currency	Location
Oxiten México S.A. de C.V.	Mexican Peso	Mexico
Oxiten Servicios Corporativos S.A. de C.V.	Mexican Peso	Mexico
Oxiten Servicios Industriales de C.V.	Mexican Peso	Mexico
Oxiten USA LLC	U.S. Dollar	United States
Oxiten Andina, C.A.	Bolivar	Venezuela
Oxiten Uruguay S.A.	U.S. Dollar	Uruguay

The subsidiary Oxiten Uruguay S.A. (Oxiten Uruguay) determined its functional currency as the U.S. dollar (US\$), as its sales, purchases of goods, and financing activities are performed substantially in this currency.

According to IAS 29, Venezuela is classified as a hyperinflationary economy. As a result, the financial information of Oxiteno Andina, C.A. (Oxiteno Andina) was adjusted by the Venezuelan Consumer Price Index.

On March 9, 2016, the Venezuelan Central Bank issued Foreign Exchange Regulation No. 35, effective from March 10, 2016, altering the Venezuelan foreign exchange markets and regulating the legally recognized types of exchange rates:

a) DIPRO *Tipo de Cambio Protegido* (Exchange Protected): Bolivar (VEF) is traded at an exchange rate of 9.975 VEF/US\$ to buy and 10.00 VEF/US\$ for purchase. This rate is applied to importation of essential goods (medicines and food) and raw materials and inputs related to the production of these sectors. This rate is channeled through CENCOEX *Centro Nacional de Comercio Exterior en Venezuela*;

b) DICOM *Tipo de Cambio Complementario Flotante de Mercado Supplemental* (Floating Market Exchange): Bolivar is traded at variable exchange rate of 206,7813 VEF/US\$ for selling and reduced by 0.25% for purchase. This rate is applied to settlement currency of all unforeseen transactions in Foreign Exchange Regulation. This rate is channeled through alternative currency markets.

The types of exchange rates previously regulated by the Foreign Exchange Regulation No. 33 were extinct.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information**

(In thousands of Brazilian Reais, unless otherwise stated)

Due to the political and economic situation in Venezuela, the Company's management reassessed the exchange rate used in the translation of financial statements and changed, on December 31, 2015, the rate from SICAD *Sistema Complementario de Administración de Divisas* to SIMADI *Sistema Marginal de Divisas*, due to the fact that currently this exchange rate is the one that most closely matches the best expression of the Venezuelan economy. Thus, from December 31, 2015, the amounts in Bolivar have been translated to the U.S. dollar at the exchange rate of SIMAD and subsequently translated into Brazilian Reais using the official exchange rate published by the Central Bank of Brazil. Due to the Foreign Exchange Regulation No. 35, from March 10, 2016, the Company began to use the DICOM exchange rate in the translation.

Assets and liabilities of the other foreign subsidiaries, which do not have administrative autonomy, are considered an extension of the activities of their parent company and are translated using the exchange rate at the end of the reporting period. Gains and losses resulting from changes in these foreign investments are directly recognized as financial income or loss. The gain recognized in income for the three-month period ended March 31, 2016 amounted to R\$ 7,383 (R\$ 2,627 gain for the three-month period ended March 31, 2015).

s. Use of Estimates, Assumptions and Judgments

The preparation of the interim financial information requires the use of estimates, assumptions, and judgments for the accounting of certain assets, liabilities, and income. Therefore, the Company's and subsidiaries' management use the best information available at the time of preparation of the interim financial information, as well as the experience of past and current events, also considering assumptions regarding future events. The interim financial information therefore include estimates, assumptions, and judgments related mainly to determining the fair value of financial instruments (Notes 2.c, 2.k, 4, 14 and 31), the determination of the allowance for doubtful accounts (Notes 2.d, 5 and 31), the determination of provisions for losses of inventories (Notes 2.e and 6), the determination of deferred income taxes amounts (Notes 2.l and 9), the determination of control in subsidiaries (Notes 2.f, 2.r, 3 and 11.a), the determination of joint control in joint venture (Notes 2.f, 11.a and 11.b), the determination of significant influence in associates (Notes 2.f and 11.c), the determination of exchange rate used to translation of Oxiteno Andina information (Note 2.r), the useful lives of property, plant, and equipment (Notes 2.g and 12), the useful lives of intangible assets, and the determination of the recoverable amount of goodwill (Notes 2.i and 13), provisions for assets retirement obligations (Notes 2.m and 19), provisions for tax, civil, and labor risks (Notes 2.n and 20), estimates for the preparation of actuarial reports (Notes 2.o and 18.b) and the determination of fair value of subscription warrants indemnification (Notes 22 and 31). The actual result of the transactions and information may differ from their estimates.

t. Impairment of Assets

The Company and its subsidiaries review, at least annually, the existence of any indication that an asset may be impaired. If there is an indication, the Company and its subsidiaries estimate the recoverable amount of the asset. Assets that cannot be evaluated individually are grouped in the smallest group of assets that generate cash flow from continuous use and that are largely independent of cash flows of other assets (cash generating units - CGU). The recoverable amount of assets or CGUs corresponds to the greater of their fair value net of applicable direct selling costs and their value in use.

The fair value less costs of disposal is determined by the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date, net of costs of removing the asset, and direct incremental costs to bring an asset into condition for its sale, legal costs, and taxes.

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To assess the value in use, the Company and its subsidiaries consider the projections of future cash flows, trends, and outlooks, as well as the effects of obsolescence, demand, competition, and other economic factors. Such cash flows are discounted to their present values using the discount rate before tax that reflects market conditions for the period of impairment testing and the specific risks of the asset or CGU being evaluated. In cases where the expected discounted future cash flows are less than their carrying amount, an impairment loss is recognized for the amount by which the carrying value exceeds the fair value of these assets. Losses for impairment of assets are recognized in profit or loss. In case goodwill has been allocated to a CGU, the recognized losses are first allocated to reduce the corresponding goodwill. If the goodwill is not enough to absorb such losses, the surplus is allocated to the assets on a pro-rata basis. An impairment of goodwill cannot be reversed. For other assets, impairment losses may be reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if the impairment had not been recognized.

No impairment was recognized in the years presented (see Note 13.i).

u. Adjustment to Present Value

Some of the Company's subsidiaries recognized a present value adjustment to Tax on Goods and Services (ICMS , the Brazilian VAT) credit balances related to property, plant, and equipment (CIAP). Because recovery of these credits occurs over a 48 month period, the present value adjustment reflects, in the interim financial information, the time value of the ICMS credits to be recovered. The balance of these adjustment to present value totaled R\$ 858 in as of March 31, 2016 (R\$ 109 as of December 31, 2015).

The Company and its subsidiaries reviewed all items classified as non-current and, when relevant, current assets and liabilities, and did not identify the need to recognize other present value adjustments.

v. Business Combination

A business combination is accounted applying the acquisition method. The cost of the acquisition is measured based on the consideration transferred and to be transferred, measured at fair value at the acquisition date. In a business combination, the assets acquired and liabilities assumed are measured in order to classify and allocate them accordingly to the contractual terms, economic circumstances and relevant conditions on the acquisition date. The non-controlling interest in the acquired is measured at fair value or based on its interest in identifiable net assets acquired. Goodwill is measured as the excess of the consideration transferred and to be transferred over the fair value of net assets acquired (identifiable assets and liabilities assumed, net). After the initial recognition, goodwill is measured at cost less any accumulated impairment losses. For impairment testing purposes, goodwill is allocated to the Company's operating segments. When the cost of the acquisition is lower than the fair value of net assets acquired,

a gain is recognized directly in the income statement. Costs related to the acquisition are recorded in the income statement when incurred.

w. *Statements of Value Added*

As required by Brazilian Corporate Law, the Company and its subsidiaries prepare the individual and consolidated statements of value added (DVA) according to CPC 09 Statement of Value Added, as an integral part of the interim financial information as applicable to publicly-traded companies, and as supplemental information for IFRS, which does not require the presentation of DVA.

x. *Statements of Cash Flows*

The Company and its subsidiaries prepared its individual and consolidated statements of cash flows in accordance with IAS 7 (CPC 03) Cash Flow Statement. The Company and its subsidiaries present the interest paid on loans and debentures in financing activities.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***y. Adoption of the Pronouncements Issued by CPC and IFRS**

The following standards, amendments, and interpretations to IFRS were issued by the IASB but are not yet effective and were not adopted as of March 31, 2016:

	Effective date
IFRS 9: Financial instrument classification and measurement: includes new requirements for the classification and measurement of financial assets and liabilities, derecognition requirements, new impairment methodology for financial instruments, and new hedge accounting guidance.	2018
IFRS 15 Revenue from contracts with customers: establish the principles of nature, amount, timing and uncertainty of revenue and cash flow arising from a contract with a customer.	2018
IFRS 16 Lease: requires lessees record, in the financial statements, a liability reflecting future payments of a lease and the right to use an asset for the lease contracts, except for certain short-term leases and low asset value contracts. The criteria for recognition and measurement of leases in the financial statements of lessors are substantially maintained.	2019

CPC has not yet issued pronouncements equivalent to these IFRS, but is expected to do so before the date they become effective. The adoption of IFRS pronouncements is subject to prior approval by the CVM. The Company is assessing the potential effects of these standards.

z. Authorization for Issuance of the Interim Financial Information

These interim financial information were authorized for issue by the Board of Directors on May 11, 2016.

3. Principles of Consolidation and Investments in Subsidiaries

The consolidated interim financial information were prepared following the basic principles of consolidation established by IFRS 10 (CPC 36 (R3)). Investments of one company in another, balances of asset and liability accounts, and revenues and expenses were eliminated, as well as the effects of transactions conducted between the companies. Non-controlling interests in subsidiaries are presented within consolidated shareholders' equity and net income.

Consolidation of a subsidiary begins when the parent company obtains direct or indirect control over a company and ceases when the parent company loses control of a company. Income and expenses of a subsidiary acquired are included in the consolidated income statement and other comprehensive income from the date the parent company

gains the control. Income and expenses of a subsidiary, in which the parent company loses control, are included in the consolidated income statement and other comprehensive income until the date the parent company loses control.

When necessary, adjustments are made to the interim financial information of subsidiaries to bring their accounting policies into line with the Company's accounting policies.

