

BANK BRADESCO
Form 6-K
March 10, 2016

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**
Washington, D.C. 20549

FORM 6-K

**REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13a-16 OR 15d-16 UNDER THE
SECURITIES EXCHANGE ACT OF 1934**

**For the month of March, 2016
Commission File Number 1-15250**

BANCO BRADESCO S.A.
(Exact name of registrant as specified in its charter)

BANK BRADESCO
(Translation of Registrant's name into English)

**Cidade de Deus, s/n, Vila Yara
06029-900 - Osasco - SP
Federative Republic of Brazil**
(Address of principal executive office)

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

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

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Statement of Financial Position of the Prudential Conglomerate on December 31 -in thousands of Reals

Assets	2015	2014
Current assets	513,634,587	524,968,510
Cash and due from banks (Note 4)	17,313,901	14,503,056
Interbank investments (Notes 3d and 5)	139,829,814	201,633,491
Securities purchased under agreements to resell	130,323,808	194,173,341
Interbank investments	9,540,841	7,488,540
Allowance for losses	(34,835)	(28,390)
Securities and derivative financial instruments (Notes 3e, 3f and 6)	86,231,601	56,794,829
Own portfolio	47,453,009	36,716,620
Subject to unrestricted repurchase agreements	10,760,409	12,430,463
Derivative financial instruments (Notes 3f and 6d II)	18,905,320	2,926,768
Given in guarantee	4,647,161	4,720,978
Subject to unrestricted repurchase agreements	4,465,702	-
Interbank accounts	54,873,041	51,019,697
Unsettled payments and receipts	73,764	84,000
Reserve requirement (Note 7):		
- Reserve requirement - Brazilian Central Bank	54,791,894	50,924,906
- SFH	5,357	4,981
Correspondent banks	2,026	5,810
Interdepartmental accounts	248,484	394,602
Internal transfer of funds	248,484	394,602
Loans (Notes 3g and 8)	141,203,667	140,321,773
Loans:		
- Public sector	1,876,109	1,138,408
- Private sector	157,957,993	153,719,665
Loans transferred under an assignment with recourse	120,130	41,982
Allowance for loan losses (Notes 3g, 8f, 8g and 8h)	(18,750,565)	(14,578,282)
Leasing (Notes 3g and 8)	(17,102)	(83,450)
Lease and Sublease Operations receivable:		
- Private sector	1,431,756	1,904,591
Unearned income from leasing	(1,333,300)	(1,831,672)
Allowance for leasing losses (Notes 3g, 8f, 8g and 8h)	(115,558)	(156,369)
Other receivables	71,043,526	58,366,977
Receivables on sureties and guarantees honored (Note 8a-3)	104,099	38,498
Foreign exchange portfolio (Note 9a)	14,369,499	11,774,294
Receivables	12,456,712	5,863,962
Securities trading	1,798,391	1,258,678
Specific receivables	7,251	4,179
Sundry (Note 9b)	43,557,389	40,275,323
Allowance for other loan losses (Notes 3g, 8f, 8g and 8h)	(1,249,815)	(847,957)
Other assets (Note 10)	2,907,655	2,017,535
Other assets	2,053,188	1,674,387
Provision for losses	(860,237)	(687,694)

Prepaid expenses (Notes 3i and 10b)	1,714,704	1,030,842
Long-term receivables	321,551,274	286,504,927
Interbank investments (Notes 3d and 5)	515,131	772,794
Interbank investments	515,131	772,794
Securities and derivative financial instruments (Notes 3e, 3f and 6)	103,092,370	97,106,222
Own portfolio	68,608,356	60,863,148
Subject to unrestricted repurchase agreements	30,830,304	32,471,873
Derivative financial instruments (Notes 3f and 6d II)	137,324	1,652,713
Given in guarantee to the Brazilian Central Bank	22,065	19,764
Privatization rights	52,473	58,928
Given in guarantee	2,863,821	1,709,960
Subject to unrestricted repurchase agreements	578,027	329,836

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Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Statement of Financial Position of the Prudential Conglomerate on December 31 *-In thousands of Reais*

Assets	2015	2014
Interbank accounts	680,860	617,154
Reserve requirement (Note 7):		
- SFH	680,860	617,154
Loans (Notes 3g and 8)	162,168,357	151,876,620
Loans:		
- Public sector	863,525	756,820
- Private sector	162,573,250	153,184,040
Loans transferred under an assignment with recourse	7,390,609	4,911,791
Allowance for loan losses (Notes 3g, 8f, 8g and 8h)	(8,659,027)	(6,976,031)
Leasing (Notes 3g and 8)	(69,905)	(94,004)
Leasing receivables:		
- Private sector	1,454,113	2,175,968
Unearned income from leasing	(1,453,228)	(2,174,464)
Allowance for leasing losses (Notes 3g, 8f, 8g and 8h)	(70,790)	(95,508)
Other receivables	54,570,893	35,235,154
Securities trading	1,067,781	398,032
Sundry (Note 9b)	53,549,037	34,848,622
Allowance for other loan losses (Notes 3g, 8f, 8g and 8h)	(45,925)	(11,500)
Other assets (Note 10)	593,568	990,987
Prepaid expenses (Notes 3i and 10b)	593,568	990,987
Permanent assets	47,628,304	51,282,571
Investments (Notes 3j and 11)	28,760,260	33,974,874
Equity in the earnings (losses) of unconsolidated companies:		
- In Brazil	28,352,239	33,697,571
- Overseas	355,633	229,879
Other investments	177,357	190,036
Allowance for losses	(124,969)	(142,612)
Premises and equipment (Notes 3k and 12)	3,437,687	3,045,176
Premises	44,535	189,028
Other premises and equipment	8,112,598	7,251,962
Accumulated depreciation	(4,719,446)	(4,395,814)
Leased assets (Note 12)	5,987,475	7,979,114
Leased assets	9,224,420	12,299,445
Accumulated depreciation	(3,236,945)	(4,320,331)
Deferred (Notes 3l and 13)	15,634	54,893
Expenses with Organization and Expansion	1,502,125	1,731,266
Accumulated amortization	(1,486,491)	(1,676,373)
Intangible assets (Notes 3m and 14)	9,427,248	6,228,514
Intangible Assets	16,707,174	11,135,185
Accumulated amortization	(7,279,926)	(4,906,671)

Total

882,814,165 862,756,008

The accompanying Notes are an integral part of these Financial Statements.

December 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Statement of Income of the Prudential Conglomerate on December 31 - in thousands of Reais

Liabilities	2015	2014
Current liabilities	550,668,941	587,670,047
Deposits (Notes 3o and 15a)	153,860,516	167,136,545
Demand deposits	23,914,239	33,249,863
Savings deposits	91,878,816	92,154,815
Interbank deposits	423,549	400,999
Time deposits (Note 15a)	37,643,912	41,330,868
Securities sold under agreements to repurchase (Notes 3o and 15b)	223,775,169	272,189,887
Own portfolio	97,265,806	91,608,213
Third-party portfolio	121,626,991	179,742,904
Unrestricted portfolio	4,882,372	838,770
Funds from issuance of securities (Note 15c)	53,138,708	46,647,805
Mortgage and real estate notes, letters of credit and others	48,794,240	43,302,030
Securities issued overseas	3,981,183	3,182,337
Structured Operations Certificates	363,285	163,438
Interbank accounts	1,296,190	1,089,508
Unsettled payments and receipts	151,460	20,797
Correspondent banks	1,144,730	1,068,711
Interdepartmental accounts	5,161,676	4,895,387
Third-party funds in transit	5,161,659	4,888,707
Internal transfer of funds	17	6,680
Borrowing (Note 16a)	22,970,703	13,117,246
Borrowing overseas	22,970,703	13,117,246
On-lending in Brazil - official institutions (Note 16b)	12,044,476	13,134,627
National treasury	133,028	151,096
BNDES	3,801,626	4,056,723
FINAME	8,099,475	8,913,365
Other institutions	10,347	13,443
On-lending overseas (Note 16b)	2,111,162	1,483,967
On-lending overseas	2,111,162	1,483,967
Derivative financial instruments (Notes 3f and 6e II)	19,246,588	2,168,809
Derivative financial instruments	19,246,588	2,168,809
Other liabilities	57,063,753	65,806,266
Payment of taxes and other contributions	497,269	342,167
Foreign exchange portfolio (Note 9a)	5,617,070	5,385,332
Social and statutory	3,941,067	3,254,322
Tax and social security (Note 19a)	3,187,885	4,343,970
Securities trading	2,714,800	2,746,334
Financial and development funds	5,417	2,214
Subordinated debts (Note 18)	495,275	2,884,804
Sundry (Note 19b)	40,604,970	46,847,123
Long-term liabilities	242,722,984	193,275,458
Deposits (Notes 3o and 15a)	43,175,356	45,370,731
Interbank deposits	46,858	245,285

Time deposits (Note 15a)	43,128,498	45,125,446
Securities sold under agreements to repurchase (Notes 3o and 15b)	26,319,943	28,755,210
Own portfolio	26,319,943	28,755,210
Funds from issuance of securities (Note 15c)	64,197,002	43,053,711
Mortgage and real estate notes, letters of credit and others	58,535,515	37,359,623
Securities issued overseas	5,512,429	5,597,480
Structured Operations Certificates	149,058	96,608
Borrowing (Note 16a)	5,263,225	2,083,518
Borrowing overseas	5,263,225	2,083,518

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Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Statement of Financial Position of the Prudential Conglomerate on December 31 *In thousands of Reais*

Liabilities	2015	2014
On-lending in Brazil - official institutions (Note 16b)	26,158,687	29,160,950
BNDES	8,607,769	8,216,720
FINAME	17,550,918	20,935,968
Other institutions	-	8,262
On-lending overseas (Note 16b)	1,786,721	-
On-lending overseas	1,786,721	-
Derivative financial instruments (Notes 3f and 6e II)	98,888	1,144,298
Derivative financial instruments	98,888	1,144,298
Other liabilities	75,723,162	43,707,040
Tax and social security (Note 19a)	8,444,075	7,083,525
Subordinated debts (Note 18)	38,370,136	32,959,551
Eligible Debt Capital Instruments (Note 18)	11,444,939	-
Sundry (Note 19b)	17,464,012	3,663,964
Deferred income	501,399	289,334
Deferred income	501,399	289,334
Non-controlling interests in subsidiaries (Note 20)	14,197	12,919
Shareholders' equity (Note 21)	88,906,644	81,508,250
Capital:		
- Domiciled in Brazil	45,521,283	37,622,363
- Domiciled overseas	578,717	477,637
Unpaid Capital	(3,000,000)	-
Capital reserves	11,441	11,441
Profit reserves	50,340,806	44,186,135
Asset valuation adjustments	(4,114,555)	(491,311)
Treasury shares (Note 21c)	(431,048)	(298,015)
Total	882,814,165	862,756,008

The accompanying Notes are an integral part of these Financial Statements.

