

Gol Intelligent Airlines Inc.
Form 6-K
May 06, 2010

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 6-K

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

For the month of May, 2010

(Commission File No. 001-32221) ,

GOL LINHAS AÉREAS INTELIGENTES S.A.

(Exact name of registrant as specified in its charter)

GOL INTELLIGENT AIRLINES INC.

(Translation of Registrant's name into English)

R. Tamoios, 246

Jd. Aeroporto

04630-000 São Paulo, São Paulo

Federative Republic of Brazil

(Address of Registrant's principal executive offices)

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

Edgar Filing: Gol Intelligent Airlines Inc. - Form 6-K

If "Yes" is marked, indicated below the file number assigned to the registrant in connection with Rule 12g3-2(b):

GOL Linhas Aéreas Inteligentes S.A.

*Interim Condensed Consolidated Financial Statements
for the period ended March 31, 2010 and review
report of Independent Accountants*

Deloitte Touche Tohmatsu Auditores Independentes

GOL LINHAS AÉREAS INTELIGENTES S.A.

Interim Condensed Consolidated Financial Statements

March 31, 2010 and 2009

(In thousands of Brazilian Reais)

Contents

Independent Accountants Report	1
--------------------------------	---

Interim Condensed Consolidated Financial Statements

Consolidated statements of operations	2
Consolidated statement of comprehensive income (loss)	3
Consolidated statement of financial position	4
Consolidated statements of shareholders equity	6
Consolidated statements of cash flows	7
Notes to the interim condensed consolidated financial statements	8

SPECIAL REVIEW REPORT OF INDEPENDENT AUDITORS

To the Board of Directors and Shareholders of
Gol Linhas Aéreas Inteligentes S.A.
São Paulo - SP - Brazil

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Shareholders of
Gol Linhas Aéreas Inteligentes S.A.
São Paulo - SP - Brazil

1. We have reviewed the accompanying condensed consolidated balance sheet of Gol Linhas Aéreas Inteligentes S.A. (the Company) and its subsidiaries as of March 31, 2010, and the related condensed consolidated statements of income, changes in shareholders' equity and cash flows for the three-month period then ended, and other explanatory notes. Management is responsible for the preparation and fair presentation of the interim financial information in accordance with International Financial Reporting Standards - IFRS. Our responsibility is to express a conclusion on this interim financial information based on our review.

2. Our review was conducted in accordance with specific standards established by the Brazilian Institute of Independent Auditors (IBRACON), together with the Brazilian Federal Accounting Council (CFC), and consisted, principally, of: (a) inquiries of and discussions with certain officials of the Company and its subsidiaries who have responsibility for accounting, financial and operating matters about the criteria adopted in the preparation of the interim financial statements; and (b) review of the information and subsequent events that have, or might have had, material effects on the financial position and results of operations of the Company and its subsidiaries.

3. Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not present fairly, in all material respects, the financial position of the Company and its subsidiaries as of March 31, 2010, and their financial performance and their cash flows for the three-month period then ended in accordance with IFRS.

May 5, 2010

DELOITTE TOUCHE TOHMATSU
Independent Accountants
CRC nº 2 SP 011609/O-8

José Domingos do Prado
Partner
CRC nº 1 SP 185087/O-0

GOL LINHAS AÉREAS INTELIGENTES S.A.

CONSOLIDATED STATEMENTS OF OPERATIONS FOR THE YEARS ENDED MARCH 31, 2010 AND 2009

(In thousands of Brazilian Reais, except amounts per share)

	Note	31/03/10	31/03/09
Operating revenues			
Passenger		1,567,882	1,386,436
Cargo and other		161,935	130,600
Total operating revenues		1,729,817	1,517,036
Operating expenses			
Salaries		(284,440)	(246,430)
Aircraft fuel		(550,987)	(446,064)
Aircraft rent		(149,814)	(217,485)
Maintenance materials and repairs		(136,997)	(123,609)
Third part services		(99,102)	(86,383)
Sales		(82,146)	(82,077)
Aircraft and traffic servicing		(78,106)	(80,676)
Depreciation and amortization		(63,760)	(36,697)
Other operating expenses		(93,045)	(92,524)
Total operating expenses		(1,538,397)	(1,411,945)
Financial result	26		
Financial expenses		(402,110)	(294,291)
Financial revenues		268,370	281,428
		(133,740)	(12,863)
Profit (loss) before income taxes		57,680	92,228
Income tax expense	9	(33,758)	(30,794)
Profit (loss) for the period attributable to equity			

holders of the parent		23,922	61,434
Earnings (loss) per share:			
Basic			
Diluted	13	0.09	0.31

