

ULTRAPAR HOLDINGS INC
Form 6-K
May 15, 2014

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, 2014

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 X	Form
20-F	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	X
-----	----	---

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
-----	----	---

ULTRAPAR HOLDINGS INC.

TABLE OF CONTENTS

ITEM

1. Individual and Consolidated Interim Financial Information for the Three Months Ended March 31, 2014
 2. Earnings release 1Q14
 3. Board of Directors Minutes
-

Item 1

(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, 2014 and
Report on Review of Interim
Financial Information

1

Ultrapar Participações S.A. and Subsidiaries

Individual and Consolidated Interim Financial Information
for the Three-Month Period Ended March 31, 2014

Table of contents

Report on Review of Interim Financial Information	3 – 4
Balance sheets	5 – 6
Income statements	7
Statements of comprehensive income	8
Statements of changes in equity	9 – 10
Statements of cash flows - Indirect method	11 – 12
Statements of value added	13
Notes to the financial statements	14 – 95

(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, 2014, which comprises the balance sheet as of March 31, 2014 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 interim financial information in accordance with technical pronouncement CPC 21 (R1) - Interim Financial Information and the consolidated interim financial information in accordance with CPC 21 (R1) and the international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, as well as for the presentation of such information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of 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 individual interim financial information

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

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

Conclusion on consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 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 CVM.

Other matters

Statements of value added

We have also reviewed the individual and consolidated statements of value added, for the three-month period ended March 31, 2014, prepared under the responsibility of the Company's Management, the presentation of which is 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 these statements. 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 14, 2014

DELOITTE TOUCHE TOHMATSU
Auditores Independentes

Edimar Facco
Engagement Partner

Ultrapar Participações S.A. and Subsidiaries

Balance sheets

as of March 31, 2014 and December 31, 2013

(In thousands of Brazilian Reais)

Assets	Note	Parent		Consolidated	
		03/31/2014	12/31/2013	03/31/2014	12/31/2013
Current assets					
Cash and cash equivalents	4	65,876	110,278	2,156,241	2,276,069
Financial investments	4	1,277	264	1,028,073	1,149,132
Trade receivables, net	5	-	-	2,450,437	2,321,537
Inventories, net	6	-	-	2,007,917	1,592,513
Recoverable taxes, net	7	19,926	27,067	494,666	479,975
Dividends receivable		51,412	296,918	177	177
Other receivables		1,720	1,349	41,443	19,361
Prepaid expenses, net	10	-	1,907	96,775	65,177
Total current assets		140,211	437,783	8,275,729	7,903,941
Non-current assets					
Financial investments	4	-	-	109,891	118,499
Trade receivables, net	5	-	-	125,241	124,478
Related parties	8.a	762,653	772,194	10,858	10,858
Deferred income and social contribution taxes	9.a	6,796	395	414,797	376,132
Recoverable taxes, net	7	33,927	21,464	47,031	37,365
Escrow deposits	23	149	148	639,459	614,912
Other receivables		-	-	7,294	6,634
Prepaid expenses, net	10	-	-	106,488	97,805
		803,525	794,201	1,461,059	1,386,683
Investments					
In subsidiaries	11.a	7,022,210	6,112,193	-	-
In joint-ventures	11.a;11.b	23,100	22,751	50,630	44,386
In associates	11.c	-	-	11,930	11,741
Other		-	-	2,814	2,814
Property, plant and equipment, net	12	-	-	4,876,392	4,860,225
Intangible assets, net	13	246,163	246,163	2,958,264	2,168,755
		7,291,473	6,381,107	7,900,030	7,087,921
Total non-current assets		8,094,998	7,175,308	9,361,089	8,474,604
Total assets		8,235,209	7,613,091	17,636,818	16,378,545

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

Ultrapar Participações S.A. and Subsidiaries

Balance sheets

as of March 31, 2014 and December 31, 2013

(In thousands of Brazilian Reais)

Liabilities	Note	Parent		Consolidated	
		03/31/2014	12/31/2013	03/31/2014	12/31/2013
Current liabilities					
Loans	14	-	-	934,698	1,767,824
Debentures	14.g	799,840	53,287	841,180	60,377
Finance leases	14.j	-	-	3,044	1,788
Trade payables	15	655	1,133	975,493	968,950
Salaries and related charges	16	141	141	226,279	297,654
Taxes payable	17	60	24	119,965	116,322
Dividends payable	20.g	11,594	237,938	15,897	242,207
Income and social contribution taxes payable		-	559	95,947	113,922
Subscription warrants – working capital	3.a	44,005	-	44,005	-
Post-employment benefits	24.b	-	-	11,922	11,922
Provision for assets retirement obligation	18	-	-	4,416	3,449
Provision for tax, civil and labor risks	23.a	-	-	68,061	69,306
Other payables		604	320	53,706	93,040
Deferred revenue	19	-	-	21,612	17,731
Total current liabilities		856,899	293,402	3,416,225	3,764,492
Non-current liabilities					
Loans	14	-	-	4,388,762	3,697,999
Debentures	14.g	-	799,197	1,398,719	1,399,035
Finance leases	14.j	-	-	43,016	42,603
Related parties	8.a	-	-	3,870	3,872
Subscription warrants – indemnification	3.a	115,099	-	115,099	-
Deferred income and social contribution taxes	9.a	-	-	84,407	101,499
Provision for tax, civil and labor risks	23.a	535	531	633,820	569,714
Post-employment benefits	24.b	-	-	103,173	99,374
Provision for assets retirement obligation	18	-	-	65,031	66,212
Other payables		-	-	83,390	77,725
Deferred revenue	19	-	-	9,394	9,134
Total non-current liabilities		115,634	799,728	6,928,681	6,067,167
Shareholders' equity					
Share capital	20.a	3,838,686	3,696,773	3,838,686	3,696,773
Capital reserve	20.c	526,087	20,246	526,087	20,246
Revaluation reserve	20.d	6,043	6,107	6,043	6,107
Profit reserves	20.e	2,706,632	2,706,632	2,706,632	2,706,632
Treasury shares	20.b	(111,521)	(114,885)	(111,521)	(114,885)
Additional dividends to the minimum mandatory dividends	20.g	-	161,584	-	161,584
Retained earnings		246,977	-	246,977	-

Edgar Filing: ULTRAPAR HOLDINGS INC - Form 6-K

	2.c;2.o;				
Valuation adjustments	20.f	5,476	5,428	5,476	5,428
Cumulative translation adjustments	2.r;20.f	44,296	38,076	44,296	38,076
Shareholders' equity attributable to:					
Shareholders of the Company		7,262,676	6,519,961	7,262,676	6,519,961
Non-controlling interests in subsidiaries		-	-	29,236	26,925
Total shareholders' equity		7,262,676	6,519,961	7,291,912	6,546,886
Total liabilities and shareholders' equity		8,235,209	7,613,091	17,636,818	16,378,545

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

Ultrapar Participações S.A. and Subsidiaries

Income statements

For the period ended March 31, 2014 and 2013

(In thousands of Brazilian Reais, except earnings per share)

	Note	Parent		Consolidated	
		03/31/2014	03/31/2013	03/31/2014	03/31/2013
Net revenue from sales and services	25	-	-	15,946,864	13,599,968
Cost of products and services sold	26	-	-	(14,674,871)	(12,536,382)
Gross profit		-	-	1,271,993	1,063,586
Operating income (expenses)					
Selling and marketing	26	-	-	(504,836)	(414,646)
General and administrative	26	(19,276)	(2,854)	(303,900)	(243,713)
Income from disposal of assets	28	-	-	7,028	5,534
Other operating income, net	27	-	2,903	20,014	15,713
Operating income before financial income (expenses) and share of profit of subsidiaries and joint ventures		(19,276)	49	490,299	426,474
Financial income	29	29,996	20,541	90,426	52,937
Financial expenses	29	(30,683)	(17,120)	(205,195)	(113,559)
Share of profit of subsidiaries, joint ventures and associates	11	260,485	252,993	(2,567)	(1,959)
Income before income and social contribution taxes		240,522	256,463	372,963	363,893
Income and social contribution taxes					
Current	9.b	-	(11,591)	(152,875)	(119,643)
Deferred	9.b	6,401	(35)	15,815	(7,802)
Tax incentives	9.b;9.c	-	-	13,372	10,077
		6,401	(11,626)	(123,688)	(117,368)
Net income for the period		246,923	244,837	249,275	246,525
Net income for the period attributable to:					
Shareholders of the Company		246,923	244,837	246,923	244,837
Non-controlling interests in subsidiaries		-	-	2,352	1,688
Earnings per share (based on weighted average of shares outstanding) – R\$					
Basic	30	0.4550	0.4585	0.4550	0.4585