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The consolidated interim financial information includes the following direct and indirect subsidiaries:

	Location	Segment	% interest in the share			
			03/31/2016		12/31/2015	
			Control	Control	Control	Control
			Direct control	Indirect control	Direct control	Indirect control
Ipiranga Produtos de Petróleo S.A.	Brazil	Ipiranga	100		100	
am/pm Comestíveis Ltda.	Brazil	Ipiranga		100		100
Centro de Conveniências Millennium Ltda.	Brazil	Ipiranga		100		100
Icorban Correspondente Bancário Ltda. (*)	Brazil	Ipiranga		100		100
Ipiranga Trading Limited	Virgin Islands	Ipiranga		100		100
Tropical Transportes Ipiranga Ltda.	Brazil	Ipiranga		100		100
Ipiranga Imobiliária Ltda.	Brazil	Ipiranga		100		100
Ipiranga Logística Ltda.	Brazil	Ipiranga		100		100
Oil Trading Importadora e Exportadora Ltda.	Brazil	Ipiranga		100		100
Companhia Ultragaz S.A.	Brazil	Ultragaz		99		99
Bahiana Distribuidora de Gás Ltda.	Brazil	Ultragaz		100		100
Utingás Armazenadora S.A.	Brazil	Ultragaz		57		57
LPG International Inc.	Cayman Islands	Ultragaz		100		100
Imaven Imóveis Ltda.	Brazil	Others		100		100
Isa-Sul Administração e Participações Ltda. (b)	Brazil	Ipiranga				
Imifarma Produtos Farmacêuticos e Cosméticos S.A. (b)	Brazil	Extrafarma		100		100
Oxiten S.A. Indústria e Comércio	Brazil	Oxiten	100		100	
Oxiten Nordeste S.A. Indústria e Comércio	Brazil	Oxiten		99		99
Oxiten Argentina Sociedad de Responsabilidad Ltda.	Argentina	Oxiten		100		100
Oleoquímica Indústria e Comércio de Produtos Químicos Ltda.	Brazil	Oxiten		100		100
Oxiten Uruguay S.A.	Uruguay	Oxiten		100		100
Barrington S.L.	Spain	Oxiten		100		100
Oxiten México S.A. de C.V.	Mexico	Oxiten		100		100
Oxiten Servicios Corporativos S.A. de C.V.	Mexico	Oxiten		100		100
Oxiten Servicios Industriales S.A. de C.V.	Mexico	Oxiten		100		100

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Oxiteno USA LLC	United States	Oxiteno	100	100
Global Petroleum Products Trading Corp.	Virgin Islands	Oxiteno	100	100
Oxiteno Overseas Corp.	Virgin Islands	Oxiteno	100	100
Oxiteno Andina, C.A.	Venezuela	Oxiteno	100	100
Oxiteno Europe SPRL	Belgium	Oxiteno	100	100
Oxiteno Colombia S.A.S	Colombia	Oxiteno	100	100
Oxiteno Shanghai Trading LTD.	China	Oxiteno	100	100
Empresa Carioca de Produtos Químicos S.A.	Brazil	Oxiteno	100	100
Ultracargo Operações Logísticas e Participações Ltda.	Brazil	Ultracargo	100	100
Terminal Químico de Aratu S.A. Tequimar	Brazil	Ultracargo	99	99
SERMA Ass. dos usuários equip. proc. de dados	Brazil	Others	100	100

The percentages in the table above are rounded.

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4. Cash and Cash Equivalents and Financial Investments

Cash equivalents and financial investments, excluding cash and bank deposits, are substantially represented by investments: (i) in Brazil, in certificates of deposit of first-rate financial institutions linked to the Interbank Certificate of Deposit (CDI), in repurchase agreement and in short term investments funds, whose portfolio comprised exclusively of Brazilian Federal Government bonds; (ii) outside Brazil, in certificates of deposit of first-rate financial institutions; and (iii) in currency and interest rate hedging instruments.

The financial assets were classified in Note 31, according to their characteristics and intention of the Company and its subsidiaries.

The balance of cash, cash equivalents and financial investments (consolidated) amounted to R\$ 2,927,304 as of March 31, 2016 (R\$ 3,973,162 as of December 31, 2015) and are distributed as follows:

Cash and Cash Equivalents

Cash and cash equivalents are considered: (i) cash and bank deposits, and (ii) highly-liquid short-term investments that are readily convertible into a known amount of cash and are subject to an insignificant risk of change in value.

	Parent		Consolidated	
	03/31/2016	12/31/2015	03/31/2016	12/31/2015
Cash and bank deposits				
In local currency	112	120	80,801	92,160
In foreign currency			111,564	99,856
Financial investments considered cash equivalents				
In local currency				
Fixed-income securities	80,718	47,941	1,927,183	2,497,903
In foreign currency				
Fixed-income securities			92,550	12,974
Total cash and cash equivalents	80,830	48,061	2,212,098	2,702,893

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***Financial Investments**

The financial investments of the Company and its subsidiaries, which are not classified as cash and cash equivalents, are distributed as follows:

	Parent		Consolidated	
	03/31/2016	12/31/2015	03/31/2016	12/31/2015
Financial investments				
In local currency				
Fixed-income securities and funds	16,326	6,708	408,082	801,587
In foreign currency				
Fixed-income securities and funds			31,242	35,013
Currency and interest rate hedging instruments (a)			275,882	433,669
Total financial investments	16,326	6,708	715,206	1,270,269
Current	16,326	6,708	460,484	803,304
Non-current			254,722	466,965

(a) Accumulated gains, net of income tax (see Note 31).

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***5. Trade Receivables (Consolidated)**

The composition of trade receivables is as follows:

	03/31/2016	12/31/2015
Domestic customers	2,910,797	2,971,019
Reseller financing Ipiranga	360,117	350,119
Foreign customers	225,908	199,081
(-) Allowance for doubtful accounts	(210,942)	(200,816)
Total	3,285,880	3,319,403
Current	3,123,970	3,167,164
Non-current	161,910	152,239

Reseller financing is provided for renovation and upgrading of service stations, purchase of products, and development of the automotive fuels and lubricants distribution market.

The breakdown of trade receivables, gross of allowance for doubtful accounts, is as follows:

	Total	Current	Past due				more than 180 days
			less than 30 days	31-60 days	61-90 days	91-180 days	
03/31/2016	3,496,822	3,023,598	109,735	36,392	21,290	35,693	270,114
12/31/2015	3,520,219	3,080,681	113,136	22,834	13,473	30,411	259,684

Movements in the allowance for doubtful accounts are as follows:

Balance as of December 31, 2015	200,816
Additions	12,333
Write-offs	(2,207)
Balance as of March 31, 2016	210,942

For further information about allowance for doubtful accounts see Note 31 Customer credit risk.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***6. Inventories (Consolidated)**

The composition of inventories is as follows:

	03/31/2016			12/31/2015		
	Cost	Provision for losses	Net balance	Cost	Provision for losses	Net balance
Finished goods	397,813	(9,710)	388,103	400,994	(7,649)	393,345
Work in process	2,858		2,858	1,723		1,723
Raw materials	232,539	(1,363)	231,176	257,700	(1,026)	256,674
Liquefied petroleum gas (LPG)	57,931	(5,761)	52,170	58,875	(5,761)	53,114
Fuels, lubricants, and greases	1,401,925	(769)	1,401,156	1,205,598	(729)	1,204,869
Consumable materials and other items for resale	114,743	(9,167)	105,576	103,013	(9,259)	93,754
Pharmaceutical, hygiene, and beauty products	350,472	(11,087)	339,385	303,603	(9,568)	294,035
Advances to suppliers	164,545		164,545	171,726		171,726
Properties for resale	25,997	(207)	25,790	25,997		25,997
	2,748,823	(38,064)	2,710,759	2,529,229	(33,992)	2,495,237

Movements in the provision for losses are as follows:

Balance as of December 31, 2015	33,992
Additions to net realizable value adjustment	1,210
Additions of obsolescence and other losses	2,862
Balance as of March 31, 2016	38,064

The breakdown of provisions for losses related to inventories is shown in the table below:

	03/31/2016	12/31/2015
Net realizable value adjustment	15,347	14,137
Obsolescence and other losses	22,717	19,855
Total	38,064	33,992

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***7. Recoverable Taxes**

Recoverable taxes are substantially represented by credits of State VAT (ICMS), Contribution for Social Security Financing (COFINS), Social Integration Program (PIS), Income Tax (IRPJ), and Social Contribution (CSLL).

	Parent		Consolidated	
	03/31/2016	12/31/2015	03/31/2016	12/31/2015
IRPJ and CSLL	55,096	52,055	179,000	197,890
ICMS			380,243	350,325
Provision for ICMS losses ⁽¹⁾			(64,863)	(64,891)
PIS and COFINS			127,527	248,254
Value-Added Tax (IVA) of subsidiaries Oxiteno Mexico, Oxiteno Andina and Oxiteno Uruguay			16,958	22,791
Excise tax IPI			4,646	4,542
Others		1	5,460	5,316
Total	55,096	52,056	648,971	764,227
Current	42,390	48,019	517,877	628,778
Non-current	12,706	4,037	131,094	135,449

⁽¹⁾ The provision for ICMS losses relates to tax credits that the subsidiaries believe will not be utilized or offset in the future, based on its estimative, and its movements are as follows:

Balance as of December 31, 2015	64,891
Write-offs, additions and reversals, net	(28)
Balance as of March 31, 2016	64,863

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***8. Related Parties****a. Related Parties****Parent Company**

	Trade receivables⁽¹⁾	Assets Debentures⁽²⁾	Total	Liabilities Account payable	Financial income
Companhia Ultragaz S.A.	3,272		3,272		
Oxiteno S.A. Indústria e Comércio	2,617		2,617		
Imifarma Produtos Farmacêuticos e Cosméticos S.A.	3,272		3,272	246	
Ipiranga Produtos de Petróleo S.A.	3,271	750,000	753,271		38,745
Total as of March 31, 2016	12,432	750,000	762,432	246	38,745

	Assets Debentures⁽³⁾	Liabilities Account payable	Financial income
Ipiranga Produtos de Petróleo S.A.	782,404		33,110
Imifarma Produtos Farmacêuticos e Cosméticos S.A.		5	
Total as of December 31, 2015	782,404	5	
Total as of March 31, 2015			33,110

(1) Refers to the Deferred Stock Plan (see Note 8.c).

