

(A free translation of the original in Portuguese)

**BrasilAgro - Companhia
Brasileira de
Propriedades Agrícolas**
Quarterly Information (ITR) at
September 30, 2021
and report on review of
quarterly information



(A free translation of the original in Portuguese)

Report on review of quarterly information

To the Board of Directors and Shareholders
BrasilAgro - Companhia Brasileira de
Propriedades Agrícolas

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of BrasilAgro - Companhia Brasileira de Propriedades Agrícolas ("Company"), included in the Quarterly Information Form (ITR) for the quarter ended September 30, 2021, comprising the balance sheet at that date and the statements of income, comprehensive income, changes in equity and cash flows for the quarter then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company and consolidated interim accounting information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC) and International Accounting Standard (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim 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 Brazilian and International Standards on Auditing and consequently did 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 interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.

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BrasilAgro - Companhia Brasileira de
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Other matters

Statements of value added


The quarterly information referred to above includes the parent company and consolidated statements of value added for the quarter ended September 30, 2021. These statements are the responsibility of the Company's management and are presented as supplementary information under IAS 34. These statements have been subjected to review procedures performed together with the review of the quarterly information for the purpose of concluding whether they are reconciled with the interim accounting information and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in the accounting standard CPC 09 - "Statement of Value Added". Based on our review, nothing has come to our attention that causes us to believe that these statements of value added have not been properly prepared, in all material respects, in accordance with the criteria established in this accounting standard, and consistent with the parent company and consolidated interim accounting information taken as a whole.


Audit and review of prior year balances

The Quarterly Information (ITR) includes accounting information for the results, changes in equity, cash flows and added value for the quarter ended September 30, 2020 which were extracted from the quarterly information (ITR) for that quarter and for the balance sheets as of June 30, 2021, taken from the annual financial statements at that date, which are presented for comparison purposes. The review of the Quarterly Information (ITR) for the quarter ended September 30, 2020 and the audit of the financial statements as of and for the year ended June 30, 2021 were carried out under the responsibility of other auditors, who issued unmodified review and audit reports dated November 4, 2020 and August 31, 2021, respectively.

"This document will be signed electronically through the DocuSign tool (www.docusign.com.br), pursuant to art. 10, §20, of Provisional Measure No. 2200-2/2001 and was prepared on the date indicated at its end, which date will be considered valid for all legal purposes and purposes."

São Paulo, November 4, 2021


PricewaterhouseCoopers
Auditores Independentes Ltda.
(Current name of PricewaterhouseCoopers
Auditores Independentes)
CRC 2SP000160/O-5


Emerson Lima de Macedo
Accountant CRC 1BA022047/O-1

BrasilAgro - Companhia Brasileira de Propriedades Agrícolas

Individual parent company and consolidated quarterly financial statements

September 30, 2021

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BrasilAgro - Companhia Brasileira de Propriedades Agrícolas

Balance Sheets

September 30, 2021 and June 30, 2021

(In thousands of reais)

	Notes	Company		Consolidated	
		9/30/2021	6/30/2021	9/30/2021	6/30/2021
Current assets					
Cash and cash equivalents	6.1	949,445	867,137	1,192,776	1,059,107
Operations with derivatives	7	17,489	32,657	18,320	32,657
Accounts receivable and sundry credits	8	78,869	59,153	291,808	192,606
Inventories	9	194,863	199,254	234,769	265,859
Biological assets	10	70,354	99,143	202,896	210,489
Related-party transactions	30	33,695	85,791	-	488
		<u>1,344,715</u>	<u>1,343,135</u>	<u>1,940,569</u>	<u>1,761,206</u>
Non-current asset held for sale	2.1.	-	-	40,056	-
Noncurrent assets					
Biological assets	10	27,421	34,585	27,421	34,585
Restricted marketable securities	6.2	-	-	15,086	10,455
Operations with derivatives	7	773	3,881	773	3,881
Deferred taxes	18.1	25,527	12,722	45,739	72,343
Accounts receivable and sundry credits	8	16,658	12,456	303,760	348,933
Investment properties	11	137,078	121,485	1,006,223	997,100
Related-party transactions	30	4,835	3,039	2,565	2,680
Investments	12	1,596,318	1,439,129	5,699	5,609
Property, plant and equipment	13	29,295	30,376	107,348	110,390
Intangible assets		795	866	1,016	1,104
Right-of-use assets	14	163,564	173,715	72,769	80,032
		<u>2,002,264</u>	<u>1,832,254</u>	<u>1,588,399</u>	<u>1,667,112</u>
Total assets		<u><u>3,346,979</u></u>	<u><u>3,175,389</u></u>	<u><u>3,569,024</u></u>	<u><u>3,428,318</u></u>

See the accompanying Management notes to the financial statements.

BrasilAgro - Companhia Brasileira de Propriedades Agrícolas

Balance Sheets
September 30, 2021 and June 30, 2021
(In thousands of reais)

Liabilities and equity	Notes	Company		Consolidated	
		9/30/2021	6/30/2021	9/30/2021	6/30/2021
Current liabilities					
Trade accounts payable and other liabilities	16	212,243	114,874	280,523	186,890
Loans, financing and debentures	17	254,128	252,151	325,725	322,046
Labor obligations		8,466	17,464	12,820	22,536
Operations with derivatives	7	25,412	48,574	25,573	48,574
Acquisitions payable	19	38,115	37,796	45,823	45,133
Related-party transactions	30	512	488	5,499	5,568
Leases payable	15	48,700	57,194	16,742	30,545
Noncurrent liabilities		587,576	528,541	712,705	661,292
Trade accounts payable and other liabilities	16	-	-	31,888	34,902
Investment losses	12	543	-	-	-
Loans, financing and debentures	17	261,856	301,281	300,689	341,135
Deferred taxes	18.1	-	-	26,559	26,714
Leases payable	15	165,265	159,344	155,472	168,450
Operations with derivatives	7	4,967	1,965	4,967	1,965
Provision for legal claims	28	156	174	1,395	1,445
Related-party transactions	30	1,673	1,483	2,760	2,519
Acquisitions payable	19	-	-	7,646	7,295
		434,460	464,247	531,376	584,425
Total liabilities		1,022,036	992,788	1,244,081	1,245,717
Equity					
Share capital	20.a	1,587,985	1,587,985	1,587,985	1,587,985
Share issue costs	20.a	(11,343)	(11,343)	(11,343)	(11,343)
Capital reserve	20.b	(33,468)	(34,189)	(33,468)	(34,189)
Treasury shares	20.f	(40,085)	(40,085)	(40,085)	(40,085)
Revenue reserves		416,252	416,252	416,252	416,252
Additional dividends proposed	20.d	184,559	184,559	184,559	184,559
Comprehensive income	20.e	113,172	79,422	113,172	79,422
Retained earnings		107,871	-	107,871	-
Total equity		2,324,943	2,182,601	2,324,943	2,182,601
Total liabilities and equity		3,346,979	3,175,389	3,569,024	3,428,318

See the accompanying Management notes to the financial statements.

BrasilAgro - Companhia Brasileira de Propriedades Agrícolas

Statements of income

Three-month periods ended September 30, 2021 and 2020

(In thousands of reais, except as stated otherwise)

	Notes	Company		Consolidated	
		7/1/2021 to 9/30/2021	7/1/2020 to 9/30/2020	7/1/2021 to 9/30/2021	7/1/2020 to 9/30/2020
Net revenue	22.a	192,918	150,270	378,086	222,214
Gain from sale of farm	22.b	-	-	-	5,752
Changes in fair value of biological assets and agricultural products	10	47,089	25,141	145,840	50,599
(Reversal) accrual of provision for impairment of agricultural products, net	9.1	(10,840)	1,627	(8,765)	2,269
Cost of sales	23	(222,111)	(135,382)	(382,179)	(207,539)
Gross profit		<u>7,056</u>	<u>41,656</u>	<u>132,982</u>	<u>73,295</u>
Selling expenses	23	(2,613)	(4,922)	(4,311)	(5,437)
General and administrative expenses	23	(9,970)	(6,036)	(13,777)	(7,908)
Other operating (expenses) income, net	25	(350)	(1,793)	8,667	(2,813)
Equity pickup	12.a	127,968	101,955	(38)	(44)
Operating profit before financial results and taxes		<u>122,091</u>	<u>130,860</u>	<u>123,523</u>	<u>57,093</u>
Net financial income (expenses)					
Financial income	26	121,216	79,014	185,658	187,273
Financial expenses	26	(148,242)	(147,638)	(172,436)	(171,806)
Profit before income and social contribution taxes		<u>95,065</u>	<u>62,236</u>	<u>136,745</u>	<u>72,560</u>
Income and social contribution taxes	18.2	12,806	13,418	(28,874)	3,094
Net income for the period		<u><u>107,871</u></u>	<u><u>75,654</u></u>	<u><u>107,871</u></u>	<u><u>75,654</u></u>
Basic earnings per share - in Reais	27	<u>1.0875</u>	<u>1.2749</u>	<u>1.0875</u>	<u>1.2749</u>
Diluted earnings per share - in Reais	27	<u>1.0819</u>	<u>1.2638</u>	<u>1.0819</u>	<u>1.2638</u>

See the accompanying Management notes to the financial statements.

BrasilAgro - Companhia Brasileira de Propriedades Agrícolas

Statements of comprehensive income (loss)
Three-month periods ended September 30, 2021 and 2020
(In thousands of reais)

	Company and Consolidated	
	7/1/2021 to 9/30/2021	7/1/2020 to 9/30/2020
Net income for the period	107,871	75,654
Comprehensive income to be reclassified to income in subsequent years:		
Cumulative translation adjustment on investments abroad	20.e 33,750	7,309
Total comprehensive income	141,621	82,963

See the accompanying Management notes to the financial statements.

BrasilAgro – Companhia Brasileira de Propriedades Agrícolas

Statements of changes in equity
Three-month periods ended September 30, 2021 and 2020
(In thousands of reais, except as stated otherwise)

Note	Capital reserve					Revenue reserves			Additional dividends proposed	Comprehensive income	Retained earnings	Total equity
	Capital	Share issue costs	Goodwill on share issue	Share-based payments	Capital transactions between partners	Treasury shares	Legal reserve	Reserve for investment and expansion				
At June 30, 2020	699,811	-	(33,566)	(726)	-	(31,501)	31,535	327,071	13,606	115,339	-	1,121,569
Net income for the period	-	-	-	-	-	-	-	-	-	-	75,654	75,654
Cumulative translation adjustment on investments abroad	-	-	-	-	-	-	-	-	-	7,309	-	7,309
At September 30, 2020	699,811	-	(33,566)	(726)	-	(31,501)	31,535	327,071	13,606	122,648	75,654	1,204,532
Note	Capital reserve					Revenue reserves			Additional dividends proposed	Comprehensive income	Retained earnings	Total equity
	Capital	Share issue costs	Goodwill on share issue	Share-based payments	Capital transactions between partners	Treasury shares	Legal reserve	Reserve for investment and expansion				
At June 30, 2021	1,587,985	(11,343)	(24,982)	1,824	(11,031)	(40,085)	47,417	368,835	184,559	79,422	-	2,182,601
Share-based compensation plan	-	-	-	721	-	-	-	-	-	-	-	721
Net income for the period	-	-	-	-	-	-	-	-	-	-	107,871	107,871
Cumulative translation adjustment on investments abroad	20.e	-	-	-	-	-	-	-	-	33,750	-	33,750
At September 30, 2021	1,587,985	(11,343)	(24,982)	2,545	(11,031)	(40,085)	47,417	368,835	184,559	113,172	107,871	2,324,943

See the accompanying Management notes to the financial statements.

BrasilAgro – Companhia Brasileira de Propriedades Agrícolas

Statements of cash flows

Three-month periods ended September 30, 2021 and 2020

(In thousands of reais)

Note	Company		Consolidated	
	7/1/2021 to 9/30/2021	7/1/2020 to 9/30/2020	7/1/2021 to 9/30/2021	7/1/2020 to 9/30/2020
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income	107,871	75,654	107,871	75,654
Adjustment to reconcile net income in the period				
Depreciation and amortization	23	25,179	47,433	29,706
Gain from sale of farm	22.b	-	-	(5,752)
Net book value of property, plant and equipment and intangible assets disposed of		9	467	3,117
Write-offs of investment properties		951	6,930	108
Equity pick-up	12.a	(127,968)	38	44
Unrealized gain on derivatives, net	26	(1,881)	(2,206)	44,445
Earnings from investments, foreign exchange and interest/ indexation accruals, net		5,142	(15,330)	21,422
Changes in the fair value of receivables from sale of farms and other financial liabilities		319	(18,904)	(89,951)
Share-based incentive plan (ILPA)		616	721	-
Deferred income and social contribution taxes	18.2	(12,806)	26,643	(8,401)
Fair value of unrealized biological assets and agricultural products	10	(47,089)	(145,840)	(50,599)
Provision for (reversal of) impairment of agricultural products, net	9.1	10,840	8,765	(2,269)
(Reversal of) provision for expected credit loss	23	(45)	(39)	(163)
Provision for/ reversal of legal claims	28	45	19	50
		<u>(38,817)</u>	<u>16,568</u>	<u>17,411</u>
Changes in assets and liabilities				
Trade accounts receivable		(20,912)	(22,583)	19,544
Inventories		(6,449)	23,152	13,531
Biological assets		75,547	138,886	72,535
Taxes recoverable		(5,277)	12,441	(3,917)
Operations with derivatives		(3)	(307)	(168)
Other receivables		2,316	(20,921)	11,227
Trade accounts payable		52,040	44,109	176
Related parties		(1,477)	202	(235)
Taxes payable		209	(1,557)	4,293
Income and social contribution taxes		-	(2,020)	-
Labor charges		(8,998)	(9,850)	(4,045)
Advances from customers		46,197	47,266	1,625
Leases payable		(9,611)	(14,652)	(62)
Other liabilities		(191)	(670)	(2,284)
Payment of legal claims	28	(63)	(69)	-
Net cash provided by operating activities		<u>84,511</u>	<u>209,995</u>	<u>129,631</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Acquisitions of property, plant and equipment and intangible assets		(1,932)	(5,732)	(8,009)
Acquisitions of investment properties	11	(17,872)	(26,668)	(9,766)
Redemption of marketable securities, net		11,363	9,225	1,061
Dividends received		59,782	-	-
Increase in investments and interest held	12.a	(2,614)	-	-
Cash received on sale of farms		-	-	5,500
Net cash provided by (used in) investing activities		<u>48,727</u>	<u>(23,175)</u>	<u>(11,214)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Loans, financing and debentures raised	17	-	18,122	7,856
Interest paid on loans, financing and debentures	17	(4,256)	(6,130)	(10,754)
Repayment of loans, financing and debentures	17	(48,341)	(67,428)	(62,458)
Net cash used in financing activities		<u>(52,597)</u>	<u>(55,436)</u>	<u>(65,356)</u>
Increase (decrease) in cash and cash equivalents		<u>80,641</u>	<u>131,384</u>	<u>53,061</u>
Cash and cash equivalents at beginning of period	6.1	867,137	83,713	171,045
Effect of exchange rate changes on cash and cash equivalents		1,667	462	63
Cash and cash equivalents at end of period	6.1	<u>949,445</u>	<u>112,444</u>	<u>224,169</u>

See the accompanying Management notes to the financial statements.

BrasilAgro – Companhia Brasileira de Propriedades Agrícolas

Statements of value added
Three-month periods ended September 30, 2021 and 2020
(In thousands of reais)

	Notes	Company		Consolidated	
		7/1/2021 to 9/30/2021	7/1/2020 to 9/30/2020	7/1/2020 to 9/30/2021	7/1/2020 to 9/30/2020
Revenues		232,160	177,458	529,108	285,259
Gross operating revenue	22	196,216	152,320	383,327	229,289
Gain on sale of farm	22	-	-	-	5,752
Change in fair value of biological assets and agricultural products	10	47,089	25,141	145,840	50,599
(Reversal of) provision for impairment of agricultural products, net	9.1	(10,840)	1,627	(8,765)	2,269
Other (expenses) and revenues	25	(350)	(1,793)	8,667	(2,813)
Reversal of allowance for doubtful accounts	23	45	163	39	163
Inputs acquired from third parties		(202,842)	(122,307)	(343,036)	(186,024)
Cost of sales		(197,162)	(115,601)	(335,033)	(178,202)
Materials, energy, outsourced services and other		(5,680)	(6,706)	(8,003)	(7,822)
Gross value added		29,318	55,151	186,072	99,235
Depreciation and amortization	23	(25,179)	(20,019)	(47,433)	(29,706)
Net value added produced by the Company		4,139	35,132	138,639	69,529
Value added received through transfer		249,184	180,969	185,620	187,229
Equity pickup	12.a	127,968	101,955	(38)	(44)
Financial income	26	121,216	79,014	185,658	187,273
Total value added to be distributed		253,323	216,101	324,259	256,758
Distribution of value added		253,323	216,101	324,259	256,758
Personnel and charges		5,892	3,244	7,396	3,945
Direct compensation		5,058	2,506	6,355	3,076
Benefits		695	633	873	746
Severance fund (F.G.T.S.)		139	105	168	123
Taxes, charges and contributions		(8,330)	(10,320)	36,900	5,665
Federal (includes deferred income and social contribution)		(9,792)	(11,827)	35,231	3,746
State		1,404	1,126	1,539	1,461
Local		58	381	130	458
Financing		147,890	147,523	172,092	171,494
Financial expenses		147,711	147,491	171,838	171,479
Rentals		179	32	254	15
Interest on own capital		107,871	75,654	107,871	75,654
Retained earnings		107,871	75,654	107,871	75,654

See the accompanying Management notes to the financial statements.

