

Condensed Consolidated Interim Financial Information

Wilson Sons Limited

At 30 September 2017
with Independent Auditor's Review Report on the Condensed
Consolidated Interim Financial Information

Wilson Sons Limited

Condensed consolidated interim financial information

At 30 September 2017

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Report on review of condensed consolidated interim financial information

To the Board of Directors and Shareholders' of
Wilson Sons Limited
Hamilton, Bermuda

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Wilson Sons Limited (the "Company") as of September 30, 2017 and the related condensed consolidated statements of profit or loss and other comprehensive income, for the three and nine-month periods then ended and changes in equity and cash flows for the nine-month period then ended, as well as the explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with the IAS 34 Interim Financial Reporting ("IAS 34"). 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 International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". 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 International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Financial Reporting Standards IAS 34 "Interim Financial Reporting".



Other matters

The consolidated financial statements for the year ended December 31, 2016, whose consolidated statement of financial position is presented for comparison purposes, were audited by other independent auditors who issued an unmodified auditor's report thereon dated March 23, 2017. Additionally, the condensed consolidated statements of profit or loss and other comprehensive income, for the three and nine-month periods ended September 30, 2016 and changes in equity and cash flows for the nine-month period ended September 30, 2016 were reviewed by other independent accountants, who issued an unmodified review conclusion report dated November 10, 2016.

Rio de Janeiro, November 9, 2017.

ERNST & YOUNG
Auditores Independentes S.S.
CRC-2SP015199/O-6



Paulo José Machado
Accountant CRC-1RJ61469/O-4

Wilson Sons Limited

Condensed consolidated interim statements of profit or loss and other comprehensive income
For the period ended 30 September 2017 and 2016 (*Unaudited*)
(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted)

	Notes	Three-month period ended		Nine-month period ended		Three-month period ended		Nine-month period ended	
		30/09/2017	30/09/2016	30/09/2017	30/09/2016	30/09/2017	30/09/2016	30/09/2017	30/09/2016
		US\$	US\$	US\$	US\$	R\$	R\$	R\$	R\$
Revenue	4	129,434	125,546	375,187	340,216	409,416	407,477	1,190,909	1,200,735
Raw materials and consumables used		(10,129)	(11,628)	(28,946)	(27,941)	(32,040)	(37,741)	(91,870)	(98,439)
Employee charge and benefits expense	5	(40,634)	(34,983)	(123,963)	(102,743)	(128,615)	(113,599)	(393,379)	(363,075)
Depreciation and amortisation expenses		(13,896)	(13,964)	(42,844)	(38,368)	(43,974)	(45,501)	(136,007)	(135,451)
Other operating expenses	6	(30,775)	(33,230)	(92,224)	(92,623)	(97,438)	(107,867)	(292,300)	(327,104)
Profit (loss) on disposal of property, plant and equipment		20	541	(1,942)	608	65	1,737	(6,445)	1,873
Results from operating activities		34,020	32,282	85,268	79,149	107,414	104,506	270,908	278,539
Share of result of joint ventures	23.2	3,218	2,864	5,026	5,745	10,160	9,290	15,966	18,852
Finance income	7	3,760	1,286	10,348	20,524	11,963	4,152	33,103	72,934
Finance costs	7	(9,658)	(3,024)	(17,748)	(13,748)	(30,259)	(9,807)	(56,092)	(48,330)
Exchange gain (loss) on translation	7	2,495	1,456	3,152	8,284	8,061	4,785	10,134	28,697
Profit before tax		33,835	34,864	86,046	99,954	107,339	112,926	274,019	350,692
Income tax expense	8	(7,710)	(12,125)	(27,113)	(29,344)	(24,482)	(39,276)	(85,278)	(104,291)
Profit for the period		26,125	22,739	58,933	70,610	82,857	73,650	188,741	246,401
Profit for the period attributable to:									
Owners of the Company		25,765	22,726	57,865	70,465	81,715	73,610	185,365	245,893
Non-controlling interests		360	13	1,068	145	1,142	40	3,376	508
		26,125	22,739	58,933	70,610	82,857	73,650	188,741	246,401
Other comprehensive income									
Items that will never affect profit or loss									
Exchange differences on translation		11,056	(3,243)	6,086	33,653	(36,404)	8,884	(28,522)	(175,989)
Items that are or may be reclassified to profit or loss									
Effective portion of changes in fair value of cash flow hedges		316	649	457	1,076	1,371	1,086	1,805	2,440
Total comprehensive income for the period		37,497	20,145	65,476	105,339	47,824	83,620	162,024	72,852
Total comprehensive income for the period attributable to:									
Owners of the Company		37,088	20,183	64,343	105,075	46,682	83,697	158,526	72,499
Non-controlling interests		409	(38)	1,133	264	1,142	(77)	3,498	353
		37,497	20,145	65,476	105,339	47,824	83,620	162,024	72,852
Earnings per share from continuing operations									
Basic (cents per share)	21	36.20c	31.94c	81.30c	99.05c	114.81c	103.47c	260.45c	345.63c
Diluted (cents per share)	21	34.84c	30.71c	78.26c	95.21c	110.51c	99.46c	250.68c	332.26c

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

Wilson Sons Limited

Condensed consolidated interim statements of financial position

For the period ended 30 September 2017 (Unaudited) and year ended 31 December 2016

(Amounts expressed in thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted)

	Notes	30/09/2017 US\$	31/12/2016 US\$	30/09/2017 R\$	31/12/2016 R\$
Assets					
Non-current assets					
Goodwill	10	31,166	30,607	98,734	99,751
Other intangible assets	11	31,170	30,444	98,747	99,220
Property, plant and equipment	12	654,299	646,922	2,072,819	2,108,383
Deferred tax assets	9	27,822	29,055	88,140	94,693
Investment in joint ventures	23.3	27,379	22,230	86,737	72,450
Other trade receivables	14	53,709	55,070	170,150	179,479
Other non-current assets		14,313	13,408	45,344	43,698
Total non-current assets		839,858	827,736	2,660,671	2,697,674
Current assets					
Inventories	13	13,729	15,427	43,493	50,278
Operational trade receivables	14	58,792	54,247	186,255	176,797
Other trade receivables	14	38,999	27,018	123,547	88,053
Short-term investments	15	33,746	37,400	106,906	121,890
Cash and cash equivalents	15	73,326	75,001	232,298	244,436
Total current assets		218,592	209,093	692,499	681,454
Total assets		1,058,450	1,036,829	3,353,170	3,379,128
Equity and liabilities					
Equity					
Capital and reserves					
Share capital	21	10,187	9,905	27,701	26,815
Capital reserves		89,196	89,196	187,817	187,817
Profit reserve and derivatives		518	61	877	(928)
Share options		11,538	9,790	27,816	23,461
Retained earnings		483,964	463,094	1,129,788	1,062,104
Translation reserve		(50,307)	(56,328)	352,863	381,507
Equity attributable to owners of the Company		545,096	515,718	1,726,862	1,680,776
Non-controlling interests		1,502	770	4,758	2,510
Total equity		546,598	516,488	1,731,620	1,683,286
Non-current liabilities					
Bank loans	16	309,629	325,750	980,905	1,061,651
Deferred tax liabilities	9	52,127	48,974	165,138	159,611
Derivatives	25	453	1,182	1,436	3,852
Post-employment benefits	20.2	723	648	2,289	2,111
Provisions for tax, labour and civil risks	17	19,902	20,037	63,050	65,303
Obligations under finance leases	18	412	1,085	1,305	3,536
Total non-current liabilities		383,246	397,676	1,214,123	1,296,064
Current liabilities					
Bank loans	16	58,494	49,780	185,309	162,238
Operational trade payables	19	49,798	49,042	157,760	159,833
Other trade payables	19	16,325	18,621	51,717	60,687
Derivatives	25	880	712	2,789	2,322
Current tax liabilities		2,022	3,299	6,408	10,751
Obligations under finance leases	18	1,087	1,211	3,444	3,947
Total current liabilities		128,606	122,665	407,427	399,778
Total liabilities		511,852	520,341	1,621,550	1,695,842
Total equity and liabilities		1,058,450	1,036,829	3,353,170	3,379,128

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

Wilson Sons Limited

Condensed consolidated interim statements of changes in equity
For the period ended 30 September 2017 and 2016 (*Unaudited*)
(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted)

	Notes	Capital reserves					Profit reserve	Share options	Retained earnings	Translation Reserve	Attributable to owners of the Company	Non-controlling interests	Total
		Share capital	Share premium	Others	Additional paid-in capital	Derivatives							
		US\$	US\$	US\$	US\$	US\$							
Balances at 1 January 2016	21	9,905	67,951	28,383	(2,010)	(3,471)	1,981	6,380	412,644	(88,851)	432,912	1,096	434,008
Profit for the period		-	-	-	-	-	-	-	70,465	-	70,465	145	70,610
Effective portion of changes in fair value of cash flow hedges		-	-	-	-	1,114	-	-	-	-	1,114	(38)	1,076
Other comprehensive income		-	-	-	-	-	-	-	-	33,496	33,496	157	33,653
Total comprehensive income for the period		-	-	-	-	1,114	-	-	70,465	33,496	105,075	264	105,339
Derivatives		-	-	-	-	(27)	-	-	-	-	(27)	-	(27)
Share options		-	-	-	-	-	-	2,518	-	-	2,518	-	2,518
Purchase of non-controlling interest (Tecon SSA)	22	-	-	-	(5,128)	-	-	-	-	-	(5,128)	(271)	(5,399)
Dividends		-	-	-	-	-	-	-	(35,572)	-	(35,572)	(385)	(35,957)
Balances at 30 September 2016	21	9,905	67,951	28,383	(7,138)	(2,384)	1,981	8,898	447,537	(55,355)	499,778	704	500,482
Balances at 1 January 2017	21	9,905	67,951	28,383	(7,138)	(1,920)	1,981	9,790	463,094	(56,328)	515,718	770	516,488
Profit for the period		-	-	-	-	-	-	-	57,865	-	57,865	1,068	58,933
Effective portion of changes in fair value of cash flow hedges		-	-	-	-	457	-	-	-	-	457	-	457
Other comprehensive income		-	-	-	-	-	-	-	-	6,021	6,021	65	6,086
Total comprehensive income for the period		-	-	-	-	457	-	-	57,865	6,021	64,343	1,133	65,476
Share options		-	-	-	-	-	-	1,748	-	-	1,748	-	1,748
Capital increase	21	282	-	-	-	-	-	-	-	-	282	-	282
Dividends		-	-	-	-	-	-	-	(36,995)	-	(36,995)	(401)	(37,396)
Balances at 30 September 2017	21	10,187	67,951	28,383	(7,138)	(1,463)	1,981	11,538	483,964	(50,307)	545,096	1,502	546,598

(Continues)

Wilson Sons Limited

Condensed consolidated interim statements of changes in equity
For the period ended 30 September 2017 and 2016 (*Unaudited*)
(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted)

	Notes	Capital reserves					Profit reserve	Share options	Retained earnings	Translation Reserve	Attributable to owners of the Company	Non-controlling interests	Total
		Share capital	Share premium	Others	Additional paid- in capital	Derivatives							
		R\$	R\$	R\$	R\$	R\$							
Balances at 1 January 2016	21	26,815	136,396	76,018	(3,864)	(9,194)	3,342	15,346	891,601	553,977	1,690,437	4,279	1,694,716
Profit for the period		-	-	-	-	-	-	-	245,893	-	245,893	508	246,401
Effective portion of changes in fair value of cash flow hedges		-	-	-	-	2,595	-	-	-	-	2,595	(155)	2,440
Other comprehensive loss		-	-	-	-	-	-	-	-	(175,989)	(175,989)	-	(175,989)
Total comprehensive income (loss) for the period		-	-	-	-	2,595	-	-	245,893	(175,989)	72,499	353	72,852
Derivatives		-	-	-	-	(83)	-	-	-	-	(83)	-	(83)
Share Options		-	-	-	-	-	-	5,992	-	-	5,992	-	5,992
Purchase of non-controlling interest (Tecon SSA)	22	-	-	-	(20,733)	-	-	-	-	-	(20,733)	(1,096)	(21,829)
Dividends		-	-	-	-	-	-	-	(125,730)	-	(125,730)	(1,250)	(126,980)
Balances at 30 September 2016	21	26,815	136,396	76,018	(24,597)	(6,682)	3,342	21,338	1,011,764	377,988	1,622,382	2,286	1,624,668
Balances at 1 January 2017	21	26,815	136,396	76,018	(24,597)	(4,270)	3,342	23,461	1,062,104	381,507	1,680,776	2,510	1,683,286
Profit for the period		-	-	-	-	-	-	-	185,365	-	185,365	3,376	188,741
Effective portion of changes in fair value of cash flow hedges		-	-	-	-	1,805	-	-	-	-	1,805	-	1,805
Other comprehensive income (loss)		-	-	-	-	-	-	-	-	(28,644)	(28,644)	122	(28,522)
Total comprehensive income (loss) for the period		-	-	-	-	1,805	-	-	185,365	(28,644)	158,526	3,498	162,024
Share options		-	-	-	-	-	-	4,355	-	-	4,355	-	4,355
Capital increase	21	886	-	-	-	-	-	-	-	-	886	-	886
Dividends		-	-	-	-	-	-	-	(117,681)	-	(117,681)	(1,250)	(118,931)
Balances at 30 September 2017	21	27,701	136,396	76,018	(24,597)	(2,465)	3,342	27,816	1,129,788	352,863	1,726,862	4,758	1,731,620

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

Wilson Sons Limited

Condensed consolidated interim statements of cash flows

For the period ended 30 September 2017 and 2016 (*Unaudited*)

(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted)

	Notes	30/09/2017 US\$	30/09/2016 US\$	30/09/2017 R\$	30/09/2016 R\$
Net cash generated by operating activities	27	79,956	74,563	253,947	260,096
Cash flow from investing activities					
Interest received		5,353	5,444	17,017	19,471
Proceeds on disposal of property, plant and equipment		1,138	2,067	3,601	7,460
Purchases of property, plant and equipment		(22,945)	(80,913)	(73,727)	(284,333)
Other intangible assets		(2,842)	(4,248)	(9,030)	(15,516)
Short-term investment		3,654	10,223	11,601	33,290
Acquisition of non-controlling interest		-	(1,855)	-	(7,500)
Net cash used in investing activities		(15,642)	(69,282)	(50,538)	(247,128)
Cash flow from financing activities					
Dividends paid		(36,995)	(35,572)	(117,681)	(125,730)
Dividends paid - non controlling interest		(401)	(385)	(1,250)	(1,250)
Capital increase by issuance of new shares under employee share option plan		282	-	886	-
Repayments of borrowings		(42,294)	(34,520)	(134,847)	(121,390)
Repayments of obligations under finance leases		(652)	(873)	(2,072)	(3,061)
Derivatives paid		(529)	(638)	(1,667)	(2,291)
New borrowings obtained		12,611	24,039	39,487	82,544
Net cash used in financing activities		(67,978)	(47,949)	(217,144)	(171,178)
Net decrease in cash and cash equivalents		(3,664)	(42,668)	(13,735)	(158,210)
Cash and cash equivalents at the beginning of the period		75,001	90,401	244,436	352,998
Effect of foreign exchange rate changes		1,989	12,339	1,597	217
Cash and cash equivalents at the end of the period		73,326	60,072	232,298	195,005

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

Wilson Sons Limited

Notes to the condensed consolidated interim financial information

At 30 September 2017

(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted) - *Unaudited*

1. General information

Wilson Sons Limited (the "Group" or "Company") is a limited company incorporated in Bermuda under the Companies Act 1981. The address of the registered office is Clarendon House, 2 Church Street, Hamilton, HM11, Bermuda. The Group is one of the largest providers of integrated port and maritime logistics and supply chain solutions in Brazil. With a business track record of over 180 years, the Company has developed an extensive national network and provides a comprehensive set of services related to domestic and international trade, as well as to the oil and gas industry. The Company's principal activities are divided into the following segments: towage and agency services, port terminals, offshore vessels, logistics and shipyards.