Diluted	30	0.4516	0.4564	0.4516	0.4564
---------	----	--------	--------	--------	--------

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

7

Ultrapar Participações S.A. and Subsidiaries

Statements of comprehensive income

For the period ended March 31, 2014 and 2013

(In thousands of Brazilian Reais)

	Note	Parent 03/31/2014	Parent 03/31/2013	Consolidated 03/31/2014	Consolidated 03/31/2013
Net income for the period attributable to shareholders of the Company		246,923	244,837	246,923	244,837
Net income for the period attributable to non-controlling interests in subsidiaries		-	-	2,352	1,688
Net income for the period		246,923	244,837	249,275	246,525
Items that are subsequently reclassified to profit or loss:					
Valuation adjustments for financial instruments	2.c;20.f	48	19	48	19
Cumulative translation adjustments, net of hedge of net investments in foreign operation	2.c; 2.r;20.f	6,220	(24,009)	6,220	(24,009)
Total comprehensive income for the period		253,191	220,847	255,543	222,535
Total comprehensive income for the period attributable to shareholders of the Company		253,191	220,847	253,191	220,847
Total comprehensive income for the period attributable to non-controlling interest in subsidiaries		-	-	2,352	1,688

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

Ultrapar Participações S.A. and Subsidiaries
 Statements of changes in equity
 For the period ended March 31, 2014 and 2013
 (In thousands of Brazilian Reais, except dividends per share)

	Note	Share capital	Capital reserve	Revaluation reserve on subsidiaries	Legal reserve	Investments statutory reserve	Retention of profits	Valuation adjustments	Cumulative translation adjustments	Cumulative other comprehensive income	Retained earnings
Balance as of December 31, 2012		3,696,773	20,246	6,713	273,842	617,641	1,333,066	(12,615)	12,621	-	
Net income for the period		-	-	-	-	-	-	-	-	-	244,837
Other comprehensive income:											
Valuation adjustments for financial instruments	2.c; 20.f	-	-	-	-	-	-	19	-	-	-
Currency translation of foreign subsidiaries	2.r; 20.f	-	-	-	-	-	-	-	(24,009)	-	-
Total comprehensive income for the period		-	-	-	-	-	-	19	(24,009)	-	244,837
Realization of revaluation reserve	20.d	-	-	(65)	-	-	-	-	-	-	65
Income and social contribution taxes on realization of revaluation reserve of subsidiaries	20.d	-	-	-	-	-	-	-	-	-	(11)
Dividends attributable to non-controlling interests		-	-	-	-	-	-	-	-	-	-
Approval of additional dividends by the Shareholders' Meeting		-	-	-	-	-	-	-	-	-	-
Balance as of March 31, 2013		3,696,773	20,246	6,648	273,842	617,641	1,333,066	(12,596)	(11,388)	244,891	

		Profit reserve				Cumulative other comprehensive income				
	Note	Share capital	Capital reserve	Revaluation reserve on subsidiaries	Legal reserve	Investments statutory reserve	Retention of profits	Valuation adjustments	Cumulative translation adjustments	Re
Balance as of December 31, 2013		3,696,773	20,246	6,107	335,099	1,038,467	1,333,066	5,428	38,076	
Net income for the period		-	-	-	-	-	-	-	-	2
Other comprehensive income:										
Valuation adjustments for financial instruments	2.c; 20.f	-	-	-	-	-	-	48	-	
Currency translation of foreign subsidiaries hedge of net investments in foreign operation	2.c; 2.r; 20.f	-	-	-	-	-	-	-	6,220	
Total comprehensive income for the period		-	-	-	-	-	-	48	6,220	2
Increase in share capital	3.a; 20.a	141,913	-	-	-	-	-	-	-	
Capital surplus on subscription of shares	3.a; 20.c	-	498,812	-	-	-	-	-	-	
Costs directly attributable to issuing new shares	3.a; 20.c	-	(2,260)	-	-	-	-	-	-	
Sale of treasury shares		-	9,289	-	-	-	-	-	-	
Realization of revaluation reserve	20.d	-	-	(64)	-	-	-	-	-	
Income and social contribution taxes on realization of revaluation reserve of subsidiaries	20.d	-	-	-	-	-	-	-	-	
Dividends attributable to non-controlling interests		-	-	-	-	-	-	-	-	

Approval of additional dividends by the Shareholders' Meeting	20.g	-	-	-	-	-	-	-	-
Balance as of March 31, 2014		3,838,686	526,087	6,043	335,099	1,038,467	1,333,066	5,476	44,296

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

Ultrapar Participações S.A. and Subsidiaries

Statements of cash flows - Indirect method

For the period ended March 31, 2014 and 2013

(In thousands of Brazilian Reais)

	Note	Parent		Consolidated	
		03/31/2014	03/31/2013	03/31/2014	03/31/2013
Cash flows from operating activities					
Net income for the period		246,923	244,837	249,275	246,525
Adjustments to reconcile net income to cash provided by operating activities					
Share of profit of subsidiaries, joint ventures and associates	11	(260,485)	(252,993)	2,567	1,959
Depreciation and amortization	12;13	-	-	214,283	189,442
PIS and COFINS credits on depreciation	12;13	-	-	3,102	3,036
Assets retirement expenses	18	-	-	(998)	(1,056)
Interest, monetary and exchange variations		31,244	15,557	149,447	52,663
Deferred income and social contribution taxes	9.b	(6,401)	35	(15,815)	7,802
Income from disposal of assets	28	-	-	(7,028)	(5,534)
Others		-	-	982	2,956
Dividends received from subsidiaries		516,910	4,455	-	-
(Increase) decrease in current assets					
Trade receivables	5	-	-	(59,564)	(164,872)
Inventories	6	-	-	(249,601)	(281,878)
Recoverable taxes	7	7,141	10,220	(1,730)	78,513
Other receivables		(370)	(1,382)	(18,531)	(2,365)
Prepaid expenses	10	1,907	-	(27,221)	(30,835)
Increase (decrease) in current liabilities					
Trade payables	15	(478)	(116)	(110,659)	(37,636)
Salaries and related charges	16	-	(3)	(87,914)	(83,061)
Taxes payable	17	36	(304)	214	(12,369)
Income and social contribution taxes		-	-	90,852	74,013
Provision for tax, civil and labor risks	23.a	-	-	(1,245)	2,500
Other payables		285	-	(46,647)	(32,034)
Deferred revenue	19	-	-	1,281	430
(Increase) decrease in non-current assets					

Edgar Filing: ULTRAPAR HOLDINGS INC - Form 6-K

Trade receivables	5	-	-	(763)	4,011
Recoverable taxes	7	(12,463)	(4,374)	(9,666)	(19,517)
Escrow deposits		-	14	(23,263)	(9,420)
Other receivables		-	-	(661)	(860)
Prepaid expenses	10	-	-	1,153	3,614
Increase (decrease) in non-current liabilities					
Post-employment benefits	24.b	-	-	3,799	3,525
Provision for tax, civil and labor risks	23.a	4	2	17,907	(2,498)
Other payables		-	-	(1,431)	(4,771)
Deferred revenue	19	-	-	260	(401)
Income and social contribution taxes paid		(559)	-	(108,827)	(78,026)
Net cash provided by operating activities		523,694	15,948	(36,442)	(96,144)

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

Ultrapar Participações S.A. and Subsidiaries

Statements of cash flows - Indirect method

For the period ended March 31, 2014 and 2013

(In thousands of Brazilian Reais)

