

**Previ Novartis**

**1- Macroeconomic Overview**

**Global economy continues growing; in Brazil, economic activity begins to show signs of gradual recovery**

**Internacional**

- In the US, the market remains strong with expected measures to be adopted by Trump administration, both in the regulation reduction and the fiscal stimulus package that should have more infrastructure spending and tax cuts. The main risk remains the possibility of adopting stricter protective measures.
- Also in the US, the speech of the FOMC (US monetary policy committee) members was more hawkish and indicates that there is a good chance that interest rates will rise at the March meeting.
- In Europe, stronger economic data and inflation near its target have positively influenced the stock markets, although the political risks remain.
- Activity data remains stable in China. Growth is expected to weaken in the second half as a consequence of a monetary tightening policy by the Chinese government.

**Brazil**

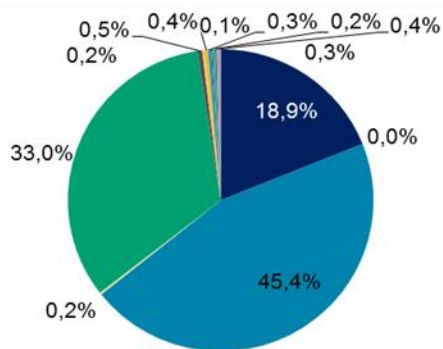
- IPCA rose 0.33% in February, well below market expectations. In 12 months, the index fell to 4.76% and should end the year at around 4.0%.
- The Central Bank cut, once again, interest rates by 0.75 p.p. to 12.25% as expected by most of the market. The statement, however, mentioned the possibility of intensifying the cutting pace, causing a decline in future interest. This possibility became stronger after the release of February's inflation data.
- Economic activity begins to show signs of a gradual recovery from the first quarter, despite the unemployment rate remaining high.
- Government accounts registered a BRL 37 billion primary surplus in January, well above expectations, but the cumulative primary deficit in 12 months remains high (2.3% of GDP), as well as the nominal deficit (9.2% of GDP) . The Social Security reform is fundamental for the stabilization of the public debt.
- Foreign accounts presented a USD 5.1 billion deficit in January, accumulating USD 24 billion (1.3% of GDP) in 12 months. The deficit remains well financed by foreign direct investment in the country, which totaled USD 85 billion (4.6% of GDP) in the last 12 months.

	2012	2013	2014	2015	2016	2017(f)	2018(f)
Real GDP growth	1,9%	3,0%	0,5%	-3,8%	-3,6%	0,48%	2,40%
Unemployment rate (PNADC) –avg.	N/A	7,2%	6,8%	8,3%	11,3%	13,1%	13,2%
Consumer Price Inflation (IPCA)	5,8%	5,9%	6,4%	10,7%	6,3%	4,2%	4,5%
Interest Rate (Selic) - eop	7,25%	10,0%	11,75%	14,25%	13,75%	9,0%	8,75%
Exchange Rate (BRL/USD, eop)	2,04	2,35	2,66	3,90	3,26	3,30	3,40
Trade Balance (USD bn)	17,3	0,3	-6,5	17,7	47,7	48,7	40,0
Current account (USD bn)	-74,1	-74,8	-103,6	-58,9	-22,4	-26,5	-36,0
Foreign direct investment (USD bn)	65,3	64,0	96,9	75,1	70,0	72,0	72,0
Primary fiscal result (%GDP)	2,4%	1,9%	-0,63%	-1,9%	-2,5%	-2,2%	-1,6%
Gross public sector debt (%GDP)	53,8%	51,7%	56,3%	65,5%	69,9%	74,6%	76,0%

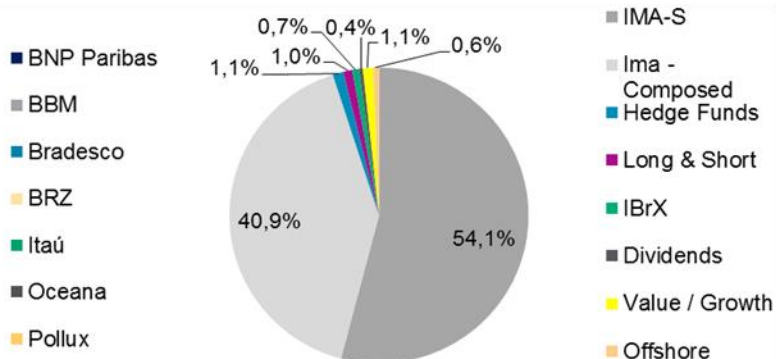
## 2- Portfolio – per asset manager and per segment

(BRL mio)

Asset Manager & Funds	Fixed Income			Structured		Equities				Total	
	ALM	IMA-S	Ima - Composed	Hedge Funds	Long & Short	IBrX	Dividends	Value / Growth	Offshore	\$	%
BNP Paribas	-	182,3	-	-	2,0	-	-	1,3	-	185,7	18,9%
BBM	-	-	-	-	-	-	-	-	-	-	0,0%
Bradesco	305,4	-	138,4	-	-	1,3	-	-	-	445,1	45,4%
BRZ	-	-	-	-	-	-	-	2,1	-	2,1	0,2%
Itaú	-	183,2	138,0	-	-	-	-	-	2,9	324,1	33,0%
Oceana	-	-	-	-	1,7	3,4	-	-	-	5,1	0,5%
Pollux	-	-	-	-	-	-	-	2,4	-	2,4	0,2%
Safra	-	-	-	3,6	-	-	-	-	-	3,6	0,4%
Santander	-	-	-	-	3,1	-	-	-	-	3,1	0,3%
BlackRock	-	-	-	-	-	-	-	-	1,3	1,3	0,1%
Vinci Partners	-	-	-	-	-	-	2,9	0,0	-	2,9	0,3%
BR Plural	-	-	-	-	-	-	-	1,7	-	1,7	0,2%
SPX	-	-	-	4,1	-	-	-	-	-	4,1	0,4%
<b>Total</b>	<b>305,4</b>	<b>365,5</b>	<b>276,4</b>	<b>7,7</b>	<b>6,8</b>	<b>4,8</b>	<b>2,9</b>	<b>7,4</b>	<b>4,2</b>	<b>981</b>	<b>100%</b>



Allocation per asset manager

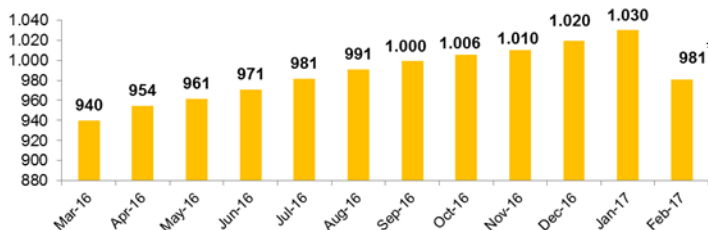


Allocation per segment (not included ALM)

