



Financial Statements

**Allpark Empreendimentos, Participações e Serviços
S.A.**

June 30, 2021
with Independent Auditor's Report



A free translation from Portuguese into English of Independent auditor's review report on individual and consolidated interim financial information prepared in Brazilian currency in accordance with NBC TG 21 and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB)

Independent auditor's review report on quarterly information

To the Shareholders, Board of Directors and Officers of
Allpark Empreendimentos, Participações e Serviços S.A.
São Paulo – SP

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Allpark Empreendimentos, Participações e Serviços S.A. (the "Company"), contained in the Quarterly Information Form (ITR), for the quarter ended June 30, 2021, comprising the statement of financial position as at June 30, 2021 and the related statements of profit or loss and comprehensive income for the three and six-month periods then ended, and of changes in equity and of cash flows for the six-month period then ended, including the explanatory notes.

Management is responsible for the preparation of the individual and consolidated interim financial information in accordance with NBC TG 21 and IAS 34 - *Interim Financial Reporting*, issued by the International Accounting Standards Board (IASB), as well as for the fair presentation of this information in conformity with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and international standards on review engagements (NBC TR 2410 and ISRE 2410 - *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards 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 individual and consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information included in the quarterly financial information referred to above was not prepared fairly, in all material respects, in accordance with NBC TG 21 and IAS 34, applicable to the preparation of quarterly financial information (ITR), and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission.

Other matters

Statements of value added

The accompanying quarterly information includes the individual and consolidated statements of value added (SVA) for the three and six-month periods ended June 30, 2021, prepared under the responsibility of Company management and presented as supplementary information for purposes of IAS 34. These statements were subject to review procedures performed in conjunction with the review of the quarterly information, with the purpose of concluding whether they are reconciled with the interim accounting information and accounting records, as applicable, and whether their form and content are in accordance with the criteria defined in NBC TG 09 *Statement of Added Value*. Based on our review, nothing has come to our attention that causes us to believe they were not prepared, in all material respects, in accordance with the criteria defined in the abovementioned standard and consistently with the overall individual and consolidated interim financial information.

São Paulo, August 11, 2021

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



Flávio Serpejante Peppe
Accountant CRC-1SP172167/O-6

Allpark Empreendimentos, Participações e Serviços S.A.

Statements of financial position
June 30, 2021 and December 31, 2020
(In thousands of reais - R\$)

	Note	Individual		Consolidated	
		06/30/2021	12/31/2020	06/30/2021	12/31/2020
Assets					
Current assets					
Cash and cash equivalents	4	38,022	5,710	72,198	42,109
Accounts receivable	5	38,448	40,739	50,847	49,942
Taxes recoverable	6	43,192	42,739	50,940	49,415
Prepaid expenses		4,859	1,668	9,132	4,035
Advances to suppliers		955	530	1,770	1,183
Advances to employees		1,213	1,724	1,493	2,114
Prepaid leases		313	404	327	418
Transactions with related parties	17.1	7,804	10,083	18,613	22,833
Other receivables	7	34,622	30,787	34,748	30,930
Total current assets		169,428	134,384	240,068	202,979
Noncurrent assets					
Taxes recoverable	6	19,354	20,912	29,964	32,012
Transactions with related parties	17.1	81	18	337	275
Judicial deposits	18	9,810	9,763	11,703	11,265
Prepaid expenses		3,439	3,607	3,976	4,578
Other receivables	7	22,244	14,053	22,244	14,053
Investment property	8	13,632	13,800	13,632	13,800
Investments	9	354,191	446,010	17,095	20,158
Property and equipment	11	159,011	163,646	234,761	238,339
Right of use	10	73,927	88,787	473,169	509,410
Intangible assets	12	534,449	547,117	1,615,085	1,650,236
Total noncurrent assets		1,190,138	1,307,713	2,421,966	2,494,126
Total assets		1,359,566	1,442,097	2,662,034	2,697,105

See accompanying notes.

Allpark Empreendimentos, Participações e Serviços S.A.

Statements of financial position
June 30, 2021 and December 31, 2020
(In thousands of reais R\$)

	Note	Individual		Consolidated	
		06/30/2021	12/31/2020	06/30/2021	12/31/2020
Liabilities and equity					
Current liabilities					
Loans, financing and debentures	13	281,263	301,366	459,267	473,634
Derivative financial instruments	14	9,930	-	9,930	-
Trade accounts payable		34,549	38,595	106,715	82,511
Lease liability	15	32,843	34,482	118,332	139,059
Concession rights payable	16	-	-	52,257	50,064
Accounts payable for investments made		6,674	2,000	6,674	2,000
Labor obligations		27,603	23,258	32,713	27,557
Tax obligations		9,566	5,278	14,158	8,290
Tax payment in installments		93	133	174	230
Advances from customers		1,538	1,599	16,088	10,158
Transactions with related parties	17.2	819	727	82	22
Provision for losses on investees	9	13,227	15,039	-	-
Other payables		10,216	14,217	13,015	16,882
Total current liabilities		428,321	436,694	829,405	810,407
Noncurrent liabilities					
Loans, financing and debentures	13	313,227	238,088	456,688	391,569
Lease liability	15	56,829	71,019	469,747	475,934
Trade accounts payable		996	1,625	1,709	1,768
Concession rights payable	16	-	-	317,274	297,544
Accounts payable for investments made		-	3,815	-	3,815
Tax payment in installments		78	101	116	167
Transactions with related parties	17.2	-	5,700	620	18
Provision for contingencies	18	6,862	6,862	21,921	25,239
Other payables		-	-	3,654	3,654
Total noncurrent liabilities		377,992	327,210	1,271,729	1,199,708
Total liabilities		806,313	763,904	2,101,134	2,010,115
Equity	20				
Capital		512,453	512,453	512,453	512,453
Capital reserve		770,059	769,674	770,059	769,674
Accumulated losses		(729,259)	(603,934)	(729,259)	(603,934)
Total equity		553,253	678,193	553,253	678,193
Noncontrolling interests		-	-	7,647	8,797
		553,253	678,193	560,900	686,990
Total liabilities and equity		1,359,566	1,442,097	2,662,034	2,697,105

See accompanying notes.

	Note	Individual				Consolidated			
		01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020
Net revenue from services rendered	21	242,668	123,921	255,289	71,499	341,110	175,629	329,205	85,824
Cost of services rendered	22	(187,900)	(96,562)	(186,736)	(49,956)	(264,051)	(135,634)	(244,461)	(65,080)
Gross profit		54,768	27,359	68,553	21,543	77,059	39,995	84,744	20,744
Operating income (expenses)									
General and administrative expenses	22	(36,339)	(19,181)	(33,641)	(11,862)	(41,243)	(21,627)	(39,458)	(13,894)
Amortization of intangible assets	12	(31,612)	(15,843)	(32,536)	(16,324)	(73,069)	(36,605)	(45,248)	(22,813)
Other operating income, net	22	960	1,528	1,276	1,305	791	2,066	1,262	1,286
Equity pickup	9	(91,471)	(44,126)	(42,573)	(29,198)	(2,576)	(1,128)	(2,165)	(1,009)
		(158,462)	(77,622)	(107,474)	(56,079)	(116,097)	(57,294)	(85,609)	(36,430)
Operating (loss) before finance income (costs)		(103,694)	(50,263)	(38,921)	(34,536)	(39,038)	(17,299)	(865)	(15,686)
Finance income (costs)									
Finance income	23	11,125	10,002	20,954	5,035	11,634	10,325	21,795	5,373
Finance costs	23	(32,756)	(20,433)	(63,929)	(27,069)	(96,128)	(52,474)	(102,756)	(46,449)
		(21,631)	(10,431)	(42,975)	(22,034)	(84,494)	(42,149)	(80,961)	(41,076)
Loss before income and social contribution taxes		(125,325)	(60,694)	(81,896)	(56,570)	(123,532)	(59,448)	(81,826)	(56,762)
Income and social contribution taxes									
Current	19	-	-	-	-	(1,639)	(1,020)	(610)	(148)
		-	-	-	-	(1,639)	(1,020)	(610)	(148)
Loss for the period		(125,325)	(60,694)	(81,896)	(56,570)	(125,171)	(60,468)	(82,436)	(56,910)
Attributable to:									
Controlling shareholders		(125,325)	(60,694)	(81,896)	(56,570)	(125,325)	(60,694)	(81,896)	(56,570)
Noncontrolling shareholders		-	-	-	-	154	226	(540)	(340)
Earnings per share									
Basic – common shares	24	(0.6468)	(0.3132)	(0.4648)	(0.3211)	(0.6468)	(0.3132)	(0.4648)	(0.3211)
Diluted – common shares	24	(0.6468)	(0.3132)	(0.4648)	(0.3211)	(0.6468)	(0.3132)	(0.4648)	(0.3211)

See accompanying notes.

	Individual				Consolidated			
	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020
Loss for the year	(125,325)	(60,694)	(81,896)	(56,570)	(125,171)	(60,468)	(82,436)	(56,910)
Total comprehensive income (loss) for the	(125,325)	(60,694)	(81,896)	(56,570)	(125,171)	(60,468)	(82,436)	(56,910)
Attributable to:								
Controlling shareholders	(125,325)	(60,694)	(81,896)	(56,570)	(125,325)	(60,694)	(81,896)	(56,570)
Noncontrolling shareholders	-	-	-	-	154	226	(540)	(340)
	(125,325)	(60,694)	(81,896)	(56,570)	(125,171)	(60,468)	(82,436)	(56,910)

See accompanying notes.

Statements of changes in equity
Six and three-month periods ended June 30, 2021 and 2020
(In thousands of reais R\$)

	Note	Capital	Reserves		Accumulated losses	Total	Noncontrolling interests	Total
			Capital reserves	Stock option plan				
Balance at December 31, 2019		212,153	773,692	16,265	(432,974)	569,136	11,980	581,116
Capital increase	20	300,300	-	-	-	300,300	-	300,300
Share issue costs	20	-	(23,239)	-	-	(23,239)	-	(23,239)
Instruments granted	30	-	-	2,280	-	2,280	-	2,280
Dividends		-	-	-	-	-	(468)	(468)
Loss for the period		-	-	-	(81,896)	(81,896)	(539)	(82,435)
Total comprehensive income		-	-	-	(81,896)	(81,896)	(539)	(82,435)
Balance as of June 30, 2020		512,453	750,453	18,545	(514,870)	766,581	10,973	777,554
Balance at December 31, 2020		512,453	750,879	18,795	(603,934)	678,193	8,797	686,990
Instruments granted	30	-	-	385	-	385	-	385
Dividends		-	-	-	-	-	(1,304)	(1,304)
Profit or loss for the period		-	-	-	(125,325)	(125,325)	154	(125,171)
Total comprehensive income		-	-	-	(125,325)	(125,325)	154	(125,171)
Balance as of June 30, 2021		512,453	750,879	19,180	(729,259)	553,253	7,647	560,900

See accompanying notes.

Statements of cash flows
Periods ended June 30, 2021 and 2020
(In thousands of reais R\$)

	Individual		Consolidated	
	06/30/2021	06/30/2020	06/30/2021	06/30/2020
Loss before income and social contribution taxes	(125,325)	(81,896)	(123,532)	(81,826)
Non-cash adjustments:				
Depreciation and amortization	41,537	42,542	88,313	61,775
Depreciation of right-of-use asset	11,303	37,867	34,089	63,076
Property and equipment, and intangible assets written off	839	2,364	1,496	2,396
(Loss) - right of use / Leases - IFRS 16	(1,091)	(4,723)	(1,097)	(4,723)
(Reversal of) provision for contingencies	-	-	(3,318)	614
Expenses with share-based payments	-	1,902	-	1,902
Provision for bonuses	3,285	3,441	3,285	3,441
Equity pickup	91,471	42,573	2,576	2,165
Mark-to-market of derivatives	9,930	(17,211)	9,930	(17,211)
Decrease in contingent lease liability	-	(21,172)	-	(21,172)
Decrease in lease liability – practical expedient CVM 859	(7,457)	(6,027)	(13,038)	(25,856)
Allowance for expected credit losses	345	-	345	-
Provision for interest	13,039	65,373	77,655	105,856
(Increase) decrease in assets and liabilities:				
Accounts receivable	1,946	17,151	(1,250)	20,920
Taxes recoverable	1,105	(5,643)	523	(5,144)
Prepaid expenses	(3,023)	(2,391)	(4,496)	(2,338)
Advances to suppliers	(425)	812	(587)	252
Advances to employees	511	202	621	239
Prepaid leases	91	(6)	91	18
Judicial deposits	(47)	424	(438)	422
Other receivables	(9,810)	88	(7,853)	(14,155)
Trade accounts payable	(5,042)	(25,763)	23,937	(32,802)
Labor obligations	4,345	4,892	5,156	5,824
Tax obligations	4,288	3,281	5,868	1,566
Tax payment in installments	(64)	(103)	(107)	(150)
Advances from customers	(61)	85	5,930	47
Other payables	(12,894)	(2,239)	(6,490)	(3,420)
Income and social contribution taxes paid	-	-	(1,639)	(610)
Net cash flows from operating activities	18,796	55,823	95,970	61,106
Cash flows from investing activities:				
Acquisition of property and equipment	(5,808)	(8,560)	(13,011)	(12,715)
Dividends received	1,808	467	496	32
Acquisition of intangible assets	(18,729)	(22,046)	(22,367)	(168,208)
Capital increase in investees	(3,272)	(175,498)	(9)	9
Net cash flows used in investing activities	(26,001)	(205,637)	(34,891)	(180,882)
Cash flows from financing activities:				
Exercise of options	385	378	385	378
Capital increase	-	300,300	-	300,300
Share issue costs	-	(23,239)	-	(23,239)
Loans, financing and debentures raised	195,356	200,596	195,356	200,596
Repayment of principal on loans, financing and debentures	(130,900)	(99,453)	(137,828)	(100,296)
Repayment of principal and interest on leases	(9,413)	(39,428)	(47,958)	(71,316)
Interest paid on loans, financing and debentures	(15,911)	(18,237)	(25,272)	(19,150)
Dividends paid	-	-	(1,302)	-
Derivative financial instruments	-	3,701	-	3,701
Payment to granting authority	-	-	(14,371)	(3,467)
Net cash flows from (used in) financing activities	39,517	324,618	(30,990)	287,507
Increase in cash and cash equivalents	32,312	174,804	30,089	167,731
Cash and cash equivalents at beginning of period	5,710	73,933	42,109	120,196
Cash and cash equivalents at end of period	38,022	248,737	72,198	287,927

See accompanying notes.

	Individual		Consolidated	
	01/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	01/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020
Revenue:	279,861	294,593	393,775	379,877
Revenue from services	279,861	294,593	393,775	379,877
Materials acquired from third-parties:	(167,413)	(141,986)	(217,411)	(170,268)
Cost of services	(162,998)	(137,502)	(209,156)	(163,743)
Materials, power, services from suppliers and other	(4,415)	(4,484)	(8,255)	(6,525)
Gross value added	112,448	152,607	176,364	209,609
Depreciation and amortization	(52,098)	(77,286)	(119,709)	(119,441)
Net value added	60,350	75,321	56,655	90,168
Value added received from transfers:	(80,346)	(21,619)	9,058	19,630
Equity pickup	(91,471)	(42,573)	(2,576)	(2,165)
Finance income	11,125	20,954	11,634	21,795
Total value added to be distributed	(19,996)	53,702	65,713	109,798
Value added distributed	(19,996)	53,702	65,713	109,798
Salaries - charges				
Direct compensation	14,180	15,449	16,021	17,626
Benefits	1,821	1,951	2,105	2,304
Unemployment Compensation Fund (FGTS)	1,096	1,244	1,258	1,469
Taxes and contributions				
Federal taxes	24,886	25,725	34,740	33,017
State taxes	432	579	746	869
Local taxes	11,875	13,000	17,180	16,786
Debt remuneration				
Interest	32,756	63,929	96,128	102,756
Leases	569	319	557	1,303
Other	17,714	13,402	22,149	16,104
Equity remuneration:	(125,325)	(81,896)	(125,171)	(82,436)
Loss for the period	(125,325)	(81,896)	(125,171)	(82,436)

See accompanying notes.



