



Simpar S.A.

Quarterly information - ITR related to the quarter ended September 30, 2020 and independent auditor's report on review of quarterly information



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Performance Comments 2Q20 – SIMPAR S.A.

Net Income of R\$96.0 million in 3Q20, up by 45% YoY

- ✦ **Net Income of R\$96.0 million** in 3Q20, up by 45% over 3Q19, and 7x higher than 2Q20, excluding 2Q20's non-recurring effects¹
- ✦ **EBITDA totals R\$587.5 million in 3Q20, up by 15% over 3Q19 and by 25% over 2Q20**, with an EBITDA Margin of 32.4%, up by 3.5 p.p. YoY, reflecting the focus on efficiency
- ✦ **Net Revenue from Services reaches R\$1.8 billion** in 3Q20, up by 2% over 3Q19 and **36% over 2Q20**
- ✦ **Leverage reduction** from 3.9x in 2Q20 to **3.3x in 3Q20²**, the lowest level in the last 10 years
- ✦ **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**
- ✦ **JSL's IPO** with 100% primary offering totaling R\$694 million, which on November 11, 2020 started to trade under the ticker **B3:JSLG3**
- ✦ **SIMPAR's shares (B3:SIMH3)** entered the debut portfolio of the **S&P/B3 Brazil ESG Index**

Financial Highlights (R\$ million)	SIMPAR - Consolidated					
	3Q19	2Q20	3Q20	▲Y o Y	▲Q o Q	LTM
Gross Revenue	2,662.8	2,389.7	2,874.7	+8.0%	+20.3%	10,789.6
Net Revenue	2,453.6	2,197.2	2,603.0	+6.1%	+18.5%	9,789.1
Net Revenue from Services	1,770.8	1,331.1	1,812.5	+2.4%	+36.2%	6,792.6
Net Revenue of Asset Sales	682.8	866.1	790.6	+15.8%	-8.7%	2,996.5
EBITDA	511.9	470.4	587.5	+14.8%	+24.9%	2,230.8
Margin (% NR from Services)	28.9%	35.3%	32.4%	+3.5 p.p.	-2.9 p.p.	32.8%
EBITDA-A	1,167.4	1,246.0	1,324.4	+13.4%	+6.3%	5,004.6
Margin (% NR)	47.6%	56.7%	50.9%	+3.3 p.p.	-5.8 p.p.	51.1%
EBIT	285.1	198.5	297.3	+4.3%	+49.8%	1,119.2
Margin (% NR from Services)	16.1%	14.9%	16.4%	+0.3 p.p.	+1.5 p.p.	16.5%
Net Financial Result	(197.4)	103.0	(155.7)	-21.1%	-	(407.4)
Net Income	66.1	156.6	96.0	+45.2%	-38.7%	456.3
Margin (% NR)	2.7%	7.1%	3.7%	+1.0 p.p.	-3.4 p.p.	4.7%
Net Income (controllers)	39.0	155.4	73.2	+87.7%	-52.9%	363.2
Margin (% NR)	1.6%	7.1%	2.8%	+1.2 p.p.	-4.3 p.p.	3.7%

Notes: (1) Adjusted 2Q20 Net Income disregarding the gains from the settlement and re-contracting of swaps and write-off of tax credits resulting from the corporate reorganization in the amount of R\$144 million; (2) Includes unaudited figures for Fadel and Transmoreno. Leverage would be 3.4x if Fadel and Transmoreno's unaudited numbers are disregarded

Message from the Management

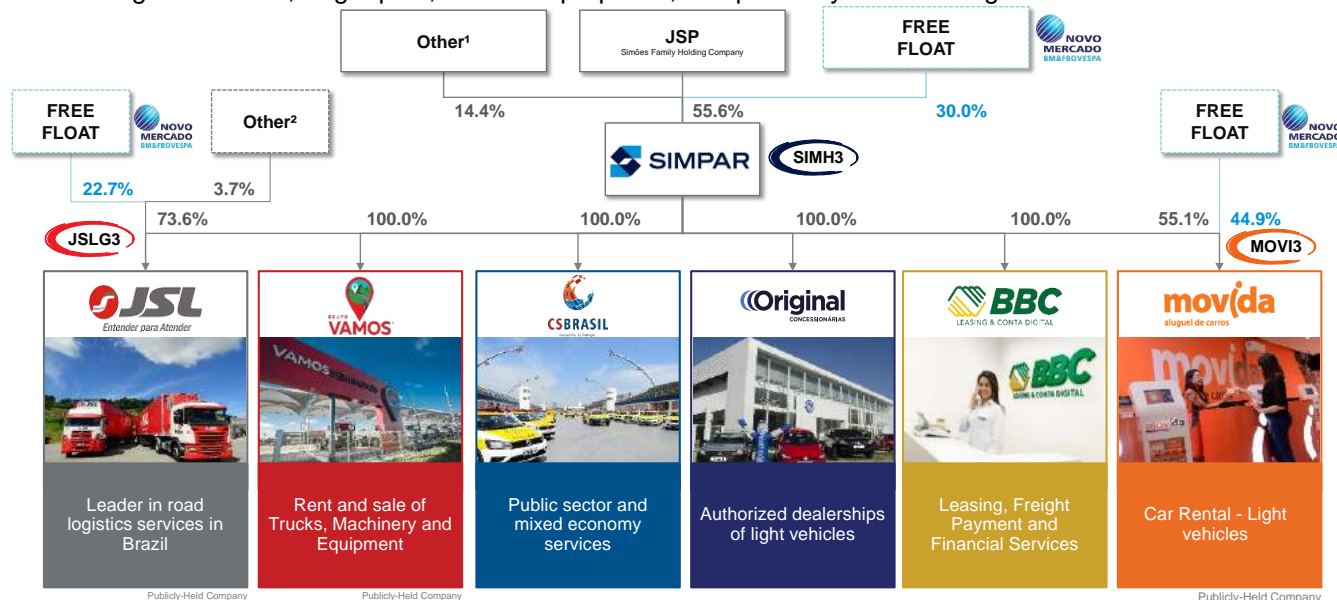
In 3Q 2020, we took important steps towards **SIMPAR's new development and perpetuation cycle**. We worked hard to deliver projects that impact the **SIMPAR's value in the long run**, without losing the **focus to get around the challenging scenario** due to the Covid-19 pandemic. The 3Q 2020 showed that the **worst was really behind us**, further evidencing the **resilience of our businesses** in the midst of an unprecedented stress test in Brazil and in the world. The delivery of strong results shows **our commitment to serve customers**, preserving the **health of our people** and the **quality of services**.

We concluded **JSL's IPO**, which started trading its common shares listed on B3's **Novo Mercado** on September 10th, first with the temporary ticker JSLG11 and, as of November 11th, with the final ticker **(B3:JSLG3)**. 72.3 million shares were issued at R\$9.60/share, **totaling R\$693.7 million**. SIMPAR kept 73.6% of JSL shares and the funds were allocated to JSL's cash (**100% primary**) to **optimize the company's capital structure for a new growth cycle**, benefiting its privileged strategic position at a time of structural changes in its market, through organic growth and acquisitions.

The movement for JSL's inorganic growth has already begun with the **acquisition of Fadel and Transmoreno**, which add new services, new fields of activity, new technologies and skilled people, with additional possibilities of expanding competitive advantages and generating operational and financial synergies. **Both acquisitions were approved without restrictions by CADE** (Administrative Council for Economic Defense).

JSL's IPO was only viable after the group's **corporate reorganization** and the launch of **SIMPAR (B3: SIMH3)**, which became a **holding**, position occupied until then by JSL itself. We continue to focus on our purpose to preserve the values, management model and governance practices of all its subsidiaries: JSL, Vamos, CS Brasil, Movida, Original Concessionárias and BBC Leasing.

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, comprised by the following structure:



Notes: (1) Interest held directly as individuals by members of the Simões Family, Board Members and Treasury Shares;
 (2) Interest held directly as individuals by members of the Simões Family, Board Members, Treasury Shares and JSP Holding.

During this time of uncertainty due to Coronavirus, we **kept a strengthened cash** in the 3Q20, sufficient to cover 3.2x short-term debt amortization, reaching more than R\$5.2 billion. The **average cost of net debt post taxes fell by 290 bps YoY**, from 6.0% p.a. in 3Q19 to 3.1% p.a. in 3Q20, **ending September at 3.0%p.a.** The average term remained stable at 4.2 years.

The **net debt/EBITDA leverage ratio fell** from 3.9x in 2Q20 **to 3.3x¹ in 3Q20, the lowest level in the last 10 years**, due to the recovery of RAC's results, of the automobile industry in logistics and the funds from JSL's IPO. Vamos and CS Brasil contributed with nominal EBITDA growth YoY, reinforcing the **resilience from the group's diversification** and positioning in businesses with **long-term contracts**.

Our Consolidated Net Revenue totaled R\$2.6 billion in 3Q20 (+6.1% YoY). EBITDA totaled R\$587.5 million (+14.8% YoY), and our **Net Income reached R\$96.0 million in the quarter**, reflecting the improved results after the restrictions from Covid-19 in 2Q20, **up by 45% YoY and 7x higher than 2Q20**, excluding gains from settling and re-contracting swaps and writing-off tax credits due to the corporate reorganization in August 2020. Despite the residual impact of the crisis on our operations in 3Q20, we believe that the worst has been left behind, **since the dynamics of results have positively evolved since April**.

At **JSL**, **Net Income totaled R\$25 million** in 3Q20 (+ 12% YoY) in logistics segment, even without consolidating the acquisitions of Fadel and Transmoreno, showing a clear **recovery in volume** compared to 2Q20.

VAMOS grew in all 3Q20's 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 the business model.

At **CS Brasil**, the **positive highlight remains for the GTF activity, up by 47% in Operating Profit** in 3Q20 vs. 3Q19. In turn, Net Income grew 6% YoY in 3Q20, even with greater net debt due to the corporate reorganization.

Movida's results reflected the **speed in adapting its strategy**, which made all-time highs possible in the occupancy rate of 82.7% in RAC, record in EBITDA per car of R\$850 in the monthly average for GTF and record in the average ticket of R\$45.3 million in Used Cars for 3Q20.

Original reached a **Net Income of R\$5 million, the highest in the last 10 quarters**, volume of vehicles sold at retail about 3x higher versus 2Q20 and annualized 3Q20 ROIC of 23.6%.

At **BBC**, the loan portfolio (NPV) grew 5% in 3Q20 vs. 2Q20, totaling R\$175 million, with stable default rates and **focused on expanding the service offer** to become Brazil's largest digital financial services platform for truck drivers and car drivers.

Our purpose is to attract opportunities with promptness, governance and motivated people to ensure the group's sustainable development. We are confident of the value that we can create for all stakeholders in our relationships. We believe that a company only creates sustainable value with highly qualified professionals, customer loyalty, responsibility and hard work. Thank you all for your trust in our work and for being part of our history.

Environmental, Social and Governance (ESG)



We enthusiastically received the news that **SIMPAR's shares (B3:SIMH3) entered the debut portfolio of the S&P/B3 Brazil ESG Index**, launched in September 2020. The index's purpose is to measure the performance of shares that meet sustainability criteria and provide to investors a central exposure to the Brazilian market according to ESG scores. The inclusion of SIMPAR's shares in the index leads us to believe that we are on the right path and **further increases our responsibility for the sustainable development of our businesses**.

We are aware of our role to influence and act for our employees, customers, community and society in general. For this reason, **we donated around R\$13 million** until November, to minimize the impact by Covid-19 in Brazil. JSL, the group's logistics company, provided services at no cost to partners, with a positive impact on society, picking up respirators in need of repair from health units and delivering cleaning products to residents of communities in Rio de Janeiro. SIMPAR continues to support the government of the State of São Paulo, storing and delivering kits with food staples, hygiene and cleaning products, and equipment for ICU beds, whereas **we continue to reinforce the care for our employees**.

For the post-COVID scenario, we are structuring ourselves even more in relation to the Social pillar. One of the most important initiatives on this matter was the social diagnosis made by the Corporate Sustainability team and validated by the Sustainability Committee. Among the project's main results, we can mention the **development of the social vulnerability index** to map the most vulnerable municipalities where we operate and, thus, **develop a more assertive tool to prioritize investments in these communities in the coming years**.

In a context of intense changes, especially in a pandemic, **we invited financial market experts on ESG to our Executive Sustainability Meeting**, to debate with our management and make us reflect on the opportunities and challenges of the corporate world. During the online meeting, **attended by 60 executives**, the importance of integrating these aspects into business was assessed, understanding that sustainable companies are better able to perpetuate themselves and are in a state of continuous evolution. Investing in Sustainability is not trivial when done with the real intent of making an impact, that is, companies that forestall and lead their industry on ESG's challenges will be better structured and financially healthier along their journey.

Aware that promoting social impact depends on everyone's engagement, we launched the **second edition of Caminho do Bem campaign**, offering employees the opportunity to allocate up to 6% of the income tax to projects already supported by Julio Simões Institute, through an intuitive platform and supported by a specialized team. With this initiative, **we impacted over 10,000 people in 2020** and we are focused on reaching an even greater number in 2021.

Regarding the advances with the Emissions Management Program, for the first time **we published SIMPAR Group's Greenhouse Gas (GHG) inventory in the Public Emissions Record**, a platform developed by the Brazilian GHG Protocol Program, of which we are a member.

In line with an already rooted culture of innovation and sustainability, **Movida brings an exclusive acquisition: Nissan Leaf, a fully electric car**, which will be available for rental in coming weeks.

Considering our positive experience with Movida's certification as B company, we **started diagnosing Vamos Group, +B Path, in partnership with B System**. This will be another opportunity to move forward in a structured and conscious manner, generating value for our business, customers and the entire society.



I. Main Highlights of the Subsidiaries

We present the results for 3Q20 and 9M20 of SIMPAR and its subsidiaries. The information below reflects 100% of their financial performance. The consolidated figures consider the sum of the parts, as well as intercompany deductions and results of the Holding.

JSL

- 🔴 Net Income of R\$25 million (+12% YoY) showing clear recovery in volume compared to 2Q20
- 🔴 IPO in September 2020, raising R\$694 mm
- 🔴 CADE's approval without restrictions to acquire Fadel and Transmoreno

Vamos

- 📍 Backlog totaled R\$2.9 billion in 3Q20, up by +34% over 4Q19
- 📍 EBITDA grew 28% in 3Q20 with increased rental margin (+5.7 p.p. YoY) and dealerships margin (+2.0 p.p. YoY)
- 📍 ROE reached 30.7%, up by +5.7 p.p. over 2019

Movida

- 📍 RAC: Record occupancy rate totaling 82.7% in 3Q20 (+6.6 p.p. YoY), final fleet at 67,978 cars and average ticket at R\$70
- 📍 GTF: Record EBITDA of R\$850/car in the monthly average, including 2,590 cars in the operational fleet
- 📍 Used Car Sales: Record average ticket totaling R\$45.3k in 3Q20 (+12.6% YoY) and 14,321 cars sold

CS Brasil

- 📍 GTF's Net Revenue grew 14.2% in 3Q20 versus 3Q19
- 📍 Operating Profit grew 47% in 3Q20 versus 3Q19, given the greater focus on GTF
- 📍 Net Income grew 6% YoY in 3Q20, even with greater net debt due to the corporate reorganization

Original

- 📍 Volume of vehicles sold at retail was around 3x higher in 3Q20 vs. 2Q20, totaling 2,701 units
- 📍 Average ticket of vehicles sold grew 11% in 3Q20 versus 2Q20, reaching R\$55.1k
- 📍 Net Income totaled R\$5 million, the highest in the last 10 quarters, with annualized 3Q20 ROIC of 23.6%

BBC

- 📍 Loan Portfolio (NPV) grew 5% in 3Q20 versus 2Q20, totaling R\$175 million
- 📍 Default remains stable in 3Q20 vs. 2Q20 versus previous quarters
- 📍 BBC Digital's Transactional Value (TPV) grew 11x in 3Q20 versus 2Q20, reaching R\$19.5 million in the quarter

Financial Highlights (R\$ million)	3Q20						
	JSL	Vamos	Movida	CS Brasil	Original	BBC	SIMPAR ¹
Net Revenue	733.2	464.5	1,035.6	209.5	176.0	11.7	2,603.0
Net Revenue from Services	660.7	415.2	394.7	164.5	164.5	11.7	1,812.5
Net Revenue of Asset Sales	72.6	49.3	640.9	45.0	45.0	-	790.6
EBITDA	118.0	170.0	213.2	79.6	13.8	4.1	587.5
Margin (% NR from Services)	17.9%	40.9%	54.0%	48.4%	8.4%	34.8%	32.4%
EBITDA-A	189.3	216.0	810.0	124.9	14.6	4.1	1,324.4
Margin (% NR)	25.8%	46.5%	78.2%	59.6%	8.3%	34.8%	50.9%
EBIT	63.6	101.4	94.1	38.8	9.3	4.1	297.3
Margin (% NR from Services)	9.6%	24.4%	23.9%	23.6%	5.6%	34.6%	16.4%
Net Financial Result	(41.9)	(30.5)	(37.4)	(16.5)	(1.8)	(1.4)	(155.7)
Net Income	17.4	49.1	37.2	14.9	5.0	1.7	96.0
Margin (% NR)	2.4%	10.6%	3.6%	7.1%	2.8%	14.5%	3.7%

Financial Highlights (R\$ million)	9M20						
	JSL	Vamos	Movida	CS Brasil	Original	BBC	SIMPAR ¹
Net Revenue	2,008.7	1,089.9	3,094.6	605.0	419.5	33.9	9,789.1
Net Revenue from Services	1,867.2	962.4	1,145.4	496.3	414.2	33.9	6,792.6
Net Revenue of Asset Sales	141.5	127.5	1,949.1	108.7	5.4	-	2,996.5
EBITDA	310.4	461.5	589.6	245.6	22.3	11.4	2,230.8
Margin (% NR from Services)	16.6%	47.9%	51.5%	49.5%	5.4%	33.6%	32.8%
EBITDA-A	450.2	584.8	2,413.6	354.3	5.6	11.4	5,004.6
Margin (% NR)	22.4%	53.7%	78.0%	58.6%	1.3%	33.6%	51.1%
EBIT	139.5	266.6	261.8	123.2	9.4	11.0	1,119.2
Margin (% NR from Services)	7.5%	27.7%	22.9%	24.8%	2.3%	32.5%	16.5%
Net Financial Result	(139.5)	(86.9)	(128.4)	(47.4)	(5.2)	(3.7)	(407.4)
Net Income	10.5	124.9	94.9	50.1	2.9	4.7	456.3
Margin (% NR)	0.5%	11.5%	3.1%	8.3%	0.7%	14.0%	4.7%

Note: (1) Considers intercompany eliminations and financial results of the Holding

JSL



 In order to access JSL's complete press release for 3Q20 results, [click here](#)

1. Main Financial Highlights

1.a. Consolidated

Financial Highlights (R\$ million)	JSL								
	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Gross Revenue	945.9	697.9	870.8	-7.9%	24.8%	2,810.0	2,401.0	-14.6%	3,290.5
Deductions	(163.3)	(116.3)	(137.6)	-15.7%	18.3%	(490.9)	(392.3)	-20.1%	(499.0)
Net Revenue	782.7	581.6	733.2	-6.3%	26.1%	2,319.1	2,008.7	-13.4%	2,791.5
Net Revenue from Services	745.3	550.2	660.7	-11.4%	20.1%	2,210.3	1,867.2	-15.5%	2,593.2
Net Revenue from Asset Sales	37.4	31.4	72.6	94.1%	131.2%	108.8	141.5	30.1%	198.3
Total Costs	(680.6)	(531.7)	(641.2)	-5.8%	20.6%	(2,001.8)	(1,798.9)	-10.1%	(2,486.4)
Cost of Services	(644.6)	(501.3)	(569.9)	-11.6%	13.7%	(1,892.3)	(1,659.2)	-12.3%	(2,294.8)
Cost of Asset Sales	(36.1)	(30.4)	(71.3)	97.5%	134.5%	(109.5)	(139.7)	27.6%	(191.6)
Gross Profit	102.0	49.9	92.0	-9.8%	84.4%	317.3	209.7	-33.9%	305.1
Operational Expenses	(35.1)	(23.4)	(28.4)	-19.1%	21.4%	(96.1)	(70.3)	-26.8%	(102.9)
EBIT	66.9	26.5	63.6	-4.9%	140.0%	221.2	139.5	-36.9%	202.3
Margin (% NR from Services)	9.0%	4.8%	9.6%	+0.6 p.p.	+4.8 p.p.	10.0%	7.5%	-2.5 p.p.	7.8%
Financial Result	(64.0)	(53.3)	(41.9)	-34.5%	-21.4%	(214.6)	(139.5)	-35.0%	(193.3)
Taxes	3.3	10.4	(4.3)	-	-141.3%	6.9	10.5	52.2%	16.4
Net Income	6.3	(16.3)	17.4	176.2%	-	13.4	10.5	-21.6%	25.3
Margin (% NR)	0.8%	-2.8%	2.4%	+1.6 p.p.	+5.2 p.p.	0.6%	0.5%	-0.1 p.p.	0.9%
Logistics Net Income	22.6	0.5	25.4	12.4%	-	82.8	48.1	-41.9%	79.3
Margin (% NR)	2.9%	0.1%	3.5%	+0.6 p.p.	+3.4 p.p.	76.1%	2.4%	-73.7 p.p.	2.8%
EBITDA	125.7	82.2	118.0	-6.1%	43.6%	392.4	310.4	-20.9%	432.0
Margin (% NR from Services)	16.9%	14.9%	17.9%	+1.0 p.p.	+3.0 p.p.	17.8%	16.6%	-1.2 p.p.	16.7%

The 3Q20 was a milestone for JSL, which is no longer a holding company and now is **focused exclusively on the logistics services business**. Regarding its strategy, JSL announced two relevant acquisitions (Fadel and Transmoreno) to consolidate its leadership and also carried out an IPO. From the operational and financial side, it has shown **volumes recovery and better results**.

Net Revenue from Services totaled R\$660.7 million in 3Q20, indicating a recovery in volumes, up by 20.1% YoY. EBITDA reached R\$118.0 million (+43.6% QoQ or -6.1% YoY), and **Net Income of the Logistics segment reached R\$25.4 million in the quarter**. Net Income Margin also grew, reaching 3.5% in 3Q20, an increase of 0.6 p.p. over 3Q19, mainly due to the operational improvement and optimization of the capital structure. Total Net Income was R\$ 17.4 million (+176% YoY), which corresponds to the sum of the Net Income of the Logistics segment with the Treasury segment. It is worth mentioning that we maintained the focus on the profit of the Logistics segment, since as a result of the IPO, we will have a neutralization of the Treasury segment's indebtedness, which reflects the investment made in other companies in the group when JSL played the role of the holding company.

JSL has a **flexible business** approach comprising two different models with the sole purpose of creating value for clients and long-term return on invested capital: asset-heavy and labor-heavy operations and asset-light operations for services in which this model is more efficient. As of 2Q20, JSL started to disclose the financial **information split between Asset Light and Asset Heavy**, so that investors can have a better understanding of the results of the company's different operating profiles, separately. JSL's strategy is to continue generating value for its shareholders, with people as its main competitive advantage. The strategy includes the ongoing growth of our technological platform, with acquisitions that add value and solidify our leadership and, above all, establish and promote fair business relations with our customers.

1.b. Asset-Light

JSL									
Asset-Light (R\$ million)	3Q19	2Q20	3Q20	▲ YoY	▲ QoQ	9M19	9M20	▲ YoY	LTM
Gross Revenue	603.4	414.1	539.5	-10.6%	30.3%	1,792.5	1,520.5	-15.2%	2,068.6
Deductions	(121.4)	(82.1)	(101.7)	-16.2%	23.9%	(365.1)	(290.5)	-20.4%	(363.4)
Net Revenue	481.9	332.1	437.8	-9.2%	31.8%	1,427.5	1,230.0	-13.8%	1,705.3
Total Costs	(429.0)	(322.0)	(382.3)	-10.9%	18.7%	(1,263.4)	(1,116.4)	-11.6%	(1,545.0)
Gross Profit	53.0	10.1	55.5	4.7%	-	164.1	113.6	-30.8%	160.3
Operational Expenses	(19.5)	(18.5)	(20.7)	6.2%	11.9%	(59.9)	(63.5)	6.0%	(80.1)
EBIT	33.5	(8.4)	34.8	3.9%	-	104.1	50.1	-51.9%	80.2
Margin (% NR from Services)	7.0%	-2.5%	8.0%	+1.0 p.p.	+10.5 p.p.	7.3%	4.1%	-3.2 p.p.	4.7%
-	-	-	-	-	-	-	-	-	-
EBITDA	69.4	27.2	68.8	-0.9%	152.9%	206.9	160.7	-22.3%	229.3
Margin (% NR from Services)	14.4%	8.2%	15.7%	+1.3 p.p.	+7.5 p.p.	14.5%	13.1%	-1.4 p.p.	13.4%

Net Revenue from Services fell by 9.2% YoY and grew 31.8% QoQ, totaling R\$437.8 million in 3Q20. The variation YoY mainly reflects the drop in volumes due to the Coronavirus pandemic. The improvement over 2Q20 is mostly due to the resumption of the automotive industry, which was one of the most affected by the pandemic, since the plants of the country's main automakers were closed in April 2020, gradually resuming activities as of the second half of May. Despite 3Q's challenging scenario, we highlight that the monthly evolution of Asset Light's Net Revenue from Services had a positive recovery trend as of May.

Service Costs totaled R\$382.3 million in 3Q20, down by -10.9% YoY, 1.7 p.p. higher when compared to the drop seen in Net Revenue from Services, which was -9.2% YoY. We highlight that Costs with Independent Contractors and Third Parties -- the most representative -- fell by 13.8% YoY, mainly due to the drop volumes and in freight costs with third parties, also linked to lower diesel prices. Personnel Costs fell by 8.6% YoY, evidencing cost control in the period. Service Costs grew 18.7% over 2Q20, lower than the 31.8% increase QoQ in Net Revenue from Services, mainly due to the increase in the volume of operations and fixed costs dilution.

In 3Q20, EBITDA totaled R\$68.8 million (-0.9% YoY), while the EBITDA Margin reached 15.7%, up by +1.3 p.p. YoY, mainly due to the dilution of costs and expenses and increased efficiency. EBITDA grew by 152.9% over 2Q20 and EBITDA Margin grew by 7.5 p.p. QoQ given the higher volume transported in the quarter. We highlight that the entire structure remained active in our branch offices and are ready to meet the demand's growth, which will come naturally with the economy's resumption.

1.b. Asset-Heavy

JSL									
Asset-Heavy (R\$ million)	3Q19	2Q20	3Q20	▲ YoY	▲ QoQ	9M19	9M20	▲ YoY	LTM
Gross Revenue	342.5	283.8	331.2	-3.3%	16.7%	1,017.5	880.5	-13.5%	1,221.9
Deductions	(41.8)	(34.2)	(35.8)	-14.4%	4.7%	(125.8)	(101.9)	-19.0%	(135.7)
Net Revenue	300.7	249.6	295.4	-1.8%	18.3%	891.7	778.7	-12.7%	1,086.2
Total Costs	(251.7)	(209.7)	(258.9)	2.9%	23.5%	(738.4)	(682.5)	-7.6%	(941.4)
Gross Profit	49.0	39.9	36.5	-25.5%	-8.5%	153.2	96.1	-37.3%	144.8
Operational Expenses	(15.7)	(4.9)	(7.5)	-52.2%	53.1%	(36.2)	(6.5)	-82.0%	(22.5)
EBIT	33.4	35.0	29.0	-13.2%	-17.1%	117.1	89.6	-23.5%	122.2
Margin (% NR from Services)	12.7%	16.0%	13.0%	+0.3 p.p.	-3.0 p.p.	15.0%	14.1%	-0.9 p.p.	13.8%
-	-	-	-	-	-	-	-	-	-
EBITDA	56.2	55.0	49.4	-12.1%	-10.2%	185.5	150.0	-19.1%	202.9
Margin (% NR from Services)	21.3%	25.2%	22.2%	+0.9 p.p.	-3.0 p.p.	23.7%	23.5%	-0.2 p.p.	22.8%

Net Revenue from Services decreased by 15.4% YoY, totaling R\$222.9 million in 3Q20, mainly due to the one-off demobilization of agreements in pulp and paper due to a change in the operational scope. The 2.2% increase QoQ is due to the growth in bus charter and rental with driver.

Net Revenue from the Sale of Assets totaled R\$72.6 million in 3Q20, higher than the Cost of Sale of Assets, which reached R\$71.3 million in the period. The sale of assets was occasionally higher over 2Q20 and 3Q19, when it reached R\$31.4 million and R\$37.4 million, respectively, due to strong demand for our assets, given the scarcity of the market due to the paralysis of automakers due to COVID19.

In 3Q20, Service Costs totaled R\$187.6 million (-13.0% YoY), a drop similar to that seen in Net Revenue from Services, at -15.4% YoY. We highlight that Personnel Costs -- the most representative -- fell by 16.8%, considering the focus on cost control and headcount adjustments.

Service Costs grew 4.6% QoQ, lower than the 2.2% increase QoQ in Net Revenue from Services.

In 3Q20, EBITDA totaled R\$49.4 million (-12.1% YoY) and EBITDA Margin reached 22.2%, up by +0.9 p.p. YoY. Compared to 2Q20, EBITDA fell by 10.2%, while the EBITDA margin fell by 3.0 p.p. QoQ, due to non-recurring costs in the forestry operation.

2. Capital Structure

The quarter was marked by a R\$ 694 million primary share offering and even after the pre-payment of R\$812 million in the period, JSL ended the quarter with R\$979 million in cash, enough to cover the amortization of short term debt in 6.5x and practically all debt by 2023.

We also highlight the extension of the net debt, which went from 2.5 years in September 2019 to 4.4 years in September 2020, in addition to the decrease in the average cost of debt by 3.0 p.p., which totaled 3.9% in

3Q20 compared to 6.9% in 3Q19 (with the cost after taxes equal to 4.6% and 2.6%, respectively). Compared to 2Q20, we highlight the drop in CDI spread, from 2.15 in 2Q20 to 2.00 in 3Q20.

3. Return

JSL's annualized quarterly ROIC was 8.0%, that is, 0.7 pp. greater than the ROIC UDM, mainly due to the positive impact on the operating result given the beginning of the resumption of volumes in 3Q20.

Vamos



 In order to access Vamos' complete press release for 3Q20 results, [click here](#)

1. Main Financial Highlights

1.a. Consolidated

Financial Highlights (R\$ million)	Vamos								
	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Gross Revenue	345.2	363.0	511.2	48.1%	40.8%	971.2	1,200.8	23.6%	1,551.3
Deductions	(31.0)	(33.1)	(46.6)	50.1%	40.7%	(82.4)	(110.9)	34.7%	(138.8)
Net Revenue	314.1	329.9	464.5	47.9%	40.8%	888.9	1,089.9	22.6%	1,412.6
Net Revenue from Services	257.3	297.5	415.2	61.4%	39.6%	741.3	962.4	29.8%	1,220.6
Rental	147.0	160.1	162.0	10.2%	1.2%	414.0	467.8	13.0%	619.3
Dealerships	110.3	137.4	252.0	128.6%	83.4%	327.3	493.5	50.8%	600.1
Net Rev. from Sale of Assets	56.8	32.3	49.3	-13.2%	52.5%	147.6	127.5	-13.6%	192.0
Total Costs	(209.6)	(213.7)	(322.6)	53.9%	51.0%	(590.2)	(722.4)	22.4%	(930.6)
Cost of Services	(153.9)	(180.8)	(276.6)	79.8%	53.0%	(446.9)	(599.1)	34.1%	(746.0)
Cost of Asset Sales	(55.8)	(32.9)	(46.0)	-17.6%	39.6%	(143.4)	(123.3)	-14.0%	(184.6)
Gross Profit	104.5	116.2	141.9	35.8%	22.2%	298.6	367.5	23.1%	482.0
Operational Expenses	(30.7)	(30.7)	(40.5)	31.9%	32.1%	(83.2)	(100.9)	21.2%	(138.1)
EBIT	73.8	85.5	101.4	37.5%	18.6%	215.4	266.6	23.8%	343.9
Margin (% NR from Services)	28.7%	28.7%	24.4%	-4.3 p.p.	-4.3 p.p.	29.1%	27.7%	-1.4 p.p.	28.2%
Financial Result	(23.6)	(29.0)	(30.5)	29.3%	5.5%	(68.4)	(86.9)	27.1%	(112.0)
Taxes	(11.9)	(17.3)	(21.8)	83.8%	26.3%	(39.8)	(54.8)	37.7%	(72.4)
Net Income	38.3	39.3	49.1	28.1%	25.0%	107.2	124.9	16.5%	159.4
Margin (% NR from Services)	12.2%	11.9%	10.6%	-1.6 p.p.	-1.3 p.p.	12.1%	11.5%	-0.6 p.p.	11.3%
EBITDA	132.8	152.7	170.0	28.0%	11.4%	389.5	461.5	18.5%	599.6
Margin (% NR from Services)	51.6%	51.3%	40.9%	-10.7 p.p.	-10.4 p.p.	52.5%	47.9%	-4.6 p.p.	49.1%

VAMOS grew in all 3Q20's 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 the business model.

In 3Q20, Net Revenue from Services grew 61.4% YoY, with expansion in all businesses. In 9M20, Net Revenue from Services increased by 29.8% YoY.

EBIT totaled R\$101.4 million in 3Q20 and R\$266.6 million in 9M20, up by 37.5% and 23.8% YoY, respectively. EBIT margin on Net Revenue from Services also increased in all business segments; however, it fell from 28.7% in 3Q19 to 24.4% in 3Q20, only due to the mix effect, given the greater representativeness of Dealerships.

EBITDA totaled R\$170.0 million in 3Q20 and R\$461.5 million in 9M20, up by 28.0% and 18.5% YoY, respectively. The Rental segment continued to be the main generator of EBITDA, totaling 86% in 3Q20. However, there was a greater representativeness of EBITDA from Dealerships, which grew 189.9% in 3Q20 and 44.3% in 9M20 YoY.

In 3Q20, VAMOS reached **R\$49.1 million in Net Income, the best result ever**, totaling R\$124.9 million in 9M20, up by 28.1% and 16.5% YoY, respectively. The best result is due to the expressive increase in Net Income from Dealerships in 3Q20, in addition to the organic growth in the Rental segment. We also note that the YoY growth of Net Income could have been greater; however, it was affected by the increased leverage, which rose from 2.4x in 3Q19 to 3.2x in 3Q20, due to the payment of dividends in December 2019 (R\$290 million).

1.b. Rental

Vamos - Rental									
Financial Highlights (R\$ million)	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Net Revenue	203.8	191.5	212.5	4.3%	11.0%	560.9	595.3	6.1%	811.1
Net Revenue from Services	147.0	160.1	162.0	10.2%	1.2%	414.0	467.8	13.0%	619.3
Net Rev. from Sale of Assets	56.7	31.4	50.5	-11.0%	60.8%	147.0	127.5	-13.2%	191.8
EBITDA	124.8	143.0	146.9	17.7%	2.7%	361.1	420.6	16.5%	552.7
Margin (% NR from Services)	84.9%	89.3%	90.6%	+5.7 p.p.	+1.3 p.p.	87.2%	89.9%	+2.7 p.p.	89.2%
EBIT	68.7	78.7	81.6	18.7%	3.7%	195.8	235.0	20.0%	309.4
Margin (% NR from Services)	55.1%	55.1%	55.6%	+0.5 p.p.	+0.5 p.p.	54.2%	55.9%	+1.7 p.p.	56.0%

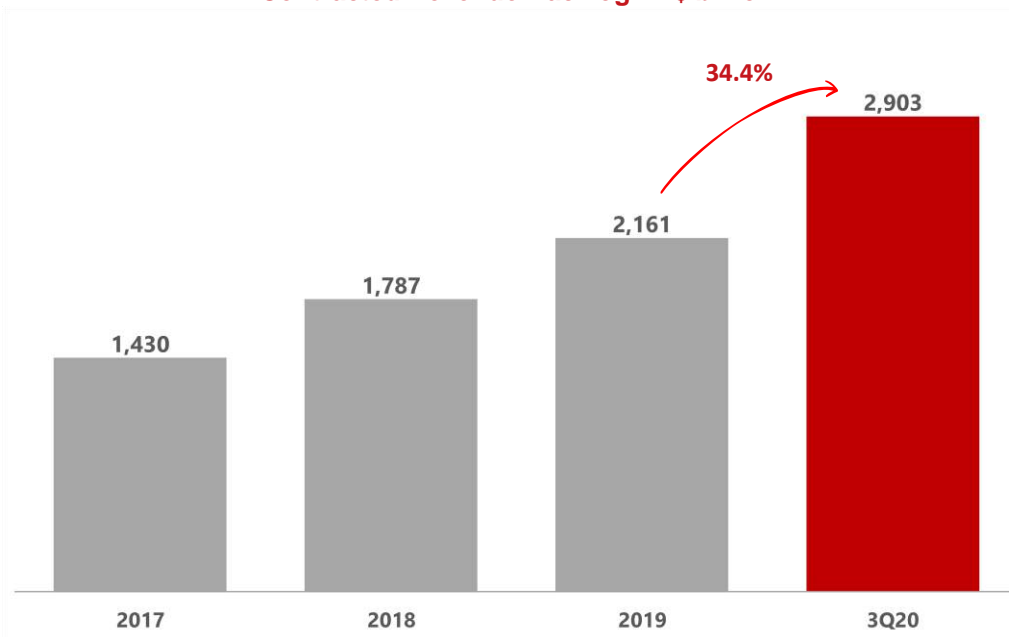
VAMOS ended 3Q20 with a total fleet of 14,015, comprised by 11,680 trucks and implements, and 2,335 machinery and equipment, in line with the asset mix strategy focused on trucks, 83% of the current fleet.

In the 9M20, Rental's Net Revenues from Services grew 13.0% over 9M19 and 10.2% in 3Q20 YoY, proving the strong growth trend of the model with long-term contracts (standard 5-year contract). After reopening our Used Car stores in 3Q20, given the flexibility of states and municipalities to open stores, there was a month-over-month increase in the volume of assets sold, reaching a Net Revenue from Assets Sold of R\$50.5 million against R\$31.4 million in 2Q20. EBIT totaled R\$235 million in 9M20 and R\$81.6 million in 3Q20, up by 20.0% and 18.7% YoY, respectively, due to organic growth with new long-term contracts, in addition to the dilution of costs YoY. Rental's EBITDA totaled R\$420.6 million in 9M20 and R\$146.9 million in 3Q20, up by 16.5% and 17.7% YoY, respectively.

There was a large volume of new contracts signed in 3Q20 (600 contracts in Sep/20, up by 54% over Dec/19), with diversification of the customer portfolio (270 clients in Sep/20, up by 84% over Dec/19) and segments of the economy, closing 9M20 with R\$1.0 billion in CAPEX for long-term contracts, up by 59.9% YoY (R\$629.1 million).

Backlog on September 30, 2020 reached R\$2.9 billion, up by 34.4% over the last 9 months, with contracted revenue of R\$1.3 billion in the period. The existing backlog represents around 4.2 years of contracted revenue from rental services when compared to the gross revenue from rental services in the last twelve months (R\$695.4 million in 3Q20 LTM).

