

FS Agrisolutions Indústria de
Biocombustíveis Ltda.

**Condensed interim financial
statements as of September 30,
2021**

Contents

Independent auditor's report on review of condensed interim financial statements	3
Statements of financial position	5
Statements of income	6
Statements of comprehensive income	7
Statements of changes in equity	8
Statements of cash flows	9
Statements of added value	10
Notes to the condensed interim financial statements	11



KPMG Auditores Independentes Ltda.
Avenida Historiador Rubens de Mendonça, 1.894
Salas 204 e 205 - 2º andar
78050-000 - Cuiabá/MT - Brasil
Telefone +55 (65) 2127-0342
kpmg.com.br

Independent auditor's report on review of condensed interim financial statements

To the Board of Directors and Quotaholders of
FS Agrisolutions Indústria de Biocombustíveis Ltda.
Lucas do Rio Verde - MT

Introduction

We have reviewed the accompanying parent company and consolidated condensed interim financial statements as of September 30, 2021 of FS Agrisolutions Indústria de Biocombustíveis Ltda. ('the Company'), are comprised of parent company and consolidated statement of financial position as at September 30, 2021, the parent company and consolidated statements of income and comprehensive income for the three and six-month periods ended September 30, 2021, changes in equity and cash flows for the six-month period ended September 30, 2021, and notes to the parent company and consolidated condensed interim financial statements.

The Company's Management is responsible for the preparation of the parent company condensed interim financial statements in accordance with CPC 21(R1), and of the consolidated condensed interim financial statements in accordance with CPC 21(R1) and with International Standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB. Our responsibility is to express a conclusion on these parent company and consolidated condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the Brazilian and international standards for review of interim financial information (NBC TR 2410 and ISRE 2410, 'Review of Interim Financial statements Performed by the Independent Auditor of the Entity'. A review of interim financial statements 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 does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the parent company condensed interim financial statements

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company condensed interim financial statements as at September 30,



2021 do not present fairly, in all material respects, the financial position, financial performance and cash flows of the Company in accordance with CPC 21 (R1).

Conclusion on the consolidated condensed interim financial statements

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated condensed interim financial statements as at September 30, 2021 do not present fairly, in all material respects, the financial position, financial performance and cash flows of the Company in accordance with CPC 21 (R1) and IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board - IASB.

Other matters - Statements of added value

We also reviewed the statements of added value ('DVA') for the six-month period ended September 30, 2021, prepared under the responsibility of Company's Management, and presented as supplementary information for IAS 34 issued by the International Accounting Standards Board – IASB, whose presentation is not required for non-public companies. These statements were submitted to the same review procedures in accordance with the review of the parent company and consolidated condensed interim financial statements with the objective to conclude if they reconcile with the interim financial information and the criterion defined in CPC 09 – Statement of value added. Based on our review, we are not aware of any fact that might lead us to believe that they were not prepared, in all material respects, in accordance with the parent company and consolidated condensed interim financial statements, taken as a whole.

Cuiabá, October 29, 2021

KPMG Auditores Independentes
CRC 2SP-014428/F-7

Rafael Henrique Klug
Accountant CRC 1SP246035/O-7

FS Agrisolutions Indústria de Biocombustíveis Ltda.

Statements of financial position at September 30, 2021 and March 31, 2021

(In thousand of Reais)

Assets	Note	Parent company		Consolidated	
		09/30/2021	03/31/2021	09/30/2021	03/31/2021
Current					
Cash and cash equivalents	4	688,257	946,805	689,438	948,613
Financial investments	5	-	-	97,633	97,716
Restricted cash	6	115,617	28,876	115,617	28,876
Trade and other receivables	7	167,976	111,610	167,976	111,610
Inventories	8	1,977,124	469,883	1,977,124	469,883
Advances to suppliers	9	26,889	26,967	26,889	26,967
Income tax and social contribution	20.a	17,142	169	17,142	169
Recoverable taxes	16.a	268,086	110,345	268,086	110,345
Prepaid expenses		42,604	17,356	42,604	17,356
Biological assets		6,093	6,093	6,093	6,093
Derivative financial instruments	19	13,804	13,351	13,804	13,351
Other credits		1,895	1,598	1,895	1,598
Total current assets		3,325,487	1,733,053	3,424,301	1,832,577
Non-current assets					
Long-term assets					
Financial investments	5	-	-	3,231,825	3,385,056
Biological assets		19,484	22,090	19,484	22,090
Judicial deposits	17	3,734	3,652	3,734	3,652
Advances to suppliers	9	20,029	12,968	20,029	12,968
Total long-term assets		43,247	38,710	3,275,072	3,423,766
Property, plant and equipment	11	2,996,223	2,879,404	2,996,223	2,879,404
Intangible assets		14,615	12,759	14,615	12,759
Total non-current assets		3,054,085	2,930,873	6,285,910	6,315,929
Total assets		6,379,572	4,663,926	9,710,211	8,148,506
Liabilities	Note	Parent company		Consolidated	
		09/30/2021	03/31/2021	09/30/2021	03/31/2021
Current					
Trade payables	12	1,043,930	264,216	1,044,269	264,487
Loans and borrowings	13	842,755	653,861	936,187	751,890
Advances from customers	14	25,398	20,887	25,398	20,887
Lease liabilities	15	18,413	2,636	18,413	2,636
Taxes and contributions payable	16.b	13,942	13,639	13,973	13,671
Payroll and related changes		30,117	28,526	30,117	28,526
Derivative financial instruments	19	291,461	59,068	291,461	59,068
Total current liabilities		2,266,016	1,042,833	2,359,818	1,141,165
Non-current					
Trade payables	12	21,201	20,501	21,201	20,501
Lease liabilities	15	69,546	27,224	69,546	27,224
Loans and borrowings	13	3,575,883	3,291,593	6,813,521	6,680,483
Deferred tax liabilities	20.b	59,453	9,151	59,453	9,151
Provision for losses on investments	10	801	2,642	-	-
Other non-current liabilities	13	31,952	33,472	31,952	33,472
Total non-current liabilities		3,758,836	3,384,583	6,995,673	6,770,831
Total liabilities		6,024,852	4,427,416	9,355,491	7,911,996
Equity	18				
Capital		87,806	87,806	87,806	87,806
Tax incentive reserves		157,198	126,581	157,198	126,581
Retained earnings		109,481	22,276	109,481	22,276
Cumulative translation adjustment		235	(153)	235	(153)
Total equity		354,720	236,510	354,720	236,510
Total liabilities and equity		6,379,572	4,663,926	9,710,211	8,148,506

The notes are an integral part of these parent company and consolidated condensed interim financial statements.

FS Agrisolutions Indústria de Biocombustíveis Ltda.

Statements of income

Three and six-month period ended September 30, 2021 and 2020

(In thousand of Reais)

	Note	Parent company				Consolidated			
		09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Net revenue	22	1,520,312	2,814,921	661,755	1,271,923	1,520,312	2,814,921	661,755	1,271,923
Cost of goods sold	23	(806,658)	(1,492,634)	(364,701)	(764,197)	(806,658)	(1,492,634)	(364,701)	(764,197)
Gross profit		713,654	1,322,287	297,054	507,726	713,654	1,322,287	297,054	507,726
Operational expenses									
Selling expenses	24	(104,649)	(195,411)	(67,228)	(119,598)	(104,649)	(195,411)	(67,228)	(119,598)
Administrative expenses	25	(23,183)	(41,758)	(15,454)	(28,422)	(23,483)	(42,359)	(15,454)	(28,422)
Other results	26	2,162	(1,972)	12,231	12,685	2,162	(1,972)	12,231	12,685
Equity accounted investees, net of tax	10	(600)	1,453	-	-	-	-	-	-
Profit before net finance costs and taxes		587,384	1,084,599	226,603	372,391	587,684	1,082,545	226,603	372,391
Finance income	27	26,976	70,211	132,733	146,705	109,564	242,031	132,733	146,705
Finance costs	27	(197,535)	(591,620)	(105,987)	(208,011)	(280,423)	(761,386)	(105,987)	(208,011)
Foreign exchange rate variations, net	27	(272,214)	164,435	(82,904)	(216,963)	(272,214)	164,435	(82,904)	(216,963)
Net finance costs		(442,773)	(356,974)	(56,158)	(278,269)	(443,073)	(354,920)	(56,158)	(278,269)
Profit before income and social contribution taxes		144,611	727,625	170,445	94,122	144,611	727,625	170,445	94,122
Current income and social contribution taxes	20.b	(10,171)	(170,383)	-	-	(10,171)	(170,383)	-	-
Deferred income and social contribution taxes	20.b	(27,128)	(50,302)	(51,726)	(28,838)	(27,128)	(50,302)	(51,726)	(28,838)
Income tax incentives	20.b	17,641	124,602	-	-	17,641	124,602	-	-
Net profit for the period		124,953	631,542	118,719	65,284	124,953	631,542	118,719	65,284
Earnings per quota ordinary and preferred - basic and diluted (in R\$)	28	1.47	7.42	1.43	0.78	1.47	7.42	1.43	0.78

The notes are an integral part of these parent company and consolidated condensed interim financial statements.

FS Agrisolutions Indústria de Biocombustíveis Ltda.

Statements of comprehensive income

Three and six-month for the periods ended September 30, 2021 and 2020

(In thousands of Reais)

	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Net profit (loss) for the period	124,956	631,542	118,719	65,284	124,956	631,542	118,719	65,284
Items that may be reclassified to profit or loss								
Cumulative translation adjustment	(39)	388	-	-	(39)	388	-	-
Total comprehensive income	124,917	631,930	118,719	65,284	124,917	631,930	118,719	65,284

The notes are an integral part of these parent company and consolidated condensed interim financial statements.

FS Agrisolutions Indústria de Biocombustíveis Ltda.

Statements of changes in equity

Six-month period ended September 30, 2021 and 2020

(In thousands of Reais)

	Note	Capital	Capital reserve	Tax incentive reserves	Retained earnings / (Accumulated losses)	Other comprehensive income	Total consolidated
Balance at April 1, 2020		83,381	612	16,741	(189,058)	-	(88,324)
Reversal of adjustment to present value referring to financial mutual		-	(32)	-	32	-	-
Income tax incentives		-	-	46,446	(46,446)	-	-
Cumulative translation adjustment		-	-	-	-	3	3
Loss for the period		-	-	-	65,284	-	65,284
Balance at September 30, 2020		83,381	580	63,187	(170,188)	3	(23,037)
Balance at April 1, 2021		87,806	-	126,581	22,276	(153)	236,510
Distribution of dividends	18.c	-	-	-	(513,720)	-	(513,720)
Income tax incentives	18.b	-	-	30,617	(30,617)	-	-
Cumulative translation adjustment		-	-	-	-	388	388
Net profit for the period		-	-	-	631,542	-	631,542
Balance at September 30, 2021		87,806	-	157,198	109,481	235	354,720

The notes are an integral part of these parent company and consolidated condensed interim financial statements.

FS Agrisolutions Indústria de Biocombustíveis Ltda.