1. Operations

Allpark Empreendimentos, Participações e Serviços S.A. (hereinafter referred to as the “Company”, “Allpark”, or “Individual”) is a publicly-held corporation with main place of business at Av. Pres. Juscelino Kubitschek, 1.830, Torre III, 3º andar, in the city and state of São Paulo. It was incorporated in 1982, and it is mainly engaged in managing, operating and/or controlling vehicle parking lot activities, rendering technical management, advisory and planning services related to vehicle parking lots, whether in own or third-party properties, for public or private companies, including in special short-stay parking areas located in public streets, conducting projects, implementing and maintaining traffic signs and road surface markings for the transportation system, and holding interest in other entities.

On May 15, 2020, the Company went public on the stock market and its shares are traded on B3 S.A. - Brasil, Bolsa, Balcão under ticker symbol “ALPK3”, reporting its information to the Securities and Exchange Commission (“CVM”).

At June 30, 2021, the Company had 594 operational complexes (625 at June 30, 2020) and 35 franchises (58 at June 30, 2020) located at the main locations in the states of São Paulo, Rio Grande do Sul, Goiás, Pernambuco, Rio Grande do Norte, Bahia, Paraná, Santa Catarina, Minas Gerais, Rio de Janeiro, Espírito Santo, Tocantins, Alagoas, Sergipe, Paraíba and the Federal District.

On May 19, 2020, the Company signed a concession arrangement with the São Paulo City Government, comprising the operation of pay-and-display parking areas in public streets by private companies in the city of São Paulo, the so-called Zona Azul. The concession arrangement was signed in accordance with the provisions of the International Call for Tender No. 001/SMT/2019.

The concession term will be 15 years, from the Notice of Commencement issued by the São Paulo City Government after signature of the arrangement, which provides for the payment of an initial fixed grant in the amount of R\$595,000 and covers a total of approximately 52,000 parking vacancies.

1.1. Impacts of COVID-19

The social distancing measures taken since March 2020 across the country, as a way to curb the spread of COVID-19, have significantly reduced the flow of people on the streets, in public spaces, airports, shopping malls, universities, hospitals, commercial buildings, etc. This reduced flow of people has had a significant impact on our operations since the beginning of the pandemic, resulting in a significant drop in the volume of vehicles parked in our parking lots.

Impacts

The Company management has followed all developments related to Covid-19, by daily monitoring the situation and the guidance from government authorities as of March 2020.

1. Operations (Operations)

1.1. Impacts of COVID-19 (Continued)

Impacts (Continued)

At the beginning of March 2021, some of the Company's operations, particularly shopping malls and on-street parking, were temporarily without movement or with reduced movement due to the worsening of the COVID-19 pandemic, pursuant to state government guidelines. As of May 2021, with the flexibilization according to state government guidelines, movement has increased, but it is not yet fully operational.

At this time of uncertainty and from the point of view of the operation, demand and financial management are being adjusted according to this new reality. In accordance with Circular Letters No. 02/20 and No. 03/20 issued by the Brazilian SEC (CVM) and taking into account the economic scenario and the risks and uncertainties arising from the impacts of Covid-19, we have revised our accounting estimates, listed below, and disclose our assessments in the respective explanatory notes. We also list other measures that have been adopted due to this new economic reality.

Estimates	Note
Allowance for expected credit losses	5
Impairment testing of right-of-use assets	10
Impairment testing of investments and joint ventures	9
Impairment testing of property and equipment	11
Impairment testing of intangible assets and of indefinite-lived assets	12
Determination of fair value of derivative financial instruments	27
Provision for contingencies (tax, civil and labor)	18
Other measures	Note
Loans, financing and debentures – covenants	13
Taxes recoverable	6

Measures in response to the impact of COVID-19

At June 30, 2021, of our 574 off-street operations (off-street and public streets), 23 are fully closed and 551 open, showing consistent recovery in revenue compared to the most critical period of the pandemic, following the gradual growth in the volume of vehicles in our parking lots.

With regard to on-street parking lots (on-street and public streets), until June 30, 2021, our 20 parking lots are operating normally, with a substantial drop in revenue due to the significant drop in the circulation of vehicles.

Company management, after carefully assessing its options to address all the challenges caused by Covid-19, has been adopting some measures to comply with local government decrees:



1. Operations (Operations)

1.1. Impacts of COVID-19 (Continued)

Health:

- Communications and frequent training sessions on prevention, hygiene and health care;
- Online platform with exclusive videos with doctors to support and guide our employees, as well as support through virtual assistant services;
- Distribution of prevention kits (hand sanitizer, face masks, non-contact thermometers) to the teams involved in currently active operations;
- Visits from doctors and from the medical and occupational safety department to support employees currently working in the operations;
- Monitoring of suspected and confirmed cases;
- Removal of employees in risk groups from the workplace;
- More than 90% of the administrative employees working from home at the height of the pandemic;
- Meetings between employees and leaders held through digital platforms; and
- Trips suspended for all employees.

Manpower:

- In our off-street division (off-street and public streets), 7.8% of the employees are working with a proportional reduction in working hours and salaries, or are on furlough;
- In our on-street division (on-street and public streets), 29.1% of the employees are working with a proportional reduction in working hours and salaries, or are on furlough; and
- Work schedule and planning for operations reviewed to meet the demand (open, partially open and closed parking lots).

Renegotiations, lease payments / considerations and other costs and expenses

- Reduction of operating costs and expenses to adapt to reduced demand;
- Reduction of costs and administrative expenses;
- Ongoing review and negotiation of most contracts for our operations due to the drop in the volume of vehicles.
- Below are some examples of our initiatives regarding lease payments/considerations of our operations:



1. Operations (Operations)

1.1. Impacts of COVID-19 (Continued)

Off-street concessions – Airports:

- We have 5 parking lots where we have adopted negotiation initiatives to timely reduce values and/or a review the lease payment/consideration calculation methodology;
- In 4 other parking lots, we have contracts that have downside protection mechanisms, which already guarantee our protection in scenarios of reduced revenue volume.

Off-street concessions - Except for Airports, Zona Azul, Franchise:

- A portion of our contracts has fixed lease payments/consideration amounts or amounts that are payable based on a percentage of revenue, but minimum lease payments/consideration amounts are guaranteed. Based on these contracts, we have already managed to renegotiate virtually all contracts in order to reduce the lease payment/consideration, see Note 15. While most of the contracts have already been renegotiated, they are monitored monthly in order to verify the volume of use of the parking lots in relation to the amount of the consideration paid

On-street concessions:

- Investments related to on-street contracts have a natural hedge, as the term of the contract may be extended in case the operation is temporarily suspended. In addition, the monthly grant/consideration amounts are based on a percentage of revenue. Currently, operations are normalized, however with a reduced volume.

Cash preservation:

- Reduction in expenses with maintenance Capex, IT and others, related to our operations and management;
- Reduction and extension of Capex expenses for the acquisition of new operations;
- Ongoing renegotiation to postpone installments, repayments and debt interest payments;
- Constant negotiation with several commercial banks, with credit facilities already approved and under approval and/or definition of commercial terms;
- A new credit facility of R\$29,200 obtained from Banco Santander to strengthen cash, bearing interest rates of 4.32% p.a. and with maturity in April 2021;
- A new credit facility of R\$70,200 obtained from Banco do Brasil to strengthen cash, bearing interest rates of 3.90% p.a. and with maturity in September 2021;
- First issue of simple debentures by investee Z.A Digital de São Paulo Sistema de Estacionamento Rotativo S.A. in the amount of R\$300,000 (for further information, see Note 13);



1. Operations (Operations)

1.1. Impacts of COVID-19 (Continued)

Cash preservation: (Continued)

- Seeking new short-term revenues with the car rental segment, logistics and retail companies.
- In February 2021, a new credit facility of R\$20,000 obtained from Finep to strengthen cash, bearing interest of TJLP + 0.08% p.a. and with maturity in February 2030, and a new credit facility of R\$75,000 obtained from Santander to strengthen cash, with a change in debt maturities from short to long term, with an interest rate of 3.65% p.a. with maturities from 2022 to 2026.

Going concern:

At June 30, 2021, the Company and its subsidiaries had negative net working capital, in the amount of R\$589,337, mainly due to the lease liabilities that have been recognized after adoption of CPC 06(R2)/IFRS 16 and liabilities for concession grant payable under the concession agreement for Zona Azul in São Paulo. The Company and its subsidiaries generated positive cash flow of R\$95,970 through their operating activities for the six-month period ended June 30, 2021 and, additionally, as described in this Note 1, the Company adopted a number of measures to address the effects arising from the COVID-19. Management continuously monitors the effects of the crisis, and will continue to adopt measures to strengthen its cash position, as it has already been doing with regard to the loans and financing that are constantly monitored and negotiated with the financial institutions.

In addition, in order to support its internal analyses, the Company engaged an independent consultancy firm to conduct a business continuity analysis for the following 12 months, which considered, among other factors, the impacts of COVID-19 on the Company's operations. The Company also has pre-approved medium to long-term credit facilities with financial institutions, to complement any cash disbursement needs.

Accordingly, based on its projections, the Company understands that its operations for the next 12 months will be sufficient to continue generating positive cash flow and to fulfill contractual and financial obligations, including those maturing in the short term.

2. Accounting policies

This interim financial information was authorized for issue by the Board of Directors on August 11, 2021.

The Company's individual and consolidated interim financial information, contained in the Quarterly Information Form (ITR) for the period ended June 30, 2021, has been prepared in accordance with NBC TG 21 (R4) and IAS 34 – *Interim Financial Reporting*, issued by the International Accounting Standard Board (IASB), and is presented according to the standards issued by the Securities and Exchange Commission (CVM) applicable to the preparation of Quarterly Information (ITR). All amounts reported in this interim financial information are in thousands of Brazilian reais (R\$), unless otherwise stated.

Significant accounting policies applied in the preparation this individual and consolidated interim financial information are consistent with those adopted and disclosed in Note 2 to the annual financial statements for the year ended December 31, 2020, which were approved on March 9, 2021. In view of the foregoing, the interim financial information should be read in conjunction with the financial statements for the year ended December 31, 2020.

2.1. Basis of consolidation

The consolidated financial statements include operations of the Company and the following subsidiaries that have the same business purposes of the Company. Equity interest held in those subsidiaries at the statement of financial position date is as follows:

Company name	Note	% at 06/30/2021		% at 12/31/2020	
		Direct	Indirect	Direct	Indirect
Riopark Estacionamento Ltda. ("Riopark")		99.99%	-	99.99%	-
Hora Park Sist. Estacionamento Rotativo Ltda. ("Hora Park")		100.00%	-	100.00%	-
Saepart Soc. Adm. Empreend. Part. Ltda. ("Saepart")		99.99%	-	99.99%	-
Capital Parking Estacionamento de Veículos Ltda. ("Capital")		99.99%	-	99.99%	-
Primeira Estacionamento Ltda. ("Primeira")		100.00%	-	100.00%	-
Azera Parking Ltda. ("Azera")		100.00%	-	100.00%	-
Calvitium Participações S.A. ("Calvitium")		100.00%	-	100.00%	-
Autopark S.A. ("Autopark")	(a)	-	99.99%	-	99.99%
Cellopark Estacionamento Ltda. ("Cellopark")	(a)	-	100.00%	-	100.00%
Estacionamentos Cinelândia S.A. ("Cinelândia")	(a)	-	80.00%	-	80.00%
Hospital Marcelino Champagnat Ltda. ("Marcelino")		75.00%	-	75.00%	-
Wellpark Estacionamento e Serviços Ltda. ("Wellpark")		100.00%	-	100.00%	-
E.W.S Estacionamento Salvador S.A. ("EWS")	(b)	-	100.00%	-	100.00%
Parking Tecnologia da Informação Ltda. ("Parking TI")		99.90%	-	99.90%	-
I-Park Estacionamento Inteligentes S.A. ("I-Park")	(c)	-	83.59%	-	83.59%
Loop AC Participações Ltda. ("Loop AC")		75.48%	-	75.48%	-
SCP Parque Shopping Aracajú ("Parque Aracajú")	(d)	51.00%	-	51.00%	-
SCP Estacionamento do Shopping Monte Carmo ("Monte Carmo")	(e)	51.00%	-	51.00%	-
Praça EDG Congonhas Empreendimentos S.A.		-	100.00%	-	100.00%
Z.A. Digital de São Paulo Sistema de Estacionamento Rotativo S.A.		-	100.00%	-	100.00%
Ecovagas Carregadores Elétricos LTDA ("Ecovagas")		100.00%	-	100.00%	-

(a) Subsidiary of Hora Park.

(b) Subsidiary of Hora Park (50%) and Wellpark (50%).

(c) Subsidiary of Capital.

(d) Silent partnership (SCP) created for operation in Parque Shopping Aracajú.

(e) SCP created for operation in Shopping Monte Carmo.



2. Summary of significant accounting policies (Continued)

2.1. Basis of consolidation (Continued)

Subsidiaries are fully consolidated as of acquisition date, which is the date the Company obtained control thereover, and continue to be consolidated until the date such control ceases to exist. The subsidiaries' financial statements are prepared for the same reporting period used by the Company, using consistent accounting policies. All intercompany balances, revenues and expenses as well as unrealized gains and losses arising from intercompany transactions are fully eliminated in the consolidation.

The Company has no investments abroad.

Significant financial information on the investments above is disclosed in Note 9.

2.2. Investment in associates and joint ventures

An associate is an investee over which the Company has significant influence. Significant influence is the power to participate in decisions on the investee's operating policies, but without holding control or joint-control over those policies. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require the unanimous consent of the parties sharing control.

The Company's investments in its associate and joint venture are accounted for using the equity method.

The Company has no investments in associates and joint ventures abroad.

Under the equity method, the investment in an associate or a joint venture is initially recognized at cost. The carrying amount of the investment is adjusted to recognize changes in the Company's share of net assets of the associate or joint venture since the acquisition date.

The statement of profit or loss reflects the Company's share of the results of operations of the associate or joint venture.

The aggregate of the Company's share of profit or loss of an associate and a joint venture is shown on the statement of profit or loss and represents the Company's proportional interests in the associate or joint venture.

The financial statements of the associates or joint ventures are prepared for the same reporting period as the Company. When necessary, adjustments are made to bring the accounting policies in line with those of the Company.

2. Summary of significant accounting policies (Continued)

2.2. Investments in affiliates and joint ventures (Continued)

After application of the equity method, the Company determines whether it is necessary to recognize an impairment loss on its investment in its associates or joint ventures. At each reporting date, the Company determines whether there is objective evidence that the investment in the associates or joint ventures is impaired. If there is such evidence, the Company calculates the amount of impairment as the difference between the recoverable amount of the associate or joint venture and its carrying value, and then recognizes the loss in the statement of profit or loss.

Upon loss of significant influence over the associate or joint control over the joint venture, the Company measures and recognizes any retained investment at its fair value. Any difference between the carrying amount of the associate or joint venture upon loss of significant influence and the fair value of the retained investment and proceeds from disposal is recognized in profit or loss.

Equity interest held in associates and joint ventures at the reporting dates is as follows:

Company name	Note	% at 06/30/2021		% at 12/31/2020	
		Direct	Indirect	Direct	Indirect
CCN Centro de Convenções Ltda. ("CCN")	(a)	-	50.00%	-	50.00%
Loop Gestão de Pátios S.A. ("Loop")	(b)	-	49.00%	-	49.00%
Consórcio Enéas de Carvalho Ltda. ("Enéas")	(c)	-	5.60%	-	5.60%
Consórcio Trianon Park Ltda. ("Trianon")	(c)	-	5.00%	-	5.00%
Consórcio Estacionamento Centro Cívico ("Centro Cívico")	(d)	70.00%	-	70.00%	-
Consórcio Estacionamento Novo Centro ("Novo Centro")	(d)	60.00%	-	60.00%	-

(a) Joint venture of Riopark.

(b) Associate of Loop AC.

(c) Company merged into Primeira in 2017.

(d) The Company exercises significant influence in the investee. While equity interest is higher than 50%, the Company has no control over the entity, as it does not have the necessary amount of voting capital according to the shareholders' agreement.

Significant financial information on the investments above is disclosed in Note 9.

3. Significant accounting judgments, estimates and assumptions

Judgments, estimates and assumptions

The preparation of the Company's individual and consolidated interim financial information requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of the period; however, uncertainties about these assumptions and estimates could result in outcomes that require adjustments to the carrying amount of assets or liabilities affected in future periods.

The significant assumptions and estimates used in the preparation of the individual and consolidated interim financial information for the quarter ended June 30, 2021 were the same as those adopted in the individual and consolidated financial statements for the year ended December 31, 2020.