Contracted Revenue Backlog - R\$ billion



1.c. Dealerships

Financial Highlights (R\$ million)	Vamos - Dealerships								
	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Net Revenue	110.4	138.4	252.0	128.3%	82.1%	327.9	494.6	50.8%	601.5
Net Revenue from Services	110.3	137.4	252.0	128.6%	83.4%	327.3	493.5	50.8%	600.1
Net Rev. from Sale of Assets	0.1	1.0	-	-100.0%	-100.0%	0.6	1.1	80.6%	1.4
EBITDA	8.0	9.7	23.2	189.9%	138.4%	28.4	40.9	44.3%	46.9
Margin (% NR from Services)	7.2%	7.1%	9.2%	+2.0 p.p.	+2.1 p.p.	8.7%	8.3%	-0.4 p.p.	7.8%
EBIT	5.1	6.8	19.8	292.3%	192.2%	19.6	31.6	61.6%	34.5
Margin (% NR from Services)	4.6%	4.9%	7.9%	+3.3 p.p.	+3.0 p.p.	6.0%	6.4%	+0.4 p.p.	5.7%

Net Revenue from Dealerships in 3Q20 reached R\$252.0 million, up by 128.3% YoY. There was an excellent performance at TRANSRIO truck dealerships, with Net Revenue growing 94.1% in 3Q20 compared to 3Q19. VALTRA agricultural machinery dealerships also had strong growth for another quarter, 67.8% over 2Q20, reinforcing the strength of the Agribusiness sector. EBIT from Dealerships reached R\$31.6 million in 9M20 and R\$19.8 million in 3Q20, up by 61.6% and 292.3% YoY, respectively, due to the sharp increase in sales volume and the restructuring process for Dealerships' costs and expenses. We also started operating the KOMATSU Dealership (agricultural and construction machinery) in the Midwest at the beginning of this year, already contributing positively to the Company's results. EBITDA from Dealerships totaled R\$40.9 million in 9M20 and R\$23.2 million in 3Q20, up by 44.3% and 189.9% YoY, respectively.

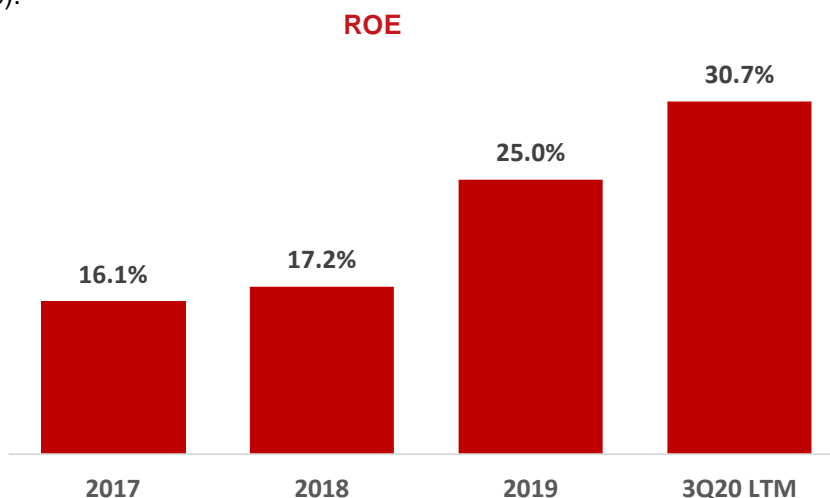
2. Capital Structure

VAMOS ended September 2020 with a cash position and financial investments of R\$429.7 million, sufficient to cover the repayment of short-term debt by 3.8x. Net debt totaled R\$1.9 billion, with leverage measured by net debt/EBITDA falling from 3.26x in 2Q20 to 3.17x in 3Q20. In September 2020, there was a dividend distribution totaling R\$104 million, already considered in all figures for 3Q20.

The average term of gross debt reached 3.6 years in 3Q20, with a 3.3% drop in the average cost of gross debt compared to the average cost of 4.3% in June 2020 due to the liability management in the quarter. VAMOS continues to focus on cash flow management and strengthening its capital structure, keeping the balance sheet ready for business development and growth.

3. Return

VAMOS showed significant expansion in terms of profitability, reaching a 30.7% ROE in the last 12 months (+5.7 p.p. versus 2019).



1. Main Financial Highlights

1.a. Consolidated

CS Brasil									
Financial Highlights (R\$ million)	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Gross Revenue	242.9	205.6	231.4	-4.7%	12.5%	709.8	670.2	-5.6%	904.5
Revenue Deductions	(22.3)	(21.8)	(21.9)	-1.8%	0.5%	(70.1)	(65.2)	-7.0%	(88.2)
Net Revenue	220.6	183.7	209.5	-5.0%	14.0%	639.7	605.0	-5.4%	816.3
Net Revenue from Services	180.5	160.8	164.5	-8.9%	2.3%	543.7	496.3	-8.7%	671.6
GTF - Light Vehicles	77.6	92.5	92.7	19.5%	0.2%	237.6	272.9	14.9%	356.4
GTF - Heavy Vehicles	4.0	4.5	4.8	20.0%	6.7%	10.6	13.1	23.6%	16.8
GTF with driver	35.8	35.8	36.6	2.2%	2.2%	113.9	109.4	-4.0%	145.7
Municipal Passenger	63.2	28.0	30.4	-51.9%	8.6%	181.5	100.9	-44.4%	152.7
Net Rev. from Sale of Assets	40.0	22.9	45.0	12.5%	96.5%	96.0	108.7	13.2%	144.7
Total Costs	(180.7)	(131.4)	(160.2)	-11.3%	21.9%	(521.7)	(451.0)	-13.6%	(627.3)
Cost of Services	(140.9)	(108.0)	(114.9)	-18.5%	6.4%	(419.1)	(342.3)	-18.3%	(482.1)
Cost of Asset Sales	(39.9)	(23.3)	(45.3)	13.5%	94.4%	(102.6)	(108.7)	5.9%	(145.2)
Gross Profit	39.8	52.4	49.3	23.9%	-5.9%	117.9	154.0	30.6%	189.0
Operational Expenses	(13.5)	(9.5)	(10.5)	-22.2%	10.5%	(21.7)	(30.8)	41.9%	(24.4)
EBIT	26.3	42.9	38.8	47.5%	-9.6%	96.3	123.2	27.9%	164.6
Margin (% NR from Services)	14.6%	26.7%	23.6%	+9.0 p.p.	-3.1 p.p.	17.7%	24.8%	+7.1 p.p.	24.5%
Financial Result	(5.1)	(13.9)	(16.5)	-	18.7%	(14.3)	(47.4)	-	(56.3)
Taxes	(7.2)	(9.9)	(7.5)	4.2%	-24.2%	(28.1)	(25.7)	-8.5%	(36.0)
Net Income	14.0	19.0	14.9	6.4%	-21.6%	53.9	50.1	-7.1%	72.3
Margin (% Total NR)	6.4%	10.4%	7.1%	+0.7 p.p.	-3.3 p.p.	8.4%	8.3%	-0.1 p.p.	8.9%
EBITDA	62.0	83.3	79.6	28.4%	-4.4%	199.2	245.6	23.3%	326.2
Margin (% NR from Services)	34.3%	51.8%	48.4%	+14.1 p.p.	-3.4 p.p.	36.6%	49.5%	+12.9 p.p.	48.6%

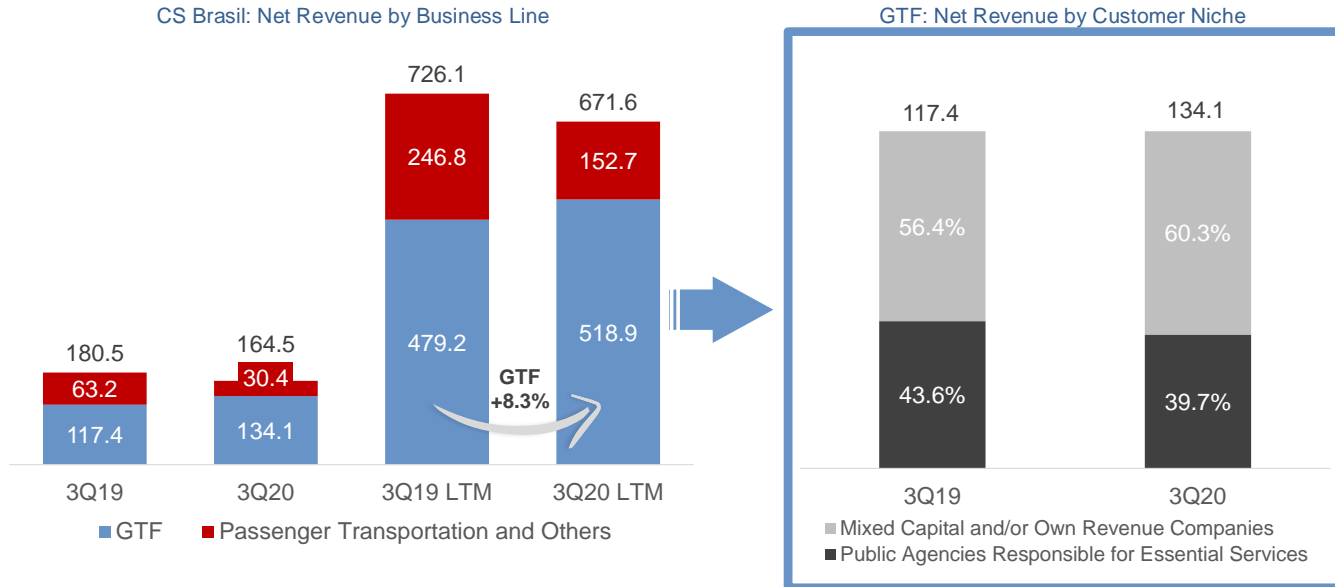
In 3Q20, CS Brasil's Net Revenue totaled R\$209.5 million, 5.0% down YoY. Net revenue from Services fell by 8.9% YoY, mainly due to the divestment of the concession of one of the municipal transportation lines concluded in November 2019, which caused an impact of R\$16.3 million compared to 3Q19, as well as due to the impact of the pandemic on the number of passengers transported. Net Revenue from Services grew 2.3% QoQ. The **positive highlight is the GTF activity, which represents a growth of 14.2% YoY** and 0.9% QoQ, showing resilience even during the pandemic.

EBIT totaled R\$38.8 million in 3Q20, up by 47.5% YoY, and EBIT margin reached 23.6% (+9.0 p.p. YoY). **EBITDA totaled R\$79.6 million in 3Q20 (+28.4% YoY)**, while EBITDA margin totaled 48.4% in 3Q20 (+14.1 p.p. YoY). The improvement in the indicators is due to the GTF business, improvement of contract margins and reduction of administrative costs. In 9M20, EBIT totaled R\$123.2 million, up by 27.9% YoY, while EBITDA totaled R\$245.5 million (+23.3% YoY). However, 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 9M19, EBIT and EBITDA would have grown 49% and 32%, respectively, in 9M20 versus 9M19.

Net Income totaled R\$14.9 million in 3Q20, up by 6.4% YoY. In 9M20, Net Income reached R\$50.1 million, down by 7.1% YoY. We emphasize that CS Brasil, **as of 4Q19, has a more leveraged capital structure**, closing 3Q20 with a net debt of R\$788 million, compared to R\$159 million in 3Q19, with a consequent impact on financial expenses in 3Q20 and 9M20.

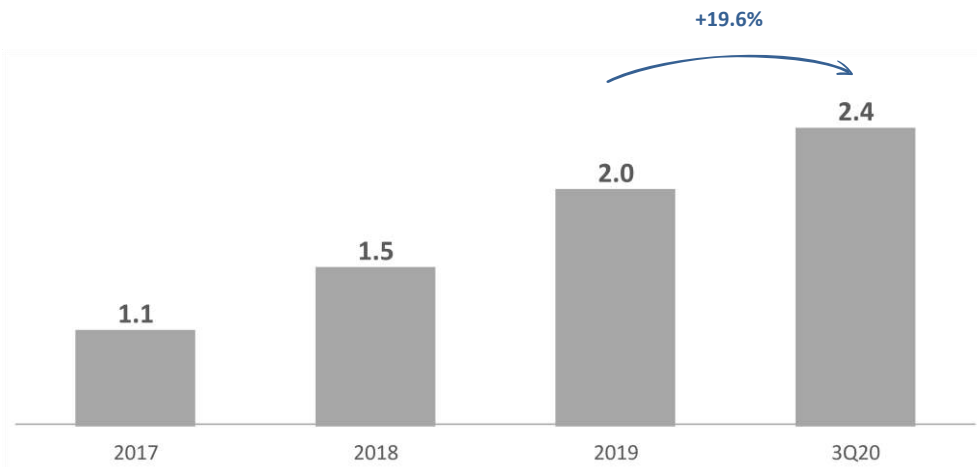
1.b. Fleet Management and Outsourcing (GTF)

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 8.3%** in LTM 3Q20 when compared to LTM 3Q19 and went from 65% to 81% of Net Revenue from Services between 3Q19 and 3Q20. In the same period, the share of the “Mixed Capital and/or Own Revenue Companies” niche increased from 56.4% to 60.3%.



Considering the amounts and terms provided for in all GTF contracts in force in September 2020, Total Backlog grew 19.6%, reaching R\$2.4 billion, being equivalent to 4.0 years of contracted revenue when compared to Gross Revenue from GTF in the last 12 months of R\$590 million.

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



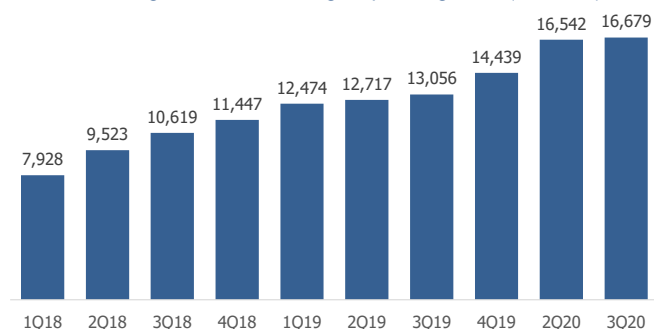
(1) It considers the additional revenue due to the extension of the agreements in operation up to the renewal limit of 60 months (without new bids).

1.b. (i) GTF – Light Vehicles

Net Revenue from **GTF - Light Vehicles** grew 19.5% in 3Q20 YoY and 0.2% over 2Q20, reaching R\$92.7 million. This growth is the result of a 27.7% expansion in the average operating fleet, partially offset by a 11.9% 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									
	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM	
Total fleet at the end of the period	13,845	16,442	16,751	21.0%	1.9%	13,845	16,751	21.0%	16,751	
Average operating fleet	13,056	16,542	16,679	27.7%	0.8%	12,749	16,304	27.9%	15,838	
Average monthly net revenue per average operating fleet (R\$)	7,838	7,416	7,502	-4.3%	1.2%	7,214	7,445	3.2%	7,684	
Number of cars sold	1,129	675	1,019	-9.7%	51.0%	2,878	2,781	-3.4%	3,546	
Average price per car sold (R\$)	27,934	31,447	36,902	32.1%	17.3%	33,633	33,260	-1.1%	32,646	
Number of cars purchased	2,010	369	1,986	-1.2%	-	4,607	3,456	-25.0%	6,136	
Average price per car purchased (R\$)	56,769	64,609	68,146	20.0%	5.5%	52,607	62,602	19.0%	61,736	
Average monthly net revenue per average operating fleet (R\$)	2,102	1,865	1,852	-11.9%	-0.7%	2,189	1,860	-15.0%	1,908	

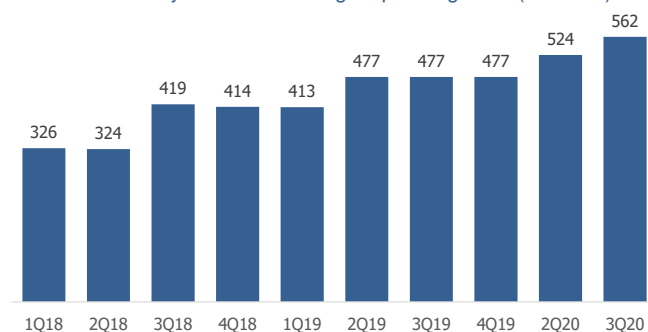
GTF – Light Vehicles Average Operating Fleet (Vehicles)



1.b. (ii) GTF – Heavy Vehicles

Net Revenue from **GTF – Heavy Vehicles** grew by 20.0% YoY in 3Q20 and 6.7% QoQ, reaching R\$4.8 million. The average operating fleet grew 17.9% between September 2019 and September 2020, reaching 562 vehicles.

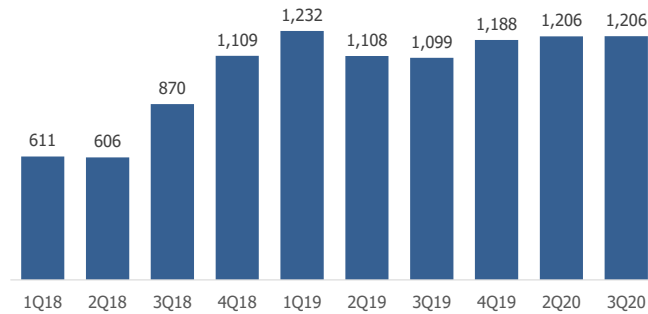
GTF – Heavy Vehicles: Average Operating Fleet (Vehicles)



1.b. (iii) GTF with Driver

Net Revenue from **GTF with Driver** grew by 2.2% YoY in 3Q20 and 2.2% QoQ, reaching R\$36.6 million. The average operating fleet increased 9.7% between September 2019 and September 2020, reaching 1,206 vehicles.

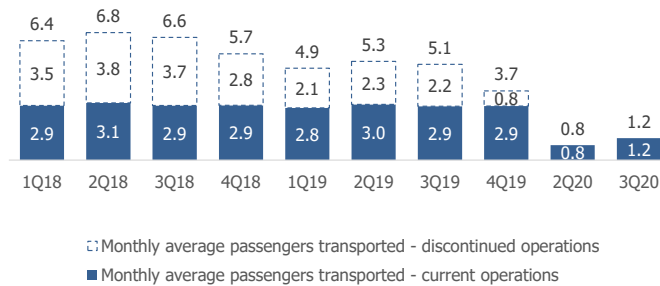
GTF with driver: Average Operating Fleet (Vehicles)



1.c. Municipal Passenger Transportation

Net Revenue from **Municipal Passenger Transportation** fell by 65.6% YoY in 3Q20 and grew by 16.5% over 2Q20. The number of passengers transported decreased by 77.2% between 3Q19 and 3Q20, mainly due to the divestment of a concession and the negative impact of the Covid-19 pandemic. Considering current operations, we observed a 59.4% drop in the number of passengers transported year-on-year, but with a 46.6% recovery over 2Q20.

Municipal Passenger Transportation (Million Passengers)



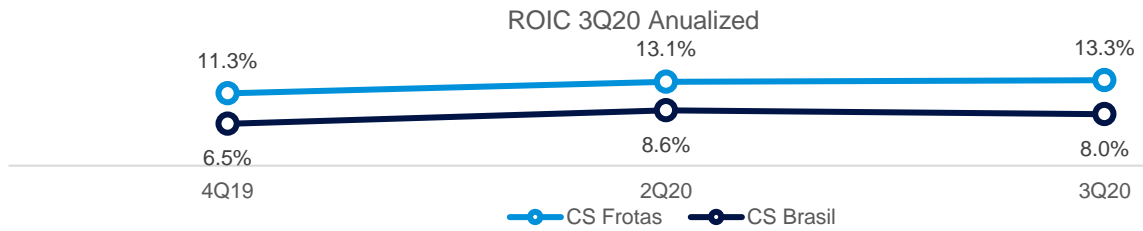
2. Capital Structure

CS Brasil ended September 2020 with a cash position and financial investments of R\$462 million, sufficient to cover the repayment of short-term debt by 1.4x. Net debt reached R\$788 million, with leverage measured by net debt/EBITDA falling from 2.7x in 2Q20 to 2.5x in 3Q20.

We also emphasize that there was an increase in financial expenses in the annual and quarterly comparisons, given the new capital structure of the company, which ended 3Q20 with net debt of R\$788 million, compared to R\$159 million in 3Q19.

The average term of gross debt reached 2.7 years in 3Q20, with a 4.4% drop in the average cost of 5.0% in June 2020 due to the liability management in the quarter. We will continue to focus on cash flow management and strengthening our capital structure, keeping the balance sheet ready for business development and growth.

3. Return



CS Frotas' annualized 3Q20 ROIC totaled 13.3%, showing the resilience of the GTF - Light Vehicles. In turn, Consolidated CS Brasil' annualized 3Q20 ROIC totaled 8.0%, mainly due to the lower profitability in municipal passenger transportation.

4. Compliance, Transparency and Conformity

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. In the last twelve months, CS Brasil participated in 182 biddings, with 90% through **electronic auctions** with high standards of compliance and governance, having won 52% of the fleet under bids in the period.



CS Brasil is a pioneer in its **governance, transparency and compliance** structure in the provision of services. Following SIMPAR's Sustainability Policy and the principles of the **UN Global Compact** to which it has been a signatory since 2014, the company seeks tools and initiatives that consolidate its reputation as an ethical and transparent company in compliance with anti-corruption policies. Among the initiatives, the following stand out:

- Bidding Room:** Fully monitored environment, with secure and controlled access, used exclusively to house the competitive phases of the public bids, with trained people, equipment and infrastructure.
- Monitored Lines:** mandatory communication method for employees who need to contact the auctioneer and/or public agents in charge and/or involved in the bidding procedure, from publishing the notice to signing the contract
- Bidding Traceability System,** which highlights and documents the entire public bids, from the Notice to signing the contract or terminating the process
- Transparency Portal** developed to reinforce the criteria of excellence in management, compliance, governance, traceability, and transparency in business with regularly updated information. When accessing the portal, users have access to detailed information on the service to the public agency, from the bid to the service, including data 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.

- [Click here](#) to access the Transparency Portal's website
- For more information about the Transparency Portal, watch the video by scanning the **QR Code** or [clicking here](#):



Movida



In order to access MOVIDA's complete press release for 3Q20 results, [click here](#)

Financial Highlights (R\$ million)	Movida								
	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Gross Revenue	1,055.3	1,093.6	1,091.4	3.4%	-0.2%	2,991.9	3,261.5	9.0%	4,325.9
Deductions	(55.5)	(45.7)	(55.8)	0.5%	22.1%	(156.3)	(166.9)	6.8%	(230.9)
Net Revenue	999.8	1,047.8	1,035.6	3.6%	-1.2%	2,835.6	3,094.6	9.1%	4,095.0
Net Revenue from Services	415.0	298.7	394.7	-4.9%	32.1%	1,164.6	1,145.4	-1.6%	1,602.3
Net Revenue from Sale of Assets	584.8	749.1	640.9	9.6%	-14.4%	1,671.0	1,949.1	16.6%	2,492.7
Total Costs	(757.0)	(890.0)	(816.1)	7.8%	-8.3%	(2,178.7)	(2,465.1)	13.1%	(3,182.8)
Cost of Services	(198.1)	(187.8)	(219.3)	10.7%	16.8%	(553.5)	(641.1)	15.8%	(846.9)
Cost of Asset Sales	(558.9)	(702.2)	(596.8)	6.8%	-15.0%	(1,625.3)	(1,824.0)	12.2%	(2,335.8)
Gross Profit	242.8	157.8	219.4	-9.6%	39.0%	656.8	629.5	-4.2%	912.3
Operational Expenses	(123.8)	(108.0)	(125.3)	1.2%	16.0%	(347.1)	(367.6)	5.9%	(492.0)
EBIT	119.0	49.8	94.1	-20.9%	89.0%	309.7	261.8	-15.5%	420.3
Margin (% NR from Services)	28.7%	16.7%	23.9%	-4.8 p.p.	+7.2 p.p.	26.6%	22.9%	-3.7 p.p.	26.2%
Financial Result	(47.0)	(45.8)	(37.4)	-20.4%	-18.3%	(134.7)	(128.4)	-4.7%	(181.1)
Taxes	11.8	1.4	19.5	65.3%	-	31.4	38.5	22.6%	60.2
Net Income	60.2	2.6	37.2	-38.2%	-	143.7	94.9	-34.0%	179.0
Margin (% NR from Services)	6.0%	0.2%	3.6%	-2.4 p.p.	+3.4 p.p.	5.1%	3.1%	-2.0 p.p.	4.4%
EBITDA	187.7	151.3	213.2	13.6%	40.9%	484.0	589.6	21.8%	848.8
Margin (% NR from Services)	45.2%	50.7%	54.0%	+8.8 p.p.	+3.3 p.p.	41.6%	51.5%	+9.9 p.p.	53.0%

1. Main Financial Highlights

1.a. Consolidated

Movida's 3Q20 results reflected the **speed in adapting its strategy**, which made all-time highs possible in the occupancy rate with fleet growth and in the average ticket for Used Cars. The Company's Net Revenue totaled R\$1.0 billion in 3Q20, growth of 3.6%.

The EBIT margins YoY were impacted by higher depreciation in the period, reflecting the caution adopted during the pandemic. The quarterly depreciation remained at the levels recorded in 2Q20, with a value per car of R\$3.4k in the RAC segment and R\$4.2k in the GTF segment in 2020. The current level reflects the Company's caution in view of the uncertain macroeconomic scenario of the quarter. For the short term (4Q), we expect lower depreciation because of the recovery in the Used Cars Sales segment. The EBITDA margin increased 8.8 p.p., while EBITDA totaled R\$213.2 million in the period.

All margins increased over 2Q20, either in relation to revenue from rentals or total revenue, showing an overall resumption in the activities. As a result, Net Income increased by more than 14x QoQ and totaled R\$37.2 million in 3Q20, presenting a net rental margin of 9.4%.

Movida is already growing and well positioned for a new cycle of expansion in profitability. The fleet totaled 108,709 cars at the end of 3Q20, an addition of 5,255 cars over July 2020, consolidating it as the youngest fleet in the market. Movida is ready for growth and has already accelerated the inclusion of cars to the fleet this quarter, with the acquisition of 18,242 cars, resuming the same pace of execution as seen in the beginning of the year.

1.b. RAC (rent-a-car)

Highlights - RAC (R\$ million)	Movida - RAC								
	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Net Revenue	298.4	174.0	269.9	-9.6%	+55.1%	834.7	769.2	-7.8%	1,097.3
Gross Profit	158.6	48.2	109.5	-31.0%	+127.2%	441.5	313.9	-28.9%	501.5
Margin (% NR from Services)	53.2%	27.7%	40.6%	-12.6 p.p.	+12.9 p.p.	52.9%	40.8%	-12.1 p.p.	45.7%
EBITDA	119.1	44.4	120.1	+0.8%	+170.5%	309.1	299.1	-3.2%	468.0
Margin (% NR from Services)	39.9%	25.5%	44.5%	+4.6 p.p.	+19.0 p.p.	37.0%	38.9%	+1.9 p.p.	42.6%
EBIT	83.2	(12.7)	36.5	-56.1%	-	223.7	94.6	-57.7%	206.2
Margin (% NR from Services)	27.9%	-7.3%	13.5%	-14.4 p.p.	+20.8 p.p.	26.8%	12.3%	-14.5 p.p.	18.8%
LTM Depreciation per Car (R\$)	(1,206.1)	(2,581.1)	(3,423.7)	+183.9%	+32.6%	(1,123.2)	(2,709.9)	+141.3%	(3,423.7)
Daily Rentals Average per Car (R\$)	80.9	59.5	70.3	-13.1%	+18.2%	80.8	71.1	-12.0%	75.2
Occupancy Rate (%)	76.1%	72.9%	82.7%	+6.6 p.p.	+9.8 p.p.	75.4%	76.9%	+1.5 p.p.	77.5%

The highlight in RAC was the resumption of short-term car rental for leisure purposes. RAC's Net Revenue totaled R\$269.9 million in 3Q20, -9.6% YoY due to the drop in the average daily rental caused by the higher share of monthly products in the product mix. The smaller operating fleet was offset by the record occupancy rate of 82.7% and growth in the volume of daily rates. Compared to 2Q20, Net Revenue grew 55.1%, driven by the strong increase in demand after the flexibilization of restrictive measures due to the pandemic.

RAC costs increased by 15% YoY, due to higher depreciation in the period. The rates reflect the maintenance of the conservative position in view of the macroeconomic condition for the next few quarters, with an annual depreciation per car of R\$3,424. Ex-depreciation costs fell by 26% YoY, due to the initiatives implemented to fixed costs and improvement in processes, which increased operational efficiency. Ex-depreciation costs per car fell by 22% YoY in 3Q20 in the unit analysis, and remained virtually flat QoQ. Gross profit in the RAC segment reached R\$109.5 million, and the 12.6 p.p. YoY reduction is a result of lower revenue and higher depreciation, which is also reflected on EBIT. General and administrative expenses fell by 3%, contributing to the 4.6 p.p. increase in the EBITDA margin in the period. The cost cuts made at the height of the crisis helped gain scale, bringing an EBITDA margin of 44.5% in 3Q20. EBITDA's increase was 170% QoQ, with a margin 19.0 p.p. higher.

Movida continued focusing on expanding our product portfolio, such as the recently launch of Movida Cargo, which allows the company to have a more promising share in the e-commerce segment. Partnerships, such as the one entered into with Magazine Luiza, as well as generates income, broaden the horizons and provide access to greater logistical and financial efficiency to couriers. Movida Zero Km, another Company bet, continues to grow and gain scale with increasingly high maturity - both from a commercial and operating point of view. The greater knowledge on such products increases the potential market, expanding possibilities for growth and profitability.

1.c. GTF (Fleet Management and Outsourcing)

Highlights - GTF (R\$ million)	Movida - GTF								
	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Net Revenue	116.6	124.8	124.8	+7.0%	+0.0%	329.9	376.2	+14.0%	505.1
Gross Profit	58.3	62.8	65.9	+13.0%	+4.9%	169.6	190.4	+12.3%	253.9
Margin (% NR from Services)	50.0%	50.3%	52.8%	+2.8 p.p.	+2.5 p.p.	51.4%	50.6%	-0.8 p.p.	50.3%
EBITDA	71.3	91.5	82.2	+15.3%	-10.2%	207.8	257.7	+24.0%	342.0
Margin (% NR from Services)	61.1%	73.4%	65.9%	+4.8 p.p.	-7.5 p.p.	63.0%	68.5%	+5.5 p.p.	31.2%
EBIT	44.5	52.5	51.9	+16.6%	-1.1%	135.4	150.8	+11.4%	198.2
Margin (% NR from Services)	38.2%	42.1%	41.6%	+3.4 p.p.	-0.5 p.p.	41.0%	40.1%	-0.9 p.p.	18.1%
LTM Depreciation per Car (R\$)	(3,227.1)	(4,215.5)	(4,240.7)	+31.4%	+0.6%	(2,941.8)	(4,121.2)	+40.1%	(4,240.7)
Average Monthly Net Ver. per Car (R\$)	1,257.2	1,261.0	1,241.5	-1.2%	-1.5%	1,465.9	1,372.7	-6.4%	1,254.9
Average Operational Fleet (#)	30,921	32,980	33,511	+8.4%	+1.6%	28,714.2	33,693	+17.3%	33,538

In GTF, performance was very stable compared to the previous quarter, as expected. The volume of daily rentals increased by 4% YoY, with revenue per car at R\$1.2k per month. The 7% increase in Net Revenue reflects the addition of 2,590 cars to the operational fleet since 3Q19. Asset turnover improved in the period, with operational fleet growing more than total fleet. QoQ, revenue per car was virtually flat, as well as the number of daily rentals, due to partial renewal of contracts and new contracts signed.

Total costs remained in line in 3Q19 YoY, as the increase in depreciation was offset by the reduction in other costs. Total costs fell by 5% QoQ, due to lower depreciation due to the reduced operational fleet. Ex-depreciation costs increased 24% in the period because of the higher occupancy rates and subsequent fleet maintenance.

Gross margin was 2.8 p.p. higher YoY in 3Q20, due to economies in scale, reaching 52.8%. General and administrative expenses increased 1.4%, contributing to growth of 4.8 p.p. YoY in the EBITDA margin, reaching the all-time high EBITDA per car. The QoQ comparison reflects the normalization of activities and the EBITDA margin returning to 66% levels.

1.d. Used Cars

Highlights - Used Car Sales (R\$ million)	Movida - Seminovos								
	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Net Revenue	584.8	749.1	640.9	+9.6%	-14.4%	1,671.0	1,949.1	+16.6%	2,492.7
Gross Profit	25.9	46.9	44.1	+70.3%	-6.0%	45.7	125.2	+174.0%	156.8
<i>Margin (% NR from Services)</i>	<i>4.4%</i>	<i>6.3%</i>	<i>6.9%</i>	<i>+2.5 p.p.</i>	<i>+0.6 p.p.</i>	<i>2.7%</i>	<i>6.4%</i>	<i>+3.7 p.p.</i>	<i>6.3%</i>
EBITDA	(2.7)	15.4	10.9	-	-29.2%	(32.8)	32.8	-	38.8
<i>Margin (% NR from Services)</i>	<i>-0.5%</i>	<i>2.1%</i>	<i>1.7%</i>	<i>+2.2 p.p.</i>	<i>-0.4 p.p.</i>	<i>-2.0%</i>	<i>1.7%</i>	<i>+3.7 p.p.</i>	<i>1.6%</i>
EBIT	(8.7)	10.0	5.7	-165.5%	-43.0%	(49.4)	16.4	-133.2%	15.9
<i>Margin (% NR from Services)</i>	<i>-1.5%</i>	<i>1.3%</i>	<i>0.9%</i>	<i>+2.4 p.p.</i>	<i>-0.4 p.p.</i>	<i>-3.0%</i>	<i>0.8%</i>	<i>+3.8 p.p.</i>	<i>0.6%</i>
Number of Cars Sold	14,543	18,465	14,321	-1.5%	-22.4%	43,372.0	46,913	+8.2%	60,572
Average Price of Cars Sold (R\$)	40,211	40,615	45,290	+12.6%	+11.5%	38,537.3	41,905	+8.7%	41,502

Movida returned to the usual turnover of its fleet in Used Cars, with the sale of 14,300 cars in 3Q20. The market became increasingly more receptive, influenced by higher prices of new cars and higher demand for the models offered. Used Car's Net Revenue grew 10% in 3Q20 versus 3Q19 due to a 13% increase in the average ticket, reaching an all-time high of R\$45,290. Net revenue was affected by the sale of mixed products, as well as by the resumption of the retail sales channel and successive price increases in the entire inventory, reaching prices above pre-pandemic levels at the end of the quarter. The 14,321 cars sold shows the resumption of asset turnover to normal levels, which reduced net revenue by 14% QoQ in 3Q20.

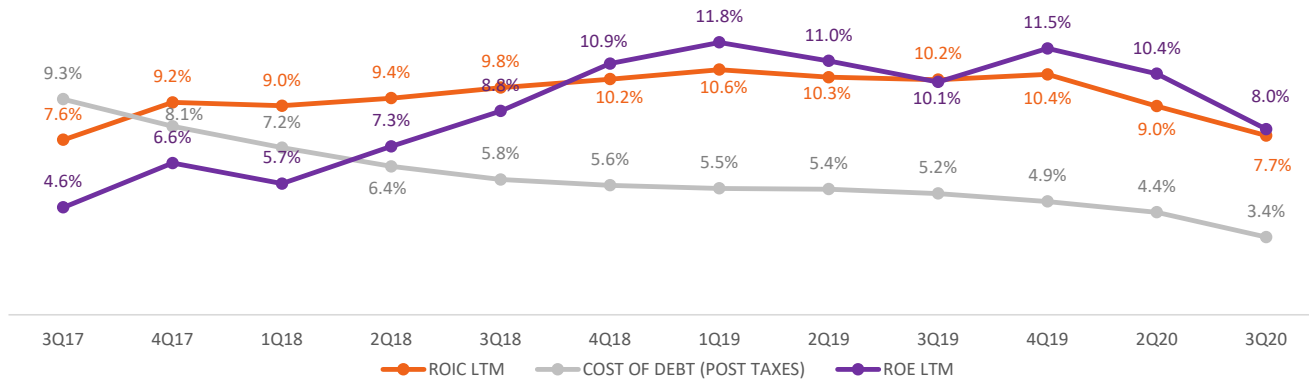
The 7% YoY increase in costs in this segment in 3Q20 is due to the sale of cars with higher average ticket, partially offset by the impact of higher depreciation. Third-quarter gross margin was 6.9%, 2.5 p.p. higher YoY and 0.6 p.p. higher QoQ, mainly due to higher prices. Administrative expenses were diluted in 3Q20 YoY, increasing the EBIT margin by 2.4 p.p. Consequently, the EBITDA margin of the Used Cars Sales segment was 1.7% in the quarter.

2. Capital Structure

Movida's balance remains robust, with cash of R\$1.7 billion in 3Q20 – virtually flat QoQ. Leverage was 2.4x the net debt/EBITDA ratio, even with growth acceleration. To optimize the debt profile and increase the capacity to add cars to the fleet, in early November Movida concluded the 5th debenture issue, raising R\$600 million with terms from 3 to 5 years.

3. Return

Profitability and Cost of Debt



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. Considers results adjusted in 1Q20.

The effects of the Coronavirus crisis continued to affect LTM profitability indicators. The spread of LTM ROIC versus the cost of debt was 3.3 p.p. in 3Q20, while LTM ROE totaled 8.0%.

Original Concessionárias



Original Concessionárias									
Financial Highlights (R\$ million)	3Q19	2Q20	3Q20	▲Y o Y	▲Q o Q	9M19	9M20	▲Y o Y	LTM
Gross Revenue	212.8	67.5	184.7	-13.2%	173.6%	626.5	443.6	-29.2%	668.5
Deductions	(0.0)	(4.6)	(8.7)	-	89.1%	(19.4)	(24.1)	24.2%	(34.7)
Net Revenue	212.8	62.9	176.0	-17.3%	179.8%	607.1	419.5	-30.9%	633.9
Light Vehicles	179.9	44.2	143.2	-20.4%	-	512.0	337.0	-34.2%	518.1
Direct Sales	5.6	1.9	7.2	28.6%	-	14.1	14.3	1.4%	19.8
F&I	5.3	2.2	3.7	-30.2%	68.2%	15.0	9.2	-38.7%	14.5
Post Sales	22.0	14.6	21.8	-0.9%	49.3%	66.0	59.0	-10.6%	81.5
Total Costs	(180.5)	(50.8)	(145.8)	-19.2%	187.0%	(512.7)	(348.4)	-32.0%	(530.5)
Gross Profit	32.3	12.1	30.2	-6.5%	149.6%	94.4	71.1	-24.7%	103.3
Operational Expenses	(28.1)	(14.3)	(20.9)	-25.6%	46.2%	(79.0)	(61.7)	-21.9%	(86.7)
EBIT	4.3	(2.2)	9.3	116.3%	-	15.4	9.4	-39.0%	16.6
Margin (% NR from Services)	2.0%	-3.6%	5.3%	+3.3 p.p.	+8.9 p.p.	2.5%	2.2%	-0.3 p.p.	2.6%
Financial Result	(1.5)	(1.4)	(1.8)	20.0%	28.6%	(3.6)	(5.2)	44.4%	(7.1)
Taxes	(0.9)	1.2	(2.5)	177.8%	-	(4.0)	(1.3)	-67.5%	(3.2)
Net Income	1.8	(2.4)	5.0	177.8%	-	7.8	2.9	-62.8%	6.3
Margin (% Total NR)	0.8%	-3.8%	2.8%	+2.0 p.p.	+6.6 p.p.	1.3%	0.7%	-0.6 p.p.	1.0%
	0.0%	0.0%	0.0%	+0.0 p.p.	+0.0 p.p.	0.0%	0.0%	+0.0 p.p.	0.0%
EBITDA	7.7	2.0	13.8	79.2%	-	27.0	22.3	-17.4%	32.9
Margin (% NR from Services)	3.6%	3.2%	7.8%	+4.2 p.p.	+4.6 p.p.	4.4%	5.3%	+0.9 p.p.	5.2%

Original Concessionárias									
Operational Data	3Q19	2Q20	3Q20	▲Y o Y	▲Q o Q	9M19	9M20	▲Y o Y	LTM
Number of Vehicles Sold	12,582	3,324	16,125	28.2%	-	34,003	31,637	-7.0%	43,405
Light Vehicles (Qt.)	3,769	946	2,701	-28.3%	185.5%	11,014	6,332	-42.5%	9,543
Direct Sales Light Vehicles (Qt.)	8,813	2,378	13,424	52.3%	-	22,989	25,305	10.1%	33,862
Average Ticket of Sales (R\$ Thousand)	49.5	49.6	55.1	11.3%	11.1%	48.3	55.8	15.5%	56.8

1. Main Financial Highlights

Original Concessionárias' Total Net Revenue reached R\$176.0 million in 3Q20, down by -17.3% over 3Q19. However, there was a significant recovery QoQ and the revenue increased 2.8x over 2Q20, as the dealerships returned to their usual operations in the quarter. The volume of cars sold at retail, which does not include direct sales, totaled 2,701 units in 3Q20, compared to 946 in 2Q20, showing the recovery after the peak of the restrictions due to the pandemic, as of April 2020. In 9M20, Total Net Revenue reached R\$419.5 million, down by -30.9% over 9M19.

