



BANCO MODAL S.A.

Publicly-held Company
CNPJ/ME No. 30.723.886/0001-62
NIRE No. 333.0000581-1

NOTICE TO THE MARKET

APPROVAL OF CAPITAL INCREASE

Rio de Janeiro, May 12, 2021 – Banco Modal S.A. (**B3: MODL11**) (“modalmais”), in connection to its public offering of primary and secondary distribution of units (*certificados de depósito de ações*) (the “Units” and the “Offering”, respectively), hereby informs that it received, on May 10, 2021, the approval of the Brazilian Central Bank (“Central Bank”) regarding the capital increase relating to the primary portion of the Offering, as approved by the Board of Directors of modalmais at a meeting held on April 28, 2021, within the limits of the Bank’s authorized capital (the “Approval”).

In view of the Approval, as disclosed in the Final Offering Prospectus and in the other documents related to the Offering, modalmais informs that: (i) the subscription receipts (*recibos de subscrição*) underlying the Units and representing one (1) preferred share (*ação preferencial*) each, will be replaced by the corresponding preferred shares, so that the Units initially formed by one (1) common share (*ação ordinária*) and two (2) subscription receipts will be formed by one (1) common share and two (2) preferred shares; and (ii) the Bank’s capital stock is now BRL 1,074,965,628.08 (one billion, seventy-four million, nine hundred and sixty-five thousand, six hundred and twenty-eight Brazilian *reais* and eight cents), divided into 412,566.001 (four hundred and twelve million, five hundred and sixty-six thousand and one) common shares and 291,633,999 (two hundred and ninety-one million, six hundred and thirty-three thousand, nine hundred and ninety-nine) preferred shares, all nominative, book-entry shares and without par value.

As informed in the Final Offering Prospectus and in the other documents related to the Offering, modalmais emphasizes that, until the end of the term for carrying out activities of stabilization of the price of the Units at B3 (*i.e.*, until May 28, 2021, including such date), the Units may not be split into their underlying assets, until such condition is met.

The investor does not need to take any action or measure in order to carry out the replacement of the subscription receipts underlying the Units for preferred shares.

Rio de Janeiro, May 12, 2021

BRUNO JOSÉ ALBUQUERQUE DE CASTRO
INVESTOR RELATIONS OFFICER