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Company Data / Capital Composition

QUANTITY OF SHARES (In Thousand)	CURRENT QUARTER 6/30/2021
PAID-UP CAPITAL	
COMMON – ON	898,508
PREFERRED - PN	0
TOTAL	898,508
TREASURY SHARES	
COMMON – ON	2,872
PREFERRED - PN	0
TOTAL	2,872

Individual Statements / Balance Sheet-Asset

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 6/30/2021	Prior end of year 12/31/2020
1	Total Assets	15,846,541	11,943,763
1.01	Current assets	8,677,455	5,825,250
1.01.01	Cash and cash equivalents	4,802,176	1,761,439
1.01.02	Financial investments	203,253	139,212
1.01.02.01	Financial investments measured at fair value through profit or loss	203,253	139,212
1.01.02.01.02	Fair Value Titles	203,253	139,212
1.01.03	Trade Accounts Receivable	1,489,090	1,839,223
1.01.03.01	Customers	1,489,090	1,839,223
1.01.04	Inventories	1,241,140	1,152,239
1.01.06	Recoverable Taxes	860,211	863,933
1.01.06.01	Recoverable Current Taxes	860,211	863,933
1.01.08	Other Current Assets	81,585	69,204
1.01.08.03	Others	81,585	69,204
1.01.08.03.02	Derivative financial instruments	502	4,896
1.01.08.03.03	Other Assets	64,913	46,093
1.01.08.03.04	Credits with related parties	16,170	18,215
1.02	Non-Current Assets	7,169,086	6,118,513
1.02.01	Long-Term Assets	800,687	751,306
1.02.01.07	Deferred Taxes	224,038	103,790
1.02.01.07.01	Deferred Income Tax and Social Contribution	224,038	103,790
1.02.01.09	Credits with related parties	1,314	1,358
1.02.01.09.02	Credits with subsidiaries	1,314	1,358
1.02.01.10	Other Non-Current Assets	575,335	646,158
1.02.01.10.04	Recoverable Taxes	501,048	636,111
1.02.01.10.05	Other Assets	74,287	10,047
1.02.02	Investments	1,770,180	1,595,255
1.02.02.01	Shareholdings	1,770,180	1,595,255
1.02.02.01.02	Investments in Subsidiaries	1,770,180	1,595,255
1.02.03	Property, plant and equipment	4,021,726	3,184,239
1.02.03.01	Property, plant and equipment in Operation	1,514,657	1,493,379
1.02.03.02	Right-of-Use in Progress	1,968,868	1,397,843
1.02.03.03	Property, plant and equipment in Progress	538,201	293,017
1.02.04	Intangible	576,493	587,713
1.02.04.01	Intangible	576,493	587,713
1.02.04.01.02	Others Intangibles	572,273	578,429
1.02.04.01.03	Intangible Leased	4,220	9,284

Individual Statements / Balance Sheet-Liabilities

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 6/30/2021	Prior end of year 12/31/2020
2	Total Liabilities	15,846,541	11,943,763
2.01	Current Liabilities	2,458,790	3,627,111
2.01.01	Social and Labor Obligations	228,274	193,403
2.01.01.01	Social Obligations	66,243	64,226
2.01.01.01.01	Social charges	66,243	64,226
2.01.01.02	Labor obligations	162,031	129,177
2.01.01.02.01	Wages payable	162,031	129,177
2.01.02	Suppliers	944,289	1,208,337
2.01.02.01	National suppliers	944,289	1,208,337
2.01.03	Tax Obligations	153,465	366,320
2.01.03.01	Federal Tax Obligations	46,313	165,551
2.01.03.01.01	Income Tax and Social Contribution Payable	7,347	91,895
2.01.03.01.02	Other Federal Tax Obligations	38,966	73,656
2.01.03.02	State Tax Obligations	105,703	198,906
2.01.03.03	Municipal Tax Obligations	1,449	1,863
2.01.04	Loans, Financing and Debentures	323,791	1,037,626
2.01.04.01	Loans and Financing	4,009	514,462
2.01.04.01.01	In National Currency	4,009	314,547
2.01.04.01.02	In Foreign Currency	-	199,915
2.01.04.02	Debentures	319,782	523,164
2.01.05	Other obligations	753,952	769,321
2.01.05.01	Related Party Liabilities	1,004	1,445
2.01.05.01.02	Debts with Subsidiaries	1,004	1,445
2.01.05.02	Others	752,948	767,876
2.01.05.02.01	Dividends and Interest on equity Payable	130,725	244,389
2.01.05.02.05	Other obligations	60,999	64,571
2.01.05.02.06	Statutory Participation	-	1,880
2.01.05.02.07	Obligations with Card Administrators	12,161	15,711
2.01.05.02.08	Derivative financial instruments	35,156	30,327
2.01.05.02.09	Leases payable	513,907	410,998
2.01.06	Provisions	55,019	52,104
2.01.06.01	Labor, Civil, Security and Tax Provisions	55,019	52,104
2.01.06.01.04	Civil Provisions	22,442	23,944
2.01.06.01.05	Labor Provisions	32,577	28,160
2.02	Non-Current Liabilities	4,045,926	2,815,336
2.02.01	Loans, Financing and Debentures	2,246,810	1,545,933
2.02.01.01	Loans and Financing	649,213	650,000
2.02.01.01.01	In National Currency	649,213	650,000
2.02.01.02	Debentures	1,597,597	895,933
2.02.02	Other obligations	1,738,684	1,216,152
2.02.02.02	Others	1,738,684	1,216,152
2.02.02.02.04	Other obligations	64,971	-
2.02.02.02.05	Leases payable	1,618,858	1,120,649
2.02.02.02.06	Suppliers	54,474	95,503
2.02.02.02.07	Derivative financial instruments	381	-
2.02.04	Provisions	60,432	53,251

Individual Statements / Balance Sheet-Liabilities

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 6/30/2021	Prior end of year 12/31/2020
2.02.04.01	Labor, Civil, Security and Tax Provisions	60,432	53,251
2.02.04.01.01	Tax Provisions	21,718	20,401
2.02.04.01.04	Civil Provisions	3,353	4,258
2.02.04.01.05	Labor Provisions	35,361	28,592
2.03	Shareholder's Equity	9,341,825	5,501,316
2.03.01	Capital	7,742,170	3,805,326
2.03.01.01	Capital	7,791,185	3,805,326
2.03.01.02	Share Issuance Expenses, net of taxes	(49,015)	-
2.03.02	Capital reserves	(7,805)	(25,430)
2.03.02.04	Granted Options	100,815	94,031
2.03.02.05	Treasury Shares	(108,620)	(119,461)
2.03.04	Profit Reserves	1,694,324	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
2.03.04.10	Reserve for Investment and Expansion	1,421,744	1,421,744
2.03.05	Accumulated Profit / Loss	(100,645)	-
2.03.08	Other Comprehensive Results	13,781	26,905

Individual Statements / Income Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current Quarter 4/1/2021 to 6/30/2021	Acumulated of Current Year 1/1/2021 to 6/30/2021	Same quarter of Last Year 4/1/2020 to 6/30/2020	Acumulated of Last Year 1/1/2020 to 6/30/2020
3.01	Revenue from Sale of Goods and / or Services	2,001,370	3,185,393	468,906	1,856,347
3.01.01	Net sales revenue from goods	1,996,067	3,173,831	468,906	1,840,413
3.01.02	Net revenue from financial products and services	5,303	11,562	-	15,934
3.02	Cost of Goods and / or Services Sold	(909,044)	(1,481,889)	(270,078)	(887,443)
3.02.01	Cost of sales with goods	(909,044)	(1,481,889)	(270,078)	(887,443)
3.03	Gross Profit	1,092,326	1,703,504	198,828	968,904
3.04	Operating Expenses / Revenues	(831,625)	(1,631,871)	217,376	(517,445)
3.04.01	Selling Expenses	(636,436)	(1,206,412)	(335,715)	(841,811)
3.04.02	General and Administrative Expenses	(243,995)	(464,147)	(161,515)	(355,709)
3.04.03	Losses due to non-recoverability of assets	22,083	43,727	18,756	40,652
3.04.04	Other Operating Income	57,302	57,941	793,650	802,577
3.04.05	Other Operating Expenses	(62,108)	(86,281)	(79,024)	(113,122)
3.04.06	Equity on Profit/Loss of Subsidiaries	31,529	23,301	(18,776)	(50,032)
3.05	Income Before Net Financial Expenses and Taxes	260,701	71,633	416,204	451,459
3.06	Net Financial expenses	(43,101)	(110,641)	499,844	458,966
3.06.01	Financial income	36,594	48,531	565,754	575,833
3.06.02	Financial expenses	(79,695)	(159,172)	(65,910)	(116,867)
3.07	Income Before Taxes on Profit	217,600	(39,008)	916,048	910,425
3.08	Income Tax and Social Contribution on Profit	(24,527)	84,378	(97,997)	(85,237)
3.08.01	Current	(32,598)	(32,605)	(42,310)	(42,346)
3.08.02	Deferred	8,071	116,983	(55,687)	(42,891)
3.09	Net Income from Continuing Operations	193,073	45,370	818,051	825,188
3.11	Profit / Loss for the Period	193,073	45,370	818,051	825,188
3.99	Earnings per Share - (Reais / Share)				
3.99.01	Basic Earnings per Share				
3.99.01.01	ON	0.22350	0.05470	1.03240	1.04060
3.99.02	Diluted Earnings per Share				
3.99.02.01	ON	0.22270	0.05450	1.03020	1.03810

Individual Statements / Comprehensive Income Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current Quarter 4/1/2021 to 6/30/2021	Acumulated of Current Year 1/1/2021 to 6/30/2021	Same quarter of Last Year 4/1/2020 to 6/30/2020	Acumulated of Last Year 1/1/2020 to 6/30/2020
4.01	Net Income For The Period	193,073	45,370	818,051	825,188
4.02	Other Comprehensive Income	(75,684)	(13,124)	(16,217)	105,175
4.02.01	Cash Flow Hedge	(65,706)	(9,604)	(48,272)	41,388
4.02.02	Portion Of Other Comprehensive Income Of Subsidiaries	(5,551)	(3,974)	(3,365)	2,368
4.02.03	Taxes Related To Components Of Comprehensive Income	22,340	3,265	16,413	(14,072)
4.02.04	Cumulative Translation Adjustments and Monetary Correction for Hyperinflation	(26,767)	(2,811)	19,007	75,491
4.03	Total Comprehensive Income For The Period	117,389	32,246	801,834	930,363

Individual Statements / Cash Flow Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Acumulated of Current Year 1/1/2021 to 6/30/2021	Acumulated of Last Year 1/1/2020 to 6/30/2020
6.01	Net Cash From Operating Activities	145,014	40,567
6.01.01	Cash Flow From Operating Activities	406,534	(69,839)
6.01.01.01	Net Income For The Period	45,370	825,188
6.01.01.02	Depreciation And Amortization	352,506	310,987
6.01.01.05	Interest Expense and structuring costs Of Loans and leases	149,824	97,017
6.01.01.06	Interest on financing of operating services	-	2,561
6.01.01.07	Equity on Profit/Loss of Subsidiaries	(23,301)	50,032
6.01.01.09	Income Tax and Social Contribution	(84,378)	85,237
6.01.01.12	Estimated losses (Reversal) On Assets net	(5,635)	(25,685)
6.01.01.13	Other adjustments of Net Income	30,262	10,380
6.01.01.14	Exclusion of ICMS in the PIS and COFINS calculation base, net of taxes and Advocative hours	-	(1,363,029)
6.01.01.15	Discounts - leases payable	(58,114)	(62,527)
6.01.02	Changes In Assets And Liabilities	(128,919)	287,134
6.01.02.01	Trade Accounts Receivable	358,768	1,395,402
6.01.02.02	Inventories	(80,451)	(396,051)
6.01.02.03	Recoverable Taxes	149,399	(23,359)
6.01.02.04	Other assets	(84,284)	(19,424)
6.01.02.06	Suppliers	(319,521)	(318,647)
6.01.02.07	Tax Obligations	(245,459)	(269,080)
6.01.02.11	Obligations With Card Administrators	(3,550)	(20,868)
6.01.02.12	Other obligations	96,179	(60,839)
6.01.03	Others	(132,601)	(176,728)
6.01.03.01	Subsidiaries Dividend Received	3,748	3,525
6.01.03.02	Payment of Income Tax and Social Contribution	-	(164,391)
6.01.03.03	Payment of interest on loans and debentures	(72,308)	(19,733)
6.01.03.04	Interest paid on operating services financing	-	(10,301)
6.01.03.05	Financial investments	(64,041)	14,172
6.02	Net cash from investing activities	(597,936)	(371,242)
6.02.01	Acquisitions of Property, plant and equipment and intangible assets	(436,460)	(175,492)
6.02.03	Proceeds from disposal of Property, plant and equipment	246	31
6.02.04	Investments in subsidiaries	(161,722)	(195,781)
6.03	Net cash from financing activities	3,493,659	1,036,136
6.03.01	Capital increase	3,911,593	267
6.03.02	Repurchase of treasury stocks	-	(96,964)
6.03.03	Loans	997,377	1,853,231
6.03.04	Payments of loans and debentures	(999,479)	(344,281)
6.03.06	Leases payments	(171,795)	(125,808)
6.03.07	Interest on Equity and Dividends Paid	(244,037)	(250,309)
6.05	Increase (decrease) In Cash and Cash Equivalents	3,040,737	705,461
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	4,802,176	1,550,216

Individual Statements / Changes in Shareholder's Equity - 1/1/2021 to 6/30/2021

(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	3,936,844	17,625	(191)	(146,015)	-	3,808,263
5.04.01	Capital Increases	3,985,859	-	-	-	-	3,985,859
5.04.02	Share Issuance Expenses	(49,015)	-	-	-	-	(49,015)
5.04.07	Interest on Equity	-	-	-	(146,356)	-	(146,356)
5.04.09	Restricted Stock Plan	-	9,652	-	-	-	9,652
5.04.10	Stock option plan	-	7,973	-	-	-	7,973
5.04.11	Prescribed dividends	-	-	-	341	-	341
5.04.13	Dividend resolution	-	-	(191)	-	-	(191)
5.05	Total Comprehensive Income	-	-	-	45,370	(13,124)	32,246
5.05.01	Net Income for the Period	-	-	-	45,370	-	45,370
5.05.02	Other Comprehensive income	-	-	-	-	(13,124)	(13,124)
5.05.02.01	Adjustments to Financial Instruments	-	-	-	-	(9,604)	(9,604)
5.05.02.02	Taxes / Adjustments Financial Instruments	-	-	-	-	3,265	3,265
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	(3,974)	(3,974)
5.05.02.04	Period Conversion Adjustments	-	-	-	-	(2,811)	(2,811)
5.07	Balances as of June 30, 2021	7,742,170	(7,805)	1,694,324	(100,645)	13,781	9,341,825

Individual Statements / Changes in Shareholder's Equity - 1/1/2020 to 6/30/2020

(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	267	(81,270)	-	(114,102)	-	(195,105)
5.04.01	Capital Increases	267	-	-	-	-	267
5.04.04	Treasury Stock Acquired	-	(96,964)	-	-	-	(96,964)
5.04.06	Dividends	-	-	-	191	-	191
5.04.07	Interest on Equity	-	-	-	(114,293)	-	(114,293)
5.04.09	Restricted Stock Plan	-	5,320	-	-	-	5,320
5.04.10	Stock option plan	-	10,374	-	-	-	10,374
5.05	Total Comprehensive Income	-	-	-	825,188	105,175	930,363
5.05.01	Net Income for the Period	-	-	-	825,188	-	825,188
5.05.02	Other Comprehensive income	-	-	-	-	105,175	105,175
5.05.02.01	Adjustments to Financial Instruments	-	-	-	-	41,388	41,388
5.05.02.02	Taxes / Adjustments Financial Instruments	-	-	-	-	2,368	2,368
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	(14,072)	(14,072)
5.05.02.04	Period Conversion Adjustments	-	-	-	-	75,491	75,491
5.06	Internal Changes in Shareholders' Equity	-	-	(325)	-	-	(325)
5.06.01	Reservation Constitution	-	-	(325)	-	-	(325)
5.07	Balances as of June 30, 2020	3,795,901	(42,592)	869,571	711,086	91,986	5,425,952

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 6/30/2021	Acumulated of Last Year 1/1/2020 to 6/30/2020
7.01	Income	4,261,889	3,259,778
7.01.01	Sales of Goods, Products and Services	4,150,750	2,409,985
7.01.02	Other Receives	67,412	809,141
7.01.04	Provision / Reversal of Credits Doubtful Settlement	43,727	40,652
7.02	Input Purchased From Third Parties	(2,458,984)	(1,531,169)
7.02.01	Cost Of Sales Of Goods, Financial Products And Services (Including Taxes)	(1,694,614)	(998,357)
7.02.02	Materials, Energy, Outsides Services And Others	(736,988)	(501,023)
7.02.03	Loss / Recovery of Assets	(27,382)	(31,789)
7.03	Gross Value Added	1,802,905	1,728,609
7.04	Retentions	(352,506)	(310,987)
7.04.01	Depreciation and Amortization	(352,506)	(310,987)
7.05	Value Added Net Produced	1,450,399	1,417,622
7.06	Value Added Received In Transfer	74,139	553,798
7.06.01	Equity on Profit/Loss of Subsidiaries	23,301	(50,032)
7.06.02	Financial income	50,838	603,830
7.07	Total Added Value to Distribute	1,524,538	1,971,420
7.08	Distribution of Added Value	1,524,538	1,971,420
7.08.01	Personnel Expenses	545,054	410,553
7.08.01.01	Compensation	414,241	305,313
7.08.01.02	Benefits	73,489	57,631
7.08.01.03	Government Severance Indemnity Fund For Employees	39,111	28,059
7.08.01.04	Others	18,213	19,550
7.08.01.04.01	Stock Option Plan	7,973	10,374
7.08.01.04.02	Management remuneration	10,240	9,176
7.08.02	Taxes, fees and contributions	699,742	587,637
7.08.02.01	Federal Taxes	127,324	239,993
7.08.02.02	State Taxes	542,382	320,673
7.08.02.03	Municipal Taxes	30,036	26,971
7.08.03	Remuneration of Third Party Capital	234,372	148,042
7.08.03.02	Rents	67,248	25,491
7.08.03.03	Others	167,124	122,551
7.08.03.03.01	Financial expenses	167,124	122,551
7.08.04	Remuneration of Shareholders' Equity	45,370	825,188
7.08.04.01	Interest on Equity	146,356	114,293
7.08.04.03	Retained Earnings / Loss for the Period	(100,986)	710,895

Consolidated Statements / Balance Sheet-Asset

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 6/30/2021	Prior end of year 12/31/2020
1	Total Assets	18,744,462	14,642,583
1.01	Current assets	12,010,484	8,896,766
1.01.01	Cash and cash equivalents	4,940,478	2,066,781
1.01.02	Financial investments	674,287	605,572
1.01.02.01	Financial investments measured at fair value through profit or loss	674,287	605,572
1.01.02.01.02	Fair Value Titles	674,287	605,572
1.01.03	Trade Accounts Receivable	3,693,841	3,811,668
1.01.03.01	Customers	3,693,841	3,811,668
1.01.04	Inventories	1,611,275	1,381,662
1.01.06	Recoverable Taxes	1,004,878	961,997
1.01.06.01	Recoverable Current Taxes	1,004,878	961,997
1.01.08	Other Current Assets	85,725	69,086
1.01.08.03	Others	85,725	69,086
1.01.08.03.02	Derivative financial instruments	568	5,435
1.01.08.03.03	Other Assets	85,157	63,651
1.02	Non-Current Assets	6,733,978	5,745,817
1.02.01	Long-Term Assets	1,074,257	950,883
1.02.01.07	Deferred Taxes	463,769	276,925
1.02.01.07.01	Deferred Income Tax and Social Contribution	463,769	276,925
1.02.01.10	Other Non-Current Assets	610,488	673,958
1.02.01.10.04	Recoverable Taxes	529,815	661,111
1.02.01.10.05	Other Assets	80,673	12,847
1.02.03	Property, plant and equipment	4,713,172	3,854,298
1.02.03.01	Property, plant and equipment in Operation	1,870,906	1,856,380
1.02.03.02	Right-of-Use in Progress	2,295,135	1,700,038
1.02.03.03	Property, plant and equipment in Progress	547,131	297,880
1.02.04	Intangible	946,549	940,636
1.02.04.01	Intangible	829,870	823,957
1.02.04.01.02	Others Intangibles	829,870	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 6/30/2021	Prior end of year 12/31/2020
2	Total Liabilities	18,744,462	14,642,583
2.01	Current Liabilities	4,375,925	5,633,411
2.01.01	Social and Labor Obligations	264,779	226,816
2.01.01.01	Social Obligations	76,918	74,445
2.01.01.01.01	Social charges	76,918	74,445
2.01.01.02	Labor obligations	187,861	152,371
2.01.01.02.01	Wages payable	187,861	152,371
2.01.02	Suppliers	1,124,721	1,404,852
2.01.02.01	National suppliers	1,124,721	1,404,852
2.01.03	Tax Obligations	239,579	402,930
2.01.03.01	Federal Tax Obligations	121,373	183,309
2.01.03.01.01	Income Tax and Social Contribution Payable	70,741	93,983
2.01.03.01.02	Other Federal Tax Obligations	50,632	89,326
2.01.03.02	State Tax Obligations	113,656	214,857
2.01.03.03	Municipal Tax Obligations	4,550	4,764
2.01.04	Loans, Financing and Debentures	449,999	1,418,471
2.01.04.01	Loans and Financing	130,217	895,307
2.01.04.01.01	In National Currency	130,217	655,937
2.01.04.01.02	In Foreign Currency	-	239,370
2.01.04.02	Debentures	319,782	523,164
2.01.05	Other obligations	2,224,996	2,113,283
2.01.05.02	Others	2,224,996	2,113,283
2.01.05.02.01	Dividends and Interest on equity Payable	130,725	244,389
2.01.05.02.05	Other obligations	137,327	145,835
2.01.05.02.06	Statutory Participation	-	1,880
2.01.05.02.07	Obligations with Card Administrators	1,307,106	1,193,168
2.01.05.02.08	Derivative financial instruments	41,806	31,428
2.01.05.02.09	Leases payable	608,032	496,583
2.01.06	Provisions	71,851	67,059
2.01.06.01	Labor, Civil, Security and Tax Provisions	71,851	67,059
2.01.06.01.04	Civil Provisions	36,075	36,647
2.01.06.01.05	Labor Provisions	35,776	30,412
2.02	Non-Current Liabilities	5,026,712	3,507,856
2.02.01	Loans, Financing and Debentures	2,938,888	1,966,508
2.02.01.01	Loans and Financing	1,341,291	1,070,575
2.02.01.01.01	In National Currency	1,341,291	1,070,575
2.02.01.02	Debentures	1,597,597	895,933
2.02.02	Other obligations	2,025,028	1,486,111
2.02.02.02	Others	2,025,028	1,486,111
2.02.02.02.04	Other obligations	91,044	24,804
2.02.02.02.05	Leases payable	1,879,129	1,365,804
2.02.02.02.06	Suppliers	54,474	95,503
2.02.02.02.07	Derivative financial instruments	381	-
2.02.04	Provisions	62,796	55,237
2.02.04.01	Labor, Civil, Security and Tax Provisions	62,796	55,237
2.02.04.01.01	Tax Provisions	24,082	22,387

Consolidated Statements / Balance Sheet-Liabilities

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current period 6/30/2021	Prior end of year 12/31/2020
2.02.04.01.04	Civil Provisions	3,353	4,258
2.02.04.01.05	Labor Provisions	35,361	28,592
2.03	Shareholder's Equity	9,341,825	5,501,316
2.03.01	Capital	7,742,170	3,805,326
2.03.01.01	Capital	7,791,185	3,805,326
2.03.01.02	Share Issuance Expenses, net of taxes	(49,015)	-
2.03.02	Capital reserves	(7,805)	(25,430)
2.03.02.04	Granted Options	100,815	94,031
2.03.02.05	Treasury Shares	(108,620)	(119,461)
2.03.04	Profit Reserves	1,694,324	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
2.03.04.10	Reserve for Investment and Expansion	1,421,744	1,421,744
2.03.05	Accumulated Profit / Loss	(100,645)	-
2.03.08	Other Comprehensive Results	13,781	26,905

Consolidated Statements / Income Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current Quarter 4/1/2021 to 6/30/2021	Accumulated of Current Year 1/1/2021 to 6/30/2021	Same quarter of Last Year 4/1/2020 to 6/30/2020	Accumulated of Last Year 1/1/2020 to 6/30/2020
3.01	Revenue from Sale of Goods and / or Services	2,489,104	4,069,798	808,506	2,672,267
3.01.01	Net sales revenue from goods	2,257,535	3,621,252	539,636	2,089,816
3.01.02	Net revenue from financial products and services	231,569	448,546	268,870	582,451
3.02	Cost of Goods and / or Services Sold	(1,020,358)	(1,677,758)	(304,643)	(1,001,317)
3.02.01	Cost of sales with goods	(1,016,802)	(1,670,304)	(297,841)	(989,081)
3.02.02	Cost of financial products and services	(3,556)	(7,454)	(6,802)	(12,236)
3.03	Gross Profit	1,468,746	2,392,040	503,863	1,670,950
3.04	Operating Expenses / Revenues	(1,208,152)	(2,304,809)	(83,607)	(1,218,359)
3.04.01	Selling Expenses	(760,445)	(1,452,262)	(408,939)	(1,029,032)
3.04.02	General and Administrative Expenses	(283,012)	(537,325)	(191,824)	(414,977)
3.04.03	Losses due to non-recoverability of assets	(77,434)	(129,539)	(133,866)	(333,191)
3.04.04	Other Operating Income	58,986	59,848	794,373	804,686
3.04.05	Other Operating Expenses	(146,247)	(245,531)	(143,351)	(245,845)
3.05	Income Before Net Financial Expenses and Taxes	260,594	87,231	420,256	452,591
3.06	Net Financial expenses	(51,250)	(129,466)	493,605	443,838
3.06.01	Financial income	66,614	112,644	579,756	605,335
3.06.02	Financial expenses	(117,864)	(242,110)	(86,151)	(161,497)
3.07	Income Before Taxes on Profit	209,344	(42,235)	913,861	896,429
3.08	Income Tax and Social Contribution on Profit	(16,271)	87,605	(95,810)	(71,241)
3.08.01	Current	(58,795)	(94,950)	(82,130)	(115,449)
3.08.02	Deferred	42,524	182,555	(13,680)	44,208
3.09	Net Income from Continuing Operations	193,073	45,370	818,051	825,188
3.11	Profit / Loss for the Period	193,073	45,370	818,051	825,188
3.11.01	Attributed to Parent Company Shareholders	193,073	45,370	818,051	825,188
3.99	Earnings per Share - (Reais / Share)				
3.99.01	Basic Earnings per Share				
3.99.01.01	ON	0.22350	0.05470	1.03240	1.04060
3.99.02	Diluted Earnings per Share				
3.99.02.01	ON	0.22270	0.05450	1.03020	1.03810

