

Dear Shareholders,

MLog S.A.'s Management ("MLog" or "Company"), in conjunction with its direct or indirect subsidiaries Morro do Pilar (Iron Ore Mining Project), Companhia de Desenvolvimento do Norte Capixaba (Industrial District Project and Multiple Port in Linhares), Asgaard Navegação (Offshore Support Shipping Company) and CNA – Companhia de Navegação da Amazonia (Inland Shipping Company), in compliance with legal and statutory provisions, submits to your appreciation the Management Report and the Company's Consolidated Financial Statements, including the Independent Auditors' Report, all referring to the quarter ended March 31, 2018. All figures mentioned in this report referring to the Company's Financial Statements are presented in thousands of reais, unless stated otherwise.

1. Message from the Management

The first quarter of 2018 occurred without new operational changes in the Company and its subsidiaries.

Asgard ended the quarter with the Asgaard Sophia once again showing high operating rates. The result of the quarter was negatively affected by maintenance costs of R\$859. These costs are recurring but irregular in nature, that is, we do not expect to incur them in all future quarters.

Asgard continues to operate only one vessel, which leaves it below the ideal minimum scale, which we believe is the joint operation of at least 3 to 5 vessels.

The CNA showed another quarter with revenue growth in the annual comparison, although slightly below the expected by management due to factors we believe are temporary. Cost control, coupled with the commercial strategy implemented to diversify the customer base, continue to support the company's results.

At the Morro do Pilar Project, we continue to bring forth the necessary documentation and studies for the Installation License protocol, scheduled for the end of 2018. On May 10, 2018, the regulatory agencies approved the extension of the MOPI Preliminary License, which would expire in 2018, for an additional year.

At the end of April 2018, the Company acquired Mineração Marsil. Marsil is a small mining company located in the region known as Iron Ore Quadrangle, near the municipality of Itabira, in the state of Minas Gerais, which produced 220 thousand tons of iron ore in 2017.

The Company, following the completion of this transaction, follows the commitment made to its shareholders and Board of Directors to seek cash-generating assets to compose its business portfolio.

The Company actively seeks opportunities for organic and inorganic growth (mergers and acquisitions) for its assets.

In the shipping activity, the generation of AFRMM credits by the CNA guarantees the companies capacity for growth, since these credits can be used not only for the construction of new vessels but also for the payment of interest and interest on loans used for the construction of Brazilian vessels.

We are also alert to opportunities in the mining sector, where the global macro-economic changes and the quality of the MOPI Project can be differentiators that sustain the company's vertical growth.

As part of the Marsil acquisition, Bocaiúva Participações S.A. ("Bocaiuva Group") became part of the controlling block of MLog.

The commitments signed between the Company's controllers also include the future restructuring of MLog, which will mean the segregation of the mining activity of the other activities and assets held by the Company.

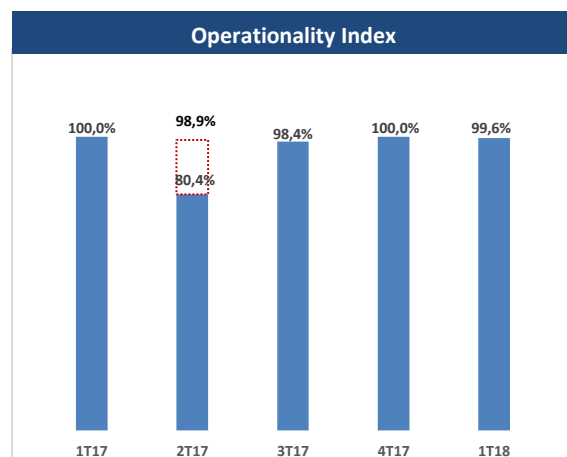
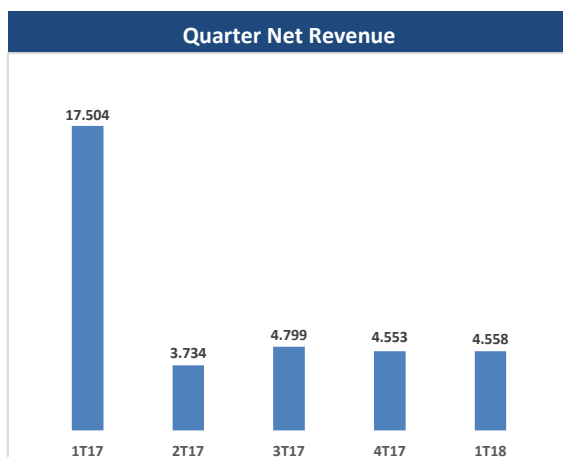
2. Operational Performance

Please find below the evolution of the main operational indicators of our subsidiaries.

i. Asgaard Navegação



Operating since March 2016, OSRV Asgaard Sophia has been showing positive operational rates, as shown in the graphs below:



ii. CNA – Companhia de Navegação da Amazônia

Operating its assets at levels close to the region's limit given the current climatic conditions and storage infrastructure, any significant growth of future revenue will depend on increased installed capacity by CNA.

An important part of the CNA result is the tional AFRMM, mainly governed by Law 10.893 of 2004. The AFRMM is a federal tax on maritime freight that aims to support the development of merchant marine and the Brazilian shipbuilding and repair industry, and is a basic source of the Merchant Marine Fund (FMM).

AFRMM rates vary depending on the type of product, transportation and region of origin or destination. In the fluvial transport activity of liquid bulk in the North, the AFRMM incident rate is 40% of the freight price. The additional freight generated by the services provided by CNA is subsequently credited to a linked account of the company with Banco do Brasil and may be used by the CNA, its affiliates or its parent company, mainly for:

- a. The acquisition of new vessels, for own use, built in Brazilian shipyards;
- b. For intervention (jumbORIZATION, conversion, modernization, docking or repair) of own vessel in a Brazilian shipyard;
- c. For the payment of principal installment and financing charges granted with FMM funds.

The AFRMM accounting follows the rules of CPC 07 (IAS 20). When the freight service is finalized, the receivable amount of AFRMM is recognized simultaneously in long-term assets and non-current liabilities as deferred revenue, not impacting, at the initial moment, the result of the CNA. In an average term of approximately 30 months, this AFRMM loan is deposited in the linked account of CNA with Banco do Brasil. At this point the AFRMM becomes available for use as permitted.

When AFRMM is used, the non-current liability that was offset against its launch and the revenue are affected as follows:

If the company uses R\$ 100 for the purchase of a vessel that will be depreciated in 20 years, its balance will now indicate in the fixed asset the initial value of R\$ 100 and the liability will continue to present a value of R\$ 100 as deferred AFRMM revenue.

After the first year of use of the vessel, property, plant and equipment will indicate R\$ 95 (R\$ 100 - R\$ 5 depreciation). The liability will also be reduced by the same amount of depreciation, starting at R\$ 95. As a counterpart to this reduction in liabilities, the amount of R\$ 5 in Net Revenue will be posted to income.

That is, although the cash effect of the use of AFRMM occurs in approximately 30 months and its use does not generate a financial liability for the company, the release of

the amounts of this economic benefit to the shareholders occurs in the accounting throughout the useful life of the asset.

iii. MOPI - Morro do Pilar



In the mining segment, in parallel to our strategy of developing alternative logistics that utilize existing installed idle capacity in the sector, we restarted the efforts towards the Installation License ("LI") protocol of the Morro do Pilar Project, with expected protocol in 2018. On May 10, 2018, the Mining Activities Chamber (CMI) of the State Environmental Policy Council (COPAM) of the State of Minas Gerais approved the one-year extension of the MOPI Project, which would take place on November 6, 2018.

To meet the necessary conditions for the Installation License filing, the Company estimates the necessary expenditures and investments of approximately R\$20 million for environmental studies and compensations.

iv. Mining Marsil



As approved by the Company's Board of Directors in a meeting held on April 23, 2018 and the Material Facts disclosed on April 25 and 26, 2018, the Company acquired Marsil Mineração.

Marsil is a small mining company located in the region known as Iron Ore Quadrangle, near the municipality of Itabira, in the state of Minas Gerais. Operating below capacity due to financial constraints, Marsil produced 220 thousand tons of iron ore in 2017.

The acquisition was supported by the payment of the portion of the capital increase of MLog already subscribed and partially paid by Maverick Holding S.A. in 2015, with initial maturity in December 2017.

v. CDNC

The Company continues to analyze opportunities and possibilities for project development on its Linhares site.

3. Consolidated Quarterly Information – ITR

Result for the quarter

The Company recorded a consolidated loss of R\$7,591 in the first quarter of 2018. This result is impacted by financial income and expenses, mainly due to debt from the acquisition of CNA, depreciation, CPC 07 (AFRMM accounting rules) and general and administrative expenses, including those of the holding company.

Given the pre-operating situation of the Company's assets, the impact of CPC 07 on accounting for CNA's AFRMM revenues and aiming to broaden the shareholders' understanding of the accounting result, the Company prepared the table below with the accounting-economic reconciliation its subsidiaries and the Parent Company.

