



Insustentável o grupo há mais de 10 anos



JSL - Logística Rodoviária



JSL - Armazenagem Frigorífica



JSL - Logística Interna

2Q20 Earnings Release

August 14, 2020




The purpose of this Earnings Release is to detail the financial and operating results of JSL S.A. in the second quarter of 2020, now SIMPAR S.A., considering the effects of the incorporation of shares under the terms of the Corporate Reorganization approved at the Extraordinary Shareholders' Meeting (ESM) held on August 5, 2020.

Record Net Income of R\$156.6 million in 2Q20 up by 120% YoY


-  **Record Net Income of R\$156.6 million** in 2Q20, a 120% growth YoY, or R\$13 million excluding the effects of liquidation and reopening of swaps and write-off of tax credits, resulting from the corporate reorganization process, with renewal under the same conditions;
-  **Net Revenue** reaches **R\$2.2 billion** and **EBITDA** totalizes **R\$470.4 million in 2Q20**, with an **EBITDA Margin of 35.3%, 5.1 p.p.** YoY, showing the focus on the group's efficiency;
-  **We kept a strengthened cash, sufficient to cover 2.5x short-term debt amortization** reaching more than R\$5.7 billion at the end of 2Q20;
-  **Approval of the Reorganization** of the group by the **unanimity of minority shareholders**, under high standards of governance, evidencing the quality and value of the proposal submitted and the launch of **SIMPAR**, which now operates as a **holding company** all of its controlled companies;
-  **JSL ceases to play the role of holding company** of the group and consolidates itself as the **largest road logistics company in Brazil**, ready to lead the consolidation movement of this market and focused exclusively on the business;
-  **Renewal of our commitment as signatories to the principles of the UN Global Compact** and the commitment of JSL, Vamos and Movida companies to combat deforestation in the Amazon through an open letter.

Main highlights of the subsidiaries:




-  **JSL** records a Net Income of R\$536 thousand due to the lower volume transported in the quarter. We point out that in May and June 2020 the recurring Net Income was R\$10 million, which shows the scenario of recovery of operations after customer shutdowns occurred in April; In August 2020, we announced two strategic acquisitions:




-  **Acquisition of 75% of Fadel shares:** strengthens JSL's share in urban distribution in the food and beverage, consumer goods, and e-commerce industries and expand the portfolio of relevant clients. This acquisition brings expertise from people with recognized management skills and a proven history of delivery, synergies, and cross-selling.




-  **Acquisition of 100% of Transmoreno:** expands JSL's share to carry new vehicles on "stork" trucks and in to provide automotive logistics services, having two of the main automakers in its client portfolio.




-  **Vamos** reaches Net Income of R\$39.3 million, EBITDA of R\$152.7 million (+12.0%) and ROIC of 11.0%. Vamos confirms the resilience of its business model, which has not been affected by the pandemic and continues to combine accelerated growth and profitability;



-  **CS Brasil** presented a Net Income of R\$19.0 million and an EBITDA of R\$83.3 million (+2.3% YoY) and an EBITDA Margin of 51.8% (+8.2 p.p. YoY). CS Brasil continues to benefit from the resilience of the GTF business model, which represented 82.6% of the company's revenues.



-  **Movida** reaches Net Income of R\$2.6 million, EBITDA of R\$151.3 million, EBITDA Margin of 50.7% (+10.0 p.p. YoY), and a record of 18,465 cars sold in 2Q19 (+14.9% YoY), even during the pandemic.

SIMPAR

Financial Highlights (R\$ million)	SIMPAR - Consolidated					
	2Q19	1Q20	2Q20	▲Y o Y	▲Q o Q	LTM
Gross Revenue	2,681.0	2,655.3	2,389.7	-10.9%	-10.0%	10,577.7
Net Revenue	2,388.9	2,356.9	2,197.2	-8.0%	-6.8%	9,639.6
Net Revenue from Services	1,713.5	1,710.3	1,331.1	-22.3%	-22.2%	6,750.9
Net Revenue of Asset Sales	675.4	646.6	866.1	28.2%	33.9%	2,888.7
EBITDA	518.2	561.7	470.4	-9.2%	-16.3%	2,155.2
Margin (% NR from Services)	30.2%	32.8%	35.3%	+5.1 p.p.	+2.5 p.p.	31.9%
EBITDA-A	1,183.8	1,168.6	1,246.0	5.3%	6.6%	4,847.7
Margin	49.6%	49.6%	56.7%	+7.1 p.p.	+7.1 p.p.	50.3%
Net Financial Result	(206.1)	(170.2)	103.0	-	-	(449.0)
Net Income	71.2	83.2	156.6	119.9%	88.2%	426.5
Margin (% NR)	3.0%	3.5%	7.1%	+4.1 p.p.	+3.6 p.p.	4.4%
Net Income (controllers)	58.8	54.4	155.4	164.3%	185.7%	329.0
Margin (% NR)	2.5%	2.3%	7.1%	+4.6 p.p.	+4.8 p.p.	3.4%

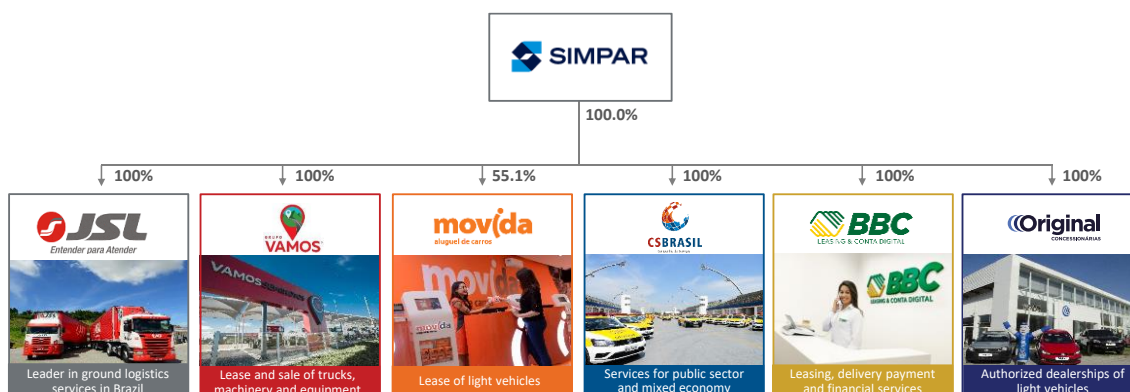
Note: Net Income and EBITDA in 1Q20 considers Movida's impairment. The reconciliation of EBITDA and Net Income are described in the Exhibits.

Message from the Management

We are proud to have reached another important milestone in our history: Approval of the **reorganization** of the group and launch of **SIMPAR**, which now operates as a **holding company** (activity until then carried out by JSL itself), having as its purpose to preserve the values, management model and governance practices of all its controlled companies: JSL, Vamos, CS Brasil, Movida, Original Concessionárias and BBC Leasing.

Our management model continues to be based on sustainably **generating value** to our clients, shareholders, and society, building long-term relationships through differentiated people under solid governance. Always preserving our culture and aligned with the values of each company, we define for SIMPAR the following values: **Devotion to Serve, People, Simplicity, Ownership Attitude, Sustainability, and Profit.**

We are ready for a **new development cycle** based on a structure of **independent companies** with their own management team, target plan, and clear purposes, including the following structure:



NOTE: percentages do not consider shares held in treasury

It is important to note that the Reorganization proposed to the shareholders was recommended by an **Independent Committee**, which analyzed all benefits, costs, and risks under the terms proposed by the Company's management. Also, **the unanimous decision on the Reorganization was taken by minority shareholders** and later followed by the Simoes Family, which further reinforces the commitment of the Company and its controlling shareholders to the practice of the **highest standards of corporate governance**

In turn, **JSL will cease to exercise its role as a holding company** and becomes an exclusive operational company offering logistical services with its own development agenda. Therefore, the Reorganization will contribute to the realization of strategic movements, **improving the capital structure** and will allow an **acceleration in the Company's growth plan**. This movement has already begun with the **acquisition of Fadel and Transmoreno**, which add new services, new fields of activity, and new technologies and skilled people, with additional possibilities of expanding competitive advantages and generating operational and financial synergies. JSL, which has been listed in the Novo Mercado segment since 2010, **will maintain its good governance practices** in order to allow it a privileged position to execute its future plans to be listed in the securities market as a company exclusively focused in the logistics services segment.

Despite the intense work in delivering projects that impact the value of **SIMPAR in the long term**, we have not failed to act with an **absolute focus to circumvent the challenging scenario** imposed by the new Coronavirus pandemic. The second quarter of 2020 brought major challenges; however, it was also an opportunity to **reinforce our commitment to customer service**, preserving the health of our people and the quality of services.

Thinking of the group's financial strength to face the crisis, **we kept a strengthened cash in 2Q20, sufficient to cover 2.5x short-term debt amortization** reaching more than R\$5.7 billion. The net debt profile was extended YoY 3.7 years to 4.3 years, with a reduction in average cost from 10.1% a.a. to 6.2% p.a. The leverage ratio of **net debt/EBITDA remained under control at 3.9x**, mainly impacted by the occasional downturn in EBITDA for JSL and Movida, especially due to the temporary stoppage of production in the automotive sector and lower rental demand in RAC. Vamos and CS Brasil contributed with nominal EBITDA growth YoY, reinforcing the **resilience of the group's diversification** and positioning in businesses with long-term contracts.

Our Consolidated Net Revenues totaled R\$2.2 billion in 2Q20 (-8.0% YoY). EBITDA was R\$470.4 million (-9.2% YoY), and we had a **record Net Income, reaching R\$156.6 million in the quarter**, reflecting the resilience of the group even during the peak of the Covid-19 pandemic, as well as due to the positive net effect of R\$144 million from the early settlement of bond swaps due to the reorganization process, with renewal under the same conditions. The early settlement generated an extraordinary gain of R\$182 million, net of taxes, and a one-off expense of R\$38 million (write-off of deferred income tax losses to be missed in the spin-off of JSL to Simpar). Thus, we observed a positive net effect of R\$144 million in the quarter's result. Despite the temporary impact of the crisis on our operations, we believe that the worst-case scenario has been left behind since, **from April to June, the dynamics of results evolved positively**.

We are confident of the value that we can continue to create for all stakeholders in our relationships. We believe that value can only be generated sustainably, with differentiated people, customer loyalty, diversification, responsibility, and a lot of work. Thank you all for your trust in our work and for being part of our history.

Sustainability



In the second quarter of 2020, we strengthened the focus on the Social pillar of ESG. In order to evolve even more in the search for professional and personal development of professional drivers, we had as one of our priorities to continue the **Ligado em Você Caminhoneiro** channel, on which drivers can count to receive prevention guidance, health tips for them and their families, information about support points along the highways and, mainly, all the guidance, follow-up and support for the suspected and confirmed cases of Covid-19. Among the 8,000 truckers (independent contractors) who work for JSL, **more than 2,000 made contact through the telephone channel** in the first three months of quarantine.

Besides, during the first months of the pandemic, we **assisted BBC clients** who faced financial difficulties concerning commitments previously made, and those who were out of work, or with reduced activity, were able to opt for a grace period for payment of outstanding installments. Led by the BBC team, in the last year we enabled face-to-face meetings in 18 municipalities, in order to **give financial guidance to truck drivers** when making decisions regarding the financing of their vehicles. We have directly reached about 500 drivers and this initiative will continue to occur permanently. Concerning the internal audience, we carry out a mapping of good practices and working conditions of drivers in our main branches, to propose projects that impact the quality of life of these professionals and bring positive results to our business.

Also, with a look at the Social pillar, we have made progress with the **Respect for Diversity Program** by defining specific goals per business, developing the Inclusion and Diversity Policy, and offering our employees online meetings about Unconscious Bias. Aware of our responsibility, we have started a social diagnosis work in the communities where we have operations, seeking to identify the main challenges and opportunities of these locations and enhance the generation of value through our business. In this sense, among the actions completed, we had the approval of the **Social Investment Policy** of the JSL Group by the Sustainability Committee and the Theory of Change work carried out at the Julio Simões Institute, in a partnership with Bemtevi Negócios Sociais, which will help us **redefine the future vision of the Institute** in the coming years and its main impacts.

On the environmental front, we concentrate our efforts on the **Group's Energy Study**, by mobilizing executives and specialists from each company separately, aiming at deeply understanding the reality of each branch and jointly building a macro plan for the entire Group, seeking synergy between business and opportunities when adopting renewable energy projects.

Concerning our governance, one of the main highlights was the **renewal of our commitment as signatories of the principles of the UN Global Compact** and, also, the initiative of JSL companies Vamos and Moviada to commit themselves to **combat deforestation of the Amazon**, in a movement promoted by CEBDS and with the participation of over 60 companies, through an open letter. To ensure the dissemination of our Sustainability strategy and practices consistently and in line, we train the entire JSL commercial team and all CS Brasil managers on the main concepts, initiatives, and ESG challenges for the Company and the entire society.

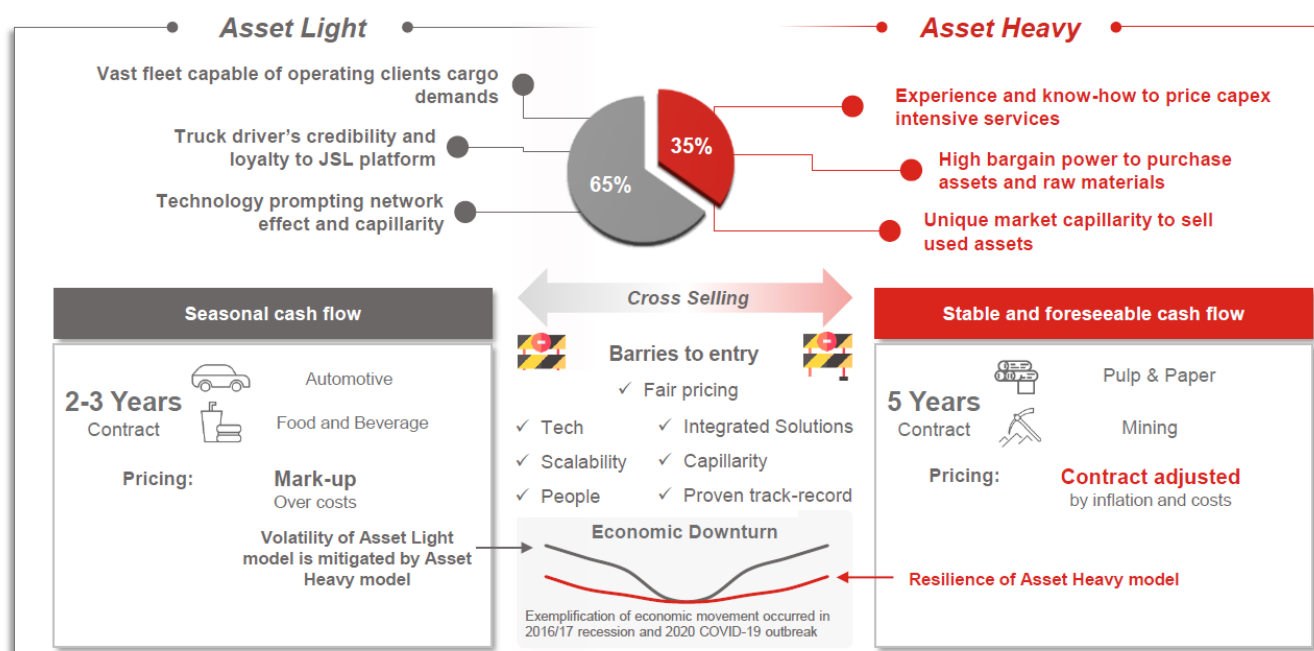


I. JSL



JSL was the basis of the Group's growth, having developed the other companies with the contribution of know-how, culture, people and financial resources. The company is the **leader in road logistics in Brazil** with diversification of services and customers, maintaining long-term relationships and long-term contracts. JSL has a **flexible model** that encompasses two distinct profiles, but with a single purpose of generating value for the customer and long-term return on invested capital: capital and labor intensive (**asset-heavy**) and **asset-light** in services where this model is more efficient.

In order to better understand both business profiles, starting in 2Q20, JSL will disclose financial information **segregating Asset-Light and Asset-Heavy**. Therefore, JSL will enable the investor to have a better understanding of the company's different operating profiles standalone.



Net Revenue from Services and RSC (Revenue from Same Contracts)

Net Revenue from Services (R\$ million)	Total Revenue					RSC
	2Q19	1Q20	2Q20	▲Q o Q	▲Y o Y	▲Y o Y
Asset-Light	470,1	460,1	332,1	-27,8%	-29,4%	-35,6%
Road cargo transp. and Dedicated road cargo logistics	331,8	314,0	202,0	-35,7%	-39,1%	-46,9%
Internal Logistic	79,4	81,0	75,6	-6,7%	-4,8%	3,5%
Urban Distribution	30,0	31,1	26,9	-13,5%	-10,3%	-16,7%
Warehousing Services	25,0	29,3	22,6	-22,9%	-9,6%	-24,1%
Others	3,9	4,7	4,9	4,3%	25,6%	33,3%
Asset-Heavy	269,1	196,2	218,2	11,2%	-18,9%	1,0%
Commodity logistics ¹	182,4	127,5	143,6	12,6%	-21,3%	3,1%
Charter for companies and Rental with Driver	86,6	68,7	74,5	8,4%	-14,0%	-3,3%
Total	739,2	656,3	550,2	-16,2%	-25,6%	-24,1%

¹ Includes the pulp and paper, sugar-energy, steel and mining sectors.

The figures reported below reflect JSL's **financial statements**, to provide, through a single financial statement, information relating to the entire logistics activities of the JSL Group, regardless of the layout of its corporate structure.

Main Indicators – JSL

Financial Highlights (R\$ million)	JSL								
	2Q19	1Q20	2Q20	▲ Y o Y	▲ Q o Q	6M19	6M20	▲ Y o Y	LTM
Gross Revenue	937.9	832.3	697.9	-25.6%	-16.1%	1,878.9	1,530.2	-18.6%	3,404.3
Deductions	(151.4)	(138.5)	(116.3)	-23.2%	-16.0%	(299.4)	(254.8)	-14.9%	(558.3)
Net Revenue	786.5	693.8	581.6	-26.1%	-16.2%	1,579.5	1,275.4	-19.3%	2,846.0
Net Revenue from Services	739.2	656.3	550.2	-25.6%	-16.2%	1,464.9	1,206.5	-17.6%	2,677.9
Net Revenue from Asset Sales	47.3	37.5	31.4	-33.6%	-16.3%	114.6	68.9	-39.9%	168.1
Total Costs	(679.4)	(626.0)	(531.6)	-21.8%	-15.1%	(1,364.6)	(1,157.6)	-15.2%	(2,530.3)
Cost of Services	(633.7)	(588.0)	(501.2)	-20.9%	-14.8%	(1,250.9)	(1,089.2)	-12.9%	(2,366.3)
Cost of Asset Sales	(45.7)	(38.0)	(30.4)	-33.5%	-20.0%	(113.8)	(68.4)	-39.9%	(164.1)
Gross Profit	107.1	67.8	50.0	-53.3%	-26.3%	214.9	117.8	-45.2%	315.7
Operational Expenses	(31.9)	(18.4)	(23.2)	-27.3%	26.1%	(54.9)	(41.6)	-24.2%	(115.6)
EBIT	75.3	49.4	26.8	-64.4%	-45.7%	160.0	76.2	-52.4%	200.1
Margin (% NR from Services)	10.2%	7.5%	4.9%	-5.3 p.p.	-2.6 p.p.	10.9%	6.3%	-4.6 p.p.	7.5%
Financial Result	(40.5)	(25.7)	(27.9)	-31.1%	8.6%	(68.4)	(53.6)	-21.6%	(127.1)
Taxes	(10.2)	(4.1)	1.7	-116.7%	-141.5%	(27.2)	(2.4)	-91.2%	(7.8)
Net Income	24.6	19.7	0.5	-98.0%	-97.5%	64.4	20.2	-68.6%	65.2
Margin (% Total NR)	3.1%	2.8%	0.1%	-3.0 p.p.	-2.7 p.p.	4.1%	1.6%	-2.5 p.p.	2.3%
EBITDA	133.2	110.4	82.4	-38.1%	-25.4%	274.3	192.9	-29.7%	433.1
Margin (% NR from Services)	10.2%	7.5%	4.9%	-5.3 p.p.	-2.6 p.p.	10.9%	6.3%	+0.0 p.p.	7.5%

1. Asset-Light

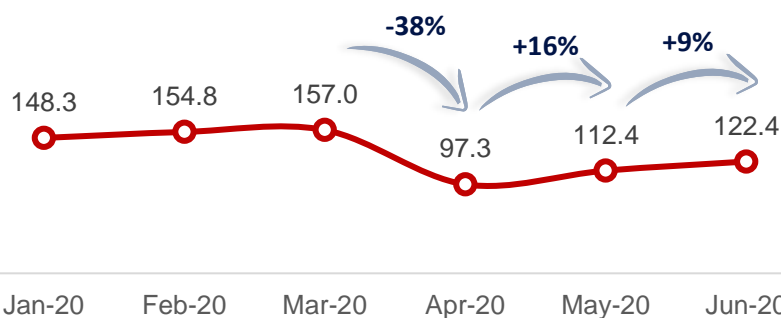
The operational profile is composed of the following business lines: Road cargo transportation and dedicated road cargo logistics, Internal Logistics, Urban Distribution, Warehousing services, and Others.

