BRAZILIAN DISTRIBUTION CO COMPANHIA BRASILEIRA DE DISTR CBD
Form 6-K
April 27, 2018

FORM 6-K

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Report of Foreign Private Issuer

Pursuant to Rule 13a-16 or 15d-16 of
the Securities Exchange Act of 1934

For the month of April, 2018

Brazilian Distribution Company
(Translation of Registrant's Name Into English)

Av. Brigadeiro Luiz Antonio,
3142 São Paulo, SP 01402-901
Brazil
(Address of Principal Executive Offices)

(Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F)

Form 20-F _X_ Form 40-F___

(Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101 (b) (1)):

Yes ___ No _X_

(Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101 (b) (7)):

Yes ___ No _X_

(Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.)

Yes ___ No _X_

(FreeTranslation into English from the Original Previously Issued in Portuguese.)

Companhia Brasileira
de Distribuição

Individual and Consolidated
Interim Financial Information for the
Quarter Ended March 31, 2018 and
Report on Review of Interim Financial Information

Ernst &Young auditores Independentes

São Paulo Corporate Towers

Av. Presidente Juscelino Kubitschek, 1.909

Vila Nova Conceição

04543-011 - São Paulo – SP - Brasil

Tel: +55 11 2573-3000

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A free translation from Portuguese into English of Independent Auditor's Report on Review of Quarterly Financial Information

Independent auditor's report on review of quarterly financial information

To the Shareholders, Directors and Officers

Companhia Brasileira de Distribuição

São Paulo – SP – Brazil

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Companhia Brasileira de Distribuição ("Company"), included in the Quarterly Information Form (ITR) for the quarter ended March 31, 2018, which comprise the balance sheet as of March 31, 2018 and the related statements of income and comprehensive income for the three months period then ended, and the statements of changes in equity and cash flows for the three months period then ended, including other explanatory information.

Management is responsible for the preparation of individual and consolidated interim financial information in accordance with Accounting Pronouncement CPC 21 (R1) -– *Demonstração Intermediária ("CPC 21 (R1)")* and International Accounting Standard IAS 34 - Interim Financial Reporting ("IAS 34"), issued by the International Accounting Standards Board (IASB), as well as for the presentation of this information in a manner consistent with the standards issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of the Quarterly Information Form (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of the review

We conducted our review in accordance with Brazilian and International Standards on Review Engagements (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). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the interim financial information

São Paulo Corporate Towers

Av. Presidente Juscelino Kubitschek, 1.909

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Conclusion on the interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information included in the quarterly information referred to above is not prepared, in all material respects, in accordance with CPC 21 (R1) and IAS 34, applicable to the preparation of Quarterly Information Form (ITR), consistently with the rules issued by the CVM.

Emphasis of matter

Restatement of corresponding figures

As mentioned in Note 5, due the adoption of the new accounting pronouncements, the corresponding individual and consolidated figures related to the statement of financial position for the year ended December 31, 2017 and the corresponding interim financial information comprising the statements of profit or loss, of comprehensive income (loss), of changes in equity, cash flow statement and statement of value added (supplemental information) for the three-month period ended March 31, 2017, presented for comparison purposes, were adjusted and are restated as required by CPC 23 (Accounting Policies, Changes in Accounting Estimates and Error Correction) and CPC 26(R1) - Presentation of Financial Statements. Our conclusion is not modified in respect of this matter.

Other matters

Statements of value added

We have also reviewed the individual and consolidated statements of value added for the three months period ended March 31, 2018, prepared under the responsibility of the Company's management, the presentation of which in the interim financial information is required by the rules issued by the CVM applicable to preparation of Quarterly Information Form (ITR), and considered as supplementary information under IFRS – International Financial Reporting Standards, which does not require the presentation of the statement of value added. These statements have been subject to the same review procedures previously described and, based on our review, nothing has come to our attention that causes us to believe that they are not prepared, in all material respects, in a manner consistent with the overall individual and consolidated interim financial information.

São Paulo, April 26, 2018.

ERNST & YOUNG

Auditores Independentes S.S.

CRC-2SP034519/O-6

Antonio Humberto Barros dos Santos

Accountant CRC-1SP161745/O-3

A member firm of Ernst & Young Global Limited

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ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

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Company Information

FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Number of Shares	**Current Quarter**
(thousand)	**3/31/2018**
Share Capital	
Common	99,680
Preferred	166,907
Total	266,587
Treasury Shares	
Common	-
Preferred	233
Total	233

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ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Individual Interim Financial Information / Balance Sheet - Assets

R$ (in thousands)

Code	**Description**	**Current Quarter 03/31/2018**	**Previous Year 12/31/2017**
1	Total Assets	21,781,000	22,863,000
1.01	Current Assets	7,887,000	9,079,000
1.01.01	Cash and Cash Equivalents	1,264,000	2,868,000
1.01.03	Accounts Receivable	999,000	681,000
1.01.03.01	Trade Receivables	683,000	428,000
1.01.03.02	Other Receivables	316,000	253,000
1.01.04	Inventories	3,010,000	3,042,000
1.01.06	Recoverable Taxes	323,000	360,000
1.01.07	Prepaid Expenses	186,000	86,000
1.01.08	Other Current Assets	2,105,000	2,042,000
1.01.08.01	Assets Held for Sale	2,069,000	2,009,000
1.01.08.03	Other	36,000	33,000
1.01.08.03.02	Others Assets	36,000	33,000
1.02	Noncurrent Assets	13,894,000	13,784,000
1.02.01	Long-term Assets	3,005,000	2,939,000
1.02.01.03	Accounts Receivable	504,000	527,000
1.02.01.03.01	Trade Receivables	42,000	80,000
1.02.01.03.02	Other Receivables	462,000	447,000
1.02.01.06	Recoverable Taxes	134,000	112,000
1.02.01.07	Prepaid Expenses	14,000	8,000
1.02.01.08	Related Parties	231,000	206,000
1.02.01.09	Other Noncurrent Assets	2,122,000	2,086,000
1.02.01.09.04	Recoverable Taxes	1,478,000	1,465,000
1.02.01.09.05	Restricted Deposits For Legal Proceedings	635,000	609,000
1.02.01.09.06	Financial Instruments - Fair Value Hedge	9,000	12,000

1.02.02	Investments	3,494,000	3,366,000
1.02.02.01	Investments in Associates and Subsidiaries	3,473,000	3,345,000
1.02.02.01.02	Investments in Subsidiaries	3.473.000	3.345.000
1.02.02.02	Investment Properties	21,000	21,000
1.02.03	Property and Equipment	6,209,000	6,286,000
1.02.04	Intangible Assets	1,186,000	1,193,000

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ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Individual Interim Financial Information / Balance Sheet - Liabilities

R$ (in thousands)

Code	**Description**	**Current Quarter 03/31/2018**	**Previous Year 12/31/2017**
2	Total Liabilities	21,781,000	22,863,000
2.01	Current Liabilities	6,093,000	8,162,000
2.01.01	Payroll and Related Taxes	442,000	441,000
2.01.02	Trade payables	3,398,000	5,377,000
2.01.03	Taxes and Contributions Payable	215,000	228,000
2.01.04	Borrowings and Financing	1,210,000	1,223,000
2.01.05	Other Liabilities	826,000	891,000
2.01.05.01	Related Parties	427,000	387,000
2.01.05.02	Other	399,000	504,000
2.01.05.02.01	Dividends and interest on own capital payable	78,000	78,000
2.01.05.02.04	Utilities	17,000	14,000
2.01.05.02.05	Rent Payable	70,000	120,000
2.01.05.02.06	Advertisement Payable	34,000	23,000
2.01.05.02.07	Pass-through liabilities	11,000	14,000
2.01.05.02.08	Financing of property	14,000	95,000
2.01.05.02.09	Deferred Revenue	29,000	28,000
2.01.05.02.12	Other Accounts Payable	135,000	132,000
2.01.05.02.13	Customer loyalty programs	11,000	-
2.01.06	Provisions	2,000	2,000
2.02	Noncurrent Liabilities	5,350,000	4,513,000
2.02.01	Borrowings and Financing	3,647,000	2,876,000
2.02.02	Other Liabilities	826,000	803,000
2.02.02.02	Other	826,000	803,000
2.02.02.02.03	Taxes payable in installments	540,000	566,000
2.02.02.02.07	Other Accounts Payable	40,000	42,000
2.02.02.02.08	Provision For Losses on Investments in Associates	246,000	195,000
2.02.04	Provisions	858,000	812,000

2.02.06	Deferred Revenue	19,000	22,000
2.03	Shareholders' Equity	10,338,000	10,188,000
2.03.01	Share Capital	6,822,000	6,822,000
2.03.02	Capital Reserves	378,000	355,000
2.03.02.04	Stock Options	371,000	348,000
2.03.02.07	Capital Reserve	7,000	7,000
2.03.04	Earnings Reserves	3,161,000	3,174,000
2.03.04.01	Legal Reserve	457,000	457,000
2.03.04.05	Earnings Retention Reserve	233,000	233,000
2.03.04.10	Expansion Reserve	2,714,000	2,728,000
2.03.04.12	Transactions with non-controlling interests	(93,000)	(94,000)
2.03.04.14	Settlement of Equity Instrument	(150,000)	(150,000)
2.03.05	Retained Earnings/ Accumulated Losses	36,000	(114,000)
2.03.08	Other comprehensive income	(59,000)	(49,000)

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ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Individual Interim Financial Information / Statement of Operations

R$ (in thousands)

Code	**Description**	**Year to date current period 01/01/2018 to 03/31/2018**	**Year to date Current period 01/01/2017 to 03/31/2017**
3.01	Net operating revenue	6,238,000	6,458,000
3.02	Cost of sales	(4,478,000)	(4,636,000)
3.03	Gross Profit	1,760,000	1,822,000
3.04	Operating Income/Expenses	(1,498,000)	(1,510,000)
3.04.01	Selling Expenses	(1,262,000)	(1,323,000)
3.04.02	General and administrative expenses	(177,000)	(190,000)
3.04.05	Other Operating Expenses	(195,000)	(128,000)
3.04.05.01	Depreciation and Amortization	(155,000)	(149,000)
3.04.05.03	Other operating expenses	(40,000)	21,000
3.04.06	Share of Profit of associates	136,000	131,000
3.05	Profit from operations before net financial expenses and income tax	262,000	312,000
3.06	Net Financial expenses	(119,000)	(166,000)
3.07	Income (loss) before income tax and social contribution	143,000	146,000
3.08	Income tax and social contribution	18,000	(8,000)
3.08.01	Current	(4,000)	(14,000)
3.08.02	Deferred	22,000	6,000
3.09	Net Income (loss) for the period from continued operations	161,000	138,000
3.10	Net Income (loss) for the period from discontinued operations	(11,000)	(18,000)
3.10.01	Net Income (loss) from Discontinued Operations	(11,000)	(18,000)
3.11	Net Income (loss) for the period	150,000	120,000
3.99	Earnings per Share - (Reais/Share)		

3.99.01	Basic Earnings per Share		
3.99.01.01	ON	0.52935	0.42402
3.99.01.02	PN	0.58228	0.46643
3.99.02	Diluted Earnings per Share		
3.99.02.01	ON	0.52659	0.42402
3.99.02.02	PN	0.57786	0.46503

FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Individual Interim Financial Information / Statement of Comprehensive Income

R$ (in thousands)

Code	**Description**	**Year to date current period 01/01/2018 to 03/31/2018**	**Year to date current period 01/01/2017 to 03/31/2017**
4.01	Net income (loss) for the Period	150,000	120,000
4.02	Other Comprehensive Income	(10,000)	(40,000)
4.02.02	Foreign currency translation	(7,000)	-
4.02.04	Fair value of trade receivables	(4,000)	(53,000)
4.02.05	Income taxes related to other comprehensive income	1,000	13,000
4.03	Total Comprehensive Income for the Period	140,000	80,000

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ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Individual Interim Financial Information / Statement of Cash Flows - Indirect Method

R$ (in thousands)

Code	**Description**	**Year to date current period 01/01/2018 to 03/31/2018**	**Year to date previous period 01/01/2017 to 03/31/2017**
6.01	Net Cash Provided by (Used in) Operating Activities	(2,111,000)	(1,723,000)
6.01.01	Cash Provided by the Operations	323,000	304,000
6.01.01.01	Net Income (loss) for the Period	150,000	120,000
6.01.01.02	Deferred Income Tax	(22,000)	(6,000)
6.01.01.03	Losses (Gain) on Disposals of Property and Equipment	5,000	(12,000)
6.01.01.04	Depreciation/Amortization	166,000	160,000
6.01.01.05	Interest and Inflation Adjustments	97,000	196,000
6.01.01.07	Share of Profit of Subsidiaries and Associates	(136,000)	(131,000)
6.01.01.08	Provision for contingencies	50,000	(15,000)
6.01.01.10	Share-based Payment	7,000	5,000
6.01.01.11	Allowance for Doubtful Accounts	-	(1,000)
6.01.01.13	Allowance for Obsolescence and damages	(1,000)	(7,000)
6.01.01.14	Other Operating Expenses	10,000	(2,000)
6.01.01.15	Deferred Revenue	(3,000)	(3,000)
6.01.02	Changes in Assets and Liabilities	(2,434,000)	(2,027,000)
6.01.02.01	Accounts Receivables	(217,000)	(205,000)
6.01.02.02	Inventories	33,000	88,000
6.01.02.03	Recoverable Taxes	39,000	50,000
6.01.02.04	Other Assets	(200,000)	(111,000)
6.01.02.05	Related Parties	6,000	(81,000)
6.01.02.06	Restricted Deposits for Legal Proceeding	(17,000)	(6,000)
6.01.02.07	Trade Payables	(1,979,000)	(1,583,000)
6.01.02.08	Payroll and Related Taxes	1,000	(20,000)
6.01.02.09	Taxes and Social Contributions Payable	(58,000)	(105,000)

6.01.02.10	Provision for contingencies	(20,000)	(10,000)
6.01.02.12	Other Payables	(22,000)	(44,000)
6.02	Net Cash Provided by (Used in) Investing Activities	(172,000)	(207,000)
6.02.01	Capital Increase/Decrease in Subsidiaries	-	(53,000)
6.02.02	Purchase of Property and Equipment	(147,000)	(134,000)
6.02.03	Purchase of Intangible Assets	(25,000)	(20,000)
6.03	Net Cash Provided by (Used in) Financing Activities	679,000	(1,366,000)
6.03.01	Capital Increase	-	4,000
6.03.02	Proceeds from borrowings and financing	1,213,000	800,000
6.03.03	Payments of borrowings and financing	(534,000)	(2,170,000)
6.05	Net Increase (Decrease) in Cash and Cash Equivalents	(1,604,000)	(3,296,000)
6.05.01	Cash and Cash Equivalents at the Beginning of the Period	2,868,000	4,496,000
6.05.02	Cash and Cash Equivalents at the End of the Period	1,264,000	1,200,000

FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Individual Interim Financial Information / Statement of Changes in Shareholders' Equity 01/01/2018 to 03/31/2018

R$ (in thousands)

Code	Description	Share Capital	Capital Reserves, Stock Options and Treasury Shares	Earnings Reserve	Retained Earnings Accumulated Losses	Other comprehensive income	Shareholders' Equity
5.01	Opening Balance	6,822,000	355,000	3,174,000	-	(18,000)	10,333,000
5.02	Prior Year Adjustments	-	-	-	(114,000)	(31,000)	(145,000)
5.03	Adjusted Opening Balance	6,822,000	355,000	3,174,000	(114,000)	(49,000)	10,188,000
5.04	Capital Transactions with Shareholders	-	23,000	(13,000)	-	-	10,000
5.04.03	Share-Based Expenses	-	14,000	-	-	-	14,000
5.04.07	Interest on Own Capital	-	-	(13,000)	-	-	(13,000)
5.04.08	Share-Based Expenses Subsidiaries	-	9,000	-	-	-	9,000
5.05	Total Comprehensive Income	-	-	-	150,000	(10,000)	140,000
5.05.01	Net Income (loss) for the	-	-	-	150,000	-	150,000

