

## Efficient operations and healthy margins in 2Q13

São Paulo, November 7, 2012 – COSAN LIMITED (NYSE: CZZ; BM&FBovespa: CZLQ11) and COSAN S.A. INDÚSTRIA E COMÉRCIO (BM&FBovespa: CSAN3) announce today their results for the second quarter of the fiscal year 2013 (2Q13), ended September 30, 2012. The results are consolidated in accordance with the accounting practices adopted in Brazil (IFRS).

### Investor Relations

**Marcelo Martins**  
CFO & IRO

**Guilherme Machado**  
IR Manager

**Phillipe Casale**  
IR Analyst

[ri@cosan.com.br](mailto:ri@cosan.com.br)  
[www.cosan.com.br/ri](http://www.cosan.com.br/ri)

### 2Q13 Highlights

- Total Net Revenue reaches R\$7.0 billion
- 26.5% increase in Raízen Combustíveis' EBITDA
- Raízen Energia crushes 27.3 million tonnes of sugarcane with EBITDA margin of 38.0%
- Rumo posts EBITDA margin of 39.4%
- Beginning of consolidation of Radar results

#### Fiscal Year Definitions:

**2Q13** – quarter ended September 30, 2012

**2Q12** - quarter ended September 30, 2011

**YTD13** – period begun on the same date as FY13 and ending at the close of 2Q13

**YTD12** - period begun on the same date as FY12 and ending at the close of 2Q12

**FY13** – fiscal year begun April 1, 2012 and ending March 31, 2013

**FY12** - fiscal year begun April 1, 2011 and ended March 31, 2012

Summary of Financial Information – Cosan Consolidated				
2Q13	2Q12	Amounts in R\$ MM	YTD13	YTD12
7,032.3	6,804.3	<b>Net Revenue</b>	13,157.9	11,992.3
771.8	761.9	<b>Gross Profit</b>	1,246.3	1,349.9
11.0%	11.2%	Gross Margin (%)	9.5%	11.3%
341.8	293.6	<b>Operating Profit</b>	509.3	3,807.5
719.4	659.2	<b>EBITDA</b>	1,146.0	4,476.7
10.2%	9.7%	EBITDA Margin (%)	8.7%	37.3%
-	(18.2)	<b>Gross Effects of Raízen's Formation</b>	-	3,296.9
719.4	677.3	<b>Adjusted EBITDA<sup>1</sup></b>	1,146.0	1,179.7
10.2%	10.0%	Adjusted EBITDA Margin (%)	8.7%	9.8%
312.07	86.9	<b>Net Income before non-controlling Interest</b>	304.4	2,389.3
283.2	63.2	<b>Net Income</b>	266.2	2,362.5
-	-	<b>Net Effects of Raízen's Formation<sup>1</sup></b>	-	2,131.8
283.2	63.2	<b>Adjusted Net Income</b>	266.2	230.7
4.0%	0.9%	Net Adjusted Margin (%)	2.0%	19.7%
351.1	360.3	<b>CAPEX<sup>2</sup></b>	792.7	1,069.6
3,463.7	4,853.9	<b>Net Debt</b>	3,463.7	4,853.9
11,307.4	9,270.6	<b>Shareholders' Equity and Minority Shareholders</b>	11,307.4	9,270.6

Note 1: Net of the effects of Raízen's formation.

Note 2: Net of the acquisition of interest in other companies and of cash received from divestments.

## A. Business Units

On July 14, 2012, Cosan began consolidating in its accounting statements the financial information of its subsidiary Radar Propriedades Agrícolas S/A (Radar), which invests and leases agricultural properties in the Brazilian rural real estate market.

The consolidation was the result of modification of Radar's Bylaws and Shareholders' Agreement and, as of this quarter and due to these changes, Cosan will report in its financial information a new business line that was previously recognized in the results by equity accounting.

In addition, during 2Q13, Cosan contributed 23,100 hectares of its agricultural lands with a market value of R\$551.4 million to Radar for strategic alignment of its activities. Thus, Cosan increased its direct and indirect stake in Radar's capital stock from 18.9% to 37.7%.

Therefore, as in previous quarters, we dedicate a specific section for each business unit with key production data and analysis of the results, from Net Revenue to EBITDA.

Our business units are as follows:

○ Raízen Combustíveis	Fuels Distribution
○ Raízen Energia	Sugar, Ethanol and Cogeneration
○ Rumo	Sugar Logistics
○ Radar	Investments in Agricultural Land
○ Other Business	Lubricants and Specialties Corporate Structure

Below, we present the results by business unit for the second quarter of the fiscal year 2013 for all Cosan Group business units, as mentioned above. All information reflects 100% of our business units' financial performance, regardless of Cosan's stake in them.

Results by Business Unit		2Q13						
Amounts in R\$ MM	Raízen Energia	Raízen Combustíveis	Rumo	Radar	Other Business	Elimination 50% Raízen	Adjustments and Eliminations	Consolidated
<b>Net Revenue</b>	<b>2,248.3</b>	<b>10,915.5</b>	<b>217.9</b>	<b>20.9</b>	<b>369.6</b>	<b>(6,581.9)</b>	<b>(158.1)</b>	<b>7,032.3</b>
Cost of Goods Sold	(1,667.9)	(10,335.3)	(133.7)	(1.7)	(281.5)	6,001.6	158.1	(6,260.4)
<b>Gross Profit</b>	<b>580.4</b>	<b>580.3</b>	<b>84.2</b>	<b>19.2</b>	<b>88.1</b>	<b>(580.3)</b>	<b>-</b>	<b>771.8</b>
Gross Margin (%)	25.8%	5.3%	38.7%	91.7%	23.8%	-	-	11.0%
Selling Expenses	(167.9)	(243.1)	-	-	(49.3)	205.5	-	(254.8)
General and Administrative Expenses	(121.3)	(92.3)	(14.1)	(4.0)	(50.9)	106.8	-	(175.7)
Other Operating Revenues (Expenses)	9.7	(2.6)	(2.5)	3.0	(3.5)	(3.5)	-	0.5
Depreciation and amortization	553.5	133.3	18.3	0.4	15.3	(343.4)	-	377.5
<b>EBITDA</b>	<b>854.5</b>	<b>375.5</b>	<b>85.9</b>	<b>18.6</b>	<b>(0.2)</b>	<b>(615.0)</b>	<b>-</b>	<b>719.4</b>
EBITDA Margin (%)	38.0%	3.4%	39.4%	89.2%	-0.1%	-	-	10.2%
EBITDA Margin (R\$/cbm)	-	67.1	-	-	-	-	-	-

Results by Business Unit		YTD13						
Amounts in R\$ MM	Raízen Energia	Raízen Combustíveis	Rumo	Radar	Other Business	Elimination 50% Raízen	Adjustments and Eliminations	Consolidated
<b>Net Revenue</b>	<b>3,512.5</b>	<b>21,201.3</b>	<b>322.8</b>	<b>20.9</b>	<b>687.0</b>	<b>(12,356.9)</b>	<b>(229.7)</b>	<b>13,157.9</b>
Cost of Goods Sold	(2,762.1)	(20,074.2)	(204.0)	(1.7)	(517.5)	11,418.1	229.7	(11,911.6)
<b>Gross Profit</b>	<b>750.3</b>	<b>1,127.2</b>	<b>118.9</b>	<b>19.2</b>	<b>169.5</b>	<b>(938.8)</b>	<b>-</b>	<b>1,246.3</b>
Gross Margin (%)	21.4%	5.3%	36.8%	91.7%	24.7%	-	-	9.5%
Selling Expenses	(256.0)	(485.2)	-	-	(96.6)	370.6	-	(467.2)
General and Administrative Expenses	(231.8)	(181.9)	(26.2)	(4.0)	(96.4)	206.8	-	(333.4)
Other Operating Revenues (Expenses)	13.0	38.1	2.4	3.0	32.7	(25.5)	-	63.6
Depreciation and amortization	902.3	244.8	33.7	0.4	29.0	(573.6)	-	636.7
<b>EBITDA</b>	<b>1,177.9</b>	<b>743.0</b>	<b>128.7</b>	<b>18.6</b>	<b>38.2</b>	<b>(960.4)</b>	<b>-</b>	<b>1,146.0</b>
EBITDA Margin (%)	33.5%	3.5%	39.9%	89.2%	5.6%	-	-	8.7%
EBITDA Margin (R\$/cbm)	-	68.0	-	-	-	-	-	-

For comparison of Cosan's Consolidated financial information, 50% of the results of Raízen Combustíveis e Energia and 100% of the results of Rumo, Radar and Other Businesses were considered. Adjustments and eliminations represent transactions and balances among segments.

## B.1 Raízen Combustíveis

Below you will find the results of Raízen Combustíveis, the business unit that distributes and trades fuels through a network of franchised Shell and Esso services stations, in addition to supplying fuels to industrial clients and distributing aviation fuel.

The results of Raízen Combustíveis in the fiscal year 2012 are presented pro-forma, considering six months (April to September, 2011) of operations of Raízen Combustíveis (business combination of Esso and Shell), for better comparison among the periods. The remaining periods are reported on an accounting basis that reflects the current structure of Raízen Combustíveis.

### Net Revenue

Book 2Q13	Book 2Q12	Var. %	Sales Breakdown Amounts in R\$ MM	Book YTD13	Pro Forma YTD12	Var. %
<b>10,915.5</b>	<b>9,901.1</b>	<b>10.2%</b>	<b>Net Operating Revenue</b>	<b>21,201.3</b>	<b>19,626.6</b>	<b>8.0%</b>
<b>10,915.5</b>	<b>9,901.1</b>	<b>10.2%</b>	<b>Fuel Sales</b>	<b>21,201.3</b>	<b>19,604.7</b>	<b>8.1%</b>
553.9	640.1	-13.5%	Ethanol	1,094.3	1,192.4	-8.2%
4,356.7	3,940.7	10.6%	Gasoline	8,615.6	8,127.1	6.0%
4,629.2	4,146.4	11.6%	Diesel	8,713.0	7,964.8	9.4%
1,221.8	1,013.1	20.6%	Aviation	2,481.5	2,020.0	22.8%
153.9	160.9	-4.4%	Others	296.8	300.5	-1.2%
-	-	-	<b>Other services</b>	-	<b>21.9</b>	-

In 2Q13, Raízen Combustíveis' net revenue grew 10.2% year-on-year to R\$10.9 billion, chiefly due to the 4.8% increase in total fuel sales volume in the period, in turn a result of the increased fleet of licensed vehicles. Quarter-on-quarter, net revenue grew 6.1%, also due to the higher sales volume as a reflection of seasonality among the quarters.

Like in recent quarters, in most Brazilian states price parity between ethanol and gasoline was above 70% throughout the period, increasing gasoline sales as compared to ethanol.

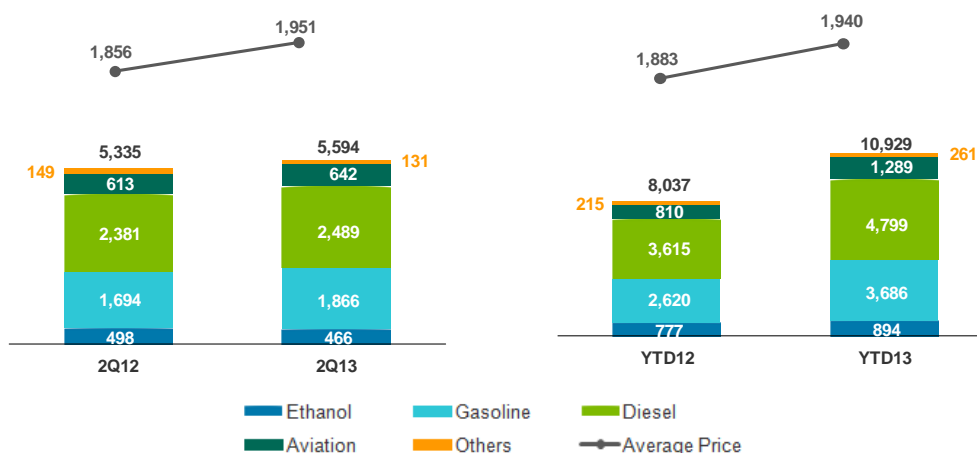
Diesel sales volume in 2Q13 was up 4.5% year-on-year and 7.8% quarter-on-quarter, attributable to the more consistent operations of services stations located along highways after the integration of the Esso and Shell networks, as well as resume of economic growth.

Aviation fuel sales volume was up 4.7% in the quarter as compared to the same period of the previous year due to growth in the aviation market.

In addition to higher sales volumes, the average unit price of products also increased 5.1% from R\$1,856/cbm in 2Q12 to R\$1,951/cbm in 2Q13, contributing to the increase in total net revenue.