	CNA	Asgaard	MOPI	Other Cos	Holding	Consolidated
Net Revenue	9,982	4,558	0	0	0	14,540
EBITDA	4,242	-2,006	-259	-14	-2,609	-646
Accounting Revenue with AFRMM Grant – IAS20	-3,222					-3,222
Non-Recurring Items						
Adjusted EBITDA	1,020	-2,006	-259	-14	-2,609	-3,868
Depreciation / Amortization	-2,611	-114			-484	-3,209
Financial Expenses	-52	-188	-1	-110	-305	-656
Financial Revenue	130	23			381	534
PVA + CNA Acquisition Financial Expenses					-3,389	-3,389
Accounting Revenue with AFRMM Grant – IAS20	3,222					3,222
Taxes	-225					-225
Net Profit	1,484	-2,285	-260	-124	-6,406	-7,591
AFRMM Generated in Period	7,336					7,336
PVA + CNA Acquisition Financial Expenses					3,389	3,389
Non-Recurring Items						
Depreciation/Revenue AFRMM Grant Adj. IAS20	-611	114			484	-13
Economic Result	8,209	-2,171	-260	-124	-2,533	3,121

Cash, Cash Equivalents and Securities

The Company closed the first quarter 2018 with a cash position of R\$32,168.

Banking Loans

The Company closed the quarter without bank debt.

4. Social and Environmental Responsibility

As a way of reinforcing the Company's commitment to the best environmental practices, MLog voluntarily adhered to the United Nations Global Compact. Among the guiding principles of this commitment are respect for human rights at work, respect for the environment, integrity and the fight against corruption.

5. Stock Market and Corporate Governance

MLog is a publicly-held company registered with the Brazilian Securities and Exchange Commission (CVM). In the first quarter of 2017, the listing of the Company's shares on BM&FBovespa was not renewed.

The Company's Board of Directors, elected at the Annual Shareholders' Meeting held on April 27, 2018, is currently composed of seven members, all with a mandate until the next Annual General Meeting, and re-election is permitted. Current members of this Board are: Luiz Claudio Souza Alves, Chairman of the Board of Directors, Alvaro Piquet, Otavio Paiva, Patricia Tendrich Pires Coelho, Eduardo Borges, Marcel Abe and Gabriel Meira.

On May 4, 2018, the Company's Board of Directors elected the Board of Executive Officers for a term to be terminated after the Company's next Annual General Meeting. The Board of Directors is composed of: Patricia Tendrich Pires Coelho (President), Luiz Claudio Souza Alves (Deputy Chief Executive Officer), Julia Souza de Paiva (Administrative and Financial Director), Sabrina Juhasz (Legal Director) and Gustavo Barbeito de Vasconcellos Lantimant Lacerda (Director of Planning and Investor Relations).

6. Arbitration Clause

The Company, its shareholders, administrators and members of the Board of Directors are obliged to resolve, through arbitration, any dispute or controversy that may arise between them, related to, or arising from, in particular, the application, validity, effectiveness, interpretation, violation and its effects of the provisions contained in the Bylaws, shareholders' agreements filed at the Company's headquarters, Brazilian Corporate Law, standards issued by the National Monetary Council, the Central Bank of Brazil or CVM, of the CVM, in the BM&FBovespa regulations, in the other

rules applicable to the operation of the capital market in general, in the Arbitration Clauses and in the Arbitration Rules of the Market Arbitration Chamber, conducted pursuant to the latter Regulation

7. External Auditor

In compliance with CVM Instruction 381 of 2003, the Company informs that KPMG Auditores Independentes provides external audit services to the Company related to the examination of its financial statements.

Rio de Janeiro, May 14, 2018.

The Administration



KPMG Auditores Independentes

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Independent Auditor's Review Report on quarterly information – ITR

(A free translation of the original report in Portuguese, as filed with the Brazilian Securities and Exchange Commission (CVM), prepared in accordance with the accounting practices adopted in Brazil, rules of the CVM and of the International Financial Reporting Standards - IFRS)

To the Board and Directors of

MLOG S.A.

Rio de Janeiro - RJ

Introduction

We have reviewed the individual and consolidated interim accounting information of MLOG S.A. ("the Company"), included in the quarterly information form - ITR for the quarter ended March 31, 2018, which comprises the balance sheet as of March 31, 2018 and the respective statements of income and comprehensive income for the three month period then ended, statements of changes in shareholders' equity and of cash flows for the three-month period then ended, including the explanatory notes.

The Company's Management is responsible for the preparation of these interim accounting information in accordance with the CPC 21(R1) – Demonstração Intermediária and the IAS 34 - Interim Financial Reporting, issued by the *International Accounting Standards Board* IASB, as well as the presentation of these information in accordance with the standards issued by the Brazilian Securities and Exchange Commission, applicable to the preparation of quarterly information - ITR. Our responsibility is to express our conclusion on this interim accounting information based on our review.

Scope of the review

We conducted our review in accordance with Brazilian and International Interim Information Review Standards (NBC TR 2410 - Revisão de Informações Intermediárias Executada pelo Auditor da Entidade and ISRE 2410 - *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, respectively). A review of interim information consists of making inquiries primarily of the management responsible for financial and accounting matters and applying analytical procedures and other review procedures. The scope of a review is significantly less than an audit



conducted in accordance with auditing standards and, accordingly, it did not enable us to obtain assurance that we were aware of all the material matters that would have been identified in an audit. Therefore, we do not express an audit opinion.

Conclusion on the individual and consolidated interim accounting information

Based on our review, we are not aware of any fact that might lead us to believe that the individual and consolidated interim accounting information included in the aforementioned quarterly information was not prepared, in all material respects, in accordance with CPC 21(R1) and IAS 34, issued by the IASB, applicable to the preparation of the quarterly review - ITR, and presented in accordance with the standards issued by the Brazilian Securities and Exchange Commission.

Other matters

Statements of added value

The individual and consolidated statements of added value for the period of three months ended March 31, 2018, prepared under the responsibility of the Company's management, and presented as supplementary information for the purposes of IAS 34, were submitted to the same review procedures followed together with the review of the Company's interim financial information. In order to form our conclusion, we evaluated whether these statements were reconciliated to the interim financial information and to the accounting records, as applicable, and whether their form and content are in accordance with the criteria set on Technical Pronouncement CPC 09 - Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that the accompanying statements of added value were not prepared, in all material respects, in accordance with the individual and consolidated interim financial information taken as a whole.

Rio de Janeiro, May 14, 2018

KPMG Auditores Independentes
CRC SP-014428/O-6 F-RJ

(Original report in Portuguese signed by)
Marcelo Nogueira de Andrade

Contador CRC-RJ 086312/O-6

Quarterly Financial Information

MLog S.A.

March 31, 2018
with Independent Auditor's Report Quarterly Financial Information

Final

MLog S.A.

Quarterly financial information

March 31, 2018

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A free translation from Portuguese into English of quarterly financial information

MLog S.A.

Balance sheets - March 31, 2018 and December 31, 2017

(In thousands of Reais)

	Nota	Parent company		Consolidated	
		2017	2016	2017	2016
Assets					
Current assets					
Cash and cash equivalents	4	19,454	21,324	32,168	34,440
AFRMM deposits in escrow account	5			30,450	29,638
Trade accounts receivable	6			5,785	17,317
Advances to suppliers		130	126	314	563
Inventories				324	328
AFRMM to be released	5			24,052	24,052
Related parties loans	12	79	77	929	904
Recoverable taxes	7	3,193	2,727	11,350	10,784
Prepaid expenses		51	109	1,620	543
Other		28	30	2,384	1,797
Total current assets		22,935	24,393	109,376	120,366
Non-current assets					
Advances for future capital increase	8	1,311	1,046		
Related parties loans	12				
Judicial deposits				468	468
Deferred income tax and social contribution	7			36	
Recoverable taxes	5	479	1,644	737	1,940
AFRMM to be released				8,482	8,734
Judicial Deposit		825	825	825	825
Trade accounts receivable	6			11,510	
Investments	8	204,622	205,554		
Property, plant and equipment	9	2,615	2,812	219,277	222,021
Intangible assets	10	720,030	719,711	786,052	785,772
Total non-current assets		929,882	931,592	1,027,387	1,019,760
Total assets		952,817	955,985	1,136,763	1,140,126
Liabilities					
Current liabilities					
Trade accounts payable	13	258	237	3,415	15,812
Employee-related accruals		121	542	2,070	2,190
Tax liabilities		187	675	1,468	2,483
Related parties loans	12	13,965	11,768		
Advances from customers				1,245	1,245
Provisions	17	20	20	1,662	1,662
Obligations on acquisition of investments	14	26,829	25,213	26,829	25,213
Other		1,088	1,419	3,872	2,992
Total current liabilities		42,468	39,874	40,561	51,597
Non-current liabilities					
Trade accounts payable	13			12,414	
Provision for losses on investments	8	43,832	43,818		
Deferred income tax and social contribution	11				32
Refunds to clients	18			5,875	5,875
Tax liabilities				363	363
Government subsidies to be appropriated- AFRMM	5			201,251	200,548
Obligations on acquisition of investments	14	77,462	75,962	77,462	75,962
Provisions	17	6,194	5,976	16,076	15,493
Total non-current liabilities		127,488	125,756	313,441	298,273
Equity					
Capital stock	19	1,111,835	1,111,835	1,111,835	1,111,835
Share-based compensation reserve		25,308	25,308	25,308	25,308
Accumulated losses		(361,466)	(353,876)	(361,466)	(353,876)
Cumulative translation adjustments		7,194	7,088	7,184	7,088
Equity attributable to controlling shareholders		782,861	790,355	782,861	790,355
Non-controlling shareholder interest				(100)	(99)
Total equity		782,861	790,355	782,761	790,256
Total liabilities and equity		952,817	955,985	1,136,763	1,140,126

See accompanying notes.