Financial Highlights (R\$ million)	JSL - Asset-Light								
	2Q19	1Q20	2Q20	▲ Y o Y	▲ Q o Q	6M19	6M20	▲ Y o Y	LTM
Gross Revenue	581.8	566.8	414.1	-28.8%	-26.9%	1,168.5	980.9	-16.1%	2,159.7
Deductions	(111.6)	(106.7)	(82.1)	-26.4%	-23.1%	(223.1)	(188.8)	-15.4%	(410.2)
Net Revenue	470.1	460.1	332.1	-29.4%	-27.8%	945.4	792.2	-16.2%	1,749.5
Net Revenue from Services	470.1	460.1	332.1	-29.4%	-27.8%	945.4	792.2	-16.2%	1,749.5
Net Revenue from Asset Sales	-	-	-	-	-	-	-	-	-
Total Costs	(420.1)	(412.1)	(321.9)	-23.4%	-21.9%	(834.4)	(734.0)	-12.0%	(1,586.3)
Cost of Services	(420.1)	(412.1)	(321.9)	-23.4%	-21.9%	(834.4)	(734.0)	-12.0%	(1,586.3)
Cost of Asset Sales	-	-	-	-	-	-	-	-	-
Gross Profit	50.0	48.0	10.2	-79.6%	-78.8%	111.0	58.2	-47.6%	163.2
Operational Expenses	(24.0)	(24.2)	(18.3)	-23.8%	-24.4%	(37.1)	(42.5)	14.6%	(86.2)
EBIT	26.0	23.8	(8.2)	-131.5%	-134.5%	73.9	15.6	-78.9%	77.0
Margin (% NR from Services)	5.5%	5.2%	-2.5%	-8.0 p.p.	-7.7 p.p.	7.8%	2.0%	-5.8 p.p.	4.4%
Financial Result	(20.0)	(11.8)	(15.6)	-22.0%	32.2%	(23.2)	(27.4)	18.1%	(61.1)
Taxes	(0.4)	(0.6)	7.1	-	-	(13.0)	6.5	-150.0%	8.3
Net Income	5.6	11.4	(16.7)	-	-	37.7	(5.3)	-114.1%	24.2
Margin (% Total NR)	1.2%	2.5%	-5.0%	-6.2 p.p.	-7.5 p.p.	4.0%	-0.7%	-4.7 p.p.	1.4%
	-	-	-	0.0%	0.0%	-	-	0.0%	-
EBITDA	60.4	64.8	27.5	-54.5%	-57.6%	140.8	92.3	-34.4%	225.3
Margin (% NR from Services)	12.8%	14.1%	8.3%	-4.5 p.p.	-5.8 p.p.	14.9%	11.7%	-3.2 p.p.	12.9%

1.a. Net Revenue from Services

Net Revenue from Services decreased by 29.4% YoY and 27.8% QoQ, totaling R\$332.1 million in 2Q20. This variation is mainly due to the reduction in volume due to the impacts of the new Coronavirus pandemic. The automotive sector was the most impacted since the plants of the country's major automakers were shut down in April 2020, gradually resuming their activities from the second half of May onwards. Despite the challenging scenario in the second quarter, we point out that the monthly evolution of Net Logistic Services Revenue showed a positive recovery in May and June 2020, when there was a growth of 16% and 9% respectively, compared to the previous month.

Evolution of the Net Revenue from Services – Asset Light



1.b Costs

Costs (R\$ million)	JSL - Asset-Light									
	2Q19	1Q20	2Q20	▲YoY	▲QoQ	6M19	6M20	▲YoY	LTM	
Cost of Services	(420,1)	(412,1)	(321,9)	-23,4%	-21,9%	(834,4)	(734,0)	-12,0%	(1.586,3)	
Personnel	(95,6)	(94,0)	(86,3)	-9,7%	-8,2%	(187,4)	(180,4)	-3,7%	(364,4)	
Independent contractors / third parties	(235,1)	(224,7)	(144,8)	-38,4%	-35,6%	(462,4)	(369,5)	-20,1%	(846,4)	
Fuel and lubricants	(13,3)	(13,0)	(9,3)	-30,1%	-28,5%	(26,7)	(22,3)	-16,5%	(49,2)	
Parts / tires / maintenance	(24,6)	(24,8)	(20,2)	-17,9%	-18,5%	(54,3)	(45,0)	-17,1%	(97,7)	
Depreciation / amortization	(29,1)	(36,5)	(31,4)	7,9%	-14,0%	(55,8)	(67,9)	21,7%	(128,9)	
Others	(22,6)	(19,1)	(29,8)	31,9%	56,0%	(48,0)	(48,9)	1,9%	(99,7)	

In 2Q20, Cost of Services totaled R\$321.9 million (-23.4% YoY), a lower reduction than the Net Revenue from Services of -29.4% YoY. We point out that Independent Contractors and Third-Party Costs, which is more representative, showed a reduction of 38.4% YoY, due to the lower volume transported in the annual comparison. The line of Personnel Costs varied 9.7% in the annual comparison, as the operating bases remain ready for an economic recovery. In addition, there was a variation in the Other Services Costs line, which totaled R\$29.8 million compared to R\$22.6 million, mainly due to the lower volume of PIS and Cofins credits in the annual comparison, which is related to the lower contracting of freight from third parties and independent contractors.

Compared to the previous quarter, Cost of Services fell by 21.9%, a lower reduction than in Net Revenue from Services of 27.8%, mainly due to the impact of lower volume of operations and in Other Services Costs, as detailed in previously in the year-on-year comparison.

1.c. EBITDA and Net Income

In 2Q20, EBITDA totaled R\$27.5 million (-54.5% YoY) while EBITDA Margin reached 8.3%, down by -4.5 p.p. YoY, mainly due to the lower volume transported in 2Q20 and due to the lower dilution of fixed costs. Compared to 1Q20, EBITDA decreased 57.6%, while the EBITDA margin decreased by 5.8 p.p. QoQ. We point out that the dynamics of margin recovery evolved positively from April to June 2020, with the EBITDA margin reaching 12.4% in the last month of the quarter.

Net Income was negative by R\$16.7 million in 2Q20, mainly due to the lower volume carried due to the impact of the new Coronavirus pandemic in the quarter.

2. Asset-Heavy

The operational profile is composed of the following segments: Commodity Logistics and Charter for companies and Rental with driver.

JSL - Asset-Heavy									
Financial Highlights (R\$ million)	2Q19	1Q20	2Q20	▲Y o Y	▲Q o Q	6M19	6M20	▲Y o Y	LTM
Gross Revenue	356.1	265.5	283.8	-20.3%	6.9%	710.4	549.3	-22.7%	1,244.6
Deductions	(39.8)	(31.8)	(34.2)	-14.1%	7.5%	(76.3)	(66.0)	-13.5%	(148.1)
Net Revenue	316.4	233.7	249.6	-21.1%	6.8%	634.1	483.3	-23.8%	1,096.5
Net Revenue from Services	269.1	196.2	218.2	-18.9%	11.2%	519.5	414.3	-20.3%	928.4
Net Revenue from Asset Sales	47.3	37.5	31.4	-33.6%	-16.3%	114.6	68.9	-39.9%	168.1
Total Costs	(259.2)	(213.9)	(209.7)	-19.1%	-2.0%	(530.2)	(423.6)	-20.1%	(944.1)
Cost of Services	(213.6)	(175.9)	(179.3)	-16.1%	1.9%	(416.4)	(355.2)	-14.7%	(780.0)
Cost of Asset Sales	(45.7)	(38.0)	(30.4)	-33.5%	-20.0%	(113.8)	(68.4)	-39.9%	(164.1)
Gross Profit	57.2	19.8	39.9	-30.2%	101.5%	103.9	59.6	-42.6%	152.5
Operational Expenses	(7.9)	5.8	(4.9)	-38.0%	-184.5%	(17.8)	0.9	-105.1%	(29.4)
EBIT	49.2	25.6	35.0	-28.9%	36.7%	86.2	60.6	-29.7%	123.1
Margin (% NR from Services)	18.3%	13.0%	16.0%	-2.3 p.p.	+3.0 p.p.	16.6%	14.6%	-2.0 p.p.	13.3%
Financial Result	(20.5)	(13.8)	(12.4)	-39.5%	-10.1%	(45.3)	(26.2)	-42.2%	(66.0)
Taxes	(9.8)	(3.5)	(5.4)	-44.9%	54.3%	(14.2)	(8.8)	-38.0%	(16.1)
Net Income	19.0	8.3	17.2	-9.5%	107.2%	26.7	25.5	-4.5%	40.9
Margin (% Total NR)	6.0%	3.5%	6.9%	+0.9 p.p.	+3.4 p.p.	4.2%	5.3%	+1.1 p.p.	3.7%
EBITDA	72.9	45.6	55.0	-24.6%	20.6%	133.5	100.6	-24.6%	207.7
Margin (% NR from Services)	27.1%	23.2%	25.2%	-1.9 p.p.	+2.0 p.p.	25.7%	24.3%	-1.4 p.p.	22.4%

2.a. Net Revenue from Services

Net Revenue from Services decreased by 18.9% YoY, totaling R\$218.2 million in 2Q20. In the annual comparison, the reduction occurred mainly due to the demobilization of contracts in the commodities segment due to operational scope change. The 11.2% increase QoQ shows the implementation of new contracts in the mining sector, as well as the end of the off-season period in the sugar sector in 1Q20.

2.b. Net Revenue from Assets Sold

Net Asset Sales Revenue totaled R\$31.4 million in 2Q20, higher than the Cost of Asset Sales of R\$30.4 million in the period. Asset sales had an occasional drop when compared to 1Q20 and 2Q19, when they reached R\$37.5 million and R\$47.3 million, respectively.

2.c Costs

JSL - Asset-Heavy									
Costs (R\$ million)	2Q19	1Q20	2Q20	▲Y o Y	▲Q o Q	6M19	6M20	▲Y o Y	LTM
Cost of Services	(213,6)	(175,9)	(179,3)	-16,1%	1,9%	(416,4)	(355,2)	-14,7%	(780,0)
Personnel	(115,6)	(90,9)	(94,1)	-18,6%	3,5%	(220,2)	(185,1)	-15,9%	(410,7)
Independent contractors / third parties	(3,0)	(3,2)	(3,5)	16,7%	9,4%	(5,3)	(6,7)	26,4%	(12,6)
Fuel and lubricants	(22,3)	(23,3)	(19,3)	-13,5%	-17,2%	(43,9)	(42,6)	-3,0%	(91,8)
Parts / tires / maintenance	(43,3)	(33,9)	(36,7)	-15,2%	8,3%	(85,6)	(70,6)	-17,5%	(154,4)
Depreciation / amortization	(22,7)	(19,0)	(18,9)	-16,7%	-0,5%	(45,5)	(37,9)	-16,7%	(81,9)
Others	(6,7)	(5,7)	(6,8)	1,5%	19,3%	(15,9)	(12,4)	-22,0%	(28,6)
Costs of Sales of Assets	(45,7)	(38,0)	(30,4)	-33,5%	-20,0%	(113,8)	(68,4)	-39,9%	(164,1)
Sale of Assets	(45,7)	(38,0)	(30,4)	-33,5%	-20,0%	(113,8)	(68,4)	-39,9%	(164,1)
Total	(259,2)	(213,9)	(209,7)	-19,1%	-2,0%	(530,2)	(423,6)	-20,1%	(944,1)

In 2Q20, Services Costs totaled R\$179.3 million (-16.1% YoY), a lower reduction than the Net Service Revenue of -18.9% YoY. We point out that Personnel Costs, which are the most representative, showed a reduction of 18.6%, in line with the decrease in revenues, both explained by the demobilization of contracts in the commodities sector by changing the operational scope, which were reimbursed and positively impacted operating expenses.

Compared to the previous quarter, Services Costs increased by 1.9%, a lower increase than the growth in Net Service Revenue of 11.2% QoQ, mainly impacted by the extraordinary cost of layoffs in the period.

2.d. Operating Expenses

In 2Q20, Operating Expenses totaled R\$4.9 million, a variation of -38.0% YoY, mainly due to the compensation for costs of demobilization in the commodities sector by reviewing the client's operational scope, as mentioned above. There was a variation of R\$10.7 million QoQ, given that most of the receipt of compensation for customer demobilization costs took place in the previous quarter.

2.e. EBITDA and Net Income

In 2Q20, EBITDA totaled R\$55.0 million (-24.6% YoY) while EBITDA Margin reached 25.2%, down by -1.9 p.p. YoY, mainly due to the demobilization of contracts and to the lower dilution of fixed costs. Compared to 1Q20, EBITDA increased 20.6%, while EBITDA margin increased 2.0 p.p. QoQ, given the implementation of new contracts.

Net Income totaled R\$17.2 million in 2Q20, a 9.5% drop in the annual comparison, however more than twice as much as 1Q20, given the implementation of new contracts and the end of the off-season in the sugar sector. Net margin reached 6.9% in 2Q20 (+0.9 p.p. YoY and 3.4 p.p. QoQ), reflecting the resilience of the asset-heavy operating profile, even in a challenging quarter impacted by the new Coronavirus pandemic.

Investments

Capex (R\$ million)	JSL								
	2Q19	1Q20	2Q20	▲ YoY	▲ QoQ	6M19	6M20	▲ YoY	LTM
Gross capex by nature	75.2	160.7	55.4	-26.3%	-65.5%	176.4	216.1	22.5%	407.4
Expansion	69.6	152.2	53.2	-23.6%	-65.0%	130.2	205.4	57.8%	370.3
Maintenance	5.6	8.5	2.2	-60.7%	-74.1%	46.1	10.7	-76.8%	37.1
Gross capex by type	75.2	160.7	55.4	-26.3%	-65.5%	176.4	216.1	22.5%	407.4
Trucks	48.8	108.3	34.9	-28.5%	-67.8%	86.2	143.2	66.1%	245.8
Machinery and Equipment	5.7	17.9	8.6	50.9%	-52.0%	16.0	26.5	65.6%	48.7
Light Vehicles	9.2	16.4	1.7	-81.5%	-89.6%	30.6	18.1	-40.8%	49.7
Bus	1.5	6.3	2.4	60.0%	-61.9%	28.3	8.6	-69.6%	22.0
Others	10.0	11.8	7.9	-21.0%	-33.1%	15.3	19.7	28.8%	41.1
Usual sale of assets	(48.3)	(38.5)	(31.7)	-34.4%	-17.7%	(116.2)	(70.2)	-39.6%	(171.5)
Total net capex	26.9	122.1	23.8	-11.5%	-80.5%	60.1	145.9	142.8%	236.0

Net Capex totaled R\$23.8 million in 2Q20. The funds were mainly allocated to expansion investments, mostly directed to trucks (*asset-heavy*). In the last six months, Net Capex totaled R\$145.9 million. We emphasize that 65% of current revenue comes from operations based on the asset-light model, which means that the growth in volume and revenue for the Logistics activity does not imply proportional growth in net investment.

II. Vamos



In 2Q20, VAMOS continued to show profitable growth, with evolution in all operational and financial indicators, such as the expansion of the rented fleet, increased investments in new rental contracts, diversification of the client portfolio, growth in net revenue, net income and EBITDA, reinforcing the resilience of VAMOS' business model, even in a recessive economic environment.

A substantial part of the activities performed by VAMOS has continued to operate normally since the beginning of the pandemic, such as the marketing of agricultural machinery, the workshops of all the dealerships for maintenance services, and mainly the Rental segment with the contracting of new businesses. The Truck Dealerships had an impact in April, due to the temporary closure of the sales showroom of the stores, given the restriction measures imposed by local authorities, but had a quick recovery in May and June with the reopening of stores.

Long-term rental contracts (standard 5-year contract), with an increasingly pulverized client portfolio, present in several sectors of the economy, have shown resilience even in the most adverse scenario we have experienced in recent times.