(2) In March 2016, the subsidiary Ipiranga Produtos de Petróleo S.A. (IPP) made its third private offering in a single series of 75 debentures at face value of R\$ 10,000,000.00 (ten million Brazilian Reais), nonconvertible into shares, unsecured debentures. The Company subscribed the total of debentures with maturity on March 31, 2021 and semiannual remuneration linked to CDI.

- (3) In March 2009, the subsidiary Ipiranga made its first private offering in a single series of 108 debentures at face value of R\$ 10,000,000.00 (ten million Brazilian Reais), nonconvertible into shares, unsecured debentures. The Company subscribed 75 debentures with maturity on March 31, 2016 and semiannual remuneration linked to CDI. The debentures subscribed by Ultrapar were settled on the maturity date.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***Consolidated**

Balances and transactions between the Company and its subsidiaries have been eliminated in consolidation and are not disclosed in this note. The balances and transactions between the Company and its subsidiaries with other related parties are disclosed below:

	Loans		Commercial transactions	
	Assets	Liabilities	Receivables⁽¹⁾	Payables⁽¹⁾
Oxicap Indústria de Gases Ltda.				1,767
Química da Bahia Indústria e Comércio S.A.		3,046		
ConectCar Soluções de Mobilidade Eletrônica S.A.			14,217	4,560
Refinaria de Petróleo Riograndense S.A.				9,561
Others	490	1,326		
Total as of March 31, 2016	490	4,372	14,217	15,888

	Loans		Commercial transactions	
	Assets	Liabilities	Receivables⁽¹⁾	Payables⁽¹⁾
Oxicap Indústria de Gases Ltda.				1,506
Química da Bahia Indústria e Comércio S.A.		3,046		
ConectCar Soluções de Mobilidade Eletrônica S.A.			12,553	6,562
Refinaria de Petróleo Riograndense S.A.				23,784
Others	490	1,326		
Total as of December 31, 2015	490	4,372	12,553	31,852

⁽¹⁾ Included in trade receivables and trade payables, respectively.

**Commercial transactions
Purchases**

	Sales and services	
Oxicap Indústria de Gases Ltda.	2	5,072
Refinaria de Petróleo Riograndense S.A.		233,589
ConectCar Soluções de Mobilidade Eletrônica S.A.	3,296	
Total as of March 31, 2016	3,298	238,661

	Commercial transactions	
	Sales and services	Purchases
Oxicap Indústria de Gases Ltda.	2	3,213
Refinaria de Petróleo Riograndense S.A.		143,670
ConectCar Soluções de Mobilidade Eletrônica S.A.	4,507	
Total as of March 31, 2015	4,509	146,883

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)*

Purchase and sale transactions relate substantially to the purchase of raw materials, feedstock, transportation, and storage services based on similar market prices and terms with customers and suppliers with comparable operational performance. The above operations related to ConectCar Soluções de Mobilidade Eletrônica S.A. (ConectCar) refer to the adherence to Ipiranga's marketing plan and services provided. Borrowing agreements are for an indeterminate period and do not contain interest clauses. In the opinion of the Company and its subsidiaries' management, transactions with related parties are not subject to credit risk, which is why no allowance for doubtful accounts or collateral is provided. Collateral provided by the Company in loans of subsidiaries and affiliates are mentioned in Note 14.j). Intercompany loans are contracted in light of temporary cash surpluses or deficits of the Company, its subsidiaries, and its associates.

b. Key executives (Consolidated)

The Company's compensation strategy combines short and long-term elements, following the principles of alignment of interests and of maintaining a competitive compensation, and is aimed at retaining key officers and remunerating them adequately according to their attributed responsibilities and the value created to the Company and its shareholders.

Short-term compensation is comprised of: (a) fixed monthly compensation paid with the objective of rewarding the executive's experience, responsibility, and his/her position's complexity, and includes salary and benefits such as medical coverage, check-up, life insurance, and others; (b) variable compensation paid annually with the objective of aligning the executive's and the Company's objectives, which is linked to: (i) the business performance measured through its economic value creation and (ii) the fulfillment of individual annual goals that are based on the strategic plan and are focused on expansion and operational excellence projects, people development and market positioning, among others. In addition, the chief executive officer is entitled to additional long term variable compensation relating to the Company's shares' performance between 2013 and 2018, reflecting the target of more than doubling the share value of the Company in 5 years. Further details about the Deferred Stock Plan are contained in Note 8.c) and about post-employment benefits in Note 18.b).

The Company and its subsidiaries recognized expenses for compensation of its key executives (Company's directors and executive officers) as shown below:

	03/31/2016	03/31/2015
Short-term compensation	10,420	7,575
Stock compensation	1,379	1,568
Post-employment benefits	842	656

Long-term compensation	541	498
Total	13,182	10,297

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***c. Deferred Stock Plan**

On April 27, 2001, the General Shareholders Meeting approved a benefit plan to members of management and employees in executive positions in the Company and its subsidiaries. On November 26, 2003, the Extraordinary General Shareholders Meeting approved certain amendments to the original plan of 2001 (the Deferred Stock Plan). In the Deferred Stock Plan, certain members of management of the Company and its subsidiaries have the voting and economic rights of shares and the ownership of these shares is retained by the subsidiaries of the Company. The Deferred Stock Plan provides for the transfer of the ownership of the shares to those eligible members of management after five to ten years from the initial concession of the rights subject to uninterrupted employment of the participant during the period. The total number of shares to be used for the Deferred Stock Plan is subject to the availability in treasury of such shares. It is incumbent on Ultrapar's executive officers to select the members of management eligible for the plan and propose the number of shares in each case for approval by the Board of Directors. The fair value of the awards were determined on the grant date based on the market value of the shares on the BM&FBOVESPA S.A. Bolsa de Valores, Mercadorias e Futuros (BM&FBOVESPA), the Brazilian Securities, Commodities and Futures Exchange and the amounts are amortized between five and ten years from the grant date.

The table below summarizes shares granted to the Company and its subsidiaries management:

Grant date	Balance of number of shares granted	Vesting period	Market price of shares on the grant date (in R\$ per share)			
			Total grant costs, including taxes	Accumulated recognized grant costs	Accumulated unrecognized grant costs	
March 4, 2016	190,000	2021 to 2023	65.43	17,147	(243)	16,904
December 9, 2014	590,000	2019 to 2021	50.64	41,210	(9,332)	31,878
March 5, 2014	83,400	2019 to 2021	52.15	5,999	(2,123)	3,876
February 3, 2014	150,000	2018 to 2020	55.36	11,454	(5,101)	6,353
November 7, 2012	320,000	2017 to 2019	42.90	19,098	(11,151)	7,947
December 14, 2011	120,000	2016 to 2018	31.85	5,272	(3,880)	1,392
November 10, 2010	173,336	2015 to 2017	26.78	9,602	(8,567)	1,035
December 16, 2009	83,328	2014 to 2016	20.75	7,155	(6,928)	227
November 9, 2006	207,200	2016	11.62	3,322	(3,128)	194
	1,917,264			120,259	(50,453)	69,806

For the three-month period ended March 31, 2016, the amortization in the amount of R\$ 4,279 (R\$ 4,494 for the three-month period ended March 31, 2015) was recognized as a general and administrative expense.

The table below summarizes the changes of number of shares granted:

Balance as of December 31, 2015	1,727,264
Shares granted on March 4, 2016	190,000
Balance as of March 31, 2016	1,917,264

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***9. Income and Social Contribution Taxes****a. Deferred Income and Social Contribution Taxes**

The Company and its subsidiaries recognize deferred tax assets and liabilities which are not subject to the statute of limitations, resulting from tax loss carryforwards, temporary differences, negative tax bases and revaluation of property, plant, and equipment, among others. Deferred tax assets are sustained by the continued profitability of their operations. Deferred IRPJ and CSLL are recognized under the following main categories:

	Parent		Consolidated	
	03/31/2016	12/31/2015	03/31/2016	12/31/2015
Assets Deferred income and social contribution taxes on:				
Provision for impairment of assets			43,828	41,428
Provisions for tax, civil, and labor risks	24	22	144,599	140,707
Provision for post-employment benefits			42,805	42,297
Provision for differences between cash and accrual basis			2,521	989
Goodwill			29,512	33,894
Business combination fiscal basis vs. accounting basis of goodwill			71,929	72,691
Provision for asset retirement obligation			23,024	22,418
Other provisions	17,992	8,658	78,718	145,336
Tax losses and negative basis for social contribution carryforwards (d)			68,281	59,233
Total	18,016	8,680	505,217	558,993
Liabilities Deferred income and social contribution taxes on:				
Revaluation of property, plant, and equipment			2,855	2,887
Lease			4,353	4,426
Provision for differences between cash and accrual basis			95,357	184,951
Provision for goodwill/negative goodwill			36,597	17,794
Business combination fair value of assets			46,877	47,110
Temporary differences of foreign subsidiaries			4,073	2,855
Other provisions			1,737	5,981
Total			191,849	266,004

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)*

Changes in the net balance of deferred IRPJ and CSLL are as follows:

	03/31/2016	03/31/2015
Initial balance	292,989	309,726
Deferred IRPJ and CSLL recognized in income of the period	22,092	(37,582)
Others	(1,713)	2,696
Final balance	313,368	274,840

The estimated recovery of deferred tax assets relating to IRPJ and CSLL is stated as follows:

	Parent	Consolidated
Up to 1 year	3	156,992
From 1 to 2 years	3,474	79,724
From 2 to 3 years	3,497	38,749
From 3 to 5 years	6,947	57,951
From 5 to 7 years	3,722	113,806
From 7 to 10 years	373	57,995
	18,016	505,217

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***b. Reconciliation of Income and Social Contribution Taxes**

IRPJ and CSLL are reconciled to the statutory tax rates as follows:

	Parent		Consolidated	
	03/31/2016	03/31/2015	03/31/2016	03/31/2015
Income before taxes and share of profit (loss) of subsidiaries, joint ventures, and associates	(17,530)	(22,648)	574,266	572,372
Statutory tax rates %	34	34	34	34
Income and social contribution taxes at the statutory tax rates	5,960	7,700	(195,250)	(194,606)
Adjustments to the statutory income and social contribution taxes:				
Nondeductible expenses ⁽ⁱ⁾	(56)	(1)	(15,296)	(8,920)
Nontaxable revenues ⁽ⁱⁱ⁾			644	1,369
Adjustment to estimated income ⁽ⁱⁱⁱ⁾			3,428	2,851
Other adjustments	6		1,196	800
Income and social contribution taxes before tax incentives	5,910	7,699	(205,278)	(198,506)
Tax incentives SUDENE			22,132	15,662
Income and social contribution taxes in the income statement	5,910	7,699	(183,146)	(182,844)
Current	(3,425)	(4,581)	(227,370)	(160,924)
Deferred	9,335	12,280	22,092	(37,582)
Tax incentives SUDENE			22,132	15,662
Effective IRPJ and CSLL rates %	33.7	34.0	31.9	31.9

- (i) Nondeductible expenses consist of certain expenses that cannot be deducted for tax purposes under applicable tax legislation, such as expenses with fines, donations, gifts, losses of assets, negative effects of foreign subsidiaries and certain provisions;
- (ii) Nontaxable revenues consist of certain gains and income that are not taxable under applicable tax legislation, such as the reimbursement of taxes and the reversal of certain provisions;
- (iii) Brazilian tax law allows for an alternative method of taxation for companies that generated gross revenues of up to R\$ 78 million in their previous fiscal year. Certain subsidiaries of the Company adopted this alternative form of

taxation, whereby income and social contribution taxes are calculated on a basis equal to 32% of operating revenues, as opposed to being calculated based on the effective taxable income of these subsidiaries. The adjustment to estimated income represents the difference between the taxation under this alternative method and the income and social contribution taxes that would have been paid based on the effective statutory rate applied to the taxable income of these subsidiaries.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information**

(In thousands of Brazilian Reais, unless otherwise stated)

c. Tax Incentives SUDENE

The following subsidiaries are entitled to federal tax benefits providing for IRPJ reduction under the program for development of northeastern Brazil operated by the Superintendency for the Development of the Northeast (SUDENE):

Subsidiary	Units	Incentive %	Expiration
Oxiteno Nordeste S.A. Indústria e Comércio	Camaçari plant	75	2016
Bahiana Distribuidora de Gás Ltda.	Caucaia base ⁽¹⁾	75	2012
	Aracaju base	75	2017
	Suape base	75	2018
	Mataripe base ⁽²⁾	75	2024
Terminal Químico de Aratu S.A. Tequimar	Suape terminal	75	2020
	Aratu terminal	75	2022
Oleoquímica Indústria e Comércio de Produtos Químicos Ltda.	Camaçari plant	75	2021

(1) On December 22, 2015, the subsidiary requested SUDENE the extension of the recognition of tax incentives for another 10 years, due to the expansion of the Caucaia base.

(2) Due to modernization realized in the Mataripe base, SUDENE approved the 75% income tax reduction until 2024 through an appraisal report issued on December 30, 2015. On January 19, 2016, the constitutive benefit appraisal report was forwarded to the Brazilian Federal Revenue Service for approval within a term of 120 days.

On December 30, 2014, the subsidiary Terminal Químico de Aratu S.A. Tequimar (Tequimar) filed a request at SUDENE requiring the income tax reduction incentive, due to the implementation of the Itaqui Terminal in São Luis Maranhão. The subsidiary is awaiting for SUDENE s pronouncement, which has no deadline to take place.

d. Income and Social Contribution Taxes Carryforwards

As of March 31, 2016, certain subsidiaries of the Company had tax loss carryforwards related to income tax (IRPJ) of R\$ 215,539 (R\$ 190,359 as of December 31, 2015) and negative basis of CSLL of R\$ 159,951 (R\$ 129,368 as of December 31, 2015), whose compensations are limited to 30% of taxable income in a given tax year, which do not expire. Based on these values, the Company and its subsidiaries recognized deferred income and social contribution tax assets in the amount of R\$ 68,281 as of March 31, 2016 (R\$ 59,233 as of December 31, 2015).

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***10. Prepaid Expenses (Consolidated)**

	03/31/2016	12/31/2015
Rents	117,843	114,439
Deferred Stock Plan, net (see Note 8.c)	56,360	45,889
Advertising and publicity	56,665	25,195
Insurance premiums	25,067	24,644
Software maintenance	9,090	8,937
Purchases of meal and transportation tickets	2,327	1,757
Taxes and other prepaid expenses	13,195	7,279
	280,547	228,140
Current	121,640	81,476
Non-current	158,907	146,664

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***11. Investments****a. Subsidiaries and Joint Venture (Parent Company)**

The table below presents the full amounts of balance sheets and income statements of subsidiaries and joint venture:

	03/31/2016			
	Ultrapar Operações Logísticas e Participações Ltda.	Subsidiaries		Joint-venture
		Oxiten S.A. Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Refinaria de Petróleo Riograndense S.A.
Number of shares or units held	11,839,764	35,102,127	224,467,228,244	5,078,888
Assets	1,106,636	3,371,882	12,751,656	385,486
Liabilities	4,262	415,566	8,979,802	306,588
Shareholders equity	1,102,374	2,956,375(*)	3,771,854	78,898
Net revenue from sales and services		312,841	16,833,168	329,934
Net income for the period	13,282	137,570(*)	244,155	5,514
% of capital held	100	100	100	33

	12/31/2015			
	Ultrapar Operações Logísticas e Participações Ltda.	Subsidiaries		Joint-venture
		Oxiten S.A. Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Refinaria de Petróleo Riograndense S.A.
Number of shares or units held	11,839,764	35,102,127	224,467,228,244	5,078,888
Assets	1,093,260	3,469,471	13,599,752	348,217
Liabilities	4,168	534,215	10,004,718	253,306
Shareholders equity	1,089,092	2,935,315(*)	3,595,034	94,911
% of capital held	100	100	100	33

03/31/2015

Subsidiaries

Joint-venture

	Ultracargo Operações Logísticas e Participações Ltda.	Oxiteno S.A. Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Isa-Sul Administração e Participações Ltda.	Refinaria de Petróleo Riograndense S.A.
Number of shares or units held	11,839,764	35,102,127	224,467,228,244	995,696,000	5,078,888
Net revenue from sales and services		263,289	15,097,169	3,566	227,901
Net income (loss) for the period	30,666	88,978(*)	277,327	(91)	8,855
% of capital held	100	100	100	99	33

(*) adjusted for intercompany unrealized profits.
The percentages in the table above are rounded.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)*

The financial information from our business segments is detailed in Note 30.

Balances and changes in subsidiaries and joint venture are as follows:

	Investments in subsidiaries			Joint-venture		
	Ultrapar					
	Operações Logísticas e Participações Ltda.	Oxiteno S.A. Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Total	Refinaria de Petróleo Riograndense S.A.	Total
Balance as of December 31, 2015	1,089,092	2,935,315	3,595,034	7,619,441	31,514	7,650,955
Share of profit of subsidiaries and joint venture	13,282	137,570	244,155	395,007	1,831	396,838
Dividends		(79,522)		(79,522)		(79,522)
Tax liabilities on equity-method revaluation reserve			(11)	(11)		(11)
Valuation adjustment of subsidiaries			(67,324)	(67,324)	(7,148)	(74,472)
Translation adjustments of foreign-based subsidiaries		(36,988)		(36,988)		(36,988)
Balance as of March 31, 2016	1,102,374	2,956,375	3,771,854	7,830,603	26,197	7,856,800

	Investments in subsidiaries			Joint-venture			
	Ultrapar						
	Operações Logísticas e Participações Ltda.	Oxiteno S.A. Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Isa-Sul Administração e Participações Ltda.	Total	Refinaria de Petróleo Riograndense S.A.	Total

Balance as of December 31, 2014	1,084,893	3,020,625	2,013,962	980,044	7,099,524	24,076	7,123,600
Share of profit of subsidiaries and joint ventures	30,666	88,978	277,327	(91)	396,880	2,940	399,820
Dividends and interest on equity (gross)			(142,303)		(142,303)		(142,303)
Tax liabilities on equity- method revaluation reserve			(1)		(1)		(1)
Valuation adjustment of subsidiaries		(32)	10,757		10,725	2,497	13,222
Translation adjustments of foreign-based subsidiaries		51,656			51,656		51,656
Balance as of March 31, 2015	1,115,559	3,161,227	2,159,742	979,953	7,416,481	29,513	7,445,994

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information**

(In thousands of Brazilian Reais, unless otherwise stated)

b. Joint Ventures (Consolidated)

The Company holds an interest in Refinaria de Petróleo Riograndense (RPR), which is primarily engaged in oil refining.

The subsidiary Ultracargo Operações Logísticas e Participações Ltda. (Ultracargo Participações) holds an interest in União Vopak Armazéns Gerais Ltda. (União Vopak), which is primarily engaged in liquid bulk storage in the port of Paranaguá.

The subsidiary IPP holds an interest in ConectCar, which is primarily engaged in electronic payment of tolls, parking and fuel. ConectCar, formed in November 2012 currently operates in the States of Alagoas, Bahia, Ceará, Espírito Santo, Goiás, Mato Grosso, Mato Grosso do Sul, Minas Gerais, Paraná, Pernambuco, Rio de Janeiro, Rio Grande do Sul, Santa Catarina and São Paulo, and the Distrito Federal.

These investments are accounted for under the equity method of accounting based on their interim financial information as of March 31, 2016.

