

Country by Country Report 2015

Itau BBA International plc



Country-by-country Report

Country	Activities	Audited		Audited		Audited		Audited		Unaudited		Unaudited		Audited	
		Average FTE (1)	Turnover USD'000	Profit or loss before tax	Corporation Tax Paid (2)	Social Security Paid	Other Taxes Paid	Public subsidies received							
United Kingdom	Corporate and investment wholesale-only (CIB) activities focused on cross-border business between developed markets and Latin America. Itau BBA International plc has representative offices in Madrid, Paris, Frankfurt and Bogota dedicated to mere representative functions.	84	75,227	20,192	779	3,261	944	-							
Portugal	The Bank carries on CIB activities in Portugal through a branch – Itau BBA International plc - Sucursal em Portugal, which also employs back-office and support staff. The branch is locally taxed.	67	10,743	1,279	390	679	4	-							
Luxembourg	The private bank business of Itau Europa Luxembourg S.A. was wound down during 2014 and the banking license was returned in May 2014. This subsidiary owns 100% of the share capital of Banco Itau (Suisse) S.A.	-	4,759	3,216	12	-	-	-							
Switzerland	Based in Zurich, Banco Itau (Suisse) S.A. provides private banking services primarily to Latin American clients.	69	54,520	19,310	1,844	2,050	231	-							
USA	Banco Itau International is incorporated as a banking Edge Act Corporation in Miami, Florida, and provides private banking services primarily to Latin America clients. The other subsidiary of the Bank in the USA, Itau International Securities Inc., acts as a broker-dealer in the execution of U.S. and Latin American securities transactions with Latin American investors.	158	91,691	16,598	6,537	1,060	112	-							
Cayman Islands	Following the transfer of its operations to the Bank, Itau BBA International (Cayman) Ltd returned its bank and trust licenses and ceased trading in December 2013.	-	18	(2)	-	-	-	-							
Intra-group eliminations and other consolidation adjustments			(10,343)	48											
Total Consolidated			226,615	60,641	9,562	7,050	1,291	-							

(1) Average number of employees on a full time equivalent basis, according to the rules of section 411 of the Companies Act.

(2) Corporation tax paid in each country in 2015. Corporation tax paid in 2015 does not relate directly to the profits earned in 2015 because tax on profits is paid across multiple years.

The Directive 2013/36/EU of the European Parliament and of the Council of 26 June 2013 on access to the activity of credit institutions and the prudential supervision of credit institutions and investment firms, known as Capital Requirements Directive IV (“CRD IV”), established a Country-by-Country Reporting (“CBCR”) requirement that aims to achieve a greater level of financial and tax transparency for European banks and investment firms.

In December 2013, the Capital Requirements (Country-by-Country Reporting) Regulations 2013 (Statutory Instrument 2013 No.3118) (“the Regulations”) formally transposed into UK law the country-by-country reporting requirements set out in Article 89 of CRD IV. The disclosures hereby presented intend to comply with the provisions of the Regulations and are available on www.itaubba.co.uk.

IBBAInt is committed to responsible management of its tax affairs. We manage tax in accordance with local laws and we are transparent in our interaction with tax authorities. In the UK, we have voluntarily adopted The Code of Practice on Taxation for Banks and maintain an open and transparent dialogue with HM Revenue & Customs.

On behalf of the Board of Directors:

Renato Lulia Jacob - Director and CEO

Date: 20 April 2016

Independent auditors' report to the Directors of Itau BBA International plc

We have audited the accompanying schedule of Itau BBA International plc for the year ended 31 December 2015 ("the schedule"). The schedule has been prepared by the directors based on the requirements of the Capital Requirements (Country-by-Country Reporting) Regulations 2013.

Directors' Responsibility for the schedule

The directors are responsible for the preparation of the schedule in accordance with the Capital Requirements (Country-by-Country Reporting) Regulations 2013, for the appropriateness of the basis of preparation and the interpretation of the Regulations as they affect the preparation of the schedule, and for such internal control as the directors determine is necessary to enable the preparation of the schedule that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the schedule based on our audit. We conducted our audit in accordance with International Standards on Auditing (UK & Ireland). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the schedule is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the schedule. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the schedule, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the schedule in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the schedule.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the country-by-country information in the schedule as at 31 December 2015 is prepared, in all material respects, in accordance with the requirements of the Capital Requirements (Country-by-Country Reporting) Regulations 2013.

Basis of Preparation and Restriction on Distribution

Without modifying our opinion, we draw attention to the fact that the schedule is prepared to assist the directors to meet the requirements of the Capital Requirements (Country-by-Country Reporting) Regulations 2013. As a result, the schedule may not be suitable for another purpose.

Our report is intended solely for the benefit of the directors of Itau BBA International plc. We do not accept or assume any responsibility or liability to any other party save where terms are agreed between us in writing.



PricewaterhouseCoopers LLP
Chartered Accountants
8 August 2016
London, United Kingdom

Itau BBA International plc | The Broadgate Tower, Level 20 | 20 Primrose Street, London | EC2A 2EW | tel +44(0)207 663 7830 | fax +44(0)207 663 7831

Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority | Registered in England and Wales Nr.07425398