

The Brazilian market did not follow the good mood of the international market, closing the month with weak performance, especially in the Stock Exchange. The weak performance of the economy (2018 GDP was +1.1% below expectations of analysts), as well as the still "clumsy" start of the government weighed on the mood of the investors. Among the "muddled" government, the resignation of Gustavo Bebianno (Secretary General of the Presidency) in a clear confrontation with Carlos Bolsonaro, the president's son. The conflict happened because of the charges related to "inexistent" candidates of the president's party (PSL), so that it did not lose access to the party's fund. The government also announced its plan for the Social Security Reform, an ambitious package that promises a bigger economy than PEC 287 (Temer government project) that had already been dehydrated in the Congressional CCJ. The government is expected to face some difficulty in forming a majority to approve the bill in Congress, however, already on the pace to pass the Reform, the president himself made a statement saying there was margin in the proposal submitted to be approved.

February was a positive month for Kayapó portfolio, which returned +0.4%, above its benchmark. Most asset classes presented positive returns, but close to their respective benchmarks. As a negative highlight, Brazilian Equities returned -0.7%, but still better than IBX, its benchmark, -1.8%. Finally, the Local Fixed Income class returned in line with its benchmark.

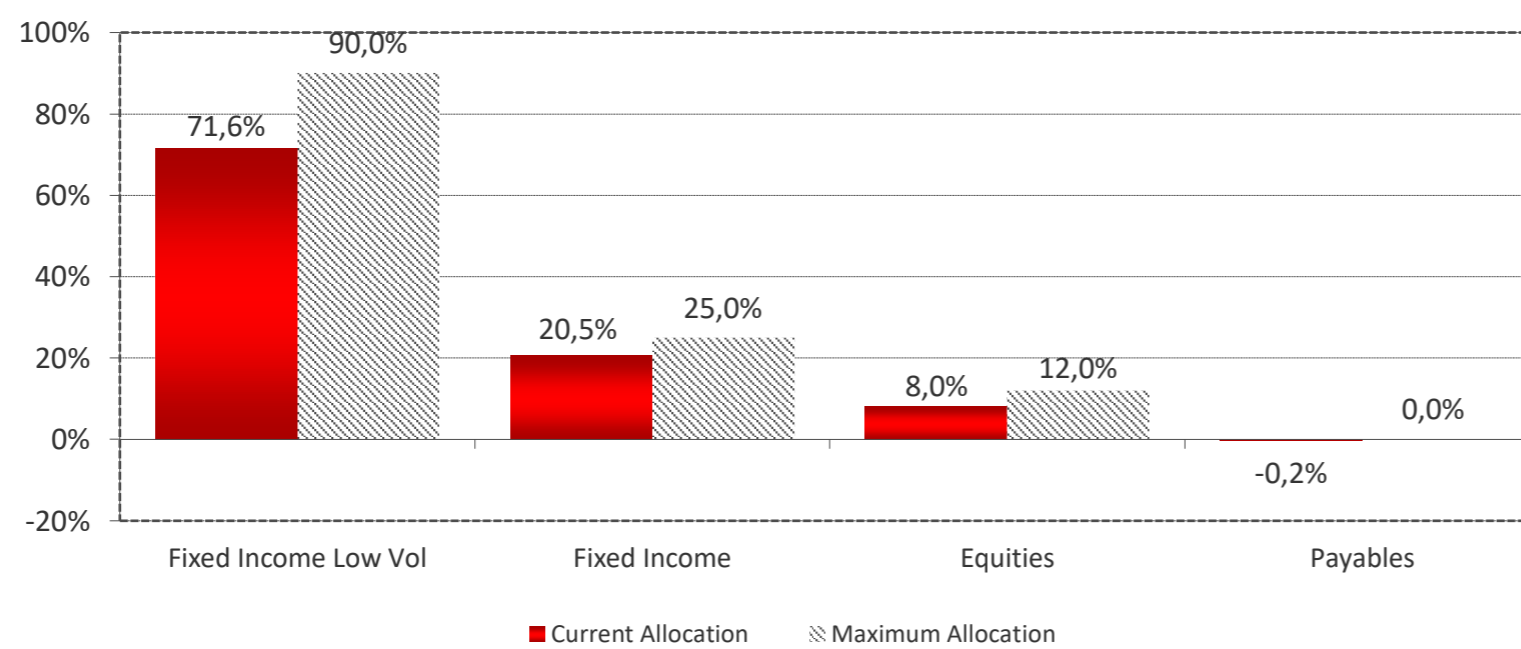
PORTFOLIO PERFORMANCE - LOCAL (BRAZIL)

ASSET CLASS	MTD	YTD	Allocation (R\$)
Fixed Income Low Vol	0,5%	1,0%	13.753.001
Fixed Income	0,4%	2,9%	3.945.129
Equities	-0,7%	8,6%	1.537.802
Payables	0,0%	0,0%	(29.589)
PORTFOLIO	0,4%	1,9%	19.206.342

BENCHMARK	MTD	YTD
CDI	0,5%	1,0%
IRF Comp*	0,5%	3,0%
IBX	-1,8%	8,8%
Benchmark	0,3%	2,0%
Inflation IPCA	0,3%	0,7%

* IMA until 29/08/2014

ASSET ALLOCATION



GROWTH AND CURRENT ACCOUNT (R\$ Thousands)

GROWTH	2012	2013	2014	2015	2016	2017	2018	2019	ACC.
NOMINAL	8,4%	-1,1%	-1,5%	9,6%	13,6%	-0,8%	2,5%	0,7%	34,6%
REAL	3,6%	-6,6%	-7,5%	-1,0%	6,9%	-3,7%	-1,2%	0,1%	-9,7%

CURRENT	2012	2013	2014	2015	2016	2017	2018	2019
INITIAL	1.248	15.469	15.295	15.060	16.509	18.756	18.598	19.067
Subscriptions	14.365	0	0	0	0	0	0	0
Withdrawals	0	-729	-1.681	0	0	-1.913	-620	-228
Account Costs	-144	-99	-254	-278	-348	-299	-180	0
FINAL	15.469	15.295	15.060	16.509	18.756	18.598	19.067	19.206
ACCOUNT	-0,6%	-1,6%	-1,7%	-1,7%	-1,9%	-1,6%	-1,0%	0,0%
SPENDING RATE	-4,7%	-10,1%	0,0%	0,0%	0,0%	-9,7%	-3,3%	-1,2%

The difference between the portfolio performance and the portfolio growth is that the latter considers the impacts of transactions and taxes.