EBITDA totaled R\$13.8 million in 3Q20, while EBITDA margin totaled 7.8%, +4.2 p.p. YoY. The significant increase QoQ is mainly due to the higher average ticket, which was positively affected by the lower vehicle supply because of Covid-19 pandemic and the favorable mix of vehicles sold. In 3Q20, the average ticket in retail sales totaled R\$55,100, +11% over 2Q20 and 3Q19. In 9M20, EBITDA totaled R\$22.3 million, -17.4% over 9M19.

Net Income totaled R\$5.0 million in 3Q20, the **highest in the last 10 quarters** compared to a Net Loss totaling R\$2.4 million in 2Q20 and R\$1.8 million in 3Q19. The net margin reached 2.8% in 3Q20, +2.0 p.p. YoY. In 9M20, Net Income totaled R\$2.9 million, -62.8% YoY.

2. Capital Structure

Original ended 3Q20 with a net cash position of R\$79 million, up by 197% YoY and +20% over 2Q20.

3. Return

Original's 3Q20 ROIC LTM totaled 8.9%, while annualized 3Q20 ROIC totaled 8.2%, mainly due to the higher average ticket of vehicles sold in the period.

BBC



Financial Highlights (R\$ million)	BBC								
	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Gross Revenue	11.1	11.7	12.7	14.4%	8.5%	30.9	36.8	19.1%	48.8
Deductions	(0.9)	(1.1)	(1.0)	11.1%	-9.1%	(1.8)	(3.0)	66.7%	(4.0)
Net Revenue	10.3	10.6	11.7	13.6%	10.4%	29.1	33.9	16.5%	44.8
Total Costs	(2.8)	(2.2)	(2.6)	-7.1%	18.2%	(8.4)	(8.1)	-3.6%	(11.0)
Gross Profit	7.4	8.4	9.1	23.0%	8.3%	20.7	25.8	24.6%	33.8
Operational Expenses	(3.4)	(5.5)	(5.1)	50.0%	-7.3%	(11.3)	(14.8)	31.0%	(19.1)
EBIT	4.0	2.9	4.1	2.5%	41.4%	9.3	11.0	18.3%	14.7
Margin (% NR from Services)	38.9%	27.2%	34.6%	-4.3 p.p.	+7.4 p.p.	32.1%	32.5%	+0.0 p.p.	32.8%
Financial Result	(0.6)	(1.3)	(1.4)	133.3%	7.7%	(1.1)	(3.7)	-	(4.9)
Taxes	(1.2)	(0.5)	(1.0)	-16.7%	100.0%	(2.7)	(2.5)	-7.4%	(3.6)
Net Income	2.3	1.1	1.7	-26.1%	54.5%	5.6	4.7	-16.1%	6.2
Margin (% Total NR)	22.0%	10.1%	14.5%	-7.5 p.p.	+4.4 p.p.	19.1%	14.0%	-0.5 p.p.	13.8%
EBITDA	4.6	3.1	4.1	-10.9%	32.3%	10.3	11.4	10.7%	14.8
Margin (% NR from Services)	44.8%	28.9%	34.8%	-10.0 p.p.	+5.9 p.p.	35.5%	33.6%	-0.3 p.p.	33.1%
Operations (Qt.)	615	273	350	-43.1%	28.2%	2,001	1,310	-34.5%	1,816
Present Value of Operations	143.3	166.9	175.2	22.3%	5.0%	143.3	175.2	22.3%	175.2

1. Main Financial Highlights

In 3Q20, BBC's Net Revenue totaled R\$11.7 million, up by 13.6% YoY. Throughout the quarter, the institution carried out 350 loan transactions, while the balance of the loan portfolio at the end of the period totaled R\$175.2 million (+22.3% YoY). In 9M20, Net Revenue totaled R\$33.9 million, up by 16.5% YoY.

EBITDA totaled R\$4.1 million in 3Q20 against R\$3.1 million in 2Q20 (+32.3% QoQ), and fell by 10.9% YoY. In the last 9M20, EBITDA reached R\$11.4 million, +10.7% YoY.

Net Income reached R\$1.7 million, compared to R\$1.1 million in 2Q20 and R\$2.3 million in 3Q19. In 9M20, Net Income totaled R\$11.4 million, or +10.7% YoY.

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

2. Capital Structure

BBC's net cash position reached R\$62 million in 3Q20, up by 43% YoY and +12% over 2Q20.

3. Return

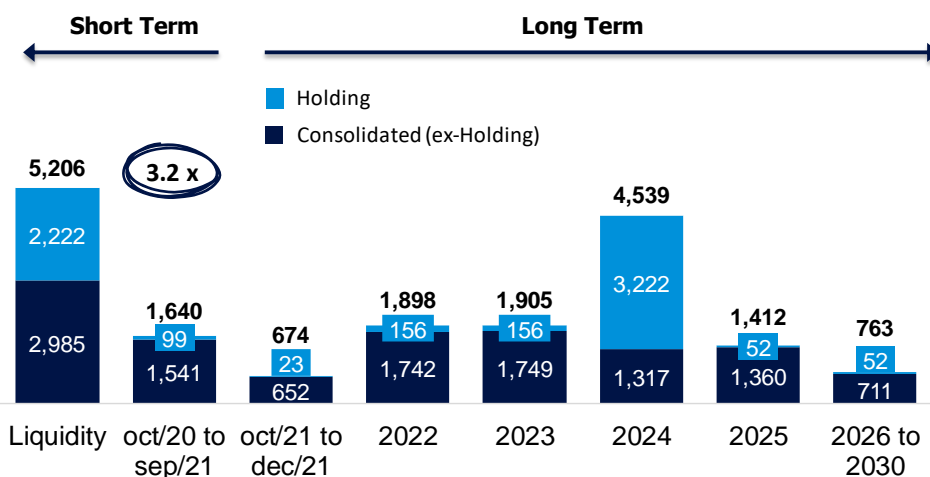
BBC's Annualized 3Q20 ROE totaled 6.6%, -3.6 p.p. YoY and +2.0 p.p. QoQ.

II. Capital Structure

SIMPAR kept the cash reinforced, **sufficient to cover the amortization of short-term debt by 3.2x**. SIMPAR's liquidity totaled R\$5.2 billion in 3Q20, highlighting the funds raised in JSL's IPO, with net funding reaching R\$694 million, with the purpose to strengthen its capital structure to accelerate its growth plan and continue to lead the consolidation trend in Brazil's logistics segment.

The **average cost of net debt after taxes fell by 290 bps YoY**, from 6.0% p.a. in 3Q19 to 3.1% p.a. in 3Q20, **ending September at 3.0% p.a.** The average term remained stable, totaling 4.2 years. At the end of September 2020, net debt totaled R\$7.6 billion, down by 10% over 2Q20. There was an increase of 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 Schedule¹ (R\$ million)



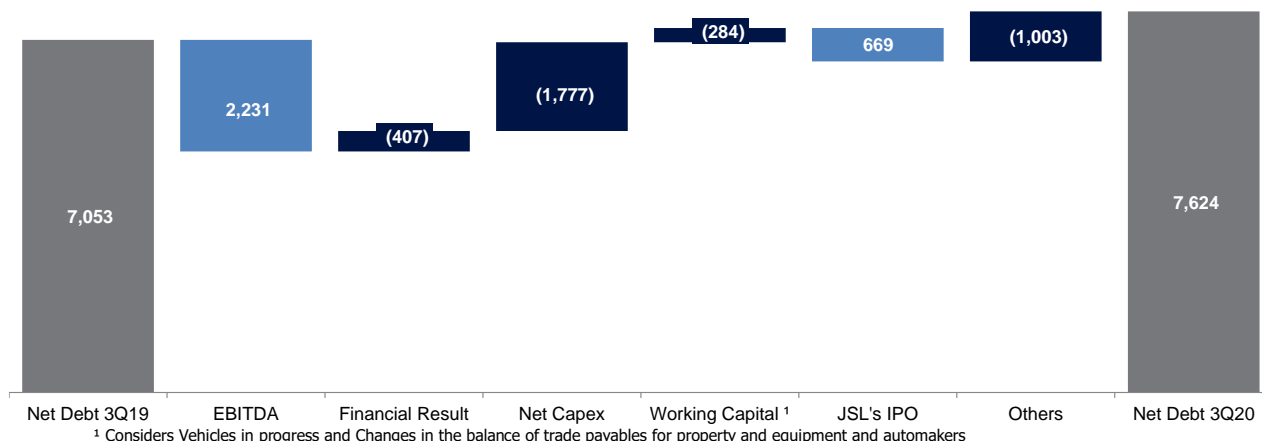
Cash and Debt Evolution (R\$ million)

Indebtedness - SIMPAR Consolidated (R\$ million)	3Q19	4Q19	1Q20	2Q20	3Q20	Sept/20
Cash and Investments ¹	4,360.1	3,849.0	4,093.8	5,679.7	5,206.4	-
Cash and Investments - Book value	6,312.4	5,774.5	6,516.6	8,278.8	7,861.0	-
Credit note - CLN ²	(1,952.3)	(1,925.5)	(2,422.9)	(2,599.0)	(2,654.5)	-
Gross debt ¹	11,413.0	11,411.4	12,106.5	14,177.4	12,830.4	-
Gross debt - Book value	13,365.3	13,336.8	14,529.4	16,776.4	15,485.0	-
Credit note - CLN ²	(1,952.3)	(1,925.5)	(2,422.9)	(2,599.0)	(2,654.5)	-
Borrowings ¹	6,666.1	6,296.6	7,123.6	8,231.6	7,677.1	-
Local Bonds	5,192.0	5,371.8	5,333.9	5,426.0	5,118.4	-
Finance lease payable	289.2	401.6	436.0	404.1	356.8	-
Confirming payable	11.2	12.1	106.8	575.9	269.5	-
Debt Swap MTM	(745.5)	(670.6)	(893.8)	(460.2)	(591.3)	-
Net Debt	7,052.9	7,562.3	8,012.7	8,497.7	7,624.0	-
Short-term gross debt	2,298.4	1,927.9	1,782.1	2,298.5	1,640.1	-
Long-term gross debt ¹	9,114.6	9,483.4	10,324.4	11,878.9	11,190.4	-
Average Cost of Net Debt (p.a.)	9.0%	8.6%	6.8%	6.2%	4.7%	4.6%
Average Cost of Net Debt (Post Taxes) (p.a.)	6.0%	5.7%	4.5%	4.1%	3.1%	3.0%
Average Cost of Gross Debt (p.a.)	8.2%	7.9%	5.9%	5.1%	3.8%	3.7%
Average Cost of Gross Debt (Post Taxes) (p.a.)	5.4%	5.2%	3.9%	3.4%	2.5%	2.4%
Average term of gross debt (years)	3.1	3.1	3.1	3.1	3.1	-
Average term of net debt (years)	4.2	4.1	4.0	4.3	4.2	-

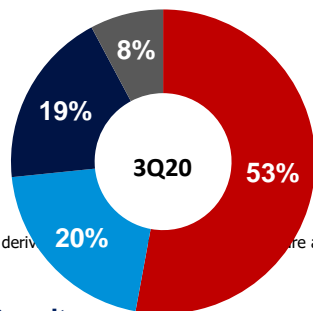
¹ Excludes R\$2,654.5 million resulting from the structure for entry of the bonds issuance funds, which equally impacts cash and gross debt

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)

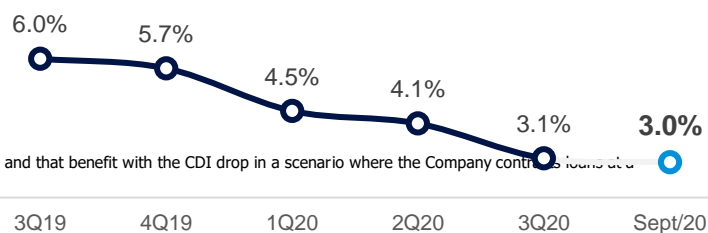


¹ Considers Vehicles in progress and Changes in the balance of trade payables for property and equipment and automakers



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

Average Cost of Net Debt (Post Taxes) (p.a.)



Financial Result

■ CDI ■ CDI with CAP¹ ■ Pre ■ Others

Financial Result (R\$ million)	SIMP PAR - Consolidated								
	3Q19	2Q20	3Q20	▲YoY	▲QoQ	9M19	9M20	▲YoY	LTM
Financial Revenues	108.5	257.4	105.5	-2.8%	-59.0%	270.7	565.4	108.9%	660.0
Financial Expenses	(305.9)	(154.4)	(261.2)	-14.6%	69.2%	(854.3)	(788.3)	-7.7%	(1,067.4)
Debt Service Expenses	(256.8)	(134.0)	(237.0)	-7.7%	76.9%	(730.1)	(691.5)	-5.3%	(1,051.9)
Other Financial Expenses	(49.0)	(20.4)	(24.3)	-50.4%	19.1%	(124.1)	(96.8)	-22.0%	(15.6)
Financial Result	(197.4)	103.0	(155.7)	-21.1%	-	(583.6)	(222.9)	-61.8%	(407.4)

Debt Service Expenses were R\$237.0 million in 3Q20, against R\$256.8 million in 3Q19 (-7.7% YoY), as a result of the decrease in the average cost of net debt in the annual comparison. **Net Financial Result** totaled -R\$155.7 million in 3Q20, down by 21.1% compared to -R\$197.4 million in 3Q19.

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, which remain hedged (principal and interests). As a result, we noted a positive net effect of R\$144 million on net income for the 2Q20, derived from the special gain of R\$182 million 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), net of taxes.

Leverage Indicators

Leverage Indicators ¹	3Q19	4Q19	1Q20	2Q20	3Q20	Covenants	Event
Net Debt / EBITDA-A ²	1.7x	1.6x	1.7x	1.7x	1.5x	Max 3.5x	Maintenance
Net Debt / EBITDA ²	3.6x	3.6x	3.6x	3.9x	3.3x	Max 4.40x	Incurrence
EBITDA-A / Net interest expenses	5.6x	6.0x	6.4x	10.8x	12.8x	Min 2,0x	Maintenance

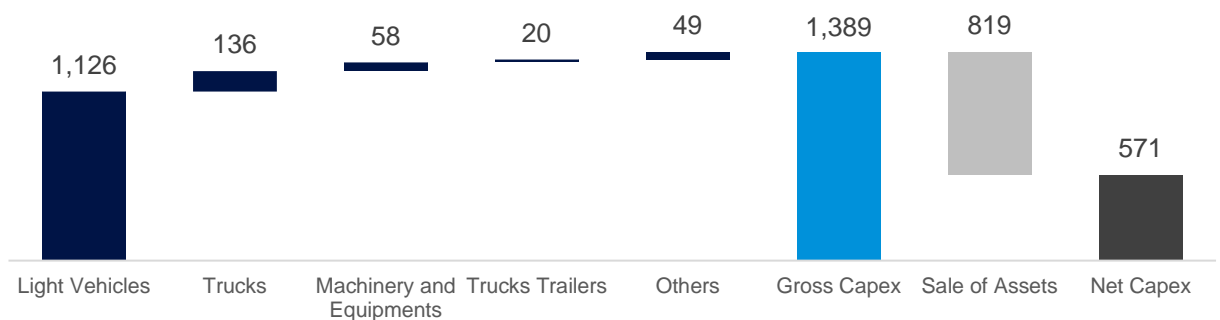
(1) To calculate the covenants, EBITDA does not consider the impairment

(2) Includes unaudited figures for Fadel and Transmoreno. Leverage would be 3.4x if Fadel and Transmoreno's unaudited numbers are disregarded

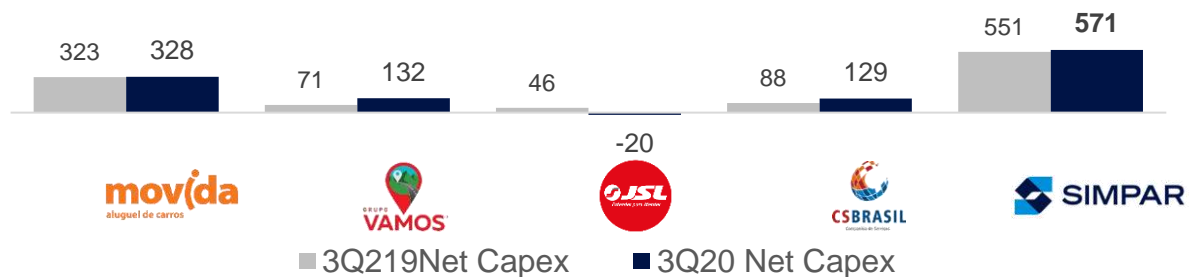
Leverage, measured by net debt over EBITDA¹, fell from 3.9x to 3.3x², **the lowest level in the last 10 years**. In the annual comparison, leverage decreased from 3.6x in 3Q19. Net debt over EBITDA-A¹ totaled 1.5x in 3Q20, compared to 1.7x in 2Q19. The indicators above reflect the net debt calculation methodology in the bond issuance covenants.

III. Investments

3Q20 Capex by Type of Asset



3Q20 Capex by Company



Gross Capex in 3Q20 totaled R\$1.4 billion, mainly for the purchase of light vehicles and trucks. Net Capex in 3Q20 reached R\$571 million, resuming business expansion after the previous quarter, which had a negative Net Capex (-R\$427 million). The breakdown in 3Q20 is as follows: Movida (R\$328 million), Vamos (R\$132 million), CS Brasil (R\$129) and JSL (-R\$20 million). The investments carried out are part of the companies' strategic plan to focus on contracts that generate solid and consistent returns to remunerate the invested capital.

IV. Free Cash Flow and EBITDA

Free Cash Flow Generation - R\$ million		3Q19 LTM	3Q20 LTM
Operation	EBITDA	1,937.2	2,230.8
	Net Revenue from Sale of Light/Heavy Vehicles, Machinery and Equipment	(2,346.7)	(2,996.5)
	Depreciated Cost of Light/Heavy Vehicles, Machinery and Equipment Sold	2,307.0	2,773.8
	Taxes + Working Capital	(38.2)	(283.8)
Free Cash flow Generated by Rental Activities and Services Rendered		1,859.3	1,724.3
Maintenance Capex	Net Revenue Sale of Light/Heavy Vehicles, Machinery and Equipment	2,346.7	2,996.5
	Capex for Light/Heavy Vehicles, Machinery and Equipment	(2,513.3)	(2,226.4)
	Net Capex for Fleet Maintenance	(166.6)	770.1
Operational Free Cashflow before Growth		1,692.7	2,494.4
Growth Capex	Capex for Light/Heavy Vehicles, Machinery and Equipment	(2,730.2)	(2,607.7)
Free Cashflow Generated (Consumed) after Growth and before Interest		(1,037.5)	(113.3)

Free cashflow before SIMPAR's expansion totaled around R\$2.5 billion until September 2020 LTM, up by 47.4% over LTM 3Q19. Net Capex in fleet growth amounted to R\$2.6 billion, mainly focused on Movida, Vamos and CS Brasil. Free cash generated after growth was close to breakeven and before interest totaled -R\$113.3 million, compared to -R\$1.0 billion in 3Q19 LTM. This trend is due to assets sold and lower CAPEX in 2Q20, mainly by Movida, whose assets sold reached record levels during Brazil's scenario of worsening pandemic.

Reconciliation of Investment to Cash Flow of Financial Statements

Reconciliation to Cash Flow of FS		3Q19 LTM	3Q20 LTM
Capex Maintenance + Growth + Others	Capex for Light/Heavy Vehicles, Machinery and Equipment - Maintenance	(2,513.3)	(2,226.4)
	Capex for Light/Heavy Vehicles, Machinery and Equipment - Growth	(2,638.5)	(2,680.0)
	Capex for other PP&E and Intangible Assets	(91.7)	72.3
Total Capex - Accrual Method		(5,243.5)	(4,834.1)
Cash Flow FS	Leasing and Finance Raised for Acquisition of Fixed Assets	457.4	(315.6)
	Changes in Balance of Suppliers Financing	-	1,008.0
	Changes in Balance of Automakers	616.5	240.8
Note 11 FS	Other Additions (Non-Capex)	(3.6)	97.6
Supplemental Information to the Statement of Cashflow and Fixed Assets Note		1,070.3	1,030.9
Total Investment - FS Cash flow		(4,173.1)	(3,803.2)
Cash flow	Purchase of Fixed Assets for Rental	3,982.0	3,645.6
	Additions to PP&E for Capex and Intangible Assets	194.4	157.6

EBITDA Reconciliation (R\$ million)	SIMPAR - Consolidated								
	3Q19	2Q20	3Q20	▲ Y o Y	▲ Q o Q	9M19	9M20	▲ Y o Y	LTM
Net Result	66.1	156.6	96.0	45.2%	-38.7%	198.0	335.7	69.5%	456.3
Financial Result	197.4	(103.0)	155.7	-21.1%	-	(583.6)	(222.9)	-61.8%	(407.4)
Income tax and Social contribution	21.6	145.0	45.6	111.1%	-68.6%	(80.2)	(223.2)	178.3%	(255.5)
Depreciation / Amortization	194.1	242.5	257.6	32.7%	6.2%	642.9	837.8	30.3%	1,111.6
Amortization (IFRS 16)	32.8	29.4	32.6	-0.6%	10.9%	90.5	98.0	8.3%	110.4
EBITDA	511.9	470.4	587.5	14.8%	24.9%	1,504.7	1,619.6	7.6%	2,230.8
Costs of Sales of Assets	655.5	775.6	736.8	12.4%	-5.0%	(1,869.7)	(2,119.4)	13.4%	(2,773.8)
EBITDA-A	1,167.4	1,246.0	1,324.4	13.4%	6.3%	3,374.4	3,739.0	10.8%	5,004.6

V. Return

ROE 3Q20 LTM (R\$ million)	SIMPAR Consolidated	SIMPAR Consolidated (controlling shareholder participation in companies)
Net Income 3Q20 LTM	456.3	363.2
Average Equity ¹	2,682.6	1,539.1
ROE 3Q20 LTM	17.0%	23.6%

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

ROIC 3Q20 LTM (R\$ million)	SIMPAR ^{1,3}	JSL	Vamos	CS Brasil	Original Concessionárias	BBC	Movida
EBIT 2Q20 LTM	1,119.2	202.3	343.9	164.6	16.6	14.7	420.3
Taxes	(341.9)	(28.6)	(107.4)	(54.8)	(5.7)	(5.4)	(105.8)
NOPLAT	777.2	173.6	236.5	109.8	11.0	9.3	314.6
Average Net Debt ²	7,338.5	1,336.3	1,541.6	473.7	(52.5)	(52.2)	1,829.9
Average Equity ²	2,682.6	1,033.3	519.0	701.6	176.5	95.3	2,232.5
Average Invested Capital ²	10,021.0	2,369.6	2,060.6	1,175.3	123.9	43.1	4,062.4
ROIC 2Q20 LTM	7.8%	7.3%	11.5%	9.3%	8.9%	21.5%	7.7%

¹ Considers elimination between companies and Holding debt

² Considers the average between the current period and december 2019

³ Adjusted Net Income excluding gains from settling and re-contracting swaps and writing-off tax credits from the corporate reorganization totaling R\$144 million in 2Q20

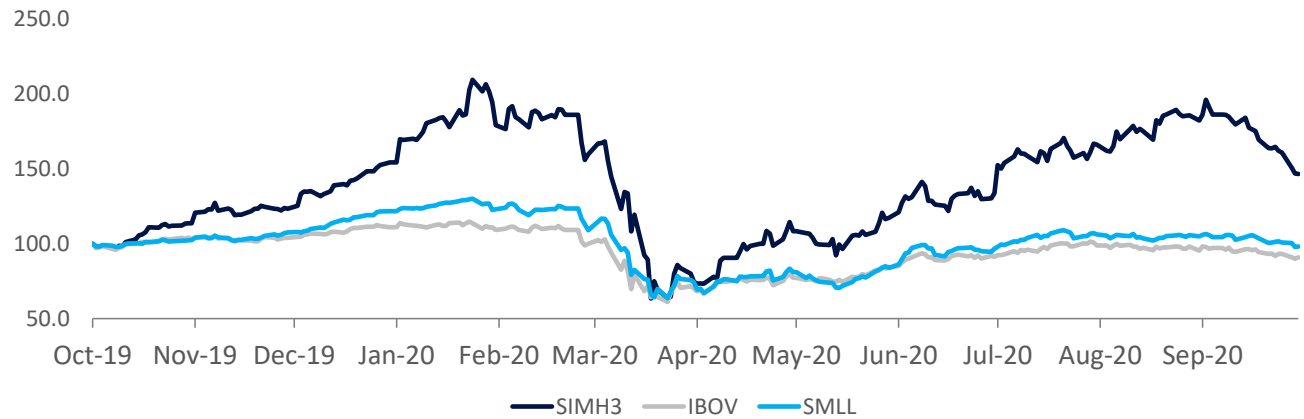
VI. Capital Market

Stock Performance

On September 30, 2020, the price of SIMH3 shares were R\$25.41, an appreciation of 48.2% when compared to September 30, 2019. On this date, the Company had a total of 206,032,081 shares, including a balance of 192,700 treasury shares. SIMPAR is listed on B3's Novo Mercado and its shares are included in:

- S&P/B3 Brazil ESG,
- S&P Brazil BMI,
- IGCX (Special Corporate Governance Stock Index),
- IGC-NM (Corporate Governance Index - Novo Mercado),
- ITAG (Special Tag-Along Stock Index),
- IBRA (Brazil Broad-Based Index),
- IGCT (Corporate Governance Trade Index),
- SMLL (Small Caps Index),
- MSCI Brazil Small Cap Index,
- MSCI Emerging Markets Small Cap Index.

Performance Comparison - SIMH3, JSLG3, MOVI3, IBOV and SMLL11 (from September 30, 2019 to September 30, 2020 - Base 100)



Simpar S.A.
Statements of financial position
At September 30, 2020 and December 31, 2019
In thousands of Brazilian reais

Assets	Note	Parent company		Consolidated	
		09/30/2020	12/31/2019	09/30/2020	12/31/2019
Current assets					
Cash and cash equivalents	5	234,467	616	641,479	592,431
Marketable securities and financial investments	6	952,800	-	7,128,441	5,182,010
Derivative financial instruments	4.3 (b)(i)	68,923	-	82,100	32,233
Trade receivables	7	-	-	1,741,456	1,754,840
Inventories	8	-	-	235,561	306,037
Assets available for sale	9	-	-	314,733	541,188
Taxes recoverable	10	5	-	115,613	155,284
Income tax and social contribution recoverable	24.3	11,743	9,416	372,736	156,682
Prepaid expenses		-	614	90,579	43,488
Dividends receivable	25.1	20,976	21,732	-	-
Advances to third parties		50	-	43,785	-
Other credits	25.1	72,430	503	52,278	137,494
		1,361,394	32,881	10,818,761	8,901,687
Assets held for distribution to owners of the Company	1.1. (a) (i)	-	204,272	-	911,800
		1,361,394	237,153	10,818,761	9,813,487
Noncurrent assets					
Long-term receivables					
Marketable securities and financial investments	6	50,000	-	91,034	655
Derivative financial instruments	4.3 (b)(i)	351,497	-	509,224	638,400
Trade receivables	7	-	-	103,044	88,321
Taxes recoverable	10	-	-	161,750	138,466
Income tax and social contribution recoverable	24.3	-	-	34,929	34,929
Judicial deposits	23	-	-	73,174	76,353
Deferred income tax and social contribution	24.1	-	-	159,040	138,431
Related parties	25.1	29,184	48,961	-	36
Other receivables		22,543	1,071	79,760	83,462
		453,224	50,032	1,211,955	1,199,053
Investments	11	3,312,671	745,456	13,670	6,716
Property and equipment	12	72,843	1,880	10,164,082	9,616,885
Intangible assets	13	-	4	565,728	537,738
		3,838,738	797,372	11,955,435	11,360,392
Total assets		5,200,132	1,034,525	22,774,196	21,173,879

Simpar S.A.
Statements of financial position
At September 30, 2020 and December 31, 2019
In thousands of Brazilian reais

Liabilities	Note	Parent company		Consolidated	
		09/30/2020	12/31/2019	09/30/2020	12/31/2019
Current liabilities					
Trade payables	14	104	51	1,566,353	1,691,764
Floor plan	15	-	-	87,426	106,735
Suppliers financing - car makers	16	-	-	269,512	12,051
Loans and borrowings	17	35,380	55,297	791,059	1,227,285
Debentures	18	57,548	-	475,549	694,901
Leases payable	19	-	-	139,317	140,850
Right-of-use leases	20	-	-	101,761	113,869
Assignment of receivables	21	-	-	6,043	6,043
Social and labor liabilities	22	4,477	254	287,599	231,628
Income tax and social contribution payable	24.3	2,873	624	5,648	3,718
Tax liabilities		-	2,129	80,763	85,291
Dividends and interest on capital payable		7,067	15,165	22,259	64,020
Advances from customers		-	-	159,317	175,700
Related parties	25.1	-	13,184	3,800	3,056
Other payables		14,234	-	168,292	173,845
		121,683	86,704	4,164,698	4,730,756
Liabilities held for distribution to owners of the Company	1.1. (a) (i)	-	-	-	669,837
		121,683	86,704	4,164,698	5,400,593
Noncurrent liabilities					
Loans and borrowings	17	2,620,073	-	9,540,524	7,050,051
Debentures	18	571,474	-	4,642,853	4,676,855
Leases payable	19	-	-	217,474	260,762
Right-of-use leases	20	-	-	421,728	403,831
Assignment of receivables	21	-	-	7,553	12,085
Tax liabilities		-	-	1,039	1,095
Provision for judicial and administrative litigation	23.2	-	-	56,339	67,829
Deferred income tax and social contribution	24.1	67,653	-	486,673	574,120
Related parties	25.1	-	32,347	-	13,999
Other payables		31,535	-	169,731	162,675
		3,290,735	32,347	15,543,914	13,223,302
Total liabilities		3,412,418	119,051	19,708,612	18,623,895
Equity					
Share capital	26.1	712,826	163,601	712,826	163,601
Capital reserves	26.2	575,055	-	575,055	-
Treasury shares	26.3	(8,105)	-	(8,105)	-
Earnings reserves		55,470	255,260	55,470	255,260
Retained earnings for the period		112,415	-	112,415	-
Other comprehensive income		(4,455)	-	(4,455)	-
Equity valuation adjustments		(118,919)	496,613	(118,919)	496,613
Other equity adjustments related to subsidiaries		463,427	-	463,427	-
Equity attributable to the owners of the Company		1,787,714	915,474	1,787,714	915,474
Non-controlling interests		-	-	1,277,870	1,634,510
Total equity		1,787,714	915,474	3,065,584	2,549,984
Total liabilities and equity		5,200,132	1,034,525	22,774,196	21,173,879

Simpar S.A.
Statements of profit or loss
For the three and nine-month periods ended September 30, 2020 and 2019
In thousands of Brazilian reais, except for earnings per share

	Note	Parent company				Consolidated			
		07/01 to 09/30/2020	07/01 to 09/30/2019	01/01 to 09/30/2020	01/01 to 09/30/2019	07/01 to 09/30/2020	07/01 to 09/30/2019	01/01 to 09/30/2020	01/01 to 09/30/2019
Net revenue from sale, lease, services rendered and sale of decommissioned assets	28	-	-	-	-	2,603,045	2,453,591	7,157,162	7,054,319
Cost of sales, leases and services rendered	29	-	-	-	-	(1,326,008)	(1,273,412)	(3,588,194)	(3,690,537)
Cost of sales of decommissioned assets	29	-	-	-	-	(736,848)	(655,489)	(2,119,356)	(1,869,725)
Total cost of sales, leases, services rendered and sale of decommissioned assets		-	-	-	-	(2,062,856)	(1,928,901)	(5,707,550)	(5,560,262)
Gross profit		-	-	-	-	540,189	524,690	1,449,612	1,494,057
Selling expenses	29	(2)	-	(2)	-	(82,729)	(70,544)	(235,913)	(185,555)
Administrative expenses	29	(7,884)	-	(7,884)	-	(135,448)	(145,951)	(391,981)	(448,194)
Provision of expected credit losses ("impairment") of trade receivables	29	-	-	-	-	(10,288)	(8,311)	(85,626)	(20,309)
Provision for impairment of non-financial assets	1.3 (c) (iii)	-	-	-	-	-	-	(195,394)	-
Other operating income (expenses), net	29	65	-	65	-	(14,737)	(14,196)	(4,183)	23,382
Equity results from subsidiaries	11	96,747	21,696	164,289	81,108	272	(660)	(426)	(1,635)
Profit before finance income and costs	-	88,926	21,696	156,468	81,108	297,259	285,028	536,089	861,746
Finance income	30	12,011	-	12,011	-	105,507	108,487	565,425	270,714
Finance costs	30	(29,167)	-	(29,167)	-	(261,248)	(305,872)	(788,333)	(854,270)
Profit before income tax and social contribution from continuing operations		71,770	21,696	139,312	81,108	141,518	87,643	313,181	278,190
Income tax and social contribution – current	24.2	-	-	-	-	(34,058)	(67,679)	(139,060)	(120,483)
Income tax and social contribution – deferred	24.2	1,642	-	1,642	-	(11,506)	46,107	(7,870)	40,284
Total income tax and social contribution		1,642	-	1,642	-	(45,564)	(21,572)	(146,930)	(80,199)
Profit for the year from continuing operations		73,412	21,696	140,954	81,108	95,954	66,071	166,251	197,991
Discontinued operations									
Loss from discontinued operations, net of taxes	1.1 (a)	(246)	(148)	(28,539)	(4,966)	(246)	(148)	(28,539)	(4,966)
Loss from discontinued operations		(246)	(148)	(28,539)	(4,966)	(246)	(148)	(28,539)	(4,966)
Profit for the period		73,166	21,548	112,415	76,142	95,708	65,923	137,712	193,025
Attributable to:									
Owners of the Company		73,166	21,548	112,415	76,142	73,166	21,548	112,415	76,142
Non-controlling interests		-	-	-	-	22,542	44,375	25,297	116,883
(=) Basic earnings per share (in R\$)	31.1	-	-	-	-	-	-	0.8710	0.8136
(=) Diluted earnings per share (in R\$)	31.2	-	-	-	-	-	-	0.8544	0.8136
(=) Basic earnings per share from continuing operations (in R\$)		-	-	-	-	-	-	-	-
(=) Diluted earnings per from continuing operations share (in R\$)	31.1	-	-	-	-	-	-	1.0921	0.8666

Simpar S.A.
Statements of comprehensive income
For the three and nine-month periods ended September 30, 2020 and 2019
In thousands of Brazilian reais

	Parent				Consolidated			
	07/01 to 09/30/2020	07/01 to 09/30/2020	01/01 to 09/30/2020	01/01 to 09/30/2019	07/01 to 09/30/2020	07/01 to 09/30/2020	01/01 to 09/30/2020	01/01 to 09/30/2019
Profit for the period	73,166	21,548	112,415	76,142	95,708	65,923	137,712	193,025
Items that are or may be subsequently reclassified to profit or loss:								
(Losses) gains on cash flow hedge	(25,645)	-	(25,645)	-	(46,305)	55,558	51,279	184,273
Gains on cash flow hedge in subsidiaries	(209,645)	-	(112,061)	98,921	-	-	-	-
Income tax and social contribution on cash flow hedge	79,727	-	46,820	-	15,472	(19,759)	(17,435)	(61,814)
Unrealized gains on marketable securities measured at FVOCI in subsidiaries	18,739	-	12,464	-	18,739	10,848	12,464	55,201
	<u>(136,824)</u>	<u>-</u>	<u>(78,422)</u>	<u>98,921</u>	<u>(12,094)</u>	<u>46,647</u>	<u>46,308</u>	<u>177,660</u>
Cash flow hedge gains (losses) in subsidiaries reclassified to profit or loss	-	-	-	-	-	-	(281,440)	-
Income tax and social contribution on cash flow hedge (Note 24.1)	-	-	-	-	-	-	95,690	-
Total other comprehensive income (loss)	<u>(136,824)</u>	<u>-</u>	<u>(78,422)</u>	<u>98,921</u>	<u>(12,094)</u>	<u>46,647</u>	<u>(139,442)</u>	<u>177,660</u>
Total comprehensive income (loss) for the period	<u>(63,658)</u>	<u>21,548</u>	<u>33,993</u>	<u>175,063</u>	<u>83,614</u>	<u>112,570</u>	<u>(1,730)</u>	<u>370,685</u>
Attributable to:								
Owners of the Company	(63,658)	21,548	33,993	175,063	(63,658)	21,548	33,993	175,063
Non-controlling interests	-	-	-	-	147,272	91,022	(35,723)	195,622

Simpar S.A.
Statements of changes in equity
For the nine-month periods ended September 30, 2020 and 2019
In thousands of Brazilian reais

	Capital reserve			Earnings reserves				Other comprehensive income (loss)		Other equity adjustments related to subsidiaries	Total equity of owners of the Company	Non-controlling interest	Total equity	
	Share capital	Share-based payment transactions	Special reserve	Treasury shares	Retention of earnings	Investment reserve	Legal reserve	Retained earnings	Hedge reserve					Equity valuation adjustment
Balances at December 31, 2018	163,601	-	-	-	67,503	77,303	19,503	-	-	270,977	-	598,887	829,149	1,428,036
Profit for the period	-	-	-	-	-	-	76,142	-	-	-	-	76,142	116,853	193,025
Other comprehensive income (loss) for the period, net of tax	-	-	-	-	-	-	-	-	98,921	-	-	98,921	78,739	177,660
Total comprehensive income (loss) for the period, net of tax	-	-	-	-	-	-	76,142	-	98,921	-	-	175,063	195,622	370,685
Retention of earnings	-	-	-	-	76,142	-	(76,142)	-	-	-	-	-	-	-
Gain (loss) on equity interests in indirect subsidiaries, net of tax	-	-	-	-	-	-	-	-	113,103	-	-	113,103	90,025	203,128
Gain in change in the percentage of equity interest	-	-	-	-	-	-	-	-	-	-	-	-	130	130
Share-based payment	-	-	-	-	-	-	-	-	-	-	-	-	1,256	1,256
Dividends and interest on capital for distribution	-	-	-	-	(25,000)	-	-	-	-	-	-	(25,000)	-	(25,000)
Capital contribution	-	-	-	-	-	-	-	-	7,272	-	-	7,272	5,788	13,060
Repurchase of shares	-	-	-	-	-	-	-	-	(1,378)	-	-	(1,378)	(2,353)	(3,731)
Other changes	-	-	-	-	-	-	-	-	(426)	-	-	(426)	-	(426)
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	461,708	461,708
Balances at September 30, 2019	163,601	-	-	-	118,645	77,303	19,503	-	-	488,469	-	867,521	1,581,325	2,448,846
Balances at December 31, 2019	163,601	-	-	-	152,486	77,303	25,471	-	-	496,613	-	915,474	1,634,510	2,549,984
Profit (loss) for the period	-	-	-	-	-	-	112,415	-	-	-	-	112,415	25,297	137,712
Other comprehensive income (loss) for the period, net of tax	-	-	-	-	-	-	-	(16,926)	-	(61,496)	-	(78,422)	(61,020)	(139,442)
Total comprehensive income (loss) for the period, net of taxes	-	-	-	-	-	-	112,415	(16,926)	(61,496)	-	-	33,993	(35,723)	(1,730)
Transfer to earnings reserves	-	-	-	-	38,071	-	(38,071)	-	-	-	-	-	-	-
Capital contribution (Note 26.1)	277,846	-	123,257	-	(145,000)	(54,790)	-	-	-	-	-	201,313	(223,689)	(22,376)
Merger of shares	372,403	-	22,817	-	-	-	-	-	-	-	-	395,220	(395,220)	-
Absorption of net assets spun off from JSL S.A.	-	20,223	-	-	-	-	-	-	12,471	-	(32,694)	-	-	-
Spin-off due to corporate restructuring (Note 1.1(a))	(101,024)	-	-	-	-	-	-	-	-	(74,010)	-	(175,034)	-	(175,034)
Share-based payment (note 26.2 (a))	-	406	-	-	-	-	-	-	-	-	(527)	(121)	(2,365)	(2,486)
Gain on equity interests in indirect subsidiaries, net of tax	-	-	-	-	-	-	-	-	49,615	-	-	49,615	43,814	93,429
Repurchase of shares (note 26.4)	-	-	-	(8,105)	-	-	-	-	-	(24,202)	-	(32,307)	(18,970)	(51,277)
Offer of shares from subsidiary (Note 26.)	-	-	408,352	-	-	-	-	-	-	-	-	408,352	266,424	674,776
Other changes in the period	-	-	-	-	-	-	-	-	(8,791)	-	-	(8,791)	9,089	298
Balances at September 30, 2020	712,826	20,629	554,426	(8,105)	45,557	22,513	25,471	74,344	(4,455)	463,427	(118,919)	1,787,714	1,277,870	3,065,584

The accompanying notes are an integral part of this interim financial information.