Statements of cash flows – Indirect method

Six-month period ended September 30, 2021 and 2020

(In thousands of Reais)

	Note	Parent company		Consolidated	
		09/30/2021	09/30/2020	09/30/2021	09/30/2020
Cash flow from operating activities					
Net profit (loss) for the period		631,542	65,284	631,542	65,284
Adjustment for:					
Depreciation and amortization		60,635	42,471	60,635	42,471
Current and deferred income tax, net of tax incentives	20.b	96,083	28,838	96,083	28,838
Adjustments to present value		(9,738)	(7,408)	(9,738)	(7,408)
Income from financial investments		(18,768)	-	(190,588)	-
Provision for interest on loans and borrowings	13	193,020	143,973	362,046	143,973
Provision for interest on loans with related parties	13	-	2,899	-	2,899
Adjustment to fair value - derivatives		231,842	(32,764)	232,580	(32,764)
Adjustment to fair value - biological assets		3,844	(12,827)	3,844	(12,827)
Expected losses on credit		(10)	(209)	(10)	(209)
Equity accounted investees, net of tax		(1,453)	-	-	-
Foreign exchange rate (gains) or losses		(170,740)	213,613	(170,740)	213,613
Changes in:					
Trade receivables		(61,527)	55,550	(61,527)	55,550
Inventories		(1,507,241)	(496,962)	(1,507,241)	(496,962)
Advances to suppliers		(6,983)	46,329	(6,983)	46,329
Recoverables taxes		(171,453)	(40,149)	(171,453)	(40,149)
Prepaid expenses		(25,248)	(9,409)	(25,248)	(9,409)
Judicial deposits		(82)	9	(82)	9
Other assets		(297)	(211)	(297)	(211)
Trade payables		987,057	527,863	987,123	527,863
Advance from customers		4,511	(12,930)	4,511	(12,930)
Payroll and related charges		1,591	13,199	1,592	13,199
Taxes and contributions payable		303	15,602	303	15,602
Other liabilities		(20,017)	2,523	(20,019)	2,523
Interest and charges paid		(203,540)	(144,288)	(363,844)	(144,288)
Interest received		-	-	160,304	-
Income tax paid		(49,042)	-	(49,042)	-
Net cash from operating activities		(35,711)	400,996	(36,249)	400,996
Cash flow from investing activities					
Acquisition of property, plant and equipment	31	(273,294)	(426,715)	(273,294)	(426,715)
Biological assets		(1,238)	3,659	(1,238)	3,659
Interest charges paid over capitalized loans		(874)	(36,971)	(874)	(36,971)
Acquisition of intangible assets		(3,806)	(1,021)	(3,806)	(1,021)
Investment in a subsidiary, net of cash invested		-	(77)	-	(77)
Proceeds from financial investments		-	79,505	-	79,505
Acquisition of financial investments		18,768	-	18,768	-
Restricted deposits		(86,741)	(175,226)	(86,741)	(175,226)
Net cash used in investing activities		(347,185)	(556,846)	(347,185)	(556,846)
Cash flow from financing activities					
Proceeds from loans and borrowings	13	820,848	671,186	820,848	671,186
Repayment of loans and borrowings	13	(180,340)	(325,700)	(180,340)	(325,700)
Dividends paid	18.c	(513,720)	-	(513,720)	-
Lease paid	15	(2,538)	(693)	(2,538)	(693)
Derivative financial instruments payables		98	-	98	-
Net cash (used in) from financing activities		124,348	344,793	124,348	344,793
Foreign currency translation adjustment		-	-	(89)	-
Decrease in cash and cash equivalents		(258,548)	188,943	(259,175)	188,943
Cash and cash equivalents at the beginning of the period		946,805	310,001	948,613	310,001
Cash and cash equivalents at the end of the period		688,257	498,944	689,438	498,944

The notes are an integral part of these parent company and consolidated condensed interim financial statements.

FS Agrisolutions Indústria de Biocombustíveis Ltda.

Statements of added value

Six-month period ended September 30, 2021 and 2020

	Parent company		Consolidated	
	09/30/2021	09/30/2020	09/30/2021	09/30/2020
Revenue (1)	3,041,523	1,415,378	3,041,523	1,415,378
Sales of goods, products and services	3,041,188	1,416,266	3,041,188	1,416,266
Other revenue	335	(888)	335	(888)
Inputs purchased from third parties	1,714,689	748,073	1,715,290	748,073
Costs of products, goods and services sold	1,510,878	645,396	1,510,878	645,396
Materials, energy, third party services and others	203,811	102,677	204,412	102,677
Gross added value (1) - (2) = (3)	1,326,834	667,305	1,326,233	667,305
Depreciation and amortization (4)	60,635	41,603	60,635	41,603
Net added value produced by the Company (3) - (4) = (5)	1,266,199	625,702	1,265,598	625,702
Added value received in transfer (6)	549,088	157,027	549,689	157,027
Equity accounted investees, net of tax	1,453	-	-	-
Finance income	547,635	157,027	549,689	157,027
Total added value to distribute (5+6)	1,815,287	782,729	1,815,287	782,729
Distribution of added value	1,815,287	782,729	1,815,287	782,729
Employee	61,300	53,885	61,300	53,885
Direct remuneration	46,912	41,800	46,912	41,800
Benefits	11,598	7,774	11,598	7,774
Service Guarantee Fund	2,790	4,311	2,790	4,311
Taxes, fees and contributions	217,836	228,264	217,836	228,264
Federal taxes	(4,203)	51,982	(4,203)	51,982
State taxes	222,039	176,282	222,039	176,282
Remuneration of third party capital	904,609	435,296	904,609	435,296
Interest	193,020	146,775	193,020	146,775
Other	711,589	288,521	711,589	288,521
Remuneration of equity	631,542	65,284	631,542	65,284
Intermediante dividends distributed	491,444	-	491,444	-
Retained earnings	140,098	65,284	140,098	65,284

The notes are an integral part of these parent company and consolidated condensed interim financial statements.

Notes to the Condensed interim financial statements

(In thousands of Reais)

1 Operations

FS Agrisolutions Indústria de Biocombustíveis Ltda., ('Company' or 'Parent Company'), is a limited liability company incorporated on April 01, 2014. It is located at Estrada A-01, 900m from KM 7 at Industria Avenue, S/N - Km 05, Distrito Industrial Senador Atilio Fontana, City of Lucas do Rio Verde, state of Mato Grosso, Brazil.

The Company's core business is the production and commercialization of corn ethanol (anhydrous and hydrous), animal nutrition products used for livestock and poultry feed, called Dried Distillers Grains (DDG), as well as corn oil and energy co-generation. The Company uses corn as raw material and biomass as its sole source of powering its plants.

The Company's quotaholders are Summit Brazil Renewables I LLC (Summit) with 71.22% interest, Tapajós Participações S.A. with 23.74% interest and preferred quotaholders with 5.04% interest.

The consolidated condensed interim financial statements include 100% of the equity interest held by the Company in FS Luxembourg S.a.r.l. ('FS Lux').

FS Lux is a limited liability company incorporated on September 8, 2020 under the laws of Luxemburg. It is located at Bitbourg Avenue 9, L-1273, in Luxemburg and its core business is the holding of interest in companies.

FS Lux was incorporated with no significant assets, liabilities, equity or operations and its incorporation had no impact on the assets, liabilities or operations of the Company. It was incorporated to issue bonds and obtain foreign currency financing. Values presented as 'consolidated' for the comparative periods are those of the Parent Company.

1.1 Impact of Coronavirus (COVID-19)

On January 31, 2020, the World Health Organization (WHO) announced that COVID-19 was a global health emergency and on March 11, 2020 it started treating the disease as a pandemic. Since then, the Company has remained attentive to the impacts caused by the pandemic, implementing protocols for the continuance of the operations and instituting measures in accordance with the recommendations primarily issued by the health and control agencies.

The Company's management has been monitoring the protocols implemented, the impacts and possible relevant uncertainties related to events or conditions that may significantly impact Company operations. However, the effects of the Coronavirus pandemic (Covid-19) did not have a significant impact on the estimates used in the valuation of the recoverable values of assets and did not significantly impact the Company's operating results.

The Company's activities were not interrupted due to the pandemic since they are regulated as essential activities by Decree 10.282/2020 and Law 13.979/2020.

2 Basis for preparation

The Company's parent company condensed interim financial statements were prepared in accordance with the technical pronouncement CPC 21 (R1 Interim Statements). The Company's consolidated condensed interim financial statements were prepared in accordance with IAS 34 – Interim Financial Reporting issued by International Accounting Standards Board (IASB) and also with the technical pronouncement CPC 21 (R1 Interim Statements).

These interim financial statements for the six months ended September 30, 2021 have been prepared in accordance with IAS 34 Interim Financial Reporting, and should be read in conjunction with the last annual consolidated financial statements as at and for the year ended March 31, 2020 ('last annual financial statements'). They do not include all of the information required for a complete set of financial statements prepared in accordance with IFRS Standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

In preparing these condensed interim financial statements, management has used judgments, estimates and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, revenues and expenses. Actual results may differ from these estimates. Estimates and assumptions are continually reviewed and have not changed materially from the March 31, 2021 financial statements.

The issuance of the Company's condensed interim financial statements was authorized by Management on October 29, 2021.

a. Basis of consolidation

Subsidiary

The Company 'controls' an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

In the Parent Company financial statements, the interests in subsidiaries are accounted for using the equity method and recorded in equity accounted investees, net of tax in the statement of income. Unrealized results from transactions between the Company and its subsidiaries are eliminated in the consolidated financial statements. The accounting policies of the subsidiaries are consistent with the policies adopted by the Company.

After applying the equity method, the Company determines whether it is necessary to recognize impairment on the Company's investment in its subsidiary. The Company determines on each reporting date whether there is objective evidence that the investment in the subsidiary suffered a loss due to impairment. If so, the Company calculates the amount of impairment loss as the difference between the subsidiary's recoverable amount and the carrying amount and recognizes the amount in profit or loss.

Loss of control

When the Company loses control over a subsidiary, it derecognizes the assets and liabilities of the subsidiary, and any related non-controlling interests and other components of equity. Any

resulting gain or loss is recognized in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions, are eliminated.

3 New standards and interpretations not yet effective

The new standards and interpretations, not yet in effect are described below. The Company intends to adopt these new and amended standards and interpretations, if applicable, when they come into force.

The following new and amended standards are not expected to have a significant impact on the Company's parent company and consolidated financial statements:

- Onerous contracts - costs to fulfill a contract (changes to CPC 25/IFRS 37);
- Property, plant and equipment: Revenue before intended use (changes to CPC 27/IAS 16);
- Reference to the Conceptual Framework (Changes to CPC 15/IFRS 3);
- Classification of liabilities in current or non-current (Amendments to CPC 26/IAS 1);
- Definition of Accounting Estimate (Amendments to CPC 23/IAS 8); and
- Disclosure of Accounting Policies (Amendments to CPC 26/IAS 1 and IFRS Practice Statement 2).

4 Cash and cash equivalents

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Bank deposits and cash	70,596	9,827	71,777	11,635
Financial investments - CDB	617,661	936,978	617,661	936,978
Total	688,257	946,805	689,438	948,613

The Company considers as cash and cash equivalents highly liquid balances that mature no later than 3 months from the date of investment which are promptly convertible into a known sum of cash and subject to an insignificant risk of change of value.

Short-term financial investments refer to certificate of bank deposits ('CDB') which are instruments offered by banks with rates set by the individual banks which are usually linked to the Interbank Deposit Certificate ('CDI') rate plus or minus a fixed spread. For the period ended September 30, 2021 and year ended March 31, 2021, the average annual return on these investments was 6.15% and 2.65%, respectively. These instruments are available for immediate redemption by the Company.

As of September 30, 2021, R\$ 1,181 (R\$ 2,796 in March 31, 2021) of the total of bank deposits and cash are denominated in USD.

Information on the Company's exposure to market and credit risk and fair value measurement is included in note 19.

5 Financial investments

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Total return swap (TRS)	-	-	3,329,458	3,482,772
Total	-	-	3,329,458	3,482,772
Current	-	-	97,633	97,716
Non current	-	-	3,231,825	3,385,056

As part of the Green Bond issuance process presented in note 18, FS Lux acquired a total return swap ('TRS') with an annual return of 10.7% p.y., due in December 2023 and with semi-annual payments.

Information on the Company's exposure to market risks, credit and fair value measurement related to financial investments is included in note 19.

6 Restricted cash

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Short-term investments linked to loans	-	28,876	-	28,876
Short-term investments linked to financing	115,617	-	115,617	-
Total	115,617	28,876	115,617	28,876

Short-term investments linked to loans is related to loans for working capital. Short-term investments linked to financing is related to loans for investing activities.

For the period ended September 30, 2021 and year ended March 31, 2021, the average annual return on these investments was 6.15% and 2.65%, respectively.

Information on the Company's exposure to credit, market and fair value risks related to restricted cash is included in note 19.

7 Trade and other receivables

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Trade receivables	168,110	111,754	168,110	111,754
Expected losses on Credit	(134)	(144)	(134)	(144)
Total	167,976	111,610	167,976	111,610

Impairment losses

The Company assesses the impairment of trade receivables based on: (a) historical loss experience by clients and segment; (b) assigning a credit rating for each client based on both qualitative and quantitative measures for the client as determined by internal policies (note 24); and c) assigning a percentage of impairment for provision purposes based on both items (a) and (b) above and the status of the receivable from the customer (current or overdue). See below the matrix applied for determining the provision and the actual provision as a percentage of the outstanding amount as of September 30, 2021 and March 31, 2021:

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Overdue	% Weighted average loss rate	% Weighted average loss rate	% Weighted average loss rate	% Weighted average loss rate
Up to 30 days	10.26%	1.01%	10.26%	1.01%
31 to 60 days	-	-	-	-
61 to 90 days	-	-	-	-
121 to 180 days	-	50.00%	-	50.00%
>180 days	100.00%	100.00%	100.00%	100.00%

Based on historical loss history and expectations regarding the future performance of the Company current trade receivables not overdue, management has determined that no significant expected credit loss provision is required.

The maturity of the receivables at the date of the reporting date is as follows:

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Not overdue				
Up to 30 days	134,301	66,246	134,301	66,246
31-60 days	18,081	424	18,081	424
61-90 days	409	52	409	52
>90 days	14,898	42,057	14,898	42,057
Subtotal	167,689	108,779	167,689	108,779
Overdue				
Up to 30 days	156	1,483	156	1,483
31-60 days	-	1,218	-	1,218
61-90 days	-	-	-	-
91-180 days	-	2	-	2
>180 days	131	128	131	128
Subtotal	287	2,831	287	2,831
Total	167,976	111,610	167,976	111,610

Changes in the provision to reduce the recoverable value of receivables from customers and contract assets during the period are presented in the following table.

