

Summary

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Company Data / Capital Composition

QUANTITY OF SHARES	CURRENT QUARTER
(In Thousand)	3/31/2021
PAID-UP CAPITAL	
COMMON – ON	796,170
PREFERRED - PN	0
TOTAL	796,170
TREASURY SHARES	
COMMON – ON	2,920
PREFERRED - PN	0
TOTAL	2,920

Individual Statements / Balance Sheet-Asset

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 3/31/2021	Prior end of year 12/31/2020
1	Total Assets	12,118,853	11,943,763
1.01	Current assets	5,225,682	5,825,250
1.01.01	Cash and cash equivalents	2,168,442	1,761,439
1.01.02	Financial investments	120,462	139,212
1.01.02.01	Financial investments measured at fair value through profit or loss	120,462	139,212
1.01.02.01.02	Fair Value Titles	120,462	139,212
1.01.03	Trade Accounts Receivable	738,687	1,839,223
1.01.03.01	Customers	738,687	1,839,223
1.01.04	Inventories	1,434,039	1,152,239
1.01.06	Recoverable Taxes	656,322	863,933
1.01.06.01	Recoverable Current Taxes	656,322	863,933
1.01.08	Other Current Assets	107,730	69,204
1.01.08.03	Others	107,730	69,204
1.01.08.03.02	Derivative financial instruments	30,671	4,896
1.01.08.03.03	Other Assets	60,807	46,093
1.01.08.03.04	Credits with related parties	16,252	18,215
1.02	Non-Current Assets	6,893,171	6,118,513
1.02.01	Long-Term Assets	939,144	751,306
1.02.01.07	Deferred Taxes	193,627	103,790
1.02.01.07.01	Deferred Income Tax and Social Contribution	193,627	103,790
1.02.01.09	Credits with related parties	1,572	1,358
1.02.01.09.02	Credits with subsidiaries	1,572	1,358
1.02.01.10	Other Non-Current Assets	743,945	646,158
1.02.01.10.04	Recoverable Taxes	733,712	636,111
1.02.01.10.05	Other Assets	10,233	10,047
1.02.02	Investments	1,656,590	1,595,255
1.02.02.01	Shareholdings	1,656,590	1,595,255
1.02.02.01.02	Investments in Subsidiaries	1,656,590	1,595,255
1.02.03	Property, plant and equipment	3,725,358	3,184,239
1.02.03.01	Property, plant and equipment in Operation	1,452,961	1,493,379
1.02.03.02	Right-of-Use in Progress	1,766,266	1,397,843
1.02.03.03	Property, plant and equipment in Progress	506,131	293,017
1.02.04	Intangible	572,079	587,713
1.02.04.01	Intangible	572,079	587,713
1.02.04.01.02	Others Intangibles	565,327	578,429
1.02.04.01.03	Intangible Leased	6,752	9,284

Individual Statements / Balance Sheet-Liabilities

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 3/31/2021	Prior end of year 12/31/2020
2	Total Liabilities	12,118,853	11,943,763
2.01	Current Liabilities	2,585,144	3,627,111
2.01.01	Social and Labor Obligations	190,578	193,403
2.01.01.01	Social Obligations	59,831	64,226
2.01.01.01.01	Social charges	59,831	64,226
2.01.01.02	Labor obligations	130,747	129,177
2.01.01.02.01	Wages payable	130,747	129,177
2.01.02	Suppliers	889,119	1,208,337
2.01.02.01	National suppliers	889,119	1,208,337
2.01.03	Tax Obligations	40,049	366,320
2.01.03.01	Federal Tax Obligations	11,358	165,551
2.01.03.01.01	Income Tax and Social Contribution Payable	-	91,895
2.01.03.01.02	Other Federal Tax Obligations	11,358	73,656
2.01.03.02	State Tax Obligations	27,188	198,906
2.01.03.03	Municipal Tax Obligations	1,503	1,863
2.01.04	Loans, Financing and Debentures	543,875	1,037,626
2.01.04.01	Loans and Financing	2,218	514,462
2.01.04.01.01	In National Currency	2,218	314,547
2.01.04.01.02	In Foreign Currency	-	199,915
2.01.04.02	Debentures	541,657	523,164
2.01.05	Other obligations	869,768	769,321
2.01.05.01	Related Party Liabilities	691	1,445
2.01.05.01.02	Debts with Subsidiaries	691	1,445
2.01.05.02	Others	869,077	767,876
2.01.05.02.01	Dividends and Interest on equity Payable	295,998	244,389
2.01.05.02.05	Other obligations	103,069	64,571
2.01.05.02.06	Statutory Participation	1,880	1,880
2.01.05.02.07	Obligations with Card Administrators	5,925	15,711
2.01.05.02.08	Derivative financial instruments	-	30,327
2.01.05.02.09	Leases payable	462,205	410,998
2.01.06	Provisions	51,755	52,104
2.01.06.01	Labor, Civil, Security and Tax Provisions	51,755	52,104
2.01.06.01.04	Civil Provisions	25,218	23,944
2.01.06.01.05	Labor Provisions	26,537	28,160
2.02	Non-Current Liabilities	4,168,238	2,815,336
2.02.01	Loans, Financing and Debentures	2,543,647	1,545,933
2.02.01.01	Loans and Financing	650,000	650,000
2.02.01.01.01	In National Currency	650,000	650,000
2.02.01.02	Debentures	1,893,647	895,933
2.02.02	Other obligations	1,565,960	1,216,152
2.02.02.02	Others	1,565,960	1,216,152
2.02.02.02.04	Other obligations	22,903	-
2.02.02.02.05	Leases payable	1,450,554	1,120,649
2.02.02.02.06	Suppliers	92,503	95,503

Individual Statements / Balance Sheet-Liabilities

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 3/31/2021	Prior end of year 12/31/2020
2.02.04	Provisions	58,631	53,251
2.02.04.01	Labor, Civil, Security and Tax Provisions	58,631	53,251
2.02.04.01.01	Tax Provisions	20,471	20,401
2.02.04.01.04	Civil Provisions	3,370	4,258
2.02.04.01.05	Labor Provisions	34,790	28,592
2.03	Shareholder's Equity	5,365,471	5,501,316
2.03.01	Capital	3,805,326	3,805,326
2.03.02	Capital reserves	(17,830)	(25,430)
2.03.02.04	Granted Options	92,620	94,031
2.03.02.05	Treasury Shares	(110,450)	(119,461)
2.03.04	Profit Reserves	1,694,515	1,694,515
2.03.04.01	Legal reserve	109,768	109,768
2.03.04.07	Tax Incentive Reserve	162,812	162,812
2.03.04.08	Proposed Additional Dividend	191	191
2.03.04.10	Reserve for Investment and Expansion	1,421,744	1,421,744
2.03.05	Accumulated Profit / Loss	(206,005)	-
2.03.08	Other Comprehensive Results	89,465	26,905

Individual Statements / Income Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Acumulated of Current Year 1/1/2021 to 3/31/2021	Acumulated of Last Year 1/1/2020 to 3/31/2020
3.01	Revenue from Sale of Goods and / or Services	1,184,023	1,387,441
3.01.01	Net sales revenue from goods	1,177,764	1,371,507
3.01.02	Net revenue from financial products and services	6,259	15,934
3.02	Cost of Goods and / or Services Sold	(572,845)	(617,365)
3.02.01	Cost of sales with goods	(572,845)	(617,365)
3.03	Gross Profit	611,178	770,076
3.04	Operating Expenses / Revenues	(800,246)	(734,821)
3.04.01	Selling Expenses	(569,976)	(506,096)
3.04.02	General and Administrative Expenses	(220,152)	(194,194)
3.04.03	Losses due to non-recoverability of assets	21,644	21,896
3.04.04	Other Operating Income	2,203	8,927
3.04.05	Other Operating Expenses	(25,737)	(34,098)
3.04.06	Equity on Profit/Loss of Subsidiaries	(8,228)	(31,256)
3.05	Income Before Net Financial Expenses and Taxes	(189,068)	35,255
3.06	Net Financial expenses	(67,540)	(40,878)
3.06.01	Financial income	11,937	10,079
3.06.02	Financial expenses	(79,477)	(50,957)
3.07	Income Before Taxes on Profit	(256,608)	(5,623)
3.08	Income Tax and Social Contribution on Profit	108,905	12,760
3.08.01	Current	(7)	(36)
3.08.02	Deferred	108,912	12,796
3.09	Net Income from Continuing Operations	(147,703)	7,137
3.11	Profit / Loss for the Period	(147,703)	7,137
3.99.01	Basic Earnings per Share	(0.18620)	0.00900
3.99.01.01	ON	(0.18620)	0.00900
3.99.02	Diluted Earnings per Share	(0.18590)	0.00900
3.99.02.01	ON	(0.18590)	0.00900

Individual Statements / Comprehensive Income Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Acumulated of Current Year 1/1/2021 to 3/31/2021	Acumulated of Last Year 1/1/2020 to 3/31/2020
4.01	Net Income For The Period	(147,703)	7,137
4.02	Other Comprehensive Income	62,560	121,392
4.02.01	Cash Flow Hedge	56,102	89,660
4.02.02	Portion Of Other Comprehensive Income Of Subsidiaries	1,577	5,733
4.02.03	Taxes Related To Components Of Comprehensive Income	(19,075)	(30,485)
4.02.04	Cumulative Translation Adjustments	23,956	56,484
4.03	Total Comprehensive Income For The Period	(85,143)	128,529

Individual Statements / Cash Flow Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Acumulated of Current Year 1/1/2021 to 3/31/2021	Acumulated of Last Year 1/1/2020 to 3/31/2020
6.01	Net Cash From Operating Activities	285,494	134,970
6.01.01	Cash Flow From Operating Activities	(39,461)	183,691
6.01.01.01	Net Income For The Period	(147,703)	7,137
6.01.01.02	Depreciation And Amortization	171,725	154,854
6.01.01.05	Interest Expense and structuring costs Of Loans and leases	68,604	44,287
6.01.01.06	Interest on financing of operating services	-	2,561
6.01.01.07	Equity on Profit/Loss of Subsidiaries	8,228	31,256
6.01.01.09	Income Tax and Social Contribution	(108,905)	(12,760)
6.01.01.12	Estimated losses (Reversal) On Assets net	(17,532)	(36,331)
6.01.01.13	Other adjustments of Net Income	11,697	(7,313)
6.01.01.15	Discounts - leases payable	(25,575)	-
6.01.02	Changes In Assets And Liabilities	328,823	128,406
6.01.02.01	Trade Accounts Receivable	1,117,680	893,382
6.01.02.02	Inventories	(263,531)	(226,805)
6.01.02.03	Recoverable Taxes	124,969	21,499
6.01.02.04	Other assets	(15,162)	(31,369)
6.01.02.06	Suppliers	(339,453)	(223,899)
6.01.02.07	Tax Obligations	(347,930)	(265,147)
6.01.02.11	Obligations With Card Administrators	(9,786)	(26,466)
6.01.02.12	Other obligations	62,036	(12,789)
6.01.03	Others	(3,868)	(177,127)
6.01.03.02	Payment of Income Tax and Social Contribution	-	(164,391)
6.01.03.03	Payment of interest on loans and debentures	(22,618)	(3,609)
6.01.03.04	Interest paid on operating services financing	-	(10,301)
6.01.03.05	Financial investments	18,750	1,174
6.02	Net cash from investing activities	(290,856)	(160,321)
6.02.01	Acquisitions of Property, plant and equipment and intangible assets	(246,886)	(57,579)
6.02.03	Proceeds from disposal of Property, plant and equipment	60	23
6.02.04	Investments in subsidiaries	(44,030)	(102,765)
6.03	Net cash from financing activities	412,365	319,721
6.03.02	Repurchase of treasury stocks	-	(96,964)
6.03.03	Loans	997,377	861,562
6.03.04	Payments of loans and debentures	(499,479)	(340,646)
6.03.06	Leases payments	(85,533)	(97,412)
6.03.07	Interest on Equity and Dividends Paid	-	(6,819)
6.05	Increase (decrease) In Cash and Cash Equivalents	407,003	294,370
6.05.01	Cash And Cash Equivalents at the beginning of the period	1,761,439	844,755
6.05.02	Cash And Cash Equivalents at the end of the period	2,168,442	1,139,125

Individual Statements / Changes in Shareholder's Equity - 1/1/2021 to 3/31/2021

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Capital	Capital Reserves, Options Granted and Treasury Stock	Revenue Reserves	Retained Earnings	Other Comprehensive Income	Total
5.01	Opening Balances	3,805,326	(25,430)	1,694,515	-	26,905	5,501,316
5.03	Adjusted Initial Balances	3,805,326	(25,430)	1,694,515	-	26,905	5,501,316
5.04	Capital Transactions with Stockholders	-	7,600	-	(58,302)	-	(50,702)
5.04.07	Interest on Equity	-	-	-	(58,302)	-	(58,302)
5.04.09	Restricted Stock Plan	-	3,866	-	-	-	3,866
5.04.10	Stock option plan	-	3,734	-	-	-	3,734
5.05	Total Comprehensive Income	-	-	-	(147,703)	62,560	(85,143)
5.05.01	Net Income for the Period	-	-	-	(147,703)	-	(147,703)
5.05.02	Other Comprehensive income	-	-	-	-	62,560	62,560
5.05.02.01	Adjustments to Financial Instruments	-	-	-	-	56,102	56,102
5.05.02.02	Taxes / Adjustments Financial Instruments	-	-	-	-	(19,075)	(19,075)
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	1,577	1,577
5.05.02.04	Period Conversion Adjustments	-	-	-	-	23,956	23,956
5.07	Balances as of March 31, 2021	3,805,326	(17,830)	1,694,515	(206,005)	89,465	5,365,471

Individual Statements / Changes in Shareholder's Equity - 1/1/2020 to 3/31/2020

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Capital	Capital Reserves, Options Granted and Treasury Stock	Revenue Reserves	Retained Earnings	Other Comprehensive Income	Total
5.01	Opening Balances	3,795,634	38,678	869,896	-	(13,189)	4,691,019
5.03	Adjusted Initial Balances	3,795,634	38,678	869,896	-	(13,189)	4,691,019
5.04	Capital Transactions with Stockholders	-	(89,206)	-	(58,351)	-	(147,557)
5.04.04	Treasury Stock Acquired	-	(96,964)	-	-	-	(96,964)
5.04.07	Interest on Equity	-	-	-	(58,351)	-	(58,351)
5.04.09	Restricted Stock Plan	-	2,776	-	-	-	2,776
5.04.10	Stock option plan	-	4,982	-	-	-	4,982
5.05	Total Comprehensive Income	-	-	-	7,137	121,392	128,529
5.05.01	Net Income for the Period	-	-	-	7,137	-	7,137
5.05.02	Other Comprehensive income	-	-	-	-	121,392	121,392
5.05.02.01	Adjustments to Financial Instruments	-	-	-	-	89,660	89,660
5.05.02.02	Taxes / Adjustments Financial Instruments	-	-	-	-	5,733	5,733
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	(30,485)	(30,485)
5.05.02.04	Period Conversion Adjustments	-	-	-	-	56,484	56,484
5.07	Balances as of March 31, 2020	3,795,634	(50,528)	869,896	(51,214)	108,203	4,671,991

Individual Statements / Statement of Added Value

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Acumulated of Current Year 1/1/2021 to 3/31/2021	Acumulated of Last Year 1/1/2020 to 3/31/2020
7.01	Income	1,565,245	1,842,580
7.01.01	Sales of Goods, Products and Services	1,539,599	1,808,732
7.01.02	Other Receives	4,002	11,952
7.01.04	Provision / Reversal of Credits Doubtful Settlement	21,644	21,896
7.02	Input Purchased From Third Parties	(992,175)	(959,055)
7.02.01	Cost Of Sales Of Goods, Financial Products And Services (Including Taxes)	(652,992)	(697,526)
7.02.02	Materials, Energy, Outsides Services And Others	(332,545)	(251,405)
7.02.03	Loss / Recovery of Assets	(6,638)	(10,124)
7.03	Gross Value Added	573,070	883,525
7.04	Retentions	(171,725)	(154,854)
7.04.01	Depreciation and Amortization	(171,725)	(154,854)
7.05	Value Added Net Produced	401,345	728,671
7.06	Value Added Received In Transfer	4,284	(20,665)
7.06.01	Equity on Profit/Loss of Subsidiaries	(8,228)	(31,256)
7.06.02	Financial income	12,512	10,591
7.07	Total Added Value to Distribute	405,629	708,006
7.08	Distribution of Added Value	405,629	708,006
7.08.01	Personnel Expenses	249,128	248,221
7.08.01.01	Compensation	182,036	181,770
7.08.01.02	Benefits	36,197	37,642
7.08.01.03	Government Severance Indemnity Fund For Employees	22,152	18,417
7.08.01.04	Others	8,743	10,392
7.08.01.04.01	Stock Option Plan	3,734	4,982
7.08.01.04.02	Management remuneration	5,009	5,410
7.08.02	Taxes, fees and contributions	187,162	347,811
7.08.02.01	Federal Taxes	(32,194)	82,279
7.08.02.02	State Taxes	204,900	252,051
7.08.02.03	Municipal Taxes	14,456	13,481
7.08.03	Remuneration of Third Party Capital	117,042	104,837
7.08.03.02	Rents	32,294	49,298
7.08.03.03	Others	84,748	55,539
7.08.03.03.01	Financial expenses	84,748	55,539
7.08.04	Remuneration of Shareholders' Equity	(147,703)	7,137
7.08.04.01	Interest on Equity	58,302	58,351
7.08.04.03	Retained Earnings / Loss for the Period	(206,005)	(51,214)

Consolidated Statements / Balance Sheet-Asset

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 3/31/2021	Prior end of year 12/31/2020
1	Total Assets	14,736,953	14,642,583
1.01	Current assets	8,217,276	8,896,766
1.01.01	Cash and cash equivalents	2,351,690	2,066,781
1.01.02	Financial investments	520,544	605,572
1.01.02.01	Financial investments measured at fair value through profit or loss	520,544	605,572
1.01.02.01.02	Fair Value Titles	520,544	605,572
1.01.03	Trade Accounts Receivable	2,686,095	3,811,668
1.01.03.01	Customers	2,686,095	3,811,668
1.01.04	Inventories	1,761,926	1,381,662
1.01.06	Recoverable Taxes	780,154	961,997
1.01.06.01	Recoverable Current Taxes	780,154	961,997
1.01.08	Other Current Assets	116,867	69,086
1.01.08.03	Others	116,867	69,086
1.01.08.03.02	Derivative financial instruments	32,498	5,435
1.01.08.03.03	Other Assets	84,369	63,651
1.02	Non-Current Assets	6,519,677	5,745,817
1.02.01	Long-Term Assets	1,172,125	950,883
1.02.01.07	Deferred Taxes	399,170	276,925
1.02.01.07.01	Deferred Income Tax and Social Contribution	399,170	276,925
1.02.01.10	Other Non-Current Assets	772,955	673,958
1.02.01.10.04	Recoverable Taxes	759,905	661,111
1.02.01.10.05	Other Assets	13,050	12,847
1.02.03	Property, plant and equipment	4,417,409	3,854,298
1.02.03.01	Property, plant and equipment in Operation	1,819,453	1,856,380
1.02.03.02	Right-of-Use in Progress	2,083,471	1,700,038
1.02.03.03	Property, plant and equipment in Progress	514,485	297,880
1.02.04	Intangible	930,143	940,636
1.02.04.01	Intangible	813,464	823,957
1.02.04.01.02	Others Intangibles	813,464	823,957
1.02.04.02	Goodwill	116,679	116,679

Consolidated Statements / Balance Sheet-Liabilities

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 3/31/2021	Prior end of year 12/31/2020
2	Total Liabilities	14,736,953	14,642,583
2.01	Current Liabilities	4,412,481	5,633,411
2.01.01	Social and Labor Obligations	221,303	226,816
2.01.01.01	Social Obligations	69,221	74,445
2.01.01.01.01	Social charges	69,221	74,445
2.01.01.02	Labor obligations	152,082	152,371
2.01.01.02.01	Wages payable	152,082	152,371
2.01.02	Suppliers	1,071,891	1,404,852
2.01.02.01	National suppliers	1,071,891	1,404,852
2.01.03	Tax Obligations	92,347	402,930
2.01.03.01	Federal Tax Obligations	59,151	183,309
2.01.03.01.01	Income Tax and Social Contribution Payable	36,793	93,983
2.01.03.01.02	Other Federal Tax Obligations	22,358	89,326
2.01.03.02	State Tax Obligations	28,684	214,857
2.01.03.03	Municipal Tax Obligations	4,512	4,764
2.01.04	Loans, Financing and Debentures	801,744	1,418,471
2.01.04.01	Loans and Financing	260,087	895,307
2.01.04.01.01	In National Currency	260,087	655,937
2.01.04.01.02	In Foreign Currency	-	239,370
2.01.04.02	Debentures	541,657	523,164
2.01.05	Other obligations	2,156,924	2,113,283
2.01.05.02	Others	2,156,924	2,113,283
2.01.05.02.01	Dividends and Interest on equity Payable	295,998	244,389
2.01.05.02.05	Other obligations	203,969	145,835
2.01.05.02.06	Statutory Participation	1,880	1,880
2.01.05.02.07	Obligations with Card Administrators	1,101,792	1,193,168
2.01.05.02.08	Derivative financial instruments	-	31,428
2.01.05.02.09	Leases payable	553,285	496,583
2.01.06	Provisions	68,272	67,059
2.01.06.01	Labor, Civil, Security and Tax Provisions	68,272	67,059
2.01.06.01.04	Civil Provisions	38,999	36,647
2.01.06.01.05	Labor Provisions	29,273	30,412
2.02	Non-Current Liabilities	4,959,001	3,507,856
2.02.01	Loans, Financing and Debentures	3,045,788	1,966,508
2.02.01.01	Loans and Financing	1,152,141	1,070,575
2.02.01.01.01	In National Currency	1,152,141	1,070,575
2.02.01.02	Debentures	1,893,647	895,933
2.02.02	Other obligations	1,852,290	1,486,111
2.02.02.02	Others	1,852,290	1,486,111
2.02.02.02.04	Other obligations	50,433	24,804
2.02.02.02.05	Leases payable	1,709,354	1,365,804
2.02.02.02.06	Suppliers	92,503	95,503

Consolidated Statements / Balance Sheet-Liabilities

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 3/31/2021	Prior end of year 12/31/2020
2.02.04	Provisions	60,923	55,237
2.02.04.01	Labor, Civil, Security and Tax Provisions	60,923	55,237
2.02.04.01.01	Tax Provisions	22,763	22,387
2.02.04.01.04	Civil Provisions	3,370	4,258
2.02.04.01.05	Labor Provisions	34,790	28,592
2.03	Shareholder's Equity	5,365,471	5,501,316
2.03.01	Capital	3,805,326	3,805,326
2.03.02	Capital reserves	(17,830)	(25,430)
2.03.02.04	Granted Options	92,620	94,031
2.03.02.05	Treasury Shares	(110,450)	(119,461)
2.03.04	Profit Reserves	1,694,515	1,694,515
2.03.04.01	Legal reserve	109,768	109,768
2.03.04.07	Tax Incentive Reserve	162,812	162,812
2.03.04.08	Proposed Additional Dividend	191	191
2.03.04.10	Reserve for Investment and Expansion	1,421,744	1,421,744
2.03.05	Accumulated Profit / Loss	(206,005)	-
2.03.08	Other Comprehensive Results	89,465	26,905

Consolidated Statements / Income Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Acumulated of	
		Current Year 1/1/2021 to 3/31/2021	Acumulated of Last Year 1/1/2020 to 3/31/2020
3.01	Revenue from Sale of Goods and / or Services	1,580,694	1,863,761
3.01.01	Net sales revenue from goods	1,363,717	1,550,180
3.01.02	Net revenue from financial products and services	216,977	313,581
3.02	Cost of Goods and / or Services Sold	(657,400)	(696,674)
3.02.01	Cost of sales with goods	(653,502)	(691,240)
3.02.02	Cost of financial products and services	(3,898)	(5,434)
3.03	Gross Profit	923,294	1,167,087
3.04	Operating Expenses / Revenues	(1,096,657)	(1,134,752)
3.04.01	Selling Expenses	(691,817)	(620,093)
3.04.02	General and Administrative Expenses	(254,313)	(223,153)
3.04.03	Losses due to non-recoverability of assets	(52,105)	(199,325)
3.04.04	Other Operating Income	1,162	10,313
3.04.05	Other Operating Expenses	(99,584)	(102,494)
3.05	Income Before Net Financial Expenses and Taxes	(173,363)	32,335
3.06	Net Financial expenses	(78,216)	(49,767)
3.06.01	Financial income	46,030	25,579
3.06.02	Financial expenses	(124,246)	(75,346)
3.07	Income Before Taxes on Profit	(251,579)	(17,432)
3.08	Income Tax and Social Contribution on Profit	103,876	24,569
3.08.01	Current	(36,155)	(33,319)
3.08.02	Deferred	140,031	57,888
3.09	Net Income from Continuing Operations	(147,703)	7,137
3.11	Profit / Loss for the Period	(147,703)	7,137
3.11.01	Attributed to Parent Company Shareholders	(147,703)	7,137
3.99.01	Basic Earnings per Share	(0.18620)	0.00900
3.99.01.01	ON	(0.18620)	0.00900
3.99.02	Diluted Earnings per Share	(0.18590)	0.00900
3.99.02.01	ON	(0.18590)	0.00900

Consolidated Statements / Comprehensive Income Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Acumulated of	
		Current Year 1/1/2021 to 3/31/2021	Acumulated of Last Year 1/1/2020 to 3/31/2020
4.01	Net Income For The Period	(147,703)	7,137
4.02	Other Comprehensive Income	62,560	121,392
4.02.01	Cash Flow Hedge	58,491	98,346
4.02.03	Taxes Related To Components Of Comprehensive Income	(19,887)	(33,438)
4.02.04	Cumulative Translation Adjustments	23,956	56,484
4.03	Total Comprehensive Income For The Period	(85,143)	128,529
4.03.01	Attributed to Parent Company Shareholders	(85,143)	128,529

Consolidated Statements / Cash Flow Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Acumulated of Current Year 1/1/2021 to 3/31/2021	Acumulated of Last Year 1/1/2020 to 3/31/2020
6.01	Net Cash From Operating Activities	201,977	(279,260)
6.01.01	Cash Flow From Operating Activities	(103,223)	346,424
6.01.01.01	Net Income For The Period	(147,703)	7,137
6.01.01.02	Depreciation And Amortization	210,330	188,659
6.01.01.05	Interest Expense and structuring costs Of Loans and leases	75,751	51,166
6.01.01.06	Interest on financing of operating services	6,035	7,986
6.01.01.09	Income Tax and Social Contribution	(103,876)	(24,569)
6.01.01.12	Estimated losses (Reversal) On Assets net	(133,616)	122,405
6.01.01.13	Other adjustments of Net Income	20,663	(6,360)
6.01.01.15	Discounts - leases payable	(30,807)	-
6.01.02	Changes In Assets And Liabilities	256,322	(193,740)
6.01.02.01	Trade Accounts Receivable	1,258,813	697,086
6.01.02.02	Inventories	(363,033)	(265,561)
6.01.02.03	Recoverable Taxes	98,008	5,177
6.01.02.04	Other assets	(20,654)	(24,048)
6.01.02.06	Suppliers	(350,765)	(237,573)
6.01.02.07	Tax Obligations	(355,388)	(282,426)
6.01.02.11	Obligations With Card Administrators	(91,376)	(104,011)
6.01.02.12	Other obligations	80,717	17,616
6.01.03	Others	48,878	(431,944)
6.01.03.02	Payment of Income Tax and Social Contribution	(13,002)	(308,430)
6.01.03.03	Payment of interest on loans and debentures	(23,148)	(3,956)
6.01.03.04	Interest paid on operating services financing	-	(10,301)
6.01.03.05	Financial investments	85,028	(109,257)
6.02	Net cash from investing activities	(264,068)	(89,417)
6.02.01	Acquisitions of Property, plant and equipment and intangible assets	(264,128)	(89,440)
6.02.03	Proceeds from disposal of Property, plant and equipment	60	23
6.03	Net cash from financing activities	345,427	637,411
6.03.02	Repurchase of treasury stocks	-	(96,964)
6.03.03	Loans	1,093,336	1,493,462
6.03.04	Payments of loans and debentures	(642,368)	(634,942)
6.03.06	Leases payments	(105,541)	(117,326)
6.03.07	Interest on Equity and Dividends Paid	-	(6,819)
6.04	Net Foreign Exchange Variation in Cash and Cash Equivalents	1,573	(6,653)
6.05	Increase (decrease) In Cash and Cash Equivalents	284,909	262,081
6.05.01	Cash And Cash Equivalents at the beginning of the period	2,066,781	980,954
6.05.02	Cash And Cash Equivalents at the end of the period	2,351,690	1,243,035

Consolidated Statements / Changes in Shareholder's Equity - 1/1/2021 to 3/31/2021

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Capital	Capital Reserves, Options Granted and Treasury Stock	Revenue Reserves	Retained Earnings	Other Comprehensive Income	Total Attributed to Parent Company Shareholders	Non-Controlling Shareholder Interest	Shareholder's Equity
5.01	Opening Balances	3,805,326	(25,430)	1,694,515	-	26,905	5,501,316	-	5,501,316
5.03	Adjusted Initial Balances	3,805,326	(25,430)	1,694,515	-	26,905	5,501,316	-	5,501,316
5.04	Capital Transactions with Stockholders	-	7,600	-	(58,302)	-	(50,702)	-	(50,702)
5.04.07	Interest on Equity	-	-	-	(58,302)	-	(58,302)	-	(58,302)
5.04.09	Restricted Stock Plan	-	3,866	-	-	-	3,866	-	3,866
5.04.10	Stock option plan	-	3,734	-	-	-	3,734	-	3,734
5.05	Total Comprehensive Income	-	-	-	(147,703)	62,560	(85,143)	-	(85,143)
5.05.01	Net Income for the Period	-	-	-	(147,703)	-	(147,703)	-	(147,703)
5.05.02	Other Comprehensive income	-	-	-	-	62,560	62,560	-	62,560
5.05.02.01	Adjustments to Financial Instruments	-	-	-	-	56,102	56,102	-	56,102
5.05.02.02	Taxes / Adjustments Financial Instruments	-	-	-	-	(19,075)	(19,075)	-	(19,075)
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	1,577	1,577	-	1,577
5.05.02.04	Period Conversion Adjustments	-	-	-	-	23,956	23,956	-	23,956
5.07	Balances as of March 31, 2021	3,805,326	(17,830)	1,694,515	(206,005)	89,465	5,365,471	-	5,365,471

Consolidated Statements / Changes in Shareholder's Equity - 1/1/2020 to 3/31/2020

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Capital	Capital Reserves, Options Granted and Treasury Stock	Revenue Reserves	Retained Earnings	Other Comprehensive Income	Total Attributed to Parent Company Shareholders	Non-Controlling Shareholder Interest	Shareholder's Equity
5.01	Opening Balances	3,795,634	38,678	869,896	-	(13,189)	4,691,019	-	4,691,019
5.03	Adjusted Initial Balances	3,795,634	38,678	869,896	-	(13,189)	4,691,019	-	4,691,019
5.04	Capital Transactions with Stockholders	-	(89,206)	-	(58,351)	-	(147,557)	-	(147,557)
5.04.04	Treasury Stock Acquired	-	(96,964)	-	-	-	(96,964)	-	(96,964)
5.04.07	Interest on Equity	-	-	-	(58,351)	-	(58,351)	-	(58,351)
5.04.09	Restricted Stock Plan	-	2,776	-	-	-	2,776	-	2,776
5.04.10	Stock option plan	-	4,982	-	-	-	4,982	-	4,982
5.05	Total Comprehensive Income	-	-	-	7,137	121,392	128,529	-	128,529
5.05.01	Net Income for the Period	-	-	-	7,137	-	7,137	-	7,137
5.05.02	Other Comprehensive income	-	-	-	-	121,392	121,392	-	121,392
5.05.02.01	Adjustments to Financial Instruments	-	-	-	-	89,660	89,660	-	89,660
5.05.02.02	Taxes / Adjustments Financial Instruments	-	-	-	-	5,733	5,733	-	5,733
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	(30,485)	(30,485)	-	(30,485)
5.05.02.04	Period Conversion Adjustments	-	-	-	-	56,484	56,484	-	56,484
5.07	Balances as of March 31, 2020	3,795,634	(50,528)	869,896	(51,214)	108,203	4,671,991	-	4,671,991

Consolidated Statements / Statement of Added Value

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Acumulated of Current Year 1/1/2021 to 3/31/2021	Acumulated of Last Year 1/1/2020 to 3/31/2020
7.01	Income	1,942,593	2,154,846
7.01.01	Sales of Goods, Products and Services	1,989,592	2,340,690
7.01.02	Other Receives	5,106	13,481
7.01.04	Provision / Reversal of Credits Doubtful Settlement	(52,105)	(199,325)
7.02	Input Purchased From Third Parties	(1,190,892)	(1,134,768)
7.02.01	Cost Of Sales Of Goods, Financial Products And Services (Including Taxes)	(739,970)	(780,521)
7.02.02	Materials, Energy, Outsides Services And Others	(440,157)	(344,651)
7.02.03	Loss / Recovery of Assets	(10,765)	(9,596)
7.03	Gross Value Added	751,701	1,020,078
7.04	Retentions	(210,330)	(188,659)
7.04.01	Depreciation and Amortization	(210,330)	(188,659)
7.05	Value Added Net Produced	541,371	831,419
7.06	Value Added Received In Transfer	46,622	26,119
7.06.02	Financial income	46,622	26,119
7.07	Total Added Value to Distribute	587,993	857,538
7.08	Distribution of Added Value	587,993	857,538
7.08.01	Personnel Expenses	309,579	306,891
7.08.01.01	Compensation	234,060	231,930
7.08.01.02	Benefits	41,579	42,730
7.08.01.03	Government Severance Indemnity Fund For Employees	24,852	21,501
7.08.01.04	Others	9,088	10,730
7.08.01.04.01	Stock Option Plan	3,734	4,982
7.08.01.04.02	Management remuneration	5,354	5,748
7.08.02	Taxes, fees and contributions	247,575	397,284
7.08.02.01	Federal Taxes	(2,075)	98,306
7.08.02.02	State Taxes	229,040	279,832
7.08.02.03	Municipal Taxes	20,610	19,146
7.08.03	Remuneration of Third Party Capital	178,542	146,226
7.08.03.02	Rents	48,318	66,057
7.08.03.03	Others	130,224	80,169
7.08.03.03.01	Financial expenses	130,224	80,169
7.08.04	Remuneration of Shareholders' Equity	(147,703)	7,137
7.08.04.01	Interest on Equity	58,302	58,351
7.08.04.03	Retained Earnings / Loss for the Period	(206,005)	(51,214)

Message from the Management

The year began with a significant surge in the number of Covid-19 infections, triggering the intensification of social distancing protocols and consequently, new restrictions on operations, more particularly in March. Once more we acted quickly, committed to our employees, customers, and suppliers, prioritizing the wellbeing of our stakeholders. The Company immediately adopted additional measures for supporting the communities and healthcare institutions for tackling the pandemic and its impacts. In this regard, we highlight our support for the construction of the Butantan Institute's new vaccine plant, through our social arm, the Renner Institute, allocating for this objective, R\$1.2 million. With this initiative, there are already more than R\$ 8 million for tackling the pandemic.

