

The Brazilian Development Bank

FACT SHEET

2021



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.

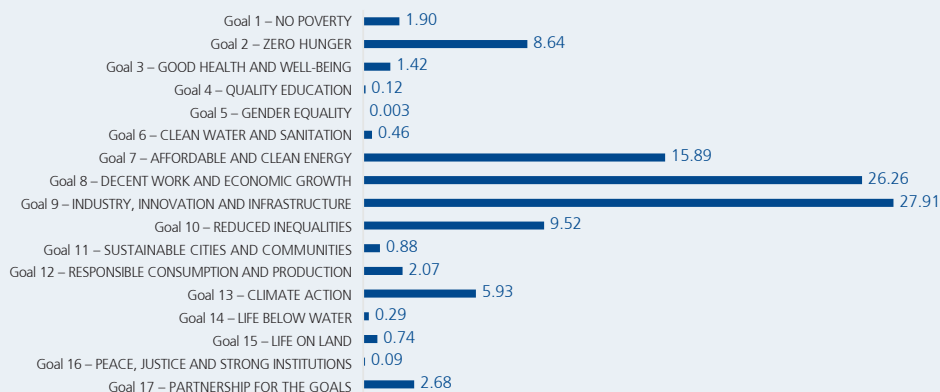
GRANTS

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

STRATEGY

In our three-year Plan, which defines BNDES's strategies for the 2020-2022 period, we announced 15 major outputs to society as a result of our work during this interval, 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 2021 (BRL BILLION)



Source: <https://www.bndes.gov.br/wps/varietyurl/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 (4Q21):

WORKER'S SUPPORT FUND – FAT

47% OF PARTICIPATION IN TOTAL RESOURCES

NATIONAL TREASURY*

17% 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

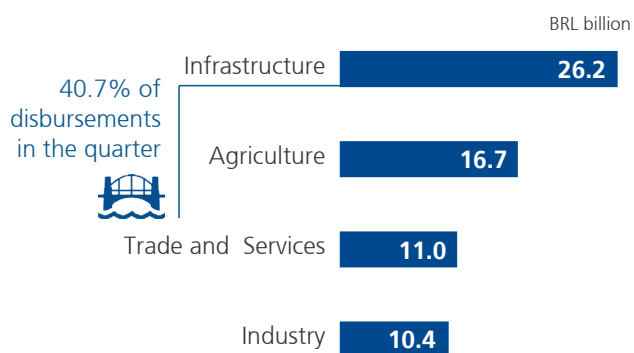
SUSTAINABILITY

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.

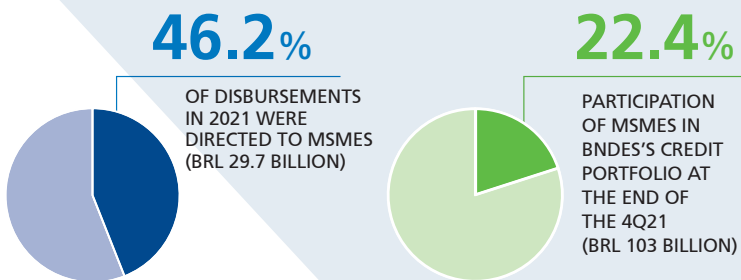
To fulfill our role as a promoter of sustainable development, we have adopted a series of mechanisms, ranging from the analysis of the social and environmental impacts of supported projects to the financing of investments that generate direct benefits on environmental quality and on the reduction of 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 (2021)



MICRO, SMALL AND MEDIUM ENTERPRISES (2021)



EQUITY HOLDINGS AT FAIR VALUE: PORTFOLIO COMPOSITION

Securities (at fair value)*

BRL 74.6 bn +

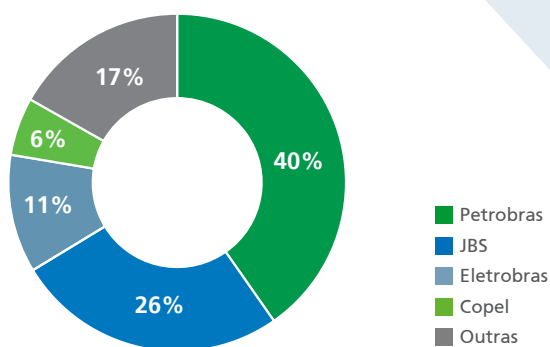
Investment Fund Quotas

BRL 3.3 bn

TOTAL EQUITY HOLDINGS (4Q21)

BRL 77.9 billion

EQUITY HOLDINGS AT FAIR VALUE*

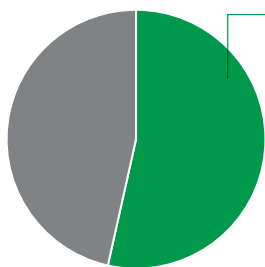


* Managerial valuation, accounting the entire portfolio, including related companies, at fair value.

