

(A free translation of the original in Portuguese)

IRB-Brasil Resseguros S.A.
Quarterly Information (ITR) at
June 30, 2021
and report on review of
quarterly information

(A free translation of the original in Portuguese)

The logo for IRB Brasil RE, featuring the text "IRB Brasil RE" in white on a dark teal background with a yellow and orange diagonal stripe on the right side.

IRB Brasil RE

Quarterly information

June 30, 2021

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Report on review of quarterly information

To the Board of Directors and Shareholders
IRB-Brasil Resseguros S.A.

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of IRB-Brasil Resseguros S.A. ("Company"), included in the Quarterly Information Form (ITR) for the quarter ended June 30, 2021, comprising the balance sheet at that date and the statements of profit and loss and comprehensive income for the quarter and six-month period then ended, and the statements of changes in equity and cash flows (direct method) for the six-month period then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company and consolidated interim accounting information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC) and International Accounting Standard (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.



IRB-Brasil Resseguros S.A.

Other matters

Statements of value added

The quarterly information referred to above includes the parent company and consolidated statements of value added for the six-month period ended June 30, 2021. These statements are the responsibility of the Company's management and are presented as supplementary information under IAS 34. These statements have been subjected to review procedures performed together with the review of the interim accounting information for the purpose of concluding whether they are reconciled with the interim accounting information and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in the accounting standard CPC 09 - "Statement of Value Added". Based on our review, nothing has come to our attention that causes us to believe that these statements of value added have not been properly prepared, in all material respects, in accordance with the criteria established in this accounting standard, and consistent with the parent company and consolidated interim accounting information taken as a whole.

Rio de Janeiro, August 16, 2021

PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5

Claudia Eliza Medeiros de Miranda
Contadora CRC 1RJ087128/O-0

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MD&A

2nd QUARTER OF 2021

Earnings Conference Call

August 17, 2021

English

Time 11:00 a.m. (Brasilia time)
10:00 a.m. (New York time)

Webcast: [Click here](#)

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1. MESSAGE FROM MANAGEMENT

We recently completed the process that resulted in a new composition of the Company's Board of Directors, elected by IRB-Brasil RE's shareholders on July 28, 2021. This new management will lead and pave the way for the Company's strategic planning for the coming years.

The long-term strategy of IRB-Brasil RE has been built in a very detailed way, with a great reflection of the paths to be advanced and with the aspiration to reaffirm our role in the reinsurance market. We build our strategic planning based on three main pillars:

Pillar of Strategy: to evaluate the relevant scenarios and paths of value creation,



identify the focus-markets and develop the strategy to capture opportunities in the different lines of business.



Pillar of Culture and Talents: a new culture in force based on excellence, customer focus, collaboration and sustainable results. Development of the structure, governance and capabilities necessary to sustain the developed strategy.



Pillar of Rebranding: review IRB-Brasil RE's brand, vision and purpose.

With these three pillars, we aim to achieve the strategy for the Company to become the undisputed reinsurer leader of the local market and regional reference, leveraging all market and relationship expertise, while maintaining a lean, sustainable and customer-oriented operation.

IRB, based on its strategy pillar, has been evaluating several scenarios and identifying important opportunities, such as the advance of investments and projects resulting from the new sanitation regulatory framework, which should reach, in the government's calculations, more than R\$700 billion in investment. The new Gas Law, passed in March 2021, likewise, brings high expectations around the legal framework of gas, with the opportunity to explore the transportation of natural gas, including the construction, operation and mainly the maintenance of facilities that fall into the sector of high risks. Another opportunity

was the advent of the pandemic itself, which brought the progress of the logistics sector driven via e-commerce, enabling the increase in the volume of premium issued by the Company in this segment since the end of 2020.

The Oil rig dismantling insurance is another route that could be pursued by the decommissioning of Petrobras offshore rigs, a market of approximately R\$50 billion, according to the National Agency for Oil, Natural Gas and Biofuels (ANP). Furthermore, the 5G bid, with the largest public offering of capacity for the world's fifth generation mobile technology, can kickstart infrastructure investments, while companies return to operating with the same pre-pandemic capacity. All of those opportunities are being mapped, and IRB is prepared to be the preferred reinsurer in all of those segments.

In addition to market opportunities, we also envision opportunities in the regulatory field, with the publication of Circular Letter 634 by SUSEP in July, which regulated CNSP Resolution 412. We can see two main impacts:

- from August 2021, the possibility of increasing financial assets capable of covering technical provisions in the guarantees of international operations, increasing the current sufficiency;
- from December 2021, with the elimination of the liquidity margin requirement of 20% of risk capital, we will be able to define internally the liquidity risk measures. With this, we also have the positive expectation of increasing the current sufficiency.

With more cash to invest in the business, combined with the market growth, we are ready to build our future. To this end, we invest heavily in innovation, spreading *insurtechs* and monitoring the local and Latin American market, observing macro trends such as personalized insurance and positioning ourselves as a digital player.

We have a challenging path to pursue, but we have the strategy defined, the right people and the long-term vision drawn.

We are confident that 2022 will be a year to profit from efforts made since 2020 to leave the Company provided with better controls, well provisioned and prepared to maintain its leadership position.

OTHER HIGHLIGHTS

▪ SUSEP Circular Letter 634

On July 19, 2021, SUSEP Circular Letter No. 634 was published, which regulates CNSP Resolution No. 412 of June 30, 2021. This Circular defines the calculation parameters on technical provisions, assets that reduce the need to cover technical provisions, risk capital based on underwriting, credit, operational and market risks, adjusted equity, minimum capital required, among others.

As more significant changes of the aforementioned Circular Letter that can have consequences for the business and the results of IRB Brasil RE, the following stand out:

1) Elimination of the need for liquidity margin (20% of Risk Capital), and companies can internally define a management mechanism and measure liquidity risk and document it in a policy. That measure will enter into effect from December 1, 2021.

Specifically with respect to IRB Brasil RE, when based on the Financial Statements ended on June 30, 2021, the regulatory requirement would be reduced by a maximum of R\$ 309 million (additional margin of 20.0% on venture capital), and, consequently, the improvement of regulatory liquidity sufficiency will occur from December 2021. In this specific aspect there will be no direct effects on the Company's economic result. (Source: Financial Statements ended on June 30, 2021 - Annex I Note, item 1.1.2)

2) Possibility of increase of the collateral to cover technical provisions in international operations:

Until the disclosure of the new regulations, the collateral abroad were not able to be offered as collateral of technical provisions and it was not possible to register them as reducers of such Provisions. With the change in the regulations, the Company may constitute a *Reinsurance Trust Account* or other modes of deposits abroad, in the manner required by the regulations in force in the country of origin, to support the guarantees of international operations before its grantor partners, limited to the deduction to the volume of the respective technical provisions (PSL, PPNG and IBNR) related to said foreign contracts. These assets may reduce the need to cover technical provisions,

and the maximum value of the reduction should be limited to the value of the liability to be covered with assets admitted by the Brazilian regulator.

With respect to the Company and considering the Financial Statements closed on June 30, 2021, one can observe an amount in current account remunerated in dollars with international financial institutions (*Collateral of Standby Letter of Credit* - SBLC), of R\$ 535 million (Source: Financial Statements closed on June 30, 2021 – Explanatory Note 18), which may be gradually converted and considered as reducers.

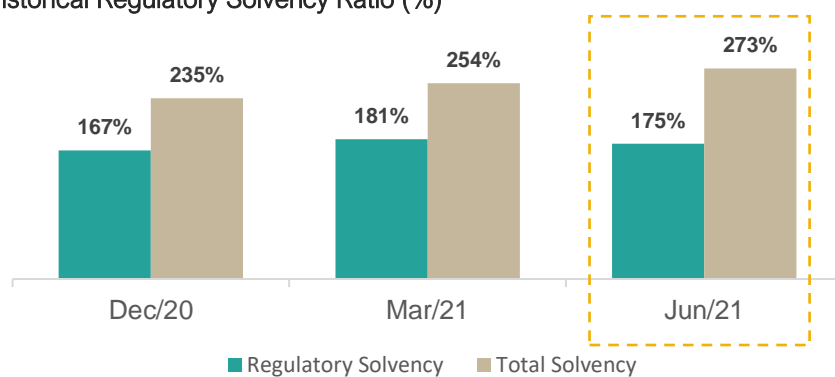
In view that the current guarantees will have to be revised, due to their respective maturities, the mentioned effect will be observed gradually, to the extent that the Company migrates the current guarantees of international operations with its ceded partners, starting from August 2, 2021.

Also in this specific case, there will be no effect on the economic result of IRB Brasil RE, but rather an improvement in the surplus of assets available to guarantee technical provisions. In any case, it is certain that the new possibilities, provided for in the amended regulation, should reduce the Company's financial costs, in relation to those verified in the current guarantees contracted, in the next 12 months from August 2021.

▪ **Regulatory Solvency**

On March 30, 2021, the Company had a regulatory capital surplus of R\$ 1.2 billion, which is equivalent to a regulatory solvency ratio of 175% (adjusted equity / total risk capital), while the Company's total solvency ratio (generally used in other countries) reaches 273% (equity / total risk capital). Both ratios show better indicators than the ones presented at the last quarter of 2020. It should be noted that, according to the European Commission, SUSEP's capital requirement is equivalent to Solvency II, as indicated on www.ec.europa.eu/transparency

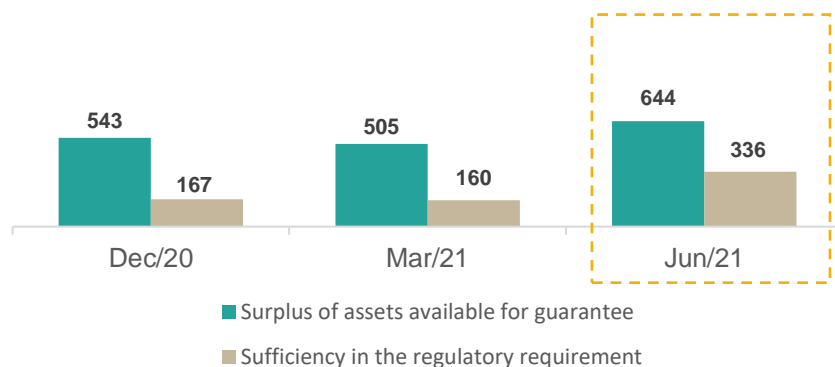
Historical Regulatory Solvency Ratio (%)



▪ **Sufficiency for Regulatory Liquidity Compliance**

On June 30, 2021, the Company complied with the regulatory requirements, presenting a sufficiency of R\$335.5 million, compared to a sufficiency of R\$167.5 million on December 31, 2020. Excluding the additional margin of 20% on risk capital, we recorded on June 30, 2021 a surplus of eligible assets to guarantee technical provisions, of R\$644.1 million, compared to a surplus of R\$542.6 million on December 31, 2020. The ratios remained positive in the quarter and showed a reversal of the deficiency observed throughout 2020. See Annex I - Note 1.1.2 Regulatory Liquidity Framework in Relation to Risk Capital.

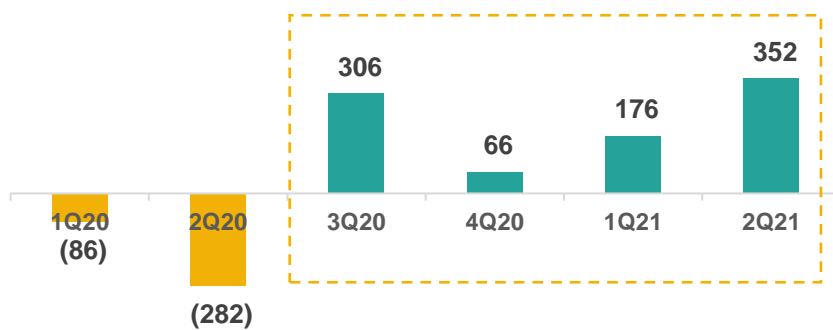
Historical Regulatory Liquidity (R\$ million)



- **Operating Cash Generation**

In the second quarter of 2021, the Company posted a positive operating cash flow of R\$352 million. This is the fourth consecutive quarter in which the Company generates operating cash.

Positive operating cash generation for 4 quarters in a row (R\$ million)



ECONOMIC AND FINANCIAL PERFORMANCE

SUMMARY OF PERFORMANCE

▪ Key Indicators

(R\$ million)	Quarter				Variation (2Q21/2Q20)	Accumulated	
	1Q20	2Q20	1Q21	2Q21		1H20	1H21
Written Premium	1,996.2	2,543.6	1,930.5	2,160.0	-15.1%	4,539.8	4,090.6
<i>Local</i>	880.3	1,164.4	1,044.4	1,240.8	6.6%	2,044.7	2,285.2
<i>Abroad</i>	1,115.9	1,379.1	886.1	919.3	-33.3%	2,495.0	1,805.4
Retained Premium	1,709.5	1,710.5	1,534.3	1,590.1	-7.0%	3,420.1	3,124.4
Earned Premium	1,499.8	1,728.4	1,454.3	1,732.3	0.2%	3,228.2	3,186.6
Retained Claim	(1,147.5)	(2,339.3)	(1,048.9)	(1,658.5)	-29.1%	(3,486.8)	(2,707.5)
<i>OCR</i>	(946.4)	(2,430.0)	(837.8)	(1,691.7)	-30.4%	(3,376.4)	(2,529.5)
<i>IBNR</i>	(201.1)	90.7	(211.1)	33.2	-63.4%	(110.4)	(177.9)
Underwriting Results	47.3	(1,037.7)	74.2	(337.2)	-67.5%	(990.5)	(262.9)
Administrative Expenses	(75.1)	(74.1)	(98.6)	(106.0)	43.1%	(149.2)	(204.6)
Financial and Real Estate Investments	121.0	49.1	103.6	89.2	81.7%	170.1	192.8
<i>Financial Investments</i>	(73.1)	50.2	103.9	90.6	80.3%	(22.8)	194.5
<i>Real Estate Investments</i>	194.1	(1.1)	(0.3)	(1.4)	20.6%	193.0	(1.7)
Net Income (Loss)	35.1	(656.7)	50.8	(206.9)	-68.5%	(621.7)	(156.1)

Ratios (%)	Quarter				Variation (2Q21/2Q20)	Accumulated	
	1Q20	2Q20	1Q21	2Q21		1H20	1H21
Retrocession Ratio	14.4%	32.8%	20.5%	26.4%	-6.4 p,p,	24.7%	23.6%
Overall Loss Ratio	76.5%	135.3%	72.1%	95.7%	-39.6 p,p,	108.0%	85.0%
<i>Loss Ratio measured by OCR</i>	63.1%	140.6%	57.6%	97.7%	-42.9 p,p,	104.6%	79.4%
<i>Loss Ratio measured by IBNR</i>	13.4%	-5.2%	14.5%	-1.9%	3.3 p,p,	3.4%	5.6%
Commission Ratio	17.9%	21.2%	22.1%	22.4%	1.2 p,p,	19.7%	22.3%
Other Operating Revenues and Expenses Ratio	2.4%	3.5%	0.6%	1.3%	-2.2 p,p,	3.0%	1.0%
Administrative Expense Ratio	5.0%	4.3%	6.8%	6.1%	1.8 p,p,	4.6%	6.4%
Tax Expenses Ratio	0.4%	-0.1%	-0.9%	3.1%	3.2 p,p,	0.1%	1.3%
%CDI*	-	-	146%	163%	n.m.	-	-
Combined Ratio	102.3%	164.2%	100.8%	128.7%	-35.5 p,p,	135.4%	115.9%
Amplified Combined Ratio	94.6%	159.7%	94.1%	122.4%	-37.3 p,p,	128.7%	109.3%

*excluding assets subject to exchange rate variation

Due to the change in accounting practice presented in Note 1.4 of the Financial Statements of June 30, 2021, for a comparison on a comparable basis, the information for the same period in 2020 was also revised. It should be noted that the impacts in the other quarters of 2020 will, in due course, be presented at the time of their disclosures throughout 2021, according to the Company's disclosure calendar.

▪ Quarterly Income Statement

(R\$ million)	Quarterly History				Variation	Accumulated		Variation
	1Q20	2Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Written Premium	1,996.2	2,543.6	1,930.5	2,160.0	-15.1%	4,539.8	4,090.6	-9.9%
<i>Brazil</i>	880.3	1,164.4	1,044.4	1,240.8	6.6%	2,044.7	2,285.2	11.8%
<i>Abroad</i>	1,115.9	1,379.1	886.1	919.3	-33.3%	2,495.0	1,805.4	-27.6%
Retrocession	(286.7)	(833.0)	(396.2)	(570.0)	-31.6%	(1,119.7)	(966.2)	-13.7%
Retained Premium	1,709.5	1,710.5	1,534.3	1,590.1	-7.0%	3,420.1	3,124.4	-8.6%
Change in the Technical Provision	(209.8)	17.9	(80.1)	142.3	694.5%	(191.9)	62.2	-132.4%
Earned Premium	1,499.8	1,728.4	1,454.3	1,732.3	0.2%	3,228.2	3,186.6	-1.3%
Retained Claim	(1,147.5)	(2,339.3)	(1,048.9)	(1,658.5)	-29.1%	(3,486.8)	(2,707.5)	-22.4%
<i>OCR</i>	(946.4)	(2,430.0)	(837.8)	(1,691.7)	-30.4%	(3,376.4)	(2,529.5)	-25.1%
<i>IBNR</i>	(201.1)	90.7	(211.1)	33.2	-63.4%	(110.4)	(177.9)	61.1%
Acquisition Costs	(268.4)	(367.1)	(321.7)	(388.5)	5.8%	(635.5)	(710.3)	11.8%
Other Operating Revenues and Expenses	(36.5)	(59.8)	(9.4)	(22.4)	-62.5%	(96.3)	(31.8)	-67.0%
Underwriting Result	47.3	(1,037.7)	74.2	(337.2)	-67.5%	(990.5)	(262.9)	-73.5%
Administrative Expenses	(75.1)	(74.1)	(98.6)	(106.0)	43.1%	(149.2)	(204.6)	37.2%
Tax Expenses	(6.2)	1.7	13.4	(53.4)	-3332.3%	(4.5)	(39.9)	785.9%
Financial and Real Estate Investments	121.0	49.1	103.6	89.2	81.7%	170.1	192.8	13.3%
<i>Financial Investments</i>	(73.1)	50.2	103.9	90.6	80.3%	(22.8)	194.5	-952.1%
<i>Real Estate Investments</i>	194.1	(1.1)	(0.3)	(1.4)	20.6%	193.0	(1.7)	-100.9%
Earnings Before Tax and Profit Sharing	87.1	(1,061.1)	92.6	(407.3)	-61.6%	(974.0)	(314.7)	-67.7%
Taxes and Contributions	(52.0)	404.4	(41.8)	200.4	-50.4%	352.3	158.5	-55.0%
Total Net Income (Loss)	35.1	(656.7)	50.8	(206.9)	-68.5%	(621.7)	(156.1)	-74.9%

Due to the change in accounting practice presented in Note 1.4 of the Financial Statements of June 30, 2021, for a comparison on a comparable basis, the information for the same period in 2020 was also revised. It should be noted that the impacts in the other quarters of 2020 will, in due course, be presented at the time of their disclosures throughout 2021, according to the Company's disclosure calendar.

OPERATING PERFORMANCE ANALYSIS

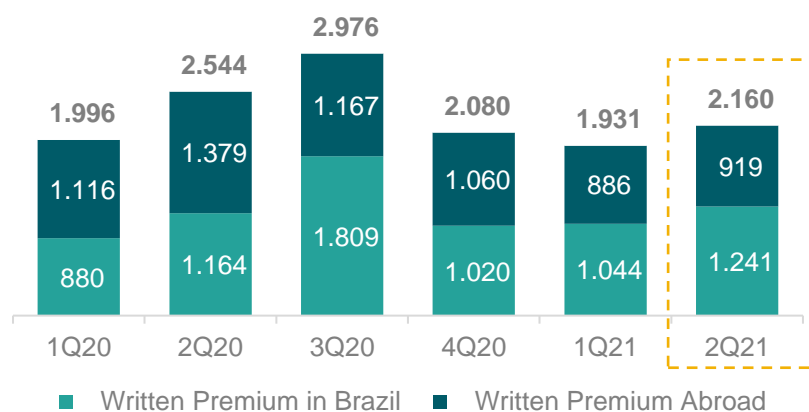
▪ Total Written Premium

Note: In the "business vision", the segments are consolidated as follows: (i) Property includes engineering, housing and miscellaneous risks; (ii) Life includes group and individual life risks and personal accidents risks; (iii) Special Risks include oil & gas exploration and production risks and nuclear; (iv) Others include maritime, logistics, auto, financial line, escrow, credit, rental, financial risks and civil liability risks.

- Written Premium by segment and business lines

(R\$ million)	Quarter						Variation	Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Written Premium Brazil	880.3	1,164.4	1,809.3	1,020.2	1,044.4	1,240.8	6.6%	2,044.7	2,285.2	11.8%
Property	262.1	534.5	474.8	307.8	404.7	421.2	-21.2%	796.6	825.8	3.7%
Life	97.1	116.9	125.3	127.0	145.5	167.1	42.9%	214.1	312.6	46.0%
Agro	236.4	281.5	239.2	262.2	188.0	377.2	34.0%	517.9	565.2	9.1%
Special Risks	43.4	25.3	670.4	75.0	102.3	24.7	-2.5%	68.7	126.9	84.9%
Aviation	15.6	31.3	28.9	17.3	12.9	15.5	-50.6%	46.9	28.4	-39.5%
Others	225.7	174.9	270.7	230.9	191.1	235.2	34.5%	400.6	426.3	6.4%
Written Premium Abroad	1,115.9	1,379.1	1,166.6	1,060.2	886.1	919.3	-33.3%	2,495.0	1,805.4	27.6%
Property	347.6	392.0	402.9	344.0	389.8	375.5	-4.2%	739.5	765.3	3.5%
Life	330.8	350.6	202.2	257.0	101.9	160.5	-54.2%	681.4	262.4	-61.5%
Agro	125.1	341.7	299.1	278.2	137.4	138.0	-59.6%	466.8	275.4	-41.0%
Special Risks	15.8	26.8	34.8	14.8	27.4	28.7	7.3%	42.6	56.1	31.8%
Aviation	151.6	73.5	131.7	59.2	108.8	79.8	8.7%	225.0	188.6	-16.2%
Others	145.1	194.6	95.9	107.1	120.9	136.7	-29.7%	339.7	257.6	-24.2%
Total Written Premium	1,996.2	2,543.6	2,975.9	2,080.4	1,930.5	2,160.0	-15.1%	4,539.8	4,090.6	-9.9%

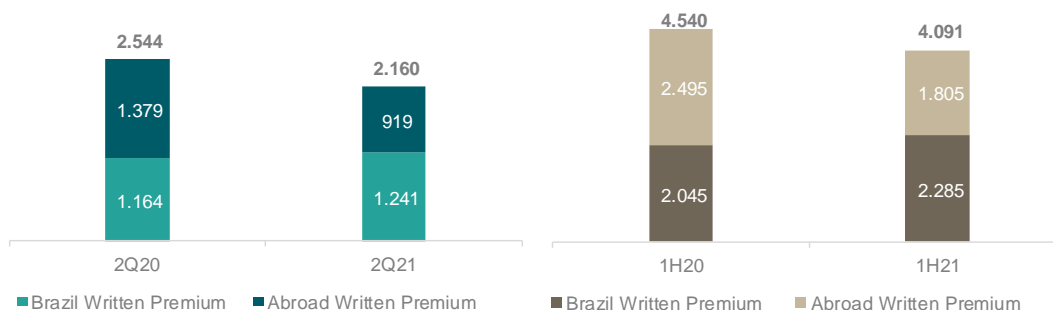
Historical Written Premium (R\$ million)



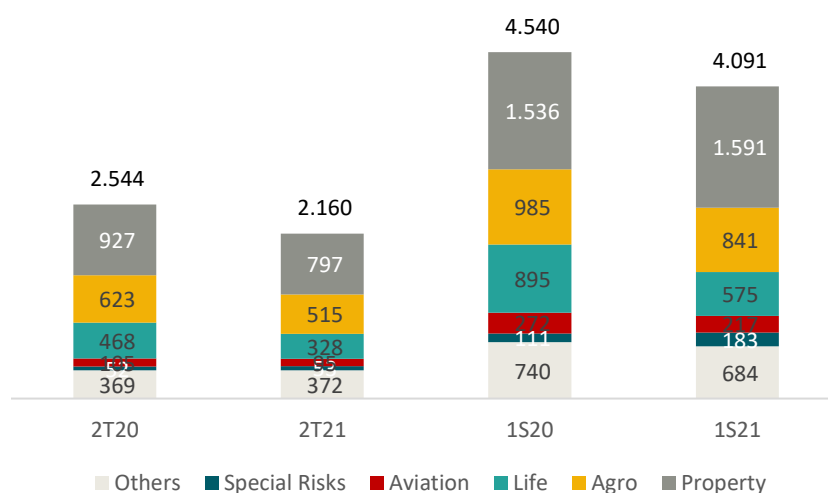
Written Premium in Brazil and Abroad (% share)



Total Written Premium Breakdown - Brazil and Abroad (R\$ million)



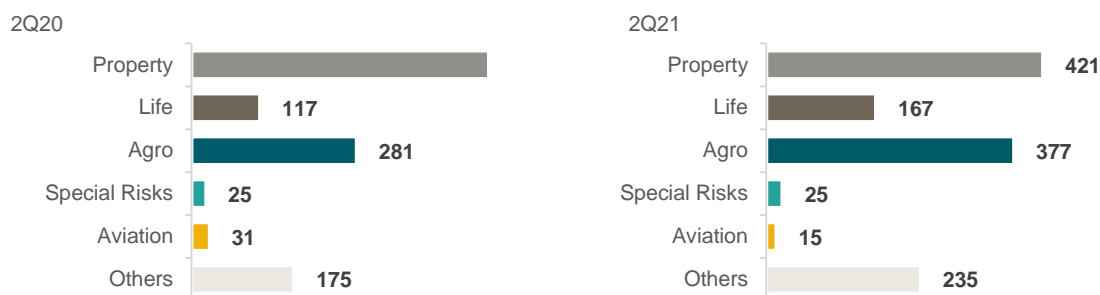
Total Written Premium Breakdown by Business Lines (%)



- Quarterly Comparison: 2Q21 x 2Q20**

In the second quarter of 2021 (2Q21) the total volume of IRB written premium decreased by 15.1% compared to the second quarter of 2020 (2Q20), totaling R\$2,160.0 million.

✓ **Brazil (R\$ milhões)**

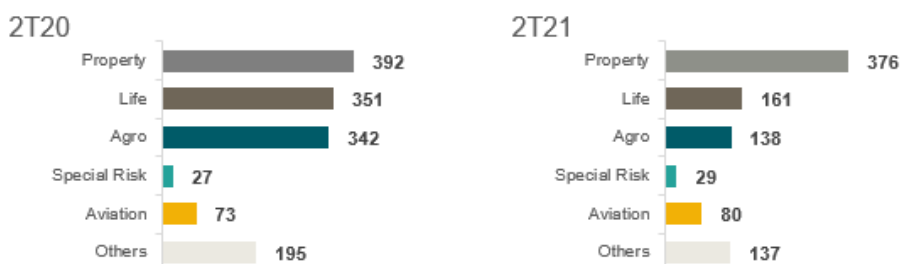


Written premium in Brazil totaled R\$1,240.8 million in 2Q21, which represented an increase of 6.6% in relation to 2Q20. This increase is due to the higher volume of written premium in life (+42.9%), agro (+34.0%) and other (+34.5%) segments, as explained below:

- ✓ **Life:** new business and performance above expected for existing businesses.
- ✓ **Agro:** portfolio performance above the expected, reinforced by the increase in premium stemming from the rural subsidy.

This increase was partially offset by (i) a 50.6% reduction in the **Aviation** segment, due to adjustments resulting from the re-underwriting strategy and (ii) a 21.6% reduction in the **Property** segment, due to the non-renewal in this quarter of an 18-month policy contract issued in 2Q20, whose renewal will occur in 4Q21.

✓ **Abroad (R\$ milhões)**



The written premium abroad totaled R\$919.3 million in 2Q21, which represented a reduction of 33.3% in relation to 2Q20. This decrease, which is in line with the re-underwriting strategy widely publicized by the Company and stems from the lower volume of written premium in the Life (-54.2%), agro (-59.6%) and others (-29.7%) segments, as explained below:

- ✓ **Life:** re-underwriting measures that promoted the cancellation of contracts with insufficient technical margin.
- ✓ **Agro:** reduction of some contracts held by the Company, primarily in Asia.
- ✓ **Others:** exit of proportional contracts in the maritime segment.

- **Semi-annual comparison: 1H21 x 1H20**

In the first semester of 2021 (1H21), the total volume of written premium decreased 9.9% compared to 1H20, totaling R\$4,090.6 million.

- ✓ **Brazil**

In the year, the **written premium in Brazil** totaled R\$2,285.2 million, which represented an increase of 11.8%, reflecting the higher volume of written premium in the life (+46.0%) and special risks (+84.9%) segments, as described below:

- ✓ **Life:** new business through innovation and new products offered, as well as performance above expected for existing businesses.
- ✓ **Special Risks:** issuance of new projects to build assets for oil extraction.

- ✓ **Abroad**

The **premium issued abroad** was R\$ 1,805.4 million, with a drop of 27.6% compared to 1H20. The lowest contribution of the premium issued abroad in 1H21 stems mainly from the business lines of life (-61.5%), rural (-41.0%), Aviation (-16.2%) and others (-24.2%).

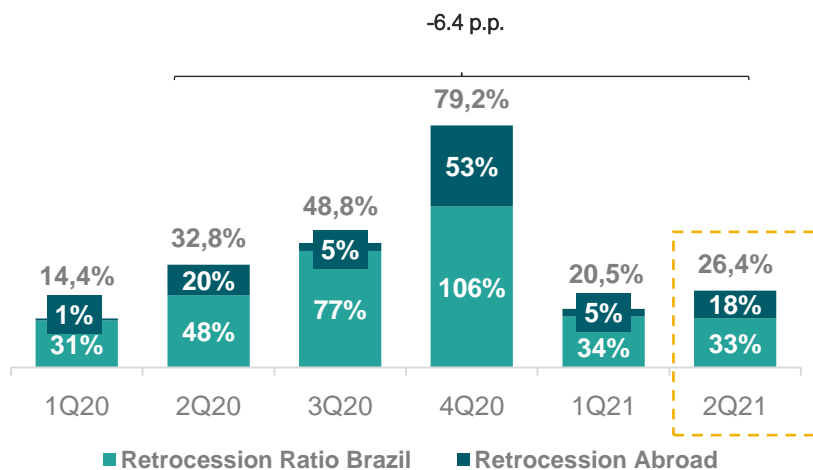
- ✓ **Life:** re-underwriting measures which stimulated the termination of contracts with insufficient reinsurance margin.
- ✓ **Rural:** reduction of some contracts held by the Company, primarily in Asia
- ✓ **Aviation:** reduction of exposure in this segment
- ✓ **Others Abroad:** reduction of exposure with withdrawal of contracts in marine and cargo segments.

▪ Retrocession Expense

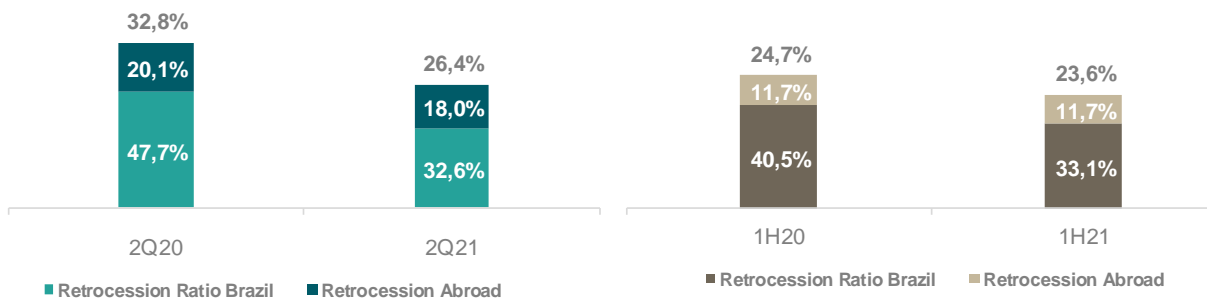
▪ Retrocession Expense by segment and business lines

(R\$ million)	Quarter						Variation	Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Retrocession Brazil	(272.7)	(555.2)	(1,391.5)	(1,081.9)	(351.2)	(404.6)	-27.1%	(827.9)	(755.7)	-8.7%
Property	(105.8)	(324.5)	(217.6)	(577.5)	(137.0)	(205.7)	-36.6%	(430.2)	(342.7)	-20.4%
Life	(25.7)	(30.3)	(43.5)	(47.5)	(35.3)	(37.2)	23.1%	(56.0)	(72.6)	29.6%
Agro	(4.3)	(61.9)	(353.1)	(73.6)	(36.9)	(6.6)	-89.3%	(66.2)	(43.5)	-34.3%
Special Risks	(54.8)	(24.5)	(626.9)	(103.4)	(52.5)	(37.3)	52.2%	(79.3)	(89.8)	13.3%
Aviation	(7.6)	(16.8)	(4.3)	(27.7)	(22.0)	(7.5)	-55.0%	(24.4)	(29.5)	20.9%
Others	(74.5)	(97.3)	(146.1)	(252.1)	(67.5)	(110.1)	13.2%	(171.8)	(177.7)	3.4%
Retrocession Abroad	(13.9)	(277.9)	(60.0)	(566.5)	(45.0)	(165.4)	-40.5%	(291.8)	(210.4)	-27.9%
Property	(6.0)	(235.6)	(42.5)	(170.7)	(9.3)	(153.5)	-34.9%	(241.6)	(162.7)	-32.6%
Life	(3.0)	(0.6)	(0.2)	(6.0)	(2.1)	(3.6)	512.8%	(3.6)	(5.7)	56.3%
Agro	(0.7)	(27.2)	(1.0)	(150.9)	(25.6)	(3.5)	-87.1%	(27.9)	(29.1)	4.3%
Special Risks	(0.7)	(3.6)	(10.9)	(102.8)	(0.2)	(0.1)	-97.8%	(4.4)	(0.2)	-94.7%
Aviation	(0.9)	(5.0)	(3.5)	(25.2)	(1.6)	(2.5)	-50.5%	(5.9)	(4.1)	-30.0%
Others	(2.5)	(5.9)	(2.0)	(111.0)	(6.3)	(2.2)	-62.4%	(8.4)	(8.5)	1.5%
Total Retrocession	(286.7)	(833.0)	(1,451.5)	(1,648.3)	(396.2)	(570.0)	-31.6%	(1,119.7)	(966.2)	-13.7%

Historical Retrocession Ratio (%)



Breakdown of the Brazil and International Retrocession Ratio (%)



- Quarterly Comparison: 2Q21 x 2Q20**

Total retrocession expense in 2Q21 presented a drop of 31.6% compared to 2Q20, from R\$833.0 million in 2Q20 to R\$570.0 million in 2Q21, while retrocession ratio went from 32.8% in 2Q20 to 26.4% in 2Q21, a reduction of 6.4 p.p..

The drop in retrocession expense in Brazil can be explained primarily by the reduction of the premium retreated in operational agreements, in view of the non-renewal of a contract issued in 2Q20, whose renewal will occur in 4Q21. Abroad, there was also a reduction in retrocession expense due to a significant decrease in retrocession purchases, in line with the successful implementation of the re-underwriting strategy, where a large reduction in risk exposure, with no significant impact on the premium was obtained.

- Semi-annual comparison: 1H21 x 1H20**

In the first half of 2021 (1H21), retrocession expense was 13.7% lower, mainly reflecting the Property line, both in Brazil and abroad. It is emphasized that even with the repurchase of protections that were canceled from the rural segment, the retrocession expense did not increase in the period.

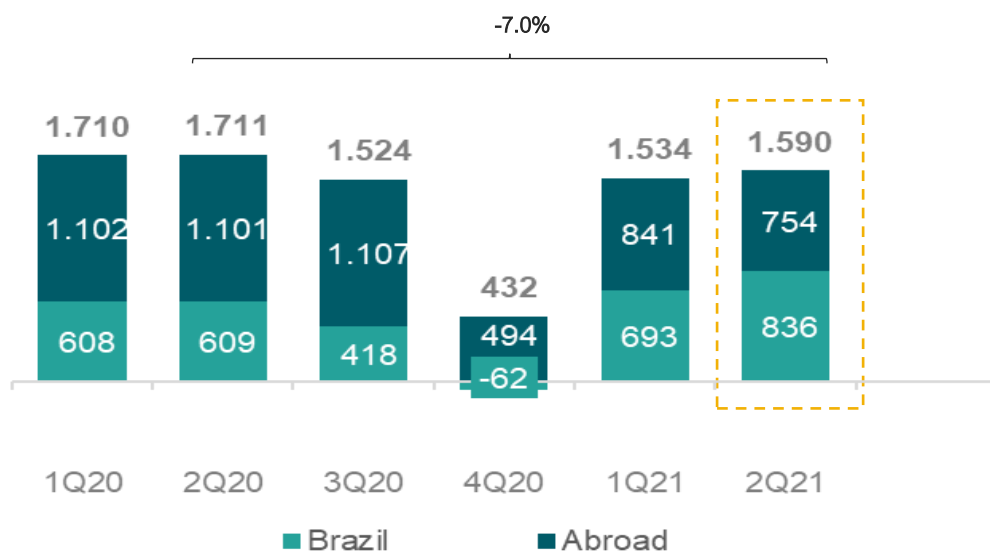
Consequently, the Company's retrocession rate in 1H21 decreased 1.1 p.p., from 24.7% in 1H20 to 23.6% in 1H21.

Retained Premium

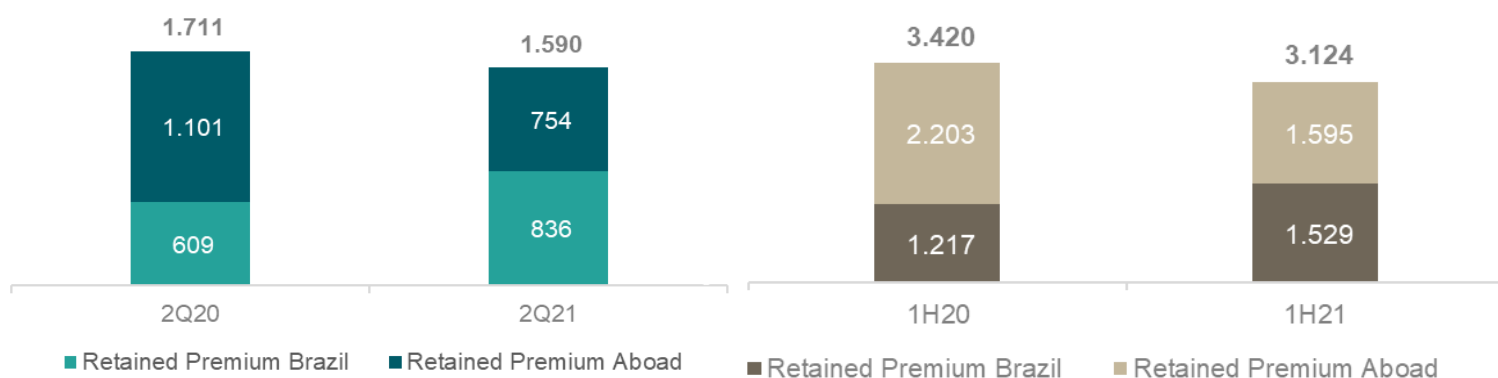
Retained Premium by Segment and Business Lines

(R\$ million)	Quarter						Var. (2Q21/ 2Q20)	Accumulated		Var. (1H21/ 1H20)
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21		1H20	1H21	
Retained Premium										
Brazil	607.5	609.3	417.8	(61.7)	693.3	836.2	37.2%	1,216.8	1,529.5	25.7%
Property	156.3	210.1	257.3	(269.7)	267.7	215.4	2.6%	366.4	483.1	31.9%
Life	71.4	86.6	81.8	79.5	110.1	129.8	49.9%	158.1	240.0	51.8%
Agro	232.1	219.6	(113.8)	188.6	151.2	370.5	68.7%	451.7	521.7	15.5%
Special Risks	(11.4)	0.8	43.5	(28.5)	49.7	(12.6)	1670.4%	(10.6)	37.1	449.7%
Aviation	8.0	14.5	24.5	(10.4)	(9.1)	7.9	-45.4%	22.5	(1.1)	105.1%
Others	151.2	77.6	124.6	(21.2)	123.6	125.1	61.1%	228.8	248.7	8.7%
Abroad Retained Premium	1,102.0	1,101.2	1,106.6	493.7	841.1	753.9	-31.5%	2,203.2	1,594.9	-27.6%
Property	341.6	156.4	360.4	173.3	380.5	222.0	42.0%	497.9	602.5	21.0%
Life	327.8	350.0	202.0	251.0	99.8	156.9	-55.2%	677.8	256.7	-62.1%
Agro	124.3	314.6	298.2	127.3	111.8	134.5	-57.3%	438.9	246.2	-43.9%
Special Risks	15.1	23.2	23.9	(88.0)	27.2	28.6	23.7%	38.2	55.9	46.2%
Aviation	150.7	68.5	128.2	34.0	107.1	77.4	13.0%	219.2	184.5	-15.8%
Others	142.6	188.7	93.9	(3.9)	114.6	134.5	-28.7%	331.2	249.0	-24.8%
Retained Premium Total	1,709.5	1,710.5	1,524.5	432.1	1,534.3	1,590.1	-7.0%	3,420.1	3,124.4	-8.6%

Historical Retained Premium (R\$ million)



Breakdown Retained Premium in Brazil and Abroad (R\$ million)



Total retained premium was R\$1,590.1 million in 2Q21, a 7.0% drop compared to 2Q20, due to the reduction in the premium issued abroad.

Changes in the Technical Provision

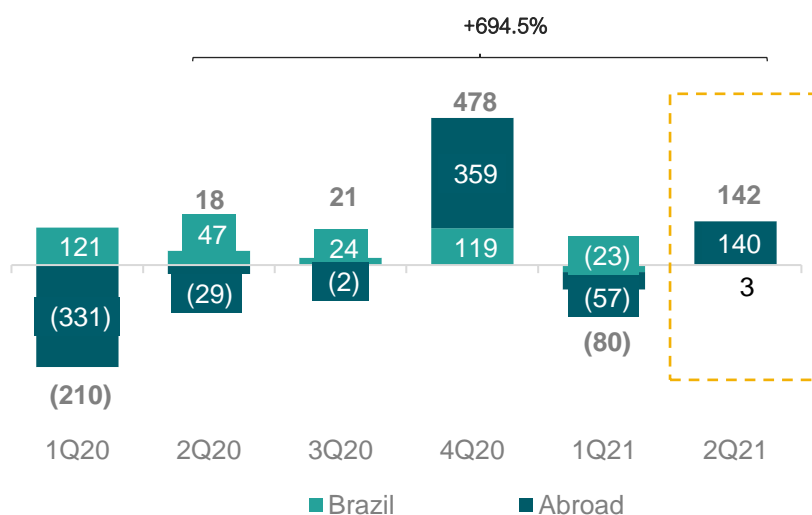
Changes in the Technical Provision Breakdown

(R\$ million)	Quarter						Variation	Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Changes in the Technical Provision	(209.8)	17.9	21.2	477.7	(80.1)	142.3	694.5%	(191.9)	62.2	-132.4%
Provision for Unearned Premiums - Reinsurance	51.8	(112.8)	(266.0)	466.7	244.1	291.4	-358.4%	(61.0)	535.5	-978.5%
<i>Effective</i>	26.2	28.4	(351.1)	408.0	195.5	56.5	99.1%	54.6	252.0	362.0%
<i>Estimated</i>	25.7	(141.2)	85.1	58.7	48.6	234.9	-266.4%	(115.5)	283.5	-345.4%
Provision for Unearned Premium - Retrocession	(283.0)	111.5	259.0	34.2	(300.3)	(150.1)	-234.5%	(171.4)	(450.4)	162.7%
<i>Effective</i>	(260.0)	98.5	235.2	51.5	(291.6)	(74.3)	-175.4%	(161.6)	(365.9)	126.5%
<i>Estimated</i>	(23.0)	13.1	23.8	(17.3)	(8.7)	(75.8)	-678.9%	(9.9)	(84.5)	756.2%
Reserve for Technical Surplus	21.4	19.2	28.1	(23.2)	(23.8)	0.9	-95.3%	40.5	(22.9)	-156.6%
<i>Estimated</i>	21.4	19.2	28.1	(23.2)	(23.8)	0.9	-95.3%	40.5	(22.9)	N.A.

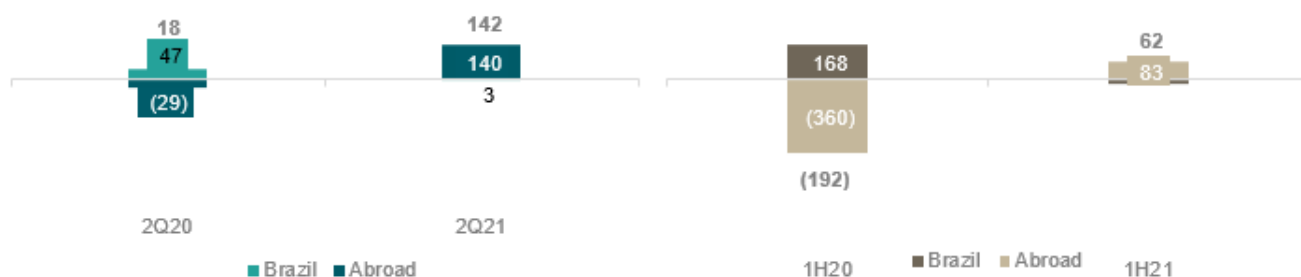
- Change in Technical Provision by segment and business lines

(R\$ million)	Quarter						Variation	Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Changes in the Technical Provision Brazil	121.4	46.7	23.6	119.2	(23.2)	2.7	-94.3%	168.1	(20.5)	-112.2%
Property	20.2	(0.7)	(61.0)	79.4	(57.1)	20.3	3,211.5%	19.5	(36.8)	-288.4%
Life	15.4	12.5	4.0	(2.4)	(8.3)	2.0	-84.0%	27.8	(6.3)	-122.5%
Agro	91.2	3.2	109.9	(33.0)	96.3	(62.6)	2,057.1%	94.4	33.7	-64.3%
Special Risks	13.7	17.2	(29.9)	11.9	(32.5)	23.8	38.0%	30.9	(8.8)	-128.4%
Aviation	(2.5)	(7.1)	(11.6)	20.3	(1.0)	1.2	-116.9%	(9.6)	0.2	-101.8%
Others	(16.6)	21.6	12.1	42.8	(20.6)	18.1	-16.5%	5.0	(2.5)	-150.4%
Changes in the Technical Provision Abroad	(331.1)	(28.8)	(2.4)	358.5	(56.9)	139.6	-584.8%	(359.9)	82.7	-123.0%
Property	(165.8)	93.2	(57.4)	144.5	(175.9)	78.4	-15.9%	(72.6)	(97.5)	34.4%
Life	(62.0)	26.5	27.6	49.5	0.7	(23.2)	-187.4%	(35.4)	(22.5)	-36.5%
Agro	6.3	(115.1)	(19.5)	54.8	137.6	70.9	-161.6%	(108.8)	208.5	-291.6%
Special Risks	2.6	(0.1)	6.4	7.5	(5.1)	(6.0)	4114.9%	2.5	(11.1)	-549.6%
Aviation	(45.4)	19.2	36.2	64.7	(12.6)	15.7	-18.2%	(26.2)	3.1	-112.0%
Others	(66.8)	(52.5)	4.3	37.6	(1.5)	3.7	-107.1%	(119.3)	2.3	-101.9%
Changes in the Technical Provision Total	(209.8)	17.9	21.2	477.7	(80.1)	142.3	694.5%	(191.9)	62.2	-132.4%

Quarterly Historical Change in Technical Provision (R\$ million)



Breakdown of Changes in the Technical Provision in Brazil and Abroad (R\$ million)



The main component of the changes in the technical provision is the Unearned Premium Reserve (PPNG), which corresponds to the portion of the premium for risks underwritten by the Company that have not expired yet (goal to prepare for the upcoming loss ratio).

PPNG is calculated for both written premiums and retrocession premiums. The balance between changes in PPNG – Reinsurance (calculated on written premiums) and changes in PPNG – Retrocession (calculated on retrocession premiums) is the change in Retained PPNG, recognized under Changes in the Technical Provisions.

Another component of Changes in the Technical Provisions is the Provision for Technical Surpluses (PET). This provision is periodically made to guarantee the amounts destined as surpluses deriving from technical and operational surpluses, to be distributed to the assignors, as provided for in reinsurance contracts.

Therefore, the variations shown in the previous table refer to differences in the balances of said provisions in the period.

- ### Quarterly Comparison: 2Q21 x 2Q20

In 2Q21, the changes in technical provision totaled a reversion of R\$142.3 million compared to the reversion of R\$17.9 million in 2Q20. Reversals take place primarily:

- ✓ **Property in Brazil:** movement, predominantly, due to the non-renewal of one main facultative risk.
 - ✓ **Rural and Other abroad:** due to higher emissions in the portfolio in 2Q20 when compared to 2Q21.

In 2Q21, there was an increase in the constitution of provisions in the following lines:

- ✓ **Rural Brazil:** reduction of retrocession emissions in 2021, which contributed to the increase in retained PPNG.
- ✓ **Life Abroad:** 2Q20 was strongly impacted by the increase in deferral of premiums referring to contracts that the Company decided not to renew, due to its reunderwriting policy. Additionally, there was a higher level of facultative risk written in 2Q21 compared to 2Q20.