BrasilAgro – Companhia Brasileira de Propriedades Agrícolas

Notes to the separate and consolidated interim financial statements
September 30, 2021
(In thousands of reais, except as stated otherwise)

1. General information

BrasilAgro - Companhia Brasileira de Propriedades Agrícolas ("BrasilAgro") or ("Company") was incorporated on September 23, 2005 and is headquartered at Avenida Brigadeiro Faria Lima, 1309, in São Paulo with branches in the states of Bahia, Goiás, Mato Grosso, Minas Gerais, Maranhão and Piauí, as well as in Paraguay and Bolivia. The Company is controlled by Argentine-based Cresud Sociedad Anónima, Comercial, Inmobiliaria, Financiera y Agropecuaria ("Cresud S.A.C.I.F.Y.A."), which is engaged primarily in the agriculture and real estate sectors.

The Company is a direct and indirect parent company of closely held companies and its corporate purpose includes trading, import and export of agriculture activities and inputs, raising cattle and forestry activities; the purchase, sale and rental of real estate in rural and/or urban areas; real estate brokerage involving any type of operations; and management of its own and third-party assets.

The Company and its subsidiaries operate 17 farms in six Brazilian states, one farm in Paraguay and one in Bolivia, owning a total area of 218,978 hectares and leasing 51,747 hectares.

2. Main events in the period

2.1. Sales of Farms

Rio do Meio Farm

On September 1, 2021, the Company entered into a Purchase and Sale Agreement for a total area of 4,573 hectares (2,859 agricultural hectares) of the Rio do Meio Farm, a rural property located in the City of Correntina, State of Bahia, for an amount equivalent to 250 bags of soybean per useful hectare, or R\$130,104. Payment is due in 13 installments, the first as a prepayment and the remaining balance divided into 12 semiannual installments due in June and October, with the last installment due on October 10, 2027.

Although the agreement was executed and the transaction disclosed, the accounting for the sale transaction has not been recognized in these financial statements because under the Purchase and Sale Agreement the transfer of ownership of the area is effected only upon full payment of the first installment, due in three equal parts on September 20, 2021, November 15, 2021 and December 30, 2021. The first payment of R\$5,718 was made on the due date and registered as Advances from clients. Whilst the Company has ownership of the property, it will continue to be classified in the balance sheet in Non-current assets held for sale, according to CPC 31 - Non-Current Assets Held for Sale and Discontinued Operations and measured at historical cost of R\$40,056.

The Company has also assumed the obligation to obtain a Vegetation Suppression Authorization (ASV) on an area of 371 hectares, with payment fixed at 100 soybean bags per hectare, subject to it being obtained. The amount will be distributed proportionately to the subsequent installments coming due.

BrasilAgro – Companhia Brasileira de Propriedades Agrícolas

Notes to the separate and consolidated interim financial statements
September 30, 2021
(In thousands of reais, except as stated otherwise)

2.2. Effects of COVID-19

COVID-19 was first reported on December 31, 2019, and has since spread globally, also affecting Brazil, Paraguay and Bolivia, where the country operates. On March 11, 2020, the World Health Organization declared a global pandemic.

In March, the Company developed and implemented a plan with various measures to protect the health and wellbeing of its employees and mitigate its effects on operations. These measures included:

- Creating a Prevention and Risk Committee to continuously monitor developments, update preventive measures and actions to minimize risks, and coordinate the implementation of action plans;
- Instructing at risk employees to work from home as also those in the corporate office in São Paulo;
- Adoption of various measures and protocols to protect the safety of all persons involved in the Company's operations, following the guidelines of the Brazilian Ministry of Health; and
- Contingency plans to support operations.

The operations are proceeding as normal and, to date, the Company has not been materially affected by the pandemic.

The Company is well positioned to meet any future effects caused by COVID-19, having assured that its cash preservation, leverage ratio and cost and borrowing efficiency are aligned with its risk policies.

2.3 Other performance aspects

The Company's revenue are partly derived from the sale of commodities to local clients, though this relies on international market conditions including extensive logistics and supply chain operations such as ports, distribution centers and suppliers.

The strong demand for exports was favored by the appreciation of the U.S. dollar against the Brazilian Real. No significant disruptions were noted in the logistics chain for export and inbound shipments, most of which had already been acquired. As to sales commitments to clients, the Company has not identified any material changes, since origination is leveraged on robust relationships in negotiations with selected trading partners; hence, no unfavorable effects have affected these commitments.

Short- and long-term liquidity is stable, and inbound/ outbound shipments secured to avoid disruptions to the Company's financial position. No significant risks have been identified which might affect the Company's ability to continue operating as a going concern.

BrasilAgro – Companhia Brasileira de Propriedades Agrícolas

Notes to the separate and consolidated interim financial statements
September 30, 2021
(In thousands of reais, except as stated otherwise)

3. Basis of preparation and presentation of the individual parent company and consolidated financial statements

The significant accounting policies applied when preparing these financial statements are consistent with the policies applied in the financial statements of June 30, 2021.

3.1. Basis of preparation

The Company's individual parent company (separate) and consolidated interim financial statements were prepared in accordance with technical pronouncement CPC 21 (R1) - Interim Financial Statements and with international accounting standard IAS 34 issued by the International Accounting Standards Board ("IASB") and presented in accordance with the standards issued by the Brazilian Securities Commission ("CVM").

The accounting practices, policies and estimates adopted by the Company in preparing the individual parent company and consolidated quarterly financial statements are consistent with Notes 2.1 to 2.31 and Note 3 to the financial statements for the year ended June 30, 2021, issued on August 31, 2021.

Hence, these condensed quarterly financial statements should be read together with the financial statements for the year ended June 30, 2021.

The individual and consolidated quarterly information is presented in thousands of Brazilian Reais (R\$), being the Company's functional and presentation currency.

The non-accounting data in the quarterly information, such as the number of hectares, among others, has not been subject to audit or review from the independent auditors.

All information of significance is presented in the financial statements which is consistent with the information used by Management in the performance of its duties.

The individual parent company and consolidated interim financial statements as at and for the period ended September 30, 2021 were approved by the Board of Directors on November 4, 2021.

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Basis of consolidation

The consolidated financial information comprises the financial statements of the Company and its subsidiaries as of September 30, 2021 and June 30, 2021. The table below shows the Company's ownership interest in the other companies of the Group.

<u>Subsidiaries (%)</u>	<u>Country</u>	<u>9/30/2021</u>	<u>6/30/2021</u>
Imobiliária Jaborandi Ltda.	Brazil	100	100
Imobiliária Cremaq Ltda.	Brazil	100	100
Imobiliária Engenho Ltda.	Brazil	100	100
Imobiliária Araucária Ltda.	Brazil	100	100
Imobiliária Mogno Ltda.	Brazil	100	100
Imobiliária Cajueiro Ltda.	Brazil	100	100
Imobiliária Ceibo Ltda.	Brazil	100	100
Imobiliária Flamboyant Ltda.	Brazil	100	100
Agrifirma Agro Ltda.	Brazil	100	100
Agrifirma Bahia Agropecuária Ltda. (a)	Brazil	100	100
I.A. Agro Ltda. (a)	Brazil	100	100
GL Empreendimentos e Participações Ltda. (a)	Brazil	100	100
Palmeiras S.A.	Paraguay	100	100
Agropecuaria Moroti S.A.	Paraguay	100	100
Agropecuaria Acres Del Sud S.A.	Bolivia	100	100
Ombú Agropecuaria S.A.	Bolivia	100	100
Yuchán Agropecuaria S.A.	Bolivia	100	100
Yatay Agropecuaria S.A.	Bolivia	100	100
Avante Comercializadora S.A.	Brazil	100	100

(a) Subsidiaries of Agrifirma - indirect control.

The subsidiaries are fully consolidated from the date control is obtained, until such date as control ceases. Controls is obtained when the Company is exposed to, or has rights over, variable returns arising from its investee and is able to affect such returns.

The financial statements of the subsidiaries are prepared at the same base date as that of the Company, using consistent accounting policies. All intragroup balances, revenues and expenses are fully eliminated in the consolidated financial statements.

3.2. Notes to the financial statements at June 30, 2021 not presented herein

The preparation of this condensed quarterly financial information involves the exercise of judgment by Company's Management. Accordingly, this interim information includes only selected notes and not the full set of notes as presented in the annual financial statements for the year ended June 30, 2021 (Note 3.1).

3.3. New accounting standards, alterations and interpretations of standards

In the opinion of the Management, there are no new accounting standards or interpretations that might significant affect the financial statements for the period.

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4. Significant accounting estimates and judgments

Accounting estimates and judgments are continuously assessed and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the current circumstances.

Management uses assumptions for its estimates and projections. These, by definition, seldom equal the related actual amounts. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next year are addressed below.

a) Contingencies

The Company is a party to various judicial and administrative lawsuits (Note 28). Provisions are set up for all the contingencies related to judicial lawsuits for probable risk of losses (present obligations arising from past events and probable outflow of resources that incorporate economic benefits to settle the obligation, with reliable estimate of value). Management's estimates are prepared under the advice of outside legal counsel. Management believes that these contingencies are properly recorded and presented in the financial statements.

b) Biological assets

The fair value of biological assets (Note 10) was determined by using valuation techniques, including the discounted cash flow method and/or prices in active markets, as applicable. The inputs for these methods are based on observable factors in the market, whenever possible, and when not feasible, a level of judgment is applied to estimate the fair value, which are by nature inherently subjective. These include considerations as to prices, productivity, crop and production costs, among others.

Changes in the assumptions might affect the fair value of biological assets.

An increase or decrease of 1% in the expected productivity of sugarcane and grains/cotton would result in an increase or decrease in biological asset of R\$1,795 and an increase or decrease of 1% in the price of sugarcane and grains/cotton would result in an increase or decrease in biological asset of R\$2,471.

The Company values its cattle breeding stock at fair value based on market prices by region.

c) Investment properties

The fair value of investment properties was obtained through farm appraisals conducted by specialist firms contracted by the Company. Valuations were carried based on standards market practices taking into account the characteristics, location, type of soil, climate of the region, calculation of improvements, and land value, which are subject to change.

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d) Deferred income tax

The Company records deferred assets and liabilities based on the differences between the carrying amount in the financial statements and the tax basis of assets and liabilities using the statutory rates (Note 18). The Company regularly reviews the deferred tax assets for recoverability, assessing past and projected taxable profit, prepared in a technical feasibility study.

e) Leases

The Company analyzes its lease agreements in accordance with IFRS 16/CPC 06 (R2) and recognizes right-of-use assets and lease liabilities in lease agreements under the accounting standard. Management assesses only the minimum fixed lease payments. The measurement of lease liabilities corresponds to the total future payments of leases and rentals, discounted to present value, using the incremental interest rate.

f) Non-financial obligations

The Company applies IFRS 16/CPC 06 (R2) to recognize its right-of-use assets and lease liabilities for lease agreements within the scope of the accounting standard. Management assesses the minimum fixed lease payments for the purpose of measuring the lease liabilities. Lease liabilities equate to the total future payments of leases and rentals, adjusted to present value, using nominal discount rate which ranges between 4.80% and 12.60%.

When payments are indexed to the soybean bag, future minimum payments are estimated in the number of soybean bags and monetized using the soybean price of each region, on the base date of first-time adoption of IFRS 16 / CPC 06, and adjusted to the current price at time of payment. When payments are indexed to the Consecana price, these are stipulated in tons of cane and monetized based on the then current Consecana price.

5. Financial risk management

The financial risk management protocols are consistent with that disclosed in Note 4 to the annual financial statements as at June 30, 2021, issued on August 31, 2021.

5.1. Analysis of exposure to financial asset and liability risks

a) Foreign currency risk

This risk arises from potential exchange rates volatility affecting the nominal values of assets or liabilities. This risk might also affect commitments to sell existing products in inventories or still in formation, at future prices.

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b) Interest rate and indices risk

This risk arises from the possibility of the Company incurring losses due to fluctuations in the interest rates or indices on contracts for the acquisition of farms, such as those indexed to the IPCA.

c) Commodities risks

This risk arises from possible losses from fluctuations in the market prices of agricultural products.

The Company evaluates its exposures to risks and contracts financial instruments to mitigate these based following careful assessment by the treasury and commercial areas.

5.2. Estimate of fair value of derivative financial instruments

a) Sensitivity analysis

Management identifies for each derivative financial instrument type its exposure to foreign exchange rates, interest rates or commodities prices which may generate losses on assets and/or liabilities for hedges or, in the case of derivative financial instruments related to transactions not recorded in the balance sheet, for the fair value of the contracted derivatives.

A sensitivity analysis is designed to show the impact from the changes in the market variables on these financial instruments, with all other market indicators held constant. Upon settlement, these amounts may differ from those stated below, due to the inherent nature of the estimation process.

This analysis contemplates five distinct scenarios stressing these from a base scenario at current market values. At September 30, 2021, these are projected over 12 months, as I, II, III and IV, corresponding to the current market position stressed by -25%, -50%, +25%, +50%.

The base current market position took into consideration the market prices of each derivative instrument. As all assets are transacted in competitive and open markets, the current market price is suitable as a base position for these assets. The assumptions and scenarios are as follows:

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Product	Price	Market	Maturity	9/30/2021				
				Base scenario	Scenario I - - 25%	Scenario II - - 50 %	Scenario III +25%	Scenario IV +50%
Soybean	R\$/bag	CBOT	6/30/2021	153.71	115.28	76.86	192.14	230.57
Soybean	R\$/bag	CBOT	10/22/2021	153.71	115.28	76.86	192.14	230.57
Soybean	R\$/bag	CBOT	10/26/2021	153.71	115.28	76.86	192.14	230.57
Soybean	R\$/bag	CBOT	11/12/2021	153.80	115.35	76.90	192.25	230.70
Soybean	R\$/bag	CBOT	12/27/2021	151.76	113.82	75.88	189.70	227.64
Soybean	R\$/bag	CBOT	2/18/2022	152.54	114.41	76.27	190.68	228.81
Soybean	R\$/bag	CBOT	6/24/2022	153.71	115.28	76.86	192.14	230.57
Soybean	R\$/bag	CBOT	6/28/2022	153.71	115.28	76.86	192.14	230.57
Cotton	R\$/arroba	CBOT	11/12/2021	190.31	142.73	95.16	237.89	285.47
Cotton	R\$/arroba	CBOT	12/08/2021	190.31	142.73	95.16	237.89	285.47
Cotton	R\$/arroba	CBOT	11/16/2022	154.60	115.95	77.30	193.25	231.90
Corn	R\$/bag	CBOT	9/19/2022	79.00	59.25	39.50	98.75	118.50
Corn	R\$/bag	OTC/Stock Exchange	11/16/2021	91.97	68.98	45.99	114.96	137.96
Corn	R\$/bag	OTC/Stock Exchange	9/15/2022	79.00	59.25	39.50	98.75	118.50
Fed Cattle	R\$/arroba	OTC/Stock Exchange	10/29/2021	285.25	213.94	142.63	356.56	427.88
Fed Cattle	R\$/arroba	OTC/Stock Exchange	12/30/2021	297.15	222.86	148.58	371.44	445.73
USD	-	-	11/16/2021	5.48	4.11	2.74	6.85	8.22
USD	-	-	11/17/2021	5.48	4.11	2.74	6.85	8.22
USD	-	-	3/31/2022	5.64	4.23	2.82	7.05	8.46
USD	-	-	5/10/2022	5.69	4.27	2.85	7.11	8.54
USD	-	-	5/25/2022	5.71	4.28	2.86	7.14	8.57
USD	-	-	6/27/2022	5.75	4.31	2.88	7.19	8.63
USD	-	-	6/28/2022	5.75	4.31	2.88	7.19	8.63
USD	-	-	6/30/2022	5.76	4.32	2.88	7.20	8.64
USD	-	-	7/26/2022	5.79	4.34	2.90	7.24	8.69
USD	-	-	7/28/2022	5.79	4.34	2.90	7.24	8.69
USD	-	-	11/23/2022	5.95	4.46	2.98	7.44	8.93
USD	-	-	1/30/2023	6.05	4.54	3.03	7.56	9.08
USD	-	-	5/30/2023	6.22	4.67	3.11	7.78	9.33
USD	-	-	6/30/2023	6.27	4.70	3.14	7.84	9.41
USD	-	-	7/31/2023	6.32	4.74	3.16	7.90	9.48
USD	-	-	3/01/2024	6.65	4.99	3.33	8.31	9.98
USD	-	-	4/30/2024	6.75	5.06	3.38	8.44	10.13
USD	-	-	5/31/2024	6.80	5.10	3.40	8.50	10.20
USD	-	-	07/01/2024	6.85	5.14	3.43	8.56	10.28
USD	-	-	7/31/2024	6.91	5.18	3.46	8.64	10.37
Interest	-	-	11/23/2021	6.64%	4.98%	3.32%	8.30%	9.96%
Interest	-	-	8/15/2023	9.74%	7.31%	4.87%	12.18%	14.61%

