

ULTRAPAR HOLDINGS INC
Form 6-K
May 16, 2013

Form 6-K

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Report Of Foreign Private Issuer
Pursuant To Rule 13a-16 Or 15d-16 Of
The Securities Exchange Act Of 1934

For the month of May, 2013

Commission File Number: 001-14950

ULTRAPAR HOLDINGS INC.
(Translation of Registrant's Name into English)

Avenida Brigadeiro Luis Antonio, 1343, 9º Andar
São Paulo, SP, Brazil 01317-910
(Address of Principal Executive Offices)

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

Form X	Form
20-F	40-F

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

Yes	No X
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Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Yes	No X
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ULTRAPAR HOLDINGS INC.

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Item 1

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

Ultrapar Participações S.A.
and Subsidiaries

Individual and Consolidated
Interim Financial Information
for the Three Months Ended
March 31, 2013 and Report on
Review of Interim Financial Information

Ultrapar Participações S.A. and Subsidiaries

Individual and Consolidated Interim Financial Information for the Three Months Ended March 31, 2013

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

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders, Board of Directors and Management of
Ultrapar Participações S.A.
São Paulo - SP

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Ultrapar Participações S.A. (the “Company”), identified as Parent and Consolidated, respectively, included in the Interim Financial Information Form (ITR), for the three-month period ended March 31, 2013, which comprises the balance sheet as of March 31, 2013 and the related statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended, including the explanatory notes.

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

Scope of review

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

Conclusion on individual interim financial information

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

Conclusion on consolidated interim financial information

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

Emphasis of matter

Restatement of corresponding amounts

We draw attention to note 2.w) to the interim financial information, which states that due to the changes in the accounting policy for joint ventures and for employee benefits, the individual and consolidated corresponding figures relating to the balance sheet as of December 31, 2012, and the individual and consolidated corresponding interim financial information relating to the statements of income, comprehensive income, changes in equity, cash flows and value added (supplemental information) for the three-month period ended March 31, 2012, presented as comparative information, have been adjusted and are restated as required by CPC 23 and IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors, and CPC 26 (R1) and IAS 1 (Revised 2007) - Presentation of Financial Statements. Our conclusion is not qualified in respect of this matter.

Other matters

Statements of value added

We have also reviewed the individual and consolidated statements of value added, for the three-month period ended March 31, 2013, prepared under the responsibility of the Company's Management, the presentation of which is required by the standards issued by the CVM applicable to the preparation of Interim Financial Information (ITR) and considered as supplemental information for International Financial Reporting Standards - IFRS, which do not require the presentation of these statements. These statements were subject to the same review procedures described above, and, based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, consistently with the individual and consolidated interim financial information taken as a whole.

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

São Paulo, May 15, 2013

DELOITTE TOUCHE TOHMATSU
Auditores Independentes

Edimar Facco
Engagement Partner

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Ultrapar Participações S.A. and Subsidiaries

Balance sheets

as of March 31, 2013 and December 31, 2012

(In thousands of Brazilian Reais)

Assets	Note	Parent		Consolidated	
		03/31/2013	12/31/2012	03/31/2013	12/31/2012
Current assets					
Cash and cash equivalents	4	358,023	76,981	1,357,683	2,021,114
Financial investments	4	67	216	715,840	961,184
Trade receivables	5	-	-	2,472,842	2,306,521
Inventories	6	-	-	1,574,206	1,290,694
Recoverable taxes	7	53,046	63,266	399,446	477,959
Dividends receivable		82,257	57,014	1,292	1,292
Other receivables		1,696	314	22,828	20,463
Prepaid expenses	10	-	-	84,646	53,811
Total current assets		495,089	197,791	6,628,783	7,133,038
Non-current assets					
Financial investments	4	-	-	140,195	149,530
Trade receivables	5	-	-	133,348	137,359
Related parties	8.a	797,204	781,312	10,858	10,858
Deferred income and social contribution taxes	9.a	8	43	455,957	469,331
Recoverable taxes	7	30,373	25,999	68,587	49,070
Escrow deposits		218	232	543,150	533,729
Other receivables		-	-	11,837	10,978
Prepaid expenses	10	-	-	76,038	79,652
		827,803	807,586	1,439,970	1,440,507
Investments					
In subsidiaries	11.a	5,292,342	5,793,047	-	-
In joint-ventures	11.b	-	-	35,543	28,209
In associates	11.c	-	-	12,956	12,670
Other		-	-	2,844	2,814
Property, plant and equipment	12 ; 14.h	-	-	4,660,631	4,667,020
Intangible assets	13	246,163	246,163	1,915,422	1,965,296
		5,538,505	6,039,210	6,627,396	6,676,009
Total non-current assets		6,366,308	6,846,796	8,067,366	8,116,516
Total assets		6,861,397	7,044,587	14,696,149	15,249,554

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

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Ultrapar Participações S.A. and Subsidiaries

Balance sheets

as of March 31, 2013 and December 31, 2012

(In thousands of Brazilian Reais)

Liabilities	Note	Parent		Consolidated	
		03/31/2013	12/31/2012	03/31/2013	12/31/2012
Current liabilities					
Loans	14	-	-	1,508,654	1,573,031
Debentures	14.g	1,860	50,412	11,444	52,950
Finance leases	14.h	-	-	1,834	1,974
Trade payables	15	61	177	1,260,099	1,297,735
Salaries and related charges	16	135	138	169,465	252,526
Taxes payable	17	2,755	3,059	95,304	107,673
Dividends payable	20.g	8,689	213,992	16,871	222,351
Income and social contribution taxes payable		-	-	71,222	75,235
Post-employment benefits	24.b	-	-	10,035	10,035
Provision for assets retirement obligation	18	-	-	3,474	3,719
Provision for tax, civil and labor risks	23.a	-	-	52,014	49,514
Other payables		214	214	24,664	56,453
Deferred revenue	19	-	-	18,484	18,054
Total current liabilities		13,714	267,992	3,243,564	3,721,250
Non-current liabilities					
Loans	14	-	-	2,998,488	3,151,689
Debentures	14.g	792,924	795,479	1,396,180	1,395,269
Finance leases	14.h	-	-	40,558	40,939
Related parties	8.a	-	-	3,872	3,872
Deferred income and social contribution taxes	9.a	-	-	90,530	84,924
Provision for tax, civil and labor risks	23.a	521	519	548,465	550,963
Post-employment benefits	24.b	-	-	121,985	118,460
Provision for assets retirement obligation	18	-	-	67,637	66,692
Other payables		-	-	94,023	99,565
Deferred revenue	19	-	-	9,452	9,853
Total non-current liabilities		793,445	795,998	5,371,190	5,522,226
Shareholders' equity					
Share capital	20.a	3,696,773	3,696,773	3,696,773	3,696,773
Capital reserve	20.c	20,246	20,246	20,246	20,246
Revaluation reserve	20.d	6,648	6,713	6,648	6,713
Profit reserves	20.e	2,221,555	2,221,555	2,221,555	2,221,555
Treasury shares	20.b	(114,885)	(114,885)	(114,885)	(114,885)
	20.g	-	147,195	-	147,195

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Additional dividends to the minimum mandatory dividends					
Retained earnings		247,885	2,994	247,885	2,994
Valuation adjustments	2.c ; 20.f	(12,596)	(12,615)	(12,596)	(12,615)
Cumulative translation adjustments	2.r ; 20.f	(11,388)	12,621	(11,388)	12,621
Shareholders' equity attributable to:					
Shareholders of the Company		6,054,238	5,980,597	6,054,238	5,980,597
Non-controlling interests in subsidiaries		-	-	27,157	25,481
Total shareholders' equity		6,054,238	5,980,597	6,081,395	6,006,078
Total liabilities and shareholders' equity		6,861,397	7,044,587	14,696,149	15,249,554

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

Ultrapar Participações S.A. and Subsidiaries

Income statements

Period ended March 31, 2013 and 2012

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

	Note	Parent		Consolidated	
		03/31/2013	03/31/2012	03/31/2013	03/31/2012
Net revenue from sales and services	25	-	-	13,599,968	12,391,226
Cost of products and services sold	26	-	-	(12,536,382)	(11,491,572)
Gross profit		-	-	1,063,586	899,654
Operating income (expenses)					
Selling and marketing	26	-	-	(414,646)	(377,104)
General and administrative	26	(2,854)	(3,072)	(243,713)	(194,520)
Income from disposal of assets	27	-	-	5,534	(1,495)
Other operating income, net		2,903	3,078	15,713	9,546
Operating income before financial income (expenses) and share of profit of subsidiaries and associates		49	6	426,474	336,081
Financial income	28	20,541	34,537	52,937	63,212
Financial expenses	28	(17,120)	(26,634)	(113,559)	(128,619)
Share of profit of subsidiaries, joint ventures and associates	11	252,993	185,044	(1,959)	3,044
Income before income and social contribution taxes		256,463	192,953	363,893	273,718
Income and social contribution taxes					
Current	9.b	(11,591)	(2,058)	(119,643)	(76,500)
Deferred	9.b	(35)	(625)	(7,802)	(14,271)
Tax incentives	9.b ; 9.c	-	-	10,077	8,716
		(11,626)	(2,683)	(117,368)	(82,055)
Net income for the period		244,837	190,270	246,525	191,663
Net income for the period attributable to:					
Shareholders of the Company		244,837	190,270	244,837	190,270
Non-controlling interests in subsidiaries		-	-	1,688	1,393
Earnings per share (based on weighted average of shares outstanding) – R\$					
Basic	29	0.4585	0.3563	0.4585	0.3563
Diluted	29	0.4564	0.3549	0.4564	0.3549

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

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Ultrapar Participações S.A. and Subsidiaries

Statements of comprehensive income

Period ended March 31, 2013 and 2012

(In thousands of Brazilian Reais)