2. Significant accounting policies and critical accounting judgements

Statement of compliance

The condensed consolidated interim financial information has been prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board - IASB.

All relevant information specific to the financial statements, and only such information, is being evidenced, and corresponds to that used by the Company's management.

Basis of preparation

The condensed consolidated interim financial information is presented in US Dollars, which is the Company's functional currency, because that is the currency of the primary economic environment in which the Group operates. Entities with a functional currency other than US Dollars are included in accordance with the accounting policies described below. All financial information presented in dollar has been rounded to the nearest thousands, except when otherwise indicated.

These interim financial statements are presented in accordance with International Financial Reporting Standards IAS 34 "Interim Financial Reporting".

The condensed consolidated interim financial information has been prepared on the historical cost basis except for derivatives that are measured at fair values, as explained in the accounting policies.

The accounting policies and most significant judgments adopted by the Group's management were not modified in relation to those presented in the consolidated financial statements for the year ended 31 December 2016 approved on 23 March 2017.

As allowed by IAS 21 - The Effects of Changes in Foreign Exchange Rates, the Company also presents condensed consolidated interim financial information considering the Brazilian Real (R\$) as presentation currency. The following procedures have been applied:

- Assets and liabilities for each statement of financial position presented have been translated at the closing, exchange rate at the date of that statement of financial position;
- Income and expenses for each statement of comprehensive income or separate income statement presented have been translated at average rate for the period, and
- All resulting exchange differences have been recognised as foreign currency translation in other comprehensive income.

Wilson Sons Limited

Notes to the condensed consolidated interim financial information

At 30 September 2017

(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted) - *Unaudited*

Estimates

The preparation of condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this condensed consolidated interim financial information, significant judgments were made by management in applying the Group's accounting policies and the key source of estimation uncertainty were the same as those applied to the consolidated financial statements as at and for the year ended 31 December 2016.

3. Segment information

Reportable segments

For management purposes, the Group is currently organised into five reportable segments: towage and agency services, port terminals, offshore vessels, logistics and shipyards. These divisions are reported for the purposes of resource allocation and assessment of segment performance.

Finance costs relating to liabilities were allocated to reporting segments based on the loans taken to finance the acquisition or the construction of fixed assets in that segment. Finance income arising from bank balances held by Brazilian operating segments, including foreign exchange differences on such balances, were also allocated to the reporting segments.

Administrative expenses are presented as non-segment activities.

Segment information relating to these businesses is presented below:

	2017						
	Towage and agency services	Port terminals	Offshore vessels	Logistics	Shipyards	Non segmented activities	Eliminations Consolidated
30 September 2017	US\$	US\$	US\$	US\$	US\$	US\$	US\$
(Three-month period ended)							
Revenue	56,036	53,721	-	14,392	7,888	(256)	129,434
Operating profit	18,593	16,743	-	(271)	(892)	(942)	34,020
Finance income	(10)	2,186	-	82	-	1,502	3,760
Finance costs	(1,766)	(431)	-	(19)	(200)	(7,242)	(9,658)
Operating profit adjusted by finance income and cost	16,817	18,498	-	(208)	(1,092)	(6,682)	28,122
Share of result of joint ventures	-	-	3,218	-	-	-	3,218
Exchange gain (loss) on translation	-	-	-	-	-	-	2,495
Profit before tax	-	-	-	-	-	-	33,835
Other information:							
Capital expenditures	(3,834)	(6,606)	-	(210)	(150)	(220)	(11,020)
Depreciation and amortisation	(6,794)	(5,708)	-	(411)	(513)	(470)	(13,896)

Wilson Sons Limited

Notes to the condensed consolidated interim financial information

At 30 September 2017

(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted) - *Unaudited*

	2016							
	Towage and agency services	Port terminals	Offshore vessels	Logistics	Shipyards	Non segmented activities	Eliminations	Consolidated
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
30 September 2016								
(Three-month period ended)								
Revenue	57,737	47,564	-	10,925	27,853	-	(18,533)	125,546
Operating profit	23,040	14,409	-	(1,266)	3,015	(5,565)	(1,351)	32,282
Finance income	26	(919)	-	104	-	2,075	-	1,286
Finance costs	(1,817)	(1,570)	-	(41)	(219)	623	-	(3,024)
Operating profit adjusted by finance income and cost	21,249	11,920	-	(1,203)	2,796	(2,867)	(1,351)	30,544
Share of result of joint ventures	-	-	2,864	-	-	-	-	2,864
Exchange gain (loss) on translation	-	-	-	-	-	-	-	1,456
Profit before tax	-	-	-	-	-	-	-	34,864
Other information:								
Capital expenditures	(6,373)	(3,579)	-	(357)	(163)	(346)	-	(10,818)
Depreciation and amortisation	(6,147)	(6,134)	-	(458)	(356)	(869)	-	(13,964)
	2017							
	Towage and agency services	Port terminals	Offshore vessels	Logistics	Shipyards	Non segmented activities	Eliminations	Consolidated
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
30 September 2017								
(Nine-month period ended)								
Revenue	164,533	152,508	-	40,490	22,172	(256)	(4,260)	375,187
Operating profit	55,816	45,749	-	(1,674)	(3,070)	(14,130)	2,577	85,268
Finance income	4	4,960	-	602	-	4,782	-	10,348
Finance costs	(5,493)	(4,743)	-	(77)	(610)	(6,722)	(103)	(17,748)
Operating profit adjusted by finance income and cost	50,327	45,966	-	(1,149)	(3,680)	(16,070)	2,474	77,868
Share of result of joint ventures	-	-	5,026	-	-	-	-	5,026
Exchange gain (loss) on translation	-	-	-	-	-	-	-	3,152
Profit before tax	-	-	-	-	-	-	-	86,046
Other information:								
Capital expenditures	(8,774)	(35,733)	-	(466)	(380)	(817)	-	(46,170)
Depreciation and amortisation	(20,133)	(17,612)	-	(1,239)	(1,874)	(1,986)	-	(42,844)

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(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted) - *Unaudited*

	2016						
	Towage and agency services	Port terminals	Offshore vessels	Logistics	Shipyards	Non segmented activities	Consolidated
30 September 2016	US\$	US\$	US\$	US\$	US\$	US\$	US\$
(Nine-month period ended)							
Revenue	163,785	124,755	-	31,369	61,764	-	340,216
Operating profit	61,650	33,774	-	(2,639)	6,172	(16,880)	79,149
Finance income	16	13,591	-	224	(2)	6,716	20,524
Finance costs	(4,915)	(9,015)	-	(175)	(657)	1,014	(13,748)
Operating profit adjusted by finance income and cost	56,751	38,350	-	(2,590)	5,513	(9,150)	85,925
Share of result of joint ventures	-	-	5,745	-	-	-	5,745
Exchange gain (loss) on translation	-	-	-	-	-	-	8,284
Profit before tax	-	-	-	-	-	-	99,954
Other information:							
Capital expenditures	(46,993)	(34,448)	-	(529)	(399)	(2,419)	(84,788)
Depreciation and amortisation	(17,354)	(15,963)	-	(1,230)	(547)	(3,274)	(38,368)
	2017						
	Towage and agency services	Port terminals	Offshore vessels	Logistics	Shipyards	Non segmented activities	Consolidated
30 September 2017	R\$	R\$	R\$	R\$	R\$	R\$	R\$
(Three-month period ended)							
Revenue	177,236	169,920	-	45,519	24,963	(804)	409,416
Operating profit	58,790	52,903	-	(845)	(2,827)	(3,104)	107,414
Finance income	(31)	6,984	-	267	-	4,743	11,963
Finance costs	(5,588)	(1,230)	-	(59)	(635)	(22,747)	(30,259)
Operating profit adjusted by finance income and cost	53,171	58,657	-	(637)	(3,462)	(21,108)	89,118
Share of result of joint ventures	-	-	10,160	-	-	-	10,160
Exchange gain (loss) on translation	-	-	-	-	-	-	8,061
Profit before tax	-	-	-	-	-	-	107,339
Other information:							
Capital expenditures	(12,100)	(20,870)	-	(664)	(474)	(694)	(34,802)
Depreciation and amortisation	(21,497)	(18,068)	-	(1,297)	(1,624)	(1,488)	(43,974)

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	2016							
	Towage and agency services	Port terminals	Offshore vessels	Logistics	Shipyards	Non segmented activities	Eliminations	Consolidated
	R\$	R\$	R\$	R\$	R\$	R\$	R\$	R\$
30 September 2016								
(Three-month period ended)								
Revenue	187,426	154,363	-	35,451	90,414	-	(60,177)	407,477
Operating profit	74,773	46,707	-	(4,131)	9,747	(18,072)	(4,518)	104,506
Finance income	84	(2,999)	-	332	-	6,735	-	4,152
Finance costs	(5,895)	(5,109)	-	(135)	(711)	2,043	-	(9,807)
Operating profit adjusted by finance income and cost	68,962	38,599	-	(3,934)	9,036	(9,294)	(4,518)	98,851
Share of result of joint ventures	-	-	9,290	-	-	-	-	9,290
Exchange gain (loss) on translation	-	-	-	-	-	-	-	4,785
Profit before tax	-	-	-	-	-	-	-	112,926
Other information:								
Capital expenditures	(20,504)	(11,605)	-	(1,125)	(607)	(1,109)	-	(34,950)
Depreciation and amortisation	(19,958)	(19,925)	-	(1,486)	(1,312)	(2,820)	-	(45,501)
	2017							
	Towage and agency services	Port terminals	Offshore vessels	Logistics	Shipyards	Non segmented activities	Eliminations	Consolidated
	R\$	R\$	R\$	R\$	R\$	R\$	R\$	R\$
30 September 2017								
(Nine-month period ended)								
Revenue	522,182	484,207	-	128,513	70,362	(804)	(13,551)	1,190,909
Operating profit	177,164	145,502	-	(5,304)	(9,744)	(44,867)	8,157	270,908
Finance income	14	15,972	-	1,955	-	15,162	-	33,103
Finance costs	(17,443)	(15,050)	-	(246)	(1,937)	(21,095)	(321)	(56,092)
Operating profit adjusted by finance income and cost	159,735	146,424	-	(3,595)	(11,681)	(50,800)	7,836	247,919
Share of result of joint ventures	-	-	15,966	-	-	-	-	15,966
Exchange gain (loss) on translation	-	-	-	-	-	-	-	10,134
Profit before tax	-	-	-	-	-	-	-	274,019
Other information:								
Capital expenditures	(27,872)	(112,230)	-	(1,475)	(1,206)	(2,592)	-	(145,375)
Depreciation and amortisation	(63,894)	(55,948)	-	(3,931)	(5,945)	(6,289)	-	(136,007)

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30 September 2016	2016						
	Towage and agency services	Port terminals	Offshore vessels	Logistics	Shipyards	Non segmented activities	Eliminations Consolidated
	R\$	R\$	R\$	R\$	R\$	R\$	R\$
(Nine-month period ended)							
Revenue	579,996	438,569	-	111,465	214,301	-	(143,596) 1,200,735
Operating profit	218,099	118,023	-	(8,462)	20,182	(59,986)	(9,317) 278,539
Finance income	49	48,070	-	762	(7)	24,131	(71) 72,934
Finance costs	(17,372)	(31,831)	-	(633)	(2,342)	3,848	- (48,330)
Operating profit adjusted by finance income and cost	200,776	134,262	-	(8,333)	17,833	(32,007)	(9,388) 303,143
Share of result of joint ventures	-	-	18,852	-	-	-	- 18,852
Exchange gain (loss) on translation	-	-	-	-	-	-	- 28,697
Profit before tax	-	-	-	-	-	-	- 350,692
Other information:							
Capital expenditures	(168,091)	(123,423)	-	(1,790)	(1,367)	(8,430)	- (303,101)
Depreciation and amortisation	(61,314)	(56,128)	-	(4,321)	(1,821)	(11,867)	- (135,451)

Geographical information

The Group's operations are mainly located in Brazil where it earns income and incurs expenses. The Group earns income on cash and cash equivalents and short-term investments in Bermuda and Brazil. The Group, through its participation in an offshore vessel joint venture in Panama, earns income in that country and in Uruguay.

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Notes to the condensed consolidated interim financial information

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(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted) - *Unaudited*

4. Revenue

The following is an analysis of the Group's revenue from continuing operations for the year (excluding investment income - Note 7).