	Parent company	Consolidated
Allowance March 31, 2021	(144)	(144)
(+) Reversals of expected losses on credit	10	10
Allowance September 30, 2021	(134)	(134)

Trade receivables with related parties as at September 30, 2021 and March 31, 2021 of R\$ 5,308 and R\$ 2,588, respectively. See note 30.

The Company's exposure to credit and currency risks and impairment losses related to trade and other receivables are disclosed in note 19.

8 Inventories

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Inventories held by third party	1,067,548	54,618	1,067,548	54,618
Raw material	638,162	273,191	638,162	273,191
Finished goods	160,409	48,329	160,409	48,329
Production inputs	38,991	36,826	38,991	36,826
Consumption material	57,196	42,430	57,196	42,430
Work-in-process inventory	14,818	14,489	14,818	14,489
Total	1,977,124	469,883	1,977,124	469,883

Inventories are stated at the lower of cost or net realizable value. Cost is determined by the weighted average costing method. The cost composition of the products sold is shown in note 23.

As of September 30, 2021, there were inventory balances of 294,000 tons of corn (251,000 tons of corn as of March 31, 2021) given as collateral for financing arrangements. The collateral represents the amount of R\$ 245,524 (R\$ 136,400 as of March 31, 2021).

As of September 30, 2021 and March 31, 2021, the amounts held by third parties were as follows:

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Raw material	991,651	40,159	991,651	40,159
Finished goods	75,897	14,459	75,897	14,459
Total	1,067,548	54,618	1,067,548	54,618

Raw material inventories held by third parties, corresponds to 1,192,803 tons of corn and 37,772 cubic meters of ethanol, as of September 30, 2021 (73,881 tons of corn and 9,356 cubic meters of ethanol respectively as of March 31, 2021).

9 Advances to suppliers

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Advances to suppliers of inventories	19,400	37,816	19,400	37,816
Advances to other suppliers	27,518	2,119	27,518	2,119
Total	46,918	39,935	46,918	39,935
Current	26,889	26,967	26,889	26,967
Non current	20,029	12,968	20,029	12,968

Advances to suppliers of inventories include corn, biomass and forest development (eucalyptus). The current amount refers to corn and biomass supply, and non-current refers to forest development (eucalyptus) used to supply biomass needs and has a cultivation period up to six years.

The advances to suppliers with related parties as of September 30, 2021 and March 31, 2021, were R\$ 191. See note 30.

10 Investments

As of September 30, 2021, the Parent Company recorded a profit of R\$ 1,453 referring to equity accounted investees, net of tax in the statements of income (R\$ 0 on September 30, 2020). The

Subsidiary (FS Lux) accounted for using the equity accounting method does not have shares traded in stock exchanges.

The investments are accounted under the equity accounting method based on the financial information of the subsidiary, as follows:

a. Changes in the balances of investments in subsidiary

	FS Lux
Balance as of March 31, 2021	(2,642)
Profit of equity method investee	1,453
Cumulative translation adjustment (CTA)	388
Balance as of September, 30 2021	(801)
Equity interest	100%
Provision for investment losses	(801)

b. Information from subsidiary

The charts below present a summary of the investee financial information.

	Parent Company								
Investments	Current assets	Non-current assets	Current liabilities	Non-current liabilities	Equity	Other comprehensive income	Cost and expenses	Net finance income	Profit for the period
FS Luxemburgo S.a.r.l	98,814	3,231,825	93,803	3,237,638	(801)	235	(601)	2,054	1,453

c. Provision for losses on investments

Considering that the Subsidiary presents negative equity on September 30, 2021, the provision for losses on investments was recorded as liabilities in the amount of R\$ 801 (R\$ 2,642 on March 31, 2021).

11 Property, plant and equipment

									Consolidated
Cost of aquisition	03/31/2020	Additions	Disposals	Transfers (*)	03/31/2021	Additions	Disposals	Transfers	09/30/2021
Land	78,686	61,397	-	-	140,083	120	-	-	140,203
Buildings	467,126	-	-	143,856	610,982	17	-	18,382	629,381
Machinery and equipment	956,908	257	(4)	367,431	1,324,592	3,044	-	37,592	1,365,228
Furniture and computers	13,040	79	-	1,155	14,274	957	-	521	15,752
Vehicles	3,447	-	(539)	-	2,908	985	(565)	-	3,328
Installations	332,679	-	-	170,318	502,997	2,025	-	22,514	527,536
Construction in progress	271,455	676,839	(113)	(616,772)	331,409	91,797	-	(79,009)	344,197
Advance to suppliers	145,537	-	-	(87,600)	57,937	13,461	-	-	71,398
Bearer plant (bamboo)	-	33,191	-	-	33,191	10,145	-	-	43,336
Right of use	2,040	32,471	-	-	34,511	61,281	-	-	95,792
Total	2,270,918	804,234	(656)	(21,612)	3,052,884	183,832	(565)	-	3,236,151
Depreciation									
Buildings	(8,081)	(12,127)	-	-	(20,208)	(7,860)	-	1	(28,067)
Machinery and equipment	(56,347)	(52,294)	-	-	(108,641)	(35,009)	-	(1)	(143,651)
Furniture and computers	(2,346)	(1,588)	-	-	(3,934)	(906)	-	-	(4,840)
Vehicles	(1,092)	(697)	239	-	(1,550)	(85)	19	-	(1,616)
Installations	(12,075)	(23,427)	-	-	(35,502)	(17,538)	-	-	(53,040)
Right of use	(192)	(3,453)	-	-	(3,645)	(5,069)	-	-	(8,714)
Total	(80,133)	(93,586)	239	-	(173,480)	(66,467)	19	-	(239,928)
Net	2,190,785				2,879,404				2,996,223

* The remaining balance of Transfers amounting R\$ 21,612 in March 31, 2021 consist to taxes recorded in PP&E eligible to offset other taxes upon the plant commencing operations, at which point these costs are reclassified to recoverable taxes.

Work in progress and advances to suppliers

The balance in construction in progress refers to the remaining expansion of the Sorriso - MT plant, whose completion is expected in December 2021.

Provision for impairment

The Company, at the end of each reporting period, assesses possible indications of impairment of its assets that could create the need to test their recovery value.

The Company did not identify indicators of impairment of its assets on September 30, 2021.

Borrowing cost capitalization

In the six-month period ended September 30, 2021 and for the year ended March 31, 2021, borrowing costs capitalized were R\$ 874 and R\$ 72,259, respectively. These costs were incorporated into the values of the assets and are being appropriated to the expense through the depreciation of the plant. The average interest rate of the period was 10.9% per year (10.9% p.y. as of March 31, 2021).

Collateral

The Company has pledged fixed assets as collateral linked to loans in the amount of R\$ 2,852,511 (R\$ 2,586,212 on March 31, 2021 and comprises lands, buildings, machinery, installations and construction in progress (see note 13).

12 Trade payables

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Fixed assets payables	135,644	189,990	135,644	189,990
Raw material payables	827,012	47,146	827,012	47,146
Other payables	102,475	47,581	102,814	47,852
Total	1,065,131	284,717	1,065,470	284,988
Current	1,043,930	264,216	1,044,269	264,487
Non-current	21,201	20,501	21,201	20,501

The trade payables balances refer to raw material (corn), production inputs and other necessary products in the production area, expenditures for engineering services and acquisition of machinery and equipment.

The trade payables with related parties as of September 30, 2021 is R\$ 94,489. There were no trade payables balance with related parties as of March 31, 2021. See note 30.

The Company makes available for its suppliers, the use of reverse factoring agreements with Banks. For these transactions, the original conditions of the initial operation do not change.

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Trade payables	792,379	190,137	792,718	190,408
Reverse factoring	272,752	94,580	272,752	94,580
Total	1,065,131	284,717	1,065,470	284,988

The Company's exposure to liquidity risks and fair value measurement related to trade payables is disclosed in note 19.

13 Loans and borrowings

	Currency	Parent company		Consolidated	
		09/30/2021	03/31/2021	09/30/2021	03/31/2021
Loans for investments	USD	3,330,212	3,486,135	6,708,870	7,021,344
Loans for working capital	USD	27,864	29,174	27,864	29,174
Loans for working capital	R\$	1,125,120	476,207	1,125,120	476,207
Total Loans		4,483,196	3,991,516	7,861,854	7,526,725
(-) Transaction cost		(64,558)	(46,062)	(112,146)	(94,352)
Total		4,418,638	3,945,454	7,749,708	7,432,373
Current		842,755	653,861	936,187	751,890
Non-current		3,575,883	3,291,593	6,813,521	6,680,483

Management categorizes the loans by the nature in which the proceeds will be utilized in the operations. Loans for investments are to be used on capital expenditures related to construction of the plants while loans for working capital are to be used to finance short-term operational needs.

The Company's loans for investments consist of a USD debt balance at an interest rate of 10.0% p.y. (10.0% p.y. as of March 31, 2021) and the loans for working capital at an average interest rate of 10.81% p.y (8.85% p.y. as of March 31, 2021).

In September 30, 2021, the raising of R\$300,000 was concluded through the issuance of the Agribusiness Receivables Certificate "CRA", with a cost of IPCA + 6.0493% p.y, maturing in September 2025 and annual interest payment. As a strategy to protect against monetary fluctuation, the Company acquired a swap in the amount of R\$ 300,000, with a cost of CDI + 2.30%, replacing the previous terms.

Issuance of senior secured notes ('Green Bond')

On December 15, 2020 and January 21, 2021, the Company concluded the issuance of USD 600,000 thousand (R\$ 3,073,965) of Senior Secured Notes ('Green Bond') through the subsidiary FS Lux.

In this process the Company and its subsidiary issued and acquired financial instruments, as disclosure in the table below, considering the balance of those instruments as of September 30, 2021:

Description	Note	Parent company	Consolidated
Bond - Senior Secured Notes ⁽ⁱ⁾		-	3,378,658
CPRF - Cédula de produto rural financeira ⁽ⁱⁱ⁾		3,330,212	3,330,212
Total loans and borrowings		3,330,212	6,708,870
Total return swap (TRS) ⁽ⁱⁱⁱ⁾	5	-	(3,329,458)
Total financial investments		-	(3,329,458)

(i) Issuance of USD 600,000 thousand (R\$ 3,073,965) Senior Secured Notes 'Green Bond' - Notes issued by the subsidiary FS Lux. in the international market, fully guaranteed by the Company and collateralized by some of Company's fixed assets. This Green Bond is due in December 2025 and has semi-annual interest payments of 10.0% p.y., beginning on June 2021. The original issue of USD 550,000 thousand (R\$ 2,808,135) has a rate of 10% p.y and a complementary USD 50,000 (R\$ 265,830) of 8.3% p.y which resulted in a premium received of USD 3,300 (R\$ 17,545).

(ii) Issuance of CPRF (Cédula de produto rural financeira) to a financial institution in Brazil for USD 594,151 thousand (R\$ 3,044,798). The CPRF has a face value of USD 784,951 thousand (R\$

4,022,419) which will be paid in semi-annual payments, beginning in June 2021 through December 2023. The proceeds of the CPRF were used to repay all outstanding amounts under the USD denominated 'loan for investments' facility; and

- (iii) Acquisition of rights over a TRS (Total Return Swap) - the TRS is a financial instrument agreement between FS Lux and a financial institution that mirrors the terms and cash flows of the CPRF issued by the Company under which the company deposited USD 594,151 thousand (R\$ 3,044,798) with the financial institution. The receiving leg of the TRS is a semi-annual interest income of 10.7% p.y. beginning in June 2021 and ending in December 2023 with the return of principal. The reference asset is the CPRF and any defaults on this instrument will be deducted from the amounts received by the Company under the TRS.

The amount reported does not include the impact of transaction costs. For the contractual cash flow of these instruments, see note 19.

Further, certain transaction fees were due to the lender in the amount of R\$ 31,952 and R\$ 33,472, which have been recorded as non-current liabilities as of September 30, 2021 and March 31, 2021, respectively.

For more information on the Company's exposure to interest, currency and liquidity risks, measurement of fair value, and a sensitivity analysis from these loans and financing, see note 19.

a. Terms and schedule of debt repayment

The following guarantees were granted:

- Mortgage of the Company's land (note 11);
- Fiduciary assignment of fixed assets (note 11);
- Inventories of corn (note 8); and
- Restricted cash (note 6).

