

The Brazilian Development Bank

FACT SHEET

3Q22



WHO WE ARE

We are the Federal Government's main instrument for long-term financing and investment in the different segments of the Brazilian economy. To fulfill this role, we support companies of all sizes, as well as individuals, in carrying out their modernization, expansion and new business plans, always bearing in mind the potential for generating jobs, income and social inclusion for Brazil.

As a bank at the service of the State, we also structure privatization projects, aiming at attracting investors to improve the country's infrastructure. We operate throughout the national territory. Our official headquarters are in Brasília (DF), however more than 95% of our employees are based in Rio de Janeiro (RJ). We also have offices in São Paulo (SP) and Recife (PE).

PURPOSE AND PRINCIPLES

Our purpose is to transform the lives of generations of Brazilians by promoting sustainable development, always based on our principles: transparency, effectiveness, dialogue, cooperation and the pursuit of excellence.

CORPORATE STRUCTURE

We are a federal public company owned by the Brazilian Government, not subject to intervention, extrajudicial liquidation or bankruptcy.

HOW WE WORK

CREDIT AND PROJECT FINANCING

Direct support or through accredited financial institutions to companies of all sizes, for the acquisition of machines, modernization projects and expansion of business and infrastructure.

SERVICES

Strategic coordination of efforts and resources to structure projects from different economic segments, to reduce bottlenecks and generate investment opportunities in privatization.

GUARANTEES

We offer guarantees through the BNDES FGI, which aims to contribute to the expansion of access to credit for micro-, small- and medium-sized companies.

EQUITY

We work with equity complementing the market and our financing products, in order to contribute to business plans and strengthen the capital structure of companies, as well as to the development of the capital market in general.

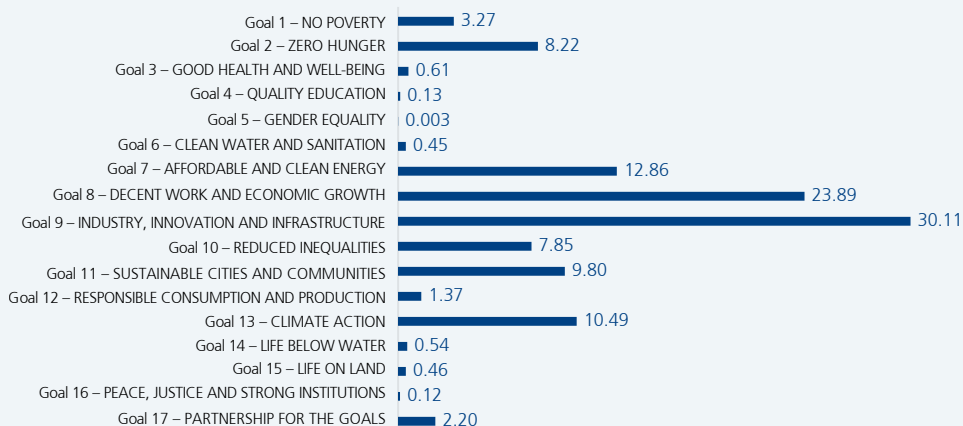
GRANTS

Support for social, cultural, environmental, scientific and technological projects, complementing refundable financial support for investment projects.

STRATEGY

Our strategy is aligned with the UN Sustainable Development Goals (SDG), in areas such as energy, logistics, sanitation, urban mobility, information technology, education, health and security.

DISBURSEMENTS LINKED TO THE SDGS 9M22 (BRL BILLION)



Source: <https://www.bndes.gov.br/wps/wcm/connect/ods>

FUNDING

We have several sources of funding to make our operations viable.

The main portion of our financing structure is made up of the return on our own operations plus FAT and National Treasury resources.

Other government funds, international funding, public issuances of BNDESPAR debentures and bank instruments complement this structure.

MAIN FUNDING SOURCES (3Q22):

WORKER'S SUPPORT FUND – FAT

51% OF PARTICIPATION IN TOTAL RESOURCES

NATIONAL TREASURY*

13% OF PARTICIPATION IN TOTAL RESOURCES

In 2021, we published our Sustainability Bonds Framework and raised US\$ 500 million from other development banks, diversifying our funding sources.

* Includes transfer operations and instruments eligible for principal capital.

RISK MANAGEMENT

We continuously monitor the credit risk of our debtors. NPL in our credit portfolio is below the levels of the National Financial System.

Our operational flow involves different phases, teams and collegiate bodies, ensuring impersonality, multidisciplinary assessments and better governance of the concession process.