In the business context, the experience acquired in dealing with the pandemic during 2020 allowed a faster reaction and adaptation: we adjusted our orders for items in greater demand during the period of social isolation, we started an adjustment in operational expenses and accelerated further our digital sales, these increasing by 173.4% and accounting for 17.5% of total sales in the quarter. Critical to reaching these levels were the greater use of store inventory for finalizing online purchases, as well as the new sales channels implemented over the course of 2020, giving greater flexibility in serving consumers, principally during the period when the stores were temporarily closed.

At the end of the quarter, just 38% of the stores were open for business, and even so, we saw that, in locations where there was greater mobility, such as the North and Central-Western regions, if the days when the physical units were open for business are considered alone, then performance was positive in the quarter, a reflection of the adequate execution of the operations and the ready acceptance of the fall-winter collection. This tendency consolidated in the following weeks, mainly from the second half of April when there was a greater easing of restrictions with the resumption of activities in most stores. Since then, we have seen an important recovery in sales with robust growth, even by comparison with 2019.

Irrespective of the short-term scenario, the Company is committed to continuing apace with the construction of its fashion and lifestyle ecosystem, giving a more complete offering to consumers. In September 2019, the Board of Directors and the Executive Board took a joint decision on the strategic priorities going forward and from this meeting the design of our ecosystem emerged. On that occasion, we renewed our value proposition to meet the new business model. Since then, we have been working on the necessary development of our practices, bringing in new expertise and structuring our teams. Now, we believe that we are ready to invest in the execution of this plan, ramping up our current platform so that we can be the specialized ecosystem leader in fashion and lifestyle and a reference in Latin America.

Consumer habits are changing faster than ever and to meet these demands it is necessary to operate speedily, providing a more broad-based offering at all stages of the consumer's journey. Consequently, the main investment fronts are related to the expansion of assortment of products, categories, and services to the customers, not to mention the offer of services to partners and sellers as well as the generation of proprietary and media content to ensure greater engagement, frequency, and stickiness. In the same way, the continuous investment in the omni journey with a greater coverage of integrated channels and platforms makes for enhanced digitization, flexibility in the journey as well as potentializing sales.

In addition, we are increasing Realize CFI's customer base and expanding the offer of financial solutions to meet the needs of all the entities in our ecosystem and enhancing lifetime value. With this in mind, we are structuring a loyalty program, bringing benefits not only of a quantitative nature but differentiated experiences, linking the different formats of retail and banking and in this way, potentializing the entire ecosystem. And for all this to happen, we are evolving in some important enablers, leveraging logistics, technology, knowledge of the customer and data so filling the gaps and making good use of the opportunities which will arise as our business model develops.

It was with these plans in mind that, at the beginning of May, we launched a 102 MM equity offering, raising resources equivalent to approximately R\$ 4.0 billion. These funds will give us the necessary flexibility and the readiness to capture with greater assertiveness all the opportunities, both organic and inorganic, associated with the continued construction of our ecosystem. Equally, the issue will allow us to invest in the acceleration of the digital transformation and will guarantee the continuity of the construction work on our new omni CD in São Paulo, also supporting the physical expansion of stores, irrespective of the macroeconomic scenario and Covid-19, thus consolidating the omni vision associated with the company's strategy.

The equity offering was priced on April 29 at R\$ 39.00, representing a discount of 2.4% versus the closing price for the day, a level well below the average for recent share offerings in the market. The bookbuilding process yielded a demand of 95 orders and the offering was 4.2x oversubscribed, which gives us confidence of the investors belief in the soundness of our strategy and execution. And in line with our commitment to our shareholders, despite the higher demand we decided not to exercise the hot issue. Thus, we thank our shareholders for their confidence in our business and we are certain that these investments will mean greater enchantment on the part of our customers, guaranteeing a more competitive Company and creating additional value for our stakeholders.

And so, we move forward to 2Q21. Although we may have to face further oscillations over the short-term, we believe we have passed the turning point and are ready to move forward, taking care of the current moment but mainly investing for the long-term. Brands with meaning and a clear value proposition generate competitive differentials and create the conditions for increasing market share, more especially in a scenario of accelerated consolidation such as we are currently experiencing. Today in Brazil, we are the largest player in offline fashion and with major relevance in online as well. We remain committed to our projects as well as the sustainability of the businesses through solid relations with suppliers and shareholders as well as the strengthening of the culture of customer enchantment. Our digital transformation continues at an accelerated pace, our goal of 520 stores under the Renner brand in 2025 remains unaltered and we are focused on our strategy through a combination of our businesses and the development of a pioneering platform of brands, partners and sellers specialized in fashion and lifestyle.

Development of the Ecosystem

DIGITAL SALES

- Digital Sales performance continued at high levels, achieving **a record growth, in March, of 253%**, a reflection of the continued investments in the acceleration of online operations, mainly at a time of closed stores to ensure customer service. In 1Q21, **sales rose 173.4%** accounting for **17.5% of the total**.
- During the quarter, investments continued in initiatives for improving the customer journey at the checkout point, bringing greater fluidity and agility to customer service, the highlight being instantaneous payments such as **PIX representing 5%** of all online transactions.
- **Traffic:** growth of 128% in 1Q21 in total accesses, being more than 65% of them via app.
- **Customers:** active customer base of 3.3 million, an increase of 186% in the quarter. The highlight was the number of new customers totaling 375 thousand (+158%) in 1Q21 versus 1Q20.
- **App Downloads:** 4.5 million downloads in the quarter, an increase of 140% in the quarter with a record in March (1.8 million) and more than 5.6 million active users monthly. Similarweb data shows the Renner app as the most downloaded among fashion retailers in 1Q21 and the absolute leader in Monthly Active Users (MAU). In addition, continues with the best customer evaluation score among domestic players and in terms of representativity, 63% of all orders were transacted through the app.

DIGITALIZATION OF THE CORE PROCESSES

- The Omni Transformation continued to progress mainly with the development of new sales channels, with **10** currently available as well as the **use of store inventory** for servicing online sales, this **representing 32%** of the total, totaling **1.9 million items**. These initiatives proved to be even more relevant during the period when the stores were temporarily closed, offering greater flexibility to the customers as well as increased use of the units themselves.



Ship from Store: enabled at all Renner stores, allowing flexibility to increase operations during the period of temporary store closings. In addition, the units that carry out the shipment, about **28 concentrate 40% of the deliveries**. On March 31 at Camicado, **66 units** had the initiative implemented, while at Youcom, **45 units**.



Mobile Checkout: **31%** of stores sales are made via mobile checkout, not on the traditional cashiers, with 19% higher ticket. The sale conclusion is made through the **Mobile Sales**, with ~ 1.5MM transactions in the quarter, made by employees using mobile checkout devices; **Self Checkout**, which represented + 11% in sales in units that have self-service totems; and **Digital Payment**, with almost 140 thousand transactions conducted via the customer's own smartphone.



Infinite Aisle (integrated inventory): 80% of the potential assortment now available online. Exclusive store items in **half** of online orders.



Marketplace: +100 sellers at Camicado, representing ~15% of digital sales, and the Renner Lab.



Social Sales (Minha Sacola): ~23 thousand affiliated participants with ~22 thousand items sold in the quarter.



Sales via Whatsapp: 100% of the country attended receptively, with active sales beginning in 1Q21. Since March, sales at Renner have doubled versus the previous month.



New Omni DC: with an area of 163 thousand m², construction continues to run to plan with startup of operations expected for 2022.



Fashion Delivery: in execution at Renner, Ashua and Youcom, using analytics for defining the target public and sending a selection of items to the customer's residence with high conversion rates.



Guide Shop: pilot of the new Renner store concept combining online and offline.



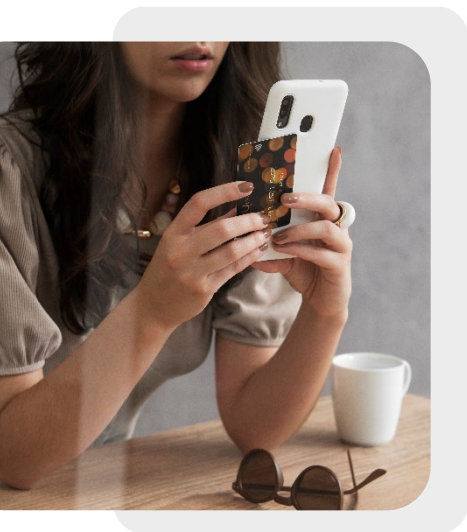
Ashua Corners: islands dedicated to the brand at 9 Renner stores.

- In the context of the Use of Data in the Product Life Cycle, 100% of the allocation process of basic items is data-driven at Renner, 57% of which use artificial intelligence without human intervention. At Youcom, those items represent **6.7% of sales**, and the same model is being replicated in pilot phase at **Camicado** and already is **accounting for 2%**. In addition, similar projects are being expanded in purchases of products for resale, a stage in which the use of AI is already being applied to the same items that have data-driven allocation without human intervention as well as the automated pricing motor, in its pilot phase.
- In the Customer's Single View, we continued to ramp up the use of analysis and transformation of integrated data to obtain better customer information and offer of personalized experiences. As a result, the active customer base continued to climb as well as the portion of identified sales, now standing at **84%**. Optimizations were also made to the omni campaigns models, introducing new information for personalization and integrating more direct communication channels into the platform, with corresponding greater customer engagement. In addition, we continue developing the integration of new sources for capturing customer data, optimizing the prioritization of contacts, then generating greater assertiveness in communication.
- In the marketing strategy, in the pillar of Content & Branding, investments in the generation of proprietary content were accelerated, with the creation of a weekly schedule for live shops and mini stores on Instagram, in addition to a digital fashion show and filters for social media augmented reality. Besides this, a more recurrent and assertive communication, through campaigns, capsule collections and content co-creation with influencers, contributed to greater engagement and traffic, both on the website and in the app. With these advances, the sessions volume increased 71% and transactions via social media grew 103% in 1Q21.

Development of the Ecosystem

FINANCIAL SOLUTIONS – REALIZE CFI

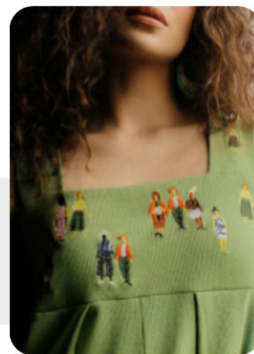
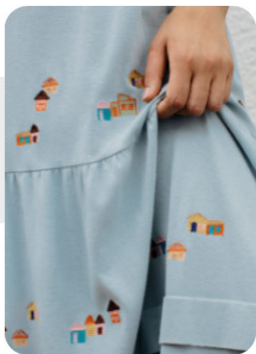
- In line with the development strategy of the ecosystem, Realize began the year with the focus on **increasing the customer base** of Meu Cartão (Co-branded) through the **Open Seas** strategy in which the product is also offered to customers who are not holders of the Renner Card (Private Label). In addition, a new feature was introduced in the Renner app and in the customer service portal for enabling the stimulated migration of Private Label customers to Meu Cartão. This initiative already accounts for 30% of the number of cards issued in March. Tests were also begun for offering Meu Cartão to Camicado and Ashua customers.



- In the context of offering expanded financial solutions, the insurance and assistance portfolio was extended through the Seguro Saúde and Bem Estar, as well as extended guarantee and signature services. Already under development are products for attending Camicado's marketplace sellers while adaptations are being made to the digital solution for meeting the needs of a younger audience at Youcom. In May, the first credit operation to suppliers operation was also carried out, in pilot mode. Additionally, Realize CFI has also been making headway in the operationalization of the **Digital Account**, in March beginning tests involving a limited group (family & friends) and, as from May, making it available to 70 thousand Renner cardholders through the app. The digital account has already an integrated **PIX** solution, whose participation was authorized by the Central Bank in April.
- In the context of digitization, new functions were implemented for the daily requirements of card use, improving the digital service, and renegotiations among others, so making for a 100% digital Journey. Currently, 85% of the active customer base use digital channels in their daily activities for informational purposes, controlling card usage and for contracting services. In addition, 99.3% of all decisions for granting credit are made automatically while 51% of the renegotiation of collections happen through digital channels. These developments in digitization of the customer journey have resulted in a significant reduction in CAC, the costs of service, credit and collection as well as giving greater empowerment to customers in the daily solution of their requirements for using payment channels.

ESG

- In line with the building of a lasting ecosystem, in the quarter, the Company continued to pursue the ESG theme in the belief that its businesses and attitudes must be based on environmental, social and governance pillars. In this context, additional to the publication of the Annual Report on March 31 recording the landmark events of the year 2020, some initiatives in the 1Q21 warrant mention:
- **Agro-ecological cotton:** new collection, fruit of a partnership between the Lojas Renner Institute and the Alternative Agriculture Center of the North of Minas Gerais, promoting the union of farmers of traditional *quilombolas* and indigenous communities who cultivate agro-ecological cotton. Collaborating with the conservation of the soil and water, planting is combined with other cultures using natural systems for the control of pests and the reuse of rainwater.



- **Collab Bom Jesus:** youth fashion collection at Youcom, inspired by arts related to music and freedom of expression, made in partnership with young people from the community surrounding the Company's headquarters in Porto Alegre, which reverts part of the sales to the purchase of basic baskets of goods for the community.
- **Tackling the Covid-19 pandemic:** through the intermediary of the Lojas Renner Institute, the Company approved the allocation of R\$ 1.2 million for the construction of a new plant at the Butantan Institute, allowing production of the Coronavac vaccine to be ramped up. The donation is being made via the Comunitas social organization which is spearheading the raising of resources in conjunction with InvestSP and the Butantan Foundation itself. In addition, during the first quarter, the Institute also donated funds for the production of oxygen for delivery to the state of Amazonas and the purchase of ventilators for distribution in the state of Rio Grande do Sul.
- **Digital Annual General Meeting:** the Company convened the shareholders, in March, for the first shareholders meeting exclusively virtual, with a view of preserving the health of its shareholders and employees. The 2021 annual meeting was held in April, with 64.3% of the share capital participation and with all matters approved.
- From 2021, **Executive Board remuneration** has been linked to ESG objectives with semi-annual monitoring of results. Remuneration metrics are related to public commitments assumed for 2021 on themes relating to climate change, socio-environmental compliance of suppliers and less environmentally impacting products.
- In recognition of its ESG performance, the Company is once again a member of the **S&P Global Sustainability Yearbook (2021 edition)**, which evaluated more than 7,000 companies worldwide and presented those that were considered highlights of each sector.

Highlights in the period

May 13, 2021 – LOJAS RENNER S.A. (B3: LREN3; USOTC: LRENY). the largest fashion retailer in Brazil, announces its results for the first quarter 2021 (1Q21).

Consolidated Information (R\$ MM)	1Q21	1Q20	Var.
Net Revenue from Merchandise Sales	1,363.7	1,550.2	-12.0%
Growth in Same Store Sales	-12.7%	-10.7%	-
Gross Profit from Merchandise Sales	710.2	858.9	-17.3%
Gross Margin from Retailing Operation	52.1%	55.4%	-3.3p.p.
Operating Expenses (SG&A) ¹	(749.6)	(665.4)	12.7%
SG&A as a % of Net Revenue from Merchandise Sales	55.0%	42.9%	12.1p.p.
Ajusted EBITDA from Retailing Operation	(171.3)	84.4	-303.0%
Ajusted EBITDA Margin from Retailing Operation	-12.6%	5.4%	-18.0p.p.
Financial Products Result	69.3	20.7	235.5%
Ajusted Total EBITDA (Retail + Financial Products) - Includes Leasing ²	(102.0)	105.0	-197.1%
Ajusted Total EBITDA Margin - Includes Leasing ²	-7.5%	6.8%	-14.3p.p.
Ajusted Total EBITDA (Retail + Financial Products) - Excludes Leasing ³	31.8	218.7	-85.5%
Ajusted Total EBITDA Margin - Excludes Leasing ³	2.3%	14.1%	-11.8p.p.
Net Result	(147.7)	7.1	NA
Net Margin	-10.8%	0.5%	-11.3p.p.
ROIC LTM	13.0%	17.7%	-4.7p.p.

¹To facilitate analysis, Depreciation and Amortization expenses including Lease Depreciation have been excluded from the above table.

² Adjusted Total EBITDA with the impact of Depreciation and Lease Financial Expenses. For the purposes of comparability with preceding periods, the Company is now reporting EBITDA also adjusted for Depreciation and Financial Expenses of Leasing relative to the adoption of IFRS 16, given the similarity with cash flows in the rental agreements.

³ Adjusted Total EBITDA without the impact of Depreciation and Financial Expenses with respect to the adoption of IFRS 16.

⁴ During fiscal year 2020, the Company amended the discount rate of its leasing contracts pursuant to explanatory note number 3.6.1.1 and with this, the amounts of lease depreciation and interest were amended for the comparative period of 1Q20, without significant impacts.

Operational Summary

SSS -12.7%

Digital Sales +173.4%

- Increased restrictions on operations with temporary closure of stores, principally in March
- Comparative base normalized up to mid-March 2020
- Increased growth of digital sales

**Gross Margin
52.1% | -3.3p.p.**

- Sequential recovery in margins, balanced inventory and good acceptance of the collection
- Pressure due to FX effects and raw material cost inflation
- Promotional environment greater than usual due to increased restrictions on operations

**Operating Expenses
+12.7%**

- Increase of expenses relative to the acceleration of online and digital initiatives in progress
- Temporary closures and restrictions on operations impacted the dilution of expenses

**Retail EBITDA Margin
-12.6%**

- Lower Gross Margin
- Operational deleveraging

**Financial Products
Result
+235.5%**

- Gradual recovery in revenue
- Improved credit quality

**Net Income
R\$ (147.7)**

- Reduction of retail EBITDA

**Capex
R\$ 264.1 MM**

- Investments in new Omni DC, new stores and in technology

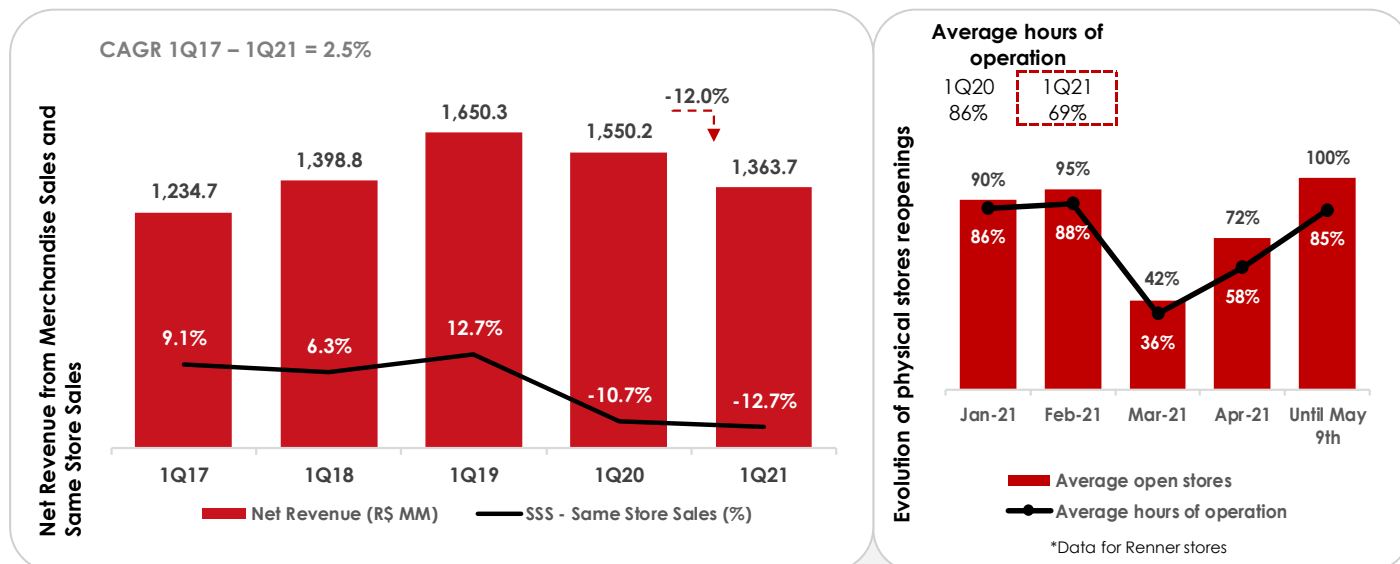
Breakdown by Business

	1Q21	1Q20	Var.
RENNER			
Number of Stores	394	387	7
Store Rollouts	1	0	N/A
Sales Area (000s m ²)	690.4	683.1	1.1%
Net Revenue (R\$ MM)	1,228.9	1,404.9	-12.5%
Gross Margin	52.4%	55.5%	-3.1p.p.
CMICADO			
Number of Stores	113	112	1
Store Rollouts	0	1	N/A
Sales Area (000s m ²)	47.3	47.9	-1.2%
Net Revenue (R\$ MM)	102.9	108.1	-4.8%
Gross Margin	46.7%	52.3%	-5.6p.p.
YOUCOM			
Number of Stores	99	98	1
Store Rollouts	0	0	N/A
Sales Area (000s m ²)	16.7	16.3	2.1%
Net Revenue (R\$ MM)	32.0	37.2	-14.1%
Gross Margin	56.7%	60.1%	-3.4p.p.

Data for Renner includes Ashua and stores in Uruguay and Argentina.
In 1Q21 one Youcom store was closed. In 1Q20, 1 Renner, 3 Camicado and 3 Youcom stores were closed.



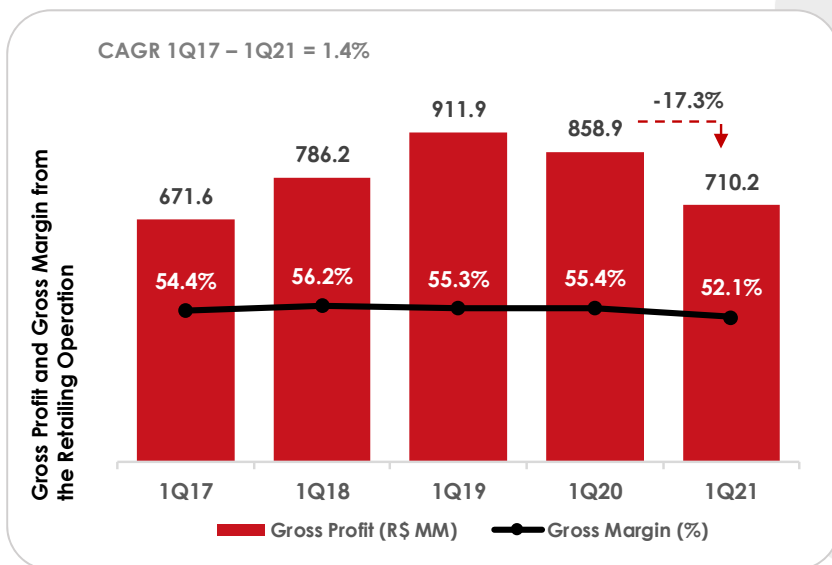
Net Revenue from Merchandise Sales



- Early 1Q21 was characterized by a continuation of the scenario recorded in late 4Q20 with the reintroduction of social distancing protocols as well as the resumption of new restrictions on trading operations. As a result, customers once more adopted a more cautious posture in relation to visits to shopping centers, this translating into lower traffic throughout 1Q21 compared with the same period in 2020. Additionally, in March, temporary store closures intensified in several regions, such as South, Southeast and Northeast that are very important regions for the business. Consequently, operations in the quarter were at 69% of the normal business hours compared to 86% in 1Q20, this having a significant impact on performance in the period. Currently, the entire store network is open for business, having an impact on the continued evolution in Net Revenues in the subsequent months to 1Q21.
- Important to highlight in this context that at the locations where restrictions on personal mobility were more relaxed such as in the North and Central-Western regions and if the days when the physical stores were open for normal business are considered alone, the performance was positive compared with 1Q20, clearly evidence of the Company's correct execution of operations and the good acceptance of the new collection. This behavior has been reinforced, mainly, since April 19 when nearly all the stores reopened across the country and sales reporting consistent growth, including in comparison with 2019. Once more, reduced store foot fall was partially offset by greater conversion levels and an increase in average ticket with more items per shopping bag.
- Thus, **Net Revenue from Merchandise Sales** and **Same Store Sales** reported a **reduction of 12.0% and 12.7%**, respectively. This was a better performance than for the figures put out by the Federal Government's Statistics Office's (IBGE) Monthly Retailing Survey Index published with data up to February 2021.
- Youcom posted **a reduction in Net Income of 14.1%**, equally affected by a larger number of temporary store closures in the month of March.
- Restrictions and the temporary closure of units in turn also had an impact on business at **Camicado**, albeit to a lesser degree, due to the improvements made in product assortment and store operations, in addition to accelerated e-commerce sales. Thus, Camicado reported a **reduction of 4.8% in Net Revenue** against the same period in 2020, albeit growth, if only the performance of stores which remained open is considered.
- In the context of digital sales, there was **a significant growth of 173.4%**, reflecting notable increases in traffic, new customers and the increasingly relevant app. Other channels such as B2B and Whatsapp, among others also posted significant growth, their combined sales registering an increase of 60% in March as opposed to the preceding month, thus ensuring customers greater flexibility in purchases more especially in the period when stores were temporarily shut.



Gross Profit from the Retailing Operation



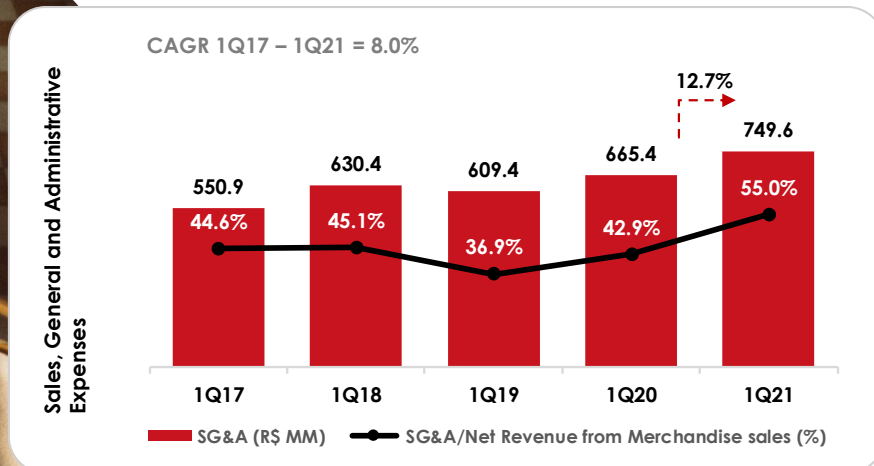
- The year began with a more balanced, good quality inventory in the stores thanks to adjustments made over the course of 2020. In addition, the fall-winter collection saw ready acceptance on the part of customers.
- However, higher FX rates contracted for imported products and the inflationary effect on raw materials and international freight costs squeezed Gross Margin. The promotional environment was also noticeably more pronounced than usual for the period as a result of restrictions on operations and temporary shutdown of stores. The combination of these effects resulted in a **reduction of 3.3 p.p. in Gross Margin compared with 1Q20**.
- Renner registered a reduction of 3.1 p.p. in Gross Margin versus 1Q20, while at Youcom the reduction was 3.4 p.p. At Camicado in turn, the Margin was 5.6 p.p. lower, reflecting a greater share in the sale of imported products at a time of higher currency rates for exchange contracts.

Operating Expenses

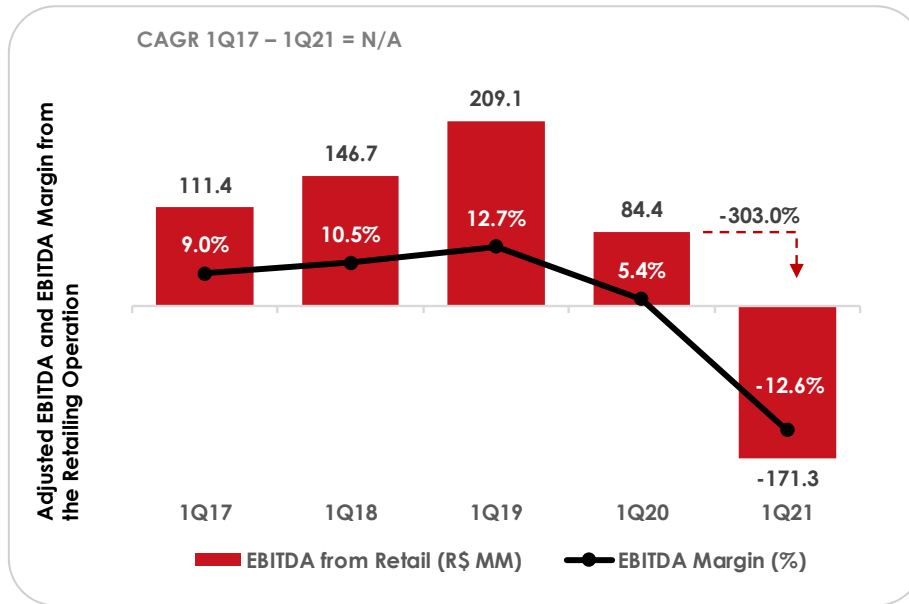
(R\$ MM)	1Q21	1Q20	Var.
Operating Expenses (SG&A) ¹	(749.6)	(665.4)	12.7%
% Over Net Revenue from Merchandise Sales	55.0%	42.9%	12.1p.p.
Selling Expenses	(538.0)	(475.1)	13.2%
% Over Net Revenue from Merchandise Sales	39.5%	30.6%	8.9p.p.
General and Administrative Expenses	(211.5)	(190.3)	11.2%
% Over Net Revenue from Merchandise Sales	15.5%	12.3%	3.2p.p.
Other Operating Results	1.2	3.9	-70.1%
Recovery of Tax Credits	0.9	10.3	-91.6%
Other Operating Revenues/ (Expenses)	0.3	(6.4)	-104.7%
Total Operating Expenses	(748.4)	(661.5)	13.1%

- Operating expenses as a percentage of Net Revenue from Merchandise Sales reported an **increase of 12.1p.p.** in relation to the same quarter of 2020, principally reflecting the reduced dilution of selling expenses due to the temporary closure of the units.
- These expenses were also impacted by investments in the development of the fashion and lifestyle ecosystem, the acceleration in digital sales as well as initiatives relative to the digital transformation currently underway.
- On the other hand, Other Operating Results were lower due largely to lower Recovery of Tax Credits in the quarter.

