

BANK BRADESCO
Form 6-K
February 05, 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 February, 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

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Bradesco -

Forward-Looking Statements

This Economic and Financial Analysis Report contains forward-looking statements related to our business. Such statements are based on management's current expectations, estimates and projections concerning future events and financial trends that may affect our business. Words such as "believe", "anticipate", "plan", "expect", "intend", "goal", "estimate", "forecast", "predict", "project", "guidelines", "should" and other similar expressions are used to indicate predicting statements. However, forward-looking statements are not guarantees of future performance and involve certain risks and uncertainties that may be beyond our control. In addition, some forward-looking statements are based on assumptions which, depending on future events, may prove not to be accurate. Therefore, actual results may differ significantly from the plans, goals, expectations, projections and intentions expressed or implied in such statements.

The factors that may impact the actual results include, among others, changes in regional, national and international trade and economic policies; inflation; an increased number of defaults by borrowers in loan operations, with a consequent increase in the allowance for losses from loan operations; loss of ability to receive deposits; loss of customers or revenues; our ability to sustain and improve performance; changes in interest rates which may, among other things, adversely affect our margins; competition in the banking industry, financial services, credit card services, insurance, asset management and other related industries; government regulation and fiscal affairs; disputes or adverse legal proceedings or regulations; and credit and other risks involved in lending and investment activities.

As a result, one should not rely excessively on these forward-looking statements. The statements are valid only for the date on which they were drafted. Except as required by applicable law, we do not assume any obligation to update these statements as a result of new information, future developments or any other matters which may arise.

Some numbers included in this Report have been subjected to rounding adjustments.

As a result, some amounts indicated as total amounts in some charts may not be the arithmetic sum of the preceding numbers.

Economic and Financial Analysis Report – December 2015

Press Release

Highlights

The main figures obtained by Bradesco in the year of 2015 are presented below:

1. Adjusted Net Income⁽¹⁾ for the year of 2015 stood at R\$17.873 billion (an 16.4% increase compared to the R\$15.359 billion recorded in the same period of 2014), corresponding to earnings per share of R\$3.55 and Return on Average Adjusted Equity⁽²⁾ of 20.5%.
2. As for the source, the Adjusted Net Income is composed of R\$12.584 billion from financial activities, representing 70.4% of the total, and of R\$5.289 billion from insurance, pension plans and capitalization bonds operations, which together account for 29.6%.
3. In December 2015, Bradesco's market value stood at R\$100.044 billion⁽³⁾.
4. Total Assets, in December 2015, stood at R\$1.080 trillion, an increase of 4.6% over the December 2014 balance. The return on Average Total Assets was 1.7%, an increase of 0.1 p.p. over December 2014 (1.6%).
5. In December 2015, the Expanded Loan Portfolio⁽⁴⁾ reached R\$474.027 billion, up 4.2% over December 2014. Operations with individuals totaled R\$147.749 billion (an increase of 4.5% over December 2014), while corporate segment operations totaled R\$326.278 billion (up 4.0% over December 2014).
6. Assets under Management stood at R\$1.510 trillion, a 5.9% increase over December 2014.
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9. Total Assets under Management stood at R\$1.510 trillion, a 5.9% increase over December 2014.
10. The Delinquency Ratio over 90 days stood at 4.1% in December 2015 (3.5% in December 2014).
11. The Operating Efficiency Ratio (ER)⁽⁵⁾ in December 2015 was 37.5% (39.2% in December 2014), while in the "risk-adjusted" concept, it stood at 46.5% (47.9% in December 2014).
12. Insurance Written Premiums, Pension Plan Contributions and Capitalization Bond Income totaled R\$64.612 billion in the year of 2015, up 15.1% when compared to the year of 2014. Technical Reserves stood at R\$177.835 billion, an increase of 16.0% compared to the balance in December 2014.
13. Investments in infrastructure, information technology and telecommunications amounted to R\$5.720 billion in the year of 2015, up 14.4% over the same period in the previous year.
14. Taxes and contributions paid or recorded in provision, including social security, totaled R\$25.763 billion, of which R\$12.401 billion were related to taxes withheld and collected from third parties, and R\$13.362 billion were calculated based on activities developed by Organização Bradesco, equivalent to 74.8% of the Adjusted Net Income⁽¹⁾.
15. Bradesco has an extensive Customer Service Network in Brazil, with 4,507 Branches and 3,511 Service Points (PAs). Customers of Bradesco can also count on 736 ATMs located on a company's premises (PAEs), 43,560 Bradesco Expresso service points, 31,527 Bradesco ATMs, and 18,940 Banco24Horas Network ATMs.

7. Shareholders' Equity totaled R\$88.907 billion in December 2015, 9.1% higher than in December 2014. Basel III Ratio, calculated based on the Prudential Consolidated stood at 16.8% in December 2015, 12.7% of which was classified as Common Equity / Tier I.