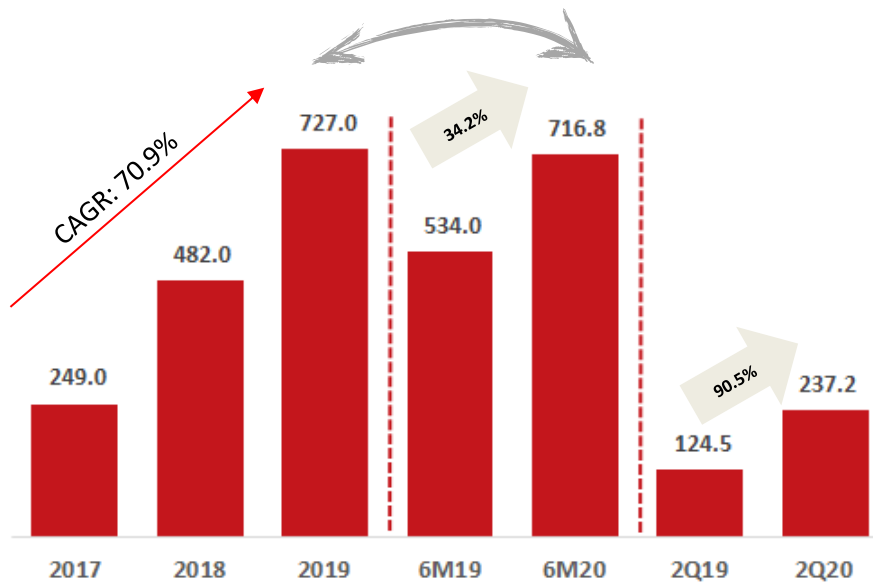
Financial Highlights (R\$ million)	Vamos								
	2Q19	1Q20	2Q20	▲ YoY	▲ QoQ	6M19	6M20	▲ YoY	LTM
Gross Revenue	324.3	326.7	363.0	11.9%	11.1%	626.1	689.7	10.2%	1,385.4
Deductions	(23.4)	(31.2)	(33.1)	41.5%	6.1%	(51.3)	(64.3)	25.3%	(123.2)
Net Revenue	300.9	295.5	329.9	9.6%	11.6%	574.7	625.4	8.8%	1,262.1
Net Revenue from Services	244.5	249.7	297.5	21.7%	19.1%	484.0	547.2	13.1%	1,062.7
Rental	137.9	145.7	160.1	16.1%	9.9%	266.9	305.8	14.6%	604.3
Dealerships	106.6	104.0	137.4	28.9%	32.1%	217.1	241.4	11.2%	458.3
Net Rev. from Sale of Assets	56.4	45.8	32.3	-42.7%	-29.5%	90.8	78.2	-13.9%	199.5
Costs	(197.7)	(186.1)	(213.7)	8.1%	14.8%	(380.6)	(399.8)	5.0%	(817.6)
Cost of Services	(143.9)	(141.7)	(180.8)	25.6%	27.6%	(293.0)	(322.4)	10.0%	(623.2)
Cost of Asset Sales	(53.8)	(44.4)	(32.9)	-38.8%	-25.9%	(87.6)	(77.3)	-11.8%	(194.4)
Gross Profit	103.2	109.4	116.2	12.6%	6.2%	194.1	225.6	16.2%	444.6
Operational Expenses	(22.6)	(29.8)	(30.7)	35.8%	3.0%	(52.5)	(60.4)	15.0%	(128.3)
EBIT	80.6	79.7	85.5	6.1%	7.3%	141.6	165.2	16.7%	316.2
Margin (% NR from Services)	33.0%	31.9%	28.7%	-4.3 p.p.	-3.2 p.p.	29.3%	30.2%	+0.0 p.p.	29.8%
Financial Result	(26.0)	(27.4)	(29.0)	11.5%	5.8%	(44.7)	(56.3)	26.0%	(105.1)
Taxes	(17.1)	(15.7)	(17.3)	1.2%	10.2%	(27.9)	(33.0)	18.3%	(62.5)
Net Income	37.5	36.6	39.3	4.8%	7.4%	68.9	75.8	10.0%	148.7
Margin (% NR from Services)	15.3%	14.6%	13.2%	-2.1 p.p.	-1.4 p.p.	14.2%	13.9%	+0.0 p.p.	14.0%
EBITDA	136.3	138.8	152.7	12.0%	10.0%	256.7	291.4	13.5%	562.4
Margin (% NR from Services)	55.7%	55.6%	51.3%	-4.4 p.p.	-4.3 p.p.	53.0%	53.3%	+0.0 p.p.	52.9%

VAMOS presented record Net Revenue of R\$329.9 million (+9.6% YoY and 11.6% QoQ) due to the growth in all business segments, with highlight to Net Revenue from Rental Services of record R\$160.1 million (+16.1% YoY and 9.9% QoQ), proving the strong growth trend of the business model with long-term contracts. The Net Revenue from Dealerships totaled R\$137.4 million (+28.9% YoY and +32.1% QoQ), with a highlight for the VALTRA dealerships of agricultural machines that had a growth of 126% YoY, showing the solidity of the Agribusiness sector, besides the start-up of Komatsu Dealerships in February 2020. During 2Q20, most of the Used Cars stores were closed, by determination of local authorities, due to Covid-19, which damaged a little the volume of assets sold in 2Q20, reaching a Net Asset Sales Revenue of R\$32.3 million, but keeping the stock at R\$87.7 million, virtually the same as in 1Q20, even with the normal seasonality of the first semester.

VAMOS ended 2Q20 with a total fleet of 13,785, 11,432 trucks, and 2,353 machines, in line with the asset mix strategy focused on trucks, 83% of the current fleet.

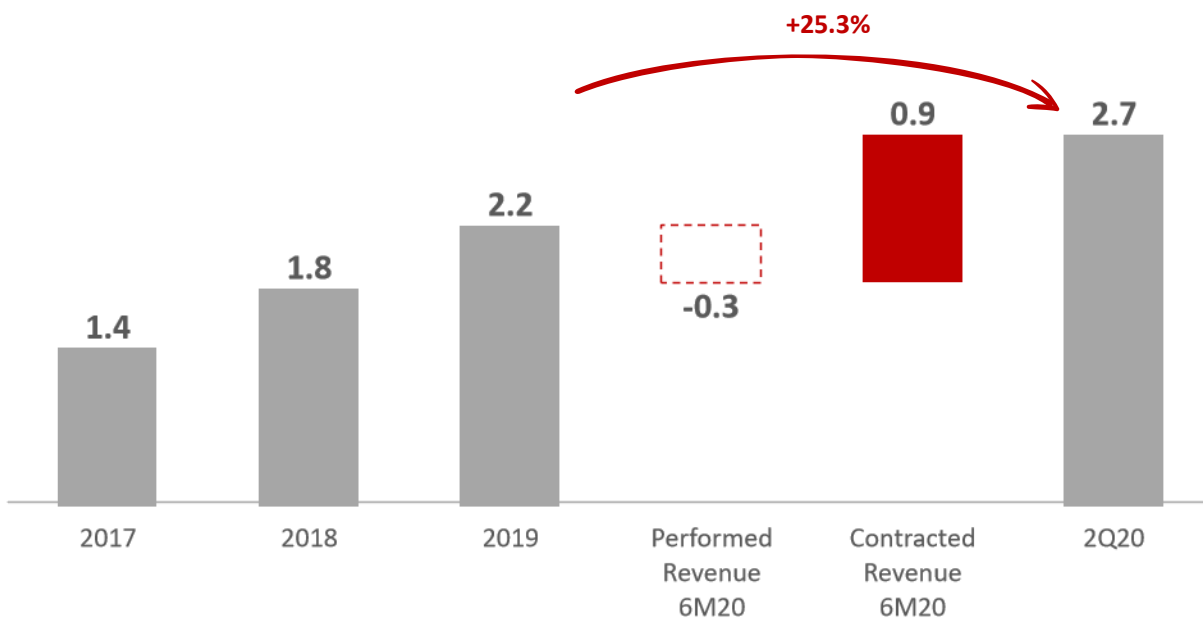
In 2Q20 VAMOS continued with a large volume of new contracts signed, with a diversified portfolio of clients and sectors of the economy, which represented an increase of 90.5% YoY in CAPEX signed in long-term contracts, and ending the 6M20 with R\$716.8 million, which represents almost the same volume of the 12 months of 2019 (R\$727.0 million).

Contracted Capex (R\$million)



On June 30, 2020, the backlog was R\$2.7 billion, an increase of 25.3% in the last 6 months, with a contracted revenue of R\$891 million in the period. The existing backlog of R\$2.7 billion represents approximately 4.0 years of contracted revenue from Rental Services when compared to the gross revenue from Rental Services in the last twelve months (R\$678.6 million in LTM 2Q20).

Contracted Revenue Backlog - R\$ billion

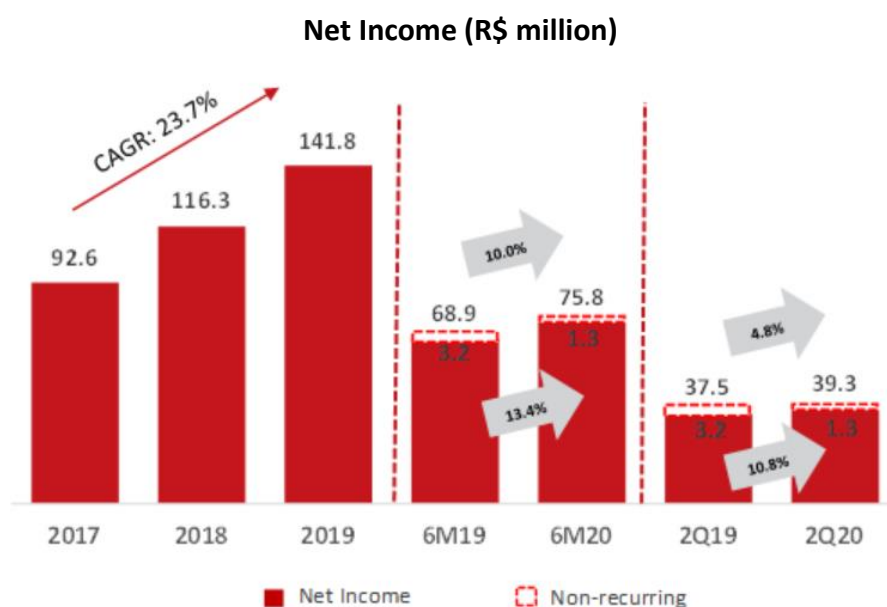


2Q20 EBIT was R\$85.5 million, totaling R\$165.2 million in the first half of 2020, an increase of 19.3% p/a, not considering the non-recurring effect of extemporaneous credits in the compared periods. The increase was mainly due to the growth in Rental which represented 92% of VAMOS' EBIT.

In 2Q20, EBITDA was a record R\$152.7 million, totaling R\$291.4 million in the first half of 2020, 14.9% higher than the same period last year, excluding the non-recurring effect of extemporaneous credits. The increase is due to the higher profitability of all businesses, even in a recessive economic environment, given the several cost adjustments in Dealerships, focus on specific sectors of Rental to generate new business and improve productivity and efficiency of operations.

The Rental segment continued to be the main generator of EBITDA, corresponding to 94% of the VAMOS' EBITDA in 2Q20, a growth of 14.3% YoY, totaling R\$143.0 million.

In 2Q20 VAMOS reached the mark of R\$39.3 million in Net Income, the best result ever, totaling R\$75.8 million in 1H20, an increase of 10.8% and 13.4%, respectively, compared to the same periods in 2019, purging the non-recurring effect of Dealerships, of extemporaneous credits. The best result is mainly due to organic growth in the Rental segment. We also emphasize that the growth of Net Income in the annual comparison could have been greater since it was impacted by the increase in leverage, which rose from 2.4x in 2Q19 to 3.3x in 2Q20, due to the payment of dividends in the period (R\$ 288 million in the last 12 months).

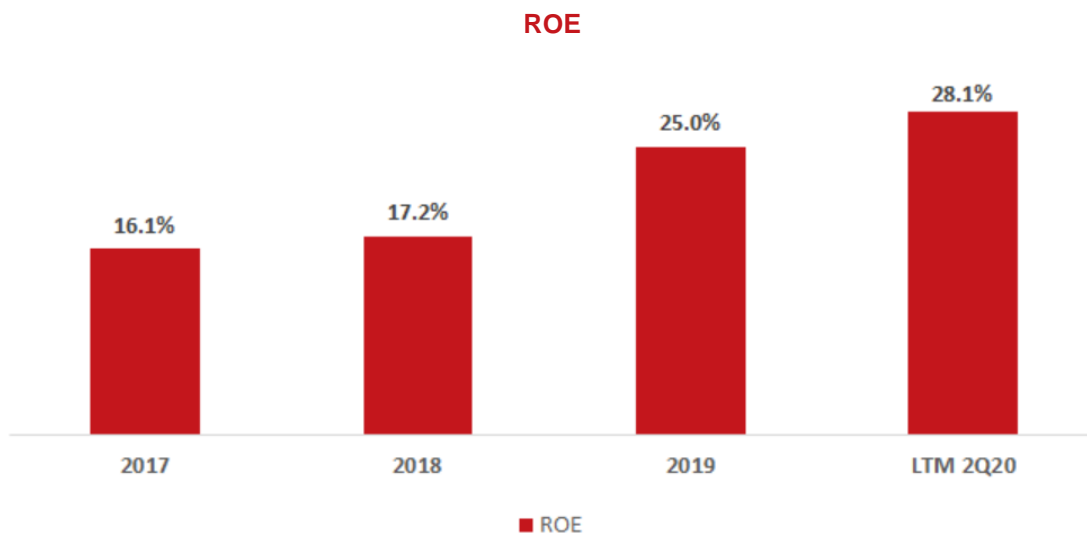


Indebtedness (R\$ million)	2Q20	1Q20	Var% Q/Q	2Q19	Var% Y/Y
Gross debt	2,452.1	2,084.6	17.6%	1,264.1	94.0%
Gross debt - Short Term	154.7	177.0	-12.6%	294.6	-47.5%
Gross Debt - Long Term	2,327.8	1,921.6	21.1%	980.8	137.3%
Financial Leases Payable	(30.4)	(14.1)	116.2%	(11.4)	167.4%
Cash abd Financial Investments	616.4	364.7	69.0%	97.4	533.1%
Net Debt	1,835.6	1,719.9	6.7%	1,166.7	57.3%
LTM EBITDA	562.4	546.0	3.0%	492.0	14.3%
Net Leverage (x)	3.26x	3.15x	0.11x	2.37x	0.89x

VAMOS ended June 2020 with a cash position and financial investments of R\$616.4 million, sufficient to cover the repayment of short-term debt by 4.0x. Net debt ended at R\$1.8 billion, with the leverage measured by net debt/EBITDA LTM virtually stable, compared to 1Q20, at 3.26x.

In June 2020, VAMOS further strengthened its capital structure, accessing the local capital market through the 3rd issue of CRA, of R\$500 million and a term of 7 years. Thus, ending 2Q20 with the average debt term at 3.7 years and with a reduction in average cost to 4.3% compared to the average cost of 5.0% in March 2020.

Vamos showed significant expansion in terms of profitability, reaching a record level of 28.1% in the last 12 months (+3.1 p.p. compared to 2019).



III. CS Brasil



CS Brasil provides various services focused on the public sector and public and mixed capital companies, with Fleet Management and Outsourcing (GTF) as its main activity.

CS Brasil: Business Lines

73% of revenue
R\$ 502 million

1 Fleet Management and Outsourcing (GTF)



GTF – Light Vehicles



GTF – Heavy Vehicles



GTF with driver

% of Net Revenue from Services 2Q20 LTM

20% of revenue
R\$ 137 million

2 Municipal Passenger Transportation



7% of revenue
R\$ 49 million

3 Urban Cleaning



CS Brasil adopts excellent **governance, transparency and compliance practices** in the provision of services. Thus, the company invests in the best technologies to have the highest standards to participate in bidding processes and maintain the good reputation of an ethical company in accordance with the anti-corruption policies.

Compliance, Transparency and Conformity

CS Brasil: proven track record with high standards of **COMPLIANCE and GOVERNANCE**

- ✓ 87% of the bids made through electronic auctions
- ✓ 100% electronically monitored room



In the last twelve months, CS Brasil participated in 163 bidding processes, with 87% through **electronic auctions** with high standards of compliance and governance in a 100% electronically monitored room, having won 52% of the fleet bids it participated in the period.

Following the JSL Group's Sustainability Policy and the principles of the UN Global Compact to which it has been a signatory since 2014, CS Brasil seeks tools and initiatives that consolidate its reputation as an ethical and transparent company. In line with these efforts, the **Transparency Portal** was developed by the Company in order to reinforce the criteria of excellence in management, compliance, governance, traceability, and transparency in business with regularly updated information (available at <https://transparencia.csbrasil.com.br>).

When accessing the web portal, **users have access to detailed information about the service provided to public agencies**, from the bid process to the actual provision of the service. Additionally, they can learn about the structure

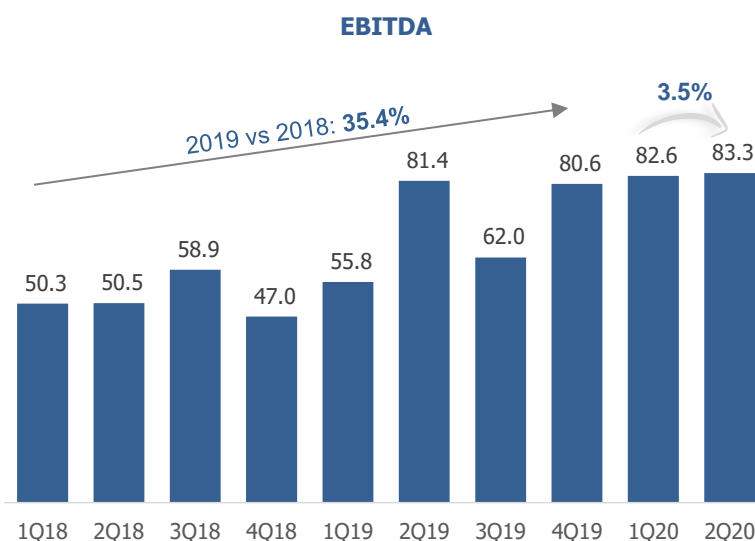
of the Biddings Room, an environment with secure and controlled access, used exclusively to house the competitive phases of the public bid processes, with trained people and dedicated equipment and infrastructure. Through the Transparency Portal, it is possible to have access to the main information of the Company, such as corporate structure, code of conduct, articles of incorporation, quarterly results, in addition to information on the Compliance Program, the Reporting Channel, the Transparent Line, Anti-Corruption Policies and the Business Pact for Integrity and Anti-Corruption.

CS Brasil: Main Indicators

Financial Highlights (R\$ million)	CS Brasil								
	2Q19	1Q20	2Q20	▲YoY	▲QoQ	6M19	6M20	▲YoY	LTM
Gross Revenue	243.2	233.2	205.6	-15.5%	-11.8%	466.9	438.8	-6.0%	916.0
Revenue Deductions	(25.2)	(21.4)	(21.8)	-13.5%	1.9%	(47.8)	(43.3)	-9.4%	(88.6)
Net Revenue	218.0	211.8	183.7	-15.7%	-13.3%	419.1	395.5	-5.6%	827.4
Net Revenue from Services	186.8	171.1	160.8	-13.9%	-6.0%	363.1	331.9	-8.6%	687.6
GTF - Light Vehicles	82.2	87.7	92.5	12.5%	5.5%	160.1	180.2	12.6%	341.2
GTF - Heavy Vehicles	3.7	3.9	4.5	21.6%	15.4%	6.6	8.4	27.3%	16.1
GTF with driver	38.9	37.0	35.8	-8.0%	-3.2%	78.1	72.8	-6.8%	144.8
Municipal Passenger	62.0	42.5	28.0	-54.8%	-34.1%	118.4	70.5	-40.5%	185.5
Net Rev. from Sale of Assets	31.2	40.8	22.9	-26.6%	-43.9%	55.9	63.7	14.0%	139.7
Costs	(175.1)	(159.5)	(131.4)	-25.0%	-17.6%	(341.0)	(290.8)	-14.7%	(647.9)
Cost of Services	(139.8)	(119.4)	(108.0)	-22.7%	-9.5%	(278.2)	(227.4)	-18.3%	(508.1)
Cost of Asset Sales	(35.4)	(40.1)	(23.3)	-34.2%	-41.9%	(62.8)	(63.4)	1.0%	(139.8)
Gross Profit	42.8	52.3	52.4	22.4%	0.2%	78.1	104.7	34.1%	179.5
Operational Expenses	4.8	(10.8)	(9.5)	-	-12.0%	(8.2)	(20.3)	147.6%	(27.3)
EBIT	47.6	41.5	42.9	-9.9%	3.4%	69.9	84.4	20.7%	152.1
Margin (% NR from Services)	25.5%	24.3%	26.7%	+1.2 p.p.	+2.4 p.p.	19.3%	25.4%	+6.1 p.p.	22.1%
Financial Result	(4.1)	(17.0)	(13.9)	-	-18.2%	(9.2)	(30.9)	-	(44.9)
Taxes	(14.8)	(8.3)	(9.9)	-33.1%	19.3%	(20.9)	(18.2)	-12.9%	(35.8)
Net Income	28.6	16.2	19.0	-33.6%	17.3%	39.9	35.2	-11.8%	71.4
Margin (% Total NR)	13.1%	7.6%	10.4%	-2.7 p.p.	+2.8 p.p.	9.5%	8.9%	-0.6 p.p.	8.6%
EBITDA	81.4	82.6	83.3	2.3%	0.8%	137.2	166.0	21.0%	308.6
Margin (% NR from Services)	43.6%	48.3%	51.8%	+8.2 p.p.	+3.5 p.p.	37.8%	50.0%	+12.2 p.p.	44.9%

In 2Q20, CS Brasil's Net Revenue totaled R\$183.7 million, 15.7% down YoY. Net revenue from Services fell by 13.9% YoY, mainly due to the divestment of the concession of one of the municipal transportation lines concluded in November 2019, which caused an impact of 15.9 million compared to 2Q19, as well as due to the impact of the pandemic on the number of passengers transported. Net Service Revenue fell 6.0% QoQ. The positive highlight is the GTF activity, which represents a growth of 6.4% YoY and 3.3% QoQ, showing resilience even during the pandemic.