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

GOL LINHAS AÉREAS INTELIGENTES S.A.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS) FOR THE YEARS ENDED
MARCH 31, 2010 AND 2009
(In thousands of Brazilian Reais)

	Note	31/03/10	31/03/09
Profit for the period		23,922	61,434
Other comprehensive income			
Available for sale financial assets		(323)	(1,345)
Cash flow hedges		444	(16,649)
Income tax		(151)	5,661
		(30)	(12,333)
Total of comprehensive profit (losses) for the period		23,892	49,101

The movements in comprehensive income (loss) for the period ended on March 31, 2010 and 2009 are presented below:

	Financial assets available for sale	Cash flow Hedges	Fiscal Effect	Total of comprehensive profit (losses)
Balance at December 31, 2008	4,001	(30,869)	10,495	(16,373)
Realized gains (losses) on financial instruments transferred to profit or loss	(1,345)	32,342	5,661	36,658
Decrease in fair value	-	(48,991)	-	(48,991)
Balance at March 31, 2009	2,656	(47,518)	16,157	(28,705)
	Financial assets available for sale	Cash flow Hedges	Fiscal Effect	Total of comprehensive profit (losses)

Edgar Filing: Gol Intelligent Airlines Inc. - Form 6-K

Balance at December 31, 2009	2,135	(1,995)	678	818
Realized gains (losses) on financial instruments	(323)	16,234	(150)	15,760
Decrease in fair value	-	(15,790)	-	(15,790)
Balance at March 31, 2010	1,812	(1,551)	528	788

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

GOL LINHAS AÉREAS INTELIGENTES S.A.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF MARCH 31, 2010 AND DECEMBER 31, 2009

(In thousands of Brazilian Reais)

	Note	31/03/10	31/12/09
ASSETS			
Current assets			
Cash and cash equivalents	4	1,439,077	1,382,408
Restricted cash	5	19,211	18,820
Short-term investments	6	37,802	40,444
Trade and other receivables	7	317,979	519,308
Inventories, net	8	142,870	137,959
Recoverable taxes, net	9	85,239	86,125
Prepaid expenses	10	114,296	124,728
Deposits	11	7,307	50,429
Other current assets		38,586	42,983
Total current assets		2,202,368	2,403,204
Non-current assets			
Deposits	11	836,647	805,140
Prepaid expenses	10	61,230	63,574
Restricted cash	5	32,515	7,264
Deferred income tax	9	852,717	866,136

Other non-current assets		14,429	17,304
		1,797,538	1,759,418
Property, plant and equipment, net	14	3,336,467	3,325,713
Intangible assets	15	1,230,535	1,231,785
		4,567,002	4,557,498
Total non-current assets		6,364,540	6,316,916
Total assets		8,566,906	8,720,120

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

GOL LINHAS AÉREAS INTELIGENTES S.A.**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF MARCH 31, 2010 AND DECEMBER 31, 2009**

(In thousands of Brazilian Reais)

	Note	31/03/10	31/12/09
LIABILITIES			
Current liabilities			
Short-term debt	16	563,502	591,695
Accounts payable		335,781	362,382
Salaries, wages and benefits		241,506	233,162
Tax obligations	20	40,587	57,277
Sales taxes and landing fees		73,034	76,331
Advance ticket sales	17	383,936	561,347
Dividends payable	22	186,416	186,416
Smiles deferred revenue	18	78,045	92,541
Advances from customers	19	101,967	126,059
Provisions	21	41,632	66,259
Other current liabilities		93,730	85,789
Total current liabilities		2,140,136	2,439,258
Non Current			
Long-term debt	16	2,672,585	2,542,167
Deferred taxes	9	555,593	562,303
Provisions	21	83,954	76,834
Smiles deferred revenue	18	227,631	221,414
Advances from customers	19	52,610	64,087
Tax obligations	20	83,649	88,642
Other non-current liabilities		112,786	115,429

