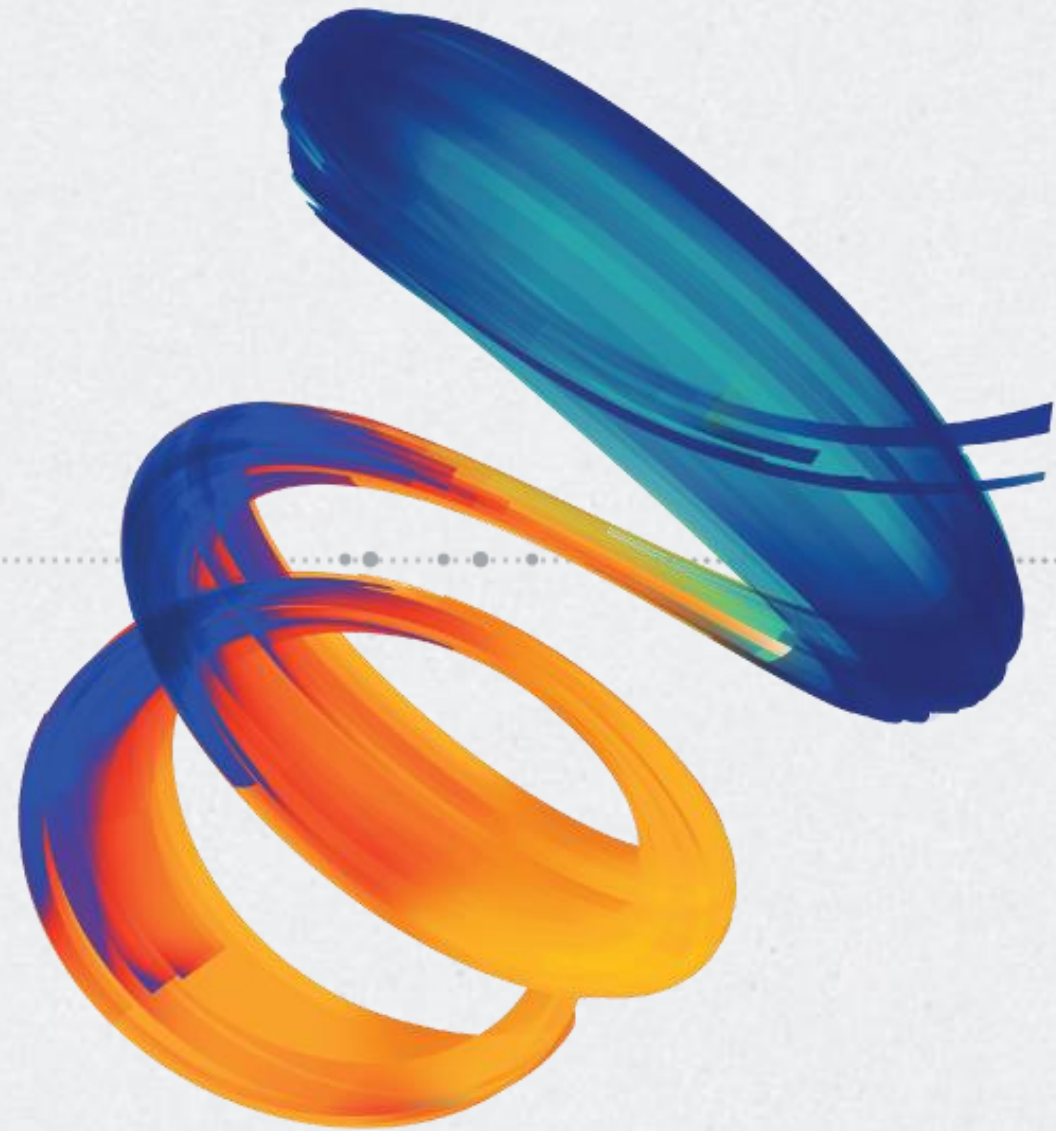


ITAÚSA



Selected quarterly information

1st quarter 2018

- Ownership structure
- Highlights
- Economic performance
- Performance assessment
- ITAÚSA in the stock market
- Flow of dividends / Interest on capital
- Financial statements

