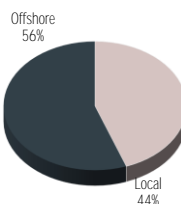


The improvement in the international market drove Emerging markets to a good performance, as seen in Brazil. Here, however, it is worth highlighting the unlocking of the government agenda. The government finally presented its proposal for tax reform, which shall be implemented in a phased manner. It would start with the unification of the PIS / Cofins in a single tax rate of 12%, followed by tax exemption on the payroll, creation of the contribution on payments, changes in the IPI and in the income tax. In addition, after the new sanitation framework, the government is working to regulate the gas market, cabotage and autonomy of the Central Bank.



July was another month with positive performance in the markets, showing total recovery from the losses of the months of February and March in certain asset classes. The stock markets has outperformed, driven by technology stocks, while other more cyclical sectors remain on the sidelines. The support given by FED to the credit market and also the income provided to the population should dictate the recovery of other sectors, as American consumers return to the streets. The approval of the Recovery Fund by the European Union was another good news for the markets. On the other hand, 2nd waves of the virus continue to appear, without the need, for the moment, to adopt isolation measures.

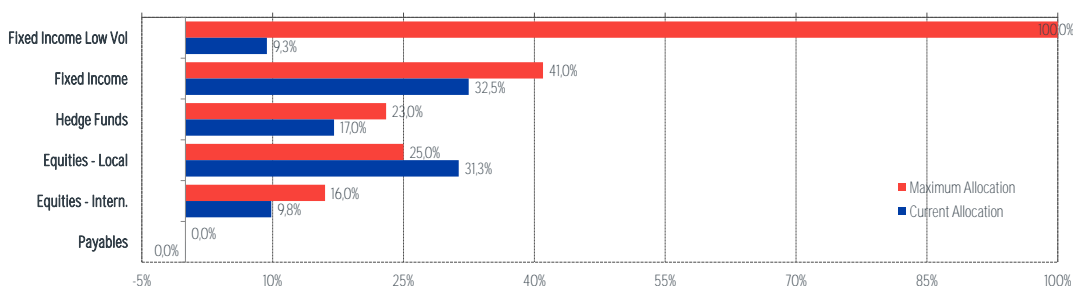
BA&ES local portfolio returned +4.6%, and its benchmark, +3.1%. July recorded gains, mainly due to the Brazilian Equities and Fixed Income performance, +10.1% and +3.2%, respectively. The international portfolio also had a positive performance +3.2%. The positive highlight was International Equities that recorded gain of +4.8%, contributing to the strong performance of the portfolio.

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

ASSET CLASS	MTD	YTD	12M	24M	36M
Fixed Income Low Vol	0,2%	1,8%	4,0%	5,2%	5,8%
Fixed Income	3,2%	3,9%	8,2%	13,5%	11,9%
Hedge Funds	2,5%	1,1%	5,3%	7,6%	7,8%
Equities - Local	10,1%	6,0%	24,4%	29,7%	22,2%
Equities - Intern.	0,6%	27,3%	46,2%	23,6%	24,6%
Payables	0,0%	0,0%	0,0%	0,0%	0,0%
Total	4,6%	8,3%	17,0%	16,7%	13,7%

BENCHMARK	MTD	YTD	12M	24M	36M
CDI	0,2%	2,0%	4,2%	5,3%	5,9%
IRF Comp.	2,9%	4,4%	9,0%	14,2%	12,5%
IHF Comp.	2,7%	1,7%	6,5%	7,8%	7,5%
IBX	8,4%	-10,4%	2,2%	15,7%	14,6%
MSCI World (BRL)	0,7%	28,0%	48,6%	24,3%	25,7%
Inflation IPCA	0,4%	0,5%	2,3%	2,8%	3,3%
BENCHMARK	3,1%	3,9%	11,1%	13,4%	12,1%

ASSET ALLOCATION - LOCAL



ASSET CLASS	Allocation (R\$)
Fixed Income Low Vol	476.903
Fixed Income	1.657.125
Hedge Funds	869.323
Equities - Local	1.598.634
Equities - Intern.	501.923
Payables	(1.989)
Total	5.101.919