Total non-current liabilities		3,788,808	3,670,876
Shareholders' equity	22		
Issued capital		2,062,735	2,062,272
Capital reserves		60,263	60,263
Treasury shares		(11,887)	(11,887)
Other comprehensive income		788	818
Stock Options		22,603	18,984
Accumulated earnings		503,458	479,536
Total of Shareholders' equity		2,637,962	2,609,986
Total of liabilities and Shareholders' Equity		8,566,906	8,720,120

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

GOL LINHAS AÉREAS INTELIGENTES S.A.

CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE PERIOD ENDED MARCH 31, 2010 AND 2009

(In thousands of Brazilian Reais)

	Issued Capital		Capital Reserves			Equity's evaluation adjustment		
	Capital	Capital to increase	Goodwill on Share's check	Subsidiary goodwill special reserves	Share-based payments	Treasury Shares	Available for sale financial assets	Non realizes hedge profits
Balance at December 31, 2008, adjusted	1,250,618	-	60,369	29,187	14,444	(41,180)	(2,002)	(14,371)
Capital increases on March 20, 2009	203,531	(103,447)	-	-	-	-	-	-
Comprehensive Income, net	-	-	-	-	-	-	4,658	(16,991)
Net income for the period	-	-	-	-	-	-	-	-
Share-based payments	-	-	-	-	1,444	-	-	-
Balance at March 31, 2009	1,454,149	(103,447)	60,369	29,187	15,888	(41,180)	2,656	(31,362)

	Issued Capital		Capital Reserves			Equity's evaluation adjustment		
	Capital	Capital to increase	Goodwill on Share's check	Subsidiary goodwill special reserves	Share-based payments	Treasury Shares	Available for sale financial assets	Non realizes hedge profits e
Balance at December 31, 2008, adjusted	2,062,272	-	31,076	29,187	18,984	(11,887)	2,135	(1,317)
Comprehensive Income, net	-	-	-	-	-	-	(323)	293

Net income for the period	-	-	-	-	-	-	-	-
Stock options capital increase	463	-	-	-	-	-	-	-
Share-based payments	-	-	-	-	3,619	-	-	-
Balance at March 31, 2010	2,062,735	-	31,076	29,187	22,603	(11,887)	1,812	(1,024)

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

GOL LINHAS AÉREAS INTELIGENTES S.A.**CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED MARCH 31, 2010
AND 2009**

(In thousands of Brazilian Reais)

Cash flows from operating activities

	31/03/10	31/03/09
Net income for the period	23,922	61,434
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	63,760	36,697
Allowance for doubtful accounts	2,805	(6,139)
Litigation	6,971	425
Onerous contracts	237	-
Other Provisions	(4,444)	-
Deferred income taxes	1,318	28,037
Share-based payments	3,621	1,444
Net foreign exchange fluctuations and interests	65,511	(82,570)
Interest on loans	67,154	59,080
Non realized hedge profits changes, net	293	(12,334)
Smiles deferred revenues	(8,279)	(11,538)
Return of aircraft provision	5,957	(4,705)
	228,826	23,029
Changes in operating assets and liabilities:		
Trade and other receivables	198,525	12,163
Changes in inventories	(15,557)	18,649
Deposits	11,615	(21,205)
Other assets	7,272	40,950
Prepaid expenses, recoverable taxes and other credits	12,775	2,036
Suppliers	(26,601)	(51,742)
Advance ticket sales	(177,411)	(150,524)
Advances from customers	(35,569)	-
Salaries, wages and benefits	8,344	(6,827)
Tax obligations	17,337	52,686
Insurance provision	(26,227)	(83,877)
Sales tax and landing fees	(3,297)	(24,742)
Hedge operations to appropriate	3,371	-
Other liabilities	1,324	(76,642)
Cash provided by operating activities	(24,099)	(289,784)