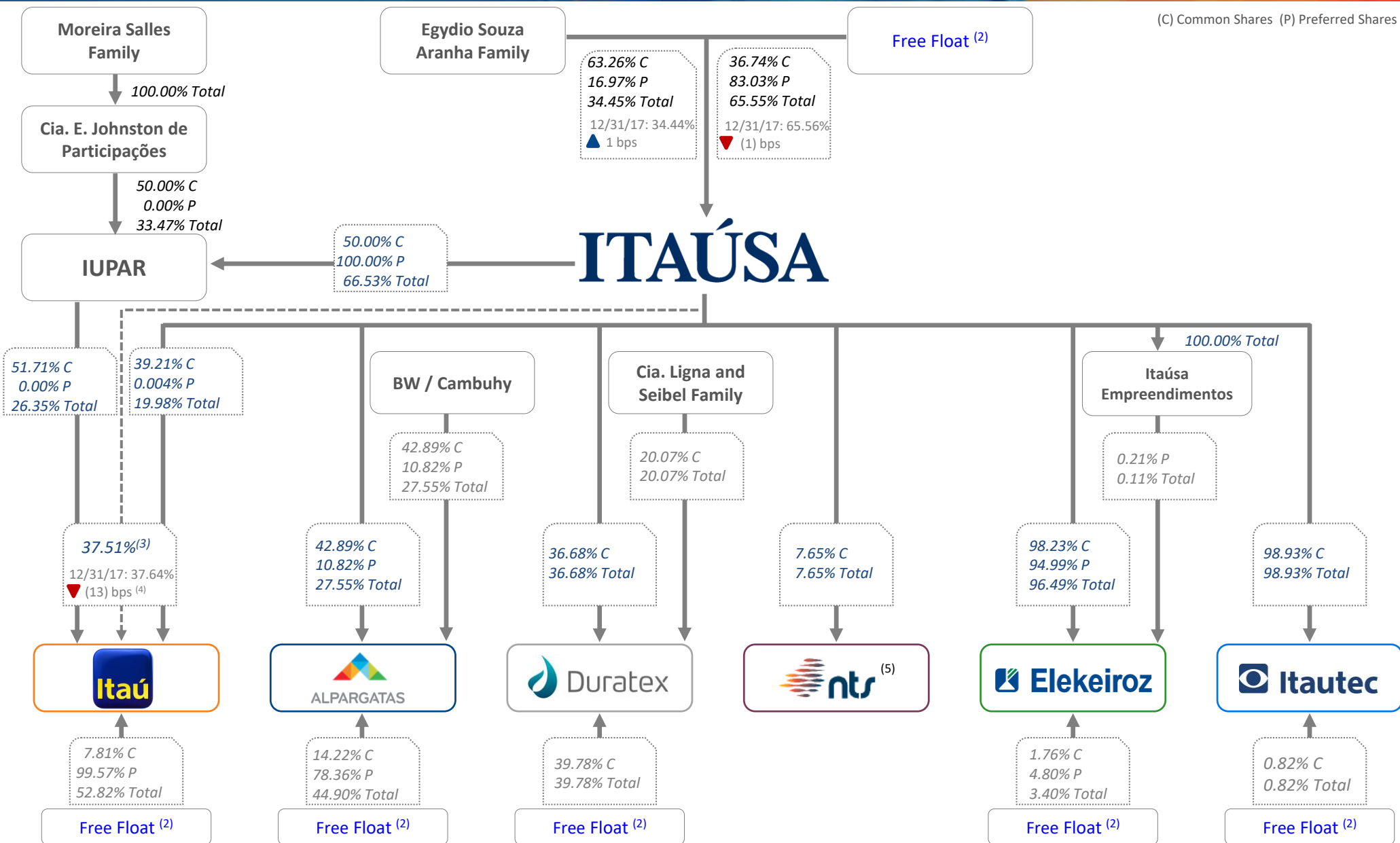
We present the financial information and indicators of Itaúsa – Investimentos Itaú S.A. (Itaúsa) under the International Financial Reporting Standards (IFRS) and CVM (Comissão de Valores Mobiliários – Brazilian Securities and Exchange Commission) instructions.

For better comparability, the information on the first quarter of 2017 was adjusted to the effects from Itaú Unibanco's adoption of CPC 48/IFRS 9.

Future expectations arising from the reading of this report should consider the risks and uncertainties that involve any activities and that are beyond the control of the Conglomerate companies (political and economic changes, volatility in interest and exchange rates, technological changes, inflation, competitive pressure on products and prices, and changes to the tax legislation).

Ownership structure⁽¹⁾ – March 31, 2018

(C) Common Shares (P) Preferred Shares



(1) The Interest presented consider the outstanding shares.

(2) Excluding the shares held by controlling interests.

(3) Represents the direct/ indirect Itaúsa interest in the Capital of Itaú Unibanco Holding.

(4) Variation arising from the exercise of stock options.

(5) Investment is not being assessed under the equity method.

ITAÚSA

Subsequent Event – Alienation of shares of Elekeiroz S.A. – In line with its investments portfolio review strategy, on April 26, 2018, Itaúsa announced that it had entered into a share purchase and sales agreement with Kilimanjaro Brasil Partners I B - Fundo de Investimento em Participações Multiestratégia Investimento no Exterior, which funds arise from entities managed by H.I.G. Capital LLC, aimed at selling the total shares of Elekeiroz held by Itaúsa.

The value assigned to Elekeiroz for this transaction was R\$160 million, and the share sell price will be reduced from the company's net indebtedness, multiplied by the ownership interest held by Itaúsa in Elekeiroz at the closing date. The share sell value may be supplemented, conditioned on: (a) the performance or sale of certain Elekeiroz' assets, including non-operational property; (b) receiving certain surplus assets and having a successful outcome in certain lawsuits; and (c) the fund ultimately reaching a certain minimum return rate.

This deal will be closed subject to meeting certain conditions precedent customary in such transactions, and it is not expected to give rise to significant effects in Itaúsa's net income in this fiscal year.

Sustainability – In April 2018, Itaúsa disclosed its Annual Report 2017, which included the Materiality Matrix. The content was defined based on the preparation of a new Materiality Matrix that identifies relevant topics for the key stakeholders consulted. This document brings about an innovative content, describing with transparency the Company's new momentum, reporting the rationale behind investments made, the expected return and the investees' creation of value.

