

## **COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO**

**Unaudited consolidated condensed pro-forma financial information for the balance sheet as of September 30, 2020 and income statements for the nine-month periods ended September 30, 2020 and the year ended December 31, 2019 and reasonable assurance report of the independent auditor**

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A free translation from Portuguese into English of Assurance Report issued by Independent Auditor on the compilation of *pro forma* condensed consolidated financial information to comply with CVM's Instruction No. 565

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## **Assurance Report issued by Independent Auditor on the compilation of *pro forma* consolidated financial information to comply with CVM's Instruction No. 565**

To the Board Members and Directors of  
**Companhia Brasileira de Distribuição**  
São Paulo - SP

We have concluded our assurance work for the issuance of a report on the compilation of *pro forma* condensed consolidated financial information of Companhia Brasileira de Distribuição ("the Company"), prepared under the management responsibility, in compliance with Instruction No. 565, issued by Comissão de Valores Mobiliários ("CVM"). The *pro forma* condensed consolidated financial information includes the *pro forma* condensed consolidated balance sheet as of September 30, 2020, the *pro forma* condensed consolidated statements of operations for the nine-month period ended September 30, 2020 and for the year ended December 31, 2019, and the related explanatory notes. The applicable assumptions which Company's management based on to compiled the *pro forma* condensed consolidated financial information are specified in CTG 06 - Presentation of *Pro Forma* Financial Information and summarized in the explanatory notes that are included in the *pro forma* condensed consolidated financial information.

The *pro forma* condensed consolidated financial information has been compiled by management of the Company for informational purposes to give effect the transaction presented in Note 1.1 on the balance sheet of the Company as of September 30, 2020, as if the transaction had occurred on September 30, 2020; and on its statements of operations for the nine-month period ended September 30, 2020 and for the year ended December 31, 2019, as if the transaction had occurred on January 1st, 2019. As part of this process, information on the financial position and the operating performance of the Company was derived by the Company's management from: (i) the interim consolidated financial information for the nine-month period ended September 30, 2020, reviewed by us, with an unqualified review report dated on October 28, 2020. and (ii) from the consolidated financial statements for the year ended December 31, 2019, audited by us, with an unqualified audit report dated on October 28, 2020,

Information on the financial position and the operating performance of Sendas Distribuidora S.A. was derived by the Company's management from: (i) the interim consolidated financial information for the nine-month period ended September 30, 2020, reviewed by us, with an unqualified review report dated on December 12, 2020. and (ii) from the consolidated financial statements for the year ended December 31, 2019, audited by us, with an unqualified audit report dated on December 12, 2020.

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## **Responsibility of the Company's management for the *pro forma* financial information**

The Company's management is responsible for compiling the *pro forma* condensed consolidated financial information based on CTG 06.

## **Independent auditor's responsibility**

Our responsibility is to express an opinion, as required by Comissão de Valores Mobiliários (CVM), on whether the *pro forma* condensed consolidated financial information has been compiled by the Company's management in all material respects based on CTG 06 – Presentation of *Pro Forma* Financial Information.

We conduct our work in accordance with NBC TO 3420 - Assurance Work on the Compilation of *Pro Forma* Financial Information Included in the Prospectus, issued by the Conselho Federal de Contabilidade equivalent to the International Standard issued by the International Federation of Accountants (ISAE 3420). These standards require that auditors comply with ethical requirements and that audit procedures be designed and performed to obtain reasonable assurance that the Company's management has, in all material respects, compiled the *pro forma* consolidated financial information based on the CTG 06 - Presentation of *Pro Forma* Financial Information.

For the purposes of this work, we are not responsible for updating or reissuing any reports or opinions on any historical financial information used in the compilation of *pro forma* condensed consolidated financial information.

The purpose of the *pro forma* condensed consolidated financial information is solely for informational purpose to give effect the relevant event or transaction on the entity's historical financial information, as if the event or transaction had occurred on the prior date intended to purport. Therefore, we do not provide any assurance that the actual result of the event or transaction for the nine-month period ended September 30, 2020 and for the year ended December 31, 2019, would have been as presented.