¹Leasing expenses, previously booked as "Occupation", as from 1Q19, are now shown in the accounts in the depreciation and financial expenses lines. For improved analysis, the above table excludes Depreciation and Amortization expenses.

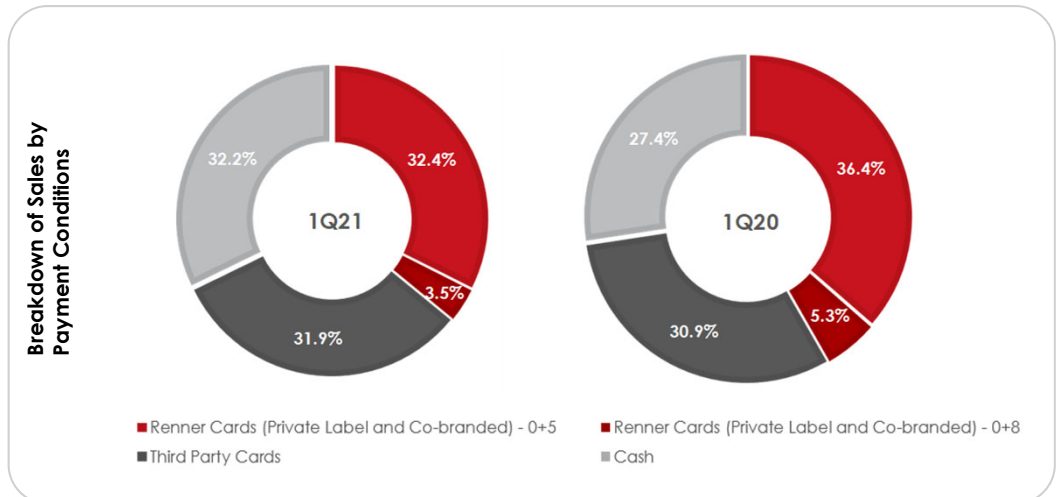


Adjusted EBITDA from the Retailing Operation



- Adjusted EBITDA from the Retailing Operation reported a **reduction** compared with the same quarter in 2020, equivalent to a **Margin of -12.6%**. This result is largely the consequence of lower sales, impacted by temporary store closures, triggering operational deleveraging.
- For the sake of comparability with preceding periods, the Company now shows EBITDA adjusted also for Depreciation and Financial Expenses following the adoption of IFRS 16 and given the similarity with cash flows generated under rental agreements.

Payment Conditions

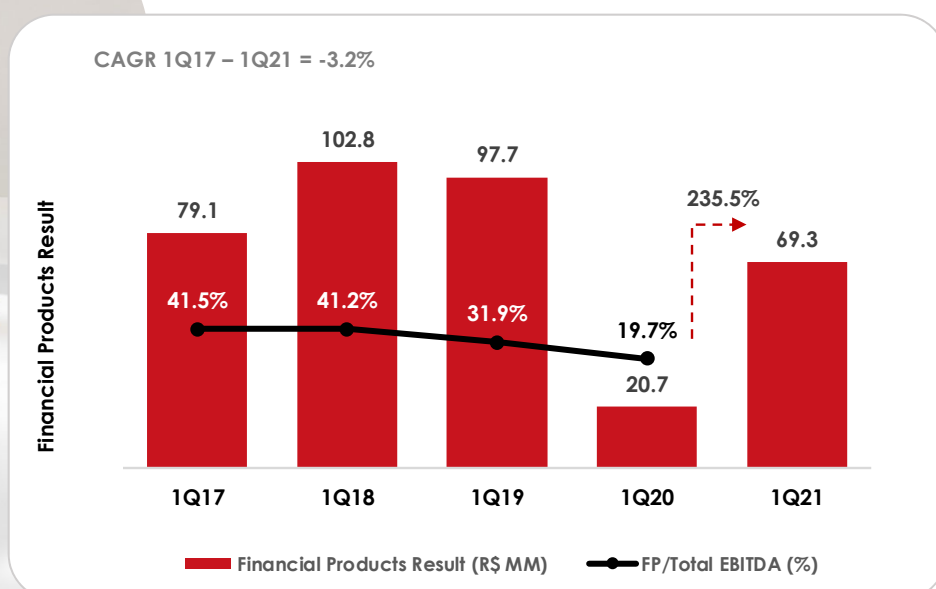


- In 1Q21, the Company recorded a total issue of 34.0 million cards, accounting for 35.9% of merchandise sales, 5.8 p.p. less than the same period in 2020. In the current context where the consumer remains more inclined towards cash payments, the result has been a decline in the participation of Private Label and Co-Branded cards.

Financial Products Result

(R\$ MM)	1Q21	1Q20	Var.
Revenues, Net of Funding and Taxes	213.1	308.1	-30.9%
Renner Card (Private Label)	56.5	113.3	-50.1%
Co-branded Card Meu Cartão	156.6	194.9	-19.7%
Credit Losses, Net of Recoveries	(52.1)	(199.3)	-73.9%
Renner Card (Private Label)	4.5	(67.4)	-106.7%
Co-branded Card Meu Cartão	(56.6)	(131.9)	-57.1%
Operating Expenses	(91.6)	(88.2)	4.0%
Financial Products Result	69.3	20.7	235.5%
% of Company's Total Adjusted EBITDA	NA	19.7%	NA

Credit Losses, Net of Recoveries include write-offs provisioning complements/reversions and recovery of write-offs in the period.



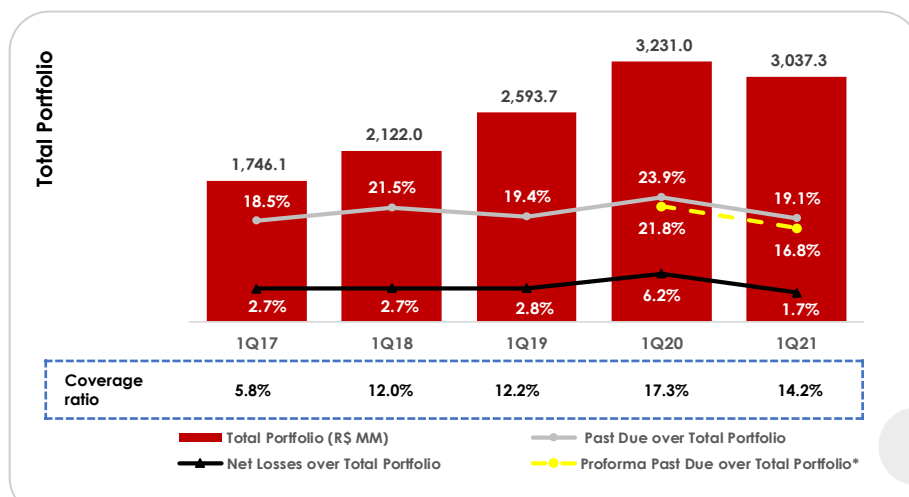
- The Financial Products Result totaled **R\$ 69.3 million** in 1Q21, a **sequential improvement** in relation to the final quarters of 2020, mainly the result of the reduced need for provisions as well as the gradual recovery in revenue flows, albeit these still impacted in relation to 1Q20.
- **The reduction in Revenues** was largely the outcome of lower portfolio volumes arising from the period of greater operational restrictions and a decline in the use of credit cards in general. Revenue from the Private Label reported a decline of 50.1%, reflecting a reduction in this portfolio by virtue of smaller sales volumes as well as the Company's strategy of prioritizing the offer of the Co-branded Meu Cartão. Revenue generated by Meu Cartão in turn, fell 19.7%, given the lower propensity to refinance on the part of customers.
- In the context of **Net Losses**, there was a **reduction of 73.9%** in relation to 1Q20, due to the improvement in credit quality and also higher recovery levels. Worthy of note is that in 1Q20, the Company increased its portfolio coverage levels due to the uncertainties surrounding the pandemic at that time.
- Operating expenses rose 4.0%, mainly in the light of expenses related to **digital initiatives at Realize**.

Customer Accounts Receivable

(R\$ MM)	Mar.21	Dec.20	Mar.20
Renner Card (Private Label) - Net Portfolio	698.3	960.9	958.0
Renner Card (Private Label) - Total Portfolio	845.7	1,179.9	1,168.9
Estimated Credit Losses	(141.6)	(206.7)	(197.5)
Present Value Adjustment	(5.7)	(12.3)	(13.4)
Co-branded (Meu Cartão) - Net Portfolio	1,906.5	2,008.3	1,713.2
Meu Cartão (Co-Branded) - Total Portfolio	2,200.7	2,355.9	2,080.3
Estimated Credit Losses	(290.8)	(341.4)	(362.3)
Present Value Adjustment	(3.4)	(6.3)	(4.8)
Total Third-Party Credit Card Companies	70.7	833.3	334.7
Other Accounts Receivable	10.6	9.2	6.8
Total Credit Portfolio, Net	2,686.1	3,811.7	3,012.7

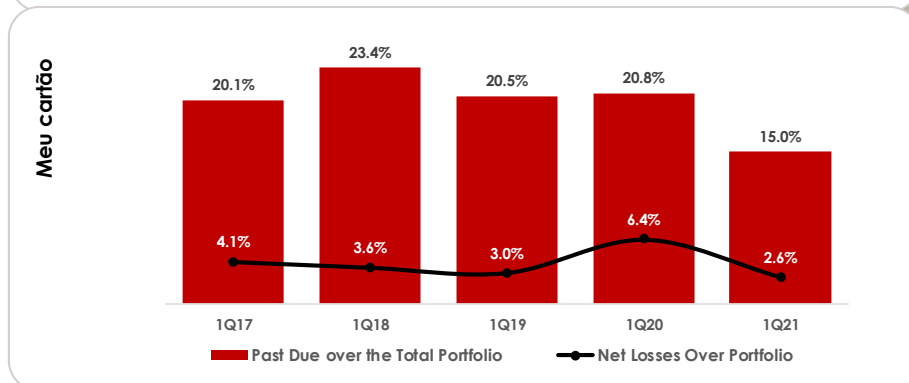
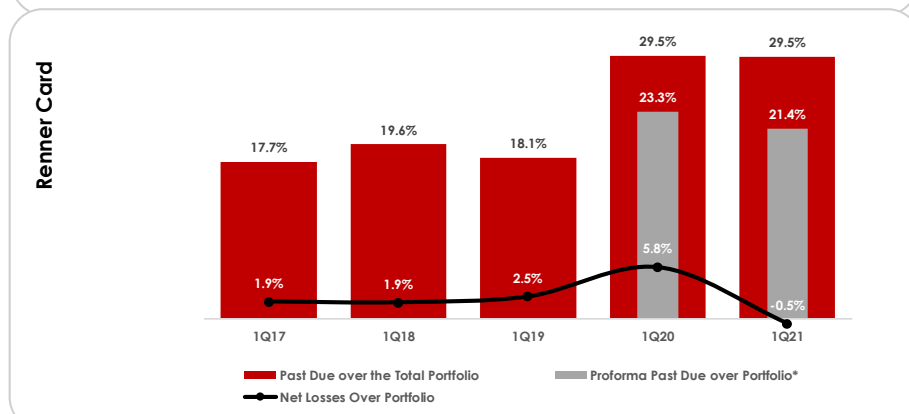
- In March 2021, Accounts Receivable amounted to **R\$ 2,686.1 million**, a **reduction of 10.8%** compared to March 2020, due mainly to lower sales volumes in the period.

Delinquency



- The total portfolio of Financial Products (Renner Card and Meu Cartão) posted a **reduction of 6.0%**, in 1Q21 versus 1Q20 due largely to the decrease in the Private Label portfolio, a reflection of the lower sales volume and the strategy of prioritizing the offer of Meu Cartão. The Meu Cartão portfolio in turn grew in relation to 1Q20, albeit at a lower rate than usual.
- Both products reported an improvement in the percentage of net losses and overdues, on a comparable basis (proforma) in the case of the Private Label. This performance was a reflection of **credit quality** and also increased **recoveries**. Specifically in the case of Meu Cartão, the increase in the portfolio contributed to the improvement in these indicators.

* For the purposes of comparability, the proforma data relates to the receivables' portfolio up to 180 days.



Adjusted Total EBITDA

(R\$ MM)	1Q21	1Q20	Var.
Net Income	(147.7)	7.1	NA
(+) Income and Social Contribution Taxes	(103.9)	(24.6)	322.8%
(+) Financial Result, Net	78.2	49.8	57.2%
(+) Depreciation and Amortization (*)	201.5	181.6	11.0%
Total EBITDA	28.1	213.9	-86.9%
(+) Stock Option Plan	3.7	5.0	-25.0%
(+) Result on Write-Off and Provision for Impairment of Fixed Assets	(0.1)	(0.2)	-59.8%
Total Adjusted EBITDA - Excludes Leasing¹	31.8	218.7	-85.5%
(-) Depreciation for Leasing (IFRS 16) (**)	(90.8)	(81.9)	10.9%
(-) Financial Expenses for Leasing (IFRS 16) (***)	(42.9)	(31.8)	35.0%
Total Adjusted EBITDA - Includes Leasing²	(102.0)	105.0	-197.1%
Total Adjusted EBITDA Margin - Includes Leasing ²	-7.5%	6.8%	-14.3p.p.

Pursuant to Article 4. of CVM Instruction 527, the Company has chosen to show the Adjusted EBITDA as in the above table in order to provide information which best reflects gross operational cash generation from its activities.

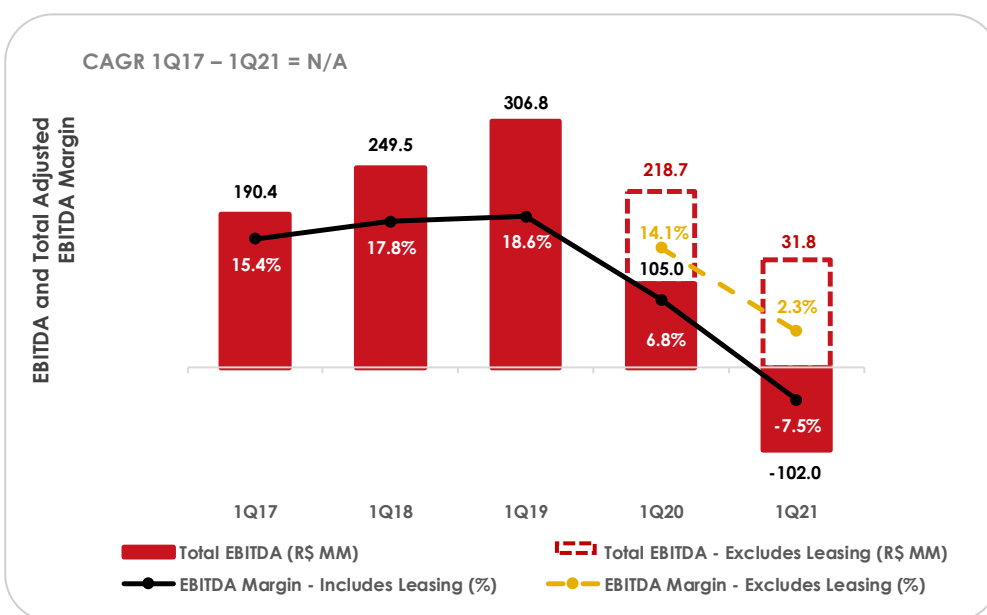
¹ Adjusted Total EBITDA without the impact of Depreciation and Financial Expenses of Leasing relative to the adoption of IFRS 16.

² For the purposes of comparability with preceding periods, the Company is now reporting EBITDA also adjusted for Depreciation and Financial Expenses of Leasing relative to the adoption of IFRS 16, given the similarity with cash flows in the rental agreements

* Depreciation and Amortization for leasing is shown net of the effects of PIS/COFINS, the amount of which is respectively R\$ 8.9MM 1Q21 and R\$ 7.1MM 1Q20).

** Interest on leasing is shown net of the effects of PIS/COFINS, the amount of which is respectively (R\$ 6MM 1Q21 and R\$4.8MM 1Q20)

*** The amounts of Interest on Leasing are shown in the Cash Flow Statements in the 'Interest and structuring costs on borrowings and leases' line, the amounts of which correspond to the interest on loans respectively (R\$ 32.9MM 1Q21 and R\$ 22.5MM 1Q20)



- Adjusted Total EBITDA in 1Q21 was negative at **R\$ 102.0 million**, with a **Margin of -7.5%**. This performance is a consequence of the lower operational result from retailing.
- For the sake of comparison with preceding periods, the Company is now reporting EBITDA also adjusted for Depreciation and Financial Expenses, following the adoption of IFRS 16 since the cash flows originating from rental agreements are similar. Excluding this adjustment, Total EBITDA would have totaled **R\$ 31.8 million**, equivalent to a **Margin of 2.3%**.

Financial Result, Net

(R\$ MM)	1Q21	1Q20	Var.
Financial Revenue	12.4	10.3	19.8%
Gains on Cash Equivalents	8.9	9.6	-6.4%
Other financial revenue	3.4	0.8	348.9%
Financial Expenses	(73.8)	(50.6)	45.9%
Interest on Loans, Borrowings and Swap	(26.9)	(14.6)	84.5%
Other Financial Expenses	(4.0)	(4.2)	-5.0%
Financial Expenses for Leasing	(42.9)	(31.8)	35.0%
Foreign Exchange, Net	(16.8)	(9.5)	76.3%
Financial Result, Net	(78.2)	(49.8)	57.2%

- The Financial Result, Net was negative at **R\$ 78.2 million** versus R\$ 49.8 million also negative in 1Q20, mainly due to the increase in Interest on Loans, Borrowings and Swaps due to higher levels of debt as well as interest related to Leasing and impacted by the increasing in the number of agreements.

Free Cash Flow

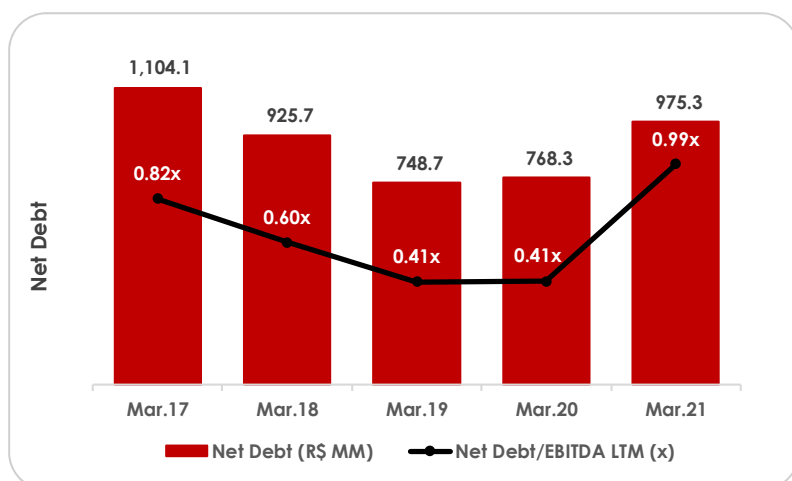
(R\$ MM)	1Q21	1Q20	Var.
Total Adjusted EBITDA	(102.0)	105.0	(207.0)
(+/-) Income and Social Contribution Taxes/Others	(22.2)	(311.7)	289.5
Operating Cash Flow	(124.1)	(206.7)	82.5
(+/-) Changes in Working Capital	161.7	(77.3)	239.0
Accounts Receivable	1,125.6	813.3	312.3
Inventories	(380.3)	(281.1)	(99.1)
Suppliers	(336.0)	(230.2)	(105.8)
Taxes	(245.6)	(269.2)	23.6
Other Accounts Receivable/Payable	(2.1)	(110.1)	108.0
(-) Capex	(264.1)	(89.4)	(174.7)
(=) Free Cash Flow	(226.6)	(373.5)	146.8

- Operating Cash Flow was positive and impacted by lower Income Tax and Social Contribution payments in the period due to higher tax offsets.
- The variation in Working Capital was positive, mainly due to the reduction in the balance of Accounts Receivable, due to lower sales volume and advance on receivables made in March 2021.
- Both these factors helped offset the lower operating cash generation as well as higher investments (Capex) in the quarter.

Net Debt

(R\$ MM)	Mar.21	Dec.20	Mar.20
Borrowings and Financing	(3,087.5)	(2,623.0)	(1,663.3)
Current	(543.9)	(1,077.1)	(1,257.3)
Noncurrent	(2,543.6)	(1,545.9)	(406.0)
Credit Operations to Customers Financing	(760.0)	(762.0)	(848.6)
Current	(257.9)	(341.4)	(539.0)
Noncurrent	(502.1)	(420.6)	(309.6)
Gross Debt	(3,847.5)	(3,385.0)	(2,511.9)
Cash and Cash Equivalents and Financial Investments	2,872.2	2,672.4	1,743.6
Net Debt	(975.3)	(712.6)	(768.3)
<i>Net Debt / Total Adjusted EBITDA (LTM)</i>	0.99x	0.60x	0.41x

- On December 31, 2021, the Company's Net Debt stood at **R\$ 975.3 million**, representing a year-on-year increase of 26.9%, particularly due to lower operating cash generation in the period. In March 2021, the Company issued its 12th debenture issue of R\$1 billion to bolster its cash position.
- On April 29, 2021, at a meeting of the Board of Directors, approval was given for the issue of 102 million new shares, set at the price of R\$ 39.00 per share and totaling R\$ 4.0 billion. These resources will be integrated into the Company's capital structure and will potentialize the development of the fashion and lifestyle ecosystem, accelerate the digital transformation as well as the construction of the new Omni DC and the expansion of the physical stores.



- On May 4, the risk rating agency, Standard & Poors classified the Company's credit risk at brAAA in the national scale category, changing the outlook from negative to stable.

Operating Finance Credit to the Client is used for financing the Financial Products portfolios and its variation is a reflection of the financial volumes of these products. Debt servicing charges related to capital management are booked to the Financial Result, Net. Operating Financing relative to Financial Products is reflected in the Operating Result.

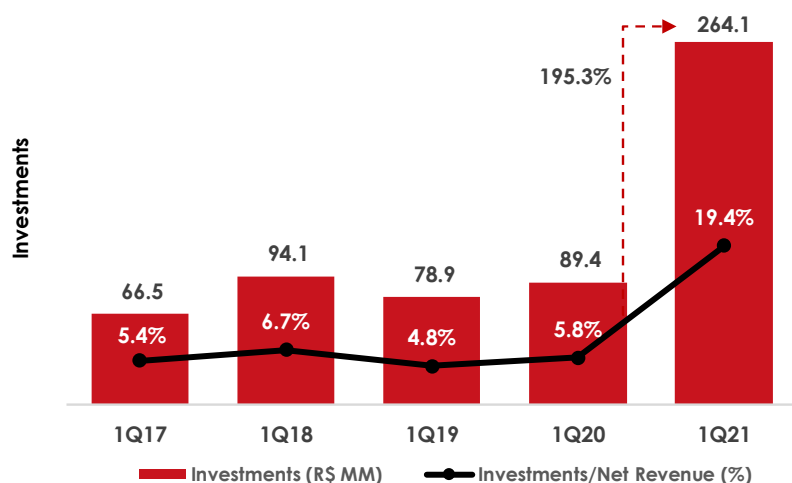
Summary of the Investments

(R\$ MM)	1Q21	1Q20
New Stores	78.2	49.6
Remodeling of Installations	6.4	11.7
IT Equipament & Systems	20.2	25.0
Distribution Centers	159.3	2.8
Others	0.0	0.3
Total Capex	264.1	89.4

- Of the total amount invested in the quarter, 60.3% were allocated to the Distribution Centers, for the construction of the new Omni DC, 32.0% for the opening of New Stores and Remodeling and the remaining 7.7% in IT Systems and Equipment.

- In the quarter, Renner unveiled 1 store, totaling **394** units in operation, including 8 in Uruguay and 4 in Argentina and 8 under the Ashua banner, with a total sales area of 690.4 thousand m². Camicado continues to operate with **113** units equivalent to a sales area of 47.3 thousand m². Youcom in turn, following the closing of one store, ended the quarter with a total of **99** stores with a sales area of 16.7 thousand m².

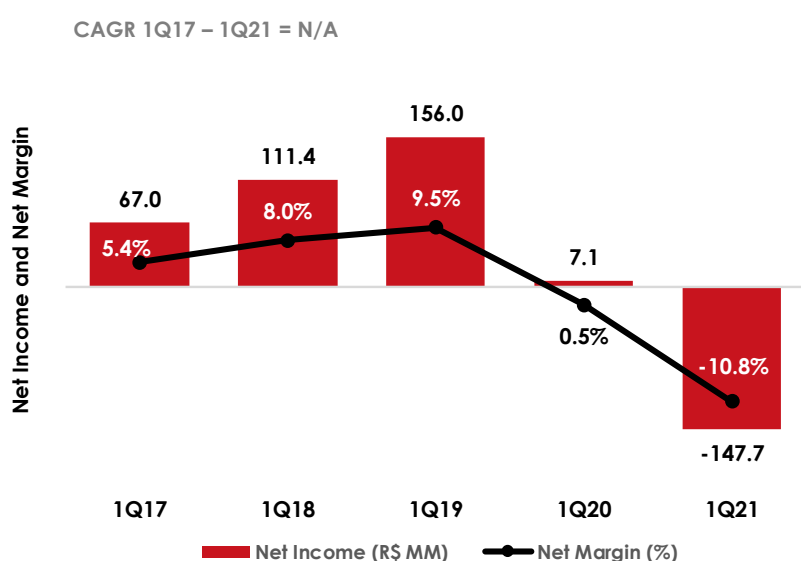
- Depreciation and Amortization expenses were **R\$ 110.6 million** in 1Q21, 11.0% higher than 1Q20, largely due to the store expansion plan and the increase in IT systems' assets.



- The net result for the quarter was negative at **R\$ 147.7 million**, against a positive result of R\$ 7.1 million in 1Q20. This reduction was mainly due to the lower Total EBITDA generated in the quarter.

- In 1Q21, Lojas Renner credited shareholders with dividends in the form of Interest on Shareholders' Equity in the amount of **R\$ 58.3 million**, corresponding to **R\$ 0.073498** per share based on a quantity of 793,249,785 common shares excluding those shares held as treasury stock.

Net Income and Dividends



1 OPERATIONS

Lojas Renner S.A. ("Parent Company") - corporation with headquarter at Av. Joaquim Porto Villanova, 401, Porto Alegre (RS), listed in B3 S.A.-Brasil, Bolsa e Balcão under the code LREN3 and its direct and indirect subsidiaries, Parent Company or jointly (the "Company" or the "Consolidated"), are mainly engaged in:

- i) **Retail:** trade of clothes and sports products, shoes, accessories, perfumery, domestic appliances, towels & linen, furniture, and decoration articles; and
- ii) **Financial services:** quick withdrawals, financing of purchases, insurance, and the practice of asset and liability operations inherent to credit companies, among others.

2 HIGHLIGHTS

Below, the management emphasizes certain important matters in the disclosure of interim financial statements:

2.1 IMPACTS OF COVID-19

Based on Memorandum Circulars No. 02/2020 and No. 03/2020 issued by the Brazilian SEC ("CVM") and taking into consideration the economic scenario and the risks and uncertainties arising from Covid-19 impacts, Note 3.9 presents the measures adopted and management's assessment.

2.2 ISSUE OF DEBENTURES

In the first quarter of 2021, the 12th issue of Company debentures took place. For further information on these debentures, please refer to Note 16.2.

2.3 CHANGE IN COMPARATIVE AMOUNTS

In the second quarter of 2020, the management reassessed the Company's accounting policy for leases, focused on the discount rate used for measuring the contracts, and classification of the exclusive investment fund as a short-term investment. Further information in Note 3.6.1.

3 BASIS FOR THE PREPARATION AND PRESENTATION OF INTERIM FINANCIAL STATEMENTS

3.1 STATEMENT OF COMPLIANCE

These interim financial statements were approved by Company management on May 06, 2021, and were prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and also in accordance with the accounting practices adopted in Brazil (BR GAAP), including CPC 21 (R1) – Interim Financial Statements, issued by the Brazilian FASB (CPC), and IAS 34 – Interim Financial Reporting, issued by the IASB, considering the pronouncements, guidance and interpretations issued by the Brazilian Securities and Exchange Commission (CVM) and the provisions of Corporation Law.

3.2 STATEMENT OF RELEVANCE

Company management affirms that they applied technical guideline OCPC 7 and CVM Resolution 727/2014 by complying with the minimum requirements and disclosing only relevant information that helps users make decisions. Therefore, all relevant information used in business management is highlighted in this document.

3.3 BASIS OF MEASUREMENT

These interim financial statements were measured considering historical cost as a basis of value, except for certain financial instruments measured at their fair values (Note 23.3).

3.4 FUNCTIONAL AND PRESENTATION CURRENCY

The financial statements are presented in Brazilian Reais (R\$), functional currency of the Company and balances were rounded to the nearest value, except otherwise indicated.

For foreign subsidiaries operating in a stable economic environment and with a different functional currency from the Parent Company, the statements of profit or loss are translated into Brazilian Reais at the average monthly exchange rate, assets and liabilities are translated at the closing rate and equity items are translated at the historical rate. For subsidiaries operating in a hyperinflationary environment, the balances of assets, liabilities and retained earnings are translated at the closing rate.

3.5 SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

Since the preparation of financial statements requires management's assumptions and estimates related to the probability of future events, affecting the balances of assets and liabilities and other transactions, actual results may differ from these estimates.

Significant accounting estimates are essential to produce the best possible information on Profit or Loss and Equity, even with the subjectivity, complexity, and non-precision, and have a significant impact on:

Estimates	Note
Estimated credit losses	7.3
Estimated inventory losses	8.3
Discount rate applied to adjustments to present value	7.1, 8.1, 18.1 and 19.1
Realization of deferred income and social contribution taxes	11.4
Definition of the useful life of Property, plant and equipment and intangible assets	13.1
Evaluation of impairment of intangible assets with an indefinite useful life	15.1
Provisions for tax, civil and labor risks	22.1
Determination of fair values of derivative financial instruments and stock option plans	23.3 and 29.4

3.6 ACCOUNTING POLICIES

Significant accounting policies used in the preparation of these interim financial statements are presented and summarized in respective notes and have been consistently applied in the periods.

3.6.1 Change in comparative amounts

The management identified the need to reassess the Company's accounting policy for leases, focused on the discount rate used for measuring the contracts, and classification of the exclusive investment fund as a short-term investment in the second quarter of 2020.

3.6.1.1 Leases

In the course of 2019 and in the first quarter of 2020, Company management used as accounting policy in lease agreements, application of the real rate and real flow, seeking to preserve consistency between flow and rate. However, we should recognize that most companies in the Brazilian market elected to use the nominal incremental rate upon adoption of CPC 06 (R2)/IFRS 16, in line with the international and Brazilian practice, in strict compliance with their requirements, including companies that operate in the same segment as the Company.