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								6/30/2021
Product	Price	Market	Maturity	Base scenario	Scenario I - - 25%	Scenario II - - 50 %	Scenario III +25%	Scenario IV +50%
Soybean	R\$/bag	CBOT	8/13/2021	157.71	118.28	78.86	197.14	236.57
Soybean	R\$/bag	CBOT	10/22/2021	154.29	115.72	77.15	192.86	231.44
Soybean	R\$/bag	CBOT	10/26/2021	150.37	112.78	75.19	187.96	225.56
Soybean	R\$/bag	CBOT	11/12/2021	154.29	115.72	77.15	192.86	231.44
Soybean	R\$/bag	CBOT	12/27/2021	154.37	115.78	77.19	192.96	231.56
Soybean	R\$/bag	CBOT	2/18/2022	151.39	113.54	75.70	189.24	227.09
Soybean	R\$/bag	CBOT	6/24/2022	150.37	112.78	75.19	187.96	225.56
Soybean	R\$/bag	CBOT	6/28/2022	150.37	112.78	75.19	187.96	225.56
Cotton	R\$/arroba	CBOT	11/12/2021	140.44	105.33	70.22	175.55	210.66
Cotton	R\$/arroba	CBOT	12/8/2021	140.44	105.33	70.22	175.55	210.66
Cotton	R\$/arroba	CBOT	11/16/2022	128.65	96.49	64.33	160.81	192.98
Corn	R\$/bag	CBOT	8/27/2021	70.81	53.11	35.41	88.51	106.22
Corn	R\$/bag	CBOT	8/31/2021	70.81	53.11	35.41	88.51	106.22
Corn	R\$/bag	OTC/Stock Exchange	9/19/2022	80.27	60.20	40.14	100.34	120.41
Corn	R\$/bag	OTC/Stock Exchange	9/15/2021	91.50	68.63	45.75	114.38	137.25
Corn	R\$/bag	OTC/Stock Exchange	9/15/2022	80.27	60.20	40.14	100.34	120.41
Ethanol	R\$/m3	OTC/Stock Exchange	7/30/2021	2,850.00	2,137.50	1,425.00	3,562.50	4,275.00
Ethanol	R\$/m3	OTC/Stock Exchange	8/31/2021	2,865.00	2,148.75	1,432.50	3,581.25	4,297.50
Ethanol	R\$/m3	OTC/Stock Exchange	9/30/2021	2,867.50	2,150.63	1,433.75	3,584.38	4,301.25
Fed cattle	R\$/arroba	OTC/Stock Exchange	10/29/2021	318.00	238.50	159.00	397.50	477.00
USD	-	-	7/5/2021	5.04	3.78	2.52	6.30	7.56
USD	-	-	7/15/2021	5.05	3.79	2.52	6.31	7.57
USD	-	-	7/27/2021	5.06	3.79	2.53	6.32	7.58
USD	-	-	8/26/2021	5.08	3.81	2.54	6.35	7.62
USD	-	-	8/30/2021	5.08	3.81	2.54	6.35	7.62
USD	-	-	8/31/2021	5.08	3.81	2.54	6.35	7.62
USD	-	-	9/28/2021	5.11	3.83	2.55	6.38	7.66
USD	-	-	11/16/2021	5.15	3.86	2.57	6.44	7.72
USD	-	-	11/17/2021	5.15	3.86	2.58	6.44	7.73
USD	-	-	3/31/2022	5.28	3.96	2.64	6.59	7.91
USD	-	-	5/10/2022	5.32	3.99	2.66	6.65	7.98
USD	-	-	5/25/2022	5.33	4.00	2.67	6.67	8.00
USD	-	-	6/27/2022	5.37	4.03	2.68	6.71	8.05
USD	-	-	6/28/2022	5.37	4.03	2.68	6.71	8.05
USD	-	-	6/30/2022	5.37	4.03	2.69	6.71	8.06
USD	-	-	7/26/2022	5.40	4.05	2.70	6.75	8.09
USD	-	-	7/28/2022	5.40	4.05	2.70	6.75	8.10
USD	-	-	11/23/2022	5.52	4.14	2.76	6.90	8.28
USD	-	-	1/30/2023	5.59	4.19	2.80	6.99	8.39
USD	-	-	5/30/2023	5.73	4.30	2.87	7.16	8.60
USD	-	-	6/30/2023	5.76	4.32	2.88	7.20	8.65
USD	-	-	7/31/2023	5.80	4.35	2.90	7.25	8.70
USD	-	-	3/1/2024	6.04	4.53	3.02	7.55	9.06
USD	-	-	4/30/2024	6.11	4.58	3.05	7.63	9.16
Interest	-	-	11/23/2021	6.04%	4.53%	3.02%	7.55%	9.06%
Interest	-	-	8/15/2023	7.66%	5.75%	3.83%	9.58%	11.49%

This sensitivity analysis is designed to show the impact of variable market changes on the financial instruments, all other market factors being constant. Upon settlement, amounts may differ from the estimates.

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In addition, the Company presents a summary of possible scenarios for the following 12 months affecting the Company's financial instruments. Appropriate sources were used for the rates used in the "probable scenario".

(*) annual average rates		Consolidated			Scenario I - Probable		Scenario I - Possible		Scenario II - Remote		Scenario I - Possible		Scenario II - Remote	
		At September 31, 2021			Balance (R\$)	Rate(*)	Decrease (R\$)	-25%	Decrease (R\$)	-50%	Increase (R\$)	25%	Increase (R\$)	50%
Operation	Risk	Balance (R\$)	Notional/ Position	Rate	Balance (R\$)	Rate(*)	Balance (R\$)	Rate(*)	Balance (R\$)	Rate(*)	Balance (R\$)	Rate(*)	Balance (R\$)	Rate(*)
Short-term investments	CDI	1,073,969	-	6.15%	(30,501)	8.99%	(24,163)	6.74%	(48,329)	4.50%	24,163	11.24%	48,329	13.49%
Short-term investments	Selic	40,114		6.15%	(1,089)	8.86%	(889)	6.65%	(1,779)	4.43%	889	11.08%	1,779	13.30%
Short-term investments	IPCA	50,518		2.60%	(2,219)	6.99%	(884)	5.24%	(1,763)	3.49%	884	8.74%	1,763	10.48%
Marketable securities	CDI	15,086	-	6.15%	(428)	8.99%	(339)	6.74%	(679)	4.50%	339	11.24%	679	13.49%
Cash - USD	USD	17,633	3,242	5.44	(1,428)	5.88	(4,765)	4.41	(9,531)	2.94	4,765	7.35	9,531	8.82
Total cash and cash equivalents		1,197,320	3,242		(35,665)		(31,040)		(62,081)		31,040		62,081	

Financing in Paraguay	USD	(2,744)	(504)	5.44	(1,207)	5.88	4,033	4.41	8,067	2.94	(4,033)	7.35	(8,067)	8.82
Debentures	CDI	(311,198)	-	6.15%	(8,838)	8.99%	7,037	6.74%	13,969	4.50%	(7,037)	11.24%	(13,969)	13.49%
Agricultural costs	CDI	(40,107)	-	6.15%	(1,139)	8.99%	902	6.74%	1,805	4.50%	(902)	11.24%	(1,805)	13.49%
Working capital	CDI	(24,765)	-	4.88%	-	4.88%	305	3.66%	601	2.44%	(305)	6.10%	(601)	7.32%
Total financing (b)		(378,814)	(504)		(11,184)		12,277		24,442		(12,277)		(24,442)	

Araucária IV	Soybean bags	4,565	32,375	147.91	-	147.91	(1,141)	110.94	(2,283)	73.96	1,141	184.89	2,283	221.87
Araucária V	Soybean bags	44,961	325,000	160.05	-	160.05	(11,240)	120.04	(22,481)	80.02	11,240	200.06	22,481	240.07
Jatobá II	Soybean bags	150,923	1,100,806	167.59	-	167.59	(37,731)	125.69	(75,462)	83.79	37,731	209.49	75,462	251.38
Jatobá III	Soybean bags	54,863	400,156	257.89	-	257.89	(13,716)	193.42	(27,432)	128.94	13,716	322.36	27,432	386.83
Jatobá IV	Soybean bags	20,083	146,000	173.45	-	173.45	(5,021)	130.09	(10,042)	86.73	5,021	216.82	10,042	260.18
Jatobá V	Soybean bags	40,585	300,000	181.97	-	181.97	(10,146)	136.47	(20,293)	90.98	10,146	227.46	20,293	272.95
Jatobá VI	Soybean bags	40,325	300,048	191.32	-	191.32	(10,081)	143.49	(20,163)	95.66	10,081	239.15	20,163	286.97
Alto Taquari I	Soybean bags	3,129	22,656	148.67	-	148.67	(782)	111.51	(1,565)	74.34	782	185.84	1,565	223.01
Alto Taquari II	Soybean bags	3,971	28,600	152.75	-	152.75	(993)	114.56	(1,986)	76.37	993	190.93	1,986	229.12
Alto Taquari III	Soybean bags	12,013	86,478	170.16	-	170.16	(3,003)	127.62	(6,007)	85.08	3,003	212.70	6,007	255.24
Total receivables from farms (b)		375,418	2,742,119		-		(93,854)		(187,714)		93,854		187,714	

Operations with derivatives	Grains (bags)	6,041	(1,506,805)	(a)	(34,673)	(a)	58,377	(a)	125,842	(a)	(34,891)	(a)	(72,253)	(a)
Operations with derivatives	USD	(18,843)	(46,572)	(a)	16,593	(a)	95,386	(a)	198,102	(a)	(104,580)	(a)	(208,820)	(a)
Operations with derivatives	Cattle (@)	-	-	(a)	-	(a)	394	(a)	787	(a)	(394)	(a)	(787)	(a)
Operations with derivatives	Cotton (lbs.)	(6,482)	(5,741,000)	(a)	(2,769)	(a)	3,196	(a)	6,248	(a)	(3,565)	(a)	(7,130)	(a)
Operations with derivatives	Ethanol (m³)	-	-	(a)	-	(a)	644	(a)	1,287	(a)	(644)	(a)	(1,287)	(a)
Operations with derivatives	Swap (BRL)	(1,338)	30,980	(a)	(1,994)	(a)	376	(a)	699	(a)	(419)	(a)	(866)	(a)
Margin - LFT Socopa and XP	SELIC	9,175	-	6.15%	(261)	8.99%	(206)	6.74%	(413)	4.50%	206	11.24%	413	13.49%
Total Derivatives (a)		(11,447)			(23,104)		158,167		332,552		(144,287)		(290,730)	

Cresca, net	USD	(1,555)	(286)	5.44	(127)	5.88	420	4.41	841	2.94	(420)	7.35	(841)	8.82
Helmir, net	USD	(4,922)	(905)	5.44	(399)	5.88	1,330	4.41	2,660	2.94	(1,330)	7.35	(2,660)	8.82
Total related parties		(6,477)	(1,191)		(526)		1,750		3,501		(1,750)		(3,501)	

Serra Grande Farm	Soybean bags	(15,354)	108,000	154.70	-	154.70	3,839	116.03	7,677	77.35	(3,839)	193.38	(7,677)	232.05
Total acquisitions payable		(15,354)	108,000		-		3,839		7,677		(3,839)		(7,677)	

(*) SOURCE Risks: Bloomberg

(a) For sensitivity analysis of derivative positions, forward rates and prices at each maturity date of the operation were used.

(b) Sensitivity analyses does not consider financing transactions and agricultural receivables with fixed rate.

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b) Credit risk

Credit risk refers to the risk of the noncompliance by a counterparty of its contractual obligations, resulting in financial losses, primarily the possibility of not recovering the amounts receivable for the sale of sugarcane, sale of grains, leasing of land and receivables from farms.

To reduce credit risk in the commercial transactions, the Company determines credit limits in which it analyzes factors such as: counterparty incorporation date, history of business with the Company, commercial references and Serasa credit bureau. The Company also constantly monitors the outstanding balances.

Management does not foresee any losses due to the default of its counterparties and has no significant exposure to any individual counterparty.

c) Liquidity risk

The table below shows the Company's financial liabilities by group through to maturity. These are the discounted contractual cash flow amounts, in addition to the net derivative financial instruments, for fair value disclosed.

Consolidated financial liabilities	Note	Less than one year	From one to two years	From three to five years	Above five years	Total
On September 30, 2021						
Trade accounts payable	16.1	121,592	-	-	-	121,592
Derivatives	7	25,573	2,080	2,887	-	30,540
Loans, financing and debentures	17	325,725	28,654	32,416	239,619	626,414
Lease payables	15	16,742	59,785	84,318	11,369	172,214
Related-party transactions	30	5,499	2,760	-	-	8,259
Acquisitions payable	19	45,823	7,646	-	-	53,469
On June 30, 2021						
Trade accounts payable						
Derivatives	16.1	75,224	-	-	-	75,224
Loans, financing and debentures	7	48,574	645	1,320	-	50,539
Lease payables	17	322,046	55,984	38,355	246,796	663,181
Related-party transactions	15	30,545	70,683	86,319	11,448	198,995
Acquisitions payable	30	5,568	2,519	-	-	8,087
	19	45,133	7,295	-	-	52,428

Debt maturities primarily fall due in less than one year; the Company generates sufficient cash to satisfy its commitments, as described below.

5.3. Capital management

The Group's objectives when managing capital are to safeguard its ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders or, also, issue new shares or sell assets to reduce, for example, debt.

Consistent with others in the industry, the Company monitors capital on the basis of the leverage ratio. This ratio is calculated as net debt divided by total equity. Net debt is calculated as total loans, financing, debentures, acquisitions payable and derivatives, less cash and cash equivalents. The Company presents net debt and the financial leverage index:

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		Consolidated	
	Note	9/30/2021	6/30/2021
Loans, financing and debentures	17	626,414	663,181
Acquisitions payable	19	53,469	52,428
Derivative operations	7	11,447	14,001
		<u>691,330</u>	<u>729,610</u>
Cash and cash equivalents	6.1	(1,192,776)	(1,059,107)
Marketable securities	6.2	(15,086)	(10,455)
		<u>(1,207,862)</u>	<u>(1,069,562)</u>
Net debt		<u>(516,532)</u>	<u>(339,952)</u>
Total equity		<u>2,324,943</u>	<u>2,182,601</u>
Financial leverage index		-22.22%	-15.58%

5.4. Hierarchy of fair value

The balances of trade accounts receivable and payable at book value, less impairment, approximate their fair values. The disclosed fair value of financial liabilities is estimated by discounting the future contractual cash flows at current market interest rates available to the Company for similar financial instruments.

The Company adopts CPC 40/ IFRS 7 for financial instruments measuring these at fair value, classifying fair value by Level under a fair value measurement hierarchy:

- Quoted (unadjusted) prices in active markets for identical assets or liabilities (Level 1);
- Information, in addition to quoted prices in Level 1, observable in the market for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2);
- Inputs for assets or liabilities that are not based on observable market data (that is, unobservable inputs) (Level 3).

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The following table presents the Group's assets and liabilities that are measured at fair value, as well as the level of hierarchy:

Consolidated - R\$ thousand	Note	Book value	Fair value	9/30/2021		
				Quoted prices in active markets (Level 1)	Significant observable data (Level 2)	Significant non-observable data (Level 3)
Financial assets measured at amortized cost						
Current						
Cash and cash equivalents	6.1	1,164,601	1,164,601	1,164,601	-	-
Trade receivables, net	8.1	139,435	139,435	-	139,435	-
Non-current						
Marketable securities	6.2	15,086	15,086	15,086	-	-
Related-party transactions	30	2,565	2,565	-	2,565	-
Financial assets measured at fair value through profit or loss						
Current						
Receivables from sale of farm, net (c)	8.1	116,810	116,810	-	-	116,810
Derivative operations (b)	7	18,320	18,320	17,507	813	-
Non-current						
Receivables from sale of farm, net (c)	8.1	275,205	275,205	-	-	275,205
Derivative operations (b)	7	773	773	-	773	-
Non-financial assets measured at fair value						
Current						
Biological assets	10	202,896	202,896	-	12,503	190,393
Non-current						
Biological assets	10	27,421	27,421	-	27,421	-
Non-financial assets measured at cost						
Non-current						
Investment properties	11	956,061	3,518,952	-	-	3,518,952
Total		2,919,173	5,482,064	1,197,194	183,510	4,101,360
Financial liabilities measured at amortized cost						
Current						
Trade payables	16.1	121,592	121,592	-	121,592	-
Loans, financing and debentures (a)	17	325,725	325,725	-	325,725	-
Related-party transactions	30	5,499	5,499	-	5,499	-
Non-current						
Related-party transactions	30	2,760	2,760	-	2,760	-
Loans, financing and debentures (a)	16.1	300,689	300,689	-	300,689	-
Financial liabilities measured at fair value through profit or loss						
Current						
Lease payable	15	16,742	16,742	-	16,742	-
Derivative operations (b)	7	25,573	25,573	8,586	16,987	-
Payables related to farm acquisition	19	38,115	38,115	20,674	16,638	803
Non-current						
Leases payable	15	155,472	155,472	-	155,472	-
Derivative operations (b)	7	4,967	4,967	184	4,783	-
Payables related to farm acquisition	19	7,646	7,646	-	-	7,646
Total		1,004,780	1,004,780	29,444	966,887	8,449

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				6/30/2021		
Consolidated - R\$ thousand	Note	Book value	Fair value	Quoted prices in active markets (Level 1)	Significant observable data (Level 2)	Significant non-observable data (Level 3)
Financial assets measured at amortized cost						
Current						
Cash and cash equivalents	6.1	1,000,892	1,000,892	1,000,892	-	-
Trade receivables, net	8.1	84,950	84,950	-	84,950	-
Related-party transactions	30	488	488	-	488	-
Non-current						
Marketable securities	6.2	10,455	10,455	10,455	-	-
Related-party transactions	30	2,680	2,680	-	2,680	-
Financial assets measured at fair value through profit or loss						
Current						
Receivables from sale of farm, net (c)	8.1	77,540	77,540	-	-	77,540
Derivative operations (b)	7	32,657	32,657	17,047	15,610	-
Non-current						
Receivables from sale of farm, net (c)	8.1	324,937	324,937	-	-	324,937
Derivative operations (b)	7	3,881	3,881	36	3,845	-
Non-financial assets measured at fair value						
Current						
Biological assets	10	210,489	210,489	-	11,727	198,762
Non-current						
Biological assets	10	34,585	34,585	-	34,585	-
Non-financial assets measured at cost						
Non-current						
Investment property	11	952,109	3,518,952	-	-	3,518,952
Total		2,735,663	5,302,506	1,028,430	153,885	4,120,191
Financial liabilities measured at amortized cost						
Current						
Trade payables	16.1	75,224	75,224	-	75,224	-
Loans, financing and debentures (a)	17	322,046	322,046	-	322,046	-
Related-party transactions	30	5,568	5,568	-	5,568	-
Non-current						
Related-party transactions		2,519	2,519	-	2,519	-
Loans, financing and debentures (a)	16.1	341,135	341,135	-	341,135	-
Financial liabilities measured at fair value through profit or loss						
Current						
Lease payable	15	30,545	30,545	-	30,545	-
Derivative operations (b)	7	48,574	48,574	45,368	3,206	-
Payables related to farm acquisition	19	37,796	37,796	20,510	16,506	780
Non-current						
Leases payable	15	168,450	168,450	-	168,450	-
Derivative operations (b)	7	1,965	1,965	314	1,651	-
Payables related to farm acquisition	19	7,295	7,295	-	-	7,295
Total		1,041,117	1,041,117	66,192	966,850	8,075

(a) The book value of loans, financing and debentures approximates the fair value, as rates are substantially subsidized and there is no intention of early settlement;

(b) The derivative transactions negotiated at active market are measured at fair value in Level 1, over-the-counter transactions are measured at Level 2, as presented in the table above;

(c) Due to market volatility, one of the non-observable inputs became significant and the credits from the sale of the farm were reclassified from Level 2 to Level 3. The Company's policy is to recognize transfers from and to Level 3 on the date of the event or change in the circumstances that caused the transfer.