## Fuels

Volume (million liters) and Average Unit Price (R\$/cbm)



## Inventories

Fuels Inventories	Book 2Q13	Book 2Q12
000 cbm	445.4	470.8
R\$'MM	803.5	845.3
R\$/cbm	1,804.0	1,795.6

2Q13 inventories fell 5.4% compared to 2Q12 due to operational synergies between the Esso and Shell networks, causing the necessary inventory to be smaller for the current structure of Raízen Combustíveis. As measured in sales days, inventories were approximately 7 days in 2Q13, compared to 8 days in 2Q12.

## Cost of Goods Sold

Book 2Q13	Book 2Q12	Chg. %	COGS Amounts in R\$ MM	Book YTD13	Pro Forma YTD12	Chg. %
(10,335.3)	(9,356.0)	10.5%	Fuel Sales	(20,074.2)	(18,608.2)	7.9%
Average unitary cost (R\$/cbm)						
(1,848)	(1,754)	5.4%	Fuel Sales	(1,837)	(1,785)	2.9%

The cost of goods sold in the quarter was up 10.5% over 2Q12 to R\$10.3 billion due to the increased sales volume of products with higher unit cost. The average unit cost in the quarter was R\$1.848/m<sup>3</sup>, up 5.4% over 2Q12, but cost of goods sold as a percentage of net revenue remained stable

## Gross Profit

Book 2Q13	Book 2Q12	Chg. %	Gross Profit Amounts in R\$ MM	Book YTD13	Pro Forma YTD12	Chg. %
<b>580.3</b>	<b>545.1</b>	<b>6.5%</b>	<b>Gross Profit</b>	<b>1,127.2</b>	<b>1,018.4</b>	<b>10.7%</b>
5.3%	5.5%	-0.2 p.p.	Gross margin (R\$/cbm)	5.3%	5.2%	0.1 p.p
103.7	102.2	1.5%	Gross Margin (%)	103.1	97.7	5.6%

Raízen Combustíveis' gross profit was up 6.5% from R\$545.1 million in 2Q12 to R\$580.3 million in 2Q13. Gross margin in reais/cbm was also up, growing 1.5% over the R\$102.2/cbm in 2Q12 to R\$103.7/ m<sup>3</sup> in 2Q13. Gross margin was down 0.2 p.p. to 5.3%.

## Selling, General and Administrative Expenses

Book 2Q13	Book 2Q12	Chg. %	Selling, General and Administrative Expenses Amounts in R\$ MM	Book YTD13	Pro Forma YTD12	Chg. %
<b>(243.1)</b>	<b>(270.7)</b>	<b>-10.2%</b>	<b>Selling Expenses</b>	<b>(485.2)</b>	<b>(530.8)</b>	<b>-8.6%</b>
<b>(92.3)</b>	<b>(122.3)</b>	<b>-24.5%</b>	<b>General and Administrative Expenses</b>	<b>(181.9)</b>	<b>(183.3)</b>	<b>-0.8%</b>

In 2Q13, Raízen Combustíveis' selling expenses fell 10.2% year-on-year to R\$243.1 million as a result of the unification of logistics operations and efficiency gains in the integration of service station networks.

General and administrative expenses were down 24.5% year-on-year to R\$92.3 million as a result of the current corporate structure of Raízen Combustíveis, which has been adjusted over the year since its foundation.

Other Operating Revenues/Expenses of Raízen Combustíveis is basically represented by results from merchandise fees, convenience store royalties, revenue from leases, fees for the sale of Shell lubricants at Raízen Combustíveis services stations and revenues from asset sales.

Specifically in 2Q13, due to a revision of the property, plant and equipment sold over previous periods, Raízen Combustíveis recognized in its result a one-off write-off of approximately R\$25 million. With this, the Other Operating Revenues/Expenses line in this quarter was an expense of R\$2.6 million.

## EBITDA

Book 2Q13	Book 2Q12	Chg. %	EBITDA Amounts in R\$ MM	Book YTD13	Pro Forma YTD12	Chg. %
<b>375.5</b>	<b>296.9</b>	<b>26.5%</b>	<b>EBITDA</b>	<b>743.0</b>	<b>606.4</b>	<b>22.5%</b>
3.4%	3.0%	0.4 p.p	Margin EBITDA (%)	3.5%	3.1%	0.4 p.p
<b>67.1</b>	<b>55.7</b>	<b>20.5%</b>	Margin EBITDA (R\$/cbm)	<b>68.0</b>	<b>58.2</b>	<b>16.9%</b>

Raízen Combustíveis' EBITDA expanded 26.5% from R\$296.9 million in 2Q12 to R\$375.5 million in 2Q13. EBITDA margin was at 3.4% in the quarter and in relation to the sales volume, R\$67/cbm, up 20.5% over the 2Q12 margin.

Excluding the negative, one-off effect of the asset write-off mentioned above, Raízen Combustíveis' EBITDA would have been R\$400.5 million with EBITDA margin at R\$71/cbm in the quarter.

## CAPEX

Book 2Q13	Book 2Q12	Chg. %	CAPEX Amounts in R\$ MM	Book YTD13	Pro Forma YTD12	Chg. %
197.4	76.7	157.4%	CAPEX	357.9	122.0	193.4%

Raízen Combustíveis' CAPEX in 2Q13 was R\$197.4 million, focused on capture and renewal of contracts with resellers, maintenance of the network of reseller stations and investments in health, safety and the environment (HSE), as well as expenses related to logistics, distribution and trading.

In addition, the rebranding of the Esso and Shell stations has been ramped up and more than 83% of service stations have been converted.

## B.2 Raízen Energia

We present below production and sales of a variety of products derived from sugarcane, including raw sugar (Very High Polarization - VHP), anhydrous and hydrous ethanol, as well as activities related to energy cogeneration from sugarcane bagasse.

### Production Figures

In 2Q13, Raízen Energia operated 24 sugar, ethanol and energy cogeneration mills, with a crushing capacity of 65 million tonnes of sugarcane per crop year.

Operational Figures						
2Q13	2Q12	Chg.%		YTD13	YTD12	Chg.%
<b>27,314</b>	<b>26,355</b>	<b>3.6%</b>	<b>Crushed Sugarcane</b>	<b>38,378</b>	<b>44,740</b>	<b>-14.2%</b>
12,612	12,416	1.6%	Own ('000 tonnes)	19,068	22,431	-15.0%
14,702	13,939	5.5%	Suppliers ('000 tonnes)	19,310	22,309	-13.4%
<b>147.0</b>	<b>143.0</b>	<b>2.8%</b>	<b>Sugarcane TRS (kg/tonne)</b>	<b>132.1</b>	<b>135.4</b>	<b>-2.4%</b>
<b>91.3%</b>	<b>87.4%</b>	<b>3.9 p.p</b>	<b>Mechanization (%)</b>	<b>91.2%</b>	<b>86.1%</b>	<b>5.1 p.p</b>
Production						
<b>2,152</b>	<b>2,130</b>	<b>1.0%</b>	<b>Sugar</b>	<b>2,800</b>	<b>3,313</b>	<b>-15.5%</b>
1,275	1,303	-2.1%	Raw Sugar ('000 tonnes)	1,676	2,023	-17.1%
877	827	6.1%	White Sugar ('000 tonnes)	1,124	1,290	-12.9%
<b>924</b>	<b>967</b>	<b>-4.4%</b>	<b>Ethanol</b>	<b>1,274</b>	<b>1,596</b>	<b>-20.2%</b>
408	386	5.7%	Anhydrous Ethanol ('000 cbm)	539	587	-8.2%
516	581	-11.2%	Hydrous Ethanol ('000 cbm)	735	1,009	-27.1%

As of the close of September, 2012, the balance for the 2012/2013 crop in South-Central Brazil indicated a relative delay of 7.8% according to data from the Sugarcane Industries Union – UNICA.

Unexpected rains in the first months of the crop allowed an accumulation of biomass well above initial projections, causing UNICA and the Sugarcane Plantation Technology Center (CTC) to revise their crushing projections for South-Central Brazil from 509.0 million tonnes to 518.5 million tonnes of sugarcane.

Despite increased agricultural productivity and harvested area, the quality of the sugarcane harvested in the 2012/2013 crop as measured by Total Recoverable Sugar (TRS) was impacted, falling 2.3% in as compared to 2011/2012.

In the quarter, Raízen Energia crushed 27.3 million tonnes of sugarcane, up 3.6% year-on-year, 46.2% of which was proprietary. The increased crushing in this quarter reflects the recovery of the crop, which had a late start at about 12 days behind schedule as compared to the 2011/2012 crop.



Proprietary sugarcane saw mechanized harvesting reach 91.3% in 2Q13. The TSR level of the sugarcane was 147.0 kg/tonne, increasing 2.8% over 2Q12 when TSR was 143.0 kg/tonne.

Adequate renewal of proprietary sugarcane plantations brought the average age to 3.4 years. In 2Q13, Raízen Energia's production mix was concentrated in sugar, with approximately 57% of sugarcane crushed used to produce this product.

## Net Revenue

		Sales Breakdown					
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%	
<b>2,248.3</b>	<b>2,665.8</b>	<b>-15.7%</b>	<b>Net Operating Revenue</b>	<b>3,512.5</b>	<b>4,303.1</b>	<b>-18.4%</b>	
<b>1,302.2</b>	<b>1,485.7</b>	<b>-12.4%</b>	<b>Sugar Sales</b>	<b>1,928.1</b>	<b>2,359.6</b>	<b>-18.3%</b>	
261.1	304.6	-14.3%	Domestic Market	467.9	648.2	-27.8%	
1,041.1	1,181.1	-11.9%	Foreign Market	1,460.2	1,711.4	-14.7%	
<b>717.0</b>	<b>981.8</b>	<b>-27.0%</b>	<b>Ethanol Sales</b>	<b>1,100.9</b>	<b>1,625.6</b>	<b>-32.3%</b>	
281.5	817.5	-65.6%	Domestic Market	466.5	1,400.9	-66.7%	
118.5	164.2	-27.8%	Foreign Market	166.3	224.6	-25.9%	
317.0	-	n/d	Trading	468.0	-	n/d	
<b>163.9</b>	<b>111.1</b>	<b>47.6%</b>	<b>Energy Cogeneration</b>	<b>234.9</b>	<b>180.8</b>	<b>30.0%</b>	
<b>65.3</b>	<b>87.2</b>	<b>-25.1%</b>	<b>Other Products and Services</b>	<b>248.5</b>	<b>137.1</b>	<b>81.2%</b>	

Raízen Energia's net revenue totaled R\$2.2 billion in the quarter, down 15.7% over the same period of the previous year in which reported revenue was R\$2.7 billion. The lower sales volumes of sugar and ethanol in 2Q13, together with the lower ethanol price on the domestic market, were the main drivers of this decline.

## Sugar Sales

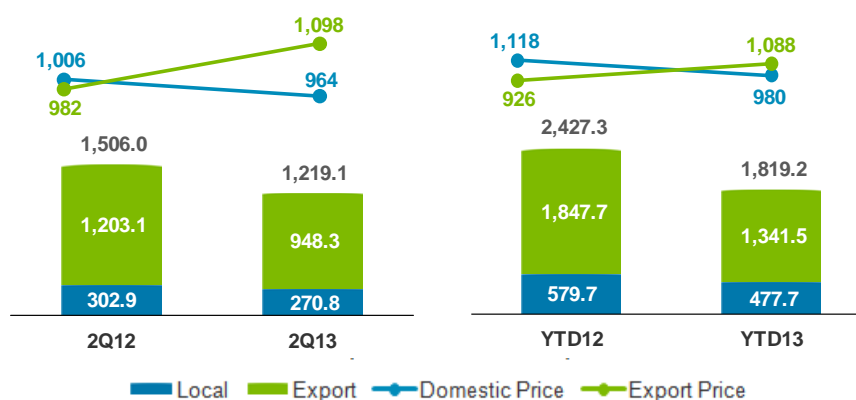
In 2Q13, net revenue from sugar sales totaled R\$1.3 billion, down 12.4% over the same quarter of the previous year and representing 57.9% of Raízen Energia's total revenue. The average sugar price in the quarter was R\$1,068.1/tonne, up 8.3% over 2Q12's R\$986.5/tonne.

Despite the average price increase in the quarter, the 19.0% or R\$183.5 million decline in sales volume was the main driver behind the reduction in net revenue from sugar sales.

With the approximately 12% rise in average prices in foreign markets, the sugar sales mix remained focused on exports to the detriment of the domestic market.