Balances and changes in joint ventures are as follows:

	Movements in investments			
	União Vopak	RPR	ConectCar	Total
Balance as of December 31, 2015	4,545	31,514	43,318	79,377
Capital increase			5,781	5,781
Valuation adjustments		(7,148)		(7,148)
Share of profit (loss) of joint ventures	(40)	1,831	(5,750)	(3,959)
Balance as of March 31, 2016	4,505	26,197	43,349	74,051

	Movements in investments			
	União Vopak	RPR	ConectCar	Total
Balance as of December 31, 2014	4,960	24,076	25,472	54,508
Valuation adjustments		2,497		2,497
Share of profit (loss) of joint ventures	125	2,940	(5,233)	(2,168)

Balance as of March 31, 2015	5,085	29,513	20,239	54,837
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Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)*

The table below presents the full amounts of balance sheets and income statements of joint ventures:

	03/31/2016		
	União Vopak	RPR	ConectCar
Current assets	3,392	272,405	54,441
Non-current assets	7,036	113,081	92,981
Current liabilities	1,420	245,340	60,725
Non-current liabilities		61,248	
Shareholders' equity	9,008	78,898	86,697
Net revenue from sales and services	2,462	329,934	10,430
Costs and operating expenses	(2,696)	(320,158)	(27,877)
Net financial income and income and social contribution taxes	154	(4,262)	5,946
Net income (loss)	(80)	5,514	(11,501)
Number of shares or units held	29,995	5,078,888	124,360,500
% of capital held	50	33	50

	12/31/2015		
	União Vopak	RPR	ConectCar
Current assets	3,360	234,094	59,599
Non-current assets	7,300	114,123	85,195
Current liabilities	1,570	176,134	62,158
Non-current liabilities		77,172	
Shareholders' equity	9,090	94,911	82,636
Number of shares or units held	29,995	5,078,888	94,579,500
% of capital held	50	33	50

	03/31/2015		
	União Vopak	RPR	ConectCar
Net revenue from sales and services	2,751	227,901	3,803
Costs and operating expenses	(2,439)	(210,650)	(19,832)
Net financial income and income and social contribution taxes	(62)	(8,396)	5,562
Net income (loss)	250	8,855	(10,467)
Number of shares or units held	29,995	5,078,888	57,500,000
% of capital held	50	33	50

The percentages in the table above are rounded.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***c. Associates (Consolidated)**

Subsidiary IPP holds an interest in Transportadora Sulbrasileira de Gás S.A., which is primarily engaged in natural gas transportation services.

Subsidiary Oxiteno S.A. Indústria e Comércio (Oxiteno S.A) holds an interest in Oxicap Indústria de Gases Ltda. (Oxicap), which is primarily engaged in the supply of nitrogen and oxygen for its shareholders in the Mauá petrochemical complex.

Subsidiary Oxiteno Nordeste S.A. Indústria e Comércio (Oxiteno Nordeste) holds an interest in Química da Bahia Indústria e Comércio S.A., which is primarily engaged in manufacturing, marketing, and processing of chemicals. The operations of this associate are currently suspended.

Subsidiary Companhia Ultragaz S.A. (Cia. Ultragaz) holds an interest in Metalúrgica Plus S.A., which is primarily engaged in the manufacture and trading of LPG containers. The operations of this associate are currently suspended.

Subsidiary IPP holds an interest in Plenogás Distribuidora de Gás S.A., which is primarily engaged in the marketing of LPG. The operations of this associate are currently suspended.

The investment of subsidiary Oxiteno S.A. in the associate Oxicap is accounted for under the equity method of accounting based on its financial information as of February 29, 2016, while the other associates are valued based on the interim financial information as of March 31, 2016.

Balances and changes in associates are as follows:

	Movements in investments				Total
	Transportadora Sulbrasileira de Gás S.A.	Oxicap Indústria de Gases Ltda.	Química da Bahia Indústria e Comércio S.A.	Metalúrgica Plus S.A.	
Balance as of December 31, 2015	5,743	12,000	3,684	110	21,537
Dividends received	(352)				(352)
Share of profit (loss) of associates	275	401	4	12	692
Balance as of March 31, 2016	5,666	12,401	3,688	122	21,877

	Movements in investments					
	Transportadora Oxicap Sulbrasileira de Gás S.A.	Indústria de Gases Ltda.	Química da Bahia Indústria e Comércio S.A.	Metalúrgica Plus S.A.	Total	
Balance as of December 31, 2014	6,212	3,090	3,676	165	13,143	
Capital increase		10,368 ⁽¹⁾			10,368	
Share of profit (loss) of associates	234	(966)	(2)	(14)	(748)	
Balance as of March 31, 2015	6,446	12,492	3,674	151	22,763	

⁽¹⁾ As mentioned in Note 8.a) Consolidated, in the 1st quarter 2015, Oxiteno realized a capital increase in Oxicap. Thus the interest in the associate has been changed from 25% to 15% approximately.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)*

The table below presents the full amounts of balance sheets and income statements of associates:

	03/31/2016				
	Química da Bahia Indústria e Comércio S.A.				
	Transportadora Sulbrasileira de Gás S.A.	Oxicap Indústria de Gases Ltda.	Metalúrgica Plus S.A.	Plenogás Distribuidora de Gás S.A.	
Current assets	6,656	20,343	76	711	707
Non-current assets	18,474	76,895	10,408	1,682	2,822
Current liabilities	2,132	10,267		411	156
Non-current liabilities	332	4,767	3,109	1,616	1,693
Shareholders' equity	22,666	82,204	7,375	366	1,680
Net revenue from sales and services	2,522	13,132			
Costs, operating expenses, and income	(1,406)	(9,627)	(2)	(54)	32
Net financial income and income and social contribution taxes	(17)	(1,222)	10	(2)	11
Net income (loss) for the period	1,099	2,283	8	(56)	43
Number of shares or units held	20,124,996	1,987	1,493,120	3,000	1,384,308
% of capital held	25	15	50	33	33

	12/31/2015				
	Química da Bahia Indústria e Comércio S.A.				
	Transportadora Sulbrasileira de Gás S.A.	Oxicap Indústria de Gases Ltda.	Metalúrgica Plus S.A.	Plenogás Distribuidora de Gás S.A.	
Current assets	5,175	13,390	73	759	691
Non-current assets	18,773	79,203	10,403	1,681	2,830
Current liabilities	644	8,682		403	101
Non-current liabilities	332	4,371	3,109	1,708	1,777

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Shareholders' equity	22,972	79,540	7,367	329	1,643
Number of shares or units held	20,124,996	1,987	1,493,120	3,000	1,384,308
% of capital held	25	15	50	33	33

The percentages in the table above are rounded.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)*

				03/31/2015	
	Transportadora Sulbrasileira de Gás S.A.	Oxicap Indústria de Gases Ltda.	Química da Bahia Indústria e Comércio S.A.	Metalúrgica Plus S.A.	Plenogás Distribuidora de Gás S.A.
Net revenue from sales and services	2,355	7,950			
Costs, operating expenses, and income	(1,313)	(9,376)	(18)	(45)	47
Net financial income and income and social contribution taxes	(6)	448	15	3	(4)
Net income (loss) for the period	1,036	(978)	(3)	(42)	43
Number of shares or units held	20,124,996	1,987	1,493,120	3,000	1,384,308
% of capital held	25	15	50	33	33

The percentages in the table above are rounded.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***12. Property, Plant, and Equipment (Consolidated)**

Balances and changes in property, plant, and equipment are as follows:

	Weighted average useful life (years)	Balance on 12/31/2015	Additions	Depreciation	Transfer and disposals	Write-off and exchange rate variation	Balance on 03/31/2016
Cost:							
Land		524,159				(1,952)	522,207
Buildings	30	1,382,603	298		12,757	(1) (10,679)	1,384,978
Leasehold improvements	10	701,183	2,529		15,284	(670) (2)	718,324
Machinery and equipment	13	3,991,839	28,974		35,532	(5,194) (26,183)	4,024,968
Automotive fuel/lubricant distribution equipment and facilities	14	2,282,462	21,648		(191) (3,767)		2,300,152
LPG tanks and bottles	11	541,351	48,727		591 (5,505)		585,164
Vehicles	7	258,776	4,644		442 (4,909)	(279)	258,674
Furniture and utensils	9	170,695	2,159		1,016 (653)	(770)	172,447
Construction in progress		437,533	70,377		(67,176)	(7,602)	433,132
Advances to suppliers		12,125	17,213		(1,607)	(2,199)	25,532
Imports in progress		1,201	188		(452)	12	949
IT equipment	5	260,685	3,913		710 (47)	(511)	264,750
		10,564,612	200,670		(3,094) (20,746)	(50,165)	10,691,277

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Accumulated depreciation:							
Buildings	(591,831)	(10,855)	(1)		2,254		(600,433)
Leasehold improvements	(359,117)	(12,865)		572	3		(371,407)
Machinery and equipment	(2,241,244)	(60,494)	1	5,890	9,045		(2,286,802)
Automotive fuel/lubricant distribution equipment and facilities	(1,270,797)	(31,926)		2,791			(1,299,932)
LPG tanks and bottles	(249,234)	(9,355)		2,537			(256,052)
Vehicles	(92,457)	(5,045)		3,008	112		(94,382)
Furniture and utensils	(110,259)	(2,654)		645	309		(111,959)
IT equipment	(203,793)	(4,708)	2	40	390		(208,069)
	(5,118,732)	(137,902)	2	15,483	12,113		(5,229,036)
Provision for losses:							
Advances to suppliers	(83)						(83)
Land	(197)						(197)
Leasehold improvements	(659)				56		(603)
Machinery and equipment	(4,739)			147	186		(4,406)
Automotive fuel/lubricant distribution equipment and facilities	(1,306)			53			(1,253)
Furniture and utensils	(1)						(1)
	(6,985)			200	242		(6,543)
Net amount	5,438,895	200,670	(137,902)	(3,092)	(5,063)	(37,810)	5,455,698

Construction in progress relates substantially to expansions and renovations of industrial facilities and terminals and construction and upgrade of service stations and fuel distribution bases.

Advances to suppliers of property, plant, and equipment relate basically to manufacturing of equipment for expansion of plants, terminals and bases, modernization of service stations, and acquisition of real estate.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***13. Intangible Assets (Consolidated)**

Balances and changes in intangible assets are as follows:

	Weighted average useful life (years)	Balance on 12/31/2015	Additions	Amortization	Transfer disposals	Effect of foreign exchange rate variation	Balance on 03/31/2016
Cost:							
Goodwill (i)		1,456,179					1,456,179
Software (ii)	5	539,522	12,944		4,204	(1,677)	554,993
Technology (iii)	5	32,617					32,617
Commercial property rights (iv)	10	36,588	1,930				38,518
Distribution rights (v)	5	3,278,487	80,740		(170,353)		3,188,874
Brands (vi)		120,944				(4,290)	116,654
Others (vii)	4	46,951	217		(3,738)	(353)	43,077
		5,511,288	95,831		(169,887)	(6,320)	5,430,912
Accumulated amortization:							
Software		(350,760)		(12,217)	(2)	1,133	(361,846)
Technology		(31,256)		(446)			(31,702)
Commercial property rights		(16,979)		(672)			(17,651)
Distribution rights		(1,802,989)		(120,587)	170,044		(1,753,532)
Others		(15,369)		(1,959)	(83)	(32)	(17,443)
		(2,217,353)		(135,881)	169,959	1,101	(2,182,174)
Net amount		3,293,935	95,831	(135,881)	72	(5,219)	3,248,738

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(In thousands of Brazilian Reais, unless otherwise stated)

i) Goodwill from acquisition of companies was amortized until December 31, 2008, when its amortization ceased. The net remaining balance is tested annually for impairment.

