

2Q21 Earnings Release



São Paulo, August 11, 2021 – **Ultrapar Participações S.A.** (“Company”, “Ultra Group” or “Ultrapar”, B3: UGPA3 / NYSE: UGP), a company engaged in the oil & gas chain through Ipiranga, Ultragaz and Ultracargo, specialty chemicals through Oxiteno and retail pharmacy with Extrafarma, today announces its results for the second quarter of 2021.

Net revenues	Recurring EBITDA ¹	Net income ¹
R\$ 29 billion	R\$ 898 million	R\$ 290 million
Investments	Cash flow from operations – 1H21	Market cap
R\$ 398 million	R\$ 1.3 billion	R\$ 21 billion

¹ Does not include impairment at Extrafarma of R\$ 395 million

Highlights

- **Record quarterly results** registered at Ultracargo and Oxiteno.
- **Earnings progression and net debt reduction** allowed Ultrapar to reach the **lowest level of financial leverage of the last two years**.
- Approval of **R\$ 218 million in dividends for the 1H21**, equivalent to R\$ 0.20 per share.
- **Start-up of operations of the new Itaquí and Vila do Conde terminals ahead of schedule**, generating additional revenues and results for Ultracargo already in 2021.
- Advance on the Ultrapar's portfolio review process, with the announcement of **Extrafarma and ConectCar divestments**, consistent with the strategy disclosed by the Company. Extrafarma's divestment led to the recognition of an impairment of R\$ 395 million in 2Q21, with no cash effects.
- **Hosting of The Ultra Series – Meet Ultrapar's Leaders** event in July with Marcello Farrel, **AmPm's** Executive Officer, to detail the new convenience store concept and the company-operated stores model, in addition to the discussion on the AmPm's growth and profitability plans.
- **Publishing of the Ultra Group's 2020 Integrated Report** in May, including the disclosure of ESG indicators and initiatives in the environmental, social and governance areas. **Donation of R\$ 1.5 million to the Butantã Institute**, for the purchase of equipment for the new production plant of vaccines against COVID-19 (ButanVac) and influenza.

Update on strategic initiatives

Portfolio review – Transactions announced during 2Q21

1) Extrafarma

- Signing of the sale agreement on May 18 for the enterprise value of R\$ 700 million.
- Extraordinary General Shareholders' Meeting to grant right of first refusal held on June 25 and term of exercise of such rights terminated on July 29. Total exercise below 1% of Extrafarma's capital.
- Recognition of an impairment of Extrafarma's assets of R\$ 395 million in 2Q21, with no cash effects.

2) ConectCar

- Signing of the sale agreement of the 50% stake held by Ultrapar on June 25, for the enterprise value of R\$ 165 million.
- Approval by the Brazilian Antitrust Authority (CADE), with no restrictions, on July 28.

Expansion projects

1) Ultracargo

- Start-up of operations of 25 thousand m³ in Itaqui already on the first half of the year and another 21 thousand m³ concluded in Jul/21, with an average tightening of five months in the original schedule.
- Expected start-up of operations of 110 thousand m³ in Vila do Conde terminal accelerated from 1Q22 to 4Q21, with gradual ramp-up of the capacity.

2) Ultragaz

- Operational start-up of the plants in Fortaleza (state of Ceará) and Belém (state of Pará) expected for the end of 4Q21.

3) Ipiranga

- Operational start-up of storage facilities in Cabedelo (state of Paraíba), Fortaleza (state of Ceará) and Miritituba (state of Pará) in 2021/2022.

4) AmPm

- Opening of 66 company-operated stores year-to-date, totaling 121 stores until July.

Considerations on the financial and operational information

The financial information presented in this document was prepared in accordance with the International Financial Reporting Standards (IFRS) norms. The financial information of Ultrapar corresponds to the Company's consolidated information. The information on Ultragaz, Ultracargo, Oxiten, Ipiranga and Extrafarma are presented without the elimination of intersegment transactions. Therefore, the sum of such information may not correspond to Ultrapar's consolidated information. Additionally, the financial and operational information presented in this document is subject to rounding and consequently, the total amounts presented in the tables and charts may differ from the direct numerical sum of the amounts that precede them.

The financial information presented in this document includes the adoption of the IFRS 16 norm and the segregation of certain expenses pertaining to the holding.

Information denominated EBITDA – Earnings Before Interest, Taxes on Income and Social Contribution on Net Income, Depreciation and Amortization; Adjusted EBITDA – adjusted by the amortization of contractual assets with customers – exclusive rights and by the cash flow hedge from bonds; and EBIT – Earnings Before Interest and Taxes on Income and Social Contribution on Net Income are presented in accordance to Instruction No. 527, issued by the Brazilian Securities and Exchange Commission – CVM on October 4, 2012. The calculation of EBITDA based on net income is shown below:

R\$ million	Quarter			Accumulated	
	2Q21	2Q20	1Q21	1H21	1H20
Net income	(18.2)	50.0	137.4	119.2	218.9
(+) Income and social contribution taxes	54.9	56.2	101.0	155.9	193.3
(+) Net financial (income) expenses	2.8	80.3	333.7	336.4	248.0
(+) Depreciation and amortization	335.7	313.4	332.7	668.4	617.1
EBITDA	375.1	500.0	904.8	1,279.9	1,277.3
Adjustments					
(+) Amortization of contractual assets with customers - exclusive rights (Ipiranga)	80.3	67.5	47.8	128.1	150.0
(+) Amortization of contractual assets with customers - exclusive rights (Ultragaz)	0.4	0.5	0.4	0.8	0.8
(+) Cash flow hedge from bonds (Oxiten)	47.7	43.1	43.3	91.0	62.7
Adjusted EBITDA	503.5	611.0	996.3	1,499.8	1,490.9
Ultragaz	136.5	205.7	150.2	286.8	352.6
Ultracargo	100.2	91.5	92.5	192.7	182.1
Oxiten	273.8	161.6	226.9	500.7	354.1
Ipiranga	421.8	178.7	563.0	984.8	658.6
Extrafarma	(373.0)	13.7	11.5	(361.5)	22.5
Holding ¹ /Others	(55.9)	(40.1)	(47.9)	(103.7)	(79.0)
Non-recurring items that affected EBITDA					
(-) Tax credits (Oxiten)	-	-	-	-	(70.9)
(-) Tax credits (Ultracargo)	-	(11.7)	-	-	(11.7)
(+) Impairment (Extrafarma)	394.7	-	-	394.7	-
Recurring EBITDA	898.1	599.3	996.3	1,894.4	1,408.2
Ultragaz	136.5	205.7	150.2	286.8	352.6
Ultracargo	100.2	79.8	92.5	192.7	170.3
Oxiten	273.8	161.6	226.9	500.7	283.2
Ipiranga	421.8	178.7	563.0	984.8	658.6
Extrafarma	21.6	13.7	11.5	33.2	22.5
Holding ¹ /Others	(55.9)	(40.1)	(47.9)	(103.7)	(79.0)

¹ Mainly expenses related to the governance bodies (Board of Directors, Fiscal Council, Committees), to the Presidency, Financial Department and areas linked to the Group's strategy, risk management, portfolio management and capital allocation, such as IR and M&A

Ultrapar

Amounts in R\$ million	2Q21	2Q20	1Q21	Δ 2Q21 v 2Q20	Δ 2Q21 v 1Q21	1H21	1H20	Δ 1H21 v 1H20
Net revenues	28,526	15,876	23,950	80%	19%	52,476	37,263	41%
Adjusted EBITDA	503	611	996	(18%)	(49%)	1,500	1,491	1%
Recurring EBITDA¹	898	599	996	50%	(10%)	1,894	1,408	35%
Depreciation and amortization ²	416	381	381	9%	9%	797	768	4%
Financial result ³	(50)	(123)	(377)	(59%)	(87%)	(427)	(311)	38%
Net income	(18)	50	137	n/a	n/a	119	219	(46%)
Net income ex-impairment	290	50	137	n/a	111%	428	219	95%
Earnings per share attributable to shareholders ⁴	0.26	0.04	0.12	n/a	110%	0.38	0.19	103%
Investments ⁵	398	361	294	10%	35%	691	711	-3%
Cash flow from operations	1,150	871	128	32%	n/a	1,278	1,803	-29%

¹ Does not include Oxiteno's tax credits of R\$ 71 million in 1Q20, Ultracargo's tax credits of R\$ 12 million in 2Q20, and impairment at Extrafarma of R\$ 395 million in 2Q21

² Includes amortization of contractual assets with clients – exclusive rights

³ Includes the result of the cash flow hedge from bonds

⁴ Calculated in Reais based on the weighted average number of shares over the period, net of shares held in treasury

⁵ Includes R\$ 29 million related to the grant of Ultracargo's terminal in Vila do Conde in 1Q21

Net revenues – Total of R\$ 28,526 million, an increase of 80% and 19% in relation to 2Q20 and 1Q21, respectively, due to increased revenues in all businesses, mainly Ipiranga.