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The significant non-observable inputs used in the measurement of the fair value of the credits from the sale of the farm and of receivables from acquisition of farms, classified as Level 3 in the fair value hierarchy, along with an analysis of quantitative sensitivity on September 30, 2021, are as below (significant non-observable inputs used in the measurement of the fair value of biological assets and investment properties are disclosed in Notes 10 and 11, respectively):

Description	Evaluation method	Significant non-observable inputs	Variation of non-observable inputs	Sensitivity of inputs to fair value
Credits from sale of farm	Discounted cash flow	Premium (or Basis)	0.21 - 0.61 USD/bu	The increase or decrease of 0.20 USD/bu in the premium (or basis) paid for the soybean would result in an impact of R\$7,500. An increase or decrease of 1.5% in the receivables from the farm.
Payables due to acquisition of Serra Grande Farm	Discounted cash flow	Premium (or Basis)	0.21 - 0.61 USD/bu	The increase or decrease of 0.20 USD/bu in the premium (or basis) paid for the soybean would result in an impact of R\$256. An increase or decrease of 1.7% in payables for the farm.

6. Cash and cash equivalents and marketable securities

6.1. Cash and cash equivalents

Indexer	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Cash and banks	19,239	28,228	28,175	58,215
Bank deposit certificates	CDI - 90% to 114%	786,849	838,909	1,021,244
Treasury notes (LFTs)	CDI - 101% to 102%	52,725	-	52,725
Treasury notes (LFTs)	Selic	40,114	-	40,114
Treasury notes (NTNs)	IPCA	50,518	-	50,518
		<u>949,445</u>	<u>867,137</u>	<u>1,192,776</u>
				<u>1,059,107</u>

The Company has bank balances in foreign currencies which do not bear interest, totaling R\$12,474 (R\$26,173 at June 30, 2021) in Company and R\$17,633 (R\$36,987 at June 30, 2021) in Consolidated.

6.2. Restricted securities - non-current

	CDI*	Consolidated	
		9/30/2021	6/30/2021
Bank deposit certificates (a)	98 to 99%	9,381	5,224
Securities pledged as guarantee (b)		5,705	5,231
		<u>15,086</u>	<u>10,455</u>

(*) Interbank Deposit Certificate.

- (a) The investments for the payment of financing lines contracted from BNB which cannot be redeemed until the settlement date of the contracts, over of 12 months or more.
- (b) Securities pledged as guarantee refer to the suretyship letter contracted by the subsidiary Ombú, which was pledged as guarantee in a labor lawsuit. The object of the lawsuit, which is pending in Bolivia, is the payment of social security charges for outsourced employees.

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7. Operations with derivatives

				9/30/2021				
				Consolidated				
Risk	Maturity	Outstanding derivative instruments	Counterparty	Receivable	Payable	Net balance	Short (long) position	Unit
Currency US\$	Jul/22	Put option	Bradesco/XP/Itaú BBA	507	-	507	8,500	US\$
Currency US\$	Jul/22	Call option	Bradesco/XP/Itaú BBA	-	(2,794)	(2,794)	(8,500)	US\$
Currency US\$	May/23	Put option	Bradesco	34	-	34	1,023	US\$
Currency US\$	May/23	Call option	Bradesco	-	(111)	(111)	(1,023)	US\$
Currency US\$	Jun/23	Put option	Bradesco	58	-	58	1,606	US\$
Currency US\$	Jun/23	Call option	Bradesco	-	(206)	(206)	(1,606)	US\$
Currency US\$	Jul/23	Put option	XP	130	-	130	3,484	US\$
Currency US\$	Jul/23	Call option	XP	-	(523)	(523)	(3,484)	US\$
Currency US\$	Mar/24	Put option	Bradesco	90	-	90	2,500	US\$
Currency US\$	Mar/24	Call option	Bradesco	-	(1,034)	(1,034)	(2,500)	US\$
Currency US\$	Apr/24	Put option	Bradesco	24	-	24	802	US\$
Currency US\$	Apr/24	Call option	Bradesco	-	(283)	(283)	(802)	US\$
Currency US\$	May/24	Put option	Itaú BBA	64	-	64	1,000	US\$
Currency US\$	May/24	Call option	Itaú BBA	-	(298)	(298)	(1,000)	US\$
Currency US\$	Jul/24	Put option	XP	81	-	81	1,600	US\$
Currency US\$	Jul/24	Call option	XP	-	(632)	(632)	(1,600)	US\$
Currency US\$	Jul/24	Put option	XP	131	-	131	1,900	US\$
Currency US\$	Jul/24	Call option	XP	-	(640)	(640)	(1,900)	US\$
Currency US\$	Nov/21	NDF	Rabobank/Bradesco	-	(389)	(389)	(1,490)	US\$
Currency US\$	Nov/21	NDF	Macquarie	101	-	101	(280)	US\$
Currency US\$	Mar/22	NDF	Bradesco	-	(1,837)	(1,837)	(3,630)	US\$
Currency US\$	May/22	NDF	Macquarie	-	(481)	(481)	(2,292)	US\$
Currency US\$	May/22	NDF	XP	-	(19)	(19)	(430)	US\$
Currency US\$	Jun/22	NDF	Itaú BBA	-	(2,068)	(2,068)	(8,400)	US\$
Currency US\$	Jun/22	NDF	Cargill	-	(666)	(666)	(2,000)	US\$
Currency US\$	Jun/22	NDF	Itaú BBA/Bradesco/BB/ABC	-	(5,385)	(5,385)	(17,200)	US\$
Currency US\$	Jul/22	NDF	Itaú BBA	206	(629)	(423)	(3,500)	US\$
Currency US\$	Jul/22	NDF	Banco do Brasil/Bradesco	-	(1,363)	(1,363)	(4,000)	US\$
Currency US\$	Nov/22	NDF	Banco do Brasil/Bradesco	-	(1,057)	(1,057)	(2,350)	US\$
Currency US\$	Jan/23	NDF	Banco do Brasil/Santander	144	-	144	(1,000)	US\$
Total currency risk				1,570	(20,415)	(18,845)	(46,572)	US\$
Soybean	Jan/22	Soybean put option	Trading Companies/Banks /CBOT	499	(161)	338	(45,357)	scs.
Soybean	Oct/21	Soybean call option	Trading Companies/Banks /CBOT	5	-	5	167,821	scs.
Soybean	Feb/22	Soybean put option	Trading Companies/Banks /CBOT	802	-	802	192,768	scs.
Soybean	Feb/22	Soybean call option	Trading Companies/Banks /CBOT	-	(85)	(85)	(192,768)	scs.
Soybean	Jun/22	Soybean put option	Trading Companies/Banks /CBOT	1,299	-	1,299	147,411	scs.
Soybean	Jun/22	Soybean call option	Trading Companies/Banks /CBOT	-	(223)	(223)	(249,464)	scs.
Soybean	Dec/21	Soybean futures	Trading Companies/Banks /CBOT	-	(524)	(524)	(20,411)	scs.
Soybean	Jun/22	Soybean futures	Trading Companies/Banks /CBOT	4,889	-	4,889	(1,340,303)	scs.
Corn	Nov/21	Corn futures	Trading Companies/Banks /CBOT	-	-	-	(737,100)	scs.
Corn	Sep/22	Corn futures	Trading Companies/Banks /CBOT	-	-	-	(934,200)	scs.
Corn	Sep/22	Corn futures	Trading Companies/Banks /CBOT	-	(458)	(458)	(166,500)	scs.
Cotton	Nov/21	Accrual	Trading Companies/Banks /CBOT	-	(1,220)	(1,220)	(441,000)	scs.
Cotton	Jun/22	Accrual	Trading Companies/Banks /CBOT	2	(162)	(160)	(2,950,000)	scs.
Cotton	Nov/21	Cotton call option	Trading Companies/Banks /CBOT	-	(3,627)	(3,627)	(1,500,000)	scs.
Cotton	Dec/21	Cotton futures	Trading Companies/Banks /CBOT	835	(2,127)	(1,292)	(350,000)	scs.
Cotton	Nov/22	Cotton futures	Trading Companies/Banks /CBOT	-	(183)	(183)	(500,000)	scs.
Fed cattle	Oct/21	Fed cattle futures	OTC/Stock Exchange	-	-	-	(4,950)	@
Fed cattle	Dec/21	Fed cattle futures	OTC/Stock Exchange	-	-	-	(6,600)	@
Ethanol	Sep/21	Ethanol futures	OTC/Stock Exchange	-	-	-	(300)	m^3
				Margin deposited		9,175	-	9,175
Total risk with commodities				17,506	(8,770)	8,736		
Interest R\$	Aug/23	Fixed DI SWAP	Bradesco	17	-	17	5,980	
Interest R\$	Nov/21	Fixed DI EUR SWAP	Rabobank	-	(1,355)	(1,355)	25,000	
Total risk with interest				17	(1,355)	(1,338)	30,980	
				19,093	(30,540)	(11,447)		
Current				18,320	(25,573)			
Non-current				773	(4,967)			
Result on September 30, 2021 (Note 26)				105,986	(126,766)			

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Risk	Maturity	Outstanding derivative instruments	Counterparty	Receivable	Payable	Net balance	Volume/position	Unit
Currency US\$	Jul/21	Put option	Itaú BBA/Santander	676	-	676	5,000	US\$
Currency US\$	Jul/21	Call option	Itaú BBA/Santander	-	(71)	(71)	(5,000)	US\$
Currency US\$	May/23	Put option	Bradesco	196	-	196	1,023	US\$
Currency US\$	May/23	Call option	Bradesco	-	(92)	(92)	(1,023)	US\$
Currency US\$	Jun/23	Put option	Bradesco	322	-	322	1,606	US\$
Currency US\$	Jun/23	Call option	Bradesco	-	(165)	(165)	(1,606)	US\$
Currency US\$	Jul/23	Put option	XP	716	-	716	3,484	US\$
Currency US\$	Jul/23	Call option	XP	-	(408)	(408)	(3,484)	US\$
Currency US\$	Mar/24	Put option	Bradesco	507	-	507	2,500	US\$
Currency US\$	Mar/24	Call option	Bradesco	-	(713)	(713)	(2,500)	US\$
Currency US\$	Apr/24	Put option	Bradesco	147	-	147	802	US\$
Currency US\$	Apr/24	Call option	Banco do Brasil	-	(199)	(199)	(802)	US\$
Currency US\$	Jul/21	NDF	Banco do Brasil	1,300	-	1,300	(2,000)	US\$
Currency US\$	Jul/21	NDF	Banco do Brasil/Rabobank	873	-	873	(2,890)	US\$
Currency US\$	Jul/21	NDF	Itaú BBA/Banco do Brasil	5,405	-	5,405	(9,500)	US\$
Currency US\$	Aug/21	NDF	XP	-	(189)	(189)	(3,733)	US\$
Currency US\$	Aug/21	NDF	Banco Bradesco/XP	95	(46)	49	(3,722)	US\$
Currency US\$	Aug/21	NDF	XP	-	(9)	(9)	(966)	US\$
Currency US\$	Sep/21	NDF	Itaú BBA/Rabobank/XP	1,798	(9)	1,789	(5,930)	US\$
Currency US\$	Nov/21	NDF	Rabobank/Bradesco	215	-	215	(1,490)	US\$
Currency US\$	Nov/21	NDF	Macquarie	213	-	213	(280)	US\$
Currency US\$	Mar/22	NDF	Bradesco	-	(273)	(273)	(3,630)	US\$
Currency US\$	May/22	NDF	XP	531	-	531	(2,292)	US\$
Currency US\$	May/22	NDF	Macquarie	171	-	171	(430)	US\$
Currency US\$	Jun/22	NDF	Itaú BBA	1,716	-	1,716	(8,400)	US\$
Currency US\$	Jun/22	NDF	Cargill	236	-	236	(2,000)	US\$
Currency US\$	Jun/22	NDF	Banco do Brasil/Bradesco/ABC	2,382	-	2,382	(17,200)	US\$
Currency US\$	Jul/22	NDF	Itaú BBA	658	-	658	(1,000)	US\$
Currency US\$	Jul/22	NDF	Banco do Brasil	46	-	46	(2,000)	US\$
Currency US\$	Nov/22	NDF	Bradesco	-	(76)	(76)	(850)	US\$
Currency US\$	Jan/23	NDF	Banco do Brasil/Santander	640	-	640	(1,000)	US\$
Total currency risk				18,843	(2,250)	16,593	(69,313)	US\$
Soybean	Oct/21	Soybean put options	Trading Companies/Banks /CBOT	1,368	-	1,368	396,875	scs.
Soybean	Oct/21	Soybean call options	Trading Companies/Banks /CBOT	1,723	-	1,723	167,821	scs.
Soybean	out/21	Soybean put options	Trading Companies/Banks /CBOT	884	-	884	249,464	scs.
Soybean	Feb/22	Soybean put options	Trading Companies/Banks /CBOT	855	-	855	192,768	scs.
Soybean	Feb/22	Soybean call options	Trading Companies/Banks /CBOT	-	(1,201)	(1,201)	(192,768)	scs.
Soybean	Jun/22	Soybean put options	Trading Companies/Banks /CBOT	2,002	-	2,002	249,464	scs.
Soybean	Jun/22	Soybean call options	Trading Companies/Banks /CBOT	-	(1,401)	(1,401)	(249,464)	scs.
Soybean	Aug/21	Soybean futures	Trading Companies/Banks /CBOT	-	(644)	(644)	(49,893)	scs.
Soybean	Nov/21	Soybean futures	Trading Companies/Banks /CBOT	-	(26,688)	(26,688)	(478,518)	scs.
Soybean	Dec/21	Soybean futures	Trading Companies/Banks /CBOT	-	(784)	(784)	(20,411)	scs.
Corn	Aug/21	Corn put options	Trading Companies/Banks /CBOT	3	(187)	(184)	(254,011)	scs.
Corn	Aug/21	Corn call options	Trading Companies/Banks /CBOT	1,327	(3,765)	(2,438)	(84,670)	scs.
Corn	Aug/21	Corn put options	Trading Companies/Banks /CBOT	-	(218)	(218)	(254,011)	scs.
Corn	Aug/21	Corn futures	Trading Companies/Banks /CBOT	-	(7,213)	(7,213)	(254,011)	scs.
Corn	Sep/22	Corn futures	Trading Companies/Banks /CBOT	-	-	-	(92,700)	scs.
Corn	Sep/22	Corn futures	Trading Companies/Banks /CBOT	-	(314)	(314)	(83,250)	scs.
Corn	Sep/21	Corn futures	Trading Companies/Banks /CBOT	-	-	-	(9,000)	scs.
Corn	Sep/21	Accrual	Trading Companies/Banks /CBOT	-	(421)	(421)	(83,251)	scs.
Cotton	Nov/21	Cotton call options	Trading Companies/Banks /CBOT	-	(1,770)	(1,770)	(1,500,000)	lbs.
Cotton	Dec/21	Cotton futures	Trading Companies/Banks /CBOT	39	(793)	(754)	(1,150,000)	lbs.
Cotton	Nov/22	Cotton futures	Trading Companies/Banks /CBOT	36	-	36	(500,000)	lbs.
Cotton	Nov/21	Accrual	Trading Companies/Banks /CBOT	-	(282)	(282)	(441,000)	lbs.
Ethanol	Jul/21	Ethanol futures	OTC/Stock Exchange	-	-	-	(300)	m³
Ethanol	Aug/21	Ethanol futures	OTC/Stock Exchange	-	-	-	(300)	m³
Ethanol	Sep/21	Ethanol futures	OTC/Stock Exchange	-	-	-	(300)	m³
Fed Cattle	Oct/21	Fed cattle futures	OTC/Stock Exchange	-	-	-	(4,950)	@
Margin deposited				8,844	-	8,844		
Total risk with commodities				17,081	(45,681)	(28,600)		
Interest R\$	Nov/21	Fixed DI EUR SWAP	Banks	-	(2,608)	(2,608)	25,000	BRL
Interest R\$	Aug/23	Fixed DI SWAP	Banks	614	-	614	9,482	BRL
Total risk with interest				614	(2,608)	(1,994)	34,482	BRL
Total risk				36,538	(50,539)	(14,001)		
Non-current				32,657	(48,574)			
Non-current				3,881	(1,965)			
Result on September 30, 2020 (Note 26)				75,523	(130,472)			

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The Company uses derivative financial instruments as currency and forward contracts and forward commodities contracts to hedge against currency risk and commodities prices, respectively.

The margin deposits in operations with derivatives refer to the so-called margins by counterparties in operations with derivative instruments.

The derivatives at fair value are classified as noncurrent assets or liabilities if they mature in over a year, and as current assets or liabilities if the remaining maturity of the derivative is less than one year.