## Sugar

Volume (thousand tonnes) and Average Unit Price (R\$/tonne)



## Sugar Inventories

Sugar Inventories		
	2Q13	2Q12
'000 tonne	1,134.4	1,028.8
R\$'MM	794.8	668.6
R\$/tonne	700.6	649.9

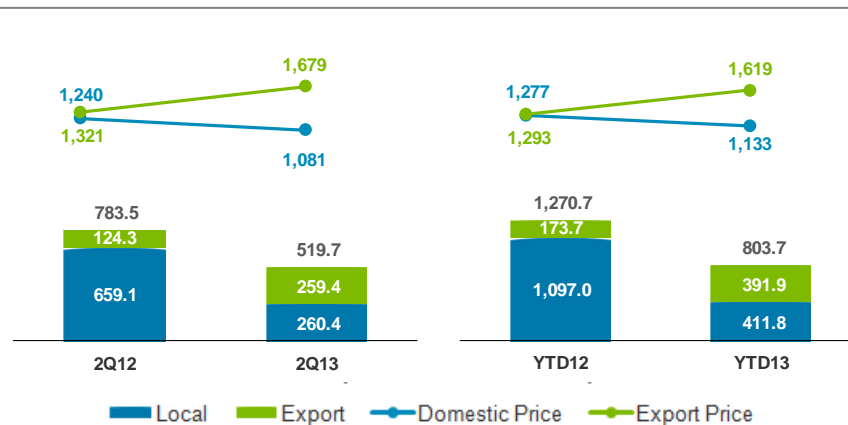
## Ethanol Sales

In 2Q13, Raízen Energia's net revenue from ethanol sales totaled R\$717.0 million, falling 27.0% over 2Q12's R\$981.8 million. The average price increased 10.1% from R\$1,253.1/m<sup>3</sup> in 1Q12 to R\$1,379.5/m<sup>3</sup> in 1Q13.

The main reason for the decline in net revenue from ethanol sales in the quarter is the 33.7% or R\$263.7 million reduction in sales volume, in addition to the 12.8% fall in the average domestic price, partially offset by increased exports at more attractive prices.

## Ethanol

Volume (million liters) and Average Unit Price (R\$/cbm)



## Ethanol Inventories

Ethanol Inventories		
	2Q13	2Q12
'000 cbm	656.5	510.5
R\$'MM	743.0	561.3
R\$/cbm	1,131.7	1,099.6

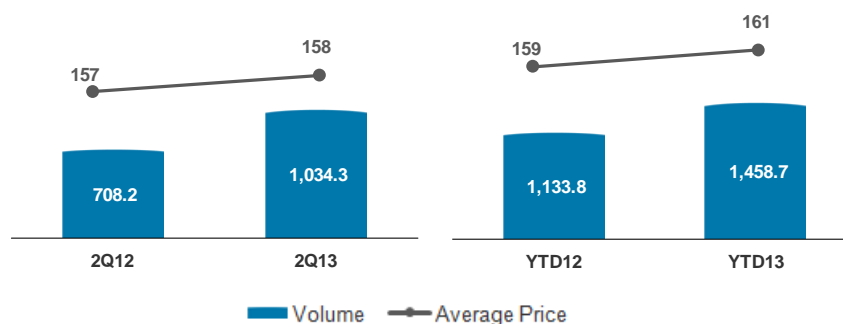
## Energy Cogeneration

In 2Q13, net revenue from energy sales reached R\$163.9 million, up 47.6% over the same period of the previous year, when revenue was R\$111.1 million. Sales volume was 1,034.3 thousand MWh at an average price of R\$158.5/MWh.

The increase in net revenue from energy sales in the quarter was driven by the additional capacity of the Univalem, Ipaussu and Barra units, which together increased Raízen Energia's total production volume by 153 MW.

Of Raízen Energia's 24 mills, 12 sell energy from cogeneration.

## Electric Energy Volume ('000 MWh) and Average Unit Price (R\$/MWh)



### Other Products and Services

In 2Q13, Raízen Energia recorded revenue from other products and services of R\$65.3 million relative to the sale of steam, molasses and raw materials to service providers in the agricultural industry.

### Cost of Goods Sold

2Q13	2Q12	Chg.%	COGS per Product			
			Amounts in R\$ MM			
				YTD13	YTD12	Chg.%
<b>(1,667.9)</b>	<b>(2,160.8)</b>	<b>-22.8%</b>	<b>Cost of Goods Sold (COGS)</b>	<b>(2,762.1)</b>	<b>(3,445.8)</b>	<b>-19.8%</b>
(858.8)	(1,046.2)	-17.9%	Sugar	(1,355.7)	(1,725.7)	-21.4%
(353.9)	(909.3)	-61.1%	Ethanol	(578.2)	(1,432.5)	-59.6%
(282.0)	-	n/d	Trading	(427.0)	-	n/d
(81.8)	(172.8)	-52.7%	Other and Energy Cogeneration	(264.9)	(225.3)	118.6%
Average Unitary Costs <sup>3</sup>						
<b>(483.1)</b>	<b>(516.7)</b>	<b>-6.5%</b>	<b>Cash cost of sugar (R\$/tonne)</b>	<b>(504.2)</b>	<b>(528.2)</b>	<b>-4.5%</b>
<b>(1,277.1)</b>	<b>(781.0)</b>	<b>63.5%</b>	<b>Cash cost of ethanol (R\$/'000 liters)</b>	<b>(1,095.5)</b>	<b>(780.4)</b>	<b>40.4%</b>

Note 3: Average unit costs represent the cash cost, which is net of plantation and cultivation area depreciation and amortization, agricultural depreciation (machinery and equipment), industrial depreciation, and harvest off-season maintenance.

Raízen Energia's cost of goods sold is reported together with the average unit costs, net of the cash cost of depreciation and amortization.

In 2Q13, Raízen Energia's cost of goods sold totaled R\$1.7 billion, down 22.8% over 2Q12 when COGS was R\$2.2 billion. The 19.0% and 33.7% declines in sugar and ethanol sales volumes, respectively, were major factors in this cost reduction.

In addition to the abovementioned factors, other items contributing to the reduced COGS in the quarter were:

- 2.9% decline in the cost of TSR/kg from R\$0.4951 in 2Q12 to R\$0.4806 in 2Q13, directly impacting the cost of third-party sugarcane and land leasing;

- Increased sugarcane plantation productivity represented by the increase in tonnes of cane per hectare (TCH) at 81.7 in 2Q13, compared to 72.9 in 2Q12 for greater dilution of planting and treatment costs;
- Higher TSR, growing from 143.0 kg/tonne in 2Q12 to 147.0 kg/tonne in 2Q13.

## Gross Profit

Gross Profit and Gross Margin per Product						
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%
<b>580.4</b>	<b>504.9</b>	<b>14.9%</b>	<b>Gross Profit</b>	<b>750.3</b>	<b>857.2</b>	<b>-12.5%</b>
<b>443.4</b>	<b>439.5</b>	<b>0.9%</b>	<b>Sugar</b>	<b>572.4</b>	<b>633.9</b>	<b>-9.7%</b>
34.1%	29.6%	4.5 p.p	Sugar Gross Margin (%)	29.7%	26.9%	2.8 p.p
54.8%	47.6%	7.1 p.p	Sugar (Cash) Gross Margin (%)	52.4%	45.7%	6.8 p.p
<b>81.1</b>	<b>72.4</b>	<b>12.0%</b>	<b>Ethanol</b>	<b>95.6</b>	<b>193.1</b>	<b>-50.5%</b>
11.3%	7.4%	3.9 p.p	Ethanol Gross Margin (%)	8.7%	11.9%	-3.2 p.p.
7.4%	37.7%	-30.3 p.p.	Ethanol (Cash) Gross Margin (%)	10.4%	39.0%	-28.6 p.p.
<b>(16.5)</b>	<b>(85.6)</b>	<b>-80.7%</b>	<b>Others</b>	<b>(16.3)</b>	<b>(88.2)</b>	<b>-81.5%</b>

In 2Q13, Raízen Energia's gross profit totaled R\$580.4 million, increasing 14.9% over 2Q12 when reported gross profit was R\$504.9 million.

Sugar sales gross profit totaled R\$443.4 million, accounting for 76.4% of total gross profit. Gross profit from ethanol sales increased 12.0% from R\$72.4 million in 2Q12 to R\$81.1 million in 2Q13. In both cases, the increased average prices of 8.3% for sugar and 10.1% for ethanol were the main driver of this increase.

In 2Q13, gross cash margin for sugar increased 7.1 p.p. while for ethanol, it fell 30.3 p.p.

## Selling, General and Administrative Expenses

Selling, General & Administrative Expenses						
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%
<b>(167.9)</b>	<b>(172.5)</b>	<b>-2.7%</b>	<b>Selling Expenses</b>	<b>(256.0)</b>	<b>(314.5)</b>	<b>-18.6%</b>
<b>(121.3)</b>	<b>(89.7)</b>	<b>35.2%</b>	<b>General and Administrative Expenses</b>	<b>(231.8)</b>	<b>(206.2)</b>	<b>12.4%</b>

Despite the steep drop in sales volumes mentioned above, the disproportionate reduction in selling expenses is basically due to greater ethanol volumes for export as compared to domestic volumes, with higher expenses. Thus, Raízen Energia's selling expenses totaled R\$167.9 million in 2Q13, down 2.7% over the same period of the previous year.

In 2Q13, general and administrative expenses reached R\$121.3 million, up 35.2% over the amount reported in 2Q12 of R\$89.7 million, reflecting the adjustment in 3Q12 in which Raízen's support structure was adapted.

## EBITDA

		EBITDA					
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%	
854.5	833.3	2.5%	<b>EBITDA</b>	1,177.9	1,244.7	-5.4%	
38.0%	31.3%	6.7 p.p	Margin EBITDA (%)	33.5%	28.9%	4.6 p.p	

Raízen Energia posted EBITDA of R\$854.5 million in 2Q13, up 2.5% over 2Q12's R\$833.3 million. EBITDA margin expanded 6.7 p.p. from 31.3% in 2Q12 to 38.0% in 2Q13.

## Hedge

Volume positions and fixed sugar prices agreed with traders or through derivative financial instruments as at September 30, 2012, and foreign exchange derivatives contracted by Raízen Energia to hedge future cash flows, are as follows:

Summary of hedge Operations at September 30th , 2012			
		2012 / 2013	2013 / 2014
<b>Sugar</b>			
<b>NY #11</b>			
Volume ('000 tonnes)		2,611.1	665.9
Average Price (¢US\$/lb)		22.61	22.00
<b>London #5</b>			
Volume ('000 tonnes)		-	-
Average Price (US\$/lb)		-	-
<b>Exchange rate</b>			
<b>US\$</b>			
Volume (US\$ million)		1351.4	339.1
Average Price (R\$/US\$)		1.9546	2.1662
<b>Volume to be sold / Hedged ('000 tonnes)</b>		<b>3,072.6</b>	<b>3,072.6</b>
<b>% Sale Protected Sugar / Fixed</b>		<b>85.0%</b>	<b>21.7%</b>

## Impacts of Hedge Accounting

Raízen Energia has been using cash flow hedge accounting for certain derivative financial instruments in order to hedge against the price risk for sugar and against the foreign exchange risk for revenues from sugar exports.

The table below shows the expected transfer of gain/loss balances from shareholders' equity as at September 30, 2012 to the net operating income of Raízen Energia<sup>4</sup> in future years, broken down by coverage period for the following hedging instruments:

Derivative	Market	Risk	Expiration Period - (R\$MM)		
			2012 / 2013	2013 / 2014	Total
<b>Futures</b>	<b>OTC/NYBOT</b>	<b>NY#11</b>	<b>110.7</b>	<b>53.9</b>	<b>164.6</b>
<b>NDF</b>	<b>OTC/CETIP</b>	<b>USD</b>	<b>2.7</b>	<b>-</b>	<b>2.7</b>
<b>(=) Hedge Accounting impact</b>			<b>113.3</b>	<b>53.9</b>	<b>167.3</b>
(-) Deferred Income Tax			(38.5)	(18.3)	(56.9)
<b>(=) Asset Valuation Adjustment</b>			<b>74.8</b>	<b>35.6</b>	<b>110.4</b>

Note 4: The table above shows 100% of the hedge accounting gains/losses reclassified to shareholders' equity. As Cosan proportionately consolidates Raízen Energia, these effects will impact only 50% of the consolidated results.

## CAPEX

CAPEX						
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%
<b>360.8</b>	<b>508.8</b>	<b>-29.1%</b>	<b>Total CAPEX</b>	<b>887.9</b>	<b>1,116.5</b>	<b>-20.5%</b>
<b>277.1</b>	<b>347.8</b>	<b>-20.3%</b>	<b>Operating CAPEX</b>	<b>739.5</b>	<b>727.4</b>	<b>1.7%</b>
233.2	247.5	-5.8%	Biological assets	474.9	464.7	2.2%
7.7	14.6	-47.4%	Inter-harvest maintenance costs	122.9	129.0	-4.8%
10.6	56.3	-81.2%	SSMA and Sustaining	22.4	60.4	-62.9%
15.1	29.4	-48.6%	Mechanization	89.1	73.3	21.6%
10.5	-	n/a	Industrial	30.2	-	n/a
<b>83.7</b>	<b>161.0</b>	<b>-48.0%</b>	<b>Expasion CAPEX</b>	<b>148.4</b>	<b>389.1</b>	<b>-61.9%</b>
16.0	133.7	-88.0%	Cogeneration projects	56.7	270.4	-79.0%
14.6	-	n/a	Expasion	32.4	55.5	-41.6%
53.1	27.3	94.5%	Others	59.3	63.2	-6.2%

Raízen Energia's CAPEX in 2Q13 was R\$360.8 million, down 29.1% over 2Q12's R\$508.8 million. Investments connected to biological assets totaled R\$233.2 million, down 5.8% year-on-year and in the half, in line with the previous crop.