Consolidated Statements / Comprehensive Income Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Current Quarter 4/1/2021 to 6/30/2021	Acumulated of Current Year 1/1/2021 to 6/30/2021	Same quarter of Last Year 4/1/2020 to 6/30/2020	Acumulated of Last Year 1/1/2020 to 6/30/2020
4.01	Net Income For The Period	193,073	45,370	818,051	825,188
4.02	Other Comprehensive Income	(75,684)	(13,124)	(16,217)	105,175
4.02.01	Cash Flow Hedge	(74,117)	(15,626)	(53,370)	44,976
4.02.03	Taxes Related To Components Of Comprehensive Income	25,200	5,313	18,146	(15,292)
4.02.04	Cumulative Translation Adjustments and Monetary Correction for Hyperinflation	(26,767)	(2,811)	19,007	75,491
4.03	Total Comprehensive Income For The Period	117,389	32,246	801,834	930,363
4.03.01	Attributed to Parent Company Shareholders	117,389	32,246	801,834	930,363

Consolidated Statements / Cash Flow Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Acumulated of Current Year 1/1/2021 to 6/30/2021	Acumulated of Last Year 1/1/2020 to 6/30/2020
6.01	Net Cash From Operating Activities	(97,920)	(314,896)
6.01.01	Cash Flow From Operating Activities	419,320	186,874
6.01.01.01	Net Income For The Period	45,370	825,188
6.01.01.02	Depreciation And Amortization	432,109	379,875
6.01.01.05	Interest Expense and structuring costs Of Loans and leases	163,053	111,034
6.01.01.06	Interest on financing of operating services	12,271	17,596
6.01.01.09	Income Tax and Social Contribution	(87,605)	71,241
6.01.01.12	Estimated losses (Reversal) On Assets net	(120,549)	205,795
6.01.01.13	Other adjustments of Net Income	44,141	12,073
6.01.01.14	Exclusion of ICMS in the PIS and COFINS calculation base, net of taxes and Advocative hours	-	(1,363,029)
6.01.01.15	Discounts - leases payable	(69,470)	(72,899)
6.01.02	Changes In Assets And Liabilities	(342,753)	88,942
6.01.02.01	Trade Accounts Receivable	240,448	1,423,508
6.01.02.02	Inventories	(222,456)	(447,616)
6.01.02.03	Recoverable Taxes	99,029	(47,249)
6.01.02.04	Other assets	(104,776)	(4,402)
6.01.02.06	Suppliers	(335,901)	(367,970)
6.01.02.07	Tax Obligations	(226,993)	(278,690)
6.01.02.11	Obligations With Card Administrators	113,938	(167,586)
6.01.02.12	Other obligations	93,958	(21,053)
6.01.03	Others	(174,487)	(590,712)
6.01.03.02	Payment of Income Tax and Social Contribution	(31,309)	(328,112)
6.01.03.03	Payment of interest on loans and debentures	(72,729)	(20,724)
6.01.03.04	Interest paid on operating services financing	(1,734)	(10,301)
6.01.03.05	Financial investments	(68,715)	(231,575)
6.02	Net cash from investing activities	(494,359)	(230,805)
6.02.01	Acquisitions of Property, plant and equipment and intangible assets	(494,605)	(230,836)
6.02.03	Proceeds from disposal of Property, plant and equipment	246	31
6.03	Net cash from financing activities	3,470,227	1,283,858
6.03.01	Capital increase	3,911,593	267
6.03.02	Repurchase of treasury stocks	-	(96,964)
6.03.03	Loans	1,315,411	2,676,106
6.03.04	Payments of loans and debentures	(1,310,778)	(892,354)
6.03.06	Leases payments	(201,962)	(152,888)
6.03.07	Interest on Equity and Dividends Paid	(244,037)	(250,309)
6.04	Net Foreign Exchange Variation in Cash and Cash Equivalents	(4,251)	(2,862)
6.05	Increase (decrease) In Cash and Cash Equivalents	2,873,697	735,295
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	4,940,478	1,716,249

Consolidated Statements / Changes in Shareholder's Equity - 1/1/2021 to 6/30/2021

(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	3,936,844	17,625	(191)	(146,015)	-	3,808,263	-	3,808,263
5.04.01	Capital Increases	3,985,859	-	-	-	-	3,985,859	-	3,985,859
5.04.02	Share Issuance Expenses	(49,015)	-	-	-	-	(49,015)	-	(49,015)
5.04.07	Interest on Equity	-	-	-	(146,356)	-	(146,356)	-	(146,356)
5.04.09	Restricted Stock Plan	-	9,652	-	-	-	9,652	-	9,652
5.04.10	Stock option plan	-	7,973	-	-	-	7,973	-	7,973
5.04.11	Prescribed dividends	-	-	-	341	-	341	-	341
5.04.13	Dividend resolution	-	-	(191)	-	-	(191)	-	(191)
5.05	Total Comprehensive Income	-	-	-	45,370	(13,124)	32,246	-	32,246
5.05.01	Net Income for the Period	-	-	-	45,370	-	45,370	-	45,370
5.05.02	Other Comprehensive income	-	-	-	-	(13,124)	(13,124)	-	(13,124)
5.05.02.01	Adjustments to Financial Instruments	-	-	-	-	(9,604)	(9,604)	-	(9,604)
5.05.02.02	Taxes / Adjustments Financial Instruments	-	-	-	-	3,265	3,265	-	3,265
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	(3,974)	(3,974)	-	(3,974)
5.05.02.04	Period Conversion Adjustments	-	-	-	-	(2,811)	(2,811)	-	(2,811)
5.07	Balances as of June 30, 2021	7,742,170	(7,805)	1,694,324	(100,645)	13,781	9,341,825	-	9,341,825

Consolidated Statements / Changes in Shareholder's Equity - 1/1/2020 to 6/30/2020

(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	267	(81,270)	-	(114,102)	-	(195,105)	-	(195,105)
5.04.01	Capital Increases	267	-	-	-	-	267	-	267
5.04.04	Treasury Stock Acquired	-	(96,964)	-	-	-	(96,964)	-	(96,964)
5.04.06	Dividends	-	-	-	191	-	191	-	191
5.04.07	Interest on Equity	-	-	-	(114,293)	-	(114,293)	-	(114,293)
5.04.09	Restricted Stock Plan	-	5,320	-	-	-	5,320	-	5,320
5.04.10	Stock option plan	-	10,374	-	-	-	10,374	-	10,374
5.05	Total Comprehensive Income	-	-	-	825,188	105,175	930,363	-	930,363
5.05.01	Net Income for the Period	-	-	-	825,188	-	825,188	-	825,188
5.05.02	Other Comprehensive income	-	-	-	-	105,175	105,175	-	105,175
5.05.02.01	Adjustments to Financial Instruments	-	-	-	-	41,388	41,388	-	41,388
5.05.02.02	Taxes / Adjustments Financial Instruments	-	-	-	-	2,368	2,368	-	2,368
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	(14,072)	(14,072)	-	(14,072)
5.05.02.04	Period Conversion Adjustments	-	-	-	-	75,491	75,491	-	75,491
5.06	Internal Changes in Shareholders' Equity	-	-	(325)	-	-	(325)	-	(325)
5.06.01	Reservation Constitution	-	-	(325)	-	-	(325)	-	(325)
5.07	Balances as of June 30, 2020	3,795,901	(42,592)	869,571	711,086	91,986	5,425,952	-	5,425,952

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 6/30/2021	Acumulated of Last Year 1/1/2020 to 6/30/2020
7.01	Income	5,104,352	3,792,840
7.01.01	Sales of Goods, Products and Services	5,162,208	3,313,757
7.01.02	Other Receives	71,683	812,274
7.01.04	Provision / Reversal of Credits Doubtful Settlement	(129,539)	(333,191)
7.02	Input Purchased From Third Parties	(2,898,729)	(1,826,233)
7.02.01	Cost Of Sales Of Goods, Financial Products And Services (Including Taxes)	(1,901,617)	(1,117,562)
7.02.02	Materials, Energy, Outsides Services And Others	(963,444)	(674,775)
7.02.03	Loss / Recovery of Assets	(33,668)	(33,896)
7.03	Gross Value Added	2,205,623	1,966,607
7.04	Retentions	(432,109)	(379,875)
7.04.01	Depreciation and Amortization	(432,109)	(379,875)
7.05	Value Added Net Produced	1,773,514	1,586,732
7.06	Value Added Received In Transfer	115,002	633,373
7.06.02	Financial income	115,002	633,373
7.07	Total Added Value to Distribute	1,888,516	2,220,105
7.08	Distribution of Added Value	1,888,516	2,220,105
7.08.01	Personnel Expenses	669,256	515,474
7.08.01.01	Compensation	520,945	396,779
7.08.01.02	Benefits	84,780	66,018
7.08.01.03	Government Severance Indemnity Fund For Employees	44,488	32,496
7.08.01.04	Others	19,043	20,181
7.08.01.04.01	Stock Option Plan	7,973	10,374
7.08.01.04.02	Management remuneration	11,070	9,807
7.08.02	Taxes, fees and contributions	823,777	669,219
7.08.02.01	Federal Taxes	178,857	273,567
7.08.02.02	State Taxes	602,158	358,250
7.08.02.03	Municipal Taxes	42,762	37,402
7.08.03	Remuneration of Third Party Capital	350,113	210,224
7.08.03.02	Rents	99,095	42,220
7.08.03.03	Others	251,018	168,004
7.08.03.03.01	Financial expenses	251,018	168,004
7.08.04	Remuneration of Shareholders' Equity	45,370	825,188
7.08.04.01	Interest on Equity	146,356	114,293
7.08.04.03	Retained Earnings / Loss for the Period	(100,986)	710,895

Highlights of the period



Increase of **318.3%** and **11.8%** in **net revenue from merchandise sales** versus **2Q20** and **2Q19**, respectively, with a record Mothers' Day and average growth of more than 20% in all months from May to July versus 2019



Infinite Aisle 100% available



Beginning of Renner's **Marketplace lab**



Acquisition of Repassa, in line with the offer of adjacent services and ESG strategy



Digital Sales (GMV) proceed at a fast pace, advancing **66.5%** against 2Q20 and with growth in all months



Acceleration in content production: broadcasting of **16 lives** in the quarter and 8 times increase in the **influencers** base



Enhanced occupation of the ecosystem by Realize, with **new solutions** and expansion of the customer base, increasing the share of **financial services in revenue** by **44%**



Lowest delinquency levels ever for a second quarter



Record **99.2% enchantment** rating for a second quarter



15.6 MM of active customers in the ecosystem, **an increase of 22.5%** versus 2020



Omni deliveries in D+2 **doubled** versus 2Q20



Total Adjusted EBITDA **2.5x higher than** 2Q20 (ex-tax credits)



Consistent gain in **market share**



Greater **qualification** of online customers, with an increase of 89% in the **active base** and +9 p.p. in **retention** compared to 2020



Customers buying from more than one brand of the **ecosystem** spend up to **6 to 7x more** than those buying in just one

Consolidated Information (R\$ MM)

	2Q21	2Q20	Var. 21 x 20	2Q19	Var. 21 x 19	1H21	1H20	Var.
Net Revenue from Merchandise Sales	2,257.5	539.6	318.3%	2,019.4	11.8%	3,621.3	2,089.8	73.3%
Growth in Same Store Sales	308.6%	-74.1%	-	9.3%	-	70.2%	-45.5%	-
Digital Sales (GMV)	414.5	248.9	66.5%	112.2	269.5%	721.1	361.8	99.3%
Digital Sales Penetration	14.0%	35.7%	-	4.2%	-	15.3%	13.4%	-
Gross Profit from Merchandise Sales	1,240.7	241.8	413.1%	1,139.6	8.9%	1,950.9	1,100.7	77.2%
Gross Margin from Retailing Operation	55.0%	44.8%	10.2p.p.	56.4%	-1.4p.p.	53.9%	52.7%	1.2p.p.
Operating Expenses (SG&A) ¹	(837.5)	(421.5)	98.7%	(678.3)	23.5%	(1,587.1)	(1,086.8)	46.0%
SG&A as a % of Net Revenue from Merchandise Sales	37.1%	78.1%	-41.0p.p.	33.6%	3.5p.p.	43.8%	52.0%	-8.2p.p.
Adjusted EBITDA from Retailing Operation	278.4	454.2	-38.7%	343.2	-18.9%	107.1	538.6	-80.1%
Adjusted EBITDA Margin from Retailing Operation	12.3%	84.2%	-71.8p.p.	17.1%	-4.8p.p.	3.0%	25.8%	-22.8p.p.
Financial Products Result	51.5	52.8	-2.4%	91.1	-43.4%	120.9	73.5	64.5%
Adjusted Total EBITDA (Retail + Financial Products) - Includes Leasing ²	330.0	507.0	-34.9%	434.3	-24.0%	228.0	612.0	-62.7%
Adjusted Total EBITDA Margin - Includes Leasing ²	14.6%	94.0%	-79.3p.p.	21.5%	-6.9p.p.	6.3%	29.3%	-23.0p.p.
Adjusted Total EBITDA (Retail + Financial Products) - Excludes Leasing ³	478.2	618.0	-22.6%	544.2	-12.1%	510.0	836.8	-39.1%
Adjusted Total EBITDA Margin - Excludes Leasing ³	21.2%	114.5%	-93.3p.p.	26.9%	-5.7p.p.	14.1%	40.0%	-25.9p.p.
Net Result	193.1	818.1	-76.4%	230.7	-16.3%	45.4	825.2	-94.5%
Net Margin	8.6%	151.6%	-143.0p.p.	11.4%	-2.9p.p.	1.3%	39.5%	-38.2p.p.
ROIC LTM	12.4%	25.5%	-13.1p.p.	21.5%	-9.1p.p.	12.4%	25.5%	-13.1p.p.

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

²Total Adjusted 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.

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

Note 1: In May 2020, the Company was successful in a lawsuit related to the exclusion of ICMS from PIS and Cofins calculation basis. Thus, in 2Q20, a tax credit of R\$ 784.6 MM (R\$ 735.4 MM net) was recognized in Other Operating Results, referring to the principal, as well as R\$ 578.4 MM (R\$ 553.3 million net of taxes), referring to interest on this amount and recorded in the Financial Result. The total amount was R\$1,363.0 MM, with a net effect of R\$1,047.9 MM on the 2Q20 Profit.

Note 2: To facilitate analysis, in this quarter exceptionally was included a column with 2019 figures and comparison.

Message from the Management

The second quarter of the year proved to be a turning point in the Company's sales performance. This became more apparent especially from April 19 when a degree of flexibility was introduced with the lifting of some restrictions and the activities of the majority of the stores resumed. We were able to report the best Mothers' Day sales in our history and continued with a significant sales consistency and robust growth over the following months, not only compared to 2020, but of more than 20% on average compared to 2019. And all of this combined with great enchantment: scoring our best second quarter rating on record

In this context, since June 29, all our units have now reopened and currently the operation is running at 97% of capacity in terms of opening hours. In addition to greater mobility as a result of the reduction in operation restrictions, colder temperatures, added to the good acceptance of our fall-winter collection also contributed to the gain in share in the period. Again, sales performance, combined with the optimization of integrated inventories have contributed to very healthy markdowns levels, - partially compensated by the challenges of exchange rate and the effect of inflation on raw materials and freight charges -, this feeding through positively to gross margins which were higher than expected for the period.

On the digital sales front, performance continued outstanding. Despite the off-line operation returning to its normality, digital sales rose 66.5% in the quarter and even in June and July, when we reported peak growth of more than 200% in 2020, our digital sales in the same period this year were even higher. This performance reflected the investments made in omnichannel, with improvements in UX, expansion of sales channels (from 2 to 10) and mainly, to the integration of inventories. These improvements resulted in more qualified and engaged customers, with an active base that grew 89% and whose retention increased 9 p.p. versus 2Q20. Likewise, the Renner app maintained its absolute leadership in Monthly Active Users (MAU) among the national players.

While at the same time we worked vigorously to guarantee our short-term performance, our investments in the future have not been put aside. We continue to make progress in the consolidation of our fashion and lifestyle ecosystem, for offering an increasingly complete journey, not only to our 15.6 million active customers, but also to so many others which we intend to capture. We have already seen significant synergies between the businesses, those customers that buy in more than one brand have spending significantly higher than those who buy in just one, and through our ecosystem's main investment avenues, we shall capture still more opportunities, generating more recurrence, stickiness and lifetime value.

Currently, in our omnichannel journey, the inventory at the bricks-and-mortar stores is 100% available to support online purchases, significantly increasing the assortment as well as harnessing the stores for last mile delivery. Additionally, we continue investing in the expansion of the store network with the opening of 27 units in the quarter, as well as the Guide Shop pilot, rolled out in April. Work also continued apace on the construction of our new omni-DC where operations are scheduled to begin next year. We also made significant progress in Pague Digital, an instore checkout modality using the customers smartphone accessing our digital wallet through the Renner app. This modality represented 7% of offline sales and, in addition to reducing checkout lines, it helps to digitize customers through the store, reducing. As a result of all these investments, the omni customer base more than doubled compared to 2019, leveraging the potential of our ecosystem, as these customers have a frequency and average spend higher than those who buy in only one of the channels.

In the context of expansion of product assortment, we launched the Renner marketplace lab. At the first stage of implementation, still with just a few sellers (around 50), this has represented an important learning curve in terms of partner profile, optimization of processes, assortment complementarity and opportunities for leveraging 1P. We have already designed the new interface platform with the partners and shortly we intend to inject greater traction for increasing seller numbers.

On the content & branding front, we have expanded the partnership with brands and content channels while the number of influencers with whom we already work is eight times greater than in January. We have also intensified the broadcasting of lives, with 16 events in the quarter, lending greater engagement, frequency, and agility to communications. Again, during the quarter, we introduced Rennata, our digital persona and spokesperson for all new launches under the Renner name. We were also the first fashion retailer to innovate in Fortnite, through a physical store in a virtual game environment.

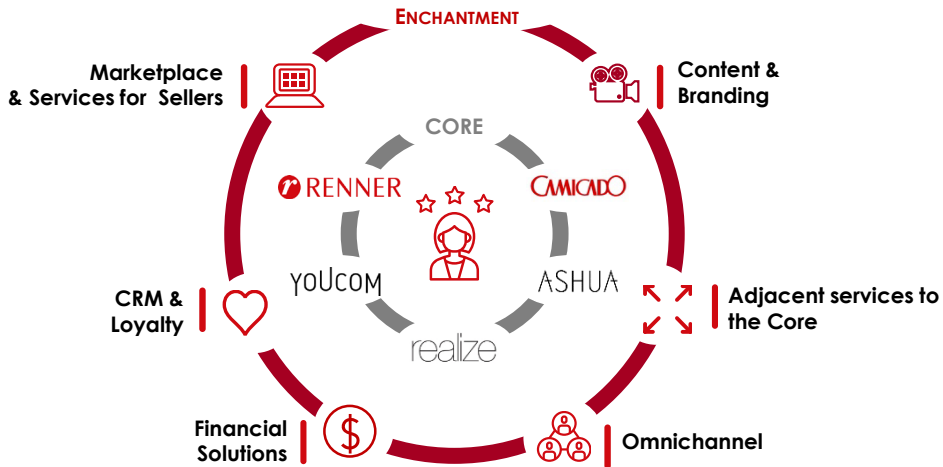
As to loyalty, we have already contracted the platform and made progress in the structuring of the cross-branding program attending the entire ecosystem. We are now moving on to the integration phase covering all points of contact with the customer in the different businesses, including our Realize fintech, which will be an important program accelerator.

In the last few months, Realize has also presented significant developments and now exploring on a more comprehensive basis ecosystem entities and, thus, participating more actively in the life of its customers. In this sense, it has been expanding the offer of products at Renner, as capturing customers in the other retail businesses. Realize also started the first financing operations for sellers and suppliers as well as testing new loan modalities for its customers. With a view to expanding the financial solutions portfolio, it began a pilot digital account operation with a limited group of customers and launched new insurance and assistance options.

In the area of services adjacent to the core, in July we announced the acquisition of Repassa, a startup operating in the managed fashion resale segment. This transaction is aligned to the Company's ecosystem strategy and marked the first inorganic initiative in its construction, representing a further step, among others which still lie ahead, and in total harmony with our pillars of digitalization, innovation, and sustainability.

And so to the third quarter: we are positive in relation to the short-term and very confident as to our future. We continue to invest in the strengthening of our value proposition to continue to gain market share, increasingly consolidating as a leader ecosystem in our segment. We are already the largest omni fashion player in Brazil and we continue committed to our projects, grounded in our ESG performance and through solid relations with our stakeholders. Our ecosystem has huge potential to be explored and we shall continue combining organic and inorganic investments to accelerate construction, also supported by the follow on resources, therefore evolving our business model, to enchant our customers even more.

Fashion and Lifestyle Ecosystem



Omnichannel

DIGITAL SALES

- Digital Sales performance continued at high levels in the quarter, a period in which **GMV grew 66.5%** versus 2Q20 and represented **14.1% of total sales**, the highlight being for the month of April with a 211.4% increase. This performance reflected the ongoing investment in improving the customer experience, leading, among others, to an increasingly more autonomous journey, especially in the post sale phase. In this context, currently some **80%** of return merchandise are processed on a **self-service basis**, with **reimbursement within the hour**.
- In relation to the **active base**, there were about **3 million** customers in 2Q21, **89%** higher than 2Q20, with **863 thousand new (+29%)** that came onboard. The highlight in the period was the retention, with an increase of 9 p.p.
- In respect to engagement and recurrence, the flow represented **~50 million visits**, exceeding 2Q20 by **+17%**. In relation to the **app**, which accounted for 60% of the online sales, there were 4.9 million downloads, corresponding to an installed base of 6.7 million users, thus maintaining absolute leadership in Monthly Active Users (MAU) between the national players, according to AppAnnie data.

OMNI TRANSFORMATION

- The initiatives related to the omni transformation also advanced significantly in the quarter, mainly those initiatives for integrating inventories, sales channels and checkout options. Additionally, the store expansion plan continued, through the opening of 27 units in 2Q21, as well as the construction of the new CD Omni in São Paulo, which is according to the schedule. These initiatives led to a relevant increase in the omni customer base, which more than doubled compared to the same period in 2019.



Omni Delivery: the use of instore inventory **represented 34%** of online sales, totaling **2.0 million of items**. In addition, D+2 deliveries **doubled** versus 2Q20.



Mobile Checkout: **32.6%** of store sales are made via mobile checkout and not through the traditional cashiers, and, in the period, the pilot of the RFID checkout operation was started, which will bring more flexibility and agility to the process. Sale finalization can be conducted through the **Mobile Sales**, made by employees using mobile checkout devices at the stores; the **Self Checkout**, self-service totems as well as **Pague Digital**, made through the customers' smartphone, which was the highlight in the period. This modality represented 7% of store sales and the payment is made through the digital wallet on Renner's app. In addition to reducing checkout lines, it encourages the digitalization of customers through the store, helping to reduce CAC.



Infinite Aisle: 100% of the assortment in the bricks-and-mortar stores already available for purchasing online.



Sales via WhatsApp: besides activities being extended to Uruguay and Argentina, an active communication pilot operation with customers through a specific tool and in partnership with local influencers began. These and other actions resulted in growth of 289% in sales versus the preceding quarter.



Digital sales: purchases made instore through e-commerce, represented R\$ 7.6 MM.



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



Social sales (Minha Sacola): Sales by affiliates grew more than 7 times compared to 2Q20.

Fashion and Lifestyle Ecosystem



Content & Branding

- In the context of the Content and Branding pillar, important progress was made in the construction of digital brand image through enriching the message to new audiences. New formats of lives were also created and the partnership with influencers intensified. Additionally, the digital channel strategy was refined, with the launch of a series on YouTube to make better use of the social networks, among others, to ensure better brand positioning. In the quarter, revenue generated through these actions increased by 41% relative to 1Q21, as well as resulting in an increase of 96% in the accesses and 98% in online users.
- **Ta Online, ta na Renner (You are online, you are at Renner):** the campaign is the basis for connecting different initiatives which reinforce Renner's digital fashion image. Since launch, it has reached an audience of 13 million.
- **Renner Play:** the launch of the immersive Fortnite map, resembling a physical Renner store and reaching 5 million people. The initiative not only marked the brand's entry into the **gamer universe**, but also made Renner the first fashion retailer to innovate in Fortnite.
- **Persona Digital:** during the quarter, **Rennata** the spokesperson for all the Renner brand's new launches was introduced, she arrived to reinforce the online presence and strengthen the relationship with customers.
- **Lives:** greater frequency and different formats with a balance between major productions and more agile dynamics through partnerships with **influencers, brands** and **content channels**. During 2Q21, 16 lives were broadcast focused on different businesses, bringing direct benefits to revenue.
- **Influencers:** the partnership has been ramped up in the last few months, covering strategies with a focus on awareness, conversion and exclusive content as well as activations and powered actions. All this with a growing spread of influencers, which from January to June increased 8 times, and included various profiles ranging from the macro to the nano influence.



Financial Solutions – Realize CFI

- In the quarter, Realize remained committed to a wider occupation of the ecosystem. Consequently, progress was made in prioritizing the use of the Meu Cartão at Renner, as well as at the other retail businesses. All the Ashua stores are already capturing the product while pilot operations were begun at Camicado and Youcom. This resulted in the participation of Meu Cartão in the active base reaching more than 40%.
- In the context of offering expanded financial solutions with the delivery of differentiated value to customers, the insurance and assistance portfolio was extended with the inclusion of Pet, Bem Estar Saúde do Corpo and Saúde da Mente (Body and Mind Wellbeing and Health) modalities. New loan modalities are also being tested. As to the B2B solutions' agenda, the first pilot receivables operations were run for Camicado marketplace sellers as well as the financing of working capital for Renner suppliers. On the investment side, Realize has taken in R\$ 190 MM in CDBs.
- In addition, further headway was made in operationalizing the **Digital Account**, now available to a limited number of customers on a test basis. This solution potentializes the synergy between the services offered by the financial arm and the retail operations as well as contributing to increased customer loyalty and a higher average sales ticket.
- As to digitalization, over 90% of the customer base interact digitally with Realize, opening up a horizon for a faster growing agenda of digital offerings over the course of the next few months.
- Reflecting these initiatives there was an increase of 11% in the active customer base versus the preceding quarter as well as important growth of 44%, in participation of services in the overall revenue from financial products.



Fashion and Lifestyle Ecosystem



CRM and Loyalty

CRM

- The Company has seen an expansion in its customer base month by month. Currently, the Ecosystem has 15.6 million active customers, a year-on-year increase of 22.5%. Likewise, continuing investments have been made in customer retention with a reduction of 60% in churn (turnover) on an annual comparative basis. We have advanced not only in the size of the customer base but in terms of identification, 85% of sales now being identified.
- In addition, our customers are becoming increasingly integrated both in terms of purchasing channels used as well as among the brands of the ecosystem. Thus, the number of omni customers has increased by 43% and it is these customers that purchase with greater frequency, generating spending 3 times more when compared with the other channels. From the point of view integration of businesses, customers making purchases in more than one of the ecosystem's brands, spend up to 6 to 7 times more than the other customers.