December 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Statement of Income of the Prudential Conglomerate on December 31 - in thousands of Reais

	2015	2014
	2 Semester	Exercise
	Exercise	Exercise
Revenue from financial intermediation	57,826,607	113,312,114
Loans (Note 8j)	35,449,590	67,254,431
Leasing (Note 8j)	1,353,853	2,939,075
Operations with securities (Note 6h)	20,057,982	40,612,388
Derivative financial instruments (Note 6h)	(5,447,604)	(7,035,751)
Foreign exchange operations (Note 9a)	4,080,276	5,332,710
Reserve requirement (Note 7b)	2,568,586	4,603,995
Sale or transfer of financial assets	(236,076)	(394,734)
	63,604,484	111,121,537
Financial intermediation expenses	76,084,626	76,084,626
Retail and professional market funding (Note 15d)	31,105,161	58,980,188
Borrowing and on-lending (Note 16c)	18,638,255	28,990,869
Leasing (Note 8j)	1,117,575	2,433,893
Allowance for loan losses (Notes 3g, 8g and 8h)	12,743,493	20,716,587
	(5,777,877)	2,190,577
Gross income from financial intermediation	(5,777,877)	25,267,178
Other operating income (expenses)	3,931,036	3,543,293
Fee and commission income (Note 22)	11,739,671	22,446,224
- Other fee and commission income	8,689,437	16,723,426
Income from banking fees	3,050,234	5,722,798
Payroll and related benefits (Note 23)	(6,977,446)	(13,177,550)
Other administrative expenses (Note 24)	(9,355,854)	(17,518,698)
Tax expenses (Note 25)	(2,038,179)	(4,073,601)
Equity in the Earnings (Losses) of Affiliates and Subsidiary (Note 11a)	14,447,795	23,662,901
Other operating income (Note 26)	2,642,044	5,855,879
Other operating expenses (Note 27)	(6,526,995)	(13,651,862)
Operating income	(1,846,841)	5,733,870
Non-operating income (loss) (Note 28)	(311,651)	(448,798)
Income before income tax and social contribution and non-controlling interests	(2,158,492)	5,285,072
Income tax and social contribution (Notes 32a and 32b)	10,631,262	11,905,837
Non-controlling interests in subsidiaries	(489)	(1,274)
Net profit	8,472,281	15,088,818

The accompanying Notes are an integral part of these Financial Statements.

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Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Statement of Changes in Shareholders' Equity -In thousands of Reais

Events	Capital		Capital reserves	Profit reserves		Asset valuation adjustment		Treasu
	Paid in Capital	Unpaid Capital	Share premium	Legal	Statutory	Bradesco	Subsidiaries	share
Balance on June 30, 2015	43,100,000	-	11,441	5,629,334	39,366,063	(827,097)	62,837	(371,01
Capital Increase by Subscription of Shares	3,000,000	(3,000,000)	-	-	-	-	-	-
Acquisition of treasury shares	-	-	-	-	-	-	-	(60,03
Asset valuation adjustments	-	-	-	-	-	(404,506)	(2,945,789)	-
Net profit	-	-	-	-	-	-	-	-
Allocations:- Reserves	-	-	-	423,615	4,921,794	-	-	-
- Interest on Shareholders' Equity Paid and/or provisioned	-	-	-	-	-	-	-	-
Balance on December 31, 2015	46,100,000	(3,000,000)	11,441	6,052,949	44,287,857	(1,231,603)	(2,882,952)	(431,04
Balance on December 31, 2013	38,100,000	-	11,441	4,439,025	29,712,872	(865,373)	(189,070)	(269,09
Acquisition of treasury shares	-	-	-	-	-	-	-	(28,92
Asset valuation adjustments	-	-	-	-	-	459,896	103,236	-
Net profit	-	-	-	-	-	-	-	-
Allocations:- Reserves	-	-	-	754,442	9,279,796	-	-	-
- Interest on shareholders' equity paid	-	-	-	-	-	-	-	-
- Interim Dividends Paid	-	-	-	-	-	-	-	-
Balance on December 31, 2014	38,100,000	-	11,441	5,193,467	38,992,668	(405,477)	(85,834)	(298,01
Increase of capital stock with reserves	5,000,000	-	-	-	(5,000,000)	-	-	-
	3,000,000	(3,000,000)	-	-	-	-	-	-

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Cash Flow Statement of the Prudential Conglomerate on December 31 *-In thousands of Reais*

	2015	2014	
	2 Semester	Exercise	
	Exercise	Exercise	
Cash flow from operating activities:			
Net profit before income tax and social contribution	(2,158,492)	5,285,072	16,773,248
Adjustments to net profit before income tax and social contribution	7,902,991	15,334,496	13,299,573
Effect of Changes in Exchange Rates in Cash and Cash equivalents	(2,970,094)	(3,163,366)	(617,503)
Allowance for loan losses	12,743,493	20,716,587	14,364,279
Depreciation and amortization	1,312,842	3,059,101	2,492,593
Write-offs through Impairment	361,916	361,916	85,608
Expenses with civil, labor and tax provisions	1,448,044	3,142,673	1,990,160
Equity in the (earnings/losses) of unconsolidated and jointly subsidiaries	(14,447,795)	(23,662,901)	(9,202,443)
(Gain)/loss on sale of investments	18,841	18,979	45,053
(Gain)/loss on sale of fixed assets	37,965	48,803	41,811
(Gain)/loss on sale of foreclosed assets	164,278	284,334	311,468
Foreign exchange variation of assets and liabilities overseas/Other	9,233,501	14,528,370	3,788,547
Adjusted net profit before taxes	5,744,499	20,619,568	30,072,821
(Increase)/decrease in interbank investments	292,650	1,856,807	17,588,975
(Increase)/decrease in trading securities and derivative financial instruments	(182,387)	5,279,139	9,041,347
(Increase)/decrease in interbank and interdepartmental accounts	2,755,917	569,026	(370,832)
(Increase)/decrease in loan and leasing	(14,960,568)	(31,028,070)	(35,480,978)
(Increase)/decrease in other receivables and other assets	(14,542,113)	(17,956,210)	(2,456,220)
(Increase)/decrease in reserve requirement - Brazilian Central Bank	(5,878,848)	(3,866,988)	4,456,083
(Increase)/decrease in deposits	(99,077)	(15,471,405)	(6,516,152)
(Increase)/decrease in securities sold under agreements to repurchase	(20,376,881)	(50,849,984)	58,156,567
(Increase)/decrease in funds from issuance of securities	17,798,524	27,634,193	26,922,765
(Increase)/decrease in borrowings and on-lending	8,983,320	11,354,666	2,894,607
(Increase)/decrease in other liabilities	(904,156)	6,886,357	6,879,670
Increase/(decrease) in deferred income	128,259	212,066	(298,353)
Income tax and social contribution paid	(997,506)	(3,921,842)	(3,502,280)
Net cash provided by/(used in) by operating activities	(22,238,367)	(48,682,677)	107,388,020
Cash flow from investing activities:			
(Increase)/decrease in held-to-maturity securities	10,132	(62,368)	(9,141)
Sale of/maturity of and interests on available-for-sale securities	13,115,942	39,995,437	33,557,510
Proceeds from sale of foreclosed assets	298,534	604,404	643,799
Sale of investments	(105,293)	2,808,706	208,708
Sale of premises and equipment of use	921,366	2,486,890	1,123,223

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Purchases of available-for-sale securities	(39,251,231)	(64,666,556)	(46,915,094)
Foreclosed assets received	(842,240)	(1,509,817)	(1,359,558)
Investment acquisitions	(56,159)	(165,228)	(20,845)
Sale of premises and equipment of use	(1,617,543)	(3,781,862)	(3,352,886)
Intangible asset acquisitions	(1,430,875)	(5,471,840)	(891,580)
Dividends and interest on shareholders' equity received	6,964,845	8,324,614	159,632
Net cash provided by/(used in) investing activities	(21,992,522)	(21,437,620)	(16,856,232)
Cash flow from financing activities:			
Increase/(decrease) in subordinated debts	12,860,664	14,465,996	(74,361)
Dividends and interest on shareholders' equity paid	(1,358,957)	(4,775,728)	(3,921,650)
Non-controlling interest	1,193	6,010	(135,227)
Acquisition of own shares	(60,037)	(133,034)	(28,922)
Net cash provided by/(used in) financing activities	11,442,863	9,563,244	(4,160,160)
Net increase/(decrease) in cash and cash equivalents	(32,788,026)	(60,557,053)	86,371,628
Cash and cash equivalents - at the beginning of the period	177,093,388	204,669,143	117,680,012
Effect of Changes in Exchange Rates in Cash and Cash equivalents	2,970,094	3,163,366	617,503
Cash and cash equivalents - at the end of the period	147,275,456	147,275,456	204,669,143
Net increase/(decrease) in cash and cash equivalents	(32,788,026)	(60,557,053)	86,371,628

The accompanying Notes are an integral part of these Financial Statements.