Edgar Filing: Gol Intelligent Airlines Inc. - Form 6-K

Interest paid	(27,518)	-
Income tax paid	(32,440)	(2,757)
Net cash provided by (used in) operating activities	(59,958)	(2,757)
Cash flows from investing activities		
Short term investments	2,320	130,014
Investments in restricted cash, net	(25,641)	162,851
Payment for property, plant and equipment	(145,792)	(134,877)
Payment for intangible assets	(1,752)	2,437
Net cash provided by investing activities	(170,865)	160,425
Cash flows from financing activities		
Debit		
<i>Raises</i>	215,886	60,106
<i>Payments</i>	(71,298)	(50,804)
Financial leases payment	(54,324)	-
Capital increase	463	100,084
Net cash provided by financing activities	90,727	109,386
Effects of exchange rate changes on the balance of cash held in foreign currencies	(7,962)	(3,507)
Net increase (decrease) in cash and cash equivalents	56,669	(3,208)
Cash and cash equivalents at the beginning of the year	1,382,408	169,330
Cash and cash equivalents at the end of the year	1,439,077	166,122

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

GOL LINHAS AÉREAS INTELIGENTES S.A.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2010 AND 2009

(In thousands of Brazilian Reais, except as indicated otherwise)

1. Corporate information

Gol Linhas Aéreas Inteligentes S.A. (Company or GLAI) is a publicly-listed company incorporated in accordance with Brazilian Corporate laws, organized on March, 12, 2004. The objective of the Company is through its operating wholly-owned subsidiary VRG Linhas Aéreas S.A. (VRG), to exploit (i) regular and non-regular air transportation services of passengers, cargo and mail bags, domestically or internationally, according to the concessions granted by the competent authorities; (ii) complementary activities of chartering air transportation of passengers.

GLAI is direct parent company of foreign wholly-owned subsidiaries GAC Inc. ("GAC"), Gol Finance ("Finance") and indirect of SKY Finance ("SKY") and SKY Finance II ("SKY II").

GAC was constituted on March 23, 2006 according to the bylaws of the Cayman Islands and its activity is related to the aircraft acquisition from its only shareholder GLAI, which provides a finance support for its operational activities. GAC is the parent company of SKY and SKY II, constituted on August 28, 2007 and November 30, 2009, respectively, both located in the Cayman Islands which activities are related to funds rising to finance aircraft acquisition.

Finance was constituted on March 16, 2006, according to the bylaws of the Cayman Islands and its activities are related to funds raising to finance aircraft acquisition and financing.

On April 9, 2007, the Company acquired VRG, a low-cost and low-fare airline company which operates domestic and international flights with GOL and VARIG brands offering regular and non-regular air transportation services to the main destinations in Brazil, South America and the Caribbean.

The Company's shares are traded on the New York Stock Exchange (NYSE) and on the São Paulo Stock Exchange (BM&FBOVESPA). The Company has entered into an Agreement for Adoption of Level 2 Differentiated Corporate Governance Practices with the BM&F BOVESPA, integrating indices of Shares with Differentiated Corporate Governance IGC and Shares with Differentiated Tag Along ITAG, created to identify companies committed to adopting differentiated corporate governance practices.

GOL LINHAS AÉREAS INTELIGENTES S.A.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2010 AND 2009

(In thousands of Brazilian Reais, except as indicated otherwise)

2. Summary of significant accounting policies

The authorization for issue of this interim condensed consolidated financial statements occurred in the Board of Directors meeting on May 05, 2010.

2.1 Basis of preparation

The interim condensed consolidated financial statements were prepared of the period ended on March 31, 2010 and are in accordance with the *International Accounting Standards (IAS)* n.34, related of condensed consolidated interim financial statements

IAS 34 requires the use of certain accounting estimative by the Management. The interim condensed consolidated financial statements were prepared based in historical cost, except for certain finance assets and liabilities which are measured at fair value.

This interim condensed consolidated financial statements do not includes all the information and disclosures required in annual consolidated financial statements related to the year ended December 31,2009, filed in March 11,2010 which was prepared in accordance of *International, Financial Reporting Standards - IFRS*.

2.2 Transition to IFRS

The Company has adopted IFRS for the first time in its consolidated interim financial statements for the year ended December 31, 2008, which include comparative financial statements for December 31, 2007, for filling of 20-F form on SEC (Security Exchange Commission).