Since 2009, Itaúsa's report has followed the Global Reporting Initiative (GRI) guidelines, which focus on how the most significant aspects of management are approached and managed, as well as those aspects of greater impact from the viewpoint of the Company and its main stakeholders.



Change in the Board of Directors – At the Annual General Stockholders’ Meeting held on April 25, 2018, Itaú Unibanco’s stockholders elected 12 members for the Board of Directors: 11 members were reelected and Ms. Ana Lúcia de Mattos Barretto Villela was elected. Itaú Unibanco’s Board of Directors is composed of 100% of non-executive members, of whom 42% are independent members.

Consolidated Annual Report and Integrated Report – In April 2018, Itaú Unibanco disclosed its Consolidated Annual Report, a document that brings together the Form 20-F, the Annual Report, and the Medium Term Notes - MTN. This is an important source of information on the Company, as it describes the bank’s strategies, performance, main business, corporate governance, risk management, and sustainability practices.

Also in April 2018, Itaú Unibanco published its Integrated Report, addressing strategies, business, services, and mainly how the bank creates shared value and ensures the continuity of business to its clients, stockholders, employees, and society.

XP Investimentos (XP) – In March 2018, the Brazilian anti-trust agency (CADE) approved the acquisition of 49.9% stake of XP, announced by Itaú Unibanco in 2017. This approval is conditioned, among others, on Itaú Unibanco’s commitment not to intervene in XP’s business management, as well as to avoid possible barriers to the entry and development in the segment of open platforms. These commitments are in line with the agreement executed with XP’s shareholders in May 2017, which provides for that Itaú Unibanco will act as a minority partner and will not influence commercial and operating policies of any company belonging to the XP Group. This acquisition strengthens Itaú Unibanco’s business model, increasing commissions and fees through minority interest. This acquisition of minority interest is currently under analysis by the Central Bank of Brazil.



In the first quarter of 2018, Alpargatas' net revenue increased 11.7% from the same period of the previous year, favored by the good performance in Brazil, which revenue was up 22.9%. Consolidated recurring EBITDA totaled R\$ 129.2 million from R\$ 92.1 million in the first three months of 2017.



In the first quarter of 2018, adjusted recurring EBITDA totaled R\$ 182.1 million, from R\$ 148.2 million in the same period of the previous year. Net income totaled R\$ 30.8 million from a loss of R\$ 7.5 million recorded in the first quarter of 2017, mainly driven by the recovery of the Wood Division.

In April 2018, CADE approved the sale of land and forests to Suzano. The first tranche of this business involves the disposal of 9,500 hectares of land and forests for R\$ 308.1 million.



In the first quarter of 2018, Itaúsa received dividends/ interest on capital, gross from the interest held in NTS in the amount of R\$ 41.2 million. In the same period, interest income on debentures of NTS totaled R\$ 11.4 million.














In the first quarter of 2018, net revenue increased 14% compared to the same period of 2017, driven by the growth in exports. Recurring EBITDA totaled R\$ 21.2 million (R\$ 10.7 million in the same period of 2017), and net income totaled R\$ 14.0 million (loss of R\$ 1.1 million in the first three months of 2017).

Results of Itaúsa

Main indicators



R\$ million

	Parent company		Non-controlling interests		Consolidated	
	3/31/2018	3/31/2017	3/31/2018	3/31/2017	3/31/2018	3/31/2017
January to March						
 Net income	2,400	1,944	20	(5)	2,420	1,939
 Recurring net income	2,169	1,862	(1)	(7)	2,168	1,855
 Stockholders' equity	48,500	46,811	3,028	2,950	51,528	49,761
 Annualized return on average equity (%)	19.1%	16.6%	2.7%	-0.7%	18.2%	15.6%
 Annualized recurring return on average equity (%)	17.3%	15.9%	-0.1%	-0.9%	16.3%	14.9%
Results per share - in R\$	3/31/2018	3/31/2017	Actual change			
 Net income of parent company	0.32	0.26	0.06	22.9%		
 Recurring net income of parent company	0.29	0.25	0.04	16.0%		
 Book value of parent company	6.49	6.32	0.17	2.6%		
 Dividends/ interest on capital, net	0.08	0.06	0.02	23.9%		
 Price of preferred share (PN) ⁽¹⁾	13.80	9.59	4.21	43.9%		
 Market capitalization ⁽²⁾ - R\$ million	103,136	70,998	32,139	45.3%		

(1) Based on the average quotation of preferred shares on the last day of the period.












(2) Calculated based on the average quotation of preferred shares on the last day of the period (quotation of average PN multiplied by the number of outstanding shares at the end of the period).