In this context, management identified, by function of this comparison, the Company should reevaluate the accounting policy adopted for this matter and began to use nominal incremental rates in its lease agreements, for the primary purpose of aligning the Company's accounting policy to the practice most commonly adopted by the market, including comparable companies in Brazil and abroad, as well as the international standard. Management is of the understanding that such change brings benefits to the users of the financial statements since, as commented above, this practice allows full alignment with the standard and better comparability with other companies in the market.

Focused on these objectives, management changed the Company's accounting policy, fully complying with the requirements of CPC 06 (R2)/IFRS 16 concerning use of the nominal incremental rate for discounting flows and restating all comparative amounts in order to reflect this change.

3.6.1.2 Classification of the Exclusive Investment Fund

Management analyzed the breakdown of fund Brasil Plural Retail FI balances and identified the need to change the manner in which this investment fund was presented. Brasil Plural Retail FI partly allocates its assets to bonds whose liquidity is not guaranteed by repurchase agreements by the issuer, but rather by means of the secondary market, reason why, for the purpose of comparison with other assets with the same characteristics such as government bonds, the Company reclassified these amounts from cash equivalents to short-term investments. Worth mentioning, this reclassification has no impact on Company cash management, capital management or debt covenants.

3.6.2 Restatement of amounts previously disclosed whose effects are not considered material

Pursuant to CPC 23/IAS 8, Company management is presenting the impacts and restating the income statement, statement of comprehensive income (loss), statement of value added, statement of changes in equity, statement of cash flow and in the explanatory notes for the quarter ended on March 31, 2020 affected by such restatement.

3.6.2.1 Impacts on the income statements

	Parent Company			Consolidated		
	1Q20			1Q20		
	Disclosed	Adjustment	Restated	Disclosed	Adjustment	Restated
Gross profit	770,076	-	770,076	1,167,087	-	1,167,087
Sales	(505,596)	(500)	(506,096)	(620,780)	687	(620,093)
Depreciation – Rights-of-use	(69,438)	9,691	(59,747)	(85,210)	10,879	(74,331)
Other selling expenses (*)	(436,158)	(10,191)	(446,349)	(535,570)	(10,192)	(545,762)
General and administrative expenses	(202,317)	8,123	(194,194)	(231,405)	8,252	(223,153)
Depreciation – Rights-of-use	(7,662)	585	(7,077)	(8,152)	714	(7,438)
Other general and administrative expenses (*)	(194,655)	7,538	(187,117)	(223,253)	7,538	(215,715)
Losses on receivables, net	21,896	-	21,896	(199,325)	-	(199,325)
Other operating income (expenses)	(25,171)	-	(25,171)	(92,209)	28	(92,181)
Depreciation – Rights-of-use	-	-	-	(169)	28	(141)
Other expenses	(25,171)	-	(25,171)	(92,040)	-	(92,040)
Equity pickup	(29,776)	(1,480)	(31,256)	-	-	-
Operating income (expenses), net	(740,964)	6,143	(734,821)	(1,143,719)	8,967	(1,134,752)
Operating profit before financial result	29,112	6,143	35,255	23,368	8,967	32,335
Financial revenues	10,079	-	10,079	25,579	-	25,579
Financial expenses	(40,604)	(10,353)	(50,957)	(61,851)	(13,495)	(75,346)
Net financial income	(30,525)	(10,353)	(40,878)	(36,272)	(13,495)	(49,767)
Earnings before income tax and social contribution	(1,413)	(4,210)	(5,623)	(12,904)	(4,528)	(17,432)
Current	(36)	-	(36)	(33,319)	-	(33,319)
Deferred	11,868	928	12,796	56,642	1,246	57,888
Income and social contribution taxes, net	11,832	928	12,760	23,323	1,246	24,569
Net income for the period	10,419	(3,282)	7,137	10,419	(3,282)	7,137
Net earnings per share – basic – R\$	0.0131	(0.0041)	0.0090	0.0131	(0.0041)	0.0090
Net earnings per share – diluted – R\$	0.0131	(0.0041)	0.0090	0.0131	(0.0041)	0.0090

(*) Reclassification of PIS and COFINS credits on lease agreements from selling expenses, general and administrative expenses, to depreciation expenses – rights-of-use and financial costs.

These statements present the restated balances mentioned in Note 3.6.1.1.

3.6.2.2 *Impacts on the statements of comprehensive income (loss)*

	Parent Company and Consolidated		
	1Q20		
	Disclosed	Adjustment	Restated
Net income for the period	10,419	(3,282)	7,137
Equity valuation adjustments	64,908	-	64,908
Accumulated translation adjustments and monetary adjustments due to hyperinflation	55,781	703	56,484
Total comprehensive income (loss) for the period	131,108	(2,579)	128,529

These statements present the restated balances mentioned in Note 3.6.1.1.

3.6.2.3 *Impacts on statements of value added*

	Parent Company			Consolidated		
	1Q20			1Q20		
	Disclosed	Adjustment	Restated	Disclosed	Adjustment	Restated
(+) Revenues	1,842,580	-	1,842,580	2,154,846	-	2,154,846
(-) Inputs acquired from third parties	(959,055)	-	(959,055)	(1,134,768)	-	(1,134,768)
(=) Gross value added	883,525	-	883,525	1,020,078	-	1,020,078
(-) Retentions	(163,392)	8,538	(154,854)	(198,541)	9,882	(188,659)
Depreciation and amortization	(163,392)	8,538	(154,854)	(198,541)	9,882	(188,659)
(=) Net value added produced by entity	720,133	8,538	728,671	821,537	9,882	831,419
(+) Value added received in transfer	(19,185)	(1,480)	(20,665)	26,119	-	26,119
Equity pickup	(29,776)	(1,480)	(31,256)	-	-	-
Finance income, net of taxes	10,591	-	10,591	26,119	-	26,119
(=) Total value added to be distributed	700,948	7,058	708,006	847,656	9,882	857,538
(=) Value added distributed	700,948	7,058	708,006	847,656	9,882	857,538
Personnel	248,221	-	248,221	306,891	-	306,891
Taxes, charges and contributions	348,739	(928)	347,811	398,530	(1,246)	397,284
Return on third parties' capital	93,569	11,268	104,837	131,816	14,410	146,226
Return on capital	10,419	(3,282)	7,137	10,419	(3,282)	7,137

These statements present the restated balances mentioned in Note 3.6.1.1.

3.6.2.4 Impacts on statements of changes in shareholder's equity – 1Q20

	Capital	Capital reserves, shares granted and treasury shares	Income reserves	Other comprehensive income (loss)	Retained earnings (accumulated losses)	Total
			Restated (*)	Restated (*)	Restated (*)	
Balance on January 1, 2020	3,795,634	38,678	882,788	(12,486)	-	4,704,614
Net income for the period	-	-	-	-	10,419	10,419
Change in profit – change in accounting policy	-	-	(12,892)	-	(3,282)	(16,174)
Repurchase of shares	-	(96,964)	-	-	-	(96,964)
Stock option plan	-	4,982	-	-	-	4,982
Restricted share plan	-	2,776	-	-	-	2,776
Equity valuation adjustments	-	-	-	64,908	-	64,908
Cumulative translations adjustments	-	-	-	38,366	-	38,366
Monetary adjustment due to hyperinflation	-	-	-	17,415	-	17,415
Profit allocation:	-	-	-	-	(58,351)	(58,351)
Interest on equity (R\$ 0,073638 per share)	-	-	-	-	(58,351)	(58,351)
Balance on March 31, 2020	3,795,634	(50,528)	869,896	108,203	(51,214)	4,671,991

These statements present the restated balances mentioned in Note 3.6.1.1.

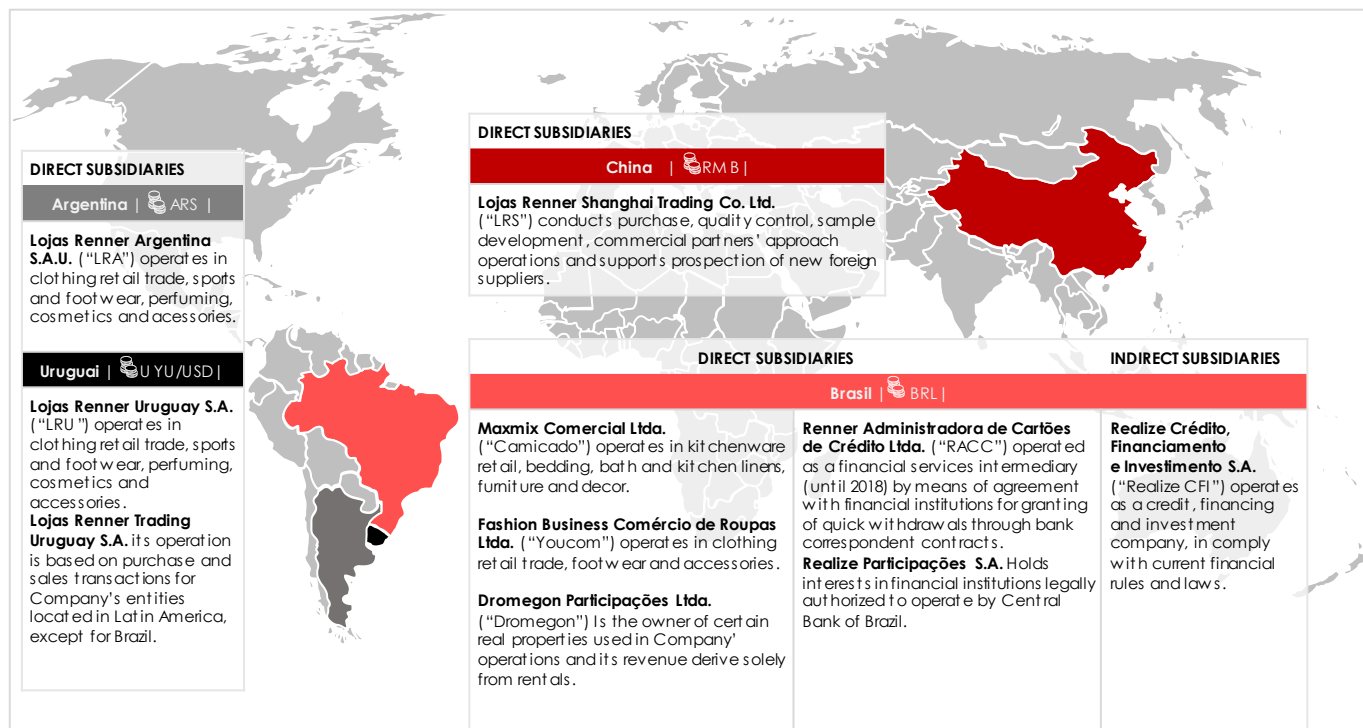
3.6.2.5 Impacts on statements of cash flows

	Parent Company			Consolidated		
	1Q20			1Q20		
	Disclosed	Adjustment	Restated	Disclosed	Adjustment	Restated
Net cash from (used in) operating activities, before interest-earning bank deposits	133,796	-	133,796	(170,003)	-	(170,003)
Increase in interest-earning bank deposits	-	1,174	1,174	(83,749)	(25,508)	(109,257)
Net cash from (used in) operating activities	133,796	1,174	134,970	(253,752)	(25,508)	(279,260)
Net cash used in investing activities	(160,321)	-	(160,321)	(89,417)	-	(89,417)
Net cash from financing activities	319,721	-	319,721	637,411	-	637,411
Effect of exchange differences on cash and cash equivalents	-	-	-	(6,653)	-	(6,653)
Increase in cash and cash equivalents	293,196	1,174	294,370	287,589	(25,508)	262,081
Cash and cash equivalents at beginning of the period	1,011,854	(167,099)	844,755	1,148,053	(167,099)	980,954
Cash and cash equivalents at end of the period	1,305,050	(165,925)	1,139,125	1,435,642	(192,607)	1,243,035

These statements present the restated balances mentioned in Note 3.6.1.

3.7 BASIS OF CONSOLIDATION

In the preparation of these statements, interim financial statements of subsidiaries closed on the same reporting date were used. Investments are recorded under the equity method. The Company's consolidated interim financial statements include the companies below, where the direct and indirect interest represents 100.0% as of March 31, 2021 and December 31, 2020:



3.8 CPC 42/IAS 29 FINANCIAL REPORTING IN HYPERINFLATIONARY ECONOMIES

Pursuant to CPC 42/IAS 29, non-monetary assets and liabilities, equity and statements of profit or loss of companies operating in highly inflationary economies must be adjusted for the changes in purchasing power according to each country's general price index. The updates made in LRA are based on the Consumer Price Index (CPI), resulting from the combination of CPI published by the National Institute of Statistics and Census (INDEC) and the Internal Wholesale Price Index (IPIM) according to Resolution No. 539/18 issued by the Argentine Federation of Economic Sciences Professionals Council (FACPCE).

With the start of operations in 2019, the financial statements of LRA are restated in accordance with CPC 42/IAS 29.

In 1Q21, the Company recognized monetary adjustments in equity under other comprehensive income (loss) amounting to R\$ 16,013 (R\$ 44,813 – gains in 2020) and in finance income (costs) revenues amounting to R\$ 7,481 (R\$ 5,181 – finance costs at March 31, 2020) deriving from hyperinflation in LRA.

3.9 IMPACTS OF COVID-19

3.9.1 Impact of COVID-19 on accounting estimates and interim financial statements

Based on Memorandum Circulares No. 02/20 and No. 03/20 issued by the Brazilian SEC ("CVM"), we took into consideration the economic scenario and the risks and uncertainties arising from Covid-19 impacts. Major impacts on the financial statements and review of estimates by function of Covid-19 consequences are summarized below.

3.9.1.1 Revenue from sales of goods and of financial services and products

In 1Q21, the Company was impacted by new operation restriction measures, including the closing of stores, which reduced net consolidated revenue by 15.2%, as compared with 1Q20. (Note 32).



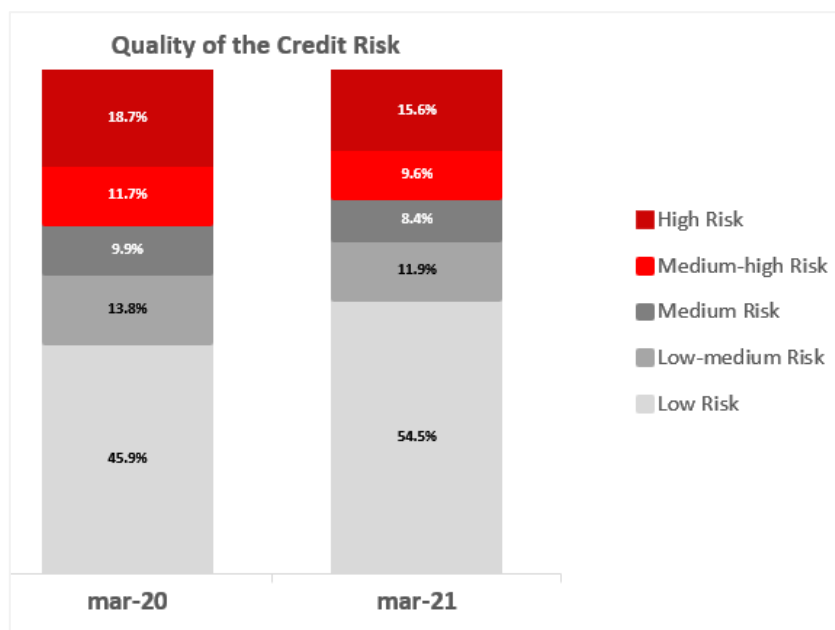
3.9.1.2 Capital management, liquidity risk and covenants

The increase in net debt in the quarter, represented by higher financial leverage (18.18% at March 31 2021 as compared with 12.95% in December 2020) reflects the lower cash and P&L generation due to the adverse scenario imposed by the worsening of Covid-19 pandemic in the period. A sensitivity analysis on expected generation of cash for the subsequent months was conducted, which led the Company to strengthen its cash, and intensify the use of third-party capital by means of loans and financing, which increased as compared with the 4th quarter of 2020 by R\$ 462,553. This decision was based on the low financial leverage ratio, and the easy access to loan facilities through the financial system (Note 5.3).

As a result of these initiatives, the Company ended the quarter in a comfortable position concerning cash and cash equivalents and short-term investments amounting to R\$ 2,872,234.

The debt limits (covenants) remained below the thresholds established, with a good security margin.

3.9.1.3 Accounts receivable and estimated losses



Trade accounts receivable presented a decrease of 10.8% as compared with the 1st quarter of 2020 (R\$ 3,012,644), affected by a lower sales volume in the period, due to the partial closing of stores in this quarter of 2021.

Concerning credit quality, despite the impacts of the worsening of Covid-19 pandemic in 1Q21, the increase in credit risk quality has been maintained, due to higher recovery levels, the discount policy and higher charge efficiency.

Worth stressing, management remains alert, monitoring the economic scenario and assessing any impacts that may affect the performance of the portfolios, therefore measurement of estimated losses. (Note 7.3)

3.9.1.4 Inventories and estimated losses

Company inventories were larger by function of the lower sales volume. However, the Company has been improving its inventory management, by accelerating the use of data for capturing trends, setting up collections, inventory replacement and distribution, and advanced price markdowns. The Company also increased the number of delivery methods such as drive-thru and mainly ship-from-store, which allowed for more inventory availability and faster product delivery.

Company inventories are safely stored and subject to a low risk of obsolescence in the short term. Inventory losses are estimated based on historic levels and accomplished only upon realization of inventories.

We concluded that there are no elements to justify the set-up of additional estimated losses and no need to change the estimated losses due to the impacts of Covid-19.

3.9.1.5 Impairment

Due to the impacts of Covid-19, the management assessed the existence of indicative of impairment of goodwill and intangibles assets with an indefinite useful life of Camicado, as well as analyzes for other assets within the consolidated scope. The Company concluded that there aren't factors that indicate significant losses due to impairment, in the same way as in the tests carried out in the financial statements on december 31, 2020.

3.9.1.6 Going-concern considerations

These interim financial statements present the measures taken concerning the impacts of Covid-19. These decisions were proven correct, since they preserved the Company's employees, customers and suppliers. At the end of this quarter, certain Company stores had closed down and the customer flow was reduced. The Company has been continuously monitoring the current scenario and maintains a dynamic

adjustment plan, which may be adapted to the changes in the economic scenario and internal opportunities. Taking these factors into consideration, we believe that these indicators contribute with the Company's business continuity plan.

4 STANDARDS AND INTERPRETATIONS IN FORCE AND NOT IN FORCE

4.1 AMENDMENT TO IFRS 3 – REFERENCE TO THE CONCEPTUAL FRAMEWORK

This amendment to IFRS 3 – Business combinations comes into effect on January 01, 2022, and is aimed at clarifying certain changes referring to the conceptual framework, without significant changes. The Company is assessing potential impacts of this amendment.

4.2 AMENDMENT TO IAS 16 – PROPERTY, PLANT AND EQUIPMENT (PP&E): REVENUES BEFORE THE INTENDED USE

This amendment comes into effect on January 01, 2022, and forbids deduction of cost of a PP&E item from any revenue from sale of items produced in order to put this asset in the location and conditions necessary for such asset to operate in the manner intended by management. The entity should otherwise recognize the proceeds from sale and the cost of production of such items in P&L. The Company is assessing potential impacts of this amendment.

4.3 AMENDMENT TO 25/ IAS 37 – ONEROUS CONTRACTS: COSTS OF FULFILLING A CONTRACT

The amendment to CPC 25/ IAS 37 comes into effect on January 01, 2022, to specify that the "costs of fulfilling" a contract comprise the "costs that are directly related with the contract". Costs directly related with the contract may be incremental costs for complying with this contract or an allocation of other costs directly relating with contract fulfillment. The Company analyzes its contracts from time to time and records a provision, in case such need is identified.

4.4 AMENDMENT TO IAS 1 – CLASSIFICATION OF LIABILITIES INTO CURRENT AND NONCURRENT

This amendment comes into effect on January 01, 2023, and is aimed at promoting consistency in application of the standard requirements, and assisting the companies in determining if, in the balance sheets, loans and financing, and other liabilities whose settlement date is uncertain should be classified as current or noncurrent. The Company is assessing potential impacts of this amendment.

5 RISK MANAGEMENT

A multidisciplinary structure manages the Company's risks and enables the Executive Board to assess the alignment of business management with the policies and guidelines defined by management. In April 2012, the Board of Directors created the Audit and Risk Management Committee, which identifies and monitors the main risk factors to which the Company is exposed in the normal course of operations:

- i) Market risk (including foreign exchange risk and interest rate risk);
- ii) Credit risk (Notes No. 6.4, 7.4 and 0);
- iii) Liquidity risk; and
- iv) Capital management.

The Company applied the requirements of CPC 40 (R1)/IFRS 7 and considered the guidance of CVM SNC/SEP Official Letter No. 01/2021, observing qualitative and quantitative aspects of risk management.

A description of main risks involved is provided below.

5.1 MARKET RISKS

5.1.1 Currency risk

Risk mainly deriving from import of goods. The policy defined by the Company for currency risk management is to hedge up to 100% of imports by means of hedging transactions – comprised of currency forwards purchase contracts such as Non-Deliverable Forwards (NDF) and Swap operations related to contracted amount of loans in foreign currency (Bacen [Central Bank of Brazil] Law 4131).

In addition, net exposure to currency risk refers to the estimate of future cash flows and installment payments for goods imported. Subsequently to their recording in inventories, Company management adjusts the composition of prices in retail to offset the impact of a possible appreciation of the USD and Euro on our costs. To mitigate the net exposure of imported product orders, in compliance with the Company's currency risk management policy, management monitors the projections and expected scenarios for the exchange rates of foreign currencies, therefore analyzing the best timing for engaging in hedging transactions.

Net exposure and sensitivity analysis regarding goods import orders, property and equipment and loans in foreign currency as of March 31, 2021, taking into consideration the US dollar and Euro quotation in each scenario based on future market projections B3 S.A. – Brasil, Bolsa, Balcão, for the next base date of disclosure are presented below.

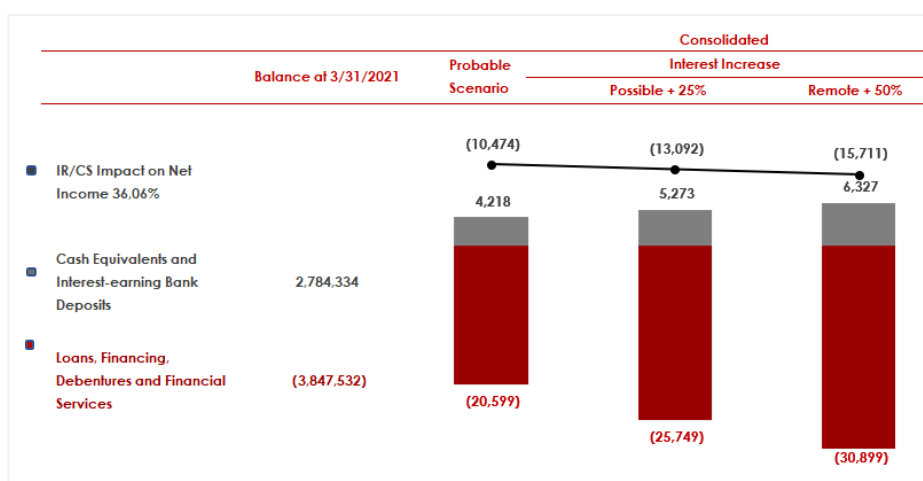
	Consolidated					
	Notional amount (Payable) Receivable		Quotation - next quarter	Probable scenario	Currency appreciation	
					Possible +25%	Remote +50%
Derivatives for hedge accounting						
Orders issued (item)	USD	(82,310)	R\$ 5.6672	R\$ 1,602	R\$ (113,571)	R\$ (228,744)
NDF (instrument)	USD	78,711	R\$ 5.6672	R\$ (1,532)	R\$ 108,605	R\$ 218,742
Net exposure	USD	(3,599)		R\$ 70	R\$ (4,966)	R\$ (10,002)
Property and equipment purchase contract						
Property and equipment purchase contract (item)	EUR	(26,762)	R\$ 6.6578	R\$ 1,269	R\$ (42,577)	R\$ (86,424)
NDF (instrument)	EUR	6,684	R\$ 6.6578	R\$ (317)	R\$ 10,634	R\$ 21,585
Net exposure	EUR	(20,078)		R\$ 952	R\$ (31,943)	R\$ (64,839)
Total net exposure/effect				R\$ 1,022	R\$ (36,909)	R\$ (74,841)
Total exposure, net of income tax/social contribution of 34.00%				R\$ 675	R\$ (24,360)	R\$ (49,395)

5.1.2 Interest rate risk

This risk arises from transactions of cash equivalents, interest-earning bank deposits, financing of financial services operations, debentures, and loans. The Company's policy is to keep 100% of its loans in the fixed rate market, with funding repayment at fixed rates, and adjusted for Interbank Deposit Certificates (CDI) and Central Bank Benchmark Rate (Selic). Keeping financial assets indexed to the CDI, as well as the short-term realization of receivables adjusted for fixed interest rates, a risk level associated with interest rates fluctuation is relatively low.

Management continuously analyzes interest risk exposure, by comparing the rates contracted to market rates, simulating refinancing, position renewal and natural hedge scenarios, defining a reasonable change in the interest rate and calculating the impact on P&L.






On March 31, 2021, the Company conducted sensitivity tests for adverse scenarios of interest, which are presented below, considering the expected scenario for the next CDI and Selic interest rate disclosure of 3.31% p.a., based on B3 futures market projections. Yield from cash equivalents and short-term investments are net of PIS and COFINS.



5.2 LIQUIDITY RISK

The Company generates cash and cash equivalents by establishing a minimum strategic cash amount, based on the cash cycle of retail operations, as well as on the minimum capital required to guarantee the credit operations, ensuring sufficient cash to meet Company requirements and business plans, which aim at:

OBJECTIVES OF CASH AND CASH EQUIVALENTS MANAGEMENT

 Prevention for times of economic uncertainty	 Insure the implementation of investment and expansion strategy	 Insure the maintenance of the dividend distribution policy
 Insure debt amortization and services	 Insure the maintenance/expansion of financial product operations in times of credit restriction	

The management continuously monitors the forecasts of liquidity requirements considering the debt finance plans, and monitor, on a quarterly basis, the financial and non-financial indicators required by contract in some of Company loans. Management confirms that the Company is compliant with the contractual assumptions established. The indicators are as follows:

Financials				
Instrument	Issue Date	Due Date	1 st Indicator: $\frac{\text{Consolidated Net Debt}}{\text{EBITDA}}$	2 nd Indicator: $\frac{\text{EBITDA}}{\text{Financial Income (Loss)}}$
9th debenture issue	4/12/2019	10/10/2022	≤ 3.0	≥ 2.0
11th debenture issue	5/8/2020	11/5/2022		
12th debenture issue	3/1/2021	2/18/2025	Until Dec 2023 ≤ 4,0 after ≤ 3.5	≥ 2.0
CCB Loan	5/14/2020	5/13/2022	≤ 3.0	≥ 2.0
CCB Loan	9/9/2020	9/9/2022		

Non Financials		
<ul style="list-style-type: none"> • Present of Standard Financial Statements – Financial Standard Statements with the independent auditors's opinion up to three months after the end of each fiscal year or five working days after its publication 	<ul style="list-style-type: none"> • Comply with environment and labor law (Health and security, no use of child or slave labor and fight against sexual exploration). 	<ul style="list-style-type: none"> • Adopt policies and procedures to comply with Anti-corruption Law, According to Federal Decree No. 8.420, from March 18th, 2015.

Rating agency Standard & Poors rated the Company credit as brAAA with negative perspective in the national scale category (Brazil).

Contractual cash flow includes principal plus estimated future interest. The contractual cash flows of financial liabilities in the Consolidated financial statements are as follows:

	Book balance	Contractual cash flow	Within 3 months	4-6 months	7-12 months	1-2 years	3-5 years	More than 5 years
Loans, financing and debentures	3,087,522	3,621,517	530,293	27,796	83,706	1,727,271	1,252,451	-
Financing - financial service operations	760,010	802,957	168,284	-	91,870	482,691	60,112	-
Leases payable	2,262,639	3,507,835	141,485	139,660	280,453	502,325	1,130,282	1,313,630
Suppliers	1,164,394	1,168,296	999,344	76,059	390	24,000	68,503	-
Obligations with credit card administrators	1,101,792	1,101,792	825,466	204,984	71,342	-	-	-
Balance at March 31, 2021	8,376,357	10,202,397	2,664,872	448,499	527,761	2,736,287	2,511,348	1313,630
	Book balance	Contractual cash flow	Within 3 months	4-6 months	7-12 months	1-2 years	3-5 years	More than 5 years
Loans, financing and debentures	2,623,014	2,767,421	556,850	545,206	36,463	1,214,029	414,873	-
Financing - financial service operations	761,965	797,115	103,950	168,240	73,120	451,805	-	-
Leases payable	1,862,387	2,912,858	132,244	124,036	245,873	462,571	1,011,584	936,550
Suppliers	1,500,355	1,509,498	1,329,530	82,316	2,149	26,999	68,504	-
Obligations with credit card administrators	1,193,168	1,193,168	871,760	218,051	103,357	-	-	-
Derivative financial instruments	31,428	31,608	20,871	10,737	-	-	-	-
Balance at December 31, 2020	7,972,317	9,211,668	3,015,205	1,148,586	460,962	2,155,404	1,494,961	936,550

5.3 CAPITAL MANAGEMENT

In addition to equity, the Company uses third parties to finance its activities, thereby optimizing its capital structure. Net indebtedness levels reflect total exposure of the obligations payable to the financial system and capital market, therefore not including liabilities relating to leases payable.

Indebtedness levels are monitored in relation to the Company's cash generation capacity and capital structure.

	Consolidated	
	03/31/2021	12/31/2020
Loans, financing and debentures	(3,087,522)	(2,623,014)
Current	(543,875)	(1,077,081)
Noncurrent	(2,543,647)	(1,545,933)
Operating financing	(760,010)	(761,965)
Current	(257,869)	(341,390)
Noncurrent	(502,141)	(420,575)
Gross indebtedness	(3,847,532)	(3,384,979)
Cash and cash equivalents, and interest-earning bank deposits	2,872,234	2,672,353
Net indebtedness	(975,298)	(712,626)
Equity	5,365,471	5,501,316
Financial leverage ratio (*)	18.18%	12.95%

(*) Ratio obtained by dividing net debt by equity.

6 CASH AND CASH EQUIVALENTS, AND INTEREST-EARNING BANK DEPOSITS

6.1 ACCOUNTING POLICY

Cash equivalents are measured at fair value through profit or loss. It includes cash balance, demand deposits, short-term and highly liquid short-term interest-earning bank deposits, recorded at amounts similar to market values.

Interest-earning bank deposits not classified as cash equivalents are investments that do not have repurchase guarantees by the issuer in the primary market, with guarantee only in the secondary market, and measured at fair value through profit or loss.