RATINGS BNDES

GLOBAL SCALE RATING (foreign currency and local currency)			NATIONAL SCALE RATING		
	Rating	Perspective		Rating	Perspective
Moody's	Ba2	Stable	Moody's	AAA.br	-
S&P's	BB-	Stable	S&P's	Br AAA	Stable

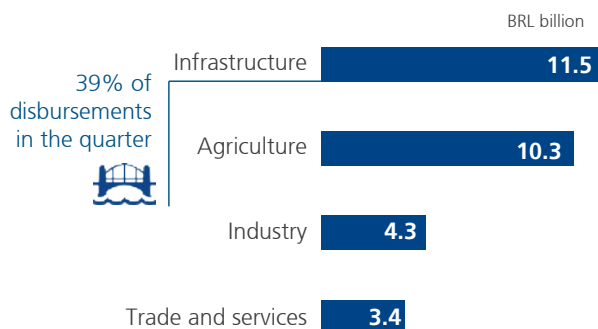
SUSTAINABILITY

BNDES's work is based on the integration of the social and environmental dimensions in our strategy, policies, practices and procedures, and in all our activities, as well as in the relationship with different publics.

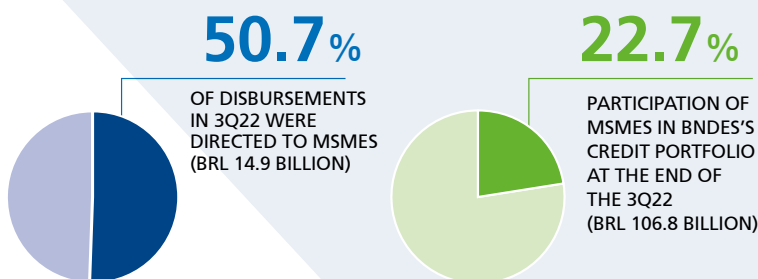
To fulfill our role as a promoter of sustainable development, we have adopted a series of mechanisms, ranging from the analysis of the social and environmental impacts of supported projects to the financing of investments that generate direct benefits on environmental quality and on the reduction of social and regional inequalities in the country.

We are constantly reviewing and improving several of our socio-environmental policies. We are also working towards the issuance of sustainable bonds, in order to diversify the BNDES's funding sources and to foster best practices on ESG (environmental, social and governance) issuances for the domestic market, in addition to meeting the growing demand for ESG assets from investors.

DISBURSEMENTS BY SECTOR (3Q22)



MICRO, SMALL AND MEDIUM ENTERPRISES (3Q22)

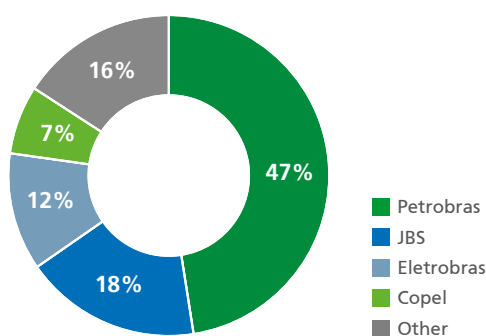


EQUITY HOLDINGS: PORTFOLIO COMPOSITION

Securities **BRL 64.8 bn** + Investment Fund Quotas **BRL 4.0 bn**

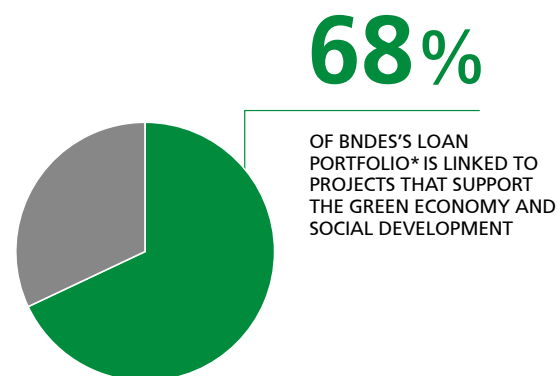
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TOTAL EQUITY HOLDINGS (3Q22)
BRL 68.8 billion

EQUITY HOLDINGS



GREEN ECONOMY AND SOCIAL DEVELOPMENT

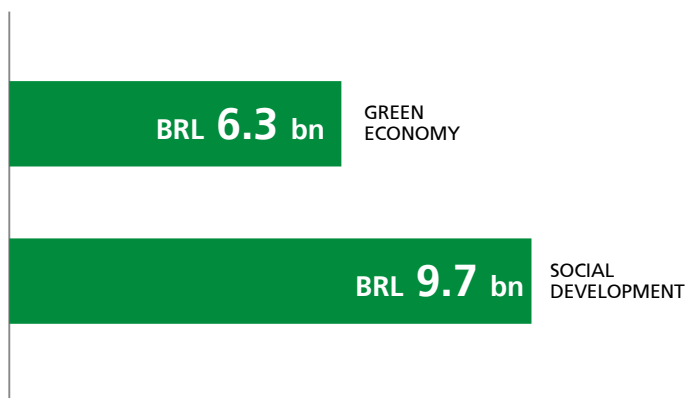
BNDES's operations foster the improvement of social and environmental conditions



* Direct and nonautomatic indirect operations

DISBURSEMENTS 3Q22 (BRL BILLION)

(Direct and nonautomatic indirect operations)



