

The local market also presented positive results in the first half of 2021 and also in June. The recovery that has been strong since April. The reduction in fiscal risk, the advance of vaccinations and the Central Bank's reaction to higher inflation explain the improvement in asset prices in the country. The good results in the indexes sectors, credit and labor market corroborate the market optimism. Finally, once the **discussion of the budget was over, the government resumed the Reform agenda with the approval of the Eletrobras provisional measure and the presentation of the "Tax Reform"**.

The market ended the first semester ended with positive results. Although the new variant of the virus (Delta) has emerged, the reopening of economies continues to maintain optimism and the economy heated, including in Europe. Once again, the Fixed Income market was highlighted this month with the FOMC review of its expectations (dot plots) for both inflation and interest rates, leading to a drop in the end of the curve (flattening of the curve). Commodities ended the semester as the positive highlight of the year, reversing the losses in 2020. The main increases occurred in Energy, Industrial and Agricultural Metals.

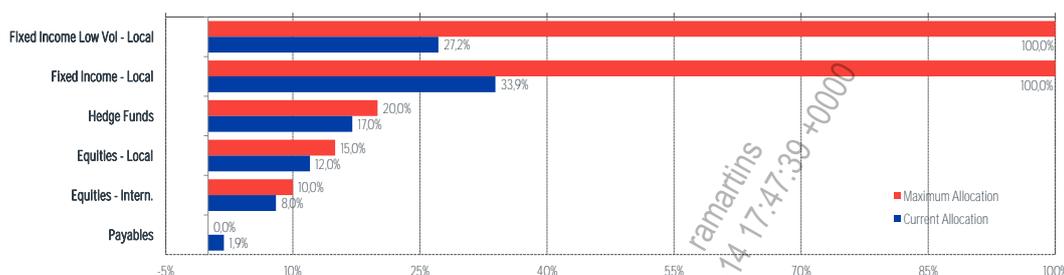
The FT portfolio presented a return of + 0.3% mtd, above its benchmark. During the month, most of asset classes had positive performances, except International Equities that lost -3.3%, but accumulates +9.0%. Also we highlight the positive performance of Brazilian Equities, with +1.9%, above its benchmark IBX, contributing once more to the positive result of the portfolio.

PORTFOLIO PERFORMANCE (in Brazilian Reais - R\$)

ASSET CLASS	MTD	YTD	12M	24M	36M	60M
Fixed Income Low Vol - Local	0,4%	1,3%	2,4%	3,1%	4,2%	6,5%
Fixed Income	0,3%	-0,4%	4,8%	5,9%	8,9%	10,1%
Hedge Funds	0,8%	4,4%	12,0%	7,7%	8,5%	10,8%
Equities - Local	1,9%	7,3%	34,7%	26,1%	30,0%	22,6%
Equities - Intern.	-3,3%	9,0%	28,0%	35,9%	24,4%	25,1%
Payables	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%
Total	0,3%	1,7%	8,4%	8,8%	10,0%	10,7%

BENCHMARK	MTD	YTD	12M	24M	36M	60M
CDI	0,3%	1,3%	2,3%	3,4%	4,4%	6,7%
IMA_EX_C	0,3%	-0,3%	2,7%	4,9%	9,9%	10,5%
IHF Comp.	0,7%	3,3%	10,1%	7,3%	7,9%	9,3%
IBX	0,6%	8,8%	36,3%	14,0%	22,4%	20,9%
MSCI (BRL)	-3,1%	8,8%	27,8%	36,3%	25,3%	25,6%
Inflation IPCA	0,5%	3,8%	8,4%	5,2%	4,6%	4,3%
BENCHMARK	0,2%	2,3%	7,2%	7,3%	10,0%	10,9%

ASSET ALLOCATION



ASSET CLASS	Allocation (R\$)
Fixed Income Low Vol - Local	42.791.019
Fixed Income	53.381.635
Hedge Funds	26.787.554
Equities - Local	18.920.292
Equities - Intern.	12.606.524
Payables	2.936.419
Total	157.423.443

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

GROWTH	2015	2016	2017	2018	2019	2020	2021	ACC.
NOMINAL	3,5%	7,8%	-8,6%	-22,5%	-17,6%	-16,1%	-7,0%	-49,1%
REAL	0,7%	1,4%	-11,2%	-25,3%	-21,0%	-19,7%	-10,4%	-61,5%
IPCA	2,8%	6,3%	2,9%	3,7%	4,3%	4,5%	3,8%	32,1%

CURRENT ACCOUNT	2015	2016	2017	2018	2019	2020	2021
INITIAL	0	122.126	145.839	134.468	141.707	152.231	169.205
Subscriptions	118.175	13.419	1.760	39.485	40.733	46.801	0
Withdrawals	0	-7.900	-29.700	-40.500	-48.500	-45.060	-14.000
Account Costs	-342	-1.724	-1.189	-455	-556	-151	-597
FINAL	122.126	145.839	134.468	141.707	152.231	169.205	157.423
ACCOUNT COSTS	0,0%	-1,2%	-0,8%	-0,4%	-0,4%	-0,1%	-0,4%
SPENDING RATE	0,0%	-5,8%	-18,9%	-27,8%	-27,0%	-23,5%	-8,2%
Nominal Return	3,9%	16,0%	13,6%	7,8%	13,2%	9,8%	1,7%
Inflation IPCA	2,8%	6,3%	2,9%	3,7%	4,3%	4,5%	3,8%
Real Return	1,0%	9,1%	10,4%	4,0%	8,5%	5,1%	-2,0%

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