	Period						
5.05.02	Other Comprehensive Income	-	-	-	-	(10,000)	(10,000)
5.05.02.04	Foreing currency translation	-	-	-	-	(7,000)	(7,000)
5.05.02.07	Fair Value of Trade Receivables	-	-	-	-	(4,000)	(4,000)
5.05.02.08	Income Taxes Related to Other Comprehensive Income	-	-	-	-	1,000	1,000
5.07	Closing Balance	6,822,000	378,000	3,161,000	36,000	(59,000)	10,338,000

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FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Individual Interim Financial Information / Statement of Changes in Shareholders' Equity 01/01/2017 to 03/31/2017

R$ (in thousands)

Code	Description	Share Capital	Capital Reserves, Options Granted and Treasury Shares	Earnings Reserve	Retained Earnings Accumulated Losses	Other comprehensive Income	Shareholders' Equity
5.01	Opening Balance	6,811,000	331,000	2,718,000	-	-	9,860,000
5.02	Prior Year Adjustments	-	-	-	(75,000)	(20,000)	(95,000)
5.03	Adjusted Opening Balance	6,811,000	331,000	2,718,000	(75,000)	(20,000)	9,765,000
5.04	Capital Transactions with Shareholders	4,000	5,000	-	-	-	9,000
5.04.01	Capital Increases	4,000	-	-	-	-	4,000
5.04.03	Share-Based Expenses	-	3,000	-	-	-	3,000
5.04.08	Share-Based Expenses Subsidiaries	-	2,000	-	-	-	2,000
5.05	Total Comprehensive Income	-	-	-	120,000	(40,000)	80,000
5.05.01	Net Income (loss) for the	-	-	-	120,000	-	120,000

	Period						
5.05.02	Other Comprehensive Income	-	-	-	-	(40,000)	(40,000)
5.05.02.07	Fair Value of Trade Receivables	-	-	-	-	(53,000)	(53,000)
5.05.02.08	Income Taxes Related to Other Comprehensive Income	-	-	-	-	13,000	13,000
5.07	Closing Balance	6,815,000	336,000	2,718,000	45,000	(60,000)	9,854,000

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FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Individual Interim Financial Information / Statement of Value Added

R$ (in thousands)

Code	Description	Year To Date Current Period 01/01/2018 to 03/31/2018	Year To Date Previous Period 01/01/2017 to 03/31/2017
7.01	Revenues	6,775,000	7,151,000
7.01.01	Sales of Goods, Products and Services	6,753,000	6,974,000
7.01.02	Other Revenues	19,000	-
7.01.03	Revenues from building of own assets	-	179,000
7.01.04	Allowance for/Reversal of Doubtful Accounts	3,000	(2,000)
7.02	Products Acquired from Third Parties	(5,374,000)	(5,373,000)
7.02.01	Costs of Products, Goods and Services Sold	(4,586,000)	(4,474,000)
7.02.02	Materials, Energy, Outsourced Services and Other	(788,000)	(899,000)
7.03	Gross Value Added	1,401,000	1,778,000
7.04	Retention	(166,000)	(160,000)
7.04.01	Depreciation and Amortization	(166,000)	(160,000)
7.05	Net Value Added Produced	1,235,000	1,618,000
7.06	Value Added Received in Transfer	151,000	166,000
7.06.01	Share of Profit of Subsidiaries and Associates	136,000	131,000
7.06.02	Financial Revenue	26,000	53,000
7.06.03	Other	(11,000)	(18,000)
7.07	Total Value Added to Distribute	1,386,000	1,784,000
7.08	Distribution of Value Added	1,386,000	1,784,000
7.08.01	Personnel	735,000	760,000
7.08.01.01	Direct Compensation	466,000	493,000
7.08.01.02	Benefits	149,000	160,000
7.08.01.03	Government Severance Indemnity Fund for Employees (FGTS)	46,000	44,000
7.08.01.04	Other	74,000	63,000
7.08.02	Taxes, Fees and Contributions	175,000	504,000

7.08.02.01	Federal	98,000	287,000
7.08.02.02	State	35,000	150,000
7.08.02.03	Municipal	42,000	67,000
7.08.03	Value Distributed to Providers of Capital	326,000	400,000
7.08.03.01	Interest	156,000	216,000
7.08.03.02	Rentals	170,000	184,000
7.08.04	Value Distributed to Shareholders	150,000	120,000
7.08.04.01	Interest on shareholders' equity	14,000	-
7.08.04.03	Retained Earnings/ Accumulated Losses for the Period	136,000	120,000

FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Consolidated Interim Financial Information /Balance Sheet - Assets

R$ (in thousands)

Code	Description	Current Quarter 01/01/2018 to 03/31/2018	Previous Year 01/01/2017 to 03/31/2018
1	Total Assets	45,416,000	47,707,000
1.01	Current Assets	30,611,000	33,016,000
1.01.01	Cash and Cash Equivalents	1,701,000	3,792,000
1.01.03	Accounts Receivable	1,181,000	885,000
1.01.03.01	Trade Receivables	857,000	618,000
1.01.03.02	Other Receivables	324,000	267,000
1.01.04	Inventories	4,758,000	4,822,000
1.01.06	Recoverable Taxes	573,000	596,000
1.01.07	Prepaid Expenses	231,000	112,000
1.01.08	Other Current Assets	22,167,000	22,809,000
1.01.08.01	Assets Held for Sale	22,133,000	22,775,000
1.01.08.03	Other	34,000	34,000
1.01.08.03.02	Others Assets	34,000	34,000
1.02	Noncurrent Assets	14,805,000	14,691,000
1.02.01	Long-term Assets	3,547,000	3,452,000
1.02.01.03	Accounts Receivable	698,000	722,000
1.02.01.03.01	Trade Receivables	42,000	80,000
1.02.01.03.02	Other Receivables	656,000	642,000
1.02.01.06	Recoverable taxes	147,000	125,000
1.02.01.07	Prepaid Expenses	51,000	43,000
1.02.01.08	Related parties	52,000	25,000
1.02.01.09	Other Noncurrent Assets	2,599,000	2,537,000
1.02.01.09.04	Recoverable Taxes	1,785,000	1,747,000
1.02.01.09.05	Restricted deposits for legal proceedings	788,000	762,000
1.02.01.09.06	Financial Instruments - Fair Value Hedge	26,000	28,000
1.02.02	Investments	188,000	177,000
1.02.02.01	Investments in Associates and Subsidiaries	167,000	156,000
1.02.02.02	Investment properties	21,000	21,000
1.02.03	Property and Equipment	9,150,000	9,138,000

1.02.04	Intangible Assets	1,920,000	1,924,000

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FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Consolidated Interim Financial Information / Balance Sheet - Liabilities

R$ (in thousands)

Code	**Description**	**Current Quarter 03/31/2018**	**Previous Year 12/31/2017**
2	Total Liabilities	45.416.000	47.707.000
2.01	Current Liabilities	25,611,000	28,992,000
2.01.01	Payroll and Related Taxes	664,000	640,000
2.01.02	Trade Payables	5,511,000	8,128,000
2.01.03	Taxes and Contributions Payable	273,000	301,000
2.01.04	Borrowings and Financing	1,388,000	1,251,000
2.01.05	Other Liabilities	715,000	845,000
2.01.05.01	Payables to Related Parties	161,000	153,000
2.01.05.02	Other	554,000	692,000
2.01.05.02.01	Dividends and Interest on Capital Payable	78,000	78,000
2.01.05.02.04	Utilities	26,000	23,000
2.01.05.02.05	Rent Payable	77,000	128,000
2.01.05.02.06	Advertisement Payable	39,000	26,000
2.01.05.02.07	Pass-through liabilities	11,000	14,000
2.01.05.02.08	Financing Related to Acquisition of Assets	24,000	116,000
2.01.05.02.09	Deferred revenue	125,000	146,000
2.01.05.02.12	Other Payables	163,000	161,000
2.01.05.02.13	Loalty Programs	11,000	-
2.01.06	Provisions	3,000	3,000
2.01.07	Liabilities related to assets held for sale	17,057,000	17,824,000
2.02	Noncurrent Liabilities	6,535,000	5,674,000
2.02.01	Borrowings and Financing	4,102,000	3,337,000
2.02.02	Other Liabilities	835,000	814,000
2.02.02.02	Other	835,000	814,000
2.02.02.02.03	Taxes Payable in Installments	540,000	566,000
2.02.02.02.07	Other Payables	49,000	53,000
2.02.02.02.08	Provision for loss on investments in associates	246,000	195,000
2.02.03	Deferred Taxes	424,000	394,000
2.02.04	Provisions	1,155,000	1,107,000

2.02.06	Deferred revenue	19,000	22,000
2.03	Consolidated Shareholders' Equity	13,270,000	13,041,000
2.03.01	Share Capital	6,822,000	6,822,000
2.03.02	Capital Reserves	378,000	355,000
2.03.02.04	Stock Options	371,000	348,000
2.03.02.07	Capital Reserves	7,000	7,000
2.03.04	Earnings Reserves	3,161,000	3,174,000
2.03.04.01	Legal Reserve	457,000	457,000
2.03.04.05	Earnings Retention Reserve	233,000	233,000
2.03.04.10	Expansion Reserve	2,714,000	2,728,000
2.03.04.12	Transactions with Non-Controlling interests	(93,000)	(94,000)
2.03.04.14	Settlement of Equity Instrument	(150,000)	(150,000)
2.03.05	Retained Earnings/ Accumulated Losses	36,000	(114,000)
2.03.08	Other Comprehensive Income	(59,000)	(49,000)
2.03.09	Non-controlling Interest	2,932,000	2,853,000

FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Consolidated Interim Financial Information / Statement of Operations

R$ (in thousands)

Code	**Description**	**Year to date current period 01/01/2018 to 03/31/2018**	**Year to date previous period 01/01/2017 to 03/31/2017**
3.01	Net Operating Revenue	11,343,000	10,552,000
3.02	Cost of Sales	(8,796,000)	(8,134,000)
3.03	Gross Profit	2,547,000	2,418,000
3.04	Operating Income/Expenses	(2,266,000)	(2,110,000)
3.04.01	Selling Expenses	(1,739,000)	(1,699,000)
3.04.02	General and Administrative Expenses	(241,000)	(243,000)
3.04.05	Other Operating Expenses	(253,000)	(156,000)
3.04.05.01	Depreciation/Amortization	(210,000)	(190,000)
3.04.05.03	Other Operating Expenses	(43,000)	34,000
3.04.06	Share of Profit of Subsidiaries and Associates	(33,000)	(12,000)
3.05	Profit from operations before net financial expenses and income tax	281,000	308,000
3.06	Net Financial Expenses	(132,000)	(182,000)
3.07	Profit (loss) Before Income Tax and Social Contribution	149,000	126,000
3.08	Income tax and Social Contribution	(41,000)	(50,000)
3.08.01	Current	(32,000)	(47,000)
3.08.02	Deferred	(9,000)	(3,000)
3.09	Net Income (loss) for the period from continued operations	108,000	76,000
3.10	Net Income (loss) for the period from discontinued operations	118,000	132,000
3.10.01	Net Income (loss) from Discontinued Operations	118,000	132,000
3.11	Net Income (loss) for the period	226,000	208,000
3.11.01	Attributable to controlling shareholders	150,000	120,000
3.11.02	Attributable to Non-controlling shareholders	76,000	88,000
3.99	Earnings per Share - (Reais/Share)		
3.99.01	Basic Earnings per Share		

3.99.01.01	ON	0,52935	0,42402
3.99.01.02	PN	0,58228	0,46643
3.99.02	Diluted Earnings per Share		
3.99.02.01	ON	0,52659	0,42402
3.99.02.02	PN	0,57786	0,46503

FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Individual Interim Financial Information / Statement of Comprehensive Income

R$ (in thousands)

Code	**Description**	**Year to date current period 01/01/2018 to 03/31/2018**	**Year to date current period 01/01/2017 to 03/31/2017**
4.01	Net income (loss) for the Period	226,000	208,000
4.02	Other Comprehensive Income	(13,000)	(83,000)
4.02.02	Foreign currency translation	(7,000)	-
4.02.04	Fair value of trade receivables	(9,000)	(109,000)
4.02.05	Income taxes related to other comprehensive income	3,000	26,000
4.03	Total Comprehensive Income for the Period	213,000	125,000
4.03.01	Attributable to controlling shareholders	140,000	80,000
4.03.02	Attributable to Non-Controlling shareholders	73,000	45,000

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FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Consolidated Interim Financial Information / Statement of Cash Flows - Indirect Method

R$ (in thousands)

Code	**Description**	**Year to date current period 01/01/2018 to 03/31/2018**	**Year to date current period 01/01/2017 to 03/31/2017**
6.01	Net Cash Provided by (Used in) Operating Activities	(5,348,000)	(5,106,000)
6.01.01	Cash from Operations	966,000	773,000
6.01.01.01	Net Income (loss) for the Period	226,000	208,000
6.01.01.02	Deferred Income Tax	6,000	(30,000)
6.01.01.03	Losses (Gain) on Disposals of property and equipment	15,000	(11,000)
6.01.01.04	Depreciation/Amortization	223,000	202,000
6.01.01.05	Interest and Inflation Adjustments	205,000	223,000
6.01.01.07	Share of Profit (Loss) of Subsidiaries and Associates	27,000	6,000
6.01.01.08	Provision for contingencies	202,000	111,000
6.01.01.10	Share-based Payment	7,000	6,000
6.01.01.11	Allowance for Doubtful Accounts	177,000	160,000
6.01.01.13	Allowance for Obsolescence/breakage	(19,000)	(20,000)
6.01.01.15	Deferred revenue	(103,000)	(82,000)
6.01.02	Changes in Assets and Liabilities	(6,314,000)	(5,879,000)
6.01.02.01	Accounts Receivables	(1,131,000)	(2,557,000)
6.01.02.02	Inventories	(914,000)	(481,000)
6.01.02.03	Recoverable Taxes	(141,000)	(66,000)
6.01.02.04	Other Assets	(416,000)	(130,000)
6.01.02.05	Related Parties	(15,000)	14,000
6.01.02.06	Restricted Deposits for Legal Proceeding	(75,000)	(33,000)
6.01.02.07	Trade Payables	(3,313,000)	(2,411,000)
6.01.02.08	Payroll and Related Taxes	14,000	(10,000)
6.01.02.09	Taxes and Social Contributions Payable	(66,000)	(58,000)
6.01.02.10	Provision for contingencies	(153,000)	(116,000)
6.01.02.11	Deferred revenue	4,000	(3,000)
6.01.02.12	Other Payables	25,000	(25,000)
6.01.02.13	Income and Social contribution, paid	(133,000)	(3,000)

6.02	Net Cash Provided by (Used in) Investing Activities	(427,000)	(354,000)
6.02.02	Purchase of Property and Equipment	(356,000)	(266,000)
6.02.03	Purchase in Intangible Assets	(80,000)	(91,000)
6.02.04	Sales of Property and Equipment	9,000	3,000
6.03	Net Cash Provided by Financing Activities	729,000	(1,473,000)
6.03.01	Capital Increase/Decrease	-	4,000
6.03.02	Proceeds from Borrowings and Financing	2,633,000	2,222,000
6.03.03	Payments of Borrowings and Financing	(1,904,000)	(3,699,000)
6.05	Increase (Decrease) in Cash and Cash Equivalents	(5,046,000)	(6,933,000)
6.05.01	Cash and Cash Equivalents at the Beginning of the Period	7,351,000	9,142,000
6.05.02	Cash and Cash Equivalents at the End of the Period	2,305,000	2,209,000

FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Consolidated Interim Financial Information / Statement of Changes in Shareholders' Equity 01/01/2018 to 03

R$ (in thousands)

Code	Description	Share Capital	Capital Reserves, Options Granted and Treasury Shares	Earnings Reserves	Retained Earnings/ Accumulated Losses	Other comprehensive Income	Shareholders' Equity	Non-Controlling Interest
5.01	Opening Balance	6,822,000	355,000	3,174,000	-	(18,000)	10,333,000	2,959,00
5.02	Prior year adjustments	-	-	-	(114,000)	(31,000)	(145,000)	(106,000
5.03	Adjusted Opening Balance	6,822,000	355,000	3,174,000	(114,000)	(49,000)	10,188,000	2,853,00
5.04	Capital Transactions with Shareholders	-	23,000	(13,000)	-	-	10,000	6,00
5.04.03	Share-based Expenses	-	14,000	-	-	-	14,000	
5.04.07	Interest on own capital	-	-	(13,000)	-	-	(13,000)	
5.04.08	Share-based expenses subsidiaries	-	9,000	-	-	-	9,000	6,00
5.05	Total Comprehensive Income	-	-	-	150,000	(10,000)	140,000	73,00
5.05.01	Net Income (loss) for the Period	-	-	-	150,000	-	150,000	76,00
5.05.02	Other Comprehensive Income	-	-	-	-	(10,000)	(10,000)	(3,000