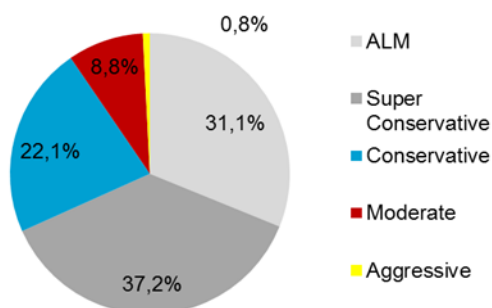
## 3- Portfolio – allocation per profile

Period	Allocation by profile (BRL mio)					Total
	ALM	Super Conservative	Conservative	Moderate	Aggressive	
Mar-16	319,8	396,6	128,3	91,2	3,8	940
Apr-16	311,6	479,6	99,9	60,6	2,6	954
May-16	313,1	485,9	100,1	59,4	2,6	961
Jun-16	320,3	486,4	100,7	60,6	2,7	971
Jul-16	322,5	490,3	103,0	62,5	2,8	981
Aug-16	324,7	494,4	105,5	63,4	2,9	991
Sep-16	326,2	498,9	107,6	64,2	2,9	1.000
Oct-16	326,4	377,8	211,0	83,5	6,8	1.006
Nov-16	326,6	377,3	215,1	84,4	6,9	1.010
Dec-16	327,0	380,7	218,6	85,6	7,7	1.020
Jan-17	328,7	383,7	222,2	87,5	8,0	1.030
Feb-17	305,4	364,8	216,9	86,0	7,9	981

Portfolio in BRL million



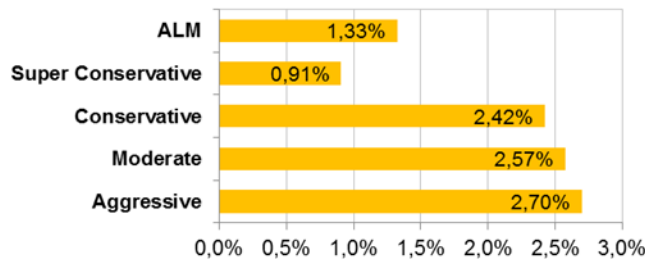
\* Reduction of investments, due to Novartis AH spin-off and asset transfer to Lilly Prev



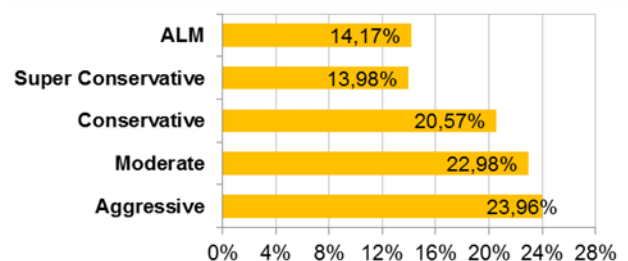
## 4- Performance

Profile	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
ALM	1,88%	1,48%	0,95%	1,17%	1,16%	1,13%	0,92%	0,64%	0,46%	1,13%	1,07%	1,33%	2,42%	14,17%	30,79%
Super Conservative	1,12%	1,11%	1,09%	1,16%	1,12%	1,23%	1,14%	1,07%	1,05%	1,10%	1,06%	0,91%	1,98%	13,98%	29,36%
Conservative	2,77%	2,71%	0,48%	1,62%	1,49%	1,11%	1,68%	1,01%	0,21%	1,87%	1,51%	2,42%	3,96%	20,57%	34,08%
Moderate	3,97%	3,04%	-0,24%	1,46%	2,78%	1,04%	1,37%	1,84%	-0,21%	1,24%	2,09%	2,57%	4,71%	22,98%	31,61%
Aggressive	4,92%	3,33%	-1,30%	2,10%	3,59%	0,85%	1,03%	2,70%	-1,04%	0,39%	2,60%	2,70%	5,37%	23,96%	27,92%