	Note	03/31/2014	Parent 03/31/2013	Consolidated 03/31/2014	Consolidated 03/31/2013
Cash flows from investing activities					
Financial investments, net of redemptions		(1,013)	149	129,667	254,679
Acquisition of subsidiaries, net		-	-	-	(6,168)
Cash and cash equivalents of acquired subsidiaries	3.a	-	-	9,123	-
Acquisition of property, plant and equipment	12	-	-	(106,414)	(100,343)
Acquisition of intangible assets	13	-	-	(41,837)	(39,039)
Capital increase in subsidiaries	11.a	(123,600)	-	-	-
Capital increase in joint ventures	11.b	-	-	(9,000)	(9,579)
Capital reduction to subsidiaries	11.a	-	700,000	-	-
Proceeds from disposal of assets	28	-	-	19,223	17,040
Net cash provided by (used in) investing activities					
		(124,613)	700,149	762	116,590
Cash flows from financing activities					
Loans and debentures					
Borrowings	14	-	-	935,978	111,799
Repayments	14	-	-	(253,557)	(164,823)
Interest paid	14	(75,489)	(66,665)	(374,935)	(277,064)
Payment of financial lease	14.j	-	-	(1,270)	(1,134)
Dividends paid		(387,928)	(352,498)	(387,933)	(352,714)
Sale of treasury shares		12,653	-	-	-
Costs directly attributable to issuing new shares	20.c	(2,260)	-	(2,260)	-
Related parties		9,541	(15,892)	-	-
Net cash used in financing activities					
		(443,483)	(435,055)	(83,977)	(683,936)
Effect of exchange rate changes on cash and cash equivalents in foreign currency					
		-	-	(171)	59
		(44,402)	281,042	(119,828)	(663,431)

Increase (decrease) in cash and cash equivalents

Cash and cash equivalents at the beginning of the period	4	110,278	76,981	2,276,069	2,021,114
Cash and cash equivalents at the end of the period	4	65,876	358,023	2,156,241	1,357,683
Additional information - transactions that not affect cash and cash equivalents:					
Extrafarma acquisition – capital increase and subscription warrants	3.a	791,427	-	791,427	-
Extrafarma acquisition – gross debt assumed on close date	3.a	207,911	-	207,911	-

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

Ultrapar Participações S.A. and Subsidiaries

Statements of value added

For the period ended March 31, 2014 and 2013

(In thousands of Brazilian Reais, except percentages)

	Note	Parent		Consolidated					
		03/31/2014	%	03/31/2013	%	03/31/2014	%	03/31/2013	%
Revenue									
Gross revenue from sales and services, except rents and royalties	25	-		-		16,400,277		13,996,250	
Rebates, discounts and returns	25	-		-		(83,590)		(72,831)	
Allowance for doubtful accounts - Reversal (allowance)		-		-		(1,270)		(501)	
Income from disposal of assets	28	-		-		7,028		5,534	
		-		-		16,322,445		13,928,452	
Materials purchased from third parties									
Raw materials used		-		-		(850,706)		(717,804)	
Cost of goods, products and services sold		-		-		(13,768,141)		(11,794,341)	
Third-party materials, energy, services and others		(22,833)		(1,676)		(457,564)		(380,750)	
Reversal of impairment losses		4,773		2,903		(538)		3,112	
		(18,060)		1,227		(15,076,949)		(12,889,783)	
Gross value added		(18,060)		1,227		1,245,496		1,038,669	
Deductions									
Depreciation and amortization		-		-		(214,283)		(189,442)	
PIS and COFINS credits on depreciation		-		-		(3,102)		(3,036)	

Edgar Filing: ULTRAPAR HOLDINGS INC - Form 6-K

	-	-	(217,385)	(192,478)
Net value added by the Company	(18,060)	1,227	1,028,111	846,191
Value added received in transfer				
Share of profit of subsidiaries, joint-ventures and associates				
	11	260,485	252,993	(2,567) (1,959)
Rents and royalties	25	-	-	26,126 20,115
Financial income	29	29,996	20,541	90,426 52,937
		290,481	273,534	113,985 71,093
Total value added available for distribution				
		272,421	274,761	1,142,096 917,284
Distribution of value added				
Labor and benefits	1,024	-	922	- 345,737 30 279,793 31
Taxes, fees and contributions	(6,920)	(3)	13,244	5 314,314 28 259,710 28
Financial expenses and rents	31,394	12	15,688	6 232,770 20 131,256 14
Retained earnings	246,923	91	244,837	89 249,275 22 246,525 27
Value added distributed	272,421	100	274,761	100 1,142,096 100 917,284 100

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

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, by 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 (“Oxitenó”), and storage services for liquid bulk (“Ultracargo”), and, as from January 31, 2014, trading of pharmaceutical, hygiene, beauty and skincare products, through Imifarma Produtos Farmacêuticos e Cosméticos S.A. (“Extrafarma”) – see Note 3.a).

2. Summary of significant accounting policies

The Company’s consolidated interim financial information were prepared in accordance with International Accounting Standard (“IAS”) 34 - Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”), 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 Company’s individual interim financial information were prepared in accordance with CPC 21 (R1) and presented in accordance with standards established by the CVM. The investments in subsidiaries, associates and joint ventures are measured through the equity method of accounting, which, for purposes of the International Financial Reporting Standards (“IFRS”), would be measured at cost or fair value.

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 periods presented in these 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 and cost of sales are recognized when all risks and benefits associated with the products are transferred to the purchaser. Revenue from services provided and their costs are recognized when the services are provided. Costs of products and services sold 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

Include 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.

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 instruments

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

- Measured at fair value through profit or loss: financial assets and liabilities 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 cumulative other comprehensive income in the shareholders' equity. Accumulated gains and losses recognized in the 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 the interests, 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:

- Fair value hedge: derivative financial instrument 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.
- Hedge accounting - fair value hedge: 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 - hedge of net investments in foreign operation: derivative financial instrument 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 22.

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

d. Trade receivables

Trade receivables are recognized at the amount invoiced, adjusted to present value if applicable, including 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 Note 22 - Customer credit risk).

e. Inventories

Inventories are stated at the lower of acquisition cost or net realizable value. 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 team.

f. Investments

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

Investments in associates in which management has a significant influence or in which it holds 20% or more of the voting stock, or that are under joint control are also accounted for under the equity method of accounting in the individual and consolidated interim financial information (see Note 11).

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

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 Note 18).

Depreciation is calculated using the straight-line method, for the periods mentioned in Note 12, taking into account the useful life 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.

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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 straight-line method based on the useful lives applicable to each group of assets 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.j).

- 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 expenses in the income statement on a straight-line basis over the term of the lease contract (see Note 23.g).

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 asset 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 respective cash generating units (“CGU”) 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, for 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 created internally. The Company and its subsidiaries have not recognized intangible assets that have an indefinite useful life, except for goodwill and

the “am/pm” brand.

17

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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 and hedging 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 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 transaction costs, net of amortization. The charges are recognized in profit or loss using the effective interest rate method (see Note 14.k).

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 or equity instruments, are allocated to the instrument and amortized to profit or loss over its term, using the effective interest rate method.

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 assets 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 tanks are installed. The estimated cost is recognized in property, plant and equipment and depreciated over the respective useful life of the tanks. The amounts recognized as a liability are monetarily restated until the respective tank is removed (see Note 18). 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.

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 evaluation of the outcomes of the legal proceedings (see Note 23 items a,b,c,d).

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 24.b). The actuarial gains and losses are recognized in other comprehensive income and presented in the shareholder's equity. Past service cost is recognized through the income statement.

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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.

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 period and shareholders' equity are 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 the shareholders' equity as cumulative translation adjustments and will be recognized in profit or loss if these investments are disposed of. The recognized balance in cumulative other comprehensive income and presented in the shareholders' equity as cumulative translation adjustments as of March 31, 2014 was a gain of R\$ 44,296 (gain of R\$ 38,076 as of December 31, 2013).

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

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

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

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

Assets and liabilities of the other foreign subsidiaries, which do not have administrative autonomy, are considered as 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 loss recognized in income for the three-month period ended March 31, 2014 amounted to R\$ 1,872 (R\$ 637 loss for the three-month period ended March 31, 2013).