The Company has entered into loans contracts amounting to R\$ 3,341,906 (R\$ 3,685,159 in March 31, 2021) that include non-financial and financial covenants. The main financial covenants include the maintenance of a financial ratio linked to the percentage of net debt and net financial expenses in relation to EBITDA. The components of the formulas for calculating the financial ratio at the end of each period are defined in the debt contracts.

The financing has the following maturities (the classification between investments and working capital have been assigned by management):

						Consolidated
	Book Value	Until 12 months	1 to 2 years	2 to 3 years	3 to 4 years	Above 4 years
September 30, 2021						
Loans for investments (*)	6,708,870	423,775	330,343	2,669,526	-	3,285,226
Loans for working capital (*)	1,152,984	543,962	409,012	100,005	100,005	-
Total	7,861,854	967,737	739,355	2,769,531	100,005	3,285,226
March 31, 2021						
Loans for investments (*)	7,021,344	443,986	345,957	2,794,221	-	3,437,180
Loans for working capital (*)	505,381	337,193	168,188	-	-	-
Total	7,526,725	781,179	514,145	2,794,221		3,437,180

(*) The amount reported does not include the impact of transaction costs.

b. Reconciliation of loans to cash flows arising from financing activities

	Parent company	Consolidated
Balance as of March 31, 2021	3,945,454	7,432,373
Variations in financing cash flows		
Loans received	820,848	820,848
Payments of principal	(180,340)	(180,340)
Total changes in financing cash flows	640,508	640,508
Other variations		
Provision for interest	193,020	362,046
Provision for interest (capitalized)	874	874
Interest payment	(181,322)	(341,626)
Exchange variation	(161,399)	(161,399)
Foreign currency translation effect	-	(164,572)
Bank fees	(18,497)	(18,497)
Total other variations	(167,324)	(323,173)
Balance as of September 30, 2021	4,418,638	7,749,708

	Liabilities	
	Parent company	Consolidated
Balance as of March 31, 2020	3,096,588	3,096,588
Variations in financing cash flows		
Loans received	671,186	671,186
Payments of principal	(325,700)	(325,700)
Total changes in financing cash flows	345,486	345,486
Other variations		
Provision for interest	146,872	146,872
Provision for interest (capitalized)	36,971	36,971
Interest payment	(181,259)	(181,259)
Exchange variation	206,544	206,544
Bank fees	979	979
Adjustment to present value on loans with related parties	49	49
Total other variations	210,156	210,156
Balance as of September 30, 2020	3,652,230	3,652,230

The exchange variation comprises the amount realized and unrealized (note 27).

14 Advances from customers

Advances from customers represents cash received from customer for the sales of products which have not yet met the criteria to be recognized as revenue as of the end of the period. These advances are shown as a liability on the Company's statement of financial position with a balance of R\$ 25,398 and R\$ 20,887 as of September 30, 2021 and March 31, 2021, respectively.

15 Lease payables

	Lands ⁽ⁱ⁾	Warehouse ⁽ⁱⁱ⁾	Other ⁽ⁱⁱⁱ⁾	Consolidated Total
March 31, 2021	29,562	-	298	29,860
Addition	-	64,500	14,143	78,643
Contractual adjustment ^(iv)	10,217	-	-	10,217
(-) Adjustment to present value	(2,412)	(21,401)	(4,410)	(28,223)
Amortization of principal	-	(1,613)	(925)	(2,538)
September 30, 2021	37,367	41,486	9,106	87,959
Current				18,413
Non current				69,546
March 31, 2020	-	-	-	-
Addition	-	-	22,647	22,647
(-) Adjustment to present value	-	-	(11,800)	(11,800)
Amortization of principal	-	-	(693)	(693)
September 30, 2020	-	-	10,154	10,154
Current				1,304
Non current				8,850

Right of use

Right-of-use assets related to leased properties that do not meet the definition of investment property and are presented as property, plant and equipment (see note 11).

	Consolidated		
	Lands⁽ⁱ⁾	Warehouse⁽ⁱⁱ⁾	Other⁽ⁱⁱⁱ⁾
March 31, 2021	30,340	-	526
Addition	-	43,099	11,047
Contractual adjustment ^(iv)	7,135	-	-
Amortization	(1,483)	(1,074)	(2,512)
September 30, 2021	35,992	42,025	9,061
			87,078

- (i) A rural area for Bamboo cultivation that has a 3 years period for harvest (5 seasons in total) and will be used as a Biomass in the Company's energy matrix.
- (ii) Refers to the leasing of a shed for a period of 10 years for the storage of corn.
- (iii) Composed by machinery that serves industrial activities and a leased office located in São Paulo.
- (iv) Land Leases are linked to in soybean price and the contract are adjusted accordingly.

16 Taxes and contributions

a) Recoverable

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Pis and Cofins	262,800	104,539	262,800	104,539
IRRF	4,504	5,275	4,504	5,275
Other taxes and contribution	782	531	782	531
Total	268,086	110,345	268,086	110,345

The beginning of the operations on Sorriso Plant caused the generation of significant tax credits, from Pis and Cofins, which will be consumed during the current year based on Management's analysis.

b) Payable

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
ICMS	10,475	11,283	10,475	11,283
Retained tax of third parties (*)	1,080	873	1,080	873
ISS	2,093	1,483	2,093	1,483
Other taxes	294	-	325	32
Total	13,942	13,639	13,973	13,671

(*) The retained taxes of third parties refers to PIS, COFINS, CSLL, IRPJ, INSS and Funrural.

17 Contingent liabilities and judicial deposits

Contingent liabilities for which either the Company is unable to make a reliable estimate of the expected financial effect that might result from resolution of the proceeding, or a cash outflow is not probable, are not recognized as liabilities in the financial statements, but are disclosed in the notes to the Financial Statements, unless the likelihood of any outflow of resources embodying economic benefits is considered remote. A loss is considered probable if the event triggering the loss is more likely than not to occur.

As of September 30, 2021 and March 31, 2021, the Company had contingent liabilities related to ongoing lawsuits whose cash outflow was considered probable in the amount of R\$ 22.

Contingent liabilities

Estimates of contingent liabilities for lawsuits are the best estimate of possible expenses to be incurred. As of September 30, 2021 and March 31, 2021, the Company had contingencies assessed as possible risk by legal advisors and Management in the amount of R\$ 35,470 and R\$ 34,362, respectively, for which no provision was recorded.

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Civil	27,098	26,550	27,098	26,550
Labor	610	481	610	481
Tax	7,774	7,331	7,774	7,331
Total	35,482	34,362	35,482	34,362

Among the aforementioned contingencies, there is an ongoing judicial discussion related to tax on imports (ICMS) of machinery for the expansion of the plant located in Lucas do Rio Verde - MT, for which the Company has a judicial deposit in the amount of R\$ 3,734 (R\$ 3,652 as of March 31, 2021).

18 Equity

a. Capital

The Company's subscribed and paid-in capital stock as of September 30, 2021 and March 31, 2021 was R\$ 87,806, represented by 87,806,369 quotas with a par value of R\$ 1.00 each. As of September 30, 2021, of the total of 87,806,369 quotas, 83,380,928 are ordinary and 4,425,441 are preferred. The preferred quotas were approved by the Board on November 6, 2020, fully subscribed by members of management with no voting rights, no priority to receive dividends and no minimum dividends guaranteed, with priority to redeem it without a premium.

Quota holder	Type	% of ownership	Parent Company September 30, 2021		Parent Company March 31, 2021	
			Subscribed capital	Paid in capital	Subscribed capital	Paid in capital
Summit Brazil Renewables I, LLC	Ordinary	71%	62,536	62,536	62,536	62,536
Tapajós Participações S.A.	Ordinary	24%	20,845	20,845	20,845	20,845
Others	Preferred	5%	4,425	4,425	4,425	4,425
Total		100%	87,806	87,806	87,806	87,806

b. Tax incentive reserve

Corresponds to the reserve that is recorded as the result of the federal tax incentive program with the Amazon Development Superintendent – SUDAM and Programa de Desenvolvimento Industrial e Comercial de Mato Grosso - PRODEIC. Related to SUDAM, the value of the benefit for any given year is recorded in the statement of income as a reduction of income tax with a corresponding reserve established in equity. According to the program rules, the amount of the incentive accumulated in the mentioned reserve can only be used to offset accumulated losses or increase capital.

Related to PRODEIC, the Company is guaranteed - for a term of 10 (ten) years starting from Decree No. 182, of July 2015 - the granting of tax benefit in the amount of ICMS tax due on the respective operations or services. The amount of the benefits from the years 2017 to 2019 were excluded from the income tax calculation with a corresponding reserve established in equity, in accordance with the provisions of art. 30 of Law 12973/14.

As of September 30, 2021, the reserve for tax incentive is composed of R\$ 15,952 for PRODEIC (calendar year 2017 to 2019) and R\$ 141,246 for SUDAM (as of March 31, 2021, the reserve is

R\$ 109,937 for PRODEIC and R\$ 16,644 for SUDAM), the changes in tax incentives reserves are detailed below:

	PRODEIC	SUDAM	Total tax incentive reserves
March 31, 2021	109,937	16,644	126,582
Addition	33,131	124,602	157,733
Transfer (*)	(127,116)	-	(127,116)
September 30, 2021	15,952	141,246	157,198

(*) Transfer of PRODEIC tax benefits (from Mato Grosso state) related to calendar year 2020 and 2021 to retained earnings, supported by a court decision that decided that the company is not required to comply with the requirements of Law 12973/14 and LC 160/2017 regarding to taxation by income tax and social contribution (federal). The aforementioned laws stipulate the criteria for non-taxation of income tax on amounts related to tax benefits from other states or cities, which include the maintenance of the tax incentive reserve. The court decision obtained in the first instance and supported by the jurisprudence of higher courts, excludes the observance of the laws, as it violates the federative pact.

c. Payment of dividends

As of September 30, 2021 accumulated results were distributed to quotaholders in the amount of R\$ 513,720 – 5.85 per quota (R\$ 31,318 - 0.38 per quota as of March 31, 2021).

Quota holder	09/30/2021					Quotas
	% of ownership	Subscribed capital	Distribution of dividends ⁽ⁱ⁾	Distribution of interim results ⁽ⁱⁱ⁾	Share	
Summit Brazil Renewables I Participações Ltda	71%	62,536	16,707	361,499	378,206	6.05
Tapajós Participações S.A.	24%	20,845	5,569	120,500	126,069	6.05
Others	5%	4,425	-	9,445	9,445	2.13
Total	100%	87,806	22,276	491,444	513,720	

Quota holder	03/31/2021			Quotas
	% of ownership	Subscribed capital	Distribution of retained earnings	
Summit Brazil Renewables I Participações Ltda	75%	62,536	23,488	0.38
Tapajós Participações S.A.	25%	20,845	7,830	0.38
Total	100%	83,381	31,318	

- (i) Dividend distribution on retained earnings for the year ended March 31, 2021.
- (ii) Dividend distribution based on interim results for the year that will be ended March 31, 2022, pursuant to article 204 of Law 6,404/76.

19 Financial instruments

a. Accounting classification and fair values

The following table shows the carrying and fair values of financial assets and liabilities, including their fair value classifications. It does not include information on the fair value of financial assets and liabilities not measured at fair value if the book value is a reasonable approximation of fair value.