Reconciliation of recurring net income

	Parent company		Non-controlling interests		Consolidated	
	jan-mar/18	jan-mar/17	jan-mar/18	jan-mar/17	jan-mar/18	jan-mar/17
 Net income	2,400	1,944	20	(5)	2,420	1,939
Inclusion/(Exclusion) of non-recurring effects C= (A + B)	(231)	(82)	(21)	(2)	(252)	(84)
Arising from stockholding interest in Financial Sector (A)	(223)	(81)	-	-	(223)	(81)
Change in Treasury Shares	(221)	(77)	-	-	(221)	(77)
Civil Lawsuits - Economic Plans	(36)	7	-	-	(36)	7
Impairment	35	-	-	-	35	-
Other	(1)	(11)	-	-	(1)	(11)
Arising from stockholding interest in Non Financial Sector (B)	(8)	(1)	(21)	(2)	(29)	(3)
Alpargatas	(8)	-	(21)	-	(29)	-
Duratex	-	(1)	-	(2)	-	(3)
 Recurring net income	2,169	1,862	(1)	(7)	2,168	1,855

Main financial indicators of Itaúsa portfolio companies

We present below the main indicators of the Itaúsa portfolio companies, extracted from their financial statements. Net income, stockholders' equity and ROE correspond to results attributable to controlling stockholders.

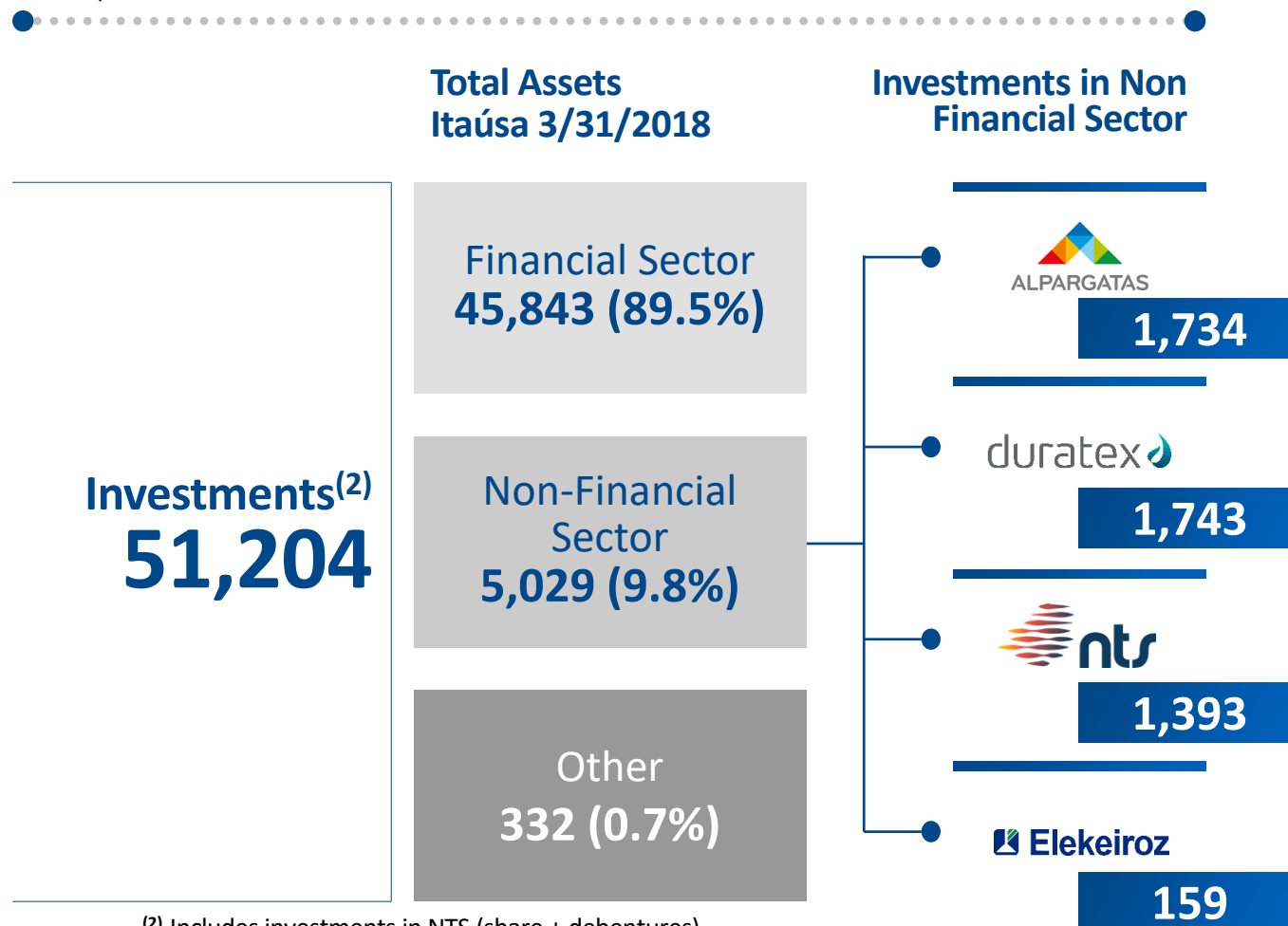
		Financial Sector	Non Financial Sector				Holding
	January to March						ITAÚSA
 Total assets	2018	1,441,407	3,784	9,196	10,004	460	61,471
	2017	1,323,260	3,734	9,142	n.d.	429	57,260
 Operating revenues	2018	43,985	902	1,006	990	257	3,895
	2017	53,957	807	952	n.d.	225	3,505
 Net income	2018	6,389	114	31	455	14	2,400
	2017	6,063	186	(8)	n.d.	(1)	1,944
 Stockholders' equity	2018	123,031	2,160	4,770	3,881	165	48,500
	2017	119,500	2,126	4,567	n.d.	110	46,811
 Annualized return on average equity (%)	2018	21.3%	21.0%	2.6%	46.5%	35.3%	19.1%
	2017	20.8%	36.2%	-0.7%	n.d.	-4.1%	16.6%
 Internal fund generation ⁽¹⁾	2018	14,980	149	197	907	16	119
	2017	17,831	98	198	n.d.	10	(26)

(1) Refers to funds arising from operations as reported by the Statements of Cash Flows.