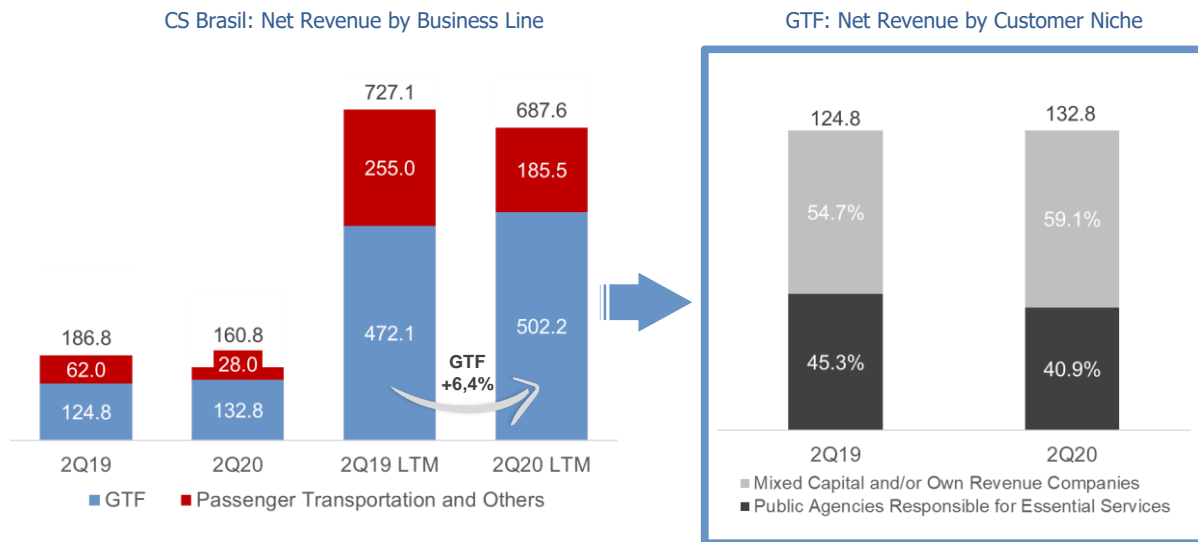
EBIT totaled R\$42.9 million in 2Q20, down 9.9% YoY, and reaching an EBIT margin of 26.7% (+1.2 p.p. YoY). EBITDA totaled R\$83.3 million in 2Q20 (+2.3% YoY and 0.8% QoQ), while the EBITDA margin totaled 51.8% in 2Q20 (+8.2 p.p. YoY and +3.5 p.p. QoQ). We point out that in 2Q19 there was a positive impact of non-recurring events: (i) R\$7.4 million of retroactive tariffs on municipal transportation; (ii) R\$5.9 million of extemporaneous tax credits, both recorded under Other Operating Revenues (Expenses). **Excluding these non-recurring effects in 2Q19, EBIT and EBITDA would have grown by 25.0% and 22.4% respectively YoY.** The improvement in the indicators is due to the light-asset leasing business, improvement of contract margins, reduction of administrative costs.



Net Income totaled R\$19.0 million in 2Q20, a reduction of 33.6% YoY. **Regardless of the non-recurring effects recorded in the previous year, the decrease in Net Income would have been 4.1% p.a.** We also point out that there was an increase in financial expenses YoY and QoQ, given the Company's new capital structure, which ended 2Q20 with net debt of R\$835 million, against R\$105 million in 2Q19.

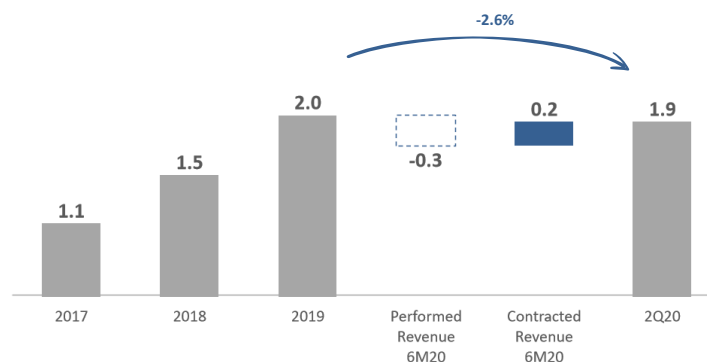
Fleet Management and Outsourcing (GTF)

Over the past few years, CS Brasil has been increasing its return through the management of its contract portfolio and greater focus on GTF activity whose net revenue **grew 6.4%** in LTM 2Q20 when compared to LTM 2Q19 and went from 67% to 82% of Net Revenue from Services between 2Q19 and 2Q20. In the same period, the share of the "Mixed Capital and/or Own Revenue Companies" niche increased from 54.7% to 59.1%.



Considering the amounts and terms provided for in all GTF contracts in force in June 2020, the Backlog had a slight decrease of 2.6%, reaching R\$1.9 billion. 3.4 years of contracted revenue when compared to Gross Revenue from GTF in the last 12 months of R\$572 million.

Rental Contracted Revenue Backlog (GTF) ¹ - R\$ billion



(1) It considers the additional revenue due to the extension of the agreements in operation up to the renewal limit of 60 months (without new biddings).

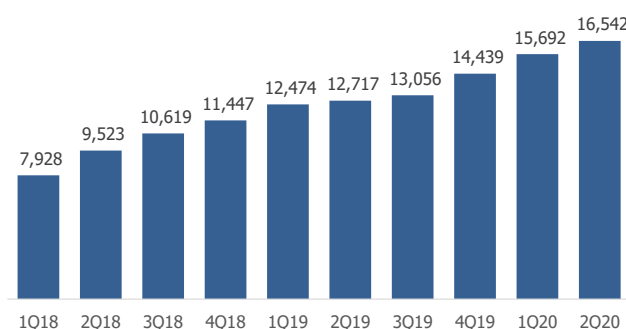
GTF – Light Vehicles

Net Revenue from **GTF – Light Vehicles** grew 12.5% in 2Q20 YoY and 5.5% over 1Q20, reaching R\$92.5 million. This growth is the result of a 30.1% expansion in the average operating fleet, partially offset by a 18.0% reduction in average net revenue. This reduction in average revenue per vehicle reflects a change in mix with less participation of assets with more severe use, such as public safety, and growth in the sanitation and energy segments. Despite impacting average revenue, this change in mix contributed favorably to the reduction of costs in the period.

Operating Highlights	CS Brasil: GTF - Light Vehicles									
	2Q19	1Q20	2Q20	▲YoY	▲QoQ	6M19	6M20	0	2019	LTM
Total fleet at the end of the period	13,539	16,390	16,442	21.4%	0.3%	13,539	16,442	21.4%	15,194	16,442
Average operating fleet	12,717	15,692	16,542	30.1%	5.4%	12,596	16,117	28.0%	52,686	14,932
Average monthly net revenue per average operating fleet (R\$)	6,920	7,416	7,416	7.2%	0.0%	6,902	7,416	7.4%	30,043	7,767
Number of cars sold	979	1,087	675	-31.1%	-37.9%	1,749	1,762	0.7%	3,643	3,656
Average price per car sold (R\$)	35,331	31,430	31,447	-11.0%	0.1%	36,345	31,437	-13.5%	31,277	30,223
Number of cars purchased	1,285	1,101	369	-71.3%	-66.5%	2,597	1,470	-43.4%	7,287	6,160
Average price per car purchased (R\$)	42,745	55,051	64,609	51.2%	17.4%	50,607	57,450	13.5%	54,852	57,962
Average monthly net revenue per average operating fleet (R\$)	2,275	1,863	1,865	-18.0%	0.1%	2,233	1,864	-16.5%	8,620	1,970

Most of the GTF – Light Vehicles service is performed by the subsidiary **CS Frotas**, which presents distinct returns (annualized ROIC of 13.1% in 2Q20).

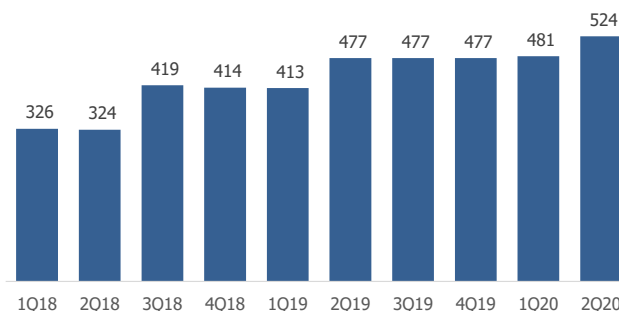
GTF – Light Vehicles: Average operating fleet (vehicles)



GTF – Heavy Vehicles

Net Revenue from **GTF – Heavy Vehicles** grew by 21.6% YoY in 2Q20 and 15.4% QoQ, reaching R\$4.5 million. The average operating fleet grew 9.8% between June 2019 and June 2020, reaching 524 vehicles.

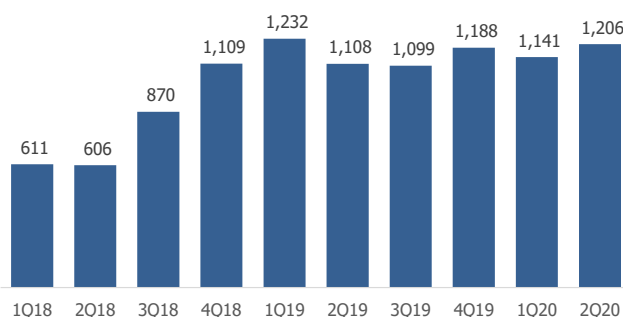
GTF – Heavy Vehicles: Average operating fleet (vehicles)



GTF with driver

Net Revenue from **GTF with driver** decreased by 8.0% YoY in 2Q20 and grew 3.2% QoQ, reaching R\$35.8 million. The average operating fleet grew 8.8% between June 2019 and June 2020, reaching 1,206 vehicles.

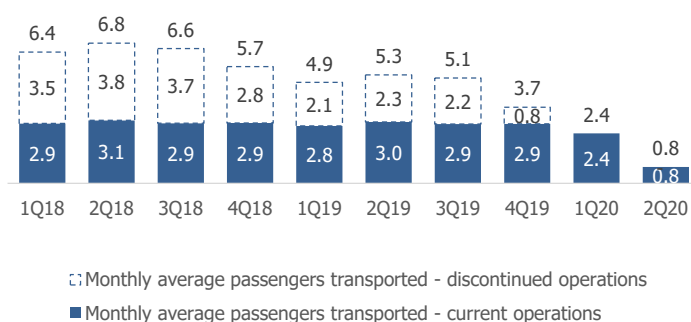
GTF with driver: Average operating fleet (vehicles)



Municipal Passenger Transportation

Net Revenue from **Municipal Passenger Transportation** declined by 68.8% YoY in 2Q20 and 48.1% over 1Q20. The number of passengers transported decreased by 84.9% between 2Q19 and 2Q20, mainly due to the divestment of a concession and the negative impact of the Covid-19 pandemic. Considering only current operations, we observed a reduction of 73.3% in the number of passengers transported in the annual comparison.

Municipal Passenger Transportation (Million Passengers)



Investments

Capex (R\$ million)	CS Brasil								
	2Q19	1Q20	2Q20	▲ YoY	▲ QoQ	6M19	6M20	▲ YoY	LTM
Gross capex by nature	73.2	74.2	29.8	-59.3%	-59.8%	193.7	104.0	-46.3%	449.7
Expansion	66.0	61.8	29.3	-55.6%	-52.6%	166.0	91.1	-45.1%	370.4
Maintenance	7.2	12.3	0.5	-93.1%	-95.9%	27.7	12.8	-53.8%	79.3
Gross capex by type	73.2	74.2	29.8	-59.3%	-59.8%	193.7	104.0	-46.3%	449.7
Trucks	9.4	3.4	5.1	-45.7%	50.0%	22.1	8.5	-61.5%	39.6
Machinery and Equipment	0.0	0.1	0.2	-	100.0%	5.0	0.3	-94.0%	4.9
Light Vehicles	58.4	62.7	23.3	-60.1%	-62.8%	149.2	86.0	-42.4%	391.6
Bus	5.0	6.1	-	-100.0%	-100.0%	16.7	6.1	-63.5%	6.1
Others	0.4	1.9	1.1	175.0%	-42.1%	0.7	3.0	-	7.5
Usual sale of assets	(33.7)	(41.5)	(23.4)	-30.6%	-43.6%	(59.5)	(64.9)	9.1%	(142.6)
Total net capex	39.5	32.7	6.4	-83.8%	-80.4%	134.3	39.1	-70.9%	307.1

Net Capex totaled R\$6.4 million in 2Q20 and R\$39.1 in the first semester. Funds were directed mainly to expansion investments in new contracts at CS Brasil, to light assets related to fleet management and outsourcing contracts, which should strengthen future cash generation.

IV. Original Concessionárias



Financial Highlights (R\$ million)	Original Concessionárias								
	2Q19	1Q20	2Q20	▲ YoY	▲ QoQ	6M19	6M20	▲ YoY	LTM
Total Gross Revenue	218.1	191.5	67.5	-69.1%	-64.8%	413.7	259.0	-37.4%	696.7
Deductions	(9.9)	(10.8)	(4.6)	-53.5%	-57.4%	(19.3)	(15.4)	-20.2%	(26.0)
Total Net Revenue	208.3	180.7	62.9	-69.8%	-65.2%	394.3	243.6	-38.2%	670.7
Light Vehicles	176.6	149.6	44.2	-75.0%	-70.5%	332.1	193.8	-41.6%	554.8
Direct Sales	4.0	5.1	1.9	-52.5%	-62.7%	8.5	7.0	-17.6%	18.2
F&I	5.0	3.3	2.2	-56.0%	-33.3%	9.7	5.5	-43.3%	16.1
Post Sales	22.6	22.6	14.6	-35.4%	-35.4%	44.0	37.2	-15.5%	81.6
Total Volume (units)	12,183	12,188	3,324	-72.7%	-72.7%	21,421	15,512	-27.6%	39,862
Light Vehicles	3,804	2,685	946	-75.1%	-64.8%	7,245	3,631	-49.9%	10,611
Direct Sales Light Vehicles	8,379	9,503	2,378	-71.6%	-75.0%	14,176	11,881	-16.2%	29,251
Costs	(176.0)	(151.9)	(50.8)	-71.1%	-66.6%	(332.2)	(202.7)	-39.0%	(565.3)
Gross Profit	32.2	28.8	12.1	-62.4%	-58.0%	62.1	40.9	-34.1%	105.4
Operational Expenses	(24.1)	(26.5)	(14.3)	-40.7%	-46.0%	(51.0)	(40.8)	-20.0%	(93.8)
EBIT	8.1	2.3	(2.2)	-127.2%	-195.7%	11.1	0.1	-99.1%	11.6
Margin	3.9%	1.3%	-3.6%	-7.5 p.p.	-4.9 p.p.	2.8%	0.0%	-2.8 p.p.	1.7%
Financial Result	(1.0)	(2.0)	(1.4)	40.0%	-30.0%	(2.1)	(3.3)	57.1%	(6.8)
Taxes	(2.4)	(0.1)	1.2	-150.0%	-	(3.0)	1.1	-136.7%	(1.7)
Net Income	4.7	0.2	(2.4)	-151.1%	-	6.0	(2.1)	-135.0%	3.1
Margin	2.3%	0.1%	-3.8%	-6.1 p.p.	-3.9 p.p.	1.5%	-0.9%	-2.4 p.p.	0.5%
EBITDA	12.0	6.5	2.0	-83.3%	-69.2%	19.2	8.5	-55.7%	26.9
Margin	5.8%	3.6%	3.2%	-2.6 p.p.	-0.4 p.p.	4.9%	3.5%	-1.4 p.p.	4.0%

Original Concessionárias posted a Total Net Revenue of R\$62.9 million in 2Q20 (-69.8% YoY and -65.2% QoQ), mainly due to the impacts of temporary store closures due to the Covid-19.

EBITDA totaled R\$2.0 million in 2Q20, due to the lower number of cars sold and the due decrease in the dilution of expenses in the quarter.

Net Loss totaled R\$2.4 million in 2Q20, compared to Net Income of R\$4.7 million in 2Q19 and R\$ 0.2 million in 1Q20.

V. BBC



Financial Highlights (R\$ million)	BBC								
	2Q19	1Q20	2Q20	▲ YoY	▲ QoQ	6M19	6M20	▲ YoY	LTM
Total Gross Revenue	10.3	12.5	11.7	13.6%	-6.4%	19.8	24.1	21.7%	47.2
Deductions	(0.5)	(0.9)	(1.1)	120.0%	22.2%	(1.0)	(2.0)	100.0%	(3.8)
Net Revenue	9.8	11.5	10.6	8.2%	-7.8%	18.8	22.2	18.1%	43.4
Total of Costs	(2.8)	(3.3)	(2.2)	-21.4%	-33.3%	(5.6)	(5.5)	-1.8%	(11.3)
Gross Profit	7.0	8.3	8.4	20.0%	1.2%	13.2	16.6	25.8%	32.1
Operational Expenses	(4.0)	(4.2)	(5.5)	37.5%	31.0%	(7.9)	(9.7)	22.8%	(17.5)
EBIT	3.0	4.1	2.9	-3.3%	-29.3%	5.3	7.0	32.1%	14.6
<i>Margin</i>	30.5%	35.3%	27.2%	-3.3 p.p.	-8.1 p.p.	28.4%	31.4%	+0.0 p.p.	33.7%
Financial Result	(0.3)	(1.0)	(1.3)	-	30.0%	(0.5)	(2.3)	-	(4.1)
Taxes	(0.9)	(1.1)	(0.5)	-44.4%	-54.5%	(1.6)	(1.6)	0.0%	(3.8)
Net Income	1.8	2.0	1.1	-38.9%	-45.0%	3.3	3.1	-6.1%	6.7
<i>Margin</i>	18.1%	17.2%	10.1%	-8.0 p.p.	-7.1 p.p.	17.5%	13.8%	-0.5 p.p.	15.5%
EBITDA	3.2	4.3	3.1	-3.1%	-27.9%	5.7	7.3	28.1%	15.4
<i>Margin</i>	32.4%	36.8%	28.9%	-3.5 p.p.	-7.9 p.p.	30.4%	33.0%	+0.0 p.p.	35.4%
Operations (Qt.)	643	687	273	-57.5%	-60.3%	1,386	960	-30.7%	2,081
Present Value of Operations	134.0	166.9	166.9	24.6%	0.0%	134.0	166.9	24.6%	166.9

In 2Q20, BBC recorded a Net Revenue of R\$10.6 million, up by 8.2% YoY. Throughout the quarter, the institution carried out 273 loan transactions, while the balance of the loan portfolio at the end of the period totaled R\$166.9 million (+24.6% YoY).

EBITDA decreased from R\$3.2 million in 2Q19 to R\$3.1 million in 2Q20, while Net Income reached R\$1.1 million, against R\$1.8 million in 2Q19 and R\$2.0 million in 1Q20.

BBC continues to offer financial alternatives to facilitate access to used trucks, buses, automobiles, machinery and equipment, as well as electronic freight payment means.