As allowed by SEC and CVM and aiming to attend the information needs of the market, Company disclose its financial statements according to International Financial Report Standards

IFRS , as issued by *International Accounting Standards Board -IASB* as in Brazilian Corporate Law, simultaneously.

The Brazilian Corporate Law is being answered by the Company *thru* the disclosure of its interim condensed consolidated financial statements in accordance with IFRS, instead of the information prepared according to Brazilian Generally Accepted Accounting Principles (BRGAAP), until December 31, 2009, as requested by Brazilian Security Exchange Commission (CVM) thru its instruction CVM n.457/07.

The resolution n° 457/07 requires the reconciliation of the equity and the net profit of financial statements of controlling company prepared in accordance with BRGAAP.

In March 31, 2010, in order to attend the Brazilian Corporate Law, Company anticipated the adoption of all the accounting pronunciations under obligation of adoption until December 31, 2010, which converges with international accounting standards. The adjustments were made retrospectively as requested by the accounting standards.

Therefore, there are no differences between the controlling company financial statements according with BRGAAP and the consolidated financial statements prepared according the IFRS.

GOL LINHAS AÉREAS INTELIGENTES S.A.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2010 AND 2009**

(In thousands of Brazilian Reais, except as indicated otherwise)

3. Seasonality

The Company has expectations about its revenues and the profitability of your flights reach the higher levels during the vacation period on summer and winter, in January and July respectively, and at the last week of December, during the Christmas and New Years Eve Party. In the Carnival week, there is a decrease of load factoring ratio. Because of the big portion of fixed costs, this seasonality may cause variation in the operation revenues during the quarters of the year.

4. Cash and cash equivalents

Cash and cash equivalents are composed as follows:

	Cash and Cash Equivalents	
	31/03/10	31/12/09
Cash and bank deposits	92,574	84,262
Cash equivalents	1,346,503	1,298,146
	1,439,077	1,382,408

Since the first quarter of 2010, Company has privileged the hold of its resources on opening investment funds, according to a formal policy. Company maintains cash and cash equivalents with a number of financial institutions, does not limit its exposure to one institution in particular, and The Company holds units in conservative-profile fixed-income investment funds. The funds assets comprise government bonds and first-line private securities with low risk ratings as per the guidelines set by the Company.

The composition of the cash equivalents is as follows:

	Cash and Cash Equivalents	
	31/03/10	31/12/09
Bank deposits certificates	374,475	619,587
Government securities	514,109	582,710

Committed - Overnight	90,996	95,849
Investment Funds	366,923	-
	1,346,503	1,298,146

These investments have high liquidity, are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

10

GOL LINHAS AÉREAS INTELIGENTES S.A.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2010 AND 2009**

(In thousands of Brazilian Reais, except as indicated otherwise)

5. Restricted cash

The restricted cash represents guarantee margin deposits related to hedge operations and BNDES and BDMG loans.

The guarantee margin deposits related to hedge exchange rate corresponds to R\$ 19,211 (R\$18,820 in December 31,2009), recorded in current assets, and are deposited with the BM&FBOVESPA for future U.S. Dollars operations and, in the case of derivative operations with oil and interest, deposited with banks with which the contracts were made. These deposits are primarily invested in government securities bearing interest based on SELIC or other prime rate.

The restricted cash linked to BNDES and BDMG loans are invested in DI securities, bearing interest rate of 98.2% of CDI, and correspond to the requirement of margin deposits from counterparties. On March 31, 2010, the balance recorded in non-current assets, corresponds to R\$ 32,514 R\$7,264 on December 31, 2009).

6. Short terms investments

	Short term investments	
	31/03/10	31/12/09
Bank deposits certificates	14,113	16,307
Foreign bank deposits	21,888	22,312
Other	1,801	1,825
Total of available for sale assets	37,802	40,444

The financial assets classified as available for sale are primarily comprised of exclusive funds, debt securities (FIDC) and foreign bank deposits (time deposits). These financial assets have an average maturity of 357 days bearing interest at an average rate of 109.4% per year of CDI as of March 31, 2010.

The cash flow hedge consists of future derivative financial instruments and purchase options of U.S. Dollars recorded in equity or compensation accounts in operating income, aiming to manage the Company exposure to market and exchange rate risks, as detailed in Note 26.