✓ **Semi-annual comparison: 1H21 x 1H20**

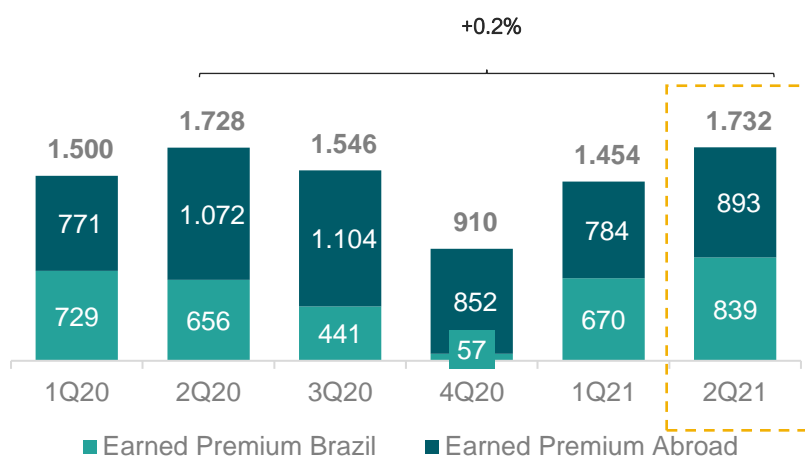
In the six months of 2021, the change in technical provision totaled a reversion of R\$62.2 million compared to a constitution in 1H20 of R\$191.9 million. The positive effect presented in the change of the technical provision in 1H21 is mainly due to the reversal of the technical provision abroad, especially in the Rural line.

▪ Earned Premium

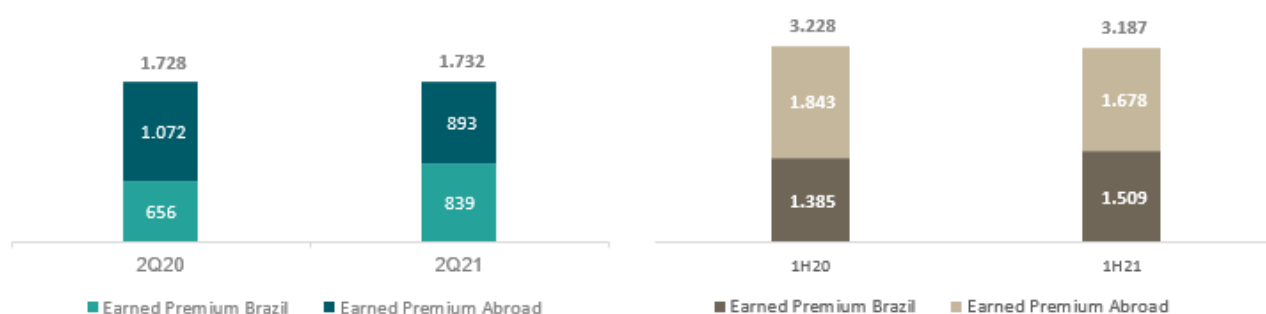
▪ Earned Premium by Segment and Business Lines

(R\$ million)	Quarter						Variation	Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Earned Premium Brazil	728.9	656.0	441.4	57.5	670.1	838.9	27.9%	1,384.9	1,508.9	9.0%
Property	176.5	209.4	196.2	(190.3)	210.6	235.7	12.6%	385.9	446.3	15.7%
Life	86.8	99.1	85.8	77.1	101.9	131.8	33.0%	185.9	233.7	25.7%
Agro	323.3	222.8	(3.9)	155.6	247.5	307.9	38.2%	546.1	555.4	1.7%
Special Risks	2.2	18.0	13.6	(16.5)	17.2	11.1	-38.1%	20.2	28.4	40.0%
Aviation	5.5	7.4	12.9	10.0	(10.1)	9.1	23.7%	12.9	(1.0)	107.5%
Others	134.6	99.3	136.7	21.6	103.0	143.1	44.2%	233.9	246.1	5.2%
Earned Premium Abroad	770.9	1,072.4	1,104.2	852.3	784.2	893.5	-16.7%	1,843.3	1,677.7	-9.0%
Property	175.7	249.6	303.0	317.8	204.6	300.4	20.3%	425.4	505.0	18.7%
Life	265.8	376.5	229.6	300.5	100.5	133.7	-64.5%	642.3	234.2	-63.5%
Agro	130.6	199.4	278.7	182.0	249.4	205.4	3.0%	330.0	454.7	37.8%
Special Risks	17.7	23.0	30.3	(80.5)	22.1	22.7	-1.6%	40.7	44.8	9.9%
Aviation	105.3	87.7	164.5	98.7	94.6	93.1	6.1%	193.0	187.6	-2.8%
Others	75.8	136.1	98.2	33.7	113.1	138.2	1.5%	211.9	251.3	18.6%
Earned Premium Total	1,499.8	1,728.4	1,545.6	909.8	1,454.3	1,732.3	0.2%	3,228.2	3,186.6	-1.3%

Historical Earned Premium (R\$ million)



Breakdown Earned Premium in Brazil and Abroad (R\$ million)



Total earned premium was R\$1,732.3 million in 2Q21, stable compared to 2Q20, due to the lower issued premium abroad, which partially offset with the reversion of the Changes in the Technical Provision line.

Retained Claims

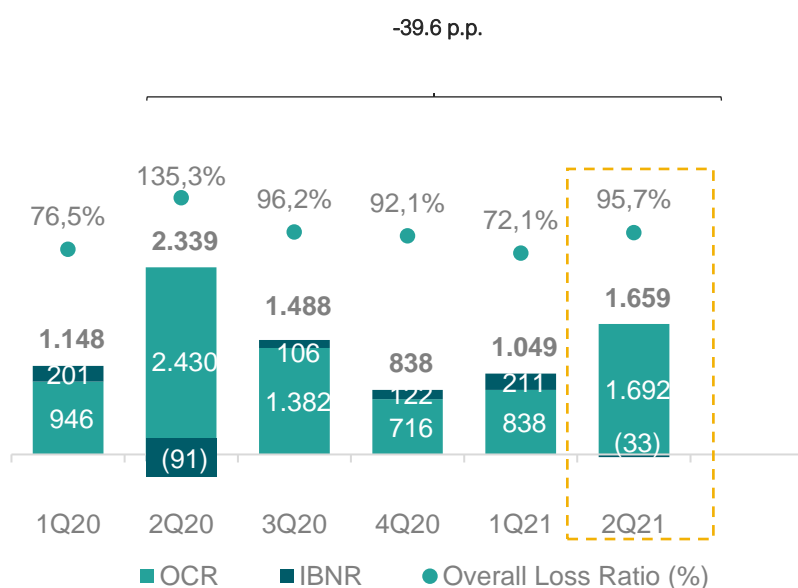
Retained Claims by Segment and Business Lines

(R\$ million)	Quarter				Quarter		Variation	Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Claim Brazil	(556.6)	(788.5)	(163.3)	(130.8)	(454.9)	(769.6)	-2.4%	(1,345.1)	(1,224.5)	-9.0%
Property	(106.1)	(228.2)	(101.4)	108.5	(136.9)	(287.5)	26.0%	(334.3)	(424.3)	26.9%
Life	(95.9)	(78.3)	(68.4)	(73.1)	(36.1)	(90.4)	15.5%	(174.2)	(126.5)	-27.4%
Agro	(203.4)	(292.6)	84.9	(154.2)	(181.4)	(230.1)	-21.4%	(496.0)	(411.4)	-17.1%
Special Risks	(16.5)	(7.6)	6.5	9.3	(16.5)	(11.0)	45.5%	(24.0)	(27.5)	14.4%
Aviation	(9.2)	(32.8)	2.4	(0.3)	(16.2)	(12.5)	-61.9%	(42.0)	(28.7)	-31.7%
Others	(125.5)	(149.0)	(87.2)	(21.1)	(67.9)	(138.1)	-7.3%	(274.4)	(206.0)	-24.9%
Claim Abroad	(591.0)	(1,550.8)	(1,324.4)	(707.1)	(594.0)	(889.0)	-42.7%	(2,141.7)	(1,482.9)	-30.8%
Property	(153.9)	(497.7)	(335.4)	(180.4)	(209.3)	(223.4)	-55.1%	(651.7)	(432.7)	-33.6%
Life	(181.5)	(494.5)	(586.3)	(408.4)	(107.4)	(216.5)	-56.2%	(676.0)	(323.9)	-52.1%
Agro	(121.0)	(218.0)	(241.6)	(135.1)	(137.7)	(184.5)	-15.4%	(339.0)	(322.3)	-4.9%
Special Risks	(11.4)	(59.0)	(9.6)	58.6	(16.1)	(5.1)	-91.3%	(70.4)	(21.2)	-69.9%
Aviation	(106.1)	(137.9)	(108.6)	(85.1)	(66.5)	(183.6)	33.1%	(244.0)	(250.1)	2.5%
Others	(17.1)	(143.6)	(42.8)	43.3	(56.9)	(75.9)	-47.2%	(160.7)	(132.8)	-17.4%
Total Claim	(1,147.5)	(2,339.3)	(1,487.6)	(837.9)	(1,048.9)	(1,658.5)	-29.1%	(3,486.8)	(2,707.5)	-22.4%

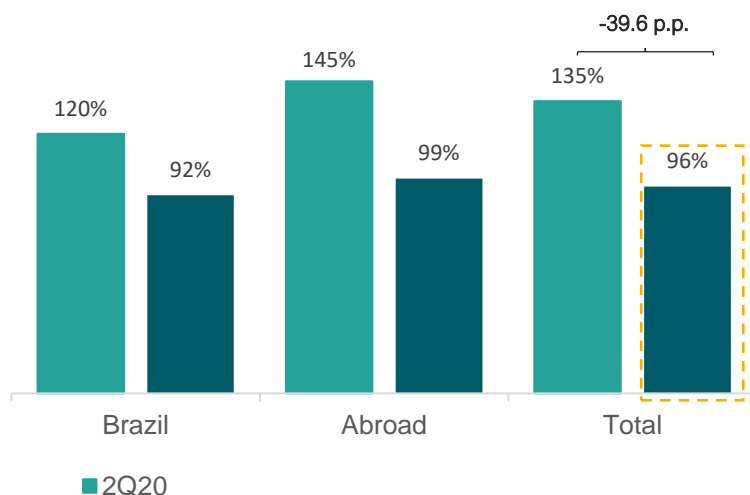
Retained Claims Breakdown

(R\$ million)	Quarter						Variation	Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Retained Claim Total	(1,147.5)	(2,339.3)	(1,487.6)	(837.9)	(1,048.9)	(1,658.5)	-29.1%	(3,486.8)	(2,707.5)	-22.4%
OCR	(946.4)	(2,430.0)	(1,381.9)	(716.0)	(837.8)	(1,691.7)	-30.4%	(3,376.4)	(2,529.5)	-25.1%
IBNR	(201.1)	90.7	(105.7)	(122.0)	(211.1)	33.2	-63.4%	(110.4)	(177.9)	61.1%
Overall Loss Ratio	76.5%	135.3%	96.2%	92.1%	72.1%	95.7%	-39.6 p.p.	108.0%	85.0%	-23 p.p.
PSL Loss Ratio	63.1%	140.6%	89.4%	78.7%	57.6%	97.7%	-42.9 p.p.	104.6%	79.4%	-25.2 p.p.
IBNR Loss Ratio	13.4%	-5.2%	6.8%	13.4%	14.5%	-1.9%	3.3 p.p.	3.4%	5.6%	2.2 p.p.

Historical Retained Claims (R\$ million) and Loss Ratio (%)



Loss Ratio Brazil and Abroad (%)



- **Quarterly Comparison: 2Q21 x 2Q20**

In the first quarter of 2021 (2Q21), the total retained claims was R\$1,658.5 million, a reduction of 29.1% compared to the same period in 2020 (2Q20). The total loss ratio in 1Q21 presented a reduction of 36.9 p.p. compared to the same quarter of the previous year, from 135.3% to 95.7%. The reduction in the total loss ratio in 2Q21 is a reflection of the reduction in the PSL (Provisions of Claims to Settle) component, which refers to the claims notices that the Company received in the period, which decreased by 30.4% compared to 2Q20.

As in 2Q20, in 2Q21 there was a small reversion in the IBNR line of R\$33.2 million, due to the performance improvement in some lines of business.

Excluding run-off business claims, i.e. those deficit contracts not renewed within the re-underwriting strategy initiated in July 2020, which totaled R\$271.0 million; the 2Q21 loss ratio was 84.7%.

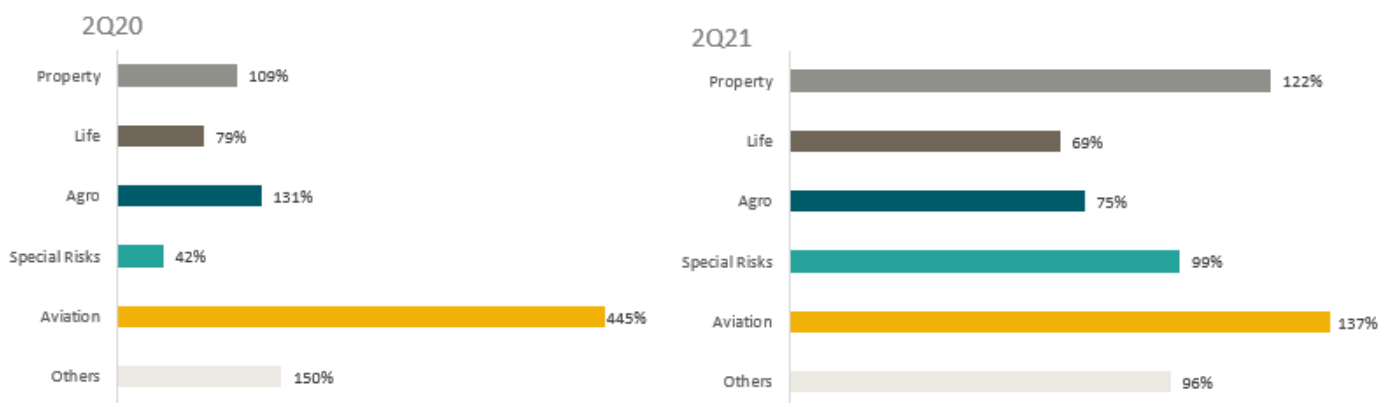
- ✓ **Loss Ratio in Brazil**

When analyzing by segment, it is noted that the loss ratio retained claim in Brazil decreased from 120.2% to 91.7% in 2Q21. In nominal terms, the retained claim presented a reduction of 2.4% from R\$788.5 million in 2Q20 to R\$769.6 million in 2Q21. The main effects are detailed below:

- **Rural Brazil:** loss ratios from 131% in 2Q20 to 75% in 2Q21: better performance in the summer crop harvests, although there may still be an impact in the coming quarters in winter crop harvests, whose risk assessment period will end throughout 3Q21.
- **Aviation Brazil:** loss ratios from 445% in 2Q20 to 137% in 2Q21: reduction of exposure in this segment.

Reduction partially offset by the increase in the loss ratios in the lines of **Property business in Brazil**, whose loss ratios increased from 109% to 122%, due to a loss adjustments in a specific facultative risk; and **Special Risks**, with an increase in the loss rate from 42% to 99%, due to a insurance claim recorded in *Oil&Gas*.

✓ Loss Ratio Brazil (%)



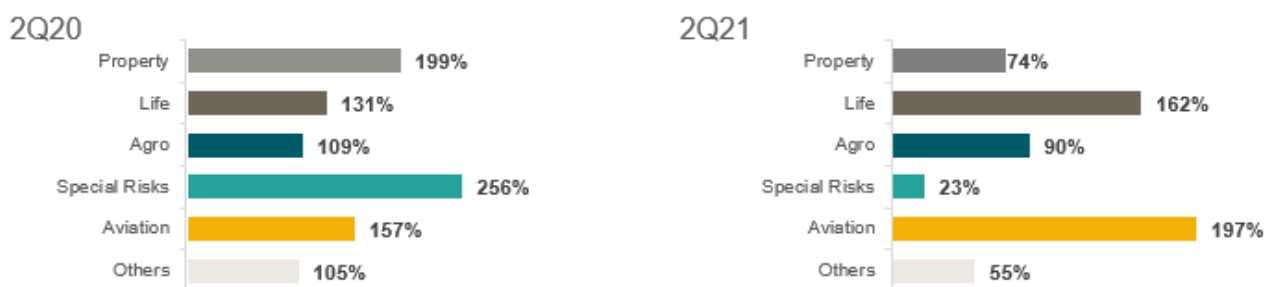
✓ Retained Claim Abroad

Loss ratio decreased 45 p.p., from 144.6% in 1Q20 to 99.5% in 1Q21, with emphasis on the reduction in the loss ratio of the segments below:

- **Property and Rural:** *re-underwriting measures* that promoted the cancellation of contracts with insufficient technical margin, with consequent decrease in the total amount of claims.
- **Special Risks Abroad:** In 2Q21, there were no severe claims on the Oil&Gas line as in 2Q20.

Reduction partially offset by the increase in the accident rate in the business lines of **Life Abroad** and **Aviation Abroad** in 2Q21, still reflecting claims of discontinued contracts.

✓ Loss Ratio Abroad (%)



Semi-annual comparison: 1H21 x 1H20

In the accumulated 2021 (1H21), the total retained claim was R\$2,707.5 million, a decrease of 22.4% compared to the same period in 2020 (1H20). The total loss ratio in 1Q21 decreased by 23.0 p.p., compared to the same quarter of the previous year, from 108.0% to 85.0%.

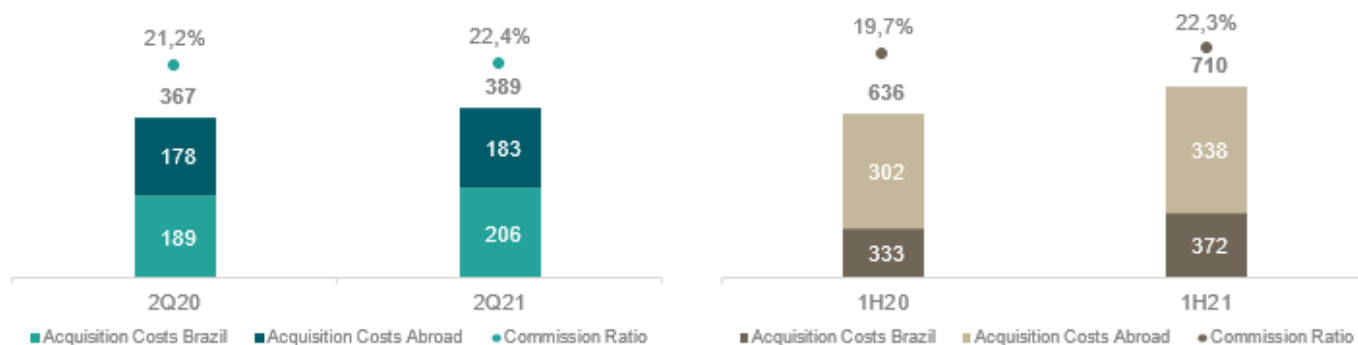
The fall in the claim reflects the impacts of the *re-underwriting* strategy, with a major improvement in the *run-on* ratio of continuing businesses, which stood at 77.8% in the first six months of 2021.

Acquisition Cost

Acquisition Cost by Segment and Business Lines

(R\$ million)	Quarter						Variation	Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Acquisition Costs Brazil	(144.8)	(188.6)	(149.0)	(148.7)	(166.8)	(205.5)	9.0%	(333.4)	(372.4)	11.7%
Property	(18.8)	(29.6)	(21.5)	(31.3)	(38.5)	(32.4)	9.3%	(48.4)	(70.9)	46.5%
Life	(5.3)	(31.3)	(11.2)	(22.1)	(13.0)	(36.4)	16.4%	(36.6)	(49.4)	35.1%
Agro	(80.5)	(91.9)	(72.8)	(61.5)	(72.5)	(93.2)	1.4%	(172.5)	(165.7)	-3.9%
Special Risks	(1.1)	(3.8)	(1.4)	(2.0)	(3.5)	(2.3)	-40.9%	(5.0)	(5.7)	15.8%
Aviation	(1.5)	(2.4)	(2.8)	(2.5)	(1.1)	(3.4)	44.0%	(3.8)	(4.5)	18.5%
Others	(37.6)	(29.6)	(39.4)	(29.3)	(38.2)	(37.9)	27.8%	(67.2)	(76.1)	13.2%
Acquisition Costs Abroad	(123.6)	(178.5)	(232.7)	(208.4)	(154.9)	(183.0)	2.6%	(302.1)	(337.9)	11.9%
Property	(49.7)	(72.5)	(106.8)	(97.2)	(71.1)	(92.2)	27.2%	(122.2)	(163.3)	33.7%
Life	(15.2)	(29.4)	(18.0)	(18.6)	(5.9)	(2.9)	-90.1%	(44.5)	(8.8)	-80.2%
Agro	(25.8)	(28.8)	(45.7)	(39.9)	(25.8)	(28.8)	0.0%	(54.6)	(54.5)	-0.1%
Special Risks	(3.2)	(4.2)	(5.9)	(4.2)	(4.0)	(3.9)	-6.6%	(7.5)	(8.0)	7.0%
Aviation	(10.6)	(13.6)	(30.6)	(17.0)	(21.7)	(26.7)	96.2%	(24.2)	(48.4)	100.3%
Others	(19.1)	(30.1)	(25.7)	(31.5)	(26.3)	(28.6)	-5.0%	(49.2)	(54.9)	11.5%
Acquisition Costs Total	(268.4)	(367.1)	(381.8)	(357.1)	(321.7)	(388.5)	5.8%	(635.5)	(710.3)	11.8%

Historical Acquisition Cost (R\$ million)



The acquisition cost in 2Q21 totaled R\$388.6 million, an increase of 5.8% in relation to 2Q20. When we analyze the ratio, acquisition cost over the earned premium in the period, it went from 21.2% in 2Q20 to 22.4% in 2Q21. This increase in the acquisition cost, recorded in 2Q21, has emphasis on the business lines: Property and Life in Brazil, and Property, Aviation and Others abroad, mainly, reflecting the increase in the share of written premium from proportional contracts, which have higher commissions.

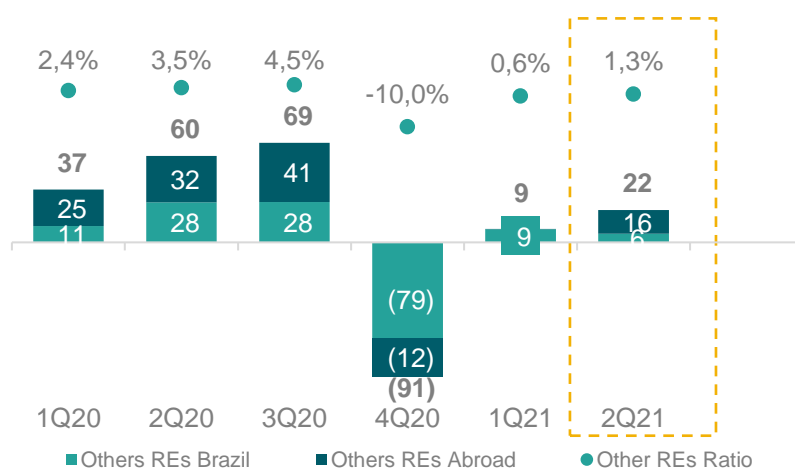
The acquisition cost in 1H21 totaled R\$710.3 million, an increase of 11.8% in relation to 1H20. This increase can be explained by the higher commissions of older contracts, negotiated before *hardening*. Therefore, the ratio acquisition cost over the earned premium in the period, it went from 2.6% in 1H20 to 22.3% in 1H21.

Other Operating Revenues and Expenses

Other Operating Revenues and Expenses by Segment and Business Lines

(R\$ million)	Quarter						Variation	Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Others Brazil	(11.2)	(27.7)	(27.9)	78.8	(9.1)	(6.1)	-78.0%	(38.9)	(15.2)	-60.9%
Property	(1.1)	(22.4)	(10.5)	6.8	(5.4)	(3.8)	-83.2%	(23.5)	(9.1)	-61.1%
Life	(7.1)	(2.4)	(6.3)	(2.9)	(2.9)	(0.3)	-86.3%	(9.5)	(3.2)	-65.7%
Agro	(1.3)	(3.1)	3.7	1.4	0.8	(1.0)	-67.8%	(4.5)	(0.2)	-94.5%
Special Risks	(0.4)	0.7	(1.8)	5.5	(3.4)	(0.6)	191.8%	0.3	(4.1)	1384.4%
Aviation	(0.7)	(1.6)	(1.2)	0.6	0.8	0.7	146.3%	(2.3)	1.5	165.4%
Others	(0.7)	1.2	(11.8)	67.4	1.1	(1.1)	192.6%	0.5	0.0	-95.3%
Others Abroad	(25.3)	(32.1)	(40.9)	12.4	(0.3)	(16.3)	-49.2%	(57.4)	(16.6)	-71.1%
Property	(11.4)	(14.0)	(18.6)	6.4	(2.7)	(9.2)	-34.5%	(25.4)	(11.9)	-53.2%
Life	(1.3)	(6.4)	(4.6)	5.7	(0.8)	2.2	134.7%	(7.6)	1.4	119.0%
Agro	(3.6)	(5.2)	(6.1)	4.5	5.4	(5.9)	13.3%	(8.8)	(0.5)	-94.8%
Special Risks	(0.2)	(0.3)	(0.5)	(0.5)	(0.1)	0.0	108.4%	(0.5)	(0.1)	-80.1%
Aviation	(2.5)	(0.4)	(7.3)	0.9	(1.7)	(1.8)	354.2%	(2.9)	(3.5)	18.3%
Others	(6.3)	(5.9)	(3.8)	(4.6)	(0.4)	(1.7)	-71.3%	(12.1)	(2.1)	-82.6%
Other Rds Total	(36.5)	(59.8)	(68.8)	91.1	(9.4)	(22.4)	-62.5%	(96.3)	(31.8)	-67.0%

Historical Other Operating Revenues and Expenses (R\$ million)



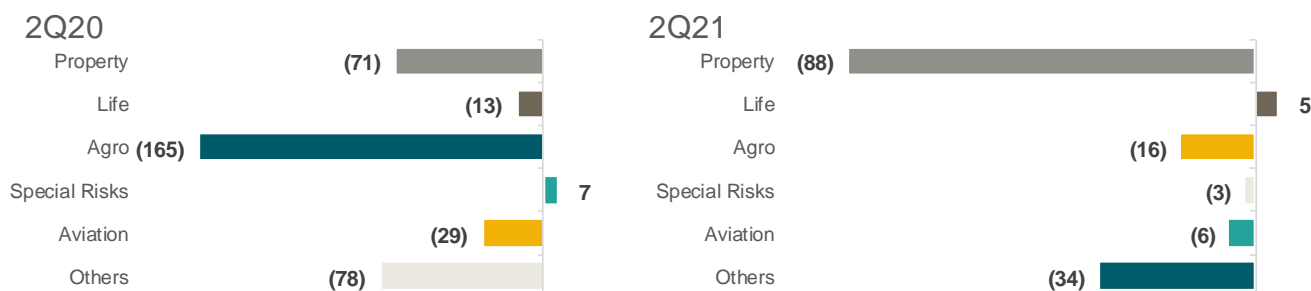
Other operating income and expenses recorded an expense of R\$22.4 million in 2Q21, compared to an expense of R\$ 59.8 million in 2Q20. As in the quarter, in the accumulated year (1H21), other operating income and expenses also decreased 67.0% compared to 1H20. This reduction in the periods is mainly due to the reversal of PDD, improvements in the collection process, and consequent clearing of financial pendings.

Underwriting Result

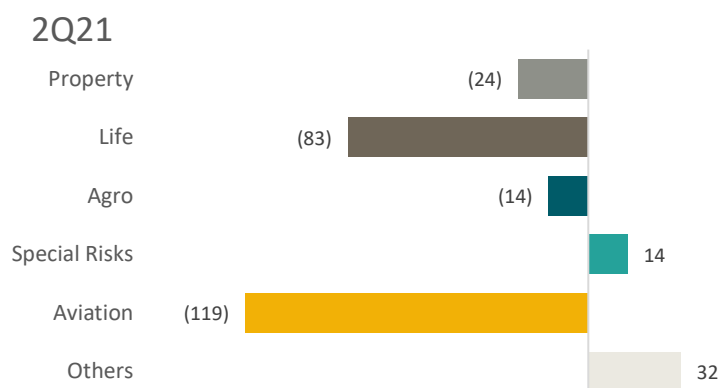
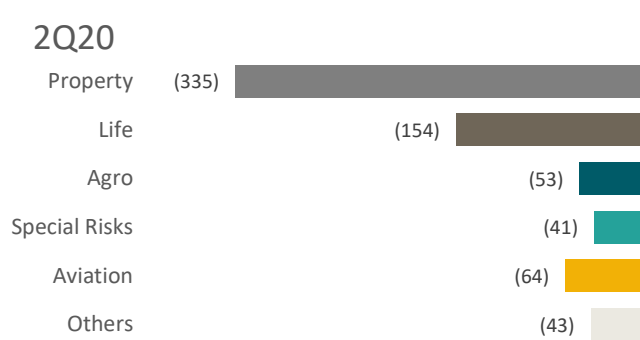
Underwriting Result by Segment and Business Lines

(R\$ million)	Quarter				Variation			Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Underwriting Result Brazil	16.3	(348.8)	101.2	(143.2)	39.2	(142.3)	-59.2%	(332.5)	(103.2)	-69.0%
Property	50.5	(70.8)	62.8	(106.4)	29.8	(87.9)	24.1%	(20.3)	(58.1)	185.7%
Life	(21.5)	(12.9)	(0.0)	(21.0)	49.9	4.7	-136.3%	(34.3)	54.6	-258.9%
Agro	38.0	(164.9)	12.0	(58.6)	(5.7)	(16.4)	-90.1%	(126.9)	(22.0)	-82.6%
Special Risks	(15.7)	7.3	16.9	(3.7)	(6.2)	(2.8)	-137.7%	(8.4)	(8.9)	6.0%
Aviation	(5.8)	(29.4)	11.4	7.7	(26.7)	(6.1)	-79.3%	(35.2)	(32.7)	-7.1%
Others	(29.1)	(78.2)	(1.8)	38.7	(2.0)	(33.9)	-56.6%	(107.3)	(35.9)	-66.5%
Underwriting Result Total	31.0	(688.9)	(493.8)	(50.9)	35.0	(194.8)	-71.7%	(658.0)	(159.8)	-75.7%
Property	(39.3)	(334.5)	(157.8)	46.6	(78.6)	(24.3)	-92.7%	(373.9)	(102.9)	-72.5%
Life	67.9	(153.7)	(379.3)	(120.8)	(13.6)	(83.4)	-45.7%	(85.8)	(97.1)	13.1%
Agro	(19.8)	(52.5)	(14.7)	11.6	91.3	(13.8)	-73.8%	(72.3)	77.5	-207.1%
Special Risks	2.9	(40.5)	14.3	(26.6)	1.9	13.6	-133.6%	(37.6)	15.5	-141.2%
Aviation	(14.0)	(64.2)	18.0	(2.5)	4.7	(119.0)	85.3%	(78.2)	(114.4)	46.3%
Others	33.3	(43.4)	25.8	40.8	29.5	32.1	-173.9%	(10.1)	61.6	-709.6%
Underwriting Result Total	47.3	(1,037.7)	(392.6)	(194.1)	74.2	(337.2)	-67.5%	(990.5)	(262.9)	-73.5%

✓ Underwriting Result Brazil (R\$ million)



Underwriting Result Abroad (R\$ million)



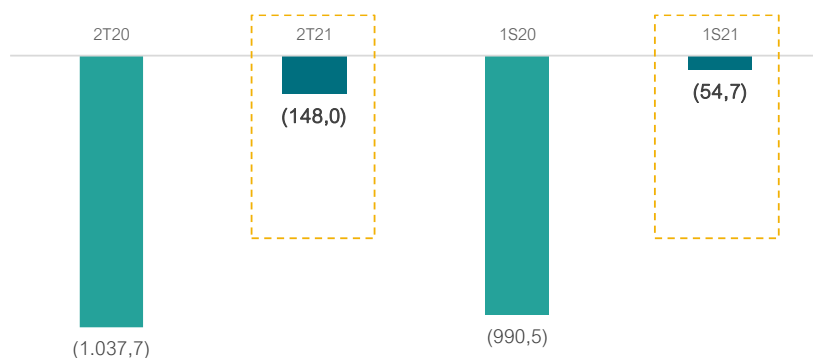
In 2Q21, the Company presented a negative underwriting result of R\$337.2 million, compared to a negative underwriting result in the same period of 2020 of R\$1,037.7 million, reflecting the trend of improvement in the results expected by the Company for the year 2021.

Additionally, excluding the effect of the contracts from the discontinued businesses (run-off) for the period of R\$189.1 million, the Company would have presented a negative underwriting result of R\$148.0 million in 2Q21.

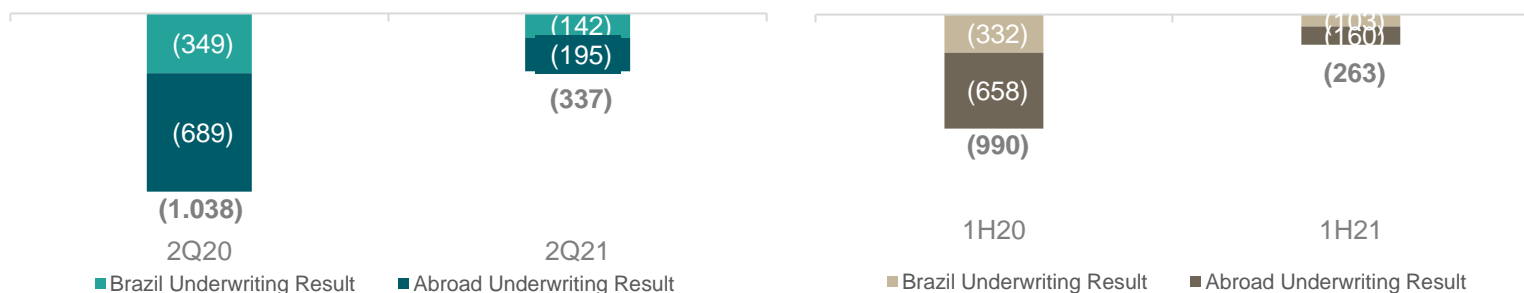
As widely publicized, the potential impact of the portfolio clean-up will represent a gradual improvement in the Company's underwriting result.

In the 1H21, the *negative underwriting result* of R\$262.9 million already improved compared to the 1H20, negative of R\$990.5 million, but still below what the Company estimates for the coming years, due to the tail of the discontinued contracts (*run-off*).

✓ Underwriting Result run-on normalized (R\$ million)



Underwriting Result: Brazil x Abroad (R\$ million)

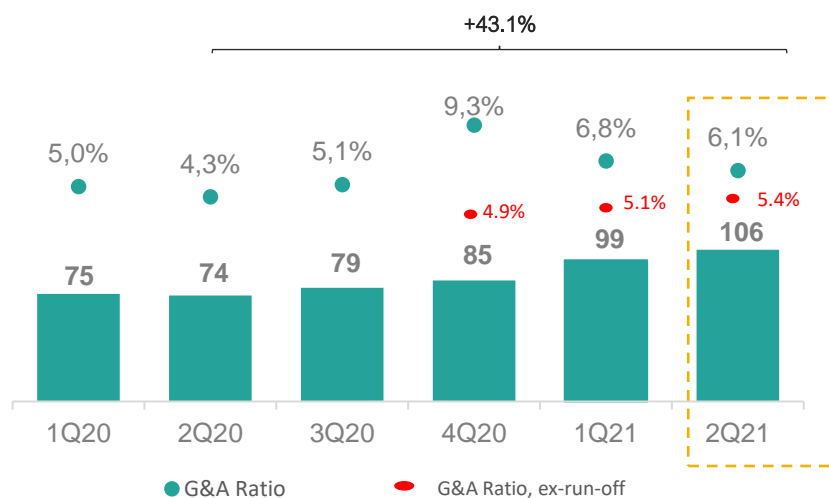


▪ **General and Administrative Expenses**

▪ **General and Administrative Expenses Breakdown**

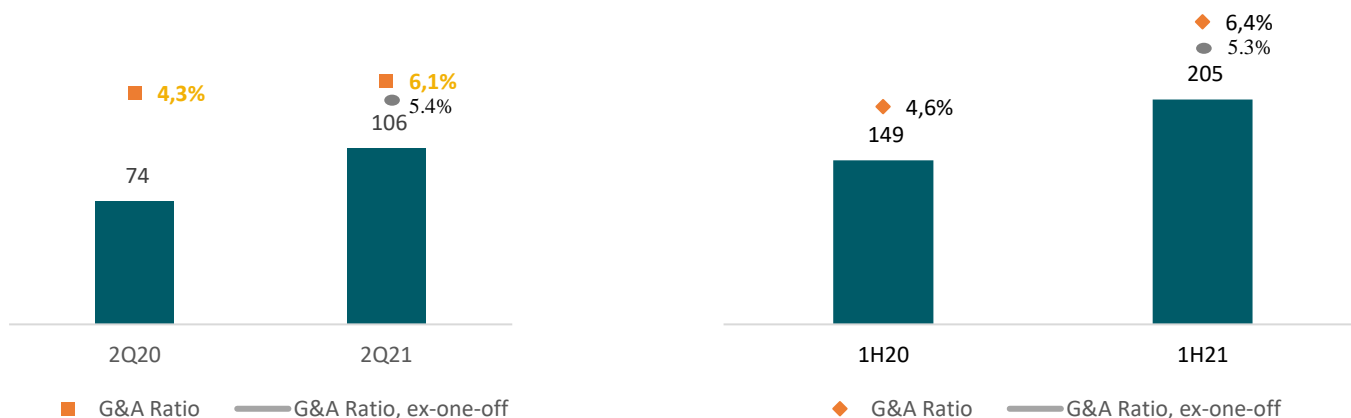
(R\$ million)	Quarter				Variation			Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Overhead Expenses	(75.1)	(74.1)	(79.3)	(84.5)	(98.6)	(106.0)	43.1%	(149.2)	(204.6)	37.2%
Own personnel	(42.9)	(33.7)	(38.9)	(36.0)	(45.6)	(37.5)	11.2%	(76.6)	(83.0)	8.3%
Third-party services	(5.7)	(15.0)	(13.5)	(18.9)	(14.6)	(9.7)	-35.1%	(20.7)	(24.4)	17.7%
Others	(17.5)	(18.7)	(23.0)	(23.2)	(31.3)	(51.6)	176.4%	(36.2)	(82.9)	129.3%
PREVIRB Impact	(9.0)	(6.7)	(3.9)	(6.3)	(7.1)	(7.2)	7.2%	(15.7)	(14.3)	-8.6%

Historical General and Administrative Expenses (R\$ million)



Note: 4Q20 excludes the LPT operation, 1Q21 and 2Q21: excludes non-recurring impacts.

Efficiency Index (%)



General and administrative expenses in 2Q21 totaled R\$106.0 million, an increase of 43.1% in relation to 2Q20. The administrative expense ratio was 6.1% in 2T21. In the first six months of 2021, administrative expenses increased by 37.2%, totaling R\$204.6 million, with an administrative expense ratio of 6.4%. This increase is mainly due to the following non-recurring effects (*one-off*):

- Payment of a PIS (Social Integration Program) and COFINS (Contribution for the Financing of Social Security) fine, related to the regularization of taxes, resulting from the re-filing of the financial statements, made by credit compensation and without cash outflow;

- Payment of indemnity of key personnel and provision of retention bonuses for the Company's Management;
- Provisions for labor judicial processes;
- Expenses with previous costs with IRB transformation (IFRS17 project, strategic planning consulting);

By excluding the non-recurring effects (*one-off*), the administrative expenses ratio in 2T21 would be 5.4% and in 1H21, 5.3%, mainly due to a change in the accounting of the special reserve related to the social security contribution plan, which negatively impacted the Others line.

▪ **Tax Expenses**

▪ **Tax Expenses Breakdown**

(R\$ million)	Quarter				Variation	Accumulated		Variation
	1Q20	2Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Tax Expenses	(6.2)	1.7	13.4	(53.4)	-3,332.3%	(4.5)	(39.9)	785.9%
<i>PIS</i>	(0.6)	(0.3)	2.2	(4.8)	1,677.1%	(0.9)	(2.6)	184.4%
<i>COFINS</i>	(1.6)	4.6	15.4	(27.2)	-695.2%	3.0	(11.8)	-494.4%
<i>Inspection fee</i>	(0.7)	(0.7)	(0.7)	(0.7)	0.0%	(1.5)	(1.4)	-0.9%
<i>Others</i>	(3.2)	(1.9)	(3.4)	(20.8)	979.6%	(5.1)	(24.2)	369.8%

In the comparison between 2Q21 and 2Q20, the tax expense of R\$53.4 million is primarily due to the higher PIS and COFINS of business abroad (which are not deferred).

The non-recurring negative impact of R\$17.5 million in 2Q21 refers to judicial provisions of taxes (ILL). If there were no such effect, the tax expense would be R\$ 35.9 million.

As informed in Note 1.4. - Change in accounting practice of the Financial Statements - of June 30, 2021, the Company is entitled to credit of PIS and COFINS on claims paid in the period but was not recording the deferred credits on claims provisions. During this semester, the Company analyzed the practices adopted in the insurance market in relation to the constitution of these tax credits and decided to change its accounting practice.

For this reason, as of 1Q21, the Company started to record the PIS and COFINS tax credits originating from the claims' provisions, less the provisions for claims recoveries. Contributions for PIS are provisioned at the rate of 0.65% and for COFINS at the rate of 4%.

For the purposes of calculating the bases of these contributions, the amounts are deductible when paid or received. This change in accounting practice generated a positive net income tax and social contribution effect of R\$49.6 million on the result for the semester ended June 30, 2021. As a result, the Company adjusted its information from previous periods to maintain the comparability of the information disclosed.

Financial and Real Estate Result

▪ **Financial and Real Estate Investments Breakdown**

(R\$ million)	Quarter				Variation			Accumulated		Variation
	1Q20	2Q20	3Q20	4Q20	1Q21	2Q21	(2Q21/ 2Q20)	1H20	1H21	(1H21/ 1H20)
Financial and Real Estate Result	121.0	49.1	115.3	(160.3)	103.6	89.2	81.7%	170.1	192.8	13.3%
Financial Result	(73.1)	50.2	115.8	(178.0)	103.9	90.6	80.3%	(22.8)	194.5	-952.1%
Real Estate Result	194.1	(1.1)	(0.4)	17.7	(0.3)	(1.4)	20.6%	193.0	(1.7)	-100.9%
Fin Assets Portfolio (R\$ million)	4.9	4.8	7.4	8.3	9.1	9.1	89.7%	4.8	9.1	89.7%
% CDI*		-	-	N.A.	146%	163%	-	-	-	-

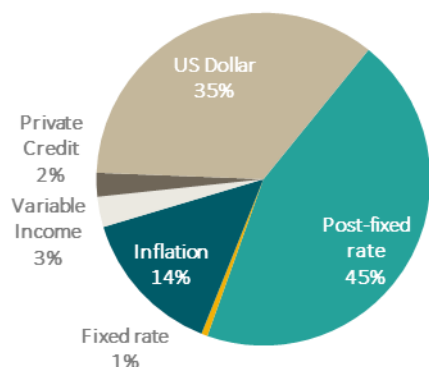
**excluding assets subject to exchange rate variation*

In 2Q21, the financial and real estate result was positive by R\$89.2 million, showing an increase of 81.7% in relation to the same period of 2020. The increase stems from the positive contribution of the Financial Result that presented a financial revenue in 2Q21 of R\$90.6 million, an increase of 80.3%, due to the following factors:

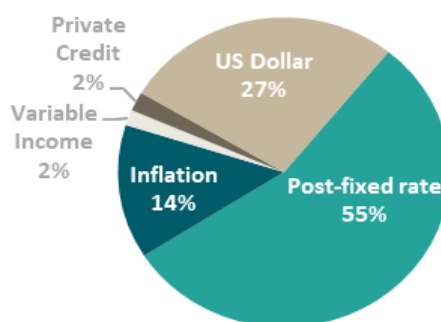
- Higher investment amounts, due to the fundraising events held in 2020 through the capital increase (R\$ 2.3 billion) and issuance of debentures (R\$ 826 million). Positive operating cash flow for the fourth consecutive quarter is also highlighted;
- Increase of the SELIC rate, from 2.25% p.a. in June/2020 to 4.25% p.a. in June/2021, mainly reflecting the remuneration of government securities and assets linked to CDI in the Company's investment portfolio;

- Diversification of investments, with greater exposure in variable income in 2021;
- Risk reduction with passive exchange variation, through the guarantor assets in foreign currency.

June 2021



June 2020



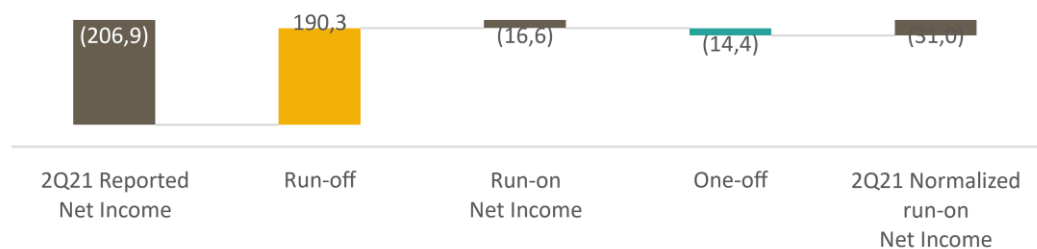
In the year (1H21), the financial and equity results increased 13.3%, totaling R\$192.8 million, primarily due to the increase in the financial result in the period. It is emphasized that in 1H20 it was recognized the capital gain from the sale of participation in shopping malls.

▪ **Net Income (Loss)**

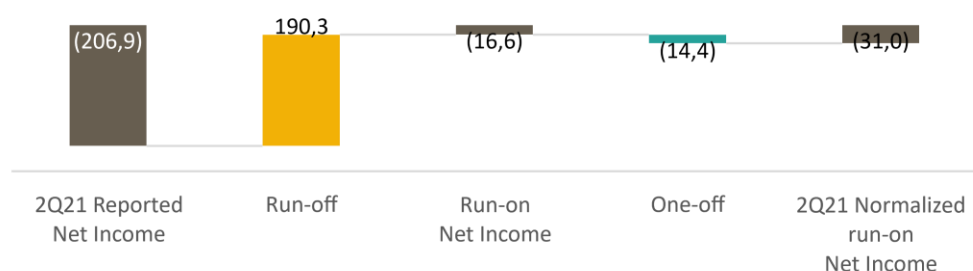
In 2Q21, the Company reported a net loss of R\$206.9 million, compared to a net income of R\$656.7 million in 2Q20, which represents a reduction of 68.5% in the period.

The Company's net loss in 2Q21 was negatively impacted by: (i) *discontinued business (run-off)*, with effect of R\$190.3 million, partially offset by the non-recurring effect (*one-offs*) in the order of R\$14.4 million (tax and administrative expenses that were offset by tax credit). By excluding such *run-off* and *one-off* effects, the Company would have shown a net loss of less than R\$31.0 million in 2Q21, as shown in the chart below:

(R\$ million)



In the six months of 2021, net loss totaled R\$156.1 million, compared to a net loss of R\$621.7 million in 1H20. By excluding *the run-off* and *one-off* effects of the year-to-date, the Company recorded a Net Income of R\$57.1 million, demonstrating a positive trend for its continued business (*run-on*), as can be seen below:



▪ **Combined Ratio**

In the 1Q21, the Company presented a combined index of 128.7% compared to 164.2% in the 2Q20,. The combined index of remaining trades reached 118.7% in 2Q21. In the six months, the combined index of the remaining business totaled 109.9%.

The combined index of 2Q21 totaled 122.4%, an improvement of 37.3 p.p. compared to 2Q20. In the six months to 2021, the combined expanded business index reached 109.3%, while the combined expansion of the remaining totaled 103.3%.

▪ **Branch Abroad**

IRB Brasil RE has carried out studies in relation to operations, credits and other issues related to its London subsidiary, in strict compliance with local laws and regulations, with a view to supporting strategic decisions of the Company's deliberative bodies in relation to that subsidiary, which will be duly

communicated to the Company's shareholders and other stakeholders, in the time and mode required by the applicable regulations.

- **Other Highlights**

- **Deliberations of the Extraordinary General Meetings**

At an Ordinary and Extraordinary General Meeting held on April 30, 2021, the Federal Union, as the owner of the Golden Share, elected Mr. Antônio Cássio dos Santos to the position of President of the Board of Directors and Mr. Jorge Lauriano Nicolai Sant'Anna, to the position of substitute of the Chairman of the Board of Directors.

The Extraordinary General Meeting of July 28, 2021 approved the election of the list of candidates to the Board of Directors for the unified term of office of two (2) years, which is composed of:

- André Marcelo da Silva Prado
- Antonio Francisco de Lima Neto
- Ellen Gracie Northfleet
- Henrique José Fernandes Luz
- Hugo Daniel Castillo Irigoyen
- Ivan Gonçalves Passos
- Marcos Pessoa de Queiroz Falcão
- Regina Helena Fabregas Ferreira

In continuation of the same Extraordinary General Meeting, which occurred in a second call on August 6, 2021, approved an amendment to the Company's Bylaws. Such changes improve the corporate governance process, in line with good market practices.

From the formation of the new Board, sworn in in July 2021, and the changes introduced in the Bylaws, the next issues to be decided soon by the Company's higher collegiate will be the process of choosing the CEO and the disclosure of projections for the Company's results (Guidances).

▪ Share Repurchase Program

The Company has a Share Repurchase Program that was approved on February 19, 2020, effective to August 18, 2021. During the period in which it was open, the Company repurchased 7,850,000 shares. The number of treasury shares, as of June 30, 2021, totaled 12,603,800 nominative common shares.

In order for the Company to keep the Share Repurchase Program open, it must have available reserves, which exceed the financial amount subject to the said Program. According to CVM Instruction No. 567/2015, available reserves are:

- (i) retained earnings, less;
- (ii) constitution of the Legal Reserve;
- (iii) profit reserves to realize;
- (iv) special reserve of mandatory dividend not distributed;
- (v) tax incentives; and more
- (vi) the result already achieved of the current fiscal year.

Verifying the position on 06/30/21, the Company does not yet have the regulatory conditions to support the financial value of the Program. The calculation of these reserves can be checked below:

Balance line (R\$ thousand)	Amount on 30/06/21
Retained earnings	833,753
<u>less</u>	
(-) constitution of the Legal Reserve	(167,698)
Profit reserves	(574,024)
(-) special reserve of undistributed mandatory dividend	(91,025)
(-) tax incentives	-
<u>plus</u>	
(+) result already realized of the current fiscal year	(156,145)
(=) Resources available for the Repurchase Program	(155,139)

Consequently, the Company will not renew the Share Repurchase Program at this time, in compliance with current regulations.