4. Cash and cash equivalents

	Individual		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Cash and banks	4,864	3,553	6,419	4,796
Bank deposit certificates (a)	33,158	2,157	65,779	37,313
	38,022	5,710	72,198	42,109

(a) Investments in Bank Deposit Certificates are restated at the average rate of 99.58% of the Interbank Deposit Certificate (CDI) at June 30, 2021 (101.86% at December 31, 2020). Such investments may be redeemed at any time without loss in profitability.

5. Accounts receivable

	Individual		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Trade accounts receivable	14,182	17,460	16,474	19,492
Services rendered in events and guests	418	377	503	491
Agreements with "Tags"	9,332	10,108	11,794	12,368
Agreements and sponsorships	999	2,010	1,007	2,018
Debit and credit cards	4,848	3,523	11,719	7,590
Accounts receivable from franchisees	545	552	648	655
Accounts receivable – leases	3,460	2,812	4,038	3,432
Other receivables	5,259	4,147	5,259	4,146
	39,043	40,989	51,442	50,192
(-) Allowance for expected credit losses	(595)	(250)	(595)	(250)
	38,448	40,739	50,847	49,942

5. Trade accounts receivable (Continued)

At June 30, 2021 and December 31, 2020, the aging list of accounts receivable, gross of expected credit losses, is as follows:

Individual		Balance falling due, with no impairment losses	Balance overdue, with no impairment losses				
	Total		< 30 days	30 - 60 days	60 - 90 days	90 - 120 days	> 120 days
06/30/2021	39,043	37,963	405	306	107	63	199
12/31/2020	40,989	39,669	1,098	65	22	5	130

Consolidated		Balance falling due, with no impairment losses	Balance overdue, with no impairment losses				
	Total		< 30 days	30 - 60 days	60 - 90 days	90 - 120 days	> 120 days
06/30/2021	51,442	49,547	633	382	127	90	663
12/31/2020	50,192	48,256	1,300	197	110	93	236

The Company's operations mainly include the provision of services that are settled in cash, TAGs, credit cards, and debit cards. The option for bank slips is exclusive to monthly customers or contracts with legal entities. The Company rates the credit risk as low.

Management understands that amounts overdue will be mostly received, as there are specific negotiations for each outstanding amount. Therefore, the Company did not recognize a loss allowance for these amounts. Rescheduling negotiations due to default are already in progress and generating positive results. Monthly parking customers have already been informed about pre-set payment plans. In addition, management actively charges on *ad hoc* events.

Changes in allowance for expected credit losses are as follows:

	Individual and Consolidated	
	06/30/2021	12/31/2020
Balance at beginning of period	(250)	(250)
Additions	(345)	-
Write-offs	-	-
Balance at the end of period	(595)	(250)

In view of the current scenario of uncertainties in the economy, caused by the Covid-19 pandemic and in compliance with CVM/SNC/SEP Memorandum Circulars No. 02/2020 and No. 03/2020, the Company reviewed the variables that make up the methodology of measurement of expected credit losses and considers that the credit risk is low.

6. Taxes recoverable

	Individual		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Withholding Income Tax (IRRF)	9,571	8,965	10,417	9,748
Corporate Income Tax (IRPJ)	8,184	8,135	9,556	9,167
Social Contribution Tax on Net Profit (CSLL)	1,422	1,219	1,999	1,639
Brazilian social security contribution tax (INSS)	7,148	6,652	8,001	7,486
Contribution Taxes on Gross Revenue (PIS and COFINS)	33,877	36,463	47,969	50,585
Other taxes recoverable	2,344	2,217	2,962	2,802
	62,546	63,651	80,904	81,427
Current assets	43,192	42,739	50,940	49,415
Noncurrent assets	19,354	20,912	29,964	32,012
	62,546	63,651	80,904	81,427

These taxes are realized based on growth projections, operational issues and debt generation for these tax credits to be used by the Company and its subsidiaries.

7. Other receivables

	Individual		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Accounts receivable – leases (a)	55,245	43,335	55,245	43,335
Other receivables	1,621	1,505	1,747	1,648
	56,866	44,840	56,992	44,983
Current	34,622	30,787	34,748	30,930
Noncurrent	22,244	14,053	22,244	14,053

- (a) Receivables arising from downside protection clauses in lease contracts of long-term private contract segment, with a term of receipt between 6 and 24 months. Amounts may be deducted from calculated balances payable, received in cash, or converted into an increase in the contractual term.

8. Investment property

	Individual and Consolidated	
	06/30/2021	12/31/2020
Opening balance	13,800	14,137
Depreciation	(168)	(337)
Closing balance	13,632	13,800

The amount recorded as investment property refers to the acquisition cost of stores, restaurants and movie theaters in a venture in the city of São Paulo (Brascan Open Mall). This venture was acquired on December 28, 2011, together with the local parking lot. The venture was pledged as collateral for the 9th issue of Company debentures, as disclosed in Note 13.

8. Investment property (Continued)

The fair value of this investment property is R\$41,494, according to an assessment prepared by external consultants at December 31, 2020. At June 30, 2021, due to the impacts of Covid-19 and in accordance with management's assessment, the need to record a provision for assets was not identified. The fair value hierarchy is classified as Level 3.

A summary of the valuation techniques used is as follows:

Valuation techniques	Significant non-observable inputs	Average 2020
Discounted cash flow method	<ul style="list-style-type: none"> • Estimated annual lease amount • Restatement • Perpetuity growth rate • Discount rate 	R\$8,638 Inflation 3.30% 11.00%

We present below a sensitivity analysis of assets and the respective fair value adjustments had there been changes in the discount rates used to calculate fair value. We used variations of 0.5 percentage points upwards and downwards.

Fair value at 12/31/2020	Effects of changes in the discount rate			
	- 0.5 p.p	Effect	+ 0.5 p.p.	Effect
41,494	44,223	3,029	39,091	(2,403)

Amounts computed as revenues and expenses, recorded under "Revenues", are as follows:

	Individual and Consolidated	
	06/30/2021	12/31/2020
Lease revenue resulting from investment property	936	3,781
Direct operating expenses (including repair and maintenance) that generate lease	(1,410)	(2,292)
Income (loss) from investment properties	(474)	1,489

Future lease receivable from investment properties is as follows:

	06/30/2021
Minimum lease payment:	
Within one year	5,919
From 2 to 4 years	19,197
From 5 to 10 years	45,045
	70,161

9. Investments

	Individual		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Investments:				
Subsidiaries	354,191	446,010	-	-
Associates	-	-	17,095	20,158
Future capital contribution	-	-	-	-
Total assets	354,191	446,010	17,095	20,158
Subsidiaries' capital deficiency:				
Subsidiaries	(13,227)	(15,039)	-	-
Total liabilities	(13,227)	(15,039)	-	-
Total investments	340,964	430,971	17,095	20,158

Changes in investments

	Individual	Consolidated
Balance at 12/31/2019	246,510	23,233
Equity pickup	(193,101)	(2,510)
Dividends	(2,810)	(633)
Capital increase in investees	380,372	68
Balance at 12/31/2020	430,971	20,158
Equity pickup	(91,471)	(2,576)
Dividends	(1,808)	(496)
Capital increase in investees	3,272	9
Balance at 06/30/2021	340,964	17,095

9. Investments (Continued)**Information on subsidiaries and provision for investment losses**

	Information on subsidiaries and associates (01/01 to 06/30/2021)					06/30/2021	12/31/2020	06/30/2020	
Individual	Total assets	Total liabilities	Total equity	Net revenue	Profit or loss for the period	Investment balance	Equity pickup	Investment balance	Equity pickup
Capital Parking Estacionamento de Veículos Ltda.	9,837	31	9,806	75	(1,082)	9,806	(1,082)	10,399	(819)
Hora Park Sist. Estacionamento Rotativo Ltda.	896,474	574,128	322,346	50,859	(89,466)	305,952	(89,466)	395,419	(31,747)
Riopark Estacionamentos Ltda.	14,750	13,707	1,043	53	(318)	1,043	(318)	1,362	(169)
Primeira Estacionamentos Ltda.	21,071	1,629	19,441	4,262	159	19,435	159	19,275	44
Saepart Soc. Adm Empreend. Part. Ltda.	-	-	-	-	-	-	-	117	(80)
Hospital Marcelino Champagnat Ltda.	155	154	1	945	276	1	276	73	417
Loop AC Participações Ltda.	15,881	-	15,881	-	(2,649)	11,990	(2,000)	13,990	(1,744)
SCP Estacionamento do Shopping Monte Carmo	258	112	147	838	460	75	235	356	267
Calvitium Participações S.A.	5,152	294	4,858	804	210	4,858	210	4,419	25
Praça EDG Congonhas	6	1	5	-	(0)	5	(0)	5	(0)
Shopping Parque Bahia	1,437	597	839	2,085	1,321	428	674	595	(110)
Ecovagas Carregadores Elétricos Ltda.	599	0	599	-	(2)	598	(2)	-	-
						354,191	(91,314)	446,010	(33,916)
Subsidiaries' capital deficiency									
Parking Tecnologia da Informação Ltda.	5,071	7,103	(2,032)	-	13	(2,032)	13	(2,045)	(905)
Shopping Parque Aracajú	149	264	(115)	247	(3)	(59)	(2)	(57)	(63)
Wellpark Estacionamentos e Serviços Ltda.	9,165	19,828	(10,663)	5,813	(133)	(10,663)	(133)	(12,476)	(7,784)
Azera Parking Ltda.	238	699	(461)	-	-	(461)	-	(461)	-
Saepart Soc. Adm Empreend. Part. Ltda.	1,931	1,942	(12)	127	(128)	(12)	(127)	-	-
						(13,227)	(249)	(15,039)	(8,752)
Consórcio Estacionamento Centro Cívico	178	18	160	321	127	-	89	-	90
Consórcio Estacionamento Novo Centro	140	135	5	86	(1)	-	3	-	5
						-	92	-	95
						340,964	(91,471)	430,971	(42,573)

9. Investments (Continued)**Information on subsidiaries and provision for investment losses (Continued)**

Consolidated	Information on associates (01/01 to 06/30/2021)					06/30/2021		12/31/2020	06/30/2020
	Total assets	Total liabilities	Total equity	Net revenue	Profit or loss for the period	Investment balance	Equity pickup	Investment balance	Equity pickup
Consórcio CCN Centro de Convenções Ltda. (1)	2,554	1,051	1,503	210	(341)	751	(171)	1,033	(112)
Consórcio Enéas De Carvalho Ltda.	927	1	926	3,115	2,718	430	152	571	135
Consórcio Trianon Park Ltda.	2,475	2,146	329	428	1	33	0	24	3
Loop Gestão de Pátios S.A.	42,597	35,906	6,691	6,864	(5,406)	15,881	(2,649)	18,530	(2,286)
Consórcio Estacionamento Centro Cívico	178	18	160	321	127	-	89	-	90
Consórcio Estacionamento Novo Centro	140	135	5	86	(1)	-	3	-	5
						17,095	(2,576)	20,158	(2,165)

(1) This investment is classified as a joint venture, and accounted for using the equity method, in accordance with CPC 18.

The joint venture has no contingent liabilities or capital commitments at June 30, 2021, and December 31, 2020.

At June 30, 2021, management tested its investments and joint ventures for impairment and did not identify the need to recognize losses on the respective assets. Further details on the assumptions used in the projections at March 31, 2021 are described in Note 12.



10. Right of use

At June 30, 2021, the Company had 600 garage lease agreements (636 at December 31, 2020) entered into with third parties. Such agreements were reviewed by management, which concluded that they are classified as operating lease contracts. Some of these contracts provide for a variable lease expense on revenue, with amounts annually restated through contractual indexes. For fixed-installment lease contracts (130 contracts at June 30, 2021 and 180 contracts at December 31, 2020), installments were recognized at present value (considering the nominal incremental interest rate at commencement of the contract or upon any change in scope) as a right of use, matched against lease liabilities.

In addition, the Company recorded, on an accrual basis, directly in the statement of profit or loss under Leases account, the lease contracts in the six-month period ended June 30, 2021 containing: contingent payments, which vary according to ranges and percentages on parking lot billing in the amount of R\$77,695 (R\$67,443 in the six-month period ended June 30, 2020); low value contracts (which the Company has defined as contracts whose asset value when new is less than R\$20) in the amount of R\$32 (R\$201 in the six-month period ended June 30, 2020); and contracts whose term is less than 12 months in the amount of R\$1,855 (R\$2,067 in the six-month period ended June 30, 2020).

The Company decided to adopt the full retrospective approach as a transition method as of January 1, 2019, and prospectively from the beginning of the first practicable period.

- Term: the lease term will be the legally applicable period of the contract and will take into consideration the termination and renewal options by court, the use of which is reasonably certain by the Company. The contractual average term is from 1 to 30 years. Further details on the maturity of contracts are presented in Note 15.
- Rate: the discount rate used to calculate the right of use and the lease liability was determined based on certain historical inputs attributable to the Company and/or directly observable in the market. The average contract rate is 13.08% p.a. in 2021 and 2020. More details on rates adopted vis-à-vis the contract terms are presented in Note 15.

Lease payments are restated from time to time, according to the respective agreement and related clauses for restatement by inflation indexes. Such remeasurements are recorded in the right of use account matched against the lease liability account on the respective property lease contract restatement base date.

10. Right of use (Continued)

Changes for the quarter ended June 30, 2021 and year ended December 31, 2020 are as follows:

	Individual	Consolidated
Balance at December 31, 2019	439,291	881,290
Additions	657	641
Write-offs (i)	(311,269)	(311,269)
Remeasurements	21,940	51,029
Depreciation	(61,832)	(112,281)
Balance at December 31, 2020	88,787	509,410
Additions	326	326
Write-offs	(4,083)	(4,094)
Remeasurements	200	1,616
Depreciation	(11,303)	(34,089)
Balance as of June 30, 2021	73,927	473,169

- (i) Write-off mainly due to a change in the operation's contractual terms and conditions, changing the term and remuneration methodology of the operation mentioned in Note 18, resulting in the derecognition of the right of use in the amount of R\$304,599 and the lease liability, in the amount of R\$407,308 (see Note 15), in accordance with CPC 06 (R2)/IFRS 16. The net effects, without cash impact, amounted to R\$102,709, recognized in profit or loss for the year.

The table below shows the potential right to PIS/COFINS tax credits recoverable embedded in the lease/rent consideration, according to expected payment periods. Balances discounted and not discounted to present value:

Individual – 06/30/2021		
Cash flows	Nominal	Present value adjustment
Lease consideration	128,227	89,672
Potential PIS/COFINS (9.25%)	10,075	7,046
Consolidated – 06/30/2021		
Cash flows	Nominal	Present value adjustment
Lease consideration	1,085,478	588,079
Potential PIS/COFINS (9.25%)	97,713	52,938

At June 30, 2021, the Company assessed the impacts of Covid-19 and identified no indication of asset impairment.