MLog S.A.

Statements of operations

Three month period ended March 31, 2018 and 2017

(In thousands of Reais, except for loss per share, in Reais)

	Nota	Parent company		Consolidated	
		2018	2017	2018	2017
Net operating income	20			14,450	26,759
Cost of services	20			(14,280)	(25,903)
Gross profit				170	856
Operating expenses					
Personnel		(1,852)	(1,830)	(4,611)	(3,649)
Services rendered		(600)	(2,662)	(736)	(3,008)
General and administrative		(399)	(521)	(1,659)	(2,602)
Depreciation and amortization		(242)	(150)	(309)	(225)
Taxes			(206)	(126)	(449)
Other operating income (expenses)					
Equity results in subsidiaries	8	(1,042)	(7,308)		
Government subsidies - AFRMM	5			3,222	1,239
Other operating income (expenses)				194	(2,670)
		(4,135)	(12,677)	(4,025)	(11,364)
Operating loss before financial results		(4,135)	(12,677)	(3,855)	(10,508)
Financial income and expenses					
Financial income	21	381	516	534	757
Financial expenses	22	(3,836)	(3,418)	(4,045)	(5,745)
		(3,455)	(2,902)	(3,511)	(4,988)
Loss before income tax and social contribution		(7,590)	(15,579)	(7,366)	(15,496)
Income tax and social contribution	11				
Current				(293)	(123)
Deferred				68	35
Loss for the period		(7,590)	(15,579)	(7,591)	(15,584)
Loss attributable to:					
Shareholders of the Parent company				(7,590)	(15,579)
Non-controlling shareholder interest				(1)	(5)
Loss per share (basic and diluted)	19	(2.62)	(5.37)		

See accompanying notes.

MLog S.A.

Statements of comprehensive income
Three month period ended March 31, 2018 and 2017
(In thousands of Reais)

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Loss for the period	(7,590)	(15,579)	(7,591)	(15,584)
Other comprehensive income				
Cumulative translation adjustments (Note 19)	96	1,628	96	1,632
Comprehensive loss for the period	(7,494)	(13,951)	(7,495)	(13,952)
Comprehensive loss attributable to:				
Shareholders of the Parent company			(7,494)	(13,951)
Non-controlling shareholder interest			(1)	(1)

See accompanying notes.

MLog S.A.

Statements of changes in equity
 Three month period ended March 31, 2018 and 2017
 (In thousands of Reais)

	Capital stock			Share-based compensation reserve	Accumulated losses	Cumulative translation adjustments	Non-controlling shareholder interest	Total
	Subscribed	To be paid	(-) Equity issuance costs					
At December 31, 2016	1,318,825	(170,526)	(36,464)	25,308	(308,222)	7,883	(100)	836,704
Cancellation of capital to be paid	(42,632)	42,632						
Translation adjustments						1,628	4	1,632
Loss for the period					(15,579)		(5)	(15,584)
At march 31, 2017	<u>1,276,193</u>	<u>(127,894)</u>	<u>(36,464)</u>	<u>25,308</u>	<u>(323,801)</u>	<u>9,511</u>	<u>(101)</u>	<u>822,752</u>
At December 31, 2017	1,276,193	(127,894)	(36,464)	25,308	(353,876)	7,088	(99)	790,256
Translation adjustments						96		96
Loss for the period					(7,590)		(1)	(7,591)
At march 31, 2018	<u>1,276,193</u>	<u>(127,894)</u>	<u>(36,464)</u>	<u>25,308</u>	<u>(361,466)</u>	<u>7,184</u>	<u>(100)</u>	<u>782,761</u>

See accompanying notes.

MLog S.A.

Statements of Cash Flows Three month period ended March 31, 2018 and 2017 (In thousands of Reais)

	Parent company		Consolidated	
	2018	2017	2018	2017
Cash flows from operating activities				
Loss for the period	(7,590)	(15,579)	(7,591)	(15,584)
Adjustments to reconcile the profit (loss) for the year to cash from operating activities				
Depreciation and amortization	242	150	2,900	3,479
Fixed Assets sales			6	
Government subsidies - AFRMM			(3,222)	(1,239)
Interest payable	3,608	3,532	3,973	3,816
Unrealized exchange variance			97	1,586
Equity results in subsidiaries	1,042	7,308		
Deferred income tax and social contribution			(68)	(35)
Changes in assets and liabilities				
Recoverable taxes	699	164	637	(184)
Inventories			4	(32)
Prepaid expenses	58	72	(1,077)	(177)
Other assets	2	(249)	(592)	149
Trade accounts receivable			(8)	(11,812)
Advances to suppliers	(4)	844	249	(282)
Receipt of AFRMM subsidies			3,365	81,267
Trade accounts payable	(98)	(305)	(78)	10,099
Employee-related accruals	(421)	(272)	(120)	47
Tax liabilities	(493)	196	(1,020)	235
Interest on loans with related parties	140	10	(25)	(57)
Transaction costs		(675)		(1,937)
Advances from customers				1,815
Other liabilities	(40)	(135)	1,171	351
Provisions				(74)
Net cash used in operating activities	(2,855)	(4,939)	(1,399)	71,431
Cash flows from investing activities				
Advances for future capital increase and capital increase in subsidiaries	(265)	(76)		
Loans with related parties - granted	(1,818)	(6)		(8)
Acquisition of property, plant and equipment			(64)	(81)
Additions to intangible assets	(532)	(29)	(536)	(29)
Net cash from investing activities	(2,615)	(111)	(600)	(118)
Cash flows from financing activities				
Payment of Bank loan				(248)
Amortization in the acquisition of investment	(273)	(20)	(273)	(20)
Loans with related parties - received	3,873	5,053		
Net cash from (used) in financing activities	3,600	5,033	(273)	(268)
Increase (decrease) in cash and cash equivalents	(1,870)	(17)	(2,272)	71,045
Cash and cash equivalents at the beginning of the period	21,324	19	34,440	199
Cash and cash equivalents at the end of the period	19,454	2	32,168	71,244

See accompanying notes.

MLog S.A.

Statements of value added (supplementary information for IFRS purposes)
 Three month period ended March 31, 2018 and 2017
 (In thousands of Reais)

	Parent company		Consolidated	
	2018	2017	2018	2017
Operating income				
Services			17,045	31,181
Inputs acquired from third parties				
Cost of the services			(9,362)	(21,406)
General and administrative expenses	(924)	(3,132)	(2,329)	(5,696)
Other income				
Government subsidies - AFRMM			3,222	1,239
Depreciation and amortization	(242)	(150)	(309)	(225)
Transferred added value received				
Net financial income	(3,455)	(2,902)	(3,511)	(4,988)
Equity results in subsidiaries	(1,042)	(7,308)		
Total added value to be distributed	(5,663)	(13,492)	4,756	105
Distribution of added value				
Personnel				
Direct remuneration	18	469	5,266	5,101
Management fees	1,439	857	1,553	863
Benefits	113	95	1,399	1,478
Accrued severance indemnity (FGTS)	2	172	508	675
	1,572	1,593	8,726	8,117
Tax				
Federal	338	437	2,383	5,215
Estadual			1,086	1,144
Municipal	3	1	50	732
Third-party capital remuneration				
Leases	14	56	102	481
Loss for the period attributable to:				
Shareholders of the Parent company	(7,590)	(15,579)	(7,590)	(15,579)
Non-controlling shareholder interest			(1)	(5)
	(5,663)	(13,492)	4,756	105

See accompanying notes.

MLog S.A.

Notes to quarterly financial information

March 31, 2018'

(In thousands of Reais, except when otherwise indicated)

1. Operations

MLog S.A. ("Company") has full control of Morro do Pilar Minerais S.A., Companhia de Desenvolvimento do Norte Capixaba, Dutovias do Brasil S.A., 99.99% of Asgaard Navegação S.A., indirectly by Asgaard Navegação S.A. 100% of Companhia de Navegação da Amazônia – CNA and 99.75% of Asgaard Navigation LLP.

The subsidiaries Morro do Pilar Minerais S.A., Dutovias do Brasil S.A. and Companhia de Desenvolvimento do Norte Capixaba operate in the mining and logistics segments while Asgaard Navegação S.A. and Asgaard Navigation LLP operate in charter and operation of offshore support vessels for the oil and gas industry.