FS Agrisolutions Indústria de Biocombustíveis Ltda.
Condensed interim financial statements as of
September 30, 2021

						Parent company
						Fair Value
						Level 2
September 30, 2021	Note	Fair value through profit or loss	Amortized Cost	Other financial liabilities	Total	
Financial assets measured at fair value						
Financial investments - CDB	4	617,661	-	-	617,661	617,661
Restricted cash	6	115,617	-	-	115,617	115,617
Derivative financial instruments	19	13,804	-	-	13,804	13,804
Total		747,082	-	-	747,082	747,082
Financial assets not measured at fair value						
Bank deposits and cash	4	-	70,596	-	70,596	
Trade and other receivables	7	-	167,976	-	167,976	
Judicial deposits	17	-	3,734	-	3,734	
Total		-	242,306	-	242,306	
Financial liabilities measured at fair value						
Derivative financial instruments	19	291,461	-	-	291,461	291,461
Total		291,461	-	-	291,461	291,461
Financial liabilities not measured at fair value						
Trade payables	12	-	-	1,065,131	1,065,131	
Loans and borrowings (*)	13	-	-	4,483,196	4,483,196	
Lease liabilities	15	-	87,959	-	87,959	
Total		-	87,959	5,548,327	5,636,286	

						Consolidated
						Fair Value
						Level 2
September 30, 2021	Note	Fair value through profit or loss	Amortized Cost	Other financial liabilities	Total	
Financial assets measured at fair value						
Financial investments - CDB	4	617,661	-	-	617,661	617,661
Total return swap (TRS)	5	3,329,458	-	-	3,329,458	3,329,458
Restricted cash	6	115,617	-	-	115,617	115,617
Derivative financial instruments	19	13,804	-	-	13,804	13,804
Total		4,076,540	-	-	4,076,540	4,076,540
Financial assets not measured at fair value						
Bank deposits and cash	4	-	71,777	-	71,777	
Trade and other receivables	7	-	167,976	-	167,976	
Judicial deposits	17	-	3,734	-	3,734	
Total		-	243,487	-	243,487	
Financial liabilities measured at fair value						
Derivative financial instruments	19	291,461	-	-	291,461	291,461
Total		291,461	-	-	291,461	291,461
Financial liabilities not measured at fair value						
Trade payables	12	-	-	1,065,470	1,065,470	-
Loans and borrowings (*)	13	-	-	7,861,854	7,861,854	8,207,132
Lease liabilities	15	-	87,959	-	87,959	-
Total		-	87,959	8,927,324	9,015,283	8,207,132

						Fair Value
						Level 2
March 31, 2021	Note	Fair value through profit or loss	Amortized Cost	Other financial liabilities	Total	
Financial assets measured at fair value						
Financial investments - CDB	4	936,978	-	-	936,978	936,978
Bank deposit certificate ("CDB") and committed operations	6	28,876	-	-	28,876	28,876
Derivative financial instruments	19	13,351	-	-	13,351	13,351
Total		979,205	-	-	979,205	979,205
Financial assets not measured at fair value						
Bank deposits and cash	4	-	9,827	-	9,827	
Trade and other receivables	7	-	111,610	-	111,610	
Judicial deposits	19	-	3,652	-	3,652	
Total		-	125,089	-	125,089	
Financial liabilities measured at fair value						
Derivative financial instruments	19	59,068	-	-	59,068	59,068
Total		59,068	-	-	59,068	59,068
Financial liabilities not measured at fair value						
Trade payables	12	-	-	284,717	284,717	
Loans and borrowings (*)	13	-	-	3,991,516	3,991,516	
Loans with related parties	15	-	29,860	-	29,860	
Total		-	29,860	4,276,233	4,306,093	

		Book Value			Consolidated Fair Value
		Fair value through profit or loss	Amortized Cost	Other financial liabilities	
March 31, 2021	Note				Level 2
Financial assets measured at fair value					
Financial investments - CDB	4	936,978	-	-	936,978
Total return swap (TRS)	4	3,482,772	-	-	-
Bank deposit certificate ("CDB") and committed operations	6	28,876	-	-	28,876
Derivative financial instruments	19	13,351	-	-	13,351
Total		4,461,977	-	-	979,205
Financial assets not measured at fair value					
Bank deposits and cash	4	-	11,635	-	11,635
Trade and other receivables	7	-	111,610	-	111,610
Judicial deposits	19	-	3,652	-	3,652
Total		-	126,897	-	126,897
Financial liabilities measured at fair value					
Derivative financial instruments	19	59,068	-	-	59,068
Total		59,068	-	-	59,068
Financial liabilities not measured at fair value					
Trade payables	12	-	-	284,988	-
Loans and borrowings (*)	13	-	-	7,526,725	7,889,325
Loans with related parties	36	-	29,860	-	-
Total		29,860	-	7,811,713	7,889,325

(*) The amount reported does not include the impact of transaction costs.

b. Measurement of fair value

Fair value of financial assets and liabilities is the value by which the instrument may be exchanged in a current transaction between parties that are willing to negotiate, and not in a forced sale or settlement. The methods and assumptions used to estimate the fair value are described below.

The fair value of cash and cash equivalents, accounts receivable, other financial assets, accounts payable, and other short-term obligations are approximated to their book value due to the short-term maturity of these instruments. Fair value of other long-term assets and liabilities does not significantly differ from their book values.

The fair value of the financial liabilities of the Company approximates the book value, since they are subject to variable interest rates and there was no significant change in Company's credit risk.

The TRS (Total Return Swap) is a financial investment measured at fair value through statements of income. The valuation technique used to measure the fair value of the TRS were the discounted cash flow based on profitability curves that reflect risk factors.

Derivatives are valued using valuation techniques with observable market data and refer, mainly, to swaps of interest rates, foreign exchange forward contracts. The valuation techniques applied often include pricing models and swaps contracts, with present value calculations. The models incorporate various data, including the credit quality of counterparties, foreign exchange spot, and forward rates and interest rate curves.

Fair value hierarchy

The Company uses the following hierarchy to determine and disclose the fair values of financial instruments according to the valuation technique used:

- Level 1: prices quoted (without adjustments) in active markets for identical assets and liabilities;
- Level 2: other techniques for which all data that has significant effect on the recorded fair value is observable, either directly or indirectly; and
- Level 3: techniques that use data that have a significant effect on fair value that are not based on observable market data.

There were no transfers between levels during the six month period ended on September 30, 2021.

c. Financial risk management

The Company is exposed to the following risks from the use of financial instruments:

- Credit risk;
- Liquidity risk, and
- Market risk.

(i) Risk management structure

The Management have full responsibility for the establishment and supervision of the Company's risk management structure.

The Company's risk management policies were established to identify and analyze the risks exposures, to define appropriate limits and controls of risks, and to monitor risks and adherence to the limits established. Risk management policies and systems are reviewed regularly to reflect changes in the market conditions and activities. The Company seeks to develop and maintain, upon its training and management standards and procedures, a control environment in which all employees are aware of their assignments and obligations.

Credit risk

Credit risk is the risk of the Company incurring financial losses due to a client or financial instrument counterparty, resulting from failure in complying with contract obligations. The carrying amounts of financial assets classified at amortized cost represent the maximum credit exposure. The maximum credit risk exposure on the reporting date was:

	Note	Parent company		Consolidated	
		09/30/2021	03/31/2021	09/30/2021	03/31/2021
Cash and cash equivalents	4	688,257	946,805	689,438	948,613
Financial investments	5	-	-	3,329,458	3,482,772
Restricted cash	6	115,617	28,876	115,617	28,876
Trade and other receivables	7	167,976	111,610	167,976	111,610
Derivative financial instruments	19	13,804	13,351	13,804	13,351
Judicial deposits	17	3,734	3,652	3,734	3,652
Total		989,388	1,104,294	4,320,027	4,588,874

Cash and cash equivalents and financial investments

The amounts are kept in highly rated financial institutions in order to minimize the credit risk brought by these operations.

The Company used an approach similar to that used for expected credit losses (ECL) in assessing the expected credit loss in cash and cash equivalents and financial investments.

Derivatives

Derivatives are contracted with banks and financial institutions to manage market exchange risk in future receivables from loan operations, and to manage the fluctuation of corn price and ethanol according to the volume necessary to operate.

Trade and other receivables

The credit risk of trade receivable arises from the possibility of the Company not receiving amounts from sales operations. To mitigate this risk, the Company adopts as practice the detailed analysis of the financial and patrimonial situation of its clients, establishing a credit limit.

The Credit area is responsible for setting limits for all customers that make term transactions. The

parameters of the definition of credit limits are:

- (a) Market information (Serasa and network with other companies);
- (b) Financial analysis on financial statements position; and
- (c) Constitution of guarantees through a rural producer note (CPRs), Aval, etc.

Liquidity risk

The Finance Area monitors forecasts of the Company's liquidity requirements to ensure that there is sufficient cash to meet its short-term obligations.

The cash surplus is invested in private securities, Bank Deposit Certificate ('CDBs') and committed operations, indexed to the 'CDI' variation, with high liquidity.

Exposure to liquidity risk

The book value of financial liabilities with liquidity risk are as follows:

	Note	Parent company		Consolidated	
		09/30/2021	03/31/2021	09/30/2021	03/31/2021
Trade payables	12	1,065,131	284,717	1,065,470	284,988
Loans and borrowings (*)	13	4,483,196	3,991,516	7,861,854	7,526,725
Lease liabilities	15	87,959	29,860	87,959	29,860
Derivative financial instruments	19	291,461	59,068	291,461	59,068
Total		5,927,747	4,365,161	9,306,744	7,900,641
Current		2,228,109	831,492	2,321,880	831,492
Non-current		3,699,638	2,574,787	6,984,864	2,574,787

(*) The amount reported does not include the impact of transaction costs.

The following are the contractual maturities of financial liabilities, including interest payments:

September 30, 2021	Consolidated				
	Book Value	Contractual Cash Flow	Until 12 months	1 to 2 Years	Above 3 years
Loans and borrowings (*)	7,861,854	9,921,568	1,201,669	1,065,719	7,654,180
Trade payables	1,065,470	1,065,470	1,044,269	21,201	-
Lease liabilities	87,959	133,537	20,500	20,500	92,537
Derivative financial instruments	291,461	291,461	291,461	-	-
Total	9,306,744	11,412,036	2,557,899	1,107,420	7,746,717

March 31, 2021	Consolidated				
	Book Value	Contractual Cash Flow	Until 12 months	1 to 2 Years	Above 3 years
Loans with related parties	7,526,725	10,153,678	1,073,243	889,137	8,191,298
Loans and borrowings (*)	284,988	284,988	264,487	20,501	-
Trade payables	29,860	34,415	4,725	4,725	24,965
Derivative financial instruments	59,068	59,068	59,068	-	-
Total	7,900,641	10,532,149	1,401,523	914,363	8,216,263

(*) The amount reported does not include the impact of transaction costs.

Issuance of senior secured notes ('Green Bond')

In the table below, we present the impact of the financial instruments related to the Green Bond issuance (note 18) in the statements of financial position and in the contractual cash flow of the Company, as of September 30, 2021:

September 30, 2021	Note	Consolidated				
		Book Value	Contractual Cash Flow	Until 12 months	1 to 2 Years	Above 3 years
Bond - Senior Secured Notes	13	3,378,658	4,895,460	326,364	326,364	4,242,732
CPFR - Cédula de produto rural financeira	13	3,330,212	4,096,690	345,946	345,946	3,404,798

Total loans and borrowings		<u>6,708,870</u>	<u>8,992,150</u>	<u>672,310</u>	<u>672,310</u>	<u>7,647,530</u>
Total return swap (TRS)	5	<u>(3,329,458)</u>	<u>(4,096,690)</u>	<u>(345,946)</u>	<u>(345,946)</u>	<u>(3,404,798)</u>
Net impact		<u>3,379,412</u>	<u>4,895,460</u>	<u>326,364</u>	<u>326,364</u>	<u>4,242,732</u>

No anticipated cash flow included in the analysis of the maturity of the debt of the Company is expected to occur at different dates or amount than indicated above.

Market risk

The Administration is monitoring exchange and interest rates in order to mitigate risks that can negatively impact the results of the Company.

When appropriate, the Management uses derivatives financial instruments to help manage market risks.

Foreign exchange risk

The Company's operations give rise to certain foreign currency risk exposures mostly due to the inflow and outflow of capital to and from abroad as well as contracts for the production inputs denominated in US dollar. The Company tries to manage a portion of this risk through the use of derivative financial instruments, primarily swaps, options and non-deliverable forward contracts ('NDF's'), to reduce exposure to foreign currency fluctuations between the BR real and the US dollar.

	Note	Consolidated 09/30/2021		Consolidated 03/31/2021	
Financial Assets		R\$	USD	R\$	USD
Cash and cash equivalents	4	1,181	217	2,796	491
Total return swap (TRS)	5	3,329,458	612,100	3,482,772	611,302
Financial Liabilities		R\$	USD	R\$	USD
Loans for investments*	13	6,708,870	1,233,384	7,021,344	1,232,398
Loan for working capital*	13	27,864	5,123	29,174	5,121

(*) The amount presented does not contemplate the impact of transaction costs.

Cash flow sensitivity analysis – foreign exchange risk

Based on the rate of US dollar in force as of September 30, 2021 a probable scenario (level 1) was defined to calculate the exchange rate impact for a 12-month period, assuming every other variable is held constant, and based on this, changes of 25% (level 2) and 50% (level 3) are calculated, as detailed in the detailed below:

			Consolidated				
	Currency	Exchange	Probable (Level 1)	Appreciation (R\$)		Depreciation (R\$)	
			In Reais	(Level 2) 25%	(Level 3) 50%	(Level 2) 25%	(Level 3) 50%
Instruments as of September, 30 2021							
Financial assets							
Cash and cash equivalents	USD	5,4394	403	(542)	(1,085)	542	1,085
Total return swap (TRS)	USD	5,4394	204,258	(832,365)	(1,664,729)	832,365	1,664,729
Financial liabilities							
Loans for investments*	USD	5,4394	(411,580)	1,677,218	3,354,435	(1,677,218)	(3,354,435)
Loans for working capital*	USD	5,4394	(1,701)	6,966	13,932	(6,966)	(13,932)
Impact on net income and equity			<u>(208,621)</u>	<u>851,277</u>	<u>1,702,554</u>	<u>(851,277)</u>	<u>(1,702,554)</u>

(*) The amount reported does not include the impact of transaction costs.

