

(Convenience translation into English from the original previously issued in Portuguese)

ITR - QUARTERLY INFORMATION

06/30/2020 SUL AMÉRICA S/A

Capital Stock

Shares Number (units)	Current Year 06/30/2020
Capital Stock	
Common	592,688,393
Preferred	589,773,510
Total	1,182,461,903
Treasury Stock	
Common	6,217,796
Preferred	12,435,597
Total	18,653,393

Financial Statements Company / Assets

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
1	Total Assets	10,089,155	9,183,817
1.01	Current Assets	1,069,090	381,442
1.01.01	Cash and Cash Equivalents	93	9,030
1.01.01.01	Cash and Banks	93	9,030
1.01.01.02	Cash Equivalents	-	-
1.01.02	Marketable Securities	107,198	106,926
1.01.02.01	Marketable Securities Valued at Fair Value	107,198	106,926
1.01.02.01.01	Securities Trading	107,198	106,926
1.01.02.01.02	Securities Available for Sale	-	-
1.01.02.03	Marketable Securities Accounted for Amortized Cost	-	-
1.01.02.03.01	Securities Held to Maturity	-	-
1.01.03	Accounts Receivable	39,724	192,423
1.01.03.01	Customers	39,724	192,423
1.01.03.01.01	Receivables	39,724	192,423
1.01.03.02	Other Accounts Receivable	-	-
1.01.04	Inventories	-	-
1.01.05	Biological Assets	-	-
1.01.06	Tax Recoverable	13,994	73,063
1.01.06.01	Current Tax Recoverable	13,994	73,063
1.01.07	Prepaid Expenses	-	-
1.01.08	Other Current Assets	908,081	-
1.01.08.01	Non-current Assets for Sale	-	-
1.01.08.02	Assets of Discontinued Operations	908,081	-
1.01.08.03	Other	-	-
1.01.08.03.01	Reinsurance assets	-	-
1.01.08.03.02	Deferred Acquisition Costs	-	-
1.01.08.03.03	Other	-	-
1.02	Non-current Assets	9,020,065	8,802,375
1.02.01	Long-term Assets	191,062	84,511
1.02.01.01	Marketable Securities Valued at Fair Value	-	-
1.02.01.01.01	Securities Trading	-	-
1.02.01.01.02	Securities Available for Sale	-	-
1.02.01.03	Marketable Securities Accounted for Amortized Cost	-	-
1.02.01.03.01	Securities Held to Maturity	-	-
1.02.01.04	Accounts Receivable	9	-
1.02.01.04.01	Customers	-	-

Financial Statements Company / Assets

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
1.02.01.04.02	Other	9	-
1.02.01.05	Inventories	-	-
1.02.01.06	Biological Assets	-	-
1.02.01.07	Deffered Tax	190,874	84,355
1.02.01.07.01	Income Tax and Social Contribution	190,874	84,355
1.02.01.08	Prepaid Expenses	-	-
1.02.01.09	Loans to Related Parties	-	-
1.02.01.09.01	Loans to Affiliates	-	-
1.02.01.09.02	Loans to Subsidiaries	-	-
1.02.01.09.03	Credits with Controllers	-	-
1.02.01.09.04	Loans to Others Related Parties	-	-
1.02.01.10	Others Non-Current Assets	179	156
1.02.01.10.01	Non-current Assets for Sale	-	-
1.02.01.10.02	Assets of Discontinued Operations	-	-
1.02.01.10.03	Judicial deposits	22	21
1.02.01.10.04	Reinsurance assets	157	135
1.02.01.10.05	Deferred Acquisition Costs	-	-
1.02.01.10.06	Other	-	-
1.02.02	Investments	8,828,753	8,717,821
1.02.02.01	Equity in Associated Companies	8,828,753	8,717,821
1.02.02.01.01	Investments in Affiliates	6,977,675	6,993,118
1.02.02.01.02	Investments in Subsidiaries	1,851,078	1,724,703
1.02.02.01.03	Investments in Jointly Controlled	-	-
1.02.02.01.04	Others Equity in Associated Companies	-	-
1.02.02.02	Properties for Investments	-	-
1.02.02.02.01	Property for Rent	-	-
1.02.02.02.02	(-) Depreciation	-	-
1.02.03	Property and Equipment	39	43
1.02.03.01	Property and Equipment in Operation	39	43
1.02.03.02	Property and Equipment Leased	-	-
1.02.03.03	Property and Equipment in Progress	-	-
1.02.04	Intangible Assets	211	-
1.02.04.01	Intangible Assets	211	-
1.02.04.01.01	Concession	-	-
1.02.04.01.02	Trademarks and Patents	-	-
1.02.04.01.03	Goodwill	-	-

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ITR - QUARTERLY INFORMATION 06/30/2020 SUL AMÉRICA S/A

Financial Statements Company / Assets

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
1.02.04.01.04	Software	211	-
1.02.04.01.05	Expenditure Organization, Implementation and Installation	-	-
1.02.04.01.06	(-) Amortization	-	-
1.02.04.02	Goodwill	-	-

(Convenience translation into English from the original previously issued in Portuguese)

ITR - QUARTERLY INFORMATION

06/30/2020 SUL AMÉRICA S/A

Financial Statements Company / Liabilities

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
2	Total Liabilities and Shareholders' Equity	10,089,155	9,183,817
2.01	Current Liabilities	1,243,707	465,254
2.01.01	Social Obligations and Labor	-	-
2.01.01.01	Social Obligations	-	-
2.01.01.02	Payroll	-	-
2.01.01.02.01	Labor Contingencies	-	-
2.01.02	Suppliers	-	-
2.01.02.01	National Suppliers	-	-
2.01.02.02	International Suppliers	-	-
2.01.03	Tax	592	5,998
2.01.03.01	Federal Tax	582	5,997
2.01.03.01.01	Income Tax and Social Contribution Payable	-	-
2.01.03.01.02	PIS / COFINS Payable	32	5,674
2.01.03.01.05	Other Taxes and Contributions	432	192
2.01.03.01.06	Third-party Income Tax	118	131
2.01.03.02	State Tax	-	-
2.01.03.03	Municipal Tax	10	1
2.01.03.03.01	Services Rendered Tax Payable	10	1
2.01.04	Loans and Financing	822,439	176,723
2.01.04.01	Loans and Financing	160,677	1,130
2.01.04.01.01	Loans and Financing - Local Currency	160,677	1,130
2.01.04.01.02	Loans and Financing - Foreign Currency	-	-
2.01.04.02	Debentures	661,762	175,593
2.01.04.03	Financing for Lease	-	-
2.01.05	Other Obligations	420,676	282,533
2.01.05.01	Related Party Liabilities	-	-
2.01.05.01.01	Debts with Affiliates	-	-
2.01.05.01.02	Debts with Subsidiaries	-	-
2.01.05.01.03	Debts with Controllers	-	-
2.01.05.01.04	Other Debts with Related Parties	-	-
2.01.05.02	Other	420,676	282,533
2.01.05.02.01	Dividends and Interest on Capital Payable	418,683	280,868
2.01.05.02.02	Minimum Mandatory Dividend Payable	-	-
2.01.05.02.03	Obligations for stock incentive	-	-
2.01.05.02.04	Accounts Payable	601	575
2.01.05.02.05	Other Accounts Payable	797	878
2.01.05.02.06	Other	595	212
2.01.06	Provisions	-	-
2.01.06.01	Provisions Tax, Social Security, Labor and Civil	-	-
2.01.06.01.01	Tax Contingencies	-	-

Financial Statements Company / Liabilities

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
2.01.06.01.02	Labor Contingencies and Social Security	-	-
2.01.06.01.03	Provisions for Employee Benefits	-	-
2.01.06.01.04	Civil Contingencies	-	-
2.01.06.02	Other	-	-
2.01.06.02.01	Warranties Provision	-	-
2.01.06.02.02	Restructuring Provision	-	-
2.01.06.02.03	Provision for Environmental Liabilities and Desactivation	-	-
2.01.07	Liabilities Non-Current Assets of the Sale and Discontinued	-	-
2.01.07.01	Liabilities Non-Current Assets on Sale	-	-
2.01.07.02	Liabilities of Discontinued Operations Assets	-	-
2.02	Non-Current Liabilities	1,355,418	1,572,737
2.02.01	Loans and Financing	1,355,026	1,572,331
2.02.01.01	Loans and Financing	-	160,000
2.02.01.01.01	Loans and Financing - Local Currency	-	160,000
2.02.01.01.02	Loans and Financing - Foreign Currency	-	-
2.02.01.02	Debentures	1,355,026	1,412,331
2.02.01.03	Financing for Lease	-	-
2.02.02	Other Obligations	119	125
2.02.02.01	Related Party Liabilities	-	-
2.02.02.01.01	Debts with Affiliates	-	-
2.02.02.01.02	Debts with Subsidiaries	-	-
2.02.02.01.03	Debts with Controllers	-	-
2.02.02.01.04	Other Debts with Related Parties	-	-
2.02.02.02	Other	119	125
2.02.02.02.01	Obligations for stock incentive	-	-
2.02.02.02.02	Future Capital Increase	-	-
2.02.02.02.03	Accounts Payable	-	-
2.02.02.02.04	Other Accounts Payable	119	125
2.02.02.02.05	Other	-	-
2.02.03	Deferred Taxes	-	-
2.02.03.01	Income Tax and Social Contribution	-	-
2.02.04	Provisions	273	281
2.02.04.01	Provisions Tax, Social Security, Labor and Civil	273	281
2.02.04.01.01	Tax Contingencies	273	281
2.02.04.01.02	Labor Contingencies and Social Security	-	-

Financial Statements Company / Liabilities

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
2.02.04.01.03	Provisions for Employee Benefits	-	-
2.02.04.01.04	Civil Contingencies	-	-
2.02.04.02	Other	-	-
2.02.04.02.01	Warranties Provision	-	-
2.02.04.02.02	Restructuring Provision	-	-
2.02.04.02.03	Provision for Environmental Liabilities and Desactivation	-	-
2.02.04.02.04	Technical reserves - Insurance	-	-
2.02.05	Liabilities Non-Current Assets of the Sale and Discontinued	-	-
2.02.05.01	Liabilities Non-Current Assets on Sale	-	-
2.02.05.02	Liabilities of Discontinued Operations Assets	-	-
2.02.06	Unearned Profits and Revenue	-	-
2.02.06.01	Unearned Profits	-	-
2.02.06.02	Unearned Revenue	-	-
2.02.06.03	Grants Investment	-	-
2.03	Shareholders' Equity	7,490,030	7,145,826
2.03.01	Capital	3,319,882	3,319,882
2.03.02	Capital Reserves	232,820	240,695
2.03.02.01	Goodwill on Issue of Shares	272,695	286,269
2.03.02.02	Special Reserve Goodwill	25,995	25,995
2.03.02.03	Sale of the Warrant	-	-
2.03.02.04	Options Granted	104,382	98,602
2.03.02.05	Treasury Stock	(138,416)	(130,258)
2.03.02.06	Future Capital Increase	-	-
2.03.02.07	Transactions capital - goodwill and negative goodwill	(31,836)	(39,913)
2.03.03	Revaluation Reserves	-	-
2.03.04	Profit Reserves	3,427,733	3,582,733
2.03.04.01	Legal Reserve	326,947	326,947
2.03.04.02	Statutory Reserve	3,100,786	3,255,786
2.03.04.03	Contingency Reserve	-	-
2.03.04.04	Unrealized Profit Reserve	-	-
2.03.04.05	Retained Profits	-	-
2.03.04.06	Special Reserve Unpaid Dividends	-	-
2.03.04.07	Tax Incentive Reserve	-	-
2.03.04.08	Additional Proposed Dividend	-	-
2.03.04.09	Treasury Stock	-	-
2.03.05	Profits / Losses	573,655	-

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Financial Statements Company / Liabilities

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
2.03.06	Equity Adjustment	(64,060)	2,516
2.03.07	Cumulative Translation Adjustments	-	-
2.03.08	Other Comprehensive Income	-	-
2.03.09	Participation of Non-controlling Shareholders	-	-

Financial Statements Company / Income Statements

(in thousands of Reais)

Code	Description	Current Quarter - 4/1/2020 to 6/30/2020	Year-to-date of the current year - 1/1/2020 to 6/30/2020	Same quarter of the prior year - 4/1/2019 to 6/30/2019	Year-to-date of the prior year - 1/1/2019 to 6/30/2019
3.01	Revenue from Sales and Services	-	-	-	-
3.01.01	Net premiums - Insurance	-	-	-	-
3.01.02	Other Operating Income - Insurance	-	-	-	-
3.01.03	Premiums, retained contributions and net asset management fee - Private pension	-	-	-	-
3.01.04	Other Operating Income - Private pension	-	-	-	-
3.01.05	Saving bonds	-	-	-	-
3.01.06	ASO	-	-	-	-
3.01.07	Asset management	-	-	-	-
3.01.08	Other Operating Income	-	-	-	-
3.01.09	Changes in Technical Reserves - Insurance	-	-	-	-
3.01.10	Changes in Technical Reserves - Private pension	-	-	-	-
3.02	Cost of Products and Services Sold	-	-	-	-
3.02.01	Claims - Insurance	-	-	-	-
3.02.02	Acquisition Costs - Insurance	-	-	-	-
3.02.03	Other Operating Expenses - Insurance	-	-	-	-
3.02.04	Benefit expenses - Private Pension	-	-	-	-
3.02.05	Acquisition Costs - Private Pension	-	-	-	-
3.02.06	Other Operating Expenses - Private Pension	-	-	-	-
3.02.07	Saving bonds	-	-	-	-
3.02.08	ASO	-	-	-	-
3.02.09	Asset management	-	-	-	-
3.02.10	Other Operating Expenses	-	-	-	-
3.03	Gross Profit	-	-	-	-
3.04	Operating Income/Expenses	384,964	443,889	261,623	488,933
3.04.01	Selling Expenses	-	-	-	-
3.04.02	General and Administrative Expenses	(4,735)	(16,428)	(12,520)	(25,735)
3.04.02.01	Administrative Expenses	(4,735)	(16,428)	(12,520)	(25,735)
3.04.03	Impairment of Assets	-	-	-	-
3.04.04	Other Operating Income	-	-	-	-
3.04.04.01	Equity Income (Expense Net)	-	-	-	-
3.04.05	Other Operating Expenses	-	-	-	-
3.04.06	Equity interest	389,699	460,317	274,143	514,668
3.05	Income Before Income Taxes and Financial	384,964	443,889	261,623	488,933
3.06	Investment Income	(20,187)	(41,893)	(28,124)	(50,818)

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ITR - QUARTERLY INFORMATION

06/30/2020 SUL AMÉRICA S/A

Financial Statements Company / Income Statements

(in thousands of Reais)

Code	Description	Year-to-date of the			Year-to-date of
		Current Quarter - 4/1/2020 to 6/30/2020	current year - 1/1/2020 to 6/30/2020	Same quarter of the prior year - 4/1/2019 to 6/30/2019	the prior year - 1/1/2019 to 6/30/2019
3.06.01	Investment Income	3,136	6,038	7,471	11,902
3.06.02	Investment Expenses	(23,323)	(47,931)	(35,595)	(62,720)
3.07	Income Before Income Tax, Social Contribution and Profit Sharing	364,777	401,996	233,499	438,115
3.08	Income Tax and Social Contribution on Profit	33,807	66,717	(15,753)	(34,803)
3.08.01	Current	-	(1)	(13,541)	(26,875)
3.08.02	Deffered	33,807	66,718	(2,212)	(7,928)
3.09	Net Profit from Continuing Operations	398,584	468,713	217,746	403,312
3.10	Net Profit from Discontinued Operations	99,689	109,376	43,079	80,981
3.10.01	Net Income / Loss from Discontinued Operations	99,689	109,376	43,079	80,981
3.10.02	Gains / losses on Net Assets of Discontinued Operations	-	-	-	-
3.11	Net Income	498,273	578,089	260,825	484,293
3.99	Earnings per Share	-	-	-	-
3.99.01	Basic Earnings per Share	-	-	-	-
3.99.01.01	For Preferred Share	0.42930	0.49740	0.22460	0.41720
3.99.01.02	For Common Share	0.42810	0.49710	0.22450	0.41700
3.99.02	Diluted Earnings per Share	-	-	-	-
3.99.02.01	For Preferred Share	0.42520	0.49270	0.22170	0.41210
3.99.02.02	For Common Share	0.42610	0.49470	0.22310	0.41450

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ITR - QUARTERLY INFORMATION 06/30/2020 SUL AMÉRICA S/A

Financial Statements Company / Comprehensive Income

(in thousands of Reais)

Code	Description	Year-to-date of the			
		Current Quarter - 4/1/2020 to 6/30/2020	current year - 1/1/2020 to 6/30/2020	Same quarter of the prior year - 4/1/2019 to 6/30/2019	Year-to-date of the prior year - 1/1/2019 to 6/30/2019
4.01	Net Income Company - Period	498,273	578,089	260,825	484,293
4.02	Other Components of Comprehensive Income	(16,208)	(66,576)	6,726	5,830
4.02.01	Gains and (losses) not realized in financial assets available for sale	-	-	-	-
4.02.02	Unrealized losses on cash flow hedge, net of gains	-	-	-	-
4.02.03	Realized gains on cash flow hedge, net of losses	-	-	-	-
4.02.04	Income tax and social contribution related to components of other comprehensive income	-	-	-	-
4.02.05	Gains and (losses) of Change in Ownership Interest	565	311	(33)	(289)
4.02.06	Other comprehensive income of investees companies recognized by equity method	(16,773)	(66,887)	6,759	6,119
4.03	Comprehensive Income for the Period	482,065	511,513	267,551	490,123

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ITR - QUARTERLY INFORMATION

06/30/2020 SUL AMÉRICA S/A

Financial Statements Company / Statements of Cash Flow - Indirect Method

(in thousands of Reais)

Code	Description	Year-to-date of the current year -	Year-to-date of the prior year -
		1/1/2020 to 6/30/2020	1/1/2019 to 6/30/2019
6.01	Net cash by Operating Activities	68,612	(203,012)
6.01.01	Cash generated by operating activities	55,327	33,402
6.01.01.01	Net income before tax and social contribution	580,868	570,413
6.01.01.02	Depreciation and amortization	20	10
6.01.01.03	Interest and inflation adjustment of issued debentures	42,648	61,860
6.01.01.04	Equity loss in associated companies	-	-
6.01.01.05	Interest and inflation adjustments on REFIS - tax refinance	-	-
6.01.01.06	Interest and inflation adjustments on judicial deposits and lawsuits	-	23
6.01.01.07	Stock options	8	10
6.01.01.08	Positive equity interest	(569,693)	(595,649)
6.01.01.09	Writeoff on sale of investments	-	-
6.01.01.10	Gain on sale of investments or fixed assets	-	-
6.01.01.11	Interest and inflation adjustment on tax credit offset	(2,525)	(3,963)
6.01.01.12	Interest and inflation adjustment on judicial deposits	-	(24)
6.01.01.13	Other	-	722
6.01.01.14	Transaction costs of issued securities	4,001	-
6.01.02	Change in assets and liabilities	13,285	(236,414)
6.01.02.01	Change in marketable securities	(272)	(247,278)
6.01.02.02	Change in receivables	80,226	32,108
6.01.02.03	Change in taxes	(44,925)	8,323
6.01.02.04	Change in reinsurance assets	-	-
6.01.02.05	Change in judicial deposits	-	-
6.01.02.06	Dividends and interest on equity received	59,171	116,001
6.01.02.07	Change in salvages for sale	-	-
6.01.02.08	Change in other assets/liabilities	383	(388)
6.01.02.09	Change in deferred Acquisition costs	-	-
6.01.02.10	Change deferred taxes assets	-	-
6.01.02.11	Change in accounts payable	(32,100)	(86,025)
6.01.02.12	Change in loans and financing	-	-
6.01.02.13	interest Paid	(49,190)	(56,371)
6.01.02.14	Change in deferred taxes	-	-
6.01.02.15	Change in insurance and reinsurance liabilities	-	-
6.01.02.16	Change in technical reserves - Insurance	-	-
6.01.02.17	Changes in accrued liabilities for lawsuits	(8)	(775)
6.01.02.18	Change in other provisions	-	-
6.01.02.19	Income tax and social contribution paid	-	(2,009)
6.01.02.20	Withholding income tax on dividends received	-	-
6.01.03	Others	-	-
6.02	Net cash by Investing Activities	(493,184)	(150,275)
6.02.01	Increase in capital	(263,184)	-
6.02.02	Purchase of equity interest	(230,000)	(150,275)
6.02.03	Selling of equity interest	-	-
6.02.04	Purchase of fixed assets and intangible assets	-	-

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ITR - QUARTERLY INFORMATION

06/30/2020 SUL AMÉRICA S/A

Financial Statements Company / Statements of Cash Flow - Indirect Method

(in thousands of Reais)

Code	Description	Year-to-date of the current year -	Year-to-date of the prior year -
		1/1/2020 to 6/30/2020	1/1/2019 to 6/30/2019
6.02.05	Selling of fixed assets and intangible assets	-	-
6.02.20	Other net proceeds and (payments)	-	-
6.03	Net Cash by Financing Activities	415,635	353,436
6.03.01	Loans end credit lines	499,480	698,838
6.03.02	Amortization of loans	(58,708)	(123,357)
6.03.03	Capital increase - Receiving	-	-
6.03.04	Decrease capital - Payment	-	-
6.03.05	Purchase of shares to hold them in treasury	(31,264)	(15,158)
6.03.06	Selling of shares in treasury	6,127	8,046
6.03.07	Options granted exercised	-	-
6.03.08	Repurchase of shares in market	-	-
6.03.09	Dividends and interest on equity paid	-	(214,933)
6.03.10	Refis - tax refinance	-	-
6.03.11	Financial lease	-	-
6.03.20	Other net proceeds and (payments)	-	-
6.04	Foreign Exchange on Cash and Equivalents	-	-
6.05	Increase/(Decrease) in Cash and Cash Equivalents	(8,937)	149
6.05.01	Cash and Cash Equivalents at Beginning of Period	9,030	117
6.05.02	Cash and Cash Equivalents at End of Period	93	266

Financial Statements Company / Statement of Changes in Shareholders' Equity - 01/01/2020 to 06/30/2020**(in thousands of Reais)**

Code	Description	Capital	Capital Reserves, Granted Options and Treasury Stock	Profit reserves	Net Income (Losses)	Other Comprehensive Income	Equity
5.01	Opening Balance	3,319,882	240,695	3,582,733	-	2,516	7,145,826
5.02	Prior Year Adjustments	-	-	-	-	-	-
5.02.01	Changes in Accounting Practices	-	-	-	-	-	-
5.03	Adjustments Balance	3,319,882	240,695	3,582,733	-	2,516	7,145,826
5.04	Capital Transactions with Partens	-	(7,875)	-	-	-	(7,875)
5.04.01	Capital Increase	-	-	-	-	-	-
5.04.02	Stock Issue Expenses	-	-	-	-	-	-
5.04.03	Recognized Granted Options	-	5,780	-	-	-	5,780
5.04.04	Treasury Stock Acquired	-	(31,264)	-	-	-	(31,264)
5.04.05	Treasury Shares Sold	-	9,532	-	-	-	9,532
5.04.06	Supplementary dividends	-	-	-	-	-	-
5.04.07	Interest on Shareholders' Equity	-	-	-	-	-	-
5.04.08	Additional Dividends Proposed	-	-	-	-	-	-
5.04.09	Options Granted Exercised	-	-	-	-	-	-
5.04.10	Reversion of Estatutory Reserve	-	-	-	-	-	-
5.04.11	Intermediaries/Interim Dividends	-	-	-	-	-	-
5.04.12	Transactions Capital - Goodwill	-	8,077	-	-	-	8,077
5.04.13	Mandatory dividends	-	-	-	-	-	-
5.04.14	Transactions capital - negative goodwill	-	-	-	-	-	-
5.05	Total Comprehensive Income	-	-	-	578,089	(66,576)	511,513
5.05.01	Net Income	-	-	-	578,089	-	578,089
5.05.02	Other Comprehensive Income	-	-	-	-	(66,576)	(66,576)
5.05.02.01	Financial Instruments Adjustments	-	-	-	-	-	-
5.05.02.02	Taxes of Financial Instruments Adjustments	-	-	-	-	-	-
5.05.02.03	Comprehensive Income of Equity Affiliates	-	-	-	-	(66,887)	(66,887)
5.05.02.04	Convergon Adjustments	-	-	-	-	-	-
5.05.02.05	Tax Adjustments of Conversion Period	-	-	-	-	-	-
5.05.02.06	Non-controlling Interest	-	-	-	-	-	-
5.05.02.07	Reversion of Estatutory Reserve	-	-	-	-	-	-
5.05.02.08	Gains and (losses) of Change in Ownership Interest	-	-	-	-	311	311
5.05.02.09	Others adjustments	-	-	-	-	-	-
5.05.03	Reclassification to Results	-	-	-	-	-	-
5.05.03.01	Financial Instruments Adjustments	-	-	-	-	-	-
5.06	Changes in Shareholders' Equity	-	-	(155,000)	(4,434)	-	(159,434)
5.06.01	Increase of Capital Reserves	-	-	-	-	-	-
5.06.02	Recognitional of Revaluation Reserves	-	-	-	-	-	-
5.06.03	Taxes on Recognitional of Revaluation Reserves	-	-	-	-	-	-
5.06.04	Intermediaries Dividends	-	-	-	-	-	-
5.06.05	Additional Dividends Proposed	-	-	-	-	-	-
5.06.06	Mandatory dividends	-	-	-	-	-	-
5.06.07	Interest on Shareholders' Equity	-	-	(155,000)	-	-	(155,000)
5.06.08	Realized on Reserves	-	-	-	-	-	-
5.06.09	Others adjustments	-	-	-	(4,434)	-	(4,434)
5.07	Final Balance	3,319,882	232,820	3,427,733	573,655	(64,060)	7,490,030

Financial Statements Company / Statement of Changes in Shareholders' Equity - 01/01/2019 to 06/30/2019**(in thousands of Reais)**

Code	Description	Capital	Capital Reserves, Granted Options and Treasury Stock	Profit reserves	Net Income (Losses)	Other Comprehensive Income	Equity
5.01	Opening Balance	3,319,882	258,753	2,701,298	-	6,179	6,286,112
5.02	Prior Year Adjustments	-	-	-	-	-	-
5.02.01	Changes in Accounting Practices	-	-	-	-	-	-
5.03	Adjustments Balance	3,319,882	258,753	2,701,298	-	6,179	6,286,112
5.04	Capital Transactions with Partens	-	(3,339)	-	-	-	(3,339)
5.04.01	Capital Increase	-	-	-	-	-	-
5.04.02	Stock Issue Expenses	-	-	-	-	-	-
5.04.03	Recognized Granted Options	-	3,775	-	-	-	3,775
5.04.04	Treasury Stock Acquired	-	(15,158)	-	-	-	(15,158)
5.04.05	Treasury Shares Sold	-	8,044	-	-	-	8,044
5.04.06	Supplementary dividends	-	-	-	-	-	-
5.04.07	Interest on Shareholders' Equity	-	-	-	-	-	-
5.04.08	Additional Dividends Proposed	-	-	-	-	-	-
5.04.09	Options Granted Exercised	-	-	-	-	-	-
5.04.10	Reversion of Estatutory Reserve	-	-	-	-	-	-
5.04.11	Intermediaries/Interim Dividends	-	-	-	-	-	-
5.04.12	Transactions Capital - Goodwill	-	-	-	-	-	-
5.04.13	Mandatory dividends	-	-	-	-	-	-
5.04.14	Transactions capital - negative goodwill	-	-	-	-	-	-
5.05	Total Comprehensive Income	-	-	-	484,293	5,830	490,123
5.05.01	Net Income	-	-	-	484,293	-	484,293
5.05.02	Other Comprehensive Income	-	-	-	-	5,830	5,830
5.05.02.01	Financial Instruments Adjustments	-	-	-	-	-	-
5.05.02.02	Taxes of Financial Instruments Adjustments	-	-	-	-	-	-
5.05.02.03	Comprehensive Income of Equity Affiliates	-	-	-	-	6,119	6,119
5.05.02.04	Convergon Adjustments	-	-	-	-	-	-
5.05.02.05	Tax Adjustments of Conversion Period	-	-	-	-	-	-
5.05.02.06	Non-controlling Interest	-	-	-	-	-	-
5.05.02.07	Reversion of Estatutory Reserve	-	-	-	-	-	-
5.05.02.08	Gains and (losses) of Change in Ownership Interest	-	-	-	-	(289)	(289)
5.05.02.09	Others adjustments	-	-	-	-	-	-
5.05.03	Reclassification to Results	-	-	-	-	-	-
5.05.03.01	Financial Instruments Adjustments	-	-	-	-	-	-
5.06	Changes in Shareholders' Equity	-	-	-	-	-	-
5.06.01	Increase of Capital Reserves	-	-	-	-	-	-
5.06.02	Recognitional of Revaluation Reserves	-	-	-	-	-	-
5.06.03	Taxes on Recognitional of Revaluation Reserves	-	-	-	-	-	-
5.06.04	Intermediaries Dividends	-	-	-	-	-	-
5.06.05	Additional Dividends Proposed	-	-	-	-	-	-
5.06.06	Mandatory dividends	-	-	-	-	-	-
5.06.07	Interest on Shareholders' Equity	-	-	-	-	-	-
5.06.08	Realized on Reserves	-	-	-	-	-	-
5.06.09	Others adjustments	-	-	-	-	-	-
5.07	Final Balance	3,319,882	255,414	2,701,298	484,293	12,009	6,772,896

Financial Statements Company / Statement of Added Value

(in thousands of Reais)

Code	Description	Year-to-date of the current year -	Year-to-date of the prior year -
		1/1/2020 to 6/30/2020	1/1/2019 to 6/30/2019
7.01	Revenues	-	-
7.01.01	Sales of Goods, Products and Services	-	-
7.01.02	Other Revenues	-	-
7.01.02.01	Changes in Technical Reserves - Insurance	-	-
7.01.02.02	Changes in Technical Reserves - Private pension	-	-
7.01.02.03	Profit from sale of permanent assets	-	-
7.01.02.04	Other	-	-
7.01.03	Revenue for the Construction of Owned Assets	-	-
7.01.04	Provision for Doubtful Accounts - Reversion / (Constitution)	-	-
7.02	Input Purchase from Third-Parties	(10,795)	(5,315)
7.02.01	Cost Products, Goods and Services Sold	-	-
7.02.02	Materials-Energy-Services-Other Third Party	(10,795)	(5,315)
7.02.03	Loss/ Assets Value Recuperation	-	-
7.02.04	Other	-	-
7.03	Gross Added Value	(10,795)	(5,315)
7.04	Retentions	(20)	(10)
7.04.01	Depreciation, Amortization and Depletion	(20)	(10)
7.04.02	Other	-	-
7.05	Net Added Value Produced	(10,815)	(5,325)
7.06	Added Value Received/ Ceded in Transfer	641,996	599,514
7.06.01	Equity interest	460,317	514,668
7.06.02	Investment Income	5,566	11,750
7.06.03	Other	176,113	73,096
7.06.03.01	Net of Reinsurance Ceded Operation	-	-
7.06.03.02	Net of Coinsurance Ceded Operation	-	-
7.06.03.03	Exchange Variation - Loans and Commitments Receivable	-	-
7.06.03.04	Monetary and Exchange Variation - Insurance and Private Pension	-	-
7.06.03.05	Monetary Variation - Judicial Deposits	1	25
7.06.03.06	Other	66,736	(7,910)
7.06.03.07	Income from discontinued operations	109,376	80,981
7.07	Added Value to be Distributed	631,181	594,189
7.08	Distribution of Added Value	631,181	594,189
7.08.01	Personnel	3,073	2,738
7.08.01.01	Direct Remuneration	3,036	2,564
7.08.01.02	Benefits	37	174

(Convenience translation into English from the original previously issued in Portuguese)

ITR - QUARTERLY INFORMATION

06/30/2020 SUL AMÉRICA S/A

Financial Statements Company / Statement of Added Value

(in thousands of Reais)

Code	Description	Year-to-date of the current year -	
		1/1/2020 to 6/30/2020	Year-to-date of the prior year - 1/1/2019 to 6/30/2019
7.08.01.03	F.G.T.S	-	-
7.08.01.04	Other	-	-
7.08.02	Taxes, Fees and Contributions	2,573	44,810
7.08.02.01	Federal	2,560	44,810
7.08.02.02	State	-	-
7.08.02.03	Municipal	13	-
7.08.03	Interest on Shareholders'	47,446	62,348
7.08.03.01	Interest	46,636	61,860
7.08.03.02	Rentals	2	36
7.08.03.03	Other	808	452
7.08.04	Return of Capital	578,089	484,293
7.08.04.01	Interest on Shareholders' Equity	-	-
7.08.04.02	Dividends	-	-
7.08.04.03	Retained Earnings (Accumulated Deficit)	578,089	484,293
7.08.05	Other	-	-

Financial Statements Consolidated / Assets

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
1	Total Assets	28,481,051	28,412,451
1.01	Current Assets	20,258,530	20,270,361
1.01.01	Cash and Cash Equivalents	707,400	744,979
1.01.01.01	Cash and Banks	33,029	54,185
1.01.01.02	Cash Equivalents	674,371	690,794
1.01.02	Marketable Securities	14,387,115	16,225,130
1.01.02.01	Marketable Securities Valued at Fair Value	14,131,238	16,173,193
1.01.02.01.01	Securities Trading	9,257,037	8,808,748
1.01.02.01.02	Securities Available for Sale	4,874,201	7,364,445
1.01.02.03	Marketable Securities Accounted for Amortized Cost	255,877	51,937
1.01.02.03.01	Securities Held to Maturity	255,877	51,937
1.01.03	Accounts Receivable	1,139,681	2,287,210
1.01.03.01	Customers	1,139,681	2,287,210
1.01.03.01.01	Receivables	1,139,681	2,287,210
1.01.03.02	Other Accounts Receivable	-	-
1.01.04	Inventories	-	-
1.01.05	Biological Assets	-	-
1.01.06	Tax Recoverable	70,792	154,787
1.01.06.01	Current Tax Recoverable	70,792	154,787
1.01.07	Prepaid Expenses	-	-
1.01.08	Other Current Assets	3,953,542	858,255
1.01.08.01	Non-current Assets for Sale	150	68,667
1.01.08.02	Assets of Discontinued Operations	3,548,787	-
1.01.08.03	Other	404,605	789,588
1.01.08.03.01	Reinsurance assets	41,944	26,796
1.01.08.03.02	Deferred Acquisition Costs	329,665	712,650
1.01.08.03.03	Other	32,996	50,142
1.02	Non-current Assets	8,222,521	8,142,090
1.02.01	Long-term Assets	7,653,947	7,548,439
1.02.01.01	Marketable Securities Valued at Fair Value	-	-
1.02.01.01.01	Securities Trading	-	-
1.02.01.01.02	Securities Available for Sale	-	-
1.02.01.03	Marketable Securities Accounted for Amortized Cost	1,195,002	1,350,999
1.02.01.03.01	Securities Held to Maturity	1,195,002	1,350,999
1.02.01.04	Accounts Receivable	1,500,382	1,308,215
1.02.01.04.01	Customers	1,500,382	1,308,215

Financial Statements Consolidated / Assets

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
1.02.01.04.02	Other	-	-
1.02.01.05	Inventories	-	-
1.02.01.06	Biological Assets	-	-
1.02.01.07	Deffered Taxes	1,327,658	1,145,087
1.02.01.07.01	Income Tax and Social Contribution	1,015,163	843,773
1.02.01.07.02	Recoverable Taxes and Contributions - PIS/ COFINS	152,888	182,799
1.02.01.07.03	Recoverable Taxes and Contributions - OTHERS	159,607	118,515
1.02.01.07.04	(-) Allowance for Doubtful Accounts	-	-
1.02.01.08	Prepaid Expenses	-	-
1.02.01.09	Loans to Related Parties	-	-
1.02.01.09.01	Loans to Affiliates	-	-
1.02.01.09.02	Loans to Subsidiaries	-	-
1.02.01.09.03	Credits with Controllers	-	-
1.02.01.09.04	Loans to Others Related Parties	-	-
1.02.01.10	Others Non-Current Assets	3,630,905	3,744,138
1.02.01.10.01	Non-current Assets for Sale	-	-
1.02.01.10.02	Assets of Discontinued Operations	-	-
1.02.01.10.03	Judicial deposits	2,790,491	2,854,375
1.02.01.10.04	Reinsurance assets	5,817	7,583
1.02.01.10.05	Deferred Acquisition Costs	687,026	704,188
1.02.01.10.06	Other	8,931	14,625
1.02.01.10.07	Lease assets	138,640	163,367
1.02.02	Investments	112,163	75,024
1.02.02.01	Equity in Associated Companies	111,070	73,359
1.02.02.01.01	Investments in Affiliates	110,210	72,816
1.02.02.01.02	Investments in Subsidiaries	-	-
1.02.02.01.03	Investments in Jointly Controlled	-	-
1.02.02.01.04	Others Equity in Associated Companies	860	543
1.02.02.02	Properties for Investments	1,093	1,665
1.02.02.02.01	Property for Rent	1,093	1,665
1.02.02.02.02	(-) Depreciation	-	-
1.02.03	Property and Equipment	62,960	72,091
1.02.03.01	Property and Equipment in Operation	62,960	72,091
1.02.03.02	Property and Equipment Leased	-	-
1.02.03.03	Property and Equipment in Progress	-	-
1.02.04	Intangible Assets	393,451	446,536
1.02.04.01	Intangible Assets	223,213	272,647
1.02.04.01.01	Concession	-	-
1.02.04.01.02	Trademarks and Patents	-	3
1.02.04.01.03	Goodwill	-	-
1.02.04.01.04	Software	189,423	232,770
1.02.04.01.05	Other intangibles	33,790	39,874
1.02.04.01.06	(-) Amortization	-	-
1.02.04.02	Goodwill	170,238	173,889

Financial Statements Consolidated / Liabilities

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
2	Total Liabilities and Shareholders' Equity	28,481,051	28,412,451
2.01	Current Liabilities	10,471,415	10,376,445
2.01.01	Social Obligations and Labor	62,658	58,459
2.01.01.01	Social Obligations	-	-
2.01.01.02	Labor obligations	62,658	58,459
2.01.01.02.01	Labor Contingencies	62,658	58,459
2.01.02	Suppliers	-	-
2.01.02.01	National Suppliers	-	-
2.01.02.02	International Suppliers	-	-
2.01.03	Tax	376,350	445,891
2.01.03.01	Federal Tax	338,805	407,353
2.01.03.01.01	Income Tax and Social Contribution Payable	85,451	157,747
2.01.03.01.02	PIS / COFINS Payable	85,793	37,326
2.01.03.01.03	Financial Transactions Tax	13,551	80,125
2.01.03.01.04	REFIS Payable	34,171	32,831
2.01.03.01.05	Other Taxes and Contributions	108,020	75,201
2.01.03.01.06	Third-party Income Tax	11,819	24,123
2.01.03.02	State Tax	-	-
2.01.03.03	Municipal Tax	37,545	38,538
2.01.03.03.01	Services Rendered Tax Payable	37,545	38,538
2.01.04	Loans and Financing	823,057	178,021
2.01.04.01	Loans and Financing	160,677	1,130
2.01.04.01.01	Loans and Financing - Local Currency	160,677	1,130
2.01.04.01.02	Loans and Financing - Foreign Currency	-	-
2.01.04.02	Debentures	661,762	175,593
2.01.04.03	Financing for Lease	618	1,298
2.01.05	Other Obligations	1,266,176	2,173,820
2.01.05.01	Related Party Liabilities	-	-
2.01.05.01.01	Debts with Affiliates	-	-
2.01.05.01.02	Debts with Subsidiaries	-	-
2.01.05.01.03	Debts with Controllers	-	-
2.01.05.01.04	Other Debts with Related Parties	-	-
2.01.05.02	Other	1,266,176	2,173,820
2.01.05.02.01	Dividends and Interest on Capital Payable	418,683	280,868
2.01.05.02.02	Minimum Mandatory Dividend Payable	-	-
2.01.05.02.03	Obligations for Share-based Payment	-	-
2.01.05.02.04	Accounts Payable	107,101	228,376
2.01.05.02.05	Other Accounts Payable	240,353	240,444
2.01.05.02.06	Insurance and reinsurance liabilities	249,477	395,608
2.01.05.02.07	Saving bonds	1,309	695,339
2.01.05.02.08	Managed health	221,030	304,802
2.01.05.02.09	Other	28,223	28,383
2.01.06	Provisions	5,302,468	7,520,254
2.01.06.01	Provisions Tax, Social Security, Labor and Civil	115,317	80,711
2.01.06.01.01	Tax Contingencies	-	-
2.01.06.01.02	Labor Contingencies and Social Security	5,160	3,073