A reasonable assurance work as whether the *pro forma* condensed consolidated financial information has been compiled, in all material respects, based on applicable assumption, involves performing procedures to assess whether the applicable assumption adopted by the Company's management in compiling the *pro forma* condensed consolidated financial information provide a reasonable basis for presenting the material effects directly attributable to the event or transaction, and for obtaining sufficient appropriate evidence as to whether:

- the corresponding *pro forma* adjustments provide an appropriate effect to these assumptions; and
- the *pro forma* condensed consolidated financial information reflects the appropriate application of these adjustments to historical financial information.

The selected procedures depend on the independent auditor's judgment, considering the understanding of the Company, the nature of the event or transaction for which the *pro*

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forma condensed consolidated financial information was compiled, as well as other material circumstances of the work. The work also involves assessing the overall presentation of the *pro forma* condensed consolidated financial information.

We believe the evidence obtained is sufficient and appropriate to support our opinion on the compilation of the *pro forma* condensed consolidated financial information.

### **Opinion**

In our opinion, the *pro forma* condensed consolidated financial information has been compiled, in all material respects, based on CTG 06 – Presentation of *Pro Forma* Financial Information.

São Paulo, December 12, 2020.

ERNST & YOUNG  
Auditores Independentes S.S.  
CRC-2SP034519/O-6

/s/ Clinton Leandro Fernandes  
Clinton Leandro Fernandes  
Accountant CRC-1SP205541/O-2

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	Companhia Brasileira de Distribuição	Corporate reorganization			Corporate Separation Agreement	Total Pro-forma
		Spin-off of Sendas Distribuidora S.A.	Assets transferred in exchange	Contribution of capital to Sendas Distribuidora S.A.		
		Note 2.1(a)	Note 2.1(b)	Note 2.1(c)	Note 2.1(d)	
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents	7.283	(2.277)	(16)	(500)	-	4.490
Trade receivables	717	(189)	-	-	-	528
Other receivables	365	(31)	-	-	-	334
Inventories	9.870	(3.312)	-	-	-	6.558
Recoverable taxes	1.791	(579)	-	-	-	1.211
Derivative financial instruments	313	(80)	-	-	-	233
Other current assets	370	(43)	-	-	-	327
Held-for-sale assets	110	-	-	-	-	110
<b>Total current assets</b>	<b>20.819</b>	<b>(6.513)</b>	<b>(16)</b>	<b>(500)</b>	<b>-</b>	<b>13.791</b>
<b>Non-current assets</b>						
Trade receivables	48	-	-	-	-	48
Other receivables	678	-	-	-	-	678
Recoverable taxes	2.442	(867)	-	-	-	1.575
Derivative financial instruments	14	(11)	-	-	-	3
Deferred income tax and social contribution	339	-	-	-	43	382
Related parties	109	(23)	-	(127)	41	0
Escrow deposits	760	(112)	-	-	(41)	607
Other non-current assets	173	(1)	-	-	-	172
Investments in subsidiaries and associates	816	-	407	-	-	1.223
Investment properties	3.624	-	-	-	-	3.624
Property, plant and equipment	26.438	(6.915)	(25)	(45)	-	19.454
Intangible assets	6.979	(1.037)	-	-	-	5.943
<b>Total non-current assets</b>	<b>42.420</b>	<b>(8.964)</b>	<b>382</b>	<b>(172)</b>	<b>43</b>	<b>33.710</b>
<b>Total assets</b>	<b>63.239</b>	<b>(15.477)</b>	<b>366</b>	<b>(672)</b>	<b>43</b>	<b>47.500</b>

The accompanying notes are an integral part of the pro-forma condensed consolidated financial information.