	Note	Parent		Consolidated	
		03/31/2013	03/31/2012	03/31/2013	03/31/2012
Net income for the period attributable to shareholders of the Company		244,837	190,270	244,837	190,270
Net income for the period attributable to non-controlling interests in subsidiaries		-	-	1,688	1,393
Net income for the period		244,837	190,270	246,525	191,663
Valuation adjustment	2.c ; 20.f	19	(183)	19	(183)
Cumulative translation adjustments	2.r ; 20.f	(24,009)	1,143	(24,009)	1,143
Total comprehensive income for the period		220,847	191,230	222,535	192,623
Total comprehensive income for the period attributable to shareholders of the Company		220,847	191,230	220,847	191,230
Total comprehensive income for the period attributable to non-controlling interest in subsidiaries		-	-	1,688	1,393

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

Ultrapar Participações S.A. and Subsidiaries
 Statements of changes in equity
 Period ended March 31, 2013 and 2012
 (In thousands of Brazilian Reais)

	Note	Share capital	Capital reserve	Revaluation reserve	Legal reserve	Investments reserve	Retention of profits	Valuation adjustments	Other comprehensive income	Retained earnings	Treasury stock
Balance as of December 31, 2012		3,696,773	20,246	6,713	273,842	614,647	1,333,066	23	12,621	-	(114,000)
Adoption of IAS 19 (CPC 33(R2))											
- Employee benefits	2.o; 20.f	-	-	-	-	-	-	(12,638)	-	2,994	-
Balance as of December 31, 2012 - restated		3,696,773	20,246	6,713	273,842	614,647	1,333,066	(12,615)	12,621	2,994	(114,000)
Net income for the period		-	-	-	-	-	-	-	-	244,837	-
Other comprehensive income:											
Valuation adjustments for financial instruments	2.c; 20.f	-	-	-	-	-	-	19	-	-	-
Currency translation of foreign subsidiaries	2.r; 20.f	-	-	-	-	-	-	-	(24,009)	-	-
Total comprehensive income for the period		-	-	-	-	-	-	19	(24,009)	244,837	-
Realization of revaluation reserve	20.d	-	-	(65)	-	-	-	-	-	65	-
Income and social contribution	20.d	-	-	-	-	-	-	-	-	(11)	-

taxes on
realization of
revaluation
reserve of
subsidiaries

Approval of
addition
dividends by
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Shareholders'

Meeting

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Balance as of

March 31, 2013

3,696,773 20,246 6,648 273,842 614,647 1,333,066 (12,596) (11,388) 247,885 (114,000)

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

Income and
social
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reserve of
subsidiaries
Approval of
additional
dividends by
the
Shareholders'
Meeting

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Balance as of
March 31,
2012 - restated

3,696,773 9,780 6,959 223,292 281,309 1,333,066 (4,619) (3,283) 184,446 (118,23

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

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Ultrapar Participações S.A. and Subsidiaries

Statements of cash flows - Indirect method

Period ended March 31, 2013 and 2012

(In thousands of Brazilian Reais)

	Note	Parent		Consolidated	
		03/31/2013	03/31/2012	03/31/2013	03/31/2012
Cash flows from operating activities					
Net income for the period		244,837	190,270	246,525	191,663
Adjustments to reconcile net income to cash provided by operating activities					
Share of profit of subsidiaries, joint ventures and associates	11	(252,993)	(185,044)	1,959	(3,044)
Depreciation and amortization		-	-	189,442	161,115
PIS and COFINS credits on depreciation		-	-	3,036	2,820
Assets retirement expenses	18	-	-	(1,056)	(279)
Interest, monetary and exchange variations		15,557	3,728	52,663	131,104
Deferred income and social contribution taxes	9.b	35	625	7,802	14,271
Income from disposal of assets	27	-	-	(5,534)	1,495
Others		-	-	2,956	(1,072)
Dividends received from subsidiaries		4,455	213,104	-	-
(Increase) decrease in current assets					
Trade receivables	5	-	-	(164,872)	(41,363)
Inventories	6	-	-	(281,878)	(8,260)
Recoverable taxes	7	10,220	2,040	78,513	30,299
Other receivables		(1,382)	(434)	(2,365)	614
Prepaid expenses	10	-	-	(30,835)	(25,173)
Increase (decrease) in current liabilities					
Trade payables	15	(116)	(38)	(37,636)	(191,505)
Salaries and related charges	16	(3)	8	(83,061)	(54,856)
Taxes payable	17	(304)	(2,352)	(12,369)	8,444
Income and social contribution taxes		-	-	74,013	31,057
Post-employment benefits	24.b	-	-	-	-
Provision for tax, civil and labor risks	23.a	-	-	2,500	(2,414)
Other payables		-	-	(32,034)	(22,487)
Deferred revenue	19	-	-	430	(1,700)
(Increase) decrease in non-current assets					
Trade receivables	5	-	-	4,011	1,681
Recoverable taxes	7	(4,374)	(4,908)	(19,517)	(10,970)
Escrow deposits	14	-	-	(9,420)	(15,362)
Other receivables		-	-	(860)	(9,117)
Prepaid expenses	10	-	-	3,614	2,936

Increase (decrease) in non-current liabilities					
Post-employment benefits	24.b	-	-	3,525	4,437
Provision for tax, civil and labor risks	23.a	2	10	(2,498)	15,313
Other payables		-	-	(4,771)	18,116
Deferred revenue	19	-	-	(401)	223
Income and social contribution taxes paid		-	-	(78,026)	(16,254)
Net cash provided by operating activities		15,948	217,009	(96,144)	211,732

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

Ultrapar Participações S.A. and Subsidiaries

Statements of cash flows - Indirect method

Period ended March 31, 2013 and 2012

(In thousands of Brazilian Reais)

	Note	Parent		Consolidated	
		03/31/2013	03/31/2012	03/31/2013	03/31/2012
Cash flows from investing activities					
Financial investments, net of redemptions		149	30,596	254,679	84,055
Acquisition of subsidiaries, net	3.a	-	-	(6,168)	-
Acquisition of property, plant and equipment	12	-	-	(100,343)	(157,625)
Increase in intangible assets	13	-	-	(39,039)	(77,117)
Capital increase in subsidiaries and joint ventures	11.b	-	-	(9,579)	-
Capital reduction to subsidiaries		700,000	-	-	-
Proceeds from disposal of assets	27	-	-	17,040	13,500
Net cash provided by (used in) investing activities		700,149	30,596	116,590	(137,187)
Cash flows from financing activities					
Loans and debentures					
Borrowings	14	-	793,485	111,799	1,304,337
Repayments	14	-	(800,000)	(164,823)	(1,358,217)
Interest paid	14	(66,665)	(25,108)	(277,064)	(144,655)
Payment of financial lease	14.h	-	-	(1,134)	(1,148)
Dividends paid		(352,498)	(272,287)	(352,714)	(272,276)
Related parties		(15,892)	54,151	-	(815)
Net cash used in financing activities		(435,055)	(249,759)	(683,936)	(472,774)
Effect of exchange rate changes on cash and cash equivalents in foreign currency		-	-	59	(163)
Increase (decrease) in cash and cash equivalents		281,042	(2,154)	(663,431)	(398,392)
Cash and cash equivalents at the beginning of the period	4	76,981	178,672	2,021,114	1,765,506
Cash and cash equivalents at the end of the period	4	358,023	176,518	1,357,683	1,367,114

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

Ultrapar Participações S.A. and Subsidiaries

Statements of value added

Period ended March 31, 2013 and 2012

(In thousands of Brazilian Reais, except percentages)

	Note	03/31/2013	Parent %	03/31/2012	%	03/31/2013	Consolidated %	03/31/2012	%
Revenue									
Gross revenue from sales and services, except rents and royalties	25	-	-	-	-	13,996,250	-	12,734,704	-
Rebates, discounts and returns	25	-	-	-	-	(72,831)	-	(58,425)	-
Allowance for doubtful accounts - Reversal (allowance)		-	-	-	-	(501)	-	(1,355)	-
Income from disposal of assets	27	-	-	-	-	5,534	-	(1,495)	-
		-	-	-	-	13,928,452	-	12,673,429	-
Materials purchased from third parties									
Raw materials used		-	-	-	-	(717,804)	-	(649,894)	-
Cost of goods, products and services sold		-	-	-	-	(11,794,341)	-	(10,811,360)	-
Third-party materials, energy, services and others		(1,676)	-	(1,885)	-	(380,750)	-	(341,693)	-
Reversal of impairment losses		2,903	-	3,078	-	3,112	-	1,303	-
		1,227	-	1,193	-	(12,889,783)	-	(11,801,644)	-
Gross value added		1,227	-	1,193	-	1,038,669	-	871,785	-
Deductions									
Depreciation and amortization		-	-	-	-	(192,478)	-	(163,935)	-
Net value added by the Company		1,227	-	1,193	-	846,191	-	707,850	-

Value added received in transfer								
Share of profit of subsidiaries, joint-ventures and associates								
	11	252,993	185,044	(1,959)	3,044		
Rents and royalties	25	-	-	20,115		15,044		
Financial income	28	20,541	34,537	52,937		63,212		
		273,534	219,581	71,093		81,300		
Total value added available for distribution								
		274,761	220,774	917,284		789,150		
Distribution of value added								
Labor and benefits		992	- 998	- 279,793		31 253,439		32
Taxes, fees and contributions		13,244	5 1,039	- 259,710		28 197,722		25
Financial expenses and rents		15,688	6 28,467	13 131,256		14 146,326		19
Retained earnings		244,837	89 190,270	87 246,525		27 191,663		24
Value added distributed		274,761	100 220,774	100 917,284		100 789,150		100

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

1. Operations

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

The Company engages in the investment of its own capital in services, commercial and industrial activities, by the subscription or acquisition of shares of other companies. Through its subsidiaries, it operates in the segments of liquefied petroleum gas - LPG distribution (“Ultragaz”), fuel distribution and related businesses (“Ipiranga”), production and marketing of chemicals (“Oxitenó”), and storage services for liquid bulk (“Ultracargo”). The Company also operates in oil refining through its joint-venture in Refinaria de Petróleo Riograndense S.A. (“RPR”).

2. Summary of significant accounting policies

The Company’s consolidated interim financial information are presented in accordance with International Accounting Standards (“IAS”) 34 – Interim Financial Reporting by the International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and accounting practices adopted in Brazil (“BR GAAP”) in accordance with CPC 21 (R1), as issued by the Accounting Pronouncements Committee (“CPC”) and approved by the Brazilian Securities and Exchange Commission (“CVM”).