6.2 BREAKDOWN OF CASH AND CASH EQUIVALENTS

Index	Weighted average rate p.a.	Parent Company		Consolidated	
		03/31/2021	12/31/2020	03/31/2021	12/31/2020
Cash and banks					
Domestic currency		31,328	82,419	42,024	95,958
Foreign currency		-	-	45,876	44,345
Cash equivalents					
CDB	CDI 100.0% to 103.9%	2,135,296	1,666,691	2,235,482	1,830,736
Investment funds	CDI 41.4%	-	-	20,949	77,927
Repo operations in debentures	CDI 86.5%	-	-	5,541	5,486
Automatic Investment	CDI 10.0%	1,790	12,301	1,790	12,301
Fund - BACEN Jud	CDI 61.3%	28	28	28	28
Total		2,168,442	1,761,439	2,351,690	2,066,781

6.3 BREAKDOWN OF INTEREST-EARNING BANK DEPOSITS

	Index	Weighted average rate p.a.	Parent Company		Consolidated	
			03/31/2021	12/31/2020	03/31/2021	12/31/2020
Financial National Treasury Bills	SELIC	100.6%	-	-	400,082	466,360
Exclusive investment funds (i)						
Financial bills	CDI	105.0%	96,742	115,468	96,742	115,468
Financial National Treasury Bills	SELIC	100.0%	23,720	23,744	23,720	23,744
Total			120,462	139,212	520,544	605,572

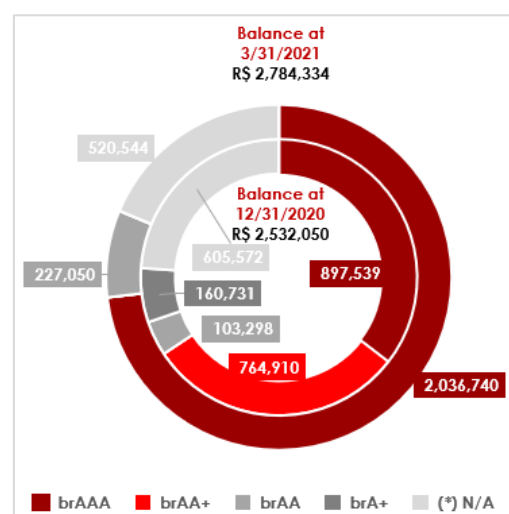
- (i) Exclusive investment fund Brasil Plural Retail FI is fixed-income private credit fund managed and administered by BNY Mellon Serviços Financeiros DTVM S.A., organized for the sole purpose of holding interests of the parent company. As such, the fund's financial investment was fully included in these interim financial statements, pursuant to CVM Ruling 408/04. Other obligations relating to this fund substantially refer to administrative fees for portfolio maintenance. Earnings recognized reflect the daily marking in the fund's position and its assets have liquidity by means of a secondary market.

6.4 CREDIT RISK

According to the Company's financial policy, cash equivalents and interest-earning bank deposits should be invested in financial institutions with long-term rating in domestic scale classified as low credit risk and that are renowned in the market for their soundness.

The ratings of cash equivalents are according to the main risk rating agencies.

Next is the credit quality of cash equivalents and interest-earning bank deposits of the Company.



(*) Not applicable, since there is no classification of risk in the main risk rating agencies for Funds – Brasil Plural Crédito Privado Retail FIRC and National Treasury Bills in national scale. However, these assets are rated AAA in at least one risk rating agency.

7 TRADE ACCOUNTS RECEIVABLE

7.1 ACCOUNTING POLICY

Trade accounts receivable correspond to amounts receivable for the sale of goods, use of the Co-branded card ("Meu Cartão") at the network of affiliated stores by the Visa and Mastercard system, and quick withdrawals granted to its customers by indirect subsidiary Realize CFI and financial institutions in the agreement.

Fixed credit sales were brought to present value on transaction dates, based on the average rate informed by the Central Bank of Brazil for prepayment receivables which was of 0.56% p.m. (0.63% p.m. at December 31, 2020). Present value adjustment is matched against inventories and its realization is recorded as sales revenue over the fruition term.

7.2 BREAKDOWN

	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Renner credit card (Private Label)	474,279	810,639	845,728	1,179,920
Branded card (Meu Cartão)	203,254	359,772	2,200,675	2,355,916
Third-party cards	33,306	658,789	75,739	846,490
Exports - Related parties	39,016	38,484	-	-
Other receivables	1,143	994	10,589	9,218
(-) Estimated credit losses	-	-	(432,477)	(548,109)
(-) Adjustment to present value	(12,311)	(29,455)	(14,159)	(31,767)
Total	738,687	1,839,223	2,686,095	3,811,668

7.3 ESTIMATED CREDIT LOSSES

Estimated credit losses are recorded using the general model of the CPC 48/ IFRS 9 methodology. The model adopted by the Company is based on measurement of expected loss, by observing the portfolio's operating efficiency, in recovering and granting credit, taking into consideration the probability of and exposure to default and effective loss in each late-payment bracket over the entire operation term.

Provision for estimated credit losses is the total considered sufficient by management to cover any losses on realization of receivables based on customer portfolio analysis.

This methodology consists in classifying credit operations 'on balance' and limits granted 'off balance', taking into consideration the segregation into portfolios (Renner credit card and Co-branded card ("Meu Cartão")), allocation of operations into three risk stages and subsegmentation in each group (such as customer profile, score or regions), and the calculation components presented below.

PD (Probability of Default)	EAD (Exposure At Default)	LGD (Loss Given Default)	ECL (Expected Credit Loss)
Probability of the clients do not honor their debts with the Company over a certain time period.	Is the maximum exposition to the loss in the Defaults moment, considering even the projection of using available limits.	It represents the proportion of the non recovered amount after exhausted all the efforts to recover the credit.	

The three credit portfolio stages presented below consider the following expected loss calculation components: "PD, EAD and LGD".

Stage 1: Timely operations and with until 30 days of delay, measurement of expected loss for the next 12 months, and credit limit active until the 8th day of delay;

Stage 2: Operations with 31 to 89 days of delay, measurement of expected loss over the contract lifetime;

Stage 3: Operations with delay of 90 days or more, measured considering only the effective loss given the default.

7.3.1 Changes in estimated credit losses

	Balances at 01/01/2020	Estimated (losses) reversals, net	Write-offs	Balances at 12/31/2020	Estimated (losses) reversals, net	Write-offs	Balances at 03/31/2021
Renner credit card (Private Label)	(25,965)	1,397	24,568	-	521	(521)	-
Total - Parent Company	(25,965)	1,397	24,568	-	521	(521)	-
Branded card	(287,892)	(372,060)	318,567	(341,385)	(72,126)	122,671	(290,840)
Renner credit card (Private Label)	(106,848)	(216,793)	116,917	(206,724)	(23,505)	88,592	(141,637)
Total - Consolidated	(420,705)	(587,456)	460,052	(548,109)	(95,110)	210,742	(432,477)

7.3.2 Portfolio per credit product and delay range

Renner credit card (Private Label)	Consolidated					
	03/31/2021		12/31/2020			
	Not yet due	Overdue	Balance	Not yet due	Overdue	Balance
A - from 0 to 14 days	462,735	25,602	488,337	866,763	16,380	883,143
B - from 15 to 30 days	56,251	23,476	79,727	29,085	9,253	38,338
C - from 31 to 60 days	43,270	41,891	85,161	17,408	13,181	30,589
D - from 61 to 90 days	17,324	32,402	49,726	8,962	10,511	19,473
E - from 91 to 120 days	5,242	13,362	18,604	5,861	10,454	16,315
F - from 121 to 150 days	2,937	12,723	15,660	3,997	8,251	12,248
G - from 151 to 180 days	1,967	11,927	13,894	3,152	7,349	10,501
H - more than 180 days	7,931	86,688	94,619	12,273	157,040	169,313
Total	597,657	248,071	845,728	947,501	232,419	1,179,920

Branded card (Meu Cartão)	Consolidated					
	03/31/2021			12/31/2020		
	Not yet due	Overdue	Balance	Not yet due	Overdue	Balance
A - from 0 to 14 days	1,617,871	44,647	1,662,518	1,800,723	27,865	1,828,588
B - from 15 to 30 days	53,400	32,958	86,358	30,276	17,414	47,690
C - from 31 to 60 days	34,650	42,873	77,523	22,157	18,856	41,013
D - from 61 to 90 days	37,060	39,540	76,600	40,816	20,553	61,369
E - from 91 to 120 days	17,648	25,148	42,796	21,640	17,536	39,176
F - from 121 to 150 days	12,563	16,603	29,166	16,371	15,288	31,659
G - from 151 to 180 days	11,731	15,062	26,793	13,835	14,809	28,644
H - more than 180 days	85,113	113,808	198,921	84,681	193,096	277,777
Total	1,870,036	330,639	2,200,675	2,030,499	325,417	2,355,916

7.3.3 Breakdown of expected loss per on-balance and off-balance product

Renner credit card (Private Label)	Consolidated					
	03/31/2021			12/31/2020		
	Portfolio	Expected loss	% Coverage	Portfolio	Expected loss	% Coverage
On balance	845,728	133,672	15.8%	1,179,920	188,872	16.0%
Stage 1	621,041	21,022	3.4%	942,135	28,286	3.0%
Stage 2	98,273	12,848	13.1%	41,020	5,311	12.9%
Stage 3	126,414	99,802	78.9%	196,765	155,275	78.9%
Off balance	1,404,675	7,965	0.6%	2,859,347	17,852	0.6%
Total	2,250,403	141,637	6.3%	4,039,267	206,724	5.1%
Coverage rate on credit portfolio			16.7%			17.5%

Branded card (Meu Cartão)	Consolidated					
	03/31/2021			12/31/2020		
	Portfolio	Expected loss	% Coverage	Portfolio	Expected loss	% Coverage
On balance	2,200,675	280,412	12.7%	2,355,916	330,811	14.0%
Stage 1	1,746,466	38,570	2.2%	1,878,047	38,457	2.0%
Stage 2	161,099	20,533	12.7%	105,430	12,906	12.2%
Stage 3	293,110	221,309	75.5%	372,439	279,448	75.0%
Off balance	3,099,002	10,428	0.3%	2,854,369	10,574	0.4%
Total	5,299,677	290,840	5.5%	5,210,285	341,385	6.6%
Coverage rate on credit portfolio			13.2%			14.5%

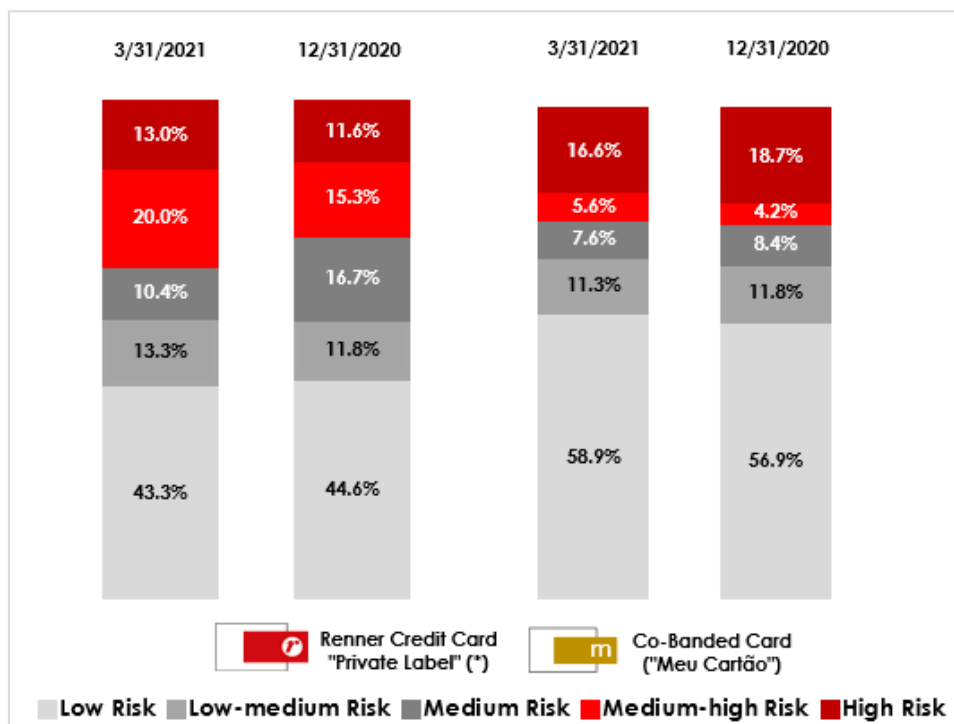
7.3.4 Changes in adjustment to present value

	Balances at 01/01/2020	Additions	Write-offs	Balances at 12/31/2020	Additions	Write-offs	Balances at 03/31/2021
Total - Parent Company	(45,309)	(92,532)	108,386	(29,455)	(12,939)	30,083	(12,311)
Total - Consolidated	(48,817)	(102,474)	119,524	(31,767)	(14,915)	32,523	(14,159)

7.4 CREDIT RISK

The sales and credit grant policies of the Company aim at minimizing possible problems arising from the default of its customers through a discerning selection of portfolio, which takes into consideration their capacity to pay (credit analysis) and diversification of its operations (risk spread). These policies are subordinated to the credit policies set out by management, supported by advanced technology systems and processes, related to the risk and fraud area.

The internal risk rating of the credit quality of the accounts receivable balance is as follows:



- i) **Low Risk:** probability lower than or equal to 9.3% of being over 60 days past due.
- ii) **Medium low risk:** probability higher than 9.3% and lower than or equal to 16.8% of being over 60 pasts due.
- iii) **Medium Risk:** customers up to four months of Renner Credit Card or Meu Cartão with little history of movement for purposes of measuring the probability of default.
- iv) **Medium high risk:** probability higher than 16.8% and lower than or equal to 31.3% of being over 60 past due.
- v) **High risk:** probability higher than 31.3% of being over 60 days past due.

(*) From March 2021, the Company included in the credit quality valuation base operations overdue up to 360 days rather than up to 180 days as previously recorded in the parent company.

Receivables from sales using third-party credit cards are not included in this analysis since these amounts are subject to a low risk of default by the card issuer, with no historical losses or expected future losses.

The Company's receivables derive from retail operations to Parent Company in a massified way, with Parent Company credit analysis and low average ticket, having as characteristic the absolute spread of credit risk and lack of guarantee instruments. The amounts recorded in accounts receivable represent the appropriate size of the Company's exposure to credit risk.

8 INVENTORIES

8.1 ACCOUNTING POLICY

Inventories are measured at acquisition cost, including non-recoverable taxes, transportation costs, and other costs necessary to take inventories to current conditions. Costs of imported goods' inventories also consider any gains from or losses on settled cash flow hedges that are transferred from equity.

Inventories are valued at weighted average cost and deducted from estimated losses and adjustment to present value at transaction date, when applicable. Present value adjustment is matched against inventories and its realization is recorded as selling expenses upon realization. The discount rate used for adjusting inventory balances to present value is the average discount rate observable in the market informed by the Central Bank of Brazil for trade notes. The rate used was of 0.75% p.m. (1.14% p.m. at December 31, 2020, when the weighted average cost of capital was used).

8.2 BREAKDOWN

	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Goods for resale	1,267,681	984,942	1,542,779	1,169,601
Imports in transit	173,010	193,170	227,790	238,994
Advances to suppliers	19,252	18,464	19,252	18,464
Auxiliary materials and warehouse	5,697	5,534	8,904	8,078
Adjustment to present value	(22,519)	(23,256)	(25,887)	(25,999)
Estimated losses	(9,082)	(26,615)	(10,912)	(27,476)
Total	1,434,039	1,152,239	1,761,926	1,381,662

The Company has a balance of advances related to confirming agreement of R\$ 19,252 at March 31, 2021 in the Parent Company and Consolidated (R\$ 18,464 at December 31, 2020), fully reversed into inventory goods.

8.2.1 Changes in adjustment to present value

	Parent Company	Consolidated
Balances on January 1, 2020	(17,582)	(19,285)
Additions	(63,520)	(68,154)
Write-offs	57,846	61,440
Balances on December 31, 2020	(23,256)	(25,999)
Additions	(10,649)	(12,434)
Write-offs	11,386	12,546
Balances on March 31, 2021	(22,519)	(25,887)

8.3 ESTIMATED INVENTORY LOSSES

	Parent Company	Consolidated
Balance at January 1, 2020	(21,132)	(26,311)
(-) Estimated losses, net	(54,279)	(58,734)
(+) Actual loss	48,796	53,687
(+/-) Translation adjustment	-	3,882
Balance at December 31, 2020	(26,615)	(27,476)
(-) Estimated losses, net	(6,558)	(10,831)
(+) Actual loss	24,091	28,159
(+/-) Translation adjustment	-	(764)
Balance at March 31, 2021	(9,082)	(10,912)

After implementation of the Radio Frequency Product Identification system (RFID) in the parent company, it was possible to increase the frequency of inventory counts for most inventories and recognize the effects of these inventories in the year directly in P&L, without recording such amounts in estimated losses.

9 RECOVERABLE TAXES

	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
State VAT (ICMS)	175,059	152,239	227,321	199,125
ICMS – PP&E	63,426	41,297	68,139	46,400
Income and social contribution taxes	55,422	43,373	97,815	73,146
PIS and COFINS (i)	1,088,086	1,252,670	1,096,503	1,254,412
Tax credits from foreign subsidiaries	-	-	41,603	39,130
Other recoverable taxes	8,041	10,465	8,678	10,895
Total	1,390,034	1,500,044	1,540,059	1,623,108
Current assets	656,322	863,933	780,154	961,997
Noncurrent assets	733,712	636,111	759,905	661,111
Total	1,390,034	1,500,044	1,540,059	1,623,108

(i) ICMS in PIS/COFINS base:

The legal action filed by the parent company claiming recognition of the right to exclude ICMS from the PIS and COFINS base and to offset the unduly-paid amounts was awarded a final unappealable decision in May 2020 in favor of the Parent Company. The decision issued by the Federal Regional Court – 4th Chapter expressly defines that “for proceedings judged after Supplementary Law 118/2005 (June 9, 2005) came into effect, the period of limitations is of 5 years as from the intended payment refund”. This action was filed on 10/10/2006, reason why the amounts recoverable retroact to 11/2001.

Concerning ICMS amounts to be excluded, the decision also expressly “recognizes exclusion of ICMS informed in the invoices on which PIS and COFINS calculations are based, and the right to offset the amounts overpaid and not subject to statute of limitations”. The amount computed and approved for offset by the Brazilian IRS, for calculation periods 11/2001 to 03/2017, is of R\$ 1,363,029.

The Company analyzed the accounting treatment to be given to this matter, in light of CPC 25/IAS 37, and is of the understanding that this asset is not contingent, since the inflow of economic benefits is virtually certain and the offset has already begun.

The respective amounts were measured with reasonable reliability, since the court decision defines the parameterization for measuring the refund amount (offset period and calculation method – ICMS informed). The Company prepared these calculations with the support of a specialized advisory firm, based on the sales files for tax purposes of the entire period, and reconciled with the accounting information and accessory obligations.

The management expects that the tax credits, whose restated balance at March 31, 2021 net of amounts already offset totals R\$ 1,055,962, will be offset until the first quarter of 2022.

The Company analyzed the realization of taxes recoverable by function of Covid-19 and believes that these are short-term impacts that do not compromise their recovery.

10 OTHER ASSETS

	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Prepaid expenses	24,756	6,307	28,210	9,858
Judicial deposits	4,698	4,701	4,917	4,856
Advances to third parties	15,295	18,257	27,923	28,096
Advance to employees	6,572	7,838	7,751	8,709
Credits from agreement with suppliers	3,646	4,780	3,646	4,780
Insurance indemnities in progress	167	164	255	315
Insurance commissions receivable	-	-	4,935	3,740
Other accounts receivable	15,906	14,093	19,782	16,144
Total	71,040	56,140	97,419	76,498
Current assets	60,807	46,093	84,369	63,651
Noncurrent assets	10,233	10,047	13,050	12,847
Total	71,040	56,140	97,419	76,498

11 INCOME AND SOCIAL CONTRIBUTION TAXES

11.1 ACCOUNTING POLICY

Provision for income and social contribution taxes is based on taxable profit for the period. Deferred income and social contribution taxes are recognized on temporary differences at the end of each period between the balances of assets and liabilities recognized in the interim financial statements and the respective tax bases employed to arrive at taxable profit, including the balance of tax losses, where applicable. Current and deferred taxes are recognized in profit or loss, except when they correspond to items recorded in other comprehensive income (loss) in equity.

In calculating current and deferred income and social contribution taxes, the Company takes into consideration the impact of uncertainties relating to the tax positions assumed. Management believes that provision for income tax in liabilities is appropriate based on analysis of various factors including interpretation of the tax laws and opinion of Company legal advisors.

11.2 BREAKDOWN OF DEFERRED INCOME AND SOCIAL CONTRIBUTION TAXES

Taxable event	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
	IRPJ/CSLL	IRPJ/CSLL	IRPJ/CSLL	IRPJ/CSLL
Estimated losses in assets	3,088	9,049	118,424	104,537
Provisions for tax, civil and labor risks	38,596	36,905	47,218	47,271
Adjustment to present value	10,827	15,308	12,891	18,241
Provision for employee profit sharing	7,880	7,880	8,178	8,713
Restricted share plan	8,121	9,129	8,121	9,129
Income and social contribution tax losses (i)	157,046	55,392	279,089	167,389
Equity valuation adjustments - hedge	-	8,647	-	9,435
Leases payable	45,282	41,225	53,114	50,689
Other provisions	910	175	6,310	6,339
Deferred tax assets	271,750	183,710	533,345	421,743
Goodwill on acquisition of equity	-	-	(34,574)	(35,100)
Appreciation of assets	-	-	(9,705)	(10,361)
Difference between useful life versus tax purposes	(67,695)	(63,303)	(73,885)	(73,462)
Equity valuation adjustments - hedge	(10,428)	-	(11,049)	-
Swap from loans	-	(16,205)	-	(22,988)
Other provisions	-	(412)	(4,962)	(2,907)
Deferred tax liabilities	(78,123)	(79,920)	(134,175)	(144,818)
Total (ii)	193,627	103,790	399,170	276,925

The rates for companies headquartered in Brazil are of 25% Corporate Income Tax (IRPJ) and 9% Social Contribution on Net Profit (CSLL), except for indirect subsidiary Realize CFI, which is subject to 25% IRPJ and 15% CSLL. Foreign companies are subject to income tax from 25% to 30%.

- (i) Credits recognized on income and social contribution tax losses of the Parent Company and of subsidiaries Camicado, Youcom, LRS, LRU and LRA.
- (ii) Management offsets deferred assets against deferred liabilities of the parent company and subsidiaries separately.

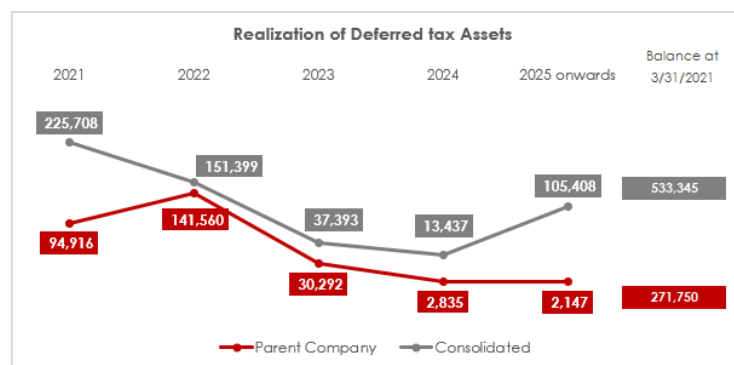
11.3 CHANGES IN DEFERRED TAXES, NET

Below are the changes in deferred taxes, recognized at weighted nominal rates:

	Parent Company	Consolidated
Balance on January 1, 2020	89,469	209,218
Recognized in profit or loss	6,503	58,321
Recognized in other comprehensive income	7,818	7,688
Translation adjustments	-	1,698
Balance on December 31, 2020	103,790	276,925
Recognized in profit or loss	108,912	140,031
Recognized in other comprehensive income	(19,075)	(19,887)
Translation adjustments	-	2,101
Balance on March 31, 2021	193,627	399,170

11.4 REALIZATION OF DEFERRED TAX ASSETS

The recoverability of deferred tax asset balances is reviewed at the end of each year and, when it is no longer probable that future taxable profits will be available to recover the asset, in whole or in part. In management's evaluation, the current scenario impacted by Covid-19 did not affect the future taxable profit projections, which are based on technical feasibility studies, allowing for recovery of credits within a period of no more than 10 years. Also, estimated deferred tax realization involves uncertainties of other estimates.



11.5 ANALYSIS OF EFFECTIVE RATE FOR INCOME AND SOCIAL CONTRIBUTION TAXES

Reconciliation between the tax expense as calculated by the combined statutory rates and income and social contribution tax expenses charged to profit or loss is as follows:

	Parent Company		Consolidated	
	1Q21	1Q20	1Q21	1Q20
		Restated (*)		Restated (*)
Earnings before income and social contribution taxes	(256,608)	(5,623)	(251,579)	(17,432)
Combined tax rate	34%	34%	34%	34%
Tax expense at nominal rate	87,247	1,912	85,537	5,927
Permanent (additions) exclusions:				
Stock option plan expense	(1,270)	(1,694)	(1,270)	(1,694)
Profit or loss from ownership interest	(2,798)	(10,627)	-	-
Interest on own capital	19,823	19,839	19,823	19,839
Tax benefits (PAT)	-	-	132	31
Investment grant (i)	5,333	3,722	5,627	4,016
Income and social contribution tax differences of subsidiaries	-	-	(4,705)	(1,653)
Recovery – loan transactions	-	-	(111)	-
Monetary adjustments	-	-	(1,558)	-
Other exclusions (additions)	570	(392)	389	(1,915)
Portion exempt from 10% surtax	-	-	12	18
Income and social contribution taxes in P&L	108,905	12,760	103,876	24,569
Current	(7)	(36)	(36,155)	(33,319)
Deferred	108,912	12,796	140,031	57,888
Effective tax rate	-42.44%	-226.93%	-41.29%	-140.94%

(i) ICMS tax incentives and benefits, considered investment subsidies, under the terms of Supplementary Law 160/2017.

(*) Restatement of comparative balances due to the change in the accounting policy for leases, as described in Note 3.6.1.1.

12 INVESTMENTS

12.1 BREAKDOWN OF INVESTMENTS

In the Parent Company financial statements, Company investments are recorded under the equity method.

	Parent Company	
	03/31/2021	12/31/2020
Investments in subsidiaries	1,655,300	1,593,965
Goodwill on asset appreciation	1,290	1,290
Total	1,656,590	1,595,255

12.2 CHANGES IN INVESTMENTS IN SUBSIDIARIES

Subsidiaries	Balance at 12/31/2020	Capital contribution	Equity pickup	Other comprehensive income (loss)	Balance at 03/31/2021
RACC	1,985	-	728	-	2,713
Dromegon	11,331	-	591	-	11,922
Camicado	514,722	38,030	(20,467)	1,317	533,602
Youcom	170,527	-	(10,964)	260	159,823
LRS	9,287	-	36	768	10,091
Realize Participações S.A.	580,808	-	35,951	-	616,759
LRU	165,251	-	(2,683)	6,906	169,474
LRA	138,758	6,000	(10,321)	16,183	150,620
Realize CFI	3	-	-	-	3
Lojas Renner Trading Uruguay	1,293	-	(1,099)	99	293
Total	1,593,965	44,030	(8,228)	25,533	1,655,300

Subsidiaries	Balance at 01/01/2020	Capital contribution	Equity pickup	Other comprehensive income (loss)	Dividends	Balance at 12/31/2020
RACC	1,647	-	3,423	-	(3,085)	1,985
Dromegon	11,443	-	3,729	-	(3,841)	11,331
Camicado	406,766	128,778	(21,149)	327	-	514,722
Youcom	142,244	44,211	(15,854)	(74)	-	170,527
LRS	9,750	313	(2,589)	1,813	-	9,287
Realize Participações S.A.	550,744	-	30,064	-	-	580,808
LRU	142,631	16,900	(15,083)	20,803	-	165,251
LRA	114,820	37,095	(45,040)	31,883	-	138,758
Realize CFI	3	-	-	-	-	3
Lojas Renner Trading Uruguay	1,938	-	(1,164)	519	-	1,293
Total	1,381,986	227,297	(63,663)	55,271	(6,926)	1,593,965

13 PROPERTY, PLANT AND EQUIPMENT (PP&E) AND INTANGIBLE ASSETS

13.1 ACCOUNTING POLICY

PP&E and intangible assets are recorded at the cost of acquisition, formation or installation of stores, less accumulated depreciation or amortization. Calculation is based on the straight-line method at rates that consider the estimated useful lives of assets, as follows:

PP&E, Annual Rate Useful Life			
PROPERTY, PLANT AND EQUIPMENT (PP&E)			INTANGIBLE ASSETS
Buildings 1.66% 60 years	Facilities 5 to 10% 10 to 20 years	Machinery and equipment 5 to 10% 10 to 20 years	IT systems 12.5 to 20% 5 to 8 years
Leasehold improvements 10% 10 years	Furniture and utensils 10 to 25% 4 to 10 years	Vehicles 20% 5 years	Real property rights-of-use 10% 10 years
		Computers and peripherals 10 to 33.3% 3 to 10 years	

As a procedure, the Company annually reviews the PP&E and intangible assets technical assessments from specialized employees and aiming at:

- Identifying evidence that its assets may be impaired; and
- Identifying changes in the form of use and maintenance that may affect the useful life of its PP&E and intangible assets.

On March 31, 2021, due to the Covid-19 impacts, the management reviewed the future projections and identified no factors indicating significant impairment losses. In addition, management did not reassess or identify slow-moving property and equipment items, in the same way as in the tests carried out in the financial statements on december 31, 2020.

13.2 BREAKDOWN OF PROPERTY, PLANT AND EQUIPMENT

	Parent Company					
	03/31/2021			12/31/2020		
	Cost	Accumulated depreciation	Net book value	Cost	Accumulated depreciation	Net book value
Land	288	-	288	288	-	288
Properties	61,898	(3,645)	58,253	61,898	(3,439)	58,459
Furniture and fixtures	424,670	(231,738)	192,932	422,727	(222,699)	200,028
Facilities	532,943	(275,467)	257,476	524,433	(266,896)	257,537
Machinery and equipment	268,229	(145,212)	123,017	269,507	(143,610)	125,897
Leasehold improvements	1,776,121	(1,061,134)	714,987	1,760,527	(1,021,820)	738,707
Vehicles	1,424	(609)	815	1,424	(562)	862
Computers and peripherals	257,794	(152,601)	105,193	259,715	(148,114)	111,601
PP&E in progress	506,131	-	506,131	293,017	-	293,017
Total	3,829,498	(1,870,406)	1,959,092	3,593,536	(1,807,140)	1,786,396

	Consolidated					
	03/31/2021			12/31/2020		
	Cost	Accumulated depreciation	Net book value	Cost	Accumulated depreciation	Net book value
Land	288	-	288	288	-	288
Properties	76,965	(9,525)	67,440	76,965	(9,319)	67,646
Furniture and fixtures	509,255	(266,723)	242,532	505,892	(255,515)	250,377
Facilities	592,814	(302,219)	290,595	583,571	(292,648)	290,923
Machinery and equipment	291,230	(149,460)	141,770	291,093	(147,367)	143,726
Leasehold improvements	2,118,350	(1,162,901)	955,449	2,089,477	(1,113,903)	975,574
Vehicles	1,424	(609)	815	1,424	(562)	862
Computers and peripherals	286,784	(166,220)	120,564	287,350	(160,366)	126,984
PP&E in progress	514,485	-	514,485	297,880	-	297,880
Total	4,391,595	(2,057,657)	2,333,938	4,133,940	(1,979,680)	2,154,260

13.3 RECONCILIATION OF NET BOOK VALUE OF PROPERTY, PLANT AND EQUIPMENT

13.3.1 Parent Company

Book value	Balance at 01/01/2020	Additions	Transfers	Write-offs	Reversal of estimated losses (*)	Depreciation	Balance at 12/31/2020	Additions	Transfers	Write-offs	Depreciation	Balance at 03/31/2021
Land	288	-	-	-	-	-	288	-	-	-	-	288
Properties	59,285	-	-	-	-	(826)	58,459	-	-	-	(206)	58,253
Furniture and fixtures	231,866	6,378	17,393	(11,174)	8,204	(52,639)	200,028	157	2,207	(15)	(9,445)	192,932
Facilities	266,353	6,347	9,570	(1,566)	256	(23,423)	257,537	2,231	6,279	-	(8,571)	257,476
Machinery and equipment	127,920	5,919	3,279	(1,607)	206	(9,820)	125,897	208	(1,404)	(5)	(1,679)	123,017
Leasehold improvements	826,467	25,861	37,756	(2,936)	1,795	(150,236)	738,707	4,228	11,366	-	(39,314)	714,987
Vehicles	1,164	-	-	(101)	-	(201)	862	-	-	-	(47)	815
Computers	112,195	3,913	20,810	(7,281)	5,502	(23,538)	111,601	44	(1,688)	(91)	(4,673)	105,193
PP&E in progress	188,715	193,146	(88,808)	(36)	-	-	293,017	229,874	(16,760)	-	-	506,131
Total	1,814,253	241,564	-	(24,701)	15,963	(260,683)	1,786,396	236,742	-	(111)	(63,935)	1,959,092

13.3.2 Consolidated

Book value	Balance at 01/01/2020	Additions	Transfers	Write-offs	Reversal of estimated losses (*)	Deprec.	Translation adjustment/ Monetary adjustment	Balance at 12/31/2020	Additions	Transfers	Write-offs	Estimated losses	Deprec.	Translation adjustment/ Monetary adjustment	Balance at 03/31/2021
Land	288	-	-	-	-	-	-	288	-	-	-	-	-	-	288
Properties	68,472	-	-	-	-	(826)	-	67,646	-	-	-	-	(206)	-	67,440
Furniture and fixtures	277,831	10,076	25,416	(13,945)	8,608	(60,242)	2,633	250,377	224	2,313	(159)	6	(11,097)	868	242,532
Facilities	301,118	8,802	11,283	(3,169)	480	(28,386)	795	290,923	2,250	6,391	(18)	383	(9,563)	229	290,595
Machinery and equipment	142,822	5,821	4,627	(1,810)	264	(11,118)	3,120	143,726	222	(1,378)	(22)	-	(1,868)	1,090	141,770
Leasehold improvements	1,058,341	35,892	54,382	(8,322)	3,708	(182,430)	14,003	975,574	6,571	11,460	(331)	262	(48,390)	10,303	955,449
Vehicles	1,165	-	-	(102)	-	(201)	-	862	-	-	-	-	(47)	-	815
Computers	124,343	6,673	27,218	(8,689)	5,566	(29,086)	959	126,984	44	(984)	(91)	5	(5,702)	308	120,564
PP&E in progress	199,330	216,535	(122,926)	(786)	-	-	5,727	297,880	233,855	(17,802)	-	-	-	552	514,485
Total	2,173,710	283,799	-	(36,823)	18,626	(312,289)	27,237	2,154,260	243,166	-	(621)	656	(76,873)	13,350	2,333,938

(*) This refers to reversal of estimated losses and recognition due to write-off upon inventory conclusion in 2020.

