

Despite the surprising and strong growth of the Brazilian GDP in 2022 – expected to be around +3% - the asset prices were noted by the high volatility. While the 1S22 was dominated by the inflationary uncertainty, the 2S22 strongly reflected the local political scenario, global macroeconomics and geopolitics. The investments linked to the fixed income low vol class (CDI) presented the best performance of the year, followed by assets linked to short-term inflation, which are mostly benefited by the IPCA, which accumulated +5.8% in 2022. The positive highlight of December were fixed rate assets, which were benefited by the slight flattening of the yield curve and by the carry. The preliminary information from the new government's transition team led the IBX to a loss of -2.6 mtd. The negative highlights were Consumer, Utilities and Energy. Stocks such as Magazine Luiza, Yduqs and Eletrobras also had negative returns around -10%.

The production chains bottlenecks and the excessive economic stimuli, both due to the pandemic, led to a global inflationary process. Having diagnosed the problem, the central banks changed the directions of their policies in 2022, promoting an increase on interest rates and Quantitative Tightening (QT). This process culminated in a rare conjunction of Bear Equity Market and Bonds Selloff. In other words, few were the assets that preserved its value in 2022. Despite the poor performance of assets in December, the last couple of months of 2022 were noted more by volatility than trend. Petroleum was one the few positive highlights of the year. Brent, for example, began the year at USD 77 and ended at USD 85/barrel. In March, it reached its highest price: USD 134/barrel. Despite the inflation, gold maintained its parity with USD for the year. In the month, the metal was benefited by the asset prices volatility and by the devaluation of the USD against other strong currencies.

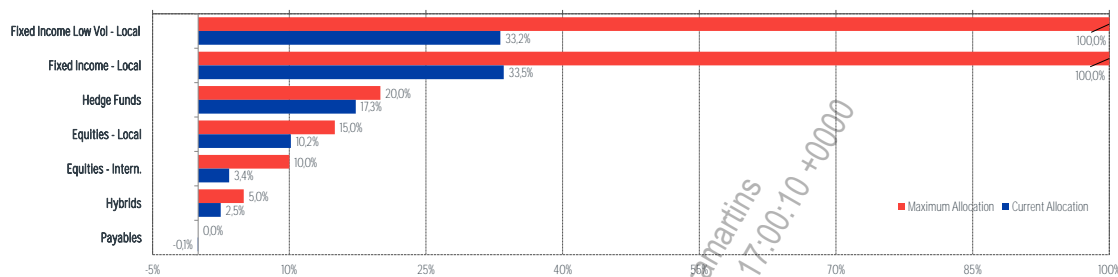
The FT portfolio returned 0.1% mtd, accumulating 6.4% ytd. December was an example of what happened in 2022 in terms of return: Fixed Income Low Vol (+1.1%), Fixed Income (+0.6%) and Hedge Funds (+0.2%) on the positive side, while and Local Equities (-3.6%), International Equities (-3.2%) and Hybrids (-2.8%) detracted performance. In 2022, the positive highlights were Hedge Funds (+17.5%) and Fixed Income Low Vol (+13.4%).

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

ASSET CLASS	MTD	YTD	12M	24M	36M	60M
Fixed Income Low Vol - Local	1,1%	13,4%	13,4%	9,1%	6,7%	6,5%
Fixed Income	0,8%	7,9%	7,9%	3,4%	4,6%	7,3%
Hedge Funds	0,2%	17,5%	17,5%	9,9%	8,5%	9,0%
Equities - Local	-3,6%	-13,9%	-13,9%	-16,0%	-5,2%	5,8%
Equities - Intern.	-3,2%	-21,6%	-21,6%	1,6%	15,4%	16,5%
Hybrids	-2,8%	-13,2%	-13,2%	-13,2%	-13,2%	-13,2%
Payables	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%
Total	0,1%	6,4%	6,4%	3,5%	5,6%	7,5%

BENCHMARK	MTD	YTD	12M	24M	36M	60M
CDI	1,1%	12,4%	12,4%	8,3%	6,5%	6,4%
IRF Comp.	0,6%	6,9%	6,9%	2,0%	3,8%	7,7%
IHF Comp.	0,4%	12,9%	12,9%	7,4%	6,8%	7,6%
IBX	-2,6%	4,0%	4,0%	-3,9%	-1,5%	8,1%
MSCI (BRL)	-3,0%	-22,4%	-22,4%	0,2%	14,5%	16,4%
Inflation IPCA	0,6%	5,8%	5,8%	7,9%	6,8%	5,7%
BENCHMARK	0,1%	7,3%	7,3%	4,3%	5,4%	8,0%

## ASSET ALLOCATION



ASSET CLASS	Allocation (R\$)
Fixed Income Low Vol - Local	47.712.032
Fixed Income	48.250.162
Hedge Funds	24.883.740
Equities - Local	14.644.329
Equities - Intern.	4.900.693
Hybrids	3.558.039
Payables	(72.492)
Total	143.876.505

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

GROWTH	2015	2016	2017	2018	2019	2020	2021	2022	ACC.
NOMINAL	3,5%	7,8%	-8,6%	-22,5%	-17,6%	-16,1%	-19,6%	5,8%	-53,5%
REAL	0,7%	1,4%	-11,2%	-25,3%	-21,0%	-19,7%	-27,0%	0,0%	-68,6%
IPCA	2,8%	6,3%	2,9%	3,7%	4,3%	4,5%	10,1%	5,8%	48,2%

CURRENT ACCOUNT	2015	2016	2017	2018	2019	2020	2021	2022
INITIAL	0	122.126	145.839	134.468	141.707	152.231	169.205	135.981
Subscriptions	118.175	13.419	1.760	39.485	40.733	46.801	0	0
Withdrawals	0	-7.900	-29.700	-40.500	-48.500	-45.060	-31.000	-55
Account Costs	-342	-1.724	-1.189	-455	-556	-151	-3.629	-669
Return	4.293	19.917	17.758	8.709	18.846	15.384	1.405	8.619
FINAL	122.126	145.839	134.468	141.707	152.231	169.205	135.981	143.877
ACCOUNT COSTS	0,0%	-1,2%	-0,8%	0,0%	-0,4%	-0,1%	-2,4%	-0,5%
SPENDING RATE	0,0%	-5,8%	-18,9%	0,0%	-27,0%	-23,5%	-18,2%	0,0%
Nominal Return	3,9%	16,0%	13,6%	7,8%	13,2%	9,8%	6,4%	6,4%
Inflation IPCA	2,8%	6,3%	2,9%	3,7%	4,3%	4,5%	10,1%	5,8%
Real Return	1,0%	9,1%	10,4%	4,0%	8,5%	5,1%	-3,4%	0,5%

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