The Company has the following balances of goodwill:

	Segment	03/31/2016	12/31/2015
Goodwill on the acquisition of:			
Extrafarma	Extrafarma	661,553	661,553
Ipiranga	Ipiranga	276,724	276,724
União Terminais	Ultracargo	211,089	211,089
Texaco	Ipiranga	177,759	177,759
Oxiteno Uruguay	Oxiteno	44,856	44,856
Temmar	Ultracargo	43,781	43,781
DNP	Ipiranga	24,736	24,736
Repsol	Ultragaz	13,403	13,403
Others		2,278	2,278
		1,456,179	1,456,179

On December 31, 2015, the Company tested the balances of goodwill shown in the table above for impairment. The determination of value in use involves assumptions, judgments, and estimates of cash flows, such as growth rates of revenues, costs and expenses, estimates of investments and working capital, and discount rates. The assumptions about growth projections and future cash flows are based on the Company's business plan of its operating segments, as well as comparable market data, and represent management's best estimate of the economic conditions that will exist over the economic life of the various CGUs, to which goodwill is related.

The evaluation of the value in use is calculated for a period of five years (except the Extrafarma segment), after which we calculate the perpetuity, considering the possibility of carrying the business on indefinitely. For the Extrafarma segment, a period of 10 years was used due to its expansion plan and considering a three-years period to maturity of new stores.

On December 31, 2015, the discount and real growth rates used to extrapolate the projections ranged from 10.3% to 17.1% (except discount rate of Oxiteno Andina of 43.5%) and 0% to 1% p.a., respectively, depending on the CGU analyzed.

The goodwill impairment tests and net assets of the Company and its subsidiaries did not result in the recognition of losses for the year ended December 31, 2015. The Company assessed a sensitivity analysis of discount and growth rate of perpetuity, due to their significant impact on cash flows and value in use. An increase of 0.5 percentage points in the discount rate or a decrease of 0.5 percentage points in the growth rate of the perpetuity of the cash flow of each business segment would not result in the recognition of impairment.

ii) Software includes user licenses and costs for the implementation of the various systems used by the Company and its subsidiaries, such as: integrated management and control, financial management, foreign trade, industrial automation, operational and storage management, accounting information, and other systems.

iii) The subsidiaries Oxiteno S.A., Oxiteno Nordeste and Oleoquímica Indústria e Comércio de Produtos Químicos Ltda. (Oleoquímica) recognize as technology certain rights of use held by them. Such licenses include the production of ethylene oxide, ethylene glycols, ethanolamines, glycol ethers, ethoxylates, solvents, fatty acids from vegetable oils, fatty alcohols, and specialty chemicals, which are products that are supplied to various industries.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)*

iv) Commercial property rights include those described below:

Subsidiary Tequimar has an agreement with CODEBA – Companhia das Docas do Estado da Bahia, which allows it to explore the area in which the Aratu Terminal is located for 20 years, renewable for a similar period. The price paid by Tequimar was R\$ 12,000, which is being amortized from August 2002 to July 2042.

Subsidiary Tequimar has a lease contract for an area adjacent to the Port of Santos for 20 years from December 2002, renewable for a similar period, which allows the construction, operation, and use of a terminal for liquid bulk unloading, tank storage, handling, and distribution. The price paid by Tequimar was R\$ 4,334, which is being amortized from August 2005 to December 2022.

Subsidiary Extrafarma pays key money to obtain certain commercial establishments to open drugstores which is stated at the cost of acquisition, amortized using the straight line method, considering the lease contract terms. In the case of the closedown of stores, the residual amount is written off.

v) Distribution rights refer mainly to bonus disbursements as provided in Ipiranga's agreements with resellers and large customers. Bonus disbursements are recognized when paid and recognized as an expense in the income statement over the term of the agreement (typically 5 years), which is reviewed as per the changes occurred in the agreements.

vi) Brands are represented by the acquisition cost of the am/pm brand in Brazil and of the Extrafarma brand.

vii) Other intangibles refer mainly to the loyalty program Clube Extrafarma.

The amortization expenses were recognized in the interim financial information as shown below:

	03/31/2016	03/31/2015
Inventories and cost of products and services sold	3,720	2,571
Selling and marketing	120,439	102,183
General and administrative	11,722	10,446
	135,881	115,200

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***14. Loans, Debentures, and Finance Leases (Consolidated)****a. Composition**

Description	03/31/2016	12/31/2015	Index/Currency	Weighted average financial charges 03/31/2016 % p.a.	Maturity
Foreign currency denominated loans:					
Foreign loan (b.1) (*)	996,504	1,111,721	US\$ + LIBOR (i)	+0.7	2017 to 2018
Foreign loan (b.1) (*)	516,173	576,645	US\$	+2.1	2017 to 2018
Foreign loan (b.2) (b.3) (b.4)	363,582	397,586	US\$ + LIBOR (i)	+1.4	2017 to 2018
Financial institutions (d)	213,616	77,800	US\$ + LIBOR (i)	+2.7	2016 to 2021
Advances on foreign exchange contracts	158,401	222,478	US\$	+1.9	< 260 days
Financial institutions (d)	131,058	142,779	US\$	+2.8	2016 to 2017
Foreign currency advances delivered	57,551	50,132	US\$	+1.4	< 61 days
Financial institutions (d)	24,959	27,110	MX\$ + TIIE (ii)	+1.0	2016 to 2017
BNDES (c)	17,597	24,057	US\$	+6.0	2016 to 2020
Subtotal	2,479,441	2,630,308			
Brazilian Reais denominated loans:					
Banco do Brasil floating rate (e)	3,133,503	3,115,752	CDI	105.5	2016 to 2019
Debentures IPP (f.1 and f.2)	1,462,857	1,413,101	CDI	107.9	2017 to 2018
Debentures 5th issuance (f.3)	803,876	833,114	CDI	108.3	2018
BNDES (c)	369,729	409,339	TJLP (iii)	+2.7	2016 to 2021
Export Credit Note floating rate (g)	158,647	158,648	CDI	101.5	2018
Banco do Nordeste do Brasil	61,350	66,096	R\$ (iv)	+8.5	2016 to 2021
FINEP	58,459	61,724	R\$	+4.0	2016 to 2021
Finance leases (h)	45,003	45,480	IGP-M (v)	+5.6	2016 to 2031
BNDES (c)	44,769	49,681	R\$	+4.6	2016 to 2022

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BNDES (c)	32,117	30,878	SELIC (vi)	+2.2	2016 to 2021
FINEP	10,911	11,174	TJLP (iii)	-1.4	2016 to 2023
Export Credit Note (g) (*)	9,873	27,039	R\$	+8.0	2016
Working capital loans					
Extrafarma fixed rate	682	1,160	R\$	+10.1	2016
Floating finance leases (h)	272	319	CDI	+2.8	2016 to 2017
FINAME	195	255	TJLP (iii)	+5.7	2016 to 2022
Fixed finance leases (h)	73	95	R\$	+15.5	2016 to 2017
Subtotal	6,192,316	6,223,855			
Currency and interest rate hedging instruments					
	157,640	47,445			
Total	8,829,397	8,901,608			
Current					
	2,495,820	1,097,855			
Non-current					
	6,333,577	7,803,753			

(*) These transactions were designated for hedge accounting (see Note 31 Hedge Accounting).

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(In thousands of Brazilian Reais, unless otherwise stated)

- (i) LIBOR = London Interbank Offered Rate.
- (ii) MX\$ = Mexican Peso; TIIE = the Mexican interbank balance interest rate.
- (iii) TJLP (Long-term Interest Rate) = set by the National Monetary Council, TJLP is the basic financing cost of Banco Nacional de Desenvolvimento Econômico e Social (BNDES), the Brazilian Development Bank. On March 31, 2016, TJLP was fixed at 7.5% p.a.
- (iv) Contract linked to the rate of FNE (Northeast Constitutional Financing Fund) fund whose purpose is to foster the development of the industrial sector, administered by Banco do Nordeste do Brasil. On March, 31, 2016, the FNE interest rate was 10% p.a. FNE grants a discount of 15% over the interest rate for timely payments.
- (v) IGP-M = General Market Price Index is a measure of Brazilian inflation, calculated by the Getúlio Vargas Foundation.
- (vi) SELIC = basic interest rate set by the Brazilian Central Bank.

The long-term consolidated debt had the following principal maturity schedule:

	03/31/2016	12/31/2015
From 1 to 2 years	2,620,495	3,393,586
From 2 to 3 years	2,313,586	3,165,603
From 3 to 4 years	1,252,048	1,155,809
From 4 to 5 years	102,296	38,585
More than 5 years	45,152	50,170
	6,333,577	7,803,753

As provided in IAS 39 (CPC 8 (R1)), the transaction costs and issuance premiums associated with debt issuance by the Company and its subsidiaries were added to their financial liabilities, as shown in Note 14.i).

The Company's management entered into hedging instruments against foreign exchange and interest rate variations for a portion of its debt obligations (see Note 31).

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***b. Foreign Loans**

1) The subsidiary IPP has foreign loans in the amount of US\$ 440 million. IPP also contracted hedging instruments with floating interest rate in U.S. dollar and exchange rate variation, changing the foreign loans charges, on average, to 102.1% of CDI (see Note 31). IPP designated these hedging instruments as a fair value hedge; therefore, loans and hedging instruments are both measured at fair value from inception, with changes in fair value recognized through profit or loss. The foreign loans are secured by the Company.