5.05.02.04	Foreign currency translation	-	-	-	-	(7,000)	(7,000)	
5.05.02.07	Fair value of trade receivables	-	-	-	-	(4,000)	(4,000)	(5,000
5.05.02.08	Income taxes related to other comprehensive income	-	-	-	-	1,000	1,000	2,000
5.07	Closing Balance	6,822,000	378,000	3,161,000	36,000	(59,000)	10,338,000	2,932,000

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FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Consolidated Interim Financial Information / Statement of Changes in Shareholders' Equity 01/01/2017 to 03

R$ (in thousands)

Code	Description	Share Capital	Capital Reserves, Options Granted and Treasury Shares	Earnings Reserves	Retained Earnings/ Accumulated Losses	Other comprehensive Income	Shareholders' Equity	Non-Controlling Interest	Con Shar
5.01	Opening Balance	6,811,000	331,000	2,718,000	-	-	9,860,000	2,737,000	
5.02	Prior year adjustments	-	-	-	(75,000)	(20,000)	(95,000)	(85,000)	
5.03	Adjusted Opening Balance	6,811,000	331,000	2,718,000	(75,000)	(20,000)	9,765,000	2,652,000	
5.04	Capital Transactions with Shareholders	4,000	5,000	-	-	-	9,000	1,000	
5.04.01	Capital Increases	4,000	-	-	-	-	4,000	-	
5.04.03	Share-based Expenses	-	3,000	-	-	-	3,000	-	
5.04.08	Share-based expenses subsidiaries	-	2,000	-	-	-	2,000	1,000	
5.05	Total Comprehensive Income	-	-	-	120,000	(40,000)	80,000	45,000	
5.05.01	Net Income (loss)	-	-	-	120,000	-	120,000	88,000	

	for the Period							
5.05.02	Other Comprehensive Income	-	-	-	-	(40,000)	(40,000)	(43,000)
5.05.02.07	Fair value of trade receivables	-	-	-	-	(53,000)	(53,000)	(56,000)
5.05.02.08	Income taxes related to other comprehensive income	-	-	-	-	13,000	13,000	13,000
5.07	Closing Balance	6,815,000	336,000	2,718,000	45,000	(60,000)	9,854,000	2,698,000

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FREE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE)

ITR – Interim Financial Information – March 31,2018 – COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Companhia Brasileira de Distribuição

Consolidated Interim Financial Information / Statement of Value Added

R$ (in thousands)

Code	**Description**	**Year to date current period 01/01/2018 to 03/31/2018**	**Year to date previous period 01/01/2017 to 03/31/2017**
7.01	Revenues	12,326,000	11,609,000
7.01.01	Sales of Goods, Products and Services	12,300,000	11,430,000
7.01.02	Other Revenues	23,000	181,000
7.01.04	Allowance for/Reversal of Doubtful Accounts	3,000	(2,000)
7.02	Products Acquired from Third Parties	(10,220,000)	(9,283,000)
7.02.01	Costs of Products, Goods and Services Sold	(9,194,000)	(8,205,000)
7.02.02	Materials, Energy, Outsourced Services and Other	(1,026,000)	(1,078,000)
7.03	Gross Value Added	2,106,000	2,326,000
7.04	Retention	(223,000)	(202,000)
7.04.01	Depreciation and Amortization	(223,000)	(202,000)
7.05	Net Value Added Produced	1,883,000	2,124,000
7.06	Value Added Received in Transfer	122,000	181,000
7.06.01	Share of Profit of Subsidiaries and Associates	(33,000)	(12,000)
7.06.02	Financial Income	37,000	61,000
7.06.03	Others	118,000	132,000
7.07	Total Value Added to Distribute	2,005,000	2,305,000
7.08	Distribution of Value Added	2,005,000	2,305,000
7.08.01	Personnel	1,008,000	975,000
7.08.01.01	Direct Compensation	646,000	632,000
7.08.01.02	Benefits	222,000	221,000
7.08.01.03	Government Severance Indemnity Fund for Employees (FGTS)	62,000	52,000
7.08.01.04	Other	78,000	70,000
7.08.01.04.01	Profit (cost) sharing	78,000	70,000
7.08.02	Taxes, Fees and Contributions	362,000	650,000
7.08.02.01	Federal	184,000	364,000

7.08.02.02	State	122,000	213,000
7.08.02.03	Municipal	56,000	73,000
7.08.03	Value Distributed to Providers of Capital	409,000	472,000
7.08.03.01	Interest	184,000	240,000
7.08.03.02	Rentals	225,000	232,000
7.08.04	Value Distributed to Shareholders	226,000	208,000
7.08.04.01	Interest on shareholders' equity	14,000	-
7.08.04.03	Retained Earnings/ Accumulated Losses for the Period	136,000	120,000
7.08.04.04	Noncontrolling Interest in Retained Earnings	76,000	88,000

São Paulo, April 26, 2018 - GPA *[B3: PCAR4; NYSE: CBD] announces its results for the first quarter of 2018. Due to the ongoing divestment of the interest held by GPA in Via Varejo S.A., as announced in the material fact notice of November 23, 2016, the operations of Via Varejo are treated as discontinued operations. Accordingly, net sales and other profit or loss accounts were adjusted retrospectively, as required under IFRS 5/CPC 31, approved by CVM Resolution 598/09 – Non-current assets held for sale and discontinued operations. The following statements are related to the results of continuing operations. All comparisons are with the same period of 2017, except where stated otherwise.*

1Q18 RESULTS

GPA Food:

- **Total gross sales amounted to R$12.3 billion, up 7.6% (2.8% on same-store basis excluding calendar effect), driven by robust growth of 25% at Assaí**

- **Strong improvement in adjusted EBITDA to R$591 million (+17.4%), with margin expanding from 4.8% to 5.2%**

- **Net income from continuing operations attributable to controlling shareholders of R$153 million (+47.7%)**

Assaí:

- **Gross sales advance 25.0% to R$5.5 billion.** Same-store growth excluding the calendar effect was 9.9% (5.1% excluding conversions), with **growth of 12% in clients and 8% in sales volume**. As a result, market share expanded by 380 bps in the period;

- **Gross margin stood at 15.4%**, predominately due to the rapid maturation of the 33 stores opened in 2016 and 2017 and to the new tax framework, despite the negative effects from food deflation;

- **Adjusted EBITDA margin stood at 4.8%, with strong expansion of 80 bps** on last year;

- **Net income strong growth of 51.6%** to R$115 million, with net margin of 2.3%;

- Six months after the launch of the **Passaí card**, the portfolio has over 200,000 active cards and a monthly issuance rate of around 50,000 cards;

- In line with the organic growth plan, one store was inaugurated in Sergipe, seven are under construction and another two are under conversion. The banner operates 127 stores in 19 states.

Multivarejo:

- **Total gross sales of R$6.8 billion.** After a lackluster start of the quarter, March registered an important reversal in trend, with same-store sales growth of 11.8% (3.9% ex calendar effect);

- In early March, **new commercial actions were implemented**, with greater visibility of promotions, relaunch of the Collect & Win campaign and reinforcement of the loyalty program with the launch of "My Rewards" in the same app as "My Discount";

- **Selling, general and administrative expenses fell 4.9%**, despite inflation (IPCA +2.8%), resulting in a dilution of 30 bps compared to 1Q17;

- **Adjusted EBITDA amounted to R$347 million**, with margin of **5.5%**, **expanding 30 bps** from 1Q17.

Outlook:

Performance in 1Q18 was in line with our expectations. We reaffirm our **guidance for 2018:**

- **Same-store sales growth:** Above inflation at Assaí and in line with food inflation at Multivarejo, supporting continued market share gains;

- **Adjusted EBITDA margin:** 5.5%-5.6% at Multivarejo and 5.8%-5.9% at Assaí;

- **Financial result:** around 1% of net sales.

"The results were by the solid performance of Assaí and an important reversal in trend in Multivarejo performance throughout 1Q18. Also in this quarter we recover the leadership position in Brazil food retail segment, as result of assertive strategic decision made few years ago to focus in cash-and-carry segment. We are confident that the consolidation of this leadership position in Brazilian retail will happen with the continuity of Assai growth jointly with the strategic work focused on operational improvements that we are promoting in Multivarejo."

Ronaldo Iabrudi - CEO of GPA

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(R$ million)[1]	1Q18	1Q17	Δ	1Q18	1Q17	Δ	1Q18	1Q17	Δ
Gross Revenue	12,300	11,430	7.6%	12,300	11,430	7.6%	6,801	7,030	-3.3
Net Revenue	11,343	10,552	7.5%	11,343	10,552	7.5%	6,285	6,513	-3.5
Gross Profit	2,547	2,419	5.3%	2,547	2,419	5.3%	1,770	1,835	-3.5
Gross Margin	**22.5%**	**22.9%**	**-40 bps**	**22.5%**	**22.9%**	**-40 bps**	**28.2%**	**28.2%**	**0 b**
Selling, General and Adm. Expenses	(1,980)	(1,943)	1.9%	(1,980)	(1,943)	1.9%	(1,445)	(1,520)	-4.9
% of Net Revenue	**17.5%**	**18.4%**	**-90 bps**	**17.5%**	**18.4%**	**-90 bps**	**23.0%**	**23.3%**	**- b**
EBITDA [2]	503	510	-1.4%	548	536	2.1%	306	362	-15.4
EBITDA Margin	**4.4%**	**4.8%**	**-40 bps**	**4.8%**	**5.1%**	**-30 bps**	**4.9%**	**5.6%**	**- b**
Adjusted EBITDA[2][3]	546	477	14.6%	591	503	17.4%	347	341	1.7
Adjusted EBITDA Margin	**4.8%**	**4.5%**	**30 bps**	**5.2%**	**4.8%**	**40 bps**	**5.5%**	**5.2%**	**b**
Net Financial Revenue (Expenses)	(132)	(182)	-27.7%	(132)	(182)	-27.7%	(121)	(164)	-26.2
% of Net Revenue	**1.2%**	**1.7%**	**-50 bps**	**1.2%**	**1.7%**	**-50 bps**	**1.9%**	**2.5%**	**- b**
Net Income (Loss) - Controlling Shareholders - continuing operations	108	77	40.1%	153	103	47.7%	37	27	36.7
Net Margin- continuing operations	**1.0%**	**0.7%**	**30 bps**	**1.3%**	**1.0%**	**30 bps**	**0.6%**	**0.4%**	**b**
Net Income (Loss) -continuing and discontinued operations	150	121	24.3%	142	78	82.1%	27	2	n
Net margin-continuing	**1.3%**	**1.1%**	**20 bps**	**1.3%**	**0.7%**	**60 bps**	**0.4%**	**0.0%**	**b**

and discontinued operations

[1] Sums and percentages may present discrepancies due to rounding. All margins were calculated as a percentage of net sales. [2] Earnings before interest, tax, depreciation and amortization. [3] EBITDA adjusted by Other Operating Income and Expenses.

In compliance with CPC 47 / IFRS 15, the Company reclassified the bonuses received from suppliers from the SG&A to the cost of sales, with no impact on EBITDA. The effect is retrospective to January 1, 2017. A reconciliation with the respective adjustments to 1Q17 and 1Q18 follows:

Effects from IFRS 15 on Gross Profit and Operating Expenses:

OPERATING PERFORMANCE BY BUSINESS

Assaí

Gross sales came to R$5.5 billion, advancing 25.0%. The improvement of R$1 billion in sales was driven by the opening of 20 stores and by same-store sales growth excluding the calendar effect of 9.9% (5.1% excluding conversions). The banner posted growth in same-store sales volume and customer traffic of 8% and 12%, respectively, supporting a market share gain of 380 bps, according to Nielsen.

Gross profit came to R$777 million in the quarter. Gross margin stood at 15.4%, advancing 90 bps on 1Q17. Growth was driven by the following factors:

- Successful expansion in 2016 and 2017:
  - 16 organic stores with accelerated maturation, demonstrating the format's acceptance in the market;
  - Positive effect from 17 conversions with higher share of individuals;
- New tax framework, especially with regard to ICMS ST;
- Negative effect from the current scenario marked by food deflation.

Selling, general and administrative expenses amounted to 10.6% of net sales, stable in relation to prior-year period, due to the efficiency of mature stores (prior to 2016/17), but affected by the strong pace of expansion and deflation.

Adjusted EBITDA amounted to R$244 million, with **margin expanding 80 bps to 4.8%**, due to the gross margin expansion explained above.

Net income amounted to R$115 million, with net margin of 2.3%, representing strong growth of 51.6% on 1Q17.

Multivarejo

Total gross sales amounted to R$6.8 billion, affected by food deflation and the closure of Extra Hiper stores converted into Assaí stores. On a same-store basis, gross sales advanced 0.7% (-2.0% excluding the calendar effect).

After the adjustments implemented to the commercial policy in March and the normalization of operations at the DC in Osasco, São Paulo, a good trend in same-store gross revenue was observed in the formats Extra Hiper, which grew 15.3% (4.6% ex calendar effect), and Pão de Açúcar, which advanced 11.0% (3.3% ex calendar effect).

Gross Profit came to R$1,770 million, with gross margin of 28.2%, stable in relation to 1Q17.

Selling, general and administrative expenses decreased 4.9% compared to 1Q17, supported primarily by the 4.6% decrease in selling expenses, due to:

§ Productivity gains arising from the actions implemented last year and the employee multi-role program;

§ Effect from the closure of Extra Hiper stores to convert them into Assaí stores.

Adjusted EBITDA amounted to R$347 million, with margin of 5.5%, expanding 30 bps from 1Q17, mainly due to the greater dilution of expenses. The effects from the fire at the DC were reimbursed by the insurance company, which made a contribution of around 10 bps to the margin.

FINANCIAL PERFORMANCE

Other Income and Expenses

Other Operating Income and Expenses amounted to R$43 million, R$41 million of which at Multivarejo, related primarily to:

- Increase in provision for tax contingencies (ICMS SP) related to procedural progress throughout the quarter, in the amount of R$21 million;

- Restructuring expenses of R$10 million;

- Other positive and negative impacts, including the write-off of property, plant and equipment, in the aggregate amount of R$10 million.

Financial Result

The Company’s financial result amounted to R$132 million, or 1.2% of net sales, improving 50 bps from 1Q17. This reduction of 27.7% is mainly explained by:

§ Decrease in **debt cost**: in line with the decline in the CDI rate, which fell from 12.7% in 1Q17 to 6.7% in 1Q18;

§ Improvement in the **cost of receivables discount**: the reduction was below the variation in the CDI rate due to the higher volume discounted;

§ Change in **contingency and other expenses:** increase mainly related to the positive effects of inflation adjustments of tax contingencies that favored 1Q17, with no cash impact.

Net Income

Net income attributable to controlling shareholders, the base for dividend payments, amounted to R$150 million, with margin of 1.3%.

In the food segment, **net income attributable to controlling shareholders considering continuing operations** amounted to R$153 million, up 47.7% on 1Q17, mainly due to the strong growth at Assaí.

Earnings per Share

Net income was R$0.52659 per common share and R$0.57786 per preferred share in the quarter.

Net Debt

Net debt, adjusted for the balance of not discounted receivables, stood at R$3,121 million. The Company continues to hold a low level of leverage that continues to improve, with its Net debt/EBITDA ratio decreasing from -1.54x to -1.35x in 1Q18.

The Company’s cash balance stood at R$1,701 million and its balance of not discounted receivables stood at R$641 million, for total available resources of R$2.3 billion. The Company also has approximately R$1.1 billion in pre-approved/confirmed credit facilities.

Investments

The Group’s investments amounted to R$330 million in 1Q18, up 23% on 1Q17, reflecting the expansion at Assaí and the renovations of Pão de Açúcar stores.