The Company’s individual interim financial information are presented in accordance with CPC 21 (R1) of the BR GAAP. The investments in subsidiaries, associates and joint ventures are measured by the equity method of accounting, which, for purposes of IFRS, would be measured at cost or fair value.

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

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

a. Recognition of income

Revenue and cost of sales are recognized when all risks and benefits associated with the products are transferred to the purchaser. Revenue from services provided and their costs are recognized when the services are provided. Costs of products and services sold provided include goods (mainly fuels/lubricants and LPG), raw materials (chemicals and petrochemicals) and production, distribution, storage and filling costs.

b. Cash and cash equivalents

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

c. Financial instruments

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

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

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

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

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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

Fair value hedge: derivative financial instrument used to hedge exposure to changes in the fair value of an item, attributable to a particular risk, which can affect the entity's profit or loss.

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

For further detail on financial instruments of the Company and its subsidiaries, see Notes 4, 14, and 22.

d. Trade receivables

Trade receivables are recognized at the amount invoiced, adjusted to present value if applicable, including all direct taxes attributable to the Company and its subsidiaries. An allowance for doubtful accounts is recorded based on estimated losses and is set at an amount deemed by management to be sufficient to cover any probable loss on realization of trade receivables (see Note 22 - Customer credit risk).

e. Inventories

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

f. Investments

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

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

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

g. Property, plant and equipment

Property, plant and equipment is recognized at acquisition or construction cost, including financial charges incurred on property, plant and equipment under construction, as well as maintenance costs resulting from scheduled plant outages and estimated costs to remove, to decommission or to restore assets (see Note 18).

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

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

h. Leases

- Finance leases

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

- Operating leases

There are lease transactions where the risks and benefits associated with the ownership of the asset are not transferred and where there is no purchase option or the purchase option at the end of the contract is equivalent to the market value of the leased asset. Payments made under an operating lease contract are recognized as cost or expenses in the income statement on a straight-line basis over the term of the lease contract (see Note 23.g).

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

i. Intangible assets

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

- Goodwill is carried net of accumulated amortization as of December 31, 2008, when it ceased to be amortized. Goodwill generated since January 1, 2009 is shown as intangible asset corresponding to the positive difference between the amount paid or payable to the seller and the fair value of the identified assets and liabilities assumed of the acquired entity, and is tested annually for impairment. Goodwill is allocated to the respective cash generating units (“CGU”) for impairment testing purposes.

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

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

The Company and its subsidiaries have not recognized intangible assets that were created internally. The Company and its subsidiaries have not recognized intangible assets that have an indefinite useful life, except for goodwill and the “am/pm” brand.

j. Other assets

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

k. Financial liabilities

The Company and its subsidiaries’ financial liabilities include trade payables and other payables, loans, debentures and hedging instruments. Financial liabilities are classified as “financial liabilities at fair value through profit or loss” or “financial liabilities at amortised cost”. The financial liabilities at fair value through profit or loss refer to derivative financial instruments and financial liabilities designated as hedged items in a fair value hedge relationship upon initial recognition (see Note 2.c – fair value hedge). The financial liabilities at amortised cost are stated at the initial transaction amount plus related charges and transaction costs, net of amortization. The charges are recognized in profit or loss using the effective interest rate method (see Note 14.i).

Transaction costs incurred and directly attributable to the activities necessary for contracting loans or for issuing bonds, as well as premiums and discounts upon issuance of debentures and other debt or equity instruments, are allocated to the instrument and amortized to profit or loss over its term, using the effective interest rate method.

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Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

l. Income and social contribution taxes on income

Current and deferred income tax (“IRPJ”) and social contribution on net income tax (“CSLL”) are calculated based on their current rates, considering the value of tax incentives. Taxes are recognized based on the rates of IRPJ and CSLL provided for by the laws enacted on the last day of the interim financial information. For further details about recognition and realization of IRPJ and CSLL, see Note 9.

m. Provision for assets retirement obligation – fuel tanks

The Company and its subsidiaries have the legal obligation to remove Ipiranga’s underground fuel tanks located at Ipiranga-branded service stations after a certain period. The estimated cost of the obligation to remove these fuel tanks is recognized as a liability when tanks are installed. The estimated cost is recognized in property, plant and equipment and depreciated over the respective useful life of the tanks. The amounts recognized as a liability are monetarily restated until the respective tank is removed (see Note 18). An increase in the estimated cost of the obligation to remove the tanks could result in negative impact in future results. The estimated removal cost is reviewed and updated annually or when there is significant change in its amount.

n. Provisions for tax, civil and labor risks

A provision for tax, civil and labor risks is recognized for quantifiable risks, when the chance of loss is more-likely-than-not in the opinion of management and internal and external legal counsel, and the amounts are recognized based on evaluation of the outcomes of the legal proceedings (see Note 23 items a,b,c,d).

o. Post-employment benefits

Post-employment benefits granted and to be granted to employees, retirees, and pensioners are based on an actuarial calculation prepared by an independent actuary, using the projected unit credit method (see Note 24.b). The actuarial gains and losses are recognized in other comprehensive income and presented in the shareholder’s equity. Past service cost is recognized through the income statement.

p. Other liabilities

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

q. Foreign currency transactions

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

r. Basis for translation of interim financial information of foreign subsidiaries

Assets and liabilities of the foreign subsidiaries, denominated in currencies other than that of the Company (functional currency: Brazilian Real), which have administrative autonomy, are translated using the exchange rate at the end of the reporting period. Revenues and expenses are translated using the average exchange rate of each period and shareholders' equity are translated at the historic exchange rate of each transaction affecting shareholders' equity. Gains and losses resulting from changes in these foreign investments are directly recognized in the shareholders' equity as cumulative translation adjustments and will be recognized in profit or loss if these investments are disposed of. The recognized balance in other comprehensive income and presented in the shareholders' equity as cumulative translation adjustments as of March 31, 2013 was a loss of R\$ 11,388 (gain of R\$ 12,621 as of December 31, 2012).

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

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

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

The subsidiary American Chemical I.C.S.A. ("American Chemical") determined its functional currency as the U.S. dollar, as its sales and purchases of goods, and financing activities are performed substantially in this currency.

Assets and liabilities of the other foreign subsidiaries, which do not have administrative autonomy, are considered as an extension of the activities of their parent company and are translated using the exchange rate at the end of the reporting period. Gains and losses resulting from changes in these foreign investments are directly recognized as financial income or loss. The loss recognized in income as of March 31, 2013 amounted to R\$ 637 (R\$ 267 gain as of March 31, 2012).

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

s. Use of estimates, assumptions and judgments

The preparation of the interim financial information requires the use of estimates, assumptions and judgments for the accounting of certain assets, liabilities and income. Therefore, Company and subsidiaries' management use the best information available at the time of preparation of the interim financial information, as well as the experience of past and current events, also considering assumptions regarding future events. The interim financial information therefore include estimates, assumptions and judgments related mainly to determining the fair value of financial instruments (Notes 4, 14 and 22), the determination of the allowance for doubtful accounts (Note 5), the determination of provisions for income taxes (Note 9), the useful life of property, plant and equipment (Note 12), the useful life of intangible assets and the determination of the recoverable amount of goodwill (Note 13), provisions for assets retirement obligations (Note 18), tax, civil and labor provisions (Note 23 items a,b,c,d) and estimates for the preparation of actuarial reports (Note 24.b). The actual result of the transactions and information may differ from their estimates.

t. Impairment of assets

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

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

No impairment was recognized in the periods presented.

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

u. Adjustment to present value

Some of the Company's subsidiaries recognized a present value adjustment to Tax on Goods and Services ("ICMS", the Brazilian VAT) credit balances related to property, plant and equipment (CIAP – see Note 7). Because recovery of these credits occurs over a 48 months period, the present value adjustment reflects, in the interim financial information, the time value of the ICMS credits to be recovered.

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

v. Statements of value added

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

w. Adoption of the pronouncements issued by CPC and IFRS effective in 2013

The following standards are effective on January 1st, 2013 and have impacted the Company's financial statements and interim financial information previously disclosed in 2012.

(1) adoption of IFRS 11 (CPC 19 (R2)) - Joint arrangements: the investments in RPR, Maxfácil Participações S.A. ("Maxfácil"), União Vopak Armazéns Gerais Ltda. ("União Vopak") and ConectCar Soluções de Mobilidade Eletrônica S.A. ("Conectcar") were no more proportionally consolidated and were accounted for using the equity method.

(2) amendments to IAS 19 Revised (CPC 33 (R2))- Employee benefits: actuarial gains and losses are no longer recognized in the income statement and have been recognized in shareholders' equity as other comprehensive income. Past service costs were recognized in shareholders' equity in the date of transition. From the date of transition, past service costs will be recognized in income statements.