The 48.6% reduction in investments in mechanization reflects the advanced stage of project conclusion. As mentioned above, Raízen Energia reached mechanized harvesting of 91.3% in the quarter in its plantation areas.

The expansion projects represent investments in the energy co-generation process. In 2Q13, a total of R\$16.0 million was invested in concluding projects as the Ipaussu, Barra and Univalem units.

In addition, R\$53.1 million was invested in other projects, including geo-processing in plantation areas and initiatives to concentrate plots.

## B.3 Rumo Logística

Below you will find the results of Rumo, Cosan’s logistics business responsible for providing integrated logistics services—including transportation, storage and port elevation of sugar and other agricultural commodities.

### Net Revenue

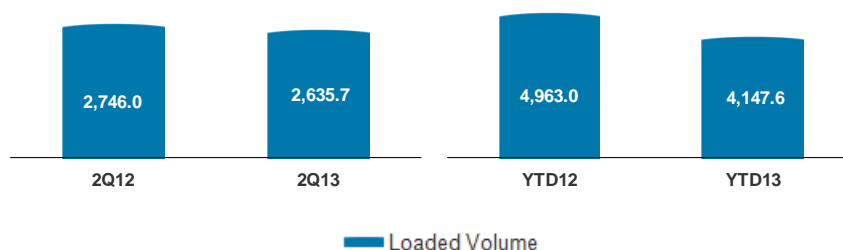
		Sales breakdown						
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%		
<b>217.9</b>	<b>213.7</b>	<b>2.0%</b>	<b>Net Operating Revenue</b>	<b>322.8</b>	<b>354.7</b>	<b>-9.0%</b>		
166.4	154.3	7.9%	Transportation	244.2	250.4	-2.5%		
47.6	52.2	-8.7%	Loading	72.3	93.9	-23.0%		
3.9	7.3	-47.0%	Others	6.3	10.3	-38.7%		

Rumo’s net revenue for 2Q13 totaled R\$217.9 million, up 2.0% over 2Q12’s R\$213.7 million and 103.7% over the R\$104.9 reported in 1Q13.

The 7.9% growth in net revenue from transportation is chiefly due to the recovery of the 2012/2013 crop and increased volumes of sugar transported in the quarter, representing 76.4% of total revenue.

Total volume lifted in the quarter totaled 2,636 thousand tonnes, down 4.0% year-on-year, still reflecting delayed shipments due to lower sugar volumes at the Port of Santos. In addition, 164 thousand tonnes of soy bran were lifted in the quarter.

### Elevation Volume (thousand tonnes)





## Cost of Services

Costs of Services						
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%
(133.7)	(136.8)	-2.3%	<b>Cost of Services</b>	(204.0)	(230.9)	-11.7%

Rumo's cost of services provided includes railway and highway freight, port elevation, transshipment and storage costs in upstate São Paulo and at the Port of Santos.

In 2Q13, Rumo's cost of services provided totaled R\$133.7 million, down 2.3% over the same period of the previous year, reflecting the combination of the following year-on-year effects:

- Volume and unit lifting cost stability
- Increase in unit cost of transportation offset by reduced volume transported.

## Gross Profit

Gross profit and gross margin						
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%
<b>84.2</b>	<b>76.9</b>	<b>9.5%</b>	<b>Gross Profit</b>	<b>118.9</b>	<b>123.8</b>	<b>-4.0%</b>
38.7%	36.0%	2.7 p.p	Gross Margin (%)	36.8%	34.9%	1.9 p.p

Rumo posted gross profit of R\$84.2 million, up 9.5% over the R\$76.9 million reported in 2Q12. Margin increased 2.7 p.p. to 38.7% in the quarter as a result of the higher average transportation price.

## General and Administrative Expenses

General and Administrative Expenses						
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%
(14.1)	(10.4)	35.5%	<b>General and Administrative Expenses</b>	(26.2)	(19.4)	35.1%

In 2Q13, general and administrative expenses totaled R\$14.1 million, compared to R\$10.4 million in 2Q12 for an increase of 35.5%. This growth is mainly explained by the start of operations in Itirapina, in addition to expenses with consulting services.

## EBITDA

EBITDA						
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%
<b>85.9</b>	<b>77.1</b>	<b>11.5%</b>	<b>EBITDA</b>	<b>128.7</b>	<b>131.4</b>	<b>-2.0%</b>
39.4%	36.1%	3.4 p.p	Margin EBITDA (%)	39.9%	37.0%	2.8 p.p

Rumo's EBITDA in 2Q13 totaled R\$85.9 million, up 11.5% over 2Q12's R\$77.1 million, with margin expanding 3.4 p.p. to 39.4%

## CAPEX

CAPEX						
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%
<b>82.8</b>	<b>48.1</b>	<b>72.1%</b>	<b>CAPEX</b>	<b>130.3</b>	<b>156.4</b>	<b>-16.7%</b>

Rumo's CAPEX in the quarter grew 72.1% over 2Q12 to R\$82.8 million.

This increase is due to the following investments: (i) R\$31.2 million in improvements to the Port of Santos, including the new the dispatch system and mooring berth roofing; (ii) R\$19.6 million in permanent ways; (iii) R\$19.4 million in acquisition of new railcars; and (iv) R\$12.6 million in other investments.

## B.4 Radar

Below are the results for Radar, whose main activity is investment in agricultural properties and leasing to the Brazilian rural real estate market.

Radar's results are presented on two separate bases – book and pro-forma – for comparability among the periods.

A summary of the main differences between these bases is as follows:

- Book
  - 2Q13 – three months (July, August and September of 2012) of Radar's operation after the consolidation in Cosan
- Pro-forma
  - 2Q12 – three months (July, August and September of 2011) of the combination of Radar's operations with the results of Cosan's lands
  - YTD13 – six months (April to September of 2012) of the combination of Radar's operations with the results of Cosan's lands
  - YTD12 – six months (April to September of 2011) of the combination of Radar's operations with the results of Cosan's lands

The analysis below compares the 2Q13 results (accounting base) with 2Q12 (pro-forma).

### Asset portfolio

As of September 30, 2012, Radar had a total area of 107.5 thousand hectares (265.6 thousand acres) in its portfolio, appraised at R\$2.3 billion and distributed across 7 Brazilian states, as shown in the table below.

Location	Culture	%	Area (hectares)	Area (acres)	Market Value(5) (BRL MM)
São Paulo	Sugarcane	65%	70,330	173,716	1,979
Maranhão	Sugarcane	15%	16,651	41,129	120
Mato Grosso	Gains	11%	12,303	30,388	158
Bahia	Gains	7%	7,155	17,674	76
Goiás	Sugarcane	1%	672	1,659	12
Mato Grosso do Sul	Sugarcane	0%	417	1,029	1
<b>Total</b>		<b>100%</b>	<b>107,528</b>	<b>265,594</b>	<b>2,346</b>

Note 5: The fair value of agricultural land was determined based on the method of direct comparison of data from the market, on transactions of comparable properties (property type, location, quality of the property) observed in the market. The portfolio is valued annually by independent experts and reviewed periodically by internal professionals technically qualified to perform this type of recovery.

From its foundation in 2008 to September of 2012, the market value of Radar's properties has presented an average weighted growth of 29%, compared to the Brazilian market average of 18% as published by Informa Economics FNP.

## Net Revenue

Book 2Q13	Pro Forma 2Q12	Chg. %	Sales breakdown Amounts in R\$ MM	Pro Forma YTD13	Pro Forma YTD12	Chg. %
<b>20.9</b>	<b>19.0</b>	<b>10.1%</b>	<b>Net Operating Revenue</b>	<b>56.0</b>	<b>30.1</b>	<b>86.2%</b>
4.7	-	n/d	Property Sale	22.1	-	n/d
16.2	19.0	-14.8%	Land Lease	33.9	30.1	12.8%

Radar's net revenue is derived from the sale of assets and leasing of agricultural lands, as described above. In 2Q13, Radar's total net revenue grew 10.1% over 2Q12 to R\$20.9 million.

Revenue from land leasing reached R\$16.2 million, down 14.8% over 2Q12 due to a less favorable scenario of agricultural commodities prices in leasing contracts. It should be noted that total leased area remained practically stable year-on-year.

## Cost of Services

Book 2Q13	Pro Forma 2Q12	Chg. %	Costs of Services Amounts in R\$ MM	Pro Forma YTD13	Pro Forma YTD12	Chg. %
(1.7)	-	n/d	Cost of Property Sales	(20.1)	-	n/d

In 2Q13, Radar's cost of goods sold totaled R\$1.7 million, represented by expenditures associated with asset sales.

Costs associated with leased land are incurred by the operator of the agricultural properties and therefore, Radar's cost structure does not include costs related to this operation.

## Gross Profit

Book 2Q13	Pro Forma 2Q12	Chg. %	Gross profit and gross margin Amounts in R\$ MM	Pro Forma YTD13	Pro Forma YTD12	Chg. %
<b>19.2</b>	<b>19.0</b>	<b>0.9%</b>	<b>Gross Profit</b>	<b>35.9</b>	<b>30.1</b>	<b>19.5%</b>
91.7%	100.0%	-8.3 p.p.	Gross Margin (%)	64.2%	100.0%	-35.8 p.p.

Radar's gross profit in 2Q13 totaled R\$19.2 million, with gross margin at 91.7%.

## General and Administrative Expenses

Book 2Q13	Pro Forma 2Q12	Chg. %	General and Administrative Expenses Amounts in R\$ MM	Pro Forma YTD13	Pro Forma YTD12	Chg. %
(4.0)	(3.8)	3.5%	<b>General and Administrative Expenses</b>	(9.8)	(6.7)	45.3%

In 2Q13, Radar's general and administrative expenses reached R\$4.0 million, up 3.5% over 2Q12's R\$3.8 million. This increase is basically due to the adaptation of the company's administrative structure for its new investment cycle.

## EBITDA

Book 2Q13	Pro Forma 2Q12	Chg. %	EBITDA Amounts in R\$ MM	Pro Forma YTD13	Pro Forma YTD12	Chg. %
<b>18.6</b>	<b>15.8</b>	<b>17.8%</b>	<b>EBITDA</b>	<b>31.2</b>	<b>24.7</b>	<b>26.3%</b>
89.2%	83.3%	5.8 p.p	Margin EBITDA (%)	55.7%	82.0%	-26.4 p.p.

Radar posted EBITDA of R\$18.6 million in 2Q13, growing 17.8% over the R\$15.8 million in 2Q12. EBITDA margin increased from 83.3% in 2Q12 to 89.2% in 2Q13.

## B.5 Other Businesses

Below we report the results for our Other Businesses, which consist of manufacturing and distribution activities for Mobil and Comma lubricants and specialties, distribution of base oils, as well as Cosan's corporate structure, excluding Raízen.

### Net Revenue

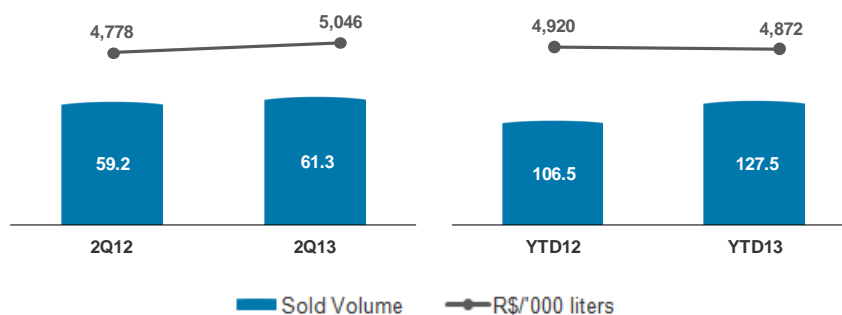
2Q13	2Q12	Chg. %	Sales breakdown			
			Amounts in R\$ MM	YTD13	YTD12	Chg. %
<b>369.6</b>	<b>289.9</b>	<b>27.5%</b>	<b>Net Operating Revenue</b>	<b>687.0</b>	<b>531.0</b>	<b>29.4%</b>
325.7	282.9	15.1%	Lubricant Sales	591.4	513.0	15.3%
44.0	7.0	528.0%	Other Products and Services	95.6	18.0	431%

Net revenue from lubricant and other product sales in the quarter grew 27.5% year-on-year to R\$369.6 million. 70% of this increase is related to the beginning of consolidation of results from Comma Oil and Chemicals Limited, acquired on July 1, 2012. In addition, volumes relative to the distribution operations in Bolivia, Uruguay and Paraguay contributed to the increase in net revenue.