In the quarter, one new Assaí store was inaugurated in Itabaiana, Sergipe. In addition, four Extra Hiper stores were closed for conversion into Assaí stores, as well as four Extra drugstores, one Extra Super and one gas station.

Dividends

At the meeting of the Board of Directors held on April 26, 2018, it was approved the interim compensation to shareholders in the form of Interest on Equity related to 1Q18, which will be attributed to the mandatory dividend for the year 2018. The gross amount will total R$74.9 million, corresponding to R$ 0.2910893309 for each preferred share and R$ 0.2646266644 for each common share, deducted the amount related to withhold taxes (“IRRF” - “Imposto de Renda Retido na Fonte”), pursuant to the Law, with the exception of the shareholders who are immune and/or exempt.

The shares payment traded on B3 will be made on June 12, 2018, according to the base date of May 3, 2018. The shares issued by the Company will be traded ex-interest as from May 4, 2018. Regarding ADRs traded on the NYSE, holders will be entitled to the Interest on Equity on the base date of May 8, 2018 and the payment will be done by de Custodian bank JPMorgan Chase.

1Q18 Results Conference Call and Webcast

Friday, April 27, 2018
10:30 a.m. (Brasília) | 9:30 a.m. (New York) | 2:30 p.m. (London)

Conference call in Portuguese (original language)
+55 (11) 3193-1001 or (11) 2820-4001

Conference call in English (simultaneous translation)
+1 (646) 828-8246

Webcast: http://www.gpari.com.br

Replay
+55 (11) 3193-1012 or +55 (11) 2820-4012
Access code for audio in Portuguese: 179994#
Access code for audio in English: 378980#

http://www.gpari.com.br

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About GPA: GPA is Brazil's largest retailer, with a distribution network comprising over 2.000 points of sale as well as electronic channels. Established in 1948 in São Paulo, it has its head office in the city and operations in 18 Brazilian states and the Federal District. With a strategy of focusing its decisions on customers and better serving them based on their consumer profile in the wide variety of shopping experiences it offers, GPA adopts a multi-business and multi-channel platform consisting of brick-and-mortar stores and e-commerce operations, divided into three business units: Multivarejo, which operates the supermarket, hypermarket and Minimercado store formats, as well as fuel stations and drugstores under the Pão de Açúcar and Extra banners; Assaí, which operates in the cash-and-carry wholesale segment; GPA Malls, responsible for the management of property assets, expansion projects and inauguration of new stores; and Via Varejo's discontinued operations, with its bricks and mortar electronics and home appliances stores under the Casas Bahia and Pontofrio banners, and the e-commerce segment.

Disclaimer: Statements contained in this release relating to the business outlook of the Company, projections of operating/financial results, growth prospects of the Company and market and macroeconomic estimates are merely forecasts and are based on the beliefs, plans and expectations of Management in relation to the Company's future. These expectations are highly dependent on changes in the market, Brazil's general economic performance, the industry and international markets, and hence are subject to change.

Glossary

Food Segment: Represents the combined results of Multivarejo and Assaí, excluding equity income (loss) from Cdiscount, which is not included in the operating segments reported by the Company. It includes retail and wholesale activities of products in general, including - but not limited to - food products, clothing, hygiene, medicines, fuels, furniture, consumer electronics and domestic utilities. Such activities are carried out both in physical and virtual establishments.

Discontinued Activities: Due to the ongoing divestment of the interest held by GPA in Via Varejo S.A., the operations of Via Varejo are treated as discontinued operations. Accordingly, net sales and other profit or loss accounts were adjusted retrospectively, as required under IFRS 5/CPC 31, approved by CVM Resolution 598/09 – Non-current assets held for sale and discontinued operations.

Growth and Changes: The growth and changes presented in this document refer to variations from the same period last year, except where stated otherwise.

EBITDA: EBITDA is calculated in accordance with Instruction 527 issued by the Securities and Exchange Commission of Brazil (CVM) on October 4, 2012.

Adjusted EBITDA: Measure of profitability calculated by excluding Other Operating Income and Expenses from EBITDA. Management uses this measure in its analyses as it believes it eliminates nonrecurring expenses and revenues and other nonrecurring items that could compromise the comparability and analysis of results.

Earnings per share: Basic earnings per share are calculated based on the weighted average number of outstanding shares of each category during the year, and treasury shares.

Diluted earnings per share are calculated as follows:

- Numerator: profit for the year adjusted by dilutive effects from stock options granted by subsidiaries.

 Denominator: the number of shares of each category adjusted to include potential shares corresponding to dilutive instruments (stock options), less the number of shares that could be bought back at market, if applicable.

Equity instruments that will or may be settled with the Company and its subsidiaries' shares are only included in the calculation when its settlement has a dilutive impact on earnings per share.

CONSOLIDATED FINANCIAL STATEMENTS

1. Balance Sheet

(R$ million)	03.31.2018	12.31.2017	03.3
Current Assets	**30,612**	**33,015**	**2**
Cash and Marketable Securities	1,701	3,792	
Accounts Receivable	857	618	
Credit Cards	594	334	
Sales Vouchers and Trade Account Receivable	206	223	
Allowance for Doubtful Accounts	(4)	(18)	
Resulting from Commercial Agreements	61	79	
Inventories	4,758	4,822	
Recoverable Taxes	573	597	
Noncurrent Assets for Sale	22,133	22,775	
Prepaid Expenses and Other Accounts Receivables	590	413	
Noncurrent Assets	**14,805**	**14,692**	**1**
Long-Term Assets	3,546	3,452	
Accounts Receivables	42	80	
Credit Cards	42	80	
Recoverable Taxes	1,785	1,747	
Deferred Income Tax and Social Contribution	147	126	
Amounts Receivable from Related Parties	52	25	
Judicial Deposits	788	762	
Prepaid Expenses and Others	733	713	
Investments	188	177	
Property and Equipment	9,150	9,138	
Intangible Assets	1,920	1,924	
TOTAL ASSETS	**45,417**	**47,707**	**4**

	03.31.2018	12.31.2017	03.3
Current Liabilities	**25,610**	**28,992**	**2**
Suppliers	5,510	8,129	
Loans and Financing	883	770	
Debentures	506	481	
Payroll and Related Charges	664	639	
Taxes and Social Contribution Payable	272	300	
Dividends Proposed	78	78	
Financing for Purchase of Fixed Assets	24	116	
Rents	77	128	
Acquisition of minority interest	-	-	
Debt with Related Parties	160	153	
Advertisement	39	26	
Provision for Restructuring	3	3	
Advanced Revenue	125	146	
Non-current Assets Held for Sale	17,057	17,824	
Others	211	198	
Long-Term Liabilities	**6,536**	**5,674**	
Loans and Financing	766	803	
Debentures	3,336	2,534	
Financing for Purchase of Assets	-	-	
Deferred Income Tax and Social Contribution	424	394	
Tax Installments	540	566	
Provision for Contingencies	1,155	1,108	
Advanced Revenue	19	22	
Provision for loss on investment in Associates	246	195	
Others	49	53	
Shareholders' Equity	**13,271**	**13,042**	**1**
Capital	6,822	6,822	
Capital Reserves	379	355	
Profit Reserves	3,198	3,060	
Other Comprehensive Results	(60)	(49)	
Minority Interest	2,932	2,854	
TOTAL LIABILITIES	**45,417**	**47,707**	**4**

2. Income Statement - 1Q18

R$ - Million	1Q18	1Q17	Δ	1Q18	1Q17	Δ	1Q18	1Q17	Δ
Gross Revenue	**12,300**	**11,430**	**7.6%**	**12,300**	**11,430**	**7.6%**	**6,801**	**7,030**	**-3.**
Net Revenue	**11,343**	**10,552**	**7.5%**	**11,343**	**10,552**	**7.5%**	**6,285**	**6,513**	**-3.**
Cost of Goods Sold	**(8,784)**	**(8,121)**	**8.2%**	**(8,784)**	**(8,121)**	**8.2%**	**(4,505)**	**(4,667)**	**-3.**
Depreciation (Logistic)	(12)	(12)	-0.3%	(12)	(12)	-0.3%	(10)	(11)	-8
Gross Profit	**2,547**	**2,419**	**5.3%**	**2,547**	**2,419**	**5.3%**	**1,770**	**1,835**	**-3.**
Selling Expenses	(1,739)	(1,700)	2.3%	(1,739)	(1,700)	2.3%	(1,266)	(1,327)	-4
General and Administrative Expenses	(241)	(243)	-0.5%	(241)	(243)	-0.5%	(179)	(193)	-7
Selling, General and Adm. Expenses	**(1,980)**	**(1,943)**	**1.9%**	**(1,980)**	**(1,943)**	**1.9%**	**(1,445)**	**(1,520)**	**-4.**
Equity Income[(2)]	(33)	(12)	185.5%	11	15	-22.2%	11	15	-22
Other Operating Revenue (Expenses)	(43)	34	-228.1%	(43)	34	-228.1%	(41)	21	-293
Depreciation and Amortization	(210)	(190)	10.6%	(210)	(190)	10.6%	(155)	(149)	4
Earnings before interest and Taxes - EBIT	**281**	**308**	**-8.8%**	**325**	**334**	**-2.6%**	**141**	**202**	**-30.**
Financial Revenue	40	58	-29.9%	40	58	-29.9%	32	50	-36
Financial Expenses	(172)	(240)	-28.2%	(172)	(240)	-28.2%	(153)	(215)	-28
Net Financial Result	**(132)**	**(182)**	**-27.7%**	**(132)**	**(182)**	**-27.7%**	**(121)**	**(164)**	**-26.**

Income (Loss) Before Income Tax	**149**	**126**	**18.5%**	**194**	**152**	**27.4%**	**19**	**37**	**-47.**
Income Tax	(41)	(49)	-16.6%	(41)	(49)	-16.6%	18	(10)	-269
Net Income (Loss) Company - continuing operations	108	77	41.1%	153	103	48.5%	37	27	39
Net Result from discontinued operations	117	132	-11.4%	(11)	(25)	-58.2%	(11)	(25)	-58
Net Income (Loss) - Consolidated Company	**226**	**209**	**7.8%**	**142**	**77**	**83.4%**	**27**	**1**	**1937.**
Net Income (Loss) - Controlling Shareholders - continuing operations[3]	108	77	40.1%	153	103	47.7%	37	27	36
Net Income (Loss) - Controlling Shareholders - discontinued operations[3]	42	43	-3.8%	(11)	(25)	-58.2%	(11)	(25)	-58
Net Income (Loss) - Consolidated Controlling Shareholders[3]	**150**	**121**	**24.3%**	**142**	**78**	**82.1%**	**27**	**2**	**1331.**
Minority Interest - Non-controlling - continuing operations	-	(1)	n.a.	-	(1)	n.a.	-	(1)	
Minority Interest - Non-controlling - discontinued operations	76	89	-15.1%	-	-	n.a.	-	-	
Minority Interest - Non-controlling - Consolidated	**76**	**88**	**-14.6%**	**-**	**(1)**	**n.a.**	**-**	**(1)**	**n**
Earnings before Interest, Taxes, Depreciation,	**503**	**510**	**-1.4%**	**548**	**536**	**2.1%**	**306**	**362**	**-15.**

Amortization - EBITDA									
Adjusted EBITDA (4)	**546**	**477**	**14.6%**	**591**	**503**	**17.4%**	**347**	**341**	**1.**

% of Net Revenue	1Q18	1Q17		1Q18	1Q17		1Q18	1Q17
Gross Profit	**22.5%**	**22.9%**		**22.5%**	**22.9%**		**28.2%**	**28.2%**
Selling Expenses	15.3%	16.1%		15.3%	16.1%		20.1%	20.4%
General and Administrative Expenses	2.1%	2.3%		2.1%	2.3%		2.8%	3.0%
Selling, General and Adm. Expenses	**17.5%**	**18.4%**		**17.5%**	**18.4%**		**23.0%**	**23.3%**
Equity Income(2)	-0.3%	-0.1%		0.1%	0.1%		0.2%	0.2%
Other Operating Revenue (Expenses)	0.4%	-0.3%		0.4%	-0.3%		0.6%	-0.3%
Depreciation and Amortization	1.8%	1.8%		1.8%	1.8%		2.5%	2.3%
EBIT	**2.5%**	**2.9%**		**2.9%**	**3.2%**		**2.2%**	**3.1%**
Net Financial Revenue (Expenses)	**1.2%**	**1.7%**		**1.2%**	**1.7%**		**1.9%**	**2.5%**
Income Before Income Tax	**1.3%**	**1.2%**		**1.7%**	**1.4%**		**0.3%**	**0.6%**
Income Tax	-0.4%	-0.5%		-0.4%	-0.5%		0.3%	-0.2%
Net Income (Loss) Company - continuing operations	**1.0%**	**0.7%**		**1.3%**	**1.0%**		**0.6%**	**0.4%**
Net Income (Loss) - Consolidated Company	**2.0%**	**2.0%**		**1.3%**	**0.7%**		**0.4%**	**0.0%**
Net Income (Loss) - Controlling Shareholders - continuing operations(3)	1.0%	0.7%		1.3%	1.0%		0.0%	0.4%
Net Income (Loss) - Consolidated	1.3%	1.1%		1.3%	0.7%		0.4%	0.0%

Controlling Shareholders(3)						
Minority Interest - Non-controlling - continuing operations	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Minority Interest - Non-controlling - Consolidated	0.7%	0.8%	0.0%	0.0%	0.0%	0.0%
EBITDA	**4.4%**	**4.8%**	**4.8%**	**5.1%**	**4.9%**	**5.6%**
Adjusted EBITDA (4)	**4.8%**	**4.5%**	**5.2%**	**4.8%**	**5.5%**	**5.2%**

(1) Multivarejo includes the results of Malls and Corporate.
(2) Equity income from Cdiscount is included in the Consolidated results and not in the Retail and Cash-and-Carry segments.
(3) Net income after non-controlling interest.
(4) EBITDA adjusted by the line “Other Operating Income and Expenses” to eliminate nonrecurring income and expenses.

3. Financial income and expenses

(R$ million)	**1Q18**	**1Q17**
Financial Revenue	**40**	
Financial Expenses	**(172)**	**(**
Cost of Debt	(98)	(
Cost of Receivables Discount	(35)	
Restatement of Contingent Liabilities and Other financial expenses	(40)	
Net Financial Revenue (Expenses)	**(132)**	**(**
% of Net Revenue	**1.2%**	

*In the financial statements of GPA as of March 31, 2018, due to the ongoing divestment of the interest held by GPA in Via Varejo S.A. as announced in the material fact notice of November 23, 2016, **the operations of Via Varejo are treated as discontinued operations**. Accordingly, net sales and other profit and loss accounts were adjusted retrospectively, as required under IFRS 5/CPC 31, approved by CVM Resolution 598/09 – Sale of non-current assets and discontinued operations.*

4. Net Income

(R$ million)	**1Q18**	**1Q17**	**Δ**
EBITDA	**503**	**510**	**-1.4%**
Depreciation (Logistic)	(12)	(12)	-0.3%
Depreciation and Amortization	(210)	(190)	10.6%
Net Financial Revenue (Expenses)	(132)	(182)	-27.7%
Income (Loss) before Income Tax	**149**	**126**	**18.5%**
Income Tax	(41)	(49)	-16.6%
Net Income (Loss) Company - continuing operations	**108**	**77**	**41.1%**
Net income from discontinued operations	117	132	-11.4%
Net Income (Loss) Consolidated Company	**226**	**209**	**7.8%**

Net Income (Loss) - Controlling Shareholders - continuing operations	108	77	40.1%
Net Income (Loss) - Controlling Shareholders - descontinuing operations	42	43	-3.8%
Net Income (Loss) - Controlling Shareholders - Consolidated	**150**	**121**	**24.3%**
Other Operating Revenue (Expenses)	(43)	34	-228.1%
Income Tax from Other Operating Revenues (Expenses)	11	(9)	n.a
Adjusted Net Income (Loss) - Controlling Shareholders - continuing operations [1]	**140**	**53**	**163.5%**
Adjusted Net Margin - Controlling Shareholders	**1.2%**	**0.5%**	**70 bps**

In the financial statements of GPA as of March 31, 2018, due to the ongoing divestment of the interest held by GPA in Via Varejo S.A. as announced in the material fact notice of November 23, 2016, the operations of Via Varejo are treated as discontinued operations. Accordingly, net sales and other profit and loss accounts were adjusted retrospectively, as required under IFRS 5 / CPC 31, approved by CVM Resolution 598/09 - Sale of non-current assets and discontinued operations.