Financial Statements Consolidated / Liabilities

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
2.01.06.01.03	Provisions for Employee Benefits	-	-
2.01.06.01.04	Civil Contingencies	110,157	77,638
2.01.06.02	Other	5,187,151	7,439,543
2.01.06.02.01	Warranties Provision	-	-
2.01.06.02.02	Restructuring Provision	-	-
2.01.06.02.03	Provision for Environmental Liabilities and Desactivation	-	-
2.01.06.02.04	Technical reserves - Insurance	5,187,151	7,439,543
2.01.07	Liabilities Non-Current Assets of the Sale and Discontinued	2,640,706	-
2.01.07.01	Liabilities Non-Current Assets on Sale	-	-
2.01.07.02	Liabilities of Discontinued Operations Assets	2,640,706	-
2.02	Non-Current Liabilities	10,517,569	10,888,301
2.02.01	Loans and Financing	1,355,026	1,572,331
2.02.01.01	Loans and Financing	-	160,000
2.02.01.01.01	Loans and Financing - Local Currency	-	160,000
2.02.01.01.02	Loans and Financing - Foreign Currency	-	-
2.02.01.02	Debentures	1,355,026	1,412,331
2.02.01.03	Financing for Lease	-	-
2.02.02	Other Obligations	293,220	329,798
2.02.02.01	Related Party Liabilities	87,750	88,714
2.02.02.01.01	Debts with Affiliates	-	-
2.02.02.01.02	Debts with Subsidiaries	-	-
2.02.02.01.03	Debts with Controllers	-	-
2.02.02.01.04	Other Debts with Related Parties	87,750	88,714
2.02.02.02	Other	205,470	241,084
2.02.02.02.01	Obligations for stock incentive	-	-
2.02.02.02.02	Future Capital Increase	-	-
2.02.02.02.03	Accounts payable	19,196	23,036
2.02.02.02.04	Other Accounts Payable	183,204	209,620
2.02.02.02.05	Insurance and reinsurance liabilities	-	-
2.02.02.02.06	Other	55	5,686
2.02.02.02.07	Managed health	3,015	2,742
2.02.03	Deferred taxes	-	-
2.02.03.01	Income Tax and Social Contribution	-	-
2.02.04	Provisions	8,869,323	8,986,172
2.02.04.01	Provisions Tax, Social Security, Labor and Civil	2,308,635	2,284,482
2.02.04.01.01	Tax Contingencies	1,879,560	1,867,426
2.02.04.01.02	Labor contingencies and Social Security	81,765	87,103
2.02.04.01.03	Provisions for Employee Benefits	-	-

Financial Statements Consolidated / Liabilities

(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
2.02.04.01.04	Civil Contingencies	347,310	329,953
2.02.04.01.05	Other	-	-
2.02.04.02	Other	6,560,688	6,701,690
2.02.04.02.01	Warranties Provision	-	-
2.02.04.02.02	Restructuring Provision	-	-
2.02.04.02.03	Provision for Environmental Liabilities and Desactivation	-	-
2.02.04.02.04	Technical reserves - Insurance	6,560,688	6,701,690
2.02.05	Liabilities Non-Current Assets of the Sale and Discontinued	-	-
2.02.05.01	Liabilities Non-Current Assets on Sale	-	-
2.02.05.02	Liabilities of Discontinued Operations Assets	-	-
2.02.06	Unearned Profits and Revenue	-	-
2.02.06.01	Unearned Profits	-	-
2.02.06.02	Unearned Revenue	-	-
2.02.06.03	Grants Investment	-	-
2.03	Shareholders' Equity	7,492,067	7,147,705
2.03.01	Capital	3,319,882	3,319,882
2.03.02	Capital Reserves	232,820	240,695
2.03.02.01	Goodwill on Issue of Shares	272,695	286,269
2.03.02.02	Special Reserve Goodwill	25,995	25,995
2.03.02.03	Sale of the Warrant	-	-
2.03.02.04	Options Granted	104,382	98,602
2.03.02.05	Treasury Stock	(138,416)	(130,258)
2.03.02.06	Future Capital Increase	-	-
2.03.02.07	Transactions capital - goodwill	(31,836)	(39,913)
2.03.03	Revaluation Reserves	-	-
2.03.04	Profit Reserves	3,427,733	3,582,733
2.03.04.01	Legal Reserve	326,947	326,947
2.03.04.02	Statutory Reserve	3,100,786	3,255,786
2.03.04.03	Contingency Reserve	-	-
2.03.04.04	Unrealized Profit Reserve	-	-
2.03.04.05	Retained Profits	-	-
2.03.04.06	Special Reserve Unpaid Dividends	-	-
2.03.04.07	Tax Incentive Reserve	-	-
2.03.04.08	Additional Proposed Dividend	-	-
2.03.04.09	Treasury Stock	-	-
2.03.05	Profits / Losses	573,655	-
2.03.06	Equity Adjustment	(64,060)	2,516

(Convenience translation into English from the original previously issued in Portuguese)

ITR - QUARTERLY INFORMATION 06/30/2020 SUL AMÉRICA S/A

Financial Statements Consolidated / Liabilities
(in thousands of Reais)

Code	Description	Current Quarter - 6/30/2020	Prior year - 12/31/2019
2.03.07	Cumulative Translation Adjustments	-	-
2.03.08	Other Comprehensive Income	-	-
2.03.09	Participation of Non-controlling Shareholders	2,037	1,879

Financial Statements Consolidated / Income Statements

(in thousands of Reais)

Code	Description	Year-to-date of the		Same quarter of the	Year-to-date of
		Current Quarter -	current year -		
		4/1/2020 to 6/30/2020	1/1/2020 to 6/30/2020	prior year - 4/1/2019 to 6/30/2019	the prior year - 1/1/2019 to 6/30/2019
3.01	Revenue from Sales and Services	4,651,598	9,395,303	4,401,498	8,768,126
3.01.01	Net premiums - Insurance	4,587,828	9,239,082	4,341,064	8,635,831
3.01.02	Other Operating Income - Insurance	8,757	26,672	101	478
3.01.03	Premiums, retained contributions and net asset management fee - Private pension	153,484	359,222	173,449	336,237
3.01.04	Other Operating Income - Private pension	12	12	723	726
3.01.05	Saving bonds	86	14,606	15,446	31,297
3.01.06	ASO	18,248	35,446	15,083	30,112
3.01.07	Asset management	15,358	32,409	19,753	33,213
3.01.08	Other Operating Income	9,411	12,384	943	1,641
3.01.09	Changes in Technical Reserves - Insurance	(19,898)	(26,917)	(27,866)	(34,258)
3.01.10	Changes in Technical Reserves - Private pension	(121,688)	(297,613)	(137,198)	(267,151)
3.02	Cost of Products and Services Sold	(3,718,050)	(8,062,933)	(3,981,280)	(7,886,035)
3.02.01	Claims - Insurance	(3,202,087)	(7,025,618)	(3,518,682)	(6,922,604)
3.02.02	Acquisition Costs - Insurance	(329,813)	(671,978)	(300,009)	(605,891)
3.02.03	Other Operating Expenses - Insurance	(156,122)	(296,637)	(117,730)	(267,904)
3.02.04	Benefit expenses - Private Pension	(13,869)	(29,150)	(19,859)	(41,695)
3.02.05	Acquisition Costs - Private Pension	(8,537)	(17,298)	(8,614)	(17,888)
3.02.06	Other Operating Expenses - Private Pension	(2,942)	(5,066)	(1,519)	(2,258)
3.02.07	Saving bonds	55	(4,473)	(8,217)	(16,417)
3.02.08	ASO	(3,663)	(9,624)	(5,579)	(9,136)
3.02.09	Asset management	(1,072)	(3,089)	(1,071)	(2,242)
3.02.10	Other Operating Expenses	-	-	-	-
3.03	Gross Profit	933,548	1,332,370	420,218	882,091
3.04	Operating Income/Expenses	(383,298)	(715,362)	(328,921)	(626,028)
3.04.01	Selling Expenses	-	-	-	-
3.04.02	General and Administrative Expenses	(379,637)	(707,306)	(316,044)	(625,278)
3.04.02.01	Administrative Expenses	(379,637)	(707,306)	(316,044)	(625,278)
3.04.03	Impairment of Assets	-	-	-	-
3.04.04	Other Operating Income	338	(4,201)	(2,192)	(2,060)
3.04.04.01	Equity Income (Expense Net)	338	(4,201)	(2,192)	(2,060)
3.04.05	Other Operating Expenses	-	-	-	-
3.04.06	Equity interest	(3,999)	(3,855)	(10,685)	1,310
3.05	Income Before Income Taxes and Financial	550,250	617,008	91,297	256,063
3.06	Investment Income	69,851	75,998	114,604	245,859
3.06.01	Investment Income	1,016,991	1,940,000	507,028	1,005,881
3.06.02	Investment Expenses	(947,140)	(1,864,002)	(392,424)	(760,022)
3.07	Income Before Income Tax, Social Contribution and Profit Sharing	620,101	693,006	205,901	501,922
3.08	Income Tax and Social Contribution on Profit	(221,432)	(224,369)	11,523	(99,070)

Financial Statements Consolidated / Income Statements

(in thousands of Reais)

Code	Description	Year-to-date of the			
		Current Quarter -	current year -	Same quarter of the	Year-to-date of
		4/1/2020 to 6/30/2020	1/1/2020 to 6/30/2020	prior year - 4/1/2019 to 6/30/2019	the prior year - 1/1/2019 to 6/30/2019
3.08.01	Current	(307,957)	(351,574)	(91,237)	(200,602)
3.08.02	Deffered	86,525	127,205	102,760	101,532
3.09	Net Profit from Continuing Operations	398,669	468,637	217,424	402,852
3.10	Net Profit from Discontinued Operations	99,689	109,376	43,079	80,981
3.10.01	Net Income / Loss from Discontinued Operations	99,689	109,376	43,079	80,981
3.10.02	Gains / losses on Net Assets of Discontinued Operations	-	-	-	-
3.11	Net Income	498,358	578,013	260,503	483,833
3.11.01	Atributable to Owners of the Company	498,273	578,089	260,825	484,293
3.11.02	Atributable to Non-Controlling Interest	85	(76)	(322)	(460)
3.99	Earnings per Share	-	-	-	-
3.99.01	Basic Earnings per Share	-	-	-	-
3.99.01.01	For Preferred Share	0.42930	0.49740	0.22460	0.41720
3.99.01.02	For Common Share	0.42810	0.49710	0.22450	0.41700
3.99.02	Diluted Earnings per Share	-	-	-	-
3.99.02.01	For Preferred Share	0.42520	0.49270	0.22170	0.41210
3.99.02.02	For Common Share	0.42610	0.49470	0.22310	0.41450

Financial Statements Consolidated / Comprehensive Income

(in thousands of Reais)

Code	Description	Year-to-date of the		Year-to-date of	
		Current Quarter -	current year -	Same quarter of the	the prior year -
		4/1/2020 to 6/30/2020	1/1/2020 to 6/30/2020	prior year - 4/1/2019 to 6/30/2019	1/1/2019 to 6/30/2019
4.01	Net Income Company - Period	498,358	578,013	260,503	483,833
4.02	Other Components of Comprehensive Income	(16,208)	(66,576)	6,726	5,830
4.02.01	Unrealized actuarial losses on defined benefit pension plan, net of gains	-	-	-	-
4.02.02	Gains and (losses) not realized in financial assets available for sale	(25,718)	(109,018)	14,836	10,709
4.02.03	Unrealized losses on cash flow hedge, net of gains	-	-	-	-
4.02.04	Realized gains on cash flow hedge, net of losses	-	-	-	-
4.02.05	Income tax and social contribution related to components of other comprehensive income	9,510	42,442	(6,050)	(4,879)
4.02.06	Gains and (losses) of Change in Ownership Interest	-	-	-	-
4.02.07	Other comprehensive income of investees companies recognized by equity method	-	-	(2,060)	-
4.03	Comprehensive Income for the Period	482,150	511,437	267,229	489,663
4.03.01	Awarded to Owners of the Company	482,065	511,513	267,551	490,123
4.03.02	Awarded to Non-Controlling Interest	85	(76)	(322)	(460)

Financial Statements Consolidated / Statements of Cash Flow - Indirect Method

(in thousands of Reais)

Code	Description	Year-to-date of the current year -	Year-to-date of the prior year -
		1/1/2020 to 6/30/2020	1/1/2019 to 6/30/2019
6.01	Net cash by Operating Activities	(255,053)	294,748
6.01.01	Cash generated by operating activities	1,011,825	758,646
6.01.01.01	Net income before tax and social contribution	871,878	634,220
6.01.01.02	Depreciation and amortization	67,192	57,395
6.01.01.03	Interest and inflation adjustment of issued debentures	50,087	69,074
6.01.01.04	Equity loss in associated companies	-	-
6.01.01.05	Interest and inflation adjustments on REFIS - tax refinance	502	1,281
6.01.01.06	Interest and inflation adjustments on judicial deposits and lawsuits	38,583	59,711
6.01.01.07	Stock options	5,780	3,773
6.01.01.08	Positive equity interest	3,855	(1,491)
6.01.01.09	Writeoff on sale of investments	-	-
6.01.01.10	Gain on sale of investments or fixed assets	-	-
6.01.01.11	Interest and inflation adjustment on tax credit offset	(6,319)	(10,916)
6.01.01.12	Interest and inflation adjustment on judicial deposits	(38,591)	(55,845)
6.01.01.13	Other	14,859	1,444
6.01.01.14	Transaction costs of issued securities	3,999	-
6.01.02	Change in assets and liabilities	(1,266,878)	(463,898)
6.01.02.01	Change in marketable securities	79,231	(265,878)
6.01.02.02	Change in receivables	(44,812)	(90,685)
6.01.02.03	Change in taxes	(112,988)	(120,119)
6.01.02.04	Change in reinsurance assets	(20,824)	1,002
6.01.02.05	Change in judicial deposits	46,777	27,911
6.01.02.06	Dividends and interest on equity received	-	33,130
6.01.02.07	Change in salvages for sale	(22,563)	(22,555)
6.01.02.08	Change in other assets/liabilities	19,312	(37,822)
6.01.02.09	Change in deferred Acquisition costs	47,002	(37,750)
6.01.02.10	Change deferred taxes assets	-	-
6.01.02.11	Change in accounts payable	(673,558)	62,142
6.01.02.12	Change in loans and financing	-	-
6.01.02.13	interest Paid	(59,283)	(56,867)
6.01.02.14	Change in deferred taxes	-	-
6.01.02.15	Change in insurance and reinsurance liabilities	(42,458)	(30,515)
6.01.02.16	Change in technical reserves - Insurance	(103,171)	384,874
6.01.02.17	Changes in accrued liabilities for lawsuits	53,545	(26,911)
6.01.02.18	Change in other provisions	-	-
6.01.02.19	Income tax and social contribution paid	(433,088)	(283,855)
6.01.02.20	Withholding income tax on dividends received	-	-
6.01.03	Others	-	-
6.02	Net cash by Investing Activities	(162,675)	(40,777)
6.02.01	Increase in capital	-	-
6.02.02	Purchase of equity interest	-	-
6.02.03	Selling of equity interest	(100,000)	-
6.02.04	Purchase of fixed assets and intangible assets	(62,675)	(40,777)
6.02.05	Selling of fixed assets and intangible assets	-	-
6.02.20	Other net proceeds and (payments)	-	-
6.03	Net Cash by Financing Activities	389,344	328,828

(Convenience translation into English from the original previously issued in Portuguese)

ITR - QUARTERLY INFORMATION

06/30/2020 SUL AMÉRICA S/A

Financial Statements Consolidated / Statements of Cash Flow - Indirect Method

(in thousands of Reais)

Code	Description	Year-to-date of the current year -	Year-to-date of the prior year -
		1/1/2020 to 6/30/2020	1/1/2019 to 6/30/2019
6.03.01	Loans end credit lines	499,480	698,838
6.03.02	Amortization of loans	(58,708)	(123,357)
6.03.03	Capital increase - Receiving	-	-
6.03.04	Decrease capital - Payment	-	-
6.03.05	Purchase of shares to hold them in treasury	(31,264)	(15,158)
6.03.06	Selling of shares in treasury	6,127	8,046
6.03.07	Options granted exercised	-	-
6.03.08	Payment by the reverse split of the shares	-	-
6.03.09	Dividends and interest on equity paid	-	(214,933)
6.03.10	Refis - tax refinance	(2,426)	(3,073)
6.03.11	Financial lease	(503)	(1,758)
6.03.12	Lease payments	(23,362)	(19,777)
6.03.20	Other net proceeds and (payments)	-	-
6.04	Foreign Exchange on Cash and Equivalents	-	-
6.05	Increase/(Decrease) in Cash and Cash Equivalents	(28,384)	582,799
6.05.01	Cash and Cash Equivalents at Beginning of Period	744,979	629,478
6.05.02	Cash and Cash Equivalents at End of Period	716,595	1,212,277

Financial Statements Consolidated / Statement of Changes in Shareholders' Equity - 01/01/2020 to 06/30/2020**(in thousands of Reais)**

Code	Account Description	Capital	Capital Reserves, Granted Options and Treasury Stock	Profit reserves	Net Income (Losses)	Other Comprehens ive Income	Equity	Participation of Minority Shareholders	Consolidated Equity
5.01	Opening Balance	3,319,882	240,695	3,582,733	-	2,516	7,145,826	1,879	7,147,705
5.02	Prior Year Adjustments	-	-	-	-	-	-	-	-
5.02.01	Changes in Accounting Practices	-	-	-	-	-	-	-	-
5.03	Adjustments Balance	3,319,882	240,695	3,582,733	-	2,516	7,145,826	1,879	7,147,705
5.04	Capital Transactions with Partens	-	(7,875)	-	-	-	(7,875)	-	(7,875)
5.04.01	Capital Increase	-	-	-	-	-	-	-	-
5.04.02	Stock Issue Expenses	-	-	-	-	-	-	-	-
5.04.03	Recognized Granted Options	-	5,780	-	-	-	5,780	-	5,780
5.04.04	Treasury Stock Acquired	-	(31,264)	-	-	-	(31,264)	-	(31,264)
5.04.05	Treasury Shares Sold	-	9,532	-	-	-	9,532	-	9,532
5.04.06	Dividends	-	-	-	-	-	-	-	-
5.04.07	Interest on Shareholders' Equity	-	-	-	-	-	-	-	-
5.04.08	Additional Dividends Proposed	-	-	-	-	-	-	-	-
5.04.09	Options Granted Exercised	-	-	-	-	-	-	-	-
5.04.10	Reversion of Estatutory Reserve	-	-	-	-	-	-	-	-
5.04.11	Intermediaries/Interim Dividends	-	-	-	-	-	-	-	-
5.04.12	Transactions Capital - Goodwill	-	8,077	-	-	-	8,077	-	8,077
5.04.13	Mandatory dividends	-	-	-	-	-	-	-	-
5.04.14	Transactions Capital - Negative Goodwill	-	-	-	-	-	-	-	-
5.04.15	Non-controlling Interest	-	-	-	-	-	-	-	-
5.04.16	Supplementary dividends	-	-	-	-	-	-	-	-
5.05	Total Comprehensive Income	-	-	-	578,089	(66,576)	511,513	(76)	511,437
5.05.01	Net Income	-	-	-	578,089	-	578,089	(76)	578,013
5.05.02	Other Comprehensive Income	-	-	-	-	(66,576)	(66,576)	-	(66,576)
5.05.02.01	Financial Instruments Adjustments	-	-	-	-	-	-	-	-
5.05.02.02	Taxes of Financial Instruments Adjustments	-	-	-	-	-	-	-	-
5.05.02.03	Comprehensive Income of Equity Affiliates	-	-	-	-	(66,887)	(66,887)	-	(66,887)
5.05.02.04	Convergnion Adjustments	-	-	-	-	-	-	-	-
5.05.02.05	Tax Adjustments of Conversion Period	-	-	-	-	-	-	-	-
5.05.02.06	Non-controlling Interest	-	-	-	-	-	-	-	-
5.05.02.07	Reversion of Estatutory Reserve	-	-	-	-	-	-	-	-
5.05.02.08	Gains and (losses) of Change in Ownership Interest	-	-	-	-	311	311	-	311
5.05.02.09	Others adjustments	-	-	-	-	-	-	-	-
5.05.03	Reclassification to Results	-	-	-	-	-	-	-	-
5.05.03.01	Financial Instruments Adjustments	-	-	-	-	-	-	-	-
5.06	Changes in Shareholders' Equity	-	-	(155,000)	(4,434)	-	(159,434)	234	(159,200)
5.06.01	Increase of Capital Reserves	-	-	-	-	-	-	-	-
5.06.02	Recognitional of Revaluation Reserves	-	-	-	-	-	-	-	-
5.06.03	Taxes on Recognitional of Revaluation Reserves	-	-	-	-	-	-	-	-
5.06.04	Intermediaries Dividends	-	-	-	-	-	-	-	-
5.06.05	Additional Dividends Proposed	-	-	-	-	-	-	-	-
5.06.06	Mandatory dividends	-	-	-	-	-	-	-	-
5.06.07	Interest on Shareholders' Equity	-	-	(155,000)	-	-	(155,000)	-	(155,000)
5.06.08	Realized on Reserves	-	-	-	-	-	-	-	-
5.06.09	Others adjustments	-	-	-	(4,434)	-	(4,434)	-	(4,434)
5.06.10	Write-off of non-controlling interests (Note 4)	-	-	-	-	-	-	-	-
5.07	Final Balance	3,319,882	232,820	3,427,733	573,655	(64,060)	7,490,030	2,037	7,492,067

Financial Statements Consolidated / Statement of Changes in Shareholders' Equity - 01/01/2019 to 06/30/2019**(in thousands of Reais)**

Code	Account Description	Capital	Capital Reserves, Granted Options and Treasury Stock	Profit reserves	Net Income (Losses)	Other Comprehens ive Income	Equity	Participation of Minority Shareholders	Consolidated Equity
5.01	Opening Balance	3,319,882	258,753	2,701,298	-	6,179	6,286,112	1,401	6,287,513
5.02	Prior Year Adjustments	-	-	-	-	-	-	-	-
5.02.01	Changes in Accounting Practices	-	-	-	-	-	-	-	-
5.03	Adjustments Balance	3,319,882	258,753	2,701,298	-	6,179	6,286,112	1,401	6,287,513
5.04	Capital Transactions with Partens	-	(3,339)	-	-	-	(3,339)	-	(3,339)
5.04.01	Capital Increase	-	-	-	-	-	-	-	-
5.04.02	Stock Issue Expenses	-	-	-	-	-	-	-	-
5.04.03	Recognized Granted Options	-	3,775	-	-	-	3,775	-	3,775
5.04.04	Treasury Stock Acquired	-	(15,158)	-	-	-	(15,158)	-	(15,158)
5.04.05	Treasury Shares Sold	-	8,044	-	-	-	8,044	-	8,044
5.04.06	Supplementary dividends	-	-	-	-	-	-	-	-
5.04.07	Interest on Shareholders' Equity	-	-	-	-	-	-	-	-
5.04.08	Additional Dividends Proposed	-	-	-	-	-	-	-	-
5.04.09	Options Granted Exercised	-	-	-	-	-	-	-	-
5.04.10	Reversion of Estatutory Reserve	-	-	-	-	-	-	-	-
5.04.11	Intermediaries/Interim Dividends	-	-	-	-	-	-	-	-
5.04.12	Transactions Capital - Goodwill	-	-	-	-	-	-	-	-
5.04.13	Mandatory dividends	-	-	-	-	-	-	-	-
5.04.14	Transactions capital - negative goodwill	-	-	-	-	-	-	-	-
5.04.15	Non-controlling Interest	-	-	-	-	-	-	-	-
5.04.16	Supplementary dividends	-	-	-	-	-	-	-	-
5.05	Total Comprehensive Income	-	-	-	484,293	5,830	490,123	(460)	489,663
5.05.01	Net Income	-	-	-	484,293	-	484,293	(460)	483,833
5.05.02	Other Comprehensive Income	-	-	-	-	5,830	5,830	-	5,830
5.05.02.01	Financial Instruments Adjustments	-	-	-	-	-	-	-	-
5.05.02.02	Taxes of Financial Instruments Adjustments	-	-	-	-	-	-	-	-
5.05.02.03	Comprehensive Income of Equity Affiliates	-	-	-	-	6,119	6,119	-	6,119
5.05.02.04	Convergnion Adjustments	-	-	-	-	-	-	-	-
5.05.02.05	Tax Adjustments of Conversion Period	-	-	-	-	-	-	-	-
5.05.02.06	Non-controlling Interest	-	-	-	-	-	-	-	-
5.05.02.07	Reversion of Estatutory Reserve	-	-	-	-	-	-	-	-
5.05.02.08	Interim Dividends/Intermediaries	-	-	-	-	(289)	(289)	-	(289)
5.05.02.09	Others adjustments	-	-	-	-	-	-	-	-
5.05.03	Reclassification to Results	-	-	-	-	-	-	-	-
5.05.03.01	Financial Instruments Adjustments	-	-	-	-	-	-	-	-
5.06	Changes in Shareholders' Equity	-	-	-	-	-	-	(11)	(11)
5.06.01	Increase of Capital Reserves	-	-	-	-	-	-	-	-
5.06.02	Recognitional of Revaluation Reserves	-	-	-	-	-	-	-	-
5.06.03	Taxes on Recognitional of Revaluation Reserves	-	-	-	-	-	-	-	-
5.06.04	Intermediaries Dividends	-	-	-	-	-	-	-	-
5.06.05	Additional Dividends Proposed	-	-	-	-	-	-	-	-
5.06.06	Mandatory dividends	-	-	-	-	-	-	-	-
5.06.07	Interest on Shareholders' Equity	-	-	-	-	-	-	-	-
5.06.08	Realized on Reserves	-	-	-	-	-	-	-	-
5.06.09	Others adjustments	-	-	-	-	-	-	(11)	(11)
5.06.10	Write-off of non-controlling interests (Note 4)	-	-	-	-	-	-	-	-
5.07	Final Balance	3,319,882	255,414	2,701,298	484,293	12,009	6,772,896	930	6,773,826

Financial Statements Consolidated / Statement of Added Value

(in thousands of Reais)

Code	Description	Year-to-date of the current year -	Year-to-date of the prior year -
		1/1/2020 to 6/30/2020	1/1/2019 to 6/30/2019
7.01	Revenues	9,584,283	8,903,606
7.01.01	Sales of Goods, Products and Services	9,990,202	9,296,179
7.01.02	Other Revenues	(327,299)	(301,588)
7.01.02.01	Changes in Technical Reserves - Insurance	(29,688)	(34,439)
7.01.02.02	Changes in Technical Reserves - Private pension	(297,611)	(267,149)
7.01.02.03	Profit from sale of permanent assets	-	-
7.01.02.04	Other	-	-
7.01.03	Revenue for the Construction of Owned Assets	-	-
7.01.04	Provision for doubtful accounts - Reversion/ (Constitution)	(78,620)	(90,985)
7.02	Input Purchase from Third-Parties	(8,362,102)	(8,073,099)
7.02.01	Cost Products, Goods and Services Sold	(7,186,890)	(7,071,805)
7.02.02	Materials-Energy-Services-Other Third Party	(1,049,147)	(894,107)
7.02.03	Loss/ Assets Value Recuperation	-	-
7.02.04	Other	(126,065)	(107,187)
7.03	Gross Added Value	1,222,181	830,507
7.04	Retentions	(48,916)	(36,024)
7.04.01	Depreciation, Amortization and Depletion	(48,916)	(36,024)
7.04.02	Other	-	-
7.05	Net Added Value Produced	1,173,265	794,483
7.06	Added Value Received/ Ceded in Transfer	389,386	475,668
7.06.01	Equity interest	(3,855)	1,310
7.06.02	Investment Income	84,754	658,044
7.06.03	Other	308,487	(183,686)
7.06.03.01	Net of Reinsurance Ceded Operation	(4,788)	(1,355)
7.06.03.02	Net of Coinsurance Ceded Operation	97	486
7.06.03.03	Exchange Variation - Loans and Commitments Receivable	-	-
7.06.03.04	Monetary and Exchange Variation - Insurance and Private Pension	7,400	(366,593)
7.06.03.05	Monetary Variation - Judicial Deposits	38,591	53,810
7.06.03.06	Other	157,811	48,985
7.06.03.07	Income from discontinued operations	109,376	80,981
7.07	Added Value to be Distributed	1,562,651	1,270,151
7.08	Distribution of Added Value	1,562,651	1,270,151
7.08.01	Personnel	303,290	311,349
7.08.01.01	Direct Remuneration	237,312	254,760
7.08.01.02	Benefits	55,155	45,463
7.08.01.03	F.G.T.S	10,823	11,126
7.08.01.04	Other	-	-
7.08.02	Taxes, Fees and Contributions	582,249	360,165
7.08.02.01	Federal	576,194	355,835
7.08.02.02	State	-	-
7.08.02.03	Municipal	6,055	4,330
7.08.03	Interest on shareholders'	99,099	114,804
7.08.03.01	Interest	78,244	105,844
7.08.03.02	Rentals	2,181	4,442
7.08.03.03	Other	18,674	4,518

(Convenience translation into English from the original previously issued in Portuguese)

ITR - QUARTERLY INFORMATION 06/30/2020 SUL AMÉRICA S/A

Financial Statements Consolidated / Statement of Added Value

(in thousands of Reais)

Code	Description	Year-to-date of the current year - Year-to-date of the prior year -	
		1/1/2020 to 6/30/2020	1/1/2019 to 6/30/2019
7.08.04	Return of Capital	578,013	483,833
7.08.04.01	Interest on shareholders' Equity	-	-
7.08.04.02	Dividends	-	-
7.08.04.03	Retained Earnings (accumulated deficit)	578,089	484,293
7.08.04.04	Non-controlling Interest on Retained Earnings	(76)	(460)
7.08.05	Other	-	-

Management discussion and analysis

(in thousands of reais)

In the first half of 2020, the Company recorded a profit of R\$578,089 (R\$484,293 in the same period of 2019), mainly from its share of profit of R\$569,693 (R\$595,649 in the same period of 2019), of which R\$460,317 from continued operations (514,668 in the same period of 2019) and R\$109,376 from discontinued operations (R\$80,981 in the same period of 2019), and net investment expenses (investment income/expenses) of R\$41,893 (R\$50,818 in the same period of 2019).

The share of profit by subsidiary is as follows:

Subsidiaries	Six months ended 06/30/2020	Quarter ended 06/30/2020	Six months ended 06/30/2019	Quarter ended 06/30/2019
Saepar Serviços e Participações S.A.	94,834	86,478	97,774	53,104
Sul América Companhia Nacional de Seguros	153,700	187,160	313,225	169,220
Sul América Companhia de Seguro Saúde	182,435	147,541	184,650	94,899
Sul América Holding S.A.	55,992	27,518	-	-
Sul América Seguros de Automóveis e Massificados S.A.	82,732	40,691	-	-
Total	569,693	489,388	595,649	317,223

As at June 30, 2020 and 2019, the non-controlling interests balance comprise the amounts of the line items "non-controlling interests" and "net income from discontinued operations".



Quarterly Results – 2nd quarter 2020

Continuing Operations

- Total revenues of R\$4.8 billion (+5.0%) in 2Q20 and R\$9.7 billion (+7.2%) in 1H20
- Loss ratio of 69.1% in 2Q20 and 75.4% year-to-date
- Health and dental group membership grew 8.1%
- Net income of R\$398.7 million (+83.4%) in the quarter and R\$468.6 million (+16.3%) in 1H20

Consolidated

- Net income of R\$498.3 million (+91.0%) in the quarter and R\$578.1 million (+19.4%) in 1H20
- Return on average equity of 17.9% in the last 12 months

Conference Call

August 6, 2020 (Thursday)

Portuguese (with simultaneous translation to English)

10am (Brasília) | 9am (US/DST)

Webcast: www.sulamerica.com.br/ir

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MESSAGE FROM MANAGEMENT

We present the results for the second quarter of 2020 still facing the new coronavirus pandemic and its full impacts on the economy are yet uncertain and volatile. Since the beginning of this crisis, we were always confident in SulAmérica's ability to face challenging scenarios and, at the same time, continue to provide our services with the same excellence and quality. Our priority has always been and continues to be the safety and wellness of our employees, their families and other stakeholders, as well as assuring the continuity of our operations and the assistance to our beneficiaries and clients, all of which have been accomplished.

Still during the pandemic, we had a very important milestone in SulAmérica's almost 125-year history with the conclusion of the sale of the auto and other P&C segment to Allianz in July/2020, in one of the most relevant transactions in the Brazilian insurance market in recent periods. The conclusion of the transaction brings resources to boost the Company's development and growth, besides returns to shareholders, and reinforces SulAmérica's new strategic positioning focused on people-related risks, catering to the Health & Wealth needs of our customers in all phases of their lives. We maintain our important position in the health and dental segments, being the third largest company in the private healthcare market in Brazil in terms of revenues, with almost 4 million beneficiaries, in addition to 3 million clients in life, pension and asset management. With the conclusion of the transaction, we take the opportunity to once again thank all employees – including those who are now part of Allianz – for their commitment to the successful conclusion of the deal. I would also like to emphasize the maintenance of our relationship with the more than 39 thousand insurance brokers, who are longtime partners of SulAmérica and whose engagement to keep achieving positive results is stronger than ever. We also highlight the agility of SUSEP (Brazilian Private Insurance Commission), which was essential for the approval and conclusion of the transaction one month before the original schedule, even during a period of remote work for everyone.

In parallel, it was a period of great advances in terms of technology, innovation and access to healthcare, with the launch of a series of important products, services and features during the pandemic, in addition to the expansion of existing ones, which allowed us to further expand our reach and assistance to beneficiaries through digital initiatives. The features available to health and dental beneficiaries in our digital apps were important to guide and ensure proper care, with the quick and welcomed adoption of telemedicine, allowing for the continued care in relation to COVID-19, but also to emergency appointments and ongoing treatments through elective virtual appointments comprising several medical specialties. In the month of June alone, there were more than 60 thousand digital procedures, considering appointments with on-call doctors, scheduled specialists and psychologists, as well as phone orientation.

Regarding the results of the second quarter of 2020, we maintained our good retention levels in the health and dental segment, which partially offset the challenges imposed to the private healthcare market by the period of social isolation and economic uncertainties. We believe in the resilience of our portfolio and in our ability to grow even in diverse scenarios – as proven by our track record over the past few years. The segment's revenues continued in a positive trend, growing 7% when compared to the same period in 2019. Speaking of the medical loss ratio, we had very unusual months in this period, with a sharp reduction in the frequency of elective procedures (doctor visits, exams and non-urgent surgeries), which, in the short term, more than offset the additional costs related to the diagnosis and treatment of beneficiaries with COVID-19, which, it is worth highlighting, were fully cared for in partnership with our network of providers. It is important to mention that the frequency of elective procedures has been gradually recovering over the period after showing a more significant drop in April. Additionally, we expect that an important part of the cancelled/postponed procedures to be resumed and rescheduled over the time, as the pandemic situation normalizes. However, we are still unable to determine the magnitude of this return and its behavior over time. We should also emphasize that 2020 will be marked by an unusual frequency of procedures and seasonality given the COVID-19 pandemic, so, in this sense, short-term results should not be considered in projections for future scenarios.

In the wealth segment, *SulAmérica Investimentos*, our asset manager, ended the quarter with R\$45 billion under management. The private pension segment, despite a lower volume of contributions in the period, expanded the gross margin and reached over R\$8 billion in reserves. The life insurance operation has already shown some effects of the pandemic, with a reduction in revenues, mainly related to travel insurance, a product which had been gaining relevance in the portfolio and, naturally, suffered a more severe impact in the short-term with social distance measures and travel restrictions.

After almost five months since the beginning of the COVID-19 pandemic, it is still not possible to measure all its future effects, either speaking of an economic slowdown, the loss ratio behavior in the coming quarters or even in terms of potential structural changes that society will see in the ways we live. After this brief period, one thing we are certain is that we are on the right path: investments and projects developed few years ago have proven to be precisely correct and have been essential in the last months, bringing important gains to our operation and our customers. We quickly reacted to the situation imposed by the new coronavirus pandemic because we were prepared for it, always focusing on the sustainability and continuity of the business, seeking to grow with profitably, discipline in risk management and capital allocation while, at the same time, looking to generate positive value for the society and the markets in which we operate. We remain confident in the long-term perspectives for SulAmérica and in the strength of our business model.

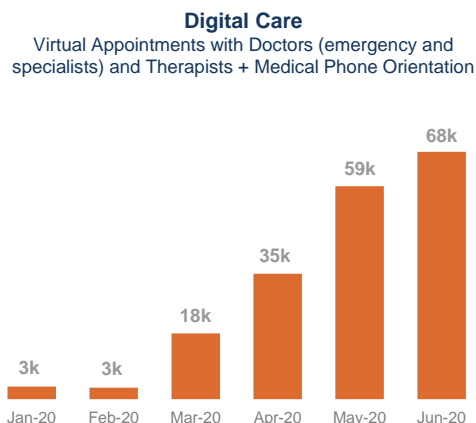
Finally, as we face such a challenging moment, we would like to immensely thank our employees for the continuous engagement, who remain working safely from their homes with the same determination and quality as always. In addition, we thank the trust and dedication of all insurance brokers, service providers – especially healthcare professionals – shareholders, suppliers and other stakeholders of the Company.

Gabriel Portella
CEO

CONTEXT AND IMPACTS OF THE NEW CORONAVIRUS PANDEMIC – COVID-19

The expansion of the new coronavirus pandemic has significantly impacted the health of people around the world, in addition to bringing several impacts to global economies and markets. Since the beginning of the COVID-19 crisis, SulAmérica has adopted a series of measures to ensure the continuity of its operations and minimize its impacts, while taking care of employees, beneficiaries, brokers, partners and the society in general. The Company's Business Continuity Plan (BCP) was activated and, with great success, guaranteed that activities remained fully operational during these five months of the pandemic in Brazil. As of today, almost all of SulAmérica's employees continue to work from home, while the Company is developing a plan to resume its on-site activities in a proper way, considering the epidemiological conditions of each region, prioritizing safety, assessing the situation of at-risk groups and taking into account the wellness of all Company's stakeholders.

One of the main concerns over the last few months has been to guarantee full assistance and care to beneficiaries, whether in needs related to COVID-19 or in the follow-up of ongoing treatments and other recurring demands, always seeking high quality care in partnership with the network of providers. In parallel, with the extraordinary approval of telemedicine in Brazil, it was possible to further expand digital initiatives to assist beneficiaries and, with "Saúde na Tela" (Health on Screen), policyholders can now see psychologists, nutritionists and other professionals and doctors from more than 50 medical specialties without leaving home, aside from having access to referrals to other physicians, drug prescriptions and exam requests, in a completely digital way. More information can be found at: <https://saudenatela.sulamerica.com.br> (Portuguese only). The figures in the graph show the evolution and relevance of these initiatives, as well as their importance for ensuring access to healthcare during this period:



At the same time, SulAmérica continues to monitor the health of all its beneficiaries in relation to the new coronavirus, including its employees and family members and, since the beginning of the pandemic and until 08/05/2020, 5,566 beneficiaries of the Company were hospitalized with confirmation of COVID-19, with 2,607 of these needing Intensive Care Units (ICUs). From this total, 4,824 beneficiaries have already recovered and been discharged and we have recorded 379 deaths.