February 2017



Last 12 months



Segment	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
ALM	1,88%	1,48%	0,95%	1,17%	1,16%	1,13%	0,92%	0,64%	0,46%	1,13%	1,07%	1,33%	2,42%	14,17%	30,79%
Fixed Income															
- IMA-S	1,12%	1,11%	1,10%	1,17%	1,13%	1,24%	1,14%	1,08%	1,06%	1,11%	1,07%	0,92%	1,99%	14,09%	29,60%
- IMA- Composed *	2,91%	2,78%	0,46%	1,68%	1,49%	1,09%	1,69%	0,99%	0,21%	1,89%	1,51%	2,48%	4,03%	20,92%	34,54%
- 50%IMA-S+50%IMA-B	3,21%	2,48%	0,50%	1,54%	1,81%	1,05%	1,33%	0,84%	-0,09%	2,00%	1,48%	2,36%	3,88%	20,22%	33,93%
Structured															
- Hedge Funds	0,40%	2,18%	0,85%	0,41%	1,64%	1,10%	1,94%	1,71%	-0,39%	2,45%	1,93%	0,92%	2,86%	16,20%	32,64%
- Long & Short	1,15%	1,69%	1,56%	1,14%	1,70%	2,37%	1,41%	1,71%	0,70%	1,39%	1,55%	1,13%	2,70%	18,95%	32,60%
Equities															
- IBRX	13,15%	6,86%	-7,19%	5,25%	11,24%	0,88%	0,45%	9,63%	-5,05%	-1,43%	7,51%	4,08%	11,89%	52,85%	32,61%
- Dividends	8,50%	6,19%	-2,57%	2,34%	7,47%	0,60%	0,03%	4,56%	-5,76%	-1,62%	2,84%	5,34%	8,34%	30,47%	25,62%
- Value / Growth	5,45%	4,87%	-3,85%	3,81%	10,99%	0,88%	-0,46%	10,37%	-5,58%	-0,65%	5,45%	3,28%	8,91%	38,73%	38,43%
- Offshore	-3,84%	-3,08%	6,16%	-13,46%	4,60%	0,29%	0,11%	-3,04%	8,40%	-2,28%	-1,10%	1,74%	0,62%	-7,07%	4,34%
Indicator	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
CDI (interbank deposit)	1,16%	1,05%	1,11%	1,16%	1,11%	1,21%	1,11%	1,05%	1,04%	1,12%	1,08%	0,86%	1,96%	13,88%	29,35%
IMA-S	1,12%	1,04%	1,10%	1,16%	1,11%	1,21%	1,08%	1,04%	1,03%	1,10%	1,08%	0,87%	1,97%	13,76%	29,21%
IMA-Geral ex-C	3,35%	2,91%	0,38%	1,79%	1,65%	1,04%	1,59%	0,98%	0,06%	1,93%	1,77%	2,24%	4,04%	21,52%	34,17%
IMA composed **	2,80%	2,59%	0,50%	1,61%	1,44%	1,05%	1,57%	0,90%	0,28%	1,72%	1,65%	1,88%	3,57%	19,72%	33,91%
50%IMA-S+50%IMA-B	3,21%	2,48%	0,50%	1,54%	1,81%	1,05%	1,33%	0,84%	-0,09%	2,00%	1,48%	2,36%	3,88%	20,22%	33,93%
Ibovespa	16,97%	7,70%	-10,09%	6,30%	11,22%	1,03%	0,80%	11,23%	-4,65%	-2,71%	7,38%	3,08%	10,68%	55,78%	29,23%
IBRX	15,41%	7,14%	-9,41%	6,48%	11,31%	1,12%	0,60%	10,75%	-5,00%	-2,55%	7,21%	3,30%	10,75%	53,37%	28,87%
IDIV	20,60%	12,39%	-11,84%	7,69%	12,71%	1,88%	-0,27%	14,87%	-2,21%	-0,88%	8,58%	7,00%	16,18%	90,61%	38,26%
Saving Accounts	0,72%	0,64%	0,69%	0,74%	0,72%	0,75%	0,67%	0,63%	0,65%	0,73%	0,71%	0,44%	1,16%	8,40%	17,41%
USD	-10,57%	-3,04%	4,18%	-10,72%	0,91%	0,04%	0,18%	-2,01%	6,78%	-4,05%	-4,05%	-0,89%	-4,90%	-22,12%	7,68%
CPI (IPCA)	0,43%	0,61%	0,78%	0,35%	0,52%	0,44%	0,08%	0,26%	0,18%	0,30%	0,38%	0,33%	0,71%	4,76%	15,61%
IGP-DI (FGV)	0,43%	0,36%	1,13%	1,63%	-0,39%	0,43%	0,03%	0,13%	0,05%	0,83%	0,43%	0,06%	0,50%	5,26%	17,82%
MSCI World (BRL)	-4,74%	-1,70%	4,42%	-11,86%	5,09%	-0,09%	0,54%	-3,98%	8,11%	-1,86%	-1,80%	1,79%	-0,04%	-7,34%	11,81%
Actuarial Target †	0,76%	0,69%	1,46%	1,97%	-0,06%	0,76%	0,36%	0,46%	0,38%	1,16%	0,76%	0,39%	1,15%	9,47%	27,43%

† IGP-DI + 4% p.y.

\* Weighted Performance

‡ 50% IMA-S + 50% IMA-B since Jan 2017

\*\* IMA-Composite(20%IMA-S+14,4%IRF-M1+25,6%IRF-M1+ +30%IMA-B5+10%IMA-B5+) from Jan 2015 to Dec 2016. Previous benchmark was IMA-G ex-C

February was another positive month for Brazilian assets. The approval perspective of the Social Security reform, of a more aggressive interest cut and of economic growth at the forefront sustained this movement.

Emerging markets continued to benefit from a declining global risk aversion and the rising in commodity prices. In developed markets, inflation had an upward surprised. Stocks continued to rise around the world.

BRL appreciated 0.89% in February, accumulating 4.90% in the year. The Ibovespa index rose 3.08% in February, accruing 10.68% in the first two months of the year. The country risk measured by the five-year CDS fell 27 bps and closed the month at 224 bps.

## 5- Fixed Income

ALM	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
Bradesco	1,88%	1,48%	0,95%	1,17%	1,16%	1,13%	0,92%	0,64%	0,46%	1,13%	1,07%	1,33%	2,42%	14,17%	30,79%
Benchmark Target	0,76%	0,69%	1,46%	1,97%	-0,06%	0,76%	0,36%	0,46%	0,38%	1,16%	0,76%	0,39%	1,15%	9,47%	27,43%
<b>Fixed Income: IMA-S</b>	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
BNP Paribas	1,05%	1,10%	1,13%	1,18%	1,13%	1,23%	1,14%	1,11%	1,10%	1,09%	1,05%	0,90%	1,96%	14,04%	29,57%
Itaú	1,20%	1,13%	1,07%	1,16%	1,13%	1,24%	1,15%	1,04%	1,02%	1,13%	1,09%	0,93%	2,03%	14,04%	29,46%
Benchmark IMA-S	1,12%	1,04%	1,10%	1,16%	1,11%	1,21%	1,08%	1,04%	1,03%	1,10%	1,08%	0,87%	1,97%	13,76%	29,21%
<b>Fixed Income: IMA composite</b>	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
Bradesco	2,90%	2,88%	0,46%	1,72%	1,52%	1,08%	1,73%	1,02%	0,12%	1,95%	1,54%	2,58%	4,16%	21,30%	35,31%
Itaú	2,91%	2,69%	0,45%	1,65%	1,46%	1,11%	1,66%	0,96%	0,30%	1,82%	1,47%	2,38%	3,89%	20,53%	33,77%
50%IMA-S + 50%IMA-B*	3,21%	2,48%	0,50%	1,54%	1,81%	1,05%	1,33%	0,84%	-0,09%	2,00%	1,48%	2,36%	3,88%	20,22%	33,93%
Benchmark IMA composite**	2,80%	2,59%	0,50%	1,61%	1,44%	1,05%	1,57%	0,90%	0,28%	1,72%	1,65%	1,88%	3,57%	19,72%	33,91%
<b>Structured: Hedge Fund</b>	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
ARX	2,27%	1,78%	-	-	-	-	-	-	-	-	-	-	-	4,09%	15,44%
BBM	-2,03%	1,57%	0,67%	0,67%	2,02%	1,22%	2,18%	1,66%	0,96%	1,77%	1,74%	0,14%	1,88%	13,35%	31,33%
Safra	1,19%	2,77%	0,97%	0,25%	1,40%	1,02%	1,79%	1,74%	-1,93%	3,22%	2,14%	1,73%	3,90%	17,44%	34,62%
Benchmark CDI	1,16%	1,05%	1,11%	1,16%	1,11%	1,21%	1,11%	1,05%	1,04%	1,12%	1,08%	0,86%	1,96%	13,88%	29,35%
<b>Structured: Long &amp; Short</b>	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
BNP Paribas	-0,43%	2,04%	1,32%	0,64%	2,41%	1,62%	1,32%	2,91%	0,24%	1,97%	1,76%	1,45%	3,24%	18,32%	30,13%
Oceania	2,48%	1,79%	1,89%	1,53%	0,92%	1,77%	1,41%	1,49%	0,86%	1,23%	1,51%	1,02%	2,54%	18,90%	33,21%
Santander	0,92%	1,43%	1,48%	1,15%	1,81%	3,11%	1,47%	1,09%	0,89%	1,12%	1,43%	0,98%	2,43%	18,24%	32,96%
Benchmark CDI	1,16%	1,05%	1,11%	1,16%	1,11%	1,21%	1,11%	1,05%	1,04%	1,12%	1,08%	0,86%	1,96%	13,88%	29,35%