LOYALTY

- The Loyalty Program platform has already been contracted as well as its structure defined. It is to have a cross brand dynamic, serving all ecosystem customers. The subsequent stages will consist of integration with all customer points of contact in the different businesses, including our Realize fintech, which will be an important program accelerator.



Marketplace & Services for Sellers

- In the quarter, the Renner marketplace lab was launched with the aim of expanding the assortment of products and categories in the ecosystem. Currently, the platform has around 50 sellers and although still in its pilot phase, already revealing some important indicators with a cross sell (shopping cart with 1P and 3P products) of about 60%.
- At Camicado, the marketplace has ~120 sellers and accounted for ~17% of digital sales during the quarter.



Services Adjacent to the Core

- In the context of services adjacent to the core, in July, Renner announced the acquisition of Repassa, a company operating in the managed fashion resale segment. Repassa is a digital startup with ESG central to its business, that reselling apparel, footwear and accessories focused on women in the B and C+ classes. Renner has had a partnership with this startup since 2020, to date experience revealing a high degree of customer favorability to its purpose with very good levels of probability in the use of its service.
- The fashion resale market has great growth potential and is one of the major tendencies in fashion retailing. Furthermore, this type of transaction is aligned to the Company's ecosystem strategy and the new service of delivering value to the customers - in this way complementing their journey- as well as creating an additional avenue of revenue, greater recurrence and lifetime value. Again, this acquisition marked the first inorganic initiative in this process of construction, representing one more step forward, besides other significant ones that lie ahead, and totally aligned to the pillars of digitalization, innovation and sustainability. The conclusion of the acquisition is contingent on the completion of certain negotiated conditions agreed between the parties.



Fashion and Lifestyle Ecosystem



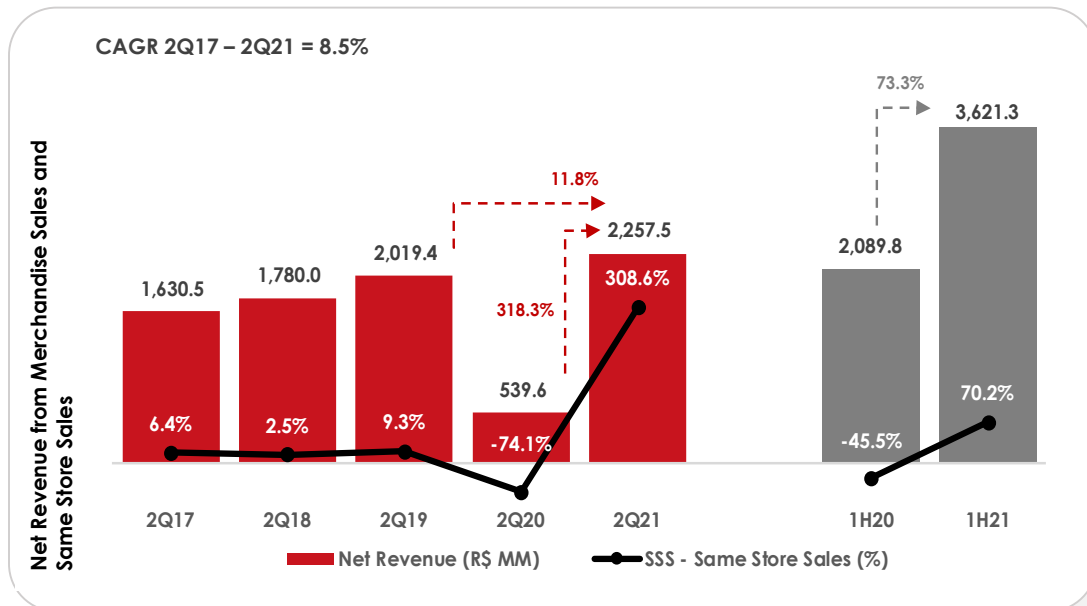
Environmental, Social and Governance

- **Collab Renner-Insecta:** to celebrate World Environment Day, in partnership with Insecta, Renner launched a collection with its design based on the capsule wardrobe concept. The products were made from reused or recycled materials such as fabric scraps and PET bottle fibers.
- **Corporate Fiber & Material Benchmark 2020 (CFMB):** Lojas Renner is a member of the Textile Exchange, an international organization and bellwether in sustainability in the fashion sector fostering the development of lower impact raw materials and the evaluation of company practices in the sector. This was the first time that the Company has signed up to the precepts of CFMB, receiving a score of 3 (maturing), on a scale from 1 (developing) to 4 (leading), being the only company in Brazil and one of two in Latin America to have obtained the certification.
- **Task Force on Climate-related Financial Disclosures (TCFD):** since June 2021, Lojas Renner has been a supporter of TCFD, a global initiative with the aim of developing company reports on climate change. This framework guides the disclosure on strategy, governance, risk management, goals and metrics related to the theme.
- **All Advance Together Campaign:** through the #AllAdvanceTogetherCampaign, the Lojas Renner Institute has been supporting projects promoting women's empowerment for over a decade. In this year's edition, for the first time, all the brands in the ecosystem have participated by collecting a fraction of sale value for donation to outreach projects with this focus in mind.
- **Report on the Brazilian Code of Corporate Governance:** the Company has released its 2021 Report on the Brazilian Code of Corporate Governance to the market, with 98.1% adherence, leaving just one item to be explained out of a total of 54 in the document. In line with the leading corporate governance codes around the world, the Code adopts the approach known as "apply or explain" and contains information on the best practices with Shareholders, Board of Directors, Board of Executive Officers, Supervisory and Control Bodies, and Ethics and Conflict of Interests.
- **FTSE4Good:** Lojas Renner has been a component now for seven consecutive years of the FTSE4Good index, one of the most important international sustainability indices, an indication of the Company's consistency and commitment to the theme. Created by FTSE Russell, a division of the London Stock Exchange, the index considers ESG aspects in their evaluation of companies. In the latest edition, the Company scores the maximum in Climate Change, Social and Environmental Aspects in the Supply Chain, Anti-corruption Practices and Corporate Governance.



Financial Indicators

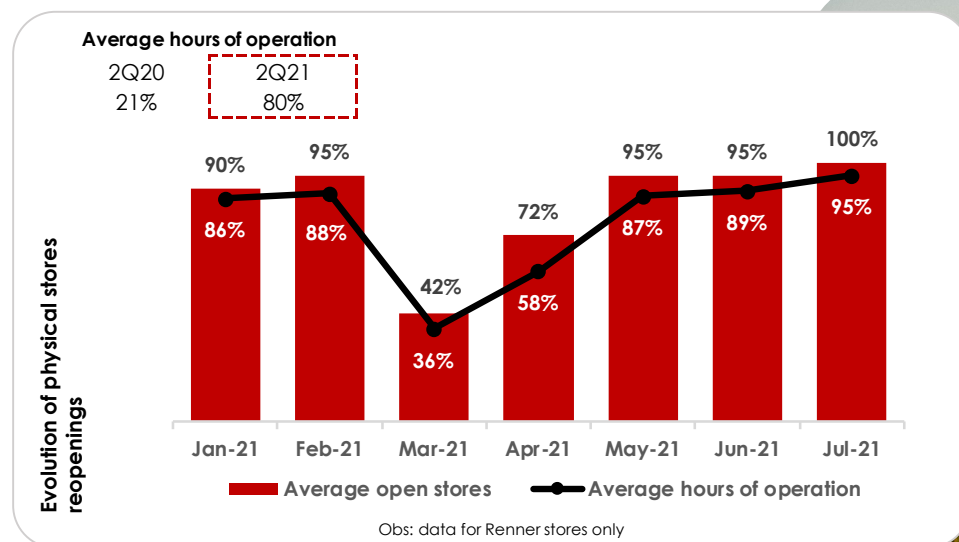
Net Revenue from Merchandise Sales



- 2Q21 began at the same pace and consumer behavior seen particularly during March when the protocols for social distancing had been intensified in new restrictions introduced. However, from the latter half of April, with the reduction in the virulence of the pandemic and progress in mass vaccinations throughout Brazil, restrictive measures were eased, prompting greater mobility on the part of the population and store reopening's, both factors having a salutary impact on the operation.
- While flow was less than usual for the time of year, during the quarter, the Company noted a higher level of conversion, with more items per shopping bag. More especially, during the week of Mothers' Day, performance proved most positive, breaking records and exceeding the most optimistic forecasts for the period.
- Also worthy of note in driving revenue, were the lower temperatures during the winter months in addition to the precise execution of store operations, with a well-diversified mix of products both for the inter-seasonal as well as winter periods, engendering greater attractiveness and acceptance of the collection on the part of consumers.

Net Revenue from Merchandise Sales (continuation)

- As a result, Net Revenue from Merchandise Sales and Same Store Sales in the quarter reported **growth of 318.3% and 308.6%**, respectively. **Compared with the same period in 2019**, Net Revenue from Merchandise Sales and Same Store Sales registered **an increase of 11.8% and 5.1%**, respectively. This performance exceeded the Federal Government Statistics Office's (IBGE) Monthly Retailing Survey Index, published for the period up to June.



Breakdown by Business (R\$ MM)	2Q21	2Q20	Var.	1H21	1H20	Var.
Consolidated	2,257.5	539.6	318.3%	3,621.3	2,089.8	73.3%
Renner	2,045.7	480.9	325.4%	3,274.5	1,885.8	73.6%
Camicado	149.6	49.0	205.2%	252.5	157.1	60.7%
Youcom	62.2	9.7	539.1%	94.2	46.9	100.6%

- At Youcom, Net Revenue recorded growth of 539.1% compared with 2Q20. **Compared with 2Q19, there was an increase of 28.2%**, also the result of a reduction in operating restrictions as well as a colder winter.
- Equally, Camicado benefited from the resumption in consumer mobility as well as improvements made to assortment and store operations. Digital sales also turned in a good performance, accounting for 29.9% of the total. The outcome was a 205.2% increase in Net Revenue against the same period for 2020 while **compared with 2019, the increase was 27.6%**.
- In the context of digital sales and despite the recovery of the physical operation and a higher comparative base, online sales continued to report **robust growth of 66.5%** in comparison to 2Q20, achieving a consolidated GMV of **R\$ 414.5 million**. This performance reflected increased flows, customer retention and the greater relevance of the app. Other factors also benefiting performance were the greater availability of instore assortment for servicing online purchases, this making for an even more autonomous journey on the part of customers.
- For the first half, the Company recorded a year-on-year increase of 73.3% in Net Revenue and 70.2% in Same Store Sales, also reflecting a greater flexibility in restrictions and a corresponding resumption in personal mobility this year versus 1H20.

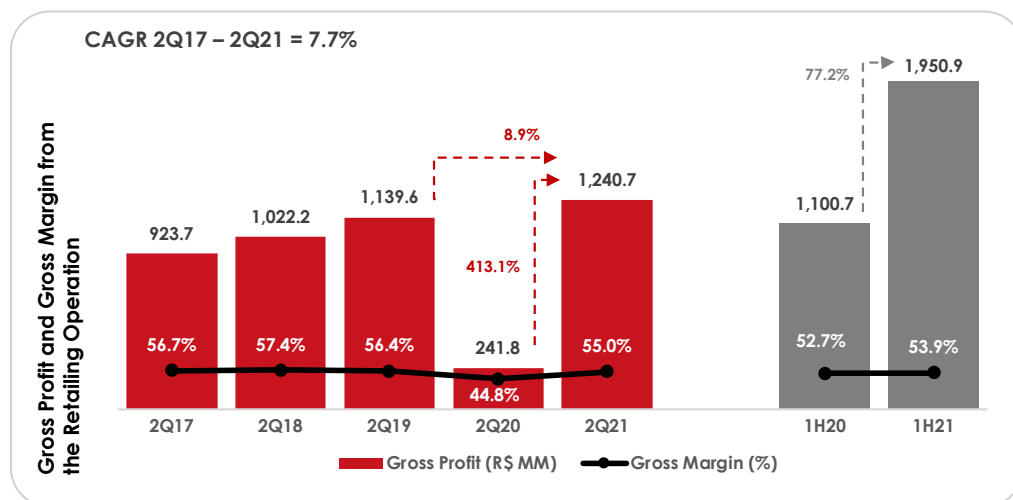
Gross Profit from the Retailing Operations

Breakdown by Business	2Q21	2Q20	Var.	1H21	1H20	Var.
Consolidated	55.0%	44.8%	10.2p.p.	53.9%	52.7%	1.2p.p.
Renner	55.1%	44.0%	11.1p.p.	54.1%	52.6%	1.5p.p.
Camicado	50.9%	51.4%	-0.5p.p.	49.2%	52.0%	-2.8p.p.
Youcom	60.3%	53.8%	6.5p.p.	59.1%	58.8%	0.3p.p.

- The quarter proceeded with well balanced, good quality instore inventory, well suited to the period, thus contributing to ready acceptance of the fall-winter collection. These factors, combined with lower markdown levels were instrumental in the **10.2 p.p. increase in Gross Margin** relative to 2Q20.
- When compared with 2Q19, there was a 1.4 p.p. in Margin, basically due to higher amounts of contracted exchange covering imported goods and inflationary pressures on the costs of raw materials and international freight charges.

Gross Profit from the Retailing Operation (continuation)

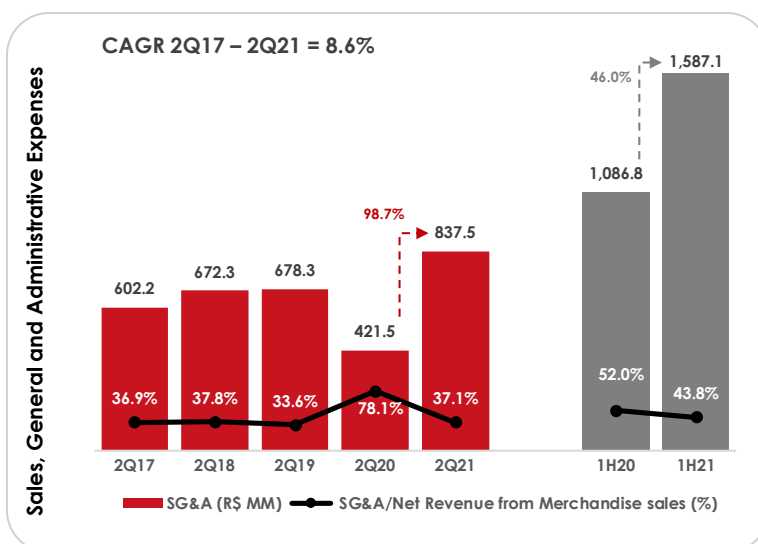
- Youcom posted an increase of 6.5 p.p. versus 2Q20 and a reduction of 2.0 p.p. against 2Q19, for the same reasons as mentioned above. In turn, Camicado reported a reduction of 0.5 p.p. and 1.5 p.p. versus 2Q20 and 2Q19, respectively, mainly a function of higher foreign exchange amounts in the light of a greater mix of imported products in this business.
- In the first half, Gross Margin was 1.2 p.p. higher and reflecting the same factors as mentioned above, albeit to a lesser degree than in the quarter due to higher levels of markdowns during 2Q20 given the more intensified temporary closure of stores in the period.



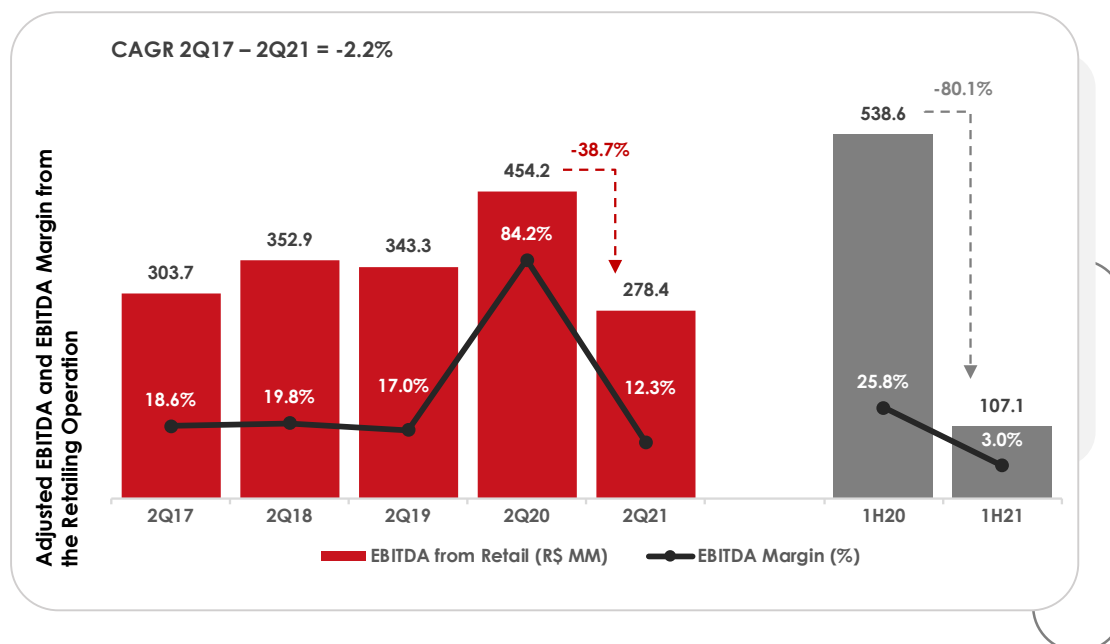
Operating Expenses

(R\$ MM)	2Q21	2Q20	Var.	1S21	1S20	Var.
Operating Expenses (SG&A) ¹	(837.5)	(421.5)	98.7%	(1,587.1)	(1,086.8)	46.0%
% Over Net Revenue from Merchandise Sales	37.1%	78.1%	-41.0 p.p.	43.8%	52.0%	-8.2 p.p.
Selling Expenses	(600.7)	(271.0)	121.7%	(1,138.7)	(746.1)	52.6%
% Over Net Revenue from Merchandise Sales	26.6%	50.2%	-23.6 p.p.	31.4%	35.7%	-4.3 p.p.
General and Administrative Expenses	(236.8)	(150.5)	57.4%	(448.4)	(340.7)	31.6%
% Over Net Revenue from Merchandise Sales	10.5%	27.9%	-17.4 p.p.	12.4%	16.3%	-3.9 p.p.
Other Operating Results	21.6	744.4	-97.1%	22.8	748.3	-97.0%
Profit Sharing Program	(27.3)	1.5	NA	(27.3)	1.4	NA
Recovery of Tax Credits	59.0	794.4	-92.6%	59.8	804.7	-92.6%
Other Operating Revenues/ (Expenses)	(10.1)	(51.5)	-80.5%	(9.8)	(57.8)	-83.1%
Total Operating Expenses	(815.9)	322.9	NA	(1,564.3)	(338.6)	362.1%

- Operating Expenses (SG&A) as a percentage of Net Revenue from Merchandising Sales recorded a **reduction of 41.0 p.p.** in relation to the same quarter of the preceding year, mainly the result of the greater dilution of expenses with larger sales volumes.
- Operating expenses reported an **increase of 98.7%** and reflected investments related to the **development of the fashion and lifestyle ecosystem**, the acceleration in digital sales as well as the initiatives with the ongoing digital transformation.
- On the other hand, Other Operating Results were lower due principally to the recognition in 2Q20, of R\$ 735.4 MM in tax credits from a successful legal action for excluding ICMS from the PIS and Cofins calculation base.
- In 1H21, expenses rose 46.0%, again reflecting largely higher sales volume.



Adjusted EBITDA from the Retailing Operation



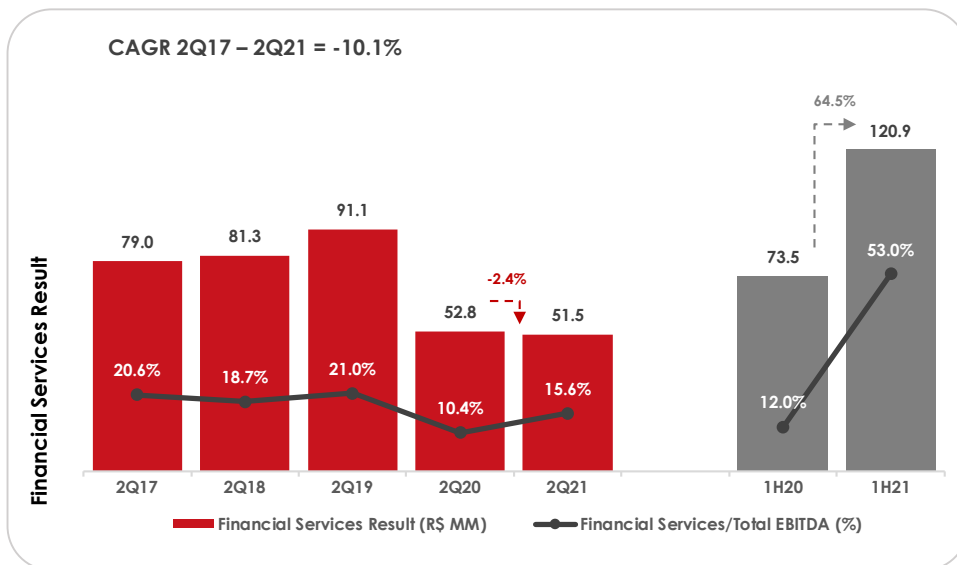
- Adjusted EBITDA from the Retailing Operation posted R\$ 278.4 million in the quarter, equivalent to a **margin of 12.3%**. The decrease in relation to the 2Q20 reflects the booking in that quarter of R\$ 735.4 million in tax credits, mentioned above. Excluding this effect, EBITDA from the retailing operation in 2Q21 doubled (+199.4%), due to the recovery in sales volume.
- 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.
- As to figures for the first half as a whole, the Adjusted EBITDA from the Retailing Operation was also lower due to the tax credit. Excluding this effect, EBITDA from the Retailing Operation in 1H21 was **1.6 times more** (+155.1%) than 1H20, also reflecting increased sales.

Financial Services Result

(R\$ MM)	2Q21	2Q20	Var.	1H21	1H20	Var.
Revenues, Net of Funding and Taxes	228.0	262.1	-13.0%	441.1	570.2	-22.7%
Renner Card (Private Label)	42.5	85.9	-50.5%	99.0	199.2	-50.3%
Co-branded Card Meu Cartão	185.4	176.1	5.3%	342.0	371.0	-7.8%
Credit Losses, Net of Recoveries	(77.4)	(133.9)	-42.2%	(129.5)	(333.2)	-61.1%
Renner Card (Private Label)	(28.7)	(56.7)	-49.4%	(24.2)	(124.2)	-80.5%
Co-branded Card Meu Cartão	(48.7)	(77.2)	-36.8%	(105.4)	(209.0)	-49.6%
Operating Expenses	(99.0)	(75.4)	31.4%	(190.7)	(163.6)	16.6%
Financial Products Result	51.5	52.8	-2.4%	120.9	73.5	64.5%
% of Company's Total Adjusted EBITDA	15.6%	10.4%	5.2p.p.	53.0%	12.0%	41.0p.p.

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

Financial Services Result (continuation)

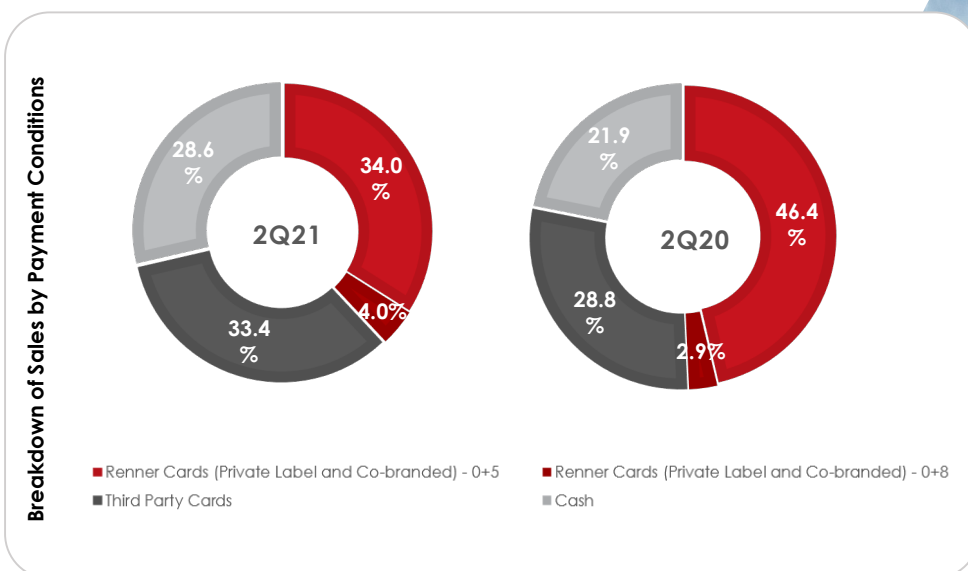


- The Financial Services Result totaled **R\$ 51.5 million** in 2Q21, recording a slight year-on-year reduction, mainly due to lower volumes in the financed portfolio, in turn the result of weaker sales in previous periods.

- As for **Net Losses**, they **decreased by 42.2%** compared to 2Q20, due to the improvement in the quality of credit, as well as the higher levels of recovery.

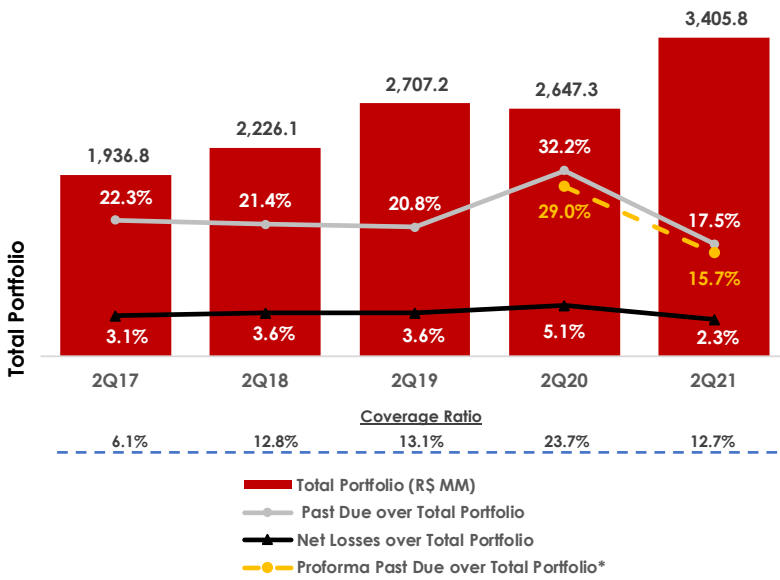
- In 6M21, the Financial Services Result was 64.5% higher, also reflecting the improvement in credit quality, remembering that in 1Q20, the Company increased the portfolio's coverage levels, due to the uncertainties related to the pandemic at that time.