VI. Movida



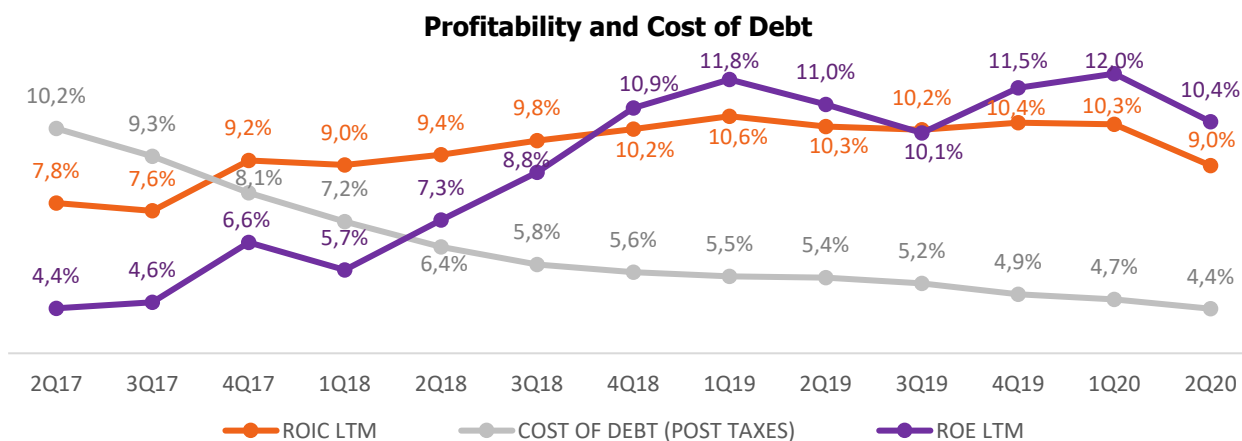
Financial Highlights (R\$ million)	Movida								
	2Q19	1Q20	2Q20	▲YoY	▲QoQ	6M19	6M20	▲YoY	LTM
Gross Revenue	1,038.5	1,076.5	1,093.6	5.3%	1.6%	1,936.6	2,170.1	12.1%	4,289.8
Deductions	(48.1)	(65.4)	(45.7)	-5.0%	-30.1%	(100.8)	(111.1)	10.2%	(230.6)
Net Revenue	990.4	1,011.2	1,047.8	5.8%	3.6%	1,835.8	2,059.0	12.2%	4,059.2
Net Revenue from Services	372.6	452.0	298.7	-19.8%	-33.9%	749.6	750.7	0.1%	1,622.6
Net Revenue from Sale of Assets	617.8	559.2	749.1	21.3%	34.0%	1,086.2	1,308.3	20.4%	2,436.6
Costs	(788.6)	(758.9)	(890.0)	12.9%	17.3%	(1,421.8)	(1,648.9)	16.0%	(3,123.6)
Cost of Services	(185.7)	(234.0)	(187.8)	1.1%	-19.7%	(355.4)	(421.8)	18.7%	(825.7)
Cost of Asset Sales	(602.9)	(525.0)	(702.2)	16.5%	33.8%	(1,066.4)	(1,227.2)	15.1%	(2,297.9)
Gross Profit	201.7	252.2	157.8	-21.8%	-37.4%	414.0	410.1	-0.9%	935.6
Operational Expenses	(105.6)	(134.3)	(108.0)	2.3%	-19.6%	(223.3)	(242.4)	8.6%	(490.5)
MEBIT	96.1	117.9	49.8	-48.2%	-57.8%	190.7	167.7	-12.1%	445.2
Margin (% NR from Services)	25.8%	26.1%	16.7%	-9.1 p.p.	-9.4 p.p.	25.4%	22.3%	-3.1 p.p.	27.4%
Financial Result	(46.5)	(45.2)	(45.8)	-1.5%	1.3%	(87.7)	(91.0)	3.8%	(190.7)
Taxes	8.1	17.6	1.4	-82.7%	-92.0%	19.6	19.0	-3.1%	52.4
Net Income	41.5	55.1	2.6	-93.7%	-95.3%	83.5	57.7	-30.9%	202.1
Margin (% NR from Services)	11.1%	12.2%	0.9%	-10.2 p.p.	-11.3 p.p.	11.1%	7.7%	-3.4 p.p.	12.5%
Adjusted EBITDA	151.4	225.1	151.3	-0.1%	-32.8%	296.4	376.4	27.0%	823.3
Margin (% NR from Services)	40.6%	49.8%	50.7%	+10.1 p.p.	+0.9 p.p.	39.5%	50.1%	+10.6 p.p.	50.7%

Movida is ready to face unprecedented challenges, like that in the second quarter of 2020 due to the impacts of the pandemic on the operations. The values have been more consolidated than ever, mainly because we have OUR PEOPLE as the key pillar. The Net Income in the 2Q20 was R\$ 1 billion, an increase of 5.8% when compared to 2Q19. EBITDA totaled R\$ 151 million, remaining stable YoY. The Net Income of R\$ 2.6 million reflects the impacts of the pandemic, partially offset by expense and cost cutting measures. The Company has made decisions seeking to optimize assets, with the best possible profitability in each scenario. 2Q20 was closed with a total fleet of 105,698 cars – a decrease of more than 13,000 cars since 1Q20, as planned when the restrictive measures started. This suitability shows evidence that we were able to quickly adjust the Company to the current scenario.

With respect to **RAC**, Movida reached 3.5 million of daily rents, a negative variation of 7.5% when compared to 2Q19, and a negative variation of 21.7% when compared to 1Q20. The average rate of 2Q20 was R\$ 59 reais, a reduction of 25.2% YoY due to the pandemic, which led to greater participation of monthly products in the composition of the revenue. From June, we noted a ticket higher than the average for the quarter, pointing to a restart of demand for eventual rental service for the following months. The reduction of 23 p.p. in the gross margin when compared to 2Q19 is a result of the lower revenues and increase in depreciation. In case of EBIT, the margin was negative by 7.3% in 2Q20, down from 32 p.p. when compared to 2Q19. There was a decrease of 10% in overall and administrative expenses in the 2Q20 when compared to the previous year due to the efficient strategy of adjusting the Company's structure to the reduced demand due to the new coronavirus. This operation mitigated the decline in the EBITDA margin, which was 9 p.p. for the period.

In **GTF - Fleet Management and Outsourcing**, the operation remained almost stable during the pandemic, with the gross revenue increasing by 12% in the 2Q19 when compared to 2Q20 due to the increase of 5,000 cars in the operational fleet. The Company was able to renew agreements and attract new clients during 2Q20, noting a commercial pipeline that remained heated. The average revenue per car even rose 3.4% when compared to 1Q20 due to this operation of contracts. The gross margin of 50% in the 2Q20 has a 0.6 p.p expansion, reflecting operating gains for the period. When compared to 1Q20, there was a decline of administrative expenses according to the optimization of the Company's general structure, bringing scale gains and increasing the EBITDA margin that reached 73.4% in 2Q20.

In **Used Cars**, the net revenue was the highest ever reported in a quarter, increasing by 21% in 2Q20 when compared to 2Q19 due to the volume of 18,500 cars sold and the 7% expansion the average ticket. The sale of a mix of cars with higher value follows the trend of the last year of increase in the average purchase ticket. The higher sales in volume channels, mainly to small retailers ("*Atacarejo*") partially reduces this effect, besides the higher discounts that were practiced at the most serious time of the COVID-19 crisis. The record in the number of cars sold gave the Company the comfort to gradually withdraw these discounts, as it already raised prices in July.



NOTE: ROIC was calculated by using EBIT and the effective income tax rate as "Return", and net debt added to shareholders' equity as "Invested Capital" of the last twelve months of the periods analyzed.

The spread between the ROIC LTM and the Company's debt cost reached a 4.6 p.p. in 2Q20. The profitability indexes were affected by the effects of the new coronavirus crisis, causing the spread between ROIC LTM and the Company's cost of debt to return to this level in the quarter. ROE LTM also reflected the crisis, totaling 10.4% in the 2Q20. The efforts to adjust the Company's structure to the new reality will make the invested capital more profitable again in the following quarters.

Capex (R\$ million)	Movida								
	2Q19	1Q20	2Q20	▲ YoY	▲ QoQ	6M19	6M20	▲ YoY	LTM
Fleet	1,271.9	1,139.1	303.2	-76.2%	-73.4%	1,976.4	1,442.3	-27.0%	2,981.9
RAC	988.1	936.1	263.4	-73.3%	-71.9%	1,571.3	1,199.5	-23.7%	2,308.5
Expansion	323.1	335.4	-	-100.0%	-100.0%	373.4	335.4	-10.2%	351.8
Maintenance	665.1	600.7	263.4	-60.4%	-56.2%	1,197.8	864.1	-27.9%	1,956.6
GTF	283.7	203.1	39.7	-86.0%	-80.5%	405.1	242.8	-40.1%	673.5
Expansion	273.8	171.7	14.8	-94.6%	-91.4%	382.5	186.5	-51.2%	549.3
Maintenance	9.9	31.4	24.9	151.5%	-20.7%	22.6	56.3	149.1%	124.2
Stores	2.5	8.4	4.3	72.0%	-48.8%	5.5	12.7	130.9%	23.8
New	0.2	0.2	1.9	-	-	0.8	2.1	162.5%	3.5
Former	2.3	8.2	2.4	4.3%	-70.7%	4.6	10.6	130.4%	20.3
Others	29.3	19.2	15.9	-45.7%	-17.2%	51.5	35.1	-31.8%	80.3
Others RAC	29.3	19.2	15.9	-45.7%	-17.2%	51.3	35.1	-31.6%	80.2
Others GTF	0.0	-	-	-	-	0.2	-	-100.0%	0.0
Total Gross Capex	1,303.7	1,166.8	323.3	-75.2%	-72.3%	2,033.4	1,490.1	-26.7%	3,086.0
Sale of Assets	(617.9)	(567.4)	(750.0)	21.4%	32.2%	(1,086.6)	(1,317.3)	21.2%	(2,450.1)
Total Net Capex	685.8	599.4	(426.7)	-162.2%	-171.2%	946.8	172.8	-81.7%	635.9

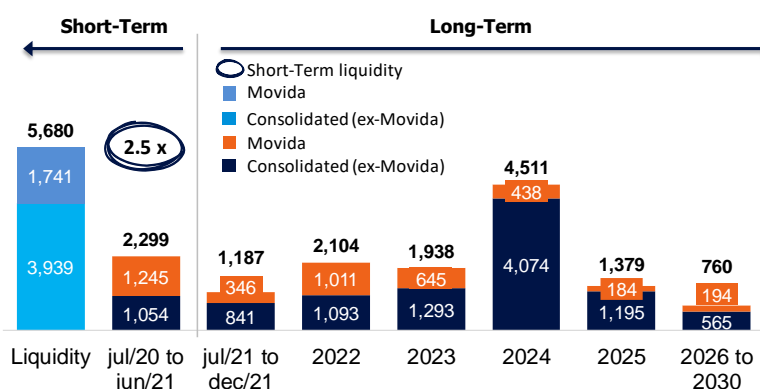
One of the Company's strategies in facing the COVID-19 crisis was to adjust supply to the reduced demand due to the restriction of circulation and to continue selling used cars. 5,945 vehicles were purchased, with an average ticket affected by the SUV models, and the total number of cars sold was 18,465. With a balanced capital structure, the Company intends to resume the addition of cars in the coming months, with a positive outlook for the resumption of demand of short-term products.

VII. Capital Structure - SIMPAR Consolidated

Liability management in 2Q20 was paramount to get ready for the challenging scenario imposed by the Covid-19 pandemic. The group remained its cash reinforced, **which became sufficient to cover 2.5x short-term debt amortization**. The **main funding totaled over R\$2 billion** in 2Q20, especially: (i) JSL's CRA of R\$400 million with a maturity of 5 years; (ii) Vamos' CRA of R\$500 million with a maturity of 7 years; (iii) Movida's CCBs, NPs, and debentures totaling R\$545 million with an average maturity of 2 years; and (iv) renewal of swaps of the bonds issued by JSL Europe, with a net impact on cash of R\$594 million.

We also highlight the **extension of the net debt**, which went from 3.7 years in March 2019 to **4.3 years in March 2020**, in addition to the **decrease in the average cost of debt by 457 bps**, which totaled 5.5% in 2Q20 over 10.1% in 2Q19 (with the cost after taxes equal to 3.6% and 6.6%, respectively). At the end of June 2020, net debt totaled R\$ 8.5 billion, up by R\$ 485.0 million, +6.1 % compared to 1Q20. There was an increase of R\$1,094.2 million, or +14.8% YoY, mainly due to the strengthened liquidity necessary to go through the period of restrictions imposed by the Covid-19 pandemic.

Gross Debt Amortization Schedule ¹ (R\$ million)



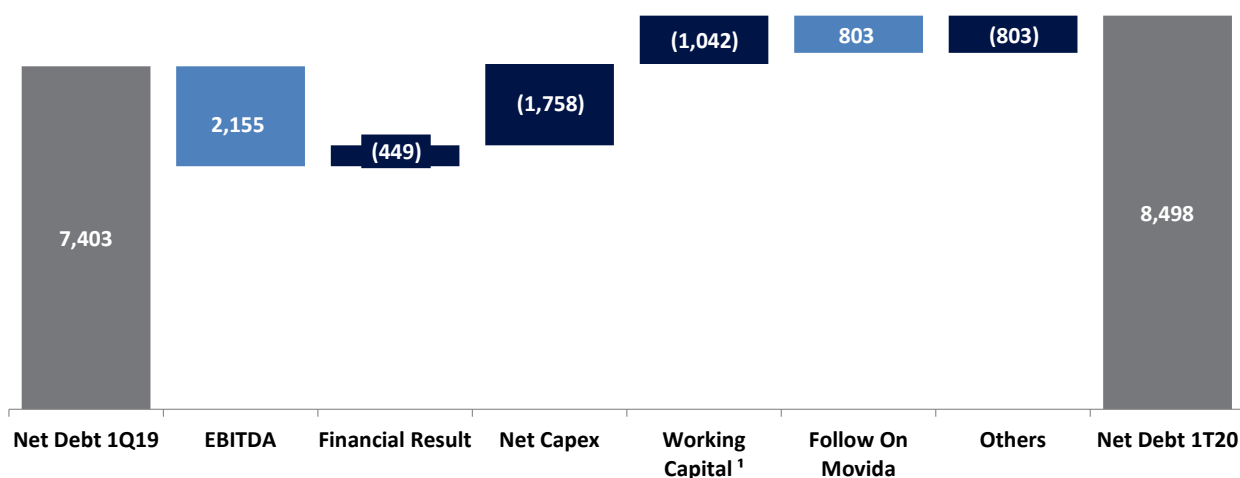
Cash and Debt Evolution (R\$ million)

Indebtedness - SIMPAR Consolidated (R\$ million)	2Q19	3Q19	4Q19	1Q20	2Q20	June/20
Cash and Investments ¹	3,101.5	4,360.1	3,849.0	4,093.8	5,679.7	-
Cash and Investments - Book value	4,946.8	6,312.4	5,774.5	6,516.6	8,278.8	-
Credit note - CLN ²	(1,845.4)	(1,952.3)	(1,925.5)	(2,422.9)	(2,599.0)	-
Gross debt ¹	10,505.0	11,413.0	11,411.4	12,106.5	14,177.4	-
Gross debt - Book value	12,350.3	13,365.3	13,336.8	14,529.4	16,776.4	-
Credit note - CLN ²	(1,845.4)	(1,952.3)	(1,925.5)	(2,422.9)	(2,599.0)	-
Borrowings ¹	6,257.7	6,666.1	6,296.6	7,123.6	8,231.6	-
Local Bonds	4,579.6	5,192.0	5,371.8	5,333.9	5,426.0	-
Finance lease payable	230.5	289.2	401.6	436.0	404.1	-
Confirming payable	-	11.2	12.1	106.8	575.9	-
Debt Swap MTM	(562.8)	(745.5)	(670.6)	(893.8)	(460.2)	-
Net Debt	7,403.5	7,052.9	7,562.3	8,012.7	8,497.7	-
Short-term gross debt	2,046.3	2,298.4	1,927.9	1,782.1	2,298.5	-
Long-term gross debt ¹	8,458.6	9,114.6	9,483.4	10,324.4	11,878.9	-
Average Cost of Net Debt (p.a.)	10.1%	9.0%	8.6%	6.8%	6.2%	5.5%
Average Cost of Net Debt (Post Taxes) (p.a.)	6.6%	6.0%	5.7%	4.5%	4.1%	3.6%
Average Cost of Gross Debt (p.a.)	8.8%	8.2%	7.9%	5.9%	5.1%	4.4%
Average Cost of Gross Debt (Post Taxes) (p.a.)	5.8%	5.4%	5.2%	3.9%	3.4%	2.9%
Average term of gross debt (years)	3.0	3.1	3.1	3.1	3.1	-
Average term of net debt (years)	3.7	4.2	4.1	4.0	4.3	-

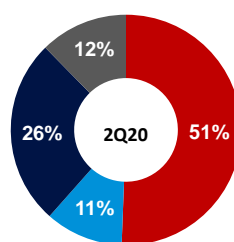
¹ Disregards the amount of R\$ 2,599.0 million resulting from the structure for entry of the bonds issuance funds, which equally impacts cash and gross debt

² The amount related to CLN refers to the investment with the financial institution hired to bring onshore the funds raised from the Senior Notes (Bonds) by issuing a debt mirror-image instrument of the bond in Brazil. For this reason, the CLN balance is fully deducted from gross debt in order to eliminate the effect of duplication caused by the debt mirror-image instrument.

Evolution of the Net Debt (R\$ million)



¹ Considers Vehicles in progress and Changes in the balance of trade payables for property and equipment and automakers



■ CDI ■ CDI with CAP¹ ■ Pre ■ Others

¹ Includes debts protected by derivative financial instruments that ensure a maximum loss limit and that benefit with the CDI drop in a scenario where the Company contracts loans at a floating rate.

Financial Result

Financial Result (R\$ million)	SIMPAR - Consolidated									
	2Q19	1Q20	2Q20	▲ Y o Y	▲ Q o Q	6M19	6M20	▲ Y o Y	LTM	
Net financial interest	(196.7)	(85.3)	(10.2)	-94.8%	-88.0%	200.6	(95.5)	-147.6%	(440.3)	
Financial Revenues	51.0	202.5	308.2	-	52.2%	162.2	510.7	214.9%	713.8	
Financial Expenses	(247.7)	(287.8)	(318.4)	28.5%	10.6%	38.4	(606.2)	-1678.6%	(1,154.1)	
Derivatives Result	(62.4)	1,220.9	(444.7)	-	-136.4%	(13.5)	776.2	-5849.6%	962.4	
Net Exchange Variation	60.3	(1,293.4)	569.1	-	-144.0%	12.6	(724.3)	-5848.4%	(912.1)	
Interest on right of use (IFRS 16)	(7.2)	(12.4)	(11.1)	54.2%	-10.5%	(14.1)	(23.5)	-	(59.0)	
Total	(206.1)	(170.2)	103.0	-150.0%	-160.5%	(386.2)	(67.2)	-82.6%	(449.0)	

Net Financial Interest amounted to R\$10.2 million in 2Q20 against R\$196.7 million in 2Q19 (-94.8% YoY), as a result of the drop in interest rates (average CDI rate) and the management of liabilities carried out by Company.

Net Financial Result totaled R\$103.0 million in 2Q20, compared to -R\$206.1 million in 2Q19. We point out that in 2Q20 we had a revenue of R\$277.5 million from the early settlement of swaps on bonds issued by JSL Europe. Due to the Reorganization and allocation process between JSL and SIMPAR, the Company carried out the early settlement of six swap instruments and the respective hedged debt instruments, which were settled on the same date and replaced by new instruments under the same conditions as the previous ones, remaining protected against exchange variations (principal and interest).

As a result, we noted a positive net effect of R\$ 144 million on net income for the quarter, derived from the special gain of R\$ 182 million, net of taxes, and a single expense of R\$ 38 million (write-off of deferred income tax on tax losses to be lost in the spin-off of JSL for SIMPAR).