8. A total of R\$6.035 billion was paid to shareholders as Interest on Shareholders' Equity and Dividends for the profit generated in 2015, of which R\$1.981 billion were paid in monthly and interim installments and R\$4.054 billion, as complementary, whose payment will be made on March 1, 2016.

9. The Interest Earning Portion of the Net Interest Income stood at R\$54.777 billion, an increase of 15.3% compared to the year of 2014.

16. Payroll, plus charges and benefits totaled R\$12.507 billion. Social benefits provided to all 92,861 employees of Organização Bradesco and their dependents amounted R\$3.150 billion, while investments in education, training and development programs totaled R\$145.135 million.

17. In December 2015, the addendum to the contracts for the Offer of Credit Cards and other related financial services was firming with Via Varejo S.A., related to the "Casas Bahia" brand, and the Services Contract as Banking Correspondent in the country, related to the correspondent activity provided by Via Varejo to Bradesco.

Highlights

18. In January 2016, Bradesco informed the market that Central Bank approved the acquisition of 100% of the share capital of HSBC Bank Brasil S.A. – Banco Múltiplo and HSBC Serviços e Participações Ltda. ("HSBC"). The completion of the operation is subject to the approval of the other competent regulatory authorities and in compliance with the legal formalities.

19. In January 2016, Bradesco signed a non-binding Memorandum of Understanding with Banco do Brasil S.A., Banco Santander (Brasil) S.A., Caixa Econômica Federal and Itaú Unibanco S.A., in order to create a holding company of credit intelligence ("GIC"), which will develop a database with the goal of adding, reconciling and handling database and credit-related information, of individuals and legal entities, which expressly authorize their inclusion in the database, as required by the applicable rules.

20. Major Awards and Acknowledgments in the period:

- Considered the best Brazilian bank of 2015 of The Banker Awards (The Banker / Financial Times);
 - Largest private group in the country, with revenues of R\$201.2 billion, in the ranking "Valor Grandes Grupos", which lists the 200 largest groups that operate in Brazil (Valor Econômico);
 - For the 11th consecutive year, the common and preferred shares are on the list of the Índice de Sustentabilidade Empresarial (ISE - Corporate Sustainability Index) of BMF&Bovespa;
 - Grupo Bradesco Seguros was the highlight of the Award "Cobertura Performance 2015" (publisher Editora Cobertura);
 - Highlight in three important rankings of efficiency in people management: "Best Companies to Work For in Brazil" (Guia 2015 Você S/A – The 150 Best Companies to Work); "The best in People
- It was one of the highlights among the best fund managers of Brazil (Revista Exame / Fundação Getúlio Vargas (FGV)); and
 - Featured among "The Best Companies for the Consumer 2015", according to the survey Época Reclame Aqui, appearing as champion in the categories "Banks", "Banks and Financial Services", "Cards and Insurance".

Organização Bradesco is fully committed to internationally recognized sustainability and corporate governance initiatives, particularly: Global Compact, PRI (Principles for Responsible Investment), and Equator Principles. We set our guidelines and strategies with a view to incorporating the best sustainability practices into our businesses, considering the context and the potential of each region, thus contributing to the generation of value in the Organization. Our management process adopts economic and socio-environmental indexes developed in Brazil and abroad, such as the Dow Jones Sustainability Index (DJSI), the Corporate Sustainability Index (ISE, of BM&FBovespa), and the Carbon Efficient Index (ICO2, also of BM&FBovespa), as well as the guidelines and indexes of the Global Reporting Initiative (GRI) and the Carbon Disclosure Project (CDP).

With a broad social and educational program in place for 59 years, Fundação Bradesco operates 40 schools across Brazil. In 2015, a R\$502.721 million budget benefitted 102,182 students enrolled in its schools at the following levels: basic education (from kindergarten to high school and higher secondary technical-professional education), youth and adult education; and preliminary and continuing vocational training, which focuses on creating jobs and income. In addition to being guaranteed free quality education, over 42 thousand students enrolled in the Basic Education system also receive uniforms, school supplies, meals, and medical and dental assistance. With regard to the distance learning

Management" (newspaper Valor Econômico in partnership with Aon-Hewitt); and "50 Best Psychologically Healthy Companies" (publisher Editora Gestão e RH);

system (EaD), it is estimated that more than 590 thousand students were benefitted from it, through its e-learning portal *Escola Virtual* (Virtual School). These students concluded, at least, one of the various courses offered in its schedule, and another 22,990 students will benefit from projects and initiatives carried out in partnership with Centers for Digital Inclusion (CDIs), the *Educa+Ação*, and from Technology courses (*Educar e Aprender* – Educating and Learning).