8. Accounts receivable and sundry credits

	Note	Company		Consolidated	
		9/30/2021	6/30/2021	9/30/2021	6/30/2021
Trade accounts receivable	8.1	61,460	40,503	256,245	162,490
Recoverable taxes	8.2	2,687	1,647	14,171	8,644
Advances to suppliers		11,770	15,413	19,054	19,329
Other receivables		2,952	1,590	2,338	2,143
Total current		<u>78,869</u>	<u>59,153</u>	<u>291,808</u>	<u>192,606</u>
Trade accounts receivable	8.1	-	-	275,205	324,937
Recoverable taxes	8.2	14,860	10,622	26,704	21,876
Judicial deposits	28	1,798	1,834	1,851	2,120
Total non-current		<u>16,658</u>	<u>12,456</u>	<u>303,760</u>	<u>348,933</u>

8.1 Trade accounts receivable

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Sale of sugarcane	29,127	13,680	88,680	43,233
Sale of grains	31,218	24,927	46,218	34,502
Sale of cattle	63	155	63	155
Leases and rentals	1,660	2,199	4,861	6,896
Sale of machinery	243	393	1,405	1,893
Sale of farms	-	-	116,810	77,540
	<u>62,311</u>	<u>41,354</u>	<u>258,037</u>	<u>164,219</u>
Allowance for doubtful accounts	(851)	(851)	(1,792)	(1,729)
Total current	<u>61,460</u>	<u>40,503</u>	<u>256,245</u>	<u>162,490</u>
Sale of farms	-	-	275,205	324,937
Total non-current	<u>-</u>	<u>-</u>	<u>275,205</u>	<u>324,937</u>

a) Changes in the allowance for doubtful accounts:

	Company	Consolidated
At June 30, 2021	<u>851</u>	<u>1,729</u>
Accrual of provision	-	5
Exchange variation	-	58
At September 30, 2021	<u>851</u>	<u>1,792</u>

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b) Receivables by maturity

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Falling due:				
Up to 30 days	40,946	32,948	85,858	63,403
31 to 90 days	5,103	3,170	14,853	23,035
91 to 180 days	-	2,553	24,921	18,480
181 to 360 days	9,769	1,593	123,438	57,328
Over 360 days	-	-	275,205	324,937
Past due:				
Up to 30 days	5,463	200	6,996	205
31 to 90 days	179	39	179	39
181 to 360 days	-	-	6	456
Over 360 days	851	851	1,786	1,273
	<u>62,311</u>	<u>41,354</u>	<u>533,242</u>	<u>489,156</u>

c) Sale of sugarcane

The Company has two sugarcane supply agreements. The first agreement being with Brenco Companhia Brasileira de Energia Renovável and the second included in the partnership IV Agreement (Note 28 - Commitments) with credit risks assessed in accordance with the internal policy (Note 5.2b).

All the risks are contemplated on September 30, 2021 and at date of issue of the financial statements.

Sale of grains

For the period ended September 30, 2021, the main receivables from corn and soybean from ADM do Brasil, Louis Dreyfus and Cargil, and corn and soybean were sold mainly to the clients Cargill, Bunge and Louis Dreyfus.

d) Receivables for sale of farm

Total amounts sold, received and receivables for sale of farm are as follows:

	6/30/2021	Receipts	Adjusted fair value	Exchange variation	9/30/2021	Current	Non-current
Araucária IV	4,466	(728)	827	-	4,565	4,565	-
Araucária V	42,848	-	2,113	-	44,961	17,421	27,540
Jatobá II	146,953	(3,000)	6,970	-	150,923	43,537	107,386
Jatobá III	55,911	(3,858)	2,810	-	54,863	13,949	40,914
Jatobá IV	19,088	-	995	-	20,083	5,308	14,775
Jatobá V	40,887	(2,314)	2,012	-	40,585	8,325	32,260
Jatobá VI	38,442	-	1,883	-	40,325	6,959	33,366
Alto Taquari I	2,972	-	157	-	3,129	3,129	-
Alto Taquari II	3,780	-	191	-	3,971	1,993	1,978
Alto Taquari III	11,459	-	554	-	12,013	988	11,025
Bananal IX	15,622	-	88	-	15,710	9,749	5,961
Bananal X	19,234	(20,849)	1,615	-	-	-	-
Fon I	508	-	-	46	554	554	-
San Cayetano	307	-	-	26	333	333	-
Total	<u>402,477</u>	<u>(30,749)</u>	<u>20,215</u>	<u>72</u>	<u>392,015</u>	<u>116,810</u>	<u>275,205</u>

Sales and receipts in the period ended September 30, 2021 are presented in Notes 2.1 and 22.b.

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Variability

For sales with mandatory official continuous measurement or upon termination of the agreement, the Company adopts the variable consideration concept in CPC 47 - Revenue and did not recognize 2.3% of the sale until the measurement was made. This percentage, based on the highest historical deviation plus a safety margin, represents the risk of proportional reversion upon sale recognition if there is any difference between the area negotiated and the area delivered. The unrecognized portion of revenue (2.3%) will be recognized upon completion of the process.

The receivables from the sale of farm excluding the reduction factor were:

	9/30/2021	Variable consideration (2.3%)	9/30/2021
Jatobá III	54,863	1,262	56,125
Jatobá IV	20,083	462	20,545
Jatobá V	40,585	933	41,518
Jatobá VI	40,325	927	41,252
Total	155,856	3,584	159,440

8.2 Recoverable taxes

	9/30/2021	Company 6/30/2021	9/30/2021	Consolidated 6/30/2021
Withholding income tax (IRRF) on financial investments to be offset	1,128	1,483	1,941	2,237
ICMS recoverable	-	-	1,224	-
PIS and COFINS to be offset	1,442	164	3,623	164
Tax on value added - IVA - (Paraguay/Bolivia)	-	-	6,305	6,226
Other recoverable taxes	117	-	1,078	17
Total current	2,687	1,647	14,171	8,644
ICMS recoverable	7,988	6,682	9,801	9,378
ICMS recoverable on property, plant and equipment	-	-	-	-
PIS and COFINS to be offset	3,934	3,934	3,934	3,934
IRRF on financial investments to be offset	2,937	6	3,373	82
INSS recoverable	1	-	24	21
Tax on value added - IVA - (Paraguay/Bolivia)	-	-	9,572	8,461
Total non-current	14,860	10,622	26,704	21,876

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9. Inventories

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Soybean	23,094	123,602	29,464	169,927
Corn	48,346	36,586	55,761	40,678
Bean	5,269	11,969	5,269	11,969
Cotton	15,533	11,114	15,533	11,114
Other harvests	312	176	343	224
Agricultural products	92,554	183,447	106,370	233,912
Inputs	102,309	15,807	128,399	31,947
	194,863	199,254	234,769	265,859

9.1 Adjustment to recoverable value of inventories

	Company	Consolidated
At June 30, 2021	(19,679)	(23,484)
Provision for impairment	(10,840)	(8,765)
Write-offs	30,111	31,841
At September 30, 2021	(408)	(408)

10. Biological assets

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Consumable cattle	1,681	130	12,503	11,727
Production cattle	27,421	34,585	27,421	34,585
Grain plantation	30,519	49,033	51,216	64,554
Cotton plantation	2,716	13,863	2,716	13,862
Sugarcane field	35,438	36,117	136,461	120,346
Total	97,775	133,728	230,317	245,074
Current	70,354	99,143	202,896	210,489
Non-current	27,421	34,585	27,421	34,585

The plantation and treatment of crop expenses are primarily for seeds, fertilizers, pesticides, depreciation and labor charges.

The land area of biological assets to be harvested is as follows:

	Company		Consolidated	
	Planted area (hectares)		Planted area (hectares)	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Grains	-	9,360	4,468	9,836
Cotton	-	1,404	-	1,404
Sugarcane (i)	8,727	10,513	25,226	26,959
	8,727	21,277	29,694	38,199

(i) For sugarcane, includes total sugarcane to be harvested, based on the cash flow fair values of biological assets. This includes an land leased from Brenco, under an agreement signed on May 8, 2015, and to Partnership IV, as per contracts executed on February 7, 2017.

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Changes in agricultural asset balances

	Company			Consolidated		
	Current	Current	Current	Current	Current	Current
	Grains	Cotton	Sugarcane	Grains	Cotton	Sugarcane
At June 30, 2021	49,033	13,863	36,117	64,554	13,862	120,346
Planting costs	34,328	4,427	-	31,500	3,638	-
Cultivation cost	-	-	28,506	-	-	82,754
Change in fair value	14,628	(240)	36,249	32,023	549	114,118
Harvesting	(67,470)	(15,334)	(65,435)	(78,250)	(15,333)	(181,000)
Exchange effects	-	-	-	1,389	-	243
At September 31, 2021	30,519	2,716	35,437	51,216	2,716	136,461

Changes in cattle raising balances

	Company	
	Head of cattle (number)	Balance
At June 30, 2021	10,525	34,715
Acquisition/birth costs	150	54
Handling costs	-	3,410
Sales	(2,024)	(5,458)
Losses	(28)	(71)
Change in fair value	-	(3,548)
At September 30, 2021	8,623	29,102

	Consolidated	
	Heads of cattle (number)	Balance
At June 30, 2021	14,805	46,312
Acquisition/birth costs	894	1,626
Handling costs	-	3,679
Sales	(3,566)	(11,626)
Losses	(46)	(114)
Consumption	(12)	(47)
Exchange effects	-	944
Change in fair value	-	(850)
At September 30, 2021	12,075	39,924

Quantitative data - cattle raising activity (head of cattle)

	Company		
	Consumable cattle	Production cattle	Total
At June 30, 2021	42	10,483	10,525
At September 30, 2021	474	8,149	8,623
	Consolidated		
	Consumable cattle	Production cattle	Total
At June 30, 2021	4,322	10,483	14,805
At September 30, 2021	3,926	8,149	12,075

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Fair value by Level at September 30, 2021

	Company Balance	Consolidated Balance	Fair value
Sugarcane	35,438	136,461	Level 3
Cattle	29,102	39,924	Level 2
Grains	30,519	51,216	Level 3
Cotton	2,716	2,716	Level 3

The significant non-observable inputs used in the measurement of the fair value of sugarcane, grains and cotton classified as Level 3 in the fair value hierarchy, along with an analysis of quantitative sensitivity on September 30, 2021, are as follows:

Description	Method	Significant non-observable inputs	Rate %	Change in non-observable inputs	Change in inputs	
					Increase in inputs	Decrease in inputs
Biological Asset - sugarcane	Discounted cash flow	- Yield	9.88	Average yield: 73 tons per hectare	An increase in yield generates a positive result in the fair value of biological assets.	A decrease in yield generates a negative result in the fair value of biological assets.
		- TRS (Kg of sugar per ton of sugarcane)	9.88	Total recoverable sugar: TRS 134 to 145 per ton of cane	An increase in TRS generates a positive result in the fair value of biological assets.	A decrease in TRS generates a negative result in the fair value of biological assets.
Soybean	Discounted cash flow	- Yield	9.88	Average yield: 42 bags per hectare	An increase in yield generates a positive result in the fair value of biological assets.	A decrease in yield generates a negative result in the fair value of biological assets.

Changes in fair value taken to income

	Company		Consolidated	
	9/30/2021	9/30/2020	9/30/2021	9/30/2020
Grains	14,628	6,263	32,023	7,634
Cotton	(240)	2,924	549	3,031
Sugarcane	36,249	12,657	114,118	37,016
Cattle	(3,548)	3,297	(850)	2,918
	47,089	25,141	145,840	50,599

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11. Investment properties - noncurrent assets

	Company					
	Land - Farms	Buildings and improvements	Preparation of land	Total in operation	Construction in progress	9/30/2021
At September 30, 2021						
Opening balance	22,493	26,701	43,727	92,921	28,564	121,485
Acquisitions	45	7,753	30	7,828	10,044	17,872
Write-offs	-	(936)	(15)	(951)	-	(951)
Transfers	-	1,676	1,244	2,920	(2,920)	-
(-) Depreciation / amortization	-	1	(1,329)	(1,328)	-	(1,328)
Book balance, net	22,538	35,195	43,657	101,390	35,688	137,078
At September 30, 2021						
Total cost	22,538	42,332	97,128	161,998	35,688	197,686
Accumulated depreciation	-	(7,137)	(53,471)	(60,608)	-	(60,608)
Book balance, net	22,538	35,195	43,657	101,390	35,688	137,078
Annual depreciation rates (weighted average) - %		3	5			
	Consolidated					
	Land - Farms	Buildings and improvements	Preparation of land	Total in operation	Construction in progress	9/30/2021
At September 30, 2021						
Opening balance	781,251	66,614	100,781	948,646	48,454	997,100
Acquisitions	44	7,754	40	7,838	18,830	26,668
Write-offs	(39,121)	(7,850)	(15)	(46,986)	-	(46,986)
Transfers	-	1,084	1,836	2,920	(2,920)	-
(-) Depreciation / amortization	-	(1,190)	(2,296)	(3,486)	-	(3,486)
Effect from conversion	25,436	2,052	4,135	31,623	1,304	32,927
Net book value	767,610	68,464	104,481	940,555	65,668	1,006,223
At September 30, 2021						
Total cost	767,610	80,886	185,167	1,033,663	65,668	1,099,331
Accumulated depreciation	-	(12,422)	(80,686)	(93,108)	-	(93,108)
Book balance, net	767,610	68,464	104,481	940,555	65,668	1,006,223
Annual depreciation rates (weighted average) - %		3	5			

The table below compares the fair value of investment properties with book values:

Farm	State	Hectares		Real estate	Acquisition	Fair value*		At cost **	
		9/30/2021	6/30/2021			9/30/2021	6/30/2021	9/30/2021	6/30/2021
Jatobá Farm	Bahia	13,276	13,276	Jaborandi Ltda	Mar-07	386,391	386,391	29,366	29,612
Alto Taquari Farm	Mato Grosso	5,103	5,103	Mogno Ltda	Aug-07	304,710	304,710	33,576	33,547
Araucária Farm	Goiás	5,534	5,534	Araucária Ltda	Apr-07	333,233	333,233	46,067	46,166
Chaparral Farm	Bahia	37,182	37,182	Cajueiro Ltda	Nov-07	766,971	766,971	93,868	91,737
Nova Burity Farm	Minas Gerais	24,212	24,212	Flamboyant Ltda	Dec-07	33,829	33,829	23,488	23,448
Preferência Farm	Bahia	17,799	17,799	Cajueiro Ltda	Sep-08	89,436	89,436	29,592	28,350
São José Farm	Maranhão	17,566	17,566	Ceibo Ltda	Feb-17	407,025	407,025	117,051	112,463
Marangatu y Udra Farm	Boqueron Paraguay	59,585	59,585	Agropecuária Moroti S/A	Feb-18	449,590	449,590	229,956	211,362
Arrojadinho Farm	Bahia	16,642	16,642	Agrifirma Agro Ltda	Jan-20	214,208	214,208	100,922	96,076
Rio do Meio Farm	Bahia	7,715	12,288	Agrifirma Agro Ltda	Jan-20	252,328	252,328	78,466	117,912
Serra Grande Farm	Piauí	4,489	4,489	Imobiliária Cremaq	Apr-20	71,790	71,790	37,309	36,739
Acres del Sud Farm	Bolivia	9,875	9,875	Acres Del Sud	Feb-21	209,441	209,441	136,400	124,697
		218,978	223,551			3,518,952	3,518,952	956,061	952,109

(*) On June 30, 2021, properties were appraised by Deloitte Touche Tohmatsu Consultores Ltda. who issued an independent appraisal report presenting a balance of R\$3,518,952. The comparable sales value of investment properties is adjusted considering the specific aspects of each property, the price per hectare being the most significant assumption. The fair value presented is considered as Level 3 in the fair value hierarchy; there were no reclassifications among Levels in the year.

(**) At September 30, 2021 the cost balance of R\$956,061 (R\$952,109 at June 30, 2021) is not comparable to that disclosed in the "Investment properties" note, since the note contemplates investments made in partnerships (leased farms), which are not an integral part of the Company's portfolio of owned farms.

On September 30, 2021, the Company had farms held as guarantee for loans and financing, which represent 61% of investment properties.

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12. Investments

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
	Investments	1,595,728	1,439,082	5,699
Goodwill	47	47	-	-
	<u>1,595,775</u>	<u>1,439,129</u>	<u>5,699</u>	<u>5,609</u>

	Thousands of shares or units	Interest in total capital - %	Total assets	Total liabilities	Equity	IFRS adjustments 16/CPC 06	Interest in equity	Net income (loss)	Equity accounting adjustment	
									IFRS adjustments 16/CPC 06 (*)	Equity in earnings (losses)
<i>Subsidiaries</i>										
Araucária	69,301	100.00	119,128	29,118	90,010	62	90,072	3,737	1,913	5,650
Cremaq	19,967	100.00	30,308	15,625	14,683	(394)	14,289	(308)	(21)	(329)
Engenho de Maracaju	282	100.00	55	-	55	-	55	(9)	-	(9)
Imobiliária Jaborandi	44,445	100.00	345,930	22,992	322,938	8,091	331,029	14,527	2,361	16,888
Cajueiro	59,219	100.00	72,236	2,416	69,820	3,672	73,492	3,107	6,143	9,250
Mogno	35,134	100.00	60,746	8,763	51,983	(157)	51,826	1,645	1,470	3,115
Ceibo	103,945	100.00	115,298	958	114,340	108	114,448	2,180	3,870	6,050
Flamboyant	838	100.00	647	-	647	-	647	(1)	-	(1)
Palmeiras	48,960	100.00	91,402	57,850	33,552	-	33,552	6,023	-	6,023
Moroti	69,962	100.00	241,651	13,357	228,294	-	228,294	(525)	-	(525)
Agrifirma	563,099	100.00	769,826	273,285	496,541	236	496,777	79,327	1,757	81,084
Acres	902	100.00	93,773	39,587	54,186	-	54,186	2,199	-	2,199
Ombú	484	100.00	54,728	21,547	33,181	-	33,181	610	-	610
Yuchán	97	100.00	36,114	31,880	4,234	-	4,234	(1,504)	-	(1,504)
Yatay	282	100.00	64,663	173	64,490	-	64,490	58	-	58
Avante	100	100.00	10	553	(543)	-	(543)	(553)	-	(553)
<i>Joint Venture and other investments</i>										
Cresca	-	50.00	1,955	383	1,572	-	1,572	(38)	-	(38)
Agrofy	-	1.85	-	-	4,127	-	4,127	-	-	-
			<u>2,098,470</u>	<u>518,487</u>	<u>1,584,110</u>	<u>11,618</u>	<u>1,595,728</u>	<u>110,475</u>	<u>17,493</u>	<u>127,968</u>

(*) The Company has land lease agreements with its subsidiaries. The adoption of IFRS 16 generated differences taken to profit or loss and recorded in the consolidated balance sheet adjusted by the equity accounting method in the parent company to align with the consolidated position pursuant to ICPC 09 (R2) - Individual Accounting Statements, Separate Statements, Consolidated Statements and Application of Equity Method.