\* 50% IMA-S + 50% IMA-B since Jan 2017

\*\* IMA-Composite(20%IMA-S+14,4%IRF-M1+25,6%IRF-M1+ +30%IMA-B5+10%IMA-B5+) from Jan 2015 to Dec 2016. Previous benchmark was IMA-G ex-C

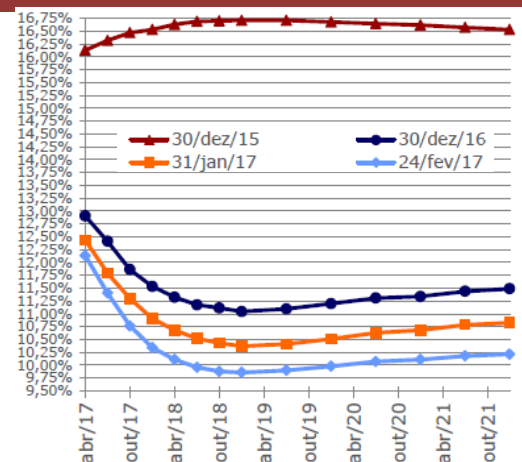
**Nominal Interest Rate** – The yield curve continued its downward trend in February, pricing the Selic-Target Rate at 9.25% p.y. at the end of 2017 against 9.80% p.y. quoted 30 days ago. Highlighting the influence of new CPI benign surprises, the BRL appreciation against the USD and forecasts of moderate recovery in economic activity.

**Real Interest Rate** - Market inflation expectations fell further, measured by both the Focus Survey and the implicit inflation traded on NTN-Bs. In short, an information set consistent with the extent of monetary easing beyond the previously priced. In this context, the indicative rate in January 2018 Vertex fell 0.57 p.p. (to 10.35% p.y.) and in January 2019 fell 0.53 p.p. (to 9.84% p.y.). The indicative rate in January 2021 Vertex fell 0.61 p.p. (to 10.07% p.y.) and in January 2025 fell 0.72 p.p. (to 10.34% p.y.).

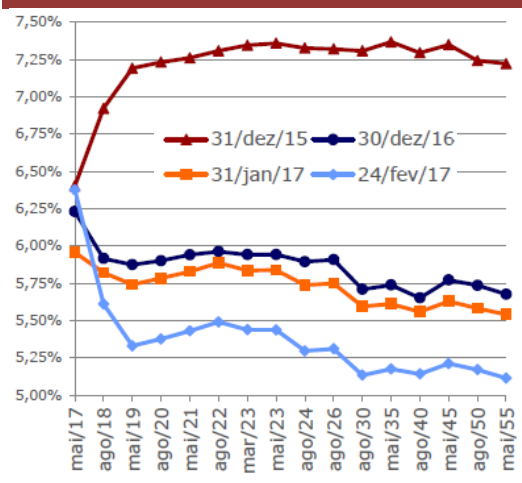
**Private Credit** – Corporate bonds' primary market started the year with issuances below the level registered in early 2016. The highlight in February was the issuance of MRV debentures with a volume of BRL 500 million. There were 3 series, and they suffered a considerable rate tightening in relation to the ceiling rate.

Within this context, February was a great month for Previ Novartis' fixed income funds, with all funds outperforming their respective benchmarks. Main highlight for the exclusive funds that follow the 50% IMA-S + 50% IMA-B benchmark. Excellent performance also for the Safra Galileo fund with Hedge Fund strategy, and for the BNP Paribas fund with Long & Short strategy, outperforming the CDI by almost 1 pp.

## Nominal Yield Curves



## Real Yield Curves





## 6- Equities

Equities: IBrX	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
Bradesco	11,79%	7,05%	-9,71%	4,94%	12,38%	0,11%	0,03%	11,53%	-5,01%	-2,74%	7,11%	3,51%	10,87%	45,77%	2,42%
Oceana	14,56%	6,63%	-4,47%	5,59%	9,98%	1,21%	0,63%	8,93%	-5,07%	-0,91%	7,67%	4,30%	12,30%	58,83%	40,46%
Benchmark: IBrX	15,41%	7,14%	-9,41%	6,48%	11,31%	1,12%	0,60%	10,75%	-5,00%	-2,55%	7,21%	3,30%	10,75%	53,37%	28,87%
Equities: Dividends	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
Vinci Partners	8,50%	6,19%	-2,57%	2,34%	7,47%	0,60%	0,03%	4,56%	-5,76%	-1,62%	2,84%	5,34%	8,34%	30,47%	29,13%
Benchmark: IDIV	20,60%	12,39%	-11,84%	7,69%	12,71%	1,88%	-0,27%	14,87%	-2,21%	-0,88%	8,58%	7,00%	16,18%	90,61%	38,26%
Equities: Value / Growth	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
BRZ	6,52%	4,34%	-2,89%	2,77%	8,59%	0,54%	0,47%	10,36%	-7,15%	-0,60%	1,69%	2,98%	3,09%	16,06%	12,42%
Pollux	4,29%	5,40%	-4,65%	6,10%	12,81%	1,14%	-1,04%	11,60%	-6,93%	-0,26%	10,88%	4,58%	15,96%	50,84%	51,48%
Vinci Partners	5,44%	5,05%	-3,83%	1,70%	-	-	-	-	-9,12%	-1,25%	5,30%	-	5,30%	9,86%	12,20%
BNP Paribas	-	-	-	-	-	-	-0,21%	3,77%	-0,42%	3,84%	5,28%	2,48%	7,90%	15,52%	15,52%
BR Plural	-	-	-	-	-	-	-1,78%	13,55%	-5,58%	-4,91%	7,94%	2,41%	10,55%	10,69%	10,69%
Benchmark: IBrX	15,41%	7,14%	-9,41%	6,48%	11,31%	1,12%	0,60%	10,75%	-5,00%	-2,55%	7,21%	3,30%	10,75%	53,37%	28,87%
Equities: Offshore	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
FoF Itaú	-3,84%	-3,08%	6,16%	-13,46%	4,99%	0,58%	0,09%	-2,93%	7,67%	-2,49%	-0,66%	1,27%	0,59%	-4,58%	4,61%
BlackRock	-	-	-	-	3,82%	-0,27%	0,17%	-3,26%	10,04%	-1,81%	-2,11%	2,81%	0,65%	9,11%	9,11%
Benchmark: MSCI World (BRL)	-4,74%	-1,70%	4,42%	-11,86%	5,09%	-0,09%	0,54%	-3,98%	8,11%	-1,86%	-1,80%	1,79%	-0,04%	-7,34%	11,81%

IBrX stock exchange index ended February with an appreciation of 3.30%, reaching a high of 10.75% in the first two months of the year. The S&P 500 index had a 3.9% return in February, accumulating 5.99% in the year. Foreign investors slowed their increasing exposure pace in Brazil, but accrued a BRL 6.8 billion net flow in the year.