Recurring EBITDA – Total of R\$ 898 million, excluding the impairment at Extrafarma (no cash effects), an increase of 50% compared to 2Q20, due to the increase in EBITDA by Ipiranga, Oxiteno, Ultracargo and Extrafarma, attenuated by the lower EBITDA at Ultragas. Compared to the 1Q21, EBITDA reduced 10% due to the lower EBITDA at Ipiranga and Ultragas, despite the increase of Oxiteno, Ultracargo and Extrafarma.

Results from the holding, affiliates and abastece aí – In addition to the results of the five main businesses, Ultrapar recorded a negative result of R\$ 56 million, mainly composed of (i) R\$ 38 million of negative EBITDA with the holding, R\$ 17 million higher than in 2Q20, mainly due to increased expenses with strategic projects, (ii) R\$ 14 million of negative EBITDA with abastece aí (new digital payment company), due to expenses with technology and marketing to consolidate the performance and expansion of the application and loyalty program and (iii) R\$ 3 million of negative EBITDA from affiliates.

Depreciation and amortization – Total of R\$ 416 million (+9%), due to the increase in investments made over the last twelve months and higher amortization of contractual assets at Ipiranga. In relation to 1Q21, total costs and expenses with depreciation and amortization were 9% higher, due to the higher amortization of contractual assets at Ipiranga.

Financial result (including cash flow hedge) – Ultrapar recognized net financial expenses of R\$ 50 million in 2Q21, compared to net financial expenses of R\$ 123 million in 2Q20, mainly due to accrued interest from extraordinary tax credits related to the ICMS exclusion from the PIS/Cofins calculation basis in the amount of R\$ 73 million in 2Q21. Compared to the 1Q21, when Ultrapar recognized net financial expenses of R\$ 377 million, the difference is explained by the improvement in the mark-to-market of the hedges of the bonds and the accrued interest from tax credits, as mentioned above.

Net income ex-impairment – Total of R\$ 290 million, an increase of R\$ 240 million compared to 2Q20, due to the increase in EBITDA and improvement in financial result. In relation to 1Q21, the increase of 111% resulted mainly from the improvement in the financial result, despite the lower EBITDA.

Cash flow from operations – Generation of R\$ 1.3 billion in the 1H21, compared to the generation of R\$ 1.8 billion in the 1H20, due to the increased investments in working capital for the period, mainly due to increases in fuel and raw material prices, attenuated by the increase in EBITDA.

Ultragaz

	2Q21	2Q20	1Q21	Δ 2Q21 v 2Q20	Δ 2Q21 v 1Q21	1H21	1H20	Δ 1H21 v 1H20
Total volume (000 tons)	439	432	406	1%	8%	845	854	(1%)
Bottled	299	313	274	(4%)	9%	573	600	(5%)
Bulk	140	120	132	17%	6%	272	253	7%
EBITDA (R\$ million)	137	206	150	(34%)	(9%)	287	353	(19%)

Operational performance – The volume sold by Ultragaz in 2Q21 increased by 1% in relation to 2Q20. The bottled segment decreased by 4%, mainly due to the peak demand for LPG bottles in 2Q20 at the beginning of the pandemic. The bulk segment, on the other hand, increased 17% in sales volume, due to sales growth in the industrial, commercial and services segments that were the most impacted by the pandemic in 2020. Compared to 1Q21, the volume sold increased by 8%, reflecting the seasonality between the quarters, and slightly above the market growth.

Net revenues – Total of R\$ 2,346 million (+36%), due mainly to the increase in LPG cost. Compared to 1Q21, net revenues were 15% higher, for the same reason mentioned above.

Cost of goods sold – Total of R\$ 2,115 million (+47%), mainly due to the readjustments of LPG costs by Petrobras. In relation to 1Q21, the cost of goods sold increased by 17%, arising from the same reason mentioned above, in addition to the increase in freight costs (due to the stoppage of REPAR refinery), requalification of tanks and maintenance.

Sales, general and administrative expenses – Total of R\$ 159 million, an increase of 17% in relation to 2Q20, due to the increase in personnel and freight expenses. Compared to 1Q21, the sales, general and administrative expenses increased 9%, mainly due to the increase in expenses with freight and marketing (launching of the new brand).

EBITDA – Total of R\$ 137 million (-34%), due to the strong comparative basis in 2Q20 and the consecutive increases in LPG costs and expenses for the period, attenuated by the increase in volume sold. In relation to 1Q21, the decrease was 9%, arising from the partial pass through of LPG cost increases and higher freight expenses, due to the increase in product handling.

Investments – The investments totaled R\$ 104 million in this quarter, mainly allocated to the acquisition and replacement of bottles, to the new plants in Belém (state of Pará) and Fortaleza (state of Ceará), and to equipment installed in new customers in the bulk segment.

Ultracargo

	2Q21	2Q20	1Q21	Δ 2Q21 v 2Q20	Δ 2Q21 v 1Q21	1H21	1H20	Δ 1H21 v 1H20
Installed capacity ¹ (000 m³)	859	832	843	3%	2%	851	827	3%
m³ sold (000 m³)	3,155	2,963	3,137	7%	1%	6,292	6,112	3%
EBITDA (R\$ million)	100	92	93	9%	8%	193	182	6%
Recurring EBITDA² (R\$ million)	100	80	93	26%	8%	193	170	13%

¹ Monthly average

² Does not include the effect of tax credits of R\$ 12 million in 2Q20

Operational performance – Ultracargo's average installed capacity increased 3% in relation to 2Q20, as a result of the capacity expansions in Itaqui started in the last twelve months. The m³ sold increased 7%, mainly due to the increase in fuels handling in Itaqui. In relation to 1Q21, the m³ sold increased 1%, due to the increase in fuels handling in Santos, Aratu and Itaqui, attenuated by the reduction of ethanol handling in Suape.

Net revenues – Total of R\$ 176 million (+13%), due to the contractual readjustments and increase in fuels handling. Compared to 1Q21, net revenues increased 2%, arising from the contractual readjustments and increase in the m³ sold.

Cost of services provided – Total of R\$ 70 million (+6%), mainly due to the strong increase in product handling, as well as rental readjustments and increase in depreciation, arising from the capacity expansions. In relation to 1Q21, the cost of services provided increased 2%, because of the increase in handling and maintenance costs, attenuated by a reduction of personnel costs.

Sales, general and administrative expenses – Total of R\$ 34 million (+19%), arising from the increase in expenses incurred with information technology and engineering services to support expansion projects, productivity gains and digital transformation, in addition to depreciation expenses. In relation to 1Q21, the sales, general and administrative expenses remained almost stable.

Other operating results – Reduction of R\$ 6 million in relation to 2Q20, mainly arising from the R\$ 12 million of extraordinary PIS/Cofins credits in 2Q20. Increase of R\$ 5 million compared to 1Q21, mainly due to the one-off positive effect of tax credits in this quarter.

EBITDA – Ultracargo reached a record EBITDA level of R\$ 100 million (+26% on recurring EBITDA in 2Q20), mainly due to the increase in net revenues, partially offset by higher costs and expenses. In relation to 1Q21, the EBITDA increased 8%, due to the increase in net revenues and the recognition of tax credits in 2Q21.