Reference: Ptax from Bacen (Central Bank of Brasil), considering the last business day of September 2021.

Interest rate risk

The Company is exposed to the interest rate risk in transactions related to financial investments and loans indexed to CDI.

At the date of the condensed interim financial statements, the profile of the financial instruments remunerated by variable interest of the Company was:

Financial instruments	Note	Parent company		Consolidated	
		09/30/2021	03/31/2021	09/30/2021	03/31/2021
Financial investments - CDB	4	617,661	936,978	617,661	936,978
Short-term investment linked to loans	6	115,617	28,876	115,617	28,876
Loans for working capital	13	(1,152,984)	(505,381)	(1,152,984)	(505,381)
Total		(419,706)	460,473	(419,706)	460,473

Interest rate risk on financial assets and liabilities - sensitivity analysis

Based on the rate of CDI in force as of September 30, 2021 a probable scenario (level 1) was defined to calculate the interest income / expense for a 12-month period, assuming every other variable is held constant, and based on this, changes of 25% (level 2) and 50% (level 3) are calculated, as the charts below:

	Consolidated Exposure at 09/30/2021	Risk	Probable (Level 1)		Appreciation (R\$) (Level 2) (Level 3)		Depreciation (R\$) (Level 2) (Level 3)	
			%	Value	25%	50%	25%	50%
Financial instruments								
Financial investments - CDB	617,661	CDI	6.15	37,986	47,485	56,979	28,490	18,993
Short-term investment linked to loans	115,617	CDI	6.15	7,110	8,888	10,665	5,333	3,555
Loans for working capital	(1,152,984)	CDI	6.15	(70,909)	(88,636)	(106,364)	(53,181)	(35,454)
Total	(419,706)			(25,813)	(32,264)	(38,719)	(19,360)	(12,906)
Impact on net profit and equity					(6,451)	(12,906)	6,453	12,907

Reference: CDI information was obtained from CETIP's (clearinghouse for the custody and financial settlement of securities), considering the last business day of September, 2021.

Derivative financial instruments

The Company has operations that may be impacted by the variation of foreign currencies. Among these exposures is a USD denominated loan for investments net of USD 621,285 thousand (R\$ 3,379,412) as of September 30, 2021.

The Company manages a portion of this risk through the use of derivative financial instruments, primarily swaps, options and non-deliverable forward contracts ('NDF's'), to reduce the exposure to foreign currency fluctuations between the Brazilian Real and the US dollar.

The open positions as of September 30, 2021 and March 31, 2021, including maturity dates, weighted average strike rates and fair value are detailed below.

Type	Sold/Purchased	Acquisition Date	Expiration date	Days remaining until maturity	Currency	Notional	Consolidated Fair value at 09/30/2021
NDF	Purchased	05/06/2021	10/14/2021	161	USD	1,583	129
NDF	Purchased	05/28/2021	10/29/2021	154	USD	474	69
NDF	Purchased	04/29/2021	11/01/2021	186	USD	1,191	45
NDF	Purchased	11/18/2020	11/01/2021	348	USD	346	4
NDF	Purchased	05/28/2021	11/01/2021	157	USD	891	132
NDF	Purchased	04/29/2021	11/01/2021	186	USD	24	1
NDF	Purchased	05/06/2021	11/26/2021	204	USD	3,164	135
NDF	Purchased	05/06/2021	11/26/2021	204	USD	5,208	248
NDF	Purchased	05/06/2021	11/26/2021	204	USD	5,291	270
NDF	Purchased	05/06/2021	11/29/2021	207	USD	183	17
NDF	Purchased	05/06/2021	11/29/2021	207	USD	1,008	164
NDF	Purchased	06/01/2021	11/29/2021	181	USD	56	13
NDF	Purchased	04/29/2021	11/30/2021	215	USD	322	13
NDF	Purchased	11/18/2020	11/30/2021	377	USD	1,819	40
NDF	Purchased	06/02/2021	11/30/2021	181	USD	114	35
NDF	Purchased	06/01/2021	11/30/2021	182	USD	1,622	378
NDF	Purchased	04/29/2021	12/20/2021	235	USD	563	23
NDF	Purchased	12/09/2020	01/31/2022	418	USD	5,000	1,362
NDF	Purchased	06/01/2021	03/30/2022	302	USD	167	44
NDF	Purchased	06/01/2021	08/01/2022	426	USD	1,150	335
NDF	Purchased	06/01/2021	08/15/2022	440	USD	1,150	348
NDF	Purchased	06/01/2021	08/25/2022	450	USD	350	104

FS Agrisolutions Indústria de Biocombustíveis Ltda.
Condensed interim financial statements as of
September 30, 2021

NDF	Purchased	06/01/2021	08/30/2022	455	USD	4,920	1,512
NDF	Purchased	06/01/2021	08/30/2022	455	USD	2,046	613
NDF	Purchased	06/02/2021	08/30/2022	454	USD	758	283
NDF	Purchased	06/16/2021	09/01/2022	442	USD	1,661	718
NDF	Purchased	06/02/2021	09/15/2022	470	USD	373	144
NDF	Purchased	06/02/2021	09/26/2022	481	USD	242	95
NDF	Purchased	06/02/2021	09/28/2022	483	USD	350	139
NDF	Purchased	06/02/2021	09/29/2022	484	USD	362	143
NDF	Purchased	06/16/2021	09/30/2022	471	USD	13,311	5,934
NDF	Purchased	06/02/2021	10/17/2022	502	USD	338	136
Swap	Purchased	08/11/2021	10/29/2021	79	ETH	1,500	178
Total Derivative financial instruments (assets)							13,804

Consolidated							
Type	Sold/Purchased	Acquisition Date	Expiration date	Days remaining until maturity	Currency	Notional	Fair value at 09/30/2021
NDF	Purchased	11/10/2020	10/29/2021	353	USD	700	(15)
Futures	Sold	03/30/2021	10/29/2021	213	ETH	1,500	(1,388)
NDF	Purchased	11/09/2020	11/01/2021	357	USD	974	(51)
NDF	Purchased	11/10/2020	11/01/2021	356	USD	76	(1)
NDF	Purchased	11/10/2020	11/29/2021	384	USD	1,359	(14)
NDF	Purchased	04/20/2021	11/30/2021	224	USD	2,165	(389)
NDF	Purchased	04/22/2021	11/30/2021	222	USD	751	(73)
NDF	Purchased	11/10/2020	11/30/2021	385	USD	1,664	(20)
NDF	Purchased	04/28/2021	11/30/2021	216	USD	251	(9)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(40,857)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(40,857)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(40,857)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(40,857)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(40,857)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(40,856)
Swap	Purchased	01/21/2021	12/11/2023	1054	USD	49,444	(40,592)
Swap Etanol	Sold	03/30/2021	09/30/2021	184	ETH	1,500	(1,455)
Swap	Purchased	09/15/2021	09/15/2025	1461	CDI + 2,3%	150,000	(1,279)
Swap	Purchased	09/15/2021	09/15/2025	1461	CDI + 2,3%	150,000	(1,034)
Total Derivative financial instruments (liabilities)							(291,461)

Consolidated							
Type	Sold/Purchased	Acquisition Date	Expiration date	Days remaining until maturity	Currency	Notional	Fair value at 03/31/2021
NDF	Purchased	11/18/2020	04/30/2021	163	USD	130	38
NDF	Purchased	07/22/2020	07/30/2021	373	USD	1,800	765
NDF	Purchased	11/18/2020	07/30/2021	254	USD	35	10
NDF	Purchased	12/01/2020	07/30/2021	241	USD	35	13
NDF	Purchased	12/03/2020	07/30/2021	239	USD	600	291
Swap	Sold	03/30/2021	07/30/2021	122	ETH	1,500	1
NDF	Purchased	03/03/2020	08/02/2021	517	USD	433	443
NDF	Purchased	12/03/2020	08/16/2021	256	USD	400	192
NDF	Purchased	07/22/2020	08/30/2021	404	USD	983	416
NDF	Purchased	11/10/2020	08/30/2021	293	USD	1,497	336
NDF	Purchased	11/18/2020	08/30/2021	285	USD	196	55
NDF	Purchased	12/01/2020	08/30/2021	272	USD	718	269
NDF	Purchased	11/10/2020	09/15/2021	309	USD	825	205
NDF	Purchased	12/01/2020	09/15/2021	288	USD	639	238
NDF	Purchased	02/20/2020	09/30/2021	588	USD	279	317
NDF	Purchased	05/21/2020	09/30/2021	497	USD	8,500	43
NDF	Purchased	05/21/2020	09/30/2021	497	USD	2,828	33
NDF	Purchased	11/09/2020	09/30/2021	325	USD	17,021	3,679
NDF	Purchased	11/10/2020	09/30/2021	324	USD	803	199
NDF	Purchased	11/18/2020	09/30/2021	316	USD	2,147	607
NDF	Purchased	11/10/2020	10/29/2021	353	USD	700	173
NDF	Purchased	11/09/2020	11/01/2021	357	USD	974	211
NDF	Purchased	11/10/2020	11/01/2021	356	USD	76	19
NDF	Purchased	11/18/2020	11/01/2021	348	USD	346	96
NDF	Purchased	11/10/2020	11/29/2021	384	USD	1,359	332
NDF	Purchased	11/10/2020	11/30/2021	385	USD	1,664	404
NDF	Purchased	11/18/2020	11/30/2021	377	USD	1,819	502
Futures	Sold	03/31/2021	11/30/2021	244	ETH	3,300	19
NDF	Purchased	12/09/2020	01/31/2022	418	USD	5,000	3,445
Total Derivative financial instruments (assets)							13,351

Consolidated							
Type	Sold/Purchased	Acquisition Date	Expiration date	Days remaining until maturity	Currency	Notional	Fair value at 03/31/2021
Swap	Purchased	12/09/2020	06/07/2021	180	USD	5,000	(109)
Futures	Sold	03/31/2021	08/31/2021	153	ETH	12,150	(346)
Swap	Sold	03/30/2021	08/31/2021	154	ETH	1,500	(69)
Futures	Sold	03/31/2021	09/30/2021	183	ETH	12,300	(283)
Swap	Sold	03/30/2021	09/30/2021	184	ETH	1,500	(52)
Futures	Sold	03/31/2021	10/29/2021	212	ETH	12,270	(834)

FS Agrisolutions Indústria de Biocombustíveis Ltda.
Condensed interim financial statements as of
September 30, 2021

Swap	Sold	03/30/2021	10/29/2021	213	ETH	1,500	(56)
Swap	Purchased	12/09/2020	12/06/2021	362	USD	5,000	(447)
Swap	Purchased	12/09/2020	01/31/2022	418	USD	5,000	(186)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(7,878)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(7,878)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(7,878)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(7,878)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(7,878)
Swap	Purchased	12/08/2020	12/09/2023	1096	USD	50,000	(7,878)
Swap	Purchased	01/21/2021	12/11/2023	1054	USD	50,000	(9,418)
Total Derivative financial instruments (liabilities)							(59,068)

Income from derivative financial instruments

The Company recorded the gains and losses on these transactions in the statement of income for the period, as detailed below:

	Parent company				Consolidated			
	09/30/2021	09/30/2021	09/30/2020	09/30/2020	09/30/2021	09/30/2021	09/30/2020	09/30/2020
	(3 months)	(6 months)	(3 months)	(6 months)	(3 months)	(6 months)	(3 months)	(6 months)
Gain with derivative operations	14,264	45,204	125,771	133,495	14,264	45,204	125,771	133,495
Losses with derivative operations	(46,762)	(327,207)	1,427	14,539	(46,762)	(327,207)	1,427	14,539
Total	(32,498)	(282,003)	127,198	148,034	(32,498)	(282,003)	127,198	148,034

20 Income taxes and social contribution

a. Current income taxes and social contribution

	Parent company		Consolidated	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021
Income tax recoverable (IRPJ)	17,139	164	17,139	164
Income tax recoverable (CSLL)	3	5	3	5
Total	17,142	169	17,142	169

b. Deferred income taxes and social contribution

Deferred taxes on assets, liabilities and income are as follows:

	Assets		Liabilities		Equity		Consolidated Income statements	
	09/30/2021	03/31/2021	09/30/2021	03/31/2021	09/30/2021	03/31/2021	09/30/2021	09/30/2020
							(6 months)	(6 months)
Deferred income and social contribution taxes								
Allowance for expected losses on credit	46	49	-	-	-	-	(3)	(71)
Bonus provisions	3,426	4,416	-	-	-	-	(990)	(1,889)
Trade payables provision	6,705	6,612	-	-	-	-	93	-
Unrealized Financing Exchange gains or losses	-	-	-	-	-	-	-	(10,156)
Capitalized loan interest	-	-	55,495	60,872	-	-	5,378	(9,652)
Costs transaction	-	-	-	-	-	-	-	30
Financial instruments	99,097	20,207	4,693	4,630	-	-	78,827	(11,139)
Adjustment to present value	11,895	2,515	5,470	214	-	289	4,123	1,757
Fair value adjustment - biological assets	-	-	4,582	5,889	-	-	1,307	(4,361)
Accrued tax loss	48,255	146,463	-	-	-	-	(98,208)	18,620
Depreciation	-	-	162,276	120,395	-	-	(41,883)	(16,201)
Others	8,147	4,44734	4,508	1,886	-	-	1,054	4,224
	177,571	184,735	237,024	193,886	-	289	(50,302)	(28,838)
Offsetting (*)	(177,571)	(184,735)	177,571	184,735	-	-	-	-
Net deferred tax assets	-	-	59,453	9,151	-	289	(50,302)	(28,838)

(*) Balances of assets and liabilities are offset since they are related to taxes controlled by the same tax authority.

c. Effective rate reconciliation

Deferred taxes are calculated based on income and social contribution tax rates in the total of 34%.

