

Offshore
0%



The imminent monetary tightening combined with the poor inflation data were the main responsible for the indexes' negative performance in February. The conflicts in Ukraine, despite having started on February 24th, affected the asset prices in March. The exception was the EMBI index, that reflected immediately the risk increase, due to the fact that 5% of the portfolio is concentrated in Russia and Ukraine. Gold and Commodities were the positive highlights of the month. Among the commodities, grains had the best performance (+13%), since it was already suffering from the scarcity in world stocks and the high costs of fertilizers and pesticides. On the negative highlights, the 10Y-20Y Treasuries were affected by its high duration, and EMBI index was impacted by duration and credit risk.

The foreign investment inflow had a positive impact on commodities related companies (and on IBrX). On the other hand, the Small Cap index had a poor performance, due to the Health Care and Consumer returns. The interest rate market remains without a defined tendency. After the hawkish speech by the Brazilian Central Bank, the yield curve stopped deteriorating, but remains with high volatility and strongly related to the inflation data. While some economists consider the real interest rate highly contractionary (and that the decrease could take place later this year), others have a more cautious speech, since the inflation can still be impacted by the conflicts in Ukraine.

BA&ES local portfolio returned -0.5% mtd, below its benchmark. The performance was negatively impacted by the Local and International Equities classes, that returned -1.9% and -5.0% mtd, respectively. On the other hand, Hedge Funds performed +2.3% mtd and +4.4% ytd.

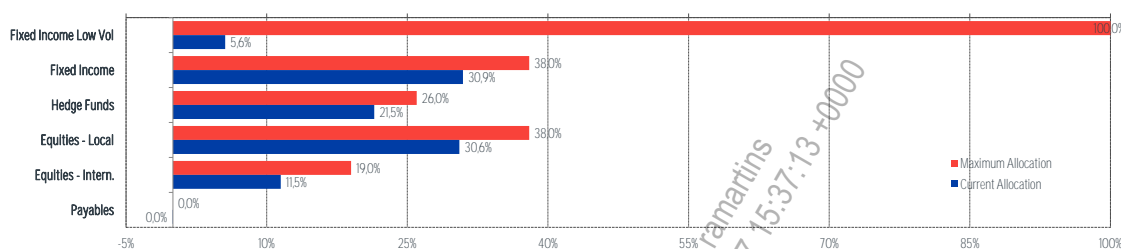
Local
100%

PORTFOLIO PERFORMANCE - LOCAL (in Brazilian Reals - R\$)

ASSET CLASS	MTD	YTD	12M	24M	36M
Fixed Income Low Vol	1,0%	1,8%	6,4%	4,3%	4,7%
Fixed Income	0,4%	-0,3%	-1,1%	0,7%	4,9%
Hedge Funds	2,3%	4,4%	5,9%	7,2%	7,4%
Equities - Local	-1,9%	0,3%	-16,6%	0,0%	9,7%
Equities - Intern.	-5,0%	-14,1%	2,6%	29,1%	27,3%
Payables	0,0%	0,0%	0,0%	0,0%	0,0%
Total	-0,5%	-0,9%	-3,7%	6,6%	9,7%

BENCHMARK	MTD	YTD	12M	24M	36M
CDI	0,7%	1,5%	5,6%	4,0%	4,5%
IRF Comp.	0,5%	-0,1%	-0,1%	1,7%	5,7%
IHF Comp.	1,2%	2,5%	5,0%	5,6%	6,2%
IBX	1,5%	8,4%	2,9%	4,9%	7,0%
MSCI (BRL)	-5,2%	-14,5%	2,5%	28,3%	27,5%
Inflation IPCA	1,0%	1,6%	10,6%	7,9%	6,6%
BENCHMARK	0,2%	1,2%	3,0%	7,7%	9,2%

ASSET ALLOCATION - LOCAL



ASSET CLASS	Allocation (R\$)
Fixed Income Low Vol	235.972
Fixed Income	1.308.872
Hedge Funds	908.666
Equities - Local	1.292.879
Equities - Intern.	486.644
Payables	(1.743)
Total	4.231.289

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

GROWTH	2016	2017	2018	2019	2020	2021	2022	ACC.
NOMINAL	0,1%	8,7%	7,0%	19,0%	-5,8%	4,1%	-0,9%	23,9%
REAL	-0,1%	5,5%	3,2%	14,1%	-9,9%	-12,9%	-2,4%	-5,0%
IPCA	0,2%	2,9%	3,7%	4,3%	4,5%	10,1%	1,6%	30,4%

CURRENT ACCOUNT	2016	2017	2018	2019	2020	2021	2022
INITIAL	0	3.416	3.712	3.972	4.728	4.452	4.270
Subscriptions	3.415	0	0	0	0	0	0
Withdrawals	0	0	0	0	-952	0	0
Account Costs	0	-64	-32	-53	-48	-82	0
Return	1,7	360	293	808	724	-99	-39
FINAL	3.416	3.712	3.972	4.728	4.452	4.270	4.231
ACCOUNT COSTS	0,0%	-1,7%	-0,8%	-1,2%	-1,0%	-1,8%	0,0%
SPENDING RATE	0,0%	0,0%	0,0%	0,0%	-18,5%	0,0%	0,0%
Nominal Return	0,1%	10,5%	10,5%	8,0%	20,9%	17,4%	-0,9%
Inflation IPCA	0,2%	2,9%	2,9%	3,7%	4,5%	10,1%	1,6%
Real Return	-0,1%	7,4%	7,4%	4,1%	15,7%	6,6%	-2,4%

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