Investments – Investments in the period amounted to R\$ 93 million, directed to the construction of the new terminal in Vila do Conde (PA), the expansion of the Itaqui terminal and projects for efficiency gains, maintenance and operational safety of the terminals. The start-up of operations in Itaqui and Vila do Conde terminals are 5 and 3 months ahead of schedule, respectively, and the start-up of operations of the Vila do Conde terminal is expected for 4Q21.

Oxiteno

	2Q21	2Q20	1Q21	Δ 2Q21 v 2Q20	Δ 2Q21 v 1Q21	1H21	1H20	Δ 1H21 v 1H20
Average exchange rate (R\$/US\$)	5.30	5.39	5.47	(2%)	(3%)	5.38	4.92	9%
Total volume (000 tons)	192	166	181	15%	6%	372	347	7%
Commodities	32	28	19	16%	71%	51	60	(15%)
Specialty chemicals/Others	160	139	162	15%	(2%)	322	287	12%
Sales in Brazil	136	111	127	23%	7%	263	238	10%
International sales	55	56	54	(1%)	3%	109	109	1%
EBITDA (R\$ million)	274	162	227	69%	21%	501	354	41%
Recurring EBITDA¹ (R\$ million)	274	162	227	69%	21%	501	283	77%

¹ Does not include the effect of tax credits of R\$ 71 million in 1Q20

Operational performance – Total volume sold by Oxiteno increased 15% compared to 2Q20, with an 15% growth in specialty chemicals, boosted by increased sales mainly in the coatings segment, which was negatively impacted by the initial phase of the pandemic in 2020, and crop solutions segment in Brazil, in addition to the increase in volumes in the United States. The volume of commodities increased 16%, also because of lower sales in 2020 due to the pandemic. Compared to 1Q21, the volume increased 6%, arising from the recovery in sales of commodities in the domestic market (scheduled shutdowns in 1Q21) and the increase in sales in the United States, where operations were impacted by the winter storm in 1Q21.

Net revenues – Total of R\$ 1,672 million (+39%), due to the increase in sales volume and the increase of 22% in average dollar prices, as a result of the increase in raw material costs. In relation to 1Q21, net revenues increased 16%, arising from the factors already mentioned above.

Cost of goods sold – Total of R\$ 1,290 million (+33%), due to the increase in sales volume and the increase in raw material costs, in addition to the increase in personnel (variable remuneration) and maintenance costs, relating to the scheduled shutdown in the Mauá plant, and the effect of the Zero Cost Collar in 2Q20 (margin hedge, discontinued as from 2021). In relation to 1Q21, the cost of goods increased 17%, due to the increase in sales volume, increase in raw material costs and increase in personnel costs, partially offset by a decrease in costs incurred in the United States operations associated with the winter storm.

Sales, general and administrative expenses – Total of R\$ 228 million (+28%), due to the increase in freight expenses, due to the increase in sales volume, maintenance (mainly related to the scheduled shutdown in the Mauá plant), personnel (collective bargaining adjustment and variable remuneration) and storage. In relation to 1Q21, the sales, general and administrative expenses increased 2%, due to the factors already mentioned above, attenuated by the provision for disposal of waste of the plant in Uruguay in 1Q21 of R\$ 7 million.

EBITDA – Total of R\$ 274 million, a record recurring quarterly result, which represents an increase of 69% in relation to 2Q20, due to the increase in sales volume and margin improvement, partially offset by increased costs and expenses. Compared to 1Q21, EBITDA grew 21%, due to the same factors mentioned above.

Investments – Oxiteno invested R\$ 70 million in the quarter, in the maintenance and safety of production units.

Ipiranga

	2Q21	2Q20	1Q21	Δ 2Q21 v 2Q20	Δ 2Q21 v 1Q21	1H21	1H20	Δ 1H21 v 1H20
Total volume (000 m³)	5,585	4,626	5,367	21%	4%	10,952	10,116	8%
Diesel	3,024	2,582	2,751	17%	10%	5,775	5,304	9%
Otto cycle	2,453	1,958	2,501	25%	(2%)	4,954	4,626	7%
Others ¹	109	86	115	27%	(5%)	223	185	21%
EBITDA (R\$ million)	422	179	563	136%	(25%)	985	659	50%

¹ Fuel oils, arla 32, kerosene, lubricants and greases

Operational performance – Ipiranga reported an increase of 21% in the volume sold compared to 2Q20, growth of 25% in the Otto cycle and 17% in diesel, due to stronger effects of the pandemic in the consumption of fuels in Brazil in 2Q20. In relation to 1Q21, the volume was 4% higher, because of the growth of 10% in diesel, attenuated by the reduction of 2% in the Otto cycle, arising mainly from the mobility restrictions in early April.

Net revenues – Total of R\$ 23,864 million (+93%), due to the recovery of the sales volume and increase in the average prices of oil derivatives and ethanol, all of which recorded a significant reduction in April and May 2020 due to the pandemic. In relation to 1Q21, net revenues increased 20%, arising from the increase in sales volume and increase in the average prices of oil derivatives and ethanol.

Cost of goods sold – Total of R\$ 23,267 million (+93%), due to the increase in costs practiced by Petrobras and ethanol costs, in addition to the increase in sales volume. In relation to 1Q21, the increase of 23% resulted from the same factors mentioned above.

Sales, general and administrative expenses – Total of R\$ 493 million (+36%), due to the increase in freight expenses (increase in volume sold and increase in unit cost), one-off expenses with legal proceedings (tax-related settlements, labor and civil lawsuits), Iconic (mainly higher volume sold), and AmPm company-operated stores, in addition to the savings obtained on several fronts in 2Q20. In relation to 1Q21, the sales, general and administrative expenses increased 1%, due to the increase in expenses incurred with freight, AmPm company-operated stores and Iconic, partially offset by a reduction in expenses incurred with provision for doubtful accounts, marketing and personnel expenses (lower variable remuneration).

Other operating results – Total of R\$ 74 million, an increase of R\$ 52 million in relation to 2Q20, due to the recognition of extraordinary tax credits, net of write-offs, in the amount of R\$ 97 million in 2Q21 and the recognition of costs of CBios relating to the goals defined by RenovaBio of R\$ 32 million. Compared to 1Q21, the increase totaled R\$ 93 million, due to the same factors referred to above.

Results from disposal of PP&E – Total of R\$ 32 million, an increase of R\$ 18 million and R\$ 26 million compared to 2Q20 and 1Q21, respectively, due to higher results from sales of real estate assets.

EBITDA – Total of R\$ 422 million (+136%), mainly due to volumes recovery and the increase in other operating results, attenuated by the increase in expenses. In relation to 1Q21, the reduction of 25% resulted from the decrease in margins, partially offset by other operating results and disposal of assets.

Investments – R\$ 110 million were invested, directed to the expansion and maintenance of Ipiranga's service stations and franchise network and logistics infrastructure. Out of the total investments, R\$ 58 million refers to additions to fixed and intangible assets, R\$ 48 million to contractual assets with clients (exclusivity rights) and R\$ 3 million to financing granted to customers, net of receipts.

Extrafarma

	2Q21	2Q20	1Q21	Δ 2Q21 v 2Q20	Δ 2Q21 v 1Q21	1H21	1H20	Δ 1H21 v 1H20
Number of stores (end of the period)	400	410	402	(2%)	0%	400	410	(2%)
% of mature stores (+3 years)	83%	62%	80%	21 p.p.	3 p.p.	83%	62%	21 p.p.
Gross revenues (R\$ million)	542	515	517	5%	5%	1,059	1,036	2%
EBITDA (R\$ million)	(373)	14	12	n/a	n/a	(361)	23	n/a
Recurring EBITDA¹ (R\$ million)	22	14	12	58%	87%	33	23	47%

¹ Does not consider impairment of assets of R\$ 395 million in 2Q21

Operational performance – Extrafarma ended 2Q21 with 400 pharmacies, with 1 opening and 11 closures in the last twelve months, a reduction of 2% in its network, resulting from greater selectivity in expansion and a more rigorous approach to underperforming stores. At the end of the quarter, maturing stores (with up to three years of operation) represented 17% of the network.

