

Individual and Consolidated Financial Information under GAAP for the quarter ended on September 30, 2013 and year ended on December 31, 2012 and Independent Auditors' Report

Banco Pine S.A.

PricewaterhouseCoopers Independent Auditors



PINE

(A free translation of the original in Portuguese)

Report on Review of Quarterly Information

To the Board of Directors and Shareholders
Banco Pine S.A.

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of Banco Pine S.A. and Banco Pine S.A. and its subsidiaries, included in the Quarterly Information Form (ITR) for the quarter ended September 30, 2013, comprising the balance sheet at that date and the statements of operations and statements of comprehensive income for the quarter and nine-month period then ended and the statements of changes in equity and cash flows for the nine-month period then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the interim financial information in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Brazilian Central Bank (BACEN), and the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of the review

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim information consists of making inquiries, primarily of persons responsible for the entity's 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 Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with accounting practices adopted in Brazil, applicable to the preparation of the Quarterly Information by institutions authorized to operate by the Brazilian Central Bank (BACEN) and presented in accordance with the standards issued by the Brazilian Securities Commission (CVM).

Other matters

Interim statements of value added

We have also reviewed the parent company and consolidated interim statements of value added for the quarter and nine-month period ended September 30, 2013. These statements are the responsibility of management, and are required to be presented in accordance with standards issued by the Brazilian Securities Commission (CVM) applicable to the preparation of Quarterly Information (ITR). These statements have been submitted 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 have not been prepared, in all material respects, in a manner consistent with the interim accounting information taken as a whole.

São Paulo, November 4, 2013

PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5

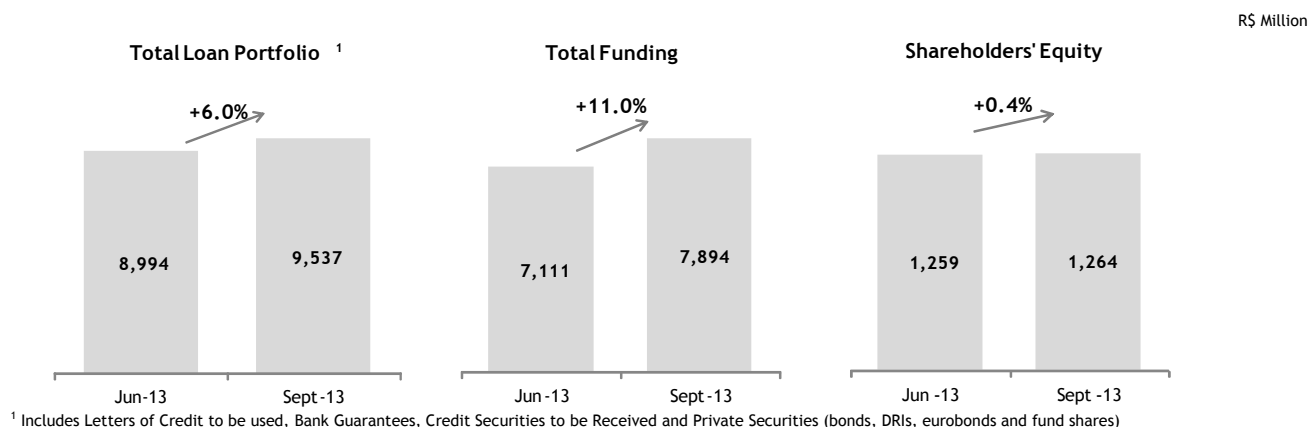
Edison Arisa Pereira
Contador CRC 1SP127241/O-0

Comments on 3Q13 Performance

PINE is a wholesale bank focused on establishing and maintaining long-term relationships with corporate clients and investors. Its strategy is based on knowing its clients well and understanding their businesses and potential in order to build customized financial solutions and alternatives. This strategy requires product diversity, highly qualified human capital and efficient and agile risk management, which are areas where the Bank is consistently evolving.

Performance

Annualized Return on Average Equity (ROAE) reached 13.4% in the 3Q13, up 50 bps over 2Q13. Net Income reached R\$40 million in the period, growth of 2.6% over 2Q13.



•Credit

Total expanded loan portfolio totaled R\$9,537 million in September 30, 2013, representing increases of 6.0% QoQ and of 28.1% YoY. Noteworthy the origination quality, in which 90% is comprised of transactions rated AA, A and B. The highlight in the quarter was the 17.3% and 9.5% increase in BNDES Onlendings and Bank Guarantees, respectively.

•Funding

Funding totaled R\$7,894 million in September 2013, representing growth of 11.0% QoQ and of 16.0% YoY. The weighted average term of deposits was 10 months, while the weighted average term of funding transactions was 18 months, compared with 17 months in 2Q13.

•Capital Structure (BIS)

The BIS ratio reached 15.9% in the quarter, well above the minimum requirement (11%).

•Distribution of Profits / Interest on Own Capital and Dividends

In September 2013, PINE paid a total of R\$30.0 million as dividends and interest on own capital, which corresponds to a gross payout per share of R\$0.28. Of this total, R\$15.6 million represents interest on own capital and R\$14.4 million, dividends. This payment will be added to the minimum mandatory dividends related to the 2013 fiscal year. Based on PINE's shares average price in the quarter (R\$10.15) and the proceeds paid over the past four quarters, PINE4 has a dividend yield of 10.9%.

•Investor Relations

PINE makes information available to shareholders via its corporate website (www.pine.com/ir), electronic bulletins and quarterly reports, as well as through its Investor Relations department (phone: +55 (11) 3372-5343, e-mail: ir@pine.com).

•Independent Auditors

In compliance with CVM Instruction 381, of January 14, 2003, Pine reports that did not hire from the independent auditors any other services than those related to the audit works for the period from January to September, 2013. PINE adopts the procedure of limiting the services rendered by its independent auditors so as to ensure the auditor's independence and objectivity pursuant to Brazilian and international standards.

•Acknowledgments

PINE thanks our shareholders, clients, suppliers and employees for their trust and partnership dedicated during the quarter.

São Paulo, November 4th, 2013

Board of Directors
Executive Directors

BANCO PINE S.A. AND SUBSIDIARIES**BALANCE SHEETS AS AT SEPTEMBER 30, 2013 AND DECEMBER 31, 2012**

(In thousands of reais)

ASSETS	Note	Individual		Consolidated	
		09/30/2013	12/31/2012	09/30/2013	12/31/2012
CURRENT ASSETS		6,929,310	7,966,113	6,977,453	7,996,043
Cash	4.	273,008	126,111	281,218	126,111
Short-term interbank investments	5.	864,811	397,584	865,808	404,587
Open market investments		436,792	279,205	437,789	286,208
Interbank deposits		63,512	100,299	63,512	100,299
Foreign currency investments		364,507	18,080	364,507	18,080
Marketable securities and derivative financial instruments		1,946,735	3,914,354	1,977,317	3,934,238
Own portfolio	6. a)	601,626	1,815,047	655,095	1,834,931
Subject to repurchase agreements	6. a)	854,384	1,847,955	831,497	1,847,955
Derivative financial instruments	6. b)	398,286	180,232	398,286	180,232
Subject to guarantees	6. a)	92,439	71,120	92,439	71,120
Interbank accounts		5,793	1,435	5,793	1,435
Unsettled payments and receipts		7	-	7	-
Restricted deposits:					
Brazilian Central Bank		5,786	1,435	5,786	1,435
Loan operations	7.	2,717,464	2,549,888	2,717,464	2,549,888
Loan operations - private sector		2,600,995	2,664,448	2,600,995	2,664,448
Loan operations - public sector		30,378	5,966	30,378	5,966
Credit transactions subject to transfer	7. i)	153,324	-	153,324	-
Allowance for loan losses		(67,233)	(120,526)	(67,233)	(120,526)
Other receivables		927,552	796,143	935,890	799,186
Foreign exchange portfolio	8.	707,179	522,796	707,179	522,796
Income receivable		27,077	18,867	27,077	18,867
Negotiation and intermediation of securities		65,718	41,898	65,718	41,898
Sundry	9.	139,346	216,719	147,684	219,762
Allowance for other loan losses		(11,768)	(4,137)	(11,768)	(4,137)
Other assets		193,947	180,598	193,963	180,598
Non-operating assets		190,184	176,279	190,184	176,279
Prepaid expenses		3,763	4,319	3,779	4,319
LONG-TERM RECEIVABLES		3,558,532	2,285,451	3,429,237	2,378,588
Interbank investments	5.	4,244	-	4,244	-
Interbank deposits		4,244	-	4,244	-
Marketable securities and derivative financial instruments		849,318	386,334	649,743	326,603
Own portfolio	6. a)	502,340	229,233	302,765	169,502
Derivative financial instruments	6. b)	270,249	157,101	270,249	157,101
Subject to guarantees		76,729	-	76,729	-
Loan operations	7.	2,207,657	1,459,023	2,273,834	1,609,039
Loan operations - private sector		2,278,732	1,520,512	2,352,418	1,672,130
Loan operations - public sector		-	338	-	338
Credit transactions subject to transfer		31,553	-	31,553	-
Allowance for loan losses		(102,628)	(61,827)	(110,137)	(63,429)
Other receivables		485,177	429,515	489,256	432,367
Income receivable		33,280	27,435	33,280	27,435
Deposits in guarantee	16. (b) (c)	206,251	197,491	208,060	199,189
Sundry	9.	246,172	204,751	248,442	205,905
Allowance for other loan losses		(526)	(162)	(526)	(162)
Other assets		12,136	10,579	12,160	10,579
Prepaid expenses		12,136	10,579	12,160	10,579
PERMANENT ASSETS		215,678	188,882	101,197	31,021
investments		188,480	157,863	73,122	-
Investments in local subsidiaries	10.a)	188,480	157,863	-	-
Other investments	10.b)	-	-	73,122	-
Property and equipment in use	11. a)	25,887	28,966	26,540	28,968
Facilities, furniture and equipment in use		13,275	13,652	13,837	13,652
Other fixed assets in use		29,239	28,645	29,491	28,647
Accumulated depreciation		(16,627)	(13,331)	(16,788)	(13,331)
Intangible assets	11.b)	1,311	2,053	1,535	2,053
Expenses for acquisition and development of software		9,310	9,450	9,599	9,915
Accumulated amortization		(7,999)	(7,397)	(8,064)	(7,862)
TOTAL ASSETS		10,703,520	10,440,446	10,507,887	10,405,652

BANCO PINE S.A. AND SUBSIDIARIES**BALANCE SHEETS AS AT SEPTEMBER 30, 2013 AND DECEMBER 31, 2012**

(In thousands of reais)

LIABILITIES AND EQUITY	Note	Individual		Consolidated	
		09/30/2013	12/31/2012	09/30/2013	12/31/2012
CURRENT LIABILITIES		5,882,197	5,724,010	5,532,146	5,708,159
Deposits	12.	1,812,007	1,898,520	1,738,569	1,878,417
Demand deposits		21,062	30,134	19,655	30,053
Interbank deposits		74,059	108,932	69,183	108,932
Time deposits		1,716,886	1,759,454	1,649,731	1,739,432
Funds obtained in the open market	13.	1,132,162	1,832,661	818,104	1,832,661
Own portfolio		840,992	1,832,661	623,529	1,832,661
Third-party portfolio		291,170	-	194,575	-
Funds from acceptance and issuance of securities		935,735	499,593	935,735	499,593
Real estate letters of credit	18. a)	191,887	11,965	191,887	11,965
Agribusiness letters of credit	18. a)	335,089	377,368	335,089	377,368
Financial bills	18. a)	373,729	1,101	373,729	1,101
Securities issued abroad	18. b)	35,030	109,159	35,030	109,159
Interbank accounts		282	37	282	37
Correspondent banks	14.	282	37	282	37
Interdepartmental accounts		33,314	22,425	33,314	22,425
Third-party funds in transit		33,314	22,425	33,314	22,425
Borrowings and onlendings	17.	1,384,545	1,225,474	1,537,869	1,225,474
Local borrowings - Other Institutions		-	-	153,324	-
Foreign borrowings		1,089,691	892,862	1,089,691	892,862
Local onlendings - official institutions		292,412	322,376	292,412	322,376
Foreign onlendings		2,442	10,236	2,442	10,236
Derivative Financial Instruments	6. b)	196,090	77,060	196,090	77,060
Derivative financial instruments		196,090	77,060	196,090	77,060
Other liabilities		388,062	168,240	272,183	172,492
Collection and payment of taxes and similar	15. a)	1,764	936	1,764	936
Foreign exchange portfolio	8.	109,996	75,133	109,996	75,133
Social and statutory payables		7,212	9,018	7,212	9,018
Tax and social security contributions	15. b)	41,680	30,075	46,164	33,983
Negotiation and intermediation of securities		43,799	4,575	58,947	4,575
Subordinated debt	19.	6,502	12,342	6,502	12,342
Sundry	15. c)	177,109	36,161	41,598	36,505
Liabilities for sale and transfer of financial assets	7. i)	153,324	-	-	-
Other		23,785	36,161	41,598	36,505
LONG-TERM LIABILITIES		3,486,433	3,440,419	3,640,851	3,421,476
Deposits	12.	1,289,392	1,577,218	1,185,244	1,440,579
Interbank deposits		23,715	21,221	23,675	12,068
Time deposits		1,265,677	1,555,997	1,161,569	1,428,511
Funds obtained in the open market		11,265	-	11,265	-
Own Portfolio		7,291	-	7,291	-
Third-party portfolio		3,974	-	3,974	-
Funds from acceptance and issuance of securities		569,535	792,470	569,535	792,470
Real estate letters of credit	18. a)	6,062	-	6,062	-
Agribusiness letters of credit	18. a)	19,902	7,830	19,902	7,830
Financial bills	18. a)	335,877	573,164	335,877	573,164
Securities issued abroad	18. b)	207,694	211,476	207,694	211,476
Borrowings and onlendings	17.	1,093,623	631,237	1,395,007	749,972
Local borrowings - other institutions		-	-	301,384	118,735
Foreign borrowings		289,900	61,305	289,900	61,305
Local onlendings - official institutions		799,623	569,932	799,623	569,932
Foreign onlendings		4,100	-	4,100	-
Derivative financial instruments	6. b)	24,595	23,333	24,595	23,333
Derivative financial instruments		24,595	23,333	24,595	23,333
Other liabilities		498,023	416,161	455,205	415,122
Tax and social security contributions	15. b)	86,087	77,290	86,730	77,853
Securities trading and brokerage		15,086	-	15,086	-
Subordinated debt	19.	331,076	304,930	331,076	304,930
Sundry	15. c)	65,774	33,941	22,313	32,339
Liabilities for sale and transfer of financial assets	7. i)	43,461	-	-	-
Provision for contingent liabilities	16. c)	13,354	22,963	13,354	22,963
Other		8,959	10,978	8,959	9,376
DEFERRED INCOME		70,448	56,071	70,448	56,071
EQUITY	20.	1,264,442	1,219,946	1,264,442	1,219,946
Capital		967,259	935,683	967,259	935,683
Local residents		846,416	842,654	846,416	842,654
Foreign residents		120,843	93,029	120,843	93,029
Capital reserves		8,233	11,685	8,233	11,685
Revenue reserves		301,651	267,192	301,651	267,192
Proposed additional dividend		20,442	18,559	20,442	18,559
Carrying value adjustments		(11,060)	(423)	(11,060)	(423)
Treasury shares		(22,083)	(12,750)	(22,083)	(12,750)
TOTAL LIABILITIES AND EQUITY		10,703,520	10,440,446	10,507,887	10,405,652

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

(A free translation of the original in Portuguese)

BANCO PINE S.A. AND SUBSIDIARIES

STATEMENTS OF OPERATIONS FOR THE PERIODS ENDED SEPTEMBER 30, 2013 AND 2012

(In thousands of reais, except net income per share)



	Note	Individual				Consolidated			
		2013		2012		2013		2012	
		3Q 13	YTD	3Q 12	YTD	3Q 13	YTD	3Q 12	YTD
INCOME FROM FINANCIAL INTERMEDIATION		290,650	851,116	260,215	964,684	297,951	871,942	265,210	984,705
Loan operations	21.a)	151,312	393,743	128,108	402,883	154,571	405,024	136,646	432,381
Marketable securities	21.b)	66,767	190,201	87,391	372,017	70,809	199,746	83,849	362,541
Derivative financial instruments	6.b)	32,612	143,207	27,582	57,738	32,612	143,207	27,581	57,737
Foreign exchange transactions		39,959	123,965	17,134	132,046	39,959	123,965	17,134	132,046
EXPENSES FOR FINANCIAL INTERMEDIATION		(220,971)	(651,223)	(176,031)	(674,241)	(223,837)	(655,941)	(177,394)	(682,139)
Funds obtained in the market	21.c)	(146,714)	(442,620)	(124,824)	(488,714)	(145,834)	(439,448)	(122,096)	(480,073)
Borrowings and onlendings	21.d)	(40,494)	(132,433)	(27,045)	(120,907)	(43,531)	(139,614)	(31,125)	(137,332)
Sales or transfer of financial assets		(1,871)	(1,871)	-	-	-	-	-	-
Allowance for loan losses		(31,892)	(74,299)	(24,162)	(64,620)	(34,472)	(76,879)	(24,173)	(64,734)
GROSS PROFIT FROM FINANCIAL INTERMEDIATION		69,679	199,893	84,184	290,443	74,114	216,001	87,816	302,566
OPERATING INCOME (EXPENSE)		(28,220)	(88,656)	(36,800)	(134,978)	(29,312)	(96,953)	(37,790)	(137,957)
Income from services rendered	21.e)	22,246	64,222	9,219	33,625	31,678	90,319	27,445	86,947
Income from bank charges		876	2,086	882	3,195	876	2,086	882	3,195
Personnel expenses	21.f)	(20,763)	(63,023)	(20,864)	(63,657)	(22,871)	(66,863)	(21,768)	(66,083)
Other administrative expenses	21.g)	(23,549)	(67,585)	(26,420)	(68,762)	(24,568)	(69,421)	(26,617)	(70,135)
Tax expenses	21.h)	(2,616)	(8,310)	(2,866)	(7,838)	(3,567)	(10,979)	(4,498)	(12,691)
Equity in the results of investees	10.	6,272	19,889	11,824	37,341	-	-	-	-
Other operating income	21.i)	6,260	22,401	15,740	53,621	6,050	21,255	12,620	44,970
Other operating expenses	21.j)	(16,946)	(58,336)	(24,315)	(122,503)	(16,910)	(63,350)	(25,854)	(124,160)
OPERATING PROFIT		41,459	111,237	47,384	155,465	44,802	119,048	50,026	164,609
NON-OPERATING RESULTS		2,151	7,176	314	4,640	2,151	7,176	314	4,632
INCOME BEFORE INCOME TAXES AND PROFIT SHARING		43,610	118,413	47,698	160,105	46,953	126,224	50,340	169,241
INCOME TAX AND SOCIAL CONTRIBUTION	22.	(8,016)	(15,483)	(11,593)	(32,952)	(11,006)	(22,215)	(13,653)	(40,759)
Provision for current income tax		7,554	(310)	(6,431)	(6,737)	5,534	(4,936)	(7,967)	(12,201)
Provision for current social contribution		4,724	(190)	(4,122)	(4,306)	3,778	(2,208)	(4,709)	(6,740)
Deferred income tax and social contribution		(20,294)	(14,983)	(1,040)	(21,909)	(20,318)	(15,071)	(977)	(21,818)
PROFIT SHARING		(10,989)	(24,805)	(2,964)	(31,950)	(11,342)	(25,884)	(3,546)	(33,279)
REVERSION OF INTEREST ON OWN CAPITAL		15,638	46,334	14,083	44,091	15,638	46,334	14,083	44,091
NET INCOME		40,243	124,459	47,224	139,294	40,243	124,459	47,224	139,294
NUMBER OF OUTSTANDING SHARES		108,924,268	108,924,268	98,852,774	98,852,774	108,924,268	108,924,268	98,852,774	98,852,774
NET INCOME PER SHARE – IN REAIS		0.36946	1.14262	0.47772	1.40911	0.36946	1.14262	0.47772	1.40911

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

(A free translation of the original in Portuguese)

BANCO PINE S.A. AND SUBSIDIARIES

STATEMENTS OF OPERATIONS FOR THE PERIODS ENDED SEPTEMBER 30, 2013 AND 2012

(In thousands of reais, except net income per share)

	Individual and Consolidated			
	2013		2012	
	3Q 13	YTD	3Q 12	YTD
Net Income	40,243	124,459	47,224	139,294
Available-for-sale financial assets	6,375	(18,565)	12,863	9,866
Income tax	(2,551)	7,426	(5,145)	(3,946)
Other	2	79	(10)	77
Comprehensive Income	44,069	113,399	54,932	145,291

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

BANCO PINE S.A. AND SUBSIDIARIES**STATEMENTS OF VALUE ADDED FOR THE PERIODS ENDED SEPTEMBER 30, 2013 AND 2012**

(In thousands of reais)

	Individual				Consolidated			
	2013		2012		2013		2012	
	3Q 13	YTD	3Q 12	YTD	3Q 13	YTD	3Q 12	YTD
Revenues	288,983	860,700	251,976	916,732	302,962	898,883	270,527	979,646
Financial intermediation	290,100	850,567	260,215	964,684	297,401	871,393	265,210	984,705
Services rendered	22,246	64,222	9,219	33,625	31,678	90,319	27,445	86,947
Bank charges	876	2,086	882	3,195	876	2,086	882	3,195
Provision for loan losses	(31,892)	(74,299)	(24,162)	(64,620)	(34,472)	(76,879)	(24,173)	(64,734)
Other	7,653	18,124	5,822	(20,152)	7,479	11,964	1,163	(30,467)
Expenses for financial intermediation	189,079	576,924	151,869	609,621	189,365	579,062	153,221	617,405
Goods and services acquired from third parties	19,793	55,807	22,559	57,467	20,629	57,398	22,703	58,633
Materials, electricity and other	169	475	145	429	176	485	146	434
Third-party services	14,615	40,470	16,524	42,822	15,341	41,735	16,608	43,794
Other	5,009	14,862	5,890	14,216	5,112	15,178	5,949	14,405
Gross value added	80,111	227,969	77,548	249,644	92,968	262,423	94,603	303,608
Depreciation and amortization	1,250	4,298	1,103	3,001	1,298	4,346	1,125	3,073
Net value added produced by the institution	78,861	223,671	76,445	246,643	91,670	258,077	93,478	300,535
Value added transferred from others	6,272	19,889	11,824	37,341	-	-	-	-
Equity in the results of investees	6,272	19,889	11,824	37,341	-	-	-	-
Total value added to be distributed	85,133	243,560	88,269	283,984	91,670	258,077	93,478	300,535
Distribution of value added	85,133	243,560	88,269	283,984	91,670	258,077	93,478	300,535
Personnel	31,752	87,828	23,829	95,607	34,213	92,747	25,314	99,362
Salaries	14,109	42,778	13,996	43,098	15,805	45,652	14,604	44,780
Benefits, training	2,098	6,406	1,949	5,976	2,238	6,720	1,991	6,100
Social charges	4,556	13,839	4,920	14,583	4,828	14,491	5,173	15,203
Profit sharing	10,989	24,805	2,964	31,950	11,342	25,884	3,546	33,279
Taxes, charges and contributions	10,632	23,793	14,458	40,788	14,573	33,194	18,151	53,450
Federal	1,349	4,847	2,275	5,310	1,814	6,190	2,998	7,495
State	-	5	14	3	-	5	14	4
Municipal	1,267	3,458	576	2,524	1,753	4,784	1,486	5,192
Income tax and social contribution	8,016	15,483	11,593	32,951	11,006	22,215	13,653	40,759
Remuneration of third-party capital	2,506	7,480	2,758	8,295	2,641	7,677	2,789	8,429
Rents and leased assets	2,506	7,480	2,758	8,295	2,641	7,677	2,789	8,429
Remuneration of own capital	40,243	124,459	47,224	139,294	40,243	124,459	47,224	139,294
Interest on own capital/dividends	30,000	90,000	30,000	70,000	30,000	90,000	30,000	70,000
Retained earnings	10,243	34,459	17,224	69,294	10,243	34,459	17,224	69,294

(A free translation of the original in Portuguese)

BANCO PINE S.A.