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

The table below summarizes the effects of adopting these standards on the consolidated balance sheet as of December 31, 2012 and on the consolidated income statements and consolidated statement of cash flow as of March 31, 2012:

Balance sheet

	12/31/2012 presented	IFRS 11 effects	IAS 19 (R2011) effects	12/31/2012 restated
Current assets				
Cash and cash equivalents	2,050,051	(28,937)	-	2,021,114
Financial investments	962,136	(952)	-	961,184
Trade receivables	2,306,798	(277)	-	2,306,521
Inventories	1,299,807	(9,113)	-	1,290,694
Recoverable taxes	483,201	(5,242)	-	477,959
Other receivables	20,541	(78)	-	20,463
Dividends receivable	-	1,292	-	1,292
Prepaid expenses	54,036	(225)	-	53,811
Total current assets	7,176,570	(43,532)	-	7,133,038
Non-current assets				
Deferred income and social contribution taxes	465,190	(834)	4,975	469,331
Escrow deposits	534,009	(280)	-	533,729
Prepaid expenses	80,856	(1,204)	-	79,652
Investments in joint-ventures	-	28,209	-	28,209
Property, plant and equipment	4,701,406	(34,386)	-	4,667,020
Intangible assets	1,968,615	(3,319)	-	1,965,296
Other non-current assets	373,279	-	-	373,279
Total non-current assets	8,123,355	(11,814)	4,975	8,116,516
Total assets	15,299,925	(55,346)	4,975	15,249,554
Current liabilities				
Loans	1,573,463	(432)	-	1,573,031
Debentures	65,663	(12,713)	-	52,950
Trade payables	1,312,268	(14,533)	-	1,297,735
Salaries and related charges	254,566	(2,040)	-	252,526
Taxes payable	107,822	(149)	-	107,673
Dividends payable	222,370	(19)	-	222,351
Income and social contribution taxes payable	75,363	(128)	-	75,235
Post-employment benefits	11,624	(1,589)	-	10,035
Provision for tax, civil and labor risks	50,052	(538)	-	49,514
Other payables	52,514	3,939	-	56,453
Other current liabilities	23,747	-	-	23,747
Total current liabilities	3,749,452	(28,202)	-	3,721,250

Non-current liabilities				
Loans	3,153,096	(1,408)	-	3,151,688
Debentures	1,403,571	(8,301)	-	1,395,270
Provision for tax, civil and labor risks	551,606	(643)	-	550,963
Post-employment benefits	120,619	(16,792)	14,633	118,460
Other non-current liabilities	305,845	-	-	305,845
Total non-current liabilities	5,534,737	(27,144)	14,633	5,522,226
Total shareholders' equity	6,015,736	-	(9,658)	6,006,078
Total liabilities and shareholders' equity	15,299,925	(55,346)	4,975	15,249,554

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

Income statement

	03/31/2012 presented	IFRS 11 effects	IAS 19 (R2011) effects	03/31/2012 restated
Net revenue from sales and services	12,401,370	(10,144)	-	12,391,226
Cost of products and services sold	(11,496,950)	5,378	-	(11,491,572)
Selling and marketing, general and administrative and other operating income, net	(564,933)	2,488	367	(562,078)
Income from disposal of assets	(1,500)	5	-	(1,495)
Financial income, net	(62,871)	(2,536)	-	(65,407)
Income and social contribution taxes	(83,671)	1,741	(125)	(82,055)
Share of profit of joint ventures and associates	(24)	3,068	-	3,044
Net income for the period	191,421	-	242	191,663

Statement of cash flow

	03/31/2012 presented	IFRS 11 effects	IAS 19 (R2011) effects	03/31/2012 restated
Net cash provided by operating activities	218,353	(6,621)	-	211,732
Net cash provided by investing activities	(139,634)	2,447	-	(137,187)
Net cash used in financing activities	(471,322)	(1,452)	-	(472,774)
Increase (decrease) in cash and cash equivalents	(392,766)	(5,626)	-	(398,392)
Cash and cash equivalents at the beginning of the period	1,790,954	(25,448)	-	1,765,506
Cash and cash equivalents at the end of the period	1,398,188	(31,074)	-	1,367,114

The following standards were effective on January 1st, 2013 and have no impact on the financial statements and the interim financial information of the Company in 2012:

- Consolidated financial statements – IFRS 10 and transition guidance
- Disclosure of interests in other entities– IFRS 12 and transition guidance
- Amendments to IAS 27 – Separate financial statements
- Amendments to IAS 28 – Investments in associates and joint ventures
- Fair value measurement – IFRS 13
- Amendments to IAS 1 – Presentation of financial statements: other comprehensive income (1)

- Amendments to IFRS 7 – Financial instruments: offsetting financial assets and liabilities (1)

(1) CPC has not yet issued pronouncements equivalent to these IAS/IFRS. The early adoption of IFRS pronouncements is subject to prior approval by the CVM.

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

x. New standards not yet effective

Certain standards, amendments and interpretations to IFRS issued by IASB that have been issued but are not yet effective were not applied as of March 31, 2013, as follows:

	Effective date
• Amendments to IAS 32 – Financial instruments: presentation	2014
• IFRS 9 – Financial instruments’ classification and measurement	2015

CPC has not yet issued pronouncements equivalent to these IAS/IFRS, but is expected to do so before the date they become effective. The early adoption of IFRS pronouncements is subject to prior approval by the CVM.

y. Authorization for issuance of the interim financial information

These interim financial information were authorized for issue by the Board of Directors on May 15, 2013.

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

3. Principles of consolidation and investments in subsidiaries

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

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

	Location	% interest in the share			
		03/31/2013 Control		12/31/2012 Control	
		Direct control	Indirect control	Direct control	Indirect control
Ultracargo - Operações Logísticas e Participações Ltda.	Brazil	100	-	100	-
Terminal Químico de Aratu S.A. – Tequimar	Brazil	-	99	-	99
Temmar - Terminal Marítimo do Maranhão S.A.	Brazil	-	100	-	100
Melamina Ultra S.A. Indústria Química	Brazil	-	99	-	99
Oxiten S.A. Indústria e Comércio	Brazil	100	-	100	-
Oxiten Nordeste S.A. Indústria e Comércio	Brazil	-	99	-	99
Oxiten Argentina Sociedad de Responsabilidad Ltda.	Argentina	-	100	-	100
Oleoquímica Indústria e Comércio de Produtos Químicos Ltda.	Brazil	-	100	-	100
American Chemical I.C.S.A.	Uruguay	-	100	-	100
Barrington S.L.	Spain	-	100	-	100
Oxiten México S.A. de C.V.	Mexico	-	100	-	100
Oxiten Servicios Corporativos S.A. de C.V.	Mexico	-	100	-	100
Oxiten Servicios Industriales S.A. de C.V.	Mexico	-	100	-	100
Oxiten USA LLC	United States	-	100	-	100
Global Petroleum Products Trading Corp.	Virgin Islands	-	100	-	100
Oxiten Overseas Corp.	Virgin Islands	-	100	-	100
Oxiten Andina, C.A.	Venezuela	-	100	-	100
Oxiten Europe SPRL	Belgium	-	100	-	100

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Oxiteno Colombia S.A.S	Colombia	-	100	-	100
Oxiteno Shanghai Trading LTD.	China	-	100	-	100
Empresa Carioca de Produtos					
Químicos S.A.	Brazil	-	100	-	100
Ipiranga Produtos de Petróleo S.A.	Brazil	100	-	100	-
am/pm Comestíveis Ltda.	Brazil	-	100	-	100
Centro de Conveniências					
Millennium Ltda.	Brazil	-	100	-	100
Conveniência Ipiranga Norte Ltda.	Brazil	-	100	-	100
Ipiranga Trading Limited	Virgin Islands	-	100	-	100
Tropical Transportes Ipiranga Ltda.	Brazil	-	100	-	100
Ipiranga Imobiliária Ltda.	Brazil	-	100	-	100
Ipiranga Logística Ltda.	Brazil	-	100	-	100
Isa - Sul Administração e					
Participações Ltda.	Brazil	-	100	-	100
Companhia Ultragaz S.A.	Brazil	-	99	-	99
Bahiana Distribuidora de Gás Ltda.	Brazil	-	100	-	100
Utingás Armazenadora S.A.	Brazil	-	57	-	57
LPG International Inc.	Cayman Islands	-	100	-	100
Imaven Imóveis Ltda.	Brazil	-	100	-	100
Oil Trading Importadora e					
Exportadora Ltda.	Brazil	-	100	-	100
SERMA - Ass. dos usuários equip.					
proc. de dados	Brazil	-	100	-	100

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Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

The Company and its subsidiaries maintain a shared equity interest in the following companies, whose bylaws establish joint control. These joint ventures are accounted for under the equity method of accounting by the Company and its subsidiaries, as required by IFRS 11 (CPC 19 (R2)) – see Note 11.b).

	Location	% interest in the share			
		03/31/2013		12/31/2012	
		Direct control	Indirect control	Direct control	Indirect control
União Vopak Armazéns Gerais Ltda.	Brazil	-	50	-	50
ConectCar Soluções de Mobilidade Eletrônica S.A.	Brazil	-	50	-	50
Refinaria de Petróleo Riograndense S.A.	Brazil	33	-	33	-

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

a) Business combination – acquisition of American Chemical I.C.S.A.

On November 1st, 2012, the Company, through its subsidiary Oxiteno S.A. Indústria e Comércio (“Oxiteno S.A.”), purchased 100% of the shares of American Chemical, a Uruguayan specialty chemicals company. American Chemical owns a plant in Montevideo, with production capacity of 81 thousand tons of specialty chemicals, particularly sulfonate and sulfate surfactants for the home and personal care industries, as well as products for the leather industry. The total amount paid was R\$ 113,603, including the adjustments of working capital in the amount of R\$ 6,168, paid in the first quarter of 2013.

The purchase price paid for the shares is being allocated among the identified assets acquired and liabilities assumed, measured at fair value. The recognition of fair values of property, plant and equipment and intangible assets was concluded as of March 31, 2013. The conclusion of the determination of fair values of inventories is expected for the second quarter of 2013. During the process of identification of assets and liabilities, intangible assets which were not recognized in the acquired entity’s books were also taken into account. The provisional goodwill is R\$ 43,492.

The table below summarizes the assets acquired and liabilities assumed as of the acquisition date:

Current assets		Current liabilities	
Cash and cash equivalents	7,147	Loans	32,481
Trade receivables	31,169	Trade payables	32,443
Inventories	35,526	Salaries and related charges	3,431
Recoverable taxes	3,163	Other	1,869
Other	1,906		70,224
	78,911		
Non-current assets		Non-current liabilities	
Property, plant and equipment	68,420	Loans	7,362
Intangible assets	1,969	Deferred income and social	
Deferred income and social contribution taxes	7,465	contribution taxes	9,068
Temporary goodwill	43,492		16,430
	121,346	Total liabilities assumed	86,654
Total assets acquired and goodwill	200,257	Consideration transferred	113,603

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

4. Cash and cash equivalents and financial investments

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

The financial assets were classified in Note 22, according to their characteristics and intention of the Company and its subsidiaries.