Simpar S.A.
Statements of cash flows - indirect method
For the nine-month periods ended September 30, 2020 and 2019
In thousands of Brazilian reais

	Note	Parent company		Consolidated	
		09/30/2020	09/30/2019	09/30/2020	09/30/2019
Cash flows from operating activities					
Profit before income tax and social contribution of continuing operation		139,312	81,108	313,181	278,190
Adjustments to:					
Equity results from continuing operations	11.1	(164,289)	(81,108)	426	1,635
Depreciation and amortization	11.1, 12 and 13	1,712	-	838,046	642,895
Provision for impairment of non-financial assets	1.3 (c) (iii)	-	-	195,394	-
Cost of sales of decommissioned assets	9	-	-	2,119,356	1,869,725
Provision for losses, write-off of other assets and extemporaneous tax credits		42,133	-	164,806	71,934
Share-based payment	26.2 (a)	406	-	(2,486)	1,256
Gain on fair value of derivative financial instruments	30	(161,703)	-	(948,879)	(325,506)
Interest and monetary variations on loans and borrowings, leases payable, debentures and suppliers financing	30	43,977	-	948,474	756,661
Exchange variation of borrowings		148,482	-	1,765,905	321,879
		50,030	-	5,394,223	3,618,669
Changes in operating net working capital					
Trade receivables		678	-	(86,965)	(393,814)
Inventories		-	-	66,959	42,160
Trade payables and floor plan		53	-	919	12,983
Labor and tax liabilities, and taxes recoverable		2,089	-	102,306	30,345
Other current and noncurrent assets and liabilities		(24,834)	-	70,301	(24,997)
		(22,014)	-	153,520	(333,323)
Income tax and social contribution paid		(78)	-	(353,184)	(80,970)
Interest paid on loans and borrowings, leases payable, debentures and suppliers financing		(11,508)	-	(1,016,561)	(845,980)
Acquisition of operational property and equipment for leasing (Investments in) redemptions of marketable securities and financial investments	32	(5,977)	-	(3,186,321)	(3,293,252)
		112,854	-	(1,986,810)	(1,329,024)
		123,307	-	(995,133)	(2,263,880)
Cash flows from investing activities					
Net cash from absorption of net assets		87,280	-	-	-
Acquisition of property and equipment for investment and intangible assets		(33,423)	-	(109,169)	(105,209)
Capital contribution in subsidiaries	1.1	(7,000)	-	(7,184)	(7,632)
Dividends and interest on capital received		125,304	-	-	-
		172,161	-	(116,353)	(112,841)
Cash flows from financing activities					
Treasury shares acquired		(32,307)	-	(51,277)	(6,770)
Capital increase		-	-	11,390	13,060
Payment for the acquisition of companies		-	-	(4,026)	(60,206)
Payment for assignment of receivables		-	-	(4,532)	(4,532)
New loans, borrowings and debentures		-	-	4,952,049	4,365,149
Payment of loans and borrowings, leases payable, debentures and suppliers financing		(55,259)	-	(5,134,846)	(2,821,018)
Derivative financial instruments received		76,242	-	810,491	224,450
Dividends and interest on capital paid		(293)	-	(33,956)	(39,834)
Capital increase through share subscription in subsidiaries, net		-	-	665,241	802,875
		(11,617)	-	1,210,534	2,473,174
Net cash generated by (used in) financing activities					
Net increase (decrease) in cash and cash equivalents					
		283,851	-	99,048	96,453
Cash and cash equivalents					
At the beginning of the period		616	-	592,431	690,324
At the end of the period		284,467	-	691,479	786,777
Net increase (decrease) in cash and cash equivalents					
		283,851	-	99,048	96,453
Balance variation, without affecting cash					
Raising of leases payable and Finame for the acquisition of property and equipment		-	-	(414,485)	(255,230)
Change in the balance of trade payables and suppliers financing – car makers		-	-	145,639	(596,740)
Additions to right-of-use leases	12	-	-	(212,931)	(120,302)
Initial adoption of CPC 06 (R2)/IFRS 16 - Leases		-	-	-	(625,090)

(1) The statements of cash flows include both continuing and discontinued operations. Amounts related to discontinued operations are disclosed in Note 1.3.b.

Simpar S.A.
Statements of value added
For the nine-month periods ended September 30, 2020 and 2019
In thousands of Brazilian reais

	Note	Parent company		Consolidated	
		09/30/2020	09/30/2019	09/30/2020	09/30/2019
Sales, lease, services rendered and sale of decommissioned assets	28	-	-	7,919,680	7,864,441
Provision of expected credit losses ("impairment") of trade receivables	29	-	-	(85,626)	(20,309)
Other operating income		-	-	95,607	90,758
		<u>-</u>	<u>-</u>	<u>7,929,661</u>	<u>7,934,890</u>
Inputs acquired from third parties					
Cost of sales and services rendered		-	-	(4,444,384)	(2,513,516)
Materials, electric power, services provided by third parties and others		311	-	(254,819)	(2,154,602)
Provision for impairment of non-financial assets	1.3(c)(iii)	-	-	(195,394)	-
		<u>311</u>	<u>-</u>	<u>(4,894,597)</u>	<u>(4,668,118)</u>
		<u>311</u>	<u>-</u>	<u>3,035,064</u>	<u>3,266,772</u>
Gross added value					
Retentions					
Depreciation and amortization	29	(1,506)	-	(837,844)	(642,895)
Net value added generated by the Company		<u>(1,195)</u>	<u>-</u>	<u>2,197,220</u>	<u>2,623,877</u>
Value added received through transfer					
Profit loss from continuing operations	11.1	164,289	81,108	(426)	(1,635)
Profit (loss) from discontinued operations	1.1 (a)	(28,539)	(4,966)	(28,539)	(4,966)
Finance income		12,011	-	641,568	270,714
		<u>147,761</u>	<u>76,142</u>	<u>612,603</u>	<u>264,113</u>
		<u>146,566</u>	<u>76,142</u>	<u>2,809,823</u>	<u>2,887,990</u>
Total value added to distribute					
Distribution of value added					
Personnel and payroll taxes	29	4,149	-	1,058,436	1,200,282
Federal taxes		624	-	380,210	311,466
State taxes		210	-	280,497	213,029
Municipal taxes		1	-	59,300	68,853
Interest and bank fees		29,167	-	864,476	854,270
Leases	29	-	-	29,192	47,065
Retained earnings for the period		112,415	76,142	137,712	193,025
		<u>146,566</u>	<u>76,142</u>	<u>2,809,823</u>	<u>2,887,990</u>

1. Reporting entity

Simpar S.A. (“Company” or “Parent company”) is a publicly-traded corporation, with its headquarters at Rua Dr. Renato Paes de Barros Street 1.017, 10th floor, 101 - Itaim Bibi - São Paulo, and has its shares traded on B3 S.A. – Brasil, Bolsa, Balcão (“B3”) under the ticker SIMH3, and controlled by JSP Holding.

On August 5, 2020, as disclosed in a Material Fact, at an extraordinary general meeting, the corporate restructuring of JSL and its subsidiaries was approved, separating from JSL S.A. the assets not related to logistics operations, including investments in subsidiaries and liabilities, which were transferred to Simpar S.A., which became the Group's holding company.

The Company and its subsidiaries (collectively referred to as “Simpar Group”) operate in six main segments:

(i) JSL: road transportation of cargo, dedicated road freight logistics, commodities logistics, internal logistics, urban distribution, storage and charter;

(ii) Movida: lease of light vehicles in the retail through the ‘Movida’ brand stores, light vehicles fleet management to the private sector. As consequence and aiming at the development of the leasing activities, Movida constantly renews its fleet, replacing used vehicles with new vehicles;

(iii) Vamos: rental and fleet management of trucks, machinery and equipment, sale of new and used trucks, new and used machinery and equipment, parts, accessories and providing mechanical, bodywork and painting services. At the end of the contracts, vehicles and machines returned by customers are decommissioned and sold;

(iv) CS Brasil: management and outsourcing of fleets of light and heavy vehicles to the public sector, municipal passenger transport and urban cleaning. At the end of the contracts, vehicles and machines returned by customers are decommissioned and sold;

(v) Original Concessionárias: sale of new and used light vehicles, parts, machinery and accessories, providing mechanical services, bodywork and painting services, and brokerage services for automotive insurance sales;

(vi) BBC: lease transactions for the purchase of vehicles and equipment defined by Law 6,099/74, and card issuance and management.

The Simpar Group also has entities located abroad used as a vehicle for raising funds for financial resources for the issuance of Senior Notes (Bonds), other legal entities with non-relevant operations not allocated in any of the segments, in addition to the treasury segments and holding of investments and equity interests and management of the Simpar Group. These activities are allocated in note 3, Segment information, as Holding and other activities.

The Company also owned the operations of subsidiaries Ciclus and Ribeira. These operations were discontinued, in connection with the restructuring mentioned in note 1.1.1.a.

1.1 Main events occurred in the nine-month period ended September 30, 2020

a) Restructuring and discontinued operations

During 2019, the Company decided to continue its corporate restructuring, which is part of its strategy of generating value through the segregation of its activities in dedicated companies, as occurred with Movida Participações S.A. (“Movida”) and Vamos Locação de Caminhões, Máquinas e Equipamentos S.A. (“Vamos”). This strategy also allows each company to better position itself strategically when it starts to operate with its own management, with an independent budget, greater agility and focus exclusively on its business segment. In turn, the direct subsidiaries “Ciclus” and “Ribeira” were transferred to another corporate structure.

In a meeting on January 21, 2020, the shareholders approved and on July 13, 2020 they carried out the segregation of equity interests held in Ribeira and Ciclus, and of other assets and liabilities not related to JSL, through a spin-off of capital.

The book net assets from the spin-off of capital were appraised by a specialized company as of May 31, 2020, resulting in the following movement:

	09/30/2020		
	Simpar Parent company 05/31/2020	Spun-off assets	Simpar after spin-off
Cash and cash equivalents	9,886	-	9,886
Recoverable taxes	7,361	-	7,361
Other receivables	1,760	-	1,760
Total current assets	19,007	-	19,007
Related parties	27,937	-	27,937
Investments	904,861	175,034	729,827
Property and equipment	1,715	-	1,715
Total noncurrent assets	934,513	175,034	759,479
Total assets	953,520	175,034	778,486
Loans and borrowings	55,127	-	55,127
Trade payables	122	-	122
Labor liabilities	695	-	695
Dividends payable	15,166	-	15,166
Total current liabilities	71,110	-	71,110
Related parties	13,409	-	13,409
Total noncurrent liabilities	13,409	-	13,409
Total liabilities	84,519	-	84,519
Net assets	869,001	175,034	693,967

Discontinued operation

At December 31, 2019, the investments held by the Parent Company in “Ciclus” and “Ribeira” were reclassified to the “Assets held for distribution to owners of the Company” group. Consequently, the assets, liabilities and profit or loss of these companies are shown in a single account in the consolidated interim financial statements. The same procedure was adopted for the individual and consolidated statements of profit or loss at September 30, 2019, for a better presentation and comparability of the information.

Simpar S.A.
Notes to the interim financial information for the period ended September 30, 2020
In thousands of Brazilian reais, unless otherwise stated

Statement of profit or loss	Consolidated									
	Simpar Treasury		Ribeira		Ciclus		Eliminations		Total	
	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019
Net revenue	-	-	15,275	22,274	139,268	191,941	(52,148)	(65,351)	102,395	148,864
Costs	-	-	(3,582)	(2,549)	(96,513)	(163,261)	36,873	43,077	(63,222)	(122,733)
Gross profit	-	-	11,693	19,725	42,755	28,680	(15,275)	(22,274)	39,173	26,131
Administrative expenses	(3,602)	(4,924)	(3,485)	(3,347)	(6,536)	(8,165)	15,275	22,274	1,652	5,838
Equity results from subsidiaries	-	-	(11)	-	-	-	-	-	(11)	-
Other operating income, net	(5,368)	100	-	-	158	2,005	-	-	(5,210)	2,105
Finance costs, net	(1,782)	(3,959)	(25,206)	(7,751)	(38,095)	(23,363)	-	-	(65,083)	(35,073)
Profit (loss) before taxes from discontinued operations	(10,752)	(8,783)	(17,009)	8,627	(1,718)	(843)	-	-	(29,479)	(999)
Income tax and social contribution (current and deferred)	-	-	406	(3,702)	534	(265)	-	-	940	(3,967)
Profit (loss) from discontinued operations	(10,752)	(8,783)	(16,603)	4,925	(1,184)	(1,108)	-	-	(28,539)	(4,966)

Accounting policy

A discontinued operation is a component of a JSL business, the operations and cash flows of which can be clearly distinguished from the rest of JSL and which:

- represents a separate major line of business or geographic area of operations;
- is part of a single coordinated plan to dispose of a separate major line of business or geographic area of operations; or
- is a subsidiary acquired exclusively with a view to resale.

Classification as a discontinued operation occurs at the earlier of disposal or when the operation meets the criteria to be classified as held- for- sale.

When an operation is classified as a discontinued operation, the comparative statements of profit or loss and of comprehensive income are restated as if the operation had been discontinued from the beginning of the comparative period.

b) Corporate restructuring

On August 5, 2020, at an Extraordinary General Meeting, the Simpar Group's corporate restructuring, announced on April 1, 2020, was approved and disclosed through a material fact.

- (i) The incorporation of shares of subsidiary JSL, was approved, at the ratio of one (1) incorporated share held by non-controlling shareholders to one (1) share of Simpar, maintaining for all shareholders the same equity interest previously held in JSL. At that time, the Company replaced JSL as a company listed on the New Mercado segment, a special segment of B3, still trading on the JSLG3 ticker, which was changed to SIMH3 as of September 18, 2020
- (ii) On the same date, the spin-off of JSL S.A. was approved, followed by the incorporation into the Company of the net assets comprising assets and liabilities originating from operations considered not related to logistics, including equity interests held in Movida, Vamos, CS Brasil Participações e Locações Ltda., Original Veículos Ltda. and BBC Condomínio Mercantil S.A., as well as borrowings and debentures payable. As a result, JSL became a company focused on its exclusive operating activities of logistics.

The net assets for purposes of the spin-off were appraised by a specialized company on June 30, 2020, resulting in the following movement:

	JSL S.A.	Spun-off assets	JSL after spin-off	Simpar after merger
Cash and cash equivalents	393,331	87,280	306,051	87,280
Marketable securities and financial investments	2,128,965	1,154,195	974,770	1,154,195
Trade receivables	613,147	-	613,147	-
Dividends receivable	21,297	20,977	320	20,977
Other current assets	624,606	33,376	591,230	33,376
Total current assets	3,781,346	1,295,828	2,485,518	1,295,828
Derivative financial instruments	369,016	333,936	35,080	333,936
Investments	2,588,483	2,534,320	54,163	2,921,001
Property and equipment	1,562,194	75,293	1,486,901	75,293
Intangible assets	258,047	-	258,047	-
Other noncurrent assets	187,861	42,966	144,895	42,966
Total noncurrent assets	4,965,601	2,986,515	1,979,086	3,373,196
Total assets	8,746,947	4,282,343	4,464,604	4,669,024
Trade payables	99,205	-	99,205	-
Loans and borrowings	203,790	84,735	119,055	84,735
Debentures	365,987	51,896	314,091	51,896
Leases payable	38,947	-	38,947	-
Right-of-use lease	26,480	-	26,480	-
Other current liabilities	249,761	9,293	240,468	9,293
Total current liabilities	984,170	145,924	838,246	145,924
Loans and borrowings	4,162,360	2,522,182	1,640,178	2,522,182
Debentures	1,743,367	571,262	1,172,105	571,262
Leases payable	54,345	-	54,345	-
Right-of-use lease	162,297	-	162,297	-
Other noncurrent liabilities	237,924	24,294	213,630	24,294
Total noncurrent liabilities	6,360,293	3,117,738	3,242,555	3,117,738
Total liabilities	7,344,463	3,263,662	4,080,801	3,263,662
Capital	706,459	611,728	94,731	712,826
Capital reserve	20,223	20,223	-	166,296
Treasury shares	(38,247)	-	(38,247)	-
Earnings reserve	310,426	-	310,426	183,191
Other comprehensive income	32,690	103,001	(70,311)	12,471
Equity valuation adjustment	376,821	(3,031)	379,852	336,466
Other changes from subsidiaries	(5,888)	286,760	(292,648)	(5,888)
Total equity	1,402,484	1,018,681	383,803	1,405,362
Total liabilities and equity	8,746,947	4,282,343	4,464,604	4,669,024

The Restructuring is part of the Simpar Group's strategy to generate value through the segregation of its activities in dedicated companies.

During the process, the transfer to the Company of certain debts and debentures obtained by the Parent Company JSL was negotiated with banks and creditors to encourage and support the growth of subsidiaries from operations not related to logistics. Other debts and debentures, although obtained for the same purpose, were not transferred, since they were not approved by the creditors. These obligations were defined as part of the subsidiary JSL's treasury operations.

c) Restricted offering of shares

According to a material fact disclosed to the market, on September 9, 2020, the subsidiary JSL concluded the initial public offering of common shares of its issue, with restricted placement efforts, pursuant to CVM Instruction 476 ("Restricted Offer"), after the conclusion of the corporate restructuring mentioned in note 1.1.1 (a), when it became a wholly-owned subsidiary of Simpar.

The primary offer consisted of the primary public distribution of 72,255,762 new Shares issued by the Company, subscribed and paid up for R\$ 9.60 and, on September 10, 2020, JSL shares started to be traded on B3 under the ticker JSLG11, changed on November 11, 2020 to JSLG3.

The total amount raised was R\$ 674,966, less the IPO costs of R\$ 18,689, which were deducted directly from the Share capital account. As a result, the Company recorded an equity gain calculated between the capitalization amount and the cost of its residual interest already diluted on the offering, recorded in a special capital reserve account in the amount of R\$ 408,352.

d) Acquisition of companies by the subsidiary JSL

(i) Fadel Holding Ltda. ("Fadel")

According to a relevant fact disclosed to the market, on August 3, 2020, a purchase and sale agreement was signed with purpose of the acquisition of Fadel Holding Ltda. ("Fadel") by the Company.

Fadel operates in the sectors of beverage, food, consumer goods and initiated activities in electronic commerce (e-commerce), with a fleet of more than 1,600 operating assets of its own (including trucks, mechanical horses, trucks and light commercial vehicles) and having 25 branches in Brazil and 4 units in Paraguay.

The Company acquired 75% of the shares issued by Fadel for the price of R \$ 159.375, half of which was paid in cash and the other half in 6 months. Such price may be increased by R \$ 13.750 if Fadel reaches certain goals in 2020. The Company will have the right to acquire, as from the 3rd year, and the current partner of Fadel will have the right to sell to the Company, from the 5th year, the remaining shares of Fadel's capital, at a price to be determined according to the contract.

At the Company's discretion, the purchase price of the remaining portion may be paid in cash or in shares issued by the Company, using the market value of JSL's shares as a reference.

On September 29, 2020, pursuant to the material fact disclosed to the market, the General Superintendence of the Administrative Council for Economic Defense ("CADE") approved, without restrictions, under the Antitrust Case 08700.003915/2020-43, the Company's acquisition of 75% of the shares issued by Fadel. The decision of CADE is final and unappealable.

Until the approval of this interim accounting information, the process continues to be in compliance with certain precedent conditions, such as the fulfillment of due diligence, obtaining consent and corporate restructuring of the acquired companies, for the closing and definitive transfer of interests and control of the respective companies.

(ii) TransMoreno Transporte e Logística Ltda.

On October 30, 2020, as disclosed in a material fact and mentioned in Note 32.1, with the approval of the Administrative Council for Economic Defense (CADE), a transaction closing agreement was signed and concluded the acquisition of Moreno Holding Ltda., Parent company of TransMoreno Transporte e Logística Ltda. (Jointly "TransMoreno").

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The Company acquired 100% of TransMoreno's equity interest for the price of R\$ 310 million, of which R\$ 131 million was paid in cash and the remaining balance in semiannual installments over 5 years. Such price may be increased by R\$ 10 million if TransMoreno reaches certain targets regarding changes in net working capital by the end of 2024.

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1.2 List of interests in subsidiaries and associates

The Company's equity interests in its subsidiaries and associates at the end of the reporting period are as follows:

Corporate name	Headquarter country	Segment	09/30/2020		12/31/2019	
			Direct %	Indirect %	Direct %	Indirect %
JSL S.A. ("JSL")	Brazil	JSL	73.59	0.00	55.34	0.00
Agrolog Transportadora de Cargas em Geral Ltda. ("Agrolog Transportadoras") (i)	Brazil	JSL	0.00	73.59	0.00	55.34
Medlogística Prestação de Serviços de Logística S.A. ("Medlogística")	Brazil	JSL	0.00	73.59	0.00	55.34
Quick Armazéns Gerais - Eireli - ME ("Quick Armazéns")	Brazil	JSL	0.00	73.59	0.00	55.34
Quick Logística Ltda. ("Quick Logística")	Brazil	JSL	0.00	73.59	0.00	55.34
Riograndense Navegação Ltda. ("Riograndense") (i)	Brazil	JSL	0.00	73.59	0.00	55.34
Sinal Serviços de Integração Industrial Ltda. ("Sinal Serviços") (i)	Brazil	JSL	0.00	73.59	0.00	55.34
Yolanda Logística Armazém Transportes e Serviços Gerais Ltda. ("Yolanda")	Brazil	JSL	0.00	73.59	0.00	55.34
Movida Participações S.A. ("Movida Participações")	Brazil	Movida	55.11	-	0.00	30.50
Movida Locação de Veículos Premium Ltda. ("Movida Premium")	Brazil	Movida	-	55.11	0.00	30.50
Movida Locação de Veículos S.A. ("Movida Locação")	Brazil	Movida	-	55.11	0.00	30.50
Vamos Locação de Caminhões, Máquinas e Equipamentos S.A. ("Vamos")	Brazil	Vamos	99.99	0.01	0.00	55.34
Vamos Máquinas S.A. ("Vamos Máquinas")	Brazil	Vamos	-	100.00	0.00	55.34
Vamos Seminovos S.A. ("Vamos Seminovos")	Brazil	Vamos	-	100.00	0.00	55.34
Vamos Comércio de Máquinas Linha Amarela Ltda. ("Vamos Linha Amarela")	Brazil	Vamos	-	100.00	0.00	55.34
Borgato Serviços Agrícolas S.A. ("Borgato Serviços")	Brazil	Vamos	-	100.00	0.00	55.34
Transrio Caminhões, Ônibus, Máquinas e Motores Ltda. ("Transrio")	Brazil	Vamos	-	100.00	0.00	55.34
CS Brasil Participações e Locações Ltda. ("CS Brasil Participações")	Brazil	CS Brasil	99.99	0.01	0.00	55.34
CS Brasil Transportes de Passageiros e Serviços Ambientais Ltda. ("CS Brasil Transportes")	Brazil	CS Brasil	-	100.00	0.00	55.34
CS Brasil Frotas Ltda. ("CS Brasil Frotas")	Brazil	CS Brasil	-	100.00	0.00	55.34
BRT Sorocaba Concessionárias	Brazil	CS Brasil	-	49.75	0.00	27.25
Consórcio Sorocaba (ii)	Brazil	CS Brasil	-	50.00	0.00	27.67
Mogipasses Comércio de Bilhetes Eletrônicos Ltda. ("Mogipasses")	Brazil	CS Brasil	99.99	0.01	0.00	55.34
Mogi Mob Transporte de Passageiros Ltda. ("Mogi Mobi")	Brazil	CS Brasil	99.99	0.01	0.00	55.34
TPG Transporte de Passageiros Ltda. ("TPG Transporte")	Brazil	CS Brasil	99.99	0.01	0.00	55.34
Avante Veículos Ltda. ("Avante Veículos")	Brazil	Original Concessionárias	99.99	0.01	0.00	55.34
JSL Corretora e Administradora de Seguros Ltda. ("JSL Corretora")	Brazil	Original Concessionárias	99.99	0.01	0.00	55.34
Original Distribuidora de Peças e Acessórios Ltda. ("Original Distribuidora")	Brazil	Original Concessionárias	99.99	0.01	0.00	55.34
Original Veículos Ltda. ("Original Veículos")	Brazil	Original Concessionárias	99.99	0.01	0.00	55.34
Ponto Veículos Ltda. ("Ponto Veículos")	Brazil	Original Concessionárias	99.99	0.01	0.00	55.34
JSL Arrendamento Mercantil S.A. ("JSL Arrendamento")	Brazil	BBC	-	100.00	0.00	55.34
JSL Holding Financeira Ltda. ("JSL Holding")	Brazil	BBC	100.00	-	0.00	55.34
BBC Pagamentos Ltda. ("BBC Pagamentos")	Brazil	Holding and other	99.99	0.01	0.00	55.34
JSL Empreendimentos Imobiliários Ltda. ("JSL Empreendimentos")	Brazil	Holding and other	99.99	0.01	0.00	55.34
JSL Europe	Luxembourg	Holding and other	100.00	-	0.00	55.34
JSL Finance S.a.r. ("JSL Finance")	Luxembourg	Holding and other	100.00	-	0.00	55.34
Ciclus Ambiental do Brasil S.A. ("Ciclus") (iii)	Brasil	Holding e demais	-	-	100.00	-
Ribeira Empreendimentos Imobiliários Ltda. ("Ribeira") (iii)	Brasil	Holding e demais	-	-	100.00	-

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- (i) Company in pre-operational phase or dormant;
- (ii) The indirect subsidiary CS Brasil Transportes proportionally consolidates in its balance sheet the percentage of its 50% interest in Consórcio Sorocaba.
- (iii) These investments were discontinued as a result of the corporate restructuring mentioned in note 1.1. (a).

1.3 Situation due to COVID-19

On January 30, 2020, the World Health Organization (WHO) declared a global state of emergency due to the spread of COVID-19. On March 11, 2020, it declared COVID-19 as a pandemic outbreak. From March 2020 to September 30, 2020, government authorities in various jurisdictions imposed confinement or other restrictions to contain the virus, causing the suspension or reduction of business activities in various sectors of the economy. The final impact on the global economy and financial markets is expected with a contraction in the Gross Domestic Products - GDP of most countries, and in Brazil a decrease of 4.81% in GDP is expected, according to the Central Bank of Brazil's Focus bulletin of September 25, 2020.

In Brazil, the main market in which the Simpar Group operates, the restriction measures included the closing of part of the trade and services considered as non-essential.

Management created a multidisciplinary crisis management committee specific to deal with the COVID-19 issue, and through this committee the evolution of the crisis is monitored on a daily basis, applying actions in line with WHO guidelines highlighting the following aspects:

a. Care for employees

Adoption of work on a home office basis for part of employees, including people over 60 years old and others that are considered as a risk group, flexible entry and exit times to avoid agglomeration of employees during their circulation in the offices of companies of Simpar Group; adaptation of physical facilities to ensure bigger spacing between people facilitate their circulation; availability of vehicles for employees who use public transport; collective vacations and use of the hour bank; and the introduction of massive cleaning, sterilization and physical sanitation routines for furniture and building premises. A plan for the gradual return of employees to their bases was established, preserving those considered as a risk group.

In addition, to ensure the security of information in the Simpar Group's systems and network environment, given the adoption of teleworking, a committee was created to assess the risks of unauthorized access and data collection, and thus define and implement actions to mitigate them.

b. Support to communities

Provision of its structure and operations in support of the communities where the Company is present, mainly by donating essential and basic products to families, logistics services for circulation and delivery of donations received from government institutions.

Additionally, the Simpar Group continues with its initiatives and projects linked to socio-environmental programs.

c. Economic and financial impacts

Most of the Simpar Group's activities are considered essential, which, therefore, are kept operating, such as road freight transport, urban distribution, vehicle rental, outsourcing of fleets of light and heavy vehicles used in the provision of essential services, such as agribusiness, basic services, and government institutions. Therefore, these activities kept their operations in full service.

The Simpar Group has solid financial condition sufficient to overcome the crisis already presents recovery of its revenues at pre-crisis levels:

- (i) The economic and financial situation
 - Positive current liquidity, that is, current assets greater than current liabilities of 11 times in Parent company and 2.6 times in Consolidated, and a positive quick ratio, that is, cash balance, cash equivalents, marketable securities, financial investments and short-term derivative financial instruments greater than current liabilities by 10 times in the Parent company and 1.9 times in the Consolidated.

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- Most of the services provided, mainly in the logistics and fleet outsourcing segments, are supported long-term agreements, ensuring more than 53% of the Simpar Group's revenue.

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- Implementation of cost reduction programs to adapt the cost structure according to changes in revenue and its cash generation, monitored on a daily basis.

(ii) Impairment testing of financial assets

The Simpar Group reviewed its financial assets, including trade receivables, to assess the need to set up additional impairment provisions. This testing was conducted considering the credit risk and current default situation known to date. For financial assets held with financial institutions, mark-to-market was made and the impacts were recognized in profit or loss.

For trade receivables, as a result of the analysis, there was no need to set up additional provisions in the JSL, CS Brasil, Vamos, Original and BBC segment. For Movida, an additional impairment provision of R\$ 50,304 was set up, totaling the expense for the nine-month period ended September 30, 2020 of R\$ 85,626 in Consolidated (R\$ 20,309 at September 30, 2019), as mentioned in note 7.1.

(iii) Impairment testing of non-financial assets

In prior quarters, Simpar Group analyzed its non-financial assets, which are concentrated in inventories, assets held for sale, property and equipment and intangible assets.

As a result, no provision for any of the related assets was identified, except for the segment Movida, which recorded an allowance for the impairment of assets at March 31, 2020, and the balances at September 30, 2020 are as follows:

	Carrying amount 03/31/2020	Provision balance as at 09/30/2020
Assets held for sale	(97.855)	(52.542)
Property and equipment	(97.539)	(31.038)
Total provision recognized	(195.394)	(83.580)
Deferred income tax and social contribution	66.434	28.417
Net impact on profit or loss for the period	(128.960)	(55.163)

As a result of the sale of these assets, a portion of R\$ 90,714 of the provision was consumed and, therefore, written off with the cost of sale.

The assumptions used in the respective analyses are described in notes 9 - assets held for sale, 12 - Property and equipment and 13 - Intangible assets.

Management updated its analysis and understands that as of September 30, 2020 there are no indications of impairment of the Simpar Group's assets.

(iv) Analysis of recovery of deferred income tax and social contribution

The Simpar Group has updated their deferred income tax and social contribution recovery studies, considering the possible impacts to be measured and future forecasts with the ratios known to date. Based on these analyses, it was not necessary to derecognize or record provisions on the balances recorded at September 30, 2020.

(v) Concessions announced by municipal, state and federal governments

Municipal, state and federal governments have announced several measures to combat the negative impacts of COVID-19. Principally, the Federal Government, issued provisional measures, decrees, and laws granting discounts and extensions of payments of taxes and social contributions. The Simpar Group partially adhered to these programs, so it is paying part of these taxes as usual and part of some contributions will be paid according to the special schedule established by the Federal Government. All related accounting effects are properly reflected in the interim financial information as taxes payable and respective expenses in the results for the nine-month period ended September 30, 2020.

(vi) Analysis of benefits in right-of-use leases - CPC 6 (R2) / IFRS 16 - Arrendamentos

As a result of the crisis, the Simpar Group negotiated discounts on its lease agreements, in the amount of R\$ 6,004 in the Consolidated, in addition to certain maturity extensions.

Pursuant to resolution 859 issued by the Brazilian Securities and Exchange Commission (CVM) and with the Revision of Technical Pronouncements 16/2020 issued by the Brazilian Accounting Pronouncements Committee (CPC), Management evaluated these concessions and elected to adopt the practical expedient and not treat these benefits as modification of the respective lease agreements.

The discounts obtained were recognized directly in profit or loss for the nine-month period ended September 30, 2020.

Management continues to constantly assess the evolution of the crisis, and also considers: (i) the stage of spread of the virus in Brazil (ii) it is a new and unprecedented event, never seen in contemporary world history; and (iii) all municipal, state and federal governments still continue to announce and test actions to combat, close and reopen trade in general, which makes it uncertain how many measures will be adopted and the their extent.

Therefore, it assesses that any necessary adjustments may be necessary in the future in order to address the impacts that may occur.

2. Basis of preparation and presentation of the individual and consolidated interim financial information.

2.1 Statement of compliance (with regard to International Financial Reporting Standards - IFRS and standards from the Accounting Pronouncements Committee - CPC)

The interim financial information has been prepared in accordance with IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) and CPC 21 (R1) – Interim Financial Reporting and presented according to the standards issued and approved by the CVM, applicable to the preparation of Interim Financial Information - ITR.

The interim financial information contains selected explanatory notes that explain significant events and transactions, which allow the understanding of the changes occurred in the Simpar Group's financial position and performance since its last individual and consolidated annual financial statements. Therefore, this interim financial information should be read in conjunction with the Company's financial statements for the year ended December 31, 2019, published on June 5, 2020.

All significant information in the interim financial information, and only this information, is being disclosed and corresponds to that used by Management in its activities.

The issuance of this interim financial information was approved and authorized by the Board of Directors on November 12, 2020.

2.2 Statement of value added ("DVA")

The preparation of the individual and consolidated statements of value added (DVA) is required by the Brazilian corporate legislation and the accounting practices adopted in Brazil applicable to listed companies.

The international financial reporting standards ("IFRS") do not require the presentation of such statement. Accordingly, under the IFRS this statement is presented as supplementary information, and not as part of the set of interim financial information.

2.3 Use of estimates and judgments

In preparing this interim financial information, Management has made judgments, estimates and assumptions that affect the application of Company's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

The significant judgments made by Management during the application of JSL's accounting policies and the information about uncertainties related to assumptions and estimates that have a significant risk of resulting in a material adjustment are the same as those disclosed in the latest individual and consolidated annual financial statements.

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3 Segment information

The segment information is presented in relation to the Group business, which were identified based on the management structure and internal managerial information utilized by the Group chief decision-makers, see note 1.

The results per segment, as well as the assets and liabilities, consider the items directly attributable to the segment, as well as those that may be allocated on reasonable bases.

No customer accounted for more than 10% of the net revenue for the nine-month periods ended September 30, 2020 and 2019.

In the nine-month period ended September 30, 2020, there are two customers with revenue greater than 10%, the greatest corresponds to 12.4% of the net revenue from services, or R\$ 232,300 and the second with 11.0% of the net revenue from services, or R\$ 204,900. In 2019 there was only one customer corresponding to 15.3% of the net revenue from services, or R\$ 339,200.