The main natures that make up the group of PP&E in progress refer to the opening of the Company's stores and distribution centers.

13.4 BREAKDOWN OF INTANGIBLE ASSETS

Parent Company						
	03/31/2021			12/31/2020		
	Cost	Accumulated amortization	Net book value	Cost	Accumulated amortization	Net book value
	IT systems	1,019,553	(557,615)	461,938	1,004,211	(532,676)
Right-of-use properties	73,237	(52,715)	20,522	69,077	(51,904)	17,173
Trademarks and patents	6,766	(83)	6,683	6,755	(83)	6,672
Intangible assets in progress	82,936	-	82,936	92,333	-	92,333
Total	1,182,492	(610,413)	572,079	1,172,376	(584,663)	587,713

Consolidated						
	03/31/2021			12/31/2020		
	Cost	Accumulated amortization	Net book value	Cost	Accumulated amortization	Net book value
	IT systems	1,250,849	(616,899)	633,950	1,219,527	(584,533)
Right-of-use properties	114,215	(67,520)	46,695	103,764	(65,639)	38,125
Trademarks and patents	35,519	(83)	35,436	35,508	(83)	35,425
Intangible assets - other	3,745	(3,500)	245	3,836	(3,500)	336
Intangible assets in progress	97,138	-	97,138	115,077	-	115,077
Goodwill - Camicado	116,679	-	116,679	116,679	-	116,679
Total	1,618,145	(688,002)	930,143	1,594,391	(653,755)	940,636

13.5 RECONCILIATION OF NET BOOK VALUE OF INTANGIBLE ASSETS

13.5.1 Parent Company

Book value	Balance at 12/31/2020	Additions	Transfers	Write-offs	Amortization	Balance at 03/31/2021
IT systems	471,535	-	15,362	(20)	(24,939)	461,938
Right-of-use properties	17,173	530	3,630	-	(811)	20,522
Trademarks and patents	6,672	11	-	-	-	6,683
Intangible assets in progress	92,333	9,603	(18,992)	(8)	-	82,936
Total	587,713	10,144	-	(28)	(25,750)	572,079

Book value	Balance at 01/01/2020	Additions	Transfers	Write-offs	Estimated losses	Amortization	Balance at 12/31/2020
IT systems	314,472	91,907	146,358	(10)	10	(81,202)	471,535
Right-of-use properties	20,610	-	(223)	(872)	872	(3,214)	17,173
Trademarks and patents	6,436	236	-	-	-	-	6,672
Intangible assets in progress	128,193	110,275	(146,135)	-	-	-	92,333
Total	469,711	202,418	-	(882)	882	(84,416)	587,713

The main natures that make up the group of intangible accounts in progress refer to the development and implementation of Information Technology systems and licensing.

13.5.2 Consolidated

Book value	Balance at 12/31/2020	Additions	Transfers	Write-offs	Estimated losses	Amortization	Translation adjustments	Balance at 03/31/2021
IT systems	634,994	3,172	26,447	(20)	-	(31,955)	1,312	633,950
Right-of-use properties	38,125	1,497	7,939	-	-	(1,816)	950	46,695
Trademarks and patents	35,425	11	-	-	-	-	-	35,436
Intangible assets - other	336	-	(91)	-	-	-	-	245
Intangible assets in progress	115,077	16,282	(34,295)	(8)	-	-	82	97,138
Goodwill - Camicado	116,679	-	-	-	-	-	-	116,679
Total	940,636	20,962	-	(28)	-	(33,771)	2,344	930,143

Book value	Balance at 01/01/2020	Additions	Transfers	Write-offs	Estimated losses	Amortization	Translation adjustments	Balance at 12/31/2020
IT systems	452,273	124,675	160,810	(769)	11	(105,794)	3,788	634,994
Right-of-use properties	39,096	198	3,366	(1,460)	1,460	(6,544)	2,009	38,125
Trademarks and patents	34,768	657	-	-	-	-	-	35,425
Intangible assets - other	-	-	336	-	-	-	-	336
Intangible assets in progress	141,419	134,647	(164,512)	-	-	-	3,523	115,077
Goodwill - Camicado	116,679	-	-	-	-	-	-	116,679
Total	784,235	260,177	-	(2,229)	1,471	(112,338)	9,320	940,636

14 RIGHTS-OF-USE

Applicable since January 1, 2019, to unify the lease accounting model, CPC 06 (R2)/IFRS 16 requires for all lease contracts within the scope of the standard – except those covered by exemption - that lessees recognize assumed liabilities against respective right-of-use assets.

14.1 ACCOUNTING POLICY

Company management chose to use the practical expedient for transition and to do not consider initial costs for measurement of right-of-use assets that correspond to initial lease liability value plus initial direct costs incurred, thus maintaining the initial lease liability value. Depreciation is calculated on a straight-line basis over the remaining term of the contracts.

14.2 BREAKDOWN OF RIGHTS-OF-USE

Lease with call option (*) USEFUL LIFE: 43 YEARS	Lease (**) USEFUL LIFE: 2-15 years	Balance on 3/31/2021
25,627	1,740,639	1,766,266
25,627	2,057,844	2,083,471
Parent Company	Consolidated	

(*) This corresponds to the headquarter building.

(**) This corresponds to rental of commercial spaces, distribution centers and other administrative offices.

14.3 CHANGES IN RIGHTS-OF-USE

	Parent Company	Consolidated
Balance on January 1, 2020	1,344,150	1,634,690
(+) Remeasurement	153,053	209,038
(+/-) New / Renewed / Ended contracts	203,384	218,887
(-) Depreciation – rental	(302,744)	(366,409)
(+/-) Translation adjustments	-	3,832
Balance on December 31, 2020	1,397,843	1,700,038
(+) Remeasurement	45,064	93,853
(+/-) New / Renewed / Ended contracts (*)	405,399	409,490
(-) Depreciation	(82,040)	(99,684)
(+/-) Translation adjustments	-	(20,226)
Balance on March 31, 2021	1,766,266	2,083,471

(*)Refers to the entry of twenty new contracts and renewed in the first quarter of 2021.

15 IMPAIRMENT TEST OF GOODWILL AND INTANGIBLE ASSETS WITH AN INDEFINITE USEFUL LIFE

15.1 ACCOUNTING POLICY

Assets with an indefinite useful life, such as goodwill, are not subject to amortization and are tested every year to identify a possible impairment need. For impairment valuation purposes, assets are grouped at the lowest levels for which there are separately identifiable cash flows (Cash Generating Units - CGU), in conformity with the analysis of views used by the management. Non-financial assets, except goodwill, that have been impaired, are subsequently reviewed for possible reversal of the impairment at each reporting date.

15.2 EVALUATION OF THE RECOVERABLE AMOUNT

Book value of goodwill and trademark allocated in Camicado is R\$ 144,741 (R\$ 144,741 at December 31, 2020).

Due to the impacts of Covid-19, the management assessed the existence of indicative of impairment of goodwill and intangibles assets with an indefinite useful life of Camicado, as well as analyzes for other assets within the consolidated scope. The Company concluded that there aren't factors that indicate significant losses due to impairment, in the same way as in the tests carried out in the financial statements on december 31, 2020.

16 LOANS, FINANCING AND DEBENTURES

16.1 ACCOUNTING POLICY

The balances of loans, financing and debentures are initially recognized at fair value upon receipt and are subsequently measured at amortized cost as provided for by contract (plus charges, interest calculated at effective rate, inflation and currency fluctuation adjustments, and amortization charges incurred up to statement of financial position dates).

16.2 BREAKDOWN OF LOANS, FINANCING AND DEBENTURES

Description	Charges (p.a.)	Maturity	Parent Company		Consolidated		
			03/31/2021	12/31/2020	03/31/2021	12/31/2020	
In domestic currency							
Debentures 9 th issuance - single series (i)	103.9% of CDI	10/10/2022	403,727	401,649	403,727	401,649	
Debentures 10 th issuance - single series (i)	CDI + 2.96%	04/13/2021	525,055	518,855	525,055	518,855	
Debentures 11 th issuance - 1 st series (i)	CDI + 3.00%	05/05/2022	305,895	302,255	305,895	302,255	
Debentures 11 th issuance - 2 nd series (i)	CDI + 3.04%	11/05/2022	203,962	201,515	203,962	201,515	
Debentures 12 th issuance - 1 st series (i)	CDI + 1.60%	02/18/2025	1,003,296	-	1,003,296	-	
Debentures - Structuring costs	-	-	(6,631)	(5,177)	(6,631)	(5,177)	
Working capital - Law 4131	-	-	-	313,740	-	313,740	
Working capital - CCB (ii)	CDI + 2.65%	07/07/2022	151,591	153,376	151,591	153,376	
Working capital - CCB (ii)	148.0% of CDI	11/25/2022	100,046	100,033	100,046	100,033	
Working capital - CCB (ii)	140.0% of CDI	11/25/2022	403,719	401,005	403,719	401,005	
Working capital - Structuring costs	-	-	(3,138)	(3,607)	(3,138)	(3,607)	
In foreign currency							
Working capital - Law 4131	-	-	-	39,586	-	39,586	
Working capital - Law 4131	-	-	-	-	-	55,121	
Working capital - Law 4131	-	-	-	207,991	-	207,991	
(+/-) Swap - working capital	-	-	-	(7,433)	-	(7,433)	
(+/-) Swap - working capital	-	-	-	-	-	(15,666)	
(+/-) Swap - working capital	-	-	-	(40,229)	-	(40,229)	
Total			3,087,522	2,583,559	3,087,522	2,623,014	
Current liabilities			543,875	1,037,626	543,875	1,077,081	
Noncurrent liabilities			2,543,647	1,545,933	2,543,647	1,545,933	
Total			3,087,522	2,583,559	3,087,522	2,623,014	

(i) **Debentures:** These refer to funds raised through debentures issued in April 2019 (9th issue), April (10th issue) and May 2020 (11th issue), amounting to R\$400,000, R\$500,000 and R\$500,000, respectively, all of which by means of a placement agreement with restricted efforts, of junior unsecured debentures not convertible into shares. The 9th and 11th issue are subject to payment of semi-annual interest and the 10th issue to payment of interest at the end of the agreement.

On March 2021, the Company conducted its 12th issue of debentures in a single series, amounting to R\$1,000,000, by means of a placement agreement with restricted efforts, of junior unsecured debentures not convertible into shares, subject to payment of semi-annual interest and amortization of principal in the 3rd and 4th year of maturity.

(ii) **Bank Credit Notes (CCB):** These refer to funds from Banco Safra amounting to R\$ 100,000 in November 2020, subject to monthly payment of interest and to R\$ 150,000 in July 2020, subject to semi-annual payment of interest, and from Banco Itaú in November 2020, amounting to R\$ 400,000 and subject to semi-annual payment of interest.

The funds obtained were allocated to working capital reinforcement and maintenance of a minimum strategic cash level.

Note 36 presents changes in Parent Company and consolidated loans.

The covenants and settlement schedule in accordance with the contractual cash flow (principal plus estimated future interest) are shown in Note 5.2.

17 FINANCING – FINANCIAL SERVICE OPERATIONS AND GUARANTEES

17.1 FINANCING - FINANCIAL SERVICE OPERATIONS

Financing	Charges (p.a.)	Maturity	Consolidated	
			03/31/2021	12/31/2020
In domestic currency				
Interbank Deposit Certificates	-	-	-	103,122
Interbank Deposit Certificates (i)	210.0% of CDI	04/2021	52,101	51,577
Interbank Deposit Certificates (i)	CDI + 3.5%	04/2021	105,235	103,850
Interbank Deposit Certificates (i)	240.0% of CDI	05/2021	10,451	10,331
Interbank Deposit Certificates (i)	131.0% of CDI	02/2024	50,100	-
Financial bills (ii)	104.1% of CDI	08/2022	316,788	315,203
Bank Credit Notes (iii)	CDI + 3.5%	05/2022	31,504	31,083
Bank Credit Notes (iii)	160.0% of CDI	09/2022	20,344	20,187
Interbank Deposit Certificates (iv)	130.41% of CDI	06/2021 - 03/2022	88,578	72,095
Interbank Deposit Certificates (iv)	136.77% of CDI	06/2022 - 03/2023	84,909	54,517
Total			760,010	761,965
Current liabilities			257,869	341,390
Noncurrent liabilities			502,141	420,575
Total			760,010	761,965

- (i) **Interbank Deposit Certificates (CDI):** These refer to issues of R\$ 10,000 in May 2020 from Banco Votorantim, R\$ 50,000 in April 2020 and R\$ 50,000 in March 2020 from Banco Itaú and R\$ 100,000 in April 2020 from Banco Safra, all of which subject to interest payment at the end of the contract and aimed at reinforcing minimum cash and supporting the ordinary course of business.
- (ii) **Financial Bills:** These refer to issue of R\$ 300,000 in August 2019 for private distribution and to finance the operations and the ordinary course of business.
- (iii) **Bank Credit Notes (CCB):** These refer to amounts raised from Banco de BOCOM BBM amounting to R\$ 30,000 in May 2020, with payment of interest at the end of the first year, followed by payment of interest on a quarterly basis, and R\$ 20,000 in September 2020, with payment of interest at the end of the agreement and aimed at financing the operations and ordinary course of business, guaranteed by the parent company.
- (iv) **Bank Deposit Certificates (CDB):** These refer to short and long-term issues from XP Investimentos amounting to R\$ 87,474 and R\$ 84,102, respectively, aimed at financing the operations and ordinary course of business.

17.2 GUARANTEES

The parent company figures as guarantor and is jointly liable for all (main and accessory) obligations deriving from Financial Bill and Bank Credit Note operations, as well as from an Interbank Deposit Certificate operation (Note 25.1.9).

18 LEASES PAYABLE

18.1 ACCOUNTING POLICY

Concerning the contracts that were within the scope of CPC 06 (R2)/IFRS 16, only minimum fixed rent amount was considered to be a lease component for liability evaluation purposes. The measurement of the lease liabilities corresponds to the total future fixed rent payments (gross of taxes), discounted at an incremental interest rate. As mentioned in Note 3.6.1.1, the management of the Company identified the need to reassess the Company's accounting policy, having begun to use nominal discount rates for measuring its lease agreements, with the primary goal of aligning its accounting policy to the most commonly adopted practice in the market, including comparable companies in Brazil and abroad. The nominal discount rate corresponds to reference market rates plus risk spread for fund-raising at amounts that represent total investments for opening new stores.

Management assessed potential impacts of Covid-19 and concluded that the future variations in the economic indices had an impact on the calculation of the discount rate for 20 new contracts in the first quarter of 2021.

18.2 BREAKDOWN OF LEASES PAYABLE

	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Rental with call option (*)	38,936	38,335	38,936	38,335
Rentals	1,873,823	1,493,312	2,223,703	1,824,052
Total	1,912,759	1,531,647	2,262,639	1,862,387
Current liabilities	462,205	410,998	553,285	496,583
Noncurrent liabilities	1,450,554	1,120,649	1,709,354	1,365,804
Total	1,912,759	1,531,647	2,262,639	1,862,387

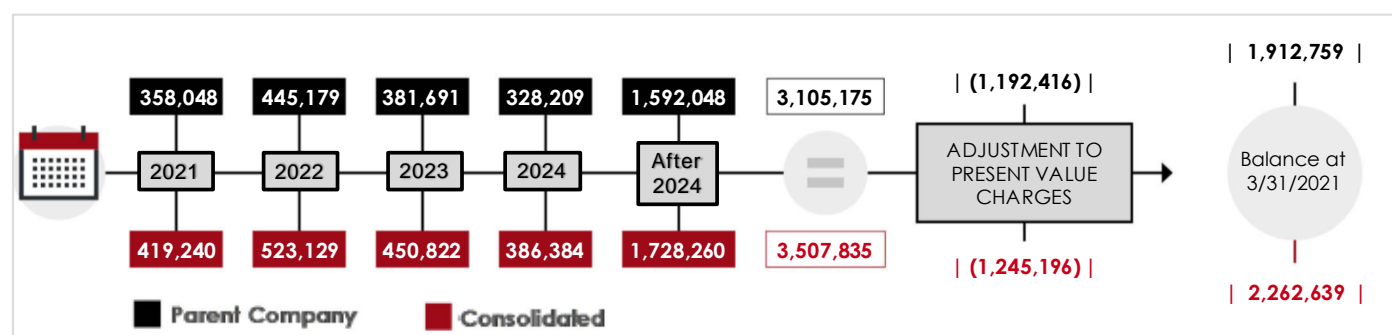
(*) The discount rate for rentals subject to a purchase option is in compliance with the rental agreement referring to the administrative office building, entered into in July 2012 and adjusted based on the accumulated variation of annual Brazil's National Consumer Price Index (INPC).

18.3 CHANGES IN LEASES PAYABLE

	Parent Company	Consolidated
Balance at January 1, 2020	1,434,424	1,739,361
(+) Remeasurement	153,053	209,038
(+/-) New / Renewed / Ended contracts	203,384	218,887
(+) Charges	124,291	148,099
(-) Lease payments (i)	(383,505)	(463,838)
(+/-) Translation adjustments	-	10,840
Balance at December 31, 2020	1,531,647	1,862,387
(+) Remeasurement	45,064	93,853
(+/-) New / Renewed / Ended contracts	405,399	409,490
(+) Charges	41,757	48,888
(-) Lease payments (i)	(111,108)	(136,348)
(+/-) Translation adjustments	-	(15,631)
Balance at March 31, 2021	1,912,759	2,262,639

(i) In May 2020, IASB approved an amendment to IFRS 16, which grants lessees benefits in P&L in the period affected by Covid-19 pandemic, not being treated as a change in contract. On July 07, 2020, CVM published Resolution No. 859/2020, which approves the revision of CPC 06 (R2)/IFRS 16 that came into effect on January 1, 2020. The Company chose the practical expedient and recognized consideration paid in P&L as at March 31, 2021 amounting to R\$ 25,575 – Parent Company and R\$ 30,807 - Consolidated (Notes 33.1 and 33.2). As at December 31, 2020, these amounts were of R\$ 104,488 – Parent Company and R\$ 128,927 - Consolidated.

18.4 FUTURE COMMITMENTS

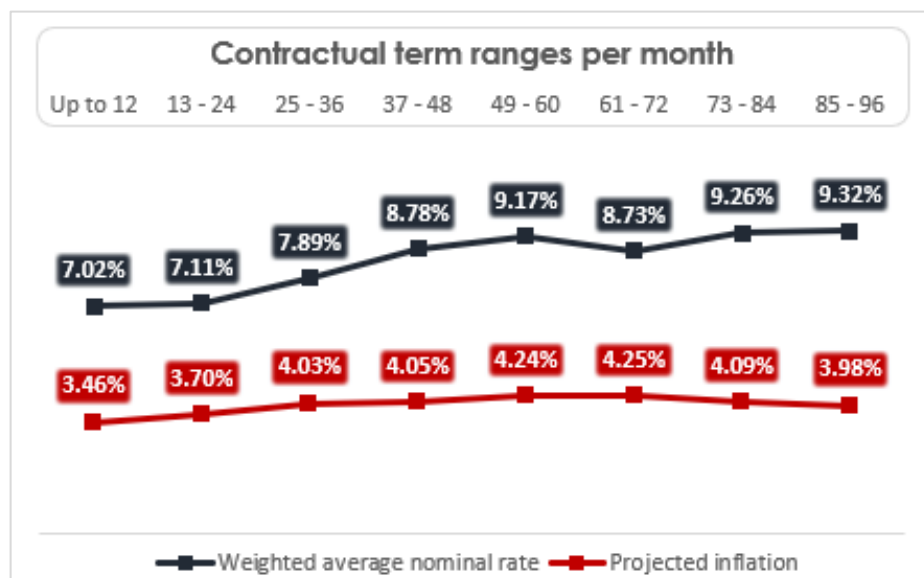


18.4.1 Additional information

In order to comply with CVM SNC/SEP Memorandum No. 02/2019, we disclosed the minimum inputs for projecting the nominal rate and nominal cash flow model recommended by the CVM.

The nominal discount rate corresponds to future market quotations obtained at B3 S.A. - Brasil, Bolsa, Balcão - reference in DI vs. Pre + risk spread for funding at amounts that represent total investments for the opening of new stores.

Projected inflation quotations use the same discount rate criterion and are stated from cash flow calculation purposes, as shown in this graph.



See below the payment flow in accordance with the weighted average term, which corresponds to the respective rates presented in the graph above.

Weighted average period (months) (*)	Contractual flow	Consolidated				
		2021	2022	2023	2024	2024 onwards
Up to 12	3,428	2,090	1,338	-	-	-
13-24	126,486	72,771	49,367	4,348	-	-
25-36	446,867	104,991	144,806	117,190	56,742	23,138
37-48	382,490	57,063	77,237	77,712	77,766	92,712
49-60	624,974	60,801	84,952	85,361	85,392	308,468
61-72	976,269	79,299	110,077	110,181	110,330	566,382
73-84	23,124	1,573	2,097	2,097	2,097	15,260
85-96	728,515	36,969	49,294	49,294	49,293	543,665
>97 months (**)	195,682	3,683	3,961	4,639	4,764	178,635
Total	3,507,835	419,240	523,129	450,822	386,384	1,728,260

(*) The Company calculated the weighted average term of the contractual flow for the purpose of rate quotation, as the contracts have monthly amortizations, reducing the average term of the operation and risk to the creditor.

(**) Refers to the future contractual lease flow with a purchase option that has an implied discount rate of 8.81% p.a. signed in July 2012 for the administrative headquarters building.

At March 31, 2021, the potential PIS and COFINS credits on the gross contractual flow is R\$ 324,475 which, adjusted to present value using the weighted average term, amounts to R\$ 216,776.

19 SUPPLIERS

19.1 ACCOUNTING POLICY

Installment purchase transactions were adjusted to present value at transaction date. The discount rate used for adjusting suppliers balances to present value is the average discount rate observable in the market informed by the Central Bank of Brazil for trade notes. The rate used was 0.75% p.m. (1.14% p.m. at December 31, 2020). The Adjusted Present value is recorded in suppliers and its reversal is matched against cost of sales, due to fruition of term in the case of suppliers. Suppliers are measured at amortized cost, using the effective interest rate method.

19.2 BREAKDOWN

	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Commercial suppliers	633,858	884,405	752,450	1,012,465
Adjusted Present value	(2,985)	(7,688)	(3,902)	(9,143)
Suppliers - use and consumption	338,356	392,694	398,624	455,390
Rents payable	12,393	34,429	17,222	41,643
Total	981,622	1,303,840	1,164,394	1,500,355
Current liabilities	889,119	1,208,337	1,071,891	1,404,852
Noncurrent liabilities	92,503	95,503	92,503	95,503
Total	981,622	1,303,840	1,164,394	1,500,355

As of March 31, 2021, pre-payments made to suppliers whose original maturity was subsequent to this date totaled R\$ 115,521 (R\$ 209,288 as of December 31, 2020). The discounts obtained from these pre-payments, for being related to supply of goods, are recorded as reduction of cost of sales.

The Parent Company has a confirming agreement with Santander and Bradesco to manage its commitments with suppliers, which remain as "Suppliers" until this obligation is terminated with a balance of R\$ 52,006 at March 31, 2021 (R\$ 58,960 at December 31, 2020). The composition of the operation's balance was reviewed, and it was concluded that there was no change in terms, prices or conditions and – as there are no impacts due to the charges practiced by the financial institution – the operation is shown in the "Trade payables" account.

To honor the Company's commitment with its supplier chain, management took certain measures to mitigate the impacts of Covid-19, such as not changing the payment policy adopted and maintaining the receivable operations with all resale suppliers.

19.2.1 Changes in adjusted present value of trade accounts payable

	Parent Company	Consolidated
Balances at January 1, 2020	(4,805)	(5,212)
Additions	(63,520)	(68,723)
Write-offs	60,637	64,792
Balances at December 31, 2020	(7,688)	(9,143)
Additions	(10,649)	(12,434)
Write-offs	15,352	17,675
Balances at March 31, 2021	(2,985)	(3,902)

20 TAX OBLIGATIONS

	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Income and social contribution taxes	-	91,895	36,793	93,983
ICMS payable	27,188	198,906	28,684	214,857
Contribution Taxes on Gross Revenue for Social Integration Program (PIS) and Social Security Financing (COFINS)	-	57,772	4,624	64,658
Taxes payable - Foreign subsidiaries	-	-	3,425	4,900
Other taxes	12,861	17,747	18,821	24,532
Total	40,049	366,320	92,347	402,930

21 SOCIAL AND LABOR OBLIGATIONS

	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Salaries payable	36,681	39,816	41,815	47,944
Employee profit sharing	23,175	23,175	24,219	24,203
Provision for vacation pay 13th monthly salary and bonuses	70,891	66,186	86,048	80,224
Social charges	59,831	64,226	69,221	74,445
Total	190,578	193,403	221,303	226,816

22 PROVISION FOR TAX, CIVIL AND LABOR RISKS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

22.1 ACCOUNTING POLICY

The Company and its subsidiaries are party to tax, labor and civil lawsuits and administrative proceedings ongoing, arising in the normal course of operations and based on legal advisors' opinion, management set up a provision considered sufficient to cover estimated losses.

22.1.1 Tax provisions

These provisions take into consideration the individuality of each process, classification of loss, and internal and external legal advisors' evaluation. For proceedings classified as possible loss, management records a provision at the estimated amounts of court costs and attorney fees based on the historical and current contractual bases negotiated with its legal advisors, since the future disbursements of funds is likely. For proceedings rated as probable loss, provisions are recorded in the full amount of the risk measured.

22.1.2 Civil and labor provisions

Civil and labor provisions are periodically reviewed, considering the development of lawsuits, and the history of effectively settled amounts since an outflow of funds is likely in order to comply with these obligations.

22.2 BALANCES AND CHANGES IN THE PROVISION FOR TAX, CIVIL AND LABOR RISKS

	Parent Company				
	Civil	Labor	Tax	Judicial deposits	Total
Balance at December 31, 2020	28,202	56,752	26,091	(5,690)	105,355
Provisions/reversals	386	4,575	16	-	4,977
Restatement	-	-	54	-	54
Balance at March 31, 2021	28,588	61,327	26,161	(5,690)	110,386
Current liabilities	25,218	26,537	-	-	51,755
Noncurrent liabilities	3,370	34,790	26,161	(5,690)	58,631
Total	28,588	61,327	26,161	(5,690)	110,386

	Consolidated				
	Civil	Labor	Tax	Judicial deposits	Total
Balance at December 31, 2020	40,905	59,004	32,813	(10,426)	122,296
Provisions/reversals	1,464	5,059	309	-	6,832
Restatement	-	-	68	(1)	67
Balance at March 31, 2021	42,369	64,063	33,190	(10,427)	129,195
Current liabilities	38,999	29,273	-	-	68,272
Noncurrent liabilities	3,370	34,790	33,190	(10,427)	60,923
Total	42,369	64,063	33,190	(10,427)	129,195

Most significant tax provisions refer to:

- Disallowance of ICMS credit right in acquisitions from suppliers considered disreputable;
- Disallowance of ICMS credit right on energy, acquisitions of goods, rate difference, among others;
- Increase in SAT (Occupational Accident Insurance) rate and establishment of FAP (Accident Prevention Factor);
- Disallowance of expense with payment of interest on equity of prior years; and
- Requirement of INSS/IRRF on non-salary portions.

Regarding civil and labor provisions, the Company and its subsidiaries are party to civil and labor lawsuits that have consumption-related nature with different objects.

The Management analyzed the impacts of Covid-19 and concluded that there are no factors that indicate the need to increase the provision for tax, civil and labor contingencies.

22.3 CONTINGENT TAX LIABILITIES

According to Company legal advisors, contingent liabilities plus interest and inflation adjustment are as follows:

Nature	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Tax	320,379	322,887	355,462	355,549

Significant lawsuits related to contingent liabilities as of March 31, 2021 and December 31, 2020 are as follows:

- ICMS – Disreputable suppliers – Proceedings related to supposed undue credit-taking of ICMS related to the acquisition of goods from suppliers considered disreputable by the tax authorities. The restated amount of the lawsuits was R\$ 165,449 - Parent Company and R\$ 168,254 - Consolidated (R\$ 168,572 - Parent Company and R\$ 171,245 - Consolidated at December 31, 2020).
- Social Security Tax (INSS)/Withholding Income Tax (IRPF) non-wage installments – Refers to tax assessment notices filed for charging social security contribution on amounts considered by the Company as not taxable as well as application of ex-officio fine because income tax was not withheld on amounts. The INSS-related notice ended in the administrative phase and is subject to an action seeking to annul these debts. The restated amount was of R\$ 38,249 – Parent Company and Consolidated (R\$ 38,143 – Parent Company and Consolidated at December 31, 2020).
- Corporate Income Tax (IRPJ)/Social Contribution Tax on Net Profit (CSLL) - Interest on equity of prior years – Tax collection claim referring to IRPJ/CSLL, on disallowance of expenses with payment of interest on equity calculated based on prior year's equity. The restated amount was R\$ 28,331 in the Parent Company and in Consolidated (R\$ 28,252 in the Parent Company and in Consolidated as of December 31, 2020).
- ICMS - Disallowance of third-party credits - Disallowance of ICMS credits acquired from third parties in Rio de Janeiro State. The restated amount of the lawsuit was R\$ 19,397 - Parent Company and Consolidated (R\$ 19,375 - Parent Company and Consolidated at December 31, 2020).
- ICMS – inventory breakage – Refers to tax assessment notices and tax enforcements for collection of ICMS deriving from differences in tax and accounting inventories calculated through survey of inventory quantities. The restated amount of the lawsuits was R\$ 24,341 - Parent Company and R\$ 26,320 - Consolidated (R\$ 24,251 - Parent Company and R\$ 25,762 - Consolidated at December 31, 2020).
- ICMS - Centralization – ICMS delinquency notices received in January 2020 deriving from alleged errors in centralization of debt balances of establishments centralized in a centralizing establishment. The restated amount was R\$ 19,076 in the Consolidated (R\$ 19,054 in the Consolidated at December 31, 2020).
- Other contingent liabilities with the restated amount totaling R\$ 44,612 in the Parent Company and R\$ 55,835 in Consolidated (R\$ 44,294 in the Parent Company and R\$ 53,718 in the Consolidated at December 31, 2020) refer to various matters in the federal, state and municipal spheres.