Gross revenues – Total of R\$ 542 million (+5%), due to the 10% increase in the same stores sales (excluding mobile phone sales), partially offset by the lower number of stores (-2%) and the strong comparison basis in mobile phone sales in 2Q20 (-65%), due to the temporary shutdown of commercial activities by virtue of the pandemic in that period. In relation to 1Q21, gross revenues increased 5%, mainly due to the cyberattack occurred in 1Q21 and the annual readjustment in the price of medicines.

Cost of goods sold and gross profit – The cost of goods sold totaled R\$ 352 million (+3%), aligned with the increase in sales and the annual readjustment in the price of medicines. The gross profit totaled R\$ 162 million (+14%), equivalent to the gross margin of 29.8%, 2.3 p.p. above 2Q20. In relation to 1Q21, the cost of goods sold increased 2%, while the gross profit increased 12%, mainly due to the cyberattack occurred in 1Q21.

Sales, general and administrative expenses – Total of R\$ 177 million (+9%), due mainly to the savings in expenses obtained in 2Q20, as a result of the pandemic, and inflationary impacts on personnel and services. Compared to 1Q21, sales, general and administrative expenses increased 6%, mainly due to higher personnel expenses.

Impairment – Loss of R\$ 395 million due to impairment of assets, with no cash effects, as a result of the signing of the sale agreement of Extrafarma to Pague Menos in 2Q21.

Recurring EBITDA – Total of R\$ 22 million, excluding the impairment, an increase of 58% in relation to 2Q20. Such growth resulted from the debugging process implemented and the increased profitability of the existing network. In relation to 1Q21, the increase of 87% resulted mainly from the negative impact caused by the cyberattack in 1Q21 and from the increased profitability of the existing network.

Investments – In the 2Q21, investments totaled R\$ 11 million, mainly allocated to information technology, as well as refurbishments and improvements in stores.

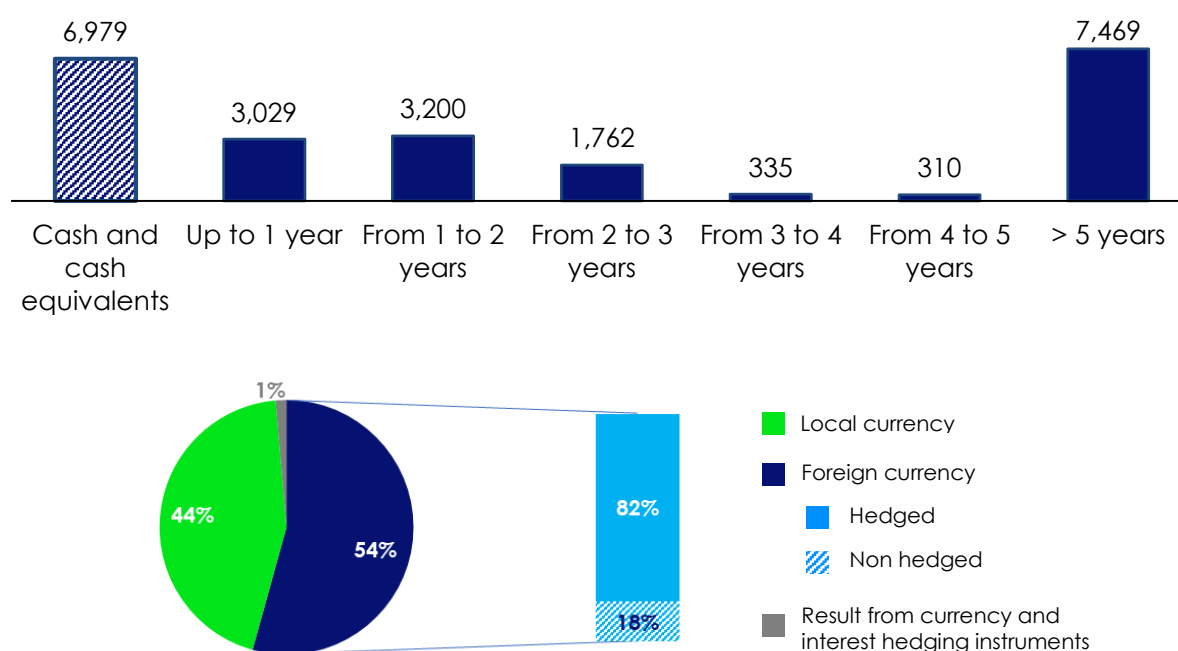
Indebtedness (R\$ million)

Ultrapar consolidated	2Q21	2Q20	1Q21
Gross debt	(16,106)	(17,764)	(18,606)
Cash and cash equivalents	6,979	8,448	8,501
Net debt (ex-IFRS 16)	(9,127)	(9,317)	(10,105)
Leases payable	(1,796)	(1,775)	(1,794)
Net debt	(10,923)	(11,092)	(11,899)
Net debt/LTM Adjusted EBITDA ¹ (ex-IFRS 16)	2.6x	3.1x	3.2x
Net debt/LTM Adjusted EBITDA ¹	2.8x	3.2x	3.3x
Average cost of debt	114% DI	141% DI	212% DI
	DI + 0.5%	DI + 1.2%	DI + 2.3%
Average cash yield (% DI)	76%	87%	82%
Average debt duration (years)	4.4	4.4	4.6

¹ LTM Adjusted EBITDA does not include the impairment of Extrafarma of R\$ 593 million for 2Q20 (registered in 4Q19) and of R\$ 395 million for 2Q21

In 2Q21, Ultrapar paid the remaining installment of the preventive loans contracted in March and April 2020, at the beginning of the pandemic, that had higher costs and short-term maturities. Accordingly, the gross debt decreased R\$ 2.5 billion in the quarter, with an expressive reduction of the average cost of debt. The net financial debt ended 2Q21 totaling R\$ 9.1 billion, composed of gross indebtedness of R\$ 16.1 billion and cash position of R\$ 7.0 billion. Considering the leases payable (IFRS 16) of R\$ 1.8 billion, the total net debt was R\$ 10.9 billion (2.8x Adjusted EBITDA LTM) compared to R\$ 11.9 billion on March 31, 2021 (3.3x Adjusted EBITDA LTM). The reduction of the net debt compared to the position at the end of 1Q21 resulted mainly from the increase in operational cash generation and the R\$ 366 million positive effect of the exchange rate variation in the net debt on the portion of bonds designated for hedge accounting. The reduction of the financial leverage resulted from the reduction in net debt, due to the reasons previously explained, as well as the increased level of LTM EBITDA, ex-impairment.

Maturity profile and debt breakdown:



Updates on ESG themes

In May 2021, the Ultra Group disclosed its **2020 Integrated Report**, with the GRI seal, including ESG indicators and initiatives in the environmental, social and governance areas (click [here](#) to access the file). In addition, in July, **Ultra Group donated R\$ 1.5 million to the Butantã Institute** for the purchase of equipment for the new plant that will produce vaccines against COVID-19 (ButanVac) and influenza.

Ultragaz disclosed in June its **2020 Sustainability Report** (click [here](#) to access the file, in Portuguese only), in addition to the review and disclosure of its **Sustainability Policy**. As part of its social responsibility, Ultragaz carried out the **distribution of 2 thousand oxygen cylinders** in 143 cities in the state of São Paulo. Additionally, throughout the quarter, it **donated 1.3 thousand basic food baskets** in partnerships with regional NGOs in the states of Pernambuco, Sergipe and Bahia, and **donated 8 thousand gas bottles**, in partnership with CUFA (*Central Única das Favelas*) to serve several communities in São Paulo and Bahia. In addition, the **educational campaign for prevention of COVID-19** was concluded in June with over 10 million persons impacted. Focused on the development of low-income women, the **Female Entrepreneurship** course, in partnership with Women Consulate and Itaú *Mulher Empreendedora*, was concluded, with an increase in income of around 60% of women after the professional qualification. Ultragaz also launched its **new culture and diversity program**.