11. Property and equipment

	Individual					
	06/30/2021			12/31/2020		
	Cost	Accumulated depreciation	Net carrying amount	Cost	Accumulated depreciation	Net carrying amount
Carrying amount						
Land	1,310	-	1,310	1,310	-	1,310
Real estate properties	93,527	(28,833)	64,694	93,527	(28,190)	65,337
Leasehold improvements	127,764	(83,439)	44,325	128,624	(82,114)	46,510
Machinery and equipment	86,027	(52,736)	33,291	84,290	(49,373)	34,917
Furniture and fixtures	7,834	(5,003)	2,831	7,780	(4,764)	3,016
Signboards and signs	15,312	(8,925)	6,387	14,643	(8,232)	6,411
Security system	12,604	(7,887)	4,717	12,137	(7,357)	4,780
Other property and equipment	23,850	(22,394)	1,456	23,121	(21,756)	1,365
Total	368,228	(209,217)	159,011	365,432	(201,786)	163,646

	Consolidated					
	06/30/2021			12/31/2020		
	Cost	Accumulated depreciation	Net carrying amount	Cost	Accumulated depreciation	Net carrying amount
Carrying amount						
Land	1,310	-	1,310	1,310	-	1,310
Real estate properties	129,699	(50,632)	79,067	129,699	(49,360)	80,339
Leasehold improvements	187,400	(114,059)	73,341	187,133	(111,297)	75,836
Machinery and equipment	133,071	(77,601)	55,470	129,920	(74,896)	55,024
Furniture and fixtures	9,844	(6,090)	3,754	9,784	(5,822)	3,962
Signboards and signs	25,185	(13,572)	11,613	24,382	(12,904)	11,478
Security system	15,111	(8,924)	6,187	14,554	(8,280)	6,274
Other property and equipment	35,800	(31,781)	4,019	35,044	(30,928)	4,116
Total	537,420	(302,659)	234,761	531,826	(293,487)	238,339

Changes in property and equipment at June 30, 2021 and December 31, 2020 are as follows:

	Individual					
	Balance at 01/01/2021	Additions	Write-offs	Transfers	Depreciation	Balance at 06/30/2021
Carrying amount						
Land	1,310	-	-	-	-	1,310
Real estate properties	65,337	-	-	-	(643)	64,694
Leasehold improvements	46,510	1,488	(366)	-	(3,307)	44,325
Machinery and equipment	34,917	2,123	(249)	43	(3,543)	33,291
Furniture and fixtures	3,016	83	(10)	-	(258)	2,831
Signboards and signs	6,411	723	(21)	-	(726)	6,387
Security system	4,780	584	(61)	-	(586)	4,717
Other property and equipment	1,365	807	(15)	(7)	(694)	1,456
Total	163,646	5,808	(722)	36	(9,757)	159,011

	Balance at 01/01/2020	Additions	Write-offs	Transfers	Depreciation	Balance at 12/31/2020
Carrying amount						
Land	1,310	-	-	-	-	1,310
Real estate properties	67,267	39	-	(682)	(1,287)	65,337
Leasehold improvements	48,458	4,669	(347)	212	(6,482)	46,510
Machinery and equipment	38,163	4,268	(173)	(50)	(7,291)	34,917
Furniture and fixtures	3,022	468	(19)	53	(508)	3,016
Signboards and signs	5,827	1,874	(41)	255	(1,504)	6,411
Security system	4,639	1,129	(16)	251	(1,223)	4,780
Other property and equipment	1,927	950	(80)	(39)	(1,393)	1,365
Total	170,613	13,397	(676)	-	(19,688)	163,646

11. Property and equipment (Continued)

Consolidated						
	Balance at 01/01/2021	Additions	Write-offs	Transfers	Depreciation	Balance at 06/30/2021
Carrying amount						
Land	1,310	-	-	-	-	1,310
Real estate properties	80,339	-	-	-	(1,272)	79,067
Leasehold improvements	75,836	3,056	(415)	(164)	(4,972)	73,341
Machinery and equipment	55,024	6,664	(758)	44	(5,504)	55,470
Furniture and fixtures	3,962	128	(20)	-	(316)	3,754
Signboards and signs	11,478	1,434	(78)	-	(1,221)	11,613
Security system	6,274	717	(64)	(21)	(719)	6,187
Other property and equipment	4,116	1,012	(30)	(7)	(1,072)	4,019
Total	238,339	13,011	(1,365)	(148)	(15,076)	234,761

	Balance at 01/01/2020	Additions	Write-offs (i)	Transfers	Depreciation	Balance at 12/31/2020
Carrying amount						
Land	1,310	-	-	-	-	1,310
Real estate properties	86,941	819	-	(4,878)	(2,543)	80,339
Leasehold improvements	119,418	7,330	(39,713)	635	(11,834)	75,836
Machinery and equipment	52,341	7,430	(574)	6,983	(11,156)	55,024
Furniture and fixtures	3,887	749	(51)	(4)	(619)	3,962
Signboards and signs	9,241	4,541	(77)	174	(2,401)	11,478
Security system	5,425	2,013	(20)	265	(1,409)	6,274
Other property and equipment	7,323	2,327	(47)	(3,175)	(2,312)	4,116
Total	285,886	25,209	(40,482)	-	(32,274)	238,339

(i) The main difference results from the return of the parking lot operation in the Salvador International Airport. For more information, see Note 16.

The Company has no contractual obligations arising from the acquisition of property and equipment. In addition, the Company has no property and equipment given in guarantee for transactions.

Given the impacts caused by Covid-19, at March 31, 2021, management tested property and equipment for impairment, and detected no need to set up a provision for impairment. Further details on the assumptions used in the projections are described in Note 12. At June 30, 2021, the Company carried out a follow-up, and detected no need for a new test in the quarter.

12. Intangible assets

	Individual					
	06/30/2021			12/31/2020		
	Cost	Accumulated amortization	Net carrying amount	Cost	Accumulated amortization	Net carrying amount
Software	86,344	(53,893)	32,451	78,690	(48,750)	29,940
Goodwill	560,653	(207,454)	353,199	549,477	(184,732)	364,745
Lease contract (ii)	122,380	(87,649)	34,731	122,380	(84,378)	38,002
Service concession arrangement	10,230	(6,222)	4,008	10,230	(5,878)	4,352
Goodwill	109,368	-	109,368	109,386	-	109,386
Other	692	-	692	692	-	692
Total	889,667	(355,218)	534,449	870,855	(323,738)	547,117

	Consolidated					
	06/30/2021			12/31/2020		
	Cost	Accumulated amortization	Net carrying amount	Cost	Accumulated amortization	Net carrying amount
Software	107,954	(65,008)	42,946	97,429	(58,579)	38,850
Goodwill	762,841	(256,195)	506,646	750,965	(226,314)	524,651
Lease contract (ii)	117,963	(89,807)	28,156	117,963	(86,090)	31,873
Concession infrastructure use right (iii)	968,406	(64,066)	904,340	953,083	(31,770)	921,313
Service concession arrangement	23,143	(9,907)	13,236	23,143	(9,373)	13,770
Goodwill	118,464	-	118,464	118,482	-	118,482
Other	1,417	(120)	1,297	1,417	(120)	1,297
Total	2,100,188	(485,103)	1,615,085	2,062,482	(412,246)	1,650,236

Changes in intangible assets for the period ended June 30, 2021 and year ended December 31, 2020 are as follows:

	Individual					
	Balance at 01/01/2021	Additions	Write-offs	Transfers (i)	Amortization	Balance at 06/30/2021
Carrying amount						
Software	29,940	7,744	(35)	-	(5,198)	32,451
Goodwill	364,745	11,326	(63)	(10)	(22,799)	353,199
Lease contract (ii)	38,002	-	-	-	(3,271)	34,731
Service concession arrangement	4,352	-	-	-	(344)	4,008
Goodwill	109,386	-	(18)	-	-	109,368
Other	692	-	-	-	-	692
Total	547,117	19,070	(116)	(10)	(31,612)	534,449

	Balance at 01/01/2020	Additions	Write-offs	Transfers (i)	Amortization	Balance at 12/31/2020
Carrying amount						
Software	26,086	13,423	(53)	-	(9,516)	29,940
Goodwill	396,809	14,478	(2,286)	-	(44,256)	364,745
Lease contract (ii)	49,002	-	-	-	(11,000)	38,002
Service concession arrangement	5,040	-	-	-	(688)	4,352
Goodwill	109,368	18	-	-	-	109,386
Other	692	-	-	-	-	692
Total	586,997	27,919	(2,339)	-	(65,460)	547,117

12. Intangible assets (Continued)

	Consolidated					Balance at 06/30/2021
	Balance at 01/01/2021	Additions	Write-offs	Transfers (i)	Amortization	
Carrying amount						
Software	38,850	10,708	(48)	-	(6,564)	42,946
Goodwill	524,651	12,026	(63)	(10)	(29,958)	506,646
Lease contract (ii)	31,873	-	-	-	(3,717)	28,156
Concession infrastructure use right (iii)	921,313	15,323	-	-	(32,296)	904,340
Service concession arrangement	13,770	-	-	-	(534)	13,236
Goodwill	118,482	-	(18)	-	-	118,464
Other	1,297	-	-	-	-	1,297
Total	1,650,236	38,057	(129)	(10)	(73,069)	1,615,085
	Balance at 01/01/2020	Additions	Write-offs (iv)	Transfers (i)	Amortization	Balance at 12/31/2020
Carrying amount						
Software	30,591	20,160	(70)	-	(11,831)	38,850
Goodwill	553,171	30,517	(2,280)	-	(56,757)	524,651
Lease contract (ii)	43,767	-	-	-	(11,894)	31,873
Concession infrastructure use right (iii)	140,766	958,185	(137,032)	(434)	(40,172)	921,313
Service concession arrangement	14,838	-	-	-	(1,068)	13,770
Goodwill	118,464	18	-	-	-	118,482
Other	1,293	4	-	-	-	1,297
Total	902,890	1,008,884	(139,382)	(434)	(121,722)	1,650,236

(i) Transfers to others asset accounts.

(ii) Lease contract refers to the 1st purchase price allocation referring to favorable terms in the lease contracts of acquirees Azera, Minas Park, Multivagas, Injetpark, OW, EWS and Calvitium in relation to the market value of the respective leases upon acquisition of these companies.

(iii) On May 19, 2020, the Company entered into a concession arrangement with the São Paulo City Government, comprising the operation of pay-and-display parking areas in public streets in the city of São Paulo, the so-called Zona Azul, in accordance with the provisions of the International Call for Tender No. 001/SMT/2019. Due to this arrangement, the Company recorded a grant in the amount of R\$595,355, against matching entry obligations payable to grantor (see Note 16).

(iv) The main difference results from the return of the parking lot operations in the Salvador International Airport. For more information, see Note 16.

Impairment testing of goodwill paid for expected future profitability and intangible assets with indefinite useful lives

Assets with indefinite useful lives, such as goodwill, are tested for impairment on an annual basis, regardless of the existence of impairment indications. The Company tested goodwill for impairment at March 31, 2021, December 31, 2020 and 2019, and no indications of impairment were found.



12. Intangible assets (Continued)

Impairment testing of goodwill paid for expected future profitability and intangible assets with indefinite useful lives (Continued)

In conducting impairment tests, the carrying amount of an asset or cash-generating unit is compared to its recoverable amount. The Company has allocated goodwill and performed impairment tests on allocated goodwill based on operating segments, see Note 24 for goodwill allocation. Recoverable amount is the higher of an asset's fair value less costs to sell and its value in use. Considering the specific characteristics of the Company's assets, the recoverable amount used in the impairment test is the value in use, unless otherwise stated.

This value in use is estimated based of the present value of future cash flows, resulting from the Company's best estimates. Cash flows arising from the ongoing use of the related assets are adjusted for specific risks and use the pretax discount rate of 11.81% p.a. to 14.02% p.a. This rate derives from Weighted Average Capital Cost rate (Nominal WACC). Significant assumptions are: the Company's economic and financial assessment, a projected horizon comprising the period from June 2021 to December 2031, deriving from its budget for the next ten years, considering the present value of the cash flow perpetuity projected for the last year, with constant nominal growth of 3.3% p.a., which corresponds to the expected long-term inflation, as projected by the Central Bank of Brazil. The impairment test of the Company's intangible assets concluded that the Company does not need to recognize losses on said assets.

As an assumption of growth in net revenue from services provided, we use GDP + inflation for the period from March 31, 2021 to 2025 and from 2026 to 2031 (and perpetuity) 0% p.a. real growth + inflation for the leased and managed segments, own operations, off-street concessions, long-term private contracts and others; -19% p.a. real (revenue losses estimated by management due to non-renewal of contracts expiring in the period) + inflation for the period from March 31, 2021 to 2025 and from 2026 to 2031 (and perpetuity) 0% p.a. real growth + inflation for the on-street concessions segment.

The growth assumption for costs of services rendered considers 100% of the variable costs with net revenue from services provided, considering a margin recovery based on management's expectations about the segment's normalized margin in terms of percentage of net operating revenue (and compatible with segment history).

The Company performed a sensitivity analysis of the impairment test of goodwill paid based on expected future profitability and intangible assets with an indefinite useful life, applying the sensitivity of the WACC discount rate (+/- 1%) by operating segment, and concluded that the assets were not impaired at December 31, 2020, and March 31, 2021. At June 30, 2021, the Company carried out a follow-up, and detected no need for a new test in the quarter.

13. Loans, financing and debentures

	Index	Rate	Maturity	Guarantees	Individual		Consolidated	
					06/30/2021	12/31/2020	06/30/2021	12/31/2020
Domestic currency								
FINAME/ BNDES	TJLP	5.75% p.a.	09/15/2021	Lien + guarantees	-	-	1	4
FINAME/ BNDES	TJLP	5.75% p.a.	09/15/2021	Lien + guarantees	-	-	5	16
PROINFRA	Fixed	11.18% p.a.	12/10/2027	Letter of guarantee + escrow account	-	-	25,363	26,729
Debentures	CDI	1.9% p.a.	05/09/2024	Mortgage (45 million) + receivables assigned + guarantees	292,652	342,433	292,652	342,433
Debentures	CDI	4.4% p.a.	08/25/2025	Lien + assignment of receivables + guarantees	-	-	125,716	150,332
Debentures	CDI	3.65% p.a.	12/17/2021	Lien + assignment of receivables + guarantees	-	-	173,434	152,637
Working capital + Swap	CDI	3.5% p.a.	06/09/2022	SWAP+CDBs	18,387	-	18,387	-
Working capital + Swap	CDI	4.32% p.a.	03/10/2023	Standby+SWAP+guarantees	43,453	-	43,453	-
Working capital	TJLP	0.8% p.a.	12/15/2030	Letter of guarantee BTG	20,402	-	20,402	-
Working capital	FIXED	7.15% p.a.	01/04/2022	Standby	29,024	-	29,024	-
Working capital	CDI	4.0% p.a.	02/02/2026	Standby	75,046	-	75,046	-
Working capital	CDI	3.7% p.a.	10/04/2021	Guarantee	50,263	50,197	50,263	50,197
Working capital	CDI	4.22% p.a.	12/13/2021	Guarantee	-	50,164	-	50,164
Working capital	CDI	4.32% p.a.	04/13/2021	Guarantees	-	30,586	-	30,586
Working capital	CDI	3.90% p.a.	09/28/2021	Guarantee	70,044	70,048	70,044	70,048
Borrowing costs					(4,781)	(3,974)	(7,835)	(7,943)
Total					594,490	539,454	915,955	865,203
Current liabilities					281,263	301,366	459,267	473,634
Noncurrent liabilities					313,227	238,088	456,688	391,569
Total					594,490	539,454	915,955	865,203

The Company did not capitalize borrowing costs in property and equipment because it does not have qualifying assets in the period ended June 30, 2021 and prior years ended.

Changes in loans, financing and debentures are as follows:

	Individual	Consolidated
At December 31, 2019	453,414	478,014
Amount raised	200,596	200,596
Repayment of principal	(99,453)	(100,296)
Payment of interest	(18,237)	(19,150)
Interest allocation	12,336	13,698
Foreign exchange differences	16,407	16,407
Commissions	605	677
At June 30, 2020	565,668	589,946
At December 31, 2020	539,454	865,203
Amount raised	195,356	195,356
Repayment of principal	(130,900)	(137,828)
Payment of interest	(15,911)	(25,272)
Interest allocation	15,213	26,160
Foreign exchange differences	(9,473)	(9,473)
Commissions	751	1,809
At June 30, 2021	594,490	915,955

At June 30, 2021, the Company has outstanding swap transactions for the translation of loans made in foreign currency into debt in CDI. The Company had no outstanding operations of this nature at December 31, 2020.

13. Loans, financing and debentures (Continued)

9th issue of debentures Allpark Empreendimentos, Participações e Serviços

The characteristics of debentures issued are as follows:

	9th issue
Issue:	350,000
Total amount:	350,000
Series:	Single
Class and convertibility:	Non-convertible into Company shares
Guarantee:	Mortgaged property amounting to R\$45,000 and receivables assigned (Note 8)
Issue date:	05/09/2019
Maturity date:	05/09/2024
Covenants:	Yes
Date of early settlement	-

On May 09, 2019, the Company completed the 9th issue of debentures in the total amount of R\$350,000, as detailed in the previous table. Thus, the Company settled the obligations related to the 6th and 7th issues in advance, as well as other loan agreements, since the cost of debt of the 9th issue is lower. The Company settled between the months of May and June 2019 the principal and interest amounts of the 6th and 7th issues in the amount of R\$181,257 net of their respective issue costs. Amounts remaining from funds raised will be allocated to operations. Costs with the 9th issue of debentures as at June 30, 2021 amounted to R\$3,057 (Individual and Consolidated), allocated as reducing items of debenture balance to be settled, and monthly allocated to profit or loss, over the pro-rata day maturity flow, using the effective interest rate.