On 03/21/2017, subsidiary Asgaard Navegação S.A. sold the vessel Asgaard Sophia to its subsidiary Companhia de Navegação da Amazônia - CNA, for R\$106,303, resulting in release of funds from the Additional Freight for Renovation of Merchant Marine (AFRMM) that were in the linked account in the initial amount of R\$79,345, an additional amount of R\$15,000 that was credited in the linked account during 2017, and a remaining balance of R\$11,958 to be settled at the end of a judicial process in which it is enrolled.

As part of the strategy of the transaction described above, immediately prior to the purchase and sale of the vessel Asgaard Sophia, subsidiaries Asgaard Navegação S.A. and Companhia de Navegação da Amazônia entered into a bareboat charter agreement related to such vessel, so that the vessel continues to be operated by Asgaard Navegação S.A. for the contract with Petrobras.

On 04/17/2017, Asgaard Navegação S.A. entered into a four years contract with Petrobras for the operation of the Asgaard Sophia vessel, renewable for the same period, continuing its operation for the same client that existed since March 2016 through a short-term contract.

As a result of the acquisition of Companhia de Navegação da Amazônia, mentioned in detail in Note 1 of the 2016 annual Financial Statement and, as set forth in the share purchase agreement, the payment obligations could be transferred from Asgaard Navegação S.A. to the Company, regardless of the sellers' authorization, and assumption of such debt occurred on 12/29/2016. Assumption of the debt in the amount of R\$106,003, net of the R\$5,000 reduction related to the loan between the parties and of a receivable in the amount of R\$50,000 resulting from adjustment of the Company's working capital was effected on 03/24/2017 by means of a capital increase.

As regards the iron ore project, called Pilar Hill Project, the Company continues to work on meeting the conditions of the preliminary license ("PL") obtained in

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November 2014, also running the planning to obtain the investment license (LI) as mentioned in note 16.

The company showed in this quarterly financial information, accumulated losses of R\$361.466 and a loss of R\$7,591 during the three-month period.

The Company's Management understands that the recoverability of the values recorded in non-current assets is subject to its ability to execute its long-term business plan for the mining, logistics and shipping activities. The Company's ability to meet its short-term financial obligations is supported by the activities related to vessel charter, cargo transportation and maritime support services, including effective management of the credits from the Additional Freight for Renovation of Merchant Marine (*Adicional ao Frete para Renovação da Marinha Mercante –AFRMM*) . Such activities contemplate the Asgaard Sophia vessel, hired since 03/30/2016, and acquisition of Companhia de Navegação da Amazônia- CNA, one of the largest oil products transportation companies in the North region of the country, transporting approximately 1 million cubic meters of products annually and with R \$ 62,424 of receivables from AFRMM as per Note 5.

2. Basis for preparation and presentation of the quarterly financial information

The Company's individual and consolidated quarterly information was prepared based on international accounting standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and accounting practices adopted in Brazil (BR GAAP).

This quarterly financial information does not include all information and disclosures required for the annual financial statements therefore, should be read together with the financial statements of December 31, 2016.

The Company's Management authorized the conclusion of the preparation of this quarterly information on May 14, 2017.

3. Accounting practices

The quarterly information is presented based on the accounting practices described in Note 3 to the audited financial statements as of December 31, 2017, plus the pronouncements that came into effect on 01/01/2018 IFRS 9 and 15 (CPC 27 and 28).

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Accounting judgment, estimates and assumptions

Preparation of the individual and consolidated financial statements in accordance with IFRS and accounting practices adopted in Brazil, requires Management to make judgments, estimations and assumptions that affect the application of accounting policies and the informed value of assets, liabilities, revenues and expenses. The settlement of transactions involving such estimates may result in amounts different from those recorded in the financial statements.

Estimations and assumptions are revised continuously. Revisions related to accounting estimates are recognized in the period in which the estimations are revised and in any future periods affected.

4. Cash and cash equivalents

	Parent Company		Consolidated	
	03/31/2018	12/31/2017	03/31/2018	12/31/2017
Cash	46	58	333	1,228
Cash equivalents	19,408	21,266	31,835	33,212
	<u>19,454</u>	<u>21,324</u>	<u>32,168</u>	<u>34,440</u>

On 12/31/2018, the balance of cash equivalents refers to investments in Certificates of Deposit - CDBs, with daily liquidity and return tied to the Interbank Deposit Certificate – CDI.

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5. Additional Freight for Renovation of Merchant Marine (“AFRMM”)

The table below shows the changes in the accounts related to AFRMM in the consolidated balance sheet during the three month period ended 03/31/2018.

	Asset accounts		Liability account	
	Current	Non-current	Non-current	Government subsidies to be appropriated - AFRMM
	AFRMM deposits in escrow account	AFRMM to be released	AFRMM to be released	
Balance as of 08/11/2016	78,627	25,075	35,755	180,908
AFRMM generated			7,336	7,341
Deposits in escrow account	13,429	(13,429)		
Revenue from escrow account	3,027			2,360
Use of the subsidy	(4,502)			
Recognition in profit and loss				(1,988)
Transfer from long-term to short-term		15,297	(15,297)	
Balance as of 12/31/2016	<u>90,581</u>	<u>26,943</u>	<u>27,794</u>	<u>188,621</u>
Write-down allocation ²		(3,965)	(6,006)	
Adjusted balance as of 12/31/2016	<u>90,581</u>	<u>22,978</u>	<u>21,788</u>	¹ 188,621
AFRMM generated			17,744	17,346
Deposits in escrow account	32,467	(32,456)		
Release of frozen assets	1,000			
Revenue from escrow account	2,377			2,377
Use of the subsidy	(96,787)			
Recognition in profit and loss				(7,796)
Transfer from long-term to short-term		32,456	(32,682)	
Adjust – as per its evaluation report ³		1,074	1,884	
Balance as of 12/31/2017	<u>29,638</u>	<u>24,052</u>	<u>8,734</u>	¹ 200,548
AFRMM generated			3,747	3,747
Deposits in escrow account	3,999	(3,999)		
Rendimentos da conta vinculada	178			178
Use of the subsidy	(3,365)			
Recognition in profit and loss				(3,222)
Transfer from long-term to short-term		3,999	(3,999)	
Balance as of 03/31/2018	<u>30,450</u>	<u>24,052</u>	<u>8,482</u>	¹ 201,251

¹ Despite the existence of this amount in long-term liabilities, use of the AFRMM within its legal purpose does not entail financial liabilities or obligation with any effect for the Company, which can, at any time, cease to operate such asset and/or carry out sale thereof.

² This write-down adjustment, in the amount of R\$3,965 as current and R\$6,006 as non-current, is arising from the purchase price allocation of the acquisition of Companhia de Navegação da Amazônia, mentioned in Note 1.

³ The opening balance does not contemplate the write-down adjustment related to observation ² above.

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For comparison purposes the table below shows the changes in the accounts related to AFRMM in the consolidated balance sheet during the three month period ended 3/31/2017.

	Asset accounts		Liability account	
	Current	Non-current	Non-current	Government subsidies to be appropriated - AFRMM
	AFRMM deposits in escrow account	AFRMM to be released ³	AFRMM to be released ³	
Balance as of 12/31/2016	90,581	26,943	27,794	188,621
AFRMM generated			3,993	3,993
Deposits in escrow account	52	(52)		
Revenue from escrow account	1,683			1,683
Use of the subsidy	(81,267)			
Recognition in profit and loss				(1,239)
Transfer from long-term to short-term		52	(52)	
Balance as of 03/31/2017	11,049	26,943	31,735	193,058
Write-down allocation ²		(3,965)	(6,006)	
Adjusted balance as of 03/31/2017	11,049	22,978	25,729	¹ 193,058

¹ Despite the existence of this amount in long-term liabilities, use of the AFRMM within its legal purpose does not entail financial liabilities or obligation with any effect for the Company, which can, at any time, cease to operate such asset and/or carry out sale thereof.

² This write-down adjustment, in the amount of R\$3,965 as current and R\$6,006 as non-current, is arising from the purchase price allocation of the acquisition of Companhia de Navegação da Amazônia, mentioned in Note 1.

³ The opening balance does not contemplate the write-down adjustment related to observation ² above.

6. Trade accounts receivable

A significant portion of the amounts receivable from customers related to the subsidiary Asgaard Navegação SA,, refers mainly to the service agreement of the SBM Installer, started in December 2016 and ended in March, in the amount of R \$ 13,407, which, the settlement will be partially offset by the amount of R \$ 12,414 mentioned in Note 13 (Suppliers) and by the balance of the advance already received of R \$ 1,020. The subsidiary Companhia de Navegação da Amazônia, included in the consolidation as of the date of its acquisition (08/11/2016), has to receive the amount of R \$ 4,155

	03/31/2018	12/31/2017
Trade accounts receivable	17,430	17,598
Doubtful debt	(135)	(281)
	17,295	17,317

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The amount of accounts receivable consists of R \$ 5,785 in current assets and R \$ 11,510 in noncurrent assets.