5. Indebtedness

(R$ million)	**03.31.2018**	**03.3**
Short Term Debt	**(1,388)**	
Loans and Financing	(883)	
Debentures and Promissory Notes	(506)	
Long Term Debt	**(4,074)**	
Loans and Financing	(738)	
Debentures	(3,336)	
Total Gross Debt	**(5,463)**	
Cash and Financial investments	**1,701**	
Net Debt	**(3,762)**	
EBITDA[1]	**2,308**	
Net Debt / EBITDA[1]	**-1.63x**	
On balance Credit Card Receivables not discounted	641	
Net Debt incl. Credit Card Receivables not discounted	**(3,121)**	
Net Debt incl. Credit Card Receivables not discounted / EBITDA[1]	**-1.35x**	

In the financial statements of GPA as of March 31, 2018, due to the ongoing divestment of the interest held by GPA in Via Varejo S.A. as announced in the material fact notice of November 23, 2016, the operations of Via Varejo are treated as discontinued operations. Accordingly, net sales and other profit and loss accounts were adjusted retrospectively, as required under IFRS 5 / CPC 31, approved by CVM Resolution 598/09 - Sale of non-current assets and discontinued operations. However, said technical standard does not require restatement of the balance sheet in such situations.

[1] EBITDA in the last 12 months.

6. Cash Flow - Consolidated (including Via Varejo)

(R$ million)	03.31.2018	03.31.2017
Net Income (Loss) for the period	**226**	**208**
Adjustment for reconciliation of net income		
Deferred income tax	6	(30)
Loss (gain) on disposal of fixed and intangible assets	15	(11)
Depreciation and amortization	223	202
Interests and exchange variation	205	223
Equity Income	27	6
Provision for contingencies	202	111
Share-Based Compensation	7	6
Allowance for doubtful accounts	177	160
Provision for obsolescence/breakage	(19)	(20)
Deferred revenue	(103)	(82)
	966	**773**
Asset (Increase) decreases		
Accounts receivable	(1,131)	(2,557)
Inventories	(914)	(481)
Taxes recoverable	(141)	(66)
Other Assets	(416)	(130)
Related parties	(15)	14

Restricted deposits for legal proceeding	(75)	(33)
	(2,692)	**(3,253)**
Liability (Increase) decrease		
Suppliers	(3,313)	(2,411)
Payroll and charges	14	(10)
Taxes and Social contributions payable	(66)	(58)
Other Accounts Payable	25	(25)
Contingencies	(153)	(116)
Deferred revenue	4	(3)
Taxes and Social contributions paid	(133)	(3)
	(3,622)	**(2,626)**
Net cash generated from (used) in operating activities	**(5,348)**	**(5,106)**
Acquisition of property and equipment	(356)	(266)
Increase Intangible assets	(80)	(91)
Sales of property and equipment	9	3
Net cash flow investment activities	**(427)**	**(354)**
Cash flow from financing activities		
Increase of capital	-	4
Funding and refinancing	2,633	2,222
Payments of loans and financing	(1,904)	(3,699)
Net cash generated from (used) in financing activities	**729**	**(1,473)**
Increase (decrease) in cash and cash equivalents	**(5,046)**	**(6,933)**
Cash and cash equivalents at the beginning of the year	7,351	9,142
Cash and cash equivalents at the end of the year	2,305	2,209
Change in cash and cash equivalents	**(5,046)**	**(6,933)**

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6.1. Simplified Cash Flow Statement – Consolidated (including Via Varejo)

(R$ million)	**1Q18**	**1Q17**
Cash Balance at Beginning of Exercise	**7,351**	**9,142**
Cash Flow from Operating Activities	**(5,348)**	**(5,106**
EBITDA	888	793
Cost of Sale of Receivables	(176)	(174
Working Capital	(5,358)	(5,449
Assets and Liabilities Variation	(702)	(276
Cash Flow from Investment Activities	**(427)**	**(354**
Net Investment	(427)	(354
Change on net cash after investments	**(5,775)**	**(5,460**
Cash Flow from Financing Activities	**729**	**(1,473**
Net Payments	729	(1,473
Change on Net Cash	**(5,046)**	**(6,933**
Cash Balance at End of Exercise	**2,305**	**2,209**
Cash includes "Assets held for sale and op. Discontinued"	**604**	**526**
Cash t as balance sheet (excluding Via Varejo)	**1,701**	**1,683**

In the financial statements of GPA as of March 31, 2018, due to the ongoing divestment of the interest held by GPA in Via Varejo S.A. as announced in the material fact notice of November 23, 2016, the operations of Via Varejo are treated as discontinued operations. Accordingly, net sales and other profit and loss accounts were adjusted retrospectively, as required under IFRS 5/CPC 31, approved by CVM Resolution 598/09 – Sale of non-current assets and discontinued operations. Held-for-sale assets and the corresponding liabilities were reclassified only on the reporting date. Therefore all of the above changes in balance sheet accounts include Via Varejo, although the closing cash position has been reconciled to reflect only continuing operations.

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7. Capital Expenditure

(R$ million)	1Q18	1Q17	Δ
New stores, land acquisition and conversions	87	28	217.6%
Store renovations and Maintenance	78	74	5.5%
Infrastructure and Others	68	43	59.6%
Non-cash Effect			
Financing Assets	96	124	-22.4%
Total	**330**	**268**	**23.0%**

8. Breakdown of Sales by Business

(R$ million)	1Q18	%	1Q17	%	Δ
Multivarejo	**6,801**	**55.3%**	**7,030**	**61.5%**	**-3.3%**
Pão de Açúcar	1,753	14.3%	1,718	15.0%	2.0%
Extra (1)	4,151	33.8%	4,416	38.6%	-6.0%
Convenience Stores (2)	284	2.3%	296	2.6%	-4.0%
Other Businesses (3)	612	5.0%	600	5.2%	2.0%
Cash & Carry	**5,499**	**44.7%**	**4,400**	**38.5%**	**25.0%**
Assaí	5,499	44.7%	4,400	38.5%	25.0%
Food Business	**12,300**	**100.0%**	**11,430**	**100.0%**	**7.6%**

(R$ million)	1Q18	%	1Q17	%	Δ
Multivarejo	**6,285**	**55.4%**	**6,513**	**61.7%**	**-3.5%**
Pão de Açúcar	1,614	14.2%	1,585	15.0%	1.8%
Extra (1)	3,805	33.5%	4,065	38.5%	-6.4%
Convenience Stores (2)	265	2.3%	277	2.6%	-4.1%

Other Businesses [3]	602	5.3%	586	5.6%	2.7%
Cash & Carry	**5,058**	**44.6%**	**4,039**	**38.3%**	**25.2%**
Assaí	5,058	44.6%	4,039	38.3%	25.2%
Food Business	**11,343**	**100.0%**	**10,552**	**100.0%**	**7.5%**

[1] Includes sales by Extra Supermercado and Extra Hiper.

[2] Includes sales by Minimercado Extra and Minuto Pão de Açúcar.

[3] Includes sales by Gas stations, Drugstores, Delivery and rental revenue from commercial centers.

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9. Breakdown of Sales (% of Net Sales)

	1Q18	1Q17
Cash	49.9%	51.5%
Credit Card	39.2%	38.2%
Food Voucher	10.9%	10.3%

10. Store Portfolio Changes by Banner

	12/31/2017	Opened	Opened by conversion	Closed	Closed to conversion	03/31/20
Pão de Açúcar	186	-	-	-	-	
Extra Hiper	117	-	-	-	(4)	
Extra Supermercado	188	-	-	(1)	-	
Minimercado Extra	183	-	-	-	-	
Minuto Pão de Açucar	82	-	-	-	-	
Assaí	126	1	-	-	-	
Other Business	199	-	-	(5)	-	
Gas Station	*72*	-	-	(1)	-	
Drugstores	*127*	-	-	(4)	-	
Food Business	**1,081**	**1**	**-**	**(6)**	**(4)**	**1,0**

Sales Area ('000 m²)		
Food Business	1,811	1,

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Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

1. Corporate information

Companhia Brasileira de Distribuição ("Company" or “CBD”), directly or through its subsidiaries (“Group” or “GPA”) is engaged in the retail of food, clothing, home appliances, electronics and other products through its chain of hypermarkets, supermarkets, specialized stores and department stores especially under the trade names "Pão de Açúcar, “Minuto Pão de Açúcar”, "Extra Hiper", “Extra Super”, “Minimercado Extra”, “Assai”, and the neighborhood shopping mall brand “Conviva”. The activities related to the segments of electronics and e-commerce are presented as discontinued operations (note 32) and represent the stores under the brands “Ponto Frio” and “Casas Bahia", as well as the e-commerce platforms “CasasBahia.com,” “Extra.com”, “Pontofrio.com”, “Barateiro.com”, and “Cdiscount.com”. The Group’s headquarters are located in the city of São Paulo, State of São Paulo, Brazil.

The Company’s shares are listed on the São Paulo Stock Exchange (“B3”) Level 1 of Corporate Governance under the ticker symbol “PCAR4” and on the New York Stock Exchange (ADR level III), under the ticker symbol “CBD”.

The Company is indirectly controlled by Almacenes Éxito S.A., through Wilkes Participações S.A. (“Wilkes”), and its ultimate parent company is Casino Guichard Perrachon (“Casino”), French company listed on Paris Stock Exchange.

1.1. Arbitration Península

On September 12, 2017, the Company received a notice from the Brazil-Canada Chamber of Commerce regarding a request for arbitration filed by Banco Ourinvest S.A., a financial institution, in its capacity as fund manager and acting in the exclusively interest of the quotaholders of Fundo de Investimento Imobiliário Península ("Península" and the "Proceeding").

The Proceeding aims to discuss the calculation of the rental fees and other operational matters related to the stores owned by Peninsula, which are under several lease agreements and contracts entered into between the Company and Peninsula during 2005 (the "Agreements"). The Agreements assure to CBD the rent of the stores for a period of twenty (20) years as from their respective execution, which may be extended for an additional 20-year term, at CBD’s exclusive criteria, and rules the calculation of the rental fees.

The Proceeding refers to certains terms and conditions of the Agreements and does not affect the continuity of the leasing of the stores, which are contractually assured. The Company and its legal advisors understand that the Proceeding will be decided favorably to CBD.

2. Basis of preparation

The individual and consolidated interim financial information has been prepared in accordance with IAS 34 - Interim Financial Reporting issued by the International Accounting Standard Board ("IASB") and CPC 21 (R1) - Interim Financial Reporting and presented consistently with the standards approved and issued by the Brazilian Securities and Exchange Commission ("CVM") applicable to the preparation of interim financial information – ITR.

The individual and consolidated interim financial information is being presented in millions of Brazilian Reais.The reporting currency of the Company is Real and for subsidiaries located abroad is the local currency of each jurisdiction.

The accounting information intermediate and consolidated regarding the quarter ended March 31, 2018 were approved by the Board of Directors on April 26, 2018.

Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

2. Basis of preparation - Continued

As a result of the process in progress for the sale of the subsidiary Via Varejo S.A. (note 32 on the financial statements for year ended December 31, 2017, presented in February 19, 2018) and in accordance to the CPC 31 / IFRS 5 – Non current assets held for sale and discontinued operation, the individual and consolidated interim financial information of the statement of the operations and the statement of the added value for the periods ended March 31, 2018 and March 31, 2017 were presented with the effects of the transaction.

The cash flow statements presented include the continuing and discontinued operations in line with technical pronouncement CPC31 / IFRS 5.

3. Basis of consolidation

The information on the basis of consolidation did not have significant modification and was presented in the annual financial statements for 2017, in note 3.

4. Significant accounting policies

The significant accounting policies adopted by the Company in the preparation of the individual and consolidated interim financial information are consistent with those adopted and disclosed on Note 4 of the financial statements for the year ended December 31, 2017 and therefore should be read in conjunction with those annual financial statements, in note 5.1. and the policy of recognition and measurement of income tax in the interim period described in Note 19.1.

5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018

The changes in accounting policies were also reflected in the Company's consolidated quarterly information for the three-month period ended March 31, 2018.

The Company adopted for the first time CPC 47 / IFRS 15 Revenue from Contracts with Customers (see 5.1.1), CPC 48 /IFRS 9 Financial Instruments (see 5.1.2) as of January 1, 2018 and the Revision of Technical Pronouncements – No. 12/2017 as of January 1, 2018. A series of other new standards are effective as of January 1, 2018, although they have no material impact on the Company’s financial statements.

The effect of the first-time adoption of these standards is mainly due to the following:

- Reclassification of bonuses received from suppliers;
- Reclassification of financial assets, with impacts on shareholders’ equity (see note 5.1.2);
- Reclassification of the impacts of withheld taxes on share-based compensation (see Note 5.1.3);
- an increase in impairment losses recognized in financial assets (see Note 5.1.2).

Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 - Continued

5.1.1 . CPC 47 / IFRS 15 Revenue from contracts with customers

CPC 47 / IFRS 15 establishes a comprehensive framework to determine if, when and for how long revenue is recognized. It substitutes CPC 30 / IAS 18 Revenue, CPC 17 / IAS 11 Construction Contracts and their respective interpretations.

The Company adopted CPC 47 / IFRS 15, with the effect of first-time adoption of the standard with retrospective effects (i.e. January 1, 2017). Consequently, we restated the Statement of income for the year reported previously in accordance with CPC 30 / IAS 18, CPC 17 / IAS 11 and the respective interpretations.

The effect of the adoption of CPC 47 / IFRS 15 is related to the classification of bonuses received from suppliers as deductions from the cost of sales instead of from administrative and selling expenses.

The details of the new significant accounting policies and the nature of the changes to previous accounting policies in relation to the diverse goods and services of the Company are described below:

(i) Revenue

a) Sales of goods

Revenue from sale of goods is recognized at its fair value and, when control over the products is transferred to the buyer, the Company and its subsidiaries cease to hold control or liability over the goods sold and the economic benefits generated for the Company and its subsidiaries are probable. No revenue is recognized if its realization is uncertain.

b) Service revenue

Since the Company and its subsidiaries are holders of policies on extended warranty insurance, financial protection insurance and personal accident insurance, and are sales agents in technical assistance and prepaid phone recharge, revenues earned are presented net of related costs and recognized as profit or loss when it is probable that the economic benefits will flow to the Company and its subsidiaries and their amounts can be measured reliably.

c) Financial services revenue

Since consumer financing is an essential part of the business of the Company and its subsidiaries, for all financial instruments measured at amortized cost, financial revenue is recognized using the effective interest rate method, which discounts exactly the estimated future cash receipts through the expected life of the financial instrument, or in a shorter period of time, when applicable, from the carrying amount of the asset. Interest income is included under financial services, comprising gross profit in the income statement for the year. This practice is substantially related to discontinued activities.

Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 - Continued

5.1.1 CPC 47 / IFRS 15 Revenue from contracts with customers - Continued

d) Interest income

For all the financial assets measured at their amortized cost, interest income is recorded using the effective interest rate method, which is the discount rate of the estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, as applicable, from the carrying amount of the financial asset or liability. Interest income is included in the financial result in the income statement for the year.

e) Returns and cancellations

Returns and cancellations are recognized when the sale is concluded. Estimates are based on sales volumes and the history of returns in each reporting segment. Revenue is recognized net of returns and cancellations.

(ii) Cost of goods sold

The cost of goods sold comprises the cost of purchases net of discounts and bonuses received from suppliers, changes in inventories and logistics costs.

Bonuses received from suppliers are measured based on the contracts and agreements between the parties.

Cost of sales includes the cost of logistics operations managed or outsourced by the Company and its subsidiaries, and includes warehousing, handling and freight costs incurred until the goods are available for sale. Transport costs are included in acquisition costs.

5.1.2 CPC 48 / IFRS 9 Financial Instruments

CPC 48 / IFRS 9 establishes the requirements for recognition and measurement of financial assets, financial liabilities and some contracts for purchase and sale of non-financial items. This standard replaces CPC 38 / IAS 39 – Financial Instruments: Recognition and Measurement.