The segment information for the nine-month periods ended September 30, 2020 and 2019 is presented below:

									09/30/2020
	JSL	Movida	Vamos	CS Brasil	Original Concessionárias	BBC	Holding and other	Eliminations	Consolidated
Net revenue from sale, lease, services rendered and sale of decommissioned assets	2,008,655	3,094,558	1,089,927	605,034	419,535	33,854	-	(94,401)	7,157,162
(-) Cost of sales, leases and services rendered	(1,658,988)	(641,019)	(599,076)	(342,339)	(345,329)	(8,077)	-	6,634	(3,588,194)
Cost of sales of decommissioned assets	(139,744)	(1,824,049)	(123,314)	(108,662)	(3,120)	-	-	79,533	(2,119,356)
(=) Gross profit	209,923	629,490	367,537	154,033	71,086	25,777	-	(8,234)	1,449,612
Selling expenses	(14,243)	(155,852)	(46,560)	(2,043)	(22,301)	(228)	(8,309)	13,623	(235,913)
Administrative expenses	(89,773)	(138,529)	(64,960)	(27,799)	(41,821)	(8,486)	(24,257)	3,644	(391,981)
(Provision) reversal of expected credit losses ("impairment") of trade receivables	(7,557)	(69,533)	(1,164)	(1,750)	609	(6,235)	-	4	(85,626)
Provision for impairment of non-financial assets	-	(195,394)	-	-	-	-	-	-	(195,394)
Other operating income (expenses), net	40,827	(54,036)	11,750	643	1,786	183	(1,255)	(4,081)	(4,183)
Equity results from investees	-	-	-	(426)	-	-	-	-	(426)
Operating profit (loss) before finance income (costs) and taxes	139,177	16,146	266,603	122,658	9,359	11,011	(33,821)	4,956	536,089
Finance income									641.568
Finance costs									(864.476)
Profit before income tax and social contribution from continuing operations									313.181
Income tax and social contribution									(146.930)
Profit for the period from continuing operations									166.251
Discontinued operations									
Loss after taxes from discontinued operations									(28,539)
Loss from discontinued operations									(28,539)
Profit for the period									137.712
Total assets per segment at 09/30/2020	4.186.746	7.734.620	3.496.205	2.138.091	346.144	263.277	8.825.282	(4.216.169)	22.774.196
Total liabilities per segment at 09/30/2020	3.116.941	5.517.359	2.983.907	1.675.084	166.605	161.121	7.020.362	(932.767)	19.708.612
Depreciation and amortization at 09/30/2020	(170.860)	(327.755)	(194.850)	(122.388)	(12.918)	(377)	(8.696)	-	(837.844)

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	09/30/2019								
	JSL	Movida	Vamos	CS Brasil	Original Concessionárias	BBC	Holding and other	Eliminations⁽¹⁾	Consolidated
Net revenue from sale, lease, services rendered and sale of decommissioned assets	2,319,131	2,729,498	888,875	639,666	607,148	29,094	-	(159,093)	7,054,319
(-) Cost of sales, leases and services rendered	(1,892,427)	(447,398)	(446,850)	(419,086)	(507,098)	(8,419)	-	30,741	(3,690,537)
Cost of sales of decommissioned assets	(109,517)	(1,625,259)	(143,389)	(102,645)	(5,637)	-	-	116,722	(1,869,725)
(=) Gross profit	317,187	656,841	298,636	117,935	94,413	20,675	-	(11,630)	1,494,057
Selling expenses	(14,262)	(140,022)	(22,355)	(2,777)	(9,241)	(340)	(7,579)	11,021	(185,555)
Administrative expenses	(84,288)	(179,232)	(72,884)	(35,773)	(59,735)	(8,262)	-	(8,020)	(448,194)
(Provision) reversal of expected credit losses ("impairment") of trade receivables	4,849	(18,031)	(3,936)	(296)	(418)	(2,872)	-	395	(20,309)
Provision for impairment of non-financial assets	(2,330)	2,446	15,930	6,531	2,644	148	171	(2,158)	23,382
Other operating income (expenses), net	-	-	-	(1,632)	-	(3)	-	-	(1,635)
Equity results from investees	221,156	322,002	215,391	83,988	27,663	9,346	(7,408)	(10,392)	861,746
Operating profit (loss) before finance income (costs) and taxes									270,714
Finance income									(854,270)
Finance costs									278,190
(=) Profit before income tax and social contribution from continuing operations									(80,199)
Income tax and social contribution									197,991
Profit for the period from continuing operations									
Discontinued operations									
Loss after taxes from discontinued operations									53,732
Loss from discontinued operations									
Profit for the period									192,823
Total assets per segment at 12/31/2019	3,268,124	7,242,817	3,053,849	2,181,157	345,944	219,324	8,410,701	(3,548,037)	21,173,879
Total liabilities per segment at 12/31/2019	2,354,648	4,941,818	2,563,095	1,768,619	169,263	129,042	7,789,913	(1,092,503)	18,623,895
Depreciation and amortization at 09/30/2019	(171,242)	(174,290)	(174,080)	(102,886)	(11,591)	(969)	(7,837)	-	(642,895)

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	12/31/2019								
	JSL Logística	Movida	Vamos	CS Brasil	Original Concessionárias	BBC	Holding and other	Eliminations	Consolidated
Net revenue from sale, lease, services rendered and sale of decommissioned assets	3,101,978	3,836,044	1,211,508	850,951	821,472	40,031	-	(175,775)	9,686,209
(-) Cost of sales, leases and services rendered	(2,527,961)	(759,290)	(593,774)	(558,867)	(688,206)	(11,295)	-	36,747	(5,102,646)
(-) Cost of sales of decommissioned assets	(161,250)	(2,137,145)	(204,633)	(139,194)	(6,611)	-	-	124,653	(2,524,180)
(=) Gross profit	412,767	939,609	413,101	152,890	126,655	28,736	-	(14,375)	2,059,383
Selling expenses	(17,855)	(205,806)	(52,807)	(3,658)	(16,460)	(340)	(58,735)	62,554	(293,107)
Administrative expenses	(114,375)	(231,002)	(80,416)	(31,369)	(89,599)	(11,697)	(4,863)	(7,777)	(571,098)
(Reversal) provision for expected credit losses ("impairment") of trade receivables	2,916	(23,308)	(6,024)	(1,246)	(944)	(3,921)	-	-	(32,527)
Provision for impairment of non-financial assets	530	(11,305)	18,799	22,262	2,990	271	(3,618)	7,786	37,715
Other operating income (expenses), net	-	-	-	(1,201)	-	-	-	-	(1,201)
Equity results from investees	283,983	468,188	292,653	137,678	22,642	13,049	(67,216)	48,188	1,199,165
Operating profit (loss) before finance income and costs and taxes									
Finance income									365,336
Finance costs									(1,133,375)
Profit before income tax and social contribution from continuing operations									431,126
Income tax and social contribution									(112,501)
Profit for the period from continuing operations									318,625
Discontinued operations									
Profit after taxes from discontinued operations									(5,662)
Profit from discontinued operations									(5,662)
Profit for the period									312,963
Total assets per segment at 12/31/2019	3,125,916	7,242,817	3,053,849	2,181,157	345,944	219,324	7,647,264	(3,548,037)	20,268,234
Total liabilities per segment at 12/31/2019	2,914,584	4,941,818	2,563,095	1,768,619	169,263	129,042	6,488,983	(1,092,503)	17,882,901
Depreciation and amortization at 12/31/2019	(228,719)	(278,371)	(234,971)	(142,096)	(14,968)	(732)	(16,887)	-	(916,744)

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									03/31/2020
	JSL	Movida	Vamos	CS Brasil	Original	BBC	Holding and	Eliminations	Consolidated
	Logística				Concessionárias		other		
Net revenue from sale, lease, services rendered and sale of decommissioned assets	693,778	1,011,166	295,512	211,810	180,671	11,549	-	(47,593)	2,356,893
(-) Cost of sales, leases and services rendered	(587,979)	(233,877)	(141,667)	(119,413)	(150,430)	(3,295)	-	2,584	(1,234,077)
(-) Cost of sales of decommissioned assets	(37,986)	(525,065)	(44,408)	(40,070)	(1,469)	-	-	42,073	(606,925)
(=) Gross profit	67,813	252,224	109,437	52,327	28,772	8,254	-	(2,936)	515,891
Selling expenses	(3,994)	(58,200)	(13,782)	(879)	(9,385)	(182)	(13)	974	(85,461)
Administrative expenses	(31,874)	(53,293)	(20,860)	(8,694)	(17,357)	(2,634)	(4,017)	-	(138,729)
(Reversal) provision for expected credit losses ("impairment") of trade receivables	(3,670)	(57,368)	(88)	(1,014)	727	(1,504)	-	-	(62,917)
Provision for impairment of non-financial assets		(195,394)							(195,394)
Other operating income (expenses), net	20,995	(15,783)	4,965	(3)	(441)	138	(4,845)	1,962	6,988
Equity results from investees	139	-	-	(210)	-	-	-	-	(71)
Operating profit (loss) before finance income and costs and taxes	49,409	(127,814)	79,672	41,527	2,316	4,072	(8,875)	-	40,307
Finance income									202,508
Finance costs									(372,691)
Profit before income tax and social contribution from continuing operations									(129,876)
Income tax and social contribution									43,599
Profit for the period from continuing operations									(86,277)
Discontinued operations									
Loss after taxes from discontinued operations									(31,360)
Profit from discontinued operations									(31,360)
Loss for the period									(117,637)
Total assets per segment at 03/31/2020	3,661,867	7,290,565	3,185,959	1,979,151	347,129	251,703	8,366,123	(3,525,612)	21,556,885
Total liabilities per segment at 03/31/2020	2,436,349	5,110,922	5,110,922	1,550,116	170,205	159,434	8,303,913	(3,587,657)	19,254,204
Depreciation and amortization at 03/31/2020	(61,004)	(107,222)	(59,088)	(41,101)	(4,166)	(181)	(2,919)	-	(275,681)

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									06/30/2020
	JSL Logística	Movida	Vamos	CS Brasil	Original Concessionárias	BBC	Holding and other	Eliminations	Consolidated
Net revenue from sale, lease, services rendered and sale of decommissioned assets	1,275,422	2,058,990	625,378	395,520	243,550	22,151	-	(66,894)	4,554,117
(-) Cost of sales, leases and services rendered	(1,089,254)	(421,691)	(322,435)	(227,446)	(200,326)	(5,517)	-	4,483	(2,262,186)
(-) Cost of sales of decommissioned assets	(68,416)	(1,227,249)	(77,346)	(63,389)	(2,360)	-	-	56,252	(1,382,508)
(=) Gross profit	117,752	410,050	225,597	104,685	40,864	16,634	-	(6,159)	909,423
Selling expenses	(8,806)	(102,937)	(27,510)	(1,417)	(15,022)	(210)	(6,351)	9,069	(153,184)
Administrative expenses	(60,639)	(93,218)	(41,787)	(18,995)	(28,187)	(5,601)	(8,112)	6	(256,533)
(Reversal) provision for expected credit losses ("impairment") of trade receivables	(7,213)	(63,268)	-	(1,535)	627	(3,949)	-	-	(75,338)
Provision for impairment of non-financial assets	-	(195,394)	-	-	-	-	-	-	(195,394)
Other operating income (expenses), net	34,721	(33,234)	8,869	2,356	1,797	103	(1,686)	(2,372)	10,554
Equity results from investees	-	-	-	(698)	-	-	-	-	(698)
Operating profit (loss) before finance income and costs and taxes	75,815	(78,001)	165,169	84,396	79	6,977	(16,149)	544	238,830
Finance income	-	-	-	-	-	-	-	-	459,918
Finance costs	-	-	-	-	-	-	-	-	(527,085)
Profit before income tax and social contribution from continuing operations	-	-	-	-	-	-	-	-	171,663
Income tax and social contribution	-	-	-	-	-	-	-	-	(101,366)
Profit for the period from continuing operations	-	-	-	-	-	-	-	-	70,297
Discontinued operations	-	-	-	-	-	-	-	-	-
Loss after taxes from discontinued operations	-	-	-	-	-	-	-	-	(28,293)
Loss from discontinued operations	-	-	-	-	-	-	-	-	(28,293)
Profit for the period	-	-	-	-	-	-	-	-	42,004
Total assets per segment at 06/30/2020	3,787,805	7,460,748	3,586,975	1,981,124	330,892	246,082	8,570,034	(3,360,257)	22,603,403
Total liabilities per segment a 06/30/2020	2,626,239	5,281,474	3,017,753	1,532,993	156,342	152,618	8,328,792	(873,584)	20,222,627
Depreciation and amortization at 06/30/2020	(116,511)	(208,730)	(126,271)	(81,577)	(8,395)	(359)	(5,749)	-	(547,592)

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4. Financial instruments and risk management

4.1 Financial instruments by category

The Group's financial instruments are presented in the following accounting classifications:

Assets, as per the statement of financial position	09/30/2020				Parent company 12/31/2019			
	Assets at fair value through profit or loss	Fair value of hedge instruments	Amortized cost	Total	Assets at fair value through profit or loss	Fair value of hedge instruments	Amortized cost	Total
Cash and cash equivalents	234,465	-	2	234,467	580	-	36	616
Marketable securities and financial investments	1,002,800	-	-	1,002,800	-	-	-	-
Derivative financial instruments	-	420,420	-	420,420	-	-	-	-
Related parties	-	-	29,184	29,184	-	-	48,961	48,961
Other credits	-	-	94,964	94,964	-	-	-	-
	1,237,265	420,420	124,150	1,781,835	580	-	48,997	49,577

Liabilities, as per the statement of financial position	09/30/2020			09/30/2020		
	Liabilities at fair value through profit or loss	Amortized cost	Total	Liabilities at fair value through profit or loss	Amortized cost	Total
Trade payables	-	104	104	-	51	51
Loans and borrowings	-	2,655,453	2,655,453	-	55,297	55,297
Debentures	-	629,022	629,022	-	-	-
Other payables	-	20,550	20,550	-	-	-
Related parties	-	-	-	-	45,531	45,531
	-	3,305,129	3,305,129	-	100,879	100,879

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Assets, as per the statement of financial position	09/30/2020					Consolidated 12/31/2019				
	Assets at fair value through profit or loss	Fair value of hedge instruments	Assets at fair value through other comprehensive income - FVOCI	Amortized cost	Total	Assets at fair value through profit or loss	Fair value of hedge instruments	Assets at fair value through other comprehensive income - FVOCI	Amortized cost	Total
Cash and cash equivalents	619,118	-	-	22,361	641,479	579,643	-	-	12,788	592,431
Marketable securities and financial investments	6,420,908	-	798,567	-	7,219,475	4,464,771	-	717,894	-	5,182,665
Derivative financial instruments	73,406	517,918	-	-	591,324	63,986	606,647	-	-	670,633
Trade receivables	-	-	-	1,844,500	1,844,500	-	-	-	1,843,161	1,843,161
Related parties	-	-	-	-	-	-	-	-	36	36
Other credits	-	-	-	73,910	73,910	-	-	-	53,431	53,431
	7,113,432	517,918	798,567	1,940,771	10,370,688	5,108,400	606,647	717,894	1,909,416	8,342,357

Liabilities, as per the statement of financial position	09/30/2020			09/30/2020		
	Liabilities at fair value through profit or loss	Amortized cost	Total	Liabilities at fair value through profit or loss	Amortized cost	Total
Trade payables	-	1,566,353	1,566,353	-	1,691,764	1,691,764
Floor plan	-	87,426	87,426	-	106,735	106,735
Suppliers financing - car makers	-	269,512	269,512	-	12,051	12,051
Loans and borrowings	1,092,011	9,239,572	10,331,583	-	8,277,336	8,277,336
Debentures	33,349	5,085,053	5,118,402	213,811	5,157,945	5,371,756
Leases payable	-	356,791	356,791	-	401,612	401,612
Right-of-use leases	-	523,489	523,489	-	517,700	517,700
Assignment of receivables	-	13,596	13,596	-	18,128	18,128
Related parties	-	3,800	3,800	-	17,055	17,055
Other payables	-	207,390	207,390	-	336,520	336,520
	1,125,360	17,352,982	18,478,342	213,811	16,536,846	16,750,657

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4.2 Fair value of financial assets and liabilities

A comparison by accounting category of the carrying amount and fair value of the Simpar Group's financial instruments is shown below:

	Parent company			
	Carrying amount		Fair value	
	09/30/2020	12/31/2019	09/30/2020	12/31/2019
Financial assets				
Cash and cash equivalents	234,467	616	234,467	616
Marketable securities and financial investments	1,002,800	-	1,002,800	-
Derivative financial instruments	420,420	-	420,420	-
Related parties	29,184	48,961	29,184	48,961
Other credits	94,964	-	94,964	-
Total	1,781,835	49,577	1,781,835	49,577
Financial liabilities				
Trade payables	104	51	104	51
Loans and borrowings	2,655,453	55,297	2,812,078	55,297
Debentures	629,022	-	634,656	-
Related parties	-	45,531	-	45,531
Other payables	20,550	-	20,550	-
Total	3,305,129	100,879	3,467,388	100,879
	Consolidated			
	Carrying amount		Fair value	
	09/30/2020	12/31/2019	09/30/2020	12/31/2019
Financial assets				
Cash and cash equivalents	641,479	592,431	641,479	592,431
Marketable securities and financial investments	7,219,475	5,182,665	7,219,475	5,182,665
Derivative financial instruments	591,324	670,633	591,324	670,633
Trade receivables	1,844,500	1,843,161	1,844,500	1,843,161
Related parties	-	36	-	36
Other credits	73,910	53,431	73,910	53,431
Total	10,370,688	8,342,357	10,370,688	8,342,357
Financial liabilities				
Trade payables	1,566,353	1,691,764	1,566,353	1,691,764
Floor plan	87,426	106,735	87,426	106,735
Suppliers financing - car makers	269,512	12,051	269,512	12,051
Loans and borrowings	10,331,583	8,277,336	10,505,509	8,285,070
Debentures	5,118,402	5,371,756	5,102,711	5,401,654
Leases payable	356,791	401,612	356,837	402,082
Right-of-use leases	523,489	517,700	523,489	517,700
Assignment of receivables	13,596	18,128	13,596	18,128
Related parties	3,800	17,055	3,800	17,055
Other payables	207,390	336,520	207,390	336,520
Total	18,478,342	16,750,657	18,636,623	16,788,759

The fair values of financial assets and liabilities are measured in accordance with the following categories:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets and liabilities;

Level 2 - Quoted prices in active markets for similar instruments, observable prices for identical or similar instruments in non-active markets and valuation models for unobservable inputs; and

Level 3 - Instruments with unobservable significant inputs. The Simpar Group does not have financial instruments classified in this category.

The table below presents the general classification of financial instruments assets and liabilities measured at fair value, according to the fair value hierarchy:

	Parent company					
	09/30/2020			12/31/2019		
	Level 1	Level 2	Total	Level 1	Level 2	Total

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Assets at fair value through profit or loss
Cash and cash equivalents

Bank deposit certificates ("CDB")	-	150,244	150,244	-	580	580
Lease bills	-	77,587	77,587	-	-	-
Others	-	6,634	6,634	-	-	-

Marketable securities and financial investments
Credit linked notes ("CLN")

Financial Treasury Bills ("LFT")	149,140	-	149,140	-	-	-
National Treasury Bills ("LTN")	197,139	-	197,139	-	-	-
Bank deposit certificates ("CDB")	-	50,000	50,000	-	-	-
Promissory notes	-	606,521	606,521	-	-	-

Derivative financial instruments

Cash flow swap	-	420,420	420,420	-	-	-
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346,279	1,311,406	1,657,685	-	580	580
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Financial liabilities not measured at fair value

Loans and borrowings	-	2,655,453	2,655,453	-	55,297	55,297
Debentures	-	629,022	629,022	-	-	-

-	3,284,475	3,284,475	-	55,297	55,297
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Consolidated

09/30/2020			12/31/2019		
Level 1	Level 2	Total	Level 1	Level 2	Total

Assets at fair value through profit or loss
Cash and cash equivalents

Bank deposit certificates ("CDB")	-	526,104	526,104	-	374,591	374,591
Repurchase agreements	-	2,495	2,495	-	121,092	121,092
Financial bills	-	20,106	20,106	-	63,904	63,904
Units of other funds	3,297	-	3,297	17,455	-	17,455
Others	-	67,116	67,116	-	2,601	2,601

Marketable securities and financial investments

Credit linked notes ("CLN")	-	2,654,517	2,654,517	-	1,925,460	1,925,460
Bank deposit certificates ("CDB")	-	80,115	80,115	-	-	-
Financial Treasury Bills ("LFT")	2,206,324	-	2,206,324	1,736,780	-	1,736,780
National Treasury Bills ("LTN")	1,287,298	-	1,287,298	792,795	-	792,795
Units of funds	10,916	-	10,916	9,080	-	9,080
Others	-	181,738	181,738	656	-	656

Derivative financial instruments

Cash flow swap	-	588,265	588,265	-	669,535	669,535
IDI options	-	3,059	3,059	-	1,098	1,098

3,507,835	4,123,515	7,631,350	2,556,766	3,158,281	5,715,047
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Assets at fair value through other comprehensive income - FVOCI
Marketable securities and financial investments

Sovereign securities (in USD)	507,151	-	507,151	366,709	-	366,709
Corporate securities (in USD)	291,416	-	291,416	351,185	-	351,185

798,567	-	798,567	717,894	-	717,894
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4,306,402	4,123,515	8,429,917	3,274,660	3,158,281	6,432,941
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Liabilities at fair value through profit or loss

Loans and borrowings	-	1,092,011	1,092,011	-	-	-
Debentures	-	33,349	33,349	-	213,811	213,811

-	1,125,360	1,125,360	-	213,811	213,811
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Financial liabilities not measured at fair value

Loans and borrowings	-	9,239,572	9,239,572	-	8,277,336	8,277,336
Debentures	-	5,085,053	5,085,053	-	5,157,945	5,157,945
Leases payable	-	356,791	356,791	-	401,612	401,612

-	14,681,416	14,681,416	-	13,836,893	13,836,893
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-	15,806,776	15,806,776	-	14,050,704	14,050,704
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The valuation techniques used to measure all financial instruments assets and liabilities at fair value include:

- (i) Quoted market prices or quotations from financial institutions or brokers for similar instruments; and

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(ii) Analysis of discounted cash flows.

The curve used in the fair value measurement of agreements indexed to the CDI at September 30, 2020 is as follows:

Interest curve - Brazil

Vertex	1M	6M	1Y	2Y	3Y	5Y	10Y
Rate (p. a) - %	1.91%	2.21%	2.77%	4.16%	5.43%	6.86%	8.29%

Source: B3 at 09/30/2020.

4.3 Financial risk management

The Simpar Group is exposed to credit risk, market risk and liquidity risk on its main financial assets and liabilities. Management manages these risks with the support of a Financial Committee and with the approval of the Board of Directors, which is responsible for authorizing transactions involving any type of derivative financial instrument and any contracts that generate financial assets and liabilities, regardless of the market in which they are traded or registered, whose amounts are subject to fluctuations.

The Simpar Group has a policy of not entering into derivative transactions for speculative purposes. These transactions are used only for protection against fluctuations related to market risks.

a) Credit risk

The credit risk involves the potential default of a counterparty to an agreement or financial instrument, resulting in financial loss. The Simpar Group is exposed to credit risk, mainly in respect of trade receivables, deposits with banks, financial investments and other financial instruments held with financial institutions.

i. Cash and cash equivalents - marketable securities and financial investments

The credit risk associated with balances at banks and financial institutions is managed by the Simpar Group's treasury area, supported by its Financial Committee, in accordance with the guidelines approved by the Board of Directors. The surplus funds are invested only in approved counterparties and within the limit established to each one, in order to minimize the risk concentration, and thus mitigate the financial loss in the event of a potential bankruptcy of a counterparty.

The maximum period considered in the estimate of expected credit loss is the maximum contractual period during which the Simpar Group is exposed to credit risk.

For risk assessment purposes, a local scale ("Br") and a global scale ("G") of credit risk exposure obtained from rating agencies are used, as shown below:

Rating in Local Scale "Br"		Rating in Global Scale "G"	
Nomenclature	Quality	Nomenclature	Quality
Br AAA	Prime	G AAA	Prime
Br AA+, AA, AA-	High Investment Grade	G AA+, AA, AA-	High Investment Grade
Br A+, A, A-	High Average Investment Grade	G A+, A, A-	High Average Investment Grade
Br BBB+, BBB, BBB-	Low Average Investment Grade	G BBB+, BBB, BBB-	Low Average Investment Grade
Br BB+, BB, BB-	Non-Speculative Investment Grade	G BB+, BB, BB-	Non-Speculative Investment Grade
Br B+, B, B-	Non-highly Speculative Investment Grade	G B+, B, B-	Non-highly Speculative Investment Grade
Br CCC	Extremely Speculative Non-Investment Grade	G CCC	Extremely Speculative Non-Investment Grade
Br DDD, DD, D	Non-Speculative Moratorium Investment Grade	G DDD, DD, D	Non-Speculative Moratorium Investment Grade

The Simpar Group's cash quality and maximum exposure to credit risk to cash, cash equivalents, marketable securities and financial investments are as follows:

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	Parent company	Consolidated
	09/30/2020	09/30/2020
Demand and short-term deposits		
Br AAA	2	22,361
Br AA+	156,878	567,663
Br AA	77,587	25,606
Br AA-	-	25,250
	-	599
Total financial investments	234,465	619,118
Total cash and cash equivalents	234,467	641,479
	Parent company	Consolidated
	09/30/2020	09/30/2020
Marketable securities and financial investments		
Br AAA	1,002,800	3,146,033
Br AA	-	437,803
G AAA	-	182,554
G BB+	-	59,313
G BB-	-	3,070,172
G BB	-	323,600
Total marketable securities and financial investments	1,002,800	7,219,475

ii. Trade receivables

The Simpar Group uses a simplified “provision matrix” to calculate the expected credit losses on its trade receivables, based on its experience of historical credit losses. The provision matrix specifies fixed rates for the provision depending on the number of days in which the receivables are falling or overdue and is adjusted for specific customers according to future estimates and qualitative factors observed by Management.

The Simpar Group writes off its financial assets when there is no reasonable expectation of recovery, according to the recoverability study of each Simpar Group company. The receivables written off by the Group continue in the collection process to recover the receivable amount. When there are recoveries, these are recognized in profit or loss for the period.

The Simpar Group recognized an impairment allowance that represents its estimate of expected credit losses on trade receivables, see note 7.

b) Market risk

The market risk involves potential fluctuations in the fair value of future cash flows derived from a given financial instrument in response to changes in its market prices, adversely affecting the Group’s profit or loss or cash flows. Market prices typically involve three types of risks: interest rate risk, exchange rate risk and price risk that may be of commodities, stocks, among others.

The Simpar Group uses derivatives to mitigate these market risks. All these transactions are conducted under the guidelines established by the financial committee, and are approved by the Board of Directors.. The Simpar Group seeks to apply the hedge accounting to manage the volatility of profit or loss.

i. Interest rate risk

Interest rate risk involves potential fluctuation in the fair value of the future cash flows derived from a given financial instrument in response to variations in market interest rates. The Group exposure to risk associated with market interest rate fluctuations relates primarily to cash and cash equivalents, marketable securities and financial investments, loans, borrowings, debentures, leases payable and right-of-use leases, subject to interest rates.

To mitigate part of this exposure, through its subsidiary Vamos, the Group has contracted options on the “Average One-Day Interbank Deposit Rate (IDI) Index” listed on B3. These options act as limiters, ensuring an upper limit of interest rate variation. IDI options are used as a kind of insurance, where the option premium resembles an insurance premium where the Vamos bought rights only. Limiters are contracted for the sole and exclusive purpose of cash flow protection. The sensitivity analysis is presented in note 4.4.

ii. Foreign exchange currency risk

The Simpar Group is exposed to transactional foreign currency risk to the extent that there is a mismatch between the currencies in which loans are denominated and its functional currency. Borrowings are generally denominated in currency equivalent to the cash flows generated by trade operations, mainly in Reais. However, there are also contracts in US dollars ("dollars") and Euro ("Euro"), which have been protected against exchange rate changes by swap instruments, which exchange the indexation of foreign currency and the fixed rate by the Interbank Deposit Certificate -(CDI), limiting exposure to possible losses due to exchange rate changes. The sensitivity analysis is presented in note 4.4.

To manage these risks, at September 30, 2020 and 2019, the Simpar Group had derivative financial instruments (swap contracts and long position of interest rate options) treated as hedge accounting, whose positive variation in their fair values of R\$ 16,826 and R\$ 139,442 in the nine-month period ended September 30, 2020, in Parent company and Consolidated, respectively (as at September 30, 2019, a positive variation of R\$ 33,546 in Consolidated), were recorded in "other comprehensive income". During the same period, no gain or loss on the ineffective portion was recognized. The amounts accumulated in OCI, net of taxes, are reclassified to the statement of profit or loss for the periods when the hedged item affects profit or loss (for example, when the settlement of the hedged item occurs).

On March 18 and between June 24 and 29, 2020, the subsidiary JSL made an early settlement of six foreign exchange hedge swap instruments, with interest rate spread, with a the notional value of USD 463.5 million, receiving the amount net of withholding income tax - IRRF of R\$ 754,268. The hedged debt instruments were settled on the same date and replaced by new instruments under the same conditions as the previous ones. As a result, hedge accounting contracts were discontinued, and the respective hedge reserve balance of R\$ 277,494 was reclassified to profit or loss.

On the same dates, new swap instruments were contracted to hedge the foreign exchange exposure and interest rate spread, with the same maturities and with an average rate of 153% of the CDI, in the same notional amount of USD 463.5 million. In this transaction, a premium of R\$ 278,788 was paid to financial institutions as part of the negotiation of the new instruments.

On March 20, 2020, the subsidiary Vamos, as a result of the renegotiation of International Credit Loan (4131), replaced the swap to have the same conditions as the renegotiated debt. When settling the previous swap, the balance of R\$ 3,946 was reclassified from the hedge reserve to profit or loss. The subsidiary Vamos received R\$ 40,833, net of IRRF, for the settlement.

The Simpar Group has other derivative financial instruments (swap agreements) that were classified as fair value hedge pursuant to CPC 48/IFRS 9 – Financial Instruments, the resulting gains and losses of which arising from changes in the fair value of these transactions are recognized in profit or loss, as well as financial instrument liabilities, part of the debentures and CRAs, which were designated as liabilities at fair value through profit or loss (fair value option). During the nine-month period ended September 30, 2020, the result from swap operations was a gain of R\$ 161,703 and gain of R\$ 1,963,001 (gain of R\$ 325,506 at September 30, 2019), in Parent company and Consolidated, respectively. These gains offset losses on the related hedged instruments.

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The outstanding contracts at September 30, 2020 are the following:

Company	Instrument	Type of derivative financial instrument	Operation	Notional amount	Maturity	Hedge index	Average contracted rate	Parent company and Consolidated	
								Balance of the hedged debt as of 09/30/2020	
								At amortized cost	At fair value
Simpar	Swap agreement	Cash flow hedge	SWAP USD X CDI	USD 278,500	Jul/24	Fixed rate + Exchange rate	152.42% of CDI	1,596,426	1,630,357
Simpar	Swap agreement	Cash flow hedge	SWAP USD X CDI	USD 185,000	Jul/24	Fixed rate + Exchange rate	CDI4.50%	1,059,027	1,181,721
Total parent company								2,655,453	2,812,078
JSL	Swap agreement	Fair value hedge	SWAP IPCA X CDI	362,685	Nov/25	IPCA + Fixed rate	CDI + 0.65%	377,945	401,684
JSL	Swap agreement	Fair value hedge	SWAP IPCA X CDI	47,834	Jul/21	IPCA + Fixed rate	CDI + 2.53%	33,349	35,134
Vamos	Swap agreement	Fair value hedge	SWAP IPCA X CDI	220,000	Nov/26	FIXED RATE	136% of CDI	222,107	225,045
Vamos	Swap agreement	Fair value hedge	Swap IPCA + Fixed x CDI	502,652	Jun/27	IPCA + Fixed rate	165.00% of CDI	513,955	524,968
Vamos	Swap agreement	Cash flow hedge	Swap USD + Fixed x CDI	USD 40,000	Sep/23	Fixed + FX	134.99% of CDI	219,724	236,251
Movida	Swap agreement	Cash flow hedge	SWAP EUR X CDI	EUR 42,000	Mar/25	Fixed rate + Exchange rate	CDI2.07%	222,727	237,006
Total Consolidated								4,245,260	4,472,166

Company	Description	Counterparty	Beginning date	Maturity	Quantity	Notional amount - R\$	Indexer	Contracted rate p.a.	Consolidated	
									Exercise price	Market value
Vamos	Purchase of IDI call option	B3	02/25/2019	07/03/2023	4025	1,119,728	Fixed rate	6.76%	4,770	3,059

The outstanding balances are as follows:

Operation	Notional amount	Assets	Parent company	
			09/30/2020	12/31/2019
			Notional amount	Assets
Swap - USD x CDI	USD 503,500	462,734	USD 503,500	605,549
Swap - EUR X CDI	EUR 42,000	55,183	EUR 42,000	-
Swap IPCA + Fixed x CDI	502,652	20,018	R\$ 502,652	-
Swap - IPCA x CDI	410,519	46,002	R\$ 648,247	63,986
Swap CDI Fixed X CDI	R\$ 220,000	4,328	R\$ 220,000	-
Call option IDI	R\$ 1,119,728	3,059	R\$ 892,367	1,098
Total		591,324		670,633
Current		82,100		32,233
Noncurrent		509,224		638,400
Total		591,324		670,633

The table below indicates the expected periods that the cash flows associated with the swap contract will impact the profit or loss and the respective carrying amount of these instruments.

Cash flow swap	Parent company				
	At September 30, 2020				
	Carrying amount	Expected cash flow			
Total		1-6 months	7-12 months	Over 1 year	
Asset	3,232,498	3,392,292	96,781	96,491	3,199,020
Liability position	(2,812,078)	(3,425,735)	(54,579)	(68,450)	(3,302,706)
	420,420	(33,443)	42,202	28,041	(103,686)

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Consolidated

	At September 30, 2020				
	Carrying amount	Expected cash flow			
		Total	1-6 months	7-12 months	Over 1 year
Cash flow swap					
Asset	4,919,286	5,603,371	126,303	167,839	5,309,229
Liability position	(4,333,978)	(5,580,469)	(73,367)	(103,704)	(5,403,398)
	585,308	22,902	52,936	64,135	(94,169)

c) Liquidity risk

The Simpar Group monitors risks associated with funding shortages on an ongoing basis through a current liquidity planning. The Group's purpose is to maintain in its assets balance of cash and high-liquid investments and maintain flexibility through the use of bank loans and the ability to raise funds through capital markets, in order to ensure its operational continuity. The average indebtedness term is monitored in order to provide short-term liquidity, analyzing installments, charges and cash flows.

Presented below are the contractual maturities of financial assets and liabilities, including estimated interest payment:

	Parent company				
	Carrying amount	Contractual flow	Up to 1 year	Up to 2 years	From 3 to 8 years
Financial assets					
Cash and cash equivalents	234,467	234,467	234,467	-	-
Marketable securities and financial investments	1,002,800	1,002,800	1,002,800	-	-
Derivative financial instruments	420,420	420,420	68,923	23,919	327,578
Related parties	29,184	29,184	29,184	-	-
Other credits	94,963	94,963	72,420	22,543	-
Total	1,781,834	1,781,834	1,407,794	46,462	327,578

	Parent company				
	Carrying amount	Contractual flow	Up to 1 year	Up to 2 years	From 3 to 8 years
Financial liabilities					
Trade payables	104	104	104	-	-
Loans and borrowings	2,655,453	3,384,745	192,570	192,570	2,999,605
Debentures	629,022	696,150	71,619	184,850	439,681
Other payables	20,550	20,550	11,779	8,771	-
Total	3,305,129	4,101,549	276,072	386,191	3,439,286

	Consolidated				
	Carrying amount	Contractual flow	Up to 1 year	Up to 2 years	From 3 to 8 years
Financial assets					
Cash and cash equivalents	641,479	641,479	641,479	-	-
Marketable securities and financial investments	7,219,475	7,219,475	7,219,475	-	-
Derivative financial instruments	591,324	591,324	82,100	74,709	434,515
Trade receivables	1,844,500	1,844,500	1,741,456	103,044	-
Other credits	73,910	74,514	48,220	17,469	8,825
Total	10,370,688	10,371,292	9,732,730	195,222	443,340

	Consolidated				
	Carrying amount	Contractual flow	Up to 1 year	Up to 2 years	From 3 to 8 years
Financial liabilities					
Trade payables	1,566,353	1,566,353	1,566,353	-	-
Floor plan	87,426	87,426	87,426	-	-
Suppliers financing - car makers	269,512	269,512	269,512	-	-
Loans and borrowings	10,331,583	12,724,154	1,308,394	1,542,479	9,873,281
Debentures	5,118,402	5,719,213	623,591	1,151,742	3,943,880
Leases payable	356,791	377,367	150,465	119,208	107,694
Right-of-use leases	523,489	711,639	133,865	126,232	451,542
Assignment of receivables	13,596	13,973	6,210	4,962	2,801
Related parties	3,800	3,800	3,800	-	-
Other payables	207,390	210,729	123,503	56,960	30,266
Total	18,478,342	21,684,166	4,273,119	3,001,583	14,409,464

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4.4 Sensitivity analysis

The Simpar Group's Management performed a sensitivity analysis in accordance with CVM Instruction No. 475/2008, in order to show the impacts of interest and exchange rate changes on its financial assets and liabilities, considering for the next 12 months the following probable interest and exchange rates:

- CDI at 2.77% p.a. based on the future yield curve (source: B3 - Brasil, Bolsa e Balcão);
- TLP 5.54% p.a. (source: BNDES);
- IPCA 4.05% p.a. (source: B3- Brasil, Bolsa e Balcão);
- IGP-M of 3.89% p.a. (source: B3 - Brasil, Bolsa e Balcão);
- SELIC of 2.77% p.a. (source: B3 - Brasil, Bolsa e Balcão);
- Euro rate of R\$ 6.74 (source: B3 - Brasil, Bolsa e Balcão); and
- US dollar ("Dollar") rate of R\$ 5.71 (source: B3 - Brasil, Bolsa e Balcão).

The table below is presented with the respective impacts on the financial result, considering the probable scenario (Scenario I), with increases of 25% (Scenario II) and 50% (Scenario III):

Operation	Exposure	Risk	Probable rate	Parent company		
				Scenario I probable	Scenario II + depreciation of 25%	Scenario III + depreciation of 50%
Derivatives designated as hedging accounting						
Swap	USD463,500	USD increase	5.71	2,646,585	3,308,231	3,969,878
CCB FX (hedged item)	USD(463,500)	USD increase	5.71	(2,646,585)	(3,308,231)	(3,969,878)
Net effect of exposure	-			-	-	-
Loans and borrowings – FX CCB	(2,655,453)	Fixed rate	7.37%	(195,707)	(195,707)	(195,707)
Swap long position - CCB FX	2,655,453	Fixed rate	7.37%	195,707	195,707	195,707
Swap short position	(2,812,078)	Increase in CDI rate	5.16%	(145,200)	(181,499)	(217,799)
Net effect of exposure	(2,812,078)			(145,200)	(181,499)	(217,799)
Net effect of hedge accounting operations	(2,812,078)			(145,200)	(181,499)	(217,799)
Other operations - floating rate						
Financial investments	284,465	Increase in CDI rate	2.50%	5,868	7,335	8,802
Marketable securities and financial investments	606,521	Increase in CDI rate	6.12%	40,179	50,224	60,269
Marketable securities and financial investments	149,140	SELIC increase	2.77%	4,131	5,164	6,197
Debentures	(629,022)	Increase in CDI rate	4.27%	(26,873)	(33,591)	(40,309)
Payables for the acquisition of companies (i)	(75,344)	IGPM increase	4.27%	(3,217)	(4,021)	(4,826)
Net effect of exposure	335,760			20,088	25,111	30,133
Net exposure and impact on finance costs - floating rate	(2,476,318)			(125,112)	(156,388)	(187,666)
Other operations - fixed rate						
Marketable securities and financial investments	197,139	Fixed rate	2.28%	4,041	4,041	4,041
Net exposure and impact on finance costs - fixed rate	197,139			4,041	4,041	4,041
Net exposure and total impact of finance costs in profit or loss	(2,279,179)			(121,071)	(152,347)	(183,625)

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Operation	Exposure	Risk	Probable rate	Consolidated		
				Scenario I + probable	Scenario II + depreciation of 25%	Scenario III + depreciation of 50%
Derivatives designated as hedging accounting						
Swap agreement	USD503,500	USD increase	5.71	2,874,985	3,593,731	4,312,478
Swap agreement	EUR42,000	EUR increase	6.22	261,240	326,550	391,860
CCB FX (hedged item)	USD (463,500)	USD increase	5.71	(2,646,585)	(3,308,231)	(3,969,878)
International credit (hedged item)	USD (40,000)	USD increase	5.71	(228,400)	(285,500)	(342,600)
International credit (hedged item)	EUR (42,000)	EUR increase	6.22	(261,240)	(326,550)	(391,860)
Net effect of exposure	-	-	-	-	-	-
Swap	722,652	Increase in CDI rate	2.77%	20,017	25,022	30,026
CRA (hedged item)	(722,652)	Increase in CDI rate	2.77%	(20,017)	(25,022)	(30,026)
Net effect of exposure	-	-	-	-	-	-
IDI call option (Long in Call - liability curve)	(1,119,728)	Fixed rate	6.27%	(70,207)	(87,759)	(105,310)
IDI call option (Long in Call - asset curve)	1,119,728	Increase in CDI rate	6.27%	70,207	87,759	105,310
Net effect of exposure	-	-	-	-	-	-
Loans and borrowings – CCB FX	(2,655,453)	Fixed rate	7.37%	(195,707)	(195,707)	(195,707)
Swap long position - CCB FX	2,655,453	Fixed rate	7.37%	195,707	195,707	195,707
Loans and borrowings – international credit	(219,724)	Fixed rate	1.70%	(3,735)	(3,735)	(3,735)
Swap long position - international credit	219,724	Fixed rate	1.70%	3,735	3,735	3,735
Swap short position	(5,070,040)	Increase in CDI rate	2.77%	(140,440)	(175,550)	(210,660)
Net effect of exposure	(5,070,040)	-	-	(140,440)	(175,550)	(210,660)
Other derivative financial instruments						
Debentures (hedged item)	(33,349)	IPCA increase	11.69%	(3,898)	(4,873)	(5,848)
Swap long position - Debentures	33,349	IPCA increase	11.69%	3,898	4,873	5,848
Loans and borrowings – CDCA hedged item	(377,945)	IPCA increase	7.60%	(28,724)	(35,905)	(43,086)
Swap long position	377,945	IPCA increase	7.60%	28,724	35,905	43,086
Loans and borrowings (CRA)	(736,062)	Fixed rate	3.77%	(27,750)	(34,687)	(41,624)
Swap long position - CRA	736,062	Fixed rate	3.77%	27,750	34,687	41,624
Swap short position	(1,116,562)	Increase in CDI rate	2.77%	(30,929)	(38,661)	(46,393)
Net effect of exposure	(1,116,562)	-	-	(30,929)	-	-
Net effect of hedge accounting operations	(6,186,602)	-	-	(171,369)	(175,550)	(210,660)
Other operations - floating rate						
Financial investments	669,118	Increase in CDI rate	2.50%	16,746	20,932	25,119
Marketable securities and financial investments	41,031	Increase in CDI rate	2.50%	1,027	1,284	1,540
Marketable securities and financial investments	2,388,062	SELIC increase	2.77%	66,149	82,687	99,224
Receivables from sale of companies - Joseense (ii)	15,077	IPCA increase	4.05%	611	763	916
Receivables from sale of companies - Quatai (ii)	16,951	Increase in CDI rate	2.77%	470	587	704
Loans and borrowings	(3,265,037)	Increase in CDI rate	4.63%	(151,171)	(188,964)	(226,757)
Debentures	(5,085,053)	Increase in CDI rate	4.96%	(252,219)	(315,273)	(378,328)
Leases payable	(356,791)	Increase in CDI rate	5.06%	(18,054)	(22,567)	(27,080)
Payables for the acquisition of companies	(83,124)	IGPM increase	4.27%	(3,549)	(4,437)	(5,324)
Loans and borrowings	(184,166)	IPCA increase	9.90%	(18,232)	(22,791)	(27,349)
Loans and borrowings	(31,868)	TLP/TLP increase	7.09%	(2,259)	(2,824)	(3,389)
Net effect of exposure	(5,875,800)	-	-	(360,481)	(450,603)	(540,724)
Net exposure and impact on finance costs - floating rate	(12,062,402)	-	-	(531,850)	(626,153)	(751,384)
Other operations - fixed rate						
Marketable securities and financial investments	3,941,815	Fixed rate	5.45%	214,901	214,901	214,901
Marketable securities and financial investments - Corporate and sovereign bonds	798,567	Fixed rate	4.43%	35,377	35,377	35,377
Right-of-use leases	(523,489)	Fixed rate	9.12%	(47,742)	(47,742)	(47,742)
Suppliers financing - car makers	(269,512)	Fixed rate	8.34%	(22,477)	(22,477)	(22,477)
Loans and borrowings - Senior Notes "Bond"	(3,551,351)	Fixed rate	7.75%	(275,230)	(275,230)	(275,230)
Loans and borrowings	(46,039)	Fixed rate	6.62%	(3,048)	(3,048)	(3,048)
Net exposure and impact on finance costs - fixed rate	349,991	-	-	(98,219)	(98,219)	(98,219)
Net exposure and total impact of finance costs in profit or loss	(11,712,411)	-	-	(630,069)	(724,372)	(849,603)

- (i) Payables for the acquisition of companies are recorded in the line item of other payables.
(ii) The rights receivable for sale of companies are recorded in the other credits line item.