		Pro-forma adjustments				
		Corporate reorganization				
	Companhia Brasileira de Distribuição	Spin-off of Sendas Distribuidora S.A.	Assets transferred in exchange	Contribution of capital to Sendas Distribuidora S.A.	Corporate Separation Agreement	Total Pro-forma
		Note 2.1(a)	Note 2.1(b)	Note 2.1(c)	Note 2.1(d)	
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Trade payables	11.971	(3.941)	-	-	-	8.029
Borrowings and financing	6.178	(2.106)	-	-	-	4.072
Lease liability	1.031	(157)	-	-	-	874
Payroll and related charges	1.291	(398)	-	-	-	892
Taxes payable	797	(278)	-	-	-	519
Related parties	194	(150)	-	13	151	208
Proposed dividends	14	(264)	-	-	-	(249)
Financed purchase of assets	128	(51)	-	-	-	77
Unaccrued income	268	(111)	-	-	-	157
Onlending	34	(0)	-	-	-	34
Acquired companies	581	-	-	-	-	581
Other current liabilities	465	(85)	-	-	-	380
<b>Total current liabilities</b>	<b>22.950</b>	<b>(7.541)</b>	<b>-</b>	<b>13</b>	<b>151</b>	<b>15.573</b>
<b>Non-current liabilities</b>						
Borrowings and financing	11.217	(5.680)	-	-	-	5.537
Lease liability	9.221	(2.392)	-	-	-	6.829
Related parties	-	-	(1)	-	-	(1)
Deferred income tax and social contribution	1.037	(100)	145	-	-	1.082
Taxes payable	314	-	-	-	-	314
Provision for contingencies	1.331	(252)	-	-	22	1.101
Unaccrued income	22	(1)	-	-	-	21
Provision for investment losses in associates	618	-	-	-	-	618
Other non-current liabilities	287	(8)	-	-	-	279
<b>Total non-current liabilities</b>	<b>24.046</b>	<b>(8.433)</b>	<b>144</b>	<b>-</b>	<b>22</b>	<b>15.780</b>
Equity attributable to controlling shareholders	13.092	497	222	(685)	(130)	12.997
Non-controlling interest	3.151	-	-	-	-	3.151
<b>Total equity</b>	<b>16.243</b>	<b>497</b>	<b>222</b>	<b>(685)</b>	<b>(130)</b>	<b>16.148</b>
<b>Total liabilities and equity</b>	<b>63.239</b>	<b>(15.477)</b>	<b>366</b>	<b>(672)</b>	<b>43</b>	<b>47.500</b>

The accompanying notes are an integral part of the pro-forma condensed consolidated financial information.

Pro-forma adjustments					
	Companhia Brasileira de Distribuição	Corporate reorganization			Total Pro-forma
		Spin-off of Sendas Distribuidora S.A.	Assets transferred in exchange	Contribution of capital to Sendas Distribuidora S.A.	
		Note 2.2(a)	Note 2.2(b)	Note 2.2(c)	Note 2.2(d)
<b>Continued operations</b>					
Sales revenue	61.737	(25.259)	-	-	-
Cost of sales and/or services	(48.466)	21.178	-	-	-
Gross profit	<b>13.271</b>	<b>(4.082)</b>	-	-	-
Operating income (expenses)					
Sales expenses	(7.589)	1.977	-	-	-
General and administrative expenses	(1.526)	304	-	-	-
Depreciation and amortization	(1.680)	360	-	1	-
Equity in subsidiaries	55	-	(44)	-	-
Other operating income (expenses), net	(341)	157	-	-	-
	<b>(11.080)</b>	<b>2.798</b>	<b>(44)</b>	<b>1</b>	<b>-</b>
Operating income before finance income (costs)	<b>2.191</b>	<b>(1.284)</b>	<b>(44)</b>	<b>1</b>	<b>-</b>
Finance income (costs), net	(1.385)	417	-	-	(5)
Income (loss) before income tax and social contribution	<b>805</b>	<b>(867)</b>	<b>(44)</b>	<b>1</b>	<b>(5)</b>
Income tax and social contribution	(212)	175	-	-	1
<b>Net income (loss) from continued operations</b>	<b>593</b>	<b>(692)</b>	<b>(44)</b>	<b>1</b>	<b>(4)</b>
<b>Attributable to:</b>					
Company's controlling shareholders - Continued operations	481	(692)	(44)	1	(4)
Non-controlling interest - Continued operations	112				
					112
Basic earnings per share:					
Continued operations - Group	R\$ 1,79				R\$ (0,97)
Continued operations - Non-controlling	R\$ 0,42				R\$ 0,42