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Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Index of Notes

Notes to Bradesco's Financial Statements of the Prudential Conglomerate of Bradesco are as follows:

	Page
1) OPERATIONS	11
2) PRESENTATION OF THE FINANCIAL STATEMENTS	11
3) SIGNIFICANT ACCOUNTING PRACTICES	13
4) CASH AND CASH EQUIVALENTS	19
5) INTERBANK INVESTMENTS	20
6) SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS	21
7) INTERBANK ACCOUNTS – RESERVE REQUIREMENT	29
8) LOANS	30
9) OTHER RECEIVABLES	41
10) OTHER ASSETS	43
11) INVESTMENTS	44
12) PREMISES AND EQUIPMENT AND LEASED ASSETS	45
13) DEFERRED	45
14) INTANGIBLE ASSETS	46
15) DEPOSITS, SECURITIES SOLD UNDER AGREEMENTS TO REPURCHASE AND FUNDS FROM ISSUANCE OF SECURITIES	47
16) BORROWING AND ON-LENDING	49
17) PROVISIONS, CONTINGENT ASSETS AND LIABILITIES AND LEGAL LIABILITIES – TAX AND SOCIAL SECURITY	50
18) SUBORDINATED DEBT	53
19) OTHER LIABILITIES	54
20) NON-CONTROLLING INTERESTS IN SUBSIDIARIES	54
21) SHAREHOLDERS' EQUITY (PARENT COMPANY)	54
22) FEE AND COMMISSION INCOME	57
23) PAYROLL AND RELATED BENEFITS	57
24) OTHER ADMINISTRATIVE EXPENSES	57
25) TAX EXPENSES	58
26) OTHER OPERATING INCOME	58
27) OTHER OPERATING EXPENSES	58
28) NON-OPERATING INCOME (LOSS)	58

29) RELATED-PARTY TRANSACTIONS (DIRECT AND INDIRECT)	59
30) FINANCIAL INSTRUMENTS	61
31) EMPLOYEE BENEFITS	63
32) INCOME TAX AND SOCIAL CONTRIBUTION	65
33) OTHER INFORMATION	67

December 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate

1) OPERATIONS

Banco Bradesco S.A. (Bradesco) is a private-sector, publicly traded company and universal bank that through its commercial, foreign exchange, consumer financing and housing loan portfolios carries out all types of banking activities which it is authorized to. The Bank is involved in a number of other activities, either directly or indirectly, through its subsidiaries, specifically leasing, investment banking, brokerage, consortium management, credit cards, real estate projects, insurance, pension plans and capitalization bonds. All these activities are undertaken by the various companies in the Organização Bradesco, working together in an integrated fashion in the market.

2) PRESENTATION OF THE FINANCIAL STATEMENTS

The Financial Statements of the Prudential Conglomerate were prepared to comply with the requirements of Resolution No. 4,280/13, of the National Monetary Council (CMN) and additional rules of the Brazilian Central Bank (Bacen). Thus, specific requirements in the consolidation and/or combination of the entities listed in Resolution No. 4,280/13 determined by the CMN and Bacen were observed, which are not necessarily the same established by the corporate law and by the CMN or Bacen for other types of consolidation. In this sense, they cover the financial statements of Bradesco, and foreign branches, subsidiaries and investment funds, as requested in Resolution No. 4,280/13.

In the preparation of these Financial Statements of the Prudential Conglomerate intercompany transactions, including investments, assets and liabilities, revenue, expenses and unrealized profit were eliminated and net income and shareholders' equity attributable to the non-controlling interests were accounted for in a separate line. For jointly controlled investments with other shareholders, assets, liabilities and income and loss were included in the consolidated financial statements of the Prudential Conglomerate according to the interest held in the shareholders' equity of each investee. Goodwill on the acquisition of investments in subsidiary/associate companies or jointly controlled entities is presented in the investments and intangible assets lines (Note 14a).

The financial statements include estimates and assumptions, such as: the calculation of estimated loan losses; fair market value estimates of certain financial instruments; civil, tax and labor provisions; impairment losses of securities classified as available-for-sale and held-to-maturity securities and

non-financial assets; and the determination of the useful life of specific assets. Actual results may differ from those based on estimates and assumptions.

Bradesco's financial statements of the Prudential Conglomerate were approved by the Board of Executive Officers and by the Disclosure Committee on March 7, 2016.

We highlight the societies and the major investment funds, with direct and indirect participation, included in the financial statements of the Prudential Conglomerate:

	Activity	On December 31	
		Equity interest 2015	2014
Financial Institutions			
Banco Bradesco S.A.	Banking	Controller	Controller
Banco Alvorada S.A.	Banking	99.99%	99.99%
Banco Bradesco Financiamentos S.A.	Banking	100.00%	100.00%
BMC Asset Management - DTVM Ltda.	Asset management	100.00%	100.00%
Banco Bradesco BBI S.A.	Investment bank	99.80%	99.80%
Banco Boavista Interatlântico S.A.	Banking	100.00%	100.00%
Banco CBSS S.A.	Banking	100.00%	100.00%
Banco Bradesco Cartões S.A.	Cards	100.00%	100.00%
Banco Bradesco BERJ S.A.	Banking	100.00%	100.00%
Bradesco Leasing S.A. Arrendamento Mercantil	Leasing	100.00%	100.00%
Bradesco S.A. Corretora de Títulos e Valores Mobiliários	Brokerage	100.00%	100.00%
BEC - Distribuidora de Títulos e Valores Mobiliários Ltda.	Asset management	100.00%	100.00%
BEM - Distribuidora de Títulos e Valores Mobiliários Ltda.	Asset management	100.00%	100.00%
BRAM - Bradesco Asset Management S.A. DTVM	Asset management	100.00%	100.00%

Bradesco _____

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate

	Activity	On December 31	
		Equity interest 2015	2014
Ágora Corretora de Títulos e Valores Mobiliários S.A.	Brokerage	100.00%	100.00%
Banco Bradescard S.A.	Cards	100.00%	100.00%
Crediare S.A. - Crédito, Financiamento e Investimento	Banking	50.00%	50.00%
Everest Leasing S.A. Arrendamento Mercantil	Leasing	100.00%	100.00%
Tibre Distribuidora de Títulos e Valores Mobiliários Ltda.	Asset management	100.00%	100.00%
Banco Bradesco Argentina S.A.	Banking	99.99%	99.99%
Banco Bradesco Europa S.A.	Banking	100.00%	100.00%
Banco Bradesco S.A. Grand Cayman Branch (1)	Banking	100.00%	100.00%
Banco Bradesco New York Branch	Banking	100.00%	100.00%
Bradesco Securities, Inc.	Brokerage	100.00%	100.00%
Bradesco Securities, UK.	Brokerage	100.00%	100.00%
Bradesco Securities Hong Kong	Brokerage	100.00%	100.00%
Bradescard México, Sociedad de Responsabilidad Limitada	Cards	100.00%	100.00%
Consortium Management			
Bradesco Administradora de Consórcios Ltda.	Consortium management	100.00%	100.00%
Payment Institutions			
Cielo S.A. (2) (3)	Fees and commissions	30.06%	28.65%
Cia. Brasileira de Soluções e Serviços - Alelo (3)	Fees and commissions	50.01%	50.01%
Tempo Serviços Ltda. (4)	Fees and commissions	100.00%	-
Paggo Soluções e Meios de Pagamentos S.A. (4)	Fees and commissions	15.03%	-
Braspag – Tecnologia em Pagamentos (4)	Fees and commissions	30.06%	-
Cielo Inc. (4)	Fees and commissions	30.06%	-
Merchant E-Solutions (4)	Fees and commissions	30.06%	-
Cateno Gestão de Contas de Pagamentos S.A. (4)	Fees and commissions	21.04%	-
Cidade Capital Markets Limited	Banking	100.00%	100.00%
Farly Participações Ltda. (4)	Fees and commissions	50.01%	-
Stelo S.A. (4)	Fees and commissions	44.02%	-
Elo Holding Financeira S.A. (4)	Fees and commissions	50.01%	-
Leader S.A. Administradora de Cartões de Crédito (4)	Fees and commissions	50.00%	-
MPO Processadora de Pagamentos Móveis S.A. (4)	Fees and commissions	50.00%	-
IBI Promotora de Vendas Ltda. (4)	Fees and commissions	50.01%	-
Alvorada Administradora de Cartões Ltda. (4)	Fees and commissions	100.00%	-
Securitization Companies			
Cia. Securitizadora de Créditos Financeiros Rubi	Credit acquisition	100.00%	100.00%
Alvorada Cia. Securitizadora de Créditos Financeiros	Credit acquisition	100.00%	100.00%
Promosec Cia. Securitizadora de Créditos	Credit acquisition	100.00%	100.00%
BCN – Consultoria, Adm. Bens, Serv. e Publicidade Ltda. (4)	Credit acquisition	100.00%	-
Alvorada Serviços e Negócios Ltda. (4)	Credit acquisition	100.00%	-
Investment Fund (5)			

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Bradesco FI Mult. Cred. Priv. Inv. Exterior Andromeda	Investment Fund	100,00%	100,00%
Bradesco FI Mult. Cred. Priv. Inv. Exterior Pioneiro	Investment Fund	100,00%	100,00%
Bradesco FI Referenciado DI Performance	Investment Fund	100,00%	100,00%
Bradesco FI Referenciado DI União	Investment Fund	100,00%	100,00%
Bradesco FIC FI Mult. Cristal II (4)	Investment Fund	99,78%	94,12%
Bradesco FIC FI Referenciado DI Carnaúba	Investment Fund	100,00%	-
Bradesco FIC FI Referenciado DI Galáxia	Investment Fund	50,01%	50,01%
FII - FI RF Cred. Privado	Investment Fund	100,00%	100,00%
FIP Mult. Plus	Investment Fund	100,00%	100,00%
Strong FI em Cotas Mult.	Investment Fund	100,00%	100,00%

(1) The special purpose entity International Diversified Payment Rights Company is being consolidated. The company is part of a structure set up for the securitization of the future flow of payment orders received overseas;

(2) Increase in equity interest through share acquisition in February and March 2015;

(3) Company proportionally consolidated, pursuant to CMN Rule No. 4,280/13;

(4) They have been part of the Prudential Conglomerate since January 2015; and

(5) The investment funds in which Bradesco assumes or retains substantially the risks and benefits were consolidated.

December 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate

3) SIGNIFICANT ACCOUNTING PRACTICES

a) Functional and presentation currencies

Financial statements of Prudential Conglomerate are presented in Brazilian reais, which is also Bradesco's functional currency. Foreign branches and subsidiaries are mainly a continuation of activities in Brazil, and, therefore, assets, liabilities and profit or loss are converted into Brazilian reais using the appropriate currency exchange rate to comply with accounting practices adopted in Brazil. Foreign currency conversion gains and losses arising are recognized in the period's income statement in the lines "Derivative Financial Instruments" and "Borrowing and On-lending".

b) Income and expense recognition

The result is calculated according to the regime of competence, which establishes that the revenues and expenses should be included in the calculation of the results for the periods in which they occur, always simultaneously to when they are correlated, regardless of being a receipt or payment.

