

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.

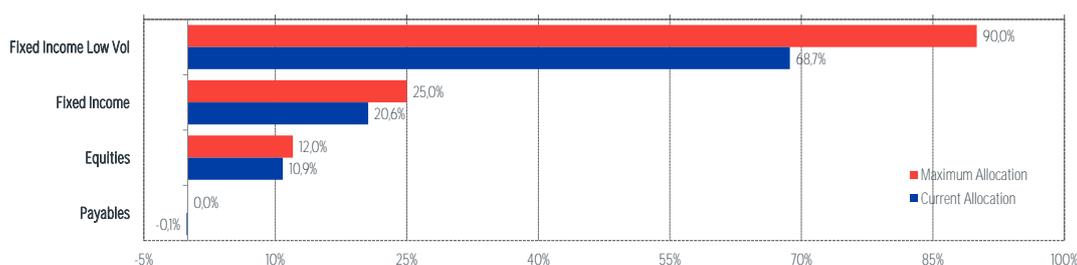
July was a positive month for Kayapó portfolio, which returned +1.6%, and its benchmark +1.3%. All asset classes recorded gains, but the main contributor was Local Equities, that returned +10.1%, and its benchmark gained +8.4% mtd.

PORTFOLIO PERFORMANCE (in Brazilian Reais - R\$)

ASSET CLASS	MTD	YTD	12M	24M	36M
Fixed Income Low Vol	0,2%	1,6%	3,8%	5,1%	5,7%
Fixed Income	3,1%	3,8%	8,1%	13,4%	11,3%
Equities	10,1%	6,0%	24,4%	29,7%	22,2%
Payables	0,0%	0,0%	0,0%	0,0%	0,0%
Total	1,6%	2,1%	6,0%	8,3%	7,9%

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%	11,9%
IBX	8,4%	-10,4%	2,2%	15,7%	16,8%
Inflation IPCA	0,4%	0,5%	2,3%	2,8%	3,3%
BENCHMARK	1,3%	2,1%	5,7%	5,4%	8,1%

ASSET ALLOCATION



ASSET CLASS	Allocation (R\$)
Fixed Income Low Vol	13.303.215
Fixed Income	3.988.050
Equities	2.102.082
Payables	(24.205)
Total	19.369.142

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

GROWTH	2012	2013	2014	2015	2016	2017	2018	2019	2020	ACC.
NOMINAL	8,4%	-1,1%	-1,5%	9,6%	13,6%	-0,8%	2,5%	5,9%	-4,0%	35,8%
REAL	3,6%	-6,6%	-7,5%	-1,0%	6,9%	-3,7%	-1,2%	1,5%	-4,5%	-12,6%

CURRENT ACCOUNT	2012	2013	2014	2015	2016	2017	2018	2019	2020
INITIAL	1.248	15.469	15.295	15.060	16.509	18.756	18.598	19.067	20.185
Subscriptions	14.365	0	0	0	0	0	0	0	0
Withdrawals	0	-729	-1.681	0	0	-1.913	-620	-636	-1.106
Account Costs	-144	-99	-254	-278	-348	-299	-180	-210	-119
FINAL	15.469	15.295	15.060	16.509	18.756	18.598	19.067	20.185	19.369
ACCOUNT COSTS	-0,6%	-1,6%	-1,7%	-1,7%	-1,9%	-1,6%	-1,0%	-1,1%	-0,6%
SPENDING RATE	-4,7%	-10,1%	0,0%	0,0%	0,0%	-9,7%	-3,3%	-3,2%	-5,5%
Nominal Return	9,5%	4,4%	11,4%	11,5%	15,8%	11,6%	7,0%	10,6%	2,1%
CPI	5,7%	5,9%	6,4%	10,7%	6,3%	2,9%	3,7%	4,2%	0,5%
Real Return	3,6%	-1,4%	4,7%	0,8%	9,0%	8,4%	3,1%	6,1%	1,7%

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