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	US\$	US\$
Sales of services	123,893	116,226	357,275	319,909
Revenue from construction contracts	5,541	9,320	17,912	20,307
Total	129,434	125,546	375,187	340,216

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	R\$	R\$	R\$	R\$
Sales of services	391,871	377,240	1,134,098	1,130,030
Revenue from construction contracts	17,545	30,237	56,811	70,705
Total	409,416	407,477	1,190,909	1,200,735

5. Employee charges and benefits expenses

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	US\$	US\$
Salaries and benefits	(32,757)	(29,382)	(100,559)	(84,724)
Payroll taxes	(7,005)	(4,467)	(20,854)	(14,785)
Pension costs	(295)	(265)	(802)	(716)
Long-term incentive plan	(577)	(869)	(1,748)	(2,518)
Total	(40,634)	(34,983)	(123,963)	(102,743)

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	R\$	R\$	R\$	R\$
Salaries and benefits	(103,626)	(95,417)	(318,945)	(299,447)
Payroll taxes	(22,230)	(14,503)	(66,344)	(52,166)
Pension costs	(934)	(858)	(2,539)	(2,527)
Long-term incentive plan	(1,825)	(2,821)	(5,551)	(8,935)
Total	(128,615)	(113,599)	(393,379)	(363,075)

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(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted) - *Unaudited*

6. Other operating expenses

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	US\$	US\$
Service cost	(7,350)	(8,676)	(23,201)	(24,720)
Container handling	(5,783)	(5,032)	(16,003)	(12,260)
Rent of tugs	(4,389)	(5,872)	(14,326)	(19,394)
Other rentals	(4,284)	(3,515)	(12,097)	(8,804)
Energy, water and communication	(3,748)	(3,875)	(11,099)	(11,017)
Freight	(3,051)	(1,697)	(8,006)	(5,333)
Other taxes	(4,525)	(2,094)	(6,754)	(5,784)
Insurance	(1,076)	(1,054)	(3,210)	(2,907)
Credit taxes	1,935	2,057	6,166	5,484
Other expenses	1,496	(3,472)	(3,694)	(7,888)
Total	(30,775)	(33,230)	(92,224)	(92,623)

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	R\$	R\$	R\$	R\$
Service cost	(23,241)	(28,153)	(73,572)	(87,107)
Container handling	(18,294)	(16,335)	(50,787)	(42,873)
Rent of tugs	(13,873)	(19,070)	(45,443)	(69,215)
Other rentals	(13,573)	(11,409)	(38,460)	(30,988)
Energy, water and communication	(11,861)	(12,582)	(35,212)	(38,963)
Freight	(9,645)	(5,512)	(25,423)	(19,031)
Other taxes	(14,310)	(6,798)	(21,251)	(20,352)
Insurance	(3,408)	(3,418)	(10,184)	(10,260)
Credit taxes	6,124	6,678	19,558	19,337
Other expenses	4,643	(11,268)	(11,526)	(27,652)
Total	(97,438)	(107,867)	(292,300)	(327,104)

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(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted) - *Unaudited*

7. Finance income and finance costs

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	US\$	US\$
Interest on investments	1,473	1,865	4,631	6,109
Exchange gain (loss) on investments	(262)	-	1,334	-
Exchange gain (loss) on loans	2,403	(931)	2,403	12,989
Other interest income	146	352	1,980	1,426
Total finance income	3,760	1,286	10,348	20,524
Interest on bank loans	(3,367)	(3,277)	(10,083)	(8,953)
Exchange gain (loss) on investments	-	444	-	(4,212)
Exchange gain on loans	1,110	-	-	-
Interest on obligations under finance leases	(24)	(108)	(167)	(321)
Total bank and investment costs	(2,281)	(2,941)	(10,250)	(13,486)
Fine and interest on taxes	(7,351)	-	(7,351)	-
Other interest	(26)	(83)	(147)	(262)
Total finance costs	(9,658)	(3,024)	(17,748)	(13,748)
Exchange gain (loss) on translation	2,495	1,456	3,152	8,284

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	R\$	R\$	R\$	R\$
Interest on investments	4,661	6,052	14,677	21,885
Exchange gain (loss) on investments	(832)	-	4,286	-
Exchange gain (loss) on loans	7,673	(3,045)	7,673	45,942
Other interest income	461	1,145	6,467	5,107
Total finance income	11,963	4,152	33,103	72,934
Interest on bank loans	(10,657)	(10,642)	(32,020)	(31,587)
Exchange gain (loss) on investments	-	1,454	-	(14,647)
Exchange gain on loans	3,646	-	-	-
Interest on obligations under finance leases	(80)	(351)	(534)	(1,140)
Total bank and investment costs	(7,091)	(9,539)	(32,554)	(47,374)
Fine and interest on taxes	(23,088)	-	(23,088)	-
Other interest	(80)	(268)	(450)	(956)
Total finance costs	(30,259)	(9,807)	(56,092)	(48,330)
Exchange gain (loss) on translation	8,061	4,785	10,134	28,697

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(In thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted) - *Unaudited*

8. Income tax expense

Income tax recognised in profit or loss:

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	US\$	US\$
Current				
Brazilian taxation				
Income tax	(10,209)	(7,518)	(22,067)	(19,897)
Social contribution	(2,462)	(3,082)	(7,353)	(8,070)
Total Brazilian current tax	(12,671)	(10,600)	(29,420)	(27,967)
Deferred tax				
Total deferred tax	4,961	(1,525)	2,307	(1,377)
Total income tax expense	(7,710)	(12,125)	(27,113)	(29,344)
	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	R\$	R\$	R\$	R\$
Current				
Brazilian taxation				
Income tax	(32,298)	(24,368)	(69,473)	(70,369)
Social contribution	(7,817)	(9,996)	(23,150)	(28,451)
Total Brazilian current tax	(40,115)	(34,364)	(92,623)	(98,820)
Deferred tax				
Total deferred tax	15,633	(4,912)	7,345	(5,471)
Total income tax expense	(24,482)	(39,276)	(85,278)	(104,291)

Brazilian income tax is calculated at 25% of the taxable profit for the period. Brazilian social contribution tax is calculated at 9% of the taxable profit for the period.

The income tax expense for the year can be reconciled to the accounting profit as follows:

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	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	US\$	US\$
Profit before tax	33,835	34,864	86,046	99,954
Tax at the standard Brazilian tax rate (34%)	(11,503)	(11,854)	(29,255)	(33,984)
Utilization of net operating losses	(86)	145	2,680	270
Amortisation of goodwill	458	446	1,371	1,231
Exchange variance on loans	(3,771)	677	(3,016)	(14,559)
Tax effect of share of results of joint ventures	1,095	973	1,709	1,953
Tax effect of foreign exchange gain or loss on monetary items	849	496	1,072	2,817
Effect of different tax rates in other jurisdictions	(12)	(42)	(71)	(140)
Retranslation of non-current asset valuation	5,384	(913)	5,155	21,322
Share option scheme	(196)	(296)	(594)	(856)
Non-deductible expenses	(676)	86	(1,544)	(226)
Net operating losses of the period	(2,026)	(1,224)	(6,764)	(6,486)
Others	2,774	(619)	2,144	(686)
Income tax expense	(7,710)	(12,125)	(27,113)	(29,344)

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	R\$	R\$	R\$	R\$
Profit before tax	107,339	112,926	274,019	350,692
Tax at the standard Brazilian tax rate (34%)	(36,495)	(38,395)	(93,166)	(119,236)
Utilization of net operating losses	(269)	473	8,813	916
Amortisation of goodwill	1,450	1,450	4,350	4,350
Exchange variance on loans	(12,134)	2,225	(9,657)	(51,552)
Tax effect of share of results of joint ventures	3,454	3,159	5,428	6,410
Tax effect of foreign exchange gain or loss on monetary items	2,740	1,626	3,445	9,757
Effect of different tax rates in other jurisdictions	(37)	(139)	(228)	(508)
Retranslation of non-current asset valuation	17,313	(2,995)	16,479	75,782
Share option scheme	(620)	(959)	(1,887)	(3,038)
Non-deductible expenses	(2,126)	353	(4,852)	(806)
Net operating losses of the period	(6,404)	(3,976)	(21,523)	(23,383)
Others	8,646	(2,098)	7,520	(2,983)
Income tax expense	(24,482)	(39,276)	(85,278)	(104,291)

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9. Deferred taxes

The following deferred tax assets and liabilities were recognised by the Group during the current and prior reporting periods:

	Tax depreciation	Unrealized foreign exchange	Other Timing differences	Non- monetary items	Total
	US\$	US\$	US\$	US\$	US\$
At 1 January 2016	(19,087)	41,047	26,225	(68,688)	(20,503)
Charge (credit) to income	(10,124)	(14,305)	3,041	22,376	988
Exchange differences	(900)	1,437	(941)	-	(404)
At 31 December 2016	(30,111)	28,179	28,325	(46,312)	(19,919)
Charge (credit) to income	(6,646)	(5,175)	8,973	5,155	2,307
Compensation of tax losses	-	-	(6,615)	-	(6,615)
Exchange differences	(888)	799	11	-	(78)
At 30 September 2017	(37,645)	23,803	30,694	(41,157)	(24,305)

	Tax depreciation	Unrealized foreign exchange	Other Timing differences	Non- monetary items	Total
	R\$	R\$	R\$	R\$	R\$
At 1 January 2016	(74,538)	160,281	85,336	(251,139)	(80,060)
Charge (credit) to income	(35,242)	(50,298)	9,027	78,898	2,385
Translation adjustment to real	11,636	(18,143)	(13,273)	32,537	12,757
At 31 December 2016	(98,144)	91,840	81,090	(139,704)	(64,918)
Charge (credit) to income	(21,126)	(16,447)	28,439	16,479	7,345
Compensation of tax losses	-	-	(20,810)	-	(20,810)
Translation adjustment to real	-	14	(1,968)	3,339	1,385
At 30 September 2017	(119,270)	75,407	86,751	(119,886)	(76,998)

Certain tax assets and liabilities have been offset on an entity-by-entity basis. After offset, deferred tax balances are disclosed in the balance sheet as follows:

	30/09/2017	31/12/2016
	US\$	US\$
Deferred tax liabilities	(52,127)	(48,974)
Deferred tax assets	27,822	29,055
Total	(24,305)	(19,919)
	30/09/2017	31/12/2016
	R\$	R\$
Deferred tax liabilities	(165,138)	(159,611)
Deferred tax assets	88,140	94,693
Total	(76,998)	(64,918)

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Deferred taxes over Net Operating Losses

At the end of the reporting period, the Group has a balance of tax losses to carry forward of US\$45.3 million (R\$143.5 million) still available to be utilized against future taxable profits.

Brazil has no tax consolidation rules, and it does apply the ring fencing in determining the utilization of net operating losses (NOL) to carryforward – on a legal entity basis.

Out of US\$15.2 million (R\$48.3 million) total deferred tax asset over the abovementioned NOL, only US\$4.7 million (R\$14.8 million) was recognized per the accounting books at the end of reporting period once it is expected to be utilized against cash-generating units / entities (future taxable profits).

Deferred taxes over non-monetary items

As disclosed in Note 2 (“Basis of Preparation”), under the IAS 21 the US dollar is the functional currency for the Group, and non-monetary items are re-measured using historical exchange rates. Changes in exchange rates and indexing for tax purposes will create differences between the Brazilian Reais cost of those items (tax basis) and the equivalent US dollar.

The deferred tax liability or asset for those differences are recognized to neutralise the effect of changes in exchange rates on non-monetary items that were measured at historical BRL/US dollar versus the exchange rates at the closing period.

Deferred taxes over the utilization of non-recognized NOL

On 31 May 2017, the Brazilian Internal Revenue Service (IRS) and the Brazilian Attorney General of National Treasury (PGFN) published the Provisional Measure 783/2017, concerning a special tax amnesty program the “so-called” PERT. Under this program, taxpayers are allowed to settle Federal tax debts with the government, however, they must abdicate from administrative and judicial disputes with the Brazilian IRS regarding the tax debts included in the PERT.

The Group applied to the program over the following conditions: (i) a down payment in cash of 7.5% of the total tax debt; (ii) 90% reduction in late payment interest; (iii) 50% reduction in fines, and (iv) the balance by utilizing WS Group’s net operating losses carryforward (e.g. by companies that are directly or indirectly controlled by the same company, on 31 December 2015, domiciled in Brazil).

As a result, out of US\$14.9 million (R\$47.1 million) in federal tax debts, the Group has paid in cash US\$1.5 million (R\$4.8 million); obtained a tax relief / discount of US\$6.8 million (R\$21.5 million); and, the remaining balance of US\$6.6 million (R\$20.8 million) was settled by utilizing NOL, reason why the Group recognised the deferred tax asset over such tax losses.

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10. Goodwill

	30/09/2017	31/12/2016
	US\$	US\$
Cost and carrying amount attributed to:		
Brasco	16,275	15,821
Tecon Rio Grande	12,411	12,306
Tecon Salvador	2,480	2,480
Total	31,166	30,607

	30/09/2017	31/12/2016
	R\$	R\$
Cost and carrying amount attributed to:		
Brasco	51,561	51,561
Tecon Rio Grande	39,316	40,107
Tecon Salvador	7,857	8,083
Total	98,734	99,751

The goodwill associated with each cash-generating unit (Brasco, Tecon Salvador and Tecon Rio Grande) is attributed to the Terminals segment.

As part of the annual impairment test, the carrying value of goodwill has been assessed with reference to its value in use reflecting the projected discounted cash flows of each cash-generating unit to which goodwill has been allocated. The cash-flows are based on the remaining life of the concession. Future cash flows are derived from the most recent financial budget and the remaining period of the concession.

The key assumptions used in determining value in use relate to growth rate, discount rate, inflation and interest rate. Further projections include sales and operating margins, which are based on past experience, taking into account the effect of known or likely changes in market or operating conditions.

Each cash-generating unit is assessed for impairment annually and whenever there is an indication of impairment.

The estimated average growth rate used does not exceed the historical average for Tecon Rio Grande and Tecon Salvador. A growth rate of 3.7% above above inflation has been estimated for Brasco, and a discount rate of 7.6% for all business units has been used. These growth rates reflect the products, industries and country in which the businesses operate. These medium to long-term growth rates have been reviewed by management during the annual impairment test for 2016 and are considered to be appropriate for the period.

The Directors have considered the following individual sensitivities and are confident that no impairment would arise in any of the cash-generating units in any of the following two circumstances:

- If the discount rate was increased by 30%; or
- If the cash flow projections of all businesses were reduced by 30%.

After testing goodwill as mentioned above, no impairment losses were recognised for the periods presented.

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The goodwill of Tecon Rio Grande relates to both the acquisition of that subsidiary, and the merger of other subsidiaries with Tecon Rio Grande. As Tecon Rio Grande subsidiary has Brazilian Real as its functional currency, the part of the goodwill resulting from the merger of Tecon Rio Grande with other subsidiaries is subject to exchange rate effects.

11. Other intangible assets

	US\$	R\$
Cost		
At 1 January 2016	53,949	210,660
Additions	5,277	18,932
Disposals	(292)	(986)
Exchange differences	5,988	-
Foreign currency effect in respect of translation into Brazilian Real	-	(17,018)
At 31 December 2016	64,922	211,588
Additions	2,842	9,030
Disposals	(84)	(264)
Exchange differences	1,065	-
Foreign currency effect in respect of translation into Brazilian Real	-	(2,571)
At 30 September 2017	68,745	217,783
Accumulated amortisation		
At 1 January 2016	27,675	108,065
Charge for the year	5,248	18,305
Disposals	(291)	(983)
Exchange differences	1,846	-
Foreign currency effect in respect of translation into Brazilian Real	-	(13,019)
At 31 December 2016	34,478	112,368
Charge for the period	2,827	8,959
Disposals	(84)	(264)
Exchange differences	354	-
Foreign currency effect in respect of translation into Brazilian Real	-	(2,027)
At 30 September 2017	37,575	119,036
Carrying amount		
At 30 September 2017	31,170	98,747
At 31 December 2016	30,444	99,220

The breakdown of intangibles by type is as follows:

	30/09/2017 US\$	31/12/2016 US\$
Lease right – Brasco Rio	13,848	13,853
Lease right – Tecon Salvador	5,077	5,049
Computer software – SAP	1,130	1,970
Other computer software	10,992	9,371
Other intangibles	123	201
Total	31,170	30,444

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	30/09/2017	31/12/2016
	R\$	R\$
Lease right – Brasco Rio	43,869	45,148
Lease right – Tecon Salvador	16,084	16,455
Computer software – SAP	3,581	6,421
Other computer software	34,822	30,541
Other intangibles	391	655
Total	98,747	99,220

In November 2016 the subsidiary Tecon Salvador S.A signed the second amendment to the terminal lease agreement, which extends the term of the lease until March 2050. Therefore, the amortisation expense for the lease right considers the valid period of the lease contract (2050). Details are disclosed in Note 12.