▪ Lawsuit against former administrators

The Company filed lawsuits against those involved in the irregularities discovered in the Company in 2020. These processes are ongoing in the planned normal course and involve sensitive information. As soon as there is news that can be disseminated and shared, since the processes run in secrecy of justice, the Company will inform the market. The IRB reported what was determined to the competent authorities and regulatory bodies and believes that it has completed this step.

BALANCE SHEET ANALYSIS

Assets - R\$ Million	June 30, 2021	Mar. 31, 2021	Dec. 31, 2020	% Var.	Var. Nominal Var.
Current liabilities	14,510.1	16,403.6	15,423.2	-5.9%	(913.1)
Cash	29.7	58.5	14.6	104.1%	15.2
Cash and cash equivalents	29.7	58.5	14.6	104.1%	15.2
Investments	4,598.1	5,057.5	3,852.3	19.4%	745.8
Credits from reinsurance and retrocession transactions	4,913.8	6,067.9	5,764.4	-14.8%	(850.7)
Transactions with insurers	3,785.5	4,390.0	4,193.8	-9.7%	(408.3)
Transactions with reinsurers	1,153.6	1,600.0	1,496.5	-22.9%	(343.0)
Other operating credits	32.9	137.7	139.2	-76.3%	(106.2)
(-) Provision for credit risks	(58.2)	(59.8)	(65.1)	-10.6%	6.9
Retrocession assets - technical provisions	4,578.8	4,835.6	5,093.4	-10.1%	(514.7)
Premium - retrocession	897.1	1,107.3	1,352.8	-33.7%	(455.7)
Claims - retrocession	3,670.8	3,717.1	3,732.9	-1.7%	(62.1)
Other provisions	10.9	11.2	7.8	41.1%	3.2
Bills and credits receivable	229.4	219.1	571.5	-59.9%	(342.0)
Bills and credits receivable	80.2	78.3	389.1	-79.4%	(309.0)
Tax and social security credits	149.3	140.8	182.3	-18.1%	(33.1)
Prepaid expenses	43.8	31.3	7.5	480.3%	36.2
Deferred acquisition costs	116.5	133.8	119.4	-2.4%	(2.9)
Non-current liabilities	7,662.4	7,020.5	7,456.4	2.8%	205.9
Long-term assets	7,424.3	6,774.0	7,206.3	3.0%	218.0
Investments	4,496.0	4,002.7	4,461.6	0.8%	34.4
Retrocession assets - technical provisions	84.7	89.3	68.4	23.9%	16.3
Premium - retrocession	84.7	89.3	68.4	23.9%	16.3
Bills and credits receivable	2,830.4	2,666.5	2,664.8	6.2%	165.7
Bills and credits receivable	469.3	524.2	523.1	-10.3%	(53.8)
Tax and social security credits	1,726.1	1,524.8	1,525.9	13.1%	200.2
Tax credits	212.8	193.3	233.8	-9.0%	(21.0)
Deferred tax assets	1,513.4	1,331.5	1,292.1	17.1%	221.2
Court and taxes deposits	635.0	617.5	615.7	3.1%	19.3
Deferred acquisition costs	13.1	15.5	11.6	13.7%	1.6

Investments	109.9	112.6	111.6	-1.5%	(1.7)
Equity interest	20.7	23.4	22.3	-7.1%	(1.6)
Investment property	89.0	89.0	89.1	-0.2%	(0.2)
Other investments	0.2	0.2	0.2	1.9%	0.0
Property and equipment	65.2	70.4	72.6	-10.2%	(7.4)
Intangible assets	63.0	63.4	65.9	-4.4%	(2.9)
Total assets	22,172.5	23,424.2	22,879.6	-3.1%	(707.1)

Liabilities and Shareholders' Equity – R\$ Million	June 30, 2021	Mar. 31, 2021	Dec. 31, 2020	% Var.	Var. Nominal Var.
Current liabilities	16,312.7	17,302.2	16,826.5	-3.1%	(513.8)
Accounts payable	645.8	652.5	690.4	-6.5%	(44.6)
Obligations payable	452.1	447.2	450.6	0.3%	1.5
Taxes and social charges payable	24.0	35.8	39.0	-38.5%	(15.0)
Labor provisions	14.2	11.8	11.1	28.5%	3.2
Provisions for post-employment benefits	44.0	44.8	43.9	0.2%	0.1
Taxes and contributions payable	101.2	98.1	141.7	-28.6%	(40.5)
Provisions for investment devaluation	0.0	0.0	0.0	-	0.0
Loans and Financing	10.3	14.8	4.2	148.5%	6.2
Debts from reinsurance and retrocession transactions	1,819.5	2,228.1	2,569.7	-29.2%	(750.1)
Transactions with insurers	3.9	8.0	4.5	-13.3%	(0.6)
Transactions with reinsurers	1,546.7	1,914.7	2,336.4	-33.8%	(789.7)
Reinsurance and retrocession brokers	177.8	213.3	181.4	-2.0%	(3.6)
Other operating debts	91.1	92.1	47.4	92.0%	43.7
Third-party deposits	260.3	478.7	317.4	-18.0%	(57.1)
Technical provisions - reinsurance and retrocession	13,587.0	13,942.9	13,249.0	2.6%	338.1
Property and casualty and group life insurance	13,587.0	13,942.9	13,249.0	2.6%	338.1
Provision for unearned premiums	2,627.5	3,139.7	3,278.6	-19.9%	(651.1)
Unsettled claims	7,258.3	6,772.6	6,417.1	13.1%	841.3
Provision for claims incurred but not	3,462.9	3,785.4	3,341.4	3.6%	121.5
Other provisions	238.3	245.2	211.9	12.5%	26.4
Non-current liabilities	1,648.0	1,726.1	1,638.3	0.6%	9.7
Long-term liabilities	1,648.0	1,726.1	1,638.3	0.6%	9.7
Accounts payable	1,254.6	1,274.0	1,297.9	-3.3%	(43.3)
Provisions for post-employment benefits	431.8	449.6	474.1	-8.9%	(42.3)
Borrowings and Financing	817.8	817.1	816.5	0.2%	1.3
Obligations payable	5.0	7.3	7.3	-31.2%	(2.3)
Debts from reinsurance and retrocession	0.8	0.8	0.8	0.0%	0.0
Other operating debts	0.8	0.8	0.8	0.0%	0.0
Technical provisions - reinsurance and retrocession	314.0	390.1	283.0	11.0%	31.0
Property and casualty and group life insurance	314.0	390.1	283.0	11.0%	31.0
Provision for unearned premiums	314.0	390.1	283.0	11.0%	31.0
Other debts	78.6	61.1	56.7	38.7%	21.9
Civil and labor contingencies	60.8	60.7	56.7	7.2%	4.1
Tax liabilities	17.8	0.4	0.0	-	17.8
Total liabilities	17,960.7	19,028.3	18,464.8	-2.7%	(504.1)

Shareholders' Equity	4,211.8	4,395.8	4,414.8	-4.6%	(203.0)
Capital	4,253.1	4,253.1	1,953.1	117.8%	2,300.0
Capital increase to be approved	0.0	0.0	2,300.0	-100.0%	(2,300.0)
Expenditure for share issue	(33.6)	(33.6)	(33.6)	0.0%	0.0
Profit reserves	832.7	832.7	832.7	0.0%	0.0
Equity valuation adjustments	(401.6)	(424.5)	(354.7)	13.2%	(46.9)
Treasury shares	(283.8)	(283.8)	(283.8)	0.0%	0.0
Retained earnings	1.0	1.0	1.0	0.0%	0.0
Accumulated Profits/Losses	(156.1)	50.8	0.0	-	(156.1)
Total liabilities and shareholders' equity	22,172.5	23,424.2	22,879.6	-3.1%	(707.1)

DISCLAIMER

This document was prepared by IRB Brasil RE and should not be considered as a source of investment data. This document may contain certain forward looking statements and information related to the Company that reflect the current views and/or expectations of the Company and its management with respect to its performance, its business and future events. Forward-looking statements include, without limitation, any statement that has a forecast, indication or estimates and projections of future results, performance or objectives, as well as words such as "we believe", "we anticipate", "we expect", "we estimate", "we project", among other words with similar meaning. Such forward-looking statements are subject to risks, uncertainties and future events. We caution investors that a number of important factors cause actual results to differ materially from such plans, objectives, expectations, projections and intentions expressed in this presentation. In no event will the Company, its subsidiaries, directors, officers, agents or employees be liable to third parties (including investors) for any investment decision made based on the information and statements contained in this presentation, or for any damage resulting therefrom, corresponding or specific. The market and possible competitive position information, including market projections cited throughout this document, were obtained through internal research, market research, information in the public domain and business publications.

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Balance sheets In thousands of reais

(A free translation of the original in Portuguese)

Assets	Note	Parent company		Consolidated	
		June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Current assets		14,502,982	15,407,587	14,510,117	15,423,203
Cash	5	5,952	14,190	29,729	14,563
Cash and cash equivalents		5,952	14,190	29,729	14,563
Marketable securities	6.1	4,644,017	3,880,318	4,598,111	3,852,340
Receivables from reinsurance and retrocession operations	7.1	4,913,762	5,764,412	4,913,762	5,764,412
Transactions with insurers	7.2	3,785,461	4,193,770	3,785,461	4,193,770
Transactions with reinsurers	7.2	1,153,556	1,496,530	1,153,556	1,496,530
Other receivables	7.2	32,940	139,172	32,940	139,172
(-) Provision for credit risks	7.3	(58,195)	(65,060)	(58,195)	(65,060)
Retrocession assets - technical reserves		4,578,781	5,093,437	4,578,781	5,093,437
Premiums - retrocession	9.2	897,064	1,352,762	897,064	1,352,762
Claims - retrocession	9.1	3,670,774	3,732,920	3,670,774	3,732,920
Other reserves	9.3	10,943	7,755	10,943	7,755
Trade and other receivables		200,842	528,256	229,441	571,474
Trade and other receivables	10	54,497	357,061	80,155	389,126
Corporate bonds		-	307,132	-	307,132
Other trade receivables		54,497	49,929	80,155	81,994
Tax credits and deferred tax assets	11.1	146,345	171,195	149,286	182,348
Prepaid expenses		43,092	7,538	43,757	7,541
Deferred acquisition costs	12	116,536	119,436	116,536	119,436
Non-current assets		7,572,347	7,341,026	7,662,375	7,456,431
Long-term receivables		7,377,820	7,135,851	7,424,298	7,206,317
Marketable securities	6.1	4,496,007	4,461,615	4,496,007	4,461,615
Retrocession assets - technical reserves	9.2	84,697	68,386	84,697	68,386
Premiums - retrocession		84,697	68,386	84,697	68,386
Trade and other receivables		2,783,969	2,594,292	2,830,447	2,664,758
Trade and other receivables	10	469,338	523,145	469,338	523,145
Corporate bonds		362,309	387,600	362,309	387,600
Other trade receivables		107,029	135,545	107,029	135,545
Tax credits and deferred tax assets		1,679,658	1,455,463	1,726,136	1,525,929
Tax credits	11.1	170,734	165,843	212,751	233,786
Deferred tax assets	11.1	1,508,924	1,289,620	1,513,385	1,292,143
Court deposits	20	634,973	615,684	634,973	615,684
Deferred acquisition costs	12	13,147	11,558	13,147	11,558
Investments		66,598	66,966	109,916	111,645
Investments accounted for using the equity method	4.1	61,656	61,870	20,747	22,323
Investment property	13	4,728	4,885	88,955	89,112
Other investments		214	211	214	210
Property and equipment		65,077	72,505	65,153	72,582
Intangible assets		62,852	65,704	63,008	65,887
Total assets		22,075,329	22,748,613	22,172,492	22,879,634

The accompanying notes are an integral part of this quarterly information. The information presented above has been prepared for improving the understanding of readers. The reconciliation between the respective amounts and the quarterly information forms made available at Empresas.Net (CVM system) are presented in Attachment 2 - Other information that the Company considers relevant.

IRB-Brasil Resseguros S.A.

Balance sheets In thousands of reais

(A free translation of the original in Portuguese)

Liabilities and shareholders' equity	Note	Parent company		Consolidated	
		June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Current liabilities		16,215,516	16,695,470	16,312,679	16,826,491
Trade and other payables		548,652	559,388	645,815	690,409
Trade payables	14	445,243	437,148	452,101	450,564
Taxes and payroll charges payable		23,807	38,742	24,001	39,005
Labor provisions		14,060	10,918	14,202	11,051
Provisions for post-employment benefits	23.4	43,975	43,886	43,975	43,886
Taxes and contributions payable		11,229	24,534	101,198	141,743
Borrowings and financing	15	10,338	4,160	10,338	4,160
Payable for reinsurance and retrocession operations	16.1	1,819,521	2,569,668	1,819,521	2,569,668
Transactions with insurers		3,893	4,489	3,893	4,489
Transactions with reinsurers		1,546,710	2,336,361	1,546,710	2,336,361
Reinsurance and retrocession brokers		177,823	181,384	177,823	181,384
Other payables		91,095	47,434	91,095	47,434
Third-party deposits	8	260,308	317,441	260,308	317,441
Technical reserves - reinsurance and retrocession		13,587,035	13,248,973	13,587,035	13,248,973
Property and casualty and group life insurance		13,587,035	13,248,973	13,587,035	13,248,973
Unearned premium reserve	17.1	2,627,505	3,278,614	2,627,505	3,278,614
Risks in force issued		2,356,523	2,969,835	2,356,523	2,969,835
Risks in force not issued		270,982	308,779	270,982	308,779
Outstanding claims	17.2	7,258,317	6,417,059	7,258,317	6,417,059
IBNR reserve	17.2	3,462,903	3,341,396	3,462,903	3,341,396
Other reserves	17.3	238,310	211,904	238,310	211,904
Non-current liabilities		1,648,035	1,638,341	1,648,035	1,638,341
Long-term liabilities		1,648,035	1,638,341	1,648,035	1,638,341
Trade and other payables		1,254,620	1,297,884	1,254,620	1,297,884
Provisions for post-employment benefits	23.4	431,833	474,143	431,833	474,143
Borrowings and financing	15	817,790	816,476	817,790	816,476
Trade payables	14	4,997	7,265	4,997	7,265
Payables for reinsurance and retrocession operations	16.1	789	789	789	789
Other payables		789	789	789	789
Technical reserves - reinsurance and retrocession	17.1	314,040	282,999	314,040	282,999
Property and casualty and group life insurance		314,040	282,999	314,040	282,999
Unearned premium reserve		314,040	282,999	314,040	282,999
Risks in force issued		301,201	271,151	301,201	271,151
Risks in force not issued		12,839	11,848	12,839	11,848
Other payables		78,586	56,669	78,586	56,669
Civil and labor contingencies	20	60,766	56,669	60,766	56,669
Tax liabilities	20	17,820	-	17,820	-
Total liabilities		17,863,551	18,333,811	17,960,714	18,464,832
Equity	21	4,211,778	4,414,802	4,211,778	4,414,802
Capital		4,219,524	4,219,524	4,219,524	4,219,524
Authorized capital		4,253,080	1,953,080	4,253,080	1,953,080
Capital increase pending approval		-	2,300,000	-	2,300,000
Expenditure for share issue		(33,556)	(33,556)	(33,556)	(33,556)
Capital reserves		1,006	1,006	1,006	1,006
Treasury shares	21.2	(283,760)	(283,760)	(283,760)	(283,760)
Profit reserves		832,747	832,747	832,747	832,747
Equity valuation adjustment	21.3	(401,594)	(354,715)	(401,594)	(354,715)
Retained losses		(156,145)	-	(156,145)	-
Total liabilities and equity		22,075,329	22,748,613	22,172,492	22,879,634

The accompanying notes are an integral part of this quarterly information. The information presented above has been prepared for improving the understanding of readers. The reconciliation between the respective amounts and the quarterly information forms made available at Empresas.Net (CVM system) are presented in Attachment 2 - Other information that the Company considers relevant.

Statements of profit or loss
Periods ended June 30
In thousands of reais
(A free translation of the original in Portuguese)

Note	Quarter				First half of the year			
	Parent company		Consolidated		Parent company		Consolidated	
	April 1 to June 30, 2021	April 1 to June 30, 2020	April 1 to June 30, 2021	April 1 to June 30, 2020	January 1 to June 30, 2021	January 1 to June 30, 2020	January 1 to June 30, 2021	January 1 to June 30, 2020
Net written premiums	1,762,606	2,178,918	1,762,606	2,178,918	3,442,620	3,937,592	3,442,620	3,937,592
Changes in technical reserves	308,927	(75,782)	308,927	(75,782)	492,047	(25,166)	492,047	(25,166)
Earned premiums	2,071,533	2,103,136	2,071,533	2,103,136	3,934,667	3,912,426	3,934,667	3,912,426
Incurred claims	(2,233,005)	(2,868,847)	(2,233,005)	(2,868,847)	(3,725,769)	(4,303,362)	(3,725,769)	(4,303,362)
Direct claims	(2,294,649)	(2,950,483)	(2,294,649)	(2,950,483)	(3,562,912)	(4,226,240)	(3,562,912)	(4,226,240)
Salvage and reimbursements	48,991	29,389	48,991	29,389	56,422	20,019	56,422	20,019
Change in IBNR reserve	12,653	52,247	12,653	52,247	(219,279)	(97,141)	(219,279)	(97,141)
Acquisition costs	(60,270)	(65,406)	(60,270)	(65,406)	(126,726)	(114,145)	(126,726)	(114,145)
Commissions	(60,270)	(65,406)	(60,270)	(65,406)	(126,726)	(114,145)	(126,726)	(114,145)
Other operating income and expenses	(23,048)	(58,439)	(23,048)	(58,439)	(41,400)	(94,616)	(41,400)	(94,616)
Profit (loss) from retrocession	(103,899)	(171,138)	(103,899)	(171,138)	(317,470)	(382,804)	(317,470)	(382,804)
Revenue from retrocession	592,946	525,043	592,946	525,043	1,039,321	837,991	1,039,321	837,991
Expense for retrocession	(667,509)	(677,931)	(667,509)	(677,931)	(1,331,465)	(1,207,175)	(1,331,465)	(1,207,175)
Salvage and reimbursements to retrocessionaire	(29,896)	(21,986)	(29,896)	(21,986)	(33,989)	(20,927)	(33,989)	(20,927)
Other operating income, net	560	3,736	560	3,736	8,663	7,307	8,663	7,307
Administrative expenses	(105,137)	(82,072)	(106,042)	(79,199)	(197,529)	(149,483)	(204,458)	(159,149)
Tax receivable (expenses)	(55,497)	17,728	(57,613)	(2,889)	(44,534)	13,853	(48,159)	(12,133)
Finance income	80,425	36,732	95,060	74,284	170,813	(16,097)	196,298	(29,687)
Finance income	365,263	224,038	508,921	418,961	707,288	466,326	1,035,212	795,328
Finance costs	(284,838)	(185,306)	(413,861)	(344,677)	(536,475)	(482,423)	(838,914)	(825,015)
Share of profit of equity-accounted investees	9,197	19,448	(97)	(1,184)	9,183	102,613	(505)	192,831
Income (expenses) from investment property, net	(78)	(79)	(86)	(1,141)	(157)	(158)	(373)	192,966
Adjustment of investments in subsidiaries	9,237	19,515	-	-	9,337	102,771	-	-
Other share of profit, net	38	12	(11)	(43)	3	-	(132)	(135)
Operating profit (loss)	(419,701)	(1,066,858)	(417,381)	(1,069,682)	(338,765)	(1,031,615)	(333,522)	(990,639)
Gains or losses on non-current assets	(1,293)	(101)	(1,293)	(101)	(1,293)	(101)	(1,293)	(101)
Net income before taxes	(420,994)	(1,066,959)	(418,674)	(1,069,783)	(340,058)	(1,031,716)	(334,815)	(990,740)
Income tax	123,191	256,400	121,488	258,514	103,082	256,415	99,233	226,327
Social contribution	90,857	153,840	90,240	154,550	80,831	153,638	79,437	142,750
Loss for the period	(206,946)	(656,719)	(206,946)	(656,719)	(156,145)	(621,663)	(156,145)	(621,663)
Number of shares	1,255,286,531	923,396,200	1,255,286,531	923,396,200	1,255,286,531	923,396,200	1,255,286,531	923,396,200
Loss per share - basic and diluted	(0.16)	(0.71)	(0.16)	(0.71)	(0.16)	(0.71)	(0.16)	(0.71)

The accompanying notes are an integral part of this quarterly information. The information presented above has been prepared for improving the understanding of readers. The reconciliation between the respective amounts and the quarterly information forms made available at Empresas.Net (CVM system) are presented in Attachment 2 - Other information that the Company considers relevant.

IRB-Brasil Resseguros S.A.

Statements of comprehensive income (loss) Periods ended June 30 In thousands of reais

(A free translation of the original in Portuguese)

	Note	Quarter		First half of the year	
		Parent Company and Consolidated		Parent Company and Consolidated	
		April 1 to June 30, 2021	April 1 to June 30, 2020	January 1 to June 30, 2021	January 1 to June 30, 2020
Loss for the period		(206,946)	(656,719)	(156,145)	(621,663)
Other comprehensive income					
Items that may be reclassified to profit or loss					
Exchange differences on translation of foreign operations	21.3	4,570	(3,169)	(17,121)	(21,721)
Available-for-sale financial assets					
Changes in the fair value of available-for-sale financial assets in the period	21.3	4,700	35,244	(61,099)	(39,041)
Unrealized gains (losses) on securities - Subsidiaries	21.3	254	(4,267)	(663)	(4,025)
Income tax and social contribution	21.3	(1,880)	(14,097)	24,440	15,616
Total		7,644	13,711	(54,443)	(49,171)
Items that will not be reclassified to profit or loss					
Post-employment benefits					
Remeasurement of post-employment benefit obligations	23.5	25,395	(97,193)	12,610	(121,474)
Income tax and social contribution	21.3	(10,159)	38,877	(5,046)	48,590
Total		15,236	(58,316)	7,564	(72,884)
Total other comprehensive income		22,880	(44,605)	(46,879)	(122,055)
Total comprehensive income (loss) for the period		(184,066)	(701,324)	(203,024)	(743,718)

The accompanying notes are an integral part of this quarterly information. The information presented above has been prepared for improving the understanding of readers. The reconciliation between the respective amounts and the quarterly information forms made available at Empresas.Net (CVM system) are presented in Attachment 2 - Other information that the Company considers relevant.

**Statements of changes in equity
First halves ended June 30
In thousands of reais**
(A free translation of the original in Portuguese)

	Capital			Capital reserves	Granted shares and Treasury shares	Profit reserves				Equity valuation adjustment	Retained earnings (losses)	Equity attributable to owners of the parent company
	Authorized capital	Capital increase pending approval	Expenditure for share issue			Legal	Retained earnings	Statutory profit reserve	Special reserve mandatory minimum dividend			
Balances as at January 1, 2020 (originally reported)	1,953,080	-	-	-	(12,197)	167,698	878,026	1,058,589	91,025	(191,071)	-	3,945,150
Prior year adjustments	-	-	-	-	-	-	-	118,925	-	-	-	118,925
Balances as at January 1, 2020 ((Restated))	1,953,080	-	-	-	(12,197)	167,698	878,026	1,177,514	91,025	(191,071)	-	4,064,075
Comprehensive income for the period												
Adjustment to market value of securities	-	-	-	-	-	-	-	-	-	(27,450)	-	(27,450)
Cumulative translation adjustments	-	-	-	-	-	-	-	-	-	(21,721)	-	(21,721)
Actuarial gains on post-employment benefit	-	-	-	-	-	-	-	-	-	(72,884)	-	(72,884)
Profit (loss) for the period	-	-	-	-	-	-	-	-	-	-	(621,663)	(621,663)
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	(122,055)	(621,663)	(743,718)
Contributions from shareholders and distributions to shareholders												
Distribution of interest on shareholders' equity	-	-	-	-	-	-	-	-	-	-	-	-
Share repurchase	-	-	-	-	(270,870)	-	-	-	-	-	-	(270,870)
Shares granted, cancelled and forfeited	-	-	-	-	(693)	-	-	-	-	-	-	(693)
Total contributions from shareholders and distributions to shareholders	-	-	-	-	(271,563)	-	-	-	-	-	-	(271,563)
Balances as at June 30, 2020 ((Restated))	1,953,080	-	-	-	(283,760)	167,698	878,026	1,177,514	91,025	(313,126)	(621,663)	3,048,794
Balances as at January 1, 2021 (originally reported)	1,953,080	2,300,000	(33,556)	1,006	(283,760)	167,698	-	415,352	91,025	(354,715)	-	4,256,130
Prior year adjustments	-	-	-	-	-	-	-	158,672	-	-	-	158,672
Balances as at January 1, 2021 ((Restated))	1,953,080	2,300,000	(33,556)	1,006	(283,760)	167,698	-	574,024	91,025	(354,715)	-	4,414,802
Comprehensive income for the period												
Adjustment to market value of securities	-	-	-	-	-	-	-	-	-	(37,322)	-	(37,322)
Cumulative translation adjustments	-	-	-	-	-	-	-	-	-	(17,121)	-	(17,121)
Actuarial gains on post-employment benefit	-	-	-	-	-	-	-	-	-	7,564	-	7,564
Profit (loss) for the period	-	-	-	-	-	-	-	-	-	-	(156,145)	(156,145)
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	(46,879)	(156,145)	(203,024)
Contributions from shareholders and distributions to shareholders												
Approval of capital increase on March 1, 2021	2,300,000	(2,300,000)	-	-	-	-	-	-	-	-	-	-
Total contributions from shareholders and distributions to shareholders	2,300,000	(2,300,000)	-	-	-	-	-	-	-	-	-	-
Balances as at June 30, 2021	4,253,080	-	(33,556)	1,006	(283,760)	167,698	-	574,024	91,025	(401,594)	(156,145)	4,211,778

The accompanying notes are an integral part of this quarterly information. The information presented above has been prepared for improving the understanding of readers. The reconciliation between the respective amounts and the quarterly information forms made available at Empresas.Net (CVM system) are presented in Attachment 2 - Other information that the Company considers relevant.

IRB-Brasil Resseguros S.A.

Statements of cash flows – (Direct method)

First halves ended June 30

In thousands of reais

(A free translation of the original in Portuguese)

	Parent company		Consolidated	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
Operating activities				
Premium received	4,270,462	4,570,216	4,270,462	4,570,216
Recovery of claims and commissions	805,140	629,930	805,140	629,930
Other operational receipts (payments) - salvage, reimbursements and others	(18,188)	21,405	(18,188)	21,405
Court settlement received (Note 10)	358,158	-	358,158	-
Payments of claims	(2,228,655)	(3,371,855)	(2,228,655)	(3,371,855)
Payments of claim expenses, commission and other	(655,913)	(737,091)	(655,913)	(737,091)
Transfer of premiums for ceding risks	(1,318,719)	(1,164,896)	(1,318,719)	(1,164,896)
Payments of expenses and obligations	(311,983)	(245,204)	(311,156)	(315,709)
Operating receipts from subsidiaries - sale of interest in shopping centers, real estate and real estate fund	-	-	-	768,602
Operating receipts from subsidiaries - rents and management and performance fee	-	-	30,709	-
Receipt of interest and dividends	298	235	445	235
Reversal (recognition) of court deposits	(15,794)	172	(15,794)	172
Cash from (used in) operations	884,806	(297,088)	916,489	401,009
Income tax and social contribution on net income	(168)	(64,208)	(4,568)	(130,030)
Paid interests	(22,949)	-	(22,949)	-
Marketable securities				
Investments at fair value through profit or loss	(6,215,545)	(2,709,932)	(6,214,419)	(2,732,951)
Proceeds from sale and calls of investments at fair value through profit or loss	4,878,738	2,506,016	4,878,738	2,530,816
Net marketable securities	(1,336,807)	(203,916)	(1,335,681)	(202,135)
Net cash from (used in) operating activities	(475,118)	(565,212)	(446,709)	68,844
Investing activities				
Available-for-sale investments	(1,161,109)	(1,596,352)	(1,162,107)	(2,194,306)
Proceeds from sale and call of available-for-sale investments	1,639,455	1,915,144	1,642,760	2,527,124
Dividends - Ownership interests	7,312	303,880	-	-
Capital reduction - Ownership interests	-	318,931	-	-
Payment for the purchase of:				
Property and equipment	(791)	(1,533)	(791)	(1,533)
Intangible assets	(14,573)	(25,645)	(14,573)	(25,645)
Leases	(761)	(1,637)	(761)	(1,637)
Net cash from investing activities	469,533	912,788	464,528	304,003
Financing activities				
Cost of debenture issue	(1,104)	-	(1,104)	-
Share repurchase	-	(270,870)	-	(270,870)
Net cash used in financing activities	(1,104)	(270,870)	(1,104)	(270,870)
Increase (decrease) in cash and cash equivalents	(6,689)	76,706	16,715	101,977
Exchange rate change on cash and cash equivalents	(1,549)	(4,771)	(1,549)	(4,771)
Increase (decrease) in cash and cash equivalents after exchange rate change	(8,238)	71,935	15,166	97,206
Cash and cash equivalents at the beginning of the first half of the year	14,190	24,895	14,563	35,864
Cash and cash equivalents at the end of the first half of the year	5,952	96,830	29,729	133,070

The accompanying notes are an integral part of this quarterly information. The information presented above has been prepared for improving the understanding of readers. The reconciliation between the respective amounts and the quarterly information forms made available at Empresas.Net (CVM system) are presented in Attachment 2 - Other information that the Company considers relevant.

IRB-Brasil Resseguros S.A.

Statements of cash flows – (Direct method)

First halves ended June 30

In thousands of reais

(continued)

	Parent company		Consolidated	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
Reconciliation between loss for the first half of the year and net cash from operating activities				
Loss for the first half of the year	(156,145)	(621,663)	(156,145)	(621,663)
Adjustments to loss for the first half of the year				
Depreciation and amortization	21,754	20,381	21,784	20,409
Recognition (reversal) of allowance for doubtful accounts	(6,865)	47,329	(6,865)	47,329
Increase of impairment loss on assets	(4)	-	(4)	-
Gain on disposal of property and equipment and intangible assets	1,293	-	1,293	-
Share of profit of equity-accounted investees	(9,337)	(102,771)	-	-
Exchange rate change on cash and cash equivalents	1,549	4,771	1,549	4,771
Other adjustments	1,135	1,409	1,079	(15,900)
Changes in asset and liability accounts				
Marketable securities	(1,337,536)	(527,306)	(1,336,302)	(440,689)
Receivables from insurance and reinsurance operations	857,515	(1,205,575)	857,515	(1,205,575)
Retrocession assets	498,345	(503,700)	498,345	(503,700)
Investment properties	-	-	-	346,784
Tax credits and deferred tax assets	(179,951)	(682,201)	(171,739)	(751,174)
Prepaid expenses	(35,554)	(14,393)	(36,216)	(14,393)
Deferred acquisition costs	1,311	(52,942)	1,311	(52,942)
Trade and other receivables	356,371	(133,548)	386,632	86,843
Court deposits	(19,289)	62,984	(19,289)	62,984
Trade and other payables	17,011	(10,054)	24,372	(69,082)
Taxes and contributions	(28,240)	45,146	(55,548)	68,884
Payables for insurance and reinsurance operations	(750,147)	142,151	(750,147)	142,151
Third-party deposits	(57,133)	(33,269)	(57,133)	(33,269)
Technical reserves - insurance and reinsurance	369,103	3,038,824	369,103	3,038,824
Other liabilities	(42,221)	18,719	(42,221)	17,756
Provisions for lawsuits	21,917	(59,504)	21,917	(59,504)
Net cash from (used in) operations	(475,118)	(565,212)	(446,709)	68,844

The accompanying notes are an integral part of this quarterly information. The information presented above has been prepared for improving the understanding of readers. The reconciliation between the respective amounts and the quarterly information forms made available at Empresas.Net (CVM system) are presented in Attachment 2 - Other information that the Company considers relevant.

IRB-Brasil Resseguros S.A.

Statements of value added First halves ended June 30 In thousands of reais

(A free translation of the original in Portuguese)

	Parent company		Consolidated	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
Revenues				
Insurance operations	3,442,620	3,937,592	3,442,620	3,937,592
Recognition (reversal) of allowance for doubtful accounts	6,865	(47,329)	6,865	(47,329)
Changes in technical reserves	492,047	(25,166)	492,047	(25,166)
Other	(174,988)	(161,533)	(174,988)	63,467
Net revenue	3,766,544	3,703,564	3,766,544	3,928,564
Net expenses				
Claims	(3,562,912)	(4,226,240)	(3,562,912)	(4,226,240)
Change in IBNR reserve	(219,279)	(97,141)	(219,279)	(97,141)
Salvage and reimbursements	56,422	20,019	56,422	20,019
	(3,725,769)	(4,303,362)	(3,725,769)	(4,303,362)
Inputs acquired from third parties				
Materials, energy and other	(14,435)	(19,141)	(19,328)	(20,330)
Third-party services and commissions, net	(26,450)	(22,106)	(26,939)	(23,154)
	(40,885)	(41,247)	(46,267)	(43,484)
Gross value added	(110)	(641,045)	(5,492)	(418,282)
Depreciation, amortization and depletion	(21,754)	(20,381)	(21,784)	(20,409)
Net value added produced by the company	(21,864)	(661,426)	(27,276)	(438,691)
Value added received in transfer				
Finance income, net	170,813	-	196,298	-
Income (expenses) from retrocession	(317,470)	(382,804)	(317,470)	(382,804)
Share of profit of equity-accounted investees	9,337	102,771	-	-
Other	(2,048)	(1,409)	(2,382)	(33,404)
	(139,368)	(281,442)	(123,554)	(416,208)
Total value added to be distributed	(161,232)	(942,868)	(150,830)	(854,899)
Distribution of value added				
Personnel	134,292	86,604	135,826	94,021
Taxes, fees and contributions	(139,379)	(423,906)	(130,511)	(356,944)
Finance costs, net	-	16,097	-	29,687
Loss incurred in the first half of the year	(156,145)	(621,663)	(156,145)	(621,663)
Distributed value added	(161,232)	(942,868)	(150,830)	(854,899)

The accompanying notes are an integral part of this quarterly information. The information presented above has been prepared for improving the understanding of readers. The reconciliation between the respective amounts and the quarterly information forms made available at Empresas.Net (CVM system) are presented in Attachment 2 - Other information that the Company considers relevant.

Section A – General Information

1.1 Operations

IRB-Brasil Resseguros S.A. (“IRB Brasil RE”, “Reinsurer” or “Company”) is a publicly-held company incorporated in 1939 by the then President Getúlio Vargas, with its registered office at Avenida Marechal Câmara, 171, in the city of Rio de Janeiro, and offices in São Paulo, Buenos Aires and London. Its main activities comprise reinsurance operations in Brazil and abroad. The Company’s shares are traded on B3 S.A - Brasil, Bolsa, Balcão (B3).

The parent company and consolidated quarterly information as at June 30, 2021 was approved by the Company’s Board of Directors on August 13, 2021.

1.2 Additional information

1.2.1 Impacts caused by the new coronavirus (COVID-19)

The global outbreak of a new coronavirus strain, COVID-19, gave rise to economic uncertainties that continue to exert an adverse impact on the economic conditions and global markets, including Brazil. Particularly and for public health and safety purposes, the state and municipal governments of Brazil determined the lockdown of non-essential businesses, plants and operations.

In response to the outbreak, the Company adopted many measures for protecting the health of its employees and the stability of its operations, including the following: (i) implementation of home office and several related preventative measures, and (ii) remote support to customers by our team. In addition, since March 2020 IRB Brasil RE has a committee to devise a strategic action plan, for being ready to face the potential impacts created by the pandemic.

With the purpose of supporting studies on the effectiveness of drugs in the COVID-19 treatment, the Company made a donation to Fundação Oswaldo Cruz (“Fiocruz”), leader of the “Unidos contra a COVID-19” (United against COVID-19) campaign.

As a result of the Committee’s works, the Company launched in May 2020 an exclusive tool that analyzes the pandemic risks and enables insurers to technically analyze and estimate the potential losses on COVID-19-related claims.

The main impacts on the Company’s operations from the pandemic’s effects on the world and Brazilian economies are related to the increment to finance costs, as a result of the devaluation of the real against the main currencies for contracts in 2020, besides the increase in the loss ratio of certain lines, as mentioned in Note 25.1.

The extent of the COVID-19 impact on operations and financial performance also depend on future developments, including its duration and spread, and its impact on the Company’s customers, which therefore cannot be estimated. If the pandemic or the resulting economic slowdown continues to worsen, the Company may experience a greater claim volume or higher technical reserve levels, which could have a material adverse effect on the results of its operations and cash flows. The analysis of expected impacts on the Company’s business lines is described in further detail in Note 25.1. The Management will keep actively taking stock of the situation and may take other actions that change the business operations, as required by the federal, state or municipal authorities, or that it considers that are in the best interests of our employees, customers and shareholders.

1.2.2 Developments of the investigation regarding the shareholding

On March 4, 2020, IRB Brasil RE’s Board of Directors determined the establishment of a fact-finding procedure for identifying the exact circumstances under which the disclosure of information by the Company concerning its shareholding had occurred. On June 26, 2020, the independent investigation conducted by KPMG Assessores Ltda. and Felsberg Advogados into the disclosure of information on the Company’s shareholding was concluded. This investigation found those responsible for disseminating untrue information on the Company’s shareholding - particularly regarding the US company Berkshire Hathaway -, who performed these irregular acts, individually, with expired terms of offices and no regular management powers.

Additionally, the Company detected irregularities in the payment of supposed bonus to former Officers and other employees of IRB Brasil RE through its subsidiaries.

The Company also found that in February and March 2020, the Company’s shares were repurchased in excess of the quantities authorized by the Board of Directors by 2,850,000 shares.

The IRB Brasil RE's current Management submitted the conclusions from all of the above-mentioned procedures to the Federal Public Attorney's Office, the Brazilian Securities and Exchange Commission (CVM) and the Superintendence of Private Insurance (SUSEP). The Company is cooperating with the investigations that the pertinent authorities are currently conducting, providing the required clarifications, information and documents. It has also adopted the appropriate legal measures to recover all losses that it suffered due to illegal conduct engaged by the involved individuals, particularly by bringing a derivative action against the former Statutory Executive Officers of the Company, which was duly approved by the shareholders at the Annual and Extraordinary Shareholders' Meeting of 2020, held on July 31, 2020.

All of these operations were performed without the knowledge of IRB Brasil RE's Board of Directors, and those who were primarily responsible for all the found irregularities, who have already been identified, are no longer employed by the Company.

1.2.3 Internal survey of accounting information

Considering the signs of the above-mentioned dissemination of untrue information, the Company's Management, as approved by the Board of Directors, adopted additional procedures for collecting data and information, supported by external forensic advisory experts, to check whether there was any manipulation of information and accounting data in the audited parent company and consolidated financial statements for the years ended December 31, 2019 and 2018 and previous periods. The works were substantially completed on June 26, 2020, and resulted in the following main actions which were or are being taken:

- Corporate Governance: revision of the Company's By-laws, aimed to improve the best practices; increase in the number of independent members and elimination of alternates; increase in the number of statutory executive officers and clearer specification of the respective responsibilities; revision of the Committees supporting the Board of Directors and their rules, establishing the participation of external experts.
- Personnel: substitution of the executives who performed key duties, including the executive and statutory boards; removal of employees; analysis of the Company's organization chart; reformulation of the bonus policy and other benefits tied to the individual performance of employees and executives, with greater emphasis on meritocracy and the specific attributions of each duty.
- Internal controls: (i) survey of internal processes to identify and correct any internal control vulnerability that could have enabled the performance of manipulations; (ii) analysis and reformulation, when applicable, of the internal accounting and actuarial policies that require critical judgments, particularly those related to technical reserves; (iii) survey of the information technology policies and procedures, particularly those related to the revision of controls over access and segregation of duties; (iv) correction of vulnerabilities of the reporting channels;
- Financial statements: restatement of the parent company and consolidated financial statements for the years ended December 31, 2019 and December 31, 2018, and quarterly information for 2019.

The Company will continue to work on fraud and manipulation prevention, by adopting a strict policy on ethics and conduct to be disseminated among employees, customers and partners. IRB Brasil RE is a historic, solid, traditional institution with high solvency levels and consistent operational performance, and will continue to affirm its commitment to operate with responsibility and integrity to its customers, shareholders, market, and other stakeholders.

1.2.4 Criminal Actions

On August 17, 2020 the Company informed to the market that it had filed with the Federal Attorney's Office of Rio de Janeiro a petition calling for a criminal action regarding the irregularities found in the Company's quarterly information, including those disclosed on February 18, 2020, due to the accounting misstatements and manipulations, among other irregularities found by the internal and forensic investigations, which caused the financial statements for the year 2019 to be reissued, as disclosed in the Material Fact notice of June 29, 2020.

In addition to the criminal action related to accounting manipulations, there are another two criminal actions in progress, which were filed based on the documentation found in internal investigations regarding (i) the Company's shareholding (Note about Berkshire), as well as (ii) the irregularities in the distribution of bonus to former Statutory Officers and Employees of the Company and in the share repurchase program approved on February 19, 2020.

These three criminal actions mentioned above are in the evidentiary stage, not yet being judged.

1.2.5 Administrative Investigations at the Brazilian Securities and Exchange Commission (CVM)

The Company is currently party to two Administrative Investigations at CVM, the subjects of which are described below:

- (i) **CVM Administrative Investigation 19957.003611/2020-91**: Administrative investigation conducted to find any irregularities related to transactions on the B3 involving the common shares issued by IRB and its derivatives, in the period from January 1 to March 31, 2020. The investigation is a result of Administrative Proceedings 19957.002942/2020-11, filed to evaluate transactions on B3 involving the common shares issued by IRB and its derivatives, because of: (i) the drop noted in the quoted prices of the shares issued by IRB after the disclosure by

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Squadra Investimentos – Gestão de Recursos Ltda. (“Squadra”); (ii) the supposed conflict of interest, even publicly admitted by Squadra, as it has short positions in the shares issued by IRB; (iii) the subsequent events that reinforced the drop in the quoted prices of the shares issued by the Company, culminating in the resignation of the CEO and Deputy CEO, Chief Financial and Investor Relations Officer of the Company on March 4, 2020; and

(ii) CVM Administrative Investigation 19957.003612/2020-35: Administrative investigation conducted to find any irregularities related to the disclosure of information by IRB and its management members. The investigation is a result of CVM Proceedings 19957.011072/2019-20, 19957.001517/2020-05 and 19957.000767/2020-10 filed to verify the suspicions raised by the company Squadra Investimentos - Gestão de Recursos Ltda. (“Squadra”) about the compliance of IRB’s financial statements with the accounting and regulatory standards in effect.

Both CVM Administrative Proceedings mentioned above are in evidentiary stage, not yet being judged.

1.2.6 End of the special inspection

According to the Material Fact released to the market on April 7, 2021, the Superintendence of Private Insurance (SUSEP), through Electronic Letter 04/2021/CGFIP/DIR4/SUSEP, informed the Company that its Managing Board, in the extraordinary meeting held on April 6, 2021, unanimously decided to approve the end of the Special Inspection to which Article 89 of Decree-Law 73/66 refers, to which the Reinsurer was subject.

1.3 Basis of preparation

The parent company and consolidated quarterly information has been prepared and are being presented according to the Technical Pronouncement CPC 21 (R1) - “Interim Financial Reporting” and the IAS 34 - “Interim Financial Reporting”, issued by the International Accounting Standards Board (IASB), as well as rules issued by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of quarterly information, and evidence all information of the quarterly information itself, and only it, which are consistent with that used by Management in its administration.

In accordance with CPC 21 (R1) Interim Financial Reporting and the Management’s assessment of the material impacts on the information to be disclosed, the notes described below are not being presented or are presented in condensed format. This quarterly information should be read in conjunction with the notes disclosed in the financial statements as at December 31, 2020.

The following notes are not presented or are presented in the condensed format:

- Accounting practices and policies;
- Investments;
- Property and equipment;
- Intangible assets;
- Provisions for taxes and contributions;
- Court deposits, other lawsuits and tax liabilities;
- Labor provisions.

Except for the change in the accounting practice described in Note 1.4, the accounting policies are being presented consistently with the accounting practices adopted in the parent company and consolidated financial statements for the year ended December 31, 2020. Accordingly, the quarterly information should be read in conjunction with the information disclosed in the financial statements as at December 31, 2020.

The preparation of parent company and consolidated quarterly information requires the use of certain critical accounting estimates and exercise of judgment by the Company’s Management in applying the accounting policies of the Company.

The Company has a branch in Argentina whose operations began on September 1, 2011. The accounting balances corresponding to this branch are recognized in the parent company and consolidated balances of the Company.

IRB Brasil RE has a branch in London with the purpose of managing the runoff of the portfolios in which the Company used to operate. According to the notice to the market disclosed on January 4, 2021, the Company engaged an external specialized consulting firm to review its strategies that consider the analysis of alternatives regarding the future of the London branch’s activities. As soon as it is completed and approved by the Company’s Management, such review will be disclosed to the market.

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1.3.1 Consolidation

The Company consolidates all entities that it controls, that is, when it is exposed to, or has rights to, variable returns from its involvement with the investee and has power to direct its relevant activities.

The subsidiaries included in the consolidation are described in Note 4.2, and the accounting policies followed in the preparation of the consolidated quarterly information are described below.

Subsidiaries are all entities over which the Company has the power to establish the financial and operating policies, usually by holding shares that confer more than half of the voting rights (voting capital). The existence and the effect of possible voting rights, either currently exercisable or convertible, are considered when evaluating whether the Company controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Company. The consolidation ceases from the date the Company loses control.

As at June 30, 2021, the Company has a company that concentrates the Reinsurer's investment properties and an Asset Management.

The Company made a capital contribution to IRB Asset Management (wholly-owned subsidiary of the Company) in 2017. On July 16, 2018, CVM authorized such subsidiary to provide Securities Portfolio Administration Services. After following the appropriate procedures of Brazilian Association of Financial and Capital Market Entities (ANBIMA) and preparing to start-up its operations, IRB Asset Management began managing the exclusive investment funds previously managed by the parent company.

The information on subsidiaries is shown below:

	June 30, 2021	
	IRB Investimentos e Participações Imobiliárias S.A.	IRB Asset Management
Interest percentage in capital	100.0%	100.0%
Assets	109,846	23,019
Liabilities	84,348	7,608
Equity at the end of the first half of the year	25,498	15,411
Net income (loss) for the first half of the year	(3,981)	13,318

	December 31, 2020	
	IRB Investimentos e Participações Imobiliárias S.A.	IRB Asset Management
Interest percentage in capital	100.0%	100.0%
Assets	146,730	12,290
Liabilities	116,588	2,884
Equity at the end of the year	30,142	9,406
Net income for the year	74,391 (a)	61,266

(a) The Company, through its subsidiary IRB Investimentos e Participações Imobiliárias, sold its interests in shopping centers in the years 2019 and 2020.

It should be noted that IRB Investimentos e Participações Imobiliárias S.A. is a company incorporated to purchase, sell and develop real estate assets.

The Company also holds the all of the quotes of the following investment funds:

- BB IRB Brasil RE Liquidez Fundo de Investimento Renda Fixa
- Fundo de Investimento RF IRB Brasil RE Absoluto (managed by IRB Asset Management)
- IRB Fundo de Investimento Multimercado (managed by IRB Asset Management)
- IRB Fundo de Investimento Renda Fixa Crédito Privado (managed by IRB Asset Management)
- IRB Fundo de Investimento em Ações (managed by IRB Asset Management)
- IRB Caixa Fundo de Investimento Renda Fixa (managed by IRB Asset Management)
- IRB Macro Fundo de Investimento Multimercado (managed by IRB Asset Management)
- Parking Partners Fundo de Investimento Imobiliário – FII (managed by IRB Asset Management)
- IRB London Fundo de Investimento Multimercado (managed by IRB Asset Management)
- CSHG 2500 Fundo de Investimento Renda Fixa (managed by IRB Asset Management)

The Company's consolidated quarterly information has been prepared to consolidate the above-mentioned exclusive investment funds, the subsidiary IRB Investimentos e Participações Imobiliárias S.A., and IRB Asset Management.

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1.4 Change in accounting practice

The Company is entitled to credits of PIS and COFINS levied on claims paid in the period, but has not recognized deferred assets on claim reserves. During the first half of the year, the Company analyzed the practices adopted in the insurance market regarding the recognition of such receivables arising from tax credits and decided to change its accounting practice.

For this reason, from the first quarter of 2021, the Company started to recognize deferred tax assets of PIS and COFINS arising from claim reserves, less the claim recovery reserves. The PIS contributions are accrued at the rate of 0.65%, whereas the COFINS ones are accrued at the rate of 4%.

For purposes of determining the tax bases of such contributions, the amounts are deductible when paid or received. This change in accounting practice gave rise to a positive effect net of income tax and social contribution of R\$ 49,554 in the profit or loss for the first half year ended June 30, 2020. Consequently, the Company adjusted its information for prior periods to maintain the comparability of the disclosed information, as shown below:

	Quarter	
	Parent Company and Consolidated	
	April 1 to June 30, 2020	
1 - Impacts on the Company's profit or loss and equity		
Deferred PIS and COFINS		47,287
Expense for income tax and social contribution on adjustments		(18,915)
Effect on the profit or loss for the quarter		28,372

	Parent Company and Consolidated	
	June 30, 2020	December 31, 2020
1 - Impacts on the Company's profit or loss and equity		
Deferred PIS and COFINS	82,591	66,245
Expense for income tax and social contribution on adjustments	(33,037)	(26,498)
Effect on profit or loss	49,554	39,747
Prior year adjustments	118,925	118,925
Effect on equity	168,479	158,672

2 - Accumulated impacts on the Company's assets		
Deferred PIS and COFINS	280,799	264,450
Expense for income tax and social contribution on adjustments	(112,320)	(105,778)
Effect on assets	168,479	158,672

Section B – Risks

2 Risk management

IRB Brasil RE considers risk management to be key in optimizing the use of capital and secure optimal opportunities, to obtain the best risk-return ratio for its shareholders. Risk management protects the Company's solvency and long-term results by undertaking a process of identification, measurement and handling of the risks to which the Company is exposed when carrying out its operations. It is also aimed to meet the regulatory authority's requirements as well as assure the adequacy, strengthening and efficient operation of the Internal Control System.