In the quarter, net revenue from other products and services was R\$44.0 million and is mainly composed of the sale of base oils, which began in June of 2011 and reached a sales volume of 16 million liters in 2Q13.

The average unit price of lubricants and base oils grew 5.6% from R\$4,778/m<sup>3</sup> in 2Q12 to R\$5,112/m<sup>3</sup> in 2Q13.

**Lubricants and Base Oils**  
Volume (million liters) and Average Unit Price (R\$/thousand liters)



## Selling, General and Administrative Expenses

Selling, General and Administrative Expenses						
2Q13	2Q12	Chg. %	Amounts in R\$ MM	YTD13	YTD12	Chg. %
(49.3)	(43.2)	14.1%	<b>Selling Expenses</b>	(96.6)	(97.9)	-1.3%
(50.9)	(36.3)	40.2%	<b>General and Administrative Expenses</b>	(96.4)	(55.1)	74.8%

In 2Q13, selling expenses increased 14.1% year-on-year due to the increased sales volume and investments in marketing and promotions for Comma Oil in the U.K.

General and administrative expenses were R\$50.9 million, up 40.2% over 2q12 due to growth in the lubricant operations, as well as expenditures with the Cosan corporate structure.

## EBITDA

EBITDA						
2Q13	2Q12	Chg. %	Amounts in R\$ MM	YTD13	YTD12	Chg. %
(0.2)	(14.7)	-98.4%	<b>EBITDA</b>	38.2	3,327.4	-98.9%
-	18.2	n/d	(-) Gross Effects of Raízen's formation	-	(3,297.0)	n/d
(0.2)	3.4	-106.7%	<b>Adjusted EBITDA</b>	38.2	30.4	25.5%
-0.1%	1.2%	-1.3 p.p.	Adjusted EBITDA.Margin (%)	5.6%	5.7%	-0.2 p.p.

EBITDA from Other Businesses was negative R\$0.2 million. YTD13, it is R\$38.2 million, positively impacted by revenue from asset sales in 1Q13, as discussed in the Earnings Report of the previous quarter.

## C. Other Items in the Consolidated Result

### Financial Result

Financial Results						
2Q13	2Q12	Chg.%	Amounts in R\$ MM	YTD13	YTD12	Chg.%
(90.2)	(84.8)	6.4%	Gross Debt Charges	(176.6)	(168.8)	4.6%
33.0	44.8	-26.3%	Income from Financial Investments	58.8	72.5	-18.9%
<b>(57.2)</b>	<b>(40.0)</b>	<b>42.9%</b>	<b>(=) Subtotal: Gross Debt Interests</b>	<b>(117.7)</b>	<b>(96.3)</b>	<b>22.3%</b>
70.2	(34.9)	n/d	Other Charges and Monetary Variation	108.9	(104.4)	n/d
(20.3)	(311.8)	-93.5%	Exchange Rate Variation	(280.4)	(186.8)	50.1%
13.1	(8.2)	n/d	Gains (losses) with Derivatives	3.1	9.2	-66.4%
(4.1)	1.3	n/d	Others	(26.3)	(4.2)	532.1%
<b>1.6</b>	<b>(393.6)</b>	<b>n/d</b>	<b>(=) Financial, net</b>	<b>(312.5)</b>	<b>(382.4)</b>	<b>-18.3%</b>

In 2Q13, net financial results posted financial revenue of R\$1.6 million, compared to an expense of R\$393.6 million in 2Q12, mainly as a result of lesser losses from foreign exchange variation in the quarter in the amount of R\$20.3 million, compared to a negative result of R\$311.8 million in 2Q12.

Charges on gross debt totaled R\$90.2 million in 2Q13, up 6.4% over 2Q12, mainly due to the increased gross debt balance (including the PESA debt) from R\$5.1 billion in 2Q12 to R\$5.7 billion in 2Q13.

Gains on marketable securities closed the quarter with capital gains in the amount of R\$33.0 million, down 26.3% over 2Q12 due to the reduced average domestic interest rate – CDI, partially offset by the increased average cash and cash equivalents balance.

Results from foreign exchange variation fell significantly quarter-on-quarter as in 2Q13, the real remained practically stable over the dollar at R\$2.0286/US\$ on September 30, 2012 and R\$2.0213/US\$ on June 30, 2012, while in 2Q12, the real depreciated approximately 11.5% against the dollar from R\$1.7399/US\$ on September 30, 2011 to R\$1.5611/US\$ on June 30, 2011.

The derivatives line includes gains and losses with derivatives, except for those instruments used for hedge accounting purposes or the ineffective portion of such instruments, which posted positive results in 2Q13.



## Income Tax and Social Contribution

Income tax and social contribution						
2Q13	2Q12	Chg. %	Amounts in R\$ MM	YTD13	YTD12	Chg. %
397.6	(101.3)	n/d	Income (loss) before income tax	258.6	3,425.7	-92.5%
(91.3)	188.2	n/d	Total of Deferred and Current Income Tax and Social Contribution	40.1	(1,036.4)	n/d
23.0%	185.7%	-162.8 p.p.	Effective Rate (%)	-15.5%	30.3%	-45.8 p.p.
(26.3)	277.7	n/d	Deferred Income Tax Expenses	138.3	(920.1)	n/d
(65.0)	(89.5)	-27.4%	Current Income Tax Expenses	98.2	116.4	-15.6%
16.3%	-88.4%	104.7 p.p.	Effective Rate - Current (%)	38.0%	3.4%	34.6 p.p.

Total expenses with Income Tax and Social Contribution (It/SC) in 2Q13 was R\$91.3 million, for an effective rate of 23.0%, chiefly due to adjustments in taxable income with permanent exclusions of tax-free equity pick up income from foreign subsidiaries with foreign exchange variation of capital transfers to the joint venture Raízen.

## Net Income

In 2Q13, the Company presented net income of R\$283.2 million compared to net income of R\$63.2 million in 2Q12, an increase of R\$220.0 million.

Among the main drivers of this growth was foreign exchange variation and income tax and social contribution current and deferred.

## ***D. Indebtedness***

At the end of 2Q13, Cosan's consolidated gross debt (excluding PESA) reached R\$5.4 billion, in line with the balance reported in 1Q13. Below is the breakdown of Raízen's debt consolidated proportionally at 50% in Cosan, in addition to Cosan's other debts.

### **Raízen**

Raízen's combined gross debt totaled R\$6.3 billion at the close of 2Q13, stable over the 1Q13 balance.

In the quarter, the following changes in principal and interest on the debt were made;

- (i) Amortization of R\$529.1 million, with R\$344.5 million related to the foreign exchange contract advances, prepayments, credit notes and working capital;
- (ii) R\$323.2 million raised, primarily through foreign exchange contract advances and working capital;
- (iii) Increase of R\$150.8 million related to monetary variation, interest and exchange variation.

It should be noted that in the period, the last installment of US\$500 million related to Shell's capital injection to Raízen was settled.

### **Cosan and Subsidiaries**

The consolidated cash and cash equivalents balance of Radar is now included as of this quarter; likewise, the leverage calculation reflects its pro-forma LTM EBITDA. Radar did not have debt at the close of this quarter.

Gross debt in 2Q13 totaled R\$2.2 billion, up 1.1% over 1Q13. In the period, R\$22.0 million was raised by Rumo through BNDES credit lines for expansion of its investment plan, as well as amortization of principal and interest in the total amount of R\$47.6 million.

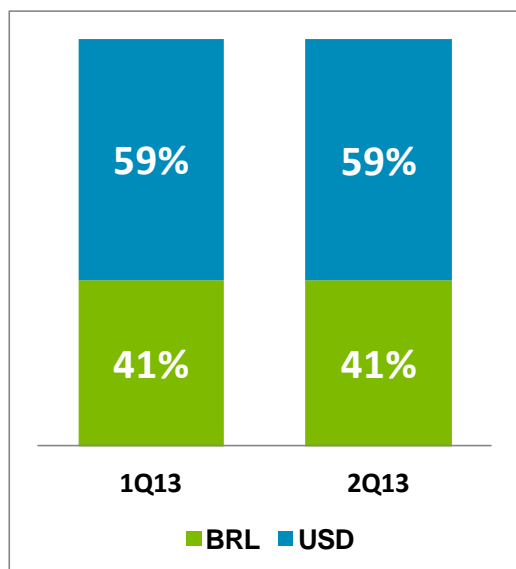
The cash balance totaled R\$1.9 billion at the end of the quarter, as compared to R\$1.4 billion in 1Q13, bringing net debt to R\$3.5 billion, up 0.1% quarter-on-quarter and equal to leverage of 1.4x LTM EBITDA.

Debt by type				
Amounts in R\$ MM	2Q13	1Q13	% ST	Chg.%
Senior Notes 2014	719.2	732.7	1%	-1.8%
Expenses with Debt Placement	(21.1)	(19.0)	31%	11.4%
BNDES	1,565.7	1,608.3	12%	-2.6%
Working Capital	963.2	919.7	100%	4.7%
Prepaid Exports	1,013.8	1,069.2	20%	-5.2%
Senior Notes 2017	821.6	831.9	1%	-1.2%
Advances on Exchange Contracts	388.1	304.9	100%	27.3%
Credit Notes	369.7	423.2	100%	-12.6%
Finame	170.0	187.5	29%	-9.4%
Finem	199.1	212.0	19%	-6.1%
Rural credit	31.6	41.6	100%	-24.0%
PROINFA	24.5	25.9	16%	-5.3%
Others	38.7	1.2	100%	3023.7%
<b>Total Raízen</b>	<b>6,284.1</b>	<b>6,339.2</b>	<b>37%</b>	<b>-0.9%</b>
Consolidation ( 50% RAIZEN )	3,142.0	3,169.6	37%	-0.9%
Finame	654.2	649.4	9%	0.7%
Expenses with Placement of Debt	(11.2)	(12.1)	12%	-7.2%
Guaranteed Account	-	-	0%	0.0%
Perpetual Bonds	1,035.4	1,031.2	1%	0.4%
Credit Notes	356.4	349.1	0%	2.1%
Expenses with Placement of Debt	179.0	171.2	17%	4.6%
<b>Total Cosan</b>	<b>2,213.8</b>	<b>2,188.8</b>	<b>4%</b>	<b>1.1%</b>
<b>Total Consolidated</b>	<b>5,355.9</b>	<b>5,358.4</b>	<b>23%</b>	<b>0.0%</b>
<b>Cash and Cash equivalents</b>	<b>1,892.2</b>	<b>1,407.2</b>	<b>0%</b>	<b>34.5%</b>
<b>Net Debt</b>	<b>3,463.7</b>	<b>3,951.2</b>	<b>0%</b>	<b>-12.3%</b>
<b>Capital Subscription to be Paid from Shell to Raízen (50%)</b>	<b>-</b>	<b>489.9</b>	<b>0%</b>	<b>-100.0%</b>
<b>Net Debt</b>	<b>3,463.7</b>	<b>3,461.3</b>	<b>0%</b>	<b>0.1%</b>

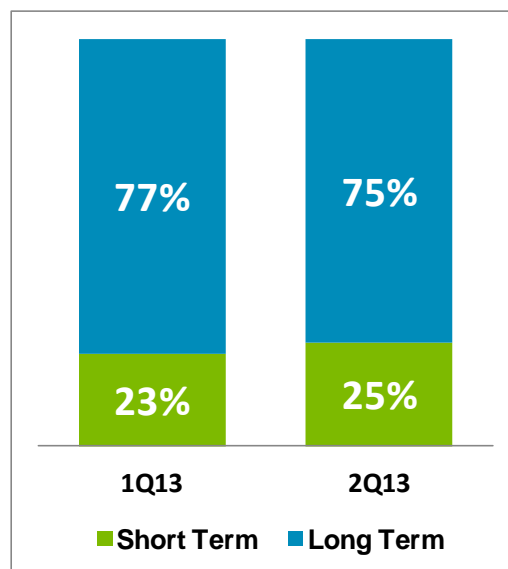
Note 6: Excluding PESA debt.

### Cosan Consolidated Debt

#### Currency Exposure



#### Maturity



## E. Stock Performance

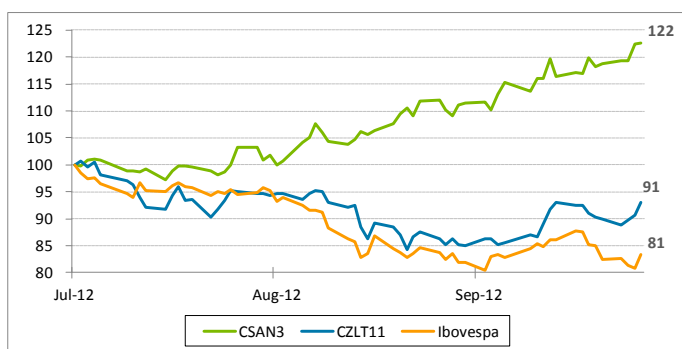
The common shares issued by Cosan S.A. have been listed on BM&FBovespa since 2005, the year of its IPO on the “Novo Mercado” segment under the ticker symbol CSAN3, and are included in the portfolios of the Ibovespa, IBrX, IBrX-50, IBrA, MLCX, ICO2, INDX, ICON, IVBX-2, IGC, IGCT and ITAG indexes.