Continued operations - Total	R\$ 2,21	R\$ (0,55)
Weighted average of shares used to calculate the basic earnings per share	267.865.387	267.865.387
Diluted earnings per share (*):		
Continued operations - Group	R\$ 1,79	
Continued operations - Non-controlling	R\$ 0.42	
Continued operations - Total	R\$ 2,21	
Weighted average of shares used to calculate the diluted earnings per share	268.198.592	

The accompanying notes are an integral part of the pro-forma condensed consolidated financial information.

(\*) The pro-forma diluted loss per share was not presented due to the non-diluted effect

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	Pro-forma adjustments					
	Corporate reorganization					
Companhia Brasileira de Distribuição	Spin-off of Sendas Distribuidora S.A.	Assets transferred in exchange	Contribution of capital to Sendas Distribuidora S.A.	Corporate Separation Agreement		Total Pro-forma
	Note 2.2(a)	Note 2.2(b)	Note 2.2(c)	Note 2.2(d)		
Continued operations						
Sales revenue	56.635	(27.952)	-	-	-	28.683
Cost of sales and/or services	(44.444)	23.228	-	-	-	(21.216)
Gross profit	12.191	(4.724)	-	-	-	7.467
Operating income (expenses)						
Sales expenses	(7.431)	2.265	-	-	-	(5.166)
General and administrative expenses	(923)	353	-	-	-	(569)
Depreciation and amortization	(1.413)	386	-	1	-	(1.027)
Equity in subsidiaries	2	-	(51)	-	-	(48)
Other operating income (expenses), net	(459)	171	-	-	-	(287)
	(10.223)	3.176	(51)	1	-	(7.097)
Operating income before finance income (costs)	1.968	(1.548)	(51)	1	-	370
Finance income (costs), net	(1.206)	189	-	-	(6)	(1.023)
Income (loss) before income tax and social contribution	761	(1.359)	(51)	1	(6)	(653)
Income tax and social contribution	(272)	379	-	-	2	109
Net income (loss) from continued operations	490	(980)	(51)	1	(4)	(544)
Attributable to:						
Company's controlling shareholders - Continued operations	478	(980)	(51)	1	(4)	(556)
Non-controlling interest - Continued operations	12					12
Basic earnings per share:						
Continued operations - Group	R\$ 1,79					R\$ (2,08)
Continued operations - Non-controlling	R\$ 0,05					R\$ 0,05
Continued operations - Total	R\$ 1,83					R\$ (2,04)
Weighted average of shares used to calculate the basic earnings per share	267.068.422					267.068.422

Diluted earnings per share(*):	
Continued operations – Group	R\$ 1,78
Continued operations - Non-controlling	R\$ 0,05
Continued operations – Total	R\$ 1,83
Weighted average of shares used to calculate the diluted earnings per share	267.573.996

The accompanying notes are an integral part of the pro-forma condensed consolidated financial information.

*(\*) The pro-forma diluted loss per share was not presented due to the non-diluted effect*

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## 1. Description of transaction and basis for the preparation of pro-forma condensed consolidated unaudited financial information

### 1.1.Transaction Description

The pro-forma condensed consolidated unaudited balance sheet as of September 30, 2020 and the pro-forma condensed consolidated unaudited income statements for the nine-month period ended September 30, 2020 and the year ended December 31, 2019 reflect the transaction described below:

The Board of Directors' meeting, held on September 9, 2020, authorized the beginning of the studies for separation of Sendas Distribuidora S.A. ("Sendas"), by means of the partial spin-off of Companhia Brasileira de Distribuição ("Company" or "CBD") ("Potential Transaction").