Fixed rate contracts are recorded at their redemption value with the income or expense relating to future periods being recorded as a deduction from the corresponding asset or liability. Finance income and costs are recognized daily on a pro-rata basis and calculated using the compounding method, except when they relate to discounted notes or to foreign transactions, which are calculated using the straight-line method.

Floating rate and foreign-currency-indexed contracts are adjusted to the interest and foreign exchange rates applicable at the end of the reporting period.

c) Cash and cash equivalents

Cash and cash equivalents include: funds available in currency, investments in gold, securities sold under agreements to repurchase and interest-earning deposits in other banks, maturing in 90 days or less, which are exposed to insignificant risk of change in fair market value. These funds are used by Bradesco to manage its short-term commitments.

Cash and cash equivalents detailed balances are presented in Note 4.

d) Interbank investments

Unrestricted repurchase and reverse repurchase agreements are stated at their fair market value. All other interbank investments are stated at cost, plus income earned up to the end of the reporting period, net of any devaluation allowance, if applicable.

The breakdown, terms and proceeds relating to interbank investments are presented in Note 5.

e) Securities – Classification

- Trading securities – securities acquired for the purpose of being actively and frequently traded. They are recorded at cost, plus income earned and adjusted to fair market value with movements recognized in the Income Statement for the period;
- Available-for-sale securities – securities that are not specifically intended for trading purposes or to be held to maturity. They are recorded at cost, plus income earned, which is recorded in profit or loss in the period and adjusted to fair market value with movements recognized in shareholders' equity, net of tax, which will be transferred to the Income Statement only when effectively realized; and
- Held-to-maturity securities – securities for which there is positive intent and financial capacity to hold to maturity. They are recorded at cost, plus income earned recognized in the Income Statement for the period.

Securities classified as trading and available-for-sale, as well as derivative financial instruments, are recognized in the consolidated statement of financial position at their fair market value. Fair market value is generally based on quoted market prices or quotations for assets or liabilities with similar characteristics. If

market prices are not available, fair market values are based on traders' quotations, pricing models, discounted cash flows or similar techniques to determine the fair market value and may require judgment or significant estimates by Management.

Bradesco _____

Notes to the Financial Statements of the Prudential Conglomerate

Classification, breakdown and segmentation of securities are presented in Note 6 (a to c).

f) Derivative financial instruments (assets and liabilities)

Derivate instruments are classified based on the objective for which the underlying instrument was acquired at the date of purchase, taking into consideration its use for possible hedging purposes.

Operations involving derivative financial instruments are designed to meet the Bank's own needs in order to manage overall exposure, as well as to meet customer requests to manage their positions. The gains or losses are recorded in profit-and-loss and shareholders' equity accounts.

Derivative financial instruments used to mitigate risk deriving from exposure to variations in the fair market value of financial assets and liabilities are designated as hedges when they meet the criteria for hedge accounting and are classified according to their nature:

- Market risk hedge: the gains and losses, realized or not, of the financial instruments classified in this category as well as the financial assets and liabilities, that are the object of the hedge, are recorded in the Income Statement; and
- Cash flow hedge: the effective portion of valuation or devaluation of the financial instruments classified in this category is recorded, net of taxes, in a specific account in shareholders' equity. The ineffective portion of the hedge is recognized directly in the Income Statement.

A breakdown of amounts included as derivative financial instruments, in the balance sheet and off-balance-sheet accounts, is disclosed in Note 6 (d to g).

g) Loans and leasing, advances on foreign exchange contracts, other receivables with credit characteristics and allowance for loan losses

Loans and leasing, advances on foreign exchange contracts and other receivables with credit characteristics are classified by risk level, based on: (i) the parameters established by CMN Resolution No. 2,682/99, which requires risk ratings to have nine levels, from “AA” (minimum risk) to “H” (maximum risk); and (ii) Management’s assessment of the risk level. This assessment, which is carried out regularly, considers current economic conditions and past experience with loan losses, as well as specific and general risks relating to operations, debtors and guarantors. Moreover, the days past due are also considered in the rating of customer risk as per CMN Resolution No. 2,682/99, as follows:

Past-due period (1)	Customer rating
• from 15 to 30 days	B
• from 31 to 60 days	C
• from 61 to 90 days	D
• from 91 to 120 days	E
• from 121 to 150 days	F
• from 151 to 180 days	G
• more than 180 days	H

(1) For transactions with terms of more than 36 months, past-due periods are doubled, as permitted by CMN Resolution No. 2,682/99.

Interest and inflation adjustments on past due transactions are only recognized on the Income Statement up to 59 days past the due date. As from the 60th day, they are recognized on off-balance sheet accounts and are only recognized when the Income Statement has been received.

Dezembro 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate

H-rated past due transactions remain at this level for six months, after which they are written-off against the existing allowance and controlled in off-balance-sheet accounts for at least five years.

Renegotiated transactions are held at the same rating as on the date of the renegotiation or classified in a higher risk rating. Renegotiations which have already been written-off against the allowance and that were recorded in off-balance-sheet accounts, are rated as level "H" and any possible gains derived from their renegotiation are recognized only when they are effectively received. When there is a significant repayment on the operation or when new material facts justify a change in the level of risk, the operation may be reclassified to a lower risk category.

The estimated allowance for loan losses is calculated to sufficiently cover probable losses, considering CMN and Bacen standards and instructions, together with the Management's assessment of the credit risk.

Type, values, terms, levels of risk, concentration, economic sector of client's activity, renegotiation and income from loans, as well as the breakdown of expenses and statement of financial position accounts for the allowance for loan losses are presented in Note 8.

Leasing

The portfolio of leasing operations consists of contracts firmed with the support of Decree No. 140/84, of the Ministry of Finance, which contains clauses of: (a) non-cancellation; (b) purchase option; and c) post-fixed or fixed restatement and are accounted for in accordance with the standards established by Bacen, as follows:

I- Leases receivable

Reflect the balance of installments receivable, restated according to the indexes and criteria established by contractual agreement.

II- Unearned income from leasing and Guaranteed Residual Value (GRV)

Recorded at the contractual amount, conversely to adjusted accounts of unearned revenues from leasing and Residual value to balance, both submitted through negotiated conditions. The GRV received in advance is recorded in Other Liabilities – Creditors by Anticipation of the Residual Value until the date of contractual termination. The adjustment at present value of the lease payments and the GRV receivable from the financial leasing operations is recognized as excessive/insufficient depreciation on leased assets, in order to reconcile the accounting practices. In operations whose delays are equal to or greater than 60 days, the appropriation to the result occurs upon receipt of contractual installments, in accordance with CMN Resolution No. 2,682/99.

III- Leased fixed assets

It is recorded at acquisition cost, minus the accrued depreciations. The depreciation is calculated using the linear method, with the benefit of a 30% reduction in the normal life cycle of the asset, provisioned in the current legislation. The main annual rates of depreciation used, as base for this reduction, are the following: vehicles and the like, 20%; furniture and utensils, 10%; machinery and equipment, 10%; and other assets, 10% and 20%.

IV- Losses on leases

The losses recorded in the sale of leased assets are deferred and amortized over the remaining normal life cycle of assets, and are shown along with the Leased Fixed Assets (Note 8k).

V- Excessive (insufficient) depreciation

The accounting records of leasing operations are maintained as legal requirements, specific for this type of operation. The procedures adopted and summarized in items "II" to "IV" above differ from the accounting practices provisioned in Brazilian corporate law, especially concerning the regime of competence in the record of revenues and expenses related to lease contracts. As a result, in accordance with Bacen Circular No. 1,429/89, the present value of outstanding leasing installments was calculated, using the internal rate of return of each contract, recording a leasing revenue or expenditure, conversely to the entries of excessive or insufficient depreciation, respectively, recorded in Permanent Assets, with the objective of adapting the leasing operations to the regime of competence (Note 8k).

Notes to the Financial Statements of the Prudential Conglomerate

h) Income tax and social contribution (assets and liabilities)

Income tax and social contribution deferred tax assets, calculated on income tax losses, social contribution losses and temporary differences, are recorded in "Other Receivables - Sundry" and the deferred tax liabilities on tax differences in leasing depreciation (applicable only for income tax), mark-to-market adjustments on securities, restatement of judicial deposits, among others, are recorded in "Other Liabilities - Tax and Social Security".

Deferred tax assets on temporary differences are realized when the difference between the accounting treatment and the income tax treatment reverses. Deferred tax assets on income tax and social contribution losses are realizable when taxable income is generated, up to the 30% limit of the taxable profit for the period. Deferred tax assets are recorded based on current expectations of realization considering technical studies and analyses carried out by Management.

The provision for income tax is calculated at 15% of taxable income plus a 10% surcharge. For financial companies, equated and of the insurance industry, the social contribution on the profit was calculated until August 2015, considering the rate of 15%. For the period between September 2015 and December 2018, the rate was changed to 20%, according to Law No. 13,169/15, returning to the rate of 15% as from January 2019. For the other companies, the social contribution is calculated considering the rate of 9%.

Due to the amendment of the rate, the Organização Bradesco constituted, in September 2015, a supplement to the tax credit of social contribution, considering the annual expectations of achievement and their respective rates in force in each period, according to the technical study conducted.

Provisions were recorded for other income tax and social contribution in accordance with specific applicable legislation.

Changes in the criteria to recognize revenue, costs and expenses included in the net profit for the period, enacted by Law No. 11,638/07 and subsequent amendments were made fiscally by the new regime of the taxation in force instituted by Law No. 12,973/14.

The breakdown of income tax and social contribution, showing the calculations, the origin and expected use of deferred tax assets, as well as unrecorded deferred tax assets, are presented in Note 32.

i) Prepaid expenses

Prepaid expenses consist of funds already disbursed for future benefits or services, which are recognized in the profit or loss on an accrual basis.

Incurred costs relating to assets that will generate revenue in subsequent periods are recorded in the Income Statement according to the terms and the amount of expected benefits and directly written-off in the Income Statement when the corresponding assets or rights are no longer part of the institution's assets or when future benefits are no longer expected.

In the case of the remuneration paid by the origination of credit operations to the banking correspondents related to credit operations originated during 2015, Bradesco opted to recognize 2/3 of the total value of compensation, pursuant to the provisions of Bacen Circular No. 3,738/14.