The amounts in accounts receivable from clients as of 03/31/2018 have the following collection deadlines:

	<u>03/31/2018</u>	<u>12/31/2017</u>
Amounts to mature	16,123	16,711
Amounts due:		
Within 30 days	488	
From 31 to 90 days	684	606
From 91 to 180 days		
From 91 to 180 days	2	281
From 91 to 180 days	133	
	<u>17,430</u>	<u>17,598</u>

The doubtful debt basically consists of 100% on amounts overdue for more than 90 days.

The average term of receipt, as of billing, is 20 days for Asgaard Navegação S.A. and 29 days for Companhia de Navegação da Amazônia.

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7. Recoverable taxes

	Current	
	03/31/2018	12/31/2017
Parent Company		
Withheld at source		
Income tax on financial income	3,190	2,724
Credits		
Others	3	3
	3,193	2,727
Asgaard Navegação S,A,		
Withheld at source		
Income tax on financial income	47	487
Income tax on services rendered	1,462	885
Social contributions (PIS and COFINS) on services rendered	346	346
Social contribution (CSLL) on services rendered	238	184
Social security (INSS) on services rendered	48	48
Refund claim		
PIS and COFINS	3,638	3,653
Credits		
PIS and COFINS on inputs	1,484	1,490
Others	25	84
Companhia de Navegação da Amazônia		
Refund claim		
Income tax on services rendered		29
PIS and COFINS on services rendered	85	90
CSLL on services rendered	56	25
Credits		
PIS e COFINS over vessel acquisitions	166	155
Recover of IRPJ and CSLL	561	581
	11,350	10,784
Non-current		
Parent Company		
Withheld at source		
Income tax on financial income	479	1,644
Companhia de Navegação da Amazônia		
Credits		
PIS and COFINS on vessel acquisition	258	296
	737	1,940

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8. Investments in subsidiaries (Parent company)

Changes in investments during the three-month period are as follows:

Investments	Interest	12/31/2017	Equity results	Cumulative translation adjustments	03/31/2018
Cia de Desenvolvimento do Norte Capixaba	100%	20,863	(14)		20,849
Morro do Pilar Minerais S,A,	100%	7,659	(259)		7,400
Asgaard Navegação S,A,	100%	177,032	(659)		176,373
Saldo do investimento		205,554	(932)		204,622
Asgaard Navigation LLP	99.75%	(42,162)	(110)	96	(42,176)
Dutovias do Brasil S,A,	100%	(1,656)			(1,656)
Balance of provision for losses on investments ¹		(43,818)	(110)	96	(43,832)
		161,736	(1,042)	96	160,790

¹ Recognition of this liability is due to the fact that the Company is jointly liable for the debts of its subsidiaries.

The balance related to advances for future capital increase presented the following changes during the three-month period:

	Morro do Pilar Minerais S,A,	Cia de Desenvolvimento do Norte Capixaba	Dutovias do Brasil S,A,	Total
Balances as of 12/31/2017	736	296	14	1,046
Funds remitted	265			265
Capital increase				
Balances as of 03/31/2018 ¹	1,001	296	14	1,311

¹ The capitalization of these balances occurs within a period not greater than one year.

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9. Property, plant and equipment

Parent company balances

	03/31/2018			12/31/2017		
	Cost	Depreciation	Net amount	Cost	Depreciation	Net amount
Buildings	289	(47)	242	289	(43)	246
Machinery and equipment	1,782	(410)	1,372	1,782	(367)	1,415
Furniture and fixtures	842	(370)	472	842	(359)	483
IT equipment	541	(388)	153	541	(352)	189
Communication equipment	144	(116)	28	144	(108)	36
Vehicles	87	(16)	71	87	(12)	75
Leasehold improvements	1,431	(1,154)	277	1,431	(1,063)	368
	5,116	(2,501)	2,615	5,116	(2,304)	2,812

Changes in the Parent company balances

	Depreciation	12/31/2017	Transfer	Depreciation	03/31/2018
	Rate				
Buildings	4%	246		(4)	242
Machinery and equipment	10%	1,415		(43)	1,372
Furniture and fixtures	10%	483	10	(21)	472
IT equipment	20%	189	(10)	(26)	153
Communication equipment	20%	36		(8)	28
Vehicles	20%	75		(4)	71
Leasehold improvements	22%	368		(91)	277
		2,812		(197)	2,615

Consolidated balances

	03/31/2018			12/31/2017		
	Cost	Depreciation	Net amount	Cost	Depreciation	Net amount
Land	30,480		30,480	30,480		30,480
Buildings	289	(47)	242	289	(43)	246
Vessel in construction	194		194	212		212
Machinery and equipment	2,331	(493)	1,838	2,299	(435)	1,864
Furniture and fixtures	1,256	(520)	736	1,197	(441)	756
IT equipment	739	(520)	219	682	(422)	260
Communication equipment	646	(191)	455	612	(165)	447
Vessels	197,492	(14,560)	182,932	203,222	(17,755)	185,467
Vehicles	269	(107)	162	257	(78)	179
Works of art	97		97	97		97
Properties	1,645		1,645	1,645		1,645
Leasehold improvements	1,431	(1,154)	277	1,431	(1,063)	368
	236,869	(17,592)	219,277	242,423	(20,402)	222,021

¹ This write-up amount refers to the purchase price allocation arising from the acquisition of Companhia de Navegação da Amazônia, mentioned in Note 1

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Changes in the consolidated balances

	Depreciation rate	12/31/2017	Acquisition	Transfer e write-offs	Depreciation	03/31/2018
Land		30,480				30,480
Buildings	4%	246			(4)	242
Vessel in construction		212		(18)		194
Machinery and equipment	10%	1,864	32		(58)	1,838
Furniture and fixtures	10%	756	7	6	(33)	736
IT equipment	20%	260		(6)	(35)	219
Communication equipment	20%	447	33	(5)	(20)	455
Vessels	5%	185,467		18	(2,553)	182,932
Vehicles	20%	179		(1)	(16)	162
Works of art		97				97
Properties		1,645				1,645
Leasehold improvements	22%	368			(91)	277
		<u>222,021</u>	<u>72</u>	<u>(6)</u>	<u>(2,810)</u>	<u>219,277</u>

Changes in consolidated balances in the period 03/31/2017

	Depreciation rate	12/31/2016	Acquisition	Transfer	Recoverable taxes	Depreciation	03/31/2017
Land		30,480					30,480
Buildings	4%	252				(3)	249
Vessel in construction		2,453		(2,453)			
Machinery and equipment	10%	1,996	30			(53)	1,973
Furniture and fixtures	10%	932	6			(33)	905
IT equipment	20%	361				(23)	338
Communication equipment	20%	363	43			(12)	394
Vessels	5%	189,262	20	2,453	(866)	(3,225)	187,644
Vehicles	20%	92				(11)	81
Works of art		97					97
Properties		1,645					1,645
Leasehold improvements	22%	747				(49)	698
		<u>228,680</u>	<u>99</u>	<u>-</u>	<u>(866)</u>	<u>(3,409)</u>	<u>224,504</u>

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10. Intangible assets

This item, in line with IFRS 6 Exploration For and Evaluation of Mineral Rights, refers basically to expenditures with exploration and evaluation of the Pilar Hill iron ore project.

Changes in intangible assets during the three-month period are as follows:

	12/31/2017	Additions	Amortization	03/31/2018
Expenditures related to exploration and valuation of mineral resources and prospecting rights	240,289	366		240,655
Expenditures related to licensing phase	6,404			6,404
Management system (ERP)	293	4	(43)	254
Software	227		(47)	180
Intangible assets acquired in business combination	472,791			472,791
Goodwill on CNA acquisition (Note 1)	65,768			65,768
	<u>785,772</u>	<u>370</u>	<u>(90)</u>	<u>786,052</u>

The changes in intangible assets in the period 03/31/2017 are:

	12/31/2016	Additions	Amortization	12/31/2017
Expenditures related to exploration and valuation of mineral resources and prospecting rights	218,427	29		218,456
Expenditures related to licensing phase	6,404			6,404
Management system (ERP)	439		(48)	391
Softwares	662		(22)	640
Intangible assets acquired in business combination	491,427			491,427
Goodwill on CNA acquisition (Note 1)	62,375			62,375
	<u>779,734</u>	<u>29</u>	<u>(70)</u>	<u>779,693</u>

11. Income tax and Social contribution

As of 03/31/2018, the Company's income tax and social contribution losses amounted to R\$158 million (R\$152 million as of 12/31/2017), in relation to which Management, taking into consideration the lack of expected future profitability, does not record deferred income tax and social contribution.

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The R\$36 net value included under Deferred taxes in subsidiary Companhia de Navegação da Amazônia is comprised of:

- Temporary difference of income tax and social contribution liability, in the amount of R\$1,531, between the tax basis and the deemed cost recorded pursuant to Brazilian Technical Interpretation -ICPC 10.
- Deferred income tax asset, in the amount of R\$1,567, on tax losses carryforward.