Payment Conditions

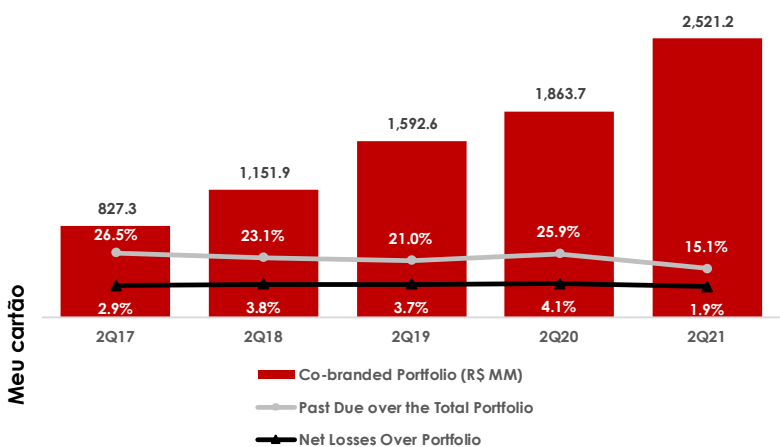
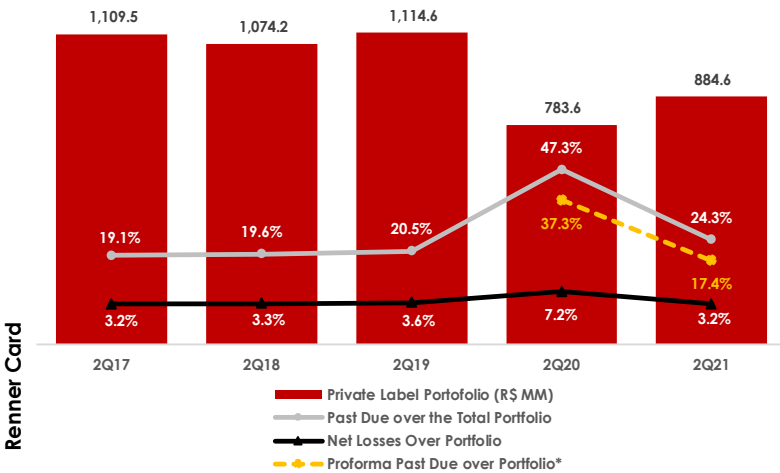


- In 2Q21, the Company recorded a total issue of 34.2 million cards, accounting for 38.0% of sales, versus 49.3% in 2Q20. The significant reduction in 2Q20 sales, the result of the temporary shutdown of stores, distorts the comparison. In relation to a more normal period such as 2Q19, there was a 6.8 p.p. reduction largely a reflection of the present scenario where consumers are more inclined to make cash payments.

Delinquency



- The total Financial Services portfolio (Renner Card and Meu Cartão) reported **growth of 28.7%** in 2Q21, versus 2Q20, due in the main to higher sales volume and the strategy of prioritizing the offer of Meu Cartão. As a result, the Private Label portfolio grew 12.9% and of Meu Cartão, 35.3%.
- Both products reported an improvement in the percentage of net losses as well as overdues. This performance was a reflection of **credit quality** and increased levels of **recoveries**.



Adjusted Total EBITDA

(R\$ MM)	1Q21	1Q20	Var.	1H21	1H20	Var.
Net Income	193.1	818.1	-76.4%	45.4	825.2	-94.5%
(+) Income and Social Contribution Taxes	16.3	95.8	-83.0%	(87.6)	71.2	NA
(+) Financial Result, Net	51.4	(493.6)	NA	129.6	(443.8)	NA
(+) Depreciation and Amortization (*)	213.0	183.0	16.4%	414.5	364.6	13.7%
Total EBITDA	473.8	603.3	-21.5%	501.9	817.2	-38.6%
(+) Stock Option Plan	4.2	5.4	-21.4%	8.0	10.4	-23.1%
(+) Statutory Participation	-	(0.5)	-100.0%	-	(0.5)	-100.0%
(+) Result on Write-Off and Provision for Impairment of Fixed Assets	0.2	9.9	-97.7%	0.2	9.7	-98.3%
Total Adjusted EBITDA - Excludes Leasing¹	478.2	618.0	-22.6%	510.0	836.8	-39.1%
(-) Depreciation for Leasing (IFRS16) (*)	(98.5)	(78.4)	25.6%	(189.3)	(160.3)	18.1%
(-) Financial Expenses for Leasing (IFRS16) (**)	(49.8)	(32.7)	52.4%	(92.7)	(64.4)	43.8%
Total Adjusted EBITDA - Includes Leasing²	330.0	507.0	-34.9%	228.0	612.0	-62.7%
Total Adjusted EBITDA Margin - Includes Leasing ²	14.6%	94.0%	-79.4p.p.	6.3%	29.3%	-23.0p.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.

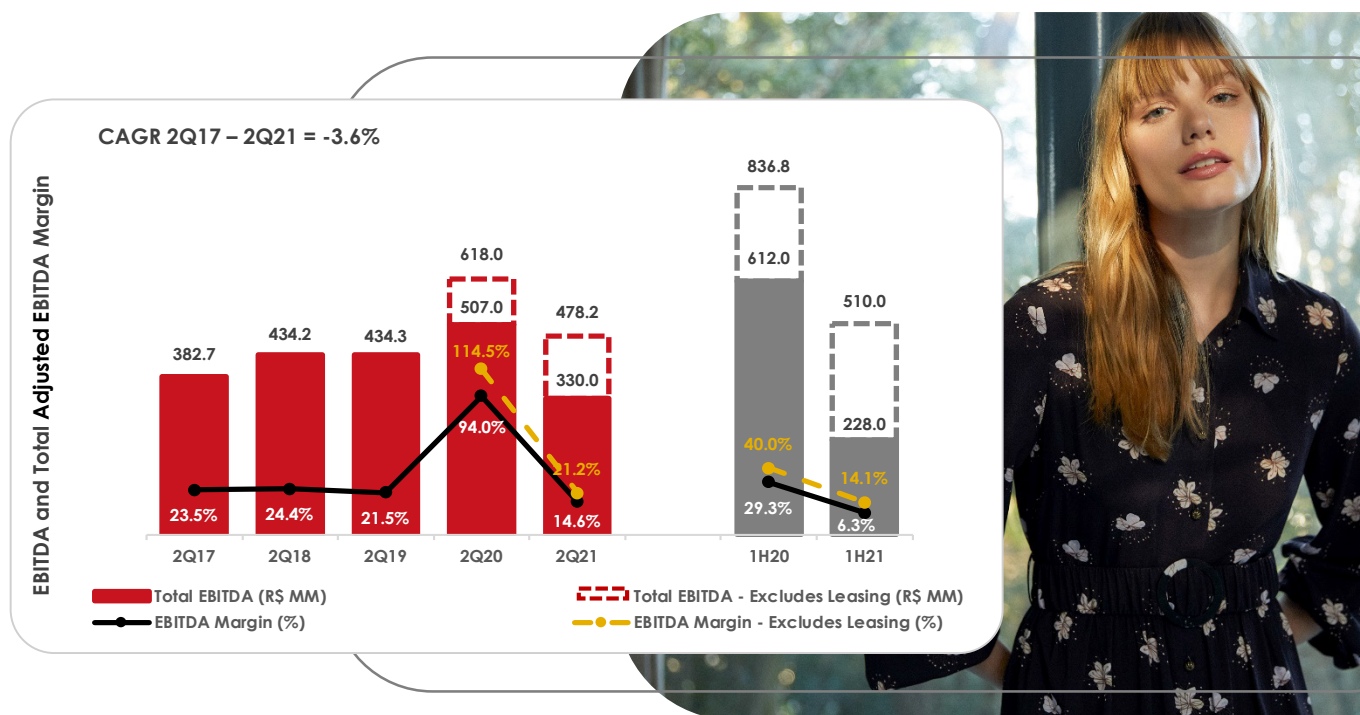
¹ Adjusted Total EBITDA without the impact of Depreciation and Financial Expenses of Leasing relative to the adoption of IFRS 16.

² For the purposes of comparability with preceding periods, the Company is now reporting EBITDA also adjusted for Depreciation and Financial Expenses of the Leasing in the light of 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 R\$ 9.7MM in 2Q21, R\$ 18.5MM in 1H21, R\$ 8.2MM in 2Q20 and 15.3MM in 1H20.

(**) Interest on leasing is shown net of the effects of PIS/COFINS, the amount of which is R\$ 3MM in 2Q21, 9MM in 1H21, 1.7 MM in 2Q20 and R\$6.5 MM 1H20.

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 R\$ 39MM in 2Q21, R\$ 73.8 in 1H21, R\$ 35.1MM in 2Q20 and R\$ 57.7MM in 2H21.



- Total Adjusted EBITDA for 2Q21 was **R\$ 330.0 million**, with a **14.6% margin**. The reduction compared with the same quarter in 2020 was due to the booking of the tax credit in 2Q20, already mentioned. Excluding this effect, there was a significant improvement of R\$ 557.4 million (+245.1%), between the periods and reflecting the higher operating result from retailing.
- In the first half, Total EBITDA was R\$ 228.0 million versus R\$ 612.0 million in 1H20, also a direct reflection of the booking of the tax credit. When this amount is excluded, **there was an increase of R\$ 349.0 million** (+288.4%) in 1H21.
- 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 in 2Q21 would have totaled **R\$ 478.2 million**, equivalent to a **margin of 21.2%**. In 1H21, EBITDA was R\$ 510 million, corresponding to a **margin of 14.1%**.

Financial Result, Net

(R\$ MM)	1Q21	1Q20	Var.	1H20	1H21	Var.
Financial Revenue	36.3	564.8	-93.6%	48.6	575.1	-91.5%
Gains on Cash Equivalents	30.9	11.2	176.8%	39.9	20.7	92.3%
Other financial revenue	5.3	553.6	-99.0%	8.8	554.4	-98.4%
Financial Expenses	(86.6)	(61.4)	41.1%	(160.4)	(111.9)	43.3%
Interest on Loans, Borrowings and Swap	(32.8)	(25.5)	28.4%	(61.5)	(40.1)	53.4%
Other Financial Expenses	(4.1)	(3.2)	28.3%	(6.3)	(7.4)	-15.4%
Financial Expenses for Leasing	(49.8)	(32.7)	52.4%	(92.7)	(64.4)	43.8%
Foreing Exchange, Net	(0.9)	(9.8)	-91.0%	(17.7)	(19.4)	-8.7%
Financial Result, Net	(51.3)	493.6	NA	(129.5)	443.8	NA

- The Financial Result, Net was negative at **R\$ 51.3 million** versus R\$ 493.6 million positive in 2Q20. If the amount of R\$ 553.3 million in interest on tax credits booked in 2Q20 is excluded, the result for the latter period would have been negative at R\$ 59.7 million, the main effect between periods being the cash equivalent income on the resources raised from the share offering of about R\$ 4.0 billion net on May 4, 2021.
- In the first half, the principal effect was in the reduction of the Net Financial Result as well as interest on tax credits in 2Q20.

Free Cash Flow

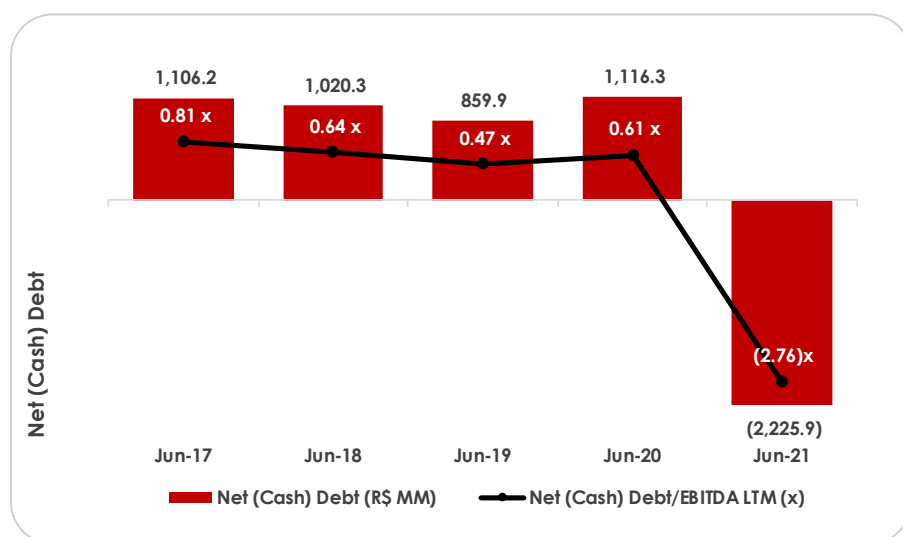
(R\$ MM)	1Q21	1Q20	Var.	1H21	1H20	Var.
Total Adjusted EBITDA	330.0	507.0	(177.0)	228.0	612.0	(384.0)
(+/-) Income and Social Contribution Taxes/Others	10.0	527.1	(517.1)	(12.2)	215.4	(227.6)
Operating Cash Flow	340.0	1,034.1	(694.1)	215.8	827.4	(611.6)
(+/-) Changes in Working Capital	(509.9)	(986.7)	476.8	(348.3)	(1,064.0)	715.7
Accounts Receivable	(1,007.8)	780.9	(1,788.7)	117.8	1,594.2	(1,476.4)
Inventories	150.7	(173.3)	324.0	(229.6)	(454.5)	224.8
Suppliers	14.7	(124.9)	139.6	(321.2)	(355.1)	33.9
Taxes	137.9	(1,406.8)	1,544.7	(107.7)	(1,676.0)	1,568.3
Other Accounts Receivable/Payable	194.7	(62.5)	257.3	192.3	(172.7)	365.0
(-) Capex	(254.1)	(141.4)	(112.7)	(518.1)	(230.8)	(287.3)
(=) Free Cash Flow	(424.0)	(94.0)	(330.1)	(650.7)	(467.4)	(183.2)

- Despite operational cash generation in 2Q21, the significant increase in sales and investments in the ecosystem, impacting respectively, Accounts Receivable and Capex, resulted in a cash burn of R\$ 424.0 million in the period.

Cash (Debt) Net

(R\$ MM)	Jun-21	Dec-20	Jun-20
Borrowings and Financing	2,570.6	2,623.0	2,597.8
Credit Operations to Customers Financing	818.3	762.0	857.7
Gross Debt	3,388.9	3,385.0	3,455.5
Cash and Cash Equivalents and Financial Investments	(5,614.8)	(2,672.4)	(2,339.2)
Net Debt	(2,225.9)	712.6	1,116.3
<i>Net Debt / Total Adjusted EBITDA (LTM)</i>	<i>-2.76x</i>	<i>0.60x</i>	<i>0.61x</i>
Total Adjusted EBITDA (12M)	806.4	1,190.4	1,824.1

- On June 30, 2021, the Company reported Net Cash of **R\$ 2,225.9 million** following the issue of 102 million of new shares worth approximately R\$ 4.0 billion, pursuant to the decision and approval of the Board of Directors on April 29, 2021. The public offering was settled on May 4 and the respective resources used in the development of the fashion and lifestyle ecosystem, in ramping up the digital transformation as well as in the construction of the Omni DC and in the expansion of the bricks-and-mortar stores.



Operating Finance Credit to the Client is used for financing the Financial Services 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 Services is reflected in the Operating Result.

Investments

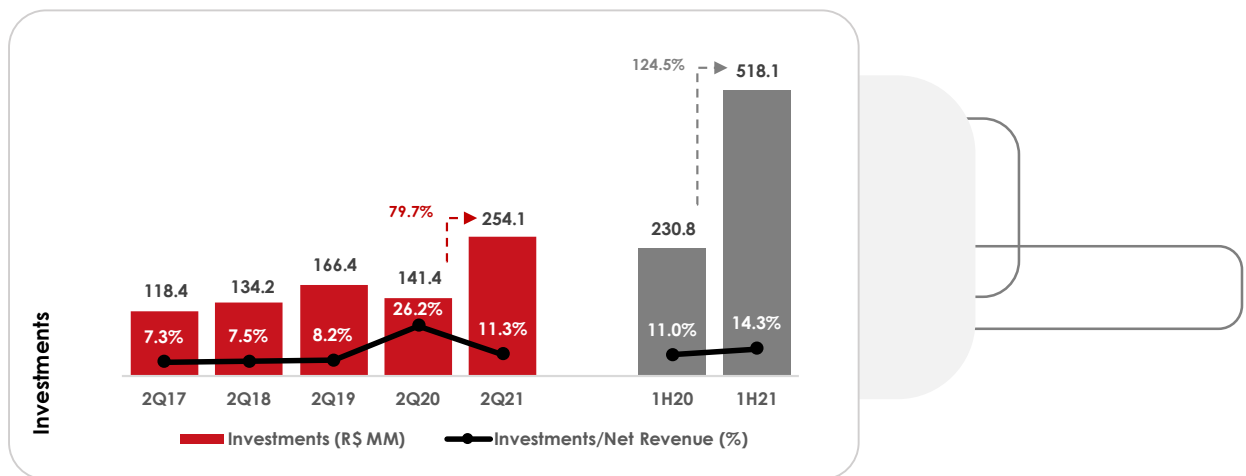
(R\$ MM)	2Q21	2Q20	1H21	1H20
New Stores	66.8	12.8	145.0	62.3
Remodeling of Installations and others	17.2	5.9	23.7	17.6
IT Equipment & Systems	83.8	103.5	243.0	128.5
Distribution Centers	86.4	19.3	106.3	22.4
Total Capex	254.1	141.4	518.1	230.8

- In the quarter, there was an increase of 79.7% in investments, largely reflecting the resumption of the expansion plan and store remodeling at more normal levels of activity as well as disbursements for the construction of the new DC in São Paulo.

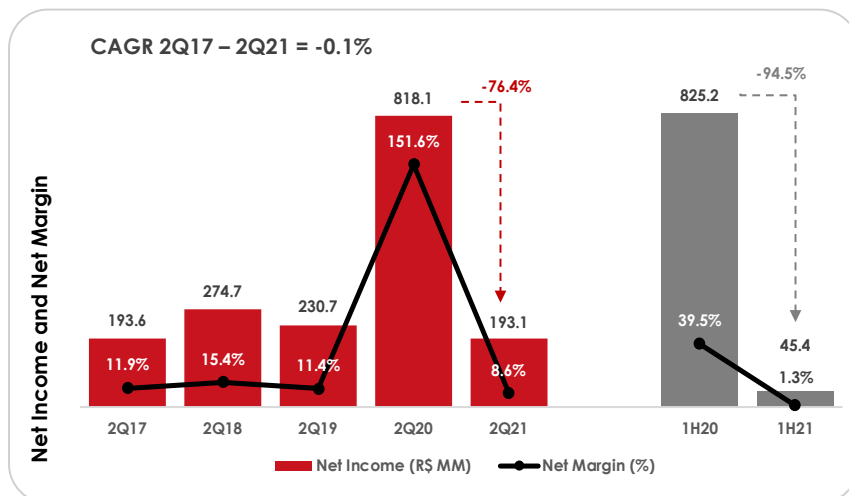
- Depreciation and Amortization expenses were **R\$ 114.5 million** in 2Q21, 9.5% higher than 2Q20, largely due to the store expansion plan and the increase in IT systems' assets.

Investments (continuation)

	2Q21	2Q20	Var.	1H21	1H20	Var.
RENNER						
Number of Stores	411	387	24	411	387	24
New Store Openings	17	0	N/A	18	0	-
Closures	0	0	-	-	-	-
Sales Area (thousand m ²)	711.7	683.1	4.2%	711.7	683.1	4.2%
AMICADO						
Number of Stores	119	112	7	119	112	7
New Store Openings	6	0	N/A	6	1	-
Closures	0	0	-	0	3	-
Sales Area (thousand m ²)	50.1	47.9	4.6%	50.1	47.9	4.6%
YOU.COM						
Number of Stores	103	98	5	103	98	5
New Store Openings	4	0	N/A	4	0	-
Closures	0	0	-	1	3	-
Sales Area (thousand m ²)	17.6	16.3	7.6%	17.6	16.3	7.6%



Net Income and Dividends



- Net Income for the quarter was **R\$ 193.1 million**, compared with R\$ 818.1 million in 2Q20. This reduction is due largely to the recovery of a tax credit, relating to PIS and COFINS charges, in 2Q20. On a comparative basis, the result for 2Q21 was 184.7% higher than 2Q20, this mainly due to a stronger operating result.

- Net Income for the first half was R\$ 45.4 million, less than the same period in 2020. When adjusted for the tax credit, the Net Income for 1H21 was 120.6% higher than 1H20.
- In 2Q21, Lojas Renner credited shareholders with dividends in the form of Interest on Shareholders' Equity in the amount of **R\$ 88.1 million**, corresponding to **R\$ 0.0983 per share** based on a quantity of 895,635,850 common shares excluding those shares held as treasury stock. For the accumulated January to June period, Interest on Shareholders' equity totaled R\$ 146.4 million, equivalent to R\$ 0.171812 per share.

Glossary

1P (first party): Own inventory, the company buys and sells products directly to the customers.

3P (third-party seller): Third party inventory which is managed by the sellers.

B2B (Business-to-Business): A commercial transaction between companies.

BRANDING: Management strategy of the brand with the objective of rendering it more recognizable by its consuming public and present in the market.

CAC: Customer Acquisition Cost.

CAGR: Compound Rate of Annual Growth.

CAPEX: Capital Expenditure allocated to the Company's investments. (Example: Fixed Assets and Intangible Assets).

CDB: Bank Deposit Certificate is a fixed income security issued by banks to raise funds for financing their activities. In exchange for this loan of resources to the bank, the latter will return the amount invested to the investor plus the interest agreed at the time of the investment.

CHURN: Rate of turnover. This is a metric used in customer management which shows the rate of consumers which a company has lost in a given period and the total revenue involved in this process.

MOBILE CHECKOUT: Process of concluding a purchase alternative to the traditional cashier's desk. The conclusion of the transaction may be made through *Mobile Sales*, made by the store employee using instore mobile devices; *Self-Checkout*, self-service totems; and through the *Pague Digital* (Digital Payment) whereby the customer concludes the purchase with his own smartphone using the Renner app.

CRM (Customer Relationship Management): Software which provides a complete management of the sales process, making the approach and contacts with the client more assertive.

CROSS SELL: Sale of complementary products or services based on customer interests within the Renner ecosystem.

EBITDA: Stands for "Earnings before interest, taxes, depreciation and amortization". Performance indicator of operating cash generation. The calculation of EBITDA may be adjusted for non-recurring items which contribute to the information on the potential for gross cash generation in the Company's operations. Adjusted EBITDA has no standardized meaning, and our definition may not be comparable with that used by other companies.

ESG (Environmental, Social and Governance): Environmental, social and governance practices.

FINTECH: Company using technology to offer financial products and services in an innovative manner.

FOLLOW ON: Subsequent offering of shares of a publicly held company.

FORTNITE: An online multiplayer electronic game, originally launched in 2011, developed by Epic Games.

FREE FLOAT: Is the percentage of a company's shares which are traded on the Stock Exchange.

GMV (Gross Merchandise Volume): Term used in online retailing to show the total monetary value of sales through this channel.

GUIDE SHOP: The guide shop model is a bricks-and-mortar commercial establishment with a display case, but with no stock (or with a small stock), in which consumers choose and try products, purchase them using totems or tablets, and receive the products at home.

INFLUENCER: Professionals who through content published in the social media, are able to influence and cause an effect on thousands of people in relation to a given product. Due to their followers and engagement, they are deemed to be credible and successful people in their métier.

IFRS: International Financial Reporting Standards correspond to international accounting norms.

LAST MILE: Is a concept which relates to the last stage in the delivery of the product, leaving a distribution center to the final recipient.

LIFETIME VALUE: Is a metric defining the value of the customer's life cycle. It represents the sum of all the values expended by a consumer while he is a customer of the brand.

LOYALTY: Program for rewarding customers and encouraging repeat business.

MARKETPLACE: An online sales platform which combines different companies selling products as if it were a virtual store window.

MAU (Monthly Active Users): The number of active users in a month, the metric related to the frequency and involvement of users in sites and apps.

OMNICHANNEL: A strategy which uses all a company's communication channels in an integrated and simultaneous fashion. The underlying objective is to narrow the relationship between on- and off-line and strengthen the relationship of the customer with the company, thus improving their experience.

DIGITAL PAYMENT: A purchase modality where the customer can pay for his purchases in the store with his own smartphone using the Renner app.

p.p: Percentage points.

ROIC LTM: Return On Invested Capital over the last twelve months.

SELLER: Is the name given to all those that sell their products in the marketplace.

SPENDING: Total customer expenditure in a given period.

SSS (Same Store Sales): Relation between the sales executed in the same stores (more than 12 months of operation) in the current period compared to sales in these selfsame stores in the same period of the previous year.

STAKEHOLDERS: Individuals or entities that have a relationship with the Company. In addition to the shareholders, the company's employees, customers, suppliers, creditors, governments and community are stakeholders.

STARTUP: Young or recently constituted companies which present major growth possibilities. Startups are characterized by being scalable businesses and growing in a much faster and efficient way compared with a traditional small and middle market company.

STICKINESS: This is the propensity of customers to return to a product or use it with greater frequency, the product itself having characteristics that enhance the profundness of the relationship with the customer over time.

INFINITE AISLE: Availability of inventories of the physical stores in the e-commerce, where customers can buy products from the physical stores inventory through e-commerce.

UX (User Experience): User Experience is the combination of elements and factors relative to the interaction of the user with a given product, system, or service responsible for projecting experiences of enchantment to gain the loyalty and capture customers.

1 OPERATIONS

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

- i) **Retail:** trade of clothes and sports products, shoes, accessories, perfumery, home appliances, towels & linen, furniture, and decoration articles; and
- ii) **Financial services:** quick withdrawals, financing of purchases, insurance, and credit and debit operations that are usual for credit companies, among others.

2 HIGHLIGHTS

Below, management highlights key matters for these interim financial statements:

2.1 RESTRICTED OFFER OF SHARES

On May 4, 2021, the Company received the settlement of its restricted offer of shares by issuing 102,000,000 (one hundred and two million) new shares. Further details in Note 26.1.

2.2 CELEBRATION OF THE AGREEMENT FOR THE ACQUISITION OF "REPASSA"

On July 15, 2021, the Company published in a Material Fact that it entered into an agreement to acquire 100% of the shares issued by the company "Repassa Intermediação de Negócios Ltda.", further information in Note 36.1.

3 BASIS FOR THE PREPARATION AND PRESENTATION OF INTERIM FINANCIAL STATEMENTS

3.1 STATEMENT OF COMPLIANCE

The Parent Company and consolidated interim financial information for the period ended June 30, 2021 has been prepared in accordance with CPC 21 (R1) - Interim Financial Reporting, issued by the Brazilian Financial Accounting Standards Board (CPC), and with IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), and in line with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Quarterly Information (ITR). This interim financial information was approved by the Company management on August 5, 2021.