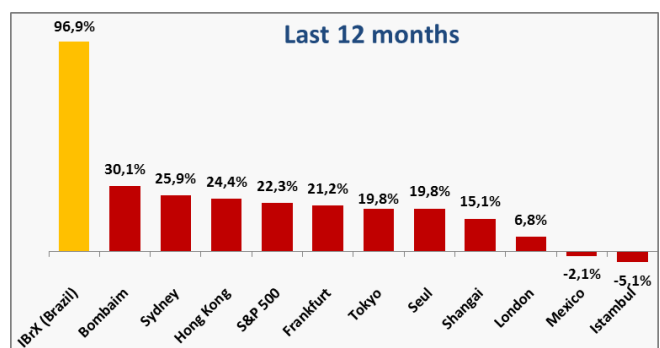
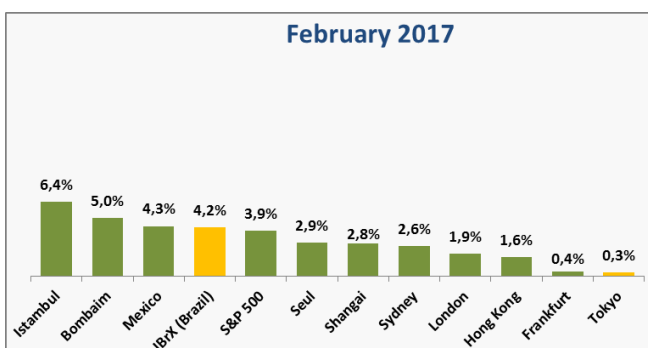
Optimism about the US economy outlook was the great catalyst for good stock performance worldwide. In addition to confirming the recovery dynamics of the US economy, optimism remains based on the expectation of increased investments in infrastructure, fiscal stimulus and deregulation of the financial sector, to be promoted by Trump.

The Logistics and Transport sector was the highlight, given its dynamics of benefiting from the prospect of interest cuts and GDP recovery in the coming quarters. Other sectors also benefited from the same perspectives, such as Capital Goods, Banks and Civil Construction. On the other hand, the most defensive sectors were the negative highlights, such as Paper and Cellulose and Petrochemical & Gas.

The second consecutive month's good performance positively impacted Previ Novartis' equity funds. Highlighting again the Pollux fund with a value/growth strategy that outperformed its benchmark by more than 1 p.p. and for the indexed fund Oceana that has accumulated, in the last 12 months, 61%.

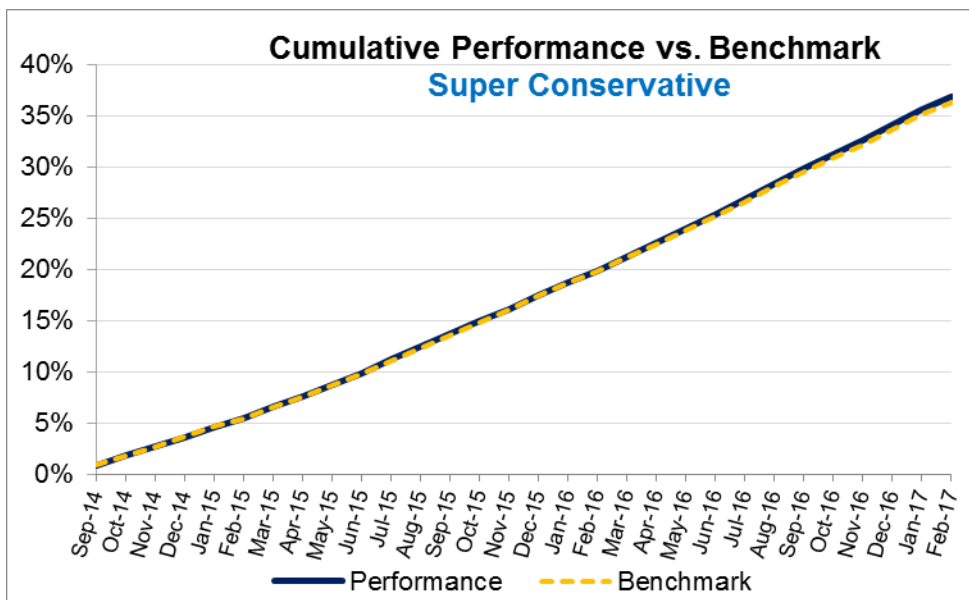
## Stock Markets around the world (performance in USD)

Brazilian stock market has doubled in dollar value over the last 12 months, mainly due to the shift in the political landscape. In February, the stock markets continued to perform well, in line with US stock exchanges.



## 7- Performance "Super Conservative" profile

	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
<b>Fixed Income: IMA-S</b>															
BNP Paribas	1,05%	1,10%	1,13%	1,18%	1,13%	1,23%	1,14%	1,11%	1,10%	1,09%	1,05%	0,90%	1,96%	14,04%	29,57%
Itaú	1,20%	1,13%	1,07%	1,16%	1,13%	1,24%	1,15%	1,04%	1,02%	1,13%	1,09%	0,93%	2,03%	14,11%	29,59%
Benchmark IMA-S	1,12%	1,04%	1,10%	1,16%	1,11%	1,21%	1,08%	1,04%	1,03%	1,10%	1,08%	0,87%	1,97%	13,76%	29,21%
Weighted Performance	1,12%	1,11%	1,10%	1,17%	1,13%	1,24%	1,14%	1,08%	1,06%	1,11%	1,07%	0,92%	1,99%	14,07%	29,58%
Weighted Benchmark	1,12%	1,04%	1,10%	1,16%	1,11%	1,21%	1,08%	1,04%	1,03%	1,10%	1,08%	0,87%	1,97%	13,76%	29,21%