Considering the relevance conferred to this theme within the organizational context, the Company has an Executive Vice-president of Risks, Compliance and Legal (to which the Enterprise Risk and Compliance Managements report), who takes on the responsibility for the risk management oversight in IRB Brasil RE. Nonetheless, the Statutory Board, the Board of Directors, the Risk Management Committee and other advisory or deliberative bodies remain committed to support and foster risk management in the scope of the Company.

In December 2020, the A.M. Best rating agency, based in the US, affirmed the rating A- in the global credit risk rating scale.

As disclosed to the market, the Company carried out its first and second issues of simple, non-convertible debentures in September and November 2020, respectively. The rating agency Standard&Poor's Global Ratings ("S&P") assigned the "brAAA" rating for these transactions.

2.1 Three-line model

IRB Brasil RE adopts the three-line model in its Risk Management framework to provide greater solidity to Corporate Governance. This model assists the Company in the identification of the structures and processes that are the most useful to fulfill its goals, protecting the interests prioritized by stakeholders, as well as the legal, regulatory and ethic requirements.

The first line is represented by the operational areas, for which the managers are directly responsible, that provide services to the Company's customers, as well as manage the risks of its processes.

The second line comprises the organization's Enterprise and Compliance Risk units, which assist in the risk management and have the duty to continually instruct, monitor and assess the first line's processes, risks and controls.

The third line, represented by Internal Audit, has the duty to independently evaluate the adequacy and effectiveness of governance and risk management.

In addition, it is worth noting that the three lines operate on a simultaneous and integrated basis, through communication, cooperation and collaboration, providing appropriate support to transparency in risk-based decision making.

2.2 Main risk types

Enterprise risk management comprises the following risk categories: operational, underwriting, market, credit and liquidity, each comprising many subcategories.

The Company understands that these categories represent its main exposures, but not limited thereto, considering that many risks may arise.

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2.2.1 Operational risks

In IRB Brasil RE, operational risk arises from the possibility of incurring losses from failure, defect or inadequacy of internal processes, people and systems, or external events.

The operational risk management process comprises five steps: (i) identification, (ii) analysis and measurement, (iii) treatment, (iv) monitoring, and (v) reporting. In this process, the Enterprise Risk Management works together with the risk owner, providing support and monitoring the performance of the operational risk management process by the Company's managing units. As described in Note 1.2.3, the Company is revising and improving its internal processes to eliminate the vulnerabilities found.

IRB Brasil RE has a Business Continuity Management for procedures in case of contingency. This program is organized in five specific contingency plans: Business Continuity Plan, Crisis Management Plan, Disaster Recovery Plan, Going Concern Plan, and Emergency Assistance Plan.

The Company has a Data Bank of Operational Losses aimed to record and manage the loss events arising from this risk category.

2.2.2 Underwriting risks

Underwriting risk arises from fluctuations caused by factors which are internal or external to the Company, contrary to the expectations of actuarial and financial assumptions in the pricing of reinsurance contracts and recognition of technical reserves.

The transfer of risk through retrocession is one of the techniques used for mitigating and controlling underwriting risk. As reinsurance, retrocession may cover a business group or only specific risks (also called facultative). IRB Brasil RE currently has retrocession programs (or portfolio protection programs) that cover the groups of lines with higher exposure, aiming to balance results and limit losses, as well as increase its capacity to accept strategic businesses.

For specific cases, facultative retrocessions, which are individually analyzed, may be used. In view of the own nature of risk transfer, retrocession operations imply an underlying credit risk, which is treated as described in Note 2.2.4.

2.2.2.1 Monitoring of retrocession assets and reinsurance liabilities by business line

The Company calculates the technical reserves according to the standards and guidance established by the regulatory body. The following tables show the asset and liability balances gross of retrocession (PSL, IBNR, IBNER, PET, PPNG, PDR), broken down by business line:

	Parent Company and Consolidated			
	Liabilities (Reinsurance)		Assets (Retrocession)	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Aviation	549,588	510,777	(361,558)	(322,379)
Motor	151,853	145,270	(22,471)	(21,107)
Mortgage	62,590	61,007	(435)	(457)
Marine	161,436	139,923	(75,619)	(85,773)
Nuclear	9,921	23,996	(8,880)	(21,529)
Property	3,069,424	2,704,628	(1,761,775)	(1,711,627)
Life	417,912	440,296	(107,534)	(106,568)
Oil & Gas	767,080	953,674	(625,525)	(858,218)
Casualty	673,874	623,064	(381,259)	(359,444)
Financial risks	856,335	780,613	(268,405)	(245,987)
Agriculture	953,084	764,289	(107,397)	(222,583)
Cargo	588,375	585,037	(373,594)	(459,953)
International risks	5,639,603	5,799,398	(569,026)	(746,198)
Total	13,901,075	13,531,972	(4,663,478)	(5,161,823)

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2.2.2.1 Monitoring of retrocession assets and reinsurance liabilities by business line

(i) Abroad:

	Parent Company and Consolidated			
	Liabilities (Reinsurance)		Assets (Retrocession)	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Aviation	695,161	684,890	(36,581)	(37,186)
Motor	8,536	11,372	(761)	(727)
Marine	154,192	165,462	(49,621)	(60,656)
Nuclear	1,978	2,107	-	-
Property	2,074,996	2,102,207	(333,748)	(336,524)
Life	1,345,904	1,318,494	(4,672)	(4,627)
Oil & Gas	144,860	136,086	(64,919)	(93,739)
Casualty	107,406	109,111	(2,835)	(1,777)
Financial risks	149,035	129,603	(2,587)	(3,534)
Agriculture	795,078	998,169	(32,208)	(146,613)
Cargo	162,457	141,897	(41,094)	(60,815)
Total	5,639,603	5,799,398	(569,026)	(746,198)

2.2.2.2 Premium and claim development

The following tables show the development of earned premiums and incurred claims of the Company, broken down by underwriting year.

Accumulated earned premium

• Retrocession - gross

Underwriting year	June 30, 2021						Total
	Parent Company and Consolidated						
	2016	2017	2018	2019	2020	2021	
Earned premium in the year	1,413,652	1,639,630	2,384,895	2,698,847	3,624,687	705,401	
One year later	4,501,324	4,261,718	5,977,113	7,133,294	6,560,856		
Two years later	5,748,472	4,992,733	7,361,171	7,811,881			
Three years later	6,142,298	5,106,748	7,523,363				
Four years later	6,207,351	5,120,810					
Five years later	6,231,560						
Accumulated earned premium (f)*	6,231,560	5,120,810	7,523,363	7,811,881	6,560,856	705,401	
Earned premium in 2021	24,209	14,062	162,192	678,587	2,936,169	705,401	4,520,620
Earned premium other components**							103,921
Total earned premium included in the balance sheet							4,624,541 (a)

Underwriting year	December 31, 2020						Total
	Parent Company and Consolidated						
	2015	2016	2017	2018	2019	2020	
Earned premium in the year	1,313,347	1,413,652	1,639,630	2,384,895	2,698,847	3,624,687	
One year later	3,917,720	4,501,324	4,261,718	5,977,113	7,133,294		
Two years later	4,332,569	5,748,472	4,992,733	7,361,171			
Three years later	4,426,231	6,142,298	5,106,748				
Four years later	4,430,150	6,207,351					
Five years later	4,453,630						
Accumulated earned premium (f)*	4,453,630	6,207,351	5,106,748	7,361,171	7,133,294	3,624,687	
Earned premium in 2020	23,480	65,053	114,015	1,384,058	4,434,447	3,624,687	9,645,740
Earned premium other components**							87,241
Total earned premium included in the balance sheet							9,732,981 (a)

(*) Earned premium used in the loss ratio calculation, at the end of the claim triangle.

(**) Earned premium for prior years, Argentina branch and RVNE.

(a) Reconciled with Note 3.3 (Statements of profit or loss – Reconciliation) line items Gross written premium (a) and Changes in technical reserves - premiums (c).

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Accumulated earned premium

- Retrocession - net

Underwriting year	June 30, 2021						Total
	Parent Company and Consolidated						
	2016	2017	2018	2019	2020	2021	
Earned premium in the year	1,003,180	1,212,131	1,829,343	1,946,544	2,397,725	520,929	
One year later	3,194,306	3,150,565	4,584,768	4,386,135	4,336,090		
Two years later	4,079,328	3,690,984	5,455,812	4,875,565			
Three years later	4,358,801	3,667,390	5,580,222				
Four years later	4,367,073	3,677,786					
Five years later	4,384,253						
Accumulated earned premium (f)*	4,384,253	3,677,786	5,580,222	4,875,565	4,336,090	520,929	
Earned premium in 2021	17,180	10,396	124,410	489,430	1,938,365	520,929	3,100,710
Earned premium other components**							109,552
Total earned premium included in the balance sheet							3,210,262 (b)

Underwriting year	December 31, 2020						Total
	Parent Company and Consolidated						
	2015	2016	2017	2018	2019	2020	
Earned premium in the year	915,789	1,003,180	1,212,131	1,829,343	1,946,544	2,397,725	
One year later	2,731,803	3,194,306	3,150,565	4,584,768	4,386,135		
Two years later	3,021,074	4,079,328	3,690,984	5,455,812			
Three years later	3,086,385	4,358,801	3,667,390				
Four years later	3,089,117	4,367,073					
Five years later	3,083,532						
Accumulated earned premium (f)*	3,083,532	4,367,073	3,667,390	5,455,812	4,386,135	2,397,725	
Earned premium in 2020 ***	(5,585)	8,272	(23,594)	871,044	2,439,591	2,397,725	5,687,453
Earned premium other components**							(51,569)
Total earned premium included in the balance sheet							5,635,884 (b)

(*) Earned premium used in the loss ratio calculation, at the end of the claim triangle.

(**) Earned premium for prior years, Argentina branch and RVNE.

(***) Earned premium in 2020 for previous underwriting years includes the respective premium cessions in Loss Portfolio Transfer:

(b) Reconciled with Note 3.3 (Statements of profit or loss – Reconciliation) line items Gross written premium (a), Changes in technical reserves - premiums (c), Ceded premiums in retrocession (b), and Changes in technical reserves - ceded premium (c).

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Incurred Claims

- Retrocession - gross

Underwriting year	June 30, 2021						
	Parent Company and Consolidated						
	2016	2017	2018	2019	2020	2021	Total
Included claims in the year	330,900	346,916	148,897	610,364	656,259	21,061	
One year later	2,118,255	1,995,763	3,395,583	3,342,453	1,891,298		
Two years later	3,406,882	3,505,785	6,197,022	4,325,595			
Three years later	4,084,719	4,192,023	6,500,959				
Four years later	4,550,085	4,219,549					
Five years later	4,951,098						
Current estimate of accumulated claims (a)	4,951,098	4,219,549	6,500,959	4,325,595	1,891,298	21,061	21,909,560
Accumulated payments until base date	(4,088,143)	(3,692,112)	(5,296,498)	(3,052,337)	(952,978)	(457)	(17,082,525)
Liabilities recognized in the balance sheet as at June 30, 2021 (b)	862,955	527,437	1,204,461	1,273,258	938,320	20,604	4,827,035
IBNER (c)	3,293	3,543	5,606	16,563	55,102	10,158	94,265
IBNR (d)	29,085	81,889	214,996	753,360	1,752,694	394,317	3,226,341
Liabilities compared to prior years (e)							2,573,579
Total liabilities included in balance sheet (b)+(c)+(d)+(e)							10,721,220
Loss ratio (a+c+d) / (f)*	80%	84%	89%	65%	56%	60%	

(*) Presented in the Earned premium triangle

Underwriting year	December 31, 2020						
	Parent Company and Consolidated						
	2015	2016	2017	2018	2019	2020	Total
Included claims in the Year	656,095	330,900	346,916	148,897	610,364	656,259	
One year later	2,184,610	2,118,255	1,995,763	3,395,583	3,342,453		
Two years later	2,588,521	3,406,882	3,505,785	6,197,022			
Three years later	2,811,394	4,084,719	4,192,023				
Four years later	2,832,059	4,550,085					
Five years later	2,957,434						
Current estimate of accumulated claims (a)	2,957,434	4,550,085	4,192,023	6,197,022	3,342,453	656,259	21,895,276
Accumulated payments until base date	(2,802,321)	(3,980,213)	(3,520,052)	(4,895,890)	(2,237,038)	(124,871)	(17,560,385)
Liabilities recognized in the balance sheet as at December 31, 2020 (b)	155,113	569,872	671,971	1,301,132	1,105,415	531,388	4,334,891
IBNER (c)	3,232	2,659	3,186	5,518	35,566	51,809	101,970
IBNR (d)	29,019	31,093	93,957	242,592	1,157,907	1,506,112	3,060,680
Liabilities compared to prior years (e)							2,260,914
Total liabilities included in balance sheet (b)+(c)+(d)+(e)							9,758,455
Loss ratio (a+c+d) / (f)*	67%	74%	84%	88%	64%	61%	

(*) Presented in the Earned premium triangle

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Incurred Claims

- Retrocession - net

Underwriting year	June 30, 2021						
	Parent Company and Consolidated						
	2016	2017	2018	2019	2020	2021	Total
Incurring claims in the Year	202,896	305,449	116,046	286,304	400,072	20,073	
One year later	1,508,804	1,575,570	2,682,605	2,242,427	1,526,101		
Two years later	2,802,813	2,701,564	4,809,769	2,906,908			
Three years later	3,023,414	3,128,163	5,144,681				
Four years later	3,332,197	3,169,367					
Five years later	3,440,366						
Current estimate of accumulated claims (a)	3,440,366	3,169,367	5,144,681	2,906,908	1,526,101	20,073	16,207,496
Accumulated payments until base date	(3,172,620)	(2,884,244)	(4,263,928)	(2,002,185)	(668,100)	(300)	(12,991,377)
Liabilities recognized in the balance sheet as at June 30, 2021 (b)	267,746	285,123	880,753	904,723	858,001	19,773	3,216,119
IBNER (c)	1,455	255	-	1,933	16,639	25,775	48,373
IBNR (d)	16,507	46,540	104,183	620,214	1,224,423	304,145	2,316,012
Liabilities compared to prior years (e)							1,469,942
Total liabilities included in balance sheet (b)+(c)+(d)+(e)							7,050,446
Loss ratio (a+c+d) / (f)*	79%	87%	94%	73%	64%	63%	

(*) Presented in the Earned premium triangle

Underwriting year	December 31, 2020						
	Parent Company and Consolidated						
	2015	2016	2017	2018	2019	2020	Total
Incurring claims in the Year	325,364	202,896	305,449	116,046	286,304	400,072	
One year later	1,506,852	1,508,804	1,575,570	2,682,605	2,242,427		
Two years later	1,833,732	2,802,813	2,701,564	4,809,769			
Three years later	1,911,911	3,023,414	3,128,163				
Four years later	1,935,899	3,332,197					
Five years later	2,021,734						
Current estimate of accumulated claims (a)	2,021,734	3,332,197	3,128,163	4,809,769	2,242,427	400,072	15,934,362
Accumulated payments until base date	(1,905,845)	(3,099,170)	(2,755,309)	(3,920,548)	(1,631,099)	(116,054)	(13,428,025)
Liabilities recognized in the balance sheet as at December 31, 2020 (b)	115,889	233,027	372,855	889,221	611,327	284,019	2,506,338
IBNER (c)	1,759	1,565	853	1,101	7,881	26,195	39,354
IBNR (d)	13,962	19,386	70,264	176,389	655,395	1,241,935	2,177,331
Liabilities compared to prior years (e)							1,302,512
Total liabilities included in balance sheet (b)+(c)+(d)+(e)							6,025,535
Loss ratio (a+c+d) / (f)*	66%	77%	87%	91%	66%	70%	

(*) Presented in the Earned premium triangle

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2.2.2.3 Sensitivity Analysis

Considering a 10.0% increase in loss ratio, in the following table the possible impacts of such sensitivity on profit or loss and equity as at June 30, 2021 are shown.

Gross effects	Base Case	Scenario 10.0%	Impact
Equity	4,211,778	4,040,702	(171,076)
Profit (loss) for the period	(156,145)	(327,221)	(171,076)
Impact on profit or loss (%) (*)			109.6
Impact on equity (%)			(4.1)

Net retrocession effects	Base Case	Scenario 10.0%	Impact
Equity	4,211,778	4,099,243	(112,535)
Profit (loss) for the period	(156,145)	(268,680)	(112,535)
Impact on profit or loss (%) (*)			72.1
Impact on equity (%)			(2.7)

(*) In view of the negative result for the period, the cases in which the analyzed impact is also negative leads to a positive ratio.

Due to the nature of the transactions accepted by IRB Brasil RE, there is no material exposure to convertibility, mortality or survival ratios.

2.2.3 Market risk

Market risk can be defined as the risk arising from changes in prices and rates in financial markets that may cause a reduction in the value of a security or asset portfolio. The main variables linked to the market risk of the investment portfolio of IRB Brasil RE are: interest rates, exchange rates and asset liquidity.

For these variables, risk management involves different organizational units, including guidelines and strategies that Management considers appropriate and established in its governance. Value at Risk (VaR) techniques and construction of stress scenarios are used for performing preventative loss management.

2.2.3.1 Value at Risk Analysis

In the Company, there are policies that establish limits, processes and tools to effectively manage market risks. In addition, the investment portfolio is monitored daily to ensure that the limits set are observed.

Value at Risk (VaR) is one of the methods used in market risk management. Measuring risk using this method estimates the maximum loss expected over a certain time horizon and specified confidence interval under normal market conditions. This measurement considers the effect of risk diversification on total portfolio. This metrics is commonly used in the market to measure market risk. However, the model uses historical data to calculate portfolio losses, and its limitation refers to the fact that it does not measure such loss amounts above the confidence level.

According to the historical method, 95.0% confidence, time period of 252 working days and daily returns, daily VaR of the Company's asset portfolio is estimated at approximately R\$ 6,802 as at June 30, 2021, which represent an estimated maximum loss of 0.07% of the total asset portfolio.

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2.2.3.2 Sensitivity analysis of foreign currency

The Company executes some transactions in foreign currencies, its main exposure being to the US dollar; it also has exposure at a lower level to other currencies, such as: pound sterling, euro, and Argentine peso.

For the purposes of the sensitivity analysis of changes in the R\$/US\$ exchange rate, the following scenarios were considered:

- Base case scenario: PTAX exchange rate of R\$/US\$ 5.00 on June 30, 2021;
- Probable scenario: exchange rate of R\$/US\$ 5.06 estimated for December 31, 2021 by the Market Expectation System of the Central Bank of Brazil as at June 30, 2021;

The impact of the change in the exchange rate on total assets and liabilities is shown in the table below:

Group	June 30, 2021		Scenarios as at December 31, 2021			
	Base Case	Impact (R\$ '000)				
		Probable	Probable - 25%	Probable - 50%	Probable + 25%	Probable + 50%
Exchange rate	5.00	5.06	3.80	2.53	6.33	7.59
Total assets in foreign currency (*)	9,411,311	108,747	(2,271,267)	(4,651,282)	2,488,761	4,868,776
Total liabilities in foreign currency (*)	(9,448,183)	(109,173)	2,280,166	4,669,505	(2,498,512)	(4,887,851)
Impact on net income before taxes		(426)	8,899	18,223	(9,751)	(19,075)
Impact on equity (%)		(0.0)	0.1	0.2	(0.1)	(0.2)
Impact on profit or loss (%)		0.1	(2.6)	(5.4)	2.9	5.6

(*) The amounts include the portion of assets in foreign currency of investment funds in local currency.

2.2.3.3 Sensitivity analysis of interest rates

The Company is exposed to the interest rate risk, as it has securities linked to this market risk factor.

For the sensitivity analysis of changes in the SELIC/CDI interest rate, the following scenarios were considered:

- Base case scenario: interest rate of 4.15% on June 30, 2021;
- Probable scenario: interest rate of 6.65% estimated for December 31, 2021 by the Market Expectation System of the Central Bank of Brazil as at June 30, 2021;

The impact of the change in interest rate on the portfolio of financial assets is as follows:

Group	June 30, 2021		Scenarios as at December 31, 2021			
	Base Case	Impact (R\$ '000)				
		Probable	Probable - 25%	Probable - 50%	Probable + 25%	Probable + 50%
Interest rate	4.15%	6.65%	4.99%	3.33%	8.31%	9.98%
Total portfolio (*)	9,094,118	9,019,413	9,069,017	9,118,920	8,969,808	8,919,905
Impact on net income before taxes		(74,705)	(25,101)	24,802	(124,310)	(174,213)
Impact on equity (%)		(0.8)	(0.3)	0.3	(1.3)	(1.8)
Impact on profit or loss (%)		22.0	7.4	(7.3)	36.6	51.2

(*) The balance of total portfolio does not include checking account balance, see Note 6.1. Change in total marketable securities indexed to fixed and IPCA rates.

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Consolidated analysis by economic stress tests

Management performed a selection of the world's major stress tests on its assets using the Predictive method, that is, considering the current correlations between several risk factors.

After analysis, the conclusion is that the most adverse scenario for the investment portfolio is the Fall 2008 (2008), which refers to the Lehman Brothers' bankruptcy followed by two consecutive interest rate cuts by the FED, and the US government takeover of Fannie May and Freddie Mac to stabilize the US mortgage market, which would cause a loss estimated at 7.5% on the investment portfolio.

The international stress tests analyzed were the following: Mexican Crisis (1995), Asian Crisis (1997), Russian Devaluation (1998), Tech Wreck (2000), Sept 11th (2001), Fall 2008 (2008).

Futures contracts for currencies

The Company's investment policy establishes the purchase of contracts to provide currency hedging for events of surplus of assets and liabilities in foreign currency.

2.2.4 Credit risk

IRB Brasil RE understands that the main source of its credit risk comprises retrocession operations. To mitigate this risk, the Company adopted the policy of making retrocession transactions with companies with ratings equal to or higher than A- (S&P, Fitch and AM Best) or A3 (Moody's) in the international scale. IRB Brasil RE's exposure is mitigated by the adoption of retrocession limits (individual and aggregate) for counterparties, which are reviewed and approved at least once a year by the Security Committee. The following table shows the breakdown of retrocession assets by rating. Retrocession assets comprise reserves for claims, deferred premiums, and other reserves, as mentioned in Note 9.

Rating of retrocession assets

June 30, 2021						
% of retrocession assets						
Rating range (*)	Local	Admitted	Eventual	Insurer	Foreign Business	Total
AAA or equivalent	-	3.6	0.1	-	0.1	3.8
AA or equivalent	0.1	42.7	2.7	-	4.4	49.9
A or equivalent	-	21.8	12.4	-	3.1	37.3
BBB or equivalent	3.9	1.3	-	-	0.1	5.3
Without rating	0.4	-	-	1.3	2.0	3.7
	4.4	69.4	15.2	1.3	9.7	100.0

December 31, 2020						
% of retrocession assets						
Rating range (*)	Local	Admitted	Eventual	Insurer	Foreign Business	Total
AAA or equivalent	-	3.0	0.1	-	0.3	3.4
AA or equivalent	0.1	39.3	2.1	-	3.8	45.3
A or equivalent	-	19.0	20.1	-	2.8	41.9
BBB or equivalent	4.6	1.4	-	-	0.1	6.1
Without rating	0.3	-	-	1.1	1.9	3.3
	5.0	62.7	22.3	1.1	8.9	100.0

(*) The ratings are assigned by the following agencies: Standard & Poor's (S&P), Moody's, A.M. Best and Fitch.

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The receivables from reinsurance and retrocession operations mainly comprise the balances receivable from the Company's operations, including written premiums, the respective commissions, and compensation for claims. The table below shows the breakdown of receivables from reinsurance and retrocession operations by rating scale.

Rating of receivables from operations

							June 30, 2021
							% of exposure by rating range
Rating range (*)	Local	Admitted	Eventual	Insurer	Foreign Business	Total	
AAA or equivalent	-	0.3	0.3	-	0.8	1.4	
AA or equivalent	0.1	12.6	1.6	-	3.1	17.4	
A or equivalent	0.1	0.8	2.0	-	9.8	12.7	
BBB or equivalent	0.2	0.1	0.2	-	2.3	2.8	
Without rating	0.6	-	0.2	10.8	54.1	65.7	
	1.0	13.8	4.3	10.8	70.1	100.0	

							December 31, 2020
							% of exposure by rating range
Rating range (*)	Local	Admitted	Eventual	Insurer	Foreign Business	Total	
AAA or equivalent	-	0.3	0.4	-	1.0	1.7	
AA or equivalent	0.1	12.3	1.5	-	3.2	17.0	
A or equivalent	0.1	0.9	1.7	-	9.1	11.8	
BBB or equivalent	0.2	0.1	0.2	-	2.4	2.8	
Without rating	0.6	0.2	0.3	10.5	55.3	66.8	
	0.9	13.8	4.1	10.5	70.8	100.0	

(*) The ratings are assigned by the following agencies: Standard & Poor's (S&P), Moody's, A.M. Best and Fitch.

The credit risk of funds and financial instruments is limited because the counterparties are represented by banks with high credit rating assigned by international rating agencies.

The following techniques are used for controlling and mitigating credit risks: setting of retrocession limits by entity; monitoring of credit risk exposure; monitoring of changes and trends in the insurance, reinsurance and financial markets; and preventative loss management.

Exposure to credit risk

The total exposure to credit risk of several categories of assets of the Company is shown in the table below. It also shows the maturity of past due assets.

								Parent company
								June 30, 2021
Portfolio breakdown by class and accounting category	Assets not past due and not impaired	Assets past due and not impaired					Carrying amount June 30, 2021	Accounting balance December 31, 2020
		Less than 30 days past due	From 31 to 60 days past due	From 61 to 120 days past due	From 121 to 180 days past due	Over 181 days past due		
Cash and cash equivalents	5,952						5,952	14,190
At fair value through profit or loss								
Corporate	1,488,765						1,488,765	973,411
Government	1,133,908						1,133,908	353,212
Foreign	1,743,018						1,743,018	1,761,921
Available for sale								
Corporate	383,353						383,353	87,013
Government	3,656,145						3,656,145	4,685,145
International risks	734,835						734,835	481,231
Receivables from transactions with insurers and reinsurers	2,091,054	158,834	47,851	41,136	54,667	152,330	2,545,872	2,938,957
Total financial assets and insurance and reinsurance contract assets	11,237,030	158,834	47,851	41,136	54,667	152,330	11,691,848	11,295,080

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Exposure to credit risk

Portfolio breakdown by class and accounting category	Consolidated							Accounting balance December 31, 2020
	June 30, 2021							
	Assets not past due and not impaired	Assets past due and not impaired					Carrying amount June 30, 2021	
Less than 30 days past due		From 31 to 60 days past due	From 61 to 120 days past due	From 121 to 180 days past due	Over 181 days past due			
Cash and cash equivalents	29,729						29,729	14,563
At fair value through profit or loss								
Corporate	1,427,783						1,427,783	921,077
Government	1,133,908						1,133,908	353,717
Foreign	1,743,018						1,743,018	1,761,921
Available for sale								
Corporate	398,429						398,429	110,864
Government	3,656,145						3,656,145	4,685,145
International risks	734,835						734,835	481,231
Receivables from transactions with insurers and reinsurers	2,091,054	158,834	47,851	41,136	54,667	152,330	2,545,872	2,938,957
Total financial assets and insurance and reinsurance contract assets	11,214,901	158,834	47,851	41,136	54,667	152,330	11,669,719	11,267,475

2.2.5 Liquidity risk

Liquidity risk is associated with the Company's risk, even when solvent, of not having funds available to meet its obligations on a timely manner or to meet them only by selling assets in conditions that may be unfavorable, implying financial losses.

To manage this risk, the Company seeks to allocate assets mainly to highly liquid funds, to meet short-term cash needs. This risk is continuously monitored by following the cash flows of assets and liabilities over time, as shown in the following table.

	June 30, 2021			
	Parent company		Consolidated	
	Assets (*)	Liabilities (**)	Assets (*)	Liabilities (**)
Flow from 0 to 12 months	10,005,478	5,209,644	10,025,209	5,209,644
Flow from 12 to 24 months	1,491,914	3,563,259	1,492,291	3,563,259
Flow from 24 to 36 months	869,720	1,785,791	870,031	1,785,791
Flow from 36 to 48 months	401,835	1,074,851	402,090	1,074,851
Flow above 48 months	1,782,200	2,267,530	1,785,303	2,267,530
	14,551,147	13,901,075	14,574,924	13,901,075

(*) The flow of assets comprises the sum of cash flows arising from assets available for guarantee, receivables, retrocession assets, as seen in Note 18, and cash and cash equivalents, as seen in Note 5.

(**) The flow of liabilities comprises technical reserves for reinsurance.

2.3 Valuation techniques and assumptions applied to measure fair value

The measurement of fair value of financial assets and liabilities is as follows:

- The fair value of financial assets and liabilities under standard terms and conditions and traded in active markets is measured based on the prices observed in such markets.
- The fair value of derivative instruments is calculated using quoted prices. Futures contracts for currency are measured based on the exchange rates and yield curves obtained based on quotation and for the same contractual terms.

The fair value of other financial assets and liabilities (except those described above) is measured according to generally-accepted pricing models based on discounted cash flow analyses.

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2.4 Fair value measurements recognized in the balance sheet

The following table shows an analysis of the financial instruments that are measured at fair value after initial recognition, grouped into Level 2 based on the observable level of fair value.

(a) Level 1 fair value measurements are obtained from quoted prices (unadjusted) in active markets for identical assets or liabilities.

(b) Level 2 fair value measurements are obtained through variables other than quoted prices included within Level 1, observable for assets and liabilities either directly (as prices), or indirectly (based on prices).

(c) Level 3 fair value measurements are obtained through valuation techniques that include inputs for assets or liabilities, but they are not based on observable market data (unobservable data).

		Parent company		Consolidated	
		June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Financial assets at fair value through profit or loss					
Financial Treasury Bills	Level 1	1,018,284	270,387	1,018,284	270,387
National Treasury Notes - Series B	Level 1	113,163	-	113,163	-
National Treasury Notes - Series F	Level 1	2,461	-	2,461	-
Repurchase agreements	Level 2	369,105	82,825	369,105	83,330
Shares in investment funds - non-exclusive	Level 2	39,784	16,666	52,771	32,812
Time deposit abroad (i)	Level 2	1,168,085	1,019,796	1,168,085	1,019,796
Shares in Brazilian companies	Level 1	166,386	95,178	89,867	86,822
Derivatives	Level 2	-	-	1,511	-
Inepar debentures	Level 3	11,858	11,858	11,858	11,858
Sovereign bonds - Global 21	Level 1	-	797,746	-	797,746
Sovereign bonds - Global 23	Level 1	766,587	-	766,587	-
Share funds	Level 1	99,349	-	99,349	-
Market index funds	Level 1	-	-	76,519	8,356
Real estate funds - Exclusive	Level 2	68,349	68,366	-	-
Interest-bearing checking account (*)	Level 2	535,149	725,459	535,149	725,459
Other	Level 2	7,131	263	-	149
Total		4,365,691	3,088,544	4,304,709	3,036,715
Available-for-sale financial assets					
Financial Treasury Bills	Level 1	2,398,341	3,389,536	2,398,341	3,389,536
National Treasury Notes - Series B	Level 1	1,202,640	983,640	1,202,640	983,640
National Treasury Notes - Series F	Level 1	55,164	60,262	55,164	60,262
Bank certificate of deposits	Level 2	35,546	35,132	35,546	35,132
Shares in Funds - Non-exclusive	Level 2	-	-	12,460	13,463
Debentures % CDI	Level 1	7,084	29,193	7,084	29,193
Debentures CDI +	Level 1	27,993	6,928	27,993	6,928
Financial bills % CDI	Level 2	26,512	26,148	26,512	26,148
Financial bills CDI+	Level 2	100,782	-	100,782	-
Repurchase agreements	Level 2	188,052	251,707	188,052	251,707
Other	Level 2	(2,616)	(10,388)	-	-
Sovereign bonds - Global 21	Level 1	-	473,644	-	473,644
Sovereign bonds - Global 23, 25 and 26	Level 1	726,882	-	726,882	-
American Depositary Receipts (ADR)	Level 1	7,953	7,587	7,953	7,587
Total		4,774,333	5,253,389	4,789,409	5,277,240

(*) Other restricted investments - interest-bearing checking account, see Note 18.

To provide comparability between the insurance companies that adopted the IFRS 9/CPC 48 as of January 1, 2018 and IRB Brasil RE, Management, in accordance with the additional disclosure requirements established in the amendments to IFRS 4/CPC 11, evaluated all of its financial assets to identify those which contractual terms give rise, on specific dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The chart below separately shows the fair value at the end of the first half of the quarterly information and the change in fair value during this period for the financial assets which passed the SPPI test and other financial assets, that is, financial assets that do not give rise, on specific dates, to cash flows that are solely payments of principal and interest on principal amount outstanding, which meet the definition of held for trading provided in IFRS 9/CPC 48, or that is managed and which performance is assessed based on fair value.

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Fair value of financial assets at the end of the first half of the year

	Consolidated	
	Fair value as at June 30, 2021	Change in fair value between December 31, 2020 and June 30, 2021
Financial assets - SPPIs	13,919,952	61,607
Cash and cash equivalents	29,729	-
Receivables from operations		
Insurers and Reinsurers	4,971,957	6,865
Trade and other receivables	549,493	-
Fixed-income securities - Government		
Financial Treasury Bills	3,416,625	(14,149)
National Treasury Notes	1,373,428	76,252
Repurchase agreements	557,157	-
Sovereign bonds - Global 23	1,493,469	(5,386)
Bank certificate of deposits	35,546	-
Fixed-income securities - Corporate		
Financial bills	127,294	(441)
Variable-income securities		
Shares in Brazilian companies	89,867	-
Share funds	99,349	-
Marketable securities abroad		
American Deposits Receipt	7,953	(1,534)
Time deposit abroad	1,168,085	-
Other financial assets	725,345	199
Shares in investment funds		
Shares in non-exclusive funds	65,231	848
Index contracts	76,519	-
Fixed-income securities - Corporate		
Debentures	46,935	(649)
Derivative	1,511	-
Restricted investments - interest-bearing checking account	535,149	-
Total	14,645,297	61,806

Fair value of financial assets at the end of the previous year

	Consolidated	
	Fair value in 2020	Change in fair value between December 31, 2019 and 2020
Financial assets - SPPIs	14,242,043	15,516
Cash and cash equivalents	14,563	-
Receivables from operations		
Insurers and Reinsurers	5,829,472	(31,249)
Trade and other receivables	912,271	-
Fixed-income securities - Government		
Financial Treasury Bills	3,659,923	35,695
National Treasury Notes	1,043,902	(4,692)
Repurchase agreements	335,037	-
Sovereign bonds - Global 21	1,271,390	7,718
Bank certificate of deposits	35,132	-
Fixed-income securities - Corporate		
Financial bills	26,148	274
Variable-income securities		
Shares in Brazilian companies	86,822	-
Marketable securities abroad		
American Deposits Receipt	7,587	7,770
Time deposit abroad	1,019,796	-
Other financial assets	828,218	4,272
Shares in investment funds		
Shares in non-exclusive funds	46,275	3,081
Index contracts	8,356	-
Other	40	-
Fixed-income securities - Corporate		
Debentures	47,979	1,191
Derivative	109	-
Restricted investments - interest-bearing checking account	725,459	-
Total	15,070,261	19,788

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For all the financial assets that passed the SPPI tests, Management assessed the exposure to credit risk, including significant credit risk concentrations. The following chart contains these assets classified by credit risk, and their respective carrying amounts, and for those which Management understands that the credit risk is higher than low, the respective fair value as well.

Classification of credit risk level

		Consolidated
	Credit risk	Carrying amount as at June 30, 2021
Financial assets - SPPIs		
Cash and cash equivalents	low	29,729
Receivables from operations		
Insurers and Reinsurers	moderate	4,971,957
Trade and other receivables	low	549,493
Financial Treasury Bills	low	3,416,625
National Treasury Notes	low	1,373,428
Repurchase agreements	low	557,157
Sovereign bonds - Global 23	low	1,493,469
Bank certificate of deposits	low	35,546
Fixed-income securities - Corporate		
Financial bills	low	127,294
Variable-income securities		
Shares in Brazilian companies	low	89,867
Share funds	low	99,349
Marketable securities abroad		
Time deposit abroad	low	1,168,085
American Deposits Receipt	low	7,953
Other financial assets		
Shares in non-exclusive funds	low	65,231
Index contracts	low	76,519
Debentures	low	46,935
Restricted investments - interest-bearing checking accou	low	535,149
Other	low	1,511
Total		14,645,297

		Consolidated
	Credit risk	Carrying amount as at December 31, 2020
Financial assets - SPPIs		
Cash and cash equivalents	low	14,563
Receivables from operations		
Insurers and Reinsurers	moderate	5,829,472
Trade and other receivables	low	912,271
Financial Treasury Bills	low	3,659,923
National Treasury Notes	low	1,043,902
Repurchase agreements	low	335,037
Sovereign bonds - Global 21	low	1,271,390
Bank certificate of deposits	low	35,132
Fixed-income securities - Corporate		
Financial bills	low	26,148
Variable-income securities		
Shares in Brazilian companies	low	86,822
Marketable securities abroad		
Time deposit abroad	low	1,019,796
American Deposits Receipt	low	7,587
Other financial assets		
Shares in non-exclusive funds	low	46,275
Index contracts	low	8,356
Debentures	low	47,979
Restricted investments - interest-bearing checking accou	low	725,459
Other	low	149
Total		15,070,261

2.4.1 Methods and assumptions used for estimating the fair value of assets

All methods and assumptions for measuring based on yield curve and market, after categorizing each asset, apply techniques in the asset pricing manuals of IRB Brasil RE, which are fully compatible with the pricing manuals of custodians, who provide services and are responsible for measurement, based on either market or curve.

When pricing to benchmark curve, the purchase price of financial instruments in question is used as reference to calculate interest over the tenure of such marketable security, recognizing the financial asset gain on a pro-rata basis. This considers the purchase price of the security plus the daily accrual of interest, proportional to the time elapsed since the security was issued, accrued daily. Mark-to-market adjustments do not imply losses, unless realized. As the calculation always consider the purchase price plus daily accrual of interest, the yield is always positive. The rule on pricing to a benchmark curve has final effects similar to “mark to the market”, provided that the security does not have to be sold before maturity.

For mark to the market, the curves of expected future rates are required to calculate the present values of each security. In such cases, when the term structure of interest rates is required, such mapping is performed according to market expectations on interest rates over different terms, and curves are traced based on the observed prices for fixed-income instruments over fixed terms, considering all liquid vertices (traded on the latest business day) and mainly using the prices released by ANBIMA. This mapping, although continuous, can only be observed for specific periods. Therefore, it is necessary to estimate the interest rate curve for terms that do not have rates assigned or traded in the market, which in IRB Brasil RE is performed using exponential interpolation.

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Section C – Information by operating segment

3 Information by business segment

IRB Brasil RE's operating segments are based on its executive structure, which considers the internal financial reports on business performance in Brazil and abroad, used by Management in running the business. Net income is the main item used by Management to manage results.

As at June 30, 2021 and 2020, IRB Brasil RE's profit or loss by geographical region was as follows:

3.1 Statements of profit or loss – View by business segment

	Quarter			
	Parent company		Consolidated	
	April 1 to June 30, 2021	April 1 to June 30, 2020	April 1 to June 30, 2021	April 1 to June 30, 2020
Reinsurance premiums	2,160,035	2,543,554	2,160,035	2,543,554
Reinsurance premiums - Brazil	1,240,772	1,164,434	1,240,772	1,164,434
Reinsurance premiums - Abroad	919,263	1,379,120	919,263	1,379,120
Ceded premiums in retrocession	(569,971)	(833,039)	(569,971)	(833,039)
Ceded premiums in retrocession - Brazil	(404,582)	(555,162)	(404,582)	(555,162)
Ceded premiums in retrocession - Abroad	(165,389)	(277,877)	(165,389)	(277,877)
Retained premiums	1,590,064	1,710,515	1,590,064	1,710,515
Retained premiums - Brazil	836,190	609,272	836,190	609,272
Retained premiums - Abroad	753,874	1,101,243	753,874	1,101,243
Changes in technical reserves	142,261	17,905	142,261	17,905
Changes in technical reserves - Brazil	2,665	46,701	2,665	46,701
Changes in technical reserves - Abroad	139,596	(28,796)	139,596	(28,796)
Earned premiums	1,732,325	1,728,420	1,732,325	1,728,420
Earned premiums - Brazil	838,855	655,973	838,855	655,973
Earned premiums - Abroad	893,470	1,072,447	893,470	1,072,447
Retained claims	(1,658,539)	(2,339,272)	(1,658,539)	(2,339,272)
Retained claims - Brazil	(769,587)	(788,495)	(769,587)	(788,495)
Retained claims - Abroad	(888,952)	(1,550,777)	(888,952)	(1,550,777)
Acquisition costs	(388,550)	(367,093)	(388,550)	(367,093)
Acquisition costs - Brazil	(205,533)	(188,629)	(205,533)	(188,629)
Acquisition cost - Abroad	(183,017)	(178,464)	(183,017)	(178,464)
Other operating expenses	(22,399)	(59,797)	(22,399)	(59,797)
Other operating expenses - Brazil	(6,078)	(27,654)	(6,078)	(27,654)
Other operating expenses - Abroad	(16,321)	(32,143)	(16,321)	(32,143)
Underwriting profit or loss	(337,163)	(1,037,742)	(337,163)	(1,037,742)
Underwriting profit or loss - Brazil	(142,343)	(348,805)	(142,343)	(348,805)
Underwriting profit or loss - Abroad	(194,820)	(688,937)	(194,820)	(688,937)
Administrative expenses	(105,058)	(76,908)	(105,980)	(74,081)
Tax expenses	(51,271)	22,268	(53,386)	1,653
Finance income and share of profit of equity-accounted investees	83,838	34,132	89,196	49,097
Finance income	85,207	34,211	90,572	50,238
Share of profit of equity-accounted investees	(1,369)	(79)	(1,376)	(1,141)
Net income before taxes	(409,654)	(1,058,250)	(407,333)	(1,061,073)
Taxes, contributions and profit sharing	202,708	401,531	200,387	404,354
Loss for the quarter	(206,946)	(656,719)	(206,946)	(656,719)

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Notes to the parent company and consolidated quarterly information as at June 30, 2021

In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

3.1 Statements of profit or loss – View by business segment

	First half of the year			
	Parent company		Consolidated	
	January 1 to June 30, 2021	January 1 to June 30, 2020	January 1 to June 30, 2021	January 1 to June 30, 2020
Reinsurance premiums	4,090,583	4,539,763	4,090,583	4,539,763
Reinsurance premiums - Brazil	2,285,215	2,044,732	2,285,215	2,044,732
Reinsurance premiums - Abroad	1,805,368	2,495,031	1,805,368	2,495,031
Ceded premiums in retrocession	(966,181)	(1,119,704)	(966,181)	(1,119,704)
Ceded premiums in retrocession - Brazil	(755,746)	(827,911)	(755,746)	(827,911)
Ceded premiums in retrocession - Abroad	(210,435)	(291,793)	(210,435)	(291,793)
Retained premiums	3,124,402	3,420,059	3,124,402	3,420,059
Retained premiums - Brazil	1,529,469	1,216,821	1,529,469	1,216,821
Retained premiums - Abroad	1,594,933	2,203,238	1,594,933	2,203,238
Changes in technical reserves	62,191	(191,866)	62,191	(191,866)
Changes in technical reserves - Brazil	(20,538)	168,053	(20,538)	168,053
Changes in technical reserves - Abroad	82,729	(359,919)	82,729	(359,919)
Earned premiums	3,186,593	3,228,193	3,186,593	3,228,193
Earned premiums - Brazil	1,508,931	1,384,874	1,508,931	1,384,874
Earned premiums - Abroad	1,677,662	1,843,319	1,677,662	1,843,319
Retained claims	(2,707,470)	(3,486,820)	(2,707,470)	(3,486,820)
Retained claims - Brazil	(1,224,524)	(1,345,076)	(1,224,524)	(1,345,076)
Retained claims - Abroad	(1,482,946)	(2,141,744)	(1,482,946)	(2,141,744)
Acquisition costs	(710,275)	(635,507)	(710,275)	(635,507)
Acquisition costs - Brazil	(372,369)	(333,402)	(372,369)	(333,402)
Acquisition cost - Abroad	(337,906)	(302,105)	(337,906)	(302,105)
Other operating expenses	(31,788)	(96,328)	(31,788)	(96,328)
Other operating expenses - Brazil	(15,194)	(38,892)	(15,194)	(38,892)
Other operating expenses - Abroad	(16,594)	(57,436)	(16,594)	(57,436)
Underwriting profit or loss	(262,940)	(990,462)	(262,940)	(990,462)
Underwriting profit or loss - Brazil	(103,156)	(332,496)	(103,156)	(332,496)
Underwriting profit or loss - Abroad	(159,784)	(657,966)	(159,784)	(657,966)
Administrative expenses	(197,590)	(139,380)	(204,610)	(149,162)
Tax expenses	(36,316)	21,303	(39,940)	(4,509)
Finance income and share of profit of equity-accounted investees	176,916	93,400	192,804	170,144
Finance income	178,364	93,558	194,467	(22,822)
Share of profit of equity-accounted investees	(1,448)	(158)	(1,663)	192,966
Net income before taxes	(319,930)	(1,015,139)	(314,686)	(973,989)
Taxes, contributions and profit sharing	163,785	393,476	158,541	352,326
Loss for the first half of the year	(156,145)	(621,663)	(156,145)	(621,663)

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Notes to the parent company and consolidated quarterly information as at June 30, 2021

In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

3.2 Statements of profit or loss - Business view

The Company's Management uses, for decision-making purposes, a group of accounts different from the ones presented in the statement of profit or loss, which was prepared according to the accounting practices adopted in Brazil for reinsurers, as shown below:

	Quarter			
	Parent company		Consolidated	
	April 1 to June 30, 2021	April 1 to June 30, 2020	April 1 to June 30, 2021	April 1 to June 30, 2020
Written premiums	2,160,035	2,543,554	2,160,035	2,543,554
Reinsurance premiums - Brazil (a)	1,240,772	1,164,434	1,240,772	1,164,434
Reinsurance premiums - Abroad (a)	919,263	1,379,120	919,263	1,379,120
Ceded premiums in retrocession (b)	(569,971)	(833,039)	(569,971)	(833,039)
Retained premiums	1,590,064	1,710,515	1,590,064	1,710,515
Changes in technical reserves (c)	142,261	17,905	142,261	17,905
Earned premiums	1,732,325	1,728,420	1,732,325	1,728,420
Retained claims (d)	(1,658,539)	(2,339,272)	(1,658,539)	(2,339,272)
PSL	(1,686,859)	(2,351,571)	(1,686,859)	(2,351,571)
IBNR	33,196	90,702	33,196	90,702
Other	(4,876)	(78,403)	(4,876)	(78,403)
Acquisition costs (e)	(388,550)	(367,093)	(388,550)	(367,093)
Other operating expenses (f)	(22,399)	(59,797)	(22,399)	(59,797)
Underwriting profit or loss	(337,163)	(1,037,742)	(337,163)	(1,037,742)
Administrative expenses (g)	(105,058)	(76,908)	(105,980)	(74,081)
Tax expenses (j)	(51,271)	22,268	(53,386)	1,653
Finance income and share of profit of equity-accounted in	83,838	34,132	89,196	49,097
Finance income	85,207	34,211	90,572	50,238
Share of profit of equity-accounted investees	(1,369)	(79)	(1,376)	(1,141)
Net income before taxes	(409,654)	(1,058,250)	(407,333)	(1,061,073)
Taxes, contributions and profit sharing (i)	202,708	401,531	200,387	404,354
Loss for the quarter	(206,946)	(656,719)	(206,946)	(656,719)

	First half of the year			
	Parent company		Consolidated	
	January 1 to June 30, 2021	January 1 to June 30, 2020	January 1 to June 30, 2021	January 1 to June 30, 2020
Written premiums	4,090,583	4,539,763	4,090,583	4,539,763
Reinsurance premiums - Brazil (a)	2,285,215	2,044,732	2,285,215	2,044,732
Reinsurance premiums - Abroad (a)	1,805,368	2,495,031	1,805,368	2,495,031
Ceded premiums in retrocession (b)	(966,181)	(1,119,704)	(966,181)	(1,119,704)
Retained premiums	3,124,402	3,420,059	3,124,402	3,420,059
Changes in technical reserves (c)	62,191	(191,866)	62,191	(191,866)
Earned premiums	3,186,593	3,228,193	3,186,593	3,228,193
Retained claims (d)	(2,707,470)	(3,486,820)	(2,707,470)	(3,486,820)
PSL	(2,527,650)	(3,297,981)	(2,527,650)	(3,297,981)
IBNR	(177,927)	(110,436)	(177,927)	(110,436)
Other	(1,893)	(78,403)	(1,893)	(78,403)
Acquisition costs (e)	(710,275)	(635,507)	(710,275)	(635,507)
Other operating expenses (f)	(31,788)	(96,328)	(31,788)	(96,328)
Underwriting profit or loss	(262,940)	(990,462)	(262,940)	(990,462)
Administrative expenses (g)	(197,590)	(139,380)	(204,610)	(149,162)
Tax expenses (j)	(36,316)	21,303	(39,940)	(4,509)
Finance income and share of profit of equity-accounted in	176,916	93,400	192,804	170,144
Finance income	178,364	93,558	194,467	(22,822)
Share of profit of equity-accounted investees	(1,448)	(158)	(1,663)	192,966
Net income before taxes	(319,930)	(1,015,139)	(314,686)	(973,989)
Taxes, contributions and profit sharing (i)	163,785	393,476	158,541	352,326
Loss for the first half of the year	(156,145)	(621,663)	(156,145)	(621,663)

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(A free translation of the original in Portuguese)