The shares issued by Cosan Limited, Cosan S.A.'s parent company, have been listed on NYSE since its IPO in 2007, under the ticker symbol CZZ. The company has also issued share deposit certificates (Brazilian Depositary Receipts - BDR) on the BM&FBovespa under the symbol CZLT11.

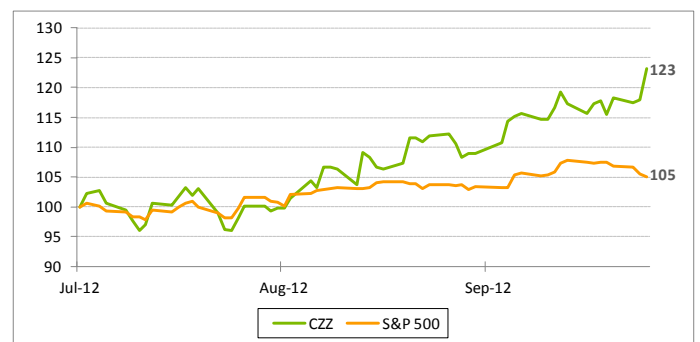
The tables and graphs below represent the performance of shares issued by the companies:

2Q13 Summary	CSAN3	CZLT11	CZZ
<b>Stock Type</b>	Common Share	BDR	Class A and B
<b>Listed in</b>	BM&FBovespa	BM&FBovespa	NYSE
<b>Closing Price in 09/28/2012</b>	R\$ 37.03	R\$ 32.50	USD 15.86
<b>Higher Price</b>	R\$ 37.15	R\$ 32.50	USD 15.86
<b>Average Price</b>	R\$ 32.64	R\$ 27.86	USD 13.77
<b>Lower Price</b>	R\$ 29.45	R\$ 24.80	USD 12.27
<b>Average Daily Traded Volume</b>	R\$ 59.3 mm	R\$ 7.2 mm	USD 20.8 mm

CSAN3 x CZLT11 x Ibovespa  
(Base 100)



CZZ x S&P500  
(Base 100)



## F. Guidance

This section includes the guidance by variation range of some key parameters in the consolidated results of Cosan for the fiscal year 2013, which began on April 1, 2012 and will end on March 31, 2013. In addition, other parts of this Financial Letter may contain forecasts. Such forecasts and guidance are simply estimates and indications, and do not provide any guarantee of prospective results.

This guidance takes into account the operations currently held by the Cosan group, which include Raízen Energia, Raízen Combustíveis, Rumo, Radar and Other Businesses.

		FY11	FY12	FY13	1a Revision FY13
Cosan Consolidated	Net Revenue (R\$MM)	18,063	24,097	26.000 ≤ Δ ≤ 29.000	26.000 ≤ Δ ≤ 29.000
	EBITDA (R\$MM)	2,671	2,142	2.200 ≤ Δ ≤ 2.500	2.200 ≤ Δ ≤ 2.500
	Net income (R\$MM)	772	2,606	-	-
	CAPEX (R\$MM)	2,500	2,137	2.100 ≤ Δ ≤ 2.400	2.100 ≤ Δ ≤ 2.400
Raízen Energia	Volume of crushed sugarcane ('000 tons)	54,238	52,958	52.000 ≤ Δ ≤ 55.000	54.000 ≤ Δ ≤ 56.000
	Volume of sugar sold ('000 tons)	4,291	3,969	3.900 ≤ Δ ≤ 4.200	3.900 ≤ Δ ≤ 4.200
	Volume of ethanol sold (millions of liters)	2,247	1,921	1.850 ≤ Δ ≤ 2.050	1.850 ≤ Δ ≤ 2.050
	Volume of energy sold ('000 MWh)	1,254	1,233	1.650 ≤ Δ ≤ 1.850	1.650 ≤ Δ ≤ 1.850
	EBITDA (R\$MM)	2,130	2,235	2.200 ≤ Δ ≤ 2.500	2.200 ≤ Δ ≤ 2.500
Raízen Combustíveis	Volume of fuel sold (millions of liters)	-	20,914	21.000 ≤ Δ ≤ 23.000	21.000 ≤ Δ ≤ 23.000
	EBITDA (R\$MM)	-	1,305	1.300 ≤ Δ ≤ 1.500	1.300 ≤ Δ ≤ 1.500
Rumo	Volume of loading ('000 tons)	7,841.000	7,759	8.000 ≤ Δ ≤ 10.000	8.000 ≤ Δ ≤ 10.000
	EBITDA (R\$MM)	197	211	260 ≤ Δ ≤ 300	250 ≤ Δ ≤ 280
Radar	EBITDA (R\$MM)	-	-	-	120 ≤ Δ ≤ 140
Outros Negócios	Volume of Lubricants and Base Oil (million of liters)	166	205	220 ≤ Δ ≤ 260	220 ≤ Δ ≤ 260

## Disclaimer

This document contains forward-looking statements and estimates. These forward-looking statements and estimates are solely forecasts and do not represent any guarantee of prospective results. All stakeholders should know that these statements and estimates are and will be, depending on the case, subject to risks, uncertainties and factors related to the operations and business environment of Cosan and its subsidiaries, and therefore the actual results of these companies may significantly differ from the estimated or implied prospective results contained in forward-looking statements and estimates.

## G. Cosan S.A.

### Income Statement

Income Statement (in R\$ million)	Mar'11 FY11	Jun'11 1Q12	Sep'11 2Q12	Dec'11 3Q12	Mar'12 4Q12	Mar'12 FY12	Jun'12 1Q13	Sep'12 2Q13
<b>(=) Net Operating Revenue</b>	<b>18,063.5</b>	<b>5,188.0</b>	<b>6,804.3</b>	<b>6,310.7</b>	<b>5,793.9</b>	<b>24,096.9</b>	<b>6,125.6</b>	<b>7,032.3</b>
(-) Cost of Goods Sold and Services Rendered	(15,150.1)	(4,600.0)	(6,042.4)	(5,670.9)	(5,151.8)	(21,465.0)	(5,651.2)	<b>(6,260.4)</b>
<b>(=) Gross Profit</b>	<b>2,913.4</b>	<b>588.0</b>	<b>761.9</b>	<b>639.8</b>	<b>642.1</b>	<b>2,631.9</b>	<b>474.4</b>	<b>771.8</b>
<i>Margin</i>	16.1%	11.3%	11.2%	10.1%	-21.7%	10.9%	7.7%	<b>0.1</b>
<b>(-) Operating Income (Expenses):</b>	<b>(1,600.8)</b>	<b>2,925.9</b>	<b>(468.3)</b>	<b>(399.8)</b>	<b>(493.7)</b>	<b>1,564.0</b>	<b>(307.0)</b>	<b>(430.0)</b>
(-) Selling	(1,026.0)	(261.2)	(295.3)	(282.0)	(297.9)	(1,136.3)	(212.4)	<b>(254.8)</b>
(-) General and Administrative	(541.0)	(150.0)	(158.2)	(147.5)	(186.2)	(641.9)	(157.7)	<b>(175.7)</b>
(±) Other Operating Income (Expenses), Net	(33.8)	22.0	3.2	29.6	90.7	145.6	63.1	<b>0.5</b>
(±) Effects of formation of JVs	-	3,315.1	(18.2)	-	(100.3)	3,196.6	-	-
<b>(=) Operating Income</b>	<b>1,312.6</b>	<b>3,513.9</b>	<b>293.6</b>	<b>240.0</b>	<b>148.4</b>	<b>4,195.9</b>	<b>167.5</b>	<b>341.8</b>
(±) Financial results, net	(146.7)	11.2	(393.6)	(69.5)	(22.3)	(474.1)	(314.1)	<b>1.6</b>
(±) Equity income of associates	25.19	1.96	(1.30)	0.01	32.60	33.27	7.63	<b>54.2</b>
<b>(=) Income (Loss) Before taxes</b>	<b>1,191.1</b>	<b>3,527.1</b>	<b>(101.3)</b>	<b>170.5</b>	<b>158.7</b>	<b>3,755.0</b>	<b>(139.0)</b>	<b>397.6</b>
(±) Income and Social Contribution Taxes	(414.5)	(1,224.6)	188.2	(63.8)	(10.0)	(1,110.2)	131.4	<b>(91.3)</b>
(±) Non-controlling interest	(5.00)	(3.11)	(23.67)	(12.97)	0.80	(38.96)	(8.50)	<b>(28.8)</b>
<b>(=) Net Income for the period from continued op</b>	<b>771.6</b>	<b>2,299.3</b>	<b>63.2</b>	<b>93.8</b>	<b>149.6</b>	<b>2,605.8</b>	<b>(16.1)</b>	<b>277.5</b>
<b>Net Income from discontinued operations</b>							(0.9)	<b>5.8</b>
<b>Net income for the period</b>							(17.0)	<b>283.2</b>

## Cosan S.A

### Balance Sheet

Balance Sheet (in R\$ million)	Mar'11 FY11	Jun'11 1Q12	Sep'11 2Q12	Dec'11 3Q12	Mar'12 FY12	Jun'12 1Q13	Sep'12 2Q13
Cash and Cash Equivalents	1,254.1	1,278.2	1,471.7	1,194.9	1,616.2	1,407.2	1,892.2
Restricted Cash	187.9	60.2	52.5	88.1	94.3	131.8	87.4
Accounts receivable	594.9	825.2	983.7	1,022.3	963.6	960.5	1,098.8
Derivatives	55.7	60.2	29.4	59.6	19.6	114.9	75.8
Inventories	670.3	1,002.0	1,361.8	1,354.4	748.2	893.5	1,477.6
Advances to Suppliers	229.3	172.2	141.9	110.2	159.0	174.1	126.8
Related Parties	14.7	680.3	599.7	655.8	678.4	758.5	211.1
Recoverable Taxes	375.0	411.7	416.0	325.0	325.1	342.2	384.3
Assets Held for Sale	-	-	-	-	-	410.7	412.0
Other financial assets	-	-	-	-	40.1	40.1	20.9
Other credits	80.4	98.9	108.1	115.9	70.8	78.7	116.6
<b>Current Assets</b>	<b>3,462.3</b>	<b>4,588.9</b>	<b>5,164.9</b>	<b>4,926.3</b>	<b>4,715.1</b>	<b>5,312.3</b>	<b>5,903.5</b>
Deferred Income tax and social contribution	715.3	1,026.4	959.7	1,108.2	543.0	528.1	431.9
Advances to Suppliers	46.0	27.5	39.6	49.7	21.9	28.8	35.3
Related Parties	92.0	1,215.4	1,176.6	1,195.8	754.4	733.4	722.5
Recoverable Taxes	55.1	124.5	123.6	122.2	111.9	97.3	110.8
Judicial Deposits	218.4	372.5	491.1	495.6	509.2	514.6	528.2
Other financial assets	420.4	290.3	418.6	415.5	790.4	796.8	843.1
Other non-current assets	443.8	1,103.6	966.5	966.2	493.2	486.5	453.4
Investments	304.1	333.9	358.1	368.6	419.0	611.9	147.9
Investment Property	-	-	-	-	-	-	2,346.0
Biological Assets	1,561.1	795.1	717.0	767.9	968.0	1,061.6	972.5
Property, Plant and Equipment	7,980.5	8,260.0	7,928.8	7,835.2	7,867.0	7,678.3	7,000.5
Intangible	3,445.7	4,125.3	4,531.1	4,593.8	4,932.3	4,878.7	5,063.8
<b>Non-current Assets</b>	<b>15,282.4</b>	<b>17,674.4</b>	<b>17,710.7</b>	<b>17,918.7</b>	<b>17,410.2</b>	<b>17,416.2</b>	<b>18,655.9</b>
<b>Total Assets</b>	<b>18,744.7</b>	<b>22,263.4</b>	<b>22,875.6</b>	<b>22,845.0</b>	<b>22,125.3</b>	<b>22,728.5</b>	<b>24,559.4</b>
Current portion of long-term debt	916.4	627.1	758.7	725.7	537.1	1,206.8	1,244.4
Derivatives	132.3	94.3	29.3	15.7	9.6	40.8	12.3
Trade Accounts Payable	558.8	621.6	757.5	765.4	606.0	633.3	788.0
Salaries Payable	183.6	183.3	191.5	158.2	183.7	232.5	221.2
Taxes payable	245.3	247.1	328.9	282.4	241.7	176.0	208.9
Dividends payable	190.3	195.7	21.2	15.9	16.8	266.8	95.6
Related Parties	41.2	186.8	163.2	228.5	175.0	169.3	189.7
Liabilities held for sale	-	-	-	-	-	112.5	118.0
Other Liabilities	189.6	273.1	306.4	215.0	308.0	283.6	336.3
<b>Current Liabilities</b>	<b>2,457.4</b>	<b>2,428.9</b>	<b>2,556.7</b>	<b>2,406.9</b>	<b>2,077.9</b>	<b>3,121.6</b>	<b>3,214.5</b>
Long-term debt	6,274.9	3,699.4	4,407.8	4,402.3	4,476.9	4,480.2	4,455.6
Taxes payable	639.1	1,123.0	1,180.0	1,184.8	1,202.6	1,183.8	1,201.3
Provision for judicial demands	666.3	940.8	975.8	1,026.7	1,051.7	1,089.8	1,089.5
Related Parties	4.4	371.2	546.3	468.5	390.9	375.4	371.9
Pension	24.4	25.9	27.4	28.9	37.3	37.7	37.2
Deferred Income taxes	1,511.0	3,546.4	3,159.1	3,116.5	2,443.4	2,299.3	2,149.8
Other non-current liabilities	382.9	814.4	752.1	777.1	828.1	769.2	732.3
<b>Non-current Assets</b>	<b>9,502.9</b>	<b>10,521.0</b>	<b>11,048.4</b>	<b>11,004.8</b>	<b>10,431.0</b>	<b>10,235.5</b>	<b>10,037.5</b>
Common stock	4,691.8	4,691.8	4,691.8	4,691.8	4,691.8	4,691.8	4,691.8
Treasury shares	(19.4)	(19.4)	(66.3)	(67.7)	(67.7)	(67.7)	(67.7)
Capital Reserve	537.5	637.8	609.9	661.3	690.5	737.2	930.3
Profits Reserve	1,249.0	1,249.0	1,232.2	1,232.2	3,837.1	3,588.1	3,588.1
Accumulated earnings	-	2,299.3	2,362.5	2,456.3	-	(17.1)	266.2
Equity attributable to owners of the Company	<b>6,458.9</b>	<b>8,858.6</b>	<b>8,830.2</b>	<b>8,973.9</b>	<b>9,151.8</b>	<b>8,932.3</b>	<b>9,408.7</b>
Equity attributable to non-controlling interests	325.5	454.9	440.3	459.4	464.6	439.0	1,898.7
<b>Total equity</b>	<b>6,784.3</b>	<b>9,313.4</b>	<b>9,270.5</b>	<b>9,433.4</b>	<b>9,616.4</b>	<b>9,371.4</b>	<b>11,307.4</b>
<b>Total liabilities and equity</b>	<b>18,744.7</b>	<b>22,263.4</b>	<b>22,875.6</b>	<b>22,845.0</b>	<b>22,125.3</b>	<b>22,728.5</b>	<b>24,559.4</b>