12. Property, plant and equipment

	Land and buildings	Vessels	Vehicles, plant and equipment	Assets under construction	Total
	US\$	US\$	US\$	US\$	US\$
Cost or valuation					
At 1 January 2016	255,694	392,157	177,187	29,326	854,364
Additions	7,259	29,874	36,602	23,406	97,141
Transfers	(187)	53,071	(152)	(52,732)	-
Exchange differences	38,581	-	30,148	-	68,729
Disposals	(209)	(17,227)	(9,811)	-	(27,247)
At 31 December 2016	301,138	457,875	233,974	-	992,987
Additions	4,589	4,743	30,387	3,609	43,328
Transfers	(40)	565	(113)	(412)	-
Exchange differences	6,722	-	5,511	-	12,233
Disposals	(4,655)	(1,407)	(2,057)	-	(8,119)
At 30 September 2017	307,754	461,776	267,702	3,197	1,040,429
Accumulated depreciation					
At 1 January 2016	63,596	139,831	93,752	-	297,179
Charge for the year	10,824	19,809	16,703	-	47,336
Elimination on construction contracts	-	1,068	-	-	1,068
Exchange differences	11,356	-	14,817	-	26,173
Disposals	(169)	(16,808)	(8,714)	-	(25,691)
At 31 December 2016	85,607	143,900	116,558	-	346,065
Charge for the period	7,022	18,555	14,440	-	40,017
Elimination on construction contracts	-	81	-	-	81
Exchange differences	2,097	-	2,908	-	5,005
Disposals	(1,753)	(1,294)	(1,991)	-	(5,038)
At 30 September 2017	92,973	161,242	131,915	-	386,130
Carrying amount					
At 30 September 2017	214,781	300,534	135,787	3,197	654,299
At 31 December 2016	215,531	313,975	117,416	-	646,922

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	Land and buildings	Vessels	Vehicles, plant and equipment	Assets under construction	Total
	R\$	R\$	R\$	R\$	R\$
Cost or valuation					
At 1 January 2016	998,434	1,531,293	691,884	114,512	3,336,123
Additions	24,852	104,322	128,890	84,506	342,570
Transfers	(736)	186,482	(412)	(185,334)	-
Disposals	(736)	(58,733)	(37,691)	-	(97,160)
Foreign currency effect in respect of translation into Brazilian Real	(40,375)	(271,107)	(20,125)	(13,684)	(345,291)
At 31 December 2016	981,439	1,492,257	762,546	-	3,236,242
Additions	14,581	15,134	95,225	11,405	136,345
Transfers	(130)	1,806	(363)	(1,313)	-
Disposals	(15,197)	(4,382)	(6,505)	-	(26,084)
Foreign currency effect in respect of translation into Brazilian Real	(5,728)	(41,910)	(2,824)	37	(50,425)
At 30 September 2017	974,965	1,462,905	848,079	10,129	3,296,078
Accumulated depreciation					
At 1 January 2016	248,332	546,009	366,086	-	1,160,427
Charge for the year	37,554	68,488	57,951	-	163,993
Elimination on construction contracts	-	3,952	-	-	3,952
Disposals	(577)	(57,137)	(33,851)	-	(91,565)
Foreign currency effect in respect of translation into Brazilian Real	(6,308)	(92,328)	(10,312)	-	(108,948)
At 31 December 2016	279,001	468,984	379,874	-	1,127,859
Charge for the period	22,259	58,885	45,904	-	127,048
Elimination on construction contracts	-	260	-	-	260
Disposals	(5,721)	(4,019)	(6,298)	-	(16,038)
Foreign currency effect in respect of translation into Brazilian Real	(1,003)	(13,295)	(1,572)	-	(15,870)
At 30 September 2017	294,536	510,815	417,908	-	1,223,259
Carrying amount					
At 30 September 2017	680,429	952,090	430,171	10,129	2,072,819
At 31 December 2016	702,438	1,023,273	382,672	-	2,108,383

The carrying amount of the Group's vehicles, plant and equipment includes an amount of US\$2.9 million (R\$9.1 million) (2016: US\$3.2 million (R\$10.4 million)) in respect of assets held under finance leases.

Land and buildings with a net carrying amount of US\$0.2 million (R\$0.6 million) (2016: US\$0.2 million (R\$0.8 million)) and Plant and Equipment with a net carrying amount of US\$0.3 million (R\$0.9 million) (2016: US\$0.3 million (R\$1.0 million)) have been pledged as collateral for various tax lawsuits.

The Group has pledged assets with a carrying amount of approximately US\$282.3 million (R\$657.9 million) (2016: US\$290.5 million (R\$946.9 million)) to secure loans granted to the Group.

The amount of borrowing costs capitalised in 2017 is US\$0.4 million (R\$1.2 million) (2016: US\$0.8 million (R\$2.8 million)), at an average interest rate of 3.34% (2016: 3.12%).

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In September 2017, the Group had contractual commitments to suppliers for the acquisition and construction of property, plant and equipment amounting to US\$15.2 million (R\$48.3 million) (2016: US\$20.4 million (R\$66.6 million)). The amount mainly refers to investments in Tecon Salvador, Tecon Rio Grande and purchase of raw materials for shipyard's production.

In November 2016 the subsidiary Tecon Salvador S.A signed the second amendment to the terminal lease agreement, which extends the term of the lease until March 2050. According to management's expectation and technical evidence presented in a report prepared by a specialized engineer, the estimated useful lives of the quay, patio, administrative building, warehouse, electrical substation, office and storage building are higher than the lease contract termination. Therefore, the depreciation expense for the above mentioned assets will be measured considering the validity of the lease contract (2050). The useful life of the ship to shore cranes is 20 years, according to management's expectation and builder's technical specifications.

13. Inventories

	30/09/2017	31/12/2016
	US\$	US\$
Operating materials	10,194	10,278
Raw materials for construction contracts (external customers)	3,535	5,149
Total	13,729	15,427
	30/09/2017	31/12/2016
	R\$	R\$
Operating materials	32,295	33,497
Raw materials for construction contracts (external customers)	11,198	16,781
Total	43,493	50,278

14. Operational and other trade receivables

	30/09/2017	31/12/2016
	US\$	US\$
Operational trade receivables		
Receivable for services rendered	59,728	55,434
Allowance for bad debts	(936)	(1,187)
Total operational trade and other trade receivables	58,792	54,247
Other trade receivables		
Income tax recoverable	6,787	7,466
Recoverable taxes and levies	40,166	36,571
Intergroup loans	29,366	28,995
Prepayment	5,776	4,031
Other trade receivables	10,613	5,025
Total other trade receivables	92,708	82,088
Total	151,500	136,335
Total operational trade receivables current	58,792	54,247
Total other trade receivables current	38,999	27,018
Total other non-current trade receivables	53,709	55,070

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	30/09/2017	31/12/2016
	R\$	R\$
Operational trade receivables		
Receivable for services rendered	189,220	180,666
Allowance for bad debts	(2,965)	(3,869)
Total operational trade and other trade receivables	186,255	176,797
Other trade receivables		
Income tax recoverable	21,501	24,332
Recoverable taxes and levies	127,246	119,189
Intergroup loans	93,031	94,498
Prepayment	18,298	13,137
Other trade receivables	33,621	16,376
Total other trade receivables	293,697	267,532
Total	479,952	444,329
Total operational trade receivables current	186,255	176,797
Total other trade receivables current	123,547	88,053
Total other non-current trade receivables	170,150	179,479

Trade receivables disclosed are classified as financial assets measured at amortised cost.

Non-current trade receivables with maturities over 365 days refer principally to: (i) recoverable taxes related to PIS, COFINS, ISS, FUNDAP and INSS; and (ii) Intergroup loans. There is no impairment evidence related to these receivables.

As a matter of routine, the Group reviews taxes and levies impacting its business to ensure that payments of such amounts are correctly made and that no amounts are paid unnecessarily. The Group has plan to use its tax credits, respecting the legal term for use of tax credits from prior years and, if the inability to recover them by offsetting is evidenced, requesting reimbursement of these values from the *Receita Federal do Brasil* (Brazilian Revenue Service).

The aging list of receivables for services rendered is as follows:

	30/09/2017	31/12/2016
	US\$	US\$
Current	46,413	45,048
Overdue but not impaired		
1 to 30 days	8,378	6,177
31 to 90 days	2,631	2,178
91 to 180 days	1,370	844
Impaired		
More than 180 days	936	1,187
Total	59,728	55,434

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	30/09/2017	31/12/2016
	R\$	R\$
Current	147,039	146,818
Overdue but not impaired		
1 to 30 days	26,543	20,131
31 to 90 days	8,333	7,098
91 to 180 days	4,340	2,750
Impaired		
More than 180 days	2,965	3,869
Total	189,220	180,666

Generally, interest of one percent per month plus a two-percent penalty is charged on overdue balances. The Group has recognised an allowance for bad debts taking into account all receivables over 180 days because historical experience shows that receivables that are past due beyond 180 days are not recoverable. Allowances for bad debts are recognised as a reduction of receivables, and are recognised whenever a loss is identified.

Changes in allowance for bad debts are as follows:

	US\$	R\$
At 1 January 2016	846	3,303
Increase in allowance	163	566
Exchange difference	178	-
At 31 December 2016	1,187	3,869
Decrease in allowance	(287)	(904)
Exchange difference	36	-
At 30 September 2017	936	2,965

Management believes that no additional accrual is required for the allowance for bad debts.

15. Cash and cash equivalents and short-term investments

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, bank accounts and short-term investments that are highly liquid and readily convertible to known amounts of cash, and which are subject to an immaterial risk of changes in value.

US dollar-denominated cash and cash equivalents refer principally to investments in deposit certificates placed with major financial institutions, Real-denominated cash and cash equivalents refer principally to investments in deposit certificates and Brazilian treasury bonds.

Short-term investments

Short-term investments comprise investments with maturity dates of more than 90 days but less than 365 days.

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The breakdown of cash and cash equivalents and short-term investments is as follows:

	30/09/2017	31/12/2016
	US\$	US\$
Denominated in US Dollar		
Cash and cash equivalents	5,348	22,257
Short-term investments	33,746	37,400
Total	39,094	59,657
Denominated in Brazilian Real		
Cash and cash equivalents	67,978	52,744
Total	107,072	112,401
Total cash and cash equivalents	73,326	75,001
Total short-term investments	33,746	37,400
	30/09/2017	31/12/2016
	R\$	R\$
Denominated in US Dollar		
Cash and cash equivalents	16,943	72,539
Short-term investments	106,906	121,890
Total	123,849	194,429
Denominated in Brazilian Real:		
Cash and cash equivalents	215,355	171,897
Total	339,204	366,326
Total cash and cash equivalents	232,298	244,436
Total short-term investments	106,906	121,890

Private investment fund

The Group has investments in a private investment fund called Hydrus Fixed Income Private Credit Investment Fund managed by Itaú bank that is consolidated in this financial information. The fund portfolio is marked to fair value on a daily basis against current earnings. This fund's financial obligations are limited to service fees to the asset management company employed to execute investment transactions, audit fees and other similar expenses. The fund's investments are highly liquid which are readily convertible to known amounts of cash and which is subjected to insignificant risk of changes in value.

Additionally, US Dollar linked investments are made through Itaú Cambial FICFI to preserve the US Dollar value of the investment.

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16. Bank loans

Secured borrowings	Interest rate % p.a.	30/09/2017 US\$	31/12/2016 US\$
BNDES - FMM linked to US Dollar ¹	2.07% - 4.13%	155,397	162,408
BNDES - FMM linked to US Dollar ¹	5.00% - 6.00%	4,993	5,977
BNDES - Real	7.50% - 9.19%	22,992	25,466
BNDES - linked to US Dollar	5.07% - 5.36%	3,440	5,069
BNDES - Finame Real	4.50% - 12.90%	2,032	1,133
BNDES - FMM Real ¹	8.40% - 10.21%	1,753	1,838
Total BNDES		190,607	201,891
Banco do Brasil - FMM linked to US Dollar ¹	2.00% - 3.00%	91,984	85,576
IFC - US Dollar	7.00%	35,262	48,571
Santander - US Dollar	3.20%	34,272	14,005
China Construction Bank - US Dollar	4.82%	12,854	19,047
Eximbank - US Dollar	3.35%	3,144	5,270
Finimp - US Dollar	4.81%	-	1,170
Total others		177,516	173,639
Total		368,123	375,530

Secured borrowings	Interest rate % p.a.	30/09/2017 R\$	31/12/2016 R\$
BNDES - FMM linked to US Dollar ¹	2.07% - 4.13%	492,300	529,305
BNDES - FMM linked to US Dollar ¹	5.00% - 6.00%	15,818	19,480
BNDES - Real	7.50% - 9.19%	72,838	82,996
BNDES - linked to US Dollar	5.07% - 5.36%	10,898	16,520
BNDES - Finame Real	4.50% - 12.90%	6,438	3,692
BNDES - FMM Real ¹	8.40% - 10.21%	5,552	5,990
Total BNDES		603,844	657,983
Banco do Brasil - FMM linked to US Dollar ¹	2.00% - 3.00%	291,404	278,900
IFC - US Dollar	7.00%	111,709	158,297
Santander - US Dollar	3.20%	108,574	45,642
China Construction Bank - US Dollar	4.82%	40,721	62,077
Eximbank - US Dollar	3.35%	9,962	17,176
Finimp - US Dollar	4.81%	-	3,814
Total others		562,370	565,906
Total		1,166,214	1,223,889

(¹) As agents of the Merchant Marine Fund (Fundo da Marinha Mercante - FMM), Banco Nacional de Desenvolvimento Econômico e Social ("BNDES") and Banco do Brasil ("BB") finance the construction of tugboats and shipyard facilities.

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The breakdown of bank overdrafts and loans by maturity is as follows:

	30/09/2017 US\$	31/12/2016 US\$
Within one year	58,494	49,780
In the second year	52,291	49,029
In the third to fifth years (inclusive)	94,730	105,953
After five years	162,608	170,768
Total	368,123	375,530
Total current	58,494	49,780
Total non-current	309,629	325,750
	30/09/2017 R\$	31/12/2016 R\$
Within one year	185,309	162,238
In the second year	165,661	159,787
In the third to fifth years (inclusive)	300,100	345,312
After five years	515,144	556,552
Total	1,166,214	1,223,889
Total current	185,309	162,238
Total non-current	980,905	1,061,651

The analysis of borrowings by currency is as follows:

	Real US\$	Real linked to US Dollars US\$	US Dollars US\$	Total US\$
At 30 September 2017				
Bank loans	26,777	255,814	85,532	368,123
Total	26,777	255,814	85,532	368,123
At 31 December 2016				
Bank loans	28,437	259,030	88,063	375,530
Total	28,437	259,030	88,063	375,530
	Real R\$	Real linked to US Dollars R\$	US Dollars R\$	Total R\$
At 30 September 2017				
Bank loans	84,828	810,420	270,966	1,166,214
Total	84,828	810,420	270,966	1,166,214
At 31 December 2016				
Bank loans	92,678	844,205	287,006	1,223,889
Total	92,678	844,205	287,006	1,223,889

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Guarantees

Loans with BNDES and Banco do Brasil rely on a corporate guarantee from Wilson, Sons de Administração e Comércio Ltda. For some contracts, the corporate guarantee is additional to pledge of the respective tug boat or lien on the logistics and port operation equipment.

The loan agreement for Tecon Salvador from International Finance Corporation ("IFC") are guaranteed by the totality of its shares, along with receivables, plant and equipment.