The objective of this sensitivity analysis is to measure the impact of changes in market variables on the Simpar Group's financial instruments, assuming that all other market factors remain constant. Such amounts may differ from those stated upon their settlement due to the estimates used in their preparation.

5. Cash and cash equivalents

	Parent company		Consolidated	
	09/30/2020	12/31/2019	09/30/2020	12/31/2019
Cash	-	-	10,064	1,832
Banks	2	36	12,297	10,956
Total cash on hand	2	36	22,361	12,788
Bank deposit certificates ("CDB")	200,244	580	576,104	374,591
Repurchase agreements - debenture-backed	-	-	2,495	121,092
Financial bills	-	-	20,106	63,904
Units of other funds	-	-	3,297	17,455
Finance Leases Bill – related parties (note 25.1)	77,587	-	-	-
Others	6,634	-	67,116	2,601
Total financial investments	284,465	580	669,118	579,643
Total	284,467	616	691,479	592,431

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During the nine-month period ended September 30, 2020, the average income from these investments was 2.28% p.a., equivalent to 90.35% of the CDI (as at December 31, 2019, the average income was 5.91% p.a., equivalent to 99.60% of the CDI).

6. Marketable securities and financial investments

Operations	Parent company		Consolidated	
	09/30/2020	12/31/2019	09/30/2020	12/31/2019
Government securities - exclusive funds (i)				
Financial Treasury Bills ("LFT")	149,140	-	2,206,324	1,736,780
National Treasury Bills ("LTN")	197,139	-	1,287,298	792,795
Bank deposit certificates ("CDB")	-	-	80,115	-
Units of other funds	50,000	-	10,916	9,080
Other securities				
Sovereign securities (in USD) (ii)	-	-	507,151	366,709
Corporate securities (in USD) (ii)	-	-	291,416	351,185
Credit linked notes ("CLN") (iii)	-	-	2,654,517	1,925,460
Promissory notes - related parties (note 25.1) (iv)	606,521	-	-	-
Sundry	-	-	181,738	656
Total	1,002,800	-	7,219,475	5,182,665
Current assets	952,800	-	7,128,441	5,182,010
Noncurrent assets	50,000	-	91,034	655
Total	1,002,800	-	7,219,475	5,182,665

- (i) The average income from government securities allocated to exclusive funds is defined at fixed and floating rates (fixed rate LTN and LFT SELIC). During the nine-month period ended September 30, 2020, the average income from these investments was 2.28% p.a. (5.94% p.a. in the year ended December 31, 2019)
- (ii) Corporate securities are debt securities issued by Brazilian companies such as bonds, notes and others that have weighted risk rating "BB" in global scale. Sovereign bonds are debt securities issued by the Brazilian and American governments or by entities controlled by the Brazilian government. These securities in foreign currency (USD) are available to be sold according to Management's need for the utilization of these resources. In addition, they are naturally hedged by the respective USD debt amount. The remuneration from these securities is defined based on the coupon of each issuance and on the yield rate at the acquisition date. During the nine-month period ended September 30, 2020, the average income from these investments was 4.43% p.a. (4.54% p.a. in the year ended December 31, 2019).
- (iii) CLN refers to the Credit Linked Note applied by the subsidiary JSL Europe at Santander Bank in US dollar currency and was remunerated in the nine-month period ended September 30, 2020 at 6.99% p.a. (6.42% p.a. at December 31, 2019).
- (iv) Promissory notes are debt securities issued to the market by the Subsidiary CS Brasil Participações, acquired by the Company, which are eliminated in the consolidated. The remuneration for this operation is CDI + 3.35% p.a. and matures up to October 15, 2024.

7. Trade receivables

	Parent company		Consolidated	
	09/30/2020	12/31/2019	09/30/2020	12/31/2019
Customers and credit card companies	-	-	1,489,041	1,405,574
Leases receivable	-	-	4,972	38,109
Unbilled revenue from services rendered and leases	-	-	177,140	167,651
Commission on sales of used vehicles	-	-	380,954	338,315
Related parties (note 25.1)	-	-	13,010	26,978
Other receivables	-	-	113,927	116,415
(-) Expected credit losses ("impairment") of trade receivables	-	-	(334,544)	(249,881)
Total	-	-	1,844,500	1,843,161
Current assets	-	-	1,741,456	1,754,840
Noncurrent assets	-	-	103,044	88,321
Total	-	-	1,844,500	1,843,161

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7.1 Aging list and expected credit losses (“impairment”) of trade receivables

	Consolidated	
	09/30/2020	12/31/2019
Current (not past due)	1,534,449	1,521,052
Up to 30 days past due	117,250	120,181
31 to 90 days past due	83,321	85,233
91 to 180 days past due	58,104	39,234
181 to 365 days past due	60,709	39,972
More than 365 days past due	325,211	287,370
Total past due	644,595	571,990
Expected credit losses (“impairment”) of trade receivables	(334,544)	(249,881)
Total	1,844,500	1,843,161

The movement in expected credit losses (“impairment”) of trade receivables is shown below:

	Consolidated
At December 31, 2018	(251,924)
(-) Additions	(69,824)
(+) Reversals	49,515
At September 30, 2019	(272,233)
At December 31, 2019	(249,881)
(-) Additions	(112,141)
(+) Reversals	26,515
(-) Write-off to losses	963
At September 30, 2020	(334,544)

From the addition of R\$ 12,143, a portion of R\$ 50,304 in the nine-month period ended September 30, 2020, refers to the additional provision recorded by subsidiary, Movida, as mentioned in note 1.3.c (iii), based on the expectation, considered by the most recent data assessed, of possible losses due the deterioration of defaults and individual customer credit risk, arising from the COVID-19 crisis.

8. Inventories

	Consolidated	
	09/30/2020	12/31/2019
New vehicles	97,579	159,650
Used vehicles	33,127	62,507
Parts for resale	44,405	47,056
Consumables	70,932	43,613
Others	3,845	4,021
(-) Estimated losses on impairment of inventories	(14,327)	(10,810)
Total	235,561	306,037

(i) The estimated losses on impairment of inventories refers to the lines of use and consumption of parts for resale.

Movement in estimated losses on impairment of inventories:

	Consolidated
At December 31, 2018	(9,639)
(-) Additions	(7193)
(+) Reversals	3850
At September 30, 2019	(12,982)
At December 31, 2019	(10,810)
(-) Additions	(5,090)
(+) Reversals	1,573
At September 30, 2020	(14,327)

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9. Assets held for sale

The movements in the nine-month periods ended September 30, 2020 and 2019 are as follows:

	Consolidated		
	Vehicles	Machinery and equipment	Total
Nine-month period ended 09/30/2020			
Cost:			
At December 31, 2019	600,775	134,280	735,055
Assets transferred from property and equipment	2,383,776	67,111	2,450,887
Assets written-off due to sale	(2,498,747)	(68,483)	(2,567,230)
Transfer to the Original Concessionárias segment's inventories	(54,363)	-	(54,363)
Provision for impairment (i)	(97,854)	-	(97,854)
At September 30, 2020	333,587	132,908	466,495
Accumulated depreciation:			
At December 31, 2019	(103,131)	(90,736)	(193,867)
Assets transferred from property and equipment	(367,690)	(46,823)	(414,513)
Assets written-off due to sale	409,447	38,427	447,874
Transfer to the Original Concessionárias segment's inventories	8,744	-	8,744
At September 30, 2020	(52,630)	(99,132)	(151,762)
Net value:			
At December 31, 2019	497,644	43,544	541,188
At September 30, 2020	282,236	32,497	314,733

	Consolidated		
	Vehicles	Construction in progress	Total
Nine-month period ended 09/30/2020			
Cost:			
At December 31, 2018	436,749	147,862	584,611
Assets transferred from property and equipment	2,512,721	139,326	2,652,047
Assets written-off due to sale	(2,068,842)	(173,775)	(2,242,617)
Transfer to the Original Concessionárias segment's inventories	(84,508)	-	(84,508)
At September 30, 2019	796,120	113,413	909,533
Accumulated depreciation:			
At December 31, 2018	(82,413)	(104,414)	(186,827)
Assets transferred from property and equipment	(274,718)	(135,052)	(409,770)
Assets written-off due to sale	207,510	165,382	372,892
Transfer to the Original Concessionárias segment's inventories	9,575	-	9,575
At September 30, 2019	(140,046)	(74,084)	(214,130)
Net value:			
At December 31, 2018	354,336	43,448	397,784
At September 30, 2019	656,074	39,329	695,403

- (i) As mentioned in note 1.2.c (iii), based on the estimated sales value conditions of part of the vehicles available for sale, given the impact of COVID-19 on the used vehicle sale sector, subsidiary Movida recorded in March 2020 a provision for impairment of part of its vehicles available for sale in the amount of R\$ 97,854. Until September 30, 2020, R\$ 45,312 of this provision was realized for the sale of vehicles.

10. Taxes recoverable

	Parent company	Consolidated	
	09/30/2020	09/30/2020	12/31/2019
PIS and COFINS	-	107,507	126,566
INSS	5	113,558	84,465
ICMS	-	40,178	42,928
Withholding Income Tax (IRRF) and others	-	16,120	39,791
Total	5	277,363	293,750
Current assets	5	115,613	155,284
Noncurrent assets	-	161,750	138,466
Total	5	277,363	293,750

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11. Investments

These investments are accounted for under the equity method of accounting, based on the financial information of the investees, as follows:

11.1 Changes in investments

Investments	12/31/2019	Capital contribution	Net assets received (ii)	Incorporation of shares (iii)	Gain on equity interests in subsidiaries (i)	Equity results from subsidiaries	Distribution of dividends	Other changes (v)	09/30/2020	Interest %	Equity at 09/30/2020
JSL S.A.	745,456	-	(771,025)	395,220	408,352	91,320	-	(82,080)	787,243	73.59	1,069,805
Avante Veículos	-	-	20,680	-	-	182	-	(3)	20,859	99.99	20,859
CS Brasil Participações	-	-	414,183	-	-	11,848	-	91	426,122	99.99	426,122
JSL Corretora	-	-	9,427	-	-	73	-	-	9,500	99.99	9,500
JSL Empreendimentos	-	-	2,385	-	-	(264)	-	-	2,121	99.99	2,120
JSL Europe	-	-	36,028	-	-	1,791	-	-	37,819	100.00	37,819
JSL Holding	-	7,000	94,110	-	-	1,047	-	-	102,157	100.00	102,156
Mogi Mob	-	-	17,658	-	-	(109)	-	(1)	17,548	99.99	17,548
Mogipasses	-	-	9,017	-	-	19	-	(1)	9,035	99.99	9,036
Movida Participações	-	-	1,207,528	-	-	19,397	-	(5,008)	1,221,917	55.11	2,217,261
Original Veículos	-	-	106,123	-	-	1,640	-	-	107,763	99.99	107,763
Ponto Veículos	-	-	40,334	-	-	1,176	-	(4)	41,506	99.99	41,511
TPG Transportes	-	-	10,395	-	-	(93)	-	-	10,302	99.99	10,301
Vamos	-	-	581,649	-	-	33,986	(103,571)	234	512,298	99.99	512,298
Goodwill on business acquisition (i)	-	-	6,481	-	-	-	-	-	6,481	-	-
Total investments	745,456	7,000	1,784,973	395,220	408,352	162,013	(103,571)	(86,772)	3,312,671		3,417,012
Provisions for investment losses (iii)											
JSL Finance	-	-	(32,607)	-	-	3,826	-	12,464	(16,317)	100.00	(16,317)
Original Distribuidora	-	-	(203)	-	-	107	-	2	(94)	99.99	(94)
BBC Pagamentos	-	-	(4,759)	-	-	(1,657)	-	3,467	(2,949)	99.99	(6,415)
Total investments, net of provision for losses	745,456	7,000	1,747,404	395,220	408,352	164,289	(103,571)	(70,839)	3,293,311		3,394,186

- (i) Equity gain generated by restating the Company's equity interest in the subsidiary, resulting from the capital contribution by non-controlling shareholders at market price, in the primary offering of shares on September 9, 2020, as mentioned in note 1.1.c. Net assets absorbed from the spin-off of the subsidiary JSL S.A.
- (ii) Net assets from the spin-off of the subsidiary JSL merged into the Company, as mentioned in note 1.1.b.
- (iii) Goodwill arising from the capital contribution by controlling shareholders with JSL shares at cost and from the incorporation of shares of non-controlling shareholders, mentioned in note 1.1.b.
- (iv) Refers to the provision for losses on subsidiaries with negative equity that were classified in the group of "Other payables". As part of the bonds raising process, JSL Finance is one of the vehicle entities used for managing the fundraising. The calculated results are mainly related to interest on debt, net of the interest of the funds used by this entity. This negative balance is covered by the Company through capital contributions in the months of interest payment.
- (v) Refers to the effect of equity in the capital reserve balances in subsidiaries, deriving from the share-based payment plans and the mark to market of investments classified as at fair value through other comprehensive income, which were recognized in the equity of subsidiaries.

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	<u>Parent company</u>
	<u>JSL S.A.</u>
At December 31, 2018	419,350
Equity results from subsidiaries	81,108
Equity movement in subsidiary	
Comprehensive income	98,921
Repurchase of shares	(1,378)
Gain on equity interests in indirect subsidiaries, net of taxes	113,103
Capital increase	7,272
Other changes	201
At December 31, 2019	718,577

	<u>Consolidated</u>					
Investimentos	31/12/2019	Capital contribution	Other changes	Goodwill	Equity results from subsidiaries	09/30/2020
BRT Sorocaba Concessionárias	5,609	4,900		196	2,284	(426)
Outros	1,107	-		-	-	-
Total de investimentos	6,716				(426)	13,670

	<u>Consolidado</u>					
Investimentos	12/31/2018	Capital contribution	Other changes	Goodwill	Equity results from subsidiaries	09/30/2019
BRT Sorocaba Concessionárias	2,715	7,632		(68)	-	(1,635)
Outros	1,039	-		-	-	-
Total de investimentos	3,754				(1,635)	9,751

	<u>Consolidado</u>					
Investimentos	12/31/2019	Capital contribution	Other changes	Goodwill	Equity results from subsidiaries	06/30/2020
BRT Sorocaba Concessionárias	5,609	-		23	2,284	(698)
Outros	1,107	-		20	-	-
Total de investimentos	6,716			43	2,284	(698)

	<u>Consolidado</u>					
Investimentos	12/31/2019	Capital contribution	Other changes	Goodwill	Equity results from subsidiaries	03/30/2020
BRT Sorocaba Concessionárias	5,609	-		(139)	-	(71)
Outros	1,107	-		-	-	-
Total de investimentos	6,716			(139)	-	(71)

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11.2 Balances of assets and liabilities and results of investees and subsidiaries

The balances of assets, liabilities, revenues and expenses in subsidiaries at September 30, 2020 are presented below:

Investments	Current assets	Noncurrent assets	Current liabilities	Noncurrent liabilities	Equity	Net revenues	Costs and expenses	Profit (loss) for the period
JSL	2,176,602	2,010,144	586,674	3,116,941	1,069,805	2,008,655	(1,907,837)	100,818
Avante Veículos	25,448	6,817	9,769	1,637	20,859	31,147	(30,507)	640
BRT Sorocaba Concessionárias	13,188	164,006	156,785	-	20,409	3,766	(5,742)	(1,976)
BBC Pagamentos	2,877	-	4,827	4,466	(6,416)	31	(6,474)	(6,443)
CS Brasil Participações	27,179	1,167,192	83,983	684,266	426,122	17,969	34,287	52,256
JSL Corretora	9,747	637	884	-	9,500	2,692	(2,056)	636
JSL Empreendimentos	763	6,967	20	5,590	2,120	(14)	(1,114)	(1,128)
JSL Europe	2,656,651	996,887	54,413	3,561,306	37,819	-	6,245	6,245
JSL Finance	981,287	-	717	996,887	(16,317)	-	(27,684)	(27,684)
JSL Holding	58,135	44,953	932	-	102,156	-	4,874	4,874
Medlogística	24,964	34,214	35,984	5,646	17,548	29,627	(32,092)	(2,465)
Mogi Mob	48,754	181	7,909	31,990	9,036	1,271	(844)	427
Mogipasses	2,309,815	5,424,805	2,303,817	3,213,542	2,217,261	3,094,558	(3,169,110)	(74,552)
Movida Participações	3,131	437	1,756	1,906	(94)	3,172	(3,027)	145
Original Distribuidora	146,057	86,644	75,131	49,807	107,763	308,054	(309,636)	(1,582)
Original Veículos	41,490	28,422	22,159	6,242	41,511	83,430	(80,408)	3,022
Ponto Veículos	15,252	5,239	8,589	1,601	10,301	3,575	(3,673)	(98)
Quick Armazéns	959,469	2,536,736	477,554	2,506,353	512,298	1,089,927	(965,043)	124,884
Quick Logística	2,176,602	2,010,144	586,674	3,116,941	1,069,805	2,008,655	(1,907,837)	100,818
Sinal Serviços	25,448	6,817	9,769	1,637	20,859	31,147	(30,507)	640
TPG Transportes	13,188	164,006	156,785	-	20,409	3,766	(5,742)	(1,976)
Vamos	2,877	-	4,827	4,466	(6,416)	31	(6,474)	(6,443)
Yolanda	27,179	1,167,192	83,983	684,266	426,122	17,969	34,287	52,256

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12. Property and equipment

The movements in the nine-month periods ended September 30, 2020 and 2019 are as follows:

	Parent company					
	Vehicles	Leasehold improvements	Computers and peripherals	Land	Others	Total
Cost:						
At December 31, 2019	88	3,986	1	3	4,078	88
Additions	-	12,583	-	104,103	116,686	-
Net assets received from the spin-off of JSL	(88)	(3,986)	(1)	(3)	(4,078)	(88)
At September 30, 2020	88	14,689	1	4,921	99,183	118,882
Accumulated depreciation:						
At December 31, 2019	(88)	(2,109)	(1)	-	(2,198)	(88)
Depreciation expense for the period	-	(82)	-	(1,424)	(1,506)	-
Net assets received from the spin-off of JSL	-	(5,684)	-	(36,651)	(42,335)	-
Assets written off and others (i)	88	2,108	-	-	2,196	88
At September 30, 2020	-	(5,767)	(1)	(38,075)	(43,843)	-
Net value:						
At December 31, 2019	-	1,877	-	3	1,880	-
At September 30, 2020	-	6,816	(1)	66,028	72,843	-
Average depreciation rates (%) - for the period:						
Other	-	4.0%	-	-	3.3%	

(i) Refers substantially to derecognition of property lease agreements, terminated before maturity.

	Parent company				
	Vehicles	Furniture and fixtures	Computers and peripherals	Others	Total
Cost:					
At January 1, 2019	667	3,986	9	3	4,665
Assets written off and others	(667)	-	-	-	(667)
At September 30, 2019	-	3,986	9	3	3,998
Accumulated depreciation:					
At December 31, 2018	(167)	(1,710)	(9)	-	(1,886)
Depreciation expense for the period	-	(299)	-	-	(299)
Assets written off and others	167	-	-	-	167
At September 30, 2019	-	(2,009)	(9)	-	(2,018)
Net value:					
At December 31, 2018	500	2,276	-	3	2,779
At September 30, 2019	-	1,977	-	3	1,980
Average depreciation rate (%) - for the period:					
Others	20%	7.5%	-	-	

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	Consolidated										
	Vehicles	Machinery and equipment	Leasehold improvements	Computers and peripherals	Furniture and fixtures	Buildings	Land	Constructions in progress	Right of use	Others	Total
Cost:											
At December 31, 2019	9,079,150	1,142,218	371,059	58,503	75,334	20,757	15,920	64,920	614,801	207,453	11,650,115
Additions	3,242,943	214,132	11,100	5,847	11,248	136	-	33,359	212,931	3,883	3,735,579
Transfers	18,980	(18,396)	38,617	(52)	(534)	-	-	(36,030)	-	(2,585)	-
Transfers to / return of assets held for sale	(2,383,776)	(67,111)	-	-	-	-	-	-	-	-	(2,450,887)
Assets written off and others (i)	(116,850)	(9,314)	(35,064)	(1,995)	(187)	(136)	-	(366)	(133,842)	(4,184)	(301,938)
Provision for impairment (note 12.2)	(95,485)	-	(2,055)	-	-	-	-	-	-	-	(97,540)
At September 30, 2020	9,744,962	1,261,529	383,657	62,303	85,861	20,757	15,920	61,883	693,890	204,567	12,535,329
Accumulated depreciation:											
At December 31, 2019	(1,161,986)	(414,777)	(168,428)	(37,705)	(35,468)	(9,552)	-	-	(127,209)	(78,105)	(2,033,230)
Depreciation expense for the period (ii)	(584,227)	(93,099)	(24,337)	(5,045)	(5,331)	(1,604)	-	-	(97,763)	(11,593)	(822,999)
Transfers	(7,463)	7,463	(5,127)	-	-	-	-	-	-	5,127	-
Transfers to / return of assets held for sale	367,690	46,823	-	-	-	-	-	-	-	-	414,513
Assets written off and others (i)	6,373	7,469	30,229	1,750	57	5	-	-	21,926	2,660	70,469
At September 30, 2020	(1,379,613)	(446,121)	(167,663)	(41,000)	(40,742)	(11,151)	-	-	(203,046)	(81,911)	(2,371,247)
Net value:											
At December 31, 2019	7,917,164	727,441	202,631	20,798	39,866	11,205	15,920	64,920	487,592	129,348	9,616,885
At September 30, 2020	8,365,349	815,408	215,994	21,303	45,119	9,606	15,920	61,883	490,844	122,656	10,164,082
Average depreciation rate (%) - for the period:											
Light vehicles	8.8%	-	-	-	-	-	-	-	-	-	-
Heavy vehicles	9.3%	-	-	-	-	-	-	-	-	-	-
Others	-	11.4%	9.2%	20.0%	10.0%	9.0%	-	-	14.9%	10.4%	-

(i) Includes write-offs of cost and depreciation due to damages and damaged assets in the residual amount of R\$ 72,004 and derecognition of property lease agreements, terminated before maturity in the amount of R\$ 114,584.

(ii) From this amount, R\$ 202 refers to depreciation expense of discontinued operations

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	Consolidated										
	Vehicles	Machinery and equipment	Leasehold improvements	Computers and peripherals	Furniture and fixtures	Buildings	Land	Constructions in progress	Right of use	Others	Total
Cost:											
At December 31, 2018	7,028,994	1,144,867	352,917	48,488	60,657	20,771	15,920	43,183	-	208,981	8,924,778
Initial adoption of CPC 06 (R2) / IFRS 16	-	-	-	-	-	-	-	-	504,788	-	504,788
At January 1, 2019	7,028,994	1,144,867	352,917	48,488	60,657	20,771	15,920	43,183	504,788	208,981	9,429,566
Additions	3,965,578	179,644	811	10,499	12,771	-	3	23,054	120,302	765	4,313,427
Transfers	(5,795)	6,463	11,848	(152)	(302)	-	(3)	(11,643)	-	(416)	-
Transfers to / return of assets held for sale	(2,512,721)	(139,326)	-	-	-	-	-	-	-	-	(2,652,047)
Assets written off and others	(75,730)	(712)	-	(1,126)	(385)	-	-	-	(15,137)	(636)	(93,726)
At September 30, 2019	8,400,326	1,190,936	365,576	57,709	72,741	20,771	15,920	54,594	609,953	208,694	10,997,220
Accumulated depreciation:											
At December 31, 2018	(925,557)	(447,490)	(136,615)	(33,218)	(28,996)	(7,443)	-	-	-	(63,273)	(1,642,592)
Depreciation expense for the period (i)	(400,416)	(89,583)	(22,865)	(4,547)	(4,828)	(1,640)	-	-	(92,702)	(12,277)	(628,858)
Transfers	107	(76)	(274)	(22)	(10)	-	-	-	-	275	-
Transfers to / return of assets held for sale	274,718	135,052	-	-	-	-	-	-	-	-	409,770
Assets written off and others	5,862	1,149	-	395	276	77	-	-	-	18	7,777
At September 30, 2019	(1,045,286)	(400,948)	(159,754)	(37,392)	(33,558)	(9,006)	-	-	(92,702)	(75,257)	(1,853,903)
Net value:											
At December 31, 2018	6,103,437	697,377	216,302	15,270	31,661	13,328	15,920	43,183	-	145,708	7,282,186
At September 30, 2019	7,355,040	789,988	205,822	20,317	39,183	11,765	15,920	54,594	517,251	133,437	9,143,317
Average depreciation rate (%) - for the period:											
Light vehicles	4.1%	-	-	-	-	-	-	-	-	-	-
Heavy vehicles	9.2%	9.5%	-	-	-	-	-	-	-	-	-
Others	-	-	8.2%	18.0%	10.0%	9.0%	-	-	5.8%	9.0%	-

(i) From this amount, R\$ 202 refers to depreciation expense of discontinued operations

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12.1 Leases of property and equipment items

A portion of the assets were acquired by the Simpar Group by means of a lease, and substantially include vehicles, machinery and equipment. These balances are part of property and equipment, as follows:

	Consolidated	
	09/30/2020	12/31/2019
Cost - capitalized leases	480,488	500,983
Accumulated depreciation	(73,952)	(60,338)
Net balance	406,536	440,645

12.2 Impairment testing of property and equipment items

As mentioned in note 1.4.c.(iii), given the impacts brought by, and known to date, by the crisis caused by the COVID-19 pandemic, the Simpar Group made an assessment of the evidence of impairment of property and equipment, mainly regarding the fleets of vehicles, machinery and equipment.

The analysis of indicators considered the following premises:

- a. Comparison between the residual balances of the assets, individually or jointly by model, and their estimated sales values, based on market prices and expectations of Management and experts regarding future pricing; and
- b. For items whose market values were lower than the respective residual balances, the estimated cash generation for these assets was added during the term of the contracts in which these assets provide service, up to the limit of the expectation of their decommissioning.

Based on this analysis, evidence of impairment was observed, and for this reason detailed tests were applied with calculations for Movida's vehicle fleet, which recorded a respective provision of R\$ 97,540 in March 2020. Until September 30, 2020, the amount of R\$ 66,501 of this provision was realized for the effective sale of vehicles.

For the other subsidiaries, with the results of the analyses, Management concluded that there are no evidences and amounts of impairment to be recorded.

13. Intangible assets

The movements in the nine-month periods ended September 30, 2020 and 2019 are as follows:

	Consolidated					
	Goodwill	Non-competes agreement and customer portfolio	Software	Commercial rights (i)	Others (ii)	Total
Cost:						
At December 31, 2019	336,377	54,904	164,494	56,978	8,070	620,823
Additions	-	-	42,863	300	31	43,194
Write-offs	-	-	(1,402)	-	(39)	(1,441)
At September 30, 2020	336,377	54,904	205,955	57,278	8,062	662,576
Accumulated amortization:						
At December 31, 2019	-	(22,325)	(50,027)	(3,720)	(7,013)	(83,085)
Amortization expenses in the period	-	(7,008)	(7,746)	(71)	(20)	(14,845)
Write-offs	-	-	1,082	-	-	1,082
At September 30, 2020	-	(29,333)	(56,691)	(3,791)	(7,033)	(96,848)
Net value:						
At 12/31/2019	336,377	32,579	114,467	53,258	1,057	537,738
At September 30, 2020	336,377	25,571	149,264	53,487	1,029	565,728
Average amortization rate in the period:	-	12.8%	20.0%	1.8%	10.0%	-

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	Consolidated					Total
	Goodwill	Non-compete agreement and customer portfolio	Software	Commercial rights (i)	Other (ii)	
Cost:						
At December 31, 2018	336,377	54,904	91,673	54,306	14,704	551,964
Additions	-	-	57,093	-	213	57,306
Write-offs	-	-	(1,388)	-	(3,430)	(4,818)
At September 30, 2019	336,377	54,904	147,378	54,306	11,487	604,452
Accumulated amortization:						
At December 31, 2018	-	(17,945)	(40,894)	(3,720)	(4,814)	(67,373)
Amortization expenses in the period	-	(4,230)	(6,807)	-	(3,308)	(14,345)
Write-off	-	-	8	-	2,992	3,000
At September 30, 2019	-	(22,175)	(47,693)	(3,720)	(5,130)	(78,718)
Net value:						
At December 31, 2018	336,377	36,959	50,779	50,586	9,890	484,591
At September 30, 2019	336,377	32,729	99,685	50,586	6,357	525,734
Average amortization rate in the period:	-	13.0%	11.4%	-	10.0%	-

- (i) Refers mainly to: R\$ 8,972 paid on the acquisition of points of sales used for Movida stores, allocated to CGU Movida; R\$ 30,814 related to rights to use the MAN brand, allocated to CGU Transrio; and the acquisition of rights to use the Valtra brand in the amount of R\$ 10,800, allocated to CGU Valtra;
- (ii) Refers mainly to the concession rights to provide urban transportation services in the municipality of Sorocaba - SP, acquired in 2011, valid until November 2027.

13.1 Impairment testing

As mentioned in note 1.4.c.(iii), due to the economic and financial impacts caused to date by the COVID-19 pandemic crisis, the Company and its subsidiaries have reassessed the impairment testing of their CGUs. The Company updated its CGUs impairment testing with the current measurable assumptions, indicators and expectations after the crisis began, and did not determine any impairment on the recorded amount of their intangible assets with indefinite useful life, goodwill and commercial rights.

14. Trade payables

	Parent company		Consolidated	
	09/30/2020	12/31/2019	09/30/2020	12/31/2019
Vehicles, machinery and equipment	-	-	1,366,966	1,500,092
Parts and maintenance	-	-	53,046	50,299
Related parties (note 25.1)	-	-	-	222
Inventory	-	-	15,285	16,512
Contracted services	104	-	78,669	54,284
Others	-	51	52,387	70,355
Total	104	51	1,566,353	1,691,764

15. Floor plan

Part of the purchases of new vehicles for the segment of authorized vehicle dealerships is paid with extended term under the program to finance the inventory of new and used vehicles and automobile parts floor plan, with revolving credit facilities made available by financial institutions, and with the agreement of car makers. These programs generally have an initial period during which they are interest-free until the invoice issuance and with maturities of up to 180 days after the invoice issuance. After this period, these purchases are subject to interest of up to 100% of the CDI plus interest of up to 0.5% p.m.. During the nine-month period ended September 30, 2020, Simpar Group used the interest-free period only. The balance payable at September 30, 2020 is R\$ 87,426 (R\$ 106,735 at December 31, 2019).

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16. Suppliers financing - car makers

The Simpar Group entered into “suppliers financing” agreements with financial institutions to manage its payables to car makers related to purchase of vehicles. Through this operation, suppliers transfer the right to receive payment of bills for vehicles sales to financial institutions. The agreements entered into with the financial institutions are not guaranteed by the assets (vehicles) linked to the securitized operations.

The movements in the nine-month period ended September 30, 2020 are as follows:

Type	Annual average rate	Maturity	09/30/2020				Consolidated	
			Total	New contracts	Amortization	Interest paid	Interest accrued	12/31/2019 Total
In local currency								
Suppliers financing	8.3%	Feb/21	269,512	278,349	(19,018)	(23,387)	21,517	12,051

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17. Loans and borrowings

The movements in the nine-month periods ended September 30, 2020 and 2019 are as follows:

Type	Annual average rate	Average rate structure	Maturity	09/30/2020			Movement					Parent company 12/31/2019			
				Current	Noncurrent	Total	New contracts	Transfer from spin-off	Amortization	Interest paid	Interest incurred	Exchange rate changes	Current	Noncurrent	Total
In local currency															
Working capital	6.19%	CDI/Fixed rate	Jun/21	-	-	-	-	-	(55,259)	(1,642)	1,604	-	55,297	-	55,297
				-	-	-	-	-	(55,259)	(1,642)	1,604	-	55,297	-	55,297
In foreign currency															
CCB FX	7.36%	USD + 7.36%	Jul/24	35,380	2,620,073	2,655,453	-	2,402,929	-	-	28,878	223,646	-	-	-
				35,380	2,620,073	2,655,453	-	2,402,929	-	-	28,878	223,646	-	-	-
				35,380	2,620,073	2,655,453	-	2,402,929	(55,259)	(1,642)	30,482	223,646	55,297	-	55,297

(i) From this amount, R\$ 1,604 refers to interest incurred from discontinued operations

Type	Annual average rate	Average rate structure %	Maturity	Parent company				
				09/30/2019	Amortization	Interest paid	Interest incurred	December 31, 2018
In local currency								
Working capital	6.86%	100% of CDI	Sep/20	30,116	-	(1,744)	1,729	30,131
Working capital	14.78%	CDI + 4.70	Sep/20	25,402	(5,013)	(2,201)	2,189	30,427
				55,518	(5,013)	(3,945)	3,918	60,558

(i) From this amount, R\$ 3,918 refers to interest incurred from discontinued operations

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Type	Annual average rate	Average rate structure	Maturity	09/30/2020			Movement					Consolidated 12/31/2019		
				Current	Noncurrent	Total	New contracts	Amortization	Interest paid	Interest incurred	Exchange rate changes	Current	Noncurrent	Total
In local currency														
CCBs	3.87%	Fixed rate / CDI	Aug/25	176,115	879,990	1,056,105	666,440	(984,014)	(60,684)	58,357	-	408,460	967,546	1,376,006
CRAs	3.98%	Fixed rate / CDI / IPCA	Jun/27	92,248	1,732,533	1,824,781	908,670	(185,799)	(97,599)	114,655	-	204,102	880,752	1,084,854
Finame	2.93%	Fixed rate	Jan/25	14,883	23,920	38,803	-	(148,441)	(4,983)	4,763	-	51,256	136,208	187,464
Finame	-	TLP/SELIC/TLP	-	-	-	-	65,731	(81,609)	(913)	1,087	-	3,373	12,331	15,704
FINEM	7.88%	TLP/IPCA	Jun/21	5,139	-	5,139	-	(5,246)	(959)	541	-	7,456	3,347	10,803
FNO	3.50%	Fixed rate/IPCA	Jul/24	1,767	5,468	7,235	-	(32,228)	(1,821)	2,349	-	9,908	29,027	38,935
NCEs	3.40%	CDI 1.50%	Apr/21	14,854	-	14,854	-	-	-	633	-	555	13,666	14,221
NPs (vi)	3.75%	CDI + 1.90%	Sep/22	334,655	98,458	433,113	105,000	(259,002)	(31,264)	20,328	-	285,176	312,875	598,051
FNE (viii)	4.59%	Fixed rate/IPCA	Jul/22	75,731	95,657	171,388	47,564	(37,947)	(3,887)	5,620	-	46,421	113,617	160,038
FINEP (viii)	5.41%	TLP + 0.5%	Jul/30	25	30,015	30,040	-	-	(1,110)	1,125	-	37	29,988	30,025
CDCs	4.69%	CDI + 2.75%	Sep/23	16,842	28,845	45,687	252,165	(233,982)	(1,322)	4,189	-	9,166	15,471	24,637
Working capital	6.19%	CDI/Fixed rate	Jun/21	-	-	-	-	(55,259)	(1,642)	1,604	-	55,297	-	55,297
Other	5.10%	Fixed rate	Jul/25	-	-	-	-	(10,602)	-	-	-	4,638	5,964	10,602
				732,259	2,894,886	3,627,145	2,045,570	(2,034,129)	(206,184)	215,251	-	1,085,845	2,520,792	3,606,637
In foreign currency														
Senior Notes "Bond"		USD7.75%	Jul/24	41,332	3,510,019	3,551,351	-	-	(225,234)	190,611	1,009,227	78,281	2,498,466	2,576,747
NCEs FX	7.75%	7.75% of USD	Jul/24	-	-	-	-	(2,472,408)	(149,357)	89,728	604,178	59,629	1,868,230	1,927,859
CCB FX	USD + 7.36%	USD + 7.36%	Jul/24	35,380	2,620,073	2,655,453	2,550,261	(74,589)	(12,656)	41,818	150,619	-	-	-
International credit (4131) - USD	7.60%	USD + 7.60%	Apr/21	-	-	-	-	(3,717)	(2,110)	253	1,523	2,716	1,335	4,051
International credit (4131) - USD	USD + 2.48%	USD + 2.48%	Sep/23	140	219,584	219,724	-	-	(12,376)	5,174	64,884	814	161,228	162,042
International credit (4131) - EUR	3.60%	CDI + 1.70	Mar/25	155	277,755	277,910	221,949	-	(2,357)	2,357	55,961	-	-	-
				77,007	6,627,431	6,704,438	2,772,210	(2,550,714)	(404,090)	329,941	1,886,392	141,440	4,529,259	4,670,699
				791,059	9,540,524	10,331,583	4,817,780	(4,584,843)	(610,274)	545,192	1,886,392	1,227,285	7,050,051	8,277,336

(i) From this amount, R\$ 1,604 refers to interest incurred from discontinued operations