(1) According to the non-recurring events described on page 8 of this Economic and Financial Analysis Report; (2) Excludes mark-to-market effect of Available-for-Sale Securities recorded under Shareholders' Equity; (3) Number of shares (excluding treasury shares) multiplied by the closing price for common and preferred shares on the last trading day of the period; (4) Includes sureties and guarantees, letters of credit, advances of credit card receivables, co-obligations in loan assignments (receivables-backed investment funds and mortgage-backed receivables), co-obligations in rural loan assignments and operations bearing credit risk – commercial portfolio, which includes debentures and promissory notes; and (5) In the last 12 months.

Press Release

Main Information

	4Q15	3Q15	2Q15	1Q15	4Q14	3Q14
Income Statement for the Period - R\$ million						
Book Net Income	4,353	4,120	4,473	4,244	3,993	3,993
Adjusted Net Income	4,562	4,533	4,504	4,274	4,132	4,132
Total Net Interest Income	14,512	13,735	13,541	13,599	12,986	12,986
Gross Credit Intermediation Margin	11,313	10,806	10,427	10,242	10,061	10,061
Net Credit Intermediation Margin	7,121	6,954	6,877	6,662	6,754	6,754
Provision for Loan Losses (ALL) Expenses	(4,192)	(3,852)	(3,550)	(3,580)	(3,307)	(3,307)
Fee and Commission Income	6,597	6,380	6,118	5,744	5,839	5,839
Administrative and Personnel Expenses	(8,413)	(7,997)	(7,544)	(7,084)	(7,835)	(7,835)
Insurance Written Premiums, Pension Plan Contributions and Capitalization Bond Income	19,130	15,125	16,723	13,634	17,806	17,806
Statement of Financial Position - R\$ million						
Total Assets ⁽¹⁾	1,079,755	1,050,983	1,029,762	1,034,815	1,032,040	988,000
Securities	407,584	364,472	356,115	344,430	346,358	346,358
Loan Operations ⁽²⁾	474,027	474,488	463,406	463,305	455,127	444,000
- Individuals	147,749	145,234	143,461	142,051	141,432	133,000
- Corporate	326,278	329,253	319,945	321,254	313,695	300,000
Allowance for Loan Losses (ALL) ⁽³⁾	(29,499)	(28,670)	(23,801)	(23,618)	(23,146)	(23,146)
Total Deposits	195,760	203,637	195,926	211,702	211,612	211,612
Technical Reserves	177,835	168,629	164,566	157,295	153,267	144,000
Shareholders' Equity	88,907	86,233	86,972	83,937	81,508	77,000
Assets under Management	1,510,396	1,452,528	1,443,989	1,431,090	1,426,099	1,380,000
Performance Indicators (%) on Adjusted Net Income (unless otherwise stated)						
Adjusted Net Income per Share - R\$ ^{(4) (5)}	3.55	3.47	3.35	3.21	3.05	3.05
Book Value per Common and Preferred Share - R\$ ⁽⁵⁾	17.68	17.14	17.28	16.67	16.19	16.19
Annualized Return on Average Equity ^{(6) (7)}	20.5	21.2	21.9	22.3	20.1	20.1
Annualized Return on Common Equity to 11% - BIS III ⁽⁴⁾	27.4	26.9	26.3	25.3	24.2	24.2
Annualized Return on Average Assets ⁽⁷⁾	1.7	1.7	1.7	1.7	1.6	1.6
Average Rates - 12 months = (Adjusted Net Interest Income / Total Average Assets - Repos - Permanent Assets) (NIM)	7.5	7.6	7.6	7.5	7.3	7.3
Fixed Asset Ratio ⁽¹³⁾	35.2	38.6	39.6	47.9	47.2	47.2
Combined Ratio - Insurance ⁽⁸⁾	86.5	86.9	86.5	86.8	85.9	85.9
Efficiency Ratio (ER) ⁽⁴⁾	37.5	37.9	37.9	38.3	39.2	39.2
Coverage Ratio (Fee and Commission Income/Administrative and Personnel Expenses) ⁽⁴⁾	80.0	79.1	78.7	77.4	76.7	76.7
Market Capitalization - R\$ million ⁽⁹⁾	100,044	113,288	142,098	150,532	145,536	145,536
Loan Portfolio Quality % ⁽¹⁰⁾						
ALL / Loan Portfolio ⁽³⁾	8.0	7.8	6.7	6.7	6.7	6.7
Non-performing Loans (> 60 days ⁽¹¹⁾ / Loan Portfolio)	5.0	4.7	4.6	4.5	4.3	4.3
Delinquency Ratio (> 90 days ⁽¹¹⁾ / Loan Portfolio)	4.1	3.8	3.7	3.6	3.5	3.5
Coverage Ratio (> 90 days ⁽¹¹⁾) ⁽³⁾	198.0	205.7	180.4	187.0	189.0	189.0

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Coverage Ratio (> 60 days ⁽¹¹⁾ ⁽³⁾)	161.7	168.4	146.5	149.8	156.6
Operating Limits %					
Basel Ratio - Total ⁽¹²⁾ ⁽¹³⁾	16.8	14.5	16.0	15.2	16.5
Tier I Capital	12.7	11.4	12.8	12.1	12.9
- Common Equity	12.7	11.4	12.8	12.1	12.9
Tier II Capital	4.1	3.0	3.2	3.1	3.6