The loan agreement for Tecon Rio Grande from the Export-Import Bank of China for equipment acquisition is guaranteed by a standby letter of credit issued by Itaú BBA S.A, which in turn has a pledge on the equipment financed.

The loan agreement for Tecon Rio Grande from Santander for equipment acquisition relies on a corporate guarantee from Wilson, Sons de Administração e Comércio Ltda.

Undrawn credit facilities

At 30 September 2017, the Group had available US\$54.0 million (R\$171.0 million) of undrawn borrowing facilities.

Fair value

To date, management has not identified or recognised difference in the fair value and the book value of the Group's borrowings as follows:

	30/09/2017	31/12/2016
	US\$	US\$
Bank loans		
BNDES	190,607	201,891
BB	91,984	85,576
IFC	35,262	48,571
Santander	34,272	14,005
China Constrution Bank	12,854	19,047
Eximbank	3,144	5,270
Finimp	-	1,170
Total	368,123	375,530
	30/09/2017	31/12/2016
	R\$	R\$
Bank loans		
BNDES	603,844	657,983
BB	291,404	278,900
IFC	111,709	158,297
Santander	108,574	45,642
China Constrution Bank	40,721	62,077
Eximbank	9,962	17,176
Finimp	-	3,814
Total	1,166,214	1,223,889

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Covenants

Wilson, Sons de Administração e Comércio Ltda. ("WSAC") as corporate guarantor has to comply with annual loan covenants for both Wilson Sons Estaleiros and Brasco Logística Offshore in respect of loan agreements signed with BNDES.

Tecon Salvador S.A. has to comply with loan covenants including the maintenance of specific liquidity and capital structure ratios in respect of its loan agreement with the International Finance Corporation (IFC).

Tecon Rio Grande S.A. has to comply with loan covenants of its respective loan agreements with BNDES and Santander, including a minimum liquidity ratio and capital structure. At 31 December 2016, the BNDES considered that the subsidiary was not in compliance with loan agreement Net Equity/Total Assets ratio minimum of 0.6. To ensure continued goodstanding with the BNDES and facilitate capital management the subsidiary completed prepayment of the debt on 16 of October 2017. The amount recognised at the reporting date in respect of this loan was US\$3.4 million (R\$10.9 million).

The Company is in compliance with all other clauses in the above mentioned loan agreements.

17. Provisions for tax, labour and civil risks

	US\$	R\$
At 1 January 2016	13,922	54,363
Addition to provision	3,361	10,940
Exchange difference	2,754	-
At 31 December 2016	20,037	65,303
Reversal to provision	(621)	(2,253)
Exchange difference	486	-
At 30 September 2017	19,902	63,050

The breakdown of the provisions as per legal nature, as follows:

	30/09/2017 US\$	31/12/2016 US\$
Labour claims	16,247	13,612
Tax cases	2,041	4,816
Civil cases	1,614	1,609
Total	19,902	20,037

	30/09/2017 R\$	31/12/2016 R\$
Labour claims	51,469	44,363
Tax cases	6,468	15,695
Civil cases	5,113	5,245
Total	63,050	65,303

In the ordinary course of business in Brazil, the Group is exposed to numerous local legal claims. It is the Group's policy to vigorously contest such claims, many of which appear to have little substance or merit, and to manage such claims through its lawyers.

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In addition to the cases for which the Group booked provisions there are other tax, civil and labour disputes amounting to US\$139.1 million (R\$440.8 million) (2016: US\$129.9 million (R\$423.4 million)) with probability of loss estimated by the legal counsels as possible.

The breakdown of possible claims is described as follows:

	30/09/2017	31/12/2016
	US\$	US\$
Tax cases	93,522	93,271
Labour claims	30,388	25,232
Civil cases	15,229	11,411
Total	139,139	129,914

	30/09/2017	31/12/2016
	R\$	R\$
Tax cases	296,278	303,980
Labour claims	96,270	82,233
Civil cases	48,246	37,190
Total	440,794	423,403

The main probable and possible claims against the Group are described below:

Tax cases - The Group litigates against governments in respect of assessments considered inappropriate.

Labour claims - Most claims involve payment of health risks, additional overtime and other allowances.

Civil and environmental cases - Indemnification claims involving material damages, environmental and shipping claims and other contractual disputes.

Procedure for classification of legal liabilities identifies claims as probable, possible or remote, as assessed by the external lawyers:

- Upon receipt of notices of new judicial lawsuits, external lawyers generally classify the claim as possible, recorded at the total amount involved. Wilson Sons uses the criteria of the estimated value at risk and not the total order value involved in each process.
- Exceptionally, if there is sufficient knowledge from the beginning that there is very high or very low risk of loss, the lawyer may classify the claim as a probable loss or remote loss.
- During the course of the lawsuit and considering, for instance, its first judicial decision, legal precedents, arguments of the claimant, thesis under discussion, applicable laws, documentation for the defense and other variables, the lawyer may re-classify the claim as a probable loss or remote loss.
- When classifying the claim as a probable loss, the lawyer estimates the amount at risk for such claim.

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As a consequence of the application to the PERT (Tax Amnesty Program), as disclosed at Note 9, there was a reduction of possible claims of US\$14.7 million (R\$46.3 million) and probable claims of US\$0.2 million (R\$0.8 million), in the quarter.

18. Obligations under finance leases

	Minimum lease payments		Present value of minimum lease payments	
	30/09/2017	31/12/2016	30/09/2017	31/12/2016
	US\$	US\$	US\$	US\$
Amounts payable under finance leases:				
Within one year	1,526	1,669	1,087	1,211
From second to fifth years (inclusive)	589	1,721	412	1,085
	2,115	3,390	1,499	2,296
Less future finance charges	(616)	(1,094)	-	-
Present value of lease obligations	1,499	2,296	-	-
Total current	1,087	1,211	-	-
Total non-current	412	1,085	-	-

	Minimum lease payments		Present value of minimum lease payments	
	30/09/2017	31/12/2016	30/09/2017	31/12/2016
	R\$	R\$	R\$	R\$
Amounts payable under finance leases:				
Within one year	4,834	5,439	3,444	3,947
From second to fifth years (inclusive)	1,866	5,609	1,305	3,536
	6,700	11,048	4,749	7,483
Less future finance charges	(1,951)	(3,565)	-	-
Present value of lease obligations	4,749	7,483	-	-
Total current	3,444	3,947	-	-
Total non-current	1,305	3,536	-	-

It is the Group's policy to lease certain of its vehicles and equipment under finance leases. The average original lease term is 60 months, of which an average of 23 months remained outstanding at the September 2017.

For the period ended 30 September 2017 the average effective leasing interest rate was 11.00% (December 2016: 16.43%).

All leases include a fixed repayment and a variable finance charge linked to the Brazilian base interest rate. The interest rates range from 10.37% p.a. to 12.54% p.a. Leases are denominated in Reais.

There is no significant difference between the fair value and the book value of the Group's lease obligations. The present value is calculated with its own interest rate over the future instalments of each contract.

The Group's obligations under finance leases are secured by the lessors' rights to the leased assets.

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19. Operational and other trade payables

	30/09/2017 US\$	31/12/2016 US\$
Operational trade payables		
Trade payables	46,494	44,462
Advance from customers for construction contracts	3,304	4,580
Total operational trade payables	49,798	49,042
Other trade payables		
Taxes	9,671	12,583
Accruals and other trade payables	6,496	6,008
Advances from customers	158	30
Total other trade payables	16,325	18,621
Total	66,123	67,663

	30/09/2017 R\$	31/12/2016 R\$
Operational trade payables		
Trade payables	147,293	144,905
Advance from customers for construction contracts	10,467	14,928
Total operational trade payables	157,760	159,833
Other trade payables		
Taxes	30,638	41,009
Accruals and other trade payables	20,578	19,580
Advances from customers	501	98
Total other trade payables	51,717	60,687
Total	209,477	220,520

Construction contracts in progress at the end of each reporting period:

	30/09/2017 US\$	31/12/2016 US\$
Contract costs incurred plus recognised revenues less recognised losses to date	10,610	3,925
Less unbilled services	(13,914)	(8,505)
Net liability included in suppliers	(3,304)	(4,580)
	30/09/2017 R\$	31/12/2016 R\$
Contract costs incurred plus recognised revenues less recognised losses to date	33,612	12,792
Less unbilled services	(44,079)	(27,720)
Net liability included in suppliers	(10,467)	(14,928)

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20. Stock options plan and post-employment benefits

20.1. Stock option plan

The shareholders in special general meeting approved grant of options to eligible participants to be selected by the board on the 8 January 2014 including increase in the authorised capital of the Company through the creation of up to 4,410,927 new shares. The options provide participants with the right to acquire shares via Brazilian Depositary Receipts ("BDR") in Wilson Sons Limited at a predetermined fixed price not less than the three day average mid price for the days preceding the date of option issuance. The stock option plan is detailed below:

Options series	Grant date	Original vesting date	Expiry date	Exercise price (R\$)	Number	Expired	Vested	Exercised	Outstanding not vested	Total subsisting
07 ESO - 3 Year	10/01/2014	10/01/2017	10/01/2024	31.23	961,653	(173,514)	791,017	(5,412)	(2,878)	782,727
07 ESO - 4 Year	10/01/2014	10/01/2018	10/01/2024	31.23	961,653	(173,514)	32,076	(5,412)	756,063	782,727
07 ESO - 5 Year	10/01/2014	10/01/2019	10/01/2024	31.23	990,794	(178,772)	33,048	(5,576)	778,974	806,446
07 ESO - 3 Year	13/11/2014	13/11/2017	13/11/2024	33.98	45,870	(12,870)	4,620	(3,630)	28,380	29,370
07 ESO - 4 Year	13/11/2014	13/11/2018	13/11/2024	33.98	45,870	(12,870)	4,620	(3,630)	28,380	29,370
07 ESO - 5 Year	13/11/2014	13/11/2019	13/11/2024	33.98	47,260	(13,260)	4,760	(3,740)	29,240	30,260
07 ESO - 3 Year	11/08/2016	11/08/2019	11/08/2026	34.03	82,500	-	-	-	82,500	82,500
07 ESO - 4 Year	11/08/2016	11/08/2019	11/08/2026	34.03	82,500	-	-	-	82,500	82,500
07 ESO - 5 Year	11/08/2016	11/08/2019	11/08/2026	34.03	85,000	-	-	-	85,000	85,000
07 ESO - 3 Year	15/05/2017	15/05/2020	15/05/2027	38.00	20,130	-	-	-	20,130	20,130
07 ESO - 4 Year	15/05/2017	15/05/2021	15/05/2027	38.00	20,130	-	-	-	20,130	20,130
07 ESO - 5 Year	15/05/2017	15/05/2022	15/05/2027	38.00	20,740	-	-	-	20,740	20,740
Total					3,364,100	(564,800)	870,141	(27,400)	1,929,159	2,771,900

The options terminate on their expiry date or immediately on the resignation of the director or senior employee, whichever is earlier. Options lapse if not exercised within 6 months of the date that the participant ceases to be employed or hold office within the Group by reason of, among others: injury, disability or retirement; or dismissal without cause.

The following fair value expense of the grant to be recorded as a liability in the respective accounting periods was determined using a binomial model based on the assumptions detailed below:

Period commencing	Projected IFRS2 fair value expense US\$	Projected IFRS2 fair value expense R\$
2014	2,826	7,507
2015	3,296	7,848
2016	3,409	8,234
2017	2,320	5,774
2018	1,235	3,168
2019	303	911
2020	147	460
2021	60	187
2022	6	19
Total	13,602	34,108

	10 January 2014	13 November 2014	11 August 2014	16 May 2015
Closing share price (in Real)	R\$30.05	R\$33.50	R\$32.15	R\$38.00
Expected volatility	28.00%	29.75%	31.56%	31.82%
Expected life	10 years	10 years	10 years	10 years
Risk free rate	10.8%	12.74%	12.03%	10.17%
Expected dividend yield	1.7%	4.8%	4.8%	4.8%

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Expected volatility was determined by calculating the historical volatility of the Company's share price. The expected life used in the model has been adjusted based on management's best estimate for exercise restrictions and behavioral considerations.

20.2. Post-employment benefits

The Group operates a private medical insurance scheme for its employees which require the eligible employees to pay fixed monthly contributions. In accordance with regulation of the Brazilian law, eligible employees with greater than ten years' service acquire the right to remain in the plan following retirement or termination of employment, generating a post-employment commitment for the Group. Ex-employees remaining in the plan will be liable for paying the full cost of their continued scheme membership. The present value of actuarial liabilities in 30 September 2017 is US\$0.7 million (R\$2.3 million) (2016: US\$0.6 million (R\$2.1 million)). The future actuarial liability for the Group relates to the potential increase in plan costs resulting from additional claims as a result of the expanded membership of the scheme.

Actuarial assumptions

The calculation of the liability generated by the post-employment commitment involves actuarial assumptions. The following are the principal actuarial assumptions at the reporting date:

Economic and financial assumptions

	30/09/2017	31/12/2016
Annual interest rate	11.35%	11.35%
Estimated inflation rate in the long-term	5.00%	5.00%
Aging factor	2.50% p.a.	2.50% p.a.
Medical cost trend rate	2.50% p.a.	2.50% p.a.

Biometric and demographic assumptions

	30/09/2017	31/12/2016
Employee turnover	22.7%	22.7%
Mortality table	AT-2000	AT-2000
Mortality table for disabled	IAPB-1957	IAPB-1957
Disability table	Álvaro Vindas	Álvaro Vindas
Retirement age	100% at 62	100% at 62
Employees who opt to keep the health plan after retirement and termination	23%	23%
Family composition before retirement:		
Probability of marriage	90% of the participants	90% of the participants
Age difference for active participants	Men 4 years older than the woman	Men 4 years older than the woman
Family composition after retirement	Composition of the family group	Composition of the family group

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Sensitivity analysis

The present value of future liabilities may change depending on market conditions and actuarial assumptions. Changes on a relevant actuarial assumption, keeping the other assumptions constant, would have affected the defined benefit obligation as shown below:

	30/09/2017	31/12/2016	30/09/2017	31/12/2016
	US\$	US\$	R\$	R\$
CiPBO(*) - discount rate + 0.5%	(42)	(41)	(134)	(134)
CiPBO(*) - discount rate - 0.5%	53	52	169	169
CiPBO(*) - Health Care Cost Trend Rate + 1.0%(*)	115	112	364	364
CiPBO(*) - Health Care Cost Trend Rate - 1.0%	(87)	(84)	(274)	(274)

(*) CiPBO means Change in Projected Benefit Obligation.

21. Equity

Share capital

	30/09/2017	31/12/2016
	US\$	US\$
71,171,400 common shares issued and fully paid	10,187	9,905
	30/09/2017	31/12/2016
	R\$	R\$
71,171,400 common shares issued and fully paid	27,701	26,815

In July 2017, eligible members exercised their options and acquired 27,400 shares via Brazilian Depositary Receipts ("BRD"), increasing the Company's capital by US\$0.3 million (R\$0.9 million). The Share Option Scheme is designed to motivate highly qualified personnel and top management to contribute to the Company's value over the long term by granting such persons rights to purchase BDRs, each BDR representing one common share of the Company.