Leverage Indicators

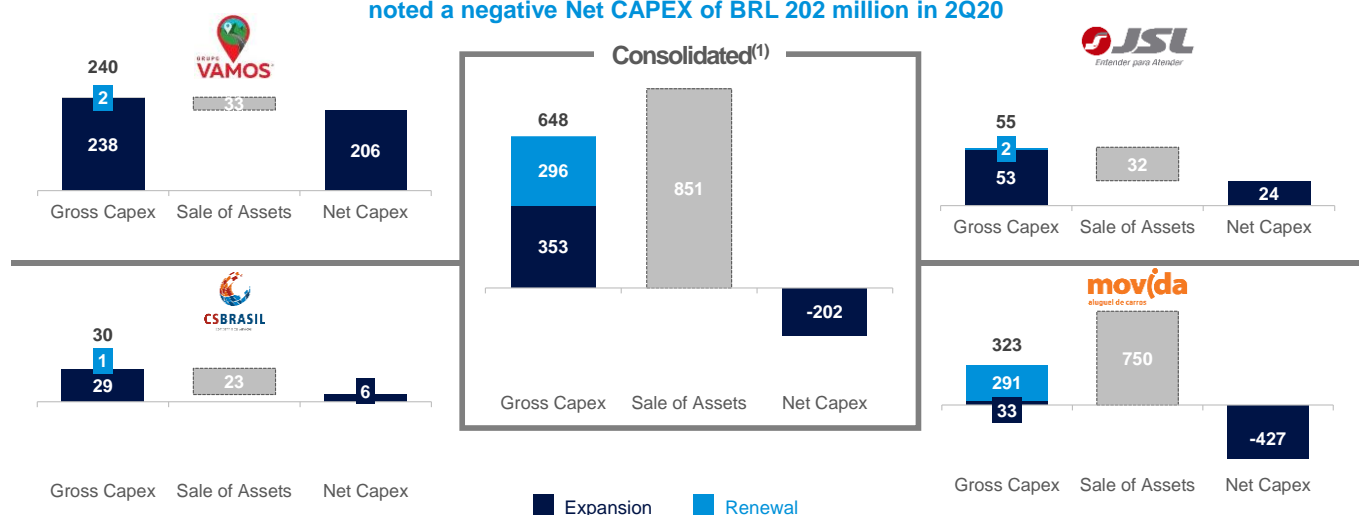
Leverage Indicators ¹	2Q19	3Q19	4Q19	1Q20	2Q20	Covenants	Event
Net Debt / EBITDA-A	1.9x	1.7x	1.6x	1.7x	1.7x	Max 3.5x	Maintenance
Net Debt / EBITDA	4.0x	3.6x	3.6x	3.6x	3.9x	Max 4.40x	Incurrence
EBITDA-A / Net interest expenses	5.3x	5.6x	6.0x	6.4x	10.8x	Min 2,0x	Maintenance

¹ To calculate the covenants, EBITDA does not consider the impairment

Leverage, as measured by net debt over EBITDA¹ remained under control at 3.9x, mostly impacted by the occasional downturn in EBITDA for JSL and Movida, mainly due to the temporary stoppage of production in the automotive sector and lower rental demand in RAC. In the year-on-year comparison, it was decreased when compared to 4.0x in 2Q19, which is explained by the increase in EBITDA¹. In turn, the net debt/EBITDA-A¹ ratio totaled 1.7x in 2Q20, compared to 1.9x in 2Q19. The indicators above reflect the net debt calculation methodology in the bond issuance covenants.

VIII. Investments - SIMPAR Consolidated

According to the strategy and thanks to the dynamic management of Movida, which recorded record vehicle sales in the period, we noted a negative Net CAPEX of BRL 202 million in 2Q20



Net Capex in 2Q20 was negative, in R\$202 million, given the record sale of 18,465 vehicles made by Movida, resulting in a negative Net Capex of R\$427 million. The strategy facing the COVID-19 crisis was to adjust supply to the reduced demand due to the restriction of circulation. With a balanced capital structure, the Company intends to resume the addition of cars in the coming months, with a positive outlook for the resumption of demand of short-term products. Vamos continued to carry out its investment plan totaling R\$206 million in 2Q20, while the other companies also reduced their net investments: JSL with R\$24 million and CS Brasil with R\$6 million in the period.

EBITDA Reconciliation (R\$ million)	SIMPAR - Consolidated									
	2Q19	1Q20	2Q20	▲ Y o Y	▲ Q o Q	6M19	6M20	▲ Y o Y	LTM	
Net Result	71.2	(86.3)	156.6	119.9%	-	131.9	70.3	-46.7%	257.0	
Financial Result	206.1	170.2	(103.0)	-150.0%	-160.5%	(386.2)	67.2	-117.4%	449.0	
Income tax and Social contribution	31.7	(43.6)	145.0	-	-	(58.6)	101.4	-	155.2	
Depreciation / Amortization	178.5	239.7	242.5	35.9%	1.2%	416.1	482.2	15.9%	937.7	
Amortization (IFRS 16)	30.6	36.0	29.4	-3.9%	-18.3%	57.7	65.4	13.3%	110.6	
Impairment Effect	-	245.7	-	-	-100.0%	-	245.7	-	245.7	
EBITDA	518.2	561.7	470.4	-9.2%	-16.3%	992.8	1,032.1	4.0%	2,155.2	
Costs of Sales of Assets	665.7	606.9	775.6	16.5%	27.8%	1,214.2	1,382.5	13.9%	2,692.5	
EBITDA-A	1,183.8	1,168.6	1,246.0	5.3%	6.6%	2,207.0	2,414.6	9.4%	4,847.7	

IX. Free Cash Flow and EBITDA - SIMPAR Consolidated

Free Cash Flow Generation - R\$ million		2Q19 LTM	2Q20 LTM
Operation	EBITDA	1,845.2	2,155.2
	Net Revenue from Sale of Light/Heavy Vehicles, Machinery and Equipment	(2,046.2)	(2,888.7)
	Depreciated Cost of Light/Heavy Vehicles, Machinery and Equipment Sold	2,009.9	2,692.5
	Taxes + Working Capital	449.7	(1,382.4)
Free Cash flow Generated by Rental Activities and Services Rendered		2,258.7	576.6
Maintenance Capex	Net Revenue Sale of Light/Heavy Vehicles, Machinery and Equipment	2,046.2	2,888.7
	Capex for Light/Heavy Vehicles, Machinery and Equipment	(2,328.1)	(2,230.9)
	Net Capex for Fleet Maintenance	(281.9)	657.8
Operational Free Cashflow before Growth		1,976.7	1,234.4
Growth Capex	Capex for Light/Heavy Vehicles, Machinery and Equipment	(2,705.9)	(2,462.9)
Free Cashflow Generated (Consumed) after Growth and before Interest		(729.1)	(1,228.5)

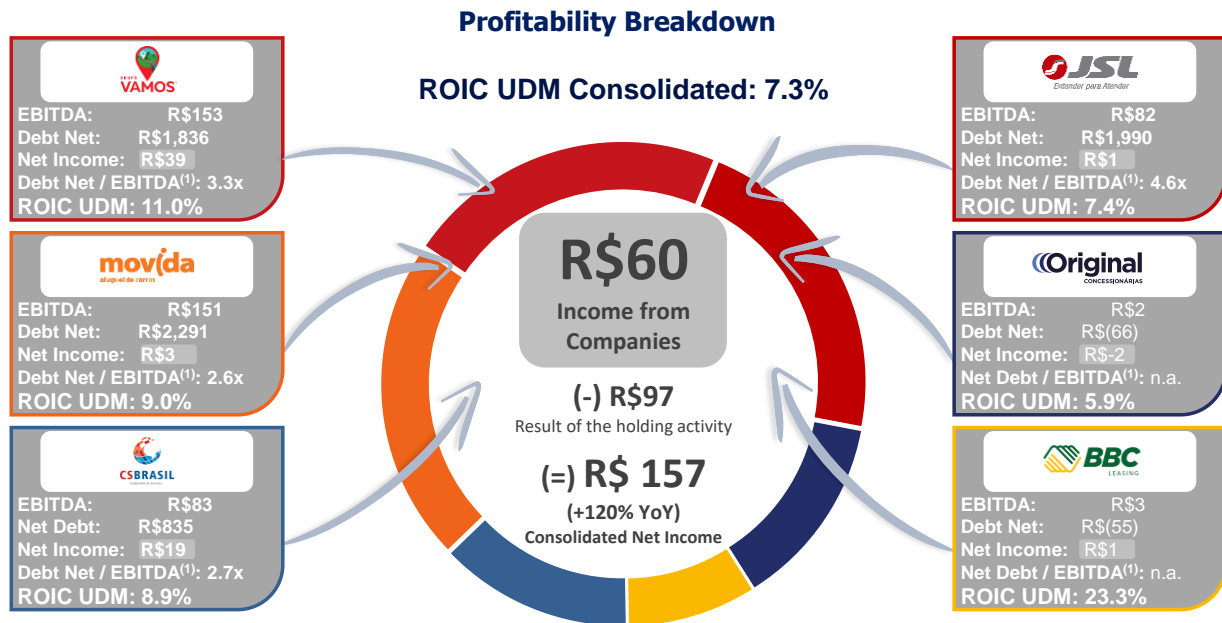
Free cashflow before JSL Consolidated's expansion was approximately R\$1.2 billion in the last 12 months up to June 2020, up by 37.6% over LTM 2Q19. Capex for fleet growth amounted to R\$2.5 billion, mainly focused on Movida, Vamos and CS Brasil. Free cash flow after expansion and before interests totaled a negative R\$1.2 billion, given the acceleration of investments made in recent quarters, which did not reach their full revenue and cash generation potential for the same period.

Reconciliation of Investment to Cash Flow of Financial Statements

Reconciliation to Cash Flow of FS		2Q19 LTM	2Q20 LTM
Capex Maintenance + Growth + Others	Capex for Light/Heavy Vehicles, Machinery and Equipment - Maintenance	(2,328.1)	(2,230.9)
	Capex for Light/Heavy Vehicles, Machinery and Equipment - Growth	(2,625.3)	(2,382.6)
	Capex for other PP&E and Intangible Assets	(80.6)	(80.3)
Total Capex - Accrual Method		(5,034.0)	(4,693.8)
Cash Flow FS	Leasing and Finame Raised for Acquisition of Fixed Assets	451.7	969.3
	Changes in Balance of Suppliers Financing	(8.2)	(729.7)
	Changes in Balance of Automakers	986.4	(69.4)
Note 11 FS	Other Additions (Non-Capex)	(5.4)	(230.4)
Supplemental Information to the Statement of Cashflow and Fixed Assets Note		1,424.5	(60.1)
Total Investment - FS Cash flow		(3,609.6)	(4,753.9)
Cash flow	Purchase of Fixed Assets for Rental	3,413.6	4,543.2
	Additions to PP&E for Capex and Intangible Assets	195.9	210.7

EBITDA Reconciliation (R\$ million)	SIMPAR - Consolidated								
	2Q19	1Q20	2Q20	▲ Y o Y	▲ Q o Q	6M19	6M20	▲ Y o Y	LTM
Net Result	71.2	(86.3)	156.6	119.9%	-	131.9	70.3	-46.7%	257.0
Financial Result	206.1	170.2	(103.0)	-150.0%	-160.5%	(386.2)	67.2	-117.4%	449.0
Income tax and Social contribution	31.7	(43.6)	145.0	-	-	(58.6)	101.4	-	155.2
Depreciation / Amortization	178.5	239.7	242.5	35.9%	1.2%	416.1	482.2	15.9%	937.7
Amortization (IFRS 16)	30.6	36.0	29.4	-3.9%	-18.3%	57.7	65.4	13.3%	110.6
Impairment Effect	-	245.7	-	-	-100.0%	-	245.7	-	245.7
EBITDA	518.2	561.7	470.4	-9.2%	-16.3%	992.8	1,032.1	4.0%	2,155.2
Costs of Sales of Assets	665.7	606.9	775.6	16.5%	27.8%	1,214.2	1,382.5	13.9%	2,692.5
EBITDA-A	1,183.8	1,168.6	1,246.0	5.3%	6.6%	2,207.0	2,414.6	9.4%	4,847.7

X. Profitability - SIMPAR Consolidated



ROE 2Q20 LTM (R\$ million)	SIMPAR Consolidated	SIMPAR Consolidated (controlling shareholder participation in companies)
Net Income 2Q20 LTM	426.5	329.0
Average Equity ¹	1,940.0	1,374.8
ROE 2Q20 LTM	22.0%	23.9%

¹ Considers the average between the current period and same period of last year

ROIC 2Q20 LTM (R\$ million)	SIMPAR ¹	JSL	Vamos	CS Brasil	Original Concessionárias	BBC	Movida
EBIT 2Q20 LTM	1,107.0	200.2	316.2	152.1	11.6	14.6	445.2
Taxes	(389.5)	(21.3)	(93.5)	(50.8)	(4.1)	(5.3)	(91.7)
NOPLAT	717.5	178.9	222.7	101.4	7.5	9.4	353.4
Average Net Debt ²	7,950.6	1,658.4	1,501.2	469.8	(45.5)	(49.7)	1,980.3
Average Equity ²	1,940.0	755.8	529.2	673.2	173.1	89.8	1,940.3
Average Invested Capital ²	9,890.6	2,414.2	2,030.4	1,143.0	127.6	40.1	3,920.6
ROIC 2Q20 LTM	7.3%	7.4%	11.0%	8.9%	5.9%	23.3%	9.0%

¹ Considers elimination between companies and Holding debt

² Considers the average between the current period and december 2019

³ Considers adjusted EBIT to calculate ROIC

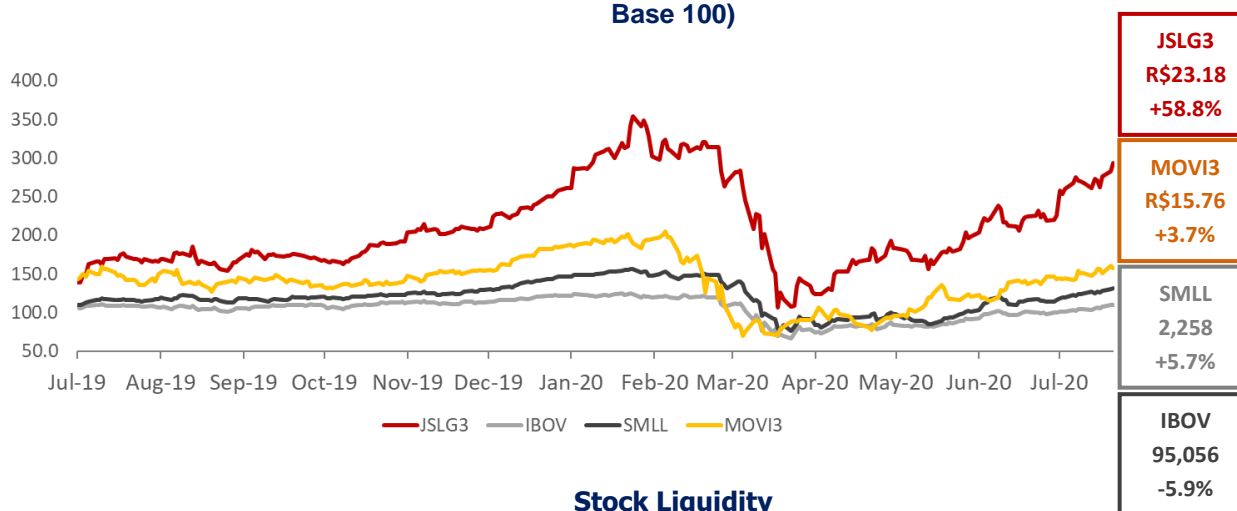
XI. Capital Market

Stock Performance

JSL is listed on B3's Novo Mercado segment and its shares are part of the IGCX (Special Corporate Governance Stock Index), IGC-NM (Novo Mercado Corporate Governance Equity Index), ITAG (Special Tag-Along Stock Index), and SMLL (Small Caps Index) indices, prepared and published by B3 SA - Brasil, Bolsa, Balcão ("B3"), as well as the MSCI Global Small Cap Index.

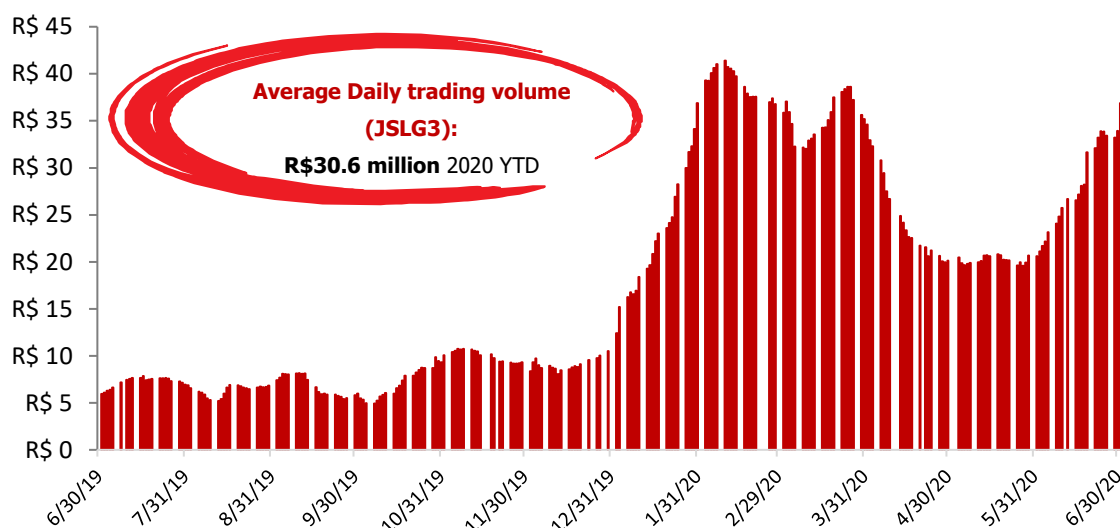
On June 30, 2020, JSLG3 shares were priced at R\$23.18, an increase of 58.8% when compared to June 30, 2019. On this date, the Company had a total of 207,735,316 shares, including a balance of 1,531,343 treasury shares.