STATEMENTS OF CHANGES IN EQUITY

(In thousands of reais, except dividends and interest on own capital per share)



	Paid-up capital	Capital increase	Capital Reserves	Revenue reserves		Carrying value adjustments	Treasury shares	Proposed additional dividend	Retained earnings	Total
				Legal	Statutory					
At December 31, 2011	422,606	373,439	14,032	15,582	164,157	(1,461)	-	26,726	-	1,015,081
Capital increase (Note 20)	373,442	(233,804)	-	-	-	-	-	-	-	139,638
Other capital reserves	-	-	(2,807)	-	-	-	-	-	-	(2,807)
Acquisition of treasury shares	-	-	-	-	-	-	(5,071)	-	-	(5,071)
Carrying value adjustments	-	-	-	-	-	7,458	-	-	-	7,458
Net income	-	-	-	-	-	-	-	-	139,294	139,294
Appropriations (Note 20):										
Legal reserve	-	-	-	6,964	-	-	-	-	(6,964)	-
Statutory reserve	-	-	-	-	62,330	-	-	-	(62,330)	-
Approval/payment of proposed additional dividend	-	-	-	-	-	-	-	(7,942)	-	(7,942)
Dividends (R\$0.2621 per share)	-	-	-	-	-	-	-	-	(25,909)	(25,909)
Interest on own capital (R\$0.4460 per share)	-	-	-	-	-	-	-	-	(44,091)	(44,091)
At June 30, 2012	796,048	139,635	11,225	22,546	226,487	5,997	(5,071)	18,784	-	1,215,651
At December 31, 2012	935,683	-	11,685	24,954	242,238	(423)	(12,750)	18,559	-	1,219,946
Capital increase (Note 20)	31,576	-	-	-	-	-	-	-	-	31,576
Other capital reserves	-	-	(3,452)	-	-	-	-	-	-	(3,452)
Acquisition/Sale of treasury shares	-	-	-	-	-	-	(9,333)	-	-	(9,333)
Carrying value adjustments	-	-	-	-	-	(10,637)	-	-	-	(10,637)
Net income	-	-	-	-	-	-	-	-	124,459	124,459
Appropriations (Note 20):										
Legal reserve	-	-	-	6,223	-	-	-	-	(6,223)	-
Statutory reserve	-	-	-	-	28,236	-	-	-	(28,236)	-
Approval/payment of proposed additional dividend	-	-	-	-	-	-	-	1,883	-	1,883
Prepaid dividends (R\$0.4009 per share)	-	-	-	-	-	-	-	-	(43,666)	(43,666)
Interest on own capital (R\$0.4254 per share)	-	-	-	-	-	-	-	-	(46,334)	(46,334)
At September 30, 2013	967,259	-	8,233	31,177	270,474	(11,060)	(22,083)	20,442	-	1,264,442

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

(A free translation of the original in Portuguese)



BANCO PINE S.A. AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (DIRECT METHOD) FOR THE PERIODS ENDED SEPTEMBER 30, 2013 AND 2012

(In thousands of reais)

		Individual		Consolidated	
	Note	2013	2012	2013	2012
OPERATING ACTIVITIES					
Adjusted net income		189,415	195,316	206,882	232,754
Net income for the six-month period		124,459	139,294	124,459	139,294
Allowance for loan losses		74,299	64,620	76,879	64,734
Deferred taxes		14,983	21,909	15,071	21,811
Depreciation and amortization		4,298	3,001	4,346	3,073
Provision for contingencies		(8,707)	3,676	(8,707)	3,676
Equity in the results of investee		(19,889)	(37,341)	-	-
Profit (loss) on sale of property and equipment/investment		(28)	157	(28)	159
Adjustments to fair value of other investments		-	-	(5,138)	-
Changes in assets and liabilities		541,604	(260,012)	584,519	(315,081)
(Increase) decrease in short-term interbank investments		36,787	(38,842)	36,787	(38,843)
(Increase) decrease in marketable securities		1,825,200	1,346,538	1,954,347	1,305,342
(Increase) decrease in loan operations		(982,132)	(16,038)	(900,873)	85,224
(Increase) decrease in other receivables		(210,430)	(256,337)	(217,043)	(274,126)
(Increase) decrease in other assets		(14,906)	(152,794)	(14,946)	(152,794)
(Increase) decrease in interbank and interdepartmental accounts		6,776	13,529	6,776	13,529
(Increase) decrease in derivative financial instruments		(210,910)	(79,959)	(210,910)	(79,959)
Increase (decrease) in deposits		(374,340)	(253,028)	(395,183)	(271,642)
Increase (decrease) in purchase and sale commitments		(689,234)	(1,587,986)	(1,003,292)	(1,587,986)
Increase (decrease) in funds from acceptance and issuance of securities		213,208	338,951	213,208	338,951
Increase (decrease) in borrowings and onlendings		621,456	389,823	957,430	312,959
Increase (decrease) in other liabilities		305,752	39,550	143,841	39,765
Increase (decrease) in deferred income		14,377	(3,419)	14,377	(5,501)
Net cash provided by (used in) operating activities		731,019	(64,696)	791,401	(82,327)
INVESTING ACTIVITIES					
Acquisition/sale of property and equipment in use		(367)	(24,200)	(1,288)	(24,127)
Investments in intangible assets		(83)	(437)	(85)	(441)
Acquisition of investments		(10,223)	(10)	(67,984)	-
Capital increase in subsidiaries		(505)	(499)	-	-
Net cash used in investing activities		(11,178)	(25,146)	(69,357)	(24,568)
FINANCING ACTIVITIES					
Capital increase		31,576	139,638	31,576	139,638
Other capital reserves		(3,452)	(2,807)	(3,452)	(2,807)
Acquisition of treasury shares		(9,333)	(5,071)	(9,333)	(5,071)
Interest on own capital and dividends paid		(83,476)	(74,054)	(83,476)	(74,054)
Net cash used in financing activities		(64,685)	57,706	(64,685)	57,706
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash and cash equivalents at the beginning of the period	4.	655,156	(32,136)	657,359	(49,189)
Cash and cash equivalents at the end of the period	4.	423,396	321,996	430,399	339,767
		1,078,552	289,860	1,087,758	290,578

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



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

1. Operations

Banco Pine S.A. (the "Institution" or "Banco Pine") is authorized to operate commercial, credit and financing and foreign exchange portfolios.

The Institution's operations are conducted in the context of a group of institutions which act jointly, and certain transactions involve the co-participation or intermediation of other members of the Pine Financial Group. The benefits from the intercompany services and the costs for the operating and administrative structures are absorbed, either jointly or individually, by these companies as is most practicable and reasonable in the circumstances.

2. PRESENTATION OF FINANCIAL STATEMENTS

This presentation consists of the financial statements of Banco Pine, which include those of its Grand Cayman Branch and Pine Securities (Individual) and the consolidated financial statements of Banco Pine and Subsidiaries (Consolidated).

The financial statements are presented in reais (R\$), which is the Institution's functional currency and that of its foreign branch and subsidiary. Unless otherwise indicated, the financial information expressed in reais was rounded to the nearest thousand.

In compliance with Resolution 505/06, of the Brazilian Securities Commission (CVM), the Individual and Consolidated Financial Statements, as at October 30, 2013, were authorized for issue on September 30, 2013, by the Institution's Board of Directors, among other matters.

The consolidated financial statements consider the transactions of Banco Pine S.A., including its branch and subsidiary abroad, its direct and indirect subsidiaries and the special purpose entity presented below:

					09/30/2013
	Business activity	Total assets	Capital	Equity	Net income (loss)
Foreign Branches and Subsidiaries					
Grand Cayman Branch	Branch abroad	799,084	6,690	81,324	(8,372)
Subsidiaries					
Pine Securities USA LLC (3)	Broker Dealer	12,751	11,150	8,676	(1,264)
Pine Investimentos Distribuidora de Títulos e Valores Mobiliários Ltda.	Securities dealer	261,490	13,384	41,186	3,113
Pine Comercializadora de Energia Elétrica Ltda (4)	Consulting	84,322	77,400	83,182	2,753
Pine Corretora de Seguros Ltda. (1)	Insurance broker	242	500	241	7
Pine Assessoria e Consultoria Ltda. (1)	Consulting	37,991	500	37,259	1,750
Pine Assessoria em Comercialização de Energia (4)	Consulting	44	60	44	(9)
Pine Planejamento e Serviços Ltda (2)	Consulting	18,703	10	17,934	13,815
Special Purpose Entities (SPEs)					
Pine Crédito Privado Fundo de Investimento em Direitos Creditórios Financeiros (a)	FIDC	85,831	60,823	85,798	9,871
FIP Rio Corporate - Fundo De Investimento Em Participacoes (b) (5)	Private equity	100,004	55,000	84,810	15,711
IRE VII Desenvolvimento Imobiliário S/A (c) (6)	SPE	58,220	-	45,781	(785)
Fundo de Investimento em Direitos Creditórios - FIDC Pine Agro (d) (7)	FIDC	574,092	571,428	574,026	2,598

					12/31/2012
	Business activity	Total assets	Capital	Equity	Net income (loss)
Foreign Branches and Subsidiaries					
Grand Cayman Branch	Branch abroad	461,437	6,064	76,891	(12,945)
Subsidiaries					
Pine Securities USA LLC (3)	Broker Dealer	9,203	10,218	9,106	(1,111)
Pine Investimentos Distribuidora de Títulos e Valores Mobiliários Ltda.	Securities dealer	200,158	13,384	38,074	5,774
Pine Comercializadora de Energia Elétrica Ltda (3)	Consulting	80,944	77,400	80,429	(165)
Pine Corretora de Seguros Ltda. (1)	Insurance broker	235	500	234	(278)
Pine Assessoria e Consultoria Ltda. (1)	Consulting	35,468	1	35,009	33,396
Pine Assessoria em Comercialização de Energia (3)	Consulting	3	10	3	7
Pine Planejamento e Serviços Ltda (2)	Consulting	4,984	10	4,117	4,107
Special Purpose Entities (SPEs)					
Pine Crédito Privado Fundo de Investimento em Direitos Creditórios Financeiros (a)	FIDC	178,506	110,594	178,466	35,966

⁽¹⁾ Pine Assessoria e Consultoria Ltda and Pine Corretora de Seguros Ltda. were constituted on December 12, 2011. Capital is R\$500, comprising 500 shares, fully subscribed and paid up in local currency in December 2012.

⁽²⁾ Pine Planejamento e Serviços Ltda. was constituted on June 26, 2012. Capital is R\$10, comprising 10,000 shares of R\$1 each, fully subscribed and paid up in local currency and distributed as follows between the partners: Pine Comercializadora de Energia Elétrica with 0.01% and the Institution with 99.99%.

⁽³⁾ Pine Securities USA LLC was constituted in October 2012. Capital is R\$10,000.

⁽⁴⁾ Pine Comercializadora de Energia Elétrica Ltda. holds 90% of Pine Assessoria em Comercialização de Energia.

⁽⁵⁾ FIP Rio Corporate was constituted on April 18, 2013 and on May 15, 2013, the Institution paid in 42,000 shares.

⁽⁶⁾ On May 16, 2013, through FIP Rio Corporate, the Institution acquired 100% of the shares of IRE VII Desenvolvimento Imobiliário Ltda.

⁽⁴⁾ Pine Comercializadora de Energia Elétrica Ltda. holds 90% of Pine Assessoria em Comercialização de Energia.

⁽⁶⁾ FIDC Pine Agro was constituted on September 16, 2013 and on September 17, 2013, the Institution paid in 171,428,571 shares.

a) Pine Crédito Privado

Since the control over receivables assigned to this receivables investment fund (FIDC) still lies with the Institution (receipt, transfer and collection) and, in essence, the Institution is responsible for providing the guarantees to the FIDC's investors as regards expected receivables and yield, management decided to consolidate the FIDC, as provided for in CVM Circular 01/07.

In accordance with Article 5 of CVM Instruction 408/04, we present below the information on Pine Crédito Privado, considered in preparing the consolidated financial statements:

i) Name, nature, purpose and activities of the FIDC.

Pine Crédito Privado Fundo de Investimento em Direitos Creditórios Financeiros, managed by Citibank Distribuidora de Títulos e Valores Mobiliários S/A., was constituted as a closed fund on December 7, 2010. Distribution commenced on March 28, 2011. The Fund offered 207,000 senior shares at the unit value of R\$1. The distribution period ended on April 6, 2011. The Fund will terminate its activities in up to 180 days from the date on which the Senior Shares outstanding are redeemed in full (54 months subsequent to the Fund's distribution date).

The purpose of the Fund is to increase shareholder value, exclusively through the acquisition of financial segment Credit Rights, on business loans (working capital), originated and assigned by Pine, which meet the Qualifying Criteria, as well as the portfolio composition and diversification indices established in the Regulation. As an additional activity, the Fund will also make investments in Other Assets.

ii) Investment in the equity and results of the FIDC

In accordance with Article 24, section XV, of CVM Instruction 356, as amended by CVM Instruction 393, and Chapter 21 of the Fund Regulation, 69% of the Fund's equity will comprise senior shares and 31% will comprise subordinated shares. This ratio will be determined daily and shall be made available for consultation monthly by the Fund's shareholders.



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

iii) Nature of the Institution's involvement with the FIDC and type of exposure to loss, if any, arising from this involvement.

Verification of whether the credit rights meet the assignment terms is, pursuant to the assignment agreement, the sole responsibility of the assignor (Banco Pine), without limiting the assignee's (Fund) right, either directly or through third parties, to also conduct such verification.

Non-compliance with any obligation originating from the credit rights and other active components of the Fund's portfolio, is attributed to the subordinated shares up to the limit corresponding to the sum of their total value. Once this total has been exceeded, the default of credit rights held by the Fund is attributed to the senior shares. The subordinated shares do not have a profitability target, however, they may benefit from any surplus yield generated by the credit right portfolio.

In the event the percentage of subordinated shares falls below 31% of the Fund's equity, the Institution shall have five business days to recoup this minimum ratio, through the subscription of new subordinated shares, and if this does not occur, the management entity shall call an Evaluation Event under the terms of the Fund regulations. In the event the subordinated shares comprise more than 31% of the Fund's Equity, the management entity may partially amortize the subordinated shares in the amount necessary to rebalance this ratio.

iv) Amount and nature of the receivables, payables, income and expenses between the Institution and the FIDC, assets transferred by the Institution and rights of use over the FIDC assets.

No loans were assigned to the FIDC for the period ended September 30, 2013 and 2012.

Additionally, on account of its investment in subordinated shares in this Fund, at September 30, 2013, the Institution recognized a loss of R\$ 887 for the quarter and R\$ 1,926 for the nine period ended September 30, 2013 (Income of R\$ 4,410 for the quarter and R\$14,402 for nine-month periods ended September 30, 2012) in the "marketable securities" account.

v) Total assets, liabilities and equity of the FIDC at September 30, 2013 and December 31, 2012:

	09/30/2013	12/31/2012		09/30/2013	12/31/2012
Current assets and Long-term receivables	85,831	7,004	Current liabilities	33	40
Cash	6	1	Other liabilities	33	40
Short-term interbank investments	997	7,003			
Marketable securities	12,697	19,884			
Loan operations	72,131	151,618	Equity	85,798	178,466
Total assets	85,831	178,506	Total liabilities and equity	85,798	178,506

vi) Guarantees, securities, mortgages or other collateral pledged in favor of the FIDC.

Banco Pine has provided no guarantee, surety, mortgage or any other collateral in favor of the FIDC or its investors.

vii) Identification of the principal beneficiary or group of principal beneficiaries of the FIDC's activities.

Banco Pine is the sole holder of all the subordinated shares of this Fund. The senior shares are held by different qualified investors.

b) FIP Rio Corporate

Since its institution the sole shareholder has been the FIP and this is a Private Equity Fund, Management decided to consolidate the FIP, pursuant to resolution 2723 of May 31, 2000 the Central Bank of Brazil.

i) Name, nature, purpose and activities of the FIP.

FIP Rio Corporate, administered by BNY Mellon Financial Services Distributor Securities SA was set up in the form of condominium on April 18, 2013. The Fund offered 100,000 shares with a par value of R\$ 1. The closing date for the distribution is 30 months from the date of the first payment of quotas, which was on May 15, 2013. The Fund will terminate their activities five years from the date of the first payment of shares, which may be extended, upon proposal by the Manager and at the General Meeting of Shareholders.

The purpose of the Fund is to increase shareholders invested capital appreciation over the long term by investing in shares of the Company, whose exclusive purpose is the development and economic exploitation, through leasing and sale of real estate enterprise.

ii) Total assets, liabilities and equity of the FIP at September 30, 2013:

	09/30/2013		09/30/2013
Current assets	100,004	Current liabilities	15,194
Cash	1	Other liabilities	15,194
Marketable securities - Trading	100,003		
Investment fund quotas	2,057		
Shares of companies	97,946	Equity	84,810
Total assets	100,004	Total liabilities and equity	100,004

c) IRE VII Desenvolvimento Imobiliário S/A

Since it has control over the SPE's activities, the Institution's management decided to consolidate IRE VII Desenvolvimento Imobiliário S/A, in accordance with the provisions of CVM Instruction 408/04.

i) Name, nature, purpose and activities of the SPE

IRE VIII Desenvolvimento Imobiliário S/A was constituted as a corporation on December 9, 2010. Its main activities include the management, purchase, sale and rental of properties owned by itself or by third parties; real estate development and investment in other companies as a partner or shareholder.

ii) Investment in the equity and results of the SPE

On May 16, 2013, through FIP Rio Corporate, the Institution acquired 100% of the shares of IRE VII Desenvolvimento Imobiliário Ltda.

iii) Total assets, liabilities and equity of the SPE at September 30, 2013:

	09/30/2013		09/30/2013
Current assets	23,164	Current liabilities	12,439
Cash	122	Tax and social security contributions	169
Marketable securities - Trading	22,969	Other liabilities	12,270
Other receivables	73		
Permanet Assets	35,056	Equity	45,781
Property	35,056		
Total assets	58,220	Total liabilities and equity	58,220



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

d) FIDC Pine Agro

Because the Bank remains with the risks and benefits of credits assigned to the Fund by acquiring 100% of the subordinated shares, the Bank's management decided to consolidate the FIDC Pine Agro, as provided in Official - Circular CVM. No. 01 / 07.

i) Name, nature, purpose and activities of the FIDC

Fund Credit Rights - FDIC Pine Agro , administered by Oliveira Trust Distributor Securities SA was set up in the form of condominium on September 16, 2013 . Its equity will consist of two classes of shares , the senior shares and subordinated shares , in accordance with Article 12 of CVM Instruction 356 / 01 . The first offer of senior shares of the fund will be held in accordance with Instruction 476 / 09 , and will be used only by Qualified Investors , acquiring a minimum amount of R\$ 1,000 (one million R\$). The Fund has undetermined length period.

Santander Brazil SA has been entrusted by the Fund to be responsible for the provision of services to the Fund, controllership of Fund , qualified custody of assets in the portfolio , custody of evidentiary documents and bookkeeping of quotas .

The objective of the Fund is to provide long term income to Shareholders by investing the Fund's resources in the acquisition of credit rights from arising (i) loan transactions originated and issued by the transferor, either exclusively or syndicated, to their customers in the sectors of activity, and (ii) debentures issued by clients, active in sectors of activity, the title of the transferor, who may rely on warranties, guarantees among them, that meet the conditions of assignment and eligibility criteria, subject to all composition indices and portfolio diversification established in the Fund Regulation.

The Fund may purchase receivables originated and granted by the transferor in the following business segments : (i) sugar and alcohol , (ii) agriculture (primary production) , (iii) retailers and distributors in the food industry , (iv) animal protein ; (v) grains (vi) beverages (vii) renewable energy (viii) trading , (ix) agricultural raw materials , (x) pulp and paper , (xi) value-added products .

ii) Participation in the equity and results of the FIDC .

In accordance with Article 24, item XV , of CVM . No. 356, as amended by CVM Instruction n . 393, and Chapter 21 of the Rules of the Fund , the relationship between the value of the senior shares and shareholders' equity of the Fund is 70%. This means that the Fund should have 30 % of its assets represented by subordinated quotas . This ratio will be calculated daily and made available to the shareholders of the Fund monthly.

iii) Nature of involvement with the FIDC and type of exposure to losses , if any, arising from this involvement .