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Press Release

Main Information

	Dec15	Sept15	Jun15	Mar15	Dec14	Sept14	Jun14	Mar14	Variation Dec15 Dec x Sept15 Dec
Structural Information - Units									
Service Points ⁽¹⁴⁾	65,851	71,738	74,270	74,917	75,176	74,028	73,208	73,320	(8.2)
- Branches	4,507	4,593	4,628	4,661	4,659	4,659	4,680	4,678	(1.9)
- PAs ⁽¹⁵⁾	3,511	3,496	3,463	3,502	3,486	3,497	3,497	3,484	0.4
- PAEs ⁽¹⁵⁾	736	845	980	1,135	1,145	1,159	1,175	1,186	(12.9)
- External ATM Network - Bradesco ⁽¹⁶⁾ ⁽¹⁷⁾	627	874	1,112	1,243	1,344	1,398	1,684	2,701	(28.3)
- Banco24Horas Network ⁽¹⁶⁾	11,721	11,917	12,127	12,268	12,450	12,213	12,023	11,873	(1.6)
- Bradesco Expresso (Correspondent Banks)	43,560	48,175	50,042	50,043	50,006	49,020	48,186	47,430	(9.6)
- Bradesco Promotora de Vendas	1,175	1,824	1,904	2,051	2,073	2,068	1,949	1,955	(35.6)
- Branches / Subsidiaries Abroad	14	14	14	14	13	14	14	13	-
ATMs	50,467	50,113	49,410	48,941	48,682	48,053	47,612	48,295	0.7
- Bradesco Network	31,527	31,495	31,132	31,091	31,089	31,107	31,509	32,909	0.1
- Banco24Horas Network	18,940	18,618	18,278	17,850	17,593	16,946	16,103	15,386	1.7
Employees ⁽¹⁸⁾	92,861	93,696	93,902	94,976	95,520	98,849	99,027	99,545	(0.9)
Outsourced Employees and Interns	13,223	13,333	13,111	12,977	12,916	12,896	12,790	12,671	(0.8)
Customers - in millions									
Active Account Holders ⁽¹⁹⁾ ⁽²⁰⁾	26.0	26.4	26.5	26.6	26.5	26.6	26.5	26.6	(1.5)
Savings Accounts ⁽²¹⁾	60.1	57.0	57.6	58.1	59.1	52.9	51.8	49.0	5.4
Insurance Group	49.8	48.2	47.8	47.8	46.9	46.3	45.5	45.3	3.3
- Policyholders	44.2	42.5	42.0	42.0	41.1	40.5	39.6	39.4	4.0
- Pension Plan Participants	2.4	2.4	2.4	2.4	2.4	2.4	2.4	2.4	-
- Capitalization Bond Customers	3.2	3.3	3.4	3.4	3.4	3.4	3.5	3.5	(3.0)
Bradesco Financiamentos ⁽¹⁹⁾	2.8	2.8	2.9	3.0	3.1	3.1	3.2	3.2	-

(1) For more information, please check note 4 – Statement of Financial Position and Statement of Managerial Income, in chapter 6 of this report;

(2) Expanded Loan Portfolio: includes sureties and guarantees, letters of credit, advances of credit card receivables, co-obligations in loan assignments (receivables-backed investment funds and mortgage-backed receivables), co-obligations in rural loan assignments and operations bearing credit risk – commercial portfolio, covering debentures and promissory notes;

(3) Includes provision for guarantees provided, encompassing sureties, guarantees, letters of credit, and standby letter of credit, which comprises the concept of “excess” ALL. In the third quarter of 2015, includes an ALL Surplus/Worsening of Ratings, considered as an extraordinary event, totaling R\$3,704 million; This way, the balance of the ALL - Surplus provision went from R\$4,004 million in June 2015 to R\$6,409 million

in September 2015;

