

Local markets performed slightly better than the international markets. However, the local recovery was much weaker than what we saw in developed and other emerging markets, from March until now. The real economy continues to show improvement with strong indicators for the 3rd quarter. The rise in inflation has been a surprise, specifically in the items of greater demand: food and construction materials. While inflation is higher, the Central Bank places itself as an observer, keeping the interest rate at 2%, and focusing on the development of the fiscal issue.

The economy continued to lose pace in October, with a more significant drop in the markets. Despite expectations about the real economy being revised upwards, the worsening of the 2nd wave of the virus in Europe has worried since holidays are over and winter is approaching. The remedy adopted continues to be that of isolation focused on the regions most affected by the virus. Also impacting the mood of investors is the elections in the USA, considering a scenario in which we can live a few weeks of uncertainty regarding the winner and the risk of its result going to the Supreme Court.

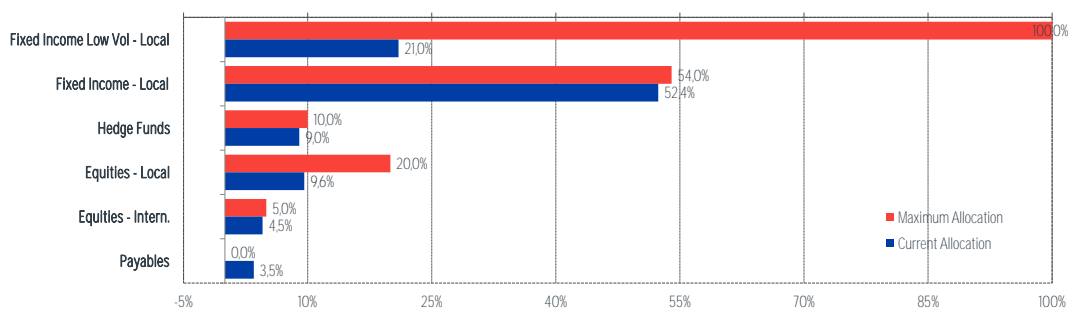
The FT portfolio returned 0.0% mtd, aligned with its benchmark, that also presented the same return, 0.0%. Most of classes were slightly positive, such as Fixed Income Low Vol and Fixed Income performance, +0.2% and 0.0%, respectively. The negative highlight was International Equities contributing with -1.5%.

## PORTFOLIO PERFORMANCE (in Brazilian Reais - R\$)

ASSET CLASS	MTD	YTD	12M	24M	36M
Fixed Income Low Vol - Local	0,2%	1,9%	2,6%	4,3%	5,1%
Fixed Income	0,0%	2,9%	3,1%	8,7%	9,0%
Hedge Funds	0,0%	0,6%	3,4%	5,8%	7,0%
Equities - Local	0,2%	3,3%	16,5%	23,9%	18,2%
Equities - Intern.	-1,5%	40,3%	48,3%	34,4%	26,9%
Payables	0,0%	0,0%	0,0%	0,0%	0,0%
Total	0,0%	5,1%	6,8%	9,7%	9,2%

BENCHMARK	MTD	YTD	12M	24M	36M
CDI	0,2%	2,4%	3,2%	4,7%	5,3%
IMA_EX_C	0,0%	1,7%	1,6%	10,1%	10,0%
IHF Comp.	-0,3%	-0,2%	2,1%	5,4%	6,1%
IBX	-0,5%	-17,9%	-11,0%	5,4%	9,2%
ACWI (BRL)	-0,5%	41,9%	50,0%	35,5%	28,2%
Inflation IPCA	0,9%	2,2%	3,9%	3,2%	3,7%
BENCHMARK	0,0%	2,3%	3,6%	9,0%	9,1%

## ASSET ALLOCATION



ASSET CLASS	Allocation (R\$)
Fixed Income Low Vol - Local	33.991.249
Fixed Income	84.808.308
Hedge Funds	14.548.102
Equities - Local	15.542.433
Equities - Intern.	7.358.048
Payables	5.651.505
Total	161.899.647

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

GROWTH	2015	2016	2017	2018	2019	2020	ACC.
NOMINAL	3,5%	7,8%	-8,6%	-17,6%	-17,6%	-17,3%	-46,1%
REAL	0,7%	1,4%	-11,2%	-21,0%	-21,0%	-19,1%	-56,7%
IPCA	2,8%	6,3%	2,9%	4,3%	4,3%	2,2%	24,4%

CURRENT ACCOUNT	2015	2016	2017	2018	2019	2020
INITIAL	0	122.126	145.839	134.468	141.707	152.231
Subscriptions	118.175	13.419	1.760	39.485	40.733	41.741
Withdrawals	0	-7.900	-29.700	-40.500	-48.500	-40.000
Account Costs	-342	-1.724	-1.189	-455	-556	-131
FINAL	122.126	145.839	134.468	141.707	152.231	161.900
ACCOUNT COSTS	0,0%	-1,2%	-0,8%	-0,4%	-0,4%	-0,1%
SPENDING RATE	0,0%	-5,8%	-18,9%	-27,8%	-27,0%	-21,2%
Nominal Return	4,4%	16,0%	13,6%	7,8%	13,2%	5,1%
Inflation IPCA	2,8%	6,3%	2,9%	3,7%	4,2%	2,2%
Real Return	1,6%	9,1%	10,4%	4,0%	8,6%	2,8%

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