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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, Company 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 4, 14 and 22), the determination of the allowance for doubtful accounts (Notes 5 and 22), the determination of provisions for losses of inventories (Note 6), the determination of deferred income taxes amounts (Note 9), the useful life of property, plant and equipment (Note 12), the useful life of intangible assets and the determination of the recoverable amount of goodwill (Note 13), provisions for assets retirement obligations (Note 18), tax, civil and labor provisions (Note 23 items a,b,c,d) and estimates for the preparation of actuarial reports (Note 24.b). 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 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 (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.

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, the 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 periods 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 months 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 totalized R\$ 459 as of March 31, 2014 (R\$ 354 as of December 31, 2013).

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.

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

v. 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, that do not require the presentation of DVA.

w. Adoption of the pronouncements issued by CPC and IFRS

Certain standards, amendments and interpretations to IFRS issued by IASB that have been issued but are not yet effective were not applied as of March 31, 2014, as follows:

	Effective date
• Amendments to IAS 32 – Financial instruments: presentation: provides clarifications on the application of the offsetting rules.	2014
• IFRS 9 (and corresponding 2010 and 2013 amendments): – Financial instruments’ 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 (as issued in November, 2013).	2015(*)

(*) the amendments issued by the IASB in November, 2013 removed the January 1st, 2015 mandatory effective date.

CPC has not yet issued pronouncements equivalent to these IAS/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.

x. Authorization for issuance of the interim financial information

These interim financial information were authorized for issue by the Board of Directors on May 14, 2014.

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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 of 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.

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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

	Location	% interest in the share			
		03/31/2014		12/31/2013	
		Direct control	Indirect control	Direct control	Indirect control
Imifarma Produtos Farmacêuticos e Cosméticos S.A.	Brazil	100	-	-	-
Ipiranga Produtos de Petróleo S.A.	Brazil	100	-	100	-
am/pm Comestíveis Ltda.	Brazil	-	100	-	100
Centro de Conveniências Millennium Ltda.	Brazil	-	100	-	100
Conveniência Ipiranga Norte Ltda.	Brazil	-	100	-	100
Ipiranga Trading Limited	Virgin Islands	-	100	-	100
Tropical Transportes Ipiranga Ltda.	Brazil	-	100	-	100
Ipiranga Imobiliária Ltda.	Brazil	-	100	-	100
Ipiranga Logística Ltda.	Brazil	-	100	-	100
Isa-Sul Administração e Participações Ltda.	Brazil	-	100	-	100
Companhia Ultragaz S.A.	Brazil	-	99	-	99
Bahiana Distribuidora de Gás Ltda.	Brazil	-	100	-	100
Utingás Armazenadora S.A.	Brazil	-	57	-	57
LPG International Inc.	Cayman Islands	-	100	-	100
Imaven Imóveis Ltda.	Brazil	-	100	-	100
Oil Trading Importadora e Exportadora Ltda.	Brazil	-	100	-	100
Oxiten S.A. Indústria e Comércio	Brazil	100	-	100	-
Oxiten Nordeste S.A. Indústria e Comércio	Brazil	-	99	-	99
Oxiten Argentina Sociedad de Responsabilidad Ltda.	Argentina	-	100	-	100
Oleoquímica Indústria e Comércio de Produtos Químicos Ltda.	Brazil	-	100	-	100
Oxiten Uruguay S.A.	Uruguay	-	100	-	100
Barrington S.L.	Spain	-	100	-	100
Oxiten México S.A. de C.V.	Mexico	-	100	-	100
Oxiten Servicios Corporativos S.A. de C.V.	Mexico	-	100	-	100
	Mexico	-	100	-	100

Edgar Filing: ULTRAPAR HOLDINGS INC - Form 6-K

Oxiteno Servicios Industriales S.A. de C.V.

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

The percentages in the table above are rounded.

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

a) Business combination – acquisition of Extrafarma

On January 31, 2014 the merger of all shares issued by Extrafarma into Ultrapar was approved at the Extraordinary Shareholders' Meetings of Ultrapar and Extrafarma. After the merger of shares, Extrafarma became a wholly-owned subsidiary of Ultrapar and the shareholders of Extrafarma became long-term shareholders of Ultrapar. The association with Extrafarma marks Ultrapar's entry into Brazil's retail pharmacy sector, making it the third distribution and specialty retail business of the Company.

As a result, 12,021,100 new ordinary, nominative, book-entry shares with no par value of the Company were issued on January 31, 2014, increasing capital share by R\$ 141,913, resulting in total capital share of R\$ 3,838,686 represented by 556,405,096 shares and increasing capital reserves by R\$ 498,812, totaling an increase in equity in the amount of R\$ 640,725. This transaction did not affect the Company's cash flow.

In addition, the Company issued subscription warrants that, if exercised, may lead to the issuance of up to 4,007,031 shares in the future, broken into 801,409 shares related to subscription warrants – working capital and 3,205,622 shares related to subscription warrants – indemnification. The number of shares of the subscription warrants – indemnification is adjusted according to the changes in the amounts of provision for tax, civil and labor risks and contingent liabilities related to the period previous to January 31, 2014. The subscription warrants – working capital and subscription warrants – indemnification are valued based on the share price of Ultrapar (UGPA3) on the reporting date. On March 31, 2014 the subscription warrants totaled:

	Number of shares	R\$
Subscription warrants – working capital	801,409	44,005
Subscription warrants – indemnification	2,360,361	115,099
Total	3,161,770	159,104

The temporary purchase price in the amount of R\$ 791,427, subject to the customary final adjustments of working capital, will be allocated among the identified assets acquired and liabilities assumed, measured at fair value. The Company is measuring the open balance, fair value of assets and liabilities and, consequently, the goodwill. The purchase price allocation is being determined and its conclusion is estimated for the second semester of 2014. During the process of identification of assets and liabilities, intangible assets which are not recognized in the acquired entity's books will also be taken into account. The temporary goodwill is R\$ 836,182.

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 summarizes the temporary assets acquired and liabilities assumed as of the acquisition date, subject to the customary final adjustments of working capital and purchase price allocation:

Current assets		Current liabilities	
Cash and cash equivalents	9,123	Loans (1)	179,818
Trade receivables	68,398	Trade payables	117,202
Inventories	164,590	Salaries and related charges	16,539
		Income and social contribution taxes payable	3,429
Recoverable taxes	12,961	Deferred revenue	2,599
Other	5,110	Other	6,316
	260,182		325,903
Non-current assets		Non-current liabilities	
Property, plant and equipment	46,832	Loans (1)	28,093
Intangible assets	13,723	Provision for tax, civil and labor risks	46,199
Deferred income and social contribution taxes	40,516	Other	7,096
Escrow deposits	1,283		81,388
Temporary goodwill	836,182		
	938,536	Total liabilities assumed	407,291
Total assets acquired and temporary goodwill	1,198,718	Consideration transferred	791,427

(1) The gross debt assumed on closing date amounted to R\$ 207,911.

For further details on property, plant and equipment and intangibles acquired, see Notes 12 and 13 respectively.

For further details see Material Notice released on September 30, 2013, Material Notice, Protocol and Justification of merger of shares and Management's proposal to Extraordinary Shareholders' Meeting and its Annex released on December 19, 2013 and Market Announcement released on January 31, 2014.

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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 22, 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\$ 3,294,205 at March 31, 2014 (R\$ 3,543,700 at December 31, 2013) 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	
	03/31/2014	12/31/2013	03/31/2014	12/31/2013
Cash and bank deposits				
In local currency	136	153	189,576	136,532
In foreign currency	-	-	70,001	88,394
Financial investments considered cash equivalents				
In local currency				
Fixed-income securities	65,740	110,125	1,893,942	2,051,143
In foreign currency				
Fixed-income securities	-	-	2,722	-
Total cash and cash equivalents	65,876	110,278	2,156,241	2,276,069

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	
	03/31/2014	12/31/2013	03/31/2014	12/31/2013
Financial investments				
In local currency				
Fixed-income securities and funds	1,277	264	668,936	747,256
In foreign currency				
Fixed-income securities and funds	-	-	375,500	368,781
Currency and interest rate hedging instruments (a)	-	-	95,528	151,594
Total financial investments	1,277	264	1,137,964	1,267,631
Current	1,277	264	1,028,073	1,149,132
Non-current	-	-	109,891	118,499

(a) Accumulated gains, net of income tax (see Note 22).