The net amount of R\$225 shown as Income tax and Social contribution in the income statement, is comprised of a positive deferred tax of R\$68 and negative current tax of R\$293.

12. Related parties transactions

Loans between individuals and entities

The balances involving loans transactions at the date of this quarterly financial information are listed below:

Creditor	Debtor	03/31/2018	12/31/2017
Current assets in the Parent Company			
MLog S,A,	Patrícia Tendrich Pires Coelho	79	77
Current assets in the consolidated			
Asgaard Navegação S,A,	Maverick Holding S,A,	769	749
Asgaard Navegação S,A,	Patrícia Tendrich Pires Coelho	81	78
		929	904
Valores Eliminados na consolidação			
Asgaard Navegação S,A,	Asgaard Navigation LLP	37,696	37,696
Asgaard Navegação S,A,	Asgaard Navigation LLP	1,628	1,628
Asgaard Navegação S,A,	Asgaard Navigation LLP	2,891	2,934
Asgaard Navegação S,A,	MLog S,A,	13,965	11,768
Asgaard Navegação S,A,	Companhia de Navegação da Amazônia	17,100	20,998

¹ Amounts eliminated in consolidation not included

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The loan between MLog S.A. and Patrícia Tendrich Pires Coelho (Chief Executive Officer of the Company) in the amount of R \$ 79 is adjusted at the CDI rate plus 5% per annum and due on 12/30/2018.

The loan of R\$769 between Asgaard Navegação S.A. and Maverick Holding S.A. (Company shareholder), is adjusted by CDI plus 5% per year and maturing on on 06/30/2018..

The loan agreement between Asgaard Navegação S.A. and Patrícia Tendrich Pires Coelho (Chief Executive Officer of the Company) in the amount of R \$ 78 is adjusted at the CDI rate plus 5% per annum and maturing on 06/30/2018

The loans involving subsidiaries Asgaard Navegação S.A. and Asgaard Navigation LLP have the following amounts and conditions:

- (i) The loan in amount of R \$ 37,696 is in Reais, does not bear interest and has maturity on 11/25/2018.
- (ii) The loan in amount of R \$ 1,628 is in Reais, with no interest and no maturity date.
- (iii) The loan in amount of R \$ 2,891 corresponds to US \$ 887, no interest and no maturity date.

The amount of R \$ 20,988 owed by the Amazon Navigation Company to Asgaard Navegação SA Comprised of R \$ 12,626 relating to the balance to be received from the sale of the Sophia Ship mentioned in Note 1, the liquidation of which, without interest, will be made to the extent that new resources in the AFRMM linked account of the Amazônia Navigation Company with Banco do Brasil become available and R \$ 8,342 related to a rate-adjusted loan of 0.1% per month and maturity on 04/30/2018.

In addition to the above items, but not involving mutuals, Management highlights the following related party events:

The Company's parent company, Maverick Holding S.A., is the guarantor of the total debt related to the acquisition of the above-mentioned Amazônia Navigation Company. The existence of this guarantee was fundamental for the conclusion of the transaction and Maverick Holding S.A. chose not to charge the Company for this guarantee.

The company had an agreement with Rio Grande Investimentos Ltda., related to provision of services related to strategic planning, mergers and acquisitions , capital market (equity

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and debt), and structured transactions, the purpose of which was temporary expansion of the capacity of demand, analysis, and negotiation of the Company's merger and acquisition and strategic plan. As part of these services, Rio Grande Investimentos Ltda. actively participated in the Company's organizational restructuring, in the strategic realignment of the mining and navigation assets, also in the acquisition of Companhia de Navegação da Amazônia. Rio Grande Investimentos Ltda.'s managing partner, Luiz Claudio de Souza Alves, was elected as a member of the Company's Board of Directors in the Extraordinary Shareholders' Meeting held on 01/26/2017 and the other managing partner, Gustavo Barbeito de Vasconcellos Lantimant Lacerda, was elected as the Company's strategic planning and investor relations officer in the Extraordinary.

Shareholders' Meeting held on 03/03/2017. This agreement terminated on 04/30/2017 and, in the period between when these managing partners became part of the Company's Management and the date of termination of such agreement, there were, pursuant to the terms of the agreement, payments totaling R\$1,917, all duly approved by the Company's board of directors. This payment represents part of the variation that occurred in the year in the line of Services provided in the Income Statements.

Compensation of key management personnel

The Company considers all current officers and board members to be key management personnel. For the twelve-month period of 2017, the compensation of these officers and board members was R\$9,241 and R\$2,682, respectively (R\$ 4.312 e R\$ 1.876 in 2016). The overall management compensation for the period from 05/01/2017 to 04/30/2018, up to R\$13,650, was approved in the Annual General Meeting held on 04/28/2017.

Share based compensation (stock options)

In the Annual Shareholders' Meeting held on 07/21/2011, the Company's shareholders approved a stock option plan for officers, members of the Board of Directors and employees. The stock options issued by the Company under the plan are primary and, therefore, involve the issuance of new shares.

On 12/31/2017, a total of 16,620 (sixteen thousand six hundred and twenty) options had been granted, by means of individual agreements between the Company and each beneficiary. As a condition for entitlement to the stock purchase option, the beneficiary must complete three years of service (vesting period).

These options, in the proportion of one third of the total number of shares available for the plan, are exercisable in three annual tranches. The first tranche can be exercised in 12 months from the grant date and the following tranches, pursuant to the same conditions, can be exercised in 24 and 36 months from the grant date. The participants have a maximum term of sixty months from the maturity date to exercise the options.

The exercise price of the options granted until 08/20/2012 is R\$1,576.00 (one thousand, five

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hundred and seventy-six reais) per share and, after such date, R\$2,547.25 (two thousand, five hundred and forty-seven reais and twenty-five cents), which shall remain unchanged until the effective exercise date of the option, subject to adjustment in the event of share grouping or share split.

Share-based compensation was measured and recognized at fair value, using the Merton (1973) model, which is an extension of the Black & Scholes model.

The table below shows the result of the fair value measurement of the stock options at the date of this quarterly financial information:

Plan	Grant date	Initial maturity date	Vesting date	Number of shares	Annual volatility	Risk free rate	Dilution factor	Fair value options
2011,1	10/15/2011	10/15/2013	10/15/2018	4,050	39.47%	11.35%	98.82%	3,905
2011,1	10/15/2011	10/15/2014	10/15/2019	4,050	38.95%	11.34%	98.23%	4,121
Amendments	01/02/2012	10/15/2013	10/15/2018	450	39.58%	11.04%	98.33%	422
Amendments	01/02/2012	10/15/2014	10/15/2019	450	38.98%	11.06%	97.44%	446
2012,1	01/02/2012	10/15/2013	10/15/2018	400	39.58%	11.04%	98.33%	375
2012,1	01/02/2012	10/15/2014	10/15/2019	100	38.98%	11.06%	97.44%	99
2012,2	01/02/2012	12/01/2013	12/01/2018	300	39.51%	11.05%	98.30%	284
2012,2	01/02/2012	12/01/2014	12/01/2019	300	38.95%	11.06%	97.41%	299
2012,3	02/01/2012	01/15/2014	01/15/2019	1,000	39.47%	11.19%	98.18%	951
2012,3	02/01/2012	01/15/2015	01/15/2020	1,000	38.80%	11.23%	97.29%	1,001
2012,4	01/13/2012	01/13/2014	01/13/2019	100	39.41%	11.31%	98.28%	96
2012,4	01/13/2012	01/13/2015	01/13/2020	100	38.88%	11.32%	97.37%	101
2012,5	08/20/2012	08/20/2013	08/20/2018	180	39.99%	9.65%	99.05%	154
2012,5	08/20/2012	08/20/2014	08/20/2019	180	38.74%	9.78%	98.11%	164
2012,5	08/20/2012	08/20/2015	08/20/2020	180	38.05%	9.97%	97.19%	173
2013,1	05/02/2013	05/02/2014	05/02/2019	780	39.96%	9.10%	98.54%	1,055
2013,1	05/02/2013	05/02/2015	05/02/2020	400	38.98%	9.24%	97.78%	577
2013,2	07/01/2013	07/01/2014	07/01/2019	550	40.16%	11.23%	98.48%	793
2013,3	08/15/2013	08/15/2014	08/15/2019	250	40.00%	11.71%	98.44%	365
2013,4	10/01/2013	10/01/2014	10/01/2019	550	39.58%	11.73%	98.38%	799
2013,4	10/01/2013	10/01/2015	10/01/2020	150	38.81%	11.79%	97.46%	232
Total as of 03/31/2018				15,520				16,412

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The monetary effects of share-based compensation for purchase of shares recorded in equity and in P&L are as follows:

<u>Programs</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>Total</u>
1 st		2,828	2,940	2,258			8,026
2 nd		853	791	281			1,925
3 rd		610	677	665			1,952
4 th		65	67	65			197
5 th		60	163	163	105		491
6 th		33	19		(52)		
7 th			749	1,124	(147)	(94)	1,632
8 th			422	449	(78)		793
9 th			263	270	(168)		365
10 th			328	878	(183)	8	1,031
		<u>4,449</u>	<u>6,419</u>	<u>6,153</u>	<u>(523)</u>	<u>(86)</u>	16,412
Options expired ¹	<u>939</u>	<u>2,850</u>	<u>2,479</u>	<u>2,584</u>	<u>44</u>		
Recorded in income statement	<u>939</u>	<u>7,299</u>	<u>8,898</u>	<u>8,737</u>	<u>(479)</u>	<u>(86)</u>	
Accumulated amount in equity	<u>939</u>	<u>8,238</u>	<u>17,136</u>	<u>25,873</u>	<u>25,394</u>	<u>25,308</u>	

¹ In accordance with accounting standards, the options expired due to failure to exercise the rights, previously recorded in income statement, are not subject to reversal.