3.3 Statements of profit or loss - Reconciliation

The reconciliation between the balances presented above, in the statements of profit or loss for accounting and business view (3.2), was as follows:

	Parent company		Quarter	
	April 1 to June 30,	April 1 to June 30,	April 1 to June 30,	April 1 to June 30,
	2021	2020	2021	2020
Reinsurance premiums, net	1,762,606	2,178,918	1,762,606	2,178,918
Gross written premiums (a)	2,159,610	2,541,810	2,159,610	2,541,810
Reinsurance commission (e)	(397,004)	(362,892)	(397,004)	(362,892)
Changes in technical reserves	308,927	(75,782)	308,927	(75,782)
Changes in technical reserves - premiums (c)	291,438	(112,802)	291,438	(112,802)
Changes in technical reserves - commission (e)	16,997	17,037	16,997	17,037
Changes in technical reserves - other reserves (c)	492	19,983	492	19,983
Earned premiums	2,071,533	2,103,136	2,071,533	2,103,136
Incurring claims (d)	(2,233,005)	(2,868,847)	(2,233,005)	(2,868,847)
Acquisition costs (e)	(60,270)	(65,406)	(60,270)	(65,406)
Profit (loss) from retrocession	(103,899)	(171,138)	(103,899)	(171,138)
Recovery of incurred claims (d)	573,115	504,277	573,115	504,277
Salvage and reimbursements to retrocessionaire (d)	(29,896)	(21,988)	(29,896)	(21,988)
IBNR recovery (d)	19,831	20,766	19,831	20,766
Ceded premiums in retrocession (b)	(569,666)	(832,463)	(569,666)	(832,463)
Commission on ceded premiums in retrocession (e)	43,173	43,026	43,173	43,026
Changes in technical reserves - ceded premium (c)	(149,843)	110,434	(149,843)	110,434
Changes in technical reserves - ceded commission (e)	8,653	783	8,653	783
Changes in technical reserves - other reserves (c)	174	290	174	290
Other profit or loss from retrocession (f)	646	3,376	646	3,376
Other acquisition costs (e)	(86)	361	(86)	361
Gross profit	(325,641)	(1,002,255)	(325,641)	(1,002,255)
Other operating expenses	(23,048)	(58,439)	(23,048)	(58,439)
Other operating income and expenses (f)	(23,045)	(58,261)	(23,045)	(58,261)
Other finance income (h)	(3)	(178)	(4)	(178)
Other administrative expenses (g)	-	-	1	-
Administrative expenses	(105,137)	(82,072)	(106,042)	(79,199)
Tax expenses (j)	(15)	(97)	(15)	(97)
Other tax expenses (i)	(51)	(110)	(95)	(128)
Other administrative expenses (g)	(105,058)	(76,908)	(105,931)	(74,026)
Other finance income (h)	(13)	(45)	(1)	(36)
Other operating income and expenses (f)	-	(4,912)	-	(4,912)
Tax expenses	(55,497)	17,728	(57,613)	(2,889)
Other taxes (i)	(5,293)	(4,902)	(5,301)	(4,904)
Tax expenses (j)	(50,197)	22,630	(52,312)	2,015
Other duties (h)	(7)	-	-	-
Finance income	80,425	38,732	95,060	74,284
Interest on acquisition costs (e)	(12)	(2)	(12)	(2)
Interest on ceded premiums (b)	(305)	(576)	(305)	(576)
Interest on premiums abroad (a)	123	588	123	588
Interest on domestic premiums (a)	302	1,156	302	1,156
Interest on claims (d)	11,415	26,520	11,415	26,520
Tax expenses (j)	(1,059)	(265)	(1,059)	(265)
Finance income (h)	75,957	15,008	90,541	50,541
Other finance income (i)	(5,996)	(3,697)	(5,945)	(3,678)
Share of profit of equity-accounted investees	9,197	19,448	(97)	(1,184)
Other share of profit of equity-accounted investees (h)	9,197	19,448	(47)	(1,129)
Other administrative expenses (g)	-	-	(50)	(55)
Gains on non-current assets (h)	(1,293)	(101)	(1,293)	(101)
Net income (loss) before income tax and social contribution	(420,994)	(1,066,959)	(418,674)	(1,069,783)
Taxes and contributions (i)	214,048	410,240	211,728	413,064
Loss for the quarter	(206,946)	(656,719)	(206,946)	(656,719)

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In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

3.3 Statements of profit or loss - Reconciliation

	First half of the year			
	Parent company		Consolidated	
	January 1 to June 30, 2021	January 1 to June 30, 2020	January 1 to June 30, 2021	January 1 to June 30, 2020
Reinsurance premiums, net	3,442,620	3,937,592	3,442,620	3,937,592
Gross written premiums (a)	4,089,045	4,537,965	4,089,045	4,537,965
Reinsurance commission (e)	(646,425)	(600,373)	(646,425)	(600,373)
Changes in technical reserves	492,047	(25,166)	492,047	(25,166)
Changes in technical reserves - premiums (c)	535,496	(60,953)	535,496	(60,953)
Changes in technical reserves - commission (e)	(17,028)	(6,026)	(17,028)	(6,026)
Changes in technical reserves - other reserves (c)	(26,421)	41,813	(26,421)	41,813
Earned premiums	3,934,667	3,912,426	3,934,667	3,912,426
Incurring claims (d)	(3,725,769)	(4,303,362)	(3,725,769)	(4,303,362)
Acquisition costs (e)	(126,726)	(114,145)	(126,726)	(114,145)
Profit (loss) from retrocession	(317,470)	(382,804)	(317,470)	(382,804)
Recovery of incurred claims (d)	998,577	851,148	998,577	851,148
Salvage and reimbursements to retrocessionaire (d)	(33,989)	(20,929)	(33,989)	(20,929)
IBNR recovery (d)	40,744	(13,155)	40,744	(13,155)
Ceded premiums in retrocession (b)	(965,050)	(1,119,128)	(965,050)	(1,119,128)
Commission on ceded premiums in retrocession (e)	71,017	79,075	71,017	79,075
Changes in technical reserves - ceded premium (c)	(449,229)	(172,324)	(449,229)	(172,324)
Changes in technical reserves - ceded commission (e)	9,452	5,603	9,452	5,603
Changes in technical reserves - other reserves (c)	2,345	(402)	2,345	(402)
Other profit or loss from retrocession (f)	9,209	6,947	9,209	6,947
Other acquisition costs (e)	(546)	361	(546)	361
Gross profit	(235,298)	(887,885)	(235,298)	(887,885)
Other operating expenses	(41,400)	(94,616)	(41,400)	(94,616)
Other operating income and expenses (f)	(40,997)	(93,906)	(40,997)	(93,906)
Other finance income (h)	(40)	(710)	(41)	(710)
Other administrative expenses (g)	(363)	-	(362)	-
Administrative expenses	(197,529)	(149,483)	(204,458)	(159,149)
Tax expenses (j)	(289)	(217)	(289)	(217)
Other tax expenses (i)	(72)	(525)	(116)	(544)
Other administrative expenses (g)	(197,227)	(139,380)	(204,112)	(149,027)
Other finance income (h)	59	8	59	8
Other operating income and expenses (f)	-	(9,369)	-	(9,369)
Tax expenses	(44,534)	13,852	(48,159)	(12,134)
Other taxes (i)	(9,995)	(8,162)	(10,003)	(8,336)
Tax expenses (j)	(34,532)	22,014	(38,156)	(3,798)
Other duties (h)	(7)	-	-	-
Finance income	170,813	(16,097)	196,298	(29,687)
Interest on acquisition costs (e)	(18)	(2)	(18)	(2)
Interest on ceded premiums (b)	(1,131)	(576)	(1,131)	(576)
Interest on premiums abroad (a)	294	641	294	641
Interest on domestic premiums (a)	1,244	1,157	1,244	1,157
Interest on claims (d)	12,966	(522)	12,966	(522)
Tax expenses (j)	(1,495)	(494)	(1,495)	(494)
Finance income (h)	169,014	(8,410)	194,448	(22,019)
Other finance income (i)	(10,061)	(7,891)	(10,010)	(7,872)
Share of profit of equity-accounted investees	9,183	102,613	(505)	192,831
Other share of profit of equity-accounted investees (h)	9,183	102,613	(369)	192,966
Other administrative expenses (g)	-	-	(136)	(135)
Gains on non-current assets (h)	(1,293)	(101)	(1,293)	(101)
Net income (loss) before income tax and social contribution	(340,058)	(1,031,717)	(334,815)	(990,741)
Taxes and contributions (i)	183,913	410,054	178,670	369,078
Loss for the first half of the year	(156,145)	(621,663)	(156,145)	(621,663)

IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated quarterly information as at June 30, 2021

In thousands of reais, except when otherwise stated

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3.4 Profit or loss from underwriting – Business view by segment

3.4.1 Brazil

	Quarter									
	Parent Company and Consolidated									
	April 1 to June 30, 2021									
	Brazil									
	Agriculture	Aviation	Financial risks	Casualty	Life	Marine	Motor	Property	Special Risks	Total
Reinsurance premiums	377,172	15,476	52,905	55,986	167,092	99,882	26,427	421,167	24,665	1,240,772
Ceded premiums in retrocession	(6,646)	(7,549)	(11,272)	(48,256)	(37,247)	(48,478)	(2,125)	(205,728)	(37,281)	(404,582)
Retained premiums	370,526	7,927	41,633	7,730	129,845	51,404	24,302	215,439	(12,616)	836,190
Changes in technical reserves	(62,627)	1,208	32,462	771	1,994	(14,037)	(1,144)	20,277	23,761	2,665
Earned premiums	307,899	9,135	74,095	8,501	131,839	37,367	23,158	235,716	11,145	838,855
Retained claims	(230,074)	(12,525)	(51,430)	(37,516)	(90,426)	(37,355)	(11,756)	(287,478)	(11,027)	(769,587)
Acquisition costs	(93,194)	(3,405)	(35,513)	8,548	(36,411)	(3,874)	(7,042)	(32,392)	(2,250)	(205,533)
Other operating expenses	(1,001)	727	(561)	(710)	(329)	144	30	(3,758)	(620)	(6,078)
Underwriting profit or loss	(16,370)	(6,068)	(13,409)	(21,177)	4,673	(3,718)	4,390	(87,912)	(2,752)	(142,343)

	Quarter									
	Parent Company and Consolidated									
	April 1 to June 30, 2020									
	Brazil									
	Agriculture	Aviation	Financial risks	Casualty	Life	Marine	Motor	Property	Special Risks	Total
Reinsurance premiums	281,461	31,305	19,300	66,825	116,906	78,966	9,830	534,550	25,291	1,164,434
Ceded premiums in retrocession	(61,885)	(16,776)	(15,943)	(49,011)	(30,267)	(35,644)	3,324	(324,472)	(24,488)	(555,162)
Retained premiums	219,576	14,529	3,357	17,814	86,639	43,322	13,154	210,078	803	609,272
Changes in technical reserves	3,200	(7,142)	19,702	1,095	12,459	(3,692)	4,516	(650)	17,213	46,701
Earned premiums	222,776	7,387	23,059	18,909	99,098	39,630	17,670	209,428	18,016	655,973
Retained claims	(292,619)	(32,838)	(42,743)	(27,269)	(78,297)	(58,907)	(20,039)	(228,203)	(7,580)	(788,495)
Acquisition costs	(91,914)	(2,364)	(11,541)	(6,875)	(31,269)	(5,859)	(5,375)	(29,627)	(3,805)	(188,629)
Other operating expenses	(3,113)	(1,571)	960	(222)	(2,404)	197	248	(22,425)	676	(27,654)
Underwriting profit or loss	(164,870)	(29,386)	(30,265)	(15,457)	(12,872)	(24,939)	(7,496)	(70,827)	7,307	(348,805)

	First half of the year									
	Parent Company and Consolidated									
	January 1 to June 30, 2021									
	Brazil									
	Agriculture	Aviation	Financial risks	Casualty	Life	Marine	Motor	Property	Special Risks	Total
Reinsurance premiums	565,193	28,361	106,810	95,065	312,574	173,461	50,981	825,822	126,948	2,285,215
Ceded premiums in retrocession	(43,501)	(29,501)	(24,946)	(72,803)	(72,580)	(78,593)	(1,320)	(342,679)	(89,823)	(755,746)
Retained premiums	521,692	(1,140)	81,864	22,262	239,994	94,868	49,661	483,143	37,125	1,529,469
Changes in technical reserves	33,679	171	20,289	(397)	(6,272)	(19,504)	(2,931)	(36,804)	(8,769)	(20,538)
Earned premiums	555,371	(969)	102,153	21,865	233,722	75,364	46,730	446,339	28,356	1,508,931
Retained claims	(411,447)	(28,714)	(66,102)	(49,880)	(126,513)	(61,510)	(28,514)	(424,348)	(27,496)	(1,224,524)
Acquisition costs	(165,709)	(4,527)	(52,236)	590	(49,392)	(9,382)	(15,043)	(70,934)	(5,736)	(372,369)
Other operating expenses	(245)	1,480	(764)	590	(3,246)	162	34	(9,144)	(4,061)	(15,194)
Underwriting profit or loss	(22,030)	(32,730)	(16,949)	(26,835)	54,571	4,634	3,207	(58,087)	(8,937)	(103,156)

	First half of the year									
	Parent Company and Consolidated									
	January 1 to June 30, 2020									
	Brazil									
	Agriculture	Aviation	Financial risks	Casualty	Life	Marine	Motor	Property	Special Risks	Total
Reinsurance premiums	517,869	46,888	81,935	110,066	214,056	161,653	46,984	796,618	68,663	2,044,732
Ceded premiums in retrocession	(66,177)	(24,404)	(12,161)	(82,591)	(55,990)	(64,228)	(12,831)	(430,249)	(79,280)	(827,911)
Retained premiums	451,692	22,484	69,774	27,475	158,066	97,425	34,153	366,369	(10,617)	1,216,821
Changes in technical reserves	94,379	(9,595)	15,029	(1,493)	27,825	(14,380)	5,885	19,539	30,864	168,053
Earned premiums	546,071	12,889	84,803	25,982	185,891	83,045	40,038	385,908	20,247	1,384,874
Retained claims	(496,021)	(42,026)	(90,579)	(45,074)	(174,220)	(105,386)	(33,385)	(334,343)	(24,042)	(1,345,076)
Acquisition costs	(172,461)	(3,820)	(40,538)	(3,193)	(36,559)	(11,596)	(11,875)	(48,407)	(4,953)	(333,402)
Other operating expenses	(4,462)	(2,265)	885	(549)	(9,454)	(119)	244	(23,488)	316	(38,892)
Underwriting profit or loss	(126,873)	(35,222)	(45,429)	(22,834)	(34,342)	(34,056)	(4,978)	(20,330)	(8,432)	(332,496)

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3.4.2 Abroad

	Quarter									
	Parent Company and Consolidated									
	April 1 to June 30, 2021									
	International risks									Total
Agriculture	Aviation	Financial risks	Casualty	Life	Marine	Motor	Property	Special Risks		
Reinsurance premiums	137,964	79,837	32,102	16,280	160,545	88,067	239	375,513	28,716	919,263
Ceded premiums in retrocession	(3,502)	(2,475)	(2,557)	(166)	(3,633)	499	-	(153,474)	(81)	(165,389)
Retained premiums	134,462	77,362	29,545	16,114	156,912	88,566	239	222,039	28,635	753,874
Changes in technical reserves	70,918	15,726	(706)	(317)	(23,176)	2,927	1,822	78,386	(5,984)	139,596
Earned premiums	205,380	93,088	28,839	15,797	133,736	91,493	2,061	300,425	22,651	893,470
Retained claims	(184,516)	(183,625)	(11,779)	(11,075)	(216,469)	(52,033)	(965)	(223,383)	(5,107)	(888,952)
Acquisition costs	(28,755)	(26,658)	(10,049)	(3,945)	(2,898)	(14,441)	(134)	(92,194)	(3,943)	(183,017)
Other operating expenses	(5,879)	(1,820)	(2,035)	1,566	2,208	(1,242)	25	(9,170)	26	(16,321)
Underwriting profit or loss	(13,770)	(119,015)	4,976	2,343	(83,423)	23,777	987	(24,322)	13,627	(194,820)

	Quarter									
	Parent Company and Consolidated									
	April 1 to June 30, 2020									
	International risks									Total
Agriculture	Aviation	Financial risks	Casualty	Life	Marine	Motor	Property	Special Risks		
Reinsurance premiums	341,731	73,462	41,901	25,990	350,619	119,903	6,779	391,974	26,761	1,379,120
Ceded premiums in retrocession	(27,180)	(4,997)	(3,199)	(1,070)	(593)	(1,652)	-	(235,577)	(3,609)	(277,877)
Retained premiums	314,551	68,465	38,702	24,920	350,026	118,251	6,779	156,397	23,152	1,101,243
Changes in technical reserves	(115,113)	19,234	(7,961)	(14,735)	26,510	(26,933)	(2,895)	93,239	(142)	(28,796)
Earned premiums	199,438	87,699	30,741	10,185	376,536	91,318	3,884	249,636	23,010	1,072,447
Retained claims	(218,043)	(137,937)	(26,737)	(29,772)	(494,511)	(84,871)	(2,211)	(497,712)	(58,983)	(1,550,777)
Acquisition costs	(28,751)	(13,584)	(10,657)	(2,458)	(29,387)	(16,304)	(650)	(72,451)	(4,222)	(178,464)
Other operating expenses	(5,191)	(400)	(283)	(1,663)	(6,362)	(3,852)	(86)	(13,990)	(316)	(32,143)
Underwriting profit or loss	(52,547)	(64,222)	(6,936)	(23,708)	(153,724)	(13,709)	937	(334,517)	(40,511)	(688,937)

	First half of the year									
	Parent Company and Consolidated									
	January 1 to June 30, 2021									
	International risks									Total
Agriculture	Aviation	Financial risks	Casualty	Life	Marine	Motor	Property	Special Risks		
Reinsurance premiums	275,367	188,624	84,502	26,896	262,421	145,943	213	765,285	56,117	1,805,368
Ceded premiums in retrocession	(29,123)	(4,120)	(4,868)	(405)	(5,689)	(3,257)	-	(162,741)	(232)	(210,435)
Retained premiums	246,244	184,504	79,634	26,491	256,732	142,686	213	602,544	55,885	1,594,933
Changes in technical reserves	208,498	3,138	(23,801)	5,792	(22,521)	15,738	4,546	(97,534)	(11,127)	82,729
Earned premiums	454,742	187,642	55,833	32,283	234,211	158,424	4,759	505,010	44,758	1,677,662
Retained claims	(322,264)	(250,133)	(29,781)	(18,676)	(323,905)	(81,595)	(2,698)	(432,722)	(21,172)	(1,482,946)
Acquisition costs	(54,525)	(48,383)	(19,281)	(7,547)	(8,823)	(27,620)	(405)	(163,343)	(7,979)	(337,906)
Other operating expenses	(457)	(3,480)	(2,696)	110	1,447	409	61	(11,883)	(105)	(16,594)
Underwriting profit or loss	77,496	(114,354)	4,075	6,170	(97,070)	49,618	1,717	(102,938)	15,502	(159,784)

	First half of the year									
	Parent Company and Consolidated									
	January 1 to June 30, 2020									
	International risks									Total
Agriculture	Aviation	Financial risks	Casualty	Life	Marine	Motor	Property	Special Risks		
Reinsurance premiums	466,788	225,044	81,762	34,999	681,421	212,978	9,914	739,533	42,592	2,495,031
Ceded premiums in retrocession	(27,919)	(5,886)	(5,486)	(1,092)	(3,639)	(1,829)	-	(241,586)	(4,356)	(291,793)
Retained premiums	438,869	219,158	76,276	33,907	677,782	211,149	9,914	497,947	38,236	2,203,238
Changes in technical reserves	(108,837)	(26,190)	(27,190)	(17,269)	(35,442)	(71,387)	(3,498)	(72,581)	2,475	(359,919)
Earned premiums	330,032	192,968	49,086	16,638	642,340	139,762	6,416	425,366	40,711	1,843,319
Retained claims	(338,993)	(244,043)	(29,226)	(31,526)	(675,998)	(97,616)	(2,305)	(651,661)	(70,376)	(2,141,744)
Acquisition costs	(54,594)	(24,160)	(16,561)	(4,265)	(44,544)	(27,357)	(998)	(122,171)	(7,455)	(302,105)
Other operating expenses	(8,783)	(2,942)	(5,543)	(1,609)	(7,630)	(5,128)	131	(25,404)	(528)	(57,436)
Underwriting profit or loss	(72,338)	(78,177)	(2,244)	(20,762)	(85,832)	9,661	3,244	(373,870)	(37,648)	(657,966)

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In thousands of reais, except when otherwise stated

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Section D – The Group’s structure

4 Investments

4.1 Change in investments

	Parent company	
	June 30, 2021	December 31, 2020
Opening balance	61,870	832,360
Profit (Loss) of subsidiaries		
IRB Investimentos e Participações	(3,981)	74,391
IRB Asset Management	13,318	61,266
Dividends		
IRB Investimentos e Participações	-	(286,700)
IRB Asset Management	(7,312)	(72,834)
Capital reduction (i)	-	(550,000)
Exchange rate change of investment abroad (ii)	(1,576)	6,466
Equity valuation adjustment	(663)	(3,079)
Ownership interests	61,656	61,870

(i) Of the amount as at December 31, 2020, R\$ 65,148 was received through the transfer of the ownership of Parking Partners Fundo de Investimento Imobiliário of IRB Investimentos e Participações.

(ii) The balance of ownership interests in the consolidated balance sheet amounting to R\$ 20,747 refers to the shares in B3i and the change in relation to December 31, 2020 is due to the exchange rate change.

4.2 Ownership interests

Name	Brazil	Business	Relationships	June 30, 2021	
				Direct interest in common shares	Indirect interest in common shares
IRB Asset Management	Brazil	Asset management	Subsidiary	100.0%	
IRB Investimentos e Participações Imobiliárias	Brazil	Real estate management	Subsidiary	100.0%	
IRB Santos Dumont (*)	Brazil	Real estate management	Indirect subsidiary		100.0%
IRB Chile (*)	Brazil	Real estate management	Indirect subsidiary		100.0%
IRB Use (*)	Brazil	Real estate management	Indirect subsidiary		100.0%
IRB Income (*)	Brazil	Real estate management	Indirect subsidiary		100.0%
B3i	Switzerland	Technology	Other investments	8.9%	

Name	Brazil	Business	Relationships	December 31, 2020	
				Direct interest in common shares	Indirect interest in common shares
IRB Asset Management	Brazil	Asset management	Subsidiary	100.0%	
IRB Investimentos e Participações Imobiliárias	Brazil	Real estate management	Subsidiary	100.0%	
IRB Santos Dumont (*)	Brazil	Real estate management	Indirect subsidiary		100.0%
IRB Chile (*)	Brazil	Real estate management	Indirect subsidiary		100.0%
IRB Use (*)	Brazil	Real estate management	Indirect subsidiary		100.0%
IRB Income (*)	Brazil	Real estate management	Indirect subsidiary		100.0%
B3i	Switzerland	Technology	Other investments	8.9%	

(*) Direct subsidiaries of IRB Investimentos e Participações Imobiliárias.

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Section E – Notes to the quarterly information

5 Cash and cash equivalents

The balance of this account is as follows:

	Parent company		Consolidated	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Cash and cash equivalents in national currency	239	204	24,016	577
Cash and cash equivalents in foreign currency	5,713	13,986	5,713	13,986
Total	5,952	14,190	29,729	14,563

6 Marketable securities

6.1 Breakdown of marketable securities

	Parent company					Total
	June 30, 2021					
	Fair value through profit or loss		Available for sale		Average interest rate - %	
	Priced at the curve	Market value/ carrying amount	Priced at the curve	Market value/ carrying amount		
Fixed-income securities - Corporate						
Debentures	11,858	11,858	-	-	-	11,858
Shares in exclusive funds - fixed income						
Financial Treasury Bills	1,014,693	1,018,284	2,423,598	2,398,341	SELIC	3,416,625
Repurchase agreements	366,282	366,282	188,052	188,052	SELIC	554,334
National Treasury Notes - Series B	108,857	113,163	1,282,005	1,202,640	IPCA + 2.95% p.a.	1,315,803
National Treasury Notes - Series F	2,461	2,461	58,869	55,164	5.73% p.a.	57,625
Debentures % CDI	-	-	7,302	7,084	107% of CDI p.a.	7,084
Debentures CDI +	-	-	28,581	27,993	CDI + 0.29% p.a.	27,993
Financial bills % CDI	-	-	26,620	26,512	106% of CDI p.a.	26,512
Financial bills CDI+	-	-	100,705	100,782	CDI + 1.3% p.a.	100,782
Sovereign bonds - Global 23	766,587	766,587	-	-	2.63% p.a.	766,587
Bank certificate of deposits	-	-	35,546	35,546	93% of CDI p.a.	35,546
Other (*)	7,169	7,169	(2,616)	(2,616)	-	4,553
Shares in exclusive funds - variable income						
Shares in Brazilian companies	166,386	166,386	-	-	-	166,386
Repurchase agreements	2,823	2,823	-	-	SELIC	2,823
Share funds	99,349	99,349	-	-	-	99,349
Other	(38)	(38)	-	-	-	(38)
Shares in real estate funds - Exclusive	68,349	68,349	-	-	-	68,349
	2,614,776	2,622,673	4,148,662	4,039,498		6,662,171
Marketable securities abroad						
Fixed-income securities - Government						
Sovereign bonds - Global 23, 25 and 26	-	-	730,866	726,882	3.77% p.a.	726,882
Other investments						
Restricted investments - interest-bearing checking acc	535,149	535,149	-	-	0.01% p.a.	535,149
Fixed-income securities - Corporate						
American Deposits Receipt	-	-	30,052	7,953	-	7,953
Time deposit abroad (i)	1,168,085	1,168,085	-	-	0.50% p.a.	1,168,085
Shares in non-exclusive funds						
Shares in non-exclusive investment funds	39,784	39,784	-	-	-	39,784
	1,743,018	1,743,018	760,918	734,835		2,477,853
Total	4,357,794	4,365,691	4,909,580	4,774,333		9,140,024
%		47.8%		52.2%		100.0%
Current		4,365,691		278,326		4,644,017
Non-current		-		4,496,007		4,496,007

(*) Refer to administrative amounts payable that are in exclusive investment funds.

(i) These represent time deposits, which maturities range from 23 to 180 days. Such investments are in US dollars.

(ii) Interest-bearing checking account, see Note 18.

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6.1 Breakdown of marketable securities

	Parent company					Total
	December 31, 2020					
	Fair value through profit or loss		Available for sale		Average interest rate - %	
	Priced at the curve	Market value/ carrying amount	Priced at the curve	Market value/ carrying amount		
Fixed-income securities - Corporate						
Debentures	11,858	11,858	-	-	-	11,858
Shares in exclusive funds - fixed income						
Financial Treasury Bills	269,312	270,387	3,426,427	3,389,536	SELIC	3,659,923
Repurchase agreements	82,156	82,156	251,707	251,707	SELIC	333,863
National Treasury Notes - Series B	-	-	986,686	983,640	IPCA + 2.56%	983,640
National Treasury Notes - Series F	-	-	59,728	60,262	5.73%	60,262
Debentures % CDI	-	-	7,314	29,193	107.1% of CDI	29,193
Debentures CDI +	-	-	30,262	6,928	CDI + 0.3%	6,928
Financial bills	-	-	26,435	26,148	105.9% of CDI	26,148
Sovereign bonds - Global 21	797,746	797,746	-	-	4.88%	797,746
Bank certificate of deposits	-	-	35,132	35,132	93% of CDI	35,132
Other (*)	38	38	(10,388)	(10,388)	-	(10,350)
Shares in exclusive funds - variable income						
Shares in Brazilian companies	95,178	95,178	-	-	-	95,178
Repurchase agreements	669	669	-	-	SELIC	669
Other	225	225	-	-	-	225
Shares in real estate funds - Exclusive	68,366	68,366	-	-	-	68,366
	1,325,548	1,326,623	4,813,303	4,772,158		6,098,781
Marketable securities abroad						
Fixed-income securities - Government						
Sovereign bonds - Global 21	-	-	483,014	473,644	4.88%	473,644
Other investments						
Restricted investments - interest-bearing checking acc	725,459	725,459	-	-	-	725,459
Fixed-income securities - Corporate						
American Deposits Receipt	-	-	31,220	7,587	-	7,587
Time deposit abroad (i)	1,019,796	1,019,796	-	-	-	1,019,796
Shares in non-exclusive funds						
Shares in non-exclusive investment funds	16,666	16,666	-	-	-	16,666
	1,761,921	1,761,921	514,234	481,231		2,243,152
Total	3,087,469	3,088,544	5,327,537	5,253,389		8,341,933
%		37.0%		63.0%		100.0%
Current		3,088,544		791,774		3,880,318
Non-current		-		4,461,615		4,461,615

(*) Refer to administrative amounts payable that are in exclusive investment funds.

(i) These represent time deposits, which maturities range from 7 to 180 days. Such investments are in US dollars.

(ii) Interest-bearing checking account, see Note 18.

IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated quarterly information as at June 30, 2021

In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

6.1 Breakdown of marketable securities

						Consolidated
						June 30, 2021
	Fair value through profit or loss		Available for sale		Average interest rate - %	Total
	Priced at the curve	Market value/ carrying amount	Priced at the curve	Market value/ carrying amount		
Fixed-income securities - Corporate						
Debt securities	11,858	11,858	-	-		11,858
Shares in exclusive funds - fixed income						
Financial Treasury Bills	1,014,693	1,018,284	2,423,598	2,398,341	SELIC	3,416,625
Repurchase agreements	366,282	366,282	188,052	188,052	SELIC	554,334
National Treasury Notes - Series B	108,857	113,163	1,282,005	1,202,640	IPCA + 2.95% p.a.	1,315,803
National Treasury Notes - Series F	2,461	2,461	58,869	55,164	5.73% p.a.	57,625
Debt securities % CDI	-	-	7,302	7,084	107% of CDI p.a.	7,084
Debt securities CDI +	-	-	28,581	27,993	CDI + 0.29% p.a.	27,993
Financial bills % CDI	-	-	26,620	26,512	106% of CDI p.a.	26,512
Financial bills CDI+	-	-	100,705	100,782	CDI + 1.3% p.a.	100,782
Sovereign bonds - Global 23	766,587	766,587	-	-	2.63% p.a.	766,587
Bank certificate of deposits	-	-	35,546	35,546	93% of CDI p.a.	35,546
Derivatives	1,383	1,383	-	-	-	1,383
Shares in exclusive funds - variable income						
Shares in Brazilian companies	89,867	89,867	-	-	-	89,867
Repurchase agreements	2,823	2,823	-	-	SELIC	2,823
Share funds	99,349	99,349	-	-	-	99,349
Market index funds	76,519	76,519	-	-	-	76,519
Derivatives	128	128	-	-	-	128
Shares in non-exclusive funds						
	12,987	12,987	16,387	12,460		25,447
	2,553,794	2,561,691	4,167,665	4,054,574		6,616,265
Marketable securities abroad						
Fixed-income securities - Government						
Sovereign bonds - Global 23, 25 and 26	-	-	730,866	726,882	3.77% p.a.	726,882
Other investments						
Restricted investments - interest-bearing checking acc	535,149	535,149	-	-	0.01% p.a.	535,149
Fixed-income securities - Corporate						
American Deposits Receipt	-	-	30,052	7,953		7,953
Time deposit abroad (i)	1,168,085	1,168,085	-	-	0.50% p.a.	1,168,085
Shares in non-exclusive funds						
Shares in non-exclusive investment funds	39,784	39,784	-	-	-	39,784
	1,743,018	1,743,018	760,918	734,835		2,477,853
Total	4,296,812	4,304,709	4,928,583	4,789,409		9,094,118
%		47.3%		52.7%		100.0%
Current		4,304,709		293,402		4,598,111
Non-current		-		4,496,007		4,496,007

(i) These represent time deposits, which maturities range from 23 to 180 days. Such investments are in US dollars.

(ii) Interest-bearing checking account, see Note 18.

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In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

6.1 Breakdown of marketable securities

	Consolidated					Total
	December 31, 2020					
	Fair value through profit or loss		Available for sale		Average interest rate - %	
	Priced at the curve	Market value/ carrying amount	Priced at the curve	Market value/ carrying amount		
Fixed-income securities - Corporate						
Debentures	11,858	11,858	-	-	-	11,858
Shares in exclusive funds - fixed income						
Financial Treasury Bills	269,311	270,387	3,426,427	3,389,536	SELIC	3,659,923
Repurchase agreements	82,661	82,661	251,707	251,707	SELIC	334,368
National Treasury Notes - Series B	-	-	986,686	983,640	IPCA + 2.56%	983,640
National Treasury Notes - Series F	-	-	59,728	60,262	5.73%	60,262
Debentures % CDI	-	-	7,314	29,193	107.1% of CDI	29,193
Debentures CDI+	-	-	30,262	6,928	CDI + 0.3%	6,928
Financial bills	-	-	26,620	26,148	105.9% of CDI	26,148
Sovereign bonds - Global 21	797,746	797,746	-	-	4.88%	797,746
Bank certificate of deposits	-	-	35,132	35,132	93% of CDI	35,132
Other	109	109	-	-	-	109
Shares in exclusive funds - variable income						
Shares in Brazilian companies	86,822	86,822	-	-	-	86,822
Repurchase agreements	669	669	-	-	SELIC	669
Market index funds	8,356	8,356	-	-	-	8,356
Other	40	40	-	-	-	40
Shares in non-exclusive funds						
	16,146	16,146	16,542	13,463	-	29,609
	1,273,718	1,274,794	4,840,418	4,796,009		6,070,803
Marketable securities abroad						
Fixed-income securities - Government						
Sovereign bonds - Global 21	-	-	483,014	473,644	4.88%	473,644
Other investments						
Restricted investments - interest-bearing checking acci	725,459	725,459	-	-	0.01% p.a.	725,459
Fixed-income securities - Corporate						
American Deposits Receipt	-	-	31,220	7,587	-	7,587
Time deposit abroad (i)	1,019,796	1,019,796	-	-	-	1,019,796
Shares in non-exclusive funds						
Shares in non-exclusive investment funds	16,666	16,666	-	-	-	16,666
	1,761,921	1,761,921	514,234	481,231		2,243,152
Total	3,035,639	3,036,715	5,354,652	5,277,240		8,313,955
%		36.5%		63.5%		100.0%
Current		3,036,715		815,625		3,852,340
Non-current		-		4,461,615		4,461,615

(i) These represent time deposits, which maturities range from 7 to 180 days. Such investments are in US dollars.

(ii) Interest-bearing checking account, see Note 18.

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In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

6.1.1 Breakdown of marketable securities by type and maturity

	Parent company				
	June 30, 2021				
	Without maturity	From 1 to 180 days	From 181 to 365 days	Over 365 days	Total
Fair value through profit or loss					
Fixed-income securities - Corporate					
Debentures	11,858	-	-	-	11,858
Shares in exclusive funds - fixed income					
Repurchase agreements	-	366,282	-	-	366,282
National Treasury Notes - Series B	-	-	-	113,163	113,163
National Treasury Notes - Series F	-	-	-	2,461	2,461
Financial Treasury Bills	-	-	-	1,018,284	1,018,284
Sovereign bonds - Global 23	-	-	-	766,587	766,587
Other	7,169	-	-	-	7,169
Shares in exclusive funds - variable income					
Shares in Brazilian companies	166,386	-	-	-	166,386
Repurchase agreements	-	2,823	-	-	2,823
Share funds	99,349	-	-	-	99,349
Other	(38)	-	-	-	(38)
Shares in real estate funds - Exclusive					
	68,349	-	-	-	68,349
Marketable securities abroad					
Fixed-income securities - Corporate					
Time deposit abroad	-	1,168,085	-	-	1,168,085
Other investments					
Restricted investments - interest-bearing checking accou	535,149	-	-	-	535,149
Shares in non-exclusive investment funds					
Shares in non-exclusive investment funds	39,784	-	-	-	39,784
	928,006	1,537,190	-	1,900,495	4,365,691
Available for sale					
Shares in exclusive funds - fixed income					
Financial Treasury Bills	-	18,106	-	2,380,235	2,398,341
Repurchase agreements	-	188,052	-	-	188,052
National Treasury Notes - Series B	-	-	-	1,202,640	1,202,640
National Treasury Notes - Series F	-	-	-	55,164	55,164
Debentures % CDI	-	3,021	1,752	23,220	27,993
Debentures CDI +	-	-	-	7,084	7,084
Financial bills % CDI	-	13,177	13,335	-	26,512
Financial bills CDI+	-	-	-	100,782	100,782
Bank certificate of deposits	35,546	-	-	-	35,546
Other	(2,616)	-	-	-	(2,616)
Marketable securities abroad					
Fixed-income securities - Government					
Sovereign bonds - Global 23, 25 and 26	-	-	-	726,882	726,882
Fixed-income securities - Corporate					
American Deposits Receipt	7,953	-	-	-	7,953
	40,883	222,356	15,087	4,496,007	4,774,333
Total					9,140,024

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6.1.1 Breakdown of marketable securities by type and maturity

	Parent company				
	December 31, 2020				
	Without maturity	From 1 to 180 days	From 181 to 365 days	Over 365 days	Total
Fair value through profit or loss					
Fixed-income securities - Corporate					
Debentures	11,858	-	-	-	11,858
Shares in exclusive funds - fixed income					
Repurchase agreements	-	82,156	-	-	82,156
Financial Treasury Bills	-	-	-	270,387	270,387
Sovereign bonds - Global 21	-	797,746	-	-	797,746
Other	38	-	-	-	38
Shares in exclusive funds - variable income					
Shares in Brazilian companies	95,178	-	-	-	95,178
Repurchase agreements	-	669	-	-	669
Other	225	-	-	-	225
Shares in real estate funds - Exclusive					
	68,366	-	-	-	68,366
Marketable securities abroad					
Fixed-income securities - Corporate					
Time deposit abroad	-	1,019,796	-	-	1,019,796
Other investments					
Restricted investments - interest-bearing checking accou	725,459	-	-	-	725,459
Shares in non-exclusive investment funds					
Shares in non-exclusive investment funds	16,666	-	-	-	16,666
	917,790	1,900,367	-	270,387	3,088,544
Available for sale					
Shares in exclusive funds - fixed income					
Financial Treasury Bills	-	247	17,872	3,371,417	3,389,536
Repurchase agreements	-	251,707	-	-	251,707
National Treasury Notes - Series B	-	-	-	983,640	983,640
National Treasury Notes - Series F	-	-	-	60,262	60,262
Debentures % CDI	-	-	2,995	26,198	29,193
Debentures CDI +	-	-	-	6,928	6,928
Financial bills	-	-	12,978	13,170	26,148
Bank certificate of deposits	35,132	-	-	-	35,132
Other	(10,388)	-	-	-	(10,388)
Marketable securities abroad					
Fixed-income securities - Government					
Sovereign bonds - Global 21	-	473,644	-	-	473,644
Fixed-income securities - Corporate					
American Deposits Receipt	7,587	-	-	-	7,587
	32,331	725,598	33,845	4,461,615	5,253,389
Total					8,341,933

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(A free translation of the original in Portuguese)

6.1.1 Breakdown of marketable securities by type and maturity

	Consolidated				
	June 30, 2021				
	Without maturity	From 1 to 180 days	From 181 to 365 days	Over 365 days	Total
Fair value through profit or loss					
Fixed-income securities - Corporate					
Debentures	11,858	-	-	-	11,858
Shares in exclusive funds - fixed income					
Financial Treasury Bills	-	-	-	1,018,284	1,018,284
Repurchase agreements	-	366,282	-	-	366,282
National Treasury Notes - Series B	-	-	-	113,163	113,163
National Treasury Notes - Series F	-	-	-	2,461	2,461
Sovereign bonds - Global 23	-	-	-	766,587	766,587
Derivatives	1,383	-	-	-	1,383
	-	-	-	-	-
Shares in exclusive investment funds - variable income					
Shares in Brazilian companies	89,867	-	-	-	89,867
Repurchase agreements	-	2,823	-	-	2,823
Share funds	99,349	-	-	-	99,349
Market index funds	76,519	-	-	-	76,519
Derivatives	128	-	-	-	128
	-	-	-	-	-
Shares in non-exclusive investment funds	12,987	-	-	-	12,987
Marketable securities abroad					
Fixed-income securities - Corporate					
Time deposit abroad	-	1,168,085	-	-	1,168,085
Other investments					
Restricted investments - interest-bearing checking account	535,149	-	-	-	535,149
	-	-	-	-	-
Shares in non-exclusive funds	39,784	-	-	-	39,784
	867,024	1,537,190	-	1,900,495	4,304,709
Available for sale					
Shares in exclusive funds - fixed income					
Financial Treasury Bills	-	18,106	-	2,380,235	2,398,341
Repurchase agreements	-	188,052	-	-	188,052
National Treasury Notes - Series B	-	-	-	1,202,640	1,202,640
National Treasury Notes - Series F	-	-	-	55,164	55,164
Debentures % CDI	-	-	-	7,084	7,084
Debentures CDI+	-	3,021	1,752	23,220	27,993
Financial bills % CDI	-	13,177	13,335	-	26,512
Financial bills CDI+	-	-	-	100,782	100,782
Bank certificate of deposits	35,546	-	-	-	35,546
	-	-	-	-	-
Shares in non-exclusive investment funds	12,460	-	-	-	12,460
Marketable securities abroad					
Fixed-income securities - Government					
Sovereign bonds - Global 23, 25 and 26	-	-	-	726,882	726,882
Fixed-income securities - Corporate					
American Deposits Receipt	7,953	-	-	-	7,953
	55,959	222,356	15,087	4,496,007	4,789,409
Total					9,094,118

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(A free translation of the original in Portuguese)

6.1.1 Breakdown of marketable securities by type and maturity

	Consolidated				
	December 31, 2020				
	Without maturity	From 1 to 180 days	From 181 to 365 days	Over 365 days	Total
Fair value through profit or loss					
Fixed-income securities - Corporate					
Debentures	11,858	-	-	-	11,858
Shares in exclusive funds - fixed income					
Financial Treasury Bills	270,387	-	-	-	270,387
Repurchase agreements	82,661	-	-	-	82,661
Sovereign bonds - Global 21	797,746	-	-	-	797,746
Other	149	-	-	-	149
Shares in exclusive investment funds - variable income					
Shares in Brazilian companies	86,822	-	-	-	86,822
Repurchase agreements	-	669	-	-	669
Market index funds	8,356	-	-	-	8,356
Shares in non-exclusive investment funds	16,146	-	-	-	16,146
Marketable securities abroad					
Fixed-income securities - Corporate					
Time deposit abroad	-	1,019,796	-	-	1,019,796
Other investments					
Restricted investments - interest-bearing checking account	725,459	-	-	-	725,459
Shares in non-exclusive funds					
Shares in non-exclusive investment funds	16,666	-	-	-	16,666
	2,016,250	1,020,465	-	-	3,036,715
Available for sale					
Shares in exclusive funds - fixed income					
Financial Treasury Bills	-	247	17,872	3,371,417	3,389,536
Repurchase agreements	-	251,707	-	-	251,707
National Treasury Notes - Series B	-	-	-	983,640	983,640
National Treasury Notes - Series F	-	-	-	60,262	60,262
Debentures % CDI	-	-	2,995	26,198	29,193
Debentures CDI +	-	-	-	6,928	6,928
Financial bills	-	-	12,978	13,170	26,148
Bank certificate of deposits	35,132	-	-	-	35,132
Shares in non-exclusive investment funds	13,463	-	-	-	13,463
Marketable securities abroad					
Fixed-income securities - Government					
Sovereign bonds - Global 21	-	473,644	-	-	473,644
Fixed-income securities - Corporate					
American Deposits Receipt	7,587	-	-	-	7,587
	56,182	725,598	33,845	4,461,615	5,277,240
Total					8,313,955

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In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

6.2 Change in marketable securities

			Parent company
	Fair value through profit or loss	Available for sale	Total
Balances as at January 1, 2020	578,592	3,843,721	4,422,313
Marketable securities	8,765,167	5,993,989	14,759,156
Interest call	(10,023)	(300,705)	(310,728)
Principal call	(6,321,734)	(4,542,800)	(10,864,534)
Finance income	(56,621)	291,991	235,370
Adjustment to market value	-	(49,049)	(49,049)
Exchange-rate change	69,228	16,242	85,470
Transfers and other	63,935	-	63,935
Balances as at December 31, 2020	3,088,544	5,253,389	8,341,933
	Fair value through profit or loss	Available for sale	Total
Balances as at December 31, 2020	3,088,544	5,253,389	8,341,933
Marketable securities	6,215,545	1,161,109	7,376,654
Interest call	(19,656)	(24,571)	(44,227)
Principal call	(4,859,082)	(1,614,884)	(6,473,966)
Finance income	20,177	70,058	90,235
Adjustment to market value	-	(61,099)	(61,099)
Exchange-rate change	(79,229)	(9,669)	(88,898)
Transfers and other	(608)	-	(608)
Balances as at June 30, 2021	4,365,691	4,774,333	9,140,024

			Consolidated
	Fair value through profit or loss	Available for sale	Total
Balances as at January 1, 2020	611,240	3,867,933	4,479,173
Marketable securities	9,543,155	5,993,989	15,537,144
Interest call	(10,023)	(300,705)	(310,728)
Principal call	(7,216,996)	(4,477,651)	(11,694,647)
Finance income	41,325	280,443	321,768
Adjustment to market value	-	(52,128)	(52,128)
Exchange-rate change	69,228	16,242	85,470
Transfers and other	(1,214)	(50,883)	(52,097)
Balances as at December 31, 2020	3,036,715	5,277,240	8,313,955
	Fair value through profit or loss	Available for sale	Total
Balances as at December 31, 2020	3,036,715	5,277,240	8,313,955
Marketable securities	6,214,419	1,162,107	7,376,526
Interest call	(19,656)	(24,571)	(44,227)
Principal call	(4,859,082)	(1,618,189)	(6,477,271)
Finance income	33,759	86,648	120,407
Adjustment to market value	-	(61,762)	(61,762)
Exchange-rate change	(79,229)	(9,669)	(88,898)
Transfers and other	(22,217)	(22,395)	(44,612)
Balances as at June 30, 2021	4,304,709	4,789,409	9,094,118

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as at June 30, 2021**

In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

7 Receivables from reinsurance and retrocession operations

Receivables from reinsurance and retrocession operations mainly comprise balances receivable from the operations of insurance and reinsurance companies in Brazil and abroad, plus written premiums receivable, the respective commissions, claim compensation receivable, as shown below:

7.1 Breakdown

	Parent Company and Consolidated	
	June 30, 2021	December 31, 2020
Current		
Transactions with insurers (7.2)	3,785,461	4,193,770
Transactions with reinsurers (7.2)	1,153,556	1,496,530
Other receivables (7.2)	32,940	139,172
Allowance for doubtful accounts	(58,195)	(65,060)
	4,913,762	5,764,412

7.2 Changes

The Company has reinsurance contracts with premiums recorded using estimated (Estimated Premium and RVNE Premium) or actual (Actual Premiums) bases. The proportional contracts are issued using estimates (Estimated Premiums) and adjusted after receiving the accounts rendered from cedants, when the Estimated Premium is reversed as contra-entry to the Actual Premium. The non-proportional contracts have a minimum premium (actual premiums), which may be adjusted later on. Meanwhile, facultative contracts are recorded based on the amount agreed between the parties (actual premiums).

The settlement of proportional contracts and respective receipt of premiums occurs when the account rendered by cedants is submitted to the Company according to the terms agreed between them. Certain accounts rendered enable the offset of the amounts owed by cedants to IRB (premiums) against the amounts that the Company have to pay for claims to such cedants, provided that these are informed in the same accounts rendered.

	Parent Company and Consolidated					
	Actual premium (*)	Estimated premium	RVNE Premium	Claim (*)	Other (*)	Total
Balances as at January 1, 2020	2,043,572	2,665,398	477,672	283,606	135,390	5,605,638
Written premiums(**)	10,426,642	5,481,914	-	-	-	15,908,556
Write-off for account rendered (**)	-	(6,269,012)	(46,340)	-	-	(6,315,352)
Write-off for offset of amounts (***)	(222,424)	-	-	-	-	(222,424)
Commission on written premiums(**)	(1,271,549)	(1,436,777)	-	-	-	(2,708,326)
Reversal of estimated commission (**)	-	1,415,507	9,173	-	-	1,424,680
Premium received	(9,914,131)	-	-	-	-	(9,914,131)
Commission payments	1,189,925	-	-	-	-	1,189,925
Recoverable claims	-	-	-	219,034	-	219,034
Exchange rate change	8,639	510,685	82,295	(2,191)	271	599,699
Other receivables (payables)	65,709	-	-	(27,046)	3,510	42,173
Balances as at December 31, 2020	2,326,383	2,367,715	522,800	473,403	139,171	5,829,472

	Parent Company and Consolidated					
	Actual premium (*)	Estimated premium	RVNE Premium	Claim (*)	Other (*)	Total
Balances as at December 31, 2020	2,326,383	2,367,715	522,800	473,403	139,171	5,829,472
Written premiums(**)	4,505,377	1,754,733	-	-	-	6,260,110
Write-off for account rendered (**)	-	(2,167,008)	(4,057)	-	-	(2,171,065)
Write-off for offset of amounts (***)	(363,360)	-	-	-	-	(363,360)
Commission on written premiums(**)	(677,445)	(448,728)	(747)	-	-	(1,126,920)
Reversal of estimated commission (**)	-	480,495	-	-	-	480,495
Premium received	(4,270,462)	-	-	-	-	(4,270,462)
Commission payments	680,935	-	-	-	-	680,935
Recoverable claims	-	-	-	353,909	-	353,909
Recovered claims	-	-	-	(516,007)	-	(516,007)
Exchange rate change	(59,945)	(65,007)	(14,111)	(3,003)	(86)	(142,152)
Other receivables (payables)	50,089	-	-	13,059	(106,146)	(42,998)
Balances as at June 30, 2021	2,191,572	1,922,200	503,885	321,361	32,939	4,971,957

(*) The balance as at June 30 related to the sum of these groups is equivalent to the one shown in the column Receivables from operations in Note 7.3.