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:

	03/31/2014	12/31/2013
Domestic customers	2,292,587	2,159,355
Reseller financing - Ipiranga	270,145	276,044
Foreign customers	172,002	157,696
(-) Allowance for doubtful accounts	(159,056)	(147,080)
Total	2,575,678	2,446,015
Current	2,450,437	2,321,537
Non-current	125,241	124,478

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	less than 30 days	31-60 days	Past due 61-90 days	91-180 days	more than 180 days
03/31/2014	2,734,734	2,440,242	67,299	12,170	15,618	15,180	184,225
12/31/2013	2,593,095	2,282,310	104,544	12,906	6,428	7,786	179,121

Movements in the allowance for doubtful accounts are as follows:

Balance at December 31, 2013	147,080
Initial balance of Extrafarma (January 31, 2014)	5,499
Additions	7,247
Write-offs	(770)
Balance at March 31, 2014	159,056

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:

	Cost	03/31/2014 Provision for losses	Net balance	Cost	12/31/2013 Provision for losses	Net balance
Finished goods	358,783	(7,178)	351,605	318,451	(7,100)	311,351
Work in process	1,929	-	1,929	2,626	-	2,626
Raw materials	184,571	(171)	184,400	209,735	(169)	209,566
Liquefied petroleum gas (LPG)	35,761	(5,761)	30,000	41,678	(5,761)	35,917
Fuels, lubricants and greases	1,018,515	(865)	1,017,650	817,016	(758)	816,258
Consumable materials and bottles for resale	71,173	(1,634)	69,539	64,465	(1,450)	63,015
Pharmaceutical, hygiene and beauty products	216,635	(3,938)	212,697	-	-	-
Advances to suppliers	114,935	-	114,935	128,618	-	128,618
Properties for resale	25,162	-	25,162	25,162	-	25,162
	2,027,464	(19,547)	2,007,917	1,607,751	(15,238)	1,592,513

Movements in the provision for losses are as follows:

Balance at December 31, 2013	15,238
Initial balance of Extrafarma (January 31, 2014)	3,164
Recoveries of realizable value adjustment	1,184
Reversals of obsolescence and other losses	(39)
Balance at March 31, 2014	19,547

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

	03/31/2014	12/31/2013
Realizable value adjustment	10,681	9,497
Obsolescence and other losses	8,866	5,741
Total	19,547	15,238

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 ICMS, Taxes for Social Security Financing (COFINS), Employee's Profit Participation Program (PIS), IRPJ and CSLL.

	Parent		Consolidated	
	03/31/2014	12/31/2013	03/31/2014	12/31/2013
IRPJ and CSLL	53,853	48,531	155,134	160,590
ICMS	-	-	235,665	210,045
Provision for ICMS losses (1)	-	-	(85,358)	(65,180)
PIS and COFINS	-	-	181,561	156,707
Value-Added Tax (IVA) of subsidiaries Oxiteno Mexico, Oxiteno Andina and Oxiteno Uruguay	-	-	44,015	43,592
Excise tax - IPI	-	-	4,630	3,997
Other	-	-	6,050	7,589
Total	53,853	48,531	541,697	517,340
Current	19,926	27,067	494,666	479,975
Non-current	33,927	21,464	47,031	37,365

(1) The provision for ICMS losses relates to tax credits that the subsidiaries believe to be unable to offset in the future and its movements are as follows:

Balance at December 31, 2013	65,180
Initial balance of Extrafarma (January 31, 2014)	20,888
Additions	3,669
Write-offs	(4,379)
Balance at March 31, 2014	85,358

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	Assets Debentures	Total	Financial income
Companhia Ultragaz S.A.	5,716	-	5,716	-
Oxiteno S.A. Indústria e Comércio	6,937	-	6,937	-
Ipiranga Produtos de Petróleo S.A.	-	750,000	750,000	28,086
Total as of March 31, 2014	12,653	750,000	762,653	28,086

	Assets Debentures	Financial income
Ipiranga Produtos de Petróleo S.A.	772,194	18,696
Total as of December 31, 2013	772,194	
Total as of March 31, 2013		18,696

In March 2009, Ipiranga made its first private offering in a single series of 108 debentures at each 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.

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 on 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.	10,368	-	-	1,089
Química da Bahia Indústria e Comércio S.A.	-	3,044	-	-
Refinaria de Petróleo Riograndense S.A.	-	-	-	484
ConectCar Soluções de Mobilidade Eletrônica S.A.	-	-	765	236
Others	490	826	-	-
Total as of March 31, 2014	10,858	3,870	765	1,809

	Loans		Commercial transactions	
	Assets	Liabilities	Receivables ¹	Payables ¹
Oxicap Indústria de Gases Ltda.	10,368	-	-	1,069
Química da Bahia Indústria e Comércio S.A.	-	3,046	-	-
Refinaria de Petróleo Riograndense S.A.	-	-	-	1,051
ConectCar Soluções de Mobilidade Eletrônica S.A.	-	-	7,952	1,210
Others	490	826	-	-
Total as of December 31, 2013	10,858	3,872	7,952	3,330

¹ Included in “trade receivables” and “trade payables”, respectively.

	Commercial transactions	
	Sales	Purchases
Oxicap Indústria de Gases Ltda.	2	3,154
Refinaria de Petróleo Riograndense S.A.	-	7,500
ConectCar Soluções de Mobilidade Eletrônica S.A.	2,359	-
Total as of March 31, 2014	2,361	10,654

	Commercial transactions	
	Sales	Purchases
Oxicap Indústria de Gases Ltda.	2	3,205
Refinaria de Petróleo Riograndense S.A.	-	7,680
ConectCar Soluções de Mobilidade Eletrônica S.A.	2,327	-
Total as of March 31, 2013	2,329	10,885

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 an arm's-length market prices and terms with customers and suppliers with comparable operational performance. The above operations related to ConectCar refer to the adhesion 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 collaterals are provided. Collaterals provided by the Company in loans of subsidiaries and affiliates are mentioned in Note 14.l). Intercompany loans are contracted in light of temporary cash surpluses or deficits of the Company, its subsidiaries and its associates.

b. Key executives - Compensation (Consolidated)

The Company's compensation strategy combines short and long-term elements, following the principles of alignment of interests and of maintenance of 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 EVA[®] 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 24.b).

As of March 31, 2014, the Company and its subsidiaries recognized expenses for compensation of its key executives (Company's directors and executive officers) in the amount of R\$ 9,820 (R\$ 7,768 as of March 31, 2013). Out of this total, R\$ 7,490 relates to short-term compensation (R\$ 6,452 as of March 31, 2013), R\$ 1,631 to stock compensation (R\$ 947 as of March 31, 2013), R\$ 416 to post-employment benefits (R\$ 369 as of March 31, 2013) and R\$ 283 to long-term compensation.

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 initial concession.

The table below summarizes shares provided 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 compensation costs, including taxes	Accumulated recognized compensation costs	Accumulated unrecognized compensation costs
March 5, 2014	83,400	2019 to 2021	52.15	5,999	(85)	5,914
February 3, 2014	150,000	2018 to 2020	55.36	11,454	(392)	11,062
November 7, 2012	350,000	2017 to 2019	42.90	20,710	(4,983)	15,727
December 14, 2011	120,000	2016 to 2018	31.85	5,272	(2,089)	3,183
November 10, 2010	260,000	2015 to 2017	26.78	9,602	(5,572)	4,030
December 16, 2009	250,000	2014 to 2016	20.75	7,155	(5,266)	1,889
October 8, 2008	384,008	2013 to 2015	9.99	8,090	(7,303)	787
	53,320	2012 to 2014	16.17	3,570	(3,456)	114

December 12, 2007						
November 9, 2006	207,200	2016	11.62	3,322	(2,464)	858
December 14, 2005	93,600	2015	8.21	1,060	(883)	177
October 4, 2004	167,900	2014	10.20	2,361	(2,243)	118
	2,119,428			78,595	(34,736)	43,859

The amortization as of March 31, 2014 in the amount of R\$ 2,707 (R\$ 2,474 as of December 31, 2013) was recognized as a general and administrative expense.