The purpose of the Potential Transaction is segregating the Company's Cash & Carry (Wholesale and Retail) and traditional retail businesses allowing them to operate autonomous, with separate management, focused on the business model and market opportunities. In addition, the Potential Transaction shall ensure the direct access to the capital market and other financing sources to each of the business.

Upon implementation of the Potential Transaction, the Company's shareholders shall receive the shares issued by Sendas and held by the Company, proportionally to the shareholding interest held by the shareholders in the Company's capital. Such distribution shall take place after the listing, by Sendas, of the shares issued in the "Novo Mercado" segment of B3 S.A - Brasil, Bolsa, Balcão; the ADSs are expected to be listed, representing the Sendas' shares in the New York Stock Exchange (NYSE).

The Potential Transaction also provides for the following:

- The shareholding interest in Almacenes Éxito S.A. ("Éxito") currently held by Sendas shall be transferred to the Company; 9.07% of the shareholding interest in exchange for the assets described in item "2.1.b" and in the next paragraph, and the remaining percent of 87.49% of the shareholding interest by means of a spin-off on behalf of the Company;
  - The assignment by CBD to Sendas of: (i) the shareholding interest corresponding to 50% of the capital stock of Bellamar Empreendimentos e Participações Ltda. ("Bellamar"), which holds 35.76% of the shareholding interest in Financeira Itaú CBD S.A. Crédito, Financiamento e Investimento ("FIC"), (ii) lands, in the amount of R\$25 described in exhibit 5 of the accounting report of CBD spin-off, in exchange of the 9.07% of shareholding interest of Éxito;
  - The assignment of other operational assets linked to the retail activity with the historical amount of R\$20;
  - The Company's contribution to Sendas through: (i) net assets for future development in the amount of R\$45; (ii) credits held by CBD, in the amount of R\$140; and (iii) cash, in the amount of R\$500, all described in the Company and Sendas Spin-off Agreement,
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which shall be approved in the relevant Shareholders' Meeting, including those which will approve the Potential Transaction;

- In addition, in conformity with the terms of the Corporate Separation Agreement entered into between CBD and Sendas, and by virtue of the Potential Transaction, certain assets and liabilities are recognized in connection with the transactions performed between the Company and Sendas, which are being documented, representing a decrease in net equity of R\$130.

#### **1.2. Basis of Preparation of the unaudited pro-forma condensed consolidated financial information**

The unaudited pro-forma condensed consolidated financial information has been prepared and is being presented under Communication 06 – Presentation of Pro-forma Financial Information, issued by the Federal Accounting Council, approved by CVM.

The unaudited pro-forma condensed consolidated balance sheet as at September 30, 2020 is based on the CBD's and Sendas' consolidated balance sheets, on a pro-forma basis, as if such Potential Transaction had been concluded on September 30, 2020. The pro-forma condensed consolidated income statement for the nine-month unaudited period ended September 30, 2020 and for the year ended December 31, 2019, based on the CBD's and Sendas' consolidated historical income statements, as if such Potential Transaction had been concluded on January 1, 2019.

The unaudited pro-forma condensed consolidated financial information was based on the following:

- CBD' consolidated historical financial information for the nine-month period ended September 30, 2020, prepared under technical pronouncement CPC 21 – Interim Financial Reporting issued by CPC and international accounting standard IAS 34 – Interim Financial Reporting issued by the International Accounting Standards Board ("IASB"), revised by Ernst & Young Auditores Independentes S.S, which issued a review report, without changes, on October 28, 2020;
  - CBD's consolidated historical financial statements for the year ended December 31, 2019, prepared in accordance with accounting practices adopted in Brazil, which comprise the accounting pronouncements, interpretations and guidelines issued by the CPC, approved by the Brazilian Securities Commission ("CVM") and the Federal Accounting Council ("CFC"), and also with the international financial reporting standards ("IFRS") issued by the International Accounting Standards Board ("IASB"), audited by Ernst & Young Auditores Independentes SS, which issued an audit report, without changes, on October 28, 2020;
  - Sendas' consolidated historical interim financial information for the nine-month period ended on September 30, 2020, prepared in accordance with technical pronouncement CPC 21 – Interim Statement issued by CPC and the international accounting standard IAS 34 –
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Interim Financial Reporting issued by the International Accounting Standards Board ("IASB"), reviewed by Ernst & Young Auditores Independentes SS, which issued a review report, without changes, on December 12, 2020;

- Sendas' historical condensed consolidated historical financial statements for the year ended December 31, 2019, prepared in accordance with the accounting practices adopted in Brazil, which comprise the accounting pronouncements, interpretations and guidelines issued by the CPC, approved by the Brazilian Securities and Exchange Commission ("CVM") and the Federal Accounting Council ("CFC"), and also the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"), audited by Ernst & Young Auditores Independentes S.S, which issued an audit report, without changes, on December 12, 2020

The unaudited pro-forma condensed consolidated financial information must be read in conjunction with the consolidated historical accounting information notes related thereto, mentioned above.

The pro-forma adjustments are based on the currently available information and certain assumptions and estimates, as described in note 2 below. Actual results may differ from the pro-forma adjustments. However, Management believes that these assumptions and estimates provide a reasonable basis to present the significant effects of the respective transactions and that the pro-forma adjustments are supported by the facts and properly reflect these assumptions and estimates.

The unaudited pro-forma condensed consolidated financial information has been presented for purposes of information only and does not intend to represent the Sendas' actual consolidated results from operations or consolidated financial position if the Potential Transaction had taken place on the assumed dates and, therefore, does not necessarily indicate the results from operations in future periods or the consolidated financial position.

The unaudited pro-forma condensed consolidated financial information has been prepared on a recurring basis and, therefore, does not include eventual non-recurring gains or losses arising from the Potential Transaction.

The Potential Transaction, as described above, includes the receipt by CBD of 100% of the shareholding interest held by Sendas in Éxito's capital stock. The transfer of the Éxito's shares to CBD does not impact the unaudited pro-forma condensed consolidated financial information, as the CBD's historical consolidated balances include the Éxito's historical balances of the balance sheet and income statement, as Éxito is an indirect subsidiary.

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### 3. Pro-forma Adjustments

The unaudited pro-forma condensed consolidated financial information includes the following adjustments:

#### 3.1. Pro-forma adjustments to the historical unaudited condensed consolidated balance sheet as of September 30, 2020

- (e) It represents Sendas' historical spun-off equity balances at historical values by virtue of the separation of the GPA's Wholesale and Retail operation, as described in Sendas' spin-off appraisal report, included in the form of Exhibit 8. As explained in paragraph 1.2 above, Sendas' spun-off amounts do not include Éxito's balances, as they are already included in the consolidated balances of CBD and will continue to be part of CBD's operations.
- (f) According to the application of CPC 36 (R3)/IFRS 10 — Consolidated Financial Statements, within the scope of the Potential Transaction for the assignment of shareholding corresponding to 50% of Bellamar's share capital, and consequently joint control of it in accordance with CPC 19 (R2)/IFRS 11 – Joint Ventures, Bellamar's deconsolidation in the net assets of R\$(377). Then, the registration of the remaining 50% interest in Bellamar is made at fair value, in the amount of R\$769 in application of the principles of IFRS10. The revaluation gain net of tax, in the amount of R \$ 435, is not being shown in the pro-forma adjustments to the result, as it is considered as a non-recurring gain. Such gain was calculated by the difference between fair value of the investment at 50% in Bellamar in the amount net of income tax of R\$624 and the book value of such investment, represented by 50% of R\$377.