Assets Composition⁽¹⁾



Investments by Sector



⁽¹⁾ Individual Balance Sheet

⁽²⁾ Includes investments in NTS (share + debentures)

Statement of income

	1 st quarter 2018		1 st quarter 2017		1st quarter 18 / 1st quarter 17	
FINANCIAL SECTOR	2,387	97.2%	2,246	100.4%	141	6.3%
NON FINANCIAL SECTOR	68	2.8%	(9)	-0.4%	77	855.6%
ALPARGATAS	15	0.6%	-	0.0%	15	n.a.
DURATEX	11	0.4%	(4)	-0.2%	15	375.0%
ELEKEIROZ	13	0.5%	(1)	0.0%	14	1400.0%
ITAUTEC	(1)	0.0%	(5)	-0.2%	4	80.0%
NTS ⁽¹⁾	35	1.4%	-	0.0%	35	n.a.
OTHER AREAS	(5)	-0.2%	1	0.0%	(6)	-600.0%
RECURRING SHARE OF INCOME + DIVIDENDS AND INTEREST ON DEBENTURES	2,455		2,237		218	9.7%
FINANCIAL INCOME / EXPENSES	(9)		21		(30)	-142.9%
ADMINISTRATIVE EXPENSES	(13)		(11)		(2)	-18.2%
TAX EXPENSES	(284)		(220)		(64)	-29.1%
OTHER OPERATING REVENUES	2		3		(1)	-33.3%
RESULTS OF ITAÚSA	(304)		(207)		(97)	-46.9%
INCOME BEFORE INCOME TAX/SOCIAL CONTRIBUTION	2,151		2,030		121	6.0%
INCOME TAX / SOCIAL CONTRIBUTION	18		(168)		186	110.7%
RECURRING INDIVIDUAL NET INCOME	2,169		1,862		307	16.5%
NON-RECURRING RESULTS	231		82		149	181.7%
FINANCIAL SECTOR	223		81		-	-
NON FINANCIAL SECTOR	8		1		-	-
INDIVIDUAL NET INCOME	2,400		1,944		456	23.5%
NET INCOME ATTRIBUTABLE TO NON-CONTROLLING INTERESTS	20		(5)		25	500.0%
CONSOLIDATED NET INCOME	2,420		1,939		481	24.8%

(1) Includes dividends and interest on capital related to the stake held in NTS, income from interest on debentures of NTS, expenses on the installment of the invested amount in NTS and expenses of interest on debentures issued by Itaúsa.

The Itaúsa results are basically derived from its Recurring Share of Income of its subsidiaries. We show below the calculation of Share of Income per company.

R\$ million

Determination of Share of Income ⁽¹⁾



Other Areas



	Itaú		ALPARGATAS		Duratex		Elekeiroz		Itautec		Other Areas		ITAÚSA	
	1 st Q18	1 st Q17	1 st Q18	1 st Q17	1 st Q18	1 st Q17	1 st Q18	1 st Q17	1 st Q18	1 st Q17	1 st Q18	1 st Q17	1 st Q18	1 st Q17
Recurring net income	6,383	6,052	85	77	31	(10)	14	(1)	(1)	(5)	(5)	1		
(x) Direct/Indirect interest	37.51%	37.29%	27.55%	0.00%	36.68%	35.52%	96.60%	96.60%	98.93%	98.93%	100.00%	100.00%		
(=) Share of recurring net income	2,394	2,257	23	-	11	(4)	13	(1)	(1)	(5)	(5)	1	2,435	2,248
(+/-) Share of income not arising from net income	(7)	(11)	(8)	-	-	-	-	-	-	-	-	-	(15)	(11)
Recurring share of income	2,387	2,246	15	-	11	(4)	13	(1)	(1)	(5)	(5)	1	2,420	2,237
Non-recurring results	223	81	8	-	-	1	-	-	-	-	-	-	231	82
Share of income	2,610	2,327	23	-	11	(3)	13	(1)	(1)	(5)	(5)	1	2,651	2,319
	98.5%	100.3%	0.9%	0.0%	0.4%	-0.1%	0.5%	0.0%	0.0%	-0.2%	-0.2%	0.0%	100.0%	100.0%