The 9th issue debentures is conditioned to the following covenants, assessed on an annual basis, the first check taking place at December 31 of each year:

- (a) Net debt/Adjusted EBITDA equal to or lower than 3.0;
- (b) Net debt/equity equal to or lower than 3.0;
- (c) Adjusted EBITDA/ finance costs equal to or greater than 1.0.

At December 31, 2020, the Company was compliant with the conditions established for the 9th issue debentures.

1st Issue of debentures Z.A Digital de São Paulo Sistema de Estacionamento Rotativo S.A.

On September 17, 2020, Z.A Digital de São Paulo Sistema de Estacionamento Rotativo S.A. ("Z.A. Digital"), an indirect subsidiary of the Company, issued 300,000 debentures, of which 150,000 of the first series and 150,000 of the second series, all with nominal unit value of R\$1,000.00, totaling R\$300,000,000.00 on the respective issue dates. Debenture issue costs at June 30, 2021 totaled R\$2,125.



13. Loans, financing and debentures (Continued)

1st Issue of debentures Z.A Digital de São Paulo Sistema de Estacionamento Rotativo S.A. (Continued)

	First series debentures	Second series debentures
Issue:	150,000	150,000
Total amount:	150,000	150,000
Series:	Single	Single
Class and convertibility:	Non-convertible into Company shares	Non-convertible into Company shares
Guarantee:	Receivables assigned – gross profit and related parties	Receivables assigned – gross profit and related parties
Issue date:	08/25/2020	09/17/2020
Maturity date:	08/25/2025	12/17/2021
Covenants:	Yes	Yes
Date of early settlement	-	-

Z.A. Digital debentures are conditioned to the following covenants, assessed on an annual basis, the first check taking place at December 31, 2021:

- (a) $(\text{EBITDA} - \text{fixed monthly grant} - \text{IR/CS} + \text{working capital difference}) / (\text{amortization} + \text{interest})$ equal to or greater than 1.30.

Except for the debentures shown above, loans have no security interest.

At June 30, 2021, the aging list of noncurrent amounts is as follows:

	Individual	Consolidated
2022	75,019	90,721
2023	132,381	175,416
2024	64,803	109,644
2025	23,566	55,748
2026	6,263	10,054
2027	11,195	15,105
	313,227	456,688

14. Derivative financial instruments

	Individual and Consolidated	
	06/30/2021	12/31/2020
Foreign exchange derivatives (swap) (a)	9,930	-
	9,930	-

- (a) Derivative financial instruments to hedge against the currency risk.

14. Derivative financial instruments (Continued)

The Company classifies derivative financial instruments under Swap derivatives, which were taken out to hedge against the currency risk arising from loans and financing denominated in foreign currency. The Company does not apply the hedge accounting.

Consolidated	Principal							
	Principal amount (notional)		Curve value		Fair value		Gain/(loss) MTM	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020	06/30/2021	12/31/2019	06/30/2021	12/31/2019
Long position:								
Long position – foreign currency	71,000	-	64,475	-	74,405	-	(9,930)	-
Short position:	-	-	-	-	-	-	-	-
Short position - CDI	(71,000)	-	(71,313)	-	(71,313)	-	-	-
	-	-	(6,838)	-	3,092	-	(9,930)	-

Financial swap transactions consist in replacing foreign exchange difference with a restatement rate related to a percentage of the Bank Deposit Certificate (CDI) variation.

The Company and its subsidiaries make no investments in derivatives or any other risk financial instruments for speculative purposes.

Regarding the impacts of Covid-19, in accordance with management's assessment, it was concluded that the future fluctuations in the CDI and Dollar rates are already captured in the calculation methodology for measuring the fair values of financial instruments reflected in the financial positions of financial assets and liabilities.

15. Lease liability

Changes in lease liability in connection with the right of use of lease contracts are as follows:

	Individual	Consolidated
Balance at December 31, 2019	554,040	1,071,148
Additions	664	645
Write-offs (i)	(418,801)	(418,801)
Write-off of contingent lease	(36,820)	(36,820)
Remeasurements	21,940	51,029
Practical expedient – CVM Rule No. 859	(14,764)	(58,619)
Payments	(56,295)	(116,461)
Interest incurred	55,537	122,872
Balance at December 31, 2020	105,501	614,993
Additions	326	326
Write-offs	(5,174)	(5,191)
Remeasurements	200	1,615
Practical expedient – CVM Rule No. 859	(7,457)	(13,038)
Payments	(9,413)	(47,958)
Interest incurred	5,689	37,332
Balance as of June 30, 2021	89,672	588,079
Current	32,843	118,332
Noncurrent	56,829	469,747

15. Lease liability (Continued)

The Company presents in the table below the aging list of its contracts, undiscounted installments, reconciled with the balance at June 30, 2021:

Year	Individual	Consolidated
2022	12,094	62,689
2023	18,738	119,143
2024	14,488	113,660
2025	12,139	92,876
2026	10,362	65,538
More than 5 years	31,243	510,354
Total undiscounted amounts	99,064	964,260
Embedded interest	(42,235)	(494,513)
Lease liability balance	56,829	469,747

The Company determined the discount rates based on risk-free interest rates observed in the Brazilian market, for the terms of its contracts, adjusted to the Company's reality (credit spread), nominal rate. The spreads were obtained through surveys of the Company's debt instruments. The table below shows the rates adopted, vis-à-vis the terms of the contracts, as required by CPC 12, paragraph 33:

Contracts by term and discount rate	
Contractual terms	Rate % p.a.
4 years	9%
5 years	12%
6 years	13%
More than 7 years	14%

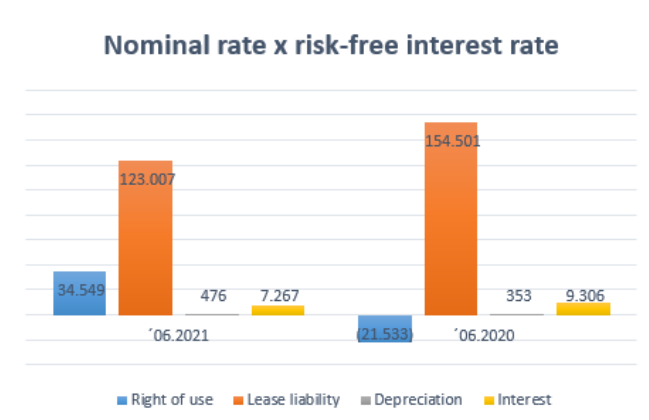
Additional information

In compliance with IFRS 16/CPC 06 (R2), in measuring its lease liabilities and the right of use and consequent accounting record, the Company used the discounted cash flow model at the nominal interest rate without considering the projected future inflation on the flows to be discounted.

As required by CVM Memorandum Circular No. 2/2019, lease payments expected until the end of each contract are measured at the present value, including the projected future inflation and discounted at the incremental borrowing rate, i.e. the nominal interest rate. The Company shows below the net effects of the increases and decreases in lease liability balances (Note 15), the right of use and right-of-use depreciation expense (Note 10), and the finance costs (Note 23) for the periods ended June 30, 2021 and December 31, 2020.

15. Lease liability (Continued)

Additional information (Continued)



The nominal interest rates reflect the rates used for calculation and accounting records under IFRS 16/CPC 06 (R2) – Leases determined at the lease inception. Additionally, as an assumption for the determination of future contractual cash flows that include the expected inflation, future market quotations obtained through B3 S.A. - Brasil, Bolsa, Balcão were used for the inflation indexes provided for in our lease contracts, such as the Extended Consumer Price Index (IPCA) and the General Market Price Index (IGPM). The inflation curves were obtained at the contract inception and at each adjustment date considering the remaining contractual term.

In compliance with CVM Rule No. 859, of July 7, 2020, the Company elected to adopt the practical expedient contained in item 46 of the rule. The impact of the adoption at June 30, 2021 is R\$7,457 on the individual statements (R\$6,027 at June 30, 2020) and R\$13,038 on the consolidated statements (R\$25,856 at June 30, 2020), substantially represented by discounts obtained, and it is shown in the statement of profit or loss as Lease reducing account, under Cost of services rendered.

16. Concession rights payable

	Consolidated	
	06/30/2021	12/31/2020
Fixed installments	357,774	347,608
Renegotiated installments	11,757	-
	369,531	347,608
Current liabilities	52,257	50,064
Noncurrent liabilities	317,274	297,544
Total	369,531	347,608



16. Concession rights payable (Continued)

EWS

On August 28, 2019, subsidiary E.W.S. Estacionamentos Salvador S.A. entered into an Agreement for the Assignment of Use of an Area of the Airport Complex, arising from the subrogation of the agreement related to Salvador International Airport, previously entered into with Infraero. As a result, the service concession arrangement entered into on July 28, 2017 is no longer in force, and was replaced by the agreement executed on August 28, 2019.

The referred to agreement maintains the same previous scope of operation of the airport area, except for the operation of advertising activities that will no longer be carried out by the Company, with installments to be paid to the new administrator (Salvador Airport Concession operator) measured monthly over fixed and variable amounts, and maintaining the same contractual term (until 2033).

With the subrogation of the agreement, at December 31, 2019, the Company remeasured the balance recorded in Concession rights payable in the amount of R\$40,651 matched against Concession infrastructure use right in Intangible assets.

On October 1, 2020, due to the Company's strategic positioning, it elected to early close its parking operation at Salvador International Airport and the transfer the possession to the new parking operator. As a result, the Company wrote off the assets and liabilities related to the operation, in the amount of R\$137,028 of intangible assets, R\$39,759 of property and equipment, and R\$128,581 of concession rights payable, and recognized a provision related to the amounts under discussion with the concession operator, in the amount of R\$7,851, generating a negative impact on profit or loss amounting to R\$56,056.

Zona Azul Digital – São Paulo

On May 19, 2020, subsidiary Z.A Digital de São Paulo Sistema de Estacionamento Rotativo S.A. entered into a Private Instrument for the Assignment of Play-and-Display Parking Operation on streets and in public places in the city of São Paulo, with installments to be paid to the administrator (São Paulo City government) measured monthly on fixed and variable amounts, with a 15-year term as of July 15, 2020. The initial fixed grant was settled in 2020, the installments to be paid during the concession term are discussed below.

For the calculation, the Company considered the future flow of fixed payments to the granting authority in accordance with amounts and terms defined in the arrangement, adjusted to present value by the discount rate calculated. The discount rate was calculated considering the 7.57% DI projection calculated from the commencement of the arrangement (July 15, 2020) with a 15-year term, and a 4.57% spread calculated based on the interest rate of the debentures issued considering the 15-year term. At June 30, 2021, there were 168 installments falling due. The aging list of noncurrent installments is as follows:

16. Concession rights payable (Continued)

Zona Azul Digital - São Paulo (Continued)

	Consolidated
2022	21,377
2023	39,160
2024	34,803
2025	30,937
2026 to 2033	179,240
	305,517

In 2021, the deadline for payment of part of the Zona Azul Digital fixed grant installments maturing in 2021, in the amount of R\$11,757, was renegotiated for 2023.

Changes are as follows:

	06/30/2021	12/31/2020
Opening balance:	347,608	119,133
Additions	-	353,555
Write-offs (i)	-	(128,581)
Monetary difference on concession rights payable	20,971	28,175
Renegotiated installments (ii)	(11,757)	-
Payment of principal and restatement	(14,371)	(29,776)
Remeasurement	15,323	5,102
Closing balance	357,774	347,608

- (i) Impact of derecognizing airport parking operation in Salvador.
- (ii) The Company renegotiated the term for payment of part of the 2021 monthly fixed grant amounts of ZAD with the City of São Paulo, changing the maturity of installments from April to December 2021 to 2023.

17. Transactions with related parties

The Company, its subsidiaries, joint ventures, associates and shareholders enter into, among themselves and in the normal course of their business, financial and commercial transactions. These transactions include, in particular, the provision of funds for parking lots in the form of future capital contribution, loan agreement and checking account for the purpose of working capital, normally for *ad hoc* coverage of cash flow whose settlement does not exceed 30 days. Commercial transactions basically refer to the lease of certain parking lots to its related party Carmo Couri.

Intercompany transactions referring to trade accounts receivable and payable are conducted under conditions agreed by and between the parties and comprise transactions intended to cover the companies' daily cash flows (with no interest), such as insurance, uniforms and administrative apportionments.

The Company has no intercompany purchase and sale transactions.

17. Transactions with related parties (Continued)

17.1. Assets

	Individual		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Current assets:				
Praça Edg Congonhas Empreendimentos S.A.	1	1	-	-
Calvitium Participações S.A.	1	1	-	-
Capital Parking Estacionamentos Ltda.	2	5	-	-
Riopark Estacionamentos e Garagens Ltda.	19	18	-	-
Primeira Estacionamentos Ltda.	26	275	-	-
Estacionamento Cinelândia S.A.	35	-	-	-
Parking Tecnologia da Informação Ltda.	46	113	-	-
Wellpark Estacionamento e Serviços Ltda.	93	89	-	-
Ews Estacionamento Salvador S.A.	120	111	-	-
Z.A.Digital de São Paulo Sistema de Estacionamento Rotativo S.A.	138	291	-	-
Hora Park Sistema Estacionamentos Rotativos Ltda.	291	620	-	-
Saepart Soc. de Adm. Emp. e Part. Ltda.	445	391	-	-
Azera Parking Ltda.	693	693	-	-
Estacionamento Cinelândia S.A.	-	28	-	-
Consórcio Estacionamento Centro Cívico	-	22	-	22
Consórcio Estacionamento Novo Centro	132	136	132	136
Estacionamento Shopping Monte Carmo	-	69	-	-
Estacionamento Hospital Marcelino Champagnat	41	53	-	-
Estacionamento Shopping Bay Market Center	157	190	157	190
Estacionamento Shopping Parque Bahia	359	463	-	-
Estacionamento Shopping Parque Aracajú	407	330	-	-
Estacionamento do Mogi Shopping	768	557	768	557
Estacionamento Shopping Bourbon Pompéia	1,495	2,971	1,495	2,971
Accounts receivable – equity holders (i)	2,535	2,655	16,060	18,957
Other	-	1	1	-
	7,804	10,083	18,613	22,833
Noncurrent assets:				
Other	81	18	337	275
	81	18	337	275

17.2. Liabilities

	Individual		Consolidated	
	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Current liabilities:				
Riopark Estacionamentos e Garagens Ltda.	1	-	-	-
Calvitium Participações S.A.	2	2	-	-
Saepart Soc. de Adm. Emp. e Part. Ltda.	2	9	-	-
Autopark S.A.	4	10	-	-
Capital Parking Estacionamentos Ltda.	5	5	-	-
Loop Gestão de Pátios S.A.	7	7	7	7
I-park Estacionamentos Inteligentes S.A.	8	8	-	-
Estacionamento Cinelândia S.A.	8	14	-	-
Primeira Estacionamentos Ltda.	106	94	-	-
Hora Park Sistema Estacionamentos Rotativos Ltda.	186	171	-	-
Wellpark Estacionamento e Serviços Ltda.	247	224	-	-
Consórcio Estacionamento Centro Cívico	1	1	1	1
Consórcio Estacionamento Novo Centro	-	1	1	1
Estacionamento Edifício Comercial Ahead	-	-	1	2
Estacionamento do Mogi Shopping	1	1	1	1
Estacionamento Hospital Marcelino Champagnat	1	-	-	-
Estacionamento Shopping Bourbon Pompéia	4	3	4	3
Estacionamento Shopping Bay Market Center	55	-	55	-
Estacionamento Shopping Parque Bahia	177	177	-	-
Other	4	-	12	7
	819	727	82	22
Noncurrent liabilities:				
Saepart Soc. de Adm. Emp. e Part. Ltda.	-	900	-	-
Parking Tecnologia da Informação Ltda.	-	3,500	-	-
Cellopark Estacionamentos Ltda.	-	1,300	-	-
Future capital contribution	-	-	620	18
	-	5,700	620	18

(i) Indemnity amounts related to lawsuits receivable from previous members or shareholders of acquirers.