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

GROWTH	2016	2017	2018	2019	2020	ACC.
NOMINAL	0,1%	8,7%	7,0%	19,0%	7,9%	49,4%
REAL	-0,1%	5,5%	3,2%	14,1%	7,4%	33,3%
IPCA	0,2%	2,9%	3,7%	4,3%	0,5%	12,1%

CURRENT ACCOUNT	2016	2017	2018	2019	2020
INITIAL	0	3.416	3.712	3.972	4.728
Subscriptions	3.415	0	0	0	0
Withdrawals	0	0	0	0	0
Account Costs	0	-64	-32	-53	-3
FINAL	3.416	3.712	3.972	4.728	5.102
ACCOUNT COSTS	0,0%	-1,7%	-0,8%	-1,2%	-0,1%
SPENDING RATE	0,0%	0,0%	0,0%	0,0%	0,0%
Nominal Return	0,1%	10,5%	8,0%	20,9%	8,3%
CPI	0,0%	2,9%	3,7%	4,2%	0,5%
Real Return	0,1%	7,4%	4,1%	16,0%	7,8%

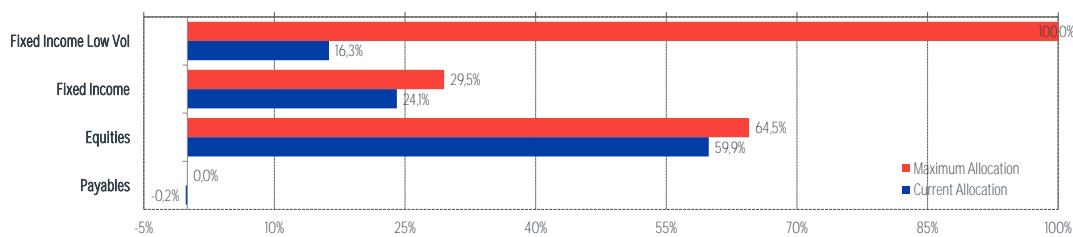
The difference between the portfolio performance and the portfolio growth is that the latter considers the impacts of transactions and taxes.

PORTFOLIO PERFORMANCE - INTERNATIONAL (In US\$ Thousands)

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

BENCHMARK	MTD	YTD	12M	24M	36M
RF LV COMP	0,0%	1,5%	2,6%	2,7%	2,6%
Barclays Global	1,1%	5,0%	6,4%	7,5%	5,4%
MSCI World	4,8%	-1,3%	7,2%	5,4%	6,9%
CPI	0,0%	-0,5%	0,4%	1,2%	1,7%
BENCHMARK	3,1%	1,7%	7,3%	6,1%	5,4%

ASSET ALLOCATION - INTERNATIONAL



ASSET CLASS	Allocation (US\$)
Fixed Income Low Vol	199.090
Fixed Income	294.451
Equities	732.780
Payables	(2.367)
Total	1.223.954

GROWTH AND CURRENT ACCOUNT - INTERNATIONAL PORTFOLIO (In US\$ Thousands)

GROWTH	2016	2017	2018	2019	2020	ACC.
NOMINAL	0,0%	1,5%	-3,3%	17,9%	0,7%	16,6%
REAL	-0,1%	-0,6%	-5,2%	15,3%	1,2%	9,8%
CPI	0,2%	2,1%	1,9%	2,3%	-0,5%	6,1%

CURRENT ACCOUNT	2016	2017	2018	2019	2020
INITIAL	0	1.050	1.066	1.031	1.215
Subscriptions	1.050	1.050	0	0	0
Withdrawals	0	0	0	0	0
Account Costs	0	0	0	0	0
FINAL	1.050	1.066	1.031	1.215	1.224
ACCOUNT COSTS	0,0%	0,0%	0,0%	0,0%	0,0%
SPENDING RATE	0,0%	0,0%	0,0%	0,0%	0,0%
Nominal Return	0,0%	1,5%	-3,4%	17,5%	0,5%
CPI	0,2%	2,1%	1,9%	2,1%	-0,5%
Real Return	-0,1%	-0,6%	-5,2%	15,1%	1,0%

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