Performance Comparison JSLG3 and MOV13 x IBOV and SMLL11 (from June 30, 2019 to June 30, 2020 - Base 100)



Stock Liquidity

(moving average of the financial volume traded in the last 22 trading sessions - data-base August 12, 2020 - R\$ million)



XII. Exhibits

1. JSL

JSL				JSL			
Assets (R\$ million)	2Q19	1Q20	2Q20	Liabilities (R\$ million)	2Q19	1Q20	2Q20
Current assets				Current liabilities			
Cash and cash equivalents	399.9	146.8	309.5	Loans and financing	225.5	201.7	119.1
Securities	143.5	315.4	975.4	Debentures	2.4	-	314.1
Financial instruments and derivatives	-	-	30.9	Leasing payable	39.4	51.2	38.9
Accounts receivables	801.7	633.7	639.5	Lease for right use	32.8	31.9	35.2
Inventory	30.4	27.8	43.8	Suppliers	90.3	115.0	99.1
Recoverable taxes	54.4	62.1	42.4	Confirming payable	-	0.9	2.1
Income tax and social contribution	43.7	149.8	269.1	Floor Plan	-	-	-
Other credits	7.4	52.9	16.8	Labor obligations	147.1	130.0	151.7
Advance to third parties	44.1	41.0	36.0	Tax liabilities	38.1	34.2	29.9
Prepaid Expenses	19.4	22.1	20.4	Accounts payable and advances from customers	36.3	48.0	40.4
Assets available for sales (fleet renewal)	45.1	67.2	111.3	Related parties	-	-	-
Deferred Tax Credits	-	-	-	Dividends and interest on capital payable	-	11.5	0.0
Related Parties	-	-	-	Financial instruments and derivatives	-	-	-
Dividends receivable	4.8	0.0	-	Income tax and Social Contribution payable	3.1	84.7	0.1
Total current assets	1,594.5	1,518.9	2,495.1	Advances from customers	4.7	13.5	22.6
				Credit rights assignment	-	-	-
Non-current assets				Total Current liabilities	619.8	722.5	853.2
Non-current				Não circulante			
Securities	5.8	-	-	Loans and financing	1,118.7	1,346.9	1,640.2
Financial instruments and derivatives	-	0.9	35.1	Debentures	446.9	(0.0)	1,172.1
Accounts receivables	11.0	16.9	7.3	Leasing payable	43.1	56.7	54.3
Recoverable taxes	79.4	44.8	54.3	Lease for right use	198.7	181.6	195.0
Income tax and social contribution	20.5	20.5	20.5	Floor Plan	-	-	6.9
Deposit in court	54.1	52.4	50.4	Related parties	0.0	-	-
Related parties	0.1	28.2	0.0	Assignment of credit rights	-	-	-
Other credits	3.0	13.5	2.9	Financial instruments and derivatives	-	-	-
Prepaid Expenses	-	-	-	Taxes payable	0.8	0.8	0.8
Deferred Tax Credits	10.7	171.8	0.0	Provision for losses on investments in continuity	-	-	-
Capitalization funds - vehicle	-	-	-	Provision for litigation and administrative demands	53.9	46.8	46.0
Total	184.6	349.1	170.6	Deferred Income tax and Social Contribution	-	-	68.5
				Accounts payable and advances from customers	93.9	81.0	75.3
Investments	(1.3)	-	-	Total Non-current liabilities	1,956.2	1,713.8	3,259.3
Property, plant and equipment	1,668.9	1,616.4	1,570.5	Equity			
Intangible	257.1	266.9	260.1	Capital stock	683.3	695.2	94.7
Total	1,924.7	1,883.3	1,830.6	Reserves of capital	29.6	45.7	0.0
Total Non-current assets	2,109.3	2,232.4	2,001.2	Treasury Shares	78.5	(0.5)	(38.2)
				Equity Appraisal	(78.1)	15.6	2.6
				Other comprehensive income	(1.3)	(3.4)	14.3
				Reserves of earnings	127.2	125.8	310.4
				Minority interest	288.5	436.4	-
				Other equity adjustments from subsidiaries	-	-	-
				Total Equity	1,127.8	1,314.9	383.8
Total Assets	3,703.7	3,751.2	4,496.2	Total Liabilities	3,703.7	3,751.2	4,496.2

2. VAMOS

Vamos				Vamos			
Assets (R\$ million)	2Q19	1Q20	2Q20	Liabilities (R\$ million)	2Q19	1Q20	2Q20
Current assets				Current liabilities			
Cash and cash equivalents	88.7	48.9	71.1	Loans and financing	281.1	166.7	133.9
Securities	7.8	315.0	541.1	Debentures	-	-	12.4
Financial instruments and derivatives	-	-	-	Leasing payable	13.6	10.3	8.4
Accounts receivables	219.4	248.9	268.7	Lease for right use	9.7	6.7	6.4
Inventory	124.6	156.4	151.4	Suppliers	214.3	176.9	120.6
Recoverable taxes	17.1	19.2	16.7	Confirming payable	-	-	-
Income tax and social contribution	14.0	18.6	23.4	Floor Plan	51.8	58.7	81.7
Other credits	9.4	12.1	10.1	Labor obligations	13.5	17.2	18.4
Advance to third parties	23.1	11.1	12.7	Tax liabilities	12.0	5.0	10.9
Prepaid Expenses	30.7	32.8	34.0	Accounts payable and advances from customers	114.7	45.8	70.3
Assets available for sales (fleet renewal)	67.6	89.1	87.7	Related parties	-	-	-
Deferred Tax Credits	-	-	-	Dividends and interest on capital payable	221.9	-	-
Related Parties	-	-	-	Financial instruments and derivatives	-	-	-
Dividends receivable	-	-	-	Income tax and Social Contribution payable	-	12.2	4.5
Total current assets	602.3	952.1	1,216.9	Advances from customers	-	-	-
Non-current assets				Credit rights assignment	6.0	6.0	6.0
Non-current				Total Current liabilities	938.5	505.5	473.5
Securities	0.9	0.8	4.3	Não circulante			
Financial instruments and derivatives	11.4	14.1	30.4	Loans and financing	959.5	1,907.3	1,523.0
Accounts receivables	9.0	4.2	1.9	Debentures	-	-	792.7
Recoverable taxes	-	-	-	Leasing payable	21.3	14.3	12.2
Income tax and social contribution	-	-	-	Lease for right use	35.6	54.7	53.2
Deposit in court	5.5	6.0	6.1	Floor Plan	-	-	-
Related parties	-	-	-	Related parties	-	-	-
Other credits	2.0	2.4	1.8	Assignment of credit rights	15.1	10.6	9.1
Prepaid Expenses	-	-	-	Financial instruments and derivatives	-	-	-
Deferred Tax Credits	8.2	7.4	7.1	Taxes payable	-	-	-
Capitalization funds - vehicle	26.5	29.7	28.0	Provision for losses on investments in continuity	-	-	-
Total	63.4	64.6	79.7	Provision for litigation and administrative demands	3.4	3.2	3.1
Investments	-	-	-	Deferred Income tax and Social Contribution	146.3	134.0	141.6
Property, plant and equipment	1,807.0	1,991.4	2,134.1	Accounts payable and advances from customers	26.2	9.0	9.4
Intangible	162.5	157.3	156.3	Total Non-current liabilities	1,207.5	2,133.2	2,544.3
Total	1,969.5	2,148.7	2,290.4	Equity			
Total Non-current assets	2,032.9	2,213.3	2,370.1	Capital stock	482.8	482.8	482.8
				Reserves of capital	1.7	2.0	2.1
				Treasury Shares	(11.5)	(11.5)	(11.5)
				Equity Appraisal	-	-	-
				Other comprehensive income	3.8	0.9	4.1
				Reserves of earnings	12.4	52.5	91.8
				Minority interest	-	-	-
				Other equity adjustments from subsidiaries	-	-	-
				Total Equity	489.2	526.7	569.2
Total Assets	2,635.2	3,165.4	3,587.0	Total Liabilities	2,635.2	3,165.4	3,587.0

3. CS Brasil

CS Brasil				CS Brasil			
Assets (R\$ million)	2Q19	1Q20	2Q20	Liabilities (R\$ million)	2Q19	1Q20	2Q20
Current assets				Current liabilities			
Cash and cash equivalents	145.4	26.3	31.0	Loans and financing	22.1	23.4	132.3
Securities	50.1	341.1	374.0	Debentures	-	-	-
Financial instruments and derivatives	-	-	-	Leasing payable	36.1	109.1	107.2
Accounts receivables	226.4	197.8	198.8	Lease for right use	8.1	6.4	5.4
Inventory	8.2	7.3	8.9	Suppliers	136.4	98.2	36.2
Recoverable taxes	34.9	19.9	17.8	Confirming payable	-	49.0	55.4
Income tax and social contribution	9.1	7.8	4.1	Floor Plan	-	-	-
Other credits	7.3	17.7	20.0	Labor obligations	45.1	32.8	35.6
Advance to third parties	8.6	13.8	11.5	Tax liabilities	16.2	13.9	16.4
Prepaid Expenses	12.2	13.5	15.5	Accounts payable and advances from customers	39.4	12.2	32.5
Assets available for sales (fleet renewal)	93.7	67.4	58.5	Related parties	3.1	1.8	2.8
Deferred Tax Credits	-	-	-	Dividends and interest on capital payable	-	2.3	2.3
Related Parties	-	-	-	Financial instruments and derivatives	-	-	-
Dividends receivable	-	-	-	Income tax and Social Contribution payable	11.8	3.4	2.1
Total current assets	595.9	712.6	740.0	Advances from customers	32.3	46.4	48.4
Non-current assets				Credit rights assignment	-	-	-
Non-current				Total Current liabilities	350.5	399.0	476.7
Securities	2.6	-	-	Não circulante			
Financial instruments and derivatives	-	-	-	Loans and financing	168.8	256.7	760.9
Accounts receivables	94.5	67.6	67.1	Debentures	-	-	-
Recoverable taxes	23.1	32.5	35.4	Leasing payable	76.2	194.4	183.1
Income tax and social contribution	3.7	14.4	14.4	Lease for right use	25.5	15.0	14.3
Deposit in court	6.2	5.8	5.6	Floor Plan	-	-	-
Related parties	-	-	-	Related parties	15.3	0.5	0.5
Other credits	0.5	29.2	24.5	Assignment of credit rights	-	-	-
Prepaid Expenses	-	-	-	Financial instruments and derivatives	-	-	-
Deferred Tax Credits	-	2.7	4.8	Taxes payable	-	-	-
Capitalization funds - vehicle	-	-	-	Provision for losses on investments in continuity	-	-	-
Total	130.4	152.2	151.8	Provision for litigation and administrative demands	6.1	5.2	4.6
Investments	3.9	5.4	7.2	Deferred Income tax and Social Contribution	47.3	58.9	59.9
Property, plant and equipment	881.0	1,107.5	1,080.2	Accounts payable and advances from customers	24.1	620.6	33.0
Intangible	1.0	1.5	1.9	Total Non-current liabilities	363.4	1,151.2	1,056.3
Total	886.0	1,114.4	1,089.3	Equity			
Total Non-current assets	1,016.4	1,266.5	1,241.1	Capital stock	787.7	395.6	395.6
				Reserves of capital	0.9	0.0	0.0
				Treasury Shares	-	-	-
				Equity Appraisal	1.0	-	0.0
				Other comprehensive income	-	-	-
				Reserves of earnings	108.6	33.4	52.5
				Minority interest	-	-	-
				Other equity adjustments from subsidiaries	-	-	-
				Total Equity	898.3	429.0	448.1
Total Assets	1,612.2	1,979.2	1,981.1	Total Liabilities	1,612.2	1,979.2	1,981.1

4. Original Concessionárias

Original Concessionárias				Original Concessionárias			
Assets (R\$ million)	2Q19	1Q20	2Q20	Liabilities (R\$ million)	2Q19	1Q20	2Q20
Current assets				Current liabilities			
Cash and cash equivalents	18.0	21.8	13.9	Loans and financing	-	-	-
Securities	7.3	28.2	51.8	Debentures	-	-	-
Financial instruments and derivatives	-	-	-	Leasing payable	-	-	-
Accounts receivables	17.9	13.5	17.5	Lease for right use	10.0	10.1	9.5
Inventory	124.0	116.0	87.1	Suppliers	4.6	5.1	3.0
Recoverable taxes	9.6	9.6	11.8	Confirming payable	-	-	-
Income tax and social contribution	5.1	4.1	3.8	Floor Plan	39.9	43.3	35.7
Other credits	10.6	11.8	8.2	Labor obligations	12.4	11.6	11.3
Advance to third parties	7.8	7.6	7.4	Tax liabilities	2.5	1.8	1.8
Prepaid Expenses	1.1	2.1	1.9	Accounts payable and advances from customers	37.0	26.4	16.5
Assets available for sales (fleet renewal)	-	-	-	Related parties	10.4	26.8	-
Deferred Tax Credits	-	-	-	Dividends and interest on capital payable	-	-	-
Related Parties	-	-	-	Financial instruments and derivatives	-	-	-
Dividends receivable	-	-	-	Income tax and Social Contribution payable	2.8	0.6	0.8
Total current assets	201.6	214.7	203.5	Advances from customers	9.7	8.7	17.8
Non-current assets				Credit rights assignment	-	-	-
Non-current				Total Current liabilities	129.2	134.5	96.5
Securities	-	-	-	Não circulante			
Financial instruments and derivatives	-	-	-	Loans and financing	-	-	-
Accounts receivables	-	-	-	Debentures	-	-	-
Recoverable taxes	21.9	21.9	21.9	Leasing payable	-	-	-
Income tax and social contribution	-	-	-	Lease for right use	37.9	29.3	25.7
Deposit in court	9.4	9.3	9.6	Floor Plan	-	-	-
Related parties	-	-	(0.0)	Related parties	-	-	-
Other credits	0.0	0.0	0.0	Assignment of credit rights	-	-	-
Prepaid Expenses	-	-	-	Financial instruments and derivatives	-	-	-
Deferred Tax Credits	10.8	10.9	12.3	Taxes payable	0.2	0.2	0.2
Capitalization funds - vehicle	19.2	19.6	19.6	Provision for losses on investments in continuity	-	-	-
Total	61.3	61.7	63.5	Provision for litigation and administrative demands	5.9	6.2	6.1
Investments	-	-	-	Deferred Income tax and Social Contribution	0.1	-	-
Property, plant and equipment	81.2	69.2	62.5	Accounts payable and advances from customers	-	-	27.8
Intangible	0.6	1.5	1.4	Total Non-current liabilities	44.0	35.7	59.8
Total	81.8	70.7	63.9	Equity			
Total Non-current assets	143.1	132.5	127.4	Capital stock	191.4	191.4	191.4
				Reserves of capital	0.2	-	-
				Treasury Shares	-	-	-
				Equity Appraisal	-	-	-
				Other comprehensive income	-	-	-
				Reserves of earnings	(20.0)	(14.5)	(16.9)
				Minority interest	-	-	-
				Other equity adjustments from subsidiaries	-	-	-
				Total Equity	171.6	176.9	174.5
Total Assets	344.7	347.1	330.9	Total Liabilities	344.7	347.1	330.9

5. BBC

BBC				BBC			
Assets (R\$ million)	2Q19	1Q20	2Q20	Liabilities (R\$ million)	2Q19	1Q20	2Q20
Current assets				Current liabilities			
Cash and cash equivalents	6.4	3.3	32.3	Loans and financing	-	-	-
Securities	37.9	59.2	22.7	Debentures	-	-	-
Financial instruments and derivatives	-	-	-	Leasing payable	-	-	-
Accounts receivables	128.8	160.4	158.6	Lease for right use	-	-	-
Inventory	-	-	-	Suppliers	0.1	0.1	0.1
Recoverable taxes	0.4	0.1	0.9	Confirming payable	-	-	-
Income tax and social contribution	0.4	0.5	1.2	Floor Plan	-	-	-
Other credits	0.7	1.9	0.7	Labor obligations	0.9	0.7	1.1
Advance to third parties	0.2	0.0	0.1	Tax liabilities	1.2	1.0	1.7
Prepaid Expenses	0.1	0.1	0.1	Accounts payable and advances from customers	90.5	133.2	123.7
Assets available for sales (fleet renewal)	0.2	0.7	0.5	Related parties	0.3	1.1	-
Deferred Tax Credits	-	-	-	Dividends and interest on capital payable	-	-	-
Related Parties	0.1	0.0	-	Financial instruments and derivatives	-	-	-
Dividends receivable	-	-	-	Income tax and Social Contribution payable	0.5	0.5	0.9
Total current assets	175.2	226.2	217.1	Advances from customers	-	-	-
Non-current assets				Credit rights assignment	-	-	-
Non-current				Total Current liabilities	93.5	136.5	127.5
Securities	-	-	-	Não circulante			
Financial instruments and derivatives	-	-	-	Loans and financing	-	-	-
Accounts receivables	-	-	-	Debentures	-	-	-
Recoverable taxes	-	-	-	Leasing payable	-	-	-
Income tax and social contribution	-	-	-	Lease for right use	-	-	-
Deposit in court	-	-	-	Floor Plan	-	-	-
Related parties	-	-	-	Related parties	-	-	-
Other credits	-	-	-	Assignment of credit rights	-	-	-
Prepaid Expenses	-	-	-	Financial instruments and derivatives	-	-	-
Deferred Tax Credits	16.6	21.3	23.7	Taxes payable	-	-	-
Capitalization funds - vehicle	-	-	-	Provision for losses on investments in continuity	-	-	-
Total	16.6	21.3	23.7	Provision for litigation and administrative demands	-	-	-
Investments	-	-	-	Deferred Income tax and Social Contribution	17.0	22.9	25.1
Property, plant and equipment	1.1	0.6	0.4	Accounts payable and advances from customers	-	-	-
Intangible	3.7	3.7	4.9	Total Non-current liabilities	17.0	22.9	25.1
Total	4.8	4.3	5.3	Equity			
Total Non-current assets	21.4	25.5	29.0	Capital stock	82.9	90.3	78.7
				Reserves of capital	-	-	-
				Treasury Shares	-	-	-
				Equity Appraisal	-	-	-
				Other comprehensive income	-	-	-
				Reserves of earnings	3.3	2.0	14.8
				Minority interest	-	-	-
				Other equity adjustments from subsidiaries	-	-	-
				Total Equity	86.2	92.3	93.5
Total Assets	196.6	251.7	246.1	Total Liabilities	196.6	251.7	246.1

6. Movida

Movida				Movida			
Assets (R\$ million)	2Q19	1Q20	2Q20	Liabilities (R\$ million)	2Q19	1Q20	2Q20
Current assets				Current liabilities			
Cash and cash equivalents	326.0	239.2	287.4	Loans and financing	458.5	351.3	327.0
Securities	1,135.7	810.3	1,413.2	Debentures	134.9	229.8	399.2
Financial instruments and derivatives	-	-	-	Leasing payable	0.8	-	-
Accounts receivables	432.6	398.1	376.4	Lease for right use	44.9	52.0	47.0
Inventory	-	-	-	Suppliers	1,683.8	1,479.8	727.2
Recoverable taxes	13.2	17.0	8.3	Confirming payable	-	56.9	518.3
Income tax and social contribution	39.7	71.5	70.6	Floor Plan	-	-	-
Other credits	1.3	6.6	7.5	Labor obligations	48.6	45.8	48.6
Advance to third parties	1.3	2.4	1.4	Tax liabilities	14.9	6.2	11.3
Prepaid Expenses	37.7	67.7	38.5	Accounts payable and advances from customers	65.3	70.4	70.2
Assets available for sales (fleet renewal)	443.1	408.9	425.9	Related parties	-	-	-
Deferred Tax Credits	-	-	-	Dividends and interest on capital payable	64.5	33.8	33.8
Related Parties	-	-	-	Financial instruments and derivatives	-	-	-
Dividends receivable	-	-	-	Income tax and Social Contribution payable	4.4	1.3	1.0
Total current assets	2,430.6	2,021.7	2,629.3	Advances from customers	-	-	-
Non-current assets				Credit rights assignment	-	-	-
Non-current				Total Current liabilities	2,520.5	2,327.2	2,183.5
Securities	-	-	40.0	Não circulante			
Financial instruments and derivatives	-	11.2	29.8	Loans and financing	346.9	417.3	704.9
Accounts receivables	4.1	4.4	4.0	Debentures	2,189.7	2,083.3	2,112.4
Recoverable taxes	23.9	28.8	53.1	Leasing payable	-	-	-
Income tax and social contribution	-	-	-	Lease for right use	114.1	135.3	127.7
Deposit in court	1.6	6.5	7.1	Floor Plan	-	-	-
Related parties	-	-	-	Related parties	-	-	-
Other credits	-	-	-	Assignment of credit rights	-	-	-
Prepaid Expenses	-	-	-	Financial instruments and derivatives	-	-	2.8
Deferred Tax Credits	48.1	95.2	101.3	Taxes payable	-	-	-
Capitalization funds - vehicle	-	-	-	Provision for losses on investments in continuity	-	-	-
Total	77.7	146.0	235.2	Provision for litigation and administrative demands	6.3	5.2	5.4
Investments	1.1	1.1	1.1	Deferred Income tax and Social Contribution	118.4	141.7	144.1
Property, plant and equipment	4,407.2	5,005.8	4,469.0	Accounts payable and advances from customers	1.0	0.8	0.7
Intangible	81.8	116.0	126.1	Total Non-current liabilities	2,776.4	2,783.7	3,097.9
Total	4,490.0	5,122.9	4,596.3	Equity			
Total Non-current assets	4,567.8	5,268.9	4,831.4	Capital stock	1,490.1	2,009.9	2,009.9
				Reserves of capital	51.0	65.2	60.8
				Tresuary Shares	(11.9)	(23.0)	(23.1)
				Equity Appraisal	-	-	-
				Other comprehensive income	-	(4.7)	(3.2)
				Reserves of earnings	172.2	132.2	134.8
				Minority interest	-	-	-
				Other equity adjustments from subsidiaries	-	-	-
				Total Equity	1,701.4	2,179.6	2,179.3
Total Assets	6,998.4	7,290.6	7,460.7	Total Liabilities	6,998.4	7,290.6	7,460.7