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(In thousands of reais, except as stated otherwise)

a) Changes in investment balances

	<u>6/30/2021</u>	<u>Capital increase</u>	<u>Dividends</u>	<u>Equity in earnings (losses)</u>	<u>Translation effects</u>	<u>9/30/2021</u>
Cremaq	14,618	-	-	(329)	-	14,289
Engenho	64	-	-	(9)	-	55
Imobiliária Jaborandi	314,141	-	-	16,888	-	331,029
Araucária	86,696	-	(2,274)	5,650	-	90,072
Mogno	49,830	-	(1,119)	3,115	-	51,826
Cajueiro	68,536	-	(4,293)	9,250	-	73,493
Ceibo	108,398	-	-	6,050	-	114,448
Flamboyant	648	-	-	(1)	-	647
Palmeiras	22,591	2,614	-	6,023	2,324	33,552
Moroti	210,447	-	-	(525)	18,371	228,293
Agrifirma	415,693	-	-	81,084	-	496,777
Acres	47,561	-	-	2,199	4,426	54,186
Ombú	29,833	-	-	610	2,738	33,181
Yuchán	5,334	-	-	(1,504)	404	4,234
Yatay	59,073	-	-	58	5,359	64,490
Cresca	1,482	-	-	(38)	128	1,572
Agrofy	4,127	-	-	-	-	4,127
	<u>1,439,072</u>	<u>2,614</u>	<u>(7,686)</u>	<u>128,521</u>	<u>33,750</u>	<u>1,596,271</u>
Goodwill - Agrifirma	47	-	-	-	-	47
	<u>1,439,119</u>	<u>2,614</u>	<u>(7,686)</u>	<u>128,521</u>	<u>33,750</u>	<u>1,596,318</u>
Investment losses						
Avante	10	-	-	(553)	-	(543)
	<u>10</u>	<u>-</u>	<u>-</u>	<u>(553)</u>	<u>-</u>	<u>(543)</u>
	<u>1,439,129</u>	<u>2,614</u>	<u>(7,686)</u>	<u>127,968</u>	<u>33,750</u>	<u>1,595,775</u>

b) Indirectly controlled companies

The Company holds indirect interests in other companies through its subsidiary Agrifirma. The principle assets and liabilities and profit or loss of Agrifirma Group consolidated on September 30, 2021 are:

	<u>Interest (%)</u>	<u>Assets</u>	<u>Liabilities</u>	<u>Equity</u>	<u>Profit (loss) of the period</u>
Agrifirma Bahia Agropecuária Ltda.	99.99	95,118	6,960	88,158	1,789
I.A. Agro Ltda.	99.99	252	4,101	(3,849)	-
GL Empreendimentos e Participações Ltda.	99.99	4,112	6	4,106	-
		<u>99,482</u>	<u>11,067</u>	<u>88,415</u>	<u>1,789</u>

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c) Interest in joint venture

Cresca's summarized financial information, based on the financial statements prepared in accordance with the accounting practices adopted in Brazil and with IFRS, reconciled to the book value of the investment in the consolidated financial statements are presented below at fair value from the acquisition date to September 30, 2021:

	<u>9/30/2021</u>	<u>6/30/2021</u>
Assets	3,403	3,207
Current		
Cash and cash equivalents	152	146
Accounts receivable, inventories and other receivables	3,208	3,021
Non-current		
Other non-current assets	43	40
Liabilities	259	244
Current		
Trade payables, taxes and loans	259	244
Total net assets	<u>3,144</u>	<u>2,963</u>
Company's interest in net assets at estimated fair value	<u>1,572</u>	<u>1,482</u>
	<u>9/30/2021</u>	<u>6/30/2021</u>
Administrative expenses	(1)	(2)
Other income/expenses	(1)	-
Financial expenses	(74)	(86)
Loss for the period /year	<u>(76)</u>	<u>(88)</u>
Company's interest - 50%	<u>(38)</u>	<u>(44)</u>

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13. Property, plant and equipment

	Company							
	Buildings and improvements	Equipment and facilities	Agricultural vehicles and machinery	Furniture and fixtures	Total in operation	Property, plant and equipment in progress	Sugarcane	Total property, plant and equipment
At June 30, 2021	136	6,033	2,315	912	9,396	-	20,980	30,376
Acquisitions	-	775	457	88	1,320	-	612	1,932
Write-offs	-	-	(9)	-	(9)	-	-	(9)
Transfers	-	-	-	-	-	-	-	-
Depreciation	(28)	523	(135)	(35)	325	-	(3,329)	(3,004)
Book balance, net	108	7,331	2,628	965	11,032	-	18,263	29,295
At September 30, 2021								
Total cost	1,041	11,673	4,984	1,836	19,534	-	71,572	91,106
Accumulated depreciation	(933)	(4,342)	(2,356)	(871)	(8,502)	-	(53,309)	(61,811)
Balance, net	108	7,331	2,628	965	11,032	-	18,263	29,295
Annual depreciation rates (weighted average) - %	3	7	7	10			20	

	Consolidated							
	Buildings and improvements	Equipment and facilities	Agricultural vehicles and machinery	Furniture and fixtures	Total in operation	Property, plant and equipment in progress	Sugarcane	Total property, plant and equipment
At June 30, 2021	108	16,887	20,157	2,350	39,502	-	70,888	110,390
Acquisitions	-	848	1,995	132	2,975	8	2,749	5,732
Write-offs	-	(74)	(393)	-	(467)	-	-	(467)
Transfers	-	8	-	-	8	(8)	-	-
Depreciation	(28)	11	2,837	(162)	2,658	-	(11,847)	(9,189)
Translation effects	-	131	433	19	583	-	299	882
Book balance, net	80	17,811	25,029	2,339	45,259	-	62,089	107,348
At September 30, 2021								
Total cost	1,041	26,071	56,856	4,503	88,471	-	176,297	264,768
Accumulated depreciation	(961)	(8,260)	(31,827)	(2,164)	(43,212)	-	(114,208)	(157,420)
Balance, net	80	17,811	25,029	2,339	45,259	-	62,089	107,348
Annual depreciation rates (weighted average) - %	3	7	7	10			20	

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14. Right-of-use leased asset

	Company			
	Land - Farms	Buildings and improvements	Vehicles and Agricultural Machinery	Right-of-use Total
At September 30, 2021				
Opening balance	170,004	1,113	2,598	173,715
New contracts	2,911	-	219	3,130
(-) Depreciation / Amortization	(13,051)	(81)	(149)	(13,281)
Translation effects	-	-	-	-
Balance, net	<u>159,864</u>	<u>1,032</u>	<u>2,668</u>	<u>163,564</u>
At September 30, 2021				
Total cost	235,126	1,823	3,797	240,746
Cumulative depreciation	(75,262)	(791)	(1,129)	(77,182)
Balance, net	<u>159,864</u>	<u>1,032</u>	<u>2,668</u>	<u>163,564</u>
Rate % (weighted average)	10	3	7	
	Consolidated			
	Land - Farms	Buildings and improvements	Vehicles and Agricultural Machinery	Right-of-use Total
At September 30, 2021				
Opening balance	75,876	1,225	2,931	80,032
New contracts	2,718	-	369	3,087
(-) Depreciation / Amortization	(9,786)	(101)	(499)	(10,386)
Translation effects	-	6	30	36
Balance, net	<u>68,808</u>	<u>1,130</u>	<u>2,831</u>	<u>72,769</u>
At September 30, 2021				
Total cost	121,671	2,063	6,951	130,685
Cumulative depreciation	(52,863)	(933)	(4,120)	(57,916)
Balance, net	<u>68,808</u>	<u>1,130</u>	<u>2,831</u>	<u>72,769</u>
Rate % (weighted average)	10	3	7	

15. Leases payable

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Operating leases - IFRS 16	48,700	57,194	16,742	30,545
	<u>48,700</u>	<u>57,194</u>	<u>16,742</u>	<u>30,545</u>
Financial lease sugarcane fields - Parceria IV	-	-	79,994	97,223
Operating leases - IFRS 16	165,265	159,344	75,478	71,227
	<u>165,265</u>	<u>159,344</u>	<u>155,472</u>	<u>168,450</u>
	<u>213,965</u>	<u>216,538</u>	<u>172,214</u>	<u>198,995</u>

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Changes in lease balances

						Company
	<u>6/30/2021</u>	<u>Exchange effects</u>	<u>Accruals</u>	<u>Payments</u>	<u>New contracts</u>	<u>9/30/2021</u>
Operating leases - IFRS 16	216,538	-	(5,459)	(244)	3,130	213,965
	<u>216,538</u>	<u>-</u>	<u>(5,459)</u>	<u>(244)</u>	<u>3,130</u>	<u>213,965</u>
						Consolidated
	<u>6/30/2021</u>	<u>Exchange effects</u>	<u>Accruals</u>	<u>Payments</u>	<u>New contracts</u>	<u>9/30/2021</u>
Financial lease sugarcane fields - Parceria IV	97,223	-	(17,229)	-	-	79,994
Operating leases - IFRS 16	101,772	36	(12,146)	(529)	3,087	92,220
	<u>198,995</u>	<u>36</u>	<u>(29,375)</u>	<u>(529)</u>	<u>3,087</u>	<u>172,214</u>

The agricultural partnership and land lease operations are accounted for under IFRS 16/CPC 06 (R2) as well as less lower value leases of machinery, vehicles and properties.

Liabilities are reduced as effective payment of the lease are made and adjusted by current soybean or sugarcane prices and to present value. The adjustment are recognized under Financial income (loss), net.

On September 30, 2021, the Company and its subsidiaries held the following agreements for leases from third parties and of buildings:

Description	Location	Company	
		Currency	(under IFRS 16)
Parceria II	Ribeiro Gonçalves - PI	R\$	11,149
Parceria III	Alto Taquari - MT	R\$	20,967
Parceria V	São Félix do Xingu - MT	R\$	24,133
Parceria VII	Baixa Grande do Ribeiro - PI	R\$	27,733
Intercompany leases	N.A.	R\$	122,980
Vehicle leases	N.A.	R\$	712
Services with identified assets	N.A.	R\$	2,084
Land - Other	N.A.	R\$	4,207
		R\$	213,965

Description	Location	Consolidated	
		Currency	(under IFRS 16)
Parceria II	Ribeiro Gonçalves - PI	R\$	11,149
Parceria III	Alto Taquari - MT	R\$	20,967
Parceria IV - Field lease	São Raimundo de Mangabeira	R\$	79,994
Parceria V	São Félix do Xingu - MT	R\$	24,133
Parceria VII	Baixa Grande do Ribeiro - PI	R\$	27,733
Vehicle lease	N.A.	R\$	1,275
Services with identified assets	N.A.	R\$	2,268
Land - Other	N.A.	R\$	4,206
Lease of vehicles and office in Paraguay	Asunción - Paraguay	R\$	489
		R\$	172,214

These lease liabilities, recorded pursuant to IFRS 16, are discounted to present values at annual rate that ranges from 4.80% to 12.60%.

The lease agreements with third parties are indexed to the price of the soybean bag in the region where each unit is located, except for Partnership III, where the price is determined via Consecana. When payments are indexed to the soybean bag, future minimum payments are estimated by the number of soybean bags and monetized using the soybean price of each region, upon first-time adoption of IFRS 16 / CPC 06 and then updated at the balance sheet date and of payment. Meanwhile, payments indexed to Consecana are stipulated in tons of cane and monetized based on the then current Consecana price.

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Third party lease agreements:

- (i) contain no contingent payment clause. The more significant leases, the Partnership II, V and Araucária, are indexed to the price of soybeans; for Partnership II, there is a yield bonus clause. No restrictions apply affecting dividends and interest on equity, additional debt or other matters that require disclosure.

The payment schedule is as below:

	<u>Company</u>	<u>Consolidated</u>
1 year	48,700	16,742
2 years	40,004	59,785
3 years	34,855	58,229
4 years	28,983	17,565
5 years	20,423	8,524
Above 5 years	41,000	11,369
	<u>213,965</u>	<u>172,214</u>

16. Trade accounts payable and other liabilities

		<u>Company</u>		<u>Consolidated</u>	
	<u>Note</u>	<u>9/30/2021</u>	<u>6/30/2021</u>	<u>9/30/2021</u>	<u>6/30/2021</u>
Trade accounts payable	16.1	79,003	27,849	121,592	75,224
Taxes payable	16.2	650	441	15,536	16,254
Dividends payable		75,441	75,441	75,441	75,441
Advances to clients*		57,070	10,873	66,411	19,141
Other liabilities		79	270	1,543	830
Total current		<u>212,243</u>	<u>114,874</u>	<u>280,523</u>	<u>186,890</u>
Taxes payable	16.2	-	-	28,477	30,110
Other payables		-	-	3,411	4,792
Total non-current		<u>-</u>	<u>-</u>	<u>31,888</u>	<u>34,902</u>

(*) Reflects the contractual obligation to deliver grains with a corresponding entry to advances received. The balance is related to contracts for grains with clients who reported exports delays and opted to postpone the receipt of products from the Company's farms.

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16.1 Trade accounts payable

At September 30, 2021 and June 30, 2021, the Company's balance of trade accounts payable is as follows:

	<u>Company</u>		<u>Consolidated</u>	
	<u>9/30/2021</u>	<u>6/30/2021</u>	<u>9/30/2021</u>	<u>6/30/2021</u>
Inputs and services	79,003	27,849	121,592	75,224
	<u>79,003</u>	<u>27,849</u>	<u>121,592</u>	<u>75,224</u>

16.2. Taxes payable

	<u>Company</u>		<u>Consolidated</u>	
	<u>9/30/2021</u>	<u>6/30/2021</u>	<u>9/30/2021</u>	<u>6/30/2021</u>
ISS	141	162	318	316
Withholding taxes	126	150	247	261
FETHAB	-	106	-	105
PIS and COFINS	-	-	4,845	5,108
IRPJ and CSLL	-	-	5,582	6,095
Tax on value added - IVA (Paraguay/Bolivia)	-	-	4,037	4,187
Other taxes	<u>383</u>	<u>23</u>	<u>507</u>	<u>182</u>
	650	441	15,536	16,254
PIS and COFINS	-	-	9,827	11,165
IRPJ and CSLL	-	-	8,293	9,421
Tax on value added - IVA (Paraguay/Bolivia)	-	-	10,357	9,524
	<u>-</u>	<u>-</u>	<u>28,477</u>	<u>30,110</u>

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17. Loans, financing and debentures

	Index	Annual interest rates and charges - %		Company		Consolidated	
		9/30/2021	6/30/2021	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Agricultural financing	Fixed rate +						
	CDI	1.80% + 100%	1.80% + 100%	40,107	40,561	40,107	40,561
	Fixed rate	3.24%	3.24%	-	-	-	8,055
	Fixed rate	6.30%	6.30%	113,347	111,590	113,347	111,590
	Fixed rate	6.34%	6.34%	-	-	2,214	2,436
	Fixed rate	3.50%	3.50%	-	3,078	-	3,078
	Fixed rate	7.64%	7.64%	7,500	9,779	7,500	9,779
	Fixed rate	4.91%	4.91%	26,028	25,716	26,028	25,716
				<u>186,982</u>	<u>190,724</u>	<u>189,196</u>	<u>201,215</u>
Agricultural financing	Fixed rate	7.39%	7.00%	-	-	2,744	2,564
				-	-	2,744	2,564
Agricultural financing (PYG)	Fixed rate	8.25%	8.25%	-	-	18,867	18,101
	Fixed rate	9.50%	9.50%	-	-	8,884	8,191
	Fixed rate	8.75%	-	-	-	10,510	-
				-	-	38,261	26,292
Bahia Project Financing	Fixed rate	3.50%	3.50%	-	-	10,465	10,373
				-	-	10,465	10,373
Working capital (EUR)	Fixed rate	1.32%	1.32%	24,765	23,230	24,765	23,230
				<u>24,765</u>	<u>23,230</u>	<u>24,765</u>	<u>23,230</u>
Sugarcane financing	Fixed rate	6.76%	6.76%	1,338	1,963	1,338	1,963
	Fixed rate	6.34%	6.34%	-	-	40,029	31,879
	Fixed rate	3.76%	3.76%	-	-	16,717	28,150
				<u>1,338</u>	<u>1,963</u>	<u>58,084</u>	<u>61,992</u>
Debentures	CDI	106.50%	106.50%	28,651	58,045	28,651	58,045
	CDI	110.00%	110.00%	28,765	43,717	28,765	43,717
	Fixed rate +						
	IPCA	5.37% + 100%	5.37% + 100%	253,782	244,565	253,782	244,565
				<u>311,198</u>	<u>346,327</u>	<u>311,198</u>	<u>346,327</u>
(-)Transaction costs				<u>(8,299)</u>	<u>(8,812)</u>	<u>(8,299)</u>	<u>(8,812)</u>
				<u>515,984</u>	<u>553,432</u>	<u>626,414</u>	<u>663,181</u>
Current				254,128	252,151	325,725	322,046
Non-current				261,856	301,281	300,689	341,135

Keys:

TJLP - Long Term Interest Rate

FINAME - Financing of Machinery and Equipment (BNDES)

BNB - Banco do Nordeste

PYG - Paraguayan Guarani

IPCA - Brazilian consumer price index

*The loan in EUR is backed by a swap linked to CDI + 1.85% p.a.