Prepaid expenses are shown in detail in Note 10b.

Dezembro 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate

j) Investments

Investments in unconsolidated and jointly subsidiaries, where Bradesco has significant influence over the investee or holds at least 20% of the voting rights, are accounted for using the equity method.

Tax incentives and other investments are stated at cost, less allowance for losses/impairment, where applicable.

Subsidiaries entities are consolidated – the composition of the main companies can be found in Note 2. The composition of unconsolidated and jointly subsidiaries, as well as other investments, can be found in Note 11.

k) Premises and equipment

Relates to the tangible assets used by the Bank in its activities, including those resulting from transactions that transfer risks, benefits and control of the assets to the Bank.

Premises and equipment are stated at acquisition cost, net of accumulated depreciation, calculated by the straight-line method based on the assets' estimated economic useful life, using the following rates: real estate – 4% per annum; installations, furniture, equipment for use, security systems and communications – 10% per annum; transport systems – 20% per annum; and data-processing systems – 20% to 50% per annum, and adjusted for impairment, when applicable.

The breakdown of asset costs and their corresponding depreciation, as well as the unrecorded surplus value for real estate and the fixed asset ratios, are presented in Note 12.

l) Deferred assets

It is recorded at cost of acquisition or composition, net of their accrued depreciation of 20% per annum, calculated using the linear method. Since December 2008, the new operations have been recorded in intangible assets, in accordance with Circular Letter No. 3,357/08 of Bacen.

The composition of deferred assets is shown in Note 13.

m) Intangible assets

Corresponds to the acquired rights whose subjects are intangible assets intended for the maintenance of the company or exercised for this purpose.

Intangible assets comprise of:

- Future profitability/acquired client portfolio and acquisition of right to provide banking services: they are recorded and amortized over the period in which the asset will directly and indirectly contribute to future cash flows and adjusted for impairment, where applicable; and
- Software: stated at cost, less amortization calculated on a straight-line basis over the estimated useful life (20% to 50% p.a.), from the date it is available for use and adjusted for impairment, where applicable. Internal software development costs are recognized as an intangible asset when it is possible to show the intent and ability to complete and use the software, as well as to reliably measure costs directly attributable to the intangible asset. These costs are amortized during the software's estimated useful life, considering the expected future economic benefits.

Intangible assets and the movement in these balances by class, are presented in Note 14.

n) Impairment

Financial and non-financial assets are tested for impairment.

Impairment evidence may comprise the non-payment or payment delay by the debtor, possible bankruptcy process or the significant or extended dec line in an asset value.

Bradesco _____

Notes to the Financial Statements of the Prudential Conglomerate

An impairment loss of a financial or non-financial asset is recognized in the profit or loss for the period if the book value of an asset or cash-generating unit exceeds its recoverable value.

Impairment losses are presented in Note 6c⁽¹⁰⁾, 12 e 14.

o) Securities sold under agreements to repurchase

These are recognized at the value of the liabilities and include, when applicable, related charges up to the end of the reporting period, calculated on a daily pro-rata basis.

A breakdown of the contracts recorded in deposits and securities sold under agreements to repurchase, as well as terms and amounts recognized in the statement of financial position and income statement, is presented in Note 15.

p) Provisions, contingent assets and liabilities and legal obligations – tax and social security

Provisions, contingent assets and liabilities, and legal obligations, as defined below, are recognized, measured and disclosed in accordance with the criteria set out in CPC 25, approved by CMN Resolution No. 3,823/09 and CVM Resolution No. 594/09:

- **Contingent Assets:** these are not recognized in the financial statements, except to the extent that there are real guarantees or favorable judicial decisions, to which no further appeals are applicable, and confirmation of the capacity of the counterparty to pay or the ability of Bradesco to realize the asset via compensation against another liability upon which the gain is considered practically certain. Contingent assets with a chance of probable success are disclosed in the notes to the financial statements;

- Provisions: these are recorded taking into consideration the opinion of legal counsel, the nature of the lawsuits, similarity with previous lawsuits, complexity and positioning of the courts, whenever the loss is deemed probable, it requires a probable outflow of funds to settle the obligation and when the amount can be reliably measured;
- Contingent Liabilities: according to CPC 25, the term “contingent” is used for liabilities that are not recognized because their existence will only be confirmed by the occurrence of one or more uncertain future events beyond Management’s control. Contingent liabilities do not meet the criteria for recognition because they are considered possible losses and should only be disclosed in the notes when relevant. Obligations deemed remote are not recorded as a provision nor are they disclosed; and
- Legal Obligations – Provision for Tax Risks: results from judicial proceedings, which contest the applicability of tax laws on the grounds of legality or constitutionality, which, regardless of the assessment of the probability of success, are fully provided for in the financial statements.

Details on lawsuits, as well as segregation and changes in amounts recorded, by type, are presented in Note 17.

q) Other assets and liabilities

Assets are stated at their realizable amounts, including, when applicable, related income and inflation and exchange variations (on a daily prorated basis), less provision for losses, when deemed appropriate. Liabilities include known or measurable amounts, including related charges and inflation and exchange variations (on a daily prorated basis).

r) Subsequent events

These refer to events occurring between the reporting date and the date the financial statements are authorized to be issued.

They comprise the following:

- Events resulting in adjustments: events relating to conditions already existing at the end of the reporting period; and

Dezembro 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate

- Events not resulting in adjustments: events relating to conditions not existing at the end of the reporting period.

Subsequent events, if any, are described in Note 33.

4) CASH AND CASH EQUIVALENTS

	On December 31 - R\$ thousand	
	2015	2014
Cash and due from banks in domestic currency	9,243,959	10,816,977
Cash and due from banks in foreign currency	8,069,800	3,685,973
Investments in gold	142	106
Total cash and due from banks	17,313,901	14,503,056
Interbank investments (1)	129,961,555	190,166,087
Total cash and cash equivalents	147,275,456	204,669,143

(1) Refers to operations that mature in 90 days or less from the date they were effectively invested and with insignificant risk of change in fair market value.

Bradesco _____

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**5) INTERBANK INVESTMENTS****a) Breakdown and maturity**

	On December 31 - R\$ thousand				
	1 to 30	31 to 180	181 to	More	
	days	days	360	than	2015
			days	360	2014
				days	
Securities purchased under agreements to resell:					
Own portfolio position	7,191,876	-	-	-	7,191,876
Financial treasury bills	199,996	-	-	-	199,996
National treasury notes	2,120,843	-	-	-	2,120,843
National treasury bills	4,692,145	-	-	-	4,692,145
Bank deposit certificates	171,265	-	-	-	171,265
Debentures	3,336	-	-	-	3,336
Other	4,291	-	-	-	4,291
Funded position	122,496,085	265,088	-	-	122,761,173
Financial treasury bills	-	-	-	-	-
National treasury notes	75,524,784	265,088	-	-	75,789,872
National treasury bills	46,971,301	-	-	-	46,971,301
Short position	129,061	241,698	-	-	370,759
National treasury bills	129,061	241,698	-	-	370,759
Subtotal	129,817,022	506,786	-	-	130,323,808
Interest-earning deposits in other banks:					
Interest-earning deposits in other banks:	4,582,400	3,692,394	1,266,047	515,131	10,055,972
Provision for losses	(9,195)	(2,475)	(23,165)	-	(34,835)
Subtotal	4,573,205	3,689,919	1,242,882	515,131	10,021,137
Total in 2015	134,390,227	4,196,705	1,242,882	515,131	140,344,945
%	95.8	3.0	0.9	0.3	100.0
Total in 2014	195,987,006	4,437,072	1,209,413	772,794	202,406,285
%	96.8	2.2	0.6	0.4	100.0

Dezembro 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**b) Income from interbank investments**

Classified in the income statement as income from operations with securities.

	December 31 YTD - R\$ thousand	
	2015	2014
Income from investments in purchase and sale commitments:		
•Own portfolio position	347,648	292,618
•Funded position	19,708,089	14,927,863
•Short position	382,362	416,333
Subtotal	20,438,099	15,636,814
Income from interest-earning deposits in other banks	508,590	591,243
Total (Note 6h)	20,946,689	16,228,057

6) SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS

Information on securities and derivative financial instruments is as follows:

a) Summary of the consolidated classification of securities by operating segment and issuer

	2015			On December 31 - R\$ thousand		
	Financial	Other Activities	Total	%	Total	%
Trading securities	48,086,922	28,875	48,115,797	25.5	39,354,163	25.6
- Government securities	15,009,209	-	15,009,209	8.0	19,027,995	12.4
- Corporate securities	14,035,069	28,875	14,063,944	7.4	15,746,687	10.2
- Derivative financial instruments (1) (8)	19,042,644	-	19,042,644	10.1	4,579,481	3.0
Available-for-sale securities (4)	128,525,598	4,521	128,530,119	67.9	114,447,667	74.4
- Government securities	75,781,307	1,455	75,782,762	40.0	59,327,749	38.6

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- Corporate securities	52,744,291	3,066	52,747,357	27.9	55,119,918	35.8
Held-to-maturity securities (4)	12,598,538	-	12,598,538	6.6	38,874	-
- Government securities	41,092	-	41,092	-	38,874	-
- Corporate securities	12,557,446	-	12,557,446	6.6	-	-
Subtotal	189,211,058	33,396	189,244,454	100.0	153,840,704	100.0
Purchase and sale commitments						
(2)	79,517	-	79,517	-	60,347	-
Grand total	189,290,575	33,396	189,323,971	100.0	153,901,051	100.0
- Government securities	90,831,608	1,455	90,833,063	48.0	78,394,618	51.0
- Corporate securities	98,379,450	31,941	98,411,391	52.0	75,446,086	49.0
Subtotal	189,211,058	33,396	189,244,454	100.0	153,840,704	100.0
Purchase and sale commitments						
(2)	79,517	-	79,517	-	60,347	-
Grand total	189,290,575	33,396	189,323,971	100.0	153,901,051	100.0

Bradesco _____

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**b) Consolidated classification by category, maturity and operating segment****l) Trading securities**