(**) Refers to Note 3.3 Statements of profit or loss – Reconciliation, line items Gross written premium (a) and Reinsurance commission (e).

(***) Amounts written-off by offsetting premiums receivable against claims payable of the accounts rendered received.

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7.3 Aging of receivables from reinsurance and retrocession operations

The aging analysis of receivables from reinsurance and retrocession operations is as follows:

Parent Company and Consolidated					
June 30, 2021					
Aging	Receivables	Payables	Net receivables	Provision for credit risks	Total
Falling due	2,091,054	(1,203,748)	887,306	(31,191)	856,115
Past due	454,818	(168,678)	286,140	(27,004)	259,136
Less than 30 days past due	158,834	(37,560)	121,274	(8,315)	112,959
From 31 to 60 days past due	47,851	(7,504)	40,347	(4,055)	36,292
From 61 to 120 days past due	41,136	(8,768)	32,368	(4,753)	27,615
From 121 to 180 days past due	54,667	(49,999)	4,668	(9)	4,659
Over 181 days past due	152,330	(64,847)	87,483	(9,872)	77,611
Total	2,545,872	(1,372,426)	1,173,446	(58,195)	1,115,251

For the net balances of trade payables and receivables - actual (actual premium, claim and other receivables) past due and falling due - in the amount of R\$ 1,173,446 (R\$ 920,401 as at December 31, 2020), a provision for credit risk was recognized in the amount of R\$ 58,195 (R\$ 65,060 as at December 31, 2020).

8 Third-party deposits

The amounts received from cedants related to receivables not fully written-off (in reconciliation process) are recorded in this line item. The amounts credited as premium and claim recovery are received deducted for commissions and, sometimes, claim prepayments.

Third-party deposits by age of deposit are as follows.

Parent Company and Consolidated		
	June 30, 2021	December 31, 2020
Up to 30 days	73,437	146,982
Between 31 and 60 days	23,180	23,765
Between 61 and 120 days	94,613	60,370
Between 121 and 180 days	38,941	43,806
Between 181 and 365 days	30,137	42,518
	260,308	317,441

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9 Retrocession assets - technical reserves

9.1 Claims - retrocession (breakdown)

Claims pending payment and claims incurred but not reported (IBNR) are as follows:

Parent Company and Consolidated					
June 30, 2021					
	Claims pending payment	Claims pending payment in court dispute	Reimbursement estimate	Claims incurred but not reported	Total
Aviation	295,901	14	(887)	53,257	348,285
Motor	1,550	-	(3)	13,665	15,212
Mortgage	247	-	-	130	377
Marine	47,386	369	(8)	10,381	58,128
Property	907,436	98,078	(197)	437,073	1,442,390
Life	23,065	603	-	50,965	74,633
Oil & Gas	452,662	-	-	37,083	489,745
Casualty	213,707	4,324	-	84,886	302,917
Financial risks	177,932	7,476	(478)	54,174	239,104
Agriculture	29,215	1,062	(2)	14,182	44,457
Cargo	248,750	349	(98)	54,628	303,629
International risks	180,901	-	-	170,996	351,897
Total	2,578,752	112,275	(1,673)	981,420	3,670,774

Parent Company and Consolidated					
December 31, 2020					
	Claims pending payment	Claims pending payment in court dispute	Reimbursement estimate	Claims incurred but not reported	Total
Aviation	237,766	20	(1,024)	59,720	296,482
Motor	1,339	-	(2)	11,133	12,470
Mortgage	219	-	-	180	399
Marine	45,076	364	(30)	11,772	57,182
Property	880,231	61,781	(327)	361,727	1,303,412
Life	32,092	818	-	41,223	74,133
Oil & Gas	407,352	-	-	31,432	438,784
Casualty	182,845	3,965	-	82,615	269,425
Financial risks	149,459	7,090	(689)	50,818	206,678
Agriculture	97,093	902	-	73,383	171,378
Cargo	332,501	888	(169)	65,460	398,680
International risks	331,026	-	-	172,871	503,897
Total	2,696,999	75,828	(2,241)	962,334	3,732,920

9.1.1 Changes

Parent Company and Consolidated		
	June 30, 2021	December 31, 2020
Opening balance	3,732,920	2,556,476
PSL - previous balance	2,770,586	2,017,067
PSL - Recognition of retrocession claims	1,683,879	2,989,814
PSL - Reversal of retrocession claims	(685,873)	(878,925)
PSL - Estimate of salvage and reimbursements	571	183,764
PSL - Reversal to retrocession receivable	(353,909)	(456,029)
PSL - Write-off for claim payment Loss Portfolio Transfer	(419,749)	(285,255)
PSL - Claim recovery	(224,349)	(1,090,115)
PSL - Interest, inflation adjustment and exchange rate change and other	(81,801)	290,265
PSL - Change in Assets	(81,232)	753,519
PSL - Closing balance	2,689,354	2,770,586
	June 30, 2021	December 31, 2020
IBNR - Opening balance	962,334	539,409
IBNR - Recognition of retrocession claims	203,738	569,775
IBNR - Reversal of retrocession claims	(162,994)	(200,140)
IBNR - Exchange rate change	(21,658)	53,290
IBNR - Change in Assets	19,086	422,925
IBNR - Closing balance	981,420	962,334
Closing balance	3,670,774	3,732,920

Loss Portfolio Transfer: sale/transfer through Retrocession contract of Claim Reserves of a certain Portfolio by IRB to a retrocessionaire (reinsurer).

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9.2 Deferred retrocession premiums

Parent Company and Consolidated							
June 30, 2021							
	Unearned premium reserve			Deferred reinsurance commission			Total
	Actual	Estimated	RVNE	Actual	Estimated	RVNE	
Aviation	10,797	1,862	851	(107)	(100)	(43)	13,260
Motor	389	6,444	-	(5)	(268)	-	6,560
Mortgage	-	53	7	-	(2)	-	58
Marine	15,986	217	1,700	(335)	(16)	(63)	17,489
Nuclear	7,414	-	1,737	(185)	-	(86)	8,880
Property	243,490	71,663	20,808	(9,670)	(8,572)	(1,003)	316,716
Life	22,562	11,433	1,173	(2,312)	(918)	(93)	31,845
Oil & Gas	90,239	1,046	49,385	(3,658)	(154)	(1,078)	135,780
Casualty	61,117	22,592	2,117	(5,602)	(3,797)	(144)	76,283
Financial risks	15,060	13,778	1,669	(414)	(2,601)	(90)	27,402
Agriculture	61,891	6	143	(27)	(2)	(12)	61,999
Cargo	49,177	17,407	5,750	(1,705)	(684)	(1,010)	68,935
International risks	214,544	2,952	461	(948)	(418)	(37)	216,554
Total	792,666	149,453	85,801	(24,968)	(17,532)	(3,659)	981,761
Current							897,064
Non-current							84,697

Parent Company and Consolidated							
December 31, 2020							
	Unearned premium reserve			Deferred reinsurance commission			Total
	Actual	Estimated	RVNE	Actual	Estimated	RVNE	
Aviation	24,836	464	823	(171)	(31)	(44)	25,877
Motor	670	7,166	-	(15)	(193)	-	7,628
Mortgage	-	53	8	-	(2)	-	59
Marine	25,430	1,554	2,277	(538)	(39)	(93)	28,591
Nuclear	19,159	-	3,015	(479)	-	(167)	21,528
Property	301,759	94,522	31,383	(10,497)	(8,198)	(1,335)	407,634
Life	30,097	4,206	1,043	(2,898)	(439)	(92)	31,917
Oil & Gas	337,571	1,503	89,946	(7,612)	(158)	(1,818)	419,432
Casualty	64,006	37,804	2,193	(5,699)	(8,335)	(153)	89,816
Financial risks	23,580	12,684	1,847	(470)	(2,255)	(98)	35,288
Agriculture	50,721	12	195	(407)	(4)	(21)	50,496
Cargo	35,974	23,429	4,521	(1,170)	(878)	(787)	61,089
International risks	238,929	3,930	531	(998)	(564)	(35)	241,793
Total	1,152,732	187,327	137,782	(30,954)	(21,096)	(4,643)	1,421,148
Current							1,352,762
Non-current							68,386

9.2.1 Changes

Parent Company and Consolidated							
	Unearned premium reserve			Deferred reinsurance commission			Total
	Actual	Estimated	RVNE	Actual	Estimated	RVNE	
Balances as at January 1, 2020	922,468	206,085	97,619	(25,443)	(21,902)	(6,114)	1,172,713
Recognition (*)	1,039,127	115,702	136,212	(23,596)	(14,317)	(8,606)	1,244,522
Deferral by risk (*)	(980,276)	(144,381)	(44,889)	24,912	15,472	7,388	(1,121,774)
Exchange rate change	171,413	9,921	(51,160)	(6,827)	(349)	2,689	125,687
Balances as at December 31, 2020	1,152,732	187,327	137,782	(30,954)	(21,096)	(4,643)	1,421,148
	Actual	Estimated	RVNE	Actual	Estimated	RVNE	Total
Balances as at December 31, 2020	1,152,732	187,327	137,782	(30,954)	(21,096)	(4,643)	1,421,148
Recognition (*)	178,930	52,049	-	(5,926)	(4,970)	-	220,083
Deferral by risk (*)	(543,662)	(87,474)	(49,072)	11,476	8,015	857	(659,860)
Exchange rate change	4,666	(2,449)	(2,909)	436	519	127	390
Balances as at June 30, 2021	792,666	149,453	85,801	(24,968)	(17,532)	(3,659)	981,761

(*) Refers to Note 3.3 Statements of profit or loss - Reconciliation, lines of Changes in technical reserves - ceded premium (c) and Changes in technical reserves - ceded commission (e).

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9.3 Other technical reserves

The reserve for technical surplus guarantees the amounts allocated to the distribution of excess amounts arising from technical surplus in the operationalization of contracts, and the reserve for related expenses comprise the coverage for claim-related expenses.

	Parent Company and Consolidated	
	June 30, 2021	December 31, 2020
Aviation	13	20
Motor	699	1,011
Property	2,670	581
Life	1,055	518
Casualty	2,059	203
Financial risks	1,897	4,021
Agriculture	941	709
Cargo	1,031	185
International risks	578	507
Total	10,943	7,755

10 Trade and other receivables

	Parent company		Consolidated	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Current				
Amounts from real estate investment portfolio	27,566	27,566	48,133	48,271
Advance to suppliers	210	219	210	219
Advance to employees	3,192	924	3,207	939
Reimbursement receivable	22,620	20,398	22,620	20,398
Corporate bonds - federal government-controlled corporation (ii)	-	307,132	-	307,132
Other	909	822	5,985	12,167
Total current	54,497	357,061	80,155	389,126
Non-current				
Amounts receivable from Caixa Econômica Federal	16,083	16,100	16,083	16,100
Amounts receivable - Prevírb	90,946	119,446	90,946	119,446
Amounts receivable - estimated reimbursement (10.1)	54,016	67,319	54,016	67,319
Corporate bonds - Collateral for real estate (i)	308,293	320,280	308,293	320,280
Total non-current	469,338	523,145	469,338	523,145
	523,835	880,206	549,493	912,271

(i) The bonds are expected to be realized in approximately three years.

(ii) After court ratification of the settlement of the action for damages, Centrais Elétricas do Norte do Brasil S/A ("Eletronorte") made the payment in cash on March 8, 2021 to the Company. The received fund was allocated to guarantee assets, to strengthen the Company's regulatory ratios.

10.1 Estimated reimbursements

The following chart shows the changes in reimbursements and the timing of the expected realization of balances as at June 30, 2021.

	Parent Company and Consolidated	
	June 30, 2021	December 31, 2020
Opening balance	67,319	81,742
Increase (reversals)	(13,233)	(27,829)
Exchange rate change	(70)	13,406
Closing balance	54,016	67,319

Expected realization	
January-22	17,086
March-22	2,770
November-22	12,414
March-23	2,058
June-23	12,327
January-24	5,207
June-27	2,154
	54,016

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11.1.1 Deferred tax assets

(a) Deferred tax assets

Deferred income tax and social contribution for temporary differences and tax loss comprise the following:

	Parent company			
	June 30, 2021		December 31, 2020	
	Income tax	al contribution	Income tax	Social contribution
Non-current				
Provisions for labor lawsuits and post-employment benefit	475,807	475,807	518,029	518,029
Allowance for doubtful accounts	58,195	58,195	65,060	65,060
Provision for tax and social security contingencies	17,820	17,820	-	-
Adjustment to market value - available-for-sale securities	135,247	135,248	74,148	74,148
Actuarial gains and losses - post-employment benefit	(39,679)	(39,679)	(36,131)	(36,131)
Provision for labor contingencies	60,397	60,397	56,291	56,291
Adjustment to market value - investment	5,351	5,351	5,351	5,351
Adjustment of court deposits - Tax/labor lawsuits	(211,990)	(211,990)	(207,665)	(207,665)
Tax loss and social contribution loss carryforwards	2,795,611	2,809,671	2,351,905	2,351,905
Deferred PIS and COFINS	(313,271)	(313,271)	(264,450)	(264,450)
Other reserves	371	371	386	386
Tax base	2,983,859	2,997,920	2,562,924	2,562,924
Current nominal rate	25.0%	15.0%	25.0%	15.0%
Deferred tax assets	745,965	449,688	640,731	384,439

	Consolidated			
	June 30, 2021		December 31, 2020	
	Income tax	al contribution	Income tax	Social contribution
Non-current				
Provisions for labor lawsuits and post-employment benefit	475,807	475,807	518,029	518,029
Allowance for doubtful accounts	58,195	58,195	65,060	65,060
Provision for tax and social security contingencies	17,820	17,820	-	-
Adjustment to market value - available-for-sale securities	146,403	146,403	80,454	80,454
Actuarial gains and losses - post-employment benefit	(39,679)	(39,679)	(36,131)	(36,131)
Provision for labor contingencies	60,397	60,397	56,294	56,294
Adjustment to market value - investment	5,351	5,351	5,351	5,351
Adjustment of court deposits - Tax/labor lawsuits	(211,990)	(211,990)	(207,665)	(207,665)
Tax loss and social contribution loss carryforwards	2,795,611	2,809,671	2,351,905	2,351,905
Deferred PIS and COFINS	(313,271)	(313,271)	(264,450)	(264,450)
Other reserves	366	369	382	382
Tax base	2,995,010	3,009,073	2,569,229	2,569,229
Current nominal rate	25.0%	15.0%	25.0%	15.0%
Deferred tax assets	748,753	451,361	642,309	385,384

The deferred tax assets of deferred income tax and social contribution arising from tax loss and temporary differences were recognized based on the rates of 25.0% for deferred income tax and 15.0% for deferred social contribution, and consider the expected realization of deferred tax assets determined based on the projects approved by the Board of Directors for the period of 10 years.

Despite the 5% increment to the social contribution rate as of July 2021, the Company maintained the 15% rate for calculation of deferred social contribution because the temporary differences and social contribution loss carryforwards will be realized when the rate returns to the level prior to the increase.

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11.1.1 Deferred tax assets

(b) Estimate of realization of deferred tax assets

	June 30, 2021			
	Parent company		Consolidated	
	Provision for deferred taxes and contributions	%	Provision for deferred taxes and contributions	%
2022	53,895	5%	53,895	4%
2023	88,304	7%	88,304	7%
2024	99,115	8%	99,115	8%
2025	110,523	9%	110,523	9%
2026 to 2031	843,816	71%	848,277	71%
Total	1,195,653	100%	1,200,114	100%

The projections of future taxable profit include operations estimates, exchange rate, volume of future transactions, among others, which may change in relation to actual data and amounts.

12 Deferred acquisition costs

	Parent Company and Consolidated							
	June 30, 2021				December 31, 2020			
	Actual	Estimated	RVNE	Total	Actual	Estimated	RVNE	Total
Aviation	2,728	58	637	3,423	3,520	43	637	4,200
Motor	94	35	54	183	161	55	54	270
Mortgage	264	1	121	386	55	6	114	175
Marine	3,155	23	512	3,690	3,209	43	691	3,943
Property	20,743	992	2,292	24,027	22,804	1,404	2,526	26,734
Life	984	65	359	1,408	1,662	29	366	2,057
Oil & Gas	12,564	-	1,979	14,543	12,645	-	2,981	15,626
Casualty	2,073	67	392	2,532	1,814	128	410	2,352
Financial risks	1,175	661	60	1,896	944	654	57	1,655
Agriculture	143	213	82	438	274	307	97	678
Cargo	3,530	242	2,573	6,345	3,882	268	2,199	6,349
International risks	50,505	11,367	8,940	70,812	44,290	15,087	7,578	66,955
Total	97,958	13,724	18,001	129,683	95,260	18,024	17,710	130,994
Current				116,536				119,436
Non-current				13,147				11,558

12.1 Changes

	Parent Company and Consolidated			
	Actual	Estimated	RVNE	Total
Balance as at January 1, 2020	71,182	15,014	16,733	102,929
Recognition of acquisition cost	63,944	2,686	7,237	73,867
Reversal of acquisition cost	(31,742)	(3,666)	(3,658)	(39,066)
Exchange rate change	(8,124)	3,990	(2,602)	(6,736)
Balance as at December 31, 2020	95,260	18,024	17,710	130,994

	Parent Company and Consolidated			
	Actual	Estimated	RVNE	Total
Balance as at December 31, 2020	95,260	18,024	17,710	130,994
Recognition of acquisition cost	23,522	40	1,379	24,941
Reversal of acquisition cost	(15,541)	(3,863)	(429)	(19,833)
Exchange rate change	(5,283)	(477)	(659)	(6,419)
Balance as at June 30, 2021	97,958	13,724	18,001	129,683

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13 Investment property

	Parent company
	Shopping Centers
Cost of property investments, gross	
Balance as at January 1, 2020	7,879
Balance as at December 31, 2020	7,879
Accumulated depreciation	
Balance as at January 1, 2020	(2,679)
Depreciation	(315)
Balance as at December 31, 2020	(2,994)
Accounting balance, net	4,885
Cost of property investments, gross	
Balance as at December 31, 2020	7,879
Balance as at June 30, 2021	7,879
Accumulated depreciation	
Balance as at December 31, 2020	(2,994)
Depreciation	(157)
Balance as at June 30, 2021	(3,151)
Accounting balance, net	4,728

	Consolidated			
	Land	Buildings	Shopping Centers	Total
Cost of property investments, gross				
Balance as at January 1, 2020	16,302	8,280	517,717	542,299
Disposal (*)	-	(194)	(450,662)	(450,856)
Acquisition	-	-	1,635	1,635
Balance as at December 31, 2020	16,302	8,086	68,690	93,078
Accumulated depreciation				
Balance as at January 1, 2020	-	(970)	(9,885)	(10,855)
Depreciation	-	-	(317)	(317)
Disposal	-	-	7,206	7,206
Balance as at December 31, 2020	-	(970)	(2,996)	(3,966)
Accounting balance, net	16,302	7,116	65,694	89,112
Cost of property investments, gross				
Balance as at December 31, 2020	16,302	8,086	68,690	93,078
Balance as at June 30, 2021	16,302	8,086	68,690	93,078
Accumulated depreciation				
Balance as at December 31, 2020	-	(970)	(2,996)	(3,966)
Depreciation	-	-	(157)	(157)
Balance as at June 30, 2021	-	(970)	(3,153)	(4,123)
Accounting balance, net	16,302	7,116	65,537	88,955

(*) Write-off arising from the sale of the ventures Parkshopping, Parkshopping Corporate, office spaces, and IRB International Fundo de Investimento Imobiliário.

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14 Trade payables

	Parent company		Consolidated	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Suppliers	5,327	5,723	8,792	8,163
Lease liabilities (i)	6,292	9,501	6,292	9,501
Interest on shareholders' equity	25,061	25,061	25,061	25,061
Settled proceedings - CSLL (ii)	392,152	389,230	392,152	389,230
Other	21,408	14,898	24,801	25,874
Total	450,240	444,413	457,098	457,829
Current	445,243	437,148	452,101	450,564
Non-current	4,997	7,265	4,997	7,265

(i) Related to the lease contracts for the São Paulo branch's property, recognized as at June 30, 2021 in the amount of R\$ 6,292 of which R\$ 313 refers to the interest payable, recognized as finance costs as at June 30, 2021.

(ii) Refers to the amount transferred from the line item "tax liabilities" (Note 20), after unfavorable outcome and shelving of the proceedings described in Note 20.3.2. The court deposit is released for withdrawal by the federal government.

15 Borrowings and financing

The Company carried out its first and second debenture issues on October 15, 2020 and December 15, 2020, respectively. The proceeds from these Issues were fully and exclusively used by the Company to contribute to restore its compliance with the criteria laid out by the Superintendence of Private Insurance and the National Monetary Council ("CMN"), for the purposes established in CNSP Resolution 321/2015 and CMN Resolution 4,444/15, as well as strengthen the Company's capital structure.

As at June 30, 2021, the Company's borrowings and financing balances are represented by such issues and their main characteristics are as follows:

	Parent Company and Consolidated	
	June 30, 2021	December 31, 2020
Debentures - First issue	601,381	594,844
Debentures - Second issue	226,747	225,792
Total	828,128	820,636
Current	10,338	4,160
Non-current	817,790	816,476

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15. 1 Characteristics of issues:

	1 st Issue 1 st series	1 st Issue 2 nd series	2 nd Issue sole series
Code	IRBR11	IRBR21	IRBR12
Convertibility	Simple non-convertible debentures	Simple non-convertible debentures	Simple non-convertible debentures
Type	Unsecured	Unsecured	Unsecured
From	Registered and book-entry, without issue of documents or certificates	Registered and book-entry, without issue of documents or certificates	Registered and book-entry, without issue of documents or certificates
Number of securities	450,439	147,000	229,193
Face value	1	1	1
Issue date	10/15/2020	10/15/2020	12/15/2020
Maturity	10/15/2023	10/15/2026	12/15/2026
Inflation adjustment	Without adjustment	IPCA	IPCA
Coupon rate of interest	100% DI rate + 3.35% p.a.	IPCA + 6.6579% p.a.	IPCA + 6.6579% p.a.
Coupon payment	Six-month periods	Six-month periods	Six-month periods
Amortization date	2023	2025 and 2026	2025 and 2026
Renegotiation	None	None	None
Early redemption	From 10/15/2021	From 10/15/2022	From 12/15/2022
Optional early redemption offer	The Company may perform at any time	The Company may perform at any time	The Company may perform at any time

15. 2 Changes in borrowings and financing:

	Parent Company and Consolidated			
	1 st Issue 1 st series	1 st Issue 2 nd series	2 nd Issue sole series	Total
Balance as at December 31, 2019	-	-	-	-
Funding	450,439	147,000	229,193	826,632
Interest expenses	2,522	1,638	-	4,160
Transaction cost	(5,352)	(1,747)	(3,401)	(10,500)
Amortization transaction cost	296	48	-	344
Balance as at December 31, 2020	447,905	146,939	225,792	820,636
Interest payment	(11,024)	(4,602)	(7,323)	(22,949)
Interest expenses	15,966	5,164	7,997	29,127
Amortization transaction cost	888	145	281	1,314
Balance as at June 30, 2021	453,735	147,646	226,747	828,128

15. 3 Fair value - debentures:

	Series	Fair value	Rate
First issue	1st series	456,585	100% DI rate + 3.35% p.a.
First issue	2nd series	158,415	IPCA + 6.6579% p.a.
Second issue	Sole series	240,307	IPCA + 6.6579% p.a.

15. 4 Covenants:

The Company's debenture issues establish compliance with gross debt-to-equity ratio equal to 0.35 or lower.

Besides the above ratio, it requires the compliance (including, but not limited to shortfalls) with the rules by CNSP, SUSEP and/or CMN in relation to minimum capital, reserves, liquidity, solvency and guarantee assets.

All required financial ratios were complied with as at June 30, 2021.

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16 Payables for reinsurance and retrocession operations

Payables for reinsurance and retrocession operations mainly comprise balances payable from the operations of insurance and reinsurance companies, in Brazil and abroad, plus payable premiums, the respective commissions, claim compensation payable, and the payables from businesses arising from the London branch's operations in the past, as shown below:

16.1 Breakdown

	Parent Company and Consolidated	
	June 30, 2021	December 31, 2020
Current		
Transactions with insurers	3,893	4,489
Transactions with reinsurers	1,546,710	2,336,361
Brokers of reinsurance, retrocession and other	177,823	181,384
Other payables	91,095	47,434
	1,819,521	2,569,668
Non-current		
Other payables	789	789
	1,820,310	2,570,457

16.2 Changes

	Parent Company and Consolidated						
	Actual premium (*)	Estimated premium	RVNE Premium	Actual commissions (*)	Estimated commissions	Other (*)	Total
Balance as at January 1, 2020	973,224	280,817	156,321	84,043	59,255	33,354	1,587,014
Premiums for ceding risks to be transferred	4,135,441	919,078	88,660	-	-	-	5,143,179
Reversal of premium payable for recognition of Loss Portfolio Transfer	(1,072,560)	-	-	-	-	-	(1,072,560)
Write-off for account rendered	-	(924,587)	-	-	-	-	(924,587)
Payment of premiums for ceding risks	(2,800,682)	-	-	-	-	-	(2,800,682)
Commissions and interest on retrocession receivable	(170,055)	(95,829)	(1,516)	-	-	-	(267,400)
Reversal of estimated commission	-	90,463	-	-	-	-	90,463
Commissions and interest on retrocession received	172,654	-	-	-	-	-	172,654
Recognition of Loss Portfolio Transfer	1,072,560	-	-	-	-	-	1,072,560
Write-off for claim payment Loss Portfolio Transfer	(285,255)	-	-	-	-	-	(285,255)
Brokerage commission payable	-	-	-	261,910	5,047	-	266,957
Brokerage commission paid	-	-	-	(233,198)	-	-	(233,198)
Other payables	(120,376)	-	-	-	-	15,921	(104,455)
Exchange rate change	(47,917)	10,032	(39,623)	634	3,693	(1,052)	(74,233)
Balance as at December 31, 2020	1,857,034	279,974	203,842	113,389	67,995	48,223	2,570,457
Premiums for ceding risks to be transferred	1,029,370	334,160	-	-	-	-	1,363,530
Write-off for account rendered	-	(389,213)	(9,267)	-	-	-	(398,480)
Payment of premiums for ceding risks	(1,318,719)	-	-	-	-	-	(1,318,719)
Commissions and interest on retrocession receivable	(73,953)	(44,580)	-	-	-	-	(118,533)
Reversal of estimated commission	-	46,853	663	-	-	-	47,516
Commissions and interest on retrocession received	64,784	-	-	-	-	-	64,784
Write-off for claim payment Loss Portfolio Transfer	(419,749)	-	-	-	-	-	(419,749)
Brokerage commission payable	-	-	-	137,891	-	-	137,891
Brokerage commission paid	-	-	-	(125,951)	(7,218)	-	(133,169)
Other payables	8,238	-	-	-	-	43,687	51,925
Exchange rate change	14,404	(3,060)	(30,176)	(6,194)	(2,089)	(28)	(27,143)
Balance as at June 30, 2021	1,161,409	224,134	165,062	119,135	58,688	91,882	1,820,310

(*) The balance as at June 30 related to the sum of these groups is equivalent to the one shown in the column Payables in Note 7.3.

Loss Portfolio Transfer: sale/transfer through Retrocession contract of Claim Reserves of a certain Portfolio by IRB to a retrocessionaire (reinsurer).

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17 Technical reserves

17.1 Unearned premium reserve and acquisition costs

							Parent Company and Consolidated
							June 30, 2021
	Unearned premium reserve			Deferred reinsurance commission			Total
	Actual	Estimated	RVNE	Actual	Estimated	RVNE	
Aviation	20,036	2,485	5,645	(494)	(254)	(73)	27,345
Motor	11,048	16,848	902	(3,253)	(3,400)	-	22,145
Mortgage	7,848	1,565	2,434	(5)	(92)	-	11,750
Marine	42,941	1,140	7,050	(416)	(274)	(38)	50,403
Nuclear	8,462	-	1,978	(489)	-	(112)	9,839
Property	591,456	145,972	65,400	(25,234)	(28,455)	(993)	748,146
Life	34,138	25,844	8,968	(44,528)	(2,997)	-	21,425
Oil & Gas	146,060	1,046	58,277	(785)	(173)	(102)	204,323
Casualty	81,241	27,185	5,310	(5,663)	(5,007)	(118)	102,948
Financial risks	127,302	102,099	5,527	(45,646)	(42,555)	(333)	146,394
Agriculture	74,873	177,448	6,129	(17,144)	(44,708)	(308)	196,290
Cargo	80,145	36,759	36,261	(2,373)	(6,005)	(1,705)	143,082
International risks	730,961	650,437	85,256	(61,619)	(146,046)	(1,534)	1,257,455
Total	1,956,511	1,188,828	289,137	(207,649)	(279,966)	(5,316)	2,941,545
Current							2,627,505
Non-current							314,040

							Parent Company and Consolidated
							December 31, 2020
	Unearned premium reserve			Deferred reinsurance commission			Total
	Actual	Estimated	RVNE	Actual	Estimated	RVNE	
Aviation	34,326	1,750	5,887	(329)	(358)	(66)	41,210
Motor	10,729	14,427	731	(2,846)	(2,270)	-	20,771
Mortgage	1,650	2,898	2,149	-	(177)	-	6,520
Marine	40,304	3,300	8,094	(379)	(584)	(44)	50,691
Nuclear	21,868	-	3,412	(1,264)	-	(193)	23,823
Property	615,626	187,952	72,730	(27,722)	(34,448)	(1,056)	813,082
Life	47,805	11,612	8,047	(2,425)	(1,969)	-	63,070
Oil & Gas	386,244	1,503	101,765	(510)	(189)	(216)	488,597
Casualty	80,741	45,400	5,492	(5,325)	(10,142)	(99)	116,067
Financial risks	153,535	104,845	5,433	(57,741)	(44,129)	(258)	161,685
Agriculture	104,093	177,288	7,324	(25,246)	(48,132)	(442)	214,885
Cargo	63,828	44,141	33,988	(2,937)	(5,985)	(1,267)	131,768
International risks	724,837	876,535	70,417	(71,979)	(169,165)	(1,201)	1,429,444
Total	2,285,586	1,471,651	325,469	(198,703)	(317,548)	(4,842)	3,561,613
Current							3,278,614
Non-current							282,999

17.1.1 Changes

							Parent Company and Consolidated
	Unearned premium reserve			Deferred reinsurance commission			Total
	Actual	Estimated	RVNE	Actual	Estimated	RVNE	
Balances as at January 1, 2020	2,060,203	1,263,368	292,875	(210,642)	(262,228)	(6,475)	3,137,101
Recognition (*)	758,912	418,423	153,496	(66,827)	(91,950)	(6,348)	1,165,706
Deferral by risk (*)	(990,095)	(430,728)	(49,785)	101,811	75,533	2,756	(1,290,508)
Exchange rate change	456,566	220,588	(71,117)	(23,045)	(38,903)	5,225	549,314
Balance as at December 31, 2020	2,285,586	1,471,651	325,469	(198,703)	(317,548)	(4,842)	3,561,613
	Unearned premium reserve			Deferred reinsurance commission			Total
	Actual	Estimated	RVNE	Actual	Estimated	RVNE	
Balance as at December 31, 2020	2,285,586	1,471,651	325,469	(198,703)	(317,548)	(4,842)	3,561,613
Recognition (*)	301,096	48,969	18,241	(68,743)	(9,828)	(640)	289,095
Deferral by risk (*)	(553,134)	(304,740)	(45,928)	55,456	40,783	-	(807,563)
Exchange rate change	(77,037)	(27,052)	(8,645)	4,341	6,627	166	(101,600)
Balance as at June 30, 2021	1,956,511	1,188,828	289,137	(207,649)	(279,966)	(5,316)	2,941,545

(*) Refers to Note 3.3 Statements of profit or loss - Reconciliation, line items Changes in technical reserves – premiums (c) and Changes in technical reserves – commission (e).

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17.2 Outstanding claim and IBNR reserve

June 30, 2021						
Parent Company and Consolidated						
	Outstanding claims - Administrative	Outstanding claims in court dispute	Reimbursement estimate	Total outstanding claims	Claims incurred but not reported	Total
	Reinsurance	Reinsurance	Reinsurance	Reinsurance	Reinsurance	Reinsurance
Aviation	417,764	635	(448)	417,951	100,144	518,095
Motor	78,725	14,045	(87)	92,683	34,773	127,456
Mortgage	13,627	119	-	13,746	19,467	33,213
Marine	78,449	1,179	(141)	79,487	30,620	110,107
Property	1,458,719	232,528	(430)	1,690,817	602,337	2,293,154
Life	167,297	5,248	-	172,545	203,102	375,647
Oil & Gas	511,791	-	-	511,791	50,966	562,757
Casualty	407,304	28,941	-	436,245	125,195	561,440
Financial risks	490,206	17,293	(29,152)	478,347	172,331	650,678
Agriculture	395,408	1,966	(13)	397,361	330,516	727,877
Cargo	354,680	3,492	(402)	357,770	79,428	437,198
International risks	2,616,482	-	(6,908)	2,609,574	1,714,024	4,323,598
	6,990,452	305,446	(37,581)	7,258,317	3,462,903	10,721,220

December 31, 2020						
Parent Company and Consolidated						
	Outstanding claims - Administrative	Outstanding claims in court dispute	Reimbursement estimate	Total outstanding claims	Claims incurred but not reported	Total
	Reinsurance	Reinsurance	Reinsurance	Reinsurance	Reinsurance	Reinsurance
Aviation	355,788	632	(435)	355,985	109,180	465,165
Motor	78,097	11,371	(63)	89,405	32,271	121,676
Mortgage	17,288	111	-	17,399	21,329	38,728
Marine	65,459	1,135	(69)	66,525	21,755	88,280
Nuclear	1	-	-	1	-	1
Property	1,253,806	141,774	(733)	1,394,847	474,254	1,869,101
Life	150,165	6,613	-	156,778	204,685	361,463
Oil & Gas	424,320	-	-	424,320	40,757	465,077
Casualty	356,289	26,445	-	382,734	122,603	505,337
Financial risks	411,685	16,296	(4,695)	423,286	132,343	555,629
Agriculture	228,008	2,057	(12)	230,053	298,352	528,405
Cargo	363,487	4,340	(692)	367,135	80,426	447,561
International risks	2,512,868	-	(4,277)	2,508,591	1,803,441	4,312,032
	6,217,261	210,774	(10,976)	6,417,059	3,341,396	9,758,455

17.2.1 Changes

Parent Company and Consolidated		
	June 30, 2021	December 31, 2020
Opening balance	9,758,455	7,059,503
PSL - previous balance	6,417,059	4,841,870
PSL - Recognition of reserve for claim reporting	4,268,487	8,879,951
PSL - Reversal of reserve for estimate revision	(682,872)	(1,283,461)
PSL - Estimate of salvage and reimbursements	(26,607)	174,056
PSL - Write-off for settlement	(2,228,655)	(6,663,461)
PSL - Write-off for offset of amounts (*)	(363,360)	(222,424)
PSL - Interest, inflation adjustment and exchange rate change	(125,735)	690,528
PSL - Changes in liabilities	841,258	1,575,189
PSL - Closing balance	7,258,317	6,417,059
	June 30, 2021	December 31, 2020
IBNR - Opening balance	3,341,396	2,217,633
IBNR - Recognition of reserve	219,089	707,338
IBNR - Exchange rate change	(97,582)	416,425
IBNR - Changes in liabilities	121,507	1,123,763
IBNR - Closing balance	3,462,903	3,341,396
Closing balance	10,721,220	9,758,455

(*) Amounts written-off by offsetting premiums receivable against claims payable of the accounts rendered received.

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17.2.2 Claims in court dispute

As at June 30, 2021 and December 31, 2020, the line item outstanding claims comprises balances payable related to claims in court dispute, mainly related to questioning whether the coverage under contractual conditions is appropriate, or divergence between the amounts claimed by insured parties and the evaluation of legal advisors, internal legal counsel and/or technical area of the Reinsurer.

The percentages used by likelihood of loss and the corresponding recognized reserve are shown below. Such percentages are actuarially calculated and annually adjusted based on the history of losses.

As to the claims which likelihoods of losses are shown below as 'Probable - Settlements', the Company informs that as of June 2021 it recognizes the technical reserve of some lawsuits without considering the percentage of the likelihood of loss, when (i) a court settlement is approved by the Company, according to internal approval levels, or (ii) loss is considered certain, confirming the hypotheses formulated in the action plan reported by IRB Brasil RE to SUSEP, already completed by the Company.

Parent Company and Consolidated						
June 30, 2021						
Likelihood	Quantity	Total exposure amount	%	Outstanding claim	Retrocession	Net
Probable - Settlements	11	144,941	100%	144,941	(62,644)	82,297
Probable	238	313,826	35%	109,839	(35,622)	74,217
Possible	218	139,455	35%	48,809	(13,180)	35,629
Remote	53	92,850	2%	1,857	(829)	1,027
	520	691,072		305,446	(112,275)	193,170

Parent Company and Consolidated						
December 31, 2020						
Likelihood	Quantity	Total exposure amount	%	Outstanding claim	Retrocession	Net
Probable	241	381,276	35%	133,447	(45,509)	87,938
Possible	230	215,674	35%	75,486	(29,537)	45,949
Remote	57	92,059	2%	1,841	(782)	1,059
	528	689,009		210,774	(75,828)	134,946

These legal claims are recognized in liabilities in the line item outstanding claims, and the amounts recoverable related to retrocession are classified in the group of "retrocession assets - technical reserves", in the line item claims - retrocession.

IRB-Brasil RE, in view of the long time it operates in the Brazilian reinsurance market, has a stock of lawsuits which tends to significantly decrease over the years, particularly considering the enactment of Complementary Law 126, of January 15, 2007, which revoked the provisions of Decree Law 73, of November 21, 1966, establishing that the reinsurer is not mandatorily required to be party to the lawsuit. Additionally, it should be noted that the disputes in the insurance and reinsurance market are increasingly submitted to alternative solutions, such as arbitration procedures. The claims in final execution or settlement stages are 100% provisioned while for other ones, the history of loss is considered.

17.3 Other reserves

The reserve for technical surplus was set up in 2009, to guarantee the amounts allocated to the distribution of excess amounts arising from technical surplus in the operationalization of contracts, and the reserve for related expenses, recognized to cover claim expenses.

Parent Company and Consolidated		
	June 30, 2021	December 31, 2020
Aviation	4,148	4,403
Motor	2,252	2,823
Mortgage	17,626	15,760
Marine	927	952
Nuclear	81	171
Property	28,124	22,445
Life	20,840	15,764
Casualty	9,488	1,661
Financial risks	59,263	63,300
Agriculture	28,917	20,999
Cargo	8,094	5,707
International risks	58,550	57,919
	238,310	211,904

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18 Guarantee of technical reserves

Pursuant to CMN Resolution 4,444, of November 13, 2015 and its amendments, according to CMN Resolutions 4,633/18 and 4,670/18, the Reinsurer's technical reserves had the following coverage:

	Parent company	
	June 30, 2021	December 31, 2020
Technical reserves - reinsurance	13,901,075	13,531,972
(-) Retrocession assets	4,663,478	5,161,823
(-) Downward asset adjustment - PPNG	629,726	1,071,119
(-) Downward asset adjustment - acquisition cost	30,013	6,221
(-) Receivables	2,004,499	2,465,644
Amount to be guaranteed	7,832,811	6,969,403
Assets available for guarantee:		
Shares in investment funds	6,581,964	6,018,557
Time deposits	1,168,085	1,019,796
Sovereign bonds	726,882	473,644
Total assets	8,476,931	7,511,997

The Company carries out reinsurance and retrocession operations abroad and, due to the international market's regulatory requirements, offers certain financial instruments or advance deposits to guarantee operations with cedants.

For this reason, as at June 30, 2021, the Company has the amount of R\$ 535,149 in an interest-bearing checking account (Note 6.1), offered as guarantee to international financial institutions regarding the letters of credit issued to fulfill the aforementioned regulatory obligations, particularly in the US and Canadian markets.

As this issue is atypical in Brazil, the rules set out by the Brazilian regulatory body - SUSEP, do not allow that these funds, deposited with interest-bearing checking account, even though they are owned by the Company, are considered as guarantee assets that reduce the need for coverage of technical reserves, however, on July 19, 2021, SUSEP amended Circular 517/2015, through SUSEP Circular 634/2021, providing the possibility that certain assets that were deposited abroad by supervised parties are accounted for in Brazil as assets that reduce the need for coverage of technical reserves (as allowed by Art. 34, CNSP Resolution 321/2015, with wording provided by CNSP Resolution 412/2021).

For this reason, as of August 2, 2021, the above-mentioned amount can only be used to reduce the need for coverage of technical reserves being limited to the technical reserve amount itself.

19 Related parties

The Company revised its policy on related parties in the second quarter of 2021, in accordance with the provisions of CPC 05 (R1) - Related Parties. For this reason, and considering that the Company is a Corporation, which control is diluted, the following were defined as related parties: its subsidiaries, Fundação de Previdência dos Servidores do IRB (PREVIRB) and key management personnel.

The main transactions made by the Reinsurer with related parties at arm's length are as follows:

		Parent Company and Consolidated			
		June 30, 2021		December 31, 2020	
		Receivable	Payable	Receivable	Payable
Pension plans	(a)	90,946	136,844	119,446	136,492
Borrowings and financing - Debentures	(b)	-	69,397	-	68,803

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		Parent Company and Consolidated	
		June 30, 2021	June 30, 2020
		Profit or loss	Profit or loss
Pension plans	(a)		
Expense		(16,899)	(10,149)
Other comprehensive income		(14,831)	(96,951)
		(31,730)	(107,100)
Borrowings and financing - Debentures	(b)	7,492	-

(b) Refer to the amounts receivable and payable with Previrb, related to post-employment benefit plans of which the Company is the sponsor.

(b) Refer to the amounts payable to the debenture holders who are related parties of the Company.

19.1 Compensation of key management personnel

The total compensation of executive officers and other board and committee members of the Company as at June 30, 2021 and 2020 and December 31, 2020 is as follows:

	Parent Company and Consolidated			
	Trade and other payables		Profit or loss	
	June 30, 2021	December 31, 2020	June 30, 2021	June 30, 2020
Short-term benefits to management	1,187	-	31,034	5,379
Post-employment benefit	-	-	656	188
	1,187	-	31,690	5,567

20 Court deposits, other lawsuits and tax liabilities

	Parent Company and Consolidated		
	June 30, 2021		
	Court deposits	Other payables	Tax liabilities
Tax	425,866	-	17,452
Tax on profit (ILL)	15,448	-	17,452
Social contribution (i)	396,359	-	-
Income tax	12,751	-	-
ISS	1,308	-	-
Social security	131,584	-	368
INSS (social security contribution)	130,404	-	-
FGTS (government severance fund for employees)	1,180	-	368
Labor and civil	77,523	60,766	-
Labor claims	41,647	60,397	-
Civil lawsuits	35,876	369	-
	634,973	60,766	17,820

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	Parent Company and Consolidated		
	December 31, 2020		
	Court deposits	Other payables	Tax liabilities
Tax	422,601	-	-
Tax on profit (ILL)	15,327	-	-
Social contribution (i)	393,358	-	-
Income tax	12,619	-	-
ISS	1,297	-	-
Social security	130,513	-	-
INSS (social security contribution)	129,333	-	-
FGTS (government severance fund for employees)	1,180	-	-
Labor and civil	62,570	56,669	-
Labor claims	26,023	56,291	-
Civil lawsuits	36,547	378	-
	615,684	56,669	-

(i) Mainly refers to the court deposit of the Writ of Mandamus of CSLL in the amount of R\$ 388,370 (R\$ 385,949 as at December 31, 2020 Note 20.3.2).

20.1 Civil, labor, tax and social security lawsuits

The Company is party to the following lawsuits, shown by nature, likelihood of loss, amounts at risk, and provisioned:

	Parent Company and Consolidated			
	June 30, 2021			
	Quantity	Amount at risk	Other payables	Tax liabilities
Tax				
Probable	1	17,452	-	17,452
Possible	11	299,871	-	-
	12	317,323	-	17,452
Social security				
Probable	2	368	-	368
Possible	11	58,681	-	-
	13	59,049	-	368
Labor and civil				
Probable	41	60,766	60,766	-
Possible	159	386,914	-	-
Remote	5	363	-	-
	205	448,043	60,766	-

	Parent Company and Consolidated			
	December 31, 2020			
	Quantity	Amount at risk	Other payables	Tax liabilities
Tax				
Possible	8	226,161	-	-
	8	226,161	-	-
Social security				
Possible	8	58,662	-	-
	8	58,662	-	-
Labor and civil				
Probable	39	56,669	56,669	-
Possible	165	359,442	-	-
Remote	4	350	-	-
	208	416,461	56,669	-

The amount of R\$ 358,552 (R\$ 284,822 as at December 31, 2020) refers to the sum of amounts of tax / social security proceedings which likelihoods of loss are considered possible, which represents the difference between the provision for legal obligations and total tax / social security proceedings of the Company, is not provisioned because it follows the guidance of CPC 25 - "Provisions, Contingent Liabilities and Contingent Assets". According to the technical pronouncement, the obligations which risk of loss is considered possible and remote are not provisioned, because it is not yet confirmed whether the entity's obligation exists, or a sufficiently reliable estimate about such obligation cannot be made.

The provisions recognized as "other payables - civil contingencies" refer to issues of interpretation that meet the concept of contingent liability according to CPC 25, and, accordingly, the recognition of the amounts at risk is only made for cases whose loss is considered probable. The cases for which loss is considered possible, such standard only requires the disclosure in the notes. The cases for which loss is considered remote are not disclosed. For labor contingencies, the expected disbursement arising from settlements is considered, even for cases which loss are considered possible or remote.

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20.2 Changes in legal obligations and lawsuits

	Parent company				
	December 31, 2019	Additions	Inflation adjustments	Write-offs	December 31, 2020
Tax	451,090	-	5,874	(456,964)	-
Social contribution	451,090	-	5,874	(456,964)	-
Labor and civil	47,977	1,287	7,975	(570)	56,669
Labor claims (20.4)	47,500	1,232	7,927	(368)	56,291
Civil lawsuits	477	55	48	(202)	378
Closing balance	499,067	1,287	13,849	(457,534)	56,669

	Parent company				
	December 31, 2020	Additions	Inflation adjustments	Write-offs / Transfers	June 30, 2021
Tax	-	17,815	5	-	17,820
FGTS (government severance fund for employees)	-	363	5	-	368
Tax on profit (ILL) (20.3.5)	-	17,452	-	-	17,452
Labor and civil	56,669	14,222	7,135	(17,260)	60,766
Labor claims (20.4)	56,291	14,222	7,130	(17,246)	60,397
Civil lawsuits	378	-	5	(14)	369
Closing balance	56,669	32,037	7,140	(17,260)	78,586

	Consolidated				
	December 31, 2019	Additions	Inflation adjustments	Write-offs	December 31, 2020
Tax	451,945	-	5,874	(457,819)	-
IR/CS	451,945	-	5,874	(457,819)	-
Labor and civil	48,174	1,287	7,975	(767)	56,669
Labor claims (20.4)	47,697	1,232	7,927	(565)	56,291
Civil lawsuits	477	55	48	(202)	378
Closing balance	500,119	1,287	13,849	(458,586)	56,669

	Consolidated				
	December 31, 2020	Additions	Inflation adjustments	Write-offs / Transfers	June 30, 2021
Tax	-	17,815	5	-	17,820
FGTS (government severance fund for employees)	-	363	5	-	368
Tax on profit (ILL) (20.3.5)	-	17,452	-	-	17,452
Labor and civil	56,669	14,222	7,135	(17,260)	60,766
Labor claims (20.4)	56,291	14,222	7,130	(17,246)	60,397
Civil lawsuits	378	-	5	(14)	369
Closing balance	56,669	32,037	7,140	(17,260)	78,586

20.3 Tax proceedings

20.3.1 INSS

Following the inspections by the National Institute of Social Security (INSS), tax assessment notices were issued and tax foreclosure proceedings were filed in 1999 and 1989, respectively, based on alleged differences in the tax and social security classifications adopted by the Company.

The Company filed administrative appeals for cancellation of such penalties, without success. In 1999, it filed a Writ of Mandamus (MS) in which the adjusted amount in dispute is R\$ 54,904 related to the assessment notices issued by the INSS regarding the 2.5% surtax payable by companies considered equivalent to financial institutions.

In relation to the court dispute related to the 2.5% INSS surtax, on April 30, 2010, the Company was ordered to make a court deposit of the amounts then in dispute (R\$ 23,291), having complemented such deposit on May 28, 2010 to include legal charges (R\$ 4,666). The INSS-related amounts in dispute are deposited in court and the adjusted amount is R\$ 54,904.

In view of the judgment of the leading cases about the matter, the Chief Justice of the Federal Supreme Court (STF) awarded a decision that denied the continuance of the dispute that is the subject of the extraordinary appeal of IRB Brasil RE, without analyzing the argument that during the period in dispute (January 1993 to September 1998), the Company could not be considered equivalent to private insurance companies, as at that time its duty was to regulate and oversee the Brazilian reinsurance market.

The RE 599.309 (Leading Case) ruling about the constitutionality of the 2.5% surtax on payroll imposed on financial institutions and equivalent companies does not apply to the case of the Company. This issue actually refers only to the thesis of IRB Brasil RE's defense. This Company defends as main thesis the fact that IRB Brasil RE, in the period from September 1989 to September 1998, was not equivalent to private insurance companies, since the Company was an Institute in such period, with own legal personality, whose main activity was the regulation and oversight of the Brazilian reinsurance market, thus not being subject to SUSEP's rules.

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As the Company's specific thesis in the records of the Writ of Mandamus 0023782-04.1999.4.02.5101 was not examined by the Federal Supreme Court (STF) or by lower courts, IRB Brasil RE filed an action to overrule, which initial requirement for bringing suit, according II, Art. 488, of the Code of Civil Procedure, is the prepayment of 5% of the claim amount, as fine. Accordingly, the Company deposited the amount of R\$ 1,045 on November 23, 2020.