The verification framework the conditions of receivables of assignment is in the form of the transfer agreement, the sole responsibility of the Custodian , subject to the right of the assignee (the Fund) , directly or through third parties , also to perform such verification .

Non-compliance with any pecuniary obligation related to credit rights by the drawees and other assets arising from by the drawees the components of the Fund's portfolio is allocated to the subordinated shares up to a limit equivalent to the sum of their total .

Once is exceeded this sum , default credit rights of the Fund are allocated to senior shares . Subordinated shares do not have a profitability goal , but should benefit from any excess returns generated by the portfolio of receivables .

In the event of failure of the percentage of subordinated shares representing less than 30 % of the net assets of the Fund , the Bank , upon request of the Administrator , shall subscribe for new subordinated quotas within a maximum of 5 calendar days , in order to achieve a gear ratio equivalent to the ratio warranty . If the non-compliance is not remedied within the specified period of time, the Administrator shall call upon the General Meeting of Shareholders in order to resolves (i) the early liquidation of the fund or (ii) amortization extraordinary .

iv) Amount and nature of receivables, liabilities , income and expenses between the company and the FIDC , assets transferred by the company and rights to use assets from FIDC .

In the period ended September 30, 2013, there have been assigned operations for the FDIC in the amount of R \$ 196,785 .

Additionally , due to the maintenance of investments in subordinated shares in this Fund , the Bank recognized in the period ended September 30, 2013 , revenue of R \$ 1,673 in the nine-month period ended September 30, 2013 , recognized in the caption " income from operations with securities . "

	09/30/2013		09/30/2013
Current assets	574,092	Current liabilities	66
Cash	10	Other liabilities	66
Short-term interbank investments	291,170		
Marketable securities - Trading	97,938	Equity	574,026
Loan operations	184,973		
Other receivables	1		
Total assets	574,092	Total liabilities and equity	574,092

vi) Guarantees, sureties, mortgages or other collateral in favor of the FIDC .

Banco Pine has provided no guarantee, surety , mortgage or other collateral in favor of the Fund or its investors .

vii) Identification of the principal beneficiary or group of beneficiaries of the main activities of the FDIC .

Banco Pine is the holder of all of the subordinated shares of the Fund, of which the senior shares belong to several qualified investors .

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

3. SIGNIFICANT ACCOUNTING PRACTICES

The financial statements of Banco Pine are prepared and presented in accordance with the accounting practices adopted in Brazil applicable to institutions authorized to operate by the Brazilian Central Bank (BACEN) and to corporations and by the Brazilian Securities Commission (CVM), where applicable.

The standards issued by the Brazilian Accounting Pronouncements Committee (CPC) related to the process of convergence with international accounting standards, approved by CVM, but not yet ratified by BACEN, were not adopted in the consolidated balance sheets. The standards approved by CVM which did not conflict with the rules of the National Monetary Council (CMN) and BACEN and those which had been ratified by BACEN were adopted for the disclosure purposes of these financial statements.

We present below the main accounting practices used:

a) Consolidation

The balances and the results of the transactions between Banco Pine and its subsidiaries Pine Securities, Pine Investimentos, Pine Comercializadora, Pine Corretora, Pine Assessoria and Pine Assessoria em Comercialização de Energia and Pine Planejamento were eliminated in the consolidated statements. In the consolidation process of FIDC and FIDC Pine Agro, the balance of the loan assignment receivables portfolio was included in the Institution's loan operations portfolio, with a corresponding entry for the senior shares in the "Borrowings and onlendings - local", account, net of investments in investment fund shares, comprising the shares held of this Fund.

b) Determination of the results from operations

Revenues and expenses are recorded on the accrual basis of accounting, which establishes that revenues and expenses should be included in the determination of the results for the periods in which they occur, simultaneously when correlated, irrespective of their receipt or payment.

Financial revenue and expenses are prorated, based substantially on the exponential method.

Transactions with floating rates or those indexed to foreign currencies are adjusted up to the balance sheet date.

c) Cash and cash equivalents

Cash and cash equivalents comprise cash in local and foreign currencies, short-term financial investments and time deposits, with maturities at the original investment date equal to or less than 90 days and which present an immaterial risk of change in fair value. These are used by the Institution to manage its short-term commitments.

d) Short-term interbank investments

Short-term interbank investments are presented at cost plus related earnings up to the balance sheet dates.

e) Marketable securities

In accordance with BACEN Circular 3068, the Institution's securities are classified in the following categories: "trading securities", "available-for-sale securities" and "held-to-maturity securities".

Trading securities are those acquired to be traded on a frequent and active basis. These securities are presented at cost plus related earnings up to the balance sheet dates and adjusted based on fair value with the adjustments recorded in the corresponding revenue or expense account in results for the period.

The securities classified as available for sale are those for which Management has no intention to hold to maturity or which were not acquired to be traded on a frequent and active basis. These securities are recorded at cost plus related earnings up to the balance sheet dates and are adjusted to market value against the "Carrying value adjustments" account in equity, net of tax effects.

The securities classified as held to maturity are those which management acquires with the intention and financial ability to hold in its portfolio to maturity. These securities are recorded at cost plus related earnings. Premium and discount, where applicable, are appropriated to results based on the term of the individual securities.

Trading securities are presented in current assets, irrespective of their maturities.

f) Derivative financial instruments

In accordance with BACEN Circular 3082/02 and Circular Letter 3026/02, the derivative financial instruments related to transactions with options, forward transactions, futures and swaps are recorded in compliance with the following criteria:

- Options: premiums paid or received are recorded in assets or liabilities, respectively, until the options are effectively exercised and recorded as a decrease or increase in the cost of the asset or right, based on the effective exercise of the option, or as revenue or expense in the case of non-exercise;
- Futures: daily adjustments are recorded in an asset or liability account and appropriated daily as revenue or expense;
- Swaps: differences receivable or payable are recorded in an asset or liability account, respectively, and appropriated as revenue or expense on a pro rata basis up to the balance sheet date;
- Forward contracts: recorded at the contract closing amount, less the difference between this amount and the spot price of the asset or right, recognizing the revenue and expense over the term of the contract up to the balance sheet date.

The derivative financial instruments are measured at fair value, with the corresponding gains or losses recorded as follows:

- Derivative financial instruments which do not qualify as hedges, as revenue or expense in results for the period
- Financial instruments which meet hedging criteria are classified either as fair value or cash flow hedges.

Fair value hedges are designed to offset risks arising from the exposure to fluctuations in the market value of the hedged item. The instruments and hedged items are adjusted to fair value and recorded in a profit or loss account.

g) Loan operations and allowance for loan losses

The loan operations are classified, as regards risk level, based on criteria which consider current economic conditions, past experience and the specific risks related to the transactions, the borrowers and the guarantors, in compliance with the parameters established by CMN Resolution 2682/99, which require the periodic analysis of the portfolio and its classification into nine levels (from "AA" to "H").

Income from loan operations past due for more than 60 days, regardless of the risk level, is only recognized as revenue on the date it is effectively received.

H-rated operations (allowance recorded at 100%) remain at this level for six months, and are subsequently written off against the existing allowance and controlled over a five-year period in memorandum accounts and are no longer presented in the balance sheet.

Renegotiated loans are held at the same level at which they were originally classified at the time of the renegotiation.

Renegotiated loans which had already been written off as losses and which were recorded in memorandum accounts, are H rated, and any gains arising from the renegotiation are only recognized when actually received.

The allowance for loan losses meets the minimum requirement established by the aforementioned Resolution, as described in Note 7.

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

h) Derecognition of financial assets

As determined by the Brazilian Central Bank Resolution No. 3.533/08, the derecognition of a financial asset occurs when the contractual rights to cash flows from the financial asset expire or when there is a sale or transfer of the financial asset.

The sale or transfer of a financial asset should be classified in the following categories:

. Operations with substantial transfer of risks and benefits: the transferor has transferred substantially all risks and rewards of ownership of the financial assets involved in the transaction, such as: (i) unconditional sale of financial assets, (ii) sale of the financial asset together with an option repurchase at fair value of the asset at the time of repurchase, and (iii) sale of a financial asset together with an option to buy or sell the exercise which is unlikely to occur;

. Operations with substantial retention of risks and benefits: the transferor retains substantially all the risks and rewards of ownership of the financial assets involved in the transaction, such as: (i) the sale of the financial asset together with a commitment to repurchase the same asset at a fixed price or the sale price of any added income, (ii) contracts for securities lending and securities, (iii) sale of the financial asset together with a contract rate swap that transfers the total return exposure to market risk back to transferor, (iv) the sale of the financial asset together with an option to buy or sell whose exercise is likely to occur, and (v) sale of receivables for which the seller or transferor guarantees in any way compensate the purchaser or transferee for credit losses that may occur, or the sale occurred in conjunction with the acquisition of the subordinated Investment Fund (FIDC) buyer, and

. Operations without transfer or substantial retention of risks and benefits: are classified operations in which the transferor neither transfers nor retains substantially all the risks and rewards of ownership of the financial assets involved in the transaction.

The allowance for loan losses follows the guidelines established by Resolution No. 2.682/99 of the Central Bank.

i) Prepaid expenses

These are controlled by contract and recorded under prepaid expenses account. The expenses are appropriated to results for the period based on the corresponding contract term and recorded in the "Other administrative expenses" account.

j) Other current assets and long-term receivables

These are stated at cost, including, where applicable, related accrued income and monetary variations, less the corresponding provisions for loss or adjustments to realizable value.

k) Permanent assets

These assets are stated at cost and consider the following:

. Investments in subsidiaries are accounted for using the equity method

. Property and equipment items correspond to rights in tangible assets which are used in the Institution's business activities, or exercised for this purpose, including those arising from transactions which transfer the risks, benefits and control of assets to the entity.

. Depreciation of property and equipment is computed and recorded on the straight-line method at annual rates which consider the economic useful lives of the assets

. Intangible assets correspond to the rights acquired in non-physical assets which are used in the Institution's business or which are exercised for this purpose. The intangible assets with identifiable useful lives are generally amortized on the straight-line method over the estimated period of economic benefit.

l) Impairment of non-financial assets

An impairment loss is recognized if the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. A cash generating unit is the smallest identifiable group of assets that generates cash flows that are largely independent of the cash flows from other assets or groups of assets. Impairment losses are recognized in results for the period. The non-financial asset amounts, except for deferred tax assets are tested, at least, annually to determine whether there is any indication of impairment.

m) Purchase and sale commitments

The purchase (sale) of financial assets based on a fixed price resale (repurchase) contract is recorded in the consolidated balance sheet as financing granted (received), based on the nature of the debtor (creditor), in the "Funds obtained in the open market" account.

n) Current and long-term liabilities

These are stated at known or estimated amounts including, where applicable, accrued charges and monetary or exchange variations up to the balance sheet dates.

o) Contingent assets and liabilities and legal obligations

The recognition, measurement and disclosure of contingent assets and liabilities, and legal obligations (tax and social security) are based on the criteria defined in Resolution 3823/09, and Letter Circular 3429/10, which approved CPC Technical Pronouncement 25, as follows:

. Contingent assets: are not recorded in the financial statements, except when there is evidence which assures a high degree of confidence that they will be realized, generally through a final and unappealable court decision.

. Contingent liabilities: the reserve for contingencies is determined based on the probability of an unfavorable sentence or outcome of the related litigation, as well as the probable period of the loss. The necessary reserve is calculated based on an analysis of each process and the opinion of the legal advisors. Reserves are recorded for processes in which the possibility of loss is deemed probable. The reserves may be changed in the future, based on the progress of each suit; When the probability of loss is deemed possible, no provision is recorded and the related suits are merely disclosed;

. Legal obligations (tax and social security): these comprise administrative proceedings or lawsuits related to tax and social security obligations, the legality or constitutionality of which is being contested, whose amounts, regardless of the related probability of success, are recorded at the full amount in dispute and adjusted in accordance with the legislation in force.

p) Provision for income tax and social contribution

The provisions for income tax and social contribution are recorded at the following statutory rates: income tax - 15%, plus a 10% surcharge on taxable income exceeding R\$ 60 (for the quarter), R\$ 180 (for the nine months) and social contribution - 15%. Further, deferred tax assets are recorded on temporary differences based on the assumption that the future taxable income generated by the Institution will be sufficient to offset these assets.

In accordance with Provisional Measure (MP) 449/08, subsequently enacted into Law 11941/09, the changes in the criteria used to recognize revenue, costs and expenses computed in determining net income, introduced by Law 11638/07 and by Articles 36 and 37 of the MP, may be ignored for purposes of calculating the taxable income if companies elect to use the Transitional Tax System (RTT). In this case, for tax purposes, the accounting methods and criteria in force at December 31, 2007 will be followed.



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

q) Profit sharing

Banco Pine has its own profit sharing program (PPLR) ratified by the Bank Employees Trade Union.

The general assumptions of this program are: (a) business unit performance; (b) establishment of a fund for distribution across the organization; and (c) assessment of the skills and the meeting of targets in the supporting areas. The related expenses were recognized in the "Profit sharing" account".

r) Use of estimates

The preparation of financial statements requires Management to make estimates and assumptions, to the best of its judgment, that affect the reported amounts of certain assets, liabilities, revenues and expenses and other transactions, such as the fair value of assets and derivatives and the allowance for loan losses, the establishing of the period for realizing deferred tax assets, property and equipment depreciation rates, amortization of deferred charges and reserves for contingences and others. Actual results may differ from these estimates.

s) Net income per share

This is calculated based on the number of outstanding shares paid up at the date of the financial statements.

4. CASH AND CASH EQUIVALENTS

	Individual		Consolidated	
	09/30/2013	12/31/2012	09/30/2013	12/31/2012
Cash	273,008	126,111	281,218	126,111
Short-term interbank investments ⁽¹⁾	806,544	297,285	806,540	304,288
Total cash and cash equivalents	1,078,552	423,396	1,087,758	430,399

(1) These are transactions with maturities at the original investment date equal to or less than 90 days.

5. INTERBANK DEPOSITS

Interbank investments at September 30, 2013 and December 31, 2012, are comprised as follows:

Security/Maturity	Individual			
	09/30/2013			
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years
Investments in purchase and sale commitments				
Own portfolio position				
Financial Treasury Bills (LFT)	-	-	9,994	-
National Treasury Bills (LTN)	-	9,999	66,799	48,830
Federal Treasury Notes (NTN)	-	-	10,000	-
Subtotal	-	9,999	86,793	48,830
Financed position				
LTN	291,170	-	-	-
Subtotal	291,170	-	-	-
Third-party portfolio position				
LTN	-	-	-	4,244
Subtotal	-	-	-	4,244
Total investments in purchase and sale commitments	291,170	9,999	86,793	53,074

Interbank deposits

Own portfolio				
Floating rate CDI	21,072	28,696	-	-
Rural CDI	101	13,643	-	-
Subtotal	21,173	42,339	-	-
Foreign currency investments				
Foreign currency investments	364,507	-	-	-
Total foreign currency investments	364,507	-	-	-
Total interbank investments	676,850	52,338	86,793	53,074

Security/Maturity	Consolidated			
	09/30/2013			
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years
Investments in purchase and sale commitments				
Own portfolio position				
Financial Treasury Bills (LFT)	-	-	9,994	-
National Treasury Bills (LTN)	292,167	9,999	66,799	48,830
Federal Treasury Notes (NTN)	-	-	10,000	-
Subtotal	292,167	9,999	86,793	48,830
Third-party portfolio position				
LTN	-	-	-	4,244
Subtotal	-	-	-	4,244
Total investments in purchase and sale commitments	292,167	9,999	86,793	53,074
Interbank deposits				
Own portfolio				
Floating rate CDI	21,072	28,696	-	-
Rural CDI	101	13,643	-	-
Subtotal	21,173	42,339	-	-
Total interbank deposits	21,173	42,339	-	-
Foreign currency investments				
Foreign currency investments	364,507	-	-	-
Total foreign currency investments	364,507	-	-	-
Total interbank investments	677,847	52,338	86,793	53,074



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

Security/Maturity			Individual
			12/31/2012
	Up to 3 months	From 3 to 12 months	Total
Investments in purchase and sale commitments			
Own portfolio position			
LFT	110,029	-	110,029
LTN	74,150	-	74,150
NTN	95,026	-	95,026
Subtotal	279,205	-	279,205
Total investments in purchase and sale commitments	279,205	-	279,205
Interbank deposits			
Own portfolio			
Floating			
rate CDI	-	1,928	1,928
Rural CDI			
Subtotal	4,651	22,119	26,770
Subject to guarantees	4,651	24,047	28,698
Floating			
rate CDI	996	70,605	71,601
Subtotal	996	70,605	71,601
Total interbank deposits	5,647	94,652	100,299
Foreign currency investments			
Foreign currency investments	18,080	-	18,080
Total foreign currency investments	18,080	-	18,080
Total interbank investments	302,932	94,652	397,584
Security/Maturity			Consolidated
			12/31/2012
	Up to 3 months	From 3 to 12 months	Total
Investments in purchase and sale commitments			
Own portfolio position			
LFT	110,029	-	110,029
LTN	81,153	-	81,153
NTN	95,026	-	95,026
Subtotal	286,208	-	286,208
Total investments in purchase and sale commitments	286,208	-	286,208
Interbank deposits			
Own portfolio			
Floating			
rate CDI	-	1,928	1,928
Rural CDI			
Subtotal	4,651	22,119	26,770
Subject to guarantees	4,651	24,047	28,698
Floating			
rate CDI	996	70,605	71,601
Subtotal	996	70,605	71,601
Total interbank deposits	5,647	94,652	100,299
Foreign currency investments			
Foreign currency investments	18,080	-	18,080
Total foreign currency investments	18,080	-	18,080
Total interbank investments	309,935	94,652	404,587



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

6. MARKETABLE SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS

a) Marketable securities

The securities portfolio at September 30, 2013 and December 31, 2012 was comprised as follows:

Security/Maturity						Individual	
						09/30/2013	
	Amounts marked to market						
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years	Total	Curve based amount
Available-for-sale securities:							
Own portfolio:							
National Treasury Bills (LTN)	99,966	72,294	-	-	-	172,260	172,568
Federal Treasury Notes (NTN)	-	-	130,147	33,373	-	163,520	174,299
Debentures	-	-	27,347	108,176	3,722	139,245	136,218
Receivables investment fund shares	-	-	26,474	-	173,101	199,575	199,575
Certificates of Real Estate Receivables (CRI)	15,585	-	-	-	-	15,585	15,546
Subtotal	115,551	72,294	183,968	141,549	176,823	690,185	698,206
Subject to repurchase commitments:							
Debentures	-	-	19,949	30,193	63,955	114,097	117,770
Eurobonds	-	-	-	10,058	-	10,058	10,058
Subtotal	-	-	19,949	40,251	63,955	124,155	127,828
Subject to guarantees:							
LTN	-	15,631	-	-	-	15,631	15,695
NTN	-	71,343	62,084	14,645	-	148,072	154,879
Subtotal	-	86,974	62,084	14,645	-	163,703	170,574
Total available-for-sale	115,551	159,268	266,001	196,445	240,778	978,043	996,608
Trading securities(1):							
Own portfolio:							
LTN	-	38,308	3,964	-	-	42,272	42,521
NTN	-	36,312	55,841	49,296	9,612	151,061	154,519
Debentures	-	715	24,791	12,020	-	37,526	36,394
Investment fund shares(2)	109,967	-	-	-	-	109,967	106,453
Private equity fund shares	70,711	-	-	-	-	70,711	70,711
Eurobonds	-	-	-	2,244	-	2,244	2,244
Subtotal	180,678	75,335	84,596	63,560	9,612	413,781	412,842
Subject to repurchase commitments:							
LTN	-	491,159	40,193	-	-	531,352	532,819
NTN	-	50,107	-	33,342	10,393	93,842	93,705
Debentures	-	9,100	40,984	54,951	-	105,035	101,106
Subtotal	-	550,366	81,177	88,293	10,393	730,229	727,630
Subject to guarantees:							
LTN	-	1,623	-	-	-	1,623	1,635
NTN	-	-	-	3,842	-	3,842	4,105
Subtotal	-	1,623	-	3,842	-	5,465	5,740
Total trading securities	180,678	627,324	165,773	155,695	20,005	1,149,475	1,146,212
Total securities	296,229	786,592	431,774	352,140	260,783	2,127,518	2,142,820



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

Security/Maturity						Consolidated
						09/30/2013
	Amounts marked to market					
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years	Total
						Curve based amount
Available-for-sale securities:						
Own portfolio:						
LTN	99,966	72,294	-	-	-	172,260
NTN	-	-	130,147	33,373	-	163,520
Debentures	-	-	27,347	108,176	3,722	139,245
Certificates of Real Estate Receivables (CRI)	15,585	-	-	-	-	15,585
Subtotal	115,551	72,294	157,494	141,549	3,722	490,610
Subject to repurchase commitments:						
Debentures	-	-	19,949	30,193	63,955	114,097
Eurobonds	-	-	-	10,058	-	10,058
Subtotal	-	-	19,949	40,251	63,955	124,155
Subject to guarantees:						
LTN	-	15,631	-	-	-	15,631
NTN	-	71,343	62,084	14,645	-	148,072
Subtotal	-	86,974	62,084	14,645	-	163,703
Total available-for-sale securities	115,551	159,268	239,527	196,445	67,677	778,468
Trading securities(1):						
Own portfolio:						
LTN	-	38,308	3,964	-	-	42,272
LFT	-	138	12,559	-	86,539	99,236
NTN	-	36,312	55,841	49,296	9,612	151,061
Debentures	-	9,815	38,578	12,020	-	60,413
Investment fund shares(2)	112,024	-	-	-	-	112,024
Eurobonds	-	-	-	2,244	-	2,244
Subtotal	112,024	84,573	110,942	63,560	96,151	467,250
Subject to repurchase commitments:						
LTN	-	491,159	40,193	-	-	531,352
NTN	-	50,107	-	33,342	10,393	93,842
Debentures	-	-	27,197	54,951	-	82,148
Subtotal	-	541,266	67,390	88,293	10,393	707,342
Subject to guarantees:						
LTN	-	1,623	-	-	-	1,623
NTN	-	-	-	3,842	-	3,842
Subtotal	-	1,623	-	3,842	-	5,465
Total trading securities	112,024	627,462	178,332	155,695	106,544	1,180,057
Total securities	227,575	786,730	417,859	352,140	174,221	1,958,525