- (4) In the last 12 months;
- (5) For comparison purposes, shares were adjusted in accordance with bonuses and stock splits;
- (6) Excluding mark-to-market effect of Available-for-Sale Securities recorded under Shareholders' Equity;
- (7) Year-to-Date Adjusted Net Income;
- (8) Excludes additional reserves;
- (9) Number of shares (excluding treasury shares) multiplied by the closing price for common and preferred shares on the period's last trading day;
- (10) As defined by the Brazilian Central Bank (Bacen);
- (11) Overdue loans;
- (12) Since October 2013, the Basel Ratio calculation has followed regulatory guidelines set forth in CMN Resolutions No. 4,192/13 and No. 4,193/13 (Basel III);
- (13) As of March 2015, the ratio calculated based on the Prudential Consolidated is included, as set forth in CMN Resolution No. 4,192/13. It is important to note that the Prudential Consolidated is calculated in accordance with the regulatory guidelines set forth in CMN Resolution No. 4,280/13;
- (14) The decrease as of March 2015 is related to (i) the migration of "External ATM Network– Bradesco" to "Banco24Horas Network"; (ii) the deactivation of ATMs from "Banco24Horas Network"; and (iii) the reduction of Bradesco Expresso correspondents;
- (15) PA (Service Branch): a result of the consolidation of PAB (Banking Service Branch), PAA (Advanced Service Branch) and Exchange Branches, according to CMN Resolution No. 4,072/12; and PAEs – ATMs located on a company's premises;
- (16) Including overlapping ATMs within the Bank's own network and the Banco24Horas Network;
- (17) This decrease is related to the sharing of external network ATMs by the Banco24Horas Network ATMs;
- (18) The decrease in the fourth quarter of 2014 includes, primarily, the transfer of 2,431 employees from Scopus Tecnologia to IBM Brasil;
- (19) Number of individual customers (National Registry of Legal Entities (CNPJ) and Individual Taxpayer Registry (CPF));
- (20) Refers to first and second checking account holders; and
- (21) Number of accounts.

Press Release

Ratings

Main Ratings

Fitch Ratings

Viability	Support	International Scale				Domestic Scale	
		Domestic Currency		Foreign Currency		Domestic	
		Long Term	Short Term	Long Term	Short Term	Long Term	Short Term
bbb-	3	BBB-	F3	BBB-	F3	AAA(bra)	F1+(bra)

Moody's Investors Service

International Scale				Domestic Scale	
Domestic Currency Deposit		Foreign Currency Deposit		Domestic Currency	
Long Term	Short Term	Long Term	Short Term	Long Term	Short Term
Baa3	P-3	Baa3	P-3	Aaa.br	BR-1

Standard & Poor's

International Scale - Issuer's Credit Rating				Domestic Scale		Austin Rating	
Foreign Currency		Domestic Currency		Issuer's Credit Rating		Corporate Governance	Domestic Scale
Long Term	Short Term	Long Term	Short Term	Long Term	Short Term		Long Term
BB+	B	BB+	B	brAA+	brA-1	AA+	brAAA
							brA-1

Book Net Income vs. Adjusted Net Income

The main non-recurring events that affected Book Net Income in the periods below are presented in the following comparative chart:

	12M15	12M14	4Q15	R\$ million 3Q15
Book Net Income	17,190	15,089	4,353	4,120
Non-recurring events (net of tax effects)	683	270	209	413
- Tax liability	(2,341)	-	-	(2,341)
- Reversal of technical reserves	(276)	(432)	(276)	-
- ALL Surplus/Worsening of Ratings	2,222	-	-	2,222
- Contingent Liabilities	606	(98)	13	532
- Impairment of assets ⁽¹⁾	472	800	472	-

Adjusted Net Income	17,873	15,359	4,562	4,533
ROAE % ⁽²⁾	19.7	19.8	20.5	20.0
ROAE (ADJUSTED) % ⁽²⁾	20.5	20.1	21.6	22.1

(1) In 2015 and in 4Q15, it refers to the impairment of: (i) Shares, in the amount of R\$238 million (R\$749 million in 2014); and (ii) Permanent/Intangible Assets, in the amount of R\$234 million (R\$51 million in 2014); and

(2) Annualized.

Summarized Analysis of Adjusted Income

To provide for better understanding and comparison of Bradesco results, we use in the comments of chapters 1 and 2 of this report the Adjusted Income Statement, obtained from adjustments made to the Managerial Income Statement, detailed at the end of this Press Release.

	R\$ million							
	Adjusted Income Statement				Variation			
	12M15	12M14	12M15 x 12M14		4Q15	3Q15	4Q15 x 3Q15	
			Amount	%			Amount	%
Net Interest Income	55,387	48,295	7,092	14.7	14,512	13,735	777	5.7
- Interest Earning Portion	54,777	47,497	7,280	15.3	14,380	13,709	671	4.9
- Non-Interest Earning Portion	610	798	(188)	(23.6)	132	26	106	407.7
ALL	(15,174)	(12,657)	(2,517)	19.9	(4,192)	(3,852)	(340)	8.8
Gross Income from Financial Intermediation	40,213	35,638	4,575	12.8	10,320	9,883	437	4.4
Income from Insurance Premiums, Pension Plans and Capitalization bonds, minus Variation of Technical Reserves, Retained Claims and others ⁽¹⁾	5,426	5,047	379	7.5	1,493	1,411	82	5.8
Fee and Commission Income	24,839	22,089	2,750	12.4	6,597	6,380	217	3.4
Personnel Expenses	(14,699)	(13,967)	(732)	5.2	(3,839)	(3,797)	(42)	1.1
Other Administrative Expenses	(16,339)	(14,848)	(1,491)	10.0	(4,574)	(4,200)	(374)	8.9
Tax Expenses	(5,640)	(4,627)	(1,013)	21.9	(1,650)	(1,330)	(320)	24.1
Equity in the Earnings (Losses) of Unconsolidated Companies	144	187	(43)	(23.0)	93	38	55	144.7
Other Operating Income/ (Expenses)	(6,708)	(5,395)	(1,313)	24.3	(1,586)	(1,604)	18	(1.1)
Operating Result	27,236	24,124	3,112	12.9	6,854	6,781	73	1.1
Non-Operating Result	(283)	(183)	(100)	54.6	(68)	(92)	24	(26.1)
Income Tax / Social Contribution	(8,933)	(8,469)	(464)	5.5	(2,183)	(2,124)	(59)	2.8
Non-controlling Interest	(147)	(113)	(34)	30.1	(41)	(32)	(9)	28.1
Adjusted Net Income	17,873	15,359	2,514	16.4	4,562	4,533	29	0.6