Securities (3)	2015					Fair/book value (5) (6) (7)	Original amortized cost (8)
	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days			
- Financial	22,740,278	6,978,912	4,853,070	13,514,661	48,086,921	55,511,100	
National treasury bills	43,056	762,389	239,810	226,823	1,272,078	1,272,078	
Financial treasury bills	-	-2,283,484	3,126,131	3,070,358	8,479,973	8,479,973	
Bank deposit certificates	20,678	527,148	10,751	-	558,577	558,577	
Derivative financial instruments (1) (8)	18,136,896	510,688	257,736	137,324	19,042,644	26,000,000	
Debentures (9)	-	311,372	57,860	2,467,285	2,836,517	2,900,000	
National treasury notes	-	104,620	179,147	3,072,229	3,355,996	3,500,000	
Financial bills	65,984	2,195,697	636,127	2,184,704	5,082,512	5,100,000	
Other	4,473,664	283,514	345,508	2,355,938	7,458,624	7,458,624	
- Other activities	28,875	-	-	-	28,875	-	
Other	28,875	-	-	-	28,875	-	
Subtotal	22,769,153	6,978,912	4,853,070	13,514,661	48,115,796	55,511,100	
Purchase and sale commitments - Financial (2)	79,517	-	-	-	79,517	-	
Grand total	22,848,670	6,978,912	4,853,070	13,514,661	48,195,313	55,511,100	
Derivative financial instruments (liabilities) (8)	(18,666,675)	(381,846)	(198,067)	(98,888)	(19,345,476)	(13,500,000)	

Dezembro 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**II) Available-for-sale securities**

Securities (3) (10)	2015				Fair/book value		
	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	(5)	(6)	(7)
- Financial (4)	27,383,478	17,592,976	10,528,924	73,020,221	128,525,599		
National treasury bills	18,945,062	9,898,546	3,691,052	5,092,656	37,627,316		
Brazilian foreign debt securities	148	-	-	4,643	4,791		
Foreign corporate securities	232,611	64,818	228,649	11,106,835	11,632,913		
National treasury notes	-	5,715,880	3,223,048	26,810,561	35,749,489		
Financial treasury bills	38	-	-	600,390	600,428		
Bank deposit certificates	20,845	-	-	21,962	42,807		
Debentures (9)	-	1,104,168	970,774	28,012,837	30,087,779		
Shares	6,875,043	-	-	-	6,875,043		
Certificates of real estate receivables	331	42,604	-	1,047,450	1,090,385		
Other	1,309,400	766,960	2,415,401	322,887	4,814,648		
- Other activities	3,066	-	-	1,455	4,521		
Financial bills	-	-	-	1,455	1,455		
Other	3,066	-	-	-	3,066		
Subtotal	27,386,544	17,592,976	10,528,924	73,021,676	128,530,120		
Hedge - cash flow (Note 6f)	-	-	-	-	-		
Securities reclassified to "Held-to-maturity securities" (4)	-	-	-	-	-		
Grand total	27,386,544	17,592,976	10,528,924	73,021,676	128,530,120		

III) Held-to-maturity securities

Securities (3)	On December 31 - R\$ thousand					
	2015			2014		
	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	Original amortized cost	Original amortized cost
					(6)	(7)
Financial	1,614	311	1,080	12,595,533	12,598,538	38,874
Brazilian foreign debt securities	1,614	-	-	39,478	41,092	38,874
Certificates of real estate receivables (4)	-	311	1,080	12,556,055	12,557,446	-
Grand total	1,614	311	1,080	12,595,533	12,598,538	38,874

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**c) Breakdown of the portfolios by financial statement classification**

Securities	On December 31, 2013				
	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	Total
Own portfolio	25,039,969	18,958,677	12,460,900	59,601,819	116,061,365
Fixed income securities	17,673,231	18,958,677	12,460,900	59,601,819	108,693,627
Financial treasury bills	38	2,283,484	3,121,570	293,470	5,698,562
National treasury notes	-	5,715,880	2,033,168	3,471,897	11,220,925
Brazilian foreign debt securities	55,677	-	-	1,416,623	1,472,300
Bank deposit certificates	42,054	527,148	10,751	21,962	631,915
National treasury bills	12,012,929	5,662,721	2,640,011	446	20,316,107
Foreign corporate securities	803,551	133,041	311,138	7,004,704	8,252,434
Debentures (9)	-	1,415,540	1,028,633	30,480,122	32,914,295
Certificates of real estate receivables	331	42,915	1,080	13,643,464	13,687,730
Financial bills	65,984	2,195,697	697,359	2,184,704	5,143,744
Purchase and sale commitments (2)	79,517	-	-	-	79,517
Other	4,613,150	982,251	2,617,190	1,084,427	9,297,018
Equity securities	7,366,738	-	-	-	7,366,738
Shares of listed companies	7,366,738	-	-	-	7,366,738
Restricted securities	7,059,963	706,933	2,594,637	38,814,700	49,176,633
Repurchase agreements	7,050,492	602,312	2,414,038	31,523,871	41,590,713
National treasury bills	6,975,189	602,312	1,125,668	2,452,929	11,156,098
Financial treasury bills	-	-	3,969	1,536,153	1,540,122
National treasury notes	-	-	1,284,401	23,303,195	24,587,596
Foreign corporate securities	75,303	-	-	4,231,594	4,306,897
Brazilian Central Bank	-	-	-	22,065	22,065
National treasury bills	-	-	-	22,065	22,065
Privatization rights	-	-	-	52,473	52,473
Guarantees provided	9,471	104,621	180,599	7,216,291	7,510,982
National treasury bills	-	-	95,382	2,421,472	2,516,854
Financial treasury bills	-	-	592	1,842,580	1,843,172
National treasury notes	-	104,621	84,625	2,952,239	3,141,485
Other	9,471	-	-	-	9,471
Derivative financial instruments (1) (8)	18,136,896	510,688	257,736	137,324	19,042,644
Securities subject to unrestricted repurchase agreements	-	4,395,901	69,801	578,027	5,043,729
National treasury bills	-	4,395,901	69,801	422,568	4,888,270
Financial treasury bills	-	-	-	155,459	155,459
Grand total	50,236,828	24,572,199	15,383,074	99,131,870	189,323,971

%	26.5	13.0	8.1	52.4
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Dezembro 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate

- (1) Consistent with the criteria in Bacen Circular Letter No. 3,068/01 and due to the characteristics of the securities, we are classifying the derivative financial instruments, except those considered as cash flow hedges in the category Trading Securities;
- (2) These refer to investment fund and managed portfolio resources invested in purchase contracts with a commitment to re-sell with Bradesco, whose owners are consolidated subsidiaries, included in the financial statements of the Prudential Conglomerate;
- (3) The investment fund quotas are presented based on the instruments comprising their portfolios and maintaining the classification used in the fund;
- (4) In compliance with Article 8 of Bacen Circular Letter No. 3,068/01, Bradesco declares that it has the financial capacity and intention to maintain held-to-maturity securities until their maturity dates. The mark-to-market of securities, which were transferred from the category "Securities Available for Sale" to the category of "Securities Held to Maturity", in June 2015 and in December 2013, was maintained in the shareholders' equity and will be recognized in the results for the remaining term of these securities, according to Bacen Circular No. 3,068/01;
- (5) The number of days to maturity was based on the contractual maturity of the instruments, regardless of their accounting classification;
- (6) This column reflects book value after mark-to-market accounting in accordance with item (7), except for securities classified as securities held to maturity, which fair value is less than the original amortized cost by R\$1,328,973 thousand (higher than amortized cost value to the amount of R\$5,402 thousand in 2014);
- (7) The fair value of securities is determined based on the market price available at the end of the reporting period. If no market price quotation is available at the end of the reporting period, amounts are estimated based on the prices quoted by dealers, pricing models, quotation models or price quotations for instruments with similar characteristics. For investment funds, the original amortized cost reflects the fair value of the respective quotas;
- (8) Includes hedge for protection of assets and liabilities, denominated in or indexed to foreign currency, primarily, arising from foreign investments, eliminating the effects of exchange variation of these assets and liabilities. For a better analysis of these items, consider the net exposure (Note 6d II);
- (9) In March 2015, there was a modification in the calculation method of the market capitalization of debentures, using market parameters (Brazilian Association of Entities of the Financial and Capital Markets – Anbima); and
- (10) In the period ended December 31, 2015, there were losses through impairment in the amount of R\$135,850 thousand, related to the heading "Variable Income Securities", classified in the category

"Securities Available for Sale" (R\$598,087 thousand on December 31, 2014).

d) Derivative financial instruments

Bradesco carries out transactions involving derivative financial instruments, which are recorded in the statement of financial position or in off-balance-sheet accounts, to meet its own needs in managing its global exposure, as well as to meet its customer's requests, in order to manage their exposure. These operations involve a range of derivatives, including interest rate swaps, currency swaps, futures and options. Bradesco's risk management policy is based on the utilization of derivative financial instruments mainly to mitigate the risks from operations carried out by the Bank and its subsidiaries.

Securities classified as trading and available-for-sale, as well as derivative financial instruments, are recognized in the consolidated statement of financial position at their fair market value. Fair market value is generally based on quoted market prices or quotations for assets or liabilities with similar characteristics. Should market prices not be available, fair market values are based on dealer quotations, pricing models, discounted cash flows or similar techniques for which the determination of fair market value may require judgment or significant estimates by Management.

Quoted market prices are used to determine the fair market value of derivative financial instruments. The fair market value of swaps is determined by using discounted cash flow modeling techniques that use yield curves, reflecting adequate risk factors. The information to build yield curves is mainly obtained from the Securities, Commodities and Futures Exchange (BM&FBOVESPA) and the domestic and international secondary market. These yield curves are used to determine the fair market value of currency swaps, interest rate and other risk factor swaps.

The fair market value of forward and futures contracts is also determined based on market price quotations for derivatives traded at the exchange or using methodologies similar to those outlined for swaps. The fair market values of credit derivative instruments are determined based on market price quotations or from specialized entities. The fair market value of options is determined based on mathematical models, such as Black & Scholes, using yield curves, implied volatilities and the fair market value of corresponding assets. Current market prices are used to calculate volatility.

Derivative financial instruments in Brazil mainly refer to swaps and futures and are registered at the OTC Clearing House (Cetip) and BM&FBOVESPA.

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate

Operations involving forward contracts of interest rates, indexes and currencies are contracted by Management to hedge Bradesco's overall exposures and to meet customer needs.