GOL LINHAS AÉREAS INTELIGENTES S.A.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2010 AND 2009**

(In thousands of Brazilian Reais, except as indicated otherwise)

7. Trade and other receivables

	Trade and other receivables	
	31/03/10	31/12/09
Local currency:		
Credit card administrators	90,180	341,784
Travel agencies	168,184	123,884
Installment sales	52,551	57,491
Cargo agencies	15,370	14,220
Other	36,946	23,161
	363,231	560,540
Foreign currency		
Credit card administrators	4,610	4,273
Travel agencies	5,029	6,349
Cargo agencies	313	545
	9,952	11,167
	373,183	571,707
Allowance for doubtful accounts	(55,204)	(52,399)
	317,979	519,308

Changes in the allowance for doubtful accounts are as follows:

	Allowance for doubtful accounts	
	31/03/10	31/12/09
Balances at the beginning of the year	(52,399)	(44,698)
Additions	(8,095)	(41,366)

Irrecoverable amounts	2,390	17,672
Recoveries	2,900	15,993
Balances at the end of the year	(55,204)	(52,399)

The aging analysis of accounts receivable is as follows:

	Accounts receivable	
	31/03/10	31/12/09
Falling due	287,805	498,684
Overdue 30 days	13,387	10,172
Overdue 31-60 days	8,312	4,870
Overdue 61-90 days	4,378	2,350
Overdue 91-180 days	14,650	14,592
Overdue 181-360 days	8,550	9,492
Overdue more than 360 days	36,101	31,547
	373,183	571,707

At March 31, 2010, the accounts receivables from travel agencies in the amount of R\$ 17,578 (R\$67,691 at December 31, 2009), are related to loan agreements guarantees.

GOL LINHAS AÉREAS INTELIGENTES S.A.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2010 AND 2009**

(In thousands of Brazilian Reais, except as indicated otherwise)

8. Inventories

Changes in the provision for obsolescence are as follows:

	Inventories	
	31/03/10	31/12/09
Consumable material	18,832	11,040
Parts and maintenance material	104,800	98,744
Advances to suppliers	9,686	25,086
Importation of assets in progress	13,912	5,749
Other	4,242	5,942
Provision for obsolescence	(8,602)	(8,602)
	142,870	137,959

9. Deferred and recoverable taxes

	Deferred and recoverable taxes	
	31/03/10	31/12/09
Recoverable taxes		
Current assets		
ICMS ⁽¹⁾	5,777	4,711
Prepaid IRPJ and CSSL ⁽²⁾	34,494	37,644
Withholding tax (IRRF) on cash equivalents ⁽³⁾	2,788	2,044
Withholding tax (IRRF) of public institutions	17,682	18,047
Value-added taxes recoverable (IVA) ⁽⁵⁾	5,609	5,071
Import tax	-	18,119
Other recoverable taxes	18,889	489
Total recoverable taxes - current	85,239	86,125

Deferred non-current tax assets:

Credits on accumulated IRPJ tax losses carryforward	337,163	346,725
Negative base of CSLL	121,378	124,821
Temporary differences:		
VRG acquisition effects	97,226	99,215
Provision for asset losses	170,369	170,351
Provision for contingencies	17,945	17,207
Allowance for doubtful accounts	64,341	60,419
Return of aircraft	7,243	6,729
Aircraft leasing operations	-	-
Smiles deferred revenue	2,910	10,085
Others	34,142	30,584
Total of deferred non-current tax assets	852,717	866,136

Deferred non-current tax liabilities:

VRG acquisition effects	207,791	210,154
Maintenance deposits	142,595	151,820
Engine and rotatable depreciation	94,976	83,427
Reversal of goodwill amortization	31,914	25,532
Aircraft leasing operations	65,805	69,893
Smiles deferred revenue	-	11,117
Other	12,512	10,360
Total of deferred non-current tax liabilities	555,593	562,303

GOL LINHAS AÉREAS INTELIGENTES S.A.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD
ENDED MARCH 31, 2010 AND 2009

(In thousands of Brazilian Reais, except as indicated otherwise)

9. Deferred and recoverable taxes -- Continued