

The local equities market has once again diverged from the performance of the U.S. market. While the MSCI shows an appreciation of over 10%, the IBX has suffered a decline of 8.6% YTD. Much of this deterioration is linked to the Brazilian macroeconomic and political environment. The performance of fixed income for the month can be considered good given the volatility in future interest rates. The expectation at the beginning of the year was for interest rates to fall to 9% by the end of 2024, but this has changed significantly. In May, the market began projecting that interest rates would remain at 10.50% until the end of the year. Despite the 25 bps cut in the Selic rate by the Central Bank on the 9th, the disclosure of dissent among the voting directors further worsened expectations. It is worth noting that the economic indicators released continue to be good. However, there is a perception of constant deterioration in expectations: the Executive continues to signal that it will not meet fiscal targets while increasing insecurity and taking measures that deteriorate the business environment.

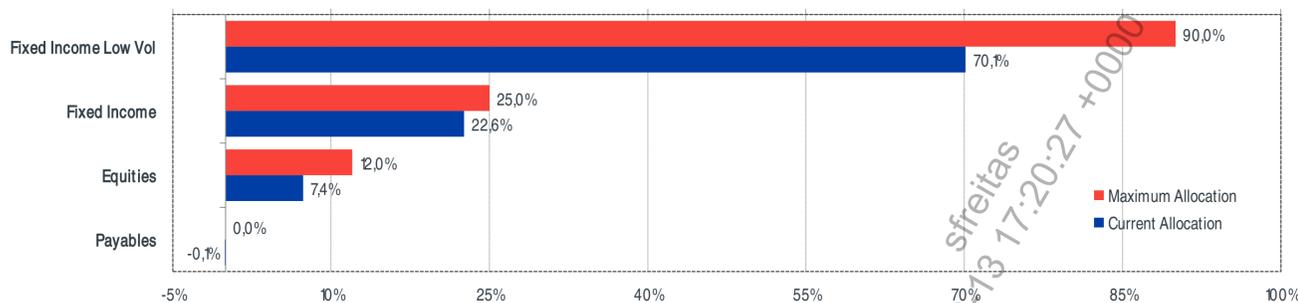
The Kayapo portfolio posted a return of 0.6% for the month, bringing the year-to-date return to 2.5%. The positive highlight for the month was the Fixed Income class, which managed to perform well amid an economically volatile environment (+1.0%). On the other hand, the Local Equities class continues to suffer, with returns of -2.3% for the month and -9.1% for the year.

PORTFOLIO PERFORMANCE (in Brazilian Reais - R\$)

ASSET CLASS	MTD	YTD	12M	24 M	36 M
Fixed Income Low Vol	0,9%	4,7%	13,0%	13,5%	11,9%
Fixed Income	1,0%	0,0%	7,2%	9,9%	7,2%
Equities	-2,3%	-9,1%	5,4%	3,4%	-9,7%
Payables	0,0%	0,0%	0,0%	0,0%	0,0%
Total	0,6%	2,5%	10,9%	11,7%	9,0%

BENCHMARK	MTD	YTD	12M	24 M	36 M
CDI	0,8%	4,4%	12,0%	12,8%	11,1%
IRF Comp.	1,0%	0,4%	8,0%	10,3%	7,6%
IBX	-3,2%	-8,6%	13,2%	4,0%	-1,8%
Inflation IPCA	0,5%	2,3%	3,9%	4,0%	6,5%
BENCHMARK	0,6%	2,6%	11,4%	11,8%	9,6%

ASSET ALLOCATION



ASSET CLASS	Allocation (R\$)
Fixed Income Low Vol	12.316.112
Fixed Income	3.970.683
Equities	1.291.815
Payables	(16.285)
Total	17.562.325

GROWTH AND CURRENT ACCOUNT - LOCAL PORTFOLIO (In R\$ Thousands)

GROWTH	20 12	20 13	20 14	20 15	20 16	20 17	20 18	20 19	20 20	20 21	20 22	20 23	20 24	ACC.
NOMINAL	8,4%	-1,1%	-1,5%	9,6%	13,6%	-0,8%	2,5%	5,9%	-5,8%	-5,8%	1,3%	5,9%	-8,6%	23,1%
REAL	3,6%	-6,6%	-7,5%	-1,0%	6,9%	-3,7%	-1,2%	1,5%	-9,9%	-14,5%	-4,2%	1,3%	-10,7%	-38,8%

CURRENT ACCOUNT	20 12	20 13	20 14	20 15	20 16	20 17	20 18	20 19	20 20	20 21	20 22	20 23	20 24
INITIAL	0	15.469	15.295	15.060	16.509	18.756	18.598	19.067	20.185	19.017	17.905	18.141	19.220
Subscriptions	14.365	0	0	0	0	0	0	0	0	0	0	0	0
Withdrawals	0	-729	-1.681	0	0	-1.913	-620	-636	-1.897	-1.137	-1.156	-1.115	-2.000
Account Costs	-144	-99	-254	-278	-348	-299	-180	-210	-157	-207	-265	-339	-127
Return	1.248	654	1.701	1.727	2.595	2.054	1.269	1.964	886	231	1.657	2.533	469
FINAL	15.469	15.295	15.060	16.509	18.756	18.598	19.067	20.185	19.017	17.905	18.141	19.220	17.562
ACCOUNT COSTS	-1,0%	-0,6%	-1,6%	-1,7%	-1,9%	-1,6%	-1,0%	-1,1%	-0,8%	-1,1%	-1,5%	-1,8%	-0,7%
SPENDING RATE	0,0%	-4,7%	-10,1%	0,0%	0,0%	-9,7%	-3,3%	-3,2%	-9,3%	-6,0%	-6,2%	-5,8%	-10,2%
Nominal Return	9,5%	4,4%	11,4%	11,5%	15,8%	11,6%	7,1%	10,6%	4,8%	1,3%	9,7%	14,5%	2,5%
Inflation IPCA	4,6%	5,9%	6,4%	10,7%	6,3%	2,9%	3,7%	4,3%	4,5%	10,1%	5,8%	4,6%	2,3%
Real Return	4,7%	-1,4%	4,7%	0,8%	9,0%	8,4%	3,2%	6,0%	0,2%	-8,0%	3,7%	9,4%	0,2%

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