CPC 48 / IFRS 9 retains most of the current requirements of CPC 38 / IAS 39 for the classification and measurement of financial liabilities. However, it eliminates previous categories of CPC 38 / IAS 39 for financial assets: held-to-maturity, loans and receivables and available-for-sale.

The adoption of CPC 48 / IFRS 9 did not have a significant impact on the Company's accounting policies related to financial liabilities and derivative instruments (for derivatives used as hedging instruments, see item (iii) below). The impact of CPC 48 / IFRS 9 on the Classification and Measurement of Financial assets is described below.

Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 – Continued

5.1.2 CPC 47 / IFRS 15 Revenue from contracts with customers - Continued

In accordance with CPC 48 / IFRS 9, upon initial recognition, a financial asset is classified as measured: at its amortized cost, at fair value through other comprehensive income ("FVOCI") – debt instrument; FVOCI – equity instrument; or fair value through profit or loss ("FVPL"). The classification of financial assets according to CPC 48 / IFRS 9 is generally based on the business model in which a financial asset is managed and on the characteristics of its contractual cash flows. Embedded derivatives in which the main contracts is a financial asset under the scope of the standard are never separated. Instead, the hybrid financial instrument is fully evaluated for classification.

Details of the new significant accounting policies and the nature of changes to previous accounting policies in relation to the Company's goods and services is described below:

i) Classification and measurement of Financial Assets and Liabilities

A financial asset is measured at its amortized cost if it meets both of the following conditions and is not designated as measured at FVPL:

- It is held within a business model whose goal is to maintain financial assets to receive contractual cash flows; and

- Its contractual terms generate, on specific dates, cash flows that are related to the payment of principal and interest on the outstanding principal amount.

A financial asset is measured at FVOCI if it meets both of the following conditions and is not designated as measured at FVPL:

- It is held within a business model whose goal is achieved both through the receipt of contractual cash flows and through the sale of financial assets; and

- Its contractual terms generate, on specific dates, cash flows that are exclusively related to the payment of principal and interest on the outstanding principal amount.

Upon initial recognition of an investment in an equity instrument that is not held for trading, the Company may irrevocably choose to present subsequent changes in the fair value of the investment under other comprehensive income ("OCI"). This choice is made on an investment-by-investment basis.

Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 – Continued

5.1.2 CPC 47 / IFRS 15 Revenue from contracts with customers - Continued

Any financial asset not classified as measured at their amortized cost or through FVOCI, as described above, are classified as FVPL. This includes all derivative financial assets. Upon initial recognition, the Company may irrevocably designate a financial asset that would otherwise meet the requirements to be measured at amortized cost or as FVOCI as FVPL if this eliminates or significantly reduces an accounting mismatch that would occur otherwise (fair value option available in CPC 48 / IFRS 9).

A financial asset (unless it refers to trade accounts receivable without a significant component of financing that is initially measured at the transaction price) is initially measured at fair value, plus, for an item that is not measured at FVPL, any transaction costs directly attributable to its acquisition.

Financial assets measures at FVPL – These assets are subsequently measured at fair value. The net result, including interest or revenue from dividends, is recognized in the result.

Financial assets at amortized cost – These assets are measured subsequent to amortized cost using the effective interest rate method. The amortized cost is reduced by impairment losses. Interest income, exchange gains and losses, and losses are recognized as profit or loss. Any gain or loss from derecognition is recognized as profit or loss.

Debt instruments at FVOCI – These assets are measured subsequently at fair value. Interest income calculated using the effective interest rate method, exchange gains and losses, and impairment losses are recognized as profit or loss. Other net income is recognized under OCI. In derecognition, the accumulated result under OCI is reclassified to result. On December 31, 2017, the amount under continuing operations was R$11 at the parent company and R$12 at the consolidated, and the amount under discontinued operation was R$64.

ii) Impairment of financial assets

CPC 48 / IFRS 9 replaces the “incurred loss” model of CPC 38 / IAS 39 with an expected credit losses model. The new impairment loss model applies to financial assets measured at amortized cost, contractual assets and debt instruments measured at FVOCI, but does not apply to investments in equity instruments (shares) or financial assets measured at FVPL, as per CPC 48 / IFRS 9, loan losses are recognized earlier than under CPC 38 / IAS 39.

According to CPC 48 / IFRS 9, provisions for losses are measured at one of the following bases:

- Credit losses expected for 12 months (general model): these are credit losses that result in possible default events within 12 months from the balance sheet date and, subsequently, in case of deterioration of the credit risk, throughout the life of the instrument.

- Full lifetime expected credit losses (simplified model): these are credit losses resulting from all possible default events over the expected life of a financial instrument.

Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 – Continued

5.1.2 CPC 47 / IFRS 15 Revenue from contracts with customers - Continued

ii) Impairment of financial assets - Continued

- Practical expedient: these are expected credit losses that are consistent with reasonable and sustainable information available, on the balance sheet date about past events, current conditions and forecasts of future economic conditions, which enable the verification of probable future loss based on the historical credit loss occurred in accordance with the maturity of securities.

The Company chose to measure provisions for losses from accounts receivable and other receivables and contractual assets at an amount that equals the credit loss expected for the full lifetime, and for trade accounts receivable, whose portfolio of receivables is fragmented, CDCI, rents receivable, wholesale accounts receivable and accounts receivable from freight companies, the practical expedient was applied through the adoption of a matrix of losses for each maturity range.

When determining whether the credit risk of a financial asset increased significantly since its initial recognition and while estimating the expected credit losses, the Company takes into account reasonable and sustainable information that is relevant and available free of cost or excessive effort. This includes quantitative and qualitative information and analysis, based on the Company's historical experience, during credit appraisal and considering information about projections.

The Company assumes that the credit risk of a financial asset increased significantly if the asset is overdue more than 90 days.

The Company considers a financial asset as in default when:

- there is little likelihood that the debtor will fully pay their obligations to the Company, without resorting to actions such as execution of guarantees (if any); or

- the financial asset is overdue more than 90 days.

The Company determined the credit risk of a debt security by analyzing the payment history, financial and macroeconomic conditions of the counterparty and the assessment of rating agencies, when applicable, thereby assessing each debt security individually.

The maximum period considered when estimating the expected credit loss is the maximum contractual period during which the company is exposed to the credit risk.

Measurement of expected credit losses – Expected credit losses are estimates weighted by the probability of credit losses based on historical losses and projections of related assumptions. Credit losses are measured at present value based on all cash insufficiencies (i.e. the differences between the cash flows owed to the Company according to contracts and the cash flows the Company expects to receive).

Expected credit losses are discounted by the effective interest rate of the financial asset.

Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 – Continued

5.1.2 CPC 47 / IFRS 15 Revenue from contracts with customers – Continued

ii) Impairment of financial assets - Continued

Financial assets with credit recovery problems – On each reporting date, the Company evaluates whether the financial assets recorded at amortized cost and the debt securities measured at FVOCI show any indication of impairment. A financial asset shows “indication of impairment loss” in the occurrence of one or more events with adverse impact on the estimated future cash flows of the financial asset.

Presentation of impairment loss – Provision for losses for financial assets measured at amortized cost are deducted from the gross book value of the assets.

For financial instruments measured at FVOCI, the provision for losses is recognized in OCI, instead of deducting the book value of the asset.

Impairment losses related to trade accounts receivable and other receivables, including contractual assets, are presented separately in the statement of income and OCI. As a result, the Company reclassified impairment losses of R$2 in selling expenses on March 31, 2017, recognized under CPC 38 / IAS 39.

Impairment of other financial assets is reported under “selling expenses”, similarly to the presentation under CPC 38 / IAS 39.

Impact of the new impairment loss model – For assets within the scope of the loss model of CPC 48 / IFRS 9, impairment should increase and become more volatile. The Company determined that the application of the requirements for impairment under CPC 48 / IFRS 9 on January 1, 2018 resulted in an additional provision of R$6 in continuing operations.

The additional Provision of R$175 in discontinued operations is composed as follows:

	Discontinued operations
	12.31.2017
Accounts receivable from credit card operators	24
Consumer financing CDCI	131
Accounts receivable from freight companies	9
Accounts receivable b2b	11
Total	**175**

Accounts receivable and contractual assets – The following analysis provides greater details on the calculation of expected credit losses related to accounts receivable and contractual assets when adopting CPC 48 / IFRS 9. The Company considers the model and some of the assumptions used in the calculation of these expected credit losses as the main sources of uncertainty in the estimate.

Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 – Continued

5.1.2 CPC 47 / IFRS 15 Revenue from contracts with customers – Continued

ii) Impairment of financial assets – Continued

Expected credit losses were calculated based on real experiences of credit loss in recent years. The Company calculated the rates of expected credit loss separately for lessees of wholesale properties, accounts receivable from credit card operators and other clients.

The positions within each group were segmented based on common credit risk characteristics, such as:

- Credit risk level and historical losses – for wholesale clients and property rental; and
- Delinquency status, default risk and historical losses – for credit card operators and other clients.

Transition – Changes in accounting policies resulting from the adoption of CPC 48 / IFRS 9 were applied retrospectively, except as described below.

- The following assessments were made based on facts and circumstances that existed on the date of initial adoption.

  - o Determination of the business model in which a financial asset is held.
  - o Designation and cancellation of prior designations of certain financial assets and liabilities measured at FVPL.
  - o Determinations of variables related to estimates of impairment.
  - o Designation of certain investments in equity instruments not held for trading at FVOCI.

o All hedge relationships designated in CPC 38 / IAS 39 on December 31, 2017 met the criteria for hedge accounting pursuant to CPC 48 / IFRS 9 on January 1, 2018 and are, therefore, considered as continuing hedge relationships.

5.1.3 Revision of Technical Pronouncements – no.12/2017

The entity must apply the change set forth in IFRS 2 / CPC 10 – “Share-based payment” to account for the withholding of share funds to pay the tax authority for the tax obligation of the employee associated with the share-based payment. Consequently, the payment made must be accounted for as a deduction from capital for the retained shares, except to the extent that the payment exceeds the fair value on the date of settlement by the net value of the own equity instruments withheld. As such, the liability related to the withheld liabilities in the amount of R$10 at the parent company and R$13 in the consolidated of continuing operations, and R$8 in discontinued operations was reclassified to shareholders equity on the initial date of adoption, i.e. January 1, 2018.

Companhia Brasileira de Distribuição

Notes to the interim financial information

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(In millions of Brazilian reais, unless otherwise stated)

5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 – Continued

5.1.4. Presentation of the retrospective effects of the application of pronouncements

The effect of retrospective adoption of CPC 47 / IFRS 15 Revenue from Contracts with Customers, CPC 48 /IFRS 9 Financial Instruments as of January 1, 2017, with impacts on the statement of income for the three-month periods ended March 31, 2018 and 2017, balance sheets on March 31, 2018 and December 31, 2017, and statements of cash flows on March 31, 2018 and 2017, are as follows:

Balance Sheet	**Parent Company 12.31.2017**			
	Originally reported	Effects IFRS9	Equity effects (*)	**Restated**
Trade receivables	440	(12)	-	**428**
Other receivables	256	(3)	-	**253**
Assets held for sale	2.090	(77)	(4)	**2.009**
Total current assets	9.175	(92)	(4)	**9.079**
Deferred income tax and social contribution	108	4	-	**112**
Investments	3.368	(2)	(21)	**3.345**
Total noncurrent assets	13.803	2	(21)	**13.784**
Total assets	22.978	(90)	(25)	**22.863**
Provision for losses on investiment in associates	165	-	30	**195**
Total noncurrent liabilities	4.483	-	30	**4.513**
Shareholders' equity	10.333	(90)	(55)	**10.188**
Non-controlling interest	-	-	-	**-**
Total shareholders' equity	10.333	(90)	(55)	**10.188**
	22.978	(90)	(25)	**22.863**

Total liabilities and shareholders’ equity

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Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 – Continued

5.1.4. Presentation of the retrospective effects of the application of pronouncements – Continued

Statement of Operations	**Parent Company 03.31.2017**				
	Originally reported	Effects IFRS15	Effects IFRS9	Equity effects (*)	**Restate-ment**
Cost of Sales	(4.691)	55	-	-	**(4.636)**
Gross Profit	1.767	55	-	-	**1.822**
Operating income (expenses)					
Selling Expenses	(1.283)	(39)	(1)	-	**(1.323)**
General and Administrative Expenses	(174)	(16)	-	-	**(190)**
Share of Profit of Subsidiaries and Associates	135	-	-	(4)	**131**
Income (loss) Before Income Tax and Social Contribution	151	-	(1)	(4)	**146**
Income Tax and Social Contribution	(8)	-	-	-	**(8)**
Net Income (loss) from Continued Operations	143	-	(1)	(4)	**138**
Net Income (loss) from Descontinued Operations	(18)	-	-	-	**(18)**
Net Income (loss) for the Period	125		(1)	(4)	**120**

Attributed to:					
Net Income (loss) from Continued Operations	143	-	(1)	(4)	**138**
Net Income (loss) from Discontinued Operations	(18)	-	-	-	**(18)**
Total of controlling shareholders	125	-	(1)	(4)	**120**

Balance Sheet		**Consolidated 12.31.2017**		
	Originally reported	Effects IFRS9	Equity effects (*)	**Restated**
Trade receivables	632	(14)	-	**618**
Other receivables	271	(4)	-	**267**
Assets held for sale	22.961	(178)	(8)	**22.775**
Total current assets	33.220	(196)	(8)	**33.016**
Deferred income tax and social contribution	121	4	-	**125**
Investments	176	-	(21)	**155**
Total noncurrent assets	14.708	4	(21)	**14.691**
Total assets	47.928	(192)	(29)	**47.707**
Provision for losses on investiment in associates	165	-	30	**195**
Total noncurrent liabilities	5.644	-	30	**5.674**
Shareholders' equity	10.333	(90)	(55)	**10.188**
Non-controlling interest	2.959	(101)	(5)	**2.853**
Total shareholders' equity	13.292	(191)	(60)	**13.041**
Total liabilities and shareholders' equity	47.928	(191)	(30)	**47.707**

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5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 – Continued

5.1.4. Presentation of the retrospective effects of the application of pronouncements – Continued

Statements of Operations			**Consolidated 03.31.2017**		
	Originally reported	Effects IFRS15	Effects IFRS9	Equity effects (*)	**Restated**
Cost of Sales	(8.191)	57	-	-	**(8.134)**
Gross Profit	2.361	57	-	-	**2.418**
Operating income (expenses)					
Selling Expenses	(1.657)	(41)	(1)	-	**(1.699)**
General and Administrative Expenses	(227)	(16)	-	-	**(243)**
Share of Profit of Subsidiaries and Associates	(8)	-	-	(4)	**(12)**
Income (loss) Before Income Tax and Social Contribution	131	-	(1)	(4)	**126**
Income Tax and Social Contribution	(50)	-	-	-	**(50)**
Net Income (loss) from Continued Operations	81	-	(1)	(4)	**76**
Net Income (loss) from Discontinued Operations	133	-	-	(1)	**132**
Net Income (loss) for the Period	214		(1)	(5)	**208**
Attributed to:					
	82	-	(1)	(4)	**77**

Net Income (loss) from Continued Operations					
Net Income (loss) from Discontinued Operations	43	-	-	-	**43**
Total of controlling shareholders	125	-	(1)	(4)	**120**
Non-controlling shareholders from continued operations	(1)	-	-	-	**(1)**
Non-controlling shareholders from discontinued operations	90	-	-	(1)	**89**
Total of non-controlling shareholders	89	-	-	(1)	**88**

Statement of Cash Flows

	Parent Company 03.31.2017			
	Originally reported	Effects IFRS9	Equity effects (*)	**Restated**
Net Cash Operating Activities	(1.723)	-	-	**(1.723)**
Cash Provided by the Operations	304	-	-	**304**
Net Income (Loss) for the Period	125	(1)	(4)	**120**
Share of Profit of Subsidiaries and Associates	(135)	-	4	**(131)**
Estimated loss on doubtful accounts	(2)	1	-	**(1)**

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5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 – Continued