17. Transactions with related parties (Continued)

Lease and goodwill

Goodwill and lease payments for the periods ended June 30, 2021 and December 31, 2020 are as follows:

	Individual and Consolidated	
	06/30/2021	12/31/2020
Leases paid	643	705
Total	643	705

Additionally, leases paid to Carmo Couri Engenharia e Construções Ltda. refer to 4 (four) lease contracts, with no grace period, with fixed and variable lease payments in installments (percentage on parking lot revenue), which are formalized under the same conditions for similar lease contracts, equivalent to other operations in the region where this operation is located.

Transactions with key management personnel

Key management personnel include the CEO and officers.

The Company does not make it a practice to grant post-employment, employment contract termination or any other long-term benefits.

Key management personnel compensation, which includes retention bonus for the period, amounted to R\$7,369 as at June 30, 2021 (R\$4,765 as at June 30, 2020), and is considered a short-term benefit. At June 30, 2020, the expense related to the stock option plan amounted to R\$1,902.

Letter of guarantee – EWS

On July 7, 2020, EWS as the customer, BTG Pactual as the endorser, and the Company as the guarantor entered into the “Letter of Guarantee No. FI162/20”, under which BTG Pactual will guarantee the payment of obligations assumed by EWS under the “Loan Facility Agreement under Instrument No. 187.2015.1139.3661”, entered into on December 10, 2015 with Banco do Nordeste do Brasil S.A., Wellpark Estacionamento e Serviços Ltda. and Hora Park Sistema de Parque Rotativo Ltda. (“Letter of Guarantee”). The Letter of Guarantee, in turn, is guaranteed by surety provided by the Company to guarantee the fulfillment of EWS obligations under the Letter of Guarantee (“Counter Guarantee”).

The Letter of Guarantee matures on June 23, 2022, and covers the amount of R\$25,405.

18. Provision for contingencies

The Company and its subsidiaries are parties to legal and administrative civil, labor and tax proceedings. Provisions for probable losses, if any, resulting from these lawsuits and proceedings are estimated and restated by the Company based on the opinion of its outside legal advisors.

The Company recorded provisions for tax, civil and labor contingencies whose settlement is likely to generate an outflow of economic benefits.

At June 30, 2021, and December 31, 2020, the Company maintained the following provisions, corresponding to legal and administrative proceedings whose likelihood of an unfavorable outcome was assessed as probable (for labor claims whose likelihood of an unfavorable outcome was assessed as probable and possible), as summarized below:

	Individual				Consolidated			
	Tax	Labor	Civil	Total	Tax	Labor	Civil	Total
Balance at December 31, 2019	184	8,783	2,002	10,969	294	9,262	18,491	28,047
Additions	-	-	-	-	-	-	1,299	1,299
Write-offs (payment)	-	(4,107)	-	(4,107)	-	(4,107)	-	(4,107)
Transfers	140	(1,236)	1,096	-	30	(858)	828	-
Balance at December 31, 2020	324	3,440	3,098	6,862	324	4,297	20,618	25,239
Reversal	-	-	-	-	-	-	(3,318)	(3,318)
Balance as of June 30, 2021	324	3,440	3,098	6,862	324	4,297	17,300	21,921

Nature of the main claims for which a provision was set up by the Company:

Labor: the Company and investees recognize a provision for labor claims based on an average percentage of loss history of the past three years, considering the best estimate of amounts of claims pending judgment. Claims are related to overtime, severance pay, among others.

Civil: In Consolidated, the main civil proceeding whose likelihood of an unfavorable outcome was rated as probable, in the amount of R\$13,676, is an out-of-court enforcement proceeding filed by Infraero, on January 27, 2000, to collect amounts related to the service concession arrangement for the operation of the parking lot in Rio de Janeiro International Airport - Galeão. This claim has a development whose likelihood of loss was rated as possible.

Possible risks

The Company and its subsidiaries are parties to tax and civil legal proceedings for which no provision was set up, as the likelihood of an unfavorable outcome therefor was classified by management and its outside legal advisors as possible. In Consolidated, contingencies whose likelihood of an unfavorable outcome was assessed as possible are as follows:

	06/30/2021
Civil proceedings	54,106
Tax proceedings	30,364
	84,470

18. Provision for contingencies (Continued)

Possible risks (Continued)

Civil proceedings: the main civil proceeding whose likelihood of an unfavorable outcome was rated as possible, in the amount of R\$45,245, refers to the unenforceability of fixed lease payments that are under discussion in court, given the COVID-19 pandemic.

Tax proceedings: The main claims whose likelihood of an unfavorable outcome was rated as possible are: i) a tax enforcement aimed at collecting debts related to taxes from 1997, in the amount of R\$7,749; ii) cancellation of Municipal real property tax (IPTU) from 2011 to 2014 at Santos Dumont Airport in the amount of R\$6,918.

The Company management assessed the impacts of Covid-19 and concluded that there are no factors indicating the need for a significant increase in its provision for tax, civil and labor contingencies.

Appeal bonds and judicial deposits

The Company is challenging the payment of certain taxes, contributions and labor obligations, and paid appeal bonds (restricted) at amounts equivalent to those pending a final court decision.

	Individual				Consolidated			
	Tax	Labor	Civil	Total	Tax	Labor	Civil	Total
Balance at December 31, 2019	506	3,235	1,206	4,947	506	4,299	1,682	6,487
Additions (deposits)	-	300	5,480	5,780	-	347	5,549	5,896
Reclassifications	101	(1,009)	908	-	101	(945)	844	-
Unfavorable outcome	-	(109)	(68)	(177)	-	(154)	(68)	(222)
Favorable outcome	-	(271)	(516)	(787)	-	(329)	(567)	(896)
Balance at December 31, 2020	607	2,146	7,010	9,763	607	3,218	7,440	11,265
Additions (deposits)	-	206	59	265	-	220	468	688
Favorable outcome	-	(209)	(9)	(218)	-	(236)	(14)	(250)
Balance as of June 30, 2020	607	2,143	7,060	9,810	607	3,202	7,894	11,703

19. Current and deferred income and social contribution taxes

Reconciliation of the tax expense and the result of accounting profit multiplied by the tax rate for the periods ended June 30, 2021 and 2020 is as follows:

	Individual		Consolidated	
	06/30/2021	06/30/2020	06/30/2021	06/30/2020
Loss before income and social contribution taxes	(125,325)	(81,896)	(123,532)	(81,826)
Income and social contribution taxes at statutory rate (34%) – tax credits	42,611	27,845	42,001	27,821
Permanent differences:				
Equity pickup	(31,050)	(14,475)	(1,150)	(547)
Tax impact generated by Silent Partnerships (SCPs)	(31)	62	(83)	(174)
Other permanent differences	(619)	(1,872)	(1,624)	(1,972)
Temporary differences:				
Unrecognized deferred taxes on temporary differences – prior years	-	(124)	1,985	(332)
Unrecognized tax loss for the period	(12,159)	(18,635)	(26,499)	(29,849)
(Reversal of) / Provision for realization of deferred taxes	1,248	7,199	(16,269)	4,443
Income and social contribution tax expenses	-	-	(1,639)	(610)
Current	-	-	(1,639)	(610)
Deferred	-	-	-	-
	-	-	(1,639)	(610)

Deferred income and social contribution taxes

At June 30, 2021, the Company's income and social contribution tax loss carryforwards (Individual) amounted to approximately R\$477,517 (R\$441,754 at December 31, 2020), and income and social contribution tax loss carryforwards (Consolidated) amounted to approximately R\$781,726 (R\$702,880 at December 31, 2020). The Company did not recognize the potential tax credit from deferred income and social contribution taxes at June 30, 2021, and December 31, 2020.

20. Equity

Capital

At June 30, 2021 and December 31, 2020, fully subscribed and paid-in capital amounted to R\$512,453 (R\$489,641 net of share issue costs), comprising 193,771,106 registered common shares with no par value, held as follows:

20. Equity (Continued)

Capital (Continued)

Shareholding structure	June 30, 2021 and December 31, 2020	
	Common shares	%
Fundo de investimento em Participações Maranello - Multiestratégico	76,890,226	39.68%
Riverside FIP	56,698,371	29.26%
FIP Valbuena	13,175,000	6.80%
TSEMF III Brazil S.a.r.l.	6,044,430	3.12%
Tempranillo	5,055,500	2.61%
TSEMF IV Brazil S.a.r.l.	3,488,954	1.80%
Other	32,418,625	16.73%
Total	193,771,106	100.00%

The Company's authorized capital is 2,100,000,000 common shares, thus the capital can be increased within the aforementioned limit. The Board of Directors is the body that decides on the increase and the consequent issue of new shares.

The Special General Meeting held on February 11, 2020, approved the conversion of all Company issued preferred shares into Company issued common shares, in the proportion of 1:1.12785198, as provided for in the articles of incorporation then in force. Thus 6,567,712 (six million, five hundred and sixty-seven thousand and seven hundred and twelve) Company issued preferred shares, corresponding to all Company issued preferred shares, were converted into 7,407,407 (seven million, four hundred and seven thousand and four hundred and seven) Company issued common shares, all registered and with no par value, with the same rights and conditions as the common shares already issued by the Company.

All common shares issued by the Company were split in the proportion of 1:7, so that the Company's capital now comprises 161,335,153 (one hundred and sixty-one million, three hundred and thirty-five thousand one hundred and fifty-three) registered common shares with no par value.

The number of shares subject to the authorized capital changed as a result of the abovementioned split, thus the Company's authorized capital is now 2,100,000,000 common shares; the Board of Directors is the body that decides on the increase and the consequent issue of new shares, within the authorized capital limit.

On May 15, 2020, the Company made its initial public offering (IPO) with the issue of 28,600,000 new common shares. The offer price was R\$10.50 per common share. The Company's shares are listed on the Novo Mercado segment of the São Paulo Stock Exchange - B3 S.A. - Brasil, Bolsa, Balcão, under ticker symbol ALPK3.

Gross funding from the Public Offering of Shares totaled R\$300,300. Costs with banks, lawyers, consultants, among others, initially amount to R\$23,239, to be accounted for as a deduction of the "Capital reserve" account, in accordance with CPC 08 - Transaction Costs and Premiums on Issue of Marketable Securities. The funds raised were effectively received on May 18, 2020 and will be allocated to the São Paulo Zona Azul Concession.

20. Equity (Continued)

Subscription warrants

On February 12, 2020, the Board of Directors approved the issuance of 462,017 subscription warrants. Each subscription warrant will grant its holder the right to subscribe Company issued common shares in an amount to be determined by applying the formula in the minutes, and, in any case, limited to 10 Company issued common shares. The issue price of the shares to be subscribed as a result of the exercise of the subscription warrant is R\$100,00 for a total of 4,620,170 common shares that can be subscribed due to the exercise of all subscription warrants, and such exercise should result in the payment proportional to the number of common shares effectively subscribed as a result of their exercise. The rights granted by subscription warrants may be exercised within five business days after the physical and financial settlement of the initial public offering of Company shares approved at the SGM held on February 11, 2020 (Offer). The rights granted by the subscription warrants can only be exercised if the physical and financial settlement of the Offer occurs until August 10, 2020, and if the physical and financial settlement of the Offer does not occur by that date, the subscription warrant holders lose their right to subscribe Company shares due to their subscription warrants. The rights granted by the subscription warrants are subject to the resolutive condition that the price per share obtained as a result of the procedure for collecting investment intentions carried out and organized by the coordinators of the Offer (Price per Share) is equal to or greater than R\$10.32 plus an amount equal to (a) the variation of the IPCA calculated from September 30, 2018 until the date the Company was registered as a category A securities issuer with CVM (in which case, if the IPCA for the month of registration has not yet been released, the index for the immediately preceding month shall be used and calculated on a pro rata basis to replace the index not yet released); plus (b) 4% per year, considering possible stock splits and other significant corporate events, in both cases, calculated on a pro rata die basis, until the Price per Share is defined. In the event of fulfillment of the abovementioned resolutive condition, subscription warrants and all rights granted thereby are terminated.

On March 20, 2020, the Board of Directors approved the issuance of subscription warrants, subscribed and paid in, amounting to 458,810 subscription warrants at the total exercise price of R\$99.31, equivalent to 3,835,953 common shares issued by the Company. That corresponds to the minimum subscription amount provided for in the Board of Directors' Meeting held on February 12, 2020. The cancellation of 3,027 subscription warrants was also approved, corresponding to the remaining unsubscribed subscription warrants and in relation to which, during the preemptive right exercise period, there was no request to subscribe the remaining warrants in the respective subscription forms.

On May 29, 2020, the Board of Directors approved the issuance, within the authorized capital limit, of 3,835,953 common shares, due to the exercise of the rights granted by the subscription warrants held by Riverside Fundo de Investimento em Participação Multiestratégia. The Company's capital increase was also approved, within the authorized capital limit, in the amount of R\$99.31 (ninety-nine reais and thirty-one cents), through the issuance of 3,835,953 registered, book-entry common shares with no par value, due to the exercise of the rights granted by the subscription warrants held by Riverside Fundo de Investimento em Participações Multiestratégia, totaling 193,771,106 registered, book-entry, common shares with no par value issued by the Company.



20. Equity (Continued)

Capital reserve

This is the contra entry of stock option plan expenses in accordance with Note 29, goodwill reserve, capital reserve for future investments, and share issue costs (IPO). Share issue costs comprise costs of banks, lawyers, consultants, among others, initially totaling R\$22,813.

Dividends

The Company's Articles of Incorporation determine that shareholders are entitled to non-cumulative annual dividend corresponding to 25% of net income for the year, calculated under the terms of article 202 of the Brazilian Corporation Law.

The remaining net income balance, after legal provisions and allocation determined for dividends, will be allocated to the capital reserve, which shall not exceed 100% of the Company's capital. After the special income reserve balance reaches the limit, allocation of the remaining income will be determined at the Annual General Meeting.

The Company did not distribute dividends for the six-month periods ended June 30, 2021 and December 31, 2020.

21. Net revenue from services rendered

	Individual				Consolidated			
	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020
Revenue:								
Operation of parking lots	233,102	118,998	246,550	49,659	292,072	148,741	307,003	59,271
Provision of management services	13,471	6,907	15,007	7,449	15,784	8,080	17,383	8,634
Operation of pay-and-display areas (Zona Azul)	-	-	-	-	50,908	27,906	18,149	3,589
Lease of spaces	1,549	637	2,846	218	1,803	702	3,443	417
Revenue as agent	148	77	278	60	148	77	278	60
Revenue from services rendered in events	2,601	1,199	2,752	603	3,153	1,508	3,025	771
Other revenue from services	28,990	14,862	27,160	23,790	29,908	15,576	30,596	25,455
	279,861	142,680	294,593	81,779	393,776	202,590	379,877	98,197
Deductions:								
PIS - 0.65% and 1.65%	(4,412)	(2,252)	(4,589)	(1,279)	(6,169)	(3,179)	(5,889)	(1,516)
COFINS - 3.00% and 7.65%	(20,474)	(10,373)	(21,136)	(5,914)	(28,571)	(14,651)	(27,128)	(7,006)
ISS - 2% to 5%	(11,875)	(5,944)	(13,000)	(2,917)	(17,180)	(8,762)	(16,786)	(3,604)
Other deductions	(432)	(190)	(579)	(170)	(746)	(369)	(869)	(247)
	(37,193)	(18,759)	(39,304)	(10,280)	(52,666)	(26,961)	(50,672)	(12,373)
	242,668	123,921	255,289	71,499	341,110	175,629	329,205	85,824

22. Costs of services and expenses by nature

	Individual				Consolidated			
	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020
Payroll and related charges	(96,950)	(48,839)	(110,890)	(42,775)	(119,306)	(59,852)	(134,242)	(51,207)
Leases	(66,417)	(34,951)	(24,642)	18,397	(79,973)	(43,176)	(20,703)	29,712
Services – individuals	(83)	(40)	(78)	(32)	(144)	(70)	(101)	(36)
Services – legal entities	(11,621)	(6,218)	(12,558)	(4,524)	(16,134)	(8,370)	(16,872)	(6,628)
General	(9,769)	(5,553)	(10,013)	(3,189)	(15,925)	(8,639)	(14,562)	(4,187)
Utilities	(6,607)	(3,583)	(5,657)	(2,597)	(10,453)	(5,567)	(7,763)	(3,483)
Maintenance	(5,802)	(2,707)	(5,143)	(1,593)	(8,165)	(3,875)	(6,804)	(2,299)
Insurance	(2,258)	(1,160)	(1,847)	(567)	(2,788)	(1,337)	(2,378)	(674)
Provision for expected loss	(345)	(345)	-	-	(345)	(345)	-	-
Depreciation	(9,925)	(4,964)	(10,007)	(5,030)	(15,244)	(7,649)	(16,527)	(8,306)
Depreciation of right-of-use (i)	(694)	(359)	(643)	(322)	(934)	(476)	(879)	(430)
Depreciation of right-of-use (ii)	(9,867)	(4,874)	(34,100)	(16,886)	(30,462)	(15,106)	(56,787)	(28,302)
Other costs and expenses	(2,941)	(622)	(3,523)	(1,395)	(4,630)	(733)	(5,039)	(1,848)
Total	(223,279)	(114,215)	(219,101)	(60,513)	(304,503)	(155,195)	(282,657)	(77,688)
Cost of services	(187,900)	(96,562)	(186,736)	(49,956)	(264,051)	(135,634)	(244,461)	(65,080)
Administrative expenses	(36,339)	(19,181)	(33,641)	(11,862)	(41,243)	(21,627)	(39,458)	(13,894)
Other operating income, net	960	1,528	1,276	1,305	791	2,066	1,262	1,286
Total	(223,279)	(114,215)	(219,101)	(60,513)	(304,503)	(155,195)	(282,657)	(77,688)

- (i) Depreciation - right of use - administrative is net of PIS and COFINS tax credits on leases in the amounts of R\$69 for the six-month period ended June 30, 2021, and R\$68 for the six-month period ended June 30, 2020 (Individual), and R\$93 for the six-month period ended June 30, 2021 and R\$88 for the six-month period ended June 30, 2020 (Consolidated).
- (ii) Depreciation - right of use - operations is net of PIS and COFINS tax credits on leases in the amounts of R\$673 for the six-month period ended June 30, 2021, and R\$3,061 for the six-month period ended June 30, 2020 (Individual), and R\$2,600 for the six-month period ended June 30, 2021 and R\$5,322 for the six-month period ended June 30, 2020 (Consolidated).