Main impacts in the second quarter of 2020

- Following the quarantine and social distancing measures in place, there was a temporary significant reduction in the frequency of claims in the health and automobile segments, affecting their respective loss ratios. In the health segment, the reduction is related to the postponement of elective procedures (appointments, exams, surgeries and hospitalizations) and the drop in emergency procedures and ER visits that, in the second quarter, more than offset the additional costs related to treatments and diagnoses for COVID-19. It is important to note that we expect a significant part of these procedures should be resumed over time. However, the future scenario is still uncertain and volatile, so that, as of this moment, it is not yet possible to quantify the magnitude and time frame of this potential recovery, but it should be noted that the short-term scenario should not be inferred as recurring in future ones.
- In relation to the frequency of claims in the health segment, after recording a sharp decrease in the period of greater social isolation in cities such as São Paulo and Rio de Janeiro, elective procedures are being resumed and remain on an upward trend, with an expected progressive return to normality in the coming periods. In the months of April and May of 2020, there was a reduction of about 60% when compared to the average frequency presented in the same months of 2019, based on pre-approved procedures. In June/2020, this reduction came to around 30% over the average recorded in June/2019.
- In this period of volatile frequency of procedures and, in parallel, increase in the number of COVID-19 cases, the partnership with providers of the referred network was further intensified, also in the form of anticipated payments (cash flow effect only), which totaled around R\$150 million since the beginning of the pandemic.
- The Company also continues to monitor cancellation and renegotiation requests, as well as client delinquency, which, so far, remains under control, with no significant increase.
- In the life insurance segment, with the decision to include death coverage by COVID-19, until the end of 2Q20 we registered approximately R\$8 million in related claims, with potential recovery through reinsurance. We also registered lower travel insurance revenues, following the social distance measures and travel restrictions in the period.

1. Main Highlights

The sale of the auto and P&C segment was concluded in July 2020 and, therefore, these businesses lines were still recognized in SulAmérica's second quarter (2Q20) results and are currently being analyzed and reported as discontinued operations, except when otherwise stated.

Financial Highlights (R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Operating Revenues	4,587.8	4,341.1	5.7%	4,651.3	-1.4%	9,239.1	8,635.8	7.0%
Health & Dental	4,467.3	4,205.8	6.2%	4,534.4	-1.5%	9,001.7	8,379.4	7.4%
Life & Personal Accident	121.1	130.9	-7.5%	116.9	3.6%	237.9	249.7	-4.7%
Other Insurance Revenues	-0.5	4.4	NA	0.0	NA	-0.5	6.7	NA
Other Operating Revenues	205.4	225.5	-8.9%	275.4	-25.4%	480.8	433.7	10.8%
Private Pension	153.5	173.4	-11.5%	205.7	-25.4%	359.2	336.2	6.8%
Administrative Services Only	18.2	15.1	21.0%	17.2	6.1%	35.4	30.1	17.7%
Asset Management	15.4	19.8	-22.3%	17.1	-9.9%	32.4	33.2	-2.4%
Other Revenues ¹	18.3	17.2	6.1%	35.4	-48.4%	53.7	34.1	57.2%
Total Operating Revenues	4,793.2	4,566.6	5.0%	4,926.6	-2.7%	9,719.8	9,069.5	7.2%
Gross Operating Margin	933.5	420.2	122.2%	398.8	134.1%	1,332.4	882.1	51.0%
Investment Income	69.9	114.6	-39.1%	6.1	NA	76.0	245.9	-69.1%
Net Income from Continuing Operations	398.7	217.4	83.4%	70.0	469.8%	468.6	402.9	16.3%
Net Income from Discontinued Operations	99.7	43.1	131.4%	9.7	929.1%	109.4	81.0	35.1%
Net Income after non-controlling interest	498.3	260.8	91.0%	79.8	524.3%	578.1	484.3	19.4%
ROAE (% last 12 months)	17.9%	17.6%	30 BPS	15.3%	260 BPS			
Insurance Information - Earned Premiums (R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Health & Dental	4,520.8	4,225.0	7.0%	4,561.9	-0.9%	9,082.7	8,427.2	7.8%
Life & Personal Accident	115.2	123.5	-6.7%	123.6	-6.8%	238.8	251.7	-5.1%
Insurance Information - Retained Claims (R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Health & Dental	-3,140.5	-3,456.7	9.1%	-3,761.5	16.5%	-6,902.0	-6,794.8	-1.6%
Life & Personal Accident	-64.4	-61.4	-4.8%	-61.6	-4.6%	-126.0	-126.0	0.0%
Insurance Operational Ratios (%)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Loss Ratio	69.1%	80.8%	1170 BPS	81.6%	1250 BPS	75.4%	79.7%	430 BPS
Health & Dental	69.5%	81.8%	1230 BPS	82.5%	1300 BPS	76.0%	80.6%	460 BPS
Life & Personal Accident	55.8%	48.9%	-700 BPS	49.1%	-670 BPS	52.3%	49.3%	-310 BPS
Acquisition Cost	7.1%	6.9%	-20 BPS	7.3%	20 BPS	7.2%	7.0%	-20 BPS
Health & Dental	6.5%	6.2%	-30 BPS	6.7%	10 BPS	6.6%	6.3%	-30 BPS
Life & Personal Accident	30.6%	30.6%	0 BPS	30.6%	0 BPS	30.6%	30.2%	-50 BPS
Combined	89.1%	98.6%	950 BPS	99.4%	1030 BPS	94.3%	97.9%	370 BPS
Operating	87.6%	96.0%	840 BPS	99.2%	1160 BPS	93.4%	95.1%	170 BPS
Consolidated Ratios (% of total operating revenues)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Operating Gross Margin	19.5%	9.2%	1030 BPS	8.1%	1140 BPS	13.7%	9.7%	400 BPS
General & Administrative Expenses	7.9%	6.9%	-100 BPS	6.7%	-130 BPS	7.3%	6.9%	-40 BPS
Net Margin from Continuing Operations	8.3%	4.8%	360 BPS	1.4%	690 BPS	4.8%	4.4%	40 BPS
Net Margin	8.9%	4.8%	410 BPS	1.4%	750 BPS	5.1%	4.5%	60 BPS
Operating Highlights	2Q20	2Q19	Δ	1Q20	Δ			
Health & Dental Insured Members (thousand)	3,849	3,580	7.5%	3,935	-2.2%			
Health Insured Members	2,295	2,244	2.3%	2,299	-0.1%			
Dental Insured Members	1,553	1,336	16.3%	1,636	-5.1%			
Insured Lives (thousand)	3,499	3,572	-2.1%	3,520	-0.6%			
Assets under Management (R\$ billion)	44.8	43.3	3.3%	43.3	3.5%			
Private Pension Reserves (R\$ billion)	8.1	7.5	7.6%	7.9	2.7%			

The main highlights in 2Q20 in comparison to the same period of last year (2Q19), considering only the Company's continuing operations, are:

- total operating revenues of R\$4.8 billion in the quarter and R\$9.7 billion in the first half of 2020, growth of 5.0% and 7.2%, respectively, mainly propelled by the health and dental segment;
- growth of 8.1% in health and dental membership in group plans over 2Q19;
- reduction of 1,170 BPS in the loss ratio when compared to 2Q19, following the temporary reduction in the frequency of elective and non-urgent procedures in health and dental, in the context of the COVID-19 pandemic, with an expected rebound in the coming periods;
- administrative expenses ratio of 7.9%, an increase of 100 BPS in relation to 2Q19, mainly explained by the expenses related to the spin-off process of the auto and P&C operations, which totaled approximately R\$31 million – excluding this effect, the ratio would have been of 7.3%;
- proprietary portfolio yielded 143.7% of the CDI (benchmark rate), showing recovery in relation to 1Q20; and
- net income of R\$398.7 million in the quarter (+83.4%) and R\$468.6 million in 1H20 (+16.3%).

Considering the Company's consolidated results for 2Q20, including the discontinued operations, it is worth mentioning:

- total revenues of R\$5.6 billion (+2.8%) in the quarter and R\$11.2 billion (+5.0%) in the first half of the year;
- net income of R\$498.3 million (+91.0%) in 2Q20 and R\$578.1 million (+19.4%) in 1H20; and
- return on average equity (ROAE) of 17.9% in the last 12 months.

2. Health and Dental, and Administrative Services Only (ASO)

(R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Operating Revenues	4,502.9	4,221.8	6.7%	4,571.0	-1.5%	9,073.9	8,411.5	7.9%
Insurance	4,467.3	4,205.8	6.2%	4,534.4	-1.5%	9,001.7	8,379.4	7.4%
Group	3,908.6	3,653.7	7.0%	3,968.6	-1.5%	7,877.2	7,268.0	8.4%
Corporate/Affinity	2,455.9	2,313.6	6.1%	2,515.8	-2.4%	4,971.7	4,627.2	7.4%
SME	1,361.4	1,268.5	7.3%	1,358.8	0.2%	2,720.3	2,501.8	8.7%
Dental	91.3	71.6	27.4%	94.0	-2.9%	185.3	138.9	33.4%
Individual Health	558.7	552.0	1.2%	565.8	-1.3%	1,124.5	1,111.4	1.2%
Administrative Services Only	18.2	15.1	21.0%	17.2	6.1%	35.4	30.1	17.7%
Other Operating Revenues	17.4	1.0	NA	19.4	-10.6%	36.8	2.1	NA
Changes in Technical Reserves	-11.4	-16.9	32.3%	-10.4	-10.2%	-21.8	-29.2	25.3%
Insurance	-11.4	-16.9	32.3%	-10.4	-10.2%	-21.8	-29.2	25.3%
Operating Expenses	-3,584.6	-3,817.7	6.1%	-4,203.1	14.7%	-7,787.7	-7,555.5	-3.1%
Insurance	-3,581.1	-3,812.1	6.1%	-4,197.0	14.7%	-7,778.1	-7,546.4	-3.1%
Administrative Services Only	-3.5	-5.6	37.2%	-6.1	42.6%	-9.6	-9.1	-5.2%
Gross Margin	906.9	387.2	134.2%	357.6	153.6%	1,264.5	826.8	52.9%
Insurance	874.7	376.8	132.2%	327.1	167.4%	1,201.8	803.8	49.5%
Administrative Services Only	14.7	9.5	55.1%	11.1	32.9%	25.8	21.0	23.2%
Other	17.4	1.0	NA	19.4	-10.6%	36.8	2.1	NA
Loss Ratio	69.5%	81.8%	1230 BPS	82.5%	1300 BPS	76.0%	80.6%	460 BPS
Acquisition Cost	6.5%	6.2%	-30 BPS	6.7%	10 BPS	6.6%	6.3%	-30 BPS

Health and Dental Insurance

Operating revenues for the health and dental insurance segment grew 6.7%, in comparison to 2Q19, reaching R\$4.5 billion in the quarter. All portfolios presented a positive performance in the period, especially dental (+27.4%) – propelled by Prodent, which was acquired in October/2019 – small and medium-sized enterprises – SME (+7.3%) and corporate/affinity (+6.1%).

The sustained trend in revenues in the quarter, as well as the resilience of the portfolio, demonstrate the success of the Company's commercial strategy and its attractiveness, focusing both on pre-sales efforts, driving its actions to attract new beneficiaries, as well as after-sale initiatives, which have proven to be one of the key factors behind the high retention rates. That is even further essential in more adverse scenarios, which demand a closer monitoring of clients in order to identify their needs.

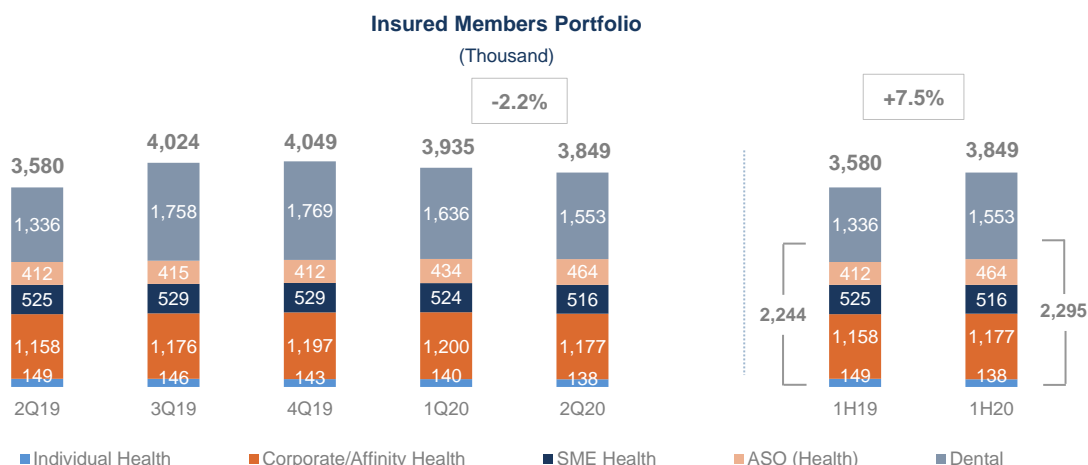
SulAmérica is continuously seeking to evolve its capacity to adapt its products to the needs of customers with different profiles, increasingly expanding the regions reached and also its product portfolio, including more affordable options, such as the “Direto” line, which may gain importance in terms of retention in the context of the pandemic, in addition to attract new audiences. This constant evolution is only possible with the recognition and strength of the brand, the continuous improvement of the experiences for customers, brokers and beneficiaries and, perhaps more importantly: the care for the beneficiary as one of the Company's main focuses.

According to the most recent data for market revenues disclosed by ANS (National Supplementary Health Agency), SulAmérica keeps increasing its market share. In the last 12 months ended in March/2020, the Company reached 10.7% of total revenues in the private healthcare market, an increase of 30 BPS when compared to the same period of last year, being the third largest company in the segment.

The latest data released also by ANS for insured lives in the sector show that, as of May/2020, the private healthcare system recorded a total of 46.8 million beneficiaries in health plans and 25.4 million in dental plans, presenting reduction in health (-0.3%) and growth in dental (+4.0%) in relation to the same period of 2019. SulAmérica maintained a consistent performance in its membership, performing above the average of the market, as shown in the following numbers:

(Thousand members)	2Q20	2Q19	Δ	1Q20	Δ
Group Health	2,157	2,095	3.0%	2,158	0.0%
Corporate/Affinity Health	1,177	1,158	1.7%	1,200	-1.9%
SME Health	516	525	-1.7%	524	-1.5%
Administrative Services Only	464	412	12.6%	434	6.9%
Dental	1,553	1,336	16.3%	1,636	-5.1%
Dental	1,527	1,315	16.1%	1,610	-5.2%
Administrative Services Only	27	21	25.7%	27	0.0%
Group Total	3,711	3,431	8.1%	3,795	-2.2%
Individual Health	138	149	-7.1%	140	-1.6%
Total	3,849	3,580	7.5%	3,935	-2.2%

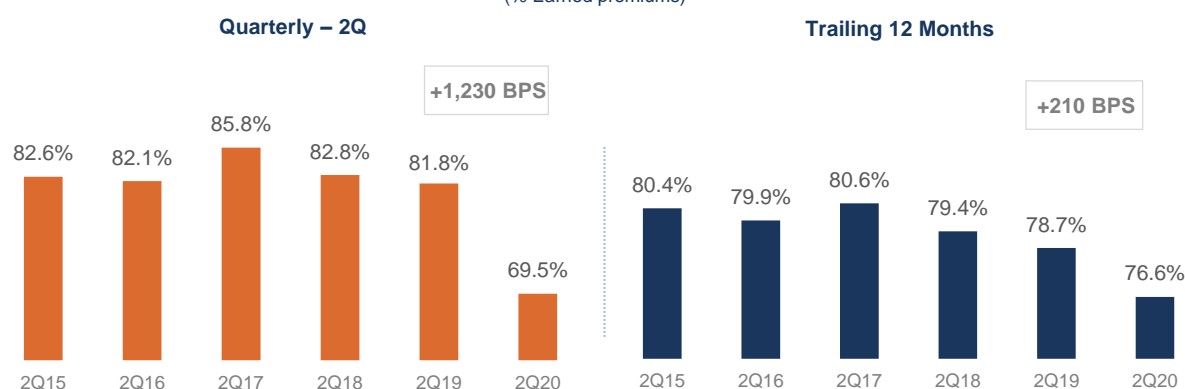
2. Health and Dental, and Administrative Services Only (ASO) (cont.)



The health and dental group plans portfolio presented growth of 8.1% in relation to June/2019, registering net adds of 279 thousand lives, considering Prodent's dental beneficiaries, which were acquired in 3Q19. In the health segment, a positive highlight went to the growth of 12.6% in the ASO portfolio, which will be discussed in further details in the next section of this document. The corporate/affinity portfolio also grew, adding 19 thousand lives (+1.7%) when compared to 2Q19, while the SME portfolio showed a slight decrease of 1.7%. It is important to mention that despite the more challenging scenario, given the impacts of the COVID-19 pandemic on the markets and employment levels, SulAmérica showed once again the resilience of its portfolio, presenting stability in the health membership for group plans in relation to 1Q20, with high levels of retention and continuity in new sales, which, as seen in previous crisis, are essential for the good performance in comparison to the rest of the market. The dental segment registered growth of 16.3% over 2Q19. The reduction in relation to 1Q20 is mainly explained by the performance in the retail channel in the last months, impacted by the isolation measures during the pandemic.

Loss Ratio – Health and Dental

(% Earned premiums)



The segment's loss ratio reached 69.5%, an improvement of 1,230 BPS in relation to 2Q19, mainly explained by the temporary and significant reduction in the frequency of elective and non-urgent procedures (mainly doctor appointments, exams and surgeries) and the drop in emergency procedures and ER visits, following the social distancing measures in place and the orientation for lower exposure to hospital units in the main regions in Brazil, more than offsetting additional costs related to COVID-19 patients in the period. In the 12-month period ended in 2Q20, a longer and more appropriate time frame to analyze the behavior of the portfolio, the loss ratio was of 76.6%, a gain of 210 BPS in comparison to the period of 12 months ended in 2Q19.

2. Health and Dental, and Administrative Services Only (ASO) (cont.)

Following the reduction in social distancing measures, the frequency of procedures has been recovering over 2Q20 and also in July, in a trend that should continue in the coming months with the progressive return to normal levels of frequency with the control of the pandemic. Despite the lower loss ratio in 2Q20, it should be noted that 2020 will be atypical in terms of seasonality due to the pandemic and short-term results should not be considered recurring. The expectation is that an important part of these postponed procedures in the short-term will be resumed over time. However, the scenario regarding exactly how and when this will happen is still uncertain and, therefore, the next quarters may still be volatile. In addition, the evolution of the COVID-19 pandemic, its developments and its effective control in the country should also be monitored.

Nonetheless, in spite of short-term fluctuations, it is worth mentioning that the Company remains focused on keeping the loss ratio under control in the long-term, preserving its investments in claims management and health and wellness initiatives, as well as all efforts that are part of the Coordinated Care strategy, which have been essential for the good performance of this indicator over the past few years.

In particular, the Coordinated Care strategy proved to be right during this pandemic and was of the utmost importance to offer care to the beneficiaries through digital tools, allowing for a closer look with continued assistance. Medical orientations through video calls, which were already available to SulAmérica's beneficiaries since last year, evolved to remote appointments with on-duty physicians and specialists, covering several medical specialties, which allowed for assistance not only in relation to COVID-19, but also for elective therapies, and, especially, chronic diseases and patients with treatments underway.

By the end of 2Q20 and since the beginning of the monitoring, beneficiaries reached by the Coordinated Care strategy exceeded 573 thousand, with 446 thousand of those still active and being monitored in SulAmérica's membership. The network of participating physicians is also constantly evolving, reaching 2.2 thousand doctors, an addition of over a thousand new professionals compared to 2Q19.



The constant progress and effective expansion of the Coordinated Care initiatives is only possible with the continuous investment in this strategy and the growing alignment with the providers, promoting higher engagement and improved healthcare management. Furthermore, its results allow the expansion of the portfolio, with the launch of products such as the "Direto" line, making it possible to deliver high quality care to different customer profiles, offering more affordable alternatives that can gain even more importance in more challenging scenarios. In June, two more "Direto" products were launched: in Recife, marking the entry into the Northeast region, and a new option in the city of São Paulo. It is also worth mentioning the announcement, in June, of the agreement for the acquisition of *Paraná Clínicas*, one of the main HMOs in the state of Paraná, that, after the conclusion of the deal, will strengthen the Company's position in the South region of the country, in a new level of average ticket, expanding product portfolio and market share in the region.

Health Administrative Services Only (ASO)

This quarter, operating revenues from ASO plans grew 21.0% in relation to 2Q19, with an improvement of 55.1% in the gross margin. For yet another period, the portfolio showed a consistent growth trend, reflecting the Company's good performance in the corporate segment, posting an increase of 58 thousand lives in relation to the same period of last year, with 52 thousand of those in the health segment.

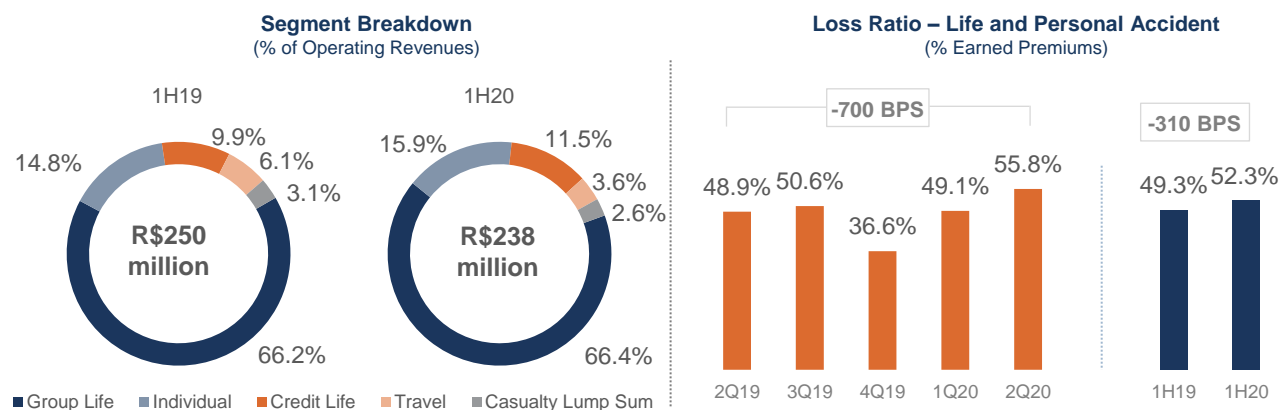
3. Life and Personal Accident Insurance and Private Pension

(R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Operating Revenues	275.0	305.3	-9.9%	323.5	-15.0%	598.6	586.9	2.0%
Insurance	121.1	130.9	-7.5%	116.9	3.6%	237.9	249.7	-4.7%
Private Pension	153.5	173.4	-11.5%	205.7	-25.4%	359.2	336.2	6.8%
Other Operating Revenues	0.5	0.9	-49.7%	0.9	-48.1%	1.4	1.0	43.0%
Changes in Technical Reserves	-130.2	-148.3	12.2%	-172.6	24.6%	-302.7	-272.4	-11.2%
Insurance	-8.5	-11.1	23.7%	3.3	NA	-5.1	-5.2	1.6%
Private Pension	-121.7	-137.2	11.3%	-175.9	30.8%	-297.6	-267.2	-11.4%
Operating Expenses	-134.6	-139.7	3.7%	-133.7	-0.7%	-268.2	-286.4	6.3%
Insurance	-109.2	-109.7	0.5%	-107.5	-1.6%	-216.7	-224.6	3.5%
Private Pension	-25.3	-30.0	15.5%	-26.2	3.1%	-51.5	-61.8	16.7%
Gross Margin	10.3	17.2	-40.3%	17.3	-40.4%	27.6	28.1	-2.1%
Insurance	3.4	10.0	-66.5%	12.7	-73.5%	16.1	19.9	-19.4%
Private Pension	6.5	6.3	3.1%	3.6	76.9%	10.1	7.2	39.4%
Other	0.5	0.9	-49.7%	0.9	-48.1%	1.4	1.0	43.0%
Loss Ratio	55.8%	48.9%	-700 BPS	49.1%	-670 BPS	52.3%	49.3%	-310 BPS
Acquisition Cost	30.6%	30.6%	0 BPS	30.6%	0 BPS	30.6%	30.2%	-50 BPS

Life and Personal Accident Insurance

Life and personal accident revenues totaled R\$121.1 million in the quarter and R\$237.9 million in the first half of 2020, presenting reductions of 7.5% and 4.7%, respectively. The decreases in both periods are mainly related to the sharp drop in the revenues from travel insurance, a product which had been increasing its share in the portfolio and, naturally, suffered a more relevant impact with social distancing measures and travel restrictions imposed around the world.

The loss ratio of the segment reached 55.8%, an increase of 700 BPS in relation to the same period of 2019, resulting from a higher frequency of claims, which is in part related to the inclusion of the coverage of deaths caused by COVID-19. The loss ratio in the first six months of the year was of 52.3%, an increase of 310 BPS in comparison to 1H19, following the performance in 2Q20, partially offset by the better figures for this indicator in 1Q20.

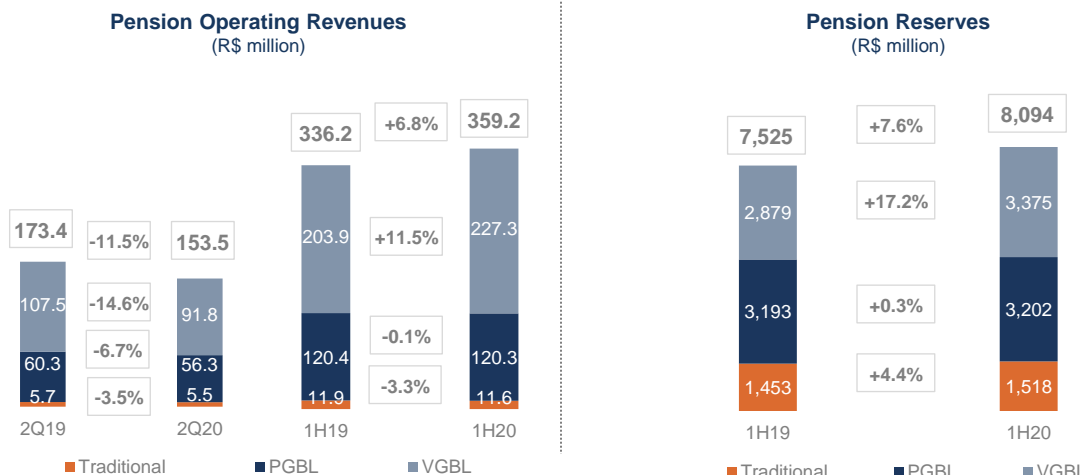


Private Pension

Pension reserves continued to present growth and ended the quarter totaling R\$8.1 billion, an increase of 7.6% in relation to the same period of the previous year. The positive evolution mainly followed the higher volume of contributions, as well as the net positive balance of portability (transfers) year-to-date, especially in the VGBL product.

Operating revenues in 1H20 totaled R\$359.2 million, 6.8% greater than the figure observed in the first six months of 2019, once again propelled by the VGBL product, which presented growth of 11.5% in the period, more than compensating the performances of other products.

3. Life and Personal Accident Insurance and Private Pension (cont.)



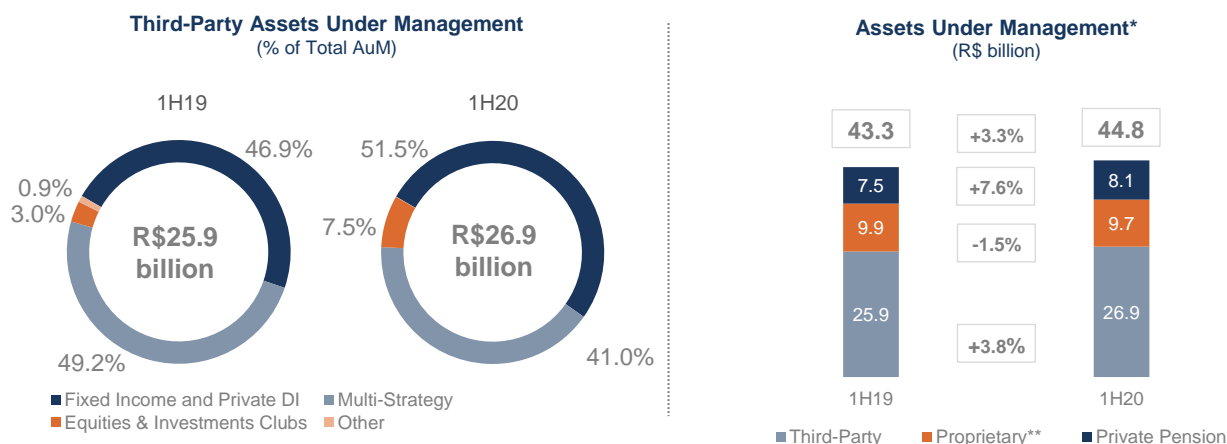
4. Asset Management

(R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Operating Revenues	15.4	19.8	-22.3%	17.1	-9.9%	32.4	33.2	-2.4%
Management Fee	14.8	13.8	7.5%	16.1	-7.7%	30.9	27.2	13.8%
Performance Fee	0.5	5.9	-91.2%	1.0	-46.7%	1.5	6.1	-75.2%
Operating Expenses	-1.1	-1.1	-0.2%	-2.0	46.8%	-3.1	-2.2	-37.8%
Gross Margin	14.3	18.7	-23.5%	15.0	-5.0%	29.3	31.0	-5.3%

SulAmérica Investimentos ended the first half of 2020 with a total volume of R\$44.8 billion in assets under management, presenting growth of 3.3% in relation to 1H19, following the expansion of third-party assets (+3.8%) and private pension reserves (+7.6%).

Year-to-date, the segment's revenues totaled R\$32.4 million, a reduction of 2.4% in relation to the same period of last year, mainly due to the lower performance fees in the period, which were impacted by the volatility in the markets in the last months, also leading to the reduction of 22.3% in revenues in 2Q20, which amounted to R\$15.4 million.

The fixed income funds continue to hold the highest share (51.5%) of the third-party portfolio in terms of allocation, followed by multi-strategy funds (41.0%). At the same time, equities funds are gradually gaining share in the allocation, ending the period with a stake of 7.5%.



*The total reported third-party assets under management include investment funds and portfolios that are managed or administered by SulAmérica Investimentos S.A. The allocation of assets under management in 2019 was adjusted, with no change in total assets under management in the period.

**In June/2020, considers the assets of discontinued operations (auto and P&C segments) as proprietary.

5. Administrative Expenses

The table below only considers the continuing operations, excluding the auto and P&C segments.

(R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Personnel Expenses	-170.4	-159.1	-7.1%	-158.0	-7.9%	-328.4	-316.7	-3.7%
Third-Party Services	-109.8	-64.7	-69.8%	-94.4	-16.3%	-204.2	-119.6	-70.8%
Buildings and Maintenance	-39.1	-28.9	-35.2%	-35.1	-11.3%	-74.1	-57.4	-29.1%
Other Administrative Expenses	-37.4	-24.9	-49.9%	-14.4	-158.9%	-51.8	-58.0	10.6%
Profit Sharing	-12.1	-20.0	39.3%	-14.3	15.0%	-26.4	-40.1	34.1%
Tax Expenses	-10.8	-18.4	41.4%	-11.5	6.0%	-22.3	-33.6	33.6%
Total	-379.6	-316.0	-20.1%	-327.7	-15.9%	-707.3	-625.3	-13.1%
G&A Expenses Ratio (% operating revenues)	7.9%	6.9%	-100 BPS	6.7%	-130 BPS	7.3%	6.9%	-40 BPS
G & A Expenses Ratio ex-extraordinary items	7.3%	6.9%	-40 BPS	6.4%	-90 BPS	6.8%	6.9%	10 BPS

In 2Q20, the administrative expenses ratio (measured by the ratio of total administrative expenses to total operating revenues) reached 7.9%, an increase of 100 BPS over the same quarter of 2019, mainly driven by the expenses related to the spin-off process of the auto and P&C segments which had their sale concluded in July/2020. These expenses amounted to R\$31 million in 2Q20 – mainly related to third-party services – and, excluding this effect, the adjusted administrative expenses ratio would have been of 7.3%, an increase of 40 BPS in relation to 2Q19. In the first half of the year, excluding the effect of these extraordinary expenses (totaling around R\$45 million), the adjusted ratio would have been of 6.8%, showing relative stability in comparison to the same period of 2019. In 2Q20, it is worth mentioning the increase in the other administrative expenses line, mainly related to the donations made by the Company during the pandemic, in the amount of around R\$10 million.

Such control in expenses shows the Company's constant effort to seek gains in operating efficiency, even with the recurring investments in innovation and digital transformation projects, which are both essential for the Company's expansion and growth strategy and were also critical for business continuity, especially since they allowed for the offering of high quality assistance to beneficiaries through digital initiatives during the COVID-19 pandemic, boosted by the initiatives of the Coordinated Care strategy. The Company continues with a constant focus on controlling costs and expenses while, at the same time, balancing the continuous investments required for its progress in strategic projects.

6. Investment Income

The tables below only consider the continuing operations, excluding the auto and P&C segments.

(R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Investment Income ex-Private Pension	69.2	111.2	-37.8%	5.8	NA	75.0	227.9	-67.1%
Return on Investment Portfolio	85.7	146.7	-41.6%	23.2	269.4%	108.9	300.1	-63.7%
Debt Service Cost	-22.7	-35.0	35.1%	-23.9	5.0%	-46.6	-61.9	24.6%
Other Investment Income	6.3	-0.5	NA	6.5	-3.5%	12.8	-10.3	NA
Investment Income from Private Pension	0.6	3.4	-81.3%	0.4	73.6%	1.0	17.9	-94.4%
Return on Investment Portfolio of Private Pension	260.4	177.9	46.3%	-285.7	NA	-25.3	351.3	NA
Change in Liabilities of Private Pension	-259.7	-174.5	-48.8%	286.1	NA	26.3	-333.4	NA
Total Investment Income	69.9	114.6	-39.1%	6.1	NA	76.0	245.9	-69.1%

Balance

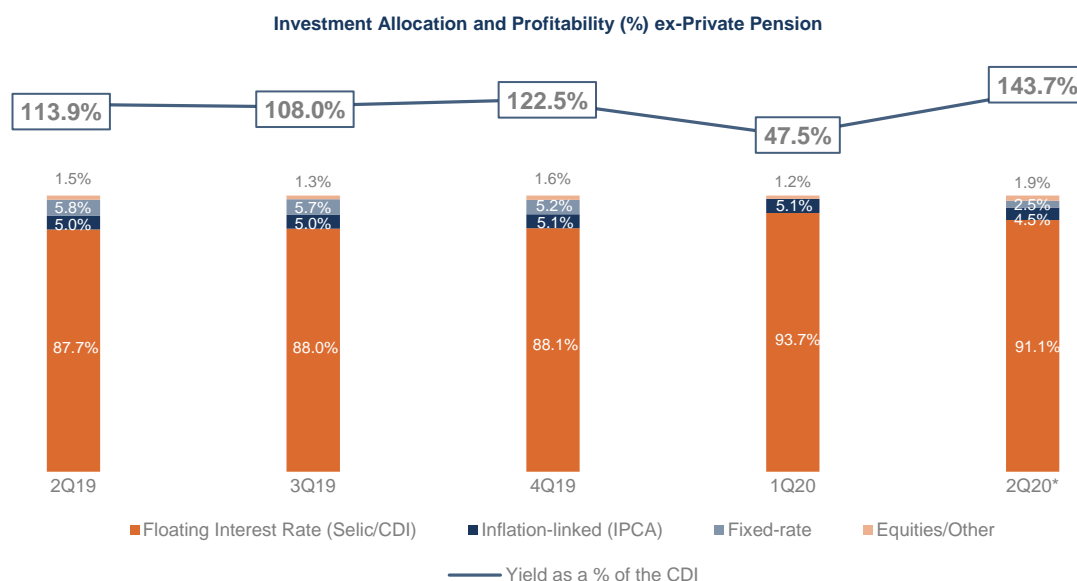
(R\$ million)	2Q20	2Q19	Δ	1Q20	Δ
Balance Excluding Private Pension	8,137.5	8,434.6	-3.5%	7,917.2	2.8%
Private Pension Operations Balance	8,094.5	7,525.3	7.6%	7,879.5	2.7%
Total Balance	16,232.0	15,959.9	1.7%	15,796.8	2.8%

Total net investment income reached R\$69.9 million in 2Q20, 39.1% lower than in 2Q19, mainly explained by a lower return on the investment portfolio, following the reduction of the benchmark interest rate (Selic) in the last 12 months. In relation to 1Q20, the ratio presented relevant recovery, once that quarter had been significantly impacted by the devaluation of equity assets until March/2020. In this context, the return of proprietary assets yielded 143.7% of the CDI (benchmark rate) in 2Q20, in comparison to 23.7% in 1Q20 and 115.9% in 2Q19 (considering only the assets from continuing operations).

Despite the negative effects on the return on investment portfolio line, the lower Selic rate benefits the debt service cost line, which improved by 35.1% when compared to 2Q19, since the Company's debt service is mostly indexed to the CDI, which has a behavior in line with the Selic.

The Company has 91.1% of its proprietary assets (ex-private pension) allocated in Selic-linked assets, 4.5% in inflation-linked (IPCA), 2.5% in fixed rate and 1.9% held in equities and other asset classes. Approximately 87% of the investment allocation position (ex-PGBL and VGBL) is invested in fixed income bonds AAA-rated or sovereign risk securities (Brazilian government bonds).

6. Investment Income (cont.)



*For 2Q20, considers the allocation and profitability of assets related only to continuing operations (ex-private pension).

To help the analysis of the investment income line this quarter, including the auto and P&C discontinued operations, the consolidated financial income was of R\$85.4 million in 2Q20, a reduction of 46.4% in comparison to the same quarter of the previous year, also impacted by the lower Selic rate over the periods. It is worth mentioning that the investment portfolio of discontinued operations did not have a significant exposure to equities, which explains the lower impact suffered in 1Q20 with the negative performance of these assets.

(R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Total Investment Income	85.4	159.4	-46.4%	39.3	117.3%	124.6	330.7	-62.3%

7. Subsequent Event – Sale of Auto and P&C Segments

On July 10, 2020, in continuity to the material fact disclosed on August 23, 2019, the Company announced the conclusion of the sale of the auto and P&C segments to the Allianz Group. The price paid for the acquisition was of R\$3.2 billion, still subject to certain residual adjustments provided for in the purchase agreement. Accordingly, these operations were reported and analyzed as discontinued operations in the 2Q20 financial statements. The conclusion of the transaction reinforces SulAmérica's strategic positioning focused on personal risks and will represent a non-recurring result in the 2020 net income of approximately R\$1.4 billion, with the addition of approximately R\$2.1 billion to the Company's available cash position. The destination of the proceeds will be as follows, as determined by the Board of Directors: (i) payment for the acquisition of *Paraná Clínicas* at the conclusion of this transaction; (ii) execution of the current share buyback plan; (iii) payment, together with the results for the 2020 fiscal year, of minimum dividends on the non-recurring net capital gain; (iv) payment of the 7th issue of debentures due in December 2020 and reinforcement of the Company's working capital during the pandemic; and (v) investments in the Company's strategic plan and reserve for future acquisitions in the health and dental segments.