GREEN ECONOMY AND SOCIAL DEVELOPMENT

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

53.5%

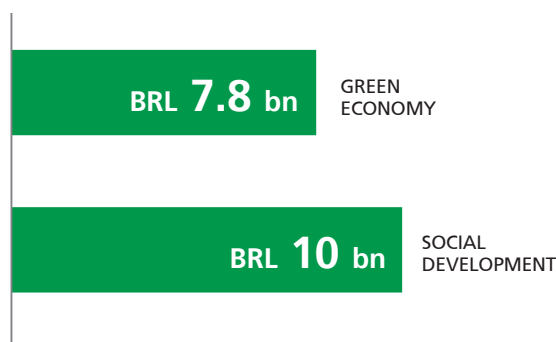


OF BNDES'S LOAN PORTFOLIO* IS LINKED TO PROJECTS THAT SUPPORT THE GREEN ECONOMY AND SOCIAL DEVELOPMENT

* Direct and nonautomatic indirect operations

DISBURSEMENTS 2021 (BRL BILLION)

(Direct and nonautomatic indirect operations)



KEY FINANCIAL INDICATORS (2021)

RECURRING NET INCOME

BRL 15.8 bn

ROE

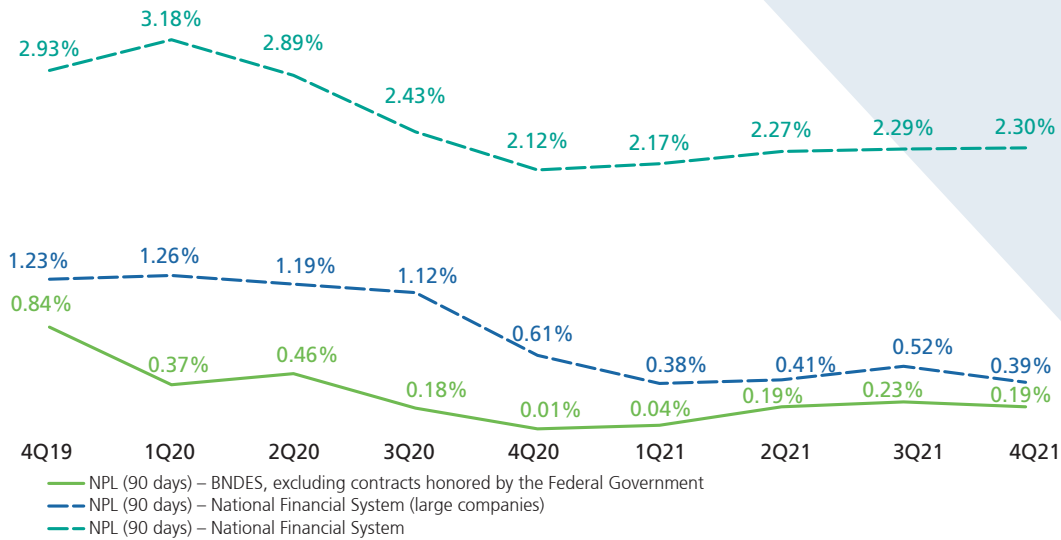
34.2% p.a.

EXPANDED LOAN PORTFOLIO AT THE END OF 4Q21

BRL 450.1 bn

NPL

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



Note: Last quarter in which there were operations honored by the Federal Government was 1Q20.

KEY FINANCIAL INDICATORS



NET INCOME STATEMENT

BRL million

	4Q21	4Q20	Δ	2021	2020	Δ
(+) Income from loans	11,621	8,920	30%	39,247	30,943	27%
(+) Income from securities	3,705	1,395	166%	14,835	7,003	112%
(-) Interest expenses	(10,464)	(8,140)	29%	(33,640)	(25,140)	34%
(+/-) Exchange rate variation, net	(408)	(299)	36%	(559)	9	-6,311%
Gross income from financial intermediation	4,454	1,876	137%	19,883	12,815	55%
(+/-) Allowance for loan losses	976	855	14%	2,719	(946)	-387%
Income from financial intermediation	5,430	2,731	99%	22,602	11,869	90%
(+) Income from equity investments	6,602	8,586	-23%	30,556	25,041	22%
(-) Expenses	(1,320)	(1,575)	-16%	(5,036)	(5,092)	-1%
Income before taxes	10,712	9,742	10%	48,122	31,819	51%
(-) Income taxes	(2,760)	(2,499)	10%	(13,799)	(10,888)	27%
(-) Profit Sharing	(254)	(250)	2%	(254)	(250)	2%
Net Income	7,698	6,993	10%	34,069	20,681	65%

BALANCE SHEET: ASSETS

BRL million

	4Q21	3Q21	Δ	4Q20	Δ
Cash and equivalents	95,299	77,172	23%	97,121	-2%
Securities (TVM)	160,470	166,173	-3%	188,506	-15%
Loan and onlending portfolio	439,539	437,116	1%	446,946	-2%
Credit from the National Treasury	2,033	950	114%	1,334	52%
Investments	11,935	12,481	-4%	11,014	8%
Others	27,902	30,653	-9%	33,421	-17%
Total Assets	737,178	724,545	2%	778,342	-5%

BALANCE SHEET: SHAREHOLDERS' EQUITY AND LIABILITIES

BRL million

	4Q21	3Q21	Δ	4Q20	Δ
National Treasury	124,415	134,052	-7%	195,259	-36%
FAT	347,355	333,116	4%	314,989	10%
International Funding	33,398	33,929	-2%	35,398	-6%
Other Government Sources	37,470	37,206	1%	39,762	-6%
Repurchase Agreements	39,825	31,007	28%	40,522	-2%
LCAs and LFs	1,054	1,033	2%	1,004	5%
Other Obligations	26,664	35,134	-24%	38,405	-31%
Shareholder's equity	126,997	119,068	7%	113,003	12%
Total liabilities	737,178	724,545	2%	778,342	-5%