Notes to interim financial statements
June 30, 2021
(In thousands of reais R\$)

23. Finance income (costs)

Finance income

	Individual				Consolidated			
	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020
Interest on short-term investments	343	306	1,317	917	628	497	1,919	1,186
Discounts obtained	23	20	211	4	227	145	377	63
Interest income	1,160	999	217	41	1,177	1,006	234	47
Monetary differences	48	14	656	289	51	14	711	293
Foreign exchange differences	9,551	8,663	5,043	-	9,551	8,663	5,044	-
Fair value adjustment - swap	-	-	13,510	3,784	-	-	13,510	3,784
	11,125	10,002	20,954	5,035	11,634	10,325	21,795	5,373

Finance costs

	Individual				Consolidated			
	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020	01/01/2021 to 06/30/2021	04/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020	04/01/2020 to 06/30/2020
Interest	(16,015)	(9,528)	(12,733)	(5,907)	(27,164)	(15,688)	(14,158)	(6,632)
Interest on concession rights payable	-	-	-	-	(20,971)	(10,415)	(5,449)	(2,732)
Tax on financial transactions (IOF)	(22)	(18)	(63)	(4)	(55)	(42)	(89)	(13)
Fair value adjustment - swap	(9,930)	(7,547)	-	-	(9,930)	(7,547)	-	-
Bank surety	-	(5)	-	-	(15)	(7)	-	-
Commissions	(1,023)	(537)	(729)	(376)	(2,431)	(1,050)	(832)	(417)
Lease PVA	(5,389)	(2,595)	(33,101)	(16,246)	(35,093)	(17,477)	(64,822)	(32,082)
Foreign exchange differences	(3)	-	(16,797)	(4,406)	(3)	-	(16,797)	(4,406)
Bank fees	(339)	(176)	(369)	(130)	(415)	(216)	(448)	(163)
Other finance costs	(35)	(27)	(137)	-	(51)	(32)	(161)	(4)
	(32,756)	(20,433)	(63,929)	(27,069)	(96,128)	(52,474)	(102,756)	(46,449)

- (i) Interest on lease is net of PIS and COFINS tax credits in the amounts of R\$300 for the six-month period ended June 30, 2021, and R\$2,617 for the six-month period ended June 30, 2020 (Individual), and R\$2,240 for the six-month period ended June 30, 2021 and R\$5,034 for the six-month period ended June 30, 2020 (Consolidated). For the three-month period from April 1st to June 30, the amounts are net of R\$153 in 2021 and R\$1,331 in 2020 in Individual, and R\$1,064 in 2021 and R\$2,574 in 2020 in Consolidated.

24. Earnings per share

Basic and diluted earnings per share are calculated by dividing net income for the year, attributed to the Company's common shareholders, by the weighted average number of common shares outstanding during the period.

The following table reflects the income and share data used in the basic and diluted earnings per share calculations, already considering the effects of conversion and stock split, and the subscription warrant, in accordance with Note 20:

	Individual and Consolidated	
	01/01/2021 to 06/30/2021	01/01/2020 to 06/30/2020
Numerator - Basic		
Net income for the period attributed to Company shareholders	(125,325)	(81,896)
Denominator - Basic		
Weighted average number of common shares	193,771,106	176,198,345
Stock options (Note 30) - in thousands	4,417,049	4,580,849
Weighted average number of shares - Diluted	193,771,106	176,198,345
Basic and diluted earnings per share	<u>(0.6468)</u>	<u>(0.4648)</u>

The company had antidilutive effect related to the stock-option plan, with effect of R\$0.0144 in the six-month period ended June 30, 2021, and R\$0.0118 in the six-month period ended June 30, 2020.

	Individual and Consolidated	
	04/01/2021 to 06/30/2021	04/01/2020 to 06/30/2020
Numerator - Basic		
Net income for the period attributed to Company shareholders	(60,694)	(56,570)
Denominator - Basic		
Weighted average number of common shares	193,771,106	176,198,345
Stock options (Note 30) - in thousands	4,417,049	4,580,849
Weighted average number of shares - Diluted	193,771,106	176,198,345
Basic and diluted earnings per share	<u>(0.3132)</u>	<u>(0.3211)</u>

The company had antidilutive effect related to the stock-option plan, with effect of R\$0.0070 in the three-month period ended June 30, 2021, and R\$0.0081 in the three-month period ended June 30, 2020.

25. Segment information

Operating segments are reported consistently with the internal reports provided to the Chief Operating Decision Maker (CODM) for purposes of assessment of each segment performance and resource allocation.

An operating segment is defined as a component of a company that engages in business activities from which it may earn revenues and incur expenses. Each operating segment is directly responsible for the revenues and expenses related to its operations. The chief operating decision makers assess each operating segment performance using information on its revenue and contribution margin, rather than using information on assets and liabilities.

There are no intersegment operations, and the Company does not allocate administrative expenses, finance income and costs, and income and social contribution taxes to operating segments.

Segments internally reported are Leased and Managed Locations, Owned Locations, Concessions - On and Off-Street, Long-term Contracts, and Others. It should be noted that this model is modified over time, depending on how management sees the business. In the event of a change in methodology, prior periods will be reclassified for comparison purposes. The Company does not assess segment performance considering asset and liability balances or geographic region.

- **Leased and Managed Locations:** comprises agreements entered into with the private sector. There are parking operations in various segments, such as: commercial buildings, malls, hospitals, educational institutions, banks, and land. Agreements are for leases (fixed or variable leases, or a combination of both) and management (fixed or variable fee).
- **Owned Locations:** these are real estate acquisition agreements (garages or parking spaces) as a unit separate from the venture where it is located.
- **Off-Street Concessions:** comprises agreements with the Government, won through bidding. It may be related to infrastructure, which demands huge volumes of investments. These agreements are off-street, and mainly include airports and underground garages.
- **On-Street Concessions:** on-street pay-and-display parking space management agreements entered into with the City Administration, which grant the right of operation for a period from 5 to 10 years (renewable for the same period). The contra entry includes investments in pay-and-display machines, infrastructure, signs and markings, and initial grants in the cities of Americana, Araraquara, Belo Horizonte, Itajaí, Itatiba, Jacareí, Jaraguá do Sul, Juiz de Fora, Limeira, Mauá, Mogi das Cruzes, Pindamonhangaba, Piracicaba, Rio Claro, Salvador, Santa Bárbara d'Oeste, Santo André, São Bernardo do Campo, São Carlos, São João da Boa Vista, São Paulo, Taubaté and Vila Velha.
- **Long-term Contracts:** include agreements entered into with the private sector and demand investments in infrastructure and/or initial grant. We highlight parking operations in the following segments: commercial buildings, airports, educational institutions, among others.

25. Segment reporting (Continued)

- Others: secondary revenues that are not specifically identifiable to an operating segment, such as operation of investee in Loop, franchise revenues, and specific operations considered extraordinary.

25. Segment reporting (Continued)

At June 30, 2021 and 2020, segment information was as follows:

		Consolidated															
		Leased and managed locations		Long-term contracts		Owned locations		Off-street		Concessions- On-street		Other		Unallocated		Total	
Note		06/30/2021	06/30/2020	06/30/2021	06/30/2020	06/30/2021	06/30/2020	06/30/2021	06/30/2020	06/30/2021	06/30/2020	06/30/2021	06/30/2020	06/30/2021	06/30/2020	06/30/2021	06/30/2020
Net revenue from services rendered	21	151,711	151,202	108,047	117,470	9,791	10,028	27,884	34,561	43,580	15,704	97	240	-	-	341,110	329,205
Gross profit (c)		25,330	23,758	51,432	89,324	2,675	3,171	21,197	46,709	22,981	(4,036)	84	12	-	-	123,699	158,938
General and administrative expenses (a)	22	-	-	-	-	-	-	-	-	-	-	-	-	(41,243)	(39,458)	(41,243)	(39,458)
Other operating income (expenses), net	22	-	-	-	-	-	-	-	-	-	-	-	1,262	791	-	791	1,262
Share of profit of a subsidiary, an associate and a joint venture	9	-	-	-	-	92	95	(18)	25	-	-	(2,650)	(2,285)	-	-	(2,576)	(2,165)
Income (loss) before depreciation and amortization		25,330	23,758	51,432	89,324	2,767	3,266	21,179	46,734	22,981	(4,036)	(2,566)	(1,011)	(40,452)	(39,458)	80,671	118,577
Depreciation (cost of services) (d)		(13,673)	(15,820)	(5,257)	(28,125)	(1,245)	(1,078)	(22,167)	(25,074)	(2,266)	(1,973)	(295)	(280)	(1,737)	(1,844)	(46,640)	(74,194)
Amortization of intangible assets	12	(8,238)	(9,618)	(18,915)	(18,984)	(124)	(131)	(5,238)	(10,118)	(34,906)	(1,566)	(1,016)	(714)	(4,632)	(4,117)	(73,069)	(45,248)
Income before finance income (costs)		3,419	(1,680)	27,260	42,215	1,398	2,057	(6,226)	11,542	(14,191)	(7,575)	(3,877)	(2,005)	(46,821)	(45,419)	(39,038)	(865)
Finance income	23	-	-	-	-	-	-	-	-	-	-	-	-	11,634	21,795	11,634	21,795
Finance costs	23	-	-	-	-	-	-	-	-	-	-	-	-	(96,128)	(102,756)	(96,128)	(102,756)
Loss before income and social contribution taxes		3,419	(1,680)	27,260	42,215	1,398	2,057	(6,226)	11,542	(14,191)	(7,575)	(3,877)	(2,005)	(131,315)	(126,380)	(123,532)	(81,826)
Current income and social contribution taxes (b)	19	-	-	-	-	-	-	-	-	-	-	-	-	(1,639)	(610)	(1,639)	(610)
Deferred income and social contribution taxes	19	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Income (loss) for the year		3,419	(1,680)	27,260	42,215	1,398	2,057	(6,226)	11,542	(14,191)	(7,575)	(3,877)	(2,005)	(132,954)	(126,990)	(125,171)	(82,436)

(a) Management separately monitors operating income (loss) of business units in order to make decisions on fund allocation and evaluate performance. Performance of segments is assessed based on revenue and contribution margin. Administrative expenses, Company's finance income (costs), and income taxes are managed at the Company level, rather than allocated to the operating segments.

(b) Current income and social contribution taxes are allocated only to companies with one segment only.

(c) Gross profit from the segments is reconciled to the statement of profit or loss for the years, reducing the line of depreciation of costs of services.

(d) Depreciation of the right of use of operations is net of PIS and COFINS tax credits on leases of operating lease contracts in the amounts of R\$2,692 at June 30, 2021 and R\$5,409 at June 30, 2020.

25. Segment reporting (Continued)

Other significant information

		Consolidated															
		Leased and managed locations		Long-term contracts		Owned locations		Concessions - Off-street		Concessions - On-street		Other		Unallocated		Total	
Note		06/30/2021	12/31/2020	06/30/2021	12/31/2020	06/30/2021	12/31/2020	06/30/2021	12/31/2020	06/30/2021	12/31/2020	06/30/2021	12/31/2020	06/30/2021	12/31/2020	06/30/2021	12/31/2020
Property and equipment																	
Acquisition cost		186,683	185,745	79,314	78,640	99,790	99,388	84,423	84,807	54,941	52,300	4,849	4,152	27,420	26,795	537,420	531,827
Depreciation		(122,930)	(119,451)	(49,145)	(46,428)	(30,054)	(29,049)	(49,664)	(48,232)	(29,649)	(30,233)	(4,295)	(3,961)	(16,922)	(16,134)	(302,659)	(293,488)
11		63,753	66,294	30,169	32,212	69,736	70,339	34,759	36,575	25,292	22,067	554	191	10,498	10,661	234,761	238,339
Intangible assets																	
Goodwill		103,528	103,528	1,663	1,663	-	-	10,260	10,278	828	828	2,185	2,185	-	-	118,464	118,482
Other intangible assets:																	
Acquisition cost		179,073	175,866	519,208	509,915	3,258	3,205	167,526	167,485	1,018,836	1,003,458	16,505	14,122	77,319	69,950	1,981,725	1,944,001
Amortization		(118,329)	(110,223)	(184,689)	(165,774)	(1,107)	(982)	(47,770)	(42,532)	(76,615)	(41,785)	(8,781)	(7,766)	(47,813)	(43,185)	(485,104)	(412,247)
12		164,272	169,171	336,182	345,804	2,151	2,223	130,016	135,231	943,049	962,501	9,909	8,541	29,506	26,765	1,615,085	1,650,236
Right of use																	
Cost of right of use		177,833	184,286	245,315	244,930	1,557	1,557	614,481	612,554	2,726	2,645	-	-	24,830	24,734	1,066,742	1,070,706
Depreciation of right of use		(146,833)	(140,362)	(210,343)	(207,143)	(1,323)	(1,245)	(218,707)	(197,278)	(2,208)	(2,090)	-	-	(14,159)	(13,178)	(593,573)	(561,296)
10		31,000	43,924	34,972	37,787	234	312	395,774	415,276	518	555	-	-	10,671	11,556	473,169	509,410
Additions																	
Capital invested in property and equipment		4,308	9,189	537	4,053	403	1,074	427	1,997	6,129	7,674	623	604	584	618	13,011	25,209
Capital invested in intangible assets		3,468	14,470	9,278	2,310	53	27	41	5,432	17,847	971,556	4	2,452	7,366	12,637	38,057	1,008,884
12		7,776	23,659	9,815	6,363	456	1,101	468	7,429	23,976	979,230	627	3,056	7,950	13,255	51,068	1,034,093
Total capital invested																	



26. Financial instruments and financial risk management policies

Financial instruments carried by the Company at June 30, 2021, and December 31, 2020 are mainly the following:

Cash and cash equivalents

Cash and cash equivalents basically comprise investments in CDB (Bank Deposit Certificates), which are remunerated by reference to the CDI rates.

Loans and financing

Loans and financing are subject to the rates described in Note 13.

Debentures

Debentures are subject to the CDI variation, plus an average percentage of 1.9% p.a., as disclosed in Note 13.

Derivative financial instruments

Derivative financial instruments are subject to the rates described in Note 14.

Accounts payable for investments made

Accounts payable for investments made are pegged to the IPCA, and restated over the year.

