

December was highlighted by the good performance of the risk assets, positively affected by the reduced aggressiveness of the Omicron variant and the decline of the unemployment rate **(4,2%) with improvement of the economy indexes in the US. Despite the increase of the CPI (6,8% YoY), the decline of the fiscal stimulus in 2022 and the unfulfillment of the “Build Back Better” plan, along with the hawkish FED tone, helped to anchor the long-term inflation expectation. The hawkish tone promoted the “risk on”, but also, affected negatively the assets correlated with the interest rates**

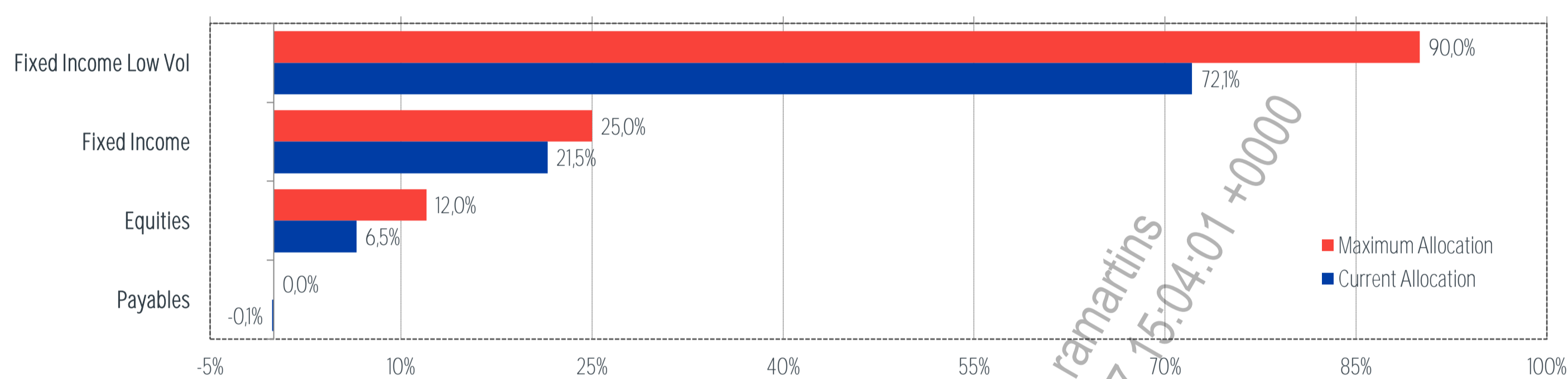
The Kayapó portfolio had a positive return of 0.8% mtd, still below its benchmark. All asset classes had positive returns, but the two main contributors to this result, where Fixed Income Low Vol and Fixed Income classes, which were up +0.8% and +0.9%, respectively.

PORTFOLIO PERFORMANCE (in Brazilian Reais - R\$)

ASSET CLASS	MTD	YTD	12M	24M	36M
Fixed Income Low Vol	0,8%	4,8%	4,8%	3,6%	4,4%
Fixed Income	0,9%	-3,0%	-3,0%	1,7%	6,2%
Equities	1,2%	-17,9%	-17,9%	-0,4%	12,7%
Payables	0,0%	0,0%	0,0%	0,0%	0,0%
Total	0,8%	1,3%	1,3%	3,0%	5,5%

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

ASSET ALLOCATION



ASSET CLASS	Allocation (R\$)
Fixed Income Low Vol	12.916.017
Fixed Income	3.850.222
Equities	1.161.846
Payables	(22.716)
Total	17.905.369

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

GROWTH	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	ACC.
NOMINAL	8,4%	-1,1%	-1,5%	9,6%	13,6%	-0,8%	2,5%	5,9%	-5,8%	-5,8%	25,5%
REAL	3,6%	-6,6%	-7,5%	-1,0%	6,9%	-3,7%	-1,2%	1,5%	-9,9%	-14,4%	-29,4%

CURRENT ACCOUNT	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
INITIAL	0	15.469	15.295	15.060	16.509	18.756	18.598	19.067	20.185	19.017
Subscriptions	14.365	0	0	0	0	0	0	0	0	0
Withdrawals	0	-729	-1.681	0	0	-1.913	-620	-636	-1.897	-1.137
Account Costs	-144	-99	-254	-278	-348	-299	-180	-210	-157	-207
FINAL	15.469	15.295	15.060	16.509	18.756	18.598	19.067	20.185	19.017	17.905
ACCOUNT COSTS	-0,6%	-1,6%	-1,7%	-1,7%	-1,9%	-1,6%	-1,0%	-1,1%	-0,8%	-1,1%
SPENDING RATE	-4,7%	-10,1%	0,0%	0,0%	0,0%	-9,7%	-3,3%	-3,2%	-9,3%	-6,0%
Nominal Return	9,5%	4,4%	11,4%	11,5%	15,8%	11,6%	7,0%	10,6%	4,8%	1,3%
Inflation IPCA	5,7%	5,9%	6,4%	10,7%	6,3%	2,9%	3,7%	4,3%	4,5%	10,1%
Real Return	3,6%	-1,4%	4,7%	0,8%	9,0%	8,4%	3,1%	6,1%	0,2%	-8,0%

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