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Debt by index

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Fixed rate	164,679	143,314	275,109	253,063
CDI and Fixed rate + CDI	97,523	165,553	97,523	165,553
Fixed rate + IPCA	253,782	244,565	253,782	244,565
	<u>515,984</u>	<u>553,432</u>	<u>626,414</u>	<u>663,181</u>

Maturities of short- and long-term loans, financing and debentures are as follows:

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
1 year	254,128	252,151	325,725	322,046
2 years	12,959	42,341	28,654	55,984
3 years	4,469	15,205	12,549	21,904
4 years	1,969	3,097	9,961	9,448
5 years	1,969	652	9,906	7,003
Above 5 years	240,490	239,986	239,619	246,796
	<u>515,984</u>	<u>553,432</u>	<u>626,414</u>	<u>663,181</u>

Changes in loan, financing and debenture balances

	Company					
	6/30/2021	Payment of principal	Payment of interest	Appropriation of interest	Foreign exchange variation	9/30/2021
Agricultural financing	190,724	(5,141)	(1,533)	2,932	-	186,982
Working capital	23,230	-	-	94	1,441	24,765
Sugarcane financing	1,963	(549)	(105)	29	-	1,338
Debentures	346,327	(42,651)	(2,618)	10,140	-	311,198
Transaction costs	(8,812)	-	-	513	-	(8,299)
At September 30, 2021	553,432	(48,341)	(4,256)	13,708	1,441	515,984

	Consolidated						
	6/30/2021	Contracting	Payment of principal	Payment of interest	Appropriation of interest	Foreign exchange variation	9/30/2021
Agricultural financing	201,215	-	(13,233)	(1,920)	3,134	-	189,196
Agricultural financing abroad	28,856	9,939	-	(818)	720	2,308	41,005
Bahia project financing	10,373	-	-	-	92	-	10,465
Working capital	23,230	-	-	-	94	1,441	24,765
Sugarcane financing	61,992	8,183	(11,544)	(774)	227	-	58,084
Debentures	346,327	-	(42,651)	(2,618)	10,140	-	311,198
Transaction costs	(8,812)	-	-	-	513	-	(8,299)
At September 30, 2021	663,181	18,122	(67,428)	(6,130)	14,920	3,749	626,414

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(a) Loans and Financing

Covenants

All loans and financing contracts are in Reais with specific terms and conditions in contracts with governmental economic and development agencies who directly or indirectly grant these loans. At September 30, 2021 and June 30, 2021 there were operating but no financial covenants; the Company was in compliance with all contractual terms.

(b) Debentures

1st Issue

On May 25, 2018, the Company placed 142,200 non-convertible debentures which were subscribed and paid in, with interest, in the total of R\$142,200 (R\$85,200 for the first series and R\$57,000 for the second).

The maturity date of the first-series debentures is August 1, 2022 and their unit face value will be paid in three annual installments, the first on July 30, 2020 and the final on the maturity date of the first series. Interest accrues at 106.50% of the DI rate will on the unit face value of first-series debentures, which will be paid on July 30 of each year or on the maturity date of the first series. The maturity date of the second-series debentures is July 31, 2023 and repayable in four annual installments, the first falling due on July 30, 2020 and the final on the maturity date of the second series. The second-series debentures bear interest corresponding to 110.00% of the overnight DI rate which will be paid on July 30 of each year or on the maturity date of the second series.

The debentures are securitized by a guarantee from the issue of Certificates of Agribusiness Receivables ("CRA") pursuant to Law 11,076/2004 and CVM Instruction 414/2004, through a public distribution offer with restricted efforts, under CVM Instruction 476/2009 ("Restricted Offer").

The debentures have a security interest in the form of a lien on sale of properties owned by the Company and registered under no. 6,254, 6,267 and 6,405, with the Property Records Office of Correntina in the State of Bahia.

2nd Issue

On May 5, 2021, the Company issued 240,000 non-convertible debentures in the aggregate amount of R\$240,000, in a single series, with a tenure of seven years.

The debentures will be amortized in two equal installments due on April 13, 2027 and April 12, 2028, bearing indexation charges interest of the principal based on the Broad National Consumer Price Index (IPCA) plus interest of 5.3658% p.a., to be paid in seven annual instalments.

The Debentures were linked to a securitization transaction and backed by the issue of Certificates of Agribusiness Receivables ("CRA"), pursuant to CVM Instruction 400/03 and CVM Instruction 600/18. The Debentures are backed by security interest in the form of a lien on sale of the properties owned by the Company and registered under numbers 6,257, 6,335, 6,377, 6,405 and 6,462, all at the Real Estate Registry Office of Correntina, Bahia.

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Covenants

The debentures contain covenants related to the maintenance of certain financial indices, based on the ratio of net debt to fair value of properties held for investment. Failure by the Company to attain these indicators during the term of the debentures may cause maturity of the debt to be accelerated.

On September 30, 2021, the Company is in compliance with all such covenants.

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18. Income and social contribution taxes

18.1. Deferred taxes

Deferred income and social contribution tax assets and liabilities are offset when there is a legal right to offset tax credits against tax liabilities, and provided that they refer to the same tax authority and the same legal entity.

The fiscal year for income tax and social contribution calculation purposes is the calendar year which is different from the accounting year adopted by the Company which ends June 30 of each year.

Deferred income and social contribution tax assets and liabilities as of September 30, 2021 and June 30, 2021 are as follows:

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Assets				
Non-current				
Tax losses	57,248	69,513	88,745	141,860
Biological assets	-	-	1,526	2,133
Leases payable (CPC 06/IFRS 16)	17,112	14,535	28,079	24,820
Present value adjustment and other provisions	1,728	2,648	20,044	26,709
Hedge	7,127	7,767	7,127	7,767
Allowance for doubtful accounts	289	305	759	775
Difference from cost of farms	170	170	170	170
Other accounts payable	1,820	2,073	1,968	2,182
Fair value of other significant liabilities	4,774	4,665	4,774	4,665
	<u>90,268</u>	<u>101,676</u>	<u>153,192</u>	<u>211,081</u>
Liabilities				
Non-current				
Biological assets	39,478	66,025	57,660	87,901
Investment gain	1,733	1,733	1,733	1,733
Transaction costs	2,821	2,996	2,821	2,996
Temporary differences related to PPE	922	521	4,120	2,592
Accelerated depreciation of assets for rural activity	19,787	17,679	41,119	43,516
Deferred taxes on surplus value of PPE and investment property - Acquisition of Agrifirma	-	-	26,559	26,714
	<u>64,741</u>	<u>88,954</u>	<u>134,012</u>	<u>165,452</u>
Deferred assets, net	25,527	12,722	45,739	72,343
Deferred liabilities, net	-	-	(26,559)	(26,714)
Net balance	<u>25,527</u>	<u>12,722</u>	<u>19,180</u>	<u>45,629</u>

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The changes in deferred income tax balances are as follows:

	<u>Company</u>	<u>Consolidated</u>
At June 30, 2021	12,722	45,629
Tax losses	(12,265)	(53,115)
Biological assets	26,547	29,634
Leases payable (CPC 06/IFRS 16)	2,577	3,259
Present value adjustment and other provisions	(920)	(6,665)
Hedge	(640)	(640)
Costs of transactions	175	175
Allowance for doubtful accounts	(16)	(16)
Provision for other accounts payable	(253)	(214)
Accelerated depreciation of assets for rural activity	(2,108)	2,397
Fair value of other significant liabilities	109	109
Deferred taxes on surplus value	-	155
Temporary differences related to PPE	(401)	(1,528)
At September 30, 2021	25,527	19,180

The estimated years of realization of deferred tax assets are as follows:

	<u>9/30/2021</u>	
	<u>Company</u>	<u>Consolidated</u>
2022	46,702	87,578
2023	19,459	19,641
2024	20,383	20,566
2025 to 2030	3,496	3,632
206 to 2031	228	21,775
	<u>90,268</u>	<u>153,192</u>

On November 4, 2021, the Audit Board reviewed and approved the estimate of the expected realization of deferred tax assets.

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18.2. Income and social contribution expenses

	Company		Consolidated	
	9/30/2021	9/30/2020	9/30/2021	9/30/2020
Income before income and social contribution taxes	95,065	62,236	136,745	72,560
Combined nominal statutory rate of income and social contribution taxes - %	34%	34%	34%	34%
	(32,322)	(21,160)	(46,493)	(24,670)
Equity accounting adjustment /Investment losses	43,509	34,665	(13)	(15)
Management bonuses	(283)	(18)	(283)	(18)
Non-deductible expenses	-	-	-	(3)
Subsidiaries taxed on profit computed as a percentage of gross revenue (*)	-	-	10,065	29,829
Other	1,902	(69)	7,850	(2,029)
Income and social contribution taxes on P&L for the year	12,806	13,418	(28,874)	3,094
Current	-	-	(2,231)	(5,307)
Deferred	12,806	13,418	(26,643)	8,401
	12,806	13,418	(28,874)	3,094
Effective rate	13%	22%	-21%	4%

(*) For certain real estate entities income tax is computed on a simplified based on as a percentage of gross revenue (32% for lease revenues, 8% from sale of farms and 100% for other earnings). This effectively results in a lower tax rate than if computed based on pretax profits.

19. Other liabilities

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Serra Grande Farm (a)	-	-	15,354	14,632
Agrifirma (b)	38,115	37,796	38,115	37,796
	38,115	37,796	53,469	52,428
Current	38,115	37,796	45,823	45,133
Non-current	-	-	7,646	7,295

- a) On May 18, 2020, the Company acquired 4,489 hectares of Serra Grande Farm for R\$25,047. On September 30, 2021, the liability mainly refers to the delivery of 108,000 bags of soybean payable in two annual installments of 54,000 bags each. The liability is measured at fair value through profit or loss.
- b) The consideration transferred in exchange for control of Agrifirma is divided into four classes, classified in the financial statement in accordance with their characteristics. Restricted shares and warrants, given their variation factor, were recorded as liabilities and measured at fair value through profit or loss (Note 26).

The maturities of acquisitions payable are as follows:

	Company	Consolidated
1 year	38,115	45,823
2 years	-	7,646
	38,115	53,469

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The composition of the consideration transferred in exchange for the control of Agrifirma is as below:

	<u>9/30/2021</u>	<u>6/30/2021</u>
Restricted shares	20,674	20,510
Warrants	16,638	16,506
Warrant dividends	803	780
Total	<u>38,115</u>	<u>37,796</u>

20. Equity

a) Capital

	Number of shares	
	<u>9/30/2021</u>	<u>6/30/2021</u>
Shareholder		
Cresud S.A.C.I.F.Y.A. (*)	39,963,812	40,366,917
Board of Directors	190,800	190,800
Executive Board	<u>257,853</u>	<u>263,353</u>
Officers	448,653	454,153
Treasury	3,185,087	3,185,087
Other	<u>58,779,456</u>	<u>58,370,851</u>
Total shares of paid-up capital	<u>102,377,008</u>	<u>102,377,008</u>
Total outstanding shares	58,779,456	58,370,851
Outstanding shares as percentage of total shares (%)	57	57

(*) Cresud maintains an interest in the Company's capital through other wholly-owned subsidiaries. At the balance sheet date, 13,942,265 shares were held by Cresud and 26,021,547 by these subsidiaries.

The Board of Directors is authorized to increase capital, without preapproval of the shareholders, up to the limit of R\$3,000,000. On September 30, 2021, the subscribed and paid-up shareholders' capital of the Company was R\$1,587,985 (R\$1,587,985 on June 30, 2021).

b) Capital reserve

Capital reserves are comprise of appropriations to preserve capital without commercial efforts.

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Share premium reserve

The reserve arose from the issuance of shares upon the acquisition of Agrifirma on January 27, 2020 which generated a difference between the capital increase and the shareholders' equity. The capital increase was calculated based on the shareholders' equity of Agrifirma Holding (company merged in the process) as at June 30, 2019, while the equity increase considers only one of the three share classes (Unrestricted shares). The other two classes are classified under liabilities (Note 19).

The reserve is comprised of:

	<u>Number of shares</u>	<u>Amount (R\$)</u>
Unrestricted shares	4,402,404	97,569
Restricted shares	812,981	18,018
Shares issued in the initial exchange ratio / Capital increase	<u>5,215,385</u>	<u>115,587</u>
Unrestricted shares (final exchange ratio) / Equity increase	<u>4,044,654</u>	<u>82,021</u>
Share premium reserve		<u>(33,566)</u>
Return of shares - Acquisition of Agrifirma		<u>8,584</u>
		<u>(24,982)</u>

The agreement also establishes indemnity obligations if certain contractually indemnifiable losses occur within two years as from the transaction date whereby the selling partners must return an additional number of shares and warrants on January 27, 2022, upon settlement of a contingency valued at R\$3,500.

Share-based payment

A compensation plan is in effect up to June 30, 2023 and accrues provisions for share-based payments of R\$3,272 at September 30, 2021 (Note 24.a). The balance of R\$726 presented on July 1, 2020 is composed of residual differences of an accounting nature accrued during the creation and payment of former share-based compensation plans.

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Capital transactions between partners

On February 4, 2021, the Company assumed control of Acres del Sud (subsidiaries indirectly controlled by Cresud S.A.C.I.F.Y.A), upon a down payment of R\$160,399 based on the preliminary net asset valuation on June 30, 2020. A price adjustment was agreed to reflect the equity variation of the Bolivian-based companies from June 30, 2020 to the base date of the transaction. The difference between the net assets of the companies acquired and the consideration transferred was recognized directly under shareholders' equity, given that the transaction involves the combination of businesses under shared control, as shown below:

	<u>9/30/2021</u>
Total consideration	165,764
Net assets acquired	<u>(154,733)</u>
Goodwill generated	<u>11,031</u>

c) Revenue reserves

Legal reserve

Pursuant to article 193 of Law No. 6,404/76 and article 36, item (a), 5% of the Company's net income at the end of each year, before any other allocation, is appropriated to a legal reserve, which may not exceed 20% of share capital.

The Company may not to constitute the legal reserve, as set forth in item 1, of article 182, of Law No. 6,404/76, when it exceeds 30% of share capital. The legal reserve is to preserve the Company's share capital and may only be used to offset loss and increase capital.

Reserve for investment and expansion

According to article 36, subparagraph (c), of its articles of incorporation and article 196 of Law No. 6,404/76, the Company may allocate the remaining portion of adjusted net income for the year ended to the reserve for investment and expansion, based on the capital budget approved at the Shareholders Meeting.

d) Dividends

At the Annual and Extraordinary Shareholders Meeting, held on October 27, 2021, the Company approved the payment of dividends related to the financial statements of June 30, 2021. The amount of R\$75,441 refers to the minimum mandatory dividends and R\$184,559 to the additional dividends proposed, with the dividends declared to be paid within 30 days as from the approval date. In accordance with article 40 of the Bylaws, dividends not claimed prescribe and are forfeited after three years from the date they were made available to the shareholder.

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e) Other comprehensive income

In the quarter, the cumulative translation adjustments of the financial statements of companies abroad amounted to R\$33,750 (R\$35,917 on June 30, 2021), and the accumulated balance was R\$113,172 (R\$79,422 on June 30, 2021).

f) Treasury shares

Under article 20, item XII of the Bylaws, the Board of Directors determines programs for the acquisition by the Company of its own shares to be held in treasury and/or cancellation or sale. The Company approved three Share Repurchase Programs at the Board of Directors meetings held on: (i) September 2, 2013; (ii) June 25, 2016; and (iii) the last Share Repurchase Program of the Company, approved at the Board of Directors meeting held on September 20, 2016, whose term of 18 months ended on March 21, 2018. Currently there is no Share Repurchase Program in force, and the number of treasury shares at September 30, 2021 is 3,185,087, corresponding to R\$40,085.

21. Segment information

The segment information is presented consistently with the internal report provided by the main chief operating decision maker that is the Executive Board, responsible for allocating resources, assessing the performance of the operating segments, and for making the Company's strategic decisions.

The segment information is based on information used by BrasilAgro management to assess the performance of the operating segments and to make decisions on the investment of funds. The Company has six segments, namely: (i) real estate, (ii) grains, (iii) sugarcane, (iv) cattle raising, (v) cotton and (vi) other. The operating assets related to these segments are located in Brazil, Paraguay and Bolivia.

The main activity of the grains segment is the production and sale of soybean, corn and beans.

The Sugarcane segment includes the sale of raw product.

The Real Estate segment statement of income includes operations carried out by the subsidiaries.

The Cattle raising segment consists of producing and selling beef calves after weaning, through breeding and fattening of cattle.

The Cotton segment is engaged primarily in the production and sale of cotton lint and seed.

