

Structuring of FIDC with BNDESPAR to offer credit to micro-, small- and medium-sized companies, and to individual entrepreneurs

CIELO S.A. (“Company”) (B3: CIEL3 / OTC Nasdaq International: CIOXY), as per Instruction 358 of the Brazilian Securities and Exchange Commission of January 3, 2002, as amended, hereby informs its shareholders and the market in general that it has concluded the structuring of a fund of investment in receivables (“FIDC”), created under the terms of the Public Call Notice for Selection of Credit Fund for MSMEs (“Notice”), disclosed on May 6, 2020, by BNDES Participações S.A. – BNDESPAR (“BNDESPAR”).

As provided for in the Notice, the objective of said FIDC, structured with BNDESPAR, will be the extension of credit to micro-, small- and medium-sized companies and for individual entrepreneurs, focusing on fighting the effects of the coronavirus pandemic. The structuring of the FIDC was carried out in a competitive process aimed at seeking to obtain the best credit conditions to support the above-mentioned companies and individual entrepreneurs.

FIDC, which will be managed by Oliveira Trust DTVM, counts on BNDESPAR contributions of up to R\$450 million in senior shares, of which R\$200 million immediately upon conclusion of the structuring and the remaining upon future capital commitments. Cielo, in turn, will contribute R\$79.4 million in subordinated shares, so that FIDC reaches approximately R\$529.4 million.

The amount allocated in the fund of R \$ 529.4 million will be used by the FIDC to provide funding for credit transactions, to be granted by a partner institution. Eligible credit operations should be limited to R\$200,000 per client, with total effective cost (TEC) of up to 3.5% p.m., grace period of 60 days and up to a 30-month term. These credit operations granted by a partner institution will later be acquired by FIDC.

By means of this structure, the Company’s customers may receive credit offers for working capital, through Cielo’s distribution channels, subject to the requirements of the Notice.

The Company reaffirms its commitment to keep shareholders and the market in general duly and timely informed, as per the applicable legislation.

Barueri, May 3, 2021.

Gustavo Henrique Santos de Sousa
Chief Financial and Investor Relations Officer