The interim financial statements have been prepared by the Company to update users about the significant information presented for the period and should be analyzed in conjunction with the complete set of financial statements for the year ended December 31, 2020. In preparing these interim financial statements, the Company has adopted all standards, revised standards and interpretations issued by the CPC, the IASB and regulatory bodies that were in force as at June 30, 2021.

Therefore, in order to disclose only significant information or information that presented significant changes in relation to the last Parent Company and consolidated annual financial statements as of December 31, 2020, the notes listed below were not completed or do not have the same level of detail of the notes to the annual financial statements :

- Cash and cash equivalents and interest-earning bank deposits (Note 7.1);
- Trade accounts receivable (Note 8.3.2);
- Inventories (Note 9.1 and 9.2.1);
- Income and social contribution taxes (Note 12.1);
- Property, Plant and Equipment (PP&E) and intangible assets (Note 14.1);
- Impairment test of goodwill and intangible assets with indefinite useful life (Note 16.1 and 16.3);
- Suppliers (Note 20.1 and 20.2.1);
- Provisions for tax, civil and labor contingencies, contingent assets and liabilities (Note 23.1, 23.1.1 and 23.1.2);
- Equity (Notes 27.1 and 27.2);
- Dividends and interest on equity (Note 28.1 and 28.2);
- Stock option plan (Note 30.1 and 30.2);
- Restricted share plan (Note 31.1 and 31.2);

- Insurance coverage (Note 36).

3.2 STATEMENT OF RELEVANCE

The Company management affirms that has applied accounting guidance OCPC 7 and CVM Rule No. 727/2014, by complying with the minimum requirements and disclosing only relevant information to help readers in decision making. Therefore, all relevant information used in the business management is evidenced in this document.

3.3 BASIS OF MEASUREMENT

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

3.4 FUNCTIONAL AND PRESENTATION CURRENCY

The financial statements are presented in Brazilian Real (R\$), the functional currency of the Company, and balances have been rounded to the nearest thousand, unless otherwise stated.

For foreign subsidiaries operating in a stable economic environment and with a different functional currency from the Parent Company's, the statements of income are translated into Brazilian Reals 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 economy, 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 inaccuracy, and have a significant impact on:

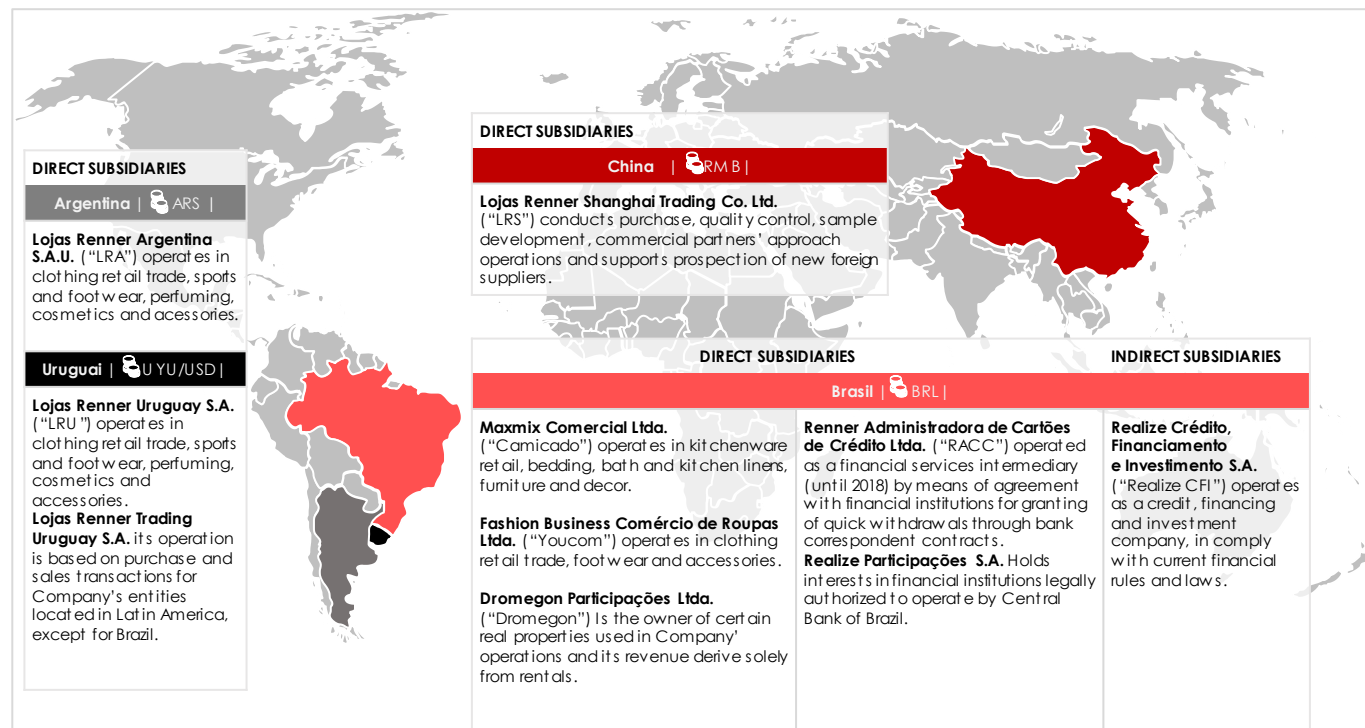
Estimates	Note
Expected credit losses	7.3
Expected inventory losses	8.2
Discount rate applied to adjustments to present value	7.1, 8.1, 18.1 e 19
Realization of deferred income and social contribution taxes	11.3
Determination of the useful lives of PP&E and intangible assets	13
Impairment testing of intangible assets with indefinite useful life	15
Provisions for tax, civil and labor contingencies	22
Determination of fair values of derivative financial instruments and stock options plans	23.3 and 29.2

3.6 ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of the parent company and consolidated interim financial statements are consistent with those adopted and disclosed in the notes of the financial statements for the year ended December 31, 2020, which were disclosed on February 11, 2021 and should be read in conjunction with these interim financial statements.

3.7 BASIS OF CONSOLIDATION

In preparing these statements, the interim financial statements of subsidiaries closed on the same reporting date of the Parent Company's were used. Investments are accounted for using the equity method. The Company's consolidated interim financial statements include the companies below, in which direct and indirect interest represents **100.0%** as of June 30, 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 income of companies operating in hyperinflationary 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. 539/2018 issued by the Argentine Federation of Economic Sciences Professionals Council (FACPCE), as amended by Resolution No. 553/2019.

The financial statements of LRA are updated in accordance with CPC 42/IAS 29.

For the six-month period ended June 30, 2021, the Company recognized R\$23,460 (gain of R\$44,813 in 2020) in equity, under other comprehensive income, and R\$5,252 and R\$12,733 in finance income for the three- and six-month periods ended June 30, 2021, respectively (R\$3,962 and R\$9,143 in finance costs for the three- and six-month periods ended 30 June 2020, respectively) resulting from the hyperinflation in LRA.

3.9 COVID-19 IMPACTS – BUSINESS CONTINUITY

These interim financial statements present the measures taken concerning the impacts of Covid-19. These decisions were proven correct, since they protected the Company's employees, customers and suppliers. During 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 NOT YET 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 1, 2022, and its purpose is to clarify 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: REVENUES BEFORE INTENDED USE

This amendment comes into effect on January 1, 2022, and prohibits deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognizes the proceeds from selling such items, and the cost of producing those items, in profit or loss. The Company understands that this amendment will have no impact.

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

The amendment to CPC 25/ IAS 37 comes into effect on January 1, 2022, to specify that the "cost of fulfilling" a contract comprises the "costs that relate directly to the contract". Costs that relate directly to a contract can either be incremental costs of fulfilling that contract or an allocation of other costs that relate directly to fulfilling contracts. The Company is assessing the potential impacts of this amendment.

4.4 AMENDMENT TO IAS 1 – CLASSIFICATION OF LIABILITIES AS CURRENT OR NONCURRENT

This amendment comes into effect on January 1, 2023, and its purpose is to provide consistency in applying the standard requirements, and help companies determine whether, in the statement of financial position, loans and financing, and other liabilities whose settlement date is uncertain should be classified as current or noncurrent. The Company is assessing the potential impacts of this amendment.

4.5 AMENDMENT TO IAS 8 – DEFINITION OF ACCOUNTING ESTIMATES

The amendments to IAS 8 come into effect on January 1, 2023 and clarify that a change in accounting estimate that results from new information or new developments is not the correction of an error. The Company is assessing the potential impacts of this amendment.

4.6 AMENDMENT TO IAS 12 – DEFERRED TAX RELATED TO ASSETS AND LIABILITIES ARISING FROM A SINGLE TRANSACTION

The amendments to IAS 12 come into effect on January 1, 2023 and clarify that the initial recognition exemption does not apply to transactions in which equal amounts of deductible and taxable temporary differences arise on initial recognition. The Company is assessing the 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 business:

- i) Market risk (including currency risk and interest rate risk);
- ii) Credit risk (Notes 6.3, 7.4 and 23.5);
- 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 Memorandum Circular 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 – which includes Non-Deliverable Forwards (NDF) and Swap transactions relating to the amount of loans in foreign currency (Bacen [Central Bank of Brazil] Law No. 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, the 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, in order to mitigate the net exposure of imported product orders, in compliance with the currency risk management policy, monitoring the projections and expected scenarios for the exchange rates of foreign currencies, therefore analyzing the best timing for engaging in hedging transactions.

Below is the net exposure and sensitivity analysis regarding goods import order, PP&E and loans in foreign currency as of June 30, 2021, taking into consideration the US dollar and Euro quotation in each scenario based on future market projections of B3 S.A. – Brasil, Bolsa, Balcão for the next reporting date.

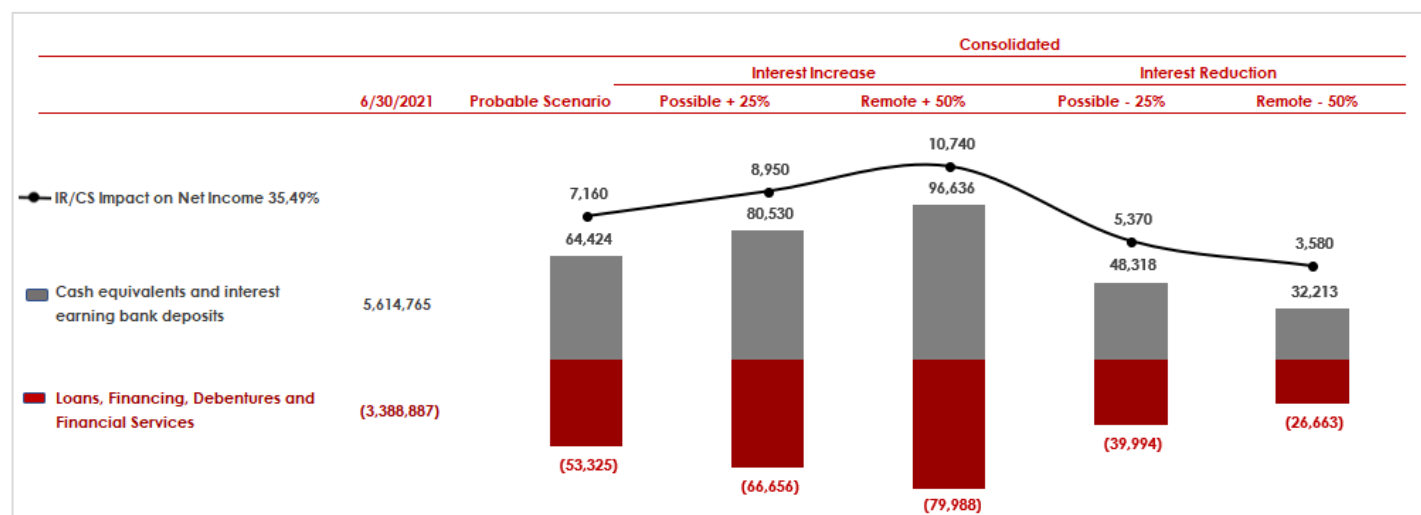
	Consolidated					
	Notional amount		Quotation - next quarter	Probable scenario	Currency appreciation	
	(Payable)	Receivable			Possible +25%	Remote +50%
Derivatives designated for hedge accounting						
Orders projection (item)	US\$	(154,289)	R\$ 5.0377	R\$ 9,445	R\$ (179,874)	R\$ (369,193)
NDF (instrument)	US\$	154,289	R\$ 5.0377	R\$ (9,445)	R\$ 179,874	R\$ 369,193
Net exposure	US\$	-		R\$ -	R\$ -	R\$ -
PP&E purchase contract (item)						
PP&E purchase contract (item)	€	(27,058)	R\$ 5.9792	R\$ 5,011	R\$ (33,690)	R\$ (72,391)
NDF (instrument)	€	23,595	R\$ 5.9792	R\$ (4,370)	R\$ 29,378	R\$ 63,126
Net exposure	€	(3,463)		R\$ 641	R\$ (4,312)	R\$ (9,265)
Total net exposure/effect				R\$ 641	R\$ (4,312)	R\$ (9,265)
Total exposure, net of income tax/social contribution tax of 34.00%				R\$ 423	R\$ (2,846)	R\$ (6,115)

5.1.2 Interest rate risk

This risk arises from cash equivalents transactions, 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, bearing interest both at fixed rates and adjusted for Interbank Deposit Certificates (CDI) rate and Central Bank Benchmark Rate (Selic). Keeping financial assets indexed to the CDI and the short-term receivables certificates adjusted by fixed interest rates, a risk level associated with interest rates fluctuation is relatively low.

The Management often 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 profit or loss.

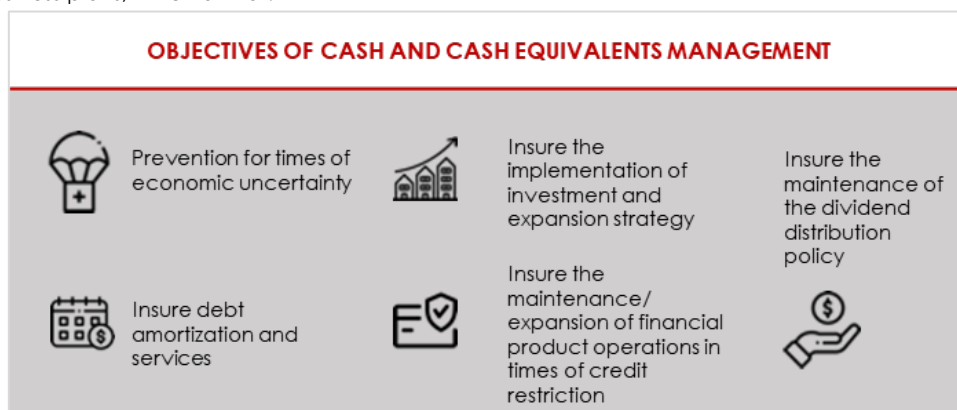
On June 30, 2021, sensitivity tests were conducted for adverse scenarios of interest, considering the expected scenario for the next CDI and Selic interest rate disclosure of 4.79% p.a., based on B3 futures market projections. Yield from cash equivalents and short-term investments are net of PIS and COFINS.



Considering that the Company has a positive net indebtedness cash position (negative net indebtedness), both the increase and the reduction in interest rates would have a positive impact on the Company's results.

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 the Company requirements and business plans, which aim at:



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 loan contracts. The Company confirms that is compliant with the contractual assumptions established. Below are the indicators:

Financials				
Instrument	Issue Date	Due Date	1 st Indicator: $\frac{\text{Consolidated Net Debt}}{\text{EBITDA}}$	2 nd Indicator: $\frac{\text{EBITDA}}{\text{Financial Income (Loss)}}$
9 th Debenture Issue	04/12/2019	10/10/2022	≤ 3,0	≥ 2,0
11 th Debenture Issue	05/08/2020	11/05/2022	Until Dec 2023 ≤ 4,0 After ≤ 3,5	≥ 2,0
12 th Debenture Issue	03/01/2021	02/18/2025		≥ 2,0
CCB Loan	05/14/2020	05/13/2022	≤ 3,0	≥ 2,0
CCB Loan	09/09/2020	09/09/2022		

Non Financials		
<ul style="list-style-type: none"> • Present Standardized Financial Statements – Financial Standard Statements with the independent auditor’ 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 laws (health and security, no use of child or slave labor and fight against sexual exploitation). 	<ul style="list-style-type: none"> • Adopt policies and procedures to comply with the Anti-corruption Law, according to Federal Decree n° 8.420, from March 18th, 2015.

Standard & Poor’s rated the Company credit as brAAA with stable 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	2,570,601	3,099,850	10,089	30,178	411,219	1,391,120	1,257,244	-
Financing - financial service operations	818,286	927,589	-	-	136,967	725,346	65,276	-
Leases payable	2,487,161	3,715,259	153,366	151,485	301,148	540,612	1,206,031	1,362,617
Suppliers	1,179,195	1,185,680	1,009,367	114,261	7,578	54,474	-	-
Obligations with credit card administrators	1,307,106	1,307,106	990,301	230,978	85,827	-	-	-
Derivative financial instruments	42,187	42,187	8,846	25,297	7,663	381	-	-
Balance at June 30, 2021	8,404,536	10,277,671	2,171,969	552,199	950,402	2,711,933	2,528,551	1,362,617

	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-party capital 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 doesn't include liabilities relating to leases payable.

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

	Consolidated	
	06/30/2021	12/31/2020
Loans, financing and debentures	(2,570,601)	(2,623,014)
Current	(323,791)	(1,077,081)
Noncurrent	(2,246,810)	(1,545,933)
Operating financing	(818,286)	(761,965)
Current	(126,208)	(341,390)
Noncurrent	(692,078)	(420,575)
Gross indebtedness	(3,388,887)	(3,384,979)
Cash and cash equivalents, and interest-earning bank deposits	5,614,765	2,672,353
Net indebtedness (*)	2,225,878	(712,626)
Equity	9,341,825	5,501,316
Financial leverage ratio (**)	-23.83%	12.95%

(*) Due to the Company's funding, mainly the restricted offer of shares of May 4, 2021, the Company has a balance of cash and cash equivalents, and interest-earning bank deposits higher than gross indebtedness.

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

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

6.1 BREAKDOWN OF CASH AND CASH EQUIVALENTS

	Index	Weighted average rate p.a.	Parent Company		Consolidated	
			06/30/2021	12/31/2020	06/30/2021	12/31/2020
Cash and banks						
Domestic currency			72,850	82,419	102,781	95,958
Foreign currency			-	-	31,467	44,345
Cash equivalents						
CDB	CDI	97.0% to 108.5%	4,729,293	1,666,691	4,803,751	1,830,736
Investment funds	CDI	-	-	-	-	77,927
Repo operations in debentures	CDI	86.5%	5	-	2,451	5,486
Automatic Investment	CDI	-	-	12,301	-	12,301
Fund - BACEN Jud	CDI	61.3%	28	28	28	28
Total			4,802,176	1,761,439	4,940,478	2,066,781

6.2 BREAKDOWN OF INTEREST-EARNING BANK DEPOSITS

	Index	Weighted average rate p.a.	Parent Company		Consolidated	
			06/30/2021	12/31/2020	06/30/2021	12/31/2020
Financial National Treasury Bills	SELIC	100.5%	-	-	471,034	466,360
Exclusive investment funds (i)						
Financial bills	CDI	102.4%	120,859	115,468	120,859	115,468
Financial National Treasury Bills	SELIC	100.0%	82,394	23,744	82,394	23,744
Total			203,253	139,212	674,287	605,572

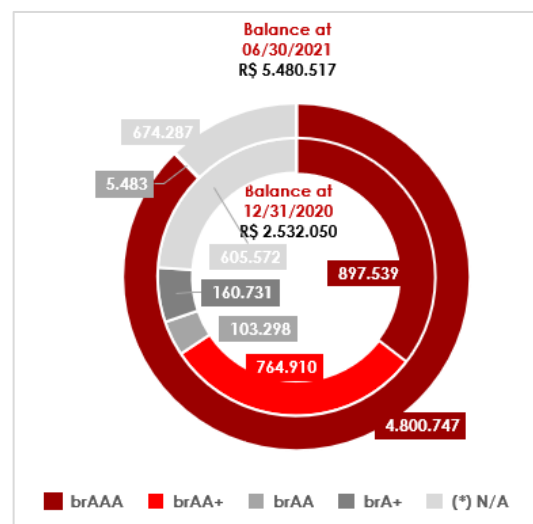
- (i) The exclusive investment fund Brasil Plural Retail FI is fixed-income private credit fund managed and administered by BNY Mellon Serviços Financeiros DTVM S.A., organized for the sole purpose of holding interests of the parent company. Thus, the fund's financial investment was fully included in 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 of the fund's position and its assets have liquidity by means of a secondary market.

6.3 CREDIT RISK

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

The ratings of cash equivalents and interest-earning bank deposits are according to the main risk rating agencies.

Beside 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 reported on website of the Central Bank of Brazil for advanced receivables which was of 0.65% p.m. (0.63% p.m. at December 31, 2020). Present value adjustment is matched against trade accounts receivable and its realization is recorded as sales revenue on maturity.

7.2 BREAKDOWN

	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Renner credit card (Private Label)	523,644	810,639	891,665	1,179,920
Branded card (Meu Cartão)	378,464	359,772	2,526,867	2,355,916
Third-party cards	579,316	658,789	718,675	846,490
Exports - Related parties	27,871	38,484	-	-
Other receivables	615	994	13,889	9,218
(-) Expected credit losses	-	-	(433,783)	(548,109)
(-) Adjustment to present value	(20,820)	(29,455)	(23,472)	(31,767)
Total	1,489,090	1,839,223	3,693,841	3,811,668

7.3 EXPECTED CREDIT LOSSES

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

The allowance for expected 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 (Example: customer profile, score, regions, etc), considering the measurement components:

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 up to 30 days of delay, measurement of expected loss for the next 12 months, and active credit limit until the 8th day of delay;

Stage 2: Operations with 31 to 89 days of delay, the 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 expected credit losses

	Balances at	Expected	Write-offs	Balances at	Expected	Write-offs	Balances at
	01/01/2020	(losses) reversals, net		12/31/2020	(losses) reversals, net		06/30/2021
Renner credit card (Private Label)	(25,965)	1,397	24,568	-	919	(919)	-
Total - Parent Company	(25,965)	1,397	24,568	-	919	(919)	-
Branded card	(287,892)	(372,060)	318,567	(341,385)	(137,524)	199,683	(279,226)
Renner credit card (Private Label)	(106,848)	(216,793)	116,917	(206,724)	(83,912)	136,079	(154,557)
Total - Consolidated	(420,705)	(587,456)	460,052	(548,109)	(220,517)	334,843	(433,783)

7.3.2 Portfolio per credit product and delay range

Renner credit card (Private Label)	Consolidated					
	06/30/2021			12/31/2020		
	Not yet due	Overdue	Balance	Not yet due	Overdue	Balance
A - from 0 to 14 days	591,333	18,615	609,948	866,763	16,380	883,143
B - from 15 to 30 days	32,284	11,276	43,560	29,085	9,253	38,338
C - from 31 to 60 days	20,846	13,680	34,526	17,408	13,181	30,589
D - from 61 to 90 days	10,982	12,325	23,307	8,962	10,511	19,473
E - from 91 to 120 days	6,971	18,904	25,875	5,861	10,454	16,315
F - from 121 to 150 days	4,995	31,347	36,342	3,997	8,251	12,248
G - from 151 to 180 days	3,034	34,720	37,754	3,152	7,349	10,501
H - more than 180 days	6,655	73,698	80,353	12,273	157,040	169,313
Total	677,100	214,565	891,665	947,501	232,419	1,179,920

Branded card (Meu Cartão)	Consolidated					
	06/30/2021			12/31/2020		
	Not yet due	Overdue	Balance	Not yet due	Overdue	Balance
A - from 0 to 14 days	1,969,817	41,583	2,011,400	1,800,723	27,865	1,828,588
B - from 15 to 30 days	46,775	26,238	73,013	30,276	17,414	47,690
C - from 31 to 60 days	30,673	37,975	68,648	22,157	18,856	41,013
D - from 61 to 90 days	33,187	45,075	78,262	40,816	20,553	61,369
E - from 91 to 120 days	13,516	44,305	57,821	21,640	17,536	39,176
F - from 121 to 150 days	8,156	39,404	47,560	16,371	15,288	31,659
G - from 151 to 180 days	6,035	33,139	39,174	13,835	14,809	28,644
H - more than 180 days	38,475	112,514	150,989	84,681	193,096	277,777
Total	2,146,634	380,233	2,526,867	2,030,499	325,417	2,355,916

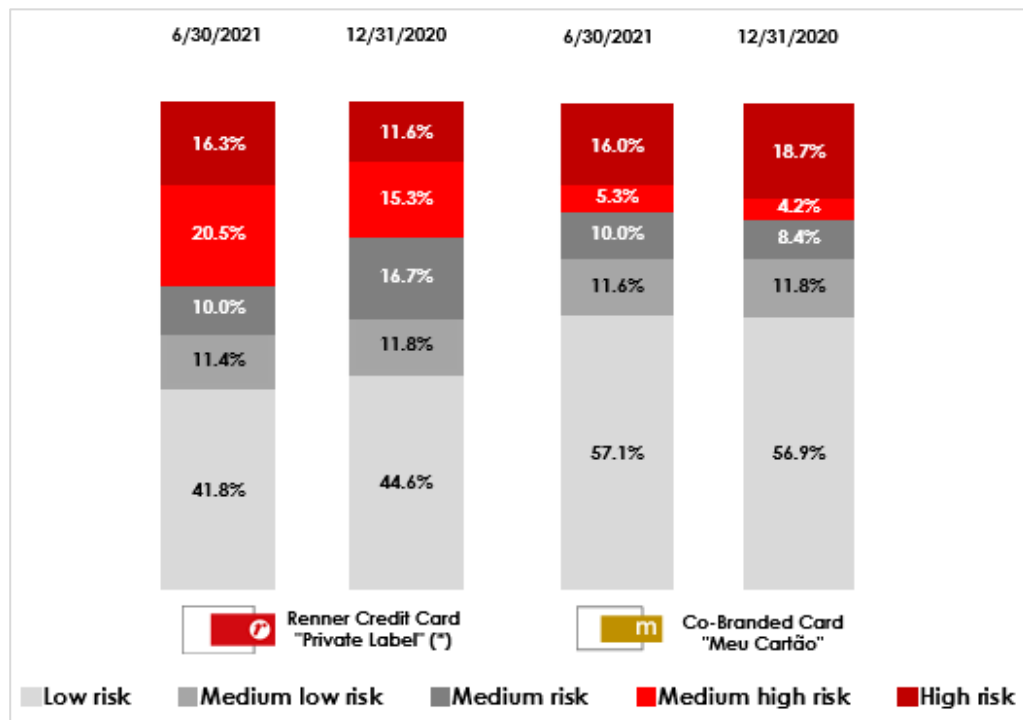
7.3.3 Breakdown of expected loss per on-balance and off-balance product

Renner credit card (Private Label)	Consolidated					
	06/30/2021			12/31/2020		
	Portfolio	ADA	% Coverage	Portfolio	ADA	% Coverage
On balance	891,665	149,370	16.8%	1,179,920	188,872	16.0%
Stage 1	672,532	15,765	2.3%	942,135	28,286	3.0%
Stage 2	68,331	7,543	11.0%	41,020	5,311	12.9%
Stage 3	150,802	126,062	83.6%	196,765	155,275	78.9%
Off balance	1,283,005	5,187	0.4%	2,859,347	17,852	0.6%
Grand total	2,174,670	154,557	7.1%	4,039,267	206,724	5.1%
Coverage ratio on credit portfolio			17.3%			17.5%

Branded card (Meu Cartão)	Consolidated					
	06/30/2021			12/31/2020		
	Portfolio	ADA	% Coverage	Portfolio	ADA	% Coverage
On balance	2,526,867	266,993	10.6%	2,355,916	330,811	14.0%
Stage 1	2,088,868	42,666	2.0%	1,878,047	38,457	2.0%
Stage 2	142,979	17,418	12.2%	105,430	12,906	12.2%
Stage 3	295,020	206,909	70.1%	372,439	279,448	75.0%
Off balance	3,334,857	12,233	0.4%	2,854,369	10,574	0.4%
Grand total	5,861,724	279,226	4.8%	5,210,285	341,385	6.6%
Coverage ratio on credit portfolio			11.1%			14.5%

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 judicious selection of the 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 advanced processes related to the risk and fraud functions.