The table below shows the movement in the number of granted shares:

Balance as of December 31, 2013	1,886,028
Shares granted on February 3, 2014	150,000
Shares granted on March 5, 2014	83,400
Balance as of March 31, 2014	2,119,428

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 tax credits and debits, which are not subject to statute of limitations, resulting from tax loss carryforwards, temporary differences, negative tax bases and revaluation of property, plant and equipment, among others. Credits are sustained by the continued profitability of their operations. Deferred IRPJ and CSLL are recognized under the following main categories:

	Parent		Consolidated	
	03/31/2014	12/31/2013	03/31/2014	12/31/2013
Assets - Deferred income and social contribution taxes on:				
Provision for impairment of assets	-	-	50,302	32,130
Provisions for tax, civil and labor risks	11	10	127,351	111,395
Provision for post-employment benefit	-	-	45,035	43,753
Provision for differences between cash and accrual basis	-	-	2,427	-
Goodwill	-	-	46,973	57,334
Provision for assets retirement obligation	-	-	13,733	13,760
Other provisions	3,149	385	83,462	72,153
Tax losses and negative basis for social contribution carryforwards (d)	3,636	-	45,514	45,607
Total	6,796	395	414,797	376,132
Liabilities - Deferred income and social contribution taxes on:				
Revaluation of property, plant and equipment	-	-	3,099	3,130
Lease	-	-	5,500	5,640
Provision for differences between cash and accrual basis	-	-	42,491	61,864
Provision for goodwill/negative goodwill	-	-	8,094	6,709
Temporary differences of foreign subsidiaries	-	-	6,117	4,088
Provision for post-employment benefit	-	-	5,913	5,911
Other provisions	-	-	13,193	14,157
Total	-	-	84,407	101,499

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:

	03/31/2014	03/31/2013
Initial balance	274,633	384,407
Deferred IRPJ and CSLL recognized in income of the period	15,815	(7,802)
Initial balance of Extrafarma (January 31, 2014)	40,516	-
Deferred IRPJ and CSLL recognized in business combinations	-	(9,068)
Other	(574)	(2,110)
Final balance	330,390	365,427

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

	Parent	Consolidated
Up to 1 year	3,636	144,082
From 1 to 2 years	-	78,333
From 2 to 3 years	11	36,702
From 3 to 5 years	-	31,942
From 5 to 7 years	3,149	88,964
From 7 to 10 years	-	34,774
	6,796	414,797

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	
	03/31/2014	03/31/2013	03/31/2014	03/31/2013
Income before taxes and share of profit of subsidiaries, joint ventures and associates	(19,963)	3,470	375,530	365,852
Statutory tax rates - %	34	34	34	34
Income and social contribution taxes at the statutory tax rates	6,788	(1,180)	(127,680)	(124,390)
Adjustments to the statutory income and social contribution taxes:				
Nondeductible expenses (i)	(387)	(340)	(13,876)	(7,676)
Nontaxable revenues (ii)	-	(15)	628	1,294
Adjustment to estimated income (iii)	-	-	3,260	2,430
Interest on equity (iv)	-	(10,097)	-	-
Other adjustments	-	6	608	897
Income and social contribution taxes before tax incentives	6,401	(11,626)	(137,060)	(127,445)
Tax incentives - SUDENE	-	-	13,372	10,077
Income and social contribution taxes in the income statement	6,401	(11,626)	(123,688)	(117,368)
Current	-	(11,591)	(152,875)	(119,643)
Deferred	6,401	(35)	15,815	(7,802)
Tax incentives - SUDENE	-	-	13,372	10,077
Effective IRPJ and CSLL rates - %			32.9	32.1

(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 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;

- (iv) Interest on equity is an option foreseen in Brazilian corporate law to distribute profits to shareholders, calculated based on the long-term interest rate (“TJLP”), which does not affect the income statement, but is deductible for purposes of IRPJ and CSLL.

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
	Mataripe base (1)	75	2013
	Aracaju base	75	2017
	Suape base	75	2018
Terminal Químico de Aratu S.A. – Tequimar	Aratu terminal (2)	75	2012
	Suape terminal	75	2020
Oleoquímica Indústria e Comércio de Produtos Químicos Ltda.	Camaçari plant	75	2022

(1) In 2014 the subsidiary will request the extension of the recognition of tax incentive for another 10 years, due to the production increase in the Caucaia base and modernization in the Mataripe base.

(2) On December 26, 2013, the petition requesting the extension of the tax incentive for another 10 years was granted by SUDENE, due the modernization in the Aratu terminal. On January 16, 2014 the report was filed with the Federal Revenue Service, which has a period of 120 days for approval before Tequimar can use the incentive retrospectively.

d. Income and social contribution taxes carryforwards

As of March 31, 2014, the Company and certain subsidiaries have loss carryforwards (income tax) amounting to R\$ 142,109 (R\$ 142,952 as of December 31, 2013) and negative basis of CSLL of R\$ 110,958 (R\$ 109,652 as of December 31, 2013), whose compensations are limited to 30% of taxable income, 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\$ 45,514 as of March 31, 2014 (R\$ 45,607 as of December 31, 2013).

e. Provisional Measure No. 627

On November 11, 2013 Provisional Measure No. 627 (MP 627/13) was issued, which, among other matters: (i) revokes the Transition Tax Regime (RTT) and regulates the incidence of taxes on the adjustments arising from the convergence of accounting practices adopted in Brazil and international financial reporting standards (IFRS) and (ii) provides for the taxation of residents in Brazil related to profits of overseas subsidiaries and associates.

The Company has assessed the potential effects of MP 627/13 and awaits its conversion into law for completion of the assessment of impacts, however the expected effects are not material based on a preliminary analysis.

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)

	03/31/2014	12/31/2013
Rents	92,106	92,375
Advertising and publicity (1)	47,849	25,864
Deferred Stock Plan, net (see Note 8.c)	35,434	23,408
Insurance premiums	13,465	10,319
Software maintenance	5,921	3,900
Purchases of meal and transportation tickets	1,507	1,541
Taxes and other prepaid expenses	6,981	5,575
	203,263	162,982
Current	96,775	65,177
Non-current	106,488	97,805

(1) On March 31, 2014, R\$ 35,679 (R\$ 19,194 on December 31, 2013) refer to marketing campaigns that will happen due to the Soccer World Cup 2014 in Brazil.

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:

	03/31/2014				
	Subsidiaries			Joint-venture	
	Ultracargo - Operações Logísticas e Participações Ltda.	Oxitenó S.A. Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Imifarma Produtos Farmacêuticos e Cosméticos S.A.	Refinaria de Petróleo de Riograndense S.A.
Number of shares or units held	11,839,764	35,102,127	224,467,228,244	152,240,000	5,078,888
Assets	1,089,861	3,433,126	9,457,625	439,392	215,672
Liabilities	3,915	480,134	7,392,507	357,479	146,101
Shareholders' equity	1,085,946	2,953,051 (*)	2,065,118	81,913	69,571
Net revenue from sales and services	-	247,508	13,907,700	180,907	52,778
Net income for the period	20,987	54,482 (*)	181,599	3,068	1,052
% of capital held	100	100	100	100	33

(*) adjusted for intercompany unrealized profits

The percentages in the table above are rounded.

	12/31/2013				
	Subsidiaries			Joint-venture	
	Ultracargo - Operações Logísticas e Participações Ltda.	Oxitenó S.A. Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Refinaria de Petróleo de Riograndense S.A.	
Number of shares or units held	11,839,764	35,102,127	224,467,228,244	5,078,888	
Assets	1,068,847	3,373,026	9,389,351	214,375	
Liabilities	3,888	480,755	7,234,447	145,856	
Shareholders' equity	1,064,959	2,892,330 (*)	2,154,904	68,519	
	03/31/2013				
Net revenue from sales and services	-	222,290	11,847,169	50,270	
Net income (loss) for the period	16,265	34,761 (*)	202,143	(530)	

% of capital held	100	100	100	33
(*) adjusted for intercompany unrealized profits				

The percentages in the table above are rounded.

Operating financial information of the subsidiaries is detailed in Note 21.