The foreign loans have the maturity distributed as follows:

Maturity	US\$ (million)	Cost in % of CDI
Mar/17	70.0	99.5
Sep/17	150.0	103.7
Jul/18	60.0	103.0
Sep/18	80.0	101.5
Nov/18	80.0	101.4
Total / average cost	440.0	102.1

2) The subsidiary Oxiteno Overseas Corp. (Oxiteno Overseas) has a foreign loan in the amount of US\$ 60 million with maturity in January 2017 and interest of LIBOR + 1.0% p.a., paid semiannually. The Company, through its subsidiary Cia. Ultragaz, contracted hedging instruments with floating interest rates in dollar and exchange rate variation, changing the foreign loan charge to 94.0% of CDI (see Note 31). The foreign loan is guaranteed by the Company and its subsidiary Oxiteno S.A.

3) The subsidiary LPG International Inc. (LPG) has a foreign loan in the amount of US\$ 30 million with maturity in December 2018 and interest rate of LIBOR + 1.85% p.a, paid quarterly. The foreign loan is guaranteed by the Company and its subsidiary IPP.

4) The subsidiary Global Petroleum Products Trading Corporation has a foreign loan in the amount of US\$ 12 million with maturity in December 2018 and interest rate of LIBOR + 1.85% p.a, paid quarterly. The foreign loan is guaranteed by the Company and its subsidiary IPP.

During these contracts, the Company shall maintain the following financial ratios, calculated based on its audited consolidated interim financial information:

Maintenance of a financial ratio, determined by the ratio between consolidated net debt and consolidated Earnings before Interest, Taxes, Depreciation, and Amortization (EBITDA), at less than or equal to 3.5.

Maintenance of a financial ratio, determined by the ratio between consolidated EBITDA and consolidated net financial expenses, higher than or equal to 1.5.

The Company is in compliance with the levels of covenants required by these loans. The restrictions imposed on the Company and its subsidiaries are usual for this type of transaction and have not limited their ability to conduct their business to date.

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Ultrapar Participações S.A. and Subsidiaries

Notes to the Individual and Consolidated Interim Financial Information

(In thousands of Brazilian Reais, unless otherwise stated)

c. BNDES

The Company and its subsidiaries have financing from BNDES for some of their investments and for working capital.

During the term of these agreements, the Company must maintain the following capitalization and current liquidity levels, as determined in the annual consolidated audited balance sheet:

Capitalization level: shareholders equity / total assets equal to or above 0.3; and

Current liquidity level: current assets / current liabilities equal to or above 1.3.

The Company is in compliance with the levels of covenants required by these loans. The restrictions imposed on the Company and its subsidiaries are usual for this type of transaction and have not limited their ability to conduct their business to date.

d. Financial Institutions

The subsidiaries Oxiteno Mexico S.A. de C.V., Oxiteno USA LLC (Oxiteno USA) and Oxiteno Uruguay have loans to finance investments and working capital.

In February 2016, subsidiary Oxiteno USA entered into a loan agreement in the amount of US\$40 million, due in February 2021 and bearing interest of LIBOR + 3% p.a., paid quarterly. The loan is guaranteed by Ultrapar and the subsidiary Oxiteno Nordeste and the proceeds of this loan will be used to fund the construction of a new alcoxylation plant in the state of Texas.

e. Banco do Brasil

The subsidiary IPP has floating interest rate loans with Banco do Brasil to finance the marketing, processing, or manufacturing of agricultural goods (ethanol).

The subsidiary IPP renegotiated loans with Banco do Brasil, which would mature in February 2016, in the notional amount of R\$ 167 million, changing the maturity to February 2019, with floating interest rate of 114% of CDI.

These loans mature, as follows (including interest until March 31, 2016):

Maturity

May/16	137,956
Jan/17	1,186,082
Jul/17	171,079
Nov/17	105,134
Jan/18	171,079
Apr/18	105,134
Feb/19	168,890
May/19	1,088,149
Total	3,133,503

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***f. Debentures**

- 1) In December 2012, the subsidiary IPP made its first issuance of public debentures in single series of 60,000 simple, nonconvertible into shares, unsecured, nominative and registered debentures, and its main characteristics are as follows:

Face value unit:	R\$ 10,000.00
Final maturity:	November 16, 2017
Payment of the face value:	Lump sum at final maturity
Interest:	107.9% of CDI
Payment of interest:	Semiannually
Reprice:	Not applicable

- 2) In January 2014, the subsidiary IPP made its second issuance of public debentures in single series of 80,000 simple nonconvertible into shares, unsecured, nominative and registered debentures, which main characteristics are as follows:

Face value unit:	R\$ 10,000.00
Final maturity:	December 20, 2018
Payment of the face value:	Lump sum at final maturity
Interest:	107.9% of CDI
Payment of interest:	Semiannually
Reprice:	Not applicable

- 3) In March 2015, the Company made its fifth issuance of debentures, in a single series of 80,000 simple, nonconvertible into shares, unsecured debentures, and its main characteristics are as follows:

Face value unit:	R\$ 10,000.00
Final maturity:	March 16, 2018
Payment of the face value:	Lump sum at final maturity
Interest:	108.25% of CDI
Payment of interest:	Semiannually

Reprice:

Not applicable

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information**

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g. Export Credit Note

The subsidiary Oxiteno Nordeste has export credit note contracts in the amounts of R\$ 156.8 million and R\$ 10.0 million, with maturities in May 2018 and August 2016, respectively, and fixed interest rate of floating rate of 101.5% of CDI and 8% p.a., paid quarterly.

For the fixed interest rate contracts, the subsidiary Oxiteno Nordeste contracted interest hedging instruments, thus converting the fixed rates for these loans into 79.9% of CDI (see Note 31). Oxiteno Nordeste designated these hedging instruments as a fair value hedge; therefore, loans and hedging instruments are both measured at fair value from inception. Changes in fair value are recognized in profit or loss.

In March 2016, the subsidiary Oxiteno Nordeste settled export credit note in the amount of R\$ 17.5 million, with interest rate of 8% p.a. on the maturity date.

h. Finance Leases

The subsidiary Cia. Ultragaz has a finance lease contract related to LPG bottling facilities, maturing in April 2031.

Subsidiary Extrafarma has finance lease contracts related to IT equipment, software and vehicles, with terms between 24 to 60 months.

The amounts of equipment and intangible assets, net of depreciation and amortization, and the amounts of the corresponding liabilities are shown below:

	03/31/2016			
	LPG bottling facilities	IT equipment and software	Vehicles	Total
Equipment and intangible assets, net of depreciation and amortization	18,683	384	59	19,126
Financing (present value)	45,003	341	4	45,348
Current	2,133	270	4	2,407
Non-current	42,870	71		42,941

	12/31/2015			
	LPG bottling facilities	IT equipment and software	Vehicles	Total
Equipment and intangible assets, net of depreciation and amortization	19,890	438	95	20,423
Financing (present value)	45,480	396	18	45,894
Current	2,107	260	18	2,385
Non-current	43,373	136		43,509

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The future disbursements (installments) assumed under these contracts are presented below:

	03/31/2016			
	LPG bottling facilities	IT equipment and software	Vehicles	Total
Up to 1 year	4,371	297	5	4,673
From 1 to 2 years	4,371	79		4,450
From 2 to 3 years	4,371			4,371
From 3 to 4 years	4,371			4,371
From 4 to 5 years	4,371			4,371
More than 5 years	44,073			44,073
Total	65,928	376	5	66,309

	12/31/2015			
	LPG bottling facilities	IT equipment and software	Vehicles	Total
Up to 1 year	4,371	287	18	4,676
From 1 to 2 years	4,371	155		4,526
From 2 to 3 years	4,371			4,371
From 3 to 4 years	4,371			4,371
From 4 to 5 years	4,371			4,371
More than 5 years	45,165			45,165
Total	67,020	442	18	67,480

The above amounts include Services Tax (ISS) payable on the monthly installments, except for disbursements for the LPG bottling facilities.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***i. Transaction Costs**

Transaction costs incurred in issuing debt were deducted from the value of the related financial instruments and are recognized as an expense according to the effective interest rate method, as follows:

	Effective rate of transaction costs (% p.a.)	Balance in 12/31/2015	Incurred cost	Amortization	Balance in 03/31/2016
Banco do Brasil (e)	0.3	11,883	500	(679)	11,704
Foreign Loans (b)	0.3	4,649		(670)	3,979
Debentures (f)	0.0	1,801		(155)	1,646
Other	0.3	545	794	(175)	1,164
Total		18,878	1,294	(1,679)	18,493

The amount to be appropriated to profit or loss in the future is as follows:

	Up to 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	More than 5 years	Total
Banco do Brasil (e)	3,182	3,752	4,180	590			11,704
Foreign Loans (b)	2,212	1,244	523				3,979
Debentures (f)	663	720	263				1,646
Other	246	331	229	208	150		1,164
Total	6,303	6,047	5,195	798	150		18,493

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***j. Guarantees**

The financings are guaranteed by collateral in the amount of R\$ 53,104 as of March 31, 2016 (R\$ 52,312 as of December 31, 2015) and by guarantees and promissory notes in the amount of R\$ 4,282,383 as of March 31, 2016 (R\$ 4,369,977 as of December 31, 2015).

In addition, the Company and its subsidiaries offer collateral in the form of letters of credit for commercial and legal proceedings in the amount of R\$ 194,697 as of March 31, 2016 (R\$ 187,551 as of December 31, 2015) and guarantees related to raw materials imported by the subsidiary Ipiranga in the amount of R\$ 59,875 as of March 31, 2016 (R\$ 133,154 as of December 31, 2015).

Some subsidiaries of Oxiteno issue collateral to financial institutions in connection with the amounts owed by some of their customers to such institutions (vendor financing). If a subsidiary is required to make any payment under these collaterals, this subsidiary may recover the amount paid directly from its customers through commercial collection. The maximum amount of future payments related to these collaterals is R\$ 22,255 as of March 31, 2016 (R\$ 27,106 as of December 31, 2015), with maturities of up to 210 days. As of March 31, 2016, the subsidiaries did not have losses in connection with these collaterals. The fair value of collaterals recognized in current liabilities as other payables is R\$ 540 as of March 31, 2016 (R\$ 656 as of December 31, 2015), which is recognized as profit or loss as customers settle their obligations with the financial institutions.