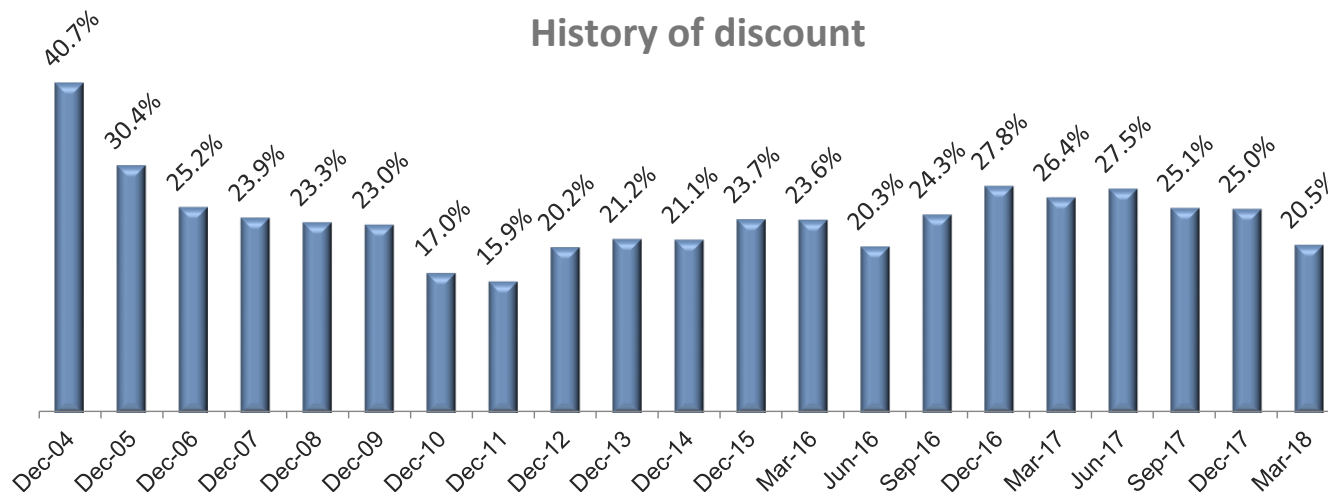
(1) Investment in NTS is not being assessed under the equity method.

In the first quarter of 2018, the Recurring Share of Income amounted to R\$ 2,420 million, a 8.2% increase in relation to the same period of the previous year, arising basically from the 6.3% raise in the result from the Financial Services Area.

Market value of subsidiaries x Discount in the price of Itaúsa

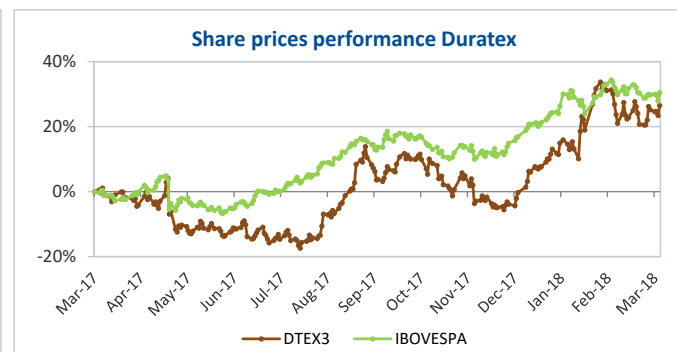
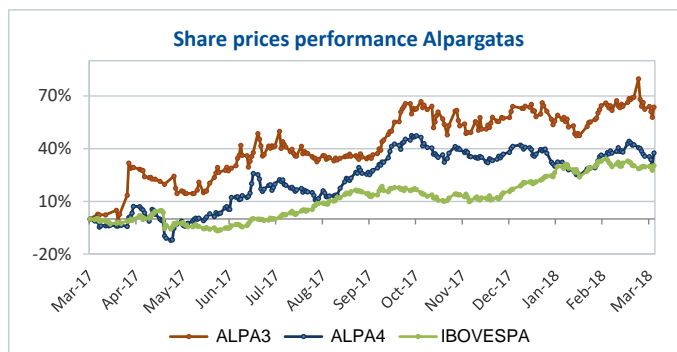
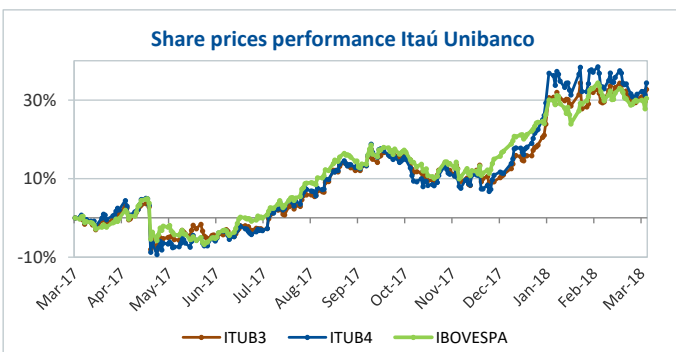
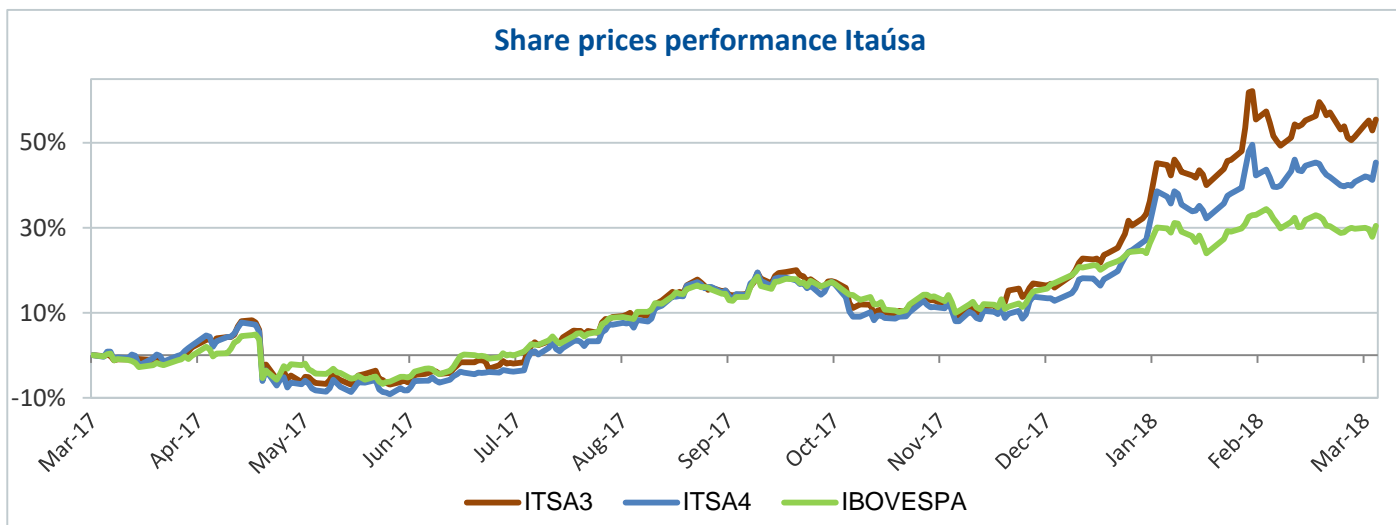
On March 29, 2018