- Cash and cash equivalents

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

	Parent		Consolidated	
	03/31/2013	12/31/2012	03/31/2013	12/31/2012
Cash and bank deposits				
In local currency	51	173	28,005	35,786
In foreign currency	-	-	34,038	43,866
Financial investments				
In local currency				
Fixed-income securities and funds	357,972	76,808	1,288,173	1,912,217
In foreign currency				
Fixed-income securities and funds	-	-	7,467	29,245
Total cash and cash equivalents	358,023	76,981	1,357,683	2,021,114

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

- Financial investments

The financial investments of the Company and its subsidiaries are distributed as follows:

	Parent		Consolidated	
	03/31/2013	12/31/2012	03/31/2013	12/31/2012
Financial investments				
In local currency				
Fixed-income securities and funds	67	216	412,437	641,022
In foreign currency				
Fixed-income securities and funds	-	-	307,765	290,636
Currency and interest rate hedging instruments (a)	-	-	135,833	179,056
Total financial investments	67	216	856,035	1,110,714
Current	67	216	715,840	961,184
Non-current	-	-	140,195	149,530

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

5. Trade receivables (Consolidated)

	03/31/2013	12/31/2012
Domestic customers	2,285,649	2,130,816
Reseller financing - Ipiranga	271,748	276,937
Foreign customers	182,845	164,943
(-) Allowance for doubtful accounts	(134,052)	(128,816)
Total	2,606,190	2,443,880
Current	2,472,842	2,306,521
Non-current	133,348	137,359

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

The breakdown of trade receivables, gross, is as follows:

	Total	Current	less than 30 days	31-60 days	Past due 61-90 days	91-180 days	more than 180 days
03/31/2013	2,740,242	2,453,794	83,933	13,951	5,765	15,332	167,467
12/31/2012	2,572,696	2,270,632	81,666	18,463	8,932	25,885	167,118

Movements in the allowance for doubtful accounts are as follows:

Balance at December 31, 2012	128,816
Additions	7,464
Write-offs	(2,228)
Balance at March 31, 2013	134,052

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

6.	Inventories (Consolidated)					
	03/31/2013			12/31/2012		
	Cost	Provision for losses	Net balance	Cost	Provision for losses	Net balance
Finished goods	262,043	(5,124)	256,919	262,667	(6,314)	256,353
Work in process	1,505	-	1,505	1,914	-	1,914
Raw materials	208,555	(175)	208,380	205,252	(297)	204,955
Liquefied petroleum gas (LPG)	36,409	-	36,409	36,820	-	36,820
Fuels, lubricants and greases	914,539	(710)	913,829	629,527	(635)	628,892
Consumable materials and bottles for resale	58,916	(1,082)	57,834	63,226	(1,197)	62,029
Advances to suppliers	74,249	-	74,249	72,899	-	72,899
Properties for resale	25,081	-	25,081	26,832	-	26,832
	1,581,297	(7,091)	1,574,206	1,299,137	(8,443)	1,290,694

Movements in the provision for losses are as follows:

Balance at December 31, 2012	8,443
Recoveries of realizable value adjustment	(896)
Recoveries of obsolescence and other losses	(456)
Balance at March 31, 2013	7,091

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

	03/31/2013	12/31/2012
Realizable value adjustment	4,514	5,410
Obsolescence and other losses	2,577	3,033
Total	7,091	8,443

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

7. Recoverable taxes

Recoverable taxes are substantially represented by credits of ICMS, Taxes for Social Security Financing (COFINS), Employee's Profit Participation Program (PIS), IRPJ and CSLL.

	Parent		Consolidated	
	03/31/2013	12/31/2012	03/31/2013	12/31/2012
IRPJ and CSLL	83,419	89,265	173,619	190,499
ICMS	-	-	188,076	198,041
Provision for ICMS losses (*)	-	-	(60,329)	(61,717)
Adjustment to present value of ICMS on property, plant and equipment - CIAP (see Note 2.u)	-	-	(590)	(747)
PIS and COFINS	-	-	129,337	156,491
Value-Added Tax (IVA) of subsidiaries Oxiteno Mexico, Oxiteno Andina and American Chemical	-	-	26,107	32,626
Excise tax - IPI	-	-	4,206	4,117
Other	-	-	7,607	7,719
Total	83,419	89,265	468,033	527,029
Current	53,046	63,266	399,446	477,959
Non-current	30,373	25,999	68,587	49,070

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

Balance at December 31, 2012	61,717
Additions	377
Write-offs	(1,765)
Balance at March 31, 2013	60,329

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

8. Related parties

a. Related parties

	Parent company			Financial income
	Assets		Total	
	Trade receivables	Debentures		
Companhia Ultragaz S.A.	7,293	-	7,293	-
Terminal Químico de Aratu S.A. - Tequimar	3,003	-	3,003	-
Oxiteno S.A. Indústria e Comércio	858	-	858	-
Ipiranga Produtos de Petróleo S.A.	3,861	782,189	786,050	18,696
Total as of March 31, 2013	15,015	782,189	797,204	18,696

	Assets			Financial income
	Assets		Total	
	Trade receivables	Debentures		
Companhia Ultragaz S.A.	7,293	-	7,293	-
Terminal Químico de Aratu S.A. - Tequimar	3,003	-	3,003	-
Oxiteno S.A. Indústria e Comércio	858	-	858	-
Ipiranga Produtos de Petróleo S.A.	3,861	766,297	770,158	28,964
Total as of December 31, 2012	15,015	766,297	781,312	
Total as of March 31, 2012				28,964

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

	Consolidated			
	Loans		Commercial transactions	
	Assets	Liabilities	Receivables ¹	Payables ¹
Braskem S.A. (*)	-	-	-	37,689
Copagaz Distribuidora de Gas Ltda.	-	-	427	-
Liquigás Distribuidora S.A.	-	-	559	-
Oxicap Indústria de Gases Ltda.	10,368	-	-	3,204
Petróleo Brasileiro S.A. – Petrobras (*)	-	-	-	616,335
Química da Bahia Indústria e Comércio S.A.	-	3,046	-	-
Braskem Qpar S.A. (*)	-	-	-	6,041
Refinaria de Petróleo Riograndense S.A.	-	-	-	2,663
ConectCar Soluções de Mobilidade Eletrônica S.A.	-	-	26	-
Others	490	826	396	-
Total as of March 31, 2013	10,858	3,872	1,408	665,932

	Consolidated			
	Loans		Commercial transactions	
	Assets	Liabilities	Receivables ¹	Payables ¹
Braskem S.A. (*)	-	-	-	18,200
Copagaz Distribuidora de Gas Ltda.	-	-	571	-
Liquigás Distribuidora S.A.	-	-	559	-
Oxicap Indústria de Gases Ltda.	10,368	-	-	926
Petróleo Brasileiro S.A. – Petrobras (*)	-	-	-	574,002
Química da Bahia Indústria e Comércio S.A.	-	3,046	-	-
Braskem Qpar S.A. (*)	-	-	-	2,427
Refinaria de Petróleo Riograndense S.A.	-	-	-	275
ConectCar Soluções de Mobilidade Eletrônica S.A.	-	-	9,871	-
Others	490	826	295	-
Total as of December 31, 2012	10,858	3,872	11,296	595,830

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

	Commercial transactions	
	Sales	Purchases
Braskem S.A. (*)	8,045	276,182
Copagaz Distribuidora de Gas Ltda.	923	-
Liquigás Distribuidora S.A.	1,204	-
Oxicap Indústria de Gases Ltda.	2	3,205
Petróleo Brasileiro S.A. – Petrobras (*)	-	10,375,890
Braskem Qpar S.A. (*)	2,141	79,566
Refinaria de Petróleo Riograndense S.A.	-	7,680
ConectCar Soluções de Mobilidade Eletrônica S.A.	2,327	-
Others	526	-
Total as of March 31, 2013	15.168	10,742,523

	Commercial transactions	
	Sales	Purchases
Braskem S.A. (*)	7,029	227,553
Copagaz Distribuidora de Gas Ltda.	931	-
Liquigás Distribuidora S.A.	1,271	-
Oxicap Indústria de Gases Ltda.	2	3,290
Petróleo Brasileiro S.A. – Petrobras (*)	5	8,139,518
Braskem Qpar S.A. (*)	459	42,548
Refinaria de Petróleo Riograndense S.A.	-	5,527
Others	579	-
Total as of March 31, 2012	10,276	8,418,436

(*)See Note 15 for further information on the relationship of these suppliers with the Company and its subsidiaries.

Purchase and sale transactions relate substantially to the purchase of raw materials, feedstock, transportation and storage services based on an arm's-length market prices and terms with customers and suppliers with comparable operational performance. The above operations related to ConectCar refer to the trade receivables of tag sales and refills, adhesion to Ipiranga's marketing plan, use of the Ultrapar's shared services center and sales commissions paid to Ipiranga. Borrowing agreements are for an indeterminate period and do not contain interest clauses. In the opinion of the Company and its subsidiaries' management, transactions with related parties are not subject to credit risk, which is why no allowance for doubtful accounts or collaterals are provided. Collaterals provided by the Company in loans of subsidiaries and affiliates are mentioned in Note 14.j). Intercompany loans are contracted in light of temporary cash surpluses or deficits of the Company, its subsidiaries and its associates.

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

b. Key executives - Compensation (Consolidated)

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

Short-term compensation is comprised of: (a) fixed monthly compensation paid with the objective of rewarding the executive's experience, responsibility and his/her position's complexity, and includes salary and benefits such as medical coverage, check-up, life insurance and others; (b) variable compensation paid annually with the objective of aligning the executive's and the Company's objectives, which is linked to: (i) the business performance measured through its economic value creation EVA® and (ii) the fulfillment of individual annual goals that are based on the strategic plan and are focused on expansion and operational excellence projects, people development and market positioning, among others. Further details about the Deferred Stock Plan are contained in Note 8.c) and about post employment benefits in Note 24.b).

As of March 31, 2013, the Company and its subsidiaries recognized expenses for compensation of its key executives (Company's directors and executive officers) in the amount of R\$ 7,768 (R\$ 7,749 as of March 31, 2012). Out of this total, R\$ 6,452 relates to short-term compensation (R\$ 6,647 as of March 31, 2012), R\$ 947 to stock compensation (R\$ 808 as of March 31, 2012) and R\$ 369 (R\$ 294 as of March 31, 2012) to post-employment benefits.