# Cosan S.A

## Statement of Cash Flow

Statement of Cash Flows (in R\$ million)	Mar'11 FY11	Jun'11 1Q12	Sep'11 2Q12	Dec'11 3Q12	Mar'12 4Q12	Mar'12 FY12	Jun'12 1Q13	Sep'12 2Q13
<b>Net Income</b>	<b>771.6</b>	<b>2,299.3</b>	<b>63.2</b>	<b>93.8</b>	<b>149.6</b>	<b>2,605.8</b>	<b>(139.0)</b>	<b>397.6</b>
Non-cash Adjustments:	-	-	-	-	-	-	-	-
Depreciation and Amortization	1,359.0	303.7	365.5	254.6	219.0	1,142.8	259.2	377.5
Biological Assets	(381.9)	(20.9)	38.8	20.0	(97.9)	(60.1)	(17.5)	38.4
Stock option	-	-	-	4.8	6.0	10.8	3.3	3.3
Equity income of associates	(25.19)	(1.96)	1.31	(0.01)	(32.60)	(33.27)	(7.63)	(54.15)
Losses (Gains) in Fixed Assets Disposals	(35.3)	17.0	(11.5)	(27.6)	(71.8)	(93.9)	(58.6)	16.9
Deferred Income and Social Contribution Taxes	329.1	1,197.8	(277.7)	69.7	(27.0)	962.8	-	-
Judicial demands' provision	-	-	-	-	-	-	-	34.5
Non-controlling interest	5.00	3.11	23.67	12.97	(0.80)	38.96	-	-
Interest, monetary and exchange variations, net	238.5	(33.7)	562.3	126.6	(20.0)	635.1	394.5	(71.0)
Effects of formation of JVs	-	(3,315.1)	18.2	-	198.5	(3,098.5)	-	-
Other Non-cash Items	7.5	5.2	(5.2)	-	(5.7)	(5.7)	0.6	12.8
Variation on Assets and Liabilities	-	-	-	-	-	-	-	-
Accounts receivable	164.7	(123.3)	(105.6)	(38.6)	(93.8)	(361.1)	(68.7)	(13.9)
Restricted Cash	(143.0)	113.5	7.7	(35.5)	(6.2)	79.5	(37.5)	44.7
Inventories	84.58	(326.63)	(311.82)	(34.70)	486.37	(186.78)	(102.56)	(433.20)
Related Parties	(50.1)	(1,033.6)	142.6	(87.8)	227.2	(751.7)	(83.7)	89.5
Advances to Suppliers	16.8	(122.1)	18.2	21.5	(20.9)	(103.3)	(22.0)	43.3
Accounts payable	(32.36)	241.24	124.96	7.99	(153.98)	220.21	46.73	118.72
Salaries payable	36.2	110.9	5.1	(33.3)	25.5	108.2	56.1	(37.2)
Provision for judicial demands from legal proceedings	26.9	33.1	(33.1)	50.9	93.1	144.0	38.1	(47.0)
Derivatives	13.3	(79.8)	(62.1)	(4.4)	34.0	(112.3)	6.0	19.7
Taxes payable	-	908.8	15.5	(59.0)	21.0	886.3	(87.6)	(58.1)
Recoverable taxes	-	-	-	-	(17.1)	(17.1)	(14.8)	(35.3)
Other assets and liabilities, net	(48.3)	429.6	(6.8)	(55.0)	(416.9)	(49.1)	(120.4)	61.0
<b>Cash Flow from Operating Activities</b>	<b>2,337.1</b>	<b>606.1</b>	<b>573.3</b>	<b>286.9</b>	<b>495.2</b>	<b>1,961.5</b>	<b>44.7</b>	<b>508.2</b>
Aquisitions, net of acquired cash and advances for future capital increases	(157.3)	-	-	-	(72.9)	(72.9)	(200.3)	(8.9)
Contributed cash to Raizen's formation	-	(173.1)	-	-	-	(173.1)	-	-
Dividends	-	-	-	-	-	-	-	-
Additions on Investments, Net of Cash Received	-	-	(99.1)	(0.9)	57.6	(42.3)	147.6	2.2
Additions on Property, Plant and Equipment	(2,291.6)	(491.5)	(243.3)	(346.3)	(503.4)	(1,584.5)	(281.2)	(274.1)
Biological Assets expenses	(745.6)	(217.2)	(117.9)	(107.0)	(109.9)	(552.0)	(160.5)	(76.9)
Cash received on the acquisition of new business	48.8	-	42.3	53.8	86.0	182.1	0.1	111.7
Cash reclassified from discontinued operations	-	-	-	-	-	-	(29.8)	-
<b>Net Cash Flow from Investment Activities</b>	<b>(3,145.7)</b>	<b>(881.8)</b>	<b>(418.0)</b>	<b>(400.3)</b>	<b>(542.7)</b>	<b>(2,242.8)</b>	<b>(524.2)</b>	<b>(246.1)</b>
Additions of Debt	2,719.5	1,281.1	483.8	156.2	245.7	2,166.7	568.7	121.7
Payments of Principal and Interest on Debt	(1,967.9)	(1,121.3)	(206.0)	(318.2)	(197.9)	(1,843.4)	(298.1)	(264.7)
Capital Increase	4.0	-	-	-	-	-	-	-
Capital Increase by noncontrolling interests	400.0	139.9	-	-	421.0	560.9	-	595.9
Treasury Shares	(15.2)	-	(46.9)	(1.4)	-	(48.3)	-	-
Dividends	(193.1)	-	(192.7)	-	-	(192.7)	-	(230.0)
Related Parties	37.1	-	-	-	-	-	-	-
<b>Cash Flows from Financing Activities</b>	<b>984.3</b>	<b>299.8</b>	<b>38.2</b>	<b>(163.4)</b>	<b>468.8</b>	<b>643.4</b>	<b>270.6</b>	<b>222.9</b>
<b>Total Cash Flow</b>	<b>175.7</b>	<b>24.1</b>	<b>193.5</b>	<b>(276.8)</b>	<b>421.3</b>	<b>362.1</b>	<b>(209.0)</b>	<b>485.0</b>
<b>Cash &amp; Equivalents, Beginning</b>	<b>1,078.4</b>	<b>1,254.1</b>	<b>1,278.2</b>	<b>1,471.7</b>	<b>(2,749.8)</b>	<b>1,254.1</b>	<b>1,616.2</b>	<b>1,407.2</b>
<b>Cash &amp; Equivalents, Closing</b>	<b>1,254.1</b>	<b>1,278.2</b>	<b>1,471.7</b>	<b>1,194.9</b>	<b>(2,328.6)</b>	<b>1,616.2</b>	<b>1,407.2</b>	<b>1,892.2</b>



## H. Cosan Limited

### Statement of Income

Income Statement (in R\$ million)	Mar'10 FY11	Jun'11 1Q12	Set'11 2Q12	Dec'11 3Q12	Mar'12 4Q12	Mar'12 FY12	Jun'12 1Q13	Sep'12 2Q13
(=) <b>Net Operating Revenue</b>	<b>18,063.5</b>	<b>5,188.0</b>	<b>6,804.3</b>	<b>6,310.7</b>	<b>5,793.9</b>	<b>24,096.9</b>	<b>6,125.6</b>	<b>7,032.3</b>
(-) Cost of Goods Sold and Services Rendered	(15,150.1)	(4,600.0)	(6,042.4)	(5,670.9)	(5,151.8)	(21,465.0)	(5,651.2)	(6,260.4)
(=) <b>Gross Profit</b>	<b>2,913.4</b>	<b>588.0</b>	<b>761.9</b>	<b>639.8</b>	<b>642.1</b>	<b>2,631.9</b>	<b>474.4</b>	<b>771.8</b>
<i>Gross Margin</i>	16.1%	11.3%	11.2%	10.1%	-21.7%	10.9%	7.7%	0.1
(-) <b>Operating Income (Expenses):</b>	<b>(1,605.3)</b>	<b>2,481.6</b>	<b>(469.7)</b>	<b>(401.1)</b>	<b>(494.9)</b>	<b>1,116.0</b>	<b>(308.0)</b>	<b>(431.5)</b>
(-) Selling	(1,026.0)	(261.2)	(295.3)	(270.4)	(309.5)	(1,136.3)	(212.4)	(254.8)
(-) General and Administrative	(545.5)	(150.5)	(159.5)	(160.3)	(175.8)	(646.0)	(158.7)	(177.2)
(±) Other Operating Income (Expenses), Net	(33.8)	22.0	3.2	29.6	90.7	145.6	63.1	0.5
(±) Effects of formation of JVs	-	2,871.2	(18.2)	-	(100.3)	2,752.7	-	-
(=) <b>Operating Income</b>	<b>1,308.1</b>	<b>3,069.5</b>	<b>292.2</b>	<b>238.8</b>	<b>147.3</b>	<b>3,747.8</b>	<b>166.4</b>	<b>340.3</b>
(±) Financial results, net	(151.1)	11.6	(394.5)	(70.6)	(24.9)	(478.5)	(318.8)	(1.2)
(±) Equity income of associates	25.19	1.96	(1.30)	0.01	32.60	33.27	(2.19)	54.1
(=) <b>Income (Loss) Before taxes</b>	<b>1,182.2</b>	<b>3,083.1</b>	<b>(103.6)</b>	<b>168.1</b>	<b>155.0</b>	<b>3,302.5</b>	<b>(154.6)</b>	<b>393.3</b>
(±) Income and Social Contribution Taxes	(414.5)	(1,224.6)	188.2	(63.8)	(10.0)	(1,110.2)	131.4	(91.3)
(±) Non-controlling interest	(296.75)	(872.96)	(47.42)	(48.16)	(42.45)	(1,010.99)	(7.08)	(136.3)
(=) <b>Net Income</b>	<b>470.9</b>	<b>985.5</b>	<b>37.2</b>	<b>56.2</b>	<b>102.5</b>	<b>1,181.3</b>	<b>(30.3)</b>	<b>165.8</b>
<b>Net Income from discontinued operations</b>							(0.93)	5.8
<b>Net income for the period</b>							(31.24)	171.5