Credit risk

The Company's main operation is rendering parking services that are settled in cash or through major credit and debit cards existing in the market. The Company rates the credit risk as low.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices include two types of risk: (i) interest rate risk, and (ii) currency risk. Liabilities subject to floating interest rates expose the Company to the risk of changes in market interest rates. These obligations and related indexes are described below:



26. Financial instruments and financial risk management policies (Continued)

Market risk (Continued)

	Note	Index	Individual		Consolidated	
			06/30/2021	12/31/2020	06/30/2021	12/31/2020
Financial assets:						
Bank deposit certificate	4	CDI	33,158	2,157	65,779	37,313
			33,158	2,157	65,779	37,313
Financial liabilities:						
Working capital	13	CDI	244,797	200,995	244,797	200,995
Working capital - swap	13	Dollar (i)	61,840	-	61,840	-
Debentures	13	CDI	292,652	342,433	591,802	645,402
Derivative financial instruments	14	CDI	9,930	-	9,930	-
Lease liability	15	INPC	89,672	105,501	588,079	614,993
Concession rights payable	16	IPCA	-	-	369,531	347,608
Accounts payable for investments made		IPCA/IGP-M	6,674	5,815	6,674	5,815
			705,565	654,744	1,872,653	1,814,813

(i) While the loan is denominated in US\$, the Company entered into a swap transaction to convert the debt into CDI. See Note 14.

Currency risk

Currency risk is the risk that fair value of future cash flows of a financial instrument fluctuates due to changes in exchange rates. The Company's exposure to the risk of foreign exchange differences mainly refers to loans as a source of working capital. The Company has a swap contract to convert the debt into CDI.

Liquidity risk

Management continuously monitors the Company's liquidity needs in order to ensure that it has sufficient cash to meet its operational needs.

Given the business dynamics of the Company and its subsidiaries, the Treasury Department aims to maintain balance between fund availability and flexibility through working capital.

In addition, the Treasury Department monitors the consolidated liquidity ratio, considering the expected cash flows matched against the unused credit facilities.

The following table shows the liquidity risks of significant financial liabilities by maturity, and reflects the Company's undiscounted financial flow at June 30, 2021 and December 31, 2020.



26. Financial instruments and financial risk management policies (Continued)

Liquidity risk (Continued)

At June 30, 2021	Book balance	Individual				Book balance	Consolidated			
		1 to 12 months	1 to 5 years	> 5 years	Total		1 to 12 months	1 to 5 years	> 5 years	Total
Loans, financing and debentures	594,490	286,044	302,032	11,195	599,271	915,955	467,103	441,583	15,105	923,791
Trade accounts payable	35,545	34,549	996	-	35,545	108,424	106,715	1,709	-	108,424
Lease liability	89,672	29,162	62,743	36,322	128,227	588,079	121,218	423,288	540,973	1,085,479
Accounts payable for investments made	6,674	6,674	-	-	6,674	6,674	6,674	-	-	6,674
Concession rights payable	-	-	-	-	-	369,531	52,257	273,041	418,053	743,351
	726,381	356,429	365,771	47,517	769,717	1,988,663	753,967	1,139,621	974,131	2,867,719

At December 31, 2020	Book balance	Individual				Book balance	Consolidated			
		1 to 12 months	1 to 5 years	> 5 years	Total		1 to 12 months	1 to 5 years	> 5 years	Total
Loans, financing and debentures	539,454	305,339	97,902	140,187	543,428	865,203	332,894	276,559	263,693	873,146
Trade accounts payable	40,220	38,595	1,625	-	40,220	84,740	82,972	1,768	-	84,740
Lease liability	105,501	32,888	86,980	31,774	151,642	614,993	133,463	511,291	486,556	1,131,310
Accounts payable for investments made	5,815	2,000	3,815	-	5,815	5,815	2,000	3,815	-	5,815
Concession rights payable	-	-	-	-	-	347,608	50,064	250,320	425,544	725,928
	690,990	378,822	190,322	171,961	741,105	1,918,359	601,393	1,043,753	1,175,793	2,820,939

Capital management

The Company's objective regarding capital management is maintaining the investment capacity, which enables growth and return to its investors.

Accordingly, the financial leverage ratio is the result of net debt divided by equity. Net debt results from total loans, financing, debentures, lease liabilities (current and noncurrent), less total cash and cash equivalents.

There were no changes in capital management objectives, policies and procedures over the periods presented.

Sensitivity analysis of financial instruments

The sensitivity analysis for each type of market considered significant by management is presented in the table below.

For the probable scenario, a one-year horizon was considered in management's assessment. In addition, two other scenarios (A) and (B) are presented. The Company assumes a 25% increase (scenario A) and 50% increase (scenario B - extreme situation) in market projection for the CDI rate of the probable scenario.



26. Financial instruments and financial risk management policies (Continued)

Financial instruments sensitivity analysis (Continued)

Consolidated	Note	Index	06/30/2021	Probable	Market projections	
					Scenario A	Scenario B
Loans and financing	13	CDI	324,153	331,511	333,351	335,190
Debentures	13	CDI	591,802	605,236	608,594	611,953
Accounts payable for investments made		IPCA	6,674	7,231	7,371	7,510
			922,629	943,978	949,316	954,653
Bank deposit certificate	4	CDI	65,779	67,272	67,645	68,019
			65,779	67,272	67,645	68,019
Total exposure, net			856,850	876,706	881,671	886,634
Loss				(19,856)	(24,820)	(29,784)

Individual	Note	Index	06/30/2021	Probable	Market projections	
					Scenario A	Scenario B
Loans and financing	13	CDI	301,839	308,691	310,404	312,117
Debentures	13	CDI	292,652	299,295	300,956	302,617
Accounts payable for investments made		IPCA	6,674	7,231	7,370	7,509
			601,165	615,217	618,730	622,243
Bank deposit certificate	4	CDI	33,158	33,911	34,099	34,287
			33,158	33,911	34,099	34,287
Total exposure, net			568,007	581,306	584,631	587,956
Loss				(13,300)	(16,624)	(19,949)

Total net effect of the abovementioned scenarios is basically due to the Company's exposure to CDI and IPCA.

The cumulative 12-month CDI rates used in scenarios Probable, (A) and (B) were 2.27%, 2.84% and 3.41%. The cumulative 12-month IPCA rates used in scenarios Probable, (A) and (B) were 8.35%, 10.44% and 12.53%. The CDI and IPCA projection was extracted from Anbima's and IBGE's websites.

27. Fair value

Financial instrument fair value calculation methodology

Fair value is defined as the amount for which an asset could be exchanged, or a liability settled, between knowledgeable and willing parties in an arm's length transaction.

The Company adopts CPC 40/IFRS 7 for financial instruments measured at fair value in the Statement of Financial Position, which requires disclosure of the fair value measurements at the following fair value measurement hierarchy level:



27. Fair value (Continued)

Financial instrument fair value calculation methodology (Continued)

- Prices quoted (unadjusted) in active market for identical assets and liabilities (Level 1);
- Inputs other than quoted prices included in Level 1 that are adopted by the market for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices) (Level 2);
- Inputs for assets or liabilities that are not based on observable market data (i.e. unobservable inputs) (Level 3).

The following tables show the fair value measurement hierarchy level for the Company's consolidated assets and liabilities.

Fair value

				06/30/2021		
Consolidated	Note	Book balance	Total	Level 1	Level 2	Level 3
Assets with fair value disclosed						
Noncurrent						
Investment property (c)	8	13,632	41,494	-	-	41,494
Assets measured at fair value						
Cash and cash equivalents	4	72,198	72,198	72,198	-	-
Trade accounts receivable	5	50,847	50,847	-	50,847	-
Liabilities measured at fair value						
Derivative financial instruments (b)	14	9,930	9,930	-	9,930	-
Liabilities with fair value disclosed						
Interest-bearing loans, financing and debentures (a)	13	915,955	915,955	-	915,955	-
Trade accounts payable		120,180	120,180	-	120,180	-
Accounts payable for investments made		6,674	6,674	-	6,674	-

				12/31/2020		
Consolidated	Note	Book balance	Total	Level 1	Level 2	Level 3
Assets with fair value disclosed						
Investment property (c)	8	13,800	41,494	-	-	41,494
Assets measured at fair value						
Cash and cash equivalents	4	42,109	42,109	42,109	-	-
Trade accounts receivable	5	50,192	50,192	-	50,192	-
Liabilities measured at fair value						
Loans, financing and debentures (a)	13	865,203	865,203	-	865,203	-
Trade accounts payable		84,279	84,279	-	84,279	-
Accounts payable for investments made		5,815	5,815	-	5,815	-

- (a) The carrying amount of loans, financing and debentures presented in the financial statements approximates the fair value since the rates of these instruments are market values and there is no intention of early settlement. The debentures are private.
- (b) Derivative transactions traded over the counter are measured at Level 2, as shown above.
- (c) Investment properties are accounted for at cost. If they were recorded at their fair value, they would be classified as level 3. More information on the assumptions used in the calculation and sensitivity analysis is shown in Note 8.



27. Fair value (Continued)

Financial instrument fair value calculation methodology (Continued)

We consider that the balances of trade accounts receivable, trade accounts payable, lease liabilities and accounts payable for investments made at carrying amount, less impairment, approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available for similar financial instruments.

Over the period ended June 30, 2021 and December 31, 2020, there were no transfers between Level 1 and Level 2 fair value assessments, and no transfers between Level 3 and Level 2 fair value assessments.

28. Insurance coverage

Insurance coverage is as follows:

Type of coverage	Coverage
Civil Liability and D&O	25,000
Vehicle insurance	4,700
Corporate insurance and fire in facilities	30,732
Insurance against accidents in garages	131,935
Cash robbery in garages	750
Total	<u>193,117</u>

The Company has insurance coverage at amounts considered sufficient by management to cover risks, if any, inherent in the operation and of its assets and/or liabilities.

In its main insurance policy, the Company covers all operating issues, which include: branches, related companies and associates.

The Company currently has an internal contingent event department that manages the Company's needs regarding taking out insurance and effectively contacting insurers in case of a contingent event.

At June 30, 2021, the Company took out insurance from Tokio Marine Seguros to cover its operating activities. Other insurance coverage is taken out from first-tier insurers, considering premium, risks and contingent event policy.



29. Non-cash transactions

At June 30, 2021 and 2020, the Company conducted non-cash transactions, which were not presented in the Statements of Cash Flows, as follows:

- Remeasurements and additions related to CPC 06 (R1) - IFRS 16, according to Notes 10 and 15.
- Share-based compensation, according to Note 30.
- Adoption of practical expedient in compliance with CVM Rule No. 859, of July 7, 2020, as per Note 15.
- Addition of goodwill to intangible assets related to new locations, of which R\$341 at June 30, 2021 and R\$8,913 at June 30, 2020 in Individual, and R\$366 at June 30, 2021 and R\$441,744 at June 30, 2020 in Consolidated, regarding the São Paulo Pay and Display (Zona Azul) grant.
- Remeasurement of concession rights payable, in accordance with Notes 16 and 12.

30. Share-based payment

The data on the volume and values of the options below are shown considering the effect of the stock split approved on February 11, 2020.

2011 Plan

On August 30, 2011, at the Company's Annual General Meeting, the creation of a stock option plan for shares issued by the Company was approved ("2011 Plan").

The Board of Directors, at a meeting held on July 3, 2013, approved the First Stock Option Plan ("2011 Plan"), whereby the beneficiary was granted a stock option for shares to be issued and sold by the Company.

The fair value of each option granted is estimated on the grant date using the Black & Scholes option pricing model, considering the following assumptions: (i) share price; (ii) strike price; (iii) risk-free interest rate; (iv) expected share price volatility; and (v) term until option expiry, as detailed in the table below. Options, when exercised, are converted into shares.

Information on the stock option program and assumptions used in the valuation are as follows:



30. Share-based payment (Continued)

2011 Plan (Continued)

2011 Plan – 2nd program

	Lot
Vesting date	03/06/2013
Strike price	03/06/2013
Strike price (estimated) at the statement of financial position date	2.33
Risk-free interest rate %	4.39
Contractual term for exercise per lot (days)	8%
Expected dividend yield	941
Share volatility in the market	0%
Total number of outstanding options	24%
Total number of lost/expired options	695,849
Number of options exercised	-
Number of options to be exercised	-
Estimated fair value (R\$/share)	695,849
	2.66

Considering the expected average life of the series, the maximum exercise term is 540 days from the date the employee ceases to be in the position of administrator of Allpark and/or Group subsidiaries. Options, when exercised, are converted into shares.

2019 Plan

On January 2, 2019, at the Company's Annual General Meeting, the creation of a stock option plan for shares issued by the Company was approved ("2019 Plan – 1st program").

On March 4, 2019, at the Annual General Meeting, the Company's Board of Directors approved the Second Stock Option Plan ("2019 Plan – 2nd program"), whereby the Beneficiary was granted a stock option, for invaluable consideration, for shares issued or sold by the Company.

The fair value of each option granted is estimated on the grant date using the Black & Scholes option pricing model, considering the following assumptions: (i) share price; (ii) strike price; (iii) risk-free interest rate; (iv) expected share price volatility; and (v) term until option expiry, as detailed in the table below. Options, when exercised, are converted into shares.



30. Share-based payment (Continued)

2019 Plan (Continued)

Information on the stock option program and assumptions used in the valuation are as follows:

2019 Plan – 1st program

	First lot	Second lot	Third lot	Fourth lot
Date of issue	01/04/2019	01/04/2019	01/04/2019	01/04/2019
Vesting date	03/31/2019	10/01/2019	01/04/2020	10/01/2020
Strike price	10.68	10.90	11.12	11.34
Strike price (estimated) at the statement of financial position date	12.92	12.92	12.92	12.92
Risk-free interest rate %	7.4%	8.2%	8.2%	8.3%
Contractual term for exercise per lot (days)	214	397	580	762
Expected dividend yield	0%	0%	0%	0%
Share volatility in the market	31%	27.9%	27.5%	27.5%
Total number of outstanding options	1,437,975	675,675	675,675	675,675
Total number of lost/expired options	42,000	-	-	-
Number of options exercised	-	-	-	-
Number of options granted/to be exercised	1,437,975	675,675	675,675	675,675
Estimated fair value (R\$/share)	3.61	4.10	4.54	4.96

2019 Plan – 2nd program

	First lot	Second lot	Third lot	Fourth lot	Fifth lot
Date of issue	03/04/2019	03/04/2019	03/04/2019	03/04/2019	03/04/2019
Vesting date	03/31/2019	10/01/2019	01/04/2020	10/01/2020	01/04/2021
Strike price	10.68	10.90	11.12	11.34	11.56
Strike price (estimated) at the statement of financial position date	12.92	12.92	12.92	12.92	12.92
Risk-free interest rate %	7.4%	8.2%	8.2%	8.3%	8.3%
Contractual term for exercise per lot (days)	214	397	580	762	945
Expected dividend yield	0%	0%	0%	0%	0%
Share volatility in the market	31%	27.9%	27.5%	27.5%	27.5%
Total number of outstanding options	92,400	81,900	81,900	-	-
Total number of lost/expired options	-	-	-	81,900	81,900
Number of options exercised	-	-	-	-	-
Number of options granted/to be exercised	92,400	81,900	81,900	-	-
Estimated fair value (R\$/share)	3.61	4.10	4.54	4.96	5.34

Participants acquired the right to exercise the first and second lots of their options from March 31, 2019 and from October 1, 2019 (“Initial Vesting”), respectively. The remaining lots will be exercisable on April 1, 2020, October 1, 2020, April 1, 2021, and it is certain that for the purposes of this participation, the Vesting Period will be the entire period elapsed in relation to each lot.

At September 30, 2019, plan beneficiaries exercised the purchase option referring to the acquisition right of the first lot in the amount of R\$763, presented in Financing activities in the statement of cash flows. At March 31, 2020 and September 30, 2020, plan beneficiaries exercised the purchase option referring to the acquisition right of the second and third lots in the amounts of R\$379 and R\$379, respectively. At March 31, 2021, plan beneficiaries exercised the purchase option referring to the acquisition right of the fifth lot in the amount of R\$385, presented in Financing activities in the statement of cash flows.

30. Share-based payment (Continued)

2019 Plan (Continued)

2019 Plan – 2nd program (Continued)

At December 31, 2020, the expense related to the stock option plan amounted to R\$1,772, as disclosed in Note 17. The remaining expected average life of the outstanding series is 548 days at December 31, 2020.

Regarding the impacts of Covid-19, in accordance with management's assessment, it was concluded that future fluctuations in the share price and the CDI index did not affect the methodology for calculating the fair value of the options granted for the purchase of shares, as the fair value of options was priced prior to the impacts of Covid-19.