Ultracargo reinforced its commitment with the communities in the surroundings upon renewal of the sponsorship of the **Community in Action Award**, conducted on an annual basis in Santos, in order to recognize the social projects developed by those living in the neighborhood, in addition to the completion of the **Port Logistics Operators course**, which was freely offered to 25 residents in Barcarena, in the state of Pará. Based on these actions, the company seeks to contribute for the increase in the number of job opportunities of the participants, in the future terminal in Vila do Conde (PA) or in other companies operating in the region. In addition, Ultracargo **donated 6 thousand basic food baskets** directed to the local communities next to its operations to reduce the effects of the COVID-19 pandemic.

In April, **Oxiteno** launched its **2020 Sustainability Report** (click [here](#) to access the file) and, for the second year, entered into a partnership with *Gerando Falcões* NGO in connection with the “**Corona no paredão, Fome não**” campaign. The company also launched the **program for diversity and inclusion “Together”** in Mercosur, in order to ensure a labor environment more inclusive and diverse, and also structured the **Quality of Life Program** based on the results obtained from the health mapping in 2020, which is supported by five pillars: Physical Health, Emotional Health, Welfare, Self-development and Relationship. The program is supported by the **Flowing application** to facilitate the access by the participants to the available benefits and activities. In May, the “Together” program was launched in the USA and Mexico.

Ipiranga launched, for the first time, its **2020 Sustainability Report** (click [here](#) to access the file) in June of this year. The company also conducted several actions on behalf of the community, such as the **donation of 5 thousand basic food baskets**, in partnership with *Gerando Falcões* NGO, to vulnerable families in Brazil. In partnership with IBP and in conjunction with large companies, Ipiranga **donated medicines for intubation to the Ministry of Health** for patients in ICUs, an initiative in which 3.7 million medicines were imported. Ipiranga also began the 2021 season of the **Health in the Road Program**, including 120 scheduled events, distributed in 20 states and 94 municipalities, offering basic health support to truck drivers and communities in the surroundings of the road service stations of Ipiranga. In June, the program recorded historical numbers, with over 835 persons served in a single day in the state of Goiás. In the same region and in the city of Bacabal (state of Maranhão), in partnership with the Municipal Health Department, the program structure was used to offer the vaccine against COVID-19 to the truck drivers. Also, in June, in **partnership with UNICEF, more than 129 thousand PPE items were delivered** to be used by the health professionals in the cities and metropolitan regions in Santarém (state of Pará) and Salvador (state of Bahia), indirectly impacting over 1 million persons.

In partnership with the non-for-profit hospital SOPAI, **Extrafarma** received **donations and hygiene items** in its drugstores in Fortaleza. Extrafarma also promoted a **campaign for collection of basic food baskets**, totaling R\$ 87 thousand collected by the company and its associates, which amount will be allocated to the *Transforma Brasil* project for the purchase of more than **1.7 thousand basic food baskets**, to be distributed to 32 institutions in Ceará, Pará and Rio Grande do Norte, totaling approximately 22 tons of food.

Capital markets

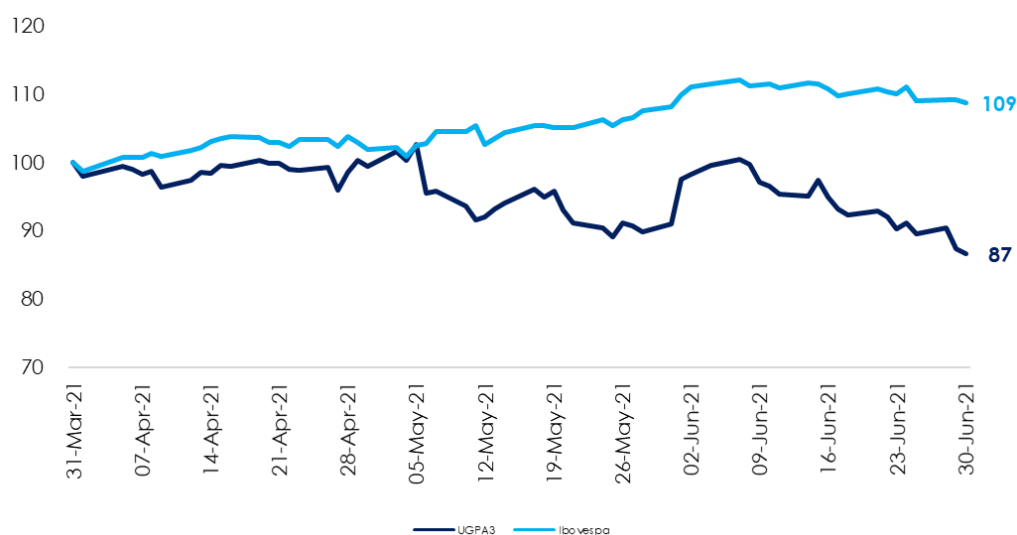
Ultrapar's combined average daily financial volume on B3 and NYSE totaled R\$ 147 million/day in 2Q21 (-10%). Ultrapar's shares ended the quarter quoted at R\$ 18.39 on B3, a depreciation of 13% in the quarter, while the Ibovespa stock index rose by 9%. In NYSE, Ultrapar's shares decreased 2% in 2Q21, while the Dow Jones stock index appreciated 5%. Ultrapar ended 2Q21 with a market cap of R\$ 21 billion.

Capital markets	2Q21	2Q20	1Q21	1H21	1H20
Number of shares (000)	1,115,077	1,114,919	1,115,077	1,115,077	1,114,919
Market capitalization¹ (R\$ million)	20,506	20,492	23,651	20,506	20,492
B3					
Average daily trading volume (000 shares)	5,732	9,136	6,859	6,291	9,438
Average daily financial volume (R\$ 000)	116,073	141,452	145,258	130,551	160,858
Average share price (R\$/share)	20.25	15.48	21.18	20.75	17.04
NYSE					
Quantity of ADRs ² (000 ADRs)	50,363	47,480	49,955	50,363	47,480
Average daily trading volume (000 ADRs)	1,533	1,494	2,282	1,908	1,688
Average daily financial volume (US\$ 000)	5,951	4,341	8,733	7,342	6,544
Average share price (US\$/ADRs)	3.88	2.91	3.83	3.85	3.88
Total					
Average daily trading volume (000 shares)	7,265	10,630	9,141	8,198	11,125
Average daily financial volume (R\$ 000)	147,500	164,769	193,310	170,290	191,685

¹ Calculated on the closing share price for the period

² 1 ADR = 1 common share

UGPA3 x Ibovespa Performance – 2Q21
(Mar 31, 2021 = 100)



Source: Broadcast

2Q21 Conference call

Ultrapar will host a conference call for analysts and investors on August 12, 2021 to comment on the Company's performance in the second quarter of 2021 and outlook. The presentation will be available for download in the Company's website 30 minutes prior to the conference call.

The conference call will be transmitted via WEBCAST and held in Portuguese with simultaneous translation into English. The access link is available at ri.ultra.com.br. Please connect 10 minutes in advance.