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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

	Investments in subsidiaries				Joint-venture		Total
	Ultrapar Operações Logísticas e Participações Ltda.	Oxiteno S.A. - Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Imifarma Produtos Farmacêuticos e Cosméticos S.A.	Total	Refinaria de Petróleo Riograndense S.A.	
Balance as of December 31, 2013	1,064,959	2,892,330	2,154,904	-	6,112,193	22,751	6,134,944
Share of profit of subsidiaries and joint ventures	20,987	54,482	181,599	3,068	260,136	349	260,485
Dividends and interest on equity (gross)	-	-	(271,404)	-	(271,404)	-	(271,404)
Capital increase in cash	-	-	-	123,600	123,600	-	123,600
Acquisition of shares	-	-	-	(44,755)	(44,755)	-	(44,755)
Goodwill	-	-	-	836,182	836,182	-	836,182
Tax liabilities on equity- method revaluation reserve	-	-	(10)	-	(10)	-	(10)
Valuation adjustment of subsidiaries	-	19	29	-	48	-	48
Translation adjustments of foreign-based subsidiaries	-	6,220	-	-	6,220	-	6,220
Balance as of March 31, 2014	1,085,946	2,953,051	2,065,118	918,095	7,022,210	23,100	7,045,310

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

Participações
Ltda.

Balance as of December 31, 2012	988,511	2,349,275	2,435,502	5,773,288	19,759	5,793,047
Share of profit of subsidiaries and joint ventures	16,265	34,761	202,143	253,169	(176)	252,993
Dividends and interest on equity (gross)	-	-	(29,697)	(29,697)	-	(29,697)
Capital decrease	-	-	(700,000)	(700,000)	-	(700,000)
Tax liabilities on equity- method revaluation reserve	-	-	(11)	(11)	-	(11)
Valuation adjustment of subsidiaries	-	10	9	19	-	19
Translation adjustments of foreign-based subsidiaries	-	(24,009)	-	(24,009)	-	(24,009)
Balance as of March 31, 2013	1,004,776	2,360,037	1,907,946	5,272,759	19,583	5,292,342

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 RPR, which is primarily engaged in oil refining.

The subsidiary Ultracargo Participações holds an interest in União Vopak, which is primarily engaged in liquid bulk storage in the port of Paranaguá.

The subsidiary Ipiranga Produtos de Petróleo S.A. (“IPP”) holds an interest in ConectCar, which is primarily engaged in electronic payment of tolls, parking and fuel. ConectCar, formed in November 2012, started its operation on April 23, 2013 in the State of São Paulo and currently also operates in the States of Rio Grande do Sul, Paraná, Rio de Janeiro, Pernambuco and Bahia.

These investments are accounted for under the equity method of accounting based on their information as of March 31, 2014.

Balances and changes in joint ventures are as follows:

	Movements in investments			
	União Vopak	RPR	ConectCar	Total
Balance as of December 31, 2013	5,916	22,751	15,719	44,386
Capital increase	-	-	9,000	9,000
Share of profit (loss) of joint ventures	268	349	(3,373)	(2,756)
Balance as of March 31, 2014	6,184	23,100	21,346	50,630

	Movements in investments			
	União Vopak	RPR	ConectCar	Total
Balance as of December 31, 2012	5,714	19,759	2,736	28,209
Capital increase	-	-	9,579	9,579
Share of profit (loss) of joint ventures	188	(176)*	(2,257)	(2,245)
Balance as of March 31, 2013	5,902	19,583	10,058	35,543

*Includes adjustments related to the conclusion of the audit of 2012.

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:

	03/31/2014		
	União Vopak	RPR	ConectCar
Current assets	4,714	109,707	26,775
Non-current assets	9,120	105,965	29,527
Current liabilities	1,468	46,858	13,610
Non-current liabilities	-	99,243	-
Shareholders' equity	12,366	69,571	42,692
Net revenue from sales and services	3,058	52,778	1,452
Costs and operating expenses	(2,326)	(50,834)	(11,688)
Net financial income and income and social contribution taxes	(196)	(892)	3,490
Net income (loss)	536	1,052	(6,746)
Number of shares or units held	29,995	5,078,888	50,000,000
% of capital held	50	33	50

The percentages in the table above are rounded.

	12/31/2013		
	União Vopak	RPR	ConectCar
Current assets	3,814	115,968	26,585
Non-current assets	9,358	98,407	25,301
Current liabilities	1,340	46,973	20,448
Non-current liabilities	-	98,883	-
Shareholders' equity	11,832	68,519	31,438
Number of shares or units held	29,995	5,078,888	50,000,000
% of capital held	50	33	50

	03/31/2013		
	União Vopak	RPR	ConectCar
Net revenue from sales and services	2,752	50,270	13
Costs and operating expenses	(2,234)	(46,588)	(6,834)
Net financial income and income and social contribution taxes	(142)	(1,319)	2,307
Net income (loss)	376	2,363	(4,514)
Number of shares or units held	29,995	5,078,888	25,000,000

% of capital held	50	33	50
-------------------	----	----	----

The percentages in the table above are rounded.

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. 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 interim financial information as of February 28, 2014, while the other associates are valued based on the interim financial information as of March 31, 2014.

Balances and changes in associates are as follows:

	Movements in investments			
	Transportadora Sulbrasileira de Gás S.A.	Oxicap Indústria de Gases Ltda.	Química da Bahia Indústria e Comércio S.A.	Total
Balance as of December 31, 2013	5,962	2,144	3,635	11,741
Share of profit of associates	121	64	4	189
Balance as of March 31, 2014	6,083	2,208	3,639	11,930

	Movements in investments			
	Transportadora Sulbrasileira de Gás	Oxicap Indústria de Gases	Química da Bahia Indústria e	Total

Edgar Filing: ULTRAPAR HOLDINGS INC - Form 6-K

	S.A.	Ltda.	Comércio S.A.	
Balance as of December 31, 2012	7,014	2,020	3,636	12,670
Share of profit of associates	223	61	2	286
Balance as of March 31, 2013	7,237	2,081	3,638	12,956

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:

	Transportadora Sulbrasileira de Gás S.A.	Oxicap Indústria de Gases Ltda.	03/31/2014 Química da Bahia Indústria e Comércio S.A.	Metalúrgica Plus S.A.	Plenogás Distribuidora de Gás S.A.
Current assets	5,124	11,441	87	2,314	20
Non-current assets	20,156	74,607	10,089	341	2,829
Current liabilities	613	3,374	-	444	104
Non-current liabilities	332	73,844	2,900	1,708	3,386
Shareholders' equity	24,335	8,830	7,276	503	(641)
Net revenue from sales and services	1,739	7,786	-	-	-
Costs, operating expenses and income	(1,241)	(7,368)	(2)	455	(48)
Net financial income and income and social contribution taxes	(13)	(163)	9	888	(1)
Net income (loss) for the period	485	255	7	1,343	(49)
Number of shares or units held	20,124,996	156	1,493,120	3,000	1,384,308
% of capital held	25	25	50	33	33

The percentages in the table above are rounded.

	Transportadora Sulbrasileira de Gás S.A.	Oxicap Indústria de Gases Ltda.	12/31/2013 Química da Bahia Indústria e Comércio S.A.	Metalúrgica Plus S.A.	Plenogás Distribuidora de Gás S.A.
Current assets	4,482	19,507	85	555	3
Non-current assets	20,449	73,767	10,085	331	2,926
Current liabilities	749	11,019	-	17	62
Non-current liabilities	332	73,681	2,901	1,708	3,459
Shareholders' equity	23,850	8,574	7,269	(839)	(592)

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

	Transportadora Sulbrasileira de Gás S.A.	Oxicap Indústria de Gases Ltda.	03/31/2013 Química da Bahia Indústria e Comércio S.A.	Metalúrgica Plus S.A.	Plenogás Distribuidora de Gás S.A.
Net revenue from sales and services	2,022	8,162	-	-	-
Costs, operating expenses and income	(1,145)	(7,851)	(3)	(50)	(152)
Net financial income and income and social contribution taxes	12	(66)	8	(1)	14
Net income (loss) for the period	889	245	5	(51)	(138)
Number of shares or units held	20,124,996	156	1,493,120	3,000	1,384,308
% of capital held	25	25	50	33	33

The percentages in the table above are rounded.