Security/Maturity						Individual
						12/31/2012
	Amounts marked to market					
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years	Total
						Curve based amount
Available-for-sale securities:						
Own portfolio:						
NTN	-	-	73,154	50,910	26,339	150,403
Promissory note	-	61,070	-	-	-	61,070
Eurobond	-	-	-	-	2,123	2,123
Receivables investment fund shares	-	-	59,731	-	-	59,731
Investment fund shares(2)	337,047	-	-	-	-	337,047
Certificates of Real Estate Receivables (CRI)	-	-	16,976	-	-	16,976
Total available-for-sale securities	337,047	61,070	149,861	50,910	28,462	627,350
Trading securities(1):						
Own portfolio:						
LTN	599,836	42,880	174,169	-	-	816,885
NTN	209,704	-	83,912	38,437	22,078	354,131
Debentures	-	95,207	44,398	106,309	-	245,914
Subtotal	809,540	138,087	302,479	144,746	22,078	1,416,930
Subject to repurchase commitments:						
LTN	1,680,794	-	-	-	-	1,680,794
Debentures	167,161	-	-	-	-	167,161
Subtotal	1,847,955	-	-	-	-	1,847,955
Subject to guarantees:						
LTN	71,120	-	-	-	-	71,120
Subtotal	71,120	-	-	-	-	71,120
Total trading securities	2,728,615	138,087	302,479	144,746	22,078	3,336,005
Total securities	3,065,662	199,157	452,340	195,656	50,540	3,963,355

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

Security/Maturity	Amounts marked to market					Consolidated	
						12/31/2012	
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years	Total	Curve based amount
Available-for-sale securities:							
Own portfolio:							
NTN	-	-	73,154	50,910	26,339	150,403	150,694
Promissory note	-	61,070	-	-	-	61,070	61,362
Eurobond	-	-	-	-	2,123	2,123	2,109
Investment fund shares(2)	337,047	-	-	-	-	337,047	337,047
Certificates of Real Estate Receivables (CRI)	-	-	16,976	-	-	16,976	17,250
Total available-for-sale securities	337,047	61,070	90,130	50,910	28,462	567,619	568,462
Trading securities(1):							
Own portfolio:							
LTN	599,836	42,880	194,053	-	-	836,769	831,261
NTN	209,704	-	83,912	38,437	22,078	354,131	345,710
Debentures	-	95,207	44,398	106,309	-	245,914	239,976
Subtotal	809,540	138,087	322,363	144,746	22,078	1,436,814	1,416,947
Subject to repurchase commitments:							
LTN	1,680,794	-	-	-	-	1,680,794	1,663,090
Debentures	167,161	-	-	-	-	167,161	157,878
Subtotal	1,847,955	-	-	-	-	1,847,955	1,820,968
Subject to guarantees:							
LTN	71,120	-	-	-	-	71,120	70,837
Subtotal	71,120	-	-	-	-	71,120	70,837
Total trading securities	2,728,615	138,087	322,363	144,746	22,078	3,355,889	3,308,752
Total securities	3,065,662	199,157	412,493	195,656	50,540	3,923,508	3,877,214
Total securities	-	-	-	-	-	-	-

(1) Securities classified in the "trading" category are stated based on their maturity dates.

(2) The shares are composed of R \$ 109,967 in the Individual and R\$ 112,024 in the Consolidated (R\$ 338,601 in the Individual and Consolidated on December 31, 2012, not taking into consideration a valuation allowance of fund shares of R\$ 1,554), of which: (i) R\$ 12,445 in Individual and Consolidated (R\$ 251,304 in the Individual and Consolidated on December 31, 2012) Pine CM Fund Multimarket Private Credit, (ii) R\$ 97,523 in Individual and Consolidated (R\$ 87,297 the Individual and Consolidated on December 31, 2012) Pine RB Capital Fund Multimarket Private Credit (on December 31, 2012 the quotas were composed by FICFI Multimarket Credit Private Investment Abroad), and (iii) R\$ 2,057 in consolidated FIP Rio Corporate - Investment Fund Participation. The assets comprising funds are, mostly, debentures, promissory notes and certificates of receivables totaling R\$ 530,509 (R\$ 756,027 on December 31, 2012)(note 7a).

At September 30, 2013 and December 31, 2012, there were no securities classified as "held to maturity".

As established in Article 5 of BACEN Circular 3068/08 securities may only be reclassified on the date of the half yearly balance sheet. At September 30, 2013 and 2012, no securities were reclassified. At December 31, 2012 securities "available for sale" were transferred to "trading" in the amount of R\$ 188,051, generating a positive impact on the gross amount of R\$ 12,527, R\$ 7,516 net of tax, recorded in "Income from operations with securities."

The market values of the securities recorded in the "available for sale" and "trading" categories were determined based on the prices and rates practiced at September 30, 2013 and 2012, disclosed by the Brazilian Association of Financial and Capital Market Institutions (ANBIMA), BM&FBovespa S.A. - Bolsa de Valores, Mercadorias e Futuros, by the investment fund managers and by the international information agencies. The mark-to-market adjustment of the securities recorded in the "available for sale" category generated a loss of R\$18,565 on an Individual and Consolidated basis (December 31, 2012 - loss of R\$ 843 on both an Individual and Consolidated basis), affecting the equity of the Institution by R\$11,139 on an Individual and Consolidated basis (December 31, 2012 - R\$ 514 on an Individual and Consolidated basis), net of tax effects. The mark-to-market adjustment of the securities recorded in the "trading" category resulted in a loss adjustment of R\$ 3,263 on an Individual and Consolidated basis (December 31, 2012 - gain adjustment of R\$ 47,137 in both the Individual and Consolidated) in results.

b) Derivative financial instruments

i) Utilization policy

The growing level of company sophistication in a global market prompted an increase in the demand for derivative financial instruments to manage balance sheet exposure to market risks, arising mainly from fluctuating interest and foreign exchange rates, the price of commodities and other asset prices. As a result, Banco Pine offers its customers alternatives for mitigating market risks through appropriate instruments, as well as to meet its own needs for managing these risks.

ii) Management

The management of portfolio risks is controlled using techniques which include the following: VaR, sensitivity, liquidity risk and stress scenarios. Based on this information, the necessary derivative financial instruments are contracted by the treasury department, pursuant to Management's previously defined market and liquidity risk policy. Derivative transactions carried out by Banco Pine with customers are neutralized to eliminate market risks.

The sale of derivative financial instruments to customers is subject to prior credit limit approval. The credit limit approval process also considers potential stress scenarios.

Knowing the customer, their operating sector and their risk appetite profile, as well as being able to provide information on the risks involved in the transaction and in the terms and conditions negotiated, ensures that the relationship between the parties is transparent and permits the Institution to offer customers the products which are most appropriate to their specific needs.

The majority of the derivative contracts negotiated by the Institution with customers in Brazil, comprise swaps, forward transactions, options and futures registered at BM&FBovespa or CETIP S.A. - Balcão Organizado de Ativos e Derivativos. The derivative contracts traded abroad comprise futures, forward transactions, options and swaps mainly registered at the Chicago, New York and London exchanges. We stress that although certain trades abroad are carried out over-the-counter (OTC), the related risks are low in relation to the Institution's total transactions.

The main market risk factors monitored by Banco Pine include exchange rates, local interest rate volatility (fixed, reference rate (TR), General Price Index - Market (IGP-M) long-term interest rate (TJLP) and Extended Consumer Price Index (IPCA)), exchange coupon and commodities. The Institution adopts a conservative approach, minimizing its exposure to risk factors and to the mismatching of portfolio terms.

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

iii) Evaluation and measurement criteria, methods and assumptions used to determine fair value

The Institution uses the market reference rates disclosed principally by BM&FBovespa, Intercontinental Exchange (ICE) and Bloomberg to determine the fair value of the derivative financial instruments. For derivatives whose prices are not directly disclosed by the exchanges, the fair values are obtained through pricing models that use market information, determined based on the prices disclosed for assets with the greatest liquidity. Based on these prices, the Institution extracts the interest curves and market volatilities which are used as entry data for the models. The OTC derivatives, forward contracts and securities with low liquidity are determined in this way.

iv) Amounts recorded in balance sheet and memorandum accounts, segregated into the following categories: index, counterparty, trading market, notional values, maturities, cost and fair values.

At September 30, 2013 and December 31, 2012, the derivative financial instrument positions are as follows:

	09/30/2013			Individual and Consolidated		
	Short-term	Long-term	Total	Short-term	Long-term	12/31/2012
Derivative Financial Instruments						
ASSETS						
Swap – difference receivable	49,101	249,194	298,295	60,665	155,436	216,101
Forward contracts- receivable	252,429	17,747	270,176	83,459	1,664	85,123
Premiums on unexercised options	96,756	3,308	100,064	36,109	-	36,109
Total receivable	398,286	270,249	668,535	180,233	157,100	337,333
LIABILITIES						
Swap – difference payable	(93,065)	(18,372)	(111,437)	(15,215)	(22,410)	(37,625)
Forward contracts- payable	(38,902)	(3,157)	(42,059)	(20,724)	(923)	(21,647)
Premiums on written options	(64,123)	(3,066)	(67,189)	(41,121)	-	(41,121)
Total payable	(196,090)	(24,595)	(220,685)	(77,060)	(23,333)	(100,393)
Net amount	202,196	245,654	447,850	103,173	133,767	236,940

v) Derivative financial instruments by index

	Individual and Consolidated			
	9/30/2013			
	Notional amount	Amount receivable	Amount payable	Result
Swap				
Market risk				
Asset position:	6,301,000	298,295	-	
Interest	3,382,271	184,130	-	
Currency	2,871,106	114,165	-	
Variable income	47,623	-	-	
Liability position:	6,301,000	-	(111,437)	
Interest	4,053,004	-	(96,066)	
Currency	2,247,996	-	(15,371)	
Net amount		298,295	(111,437)	86,907
Forward contracts				
Asset position:	6,329,919	270,176	-	
Interest	4,201,204	204,780	-	
Currency	2,062,515	65,135	-	
Commodities	66,200	261	-	
Liability position:	6,329,919	-	(42,059)	
Interest	1,928,307	-	(17,984)	
Currency	4,285,889	-	(23,792)	
Commodities	115,723	-	(283)	
Net amount		270,176	(42,059)	49,146
Options				
Premium on unexercised options:	1,765,221	100,064	-	
Currency	919,209	57,252	-	
Commodities	846,012	42,812	-	
Premiums on written options:	2,151,240	-	(67,189)	
Currency	1,429,038	-	(33,573)	
Commodities	722,202	-	(33,616)	
Net amount		100,064	(67,189)	39,577
Total receivable (payable) and gain (loss)		668,535	(220,685)	175,630



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

	Individual and Consolidated			
	12/31/2012			
	Notional amount	Amount receivable	Amount payable	Result
Swap				
Market risk				
Asset position:	2,794,342	216,101	-	
Interest	2,087,246	128,894	-	
Currency	624,261	82,811	-	
Commodities	19,028	47	-	
Variable income	63,807	4,349	-	
Liability position:	2,794,342	-	(37,625)	
Interest	1,919,358	-	(22,581)	
Currency	874,984	-	(15,044)	
Total swaps		216,101	(37,625)	141,681
Forward contracts				
Asset position:	2,579,250	85,123	-	
Interest	555,181	8,032	-	
Currency	1,874,333	73,297	-	
Commodities	149,736	3,794	-	
Liability position:	2,579,250	-	(21,647)	
Interest	1,374,880	-	(8,839)	
Currency	998,727	-	(12,776)	
Commodities	205,643	-	(32)	
Net amount		85,123	(21,647)	62,387
Options				
Premium on unexercised options:	1,200,312	36,109	-	
Currency	661,386	10,052	-	
Commodities	538,926	26,057	-	
Premiums on written options:	1,842,841	-	(41,121)	
Currency	1,160,633	-	(15,859)	
Commodities	682,208	-	(25,262)	
Net amount		36,109	(41,121)	15,585
Total receivable (payable) and gain (loss)		337,333	(100,393)	219,653

vi) Derivative financial instruments – futures contracts

	Individual and Consolidated			
	09/30/2013			
	Notional amount		Daily adjustment receivable (payable)	Result
	Purchase	Sale		
Interbank market:	1,840,232	2,474,525	(848)	
Currency	1,912,267	-	(27,202)	
Commodities	145,532	142,361	-	
Future exchange coupon:	637,793	1,694,028	15,955	
Exchange Swap	-	221,676	(3,707)	
Total	4,535,824	4,532,590	(15,802)	(32,972)

	Individual and Consolidated			
	12/31/2012			
	Notional amount		Daily adjustment receivable (payable)	Result
	Purchase	Sale		
Interbank market:	960,004	878,988	371	
Currency	840,567	48,362	(2,957)	
Commodities	82,051	90,836	(6)	
Future exchange coupon:	103,202	1,483,996	5,499	
Exchange Swap	-	61,272	(205)	
Total	1,985,824	2,563,454	2,702	(155,315)



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

vii) Derivative financial instruments by maturity

Notional amount	Individual and Consolidated				
	Market value				
	09/30/2013				
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years
Total					
Swap	2,426,030	2,070,863	790,208	550,494	463,405
Forward contracts	5,049,985	978,131	301,803	-	-
Options	2,707,423	1,107,881	101,157	-	-
Futures	5,390,284	2,331,104	1,055,168	232,744	59,114
Total					

Notional amount	Individual and Consolidated				
	Market value				
	12/31/2012				
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years
Total					
Swap	481,799	566,993	699,801	784,868	260,881
Forward contracts	1,300,510	1,010,582	138,243	129,915	-
Options	1,955,485	1,087,668	-	-	-
Futures	1,309,109	1,637,072	1,000,668	544,056	58,373
Total					

viii) Derivative financial instruments by trading market

At September 30, 2013 and December 31, 2012, the swaps, forward contracts and options, whose notional amounts are recorded in a memorandum account are comprised as follows:

Custodian	Individual and Consolidated							
	2013				12/31/2012			
	Swap	Forward contracts	Options	Futures	Swap	Forward contracts	Options	Futures
Exchange	185,560	53,290	2,358,376	8,978,562	145,521	151,117	1,842,470	4,549,278
BM&FBOVESPA	125,300	-	1,428,263	8,774,113	90,300	-	1,246,325	4,374,560
Exchanges abroad	60,260	53,290	930,113	204,449	55,221	151,117	596,145	174,718
OTC	6,115,440	6,276,629	1,558,085	89,852	2,648,821	2,428,133	1,200,683	-
Financial institutions	2,676,931	227,815	-	89,852	-	-	22,683	-
Companies	3,438,509	6,048,814	1,558,085	-	2,648,821	2,428,133	1,178,000	-
Total	6,301,000	6,329,919	3,916,461	9,068,414	2,794,342	2,579,250	3,043,153	4,549,278

ix) Amount and type of guarantee margin

The margin amounts deposited in guarantee at September 30, 2013 and December 31, 2012 are comprised as follows:

Security	Individual and Consolidated	
	Market value	
	09/30/2013	12/31/2013
Guarantee margin - Exchange clearing house - BMC		
National Treasury Bills (LTN)	1,623	10,870
Subtotal	1,623	10,870
Guarantee margin - BM&FBovespa		
LTN	15,631	60,250
NTN	131,454	-
Subtotal	147,085	60,250
Guarantee margin - Other		
NTN	20,460	-
Subtotal	20,460	-
Total	169,168	71,120



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

7. CREDIT PORTFOLIO, GUARANTEES PROVIDED AND SECURITIES WITH CREDIT RISK

We present below a summary of the loan operation portfolio information at September 30, 2013 and December 31, 2012:

a) By type of loan:

Details	Individual		Consolidated	
	09/30/2013	12/31/2012	09/30/2013	12/31/2012
Public sector	30,378	6,304	30,378	6,304
Working capital	2,645,161	2,186,731	2,718,847	2,338,349
Overdraft account	10,510	12,086	10,510	12,086
BNDES/FINAME onlending	990,145	852,643	990,145	852,643
Paycheck deductible loans	13,297	35,926	13,297	35,926
Foreign currency financing	345,128	280,156	345,128	280,156
Export financing	1,060,347	798,784	1,060,347	798,784
Direct consumer financing (CDC) - vehicles	16	227	16	227
Buyer financing (Comproar)	-	18,407	-	18,407
Subtotal - Loan operations	5,094,982	4,191,264	5,168,668	4,342,882
Debtors for purchase of assets(1)	109,629	114,120	109,629	114,120
Advances on foreign exchange contracts and income receivable (2)	571,263	491,539	571,263	491,539
Notes and credits receivable(1)	5,242	89,075	5,242	89,075
Credit portfolio	5,781,116	4,885,998	5,854,802	5,037,616
Loans for imports	48,088	8,814	48,088	8,814
Guarantees provided	3,073,009	2,114,296	3,073,009	2,114,296
Coobligations in loan assignments	-	334	-	334
Guarantees provided and responsibilities	3,121,097	2,123,444	3,121,097	2,123,444
Notes and credits receivable(1)	30,240	30,767	30,240	30,767
Corporate bonds (3)	530,509	756,027	530,509	756,027
Securities with credit risk	560,749	786,794	560,749	786,794
Total expanded portfolio	9,462,962	7,796,236	9,536,648	7,947,854

(1) Recorded in "Other receivables - sundry" (Note 9a).

(2) Recorded in "Foreign exchange portfolio" (Note 8).

(3) Mostly debentures, promissory notes and receivables certificates in the funds' portfolio and in Banco Pine's portfolio (Note 6(a)).

b) By maturity:

Term	Individual					
	Falling due		Overdue		Total	
	Amount		Amount		Amount	
		%		%		%
Up to 3 months	1,325,046	22.96	1,577	14.10	1,326,623	22.95
From 3 to 12 months	1,925,796	33.38	9,609	85.90	1,935,405	33.48
From 1 to 3 years	1,880,231	32.59	-	-	1,880,231	32.52
From 3 to 5 years	470,113	8.15	-	-	470,113	8.12
From 5 to 15 years	168,744	2.92	-	-	168,744	2.93
Total credit portfolio	5,769,930	100.00	11,186	100.00	5,781,116	100.00
Up to 3 months	532,393	17.06	51	100.00	532,444	17.06
From 3 to 12 months	822,450	26.35	-	-	822,450	26.35
From 1 to 3 years	1,032,113	33.07	-	-	1,032,113	33.07
From 3 to 5 years	729,033	23.36	-	-	729,033	23.36
From 5 to 15 years	5,057	0.16	-	-	5,057	0.16
Total guarantees provided and responsibilities	3,121,046	100.00	51	100.00	3,121,097	100.00
Up to 3 months	16,357	2.92	-	-	16,357	2.92
From 3 to 12 months	9,814	1.75	-	-	9,814	1.75
From 1 to 3 years	144,439	25.76	-	-	144,439	25.76
From 3 to 5 years	283,431	50.55	-	-	283,431	50.55
From 5 to 15 years	103,097	18.39	-	-	103,097	18.39
More Than 5 years	3,611	0.63	-	-	3,611	0.63
Total securities with credit risk	560,749	100	-	-	560,749	100
Total expanded portfolio	9,451,725		11,237		9,462,962	

Term	Consolidated					
	Falling due		Overdue		Total	
	Amount		Amount		Amount	
		%		%		%
Up to 3 months	1,325,046	22.68	1,577	14.10	1,326,623	22.66
From 3 to 12 months	1,927,174	32.98	9,609	85.90	1,936,783	33.08
From 1 to 3 years	1,952,539	33.41	-	-	1,952,539	33.35
From 3 to 5 years	470,113	8.04	-	-	470,113	8.02
From 5 to 15 years	168,744	2.89	-	-	168,744	2.89
Total credit portfolio	5,843,616	100.00	11,186	100.00	5,854,802	100.00
Up to 3 months	532,393	17.06	51	100.00	532,444	17.06
From 3 to 12 months	822,450	26.35	-	-	822,450	26.35
From 1 to 3 years	1,032,113	33.07	-	-	1,032,113	33.07
From 3 to 5 years	729,033	23.36	-	-	729,033	23.36
From 5 to 15 years	5,057	0.16	-	-	5,057	0.16
Total guarantees provided and responsibilities	3,121,046	100.00	51	100.00	3,121,097	100.00
Up to 3 months	16,357	2.92	-	-	16,357	2.92
From 3 to 12 months	9,814	1.75	-	-	9,814	1.75
From 1 to 3 years	144,439	25.76	-	-	144,439	25.76
From 3 to 5 years	283,431	50.55	-	-	283,431	50.55
From 5 to 15 years	103,097	18.39	-	-	103,097	18.39
More Than 5 years	3,611	0.63	-	-	3,611	0.63
Total securities with credit risk	560,749	100	-	-	560,749	100.00
Total expanded portfolio	9,525,411		11,237		9,536,648	

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

Term	Individual					
	12/31/2012					
	Falling due		Overdue		Total	
	Amount	%	Amount	%	Amount	%
Up to 3 months	1,369,941	28.26	1,603	4.11	1,371,544	28.07
From 3 to 12 months	1,883,264	38.85	37,376	95.89	1,920,640	39.31
From 1 to 3 years	1,088,845	22.46	-	-	1,088,845	22.29
From 3 to 5 years	367,983	7.59	-	-	367,983	7.53
From 5 to 15 years	136,986	2.84	-	-	136,986	2.80
Total credit portfolio	4,847,019	100.00	38,979	100.00	4,885,998	100.00
Up to 3 months	381,292	17.96	-	-	381,292	17.96
From 3 to 12 months	580,128	27.32	-	-	580,128	27.32
From 1 to 3 years	664,898	31.31	-	-	664,898	31.31
From 3 to 5 years	477,887	22.51	-	-	477,887	22.51
From 5 to 15 years	19,239	0.90	-	-	19,239	0.90
Total guarantees provided and responsibilities	2,123,444	100.00	-	-	2,123,444	100.00
Up to 3 months	167,688	21.31	-	-	167,688	21.31
From 3 to 12 months	173,918	22.10	-	-	173,918	22.10
From 1 to 3 years	201,585	25.62	-	-	201,585	25.62
From 3 to 5 years	211,240	26.85	-	-	211,240	26.85
From 5 to 15 years	32,363	4.12	-	-	32,363	4.12
Total securities with credit risk	786,794	100.00	-	-	786,794	100.00
Total expanded portfolio	7,757,257		38,979		7,796,236	