In the event the beneficiary resigns from his position, the options not yet exercisable expire without any indemnity or compensation and the exercisable options may be exercised within ninety days. To date of these financial statements, 9.380 (nine thousand, three hundred and eighty) shares expired due to non-exercise of the option, corresponding to R\$7,914, measured upon granting of the options and recognized in P&L and equity during the vesting period.

No options were exercised in the three months of 2018

In the event the beneficiary's employment contract is terminated for cause, all rights expire automatically, regardless of prior notice or indemnity.

In the event the beneficiary is dismissed from his position without breach of duties and privileges, the specific rights that may be exercised in accordance with the relevant option on the date of issue may be exercised within the remaining exercise period available to such beneficiary. In this case, the non-exercisable options expire without any indemnity or compensation

13. Trade accounts payable

The consolidated balance of R \$ 15,829 on 12/31/2018 (R \$ 15.812 on 12/31/2017) mainly refers to the cost of operating vessels and general and administrative services registered as Long term. A significant portion of the balance as of 12/31/2017, in the amount of R \$ 12,414, will be fully compensated, as mentioned in Note 6, on the occasion of the final

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settlement of the service agreement of the SBM Installer, started in December 2016 and ended in March 2017.

14. Obligations on acquisition of investments

This item refers to the acquisition of all of the shares of Companhia de Navegação da Amazônia, as described in Note 1.

The table below shows the changes in this debt at the date of this quarterly financial information.

Composition of acquisition price)	Balances on 12/31/2017	Interest	Unwinding of discount	Payments	Balances on 03/31/2018	Payment term	
						Current	Non-current
Initial installment	49,918	1,157			51,075	16,731	34,344
Additional installment	36,834	693	1,125	(273)	38,379	10,098	28,281
Earn out installment			414		14,837		14,837
	101,175	1,850	1,539	(273)	104,291	26,829	77,462

15. Litigation

As of 12/31/2016, the Company together with its subsidiaries Asgaard Navigation S.A. and Companhia de Navegação da Amazônia, are parties to lawsuits. The lawsuits classified as probable losses are recorded in the balance sheet and basically refers, as mentioned in Note 17, to the civil and labor lawsuits owed by the subsidiary Companhia de Navegação da Amazônia

Management highlights the main lawsuits involving the Company and its subsidiaries, whose chances of loss is classified as possible by the law firms involved

No. Processo	Type	Author	Nature	Value of the cause	Chances of loosing	Management Comments
0020199-78.2014.8.13.0175	Ação Civil Pública	MPE de Minas Gerais	environmental	1.000	Possible	Management's expectation is that such action will lose its purpose and will be terminated
0071643-11.2014.4.01.3800 e 0078416-72.2014.4.01.3800	Ação Cautelar Inominada e Ação Civil Pública	Ministério Público Federal	environmental	5.000	Possible	Management's expectation is that the loss of such action could significantly impact the Morro do Pilar Project
1125178-74.2016.8.26.0100	Ação de Execução	Banco BNP Paribas Brasil S.A	Cível	4.703	Possible	Management's expectation is that the loss of said share will not have a continuing impact on the Company.
1024094-93.2017.8.26.0100	Ação de Execução	Kinea Renda Imobiliária Fundo de Investimento Imobiliário	Cível	641	Possible	Management's expectation is that the loss of said share will not have a continuing impact on the Company.
02044.010011/2016-92	Processo Administrativo	ICMBIO	Administrative	400	Possible	Management's expectation is that the loss of said share will not

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No. Processo	Type	Author	Nature	Value of the cause	Chances of loosing	Management Comments
0104919-42.2017.8.19.0001	Ação de Execução de Título Executivo Extrajudicial	Citigroup Global Markets Assessoria Ltda.	Civil	6.209	Possible	Management's expectation is that the loss of said share will not have a continuing impact on the Company.
0011002-32.2016.5.03.0184	Reclamação Trabalhista	Bruno Dias Vieira Marques	Labor	300	Possible	Management's expectation is that the loss of said share will not have a continuing impact on the Company.
0010834-28.2016.5.03.0023	Reclamação Trabalhista	Ottomar Bamberg	Labor	100	Possible	Management's expectation is that the loss of said share will not have a continuing impact on the Company.
0011095-36.2016.5.03.0138	Reclamação Trabalhista	Eric Julian da Silva	Labor	3.000	Possible	Management's expectation is that the loss of said share will not have a continuing impact on the Company.

The subsidiary Companhia de Navegação da Amazônia ("CNA") is also a party to actions in a variety of areas such as civil, labor, environmental, tax and other matters. Any convictions in said lawsuits, as well as in labor claims, as well as their respective attorneys' fees, will be subject to reimbursement by the former CNA controllers, as established in the purchase and sale agreement of the shares signed with the Libra Group.

No. Processo	Type	Author	Nature	Value of the cause	Chances of loosing	Management Comments
0032202-20.2008.8.14.0301	Ação de Indenização	Odete Cunha Lobato Benchimol e Elias Isaac Benchimol	Civil	1.000	Possible	Management's expectation is that the loss of said share will not have a continuing impact on the Company.
10283.721485/2012-45	Processo Administrativo	Delegacia da Receita Federal do Brasil em Manaus - AM/DRF/AM	Administrative	1.661	Possible	Management's expectation is that the loss of said share will not have a continuing impact on the Company.
10283.720968/2013-11	Processo Administrativo	Delegacia da Receita Federal do Brasil em Manaus - AM/DRF/AM	Administrative	7.861	Possible	Management's expectation is that the loss of said share will not have a continuing impact on the Company.

16. Commitments

As the result of the Preliminary License granted by the Regional Superintendence for Environmental Regulation (SUPRAM) on 11/06/14, the following conditions shall met in order for the Construction License, until November of 2018, for the Pilar Hill Project be granted.

The Company estimates expenditures of R \$ 20 million, basically related to environmental control programs and compliance with the clauses defined by the Minas Gerais Public Prosecutor's Office, to be spent up to the request to grant the Installation License

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Regarding the compensation referred to in article 36 of Law 9.985 / 2000 (National System of Nature Conservation Units - SNUC), the amount of resources to be destined by the entrepreneur for this purpose is limited to 0.5% cent) of the total costs foreseen for the implementation of the project. In this way, the final value to be paid, is linked to the total investments in the implementation of the mine, depending on the intended project arrangement by the company in relation to the estimated annual gross production. Once the compensation has been defined, the amount must be paid in up to 4 monthly installments, the first being up to 30 days after the granting of the Deployment License, according to State Decree No. 45.175 / 2009.

17. Provisions (consolidated)

The amounts provided for in the short-term refer to: (i) the second installment of pipeline concession easement agreements, in the amount of R\$ 1,642 (R\$ 1,642 as of 12/31/2017), due to the regularization of the property by real estate owners and (ii) recovery of squares and accesses of geological survey in the region of the Morro do Pilar Project in the amount of R\$ 20 (R\$ 20 in 12/31/2017).

The long-term value refers to:

(i) R\$ 8,503 due by the subsidiary Asgaard Navegação SA as a result of a judicial proceeding categorized as probable, related to the Execution of Extrajudicial Executive Title filed by Citigroup Global Markets Assessoria Ltda., to collect a successful commission under the "Letter of Agreement ", Signed on 01/26/2015, whose historical value dates back to the amount of R \$ 4,000. Asgaard Navegação S.A. already indicated the attachment well and opposed Embargoes to Execution (R\$ 8.138 as of 12/31/2017)

(ii) R\$ 6,194 owed by the Company, as a result of a judicial proceeding categorized as probable, related to the Extraordinary Tax Appeal Action filed by BNP Paribas Brasil SA ("BNP") against the Company in the amount of R \$ 4,703, backed by a private debt instrument and other covenants, where the Company recognizes and acknowledges the obligation of R \$ 7,249, referring to the financial advisory services provided by BNP, and R \$ 79 related to the expenses incurred by BNP. The Company paid in 2015, in accordance with the agreement entered into with BNP, the amount of R \$ 3,624, remaining the amount of R \$ 4,703 (restated up to the date of filing of the share). The Company indicated well to the attachment and opposed Execution Embargoes. On 02/14/2017, the court partially rejected the requests made in the Execution Appeals. As a result of this judgment, the Company filed an Embargo de Declaration, which was not accepted. On 06/23/2017, the Company filed an Appeal (R\$ 5,976 as of 12/31/2017)

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(iii) R\$ 1,379, basically due to the subsidiary Companhia de Navegação da Amazônia, due to civil and labor lawsuits, classified as probable (R\$ 1,379 as of 12/31/2017).