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

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

	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Goods for resale	1,085,790	984,942	1,403,194	1,169,601
Imports in transit	171,609	193,170	226,328	238,994
Advances to suppliers	19,057	18,464	19,057	18,464
Auxiliary materials and warehouse	6,104	5,534	9,429	8,078
Present value adjustment (*)	(20,439)	(23,256)	(24,333)	(25,999)
Expected losses	(20,981)	(26,615)	(22,400)	(27,476)
Total	1,241,140	1,152,239	1,611,275	1,381,662

(*) The Company restated the discount rate to 0.93% p.m. (1.14% p.m. at December 31, 2020).

The Company has a balance of advances related to the confirming agreement of R\$19,057 at June 30, 2021 in Parent Company and Consolidated (R\$18,464 at December 31, 2020), fully reversed into inventory goods.

8.2 EXPECTED INVENTORY LOSSES

	Parent Company	Consolidated
Balance at January 1, 2020	(21,132)	(26,311)
(-) Expected losses, net	(54,279)	(58,734)
(+) Actual loss	48,796	53,687
(+/-) Translation adjustments	-	3,882
Balance at December 31, 2020	(26,615)	(27,476)
(-) Expected losses, net	(27,312)	(33,506)
(+) Actual loss	32,946	39,073
(+/-) Translation adjustments	-	(491)
Balance at June 30, 2021	(20,981)	(22,400)

After implementation of the Radio Frequency Product Identification system (RFID) initially in the parent company, as well as in LRU and LRA, it was possible to increase the frequency of inventory counts for most inventories and recognize the effects of these inventories over the year directly in profit or loss, without recording such amounts in expected losses.

9 TAXES RECOVERABLE

	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
State VAT (ICMS)	156,434	152,239	217,938	199,125
ICMS on PP&E	75,039	41,297	80,021	46,400
Income and social contribution taxes	59,654	43,373	119,474	73,146
Contribution Taxes on Gross Revenue for Social Integration Program (PIS) and Social Security Financing (COFINS) (i)	1,036,308	1,252,670	1,047,069	1,254,412
Tax credits from foreign subsidiaries	-	-	34,451	39,130
Other taxes recoverable (ii)	33,824	10,465	35,740	10,895
Total	1,361,259	1,500,044	1,534,693	1,623,108
Current assets	860,211	863,933	1,004,878	961,997
Noncurrent assets	501,048	636,111	529,815	661,111
Total	1,361,259	1,500,044	1,534,693	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 favorable to the parent company, not being impacted by the modulation of effects recognized by the STF (Superior Federal Court of Brazil) in the judgment of RE (Extraordinary Appeal) 574,706. 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), in the exact terms of what was decided by the STF in the judgment of the Motions for Clarification of RE 574,706. 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 June 30, 2021 net of amounts already offset totals R\$1,021,026 (R\$1,241,314 at December 31, 2020) will be offset until the first quarter of 2023.

(ii) Other taxes recoverable:

The variation mainly refers to successes in unappealable legal proceedings that recognized: a) the non-occurrence of IRRF on remittances abroad (countries with which Brazil has an agreement to avoid double taxation) for payment of services to the acquisition of products on the international market, as well as the right to recover amounts unduly collected in the 5 (five) years prior to the filing of the lawsuit; and b) the right to PIS/Cofins credit on the depreciation of property, plant and equipment acquired until April 30, 2004 (Item 244 of the STF), removing the limitations of art. 31 of Law 10.865/04.

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

10 OTHER ASSETS

	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Prepaid expenses (i)	24,829	6,307	27,892	9,858
Judicial deposits (ii)	26,043	4,701	30,024	4,856
Advances to third parties	9,825	18,257	18,187	28,096
Advances to employees	5,694	7,838	6,981	8,709
Credits from agreement with suppliers (iii)	55,280	4,780	55,280	4,780
Insurance indemnities in progress	161	164	194	315
Insurance commissions receivable	-	-	3,786	3,740
Other accounts receivable	17,368	14,093	23,486	16,144
Total	139,200	56,140	165,830	76,498
Current assets	64,913	46,093	85,157	63,651
Noncurrent assets	74,287	10,047	80,673	12,847
Total	139,200	56,140	165,830	76,498

- (i) Refers mainly to IPTU (urban land property tax of Brazil), system support services, prepayment of royalties and insurance.
- (ii) Refers mainly to judicial deposits related to Differential ICMS Rate (EC 87/2015) in off-site sales operations, as per STF (Federal Superior Court) decision issued in Direct Action of Unconstitutionality 5,469, whose issues were filed before 03/03/2021, and also, judicial deposit related to IRRF on installments considered by the tax authority to be remunerative installments, which in the understanding of the Company and its legal advisors have a commercial nature.
- (iii) Balances of agreements with suppliers referring to transfers to BNDES.

11 INCOME AND SOCIAL CONTRIBUTION TAXES

11.1 BREAKDOWN OF DEFERRED TAXES

Taxable event	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
	IRPJ/CSLL	IRPJ/CSLL	IRPJ/CSLL	IRPJ/CSLL
Expected losses in assets	7,134	9,049	145,582	104,537
Provisions for tax, civil and labor contingencies	40,239	36,905	49,579	47,271
Adjustment to present value	12,086	15,308	14,729	18,241
Provision for employee profit sharing	9,146	7,880	9,146	8,713
Restricted share plan	8,805	9,129	8,805	9,129
Income and social contribution tax losses (i)	153,894	55,392	279,831	167,389
Equity valuation adjustments - hedge	11,913	8,647	14,150	9,435
Leases payable	51,015	41,225	59,571	50,689
Other provisions	2,444	175	12,105	6,339
Deferred tax assets	296,676	183,710	593,498	421,743
Goodwill on acquisition of equity interest	-	-	(36,273)	(35,100)
Asset revaluation surplus	-	-	(9,704)	(10,361)
Difference between useful life corporate vs. tax purposes	(72,638)	(63,303)	(79,494)	(73,462)
Swap from loans	-	(16,205)	-	(22,988)
Other provisions	-	(412)	(4,258)	(2,907)
Deferred tax liabilities	(72,638)	(79,920)	(129,729)	(144,818)
Total (ii)	224,038	103,790	463,769	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, LRU and LRA.
- (ii) Management offsets deferred tax assets against deferred tax liabilities of the parent company and subsidiaries separately.

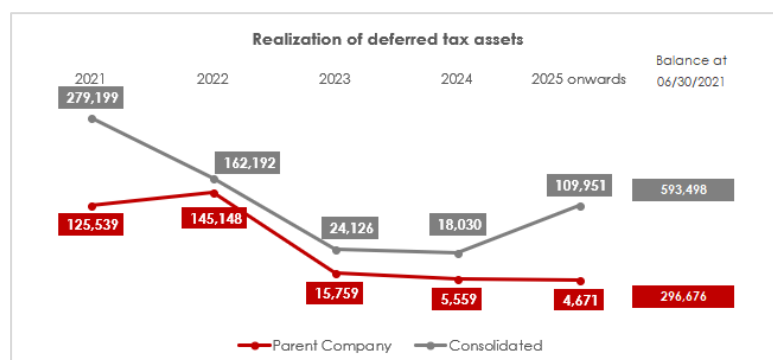
11.2 CHANGES IN DEFERRED TAXES, NET

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

	Parent Company	Consolidated
Balance at 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 at December 31, 2020	103,790	276,925
Recognized in profit or loss	116,983	182,555
Recognized in other comprehensive income	3,265	5,313
Translation adjustments	-	(1,024)
Balance at June 30, 2021	224,038	463,769

11.3 REALIZATION OF DEFERRED TAX ASSETS

The recoverability of deferred tax asset balances is reviewed at the end of each year or 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.



11.4 ANALYSIS OF EFFECTIVE RATE FOR INCOME AND SOCIAL CONTRIBUTION TAXES

The 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			
	2Q21	6M21	2Q20	6M20	2Q21	6M21	2Q20	6M20
Profit or loss before income and social contribution taxes	217,600	(39,008)	916,048	910,425	209,344	(42,235)	913,861	896,429
Combined tax rate	34%	34%	34%	34%	34%	34%	34%	34%
Tax expense at nominal rate	(73,984)	13,263	(311,456)	(309,545)	(71,177)	14,360	(310,713)	(304,786)
Permanent (additions) exclusions:								
Stock option plan expense	(1,441)	(2,711)	(1,833)	(3,527)	(1,441)	(2,711)	(1,833)	(3,527)
Earnings (loss) on equity interest	10,720	7,922	(6,384)	(17,011)	-	-	-	-
Interest on equity	29,938	49,761	19,019	38,858	29,938	49,761	19,019	38,858
Management fees	-	-	129	129	-	-	129	129
Tax incentives (PAT)	215	215	1,234	1,234	368	500	1,338	1,369
Investment grant (i)	6,145	11,478	5,164	8,886	6,707	12,334	5,242	9,258
Income and social contribution tax differences of subsidiaries	-	-	-	-	14,320	9,615	(3,633)	(5,286)
Recovery – loan transactions	-	-	-	-	(695)	(806)	-	-
Monetary adjustments	-	-	-	-	1,570	12	-	-
Other exclusions	3,874	4,444	196,130	195,739	4,121	4,510	194,623	192,708
Portion exempt from 10% surtax	6	6	-	-	18	30	18	36
Income and social contribution taxes in P&L	(24,527)	84,378	(97,997)	(85,237)	(16,271)	87,605	(95,810)	(71,241)
Current	(32,598)	(32,605)	(42,310)	(42,346)	(58,795)	(94,950)	(82,130)	(115,449)
Deferred	8,071	116,983	(55,687)	(42,891)	42,524	182,555	(13,680)	44,208
Effective tax rate	11.27%	216.31%	10.70%	9.36%	7.77%	207.42%	10.48%	7.95%

(i) ICMS tax incentives and benefits, considered investment grants under the terms of Supplementary Law No. 160/2017.

12 INVESTMENTS

12.1 BREAKDOWN OF INVESTMENTS

In the Parent Company financial statements, the Company investments are accounted for using the equity method.

	Parent Company	
	06/30/2021	12/31/2020
Investments in subsidiaries	1,768,890	1,593,965
Asset revaluation surplus goodwill	1,290	1,290
Total	1,770,180	1,595,255

12.2 CHANGES IN INVESTMENTS IN SUBSIDIARIES

Subsidiaries	Balance at 12/31/2020	Capital contribution	Equity pickup	Other comprehensive income (loss)	Dividends	Reclassification of capital deficiency	Balance at 06/30/2021
RACC	1,985	-	1,303	-	(1,978)	-	1,310
Dromegon	11,331	-	1,820	-	(1,770)	-	11,381
Camicado	514,722	155,722	(26,994)	(2,945)	-	-	640,505
Youcom	170,527	-	(11,452)	(1,029)	-	-	158,046
LRS	9,287	-	607	(313)	-	-	9,581
Realize Participações S.A.	580,808	-	74,972	-	-	-	655,780
LRU	165,251	-	(3,473)	(10,820)	-	-	150,958
LRA	138,758	6,000	(11,649)	8,217	-	-	141,326
Realize CFI	3	-	-	-	-	-	3
Lojas Renner Trading Uruguay	1,293	-	(1,833)	105	-	435	-
Total	1,593,965	161,722	23,301	(6,785)	(3,748)	435	1,768,890

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 BREAKDOWN OF PP&E

	Parent Company					
	06/30/2021			12/31/2020		
	Cost	Accumulated depreciation	Net carrying amount	Cost	Accumulated depreciation	Net carrying amount
Land	288	-	288	288	-	288
Properties	61,898	(3,851)	58,047	61,898	(3,439)	58,459
Furniture and fixtures	440,195	(240,602)	199,593	422,727	(222,699)	200,028
Facilities	546,188	(282,240)	263,948	524,433	(266,896)	257,537
Machinery and equipment	278,887	(148,967)	129,920	269,507	(143,610)	125,897
Leasehold improvements	1,848,669	(1,098,287)	750,382	1,760,527	(1,021,820)	738,707
Vehicles	1,259	(569)	690	1,424	(562)	862
Computers and peripherals	272,006	(160,217)	111,789	259,715	(148,114)	111,601
Construction in progress	538,201	-	538,201	293,017	-	293,017
Total	3,987,591	(1,934,733)	2,052,858	3,593,536	(1,807,140)	1,786,396

	Consolidated					
	06/30/2021			12/31/2020		
	Cost	Accumulated depreciation	Net carrying amount	Cost	Accumulated depreciation	Net carrying amount
Land	288	-	288	288	-	288
Properties	76,965	(9,731)	67,234	76,965	(9,319)	67,646
Furniture and fixtures	526,573	(277,306)	249,267	505,892	(255,515)	250,377
Facilities	606,867	(309,994)	296,873	583,571	(292,648)	290,923
Machinery and equipment	301,103	(153,444)	147,659	291,093	(147,367)	143,726
Leasehold improvements	2,187,369	(1,206,023)	981,346	2,089,477	(1,113,903)	975,574
Vehicles	1,259	(569)	690	1,424	(562)	862
Computers and peripherals	302,332	(174,783)	127,549	287,350	(160,366)	126,984
Construction in progress	547,131	-	547,131	297,880	-	297,880
Total	4,549,887	(2,131,850)	2,418,037	4,133,940	(1,979,680)	2,154,260

13.2 RECONCILIATION OF NET ACCOUNTING AMOUNT OF PP&E

13.2.1 Parent Company

Carrying amount	Balance at 12/31/2020	Additions	Transfers	Write-offs	Reversal of expected losses (*)	Depreciation	Balance at 12/31/2020	Additions	Transfers	Write-offs	Depreciation	Balance at 06/30/2021
Land	288	-	-	-	-	-	288	-	-	-	-	288
Properties	59,285	-	-	-	-	(826)	58,459	-	-	-	(412)	58,047
Furniture and fixtures	231,866	6,378	17,393	(11,174)	8,204	(52,639)	200,028	3,804	14,310	(104)	(18,445)	199,593
Facilities	266,353	6,347	9,570	(1,566)	256	(23,423)	257,537	6,854	14,901	-	(15,344)	263,948
Machinery and equipment	127,920	5,919	3,279	(1,607)	206	(9,820)	125,897	2,331	7,148	(7)	(5,449)	129,920
Leasehold improvements	826,467	25,861	37,756	(2,936)	1,795	(150,236)	738,707	20,237	67,929	(24)	(76,467)	750,382
Vehicles	1,164	-	-	(101)	-	(201)	862	-	-	(83)	(89)	690
Computers	112,195	3,913	20,810	(7,281)	5,502	(23,538)	111,601	2,483	10,454	(101)	(12,648)	111,789
Construction in progress	188,715	193,146	(88,808)	(36)	-	-	293,017	359,926	(114,742)	-	-	538,201
Total	1,814,253	241,564	-	(24,701)	15,963	(260,683)	1,786,396	395,635	-	(319)	(128,854)	2,052,858

13.2.2 Consolidated

Carrying amount	Balance at 12/31/2020	Additions	Transfers	Write-offs	Reversal of expected losses (*)	Deprec.	Translation adjustment/ Monetary adjustment	Balance at 12/31/2020	Additions	Transfers	Write-offs	Expected losses	Deprec.	Translation adjustment/ Monetary adjustment	Balance at 06/30/2021
Land	288	-	-	-	-	-	-	288	-	-	-	-	-	-	288
Properties	68,472	-	-	-	-	(826)	-	67,646	-	-	-	-	(412)	-	67,234
Furniture and fixtures	277,831	10,076	25,416	(13,945)	8,608	(60,242)	2,633	250,377	5,893	16,638	(124)	6	(21,760)	(1,763)	249,267
Facilities	301,118	8,802	11,283	(3,169)	480	(28,386)	795	290,923	7,251	15,828	(70)	383	(17,195)	(247)	296,873
Machinery and equipment	142,822	5,821	4,627	(1,810)	264	(11,118)	3,120	143,726	2,479	7,481	(35)	-	(5,817)	(175)	147,659
Leasehold improvements	1,058,341	35,892	54,382	(8,322)	3,708	(182,430)	14,003	975,574	30,283	74,043	(503)	262	(97,121)	(1,192)	981,346
Vehicles	1,165	-	-	(102)	-	(201)	-	862	-	-	(83)	-	(89)	-	690
Computers	124,343	6,673	27,218	(8,689)	5,566	(29,086)	959	126,984	2,641	12,707	(250)	5	(14,557)	19	127,549
Construction in progress	199,330	216,535	(122,926)	(786)	-	-	5,727	297,880	376,027	(126,697)	(2)	-	-	(77)	547,131
Total	2,173,710	283,799	-	(36,823)	18,626	(312,289)	27,237	2,154,260	424,574	-	(1,067)	656	(156,951)	(3,435)	2,418,037

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

The construction in progress group refer mainly to the opening of the Company's stores and distribution centers.

13.3 BREAKDOWN OF INTANGIBLE ASSETS

	Parent Company					
	06/30/2021			12/31/2020		
	Cost	Accumulated amortization	Net carrying amount	Cost	Accumulated amortization	Net carrying amount
IT systems	1,040,648	(582,933)	457,715	1,004,211	(532,676)	471,535
Right-of-use properties	76,353	(53,666)	22,687	69,077	(51,904)	17,173
Trademarks and patents	6,839	(83)	6,756	6,755	(83)	6,672
Intangible assets in progress	89,335	-	89,335	92,333	-	92,333
Total	1,213,175	(636,682)	576,493	1,172,376	(584,663)	587,713

	Consolidated					
	06/30/2021			12/31/2020		
	Cost	Accumulated amortization	Net carrying amount	Cost	Accumulated amortization	Net carrying amount
IT systems	1,288,144	(649,107)	639,037	1,219,527	(584,533)	634,994
Right-of-use properties	116,994	(69,224)	47,770	103,764	(65,639)	38,125
Trademarks and patents	35,592	(83)	35,509	35,508	(83)	35,425
Intangible assets - other	3,500	(3,500)	-	3,836	(3,500)	336
Intangible assets in progress	107,554	-	107,554	115,077	-	115,077
Goodwill - Camicado	116,679	-	116,679	116,679	-	116,679
Total	1,668,463	(721,914)	946,549	1,594,391	(653,755)	940,636

13.4 RECONCILIATION OF NET ACCOUNTING AMOUNT OF INTANGIBLE ASSETS

13.4.1 Parent Company

Carrying amount	Balance at 12/31/2020	Additions	Transfers	Write-offs	Amortization	Balance at 06/30/2021
IT systems	471,535	738	35,717	(20)	(50,255)	457,715
Right-of-use properties	17,173	481	6,795	-	(1,762)	22,687
Trademarks and patents	6,672	84	-	-	-	6,756
Intangible assets in progress	92,333	39,522	(42,512)	(8)	-	89,335
Total	587,713	40,825	-	(28)	(52,017)	576,493

Carrying amount	Balance at 01/01/2020	Additions	Transfers	Write-offs	Expected 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 intangible assets in progress group refer mainly to the development and implementation of Information Technology systems and licensing.

13.4.2 Consolidated

Carrying amount	Balance at 12/31/2020	Additions	Transfers	Write-offs	Amortization	Translation adjustments	Balance at 06/30/2021
IT systems	634,994	19,562	46,092	(20)	(63,862)	2,271	639,037
Right-of-use properties	38,125	1,852	10,409	-	(3,475)	859	47,770
Trademarks and patents	35,425	84	-	-	-	-	35,509
Intangible assets - other	336	-	(336)	-	-	-	-
Intangible assets in progress	115,077	48,533	(56,165)	(8)	-	117	107,554
Goodwill - Camicado	116,679	-	-	-	-	-	116,679
Total	940,636	70,031	-	(28)	(67,337)	3,247	946,549

Carrying amount	Balance at 12/31/2020	Additions	Transfers	Write-offs	Expected 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 RIGHT OF USE

The CPC 06 (R2)/IFRS 16 requires for all lease contracts within the scope of the standard - unless they are covered by exemption - that lessees recognize the liabilities assumed against the respective right-of-use assets.

14.1 ACCOUNTING POLICY

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

14.2 BREAKDOWN OF RIGHT OF USE

Lease with call option (*) USEFUL LIFE: 43 YEARS	Lease (**) USEFUL LIFE: 2 - 15 years	Balance at 06/30/2021	Balance at 12/31/2020
25,472	1,943,396	1,968,868	1,397,843
25,472	2,269,663	2,295,135	1,700,038
Parent Company	Consolidated		

(*) This corresponds to the headquarter building.

(**) This corresponds to the lease of commercial spaces, distribution centers and other administrative headquarters.

14.3 CHANGES IN RIGHT OF USE

	Parent Company	Consolidated
Balance at January 1, 2020	1,344,150	1,634,690
(+) Remeasurement	153,053	209,038
(+/-) New contracts / Ended contracts	203,384	218,887
(-) Depreciation	(302,744)	(366,409)
(+/-) Translation adjustment/ Monetary adjustment	-	3,832
Balance at December 31, 2020	1,397,843	1,700,038
(+) Remeasurement	153,603	199,495
(+/-) New contracts / Ended contracts	589,052	614,477
(-) Depreciation	(171,630)	(207,822)
(+/-) Translation adjustment/ Monetary adjustment	-	(11,053)
Balance at June 30, 2021	1,968,868	2,295,135

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

15.1 EVALUATION OF THE RECOVERABLE AMOUNT

The carrying amount 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, management tested Camicado's goodwill and intangible assets with indefinite useful life for impairment, and analyzed other assets included in the consolidated financial statements. At June 30, 2021, the Company concluded that there are no factors indicating significant impairment losses, thus in line with the tests performed for the financial statements as at 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	
			06/30/2021	12/31/2020	06/30/2021	12/31/2020
In domestic currency						
Debentures 9 th issuance - single series (i)	103.9% of CDI	10/10/2022	402,947	401,649	402,947	401,649
Debentures 10 th issuance - single series (i)	-	-	-	518,855	-	518,855
Debentures 11 th issuance - 1 st series (i)	CDI + 3.00%	05/05/2022	303,008	302,255	303,008	302,255
Debentures 11 th issuance - 2 nd series (i)	CDI + 3.04%	11/05/2022	202,018	201,515	202,018	201,515
Debentures 11 th issuance - 1 st series (i)	CDI + 1.60%	02/18/2025	1,015,100	-	1,015,100	-
Debentures - Structuring costs	-	-	(5,694)	(5,177)	(5,694)	(5,177)
Working capital - Law 4131	-	-	-	313,740	-	313,740
Working capital - CCB (ii)	CDI + 2.65%	07/07/2022	153,789	153,376	153,789	153,376
Working capital - CCB (ii)	148.0% of CDI	11/25/2022	100,096	100,033	100,096	100,033
Working capital - CCB (ii)	140.0% of CDI	11/25/2022	402,007	401,005	402,007	401,005
Working capital - Structuring costs	-	-	(2,670)	(3,607)	(2,670)	(3,607)
In foreign currency						
Working capital - Law 4131	-	-	-	247,577	-	247,577
Working capital - Law 4131	-	-	-	-	-	55,121
(+/-) Swap - working capital	-	-	-	(47,662)	-	(47,662)
(+/-) Swap - working capital	-	-	-	-	-	(15,666)
Total			2,570,601	2,583,559	2,570,601	2,623,014
Current liabilities			323,791	1,037,626	323,791	1,077,081
Noncurrent liabilities			2,246,810	1,545,933	2,246,810	1,545,933
Total			2,570,601	2,583,559	2,570,601	2,623,014

(i) **Debentures:** These refer to funds raised through debentures issued in April 2019 (9th issue) and May 2020 (11th issue), amounting to R\$400,000 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, subject to payment of semi-annual interest.

In 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 35 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	
			06/30/2021	12/31/2020
In domestic currency				
Interbank Deposit Certificates (i)	-	-	-	268,880
Interbank Deposit Certificates (i)	116.0% of CDI	06/12/2023	200,225	-
Interbank Deposit Certificates (i)	131.0% of CDI	02/21/2024	50,614	-
Financial bills (ii)	104.1% of CDI	08/12/2022	319,367	315,203
Bank Credit Notes (iii)	CDI + 3.5%	05/13/2022	30,278	31,083
Bank Credit Notes (iii)	160.00% of CDI	09/09/2022	20,593	20,187
Bank Deposit Certificates (iv)	129.9% of CDI	07/2021 - 06/2022	95,930	72,095
Bank Deposit Certificates (iv)	136.2% of CDI	07/2022 - 06/2023	101,279	54,517
Total			818,286	761,965
Current liabilities			126,208	341,390
Noncurrent liabilities			692,078	420,575
Total			818,286	761,965

- (i) **Interbank Deposit Certificates (CDI):** These refer to issues of R\$50,000 in March 2021 from Banco Itaú and R\$200,000 in June 2021 from Banco Bradesco, 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\$93,884 and R\$99,458, 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. Measurement of lease liabilities corresponds to total future fixed rent payments (gross of taxes), discounted at an incremental interest rate. 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 composition of the discount rate for 47 and 67 new contracts and renewed contracts in the quarter and six-month period.