# Cosan Limited

## Balance Sheet

Balance Sheet (in R\$ million)	Mar'11 FY11	Jun'11 1Q12	Sep'11 2Q12	Dec'11 3Q12	Mar'12 FY12	Jun'12 1Q13	Sep'12 2Q13
Cash and Cash Equivalents	1,271.8	1,295.3	1,482.9	1,283.4	1,654.1	1,428.7	1,898.8
Restricted Cash	187.9	60.2	52.5	88.1	94.3	131.8	87.4
Accounts receivable	594.9	825.2	983.7	1,022.3	963.6	960.5	1,098.8
Derivatives	55.7	60.2	29.4	59.6	19.6	114.9	75.8
Inventories	670.3	1,002.0	1,361.8	1,354.4	748.2	893.5	1,477.6
Advances to Suppliers	229.3	172.2	141.9	110.2	-	174.1	126.8
Related Parties	14.7	680.3	599.7	655.8	678.4	758.5	210.6
Recoverable Taxes	375.0	411.7	416.0	325.0	325.1	342.2	384.3
Assets Held For Sale	-	-	-	-	-	410.7	412.0
Other financial assets	-	-	-	-	40.1	52.6	20.9
Other credits	81.0	99.0	108.1	115.9	230.3	66.5	116.6
<b>Current Assets</b>	<b>3,480.6</b>	<b>4,606.2</b>	<b>5,176.1</b>	<b>5,014.7</b>	<b>4,753.6</b>	<b>5,334.0</b>	<b>5,909.6</b>
Deferred Income tax and social contribution	715.3	1,026.4	959.7	1,108.2	543.0	528.1	431.9
Advances to Suppliers	46.0	27.5	39.6	49.7	21.9	28.8	35.3
Related Parties	92.0	1,215.4	1,176.6	1,195.8	753.2	733.4	722.5
Recoverable Taxes	55.1	124.5	123.6	122.2	111.9	97.3	110.8
Judicial Deposits	218.4	372.5	491.1	495.6	509.2	514.6	528.2
Other financial assets	420.4	290.3	418.6	415.5	790.4	796.8	843.1
Other non-current assets	449.3	1,108.3	972.1	971.9	498.7	492.7	459.6
Investments	304.1	333.9	358.1	368.6	419.0	611.9	147.9
Investment property	-	-	-	-	-	-	2,346.0
Biological Assets	1,561.1	795.1	717.0	767.9	968.0	1,061.6	972.5
Property, Plant and Equipment	7,980.5	8,260.0	7,928.8	7,835.2	7,867.0	7,678.3	7,000.5
Intangible	3,889.6	4,125.3	4,531.1	4,593.8	4,932.3	4,878.7	5,063.8
<b>Non-current Assets</b>	<b>15,731.8</b>	<b>17,679.2</b>	<b>17,716.4</b>	<b>17,924.4</b>	<b>17,414.5</b>	<b>17,422.3</b>	<b>18,662.1</b>
<b>Total Assets</b>	<b>19,212.4</b>	<b>22,285.3</b>	<b>22,892.5</b>	<b>22,939.2</b>	<b>22,168.1</b>	<b>22,756.3</b>	<b>24,571.7</b>
Current portion of long-term debt	957.1	666.1	805.1	773.6	540.2	1,212.5	1,295.2
Derivatives	132.3	94.3	29.3	15.7	9.6	40.8	12.3
Trade Accounts Payable	558.8	621.6	757.5	765.4	606.0	633.3	788.0
Salaries Payable	183.6	183.3	191.5	158.2	183.7	232.5	221.2
Taxes payable	245.3	247.1	328.9	282.4	241.7	176.0	208.9
Dividends payable	72.2	82.9	9.1	8.7	9.7	103.2	79.8
Related Parties	41.2	186.8	163.2	228.5	175.5	169.3	189.7
Liabilities Held for Sale	-	-	-	-	-	112.5	118.0
Other Liabilities	190.4	273.8	307.3	215.9	308.0	284.1	336.3
<b>Current Liabilities</b>	<b>2,380.8</b>	<b>2,355.9</b>	<b>2,591.8</b>	<b>2,448.5</b>	<b>2,074.5</b>	<b>2,964.3</b>	<b>3,249.5</b>
Long-term debt	6,274.9	3,699.4	4,407.8	4,589.9	4,659.2	4,682.3	4,607.9
Taxes payable	639.1	1,123.0	1,180.0	1,184.8	1,202.6	1,183.8	1,201.3
Provision for judicial demands	666.3	940.8	975.8	1,026.7	1,051.7	1,089.8	1,089.5
Related Parties	4.4	371.2	546.3	468.5	389.7	375.4	371.9
Pension	24.4	25.9	27.4	28.9	37.3	37.7	37.2
Deferred Income taxes	1,511.0	3,546.4	3,159.1	3,116.5	2,443.4	2,299.3	2,149.8
<b>Other non-current liabilities</b>	<b>382.9</b>	<b>814.4</b>	<b>752.1</b>	<b>777.1</b>	<b>828.1</b>	<b>769.2</b>	<b>732.3</b>
Non-current Assets	9,502.9	10,521.0	11,048.4	11,192.3	10,612.0	10,437.6	10,189.8
Common stock	5.3	5.3	5.3	5.3	5.3	5.3	5.3
Treasury shares	-	-	-	(109.4)	-	-	-
Capital Reserve	3,668.2	3,725.5	3,718.8	3,750.3	3,634.7	3,631.2	3,752.1
Profits Reserve	-	1,872.5	1,773.6	(191.4)	-	-	-
Accumulated earnings	<b>887.3</b>	-	-	<b>1,824.9</b>	<b>1,937.3</b>	<b>1,911.6</b>	1,929.5
Equity attributable to owners of the Company	4,560.9	5,603.3	5,497.7	5,471.1	5,577.3	5,548.1	5,686.9
<b>Equity attributable to non-controlling interests</b>	<b>2,767.8</b>	<b>3,805.0</b>	<b>3,754.5</b>	<b>3,827.2</b>	<b>3,904.3</b>	<b>3,806.3</b>	5,445.5
<b>Total equity</b>	<b>7,328.7</b>	<b>9,408.4</b>	<b>9,252.2</b>	<b>9,298.3</b>	<b>9,481.6</b>	<b>9,354.4</b>	11,132.4
<b>Total liabilities and equity</b>	<b>19,212.4</b>	<b>22,285.3</b>	<b>22,892.5</b>	<b>22,939.2</b>	<b>22,168.1</b>	<b>22,756.3</b>	<b>24,571.7</b>

### Cosan Limited

### Statement of Cash Flow

Statement of Cash Flows (in R\$ million)	Mar'11 FY11	Jun'11 1Q12	Set'11 2Q12	Dec'11 3Q12	Mar'12 4Q12	Mar'12 FY12	Jun'12 1Q13	Sep'12 2Q13
<b>Net Income</b>	<b>767.7</b>	<b>1,858.1</b>	<b>84.6</b>	<b>(974.2)</b>	<b>1,223.8</b>	<b>2,192.3</b>	<b>(144.8)</b>	<b>393.3</b>
Depreciation and Amortization	1,359.0	303.7	365.5	(669.2)	1,142.8	1,142.8	259.2	377.5
Biological Assets	(381.9)	(20.9)	38.8	(17.9)	(60.1)	(60.1)	(17.5)	38.4
Stock option	-	-	-	-	10.80	10.80	3.32	3.33
Equity income of associates	(25.2)	(1.9)	1.3	0.7	(33.3)	(33.3)	(7.6)	(54.1)
Losses (Gains) in Fixed Assets Disposals	(35.3)	17.0	(11.5)	(5.5)	(93.9)	(93.9)	(58.6)	16.9
Deferred Income and Social Contribution Taxes	329.1	1,197.8	(277.7)	(920.1)	962.8	962.8	-	-
Judicial demands' provision	-	-	-	-	-	-	-	34.52
Interest, monetary and exchange variations, net	238.5	(27.6)	569.6	(542.0)	646.5	646.5	396.7	(68.5)
Effects of formation of JVs	-	(2,871.2)	18.2	(2,853.1)	2,855.2	(2,850.9)	-	-
Other Non-cash Items	7.5	3.5	13.4	(16.9)	(5.7)	(5.7)	(0.3)	13.7
			-	-	-	-	-	-
Variation on Assets and Liabilities								
Accounts receivable	164.7	(123.3)	(105.6)	228.8	(361.1)	(361.1)	(68.7)	(13.9)
Restricted Cash	(142.97)	113.48	7.70	(121.18)	79.45	79.45	(37.49)	44.69
Judicial Deposits	-	(108.1)	108.1	-	-	-	-	-
Inventories	84.6	(326.6)	(311.8)	638.4	(186.8)	(186.8)	(102.6)	(433.2)
Taxes recoverable	-	-	-	-	(17.13)	(17.13)	(22.01)	(28.07)
Related Parties	-	(1,033.6)	142.6	891.1	(751.7)	(751.7)	(83.7)	89.5
Advances to Suppliers	16.8	(122.1)	18.2	103.9	(103.3)	(103.3)	-	21.3
Accounts payable	(32.4)	241.2	125.0	(366.2)	220.2	220.2	46.7	118.7
Salaries payable	36.2	110.9	5.1	(116.1)	108.2	108.2	56.1	(37.2)
Provision for judicial demands from legal proceedings	26.9	33.1	(33.1)	-	144.0	144.0	38.1	(47.0)
Derivatives	13.3	908.8	(1,050.0)	141.2	(112.3)	(112.3)	6.0	19.7
Taxes payable	(50.1)	(79.2)	1,003.4	(924.3)	886.3	886.3	(87.6)	(58.1)
<b>Other assets and liabilities, net</b>	<b>(49.2)</b>	<b>532.4</b>	<b>(120.7)</b>	<b>(411.8)</b>	<b>134.5</b>	<b>134.5</b>	<b>(140.9)</b>	<b>82.0</b>
			-	-	-	-	-	-
<b>Cash Flow from Operating Activities</b>	<b>2,327.2</b>	<b>605.5</b>	<b>591.0</b>	<b>(5,934.2)</b>	<b>6,689.3</b>	<b>1,951.6</b>	<b>34.5</b>	<b>513.5</b>
								-
Aquisitions, net of acquired cash and advances for future capital increases	(157.3)	-	-	-	(72.9)	(72.9)	(200.3)	(8.9)
Contributed cash to Raizen's formation	-	(173.1)	0.0	(173.1)	173.1	(173.1)	-	-
Redemption of shares in subsidiary	-	-	-	-	(99.8)	(99.8)	-	-
Received Dividends	-	-	-	-	121.4	121.4	-	-
Additions on Investments, Net of Cash Received	-	-	(99.1)	(0.9)	57.6	(42.3)	147.6	2.2
Additions on Property, Plant and Equipment	(2,291.6)	(491.5)	(243.3)	(346.3)	(503.4)	(1,584.5)	(281.2)	(274.1)
Sugarcane planting and growing costs	(745.6)	(217.2)	(117.9)	(107.0)	(109.9)	(552.0)	(160.5)	(76.9)
Cash received on the acquisition of new business	-	-	-	-	-	-	0.1	111.7
Cash Received on Sale of other Fixed Assets	48.8	-	42.3	(42.3)	182.1	182.1	-	-
Cash reclassified from discontinued operations	-	-	-	-	-	-	(29.8)	-
<b>Cash Flow from Investment Activities</b>	<b>(3,145.7)</b>	<b>(881.8)</b>	<b>(418.0)</b>	<b>(669.5)</b>	<b>(251.8)</b>	<b>(2,221.1)</b>	<b>(524.2)</b>	<b>(246.1)</b>
								-
Additions of Debt	2,719.5	1,281.1	483.8	(1,764.9)	2,346.4	2,346.4	568.7	121.7
Payments of Principal and Interest on Debt	(1,971.6)	(1,121.3)	(206.0)	1,327.3	(1,889.4)	(1,889.4)	(298.1)	(268.8)
Capital Increase	4.0	-	-	-	-	-	-	-
Capital Increase by noncontrolling interests	400.0	139.9	0.0	139.9	281.1	560.9	-	595.9
Treasury Shares	(15.2)	-	(54.4)	54.4	(48.3)	(48.3)	-	-
Dividends	(193.1)	-	(228.2)	228.2	(333.7)	(333.7)	(17.2)	-
Acquisition of shares of subsidiary	37.1	-	-	-	-	-	-	(234.2)
Exchange rate variation excluding Cash and Cash Equival	(1.2)	-	19.3	(19.3)	15.8	15.8	-	-
<b>Cash Flows from Financing Activities</b>	<b>979.5</b>	<b>299.8</b>	<b>14.4</b>	<b>(34.4)</b>	<b>372.0</b>	<b>651.9</b>	<b>253.3</b>	<b>214.6</b>