



BANCO MODAL S.A.
Corporate Taxpayer's ID (CNPJ/ME) 30.723.886/0001-62
Company Registry (NIRE) 333.0000581-1
Publicly-held Company

NOTICE TO THE MARKET

MODAL ANNOUNCES STRATEGIC ACQUISITION AND ADVANCES THE BANKING AS A SERVICE CONCEPT IN BRAZIL

BANCO MODAL S.A. ("Modal") (B3: MODL11) hereby informs its shareholders and the market in general that on this date entered into the Stock Purchase and Sale Agreement and Other Covenants ("**Agreement**") with LIVE ON MEIOS DE PAGAMENTO S.A. ("**LiveOn**") to acquire one hundred percent (100%) of its capital stock.

With a six-year history and sixty-eight partners in its portfolio, LiveOn is a benchmark in the Banking as a Service (BaaS) market in Brazil, enabling companies of any size or segment to offer a digital bank experience to its clients with its brand and directed to its target market.

"LiveOn becomes even more competitive with Modal's solid banking structure of 25 years of history, and Credit Suisse's seal of approval. Now, LiveOn evolves from an Infratech to also offer curatorship in products, services, content, and market intelligence to the partners, broadening the concept of BaaS" affirms Mr. Lucas Montanini, LiveOn's CEO.

The execution of this Agreement is embedded in the context of various strategic acquisitions to enhance Modal's financial ecosystem and aims at expanding it to new clients, offering tailor-made solutions to each partner, according to its market niche.

"Our vision is that the financial market will become more connected to people's daily lives and necessarily more fluent, allowing a hyper-customized experience. The financial services, under the XaaS - Everything as a Service concept, will reach any partner, in a democratic and niched manner. This is a natural effect of the open finance benefits. LiveOn will allow us to significantly accelerate the delivery of this future with everything already accomplished over the last six years," explains Mr. Cristiano Ayres, Modal's CEO.

Besides making available financial products and services (digital account, PIX, loan services, insurance, etc.), the XaaS materialization occurs by integrating other offers available in Modal's



ecosystem, such as the investment platform (IaaS – Investment as a Service), analyses content (RaaS – Research as a Service), financial education and forex materials.

This Agreement's effectiveness relies on the compliance with condition precedents provided for therein, also the Brazilian Central Bank's approval.

Rio de Janeiro, October 6, 2021

Bruno José Albuquerque de Castro
Investor Relations Officer