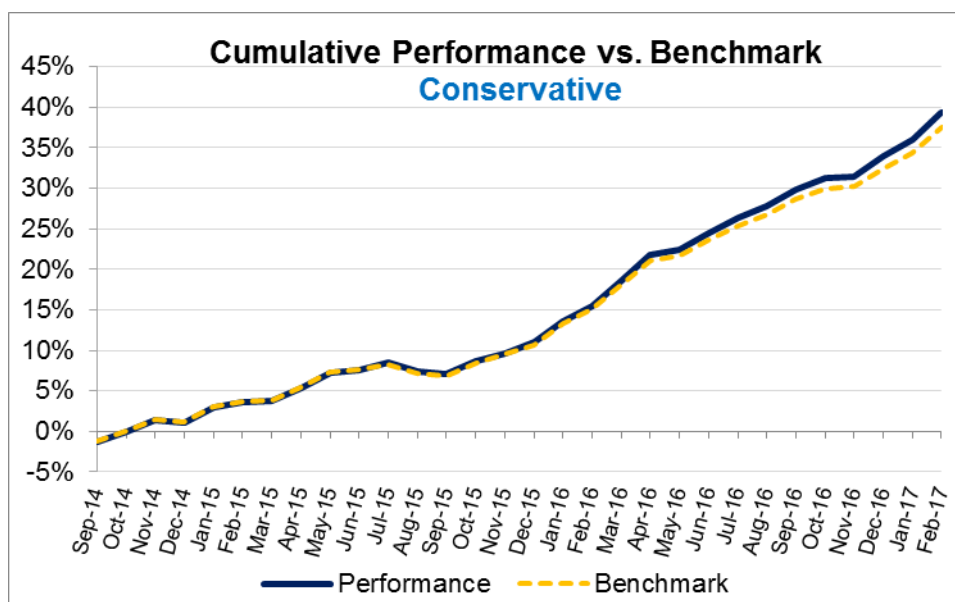


## 8- Performance "Conservative" profile

	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
<b>Fixed Income: IMA Composed</b>															
Bradesco	2,90%	2,88%	0,46%	1,72%	1,52%	1,08%	1,73%	1,02%	0,12%	1,95%	1,54%	2,58%	4,16%	21,30%	35,31%
Itaú	2,91%	2,69%	0,45%	1,65%	1,46%	1,11%	1,66%	0,96%	0,30%	1,82%	1,47%	2,38%	3,89%	20,53%	33,77%
50%IMA-S + 50%IMA-B <sup>1</sup>	3,21%	2,48%	0,50%	1,54%	1,81%	1,05%	1,33%	0,84%	-0,09%	2,00%	1,48%	2,36%	3,88%	20,22%	33,93%
Benchmark IMA composite <sup>2</sup>	2,80%	2,59%	0,50%	1,61%	1,44%	1,05%	1,57%	0,90%	0,28%	1,72%	1,65%	1,88%	3,57%	19,72%	33,91%
<b>Hedge Funds</b>															
ARX	2,27%	2,61%	-	-	-	-	-	-	-	-	-	-	-	4,93%	16,37%
BBM	-2,03%	1,58%	0,67%	0,67%	2,02%	1,22%	2,18%	1,66%	0,96%	1,77%	1,74%	0,14%	1,88%	13,24%	32,28%
Safra	1,19%	2,77%	0,97%	0,25%	1,40%	1,02%	1,79%	1,74%	-1,93%	3,22%	2,14%	1,73%	3,90%	17,44%	34,62%
SPX	-	-	-	-	-	-	-	-	-	-	-	0,98%	0,98%	0,98%	0,98%
Benchmark CDI	1,16%	1,05%	1,11%	1,16%	1,11%	1,21%	1,11%	1,05%	1,04%	1,12%	1,08%	0,86%	1,96%	13,88%	29,35%
<b>Long &amp; Short</b>															
BNP Paribas	-0,43%	2,06%	1,32%	0,64%	2,41%	1,62%	1,32%	2,91%	0,24%	1,97%	1,76%	1,45%	3,24%	18,65%	30,49%
Oceana	2,48%	1,82%	1,89%	1,53%	0,92%	1,77%	1,41%	1,49%	0,86%	1,23%	1,51%	1,02%	2,54%	19,45%	33,83%
Santander	0,92%	1,43%	1,48%	1,15%	1,81%	3,11%	1,47%	1,09%	0,89%	1,12%	1,43%	0,98%	2,43%	18,24%	32,96%
Benchmark CDI	1,16%	1,05%	1,11%	1,16%	1,11%	1,21%	1,11%	1,05%	1,04%	1,12%	1,08%	0,86%	1,96%	13,88%	29,35%
Weighted Performance	2,79%	2,74%	0,49%	1,63%	1,50%	1,12%	1,69%	1,02%	0,21%	1,88%	1,52%	2,39%	3,93%	20,36%	33,89%
Weighted Benchmark <sup>1</sup>	3,09%	2,39%	0,54%	1,52%	1,77%	1,06%	1,31%	0,85%	-0,04%	1,96%	1,46%	2,27%	3,76%	19,73%	33,71%
Weighted Benchmark <sup>2</sup>	2,70%	2,49%	0,54%	1,58%	1,42%	1,06%	1,55%	0,91%	0,32%	1,69%	1,46%	2,27%	3,76%	19,51%	32,64%

<sup>1</sup> 50% IMA-S + 50% IMA-B since Jan 2017

<sup>2</sup> IMA-Composite (20% IMA-S + 14,4% IRF-M1 + 25,6% IRF-M1+ + 30% IMA-B5 + 10% IMA-B5+) from Jan 2015 to Dec 2016. Previous benchmark was IMA-G ex-C