18. Transaction costs

Refers to the reimbursement of taxes collected over the temporary importation of foreign vessels, whose amount of R\$ 5,875 (R\$ 5,875 as of 12/31/2017), when received by the subsidiary Asgaard Navegação S.A., must be passed on to the customer that borrowed the service. This obligation is adjusted based on the Selic interest rate (Special settlement and custody system).

19. Equity

Capital

On 12/31/2017, the Company's subscribed capital stock is represented by 2,899,712 common shares as detailed below:

Shareholders	03/31/2018		12/31/2017	
	Common shares	%	Common shares	%
Maverick Holding S,A,	1,539,186	53.08	1,539,186	53.08
Korea Investment Corporation	244,909	8.45	244,909	8.45
Ontario Teachers' Pension Plan	227,578	7.85	227,578	7.85
EIG - Global Energy Partners	188,969	6.52	188,969	6.52
Fábrica Holding S,A,	154,072	5.31	154,072	5.31
Outros	544,998	18.79	544,998	18.79
	2,899,712	100.00	2,899,712	100.00

This number of shares contemplates the capital reduction occurred in the Extraordinary Shareholders' Meeting held on 12/08/2016, effective as of 02/10/2017, in accordance with article 174 of Law 6,404/76, after lapse of the 60-day period from publication of such Extraordinary Shareholders' Meeting.

The capital reduction was in the amount of R\$42,632, leading to cancelation of 152,788 shares that were subscribed and not paid-in by shareholder Maverick Holding S.A.

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Pursuant to the amendment to the articles of incorporation, approved at the Special General Meeting held on 08/26/2015, the Company's share capital may be increased by decision of the Board of Directors, regardless of any amendment to the articles of incorporation, by up to 6,000,000 (six million) common shares. The Board of Directors may determine the number of shares to be issued, the issue price, and the conditions for subscription, payment and issuance.

Loss per share

The table below presents the results and share data used in determining the basic and diluted loss per share:

	<u>03/31/2018</u>	<u>03/31/2017</u>
Loss attributable to the equity holders	(7,590)	(15,579)
Shares outstanding	<u>2,899,712</u>	<u>2,899,712</u>
Loss) per share – basic and diluted in Reais *	<u>(2.62)</u>	<u>(5.37)</u>

(*)The loss in the year is antidilutive for the holders of stock options and subscription warrants

Cumulative translation adjustments

The cumulative translation adjustments result from the difference between exchange rates in the conversion of the financial statements of subsidiary Asgaard Navigation LLP from Dollars to Reais, considering the following procedures:

- (i) The assets and liabilities are converted using the closing rate on the date of the conversions, except for non-monetary items, which are converted based on the rate of the date of the transaction;
- (ii) The balances of the changes in equity are converted based on the historic exchange rates of the respective transactions;
- (iii) The items contained in the income statements are converted based on the average rate for the period.

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20. Net operating income and costs of services

The revenues and corresponding costs incurred by subsidiaries Asgaard Navegação S.A., as of the start of operation of vessel Asgaard Sophia on March 2016, and from procurement of the SBM Installer vessel in December 2016 and Companhia de Navegação da Amazônia after the date of acquisition thereof (08/11/2016) mentioned in Note 1 are shown below:

	<u>03/31/2018</u>	<u>03/31/2017</u>
Revenue		
Charter	6,168	7,120
Freight	10,877	10,127
Maritime support		13,934
Taxes on sales		
Social contributions (PIS and COFINS)	(1,132)	(2,094)
Social security contribution	(308)	(452)
Tax on services (ISSQN)	(29)	(732)
Value-Added Tax (ICMS)	(1,079)	(1,144)
Other	(47)	
Net revenue	<u>14,450</u>	<u>26,759</u>
Cost of services		
Payroll and related charges	(4,796)	(4,299)
Charter		(10,272)
Depreciation	(2,591)	(2,084)
Rentals	(26)	(198)
Materials	(4,543)	(3,974)
Insurances	(599)	(481)
Services	(948)	(1,480)
Other	(777)	(3,115)
	<u>(14,280)</u>	<u>(25,903)</u>
Gross profit	<u>170</u>	<u>856</u>

21. Financial income

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>03/31/2018</u>	<u>03/31/2017</u>	<u>03/31/2018</u>	<u>03/31/2017</u>
Earnings from financial investment	329		459	109
Earnings from recovery taxes	50	175	50	175
Trade discounts	2	26	25	99
Interest on loans with related parties		315		328
Exchange variation				16
	<u>381</u>	<u>516</u>	<u>534</u>	<u>727</u>

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22. Financial expenses

	Parent company		Consolidated	
	03/31/2018	03/31/2017	03/31/2018	03/31/2017
Interest on bank loans				222
Interest on acquisition of investment (CNA- Note 14)	3,389	3,275	3,389	3,275
Exchange variation			181	419
Bank charges	6	10	146	32
Interest on arrears	381	108	269	1,763
Other	60	25	60	34
	<u>3,836</u>	<u>3,418</u>	<u>4,045</u>	<u>5,745</u>

23. Financial instruments

Financial instruments categories

On 03/31//2018, the Company and its subsidiaries did not have any financial assets classified under the Measurement at fair value through profit or loss category.

The financial instruments classified as Loans and receivables are:

Financial assets and liabilities	03/31/2018	12/31/2017
Assets		
Cash and cash equivalents	19,454	34,440
AFRMM deposits in escrow account	30,450	29,638
Trade accounts receivable	17,295	17,317
Related parties loans	929	915
Other credits	2,279	1,701
Liabilities		
Trade accounts payable	15,829	15,812
Obligations on acquisition of investments	104,291	101,175

The Company's assessment on financial instruments did not identify significant difference between measured value and fair value of its financial assets and liabilities.

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Risk management

The financial transactions of the Company and its subsidiaries are carried out by the financial department in accordance with the conservative strategy, seeking safety, reliability and liquidity, in line with the Company's treasury and cash management Policy. The policy establishes criteria for protection against financial risks resulting from undertaking of obligations, whether in foreign or local currency, in order to manage the exposure risks associated with foreign exchange and interest rate.

The main market risk factors that may affect the business of the Company and its subsidiaries are:

Credit risk

Financial instruments subject to credit risks refer to the cash equivalents and receivables. All transactions are carried out with institutions with recognized liquidity and in line with the Company's treasury and cash management Policy.

Interest rate risk

This risk results from the possibility of incurring losses due to interest rate fluctuations that increase financial expenses arising primarily from loans. The inherent risk arises from the possibility of significant fluctuations in the CDI.

Liquidity risk

Represents the risk of shortage and difficulty for the Company to honor its debts. The Company and its subsidiaries seek to align the maturity of its debts with the cash generation period to avoid discrepancies and the need for greater leverage.

The table below details the maturity period of the key financial liabilities of the Company and its subsidiaries at the date of this quarterly financial information:

	Consolidated			Total
	Up to one year	From one to three years	Over three years	
Trade accounts payable	3,415	12,414		15,829
Obligations on acquisition of investments	26,829	57,043	20,419	104,291
	30,244	69,457	20,419	120,120

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24. Insurance coverage

The Company and its subsidiaries hold several insurance policies with the purpose of protecting its operation and assets. In the shipping activities, subsidiaries Asgaard Navegação S.A. and Companhia de Navegação da Amazônia- CNA hire insurance for its vessels (hull insurance), in addition to Protection and Indemnity (P&I) coverage.

The main coverages are:

Hull Insurance:

- CNA: Full coverage of R\$93,000
- Asgaard: Full coverage of US\$50,000

Protection and Indemnity Insurance (P&I):

- CNA: Unlimited coverage for third parties, limited to US\$1,000,000 for environmental pollution and US\$6,000 for civil liability
- Asgaard: Unlimited coverage

On 07/04/2017, the D&O insurance was renewed in the insured amount of up to R\$50,000.

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25. Subsequent events

On April 27, 2018, MLog S.A. ("MLog" or "Company"), in accordance with the provisions of art. 157, paragraph 4 of Law 6404/76, pursuant to CVM Instruction 358/02, and in continuity with the Material Fact published on 04.25.2018, hereby informs its shareholders and the market in general that it received, on 04.26.2018, the payment of the portion of the capital increase due by Maverick Holding SA. With this payment, the condition for the acquisition by the Company of all the shares issued by Mineração Marsil EIRELI was completed and will be properly implemented.

Patrícia Tendrich Pires Coelho
Chief Executive Officer

Julia Souza de Paiva
Chief Administrative and Financial Officer

José Eduardo Pereira Gonçalves
Contador CRC RJ 063543/O-2

Luiz Felipe Perdigão
Controller