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The selected statement of income and net asset information by segment, which were measured in accordance with the same accounting practices used in the preparation of the financial statements, are as follows:

	Consolidated							
	9/30/2021							
	Agricultural activity							
	Total	Real Estate	Grains	Cotton	Sugarcane	Cattle raising	Other	Not allocated
Net revenue	378,086	4,217	173,100	8,915	177,125	13,313	1,416	-
Changes in fair value of biological assets	145,840	-	32,921	549	114,118	(850)	(898)	-
(Reversal of) provision for agricultural products after harvest	(8,765)	-	(8,765)	-	-	-	-	-
Cost of sales	(382,179)	(3,113)	(204,582)	(10,515)	(149,881)	(11,646)	(2,442)	-
Gross profit (losses)	132,982	1,104	(7,326)	(1,051)	141,362	817	(1,924)	-
Operating income (expenses)								
Selling expenses	(4,311)	-	(3,129)	(215)	(721)	(246)	-	-
General and administrative expenses	(13,777)	-	-	-	-	-	-	(13,777)
Other operating income	8,667	-	-	-	-	-	-	8,667
Equity accounting	(38)	-	-	-	-	-	-	(38)
Operating income (loss)	123,523	1,104	(10,455)	(1,266)	140,641	571	(1,924)	(5,148)
Net financial income								
Financial income	185,658	69,198	71,578	835	-	2,272	-	41,775
Financial expenses	(172,436)	(44,789)	(86,010)	(1,593)	(324)	(1,990)	-	(37,730)
Net income (loss) before taxes	136,745	25,513	(24,887)	(2,024)	140,317	853	(1,924)	(1,103)
Income and social contribution taxes	(28,874)	(2,083)	8,462	688	(47,708)	(290)	654	11,403
Net income (loss) for the year	107,871	23,430	(16,425)	(1,336)	92,609	563	(1,270)	10,300
Total assets	3,569,024	1,475,868	252,255	19,412	272,571	41,121	129,400	1,378,396
Total liabilities	1,244,081	96,770	241,874	7,321	58,083	-	-	840,034

	Consolidated							
	9/30/2020							
	Agricultural activity							
	Total	Real Estate	Grains	Cotton	Sugarcane	Cattle raising	Other	Not allocated
Net revenue	222,214	(575)	110,128	1,629	97,723	13,426	(117)	-
Gain from sale of farm	5,752	5,752	-	-	-	-	-	-
Changes in fair value of biological assets	50,599	-	7,665	3,031	37,016	2,918	(31)	-
Reversal of provision for agricultural products after harvest	2,269	-	2,269	-	-	-	-	-
Cost of sales	(207,539)	(530)	(100,866)	(1,969)	(88,751)	(12,101)	(3,322)	-
Gross profit (loss)	73,295	4,647	19,196	2,691	45,988	4,243	(3,470)	-
Operating income (expenses)								
Selling expenses	(5,437)	-	(5,280)	-	-	(157)	-	-
General and administrative expenses	(7,908)	-	-	-	-	-	-	(7,908)
Other operating income	(2,813)	-	-	-	-	-	-	(2,813)
Equity accounting	(44)	-	-	-	-	-	-	(44)
Operating income (loss)	57,093	4,647	13,916	2,691	45,988	4,086	(3,470)	(10,765)
Net financial income								
Financial income	187,273	106,874	29,145	-	5,654	3,601	6,154	35,845
Financial expenses	(171,806)	(26,769)	(34,398)	-	(5,771)	(5,771)	(18,623)	(80,474)
Net income (loss) before taxes	72,560	84,752	8,663	2,691	45,871	1,916	(15,939)	(55,394)
Income and social contribution taxes	3,094	(4,627)	(2,945)	(915)	(15,596)	(651)	5,419	22,409
Net income (loss) for the period	75,654	80,125	5,718	1,776	30,275	1,265	(10,520)	(32,985)
Total assets	3,428,318	1,486,493	392,283	25,289	218,017	47,587	33,238	1,225,411
Total liabilities	1,245,717	251,423	283,420	2,563	61,992	-	-	646,319

The balance sheet accounts include "Accounts receivable and sundry credits", "Biological assets," "Inventories of agricultural products" and "Investment properties".

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a) Information on concentration of clients

In the period ended September 30, 2021, the Company has four clients individually representing 10% or more of consolidated revenues, representing 71% of the total sales of the Company. Of these four clients, two account for 97% of the revenues from the sugarcane segment and two accounts for 53% of the revenues from the grains/cotton segment. There are no clients in other segments that represent 10% or more of revenue of total sales.

b) Consolidated geographic information

Revenues and non-current assets, excluding financial instruments, income tax and social contribution, deferred assets, post-employment benefits and rights arising from insurance contracts of the Consolidated, are distributed as follows:

	In Brazil		Subsidiaries abroad	
	9/30/2021	9/30/2020	9/30/2021	9/30/2020
Net income	358,673	214,087	19,413	8,127
	In Brazil		Subsidiaries abroad	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Non-current assets	820,674	853,957	424,906	283,147

22. Revenues

a) Operating sales

	Company		Consolidated	
	9/30/2021	9/30/2020	9/30/2021	9/30/2020
Sales of grains	116,972	98,312	175,045	112,099
Sales of cotton	9,070	1,656	9,070	1,656
Sales of sugarcane	60,452	46,852	177,222	97,726
Revenue from cattle	6,107	4,030	13,874	13,910
Revenue from leases	2,125	1,296	5,955	3,571
Other revenues	1,490	174	2,161	327
Gross operating revenue	196,216	152,320	383,327	229,289
Sales deductions				
Taxes on sales	(3,298)	(2,050)	(5,241)	(7,075)
Net revenue	192,918	150,270	378,086	222,214

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23. Expenses by nature

	Company				Consolidated			
	Cost of goods sold	Selling expenses	General and administrative expenses	Total	Cost of products sold	Selling expenses	General and administrative expenses	Total
Depreciation and amortization	24,950	-	229	25,179	47,149	-	284	47,433
Personnel expenses	11,141	668	6,480	18,289	17,629	711	8,249	26,589
Expenses with service providers	27,230	-	1,563	28,793	55,993	-	1,975	57,968
Leases and rentals	5,762	-	179	5,941	19,364	-	254	19,618
Cost of raw material	35,608	-	-	35,608	37,112	-	-	37,112
Fair value of cost of agricultural products	113,039	-	-	113,039	196,269	-	-	196,269
Freight and storage	-	1,990	-	1,990	-	3,639	-	3,639
(Reversal) of allowance for doubtful accounts	-	(45)	-	(45)	-	(39)	-	(39)
Maintenance, travel expenses and others	4,381	-	1,519	5,900	8,663	-	3,015	11,678
At September 30, 2021	<u>222,111</u>	<u>2,613</u>	<u>9,970</u>	<u>234,694</u>	<u>382,179</u>	<u>4,311</u>	<u>13,777</u>	<u>400,267</u>
Depreciation and amortization								
Personnel expenses	19,781	-	238	20,019	29,337	-	369	29,706
Expenses with service providers	4,914	660	3,765	9,339	6,773	692	4,571	12,036
Leases and rentals	37,430	-	890	38,320	63,578	-	1,342	64,920
Cost of raw material	3,483	-	32	3,515	(2,674)	-	15	(2,659)
Fair value of cost of agricultural products	28,578	-	-	28,578	53,758	-	-	53,758
Freight and storage	38,273	-	-	38,273	52,683	-	-	52,683
(Reversal) of allowance for doubtful accounts	-	4,425	-	4,425	-	4,908	-	4,908
Maintenance, travel expenses and other	-	(163)	-	(163)	-	(163)	-	(163)
	2,923	-	1,111	4,034	4,084	-	1,611	5,695
At September 30, 2020	<u>135,382</u>	<u>4,922</u>	<u>6,036</u>	<u>146,340</u>	<u>207,539</u>	<u>5,437</u>	<u>7,908</u>	<u>220,884</u>

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24. Management compensation and share-based compensation

Management compensation is recorded under "General and administrative expenses", as follows:

	Consolidated	
	9/30/2021	9/30/2020
Board of Directors and Executive Board compensation	904	854
Bonus	832	52
Overall compensation	1,736	906
Share grants	350	-
	<u>2,086</u>	<u>906</u>

On October 27, 2021, the Annual and Extraordinary Shareholders Meeting approved the global compensation of the Company's officers in the amount of R\$14,082 for the current fiscal year.

a) Share-based compensation

On October 2, 2017, the Shareholders Meeting approved the creation of the Long-term Share-based Incentive Plan ("ILPA Plan"), a compensation program in which participants will be entitled to receive a certain number of shares issued by the Company if the objectives established in the agreement are achieved. The ILPA plan, which was divided into three programs, requires that beneficiaries remain in the Company for the vesting period and has cumulative key performance indicators ("KPIs") that can define, increase or decrease the number of shares, classifying the result in accordance with the three categories of the plan. The first compensation plan was approved by the Board of Directors on June 18, 2018 and terminated during the fiscal year ended June 30, 2020. The accrued expenses of the plan totaled R\$6,020 for compensation plus R\$4,193 with charges.

On May 6, 2021, the Board of Directors approved the terms of the second share-based compensation plan ("ILPA 2"), in continuity to the ILPA Plan, establishing the general characteristics and rules of the new plan, such as the maximum number of shares and the list of eligible employees, which are indicated by a committee appointed and approved by the Board of Directors. The structure of the second program follows ILPA Plan's basic guidelines, which include, basically, the requirement that employees must remain in the Company during the vesting period and achieve key performance indicators ("KPIs") cumulatively from July 1, 2020 to June 30, 2023 (vesting period).

The ILPA Plan is classified under CPC 10 - Share-based Payment, given that the Company receives services from the participants and as consideration assumes the commitment of delivering own shares if the conditions are met. The standard establishes that share-based benefits be measured at fair value on the date that the benefit is granted, defined as June 30, 2021, and no longer be measured (except in the case of remeasurement events, such as a change in the plan's terms), with the expense recognized during the vesting period. On the reporting date, the accumulated expenses of ILPA 2 amounted to R\$3,272 (R\$2,550 on June 30, 2021).

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25. Other operating income (expenses), net

	Company		Consolidated	
	9/30/2021	9/30/2020	9/30/2021	9/30/2020
Gain (loss) on sale of PPE	70	13	412	(231)
Expenses with legal claims	(46)	91	(19)	(50)
Agricultural insurance claims	-	-	8,708	-
Warrants and restricted shares	(319)	(2,077)	(319)	(2,077)
Other	(55)	180	(115)	(455)
	<u>(350)</u>	<u>(1,793)</u>	<u>8,667</u>	<u>(2,813)</u>

26. Financial income (expenses)

Financial income	Notes	Company		Consolidated	
		9/30/2021	9/30/2020	9/30/2021	3/31/2020
Short-term investment income		11,363	556	13,576	995
Interest receivable		48	15	322	62
Foreign exchange gains (ii)		4,144	2,920	5,986	3,819
Lease indexation income (iii)		-	-	17,229	2,895
Indexation income from farm receivables/acquisitions (iv)		-	-	42,559	103,979
Realized profit from derivatives (v)	7	23,254	39,678	23,254	39,678
Unrealized profit from derivatives (vi)	7	82,407	35,845	82,732	35,845
		<u>121,216</u>	<u>79,014</u>	<u>185,658</u>	<u>187,273</u>
Financial Expenses					
Short-term investment expenses		(531)	(147)	(598)	(327)
Bank charges		(296)	(164)	(237)	(190)
Interest expense		(13,723)	(3,849)	(15,690)	(6,726)
Indexation charges (i)		-	-	(38)	(183)
Foreign exchange losses (ii)		(3,018)	(6,274)	(3,840)	(7,139)
Lease indexation charges (iii)		(3,908)	(6,732)	(1,931)	(14,818)
Indexation charges from farm receivables/acquisitions (iv)		-	-	(23,336)	(11,951)
Realized profit from derivatives (v)	7	(46,240)	(50,182)	(46,240)	(50,182)
Unrealized profit from derivatives (vi)	7	(80,526)	(80,290)	(80,526)	(80,290)
		<u>(148,242)</u>	<u>(147,638)</u>	<u>(172,436)</u>	<u>(171,806)</u>
		<u>(27,026)</u>	<u>(68,624)</u>	<u>13,222</u>	<u>15,467</u>

The items above are summarized below per nature:

	Company		Consolidated	
	9/30/2021	9/30/2020	9/30/2021	9/30/2020
Indexation charges (i)	-	-	(38)	(183)
Foreign exchange variation (ii)	1,126	(3,354)	2,146	(3,320)
Lease indexation (iii)	(3,908)	(6,732)	15,298	(11,923)
Indexation charges from farm receivables/acquisitions (iv)	-	-	19,223	92,028
Income from derivatives (v)	(22,986)	(10,504)	(22,986)	(10,504)
Unrealized income from derivatives (vi)	1,881	(44,445)	2,206	(44,445)

27. Earnings per share

	9/30/2021	9/30/2020
Profit attributed to controlling shareholders	107,871	75,654
Weighted average number of common shares issued	99,192	59,342
Effect from dilution - shares (in thousands)	513	521
Weighted average number of common shares issued adjusted by the dilution effect	99,705	59,863
Basic earnings per share	<u>1.0875</u>	<u>1.2749</u>
Diluted earnings per share	<u>1.0819</u>	<u>1.2638</u>

28. Provision for contingencies

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The Company and its subsidiaries are involved in civil, environmental, labor and tax lawsuits. The provision for probable losses reflecting expected cash outflows arising from these lawsuits, estimated and updated by Management under the advice of the Company's internal and external legal advisors, are as follows:

Probable risk of loss

	Company		Consolidated		
	Labor	Total	Labor	Environmental	Total
At June 30, 2021	174	174	1,013	432	1,445
Additions	-	-	46	-	46
Accruals	4	4	27	10	37
Reversals	41	41	(64)	-	(64)
Payments	(63)	(63)	(69)	-	(69)
At September 30, 2021	156	156	953	442	1,395

Possible risk of loss

The Company and its subsidiaries are parties to legal suits of civil, labor, environmental and tax natures, and administrative tax proceedings for which no provisions were set up, since they involve a possible risk of loss as determined by Management under the advice of the Company's internal and external legal advisors, as follows:

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Civil	5,501	5,303	12,328	10,570
Tax	3,213	3,426	3,321	3,532
Labor	-	-	825	825
	8,714	8,729	16,474	14,927

Judicial deposits

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Labor	-	53	53	339
Tax	1,203	1,195	1,203	1,195
Environmental	442	434	442	434
Civil	153	152	153	152
(Note 7)	1,798	1,834	1,851	2,120

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28. Commitments

a) Sale agreements for future delivery

BrasilAgro and its subsidiaries have sale agreements for future delivery to clients, as below:

						Company
Crop	Delivery date	Amount	Agreements	Unit	Currency	Price
<u>2021/22 crop year</u>						
Cotton lint	Oct/21	300	1	ton	R\$	6,701.98
Cotton lint	Sep/21	167	1	ton	US\$	1,918.00
Soybean	Aug/21-Sep/21	113,400	5	bags	R\$	171.19
Soybean	Sep/21	77,996	1	bags	US\$	29.65
Corn	Sep/21-Oct/21	33,979	2	bags	R\$	71.41
						Consolidated
Crop	Delivery date	Amount	Agreements	Unit	Currency	Price
<u>2021/22 crop year</u>						
Cotton lint	Oct/21	300	1	ton	R\$	6,701.98
Cotton lint	Sep/21	167	1	ton	US\$	1,918.00
Soybean	Aug/21-Sep/21	113,400	5	bags	R\$	171.19
Soybean	Sep/21	77,996	1	bags	US\$	29.65
Corn	Sep/21-Oct/21	33,979	2	bags	R\$	71.41
Sugarcane	Apr/21-Dec/21	243,262	1	ton	R\$	**
Sugarcane	Oct/21	5,167	1	ton	US\$	25.37

** Sugarcane prices reflect the Consecana price in the month invoiced.

For the Brazilian Real sugarcane agreement the Company has a commitment to deliver 1,250,000 tons. However, if the yield exceeds this amount, any excess will also be delivered/sold to the same client.

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30. Related-party transactions

	Company		Consolidated	
	9/30/2021	6/30/2021	9/30/2021	6/30/2021
Current assets				
Accounts receivable	-	-	-	488
Dividends receivable (a)	33,695	85,791	-	-
	<u>33,695</u>	<u>85,791</u>	<u>-</u>	<u>488</u>
Non-current assets				
Moroti	249	229	-	-
Cresud (b)	629	546	629	546
Cresca	-	-	126	116
Helmir* (b)	427	393	427	393
Stock Options (e)	1,565	1,546	1,383	1,546
ILPA (f)	424	325	-	-
Other	1,541	-	-	79
	<u>4,835</u>	<u>3,039</u>	<u>2,565</u>	<u>2,680</u>
Current liabilities				
Helmir* (d)	-	-	5,349	5,080
Other	512	488	150	488
	<u>512</u>	<u>488</u>	<u>5,499</u>	<u>5,568</u>
Non-current liabilities				
Accounts payable - Cresca (c)	-	-	1,681	1,583
Cresud (b)	1,020	882	1,079	936
Moroti	653	601	-	-
	<u>1,673</u>	<u>1,483</u>	<u>2,760</u>	<u>2,519</u>

(*) Helmir S.A. ("Helmir") is wholly owned subsidiary of Cresud and maintains ownership interest in Company's capital stock.

- a) Dividends receivable from Araucária, Mogno, Cajueiro and Ceibo, of R\$25,445, R\$7,250, R\$500 and R\$500, respectively;
- b) Expenses and revenue related to technology support, implementation of systems and reimbursement of general expenses;
- c) Acquisition of biological assets and other items related to the operation;
- d) The subsidiaries in Bolivia acquired on February 4, 2021 have debts related to loan operations contracted before the business combination;
- e) Shares exercised under the compensation plan completed in the year ended June 30, 2020; and
- f) Expense related to the second Long-Term Incentive Program for the subsidiaries Agrifirma Agro and Palmeiras (Note 24.a).

31. Insurance - (not revised)

The Company and its subsidiaries maintain (i) civil liability insurance for all employees working on its farms, (ii) insurance for machinery, (iii) life insurance for all the employees, as well as (iv) insurance for Directors and Officers (D&O) and for other Board members. Coverage is considered sufficient by Management to cover potential risks, if any, for its assets and/or liabilities. The Company assessed the risk of farm buildings and facilities owned by the Group, as well as its inventories and biological assets, concluding that there is no to extend insurance cover due to low likelihood of risks.

Insurance coverage and the related amounts at September 30, 2021 were :

Insurance type	Coverage R\$
Civil liability (D&O)	30,000
Civil, professional and general liability	10,983
Machinery/Automobiles	10,677
Performance bond	10,067
Fire/lightning/explosion/electrical damage	7,109
Rural multi-risk	183,736
	<u>252,572</u>

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32. Subsequent Events

Sale of Alto Taquari Farm

On October 7, 2021, the Company entered into an agreement to sell 3,723 hectares (2,694 agricultural hectares) of the Alto Taquari Farm, a rural property located in the City of Alto Taquari, State of Mato Grosso. The total sale price is equivalent to 1,100 soybean bags per agricultural hectare or R\$589,000, which will be paid in nine installments, with the last falling due on May 30, 2029.

Payment of dividends

The October 27, 2021 Annual and Extraordinary Shareholders Meeting approved the payment of dividends from the financial statements as of June 30, 2021 of R\$260,000, corresponding to R\$2.62 per share. The amount is exempt from income tax and will be paid within 30 days as from the date of the Meeting. Any dividends not claimed within three years, as from the date on which they were made available to shareholders, will be revert to the Company in accordance with Article 287, Item II of Federal Law 6,404/76 and Article 39 of the Bylaws.