Term	Consolidated					
	12/31/2012					
	Falling due		Overdue		Total	
	Amount	%	Amount	%	Amount	%
Up to 3 months	1,369,941	27.41	1,603	4.11	1,371,544	27.23
From 3 to 12 months	1,883,264	37.68	37,376	95.89	1,920,640	38.13
From 1 to 3 years	1,240,463	24.82	-	-	1,240,463	24.62
From 3 to 5 years	367,983	7.36	-	-	367,983	7.30
From 5 to 15 years	136,986	2.73	-	-	136,986	2.72
Total credit portfolio	4,998,637	100.00	38,979	100.00	5,037,616	100.00
Up to 3 months	381,292	17.96	-	-	381,292	17.96
From 3 to 12 months	580,128	27.32	-	-	580,128	27.32
From 1 to 3 years	664,898	31.31	-	-	664,898	31.31
From 3 to 5 years	477,887	22.51	-	-	477,887	22.51
From 5 to 15 years	19,239	0.90	-	-	19,239	0.90
Total guarantees provided and responsibilities	2,123,444	100.00	-	-	2,123,444	100.00
Up to 3 months	167,688	21.31	-	-	167,688	21.31
From 3 to 12 months	173,918	22.10	-	-	173,918	22.10
From 1 to 3 years	201,585	25.62	-	-	201,585	25.62
From 3 to 5 years	211,240	26.85	-	-	211,240	26.85
From 5 to 15 years	32,363	4.12	-	-	32,363	4.12
Total securities with credit risk	786,794	100.00	-	-	786,794	100.00
Total expanded portfolio	7,908,875		38,979		7,947,854	



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

c) By business activity:

	Individual		Consolidated	
	09/30/2013	12/31/2012	09/30/2013	12/31/2012
Civil construction	1,316,763	907,379	1,325,085	925,388
Sugar and ethanol	1,306,681	1,144,383	1,313,683	1,166,457
Electric and renewable energy	848,255	1,039,048	848,255	1,039,048
Agriculture	806,000	665,999	814,572	689,671
Specialized services	704,341	344,351	719,806	356,212
Building and engineering - Infrastructure	497,313	504,045	501,969	523,777
Transportation and logistics	495,497	388,854	498,861	395,830
Metal products	456,757	350,883	460,961	350,883
Telecommunications	368,868	152,618	378,166	156,508
Foreign trade	337,888	332,186	337,888	332,186
Chemical and petrochemical	339,693	158,890	339,693	158,890
Vehicles and parts	297,280	235,522	297,280	242,934
Beverages and tobacco	221,306	90,902	223,408	94,262
Foodstuffs	220,882	234,768	223,660	246,208
Construction material and decor	207,605	136,037	207,605	148,696
Retail trade	199,067	51,299	199,067	51,299
Meat processing	199,037	130,581	199,037	130,581
Financial institution	147,163	147,986	153,708	155,766
Steel products	100,628	95,467	100,628	95,467
Individuals	64,243	53,340	64,243	53,340
Paper and pulp	63,157	111,674	63,157	111,674
Information technology	55,095	62,537	55,095	62,537
Plastic and rubber	45,634	42,721	45,634	42,721
Medical services	37,571	39,224	37,571	39,224
Water and sanitation	32,089	42,901	32,089	42,901
Textiles and clothing	30,096	42,286	31,474	45,039
Pharmaceuticals and cosmetics	18,266	23,757	18,266	23,757
Wholesale trade	17,911	11,415	17,911	11,415
Mechanics	14,451	19,912	14,451	19,912
Electroelectronics	11,825	15,604	11,825	15,604
Mining	1,600	192,512	1,600	192,512
Leather and footwear	-	6,487	-	6,487
Communications and printing	-	20,668	-	20,668
Total expanded portfolio	9,462,962	7,796,236	9,536,648	7,947,854

d) Credit portfolio by risk level and allowance, in accordance with Resolution 2682/99:

Level	Individual			Consolidated		
	Falling due	Past due	Total	Falling due	Past due	Total
AA	877,085	-	877,085	881,172	-	881,172
A	1,798,055	-	1,798,055	1,807,377	-	1,807,377
B	2,257,773	9	2,257,782	2,300,142	9	2,300,151
C	455,615	1,532	457,147	466,821	1,532	468,353
D	198,088	26	198,114	198,088	26	198,114
E	40,174	35	40,209	40,174	35	40,209
F	65,837	36	65,873	65,837	36	65,873
G	48,008	1,287	49,295	48,008	1,287	49,295
H	29,295	8,261	37,555	35,997	8,261	44,258
Total	5,769,930	11,186	5,781,116	5,843,616	11,186	5,854,802

Level	Individual			Consolidated		
	Falling due	Past due	Total	Falling due	Past due	Total
AA	928,420	-	928,420	941,386	-	941,386
a	1,361,232	-	1,361,232	1,386,003	-	1,386,003
B	1,910,667	171	1,910,838	2,007,566	171	2,007,737
C	424,530	1,139	425,669	441,512	1,139	442,651
D	76,198	41	76,239	76,198	41	76,239
E	6,582	885	7,467	6,582	885	7,467
F	26,430	452	26,882	26,430	452	26,882
G	70,540	11,420	81,960	70,540	11,420	81,960
H	42,420	24,871	67,291	42,420	24,871	67,291
Total	4,847,019	38,979	4,885,998	4,998,637	38,979	5,037,616

e) By concentration level:

	Individual		Consolidated	
	09/30/2013	12/31/2012	09/30/2013	12/31/2012
Largest borrowers	Amount	% of portfolio	Amount	% of portfolio
Largest borrower	266,608	2.82	198,469	2.55
2nd to 10th	1,443,335	15.25	1,216,552	15.60
11th to 20th	1,093,722	11.56	823,888	10.57
21st to 50th	1,894,606	20.02	1,584,935	20.33
51st to 100th	1,724,944	18.23	1,516,952	19.46
Other borrowers	3,039,747	32.12	2,455,440	31.50
Total expanded portfolio	9,462,962	100.00	7,796,236	100.01



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

f) Banco Pine's total expanded credit portfolio concentration by activity sector:

	Individual		Consolidated	
	09/30/2013	12/31/2012	09/30/2013	12/31/2012
Agricultural	71,856	107,391	87,321	107,391
Housing	2,908	27,811	2,908	27,811
Manufacturing	2,069,326	1,398,625	2,084,663	1,398,625
Commerce	700,059	188,500	703,539	188,500
Financial intermediation	162,272	99,188	167,463	99,188
Other services	6,250,035	5,773,549	6,284,248	5,925,167
Individuals	206,506	201,172	206,506	201,172
Total expanded portfolio	9,462,962	7,796,236	9,536,648	7,947,854

g) Change in the allowances for loan losses and other loan losses, in accordance with Resolution 2682/99:

Details	3Q13	YTD-2013	3Q12	Individual YTD-2012
Opening balance	202,522	186,652	208,499	173,070
Additions/Reversals	31,892	74,299	24,162	64,620
Amount written off	(52,288)	(79,066)	(38,794)	(43,850)
Allowance-FIDC	-	-	2,184	2,184
Exchange variation (1)	29	270	98	125
Closing balance	182,155	182,155	196,149	196,149

Details	3Q13	YTD-2013	3Q12	Consolidated YTD-2012
Opening balance	202,522	186,652	208,499	173,070
Additions/Reversals	31,892	74,299	24,162	64,620
Amount written off	(52,288)	(79,066)	(38,794)	(43,850)
Allowance-FIDC	-	-	2,184	2,184
Exchange variation (1)	29	270	98	125
Closing balance	182,155	182,155	196,149	196,149

(1) Exchange variation on the allowance for loan losses (PDD) of the overseas branch, classified in the "Other operating expenses" account in the statement of operations.

h) Credit recoveries

For the nine-month period ended September 30, 2013, credits previously written off as losses were recovered in an amount of R\$ 17,134 (For the nine-month period ended September 30, 2012 - R\$3,285).

i) Renegotiation of contracts

At September 30, 2013, renegotiated contracts totaled R\$176,838 (December 31, 2012 - R\$ 130,152). The original ratings attributed to these contracts were maintained.

j) Sale or transfer of financial assets

ii) Operations with substantial transfer of risks and benefits :

For the period ended September 30, 2013, loans were assigned without coobligation in the amount of R\$ 34,922 to parties not related to the Institution (September 30, 2012 - R\$ 88,128). These assignments generated a loss in relation to their face value of R\$ 6,805 (September 30, 2012 - R\$ 68,118), without discounting the allowance for loan losses in the amount of R\$ 6,893 (September 30, 2012 - R\$65,050). The results of the assignments are recorded in the "Other operating income/expenses" account". Additionally, contracts previously written off as a loss of R\$ 37,587 (September 30, 2012 - R\$63,841) were assigned. For the nine-month period ended September 30, 2013, these assignments generated a gain of R\$ 6,850 (September 30, 2012 - R\$ 1,062), recorded in "Loan Operations".

iii) Operations with substantial retention of risks and benefits:

As of January 2012, as required by CMN Resolution 3533/08, the accounting records are to be made considering either the retention or not of the risks and benefits in the sale or transfer of financial assets. For the period ended September 30, 2013 were assigned operations for Pine Agro FIDC in the amount of R\$ 196,785, represented by;

	Individual and Consolidated	
	Asset	Liabilities
Debentures transferred	11,908	11,908
Lending operations assigned - Loans	89,871	89,871
Lending operations assigned - Financing	95,006	95,006
Total	196,785	196,785

8. FOREIGN EXCHANGE PORTFOLIO

	Individual and Consolidated			
	Other receivables		Other Liabilities	
	09/30/2013	12/31/2012	09/30/2013	12/31/2012
Exchange purchases pending settlement	599,294	513,509	-	-
Rights on exchange sales	114,771	54,018	-	-
Income receivables	10,163	9,260	-	-
Advances in local currency received	(12,584)	(53,991)	-	-
Advances in foreign currency received	(4,465)	-	-	-
Exchange sales pending settlement	-	-	105,484	53,976
Liabilities from exchange purchases	-	-	565,612	503,436
Advances on foreign exchange contracts	-	-	(561,100)	(482,279)
Total	707,179	522,796	109,996	75,133



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

9. OTHER RECEIVABLES - SUNDRY

a) Other receivables - Sundry

These are comprised as follows:

	09/30/2013			Individual		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Advances and salary prepayments	1,772	-	1,772	205	-	205
Advances for payments on our behalf	7,311	-	7,311	5,004	-	5,004
Deferred tax assets (Note 9.b)	86,398	78,100	164,498	87,217	55,835	143,052
Debtors for purchase of assets	29,778	79,851	109,629	29,937	84,183	114,120
Income tax available for offset	474	56,112	56,586	538	34,733	35,271
Amounts receivable from affiliates	122	-	122	973	-	973
Notes and credits receivable	3,393	32,088	35,481	89,842	30,000	119,842
Sundry debtors - Brazil and abroad	10,098	21	10,119	3,003	-	3,003
Total	139,346	246,172	385,518	216,719	204,751	421,470

	09/30/2013			Consolidated		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Advances and salary prepayments	1,848	-	1,848	205	-	205
Advances for payments on our behalf	7,328	-	7,328	5,004	-	5,004
Deferred tax assets (Note 9.b)	86,398	78,300	164,698	87,217	56,099	143,316
Debtors for purchase of assets	29,778	79,851	109,629	29,937	84,183	114,120
Income tax available for offset	474	58,182	58,656	856	35,623	36,479
Notes and credits receivable	3,393	32,088	35,481	89,842	30,000	119,842
Sundry debtors - Brazil and Abroad	18,465	21	18,486	6,701	-	6,701
Total	147,684	248,442	396,126	219,762	205,905	425,667

b) Deferred tax assets

At September 30, 2013 and December 31, 2012, the deferred tax assets and deferred tax liabilities related to income tax and social contribution were comprised as follows:

Deferred tax assets	09/30/2013			Individual		
	IRPJ	CSLL	Total	IRPJ	CSLL	Total
Allowance for						
loan losses	43,813	26,288	70,101	45,948	27,569	73,517
Adjustment of available-for-sale securities	4,641	2,785	7,426	214	129	343
Adjustment of trading securities	66	40	106	-	-	-
Credits written off as a loss	20,964	12,579	33,543	14,437	8,662	23,099
Future market - Law 11196	-	-	-	2,715	1,629	4,344
Provision for tax risks and						
contingent liabilities	9,921	5,953	15,874	12,000	7,199	19,199
Provision for profit sharing	625	375	1,000	5,191	3,115	8,306
Provision for lawyers' fees	2,240	1,344	3,584	2,344	1,406	3,750
Provision for equity accounting loss abroad	4,844	2,906	7,750	2,424	1,455	3,879
Provision - FIDC	-	-	-	401	240	641
Provision for Resolution 3921	3,735	2,241	5,976	1,244	747	1,991
Provision for devaluation of assets	2,489	1,494	3,983	2,489	1,494	3,983
Provision for Tax losses	9,472	5,683	15,155	-	-	-
Total	102,810	61,688	164,498	89,407	53,645	143,052

Deferred tax assets	09/30/2013			Consolidated		
	IRPJ	CSLL	Total	IRPJ	CSLL	Total
Allowance for						
loan losses	43,813	26,288	70,101	45,948	27,569	73,517
Adjustment of available-for-sale securities	4,641	2,785	7,426	214	129	343
Adjustment of trading securities	66	40	106	-	-	-
Credits written off as a loss	20,964	12,579	33,543	14,437	8,662	23,099
Future market - Law 11196	-	-	-	2,715	1,629	4,344
Provision for tax risks and						
contingent liabilities	10,046	6,028	16,074	12,165	7,298	19,463
Provision for profit sharing	625	375	1,000	5,191	3,115	8,306
Provision for lawyers' fees	2,240	1,344	3,584	2,344	1,406	3,750
Provision for equity accounting loss abroad	4,844	2,906	7,750	2,424	1,455	3,879
Provision - FIDC	-	-	-	401	240	641
Provision for Resolution 3921	3,735	2,241	5,976	1,244	747	1,991
Provision for devaluation of assets	2,489	1,494	3,983	2,489	1,494	3,983
Provision for Tax losses	9,472	5,683	15,155	-	-	-
Total	102,935	61,763	164,698	89,572	53,744	143,316



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

Deferred tax liabilities	Individual			Consolidated		
	09/30/2013			12/31/2012		
	IRPJ	CSLL	Total	IRPJ	CSLL	Total
Mark-to-market adjustment of derivative financial instruments	51,647	30,988	82,635	20,308	12,184	32,492
Adjustment of trading securities	-	-	-	11,394	6,836	18,230
Asset adjustment of judicial deposits	606	363	969	584	350	934
Income from renegotiation	2,046	1,228	3,274	-	-	-
Futures market - Law 11196	169	101	270	-	-	-
Total (Note 15.b)	54,468	32,680	87,148	32,286	19,370	51,656

Deferred tax liabilities	Individual			Consolidated		
	09/30/2013			12/31/2012		
	IRPJ	CSLL	Total	IRPJ	CSLL	Total
Mark-to-market adjustment of derivative financial instruments	51,647	30,988	82,635	20,308	12,184	32,492
Adjustment of trading securities	-	-	-	11,394	6,836	18,230
Asset adjustment of judicial deposits	626	375	1,001	602	361	963
Income from renegotiation	2,046	1,228	3,274	-	-	-
Futures market - Law 11196	169	101	270	-	-	-
Total (Note 15.b)	54,488	32,692	87,180	32,304	19,381	51,685

Changes in deferred tax assets and deferred tax liabilities

Deferred tax assets	Individual		Consolidated	
	09/30/2013		12/31/2012	
	09/30/2013	12/31/2012	09/30/2013	12/31/2012
Opening balance	143,052	141,870	143,316	142,001
Amount recorded	103,294	163,930	103,197	164,425
Amount reversed	(81,848)	(162,748)	(81,815)	(163,110)
Closing balance	164,498	143,052	164,698	143,316

Deferred tax liabilities	Individual		Consolidated	
	09/30/2013		12/31/2012	
	09/30/2013	12/31/2012	09/30/2013	12/31/2012
Opening balance	51,656	46,517	51,685	46,540
Amount recorded	71,941	107,362	72,078	107,700
Amount reversed	(36,449)	(102,223)	(36,583)	(102,555)
Closing balance	87,148	51,656	87,180	51,685

Projected realization of deferred tax assets and deferred tax liabilities

Deferred tax assets	Individual			Consolidated		
	09/30/2013			09/30/2013		
	IRPJ	CSLL	Total	IRPJ	CSLL	Total
Up to 1 year	53,999	32,399	86,398	53,999	32,399	86,398
From 1 to 2 years	17,358	10,415	27,773	17,358	10,415	27,773
From 2 to 3 years	11,433	6,860	18,293	11,433	6,860	18,293
From 3 to 4 years	4,269	2,561	6,830	4,269	2,561	6,830
From 4 to 5 years	2,657	1,594	4,251	2,657	1,594	4,251
From 5 to 10 years	13,094	7,859	20,953	13,219	7,934	21,153
Total	102,810	61,688	164,498	102,935	61,763	164,698

Deferred tax liabilities	Individual			Consolidated		
	09/30/2013			09/30/2013		
	IRPJ	CSLL	Total	IRPJ	CSLL	Total
Up to 1 year	23,323	13,994	37,317	23,323	13,994	37,317
From 1 to 2 years	814	488	1,302	814	488	1,302
From 2 to 3 years	6,044	3,627	9,671	6,044	3,627	9,671
From 3 to 4 years	9,783	5,870	15,653	9,783	5,870	15,653
From 4 to 5 years	6,825	4,095	10,920	6,825	4,095	10,920
From 5 to 10 years	7,679	4,606	12,285	7,699	4,618	12,317
Total	54,468	32,680	87,148	54,488	32,692	87,180

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

10. INVESTMENTS

a) Investments in associated and subsidiary companies

	Pine Securities	Pine Planejamento	Pine Ass. em Comercial.	Pine Investimentos	Pine Comerc. Energia Eletr.	Pine Assessoria	Pine Corretora	09/30/2013 Total
Holding - %	100.0000	99.9900	10.0000	99.9998	100.0000	99.9998	99.9998	
Number of shares held		10,000	10,000	892,298,000	77,399,000	500,000	500,000	
Capital	11,150	10	60	13,384	77,400	500	500	
Equity	8,676	17,934	44	41,186	83,182	37,259	241	
Net income for the nine-month period	(1,548)	13,815	(9)	3,113	2,753	1,750	7	19,881
Investment amount	8,676	17,932	4	41,186	83,182	37,259	241	188,480
Equity in the results of investee	(1,548)	13,815	(1)	3,113	2,753	1,750	7	19,889

								09/30/2012
	Pine Planejamento	Pine Ass. em Comercial	Pine Investimentos	Pine Comerc. Energia Eletr.	Pine Assessoria	Pine Corretora	Total	
Holding - %	99.9900	10.00	99.9998	99.9999	99.9998	99.9998	99.9998	-
Number of shares held	10,000	1,000	892,298	77,399,000	500,000	500,000	500,000	-
Capital	10	10	13,385	77,400	1	500	500	-
Equity	651	10	36,330	80,488	34,380	231	231	-
Net income for the nine-month period	641	-	4,031	(106)	32,767	(281)	(281)	-
Investment amount	651	-	36,330	80,488	34,380	231	231	152,080
Equity in the results of investee	641	-	4,031	(106)	32,767	(281)	(281)	37,052

b) Other Investments

In the Consolidated the institution has a value of R\$ 73,122 which corresponds to investment in land for development of real estate projects that are registered in IRE VII Desenvolvimento Imobiliário.