18.2 BREAKDOWN OF LEASES PAYABLE

	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Lease with purchase option (*)	38,294	38,335	38,294	38,335
Rentals	2,094,471	1,493,312	2,448,867	1,824,052
Total	2,132,765	1,531,647	2,487,161	1,862,387
Current liabilities	513,907	410,998	608,032	496,583
Noncurrent liabilities	1,618,858	1,120,649	1,879,129	1,365,804
Total	2,132,765	1,531,647	2,487,161	1,862,387

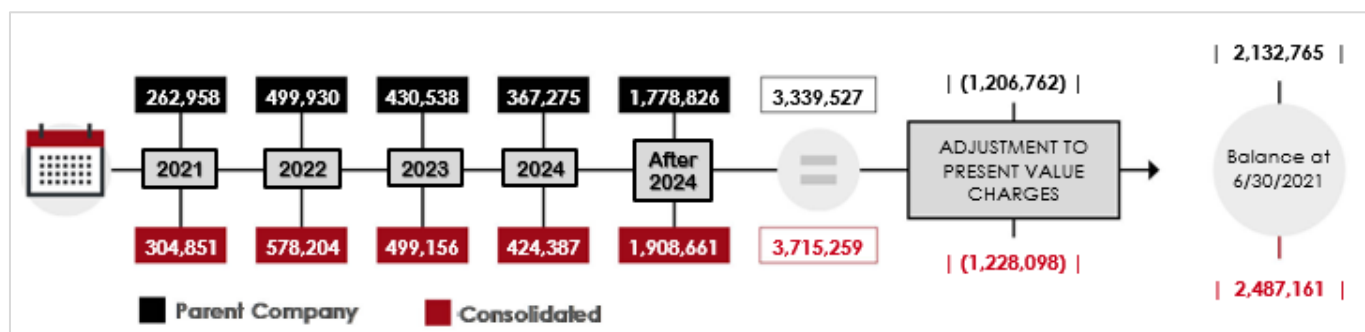
(*) The discount rate for rentals subject to a purchase option is in compliance with the rental agreement referring to the headquarter building, entered into in July 2012 and adjusted based on the accumulated variation of annual Brazil's National Consumer Price Index (INPC).

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	153,603	199,495
(+/-) New / Renewed / Ended contracts	589,052	614,477
(+) Charges	88,372	101,586
(-) Lease payments (i)	(229,909)	(271,432)
(+/-) Translation adjustments	-	(19,352)
Balance at June 30, 2021	2,132,765	2,487,161

(i) In May 2020, IASB approved an amendment to IFRS 16, which grants lessees reliefs in the period affected by the Covid-19 pandemic, such as not treating a rent concession as a lease modification. On July 7, 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 lease payment discounts in profit or loss for the quarter and the six-month period, amounting to R\$32,539 and R\$58,114 – Parent Company and R\$38,663 and R\$69,470 - Consolidated (Note 33.1 and 33.2). On December 31, 2020, these amounts were of R\$104,488 – Parent Company and R\$128,927 - Consolidated.

18.4 FUTURE COMMITMENTS

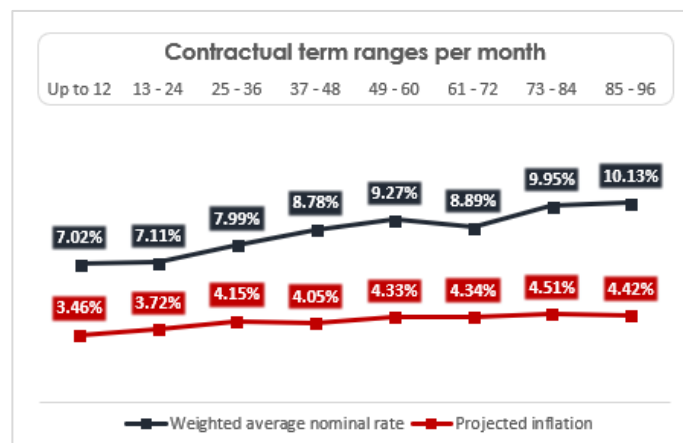


18.4.1 Additional information

In order to comply with CVM SNC/SEP Memorandum Circular 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 for 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) (*)	Consolidated					
	Contractual flow	2021	2022	2023	2024	2024 onwards
Up to 12	2,248	1,130	1,118	-	-	-
13-24	125,208	51,215	62,052	11,941	-	-
25-36	482,834	79,655	162,061	132,372	69,020	39,726
37-48	370,295	38,607	78,152	78,594	78,613	96,329
49-60	709,673	46,630	97,075	97,352	97,531	371,085
61-72	1,032,308	58,022	118,455	118,543	118,742	618,546
73-84	66,035	2,685	5,371	5,371	5,371	47,237
85-96	729,008	25,121	50,241	50,241	50,241	553,164
>97 months (**)	197,650	1,786	3,679	4,742	4,869	182,574
Total	3,715,259	304,851	578,204	499,156	424,387	1,908,661

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

(**) It refers to the future contract lease flow with purchase option that has a discount rate implicit in the contract of 8.81% p.a. signed in July 2012 for the headquarters building.

At June 30, 2021, potential PIS and COFINS credits on the gross contractual flow is R\$343,661 which, adjusted to present value using the weighted average term, amounts to R\$225,227.

19 SUPPLIERS

	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Trade suppliers	677,862	884,405	784,702	1,012,465
Present value adjustment (*)	(5,713)	(7,688)	(6,485)	(9,143)
Suppliers - use and consumption	300,439	392,694	367,046	455,390
Rents payable	26,175	34,429	33,932	41,643
Total	998,763	1,303,840	1,179,195	1,500,355
Current liabilities	944,289	1,208,337	1,124,721	1,404,852
Noncurrent liabilities	54,474	95,503	54,474	95,503
Total	998,763	1,303,840	1,179,195	1,500,355

(*) The Company restated the discount rate to 0.93% p.m. (1.14% p.m. at December 31, 2020).

At June 30, 2021, pre-payments made to suppliers whose original maturity was subsequent to this date totaled R\$131,747 (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, Bradesco, BTG Pactual and Realize CFI to manage its commitments with suppliers, which remain as "Suppliers" until this obligation is terminated with a balance of R\$51,570 at June 30, 2021 (R\$58,960 at December 31, 2020). The Company reviewed the balance of the operation portfolio and concluded that there was no change in terms, prices or conditions and – as there are no impacts due to the charges applied by the financial institution – the operation is shown in the "Suppliers" account.

20 TAX OBLIGATIONS

	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Income and social contribution taxes	7,347	91,895	70,741	93,983
ICMS payable	105,703	198,906	113,656	214,857
PIS and COFINS	26,619	57,772	31,854	64,658
Taxes payable - Foreign subsidiaries	-	-	1,922	4,900
Other taxes	13,796	17,747	21,406	24,532
Total	153,465	366,320	239,579	402,930

21 SOCIAL AND LABOR OBLIGATIONS

	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Salaries payable	43,424	39,816	51,091	47,944
Employee profit sharing	26,900	23,175	27,094	24,203
Provision for vacation pay, 13 th monthly salary and bonuses	91,707	66,186	109,676	80,224
Social charges	66,243	64,226	76,918	74,445
Total	228,274	193,403	264,779	226,816

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

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

	Parent Company				Total
	Civil	Labor	Tax	Judicial deposits	
Balance at December 31, 2020	28,202	56,752	26,091	(5,690)	105,355
Provisions/reversals	(2,407)	11,186	1,044	154	9,977
Restatement	-	-	119	-	119
Balance at June 30, 2021	25,795	67,938	27,254	(5,536)	115,451
Current liabilities	22,442	32,577	-	-	55,019
Noncurrent liabilities	3,353	35,361	27,254	(5,536)	60,432
Total	25,795	67,938	27,254	(5,536)	115,451

	Consolidated				Total
	Civil	Labor	Tax	Judicial deposits	
Balance at December 31, 2020	40,905	59,004	32,813	(10,426)	122,296
Provisions/reversals	(1,477)	12,133	1,401	154	12,211
Restatement	-	-	147	(7)	140
Balance at June 30, 2021	39,428	71,137	34,361	(10,279)	134,647
Current liabilities	36,075	35,776	-	-	71,851
Noncurrent liabilities	3,353	35,361	34,361	(10,279)	62,796
Total	39,428	71,137	34,361	(10,279)	134,647

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 parties 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 risks.

22.2 CONTINGENT TAX LIABILITIES

According to the Company legal advisors, contingent liabilities (possible losses) plus interest and inflation adjustment are as follows:

Nature	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Tax	333,436	322,887	369,838	355,549

Significant lawsuits related to contingent liabilities at June 30, 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\$165,887 – Parent Company and R\$168,697 - 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 of the lawsuit was R\$38,066 - 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 of the lawsuit was R\$28,460 - Parent Company and Consolidated (R\$28,252 - Parent Company and Consolidated at December 31, 2020).
- ICMS - Disallowance of third-party credits - Disallowance of ICMS credits acquired from third parties. The restated amount of the lawsuit was R\$19,452 - 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 arising from differences in fiscal and accounting inventory determined by quantitative survey of inventories. The restated amount of the lawsuits was R\$24,433 - Parent Company and R\$26,508 - Consolidated (R\$24,251 - Parent Company and R\$25,762 - Consolidated at December 31, 2020).
- ICMS - Centralization – ICMS delinquency notices received in January 2020 arising from alleged errors in centralization of debt balances of establishments centralized in a centralizing establishment. The restated amount was R\$19,171 in the Consolidated (R\$19,054 in the Consolidated at December 31, 2020).
- Other contingent liabilities with the restated amount totaling R\$57,138 in the Parent Company and R\$69,484 in Consolidated (R\$44,294 in the Parent Company and R\$53,718 in the Consolidated at December 31, 2020) refer to various matters at the federal, state and municipal levels.

Additionally, the Company became aware, after the end of the quarter, of tax assessment notices issued for the requirement of IRPF on installments reputed by the tax authority as being of a remuneration nature, and which, in the understanding of the Company and its legal advisors, are of a commercial nature, in the updated amount of R\$83,754 in the parent company.

22.3 CONTINGENT CIVIL AND LABOR LIABILITIES

For civil and labor lawsuits, the history of obligations effectively settled is considered to establish the provision, since they refer to mass civil lawsuits of a consumer civil nature and of diverse labor natures, whose proceeding amounts frequently do not reflect contingency value. Thus, management understands that the provision is the information that better reflects the exposure to this kind of risk. Of the total number of civil lawsuits classified as possible loss, the exception to those mass lawsuits are the following:

- a) lawsuit discussing the fine charged for alleged termination of contract in the restated amount of R\$10,872;
- b) indemnity action filed by a former supplier in the restated amount of R\$7,971;
- c) lawsuit relating to the execution of fines under a rent agreement in the restated amount of R\$6,851.

22.4 CONTINGENT ASSETS

On June 30, 2021 Camicado's proceeding was awarded a favorable final decision that expressly recognizes the 5-year statute of limitations (the action was judged in March 2017 and its effects retroact to April 2012) and defines that the "ICMS to be excluded from the PIS/COFINS base is the amount informed in the invoice". Currently, the credit offsetting is subject to the authorization of the Brazilian Internal Revenue Service, last step to ensure its economical availability, and the corresponding amount to be accounted for relating to the periods preceding the 5-year period from the date the lawsuits were filed until March 2017 (date of the Supreme Court's decision) is R\$15,973. The amounts referring to calculation periods from March 2017 onwards, whose likelihood of an unfavorable outcome is rated as remote by the Company legal advisors, have been recorded in profit or loss since then.

22.5 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, for the three- and six-month periods ended June 30, 2021, amounting to R\$17,513 (R\$5,484 in selling expenses and R\$12,029 in other operating income (expenses)) and R\$27,372 (R\$15,343 in selling expenses and R\$12,029 in other operating income (expenses)), R\$3,268 and R\$11,335 for the three- and six-month periods ended June 30, 2020. Given the opinion of the 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 recognized, under the terms of CPC 25/IAS 37.

23 FINANCIAL INSTRUMENTS

Pursuant to an 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 under 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 or not the derivative is designated as a hedging instrument. If so, the method depends on the nature of the item being hedged. The Company adopts hedge accounting and assigns forward contracts (NDF) as cash flow hedge. At the inception of each transaction, the Company documents the relationship between the hedging instruments and the hedged items, the risk management objectives, the hedge transaction strategy, and the Company's assessment, both at the inception of the hedge and on a continuous basis, of the economic relationship between the hedging instrument and the hedged item.

23.1.1 Cash flow hedge

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

23.2 FINANCIAL INSTRUMENTS BY CATEGORY

23.2.1 Parent Company

	Amortized cost	Fair value	FVOCI (*)	Total
Financial assets				
Cash and cash equivalents	-	4,802,176	-	4,802,176
Interest-earning bank deposits	-	203,253	-	203,253
Trade accounts receivable	1,489,090	-	-	1,489,090
Derivative financial instruments (hedge)	-	-	502	502
Financial liabilities				
Derivative financial instruments (hedge)	-	-	(35,537)	(35,537)
Loans, financing and debentures	(2,570,601)	-	-	(2,570,601)
Leases payable	(2,132,765)	-	-	(2,132,765)
Suppliers	(998,763)	-	-	(998,763)
Obligations with credit card administrators	(12,161)	-	-	(12,161)
Balance at June 30, 2021	(4,225,200)	5,005,429	(35,035)	745,194

	Amortized cost	Fair value	FVOCI (*)	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)
Total at December 31, 2020	(3,395,619)	1,700,736	(25,431)	(1,720,314)

23.2.2 Consolidated

	Amortized cost	Fair value	FVOCI (*)	Total
Financial assets				
Cash and cash equivalents	-	4,940,478	-	4,940,478
Interest-earning bank deposits	-	674,287	-	674,287
Trade accounts receivable	3,693,841	-	-	3,693,841
Derivative financial instruments (hedge)	-	-	568	568
Financial liabilities				
Derivative financial instruments (hedge)	-	-	(42,187)	(42,187)
Loans, financing and debentures	(2,570,601)	-	-	(2,570,601)
Financing - financial service operations	(818,286)	-	-	(818,286)
Leases payable	(2,487,161)	-	-	(2,487,161)
Suppliers	(1,179,195)	-	-	(1,179,195)
Obligations with credit card administrators	(1,307,106)	-	-	(1,307,106)
Balance at June 30, 2021	(4,668,508)	5,614,765	(41,619)	904,638

	Amortized cost	Fair value	FVOCI (*)	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)
Total at 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.

The 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 included in the methodology for calculating the fair value of financial instruments reflected in the financial position of financial assets and liabilities.

The Company measures the fair value of loans, debentures and financing – financial service operations – solely for disclosure purposes. Their fair values are as follows:

23.3.1 Parent Company

Financial assets and liabilities	06/30/2021		12/31/2020	
	Fair value	Book balance	Fair value	Book balance
Debentures	(1,985,214)	(1,917,379)	(1,410,113)	(1,419,097)
Working capital – Law 4131 Bacen – in Reais	-	-	(313,300)	(313,740)
Working capital – Bank Credit Notes	(660,970)	(653,222)	(659,539)	(650,807)
Total	(2,646,184)	(2,570,601)	(2,382,952)	(2,383,644)

23.3.2 Consolidated

Financial assets and liabilities	06/30/2021		12/31/2020	
	Fair value	Book balance	Fair value	Book balance
Debentures	(1,985,214)	(1,917,379)	(1,410,113)	(1,419,097)
Working capital – Law 4131 Bacen – in Reais	-	-	(313,300)	(313,740)
Working capital – Bank Credit Notes	(660,970)	(653,222)	(659,539)	(650,807)
Financing - financial service operations	(817,958)	(818,286)	(745,768)	(761,965)
Total	(3,464,142)	(3,388,887)	(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, either directly or indirectly, except for prices quoted (unadjusted) 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. Non-Deliverable Forwards (NDF) are used as a hedging instrument for exposure to foreign currency volatility, and investments in derivatives or any other financial

instruments are not made for speculation purposes. Derivatives segregated between items designated to hedge accounting (cash flow hedge) and not designated to hedge accounting are broken down as follows:

Description of derivatives	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Designated for hedge				
NDF (Import orders)	(35,035)	(25,431)	(41,619)	(25,993)
Not designated for hedge				
Exchange rate swap	-	47,662	-	63,328
Total	(35,035)	22,231	(41,619)	37,335

23.4.1 Derivatives designated for hedge accounting

23.4.1.1 NDF (Non-Deliverable Forward)

Hedging instrument				Hedged item	
Maturity dates	Currency	Notional amount	Fair value (*)	Transaction	Estimated maturity
07/30/2021 to 04/29/2022	USD	130,055	(28,706)	Goods import order	07/30/2021 to 04/29/2022
08/31/2021 to 08/31/2022	EUR	23,595	(6,329)	Contract for import of PP&E	08/31/2021 to 08/31/2022
Total – Parent Company		153,650	(35,035)		
08/31/2021 to 04/29/2022	USD	24,234	(6,584)	Goods import order	08/31/2021 to 04/29/2022
Total - Consolidated		177,884	(41,619)		

(*) The fair value measurement method of Non-Deliverable Forwards is the cash flow discount with 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.

The expected 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\$	151,725	343,571	270,631	11,335	777,262
Notional amount - USD	30,118	68,200	53,721	2,250	154,289

Expected dollar rate for the next disclosure: R\$5.0377

	Within 3 months	4-6 months	7-12 months	>12 months	Total
Contract for import of PP&E – R\$	39,965	-	20,222	80,892	141,079
Notional amount - EUR	6,684	-	3,382	13,529	23,595

Expected Euro rate for the next disclosure: R\$5.9792

23.4.2 Derivatives not designated for hedge accounting

23.4.2.1 Swaps

Instrument	Amount receivable (payable)	
	06/30/2021	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

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 receipt	(44,651)	(59,085)
Change in fair value	(3,011)	(4,243)
Balance at June 30, 2021	-	-

23.5 CREDIT RISK

Rating - National Scale	Consolidated	
	06/30/2021	12/31/2020
brAAA	568	40,283
brA+	-	5,435
brA-	-	23,045
Total - Derivative financial instrument (assets)	568	68,763

The table beside shown the ratings of credit risk of derivative financial instruments, according to the major risk rating agencies.

24 OTHER OBLIGATIONS

	Parent Company		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Prepaid revenues (i)	27,197	247	56,961	27,278
Obligations with customers (ii)	23,825	31,952	70,904	98,639
Obligations related to transactions w/ insurance (iii)	-	7	8,411	6,080
Transfer of operation of financial products (iv)	4,294	7,980	-	-
Acquisition of ICMS credits (v)	7,773	13,999	7,811	14,083
Marketplace partners (vi)	1,404	-	9,639	4,694
Suppliers' agreements (vii)	55,342	4,780	55,342	4,780
Other obligations (viii)	6,135	5,606	19,303	15,085
Total	125,970	64,571	228,371	170,639
Current liabilities	60,999	64,571	137,327	145,835
Noncurrent liabilities	64,971	-	91,044	24,804
Total	125,970	64,571	228,371	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 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 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 described below.

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 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 in the process of approval 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 is the guarantor and is jointly liable for certain financial transactions performed by subsidiaries. As at June 30, 2021 and December 31, 2020, these balances were as follows:

	06/30/2021	12/31/2020
Camicado		
Financing in foreign currency – Law 4131	-	39,455
Realize CFI		
Financial bills	319,367	315,203
Bank Credit Notes	50,871	51,270
Interbank Deposit Certificates	-	103,850
Total	370,238	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, the Company management is incumbent upon the Board of Directors and the Executive Board, and the management members are described 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 the 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. The members are related to the company through a service agreement, and their compensation includes 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 the Corporation Law and the Company's bylaws, it is the responsibility of shareholders, at the Annual Shareholders Meeting (ASM), to set the total annual compensation amount of 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 ASM of April 29, 2021 approved a global management limit compensation for 2021 of up to R\$39,900. This amount comprises fixed and variable compensation, and stock option and restricted share plan expenses. The AGM also approved the global compensation of the Fiscal Supervisory Board members for 2021 of up to R\$669, corresponding to the 2020 amount restated by the INPC.

These amounts are summarized as follows:

	Parent Company				Consolidated			
	2Q21	6M21	2Q20	6M20	2Q21	6M21	2Q20	6M20
Management compensation	(5,231)	(10,240)	(4,283)	(9,693)	(5,716)	(11,070)	(4,576)	(10,325)
Management fees	-	-	517	517	-	-	517	517
Stock option plan	(2,100)	(3,689)	(2,976)	(5,669)	(2,100)	(3,689)	(2,976)	(5,669)
Restricted share plan	(2,364)	(3,283)	(760)	(1,708)	(2,364)	(3,283)	(760)	(1,708)
Total	(9,695)	(17,212)	(7,502)	(16,553)	(10,180)	(18,042)	(7,795)	(17,185)

Total management compensation is impacted by operating and financial indicators in the Company's profit or loss.

In the second quarter of 2021, the Company made a judicial deposit related to IRRF on amounts related to its stock option plan considered by the tax authority like a remuneration, whose in the Company and its legal advisors understanding are of a commercial nature, in the amount of R\$1,927, which the amount of R\$563 refers to the Company's Management (notes 10 and 22.2). On this issue, the Company filed common actions to declare that the installments are of a commercial nature, contractually assuming the cost of sponsoring the action and the burden arising from any divergence between the understanding of the Company and the Judiciary as to the nature of the installment.

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 profit or loss 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	Lojas Renner Trading Uruguay S.A.	Realize Participações S.A.	LRU	LRA	Realize CFI	Total
Accounts receivable											
Export of goods for resale	-	-	-	-	-	-	-	17,662	10,209	-	27,871
Co-branded card ("Meu Cartão") operations	-	-	-	-	-	-	-	-	-	378,464	378,464
Renner credit card (New Private Label)	-	-	-	-	-	-	-	-	-	523,644	523,644
Other assets											
Renner credit card	-	-	-	-	-	-	-	-	-	1,753	1,753
Related-party receivables											
Sharing of expenses/provision of services	5	7	632	616	1,749	-	4	1,832	7,466	5,608	17,919
Capital deficiency	-	-	-	-	-	(435)	-	-	-	-	(435)
Related-party payables											
Sharing of expenses	-	-	-	-	(235)	-	-	-	-	-	(235)
Rents payable	-	(469)	(27)	-	(273)	-	-	-	-	-	(769)
Obligations with credit card administrators											
Co-branded card ("Meu Cartão") operations	(247)	-	-	-	-	-	-	-	-	(11,914)	(12,161)
Other obligations											
Renner credit card operations (Private Label)	-	-	-	-	-	-	-	-	-	(4,294)	(4,294)
Total at June 30, 2021	(242)	(462)	605	616	1,241	(435)	4	19,494	17,675	893,261	931,757

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
Related-party receivables										
Sharing of expenses/provision of services	170	6	692	570	1,358	4	415	7,466	8,892	19,573
Related-party payables										
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	1,756	1,749	(1,184)	-	-	8,536	10,877
Intermediation commission	-	-	-	(2,153)	-	-	-	(2,153)
Property rent expenses	(1,433)	-	-	-	-	-	-	(1,433)
Revenue from rendering of services	-	-	-	-	2,082	-	17,054	19,136
Export of goods	-	-	-	-	12,289	2,275	-	14,564
Total 2Q21	(1,413)	1,756	1,749	(3,337)	14,371	2,275	25,590	40,991
Apportionment of corporate expenses	40	3,435	3,542	(1,848)	-	-	16,787	21,956
Intermediation commission	-	-	-	(7,585)	-	-	-	(7,585)
Property rent expenses	(2,122)	-	-	-	-	-	-	(2,122)
Revenue from rendering of services	-	-	-	-	4,370	-	31,691	36,061
Export of goods	-	-	-	-	27,274	3,550	-	30,824
Total 6M21	(2,082)	3,435	3,542	(9,433)	31,644	3,550	48,478	79,134

Type of revenue (expense)	Dromegon	Camicado	Youcom	LRS	LRU	LRA	Realize CFI	Total
Apportionment of corporate expenses	19	1,832	1,622	(843)	-	-	8,286	10,916
Intermediation commission	-	-	-	(3,723)	-	-	-	(3,723)
Property rent expenses	(639)	-	-	-	-	-	-	(639)
Revenue from rendering of services	-	-	-	-	910	-	1,831	2,741
Export of goods and costs	-	-	-	-	11,175	6,211	-	17,386
Total 2Q20	(620)	1,832	1,622	(4,566)	12,085	6,211	10,117	26,681
Apportionment of corporate expenses	38	3,942	3,323	(1,376)	-	-	18,933	24,860
Intermediation commission	-	-	-	(7,790)	-	-	-	(7,790)
Property rent expenses	(1,730)	-	-	-	-	-	-	(1,730)
Revenue from rendering of services	-	-	-	-	2,674	-	22,017	24,691
Export of goods	-	-	-	-	20,111	7,000	-	27,111
Total 6M20	(1,692)	3,942	3,323	(9,166)	22,785	7,000	40,950	67,142

26 EQUITY

26.1 CAPITAL

26.1.1 Changes in capital and paid-up shares

	Number of shares (in thousands)	Total
Balance at January 1, 2020	795,558	3,795,634
Capital increase, RCA (Board Directors' meeting) on 05/21/2020, 08/20/2020, and 11/19/2020	612	9,692
Balance at December 31, 2020	796,170	3,805,326
Restricted offer of shares 05/04/2021	102,000	3,978,000
Share issue costs	-	(49,015)
Capital increase, RCA on 05/20/2021	338	7,859
Balance at June 30, 2021	898,508	7,742,170

26.1.2 Restricted offer of shares

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

The restricted offer consisted of the issue of 102,000,000 (one hundred and two million) new shares and the price per share was R\$39.00, resulting in an effective capital increase in the amount of R\$3,978,000. The share issue costs are recognized in an account reducing of capital, net of taxes, in the amount of R\$49,015.

The shares under the restricted offer have been traded in B3 S.A. – Brasil, Bolsa, Balcão since May 3, 2021, and the physical and financial settlement of these shares occurred on May 4, 2021.

The net funds arising from this operation will be allocated to:

- Development and strengthening of the Company's fashion and lifestyle ecosystem through organic and/or inorganic initiatives;
- Continuing the digitization of the Company's core processes and the development of its omnichannel;
- Construction of a new distribution center;
- Expansion of physical stores (Omni Hubs);
- Expansion of financial services offered through Realize CFI; and
- Flexibility to make investments (organic and/or inorganic).

Any remaining net funds will be used to strengthen the cash position for ordinary business management purposes.

26.2 TREASURY SHARES

	Number of shares (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	(287)	(10,841)	37.82
Balance at June 30, 2021	2,872	108,620	37.82

26.3 CAPITAL RESERVES

26.3.1 Stock option plan and restricted share plan reserves

These reserves are matched against expenses with the stock option and restricted share plans (Notes 29 and 30), the allocation of which depends on resolution at the Special General Meeting. At June 30, 2021, the reserves amount to R\$100,815 (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 June 30, 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 June 30, 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. In view of the publication of Supplementary Law No. 160/17 and in compliance with Law No. 6404/76, the management allocated these amounts as tax incentive reserve. As at June 30, 2021, this balance is R\$162,812 (R\$162,812 at December 31, 2020).

26.4.4 Additional dividend proposed

As at June 30, 2021, no dividends were proposed in addition to mandatory minimum dividends (R\$191 at December 31, 2020, corresponding to unclaimed dividends).