KEY FINANCIAL INDICATORS (3Q22)

RECURRING NET INCOME

BRL 9.2 bn

ROE

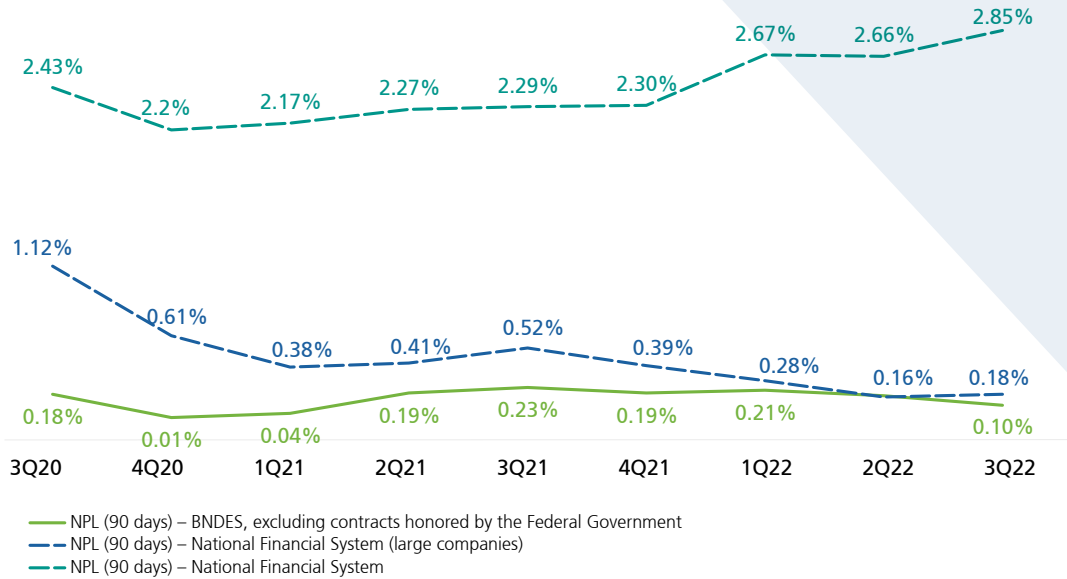
31.7% p.a.

EXPANDED LOAN PORTFOLIO AT THE END OF 3Q22

BRL 463.2 bn

NPL

BNDES's NPL remains lower than the Brazilian National Financial System (SFN).



KEY FINANCIAL INDICATORS



NET INCOME STATEMENT

BRL million

	3Q22	3Q21	Δ	9M22	9M21	Δ
(+) Income from loans	9,194	9,617	-4%	34,273	27,626	24%
(+) Income from securities	4,998	3,078	62%	18,824	1,130	69%
(-) Interest expenses	-8,929	-8,270	8%	-32,471	-23,175	40%
(+/-) Exchange rate variation, net	-351	-33	964%	-1,045	-152	588%
Gross income from financial intermediation	4,911	4,392	12%	19,581	15,429	27%
(+/-) Allowance for loan losses	-518	699	-174%	1,587	1,743	-9%
Income from financial intermediation	4,393	5,091	-14%	21,168	17,172	23%
(+) Income from equity investments	7,934	9,913	-20%	28,960	23,954	21%
(-) Expenses	-1,059	-1,073	-1%	-4,480	-3,716	21%
Income before taxes	11,268	13,931	-19%	45,648	37,410	22%
(-) Income taxes	-1.682	-2.676	-37%	-11.446	-11.039	4%
Net income	9.586	11.255	-15%	34.202	26.371	30%

BALANCE SHEET: ASSETS

BRL million

	3Q22	2Q22	Δ	3Q21	Δ
Cash and equivalents	55,166	56,806	-3%	77,172	-29%
Securities (TVM)	186,183	200,627	-7%	166,173	12%
Loan and onlending portfolio	454,804	448,187	1%	437,116	4%
Credit from the National Treasury	385	1,870	-79%	950	-59%
Investments	1,949	1,77	-1%	12,481	-84%
Others	20,379	24,194	-16%	30,653	-34%
Total assets	718,866	733,661	-2%	724,545	-1%

BALANCE SHEET: SHAREHOLDERS' EQUITY AND LIABILITIES

BRL million

	3Q22	2Q22	Δ	3Q21	Δ
National Treasury	93,033	103,637	-10%	134,052	-31%
FAT	364,359	362,995	0%	333,116	9%
International funding	28,990	30,053	-4%	33,929	-15%
Other government sources	30,106	29,664	1%	32,111	-6%
Repurchase agreements	33,802	46,683	-28%	31,007	9%
LCAs and LFs	1,151	1,113	3%	1,033	11%
Other obligations	30,379	30,188	1%	40,229	-24%
Shareholder's equity	137,046	129,328	6%	119,068	15%
Total liabilities	718,866	733,661	-2%	724,545	-1%