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 12/31/2013	Additions	Depreciation	Transfer	Write-offs and disposals	Extrafarma acquisiton (1)	Effect of foreign currency exchange rate variation	Balance in 03/31/2014
Cost:									
Land	-	458,619	2,686	-	73	(1,128)	-	(360)	459,890
Buildings	30	1,219,746	1,010	-	14,827	(671)	-	(4,309)	1,230,603
Leasehold improvements	12	549,841	1,907	-	11,194	(23)	23,059	(5)	585,973
Machinery and equipment	13	3,745,901	13,727	-	15,455	(1,112)	6,366	(5,047)	3,775,290
Automotive fuel/lubricant distribution equipment and facilities	14	1,939,720	20,153	-	62,301	(2,864)	-	(1)	2,019,309
LPG tanks and bottles	12	460,596	14,423	-	-	(10,719)	-	(1)	464,299
Vehicles	10	213,635	3,153	-	4,196	(3,906)	5,695	(368)	222,405
Furniture and utensils	8	126,758	1,799	-	942	(30)	14,926	377	144,772
Construction in progress	-	302,076	44,935	-	(98,934)	-	5,036	2,983	256,096
Advances to suppliers	-	27,558	1,869	-	(11,811)	(2,252)	-	-	15,364
Imports in progress	-	130	-	-	14	-	-	(78)	66
IT equipment	5	206,286	2,241	-	932	(706)	8,680	(200)	217,233
		9,250,866	107,903	-	(811)	(23,411)	63,762	(7,009)	9,391,300
Accumulated depreciation:									
Buildings		(533,776)	-	(9,138)	(51)	391	-	940	(541,634)
		(269,598)	-	(9,269)	(263)	23	(4,602)	4	(283,705)

Leasehold improvements								
Machinery and equipment	(1,939,238)	-	(55,467)	322	738	(1,756)	(2,203)	(1,997,604)
Automotive fuel/lubricant distribution equipment and facilities	(1,066,425)	-	(28,128)	-	2,202	-	1	(1,092,350)
LPG tanks and bottles	(221,321)	-	(7,084)	-	4,347	-	(1)	(224,059)
Vehicles	(87,860)	-	(3,523)	-	2,776	(2,954)	701	(90,860)
Furniture and utensils	(93,246)	-	(2,291)	-	24	(3,624)	(147)	(99,284)
IT equipment	(173,942)	-	(3,095)	-	682	(3,994)	32	(180,317)
	(4,385,406)	-	(117,995)	8	11,183	(16,930)	(673)	(4,509,813)
Provision for losses:								
Land	(197)	-	-	-	-	-	-	(197)
Machinery and equipment	(5,027)	-	-	-	139	-	-	(4,888)
IT equipment	(6)	-	-	-	-	-	-	(6)
Furniture and utensils	(5)	-	-	-	1	-	-	(4)
	(5,235)	-	-	-	140	-	-	(5,095)
Net amount	4,860,225	107,903	(117,995)	(803)	(12,088)	46,832	(7,682)	4,876,392

(1) For further information on the Extrafarma acquisition see Note 3.a).

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.

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 in 12/31/2013	Additions	Amortization	Transfer	Write-offs and disposals	Extrafarma Acquisition (1)	Effect of foreign currency exchange rate variation	Balance in 03/31/2014
Cost:									
Goodwill									
(i)	-	896,609	-	-	-	-	836,182	-	1,732,791
Software									
(ii)	5	353,637	8,039	-	812	(5)	9,532	(91)	371,924
Technology									
(iii)	5	32,436	181	-	-	-	-	-	32,617
Commercial property rights									
(iv)	30	16,334	456	-	-	-	11,904	-	28,694
Distribution rights									
(v)	5	2,213,573	32,941	-	-	-	-	-	2,246,514
Others									
(vi)	10	45,523	220	-	-	-	-	(2,114)	43,629
		3,558,112	41,837	-	812	(5)	857,618	(2,205)	4,456,169
Accumulated amortization:									
Goodwill		(101,983)	-	-	-	-	-	-	(101,983)
Software		(261,693)	-	(7,991)	(9)	5	(1,417)	70	(271,035)
Technology		(27,690)	-	(443)	-	-	-	-	(28,133)
Commercial property rights		(5,515)	-	(588)	9	-	(6,296)	-	(12,390)
Distribution rights		(992,022)	-	(90,942)	(945)	-	-	-	(1,083,909)
Others		(454)	-	(639)	-	-	-	638	(455)
		(1,389,357)	-	(100,603)	(945)	5	(7,713)	708	(1,497,905)

Net amount	2,168,755	41,837	(100,603)	(133)	-	849,905	(1,497)	2,958,264
------------	-----------	--------	-----------	--------	---	---------	----------	-----------

(1) For further information on the Extrafarma acquisition see Note 3.a).

Ultrapar Participações S.A. and Subsidiaries

Notes to the individual and consolidated interim financial information

(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 analysis purposes.

The Company has the following balances of goodwill:

	Segment	03/31/2014	12/31/2013
Goodwill on the acquisition of:			
Extrafarma (*)	Extrafarma	836,182	-
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
		1,630,808	794,626

(*) For further information about the goodwill of Extrafarma, see Note 3.a).

On December 31, 2013 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, 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, after which we calculate the perpetuity, considering the possibility of carrying the business on indefinitely.

On December 31, 2013 the discount and real growth rates used to extrapolate the projections ranged from 11.3% to 24.9% and 0% to 5.0% p.a., respectively, depending on the CGU analyzed.

The Company's goodwill impairment tests did not result in the recognition of losses for the year ended December 31, 2013.

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.

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:

- On July 11, 2002, subsidiary Tequimar executed 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 over the period from August 2002 to July 2042.
- In addition, 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 over the period 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 closedown of stores the residual amount is recorded in income.

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) Others are represented substantially by the acquisition cost of the 'am/pm' brand in Brazil.

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

	03/31/2014	03/31/2013
Inventories and cost of products and services sold	1,955	3,254
Selling and marketing	89,975	71,828
General and administrative	8,673	7,578
	100,603	82,660

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	03/31/2014	12/31/2013	Index/Currency	Weighted average financial charges 03/31/2014 - % p.a.	Maturity
Foreign currency – denominated loans:					
Notes in the foreign market (b)	575,192	584,521	US\$	+7.3	2015
Foreign loan (c.1) (*)	179,554	187,340	US\$ + LIBOR (i)	+0.8	2015
Foreign loan (c.2)	134,740	140,341	US\$ + LIBOR (i)	+1.0	2017
Advances on foreign exchange contracts	129,822	136,753	US\$	+1.4	< 340 days
Financial institutions (e)	91,384	95,792	US\$	+2.1	2014 to 2017
Financial institutions (e)	45,333	46,740	US\$ + LIBOR (i)	+2.0	2017
BNDES (d)	39,525	46,623	US\$	+5.9	2014 to 2020
Financial institutions (e)	28,705	31,241	MX\$ + TIIE (ii)	+1.1	2014 to 2016
Foreign currency advances delivered	15,792	25,511	US\$	+1.3	< 109 days
Subtotal	1,240,047	1,294,862			
Brazilian Reais – denominated loans:					
Banco do Brasil – floating rate (f)	2,643,429	2,402,553	CDI	104.6	2015 to 2019
Debentures - 1st public issuance IPP (g.2 and g.3)	1,440,059	606,929	CDI	107.9	2017 to 2018
Debentures - 4th issuance (g.1)	799,840	852,483	CDI	108.3	2015
BNDES (d)	595,095	633,829	TJLP (iii)	+2.5	2014 to 2020
Banco do Brasil – fixed rate (f) (*)	463,517	905,947	R\$	+12.1	2015
	124,658	-	CDI	+3.0	2014 to 2017

Edgar Filing: ULTRAPAR HOLDINGS INC - Form 6-K

Working capital loans					
Extrafarma – floating rate (i)					
	99,326	104,072		+8.5	
Banco do Nordeste do Brasil			R\$	(v)	2018 to 2021
BNDES (d)	58,508	47,428	R\$	+4.9	2015 to 2022
FINEP	49,302	38,845	R\$	+4.0	2019 to 2021
Finance leases (j)	43,951	44,338	IGP-M (iv)	+5.6	2031
Export Credit Note (h) (*)	25,073	24,994	R\$	&#	