Public companies	Total shares (thousand)	Average quotation ⁽¹⁾ of the most liquid share (R\$)	Market value of companies (R\$ million)	Interest of Itaúsa in companies (%)	Market value of interests (R\$ million)
	(A)	(B)	(C) = (A) x (B)	(D)	(E) = (C) x (D)
Itaú Unibanco Holding S.A.	6,487,678	51.42	333,596	37.51%	125,123
Alpargatas S.A.	463,053	16.95	7,849	27.55%	2,163
Duratex S.A.	689,306	11.59	7,989	36.68%	2,930
Elekeiroz S.A.	31,485	11.50	362	96.60%	350
Itautec S.A.	11,072	15.71	174	98.93%	172
Nova Transportadora do Sudeste S.A - NTS ⁽²⁾					1,393
Other assets and liabilities, net (F)					(2,403)
Market value of the Itaúsa interests (G)					129,727
Market value of Itaúsa (H)	7,473,630	13.80	103,136		103,136
Discount (%) (I) = (H)/(G)-1					-20.50%



- (1) Average quotation of the most liquid share on the last day of the period.
 (2) Refers to the book value of debentures and the participation in the capital of NTS.
 (F) Net value of other assets and liabilities (Individual balance sheet).

Share prices performance at B3* - Base date March 31, 2017



Source: Economática

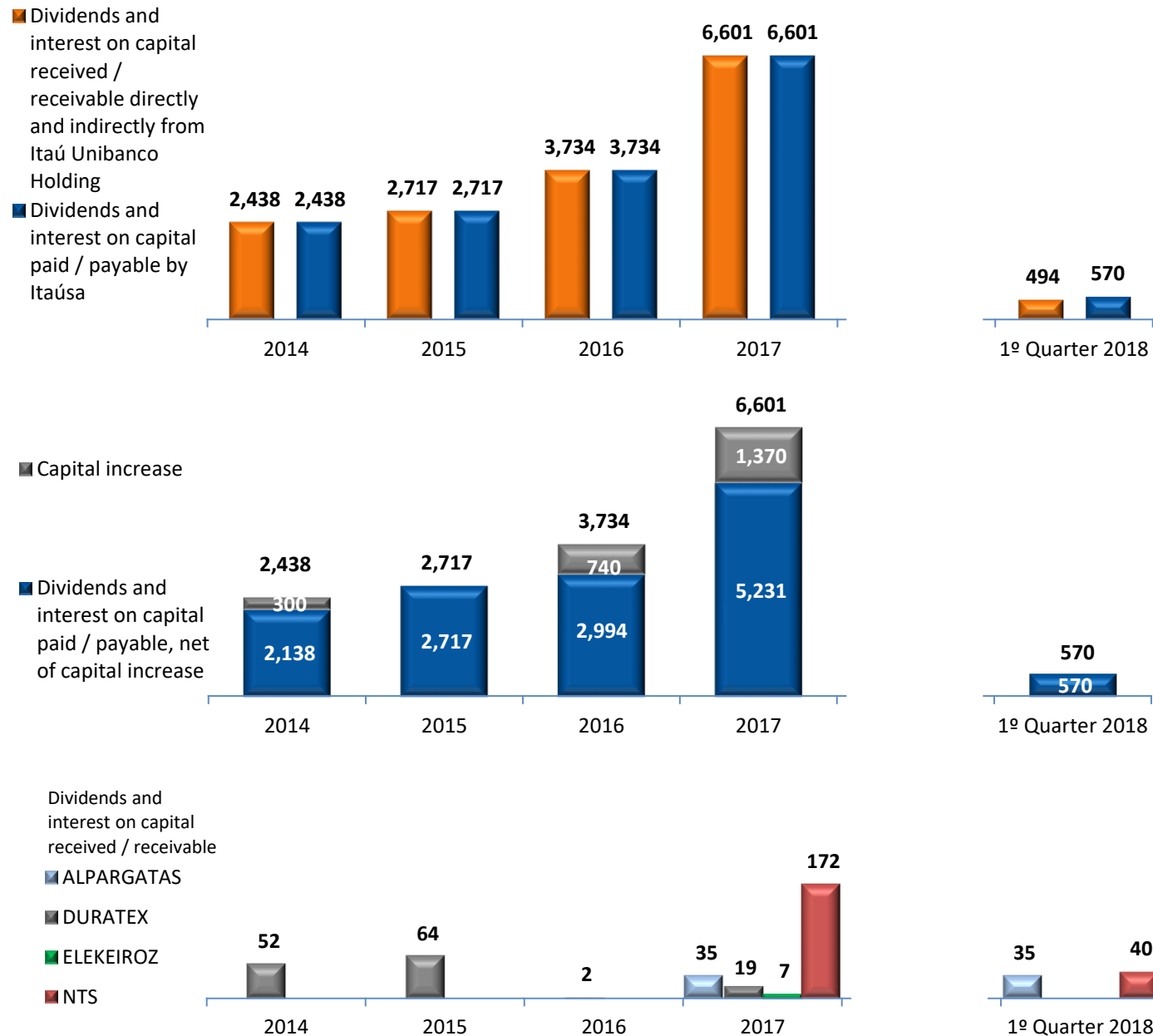
Period: Mar 31, 2017 to Mar 29, 2018

Average quotations adjusted by events such as reverse split, split and bonus of shares.

(*) B3.S.A. – Brasil, Bolsa, Balcão.

Flow of dividends / Interest on capital⁽¹⁾

R\$ million



(1) Interest on capital, net of withholding income tax.

Financial statements

ITAÚSA - INVESTIMENTOS ITAÚ S.A.

INDIVIDUAL BALANCE SHEET AT MARCH 31, 2018, DECEMBER 31, 2017 AND MARCH 31, 2017

(In millions of Reais)

ASSETS	3/31/2018	12/31/2017	3/31/2017
Financial assets	2,476	2,166	1,971
Cash and cash equivalents	597	71	1,026
Financial assets - FVTPL	-	52	437
Financial assets - FVTPL (NTS)	950	943	-
Financial assets - amortised cost	443	444	-
Dividends / Interest on capital receivable	486	656	508