The adjustment in the balance sheet is composed of the following assets transferred in exchange of 9.07% of shareholding interest in Éxito:

	De-consolidation of Bellamar consolidated balances	Acknowledgment of 50% of investment at fair price in Bellamar	Assignment of lands	<b>Total Pro-forma adjustment</b>
<b>Assets</b>				
Cash and cash equivalents	(16)			(16)
Investments in subsidiaries and associated companies	(362) (*)	769		407
Fixed assets			(25)	(25)
	<b>(378)</b>	<b>769</b>	<b>(25)</b>	<b>366</b>
<b>Liabilities</b>				
Related Parties	1			1
Deferred income Tax e social contribution		(145)		(145)
	<b>-</b>	<b>(145)</b>	<b>-</b>	<b>(145)</b>
	<b>(377)</b>	<b>624</b>	<b>(25)</b>	<b>222</b>

(\*) Refers to the equity interest held in FIC recognized by the equity method.

- (g) It represents the contribution of capital increase of CBD in Sendas through (i) the cash contribution, in the amount of R\$500, (ii) the net debt capitalization (credit receivable net from payable liabilities CBD) in the amount of R\$140, and (iii) contribution of fixed assets (stores for future development) with residual amount of R\$ 45, as described in note 1.1 above.
- (h) Recognition of balances of assets and liabilities in connection with the Corporate Separation Agreement entered into between CBD and Sendas, related to relevant contingencies and judicial deposits which the parties agreed to be responsible after the spin-off. These indemnification effects will be registered in the related parties' accounts, and the net effect in CBD shall be R\$130 in the net shareholders' equity.

**3.2. Pro-forma adjustments to the unaudited historical condensed consolidated income for the 9-month period ended on September 30, 2020 and December 31, 2019**

- (a) It represents the spin-off of Sendas' historical income lines at historical value, for the year 2019 for the pro-forma income statement for the fiscal year ended on December 31, 2019, and for the nine-month period ended on September 30, 2020 for the pro-forma income statement for the nine-month period ended September 30, 2020. As explained in paragraph 1.2 above, the Sendas' spun-off amounts do not include Éxito's results, as they are already included in the consolidated balances of CBD and will continue to be part of CBD's operations.
- (b) It represents the elimination of the shareholding interest equivalent to 50% of Bellamar's result, as if the shareholding interest had been acquired on January 1, 2019. Such accounting and the subsequent acquisition of the joint shareholding control in Bellamar are addressed under CPC 19/IFRS 11.

	Year ended on December 31, 2019	9-month period ended on September, 30 2020
Elimination of Bellamar historical net income in CBD's consolidated books	(101)	(88)
Adjustment by equity results for 50% participation of Bellamar	50	44

- (c) It represents the adjustment related to the amortization of the assets assigned to SENDAS as contribution of capital, assuming that these assets were transferred on January 1, 2019:

	Historical Cost	Annual depreciation rate	Pro-forma adjustment depreciation Year ended on December 31, 2019	Depreciation 9-month period ended on September, 30 2020
Land	15	N/A	-	-
Buildings	16	2,50%	0	0
Improvements	20	4,17%	1	1
Facilities	1	8,19%	0	0
<b>Total</b>	<b>53</b>		<b>1</b>	<b>1</b>

(d) It represents the indemnity of interest that CBD must pay to Sendas on the liabilities recorded and described in paragraph "2.1.d", assuming that these liabilities were registered on January 1, 2019:

	Indemnifiable liabilities			Adjustment for inflation	
	01/01/2019	12/31/2019	09/30/2020	Year ended on December 31, 2019	9-month period ended on September, 30 2020
Tax contingencies	(97)	(101)	(105)	(4)	(4)
Civil/labor contingencies	(65)	(67)	(68)	(2)	(1)
<b>Total</b>	<b>(162)</b>	<b>(168)</b>	<b>(173)</b>	<b>(6)</b>	<b>(5)</b>