(1) In "Others", it includes: Capitalization Bond Draws and Redemption – Insurance and Pension Plan and Capitalization Bond Sales Expenses.

Press Release

Summarized Analysis of Adjusted Income

Adjusted Net Income and Profitability

The return on the Average Adjusted Shareholder's Equity (ROAE) stood at 20.5% in December 2015. Such performance stems from the growth of adjusted net income, which increased by 0.6% quarter-over-quarter and 16.4%, in the year-over-year comparison. The main events that affected adjusted net income are detailed below.

Total Assets registered R\$1.080 trillion in December 2015, a 4.6% increase over December 2014, driven by the increased turnover. Return on Average Assets (ROAA) reached 1.7%.

Adjusted net income reached R\$4,562 million in the fourth quarter of 2015, up R\$29 million or 0.6% compared to the previous quarter, mainly due to (i) the increment of the "interest" and "non-interest" earning portion; (ii) higher fee and commission income, result of the enhanced segmentation of clients and of investment in technology to enable new strategies of customer service; (iii) the highest operating result of Insurance, Pension Plans and Capitalization Bonds, net of technical reserves, retained claims and others; and impacted, partly, by higher: (iv) administrative expenses; (v) cost of the provision for doubtful accounts; and (vi) tax expenses.

In the financial year of 2015, the adjusted net income reached R\$17,873 million, increase of R\$2,514 million, or 16.4%, compared to the previous year, which reflects the highest revenues due to: (i) the interest earning portion, partially due to the effect the margin of intermediation and of the assets and liabilities management (ALM); and (ii) fees and commissions; being partially offset by: (iii) higher allowance for loan losses expenses; (iv) higher personnel and administrative expenses, whose variation was below the index of inflation (IPCA) in the period; (v) increased operating expenses, net; and (vi) higher tax expenses.

Shareholders' Equity totaled R\$88,907 million in December 2015, up 9.1% over December 2014. Basel III Ratio, calculated based on the Prudential Consolidated, stood at 16.8%, 12.7% of which was classified as Common Equity / Tier I.

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Summarized Analysis of Adjusted Income

Operating Efficiency Ratio (ER)

The 12-month accumulated ER⁽¹⁾ reached 37.5% in the fourth quarter of 2015, once again registering the best historical level, showing improvement of 0.4 p.p. in comparison to the previous quarter, and 1.7 p.p. in comparison to the same period of the previous year, whereby the main variations were due to: (i) the increase in the net interest income and fee and commission income; and (ii) the operational expenses performance, which have evolved below the inflation in the year. These factors also contributed to the improvement of the ER in the "risk adjusted" concept, reflecting the impact of the risk associated with loan operations⁽²⁾, reached 46.5%.

It is important to mention that the ER performance reflects the strategy of sustainable growth, which includes, among others, the availability of appropriate products and services for clients through the segmentation of the base, the optimization of points of service, and the strict control of operating expenses, arising from the actions of the Efficiency Committee and of investments in Information Technology.

The quarterly ER, the indicator remained stable

(1) $ER = (\text{Personnel Expenses} - \text{Employee Profit Sharing} + \text{Administrative Expenses}) / (\text{Net Interest Income} + \text{Fee and Commission Income} + \text{Income from Insurance} + \text{Equity in the Earnings (Losses) of Unconsolidated Companies} + \text{Other Operating Income} - \text{Other Operating Expenses})$. If we considered the ratio between (i) total administrative costs (Personnel Expenses + Administrative Expenses + Other Operating Expenses + Tax Expenses not related to income generation + Insurance Sales Expenses); and (ii) net income generation of related taxes (not considering Insurance Claims and Sales Expenses), our ER accumulated in the last 12 months in the fourth quarter of 2015 would be 42.0%; and

(2) Including ALL expenses, adjusted for discounts granted, loan recovery and sale of foreclosed assets, among others.

Press Release

Summarized Analysis of Adjusted Income

NII (Net Interest Income)

In the quarterly comparison, the R\$777 million, or 5.7%, increase was, mainly, due to: (i) by the higher result obtained with the "interest" earning portion, to the value of R\$671 million, with emphasis on "Credit Intermediation", a result of an improved management in investment resources and funding operations; and (ii) non-interest earning portion, in the amount of R\$106 million.