22.4 CONTINGENT CIVIL AND LABOR LIABILITIES

For For the constitution of civil and labor lawsuits' provision, the obligations' historical effectively settled is considered, since they refer to massified civil lawsuits of a consumer civil nature and of diverse labor natures, whose proceeding amounts frequently do not reflect the contingency value and, therefore, the Management understands that the provision is the better way to reflect the exposure to this kind of risk. From the total of the civil lawsuit' amount, classified as possible loss, standout as exception to the massified lawsuit' concept, a lawsuit in the amount of R\$ 8,875, where the value of the fine to be applied for alleged contract termination is discussed.

22.5 CONTINGENT ASSETS

Camicado's proceeding was awarded a favorable decision by the Federal Regional Court of the 3rd Region, expressly recognizing the 5-year statute of limitations (the action was judged in March/2017 and its effects retroact to April/2012) and defining that "ICMS to be excluded from the PIS/COFINS base is the amount informed in the invoice". In light of this decision, the federal government filed an appeal with the Brazilian Supreme Court (STF) and the proceeding is currently suspended, awaiting the leading case to be defined in STF. Since this proceeding is still pending a final court decision, it is not possible to recognize the asset related to credits to be surveyed beginning as of 5 years preceding the filing of lawsuits up to March 2017 (Brazilian Supreme Court - STF decision date), estimated at R\$ 15,847. The amounts referring to calculation periods from March 2017 onwards, whose likelihood of an unfavorable outcome is rated as remote by Company legal advisors, have been recorded in P&L since then.

22.6 CVM/SNC/SEP MEMORANDUM CIRCULAR 01/2021 - PIS AND COFINS TAX CREDITS ON INPUTS

Based on the High Court of Justice (STJ) decision on Appeal to the High Court REsp 1.221.170/PR, which defined the concept of input for PIS and COFINS credit calculation purposes, taking into consideration the criteria relating to the essential nature or significance of the expense for the development of the taxpayer's economic activity, and prior decisions issued by the Board of Tax Appeals (CARF), by means of its Higher Board, subsequently to STJ decision, ensuring the right to PIS and COFINS credits on inputs for taxpayers primarily engaged in distribution and resale of goods (Decision 9303007.702), the Company recorded PIS and COFINS credits relating to expenses considered essential or significant for its activity, in 1Q21, amounting to R\$ 9,859 in selling expenses (R\$ 8,067 at March 31, 2020). Given the opinion of Company legal advisors, in the sense that the likelihood of an outflow of funds due to recording of such credits is possible or remote, no provision was set up, under the terms of CPC 25/IAS 37.

23 FINANCIAL INSTRUMENTS

Pursuant to internal policy approved by management, derivative financial instruments are entered into in order to hedge the currency risk taken in import orders, property and equipment items and foreign loans. The classification of its non-derivative financial assets and liabilities is determined upon initial recognition, pursuant to the business model in which the asset is managed and its contractual cash flow characteristics under CPC 48/IFRS 9. Financial liabilities are measured according to their nature and purpose.

23.1 ACCOUNTING POLICY

Derivatives are recognized at fair value through other comprehensive income, except Swaps: The fair values of derivative financial instruments are determined based on the macro-economic scenario indicators. The method for recognizing the resulting gain or loss depends on whether the derivative is or is not designated as a hedge instrument. If so, the method depends on the nature of the item that is being hedged. The Company adopts hedge accounting and assigns forward contracts (NDF) as cash flow hedge. Early in each transaction, the relationship between the hedge instruments and the hedge-protected items is documented, risk management objectives, strategy for conducting several hedge transactions and Company's evaluation on early and continued basis of the economic relation between the instrument and hedged item.

23.1.1 Cash flow hedge

The Company applies cash flow hedge accounting to protect itself against currency risk deriving from import orders not yet paid. The effective portion of the change in the fair value of designated derivatives and qualified as cash flow hedge, and not settled, is recognized in equity as Equity valuation adjustments in other comprehensive income (loss). This portion is realized upon elimination of risk for which derivative was contracted. Upon settlement of financial instruments, gains and losses previously deferred in equity are transferred from and included in initial measurement of asset's cost.

23.1.2 Swaps

In Swap transactions not designed for hedge accounting, gains or losses are recognized in finance income (costs).

23.2 FINANCIAL INSTRUMENTS BY CATEGORY

23.2.1 Parent Company

	Amortized cost	Fair value	Fair value through other comprehensive income (*)	Total
Financial assets				
Cash and cash equivalents	-	2,168,442	-	2,168,442
Interest-earning bank deposits	-	120,462	-	120,462
Trade accounts receivable	738,687	-	-	738,687
Derivative financial instruments (hedge)	-	-	30,671	30,671
Financial liabilities				
Loans, financing and debentures	(3,087,522)	-	-	(3,087,522)
Leases payable	(1,912,759)	-	-	(1,912,759)
Suppliers	(981,622)	-	-	(981,622)
Obligations with credit card administrators	(5,925)	-	-	(5,925)
Balance on March 31, 2021	(5,249,141)	2,288,904	30,671	(2,929,566)

	Amortized cost	Fair value	Fair value through other comprehensive income (*)	Total
Financial assets				
Cash and cash equivalents	-	1,761,439	-	1,761,439
Interest-earning bank deposits	-	139,212	-	139,212
Trade accounts receivable	1,839,223	-	-	1,839,223
Derivative financial instruments (hedge)	-	-	4,896	4,896
Financial liabilities				
Derivative financial instruments (hedge)	-	-	(30,327)	(30,327)
Loans, financing and debentures	(2,383,644)	(199,915)	-	(2,583,559)
Leases payable	(1,531,647)	-	-	(1,531,647)
Suppliers	(1,303,840)	-	-	(1,303,840)
Obligations with credit card administrators	(15,711)	-	-	(15,711)
Balance on December 31, 2020	(3,395,619)	1,700,736	(25,431)	(1,720,314)

23.2.2 Consolidated

	Amortized cost	Fair value	Fair value through other comprehensive income (*)	Total
Financial assets				
Cash and cash equivalents	-	2,351,690	-	2,351,690
Interest-earning bank deposits	-	520,544	-	520,544
Trade accounts receivable	2,686,095	-	-	2,686,095
Derivative financial instruments (hedge)	-	-	32,498	32,498
Financial liabilities				
Loans, financing and debentures	(3,087,522)	-	-	(3,087,522)
Financing - financial service operations	(760,010)	-	-	(760,010)
Leases payable	(2,262,639)	-	-	(2,262,639)
Suppliers	(1,164,394)	-	-	(1,164,394)
Obligations with credit card administrators	(1,101,792)	-	-	(1,101,792)
Balance on March 31, 2021	(5,690,262)	2,872,234	32,498	(2,785,530)

	Amortized cost	Fair value	Fair value through other comprehensive income (*)	Total
Financial assets				
Cash and cash equivalents	-	2,066,781	-	2,066,781
Interest-earning bank deposits	-	605,572	-	605,572
Trade accounts receivable	3,811,668	-	-	3,811,668
Derivative financial instruments (hedge)	-	-	5,435	5,435
Financial liabilities				
Derivative financial instruments (hedge)	-	-	(31,428)	(31,428)
Loans, financing and debentures	(2,383,644)	(239,370)	-	(2,623,014)
Financing - financial service operations	(761,965)	-	-	(761,965)
Leases payable	(1,862,387)	-	-	(1,862,387)
Suppliers	(1,500,355)	-	-	(1,500,355)
Obligations with credit card administrators	(1,193,168)	-	-	(1,193,168)
Balance on December 31, 2020	(3,889,851)	2,432,983	(25,993)	(1,482,861)

(*) Fair value through other comprehensive income, pursuant to CPC 48/ IFRS 9 classification.

23.3 FAIR VALUE MEASUREMENT AND HIERARCHY

The discounted cash flow method is used to measure fair value of financial assets and liabilities, whose assumption is present value of estimated cash flows based on future market quotations. For financial assets and liabilities whose book balances are reasonably close to fair value, fair values are not determined as established in CPC 40/ IFRS 7.

Management assessed the matters relating to the impacts of Covid-19 and concluded that future variations in CDI, inflation and US dollar quotation are already comprised in the methodology for calculating the fair value of financial instruments reflected in the equity position of financial assets and liabilities.

The Company measures fair value of debentures and financing – financial service operations – for disclosure purposes.

23.3.1 Parent Company

Financial assets and liabilities	03/31/2021		12/31/2020	
	Fair value	Book balance	Fair value	Book balance
Debentures	(2,493,868)	(2,435,304)	(1,410,113)	(1,419,097)
Working capital – Law 4131 Bacen – in Reais	-	-	(313,300)	(313,740)
Working capital – Bank Credit Notes	(660,811)	(652,218)	(659,539)	(650,807)
Total	(3,154,679)	(3,087,522)	(2,382,952)	(2,383,644)

23.3.2 Consolidated

Financial assets and liabilities	03/31/2021		12/31/2020	
	Fair value	Book balance	Fair value	Book balance
Debentures	(2,493,868)	(2,435,304)	(1,410,113)	(1,419,097)
Working capital – Law 4131 Bacen – in Reais	-	-	(313,300)	(313,740)
Working capital – Bank Credit Notes	(660,811)	(652,218)	(659,539)	(650,807)
Financing - financial service operations	(752,390)	(760,010)	(745,768)	(761,965)
Total	(3,907,069)	(3,847,532)	(3,128,720)	(3,145,609)

Financial assets and liabilities of the Company are classified in “Level 2” of the fair value hierarchy versus book balances.

Level 2 - Inputs that are observable for assets or liabilities, whether directly or indirectly, except for prices quoted (not adjusted) in active markets for identical assets or liabilities to which the Company may have access on the measurement date.

23.4 DERIVATIVE FINANCIAL INSTRUMENTS

Management of these instruments is based on operating strategies, aimed at liquidity, profitability and security. Foreign currency exchange, Non-Deliverable Forward (NDF) and Swap contracts are used as a hedging instrument for its exposure to volatility of foreign currency exchange and investments in derivatives or any other financial instruments are not made for speculation purposes. Breakdown of derivatives is segregated between items designated to hedge accounting (cash flow hedge) and not designated to hedge accounting:

Description of derivatives	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Designated for hedge				
NDF (Import orders)	30,671	(25,431)	32,498	(25,993)
Not designated for hedge				
Exchange rate swap	-	47,662	-	63,328
Total	30,671	22,231	32,498	37,335

As at December 31, 2020, swaps are stated in the balance of loans, financing and debentures (Note 16.2) and financing - financial service operations (Note 17.1), since they are in compliance with CPC 40/ IFRS 7.

23.4.1 Derivatives for hedge accounting

23.4.1.1 NDF (Non-Deliverable Forward)

Hedge Instrument				Hedged item	
Maturity dates	Currency	Notional amount	Fair value (*)	Transaction	Estimated maturity
04/30/2021 to 10/29/2021	USD	72,420	27,981	Goods import order	04/30/2021 to 10/29/2021
08/31/2021	EUR	6,684	2,690	Contract for import of PP&E	08/31/2021
Total - Parent Company		79,104	30,671		
04/30/2021 to 09/30/2021	USD	6,291	1,827	Goods import order	04/30/2021 to 09/30/2021
Total - Consolidated		85,395	32,498		

(*) Non-Deliverable Forward methodology is the cash flow discount in projections from "B3 S.A.- Brasil, Bolsa e Balcão".

In the period, NDF transactions used to hedge the cash flow risk of import orders were effective and complied with the levels established by CPC 48/IFRS 9.

23.4.1.2 Cash flow

The cash flows related to import orders of goods for resale are initially recorded in inventories and subsequently throughout the operation, in profit or loss as a cost of goods sold.

Cash flow from the import orders of future operations exposed to foreign currency hedged by derivatives is as follows:

	Within 3 months	4-6 months	7-12 months	>12 months	Total
Resale goods import orders – R\$	214,260	175,139	56,672	-	446,071
Notional amount - US\$	37,807	30,904	10,000	-	78,711

Expected dollar rate for the next disclosure: R\$ 5.6672

	Within 3 months	4-6 months	7-12 months	>12 months	Total
Contract for import of PP&E – R\$	-	44,501	-	-	44,501
Notional amount - EUR	-	6,684	-	-	6,684

Expected Euro rate for the next disclosure: R\$ 6.6578

23.4.2 Derivatives not for hedge accounting

23.4.2.1 Swaps

Instrument	Amount receivable (payable)	
	03/31/2021	12/31/2020
Exchange rate swap		
Working capital – Law 4131	-	47,662
Total - Parent Company	-	47,662
Exchange rate swap		
Working capital – Law 4131 (*)	-	15,666
Total - Consolidated	-	63,328

(*) Swap transactions of the parent company and subsidiaries were settled in January 2021, and are not expected to be renewed until the end of the period.

23.4.3 Changes in swaps

	Parent Company	Consolidated
Balance at January 1, 2020	(2,115)	(2,955)
Swap adjustment payment	3,555	3,715
Swap adjustment receipt	(122,289)	(288,794)
Change in fair value	168,511	351,362
Balance at December 31, 2020	47,662	63,328
Swap adjustment payment	-	-
Swap adjustment receipt	(44,651)	(59,085)
Change in fair value	(3,011)	(4,243)
Balance at March 31, 2021	-	-

23.5 CREDIT RISK

Rating - National Scale	Consolidated	
	03/31/2021	12/31/2020
brAAA	12,685	40,283
brA+	19,813	5,435
brA-	-	23,045
Total - Derivative financial instrument (assets)	32,498	68,763

According to the major risk rating agencies, in the table beside are shown the ratings of credit risk of derivative financial instruments.

24 OTHER OBLIGATIONS

	Parent Company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Prepaid revenues (i)	28,629	247	59,001	27,278
Obligations with customers (ii)	24,238	31,952	100,117	98,639
Obligations related to transactions w/ insurance (iii)	-	7	6,880	6,080
Transfer of operation of financial products (iv)	2,984	7,980	-	-
Acquisition of ICMS credits (v)	9,475	13,999	9,529	14,083
Marketplace partners (vi)	-	-	6,971	4,694
Suppliers' agreements (vii)	55,177	4,780	55,177	4,780
Other obligations (viii)	5,469	5,606	16,727	15,085
Total	125,972	64,571	254,402	170,639
Current liabilities	103,069	64,571	203,969	145,835
Noncurrent liabilities	22,903	-	50,433	24,804
Total	125,972	64,571	254,402	170,639

- i) Advance of payroll agreements from financial institution, insurance exclusivity premiums with the insurance company and Co-branded card ("Meu Cartão") incentive premium.
- ii) Balances in favor to clients (credits may be used as payment for purchases in the Company) and goods bought from bridal registries, but not yet delivered.
- iii) Advances related to insurance operations related to exclusivity contract and insurance premiums paid by clients to be transferred to the insurance company.
- iv) Transfers referring to Renner card operations with Realize CFI and transfers from Camicado's sales.
- v) Balances payable corresponding to the acquisition of ICMS credits.
- vi) Transfers to sales people for marketplace services in Camicado.
- vii) Balances of agreements with suppliers referring to transfers to BNDES.
- viii) Balances payable corresponding to royalties, payroll advance loans, among others.

25 TRANSACTIONS WITH RELATED PARTIES

The Parent Company, subsidiaries and related persons perform transactions among themselves, related to the financial, business and operational aspects of the Company. Most significant transactions are as follows:

25.1 PARENT COMPANY'S CONTEXT

25.1.1 Rent agreements

In August 2018, rent agreements were updated by means of an addendum with subsidiary Dromegon referring to the buildings of the stores located in downtown Porto Alegre, Santa Maria and Pelotas, effective for ten years, which may be renewed. Amounts were set at 4.29%, 4% and 4%, respectively, on gross monthly sales of stores.

25.1.2 Quick withdrawal extension service agreement

The Company offers Renner's customers Quick Withdrawal financial services by means of its indirect subsidiary, Realize CFI and is a party in the transaction through its operating infrastructure, providing bank correspondent product services.

25.1.3 Use of Renner Card and Co-branded card ("Meu Cartão") in Camicado

One of the main synergy drivers in the Camicado is the acceptance of Renner Card (CCR) and Co-branded card ("Meu Cartão").

25.1.4 Renner Credit Card Operations - Realize

As from April 2019, in line with the reorganization strategy and business specialization, the sales through the Renner Credit Card (Private Label) started being recorded in indirect subsidiary Realize CFI.

25.1.5 Agreement to apportion corporate costs and expenses

To optimize the corporate structure, Lojas Renner and its subsidiaries entered into agreements among themselves to share their structures, mainly focused on sharing back-office and corporate structures. For foreign subsidiaries, the sharing of corporate expenses is charged by the parent company in the form of service exports.

25.1.6 Import intermediation

The Parent Company carries out commercial transactions with its subsidiary LRS, which operates as an import intermediary, in line with the strategy of approximation and development of international base of suppliers. Revenue from intermediation commission was recognized at a price compatible with market conditions.

25.1.7 Export of goods

The Parent Company carries out commercial transactions with its subsidiaries LRU and LRA related to the export of goods for building inventories for retail transactions in these countries, priced considering the market conditions.

25.1.8 Purchase of ICMS credits

On May 29, 2019, a pledge agreement was granted for the assignment of ICMS credits in the amount of R\$ 9,446 on behalf of subsidiary Camicado to the Parent Company, which paid the present value of R\$ 9,109 using a rate of 0.5% per month. These tax credits are under approval process for qualification with the Treasury Department of the State of São Paulo for transfer to the Parent Company, at which time the effect arising from the negative goodwill of this operation will be recognized.

25.1.9 Guarantees

The parent company figures as guarantor and is jointly liable for certain financial transactions performed by subsidiaries. As at March 31, 2021 and December 31, 2020, these balances were as follows:

	03/31/2021	12/31/2020
Camicado		
Financing in foreign currency – Law 4131	-	39,455
Realize CFI		
Financial bills	316,788	315,203
Bank Credit Notes	51,848	51,270
Interbank Deposit Certificates	105,235	103,850
Total	473,871	509,778

25.2 CONSOLIDATED CONTEXT

25.2.1 Agreements or other significant obligations between the Company and its management members

According to Chapter IV, art. 13 of the Company's Bylaws, Company management is incumbent upon the Board of Directors and management members are described in for a term of office drafted in a book, signed by the invested management member, not requiring any guarantee of management, and conditioned to the prior signature of the Statement of Compliance of Management Members regarding the Novo Mercado Listing Rules.

The Board of Directors, elected at Shareholders' Meeting, have unified terms of office of one year, re-election being permitted. The Board members in office are automatically considered appointed for re-election by their joint proposal. The Executive Board, with members who are elected and may be removed at any time by the Board of Directors, has a two-year term, with reelection permitted. It is related to the company through a service agreement, the remuneration of which comprises a fixed component adjusted annually according to the INPC index and a variable component according to the Company's financial performance.

25.2.2 Compensation of the members of the Board of Directors and Executive Board (the "Management")

Pursuant to Corporation Law and the Company's bylaws, it is the responsibility of shareholders, at an Annual Shareholders' Meeting, to set the total annual compensation amount of the key management personnel, and of the Board of Directors to distribute the allowance among the management members after considering the Committee of Persons' opinion.

The Annual Shareholders' Meeting held on April 29, 2020, approved the management members' overall compensation limit up to R\$ 38,800 for 2020. This amount consists of funds that include fixed compensation of management members, variable compensation, which considers the participation in meetings and statutory participation (article 34 of the Bylaws and paragraph 1 of article 152 of Law 6404/76), and the cost of the share plan and the restricted share plan (Notes 29 and 30).

These amounts are summarized as follows:

	Parent Company		Consolidated	
	1Q21	1Q20	1Q21	1Q20
Management compensation	(5,009)	(5,410)	(5,354)	(5,749)
Stock option plan	(1,589)	(2,693)	(1,589)	(2,693)
Restricted share plan	(919)	(948)	(919)	(948)
Total	(7,517)	(9,051)	(7,862)	(9,390)

Total management compensation is impacted by operating and financial indicators in the Company's profit or loss. Balances and transactions with related parties

25.3 BALANCES AND TRANSACTIONS WITH RELATED PARTIES

25.3.1 Accounting policy

Intercompany transactions including balances, and unrealized gains and losses deriving from such transactions, are eliminated. The accounting policies of the subsidiaries are consistent with the practices adopted by the parent company. The main balances in the statement of financial position and P&L relating to transactions with related parties arise from transactions under usual market and contractual conditions.

25.3.2 Balances with related companies

Operations - Assets (liabilities)	RACC	Dromegon	Camicado	Youcom	LRS	Realize Participações S.A.	LRU	LRA	Realize CFI	Total
Accounts receivable										
Export of goods for resale	-	-	-	-	-	-	23,633	15,383	-	39,016
Co-branded card ("Meu Cartão") operations	-	-	-	-	-	-	-	-	203,254	203,254
Renner credit card (New Private Label)	-	-	-	-	-	-	-	-	474,279	474,279
Other assets										
Renner credit card	-	-	-	-	-	-	-	-	1,596	1,596
Credit with related parties										
Sharing of expenses/provision of services	5	-	654	575	1,572	4	2,019	7,466	5,529	17,824
Debits with related parties										
Sharing of expenses	-	-	-	-	(235)	-	-	-	-	(235)
Rents payable	-	(116)	(27)	-	(313)	-	-	-	-	(456)
Obligations with credit card administrators										
Co-branded card ("Meu Cartão") operations	(402)	-	-	-	-	-	-	-	(5,523)	(5,925)
Other obligations										
Renner credit card operations (Private Label)	-	-	-	-	-	-	-	-	(2,984)	(2,984)
Total at March 31, 2021	(397)	(116)	627	575	1,024	4	25,652	22,849	676,151	726,369

Operations - Assets (liabilities)	RACC	Dromegon	Camicado	Youcom	LRS	Realize Participações S.A.	LRU	LRA	Realize CFI	Total
Accounts receivable										
Export of goods for resale	-	-	-	-	-	-	22,748	15,736	-	38,484
Co-branded card ("Meu Cartão") operations	-	-	-	-	-	-	-	-	359,772	359,772
Renner credit card (New Private Label)	-	-	-	-	-	-	-	-	810,639	810,639
Other assets										
Renner credit card	-	-	-	-	-	-	-	-	1,836	1,836
Credit with related parties										
Sharing of expenses/provision of services	170	6	692	570	1,358	4	415	7,466	8,892	19,573
Debits with related parties										
Sharing of expenses	-	-	-	-	(235)	-	-	-	-	(235)
Rents payable	-	(874)	(23)	-	(313)	-	-	-	-	(1,210)
Obligations with credit card administrators										
Co-branded card ("Meu Cartão") operations	(1,377)	-	-	-	-	-	-	-	(14,334)	(15,711)
Other obligations										
Renner credit card operations (Private Label)	-	-	-	-	-	-	-	-	(7,980)	(7,980)
Total at December 31, 2020	(1,207)	(868)	669	570	810	4	23,163	23,202	1,158,825	1,205,168

25.3.3 Transactions with related companies

Type of revenue (expense)	Dromegon	Camicado	Youcom	LRS	LRU	LRA	Realize CFI	Total
Apportionment of corporate expenses	20	1,679	1,793	(664)	-	-	8,251	11,079
Intermediation commission	-	-	-	(5,432)	-	-	-	(5,432)
Property rent expenses	(689)	-	-	-	-	-	-	(689)
Revenue from rendering of services	-	-	-	-	2,288	-	14,637	16,925
Export of goods and costs	-	-	-	-	14,985	1,275	-	16,260
Total at March 31, 2021	(669)	1,679	1,793	(6,096)	17,273	1,275	22,888	38,143
Apportionment of corporate expenses	19	2,110	1,701	(533)	-	-	10,647	13,944
Intermediation commission	-	-	-	(4,067)	-	-	-	(4,067)
Property rent expenses	(1,091)	-	-	-	-	-	-	(1,091)
Revenue from rendering of services	-	-	-	-	1,362	-	20,186	21,548
Export of goods	-	-	-	-	14,108	3,707	-	17,815
Total at March 31, 2020	(1,072)	2,110	1,701	(4,600)	15,470	3,707	30,833	48,149

26 EQUITY

26.1 CAPITAL

The Company's authorized capital limit is 1,361,250,000 (one billion, three hundred and sixty-one million and two hundred fifty thousand) common shares, all without par value. Within the limits authorized in the Articles of Association and by decision of the Board of Directors, the Company will be able to increase the capital independently of statutory reform. The Board will determine the conditions for the share issuance, including price and timeframe for payment. On April 29, 2021 a meeting of the Board of Directors authorized the increase in the Company's capital stock, further details in note 37.1.

According to article 40 of the Company's By-laws, any person or group of shareholders that acquires or becomes the holder of shares issued by the Company (Purchasing Shareholder) in a quantity greater than or equal to 20% of the total shares issued, shall, within 60 days after the date of acquisition, hold a Public Offering (PO) for the acquisition of all the shares, complying with provisions of CVM regulations, of the regulations of B3 and of the Company's By-laws. As of March 31, 2021, no shareholder Parent Companyly holds ownership interest greater than or equal to 20%.

Each common share corresponds to the right to one vote in the deliberations of the General Meeting, as well as the right to participate in the allocation of income, in the form of dividends, proposed in compliance with By-laws and in accordance with articles 190 and 202 of Law 6404/76, which establish minimum mandatory dividend of 25% of adjusted net income.

26.1.1 Changes in capital and paid-up shares are shown below:

	Number of shares (in thousands)	Total
Balance at January 1, 2020	795,558	3,795,634
Capital increase, Board of Directors Meeting on May 21, August 08, and November 19	612	9,692
Balance at December 31, 2020	796,170	3,805,326
Balance at March 31, 2021	796,170	3,805,326

26.2 TREASURY SHARES

	Number (in thousands)	Amount	Average price
Balance at January 1, 2020	1,831	35,549	19.42
Disposal of shares	(672)	(13,052)	19.42
Repurchase of shares	2,000	96,964	48.48
Balance at December 31, 2020	3,159	119,461	37.82
Disposal of shares	(239)	(9,011)	37.82
Balance at March 31, 2021	2,920	110,450	37.82

26.3 CAPITAL RESERVES

26.3.1 Stock option plan reserve and restricted share plan

These reserves are matched against expenses with the stock option plan and restricted shares (Notes 29 and 30), the allocation of which depends on resolution at the Special Shareholders' Meeting. As at March 31, 2021, this balance is R\$ 92,620 (R\$ 94,031 at December 31, 2020).

26.4 INCOME RESERVES

26.4.1 Legal reserve

In compliance with art. 193 of Law 6404/76 and art. 34, item (a) of the Company's Bylaws, the legal reserve is set up at amount equivalent to 5% of net income for each year. As at March 31, 2021, this balance is R\$ 109,768 (R\$ 109,768 at December 31, 2020).

26.4.2 Reserve for investment and expansion

This reserve is recorded as decided by the management bodies to cover the Company's expansion plan investments, as provided for in article 34, item (c) of the By-laws. As at March 31, 2021, this balance is R\$ 1,421,744 (R\$ 1,421,244 at December 31, 2020).

26.4.3 Tax incentive reserve

The Company uses ICMS tax incentives in the form of "deemed credit," with its impacts on profit or loss. Management, in view of the publication of Supplementary Law 160/17 and in compliance with Law 6404/76, allocated these amounts as tax incentive reserve. As at March 31, 2021, this balance is R\$ 162,812 (R\$ 162,812 at December 31, 2020).

26.4.4 Additional dividend proposed

As at March 31, 2021, no dividends were proposed in addition to mandatory minimum dividends. The balance of R\$ 191 corresponding to prior years' dividends prescribed (R\$ 191 at December 31, 2020) remains.

26.5 OTHER COMPREHENSIVE INCOME (LOSS)

This refers to cumulative translation adjustments, hyperinflation adjustments and unrealized profit or loss on derivative financial instruments as equity valuation adjustments. This amount represents accumulated gains, net of taxes, of R\$ 89,465 as at March 31, 2021 (R\$ 26,905 of gains, net of taxes at December 31, 2020).

27 DIVIDENDS AND INTEREST ON EQUITY

27.1 ACCOUNTING POLICY

The bylaws and corporate law establishes a minimal dividends distribution of 25% from adjusted annual net income. If such limit was not attained by remunerations, management records a provision at the end of year in the amount of the mandatory minimum dividend that has not yet been distributed. The dividends that exceed this limit are segregated in a specific equity account denominated "Additional dividends proposed". When decided by management, interest on equity is calculated in dividends for the year. The tax benefit of interest on equity is recognized in the statement of profit or loss.

27.2 DISTRIBUTION OF INTEREST ON EQUITY

As at March 31, 2021 and 2020, the statement of the proposal for distribution of interest on equity is as follows:

27.2.1 Statement of distribution proposal

Period	Nature	Payment	(*) Outstanding shares (thousand)	R\$/share			
				03/31/2021	03/31/2020	03/31/2021	03/31/2020
1Q21	IOE – Board of Directors Meeting 03/15/2021	April/2022	793,250	0.073498	58,302	0.073638	58,351
Total				0.073498	58,302	0.073638	58,351

(*) The number of outstanding shares does not consider treasury shares.

Interest on equity was deducted when calculating income and social contribution taxes. Tax benefits of this deduction for the three-month period ended March 31, 2021 were approximately R\$ 19,823 (R\$ 19,839 at March 31, 2020).

28 EARNINGS PER SHARE

Basic earnings per share were calculated by dividing profit attributable to shareholders by the weighted average number of common shares issued in the period. Diluted earnings per share are calculated by adjusting the weighted average number of common shares outstanding, presuming the conversion of all the potentially dilutive common shares for the share options that may be exercised. The number of shares calculated as described is compared with the number of issued shares, assuming that the stock option is exercised. Basic and diluted earnings per share are as follows:

Basic/Diluted numerator	Parent Company and Consolidated	
	1Q21	1Q20 Restated (*)
Net income (loss) for the period	(147,703)	7,137
Weighted average of common shares, net of treasury shares	793,093	793,555
Potential increase in common shares because of the option plan	1,554	2,209
Net earnings (loss) per share – basic - R\$	(0.1862)	0.0090
Net earnings (loss) per share – diluted - R\$	(0.1859)	0.0090

(*) Restatement of comparative balances due to the change in the accounting policy for leases, as described in Note 3.6.1.1.

29 STOCK OPTION PLAN

29.1 ACCOUNTING POLICY

The Company approved a stock option plan for selected management members and executives, offering them the possibility of acquiring the Company's shares in the form and at conditions described in the plan. Fair value of granted stock option plans is calculated at the date of grant using the Black&Scholes model. Expense is recorded at on a pro rata basis, which starts on grant date and ends on the date in which the beneficiary acquires the right to exercise the option. The Company maintains one stock option plan, totaling five programs and two ongoing contract grants. Details of the 2nd stock option plan are as follows:

29.2 2ND STOCK OPTION PLAN - CHARACTERISTICS

On September 23, 2015, at the Special Shareholders' Meeting a new stock option plan was approved. Each program will have four tranches, with 25% being exercisable after one year and successively. On February 09, 2017 and February 07, 2019, new contractual options grants were approved by the Chief Executive Officer, which provide for the same conditions as the 2nd Stock option plan.

The plan is supervised by the Committee of Persons ("Committee"), created according to the Company's Bylaws, which is composed of independent members of the Board of Directors ("Board"). Committee members may not be benefited in stock options. Once an option becomes exercisable, the beneficiary (selected management members and executives) may exercise it at any time, at its own discretion, up to the end of the 6-year period counted as from such option grant date. The plan also provides for the right to exercise the option in case of death, retirement or permanent disability of the member.

In case of obligation of carrying out a public offering, under the terms of Art. 39, 40, 41 and 42 of the Bylaws, or in the event of success of the tender offer of the Company, if a Plan participant is terminated (within 12 months concerning the plan approved in 2015) without cause of by initiative of the Company, all options granted to the respective participant and that are not yet vested shall automatically become vested.