Foreign derivative financial instruments refer to swap, forward, options, credit and futures operations and are mainly carried out at the stock exchanges in Chicago and New York, as well as the over-the-counter (OTC) markets.

l) Amount of derivative financial instruments recorded in off-balance-sheet accounts

	On December 31 - R\$ thousand			
	2015		2014	
	Grand total amount	Net amount	Grand total amount	Net amount
Futures contracts				
Purchase commitments:	153,287,275	-	75,980,704	-
- Interbank market	119,152,260	93,363,261	56,612,540	-
- Foreign currency (1)	34,101,616	-	16,145,870	-
- Other	33,399	-	3,222,294	2,984,059
Sale commitments:	67,214,114	-	130,338,720	-
- Interbank market (2)	25,788,999	-	104,058,738	47,446,198
- Foreign currency (3)	41,360,434	7,258,818	26,041,747	9,895,877
- Other	64,681	31,282	238,235	-
Option contracts				
Purchase commitments:	4,412,516	-	26,201,474	-
- Interbank market	3,824,996	186,806	23,572,355	-
- Foreign currency	559,071	-	2,190,621	479,247
- Other	28,449	-	438,498	314,801
Sale commitments:	9,901,395	-	32,429,075	-
- Interbank market	3,638,190	-	30,594,004	7,021,649
- Foreign currency	6,233,860	5,674,789	1,711,374	-
- Other	29,345	896	123,697	-
Forward contracts				
Purchase commitments:	15,132,203	-	8,164,817	-
- Foreign currency	15,014,083	-	8,053,377	-
- Other	118,120	-	111,440	-
Sale commitments:	16,206,711	-	9,697,207	-

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- Foreign currency	16,056,742	1,042,659	9,280,704	1,227,327
- Other	149,969	31,849	416,503	305,063
Swap contracts				
Assets (long position):	125,696,298	-	29,447,839	-
- Interbank market	45,693,291	-	3,490,671	-
- Fixed rate	43,858,054	40,363,110	4,161,434	2,018,732
- Foreign currency	33,543,125	22,011,883	17,935,347	9,055,701
- IGPM	1,336,950	1,141,950	864,500	104,750
- Other	1,264,878	-	2,995,887	1,388,054
Liabilities (short position):	72,330,795	-	21,900,552	-
- Interbank market	53,982,529	8,289,238	8,510,621	5,019,950
- Fixed rate	3,494,944	-	2,142,702	-
- Foreign currency (3)	11,531,242	-	8,879,646	-
- IGPM	195,000	-	759,750	-
- Other	3,127,080	1,862,202	1,607,833	-

Derivatives include operations maturing in D+1.

(1) Includes, on December 31, 2015, the hedging of the firm commitment concerning the purchase and sale of shares agreement, to the sum of R\$20,250,293 thousand (Note 33e);

(2) Includes cash flow hedges to protect CDI-related funding, totaling R\$20,038,119 thousand (R\$21,107,308 thousand in 2014) (Note 6f); and

(3) Includes specific hedges to protect assets and liabilities, arising from foreign investments, totaling R\$56,280,814 thousand (R\$37,598,682 thousand in 2014).

Dezembro 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**II) Breakdown of derivative financial instruments (assets and liabilities) shown at original amortized cost and fair market value**

	On December 31 - R\$ thousand					
	2015			2014		
	Original amortized cost	Mark-to-market adjustment	Fair market value	Original amortized cost	Mark-to-market adjustment	Fair market value
Adjustment payables - swaps (1)	23,657,821	(7,028,285)	16,629,536	1,952,660	922,950	2,875,611
Adjustment receivable - future	19,394	-	19,394	17,545	-	17,544
Receivable forward purchases	1,863,780	-	1,863,780	1,038,259	-	1,038,259
Receivable forward sales	321,953	-	321,953	320,519	-	320,519
Premiums on exercisable options	225,765	(17,784)	207,981	294,706	32,842	327,548
Total assets (A)	26,088,713	(7,046,069)	19,042,644	3,623,689	955,792	4,579,488
Adjustment payables - swaps	(10,112,719)	(5,863,369)	(15,976,088)	(1,697,878)	(440,124)	(2,138,002)
Adjustment receivable - future	(20,363)	-	(20,363)	(29,231)	-	(29,231)
Payable forward purchases	(47,195)	-	(47,195)	(461,901)	-	(461,901)
Payable forward sales	(3,180,895)	-	(3,180,895)	(550,877)	-	(550,877)
Premiums on written options	(140,270)	19,335	(120,935)	(131,567)	(1,529)	(133,096)
Total liabilities (B)	(13,501,442)	(5,844,034)	(19,345,476)	(2,871,454)	(441,653)	(3,313,107)
Net Effect (A-B)	12,587,271	(12,890,103)	(302,832)	752,235	514,139	1,266,377

(1) Includes receivable adjustments relating to hedge of assets and liabilities, designated and/or indexed in foreign currency, primarily, arising from foreign investments, eliminating the effects of exchange variation of these assets and liabilities.

III) Futures, options, forward and swap contracts – (Notional)

	On December 31 - R\$ thousand					
	1 to 90	91 to 180	181 to 360	More than 360 days	2015	2014
	days	days	days			
Futures contracts (1) (2)	120,306,904	25,850,501	24,427,665	49,916,319	220,501,389	206,319,424
Option contracts	899,751	9,190,528	502,688	3,720,944	14,313,911	58,630,549

Forward contracts	23,141,011	3,940,036	3,505,457	752,410	31,338,914	17,862,024
Swap contracts (1)	87,277,941	16,771,715	10,811,419	83,166,018	198,027,093	51,348,391
Total in 2015	231,625,607	55,752,780	39,247,229	137,555,691	464,181,307	
Total in 2014	176,806,454	44,752,159	49,124,630	63,477,145		334,160,388

(1) Includes contracts relating to hedges for the protection of assets and liabilities, designated and/or indexed in foreign currency, primarily, arising from foreign investments, eliminating the effects of exchange variation of these assets and liabilities; and

(2) Includes, on December 31, 2015, contract related to the hedge of the firm commitment, concerning the purchase and sale of shares agreement (Note 33e).

IV) Types of margin offered in guarantee of derivative financial instruments, mainly futures contracts

	On December 31 - R\$ thousand	
	2015	2014
Government securities		
National treasury notes	3,166,558	2,736,940
Financial treasury bills	-	5,426
National treasury bills	94,479	50,002
Total	3,261,037	2,792,368

Bradesco _____

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**V) Revenues and expenses, net**

	December 31 YTD- R\$ thousand	
	2015	2014
Swap contracts (1)	(182,415)	(167,951)
Forward contracts	(2,437,673)	(915,802)
Option contracts	184,159	152,934
Futures contracts (1) (2)	(4,599,822)	(409,298)
Total	(7,035,751)	(1,340,117)

(1) Includes the gain (loss) and the respective adjustment to the market capitalization of the hedge for protection of the assets and liabilities, designated and/or indexed in foreign currency, primarily, arising from foreign investments; and

(2) Includes, on December 31, 2015, the results and respective adjustment to the market value of the hedge of the firm commitment, concerning the purchase and sale of shares agreement, which was offset, completely, by the adjustment of the market value of the hedge object (Nota 33e).

VI) Total value of derivative financial instruments, by trading location and counterparties

	On December 31 - R\$ thousand	
	2015	2014
CETIP (over-the-counter)	225,747,300	50,104,746
BM&FBOVESPA (stock exchange)	194,819,447	248,466,850
Overseas (over-the-counter) (1)	17,837,798	22,088,743
Overseas (stock exchange) (1)	25,776,762	13,500,049
Total	464,181,307	334,160,388

(1) Comprised of operations carried out on the Chicago and New York Stock Exchanges and over-the-counter markets,

e) Credit Default Swaps (CDS)

On December 31, 2015, Bradesco had credit default swaps (CDS) with the following characteristics: the risk received in credit swaps whose underlying assets are “derivative with companies” is R\$136,668 thousand (2014 – (i) the amount of risk transferred under credit swaps whose underlying assets are “securities – securities of foreign government debt” is negative R\$1,326,900 thousand; and (ii) the risk received in credit swaps whose underlying assets are “derivative with companies” is R\$13,281 thousand, amounting to a total net credit risk value of negative R\$1,313,619 thousand), with an effect on the calculation of required shareholders’ equity of negative R\$15,033 thousand (R\$71,519 thousand in 2014). The contracts related to credit derivatives transactions described above are due in 2020. The mark-to-market of the protection rates that remunerates the counterparty that received the risk totaled R\$42 thousand. There were no credit events, as defined in the agreements, during the period.

f) Cash flow hedge

Bradesco uses cash flow hedges to protect its cash flows from payment of interest rates on funds, which have a floating interest rate - the Interbank Deposit Rate (DI Cetip), thus converting them to fixed cash flows.

Bradesco has traded DI Future contracts on BM&FBOVESPA since 2009, using them as cash flow hedges totaling R\$20,038,119 thousand (R\$21,107,308 thousand in 2014), having as object of hedge captures linked to DI, totaling R\$20,334,375 thousand (R\$19,969,423 thousand in 2014). The adjustment to market value of these operations recorded in the net worth is R\$4,552 thousand (R\$311,683 thousand in 2014), net of tax effects is R\$2,731 thousand (R\$187,010 thousand in 2014).

The effectiveness of the hedge portfolio was assessed in accordance with Bacen Circular Letter No. 3,082/02.

Dezembro 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**g) Hedge against market risk**

Bradesco constituted a hedge against market risk, using futures contracts, which generated R\$1,406,154 thousand, for protection against the effects of the exchange rate variation of the firm commitment concerning the purchase and sale of shares agreement (Note 33e), which produced an adjustment to the market value of (R\$1,761,964 thousand). The effect of these operations recorded a revenue of (R\$355,810 thousand).

The effectiveness of the hedge portfolio was assessed in accordance with Bacen Circular Letter No. 3,082/02.

h) Income from securities and derivative financial instruments

	December 31 YTD- R\$ thousand	
	2015	2014
Fixed income securities	19,496,468	17,538,254
Interbank investments (Note 5b)	20,946,689	16,228,057
Equity securities (1)	169,231	(14,774)
Subtotal	40,612,388	33,751,537
Income from derivative financial instruments (Note 6d V)	(7,035,751)	(1,340,117)
Total	33,576,637	32,411,420

(1) In the accrued of December 31, 2015, it includes the losses through impairment to the sum of R\$135,850 thousand (December 31, 2014 - R\$598,087 thousand).