15. Trade Payables (Consolidated)

	03/31/2016	12/31/2015
Domestic suppliers	1,018,595	1,390,204
Foreign suppliers	70,288	70,328
	1,088,883	1,460,532

Some Company's subsidiaries acquire oil based fuels and LPG from Petróleo Brasileiro S.A. Petrobras and its subsidiaries and ethylene from Braskem S.A. These suppliers control almost all of the markets for these products in Brazil. The Company's subsidiaries depend on the ability of those suppliers to deliver products in a timely manner and at acceptable prices and terms. The loss of any major supplier or a significant reduction in product availability from these suppliers could have a significant adverse effect on the Company and its subsidiaries. The Company and its subsidiaries believe that their relationship with suppliers is satisfactory.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information***(In thousands of Brazilian Reais, unless otherwise stated)***16. Salaries and Related Charges (Consolidated)**

	03/31/2016	12/31/2015
Provisions on payroll	148,958	149,818
Profit sharing, bonus and premium	53,076	201,579
Social charges	65,996	43,782
Salaries and related payments	5,652	6,993
Benefits	1,939	1,558
Others	2,243	583
	277,864	404,313

17. Taxes Payable (Consolidated)

	03/31/2016	12/31/2015
ICMS	102,225	111,107
Income Tax Withholding (IRRF)	13,501	2,418
PIS and COFINS	12,739	11,165
Value-Added Tax (IVA) of subsidiaries Oxiteno Mexico, Oxiteno USA, Oxiteno Andina and Oxiteno Uruguay	12,278	26,342
IPI	6,446	4,949
ISS	6,118	6,976
National Institute of Social Security (INSS)	2,569	3,309
Others	2,496	2,538
	158,372	168,804

18. Employee Benefits and Private Pension Plan (Consolidated)**a. ULTRAPREV- Associação de Previdência Complementar**

In February 2001, the Company's Board of Directors approved the adoption of a defined contribution pension plan to be sponsored by the Company and each of its subsidiaries. Participating employees have been contributing to this plan, managed by Ultraprev Associação de Previdência Complementar (Ultraprev), since August 2001. Under the terms of the plan, every year each participating employee chooses his or her basic contribution to the plan. Each sponsoring company provides a matching contribution in an amount equivalent to each basic contribution, up to a limit of 11% of the employee's reference salary, according to the rules of the plan. As participating employees retire, they may choose to receive either (i) a monthly sum ranging between 0.5% and 1.0% of their respective accumulated fund in Ultraprev or (ii) a fixed monthly amount which will exhaust their respective accumulated fund over a period of 5 to 25 years. The sponsoring company does not guarantee the amounts or the duration of the benefits received by each employee that retires. For the three-month period ended March 31, 2016, the Company and its subsidiaries contributed R\$ 5,778 (R\$ 5,439 for the three-month period ended March 31, 2015) to Ultraprev, which is recognized as expense in the income statement. The total number of participating employees as of March 31, 2016 was 8,953 active participants and 187 retired participants. In addition, Ultraprev had 28 former employees receiving benefits under the rules of a previous plan whose reserves are fully constituted.

Table of Contents**Ultrapar Participações S.A. and Subsidiaries****Notes to the Individual and Consolidated Interim Financial Information**

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b. Post-employment Benefits

The Company and its subsidiaries recognized a provision for post-employment benefits mainly related to seniority bonus, payment of Government Severance Indemnity Fund (FGTS), and health, dental care, and life insurance plan for eligible retirees.

The amounts related to such benefits were determined based on a valuation conducted by an independent actuary as of December 31, 2015 and are recognized in the interim financial information in accordance with IAS 19 R2011 (CPC 33 R2).

	03/31/2016	12/31/2015
Health and dental care plan	25,635	24,869
FGTS Penalty	59,727	59,517
Bonus	28,751	28,835
Life insurance	13,771	13,374
Total	127,884	126,595
Current	13,734	13,747
Non-current	114,150	112,848

19. Provision for Asset Retirement Obligation Fuel Tanks (Consolidated)

The provision corresponds to the legal obligation to remove Ipiranga s underground fuel tanks located at Ipiranga-branded service stations after a certain use period (see Note 2.m).

Changes in the provision for asset retirement obligation are as follows:

	03/31/2016	03/31/2015
Initial balance	74,716	70,802
Additions (new tanks)	150	190
Expense with tanks removed	(706)	(1,020)
Accretion expense	2,349	2,300
Final balance	76,509	72,272

Current	4,446	4,999
Non-current	72,063	67,273

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20. Provisions, Contingencies and Commitments (Consolidated)**a. Provisions for tax, civil, and labor risks**

The Company and its subsidiaries are parties in tax, civil, environmental, regulatory, and labor disputes at the administrative and judiciary levels, which, when applicable, are backed by escrow deposits. Provisions for losses are estimated and updated by Management based on the opinion of the Company's legal department and its external legal advisors.

The table below demonstrates the breakdown of provisions by nature and its movement:

Provisions	Balance on 12/31/2015	Additions	Write-offs	Monetary restatement	Balance on 03/31/2016
IRPJ and CSLL (a.1.1)	439,923			8,575	448,498
PIS and COFINS (a.1.2)	135,818			2,478	138,296
ICMS	16,600	9	(872)	66	15,803
Social security	11,455	135		201	11,791
Civil, environmental and regulatory claims (a.2.1)	60,293	869	(4,708)	35	56,489
Labor litigation (a.3.1)	65,388	4,525	(3,691)	15	66,237
Other	505			11	516
Total	729,982	5,538	(9,271)	11,381	737,630
Current	45,322				51,127
Non-current	684,660				686,503

Some of the tax provisions above involve, in whole or in part, escrow deposits in the amount of R\$ 557,364 as of March 31, 2016 (R\$ 548,150 as of December 31, 2015).

a.1 Provisions for Tax Matters and Social Security

a.1.1) On October 7, 2005, the subsidiaries Cia. Ultragaz and Bahiana Distribuidora de Gás Ltda. (Bahiana) filed for and obtained a preliminary injunction to recognize and offset PIS and COFINS credits on LPG purchases, against other taxes levied by the Brazilian Federal Revenue Service, notably IRPJ and CSLL. The decision was confirmed by a trial court on May 16, 2008. Under the preliminary injunction, the subsidiaries made escrow deposits for these debits which amounted to R\$ 431,334 as of March 31, 2016 (R\$ 422,678 as of December 31, 2015). On July 18, 2014, a

second instance unfavorable decision was published and the subsidiaries suspended the escrow deposits, and started to pay income taxes from that date. To revert the court decision, the subsidiaries presented a writ of prevention which was dismissed on December 30, 2014, and the Company appealed this decision on February 3, 2015. Appeals were also presented to the respective higher courts (STJ and STF) whose trials are pending.

a.1.2) The subsidiaries Oxiteno S.A., Oxiteno Nordeste, Cia. Ultragaz, Tequimar, Tropical Transportes Ipiranga Ltda., Empresa Carioca de Produtos Químicos S.A. (EMCA), IPP and Extrafarma filed for a preliminary injunction seeking the deduction of ICMS from their PIS and COFINS tax bases. Oxiteno Nordeste and IPP paid the amounts into escrow deposits, and recognized a corresponding provision in the amount of R\$ 101,798 as of March 31, 2016 (R\$ 99,874 as of December 31, 2015).

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Ultrapar Participações S.A. and Subsidiaries

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(In thousands of Brazilian Reais, unless otherwise stated)

a.2) Provisions for Civil, Environmental and Regulatory Claims

a.2.1) The Company and its subsidiaries maintained provisions for lawsuits and administrative proceedings, mainly derived from contracts entered into with customers and former services providers, as well as proceedings related to environmental and regulatory issues in the amount of R\$ 56,489 as of March 31, 2016 (R\$ 60,293 as of December 31, 2015).

a.3) Provisions for Labor Matters

a.3.1) The Company and its subsidiaries maintained provisions of R\$ 66,237 as of March 31, 2016 (R\$ 65,388 as of December 31, 2015) for labor litigation filed by former employees and by employees of our service providers mainly contesting the non-payment of labor rights.

b. Contingent Liabilities (Possible)

The Company and its subsidiaries have other pending administrative and legal proceedings of tax, civil, environmental, regulatory, and labor nature, which are individually less relevant, and were estimated by their legal counsel as having possible and/or remote risks (proceedings whose chance of loss is 50% or less). As such, the related potential losses were not provided for by the Company and its subsidiaries based on these opinions. The Company and its subsidiaries are also litigating for recovery of taxes and contributions, which were not recognized in the interim financial information due to their contingent nature. The estimated amount of this contingency is R\$ 2,082,965 as of March 31, 2016.

b.1) Contingent Liabilities for Tax Matters and Social Security

The Company and its subsidiaries have contingent liabilities for tax matters and social security in the amount of R\$ 1,442,979 as of March 31, 2016, mainly represented by:

b.1.1) The subsidiary IPP and its subsidiaries have assessments invalidating the offset of excise tax (IPI) credits in connection with the purchase of raw materials used in the manufacturing of products which sales are not subject to IPI under the protection of tax immunity. The amount of this contingency is R\$ 114,393 as of March 31, 2016.

b.1.2) The subsidiary IPP and its subsidiaries have legal proceedings related to ICMS. The total amount involved as of March 31, 2016 in these proceedings, was R\$ 589,146. Such proceedings arise mostly of the disregard of ICMS credits amounting to R\$ 277,156, of which R\$ 106,565 refer to proportional reversal requirement of ICMS credits related to the acquisition of hydrated alcohol; of alleged non-payment in the amount of R\$ 108,173; inventory

differences in the amount of R\$ 118,442 related to the leftovers or faults due to temperature changes or product handling, and noncompliance of ancillary obligations in the amount of R\$ 15,866.

b.1.3) The Company and its subsidiaries are parties to administrative and judicial suits involving Income Tax, Social Security Contribution, PIS and COFINS, substantially about denials of offset claims and credits disallowance which total amount is R\$ 384,144 as of March 31, 2016.

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Ultrapar Participações S.A. and Subsidiaries

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b.2) Contingent Liabilities for Civil, Environmental and Regulatory Claims

The Company and its subsidiaries have contingent liabilities for civil, environmental and regulatory claims in