11. PROPERTY AND EQUIPMENT AND INTANGIBLE ASSETS

a) Property and equipment in use

	Annual depreciation - %	Cost	Annual depreciation	Net amount	Cost	Annual depreciation	Net amount	09/30/2013 Consolidated
Facilities	20	10,237	(10,076)	161	10,579	(10,137)	442	
Furniture and equipment in use	10	3,038	(1,629)	1,409	3,258	(1,666)	1,592	
Communications system	10	1,428	(820)	608	1,430	(821)	609	
Data processing system	20	914	(871)	43	1,163	(933)	230	
Security system	10	32	(21)	11	32	(21)	11	
Aircraft	10	24,082	(2,609)	21,473	24,083	(2,609)	21,474	
Transport system	20	2,783	(601)	2,182	2,783	(601)	2,182	
Total		42,514	(16,627)	25,887	43,328	(16,788)	26,540	

	Annual depreciation - %	Cost	Annual depreciation	Net amount	Cost	Annual depreciation	Net amount	12/31/2012 Consolidated
Facilities	20	10,690	(8,932)	1,758	10,690	(8,932)	1,758	
Furniture and equipment in use	10	2,962	(1,459)	1,503	2,962	(1,459)	1,503	
Communications system	10	1,426	(739)	687	1,428	(739)	689	
Data processing system	20	921	(849)	72	921	(849)	72	
Security system	10	31	(19)	12	31	(19)	12	
Aircraft	10	24,082	(803)	23,279	24,082	(803)	23,279	
Transport system	20	2,185	(530)	1,655	2,185	(530)	1,655	
Total		42,297	(13,331)	28,966	42,299	(13,331)	28,968	

b) Intangible assets

	Annual amortization - %	Cost	Annual amortization	Net amount	Cost	Annual amortization	Net amount	09/30/2013 Consolidated
Expense for acquisition and development of software	10	9,310	(7,999)	1,311	9,599	(8,064)	1,535	
Total		9,310	(7,999)	1,311	9,599	(8,064)	1,535	

	Annual amortization - %	Cost	Annual amortization	Net amount	Cost	Annual amortization	Net amount	12/31/2012 Consolidated
Expense for acquisition and development of software	10	9,450	(7,397)	2,053	9,915	(7,862)	2,053	
Total		9,450	(7,397)	2,053	9,915	(7,862)	2,053	



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

12. DEPOSITS

a) Analysis by maturity:

	09/30/2013					
	Individual			Consolidated		
	Demand deposits	Time deposits	Interbank deposits	Demand deposits	Time deposits	Interbank deposits
No stated maturity	21,062	-	-	19,655	-	-
Up to 30 days	-	401,118	6,500	-	401,096	6,500
From 31 to 60 days	-	255,753	14,301	-	255,753	14,301
From 61 to 90 days	-	130,286	10,633	-	128,483	10,633
From 91 to 180 days	-	414,394	20,601	-	411,434	20,601
From 181 to 360 days	-	515,335	22,024	-	452,965	17,148
More than 360 days	-	1,265,677	23,715	-	1,161,569	23,675
Total	21,062	2,982,563	97,774	19,655	2,811,300	92,858

	12/31/2012					
	Individual			Consolidated		
	Demand deposits	Time deposits	Interbank deposits	Demand deposits	Time deposits	Interbank deposits
No stated maturity	30,134	-	-	30,053	-	-
Up to 30 days	-	296,206	32,749	-	283,819	32,749
From 31 to 60 days	-	271,205	40,128	-	269,568	40,128
From 61 to 90 days	-	416,556	10,282	-	412,695	10,282
From 91 to 180 days	-	443,007	1,506	-	441,089	1,506
From 181 to 360 days	-	332,480	24,267	-	332,261	24,267
More than 360 days	-	1,555,997	21,221	-	1,428,511	12,068
Total	30,134	3,315,451	130,153	30,053	3,167,943	121,000

b) Analysis by market segment:

	09/30/2013					
	Individual			Consolidated		
	Demand deposits	Time deposits	Interbank deposits	Demand deposits	Time deposits	Interbank deposits
Manufacturing, commercial and services	19,400	902,992	-	19,400	902,992	-
Related companies	1,407	171,263	4,916	-	-	-
Individuals	255	18,207	-	255	18,207	-
Financial institutions and investment funds	0.00	1,890,101.00	92,858.00	0.00	1,890,101.00	92,858.00
Total	21,062	2,982,563	97,774	19,655	2,811,300	92,858

	12/31/2012					
	Individual			Consolidated		
	Demand deposits	Time deposits	Interbank deposits	Demand deposits	Time deposits	Interbank deposits
Manufacturing, commercial and services	29,705	1,032,986	-	29,705	1,032,986	-
Related companies	81	147,508	9,153	-	-	-
Individuals	348	16,445	-	348	16,445	-
Financial institutions and investment funds	-	2,118,512	121,000	-	2,118,512	121,000
Total	30,134	3,315,451	130,153	30,053	3,167,943	121,000

13. FUNDS OBTAINED IN THE OPEN MARKET

	Individual	
	09/30/2013	12/31/2012
Own portfolio		
National Treasury Bills (LTN)	530,528	1,674,484
Federal Treasury Notes (NTN)	93,001	-
Debentures	217,463	158,177
Other securities abroad	7,291	-
Subtotal	848,283	1,832,661
Third-party portfolio		
LTN	291,170	-
Subtotal	291,170	-
Unrestricted portfolio		
Other securities abroad	3,974	-
Subtotal	3,974	-
Funds obtained in the open market	1,143,427	1,832,661

	Consolidated	
	09/30/2013	12/31/2012
Own portfolio		
National Treasury Bills (LTN)	530,528	1,674,484
Federal Treasury Notes (NTN)	93,001	-
Debentures	7,291	-
Subtotal	630,820	1,674,484
Third-party portfolio		
LTN	291,170	-
Debentures	194,576	158,177
Subtotal	485,746	158,177
Unrestricted portfolio		
Other securities abroad	3,974	-
Subtotal	3,974	-
Funds obtained in the open market	1,120,540	1,832,661



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

14. INTERBANK ACCOUNTS – LOCAL CORRESPONDENTS

These comprise amounts received in advance related to installments of loan operations assigned with coobligation to be transferred to the assignees on the corresponding due dates, recorded at the present value of the obligation on the base date, in the amount of R\$281 at September 30, 2013 (December 31, 2012 - R\$ 37 in the Individual and Consolidated).

15. OTHER LIABILITIES

a) Collection and payment of taxes and similar:

At September 30, 2013, this balance consists of the tax on financial transactions (IOF) payable in the amount of R\$ 1,764 (December 31, 2012 – R\$ 936).

b) Tax and social security contributions

	09/30/2013					
	Individual			Consolidated		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Taxes and contributions on						
third-party services	194	-	194	224	-	224
Taxes and contributions on salaries	2,259	-	2,259	2,359	-	2,359
Taxes and contributions on income	-	-	-	3,982	-	3,982
Service tax (ISS)	426	-	426	617	-	617
Withholding income tax (IRRF)	1,138	-	1,138	1,177	-	1,177
Social Integration Program (PIS) and Social Contribution on Revenues (COFINS) payable	346	-	346	488	-	488
Provision for deferred income tax (IR) and social contribution (CS) (Note 09)	37,317	49,831	87,148	37,317	49,863	87,180
Provision for tax risks (Note 16 .b e c)	-	36,256	36,256	-	36,865	36,865
Total	41,680	86,087	127,767	46,164	86,728	132,892

	12/31/2012					
	Individual			Consolidated		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Taxes and contributions on						
third-party services	220	-	220	220	-	220
Taxes and contributions on salaries	2,981	-	2,981	3,106	-	3,106
Income tax	6,911	-	6,911	10,409	-	10,409
ISS	425	-	425	562	-	562
IRRF	2,776	-	2,776	2,783	-	2,783
PIS and COFINS payable	340	-	340	480	-	480
Provision for IR and CS (Note 09)	16,422	35,234	51,656	16,423	35,262	51,685
Provision for tax risks (Note 16.b)	-	42,056	42,056	-	42,591	42,591
Total	30,075	77,290	107,365	33,983	77,853	111,836

c) Sundry

	09/30/2013					
	Individual			Consolidated		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Provision for personnel expenses	12,229	-	12,229	12,607	-	12,607
Cashier's checks	7,060	-	7,060	7,060	-	7,060
Provision for contingent liabilities- civil (Note 16.d)	-	11,326	11,326	-	11,326	11,326
Provision for contingent liabilities - labor (Note 16.d)	-	2,028	2,028	-	2,028	2,028
Provision - FIDC	-	-	-	-	-	-
Other administrative expenses	2,369	8,959	11,328	2,941	8,959	11,900
Liabilities for sale and transfer of financial assets	153,324	43,461	196,785	-	-	-
Sundry debtors – Brazil and abroad	2,127	-	2,127	18,990	-	18,990
Total	177,109	65,774	242,883	41,598	22,313	63,911

	12/31/2012					
	Individual			Consolidated		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Provision for personnel expenses	27,582	-	27,582	27,829	-	27,829
Cashier's checks	4,916	-	4,916	4,916	-	4,916
Provision for contingent liabilities- civil (Note 16.d)	-	18,298	18,298	-	18,298	18,298
Provision for contingent liabilities - labor (Note 16.d)	-	4,665	4,665	-	4,665	4,665
Provision for losses - assignment with coobligation (Note 28.a)	-	2	2	-	2	2
Provision - FIDC	-	1,602	1,602	-	-	-
Other administrative expenses	2,768	9,374	12,142	2,830	9,374	12,204
Accounts payable	49	-	49	49	-	49
Sundry creditors - local	846	-	846	881	-	881
Total	36,161	33,941	70,102	36,505	32,339	68,844



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

16. CONTINGENT ASSETS AND LIABILITIES AND LEGAL OBLIGATIONS - TAX AND SOCIAL SECURITY CONTRIBUTIONS

a) Contingent assets

There were no contingent assets at September 30, 2013 and 2012.

b) Legal obligations - taxes and social security

These are legal and administrative processes related to tax and social security obligations. The main processes are as follows:

PIS: R\$ 35,163 – Individual - R\$ 35,765 - Consolidated (December 31, 2012 – R\$ 32,011 – Individual - R\$ 32,538 – Consolidated) the Institution and Pine Investimentos filed legal proceedings designed to suspend the provisions of Article 3, paragraph 1, of Law 9718/1998, which changed the calculation base of PIS and COFINS so that they are levied on all corporate revenues. Prior to this rule, suspended in innumerable recent decisions by the Federal Supreme Court, only revenues derived from services rendered and the sale of merchandise were liable to this tax. The injunction filed by Banco Pine received a partially favorable ruling and the appeal lodged by the Federal Government was dismissed. Currently awaiting judgment of the admissibility of the Special and Extraordinary Appeals filed by the Federal Government.

COFINS: In November 2005, the Federal Supreme Court (STF) judged as unconstitutional paragraph 1 of Article 3, of Law 9718/98, which introduced the new calculation base for COFINS determination purposes from February 1999, broadening the concept of revenue. Accordingly, the calculation base of COFINS was decreased and gave rise to the unquestionable right to recover the amount of overpaid tax. The injunction filed against the Federal Government by the Institution claiming the right to offset the refund of the incorrectly paid amount of COFINS against other current taxes was successful.

Based on the decision of May 21, 2010 which rejected the two extraordinary appeals lodged by the Federal Government, an interlocutory appeal for writ of certiorari on extraordinary appeal was filed. Upon referral to the Federal Supreme Court, the Chief Justice referred the case records to the Court of origin, on the grounds of Article 543-B of the Code of Civil Procedures, considering the analysis of the General Repercussion already issued through Special Appeal RE 585235. Subsequently, on May 18, 2011, the interlocutory appeal was dismissed and the Federal Government filed petitions seeking clarification of the decision, claiming that a material error had occurred in respect of the aforementioned RE and indicating that RE 609096 was correct. The petitions for clarification were dismissed. Further, as a result of this sentence, a special appeal was lodged for the same purpose. The Deputy Chief Judge of the Regional Federal Court of the 3rd Region received the special appeal as a request for reconsideration and upheld the appealed sentence. Notified of this decision, the Federal Government lodged no further appeal. The final and unappealable sentence was handed down on October 21, 2011 and certified on November 8, 2011.

In this respect, the Institution will file a request for proof the claim at the Brazilian Federal Revenue authority (RFB), regarding COFINS which was overpaid during the period from June 2000 to April 2005, in the historical amount of R\$15,679 in the Individual and R\$ 15,872 on a Consolidated basis, which adjusted for inflation, based on the variation in the SELIC rate up to September 30, 2013, totaled R\$ 35,343 (December 31, 2012 – R\$ 34,490) in the Individual and R\$ 35,783 (December 31, 2012 – R\$ 34,919) on a Consolidated basis. Based on the final and unappealable sentence and the administrative procedure filed at the RFB, a corresponding tax credit was recognized in "Other receivables – Tax recoverable", as a counter entry to the "Other operating income" account.

The amounts of the legal obligations and respective judicial deposits are presented as follows:

	Individual				Consolidated			
	Provision		Judicial deposits		Provision		Judicial deposits	
	09/30/2013	12/31/2012	09/30/2013	12/31/2012	09/30/2013	12/31/2012	09/30/2013	12/31/2012
Social integration program (PIS)	35,163	32,011	35,504	31,927	35,765	32,538	36,094	32,452
Social contribution on revenues(COFINS)	-	-	166,396	160,295	-	-	167,334	161,197
Total	35,163	32,011	201,900	192,222	35,765	32,538	203,428	193,649

c) Contingencies classified as probable are regularly provided for and for the nine-month period ended September 30, 2013 and 2012 are comprised as follows:

	Individual				Consolidated			
	Provision		Judicial deposits		Provision		Judicial deposits	
	09/30/2013	12/31/2013	09/30/2013	12/31/2013	09/30/2013	12/31/2013	09/30/2013	12/31/2013
Tax contingencies	1,093	10,045	2,107	2,076	1,100	10,053	2,388	2,347
Labor contingencies	2,028	4,665	564	536	2,028	4,665	564	536
Civil contingencies	11,326	18,298	1,680	2,657	11,326	18,298	1,680	2,657
Total	14,447	33,008	4,351	5,269	14,454	33,016	4,632	5,540

d) Activity in liability provisions

	Individual				Consolidated			
	3Q'2013		3Q'2012		3Q'2013		3Q'2012	
	Tax	Labor	Civil	Total	Tax	Labor	Civil	Total
Opening balance	35,504	2,409	13,165	51,078	33,237	5,432	18,231	56,900
Amount recorded (reversed)	226	(429)	(1,886)	(2,089)	7,856	(1,180)	850	7,526
Adjustments	526	48	47	621	478	98	129	705
Closing balance	36,256	2,028	11,326	49,610	41,571	4,350	19,210	65,131

	Consolidated				Consolidated			
	3Q'2013		3Q'2012		3Q'2013		3Q'2012	
	Tax	Labor	Civil	Total	Tax	Labor	Civil	Total
Opening balance	36,076	2,441	13,165	51,682	33,710	5,432	18,231	57,373
Amount recorded (reversed)	254	(461)	(1,886)	(2,093)	7,874	(1,180)	850	7,544
Adjustments	535	48	47	630	486	98	129	713
Closing balance	36,865	2,028	11,326	50,219	42,070	4,350	19,210	65,630

	Individual				Individual			
	YTD13		YTD12		YTD13		YTD12	
	Tax	Labor	Civil	Total	Tax	Labor	Civil	Total
Opening balance	42,056	4,665	18,298	65,019	29,197	7,124	16,025	52,346
Amount recorded (reversed)	(7,456)	(2,800)	(7,588)	(17,844)	10,817	(3,396)	2,548	9,969
Adjustments	1,656	163	616	2,435	1,557	622	637	2,816
Closing balance	36,256	2,028	11,326	49,610	41,571	4,350	19,210	65,131

	Consolidated				Consolidated			
	YTD13		YTD12		YTD13		YTD12	
	Tax	Labor	Civil	Total	Tax	Labor	Civil	Total
Opening balance	42,591	4,665	18,298	65,554	29,574	7,124	16,025	52,723
Amount recorded (reversed)	(7,406)	(2,830)	(7,588)	(17,824)	10,913	(3,396)	2,548	10,065
Adjustments	1,680	193	616	2,489	1,583	622	637	2,842
Closing balance	36,865	2,028	11,326	50,219	42,070	4,350	19,210	65,630



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

e) We present below the main suits and proceedings for which loss is considered possible:

Labor: At September 30, 2013, and at December 31, 2012, the Institution had no labor claims classified as possible.

Civil: Mostly processes are related to compensation for moral damages, questions about the legitimacy of contract and contracts review. Management, based on the opinion of its legal counsel, believes that the appropriate and legal actions that have been taken in each situation are sufficient to preserve the assets of the Bank, and therefore, no provision was recorded. On September 30, 2013 the value for the estimate of loss, such as, the approximate risk of disbursement by the bank with convictions and/or agreements based on history for similar causes, whose amounts total R\$ 371 (There was no balance at 31 December 2012).

17. BORROWINGS AND ONLENDINGS

	Individual				
	09/30/2013				
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years
	Total				
Local onlendings – official institutions	112,265	180,147	540,307	133,975	125,341
Foreign onlending transactions	1,093	1,349	2,751	1,349	-
Foreign borrowing transactions	651,712	437,979	223,000	-	66,900
Total	765,070	619,475	766,058	135,324	192,241

	Consolidated				
	09/30/2013				
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years
	Total				
Local borrowings - other institutions(1)	53,718	99,606	96,831	204,553	-
Local onlendings – official institutions	112,265	180,147	540,307	133,975	125,341
Foreign onlending transactions	1,093	1,349	2,751	1,349	-
Foreign borrowing transactions	651,712	437,979	223,000	-	66,900
Total	818,788	719,081	862,889	339,877	192,241

	Individual				
	12/31/2012				
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years
	Total				
Local onlendings – official institutions	70,958	251,418	330,475	132,022	107,435
Foreign onlending transactions	-	10,236	-	-	-
Foreign borrowing transactions	389,617	503,245	-	-	61,305
Total	460,575	764,899	330,475	132,022	168,740

	Consolidated				
	12/31/2012				
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years
	Total				
Local borrowings - other institutions(1)	-	-	-	118,735	-
Local onlendings – official institutions	70,958	251,418	330,475	132,022	107,435
Foreign onlending transactions	-	10,236	-	-	-
Foreign borrowing transactions	389,617	503,245	-	-	61,305
Total	460,575	764,899	330,475	250,757	168,740

(1) On September 30, 2013, R\$ 454,708 (R\$ 118,735 on December 31, 2012) refers to the amount of shares of FIDC in the amount of R\$ 53,370 (R\$ 118,735 on December 31, 2012) and also to the value of senior shares of FIDC Agro in the amount of R\$ 401,708.

18. FUNDS FROM ACCEPTANCE AND ISSUANCE OF SECURITIES

a) Funds from exchange acceptances

	Individual and Consolidated				
	09/30/2013				
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years
	Total				
Real estate letters of credit (LCI)	42,893	148,994	6,062	-	-
Agribusiness letters of credit (LCA)	245,879	89,210	19,902	-	-
Financial bills (LF)	1,172	372,557	314,913	19,070	1,894
Total	289,944	610,761	340,877	19,070	1,894

	Individual and Consolidated				
	12/31/2012				
	Up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years
	Total				
Real estate letters of credit (LCI)	2,236	9,729	-	-	-
Agribusiness letters of credit (LCA)	285,197	92,171	7,830	-	-
Financial bills (LF)	-	1,101	562,941	8,529	1,694
Total	287,433	103,001	570,771	8,529	1,694



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

b) Securities issued abroad

These are funds obtained through the global fixed-rate note program which, at September 30, 2013, amount to R\$236,593 (December 31, 2012 - R\$312,268), maturing up to 2022 and interest of up to 8.75% per annum plus LIBOR and exchange variation, and working capital in the amount of R\$6,131 (December 31, 2012 - R\$8,367) maturing up to 2014.

We present below an analysis of the tranches and balances adjusted at the balance sheet dates:

Original tranche – US\$	Issuance currency	Interest rate	Final maturity	Individual and Consolidated	
				2013	2012
4,091	US\$	2,0% p.a + Libor	Jun/2014	6,131	8,367
8,000	US\$	1,85% p.a + Libor	Nov/2014	13,505	16,391
9,394	US\$	2,20% p.a + Libor	Oct/2013	5,263	19,295
1,044	US\$	8,7% p.a + Libor	Jan/2017	2,377	2,226
39,333	US\$	3,0% p.a + Libor	Jan/2014	6,737	81,616
25,000	US\$	4,2% p.a + Libor	Apr/2022	57,025	51,555
73,000	CLP	6,0% p.a + Var.UF	Dec/2017	151,686	141,185
Total				242,724	320,635
(-) Current				(35,030)	(109,159)
Total long-term liabilities				207,694	211,476

The Institution is required to comply with certain financial covenants related to the maintenance of specific performance, liquidity and debt ratios tied to financing agreements in the amount of R\$5,263 (FMO-Nederlandse Financierings-Maatschappij voor Ontwikkelingslanden N.V.), which if not met could cause settlement to be accelerated. Further, the Institution has lines with certain multilateral public agencies (IFC - International Finance Corporation and IDB - Inter-American Development Bank) which guarantee the Institution's loans in the amount of US\$130,000 (R\$289,900 based on the US dollar exchange rate at September 30, 2013). At September 30, 2013, Banco Pine was using the amount of US\$87,885 (R\$195,984 based on the US dollar ptax rate at September 30, 2013)", and was compliant with the performance indexes.

19. SUBORDINATED DEBT

	Issuance	Maturity	Amount	Interest rate	Individual and Consolidated	
					2013	2012
Fixed rate notes	Public	1/6/2017	US\$125.000	8,75% p.a	285,177	267,705
Financial bills	Private	12/6/2021	R\$45.152	141,45% of CDI	52,401	49,567
Total					337,578	317,272

20. EQUITY

a) Capital

Pursuant to the by-laws, subscribed and paid-up capital totals R\$967,259 and comprises 110,842,313 (December 31, 2012 – 108,852,631) registered shares, of which 58,444,889 are common shares and 52,397,424 (December 31, 2012 – 50,186,211) are preferred shares with no par value. The Institution is authorized to increase its capital, without the necessity of any amendment to the by-laws, by up to a further 100,000,000 common or preferred shares, all of which shall be nominative, book-entry and with no par value, by decision of the Board of Directors.

As deliberated at a meeting of the Board of Directors held on February 4, 2013 and ratified by the Central Bank on April 19, 2013, capital was increased by the amount of R\$31,576, through the issue of 2,211,213 nominative preferred shares, with 1,887,605 to PROPARCO - Société de Promotion et de Participation pour la Coopération Economique and 323,608 to other shareholders, from R\$935,683 to R\$967,259, comprising 110,842,313 nominative shares, of which 58,444,889 are common shares and 52,397,424 are preferred shares, with no par value. □ The amount of the capital increase is recorded in equity in the "Capital increase" account.

As deliberated at the Extraordinary General Meeting held on December 22, 2011 and ratified by BACEN on February 9, 2012, approval was given for the following: a) a capital increase from R\$466,358 to R\$666,358, with no new issue of shares, through the incorporation of a portion of the balance of the reserve of goodwill from the subscription of shares, in the amount of R\$ 200,000; b) a further capital increase to R\$796,048, through the incorporation of a portion of the balance of the legal reserve in the amount of R\$16,810 and, a portion of the balance of the statutory reserve in the amount of R\$112,880, with the issue of 12,274,766 new nominative shares, of which 6,442,894 are common shares and 5,831,872 are preferred shares, an increase in the total number of shares from 86,578,008 to 98,852,774 nominative shares, of which 51,886,766 are common shares and 46,966,008 are preferred shares.