Conference call in Portuguese with simultaneous translation into English

Time: 11:00 a.m. (BRT) / 10:00 a.m. (EDT)

Participants in Brazil: +55 (11) 3181-8565

Code: Ultrapar – in Portuguese

Replay: +55 (11) 3193-1012 or +55 (11) 2820-4012 (available for seven days)

Code: 3167603#

International participants: +1 (844) 204-8942 or +1 (412) 717-9627

Code: Ultrapar – in English

Replay: +55 (11) 3193-1012 or +55 (11) 2820-4012 (available for seven days)

Code: 9792937#

ULTRAPAR
CONSOLIDATED BALANCE SHEET

In million of Reais	JUN 21	JUN 20	MAR 21
ASSETS			
Cash and cash equivalents	2,860.3	3,805.2	3,933.2
Financial investments and hedging instruments	3,356.0	3,174.9	3,553.5
Trade receivables and reseller financing	4,363.1	3,505.6	4,240.8
Inventories	4,888.8	2,970.2	4,491.7
Recoverable taxes	1,423.1	1,476.1	1,482.7
Prepaid expenses	159.8	158.2	162.0
Contractual assets with customers - exclusive rights	514.4	473.0	490.9
Other receivable	112.9	87.3	61.7
Total Current Assets	17,678.5	15,650.4	18,416.4
Financial investments and hedging instruments	762.5	1,467.5	1,014.4
Trade receivables and reseller financing	500.8	470.7	468.3
Deferred income and social contribution taxes	1,081.6	1,016.6	1,061.4
Recoverable taxes	1,657.2	1,149.1	1,730.7
Escrow deposits	862.7	949.7	950.4
Prepaid expenses	66.8	87.8	59.5
Contractual assets with customers - exclusive rights	1,297.2	1,127.4	1,270.6
Other receivables	171.3	197.2	236.4
Investments	175.1	165.8	169.5
Right to use assets	2,057.5	2,135.5	2,125.3
Property, plant and equipment	8,030.9	7,899.3	8,176.1
Intangible assets	1,631.2	1,770.5	1,792.4
Total Non-Current Assets	18,294.7	18,437.0	19,054.8
TOTAL ASSETS	35,973.2	34,087.4	37,471.2
LIABILITIES			
Loans, financing and hedge derivative financial instruments	1,548.7	2,335.1	2,277.9
Debentures	1,480.6	262.1	971.3
Trade payables	5,492.6	2,538.3	4,526.1
Salaries and related charges	434.2	439.1	384.7
Taxes payable	496.1	316.6	440.9
Leases payable	286.6	238.5	263.1
Other payables	314.2	355.3	354.6
Total Current Liabilities	10,053.1	6,485.0	9,218.6
Loans, financing and hedge derivative financial instruments	7,698.6	8,951.8	9,329.2
Debentures	5,377.7	6,215.2	6,027.8
Provisions for tax, civil and labor risks	768.6	846.7	859.1
Post-employment benefits	260.0	247.1	259.0
Leases payable	1,509.1	1,536.7	1,530.7
Other payables	257.3	297.0	284.1
Total Non-Current Liabilities	15,871.3	18,094.5	18,290.0
TOTAL LIABILITIES	25,924.4	24,579.4	27,508.6
EQUITY			
Share capital	5,171.8	5,171.8	5,171.8
Reserves	5,007.9	4,595.3	5,008.0
Treasury shares	(489.1)	(485.4)	(489.1)
Other	(25.9)	(165.3)	(107.2)
Non-controlling interests in subsidiaries	384.1	391.6	379.2
Total equity	10,048.8	9,508.0	9,962.6
TOTAL LIABILITIES AND EQUITY	35,973.2	34,087.4	37,471.2
Cash and financial investments	6,978.7	8,447.5	8,501.0
Loans and debentures	(16,105.6)	(17,764.2)	(18,606.3)
Leases payable	(1,795.7)	(1,775.3)	(1,793.8)
Net cash (debt)	(10,922.6)	(11,091.9)	(11,899.0)
Net cash (debt) ex-IFRS 16	(9,126.9)	(9,316.6)	(10,105.2)

ULTRAPAR
CONSOLIDATED INCOME STATEMENT

In million of Reals	2Q21	2Q20	1Q21	1H21	1H20
Net revenue from sales and services	28,526.1	15,876.2	23,950.3	52,476.3	37,263.4
Cost of products and services sold	(27,030.3)	(14,825.0)	(22,234.4)	(49,264.7)	(34,802.2)
Gross profit	1,495.8	1,051.2	1,715.9	3,211.7	2,461.2
Operating expenses					
Selling and marketing	(700.3)	(608.3)	(658.5)	(1,358.8)	(1,253.3)
General and administrative	(473.1)	(293.2)	(468.7)	(941.8)	(703.1)
Other operating income, net	78.3	36.2	(12.4)	65.9	160.2
Gain (loss) on disposal of property, plant and equipment and intangibles	32.1	14.0	8.1	40.1	20.9
Impairment	(394.7)	-	-	(394.7)	-
Operating income (loss)	38.1	199.8	584.4	622.4	685.9
Financial result					
Financial income	150.6	53.1	61.6	212.1	235.2
Financial expenses	(153.3)	(133.4)	(395.2)	(548.6)	(483.1)
Share of profit (loss) of subsidiaries, joint ventures and associates	1.3	(13.3)	(12.2)	(10.9)	(25.7)
Income before income and social contribution taxes	36.6	106.2	238.4	275.1	412.2
Provision for income and social contribution taxes					
Current	(245.5)	(130.7)	(118.2)	(363.7)	(255.0)
Deferred	168.5	55.1	5.4	173.9	26.3
Benefit of tax holidays	22.2	19.3	11.7	34.0	35.3
Net income	(18.2)	50.0	137.4	119.2	218.9
Net income attributable to:					
Shareholders of the Company	(31.1)	41.1	132.2	101.1	201.9
Non-controlling interests in subsidiaries	12.8	9.0	5.3	18.1	17.0
Adjusted EBITDA	503.5	611.0	996.3	1,499.8	1,490.9
Depreciation and amortization ¹	416.4	381.4	380.9	797.3	768.0
Cash flow hedge bonds	47.7	43.1	43.3	91.0	62.7
Total investments ²	397.6	360.8	293.8	691.4	710.9
RATIOS					
Earnings per share (R\$)	0.26	0.04	0.12	0.38	0.19
Net debt (ex-IFRS 16) / Stockholders' equity	0.91	0.98	1.01	0.91	0.98
Net debt / Stockholders' equity	1.09	1.17	1.19	1.09	1.17
Net debt / LTM Adjusted EBITDA ³ (ex-IFRS16)	2.64	3.07	3.18	2.64	3.07
Net debt / LTM Adjusted EBITDA ³	2.81	3.24	3.31	2.81	3.24
Net interest expense / Adjusted EBITDA	0.01	0.13	0.33	0.22	0.17
Gross margin (%)	5.2%	6.6%	7.2%	6.1%	6.6%
Operating margin (%)	0.1%	1.3%	2.4%	1.2%	1.8%
Adjusted EBITDA margin (%)	1.8%	3.8%	4.2%	2.9%	4.0%
Number of employees	16,458	16,003	16,304	16,458	16,003

¹ Includes amortization with contractual assets with customers – exclusive rights

² Includes property, plant and equipment and additions to intangible assets, contractual assets with customers (exclusive rights), initial direct costs of assets with right of use, financing of clients and rental advances (net of repayments) and acquisition of shareholdings

³ LTM adjusted EBITDA does not consider impairment of Extrafarma for 2Q21, 2Q20, 1H21 and 1H20