Tax assets	1,262	1,078	902
Income tax and social contribution - current	340	256	237
Income tax and social contribution - deferred	922	822	665
Investments	49,819	53,126	46,355
Investments in Controlled Entities	49,811	53,119	46,350
Other investments	8	7	5
Intangible assets	90	88	85
Other non-financial assets	36	36	35
TOTAL ASSETS	53,683	56,494	49,348

LIABILITIES AND STOCKHOLDERS' EQUITY	3/31/2018	12/31/2017	3/31/2017
Current and non-current	5,183	4,568	2,537
Debentures	1,229	1,208	-
Dividends / Interest on capital payable	2,074	1,334	1,410
Loans and financing	-	501	-
Other payables	248	245	-
Tax liabilities	217	30	161
Provisions	1,392	1,244	948
Other liabilities	6	6	18
Advance for future capital increase	17	-	-
TOTAL LIABILITIES	5,183	4,568	2,537
Stockholders' equity	48,500	51,926	46,811
Capital	37,145	37,145	36,405
Reserves	12,619	16,075	12,053
Carrying Value Adjustment	(1,264)	(1,294)	(1,647)
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	53,683	56,494	49,348

Financial statements

ITAÚSA - INVESTIMENTOS ITAÚ S.A.

INDIVIDUAL STATEMENT OF INCOME

Periods ended March 31, 2018 and 2017

(In millions of Reais, except for share information)

	01/01 a 3/31/2018	01/01 a 3/31/2017
OPERATING INCOME (net)	2,715	2,363
Gain from financial assets	14	41
Share of income	2,651	2,319
Adjustment to fair value - NTS Shares	7	-
Dividends / Interest on capital	41	-
Other operating income	2	3
OPERATING EXPENSES	(333)	(251)
General and administrative expenses	(13)	(11)
Tax Expenses	(284)	(220)
Financial expenses	(36)	(20)
NET INCOME BEFORE INCOME TAX	2,382	2,112
INCOME TAX AND SOCIAL CONTRIBUTION	18	(168)
Current income tax and social contribution	(1)	(142)
Deferred Income tax and social contribution	19	(26)
NET INCOME	2,400	1,944
EARNINGS PER SHARE - BASIC / DILUTED		
Common	0.32	0.26
Preferred	0.32	0.26