As deliberated at the Extraordinary General Meetings held on September 8 and October 25, 2011 and ratified by BACEN on January 6, 2012, approval was given for the following: a) a capital increase in the amount of R\$43,752 through the issue of 2,543,742 preferred shares, with 2,543,604 to the shareholder DEG - Deutsche Investitions- und Entwicklungsgesellschaft mbH and 138 to other shareholders; b) for all of the Institution's shareholders registered at September 8, 2011, a period of thirty days to exercise their right of first refusal, beginning on September 9, 2011 and ending on October 10, 2011, inclusive. A number of one hundred and thirty-eight preferred shares of the Institution were subscribed in the total amount of R\$3.

b) Capital reserve

The capital reserve, pursuant to the provisions of Law 11638/07, may only be used to (i) absorb losses which are in excess of retained earnings and the revenue reserves: (ii) increase capital; (iii) cancel treasury shares; and (iv) pay dividends on preferred shares provided that they are entitled to this benefit.

c) Revenue reserve

The Institution's revenue reserve comprises the legal and statutory reserves. The balance of the revenue reserves may not exceed the Institution's capital, and any excess must be capitalized or distributed as dividends. The Institution has no other revenue reserves.

Legal reserve – Pursuant to Law 11638/07 and the by-laws, the Institution must appropriate 5% of its net income for each year to the legal reserve. The legal reserve shall not exceed 20% of the Institution's paid-up capital. However, the Institution may choose not to appropriate a portion of its net income to the legal reserve for the year in which the balance of this reserve plus the capital reserves, exceeds 30% of its capital.

Statutory reserve – Pursuant to Law 11638/07, the by-laws may constitute other reserves, since that determines its purpose, the percentage of net income to be allocated to these reserves and the maximum amount to be maintained in each statutory reserve. The appropriation of funds to these reserves should not be approved to the detriment of the mandatory dividend. The Institution recorded a statutory reserve of 100% of its net income, in the amount of R\$28.236, after the appropriation of 5% to the legal reserve of R\$6,223, the deduction of the payment of interest on own capital of R\$46,334 and dividends in the amount of R\$43,666, to maintain the Institution's operating margin compatible with its asset transactions.



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

d) Dividends and interest on own capital

Stockholders are entitled to a minimum dividend of 25% of annual net income, adjusted pursuant to Brazilian corporate legislation, subject to the approval of the General Meeting of stockholders.

□□ In accordance with the provisions of Law 9249/95, interest on own capital was accrued and declared, calculated based on the variation in the long-term interest rate (TJLP) for the period. □ This interest on own capital decreased the expense for income tax and social contribution for the nine-month period ended September 30, 2013 by R\$18,534 (September 30, 2012 – R\$17,636).

We present below the dividends and interest on own capital related to income for the nine-month period:

Details	Release date	Payment Date	Amount per share (gross)	Total amount (gross)	Amount per share (Net of IR)	Total amount (net)
Interest on own capital	6/28/2013	7/12/2013	0.1433	15,719	0.1218	13,361
Interest on own capital	3/21/2013	4/10/2013	0.1389	14,977	0.1181	12,730
Interest on own capital	9/30/2013	10/14/2013	0.1436	15,638	0.1221	13,292
Dividends	6/28/2013	7/12/2013	0.1302	14,281	-	-
Dividends	3/21/2013	4/10/2013	0.1393	15,023	-	-
Dividends	9/30/2013	10/14/2013	0.1319	14,362	-	-

In accordance with Letter Circular 3516/11, the proposed additional dividend in excess of the minimum dividend, in the amount of R\$ 20,442 (December 31, 2012 – R\$18,559) is classified in a specific equity account.

We present below the reconciliation of dividends and interest on own capital for the nine-month period ended September 30, 2013 and 2012:

	09/30/2013	09/30/2012
Net income	124,459	139,294
Legal reserve	(6,223)	(6,964)
Calculation base	118,236	132,330
Interest on own capital	46,334	44,091
Withholding tax – IRRF (15%)	(6,950)	(6,614)
Prepaid dividends	43,666	25,909
Amount proposed	83,050	63,386
% of calculation base	70.24%	47.90%

e) Treasury shares

At a meeting of the Board of Directors on December 6, 2012, authorization was given for the acquisition of up to 1,219,659 of the Institution's own preferred shares to be held in treasury for subsequent sale, as well as the payment of variable remuneration to the Institution's statutory directors, under the terms of Resolution 3921/11, without decreasing capital. Under this plan, 600,000 shares were repurchased in the amount of R\$7,679 at an average cost of 12.80. The authorization will be effective up to December 5, 2013.

During the second half of 2012, the Institution transferred 318,555 of its own shares which were held in treasury, to the statutory directors, as variable remuneration, under the terms of Resolution 3921/10, in the amount of R\$4,517, at the average cost of R\$14.18.

At a meeting of the Board of Directors on August 06, 2013, authorization was given for the acquisition of up to 1,942,417 of the Institution's own preferred shares to be held in treasury for subsequent sale, as well as the payment of variable remuneration to the Institution's statutory directors, under the terms of Resolution 3921/10, without decreasing capital. Under this plan, 1,060,200 shares were repurchased in the amount of R\$10,297 at an average cost of 9.71. The authorization lasts until August 06, 2014.

At September 30, 2013, 1,918,045 of the Institution's own preferred shares were held in treasury in the amount of R\$22,083. The market value of these shares corresponded to R\$19,180 (December 31, 2012 – R\$ 14,923).

f) Carrying value adjustments

	Individual and Consolidated	
	09/30/2013	09/30/2012
Available-for-sale financial assets	(18,565)	(2,997)
Marketable securities	(18,565)	(2,997)
Other	7,426	87
Income tax	79	1,199
Total	(11,060)	(1,711)

21. STATEMENT OF OPERATIONS

a) Loan operations

	Individual	
	3Q'2013	YTD'2013
Advance to depositors	325	528
Income from loans	95,469	241,759
Income from discounted bills	-	-
Income from financing	45,037	129,919
Income from granted operations	1,311	2,301
Income from financing – foreign currency	9,170	19,236
Total	151,312	393,743
	Consolidated	
	3Q'2013	YTD'2013
Advance to depositors	325	528
Income from loans	100,152	254,687
Income from discounted bills	-	-
Income from credit assignments	-	990
Income from financing	44,924	129,583
Income from financing – foreign currency	9,170	19,236
Total	154,571	405,024



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

b) Results of securities transactions

	3Q'2013	YTD'2013	3Q'2012	Individual YTD'2012
Income from (expense for) transactions with fixed-income securities (FIDC)	786	(253)	4,410	14,402
Income from transactions with fixed-income securities	85,478	271,442	84,598	362,050
Expense for transactions with fixed-income securities	(19,497)	(80,988)	(996)	(2,908)
Expense for transactions with variable-income securities	-	-	(621)	(1,527)
Total	66,767	190,201	87,391	372,017

	3Q'2013	YTD'2013	3Q'2012	Consolidated YTD'2012
Income from transactions with fixed-income securities	90,196	280,628	85,555	367,259
Expense for transactions with fixed-income securities	(19,387)	(80,882)	(1,085)	(3,191)
Expense for transactions with variable-income securities	-	-	(621)	(1,527)
Total	70,809	199,746	83,849	362,541

c) Funds obtained in the market

	3Q'2013	YTD'2013	3Q'2012	Individual YTD'2012
Expenses from interbank deposits	2,138	6,287	4,370	13,129
Expenses from time deposits	73,708	209,408	69,019	241,617
Expenses from purchase and sale commitments	23,656	76,573	18,700	111,668
Expense from (income from) securities issued abroad	18,679	75,241	11,916	66,996
Expenses from contribution to credit guarantee fund	3,873	11,946	4,339	13,625
Expenses from agrusiness letters of credit	4,938	16,129	7,360	22,023
Expenses from financial bills	17,833	44,653	8,796	18,730
Expenses from real estate letters of credit	1,889	2,383	324	926
Total	146,714	442,620	293,614	488,714

	3Q'2013	YTD'2013	3Q'2012	Consolidated YTD'2012
Expenses from interbank deposits	2,028	5,938	4,132	12,084
Expenses from time deposits	69,738	200,601	66,465	233,957
Expenses from purchase and sale commitments	26,856	82,557	18,764	111,732
Expense from (income from) securities issued abroad	18,679	75,241	11,916	66,996
Expenses from contribution to credit guarantee fund	3,873	11,946	4,339	13,625
Expenses from agrusiness letters of credit	4,938	16,129	7,360	22,023
Expenses from financial bills	17,833	44,653	8,796	18,730
Expenses from real estate letters of credit	1,889	2,383	324	926
Total	145,834	439,448	293,614	480,073

d) Borrowings and onlendings

	3Q'2013	YTD'2013	3Q'2012	Individual YTD'2012
Expenses from onlendings (BNDES)	8,668	26,468	9,041	28,312
Expenses from foreign onlendings – Resolution 3844	53	199	1,009	3,667
Expenses from payables to foreign bankers	31,282	104,299	15,940	85,978
Expenses from (income from) foreign borrowings	491	1,467	1,055	2,950
Total	40,494	132,433	27,045	120,907

	3Q'2013	YTD'2013	3Q'2012	Consolidated YTD'2012
Expenses from onlendings (BNDES)	8,668	26,468	9,041	28,312
Expenses from foreign onlendings – Resolution 3844	53	199	1,009	3,667
Expenses from payables to foreign bankers	31,282	104,299	15,940	85,978
Expenses from (income from) foreign borrowings	491	1,467	4,080	16,425
Expenses from local loans - FIDC	3,037	7,181	1,055	2,950
Total	43,531	139,614	31,125	137,332

e) Income from services rendered

	3Q'2013	YTD'2013	3Q'2012	Individual YTD'2012
Credit facility fee	8,592	23,647	2,632	9,458
Commission of guarantees	11,042	29,202	6,228	20,498
Commission of intermediary services	2,606	11,346	201	2,986
Other	6	27	158	683
Total	22,246	64,222	9,219	33,625

	3Q'2013	YTD'2013	3Q'2012	Consolidated YTD'2012
Credit facility fee	8,592	23,647	2,632	9,458
Commission of guarantees	11,042	29,202	6,228	20,498
Commission of intermediary services	11,995	37,228	18,114	54,157
Other	49	242	471	2,834
Total	31,678	90,319	27,445	86,947

f) Personnel expenses

	3Q'2013	YTD'2013	3Q'2012	Individual YTD'2012
Salaries	13,802	41,793	13,610	42,047
Benefits	2,040	6,211	1,898	5,611
Social charges	4,556	13,839	4,919	14,583
Directors' fees	231	715	239	664
Training	58	195	51	365
Interns	76	270	147	387
Total	20,763	63,023	20,864	63,657

	3Q'2013	YTD'2013	3Q'2012	Consolidated YTD'2012
Salaries	15,479	44,620	14,196	43,686
Benefits	2,180	6,521	1,940	5,734
Social charges	4,828	14,491	5,173	15,203
Directors' fees	235	727	243	676
Training	58	199	51	366
Interns	91	305	165	418
Total	22,871	66,863	21,768	66,083



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

g) Other administrative expenses

	Individual			
	3Q'2013	YTD'2013	3Q'2012	YTD'2012
Water, electricity and gas	128	358	98	302
Rents	2,238	6,714	2,069	5,961
Leased assets	268	766	688	2,334
Communications	845	2,601	912	2,717
Charitable contributions	24	42	5	35
Maintenance and repair of assets	521	1,475	725	1,607
Materials	42	117	47	127
Data processing	1,804	6,019	2,119	6,292
Promotions and public relations	239	716	254	1,105
Publicity and advertising	292	945	703	1,473
Publications	319	824	242	782
Insurance	219	286	211	329
Financial system services	4,085	11,498	5,679	12,042
Third-party services	944	2,610	1,835	4,658
Surveillance and security services	1,054	3,369	1,011	2,181
Specialized technical services	4,510	10,413	3,045	9,965
Transportation	289	1,005	371	1,181
Travel	745	2,027	1,041	2,287
Other administrative expenses	3,733	11,502	4,262	10,383
Amortization and depreciation	1,250	4,298	1,103	3,001
Total	23,549	67,585	26,420	68,762

	Consolidated			
	3Q'2013	YTD'2013	3Q'2012	YTD'2012
Water, electricity and gas	134	369	98	306
Rents	2,373	6,911	2,100	6,096
Leased assets	268	766	688	2,334
Communications	854	2,610	912	2,724
Charitable contributions	24	42	5	35
Maintenance and repair of assets	522	1,479	726	1,610
Materials	42	117	47	127
Data processing	1,899	6,132	2,131	6,330
Promotions and public relations	240	720	256	1,111
Publicity and advertising	407	1,060	703	1,473
Publications	348	908	256	857
Insurance	219	286	211	331
Financial system services	4,247	11,795	5,718	12,361
Third-party services	1,037	2,842	1,767	4,953
Surveillance and security services	1,054	3,369	1,011	2,181
Specialized technical services	4,732	10,820	3,128	10,194
Transportation	297	1,021	377	1,199
Travel	820	2,222	1,086	2,404
Other administrative expenses	3,753	11,606	4,272	10,436
Amortization and depreciation	1,298	4,346	1,125	3,073
Total	24,568	69,421	26,617	70,135

h) Tax expenses

	Individual			
	3Q'2013	YTD'2013	3Q'2012	YTD'2012
Service tax (ISS)	1,194	3,232	505	1,841
Social contribution on revenues(COFINS)	925	2,555	404	1,473
Social integration program (PIS)	282	1,866	1,087	2,386
Other	215	657	870	2,138
Total	2,616	8,310	2,866	7,838

	Consolidated			
	3Q'2013	YTD'2013	3Q'2012	YTD'2012
Service tax (ISS)	1,679	4,557	1,414	4,508
Social contribution on revenues(COFINS)	1,281	3,493	992	3,260
Social integration program (PIS)	358	2,072	1,218	2,773
Other	249	857	874	2,150
Total	3,567	10,979	4,498	12,691

i) Other operating income

	Individual			
	3Q'2013	YTD'2013	3Q'2012	YTD'2012
Recovery of charges and expenses	789	1,544	641	822
Indexation	886	2,295	1,259	2,446
Exchange variation - liability operations	-	-	(354)	(342)
Reversal of provision for onlending assignment	-	-	477	939
Reversal of provision for credit assignment with coobligation	-	2	3,719	9,964
Reversal of provision for guarantees	-	-	-	15,178
Adjustment of judicial deposits	2,288	6,101	1,481	6,887
Reversal of provision for labor risks	375	2,503	1,468	1,468
Reversal of provision for tax risks	-	459	-	-
Reversal of provision for civil processes	1,628	6,302	-	-
Reversal of provision for FIDC	3	1,605	-	-
Other operating income	291	1,590	4,255	11,629
Income from securities and receivables	-	-	2,479	3,559
Recovery of proceedings - COFINS	-	-	315	1,071
Total	6,260	22,401	15,740	53,621

	Consolidated			
	3Q'2013	YTD'2013	3Q'2012	YTD'2012
Recovery of charges and expenses	789	1,548	641	817
Indexation	906	2,343	1,271	2,484
Exchange variation - liability operations	-	-	(354)	(342)
Reversal of provision for onlending assignment	-	-	477	477
Reversal of provision for credit assignment with coobligation	-	2	3,719	3,719
Reversal of provision for guarantees	-	-	-	15,178
Adjustment of judicial deposits	2,302	6,138	1,494	6,932
Reversal of provision for labor risks	405	2,533	1,468	1,468
Reversal of provision for tax risks	-	459	-	-
Reversal of provision for civil processes	1,628	6,302	-	-
Reversal of provision for FIDC	-	1,602	-	-
Other operating income	20	328	3,585	13,153
Recovery of proceedings - COFINS	-	-	319	1,084
Total	6,050	21,255	12,620	44,970



(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

j) Other operating expenses

	3Q'2013	YTD'2013	3Q'2012	Individual YTD'2012
Labor and civil proceedings	-	99	1,326	3,676
Indexation expense	311	397	(107)	36
Charges on loans assigned	1	836	450	2,012
Reversal/provision for transfer of assignments	-	-	-	(528)
Expenses for assignment (1)	-	6,811	7,179	68,641
Provision for FIDC	-	-	685	2,865
Interest on own capital	15,638	46,334	14,083	44,091
Exchange variation - investment abroad	(549)	(549)	(354)	(364)
Other operating expenses	995	3,859	1,053	2,074
Total	16,396	57,787	24,315	122,503

	3Q'2013	YTD'2013	3Q'2012	Consolidated YTD'2012
Labor and civil proceedings	-	128	1,326	3,676
Indexation expense	7	7	(99)	61
Charges on loans assigned	1	836	450	2,012
Reversal/provision for transfer of assignments	-	-	-	(528)
Expenses for assignment (1)	-	6,811	7,179	68,641
Provision for FIDC	-	4,929	685	2,865
Interest on own capital	15,638	46,334	14,083	44,091
Exchange variation - investment abroad	(616)	(616)	(354)	(364)
Other operating expenses	1,330	4,372	2,584	3,706
Total	16,360	62,801	25,854	124,160

(1) R\$6,805 (June 30, 2012 - R\$60,946) comprises loss on loan assignments without coobligation, as described in Note 7.3)

k) Non-operating income (expense)

For the nine-month period ended September 30, 2013, the amount of R\$7,176 in the Individual and in the Consolidated (September 30, 2012 - R\$4,640 in the Individual and R\$ 4,632 in the Consolidated) corresponds mainly to the sale of assets received as payment in kind for the settlement of loan operations.

22. INCOME TAX AND SOCIAL CONTRIBUTION

Reconciliation of expenses for income tax and social contribution on net income:

	3Q'2013	YTD'2013	3Q'2012	Individual YTD'2012
Income before income tax (IRPJ) and social contribution (CSLL) and less profit sharing	48,259	139,942	58,817	172,246
Interest on own capital	(15,638)	(46,334)	14,083	44,091
Income before taxes on income	32,621	93,608	44,734	128,155
Current rate	40%	40%	40%	40%
Expected expense for IRPJ and CSLL, based on current tax rate	(13,048)	(37,443)	(17,894)	(51,262)
Temporary differences	20,842	15,278	(1,318)	23,210
Effects of income tax and social contribution on temporary differences	(20,294)	(14,983)	(1,040)	(21,908)
Other adjustments	4,484	21,665	8,659	17,008
Income tax and social contribution	(8,016)	(15,483)	(11,593)	(32,952)
Of which:				
Current taxes	12,278	(500)	(10,553)	(11,043)
Deferred taxes	(20,294)	(14,983)	(1,040)	(21,909)
Expense recorded	(8,016)	(15,483)	(11,593)	(32,952)

	3Q'2013	YTD'2013	3Q'2012	Consolidated YTD'2012
Income before income tax (IRPJ) and social contribution (CSLL) and less profit sharing	51,249	146,674	60,877	180,053
Interest on own capital	(15,638)	(46,334)	14,083	44,091
Income before taxes on income	35,611	100,340	74,960	224,144
Current rate	40%	40%	40%	40%
Expected expense for IRPJ and CSLL, based on current tax rate	(14,244)	(40,136)	(18,718)	(54,385)
Temporary differences	20,865	15,366	(1,399)	23,157
Effects of income tax and social contribution on temporary differences	(20,318)	(15,072)	(977)	(21,818)
Other adjustments	2,691	17,627	7,441	12,287
Income tax and social contribution	(11,006)	(22,215)	(13,653)	(40,759)
Of which:				
Current taxes	9,312	(7,144)	(12,676)	(18,940)
Deferred taxes	(20,318)	(15,071)	(977)	(21,819)
Expense recorded	(11,006)	(22,215)	(13,653)	(40,759)

23. RELATED-PARTY TRANSACTIONS

a) Management compensation

In 2012, the Institution approved the new Compensation Plan which addresses the standards and guidelines for the payment of fixed and variable compensation applicable to the members of the Board of Directors and statutory directors and, at the discretion of the specific committee, other executive officers with important positions and functions, in accordance with the provisions of Resolution 3921/10, of the National Monetary Council.

The new Plan has the following main objectives: (i) alignment of the Institution's executive compensation practices with its risk management policy; (ii) prevention of conduct that increases risk exposure to levels above those considered prudent in the short, medium and long-term strategies adopted by the Institution; (iii) creation of an instrument designed to attract and retain talent for the Institution's key positions; and (iv) adaptation of the compensation policy to meet the requirements of Resolution 3921/10.

The compensation defined in the Plan takes the following into consideration: (i) the Institution's current and potential risks; (ii) the Institution's overall result, in particular, recurring realized income (net book income for the period adjusted based on unrealized results and excluding the effects of controllable non-recurring events); (iii) capacity to generate cash flows; (iv) the economic environment in which the Institution operates and its related trends; (v) long-term sustainable financial bases and adjustments to future payments, based on the risks assumed, fluctuation in capital costs and liquidity projections; (vi) the individual performance of the Directors based on the target agreements entered into by each director as established in the PLR and filed at the Institution's head office; (vii) the performance of the business unit; and (viii) the relation between the Directors' individual performance, the business unit performance and the Institution's overall performance.

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

Variable compensation is calculated as follows:

- a) up to 50% of the amount established for variable compensation is paid in kind, at the same time as payment of Profit Sharing (PLR).
b) the amount corresponding to 10% of that established for variable compensation will be paid in preferred shares of the Institution at the same time as PLR payment.

c) the amount corresponding to the remaining 40% of variable compensation will be paid in preferred shares of the Institution and will be granted to the employee at the same time as the payment of the amount in kind. The right to dispose of these shares will be on a "Deferred" basis, increasing as does the Director's level of responsibility.

The delivery of the shares related to deferred variable compensation attributable to the Directors will only occur if none of the following are verified during the applicable deferral period: (i) a significant decrease in realized recurring income; (ii) loss in the Institution or business unit, or (iii) verification of errors in accounting and/or administrative procedures which affect the results determined during the vesting period of the right to variable compensation.

The Institution's Compensation Committee, which was constituted at the general meeting held on January 16, 2012, will be responsible for (i) presenting proposals to the board of directors regarding the various forms of fixed and variable compensation, as well as benefits and the special recruitment and termination programs; (ii) monitoring the implementation and operation of the Institution's management compensation policy; (iii) reviewing annually the Institution's directors' compensation policy, recommending adjustments or improvements to the board of directors; (iv) recommending to the board of directors the total amount of the directors' compensation to be submitted to the general meeting, in accordance with Article 152 of Brazilian Corporation Law; (v) evaluating future internal and external scenarios and their possible impact on the Institution's directors' compensation policy; (vi) analyzing the Institution's directors' compensation policy in relation to market practices, to identify significant differences as compared to peer companies, proposing necessary adjustments; (vii) ensuring that the directors' compensation policy is permanently in line with the risk management policy, the Institution's current and expected financial position and the provisions of this resolution; and (viii) preparing annually, within a period of ninety days as from December 31, of each year, a Compensation Committee Report, as required by CMN Resolution 3921/10.