8. Summary Income Statement

(R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Operating Revenue	4,793.2	4,566.6	5.0%	4,926.6	-2.7%	9,719.8	9,069.5	7.2%
Insurance	4,587.8	4,341.1	5.7%	4,651.3	-1.4%	9,239.1	8,635.8	7.0%
Private Pension	153.5	173.4	-11.5%	205.7	-25.4%	359.2	336.2	6.8%
Saving Bonds	0.1	15.4	-99.4%	14.5	-99.4%	14.6	31.3	-53.3%
ASO	18.2	15.1	21.0%	17.2	6.1%	35.4	30.1	17.7%
Asset Management	15.4	19.8	-22.2%	17.1	-9.9%	32.4	33.2	-2.4%
Other	18.2	1.8	928.9%	20.9	-13.0%	39.1	2.8	NA
Changes in Premium Technical Reserves	-141.6	-165.1	14.2%	-182.9	22.6%	-324.5	-301.4	-7.7%
Insurance	-19.9	-27.9	28.6%	-7.0	-183.5%	-26.9	-34.3	21.4%
Private Pension	-121.7	-137.2	11.3%	-175.9	30.8%	-297.6	-267.2	-11.4%
Operating Expenses	-3,718.1	-3,981.3	6.6%	-4,344.9	14.4%	-8,062.9	-7,886.0	-2.2%
Insurance	-3,688.0	-3,936.4	6.3%	-4,306.2	14.4%	-7,994.2	-7,796.4	-2.5%
Claims	-3,202.1	-3,518.7	9.0%	-3,823.5	16.3%	-7,025.6	-6,922.6	-1.5%
Acquisition Costs	-329.8	-300.0	-9.9%	-342.2	3.6%	-672.0	-605.9	-10.9%
Other	-156.1	-117.7	-32.6%	-140.5	-11.1%	-296.6	-267.9	-10.7%
Private pension	-25.3	-30.0	15.5%	-26.2	3.1%	-51.5	-61.8	16.7%
Benefits and Redemptions Expenses	-13.9	-19.9	30.2%	-15.3	9.2%	-29.2	-41.7	30.1%
Acquisition Costs	-8.5	-8.6	0.9%	-8.8	2.6%	-17.3	-17.9	3.3%
Other	-2.9	-1.5	-93.7%	-2.1	-38.5%	-5.1	-2.3	-124.4%
Saving Bonds	0.1	-8.2	NA	-4.5	NA	-4.5	-16.4	72.8%
ASO	-3.7	-5.6	34.3%	-6.0	38.6%	-9.6	-9.1	-5.3%
Asset Management	-1.1	-1.1	-0.1%	-2.0	46.9%	-3.1	-2.2	-37.8%
Operating Gross Margin	933.5	420.2	122.2%	398.8	134.1%	1,332.4	882.1	51.0%
General and Administrative Expenses	-379.6	-316.0	-20.1%	-327.7	-15.9%	-707.3	-625.3	-13.1%
Net Investment Income	69.9	114.6	-39.1%	6.1	NA	76.0	245.9	-69.1%
Equity Interest Income	-4.0	-10.7	62.6%	0.1	NA	-3.9	1.3	NA
Other Equity Income / (Expenses)	0.3	-2.2	NA	-4.5	NA	-4.2	-2.1	-103.9%
Income before tax and social contribution	620.1	205.9	201.2%	72.9	750.6%	693.0	501.9	38.1%
Income Tax and Social Contribution	-221.4	11.5	NA	-2.9	NA	-224.4	-99.1	-126.5%
Net Income from Continuing Operations	398.7	217.4	83.4%	70.0	469.8%	468.6	402.9	16.3%
Net Income from Discontinued Operations	99.7	43.1	131.4%	9.7	929.1%	109.4	81.0	35.1%
Attributable to Non-Controlling Shareholders	-0.1	0.3	NA	0.2	NA	0.1	0.5	-83.5%
Net Income After Non-Controlling Interests	498.3	260.8	91.0%	79.8	524.3%	578.1	484.3	19.4%

9. Summary Income Statement – pro forma including discontinued operations

(R\$ million)	2Q20	2Q19	Δ	1Q20	Δ	1H20	1H19	Δ
Operating Revenue	5,593.0	5,439.5	2.8%	5,632.0	-0.7%	11,225.0	10,694.0	5.0%
Insurance	5,382.0	5,205.7	3.4%	5,349.7	0.6%	10,731.8	10,243.7	4.8%
Private Pension	153.5	173.4	-11.5%	205.7	-25.4%	359.2	336.2	6.8%
Saving Bonds	0.1	15.4	-99.4%	14.5	-99.4%	14.6	31.3	-53.3%
ASO	18.2	15.1	21.0%	17.2	6.1%	35.4	30.1	17.7%
Asset Management	15.4	19.8	-22.3%	17.1	-9.9%	32.4	33.2	-2.4%
Other	23.7	10.1	135.2%	27.8	-14.6%	51.5	19.5	164.0%
Changes in Premium Technical Reserves	-114.0	-160.9	29.1%	-37.5	-203.7%	-151.6	-164.8	8.0%
Insurance	7.7	-23.7	NA	138.4	-94.5%	146.1	102.4	42.6%
Private Pension	-121.7	-137.2	11.3%	-175.9	30.8%	-297.6	-267.2	-11.4%
Operating Expenses	-4,301.1	-4,718.3	8.8%	-5,084.9	15.4%	-9,386.1	-9,354.0	-0.3%
Insurance	-4,271.1	-4,673.4	8.6%	-5,046.3	15.4%	-9,317.4	-9,264.4	-0.6%
Claims	-3,588.8	-4,053.9	11.5%	-4,361.2	17.7%	-7,949.9	-7,982.6	0.4%
Acquisition Costs	-514.3	-489.7	-5.0%	-532.6	3.4%	-1,046.9	-986.2	-6.2%
Other	-168.1	-129.8	-29.5%	-152.5	-10.2%	-320.6	-295.6	-8.4%
Private pension	-25.3	-30.0	15.5%	-26.2	3.1%	-51.5	-61.8	16.7%
Benefits and Redemptions Expenses	-13.9	-19.9	30.2%	-15.3	9.2%	-29.1	-41.7	30.1%
Acquisition Costs	-8.5	-8.6	0.9%	-8.8	2.5%	-17.3	-17.9	3.3%
Other	-2.9	-1.5	-93.3%	-2.1	-38.4%	-5.1	-2.3	-124.1%
Saving Bonds	0.1	-8.2	NA	-4.5	NA	-4.5	-16.4	72.8%
ASO	-3.7	-5.6	34.4%	-6.0	38.6%	-9.6	-9.1	-5.3%
Asset Management	-1.1	-1.1	-0.2%	-2.0	46.8%	-3.1	-2.2	-37.8%
Operating Gross Margin	1,177.8	560.3	110.2%	509.6	131.1%	1,687.3	1,175.3	43.6%
General and Administrative Expenses	-476.0	-439.6	-8.3%	-459.6	-3.6%	-935.7	-874.9	-6.9%
Net Investment Income	85.4	159.4	-46.4%	39.3	117.3%	124.6	330.7	-62.3%
Equity Interest Income	-4.0	-9.0	55.5%	0.1	NA	-3.9	1.5	NA
Other Equity Income / (Expenses)	2.0	-0.3	NA	-2.6	NA	-0.6	1.7	NA
Income before tax and social contribution	785.1	270.8	190.0%	86.7	805.3%	871.8	634.2	37.5%
Income Tax and Social Contribution	-286.8	-10.3	NA	-7.1	NA	-293.8	-150.4	-95.4%
Net Income	498.4	260.5	91.3%	79.7	525.6%	578.0	483.8	19.5%
Attributable to Non-Controlling Shareholders	-0.1	0.3	NA	0.2	NA	0.1	0.5	-83.5%
Net Income After Non-Controlling Interests	498.3	260.8	91.0%	79.8	524.3%	578.1	484.3	19.4%

10. Summary Balance Sheet

ASSETS

(R\$ million)	1H20	2019	Δ
Current Assets	20,258.5	20,270.4	-0.1%
Cash, cash equivalents and marketable securities	15,094.5	16,970.1	-11.1%
Receivables	1,139.7	2,287.2	-50.2%
Taxes	70.8	154.8	-54.3%
Reinsurance assets	41.9	26.8	56.5%
Salvages for sale	0.2	68.7	-99.8%
Deferred acquisition costs	329.7	712.7	-53.7%
Discontinued operations assets	3,548.8	-	NA
Other	33.0	50.1	-34.2%
Non-current assets	8,222.5	8,142.1	1.0%
Marketable securities	1,195.0	1,351.0	-11.5%
Receivables	1,500.4	1,308.2	14.7%
Judicial deposits	2,790.5	2,854.4	-2.2%
Reinsurance assets	5.8	7.6	-23.3%
Deferred acquisition costs	687.0	704.2	-2.4%
Taxes	1,327.7	1,145.1	15.9%
Other	8.9	14.6	-38.9%
Leasing assets	138.6	163.4	-15.1%
Investments, property and equipment, and intangible assets	568.6	593.7	-4.2%
Total Assets	28,481.1	28,412.5	0.2%

LIABILITIES

(R\$ million)	1H20	2019	Δ
Current Liabilities	10,471.4	10,376.4	0.9%
Accounts payable	1,427.5	2,254.2	-36.7%
Loans and financing	823.1	178.0	362.3%
Insurance and reinsurance liabilities	249.5	395.6	-36.9%
Technical reserves - Insurance	5,187.2	7,439.5	-30.3%
Judicial provisions	115.3	80.7	42.9%
Discontinued operations liabilities	2,640.7	-	NA
Other	28.2	28.4	-0.6%
Non-current Liabilities	10,517.6	10,888.3	-3.4%
Accounts payable	205.4	235.4	-12.7%
Loans and financing	1,355.0	1,572.3	-13.8%
Technical reserves - Insurance	6,648.4	6,790.4	-2.1%
Judicial provisions	2,308.6	2,284.5	1.1%
Other	0.1	5.7	-99.0%
Shareholders' Equity	7,492.1	7,147.7	4.8%
Total Liabilities and Shareholders' Equity	28,481.1	28,412.5	0.2%

11. Analyst Coverage

Firm	Analyst	Phone
Agora	Aloísio Lemos	+55 (21) 2529-0807
Brasil Plural	Eduardo Nishio	+55 (11) 3206-8240
BTG Pactual	Samuel Alves	+55 (11) 3383-2450
Citi	Felipe Salomão	+55 (11) 4009-2650
Credit Suisse	Maurício Cepeda	+55 (11) 3701-6307
Eleven Financial	Carlos Eduardo Daltozo	+55 (11) 4009-2650
JP Morgan	Guilherme Grespan	+55 (11) 4950-3058
Safra	Ricardo Boiati	+55 (11) 3175-8987
Santander	Henrique Navarro	+55 (11) 3012-5756
UBS	Vinicius Ribeiro	+55 (11) 3513-6562
XP Investimentos	Marcel Campos	+55 (11) 3526-1472

12. Glossary

Operating revenues: this account is comprised of (i) sum of net insurance retained premiums; (ii) contributions, management fees and other private pension revenues; (iii) collection revenues net of changes in technical provisions and other deductions; (iv) management fees and other revenues from Health Administrative Services Only (ASO) plans; (v) management and performance fees from the asset management operation; (vi) other revenues not directly linked to the operation. All operating revenues are presented net of direct taxes (ISS, PIS and Cofins).

Operating expenses: this account is comprised of (i) insurance expenses (claims, acquisition costs and other insurance expenses); (ii) private pension expenses (benefits and redemptions, acquisition costs and other operating expenses); (iii) savings bonds expenses (acquisition costs and other expenses); (iv) general expenses related to ASO plans, excluding payable events already deducted from revenues; (v) general expenses related to the asset management operation; (vi) other expenses not directly linked to the operations.

Operating gross margin: this account is comprised of operating revenues net of operating expenses and changes in insurance and private pension technical provisions.

Insurance Operational Ratios

Loss ratio: is the ratio between retained claims and earned premiums.

Acquisition cost ratio: the ratio between insurance acquisition costs and earned premiums.

Combined ratio: equals the sum of the loss ratio, acquisition cost ratio, other insurance operating revenues and expenses ratio, insurance tax expenses ratio and insurance gross margin ratio, which are calculated over earned premiums, and the division of general and administrative expenses by retained premiums.

Operating ratio: equals the difference between the combined ratio and the investment income ratio, which is calculated over retained premiums.

Other data can be found in the fundamentals spreadsheet, available at the Investor Relations website (www.sulamerica.com.br/ir).

Other Consolidated Ratios

Operating gross margin: the ratio between operating gross margin and total operating revenues.

General and administrative expenses ratio: the ratio between general and administrative expenses and total operating revenues.

Net margin: the ratio between net income and total operating revenues.

Return on average equity (ROAE): considers net income in the last twelve months and average shareholders' equity in the period.

Some percentages and other figures included in this performance report have been rounded to ease the presentation and therefore may present small differences in the tables and notes of quarterly information. Additionally, for the same reason, the totals in certain tables may not reflect the arithmetic sum of the previous values. Consolidated net income, net income per unit, and ROAE figures consider results for the Company net of non-controlling interest.

(A free translation of the original report in Portuguese as published in Brazil)

Sul América S.A. and Subsidiaries

Notes to the individual and consolidated interim financial statements as at June 30, 2020 and December 31, 2019 and for the six and three-month periods ended June 30, 2020 and 2019.

(In thousands of Brazilian Reals – R\$, except as otherwise stated)

1. General Information

SUL AMÉRICA S.A. is a publicly-held corporation that is domiciled in Brazil and headquartered in Rio de Janeiro, at Rua Beatriz Larragoiti Lucas, 121, Cidade Nova. The Company operates, through its subsidiaries and associates, in health (which includes health and dental insurance, health and dental administrative services only plans, and healthcare and well-being solutions), property and casualty insurance, life insurance and private pension, savings bonds, and asset management segments.

Its Units (stock certificates, each comprising one common share and two preferred shares) are listed in the Level 2 of Differentiated Corporate Governance Practices of B3 S.A. - Brasil, Bolsa, Balcão (B3) under the ticker symbol "SULA11".

Sul América S.A. is controlled by Sulasapar Participações S.A. ("SULASAPAR"), a closely-held corporation domiciled in Brazil, headquartered in Rio de Janeiro, which holds 50.78% of the common shares and 0.01% of the preferred shares, which in aggregate represent 25.59% of the total capital of the Company, not including the treasury shares.

In the accompanying interim financial statements, Sul América S.A. is individually referred to as "Company", whereas "SulAmérica" is used in connection with Sul América S.A., its subsidiaries and the investment funds of which these companies are the sole unitholders, referred to as "Exclusive Funds", as described in Note 4.

1.1. Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations

On August 23, 2019 the Company disclosed to its shareholders and the market in general that it entered into a contract for sale of its automobile and other property and casualty line operations for R\$3 billion, based on an equity of R\$700 million for the recently created company, which was structured for the purpose of this transaction, subject to price adjustment mechanism typical of similar transactions.

On October 23, 2019, the Administrative Council for Economic Defense (CADE) approved the sale of the automobile and other property and casualty line operations, the fulfillment of the other conditions provided in the contract being still pending, such as the creation of an independent insurance company, the prior approval of Superintendence of Private Insurance (SUSEP), the transfer of human capital, service contracts, license, the net assets of automobile and massified operations, segregation of the TI environment, among others.

On October 30, 2019, SUSEP gave prior authorization for the corporate restructuring for the disposal of the auto and other property and equipment line portfolio that comprised: (i) the transformation of Sul América Participações e Investimentos into an insurance company (new insurance company); (ii) the spin-off of Sul América Companhia Nacional de Seguros S.A. ("SALIC"); and (iii) the transfer of the net assets from the spin-off of SALIC to Sul América Participações e Investimentos (new insurance company).

On January 10, 2020, SUSEP published an ordinance ratifying the corporate documents regarding the transformation of Sul América Participações e Investimentos S.A. into insurance company, and the change in its name to Sul América Seguros de Automóveis e Massificados S.A., and also the increase in the capital of the new insurance company by R\$20,950, raising it to R\$20,952.

In line with the best governance practices, in November and December 2019 the Company obtained from creditors their prior approval for the disposal of the aforementioned companies.

On March 31, 2020, Salic's spin-off process and the transfer of net assets to Sul América Seguros de Automóveis e Massificados S.A. was completed, and the process of segregation of duties and transfer of the personnel who migrated to the new insurance company, the process of approval of the IT environment segregation, and the transfer of certain service and license contracts, among others, were completed in the first half of 2020.

On July 10, 2020, giving continuity to the Material Fact disclosed on August 23, 2019, the Company informed its shareholders and the

market in general that, after fulfilling the conditions precedent established in the contract, on such date the SulAmérica's Group has successfully completed the sale of the auto and other property and casualty insurance operations to the Allianz Group, who became the owner of such line and started to operate it as of such date.

The consideration of this acquisition was paid by the Allianz Group also on such date, and corresponded to the adjusted price of R\$3.18 billion, considering the total net assets of the sold companies estimated at the end of June 2020 in the amount of R\$881 million, still subject to certain residual adjustments established in the purchase and sale contract. It should be noted that the profit or loss of such divested operations are still included in the Company's financial statements for the second quarter of 2020, in a separate line as profit or loss of discontinued operations, as mentioned in Note 13.

1.2. Sale of the savings bonds portfolio and of the non-controlling interests in Caixa de Capitalização S.A. ("CaixaCap") to the ICATU Group

On May 13, 2019, the Company, through its indirect subsidiaries Sul América Capitalização S.A. – SULACAP ("SULACAP") and Sul América Santa Cruz Participações S.A. ("SANTA CRUZ") entered into contracts for the sale of almost the totality of its savings bonds portfolio and of the non-controlling interests in Caixa Capitalização S.A. ("CaixaCap"). This transaction is aimed to concentrate SulAmérica's activities in the segments in which it has greater potential for growth and competitive advantages.

The completion of the transactions is conditioned to the fulfillment of certain conditions precedent, usual in this type of business, including the prior approval from the competent regulatory bodies. On July 17, 2019, the transaction was approved by the Administrative Council for Economic Defense (CADE), and on August 28, 2019, it was approved by SUSEP.

On February 3, 2020, the Company announced to the market that, having fulfilled all conditions precedent, including the regulatory approvals, it has successfully completed on such date, for the amount of R\$70,454, obtaining a gain in the consolidated balance of R\$ 2,883, net of costs, and write-off of intangible assets due to the non-generation of future benefits after the portfolio disposal, the transaction of sale of almost the totality of the savings bonds portfolio of its indirect subsidiary SULACAP, as well as the disposal of the non-controlling interests of its indirect subsidiary SANTA CRUZ in CaixaCap, corresponding to 24.5% in its total and voting capital, to the Icatu Group, who already was a shareholder of CaixaCap. The selling price is subject to certain adjustment as provided in the contract.

The main transferred assets and liabilities are as follows:

Assets		Liabilities	
Current assets	683,974	Current liabilities	684,994
Marketable securities	683,464	Accounts payable	1,567
Receivables from savings bonds operations	510	Payables for savings bonds operations	181
Non-current assets	2,998	Third-party deposits	1,009
Intangible assets	2,998	Technical reserves - Savings bonds	682,237
Total assets	686,972	Total liabilities	684,994
		Net assets	1,978

1.3. Purchase of the ownership interests in O10 Participações S.A. ("O10"), parent company of Órama

On May 13, 2019, the Company signed a contract for making an investment of R\$100 million in Órama Distribuidora de Títulos e Valores Mobiliários S.A. ("Órama"). The investment was made upon capitalization by its indirect subsidiary Sul América Investimentos Distribuidora de Títulos e Valores Mobiliários S.A. ("SAMI") in O10 Participações S.A. ("O10"), parent company of Órama. After the completion of the acquisition, the SulAmérica Group holds 25% ownership interests in the total and voting capital of O10.

On October 15, 2019, the transaction was approved by the CADE, the approval from the Central Bank of Brazil (BACEN) and other conditions precedent provided in the contract still being pending.

On February 13, 2020, the Company, after fulfilling the conditions precedent established in the contract, completed the investment of R\$100 million in Órama, comprising the equity in the amount of R\$20,709, Intangible assets recognized in the amount of R\$25,352 and goodwill based on expected future profits of R\$53,939. The investment was made by capitalization by its indirect subsidiary SAMI in O10, parent company of Órama, the SulAmérica group becoming the holder of 25% interest in the total and voting capital of O10.

1.4. Acquisition of Paraná Clínicas - Planos de Saúde S.A.

On June 5, 2020, the Company released a material fact informing that its indirect subsidiary Sul América Companhia de Seguro Saúde signed on such date a contract with the Rede D'Or São Luiz Group ("Rede D'Or") for the acquisition of Paraná Clínicas - Planos de Saúde S.A. ("Paraná Clínicas"), a company based in the city of Curitiba, for the base price of R\$ 385 million. The completion of the transaction is conditioned to the fulfillment of certain conditions precedent, usual in this type of business, as established in the respective contract, including the prior approval from the competent regulatory bodies, and for this reason the Company's financial statements for the second quarter of 2020 do not have any impact from this transaction.

The acquisition of Paraná Clínicas represents an important move towards strengthening SulAmérica's position and relevance in the south of Brazil, with a new average ticket level, increasing its product portfolio and market share in the region. Additionally, this move represents a milestone in the SulAmérica's history, with the acquisition of an operation that has a lot to contribute to further improve SulAmérica's experience in its strategy of Health and Coordinated Care Management.

1.5. Analysis of the impacts arising from COVID-19

SulAmérica continues to monitor the development of the COVID-19 pandemic in Brazil and around the world, and has been working with its employees, customers, brokers, service providers and investors to minimize the impacts on the society.

Practically the entire team of SulAmérica, including its executives, managers and other employees, is working from home, with all operational processes fully running. In addition, the Company has entered an advanced stage in the formulation of its reopening plan by closely monitoring the scenario in all regions and following the recommendations from health and safety experts to carefully plan the return to SulAmérica's premises, which will not occur before September 2020, although certain employees may voluntarily return earlier, on exceptional cases, depending on their personal or professional needs.

The COVID-19 proliferation in Brazil gives the first signs of stability, however, its increase or decrease is still. Therefore, it is necessary to continue to monitor how the situation will unfold in the following months.

Considering that the scenario of uncertainty in relation to the pandemic impact and duration continues, SulAmérica continues maintaining quality services to all its beneficiaries, brokers, employees, and service providers.

The Company keeps timely monitoring its liquidity and solvency and has adopted measures to ensure that they are kept at appropriate levels.

Among such measures is the intensification of the strict control over financial expenditures (costs, expenses and investments), already maintained by SulAmérica over recent years, preserving the investments planned by SulAmérica in its operations and that are considered priority in the current environment.

With the same purpose, SulAmérica has adopted the following benefits offered by the federal government:

- a) Postponement of the maturities of taxes for March, April and May related to the PIS and COFINS social contributions, as well as the INSS contributions, payable by the company, which article 22 of Act No. 8.212 of July 24, 1991 refers, both in strict compliance with the provisions of the Ministry of Finance (ME) Ordinance 139/20, amended by Ordinance 150/20, until the months of August, October and November, respectively.
- b) Postponement of the due dates of the FGTS-related deposits of SulAmérica's employees for March, April and May, as established by the Provisional Measure (MP) 927 of March 22, 2020, which will be made in six fixed installments falling due every 7th day of each month, from July 2020 to December 2020.
- c) Reduction in the contribution rates of independent social services, the so-called "S System" for the period from April to June 2020, pursuant to MP 932 of March 31, 2020.

As at June 30, 2020, the total amount of postponed obligations is R\$ 97.5 million, recorded in the line items labor liabilities and taxes and contributions payable (Note 16).

In return, SulAmérica has supported the society in this crisis moment, the main actions being the following:

- a) support to the #NÃODEMITA (do not layoff) movement, aimed at keeping employees employed. The #NÃODEMITA movement is in effect for the period from April 1 to May 31, 2020.
- b) campaign to raise funds among its employees, followed by the increase in the donation by SulAmérica to the Emergency Healthcare Fund - Coronavirus Brazil, the amount donated by SulAmérica and its employees totaling approximately R\$ 1.1 million, with allocation of funds to the researches of Fundação Oswaldo Cruz (Fiocruz) and purchase of personal protective equipment (PPE).
- c) Donation of funds to Instituto D'Or in the amount of approximately R\$ 9.5 million for renovation and construction of new hospital beds in the cities of Rio de Janeiro (Field Hospital Parque dos Atletas for public health network service) and São Paulo (Santa Casa de Misericórdia in São Paulo).

- d) emergency contribution of incentivized budget in the amount of R\$ 823 thousand to talent development projects of the SulAmérica Música e Movimento (music and movement) circuit, benefitting students with scholarships and online classes given by the Ouro Petro Orchestra Academy, Brazilian Ballet Company / Instituto BEMO and Companhia de Formação Teatral (drama school).
- e) temporary suspension, for 90 days, of the annual adjustments to the monthly premiums of individual medical-hospital plans, affinity group plans, and SME plans with up to 29 lives covered, the adjustment being expected to be made from October 2020 and diluted over the same number of months impacted by the suspension.

As at June 30, 2020, the total amount of postponed adjustment is approximately R\$ 13.1 million, net of tax on financial transactions (IOF) in the amount of approximately R\$ 400 thousand, recorded in the line item Premiums Receivable as contra-entry to Net Premiums in profit or loss. The unearned portion of postponed adjustment, in the amount of approximately R\$ 4.5 million, is recorded in liabilities in Technical Reserves of Insurance as contra-entry to profit or loss in the line item Changes in Technical Reserves of Premiums.

In the second quarter, Sul América has recovered approximately 45% of the investment loss from the pandemic's negative impact on the stock market in the first quarter of 2020, the positions in units of investment funds comprising shares remaining unchanged. Additionally, the investment income and pension funds continued to be impacted by the maintenance of BACEN's policy of base rate reduction, aimed at mitigating the economic effects arising from the COVID-19 pandemic. The volatility in the period has been monitored and managed by the risk metrics used by the Company, already showing significant reduction in relation to the first quarter of 2020. Management has kept focused on the management of investment income by carefully choosing its investments and portfolio diversification.

In the Health and Dental unit, even though the written premium volume has not reduced as compared to the same period in the previous year, we have noted an increase in premium cancellation in the quarter, particularly in the Business and Administrated Services Only portfolios, as well as a drop in new sales for the business as a whole. Meanwhile, there has been a significant reduction in the loss ratio of Health and Dental (12.2 p.p.) in relation to the second quarter of 2019, strongly impacted by the drop in the average rate of elective healthcare procedures (appointments, tests, surgeries and internments), emergency hospital and urgent internments, considering that this drop was sharper in the months of April and May 2020, when rates reached approximately 60% (54% weighted by average cost) of the average rate recorded in the same months in 2019, based on the procedures which precertification by the insurance company is required. In June 2020, we have noted a trend towards growth in the average rate of such procedures, being reduced at approximately 30% (32% weighted by average cost) in relation to the average recorded in June 2019. It is worth noting that the reduction in average rate is not the only factor to be analyzed to explain the change in claim expenses, once the average cost may significantly vary from one procedure to the other, and there are procedures which precertification by the insurance company is not required and have not been considered in the above statistical analysis.

On the other hand, the service to insureds who were infected by COVID-19 produced some impacts on costs: increase in internments for more days, including those in intensive care, inclusion of additional tests in the list of ANS procedures and PPE requirement.

In our initial evaluation, we have noted a drop in usage rate, and, accordingly, the loss ratio of our Health and Dental portfolio already shows a trend towards returning to normality. Therefore, it is expected that the positive result from reduction in usage rate, noted thus far, is at least partially consumed in the future by the return of insureds to a routine closer to normality, including going through procedures that may have been postponed in previous years. However, there is not yet sufficient data to allow us to confidently assert the following: the amount that will be consumed; at which rate; and how, once the insured relationship with in-person service, particularly linked to urgency and emergency, may definitively change due to several other factors, including the growth in the use of virtual service tools (Telemedicine / Telehealth). The sensitivity analysis related to underwriting risks, where it is possible to note the impact of the changes in claims on our profit or loss, is shown in Note 5.2.1.

Considering the partnership that we have with the health area's service providers and in response to the reduction in the usage rate of the services that some of our providers have been facing, we have advanced to select providers a total of approximately R\$ 150 million in the first half of 2020, which will be offset against the settlement of future services.

In the Life and Pension business unit, we have recorded a 8.7% reduction in written premiums of the Life line, which is mainly explained by the reduction in travel insurance sales, due to travel restrictions arising from the current pandemic situation. Additionally, during the quarter SulAmérica has decided to cover death claims arising from COVID-19, in order to meet an immediate need of its insureds. In view of such decision, as at June 30, 2020 we have adjusted 155 claims potentially linked to death by COVID-19 amounting to R\$ 8.3 million in impact on claim expenses, which potential recovery through reinsurance exceeds R\$ 5 million. In relation to pension and VGBL products, we have noted a growth in contributions (regular + contribution + portability) in relation to the same previous period. However, we have noted a 33% increment to the volume of redemptions, with higher concentration in VGBL products.

In relation to the Asset Management business unit, there has been a 2.4% reduction in revenue as compared to the first half of 2019, mainly due to the effects on the financial market produced by COVID-19, as previously mentioned.

In the Auto and Massified business unit, which sale to the Allianz group has been completed in July 10, 2020 (Note 1.1.), we have noted a drop in premium revenue by 5.3% in the first half accompanied by a significant decrease in claim expenses, generating a 5.4 p.p. reduction in the loss ratio for the half, which could be explained by the general guidelines on social distancing and reduction in travels.

It should be stressed that we have not noted an atypical change in the default rates of our customer portfolio as compared to the pre-pandemic period.

On April 9, 2020, the Company has informed its shareholders and the market in general that in view of the COVID-19 pandemic context and the isolation measures taken because of it, it has postponed its Annual Shareholder's Meeting (ASM) to a new date within the term established in Provisional Measure 931; the meeting having been held on July 29, 2020.

SulAmérica continues to believe in the strength and resilience of its business model and efficiency of its processes. As a company

specialized in risk management, mainly health management, the Company, in constant partnership with its service provider network, has been using its experience to minimize possible impacts and keep taking care of people with the same quality for which it is recognized.

2. Presentation of quarterly financial information

2.1. Basis of preparation of financial statements and statement of compliance with the IFRS and CPC standards

The Company's and consolidated quarterly financial information has been prepared in accordance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), and also in accordance with the accounting practices adopted in Brazil (BR GAAP).

BR GAAP comprises the Brazilian Corporate Law and the pronouncements, interpretation and guidelines issued by the Accounting Pronouncements Committee (CPC), approved by the Brazilian Securities and Exchange Commission (CVM), effective at the date of publication of the accompanying interim financial statements.

The Company's and consolidated quarterly financial information is presented together, once there is no difference between the equity and the profit or loss attributable to the shareholders of the Company.

Management declares that all relevant information of the quarterly financial information, and only it, is being disclosed and corresponds to that used by Management in its management.

SulAmérica's Management understands that there is no uncertainty that may affect its ability to continue as going concern, especially because of the following factors: (i) SulAmérica's operations enable an appropriate diversification of risk and a consistent growth; (ii) SulAmérica has a pricing policy aimed at balancing growth and profitability; (iii) SulAmérica continually invests in new technologies and improvement in its processes that support its operations; and (iv) preventative actions taken on the maintenance of operations, liquidity and solvency during the COVID-19 pandemic, as described in Note 1.5.

The Board of Directors decided in favor of issuing the accompanying quarterly information at the meeting held on August 4, 2020.

2.2. Basis of measurement

The measurement basis used for preparing the accompanying quarterly financial information is the same one adopted for preparing the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

2.3. Functional and reporting currency

There was no change in SulAmérica's activities, which are performed in an environment that adopts the real (R\$) as functional and reporting currency, and, accordingly, the accompanying individual and consolidated financial statements are expressed in this same currency.

3. Significant accounting policies

The accounting policies and calculation methods adopted in the preparation of the accompanying quarterly financial information are the same ones that were adopted in the preparation of the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019, except the adoption of CPC 31 in the classification of the disposal of indirect subsidiary Sul América Seguros de Automóveis e Massificados S.A, which operates the Auto and Other property and casualty line portfolios, as mentioned in Note 1.1.

As established by CPC 31, the Company classifies a non-current asset or group of non-current assets as held for sale if its carrying amount will be recovered through a sale transaction rather than through continuing use. Accordingly, this asset or group of assets must be available for immediate sale in its present condition subject only to terms that are usual and customary for this kind of transaction, and its sale must be highly probable. For the sale to be highly probable, the Company's management must be committed to a structured program to locate a buyer, setting a sales price that is reasonable in relation to its current fair value, and the sale of the asset or group of assets should be completed within one year from the date of classification, and that this period may be extended if the delay is caused by events or circumstances that are beyond the entity's control and there is evidence that the entity remains committed to its plan to sell the asset.

This asset or group of assets shall be classified at the lower of its carrying amount recorded thus far and fair value less costs to sell. Also, the depreciation and amortization of such assets held for sale must cease. In the financial statements, the presentation of the asset or group of assets must be made in a separate line in the statement of financial position, and the results of discontinued operations must be shown separately in the statement of profit or loss.

As at June 30, 2020, after taking the steps established in planning, and considering that the conditions precedent on the sale of the new independent insurance company, informed in Note 1.1, are usual and customary for such transaction, the Company is presenting this transaction as non-current assets held for sale and discontinued operations in its interim financial statements, according to Note 13.

4. Consolidation

There was no change in the practices adopted for consolidation between December 31, 2019 and June 30, 2020. The consolidated financial statements include the information on the Company and the following subsidiaries:

Company	Main activities	Headquarters	Ownership interest (%) in total capital		Ownership interest (%) in total capital	
			06/30/2020		12/31/2019	
			Direct	Indirect	Direct	Indirect
Sul América Companhia Nacional de Seguros - (SALIC)	Insurance	Rio de Janeiro	72.38	27.62	74.32	25.68
Saepar Serviços e Participações S.A. - (SAEPAR)	Holding	Rio de Janeiro	100.00	-	100.00	-
Sul América Seguros de Pessoas e Previdência S.A. - (SULASEG)	Insurance	Rio de Janeiro	-	100.00	-	100.00
Sul América Companhia de Seguro Saúde - (CIA. SAÚDE)	Health Insurance	Rio de Janeiro	34.40	65.60	34.40	65.60
Sul América Investimentos Distribuidora de Títulos e Valores Mobiliários S.A. - (SAMI)	Asset Management	São Paulo	-	100.00	-	100.00
Sul América Investimentos Gestora de Recursos S.A. - (SAGA)	Asset Management	São Paulo	-	100.00	-	100.00
Cival Reinsurance Company Ltd.	Reinsurance (inactive)	Cayman Island	-	100.00	-	100.00
Sul América Santa Cruz Participações S.A. - (SANTA CRUZ)	Holding	Rio de Janeiro	-	100.00	-	100.00
Sul América Serviços e Participações S.A. - (SASP)	Holding	Rio de Janeiro	-	100.00	-	100.00
Sul América Serviços de Saúde S.A. - (SULAMED)	Health Maintenance Organization (HMO)	São Paulo	-	100.00	-	100.00
Sul América Odontológico S.A. - (SULAODONTO)	Dental Insurance	São Paulo	-	100.00	-	100.00
Sul América Capitalização S.A. - SULACAP - (SULACAP)	Saving Bonds	Rio de Janeiro	-	100.00	-	100.00
Docway Aplicativo para Serviços em Saúde S.A. - (DOCWAY)	Holding	São Paulo	-	84.64	-	84.64
Sul América Holding S.A. - (SAH)	Holding	Rio de Janeiro	62.43	37.57	-	100.00
Sul América Seguros de Automóveis e Massificados S.A. - (SASAM)	Insurance	Rio de Janeiro	47.96	52.04	-	100.00
PRODENT - Assistência Odontológica Ltda. - (PRODENT)	Dental Insurance	São Paulo	-	100.00	-	100.00

4.1. Exclusive investment funds

The financial statements of investments funds in which the Company and its subsidiaries are the sole unitholders are consolidated from the date when control is obtained until such control ceases.