Type	Annual average rate	Average rate structure	Maturity	09/30/2019			Changes					Consolidated December 31, 2018		
				Current	Noncurrent	Total	New contracts	Amortization	Interest paid	Interest incurred	Exchange rate changes	Current	Noncurrent	Total
In local currency														
Working capital	6.86%	100% of CDI	Sep/20	30,116	-	30,116	-	-	(1,744)	1,729	-	30,131	-	30,131
Working capital	14.78	CDI+4.70 p.a.	Sep/20	25,402	-	25,402	-	(5,013)	(2,201)	2,189	-	23,573	6,854	30,427
CCBs (i)	7.73%	CDI + 2.34%	Aug/25	315,826	1,046,844	1,362,670	275,000	(503,147)	(78,970)	91,317	-	241,940	1,336,530	1,578,470
CRAs (ii)	6.23%	CDI + 0.84%	Nov/25	211,884	652,467	864,351	716,074	(234,999)	(12,825)	30,258	-	231,949	133,894	365,843
FINAME (iii)	5.79%	Fixed rate	Jan/25	74,575	224,107	298,682	70,910	(415,445)	(29,641)	28,039	-	125,844	518,975	644,819
FINAME (iii)	9.62%	TLP/SELIC/TLP	April/24	24,235	41,635	65,870	63,542	(225,012)	(85,997)	15,766	-	97,169	200,402	297,571
FINEM (v)	7.74%	IPCA/TLP	Jun/21	8,304	4,962	13,266	-	(7,319)	(1,507)	1,280	-	10,435	10,377	20,812
FNO (vii)	4.29%	Fixed rate/IPCA	Jan/24	7,406	25,391	32,797	30,419	(14,184)	(1,037)	1,095	-	1,868	14,636	16,504
NCEs (iv)	6.90%	CDI + 1.51%	Apr/21	368	13,597	13,965	176,300	(162,600)	(1,853)	2,118	-	-	-	-
NPs (vi)	6.72%	CDI + 1.33%	Sep/22	716,903	312,332	1,029,235	250,000	(7,659)	(10,445)	45,680	-	438,419	313,240	751,659
FNE (viii)	4.38%	Fixed rate/IPCA	Jul/22	46,096	77,188	123,284	-	(126,157)	(10,650)	9,000	-	82,877	168,214	251,091
FINEP (viii)	6.45%	TLP + 0.5%	Jul/30	13	9,632	9,645	-	-	(432)	467	-	26	9,584	9,610
Working capital (CDC) (ix)	9.05%	Fixed rate	Dec/24	31,149	24,935	56,084	177,874	(155,526)	(2,303)	6,661	-	4,997	24,381	29,378
Others	6.80%	Fixed rate	Dec/24	6,770	6,651	13,421	-	(9,286)	-	3	-	11,473	11,231	22,704
				1,499,047	2,439,741	3,938,788	1,760,119	(1,866,347)	(239,605)	235,602	-	1,300,701	2,748,318	4,049,019
In foreign currency														
Senior Notes "Bond" (x)	7.75%	USD + 7.75%	Jul/24	30,380	2,576,150	2,606,530	-	-	(182,928)	138,368	179,563	75,253	2,396,274	2,471,527
NCEs (iv)	7.75%	USD + 7.75%	Jul/24	26,029	1,927,557	1,953,586	-	-	(128,277)	96,962	131,608	57,323	1,795,970	1,853,293
International credit (4131) - USD (xi)	3.73%	USD + 3.73%	May/21	3,032	166,348	169,380	-	(111,389)	(4,266)	6,795	10,302	112,946	154,992	267,938
International credit (4131) - USD (xi)	7.60%	USD + 7.60%	Apr/21	2,878	2,798	5,676	-	(1,239)	(322)	348	406	2,632	3,851	6,483
				62,319	4,672,853	4,735,172	-	(112,628)	(315,793)	242,473	321,879	248,154	4,351,087	4,599,241
				1,561,366	7,112,594	8,673,960	1,760,119	(1,978,975)	(555,398)	478,075	321,879	1,548,855	7,099,405	8,648,260

(i) From this amount, R\$ 3,918 refers to interest incurred from discontinued operations

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- (i) **CCBs** are Bank Credit Bills raised with financial institutions for financing working capital and the purchase of vehicles, machinery and equipment used in operations. These agreements have several maturities, either monthly, quarterly, semi-annually or bullet and some CCBs have covenants, including the maintenance of certain financial ratios linked to the percentage of debt and finance costs in relation to EBITDA-A.
- (ii) **CRAs** are Agribusiness Receivables Certificates issued for raising funds to finance the agribusiness sector chain, backed by Agribusiness credit rights certificates and debentures. In Parent company, CRAs are backed by Agribusiness Credit Rights Certificate No. 001/2019, 002/2019 and 01/2020 issued by the Company ("CDCA"), which have varying maturities with quarterly or half-yearly interest and have commitment clauses, including the maintenance of financial ratios of:
 - i) "**Net Debt / Added EBITDA**" less than or equal to 3.5 times and;
 - ii) "**Added EBITDA/Net Finance Costs**" greater than or equal to 2.0.These ratios set out in item (x) of Clause 9.2 of the CDCA's 001/2019 and 002/2019 and 7.2.1 of CDCA 001/2020 and must be proven quarterly, and have been complied with in all years and in the quarters ended March 31, 2020, June 30, 2020 and September 30, 2020.
- (iii) **FINAME** are financing for investments in vehicles, machinery and equipment used in operations. New contracts are signed monthly, related to the purchase of new assets under the normal fleet expansion and renewal process. Finame agreements have a grace period ranging from six months to two years according to the financed product, payments of interest and principal are monthly after the grace period. These financing agreements have no covenants, but only pledge of assets with financial agents.
- (iv) **NCEs** transactions in Dollar have covenants, including the maintenance of a financial ratio linked to the percentage of debt in relation to EBITDA. These notes have a bullet maturity at the end of the contractual term and semiannual payment of interest, and are 100% hedged through swap agreements, as mentioned in note 4.3.b. Between June 24 and 29, 2020, the Company settled the balance of R\$ 2,550,261, and in the same period signed new CCB contracts, in the same amounts settled. See item (xii) below.
- (v) **FINEM** are financing for investments in infrastructure raised for the construction, renovation and installation of operating sites. These agreements have monthly payments of interest and principal repayment and do not have covenants.
- (vi) **Promissory notes ('NPs')** refer to commercial notes of promise to pay, issued to reinforce working capital, within the ordinary management of its business. These agreements have several maturities, with payment of interest and principal at the end of the agreement. These operations have covenants, including the maintenance of financial ratios.
- (vii) **FNEs and FNOs** refer to the operations of the Constitutional Fund for Financing of the Northeast and Amazon Banks, to finance and invest in heavy vehicles, light vehicles, machinery and equipment used in the Simpar Group's cash management operations. These agreements have varying maturities, grace periods vary from three months to one year, and some assets may be collateralized in accordance with the financed product. Payments of interest and principal are monthly after the grace period and have no covenants.
- (viii) **FINEP** refers to financing agreements with the Financier of Studies and Projects - FINEP, with the purpose of investing in research and development projects for technological innovations. This transaction has no covenants. Payments of interest and principal are monthly after the grace period and have no covenants.
- (ix) **Working capital (CDC)** is a type of working capital financing for purchase of products, vehicles, machinery and equipment in general, including services. In some cases, these are short-term operations used to manage the Simpar Group's cash. These agreements have several maturities, either monthly, quarterly, semi-annually or bullet.
- (x) **Senior Notes "Bond"** refer to debt bonds issued by the subsidiary JSL Europe in the international market, in the amount of US\$ 325,000 thousand, with maturity on July 26, 2024 and semi-annual payment of interest of 7.75% p.a., beginning on January 26, 2018. On January 8, 2018, the indirect subsidiary JSL Europe made a "Retap" offering in the amount of U\$ 300,000 thousand keeping the same characteristics

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from the original issuance. These bonds were issued with a rate of 6.75% p.a., where JSL Europe recognized a gain in the amount of R\$ 49,400, related to the balancing in the original rate of 7.75% p.a.. This gain will be recognized in the statement of profit or loss over the maturity of the transaction. These transactions have covenants, including the maintenance of a financial ratio linked to the percentage of debt in relation to EBITDA. The balance payable is indexed to the US dollar and is naturally hedged by financial investments in the same amount also indexed to the dollar.

- (xi) **International credit (4131)** refer to borrowing transactions with foreign institutions. These transactions have covenants, including the maintenance of certain financial ratios linked to the percentage of debt in relation to EBITDA-A. On March 20, 2020, the subsidiary Vamos renegotiated this debt, changing the maturity from May 2021 to September 2023 and the contracted rate from 5.05% to 2.48%. With this renegotiation, the previously contracted exchange rate of R\$ 3.77 was R\$ 4.85. This transaction is 100% protected through swap contracting, as mentioned in note 4.3.(b).
- (xii) **CCB - FX (Foreign exchange)**, as mentioned in item (iv) above, these were contracted between June 25 and 30, replacing the NCEs that had been settled. These borrowings have covenants, including the maintenance of a financial ratio linked to the percentage of debt in relation to EBITDA. These notes have a bullet maturity at the end of the contractual term and semiannual payment of interest, and are 100% hedged by swap agreements, as mentioned in note 4.3(b).

For the purpose of reading the above references, the following definitions are considered:

Net debt for covenant purposes: means the total balance of short- and long-term loans and financing of the Issuer, including debentures and any other debt securities, positive and/or negative results of hedge transactions, less: (a) cash and financial investments; and (b) financing for the purchase of new and used vehicles, locally made or imported, and automotive parts, under revolving credit facilities from financial institutions linked to the manufacturers (floor plan).

EBITDA for covenant purposes: means earnings before interest, taxes, depreciation and, amortization, impairment of assets and equity in subsidiaries calculated over the last twelve (12) months, including Added-EBITDA for the last twelve (12) months of companies merged and/or acquired by the Issuer.

Added EBITDA (EBITDA-A) for covenant purposes: means earnings before finance income (costs), taxes, depreciation, amortization, impairment of assets and equity results from subsidiaries, plus cost of sale of assets used in the provision of services, calculated for the last 12 months, including Added-EBITDA for the last twelve (12) months of companies merged and/or acquired, by the Issuer.

Net Finance Costs for covenant purposes: means borrowing costs plus monetary adjustments, less income from financial investments, all relating to the items described in the above definition of "Net Debt", and calculated on an accrual basis over the last twelve (12) months.

17.1 Guarantees and bank guarantees

At September 30, the Simpar Group has certain guarantees for loans and financing transactions, as follows:

- ✓ **FINAME, FNO, CDC and leases payable** - guaranteed by the respective financed vehicles, machinery and equipment;
- ✓ **FINEM, FNE** – bank guarantees;
- ✓ **CCBs** – the Company has a fiduciary assignment of duplicates of R \$ 31,000 and a pledge of 10% of the quotas of CS Brasil Transportes; Vamos has CCB operations and consortia guaranteed by the respective vehicles, machines and equipment financed; and CS Brasil Transportes has a fiduciary assignment of duplicates of 20% of the operation's debit balance;
- ✓ **CDCA, CRA II and CRA III** - Guarantees of receivables from customers (ballast).

The other transactions do not have any guarantees.

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18. Debentures

The movements in the nine-month periods ended September 30, 2020 and 2019 are as follows:

Type	Annual average rate	Maturity	09/30/2020			Changes				
			Current	Noncurrent	Total	New contracts	Transfer from spin-off	Payments	Interest paid	Interest incurred
In local currency										
13 th issuance	3.87%	May/26	6,397	447,557	453,954	-	450,938	-	(7,223)	10,239
14 th issuance	2.19%	Nov/23	51,151	123,917	175,068	-	174,455	-	(2,643)	3,256
			57,548	571,474	629,022	-	625,393	-	(9,866)	13,495

Type	Annual average rate	Maturity	09/30/2020			Movement				Consolidated 12/31/2019		
			Current	Noncurrent	Total	New contracts	Amortization	Interest paid	Interest incurred	Current	Noncurrent	Total
In local currency												
6 th issuance - JSL	5.04%	Jul/20	-	-	-	-	(119,827)	(50,100)	8,418	161,509	-	161,509
8 th issuance - JSL	3.23%	Jun/21	76,012	-	76,012	-	(66,701)	(14,863)	6,028	75,633	75,915	151,548
10 th issuance - JSL	2.38%	Dec/23	148	223,160	223,308	-	(75,500)	(8,764)	10,213	73,765	223,594	297,359
11 th issuance - JSL	2.42%	Nov/25	1,068	392,206	393,274	-	-	(13,127)	12,715	1,117	392,569	393,686
12 th issuance - JSL	3.85%	Apr/25	1,038	555,232	556,270	-	(35,294)	(22,658)	21,686	139,883	452,653	592,536
13 th issuance - JSL	3.87%	May/26	6,397	447,557	453,954	-	-	(20,553)	24,568	2,775	447,164	449,939
14 th issuance - JSL	2.19%	Nov/23	51,151	123,917	175,068	-	(25,000)	(6,859)	7,948	50,343	148,636	198,979
1 st issuance - Movida Locação	3.99%	Mar/23	61,959	124,145	186,104	-	(62,500)	(16,896)	12,220	66,544	186,736	253,280
2 nd issuance - Movida Locação	3.73%	Oct/21	44,002	39,988	83,990	-	-	-	3,078	41,034	39,878	80,912
3 rd issuance - Movida Locação	3.53%	Jan/24	5,933	199,408	205,341	-	-	(7,954)	7,012	7,055	199,228	206,283
4 th issuance - Movida Locação	6.18%	Apr/22	4,410	199,472	203,882	200,000	-	-	3,882	-	-	-
1 st issuance - Movida Participações	4.65%	Jul/22	6,012	5,960	11,972	-	(8,405)	(799)	772	8,447	11,957	20,404
2 nd issuance - Movida Participações	3.87%	Jun/23	208,485	245,925	454,410	-	-	(13,055)	17,321	33,608	416,536	450,144
3 rd issuance - Movida Participações	3.92%	Jun/24	5,005	594,371	599,376	-	-	(15,109)	22,611	-	591,874	591,874
4 th issuance - Movida Participações	3.76%	Jul/27	2,485	698,373	700,858	-	-	(45,462)	27,967	20,008	698,345	718,353
2 nd issuance - Vamos	3.71%	Aug/26	1,444	793,139	794,583	-	-	(40,895)	30,528	13,180	791,770	804,950
			475,549	4,642,853	5,118,402	200,000	(393,227)	(277,094)	216,967	694,901	4,676,855	5,371,756

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The characteristics of the debentures are presented in the table below:

Issuer	JSL S.A.							Movida Locação				Movida Participações				Vamos	
	6 th issuance	8 th issuance	10 th issuance	11 th issuance	12 th issuance	13 th issuance	14 th issuance	1 st issuance	2 nd issuance	3 rd issuance	4 th issuance	1 st issuance	2 nd issuance	3 rd issuance	4 th issuance	2 nd issuance	
a. Identification of the process by nature																	
1 st series amount	152,429	165,175	352,000	400,000	600,000	344,940	200,000	250,000	100,000	200,000	200,000	150,000	138,250	214,478	250,000	382,500	
2 nd series amount	62,472	71,751	-	-	-	105,060	-	-	-	-	-	250,000	181,500	138,112	166,000	417,500	
3 rd series amount	185,099	163,074	-	-	-	-	-	-	-	-	-	-	130,250	247,410	284,000	-	
Issuance amount	400,000	400,000	352,000	400,000	600,000	450,000	200,000	250,000	100,000	200,000	200,000	400,000	450,000	600,000	700,000	800,000	
Total amount received in checking account	401,910	400,390	352,000	400,000	600,000	450,000	200,000	250,000	100,000	200,000	200,000	400,000	450,000	600,000	700,000	800,000	
Issuance	07/15/2013 07/30 and 31/2013 & 08/01/2013	06/15/2014	03/20/2017	06/20/2017	12/20/2018	05/20/2019	11/19/2019	04/13/2018	10/31/2018	06/27/2019	04/30/2020	07/04/2017	06/07/2018	01/04/2019	06/27/2019	08/16/2019	
Funding		06/18/2014	03/29/2017	06/30/2017	12/06/2018	05/30/2019	12/02/2019	04/13/2018	10/31/2018	06/27/2019	04/30/2020	07/27/2017	06/07/2018	01/04/2019	06/27/2019	09/20/2019	
Maturity	07/15/2020	06/15/2021	12/20/2023	11/20/2025	04/20/2025	05/20/2026	11/20/2023	03/29/2023	10/10/2021	01/24/2024	04/20/2022	07/15/2020 and 07/15/2022	06/07/2023	06/07/2024	07/27/2027	08/20/2024 & 08/20/2026	
Type	Unsecured	Unsecured	Unsecured	Floating	Floating	Unsecured	Unsecured	Unsecured	Unsecured	Unsecured	Unsecured	Unsecured	Unsecured	Unsecured	Unsecured	Unsecured	
Identification with B3	JSML16/26/36	JSML 18/28/38	JSML 10	JSML A1	JSML A2	JSML A3/B3	JSML A4	MVLV11	MVLV12	MVLV13	MVLV14	MOVI 11/21	Unsecured MOVI 12/22/32	Unsecured MOVI 13/23/33	Unsecured MOVI 14/24/34	Unsecured VAMO12 and VAMO22	
b. Transaction costs incurred	5,012	2,624	9,272	15,479	10,284	3,709	1,926	2,390	452	1,167	2,110	3,248	2,638	13,466	3,120	10,518	
c. Premiums																	
Additional due to settlement	30 and 07/31/2013 & 08/01/2013	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	
Amount of settlement	1,910	390	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
d. Effective interest rate (IRR) p.a. %																	
1 st series	CDI+1.80%	116% of CDI	125.0% of CDI	127.50% of CDI	CDI1.95%	CDI+1.90%	115.20% of CDI	CDI+2.00%	CDI+1.80%	CDI+1.60%	CDI+4.20%	CDI+1.55%	CDI+1.60%	CDI+1.85%	CDI+1.25%	CDI+1.60%	
2 nd series	CDI2.20%	IPCA8.0%	-	-	-	CDI+2.20%	-	-	-	-	-	CDI+2.70%	CDI+2.20%	CDI+2.05%	CDI+1.60%	CDI+2.00%	
3 rd series	IPCA+7.5%	118.5% of CDI	-	-	-	-	-	-	-	-	-	-	CDI+1.90%	CDI+2.05%	CDI+2.10%	-	
e. Amount of costs and premiums to be apportioned until maturity	-	188	3,380	7,794	12,843	1,525	1,886	1,568	195	897	1,846	962	1,206	9,368	2,427	10,518	

The Debentures issued by the Simpar Group are all simple, non-convertible debentures, unsecured, except for the 11th issuance that is issued as debentures of the floating guarantee type and 12th issuance that is issued as debentures of the floating guarantee type and additional fidejussory guarantee. All debentures have clauses of maintenance of financial ratios linked to the percentage of debt and finance costs in relation to EBITDA-A.

For the 11th and 12th issuances of debentures, the Company is required to maintain at least 130% of the debt balance, amount equivalent to assets free of burden and debt

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19. Leases payable

Finame leases and finance leases for the acquisition of vehicles and assets of the operating activity of the Simpar Group which have fixed annual charges, and are distributed as follows:

	Consolidated	
	09/30/2020	09/30/2019
Lease liabilities at December 31	401,612	242,914
New contracts	70,405	109,531
Amortization	(47,810)	(67,690)
Interest paid	(82,911)	(12,085)
Interest incurred	15,495	16,579
Lease liabilities at the end of the period	356,791	289,249
Current	139,317	103,9710
Noncurrent	217,474	185,279
Total	356,791	289,249
Annual average rate	4.19%	7.95%
Average rate structure p.a.	CDI+2.29%	CDI2.56%
Maturity	Feb/25	Sep/24

20. Right-of-use lease

Information on lease liabilities in which the Group is a lessee is presented below. Information regarding right-of-use assets is included in note 12.

	Consolidated	
	09/30/2020	09/30/2019
Lease liabilities at December 31	517,700	-
Initial adoption of CPC 06 (R2) / IFRS 16	-	504,788
New contracts	212,931	120,302
Write-offs	(123,115)	(15,137)
Payments	(89,948)	(81,938)
Interest paid	(22,895)	(18,518)
Interest incurred	28,816	22,890
Lease liabilities at the end of the period	523,489	532,387
Current	101,761	111,369
Noncurrent	421,728	421,018
Total	523,489	532,387

21. Assignment of receivables

	Consolidated	
	09/30/2020	12/31/2019
Sale of receivables	18,035	25,412
Interest to be accrued	(4,439)	(7,284)
Total	13,596	18,128
Current	6,043	6,043
Noncurrent	7,553	12,085
Total	13,596	18,128

It refers to the assignment of part of its future receivables arising from lease agreements and related services. The assignment included agreements whose assets for lease were delivered, with proper acknowledgment of the lease and service rendered by the customer. Vamos is responsible for operating the collection of these receivables, however, there is no regressive claim or co-obligation for the receivables, and it will not be responsible for the solvency of the contracting customer. The future value of the portfolio assigned was R\$ 40,077, the amount received by Vamos was R\$ 30,214, and the interest paid are recognized as finance costs in profit or loss over the agreement period. This operation matures in December 2022.

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22. Labor liabilities

	Parent company		Consolidated	
	09/30/2020	12/31/2019	09/30/2020	12/31/2019
Provisions for vacation, 13th salaries	547	-	141,862	78,716
Salaries	738	-	49,017	68,801
Bonus and profit sharing	2,936	-	23,665	28,676
INSS	241	-	60,255	45,362
Severance pay fund (FGTS)	15	-	9,989	7,512
Others	-	254	2,811	2,561
	4,477	254	287,599	231,628

23. Judicial deposits and provision for judicial and administrative litigation

In the normal course of its business, the Simpar Group is subject to civil, tax and labor litigation at the administrative and judicial levels, as well as judicial deposits and assets freezing as collateral in connection with such litigation. Based on the opinion of its legal counsel, provisions were recorded to cover probable losses related to these litigations, and, as applicable, they are presented net of respective judicial deposits as shown below:

	Judicial deposits		Provisions	
	09/30/2020	12/31/2019	09/30/2020	12/31/2019
	Consolidated			
Labor	41,858	50,689	(38,376)	(45,827)
Civil	13,553	12,805	(17,383)	(21,923)
Tax	17,763	12,859	(580)	(79)
	73,174	76,353	(56,339)	(67,829)

23.1 Judicial deposits

Judicial deposits and assets freezing refer to amounts deposited in an account or legal freezes on checking accounts, ruled by the court, as guarantee for any payment required by the court, or amounts duly deposited under judicial agreements to replace tax payments or payables that are being challenged in the court.

23.2 Provision for judicial and administrative litigation

The Simpar Group classifies the risks of loss on lawsuits as “probable”, “possible” or “remote”. The provision recognized in respect of these lawsuits is determined by Management, based on the analysis of its legal counsel, and reasonably reflects the estimated probable losses.

The Group’s management believes that the provision for tax, civil and labor risks is sufficient to cover any losses on administrative and judicial litigation. The movement during the nine-month periods ended September 30, 2020, and 2019 were as follows:

	Consolidated			Total
	Labor	Civil	Tax	
At December 31, 2019	45,827	21,923	79	67,829
Additions	9,024	6,812	-	15,836
Reversals	(16,116)	(11,210)	-	(27,326)
Reclassification	(359)	(142)	501	-
At September 30, 2020	38,376	17,383	580	56,339

	Consolidated			Total
	Labor	Civil	Tax	
At December 31, 2018	51,201	24,024	338	75,563
Additions	19,997	22,177	502	42,676
Reversals	(22,571)	(19,004)	-	(41,575)
At September 30, 2019	48,627	27,197	840	76,664

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Labor

The provision for labor claims was recognized to cover the risks of loss arising from lawsuits claiming compensation for overtime, commute hours, hazardous duty premium, health hazard premium, work accidents and lawsuits filed by employees of third parties due to subsidiary liability.

Civil

Civil lawsuits do not involve, individually, material amounts and are mainly related to claims for compensation of traffic accidents and pain and suffering, aesthetic and property damages.

Tax

The provision for tax lawsuits refers to administrative lawsuits filed against the Group challenging certain tax assessment notices issued in the inspection process, and other lawsuits filed challenging the lawfulness of the collection of certain taxes.

23.3 Possible losses not provided for in the statement of financial position

At September 30, 2020, the Simpar Group is party to tax, civil and labor lawsuits in progress (judicial and administrative) with losses considered possible by Management and its legal counsel, as shown in the table below:

	Consolidated	
	09/30/2020	12/31/2019
Labor	185,862	137,010
Civil	171,718	190,750
Tax	290,028	292,499
Total	647,608	620,259

Labor

The labor lawsuits are related to claims for labor-related indemnities filed for labor claims of the same nature as those mentioned in note 23.2, filed by former employees of the Simpar Group.

Civil

The civil lawsuits are related to claims for indemnity related to damages for several reasons against the companies of the Simpar Group, of the same nature as those mentioned in note 23.2, and annulment actions and claims for breach of contract.

Tax

The main natures of lawsuits are the following: (i) challenges related to alleged non-payment of ICMS; (ii) challenges of part of PIS and COFINS credits that comprise the negative balance presented in PER/DCOMP; (iii) challenges related to tax credits of IRPJ, CSLL, PIS and COFINS; (iv) challenges related to the offset of IRPJ and CSLL credits and (v) challenge related to the recognition of ICMS credits. The amounts involved are as follows:

	Consolidated	
	09/30/2020	12/31/2019
IRPJ and CSLL	110,899	109,764
ICMS	95,422	89,636
INSS	7,730	7,858
PER/DCOMP	41,634	22,805
PIS/COFINS	11,888	33,747
Others	22,455	28,689
Total	290,028	292,499

23.4 Contingent asset

The Group filed lawsuits requesting the exclusion of ICMS from the PIS and COFINS calculation bases, as well as the recognition of the right to offset credits raised in the 5 years prior to the filing, comprising the period from 2002 to 2017. These lawsuits are pending a final decision in favor of the Group, and for certain subsidiaries and companies acquired already merged into the Company, the lawsuits had final and unappealable decisions during 2018 and 2019, recognizing the right postulated.

However, considering the embargoes filed by the Federal Government before the Federal Supreme Court (STF), claiming the modulation of the effects of the decision issued by the same court, which determined the exclusion of ICMS from the PIS and COFINS calculation basis, Management has been assessing the respective effects that the judgment of these embargoes may have on the actions, whether carried forward or those that have not been *res judicata*.

Management considers that for the lawsuits for which final and unappealable decisions have been handed down, depending on any interpretation resulting from the STF decision, termination actions may be filed by the counterparty within two years from the final decision. Therefore, considering the uncertainty regarding the probable realizable value of these tax credits, estimated at R\$ 18,426 at September 30, 2020 (R\$ 18,308 at December 31, 2019), based on final and unappealable decisions, and considering their materiality, Management decided not to record the respective asset.

With regard to lawsuits for which no final and unappealable decisions have been handed down yet, the Company estimates tax credits in the amount of up to R\$ 123,983 at September 30, 2020 (R\$ 130,000 at December 31, 2019), depending on the rights recognized by the final and unappealable decisions and any interpretation resulting from the STF decision.

The Simpar Group is gathering all supporting documents to ratifying the benefit amounts for the eventual registration, pursuant to final decisions.

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24. Income tax and social contribution**24.1 Deferred income tax and social contribution**

Deferred income tax (IRPJ) and social contribution on net income (CSLL) assets and liabilities were calculated based on the balances of tax losses and temporary differences for income tax and social contribution that are deductible or taxable in the future. Their origins are comprised as follows:

	<u>Parent company</u>	<u>Consolidated</u>	
	<u>09/30/2020</u>	<u>09/30/2020</u>	<u>12/31/2019</u>
Tax credits			
Tax losses	7,024	215,977	243,151
Provision for judicial and administrative litigation	-	53,935	49,822
Expected credit losses ("impairment") of trade receivables	-	60,916	45,919
Provision for adjustment to market value and obsolescence	-	4,884	3,115
Provision for impairment of assets (ii)	-	28,417	-
Share-based payment plan	6,926	7,261	6,711
Amortization and write-off of intangible assets from business combinations	-	17,507	17,062
Depreciation of right-of-use leases	-	12,235	10,696
Other provisions	(1,550)	66,711	42,346
Total tax credits - gross	12,400	467,843	418,822
Tax debits			
Income tax and social contribution on goodwill related to contribution from controlling shareholders	(58,930)	(58,930)	(2,085)
Present value adjustment	-	(2,385)	(2,085)
Deferred profit from sales to public authorities	-	(33,886)	(32,855)
Hedge derivatives (swap) and exchange rate changes under cash basis	(12,837)	(13,236)	(79,078)
Accounting vs. tax depreciation	2,859	(522,203)	(501,973)
Property and equipment - finance leases	(6,579)	(86,792)	(79,658)
Gains on equity interests in subsidiaries	-	-	(89,852)
Revaluation of assets	-	(1,996)	(2,686)
Realization of goodwill	-	(71,482)	(66,324)
Total tax debits - gross	(75,487)	(790,910)	(854,511)
Total tax debits - net	(63,087)	(323,067)	(435,689)
Deferred tax assets	-	159,040	138,431
Deferred tax liabilities	(63,087)	(482,107)	(574,120)
Total tax debits - net	(63,087)	(323,067)	(435,689)

The movements in deferred income tax and social contribution for the nine-month periods ended September 30, 2020 and 2019 are as follows:

	<u>Parent company</u>	<u>Consolidated</u>
At December 31, 2019	-	(435,689)
Deferred income tax and social contribution recognized in the statement of profit or loss	1,642	(7,870)
Deferred income tax and social contribution on goodwill related to contribution from controlling shareholders	(63,496)	(63,496)
Deferred income tax and social contribution on cash flow hedge, in other comprehensive income to be recycled to profit or loss	7,328	95,690
Deferred income tax and social contribution on cash flow hedge, in other comprehensive income, to be recycled to profit or loss	-	(17,435)
Deferred income tax and social contribution absorbed from spin-off	(13,127)	-
Deferred income tax and social contribution on equity valuation adjustments	-	90,061
Deferred income tax and social contribution on transaction costs incurred in the restricted share offering	-	9,725
Reclassifications between deferred and current	-	1,381
At September 30, 2020	(67,653)	(327,633)

24.1.1 Estimated realization schedule

Deferred tax assets arising from temporary differences will be used as the respective differences are settled or realized.

Tax losses can be carried forward indefinitely and, as at September 30, 2020 and December 31, 2019, deferred income tax and social contribution were recognized for all tax loss carryforwards, except for the

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tax losses carryforwards of Vamos Seminovos in the amount of R\$ 20,851, due to the lack of appropriate evidence and support of their expectation of future taxable profits.

In estimating the realization of deferred tax assets, Management considers its budget and strategic plan based on the estimated realization schedule of assets and liabilities that gave rise to them, and in earnings projections for the subsequent years.

The realization of these credits related to the balance for the year ended December 31, 2019 is shown in the individual and consolidated annual financial statements, issued on June 5, 2020.

24.2 Reconciliation of income tax and social contribution (expense) income

Current amounts are calculated based on the current rates levied on taxable profit before income tax and social contribution, as adjusted by respective additions, deductions and offsets allowed by the prevailing legislation:

	Parent company		Consolidated	
	09/30/2020	09/30/2019	09/30/2020	09/30/2019
Profit before income tax and social contribution	139,312	81,108	313,181	278,190
Statutory rates	34%	34%	34%	34%
Income tax and social contribution calculated at the standard rates	(47,366)	(27,577)	(106,482)	(94,585)
Permanent (additions) exclusions				
Equity results from subsidiaries	55,858	27,577	(145)	(556)
Tax incentives - Workers Meal Program ("PAT")	-	-	2,075	1,077
Effects of interest on capital - received and paid	(6,087)	-	616	7,728
Provision for deferred tax credits on tax losses carried forward (i)	-	-	(38,000)	-
Unconstituted deferred credits on tax losses carried forward	-	-	(10,222)	(7,104)
ICMS credit granted	-	-	6,965	-
Non-deductible expenses and other permanent (additions) deductions	(763)	-	(1,737)	13,241
Income tax and social contribution calculated	1,642	-	(146,930)	(80,199)
Current	-	-	(139,060)	(120,483)
Deferred	1,642	-	(7,870)	40,284
Income tax and social contribution on results	1,642	-	(146,930)	(80,199)
Effective rate	1.10%	-	-48.54%	-9.94%

- (i) Refers to the provision for income tax and social contribution on expenses resulting from the corporate restructuring that took place in the Company.

The Group's income tax returns are open to review by tax authorities for five years from the filing of the return. As a result of these reviews, additional taxes and penalties may arise, which would be subject to interest. However, Management believes that all taxes have either been properly paid or provided for.

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24.3 Income tax and social contribution recoverable and payable

The movements in current tax assets in the nine-month periods ended September 30, 2020 and 2019 are as follows:

	<u>Parent company</u>	<u>Consolidated</u>
Income tax and social contribution recoverable - current	9,416	156,682
Income tax and social contribution recoverable - noncurrent	-	34,929
Income tax and social contribution payable	(624)	(3,718)
At December 31, 2019	<u>8,792</u>	<u>187,893</u>
Provision for income tax and social contribution payable for the period	-	(139,060)
Advances, offsets and payments in the period	78	353,184
At September 30, 2020	<u>8,870</u>	<u>402,017</u>
Income tax and social contribution recoverable - current	11,743	372,736
Income tax and social contribution recoverable - noncurrent	-	34,929
Income tax and social contribution payable	(2,873)	(5,648)
At September 30, 2020	<u>8,870</u>	<u>402,017</u>
		<u>Consolidated</u>
Income tax and social contribution recoverable - current		110,149
Income tax and social contribution recoverable - noncurrent		24,312
Income tax and social contribution payable		(12,356)
At December 31, 2018		<u>122,105</u>
Provision for income tax and social contribution payable for the period		(120,483)
Advances, offsets and payments in the period		80,970
At September 30, 2019		<u>82,592</u>
Income tax and social contribution recoverable - current		87,701
Income tax and social contribution recoverable - noncurrent		24,876
Income tax and social contribution payable		(29,985)
At September 30, 2019		<u>82,592</u>

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25. Related parties

25.1 Related-party balances (assets and liabilities)

Transactions between the Company and its subsidiaries are eliminated for the purpose of presenting the consolidated balances, but maintained at the Parent company in this quarterly information. The nature of these transactions is comprised of:

- (i) Cash and cash equivalents, securities and financial investments: these are financial securities, such as leasing bills and financial promissory notes.
- (ii) Trade receivables: balances arising from commercial transactions for the purchase and sale of assets, leasing of assets and provision of services.
- (iii) Advances to third parties and other credits: balances arising from reimbursements of miscellaneous expenses and reimbursements of apportionment of common expenses paid to the Company.
- (iv) Dividends receivable: balances receivable from dividends proposed and approved by the Company's subsidiaries.
- (v) Receivable and payable parties: refer to loan agreements held between the Company and its subsidiaries and balances receivable from the sale of equity interests between the Company and its subsidiaries.
- (vi) Other accounts payable: balances payable for reimbursement of the Company's expenses borne by the subsidiaries.
- (vii) Trade payables: balances arising from commercial transactions for the purchase and sale of assets, leasing of assets and provision of services.

The following table presents the balances of transactions between the Company and related parties:

	Assets						Liabilities		
	Cash and cash equivalents (note 5)	Marketable securities and financial investments (Note 6)	Other credits	Dividends receivable		Receivable from related parties		Other payables	Payable to related parties
	September 30, 2020	September 30, 2020	September 30, 2020	September 30, 2020	December 31, 2019	September 30, 2020	December 31, 2019	September 30, 2020	December 31, 2019
Related parties									
Avante Veículos	-	-	3	-	-	-	-	3	-
BBC Payments	-	-	1,441	-	-	-	-	611	-
Borgato Serviços	-	-	6	-	-	-	-	-	-
Ciclus Ambiental	-	-	-	-	-	-	48,925	-	-
CS Brasil Frotas	-	-	4,704	2,348	-	-	-	2,651	-
CS Brasil Participações	-	606,521	34	-	-	1,145	-	-	-
CS Brasil Transportes	-	-	4,163	-	-	-	-	2,439	-
Instituto Júlio Simões	-	-	-	-	-	-	-	-	-
JSL Arrendamento	77,587	-	479	-	-	-	-	479	-
JSL Corretora	-	-	15	-	-	-	-	2	-
JSL Empreendimentos	-	-	-	-	-	-	-	-	-
JSL Europe	-	-	-	-	-	-	-	-	-
JSL Finance	-	-	-	-	-	-	-	-	-
JSL S.A.	-	-	41,833	-	21,732	-	-	2,887	13,185
Medlogística	-	-	-	-	-	-	-	-	-
Mogi Mob	-	-	507	-	-	-	-	1,328	-
Mogipasses	-	-	18	-	-	-	-	9	-
Movida Locação	-	-	1,910	-	-	-	-	27	-
Movida Participações	-	-	830	18,628	-	-	-	3	-
Movida Premium	-	-	19	-	-	-	-	-	-
Original Distribuidora	-	-	1	-	-	-	-	1	-
Original Veículos	-	-	747	-	-	28,039	-	379	-
Ponto Veículos	-	-	5	-	-	-	-	4	-
Quick Armazéns	-	-	-	-	-	-	-	-	-
Quick Logística	-	-	15	-	-	-	-	-	-
Ribeira Imóveis	-	-	-	-	-	-	-	228	18,348
Simpar	-	-	-	-	-	-	-	-	-
TPG Transportes	-	-	16	-	-	-	-	-	-

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Transrio	-	-	159	-	-	-	-	-	-
Vamos	-	-	16,139	-	-	-	-	-	-
Vamos Caminhões	-	-	-	-	-	-	-	-	-
Vamos Máquinas	-	-	127	-	-	-	-	-	-
Vamos Seminovos	-	-	37	-	-	-	-	-	-
Vamos Linha Amarela	-	-	-	-	-	-	-	-	-
Yolanda	-	-	2	-	-	-	-	-	-
Others	-	-	-	-	-	-	36	-	-
Total	77,587	606,521	73,210	20,976	21,732	29,184	48,961	11,051	31,533
Current	77,587	606,521	72,430	20,976	21,732	-	-	-	-
Noncurrent	-	-	780	-	-	29,184	48,961	11,051	31,533
Total	77,587	606,521	73,210	20,976	21,732	29,184	48,961	11,051	31,533

Amounts corresponding to loan agreements with related parties are subject to contractual charges of 100% of the CDI plus 2.5% p.a., which are recognized in the finance income (costs) of the respective entities. Related-party transactions were contracted at rates compatible with those used with third parties, prevailing at the transaction dates, taking into consideration the reduction of risk, except for reimbursement of expenses that are transferred at cost.