26.5 OTHER COMPREHENSIVE INCOME

This refers to cumulative translation adjustments, hyperinflation adjustments, and gain or loss on derivative financial instruments not realized as equity valuation adjustments. This amount represents accumulated gains, net of taxes, of R\$13,781 as at June 30, 2021 (R\$26,905 in gains, net of taxes at December 31, 2020).

27 DIVIDENDS AND INTEREST ON EQUITY

27.1 DISTRIBUTION OF INTEREST ON EQUITY

27.1.1 Statement of distribution proposal

Period	Nature	Payment	(*) Outstanding shares		R\$/share	06/30/2021	R\$/share	06/30/2020
			(thousand)					
1Q21	IOE – RCA 03/15/2021	April 2022	793,250		0.073498	58,302	0.073638	58,351
2Q21	IOE – RCA 06/17/2021	April 2022	895,636		0.098314	88,054	0.070596	55,942
Total					0.171812	146,356	0.144234	114,293

(*) 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- and six-month periods ended June 30, 2021 were approximately R\$29,938 and R\$49,761, respectively (R\$19,019 and R\$38,858 for the three- and six-month periods ended June 30, 2020).

28 EARNINGS PER SHARE

Basic and diluted earnings per share are as follows:

Basic/Diluted numerator	Parent Company and Consolidated			
	2Q21	6M21	2Q20	6M20
Net income for the period	193,073	45,370	818,051	825,188
Weighted average number of common shares, net of treasury shares	863,775	828,959	792,413	792,994
Potential increase in common shares because of the stock option and restricted share plans	3,267	3,173	1,638	1,944
Basic earnings per share - R\$	0.2235	0.0547	1.0324	1.0406
Diluted earnings per share - R\$	0.2227	0.0545	1.0302	1.0381

29 STOCK OPTION PLAN

29.1 POSITION OF STOCK OPTION PLAN

Fair Value	Strike Price	Grant Date*	Grants	Balance at 6/30/2021 (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	322	322	-	-	-	410
10.15	19.73	2/9/2017	2nd GRANT	538	538	-	-	-	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	720	540	-	-	180	827
19.21	38.62	2/7/2019	CONTRACTUAL GRANT	133	67	-	33	33	133
19.21	38.62	2/7/2019	4th GRANT	806	404	-	202	200	864
24.45	57.70	2/5/2020	5th GRANT	1,012	253	253	253	253	1,118
TOTAL				5,252	3,845	253	488	666	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 June 30, 2021 is R\$44.23 (R\$43.54 at December 31, 2020).

Each option corresponds to the right to subscribe one share of the Company. As at June 30, 2021, there were 4,240 thousand options in the Money (4,635 thousand options in the Money at December 31, 2020). We show beside the effects on net equity per share and the respective percentage of reduction in the equity interest of the current shareholders:

NET SHAREHOLDER' EQUITY		SHARES AMOUNT (THOUSANDS)		BOOK VALUE PER SHARE (R\$)	
WITHOUT EXERCISE IN-THE-MONEY OPTIONS		WITHOUT EXERCISING IN-THE-MONEY OPTIONS		WITHOUT EXERCISING IN-THE-MONEY OPTIONS	
9,341,825	5,501,316	898,508	796,170	10.40	6.91
EXERCISING IN-THE-MONEY OPTIONS		EXERCISING IN-THE-MONEY OPTIONS		EXERCISING IN-THE-MONEY OPTIONS	
9,450,862	5,620,148	902,748	800,805	10.47	7.02
		0.47%		0.58%	
DECREASE IN THE EQUITY INTEREST OF CURRENT SHAREHOLDERS CONSIDERING THE EXERCISE OF IN-THE-MONEY OPTIONS (%)					
		06/2021	12/2020		

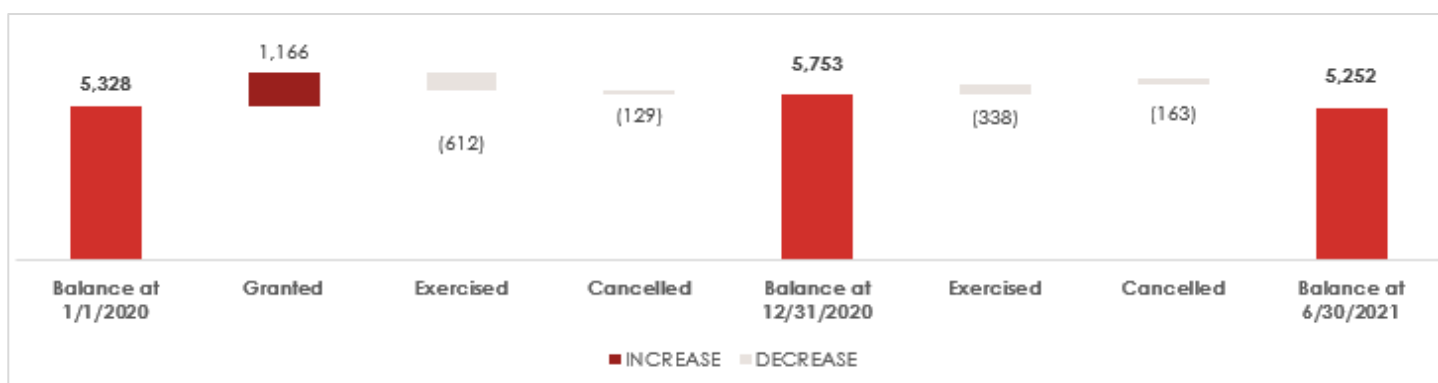
29.2 ASSUMPTIONS FOR FAIR VALUE MEASUREMENT OF STOCK OPTIONS

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

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

The 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.

29.3 CHANGES IN STOCK OPTION PLAN



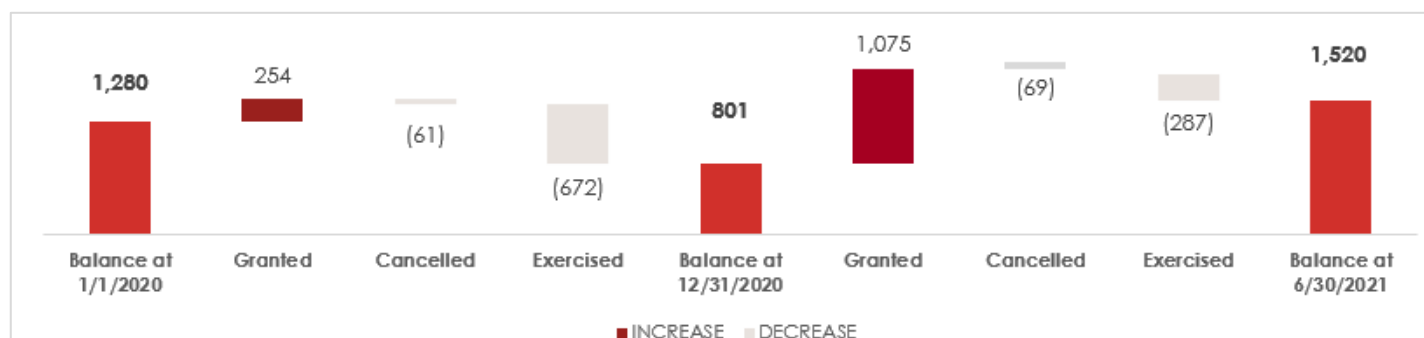
In the three- and six-month periods ended June 30, 2021, the expense with the stock option plan amounted to R\$4,239 and R\$7,973 (R\$5,392 and R\$10,374 for the periods in 2020) – Parent Company and Consolidated.

30 RESTRICTED SHARE PLAN

30.1 POSITION OF RESTRICTED SHARE PLAN

Grant Date	Grants	Balance at 6/30/2021 (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	4th GRANT	245	245	-	-	280
2/5/2020	5th GRANT	213	-	213	-	243
2/11/2021	6th GRANT	1,022	-	-	1,022	-
TOTAL		1,520	285	213	1,022	801

30.2 CHANGES IN RESTRICTED SHARE PLAN



The restricted share plan expenses for the three and six-month periods ended June 30, 2021 amount to R\$5,786 and R\$9,652, respectively (R\$5,322 and R\$2,547 at June 30, 2020) plus social charges amounting to R\$3,089 and R\$5,025 (R\$1,776 and R\$2,923 at June 30, 2020), totaling R\$8,876 and R\$14,677 (R\$7,098 and R\$5,469 at June 30, 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 the operations in Uruguay and Argentina.
- b) **Financial products:** granting of quick withdrawals, point-of-sale financing, insurance, and credit and debit operations that are usual for credit companies, such as Meu Cartão, etc.

	Retail		Financial Products		Consolidated	
	2Q21	6M21	2Q21	6M21	2Q21	6M21
Net operating revenue	2,257,535	3,621,252	231,569	448,546	2,489,104	4,069,798
Cost of sales	(1,016,802)	(1,670,304)	(3,556)	(7,454)	(1,020,358)	(1,677,758)
Gross profit	1,240,733	1,950,948	228,013	441,092	1,468,746	2,392,040
Sales	(727,370)	(1,381,028)	-	-	(727,370)	(1,381,028)
General and administrative expenses	(256,532)	(485,551)	-	-	(256,532)	(485,551)
Credit losses, net	-	-	(77,434)	(129,539)	(77,434)	(129,539)
Other operating income (expenses)	21,598	22,770	(99,047)	(190,689)	(77,449)	(167,919)
Income from (loss on) segments	278,429	107,139	51,532	120,864	329,961	228,003
Depreciation and amortization	(108,543)	(214,443)	(5,991)	(10,738)	(114,534)	(225,181)
Stock option plan					(4,239)	(7,973)
Income/loss from write-off and expected losses on PP&E					(228)	(161)
Finance income (costs), net					(1,616)	(36,923)
Income and social contribution taxes					(16,271)	87,605
Net income for the period					193,073	45,370

	Retail		Financial Products		Consolidated	
	2Q20	6M20	2Q20	6M20	2Q20	6M20
Net operating revenue	539,636	2,089,816	268,870	582,451	808,506	2,672,267
Cost of sales	(297,841)	(989,081)	(6,802)	(12,236)	(304,643)	(1,001,317)
Gross profit	241,795	1,100,735	262,068	570,215	503,863	1,670,950
Sales	(368,016)	(943,545)	-	-	(368,016)	(943,545)
General and administrative expenses	(164,000)	(366,935)	-	-	(164,000)	(366,935)
Credit losses, net	-	-	(133,866)	(333,191)	(133,866)	(333,191)
Other operating income (expenses)	744,410	748,300	(75,396)	(163,554)	669,014	584,746
Income from (loss on) segments	454,189	538,555	52,806	73,470	506,995	612,025
Depreciation and amortization	(101,025)	(197,148)	(3,592)	(7,137)	(104,617)	(204,285)
Stock option plan					(5,392)	(10,374)
Income/loss from write-off and expected losses on PP&E					(9,905)	(9,737)
Management fees					517	517
Finance income (costs), net					526,263	508,283
Income and social contribution taxes					(95,810)	(71,241)
Net income for the period					818,051	825,188

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 recognition criteria were satisfied, which includes the following steps:

- Identification of the contract with a customer;
- Identification of performance obligations;
- Determination of the transaction price;
- Allocation of the 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 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 operations and offers quick withdrawals and point-of-sale financing through indirect subsidiary Realize CFI and agreements with other financial institutions (balances of operations carried out up to April 1, 2019). Operating income is recognized considering the effective interest rate, throughout contract validity and for agreed operations, according to the effective provision of services.

32.2 BREAKDOWN

	Parent Company			
	2Q21	6M21	2Q20	6M20
Gross operating revenue	2,821,654	4,507,497	655,199	2,589,216
Sales of goods	2,813,906	4,491,397	655,199	2,570,318
Financial products and services	7,748	16,100	-	18,898
Deductions	(820,284)	(1,322,104)	(186,293)	(732,869)
Returns and cancellations	(210,503)	(356,747)	(53,946)	(179,231)
Taxes on sales	(607,336)	(960,819)	(132,347)	(550,674)
Taxes on financial products and services	(2,445)	(4,538)	-	(2,964)
Net operating revenue	2,001,370	3,185,393	468,906	1,856,347

	Consolidated			
	2Q21	6M21	2Q20	6M20
Gross operating revenue	3,399,787	5,551,554	1,031,541	3,510,400
Sales of goods	3,151,300	5,070,310	747,075	2,895,151
Financial products and services	248,487	481,244	284,466	615,249
Deductions	(910,683)	(1,481,756)	(223,035)	(838,133)
Returns and cancellations	(227,171)	(389,346)	(58,474)	(196,643)
Taxes on sales	(666,594)	(1,059,712)	(148,965)	(608,692)
Taxes on financial products and services	(16,918)	(32,698)	(15,596)	(32,798)
Net operating revenue	2,489,104	4,069,798	808,506	2,672,267

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 BY NATURE

The Company's statements of income are presented by function. Expenses by nature are shown below.

33.1 SELLING EXPENSES

	Parent Company			
	2Q21	6M21	2Q20	6M20
Personnel	(201,158)	(397,192)	(118,926)	(310,779)
Occupancy	(68,887)	(132,185)	(44,889)	(97,142)
Discounts - leases payable	21,285	42,023	62,527	62,527
Outsourced services	(13,104)	(24,747)	(5,652)	(14,433)
Freight	(33,016)	(67,876)	(15,771)	(23,431)
Utilities and services	(54,526)	(113,847)	(30,616)	(87,752)
Advertising and promotion	(109,452)	(171,359)	(53,180)	(86,419)
Depreciation and amortization	(56,478)	(113,638)	(56,705)	(112,823)
Depreciation – right of use, net of taxes	(74,169)	(142,530)	(57,603)	(117,350)
Other expenses	(46,931)	(85,061)	(14,900)	(54,209)
Total	(636,436)	(1,206,412)	(335,715)	(841,811)

	Consolidated			
	2Q21	6M21	2Q20	6M20
Personnel	(239,819)	(473,445)	(144,513)	(376,415)
Occupancy	(88,142)	(171,721)	(54,796)	(120,280)
Discounts - leases payable	27,388	53,358	72,899	72,899
Outsourced services	(19,192)	(37,384)	(9,906)	(21,922)
Freight	(37,986)	(78,491)	(20,321)	(30,761)
Utilities and services	(61,838)	(129,632)	(35,179)	(99,830)
Advertising and promotion	(122,299)	(194,859)	(59,808)	(101,870)
Depreciation and amortization	(69,193)	(139,045)	(67,806)	(138,478)
Depreciation – right of use, net of taxes	(90,569)	(174,496)	(70,128)	(144,459)
Other expenses	(58,795)	(106,547)	(19,381)	(67,916)
Total	(760,445)	(1,452,262)	(408,939)	(1,029,032)

33.2 GENERAL AND ADMINISTRATIVE EXPENSES

	Parent Company			
	2Q21	6M21	2Q20	6M20
Personnel	(114,082)	(214,647)	(78,352)	(168,781)
Occupancy	(3,020)	(3,587)	(2,928)	(3,692)
Discounts - leases payable	11,254	16,091	12	12
Outsourced services	(45,266)	(85,022)	(19,777)	(49,129)
Freight	(29,693)	(55,903)	(14,733)	(36,477)
Utilities and services	(14,248)	(26,280)	(9,809)	(22,563)
Depreciation and amortization	(34,728)	(66,362)	(26,737)	(50,929)
Depreciation – right of use, net of taxes	(5,953)	(11,832)	(7,137)	(14,214)
Other expenses	(8,259)	(16,605)	(2,054)	(9,936)
Total	(243,995)	(464,147)	(161,515)	(355,709)

	Consolidated			
	2Q21	6M21	2Q20	6M20
Personnel	(127,394)	(240,087)	(86,991)	(186,991)
Occupancy	(5,750)	(7,543)	(4,328)	(6,752)
Discounts - leases payable	11,275	16,112	65	65
Outsourced services	(54,032)	(101,319)	(25,865)	(61,909)
Freight	(33,289)	(61,951)	(15,056)	(40,033)
Utilities and services	(15,953)	(29,598)	(12,745)	(27,184)
Depreciation and amortization	(39,351)	(75,396)	(33,219)	(58,670)
Depreciation – right of use, net of taxes	(6,829)	(13,572)	(8,127)	(15,565)
Other expenses	(11,689)	(23,971)	(5,558)	(17,938)
Total	(283,012)	(537,325)	(191,824)	(414,977)

33.3 OTHER OPERATING INCOME (EXPENSES)

	Parent Company			
	2Q21	6M21	2Q20	6M20
Expenses with financial products and services	(20,772)	(41,805)	(15,109)	(41,154)
Depreciation and amortization	(874)	(1,765)	(976)	(1,977)
Income (expenses) from write-off of PP&E	10	(69)	(8,952)	(8,979)
Stock option plan	(4,239)	(7,973)	(5,392)	(10,374)
Management fees	-	-	517	517
Other operating income (expenses)	(8,937)	(7,373)	(51,254)	(53,297)
Recovery of tax credits	57,302	57,941	793,650	802,577
Employee profit sharing	(27,296)	(27,296)	2,142	2,142
Total	(4,806)	(28,340)	714,626	689,455

	Consolidated			
	2Q21	6M21	2Q20	6M20
Expenses with financial products and services	(98,211)	(189,217)	(74,857)	(162,428)
Depreciation and amortization	(5,991)	(10,738)	(3,592)	(7,137)
Depreciation – right of use, net of taxes	(199)	(363)	(141)	(282)
Income (expenses) from write-off of PP&E	(228)	(161)	(9,905)	(9,737)
Stock option plan	(4,239)	(7,973)	(5,392)	(10,374)
Management fees	-	-	517	517
Other operating income (expenses)	(10,057)	(9,757)	(51,452)	(57,847)
Recovery of tax credits	58,986	59,848	794,373	804,686
Employee profit sharing	(27,322)	(27,322)	1,471	1,443
Total	(87,261)	(185,683)	651,022	558,841

i) In 2021, it refers mainly to successes in unappealable legal proceedings that recognized: a) the non-occurrence of IRRF on shipping abroad (countries with which Brazil has an agreement to avoid double taxation) for payment of services for the acquisition of products on the international market, as well as the right to recover amounts unduly collected in the 5 (five) years prior to the filing of the lawsuit; and b) the right of PIS/Cofins credit on the depreciation of PP&E acquired until April 30, 2004 (Item 244 of the STF), removing the limitations of art. 31 of Law 10.865/04. In 2020 it refers mainly to other revenues related to the process that excludes ICMS from the PIS/COFINS calculation basis.

34 FINANCE INCOME (COSTS), NET

	Parent Company			
	2Q21	6M21	2Q20	6M20
Finance income	36,594	48,531	565,754	575,833
Gains from cash equivalents	31,010	39,775	11,052	20,246
Foreign exchange gains	1,037	1,337	1,214	1,662
Inflation adjustment	31	31	-	-
SELIC interest on tax credits	4,202	6,959	553,310	553,310
Other finance income	314	429	178	615
Finance costs	(79,695)	(159,172)	(65,910)	(116,867)
Interest on loans, financing and swap	(32,768)	(61,454)	(24,585)	(38,563)
Interest on leases	(43,934)	(80,422)	(27,042)	(52,296)
Foreign exchange losses	(182)	(13,014)	(11,696)	(21,400)
Interest payable	(156)	(336)	(167)	(450)
Other finance costs	(2,655)	(3,948)	(2,420)	(4,158)
Finance income (costs), net	(43,101)	(110,641)	499,844	458,966

	Consolidated			
	2Q21	6M21	2Q20	6M20
Finance income	66,614	112,644	579,756	605,335
Gains from cash equivalents	30,930	39,877	11,175	20,735
Foreign exchange gains	3,071	6,585	7,971	19,069
Inflation adjustment	27,278	57,431	6,970	11,130
SELIC interest on tax credits	4,407	7,164	553,310	553,310
Other finance income	928	1,587	330	1,091
Finance costs	(117,864)	(242,110)	(86,151)	(161,497)
Interest on loans, financing and swap	(32,768)	(61,469)	(25,526)	(40,084)
Interest on leases	(49,768)	(92,678)	(32,658)	(64,445)
Foreign exchange losses	(9,190)	(36,957)	(13,920)	(29,378)
Interest payable	(205)	(451)	(251)	(819)
Inflation adjustment	(22,039)	(44,739)	(10,851)	(20,179)
Other finance costs	(3,894)	(5,817)	(2,945)	(6,592)
Finance income (costs), net	(51,250)	(129,466)	493,605	443,838

35 SUPPLEMENTARY INFORMATION TO THE CASH FLOW

35.1 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
Changes affecting cash	267	(96,964)	(125,808)	1,478,916	(256,144)	1,000,267
Capital increase/Disposal and/or Transfer of treasury shares	267	-	-	-	-	267
Repurchase of shares	-	(96,964)	-	-	-	(96,964)
(Amortization) loans raised and lease consideration	-	-	(125,808)	1,508,950	-	1,383,142
Interest paid on loans, debentures and operating financing	-	-	-	(30,034)	-	(30,034)
Interest on equity, dividends paid and income tax on interest on equity	-	-	-	-	(250,309)	(250,309)
Management fees	-	-	-	-	(5,835)	(5,835)
Changes not affecting cash	-	13,052	32,450	78,867	114,293	238,662
Remeasurement, new contracts and ended contracts	-	-	36,526	-	-	36,526
Discounts - leases payable	-	-	(62,527)	-	-	(62,527)
Disposal/transfer of shares	-	13,052	-	-	-	13,052
Interest expenses on loans, structuring costs and operating financing	-	-	58,451	41,127	-	99,578
Distribution of interest on equity and dividends	-	-	-	-	114,293	114,293
Financing - financial service operations	-	-	-	37,740	-	37,740
Balance at June 30, 2020	3,795,901	(119,461)	1,341,066	2,558,263	101,263	7,677,032
Balance at January 1, 2021	3,805,326	(119,461)	1,531,647	2,583,559	246,269	8,047,340
Changes affecting cash	3,911,593	-	(171,795)	(74,410)	(245,917)	3,419,471
Capital increase	3,911,593	-	-	-	-	3,911,593
(Amortization) loans raised and lease consideration	-	-	(171,795)	(2,102)	-	(173,897)
Interest paid on loans, debentures and operating financing	-	-	-	(72,308)	-	(72,308)
Interest on equity, dividends paid and income tax on interest on equity	-	-	-	-	(244,037)	(244,037)
Management fees	-	-	-	-	(1,880)	(1,880)
Changes not affecting cash	25,251	10,841	772,913	61,452	130,373	1,000,830
Remeasurement, new contracts and ended contracts	-	-	742,655	-	-	742,655
Discounts - leases payable	-	-	(58,114)	-	-	(58,114)
Disposal/transfer of shares	-	10,841	-	-	-	10,841
Interest expenses on loans, structuring costs and operating financing	-	-	88,372	61,452	-	149,824
Distribution of interest on equity and unclaimed dividends	-	-	-	-	146,206	146,206
Offset of income tax on IOE	-	-	-	-	(15,833)	(15,833)
Deferred taxes on share issue costs	25,251	-	-	-	-	25,251
Balance at June 30, 2021	7,742,170	(108,620)	2,132,765	2,570,601	130,725	12,467,641

35.2 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
Changes affecting cash	267	(96,964)	(152,870)	1,752,727	(256,144)	1,247,016
Capital increase	267	-	-	-	-	267
Repurchase of shares	-	(96,964)	-	-	-	(96,964)
(Amortization) loans raised and lease consideration	-	-	(152,870)	1,783,752	-	1,630,882
Interest paid on loans, debentures and operating financing	-	-	-	(31,025)	-	(31,025)
Interest on equity, dividends paid and income tax on interest on equity	-	-	-	-	(250,309)	(250,309)
Management fees	-	-	-	-	(5,835)	(5,835)
Changes not affecting cash	-	13,052	69,105	549,044	114,293	745,494
Remeasurement, new contracts, ended contracts and translation adjustments	-	-	71,052	-	-	71,052
Discounts - leases payable	-	-	(72,899)	-	-	(72,899)
Disposal/transfer of shares	-	13,052	-	-	-	13,052
Interest expenses on loans, structuring costs and operating financing	-	-	70,952	57,678	-	128,630
Distribution of interest on equity and dividends	-	-	-	-	114,293	114,293
Financing - financial service operations	-	-	-	491,366	-	491,366
Balance at June 30, 2020	3,795,901	(119,461)	1,655,596	3,455,434	101,263	8,888,733
Balance at January 1, 2021	3,805,326	(119,461)	1,862,387	3,384,979	246,269	9,179,500
Changes affecting cash	3,911,593	-	(201,962)	(69,830)	(245,917)	3,393,884
Capital increase	3,911,593	-	-	-	-	3,911,593
(Amortization) loans raised and lease consideration	-	-	(201,962)	4,633	-	(197,329)
Interest paid on loans, debentures and operating financing	-	-	-	(74,463)	-	(74,463)
Interest on equity, dividends paid and income tax on interest on equity	-	-	-	-	(244,037)	(244,037)
Management fees	-	-	-	-	(1,880)	(1,880)
Changes not affecting cash	25,251	10,841	826,736	73,738	130,373	1,066,939
Remeasurement, new contracts, ended contracts and translation adjustments	-	-	794,620	-	-	794,620
Discounts - leases payable	-	-	(69,470)	-	-	(69,470)
Disposal/transfer of shares	-	10,841	-	-	-	10,841
Interest expenses on loans, structuring costs and operating financing	-	-	101,586	73,738	-	175,324
Distribution of interest on equity and dividends	-	-	-	-	146,206	146,206
Offset of income tax on IOE	-	-	-	-	(15,833)	(15,833)
Deferred taxes on share issue costs	25,251	-	-	-	-	25,251
Balance at June 30, 2021	7,742,170	(108,620)	2,487,161	3,388,887	130,725	13,640,323

36 EVENTS AFTER THE REPORTING PERIOD

36.1 CELEBRATION OF THE AGREEMENT FOR THE ACQUISITION OF "REPASSA"

On July 15, 2021, the Company celebrated agreement to acquire 100% of the shares issued by "Repassa Intermediação de Negócios Ltda."

Repassa is an online platform for resale of clothing, footwear and accessories that operates throughout Brazil. This acquisition represents another step towards the consolidation of the fashion and lifestyle ecosystem of Lojas Renner S.A., in line with the Company's ESG (Environmental, Social and Governance) strategy. This ecosystem has a very great potential and the Company will continue to combine organic and inorganic investments to accelerate its development.

The conclusion of the transaction is subject to certain business conditions agreed between the parties.

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 June 30, 2021, comprising the statement of financial position as of June 30, 2021 and the related statements of profit or loss and of comprehensive income for the three and six-month periods then ended and of changes in equity and of cash flows for the six-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 Form (ITR), and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

Other matters

Statements of value added

The abovementioned quarterly information includes the individual and consolidated statement of value added (SVA) for the six-month period ended June 30, 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, August 09, 2021.

ERNST & YOUNG
Auditores Independentes S.S.
CRC-2SP015199/F-7

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 June 30, 2021, authorizing their conclusion as of this date.

Porto Alegre, August 05, 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

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 June 30, 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, August 09, 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