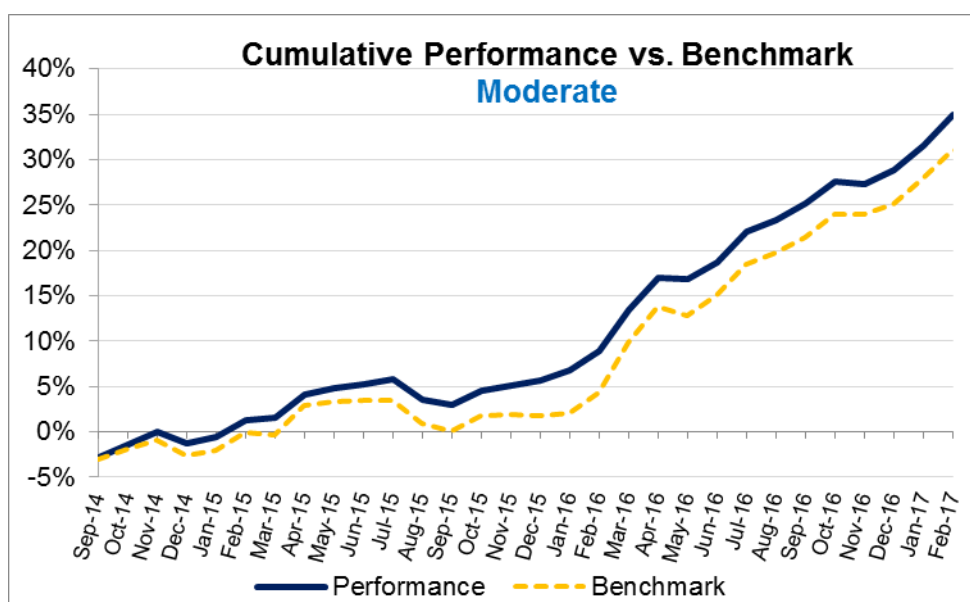
## 9- Performance "Moderate" profile

	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
<b>Fixed Income: IMA Composed</b>															
Bradesco	2,90%	2,88%	0,46%	1,72%	1,52%	1,08%	1,73%	1,02%	0,12%	1,95%	1,54%	2,58%	4,16%	21,30%	35,31%
Itaú	2,91%	2,69%	0,45%	1,65%	1,46%	1,11%	1,66%	0,96%	0,30%	1,82%	1,47%	2,38%	3,89%	20,53%	33,77%
50%IMA-S + 50%IMA-B <sup>1</sup>	3,21%	2,48%	0,50%	1,54%	1,81%	1,05%	1,33%	0,84%	-0,09%	2,00%	1,48%	2,36%	3,88%	20,22%	33,93%
Benchmark IMA composite <sup>2</sup>	2,80%	2,59%	0,50%	1,61%	1,44%	1,05%	1,57%	0,90%	0,28%	1,72%	1,65%	1,88%	3,57%	19,72%	33,91%
<b>Hedge Funds</b>															
ARX	2,27%	0,89%	-	-	-	-	-	-	-	-	-	-	-	3,18%	14,42%
BBM	-2,03%	1,58%	0,67%	0,67%	2,02%	1,22%	2,18%	1,66%	0,96%	1,77%	1,74%	0,14%	1,88%	13,24%	32,28%
Safra	1,19%	2,77%	0,97%	0,25%	1,40%	1,02%	1,79%	1,74%	-1,93%	3,22%	2,14%	1,73%	3,90%	17,44%	34,62%
SPX	-	-	-	-	-	-	-	-	-	-	-	0,98%	0,98%	0,98%	0,98%
Benchmark CDI	1,16%	1,05%	1,11%	1,16%	1,11%	1,21%	1,11%	1,05%	1,04%	1,12%	1,08%	0,86%	1,96%	13,88%	29,35%
<b>Long &amp; Short</b>															
BNP Paribas	-0,43%	2,06%	1,32%	0,64%	2,41%	1,62%	1,32%	2,91%	0,24%	1,97%	1,76%	1,45%	3,24%	18,65%	30,49%
Oceana	2,48%	1,82%	1,89%	1,53%	0,92%	1,77%	1,41%	1,49%	0,86%	1,23%	1,51%	1,02%	2,54%	19,45%	33,83%
Santander	0,92%	1,43%	1,48%	1,15%	1,81%	3,11%	1,47%	1,09%	0,89%	1,12%	1,43%	0,98%	2,43%	18,24%	32,96%
Benchmark CDI	1,16%	1,05%	1,11%	1,16%	1,11%	1,21%	1,11%	1,05%	1,04%	1,12%	1,08%	0,86%	1,96%	13,88%	29,35%
<b>Equities: IBRX</b>															
Bradesco	11,79%	7,05%	-9,71%	4,94%	12,38%	0,11%	0,03%	11,53%	-5,01%	-2,74%	7,11%	3,51%	10,87%	45,77%	1,88%
Oceana	14,56%	6,63%	-4,47%	5,59%	9,98%	1,21%	0,63%	8,93%	-5,07%	-0,91%	7,67%	4,30%	12,30%	58,83%	40,46%
Benchmark IBRX	15,41%	7,14%	-9,41%	6,48%	11,31%	1,12%	0,60%	10,75%	-5,00%	-2,55%	7,21%	3,30%	10,75%	53,37%	28,87%
<b>Equities: Dividends</b>															
Vinci Partners	8,50%	6,19%	-2,57%	2,34%	7,47%	0,60%	0,03%	4,56%	-5,76%	-1,62%	2,84%	5,34%	8,34%	30,47%	29,13%
Benchmark IDIV	20,60%	12,39%	-11,84%	7,69%	12,71%	1,88%	-0,27%	14,87%	-2,21%	-0,88%	8,58%	7,00%	16,18%	90,61%	38,26%
<b>Equities: Value &amp; Growth</b>															
BRZ	6,52%	4,34%	-2,89%	2,77%	8,59%	0,54%	0,47%	10,36%	-7,15%	-0,60%	1,68%	2,98%	3,10%	16,00%	12,38%
Pollux	4,29%	5,40%	-4,65%	6,10%	12,81%	1,14%	-1,04%	11,60%	-6,93%	-0,26%	10,88%	4,58%	15,96%	50,84%	51,48%
Vinci Partners	5,44%	5,05%	-3,83%	1,70%	-	-	-	-	-	-	-	-	-	8,33%	10,63%
BNP Paribas	-	-	-	-	-	-	-0,21%	3,77%	-0,42%	3,84%	5,28%	2,48%	7,90%	15,52%	15,52%
BR Plural	-	-	-	-	-	-	-1,78%	13,55%	-5,58%	-4,91%	7,94%	2,41%	10,55%	10,69%	10,69%
Benchmark IBRX	15,41%	7,14%	-9,41%	6,48%	11,31%	1,12%	0,60%	10,75%	-5,00%	-2,55%	7,21%	3,30%	10,75%	53,37%	28,87%
<b>Equities: Offshore</b>															
FoF Itaú	-3,84%	-3,08%	6,16%	-13,46%	5,20%	0,58%	0,09%	-2,93%	7,67%	-2,49%	-0,66%	1,27%	0,59%	-7,04%	4,38%
BlackRock	-	-	-	-	3,82%	-0,27%	0,17%	-3,26%	10,04%	-1,81%	-2,11%	2,81%	0,65%	9,11%	9,11%
Benchmark MSCI World (BRL)	-4,74%	-1,70%	4,42%	-11,86%	5,09%	-0,09%	0,54%	-3,98%	8,11%	-1,86%	-1,80%	1,79%	-0,04%	-7,34%	11,81%
Weighted Performance	4,09%	3,16%	-0,12%	1,58%	2,91%	1,05%	1,43%	1,95%	-0,26%	1,28%	2,07%	2,57%	4,65%	21,16%	28,69%
Weighted Benchmark <sup>1</sup>	5,58%	3,47%	-0,91%	1,95%	3,33%	1,04%	1,17%	2,07%	-0,33%	1,16%	2,28%	2,48%	4,81%	25,76%	32,02%
Weighted Benchmark <sup>2</sup>	5,28%	3,54%	-0,90%	2,00%	3,05%	1,05%	1,37%	2,12%	-0,05%	0,95%	2,28%	2,48%	4,81%	25,60%	31,28%

<sup>1</sup> 50% IMA-S + 50% IMA-B since Jan 2017

<sup>2</sup> IMA-Composite (20% IMA-S + 14,4% IRF-M1 + 25,6% IRF-M1+ + 30% IMA-B5 + 10% IMA-B5+) from Jan 2015 to Dec 2016.