Dividends

The Board has approved a dividend policy defined in 2014 proposing a distribution of an amount of 50% of the Company's net profit, provided that:

- The dividend policy will not compromise the policy for growth of the Company whether it be, through acquisition of other companies, or by reason of development of new business.
- The Board of Directors considers that the payment of such dividend would be in the interests of the Company and in compliance with the laws to which the Company is subject.

	30/09/2017	31/12/2016
	US\$	US\$
Amounts recognised as distributions to equity holders in the period:		
Final dividend paid for the year ended 31 December 2016 of US\$0.52 (2015: US\$0.50) per share	36,995	35,572

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Earnings per share

The calculation of the basic and diluted earnings per share is based on the following data:

	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	R\$	R\$
Profit for the year attributable to owners of the Company	57,865	70,465	185,365	245,893
Weighted average number of common shares	71,171,400	71,144,000	71,171,400	71,144,000
Basic earnings per share (cents per share)	81.30	99.05	260.45	345.63
Weighted average number of common shares	73,943,300	74,007,000	73,943,300	74,007,000
Diluted earnings per share (cents per share)	78.26	95.21	250.68	332.26

Capital reserves

The capital reserves arise principally from transfers from revenue which in prior periods were required by law to be transferred to capital reserves and other profits not available for distribution, share premium on incoming IPO issues and gains/losses on purchase and sale of non-controlling interest.

Profit reserve

An amount equal to 5% of the Company's net profit for the current year is to be credited to a retained earnings account to be called "profit reserve" until such account equals 20% of the Company's paid up share capital. The Company does not recognize any further profit reserve, because it has already reached the limit of 20% of share capital.

Additional paid in capital

The additional paid in capital arises from purchase of non-controlling interests in Brasco, sales of shares to non-controlling interests of Tecon Salvador in 2011 and the purchase of non-controlling interests in Tecon Salvador in 2016.

Translation reserve

The translation reserve arises from exchange differences on the translation of operations with a functional currency other than the US Dollar.

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22. Subsidiaries

Details of the Company's subsidiaries, and other entities and operations under its control, at the end of the reporting period are as follows:

	Place of incorporation and operation	Proportion of ownership interest	
		30/09/2017	31/12/2016
Holding company			
Wilson, Sons de Administração e Comércio Ltda.	Brazil	100%	100%
WS Participações S.A.	Brazil	100%	100%
WS Participaciones S.A.	Uruguay	100%	100%
Wilson, Sons Administração de Bens Ltda.	Brazil	100%	100%
Towage			
Saveiros Camuyrano Serviços Marítimos S.A.	Brazil	100%	100%
Shipyard			
Wilson, Sons Comércio, Indústria, e Agência de Navegação Ltda.	Brazil	100%	100%
Wilson, Sons Estaleiro Ltda.	Brazil	100%	100%
Ship Agency			
Wilson, Sons Agência Marítima Ltda.	Brazil	100%	100%
Transamérica Visas Serviços de Despachos Ltda.	Brazil	100%	100%
Logistics			
Wilson, Sons Logística Ltda.	Brazil	100%	100%
EADI Santo André Terminal de Carga Ltda.	Brazil	100%	100%
Consórcio EADI Santo André	Brazil	100%	100%
Allink Transportes Internacionais Ltda. ⁽¹⁾	Brazil	50%	50%
Port terminal			
Brasco Logística Offshore Ltda.	Brazil	100%	100%
Tecon Rio Grande S.A.	Brazil	100%	100%
Tecon Salvador S.A.	Brazil	100%	100%
Wilport Operadores Portuários Ltda.	Brazil	100%	100%

⁽¹⁾ The Group considers that it controls the subsidiary Allink Transportes Internacionais Ltda, despite having 50% of shares. Allink Transportes Internacionais Ltda controls 100% of Allink Serviços e Gerenciamento de Cargas Ltda.

On 2 February 2016, Wilson Sons, through its subsidiaries, completed the acquisition of the 7.5% of the ordinary shares of Tecon Salvador S.A. for consideration of US\$5.1 million (R\$20.7 million) from Intermaritima Terminais Ltda. The consideration included US\$2.6 million (R\$10.5 million) in cash and the settlement of US\$2.8 million (R\$11.3 million) in debt. Following completion of the transaction Wilson Sons now holds 100% of the shares of the subsidiary.

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23. Joint ventures and joint operations

The Group holds the following significant interests in joint operations and joint ventures at the end of the reporting period:

	Place of incorporation and operation	Proportion of ownership interest	
		30/09/2017	31/12/2016
Towage			
Consórcio de Rebocadores Barra de Coqueiros ⁽¹⁾	Brazil	50%	50%
Consórcio de Rebocadores Baía de São Marcos ⁽¹⁾	Brazil	50%	50%
Logistics			
Porto Campinas, Logística e Intermodal Ltda. ⁽¹⁾	Brazil	50%	50%
Offshore			
Wilson, Sons Ultratug Participações S.A. ⁽²⁾	Brazil	50%	50%
Atlantic Offshore S.A. ⁽³⁾	Panamá	50%	50%

⁽¹⁾ Joint operations.

⁽²⁾ Wilson, Sons Ultratug Participações S.A. controls Wilson, Sons Offshore S.A. and Magallanes Navegação Brasileira S.A. These latter two companies are indirect joint ventures of the Company.

⁽³⁾ Atlantic Offshore S.A. controls South Patagonia S.A. This Company is indirect joint venture of Wilson Sons Limited.

23.1. Joint operations

The following amounts are included in the Group's financial information as a result of proportional consolidation of joint operations listed in the previous chart:

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/06/2016
	US\$	US\$	US\$	US\$
Income	4,818	3,746	13,698	10,429
Expenses	(2,298)	(1,801)	(6,621)	(5,320)
Net income	2,520	1,945	7,077	5,109
	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	R\$	R\$	R\$	R\$
Income	15,249	12,156	43,511	36,840
Expenses	(7,275)	(5,848)	(21,043)	(18,749)
Net income	7,974	6,308	22,468	18,091

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	30/09/2017	31/12/2016	30/09/2017	31/12/2016
	US\$	US\$	R\$	R\$
Intangible assets	38	47	121	152
Property, plant & equipment	2,660	2,798	8,426	9,118
Deferred tax assets	20	-	63	-
Inventories	367	340	1,162	1,107
Trade and other trade receivables	2,887	2,615	9,148	8,524
Cash and cash equivalents	1,064	614	3,370	2,002
Total assets	7,036	6,414	22,290	20,903
Trade and other trade payables	(7,015)	(6,362)	(22,222)	(20,733)
Deferred tax liabilities	(21)	(52)	(68)	(170)
Total liabilities	(7,036)	(6,414)	(22,290)	(20,903)

23.2. Joint ventures

The following amounts are not consolidated in the Group's financial information as they are considered joint ventures. The Group's interests in joint ventures are equity accounted.

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	US\$	US\$
Revenue	40,163	38,144	115,237	101,306
Raw materials and consumable used	(2,438)	(1,968)	(6,842)	(5,422)
Employee benefits expense	(12,398)	(10,995)	(36,152)	(29,807)
Depreciation and amortisation expenses	(9,728)	(8,391)	(29,735)	(25,762)
Other operating expenses	(4,407)	(4,678)	(12,900)	(12,476)
Profit (loss) on disposal of property, plant and equipment	10	(54)	(1)	(2,190)
Results from operating activities	11,202	12,058	29,607	25,649
Finance income	679	1,104	1,666	1,991
Finance costs	(5,757)	(5,246)	(15,666)	(16,118)
Exchange gain (loss) on translation	3,166	(339)	2,193	9,886
Profit before tax	9,290	7,577	17,800	21,408
Income tax expense	(2,854)	(1,849)	(7,748)	(9,918)
Profit for the period	6,436	5,728	10,052	11,490
Participation	50%	50%	50%	50%
Equity result	3,218	2,864	5,026	5,745

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	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	R\$	R\$	R\$	R\$
Revenue	127,039	123,819	365,832	356,858
Raw materials and consumable used	(7,701)	(7,240)	(21,708)	(20,033)
Employee benefits expense	(39,269)	(35,702)	(114,756)	(105,168)
Depreciation and amortisation expenses	(30,774)	(27,252)	(94,357)	(91,796)
Other operating expenses	(13,935)	(14,349)	(40,990)	(43,127)
Profit (loss) on disposal of property, plant and equipment	30	(172)	(5)	(8,824)
Results from operating activities	35,390	39,104	94,016	87,910
Finance income	2,137	3,595	5,295	6,965
Finance costs	(18,247)	(17,036)	(49,738)	(57,224)
Exchange gain (loss) on translation	10,196	(1,109)	7,024	34,938
Profit before tax	29,476	24,554	56,597	72,589
Income tax expense	(9,156)	(5,975)	(24,665)	(34,885)
Profit for the period	20,320	18,579	31,932	37,704
Participation	50%	50%	50%	50%
Equity result	10,160	9,290	15,966	18,852
	30/09/2017	31/12/2016	30/09/2017	31/12/2016
	US\$	US\$	R\$	R\$
Property, plant and equipment	650,111	674,476	2,059,552	2,198,185
Long-term investment	2,125	2,066	6,732	6,733
Other assets	4,334	3,752	13,730	12,226
Trade and other trade receivables	41,050	42,494	130,046	138,492
Derivatives	228	261	722	851
Cash and cash equivalents	23,093	10,859	73,159	35,391
Total assets	720,941	733,908	2,283,941	2,391,878
Bank loans	509,268	533,771	1,613,361	1,739,613
Other non-current liabilities	35,639	30,295	112,905	98,734
Trade and other trade payables	81,079	82,114	256,858	267,617
Equity	94,955	87,728	300,817	285,914
Total liabilities	720,941	733,908	2,283,941	2,391,878

Guarantees

Loan agreements of Wilson, Sons Ultratug Participações S.A. and subsidiaries with BNDES are guaranteed by a lien on the financed supply vessels, and in the majority of the contracts, a corporate guarantee from both Wilson Sons Administração e Comércio and Remolcadores Ultratug Ltda, each guaranteeing 50% of its subsidiary's debt balance with BNDES.

Wilson, Sons Ultratug Participações S.A. subsidiary's loan agreement with Banco do Brasil is guaranteed by a pledge on the financed supply vessels. The security package also includes a standby letter of credit issued by Banco de Crédito e Inversiones - Chile for part of the debt balance, assignment of Petrobras' long-term contracts and a corporate guarantee issued by

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Inversiones Magallanes Ltda - Chile. A cash reserve account of US\$2.1 million (R\$6.7 million), classified as a long term investment is required to be maintained until full repayment of the loan agreement.

The loan agreements for Atlantic Offshore from Deutsche Verkehrs-Bank "DVB" and Norddeutsche Landesbank Girozentrale Trade "Nord/LB" for the financing of the offshore support vessels is guaranteed by a pledge on the vessels, the shares of Atlantic Offshore and a corporate guarantee for half of the credit from Wilson, Sons de Administração e Comércio. Remolcadores Ultratug Ltda which is the partner in the business, guarantee the other half of the loans.

Covenants

The Wilson, Sons Ultratug Participações S.A. joint venture has to comply with specific annual financial covenants. For the year ended 2016, the company was in compliance with all clauses in the loan agreements.

Atlantic Offshore S.A. has to comply with specific financial covenants on its two loan agreements with Deutsche Verkehrs-Bank "DVB" and Norddeutsche Landesbank Girozentrale Trade "Nord/LB". The subsidiary is in compliance with the remaining covenants.

Provisions for tax, labour and civil risks

In its ordinary course of business in Brazil, Wilson, Sons Ultratug Offshore S.A. (WSUT) remains exposed to numerous local legal claims. It is the WSUT policy to vigorously contest such claims, many of which appear to have little substance in merit, and to manage such claims through its legal counsel.

WSUT booked provisions related to labour claims amounting to US\$0.02 million (R\$0.1 million (2016: US\$0.02 million (R\$0.1 million))), whose probability of loss was estimated as probable.

In addition to the cases for which WSUT booked the provision, there are other tax, civil and labour disputes amounting to US\$16.6 million (R\$52.5 million) (2016: US\$13.9 million (R\$45.1 million))), whose probability of loss was estimated by the legal counsel as possible.

The breakdown of possible losses is described as follows:

	30/09/2017	31/12/2016
	US\$	US\$
Tax cases	10,972	10,066
Labour claims	5,594	3,784
Total	16,566	13,850
	30/09/2017	31/12/2016
	R\$	R\$
Tax cases	34,758	32,805
Labour claims	17,721	12,331
Total	52,479	45,136

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23.3. Investment in joint ventures

The investments valued by using the equity accounting method are shown as follows:

30/09/2017									
Currency	Number of shares	Ownership interest - %	Share capital	Investee's adjusted shareholders' equity	Elimination of profit on construction contracts	Investee's adjusted profit or loss	Equity in subsidiaries	Book value of investment	
Wilson, Sons Ultratug Participações S.A.	US\$ 45,816,550	50.00	25,131	93,949	(40,198)	14,761	7,381	26,876	
Atlantic Offshore S.A.	US\$ 10,000	50.00	8,010	1,006	-	(4,709)	(2,355)	503	
Total				94,955	(40,198)	10,052	5,026	27,379	
Wilson, Sons Ultratug Participações S.A.	R\$ 45,816,550	50.00	45,817	297,631	(127,347)	46,883	23,442	85,143	
Atlantic Offshore S.A.	R\$ 10,000	50.00	18,345	3,186	-	(14,951)	(7,476)	1,594	
Total				300,817	(127,347)	31,932	15,966	86,737	
31/12/2016									
Currency	Number of shares	Ownership interest - %	Share capital	Investee's adjusted shareholders' equity	Elimination of profit on Construction Contracts	Investee's adjusted profit or loss	Equity in subsidiaries	Book value of investment	
Wilson, Sons Ultratug Participações S.A.	US\$ 45,816,550	50.00	25,131	81,975	(43,269)	22,850	11,425	19,353	
Atlantic Offshore S.A.	US\$ 10,000	50.00	8,010	5,753	-	(6,704)	(3,352)	2,877	
Total				87,728	(43,269)	16,146	8,073	22,230	
Wilson, Sons Ultratug Participações S.A.	R\$ 45,816,550	50.00	45,817	267,164	(141,018)	77,746	38,873	63,074	
Atlantic Offshore S.A.	R\$ 10,000	50.00	18,345	18,750	-	(24,726)	(12,363)	9,376	
Total				285,914	(141,018)	53,020	26,510	72,450	

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The reconciliation of the investment in joint ventures balance, including the impact of profit recognised by joint ventures:

	Investments	
	US\$	R\$
At 1 January 2016	18,301	71,462
Share of result of joint ventures	8,073	26,510
Elimination on construction contracts	(4,278)	(13,782)
Derivatives	134	427
Foreign currency loss in respect of translation into Brazilian Reais	-	(12,167)
At 31 December 2016	22,230	72,450
Share of result of joint ventures	5,026	15,966
Elimination on construction contracts	142	440
Derivatives	(19)	(58)
Foreign currency loss in respect of translation into Brazilian Reais	-	(2,061)
At 30 September 2017	27,379	86,737

24. Operating lease arrangements and other obligations

The Group as lessee

The lease payments under operating leases recognised in net income at 30 September 2017 was US\$14.5 million (R\$45.9 million) (2016: US\$10.2 million (R\$36.5 million)).