In the year-over-year comparison, the net interest income increased by R\$7,092 million, or 14.7%, mainly due to: (i) a higher interest earning portion income, in the amount of R\$7,280 million, particularly in "Credit Intermediation" and "Securities/Other" and offset by: (ii) lower result obtained with non-interest earning portion, in the amount of R\$188 million.

NII - Interest Earning Portion – Average Rates in the last 12 months

	R\$ million					
	12M15			12M14		
	Interest	Average Balance	Average Rate	Interest	Average Balance	Average Rate
Credit Intermediation	42,788	366,001	11.7%	38,366	341,470	11.2%
Insurance	5,558	164,894	3.4%	4,303	143,307	3.0%
Securities/Other	6,431	395,896	1.6%	4,828	342,564	1.4%
Interest Earning Portion	54,777	-	7.5%	47,497	-	7.1%
	4Q15			3Q15		
	Interest	Average Balance	Average Rate	Interest	Average Balance	Average Rate
Credit Intermediation	11,313	370,405	11.7%	10,806	369,422	11.5%
Insurance	1,523	174,030	3.4%	1,349	167,661	3.3%
Securities/Other	1,544	395,578	1.6%	1,554	419,074	1.6%
Interest Earning Portion	14,380	-	7.5%	13,709	-	7.5%

The interest earning portion rate in the last 12 months remained 7.5% in the fourth quarter of 2015. In the year-over-year comparison, the growth of 0.4 p.p. was the reflection of increased profits obtained in the interest earning portions of "Credit Intermediation", "Insurance" and "TVM/Other".

Summarized Analysis of Adjusted Income

Expanded Loan Portfolio⁽¹⁾

In December 2015, the expanded loan portfolio of Bradesco totaled R\$474.0 billion, maintaining stable in comparison to the previous quarter. Micro, Small and Medium Sized Enterprises and Corporations presented a reduction of 1.2% and 0.8%, respectively, while the Individual, in turn, registered an expansion of 1.7% in the period.

In the last 12 months, the portfolio increased by 4.2% primarily represented by: (i) 9.5% in Corporations; and (ii) 4.5% in Individuals, and partially offset by: (iii) a decrease of 5.3% of the SMEs segment.

For Individuals, the products that have the strongest growth in the last 12 months were: (i) real estate financing; and (ii) payroll-deductible loans especially for the public sector and INSS beneficiaries. While for the Corporate segment, the highlights were: (i) export financing; and (ii) operations abroad, influenced by the exchange rate variation in the period.

(1) In addition to Bacen loan portfolio, it includes sureties, guarantees, letters of credit, advances of credit card receivables, debentures, promissory notes, co-obligation in mortgage-backed receivables, and farm loans.

For more information, see Chapter 2 of this Report.

Allowance for Loan Losses (ALL)⁽¹⁾

In the fourth quarter of 2015, allowance for loan losses totaled R\$4,192 million, registering an increase of 8.8% over the previous quarter due to the delinquency rate in the period, mainly resulting from the deceleration of economic activity. It is important to note that loan operations, as defined by Bacen, remained stable in the quarter.

The worsening of delinquency rates was mitigated by the reinforcement of the loan assignment and monitoring policy and processes, quality of guarantees, as well as the improvement of the credit recovery processes.

In the year-over-year comparison, these expenses presented a variation of 19.9%, impacted, mainly by:

(i) the effect of the alignment of the allowance level of certain operations with corporate clients; (ii) the higher delinquency rate in the period; and (iii) the increase in credit operations - Bacen concept, which presented an evolution of 5.9% in the last 12 months.

(1) Includes provision for guarantees provided, encompassing sureties, guarantees, letters of credit, and standby letter of credit, which comprises the concept of "excess" ALL. In the third quarter of 2015, includes an ALL Surplus/Worsening of Ratings, considered as an extraordinary event, totaling R\$3,704 million. This way, the balance of the ALL - Surplus provision went from R\$4,004 million in June 2015 to R\$6,409 million in September 2015

For more information, see Chapter 2 of this Report..

Press Release

Summarized Analysis of Adjusted Income

Delinquency Ratio⁽¹⁾

The total delinquency ratio, which refers to operations that are over 90 days past due, increased mainly due to the loan portfolio lower

pace of growth and the downturn in the economy. It is worth to mention the retraction of the delinquency ratio of the Corporations segment in the period, that partially offset, the effects of higher delinquency rate for the Individual and Micro, Small and Medium Sized Enterprises.

In the quarter, short-term delinquency, including operations past due between 15 and 90 days remained stable.

The increase in the Corporate segment was offset by the decrease in the Individuals segment.