The table below presents the balances of intercompany transactions that are not eliminated in consolidation:

	Consolidated						
	Assets			Liabilities			
	Trade receivables (note 7)		Receivable from related parties	Trade payables (note 14)	Other trades payable	Payable to related parties	
	09/30/2020	12/31/2019	12/31/2019	12/31/2019	09/30/2020	09/30/2020	12/31/2019
Related parties							
Ciclus Ambiental	13,010	-	-	-	-	-	-
Consórcio Sorocaba	-	-	-	-	-	3,706	3,056
Instituto Julio Simões	-	-	-	-	-	-	-
Ribeira Imóveis	-	-	-	-	-	94	-
Other	-	26,978	36	222	228	-	13,999
Total	13,010	26,978	36	222	228	3,800	17,055
Current	13,010	26,978	-	222	228	3,800	3,056
Noncurrent	-	-	36	-	-	-	13,999
Total	13,010	26,978	36	222	228	3,800	17,055

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In thousands of Brazilian reais, unless otherwise stated

25.2 Related-party transactions with effects in profit or loss

The table below presents the results from transactions between the Company, its subsidiaries and other related parties in the line items of revenues, costs, deductions and other operating revenues and expenses for the nine-month period ended September 30, 2020 and 2019:

Results	Consolidated															
	Rent and services		Contracted rent and services		Sale of assets		Purchase of assets		Administrative and selling expenses and recovery of expenses		Other operating income (expenses)		Finance income		Finance expense	
	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019
Transactions eliminated in profit or loss				#VALORI												
JSL S.A.	2,356	4,677	(4,660)	(3,184)	19,020	54,024	(19,020)	(48,852)	(3,052)	28,900	5,038	1,332	-	2,514	(21,940)	(1)
Avante Veículos	2,705	-	(991)	-	2,967	-	(2,967)	-	129	(180)	-	-	-	-	-	-
BBC Pagamentos	-	-	-	-	-	-	-	-	186	-	-	-	-	-	-	-
Borgato Serviços	-	-	(265)	-	-	-	-	-	35	(27)	(432)	-	-	-	-	-
CS Brasil Frotas	16,669	-	(374)	-	4,209	2,042	(4,209)	(2,042)	7,231	(3,053)	148	-	-	-	-	(258)
Centro de Memória	-	-	-	-	-	-	-	-	2	-	-	-	-	-	-	-
CS Brasil Participações	-	-	(14,733)	-	-	-	-	-	66	-	368	-	19,262	-	(1,083)	-
CS Brasil Transportes	6,437	20	(6,245)	-	2,543	2,415	(2,543)	(2,589)	3,744	150	563	-	(29)	-	(2,915)	(709)
Instituto Júlio Simões	-	-	-	-	-	-	-	-	4	-	-	-	-	-	-	-
JSL Arrendamento	558	-	274	-	3,175	-	(3,175)	-	561	(551)	-	-	2,163	-	(4,658)	(280)
JSL Corretora	95	-	-	-	-	-	-	-	67	(90)	3	-	-	-	(8)	-
JSL Empreendimentos	4	-	-	-	-	-	-	-	2	(5)	-	-	10	-	1	(250)
JSL Europe	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(45,966)	-
JSL Finance	-	-	-	-	-	-	-	-	-	-	-	-	45,966	-	-	-
JSL Holding	-	-	-	-	-	-	-	-	-	-	-	-	4,663	-	2,068	-
Medlogística	150	-	-	(17)	-	-	-	-	644	(414)	-	-	-	-	-	(3)
Mogi Mob	1,113	-	(2)	-	442	-	(442)	-	1,017	-	11	-	-	-	-	-
Mogipasses	2	-	(954)	-	-	-	-	-	125	(96)	-	-	-	-	-	-
Movida Locação	8,491	-	(200,346)	(19)	2,115	66	(2,112)	(66)	13,366	(16,199)	1,645	-	-	-	(17,126)	-
Movida Participações	194,899	245	(1,943)	(5)	6,320	46	(6,320)	(46)	(1,956)	(1,490)	313	-	-	-	-	-
Movida Premium	21,624	-	(46)	-	-	-	-	-	101	(129)	16	-	-	-	-	-
Original Distribuidora	62	-	(2,961)	-	-	-	-	-	19	(12)	(5)	-	25	-	-	(75)
Original Veículos	3,787	2	(4,800)	-	30,760	-	(30,760)	-	892	(2,110)	3	-	991	-	(17)	(636)
Ponto Veículos	2,151	-	(8,747)	-	6,633	-	(6,633)	-	314	(467)	-	-	-	-	-	-
Quick Armazéns	-	-	-	-	-	-	-	-	13	(12)	-	-	-	220	(156)	-
Quick Logística	953	-	(8)	(1,009)	-	-	-	-	493	(1,048)	2	-	602	-	-	(482)
Simpar	-	-	-	-	-	-	-	-	(29,351)	-	-	-	-	-	(553)	-
Sinal Serviços	-	-	-	-	-	-	-	-	-	-	-	-	(364)	-	-	-
TPG Transportes	-	-	-	-	-	-	-	-	452	-	16	-	-	-	-	-
Transrio	238	328	(2,755)	(122)	6,562	-	(6,562)	-	815	(1,158)	-	-	-	-	-	-
Vamos	4,547	2,134	(2,882)	(3,627)	9,337	24,169	(9,337)	(28,189)	(2,207)	(4,143)	894	3,213	-	-	(54)	-
Vamos Máquinas	1,291	523	(1,719)	(523)	86	-	(86)	(983)	647	(481)	(395)	-	-	-	3	-
Vamos Seminovos	279	163	(205)	-	-	-	-	-	63	(21)	-	-	-	-	-	-
Vamos Linha Amarela	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Yolanda	-	-	-	-	-	-	-	-	72	(572)	2,172	(908)	208	-	-	(40)
Ciclus Ambiental	57,516	64,402	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Ribeira Imóveis	-	-	(7,972)	(14,282)	-	-	-	-	-	-	-	-	-	-	-	-
Total	268,412	8,092	(254,362)	(8,506)	94,169	82,752	(94,166)	(82,767)	(5,506)	(3,208)	10,360	3,637	73,497	2,734	(92,404)	(2,734)
Related-party transactions																
Others (i)	-	-	(3,888)	(835)	-	-	-	-	-	-	-	-	-	-	-	-
Total	268,412	8,092	(258,250)	(9,341)	94,169	82,752	(94,166)	(82,767)	(5,506)	(3,208)	10,360	3,637	73,497	2,734	(92,404)	(2,734)

(i) Refers to tax consulting services rendered by a tax law firm where members of the Board of Directors and the Fiscal Council are partners.

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Results	Rent and services rendered			Contracted rents and services			Sale of assets			Purchase of assets		
	12/31/2019	03/31/2020	06/30/2020	12/31/2019	03/31/2020	06/30/2020	12/31/2019	03/31/2020	06/30/2020	12/31/2019	03/31/2020	06/30/2020
Transactions eliminated in profit or loss												
JSL S.A.	13,441	62	1,571	(3,628)	(1,109)	(3,739)	75,337	10,317	13,648	(75,367)	(10,317)	(13,648)
Avante Veículos	1,567	425	1,018	(1,495)	(359)	(622)	-	1,373	1,373	(23)	(1,373)	(1,373)
Borgato Serviços	33	66	-	(341)	(33)	(198)	-	-	-	-	-	-
CS Brasil Frotas	9,304	5,192	10,997	(31,376)	(98)	(195)	53,865	645	989	(53,778)	(645)	(989)
CS Brasil Participações	1,727	-	-	-	(5,050)	(9,964)	-	-	-	-	-	-
CS Brasil Transportes	30,654	2,837	4,630	(33,989)	(2,177)	(4,293)	77,055	180	2,819	(77,113)	(180)	(2,819)
JSL Arrendamento	-	608	305	(13)	(117)	274	-	2,223	2,733	-	(2,223)	(2,733)
JSL Corretora	-	56	57	(162)	-	-	-	-	-	(3)	-	-
JSL Empreendimentos	-	4	4	-	-	-	-	-	-	-	-	-
Medlogística	-	51	102	(68)	-	-	-	-	-	-	-	-
Mogi Mob	-	516	870	(280)	(1)	(1)	-	-	-	-	-	-
Mogipasses	1,259	1	1	-	(383)	(722)	-	-	-	-	-	-
Movida Locação	257,765	3,523	5,685	(8,240)	(23,648)	(129,308)	526	961	1,370	(526)	(961)	(1,370)
Movida Participações	630	21,568	128,974	(221,275)	(391)	(1,292)	5,577	1,091	6,392	(5,509)	(1,091)	(6,392)
Movida Premium	-	2,216	13,924	(41,252)	(14)	(41)	-	-	-	-	-	-
Original Distribuidora	2,136	3	3	-	(834)	(1,392)	-	-	-	-	-	-
Original Veículos	3,202	1,306	2,215	(2,779)	(2,139)	(2,678)	57	18,509	19,283	-	(18,509)	(19,283)
Ponto Veículos	8,209	636	1,137	(1,910)	(2,773)	(5,506)	-	2,938	3,171	(30)	(2,936)	(3,171)
Quick Armazéns	-	-	-	-	-	-	-	-	-	-	-	-
Quick Logística	-	382	675	(1,526)	(8)	(8)	-	-	-	-	-	-
Transrio	1,173	5	10	(379)	(919)	(1,631)	-	1,942	5,293	-	(1,942)	(5,293)
Vamos	24,236	1,044	2,885	(7,513)	(1,006)	(1,386)	9,102	2,258	7,132	(9,102)	(2,258)	(7,132)
Vamos Máquinas	1,092	379	885	(1,527)	(567)	(1,714)	-	-	86	-	-	(86)
Vamos Seminovos	507	76	172	-	-	-	-	-	-	-	-	-
Vamos Linha Amarela	-	-	1	-	-	-	-	30	-	-	(30)	-
Yolanda	-	-	-	(2,008)	-	-	-	-	-	-	-	-
	356,935	40,956	176,121	(359,761)	(41,626)	(164,416)	221,519	42,467	64,289	(221,451)	(42,465)	(64,289)
Related-party transactions												
Ciclus Ambiental	85,741	19,859	36,873	-	-	-	-	-	-	-	-	-
Ribeira Imóveis	-	-	-	(14,764)	(4,684)	(8,724)	-	-	-	-	-	-
Others (i)	-	-	-	(3,315)	(1,647)	(1,918)	-	-	-	-	-	-
	85,741	19,859	36,873	(18,079)	(6,331)	(10,642)	-	-	-	-	-	-
Total	442,676	60,815	212,994	(377,840)	(47,957)	(175,058)	221,519	42,467	64,289	(221,451)	(42,465)	(64,289)

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Results	Administrative and selling expenses, and recovery of expenses			Other operating income (expenses)			Finance income			Finance costs		
	12/31/2019	03/31/2020	06/30/2020	12/31/2019	03/31/2020	06/30/2020	12/31/2019	03/31/2020	06/30/2020	12/31/2019	03/31/2020	06/30/2020
Transactions eliminated in profit or loss												
JSL S.A.	33.135	-	12.868	1.986	835	2.459	3.009	-	-	(1)	(9.510)	(17.823)
Avante Veículos	(275)	-	(68)	-	-	-	-	-	-	-	-	-
Borgato Serviços	(47)	-	(19)	-	-	(439)	-	-	-	-	-	-
CS Brasil Frotas	(4.462)	148	(3.910)	-	-	148	-	-	-	(291)	-	-
CS Brasil Participações	-	-	(38)	-	-	229	-	9.975	18.490	(88)	(289)	(730)
CS Brasil Transportes	7.191	-	(2.149)	-	144	267	33	-	(29)	(709)	(1.102)	(2.143)
JSL Arrendamento	(708)	-	(265)	-	-	-	567	1.684	(2.005)	1.323	5	5
JSL Corretora	(133)	-	(48)	-	-	3	-	-	-	-	-	(2)
JSL Empreendimentos	(9)	-	(2)	-	-	-	-	3	5	(10)	-	1
JSL Europe	-	-	-	-	-	-	42.697	-	28.186	-	(15.145)	-
JSL Finance	-	-	-	-	-	-	-	15.145	-	(42.697)	-	(28.186)
JSL Holding	-	-	-	-	-	-	(1.781)	-	-	(389)	(1.683)	2.439
Medlogística	(604)	-	(276)	-	-	-	-	-	-	(5)	-	-
Mogi Mob	(47)	-	(839)	-	11	11	-	-	-	-	-	-
Mogipasses	(136)	-	(79)	-	-	-	-	-	-	-	-	-
Movida GTF	-	-	-	-	-	-	-	-	-	-	-	-
Movida Locação	(22.942)	114	(7.888)	-	-	2.211	-	-	-	-	-	(15.020)
Movida Participações	(2.128)	(122)	1.271	-	29	201	-	-	-	-	-	-
Movida Premium	(179)	-	(61)	-	4	4	-	-	-	-	-	-
Original Distribuidora	(18)	-	(9)	-	-	(5)	-	-	6	(75)	-	-
Original Veículos	(1.626)	-	(513)	-	-	1	-	439	677	(1.121)	-	(5)
Ponto Veículos	(666)	-	(188)	-	-	-	-	-	-	-	-	-
Quick Armazéns	(25)	-	(9)	-	-	-	287	-	-	-	(59)	(109)
Quick Logística	(1.533)	-	(280)	-	-	2	-	197	387	(663)	-	-
Sinal Serviços	-	-	-	-	-	-	-	-	(364)	-	-	-
TPG Transportes	-	-	(136)	-	16	16	-	-	-	-	-	-
Transrio	(1.681)	-	(434)	51	-	-	-	-	-	-	-	-
Vamos	(5.552)	(989)	776	4.174	-	877	-	-	-	-	77	77
Vamos Máquinas	(750)	-	(395)	-	-	(388)	-	-	-	-	3	3
Vamos Seminovos	(38)	-	(38)	-	-	-	-	-	-	-	-	-
Vamos Linha Amarela	-	-	-	-	-	-	-	-	-	-	-	-
Yolanda	(220)	-	(43)	-	680	1.491	-	58	119	(86)	-	-
	(3.453)	(849)	(2.772)	6.211	1.719	7.088	44.812	27.501	45.472	(44.812)	(27.703)	(61.493)
Related-party transactions												
Ciclus Ambiental	-	-	-	-	-	-	-	-	-	-	-	-
Ribeira Imóveis	-	-	-	-	-	-	-	-	-	-	-	-
Others (i)	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-
Total	(3.453)	(849)	(2.772)	6.211	1.719	7.088	44.812	27.501	45.472	(44.812)	(27.703)	(61.493)

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25.3 Transactions or relationships with shareholders related to property leasing

The Simpar Group has operating and administrative lease contracts for properties with the associate Ribeira Imóveis Ltda., company under common control. The lease amount recognized in the profit or loss for the nine-month period ended September 30, 2020 was R\$ 10,679 (R\$ 14,487 at September 30, 2019). The agreements have conditions in line with market values and have maturities until 2027.

25.4 Administrative services center

In order to better apportion common expenses between the companies that use corporate services, the Group makes apportionments based on criteria defined in appropriate technical studies. For the nine-month period ended September 30, 2020, the amount related to recovery of expenses in the Parent company was R\$ 28,658 (R\$ 31,447 at September 30, 2019). The administrative services center does not charge management fees nor applies profitability margin on services rendered, passing on only the costs.

25.5 Management compensation

The Company's management includes the Board of Directors and the Board of Executive Officers. Expenses on compensation of the Company's directors and officers, including all benefits, were recognized in line item "Administrative expenses", and are summarized below:

	Parent company		Consolidated	
	09/30/2020	09/30/2019	09/30/2020	09/30/2019
Fixed compensation	1,752	(1,175)	25,738	(22,569)
Variable compensation	1,539	-	19,802	(10,613)
Payroll charges and benefits	28	-	452	(521)
Shared-based payments	-	-	5,774	(1,256)
Total	3,319	(1,175)	51,766	(34,959)

The managers are included in the Company's share-based payment plan. For the nine-month period ended September 30, 2020 stock options were exercised by the managers, as described in note 26.2.

Management does not have post-retirement benefits or any other significant long-term benefits.

The compensation paid to key management personnel is within the limit approved by the Shareholders' Meeting held in 2020.

26. Equity

26.1 Share capital

The Company's fully subscribed and paid-in capital at September 30, 2020 is R\$ 712,826 (R\$ 163,601 at December 31, 2019). The shares are common shares without par value.

The Company increased its capital between the months of January and September 2020 by issuing and subscribing 125,725,550 common shares, of which R\$ 277,846 as follows:

- On January 15, the Company increased its capital by R\$ 145,000 by issuing 13,900,542 shares through the capitalization of earnings reserves.
- On 07/13/2020, the Company increased its capital by R\$ 54,790 by issuing 6,773,233 shares through the capitalization of earnings reserves. On the same date, it carried out a spin-off of capital of R\$ 101,024 and canceled 13,283,997 shares due to the discontinuation of the investees Ciclus and Ribeira, as described in Note 1.1 (a)
- On 07/20/2020, the Company had a capital increase due to: (i) payment for declared and unpaid dividends of R\$ 7,805 with the issue of 2,968,141 shares; (ii) payment of credits held by the Company arising from a loan in the amount of R\$ 28,200 and issue of 10,723,620 shares and (iii) payment of R\$ 42,050 with the issue of 15,990,332 shares through the assignment of 33,640,406 registered common shares with no par value shares issued by JSL, generating goodwill on the subscription of shares of R\$ 123,257 net of taxes recorded in a special reserve.

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- On 08/05/2020, the Company carried out the incorporation of shares as mentioned in note 1.1 (b), increasing the share capital by R\$ 372,403 with the issue of 57,940,374 shares through the incorporation of shares of JSL. This increase resulted in goodwill on subscription of shares of R\$ 22,817 recorded in a special reserve.

After these movements, the Company's fully paid-up capital is divided into 206,032,081 registered shares (93,590,528 at December 31, 2019) with no par value, 192,700 non-voting treasury shares. At September 30, 2020, share capital is held as follows:

<i>Number of shares</i>	09/30/2020	12/31/2019
	Common shares	Common shares
Shareholders		
Owners of the Company	127,759,520	48,667,076
JSP Holding	114,451,301	-
Fernando Antonio Simões	13,308,219	48,667,076
Other members of the Simões family	13,314,813	44,923,452
Management	796,960	-
Treasury shares	192,700.00	-
Outstanding shares traded on the stock exchange	63,968,088	-
Total	206,032,081	93,590,528

The Company is authorized to increase its capital up to R\$ 40,000,000, excluding the shares already issued, without any amendment to its bylaws and according to the decision of the Board of Directors, which is responsible for the establishment of issuance conditions, including price, term and payment conditions, and after the approval by the Fiscal Council.

26.2 Capital reserves**a) Share-based payment transactions****Stock option plan:**

The following table presents the number, weighted average of the exercise price and the movement of the granted stock options:

	Number of stock options			Stock options outstanding	Average exercise price (R\$)
	Granted	Canceled	Transferred		
Position as at December 31, 2018	4,943,806	(3,513)	-	4,940,293	7.55
Transfer to beneficiaries	-	-	(1,212,294)	(1,212,294)	7.19
Options canceled	-	(11,470)	-	(11,470)	7.19
Position as at December 31, 2019	4,943,806	(14,983)	(1,212,294)	3,716,529	7.19
Transfer to beneficiaries	-	-	(910,043)	(910,043)	11.17
Position as at September 30, 2020	4,943,806	(14,983)	(2,122,337)	2,806,486	7.98

Restricted shares plan:

The following table presents the number, weighted average of the fair value and the movement of the granted restricted share options:

	Number of shares			Stock options outstanding	Average exercise price (R\$)
	Granted	Canceled	Transferred		
Position as at December 31, 2018	334,476	-	-	334,476	8.12
Options granted	758,136	-	-	758,136	6.52
Position as at December 31, 2019	1,092,612	-	-	1,092,612	7.32
Options granted	-	-	(824,114)	(824,114)	6.92
Options canceled	-	(120,959)	-	(120,959)	6.77
Position as at September 30, 2020	1,092,612	(120,959)	(824,114)	147,539	7.00

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The Company absorbed the spun-off assets of the subsidiary JSL S.A., where R\$ 20,223 was absorbed in the capital reserve account together with the transfer of the share-based plans of the Company's Officers.

In the nine-month period ended September 30, 2020 the amount of R\$ 406 was recorded under the line item "Administrative expenses" as remuneration for share-based payment transactions, and the accumulated balance in the capital reserve account referring to these plans in equity is R\$ 20,269 at September 30, 2020. Additionally, through its subsidiaries Movida and Vamos, the amount of R\$ 527 was recognized under "other equity adjustments from subsidiaries", referring to "share-based payment transactions", in the shareholders' equity, and R\$ 2,365 in non-controlling interests, totaling R\$ 2,892 in the Consolidated.

Complete information on the share-based payment plan is presented in note 28.4 to the annual individual and consolidated financial statements for the year ended December 31, 2019.

26.3 Special reserve

During the months from January to August, the Company received capital contributions through the subscription of shares and the incorporation of shares of JSL, resulting in the appreciation of the average equity price in a total of R\$ 146,074 net of taxes recognized in a special reserve as described in note 26.1. On 09/09/2020, with the offering of shares of the subsidiary JSL, there was an equity gain of 408,352 recorded in a special reserve.

26.4 Treasury shares

At December 31, 2020, the Company has a balance of R\$ 8,105, representing 192,700.00 common shares held in treasury.

During the nine-month period ended September 30, 2020, the Parent company JSL repurchased 192,700 shares at a weighted average price of R\$ 28.49 in the amount of R\$ 8,105. The shares were acquired to be held in treasury, to cover the possible exercise of stock options under the share-based payment plan.

The subsidiary Movida repurchased 197,313 shares at a weighted average price of R\$ 15.77 in the amount of R\$ 2,931. Thus, the balance of treasury shares at September 30, 2020 is R\$ 23,230. The shares were acquired to be held in treasury, to meet the Company's variable compensation program.

26.5 Earnings reserves

a) Distribution of dividends

The dividend distribution policy is disclosed in note 28.2 to the Company's individual and consolidated annual financial statements for the year ended December 31, 2019.

b) Legal reserve

The legal reserve is recognized annually as an allocation of 5% of the Company's profit for the year, limited to 20% of the share capital. Its purpose is to ensure the integrity of the share capital. It can be used only to offset losses and for capital increase. When the Simpar Group reports loss for the year, no legal reserve is recognized.

c) Investment reserve

The investment reserve is intended to finance the expansion of the activities of the Company and/or its subsidiaries and associates, including through subscriptions of capital increases or creation of new enterprises, to which up to 100% of the net income remaining after the legal and statutory deductions may be allocated and whose balance cannot exceed the amount equivalent to 80% of the Company's subscribed capital.

The balance in the retained earnings reserve refers to retained earnings based on the capital budget, established under the terms of article 196 of the Brazilian Corporate Law, and approved at the Ordinary General Meeting of shareholders held on April 29, 2019.

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d) Government grants

At the Parent Company, due to the calculation of the ICMS through the presumed credit method (ICMS 106/96), the amount of R\$ 31,564 for the year ended December 31, 2019 was transferred to the reserve of investment grants within "Earnings Reserves", according to Law 12,973/14 Art. 30º § 4. In the nine-month period ended September 30, 2020 the amount of R\$ 20,956 was recognized. Additionally, through its subsidiary Quick Logística it is entitled to a tax benefit grant related to the value added tax on sales and services (ICMS) in the state of Goiás, and during the nine-month period ended September 30, 2020 the amount utilized was R\$ 1,005 recorded in other equity adjustments from subsidiaries.

27. Insurance coverage

The Simpar Group has insurance coverage in amounts deemed sufficient by Management to cover potential risks on its assets and/or liabilities related to transport of third-party cargo or assets. As to the vehicle fleet, most part is self-insured in view of the cost-benefit ratio of the premium.

Complete information on the insurance coverage is presented in note 30 to the annual individual and consolidated annual financial statements for the year ended December 31, 2019.

28. Net revenue from sale, lease, services rendered and sale of decommissioned assets**a) Revenue flows**

The Simpar Group generates revenue mainly from the rendering of logistic services, sale of new and used vehicles, parts, rental and sale of decommissioned assets.

	Consolidated	
	09/30/2020	09/30/2019
Revenue from services rendered	1,822,104	2,182,774
Revenue from lease of vehicles, machinery and equipment	2,151,166	2,045,992
Revenue from sale of new vehicles	519,398	454,793
Revenue from sale of used vehicles	179,302	249,117
Revenue from sale of parts and accessories	116,839	149,323
Other revenues	115,308	56,161
Total net revenue from sale, lease and services rendered	4,904,117	5,138,160
Revenue from sale of decommissioned assets	2,253,045	1,916,159
Total net revenue	7,157,162	7,054,319

The reconciliation between gross revenue and revenue presented in the statement of profit or loss is shown below:

	Consolidated	
	09/30/2020	09/30/2019
Gross revenue	7,919,680	7,864,441
Less:		
Taxes on sales	(658,864)	(686,308)
Returns and cancellations	(63,287)	(23,201)
Toll rates	(28,532)	(38,160)
Discounts granted	(11,835)	(62,453)
Total net revenue	7,157,162	7,054,319

b) Breakdown of revenue from contracts with customers by segment

Simpar S.A.**Notes to the interim financial information for the period ended September 30, 2020****In thousands of Brazilian reais, unless otherwise stated**

The following table presents the analytical composition of the revenue from contracts with customers of the main business lines and the timing of revenue recognition. It also includes reconciliation of the analytical composition of revenue with the Simpar Group's reportable segments.

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	JSL Logística		Movida		Vamos		Consolidated CS Brasil	
	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019
	Revenue from dedicated services	825,437	815,611	-	-	-	-	-
Revenue from passengers transportation	142,634	172,680	-	-	-	-	61,074	136,844
Revenue from general cargo	792,959	1,045,196	-	-	-	-	-	-
Revenue from lease of vehicles, machinery and equipment	105,943	184,183	1,145,418	1,058,502	467,303	413,951	435,222	402,149
Revenue from sale of new vehicles	-	-	-	-	329,264	174,202	-	-
Revenue from sale of used vehicles	-	-	-	-	42,665	33,107	-	-
Revenue from sale of parts and accessories	-	-	-	-	88,427	83,512	-	-
Other revenues	-	-	-	-	34,796	36,494	-	-
Total net revenue from sale, lease and services rendered	1,866,973	2,217,670	1,145,418	1,058,502	962,455	741,266	496,296	538,993
Revenue from sale of decommissioned assets	141,682	101,461	1,949,140	1,670,996	127,472	147,609	108,738	100,673
Total net revenue	2,008,655	2,319,131	3,094,558	2,729,498	1,089,927	888,875	605,034	639,666
Timing of revenue recognition								
Products transferred at a specific point in time	141,682	101,461	1,949,140	1,670,996	587,828	438,430	169,812	237,517
Products and services transferred over time	1,866,973	2,217,670	1,145,418	1,058,502	502,099	450,445	435,222	402,149
Total net revenue	2,008,655	2,319,131	3,094,558	2,729,498	1,089,927	888,875	605,034	639,666

	Original Concessionárias		BBC		Eliminations		Total	
	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019	09/30/2020	09/30/2019
Revenue from dedicated services	-	-	-	-	-	82,854	825,437	898,465
Revenue from transport of passengers	-	-	-	-	-	(29,276)	203,708	280,248
Revenue from general cargo	-	-	-	-	-	(41,135)	792,959	1,004,061
Revenue from lease of vehicles, machinery and equipment	-	-	-	-	(2,720)	(12,793)	2,151,166	2,045,992
Revenue from sale of new vehicles	192,252	280,591	-	-	(2,118)	-	519,398	454,793
Revenue from sale of used vehicles	137,781	216,168	-	-	(1,144)	(158)	179,302	249,117
Revenue from sale of parts and accessories	37,185	74,391	-	-	(8,773)	(8,581)	116,839	149,322
Other revenues	46,934	27,084	33,854	29,094	(276)	(36,510)	115,308	56,162
Total net revenue from sale, lease and services rendered	414,152	598,234	33,854	29,094	(15,031)	(45,599)	4,904,117	5,138,160
Revenue from sale of decommissioned assets	5,383	8,914	-	-	(79,370)	(113,494)	2,253,045	1,916,159
Total net revenue	419,535	607,148	33,854	29,094	(94,401)	(159,093)	7,157,162	7,054,319
Timing of revenue recognition								
Products transferred at a specific point in time	372,601	580,064	-	-	(91,405)	(122,233)	3,129,658	2,769,834
Products and services transferred over time	46,934	27,084	33,854	29,094	(2,996)	(36,860)	4,027,504	4,284,485
Total net revenue	419,535	607,148	33,854	29,094	(94,401)	(159,093)	7,157,162	7,054,319

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29. Expenses by nature

The Simpar Group's statements of profit or loss are presented by function. Expenses by nature are as follows:

	Parent company		Consolidated	
	09/30/2020	09/30/2019	09/30/2020	09/30/2019
Cost of sales of new and used vehicles and parts	-	-	(717,951)	(735,082)
Fleet costs / expenses	-	-	(196,888)	(154,775)
Cost of sales of decommissioned assets (i)	-	-	(2,119,356)	(1,869,725)
Personnel	(4,149)	(2,172)	(1,058,436)	(1,202,454)
Related and third parties	-	-	(590,396)	(713,186)
Depreciation and amortization	(1,506)	(309)	(837,844)	(643,204)
Parts, tires and maintenance	-	-	(346,006)	(375,808)
Fuels and lubricants	-	-	(147,957)	(165,905)
Communication, advertising and publicity	(54)	(24)	(30,572)	(30,186)
Services rendered	(1,713)	(1,037)	(198,990)	(207,793)
Provision (reversal) of expected credit losses ("impairment") of trade receivables (Note 7.1)	-	-	(85,626)	(20,309)
Provision for judicial and administrative litigation	-	-	(37,272)	(36,870)
Electric power	-	-	(6,471)	(23,319)
Property leasing	-	(27)	(11,054)	(19,390)
Lease of vehicles, machinery and equipment	-	-	(18,138)	(13,215)
Results from sale of damaged vehicles	-	-	(26,314)	(24,042)
Provision for impairment losses (note 1.3 (c) (iii))	-	-	(195,394)	-
PIS and COFINS credits on inputs	-	-	286,448	245,130
Extemporaneous tax credits (iv)	-	-	34,532	31,982
Other costs	(399)	(1,255)	(343,871)	(223,124)
	(7,821)	(4,824)	(6,647,556)	(6,181,275)
Cost of sales, leases and services rendered	-	-	(3,588,194)	(3,690,537)
Cost of sales of decommissioned assets (i)	-	-	(2,119,356)	(1,869,725)
Selling expenses	(2)	-	(235,913)	(185,555)
Administrative expenses	(7,884)	(4,924)	(391,981)	(438,631)
(Provision) reversal of expected credit losses ("impairment") of trade receivables	-	-	(85,626)	(20,309)
Provision for impairment of non-financial assets	-	-	(222,303)	-
Other operating expenses	65	100	68,697	(67,376)
Other operating income	-	-	(72,880)	90,858
	(7,821)	(4,824)	(6,647,556)	(6,181,275)

- (i) The cost of sales of decommissioned assets of the cost of assets used in the provision of rental services and logistics services sold.

Simpar S.A.

Notes to the interim financial information for the period ended September 30, 2020

In thousands of Brazilian reais, unless otherwise stated

30. Finance income (costs)

	Parent company		Consolidated	
	09/30/2020	09/30/2019	09/30/2020	09/30/2019
Finance income				
Financial investments	1,883	-	248,106	220,336
Monetary variation income	-	-	9,457	26,217
Interest received	-	-	9,530	11,792
Gain on early settlement of swaps	-	-	281,440	-
Other finance income	10,128	-	16,892	12,369
Total finance income	12,011	-	565,425	270,714
Finance costs				
Interest on loans, borrowings and debentures	(42,373)	-	(760,555)	(717,093)
Interest and bank fees on leases payable	-	-	(15,495)	(16,579)
Interest on suppliers financing – car makers	-	-	(21,517)	(99)
Exchange rate changes	(148,482)	-	(817,636)	(321,879)
Net gains (losses) on swap agreements	161,703	-	923,704	325,506
Total debt service costs	(29,152)	-	(691,499)	(730,144)
Interest on right-of-use leases	-	-	(28,816)	(22,890)
Interest payable	-	-	(10,975)	(28,049)
Discounts granted, bank charges and fees	(15)	-	(57,043)	(73,187)
Other finance costs	(29,167)	-	(788,333)	(854,270)
Total finance costs	(17,156)	-	(222,908)	(583,556)
Finance income (costs), net	1,883	-	248,106	220,336

31. Earnings per share

31.1 Basic

The calculation of basic and diluted earnings per share was based on the profit attributable to the holders of common shares and on the weighted average number of common shares outstanding.

The calculation of basic earnings per share is presented below:

	Consolidated	
	September 30, 2020	September 30, 2019
Numerator:		
Profit (loss) for the period from continuing operations attributable to owners of the Company	140,954	81,108
Profit (loss) for the period from discontinued operations for the period attributable to owners of the Company	(28,539)	(4,966)
Denominator:		
Weighted average number of outstanding shares	205,839,381	93,590,528
Basic earnings per share from continuing operations - R\$	0.6848	0.8666
Basic earnings per share from discontinued operations - R\$	(0.1386)	(0.0531)
(I) Weighted average number of outstanding common shares		
Common shares - January 1	93,590,528	93,590,528
Effect of shares issued in the period	112,441,553	-
Effect of treasury shares	(192,700)	-
Weighted average number of outstanding common shares	205,839,381	93,590,528

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The basic and diluted earnings per share for the periods ended March 31, 2020 and June 30, 2020 and the year ended December 31, 2019 are as follows:

	December 31, 2019	March 31, 2020	Parent Company June 30, 2020
Numerator:			
Profit (loss) for the period from continuing operations attributable to owners of the Company	113,524	(21,457)	(21,457)
Profit (loss) for the period from discontinued operations for the period attributable to owners of the Company	5,829	(29,237)	(29,237)
Denominator:			
Weighted average number of outstanding shares	93,590,528	105,199,772	106,345,421
Basic earnings per share from continuing operations - R\$	1.2130	(0.2040)	(0.2018)
Basic earnings per share from discontinued operations - R\$	0.0623	(0.2779)	(0.2749)
(I) Weighted average number of outstanding common shares			
	December 31, 2019	March 31, 2020	June 30, 2020
Common shares - January 1	93,590,528	93,590,528	93,590,528
Effect of shares issued in 2019	-	11,609,244	12,754,893
Effect of treasury shares	-	-	-
Weighted average number of outstanding common shares	93,590,528	105,199,772	106,345,421

31.2 Diluted

Diluted earnings per share are calculated by adjusting the weighted average number of outstanding common shares to presume the conversion of all potential common shares for potential dilution.

The Simpar Group has a category of common shares which could potentially cause dilution: stock options and restricted shares. In the case of stock options, the number of shares that could be purchased at fair value is determined (fair value being the annual average market price for the Simpar Group shares), based on the monetary value of the subscription rights for outstanding options. The number of shares calculated as mentioned before is compared with the number of shares outstanding, assuming that all the options are exercised.

	September 30, 2020	Consolidated September 30, 2019
Profit for the period from continuing operations for the period attributable to owners of the Company	140,954	81,108
Profit for the period from discontinued operations for the period attributable to owners of the Company	(28,539)	(4,966)
Weighted average number of outstanding shares	205,839,381	93,590,528
Adjustments:		
Stock option plan (weighed)	(3,932)	-
Weighted average of number of shares to diluted earnings per share	205,835,449	93,590,528
Diluted earnings per share from continuing operations - R\$	0.6848	0.8666
Diluted earnings per share from discontinued operations - R\$	(0.1386)	(0.0531)

Simpar S.A.**Notes to the interim financial information for the period ended September 30, 2020**

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32. Supplemental information to the statement of cash flows

The statements of cash flows under the indirect method are prepared and presented in accordance with the accounting pronouncement CPC 03 (R2) / IAS 7 – Statement of Cash Flows.

The Simpar Group made acquisitions of vehicles for renewal and expansion of its fleet, and part of these vehicles do not affect cash because they are financed. The reconciliation between these acquisitions and the cash flows is as follows:

	<u>Parent Company</u> <u>September 30, 2020</u>	<u>September 30, 2020</u>	<u>Consolidated</u> <u>September 30, 2019</u>
Total additions to property and equipment in the period	33,423	3,734,073	4,313,427
Additions without cash disbursement:			(255,230)
Additions financed by leases payable, FINAME and suppliers financing - car makers	-	(414,485)	-
Additions to right-of-use lease (note 12)	-	(212,931)	(120,302)
Additions for the period settled with cash flows			-
Change in the balance of trade payables and suppliers financing – car makers	-	145,639	(596,740)
Total cash flows for purchase of property and equipment	33,423	3,252,296	3,341,155
Statements of cash flows:			
Operating property and equipment for leasing	-	3,186,321	3,293,252
Property and equipment	33,423	65,975	47,903
Total	33,423	3,252,296	3,341,155
Other non-cash transactions:			
Initial adoption of CPC 06 (R2)/IFRS 16 - Leases	-	-	(625,090)

33. Events after the reporting period**33.1. Subsidiary JSL****a) Approval of the acquisition of TransMoreno by CADE**

On October 8, 2020, the subsidiary JSL S.A. received notification from the Administrative Council for Economic Defense (“CADE”), which approved, without restrictions, the acquisition of 100% of Moreno Holding Ltda, a company that holds the entire equity interest in Transmoreno Transporte e Logística Ltda (“Transmoreno”) and on October 30, 2020, with the approval of the General Superintendence of the CADE, the closing and conclusion of the acquisition of Moreno Holding Ltda. TransMoreno Transporte e Logística Ltda (collectively “TransMoreno”) was formalized.

33.2 Subsidiary Movida**a) 5th issue of debentures**

On October 14, 2020, the subsidiary Movida, through a material fact on that date, announced its 5th issue of debentures, which was concluded on November 5, 2020, also disclosed in a material fact.

Debentures will be subject matter of a public distribution with restricted placement efforts of distribution, in accordance with Brazilian Securities and Exchange Commission Instruction (“CVM”) No. 476, of January 16, 2009, as amended (“CVM Instruction 476” and “Restricted Offering”, respectively), on a firm underwriting basis, pursuant to the distribution agreement to be entered into with the financial institutions making up the intermediate marketable securities distribution system of the Restricted Offering (“Coordinators”) for the total volume of issue. In accordance with CVM Instruction 476, the target audience of the Restricted Offering will

Simpar S.A.**Notes to the interim financial information for the period ended September 30, 2020****In thousands of Brazilian reais, unless otherwise stated**

be solely comprised of professional investors (as set forth in CVM Instruction No. 539, of November 13, 2013, as amended).

The 5th issue of simple, unsecured, nonconvertible debentures, was issued in 2 (two) series, in the amount of R\$ 600,000,000, with a unit face value of R\$ 1,000.00 on the date of issue, which were subject to public distribution with restricted efforts, under the terms of the Brazilian Securities Commission ("CVM") Instruction 476, dated January 16, 2009, as amended, under the firm placement guarantee system for the total issue value by intermediary institutions ("Restricted Offering").

The issue was made in up to 2 (two) series, defined according to the bookbuilding procedure:

- (i) 1st series: the 1st series debentures correspond to the total amount of R\$ 200,000,000.00 (two hundred and fifty million reais) and will be entitled to interest of 100% (one hundred percent) of the accumulated variation of average daily rates of the Interbank Deposits (DI), at the extra group overnight interbank deposit rate ("DI rate"), exponentially increased by spreads of 2.50% p.a. (two integers and fifty hundredths percent) per year (252 business days), with maturity on October 15, 2023; and
- (ii) 2nd series: the 2nd series debentures correspond to the total amount of R\$ 350,000,000.00 (three hundred and fifty million reais) and will be entitled to interest of 100% (one hundred percent) of the DI rate, exponentially increased by a surcharge or spread equivalent to 2.95% (two integers and ninety-five hundredths percent) per year (base 252 business days), with maturity on October 15, 2025.

Simpar S.A.
Publicly-Held Company with Authorized Capital
Corporate Taxpayer's ID (CNPJ/MF) 52.548.435/0001-79
NIRE 35.300.362.683
SUPERVISORY BOARD'S REPORT

The Supervisory Board of Simpar S.A. ("Company"), in the exercise of its attributions provided for in article 163 of Law 6,404/76, at a meeting held on this date, after examining the Performance Comments and the individual and consolidated interim financial information for the nine-month period ended September 30, 2020, concludes, based on the examinations made and considering also the Independent Auditors' Review Report, unanimously, that these documents properly reflect the Company's financial situation.

São Paulo, August 12, 2020.

Luiz Augusto Marques Paes

Luciano Douglas Colauto

Rafael Ferraz Dias de Moraes

Executive Board's Statement on Simpar S.A. Individual and Consolidated Interim Financial Information

In accordance with item VI of article 25 of CVM Instruction 480 of December 7, 2009, the Executive Board declares that it reviewed, discussed and agreed to the Individual and Consolidated Interim Financial Information of Simpar S.A. for the nine-month period ended September 30, 2020, authorizing the issue on this date.

São Paulo, August 13, 2020.

Fernando Antonio Simões
Chief Executive Officer

Denys Marc Ferrez
Executive Vice President of Corporate Finance and Investor Relations Officer

Samir Moises Gilio Ferreira
Chief Controlling Officer

Statement of the Executive Board on the Independent auditor's report

In accordance with item V of article 25 of CVM Instruction 480 of December 7, 2009, the Executive Board declares that it reviewed, discussed and agreed to the Individual and Consolidated Interim Financial Information of JSL S.A. for the nine-month period ended September 30, 2020, issued on this date.

São Paulo, November 11, 2020.

Fernando Antonio Simões
Chief Executive Officer

Denys Marc Ferrez
Executive Vice President of Corporate Finance and Investor Relations Officer

Samir Moises Gilio Ferreira
Chief Controlling Officer