Deferred tax resulting from the adjustment to present value has been amortized, in line with the maturity of the financial transactions that generated it.

Effective rate reconciliation	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Profit before income and social contribution taxes	144,611	727,625	170,445	94,122	144,611	727,625	170,445	94,122
Nominal rate	34%	34%	34%	34%	34%	34%	34%	34%
Tax expense at nominal rate	(49,168)	(247,393)	(57,951)	(32,001)	(49,168)	(247,393)	(57,951)	(32,001)
Adjustment of income and social contribution taxes								
Permanent exclusion - tax incentive - (PRODEIC)	12,635	23,900	7,749	(5,247)	12,635	23,900	7,749	(5,247)
Other permanent exclusion (addition), net	(93)	917	-	-	(93)	917	-	-
Others	(673)	1,891	(1,524)	8,410	(673)	1,891	(1,524)	8,410
Tax and social contribution	(37,299)	(220,685)	(51,726)	(28,838)	(37,299)	(220,685)	(51,726)	(28,838)
Reconciliation with values presented in the final period								
Current tax	(10,171)	(170,383)	-	-	(10,171)	(170,383)	-	-
Deferred tax	(27,128)	(50,302)	(51,726)	(28,838)	(27,128)	(50,302)	(51,726)	(28,838)
Tax and social contribution	(37,299)	(220,685)	(51,726)	(28,838)	(37,299)	(220,685)	(51,726)	(28,838)
Tax incentive	17,641	124,602	-	-	17,641	124,602	-	-
Tax and social contribution in the end of the period	(19,658)	(96,083)	(51,726)	(28,838)	(19,658)	(96,083)	(51,726)	(28,838)
Effective rate	14%	13%	30%	31%	14%	13%	30%	31%

Realization

Deferred tax assets and liabilities are adjusted for the effects of changes in tax laws and rates on the date of enactment. Given Brazilian tax code allows a Company to carryforward losses indefinitely, the Management estimate the realization of the deferred tax assets accordingly with its budget and strategic plan, based on the estimated realization schedule of assets and liabilities that gave rise to them, and also in taxable income projections for the subsequent years. According to the Company's projection, deferred tax assets will realize as follows:

September 30, 2021	Book Value	Until 12 months	1 to 2 years	Consolidated 2 to 3 years
Accrued tax loss	48,255	48,255	-	-
Others	129,316	129,316	-	-
Total	177,571	177,571	-	-

March 31, 2021	Book Value	Until 12 months	1 to 2 years	Consolidated 2 to 3 years
Accrued tax loss	146,463	66,902	44,896	34,665
Others	38,272	38,272	-	-
Total	184,735	105,174	44,896	34,665

21 Information by segment

The Company has three strategic divisions which are its reportable segments. These divisions offer specific products and are managed separately, as they require different sales and marketing strategies. Management bases its decisions with regards to each segment separately utilizing both internal and external information, and parent company and consolidated condensed interim financial statements and considering both the micro and macroeconomic indicators for each segment.

The following table describes the operations of each of the Company's reportable segments:

Ethanol	Sales of anhydrous and hydrous ethanol.
Animal Nutrition	Sales of DDG (<i>Distiller's dried grains</i>) and corn oil
Energy co-generation	Sales and resale of energy co-generation

Other aspects of the Company's operations consist of the selling of excess steam produced as a consequence of production and selling of corn inventories when necessary, the management presents these other activities as 'other segment'. The operating assets related to these segments are all located in Brazil.

Information about reportable segments

For analysis of the reportable segment results and for decisions about pricing, Management evaluates the net revenue, less the logistics costs (freight expenses) of sales.

Management's decision about resource allocation and monitoring of performance of each segment, is based on the net revenue less freight expenses. The products sold by the Company all originate from a single operational process – the grinding of corn – and therefore management does not allocate costs and expenses between the segments in its internal reporting. Furthermore, the Company's assets and liabilities are not allocated by segment.

Segment revenue	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Anhydrous	565,034	946,718	180,381	322,272	565,034	946,718	180,381	322,272
Hydrous	485,257	987,290	225,538	462,881	485,257	987,290	225,538	462,881
Ethanol	1,050,291	1,934,008	405,919	785,153	1,050,291	1,934,008	405,919	785,153
High protein	158,790	321,177	77,626	129,663	158,790	321,177	77,626	129,663
High fiber	58,988	101,368	31,423	58,361	58,988	101,368	31,423	58,361
Wet cake	24,611	46,293	8,500	18,743	24,611	46,293	8,500	18,743
Corn oil	62,692	114,976	22,321	38,556	62,692	114,976	22,321	38,556
Animal nutrition	305,081	583,814	139,870	245,323	305,081	583,814	139,870	245,323
Energy co-generation	17,866	25,356	6,163	11,539	17,866	25,356	6,163	11,539
Other segment	49,851	88,797	50,159	121,873	49,851	88,797	50,159	121,873
Total net revenue from segments	1,423,089	2,631,975	602,111	1,163,888	1,423,089	2,631,975	602,111	1,163,888
Reclassification - Sales Freight	97,223	182,946	59,644	108,035	97,223	182,946	59,644	108,035
Total net revenue	1,520,312	2,814,921	661,755	1,271,923	1,520,312	2,814,921	661,755	1,271,923
Cost of goods sold	(806,658)	(1,492,634)	(364,701)	(764,197)	(806,658)	(1,492,634)	(364,701)	(764,197)
Gross profit	713,654	1,322,287	297,054	507,726	713,654	1,322,287	297,054	507,726
Operational expenses	(28,447)	(56,195)	(10,807)	(27,300)	(28,748)	(56,797)	(10,807)	(27,300)
Equity accounted investees, net of tax	(600)	1,453	-	-	-	-	-	-
Reclassification - Sales Freight	(97,223)	(182,946)	(59,644)	(108,035)	(97,223)	(182,946)	(59,644)	(108,035)
Total operational expenses	(126,270)	(237,688)	(70,451)	(135,335)	(125,971)	(239,743)	(70,451)	(135,335)
Net finance costs	(442,773)	(356,974)	(56,158)	(278,269)	(443,072)	(354,919)	(56,158)	(278,269)
Profit before income and social contribution taxes	144,611	727,625	170,445	94,122	144,611	727,625	170,445	94,122

* Reclassification of logistic expenses on sales of products, that is reported by Administration in net revenue.

During the six-month period ended in September 30, 2021 and 2020, the Company had customers that represented over 10% of its net revenues. The top 5 customers account for 58% and 60%, respectively, of the gross revenue.

22 Net revenue

	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Internal market								
Ethanol	1,167,085	2,148,189	497,550	942,046	1,167,085	2,148,189	497,550	942,046
DDG	281,621	548,531	145,528	259,145	281,621	548,531	145,528	259,145
Corn oil	78,573	144,758	31,241	54,381	78,573	144,758	31,241	54,381
Energy co-generation	19,004	27,186	6,753	12,694	19,004	27,186	6,753	12,694
Other*	65,320	116,603	56,041	135,815	65,320	116,603	56,041	135,815
External market								
Ethanol	70,872	105,406	7,642	24,396	70,872	105,406	7,642	24,396
Gross operating revenue	1,682,475	3,090,673	744,755	1,428,477	1,682,475	3,090,673	744,755	1,428,477
Deductions								
Sales tax and other deductions	(116,071)	(226,267)	(79,159)	(144,343)	(116,071)	(226,267)	(79,159)	(144,343)
Return of sales	(46,092)	(49,485)	(3,841)	(12,211)	(46,092)	(49,485)	(3,841)	(12,211)
	(162,163)	(275,752)	(83,000)	(156,554)	(162,163)	(275,752)	(83,000)	(156,554)
Net revenue	1,520,312	2,814,921	661,755	1,271,923	1,520,312	2,814,921	661,755	1,271,923

*Other revenues of R\$ 116,6034 is composed of resale of corn R\$ 115,044 and steam R\$ 1,559 for the six-month period ended September 30, 2021 (R\$ 133,120 and R\$ 2,695, respectively for the six-month period ended September 30, 2020).

Performance obligations and revenue recognition policies

The revenue is measured on the basis of the consideration specified in the contract with the customer. The Company recognizes the revenue when it transfers control over the product to the customer.

Ethanol	The Company recognizes revenue by reflecting the consideration it expects to receive in exchange for the control of goods. There is no estimate of losses in relation to sales and there is no loyalty program. The Company considers that all performance obligations are fulfilled at the time the final product is delivered, which is also the time when revenue is recognized. For energy co-generation, the revenue is recognized when it is available on the transmission line.
DDG	
Corn Oil	
Energy co-generation	

As of September 30, 2021, sales to external market is composed of sales of ethanol to India with a revenue of R\$ 105,406.

23 Cost of goods sold

Production costs for the period are allocated across the Company's product line utilizing the relative sales value methodology. Below is a table showing the cost of goods sold allocated by production inputs for the period ended September 30, 2021 and 2020:

	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Corn	(615,031)	(1,115,086)	(235,934)	(473,589)	(615,031)	(1,115,086)	(235,934)	(473,589)
Biomass	(39,576)	(81,957)	(28,446)	(65,646)	(39,576)	(81,957)	(28,446)	(65,646)
Labor	(14,070)	(27,921)	(12,074)	(24,476)	(14,070)	(27,921)	(12,074)	(24,476)
Enzymes	(14,778)	(30,003)	(10,428)	(21,815)	(14,778)	(30,003)	(10,428)	(21,815)
Depreciation	(28,234)	(58,685)	(16,173)	(39,631)	(28,234)	(58,685)	(16,173)	(39,631)
Production	(11,306)	(27,384)	(6,475)	(10,606)	(11,306)	(27,384)	(6,475)	(10,606)
Chemicals	(21,316)	(37,495)	(9,770)	(21,665)	(21,316)	(37,495)	(9,770)	(21,665)
Maintenance	(10,515)	(20,771)	(5,172)	(11,530)	(10,515)	(20,771)	(5,172)	(11,530)
Lab	(787)	(1,354)	(560)	(1,120)	(787)	(1,354)	(560)	(1,120)
Resale costs*	(51,045)	(91,979)	(39,669)	(94,119)	(51,045)	(91,979)	(39,669)	(94,119)
Total	(806,658)	(1,492,634)	(364,701)	(764,197)	(806,658)	(1,492,634)	(364,701)	(764,197)

* Not part of the production costs as it is costs to procure energy and corn from the market which was subsequently sold.