7. Consolidated

SIMPAR - Consolidated				SIMPAR - Consolidated			
Assets (R\$ million)	2Q19	1Q20	2Q20	Liabilities (R\$ million)	2Q19	1Q20	2Q20
Current assets				Current liabilities			
Cash and cash equivalents	601.2	580.6	753.9	Loans and financing	1,322.9	814.8	902.5
Securities	4,336.4	5,935.3	7,484.0	Debentures	691.4	750.9	777.6
Financial instruments and derivatives	-	30.1	30.9	Leasing payable	89.9	170.6	154.6
Accounts receivables	1,619.5	1,591.9	1,627.1	Lease for right use	105.4	107.0	103.5
Inventory	287.5	308.2	292.1	Suppliers	1,933.5	1,758.7	951.9
Recoverable taxes	148.6	123.0	97.7	Confirming payable	-	106.8	575.9
Income tax and social contribution	90.7	217.9	372.2	Floor Plan	91.7	102.0	117.4
Other credits	36.0	49.2	57.3	Labor obligations	267.5	238.4	267.3
Advance to third parties	85.1	70.8	40.5	Tax liabilities	84.9	63.9	72.2
Prepaid Expenses	103.2	140.3	110.6	Accounts payable and advances from customers	369.1	191.9	168.9
Assets available for sales (fleet renewal)	649.7	633.6	684.0	Related parties	3.0	1.1	-
Deferred Tax Credits	-	-	-	Dividends and interest on capital payable	19.3	29.0	15.2
Related Parties	-	(0.0)	-	Financial instruments and derivatives	-	-	-
Total current assets	7,958.0	9,680.8	11,550.4	Income tax and Social Contribution payable	19.8	62.8	9.5
				Advances from customers	-	151.5	164.2
Non-current assets				Credit rights assignment	6.0	6.0	6.0
Non-current				Provisions for losses Investments in discontinued operations	-	-	2.8
Securities	9.3	0.8	40.8	Total Current liabilities	5,004.4	4,555.3	4,289.5
Financial instruments and derivatives	562.8	863.7	429.3	Não circulante			
Accounts receivables	118.6	88.1	80.3	Loans and financing	6,780.1	8,731.7	9,928.1
Recoverable taxes	148.3	128.0	165.3	Debentures	3,888.2	4,583.0	4,648.4
Income tax and social contribution	24.1	34.9	40.5	Leasing payable	140.7	265.4	249.6
Deposit in court	76.7	80.0	78.8	Lease for right use	411.8	415.9	415.9
Related parties	0.1	0.0	0.0	Floor Plan	-	-	-
Other credits	51.7	46.6	44.9	Related parties	-	0.0	0.0
Prepaid Expenses	-	-	-	Assignment of credit rights	15.1	10.6	9.1
Deferred Tax Credits	96.4	153.5	160.6	Financial instruments and derivatives	-	0.0	-
Capitalization funds - vehicle	-	49.3	47.7	Taxes payable	1.0	1.1	1.0
Total	1,088.1	1,445.0	1,088.2	Provision for losses on investments in continuity	-	-	-
				Provision for litigation and administrative demands	75.5	66.7	65.3
Investments	5.0	6.5	8.3	Deferred Income tax and Social Contribution	417.4	453.9	439.3
Property, plant and equipment	8,855.2	9,877.7	9,399.2	Accounts payable and advances from customers	185.9	170.7	176.4
Intangible	513.1	546.9	557.3	Total Non-current liabilities	11,915.7	14,698.9	15,933.1
Total	9,373.3	10,431.1	9,964.9	Equity			
Total Non-current assets	10,461.3	11,876.1	11,053.0	Capital stock	683.3	696.5	706.5
				Reserves of capital	51.7	58.9	20.2
				Treasury Shares	(23.6)	(0.5)	(38.2)
				Equity Appraisal	49.6	286.8	376.8
				Other comprehensive income	122.7	170.1	28.6
				Reserves of earnings	17.8	159.1	310.4
				Minority interest	508.2	978.4	978.3
				Other equity adjustments from subsidiaries	-	(3.8)	(1.8)
				Accumulated Income / Losses	89.5	(42.9)	-
				Total Equity	1,499.2	2,302.7	2,380.8
Total Assets	18,419.3	21,556.9	22,603.4	Total Liabilities	18,419.3	21,556.9	22,603.4

Consolidated									
Income Statement (R\$ million)	2Q19	1Q20	2Q20	▲ Y o Y	▲ Q o Q	6M19	6M20	▲ A / A	UDM
Gross Revenue	2,681.0	2,655.3	2,389.7	-10.9%	-10.0%	5,201.7	5,045.0	-3.0%	10,577.7
(-) Deductions from Revenue	(292.1)	(298.4)	(192.5)	-34.1%	-35.5%	(601.0)	(490.9)	-18.3%	(938.1)
(=) Net Revenue	2,388.9	2,356.9	2,197.2	-8.0%	-6.8%	4,600.7	4,554.1	-1.0%	9,639.6
Revenue from Sale and services rendered	1,713.5	1,710.3	1,331.1	-22.3%	-22.2%	3,373.4	3,041.4	-9.8%	6,750.9
Fleet Renewal Revenue	675.4	646.6	866.1	28.2%	33.9%	1,227.3	1,512.7	23.3%	2,888.7
(-) Total Costs	(1,898.4)	(1,841.0)	(1,803.7)	-5.0%	-2.0%	(3,631.4)	(3,644.7)	0.4%	(7,640.2)
(=) Gross Profit	490.5	515.9	393.5	-19.8%	-23.7%	969.4	909.4	-6.2%	1,999.4
Gross Margin	20.5%	21.9%	17.9%	+1.4 p.p.	-4.0 p.p.	0.2	20.0%	-1.1 p.p.	20.7%
(-) Operating expenses	(181.5)	(229.9)	(195.0)	7.4%	-15.2%	(392.6)	(424.9)	8.2%	(892.5)
Administrative and Sales Expenses	(217.2)	(220.5)	(196.5)	-9.5%	-10.9%	(426.1)	(417.0)	-2.1%	(879.1)
Tax Expenses	(2.4)	(3.7)	(1.4)	-41.7%	-62.2%	(3.2)	(5.1)	59.4%	(10.5)
Other Operating Revenues (Expenses)	38.0	(5.7)	2.9	-92.4%	-150.9%	36.6	(2.8)	-107.7%	(2.8)
EBIT	309.0	286.0	198.5	-35.8%	-30.6%	576.7	484.5	-16.0%	1,107.0
Margin (% NR from Services)	18.0%	16.7%	14.9%	-1.3 p.p.	-1.8 p.p.	0.2	15.9%	-1.2 p.p.	16.4%
(+/-) Financial Results	(206.1)	(170.2)	103.0	-150.0%	-160.5%	(386.2)	(67.2)	-82.6%	(449.0)
(=) Income before tax	102.9	115.8	301.5	193.0%	160.4%	190.5	417.4	119.1%	657.9
Provision for income tax and social contribution	(31.7)	(32.6)	(145.0)	-	-	(58.6)	(177.6)	-	(231.5)
(=) Net Income	71.2	83.2	156.6	119.9%	88.2%	131.9	239.8	81.8%	426.5
Margin (% Total NR)	3.0%	3.5%	7.1%	+0.5 p.p.	+3.6 p.p.	0.0	5.3%	+2.4 p.p.	4.4%
Controlling shareholders	58.8	54.4	155.4	164.3%	185.7%	106.7	209.8	96.6%	329.0
Non-controlling shareholders	12.4	28.8	1.2	-90.3%	-95.8%	25.2	29.9	18.7%	97.4
EBITDA	518.2	561.7	470.4	-9.2%	-16.3%	992.8	1,032.1	4.0%	2,155.2
Margin (% NR from Services)	30.2%	32.8%	35.3%	+2.6 p.p.	+2.5 p.p.	0.3	33.9%	+4.5 p.p.	31.9%
EBITDA-A	1,183.8	1,168.6	1,246.0	5.3%	6.6%	2,207.0	2,414.6	9.4%	4,847.7
Margin (% NR from Services)	69.1%	68.3%	93.6%	-0.8 p.p.	+25.3 p.p.	65.4%	79.4%	+14.0 p.p.	71.8%

Cash Flow Statement (R\$ million)	2Q19	1Q20	2Q20	▲ Y o Y	▲ Q o Q	6M19	6M20	▲ Y o Y	LTM
From operating activities									
Net Income	102.9	(129.9)	301.5	193.0%	-	190.5	171.7	-9.9%	412.2
Adjustments for conciliating profit with cash generated by operating activities	1,135.2	1,404.9	2,058.6	81.3%	46.5%	2,149.3	3,463.5	61.1%	5,916.7
Depreciation/amortization	209.2	275.7	271.9	30.0%	-1.4%	416.0	547.6	31.6%	1,048.3
Provision for impairment losses on non-financial assets	-	195.4	-	-	-100.0%	-	195.4	-	195.4
Cost of sale of assets used in service rendering - property, plant and equipment	665.7	606.9	775.6	16.5%	27.8%	1,214.2	1,382.5	13.9%	2,692.5
Result of subsidiaries recognized by equity method	0.6	0.1	0.6	0.0%	-	1.0	0.7	-30.0%	0.9
Derivatives	62.4	(1,220.9)	448.7	-	-136.8%	13.5	(772.3)	-	(958.4)
Provision/reversal for litigation and administrative demands	(0.3)	(1.1)	1.1	-	-	(0.0)	-	-	0.0
Provision for doubtful accounts	6.2	64.3	11.1	79.0%	-82.7%	12.0	75.3	-	95.9
Provision for losses on inventories	0.4	-	1.8	-	-	2.9	1.8	-37.9%	(1.1)
Adjustment to present value	3.7	-	4.7	27.0%	-	0.2	4.7	-	8.7
Share-based compensation (stock options)	0.6	0.6	(3.6)	-	-	0.8	(3.0)	-	4.0
Provisioned interest	184.8	1,553.9	604.0	-	-61.1%	473.9	2,157.9	-	2,901.3
Acquisition Adjustment of present value - Quick	-	-	-	-	-	-	-	-	-
Provision for losses - ICMS	-	-	-	-	-	-	-	-	-
Gain in Business Combination	-	-	-	-	-	-	-	-	-
Provision for losses of vehicles	24.2	-	-	-100.0%	-	39.7	-	-100.0%	108.4
Write-off of investment in sale of shares of subsidiaries	-	-	-	-	-	-	-	-	(22.7)
Adjustment to recoverable value of assets	-	-	-	-	-	-	-	-	-
Write-off of other assets	(1.6)	29.1	31.6	-	8.6%	4.4	60.7	-	49.8
Extemporary tax credits	(20.7)	(98.9)	(88.8)	-	-10.2%	(29.2)	(187.8)	-	(206.3)
	U.U7%	U.U7%	U.U7%	U.U7%	U.U7%	U.U7%	U.U7%	U.U7%	U.U7%
Changes in Current and Noncurrent Assets and Liabilities	(1,917.9)	(2,277.4)	(2,773.7)	44.6%	21.8%	(3,061.8)	(5,051.1)	65.0%	(9,022.5)
Decrease (Increase) in Assets									
Securities	(371.7)	(813.1)	(1,535.3)	-	88.8%	(159.9)	(2,348.4)	-	(3,171.0)
Accounts receivable	(75.1)	120.6	(49.7)	-33.8%	-141.2%	(303.5)	70.8	-123.3%	(75.0)
Inventory	8.5	20.7	15.1	77.6%	-27.1%	19.2	35.8	86.5%	124.9
Recoverable taxes	(18.1)	107.5	77.5	-	-27.9%	(36.0)	185.0	-	203.2
Related parties, net	(0.0)	(0.0)	(0.0)	-	-	0.3	(0.0)	-100.0%	0.0
Deposit in court	(1.9)	(3.7)	1.2	-163.2%	-132.4%	(3.3)	(2.4)	-27.3%	(2.1)
Other credits	58.9	12.3	37.8	-35.8%	-	12.2	50.1	-	70.3
Forward Expenses	(78.7)	(97.5)	29.8	-137.9%	-130.6%	(77.6)	(67.7)	-12.8%	(7.4)
(Decrease) Increase in Liabilities									
Suppliers	4.9	57.4	(67.6)	-	-	20.8	(10.1)	-148.6%	(8.8)
Floor Plan	(16.3)	(4.7)	15.4	-194.5%	-	(1.9)	10.7	-	25.8
Tax and labor liabilities	20.7	(12.3)	37.2	79.7%	-	38.4	25.0	-34.9%	(20.8)
Accounts payable	36.3	(13.2)	(2.3)	-106.3%	-82.6%	12.7	(15.5)	-	(28.2)
Related parties	2.8	-	-	-100.0%	-	2.8	-	-100.0%	(2.8)
Judicial and administrative demands Paid	-	-	(2.6)	-	-	-	(2.6)	-	(10.0)
Tax provisions	(7.0)	(102.6)	(193.5)	-	88.6%	(25.8)	(296.1)	-	(393.1)
Interest paid	(198.0)	(303.7)	(345.3)	74.4%	13.7%	(483.1)	(648.9)	34.3%	(1,184.3)
Purchase of PP&E for Rental	(1,283.2)	(1,245.2)	(791.4)	-38.3%	-36.4%	(2,077.3)	(2,036.6)	-2.0%	(4,543.2)
Net cash generated in operating activities	(679.9)	(1,002.4)	(413.5)	-39.2%	-58.7%	(721.9)	(1,416.0)	96.1%	(2,693.6)
Cash flow from investment activities									
Secondary offering of shares of investees (Movida)	-	-	-	-	-	-	-	-	-
Capital contribution and repurchase of shares of investees	(2.2)	-	-	-100.0%	-	(2.2)	-	-100.0%	(5.4)
Acquisition of subsidiary, net of cash acquired	-	-	-	-	-	-	-	-	-
Sale of subsidiary, net of cash (note 1.4)	-	-	-	-	-	-	-	-	(7.6)
Payment in the companies acquisitions	-	-	-	-	-	-	-	-	-
Business combination, net of cash	-	-	-	-	-	-	-	-	-
Fixed asset	(42.9)	(35.9)	(15.9)	-62.9%	-55.7%	(72.0)	(51.8)	-28.1%	(181.5)
Intangible asset	-	(14.1)	(15.1)	-	7.1%	-	(29.2)	-	(29.2)
Net cash generated (used) in investment activities	(45.1)	(50.0)	(31.0)	-31.3%	-38.0%	(74.2)	(81.0)	9.2%	(223.8)
Cash flow from financing activities									
Increase of capital	-	1.4	10.0	-	-	-	11.4	-	25.3
IPO Movida	2.1	-	-	-100.0%	-	2.1	-	-100.0%	(2.1)
Secondary offering of shares of investees (Movida)	-	-	-	-	-	-	-	-	802.9
Treasury Shares	(3.4)	(1.2)	(39.3)	-	-	(3.4)	(40.5)	-	(48.9)
Dividends paid	(27.5)	(41.6)	(13.8)	-49.8%	-66.8%	(27.5)	(55.4)	101.5%	(80.7)
Payment in the companies acquisitions	21.5	-	(2.0)	-109.3%	-	(0.2)	(2.0)	-	(62.0)
Payment of liabilities and financial lease	-	-	-	-	-	-	-	-	-
Income received from derivatives	(1.8)	1,104.2	(309.1)	-	-128.0%	12.5	795.1	-	908.9
Interest on capital - paid	-	-	-	-	-	-	-	-	-
Assignment of receivables	(3.0)	(1.5)	(1.5)	-50.0%	0.0%	(3.0)	(3.0)	0.0%	(6.0)
Reduction in loans and financing, net	970.5	(20.2)	973.7	0.3%	-	726.6	953.5	31.2%	1,532.7
Net cash generated (used) in financing activities	958.3	1,041.2	617.9	-35.5%	-40.7%	707.0	1,659.0	134.7%	3,070.1
Net increase (reduction) in cash and cash equivalents	233.3	(11.2)	173.3	-25.7%	-	(89.2)	162.1	-	152.8
Cash and cash equivalents (including securities)									
Beginning of the period	367.8	591.8	580.6	57.9%	-1.9%	1,058.1	591.8	-44.1%	601.2
End of the period	601.2	580.6	753.9	25.4%	29.8%	969.0	753.9	-22.2%	753.9
Net increase (reduction) in cash and cash equivalents	233.3	(11.2)	173.3	-25.7%	-	(89.2)	162.1	-	152.8

XIII. Glossary

EBITDA-A or EBITDA Added – Represents EBITDA plus the residual costs associated with the sale of fixed assets, which does not represent operational cash disbursements, as they are merely an accounting representation of the write-off of assets at the time of sale. Thus, the Company's Management believes that EBITDA-A is a more appropriate measure of operating cash flow than traditional EBITDA, since it represents the Company's capacity to meet its financial obligations.

Eliminations – Offset of the amounts inherent to the operations of JSL Logística, VAMOS, Movida and JSL Concessionárias de Veículos Leves, with a null effect on JSL Consolidated.

IFRS16 - The International Accounting Standards Board (IASB) issued standard CPC 06 (R2)/IFRS 16, which requires tenants to recognize most of the leases in the balance sheet, being registered as liability for future payments and an asset for the right of use. The standard came into force on January 1, 2019.

RSC or Revenue from Same Contracts – Revenue from existing contracts in a comparison period.

Dedicated Services or Services Dedicated to the Supply Chain – Services provided in an integrated and customized way for each customer, which include managing the flow of inputs/raw materials and information from the supplier through the entry of the materials into the customers' facilities (Inbound operations), the outflow of products from the customers' facilities to the point of consumption (Outbound operations), and the movement of products and management of inventory, Reverse Logistics and Warehousing.

XIV. Additional Information

The purpose of this Earnings Release is to detail the financial and operating results of JSL S.A. in the second quarter of 2020, now SIMPAR S.A., considering the effects of the incorporation of shares under the terms of the Corporate Reorganization approved at the Extraordinary Shareholders' Meeting (ESM) held on August 5, 2020. SIMPAR S.A. presents its results for the 2Q20, which includes JSL, Vamos, Movida, Original Concessionárias and BBC, which together make up the consolidated results. The financial information is presented in millions of Reais, unless otherwise indicated. The Company's interim financial information is prepared in accordance with the Brazilian corporate law and is presented on a consolidated basis in accordance with CPC 21 (R1) – Interim Financial Reporting and IAS 34 – Interim Financial Reporting, issued by the IASB. Comparisons refer to the revised data for 2Q20, 2Q19 and 1Q20, except where otherwise indicated.

As of January 1st, 2019, JSL Group adopted CPC 06 (R2)/IFRS 16 in its accounting financial statements corresponding to the 1Q19. None of the changes leads to the restatement of the financial statements already published.

XV. Disclaimer

We make forward-looking statements that are subject to risks and uncertainties. Such statements are based on the beliefs and assumptions of our Management and information to which the Company currently has access. Statements about future events include information about our intentions, beliefs or current expectations, as well as those of the members of the Company's Board of Directors and Officers.

Disclaimers with respect to forward-looking information and statements also include information on possible or presumed operating results, as well as statements that are preceded, followed or that include the words "believes", "may," "will," "continues", "expects", "predicts", "intends", "plans", "estimates", or similar expressions.

Forward-looking statements and information are not guarantee of performance. They involve risks, uncertainties and assumptions as they relate to future events, depending, therefore, on circumstances that may or may not occur. Future results and the creation of shareholder value may differ materially from those expressed or implied by the forward-looking statements. Many of the factors that will determine these results and values are beyond our ability to control or predict.

XVI. Conference Call and Webcast

Date: August 14, 2020, Friday.

Time: 10:00 a.m. (New York) – With simultaneous translation
11:00 a.m. (Brasília)

Dial In:

Brazil:	+55 (11) 3127 4971
Other Countries:	+1 (929) 378 3440

Access Code: JSL

Webcast: www.jsl.com.br/ri

Webcast Access: The presentation slides will be available for viewing and downloading at the Investor Relations section of our website www.jsl.com.br/ri. The audio for the conference call will be broadcast live on the platform and will be available after the event.

For further information, please contact the Investor Relations Department:

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