5.1.4. Presentation of the retrospective effects of the application of pronouncements – Continued

Statement of Cash Flows

	Consolidated 03.31.2017			
	Originally reported	Effects IFRS9	Equity effects (*)	**Restated**
Net Cash Operating Activities	(1.723)	-	-	**(1.723)**
Cash Provided by the Operations	304	-	-	**304**
Net Income (Loss) for the Period	125	(1)	(5)	**119**
Share of Profit of Subsidiaries and Associates	(135)	-	5	**(130)**
Estimated loss on doubtful accounts	(2)	1	-	**(1)**

Statement of Value Added

	Parent Company 03.31.2017				
	Originally reported	Effects IFRS15	Effects IFRS9	Equity effects (*)	**Restated**

Products Acquired from Third Parties					
Costs of Products, Goods and Services Sold	(4.529)	55	-	-	**(4.474)**
Materials, Energy, Outsourced Services and Other	(843)	(55)	(1)	-	**(899)**
	(5.372)	-	(1)	-	**(5.373)**
Gross Value Added	1.779	-	(1)	-	**1.778**
Net Value Added Produced	1.619	-	(1)	-	**1.618**
Value Added Received in Transfer					
Share of Profit of Subsidiaries and Associates	135	-	-	(4)	**131**
	170	-	-	(4)	**166**
Total Value Added to Distribute	1.789	-	(1)	(4)	**1.784**
Value Distributed to Shareholders	125	-	(1)	(4)	**120**
Total Value Added Distributed	1.789	-	(1)	(4)	**1.784**

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5. Adoption of new procedures, amendments and interpretations of pronouncements issued by IASB and CPC and standards published and not yet in force – Continued

5.1. Amendments to IFRS and new interpretations applicable mandatorily as of January 1, 2018 – Continued

5.1.4.Presentation of the retrospective effects of the application of pronouncements – Continued

Statement of Value Added

			Consolidated 03.31.2017		
	Originally reported	Effects IFRS15	Effects IFRS9	Equity effects (*)	**Restated**
Products Acquired from Third Parties					
Costs of Products, Goods and Services Sold	(8.262)	57	-	-	**(8.205)**
Materials, Energy, Outsourced Services and Other	(1.020)	(57)	(1)	-	**(1.078)**
	(9.282)	-	(1)	-	**(9.283)**
Gross Value Added	2.327	-	(1)	-	**2.326**
Net Value Added Produced	2.125	-	(1)	-	**2.124**
Value Added Received in Transfer					
Share of Profit of Subsidiaries and Associates	(8)	-	-	(4)	**(12)**
Net Income from Descontinued Operations	133		(1)		**132**
	186	-	(1)	(4)	**181**
	2.311	-	(2)	(4)	**2.305**

Total Value Added to Distribute					
Value Distributed to Shareholders	214	-	(2)	(4)	**208**
Retained Earnings/ Accumulated Losses for the Period	125		(1)	(4)	**120**
Noncontrolling Interest in Retained Earnings	89	-	(1)	-	**88**
Distribution of Value Added	2.311	-	(2)	(4)	**2.305**

(*) Effects of the application of IFRS 9 and 15 in associates.

5.2 New and revised standards and interpretations already issued and not yet adopted

The Company is assessing the impacts of adopting “IFRS 16 – Lease,” and significant impacts are expected, which are currently being measured and are expected to be concluded by the end of 2018.

There are no other standards and interpretations issued and not yet adopted that could, in the Management's opinion, have a significant impact on the results for the year or in the shareholders' equity reported by the Company in its separate and consolidated financial statements.

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6. Significant accounting judgments, estimates and assumptions

Judgments, estimates and assumptions

The preparation of the Company's individual and consolidated interim financial information requires Management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of the reporting period; however, uncertainties about these assumptions and estimates may result in outcomes that require adjustments to the carrying amount of the affected asset or liability in future periods.

The significant assumptions and estimates for interim financial information for the three-month period ended March 31, 2018 were the same as those adopted in the individual and consolidated financial statements for the year ended December 31, 2017, except for the application of CPC 48 / IFRS 9 described in Note 5.1.

7. Cash and cash equivalents

The detailed information on cash and cash equivalents was presented in the annual financial statements for 2017, in note 7.

		Parent Company		**Consolidated**	
	Rate	**03.31.2018**	**12.31.2017**	**03.31.2018**	**12.31.2017**
Cash and banks - Brazil		**223**	251	**336**	396
Cash and banks - Abroad	(*)	**68**	68	**68**	68
Short-term investments - Brazil	(**)	**973**	2,549	**1,297**	3,328
		1,264	2,868	**1,701**	3,792

(*) Refers to amounts deposited in the United States of America in US Dollars.

(**) Short-term investments as March 31, 2018 refer substantially to highly liquid investments accruing interest corresponding to a weighted average rate of 83,19% (98,07% on December 31, 2017) of the Interbank deposit Certificate ("CDI") and redeemable in terms of less than 90 days as of investment date.

8. Trade receivables

The detailed information on trade receivables was presented in the annual financial statements for 2017, in note 8.

	Parent Company		Consolidated	
	03.31.2018	**12.31.2017 Restated**	**03.31.2018**	**12.31.2017 Restated**
Credit card companies	**309**	134	**392**	234
Credit card companies - related parties (note 12.2)	**232**	162	**244**	170
Sales vouchers	**78**	84	**152**	147
Private label credit card	**52**	74	**53**	74
Receivables from related parties (note 12.2)	**15**	11	**1**	-
Receivables from suppliers	**40**	46	**61**	79
Allowance for doubtful accounts (note 8.1)	**(1)**	(3)	**(4)**	(6)
	725	508	**899**	698
Current	**683**	428	**857**	618
Noncurrent	**42**	80	**42**	80

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8. Trade receivables - Continued

8.1. Allowance for doubtful accounts

	Parent Company		Consolidated	
	03.31.2018	03.31.2017 Restated	03.31.2018	03.31.2017 Restated
At the beginning of the period	**(2)**	(1)	**(4)**	(2)
Adjustment related to IFRS 9	(1)	(1)	(2)	(2)
Restated opening balance	**(3)**	(2)	**(6)**	(4)
Loss/reversal in the year	**-**	(2)	**(177)**	(258)
Write-off of receivables	**2**	2	**154**	137
Assets held for sale and discontinued operations (note 31)	**-**	-	**25**	119
At the end of the period	**(1)**	(2)	**(4)**	(6)

Below is the aging list of consolidated gross receivables, by maturity period:

			Overdue receivables - Consolidated			
	Total	Not overdue	<30 days	30-60 days	61-90 days	>90 days
03.31.2018	**903**	**877**	**19**	**2**	**1**	**4**
12.31.2017-Restated	704	673	15	5	2	9

9. Other receivables

	Parent Company		Consolidated	
	03.31.2018	12.31.2017 Restated	03.31.2018	12.31.2017 Restated
Receivable from Paes Mendonça	**337**	337	**532**	532
Accounts receivable from insurers	**275**	208	**275**	208
Receivable from sale of subsidiaries	**86**	81	**86**	81
Rental receivable	**38**	47	**40**	48
Other	**51**	37	**58**	52
Allowance for doubtful other receivables	**(9)**	(10)	**(11)**	(12)
	778	700	**980**	909

Current	**316**	253	**324**	267
Noncurrent	**462**	447	**656**	642

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(In millions of Brazilian reais, unless otherwise stated)

9. Other receivables - Continued

	Parent Company		Consolidated	
	03.31.2018	03.31.2017	03.31.2018	03.31.2017
At the beginning of the period	**(10)**	(6)	**(12)**	(7)
Allowance for losses on inventory	**-**	-	**-**	(4)
Write-off of receivables	**1**	-	**13**	-
Assets held for sale and discontinued operations (note 31)	**-**	-	**(12)**	4
At the end of the period	**(9)**	(6)	**(11)**	(7)

10. Inventories

The detailed information on inventories was presented in the annual financial statements for 2017, in note 10.

	Parent Company		Consolidated	
	03.31.2018	12.31.2017	03.31.2018	12.31.2017
Stores	**1,960**	2,013	**3,452**	3,564
Distribution centers	**1,085**	1,065	**1,332**	1,307
Real estate inventories	**-**	-	**24**	24
Allowance for losses on inventory obsolescence and damages (note 10.1)	**(35)**	(36)	**(50)**	(73)
	3,010	3,042	**4,758**	4,822

10.1.Allowance for losses on inventory obsolescence and damages

	Parent Company	Consolidated

	03.31.2018	**03.31.2017**	**03.31.2018**	**03.31.2017**
At the beginning of the period	**(36)**	(40)	**(73)**	(76)
Additions	**-**	(5)	**(25)**	(37)
Write-offs	**1**	12	**44**	57
Assets held for sale and discontinued operations (note 31)	**-**	-	**4**	4
At the end of the period	**(35)**	(33)	**(50)**	(52)

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11. Recoverable taxes

The detailed information on recoverable taxes was presented in the annual financial statements for 2017, in note 11.

	Parent Company		**Consolidated**	
	03.31.2018	**12.31.2017**	**03.31.2018**	**12.31.2017**
State value-added tax on sales and services – ICMS	**1,207**	1,187	**1,939**	1,886
Provision for non-realization to ICMS	**-**	-	**(381)**	(369)
Social Integration Program/Contribution for Social Security Financing-PIS/COFINS	**258**	286	**416**	424
Social Security Contribution - INSS	**284**	281	**312**	312
Income tax and Social Contribution	**49**	62	**58**	71
Other	**3**	9	**14**	19
Total	**1,801**	1,825	**2,358**	2,343
Current	**323**	360	**573**	596
Noncurrent	**1,478**	1,465	**1,785**	1,747

11.1. ICMS is expected to be realized as follows (net of provision for not realizing in consolidated):

In	**Parent Company**	**Consolidated**
Up to one year	**122**	**338**
From 1 to 2 years	**138**	**238**
From 2 to 3 years	**144**	**179**
From 3 to 4 years	**151**	**151**
From 4 to 5 years	**138**	**138**
More than 5 years	**514**	**514**

	1,207	**1,558**

For the ICMS tax credits, management, based on technical feasibility studies, based on growth projections and related tax payments in the normal course of the operations, understand be viable the future compensation. The studies mentioned are prepared and reviewed periodically based on information extracted from Strategic Planning report, previously approved by the Board of Directors of the Company. For the accounting information as of March 31, 2018, management has monitoring controls over the progress of the plan annually established, revaluating and including eventual new elements that contribute to the realization of ICMS tax credits, net of provision of R$381, as shown above.

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12. Related parties

12.1.Management and Advisory Committees compensation

The expenses related to management compensation (officers appointed pursuant to the Bylaws including members of the Board of Directors and the related support committees) for the three-months period ended March 31, 2018 and 2017, were as follows:

In thousands of Brazilian reais

	Base salary		Variable compensation		Stock option plan		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Board of directors (*)	**1,396**	1,478	**-**	-	**-**	-	**1,396**	1,478
Executive officers	**7,722**	5,773	**5,192**	5,709	**3,203**	1,002	**16,117**	12,484
Fiscal Council	**171**	-	**-**	-	**-**	-	**171**	-
	9,289	7,251	**5,192**	5,709	**3,203**	1,002	**17,684**	13,962

(*) The compensation of the Board of Directors' advisory committees (Human Resources and Compensation, Audit, Finance, Sustainable Development and Corporate Governance) is included in this line.

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12. Related parties – Continued

12.2.Balances and transactions with related parties.

The detailed information on related parties was presented in the annual financial statements for 2017, in note 12.

	Parent company									
	Balances								Transactions	
	Trade receivables		Other assets		Trade payables		Other liabilities		Revenues (expenses)	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Controlling shareholders:										
Casino	**1**	-	**-**	-	**1**	1	**15**	4	**(15)**	(13)
Euris	**-**	-	**-**	-	**-**	-	**1**	-	**(1)**	(1)
Subsidiaries:										
Novasoc Comercial	**-**	-	**40**	45	**-**	-	**1**	5	**-**	1
Sendas Distribuidora	**9**	4	**77**	83	**6**	7	**-**	-	**17**	38
Via Varejo	**5**	7	**9**	4	**4**	4	**214**	202	**(21)**	(33)
VVLOG Logística Ltda.	**-**	-	**-**	-	**-**	-	**1**	1	**-**	-
Cnova Brasil	**-**	-	**17**	19	**-**	-	**-**	-	**1**	28
GPA M&P	**-**	-	**6**	6	**-**	-	**12**	-	**-**	-
GPA Logística	**-**	-	**35**	30	**15**	17	**38**	26	**-**	-
Associates										
FIC	**232**	162	**46**	18	**15**	21	**-**	-	**41**	22
Other related parties										
Greenyellow do Brasil Energia e Serviços Ltda("Greenyellow") (i)	**-**	-	**-**	-	**-**	-	**145**	149	**(12)**	(8)
Others	**-**	-	**1**	1	**-**	-	**-**	-	**-**	-
Total	**247**	173	**231**	206	**41**	50	**427**	387	**10**	34

(i) Amount refers to acquisition of products and services with purpose the Company’s energy efficience.

Companhia Brasileira de Distribuição

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(In millions of Brazilian reais, unless otherwise stated)

12. Related parties – Continued

12.2.Balances and transactions with related parties – Continued

	Consolidated									
	Balances								Transactions	
	Trade receivables		Other assets		Trade payables		Other liabilities		Revenues (expenses)	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Controlling shareholders										
Casino	**1**	-	**-**	-	**1**	1	**15**	4	**(15)**	(13)
Euris	**-**	-	**-**	-	**-**	-	**1**	-	**(1)**	(1)
Associates										
FIC	**244**	170	**51**	24	**17**	22	**-**	-	**52**	22
Other related parties										
Greenyellow do Brasil Energia e Serviços Ltda (Greenyellow)	**-**	-	**-**	-	**-**	-	**145**	149	**(12)**	(8)
Others	**-**	-	**1**	1	**-**	-	**-**	-	**-**	-
Total	**245**	170	**52**	25	**18**	23	**161**	153	**(24)**	-

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13. Investments in subsidiaries and associates

The detailed information on investments was presented in the annual financial statements for 2017, in note 13.

13.1.Breakdown of investments

	Parent Company					
	Sendas	**Novasoc**	**Via Varejo**	**Bellamar**	**Others**	**Total (*)**
Balances at 12.31.2017	3,122	5	-	176	(100)	3,203
Adjustment related to IFRS 9	(3)	-	-	(21)	(29)	(53)
Balances at 12.31.2017 - restated	3,119	5	-	155	(129)	3,150
Share of profit of subsidiaries and associates	**115**	**(1)**	**58**	**11**	**(47)**	**136**
Stock options	**4**	**-**	**4**	**-**	**1**	**9**
Share of other comprehensive income	**-**	**-**	**(3)**	**-**	**(6)**	**(9)**
Assets held for sale and discontinued operations (note 31)	**-**	**-**	**(59)**	**-**	**-**	**(59)**
Balances at 03.31.2018	**3,238**	**4**	**-**	**166**	**(181)**	**3,227**

(*) Includes the effects of on the provision for losses on investments in associates in Luxco of R$246 on March, 31 2018 (R$195 on December 31, 2017).

	Parent Company					
	Sendas	**Novasoc**	**Via Varejo**	**Bellamar**	**Others**	**Total (*)**
			Restated			
Balances at 12.31.2016	2,330	168	-	443	73	3,014
Adjustment related to IFRS 9	(2)	-	-	(5)	(14)	(21)
Balances at 01.01.2017 - restated	2,328	168	-	438	59	2,993

Share of profit of subsidiaries and associates	77	(3)	69	14	(26)	131
Stock options	1	-	1	-	-	2
Capital increase	53	-	-	-	-	53
Assets held for sale and discontinued operations (note 31)	-	-	(37)	-	-	(37)
Share of other comprehensive income	-	-	(33)	-	-	(33)
Balances at 03.31.2017	2,459	165	-	452	33	3,109

(*) Includes the effects of provision for losses on investments in associates in Luxco of R$47.