7) INTERBANK ACCOUNTS – RESERVE REQUIREMENT**a) Reserve requirement**

	On December 31 - R\$ thousand	
Remuneration	2015	2014

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Reserve requirement – demand deposits	not remunerated	3,889,953	6,663,664
Reserve requirement – savings deposits	savings index	19,406,668	18,141,287
Reserve requirement – time deposits	Selic rate	16,399,981	7,175,649
Additional reserve requirement – savings deposits	Selic rate	5,023,233	9,070,643
Additional reserve requirement – time deposits	Selic rate	10,072,059	9,873,663
Reserve requirement – SFH	TR + interest rate	686,217	622,135
Total		55,478,111	51,547,041

b) Revenue from reserve requirement

	December 31 YTD- R\$ thousand	
	2015	2014
Reserve requirement – Bacen	4,587,412	4,277,352
Reserve requirement – SFH	16,583	33,569
Total	4,603,995	4,310,921

Bradesco _____

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**8) LOANS**

Information relating to loans, including advances on foreign exchange contracts, leasing and other receivables with credit characteristics is shown below:

a) By type and maturity

On December 31 - R\$ thousand

Performing loans						Total in	Total in		
1 to 30	31 to 60	61 to 90	91 to 180	181 to 360	More than	2015 (A)	2014 (A)	% (5)	% (5)
days	days	days	days	days	360 days				
22,725,815	14,348,330	9,578,619	19,203,730	24,258,153	68,678,652	158,793,299	148,575,815	38.5	37.3
3,973,665	4,902,655	4,468,929	11,711,308	14,310,868	85,591,446	124,958,871	119,500,494	30.3	29.9
520,614	729,051	599,948	2,354,154	7,295,413	8,764,742	20,263,922	23,680,025	4.9	5.9
27,220,094	19,980,036	14,647,496	33,269,192	45,864,434	163,034,840	304,016,092	291,756,334	73.7	73.1
157,002	142,026	178,469	377,659	609,073	1,357,440	2,821,669	3,978,911	0.7	1.0
831,100	885,881	868,335	3,063,675	1,332,785	650,223	7,631,999	5,868,095	1.9	1.5
28,208,196	21,007,943	15,694,300	36,710,526	47,806,292	165,042,503	314,469,760	301,603,340	76.3	75.6
8,706,765	5,849,896	2,259,075	4,061,211	3,363,141	1,011,155	25,251,243	22,400,416	6.1	5.6
36,914,961	26,857,839	17,953,375	40,771,737	51,169,433	166,053,658	339,721,003	324,003,756	82.4	81.2
4,012,126	1,581,928	634,684	3,474,349	11,424,805	48,755,115	69,883,007	72,069,547	16.9	18.0
47,122	47,120	47,117	135,605	202,377	680,406	1,159,747	1,350,643	0.3	0.3
-	-	-	-	-	91,234	91,234	100,919	-	-
28,597	26,912	108,446	72,563	9,233	-	245,751	304,917	0.1	0.1
11,104	205	1,952	-	25,105	1,726	40,092	31,466	-	-
344,560	153,667	109,461	284,815	322,501	77,977	1,292,981	1,441,024	0.3	0.4
41,358,470	28,667,671	18,855,035	44,739,069	63,153,454	215,660,116	412,433,815	100.0		
37,929,935	27,708,629	18,381,292	42,541,323	62,656,291	210,084,802		399,302,272	100.0	

Dezembro 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate

	On December 31						
	Non-performing loans Past-due installments						
	1 to 30	31 to 60	61 to 90	91 to 180	181 to 540	Total in	% (5)
	days	days	days	days	days	2015 (B)	
Discounted trade receivables and loans (1)	1,591,415	1,298,048	1,048,335	2,783,104	3,505,950	10,226,852	87.5
Financing	258,706	187,075	114,863	193,270	135,753	889,667	7.6
Agricultural and agribusiness loans	28,716	43,826	103,734	67,341	31,442	275,059	2.4
Subtotal	1,878,837	1,528,949	1,266,932	3,043,715	3,673,145	11,391,578	97.5
Leasing	12,601	11,241	7,218	14,360	10,768	56,188	0.5
Advances on foreign exchange contracts (2)	9,976	2,085	374	787	1,546	14,768	0.1
Subtotal	1,901,414	1,542,275	1,274,524	3,058,862	3,685,459	11,462,534	98.1
Other receivables (3)	12,854	8,165	7,929	60,163	135,591	224,702	1.9
Grand total in 2015	1,914,268	1,550,440	1,282,453	3,119,025	3,821,050	11,687,236	100.0
Grand total in 2014	1,419,838	1,256,136	1,041,112	2,172,767	3,211,118		9

	On Decem						
	Non-performing loans Installments not yet due						
	1 to 30	31 to 60	61 to 90	91 to 180	181 to 360 days	More than 360 days	Total in
	days	days	days	days	days	days	2015 (C)
Discounted trade receivables and loans (1)	778,379	620,239	579,216	1,332,164	2,050,368	4,663,490	10,023,856
Financing	225,923	213,594	204,652	561,095	941,599	2,898,376	5,045,239
Agricultural and agribusiness loans	1,378	1,588	1,488	11,212	58,507	230,678	304,851
Subtotal	1,005,680	835,421	785,356	1,904,471	3,050,474	7,792,544	15,373,946
Leasing	11,985	11,687	10,618	28,674	45,779	86,177	194,920
Subtotal	1,017,665	847,108	795,974	1,933,145	3,096,253	7,878,721	15,568,866
Other receivables (3)	542	556	504	1,312	2,282	7,175	12,371
Grand total in 2015	1,018,207	847,664	796,478	1,934,457	3,098,535	7,885,896	15,581,237
Grand total in 2014	884,269	747,168	642,300	1,655,041	2,669,692	6,736,149	

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Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate

	On December 31 - R\$ thousand			
	Grand total		Grand total	
	Total in 2015	% (5)	Total in 2014	% (5)
	(A+B+C)		(A+B+C)	
Discounted trade receivables and loans (1)	179,044,007	40.7	165,077,145	39.2
Financing	130,893,777	29.8	124,592,608	29.6
Agricultural and agribusiness loans	20,843,832	4.7	24,082,953	5.7
Subtotal	330,781,616	75.2	313,752,706	74.5
Leasing	3,072,777	0.7	4,319,149	1.0
Advances on foreign exchange contracts (2) (Note 9a)	7,646,767	1.7	5,875,694	1.4
Subtotal	341,501,160	77.6	323,947,549	76.9
Other receivables (3)	25,488,316	5.8	22,491,797	5.3
Total loans	366,989,476	83.4	346,439,346	82.2
Sureties and guarantees (4)	69,883,007	15.9	72,069,547	17.1
Loan assignment - real estate receivables certificate	1,159,747	0.3	1,350,643	0.3
Co-obligation from assignment of rural loan (4)	91,234	-	100,919	-
Loans available for import (4)	245,751	0.1	304,917	0.1
Confirmed exports loans (4)	40,092	-	31,466	-
Acquisition of credit card receivables	1,292,981	0.3	1,441,024	0.3
Grand total in 2015	439,702,288	100.0		
Grand total in 2014			421,737,862	100.0

(1) Including credit card loans and advances on credit card receivables of R\$16,868,308 thousand (R\$17,422,034 thousand in 2014);

(2) Advances on foreign exchange contracts are classified as a deduction from "Other Liabilities";

(3) The item "Other Receivables" comprises receivables on sureties and guarantees honored, receivables on sale of assets, securities and credits receivable, income receivable from foreign exchange contracts and export contracts and credit card receivables (cash and installment purchases at merchants) totaling R\$20,745,581 thousand (R\$19,594,184 thousand in 2014);

(4) Recorded in off-balance sheet accounts; and

(5) Percentage of each type in relation to the total loan portfolio, including sureties and guarantee, loan assignment and acquisition of receivables.

Dezembro 2015

Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**b) By type and levels of risk**

	Levels					
	AA	A	B	C	D	E
Discounted trade receivables and loans	30,816,024	83,892,449	10,730,700	25,367,955	8,115,226	2,858,295
Financing	36,882,572	40,445,011	41,183,668	8,463,460	1,059,329	614,281
Agricultural and agribusiness loans	2,666,001	2,782,755	8,461,876	5,979,631	569,150	188,992
Subtotal	70,364,597	127,120,215	60,376,244	39,811,046	9,743,705	3,661,568
Leasing	70,063	524,620	2,182,480	59,249	44,182	27,445
Advances on foreign exchange contracts (2)	2,692,369	2,990,058	908,563	933,651	65,114	39,616
Subtotal	73,127,029	130,634,893	63,467,287	40,803,946	9,853,001	3,728,629
Other receivables	2,587,392	17,053,965	1,763,338	3,141,973	174,354	65,949
Grand total in 2015	75,714,421	147,688,858	65,230,625	43,945,919	10,027,355	3,794,578
%	20.6	40.3	17.8	12.0	2.7	1.0
Grand total in 2014	67,541,021	143,339,402	65,573,273	43,030,814	6,068,003	4,767,545
%	19.5	41.4	18.9	12.4	1.7	1.4

(1) Percentage of each type in relation to the total loan portfolio, excluding sureties and guarantees, loan assignments, acquisition of receivables and co-obligation in rural loan assignments; and

(2) See Note 9a.

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Financial Statements of the Prudential Conglomerate and Independent Auditor's Report

Notes to the Financial Statements of the Prudential Conglomerate**c) Maturity ranges and levels of risk**

	Levels of risk Non-performing loans								On Decem	
	AAA	B	C	D	E	F	G	H	Total in 2015	%
Installments not yet due	-	-1,614,964	3,243,376	2,415,789	1,512,303	1,237,449	863,012	4,694,344	15,581,237	1
1 to 30	-	153,586	271,608	129,064	80,219	65,129	49,935	268,666	1,018,207	
31 to 60	-	112,841	184,771	114,562	73,318	67,115	47,379	247,678	847,664	
61 to 90	-	100,523	162,810	103,874	89,883	66,020	43,590	229,778	796,478	
91 to 180	-	190,427	390,432	286,353	179,036	152,054	113,813	622,342	1,934,457	
181 to 360	-	291,546	647,893	478,466	286,463	249,324	183,814	961,029		