Previous benchmark was IMA-G ex-C





## 10- Performance "Aggressive" profile

	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	YTD	Last 12m	Last 24m
<b>Fixed Income: IMA Composed</b>															
Bradesco	2,90%	2,88%	0,46%	1,72%	1,52%	1,08%	1,73%	1,02%	0,12%	1,95%	1,54%	2,58%	4,16%	21,30%	35,31%
Itaú	2,91%	2,69%	0,45%	1,65%	1,46%	1,11%	1,66%	0,96%	0,30%	1,82%	1,47%	2,38%	3,89%	20,53%	33,77%
50%IMA-S + 50%IMA-B <sup>1</sup>	3,21%	2,48%	0,50%	1,54%	1,81%	1,05%	1,33%	0,84%	-0,09%	2,00%	1,48%	2,36%	3,88%	20,22%	33,93%
Benchmark: IMA composite <sup>2</sup>	2,80%	2,59%	0,50%	1,61%	1,44%	1,05%	1,57%	0,90%	0,28%	1,72%	1,65%	1,88%	3,57%	19,72%	33,91%
<b>Hedge Funds</b>															
ARX	2,27%	0,89%	-	-	-	-	-	-	-	-	-	-	-	3,18%	14,42%
BBM	-	1,17%	0,67%	0,67%	2,02%	1,22%	2,18%	1,66%	0,96%	1,77%	1,74%	0,14%	1,88%	15,12%	15,12%
SPX	-	-	-	-	-	-	-	-	-	-	-	0,98%	0,98%	0,98%	0,98%
Benchmark: CDI	1,16%	1,05%	1,11%	1,16%	1,11%	1,21%	1,11%	1,05%	1,04%	1,12%	1,08%	0,86%	1,96%	13,88%	29,35%
<b>Long &amp; Short</b>															
BNP Paribas	-0,43%	1,57%	-	-	-	-	-	-	-	-	-	-	-	1,14%	11,23%
Oceana	2,48%	1,25%	-	-	-	-	-	-	-	-	-	-	-	3,75%	16,24%
Santander	0,92%	1,43%	1,48%	1,15%	1,81%	3,11%	1,47%	1,09%	0,89%	1,12%	1,43%	0,98%	2,43%	18,24%	32,96%
Benchmark: CDI	1,16%	1,05%	1,11%	1,16%	1,11%	1,21%	1,11%	1,05%	1,04%	1,12%	1,08%	0,86%	1,96%	13,88%	29,35%
<b>Equities: IBrX</b>															
Bradesco	11,79%	7,05%	-9,71%	4,94%	12,38%	0,11%	0,03%	11,53%	-5,01%	-2,74%	7,11%	3,51%	10,87%	45,77%	8,26%
Oceana	14,56%	6,63%	-4,47%	5,59%	9,98%	1,21%	0,63%	8,93%	-5,07%	-0,91%	7,67%	4,30%	12,30%	58,83%	40,46%
Benchmark: IBrX	15,41%	7,14%	-9,41%	6,48%	11,31%	1,12%	0,60%	10,75%	-5,00%	-2,55%	7,21%	3,30%	10,75%	53,37%	28,87%
<b>Equities: Dividends</b>															
Vinci Partners	8,50%	6,19%	-2,57%	2,34%	7,47%	0,60%	0,03%	4,56%	-5,76%	-1,62%	2,84%	5,34%	8,34%	30,47%	29,13%
Benchmark: IDV	20,60%	12,39%	-11,84%	7,69%	12,71%	1,88%	-0,27%	14,87%	-2,21%	-0,88%	8,58%	7,00%	16,18%	90,61%	38,26%
<b>Equities: Value &amp; Growth</b>															
BRZ	6,52%	4,34%	-2,89%	2,77%	8,59%	0,54%	0,47%	10,36%	-7,15%	-0,60%	1,70%	2,98%	3,07%	16,30%	12,59%
Pollux	4,29%	5,40%	-4,65%	6,10%	12,81%	1,14%	-1,04%	11,60%	-6,93%	-0,26%	10,88%	4,58%	15,96%	50,84%	51,48%
Vinci Partners	5,44%	5,05%	-3,83%	-	-	-	-	-	-9,12%	-1,25%	5,30%	-	5,30%	20,71%	23,27%
Benchmark: IBrX	15,41%	7,14%	-9,41%	6,48%	11,31%	1,12%	0,60%	10,75%	-5,00%	-2,55%	7,21%	3,30%	10,75%	53,37%	28,87%
<b>Equities: Offshore</b>															
FoF Itaú	-	-	-	-	2,27%	0,58%	0,09%	-2,93%	7,67%	-2,49%	-0,66%	1,27%	0,59%	5,54%	5,54%
Benchmark: MSCI World (BRL)	-4,74%	-1,70%	4,42%	-11,86%	5,09%	-0,09%	0,54%	-3,98%	8,11%	-1,86%	-1,80%	1,79%	-0,04%	-7,34%	11,81%
Weighted Performance	5,20%	3,60%	-1,04%	2,33%	3,92%	1,01%	1,18%	2,85%	-1,36%	0,65%	2,59%	2,71%	5,14%	23,40%	27,79%
Weighted Benchmark <sup>1</sup>	7,25%	4,11%	-2,44%	2,85%	4,58%	1,07%	1,03%	3,03%	-0,89%	0,37%	3,16%	2,66%	5,90%	29,86%	30,61%
Weighted Benchmark <sup>2</sup>	6,98%	4,17%	-2,44%	2,90%	4,34%	1,07%	1,19%	3,07%	-0,70%	0,21%	3,16%	2,66%	5,90%	29,69%	29,96%

<sup>1</sup> 50% IMA-S + 50% IMA-B since Jan 2017

<sup>2</sup> IMA-Composite (20% IMA-S + 14,4% IRF-M1 + 25,6% IRF-M1+ + 30% IMA-B5 + 10% IMA-B5+) from Jan 2015 to Dec 2016.

Previous benchmark was IMA-G ex-C