Lease commitments for operational areas and buildings with a term between five and sixty years are recognised as an expense on a straight-line basis over the lease term.

The main operating lease arrangements are between Tecon Rio Grande and the Rio Grande port authority, and between Tecon Salvador and the Salvador port authority.

Tecon Rio Grande

The Tecon Rio Grande minimum period extends to 2022 and has an option to renew the concession for a maximum period of 25 years.

In respect of the option to renew the lease of Tecon Rio Grande, the port authority of Rio Grande has, in consideration of investments made, ensured the Company the right to renew the contract, provided the State government remains the delegated authority of the area or has in other legal way, ownership of the same.

The Tecon Rio Grande guaranteed payments consist of two elements: a fixed rental, and fee per 1,000 containers moved based on minimum forecast volumes.

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Tecon Salvador

On 16 November 2016 the Tecon Salvador S.A subsidiary signed the second amendment to the lease agreement which extends the term of the lease for an additional period of 25 years until March 2050. The Company is obligated to complete minimum expansion and maintenance capital expenditure through the end of the concession. Minimum expansion civil work investments were budgeted at approximately R\$398 million using values of base date December 2013. These investments will be completed in three phases expanding the terminal's dynamic capacity to 925 thousand TEUs per year. The first phase construction is expected to commence in nine months after the Amendment signature and will be completed by twenty four months after the commencement of the works (total gross investment of R\$255 million using values of base date December 2013). The second phase construction limit is by 2030 (total gross investment of R\$29 million using values of base date December 2013). And the third phase construction limit is by 2034 (total gross investment of R\$114 million using values of base date December 2013). Additionally, there are investments totalling R\$317 million, related to the maintenance of the operating area and replacement of equipment that will be completed up to 2050.

Tecon Salvador guaranteed payments consist of three elements: a fixed rental, a fee per container handled based on minimum forecast volumes and a fee per tonne of non-containerized cargo handled based on minimum forecast volumes.

At the end of the reporting period, the Group had outstanding commitments for future minimum operating lease payments which fall due as follows:

	30/09/2017	31/12/2016	30/09/2017	31/12/2016
	US\$	US\$	R\$	R\$
Within one year	20,307	16,968	64,333	55,300
In the second to fifth year inclusive	66,666	54,136	211,198	176,435
Greater than five years	213,708	198,725	677,027	647,665
Total	300,681	269,829	952,558	879,400

25. Financial instruments and risk assessment

a. Capital risk management

The Group manages its capital to ensure that its entities will be able to continue as going concerns, while maximizing the return to stakeholders through the optimisation of the debt and equity balance. The Group's capital structure consists of debt (which includes the borrowings disclosed in Note 16), cash and cash equivalents and short-term investments disclosed in Note 15, and equity attributable to owners of the parent company comprising issued capital, reserves, and retained earnings as disclosed in Note 21.

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b. Categories of financial instruments

	Fair value		Book value	
	30/09/2017	31/12/2016	30/09/2017	31/12/2016
	US\$	US\$	US\$	US\$
Financial instruments classified as loans and receivables				
Cash and cash equivalents	73,326	75,001	73,326	75,001
Short-term Investments	33,746	37,400	33,746	37,400
Operational trade receivables	58,792	54,247	58,792	54,247
Other trade receivables	92,708	82,088	92,708	82,088
Total financial instruments - loans and receivables	258,572	248,736	258,572	248,736
Financial instruments classified as amortised cost				
Bank loans	368,123	375,530	368,123	375,530
Operational trade payables	49,798	49,042	49,798	49,042
Other trade payables	16,325	18,621	16,325	18,621
Total financial instruments - amortised cost	434,246	443,193	434,246	443,193
Financial instruments classified as cash flow hedge				
Derivatives	1,333	1,894	1,333	1,894
Total	435,579	445,087	435,579	445,087
	Fair value		Book value	
	30/09/2017	31/12/2016	30/09/2017	31/12/2016
	R\$	R\$	R\$	R\$
Financial instruments classified as loans and receivables				
Cash and cash equivalents	232,298	244,436	232,298	244,436
Short-term Investments	106,906	121,890	106,906	121,890
Operational trade receivables	186,255	176,797	186,255	176,797
Other trade receivables	293,697	267,532	293,697	267,532
Total financial instruments - loans and receivables	819,156	810,655	819,156	810,655
Financial instruments classified as amortised cost				
Bank loans	1,166,214	1,223,889	1,166,214	1,223,889
Operational trade payables	157,760	159,833	157,760	159,833
Other trade payables	51,717	60,687	51,717	60,687
Total financial instruments - amortised cost	1,375,691	1,444,409	1,375,691	1,444,409
Financial instruments classified as cash flow hedge				
Derivatives	4,225	6,174	4,225	6,174
Total	1,379,916	1,450,583	1,379,916	1,450,583

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c. Financial risk management objectives

The Group monitors and manages financial risks related to the operations. A financial risk committee meets regularly to assess financial risks and decide mitigation based on guidelines stated in the Group's financial risk policy.

These risks include market risk, credit risk and liquidity risk. The primary objective is to minimize exposure to those risks by using financial instruments and by assessing and controlling the credit and liquidity risks. The Group may use derivatives and other financial instruments for hedging purposes only.

d. Foreign currency risk management

The operating cash flows are exposed to currency fluctuations because they are denominated partially in Brazilian Real. These proportions vary according to the characteristics of each business.

Cash flows from investments in fixed assets are denominated partly in Brazilian Real. These investments are subject to currency fluctuations between the moment when those goods or services are acquired and the actual payment date. The resources and their application are monitored with purpose of matching the currency cash flows and payment dates.

In general terms, the Group seeks to neutralize the currency risk of operating cash flows by matching revenues and expenses. Furthermore, the Group seeks to generate an operating cash surplus in the same currency in which the debt service of each business is denominated.

The Group has part of its debt and part of its Cash and cash equivalents denominated in Brazilian Real.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities at the reporting dates are as follows:

	Assets		Liabilities	
	30/09/2017	31/12/2016	30/09/2017	31/12/2016
	US\$	US\$	US\$	US\$
Amounts denominated in Real	280,911	256,549	193,379	206,286

	Assets		Liabilities	
	30/09/2017	31/12/2016	30/09/2017	31/12/2016
	R\$	R\$	R\$	R\$
Amounts denominated in Real	889,926	836,118	612,626	672,307

Foreign currency sensitivity analysis

The sensitivity analysis presented in the following sections estimates the impacts of the Brazilian Real devaluation against the US Dollar based on the position at 30 September 2017. Three exchange rate scenarios are contemplated: the likely scenario (Probable) and two scenarios of deterioration of 25% (Possible) and 50% (Remote) in the exchange rate. The Group uses the Brazilian Central Bank's "Focus" report to determine the probable scenario.

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30/09/2017						
Exchange rates ⁽¹⁾						
Probable scenario		Possible scenario (25%)		Remote scenario (50%)		
R\$3.200 / US\$1.00		R\$4.000 / US\$1.00		R\$4.800 / US\$1.00		
Operation	Risk	Amount US\$	Result	Probable scenario	Possible scenario (25%)	Remote scenario (50%)
Total assets	R\$	280,911	Exchange effects	(2,809)	(58,430)	(95,510)
Total liabilities	R\$	193,379	Exchange effects	1,934	40,223	65,749
				(875)	(18,207)	(29,761)
Operation	Risk	Amount R\$	Result	Probable scenario	Possible scenario (25%)	Remote scenario (50%)
Total assets	R\$	889,926	Exchange effects	(8,899)	(185,105)	(302,575)
Total liabilities	R\$	612,626	Exchange effects	6,126	127,426	208,293
				(2,773)	(57,679)	(94,282)

⁽¹⁾ Information source: Focus BACEN, report from 13 October 2017.

31/12/2016						
Exchange rates ⁽¹⁾						
Probable scenario		Possible scenario (25%)		Remote scenario (50%)		
R\$3.5000 / US\$1.00		R\$4.3750 / US\$1.00		R\$5.2500 / US\$1.00		
Operation	Risk	Amount US\$	Result	Probable scenario	Possible scenario (25%)	Remote scenario (50%)
Total assets	R\$	256,549	Exchange effects	(17,658)	(65,436)	(97,288)
Total liabilities	R\$	206,286	Exchange effects	14,198	52,616	78,228
				(3,460)	(12,820)	(19,060)
Operation	Risk	Amount R\$	Result	Probable scenario	Possible scenario (25%)	Remote scenario (50%)
Total assets	R\$	836,118	Exchange effects	(57,549)	(213,263)	(317,072)
Total liabilities	R\$	672,307	Exchange effects	46,274	171,481	254,952
				(11,275)	(41,782)	(62,120)

⁽¹⁾ Information source: Focus BACEN, report from 20 January 2017

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e. Interest rate risk management

The Group holds most of its debts linked to fixed rates and most of which are with the FMM.

Other loans exposed to floating rates are as follows:

- TJLP (Brazilian Long Term Interest Rate) for Brazilian Real-denominated funding through Finame credit line to port operations and Logistics operations;
- DI (Brazilian Interbank Interest Rate) for Brazilian Real-denominated funding in logistics operations, and
- 6-month Libor (London Interbank Offered Rate) for US Dollar-denominated funding for port operations (Eximbank).

The Group's Brazilian Real-denominated investments yield interest rates corresponding to the DI daily fluctuation for privately-issued securities and/or "Selic-Over" government-issued bonds. The US Dollar-denominated investments are short-term time deposits.

Interest rate sensitivity analysis

The Group does not currently fair value account for financial assets or liabilities through profit or loss. Therefore, a change in interest rates at the reporting date would not change the profit or loss result. The Group uses the Brazilian Central Bank's "Focus" BM&F (*Bolsa de Mercadorias e Futuros*) and Bloomberg data to estimate the probable scenarios.

The following analysis concerns a possible fluctuation of revenue or expenses linked to the transactions and scenarios shown, without considering their fair value.

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30/09/2017						
Libor ⁽¹⁾ , CDI ⁽²⁾ , Selic ⁽³⁾ and TJLP						
Transaction			Probable scenario	Possible scenario (25%)	Remote scenario (50%)	
Loans – Libor			1.82%	2.28%	2.73%	
Loans – Selic			8.15%	10.18%	12.21%	
Loans – TJLP			7.00%	8.75%	10.50%	
Investments – Libor			2.27%	2.72%	3.18%	
Investments – CDI			8.14%	10.18%	12.21%	

Transaction	Risk	Amount US\$	Result	Probable scenario	Possible scenario (25%)	Remote scenario (50%)
Loans – Libor	Libor	50,270	Interest	(84)	(186)	(289)
Loans – Selic	Selic	342	Interest	-	(5)	(10)
Loans – TJLP	TJLP	25,625	Interest	-	(280)	(556)
Loans – Fixed	N/A	291,886	None			
Total loans		368,123		(84)	(471)	(855)
Investments	Libor	35,603	Income	-	146	292
Investments	CDI	65,186	Income	(1,428)	(612)	205
Total investments		100,789		(1,428)	(466)	497
Net income				(1,512)	(937)	(358)

Transaction	Risk	Amount R\$	Result	Probable scenario	Possible scenario (25%)	Remote scenario (50%)
Loans – Libor	Libor	159,257	Interest	(265)	(591)	(916)
Loans – Selic	Selic	1,085	Interest	-	(16)	(32)
Loans – TJLP	TJLP	81,178	Interest	-	(887)	(1,761)
Loans – Fixed	N/A	924,694	None	-	-	-
Total loans		1,166,214		(265)	(1,494)	(2,709)
Investments	Libor	112,791	Income	-	463	926
Investments	CDI	206,510	Income	(4,523)	(1,937)	648
Total investments		319,301		(4,523)	(1,474)	1,574
Net income				(4,788)	(2,968)	(1,135)

⁽¹⁾ Information source: Bloomberg, report from 18 October 2017.

⁽²⁾ Information source: BM&F (Bolsa de Mercadorias e Futuros), report from 18 October 2017.

⁽³⁾ Information source: BC (Banco Central do Brasil), report from 18 October 2017.

The net effect was obtained by assuming a 12 month period starting 30 September 2017 in which interest rates vary and all other variables are held constant. The scenarios express the difference between the weighted scenario rate and actual rate.

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31/12/2016						
Libor ⁽¹⁾ , CDI ⁽²⁾ and TJLP						
Transaction			Probable scenario	Possible scenario (25%)	Remote scenario (50%)	
Loans – Libor			1.70%	2.13%	2.55%	
Loans – CDI			11.14%	13.93%	16.71%	
Loans – TJLP			7.50%	9.38%	11.25%	
Investments – Libor			1.88%	2.31%	2.73%	
Investments – CDI			11.14%	13.93%	16.71%	

Transaction	Risk	Amount US\$	Result	Probable scenario	Possible scenario (25%)	Remote scenario (50%)
Loans – Libor	Libor	88,041	Interest	(217)	(420)	(623)
Loans – TJLP	TJLP	27,441	Interest	-	(324)	(643)
Loans – Fixed	N/A	260,026	None	-	-	-
Total loans		375,508		(217)	(744)	(1,266)
Investments	Libor	51,500	Income	-	195	390
Investments	CDI	51,112	Income	(1,650)	(232)	1,187
Total investments		102,612		(1,650)	(37)	1,577
Net income				(1,867)	(781)	311

Transaction	Risk	Amount R\$	Result	Probable scenario	Possible scenario (25%)	Remote scenario (50%)
Loans – Libor	Libor	286,934	Interest	(708)	(1,370)	(2,031)
Loans – TJLP	TJLP	89,433	Interest	-	(1,056)	(2,096)
Loans – Fixed	N/A	847,450	None	-	-	-
Total loans		1,223,817		(708)	(2,426)	(4,127)
Investments	Libor	167,842	Income	-	635	1,270
Investments	CDI	166,580	Income	(5,379)	(755)	3,868
Total investments		334,422		(5,379)	(120)	5,138
Net income				(6,087)	(2,546)	1,011

⁽¹⁾ Information source: Bloomberg, report 11 January 2017.

⁽²⁾ Information source: BM&F (Bolsa de Mercadorias e Futuros), report from 10 January 2017.

The net effect was obtained by assuming a 12 month period starting 31 December 2016 in which interest rates vary and all other variables are held constant. The scenarios express the difference between the scenario rate and actual rate.

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Derivative financial instruments

The Group may enter into derivative contracts to manage risks arising from interest rate fluctuations. All such transactions are carried out within the guidelines set by the Risk Management Committee. Generally, the Group seeks to apply hedge accounting in order to manage volatility in profit or loss.

The Group uses cash flow hedges to limit its exposure that may result from the variation of floating interest rates. On 16 September 2013, Tecon Salvador, entered into an interest rate swap agreement to hedge a portion of its outstanding floating-rate debt with IFC. On 30 September 2017 the notional amount was US\$35.3 million. This swap converts floating interest rate based on the London Interbank Offered Rate (LIBOR) into fixed-rate interest and expires in March 2020. The derivatives were entered into with Santander Brasil as counterparty and its Standard & Poor's credit rating was AA at 30 September 2017.