ULTRAPAR
CONSOLIDATED CASH FLOW

In million of Reais	JAN - JUN 2021	JAN - JUN 2020
Cash flows from operating activities		
Net income for the period	119.2	218.9
Adjustments to reconcile net income to cash provided by operating activities		
Share of loss (profit) of subsidiaries, joint ventures and associates	10.9	25.7
Amortization of contractual assets with customers - exclusive rights	128.9	150.9
Amortization of right to use assets	175.3	158.6
Depreciation and amortization	493.1	458.5
PIS and COFINS credits on depreciation	8.8	8.8
Interest and foreign exchange rate variations	613.6	614.5
Deferred income and social contribution taxes	(173.9)	(26.3)
Current income and social contribution taxes	329.8	219.6
(Gain) loss on disposal of property, plant and equipment and intangibles	(40.1)	(20.9)
Impairment	394.7	-
Expected losses on doubtful accounts	(6.3)	56.5
Provision for losses in inventories	(3.4)	(1.8)
Provision for post-employment benefits	2.6	(2.9)
Equity instrument granted	7.6	3.5
Provision for decarbonization - CBIOs	64.9	-
Provision for tax, civil, and labor risks	(71.5)	(6.4)
Other provisions and adjustments	5.3	(2.2)
	2,059.3	1,855.0
(Increase) decrease in current assets		
Trade receivables and reseller financing	(481.0)	517.6
Inventories	(1,035.7)	752.6
Recoverable taxes	(187.3)	(269.0)
Dividends received from subsidiaries and joint-ventures	0.1	4.7
Other receivables	(57.9)	(49.8)
Prepaid expenses	(55.6)	(74.3)
Increase (decrease) in current liabilities		
Trade payables	1,293.6	(218.0)
Salaries and related charges	(34.4)	33.4
Taxes payable	2.8	(39.0)
Post-employment benefits	0.1	0.8
Other payables	(8.2)	20.1
Deferred revenue	(16.5)	(1.2)
(Increase) decrease in non-current assets		
Trade receivables and reseller financing	(9.4)	(52.3)
Recoverable taxes	(79.4)	(276.8)
Escrow deposits	87.1	(28.3)
Other receivables	78.6	0.2
Prepaid expenses	10.4	(14.6)
Increase (decrease) in non-current liabilities		
Post-employment benefits	(0.3)	6.0
Other payables	(13.3)	(40.2)
CBIO acquisition	(59.0)	-
Payments of contractual assets with customers - exclusive rights	(83.6)	(236.6)
Contingency payments	(15.7)	(29.4)
Income and social contribution taxes paid	(116.7)	(58.1)
Net cash provided by operating activities	1,278.1	1,802.8
Cash flows from investing activities		
Financial investments, net of redemptions	1,638.1	312.1
Acquisition of property, plant, and equipment	(571.7)	(354.5)
Acquisition of intangible assets	(96.9)	(78.6)
Capital increase in joint ventures	(22.0)	(10.0)
Related parties	(19.4)	-
Proceeds from disposal of property, plant and equipment and intangibles	71.9	49.4
Net cash provided by (used in) investing activities	1,000.1	(81.5)
Cash flows from financing activities		
Loans and debentures		
Proceeds	493.6	1,611.2
Repayments	(1,518.2)	(984.9)
Interest paid	(352.6)	(336.2)
Payments of leases ¹	(218.1)	(172.3)
Dividends paid	(488.6)	(263.1)
Related parties	(0.1)	(0.0)
Net cash provided by (used in) financing activities	(2,084.0)	(145.3)
Effect of exchange rate changes on cash and cash equivalents in foreign currency	4.6	113.9
Increase (decrease) in cash and cash equivalents	198.8	1,689.8
Cash and cash equivalents at the beginning of the period	2,661.5	2,115.4
Cash and cash equivalents at the end of the period	2,860.3	3,805.2
Transactions without cash effect:		
Addition on right to use assets and leases payable	133.8	293.7
Addition on contractual assets with costumers - exclusive rights	158.3	56.3
Reversion fund - private pension	3.7	47.1
Issuance of shares related to the subscription warrants - indemnification - Extrafarma acquisition	1.4	53.1

¹ Includes R\$ 29 million related to the grant of Ultracargo's terminal in Vila do Conde in 1Q21

ULTRAGAZ
CONSOLIDATED BALANCE SHEET

In million of Reais	JUN 21	JUN 20	MAR 21
OPERATING ASSETS			
Trade receivables	449.3	336.9	398.5
Non-current trade receivables	32.8	31.3	32.0
Inventories	154.2	132.6	158.4
Taxes	79.1	96.1	87.1
Escrow deposits	219.9	220.4	220.3
Other	79.2	73.7	81.9
Right to use assets	92.6	107.0	105.2
Property, plant and equipment / Intangibles	1,135.9	1,022.4	1,084.2
TOTAL OPERATING ASSETS	2,242.9	2,020.5	2,167.7
OPERATING LIABILITIES			
Suppliers	112.2	93.1	101.5
Salaries and related charges	80.4	90.3	68.7
Taxes	14.4	13.0	16.0
Judicial provisions	130.0	129.4	129.3
Leases payable	144.7	144.3	144.7
Other	54.0	83.1	68.6
TOTAL OPERATING LIABILITIES	535.7	553.2	528.8

CONSOLIDATED INCOME STATEMENT

In million of Reais	2Q21	2Q20	1Q21	1H21	1H20
Net revenues	2,345.6	1,723.4	2,037.8	4,383.4	3,484.9
Cost of products sold	(2,115.3)	(1,442.3)	(1,811.9)	(3,927.3)	(2,965.2)
Gross profit	230.3	281.1	225.9	456.2	519.7
Operating expenses					
Selling	(112.2)	(104.2)	(96.2)	(208.4)	(210.8)
General and administrative	(47.1)	(32.3)	(50.5)	(97.6)	(79.8)
Other operating income	1.8	1.8	5.6	7.4	6.7
Gain (loss) on disposal of property, plant and equipment and intangibles	0.3	2.3	2.6	2.9	3.2
Operating income (loss)	73.1	148.7	87.4	160.5	239.0
Share of profit of subsidiaries, joint ventures and associates	0.0	0.0	0.0	0.0	0.0
Adjusted EBITDA	136.5	205.7	150.2	286.8	352.6
Depreciation and amortization ¹	63.4	56.9	62.8	126.2	113.6
Ratios					
Gross margin (R\$/ton)	525	650	557	540	609
Operating margin (R\$/ton)	166	344	216	190	280
Adjusted EBITDA margin (R\$/ton)	311	476	370	340	413
Number of employees	3,419	3,428	3,445	3,419	3,428

¹ Includes amortization with contractual assets with customers - exclusive rights

ULTRACARGO
CONSOLIDATED BALANCE SHEET

In million of Reais	JUN 21	JUN 20	MAR 21
OPERATING ASSETS			
Trade receivables	22.3	62.0	30.4
Inventories	7.9	8.1	7.9
Taxes	29.2	17.4	25.6
Other	27.3	30.1	30.8
Right to use assets	458.5	475.1	472.7
Property, plant and equipment / Intangibles / Investments	1,618.0	1,329.3	1,535.9
TOTAL OPERATING ASSETS	2,163.1	1,922.1	2,103.3
OPERATING LIABILITIES			
Suppliers	38.7	25.0	43.5
Salaries and related charges	36.8	37.5	34.2
Taxes	5.3	11.6	8.9
Judicial provisions	10.3	9.9	10.2
Leases payable	415.2	436.0	416.7
Other ¹	68.9	97.7	69.0
TOTAL OPERATING LIABILITIES	575.3	617.8	582.5

¹ Includes the long term obligations with clients account

CONSOLIDATED INCOME STATEMENT

In million of Reais	2Q21	2Q20	1Q21	1H21	1H20
Net revenues	175.8	155.0	172.0	347.9	318.3
Cost of services sold	(69.8)	(65.6)	(68.8)	(138.6)	(128.1)
Gross profit	106.0	89.4	103.3	209.3	190.2
Operating expenses					
Selling	(2.0)	(1.7)	(2.0)	(4.1)	(3.4)
General and administrative	(31.7)	(26.8)	(31.7)	(63.4)	(57.6)
Other operating income	4.1	9.7	(0.8)	3.2	12.6
Gain (loss) on disposal of property, plant and equipment and intangibles	(0.0)	(0.0)	0.1	0.0	(0.3)
Operating income (loss)	76.3	70.6	68.7	145.1	141.6
Share of profit of subsidiaries, joint ventures and associates	0.1	0.3	0.5	0.6	0.4
EBITDA	100.2	91.5	92.5	192.7	182.1
Depreciation and amortization	23.8	20.6	23.3	47.1	40.1
Ratios					
Gross margin (%)	60.3%	57.7%	60.0%	60.2%	59.8%
Operating margin (%)	43.4%	45.6%	40.0%	41.7%	44.5%
EBITDA margin (%)	57.0%	59.1%	53.8%	55.4%	57.2%
Number of employees	888	878	917	888	878