24 Selling expenses

Expenses incurred in the process of selling are as follows:

	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Expenses with freight on sales	(97,222)	(182,945)	(59,644)	(108,035)	(97,222)	(182,945)	(59,644)	(108,035)
Personnel expenses	(6,455)	(10,758)	(7,410)	(11,059)	(6,455)	(10,758)	(7,410)	(11,059)
Expenses with contracted services	(704)	(1,128)	(209)	(365)	(704)	(1,128)	(209)	(365)
Allowance for expected credit losses	13	10	101	209	13	10	101	209
Travel expenses	(122)	(302)	(22)	(56)	(122)	(302)	(22)	(56)
Other selling expenses	(159)	(288)	(44)	(292)	(159)	(288)	(44)	(292)
Total	(104,649)	(195,411)	(67,228)	(119,598)	(104,649)	(195,411)	(67,228)	(119,598)

25 General and administrative expenses

The general and administrative expenses incurred in the period are as follows:

	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Personnel expenses	(11,852)	(22,621)	(9,904)	(18,350)	(11,852)	(22,621)	(9,904)	(18,350)
Expenses with contracted services	(5,942)	(9,786)	(3,501)	(5,121)	(6,242)	(10,387)	(3,501)	(5,121)
Depreciation and amortization expenses	(1,073)	(1,973)	(1,085)	(1,972)	(1,073)	(1,973)	(1,085)	(1,972)
Travel expenses	(863)	(1,500)	(228)	(539)	(863)	(1,500)	(228)	(539)
Expenses with taxes and fees	(137)	(336)	(261)	(388)	(137)	(336)	(261)	(388)
Office expenses	(658)	(1,331)	(381)	(941)	(658)	(1,331)	(381)	(941)
Other operating income (expenses)	(2,658)	(4,211)	(94)	(1,111)	(2,658)	(4,211)	(94)	(1,111)
Total	(23,183)	(41,758)	(15,454)	(28,422)	(23,483)	(42,359)	(15,454)	(28,422)

26 Other results

The other results incurred in the period are as follows:

	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Fair value of biological assets	1,085	(3,844)	12,827	12,827	1,085	(3,844)	12,827	12,827
Other expenses	(761)	(3,620)	(1,572)	(805)	(761)	(3,620)	(1,572)	(805)
Carbon credit (CBIO)	2,223	2,731	577	577	2,223	2,731	577	577
Donations	1,482	4,179	316	175	1,482	4,179	316	175
Inventory differences	(1,867)	(1,418)	83	(89)	(1,867)	(1,418)	83	(89)
Total	2,162	(1,972)	12,231	12,685	2,162	(1,972)	12,231	12,685

27 Net finance income (costs)

	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Finance income								
Interests over short term investments	10,438	19,065	4,534	8,663	93,026	190,885	4,534	8,663
Discounts obtained	370	876	403	949	370	876	403	949
Adjustment to present value - receivables	1,827	4,924	1,903	3,439	1,827	4,924	1,903	3,439
Gain with derivative operations	14,264	45,204	125,771	133,495	14,264	45,204	125,771	133,495
Interest income	77	142	122	159	77	142	122	159
	26,976	70,211	132,733	146,705	109,564	242,031	132,733	146,705
Finance expenses								
Interest expense on loans	(101,025)	(193,020)	(76,358)	(143,973)	(179,235)	(352,856)	(76,358)	(143,973)
Interest expense on loans with related parties	-	-	(1,475)	(2,899)	-	-	(1,475)	(2,899)
Adjustment to present value - trade payables	(24,574)	(28,992)	(13,575)	(15,857)	(24,574)	(28,992)	(13,575)	(15,857)
Adjustment to present value - loans with related parties	-	-	(25)	(49)	-	-	(25)	(49)
Bank fees	(9,433)	(16,554)	(5,396)	(10,463)	(13,865)	(25,746)	(5,396)	(10,463)
Taxes (IOF)	(1,500)	(1,684)	-	(5)	(1,500)	(1,684)	-	(5)
Losses with derivative operations	(46,762)	(327,207)	1,427	(14,539)	(47,006)	(327,945)	1,427	(14,539)
Other	(14,240)	(24,163)	(10,585)	(20,226)	(14,240)	(24,163)	(10,585)	(20,226)
	(197,535)	(591,620)	(105,987)	(208,011)	(280,423)	(761,386)	(105,987)	(208,011)
Income foreign exchange rate variation	46,610	477,424	486	10,322	46,610	477,424	486	10,322
Expense foreign exchange rate variation	(318,824)	(312,989)	(83,390)	(227,285)	(318,824)	(312,989)	(83,390)	(227,285)
	(272,214)	164,435	(82,904)	(216,963)	(272,214)	164,435	(82,904)	(216,963)
Net finance income (costs)	(442,773)	(356,974)	(56,158)	(278,269)	(443,072)	(354,920)	(56,158)	(278,269)

Gain (loss) on the derivative transaction is a consequence of fair value adjustments, as disclosed in note 19.

The result of the foreign exchange variation as of September 30, 2021 and 2020 is presented according to the following breakdown:

	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Net exchange variations of payables								
Foreign exchange rate variation of trade payables unrealized	1,753	9,341	(1,681)	(7,069)	1,753	9,341	(1,681)	(7,069)
Foreign exchange rate variation of trade payables	(6,031)	(6,305)	(728)	(952)	(6,031)	(6,305)	(728)	(952)
	(4,278)	3,036	(2,409)	(8,021)	(4,278)	3,036	(2,409)	(8,021)
Net exchange variation on restricted cash								
Foreign exchange rate variation of restricted cash unrealized	-	-	-	319	-	-	-	319
Foreign exchange rate variation of restricted cash	-	-	447	229	-	-	447	229
	-	-	447	548	-	-	447	548
Net exchange variation on loan								
Foreign exchange rate variation on loan unrealized	(267,936)	158,968	(80,111)	(206,490)	(267,936)	158,968	(80,111)	(206,490)
Foreign exchange rate variation on loan	-	2,431	(831)	(3,000)	-	2,431	(831)	(3,000)
	(267,936)	161,399	(80,942)	(209,490)	(267,936)	161,399	(80,942)	(209,490)
Net income (loss) of exchange variation	(272,214)	164,435	(82,904)	(216,963)	(272,214)	164,435	(82,904)	(216,963)

28 Earnings per quota

The table below reconciles the profit for the period with the amounts used to calculate the basic and diluted profit per quota:

	Parent company				Consolidated			
	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)	09/30/2021 (3 months)	09/30/2021 (6 months)	09/30/2020 (3 months)	09/30/2020 (6 months)
Profit for the period (a)	124,956	631,542	118,719	65,284	124,956	631,542	118,719	65,284
Average thousands of quota (b)	85,144	85,144	83,181	83,181	85,144	85,144	83,181	83,181
Earnings per quota basic and diluted (in Reais) (a) / (b) x 1000	1.47	7.42	1.43	0.78	1.47	7.42	1.43	0.78

Basic earnings per quota are calculated by dividing the net profit attributable to the quotaholders by the weighted average number of outstanding quotas during the period.

Diluted earnings per quota are calculated by adjusting the net profit attributable to quotaholders and the weighted average number of outstanding quotas during the period, taking into account the

effects of all dilutive potential quota (equity instrument or contractual arrangements that are convertible into quotas).

Basic and diluted earnings are identical as the Company has no potential quotas in issue.

29 Commitments

The Company had the following commitments effective on September 30, 2021:

- a) Selling of ethanol of 366,578 cubic meters, which will occur until April 2022 with a price that fluctuates based on current market prices at the time of sale.
- b) Sale of steam of 42,601 tons, which will occur until April 2022, with a fixed price of R\$ 100.80 per ton.
- c) Selling of DDGs of 1,134,421 tons, which will occur until March 2023 at a gross average price of R\$ 632.09 per ton.
- d) Selling of corn oil of 4,493 tons, which will occur until March 2022 at a gross average price of R\$ 5,556 per ton.
- e) Selling of energy of 178,512 MWh, which will occur until December 2023 at a gross average price of R\$ 283.03 per MWh. and purchase of energy of 4,416 MWh that will occur until December 2021 at an average price of R\$ 393.50 per MWh.
- f) The Company carries out operations to purchase forward commodities (raw material - corn), with fixed prices, to avoid being exposed to price fluctuations in that commodity. Pursuant to CPC 47/IFRS 9, the fair value of this financial instrument is not recognized for the open term contracts, as they are negotiated with the purpose to receive the corn in the facilities, in accordance with the Company's purchase and expected use requirements. As of September 30, 2021, the Company had corn purchase contracts with a contracted price on volume of 2,444,531 tons of corn at a total cost of approximately R\$ 2,254 billion, which represents a gross average price of R\$ 55.32 per 60 kg bag that will occur until December 2021.
- g) Contracts for the purchase of eucalyptus and forest development at a gross average contracted price of R\$ 34.10 per cubic meter, which totals R\$ 74,931, of which R\$ 12,261 has already been advanced and the remainder of which will occur until March 2025.

30 Related parties

a. Parent and ultimate controlling party

At the six-month period ended in September 30, 2021 and at the year ended March 31, 2021 the Company's direct parent company was Summit Brazil Renewables I LLC (Summit).

b. Remuneration of key management personnel

The directors are the key management personnel who have authority and responsibility for planning, directing and controlling the Company's activities. For the six-month period ended in September 30, 2021 and 2020, short-term benefits (salaries, profit sharing, medical care, housing, among others) were accrued to managers and recorded under 'Personnel Expenses'.

The remuneration of key management personnel comprises:

	Parent company				Consolidated			
	09/30/2021	09/30/2021	09/30/2020	09/30/2020	09/30/2021	09/30/2021	09/30/2020	09/30/2020
	(3 months)	(6 months)	(3 months)	(6 months)	(3 months)	(6 months)	(3 months)	(6 months)
Short term benefit	3,648	7,016	11,361	12,933	3,648	7,016	11,361	12,933

c. Related party transactions

The main balances of assets and liabilities, (excluding loans), as well as the transactions that influenced the result of the period, related to transactions with related parties are:

Suppliers	Note	Parent company		Consolidated	
		09/30/2021	03/31/2021	09/30/2021	03/31/2021
Nature of relationship					
Other related parties		94,489	-	94,489	-
	12	<u>94,489</u>	<u>-</u>	<u>94,489</u>	<u>-</u>

Trade receivable		Parent company		Consolidated	
		09/30/2021	03/31/2021	09/30/2021	03/31/2021
Nature of relationship					
Other related parties		5,300	1,987	5,300	1,987
Non-controlling		8	601	8	601
	7	<u>5,308</u>	<u>2,588</u>	<u>5,308</u>	<u>2,588</u>

Advances to suppliers		Parent company		Consolidated	
		09/30/2021	03/31/2021	09/30/2021	03/31/2021
Nature of relationship					
Non-controlling		191	191	191	191
	9	<u>191</u>	<u>191</u>	<u>191</u>	<u>191</u>

The Company maintains balance in trade account payable with related parties regarding the acquisition of raw material in the period and maintains balance in trade receivables with related parties referring to the sale of DDG over the period. The Company maintains adherence to the internal policies ensuring all transactions are conducted at an arm's length basis.

The purchase of products and services from related parties are listed below:

			Consolidated
April 01 to September 30, 2021	Cost		
Nature of relationship	acquisition	Product	
Other related parties	116,943	Corn	
Non-controlling	25,392	Corn	
April 01 to March 31, 2021	Cost		
Nature of relationship	Acquisition	Service	
Other related parties	6,936	Warehouse monthly rent	

			Consolidated
April 01 to September 30, 2020	Cost		
Nature of relationship	Acquisition	Product	
Other related parties	88,831	Corn	
Non-controlling	53	Corn	

April 01 to September 30, 2020	Cost	Service
Nature of relationship	acquisition	
Other related parties	8,336	Warehouse monthly rent

The sales of products to related parties are listed below:

		Consolidated
April 01 to September 30, 2021		
Nature of relationship	Revenue	Product
Other related parties	4,400	DDG Hi-fiber
Non-controlling	612	DDG Wetcake
Other related parties	2,386	Steam
Other related parties	1,559	Corn Oil
Other related parties	16,963	Corn sold

		Consolidated
April 01 to September 30, 2020		
Nature of relationship	Revenue	Product
Other related parties	1,761	Steam
Non-controlling	1,596	DDG Wetcake
Other related parties	2,656	DDG Hi-fiber
Other related parties	215	DDG Hi-protein

31 Statements of cash flows

During the six-month period ended on September 30, 2021 and 2020, property, plant and equipment were acquired at a total net cash outflow of R\$ 273,294 and R\$ 426,715, respectively, as follows (see note 11):

	Parent company		Consolidated	
	09/30/2021	09/30/2020	09/30/2021	09/30/2020
Cost of acquisition of fixed assets	183,832	499,316	183,832	499,316
Movement of payables related to fixed assets	157,894	(18,105)	157,894	(18,105)
Capitalization of loan costs	(874)	(36,971)	(874)	(36,971)
Right of use capitalized (bearer plant)	-	(1,051)	-	(1,051)
Right of use	(59,230)	(10,803)	(59,230)	(10,803)
Others	(8,328)	(5,671)	(8,328)	(5,671)
Net acquisition of property, plant and equipment	273,294	426,715	273,294	426,715

32 Subsequent events

a) Green Bond offering

On October 5, 2021, the Company through the subsidiary FS Lux reopened the Green Bond offer ('Retap'), offering for an additional amount of USD 80,000 thousand (R\$ 436,888) keeping the same characteristics from the original issuance (see note 13). The Green Bonds were issued with a yield of 7.131% p.y., instead of the original rate of 10.0% p.y., resulting in a premium received of USD 8,000 thousand (R\$ 43,688).

b) Dividends

On October 11, 2021, the Board of Directors approved the distribution of interim dividends in the amount of R\$ 105,000, considering the retained earnings as of September 30, 2021.