	Consolidated	
	03.31.2018	**03.31.2017 Restated**
Balances in the beginning of the period	**12**	294
Adjustement related to IFRS 9	(51)	(19)
Balances in the beginning of the period – restated	**(39)**	275
Share of profit of associates – Continued operations	**(33)**	(12)
Share of profit of associates – Discontinued operations	**6**	6
Share of other comprehensive income	**(7)**	(2)
Assets held for sale and discontinued operations (note 31)	**(6)**	(4)
Balances at the end of the period	**(79)**	263

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14. Property and equipment

	Parent company					
	Balance at 12.31.2017	**Additions**	**Depreciation**	**Write-offs**	**Transfers**	**Balance at 03.31.2018**
Land	1,094	**-**	**-**	**-**	**7**	**1,101**
Buildings	1,333	**1**	**(12)**	**-**	**(7)**	**1,315**
Leasehold improvements	2,142	**4**	**(51)**	**-**	**44**	**2,139**
Machinery and equipment	904	**1**	**(43)**	**(5)**	**33**	**890**
Facilities	306	**-**	**(10)**	**-**	**1**	**297**
Furniture and fixtures	365	**1**	**(15)**	**-**	**19**	**370**
Vehicles	2	**-**	**-**	**-**	**-**	**2**
Construction in progress	79	**51**	**-**	**-**	**(91)**	**39**
Other	39	**5**	**(3)**	**-**	**(6)**	**35**
Total	6,264	**63**	**(134)**	**(5)**	**-**	**6,188**
<u>Finance lease</u>						
IT equipment	5	**-**	**-**	**(1)**	**-**	**4**
Buildings	17	**-**	**-**	**-**	**-**	**17**
	22	**-**	**-**	**(1)**	**-**	**21**
Total	**6,286**	**63**	**(134)**	**(6)**	**-**	**6,209**

	Parent company					
	Balance at 12.31.2016	**Additions**	**Depreciation**	**Write-offs**	**Transfers**	**Balance at 03.31.2017**
Land	1,261	-	-	(18)	-	1,243
Buildings	1,611	1	(13)	(97)	-	1,502
Leasehold improvements	2,226	5	(44)	(29)	37	2,195
Machinery and equipment	1,047	7	(45)	(12)	28	1,025
Facilities	319	20	(8)	(3)	3	331
Furniture and fixtures	396	-	(15)	(3)	8	386
Vehicles	3	-	-	-	-	3
	113	42	-	(2)	(74)	79

Construction in progress						
Other	45	2	(4)	(1)	(2)	40
Total	7,021	77	(129)	(165)	-	6,804
Finance lease						
IT equipment	5	1	-	-	-	6
Buildings	17	-	-	-	-	17
	22	1	-	-	-	23
Total	**7,043**	**78**	**(129)**	**(165)**	**-**	**6,827**

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14. Property and equipment – Continued

	Parenty Company					
	Balance at 03.31.2018			Balance at 12.31.2017		
	Cost	Accumulated depreciation	Net	Cost	Accumulated depreciation	Net
Land	**1,101**	**-**	**1,101**	1,094	-	1,094
Buildings	**2,180**	**(865)**	**1,315**	2,190	(857)	1,333
Leasehold improvements	**3,707**	**(1,568)**	**2,139**	3,659	(1,517)	2,142
Machinery and equipment	**2,295**	**(1,405)**	**890**	2,273	(1,369)	904
Facilities	**597**	**(300)**	**297**	596	(290)	306
Furniture and fixtures	**979**	**(609)**	**370**	962	(597)	365
Vehicles	**9**	**(7)**	**2**	8	(6)	2
Construction in progress	**39**	**-**	**39**	79	-	79
Other	**126**	**(91)**	**35**	127	(88)	39
	11,033	**(4,845)**	**6,188**	10,988	(4,724)	6,264
Finance lease						
IT equipment	**38**	**(34)**	**4**	37	(32)	5
Buildings	**39**	**(22)**	**17**	40	(23)	17
	77	**(56)**	**21**	77	(55)	22
Total	**11,110**	**(4,901)**	**6,209**	11,065	(4,779)	6,286

	Consolidated						
	Balance at 12.31.2017	Additions	Depreciation	Write-offs	Transfers	Assets held for sale and discontinued operations (*)	Balance at 03.31.2018
Land	1,362	**-**	**-**	**-**	**7**	**-**	**1,369**
Buildings	1,770	**34**	**(15)**	**-**	**(7)**	**-**	**1,782**
Leasehold improvements	3,492	**57**	**(73)**	**(1)**	**62**	**(4)**	**3,533**
Machinery and equipment	1,262	**28**	**(60)**	**(7)**	**54**	**(21)**	**1,256**
Facilities	487	**11**	**(13)**	**(6)**	**8**	**(2)**	**485**

Furniture and fixtures	540	**18**	**(21)**	**-**	**26**	**(7)**	**556**
Vehicles	1	**-**	**-**	**(9)**	**-**	**9**	**1**
Construction in progress	126	**106**	**-**	**-**	**(149)**	**(7)**	**76**
Other	63	**9**	**(6)**	**-**	**(7)**	**-**	**59**
Total	9,103	**263**	**(188)**	**(23)**	**(6)**	**(32)**	**9,117**
Finance lease							
Equipment	6	**-**	**-**	**(1)**	**-**	**-**	**5**
IT equipment	5	**-**	**(1)**	**-**	**-**	**-**	**4**
Furniture and fixtures	4	**-**	**-**	**-**	**-**	**-**	**4**
Buildings	20	**-**	**-**	**-**	**-**	**-**	**20**
	35	-	**(1)**	**(1)**	**-**	**-**	**33**
Total	9,138	**263**	**(189)**	**(24)**	**(6)**	**(32)**	**9,150**

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14. Property and equipment – Continued

	Consolidated						
	Balance at 12.31.2016	**Additi-ons**	**Depre-ciation**	**Write-offs**	**Transfers**	**Assets held for sale and discontinued operations (*)**	**Balance at 03.31.2017**
Land	1,414	-	-	(18)	-	-	1,396
Buildings	1,856	4	(15)	(97)	29	-	1,777
Leasehold improvements	3,284	16	(59)	(27)	55	(7)	3,262
Machinery and equipment	1,340	19	(58)	(14)	34	(7)	1,314
Facilities	433	23	(11)	(5)	7	-	447
Furniture and fixtures	543	5	(20)	(3)	9	(2)	532
Vehicles	2	-	-	(4)	-	4	2
Construction in progress	204	78	-	(2)	(140)	2	142
Other	63	3	(5)	(1)	(1)	(1)	58
Total	9,139	148	(168)	(171)	(7)	(11)	8,930
<u>Finance lease</u>							
Equipment	9	-	(1)	-	-	-	8
IT equipment	8	-	(1)	-	1	-	8
Furniture and fixtures	6	-	-	-	-	-	6
Buildings	20	-	-	-	-	-	20
	43	-	(2)	-	1	-	42
Total	9,182	148	(170)	(171)	(6)	(11)	8,972

(*) See note 31.

Consolidated

	Balance at 03.31.2018			Balance at 12.31.2017		
	Cost	**Accumulated depreciation**	**Net**	**Cost**	**Accumulated depreciation**	**Net**
Land	**1,369**	**-**	**1,369**	1,362	-	1,362
Buildings	**2,721**	**(939)**	**1,782**	2,705	(935)	1,770
Leasehold improvements	**5,403**	**(1,870)**	**3,533**	5,310	(1,818)	3,492
Machinery and equipment	**2,871**	**(1,615)**	**1,256**	2,828	(1,566)	1,262
Facilities	**825**	**(340)**	**485**	817	(330)	487
Furniture and fixtures	**1,244**	**(688)**	**556**	1,209	(669)	540
Vehicles	**8**	**(7)**	**1**	8	(7)	1
Construction in progress	**76**	**-**	**76**	126	-	126
Other	**185**	**(126)**	**59**	183	(120)	63
	14,702	**(5,585)**	**9,117**	14,548	(5,445)	9,103
<u>Finance lease</u>						
Equipment	**26**	**(21)**	**5**	26	(20)	6
IT equipment	**45**	**(41)**	**4**	46	(41)	5
Facilities	**1**	**(1)**	**-**	1	(1)	-
Furniture and fixtures	**13**	**(9)**	**4**	13	(9)	4
Buildings	**43**	**(23)**	**20**	43	(23)	20
	128	**(95)**	**33**	129	(94)	35
Total	**14,830**	**(5,680)**	**9,150**	14,677	(5,539)	9,138

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14. Property and equipment – Continued

14.1.Capitalized borrowing costs

The consolidated capitalized borrowing costs for the three-months period ended March 31, 2018 were R$3 (R$2 for the three-months period ended March 31, 2017). The rate used to determine the borrowing costs eligible for capitalization was 101.50% of the CDI (102.53% of the CDI for the period ended March 31, 2017), corresponding to the effective interest rate on the Company's borrowings.

14.2.Additions to property and equipment for cash flow presentation purposes:

	Parent Company		**Consolidated**	
	03.31.2018	**03.31.2017**	**03.31.2018**	**03.31.2017**
Additions	**63**	78	**263**	148
Finance lease	**-**	(1)	**-**	-
Capitalized borrowing costs	**(1)**	(1)	**(3)**	(2)
Property and equipment financing - Additions	**(31)**	(22)	**(170)**	(22)
Property and equipment financing - Payments	**116**	80	**266**	142
Total	**147**	134	**356**	266

14.3.Other information

On March 31, 2018, the Company and its subsidiaries recorded in the cost of sales the amount of R$10 in the parent company (R$11 on March 31, 2017) and R$12 in consolidated (R$12 on March 31, 2017) related to the depreciation of its fleet of trucks, machinery, buildings and facilities related to the distribution centers.

The Company monitored the plan for impairment test performed on December 31, 2017 and there were no significatives discrepancies indicating loss or need to perform a new impairment test on March 31,2018.

15. Intangible assets

The detailed information on intangible assets was presented in the annual financial statements for 2017, in note 15.

	Parent Company			
	Balance at 12.31.2017	**Additions**	**Amortization**	**Balance at 03.31.2018**

Goodwill - retail	501	**-**	**-**	**501**
Commercial rights - retail	46	**-**	**-**	**46**
Software and implementation	509	**25**	**(22)**	**512**
Software capital leasing	137	**-**	**(10)**	**127**
Total	**1,193**	**25**	**(32)**	**1,186**

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15. Intangible assets – Continued

	Consolidated					
	Balance at 12.31.2017	**Addi-tions**	**Amorti-zation**	**Transfer**	**Assets held for sale and discontinued operations (*)**	**Balance at 03.31.2018**
Goodwill - retail	1,107	**-**	**-**	**-**	**-**	**1,107**
Tradename - cash and carry	39	**-**	**-**	**-**	**-**	**39**
Commercial rights - retail	86	**-**	**-**	**-**	**-**	**86**
Software	551	**80**	**(23)**	**6**	**(56)**	**558**
Software capital leasing	141	**-**	**(11)**	**-**	**-**	**130**
Total	**1,924**	**80**	**(34)**	**6**	**(56)**	**1,920**

(*) See note 31.

In the Parent Company, the balance of accumulated cost on March 31, 2018 is R$2,780 (R$2,754 on December 31, 2017) and of accumulated amortization R$1,594 (R$1,561 on December 31, 2017). In the Consolidated the balance of accumulated cost on March 31, 2018 is R$3,792 (R$3,757 on December 31, 2017) and of accumulated amortization R$1,872 (R$1,833 on December 31, 2017).

15.1. Impairment testing of goodwill, brands and intangible assets with indefinite useful life

Goodwill and intangible assets were tested for impairment as of December 31, 2017 according to the method described in note 4 - Significant accounting policies, in the financial statements for the year ended December 31, 2017.

The Company has not observed any significant changes that would indicate to perform a new impairment test as of March 31, 2018.

15.2. Additions to intangible assets for reconcile cash flow presentation purposes:

	Parent Company		Consolidated	
	03.31.2018	**03.31.2017**	**03.31.2018**	**03.31.2017**
Additions	**25**	16	**80**	22
Intangible assets financing - Payments	**-**	4	**-**	69
Total	**25**	20	**80**	91

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16. Borrowings and financing

The detailed information on borrowings and financing was presented in the annual financial statements for 2017, in note 17.

16.1. Debt breakdown

		Parent Company		Consolidated	
	Weighted average rate	**03.31.2018**	**12.31.2017**	**03.31.2018**	**12.31.2017**
Debentures and promissory note					
Debentures and Certificate of Agribusiness Receivables (note 16.4)	100.82% of CDI	**3,842**	3,015	**3,842**	3,015
		3,842	3,015	**3,842**	3,015
Borrowings and financing					
Local currency					
BNDES	3.88% per year	**7**	7	**42**	45
Working capital	105.76% of CDI	**282**	285	**434**	285
Working capital	TR + 9.80% per year	**20**	19	**124**	125
Finance lease (note 21)		**161**	181	**173**	195
Swap contracts (note 16.7)	101.40% of CDI	**(3)**	(3)	**(20)**	(19)
Borrowing cost		**(1)**	(2)	**(4)**	(4)
		466	487	**749**	627
Foreign currency (note 17.5)					
Working capital	USD + 2.49% per year	**327**	333	**651**	664
Working capital	EURO + 1.99% per year	**206**	200	**206**	200
Swap contracts (note 16.7)	104.89% of CDI	**8**	53	**17**	55
Borrowing cost		**(1)**	(1)	**(1)**	(1)
		540	585	**873**	918
Total		**4,848**	4,087	**5,464**	4,560

Noncurrent assets	**9**	12	**26**	28
Current liabilities	**1,210**	1,223	**1,388**	1,251
Noncurrent liabilities	**3,647**	2,876	**4,102**	3,337

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Companhia Brasileira de Distribuição

Notes to the interim financial information

March 31, 2018

(In millions of Brazilian reais, unless otherwise stated)

16. Borrowings and financing – Continued

16.2.Changes in borrowings

	Parent Company	**Consolidated**
At December 31, 2017	4,087	4,560
Additions - working capital	**1,213**	**2,633**
Accrued interest	**67**	**157**
Accrued swap	**2**	**4**
Mark-to-market	**-**	**(7)**
Monetary and exchange rate changes	**10**	**13**
Borrowing cost	**3**	**3**
Interest paid	**(41)**	**(138)**
Payments	**(440)**	**(1,709)**
Swap paid	**(53)**	**(57)**
Liabilities related to assets held for sale (note 31)	**-**	**5**
At March 31, 2018	**4,848**	**5,464**

	Parent Company	**Consolidated**
At December 31, 2016	5,538	5,869
Additions - working capital	800	2,222
Accrued interest	107	219
Accrued swap	70	49
Mark-to-market	9	6
Monetary and exchange rate changes	(35)	(63)
Borrowing cost	2	2
Interest paid	(408)	(568)
Payment	(1,656)	(3,018)
Swap paid	(106)	(113)
Liabilities related to assets held for sale (note 31)	-	195
At March 31, 2017	4,321	4,800

16.3.Maturity schedule of borrowings and financing recorded in noncurrent liabilities

Year	**Parent Company**	**Consolidated**
From 1 to 2 years	**1,530**	**1,883**

From 2 to 3 years	**1,274**	**1,294**
From 3 to 4 years	**805**	**823**
From 4 to 5 years	**5**	**23**
After 5 years	**31**	**63**
Subtotal	**3,645**	**4,086**
Borrowing costs	**(7)**	**(10)**
Total	**3,638**	**4,076**

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Companhia Brasileira de Distribuição

Notes to the consolidated financial statements

December 31, 2017 and 2016

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16. Borrowings and financing – Continued

16.4. Debentures, Promissory Note and Certificate of Agribusiness Receivables

				Date				Parent Company and Consolidated	
	Type	**Issue Amount**	**Outstanding debentures (units)**	**Issue**	**Maturity**	**Annual financial charges**	**Unit price (in reais)**	**03.31.2018**	**12.31.2017**
12th Issue of Debentures – CBD	No preference	900	900,000	09/17/14	09/12/19	107.00% of CDI	1,004	**903**	921
13th Issue of Debentures – CBD and CRA	No preference	1,012	1,012,500	12/20/16	12/20/19	97.50% of CDI	1,017	**1,030**	1,014
14th Issue of Debentures – CBD and CRA	No preference	1,080	1,080,000	04/17/17	04/13/20	96.00% of CDI	1,030	**1,113**	1,096
15th Issue of Debentures – CBD	No preference	800	800,000						