Tecon Salvador is required to pay the counterparty interest at 4.250%, according to the schedule agreement and receives variable interest payments based on 6-month LIBOR. The net receipts or payments from the swap are recorded as financial expense.

	US\$ Outflows	R\$ Outflows
Within one year	(880)	(2,789)
In the second year	(386)	(1,224)
In the third to fifth years (including)	(67)	(212)
Fair value	(1,333)	(4,225)

Fair Value

The swap fair value was estimated based on the yield curve at 30 September 2017 and represents its carrying value. At 30 September 2017 the interest rate swap liability was US\$1.3 million and the balance in accumulated other comprehensive income on the consolidated balance sheet was US\$1.9 million. The net change in fair value of the interest rate swap recorded as other comprehensive income for the period ended 30 September 2017 was an after tax loss of US\$0.5 million.

30 September 2017	Notional amount US\$	Maturity	US\$ Fair value	R\$ Fair value
Financial assets				
Interest rates swap	35,262	Mar/2020	(1,333)	(4,225)
Total			(1,333)	(4,225)

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Derivative Sensitivity Analysis

This analysis is based on 6-month Libor interest rate variances that the Group considered to be reasonably possible at the end of the reporting period. The analysis assumes that all other variables, in particular foreign exchange rates, remain constant and ignores any impact of forecast sales and purchases. Three scenarios were simulated: the likely scenario (Probable) and two possible scenarios of reduction of 25% (Possible) and 50% (Remote) in the interest rate.

30/09/2017					
Probable scenario	Possible scenario (25%)	Remote scenario (50%)	Probable scenario	Possible scenario (25%)	Remote scenario (50%)
US\$	US\$	US\$	R\$	R\$	R\$
(1,331)	(1,564)	(1,799)	(4,216)	(4,954)	(5,699)

Cash Flow Hedge

The Group applies hedge accounting for transactions in order to manage the volatility in earnings. If a swap is designated and qualifies as a cash flow hedge, the swap is accounted for as an asset or a liability in the accompanying consolidated balance sheets at fair value. The effective portion of changes in fair value of the derivative is recognised in other comprehensive income and presented as an asset revaluation reserve in equity. Any ineffective portion of changes in fair value of the derivative is recognised immediately in the profit or loss.

If the hedging instrument no longer meets the criteria for hedge accounting operations, expires or is sold, terminated or exercised, or the designation is revoked, the hedge accounting is discontinued prospectively and then the amount stated in the equity is reclassified to the profit or loss.

On the initial designation of the derivative as a hedging instrument, the Group formally documents the relationship between the hedging instrument and the hedged transaction, including the risk management objective and strategy on the implementation of the hedge and the hedged risk, together with the methods that will be used to evaluate the effectiveness of the hedging relationship. The Group utilises the dollar offset method to assess the effectiveness of the swap, analysing whether the hedging instruments are highly effective in offsetting changes in fair values or cash flows of the respective hedged items attributable to the hedged risk, and if the actual results for each coverage are within the range from 80 - 125 percent.

Under this methodology, the swap was deemed to be highly effective for the period ended 30 September 2017. There was no hedge ineffectiveness recognised in profit or loss for the year ended 30 September 2017.

f. Liquidity risk management

The Group manages liquidity risk by maintaining adequate cash reserves, banking facilities and reserve borrowing facilities, continuously monitoring forecast and actual cash flows, and matching the maturity profiles of financial assets and liabilities.

Liquidity risk is the risk that the Group will encounter difficulty in fulfilling obligations associated with its financial liabilities that are settled with cash payments or other financial assets. The Group's approach in managing liquidity is to ensure that the Group always has sufficient liquidity to fulfill the obligations that expire, under normal and stress conditions, without causing unacceptable losses or risk damage to the reputation of the Group.

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The Group ensures that it has sufficient cash reserves to meet the expected operational expenses, including financial obligations. This practice excludes the potential impact of extreme circumstances that cannot be reasonably foreseen, such as natural disasters.

The following tables detail the Group's remaining contractual maturity for its non-derivative financial liabilities. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows.

	Weighted average effective interest rate	Less than 12 months	1-5 years	More than 5 years	Total
	%	US\$	US\$	US\$	US\$
30 September 2017					
Variable interest rate instruments	3.47%	19,657	48,192	8,388	76,237
Fixed interest rate instruments	3.30%	38,837	98,829	154,220	291,886
		58,494	147,021	162,608	368,123

	Weighted average effective interest rate	Less than 12 months	1-5 years	More than 5 years	Total
	%	R\$	R\$	R\$	R\$
30 September 2017					
Variable interest rate instruments	3.47%	62,273	152,674	26,573	241,520
Fixed interest rate instruments	3.30%	123,036	313,087	488,571	924,694
		185,309	465,761	515,144	1,166,214

	Weighted average effective interest rate	Less than 12 months	1-5 years	More than 5 years	Total
	%	US\$	US\$	US\$	US\$
31 December 2016					
Variable interest rate instruments	3.73%	27,762	75,307	12,435	115,504
Fixed interest rate instruments	2.85%	22,018	79,675	158,333	260,026
		49,780	154,982	170,768	375,530

	Weighted average effective interest rate	Less than 12 months	1-5 years	More than 5 years	Total
	%	R\$	R\$	R\$	R\$
31 December 2016					
Variable interest rate instruments	3.73%	90,479	245,432	40,528	376,439
Fixed interest rate instruments	2.85%	71,759	259,667	516,024	847,450
		162,238	505,099	556,552	1,223,889

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(Amounts expressed in thousands of U.S. Dollars and Brazilian Reais, unless otherwise noted) - *Unaudited*

g. Credit risk

The Group's credit risk can be attributed mainly to balances such as cash and cash equivalents and trade receivables. Trade and other trade receivables disclosed in the balance sheet are shown net of the allowance for bad debts.

The Group invests temporary cash surpluses in government and private bonds, according to regulations approved by management, which follow the Group policy on credit risk concentration. Credit risk on investments in non-government backed bonds is mitigated by investing only in assets issued by leading financial institutions.

The Group's sales policy follows the criteria for credit sales set by management, which seeks to mitigate any loss due to customer default.

	Nota	US\$		R\$	
		30/09/2017	31/12/2016	30/09/2017	31/12/2016
Cash and cash equivalents	15	73,326	75,001	232,298	244,436
Short-term investments	15	33,746	37,400	106,906	121,890
Operational trade receivables	14	58,792	54,247	186,255	176,797
Other trade receivables	14	92,708	82,088	293,697	267,532
Exposed to credit risk		258,572	248,736	819,156	810,655

h. Fair value of financial instruments

The Group's financial instruments are recorded in balance sheet accounts at 30 September 2017 and 31 December 2016 at amounts considered similar to the fair value at those dates. These instruments are managed through operating strategies aimed to obtain liquidity, profitability and security. The control policy consists of ongoing monitoring of rates agreed versus those in force in the market, and confirmation of whether its short-term financial investments are being properly marked to market by the institutions dealing with its funds.

The determination of estimated realisable values of the Group's financial assets and liabilities relies on information available in the market and relevant assessment methodologies. Nevertheless, considerable judgment is required when interpreting market data to derive the most adequate estimated realizable value.

IFRS 7 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives:

1. the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements),
2. the second highest priority to inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (Level 2 measurements), and
3. the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

All the Group's financial instruments (as disclosed in note 25 b) are considered as level 2. There were no amounts related to levels 1 or 3 at 30 September 2017 and 31 December 2016.

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i. Criteria, assumptions and limitations used when computing market values

Cash and cash equivalents

The market values of the bank current account balances are consistent with book balances.

Investments

The carrying amounts of short-term investments approximate their fair value.

Trade and other trade receivables/payables

According to the Group's management the book balances of trade and other trade receivables and payables approximate fair values.

Bank and loans

Fair value of loan arrangements were calculated at their present value determined by future cash flows and at interest rates applicable to instruments of similar nature, terms and risks or at market quotations of these securities. Fair value measurements recognised in the consolidated financial statements are grouped into levels based on the degree to which the fair value is observable.

The fair values of BNDES, BB, IFC, CCB, Santander, Finimp, and Eximbank financing arrangements are considered similar to their carrying amounts as the Group has to date not identified comparable instruments.

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26. Related-party transactions

Transactions between the Company and its related party subsidiaries have been eliminated on consolidation and are not disclosed in this note. Transactions between the Group and its associates, joint ventures, other investments, and other related parties are disclosed below.

	Current assets (liabilities)	Revenues	Expenses
	US\$	US\$	US\$
Joint ventures and joint operations:			
1. Allink Transportes Internacionais Ltda.	2	1	14
2. Consórcio de Rebocadores Barra de Coqueiros	81	-	-
3. Consórcio de Rebocadores Baía de São Marcos	2,927	437	-
4. Wilson, Sons Ultratug and subsidiaries	12,122	1,596	-
5. Atlantic Offshore S.A.	16,517	-	-
Other:			
6. Gouvêa Vieira Advogados	-	-	65
7. CMMR Intermediação Comercial Ltda.	-	-	133
Nine-month period ended 30 September 2017	31,649	2,034	212
Three-month period ended 30 September 2017	(189)	713	66
At 31 December 2016	31,784	20,272	374
Nine-month period ended 30 September 2016	25,683	16,907	227
Three-month period ended 30 September 2016	11,079	7,553	93

	Current assets (liabilities)	Revenues	Expenses
	R\$	R\$	R\$
Joint ventures and joint operations:			
1. Allink Transportes Internacionais Ltda.	6	2	44
2. Consórcio de Rebocadores Barra de Coqueiros	257	-	-
3. Consórcio de Rebocadores Baía de São Marcos	9,273	1,388	-
4. Wilson, Sons Ultratug and subsidiaries	38,402	5,125	-
5. Atlantic Offshore S.A.	52,325	-	-
Other:			
6. Gouvêa Vieira Advogados	-	-	206
7. CMMR Intermediação Comercial Ltda.	-	-	422
Nine-month period ended 30 September 2017	100,263	6,515	672
Three-month period ended 30 September 2017	(5,062)	2,286	207
At 31 December 2016	103,587	69,205	1,271
Nine-month period ended 30 September 2016	83,371	58,466	787
Three-month period ended 30 September 2016	36,496	24,515	297

- Allink Transportes Internacionais Ltda. is 50% owned by the Group and rents terminal warehousing from the Group. Allink Transportes Internacionais Ltda controls 100% of Allink Serviços e Gerenciamento de Cargas Ltda.
- 2-3. The transactions with the joint operations are disclosed as a result of proportionate amounts not eliminated on consolidation.
4. Intergroup loan with Wilson, Sons Ultratug (interest - 0.3% per month with no maturity) and other trade payables and receivables from Wilson, Sons Offshore and Magallanes.
5. Intergroup loan with Atlantic Offshore S.A.
6. Mr. J.F. Gouvêa Vieira is a partner with the law firm Gouvêa Vieira Advogados. Fees were paid to Gouvêa Vieira Advogados for legal services.
7. Mr. C.M. Marote is a shareholder and director of CMMR Intermediação Comercial Ltda. Fees were paid to CMMR Intermediação Comercial Ltda. for consultancy services to the Wilson Sons towage segment.

The Company has adopted the policy of netting the assets and liabilities of the group related party transactions.

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Notes to the condensed consolidated interim financial information

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27. Notes to the consolidated statement of cash flows

	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	R\$	R\$
Profit before tax	86,046	99,954	274,019	350,692
Less: Finance income	(10,348)	(20,524)	(33,103)	(72,934)
Less: Exchange loss on translation	(3,152)	(8,284)	(10,134)	(28,697)
Less: Share of result of joint ventures	(5,026)	(5,745)	(15,966)	(18,852)
Add: Finance costs	17,748	13,748	56,092	48,330
Operating profit from operations	85,268	79,149	270,908	278,539
Adjustments for:				
Depreciation and amortisation expenses	42,844	38,368	136,007	135,451
Gain (loss) on disposal of property, plant and equipment	1,942	(608)	6,445	(1,873)
Provision equity-settled share-based payment	1,748	2,519	5,551	8,935
Post-employment benefits	56	146	178	514
Increase in provisions	1,673	4,249	5,281	13,837
Operating cash flows before movements in working capital	133,531	123,823	424,370	435,403
Decrease in inventories	1,698	3,298	5,391	10,740
Increase in trade and other trade receivables	(20,886)	(11,889)	(66,296)	(40,918)
Decrease in trade and other trade payables	(218)	(3,781)	(733)	(16,904)
Increase in other non-current assets	(905)	(4,476)	(2,873)	(14,576)
Cash generated by operations	113,220	106,975	359,859	373,745
Income taxes paid	(22,958)	(22,517)	(73,122)	(78,890)
Interest paid – borrowings	(9,799)	(9,555)	(31,182)	(33,565)
Interest paid – leasing	(376)	(274)	(1,196)	(952)
Interest paid – others	(131)	(66)	(412)	(242)
Net cash from operating activities	79,956	74,563	253,947	260,096

Non-cash transactions

During the current period, the Group entered into the following non-cash investing and financing activities which are not reflected in the consolidated statement of cash flows:

	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	R\$	R\$
Additions to fixed assets				
Equipment acquisition through finance	21,071	171	64,764	664
Capitalized interest	383	687	1,219	2,588
Acquisition of non controlling interest				
Reversion of debts from purchase of non controlling interest	-	(2,802)	-	(11,329)
Payables from purchase of non controlling interest	-	(742)	-	(3,000)
Taxes settlement				
Income tax compensation	1,555	3,690	490	12,017

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28. Compensation of key management personnel

Compensation, of the Group's key management personnel, is set out below in aggregate for each of the categories:

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	US\$	US\$	US\$	US\$
Short-term employee benefits	(1,389)	(1,333)	(9,671)	(8,551)
Post-employment benefits and social charges	(396)	(276)	(1,202)	(983)
Stock option	(577)	(869)	(1,748)	(2,518)
Total	(2,362)	(2,478)	(12,621)	(12,052)

	Three-month period ended		Nine-month period ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	R\$	R\$	R\$	R\$
Short-term employee benefits	(4,396)	(4,331)	(30,519)	(30,323)
Post-employment benefits and social charges	(1,254)	(894)	(3,826)	(3,482)
Stock option	(1,825)	(2,821)	(5,551)	(8,935)
Total	(7,475)	(8,046)	(39,896)	(42,740)

29. Subsequent Event

The Provisional Measure (MP) 783/17, which established the new tax amnesty program, the so-called PERT, was very recently converted into Law by Mr. President Temer. Details are disclosed in Note 9.

The Law 13,496/17 was published at the Official Gazette on 25 October 2017, and it is effective on its publication date.

The Law is even more flexible to the Group to settle its federal tax debts with the Government. The main changes are: (a) discounts on penalties, changed from 50% to 70%; and (b) down payment in cash reduced to 5%, instead of 7.5%.

30. Approval of the condensed consolidated interim financial information

The condensed consolidated interim financial information were approved by the board of directors and authorised for issue on 9 November 2017.

Directors Declaration

In compliance with article 25, section V of CVM Instruction 480 of 7 December 2009, the Directors of Wilson Sons Limited declare that they have reviewed, discussed and agreed with the condensed consolidated interim financial information and the views expressed in the independent auditor's review report.