29.3 POSITION OF STOCK OPTION PLAN

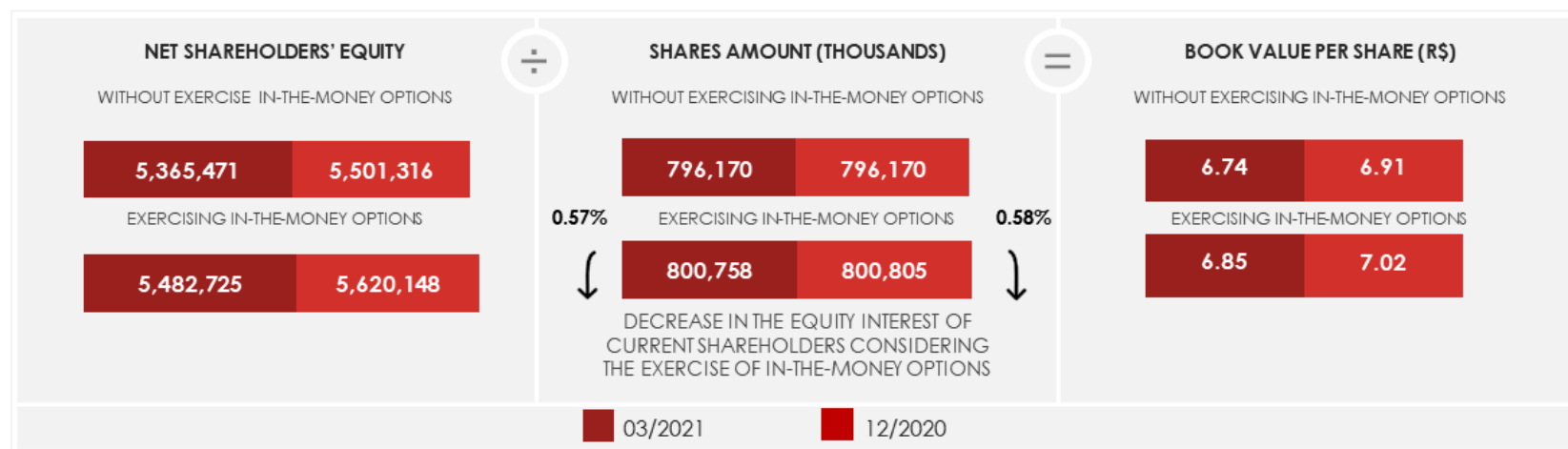
Fair Value	Strike Price	Grant Date*	Grants	Balance at 3/31/2021 (Amount/thousands)	Available for exercise	Vesting Period **			Balance at 12/31/2020 (Amount/thousands)
						2nd tranche	3rd tranche	4th tranche	
9.40	14.00	2/4/2016	1st GRANT	410	410	-	-	-	410
10.15	19.73	2/9/2017	2nd GRANT	672	672	-	-	-	680
10.15	19.73	2/9/2017	CONTRACTUAL GRANT	1,721	1,721	-	-	-	1,721
15.36	32.91	2/8/2018	3rd GRANT	812	609	-	-	203	827
19.21	38.62	2/7/2019	CONTRACTUAL GRANT	133	67	-	33	33	133
19.21	38.62	2/7/2019	4th GRANT	840	420	-	210	210	864
24.45	57.70	2/5/2020	5th GRANT	1,082	271	271	271	269	1,118
TOTAL				5,670	4,170	271	514	715	5,753

(*) Limit of 6 years to exercise the options as from grant date.

(**) The options will be available for exercise after the vesting requirements per tranche are complied with. The vesting period of the 1st tranche ends one year after grant date, the 2nd tranche two years after grant date and so forth.

The closing share price of the Company as of March 31, 2021 is R\$ 42.59 (R\$ 43.54 at December 31, 2020).

Each option corresponds to the right to subscribe one share of the Company. As at March 31, 2021, there were 4,588 thousand options in the Money (4,635 thousand options in the Money at December 31, 2020). Beside we show the effects in the net equity per share and the respective percentage of reduction in the ownership interests of the current shareholders:



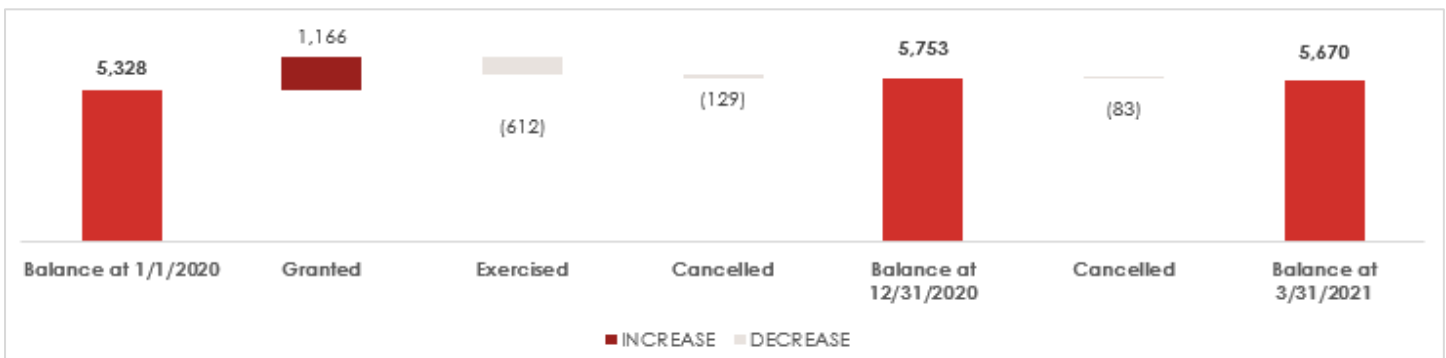
29.4 ASSUMPTIONS FOR FAIR VALUE MEASUREMENT OF STOCK OPTION PLAN

Fair value of granted stock option plans is calculated at the date of grant using Black&Scholes model. For determining such value, the Company adopted assumptions such as:

- a) Exercise value of option: weighted average rate over the last 30 share trading sessions of Lojas Renner S.A before the grant date.
- b) Share price volatility: weighting of the trading historical of the Company's share.
- c) Risk-free interest rate: using Interbank Deposit Certificate (CDI) available on the grant date and projected for the maximum grace period of the option.
- d) Estimated dividend: payment of dividends per share in relation to the market value of shares on the grant date.
- e) Vesting period: maximum period for beneficiaries to exercise their options.

Management assessed the matters relating to the impacts of Covid-19 and concluded that future variations in share price and CDI had no impact on the methodology for calculating fair value of the options granted, since fair value pricing of these options occurred prior to the pandemic impacts.

29.5 CHANGES IN STOCK OPTION PLAN



In the three-month period ended March 31, 2021, the expense with the stock option plan amounted to R\$ 3,734 (R\$ 4,982 in the three-month period ended March 31, 2020) – Parent Company and Consolidated.

30 RESTRICTED SHARE PLAN

30.1 ACCOUNTING POLICY

The Company approved a restricted share plan for selected management members and executives whose expense is recorded on a pro rata basis (from grant date to the date in which the Company transfers the right of shares to the beneficiary) and corresponds to the number of issued shares multiplied by the share price on grant date. Provision for social security contributions is updated monthly according to the closing price of the Company.

On September 23, 2015, a Restricted Shares Plan was approved at the Special Shareholders' Meeting, administered by the Committee – composed of independent members of the Board of Directors – which provides that the members of both bodies will not be eligible for the Restricted Shares contained therein.

30.2 MAIN CHARACTERISTICS

The Board of Directors may grant a number of registered and book-entry common shares of the Company, which are under treasury, not in excess of 1% of the totality of issued shares upon recommendation of the Committee, management members and executives who occupy strategic positions for the businesses.

The definite transfer of restricted shares to the participants is conditioned to the fulfillment of a grace period of three years for each grant, and at the end of the grace period, the participant shall have an employment agreement with the Company; otherwise, the grants shall be cancelled. Restricted shares which grace period has not been completed yet shall be due and shall be transferred to the owners, heirs or successors in case of death, permanent invalidity or retirement.

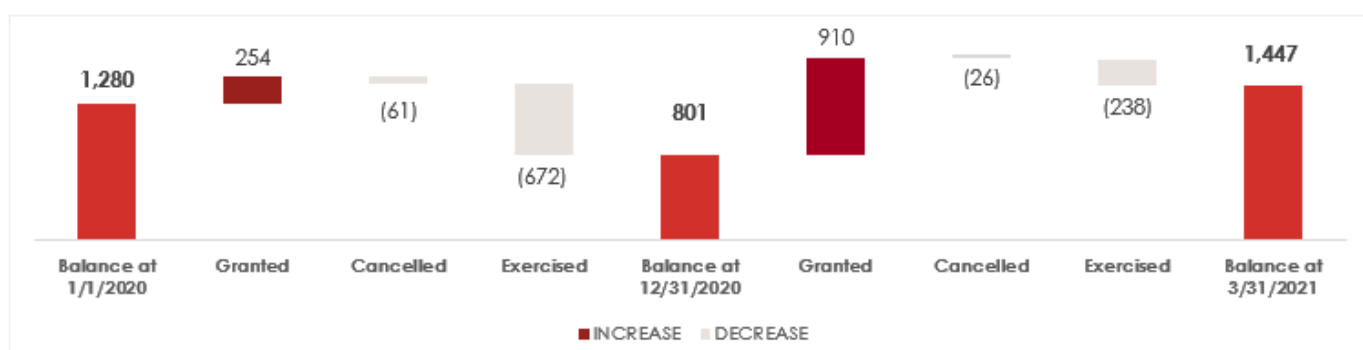
In case of mandatory public offer pursuant to the terms of Art. 39, 40, 41 and 42 of the Bylaws, or in the hypothesis public offer is successful for acquisition of the Company's control, if any of these cases result in termination without cause of a Plan member at the Company's initiative, all restricted shares assigned to the participant and still within grace year will be transferred to the member by recommendation of the Committee and if approved by the Board of Directors.

The contractual grants have the same conditions of exercise and grace period of the other existing grants.

30.3 POSITION OF RESTRICTED SHARE PLAN

Grant Date	Grants	Balance at 3/31/2021 (Amount/thousands)	Vesting Period			Balance at 12/31/2020 (Amount/thousands)
			2022	2023	2024	
2/8/2018	3rd GRANT	-	-	-	-	238
2/7/2019	CONTRACTUAL GRANT	40	40	-	-	40
2/7/2019	4rd GRANT	264	264	-	-	280
2/5/2020	5rd GRANT	233	-	233	-	243
2/11/2021	6rd GRANT	910	-	-	910	-
TOTAL		1,447	304	233	910	801

30.4 CHANGES IN RESTRICTED SHARE PLAN



As at March 31, 2021, expenses with the restricted share plan, including principal of R\$ 3,866 (R\$ 2,776 at March 31, 2020) and social charges of R\$ 1,935 (R\$ 1,147 reversal of expenses at March 31, 2020), amounted to R\$ 5,801 (R\$ 1,629 at March 31, 2020).

31 INFORMATION PER BUSINESS SEGMENT

31.1 ACCOUNTING POLICY

The operating segments presented below are consistently organized with the internal report supplied to the Board of Directors, the main decision maker, in charge of allocating funds and evaluating performance of operating segments:

- a) **Retail:** sale of garment items, perfumery, cosmetics, watches, as well as the home & decoration segment; including Renner, Camicado, Youcom, Ashua operations and also in Uruguay and Argentina.
- b) **Financial products:** granting of quick withdrawals, financing of purchases and insurance, and the practice of asset and liability operations inherent to credit companies, such as Meu Cartão.

	Retail		Financial Products		Consolidated	
	1Q21	1Q20 Restated (*)	1Q21	1Q20 Restated (*)	1Q21	1Q20 Restated (*)
Net operating revenue	1,363,717	1,550,180	216,977	313,581	1,580,694	1,863,761
Cost of sales	(653,502)	(691,240)	(3,898)	(5,434)	(657,400)	(696,674)
Gross profit	710,215	858,940	213,079	308,147	923,294	1,167,087
Sales	(653,658)	(575,529)	-	-	(653,658)	(575,529)
General and administrative expenses	(229,018)	(202,935)	-	-	(229,018)	(202,935)
Losses on receivables, net	-	-	(52,105)	(199,325)	(52,105)	(199,325)
Other operating income (expenses)	1,168	3,890	(91,642)	(88,158)	(90,474)	(84,268)
Income from (loss on) segments	(171,293)	84,366	69,332	20,664	(101,961)	105,030
Depreciation and amortization	(105,897)	(96,123)	(4,747)	(3,545)	(110,644)	(99,668)
Stock option plan					(3,734)	(4,982)
Income/loss from write-off and estimated losses on PP&E					67	168
Finance income (costs), net					(35,307)	(17,980)
Income and social contribution taxes					103,876	24,569
Net income (loss) for the period					(147,703)	7,137

(*) Restatement of comparative balances due to the change in the accounting policy for leases, as described in Note 3.6.1.1.

The result shown does not deduct the expenses with depreciation and amortization of PP&E and intangible assets, with the stock option plan and income/loss resulting from write-off of assets. The exclusion of these expenses in the calculation is in line with the manner in which management evaluates the performance of each business and its contribution to cash generation. Finance income/(costs) are not allocated by segment (except for finance income (costs) due to application of CPC 06 (R2)/IFRS 16, since their composition is more related to corporate decisions on capital structure than to the nature of income/loss of each business segment.

32 REVENUES

32.1 ACCOUNTING POLICY

CPC 47/IFRS 15 – Revenue from Contracts with Customers establishes a model aimed at evidencing whether the accounting criteria were satisfied, in compliance with the following steps:

- Identification of the contract with the customer;
- Identification of performance obligations;
- Determination of transaction price;
- Allocation of transaction price; and
- Revenue recognition upon satisfaction of performance obligations.

Considering these aspects, revenues are recorded at the amount that reflects the Company's expectation of receiving in consideration for the products and financial services offered to customers.

Gross revenue is presented less rebates, discounts and eliminations of revenues between related parties and adjustment to present value, as per Note 7.1.

Sale of goods – retail: the Company operates both in e-commerce and at points of sale, and revenue is recognized in profit or loss when the product is delivered to the customer. Sales are spotted in cash, debit cards or with forward installments options through third-party cards, Renner card and financing granted by the indirect subsidiary Realize CFI.

Sales of financial products and services: the Company carries out own credit transactions and offers quick withdrawals and sales financing through indirect subsidiary Realize CFI and agreements with other financial institutions (balances of operations carried out up to April 1, 2019). Operating income, net is recognized considering effective interest rate, throughout contract validity and for agreed operations, according to the effective provision of services.

32.2 BREAKDOWN

	Parent Company		Consolidated	
	1Q21	1Q20	1Q21	1Q20
Gross operating revenue	1,685,843	1,934,017	2,151,767	2,478,859
Sales of goods	1,677,491	1,915,119	1,919,010	2,148,076
Financial products and services	8,352	18,898	232,757	330,783
Deductions	(501,820)	(546,576)	(571,073)	(615,098)
Returns and cancellations	(146,244)	(125,285)	(162,175)	(138,169)
Taxes on sales	(353,483)	(418,327)	(393,118)	(459,727)
Taxes on financial products and services	(2,093)	(2,964)	(15,780)	(17,202)
Net operating revenue	1,184,023	1,387,441	1,580,694	1,863,761

According to our product return policy, the customer receives a bonus voucher at the same price of the returned product for use in a new purchase.

33 EXPENSES PER TYPE

The Company's statements of profit or loss are shown per function. Expenditures are shown per nature.

33.1 SELLING EXPENSES

	Parent Company		Consolidated	
	1Q21	1Q20 Restated (*)	1Q21	1Q20 Restated (*)
Personnel	(196,034)	(191,853)	(233,626)	(231,902)
Occupancy	(63,298)	(52,253)	(83,579)	(65,484)
Discounts - leases payable	20,738	-	25,970	-
Outsourced services	(11,643)	(8,781)	(18,192)	(12,016)
Freight	(34,860)	(7,660)	(40,505)	(10,440)
Utilities and services	(59,321)	(57,136)	(67,794)	(64,651)
Advertising and promotion	(61,907)	(33,239)	(72,560)	(42,062)
Depreciation and amortization	(57,160)	(56,118)	(69,852)	(70,672)
Depreciation - rights-of-use, net of taxes	(68,361)	(59,747)	(83,927)	(74,331)
Other expenses	(38,130)	(39,309)	(47,752)	(48,535)
Total	(569,976)	(506,096)	(691,817)	(620,093)

(*) Restatement of comparative balances due to the change in the accounting policy for leases, as described in Note 3.6.1.1.

33.2 GENERAL AND ADMINISTRATIVE EXPENSES

	Parent Company		Consolidated	
	1Q21	1Q20 Restated (*)	1Q21	1Q20 Restated (*)
Personnel	(100,565)	(90,429)	(112,693)	(100,000)
Occupancy	(567)	(764)	(1,793)	(2,424)
Discounts - leases payable	4,837	-	4,837	-
Outsourced services	(39,756)	(29,352)	(47,287)	(36,044)
Freight	(26,210)	(21,744)	(28,662)	(24,977)
Utilities and services	(12,032)	(12,754)	(13,645)	(14,439)
Depreciation and amortization	(31,634)	(24,192)	(36,045)	(25,451)
Depreciation - rights-of-use, net of taxes	(5,879)	(7,077)	(6,743)	(7,438)
Other expenses	(8,346)	(7,882)	(12,282)	(12,380)
Total	(220,152)	(194,194)	(254,313)	(223,153)

(*) Restatement of comparative balances due to the change in the accounting policy for leases, as described in Note 3.6.1.1.

33.3 OTHER OPERATING INCOME (EXPENSES)

	Parent Company		Consolidated	
	1Q21	1Q20	1Q21	1Q20
				Restated (*)
Expenses with financial products and services	(21,033)	(26,045)	(91,006)	(87,571)
Depreciation and amortization	(891)	(1,001)	(4,747)	(3,545)
Depreciation – rights-of-use, net of taxes	-	-	(164)	(141)
Income (expenses) from write-off of PP&E	(79)	(27)	67	168
Stock option plan	(3,734)	(4,982)	(3,734)	(4,982)
Other operating income (expenses)	1,564	(2,043)	300	(6,395)
Recovery of tax credits	639	8,927	862	10,313
Employee profit sharing	-	-	-	(28)
Total	(23,534)	(25,171)	(98,422)	(92,181)

(*) Restatement of comparative balances due to the change in the accounting policy for leases, as described in Note 3.6.1.1.

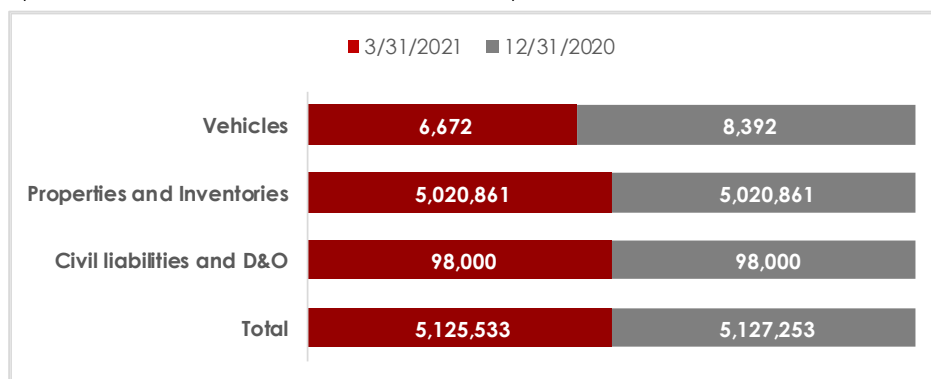
34 FINANCE INCOME (COSTS), NET

	Parent Company		Consolidated	
	1Q21	1Q20	1Q21	1Q20
		Restated (*)		Restated (*)
Finance income	11,937	10,079	46,030	25,579
Gains from cash equivalents	8,765	9,194	8,947	9,560
Foreign exchange gains	300	448	3,514	11,098
Inflation adjustment	-	-	30,153	4,160
SELIC interest on tax credits	2,757	-	2,757	-
Other finance income	115	437	659	761
Finance costs	(79,477)	(50,957)	(124,246)	(75,346)
Interest on loans, financing and swap	(26,850)	(13,978)	(26,865)	(14,558)
Interest on leases	(36,486)	(25,254)	(42,909)	(31,787)
Foreign exchange losses	(12,832)	(9,704)	(27,767)	(15,458)
Interest payable	(180)	(283)	(246)	(568)
Inflation adjustment	-	-	(22,700)	(9,328)
Other finance costs	(3,129)	(1,738)	(3,759)	(3,647)
Finance income (costs), net	(67,540)	(40,878)	(78,216)	(49,767)

(*) Restatement of comparative balances due to the change in the accounting policy for leases, as described in Note 3.6.1.1.

35 INSURANCE COVERAGE

The Company and its subsidiaries have insurance policies taken out with the main insurance companies in Brazil, which were determined as per guidance provided by experts and take into consideration the nature and the value of risk involved. As at March 31, 2021, the Company and its subsidiaries had insurance coverage for civil liability and property insurance (basic coverage: against fire, lightning, explosion and other) and for inventories, as shown on the side:



36 SUPPLEMENTARY INFORMATION TO THE CASH FLOW

36.1 PARENT COMPANY

	Capital	Treasury shares	Leases payable	Loans, financing, debentures and operating financing	Statutory payables	Total
Balance at January 1, 2020	3,795,634	(35,549)	1,434,424	1,000,480	243,114	6,438,103
			Restated (*)			
Changes affecting cash	-	(96,964)	(97,412)	507,006	(6,819)	305,811
Capital increase/Disposal and/or Transfer of treasury shares	-	(96,964)	-	-	-	(96,964)
(Amortization) loans raised and lease consideration	-	-	(97,412)	520,916	-	423,504
Interest paid on loans, debentures and operating financing	-	-	-	(13,910)	-	(13,910)
Interest on equity, dividends paid and income tax on interest on equity	-	-	-	-	(6,819)	(6,819)
Changes not affecting cash	-	13,052	50,448	54,279	58,351	176,130
Remeasurement, new contracts and ended contracts (*)	-	-	20,139	-	-	20,139
Disposal/transfer of shares	-	13,052	-	-	-	13,052
Interest expenses on loans, structuring costs and operating financing (*)	-	-	30,309	16,539	-	46,848
Distribution of interest on equity and dividends	-	-	-	-	58,351	58,351
Financing - financial service operations	-	-	-	37,740	-	37,740
Balance at March 31, 2020	3,795,634	(119,461)	1,387,460	1,561,765	294,646	6,920,044
Balance at January 1, 2021	3,805,326	(119,461)	1,531,647	2,583,559	246,269	8,047,340
Changes affecting cash	-	-	(90,370)	475,280	-	384,910
(Amortization) loans raised and lease consideration	-	-	(90,370)	497,898	-	407,528
Interest paid on loans, debentures and operating financing	-	-	-	(22,618)	-	(22,618)
Changes not affecting cash	-	9,011	471,482	28,683	51,609	560,785
Remeasurement, new contracts and ended contracts	-	-	450,463	-	-	450,463
Discounts - leases payable	-	-	(20,738)	-	-	(20,738)
Disposal/transfer of shares	-	9,011	-	-	-	9,011
Interest expenses on loans, structuring costs and operating financing	-	-	41,757	28,683	-	70,440
Distribution of interest on equity and dividends	-	-	-	-	58,302	58,302
Offset of income tax on IOE	-	-	-	-	(6,693)	(6,693)
Balance at March 31, 2021	3,805,326	(110,450)	1,912,759	3,087,522	297,878	8,993,035

(*) Restatement of comparative balances due to the change in the accounting policy for leases, as described in Note 3.6.1.

36.2 CONSOLIDATED

	Capital	Treasury shares	Leases payable	Loans, financing, debentures and operating financing	Statutory payables	Total
Balance at January 1, 2020	3,795,634	(35,549)	1,739,361	1,153,663	243,114	6,896,223
			Restated (*)			
Changes affecting cash	-	(96,964)	(117,326)	844,263	(6,819)	623,154
Capital increase	-	(96,964)	-	-	-	(96,964)
(Amortization) loans raised and lease consideration	-	-	(117,326)	858,520	-	741,194
Interest paid on loans, debentures and operating financing	-	-	-	(14,257)	-	(14,257)
Interest on equity, dividends paid and income tax on interest on equity	-	-	-	-	(6,819)	(6,819)
Changes not affecting cash	-	13,052	80,376	513,909	58,351	665,688
Remeasurement, new contracts, ended contracts and translation adjustments (*)	-	-	43,767	-	-	43,767
Disposal/transfer of shares	-	13,052	-	-	-	13,052
Interest expenses on loans, structuring costs and operating financing (*)	-	-	36,609	22,543	-	59,152
Distribution of interest on equity and dividends	-	-	-	-	58,351	58,351
Financing - financial service operations	-	-	-	491,366	-	491,366
Balance at March 31, 2020	3,795,634	(119,461)	1,702,411	2,511,835	294,646	8,185,065
Balance at January 1, 2021	3,805,326	(119,461)	1,862,387	3,384,979	246,269	9,179,500
Changes affecting cash	-	-	(110,575)	427,820	-	317,245
(Amortization) loans raised and lease consideration	-	-	(110,575)	450,968	-	340,393
Interest paid on loans, debentures and operating financing	-	-	-	(23,148)	-	(23,148)
Changes not affecting cash	-	9,011	510,827	34,733	51,609	606,180
Remeasurement, new contracts, ended contracts and translation adjustments	-	-	487,712	-	-	487,712
Discounts - leases payable	-	-	(25,773)	-	-	(25,773)
Disposal/transfer of shares	-	9,011	-	-	-	9,011
Interest expenses on loans, structuring costs and operating financing	-	-	48,888	34,733	-	83,621
Distribution of interest on equity and dividends	-	-	-	-	58,302	58,302
Offset of income tax on IOE	-	-	-	-	(6,693)	(6,693)
Balance at March 31, 2021	3,805,326	(110,450)	2,262,639	3,847,532	297,878	10,102,925

(*) Restatement of comparative balances due to the change in the accounting policy for leases, as described in Note 3.6.1.

37 EVENTS AFTER THE REPORTING PERIOD

37.1 RESTRICTED OFFER OF SHARES

On April 19, 2021, the Company published in a material fact the approval, in a Board of Directors' meeting, the public offer of primary distribution of common shares, with restricted placement efforts.

The restricted offer will consist in the primary public distribution of initially 102,000,000 (one hundred and two million) new shares issued by the Company, which may be increased by 35%, i.e. adding 35,700,000 (thirty-five million seven hundred) shares, under the same conditions and for the same price initially offered.

On April 29, 2021, the Company published, in a material fact, the pricing of the Shares Restrict Offer. In the Board of Directors Meeting of this day the approved price per share was R\$ 39,00, thus generating an effective Company' capital increase in the amount of R\$ 3,978,000 through the issuance of 102,000,000 (one hundred and two million) new shares. Due to the Company's capital increase in the scope of the Restricted Offer, the new corporate capital amount will be R\$ 7,783,326, divided in 898,170,000 (eight hundred ninety-eight million one hundred seventy thousand) common shares. The Company chose not to issue the additional 35% of shares predicted.

The shares that are the object of the Restricted Offer are now traded at B3 S.A – Brasil, Bolsa, Balcão since May 3, 2021, given that the physical liquidation of shares occurred on May 4, 2021.

37.2 ANNUAL GENERAL MEETING (AGM)

On April 29, 2021, the Company's AGM was held, when were approved the 2020 financial statements and the net income allocation in the amount of R\$ 1,096,269, which R\$ 54,813 for legal reserve, R\$ 704,667 for investment and expansion reserve, R\$ 65,273 for tax incentives reserve and R\$ 271,707 as dividends. As well as the 2021 global compensation to Company's managers was approved, including fixed and variable compensation and expenses with the stock option plan and restricted shares, in the total amount of R\$ 39,900. Also, the 2021 global compensation to tax advisers was approved up to R\$ 669.4 corresponding to the 2020's practiced amount updated by INPC.

37.3 RATING PERSPECTIVE

On May 4, 2021, the credit rating agency 'Standard & Poors' changed the rating from brAAA- (negative) to brAAA (stable) in the national scale category (Brazil).

A free translation from Portuguese into English of Independent Auditor's Review Report on individual and consolidated interim financial information prepared in accordance with NBC TG 21 – Interim Financial Reporting and IAS 34 – Interim Financial Reporting.

INDEPENDENT AUDITOR'S REVIEW REPORT ON QUARTERLY INFORMATION

The Shareholders, Board of Directors and Officers

Lojas Renner S.A.

Porto Alegre - RS

Introduction

We have reviewed the accompanying individual and consolidated interim financial information, contained in the Quarterly Information Form (ITR) of Lojas Renner S.A. (the "Company") for the quarter ended March 31, 2021, comprising the statement of financial position as of March 31, 2021 and the related statements of profit or loss, of comprehensive income, of changes in equity and of cash flows for the three-month period then ended, including the explanatory notes.

Management is responsible for preparation of the individual and consolidated interim financial information in accordance with Accounting Pronouncement NBC TG 21 – Interim Financial Reporting, and IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the fair presentation of this information in conformity with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of the Quarterly Information Form (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

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

Conclusion on the individual and consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information included in the quarterly information form referred to above are not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of Quarterly Information (ITR), and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

Emphasis of matter – restatement of corresponding figures

As mentioned in Notes 3.6.1 and 3.6.2, due to the matters described in such notes, the corresponding individual and consolidated amounts referring to the statements of profit or loss, of comprehensive income (loss), of changes in equity, of cash flows and of value added for the three-month period ended March 31, 2020, presented for comparison purposes, were adjusted and restated as provided for in NBC TG 23 – Accounting Policies, Changes in Estimates and Correction of Errors (IAS 8). Our opinion is not modified in respect of this matter.

Other matters

Statements of value added

The abovementioned quarterly information includes the individual and consolidated statement of value added (SVA) for the three-month period ended March 31, 2021, prepared under Company's Management responsibility and presented as supplementary information by IAS 34. These statements have been subject to review procedures performed together with the review of the quarterly information with the objective to conclude whether they are reconciled to the interim financial information and the accounting records, as applicable, and if its format and content are in accordance with the criteria set forth by NBC TG 09 – Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, consistently with the overall individual and consolidated interim financial information.

Porto Alegre, May 12, 2021.

ERNST & YOUNG
Auditores Independentes S.S.
CRC-2SP15199/O-6
Guilherme Ghidini Neto
Accountant CRC-RS 067795/O-5

STATEMENT FROM THE BOARD OF EXECUTIVE OFFICERS ON THE INTERIM FINANCIAL STATEMENTS

Pursuant to subsection VI, Article 25 of CVM Instruction 480 of December 7, 2009 (amended by CVM Instruction 586 of June 8, 2017), the Board of Executive Officers states that it has reviewed, discussed and agreed the Company's Interim Financial Information for the quarter ended on March 31, 2021, authorizing their conclusion as of this date.

Porto Alegre, May 06, 2021.

BOARD OF EXECUTIVE OFFICERS

Fabio Adegas Faccio

Chief Executive Officer

Fabiana Silva Taccola

Chief Operating Officer

Henry Costa

Chief Product Officer

Alvaro Jorge Fontes de Azevedo

Chief Financial Officer and Investor Relations Officer

Regina Frederico Durante

Chief People and Development Officer

STATEMENT OF THE BOARD OF EXECUTIVE OFFICERS ON THE REPORT OF THE INDEPENDENT AUDITORS

In conformity with sub-item V, article 25 of CVM Instruction 480 of December 7, 2009 (amended by CVM Instruction 586 of June 8, 2017), the Board of Executive Officers declares that it has reviewed and discussed the content and opinion expressed in the report of the Independent Auditors on the Company's Interim Financial Information for the quarter ended on March 31, 2021, issued on this date.

The Board of Executive Officers declares that it agrees with the content and opinion expressed in the said report of the Independent Auditors on the Company's Interim Financial Information - ITR.

Porto Alegre, May 12, 2021.

BOARD OF EXECUTIVE OFFICERS**Fabio Adegas Faccio**

Chief Executive Officer

Alvaro Jorge Fontes de Azevedo

Chief Financial Officer and Investor Relations Officer

Fabiana Silva Taccola

Chief Operating Officer

Regina Frederico Durante

Chief People and Development Officer

Henry Costa

Chief Product Officer