The following table shows the investment funds in which the subsidiaries are the sole unitholders and were thus included in the consolidated financial statements:

Unitholders	Exclusive funds	CNPJ	Label
SULASEG	MULTIGESTORES PREV SUL AMÉRICA EXCLUSIVO COM RENDA VARIÁVEL FI MULTIMERCADO CRÉDITO PRIVADO	23.748.493/0001-48	(a)
SULASEG	JGP SULAMÉRICA FUNDO DE INVESTIMENTO MULTIMERCADO CRÉDITO PRIVADO	22.759.978/0001-74	(a)
SULASEG	RF PREV SUL AMÉRICA EXCLUSIVO FUNDO DE INVESTIMENTO EM COTAS DE FI RENDA FIXA CRÉDITO PRIVADO	23.748.517/0001-69	(a)
SULASEG	SULAMÉRICA FIX 100 III FICFI RENDA FIXA	17.797.527/0001-91	(a)
SULASEG	SULAMÉRICA FIX 100 VII FICFI RENDA FIXA	19.040.239/0001-13	(a)
SULASEG	SULAMÉRICA PRESTIGE INFLATIE I FICFI RENDA FIXA	17.797.568/0001-88	(a)
SULASEG	SULAMÉRICA MIX 30 V FICFI MULTIMERCADO	17.797.444/0001-00	(a)
SULASEG	SUL AMERICA BRASIL PLURAL FDO DE INVEST EM COTAS DE FDOS DE INVEST RENDA FIXA II CRÉDITO PRIVADO	23.502.688/0001-03	(a)
SULASEG	SULAMÉRICA BRASIL PLURAL FICFI RENDA FIXA CRÉDITO PRIVADO	23.502.671/0001-56	(a)
SULASEG	SULAMÉRICA MIX 15 III FICFI MULTIMERCADO	17.797.410/0001-08	(a)
SULASEG	SULAMÉRICA MIX 15 V FICFI MULTIMERCADO	17.797.418/0001-74	(a)
SULASEG	SULAMÉRICA MIX 30 III FICFI MULTIMERCADO	17.797.436/0001-56	(a)
SULASEG	SULAMÉRICA MIX 49 IV FICFI MULTIMERCADO	17.797.524/0001-58	(a)
SULASEG	SULAMÉRICA MULTICARTEIRA PREV II FICFI MULTIMERCADO	17.797.565/0001-44	(a)
SULASEG	SULAMÉRICA PRESTIGE STRATEGIE FICFI RENDA FIXA CRÉDITO PRIVADO	19.959.552/0001-50	(a)
SULASEG	SULAMÉRICA VOO LIVRE PREV FUNDO DE INVESTIMENTO MULTIMERCADO	20.889.498/0001-00	(a)
SULASEG	SULAMÉRICA PRESTIGE TOTAL PREV FUNDO DE INVESTIMENTO MULTIMERCADO	13.255.292/0001-55	(a)
SULASEG	SULAMÉRICA SAGE PREV FUNDO DE INVESTIMENTO MULTIMERCADO	13.823.011/0001-13	(a)
SULASEG	SULAMÉRICA SHELL PREV 49 FUNDO DE INVESTIMENTO MULTIMERCADO	20.789.994/0001-84	(a)
SULASEG	SULAMÉRICA LONG TERM PREV EXCLUSIVO FUNDO DE INVESTIMENTO MULTIMERCADO	17.797.400/0001-72	(a)
SULASEG	SULAMÉRICA SHELL PREV FUNDO DE INVESTIMENTO RENDA FIXA	20.789.951/0001-07	(a)
SULASEG	TURNAROUND PREV SULAMERICA EXCLUSIVO FI MULTIMERCADO	23.502.637/0001-81	(a)
SULASEG	SULAMÉRICA TRUST FICFI MULTIMERCADO PREVIDENCIÁRIO CP	23.216.775/0001-02	(a)
SULASEG	SULAMÉRICA ALBATROZ FUNDO DE INVESTIMENTO MULTIMERCADO	09.411.684/0001-99	(c)
CIA SAÚDE	SUL AMÉRICA CAMBIAL FUNDO DE INVESTIMENTO	10.399.849/0001-33	(a)
SULASEG	SUL AMÉRICA SAP CONCEDIDOS FUNDO DE INVESTIMENTO RENDA FIXA	03.004.427/0001-56	(a)
SULASEG	SUL AMÉRICA EFFECTUS PREV FI MULTIMERCADO	11.314.728/0001-04	(a)
SULASEG	SULAMÉRICA EQUIPE PREV FI MULTIMERCADO	13.255.297/0001-88	(a)

Unitholders	Exclusive funds	CNPJ	Label
SULASEG	SUL AMÉRICA ESPECIAL FUNDO DE INVESTIMENTO RENDA FIXA	02.127.428/0001-25	(a)
SULASEG	SUL AMÉRICA SAP GRUPAL FUNDO DE INVESTIMENTO RENDA FIXA	02.498.201/0001-96	(a)
SULASEG	SULAMERICA FIX 100 II FUNDO DE INVESTIMENTO RENDA FIXA	04.738.195/0001-22	(a)
SULASEG	SUL AMÉRICA FUTURE FUNDO DE INVESTIMENTO MULTIMERCADO	13.255.321/0001-89	(a)
SULASEG	SULAMERICA MIX 49 I FUNDO DE INVESTIMENTO MULTIMERCADO	04.616.035/0001-00	(a)
SULASEG	SULAMERICA MIX 30 IV FUNDO DE INVESTIMENTO MULTIMERCADO	04.061.652/0001-97	(a)
SULASEG	SULAMERICA FIX 100 VI FUNDO DE INVESTIMENTO RENDA FIXA	04.738.201/0001-41	(a)
Others (**)	GRUPAL CASH FUNDO DE INVESTIMENTO RENDA FIXA	08.648.673/0001-64	(a)
SULASEG	SULAMERICA FIX 100 V FUNDO DE INVESTIMENTO RENDA FIXA	03.077.322/0001-27	(a)
SULASEG	SULAMERICA FIX 100 IV FUNDO DE INVESTIMENTO RENDA FIXA	04.056.135/0001-20	(a)
SULASEG	SULAMERICA MIX 15 IV FUNDO DE INVESTIMENTO MULTIMERCADO	03.077.193/0001-77	(a)
SULASEG	SUL AMÉRICA SAP INDIVIDUAL FUNDO DE INVESTIMENTO RENDA FIXA	05.549.144/0001-15	(a)
	SUL AMÉRICA PRESTIGE INFLATIE FUNDO DE INVESTIMENTO EM COTAS DE FUNDOS DE INVESTIMENTO RENDA FIXA	13.768.597/0001-60	(a)
SULASEG	SULAMERICA MIX 20 FUNDO DE INVESTIMENTO MULTIMERCADO	03.307.621/0001-00	(a)
SULASEG	SULAMERICA MIX 40 FUNDO DE INVESTIMENTO MULTIMERCADO	04.484.351/0001-76	(a)
SULASEG	SULAMÉRICA MULTICARTEIRA PREV FUNDO DE INVESTIMENTO MULTIMERCADO	08.702.303/0001-68	(a)
SULASEG	NBF SULAMÉRICA F11 PREV FUNDO DE INVESTIMENTO MULTIMERCADO	13.768.561/0001-87	(a)
SANTA CRUZ	PARTICIPAÇÕES CASH FUNDO DE INVESTIMENTO MULTIMERCADO COM INVESTIMENTO NO EXTERIOR	09.637.456/0001-31	(a)
SULASEG	SULAPREVI INDIVIDUAL FUNDO DE INVESTIMENTO RENDA FIXA	05.508.431/0001-87	(a)
SULASEG	SUL AMÉRICA PRESTIGE PREV FUNDO DE INVESTIMENTO RENDA FIXA	10.394.850/0001-75	(a)
SULASEG	SAS FUNDO DE INVESTIMENTO RENDA FIXA	03.182.384/0001-07	(a)
SASA	SUL AMÉRICA SAS CAPITAL FUNDO DE INVESTIMENTO MULTIMERCADO	05.508.529/0001-34	(a)
Others (*)	SANTANDER FUNDO DE INVESTIMENTO SAS CASH RENDA FIXA	10.979.008/0001-03	(a)
	SASA FUNDO DE INVESTIMENTO EM COTAS DE FUNDOS DE INVESTIMENTO EM AÇÕES COM INVESTIMENTO NO EXTERIOR	08.637.022/0001-79	(a)
CIA SAÚDE	SICREDI - FUNDO DE INVESTIMENTO SULAMÉRICA CRÉDITO PRIVADO MULTIMERCADO	11.451.972/0001-19	(c)
SALIC	SULAPREVI CONCEDIDOS FUNDO DE INVESTIMENTO RENDA FIXA	03.181.085/0001-40	(a)
SULASEG	SULACAP MASTER II FI RENDA FIXA	03.707.168/0001-20	(a)
SULASEG	SULAMERICA FIX 100 FUNDO DE INVESTIMENTO RENDA FIXA	03.077.330/0001-73	(a)
SULASEG	SULAMERICA MIX 49 FUNDO DE INVESTIMENTO MULTIMERCADO	02.811.681/0001-01	(a)
SULASEG	SULAMÉRICA TI 35 PREV FICFI MULTIMERCADO	10.896.023/0001-80	(a)
	SULAMÉRICA TI PREV FUNDO DE INVESTIMENTO EM COTAS DE FUNDOS DE INVESTIMENTO MULTIMERCADO CRÉDITO PRIVADO	10.383.755/0001-76	(a)
SULASEG	SULAMÉRICA FIX 100 PLUS FUNDO DE INVESTIMENTO RENDA FIXA	20.889.471/0001-00	(a)
SULASEG	29 DE ABRIL FUNDO DE INVESTIMENTO MULTIMERCADO CRÉDITO PRIVADO	28.516.222/0001-80	(a)
SULASEG	SULAMÉRICA IBIUNA LONG BIASED PREV FUNDO DE INVESTIMENTO MULTIMERCADO	29.091.970/0001-21	(a)
SULASEG	SUL AMÉRICA CONC FI MULTIMERCADO	28.516.239/0001-38	(a)
SULASEG	CONSTELLATION SULAMÉRICA PREV FI MULTIMERCADO	29.092.136/0001-50	(a)
SULASEG	ATSU PREV SULAMERICA FUNDO DE INVESTIMENTO MULTIMERCADO	28.516.138/0001-67	(a)
	SAFARI SULAMERICA PREV FUNDO DE INVESTIMENTO EM COTAS DE FUNDO DE INVESTIMENTO MULTIMERCADO	28.516.168/0001-7	3 (a)
SULASEG	ARX SULAMÉRICA K2 INFLAÇÃO CURTA PREV FICFI MULTIMERCADO CRÉDITO PRIVADO	33.701.805/0001-11	(a)
SULASEG	PANDHORA SUL AMÉRICA PREV FI MULTIMERCADO	30.378.486/0001-67	(b)
SULASEG	PANDHORA SULAMERICA PREV I FI MULTIMERCADO	35.587.673/0001-74	(b)

(a) Exclusive funds included in the consolidated financial statements as at the reporting dates June 30, 2020 and December 31, 2019;

(b) Exclusive funds included in the consolidated financial statements only as at the reporting dates June 30, 2020;

(c) Exclusive funds included in the consolidated financial statements only as at the reporting dates December 31, 2019;

(*) This investment fund has as unitholders the companies SASA, SULASEG, SULAODONTO, SALIC, SAMI, SAGA, CIA. SAÚDE, SAEPAR, SANTA CRUZ, SULAMED, SULACAP, DOCWAY and PRODENT;

(**) This investment fund has as unitholders the companies SULASEG, SALIC, CIA. SAÚDE, SULAODONTO and SULAMED.

5. Risk management

The methodology used in risk management reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

The respective analytical charts adjusted to June 30, 2020 are as follows :

5.1. Concentration of operations

Present throughout the national territory, SulAmérica shows more concentration in the Health segment and in the Southeastern region, consistently with the distribution and location of the economic hub of Brazil.

As at June 30, 2020, SulAmérica recorded a total revenue gross of taxes amounting to R\$9,789,434 (R\$9,152,945 as at June 30, 2019), distributed in the following business lines:

	First half ended June 30, 2020				Quarter ended June 30, 2020				First half ended June 30, 2019				Quarter ended June 30, 2019				Consolidated
	Revenue	%	Revenue	%	Revenue	%	Revenue	%	Revenue	%	Revenue	%	Revenue	%	Revenue	%	
Operating revenue																	
Health	9,104,379	93.00%	4,532,200	93.44%	8,463,085	92.46%	4,246,321	92.21%									
Life	243,886	2.49%	123,653	2.55%	256,895	2.81%	134,611	2.93%									
Private pension	360,778	3.69%	154,334	3.18%	337,503	3.69%	174,235	3.78%									
Saving bonds	3,860	0.04%	-	0.00%	25,547	0.28%	12,201	0.26%									
ASO	41,238	0.42%	23,300	0.48%	33,795	0.37%	16,354	0.36%									
Asset management	35,293	0.36%	16,752	0.35%	36,120	0.39%	21,412	0.46%									
Total	9,789,434	100.00%	4,850,239	100.00%	9,152,945	100.00%	4,605,134	100.00%									

The following table shows the regional distribution of such revenue:

Region	Consolidated First half ended 06/30/2020			
	Health	Life and private pension	Saving Bonds	Other
Southeast	80.27%	61.99%	63.35%	65.22%
South	3.04%	20.58%	18.57%	16.79%
Northeast	12.05%	8.52%	6.86%	12.44%
North	1.18%	0.97%	0.80%	1.03%
Midwest	3.46%	7.94%	10.42%	4.52%
Total	100.00%	100.00%	100.00%	100.00%

Region	Consolidated First half ended 06/30/2019			
	Health	Life and private pension	Saving Bonds	Other
Southeast	80.72%	62.83%	60.03%	65.61%
South	2.88%	18.93%	24.49%	18.73%
Northeast	12.09%	10.26%	5.76%	9.74%
North	1.16%	1.97%	0.56%	1.61%
Midwest	3.15%	6.01%	9.16%	4.31%
Total	100.00%	100.00%	100.00%	100.00%

5.2. Underwriting risks

The methodology used for managing the underwriting risks reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

5.2.1. Pricing risks

The methodology used for managing the pricing risks reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

Sensitivity analysis of Health and Private Pension lines

Assumptions	Consolidated First half ended 06/30/2020							
	Health				Life and private pension			
	With reinsurance effect		Without reinsurance effect		With reinsurance effect		Without reinsurance effect	
	Income before tax	Income after tax & impact on equity	Income before tax	Income after tax & impact on equity	Income before tax	Income after tax & impact on equity	Income before tax	Income after tax & impact on equity
5% increase in claims	(345,101)	(207,061)	(345,411)	(207,247)	(6,234)	(3,741)	(6,869)	(4,121)
5% increase in administrative expenses	(26,853)	(16,112)	(26,853)	(16,112)	(1,611)	(966)	(1,611)	(966)
5% increase in acquisition costs	(29,911)	(17,947)	(29,911)	(17,947)	(3,643)	(2,186)	(3,643)	(2,186)
5% decrease in claims	345,101	207,061	345,411	207,247	6,234	3,741	6,869	4,121
5% decrease in administrative expenses	26,853	16,112	26,853	16,112	1,611	966	1,611	966
5% decrease in acquisition costs	29,911	17,947	29,911	17,947	3,643	2,186	3,643	2,186

Assumptions	Consolidated Quarter ended 06/30/2020							
	Health				Life and private pension			
	With reinsurance effect		Without reinsurance effect		With reinsurance effect		Without reinsurance effect	
	Income before tax	Income after tax & impact on equity	Income before tax	Income after tax & impact on equity	Income before tax	Income after tax & impact on equity	Income before tax	Income after tax & impact on equity
5% increase in claims	(157,026)	(94,215)	(157,115)	(94,269)	(3,168)	(1,901)	(3,447)	(2,068)
5% increase in administrative expenses	(13,676)	(8,206)	(13,676)	(8,206)	(795)	(477)	(795)	(477)
5% increase in acquisition costs	(14,723)	(8,834)	(14,723)	(8,834)	(1,745)	(1,047)	(1,745)	(1,047)
5% decrease in claims	157,026	94,215	157,115	94,269	3,168	1,901	3,447	2,068
5% decrease in administrative expenses	13,676	8,206	13,676	8,206	795	477	795	477
5% decrease in acquisition costs	14,723	8,834	14,723	8,834	1,745	1,047	1,745	1,047

Consolidated							
First half ended 06/30/2019							
Health							
Life and private pension							
With reinsurance effect		Without reinsurance effect		With reinsurance effect		Without reinsurance effect	
Assumptions	Income before tax	Income after tax & impact on equity	Income before tax	Income after tax & impact on equity	Income before tax	Income after tax & impact on equity	Income before tax
5% increase in claims	(339,741)	(203,845)	(339,741)	(203,845)	(6,200)	(3,720)	(6,451)
5% increase in administrative expenses	(25,026)	(15,016)	(25,026)	(15,016)	(1,576)	(945)	(1,576)
5% increase in acquisition costs	(26,395)	(15,837)	(26,395)	(15,837)	(3,822)	(2,293)	(3,822)
5% decrease in claims	339,741	203,845	339,741	203,845	6,200	3,720	6,451
5% decrease in administrative expenses	25,026	15,016	25,026	15,016	1,576	945	1,576
5% decrease in acquisition costs	26,395	15,837	26,395	15,837	3,822	2,293	3,822

Consolidated							
Quarter ended 06/30/2019							
Health							
Life and private pension							
With reinsurance effect		Without reinsurance effect		With reinsurance effect		Without reinsurance effect	
Assumptions	Income before tax	Income after tax & impact on equity	Income before tax	Income after tax & impact on equity	Income before tax	Income after tax & impact on equity	Income before tax
5% increase in claims	(172,837)	(103,702)	(172,837)	(103,702)	(3,032)	(1,819)	(3,148)
5% increase in administrative expenses	(12,589)	(7,553)	(12,589)	(7,553)	(823)	(494)	(823)
5% increase in acquisition costs	(13,049)	(7,829)	(13,049)	(7,829)	(1,905)	(1,143)	(1,905)
5% decrease in claims	172,837	103,702	172,837	103,702	3,032	1,819	3,148
5% decrease in administrative expenses	12,589	7,553	12,589	7,553	823	494	823
5% decrease in acquisition costs	13,049	7,829	13,049	7,829	1,905	1,143	1,905

The shocks of 5% mentioned in the table are determined by the total amount of the assumption multiplied by the factor of 1.05 (in cases of increase) or 0.95 (in cases of decrease). Their impacts are evaluated on the amount of realized income.

Sensitivity analysis of the private pension line

Different from the sensitivity analysis of the health and life and private pension lines, for the private pension businesses the analysis reflects the impact on the flow of expected liabilities and modified according to the assumptions shown in the tables below:

Consolidated		
First half ended 06/30/2020		
Assumptions	Income before tax	Income after tax & impact on equity
5% increase in administrative expenses	(1,557)	(935)
5% increase in redemptions	657	394
5% increase in mortality	12,034	7,220
Increase by 5% in the conversion into income	(2,520)	(1,512)
5% increase in rescission	295	177
5% decrease in administrative expenses	1,557	934
5% decrease in redemptions	(697)	(419)
5% decrease in mortality	(12,403)	(7,442)
Decrease by 5% in the conversion into income	2,520	1,512
5% decrease in rescission	(308)	(185)

Consolidated		
First half ended 06/30/2019		
Assumptions	Income before tax	Income after tax & impact on equity
5% increase in administrative expenses	(1,667)	(1,001)
5% increase in redemptions	1,169	701
5% increase in mortality	10,831	6,498
Increase by 5% in the conversion into income	(2,307)	(1,385)
5% increase in rescission	375	225
5% decrease in administrative expenses	1,667	1,000
5% decrease in redemptions	(1,212)	(728)
5% decrease in mortality	(11,380)	(6,828)
Decrease by 5% in the conversion into income	2,307	1,384
5% decrease in rescission	(392)	(236)

The shocks of 5% mentioned in the table are determined by the total amount of the assumption multiplied by the factor of 1.05 (in cases of increase) or 0.95 (in cases of decrease). Their impacts are evaluated in the present value of future flows.

The analysis demonstrated above reflects that the scenarios of impacts from the considered factors did not show significant change in relation to the previous year .

5.3. Market risks

The methodology used for managing the market risks reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

The following table shows the breakdown of investments per index as at June 30, 2020 and December 31, 2019:

Allocation of investments by index (a)

Index	Consolidated			
	06/30/2020	%	12/31/2019	%
SELIC/CDI	7,536,676	77.64%	9,108,774	77.93%
IGPM	1,363,078	14.04%	1,309,344	11.20%
IPCA	450,160	4.64%	575,822	4.93%
Fixed rate	205,275	2.11%	531,468	4.55%
Share	146,563	1.51%	155,137	1.33%
Other (b)	5,981	0.06%	7,525	0.06%
Total	9,707,733	100.00%	11,688,070	100.00%

(a) The amounts related to the PGBL and VGBL pension plan operations in the benefit accumulation period amounting to R\$6.5 billion (R\$6.6 billion as at December 31, 2019) are not included in the table, because the market risk corresponding to these investments is taken by the participants; and

(b) The "Other" category, shown as at June 30, 2020 and December 31, 2019, basically comprises multimarket and real estate investment funds, which include fixed and equity securities and foreign exchange exposure.

As at June 30, 2020, the portfolio already does not consider the balance of marketable securities related to the discontinued operations, according to Note 13. This impact will also be noted in the other notes related to marketable securities.

5.3.1. Liquidity risks

The methodology used for managing the liquidity risks reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

The following tables show the expectations on maturities and payments of the main financial assets and liabilities and insurance, except those related to the benefit accumulation phase of the PGBL and VGBL plans, where the exposure is of the participant.

Description	Company							
	Without maturity	Up to 1 year	From 1 to 2 years	From 2 to 5 years	From 5 to 10 years	Cost value	Fair value	Carrying amount
Financial instruments								
Marketable securities	12,899	23,315	-	3,802	67,254	107,270	107,198	107,198
At Fair value through profit or loss	12,899	23,315	-	3,802	67,254	107,270	107,198	107,198
Loans and financing (b)	-	861,190	697,965	776,142	-	2,335,297	-	2,177,465
Loans and financing	-	861,190	697,965	776,142	-	2,335,297	-	2,177,465

Description	Company							
	Without maturity	Up to 1 year	From 1 to 2 years	From 2 to 5 years	From 5 to 10 years	Cost value	Fair value	Carrying amount
Financial instruments								
Marketable securities	5,193	21,532	-	-	80,203	106,928	106,926	106,926
At Fair value through profit or loss	5,193	21,532	-	-	80,203	106,928	106,926	106,926
Loans and financing (b)	-	228,088	664,371	1,119,125	-	2,011,584	-	1,749,054
Loans and financing	-	228,088	664,371	1,119,125	-	2,011,584	-	1,749,054

The amount raised by the Company's issues is used in the operating activities of its subsidiaries, which later on transfer their profits to the Company through dividends and interest on capital.

Description	Consolidated									
	Without maturity	Up to 1 year	From 1 to 2 years	From 2 to 5 years	From 5 to 10 years	Over 10 years	Cost value	Fair value	Gain or (loss)	Carrying amount
Financial instruments										
Cash equivalents	-	376,332	-	-	-	-	376,332	-	-	-
Marketable securities	941,981	1,932,295	534,665	3,414,254	1,447,497	1,108,120	9,378,812	9,745,650	366,838	9,332,388
At Fair value through profit or loss	941,981	348,754	230,699	1,114,010	376,618	-	3,012,062	3,011,870	(192)	3,011,870
Available for sale	-	1,226,713	303,966	2,288,047	1,070,879	30,828	4,920,433	4,874,201	(46,232)	4,874,201
Held to maturity	-	356,828	-	12,197	-	1,077,292	1,446,317	1,859,579	413,262	1,446,317
Premiums receivable (a)	-	195,543	-	-	-	-	195,543	-	-	195,543
ASO receivables (a)	-	249,318	-	-	-	-	249,318	-	-	249,318
Loans and financing (b)	-	861,190	697,965	776,142	-	-	2,335,297	-	-	2,178,083
Loans and financing	-	861,190	697,965	776,142	-	-	2,335,297	-	-	2,178,083
Tax refinance - REFIS	-	34,173	8,494	10,702	-	-	53,369	-	-	53,369
Saving bonds provisions	-	1,309	-	-	-	-	1,309	-	-	1,309
Managed health	2,793	221,252	-	-	-	-	-	-	-	224,045
Insurance and reinsurance	-	3,856,220	123,011	286,501	334,591	418,773	-	-	219,780	5,238,876
Technical reserves										
Reinsurance assets	-	29,696	203	1,376	1,518	541	-	-	-	33,334
Insurance and private pension liabilities (c)	-	3,885,916	123,214	287,877	336,109	419,314	-	-	219,780	5,272,210

Consolidated
12/31/2019

Description	Without maturity	Up to 1 year	From 1 to 2 years	From 2 to 5 years	From 5 to 10 years	Over 10 years	Cost value	Fair value	Gain or (loss)	Others	Carrying amount
Financial instruments											
Cash equivalents	-	292,563	-	-	-	-	292,563	292,563	-	-	292,563
Marketable securities	971,944	1,139,223	2,405,406	4,111,139	1,627,154	1,074,193	11,329,059	11,797,701	468,642	-	11,396,606
At Fair value through profit or loss	971,944	78,860	283,527	971,837	343,993	75	2,650,236	2,654,637	4,401	-	2,654,637
Available for sale	-	1,060,363	1,784,590	3,131,186	1,283,161	41,999	7,301,299	7,364,445	63,146	-	7,364,445
Held to maturity	-	-	337,289	8,116	-	1,032,119	1,377,524	1,778,619	401,095	-	1,377,524
Premiums receivable (a)	-	1,154,651	-	-	-	-	1,154,651	-	-	-	1,154,651
Saving bonds (a)	-	1,126	-	-	-	-	1,126	-	-	-	1,126
ASO receivables (a)	-	303,876	-	-	-	-	303,876	-	-	-	303,876
Loans and financing (b)	-	228,088	664,371	1,119,125	-	-	2,011,584	-	-	-	1,750,352
Loans and financing	-	228,088	664,371	1,119,125	-	-	2,011,584	-	-	-	1,750,352
Tax refinance - REFIS	-	32,831	8,437	14,599	-	-	55,867	-	-	-	55,867
Saving bonds provisions	-	695,339	-	-	-	-	695,339	-	-	-	695,339
Managed health	2,695	304,849	-	-	-	-	-	-	-	-	307,544
Insurance and reinsurance	-	6,106,064	122,788	320,503	387,469	485,744	-	-	-	216,334	7,638,902
Technical reserves											
Reinsurance assets	-	20,863	790	1,867	1,892	884	-	-	-	12	26,308
Insurance and private pension liabilities (c)	-	6,126,927	123,578	322,370	389,361	486,628	-	-	-	216,346	7,665,210

(a) Considers premium, savings bonds, and consideration falling due, net of impairment, when applicable;

(b) Loans and financing are stated at contractual amounts not discounted, as required in item 39 (a) of CPC 40 (R1); and

(c) The column "Other" mainly comprises the following items: R\$219,780 of other technical reserves as at June 30, 2020 (R\$216,334 as at December 31, 2019).

The maturity date of assets was the criterion used for classifying the financial instruments presented in this item. However, although the distribution is among several ranges in the table, the portfolio comprises assets with immediate liquidity. As at June 30, 2020 the amount of R\$4.9 billion (R\$6.5 billion as at December 31, 2019) is allocated to Financial Treasury Bills, which have immediate liquidity.

5.3.2. Loans and financing

The sensitivity analysis of the Company's loans and financing balance is presented in the tables below, considering possible fluctuations in market rates (SELIC/CDI and IPCA), and the respective impacts. For assets, it was considered the total Cash and Cash Equivalents (Note 7), besides the Marketable Securities (Note 8), net of the assets provided to cover Technical Reserves (Note 21.6).

The scenario considered "probable" is the current one. The "possible" and "remote" scenarios were created by applying changes ranging from 25% to 50% in the market rates, respectively, on the current balances, taking into consideration the expected scenario of B3's future rates. Such scenarios correspond to minimum changes to be estimated, set in the CVM's rules.

Increase in market rates

	Company			Company		
	06/30/2020			12/31/2019		
	Probable scenario	Possible scenario	Remote scenario	Probable scenario	Possible scenario	Remote scenario
Assets (a)	-	647	1,295	-	1,272	2,543
Liabilities and equity (b)	-	(13,339)	(26,678)	-	(20,860)	(41,720)
Total	-	(12,692)	(25,383)	-	(19,588)	(39,177)

	Consolidated			Consolidated		
	06/30/2020			12/31/2019		
	Probable scenario	Possible scenario	Remote scenario	Probable scenario	Possible scenario	Remote scenario
Assets (a)	-	30,109	60,218	-	59,567	119,134
Liabilities and equity (b)	-	(13,339)	(26,678)	-	(20,860)	(41,720)
Total	-	16,770	33,540	-	38,707	77,414

(a) Change in total investments linked to the SELIC/CDI; and

(b) Change in the balance of Loans and Financing, except leasing (Note 18).

Drop in market rates

	Company			Company		
	06/30/2020			12/31/2019		
	Probable scenario	Possible scenario	Remote scenario	Probable scenario	Possible scenario	Remote scenario
Assets (a)	-	(647)	(1,295)	-	(1,272)	(2,543)
Liabilities and equity (b)	-	13,339	26,678	-	20,860	41,720
Total	-	12,692	25,383	-	19,588	39,177

	06/30/2020			Consolidated 12/31/2019		
	Probable scenario	Possible scenario	Remote scenario	Probable scenario	Possible scenario	Remote scenario
Assets (a)	-	(30,109)	(60,218)	-	(59,567)	(119,134)
Liabilities and equity (b)	-	13,339	26,678	-	20,860	41,720
Total	-	(16,770)	(33,540)	-	(38,707)	(77,414)

(a) Change in total investments linked to the SELIC/CDI; and

(b) Change in the balance of Loans and Financing, except leasing (Note 18).

5.4. Credit risks

The methodology used for managing the credit risks reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

5.4.1. Allocation of investments

The following table shows the breakdown of investments by risk rating, except for the investments related to the benefit accumulation phase of PGBL and VGBL. As at June 30, 2020 87.09% (87.78% as at December 31, 2019) are allocated to government securities (sovereign risk) or assets with the lowest possible risk (AAA grade of the table), according to best market practices.

Description	Consolidated	
	06/30/2020	12/31/2019
Fixed income securities - government	7,327,901	9,176,257
Sovereign risk	7,327,901	9,176,257
Fixed income securities - private (a)	1,438,840	1,540,970
AAA	1,126,230	1,083,494
AA+ to AA-	312,610	457,476
Other	940,992	970,843
Non-exclusive investment fund (b)	941,779	971,740
Other	(787)	(897)
Total	9,707,733	11,688,070

(a) AAA refers to the category with the lowest risk, and B refers to the category with the highest risk; and

(b) Non-exclusive investment funds containing government and private securities, stocks and other alternative investments, without directly assigned rating. The allocations to non-exclusive investment funds are subject to the restrictions of SulAmérica's Investment Policy, which establishes the allocation to assets with low credit risk.

5.4.2. Reinsurance contracts

The methodology used for managing the risks of reinsurance contracts reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

For the purposes of the following tables, the exposure amounts refer to the following: portions of premium of risks not expired, recoverable amounts of reinsurance related to claims already incurred and paid to the insured, and amounts payable related to the expected payment of claims already incurred but not yet paid, based on the respective technical reserves already recognized net of the respective recoverable amount.

Type	Consolidated	
	06/30/2020	12/31/2019
Life and private pension	36,150	17,890
Health	5,506	3,920
Other	7,831	13,586
Total	49,487	35,396

Type	Rating	Consolidated			
		06/30/2020		12/31/2019	
		Exposure	%	Exposure	%
Local	Level 1	19,725	39.86%	11,232	31.73%
Local	Level 2	22,263	44.99%	16,568	46.81%
Local	Level 3	1,992	4.03%	182	0.51%
Admitted	Level 1	5,507	11.12%	4,369	12.33%
Admitted	Level 2	-	0.00%	2,951	8.34%
Eventual	Level 2	-	0.00%	94	0.28%
Total		49,487	100%	35,396	100%

Level 1 refers to the category with the lowest risk, whereas Level 5 refers to the category with the highest risk.

Local reinsurer

Reinsurer headquartered in Brazil, organized as a corporation, whose sole objective is to carry out reinsurance and retrocession operations;

Admitted reinsurer

Reinsurance company headquartered abroad with a representative office in Brazil that meets the provisions of the current legislation, applicable to reinsurance and retrocession operations, and has been registered as such with SUSEP to carry out reinsurance and retrocession operations; and

Eventual reinsurer

Foreign reinsurance company headquartered abroad without a representative office in Brazil that meets the provisions of the current legislation, applicable to reinsurance and retrocession operations, and has been registered as such with the Superintendence of Private Insurance (SUSEP) to carry out reinsurance and retrocession operations.

5.5. Operational risks

The methodology used for managing the operational risks reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

5.6. Legal and compliance risks

The methodology used for managing the legal and compliance risks reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

5.7. Capital management

The methodology used in the capital management reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

6. Derivative financial instruments

6.1. Hedge

The methodology used for investing and using hedge reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

6.2. Summary chart of exposure to derivative financial instruments

The derivative financial instruments reflected in these financial statements are measured at fair value through profit or loss. They are segregated between derivative financial instruments, which exposure is of SulAmérica, and derivative financial instruments of PGBL and VGBL contracts, which exposure is of the participant.

SulAmérica's exposure (except for PGBL and VGBL)

		Consolidated							
Description	Maturity	Notional amount		Fair value		Amount receivable / received		Amount payable / paid	
		06/30/2020	12/31/2019	06/30/2020	12/31/2019	06/30/2020	12/31/2019	06/30/2020	12/31/2019
Future contracts									
Purchase commitment									
Interest rate - real (R\$)	2023	-	9,100	-	7,426	-	-	-	18
Foreign currencies	2020	73,440	54,303	73,440	54,303	-	-	42	370

The amounts receivable and payable of futures contracts are accounted for in the line items "Receivables", in current assets, and "Accounts payable", in current liabilities, respectively.

PGBL and VGBL's exposure

		Consolidated							
		Notional amount		Fair value		Amount receivable / received		Amount payable / paid	
Description	Maturity	06/30/2020	12/31/2019	06/30/2020	12/31/2019	06/30/2020	12/31/2019	06/30/2020	12/31/2019
Future contracts									
Purchase commitment									
Interest rate - real (R\$)	2020/2029	3,253,100	12,837,400	2,925,964	11,566,121	-	2,481	3,649	7,678
Foreign currencies	2020	109,350	-	109,350	-	6	-	62	-
Indexes	2020/2028	834,632	1,065,139	1,107,124	1,061,967	782	70	40	1,498
Sales commitment									
Interest rate - real (R\$)	2020/2029	932,000	11,173,200	801,728	10,028,074	1,559	-	-	-
Foreign currencies	2020	-	60,337	-	60,337	-	411	-	-
Indexes	2019/2024	814,949	452,939	1,007,305	409,796	72	467	1,629	1,341

6.2.1. Margins offered as guarantee

The total margins offered to guarantee transactions of futures contracts, with SulAmérica's exposure, and the PGBL and VGBL contracts, where the exposure is of the participant, are as follows :

Margins offered as guarantee SulAmérica (except for PGBL and VGBL)

Assets	Maturity	Quantity	Consolidated
			06/30/2020 Amount
LFT	September, 2021	800	8,517
LFT	March, 2026	150	1,591
Total		950	10,108

Assets	Maturity	Quantity	Consolidated
			12/31/2019 Amount
LFT	September, 2021	800	8,366
LFT	March, 2024	5	52
LFT	September, 2024	90	939
Total		895	9,357

LFT: Financial Treasury Bills

Margins offered as guarantee PGBL/VGBL

Assets	Maturity	Quantity	Consolidated
			06/30/2020 Amount
LFT	September, 2020	203	2,163
LFT	March, 2021	1,619	17,242
LFT	September, 2021	80	852
LFT	March, 2022	300	3,193
LFT	September, 2022	41	436
LFT	March, 2023	10,062	107,003
LFT	September, 2023	1,905	20,250
LFT	March, 2024	1,822	19,360
LFT	September, 2024	525	5,576
LFT	March, 2025	3,233	34,324
LFT	September, 2025	2,485	26,371
LFT	March, 2026	420	4,455
LTN	July, 2022	40	37
NTN-B	August, 2022	515	1,913
NTN-B	August, 2024	7,300	28,276
NTN-B	August, 2026	6,000	23,648
NTN-B	August, 2028	283	1,062
NTN-B	August, 2050	375	1,539
Total		37,208	297,700

Assets	Maturity	Quantity	Consolidated
			12/31/2019 Amount
LFT	March, 2020	2,290	23,974
LFT	September, 2020	203	2,124
LFT	March, 2021	1,472	15,400
LFT	September, 2021	80	837
LFT	March, 2022	300	3,136
LFT	September, 2022	41	428
LFT	March, 2023	1,900	19,848
LFT	September, 2023	4,274	44,628
LFT	March, 2024	1,742	18,182
LFT	September, 2024	50	522
LFT	March, 2025	250	2,607
LFT	September, 2025	320	3,335
LFT	March, 2026	90	938
LTN	July, 2020	33,890	33,095
LTN	July, 2022	500	430
LTN	July, 2023	2,500	1,995
NTN-B	May, 2023	1,500	5,523
NTN-B	May, 2045	100	440
NTN-B	August, 2022	515	1,888
NTN-B	August, 2024	5,300	20,179
NTN-B	August, 2026	140	546
NTN-B	August, 2050	375	1,716
Total		57,832	201,771

LFT: Financial Treasury Bills

LTN: National Treasury Bills; and

NTN-B: National Treasury Notes – B Series

6.2.2. Sensitivity analysis of the exposure to derivatives

The methodology used for preparing the sensitivity analysis of the exposure to derivatives reported in this quarterly financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

Sensitivity analysis of derivative instruments for hedging purposes

				Consolidated 06/30/2020 Gain or (loss)		
Operation	Risk	Derivative	Asset	Probable scenario	Possible scenario	Remote scenario
Future dollar	US dollar depreciation	Net purchase in dollars	Future dollar at B3	-	(18,360)	(36,720)
Account payable	US dollar appreciation	-	Account payable	-	18,360	36,720
Net effect on profit or loss				-	-	-

				Consolidated 12/31/2019 Gain or (loss)		
Operation	Risk	Derivative	Asset	Probable scenario	Possible scenario	Remote scenario
Future dollar	US dollar depreciation	Net purchase in dollars	Future dollar at B3	-	(13,576)	(27,152)
Account payable	US dollar appreciation	-	Account payable	-	13,576	27,152
Net effect on profit or loss				-	-	-

				Consolidated 12/31/2019 Gain or (loss)		
Operation	Risk	Derivative	Asset	Probable scenario	Possible scenario	Remote scenario
Future DI	Decrease un CDI	Net purchase in interest rates	Future DI at B3	-	(378)	(782)
Financial bills	Increase in CDI	-	Liquid position	-	411	852
Net effect on profit or loss				-	33	70

7. Cash and cash equivalents

Description	Company		Consolidated	
	06/30/2020	12/31/2019	06/30/2020	12/31/2019
Banks	93	9,030	33,029	54,185
Cash equivalents (a)	-	-	674,371	690,794
Total	93	9,030	707,400	744,979

(a) Cash equivalents include one-day resale commitments backed by Fixed income securities - Government, with daily liquidity. These securities have returns close to the SELIC and do not pose significant risk of change in value.

8. Marketable securities

8.1. Breakdown of marketable securities

The following table shows the breakdown of marketable securities and their respective accounting classifications, curve and market values, besides the contracted average rates:

Description	Company 06/30/2020			
	Fair value through profit or loss			
	Securities calculated based on the curve	Fair value / carrying amount	Average interest rate	Total
Investment fund quotas	107,269	107,198		107,198
Non-exclusive investment fund quotas (a)	13,031	13,031		13,031
Exclusive investment fund quotas	94,238	94,167		94,167
Financial treasury bills	71,055	70,984	SELIC	70,984
Resale commitments	23,315	23,315	SELIC	23,315
Other	(132)	(132)		(132)
Subtotal	107,269	107,198		107,198
Percentage in securities		100.00%		100.00%
Total				107,198
Current				107,198

Description	Company 12/31/2019			
	Fair value through profit or loss			Total
	Securities calculated based on the curve	Fair value / carrying amount	Average interest rate	
Investment fund quotas	106,928	106,926		106,926
Non-exclusive investment fund quotas (a)	5,275	5,275		5,275
Exclusive investment fund quotas	101,653	101,651		101,651
Financial treasury bills	80,203	80,201	SELIC	80,201
Resale commitments	21,532	21,532	SELIC	21,532
Other	(82)	(82)		(82)
Subtotal	106,928	106,926		106,926
Percentage in securities		100.00%		100.00%
Total				106,926
Current				106,926

(a) The line of non-exclusive investment fund units in the Company comprises a real estate fund (without specific benchmark) and a short-term fixed-income fund (CDI).