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

c. Deferred Stock Plan

On April 27, 2001, the General Shareholders' Meeting approved a benefit plan to members of management and employees in executive positions in the Company and its subsidiaries. On November 26, 2003, the Extraordinary General Shareholders' Meeting approved certain amendments to the original plan of 2001 (the "Deferred Stock Plan"). In the Deferred Stock Plan, certain members of management of the Company and its subsidiaries have the voting and economic rights of shares and the ownership of these shares is retained by the subsidiaries of the Company. The Deferred Stock Plan provides for the transfer of the ownership of the shares to those eligible members of management after five to ten years from the initial concession of the rights subject to uninterrupted employment of the participant during the period. The total number of shares to be used for the Deferred Stock Plan is subject to the availability in treasury of such shares. It is incumbent on Ultrapar's executive officers to select the members of management eligible for the plan and propose the number of shares in each case for approval by the Board of Directors. At March 31, 2013, the amount granted to the company's executives, including tax charges, amounted R\$ 63,643 (R\$ 63,643 until December 31, 2012). This amount is amortized over the vesting period of Deferred Stock Plan. The amortization as of March 31, 2013 in the amount of R\$ 2,474 (R\$ 1,722 as of March 31, 2012) was recognized as a general and administrative expense. The fair value of the awards were determined on the grant date based on the market value of the shares on the BM&FBOVESPA S.A. – Bolsa de Valores, Mercadorias e Futuros ("BM&FBOVESPA"), the Brazilian Securities, Commodities and Futures Exchange.

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

Grant date	Number of shares granted	Vesting period	Market price of shares on the grant date (in R\$ per share)	Total compensation including taxes	Accumulated recognized compensation costs	Accumulated unrecognized compensation costs
November 7, 2012	350,000	5 to 7 years	42.90	20,710	(1,466)	19,244
December 14, 2011	120,000	5 to 7 years	31.85	5,272	(1,194)	4,078
November 10, 2010	260,000	5 to 7 years	26.78	9,602	(3,941)	5,661
December 16, 2009	250,000	5 to 7 years	20.75	7,155	(4,051)	3,104
October 8, 2008	576,000	5 to 7 years	9.99	8,090	(6,219)	1,871
December 12, 2007	106,640	5 to 7 years	16.17	3,570	(3,154)	416
November 9, 2006	207,200	10 years	11.62	3,322	(2,132)	1,190
December 14, 2005	93,600	10 years	8.21	1,060	(777)	283
October 4, 2004	167,900	10 years	10.20	2,361	(2,007)	354
December 18, 2003	239,200	10 years	7.58	2,501	(2,334)	167
	2,370,540			63,643	(27,275)	36,368

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

9. Income and social contribution taxes

a. Deferred income and social contribution taxes

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

	Parent		Consolidated	
	03/31/2013	12/31/2012	03/31/2013	12/31/2012
Assets - Deferred income and social contribution taxes on:				
Provision for impairment of assets	-	-	27,160	27,503
Provisions for tax, civil and labor risks	6	6	108,954	110,563
Provision for post-employment benefit (see Note 24.b)	-	-	44,887	43,450
Provision for differences between cash and accrual basis	-	-	23,005	21,710
Goodwill (see Note 13)	-	-	116,785	134,598
Provision for assets retirement obligation	-	-	14,141	13,855
Other provisions	2	37	63,996	60,768
Tax losses and negative basis for social contribution carryforwards (d)	-	-	57,029	56,884
Total	8	43	455,957	469,331
Liabilities - Deferred income and social contribution taxes on:				
Revaluation of property, plant and equipment	-	-	3,224	3,259
Lease	-	-	6,122	6,255
Provision for differences between cash and accrual basis	-	-	57,457	65,299
Provision for goodwill/negative goodwill	-	-	13,853	950
Temporary differences of foreign subsidiaries	-	-	3,907	3,489
Other provisions	-	-	5,967	5,672
Total	-	-	90,530	84,924

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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

	Parent	Consolidated
Up to 1 year	2	176,414
From 1 to 2 years	-	89,959
From 2 to 3 years	-	46,879
From 3 to 5 years	6	44,892
From 5 to 7 years	-	63,149
From 7 to 10 years	-	34,664
	8	455,957

b. Reconciliation of income and social contribution taxes

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

	Parent		Consolidated	
	03/31/2013	03/31/2012	03/31/2013	03/31/2012
Income before taxes and share of profit of Subsidiaries, joint ventures and associates	3,470	7,909	365,852	270,674
Statutory tax rates - %	34	34	34	34
Income and social contribution taxes at the statutory tax rates	(1,180)	(2,689)	(124,390)	(92,029)
Adjustments to the statutory income and social contribution taxes:				
Operating provisions and nondeductible expenses/nontaxable revenues	(355)	-	(6,382)	(1,994)
Adjustment to estimated income	-	-	2,430	4,536
Interest on equity	(10,097)	-	-	-
Other adjustments	6	6	897	(1,284)
Income and social contribution taxes before tax incentives	(11,626)	(2,683)	(127,445)	(90,771)
Tax incentives - SUDENE	-	-	10,077	8,716
Income and social contribution taxes in the income statement	(11,626)	(2,683)	(117,368)	(82,055)
Current	(11,591)	(2,058)	(119,643)	(76,500)
Deferred	(35)	(625)	(7,802)	(14,271)
Tax incentives - SUDENE	-	-	10,077	8,716

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

c. Tax incentives - SUDENE

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

Subsidiary	Units	Incentive - %	Expiration
Oxiteno Nordeste S.A. Indústria e Comércio	eCamaçari plant	75	2016
Bahiana Distribuidora de Gás Ltda.	Caucaia base (1)	75	2012
	Mataripe base	75	2013
	Aracaju base	75	2017
	Suape base	75	2018
Terminal Químico de Aratu S.A. Tequimar	Aratu terminal (2)	75	2012
	Suape terminal	75	2020
Oleoquímica Indústria e Produtos Químicos Ltda.	eCamaçari plant	75	2022

(1) In the second quarter of 2013 the subsidiary will request the extension of the recognition of tax incentive for another 10 years, due the production increase verified in the Caucaia base.

(2) In April 2013 the subsidiary requested the extension of the recognition of tax incentive for another 10 years, due the modernization verified in the Aratu terminal.

d. Income and social contribution taxes carryforwards

The Company and certain subsidiaries have loss carryforwards (income tax) amounting to R\$ 171,590 (R\$ 171,409 as of December 31, 2012) and negative basis of CSLL of R\$ 157,014 (R\$ 155,911 as of December 31, 2012), whose compensations are limited to 30% of taxable income, which do not expire. Based on these values the Company and its subsidiaries recognized deferred income and social contribution tax assets in the amount of R\$ 57,029 (R\$ 56,884 as of December 31, 2012).

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

10.	Prepaid expenses (Consolidated)	03/31/2013	12/31/2012
	Rents	60,047	60,931
	Deferred Stock Plan, net (see Note 8.c)	29,391	31,438
	Software maintenance	11,157	11,168
	Insurance premiums	13,322	15,612
	Advertising and publicity	31,345	6,218
	Purchases of meal and transportation tickets	4,664	4,545
	Taxes and other prepaid expenses	10,758	3,551
		160,684	133,463
	Current	84,646	53,811
	Non-current	76,038	79,652

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

11. Investments

a. Subsidiaries and joint-ventures (Parent company)

	03/31/2013			
	Ultracargo – Operações Logísticas e Participações Ltda.	Oxitenó S.A. Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Refinaria de Petróleo Riograndense S.A.
Number of shares or units held	11,839,764	35,102,127	224,467,228,244	5,078,888
Assets	1,024,715	2,925,206	8,176,998	192,027
Liabilities	19,939	565,229	6,269,051	133,049
Shareholders' equity adjusted for intercompany unrealized profits	1,004,776	2,360,037	1,907,946	58,978
Net revenue from sales and services	-	222,290	11,847,169	50,270
Net income for the period after adjustment for intercompany unrealized profits	16,265	34,761	202,143	(530)
	12/31/2012			
	Ultracargo – Operações Logísticas e Participações Ltda.	Oxitenó S.A. Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Refinaria de Petróleo Riograndense S.A.
Number of shares or units held	9,323,829	35,102,127	224,467,228,244	5,078,888
Assets	1,008,765	3,142,610	8,934,599	229,328
Liabilities	19,921	789,697	6,493,500	169,820
Shareholders' equity adjusted for intercompany unrealized profits	988,511	2,349,275	2,435,502	59,508
	03/31/2012			
Net revenue from sales and services	-	215,289	10,750,608	30,496
Net income for the period after adjustment for intercompany unrealized profits	19,085	32,249	132,664	3,448

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

	Ultracargo - Operações Logísticas e Participações Ltda.	Oxiteno S.A. - Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Refinaria de Petróleo Riograndense S.A.	Total
Balance as of December 31, 2012	988,844	2,352,973	2,441,115	19,759	5,802,691
Effect of adoption of IAS 19 (CPC 33 (R2)) - Employee benefits	(333)	(3,698)	(5,613)	-	(9,644)
Balance as of December 31, 2012 - restated	988,511	2,349,275	2,435,502	19,759	5,793,047
Share of (loss) profit of subsidiaries and joint ventures	16,265	34,761	202,143	(176)	252,993
Dividends and interest on equity (gross)	-	-	(29,697)	-	(29,697)
Capital decrease	-	-	(700,000)	-	(700,000)
Tax liabilities on equity- method revaluation reserve	-	-	(11)	-	(11)
Valuation adjustment of subsidiaries	-	10	9	-	19
Translation adjustments of foreign-based subsidiaries	-	(24,009)	-	-	(24,009)
Balance as of March 31, 2013	1,004,776	2,360,037	1,907,946	19,583	5,292,342