For the period ended September 30, 2013, variable remuneration was determined in the amount of R\$5,503, (On September 30, 2012 - R\$ 5,872) in accordance with the criteria defined in the new plan.

Salaries and Fees of the Board of Directors and Executive Board	Individual and Consolidated			
	3Q'2013	YTD'2013	3Q'2012	YTD'2012
Fixed compensation	1,960	6,324	1,912	5,778
Variable compensation	5,526	12,120	6,532	17,582
Short-term benefits	597	2,116	367	1,185
Total	8,083	20,560	8,811	24,545

Short-term benefits paid to directors mainly comprise salaries and social security contributions, paid leave and sick pay, profit sharing and bonuses (when payable within twelve months subsequent to the year-end closing) and non-monetary benefits (such as health care and free or subsidized goods or services).

Employment agreement termination

The employment agreements are valid for an indefinite period. Officers are not entitled to any financial compensation when the employment relationship is terminated either voluntarily or due to the non-fulfillment of his/her obligations. If the employment agreement is terminated by the Institution, the officer may receive indemnification. During the nine-month periods ended September 30, 2013, compensation in the amount of R\$466 (September 30, 2012 - R\$599) was paid to officers who left the Institution.

b) Related parties

The related-party transactions mainly with the companies listed in Note 2, are carried out at average amounts, terms and rates practiced in the market, effective on the corresponding dates with commutative conditions and comprise the following:

	Assets (liabilities)				Income (expenses)	
	09/30/2013	12/31/2012	3Q'2013	YTD - 2013	3Q'2012	YTD - 2012
Marketable securities	(395,611)	59,731	4,711	3,672	9,320	19,312
Pine Crédito Privado - FIDC	(12,697)	59,731	(887)	(1,926)	9,320	19,312
FIP Rio Corporate	(100,003)	-	3,925	3,925	-	-
Pine Crédito Privado - FIDC Agro	(282,911)	-	1,673	1,673	-	-
Demand deposits	1,527	144	-	-	-	-
Pine Investimentos	1,375	55	-	-	-	-
Pine Comercializadora de Energia Elétrica	8	-	-	-	-	-
Pine Corretora	2	8	-	-	-	-
Pine Assessoria	12	5	-	-	-	-
Pine Assessoria em Comercialização de Energia	2	3	-	-	-	-
Pine Planejamento Ltda	7	9	-	-	-	-
IRE VII Desenvolvimento Imobiliário Ltda	19	-	-	-	-	-
Directors and immediate family(1)	102	64	-	-	-	-
Interbank deposits	4,915	9,152	(110)	(349)	(238)	(1,045)
Pine Investimentos	4,915	9,152	(110)	(349)	(238)	(1,045)
Time deposits	185,277	161,590	(3,695)	(10,238)	-	(7,720)
Pine Investimentos	31,117	26,546	(650)	(1,644)	(426)	(1,175)
Pine Comercializadora de Energia Elétrica	83,956	80,541	(1,863)	(4,839)	(1,663)	(5,616)
Pine Corretora	233	220	(5)	(13)	(8)	(41)
Pine Assessoria	37,845	35,421	(788)	(2,046)	(456)	(827)
Pine Planejamento Ltda	17,988	4,782	(364)	(711)	(1)	(1)
Pine Assessoria em Comercialização de Energia	42	-	(1)	(2)	-	-
IRE VII Desenvolvimento Imobiliário Ltda	82	-	-	-	-	-
Directors and immediate family(1)	14,014	14,080	(24)	(983)	(32)	(60)
Open market funding	531,782	-	(3,575)	(6,504)	-	-
Pine Investimentos	217,643	-	(3,268)	(6,052)	-	-
Pine Crédito Privado - FIDC Agro	291,170	-	(69)	(69)	-	-
IRE VII Desenvolvimento Imobiliário S/A	22,969	-	(238)	(383)	-	-

(1) These amounts are not consolidated.

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

c) Capital ownership

The following table presents the direct investment in common and preferred shares, at September 30, 2013 and December 31, 2012, of stockholders with more than five percent of total shares and of members of the Board of Directors and Executive Board.

shares	Common		Preferred		Total		09/30/2013
	shares	shares(%)	shares	shares (%)	shares	shares (%)	
Individuals	58,444,889	100.00	15,410,863	29.41	73,855,752		66.63
Board of Directors	-	-	3,243,868	6.19	3,243,868		2.93
Executive Officers	-	-	3,172,843	6.06	3,172,843		2.86
Total	58,444,889	100.00	21,827,574	41.66	80,272,463		72.42

shares	Common		Preferred		Total		12/31/2012
	shares	shares(%)	shares	shares (%)	shares	shares (%)	
Individuals	58,444,889	100.00	15,595,863	31.08	74,040,752		68.16
Board of Directors	-	-	3,281,010	6.54	3,281,010		3.02
Executive Officers	-	-	2,635,774	5.25	2,635,774		2.39
Total	58,444,889	100.00	21,512,647	42.87	79,957,536		73.57

24. COMMITMENTS, GUARANTEES AND OTHER INFORMATION

	09/30/2013	12/31/2012
Sureties and guarantees	3,073,009	2,114,296
Credit assignment with coobligation	-	334
Letter of credit	48,088	8,814
Total	3,121,097	2,123,444

25. EMPLOYEE BENEFITS

The Institution makes monthly contributions to a private pension company for VGBL and PGBL plans, at the option of the participant, in an amount equivalent to 1% of the employee's gross salary, provided that the employee also contributes at least 1% of his/her gross salary, to supplement their social security benefits, as part of a defined contribution plan, and this is the sole responsibility of the Institution as sponsor.

For the nine-month period ended September 30, 2013, the amount of this contribution was R\$271 (September 30, 2012 – R\$248).

26. PROFIT SHARING PROGRAM

Banco Pine has a profit sharing program (PPLR) ratified by the Bank Employees' Trade Union.

The general assumptions of this program are: (a) business unit performance; (b) establishment of a fund for distribution across the organization; and (c) assessment of the skills and the meeting of targets in the supporting areas. The related expenses were recognized in the "Profit sharing" account".

27. RISK AND CAPITAL MANAGEMENT

a) Introduction and overview

Banco Pine is exposed to risks resulting from the use of financial instruments which are continuously measured and monitored and has an analysis structure made up of a board of directors, a council and a committee that assess the following risks:

- Credit risk
- Liquidity risk
- Market risk
- Operational risk

Risk management framework

The Board of Directors is responsible for identifying and controlling risks; however, there are other independent areas which are also responsible for managing and monitoring risks.

b) Credit risk

Definition

Credit risk is the exposure to loss in the case of total or partial default of customers or counterparties in fulfilling their financial obligations with the Institution. Credit risk management seeks to support the definition of strategies, in addition to establishing limits, including an analysis of exposure and trends, as well as the effectiveness of the credit policy.

Credit risk management

Duties:

- Formulate Credit Policies with all of the Institution's units, including collateral requirements, credit assessment, risk rating and presentation of reports, legal and documentary procedures, as well as compliance with regulatory and statutory requirements.
- Establish the structure for approval and renewal of Credit lines. Limits are established and approved by the Credit Committee.
- Review and assess credit risk. The Credit area evaluates all credit exposure which exceeds established limits, prior to the release of the credit lines to the customers by the related business unit. Renewals and reviews of credit lines are subject to the same review process.
- Limit concentration of exposure by counterparties, geographic regions and economic sectors, and by credit rating, market liquidity and country.
- Develop and maintain the Institution's risk classification to categorize exposure according to the degree of risk of financial loss and focus management on inherent risk. □ The risk classification system is used to calculate credit exposure. The current risk classification structure includes degrees of credit risk and availability of guarantees or other tools to mitigate credit risk.
- Offer advice, guidance and specialized techniques to promote credit risk management best practices throughout the Institution.

Credit analysis and granting:

Assess the risks involved in transactions and the customers' ability to settle their obligations according to the contracted terms.

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

Credit risk controls and management:

- Perform preventive monitoring of active customers designed to anticipate default in the portfolio of operations involving credit risk, support decisions and commercial strategies and provide data that permit the Credit Committee and Executive Board to monitor compliance with Banco Pine's Strategic Planning.

Special Asset Management (Credit recovery department):

- The Institution has a specific credit recovery area which is designed to support the areas involved in the collections process, and to identify and resolve potential risks to the Institution, seeking agile and effective solutions to minimize possible losses, to be a source of information regarding payments which are overdue or which for some reason are no longer certain, and to promote control over the risks which, pursuant to the policy established by the Institution, are managed by the Special Assets Area.

c) Liquidity risk

Definition

Liquidity risk is associated with possible difficulties the Institution may face in meeting its obligations as they fall due, resulting from its financial liabilities.

Liquidity risk management

Liquidity risk management seeks to protect the Institution from possible market developments that generate liquidity issues. Accordingly, the Institution monitors its portfolios with regards to maturities, volumes and the liquidity of its assets.

Daily control is carried out through reports in which the following items are monitored:

- Maturity mismatches between payment and receipt flows Group wide.
 - Projection of liquidity stress scenarios defined by the Asset-Liability Committee (ALCO).
- This information is checked against the Institution's cash position each day and assessed each week by ALCO.

Liquidity is managed by the Market, Liquidity and P&L Risk Oversight Board, which reports to the Risk Control Oversight Board.

d) Market risk

i) Definition

Market risks are related to possible monetary losses due to fluctuations in variables that impact market prices and rates. Oscillations of financial variables such as the price of input material and end products, inflation, interest rates and foreign exchange rates have the potential for causing loss in almost all companies and, therefore, represent financial risk factors.

The Market Risk to which an institution is exposed is mainly due to three factors: a) exposure – amount exposed to risk; b) sensitivity – the impact of price fluctuations; and c) variation – the magnitude of price variations. We stress that, among these factors, exposure and sensitivity are controllable by the Institution as part of its appetite for risk, while variation is a market characteristic, and as a result out of the Institution's control.

Market risks can be classified under different types, such as interest rate risk, foreign exchange risk, commodities price risk and share price risk. Each type represents the risk of incurring losses due to oscillations in the variation in the corresponding variable.

ii) Market risk management

Market risk is managed in a centralized manner by an area that is independent in relation to the trading desk and is chiefly responsible for monitoring and analyzing market risk originating in positions assumed by the Institution vis-a-vis its appetite for risk as defined by ALCO and approved by the Board of Directors.

Market risk is managed daily by the Market Risk department, which calculates the Value at Risk (VaR) and generates the Duration Gap of Primitive Risk Factor mismatches of assets in the Institution's portfolio.

Amounts are compared daily to the VaR limits, exposure by Primitive Risk and Stop Loss Factors established by ALCO and approved by the Institution's Board of Directors.

For stress tests, scenarios considering bear and bull markets on the Commodities and Futures Exchange, as well as changes to the interest rate curves, are used. Scenarios generated by ALCO may also be used.

iii) Methodologies

Fair value:

The purpose of marking to market (Fair Value) is to ensure that the pricing of assets and liabilities in the Institution's portfolio is as transparent as possible for shareholder protection.

Value at risk (VaR):

VaR measures the worst expected loss in a horizon given by normal market conditions in a given confidence level, that is, VaR provides a measure of market risk.

Market risk management uses VaR as a measure of the Group's potential losses. For the calculations, the parameters used are the horizon of one day and a 99% confidence interval. The calculation is based on closing market prices, taken from different sources (ANBIMA, BM&FBovespa, and the Brazilian Central Bank, among others).

The VaR analysis is performed by market, vertex and risk factors associated with the interest curve, share prices, foreign exchange and commodities. If the VaR limit is surpassed, an evaluation of the operations will be performed and those that present more risks will be readjusted by the Treasury in order to reduce risks and seek alignment with the maximum exposure limit. Market liquidity will be evaluated as these operations are readjusted.

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

iv) Sensitivity analysis

Pursuant to CVM Instruction 475/08, we present below the sensitivity analysis for all transactions involving financial instruments, which expose the Institution to risks arising from exchange and interest rate fluctuations or any other types of exposure at September 30, 2013:

Risk Factor	Exposure	Sensitivity analysis		
		09/30/2013		
		Scenarios		
		Probable(I)	Possible (II)	Remote (III)
Fixed interest rate (PRE)	Fixed interest rate variations	20	(3,665)	(7,330)
General Market Price index (IGPM)	IGPM coupon variations	109	(607)	(1,215)
Price index (IPCA)	IPCA coupon variations	(354)	(7,963)	(15,926)
Long-term interest rate (TJLP)	TJLP variations	(139)	1,486	2,972
US dollar coupon rate	Exchange coupon variation	(8,837)	(2,043)	(4,085)
Other currency coupon rates	Exchange coupon variation	(8)	(11)	(22)
Offshore rates (LIBOR + other Offshore)	Variation in Offshore rates	2,848	6,468	12,936
Currencies	Change in exchange variation	233	(2,715)	(5,430)
Total (uncorrelated sum)*		(12,815)	(24,959)	(49,917)
Total (correlated sum)*		(6,128)	(9,050)	(18,100)

*Uncorrelated sum: sum of the results obtained in the worst stress scenarios for each risk factor.

**Correlated sum: the worst result of the sum of the stress test scenarios of all of the risk factors considering the correlation between them.

Scenarios			
Scenario I - Probable			
Scenario comprising the variation in market factors between September 30, 2013 and November 10, 2013 (variation in the fixed rate from 10.08% to 10.27% in a 1-year curve and from 11.54% to 11.34% in a 4-year curve, variation in the US dollar from 2.2300 to 2.1821 and in the exchange coupon from 1.97% to 1.81% in a 1 year curve).			
Scenario II - Possible (*)			
Scenario comprising a 25% shock to the market interest rate curve amounts (disclosed by BM&F), and to the closing prices (US dollar and equity), as in the following example:			
Curve	Market rate (1 year)	Shock	New market rate (1 year)
Fixed interest rate (PRE)	10.08%	25%	12.60%
General Market Price index (IGPM)	2.78%	25%	3.48%
Price index (IPCA)	3.73%	25%	4.66%
Long-term interest rate (TJLP)	4.71%	25%	5.89%
US dollar coupon rate	1.97%	-25%	1.48%
Other currency coupon rate	1.36%	25%	1.80%
LIBOR - USD	63.00%	-25%	0.47%
Currencies	2.2300	25%	2.7875
Scenario III - Remote (*)			
Scenario comprising a 50% shock to the market interest rate curve values (disclosed by BM&F), and in the closing prices (US dollar and equity), as in the following example:			
Curve	Market rate (1 year)	Shock	New market rate (1 year)
Fixed interest rate (PRE)	10.08%	50%	15.12%
General Market Price index (IGPM)	2.78%	50%	4.18%
Price index (IPCA)	3.73%	50%	5.60%
Long-term interest rate (TJLP)	4.71%	50%	7.06%
US dollar coupon rate	1.97%	-50%	0.99%
Other currency coupon rate	1.36%	50%	2.04%
LIBOR - USD	63.00%	-50%	0.31%
Currencies	2.2300	50%	3.3450

* For Scenarios II and III, the result of the high or low stress scenario was considered to obtain the most significant portfolio losses.

e) Capital management

Capital management is an important process used by the Institution to optimize the use of capital and to achieve its strategic objectives. The on-going enhancement of credit, market, liquidity and operational risk management and control is essential to providing stability in financial results and to improving capital allocation.

In accordance with BACEN Resolution 3988/11, capital management is defined as an on-going process for:

- Capital monitoring and control carried out by the Institution
- Assessing the need for capital to face the risks to which the Institution is subject
- Planning targets and capital requirements, based on the Institution's strategic objectives

Capital policies and strategies are based on a forward-looking approach, anticipating the need for capital as a result of possible changes in market conditions and are reviewed periodically by the Executive Board and Board of Directors, to ensure that they are compatible with the Institution's strategic planning.

Financial institutions are required to permanently maintain their Required Regulatory Capital (PRE) compatible with the risks of their activities. Compliance with the regulatory capital limits is strictly followed by management and monitored daily by the Risk area.

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

In March 2013, the Bank made public the rules relating to the definition of capital and regulatory capital requirements in order to implement the recommendations of the Brazil Committee on Banking Supervision (Basel III). The main objectives are: (i) improve the ability of financial institutions to absorb shocks from the financial system or the other sectors of the economy, (ii) reduce the risk of contagion in the financial sector on the real sector of the economy, (iii) assist in maintaining financial stability, and (iv) promoting sustainable economic growth. The implementation of the new Basel III rules starts from 1st October 2013.

At September 30, 2013, the Institution's Basel ratio was 15,85 % (December 30, 2012 – 16.19%), calculated based on the consolidated financial statements.

	09/30/2013	12/31/2012
Reference equity (PR)	1,475,666	1,477,645
Tier I	1,275,581	1,220,446
Equity	1,264,442	1,219,946
Mark-to-market adjustments	11,139	500
Tier II	200,085	257,199
Subordinated debt	211,224	257,699
Mark-to-market adjustments	(11,139)	(500)
Required Regulatory Capital (PRE)(1)	1,024,028	1,004,123
Credit risk	922,476	899,670
Market risk	83,915	95,559
Operational risk	17,637	8,894
Surplus PR	451,638	473,522
Basel ratio - %	15.85%	16.19%

Banco Pine, pursuant to Circular 3477/09, reports information on a quarterly basis, related to the management of risk and required regulatory capital (PRE). The report containing further details, structure and methodologies is available on the following website: www.pine.com/ri.

f) Equity to fixed assets ratio

In accordance with BACEN Resolution 2286/96, the equity to fixed assets ratio is limited to 50.0%. At September 30, 2013, the equity to fixed assets ratio was 11,30% (December 31, 2012 - 10.21%).

28. OTHER INFORMATION

a) Provision for credit assignment with coobligation

At September 30, 2013, the Institution had no provision for losses. At September 30, 2012, the provision for losses was R\$2 for loans assigned with coobligation in the total amount of R\$459. This provision is recorded in Other liabilities– sundry.

b) Insurance

The Institution's insurance strategy is based mainly on risk concentration and materiality, and policies are contracted at amounts established by Management, considering the nature of its business and the advice of its insurance brokers. Insurance coverage at September 30, 2013 is as follows:

Items	Type of coverage	Amount insured
Directors and Officers Liability (D&O)	Civil liability for directors and officers	20,000
Vehicles	Fire, robbery and collision for 11 vehicles	2,770
Buildings, machines, furniture and fixtures	Any material damage to facilities, machinery and equipment	12,000
Bankers insurance	Cash	300
Aircraft insurance	Aircraft-part guarantees	624

c) Operating lease

Banco Pine has liabilities generated by operating leases. The amounts corresponding to the commitments for leased equipment are not presented in the balance sheet, since the related lease agreements do not include a purchase option. The cost of the lease agreements is recognized in the statement of operations in the "Administrative expenses - leased assets" account.

	Rate	Term	3Q 2013	09/30/2013	3Q 2012	Individual and Consolidated 09/30/2012
Expense for leased assets						
Machinery and equipment leasing	4.03%	2	268	766	256	714
Aircraft lease (1)			-	-	432	1,620
Total			268	766	688	2,334

(1) In September 2012, this lease ended.

(A free translation of the original in Portuguese)

06.01 - NOTES TO QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

d) Fair value of financial instruments

In accordance with CVM Instruction 235, we present below a comparison between the carrying amounts of financial assets and liabilities measured at amounts other than fair value and their corresponding fair values at the end of the first nine-month period.

	Consolidated	
	09/30/2013	
	Fair value	Carrying amount
Assets		
Short-term interbank investments(i)	870,052	870,052
Loan operations (ii)	4,952,112	4,979,004
Other receivables(ii)	710,734	716,374
Total financial assets	6,532,898	6,565,430
Liabilities		
Demand deposits (iii)	19,655	19,655
Interbank deposits (iii)	92,858	92,858
Time deposits (iv)	2,808,037	2,811,300
Funds from acceptance and issuance of securities (iv)	1,476,198	1,505,270
Borrowings and onlendings (iv)	2,915,387	2,932,876
Subordinated debt (iv)	326,211	337,578
Total financial liabilities	7,638,346	7,699,537

We present below the methods and assumptions used to estimate fair value:

- i) The fair values of the short-term interbank investments substantially approximate their carrying amounts.
- ii) The loan operations and other receivables are measured net of the allowance for loan losses. The fair value of these operations represents the discounted value of the expected future cash flows. The expected cash flows are discounted at current market rates to determine their fair values.
- iii) The estimated fair values of the demand and interbank deposits substantially approximate their carrying amounts.
- iv) The estimated fair values of the time deposits and other loans which are not quoted in an active market are based on discounted cash flows, using the interest rates for new debts with similar maturities.

e) Disclosure of other services rendered by the independent auditors

In compliance with CVM Instruction 381, of January 14, 2003, for the period from January to September 2013, no services were contracted from the independent auditor other than those related to the external audit. Banco Pine's policy is to limit the services provided by its independent auditor to safeguard the auditor's independence and objectivity, in conformity with Brazilian and international standards.

29. Subsequent Event

At the Annual General Meeting held on November 1, 2013, was approved: (i) increase the Institution's capital in the amount of R \$ 967,259, divided into 110,842,313 shares, of which 58,444,889 common shares and 52,397,424 preferred shares, without par value to R \$ 1,112.259, divided into 123,612,756 shares, of which 65,178,483 common shares and 58,434,273 preferred shares upon the incorporation of part of the reserve balances shown in the balance sheet at December 31, 2012, in the amount of R \$ 17,429 legal Reserve and R \$ 127,571 in statutory reserve amounting to R \$ 145,000, (ii) shall be issued 12,770,443 new shares, of which 6,733,594 common shares and 6,036,849 preferred shares, which will be distributed to shareholders in the form of bonus, observed the proportion of 11.521270762367 new bonus shares for each lot of 100 shares held.