Description	Consolidated 06/30/2020							
	Fair value through profit or loss		Available for sale		Held to maturity		Average interest rate	Total
	Securities calculated based on the curve	Fair value / carrying amount	Securities calculated based on the curve	Fair value / carrying amount	Securities calculated based on the curve/ carrying amount	Fair value		
Fixed income securities - private	1,951,347	1,874,629	1,464,934	1,395,452	-	-		3,270,081
Bank certificates of deposit	-	-	-	-	-	-		-
Floating rate - CDI	-	-	99,931	100,747	-	-	102.90% CDI	100,747
Debentures	-	-	-	-	-	-		-
Floating rate - CDI +	-	-	38,214	36,243	-	-	CDI + 1.20% p.a.	36,243
Floating rate - CDI %	383,091	365,643	192,850	184,309	-	-	108.24% CDI	549,952
Floating rate - IPCA	5,976	6,208	-	-	-	-	IPCA + 5.88% p.a.	6,208
Financial bills	1,549,526	1,490,047	1,128,142	1,068,366	-	-	113.40% CDI	2,558,413
Promissory notes	12,754	12,731	5,797	5,787	-	-	106.00% CDI	18,518
Fixed income securities - government	5,670,114	5,720,134	3,455,499	3,478,749	1,446,317	1,859,579		10,645,200
Financial treasury bills	3,410,986	3,410,384	2,907,744	2,906,554	-	-	SELIC	6,316,938
National treasury bills	-	-	-	-	-	-		-
Fixed rate	54,817	56,063	101,479	104,711	-	-	6.62% p.a.	160,774
Agricultural debt securities	17,100	18,482	-	-	-	-	TR + 10.61% p.a.	18,482
National treasury notes	-	-	-	-	-	-		-
F series - fixed rate	44	47	100,290	100,564	-	-	4.15% p.a.	100,611
B series - floating rate - IPCA	2,176,068	2,223,669	345,986	366,920	83,239	94,019	IPCA + 2.65% p.a.	2,673,828
C series - floating rate - IGPM	11,099	11,489	-	-	1,363,078	1,765,560	IGPM + 7.85% p.a.	1,374,567
Equity securities	539,981	539,981	-	-	-	-		539,981
Stocks	539,981	539,981	-	61	-	-		540,042
Impairment	-	-	-	(61)	-	-		(61)
Investment fund quotas	1,122,293	1,122,293	-	-	-	-		1,122,293
Investment fund quotas - fixed income, equity and multimarket	987,393	987,393	-	-	-	-		987,393
Investment fund quotas - stocks	134,900	134,900	-	-	-	-		134,900
Subtotal	9,283,735	9,257,037	4,920,433	4,874,201	1,446,317	1,859,579		15,577,555
Percentage in securities		59.43%		31.29%	9.28%			100.00%
Other								4,562
Total								15,582,117
Current								14,387,115
Non-current								1,195,002

Description	Consolidated 12/31/2019							
	Fair value through profit or loss		Available for sale		Held to maturity		Average interest rate	Total
	Securities calculated based on the curve	Fair value / carrying amount	Securities calculated based on the curve	Fair value / carrying amount	Securities calculated based on the curve/ carrying amount	Fair value		
Fixed income securities - private	2,090,946	2,102,607	1,457,203	1,462,866	-	-		3,565,473
Debentures	-	-	-	-	-	-		-
Floating rate - CDI	425,829	422,392	202,651	201,008	-	-	107.41% CDI	623,400
Floating rate - IPCA	19,088	19,696	-	-	-	-	IPCA + 5.91% p.a.	19,696
Financial bills	1,633,509	1,647,993	1,248,861	1,256,165	-	-	113.14% CDI	2,904,158
Promissory notes	12,520	12,526	5,691	5,693	-	-	106.00% CDI	18,219
Fixed income securities - government	5,115,861	5,163,288	5,844,096	5,901,579	1,400,276	1,804,026		12,465,143
Financial treasury bills	3,140,081	3,143,853	4,862,855	4,862,946	-	-	SELIC	8,006,799
National treasury bills	-	-	-	-	-	-		-
Fixed rate	402,714	403,916	291,217	301,612	-	-	8.72% p.a.	705,528
Agricultural debt securities	21,695	23,013	-	-	-	-	TR + 10.61% p.a.	23,013
National treasury notes	-	-	-	-	-	-		-
F series - fixed rate	44	46	215,282	229,856	-	-	12.04% p.a.	229,902
B series - floating rate - IPCA	1,540,588	1,581,282	474,742	507,165	90,932	112,615	IPCA + 3.13% p.a.	2,179,379
C series - floating rate - IGPM	10,739	11,178	-	-	1,309,344	1,691,411	IGPM + 7.84% p.a.	1,320,522
Equity securities	440,224	440,224	-	-	-	-		440,224
Stocks	440,224	440,224	-	74	-	-		440,298
Impairment	-	-	-	(74)	-	-		(74)
Investment fund quotas	1,102,629	1,102,629	-	-	-	-		1,102,629
Investment fund quotas - fixed income, equity and multimarket	1,015,298	1,015,298	-	-	-	-		1,015,298
Investment fund quotas - stocks	87,331	87,331	-	-	-	-		87,331
Subtotal	8,749,660	8,808,748	7,301,299	7,364,445	1,400,276	1,804,026		17,573,469
Percentage in securities		50.13%		41.91%	7.96%			100.00%
Other								2,660
Total								17,576,129
Current								16,225,130
Non-current								1,350,999

8.2. Changes in marketable securities

The breakdown of year-on-year changes in marketable securities is shown below:

	Company	
	At Fair value through profit or loss	Total
Balance as at 01/01/2019	157,151	157,151
Securities	(68,260)	(68,260)
Investment income	18,119	18,119
Other net proceeds and (payments)	(84)	(84)
Balance as at 12/31/2019	106,926	106,926

	Company	
	At Fair value through profit or loss	Total
Balance as at 12/31/2019	106,926	106,926
Securities	(2,755)	(2,755)
Investment income	3,027	3,027
Balance as at 06/30/2020	107,198	107,198

	Consolidated			
	At Fair value through profit or loss	Available for sale	Held to maturity	Total
Balance as at 01/01/2019	8,394,236	6,543,354	1,292,404	16,229,994
Balance of Prodent Acquisition	6,277	-	-	6,277
Securities	(370,148)	351,216	(70,970)	(89,902)
Investment income	741,730	461,754	178,842	1,382,326
Other net proceeds and (payments)	36,653	-	-	36,653
Fair value adjustment	-	8,121	-	8,121
Balance as at 12/31/2019	8,808,748	7,364,445	1,400,276	17,573,469

	Consolidated			
	At Fair value through profit or loss	Available for sale	Held to maturity	Total
Balance as at 12/31/2019	8,808,748	7,364,445	1,400,276	17,573,469
Securities (a)	655,508	(779,011)	(52,800)	(176,303)
Investment income	(124,153)	139,980	108,150	123,977
Fair value adjustment (b)	-	(95,549)	-	(95,549)
Discontinued operations (c)	(83,066)	(1,755,664)	(9,309)	(1,848,039)
Balance as at 06/30/2020	9,257,037	4,874,201	1,446,317	15,577,555

(a) This change felt significant impact of the completion of the sale of almost totality of the savings bonds portfolio, as described in Note 1.2; and

(b) The other comprehensive income related to the adjustment to fair value of financial assets was further decreased by R\$13 million (R\$8 million, net of taxes) reclassified into capital reserve as it refers to a capital transaction between shareholders arising from the corporate restructuring established in the process of disposal of the auto and other property and casualty line, according to Note 1.1; and

(c) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

8.3. Sensitivity analysis of marketable securities

8.3.1. Marketable securities

The methodology used for preparing the sensitivity analysis reported in this interim financial information has not changed in relation to that adopted in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

The following tables show the calculation of expected gain or loss on profit or loss and equity of one day using the VaR and the gain or loss arising from the change of one basis point (that is, 0.01%) in interest rate, using the DV01 methodology.

	Company	
	06/30/2020	12/31/2019
Risk factors	VaR 95%	VaR 95%
Other	12	11
Total	12	11

	Consolidated			
	06/30/2020		12/31/2019	
Risk factors	VaR 95%	DV01=0.01%	VaR 95%	DV01=0.01%
Nominal interest	2,476	73	476	(16)
Real interest	1,016	70	885	114
Floating income	3,310	1,067	1,620	1,188
Foreign exchange risk	1,615	497	430	412
Other	413	-	48	-
Diversification benefit	(3,176)	-	(1,689)	-
Total	5,654	1,707	1,770	1,698

The Interbank Deposit Certificate (CDI) and SELIC-linked assets do not show change, because the effective duration is only one business day. In relation to VaR, such assets did not show material results because of low volatility (lower than R\$1).

The amounts informed in the line "Diversification effect" show the VaR reduction arising from the correlation among the assets included in the investment portfolio.

8.4. Criteria adopted to estimate market values

The assets held in the portfolio or exclusive investment funds are valued at market value, using the prices traded in active markets and the indexes released by the Brazilian Financial and Capital Markets Association (ANBIMA) and B3, except for held-to-maturity securities, which are adjusted based on indexes and rates agreed upon at purchase.

These financial instruments were classified into hierarchical levels of measurement at market value, as follows:

(i) **Level 1:**

Quoted prices (not adjusted) in active markets for identical assets and liabilities.

(ii) **Level 2:**

Information, except quoted prices (included in Level 1), observable for the asset or liability, either directly (prices) or indirectly (price variation).

(iii) **Level 3:**

Assumptions that are not based on observable market data (unobservable information and models based on own methodologies) for assets or liabilities.

Level 1

- **Equity securities**

Calculated based on the closing price on the last day they were traded in the month.

- **Fixed income securities - Government**

Calculated based on the unit price lists for the secondary market disclosed by ANBIMA.

- **Derivative financial instruments**

Calculated based on the quoted prices and rates disclosed by B3.

Level 2

- **Bank Deposit Certificates (CDB) and Financial Bills (LF)**

Calculated according to redemption characteristics: (i) CDBs with early redemption clause at a fixed rate: calculated based on the agreed rate of the operation; (ii) CDBs without early redemption clause and with early redemption clause at market rate: calculated based on the curve from Interbank Deposit (DI) futures of B3, and, for credit spread, the set formed by CDB and financial bills operations of managed portfolios/funds in which the custodian bank provides asset pricing services.

- **Debentures**

Calculated based on the unit price lists (for government securities) for the secondary market disclosed by ANBIMA, or, in case it does not exist, by the criteria established by the custodian bank, according to the pricing standards set forth in its mark to the market guidelines.

- **Bank Credit Note (CCB)**

These are calculated based on the projected payment flow to the operation, discounted at the curve from DI futures of B3 and credit spread of SulAmérica or companies with similar risk profile.

- **Investment fund units**

Calculated in accordance with the mark to the market criteria established by the manager of each Fund, expressed in the disclosed unit value, except for held-to-maturity securities, which are calculated based on the agreed-upon indexes, plus interest incurred.

The assets allocated to exclusive investment funds are shown according to the hierarchy levels classified above.

The receivables and payables balances of consolidated exclusive funds, recorded in current, approximate their realizable and payable

values, respectively, due to their short-term maturities.

The balances of marketable securities, CCB, debentures and finance lease by hierarchical level as at June 30, 2020 and December 31, 2019 are as follows:

Description	Company 06/30/2020		
	Level 1	Level 2	Total
Financial assets			
Securities			
Fair value through profit or loss	94,299	12,899	107,198
Total	94,299	12,899	107,198
Financial liabilities			
Loans and financing	-	2,174,920	2,174,920
Total	-	2,174,920	2,174,920

Description	Company 12/31/2019		
	Level 1	Level 2	Total
Financial assets			
Securities			
Fair value through profit or loss	101,733	5,193	106,926
Total	101,733	5,193	106,926
Financial liabilities			
Loans and financing	-	1,757,765	1,757,765
Total	-	1,757,765	1,757,765

Description	Consolidated 06/30/2020		
	Level 1	Level 2	Total
Financial assets			
Cash equivalents	-	674,371	674,371
Securities			
Fair value through profit or loss	6,260,115	2,996,922	9,257,037
Available for sale	3,478,749	1,395,452	4,874,201
Held to maturity	1,859,579	-	1,859,579
Total	11,598,443	5,066,745	16,665,188
Financial liabilities			
Loans and financing	-	2,175,538	2,175,538
Total	-	2,175,538	2,175,538

Description	Consolidated 12/31/2019		
	Level 1	Level 2	Total
Financial assets			
Cash equivalents	-	690,794	690,794
Securities			
Fair value through profit or loss	5,603,512	3,205,236	8,808,748
Available for sale	5,901,579	1,462,866	7,364,445
Held to maturity	1,804,026	-	1,804,026
Total	13,309,117	5,358,896	18,668,013
Financial liabilities			
Loans and financing	-	1,759,063	1,759,063
Total	-	1,759,063	1,759,063

9. Receivables

As at June 30, 2020, the Company's receivables amounted to R\$39,733 (R\$192,423 as at December 31, 2019), and basically comprised dividends receivable and amounts of the stock option plan of the Company receivable from its subsidiaries.

The receivables as at June 30, 2020 and December 31, 2019 presented in the consolidated financial statements are as follows:

Description	Note	Consolidated	
		06/30/2020	12/31/2019
Insurance		2,174,748	3,010,179
Premiums receivable	9.1.1	495,671	1,566,530
Insurance companies		478	6,437
Other operating income	9.1.2	1,678,599	1,437,212
Private pension		930	5,898
Saving bonds	18.1	-	1,149
ASO receivables	9.2	262,073	340,900
Other		202,312	237,299
Total		2,640,063	3,595,425
Current		1,139,681	2,287,210
Non-current		1,500,382	1,308,215

9.1. Insurance

9.1.1. Premiums receivable

Changes in premiums receivable

The balances of premiums receivable include direct written premiums and accepted coinsurance, as well as retrocession operations. The health segment's bills are due monthly, and its balance represents a share of approximately 87% of SulAmérica's premium receivable as at June 30, 2020 (31% as at December 31, 2019). The increase in the health segment's share was caused by the classification of the auto portfolio balances as non-current assets held for sale and discontinued operations, as mentioned in Note 13.

	Consolidated	
	Premiums	Impairment
Balance as at 01/01/2019	1,877,496	(433,837)
Purchase of the Prodent balance	18,338	(11,022)
Written premiums, net of cancellation / recognition	22,283,997	(171,123)
RVNE	(834)	-
Receipts / reversal	(22,080,812)	84,327
Balance as at 12/31/2019	2,098,185	(531,655)
Current		1,566,489
Non-current		41

	Consolidated	
	Premiums	Impairment
Balance as at 12/31/2019	2,098,185	(531,655)
Written premiums, net of cancellation / recognition	11,265,883	(102,976)
RVNE	(15,200)	-
Receipts / reversal	(11,273,890)	47,841
Discontinued operations (a)	(999,536)	7,019
Balance as at 06/30/2020	1,075,442	(579,771)
Current		495,530
Non-current		141

(a) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

Premiums receivable by maturity

The breakdown of premiums receivable by maturity is as follows:

Description	Consolidated	
	06/30/2020	12/31/2019
Falling due		
Falling due from 1 to 30 days	177,523	451,206
Falling due 31 to 60 days	8,187	183,317
Falling due 61 to 180 days	13,109	431,022
Falling due 181 to 365 days	598	96,710
Falling due after 365 days	182	97
Total	199,599	1,162,352
Impairment	(4,056)	(7,701)
Falling due total	195,543	1,154,651
Overdue		
Overdue from 1 to 30 days	157,187	247,369
Overdue from 31 to 60 days	26,288	39,480
Overdue from 61 to 180 days	63,725	76,784
Overdue from 181 to 365 days	91,335	88,033
Overdue after 365 days	537,308	484,167
Total	875,843	935,833
Impairment	(575,715)	(523,954)
Overdue total	300,128	411,879
Total premiums receivable	1,075,442	2,098,185
Total impairment (a)	(579,771)	(531,655)
Total (b)	495,671	1,566,530

- (a) The impairment is based on premiums due and falling due of expired risk. The amount is recorded in the statement of financial position at gross amounts, and in the statement of income at amounts net of commissions, IOF (tax on financial transactions), escrow deposits and, when applicable, coinsurance and reinsurance, reflecting the essence of the final result of the entire receipt process. The credit risk analysis of companies is made based on a chart that shows the score (risk rating) for likelihood of loss, whereas that of individuals is made based on the history of recovery percentage of premiums due. The premiums with risks to expire are usually cancelled after 32 and 60 days past due, depending of the insurance line; and
- (b) The change basically refers to the disposal of the auto and other property and casualty portfolio, according to Note 13.

9.1.2. Other operating receivables

Description	Consolidated	
	06/30/2020	12/31/2019
Amount receivables of FCVS - SFH (a)		
Principal	1,641,450	1,540,206
Impairment	(197,908)	(197,180)
Balance bank accounts restricted (b)	49,171	51,058
Other (b)	185,886	43,128
Total	1,678,599	1,437,212
Current	220,026	170,634
Non-current	1,458,573	1,266,578

(a) Refer to frozen funds in bank accounts and investment funds in connection with the lawsuits.

(b) Basically refers to advance to service providers and payments related to the refund to the Unified Health System (SUS), managed by the regulatory authority, according to the effective legislation. The payments are recorded as advance until the regulatory authority authorizes the write-off of liabilities, recorded in the outstanding claims reserve (Note 21.1).

9.1.2.1 Amounts receivable of FCVS – SFH

Consolidated	
Balance of amounts receivable - FCVS-SFH as at 01/01/2019	1,152,358
Additions	404,494
Write-offs	(16,646)
Balance of amounts receivable - FCVS-SFH as at 12/31/2019	1,540,206
Balance of Impairment as at 12/31/2019	(197,180)
Closing balance net of impairment as at 12/31/2019	1,343,026
Current	78,859
Non-current	1,264,167

Consolidated	
Balance of amounts receivable - FCVS-SFH as at 12/31/2019	1,540,206
Additions	173,253
Write-offs	(72,009)
Balance of amounts receivable - FCVS-SFH as at 06/30/2020	1,641,450
Balance of Impairment as at 06/30/2020	(197,908)
Closing balance net of impairment as at 06/30/2020	1,443,542
Current	36,256
Non-current	1,407,286

As at June 30, 2020, there are lawsuits related to the Housing Financial System (Sistema Financeiro da Habitação or SH/SFH) in progress in which the Company is summoned. Such lawsuits may give rise to future cash disbursement with the corresponding application for reimbursement to Caixa Econômica Federal - CAIXA, manager of the Wage Variation Compensation Fund (Fundo de Compensação de Variações Salariais or FCVS). In the cases in which the lawsuit is in temporary execution phase, to avoid early disbursement in cases which decisions are not final and unappealable, the Company pledges in court surety bond policies. As at June 30, 2020, the total amount guaranteed through surety bond is R\$ 1,046,981 (R\$955,555 as at December 31, 2019). The SH/SFH was created by article 14 of Act No. 4.380/1964, and since 1967 it has been guaranteed by the FCVS. The insurance companies have lawsuits filed against them in the wrongful role of representatives of FCVS, which should be taken on by Caixa Econômica Federal - CAIXA, the manager of such Fund. In view of this role of FCVS representative in lawsuits, the insurance companies, which are the illegitimate parties, are entitled to receive reimbursements for all incurred expenditures. Act No. 12.409/2011, amended by Act No. 13.000/2014, as well as the CCFCVS Resolution No. 364, of March 28, 2014, expressly establishes the responsibility of FCVS, through its manager CAIXA, for all lawsuits which subject matter is the SH/SFH's public policy. Additionally, the Office of Attorney-General of the National Treasury (PGFN) issued the Opinions PGFN/CAF No. 1.842/2014 and PGFN/CRJ No. 1.949/2014, in which it recognizes the role of insurance companies as representatives of the FCVS. In September 2018, the Federal Supreme Court (STF) recognized the general repercussion in an extraordinary appeal filed by Sul América to analyze the jurisdiction by the Federal Court to judge lawsuits of such nature. In June 2020, the merits of such appeal were judged and accepted, by majority of votes, to consolidate CEF's interest in the SJ/SFH-related lawsuits, and, consequently, establish the Federal Court's jurisdiction for processing and judging lawsuits of such nature. This decision can be appealed for clarification, which do not have suspensive effect. After the Resolution No. 448/2019 was issued, new requirements for refunding insurance companies for the payments made in SH/SFH-related lawsuits were established. These new requirements permitted to resume refunds from December 2019.

9.2. Consideration receivable – Health administrative services only plans

Health administrative service only plans are the modality in which SulAmérica administers medical and hospital expenses on behalf of its clients, and is fully reimbursed by clients, recording as revenue from operations only its administration fee. The amounts related to consideration receivable by maturity are as follows:

Description	Consolidated	
	06/30/2020	12/31/2019
Falling due		
Falling due from 1 to 30 days	237,983	303,876
Falling due from 31 to 60 days	11,335	-
Falling due total	249,318	303,876
Overdue		
Overdue from 1 to 30 days	11,522	26,492
Overdue from 31 to 60 days	740	6,870
Overdue from 61 to 180 days	995	5,423
Overdue from 181 to 365 days	2,038	1,683
Overdue after 365 days	2,092	1,114
Total	17,387	41,582
Impairment	(4,632)	(4,558)
Overdue total	12,755	37,024
Total premiums receivable	266,705	345,458
Total impairment (a)	(4,632)	(4,558)
Total	262,073	340,900

(a) The impairment is calculated based on the consideration more than 60 past due, net of amounts in negotiation.

10. Taxes

10.1. Tax credits

Description	Note	Company		Consolidated	
		06/30/2020	12/31/2019	06/30/2020	12/31/2019
Tax loss carryforwards / recoverable taxes	10.1.1	127,694	146,961	230,399	273,302
Deferred tax assets	10.1.2	77,177	10,459	1,396,545	1,270,110
Deferred tax liabilities	10.1.2	(3)	(2)	(228,494)	(243,538)
Total		204,868	157,418	1,398,450	1,299,874
Current		13,994	73,063	70,792	154,787
Non-current		190,874	84,355	1,327,658	1,145,087

10.1.1. Tax loss carryforwards / recoverable taxes

Description	Company				
	Balance as at 01/01/2019	Additions	Inflation and interest adjustments	Payments / write-offs	Balance as at 12/31/2019
Corporate income tax - IRPJ	147,523	57,590	6,724	(66,764)	145,073
Social Contribution on Net Income - CSLL	-	1,850	-	-	1,850
Social Contribution on Revenues - COFINS	-	11	-	(11)	-
Contribution to the Social Integration Program - PIS	-	2	-	(2)	-
Other	38	-	-	-	38
Total	147,561	59,453	6,724	(66,777)	146,961
Current					73,063
Non-current					73,898

Description	Company				
	Balance as at 12/31/2019	Additions	Inflation and interest adjustments	Payments / write-offs	Balance as at 06/30/2020
Corporate income tax - IRPJ	145,073	3,267	2,474	(25,021)	125,793
Social Contribution on Net Income - CSLL	1,850	-	51	-	1,901
Social Contribution on Revenues - COFINS	-	3	-	(3)	-
Contribution to the Social Integration Program - PIS	-	1	-	(1)	-
Other	38	-	-	(38)	-
Total	146,961	3,271	2,525	(25,063)	127,694
Current					13,994
Non-current					113,700

Consolidated

Description	Balance as at 01/01/2019	Balance of Prudent acquisition	Additions	Inflation and interest adjustments	Payments / write-offs	Balance as at 12/31/2019
Corporate income tax - IRPJ	224,062	1,136	133,810	11,675	(173,162)	197,521
Social Contribution on Net Income - CSLL	34,238	302	18,028	3,679	(13,211)	43,036
Social Contribution on Revenues - COFINS	30,972	8	9,377	964	(38,268)	3,053
Contribution to the Social Integration Program - PIS	4,726	2	1,450	215	(4,109)	2,284
Social Security Contribution - INSS (a)	25,898	-	313	1,330	(443)	27,098
Other	272	-	107	-	(69)	310
Total	320,168	1,448	163,085	17,863	(229,262)	273,302
Current						154,787
Non-current						118,515

Consolidated

Description	Balance as at 12/31/2019	Additions	Inflation and interest adjustments	Payments / write-offs	Discontinued operations (a)	Balance as at 06/30/2020
Corporate income tax - IRPJ	197,521	23,073	3,798	(44,168)	(177)	180,047
Social Contribution on Net Income - CSLL	43,036	3,782	910	(28,611)	(70)	19,047
Social Contribution on Revenues - COFINS	3,053	2,359	974	(2,548)	(87)	3,751
Contribution to the Social Integration Program - PIS	2,284	388	24	(283)	(18)	2,395
Social Security Contribution - INSS	27,098	77	613	(2,874)	-	24,914
Other	310	90	-	(155)	-	245
Total	273,302	29,769	6,319	(78,639)	(352)	230,399
Current						70,792
Non-current						159,607

(a) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

10.1.2. Change in tax credits and debits

Company

Description	Balance as at 01/01/2019	Constitution	Realization / Reversal	Balance as at 12/31/2019
Actuarial losses on defined benefit pension plan	53	156	-	209
Social contribution tax loss carryforwards	9,935	315	-	10,250
Total deferred tax assets	9,988	471	-	10,459
Other	-	(2)	-	(2)
Total tax debits	-	(2)	-	(2)

Company

Description	Balance as at 12/31/2019	Constitution	Realization / Reversal	Balance as at 06/30/2020
Actuarial losses on defined benefit pension plan	209	-	-	209
Social contribution tax loss carryforwards	10,250	66,718	-	76,968
Total deferred tax assets	10,459	66,718	-	77,177
Tax debit related to inflation adjustment on escrow deposits	-	-	-	-
Adjustment earning to fair value	-	-	-	-
Other	(2)	(1)	-	(3)
Total tax debits	(2)	(1)	-	(3)

Consolidated

Description	Balance as at 01/01/2019	Balance of Prudent acquisition	Constitution	Realization / Reversal	Balance as at 12/31/2019
Accrued liabilities for contingencies and tax liabilities	718,034	800	45,864	(38,007)	726,691
Impairment	125,735	1,633	61,101	(17,837)	170,632
Provisions	66,800	86	24,982	(26,960)	64,908
Policy cost	34,376	-	-	-	34,376
Profit sharing	15,179	-	6,824	(13,057)	8,946
Actuarial losses on defined benefit pension plan	12,737	-	2,971	(227)	15,481
Loss from fair value adjustment	22	-	16	(1)	37
Other	5,430	-	26,348	(1,913)	29,865
Deferred tax on temporary differences total	978,313	2,519	168,106	(98,002)	1,050,936
Social contribution tax loss carryforwards	47,628	-	543	(11,796)	36,375
PIS and COFINS tax credit on IBNR reserve	168,540	-	25,793	(11,534)	182,799
Total deferred tax assets	1,194,481	2,519	194,442	(121,332)	1,270,110
Tax debit related to inflation adjustment on escrow deposits	(320,879)	(9)	(17,055)	165,300	(172,643)
Gains from fair value adjustment	(27,095)	-	(17,293)	13,335	(31,053)
Other	(19,333)	(14,278)	(6,255)	24	(39,842)
Total tax debits	(367,307)	(14,287)	(40,603)	178,659	(243,538)

Description	Consolidated			
	Balance as at 12/31/2019	Constitution	Realization / Reversal	Balance as at 06/30/2020
Accrued liabilities for contingencies and tax liabilities	726,691	37,582	(7,650)	750,806
Impairment	170,632	41,656	(38,311)	171,681
Provisions	64,908	13,100	(28,734)	47,054
Reversal of reserve	34,376	-	-	34,376
Profit sharing	8,946	15,830	(6,999)	13,471
Actuarial losses on defined benefit pension plan	15,481	510	(510)	15,481
Loss from fair value adjustment	37	25,862	(2,883)	23,016
Other	29,865	13,352	(588)	42,629
Deferred tax on temporary differences total	1,050,936	147,892	(85,675)	1,098,514
Social contribution tax loss carryforwards	36,375	108,768	-	145,143
PIS and COFINS tax credit on IBNR reserve	182,799	20,104	(29,965)	152,888
Total deferred tax assets	1,270,110	276,764	(115,640)	1,396,545
Tax debit related to inflation adjustment on escrow deposits	(172,643)	(4,690)	96	(177,237)
Gains from fair value adjustment	(31,053)	(3,666)	16,335	(12,863)
Other	(39,842)	(13,913)	6,571	(38,394)
Total tax debits	(243,538)	(22,269)	23,002	(228,494)

(a) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

As at June 30, 2020, the bases of income tax loss and social contribution loss carryforwards comprise the following :

Year	Company		Consolidated	
	Income tax	Social contribution	Income tax	Social contribution
2001	-	2,578	-	2,578
2003	-	2,616	-	2,616
2005	-	-	4,405	36,875
2007	649	26,767	649	26,767
2008	-	965	-	965
2011	5,210	5,289	40,618	37,139
2012	14,795	14,798	14,795	14,798
2017	-	-	11,517	11,572
2018	1,571	1,566	4,975	4,971
2020	195,588	195,588	305,690	305,750
Offset balances	217,813	250,167	382,649	444,031

As at June 30, 2020, the expected realization by year of deferred tax assets of income tax loss and social contribution tax loss carryforwards in the Company's and consolidated balances are as follows :

Year	Company	
	Income tax	Social contribution
2020	13%	6%
2021	6%	2%
2022	11%	5%
2023	4%	1%
2024	1%	1%
2025 to 2026	50%	20%
2027 to 2029	15%	65%
Total	100%	100%

Year	Consolidated	
	Income tax	Social Contribution
2020	27%	15%
2021	17%	9%
2022	15%	9%
2023	6%	3%
2024	11%	6%
2025 to 2026	20%	26%
2027 to 2029	4%	32%
Total	100%	100%

In the Company, deferred tax assets of income tax loss and social contribution tax loss carryforwards are recorded according to expected realization, mainly by the inflow of Interest on Capital estimated for the current and coming periods, and, accordingly, it has deferred tax assets of this nature recorded in the line item "Taxes", and are shown in Note 10.1.2.

On a consolidated basis, the realization of deferred tax assets for temporary differences mainly related to provisions for lawsuits and tax obligations are not presented in the chart above, because they depend on the final and unappealable decision on these lawsuits and settlement date. Notwithstanding this fact, the budget of future results approved by the management of subsidiaries fully include the realization of deferred tax assets recorded based on temporary differences.

The bases and taxes shown in the charts below, related to June 30, 2020, represent the unrecognized deferred tax assets, most of which comprising amortization of goodwill from investments, in view of the lack of prospects for realization of amortized amounts.

Description	Company		Consolidated	
	Bases	Unrecognized deferred tax assets	Bases	Unrecognized deferred tax assets
Temporary differences of IRPJ	3,553	888	314,228	78,557
Temporary differences of CSLL (a)	384	35	47,521	5,626
Total	3,937	923	361,749	84,183

(a) Rate of 9% and 15%.

11. Reinsurance assets

Description	Note	Consolidated	
		06/30/2020	12/31/2019
Reinsurance assets and retrocession - Technical reserves	11.1	33,334	26,308
Reinsurance companies	11.2	14,363	8,056
Non-proportional reinsurance		64	15
Total		47,761	34,379
Current		41,944	26,796
Non-current		5,817	7,583

11.1. Reinsurance and retrocession assets – technical reserves

Description	Consolidated					
	Unearned premium reserve		Reserve for claims and IBNR reserve and others		Total	
	06/30/2020	12/31/2019	06/30/2020	12/31/2019	06/30/2020	12/31/2019
Property and casualty	-	2,971	7,659	9,582	7,659	12,553
Life and private pension	8,738	1,833	15,033	10,661	23,771	12,494
Health	-	-	1,904	1,261	1,904	1,261
Total	8,738	4,804	24,596	21,504	33,334	26,308
Current	8,738	3,849	20,958	17,014	29,696	20,863
Non-current	-	955	3,638	4,490	3,638	5,445

11.1.1. Change in the unearned premium reserve - reinsurance

	Consolidated			
	Property and casualty	Life and private pension	Health	Total
Balance as at 01/01/2019	3,627	1,726	-	5,353
Issuance/RVNE	3,776	8,018	3,935	15,729
Amortization	(4,432)	(7,911)	(3,935)	(16,278)
Balance as at 12/31/2019	2,971	1,833	-	4,804

	Consolidated			
	Property and casualty	Life and private pension	Health	Total
Balance as at 12/31/2019	2,971	1,833	-	4,804
Issuance/RVNE	3,404	12,929	6,781	23,114
Amortization	(1,810)	(6,024)	(6,781)	(14,615)
Discontinued operations (a)	(4,565)	-	-	(4,565)
Balance as at 06/30/2020	-	8,738	-	8,738

(a) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

11.1.2. Change in outstanding claims reserve / IBNR - reinsurance

	Consolidated			
	Property and casualty	Life and private pension	Health	Total
Balance as at 01/01/2019	14,361	13,468	-	27,829
Additions/write-off	(5,411)	(1,299)	710	(6,000)
Inflation/ interest adjustments	627	354	1	982
Changes in IBNR	5	(1,862)	550	(1,307)
Balance as at 12/31/2019	9,582	10,661	1,261	21,504

Consolidated

	Property and casualty	Life and private pension	Health	Total
Balance as at 12/31/2019	9,582	10,661	1,261	21,504
Additions/write-off	(706)	2,232	255	1,781
Inflation/ interest adjustments	1,499	130	(13)	1,616
Changes in IBNR	(693)	2,010	401	1,718
Discontinued operations (a)	(2,023)	-	-	(2,023)
Balance as at 06/30/2020	7,659	15,033	1,904	24,596

(a) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

11.2. Operations with reinsurance companies

Description	Assets		Liabilities	
	06/30/2020	12/31/2019	06/30/2020	12/31/2019
Recovery of damages	13,577	7,587	-	-
Premiums net of commissions	-	-	20,459	11,627
Salvage and recoveries	-	-	543	723
Impairment	(1,951)	(2,147)	-	-
Other	2,737	2,616	115	88
Total	14,363	8,056	21,117	12,438
Current	12,184	5,918	21,117	12,438
Non-current	2,179	2,138	-	-

12. Deferred acquisition costs

Description	Note	Consolidated	
		06/30/2020	12/31/2019
Deferred acquisition costs			
Insurance		980,085	1,375,828
Health	12.1	944,473	964,706
Property and casualty (a)	12.2	-	383,186
Life and private pension	12.3	35,612	27,936
Private Pension	12.4	36,606	41,010
Total		1,016,691	1,416,838
Current		329,665	712,650
Non-current		687,026	704,188

(a) The change basically refers to the disposal of the auto and other property and casualty portfolio, according to Note 13.

12.1. Health line

	Consolidated	
	Direct insurance and net of coinsurance ceded	Reinsurance
Balance as at 01/01/2019	800,512	-
Generated acquisition cost	1,276,071	(485)
Amortization	(1,039,852)	241
Cancellation	(71,781)	-
Balance as at 12/31/2019	964,950	(244)
Current		294,560
Non-current		670,146

	Consolidated	
	Direct insurance and net of coinsurance ceded	Reinsurance
Balance as at 12/31/2019	964,950	(244)
Generated acquisition cost	568,283	(302)
Amortization	(556,527)	346
Cancellation	(32,033)	-
Balance as at 06/30/2020	944,673	(200)
Current		294,851
Non-current		649,622

12.2. Property and casualty line

	Consolidated	
	Direct insurance, net of coinsurance ceded	Accepted coinsurance
Balance as at 01/01/2019	381,448	5,072
Generated acquisition cost	799,563	8,807
Amortization	(752,283)	(9,148)
Cancellation	(49,541)	(932)
RVNE	200	-
Balance as at 12/31/2019	379,387	3,799
Current		381,840
Non-current		1,346

	Consolidated		
	Direct insurance, net of coinsurance ceded	Accepted coinsurance	Total
Balance as at 12/31/2019	379,387	3,799	383,186
Generated acquisition cost	340,431	3,398	343,829
Amortization	(339,620)	(4,574)	(344,194)
Cancellation	(26,978)	(345)	(27,323)
RVNE	(2,353)	-	(2,353)
Discontinued operations (a)	(350,867)	(2,278)	(353,145)
Balance as at 06/30/2020	-	-	-
Current	-	-	-
Non-current	-	-	-

(a) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

12.3. Life insurance and private pension line

	Consolidated		
	Direct insurance and net of coinsurance ceded	Accepted coinsurance	Total
Balance as at 01/01/2019	17,714	39	17,753
Generated acquisition cost	171,368	-	171,368
Amortization	(136,648)	(17)	(136,665)
Cancellation	(24,461)	(22)	(24,483)
RVNE	(37)	-	(37)
Balance as at 12/31/2019	27,936	-	27,936
Current	-	-	14,816
Non-current	-	-	13,120

	Consolidated		
	Direct insurance, net of coinsurance ceded	Accepted coinsurance	Total
Balance as at 12/31/2019	27,936	-	27,936
Generated acquisition cost	83,346	-	83,346
Amortization	(65,576)	-	(65,576)
Cancellation	(9,258)	-	(9,258)
RVNE	(836)	-	(836)
Balance as at 06/30/2020	35,612	-	35,612
Current	-	-	14,703
Non-current	-	-	20,909

12.4. Private pension line

	Consolidated	
	Private pension	Total
Balance as at 01/01/2019	41,342	41,342
Generated acquisition cost	19,979	19,979
Amortization	(18,956)	(18,956)
Cancellation	(1,355)	(1,355)
Balance as at 12/31/2019	41,010	41,010
Current	-	21,434
Non-current	-	19,576

	Consolidated	
	Private pension	Total
Balance as at 12/31/2019	41,010	41,010
Generated acquisition cost	3,697	3,697
Amortization	(7,398)	(7,398)
Cancellation	(703)	(703)
Balance as at 06/30/2020	36,606	36,606
Current	-	20,111
Non-current	-	16,495

13. Discontinued operations

As mentioned in Note 1.1, on July 10, 2020 the Company informed about the completion on such date of the sale of its auto and other property and casualty line operations for the adjusted amount of R\$3.18 billion, based on total net assets estimated at R\$881 million.

As at June 30, 2020, after the completion of the process of Salic's spin-off and transfer of net assets to Sul América Seguros de Automóveis e Massificados S.A., segregation of duties and transfer of the personnel who migrated to the new insurance company, and other IT processes, the asset and liability balances and income and expenses of such transactions were classified as assets held for sale and discontinued operations, according to the applicable accounting standard.

The profit or loss of such operations for the six and three-month periods ended June 30, 2020 and 2019 are as follows:

	2020		2019	
	1st half	2nd quarter	1st half	2nd quarter
Net operating revenue	1,492,975	793,956	1,608,985	865,296
Net premiums	1,492,683	794,217	1,607,833	864,610
Other	292	(261)	1,152	686
Outras receitas operacionais	12,179	5,814	15,521	7,638
Changes in premium technical reserves	172,968	27,562	136,647	4,155
Operating expenses	(1,323,158)	(583,099)	(1,467,959)	(736,970)
Claims	(924,326)	(386,671)	(1,059,966)	(535,168)
Acquisition costs	(374,889)	(184,477)	(380,261)	(189,738)
Other	(23,943)	(11,951)	(27,732)	(12,064)
Gross operating margin	354,964	244,233	293,194	140,119
Administrative expenses	(228,311)	(96,388)	(249,652)	(123,593)
Net investment income	48,625	15,502	84,816	44,784
Equity interest income	3,594	1,700	3,940	3,568
Income before tax and social contribution	178,872	165,047	132,298	64,878
Income tax and social contribution	(69,496)	(65,358)	(51,317)	(21,799)
Net income attributable to:	109,376	99,689	80,981	43,079

The main asset and liability classes of the auto and other property and casualty line operations classified as assets and liabilities of discontinued operations as at June 30, 2020 are as follows:

Assets	6/30/2020
Current assets	3,358,292
Cash and cash equivalents	9,195
Marketable securities	1,839,068
Receivables	1,058,222
Taxes	352
Reinsurance assets	5,080
Salvage for sale	91,080
Deferred acquisition costs	351,769
Other	3,526
Non-current assets	190,495
Marketable securities	9,137
Receivables	704
Escrow deposits	55,698
Reinsurance assets	2,362
Deferred acquisition costs	1,376
Taxes	34,689
Other	3,777
Lease assets	15,171
Property and equipment	5,386
Intangible assets	62,195
Assets classified as held for sale	3,548,787

Liabilities	
Current liabilities	2,389,567
Accounts payable	198,162
Insurance and reinsurance liabilities	103,673
Technical reserves - insurance	2,076,868
Escrow deposits	3,166
Other	7,698
Non-current liabilities	251,139
Accounts payable	8,941
Deferred taxes and contributions	14,311
Technical reserves - insurance	214,319
Escrow deposits	11,700
Other	1,868
Liabilities directly associated with the assets classified as held for sale	2,640,706
Net assets directly associated with the group of assets held for sale	908,081

The net cash flows of the discontinued operations for the six and three-month periods ended June 30, 2020 and 2019 are as follows:

	2020	2019
	1st half	1st half
Operating activities	(217,752)	6,251
Investing activities	(750)	(7,739)
Financing activities	227,451	1,500
Increase / (reduction) in cash and cash equivalents	8,949	12

The earnings per share of discontinued operations for the six and three-month periods ended June 30, 2020 and 2019 are as follows:

Description	First half ended June 30, 2020			Company First half ended June 30, 2019		
	Common	Preferred	Total	Common	Preferred	Total
Earnings per share - basic (in reais)	0.0940	0.0941	0.0941	0.0697	0.0698	0.0697
Earnings per share - diluted (in reais)	0.0936	0.0932	0.0934	0.0693	0.0689	0.0691

Description	Quarter ended June 30, 2020			Company Quarter ended June 30, 2019		
	Common	Preferred	Total	Common	Preferred	Total
Earnings per share - basic (in reais)	0.0857	0.0859	0.0858	0.0371	0.0371	0.0371
Earnings per share - diluted (in reais)	0.0852	0.0851	0.0852	0.0368	0.0366	0.0367

14. Lease assets

The following table shows the amounts related to lease.