	Ultracargo - Operações Logísticas e Participações Ltda.	Oxiteno S.A. - Indústria e Comércio	Ipiranga Produtos de Petróleo S.A.	Refinaria de Petróleo Riograndense S.A.	Total
Balance as of December 31, 2011	780,883	2,206,872	2,284,440	18,904	5,291,099
Effect of adoption of IAS 19 (CPC 33 (R2)) - Employee benefits	(361)	(4,140)	(6,038)	-	(10,539)
Balance as of December 31, 2011 - restated	780,522	2,202,732	2,278,402	18,904	5,280,560
Share of profit of subsidiaries and joint ventures	19,085	32,249	132,664	1,046	185,044
Dividends and interest on equity (gross)	-	-	(191,621)	(2,432)	(194,053)
Tax liabilities on equity- method revaluation reserve	-	-	(30)	-	(30)
Valuation adjustment of subsidiaries	-	(111)	(72)	-	(183)
Translation adjustments of foreign-based subsidiaries	-	1,143	-	-	1,143
Balance as of March 31, 2012	799,607	2,236,013	2,219,343	17,518	5,272,481

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

b. Joint ventures (Consolidated)

	Movements in investments			
	União Vopak	RPR	ConectCar	Total
Balance as of December 31, 2012	5,714	19,759	2,736	28,209
Capital increase	-	-	9,579	9,579
Share of profit (loss) of joint ventures	188	(176)*	(2,257)	(2,245)
Balance as of March 31, 2013	5,902	19,583	10,087	35,543

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

	Movements in investments			
	União Vopak	RPR	Maxfácil	Total
Balance as of December 31, 2011	6,331	18,904	95,568	120,803
Proposed dividends	(649)	(2,432)	(1,918)	(4,999)
Share of profit (loss) of joint ventures	168	1,046	1,854	3,068
Balance as of March 31, 2012	5,850	17,518	95,504	118,872

	03/31/2013		
	União Vopak	RPR	ConectCar
Current assets	4,801	98,222	10,346
Non-current assets	9,671	93,805	11,902
Current liabilities	2,668	55,293	2,131
Non-current liabilities	-	77,756	-
Shareholders' equity	11,804	58,978	20,117
Net revenue from sales and services	2,752	50,270	13
Costs and operating expenses	(2,234)	(46,588)	(6,834)
Net financial income and income and social contribution taxes	(142)	(1,319)	2,307
Net income for the period	376	2,363	(4,514)
Number of shares or units held	29,995	5,078,888	25,000,000
% of capital held	50	33	50

12/31/2012
RPR ConectCar

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União
Vopak

Current assets	4,254	137,729	12,616
Non-current assets	9,908	91,599	9,363
Current liabilities	2,734	88,070	16,507
Non-current liabilities	-	81,750	-
Shareholders' equity	11,428	59,908	5,472
Number of shares or units held	29,995	5,078,888	25,000,000
% of capital held	50	33	50

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

		03/31/2012	
	União Vopak	RPR	Maxfácil
Net revenue from sales and services	3,565	30,497	462
Costs and operating expenses	(3,138)	(24,912)	(54)
Net financial income and income and social contribution taxes	(91)	(2,200)	3,300
Net income for the period	336	3,385	3,708
Number of shares or units held	29,995	5,078,888	10,997
% of capital held	50	33	50

The Company holds an interest in RPR, which is primarily engaged in oil refining.

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

The subsidiary Ipiranga Produtos de Petróleo S.A. ("IPP") holds an interest in ConectCar, which is primarily engaged in electronic payment of tolls, parking and fuel. ConectCar, formed in November 2012, started its operation on April 23, 2013 in the State of São Paulo.

The subsidiary IPP held an interest in Maxfácil, which was primarily engaged in the management of Ipiranga-branded credit cards. In November 2012, Maxfácil was split between the partners in proportion to their shareholdings and subsequently merged by each partner.

These investments are accounted for under the equity method of accounting based on their information as of March 31, 2013.

The investment of subsidiary Oxiteno S.A. in the associate Oxicap is accounted for under the equity method of accounting based on its information as of February 28, 2013, while the other associates are valued based on the interim financial information as of March 31, 2013.

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

	03/31/2013				
	Transportadora Sulbrasileira de Gás S.A.	Oxicap Indústria de Gases Ltda.	Química da Bahia Indústria e Comércio S.A.	Metalúrgica Plus S.A.	Plenogás Distribuidora de Gás S.A.
Current assets	9,509	16,322	113	359	36
Non-current assets	20,590	94,233	9,844	638	2,926
Current liabilities	820	8,245	-	21	136
Non-current liabilities	332	90,984	2,682	1,708	3,848
Shareholders' equity	28,947	8,326	7,275	(732)	(1,022)
Net revenue from sales and services	2,022	8,162	-	-	-
Costs, operating expenses and income	(1,145)	(7,851)	(3)	(50)	(152)
Net financial income and income and social contribution taxes	12	(66)	8	(1)	14
Net income (loss) for the period	889	245	5	(51)	(138)
Number of shares or units held	20,124,996	156	1,493,120	3,000	1,384,308
% of capital held	25	25	50	33	33
	12/31/2012				
	Transportadora Sulbrasileira de Gás S.A.	Oxicap Indústria de Gases Ltda.	Química da Bahia Indústria e Comércio S.A.	Metalúrgica Plus S.A.	Plenogás Distribuidora de Gás S.A.
Current assets	8,074	15,300	207	364	30
Non-current assets	20,881	88,938	9,745	678	3,150
Current liabilities	565	7,712	-	15	92
Non-current liabilities	332	88,446	2,682	1,708	3,972
Shareholders' equity	28,058	8,080	7,270	(681)	(884)
	03/31/2012				
Net revenue from sales and services	1,134	7,665	-	-	-
Costs, operating expenses and income	(906)	(7,662)	(42)	(42)	42
Net financial income and income and social contribution taxes	60	(39)	(59)	2	(9)
Net income (loss) for the period	142	(36)	(101)	(40)	33
Number of shares or units held	20,124,996	156	1,493,120	3,000	1,384,308
% of capital held	25	25	50	33	33

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

12. Property, plant and equipment (Consolidated)

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

	Weighted average useful life (years)	Balance in 12/31/2012	Additions	Depreciation	Transfer	Write-offs	American Chemical acquisiton	Effect of foreign currency exchange rate variation	Balance in 03/31/2013
Cost:									
Land	-	403,563	270	-	41	(2,271)	6,881	(773)	407,711
Buildings	28	1,152,647	274	-	26,351	(3,024)	(279)	(5,043)	1,170,926
Leasehold improvements	12	507,548	697	-	9,908	(336)	-	(1)	517,816
Machinery and equipment	12	3,465,698	18,864	-	9,485	(944)	18,048	(47,292)	3,463,859
Automotive fuel/lubricant distribution equipment and facilities	14	1,816,791	16,336	-	23,757	(4,123)	-	-	1,852,761
LPG tanks and bottles	12	441,006	19,144	-	(30)	(9,989)	-	(1)	450,130
Vehicles	9	198,674	1,493	-	2,998	(2,173)	156	(630)	200,518
Furniture and utensils	8	117,296	707	-	1,731	(15)	-	(1,459)	118,260
Construction in progress	-	294,328	41,581	-	(78,282)	(825)	-	(2,121)	254,681
Advances to suppliers	-	12,881	855	-	(47)	-	-	-	13,689
Imports in progress	-	174	365	-	(35)	-	-	1	505
IT equipment	5	197,881	1,650	-	285	(1,425)	-	(133)	198,258
		8,608,487	102,236	-	(3,838)	(25,125)	24,806	(57,452)	8,649,114
Accumulated depreciation:									
Buildings		(496,449)	-	(9,617)	(923)	1,709	-	4,966	(500,314)
Leasehold improvements		(237,447)	-	(8,046)	(31)	260	-	1	(245,263)
		(1,673,635)	-	(53,833)	925	553	-	45,150	(1,680,840)

Machinery and equipment								
Automotive fuel/lubricant distribution equipment and facilities	(972,014)	-	(25,936)	1	2,871	-	-	(995,078)
LPG tanks and bottles	(216,707)	-	(6,719)	28	4,501	-	-	(218,897)
Vehicles	(89,221)	-	(2,206)	-	1,333	-	503	(89,591)
Furniture and utensils	(83,447)	-	(2,069)	1	14	-	1,417	(84,084)
IT equipment	(166,721)	-	(3,009)	(1)	1,207	-	44	(168,480)
	(3,935,641)	-	(111,435)	-	12,448	-	52,081	(3,982,547)
Provision for loss:								
Land	(197)	-	-	-	-	-	-	(197)
Machinery and equipment	(5,616)	(157)	-	-	151	-	-	(5,622)
IT equipment	(3)	-	-	-	1	-	-	(2)
Vehicles	-	(106)	-	-	-	-	-	(106)
Furniture and utensils	(10)	-	-	-	1	-	-	(9)
	(5,826)	(263)	-	-	153	-	-	(5,936)
Net amount	4,667,020	101,973	(111,435)	(3,838)	(12,524)	24,806	(5,371)	4,660,631

1) For further information on the American Chemical acquisition see Note 3.a).

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

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

13. Intangible assets (Consolidated)

Balances and changes in intangible assets are as follows:

	Goodwill (i)	Software (ii)	Technology (iii)	Commercial property rights (iv)	Distribution rights (v)	Others (vi)	Total
Balance as of December 31, 2012	804,697	91,357	9,540	11,368	1,018,954	29,380	1,965,296
Additions	-	3,466	-	-	35,573	-	39,039
Write-offs	-	-	-	-	-	(111)	(111)
Transferences	-	3,812	-	-	(212)	-	3,600
Amortization	-	(8,157)	(1,488)	(138)	(72,859)	(18)	(82,660)
Effect of foreign currency exchange rate variation	-	335	-	-	-	(507)	(172)
American Chemical acquisition (1)	(11,435)	-	-	-	1,865	-	(9,570)
Balance as of March 31, 2013	793,262	90,813	8,052	11,230	983,321	28,744	1,915,422
Weighted average useful life (years)	-	5	5	30	5	7	

1) For further information on the American Chemical acquisition see Note 3.a).