Finally, the Company sought an injunction, in the records of such action to overrule such decision, aiming to suspend the process of conversion of court deposit into income for the federal government in the records of the original Writ of Mandamus. In this sense, the Company, through an engaged external firm, has taken all required efforts to obtain as soon as possible the judgement of the application for injunction. The Company, together with the external firm handling this case, considers that loss is possible in the action to overrule, aiming (i) the judgment of such injunction regarding the court deposit already made, as well as (ii) the analysis of the specific thesis of IRB Brasil RE that it is not equivalent to private insurance companies in the period from January 1993 to September 1998.

20.3.2 Social Contribution on Net Income

With the publication of the Provisional Measure 413/08, converted into Law 11,727 of June 23, 2008, the CSLL rate increased from 9% to 15% for private insurance companies, financial institutions and equivalent companies, effective as of May 2008.

In June 2008, the Company filed a Writ of Mandamus, questioning the constitutionality of this rate increase, provisioning and depositing in court the disputed amounts. As at June 30, 2021, the amount deposited in court, adjusted for payment of CSLL totals R\$ 388,870 (Note 20).

On October 30, 2015, the Company filed a new Writ of Mandamus to question the Provisional Measure 675, of May 21, 2015, converted into Law 13,169 of October 7, 2015, which, amending the provisions of Article 3, item I, of Law 7,689, of December 15, 1988, increased from September 2015 the Social Contribution on Net Income rate from 15 to 20% payable by private insurance companies and financial institutions and equivalent companies. In November 2015, a decision was awarded in the records of such Writ of Mandamus, refusing the application for an injunction, arguing that the discussion about increases in the CSLL rate for financial institutions and equivalent entities was not new, in view of the previous edition of Provisional Measure 413/2008, subsequently converted into Law 11,727/2008.

It is worth noting that the Company had been making court deposits of the amount in dispute; however, from September 2015, this strategy changed, and the Company started to monthly pay the full amount of the contribution payable (20.0%), that is, both the portion not in dispute (9.0%) and the one in dispute (11.0%).

As to the Writ of Mandamus filed in 2008, decisions unfavorable to IRB Brasil RE in the trial and appellate courts were awarded, and an extraordinary appeal was filed, which continuance was denied through a higher court decision awarded by the Federal Regional Court of Rio de Janeiro. The case is currently shelved, in view of the final and unappealable decision.

As for the Writ of Mandamus 0134273-19.2015.4.02.5101, a final and unappealable decision was awarded not accepting the extraordinary appeal filed by the Company, thus upholding the decision that denied the writ filed in the records.

The provisioned amount of R\$ 392,152 (R\$ 389,230 as at December 31, 2020) was transferred to the group of "trade payables" (Note 14), after the unfavorable outcome and shelving of the case.

As previously mentioned, the amount of R\$ 388,870, deposited in court by the Company between the period from May 2008 and August 2015, is released for withdrawal by the federal government.

20.3.3 - FINSOCIAL

It refers to a joinder of Declaratory and Annulment Action, with application for urgent temporary relief, filed on July 11, 2016 by IRB Brasil RE, with the 14th Federal Court of Rio de Janeiro, in view of the administrative decision that denied the refund, claimed by the Company, of the FINSOCIAL tax credits, in the historical amount of R\$ 55,000, based on the authorization provided in Article 169, of the National Tax Code (CTN).

With the end of the dispute over the FINSOCIAL tax credits in the administrative level, with unfavorable outcome to the Company, the IRPJ debit, for the second quarter of 2020, object of the Administrative Proceedings 19740.00013/2007-28, which would be settled by offsetting against the credits of such application for tax refund, became due again.

In view of this scenario, to make the credit claimed by IRB Brasil RE recognized and then settle the debit to which Administrative Proceedings 19740.00013/2007-28 refers, such action was filed because of the administrative decision that denied the refund claimed by the Company.

In this sense, the Company's Legal area and external law firm, which is handling such case, understand that the chances of favorable outcome in the legal dispute over such administrative decision are possible. Because different from the

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administrative decision, the plenary STF session ruled the extraordinary appeal (RE) 566.621 under the general repercussion regime, to establish the understanding that in the refunds claimed before the Complementary Law (LC) 118/2005 came into effect, which is the case of the claim in question, a 10-year period is applicable, supported by the thesis of "5 plus 5" (five to ratify and another five to repeat). The records are currently concluded for decision.

It is worth noting that to suspend such collection, such debit amount was fully deposited, which after adjustment totals R\$ 74,112 (R\$ 73,399 as at December 31, 2020).

20.3.4 – Tax Administrative Proceedings – PIS and COFINS Credits (Tax base Increase)

It refers to the Offset Statement (DCOMP) of the original credit of R\$ 437,783 (COFINS) and R\$ 77,876 (PIS), of which R\$ 70,378 (R\$ 69,887 as at December 31, 2020) is still pending offset, arising from final and unappealable court decision in the records of Ordinary Suit 0010496-12.2006.4.02.5101, which aimed to state the inexistence of legal relationship that would require the payment of the Contribution to the Social Integration Program (PIS) and the Contribution to Social Security Financing (COFINS) as established in Art. 3, paragraph 1, Law 9,718/98 (Increase in the Tax Base).

In June 2019, it was published a decision requiring due diligence of the documentation of such credit claim. In September 2020, the proceedings was sent to the Biggest Taxpayer Office (DEMAC). The Company is currently waiting to be summoned regarding such due diligence and its legal advisors consider that the chances of a favorable outcome are good in relation to the legal basis of such credit, in view of the final and unappealable favorable outcome to the Company.

20.3.5 – Tax on net profit (ILL)

As the Federal Supreme Court recognized the unconstitutionality of the ILL collection in 1995, the amounts were offset and IRB Brasil RE obtained in the administrative level the recognition of its entitlement to refund for the improperly paid tax, with the consequent partial approval of offsets made, in the period between 1989 and 1992, however, without incurring late payment interests of 1% per month and the indices related to the Real Plan.

In view of the partial grant of its right in the above-mentioned administrative proceedings, in 2014 the Company filed a lawsuit to, in brief, obtain for IRB Brasil RE the right to apply the late payment interest of 1% per month, from 1989 to 1995, on the refund/offset of amounts improperly paid as ILL and the annulment of the outstanding debits of Administrative Proceedings 10768.011680/2001-68.

It was required to post a bond corresponding to the offset amounts not approved by the Federal Revenue Service of Brazil in such administrative proceedings, which totaled R\$ 9,637 at that time – that adjusted to present value at the reporting date corresponds to R\$ 15,446.

Considering that the dispute is controversial and the Company was awarded a similar right in another lawsuit, the special appeal of IRB Brasil RE was not heard by the Superior Court of Justice – decision that is currently being appealed by the Company, through an external law firm handling this case. However, as the latest development was not having the special appeal heard, the Company, as well as the external law firm, consider that the loss in such annulment action is probable.

20.4 Labor claims/ Civil lawsuits

The Company is party to labor claims filed by current, retired and former employees, for, among other equally relevant claims, uniform salary and career plans, with the consequent payment of salary differences, as well as salary equation, private pension, overtime with consequence in other labor amounts, and for recognizing the annulment of dismissal and consequent readmission of the employee to the Company. There are also labor claims filed by service providers, aimed to recognize the subsidiary liability of IRB Brasil RE for the payment of labor amounts or recognition of employment relationship with the Company, as it was the client of the service.

It is also worth noting that the Company is involved in three (3) arbitration procedures and seven (7) civil lawsuits mostly filed by minority shareholders, aiming to hold the Company accountable and consequently be awarded damages for alleged losses arising from the devaluation of the Company's shares.

The Company's external legal counsel estimates that the adjusted amount of such claims is R\$ 60,766, and considers the likelihood of loss as probable. Labor claims and civil lawsuits whose losses are considered possible totaled R\$ 386,914, of which R\$ 236,626 for civil lawsuits and R\$ 150,288 for labor claims.

20.4.1 Public Civil Action SINTRES

It refers to two public civil actions, filed by the National Reinsurance Workers' Union (SINTRES) and the National Federation of Insurance Professionals (FENESPIC), against the Company, on the argument that unilateral changes were allegedly introduced to the Company's Health Plan, which were prejudicial to the Company's employees and retirees. The first action claims the reinstatement of the previous plan, in the self-management modality, maintaining all the previously established

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benefits, besides individual and collective pain and suffering. In the second action, the plaintiffs claim the reinstatement of the previous costing type, reimbursement for amounts paid at levels above those set before the changes which had been made in June 2016, besides individual and collective pain and suffering.

At present, the ordinary appeals filed by the Company against the decisions awarded by the 75th Labor Court of Rio de Janeiro are pending, which decided that the plaintiff claims were partially with grounds.

The Company's legal counsel estimates that the amount at risk in the first action is R\$ 25,641 and classify the likelihood of loss as possible. The second action's amount at risk is R\$ 452 and the likelihood of loss is considered possible.

20.4.2 "Excedente Único de Riscos Extraordinários" (EURE)

Fundo EURE/GGF (the "Fund"), in which the premiums related to eligible insurance were deposited and from which funds were taken to compensate the respective claims, was managed by IRB Brasil RE until 2010.

Also in 2010, with the end of EURE/GGF, it was formally agreed with the National Treasury Secretariat (STN) the transfer of the total amount accumulated over 18 years, held by such Fund, upon withholding by the Company, as management fee, of 0.45% of its equity adjusted by SELIC, of the approximate amount of R\$ 81,166.

Three years later, the Office of the Federal Controller General (CGU) reviewed the administrative act that authorized the above-mentioned withholding, due to supposed lack of legal support, and issued demands to IRB Brasil RE for refund on the amount withheld in 2010, as management fee, for such Fund management.

In view of this context, IRB Brasil RE applied for a Writ of Mandamus, filed under 1008401-29.2016.4.01.3400, still in progress with the Federal Regional Court of the First Region, which decision made null and void the refund claimed by STN and is currently in appeals.

However, even though the Company had obtained a favorable decision in such Writ of Mandamus, still in progress, the federal government arbitrarily registered the Company for having overdue federal tax liability, and filed for tax foreclosure, which is in progress with the 5th Federal Tax Foreclosure Court of Rio de Janeiro under 5063414-48.2019.4.02.5101.

After posting the bond and stays of execution, the tax foreclosure was suspended for one year, and in June 2021, it resumed progress. At present, it is waiting for the federal government's reply, so that the justice in charge can award the decision.

In relation to the Writ of Mandamus, a court decision was awarded denying the federal government's appeal and partially granting the Company's appeal, in the sense of recognizing the annulment of the administrative act in dispute.

The Company's legal advisors estimate that the amount at risk in this case is R\$ 229,267, and consider that the likelihood of loss is possible, in view of the particularity of the dispute, not having precedent in this sense, despite of all successive favorable decisions obtained by the Company in the records of both cases.

20.4.3 Annulment Action 0002281-76.2008.4.02.5101 – Tax Credits of PIS/PASEP:

It refers to the Action for Annulment of the administrative decision awarded in the records of PAF 10768.011679/2001-33, filed on February 22, 2008, regarding the denying of the application for tax refund for the amounts improperly paid as PIS contribution, based on Decree-Laws 2,445/88 and 2,449/88, in the period from October 1991 to December 1995, with the consequent recognition of IRB Brasil RE's entitlement to the credit as a result of the improper tax collections.

On September 4, 2020, the decision was published, in which the Superior Court of Justice's Second Panel unanimously granted the internal appeal to IRB Brasil RE, to take cognizance and grant its special appeal, aiming to dismiss the prescription of the 10 years before the filing of administrative proceedings, guaranteeing the refund for the amounts improperly collected as PIS/PASEP over the entire period in dispute.

Such decision was ruled final and unappealable on October 29, 2020, and after the records returned to the original court, a decision was provided certifying the unappealable status and determining that IRB Brasil RE made a statement regarding the execution of the decision.

On October 30, 2020, the records were sent to STF as appeal, being assessed under ARE 1297479. Considering that there was a mistake in sending the records to the STF, it was determined to be returned to the original court. On January 13, 2021, the records were received in the 20th Federal Court of Rio de Janeiro. On April 9, 2021, the execution of the decision was presented by IRB Brasil RE.

On April 30, 2021, the federal government was summoned to reject the execution. On May 27, 2021, the federal government filed a petition for obtaining an additional period. On May 31, 2021, after IRB made a statement for the rejection of the postponement request, which was denied, and on June 17, 2021, the federal government requested the rejection of the execution, alleging that the required documents were not gathered to execute the decision, requiring the summoning of IRB

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so that the latter submits copies of the DARFs related to the PIS payment in the period from July 1988 to May 1994, together with the DIPJs of the years 1988 to 1994, as it no longer has access.

The Company subsequently filed another petition rejecting the questioning by the federal government, the period for the latter presenting a statement having already commenced. The actions is, therefore, in execution phase, aiming to obtain the exact amounts of tax credits to which the Company is entitled.

21 Equity

21.1 Capital

On August 31, 2020, the Board of Directors ratified the Private Capital Increase in the amount of R\$ 2,300,000, within the authorized capital limit, upon the issue for private subscription of 331,890,331 common shares. The additional amount of R\$ 1,006, obtained from the sales of the remaining shares not subscribed, was used to set up the capital reserve, in the account of the goodwill arising from share subscription. The expenditures for issuing shares, net of taxes, totaled R\$ 33,556, and were recorded in an adjustment account of the Capital group.

SUSEP, through SUSEP/CGRAJ Ordinance 41, of March 1, 2021, approved the increase in the Company's capital by R\$ 2,300,000, raising it to R\$ 4,253,080 thousand.

As at June 30, 2021, IRB Brasil RE's shareholding was as follows:

Shareholder	Common shares	% participation of capital in circulation
Bradesco Seguros S.A.	200,003,914	15.9%
Itaú Seguros S.A.	145,924,075	11.6%
Other (*)	909,358,542	72.5%
	1,255,286,531	100.0%

(*) Shareholdings under 5%.

21.2 Treasury shares

In the meeting held on February 19, 2020, the Board of Directors approved the share repurchase program, aimed at acquiring the shares issued by the Company for treasury and subsequent disposal or cancellation without capital reduction, thus maximizing the generation of value to shareholders.

The program is in effect from February 19, 2020 to August 18, 2021, and the number of shares to be acquired is limited to 41,898,920 (forty one million eight hundred ninety eight thousand nine hundred and twenty) registered book-entry common shares, with no par value, of the Company.

Although the program allows the repurchase of 41,898,920 common shares, any use of funds requires specific authorization from the Board of Directors. According to the Material Fact notice disclosed on July 27, 2020, the Statutory Board was authorized to initially repurchase only 5,000,000 shares, however, without the knowledge of the Board of Directors, the repurchase of the Company's shares by the former management exceeded the authorized amount by 2,850,000 shares.

The number of shares held in treasury acquired by the Company in 2020 totaled 7,850,000 common shares, at the average price of R\$ 34.51 per share, the minimum and maximum prices being R\$ 30.81 and R\$ 38.00, respectively, totaling R\$ 270,870.

As at June 30, 2021, the Company has 12,603,800 treasury shares, representing a total of R\$ 283,760.

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21.3 Equity valuation adjustment

The changes are as follows

	Parent Company and Consolidated	
	June 30, 2021	June 30, 2020
Opening balance	(354,715)	(191,071)
Loss on fair value of available-for-sale financial assets in the period	(61,099)	(39,041)
Unrealized gains (losses) on securities - Subsidiaries	(663)	(4,025)
Remeasurement of post-employment benefit obligations	12,610	(121,474)
Income tax and social contribution on the change in measurement of available-for-sale assets at fair value	24,440	15,616
Income tax and social contribution on the change in remeasurement of post-employment benefit obligations	(5,046)	48,590
Exchange differences on translation of assets of operations abroad (i)	(17,121)	(21,721)
Closing balance for the period	(401,594)	(313,126)

(i) The exchange differences on net assets of the Company's operations abroad, translating their functional currencies into the Company's presentation currency, are recognized in equity and accumulated in the cumulative translation adjustments.

21.4 Loss per share - basic and diluted

As required by the Technical Pronouncement CPC 41 – "Earnings per Share", the following tables show the reconciliation between the net income for the first half and the amounts used for calculating basic and diluted loss per share.

Basic loss per share is computed by dividing the loss for the first half by the weighted average shares outstanding in the first half. The basic loss per share calculation were as follows:

	Quarter		First half of the year	
	Parent Company and Consolidated		Parent Company and Consolidated	
	April 1 to June 30, 2021	April 1 to June 30, 2020	January 1 to June 30, 2021	January 1 to June 30, 2020
Numerator				
Net loss for the period	(206,946)	(656,719)	(156,145)	(621,663)
Denominator (number of shares in units)				
Weighted average number of common shares outstanding	1,255,286,531	923,396,200	1,255,286,531	923,396,200
Loss per share	(0.16)	(0.71)	(0.12)	(0.67)

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22 Breakdown of profit or loss accounts

As at June 30, 2021 and 2020, the earned premiums for the main lines were as follows:

22.1 Earned premiums - main groups (Retrocession - gross)

	Quarter					
	Parent Company and Consolidated					
	April 1 to June 30, 2021					
	Written premiums, gross	Reinsurance commission	Changes in technical reserves - premium	Changes in technical reserves - commission	Other technical reserves	Earned premiums
Aviation	15,476	(2,088)	5,977	240	(152)	19,453
Motor	17,738	(5,021)	(995)	490	154	12,366
Mortgage	7,951	(846)	3,068	(72)	82	10,183
Marine	31,155	(50)	(11,877)	(108)	(3)	19,117
Nuclear	(141)	8	7,678	(443)	(18)	7,084
Property	413,550	(29,080)	42,009	(6,330)	(799)	419,350
Life	166,792	(83,054)	1,945	42,296	(2,577)	125,402
Oil & Gas	24,806	(22)	181,294	380	-	206,458
Casualty	55,648	(4,060)	2,398	(4,043)	(84)	49,859
Financial risks	52,900	(23,328)	31,731	(14,736)	4,164	50,731
Agriculture	377,176	(104,482)	(51,821)	10,039	957	231,869
Cargo	77,416	(4,633)	(14,906)	(147)	263	57,993
International risks (i)	919,141	(140,346)	94,935	(10,565)	(1,497)	861,668
Total	2,159,608	(397,002)	291,436	17,001	490	2,071,533

	First half of the year					
	Parent Company and Consolidated					
	January 1 to June 30, 2021					
	Written premiums, gross	Reinsurance commission	Changes in technical reserves - premium	Changes in technical reserves - commission	Other technical reserves	Earned premiums
Aviation	28,361	(2,321)	13,256	92	(216)	39,172
Motor	33,733	(10,916)	(2,912)	1,537	530	21,972
Mortgage	26,393	(1,757)	(5,151)	(80)	(1,868)	17,537
Marine	39,913	(253)	(558)	(281)	7	38,828
Nuclear	(636)	36	14,773	(852)	90	13,411
Property	799,793	(60,351)	62,300	(7,957)	(6,061)	787,724
Life	311,348	(103,760)	(1,383)	43,130	(5,099)	244,236
Oil & Gas	127,584	(93)	271,853	196	-	399,540
Casualty	94,687	(11,714)	16,718	(4,776)	(129)	94,786
Financial risks	106,803	(44,372)	28,512	(13,559)	(602)	76,782
Agriculture	565,197	(154,775)	30,256	(11,660)	(7,922)	421,096
Cargo	150,796	(11,681)	(13,811)	(23)	(1,593)	123,688
International risks (i)	1,805,073	(244,468)	121,642	(22,793)	(3,559)	1,655,895
Total	4,089,045	(646,425)	535,495	(17,026)	(26,422)	3,934,667

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(i) Abroad:

	Quarter					
	Parent Company and Consolidated					
	April 1 to June 30, 2021					
	Written premiums, gross	Reinsurance commission	Changes in technical reserves - premium	Changes in technical reserves - commission	Changes in other technical reserves	Earned premiums
Aviation	79,837	(20,446)	21,186	(2,135)	(151)	78,291
Motor	230	438	1,695	(347)	-	2,016
Marine	32,719	(2,313)	5,559	(1,455)	(19)	34,491
Nuclear	54	(3)	243	(27)	-	267
Property	375,917	(79,269)	21,638	1,736	(276)	319,746
Life	160,539	(420)	(24,261)	(3)	(404)	135,451
Oil & Gas	28,538	(2,093)	(5,978)	(282)	(211)	19,974
Casualty	13,714	(2,962)	1,773	(441)	8	12,092
Financial risks	34,274	(10,301)	(3,167)	(1,365)	321	19,762
Agriculture	137,964	(19,546)	79,700	(4,651)	(1,774)	191,693
Cargo	55,355	(3,431)	(3,453)	(1,595)	1,009	47,885
Total	919,141	(140,346)	94,935	(10,565)	(1,497)	861,668

	First half of the year					
	Parent Company and Consolidated					
	January 1 to June 30, 2020					
	Abroad					
	Written premiums, gross	Reinsurance commission	Changes in technical reserves - premium	Changes in technical reserves - commission	Changes in other technical reserves	Earned premiums
Aviation	188,624	(34,565)	15,380	(3,293)	681	166,827
Motor	204	938	4,291	(909)	-	4,524
Mortgage	-	-	-	-	-	-
Marine	60,084	(3,937)	13,878	(3,980)	(194)	65,851
Nuclear	385	(28)	382	(44)	-	695
Property	768,312	(135,195)	(60,578)	3,086	(713)	574,912
Life	262,343	(4,075)	(22,065)	(19)	(501)	235,683
Oil & Gas	53,021	(4,662)	(11,038)	(44)	(385)	36,892
Casualty	24,210	(4,699)	9,844	(1,369)	(287)	27,699
Financial risks	86,658	(22,576)	(28,924)	2,614	1,031	38,803
Agriculture	275,367	(30,391)	198,701	(14,388)	(3,741)	425,548
Cargo	85,865	(5,278)	1,771	(4,447)	550	78,461
Total	1,805,073	(244,468)	121,642	(22,793)	(3,559)	1,655,895

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Notes to the parent company and consolidated quarterly information as at June 30, 2021

In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

22.1 Earned premiums - main groups (Retrocession - gross)

	Quarter					
	Parent Company and Consolidated					
	April 1 to June 30, 2020					
	Written premiums, gross	Reinsurance commission	Changes in technical reserves - premium	Changes in technical reserves - commission	Other technical reserves	Earned premiums
Aviation	31,305	(559)	(2,466)	(390)	(22)	27,868
Motor	9,171	(3,588)	1,145	989	(378)	7,339
Mortgage	15,422	(733)	2,509	79	2,485	19,762
Marine	47,308	(967)	(25,317)	(61)	88	21,051
Nuclear	409	(11)	6,017	(339)	184	6,260
Property	519,560	(29,605)	(116,916)	433	(156)	373,316
Life	115,752	(38,802)	13,652	(1,193)	555	89,964
Oil & Gas	24,883	(214)	151,582	(516)	-	175,735
Casualty	66,400	(9,525)	(6,894)	1,300	21	51,302
Financial risks	19,295	(1,871)	24,423	(10,595)	(2,221)	29,031
Agriculture	281,464	(106,927)	(23,700)	8,354	24,037	183,228
Cargo	32,318	(2,708)	33,468	(3,499)	28	59,607
International risks (i)	1,378,524	(167,383)	(170,305)	22,475	(4,638)	1,058,673
Total	2,541,811	(362,893)	(112,802)	17,037	19,983	2,103,136

	First half of the year					
	Parent Company and Consolidated					
	January 1 to June 30, 2020					
	Written premiums, gross	Reinsurance commission	Changes in technical reserves - premium	Changes in technical reserves - commission	Other technical reserves	Earned premiums
Aviation	46,888	(776)	591	(651)	(12)	46,040
Motor	26,325	(5,841)	(6,533)	1,391	(639)	14,703
Mortgage	29,498	(1,638)	539	21	2,689	31,109
Marine	59,338	(1,447)	(12,878)	(158)	55	44,910
Nuclear	397	(11)	11,430	(636)	2	11,182
Property	767,517	(52,062)	(9,518)	(1,301)	1,374	706,010
Life	212,875	(50,413)	12,573	1,285	18,919	195,239
Oil & Gas	68,267	(869)	258,050	(340)	-	325,108
Casualty	109,676	(14,892)	(5,579)	1,562	42	90,809
Financial risks	81,930	(24,608)	36,019	(17,317)	(7,166)	68,858
Agriculture	517,899	(164,482)	63,461	(14,637)	28,291	430,532
Cargo	122,975	(10,684)	24,821	(5,075)	(504)	131,533
International risks (i)	2,494,381	(272,651)	(433,929)	29,830	(1,238)	1,816,393
Total	4,537,966	(600,374)	(60,953)	(6,026)	41,813	3,912,426

IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated quarterly information as at June 30, 2021

In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

(i) Abroad:

	Quarter					
	Parent Company and Consolidated					
	April 1 to June 30, 2020					
	Written premiums, gross	Reinsurance commission	Changes in technical reserves - premium	Changes in technical reserves - commission	Changes in other technical reserves	Earned premiums
Aviation	73,462	(6,921)	24,876	936	(17)	92,336
Motor	6,779	(1,336)	(3,220)	919	(4)	3,138
Marine	52,442	(5,468)	(7,701)	700	(69)	39,904
Nuclear	631	(83)	(283)	48	-	313
Property	391,491	(66,042)	(54,017)	10,280	202	281,914
Life	350,295	(26,842)	32,145	(1,079)	(4,853)	349,666
Oil & Gas	26,596	(2,821)	(1,719)	128	586	22,770
Casualty	25,748	(1,651)	(15,438)	(174)	441	8,926
Financial risks	41,889	(13,307)	(6,844)	2,224	(772)	23,190
Agriculture	341,730	(37,592)	(118,714)	8,016	(651)	192,789
Cargo	67,461	(5,320)	(19,390)	477	499	43,727
Total	1,378,524	(167,383)	(170,305)	22,475	(4,638)	1,058,673

	First half of the year					
	Parent Company and Consolidated					
	January 1 to June 30, 2020					
	Abroad					
	Written premiums, gross	Reinsurance commission	Changes in technical reserves - premium	Changes in technical reserves - commission	Changes in other technical reserves	Earned premiums
Aviation	225,044	(10,335)	(14,992)	1,523	1,253	202,493
Motor	9,914	(1,564)	(4,095)	992	(3)	5,244
Mortgage	-	-	-	-	-	-
Marine	93,257	(8,926)	(25,467)	1,089	(115)	59,838
Nuclear	666	(89)	23	20	-	620
Property	739,836	(112,925)	(161,054)	17,988	(249)	483,596
Life	681,082	(43,060)	(25,225)	501	(8,645)	604,653
Oil & Gas	41,615	(3,866)	75	(499)	474	37,799
Casualty	34,730	(3,993)	(17,382)	820	362	14,537
Financial risks	81,729	(24,764)	(23,611)	6,056	870	40,280
Agriculture	466,787	(52,044)	(117,571)	(632)	4,920	301,460
Cargo	119,721	(11,085)	(44,630)	1,972	(105)	65,873
Total	2,494,381	(272,651)	(433,929)	29,830	(1,238)	1,816,393

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Notes to the parent company and consolidated quarterly information as at June 30, 2021

In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

22.2 Incurred claims - main groups (Retrocession - gross)

	Quarter				
	Parent Company and Consolidated				
	April 1 to June 30, 2021				
	Direct claims	Salvage and reimbursements	Change in IBNR	Change in PDR	Incurred claims
Aviation	(14,188)	40	1,360	8	(12,780)
Motor	(7,585)	522	(4,333)	25	(11,371)
Mortgage	(4,919)	-	1,165	(3)	(3,757)
Marine	(20,887)	(151)	(3,706)	-	(24,744)
Property	(622,899)	2,174	(71,638)	624	(691,739)
Life	(70,451)	16	(37,609)	20	(108,024)
Oil & Gas	(64,521)	-	(914)	-	(65,435)
Casualty	(39,237)	1	(1,085)	(7,730)	(48,051)
Financial risks	(40,490)	2,235	(27,136)	4,902	(60,489)
Agriculture	(342,543)	788	99,266	(5)	(242,494)
Cargo	(47,454)	36,674	(1,782)	(1,020)	(13,582)
International risks (i)	(1,016,602)	6,692	59,371	-	(950,539)
	(2,291,776) (*)	48,991	12,959	(3,179)	(2,233,005)

	First half of the year				
	Parent Company and Consolidated				
	January 1 to June 30, 2021				
	Direct claims	Salvage and reimbursements	Change in IBNR	Change in PDR	Incurred claims
Aviation	(113,675)	(2,274)	5,152	21	(110,776)
Motor	(24,200)	1,797	(2,501)	16	(24,888)
Mortgage	(8,327)	-	1,862	(9)	(6,474)
Marine	(38,318)	(9)	(9,718)	(184)	(48,229)
Property	(877,764)	2,796	(138,672)	959	(1,012,681)
Life	(171,111)	42	1,581	14	(169,474)
Oil & Gas	(109,014)	-	(13,046)	-	(122,060)
Casualty	(91,244)	5	(4,266)	(7,759)	(103,264)
Financial risks	(67,160)	2,860	(38,634)	4,131	(98,803)
Agriculture	(374,170)	914	(33,813)	(6)	(407,075)
Cargo	(80,387)	41,663	155	(1,277)	(39,846)
International risks (i)	(1,603,638)	8,628	12,811	-	(1,582,199)
	(3,559,008) (*)	56,422	(219,089)	(4,094)	(3,725,769)

(*) As demonstrated in Note 2.2.2.2 – Premium and claim development (incurred claims of retrocession, gross) the amount of claims noted in the first half of 2021 also includes portions related to underwriting for previous years, such as, for example, R\$ 1,715,618 related to underwriting years up to 2019.

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In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

(i) Abroad:

Quarter				
Parent Company and Consolidated				
April 1 to June 30, 2021				
Abroad				
	Direct claims	Salvage and reimbursements	Change in IBNR	Incurred claims
Aviation	(238,518)	341	41,700	(196,477)
Motor	(495)	-	(538)	(1,033)
Marine	(17,472)	2,302	(8,735)	(23,905)
Nuclear	(2)	-	(202)	(204)
Property	(181,245)	1,450	(89,973)	(269,768)
Life	(296,791)	-	79,520	(217,271)
Oil & Gas	(5,119)	-	(8,679)	(13,798)
Casualty	(5,429)	2	(4,297)	(9,724)
Financial risks	(7,625)	2,571	(6,867)	(11,921)
Agriculture	(235,483)	-	64,339	(171,144)
Cargo	(28,423)	26	(6,897)	(35,294)
	(1,016,602)	6,692	59,371	(950,539)

First half of the year				
Parent Company and Consolidated				
January 1 to June 30, 2021				
Abroad				
	Direct claims	Salvage and reimbursements	Change in IBNR	Incurred claims
Aviation	(303,586)	341	35,293	(267,952)
Motor	(2,065)	-	(701)	(2,766)
Marine	(35,036)	2,302	(10,477)	(43,211)
Nuclear	(2)	-	(288)	(290)
Property	(418,299)	3,349	(71,536)	(486,486)
Life	(363,480)	-	37,274	(326,206)
Oil & Gas	(16,944)	-	(11,958)	(28,902)
Casualty	(13,120)	11	(4,843)	(17,952)
Financial risks	(23,777)	2,598	(8,706)	(29,885)
Agriculture	(389,750)	-	57,518	(332,232)
Cargo	(37,579)	27	(8,765)	(46,317)
	(1,603,638)	8,628	12,811	(1,582,199)

22.2 Incurred claims - main groups (Retrocession - gross)

Quarter					
Parent Company and Consolidated					
April 1 to June 30, 2020					
	Direct claims	Salvage and reimbursements	Change in IBNR	Change in PDR	Incurred claims
Aviation	91,803	394	(21,464)	115	70,848
Motor	(21,757)	20	4,992	55	(16,690)
Mortgage	(18,635)	-	(12,795)	(32)	(31,462)
Marine	(15,205)	14	(792)	(230)	(16,213)
Property	(394,005)	3,797	(55,764)	2,648	(443,324)
Life	(66,707)	23	(36,955)	(10)	(103,649)
Oil & Gas	(29,373)	-	6,702	-	(22,671)
Casualty	(74,420)	-	22,549	177	(51,694)
Financial risks	(81,530)	18,562	(14,589)	(254)	(77,811)
Agriculture	(560,572)	174	195,906	(163)	(364,655)
Cargo	(129,848)	4,293	(14,403)	284	(139,674)
International risks (i)	(1,652,168)	2,112	(21,796)	-	(1,671,852)
	(2,952,417)	29,389	51,591	2,590	(2,868,847)

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Notes to the parent company and consolidated quarterly information as at June 30, 2021

In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

22.2 Incurred claims - main groups (Retrocession - gross)

	First half of the year				
	Parent Company and Consolidated				
	January 1 to June 30, 2020				
	Direct claims	Salvage and reimbursements	Change in IBNR	Change in PDR	Incurred claims
Aviation	(61,746)	(6,542)	2,822	(375)	(65,841)
Motor	(14,166)	22	(1,362)	(18)	(15,524)
Mortgage	(19,236)	-	(14,899)	(84)	(34,219)
Marine	(33,611)	1,782	(2,154)	(214)	(34,197)
Property	(479,566)	5,100	(71,425)	324	(545,567)
Life	(187,658)	85	(26,525)	(94)	(214,192)
Oil & Gas	(44,078)	-	(20,852)	-	(64,930)
Casualty	(82,376)	-	7,423	(251)	(75,204)
Financial risks	(153,246)	10,119	(18,932)	(3,457)	(165,516)
Agriculture	(687,359)	177	198,542	(170)	(488,810)
Cargo	(350,170)	9,382	(167)	523	(340,432)
International risks (i)	(2,108,754)	(106)	(150,070)	-	(2,258,930)
	(4,221,966)	20,019	(97,599)	(3,816)	(4,303,362)

(i) Abroad:

	Quarter			
	Parent Company and Consolidated			
	April 1 to June 30, 2020			
	Abroad			
	Direct claims	Salvage and reimbursements	Change in IBNR	Incurred claims
Aviation	(73,460)	-	(77,193)	(150,653)
Motor	(801)	-	(1,211)	(2,012)
Marine	(40,150)	(1)	(11,249)	(51,400)
Nuclear	2	-	(684)	(682)
Property	(522,654)	886	(37,552)	(559,320)
Life	(576,230)	578	78,008	(497,644)
Oil & Gas	(56,905)	26	(23,136)	(80,015)
Casualty	(23,934)	365	(6,023)	(29,592)
Financial risks	(14,754)	19	(12,026)	(26,761)
Agriculture	(311,154)	225	80,016	(230,913)
Cargo	(32,128)	14	(10,746)	(42,860)
	(1,652,168)	2,112	(21,796)	(1,671,852)

	First half of the year			
	Parent Company and Consolidated			
	January 1 to June 30, 2020			
	Abroad			
	Direct claims	Salvage and reimbursements	Change in IBNR	Incurred claims
Aviation	(154,687)	-	(109,246)	(263,933)
Motor	(1,039)	-	(1,040)	(2,079)
Marine	(48,347)	(2,916)	(10,087)	(61,350)
Nuclear	-	-	(615)	(615)
Property	(644,283)	1,168	(60,534)	(703,649)
Life	(652,526)	579	(27,221)	(679,168)
Oil & Gas	(68,099)	260	(20,744)	(88,583)
Casualty	(26,362)	365	(5,330)	(31,327)
Financial risks	(18,715)	41	(10,752)	(29,426)
Agriculture	(457,356)	383	104,515	(352,458)
Cargo	(37,340)	14	(9,016)	(46,342)
	(2,108,754)	(106)	(150,070)	(2,258,930)

**Notes to the parent company and consolidated quarterly information
as at June 30, 2021**

In thousands of reais, except when otherwise stated

(A free translation of the original in Portuguese)

22.3 Acquisition costs

	Quarter					
	Parent Company and Consolidated					
	April 1 to June 30, 2021			April 1 to June 30, 2020		
Acquisition costs	Change in deferred acquisition costs	Total	Acquisition costs	Change in deferred acquisition costs	Total	
Aviation	(1,706)	(402)	(2,108)	(3,031)	608	(2,423)
Motor	(28)	(47)	(75)	(54)	(39)	(93)
Mortgage	(107)	(170)	(277)	(159)	(49)	(208)
Marine	(2,003)	849	(1,154)	(2,875)	1,651	(1,224)
Property	(7,207)	(2,518)	(9,725)	(8,100)	194	(7,906)
Life	(667)	(651)	(1,318)	(243)	(538)	(781)
Oil & Gas	(1,995)	(4,625)	(6,620)	(1,758)	(4,520)	(6,278)
Casualty	(888)	(143)	(1,031)	(954)	(362)	(1,316)
Financial risks	(640)	180	(460)	(261)	110	(151)
Agriculture	(227)	(154)	(381)	(600)	62	(538)
Cargo	(1,608)	(637)	(2,245)	(1,436)	(1,405)	(2,841)
International risks	(37,374)	2,498	(34,876)	(51,946)	10,299	(41,647)
	(54,450)	(5,820)	(60,270)	(71,417)	6,011	(65,406)

	First half of the year					
	Parent Company and Consolidated					
	January 1 to June 30, 2021			January 1 to June 30, 2020		
Acquisition costs	Change in deferred acquisition costs	Total	Acquisition costs	Change in deferred acquisition costs	Total	
Aviation	(3,575)	(678)	(4,253)	(4,118)	181	(3,937)
Motor	(80)	(86)	(166)	(157)	(26)	(183)
Mortgage	(677)	211	(466)	(818)	332	(486)
Marine	(2,480)	(141)	(2,621)	(3,324)	532	(2,792)
Property	(17,747)	(2,462)	(20,209)	(13,797)	(1,081)	(14,878)
Life	(1,483)	(650)	(2,133)	(506)	(893)	(1,399)
Oil & Gas	(13,267)	(93)	(13,360)	(7,060)	(3,314)	(10,374)
Casualty	(2,255)	197	(2,058)	(1,924)	(381)	(2,305)
Financial risks	(1,091)	241	(850)	(622)	192	(430)
Agriculture	(393)	(240)	(633)	(686)	41	(645)
Cargo	(5,161)	173	(4,988)	(4,301)	(1,027)	(5,328)
International risks	(83,625)	8,636	(74,989)	(100,308)	28,920	(71,388)
	(131,834)	5,108	(126,726)	(137,621)	23,476	(114,145)

(i) Abroad:

	Quarter					
	Parent Company and Consolidated					
	April 1 to June 30, 2021			April 1 to June 30, 2020		
Acquisition costs	Change in deferred acquisition costs	Total	Abroad			
			Acquisition costs	Change in deferred acquisition costs	Total	
Aviation	(3,471)	(571)	(4,042)	(6,424)	(1,353)	(7,777)
Motor	(154)	(57)	(211)	(199)	(3)	(202)
Marine	(2,513)	428	(2,085)	(3,172)	449	(2,723)
Property	(14,187)	(1,681)	(15,868)	(21,253)	3,287	(17,966)
Life	(2,742)	265	(2,477)	(2,200)	413	(1,787)
Oil & Gas	(2,287)	751	(1,536)	(1,733)	520	(1,213)
Casualty	(1,105)	163	(942)	(1,781)	1,115	(666)
Financial risks	(845)	1,604	759	(890)	(120)	(1,010)
Agriculture	(3,572)	(1,303)	(4,875)	(6,998)	2,712	(4,286)
Cargo	(6,498)	2,899	(3,599)	(7,296)	3,279	(4,017)
	(37,374)	2,498	(34,876)	(51,946)	10,299	(41,647)

	First half of the year					
	Parent Company and Consolidated					
	January 1 to June 30, 2021			January 1 to June 30, 2020		
Acquisition costs	Change in deferred acquisition costs	Total	Abroad			
			Acquisition costs	Change in deferred acquisition costs	Total	
Aviation	(10,376)	(114)	(10,490)	(16,751)	1,197	(15,554)
Motor	(295)	(113)	(408)	(416)	48	(368)
Marine	(4,808)	700	(4,108)	(6,470)	2,114	(4,356)
Property	(36,707)	3,635	(33,072)	(42,034)	12,033	(30,001)
Life	(4,460)	(256)	(4,716)	(5,094)	2,737	(2,357)
Oil & Gas	(4,095)	977	(3,118)	(2,811)	554	(2,257)
Casualty	(2,404)	257	(2,147)	(2,309)	1,141	(1,168)
Financial risks	(2,653)	2,049	(604)	(2,310)	608	(1,702)
Agriculture	(8,001)	(2,082)	(10,083)	(10,367)	2,980	(7,387)
Cargo	(9,826)	3,583	(6,243)	(11,746)	5,508	(6,238)
	(83,625)	8,636	(74,989)	(100,308)	28,920	(71,388)

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22.4 Profit or Loss on retrocession

	Quarter	
	Parent Company and Consolidated	
	April 1 to June 30, 2021	April 1 to June 30, 2020
Revenue from retrocession	592,946	525,043
Recovery of incurred claims	573,115	504,277
IBNR recovery	19,831	20,766
Expense for retrocession	(667,509)	(677,931)
Ceded premiums in retrocession	(569,666)	(832,463)
Commission on ceded premiums in retrocession	43,173	43,025
Changes in technical reserves - ceded premium	(149,669)	110,724
Changes in technical reserves - ceded commission	8,653	783
Salvage and reimbursements to retrocessionaire	(29,896)	(21,986)
Other profit or loss from retrocession	560	3,736
Total profit or loss from retrocession	(103,899)	(171,138)

	First half of the year	
	Parent Company and Consolidated	
	January 1 to June 30, 2021	January 1 to June 30, 2020
Revenue from retrocession	1,039,321	837,991
Recovery of incurred claims	998,577	851,146
IBNR recovery	40,744	(13,155)
Expense for retrocession	(1,331,465)	(1,207,175)
Ceded premiums in retrocession	(965,049)	(1,119,128)
Commission on ceded premiums in retrocession	71,016	79,077
Changes in technical reserves - ceded premium	(446,884)	(172,727)
Changes in technical reserves - ceded commission	9,452	5,603
Salvage and reimbursements to retrocessionaire	(33,989)	(20,927)
Other profit or loss from retrocession	8,663	7,307
Total profit or loss from retrocession	(317,470)	(382,804)

22.5 Other operating income and expenses

	Quarter	
	Parent Company and Consolidated	
	April 1 to June 30, 2021	April 1 to June 30, 2020
Profit sharing - reinsurance and retrocession	(22,696)	(16,945)
Recognition of provision for credit risks	1,644	(39,101)
Awarded damages	(427)	(4)
Expense for risk inspection	(957)	(1,347)
Recovery of other reinsurance income (loss)	(76)	(461)
Other operating income and expenses	(536)	(581)
	(23,048)	(58,439)

	First half of the year	
	Parent Company and Consolidated	
	January 1 to June 30, 2021	January 1 to June 30, 2020
Profit sharing - reinsurance and retrocession	(38,629)	(38,881)
Recognition of provision for credit risks	6,865	(47,329)
Awarded damages	(834)	(3,350)
Expense for risk inspection	(1,440)	(2,032)
Recovery of other reinsurance income (loss)	(4,899)	(461)
Other operating income and expenses	(2,463)	(2,563)
	(41,400)	(94,616)

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22.6 Administrative expenses

	Quarter			
	Parent company		Consolidated	
	April 1 to June 30, 2021	April 1 to June 30, 2020	April 1 to June 30, 2021	April 1 to June 30, 2020
Own personnel	(73,537)	(44,100)	(74,415)	(40,727)
Third-party services	(15,366)	(15,284)	(15,478)	(15,676)
Depreciation and amortization	(10,633)	(12,265)	(10,639)	(12,270)
Location and operation	(4,274)	(8,264)	(4,124)	(8,297)
Advertising and publicity	(407)	(1,660)	(416)	(1,667)
Fines and court fees	(418)	(122)	(424)	(124)
Other expenses	(502)	(377)	(546)	(438)
	(105,137)	(82,072)	(106,042)	(79,199)

	First half of the year			
	Parent company		Consolidated	
	January 1 to June 30, 2021	January 1 to June 30, 2020	January 1 to June 30, 2021	January 1 to June 30, 2020
Own personnel	(134,292)	(86,604)	(135,826)	(94,021)
Third-party services	(26,450)	(22,106)	(26,939)	(23,263)
Depreciation and amortization	(22,352)	(21,633)	(22,364)	(21,645)
Location and operation	(8,266)	(15,570)	(8,132)	(15,629)
Advertising and publicity	(1,916)	(2,529)	(1,935)	(2,543)
Fines and court fees	(2,977)	(175)	(7,896)	(234)
Other expenses	(1,276)	(866)	(1,366)	(1,814)
	(197,529)	(149,483)	(204,458)	(159,149)

22.7 Tax receivable (expenses)

	Quarter			
	Parent company		Consolidated	
	April 1 to June 30, 2021	April 1 to June 30, 2020	April 1 to June 30, 2021	April 1 to June 30, 2020
PIS/ COFINS	(41,907)	(23,526)	(43,241)	(42,988)
Deferred PIS and (*)	11,309	47,287	11,309	47,287
Other taxes and fees	(24,899)	(6,033)	(25,681)	(7,188)
	(55,497)	17,728	(57,613)	(2,889)

	First half of the year			
	Parent company		Consolidated	
	January 1 to June 30, 2021	January 1 to June 30, 2020	January 1 to June 30, 2021	January 1 to June 30, 2020
PIS/ COFINS	(60,879)	(56,476)	(63,204)	(80,503)
Deferred PIS and (*)	48,820	82,591	48,820	82,591
Other taxes and fees	(32,475)	(12,262)	(33,775)	(14,221)
	(44,534)	13,853	(48,159)	(12,133)

(*) As described in Note 11.1, as of 2021 the Company recognizes deferred PIS and COFINS arising from claim reserves.

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22.8 Finance income

	Quarter			
	Parent company		Consolidated	
	April 1 to June 30, 2021	April 1 to June 30, 2020	April 1 to June 30, 2021	April 1 to June 30, 2020
Finance income	365,263	224,038	508,921	418,961
Marketable securities	83,680	59,419	227,031	226,343
Reinsurance and retrocession transaction	23,317	82,694	23,317	82,694
Other finance income	3,875	31,363	4,182	59,362
Foreign exchange gain	254,391	50,562	254,391	50,562
Finance costs	(284,838)	(185,306)	(413,861)	(344,677)
Marketable securities	(103,260)	(2,372)	(227,733)	(149,557)
Reinsurance and retrocession transaction	(8,195)	(66,987)	(8,195)	(66,987)
Issued debentures	(19,193)	-	(19,193)	-
Other finance costs	(9,696)	(2,455)	(14,246)	(14,641)
Foreign exchange loss	(144,494)	(113,492)	(144,494)	(113,492)
Total	80,425	38,732	95,060	74,284

	First half of the year			
	Parent company		Consolidated	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
Finance income	707,288	466,326	1,035,212	795,328
Marketable securities	213,901	259,009	541,252	564,045
Reinsurance and retrocession transaction	35,147	34,731	35,147	34,731
Other finance income	7,215	33,215	7,788	57,181
Foreign exchange gain	451,025	139,371	451,025	139,371
Finance costs	(536,475)	(482,423)	(838,914)	(825,015)
Marketable securities	(123,666)	(40,117)	(420,845)	(291,326)
Reinsurance and retrocession transaction	(30,624)	(22,589)	(30,624)	(22,589)
Issued debentures	(30,441)	-	(30,441)	-
Other finance costs	(19,682)	(3,016)	(24,942)	(94,399)
Foreign exchange loss	(332,062)	(416,701)	(332,062)	(416,701)
Total	170,813	(16,097)	196,298	(29,687)

22.9 Share of profit of equity-accounted investees

	Quarter			
	Parent company		Consolidated	
	April 1 to June 30, 2021	April 1 to June 30, 2020	April 1 to June 30, 2021	April 1 to June 30, 2020
Direct operating income (expenses) from investment properties	(78)	(79)	(86)	(1,141)
Adjustment of investments in subsidiaries (share of profit)	9,237	19,515	-	-
Provision for investment devaluation (tax incentives)	(4)	-	(4)	-
Other income (expenses) of assets and liabilities	42	12	(7)	(43)
	9,197	19,448	(97)	(1,184)

	First half of the year			
	Parent company		Consolidated	
	January 1 to June 30, 2021	January 1 to June 30, 2020	January 1 to June 30, 2021	January 1 to June 30, 2020
Direct operating income (expenses) from investment properties (i)	(157)	(158)	(373)	192,966
Adjustment of investments in subsidiaries (share of profit)	9,337	102,771	-	-
Provision for investment devaluation (tax incentives)	(36)	-	(36)	-
Other income (expenses) of assets and liabilities	39	-	(96)	(135)
	9,183	102,613	(505)	192,831

(i) Mainly refer to the net capital gain from the sale of Park Shopping in 2020.

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22.10 Income tax and social contribution

(a) Reconciliation of income tax and social contribution

	Quarter			
	Parent company			
	April 1 to June 30, 2021		April 1 to June 30, 2020	
	Income tax	Social contribution	Income tax	Social contribution
Loss before provision for income tax/social contribution	(420,994)	(420,994)	(1,066,959)	(1,066,959)
Current nominal rates	25.0%	15.0%	25.0%	15.0%
Income tax and social contribution at nominal rate	105,249	63,149	266,740	160,044
Permanent additions and exclusions	17,942	27,708	(10,340)	(6,204)
Interest on shareholders' equity	-	-	(12,388)	(7,433)
Tax credits - prior years adjustments (*)	9,969	22,854	(4)	(3)
Ownership interests / branches	8,271	4,963	3,106	1,864
Loss allowance (pré-68 health plan)	(83)	(49)	(1,214)	(728)
Other adjustments	(128)	(60)	160	96
Retention bonus	(87)	-	-	-
Income tax and social contribution in the statements of profit or loss	123,191	90,857	256,400	153,840
Current	10,130	22,854	(2)	-
Deferred	113,061	68,003	256,402	153,840

	First half of the year			
	Parent company			
	January 1 to June 30, 2021		January 1 to June 30, 2020	
	Income tax	Social contribution	Income tax	Social contribution
Loss before provision for income tax/social contribution	(340,058)	(340,058)	(1,031,716)	(1,031,716)
Current nominal rates	25.0%	15.0%	25.0%	15.0%
Income tax and social contribution at nominal rate	85,015	51,009	257,929	154,757
Permanent additions and exclusions	18,067	29,822	(1,514)	(1,119)
Interest on shareholders' equity	-	-	(6,961)	(4,387)
Tax credits - prior years adjustments (*)	9,969	22,854	(104)	(63)
Ownership interests / branches	12,548	7,529	7,970	4,782
Loss allowance (pré-68 health plan)	(887)	(532)	(2,308)	(1,385)
Other adjustments	(138)	(29)	(111)	(66)
Retention bonus	(3,425)	-	-	-
Income tax and social contribution in the statements of profit or loss	103,082	80,831	256,415	153,638
Current	9,969	22,854	(6,961)	(4,387)
Deferred	93,113	57,977	263,376	158,025

(*) It refers to receivables from adjustments of accessory obligations for 2018 and 2017 calculated in the first half of the year.