Press Release

Summarized Analysis of Adjusted Income

Coverage Ratios

The following graph presents the performance of the Allowance for Loan Losses (ALL) coverage ratios, with regard to loans past due for more than 60 and 90 days. In December 2015, these ratios stood at comfortable levels, reaching 161.7% and 198.0%, respectively.

Bradesco monitors the loan portfolio, as well as respective risks, by internally applying the expanded portfolio concept.

In addition to the allowance for loan losses (ALL) required by Bacen, Bradesco has excess of R\$6.4 billion, to support potential stress scenarios, as well as other operations/commitments bearing credit risks.

(*) Includes provision for guarantees provided, encompassing sureties, guarantees, letters of credit, and standby letter of credit, which comprises the concept of "excess" ALL. In September 2015, it includes the ALL Surplus/ Worsening of Ratings, considered as an extraordinary event, totaling R\$3,704 million. This way, the balance of the ALL - Surplus provision went from R\$4,004 million in June 2015 to R\$6,409 million in September 2015.

Press Release

Summarized Analysis of Adjusted Income

Income from Insurance, Pension Plans and Capitalization Bonds

Net Income for the fourth quarter of 2015 totaled R\$1.405 billion, with a growth of 13.7% in relation to the same period of the previous year (R\$1.236 billion), and of 6.7% in relation to the third quarter of 2015 (R\$1.317 billion), presenting annualized return on Adjusted Shareholder's Equity of 28.3%.

In the financial year of 2015, the Net Income totaled R\$5.289 billion, which exceeds by 20.0% the Net Income in the same period of the previous year (R\$4.406 billion), presenting a return on the Adjusted Shareholder's Equity of 24.2%.

	4Q15	3Q15	2Q15	1Q15	4Q14	3Q14	2Q14
Net Income	1,405	1,317	1,284	1,283	1,236	1,058	1,000
Insurance Written Premiums, Pension Plan Contributions and Capitalization Bond Income	19,130	15,125	16,723	13,634	17,806	12,904	13,900
Technical Reserves	177,835	168,629	164,566	157,295	153,267	145,969	142,700
Financial Assets	191,921	182,391	179,129	170,395	166,022	158,207	154,200
Claims Ratio (%)	71.9	73.1	71.4	71.7	70.9	72.7	71.0
Combined Ratio (%)	86.5	86.9	86.5	86.8	85.9	86.5	86.0
Policyholders / Participants and Customers (in thousands)	49,806	48,185	47,758	47,789	46,956	46,303	45,400
Employees	7,023	7,052	7,074	7,082	7,113	7,135	7,100
Market Share of Insurance Written Premiums, Pension Plan Contributions and Capitalization Bond Income (%) ⁽¹⁾	25.0	24.7	24.8	23.5	24.4	23.3	22.0

(1) The fourth quarter of 2015 includes the latest data released by SUSEP (November 2015).

Note: For comparability between the indexes in the periods demonstrated above, we disregarded extraordinary effects from the calculation.

Summarized Analysis of Adjusted Income

In the fourth quarter of 2015, the revenue showed an increase of 26.5% in comparison to the previous quarter, particularly "Life and Pension" products, that were fueled by the highest concentration of private pension contributions in the period.

In the comparative study between the fourth quarter of 2015 and the same period of the previous year, there was an increase of 7.4% in Insurance Written Premiums, Pension Plan Contributions and Capitalization Bond Revenue.

In the financial year of 2015, the production registered an increase of 15.1% over the same period in the previous year, influenced by "Health Plans" and "Life and Pension Plans" products, which increased 20.1% and 18.1%, respectively.

The net income of the fourth quarter of 2015 was 13.7% higher than the results presented in the same period last year, basically due to: (i) the growth of 7.4% in the turnover; (ii) the improvement in the financial and equity results; partially offset by: (iii) the increase of the Social Contribution (CSLL) rate, from 15% to 20%, as of September 2015, proportionally influencing the fourth quarter of 2015 results; (iv) by the increase of 1.0 p.p. in the claims ratio.

The net income for 2015 was 20.0% higher compared to the same period in the previous year, due to: (i) an increase in revenue; (ii) the improvement of the financial and equity results; (iii) the improvement of the administrative efficiency index; compensated, partly: (iv) by the increase of 1.0 p.p. in the claims ratio; and (v) by the increase of the Social Contribution (CSLL) rate.

The net income of the fourth quarter of 2015 was 6.7% higher than in the previous quarter, basically, due to: (i) an increase in revenue; (ii) reduction of 1.2 p.p. in the claims ratio; (iii) improvement in the administrative efficiency ratio; (iv) improvement in the financial and equity results; and (v) the increase of the Social Contribution (CSLL) rate.

Minimum Capital Required – Grupo Bradesco Seguros

According to CNSP Resolution No.321/15, corporations should have adjusted shareholder's equity (ASE) equal to or higher than the minimum capital required (MCR). MCR is equivalent to the highest value between the base capital and the risk capital. For companies regulated by the ANS, Normative Resolution