	Consolidated		
	Real estate rental contracts	Vehicle fleet rental contracts	Total
Right-of-use assets			
Adoption of the standard as at 01/01/2019	159,529	7,122	166,651
Additions to right-of-use assets	76,824	-	76,824
Adjustment for remeasurement (c)	(35,611)	-	(35,611)
Depreciation charges	(42,123)	(2,374)	(44,497)
Carrying amount of right-of-use assets as at 12/31/2019	158,619	4,748	163,367
Non-current			163,367
Lease liabilities (b)			
Adoption of the standard as at 01/01/2019	159,529	7,122	166,651
Additions to lease liabilities	76,824	-	76,824
Adjustment for remeasurement (c)	(35,611)	-	(35,611)
Total cash outflow for leases	(41,345)	(2,739)	(44,084)
Interest expenses	17,655	433	18,088
Carrying amount of lease liabilities as at 12/31/2019	177,052	4,816	181,868
Current			46,838
Non-current			135,030
Profit or loss			
Short-term lease expenses exempted by the standard (a)	9,352	-	9,352

	Consolidated		
	Real estate rental contracts	Vehicle fleet rental contracts	Total
Right-of-use assets			
Adoption of the standard as at 12/31/2019	158,619	4,748	163,367
Additions to right-of-use assets	12,747	384	13,131
Depreciation charges	(21,402)	(1,285)	(22,687)
Discontinued operations (d)	(12,548)	(2,623)	(15,172)
Carrying amount of right-of-use assets as at 06/30/2020	137,416	1,224	138,640
Non-current			138,640
Lease liabilities (b)			
Adoption of the standard as at 12/31/2019	177,052	4,816	181,868
Additions to lease liabilities	12,747	384	13,131
Total cash outflow for leases	(32,091)	(1,033)	(33,124)
Interest expenses	7,114	165	7,279
Discontinued operations (d)	(17,025)	(3,403)	(20,428)
Carrying amount of lease liabilities as at 06/30/2020	147,797	929	148,726
Current			35,846
Non-current			112,880
Profit or loss			
Short-term lease expenses exempted by the standard (a)	53	-	53

- (a) Expenses with terms of 12 months or less are provided with recognition exemption by the standard ;
(b) Amounts recorded and stated in the line item "Accounts payable" – note 17;
(c) Adjustment in the remeasurement of lease liability and the right of use of the rental agreement of the headquarters building in Rio de Janeiro; and
(d) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

The Company sets its discount rates based on the applicable interest rates of loans and financing in the Brazilian market. The rates were obtained through simulations with the major financial agents .

Contract terms	Rate (%) p.a.
5 years	7.31%
10 years	7.28%

As at June 30, 2020, the discounted installments of its lease contracts are comprised as follows:

Installment maturity	Total
2020	18,848
2021	33,474
2022	31,728
2023	30,172
2024	29,527
2025	18,097
2026+	21,067
Undiscounted amounts	182,913
Embedded interest rate	(34,187)
Balance as at 06/30/2020	148,726

In view of the taxation regime to which the Insurance Entities and Private Health Insurance Operators are subject, which do not accept the recognition of PIS and COFINS credits, to be calculated on the depreciation of the lease's right-of-use assets, for purposes of the Circular Letter /CVM/SNC/SEP/02/2019, the credits that can be used by other entities are immaterial for disclosure.

15. Investments

15.1. Company – ownership interest and goodwill

	SALIC	SAEPAR	CIA. SAÚDE	SAH	SASAM	Total
Balance as at 01/01/2019	3,982,523	1,456,581	1,988,475	-	-	7,427,579
Capital increase (b)	311,086	100,343	23,325	-	-	434,754
Capital gain and/or loss (d)	67	(103)	(545)	-	-	(581)
Dividends and interest on capital	(232,514)	(52,833)	(192,096)	-	-	(477,443)
Share of profit of investees (a)	688,045	222,365	425,972	-	-	1,336,382
Equity adjustment - reflex effects (c)	357	(1,650)	(1,577)	-	-	(2,870)
Gains and (losses) not realized in financial assets available for sale	2,730	(833)	(1,519)	-	-	378
Gains and (losses) unrealized actuarial losses on defined benefit pension plan, net of gains	(2,778)	(993)	(58)	-	-	(3,829)
Capital gain and/or loss	405	176	-	-	-	581
Balance as at 12/31/2019	4,749,564	1,724,703	2,243,554	-	-	8,717,821
Capital increase (b)	137,377	230,111	-	-	-	367,488
Investment acquisition (e)	-	-	-	230,000	-	230,000
Capital gain and/or loss (d)	593	-	(251)	-	(31)	311
Dividends and interest on capital	-	-	(85,240)	-	-	(85,240)
Share of profit of investees (a)	153,700	94,834	182,435	55,992	82,732	569,693
SALIC restructuring (f)	(345,426)	1,125	(162)	5,252	347,290	8,079
Equity adjustment - reflex effects (c)	(36,785)	(13,028)	(21,704)	90	109	(71,318)
Gains and (losses) not realized in financial assets available for sale	(35,003)	(11,833)	(19,918)	69	109	(66,576)
Gains and (losses) unrealized actuarial losses on defined benefit pension plan, net of gains	196	67	(263)	-	-	-
Capital gain and/or loss	187	(519)	-	21	-	(311)
Write-Off comprehensive income	(2,165)	(742)	(1,524)	-	-	(4,431)
Discontinued operations	-	(186,668)	-	(291,313)	(430,100)	(908,081)
Balance as at 06/30/2020	4,659,023	1,851,078	2,318,631	21	-	8,828,753

	Company 06/30/2020					Total
Description	SALIC	SAEPAR	CIA. SAÚDE	SAH	SASAM	Total
Assets	7,366,118	2,055,128	12,266,830	466,687	3,535,769	
Liabilities	931,564	17,382	5,527,137	23	2,639,037	
Shareholders' equity	6,434,554	2,037,746	6,739,693	466,664	896,732	
Net revenue	206,023	775	8,952,628	-	1,286,485	
Net income	210,152	94,834	530,294	89,732	172,533	
Share of profit of investees (%)	72.38%	100.00%	34.40%	62.43%	47.96%	
Carrying amount of investment	4,657,053	2,037,746	2,318,631	291,334	430,100	9,734,864
Goodwill	1,970	-	-	-	-	1,970
Discontinued operations	-	(186,668)	-	(291,313)	(430,100)	(908,081)
Number of common shares	131	3,524	23,849,112	229,026,643	337,941,745	
Number of preferred shares	262	-	6,594,853	-	-	

Description	Company		
	SALIC	SAEPAR	CIA. SAÚDE
			Total
Assets	10,251,312	1,814,605	11,970,467
Liabilities	3,863,189	89,902	5,449,002
Shareholders' equity	6,388,123	1,724,703	6,521,465
Net revenue	3,455,405	7,883	17,211,875
Net income	925,748	222,365	1,238,216
Share of profit of investees (%)	74.32%	100.00%	34.40%
Carrying amount of investment	4,747,594	1,724,703	2,243,554
Goodwill	1,970	-	-
Number of common shares	127	3,115	23,849,112
Number of preferred shares	255	-	6,594,853

- (a) The non-controlling interests recorded in the Company's profit or loss comprises the adjustments to the equity of its investees as a result of the harmonization of accounting policies, when necessary; ; As at June 30, 2020 and 2019, the non-controlling interests balance comprise the amounts of the line items "non-controlling interests" and "net income from discontinued operations";
- (b) The Company increased the capital of SAEPAR on June 26, 2020, in the amount of R\$106,903 with cash, with the the issue of 187 new common shares, all registered, with no par value, at the issue price of R\$571,670.66 (reais) per share. The Company increased the capital of SAEPAR on May 19, 2020, in the amount of R\$70,060 with cash, with the the issue of 126 new common shares, all registered, with no par value, at the issue price of R\$556,033.32 (reais) per share. The Company increased the capital of SALIC on April 30, 2020, in the amount of R\$24,978 with cash, with the the issue of one new common share and one new preferred share, all registered, with no par value, at the issue price of R\$12,488,831.48 (reais) per share. The Company increased the capital of SAEPAR on April 30, 2020, in the amount of R\$53,148 with cash, with the the issue of 96 new common shares, all registered, with no par value, at the issue price of R\$553,627.99 (reais) per share. The Company increased the capital of SALIC on March 26, 2020, in the amount of \$112,399, of which R\$104,304 with interest on capital and R\$8,095 with cash, with the issue of three new common shares and six new preferred shares, all registered, with no par value, at the issue price of R\$12,488,831.47 (reais) per share. The Company increased the capital of SALIC with interest on capital on December 27, 2019, in the amount of R\$24,197, with the issue of two new preferred shares, all registered, with no par value, at the issue price of R\$12,098,238.40 (reais) per share. The Company increased the capital of SAEPAR with interest on capital on November 11, 2019, in the amount of R\$41,532, with the issue of 76 new common shares, all registered, with no par value, at the issue price of R\$546,455.77 (reais) per share. The Company increased the capital of SAEPAR with cash on April 26, 2019, in the amount of R\$46,186, with the issue of 90 new common shares, all registered, with no par value, at the issue price of R\$513,192.70 (reais) per share. The Company increased the capital of SAEPAR with interest on capital on March 28, 2019, in the amount of R\$12,625, with the issue of 25 common shares, all registered, with no par value, at the issue price of R\$504,998.37 (reais) per share. The Company increased the capital of SALIC with interest on capital on September 26, 2019, in the amount of R\$12,000, with the issue of one new preferred share, registered, with no par value, at the issue price of R\$11,999,585.02 (reais) per share. The Company increased the capital of SALIC with cash on April 26, 2019, in the amount of R\$103,560, with the issue of three new common shares and six new preferred shares, all registered, with no par value, at the issue price of R\$11,506,837.17 (reais) per share. The Company increased the capital of SALIC on March 28, 2019, in the amount of R\$171,329, of which R\$170,800 with interest on capital and R\$529 with cash, with the issue of 5 new common shares and 10 new preferred shares, all registered, with no par value, at the issue price of R\$11,421,894.57 (reais) per share. The Company increased the capital of CIA. SAÚDE with interest on capital on June 26, 2019, in the amount of R\$23,325, with the issue of 267,751 new common shares and 74,039 new preferred shares, all registered, with no par value, at the issue price of R\$68.25 (reais) per share. The Company increased the capital of SAEPAR with interest on capital on April 27, 2018, in the amount of R\$38,333, with the issue of 83 common shares, all registered, with no par value, at the issue price of R\$461,846.80 (reais) per share;
- (c) Refer to amounts of subsidiaries and associates, which affect the parent company upstream, in the moment of the recognition of the non-controlling interests. They comprise the following: (1) unrealized gains and/or losses of financial assets classified into available for sale, which affect the equity of subsidiaries; (2) gains and/or losses recorded because of the change in the interest in companies in which the subsidiaries invest; and (3) actuarial gains and/or losses related to defined benefit plans of the management members of subsidiaries, recorded according to the provisions of CPC 33 – Employee Benefits; and;
- (d) Refer to capital gains and/or losses on the direct investments of the Company, where the change in investment occurred disproportionately, changing the ownership interest of the Company in the investee;
- (e) On March 26, 2020, the Company acquired interest in Sul América Holding S.A. through 229,026,643 common shares for the amount of R\$230,000; and
- (f) Amounts related to the corporate restructuring established in the process of disposal of the auto and other property and casualty line portfolio, according to Note 1.1.

The main balances of the Company's investees are as follows:

15.2. Consolidated

Description	06/30/2020	12/31/2019
Share of profit of investees		
Original amount	29,813	71,710
Surplus (a)	25,352	-
Goodwill (a)	55,045	1,106
Real estate investments	1,093	1,665
Other	860	543
Total	112,163	75,024

- (a) The increase in the lines is due to the recognition of goodwill based on the expected future results of the investee O10 Participações S.A. and its intangible assets, as described in Note 1.3.

15.2.1. Ownership interests

The following investments in associates are shown in the consolidated financial statements :

	Caixa Capitalização S.A. - CAIXACAP	Sharecare Brasil Serviços de Consultoria LTDA	O10 Participações S.A.	Total
Balance as at 01/01/2019	83,599	12,079	-	95,678
Share of profit of investees	-	1,986	-	1,986
Additional dividends paid	(24,848)	-	-	(24,848)
Balance as at 12/31/2019	58,751	14,065	-	72,816
Share of profit of investees (a)	-	(1,676)	(2,179)	(3,855)
Investment disposal	(58,751)	-	-	(58,751)
Investment acquisition	-	-	20,709	20,709
Goodwill	-	-	53,939	53,939
Surplus	-	-	25,352	25,352
Balance as at 06/30/2020	-	12,389	97,821	110,210

- (a) The non-controlling interests recognized in O10 Participações S.A. refer to the period between February 13, 2020 (acquisition date) and May 31, 2020 (with a lapse of one month).

12/31/2019

Description	Caixa Capitalização S.A. - CAIXACAP	Sharecare Brasil Serviços de Consultoria LTDA	Total
Assets	3,844,921	34,116	
Liabilities	3,381,469	7,669	
Shareholders' equity	463,452	26,447	
Net revenue	1,604,321	75,706	
Net income	176,921	4,053	
Share of profit of investees (%)	24.50%	49.00%	
Carrying amount of investment	58,751	12,959	71,710
Goodwill	-	1,106	1,106
Number of common shares	1,960	5,079,665	

06/30/2020

Description	Sharecare Brasil Serviços de Consultoria LTDA	O10 Participações S.A.	Total
Assets	30,216	73,000	
Liabilities	7,174	8	
Shareholders' equity	23,042	72,993	
Net revenue	35,266	4	
Net income	(3,421)	(12,900)	
Share of profit of investees (%)	49.00%	25.00%	
Carrying amount of investment	11,283	18,530	29,813
Goodwill	1,106	53,939	55,045
Surplus	-	25,352	25,352
Number of common shares	5,079,665	10,396,306	

16. Intangible assets

As at June 30, 2020, in the consolidated financial statements, Intangible Assets are represented as shown in the following table:

	Consolidated			
	Software development and license costs (a)	Goodwill (b)	Other	Total
Cost				
Balance as at 01/01/2019	395,278	62,235	3	457,516
Addition	83,400	-	-	83,400
Write-Off	(939)	-	-	(939)
Acquisition of subsidiary	-	111,654	42,005	153,659
Balance as at 12/31/2019	477,739	173,889	42,008	693,636
Accumulated amortization				
Balance as at 01/01/2019	(188,997)	-	-	(188,997)
Write-Off	687	-	-	687
Amortization	(56,659)	-	(2,131)	(58,790)
Balance as at 12/31/2019	(244,969)	-	(2,131)	(247,100)
Residual balance as at 12/31/2019	232,770	173,889	39,877	446,536
Estimated economic life	5 and 10 years			

	Consolidated			
	Software development and license costs (a)	Goodwill (b)	Other	Total
Cost				
Balance as at 12/31/2019	477,739	173,889	42,008	693,636
Addition	60,282	-	-	60,282
Write-Off	(13,086)	(3,651)	(4,461)	(21,198)
Discontinued operations	(145,907)	-	-	(145,907)
Balance as at 06/30/2020	379,028	170,238	37,547	586,813
Accumulated amortization				
Balance as at 12/31/2019	(244,969)	-	(2,131)	(247,100)
Write-Off	4,808	-	1,601	6,409
Amortization	(33,156)	-	(3,227)	(36,383)
Discontinued operations	83,712	-	-	83,712
Balance as at 06/30/2020	(189,605)	-	(3,757)	(193,362)
Residual balance as at 06/30/2020	189,423	170,238	33,790	393,451
Estimated economic life	5 and 10 years			

(c) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

(a) Software development and license costs

These mainly represent expenditures with the development of technology infrastructure, applications, improvements in the website of Sul América companies and operations, development of own systems, and expenditures with the acquisition of software licenses used in operations.

(b) Goodwill

The goodwill amounts recognized in SulAmérica refer to the following transactions :

- Goodwill arising from the acquisition of non-controlling interests in SALIC by SASA, in 1991, in the amount of R\$1,970;
- Goodwill arising from the acquisition by subsidiary SAEPAR of non-controlling interests in SALIC, in the public offering of shares

carried out in 2008, in the amount of R\$14,509;

- Goodwill arising from the acquisition of the company Dental Plan by the subsidiary CIA. SAÚDE in 2010, in the amount of R\$30,300; Dental Plan was later on acquired by SULAODONTO;
- Goodwill arising from the acquisition of DOCWAY by the subsidiary SAEPAR on December 7, 2018, in the amount of R\$15,456; and
- Goodwill arising from the acquisition of PRODENT by the subsidiary SULAODONTO, in the amount of R\$108,003. In the second quarter of 2020, the goodwill was subsequently measured due to the materialization of facts and circumstances which already existed at the acquisition date, resulting in an adjustment of R\$3,651, as required by the accounting standard.

As required by the accounting standard in effect, SulAmérica annually tests the recoverable amount of goodwill arising from the expected profitability of its assets through a dividend discount financial model. The assumptions based on which SulAmérica made its projections and exercised its judgment arise from the budget projections approved by its Board of Directors for periods between five and ten years, when the financial flows become steady as business reach maturity. Such projections also consider the regulatory framework of SulAmérica's business lines, thus including the expectation on the maintenance of the financial level to guarantee its solvency margin. The ratios used in the projection model, as well as the discount and growth rates in perpetuity were internally calculated, according to the latest market evaluation about its expectations and trends, prepared by independent entity and with Sul América's risk management policies, as established in its business plan. The Company's Management concluded that there was no impairment of the goodwill recognized as at December 31, 2019, neither was any material fact that could give indication of the need for calculation in the first quarter of 2020. Additionally, in view of the scenario of uncertainty arising from the state of alert triggered by COVID-19, SulAmérica still do not have any indication that could produce impact on the estimate of recoverability of the respective assets (see Note 1.5).

17. Accounts payable

Description	Notes	Company		Consolidated	
		06/30/2020	12/31/2019	06/30/2020	12/31/2019
Trade payables	17.1	419,284	281,443	579,151	565,111
Labor liabilities		-	-	62,658	58,459
Taxes and contributions payable	17.2	592	5,998	342,179	413,060
Saving bonds	19.2	-	-	1,309	695,339
Managed health		-	-	224,045	307,544
Other trade payables	17.3	733	821	274,831	268,196
Lease liabilities (a)		183	182	148,726	181,868
Total		420,792	288,444	1,632,899	2,489,577
Current		420,673	288,319	1,427,484	2,254,179
Non-current		119	125	205,415	235,398

17.1. Obligations payable

Description	Company		Consolidated	
	06/30/2020	12/31/2019	06/30/2020	12/31/2019
Tax refinance - REFIS	-	-	53,369	55,867
Dividends and interest on capital payable	418,683	280,868	418,683	280,868
Profit sharing	-	-	34,764	100,399
Fees and bonus payable	-	-	29,557	72,112
Private pension	-	-	9,127	11,565
Other	601	575	33,651	44,300
Total	419,284	281,443	579,151	565,111
Current	419,284	281,443	559,955	542,075
Non-current	-	-	19,196	23,036

REFIS

In November 2009, the subsidiary SULACAP (acquired in April 2013) joined REFIS, established by Act No. 11.941/2009, in order to pay the principal amounts due mainly related to COFINS, CSLL and IRPJ in installments, which were in dispute at either administrative or judicial levels. The total amount of obligations on adherence date was R\$20,411, net of the reduction of expected benefits. The installment plan estimates the payment in up to 180 equal and monthly installments, monthly adjusted based on the SELIC rate variation.

In August 2011, the subsidiary PRODENT joined the Installment Payment Incentive Program (P.P.I.), established by the municipal government of São Paulo, by the Act No. 14.129 of January 11, 2006, for regularization of ISS-related tax debits for the period from 2005 to 2009. The installment payment program establishes the payment of debit in 120 monthly and consecutive installments, adjusted based on the change in the country's base rate (SELIC). The total amount on the adherence date was R\$ 3,424, and is being paid through monthly issued payment forms.

In December 2013, the subsidiaries SULACAP, CIA. SAÚDE, SULASEG and SALIC joined a new version of REFIS, established by Act No. 12.865/2013, in order to pay in 30 installments and settle with escrow deposit the amounts related to CSLL, IRPJ, INSS and fines imposed by the ANS, and refund to the SUS, which were in dispute at either administrative and/or judicial levels. The total amount of obligations on

the adherence date was R\$66,338, net of the reduction of expected benefits, which includes the amount of R\$14,204, recorded in current liabilities that shall be paid by the conversion into income of the INSS-related escrow deposits and fines imposed by the ANS, and refund to the Unified Health System (SUS). In April 2016, CSLL deposits of CIA. SAÚDE in the amount of R\$ 4,159 were converted into income. On April 29, 2016, SULACAP, CIA. SAÚDE and SALIC settled the last installment. There was also the conversion into income of proceedings 201151010139791 of the CSLL of subsidiary SULACAP. With this, the amounts related to CSLL and IRPJ were fully settled, being pending only the conversion into income of the escrow deposits of the subsidiaries SALIC, SULASEG and CIA. SAÚDE, fines and refund to SUS of subsidiaries CIA. SAÚDE.

On November 16, 2017, the subsidiaries SULAMED and CIA. SAÚDE adhered to the Program of Regularization of Non-Tax Debits (PRD) established by the Provisional Measure (MP) 780, converted into Act No. 13.494/2017, with the scope for the installment payment of the amounts related to the debits arising from the fines imposed by the ANS, which were in dispute in the administrative and judicial levels. The installment payment program provides for the payment of 60 monthly and successive installments, monthly adjusted by the change in the country's base rate (SELIC), the first installment payment corresponding to 20% of the consolidated debt, with no reduction, and the installment payment of the remaining balance with a 60% reduction on interest and late payment fine. The total amount on adherence date was R\$21,984, and it will be paid by means of monthly issued payment forms.

On December 29, 2017, the subsidiary PRODENT adhered to the PRD established by (MP) 780, converted into Act No. 13.494/2017, with the scope for the installment payment of the amounts related to the debits arising from the fines imposed by the ANS, which were in dispute in the administrative and judicial levels. The installment payment program provides for the payment of 60 monthly and successive installments, monthly adjusted by the change in the country's base rate (SELIC), the first installment payment corresponding to 20% of the consolidated debt, with no reduction, and the installment payment of the remaining balance with a 60% reduction on interest and late payment fine. The total amount on the adherence date was R\$1,714, and it will be paid through monthly-issued payment forms.

As at June 30, 2020, total obligations related to the tax refinancing program are recognized in "Accounts payable", of which R\$34,173 (R\$32,831 as at December 31, 2019) in current liabilities and R\$19,196 (R\$23,036 as at December 31, 2019) in non-current liabilities.

17.2. Taxes and contributions

Description	Company		Consolidated	
	06/30/2020	12/31/2019	06/30/2020	12/31/2019
Corporate income tax - IRPJ	-	-	53,761	95,399
Withholding income tax - IRRF	118	131	11,819	24,123
Financial operations tax - IOF	-	-	13,551	80,125
Service tax - ISS	10	1	37,545	38,538
Social contribution on net income - CSLL	-	-	31,690	62,348
PIS and COFINS	32	5,674	85,793	37,326
Other	432	192	108,020	75,201
Total	592	5,998	342,179	413,060
Current	592	5,998	342,179	413,060

17.3. Other accounts payable

Description	Company		Consolidated	
	06/30/2020	12/31/2019	06/30/2020	12/31/2019
Trade payables - Suppliers	317	449	28,348	38,875
Securities payable	-	-	93,261	111,923
Trade payables - Exclusive funds	-	-	66,641	33,442
Diverse accounts payable	416	372	86,581	83,956
Total	733	821	274,831	268,196
Current	733	820	204,507	193,606
Non-current	-	1	70,324	74,590

18. Loans and financing

The breakdown of loans and financing balances of the Company and their main characteristics for the indicated periods are as follows:

Description	Company		Consolidated	
	06/30/2020	12/31/2019	06/30/2020	12/31/2019
CCB - Banco do Brasil (a)	160,677	161,130	160,677	161,130
Debentures (b)	2,025,935	1,590,726	2,025,935	1,590,726
Transaction costs	(8,801)	(2,802)	(8,801)	(2,802)
Financial leasing (c)	-	-	618	1,298
Discount on funding	(346)	-	(346)	-
Total	2,177,465	1,749,054	2,178,083	1,750,352
Current	822,439	176,723	823,057	178,021
Non-current	1,355,026	1,572,331	1,355,026	1,572,331

(a) Bank Credit Note (CCB) – Banco do Brasil

Characteristics	CCB Banco do Brasil
Amount of securities	R\$200,000
Issue date	12/29/2015
Final maturity (a)	01/10/2021
Inflation adjustment	Without adjustment
Interests (a)	113.0% CDI
Interest payment	Three-month period
Amortization	10% in the first year. 10% in the second year and 80% in maturity
Collateral	No collaterals

(a) Change in due date and interest rate in view of the CCB renegotiation on March 1, 2018.

(b) Debentures

	3rd Issue 2nd Series	4rd Issue 2nd Series	5rd Issue Single series	6rd Issue Single series	7rd Issue Single series
Convertibility	Simple nonconvertible debentures	Simple nonconvertible debentures	Simple nonconvertible debentures	Simple nonconvertible debentures	Simple nonconvertible debentures
Sort	Unsecured	Unsecured	Unsecured	Unsecured	Unsecured
Type and form	Registered and book entry debentures, without issue of certificates or receipts	Registered and book entry debentures, without issue of certificates or receipts	Registered and book entry debentures, without issue of certificates or receipts	Registered and book entry debentures, without issue of certificates or receipts	Registered and book entry debentures, without issue of certificates or receipts
Amount of securities	13,000 simple debentures	293,680 simple debentures	500,000 simple debentures	700,000 simple debentures	500,000 simple debentures
Face value	R\$10	R\$1	R\$1	R\$1	R\$1
Issue date	May 16, 2014	December 13, 2016	October 27, 2017	April 16, 2019	March 10, 2020
Initial maturity	May 15, 2020	December 13, 2019	October 27, 2021	April 16, 2022	December 10, 2020
Final maturity	May 15, 2022	December 13, 2021	October 27, 2022	April 16, 2024	December 10, 2020
Monetary adjustment	IPCA	Without adjustment	Without adjustment	Without adjustment	Without adjustment
Interests	IPCA+7.41% p.a.	114.00% CDI	108.00% CDI	111.50%	DI + 0.75%
Interest payment	Annual	Six-month periods	Six-month periods	Six-month periods	Six-month periods
Amortization	In three annual installments	In three annual installments	In two annual installments	In three annual installments	Bullet
Amortization dates	2020, 2021 and 2022	2019, 2020 and 2021	2021 and 2022	2022, 2023 and 2023	2020
Renegotiation	None	None	None	None	None
Early redemption	Only through the voluntary early redemption offer	Only through the voluntary early redemption offer	Only through the voluntary early redemption offer	The Company can perform from April 16, 2022	Only through the voluntary early redemption offer
Voluntary Early Redemption Offer	The Company can perform it at any time	The Company can perform it at any time	The Company can perform it at any time	The Company can perform it at any time	The Company can perform it at any time

18.1. Change in loans and financing

							Consolidated
Issue	Series	Balance as at 01/01/2019	Funding	Interest paid	Principal amortization	Interest expenses and transaction cost	Balance as at 12/31/2019
3rd Issue	1st series	124,347	-	(4,076)	(123,358)	3,087	-
3rd Issue	2nd series	175,786	-	(12,642)	-	19,197	182,341
4th Issue	1st series	206,945	-	(13,775)	(206,320)	13,150	-
4th Issue	2nd series	294,589	-	(20,018)	(97,884)	19,530	196,217
5th Issue	Sole Series	505,614	-	(32,999)	-	31,822	504,437
6th Issue	Sole Series	-	700,000	(22,736)	-	30,467	707,731
CCB	-	161,476	-	(10,915)	-	10,569	161,130
Finance lease	-	5,227	-	(639)	(3,989)	699	1,298
Transaction cost	-	(3,049)	(1,162)	-	-	1,409	(2,802)
Total		1,470,935	698,838	(117,800)	(431,551)	129,930	1,750,352

							Consolidated
Issue	Series	Balance as at 12/31/2019	Funding	Interest paid	Principal amortization	Interest expenses and transaction cost	Balance as at 06/30/2020
3rd Issue	2nd series	182,341	-	(13,106)	(58,708)	7,269	117,796
4th Issue	2nd series	196,217	-	(4,137)	-	3,944	196,024
5th Issue	Sole series	504,437	-	(11,303)	-	9,552	502,686
6th Issue	Sole series	707,731	-	(16,995)	-	13,817	704,553
7th Issue	Sole Series	-	500,000	-	-	4,876	504,876
CCB	-	161,130	-	(3,631)	-	3,178	160,677
Finance lease	-	1,298	-	(349)	(503)	172	618
Transaction cost (a)	-	(2,802)	(9,826)	-	-	3,827	(8,801)
Discount on funding	-	-	(520)	-	-	174	(346)
Total		1,750,352	489,654	(49,521)	(59,211)	46,809	2,178,083

18.2. Fair value – debentures

The following table shows the fair value of Debentures as at June 30, 2020 and December 31, 2019, according to the unit price (PU) and the indicative rate in the secondary market released by ANBIMA.

Issue	Series	06/30/2020		12/31/2019	
		Fair value	Interest	Fair value	Interest
3rd Issue	2nd series	127,748	IPCA + 1.34%	196,483	IPCA + 1.57%
4th Issue	2nd series	193,560	165.04% CDI	195,584	118.75% CDI
5th Issue	Sole series	483,506	173.74% CDI	496,837	121.08% CDI
6th Issue	Sole series	704,553	111.50% CDI	707,731	111.50% CDI
7th Issue	Sole series	504,876	CDI + 0.75% CDI	-	-
Total		2,014,243		1,596,635	

(a) The SULM16 and SULM17 issues consider the carrying amount of debentures, because ANBIMA did not release the unit price (PU) and the indicative rates in the secondary market as at June 30, 2020 and December 31, 2019.

18.3. Covenants

Under the acceleration clauses contained in the debenture indentures and in the CCB contract, the Company is required to maintain certain financial ratios within the limits previously set out by financial covenants. The following table shows the financial covenants with which the Company is required to comply.

Description of covenants	Required ratio
Financial ratio I - Net financial debt	Equal to or lower than twice the cash inflow
Financial ratio II - Cash inflow	Equal to or above four times the net financial income
Financial ratio III - Cash inflow	Equal to or above zero

Net financial debt: financial obligations less cash, cash equivalents, and marketable securities, net of the technical reserves to be covered.

Cash generation: profit or loss before taxes on profit less depreciation and amortization.

All the required financial ratios were properly complied with as at June 30, 2020 and December 31, 2019.

19. Savings bonds

The savings bonds operation is considered in the accompanying financial statements as financial instrument, according to the CPC 38/IAS 39. The amounts that correspond to the operation are as follows:

Description	Note	Consolidated	
		06/30/2020	12/31/2019
Receivables	19.1	-	1,149
Provision	19.2	1,309	695,339
Draws		-	44,318
Redemption		1,309	643,421
Other		-	7,600

19.1. Receivables by maturity

Description	Consolidated	
	06/30/2020 (a)	12/31/2019
Falling due		
Falling due from 01 to 30 days	-	1,126
Falling due from 31 to 60 days	-	-
Total	-	1,126
Impairment	-	-
Total falling due	-	1,126
Overdue		
Overdue from 01 to 30 days	-	-
Overdue from 31 to 60 days	-	23
Overdue after 60 days	-	77
Total	-	100
Impairment	-	(77)
Overdue total	-	23
Total	-	1,149

(a) Completion of the disposal of the savings bonds portfolio, as mentioned in Note 1.2.

19.2. Change in reserves

	Consolidated		
	Reserve for redemption	Reserve for draws	Total
Balance as at 01/01/2019	601,582	51,489	653,071
Increase	701,903	44,259	746,162
Payment	(683,925)	(41,073)	(724,998)
Early redemption	(1,795)	-	(1,795)
Expired/ penalties	(1,183)	(10,317)	(11,500)
Reversion	(9,942)	(128)	(10,070)
Inflation/interest adjustment	36,781	88	36,869
Subtotal	643,421	44,318	687,739
Other			7,600
Balance as at 12/31/2019			695,339
Current			695,339

	Consolidated		
	Reserve for redemption	Reserve for draws	Total
Balance as at 12/31/2019	643,421	44,318	687,739
Increase	58,077	3,871	61,948
Payment	(62,986)	(12,086)	(75,072)
Early redemption	(7)	-	(7)
Expired/ penalties	(290)	(867)	(1,157)
Reversion	(739)	-	(739)
Inflation/interest adjustment	3,138	9	3,147
Disposal of the savings bonds portfolio (a)	(639,305)	(35,245)	(674,550)
Subtotal	1,309	-	1,309
Balance as at 06/30/2020			1,309
Current			1,309

(a) Completion of the disposal of the savings bonds portfolio, as mentioned in Note 1.2.

20. Liabilities of insurance and reinsurance

Description	Note	Consolidated	
		06/30/2020	12/31/2019
Insurance			
Refund premiums		2,680	7,777
Insurance companies		13,129	11,761
Insurance brokers	20.1	39,889	132,161
Other operating debits		122,164	176,521
Third-party deposits	20.2	50,498	54,950
Subtotal		228,360	383,170
Reinsurance			
Reinsurance companies	11.2	21,117	12,438
Subtotal		21,117	12,438
Total		249,477	395,608
Current		249,477	395,608

20.1. Insurance brokers

Description	Consolidated	
	06/30/2020	12/31/2019
Direct insurance and retrocession	37,071	117,495
Direct insurance - RVNE	2,821	12,050
Accepted coinsurance	-	2,376
Other	(3)	240
Total (a)	39,889	132,161
Current	39,889	132,161

(a) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations, as described in Note 13.

20.2. Third-party deposits

Third-party deposits are amounts collected by banks and reported to SulAmérica, the policies of which are in the writing process or the

premium installments received are in the adjustment or identification process. The adjustment process is applicable to bills received at diverging amounts or data.

Description	Consolidated			
	Direct premium	Saving bonds	Private pension	06/30/2020
From 1 to 30 days	4,755	13	18,007	22,775
From 31 to 60 days	1,501	1	1,350	2,852
From 61 to 120 days	2,652	18	5,995	8,665
From 121 to 180 days	2,589	13	1,427	4,029
From 181 to 365 days	1,031	-	3,272	4,303
Over 365 days	5,406	-	2,468	7,874
Total	17,934	45	32,519	50,498

Description	Consolidated			
	Direct premium	Savings bonds	Private pension	12/31/2019
From 1 to 30 days	16,867	1,788	11,732	30,387
From 31 to 60 days	3,383	156	256	3,795
From 61 to 120 days	4,875	363	636	5,874
From 121 to 180 days	3,912	41	483	4,436
From 181 to 365 days	1,851	-	2,468	4,319
Over 365 days	6,139	-	-	6,139
Total	37,027	2,348	15,575	54,950

21. Technical reserves for insurance

Description	Note	Consolidated	
		06/30/2020	12/31/2019
Technical reserve			
Insurance		3,742,719	6,186,137
Health	21.1	3,372,198	3,335,201
Property and casualty	21.2	19,689	2,532,557
Life and private pension	21.3	350,832	318,379
Private pension	21.5	8,092,870	8,043,810
Total		11,835,589	14,229,947
Current		5,187,151	7,439,543
Non-current		6,648,438	6,790,404

21.1. Health line

	Unearned premium reserve	Reserve for claims and IBNR reserve	Mathematical reserve for benefit granted	Consolidated	
				Total	
Balance as at 01/01/2019	381,547	2,611,875	53,322		
Balance of Prodent Acquisition	1,369	4,398	-		
Issuance	18,704,347	-	-		
Payments/ write-off / cancellation	(1,209,018)	(13,764,510)	(2,956)		
Earned premium	(17,457,833)	-	-		
Reported / changes	-	14,136,412	(288)		
Monetary variation / interest	-	5,844	3,062		
Changes in IBNR	-	(132,370)	-		
Balance as at 12/31/2019	420,412	2,861,649	53,140	3,335,201	
Current				3,269,990	
Non-current				65,211	

	Unearned premium reserve	Reserve for claims and IBNR reserve	Mathematical reserve for benefit granted	Consolidated	
				Total	
Balance as at 12/31/2019	420,412	2,861,649	53,140		
Issuance	9,670,963	-	-		
Payments/ write-off / cancellation	(559,934)	(7,018,966)	(2,141)		
Earned premium	(9,089,081)	-	-		
Reported / changes	-	6,324,027	1,706		
Monetary variation / interest	-	2,195	1,556		
Changes in IBNR	-	706,672	-		
Balance as at 06/30/2020	442,360	2,875,577	54,261	3,372,198	
Current				3,294,691	
Non-current				77,507	

21.2. Property and casualty line

	Consolidated		
	Unearned premium reserve	Reserve for claims and IBNR reserve	Total
Balance as at 01/01/2019	1,864,612	750,862	
Issuance	3,795,805	-	
Payments/write-off / cancellation	(282,214)	(2,537,795)	
Earned premium	(3,579,138)	-	
Reported / changes	-	2,491,550	
Monetary variation / interest	-	30,848	
Changes in IBNR	-	(1,973)	
Balance as at 12/31/2019	1,799,065	733,492	2,532,557
Current			2,320,847
Non-current			211,710

	Consolidated		
	Unearned premium reserve	Reserve for claims and IBNR reserve	Total
Balance as at 12/31/2019	1,799,065	733,492	
Issuance	1,683,752	-	
Payments/write-off / cancellation	(155,278)	(683,927)	
Earned premium	(1,699,850)	-	
Reported / changes	-	627,316	
Monetary variation / interest	-	11,421	
Changes in IBNR	-	(5,115)	
Discontinued operations (a)	(1,627,689)	(663,498)	
Balance as at 06/30/2020	-	19,689	19,689
Current			17,190
Non-current			2,499

(a) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

21.3. Life line

The information on the technical reserves for the life insurance line is shown below, without private pension, which is presented separately in Note 21.5, in view of its particularities:

	Consolidated			
	Unearned premium reserve	Reserve for claims and IBNR reserve	Mathematical reserve for benefits to be granted	Total
Balance as at 01/01/2019	22,928	261,582	10,275	
Issuance	639,957	-	-	
Reported, net of payments and cancellations	(115,898)	(13,029)	(504)	
Earned premium	(500,826)	-	-	
Monetary variation / interest	-	13,518	641	
Changes in IBNR	-	(265)	-	
Subtotal	46,161	261,806	10,412	318,379
Balance as at 12/31/2019				318,379
Current				199,495
Non-current				118,884

	Consolidated			
	Unearned premium reserve	Reserve for claims and IBNR reserve	Mathematical reserve for benefits to be granted	Total
Balance as at 12/31/2019	46,161	261,806	10,412	
Issuance	292,402	-	-	
Reported, net of payments and cancellations	(39,217)	12,343	(314)	
Earned premium	(240,782)	-	-	
Monetary variation / interest	-	4,942	317	
Changes in IBNR	-	2,762	-	
Subtotal	58,564	281,853	10,415	350,832
Balance as at 06/30/2020				350,832
Current				214,957
Non-current				135,875

21.4. Claims disputed in court

As at June 30, 2020 and December 31, 2019, the outstanding claims reserve comprises claims that are being disputed in court, principally related to denial of coverage for non-fulfillment of contract conditions, related mainly to the life lines. The position shown below does not include the IBNR Reserve for Lawsuits, which is recorded in a separate IBNR line item.