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(a) Reconciliation of income tax and social contribution

	Quarter			
	Consolidated			
	April 1 to June 30, 2021		April 1 to June 30, 2020	
	Income tax	Social contribution	Income tax	Social contribution
Loss before provision for income tax/social contribution	(418,674)	(418,674)	(1,069,783)	(1,069,783)
Current nominal rates	25.0%	15.0%	25.0%	20.0%
Income tax and social contribution at nominal rate	102,289	62,083	262,416	158,451
Permanent additions and exclusions	19,199	28,157	(3,902)	(3,901)
Interest on shareholders' equity	-	-	(12,389)	(7,434)
Tax credits - prior years adjustments (*)	9,969	22,854	(4)	(3)
Ownership interests / branches	8,181	4,931	3,049	1,843
Loss allowance (pré-68 health plan)	(83)	(49)	(1,214)	(728)
Other adjustments	1,217	421	5,930	2,158
Non-deductible administrative expenses	-	-	1,988	716
Retention bonus	(85)	-	(1,262)	(453)
Income tax and social contribution in the statements c	121,488	90,240	258,514	154,550
Current	7,314	21,789	143	(302)
Deferred	114,174	68,451	258,371	154,852

	First half of the year			
	Consolidated			
	January 1 to June 30, 2021		January 1 to June 30, 2020	
	Income tax	Social contribution	Income tax	Social contribution
Loss before provision for income tax/social contribution	(334,815)	(334,815)	(990,740)	(990,740)
Current nominal rates	25.0%	15.0%	25.0%	15.0%
Income tax and social contribution at nominal rate	81,300	49,671	221,992	141,820
Permanent additions and exclusions	17,933	29,766	4,335	930
Interest on shareholders' equity	-	-	(6,961)	(4,387)
Tax credits - prior years adjustments (*)	9,969	22,854	(104)	(63)
Ownership interests / branches	12,342	7,455	7,907	4,759
Loss allowance (pré-68 health plan)	(887)	(532)	(2,308)	(1,385)
Other adjustments	(66)	(11)	7,063	2,459
Retention bonus	(3,425)	-	(1,262)	(453)
Income tax and social contribution in the statements c	99,233	79,437	226,327	142,750
Current	4,607	21,038	(82,355)	(31,885)
Deferred	94,626	58,399	308,682	174,635

(*) It refers to receivables from adjustments of accessory obligations for 2018 and 2017 calculated in the first half of the year.

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22.10 Income tax and social contribution

(a) Changes in deferred IRPJ and CSLL accounts

	Parent Company and Consolidated					
	December 31, 2020	Additions	Write-offs	Profit or loss	Comprehensive income (loss)	June 30, 2021
Deferred tax assets						
Labor provisions	207,212	-	(16,889)	(16,889)	-	190,323
Provision for investment devaluation	-	-	-	-	-	-
Provision for profit sharing	-	-	-	-	-	-
Allowance for doubtful accounts	26,021	-	(2,746)	(2,746)	-	23,275
Provision for tax and social security contingencies	-	7,128	-	7,128	-	7,128
Adjustment to market value - available-for-sale securities	29,659	24,440	-	-	24,440	54,099
Actuarial gains or losses - post-employment benefits	(14,450)	(1,419)	-	3,625	(5,043)	(15,869)
Provision for labor contingencies	22,520	1,643	-	1,643	-	24,163
Adjustment to market value - investment	2,141	-	-	-	-	2,141
Deferred PIS and COFINS	(105,780)	(19,528)	-	(19,528)	-	(125,308)
Tax loss and social contribution loss carryforwards	940,762	179,592	-	179,592	-	1,120,354
Other	154	-	(6)	(5)	-	148
Total deferred tax assets	1,108,239	191,856	(19,641)	152,820	19,397	1,280,454
	December 31, 2020	Additions	Write-offs	Profit or loss	Comprehensive income (loss)	June 30, 2021
Deferred tax liabilities						
Adjustment of court deposits	(83,071)	(1,730)	-	(1,730)	-	(84,801)
Total deferred tax liabilities	(83,071)	(1,730)	-	(1,730)	-	(84,801)
Total parent company, net	1,025,168	190,126	(19,641)	151,090	19,397	1,195,653
Adjustment to market value	2,523	1,938	-	1,935	-	4,461
Total consolidated, net	1,027,691	192,064	(19,641)	153,025	19,397	1,200,114

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23 Retirement and pension plans and other employee benefits

The Company sponsors Fundação de Previdência dos Servidores do Instituto de Resseguros do Brasil (PREVIRB), which assures its participants and dependants private pension benefits.

It offers defined benefit (employer) and variable contribution (personal) plans, using the “fully funded regime” in the actuarial valuations, for retirement benefits.

The Company offers the benefits described in Note 23.4, as follows:

- Payment of full cost of private pension and death benefits.
- Health contribution plan for current and retired employees.
- Funeral benefit.
- Life insurance.

The main adopted actuarial assumptions are the following:

Economic assumptions	Post-employment benefit plan managed by PREVIRB		Post-employment benefit plan managed by IRB	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Actual discount rate (*)	4.25%	3.25%	4.25%	3.25%
Nominal rate of expected return on assets	7.61%	6.57%	7.61%	6.57%
Projection of real growth in salary	Plan A: Not adopted Plan B: 1%	Plan A: Not adopted Plan B: 1%	Health Plan: 0% Other Plans: Not applicable	Health Plan: 0% Other Plans: Not applicable
Projection of real growth in the highest salary of the INSS beneficiary	Zero	Zero	Not applicable	Not applicable
Projection of real growth in plan benefits	Zero	Zero	Not applicable	Not applicable
Assumptions on future generations of new entrants	Not adopted	Not adopted	Not applicable	Not applicable
Turnover assumption	Plan A: Not adopted Plan B: 5%	Plan A: Not adopted Plan B: 5%	Health Plan: 5% Other Plans: Not applicable	Health Plan: 5% Other Plans: Not applicable
Determining factors of real value over time, INSS and plan benefits	Not adopted	Not adopted	Not applicable	Not applicable
Demographic assumptions				
Life table: Pré-68 Plan	Not applicable	Not applicable	AT-2000 reduced by 10%	AT-2000 reduced by 10%
Life table: Other Plans	PLAN A: AT-2000 reduced by 10% / PLAN B: AT-2000 M&F (reduced by 10%) (D10)	PLAN A: AT-2000 reduced by 10% / PLAN B: AT-2000 M&F (reduced by 10%) (D10)	AT-2000 reduced by 10%	AT-2000 reduced by 10%
Mortality table of people with disability	MI 85	MI 85	MI 85	MI 85
Disability entry table	ÁLVARO VINDAS	ÁLVARO VINDAS	ÁLVARO VINDAS	ÁLVARO VINDAS

(*) The discount rate was determined pursuant to CVM Instruction 695, using the rate for Brazilian federal government bonds (NTN-B) as a base, indexed over expected post-employment benefits obligations periods.

The medical inflation considered the plan experience in the years from 2014 to 2017. The Health Care Cost Trend Rate (HCCTR) found was 4.9% p.a., above the Aging Factor of 2.0% p.a. and the overall inflation of 3.22% p.a.. This rate is uniformly applied over the first nine years, remaining at 1.0% p.a. from the 10th year.

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23.1 Variable contribution plans

The Company sponsors the B Pension Plan (variable contribution plan from 2004). The plan assets recorded are separated from the Company's in funds controlled by trustees.

The amount of contributions paid by the Company in the current year, at the rates specified by this plan rules, was R\$ 4,566 (R\$ 10,677 as at December 31, 2020).

The change in the present value of the Plan B's actuarial liabilities in the current year was as follows:

	June 30, 2021	December 31, 2020
Present value of actuarial liabilities at the beginning of the year	175,419	160,254
Cost of current services	70	204
Interest rate cost	6,002	11,109
Actuarial loss	9,853	15,934
Paid benefits	(4,110)	(12,082)
Present value of actuarial liabilities	187,234	175,419

The change in the fair value of the Plan B's actuarial assets in the current period is as follows:

	June 30, 2021	December 31, 2020
Initial fair value of the plan's assets	199,576	190,277
Return on investments	6,561	12,510
Employer contributions	4,566	10,677
Contributions of the plan's participants	10,335	12,898
Paid benefits	(4,110)	(12,082)
Return on assets	(21,439)	(14,704)
Closing fair value of the plan's assets	195,489	199,576

The amount recognized in the balance sheet arising from the Company's obligations related to this defined benefit plan was as follows:

	June 30, 2021	December 31, 2020
Present value of sponsored defined benefit liability	(187,234)	(175,419)
Fair value of the plan's assets	195,489	199,576
Financial condition	8,255	24,157
Asset ceiling effect	(8,255)	(24,157)
Net asset from defined benefit liability	-	-

23.2 Defined benefit plans

The Company grants defined benefit plans (Benefit Plan A and Pré-68 Plan) to eligible employees. According to these plans, employees are entitled to additional benefits based on monthly salary, determined on retirement date.

Plan A

The Company did not pay any contribution in the current year (the Company did not pay any contribution last year).

A technical surplus of R\$ 832,405 (R\$ 829,827 as at December 31, 2020) was established which, according to the accounting practices adopted in Brazil and the IFRS, was not recognized in the sponsor. Therefore, according to CPC 33 (R1) – Employee benefits, the Company only recognized in its financial statements the amount of R\$ 90,956 (R\$ 119,443 as at December 31, 2020) related to special reserve.

The change in the present value of the Plan A's actuarial liabilities in the current year was as follows:

	June 30, 2021	December 31, 2020
Present value of actuarial liabilities at the beginning of the year	1,556,653	1,566,266
Interest rate cost	49,169	99,076
Actuarial gain (loss)	(86,289)	14,178
Paid benefits	(63,161)	(122,867)
Present value of actuarial liabilities	1,456,372	1,556,653

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The change in the fair value of the Plan A's actuarial assets in the current period is as follows:

	June 30, 2021	December 31, 2020
Initial fair value of the plan's assets	2,386,480	2,095,704
Return on investments	64,363	137,785
Contributions of the plan's participants	1	2
Paid benefits	(63,161)	(122,867)
Return on assets	(98,906)	275,856
Closing fair value of the plan's assets	2,288,777	2,386,480

The amount recognized in the balance sheet arising from the Company's obligations related to this defined benefit plan was as follows:

	June 30, 2021	December 31, 2020
Present value of sponsored defined benefit liability	(1,456,372)	(1,556,653)
Fair value of the plan's assets	2,288,777	2,386,480
Financial condition	832,405	829,827
Asset ceiling effect	(741,449)	(710,384)
Net asset from defined benefit liability	90,956	119,443

The Funds that Guarantee the Plan A's Reserves of PREVIRB are as follows:

	June 30, 2021	December 31, 2020
Cash	59	61
Receivables from investments		
Government securities	288,078	256,077
Corporate bonds and deposits	238,917	257,876
Shares	134,604	134,311
Investment funds	1,554,850	1,527,870
Real estate investments	80,710	81,578
Loans and financing	6,271	6,297
Court/appeal deposits	20,901	-
	2,324,390	2,264,070
Payables for investments		
Other payables (IOF) / Rent and Income	(35)	-
	(35)	-
Investment contingent liabilities	(23,819)	(25,504)
Guarantee funds	2,300,536	2,238,566

Pré-68 Plan

The Company has a technical reserve to cover liabilities under the above-mentioned benefits, which were applicable to 181 members as at June 30, 2021 (189 as at December 31, 2020), consisting of 172 retirees with an average age of 86.04 years (85.64 years as at December 31, 2020) and 9 pensioners with an average age of 85 years (84.66 years as at December 31, 2020).

The benefits paid by the Company to these participants/beneficiaries during the first half of the year, under the plan rules, amounted to R\$ 9,655 (R\$ 20,433 as at December 31, 2020).

In this actuarial valuation, the reserve amount recognized was R\$ 126,527 (R\$ 136,492 as at December 31, 2020), according to the accounting practices adopted in Brazil.

The debt agreement signed between IRB Brasil RE and PREVIRB in December 2015, for transferring the administrative responsibility for the payment of pension benefits under the Pré-68 Plan, was adjusted, reaching R\$ 136,844 (R\$ 136,492 as at December 31, 2020).

As this group of participants is part of the Foundation's Plan A, the profit or loss of the Pré-68 Plan could be included in the profit or loss of Plan A; however, they are reported in this Note separately only to facilitate the understanding of the process.

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The change in the present value of the defined benefit plan's actuarial liabilities in the current period is as follows:

	June 30, 2021	December 31, 2020
Present value of actuarial liabilities at the beginning of the year	136,492	135,780
Cost of current services	-	-
Interest rate cost	4,204	8,316
Actuarial gain (loss)	(4,514)	12,829
Paid benefits	(9,655)	(20,433)
Present value of actuarial liabilities	126,527	136,492

The change in the fair value of the plan assets in the current period is as follows:

	June 30, 2021	December 31, 2020
Employer contributions	9,655	20,433
Paid benefits	(9,655)	(20,433)
Closing fair value of the plan's assets	-	-

The amounts calculated in the profit or loss in June 2021 and the projected amounts for such period in 2022 are as follows:

	2022	2021
Interest rate cost	8,950	8,407
Expense at the end of the period	8,950	8,407

The amount recognized in the balance sheet arising from the Company's obligations related to this plan is as follows:

	June 30, 2021	December 31, 2020
Present value of defined benefit liability	(126,527)	(136,492)
Financial condition	(126,527)	(136,492)
Restriction of contracted deficit	(10,317)	-
Net amount of defined benefit liability	(136,844)	(136,492)

23.3 Other employee benefits

Health and dental care

The change in the present value of the Health Insurance Plan's liabilities in the current period is as follows:

	June 30, 2021	December 31, 2020
Present value of actuarial liabilities at the beginning of the year	377,628	330,448
Cost of current services	332	156
Interest rate cost	11,625	20,387
Actuarial gain (loss)	(38,300)	48,616
Paid benefits	(15,803)	(21,979)
Present value of actuarial liabilities	335,482	377,628

The change in the fair value of the Health Insurance Plan's assets in the current period is as follows:

	June 30, 2021	December 31, 2020
Employer contributions	14,055	18,513
Contributions of the plan's participants	1,748	3,466
Paid benefits	(15,803)	(21,979)
Closing fair value of the plan's assets	-	-

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The amounts calculated in the profit or loss in June 2021 and the projected amounts for such period in 2022 are as follows:

	<u>2022</u>	<u>2021</u>
Cost of current services	489	663
Interest rate cost	23,616	23,250
Expected contribution of employees	(3,583)	(3,553)
Expense at the end of the period	20,522	20,360

The amount recognized in the balance sheet arising from the Company's liabilities related to this plan is as follows:

	<u>June 30, 2021</u>	<u>December 31, 2020</u>
Present value of sponsored defined benefit liability	(335,482)	(377,628)
Net liabilities from defined benefit liability	(335,482)	(377,628)

Funeral benefit

The change in the present value of the Funeral benefit's liabilities in the current period is as follows:

	<u>June 30, 2021</u>	<u>December 31, 2020</u>
Present value of actuarial liabilities at the beginning of the year	2,177	2,190
Interest rate cost	70	140
Actuarial gain (loss)	(335)	(132)
Paid benefits	(11)	(21)
Present value of actuarial liabilities	1,901	2,177

The change in the fair value of the Funeral Benefit's assets in the current period is as follows:

	<u>June 30, 2021</u>	<u>December 31, 2020</u>
Employer contributions	11	21
Paid benefits	(11)	(21)
Closing fair value of the plan's assets	-	-

The amounts calculated in the profit or loss in June 2021 and the projected amounts for such period in 2022 are as follows:

	<u>2022</u>	<u>2021</u>
Interest rate cost	140	139
Expense at the end of the period	140	139

The amount recognized in the balance sheet arising from the Company's liabilities related to this plan (funeral benefit) is as follows:

	<u>June 30, 2021</u>	<u>December 31, 2020</u>
Present value of sponsored defined benefit liability	(1,901)	(2,177)
Net liabilities from defined benefit liability	(1,901)	(2,177)

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Group life insurance

The change in the present value of the life insurance's liabilities in the current period is as follows:

	June 30, 2021	December 31, 2020
Present value of actuarial liabilities at the beginning of the year	1,600	3,117
Interest rate cost	50	194
Actuarial gain (loss)	(136)	(1,454)
Paid benefits	(109)	(257)
Present value of actuarial liabilities	1,405	1,600

The change in the fair value of the life insurance's assets in the current period is as follows:

	June 30, 2021	December 31, 2020
Employer contributions	109	257
Paid benefits	(109)	(257)
Closing fair value of the plan's assets	-	-

The amounts calculated in the profit or loss in June 2021 and the projected amounts for such period in 2022 are as follows:

	2022	2021
Interest rate cost	100	99
Expense at the end of the period	100	99

The amount recognized in the balance sheet arising from the Company's liabilities related to this plan is as follows:

	June 30, 2021	December 31, 2020
Present value of sponsored defined benefit liability	(1,405)	(1,600)
Net liabilities from defined benefit liability	(1,405)	(1,600)

23.4 Total obligations of IRB Brasil RE

The reserve for post-employment benefit of IRB Brasil RE in current and non-current is as follows:

	Parent company and Consolidated	
	June 30, 2021	December 31, 2020
Current		
Private retirement and pension plans (i)	19,518	20,227
Health and dental insurance plan (ii)	24,004	23,242
Health and dental insurance plan - reserve for incurred but not reported events (ii)	176	132
Group life insurance (iii)	169	177
Funeral benefit (iv)	108	108
	43,975	43,886
Non-current		
Private retirement and pension plans (i)	117,326	116,265
Health and dental insurance plan (ii)	311,478	354,386
Group life insurance (iii)	1,236	1,423
Funeral benefit (iv)	1,793	2,069
	431,833	474,143
	475,808	518,029

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(i) Post-employment benefit - retirement

The Company sponsors private pension and death benefits for employees hired until December 31, 1968, private retirement benefits for employees who retired up to February 28, 1975, and private pensions for the beneficiaries of employees deceased until February 28, 1975.

(ii) Post-employment benefit - health and dental care

Self-managed plans with medical care (outpatient), surgical (inpatient), obstetrics and dental coverage, in addition to reimbursements and pharmaceutical benefits for active and retired employees and pensioners and their dependents of the following categories: for employees hired on or before May 31, 2004. Dependents are spouses, children (24 years old or younger) and parents who earn less than one minimum salary. For employees hired on or after September 1, 2004, only spouses and children (24 years old or younger) are considered dependents. For employees hired on or after October 14, 1996, IRB Brasil RE covers 50.0% of the cost of the plan, i.e. of the amounts of tables I and II (items 5.1.4 and 5.1.5 of section 1 of the Regulations of the PCAM (Medical Care Contribution Plan), while the employees and beneficiaries cover the other 50.0%. For employees hired on or before October 13, 1996, the contribution of the employee and dependents ranges from 0.3% to 2.0% of the items that make up the benchmark salary base. Contributions are monthly deducted from salary, depending on the employment date, salary base (%), and age group (tables).

(iii) Post-employment benefit - life insurance

For employees hired until 1998, IRB Brasil RE covers 100.0% of the premium, whereas for employees hired after such year, it covers 50.0% of the premium. The employee's participation is optional. Employees who retire based on their length of contribution may remain in the plan but must pay the full premium upon retirement. IRB Brasil RE fully covers the premium cost of employees who retire due to disability.

(iv) Post-employment benefit - funeral benefit

This benefit is provided only to employees hired until October 31, 1996. The benefit is limited to R\$ 1,344.87 for standard funeral, R\$ 1,554.63 for cremation, and R\$ 2,640.80 for funeral with cremation.

23.5 Consolidation of effects – Post-employment benefit

The consolidated amounts of employee benefits, as well as the adopted accounting procedures, are as follows.

The amounts recognized in profit or loss for the first half of the year and equity - other comprehensive income were as follows:

Total amounts recognized in profit or loss for the first half of the year:

	Defined benefit		Other benefits		Other reserves (PEONA)		Total	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
Cost of service	-	-	(332)	(78)	-	-	(332)	(78)
Interest rate cost	(4,204)	(4,158)	(11,745)	(10,360)	-	-	(15,949)	(14,518)
Paid contributions	-	-	(4,566)	(4,630)	-	-	(4,566)	(4,630)
Asset ceiling	(8,129)	(1,361)	-	-	-	-	(8,129)	(1,361)
Other changes	-	-	-	-	(43)	286	(43)	286
Total recognized amounts	(12,333)	(5,519)	(16,643)	(15,068)	(43)	286	(29,019)	(20,301)

Total amounts recognized in the statement of comprehensive income:

	Defined benefit		Other benefits		Total	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
Actuarial gains (losses)	(8,103)	226,299	38,771	(24,523)	30,668	201,776
Asset ceiling effect	(7,741)	(322,136)	-	-	(7,741)	(322,136)
Other changes	(10,317)	(1,114)	-	-	(10,317)	(1,114)
Total recognized amounts	(26,161)	(96,951)	38,771	(24,523)	12,610	(121,474)

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23.6 Sensitivity Analysis

According to CPC 33 – “Employee Benefits”, the Management’s sensitivity analysis related to critical financial and actuarial assumptions is as follows:

Sensitivity to discount rate

PLAN A	Actual rate	3.75%	4.00%	4.50%	4.75%
	Nominal rate (*)	7.09%	7.35%	7.86%	8.12%
	Defined benefit liability	1,525,982	1,490,491	1,423,512	1,391,893
	Impact on main scenario	69,608	34,117	(32,862)	(64,480)
PLAN B	Actual rate	3.75%	4.00%	4.50%	4.75%
	Nominal rate (*)	7.09%	7.35%	7.86%	8.12%
	Defined benefit liability	189,466	187,660	184,304	182,741
	Impact on main scenario	2,231	426	(2,931)	(4,493)
PRE 68	Actual rate	3.75%	4.00%	4.50%	4.75%
	Nominal rate (*)	7.09%	7.35%	7.86%	8.12%
	Defined benefit liability	130,451	128,464	124,645	122,810
	Impact on main scenario	3,922	1,935	(1,884)	(3,719)
Health Insurance	Actual rate	3.75%	4.00%	4.50%	4.75%
	Nominal rate (*)	7.09%	7.35%	7.86%	8.12%
	Defined benefit liability	351,923	343,091	326,824	319,348
	Impact on main scenario	16,442	7,610	(8,657)	(16,133)
Funeral Benefit	Actual rate	3.75%	4.00%	4.50%	4.75%
	Nominal rate (*)	7.09%	7.35%	7.86%	8.12%
	Defined benefit liability	2,022	1,960	1,845	1,792
	Impact on main scenario	121	59	(56)	(110)
Life Insurance	Actual rate	3.75%	4.00%	4.50%	4.75%
	Nominal rate (*)	7.09%	7.35%	7.86%	8.12%
	Defined benefit liability	1,452	1,427	1,380	1,358
	Impact on main scenario	49	24	(23)	(46)

Sensitivity to mortality table

PLAN A	Nominal rate (*)	7.61%	7.61%
	Table	AT-2000	BR-EMS 2015
	Defined benefit liability	1,414,447	1,520,796
	Impact on main scenario	(41,927)	64,423
PLAN B	Nominal rate (*)	7.61%	7.61%
	Table	AT-2000	BR-EMS 2015
	Defined benefit liability	183,304	185,842
	Impact on main scenario	(3,931)	(1,393)
PRE 68	Nominal rate (*)	7.61%	7.61%
	Table	AT-49	BR-EMS 2015
	Defined benefit liability	121,305	133,941
	Impact on main scenario	(5,224)	7,412
Health Insurance	Nominal rate (*)	7.61%	7.61%
	Table	AT-2000	BR-EMS 2015
	Defined benefit liability	323,856	353,503
	Impact on main scenario	(11,624)	18,022
Funeral Benefit	Nominal rate (*)	7.61%	7.61%
	Table	AT-2000	BR-EMS 2015
	Defined benefit liability	2,020	1,898
	Impact on main scenario	119	(3)
Life Insurance	Nominal rate (*)	7.61%	7.61%
	Table	AT-2000	BR-EMS 2015
	Defined benefit liability	1,356	1,475
	Impact on main scenario	(48)	72

(*) Considers inflation.

24 Key accounting estimates and assumptions

The accounting policies are those that are important to present the financial position and profit or loss. Some of these policies often require more subjective and/or complex judgment by Management, as a result of the need to make estimates which have an impact on issues that are inherently uncertain.

The judgments become more subjective and complex as the number of variables and assumptions increase.

In the preparation of the parent company and consolidated financial statements, the Reinsurer adopted variables and assumptions based on its past experience and many other factors that it believes to be reasonable and relevant. Significant items whose amounts are determined based on estimates include: securities stated at market value, provisions for adjustment of assets to realizable or recovery amount; revenue from premium and corresponding acquisition costs, related to risks in force which policies are not yet issued, technical reserves, and the provisions involving amounts being disputed in court. We particularly highlight the use of estimates in the valuation of reinsurance liabilities, described in item (a), the estimates and judgments used in the valuation of provisions for tax, civil and labor contingencies, described in item (b), the estimates used in the calculation of the recoverability (impairment) of financial assets, described in item (c), the estimates used in the calculation of the provision for credit risks described in item (d), the fair value estimates of financial instruments, described in item (e), the estimates and judgments in the determination of retirement benefits, described in item (f), the estimates of receipt of salvage and reimbursements, described in item (g) below.

Changes in such assumptions, or their differences in relation to reality may cause impacts on current estimates and judgments. Such estimates and assumptions are periodically revised. The revisions of accounting estimates are recognized in the year when they are performed, as well as in the affected future years.

(a) Estimates and judgments used in the valuation of reinsurance liabilities

The estimates used in the recognition of reinsurance liabilities of the Reinsurer represent the area where the Reinsurer applies the most critical accounting estimates to the preparation of the consolidated financial statements in accordance with the CPC. There are many sources of uncertainties that have to be considered in the estimate of the liabilities the Reinsurer will ultimately settle. The sensitivity analysis related to this critical estimate is shown in Note 2.2.2.3.

As to the Liability Adequacy Test, the assumptions considered critical in such study are the term structure of interest rate used to discount the current estimates of cash flows to present value and the estimates of loss ratio used for future claim flows.

Based on the Company's information and experience, the actuarial team establishes the assumptions that enable to obtain the best liability estimate to be recognized. Such estimates are periodically reviewed to ensure that when the Reinsurer's obligations are settled, these amounts differ as little as possible from those initially recognized, from the statistical-actuarial perspective.

(b) Estimates and judgments used in the valuation of the provisions for tax, civil and labor contingencies

The Reinsurer is party to labor, tax and civil lawsuits in progress at the reporting date of the consolidated financial statements. When determining and recording the accounting estimates, the Reinsurer is supported by the opinion of its legal counsel specialized in each area, case progress, and the status of judgment of each specific case. The Reinsurer also uses its best judgments about these cases.

(c) Estimates used in the measurement of the recoverability (impairment) of financial assets

The Reinsurer applies the rules on the analysis of the impairment of financial assets measured at amortized cost. In this area, the Reinsurer applies a high judgment level to determine the level of uncertainty associated with the realization of estimated contractual flows of financial assets, mainly premiums receivable.

The Reinsurer follows the guidelines of CPC 38 – "Financial Instruments: Recognition and Measurement" to determine when an available-for-sale financial asset is impaired. This determination requires significant judgment. For this judgment, the Reinsurer evaluates, among other factors, the period and extent to which the fair value of an investment is lower than its cost, the financial condition and short-term business prospects of the counterparty, including factors such as: sector and segment performance and the cash flow from operating and financing activities.

(d) Estimate of the provision for credit risks

As shown in Note 7.3, the Company adopts its own methodology considering the history of customer default, based on the breakdown of business partners by the origin of their operations, in Brazil or abroad, and related parties, rating by payment history, customers with outstanding liability balances and special treatment for customers in negotiation.

(e) Fair value estimate of financial instruments

As described in Note 2.3, the fair values of publicly-quoted financial instruments are based on current trading prices. For financial assets without active market or publicly quoted prices, the fair value is set through valuation techniques. These

techniques include the use of recent transactions with third parties, benchmarking with other instruments which are substantially similar, the analysis of discounted cash flows and the pricing models that make the maximum use as possible of information generated by the market and rely as minimum as possible on the information provided by the Management of the Company. Note 6 provides detailed information on the key assumptions used in the determination of fair value of financial instruments, as well as the sensitivity analysis of such assumptions.

(f) Estimates and judgments used in the determination of retirement benefits

The cost of retirement plans with post-employment defined benefits and the present value of retirement liability are determined using actuarial valuation. The actuarial valuation involves the use of assumptions about the discount rates, expected return rates on assets, future salary increases, mortality and disability rates, and future increases in retirement and pension benefits. Defined benefit liabilities are highly sensitive to changes in such assumptions. All assumptions are reviewed at the end of each quarter. When determining the appropriate discount rate, Management considers the risk-free interest rates. The mortality rate is based on mortality tables released in the country. Future increases in salaries and retirement and pension benefits are based on future inflation rates expected for the country. The sensitivity analyses related to this key estimate are disclosed in Note 24, as well as further details on the adopted assumptions.

(g) Estimates of receipt of salvage and reimbursements

As shown in Notes 10 and 22.2, the Company has an actuarial technical note with the methodology for recognition of the estimate of receipt of salvage and reimbursements, which is a downward adjustment to the claim reserve. This estimate only comprises the estimates of salvage and reimbursements not yet recognized in assets, as after recognizing in assets, keeping the estimate of receipt as a downward adjustment to the reserve would imply double recognition, as the amount is already recognized in the Company's assets.

Based on the rules and guidance issued by SUSEP, the portion of the expected receipt of salvage and reimbursements related to claims already settled may not be considered as an adjustment to the PSL, being recognized in assets. In the case of partial settlement, the expected receipt is limited to the amount of the claim portion still pending payment. The Company also has data history sufficient to analyze the consistency of the recognized amounts, as determined by SUSEP for recognizing and monitoring this estimate.

25 Other Information

25.1 Impacts caused by COVID-19

The reports prepared by the Crisis Committee and released to the operational areas aim to potentialize the assessments of the latest developments to identify the impacts on the Company. The main impacts by business line are as follows:

(a) Life

The pandemic is a risk excluded from most of the Company's contracts. As the formal employment rate drops, demand will drop and the corporate contracts will be affected. There are also bills being proposed to amend Law 10,406/02 (Civil Code) to include in life insurance coverage the events arising from epidemics or pandemics. An increase in the demand for the individual life insurance products has been noted over recent months.

(b) Property and Casualty

Reinsurance revenue changes according to the reinsured amounts based on the prices of the assets of companies. When prices of such assets fall, the reinsured amount is lower, and may affect the written premium of the business line. With the decrease in the production and revenue of companies, the reinsured amounts based on their profits will be impacted, and the written premium of such business line may also be impacted. However, in recent months there have had very small impacts noted, which are almost fully offset by the increase in rates in view of the hard market.

In relation to loss ratio, it is fundamental that a material damage provided for in the contract is incurred to give rise to a compensation from business shutdown. As an international rule, the damages from diseases and pandemic are clearly excluded from policies, so we understand that the losses will be very limited to some few exceptions that guarantees such coverage. However, there are movements afoot seeking the inclusion of some kind of loss of income claim arising from the pandemic through the courts. Thus far, all legal decisions that we have followed have confirmed this understanding, except for a case in France. In the UK, a test case ruling, in which an understanding was reached of additional coverage of Loss of Income arising from Infectious Diseases and Denial of Access due to Public Authority Decision was awarded, which represented a reduction in the uncertainties over the theme, a decision backed by its Supreme Court on January 15, 2021.

A product that was strongly impacted from the social isolation imposed by the pandemic was Event Cancellation, however, the Company's exposure to this product is very limited.

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Major engineering projects have been substantially postponed, affecting the reinsurance revenue of the business lines that depend on them.

(c) Agriculture

The agriculture insurance may not be materially impacted. The agriculture business line is one of the least affected by the pandemic, and COVID-10 is in the list of risks excluded from the coverage offered in this segment, both in Brazil and Abroad. The Brazilian agriculture segment expects a record grain harvest, with estimates of reaching 268.7 million tons, according to a CONAB's survey of October 2020, that is, up 10.9 million tons on the 2019/2020 harvest. The good news of the sector will positively affect the insurance market.

(d) Oil & Gas

In view of COVID-19, after a substantial drop in oil barrel prices in the first quarter of 2020, the prices have partially recovered and been somewhat stable, but at a level lower than the one immediately prior to the pandemic. The oil price crisis, worsened by the fall of demand in view of the new Coronavirus pandemic, required all the large operators of the sector to reduce costs and cut investments, putting Brazil in a privileged position, because of the low pre-salt production costs. Some projects have been postponed, however, most of them have already resumed. The expected impact is a growth slightly lower than the previously estimated by the Company.

(e) Marine

The impacts expected by the Company on the negotiations have not been materialized thus far. The marine insurance is correlated with the Oil & Gas sector, but the effects from the postponement of the latter's recovery is limited to the few marine clients related to such segment, not reflecting in the portfolio's figures. In the Cargo line, no pandemic impact was noted.

(f) Aviation

The global economy has been severely affected by the pandemic and one of the hardest hit sectors is the aviation industry. The sector recorded a sharp drop in passenger transportation, and because of the outbreak it was forced to reduce flights and cancel routes. The insurance/reinsurance industry of this segment is thus being directly impacted.

(g) Financial risks

The expected economic downturn represents lower direct and indirect investments, affecting the need for guarantees, from both government and corporate sectors. The postponement and/or cancellation of privatizations, concessions and Public-Private Partnerships will affect the government sector, and investment projects will affect the corporate sector, thus impacting the insurance and reinsurance premiums.

In the first half of the year, no significant Coronavirus-related impact was noted on the Company's operations, because the portfolio mostly comprise large companies.

The Company has not noted to this date any significant impacts from COVID-19 on its operations that would lead to changes in accounting estimates.

Attachment 1 – Supplementary information

In thousands of reais, except when otherwise stated

Attachment 1 – Supplementary information

The information required by SUSEP but not by the International Financial Reporting Standards (IFRS), and that the Company considered relevant for presentation purposes, is as follow.

1.1 Minimum capital, risk-based capital and liquidity in relation to capital

CNSP Resolution 321/2015 and further amendments establish the methodology for calculating risk capital based on underwriting, credit, operational and market risks, calculating adjusted equity, as well as the liquidity and solvency assessment criteria.

For the effects of the above-mentioned resolution, the following concepts apply:

I Minimum capital requirement: the amount of capital a local reinsurer is required to have, at any time, to operate, being equivalent to the higher of core capital and risk-based capital.

II Core capital: fixed amount of capital, in the amount of R\$ 60,000, that a local reinsurer is required to have at any time.

III Risk-based capital: the variable amount of capital that a local reinsurer is required to have, at any time, to be able to guarantee the risks inherent in its operations, as provided in specific regulation.

IV Net assets: all assets accepted by the National Monetary Council in up to 100.0% for coverage of technical reserves.

V Liquidity in relation to risk-based capital: situation characterized by the reporting of total net assets in excess of the requirement for coverage of reserves, above 20.0% of risk-based capital without considering, in the calculation of market risk-based capital, the flows of unrecorded transactions.

1.1.1 Calculation of the Minimum Capital Requirement and the Regulatory Solvency Margin

The Company has sufficient adjusted equity in relation to minimum capital requirement calculated considering the methodology established by the regulatory body, as at the reporting date June 30, 2021. The calculation results are shown in the following table:

	Parent Company and Consolidated	
	June 30, 2021	December 31, 2020
Risk-based capital - underwriting risk	1,158,737	1,450,434
Risk-based capital - credit risk	460,673	517,476
Risk-based capital - operational risk	62,041	67,846
Risk-based capital - market risk	117,692	150,999
Risk diversification benefit	(254,592)	(304,114)
Total risk-based capital	1,544,551	1,882,641
Core capital	60,000	60,000
Minimum capital requirement (*)	1,544,551	1,882,641
Adjusted equity (**)	2,715,622	3,143,874
Sufficiency of adjusted equity	1,171,071	1,261,233

	June 30, 2021	December 31, 2020
Equity	4,221,679	4,256,130
Deductions		
Prepaid expenses	(43,092)	(7,538)
Investments accounted for using the equity method	(61,656)	(61,870)
Deferred tax assets – tax loss	(1,120,353)	(940,762)
Intangible assets	(62,852)	(65,704)
Receivables/payables of branches abroad	(98,446)	(84,179)
Deferred tax assets (***)	(156,888)	-
Other deductions	(50)	(50)
Economic adjustments	37,280	47,847
Adjusted equity	2,715,622	3,143,874

(*) The higher between total risk-based capital and core capital.

(**) Equity used for determining solvency.

Attachment 1 – Supplementary information

In thousands of reais, except when otherwise stated

(***) Amount related to deferred tax assets for temporary differences deducted in the calculation of adjusted equity, corresponding to the amount of deferred tax assets (Note 11.1) that is in excess of 15.0% of minimum capital requirement (CMR).

As at the reporting date June 30, 2021, the Company has a regulatory capital surplus of R\$ 1,162,531, equivalent to a regulatory solvency ratio of 175% (adjusted equity / total risk-based capital), whereas the Company's total solvency ratio reaches 273% (equity / total risk-based capital).

1.1.2 Restoring the Compliance of the Regulatory Liquidity to the Risk-based Capital

The following table shows the result of the calculation of liquidity in relation to the risk-based capital at the reporting date June 30, 2021, according to the criteria established in CNSP Resolution 321/2015.

	Parent company	
	June 30, 2021	December 31, 2020
Technical reserves	(13,901,075)	(13,531,972)
Downward asset adjustment of coverage requirement	6,068,264	6,562,569
Retrocession assets (*)	4,663,478	5,161,823
Non-eligible retrocession assets (*)	(599,713)	(1,064,898)
Receivables	2,004,499	2,465,644
Assets available for guarantee	8,476,931	7,511,997
Surplus of assets available for guarantee	644,120	542,594
Additional margin of 20.0% on risk-based capital (**)	(308,908)	(375,123)
Sufficiency in regulatory compliance	335,212	167,471

(*) Pursuant to Art. 63 of Susep Circular 517/15, downward reinsurance and retrocession asset adjustments are defined as: "I – the respective amounts of deferred reinsurance premiums and deferred retrocession premiums directly related to the cedant's technical reserves, net of outstanding amounts payable to the counterparty, either due or falling due.

(**) As provided in CNSP Resolution 321/15, it refers to the additional margin of 20% on total risk-based capital (Attachment 1). As at June 30, 2021, SUSEP published CNSP Resolution 412/21 aimed at extinguishing such requirement imposed on all insurance and reinsurance companies from December 1, 2021.

The assets available for guarantee refer to the marketable securities related to the technical reserves, pursuant to CMN Resolution 4,444 of November 13, 2015. The interest-bearing checking account balance in dollars with the international financial institutions amounting to R\$ 535,149 (see Notes 18 and 6.1 item ii) is not included for the Brazilian regulatory liquidity purposes. As at the reporting date, the Company has a total of R\$ 9,140,024 in marketable securities (see Note 6.1).

The downward asset adjustments do not contemplate the technical reserves already guaranteed by collateralized letters of credit required by the US and Canadian regulators for operations with the cedants of these countries. As mentioned above, the collateral amounts to R\$ 535,149, deposited with international financial institutions (see Note 18).

IRB-Brasil Resseguros S.A.

Attachment 2 – Other information that the Company considers relevant In thousands of reais, except when otherwise stated

Attachment 2 – Other information that the Company considers relevant

The Company shows below the reconciliation between the quarterly information provided according to the model of the CVM system (Empresas.Net) and the balance sheet and statement of profit or loss disclosed by IRB Brasil Re.

Balance sheet - Assets

Empresas.Net	Assets	Note	Parent company		Consolidated	
			June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
	Current assets		14,502,982	15,407,587	14,510,117	15,423,203
1.01.01.01	Cash	5	5,952	14,190	29,729	14,563
1.01.02	Marketable securities	6.1	4,644,017	3,880,318	4,598,111	3,852,340
1.01.03	Receivables from reinsurance and retrocession operations	7.1	4,913,762	5,764,412	4,913,762	5,764,412
	Transactions with insurers	7.2	3,785,461	4,193,770	3,785,461	4,193,770
	Transactions with reinsurers	7.2	1,153,556	1,496,530	1,153,556	1,496,530
	Other receivables	7.2	32,940	139,172	32,940	139,172
	(-) Provision for credit risks	7.3	(58,195)	(65,060)	(58,195)	(65,060)
1.01.09.03.01	Retrocession assets - technical reserves		4,578,781	5,093,437	4,578,781	5,093,437
	Premiums - retrocession	9.2	897,064	1,352,762	897,064	1,352,762
	Claims - retrocession	9.1	3,670,774	3,732,920	3,670,774	3,732,920
	Other reserves	9.3	10,943	7,755	10,943	7,755
	Trade and other receivables		200,842	528,256	229,441	571,474
1.01.04.01	Trade and other receivables	10	54,497	357,061	80,155	389,126
1.01.04.02	Tax credits and deferred tax assets	11.1	146,345	171,195	149,286	182,348
1.01.07.01	Prepaid expenses		43,092	7,538	43,757	7,541
1.01.08.04	Deferred acquisition costs	12	116,536	119,436	116,536	119,436
	Non-current assets		7,572,347	7,341,026	7,662,375	7,456,431
	Long-term receivables		7,377,820	7,135,851	7,424,298	7,206,317
1.02.01.02	Marketable securities	6.1	4,496,007	4,461,615	4,496,007	4,461,615
1.02.01.11.03	Retrocession assets - technical reserves	9.2	84,697	68,386	84,697	68,386
1.02.01.04.01	Trade and other receivables	10	469,338	523,145	469,338	523,145
1.02.01.04.02	Tax credits and deferred tax assets	11.1	170,734	165,843	212,751	233,786
1.02.01.04.03	Deferred tax assets	11.1	1,508,924	1,289,620	1,513,385	1,292,143
1.02.01.04.04	Court deposits	20	634,973	615,684	634,973	615,684
1.02.01.09	Deferred acquisition costs	12	13,147	11,558	13,147	11,558
	Investments		66,598	66,966	109,916	111,645
1.02.02.01.05	Investments accounted for using the equity method	4.1	61,656	61,870	20,747	22,323
1.02.02.02.01	Investment property	13	4,728	4,885	88,955	89,112
1.02.02.02.02	Other investments		214	211	214	210
1.02.03	Property and equipment		65,077	72,505	65,153	72,582
1.02.04	Intangible assets		62,852	65,704	63,008	65,887
	Total assets		22,075,329	22,748,613	22,172,492	22,879,634

Attachment 2 – Other information that the Company considers relevant In thousands of reais, except when otherwise stated

Balance sheet – Liabilities

Empresas.Net	Liabilities and shareholders' equity	Note	Parent company		Consolidated	
			June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
	Current liabilities		16,215,516	16,695,470	16,312,679	16,826,491
	Trade and other payables		548,652	559,388	645,815	690,409
2.01.01.06	Trade payables	14	445,243	437,148	452,101	450,564
2.01.01.01	Taxes and payroll charges payable		23,807	38,742	24,001	39,005
2.01.01.03	Labor provisions		14,060	10,918	14,202	11,051
2.01.01.04	Provisions for post-employment benefits	23.4	43,975	43,886	43,975	43,886
2.01.01.05	Taxes and contributions payable		11,229	24,534	101,198	141,743
2.01.01.08	Borrowings and financing	15	10,338	4,160	10,338	4,160
2.01.02	Payable for reinsurance and retrocession operations	16.1	1,819,521	2,569,668	1,819,521	2,569,668
2.01.03.04	Third-party deposits	8	260,308	317,441	260,308	317,441
2.01.04	Technical reserves - reinsurance and retrocession		13,587,035	13,248,973	13,587,035	13,248,973
2.01.04.01.03	Unearned premium reserve	17.1	2,627,505	3,278,614	2,627,505	3,278,614
2.01.04.01.04	Outstanding claims	17.2	7,258,317	6,417,059	7,258,317	6,417,059
2.01.04.01.05	IBNR reserve	17.2	3,462,903	3,341,396	3,462,903	3,341,396
2.01.04.01.06	Other reserves	17.3	238,310	211,904	238,310	211,904
	Non-current liabilities		1,648,035	1,638,341	1,648,035	1,638,341
	Long-term liabilities		1,648,035	1,638,341	1,648,035	1,638,341
	Trade and other payables		1,254,620	1,297,884	1,254,620	1,297,884
2.02.01.01.04	Provisions for post-employment benefits	23.4	431,833	474,143	431,833	474,143
2.02.01.01.06	Borrowings and financing	15	817,790	816,476	817,790	816,476
2.02.01.01.05	Trade payables	14	4,997	7,265	4,997	7,265
2.02.01.02.01	Payables for reinsurance and retrocession operations	16.1	789	789	789	789
2.02.01.03.01	Technical reserves - reinsurance and retrocession	17.1	314,040	282,999	314,040	282,999
2.02.01.04	Other payables	20	78,586	56,669	78,586	56,669
	Total liabilities		17,863,551	18,333,811	17,960,714	18,464,832
	Equity	21	4,211,778	4,414,802	4,211,778	4,414,802
2.03.01	Capital		4,219,524	4,219,524	4,219,524	4,219,524
2.03.02	Capital reserves		(282,754)	(282,754)	(282,754)	(282,754)
2.03.04	Profit reserves		832,747	832,747	832,747	832,747
2.03.06	Equity valuation adjustment	21.3	(401,594)	(354,715)	(401,594)	(354,715)
2.03.05	Retained earnings		(156,145)	-	(156,145)	-
	Total liabilities and equity		22,075,329	22,748,613	22,172,492	22,879,634

IRB-Brasil Resseguros S.A.

Attachment 2 – Other information that the Company considers relevant In thousands of reais, except when otherwise stated

Statements of profit or loss

Empresas.Net	Statement of profit or loss	Note	Quarter			
			Parent company		Consolidated	
			June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
3.01	Earned premiums	22.1	2,071,533	2,103,136	2,071,533	2,103,136
3.02.02.01	Incurred claims	22.2	(2,233,005)	(2,868,847)	(2,233,005)	(2,868,847)
3.02.02.02	Acquisition costs	22.3	(60,270)	(65,406)	(60,270)	(65,406)
3.02.02.03	Other operating income and expenses	22.5	(23,048)	(58,439)	(23,048)	(58,439)
3.02.02.03	Profit (loss) from retrocession	22.4	(103,899)	(171,138)	(103,899)	(171,138)
3.04.02.01	Administrative expenses	22.6	(105,137)	(82,072)	(106,042)	(79,199)
3.04.02.02	Tax receivable (expenses)	22.7	(55,497)	17,728	(57,613)	(2,889)
3.08	Finance income	22.8	80,425	38,732	95,060	74,284
3.05	Share of profit of equity-accounted investees	22.9	9,197	19,448	(97)	(1,184)
3.06	Gains or losses on non-current assets		(1,293)	(101)	(1,293)	(101)
3.09	Net income before taxes		(420,994)	(1,066,959)	(418,674)	(1,069,783)
3.10	Income tax	22.10	123,191	256,400	121,488	258,514
3.10	Social contribution	22.10	90,857	153,840	90,240	154,550
3.11	Loss for the quarter		(206,946)	(656,719)	(206,946)	(656,719)
	Loss per share - basic and diluted	21.4	(0.16)	(0.71)	(0.16)	(0.71)

IRB-Brasil Resseguros S.A.

Attachment 2 – Other information that the Company considers relevant In thousands of reais, except when otherwise stated

Statements of profit or loss

Empresas.Net	Statement of profit or loss	Note	First half of the year			
			Parent company		Consolidated	
			June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
3.01	Earned premiums	22.1	3,934,667	3,912,426	3,934,667	3,912,426
3.02.02.01	Incurred claims	22.2	(3,725,769)	(4,303,362)	(3,725,769)	(4,303,362)
3.02.02.02	Acquisition costs	22.3	(126,726)	(114,145)	(126,726)	(114,145)
3.02.02.03	Other operating income and expenses	22.5	(41,400)	(94,616)	(41,400)	(94,616)
3.02.02.03	Profit (loss) from retrocession	22.4	(317,470)	(382,804)	(317,470)	(382,804)
3.04.02.01	Administrative expenses	22.6	(197,529)	(149,483)	(204,458)	(159,149)
3.04.02.02	Tax receivable (expenses)	22.7	(44,534)	13,853	(48,159)	(12,133)
3.08	Finance income	22.8	170,813	(16,097)	196,298	(29,687)
3.05	Share of profit of equity-accounted investees	22.9	9,183	102,613	(505)	192,831
3.06	Gains or losses on non-current assets		(1,293)	(101)	(1,293)	(101)
3.09	Net income before taxes		(340,058)	(1,031,716)	(334,815)	(990,740)
3.10	Income tax	22.10	103,082	256,415	99,233	226,327
3.10	Social contribution	22.10	80,831	153,638	79,437	142,750
3.11	Loss for the first half of the year		(156,145)	(621,663)	(156,145)	(621,663)
	Loss per share - basic and diluted	21.4	(0.12)	(0.67)	(0.12)	(0.67)

Wilson Toneto
Acting CEO and Technical and Operations Vice-President Executive Officer

Carlos André Guerra Barreiros
Risk, Compliance and Legal Vice-President Executive Officer

Isabel Blázquez Solano
Reinsurance Vice-President Executive Officer

Werner Romera Süffert
Deputy CEO, Chief Financial and Investor Relations Officer

Thays Vargas Ferreira da Cunha
Accountant
CRC 117013/O-9

Debora Pereira Tavares
Actuary
MIBA 2011

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