OXITENO
CONSOLIDATED BALANCE SHEET

In million of Reais	JUN 21	JUN 20	MAR 21
OPERATING ASSETS			
Trade receivables	870.8	707.8	869.5
Inventories	1,227.8	951.9	1,238.5
Taxes	688.5	665.1	693.4
Other	74.6	173.1	148.1
Right to use assets	35.8	40.1	43.6
Property, plant and equipment / Intangibles / Investments	2,785.5	2,962.4	2,979.8
TOTAL OPERATING ASSETS	5,683.0	5,500.2	5,972.9
OPERATING LIABILITIES			
Suppliers	1,075.0	545.9	984.9
Salaries and related charges	118.4	114.7	111.9
Taxes	64.3	36.4	50.3
Judicial provisions	29.7	26.8	33.4
Leases payable	42.0	42.4	48.7
Other	71.8	43.3	56.1
TOTAL OPERATING LIABILITIES	1,401.3	809.6	1,285.2

CONSOLIDATED INCOME STATEMENT

In million of Reais	2Q21	2Q20	1Q21	1H21	1H20
Net revenues	1,672.3	1,201.0	1,436.4	3,108.7	2,308.9
Cost of products sold					
Variable	(1,093.2)	(798.4)	(905.9)	(1,999.1)	(1,527.4)
Fixed	(143.1)	(124.5)	(144.8)	(287.9)	(226.9)
Depreciation and amortization	(53.6)	(50.2)	(54.2)	(107.8)	(95.7)
Gross profit	382.3	227.9	331.5	713.9	458.9
Operating expenses					
Selling	(109.7)	(89.8)	(100.7)	(210.4)	(174.4)
General and administrative	(118.7)	(89.2)	(122.8)	(241.5)	(198.9)
Other operating income	0.2	1.3	1.5	1.7	73.2
Gain (loss) on disposal of property, plant and equipment and intangibles	0.1	(0.0)	0.3	0.4	(0.2)
Operating income (loss)	154.3	50.1	109.8	264.1	158.6
Share of profit of subsidiaries, joint ventures and associates	0.0	0.1	(0.1)	(0.1)	0.3
Adjusted EBITDA	273.8	161.6	226.9	500.7	354.1
Depreciation and amortization	71.7	68.2	73.9	145.7	132.4
Cash flow hedge from bonds	47.7	43.1	43.3	91.0	62.7
Ratios					
Gross margin (R\$/ton)	1,996	1,371	1,834	1,917	1,323
Gross margin (US\$/ton)	377	254	335	356	269
Operating margin (R\$/ton)	805	302	607	709	457
Operating margin (US\$/ton)	152	56	111	132	93
Adjusted EBITDA margin (R\$/ton)	1,429	972	1,255	1,345	1,021
Adjusted EBITDA margin (US\$/ton)	270	180	229	250	207
Number of employees	1,885	1,834	1,873	1,885	1,834

IPIRANGA
CONSOLIDATED BALANCE SHEET

In million of Reais	JUN 21	JUN 20	MAR 21
OPERATING ASSETS			
Trade receivables	2,980.6	2,335.9	2,903.6
Non-current trade receivables	467.8	439.2	436.0
Inventories	2,988.6	1,385.7	2,580.4
Taxes	1,644.7	1,089.6	1,495.9
Contractual assets with customers - exclusive rights	1,806.7	1,593.9	1,756.2
Other	473.0	533.6	508.3
Right to use assets	1,086.8	1,073.8	1,090.0
Property, plant and equipment / Intangibles / Investments	3,558.2	3,593.3	3,572.2
TOTAL OPERATING ASSETS	15,006.4	12,044.9	14,342.6
OPERATING LIABILITIES			
Suppliers	4,037.0	1,690.3	3,162.0
Salaries and related charges	108.1	108.0	92.8
Post-employment benefits	267.6	234.6	265.0
Taxes	182.6	140.6	242.6
Judicial provisions	212.2	299.8	301.2
Leases payable	766.1	709.9	754.6
Other	281.0	286.4	323.6
TOTAL OPERATING LIABILITIES	5,854.6	3,469.7	5,141.8

CONSOLIDATED INCOME STATEMENT

In million of Reais	2Q21	2Q20	1Q21	1H21	1H20
Net revenues	23,863.8	12,350.2	19,845.0	43,708.8	30,249.8
Cost of products and services sold	(23,267.2)	(12,035.0)	(18,947.8)	(42,215.0)	(29,239.6)
Gross profit	596.6	315.2	897.2	1,493.8	1,010.2
Operating expenses					
Selling	(314.8)	(273.2)	(305.4)	(620.2)	(581.0)
General and administrative	(178.1)	(88.6)	(181.7)	(359.8)	(247.5)
Other operating income	73.7	21.9	(19.8)	53.9	66.0
Gain (loss) on disposal of property, plant and equipment and intangibles	31.7	14.0	5.8	37.5	20.5
Operating income (loss)	209.1	(10.8)	396.0	605.1	268.2
Share of profit of subsidiaries, joint ventures and associates	4.7	0.8	(6.5)	(1.8)	1.1
Adjusted EBITDA	421.8	178.7	563.0	984.8	658.6
Depreciation and amortization ¹	208.1	188.7	173.4	381.5	389.2
Ratios					
Gross margin (R\$/m³)	107	68	167	136	100
Operating margin (R\$/m³)	37	(2)	74	55	27
Adjusted EBITDA margin (R\$/m³)	76	39	105	90	65
Adjusted EBITDA margin (%)	1.8%	1.4%	2.8%	2.3%	2.2%
Number of service stations	7,110	7,105	7,107	7,110	7,105
Number of employees	3,723	3,351	3,626	3,723	3,351

¹ Includes amortization with contractual assets with customers - exclusive rights

**EXTRAFARMA
BALANCE SHEET**

In million of Reais	JUN 21	JUN 20	MAR 21
OPERATING ASSETS			
Trade receivables	41.4	66.5	40.7
Inventories	510.4	491.9	506.6
Taxes	87.6	213.7	241.4
Other	34.6	29.6	28.2
Right to use assets	348.8	402.5	378.2
Property, plant and equipment / Intangibles	256.0	508.8	476.5
TOTAL OPERATING ASSETS	1,278.9	1,713.0	1,671.6
OPERATING LIABILITIES			
Suppliers	191.7	179.0	184.7
Salaries and related charges	53.1	58.6	42.4
Taxes	16.4	27.5	19.7
Judicial provisions	9.9	9.7	9.6
Leases payable	389.2	403.4	390.5
Other	17.0	11.1	17.8
TOTAL OPERATING LIABILITIES	677.3	689.3	664.6

INCOME STATEMENT

In million of Reais	2Q21	2Q20	1Q21	1H21	1H20
Gross revenues	541.8	514.7	517.2	1,059.0	1,035.5
Sales returns, discounts and taxes	(27.9)	(30.6)	(27.4)	(55.3)	(58.1)
Net revenues	513.9	484.1	489.8	1,003.7	977.4
Cost of products and services sold	(352.4)	(342.7)	(345.9)	(698.4)	(691.2)
Gross profit	161.5	141.3	143.8	305.3	286.2
Operating expenses	(177.3)	(163.3)	(167.5)	(344.8)	(337.7)
Other operating income	(1.2)	(0.6)	(1.5)	(2.6)	(0.9)
Gain (loss) on disposal of property, plant and equipment and intangibles	(0.0)	(2.3)	(0.6)	(0.7)	(2.4)
Impairment	(394.7)	-	-	(394.7)	-
Operating income (loss)	(411.7)	(24.8)	(25.8)	(437.4)	(54.8)
EBITDA	(373.0)	13.7	11.5	(361.5)	22.5
Depreciation and amortization	38.6	38.5	37.3	75.9	77.3
Ratios¹					
Gross margin (%)	29.8%	27.5%	27.8%	28.8%	27.6%
Operating margin (%)	(76.0%)	(4.8%)	(5.0%)	(41.3%)	(5.3%)
EBITDA margin (%)	(68.8%)	2.7%	2.2%	(34.1%)	2.2%
Number of employees	6,025	6,095	5,948	6,025	6,095

¹ Calculated based on gross revenues