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

The Company has the following balances of goodwill:

	03/31/2013	12/31/2012
Goodwill on the acquisition of:		
Ipiranga	276,724	276,724
União Terminais	211,089	211,089
Texaco	177,759	177,759
American Chemical	43,492	54,927
Temmar	43,781	43,781
DNP	24,736	24,736

Repsol	13,403	13,403
Other	2,278	2,278
	793,262	804,697

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

On December 31, 2012 the Company tested the balances of goodwill shown in the table above for impairment. The determination of value in use involves assumptions, judgments and estimates of cash flows, such as growth rates of revenues, costs and expenses, estimates of investments and working capital and discount rates. The assumptions about growth projections and future cash flows are based on the Company's business plan, as well as comparable market data, and represent management's best estimate of the economic conditions that will exist over the economic life of the various CGUs, to which goodwill is related.

The evaluation of the value in use is calculated for a period of five years, after which we calculate the perpetuity, considering the possibility of carrying the business on indefinitely.

The discount and growth rates used to extrapolate the projections ranged from 10.4% to 29.6% and 0% to 3.5% p.a., respectively, depending on the CGU analyzed.

The Company's goodwill impairment tests did not result in the recognition of losses for the year ended December 31, 2012.

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

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

iv) Commercial property rights include those described below:

On July 11, 2002, subsidiary Tequimar executed an agreement with CODEBA – Companhia das Docas do Estado da Bahia, which allows it to explore the area in which the Aratu Terminal is located for 20 years, renewable for a similar period. The price paid by Tequimar was R\$ 12,000, which is being amortized over the period from August 2002 to July 2042.

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

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

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

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

	03/31/2013	03/31/2012
Inventories and cost of products and services sold	3,254	3,508
Selling and marketing	71,828	53,509
General and administrative	7,578	6,498
	82,660	63,515

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

14. Loans, debentures and finance leases (Consolidated)

a. Composition

Description	03/31/2013	12/31/2012	Index/Currency	Weighted average financial charges 03/31/2013 - % p.a.	Maturity
Foreign currency – denominated loans:					
Notes in the foreign market (b)	510,860	508,883	US\$	+7.2	2015
Foreign loan (c.1) (*)	156,901	159,550	US\$ + LIBOR (i)	+0.8	2015
Foreign loan (c.2)	120,897	122,152	US\$ + LIBOR (i)	+1.0	2014 < 379 days
Advances on foreign exchange contracts	106,838	114,760	US\$	+1.7	2013 to 2017
Financial institutions (e)	81,885	84,007	US\$	+2.3	2013 to 2020
BNDES (d)	53,800	59,291	US\$	+5.5	< 260 days
Foreign currency advances delivered	46,260	52,744	US\$	+1.6	
Financial institutions (e)	40,250	40,641	US\$ + LIBOR (i)	+2.0	2017
Financial institutions (e)	25,675	25,259	MX\$ + TIEE (ii)	+1.3	2014 to 2016
Financial institutions (e)	15,954	30,194	Bs (iii)	+10.7	2013 to 2015
Subtotal	1,159,320	1,197,481			
Brazilian Reais – denominated loans:					
Banco do Brasil – fixed rate (f) (*)	1,279,032	1,948,096	R\$	+12.1	2013 to 2015
Banco do Brasil – floating rate (f)	1,182,614	668,900	CDI	102.6	2014 to 2016
Debentures - 4th issuance (g)	794,784	845,891	CDI	108.2	2015
BNDES (d)	640,726	677,840	TJLP (iv)	+2.4	2013 to 2020
Debentures - 1st public issuance IPP (g)	612,840	602,328	CDI	107.9	2017
Banco do Nordeste do Brasil	115,442	118,754	R\$	+8.5 (vi)	

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					2018 to 2021
BNDES (d)	48,186	49,163	R\$	+5.8	2015 to 2018
Finance leases (h)	42,080	42,419	IGP-M (v)	+5.6	2031
					2019 to 2021
FINEP	30,808	30,789	R\$	+4.0	2013 to 2014
FINEP	17,702	23,488	TJLP (iv)	+0.1	2016
Export Credit Note (*)	16,812	-	R\$	+8.0	2013 to 2014
					2013 to 2014
Fixed finance leases (h)	312	494	R\$	+13.8	2013
FINAME	228	510	TJLP (iv)	+2.8	
Subtotal	4,781,566	5,008,672			
Currency and interest rate hedging instruments	16,272	9,699			
Total	5,957,158	6,215,852			
Current	1,521,932	1,627,955			
Non-current	4,435,226	4,587,897			

(*) These transactions were designated for hedge accounting (see Note 22 – Hedge accounting).

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

- (i) LIBOR = London Interbank Offered Rate.
- (ii) MX\$ = Mexican Peso; TIE = the Mexican interbank balance interest rate.
- (iii) Bs = Venezuelan Bolivar.
- (iv) TJLP (Long-term Interest Rate) = set by the National Monetary Council, TJLP is the basic financing cost of BNDES. On March 31, 2013, TJLP was fixed at 5.0% p.a.
- (v) IGP-M = General Market Price Index is a measure of Brazilian inflation, calculated by the Getúlio Vargas Foundation.
- (vi) Contract linked to the rate of FNE (Northeast Constitutional Financing Fund) fund whose purpose is to foster the development of the industrial sector, administered by Banco do Nordeste do Brasil. On March 31, 2013, the FNE interest rate was 10% p.a. FNE grants a discount of 15% over the interest rate for timely payments.

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

	03/31/2013	12/31/2012
From 1 to 2 years	1,954,801	1,440,473
From 2 to 3 years	1,481,371	2,105,115
From 3 to 4 years	151,942	166,648
From 4 to 5 years	748,556	762,556
More than 5 years	98,556	113,105
	4,435,226	4,587,897

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

The Company's management entered into hedging instruments against foreign exchange and interest rate variations for a portion of its debt obligations (see Note 22).

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

b. Notes in the foreign market

In December 2005, the subsidiary LPG International Inc. ("LPG Inc.") issued US\$ 250 million in notes in the foreign market, maturing in December 2015, with interest rate of 7.2% p.a., paid semiannually. The issuance price was 98.7% of the note's face value, which represented a total yield for investors of 7.4% p.a. upon issuance. The notes were guaranteed by the Company and its subsidiary Oxiteno S.A.

As a result of the issuance of these notes, the Company and its subsidiaries are required to undertake certain obligations, including:

• Limitation on transactions with shareholders that hold 5% or more of any class of stock of the Company, except upon fair and reasonable terms no less favorable than could be obtained in a comparable arm's-length transaction with a third party.

• Required board approval for transactions with shareholders that hold 5% or more of any class of stock of the Company, or with their subsidiaries, in an amount higher than US\$ 15 million (except transactions of the Company with its subsidiaries and between its subsidiaries).

• Restriction on sale of all or substantially all assets of the Company and subsidiaries LPG and Oxiteno S.A.

• Restriction on encumbrance of assets exceeding US\$ 150 million or 15% of the value of the consolidated tangible assets.

The Company and its subsidiaries are in compliance with the levels of covenants required by these loans. The restrictions imposed on the Company and its subsidiaries are customary in transactions of this kind and have not limited their ability to conduct their business to date.

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

c. Foreign loan

1) In November 2012 the subsidiary IPP contracted a foreign loan in the amount of US\$ 80 million, with maturity in November 2015 and interest of LIBOR + 0.8% p.a., paid quarterly. IPP also contracted hedging instruments with floating interest rate in U.S. dollar and exchange rate variation, changing the foreign loan charge to 104.1% of CDI (see Note 22). The foreign loan is secured by the Company.

2) The subsidiary Oxiteno Overseas Corp. has a foreign loan in the amount of US\$ 60 million with maturity in June 2014 and interest of LIBOR + 1.0% p.a., paid semiannually. The Company, through its subsidiary Cia. Ultragas, contracted hedging instruments with floating interest rate in dollar and exchange rate variation, changing the foreign loan charge to 86.9% of CDI (see Note 22). The foreign loan is guaranteed by the Company and its subsidiary Oxiteno S.A.

As a result of these foreign loans, some obligations mentioned in Note 14.b) must also be maintained by the Company and its subsidiaries. Additionally, during these contracts, the Company shall maintain the following financial ratios, calculated based on its audited consolidated interim financial information:

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

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

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

d. BNDES

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

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

- capitalization level: shareholders' equity / total assets equal to or above 0.3; and
- current liquidity level: current assets / current liabilities equal to or above 1.3.

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

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

e. Financial institutions

The subsidiaries Oxiteno Mexico S.A. de C.V., Oxiteno Andina, Oxiteno USA LLC and American Chemical have loans to finance investments and working capital.

f. Banco do Brasil

The subsidiary IPP has fixed and floating interest rate loans with Banco do Brasil to finance the marketing, processing or manufacturing of agricultural goods (ethanol). For the fixed rate loans, IPP contracted interest hedging instruments, thus converting the fixed rates for these loans into an average 99.0% of CDI (see Note 22). IPP designates these hedging instruments as a fair value hedge; therefore, loans and hedging instruments are both stated at fair value from inception. Changes in fair value are recognized in profit or loss.

These loans mature, as follows:

Maturity	03/31/2013
May/13	414,205
Jan/14	383,902
Mar/14	236,468
Apr/14	60,282
May/14	427,661
May/15	437,166
Feb/16	501,962
Total	2,461,646

In the first quarter of 2013, IPP renegotiated loans that would mature during this period in the notional amount of R\$ 500 million, changing the maturity to February 2016 and the floating rate to 104.3% of CDI.

Ultrapar Participações S.A. and Subsidiaries

Notes to the interim financial information

(In thousands of Brazilian Reais, unless otherwise stated)

g. Debentures

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

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

- In March 2012, the Company made its fourth issuance of debentures, in a single series of 800 simple, nonconvertible into shares, unsecured debentures, and its main characteristics are as follows:

Face value unit:	R\$ 1,000,000.00
Final maturity:	March 16, 2015
Payment of the face value:	Lump sum at final maturity
Interest:	108.2% of CDI
Payment of interest:	Annually
Reprice:	