Description	Health			Consolidated Health		
	06/30/2020			12/31/2019		
	Quantity	Opening balance	Accrued amount	Quantity	Opening balance	Accrued amount
Up to 2 years	4,579	4,129	5,062	4,678	4,879	5,864
2 to 5 years	2,152	20,058	24,149	1,787	17,070	20,300
5 to 10 years	690	19,221	22,406	627	13,139	18,732
Over 10 years	117	4,236	5,226	95	4,411	5,193
Total Health	7,538	47,644	56,843	7,187	39,499	50,089
Description	Property and casualty			Property and casualty		
	06/30/2020			12/31/2019		
	Quantity	Open balance	Accrued amount	Quantity	Open balance	Accrued amount
Up to 2 years	8	-	-	3,397	151,300	65,593
2 to 5 years	14	-	-	1,901	142,418	72,436
5 to 10 years	29	22	9	907	117,389	65,434
Over 10 years	40	3,555	3,389	365	95,346	58,706
Total Property and casualty	91	3,577	3,398	6,570	506,453	262,169
Description	Life and private pension			Life and private pension		
	06/30/2020			12/31/2019		
	Quantity	Open balance	Accrued amount	Quantity	Open balance	Accrued amount
Up to 2 years	950	90,525	27,614	1,007	83,541	24,003
2 to 5 years	991	83,949	29,419	1,041	89,382	30,797
5 to 10 years	606	96,370	39,735	569	94,947	38,673
Over 10 years	196	60,960	29,294	189	57,093	26,064
Total Life and private pension	2,743	331,804	126,062	2,806	324,963	119,537
Total	10,372	383,025	186,303	16,563	870,915	431,795

The mass civil lawsuits are provisioned based on the experience of payments noted in the lawsuits settled in recent years, according to the related likelihood of loss. The special civil claims, which have singular characteristics, apply CPC 25 – Provisions, Contingent Liabilities and Contingent Assets, therefore, the provision is only recorded for claims whose losses are considered “probable”.

As at June 30, 2020, the amount being disputed in special civil lawsuits, for which there is no provision and the likelihood of loss is considered “possible”, is R\$140,691 (R\$144,916 as at December 31, 2019), with reinsurance amount of R\$58,288 (R\$56,393 as at December 31, 2019), which represents a residual amount of R\$82,403 (R\$88,523 as at December 31, 2019).

The change basically refers to the disposal of the auto and other property and casualty portfolio, according to Note 13.

21.5. Private pension line

	Consolidated			Total
	Mathematical reserve for benefits to be granted	Mathematical reserve for benefit granted	Contribution deficiency reserve	
Balance as at 01/01/2019	6,426,715	521,801	189,465	
Constitution / (reversal)	735,179	17,591	(3,605)	
Incoming portability	837,263	-	-	
Outgoing portability	(851,260)	-	-	
Redemptions	(413,830)	-	-	
Benefits	-	(105,631)	-	
Transfers	(64,254)	64,254	-	
Monetary variation / interest / profitability	591,869	58,744	23,020	
Subtotal	7,261,682	556,759	208,880	8,027,321
Other				16,489
Balance as at 12/31/2019				8,043,810
Current				1,649,211
Non-current				6,394,599

Consolidated

	Mathematical reserve for benefits to be granted	Mathematical reserve for benefit granted	Contribution deficiency reserve	Total
Balance as at 12/31/2019	7,261,682	556,759	208,880	
Constitution / (reversal)	328,787	8,246	(11,972)	
Incoming portability	451,347	-	-	
Outgoing portability	(385,948)	-	-	
Redemptions	(264,404)	-	-	
Benefits	-	(47,366)	-	
Transfers	(20,904)	20,904	-	
Monetary variation / interest / profitability (a)	(83,016)	40,842	15,643	
Subtotal	7,287,544	579,385	212,551	8,079,480
Other				13,390
Balance as at 06/30/2020				8,092,870
Current				1,660,312
Non-current				6,432,558

(a) The negative value in the mathematical reserve for benefits to be granted column mainly refers to the downward change in the fair value of the fund assets which gave rise to the adjustment of such reserves because of the COVID-19 impacts on the financial market, as mentioned in Note 1.5.

21.6. Guarantee of technical reserves

This note shows the balances of technical reserves recognized in the subsidiaries regulated by SUSEP and ANS, without the adjustments of the accounting practices adopted in the accompanying financial statements. The objective of this note is only to show the regulatory obligation of such companies, from a consolidated perspective.

The assets offered as guarantee of such technical reserves are recorded in clearinghouses in the technical reserve account. In the case of companies regulated by SUSEP, the oversight body authorizes the insurance company to hold them without restriction every year. The companies regulated by ANS, except SULAMED, still do not have authorization for trading freely, accordingly, these assets may only be traded with the ANS' prior authorization.

Description	Consolidated	
	06/30/2020	12/31/2019
Technical reserves to be covered, net of reducing assets	11,620,253	13,621,331
Fixed income securities - government	7,996,633	10,622,980
Fixed income securities - private	2,548,886	2,913,288
Equity securities	539,981	440,224
Non-exclusive investment fund quotas	535,610	365,379
Resale commitments	401,690	472,663
Other	292,369	298,297
Assets pledged as collateral	12,315,169	15,112,831
Assets pledged in excess	694,916	1,491,500

22. Provisions and escrow deposits

22.1. Escrow deposits

Description	Company	
	06/30/2020	12/31/2019
Labor	22	21
Total	22	21
Non-current	22	21

Description	Consolidated	
	06/30/2020	12/31/2019
Tax:		
COFINS	621,540	615,170
PIS	456,203	451,714
Social contribution	649,081	641,334
Income tax	106,188	110,027
INSS	376,910	373,399
Other	44,844	43,793
Subtotal	2,254,766	2,235,437
Labor	113,166	119,761
Civil lawsuits	422,559	499,177
Total	2,790,491	2,854,375
Non-current	2,790,491	2,854,375

22.2. Provisions for lawsuits

As at June 30, 2020, the Company is party to lawsuits and has tax obligations amounting to R\$xxx (R\$281 as at December 31, 2019). In the consolidated balance, the position is as follows:

						Consolidated
Description	Balance as at 01/01/2019	Balance of Prodent Acquisition	Additions	Monetary variation and interest	Payments / write-offs	Balance as at 12/31/2019
Labor	91,808	507	16,321	6,265	(24,725)	90,176
Current						3,073
Non-current						87,103
Civil lawsuits and others:						
Civil lawsuits	324,157	994	151,700	40,719	(175,490)	342,080
Other	52,324	4,874	61,957	3,537	(92,983)	29,709
Lawyer's fees	34,262	-	20,301	-	(18,761)	35,802
Subtotal	410,743	5,868	233,958	44,256	(287,234)	407,591
Current						77,638
Non-current						329,953
Tax:						
PIS	308,741	-	6,842	9,659	(37,269)	287,973
COFINS	484,471	-	-	13,491	(426)	497,536
Income tax	91,550	-	-	1,792	(8,852)	84,490
Social contribution	621,982	-	-	22,972	(49,704)	595,250
INSS	349,675	-	-	9,862	-	359,537
Others tax claims	845	1,829	10,093	669	(10,070)	3,366
Lawyer's fees	44,005	-	5,264	1,727	(11,722)	39,274
Subtotal	1,901,269	1,829	22,199	60,172	(118,043)	1,867,426
Non-current						1,867,426
Total	2,403,820	8,204	272,478	110,693	(430,002)	2,365,193
Current						80,711
Non-current						2,284,482

						Consolidated
Description	Balance as at 12/31/2019	Additions	Monetary variation and interest	Payments / write-offs	Discontinued operations (a)	Balance as at 06/30/2020
Labor	90,176	3,547	2,574	(9,372)	-	86,925
Current						5160
Non-current						81,765
Civil lawsuits and others:						
Civil lawsuits	342,080	115,703	16,857	(68,618)	(12,955)	393,067
Other	29,709	19,277	325	(25,334)	(523)	23,454
Lawyer's fees	35,802	13,870	3	(7,341)	(1,388)	40,946
Subtotal	407,591	148,850	17,185	(101,293)	(14,866)	457,467
Current						110,157
Non-current						347,310
Tax:						
PIS	287,973	73	2,545	-	-	290,591
COFINS	497,536	-	4,337	-	-	501,873
Income tax	84,490	-	805	(4,882)	-	80,413
Social contribution	595,250	-	7,583	(1,050)	-	601,783
INSS	359,537	-	3,170	-	-	362,707
Others tax claims	3,366	-	64	(84)	-	3,346
Lawyer's fees	39,274	16	320	(763)	-	38,847
Subtotal	1,867,426	89	18,824	(6,779)	-	1,879,560
Non-current						1,879,560
Total	2,365,193	152,486	38,583	(117,444)	(14,866)	2,423,952
Current						115,317
Non-current						2,308,635

(a) Disposal of the portfolio comprising the Auto and Other Property and Casualty line operations as described in Note 13.

22.2.1. Tax obligations

There was no significant change in the progress of the main tax proceedings arising from the tax obligations reported in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

22.2.2. Provision for lawsuits

There was no significant change in the progress of the main tax proceedings arising from the tax obligations reported in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019, except for one of the proceedings of subsidiaries SALIC and SANTA CRUZ, which dispute the social security contribution on the consideration paid to insurance brokers, which are awaiting the conversion into income of the escrow deposits made in the records, arising from a final and unappealable unfavorable decision, in June 2020. The other companies remain waiting for the decisions in the records of their proceedings.

22.2.3. Contingent liabilities

As at June 30, 2020 and December 31, 2019, the total amount adjusted for inflation being disputed in lawsuits whose likelihood of loss is classified as possible by Management and by the attorneys handling these claims is as follows:

Description	06/30/2020	12/31/2019
Tax (a)	1,861,923	1,793,058
Civil lawsuits	312,848	334,388
Labor	64,772	75,183
Total	2,239,543	2,202,629

(a) As at June 30, 2020, the total amount of R\$1,861,923 (R\$1,793,058 as at December 31, 2019), the amount of R\$13,860 (R\$13,806 as at December 31, 2019) is accrued because it basically refers to legal obligations. The portion not accrued, totaling R\$1,848,063 (R\$1,779,252 as at December 31, 2019) consists mainly of: (i) assessment notices issued against the subsidiaries CIA. SAÚDE and SALIC, in which it is challenged the deductibility for amortization of the goodwill arising from the acquisition of the parent companies SLT Participações S.A. and STA Participações S.A., respectively, in calendar years 2005, 2006 and 2007; (ii) the non-approval of the offset of taxes at the administrative level; (iii) the disallowance of income tax loss and social contribution loss carryforwards; (iv) imposition of COFINS on investment income linked to assets guaranteeing technical reserves; and (v) claim aimed at charging ISS debits arising from the supposed lack of collection of tax on the services provided in the municipality of São Paulo. For this case, the legal counsel consider that the likelihood of loss is remote; and (vi) assessment notice issued by the municipality of Rio de Janeiro for collection of ISS on health insurance.

23. Related parties

The main asset and liability balances related to related party transactions, as well as transactions that influenced the profit or loss for the period, are related to transactions of the Company with its direct and indirect subsidiaries, related companies and key management personnel.

23.1. Transactions

The main transactions are the following:

Description	Type	Shareholder	Assets		Company Liabilities	
			06/30/2020	12/31/2019	06/30/2020	12/31/2019
Sulasapar Participações S.A. (a) (b)	Shareholder	Sulasa Participações S.A.	-	-	19,196	71,981
Sul América Capitalização S.A. - SULACAP (d)	Indirect subsidiary	Sul América Santa Cruz Participações S.A.	239	239	-	-
Saepar Serviços e Participações S.A. (a) (b)	Direct subsidiary	Sul América S.A.	-	52,833	-	-
Sul América Companhia de Seguro Saúde (c) (d)	Indirect subsidiary	Sul América Companhia Nacional de Seguros	22,467	20,485	483	-
Sul América Investimentos Distribuidora de Títulos e Valores Mobiliários S.A. (d)	Indirect subsidiary	Sul América Companhia de Seguro Saúde	1,921	1,322	-	-
Sul América Investimentos Gestora De Recursos S.A. (d)	Indirect subsidiary	Sul América Investimentos Distribuidora de Títulos e Valores Mobiliários S.A.	2,203	1,854	-	-
Sul América Seguros de Pessoas e Previdência S.A. (d) (f)	Indirect subsidiary	Sul América Companhia de Seguro Saúde	2,973	2,930	-	-
Sul América Companhia Nacional de Seguros (c) (d) (g)	Indirect subsidiary	Saepar Serviços e Participações S.A.	9,612	112,658	221	399
Sul América Serviços de Saúde S.A. (e)	Indirect subsidiary	Sul América Companhia de Seguro Saúde	-	-	-	-
Person who controls the company, person who is a Key Management Personnel or Person with Significant Influence, the respective close members of the family of such person and related companies. (a) (b)	Other	Other	-	-	1,019	1,794
Total			39,415	192,321	20,919	74,174

Description	Type	Shareholder	Company Expenses	
			First half ended June 30, 2020	Quarter ended June 30, 2020
Sulasapar Participações S.A. (a) (b)	Shareholder	Sulasa Participações S.A.	-	-
Sul América Capitalização S.A. - SULACAP (d)	Indirect subsidiary	Sul América Santa Cruz Participações S.A.	-	-
Saepar Serviços e Participações S.A. (a) (b)	Direct subsidiary	Sul América S.A.	-	-
Sul América Companhia de Seguro Saúde (c) (d)	Indirect subsidiary	Sul América Companhia Nacional de Seguros	-	-
Sul América Investimentos Distribuidora de Títulos e Valores Mobiliários S.A. (d)	Indirect subsidiary	Sul América Companhia de Seguro Saúde	-	-
Sul América Investimentos Gestora De Recursos S.A. (d)	Indirect subsidiary	Sul América Investimentos Distribuidora de Títulos e Valores Mobiliários S.A.	(92)	(92)
Sul América Seguros de Pessoas e Previdência S.A. (d) (f)	Indirect subsidiary	Sul América Companhia de Seguro Saúde	(6)	(5)
Sul América Companhia Nacional de Seguros (c) (d) (g)	Indirect subsidiary	Saepar Serviços e Participações S.A.	-	-
Sul América Serviços de Saúde S.A. (e)	Indirect subsidiary	Sul América Companhia de Seguro Saúde	(13)	(13)
Person who controls the company, person who is a Key Management Personnel or Person with Significant Influence, the respective close members of the family of such person and related companies. (a) (b)	Other	Other	-	-
Total			(111)	(110)

- (a) Amount related to the dividends distributable to or receivable among shareholders, holders of interests or partners;
 (b) Amount related to interest on capital distributable to or receivable among shareholders, holders of interests or partners;
 (c) Amount related to intercompany transactions in current accounts basically of refund of administrative expenses, which are settled in the month subsequent to that of the transaction;
 (d) Amount related to the refund of the subsidiaries with stock option plans of the Company offered to the management members of the group companies;
 (e) Amount related to the health and dental insurance of the Company's employees;
 (f) Amount related to the group life insurance and private pension plan offered to all employees; and
 (g) Amount related to the apportionment of the rent of the headquarters' buildings among SulAmérica's companies, the financial settlement being performed in April.

Description	Type	Shareholder	Assets		Consolidated Liabilities	
			06/30/2020	12/31/2019	06/30/2020	12/31/2019
Sulasapar Participações S.A. (a) (b)	Shareholder	Sulasa Participações S.A.	-	-	19,196	71,981
Nova Ação Participações S.A. (e)	Affiliated company	Sulasapar Participações S.A.	132	78	-	-
Sharecare Brasil Serv. De Consultoria Ltda (d) (g)	Associated company	Sharecare Digital Health International Limited	12	-	6,371	11,123
Órama Distribuidora de Títulos e Valores Mobiliários S.A. (g)	Associated company	Other	-	-	-	-
Person who controls the company, person who is a Key Management Personnel or Person with Significant Influence, the respective close members of the family of such person and related companies. (a) (b) (c) (f)	Other	Other	154	145	94,462	96,241
Total			298	223	120,029	179,345

Description	Type	Shareholder	Consolidated Income	
			First half ended June 30, 2020	Quarter ended June 30, 2020
Sulasapar Participações S.A. (a) (b)	Shareholder	Sulasa Participações S.A.	-	-
Nova Ação Participações S.A. (e)	Affiliated company	Sulasapar Participações S.A.	-	-
Sharecare Brasil Serv. De Consultoria Ltda (d) (g)	Associated company	Sharecare Digital Health International Limited	3,751	2,711
Órama Distribuidora de Títulos e Valores Mobiliários S.A. (g)	Associated company	Other	545	409
Person who controls the company, person who is a Key Management Personnel or Person with Significant Influence, the respective close members of the family of such person and related companies. (a) (b) (c) (f)	Other	Other	3,219	770
Total			7,515	3,890

Description	Type	Shareholder	Consolidated Expenses	
			First half ended June 30, 2020	Quarter ended June 30, 2020
Sulasapar Participações S.A. (a) (b)	Shareholder	Sulasa Participações S.A.	-	-
Nova Ação Participações S.A. (e)	Affiliated company	Sulasapar Participações S.A.	-	-
Sharecare Brasil Serv. De Consultoria Ltda (d) (g)	Associated company	Sharecare Digital Health International Limited	(38,344)	(19,500)
Órama Distribuidora de Títulos e Valores Mobiliários S.A. (g)	Associated company	Other	-	-
Person who controls the company, person who is a Key Management Personnel or Person with Significant Influence, the respective close members of the family of such person and related companies. (a) (b) (c) (f)	Other	Other	(6,647)	(3,582)
Total			(44,991)	(23,082)

- (a) Amount related to dividends distributable to or receivable among shareholders, holders of interests or partners;
 (b) Amount related to interest on capital distributable to or receivable among shareholders, holders of interests or partners;
 (c) Amount related to advisory services provided and follow up of lawsuits of civil, labor and tax nature. These contracts are renewed annually and terminated monthly;
 (d) Amount related to healthcare service and solutions;
 (e) Amount related to the apportionment of the rent of the Headquarters' and Pinheiros head office's buildings among SulAmérica's companies;
 (f) Amount related to insurance and private pension operations between companies and the key management personnel, their relatives and respective subsidiaries; and
 (g) Amount related to the health insurance of the company's employees purchased from companies of the group.

The amounts of dividends and interest on capital (JCP) received and paid by the Company, up to June 30, 2020, are as follows:

	Dividends and interest equity received		Dividends and interest equity paid	
	06/30/2020	06/30/2019	06/30/2020	06/30/2019
Saepar	-	31,186	-	-
Cia. Saúde	59,171	84,815	-	-
Sulasapar	-	-	-	55,009
Non-controlling shareholders	-	-	-	159,924
Total	59,171	116,001	-	214,933

As at June 30, 2020, in the consolidated balance, no dividend was received through its subsidiaries (R\$33,130 as at June 30, 2019). Additionally, as at June 30, 2020 and 2019, no dividend was paid, through its subsidiaries to other shareholders, besides the dividends reported as the Company's payment.

23.2. Compensation of management members

SulAmérica's Management is composed of members of the Boards of Directors and Executive Officers of the Company and its subsidiaries, including members of the advisory committees of the Board of Directors. Management compensation expenses, paid or payable, are shown below. The tables also include expenses related to the costing of the stock option plan of the Company.

	Company		
	Short-term benefits for management	Stock option plan	Total
Accounts payable			
06/30/2020	360	-	360
12/31/2019	76	-	76
Expenses			
First half ended 06/30/2020	(3,042)	(8)	(3,050)
Quarter ended 06/30/2020	(1,516)	(4)	(1,520)
First half ended 06/30/2019	(2,731)	(10)	(2,741)
Quarter ended 06/30/2019	(1,304)	(7)	(1,311)

	Consolidated			
	Short-term benefits for management	Post-employment benefits	Stock option plan	Total
Accounts payable				
06/30/2020	42,842	4,850	(308)	47,384
12/31/2019	74,719	6,524	-	81,243
Expenses				
First half ended 06/30/2020	(35,942)	(1,153)	(5,472)	(42,567)
Quarter ended 06/30/2020	(15,626)	(537)	(1,932)	(18,095)
First half ended 06/30/2019	(42,123)	(906)	(3,775)	(46,804)
Quarter ended 06/30/2019	(15,442)	(763)	(3,837)	(20,042)

Stock option plan of the Company

The characteristics of the stock option plan of bonus shares are as follows:

Bonus option plan

The Bonus Option Plan was introduced in 2011, and in this plan the executive opts for joining the Plan using a portion of her/his short-term variable compensation for purchasing the Company's units ("restricted units"). For each acquired unit, the executive shall receive an amount of bonus options in exchange.

Executives are entitled to exercise bonus stock options (vesting date) from the third year, in the proportion of 33%, 33% and 34% each year, and extension of the period for one additional year, totaling six years, when the incentives in shares which are not exercised expire.

On April 1, 2020, the Board of Directors approved the 2020, plan, according to which 768,880 bonus options were granted, in exchange for the acquisition of 282,000 restricted units.

The changes in the balance of bonus options already granted are summarized below:

	Company		
	Unit options (quantity)		
	Units	Common	Preferred
Balance of bonus options outstanding in 01/01/2019	3,776,759	3,776,759	7,553,518
Balance of bonus options exercisable as at 01/01/2019	65,618	65,618	131,236
Bonus options granted over the period	757,400	757,400	1,514,800
Bonus options exercised over the period	(1,167,987)	(1,167,987)	(2,335,974)
Bonus options forfeited over the period	(543,875)	(543,875)	(1,087,750)
Balance of bonus options outstanding in 12/31/2019	2,822,297	2,822,297	5,644,594
Balance of bonus options exercisable in 12/31/2019	77,526	77,526	155,052
Bonus options granted over the period	768,880	768,880	1,537,760
Bonus options exercised over the period	(782,415)	(782,415)	(1,564,830)
Bonus options forfeited over the period	(114,266)	(114,266)	(228,532)
Balance of bonus options outstanding in 06/30/2020	2,694,496	2,694,496	5,388,992
Balance of bonus options exercisable in 06/30/2020	54,306	54,306	108,612

(a) The weighted average exercise price of bonus options is restricted by the holding of acquired Restricted Units, the grace period of which is fixed.

The expense, based on the fair value of the option on the respective dates of the grant contracts, corresponding to the Stock Option Plan of the Company as at June 30, 2020 was R\$5,472 (R\$3,775 as at June 30, 2019), of which R\$8 (R\$10 as at June 30, 2019) related to the executives of the Company, and R\$5,464 (R\$3,765 as at June 30, 2019) of its subsidiaries, which reimbursed SulAmérica for the participation of their executives in the stock option plan, and are recorded in the line item "Administrative Expenses", as contra-entry to "Capital Reserves".

The minimum and maximum exercise prices of exercised bonus options as at June 30, 2020, are R\$34.31 and R\$65.00, respectively (R\$ 30.47 and R\$ 53.80 as at December 31, 2019). The contractual period of bonus options is 3.31 years (3.56 years as at December 31, 2019).

24. Equity

24.1. Capital

As at June 30, 2020 and December 31, 2019, the Company's capital amounts to R\$3,319,882, as approved at the Annual and Extraordinary Shareholders' Meeting held on March 29, 2017, represented by 1,182,461,903 shares, of which 592,688,393 are common shares and 589,773,510 are preferred shares, all registered, with no par value and fully paid-in.

The change in shares outstanding is as follows:

Date	Description	Company		
		Common	Preferred	Total
	Shares	592,688,393	589,773,510	1,182,461,903
	Treasury shares (see note 24.4)	(7,243,628)	(14,487,261)	(21,730,889)
01/01/2019	Total	585,444,765	575,286,249	1,160,731,014
	Repurchase (sale) of treasury shares and other changes	540,195	1,080,390	1,620,585
12/31/2019	Total	585,984,960	576,366,639	1,162,351,599
	Repurchase (sale) of treasury shares and other changes	485,637	971,274	1,456,911
06/30/2020	Total	586,470,597	577,337,913	1,163,808,510

24.1.1. Authorized capital

There was no change in the policy on authorized capital composition presented in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

24.2. Reserves

There was no change in the policy on reserve composition presented in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

24.3. Equity adjustment

There was no change in the accounting practices adopted for equity adjustment presented in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019.

24.4. Treasury shares

The change in treasury shares is as follows:

Roll forward of treasury stocks	Number of shares (in units)	Company		
		Common	Preferred	Weighted average price (in reais)
Treasury stocks in 01/01/2019	7,243,628	7,243,628	14,487,261	16.43
Shares related to options exercised in the year - share bonus	(1,167,987)	(1,167,987)	(2,335,974)	17.62
Disposal of shares in the year - share bonus	(270,000)	(270,000)	(540,000)	16.54
Acquisition of shares in the year - share bonus	897,792	897,792	1,795,584	40.75
Treasury stocks in 12/31/2019	6,703,433	6,703,433	13,406,871	19.43
Shares related to options exercised in the period - share bonus	(782,415)	(782,415)	(1,564,830)	21.70
Disposal of shares in the period	(282,000)	(282,000)	(564,000)	21.72
Acquisition of shares in the period - share bonus	578,778	578,778	1,157,556	49.26
Treasury stocks in 06/30/2020 (a)	6,217,796	6,217,796	12,435,597	22.26

(a) The Units, repurchased for holding them in treasury, are each broken down in one common share and two preferred shares, representing as at June 30, 2020, 6,217,796 (6,703,433 as at December 31, 2019) common shares and 12,435,597 (13,406,871 as at December 31, 2019) preferred shares.

The repurchase and sale of treasury shares, made in the period as at June 30, 2020, amounted to R\$31,264 and R\$9,532 (R\$36,585 of repurchase and R\$8,046 of sales as at December 31, 2019). These repurchases and sales were recorded in line items "Treasury shares" and "Capital reserves", and the minimum cost to repurchase units as at June 30, 2020 was R\$34.31 (R\$30.47 as at December 31, 2019) and the maximum cost was R\$65.00 (R\$53.80 as at December 31, 2019). The market value of units, calculated based on the last price as at June 30, 2020 was R\$45.07 (R\$59.92 as at December 31, 2019).

24.5. Dividend distribution policy

There was no change in the dividend distribution policy as presented in the annual financial statements of the Company and SulAmérica for the year ended December 31, 2019. In addition, we inform that the proposal for distribution of the 2019 earnings has not yet been approved, due to the cancellation of the Annual Shareholders' Meeting because of the COVID-19 impacts, as mentioned in Note 1.5.

24.6. Earnings per share

Earnings per common and preferred share take into consideration not only common and preferred shares outstanding, but also the potential issues and cancellations (diluting and anti-diluting), arising from the Stock Option Plan of the Company.

As the earnings per share attributable to the controlling shareholders of the Company is equal to that of SulAmérica, only one set of information is presented as follows:

Description	Company First half ended 06/30/2020		
	Common	Preferred	Total
Net income from continued operations for the period attributed to shares	236,196	232,517	468,713
Net income from discontinued operations for the period attributed to shares	55,117	54,259	109,376
Net income for the period attributed to shares	291,313	286,776	578,089
Weighted average number of shares	592,688,393	589,773,510	1,182,461,903
Weighted average number of treasury shares	(6,631,480)	(13,262,959)	(19,894,439)
Weighted average number of shares outstanding - basic	586,056,913	576,510,551	1,162,567,464
Earnings per share - basic (a) (in R\$)	0.4971	0.4974	0.4973
Adjustment:			
Weighted average number of shares granted and cancelled in connection with the Stock Option Plan of the company	2,797,557	5,595,113	8,392,670
Weighted average number of shares outstanding - diluted	588,854,470	582,105,664	1,170,960,134
Earnings per share - diluted (b) (in R\$)	0.4947	0.4927	0.4937

Description	Company First half ended 06/30/2019		
	Common	Preferred	Total
Net income from continued operations for the period attributed to shares	203,365	199,947	403,312
Net income from discontinued operations for the period attributed to shares	40,834	40,147	80,981
Net income for the period attributed to shares	244,199	240,094	484,293
Weighted average number of shares	592,688,393	589,773,510	1,182,461,903
Weighted average number of treasury shares	(7,116,689)	(14,233,378)	(21,350,067)
Weighted average number of shares outstanding - basic	585,571,704	575,540,132	1,161,111,836
Earnings per share - basic (a) (in R\$)	0.4170	0.4172	0.4171
Adjustment:			
Weighted average number of shares granted and cancelled in connection with the Stock Option Plan of the company	3,553,610	7,107,220	10,660,830
Weighted average number of shares outstanding - diluted	589,125,314	582,647,352	1,171,772,666
Earnings per share - diluted (b) (in R\$)	0.4145	0.4121	0.4133

Description	Company Quarter ended 06/30/2020		
	Common	Preferred	Total
Net income from continued operations for the period attributed to shares	200,856	197,728	398,584
Net income from discontinued operations for the period attributed to shares	50,236	49,453	99,689
Net income for the period attributed to shares	251,092	247,181	498,273
Weighted average number of shares	592,688,393	589,773,510	1,182,461,903
Weighted average number of treasury shares	(6,189,343)	(13,974,113)	(20,163,456)
Weighted average number of shares outstanding - basic	586,499,050	575,799,397	1,162,298,447
Earnings per share - basic (a) (in R\$)	0.4281	0.4293	0.4287
Adjustment:			
Weighted average number of shares granted and cancelled in connection with the Stock Option Plan of the company	2,794,369	5,588,738	8,383,107
Weighted average number of shares outstanding - diluted	589,293,419	581,388,135	1,170,681,554
Earnings per share - diluted (b) (in R\$)	0.4261	0.4252	0.4256

Description	Company Quarter ended 06/30/2019		
	Common	Preferred	Total
Net income from continued operations for the period attributed to shares	109,727	108,019	217,746
Net income from discontinued operations for the period attributed to shares	21,709	21,370	43,079
Net income for the period attributed to shares	131,436	129,389	260,825
Weighted average number of shares	592,688,393	589,773,510	1,182,461,903
Weighted average number of treasury shares	(6,987,057)	(13,974,113)	(20,961,170)
Weighted average number of shares outstanding - basic	585,701,336	575,799,397	1,161,500,733
Earnings per share - basic (a) (in R\$)	0.2244	0.2247	0.2246
Adjustment:			
Weighted average number of shares granted and cancelled in connection with the Stock Option Plan of the company	3,712,926	7,425,852	11,138,778
Weighted average number of shares outstanding - diluted	589,414,262	583,225,249	1,172,639,511
Earnings per share - diluted (b) (in R\$)	0.2230	0.2219	0.2224

(a) Basic

Basic earnings per share is calculated based on the division of the net income attributable to shareholders by the weighted average number of common and preferred shares outstanding for the year, less the weighted average treasury stock.

(b) Diluted

Diluted earnings per share is calculated based on the division of the net income attributable to shareholders by the adjusted weighted average number of common and preferred shares outstanding for the year, less the weighted average treasury stock.

The adjustment to the weighted average takes into consideration the number of vesting and forfeitures according to the Stock Option Plan of the Company during the period.

25. Operating segments

25.1. Statement of profit or loss by segment

There was no change in SulAmérica's business structure from December 31, 2019 to June 30, 2020.

As at June 30, 2020 and June 30, 2019, SulAmérica has the following profit or loss by business unit, as shown below:

Description	Consolidated First half ended June 30, 2020			
	Health	Life and private pension	Asset Management	Other
Operating revenue	9,073,933	600,592	44,736	572
Insurance	9,026,876	241,358	-	(2,480)
Net premiums	9,001,680	239,977	-	(2,575)
Other	25,196	1,381	-	95
Private pension	-	359,234	-	-
Premiums, retained contributions and net asset management fee	-	359,222	-	-
Other	-	12	-	-
Saving bonds, ASO, asset management	35,448	-	44,736	2,277
Other	11,609	-	-	775
Change in technical reserves	(21,784)	(302,746)	-	-
Insurance	(21,784)	(5,133)	-	-
Private pension	-	(297,613)	-	-
Operating expenses	(7,787,688)	(268,249)	(3,089)	(3,907)
Insurance	(7,778,063)	(216,735)	-	565
Claims	(6,902,019)	(125,967)	-	2,368
Acquisition costs	(598,219)	(73,759)	-	-
Other	(277,825)	(17,009)	-	(1,803)
Private pension	-	(51,514)	-	-
Benefit and redemption expenses	-	(29,150)	-	-
Acquisition costs	-	(17,298)	-	-
Other	-	(5,066)	-	-
Saving bonds, ASO, asset management, other	(9,625)	-	(3,089)	(4,472)
Gross operating margin	1,264,461	29,597	41,647	(3,335)
General and administrative expenses	(537,056)	(53,689)	(24,338)	(92,223)
Net investment income	53,598	(116)	(120)	22,636
Share of profit of investees income	(1,677)	-	(2,178)	-
Net non-operating income	714	105	-	(5,020)
Income before income tax and social contribution	780,040	(24,103)	15,011	(77,942)
Income tax and social contribution	(262,314)	8,087	(5,767)	35,625
Net income after taxes from continued operations	517,726	(16,016)	9,244	(42,317)

Description	Consolidated				
	Quarter ended June 30, 2020				
	Health	Life and private pension	Asset Management	Other	Total
Operating revenue	4,502,879	275,202	21,542	(6,439)	4,793,184
Insurance	4,475,456	121,706	-	(577)	4,596,585
Net premiums	4,467,258	121,241	-	(671)	4,587,828
Other	8,198	465	-	94	8,757
Private pension	-	153,496	-	-	153,496
Premiums, retained contributions and net asset management fee	-	153,484	-	-	153,484
Other	-	12	-	-	12
Saving bonds, ASO, asset management	18,244	-	21,542	(6,094)	33,692
Other	9,179	-	-	232	9,411
Change in technical reserves	(11,418)	(130,168)	-	-	(141,586)
Insurance	(11,418)	(8,480)	-	-	(19,898)
Private pension	-	(121,688)	-	-	(121,688)
Operating expenses	(3,584,621)	(134,565)	(1,072)	2,208	(3,718,050)
Insurance	(3,581,100)	(109,217)	-	2,295	(3,688,022)
Claims	(3,140,511)	(64,399)	-	2,823	(3,202,087)
Acquisition costs	(294,468)	(35,345)	-	-	(329,813)
Other	(146,121)	(9,473)	-	(528)	(156,122)
Private pension	-	(25,348)	-	-	(25,348)
Benefit and redemption expenses	-	(13,869)	-	-	(13,869)
Acquisition costs	-	(8,537)	-	-	(8,537)
Other	-	(2,942)	-	-	(2,942)
Saving bonds, ASO, asset management, Other	(3,521)	-	(1,072)	(87)	(4,680)
Gross operating margin	906,840	10,469	20,470	(4,231)	933,548
General and administrative expenses	(273,526)	(26,513)	(11,049)	(68,549)	(379,637)
Net investment income	62,400	1,564	77	5,810	69,851
Share of profit of investees income	(1,694)	-	(2,178)	(127)	(3,999)
Net non-operating income	113	38	-	187	338
Income before income tax and social contribution	694,133	(14,442)	7,320	(66,910)	620,101
Income tax and social contribution	(255,281)	7,296	(5,137)	31,690	(221,432)
Net income after taxes from continued operations	438,852	(7,146)	2,183	(35,220)	398,669

Description	Consolidated				
	First half ended June 30, 2019				
	Health	Life and private pension	Asset Management	Other	Total
Operating revenue	8,411,533	591,021	45,739	21,242	9,069,535
Insurance	8,379,780	254,058	-	2,471	8,636,309
Net premiums	8,379,362	253,811	-	2,658	8,635,831
Other	418	247	-	(187)	478
Private pension	-	336,963	-	-	336,963
Premiums, retained contributions and net asset management fee	-	336,237	-	-	336,237
Other	-	726	-	-	726
Saving bonds, ASO, asset management	30,112	-	45,739	18,771	94,622
Other	1,641	-	-	-	1,641
Change in technical reserves	(29,157)	(272,366)	-	114	(301,409)
Insurance	(29,157)	(5,215)	-	114	(34,258)
Private pension	-	(267,151)	-	-	(267,151)
Operating expenses	(7,555,540)	(286,416)	(2,242)	(41,837)	(7,886,035)
Insurance	(7,546,403)	(224,575)	-	(25,421)	(7,796,399)
Claims	(6,794,821)	(125,981)	-	(1,802)	(6,922,604)
Acquisition costs	(527,892)	(77,190)	-	(809)	(605,891)
Other	(223,690)	(21,404)	-	(22,810)	(267,904)
Private pension	-	(61,841)	-	-	(61,841)
Benefit and redemption expenses	-	(41,695)	-	-	(41,695)
Acquisition costs	-	(17,888)	-	-	(17,888)
Other	-	(2,258)	-	-	(2,258)
Saving bonds, ASO, asset management, other	(9,137)	-	(2,242)	(16,416)	(27,795)
Gross operating margin	826,836	32,239	43,497	(20,481)	882,091
General and administrative expenses	(500,525)	(52,520)	(23,136)	(49,097)	(625,278)
Net investment income	173,565	37,736	272	34,286	245,859
Share of profit of investees income	1,491	-	-	(181)	1,310
Net non-operating income	123	67	-	(2,250)	(2,060)
Income before income tax and social contribution	501,490	17,522	20,633	(37,723)	501,922
Income tax and social contribution	(122,715)	(4,300)	(5,064)	33,009	(99,070)
Net income after taxes from continued operations	378,775	13,222	15,569	(4,714)	402,852

Description	Consolidated				
	Quarter ended June 30, 2019				
	Health	Life and private pension	Asset Management	Other	Total
Operating revenue	4,221,823	307,542	26,142	11,055	4,566,562
Insurance	4,205,797	133,370	-	1,998	4,341,165
Net premiums	4,205,786	133,148	-	2,130	4,341,064
Other	11	222	-	(132)	101
Private pension	-	174,172	-	-	174,172
Premiums, retained contributions and net asset management fee	-	173,449	-	-	173,449
Other	-	723	-	-	723
Saving bonds, ASO, asset management	15,083	-	26,142	9,057	50,282
Other	943	-	-	-	943
Change in technical reserves	(16,872)	(148,306)	-	114	(165,064)
Insurance	(16,872)	(11,108)	-	114	(27,866)
Private pension	-	(137,198)	-	-	(137,198)
Operating expenses	(3,817,711)	(139,720)	(1,071)	(22,778)	(3,981,280)
Insurance	(3,812,131)	(109,728)	-	(14,562)	(3,936,421)
Claims	(3,456,732)	(61,448)	-	(502)	(3,518,682)
Acquisition costs	(260,972)	(38,497)	-	(540)	(300,009)
Other	(94,427)	(9,783)	-	(13,520)	(117,730)
Private pension	-	(29,992)	-	-	(29,992)
Benefit and redemption expenses	-	(19,859)	-	-	(19,859)
Acquisition costs	-	(8,614)	-	-	(8,614)
Other	-	(1,519)	-	-	(1,519)
Saving bonds, ASO, asset management, Other	(5,580)	-	(1,071)	(8,216)	(14,867)
Gross operating margin	387,240	19,516	25,071	(11,609)	420,218
General and administrative expenses	(251,770)	(27,422)	(12,405)	(24,447)	(316,044)
Net investment income	80,173	16,562	63	17,806	114,604
Share of profit of investees income	812	-	-	(11,497)	(10,685)
Net non-operating income	35	32	-	(2,259)	(2,192)
Income before income tax and social contribution	216,490	8,688	12,729	(32,006)	205,901
Income tax and social contribution	(9,850)	(793)	(1,926)	24,092	11,523
Net income after taxes from continued operations	206,640	7,895	10,803	(7,914)	217,424

25.2. Loss ratio, acquisition cost and gross margin

As at June 30, 2020 and June 30, 2019, SulAmérica has the following ratios by business unit, extracted from profit or loss:

Description	Consolidated		
	First half ended June 30, 2020		
	Health	Life and private pension	Total
Loss ratio (a)	75.99%	52.31%	75.38%
Acquisition cost (b)	6.59%	30.63%	7.21%
Gross margin (c)	17.42%	17.06%	17.41%

Description	Consolidated		
	Quarter ended June 30, 2020		
	Health	Life and private pension	Total
Loss ratio (a)	69.47%	55.83%	69.10%
Acquisition cost (b)	6.51%	30.64%	7.11%
Gross margin (c)	24.02%	13.53%	23.79%

Description	Consolidated		
	First half ended June 30, 2019		
	Health	Life and private pension	Total
Loss ratio (a)	80.63%	49.26%	79.70%
Acquisition cost (b)	6.26%	30.18%	6.98%
Gross margin (c)	13.11%	20.56%	13.32%

Description	Consolidated		
	Quarter ended June 30, 2019		
	Health	Life and private pension	Total
Loss ratio (a)	81.82%	48.85%	80.84%
Acquisition cost (b)	6.18%	30.61%	6.89%
Gross margin (c)	12.00%	20.54%	12.27%

The calculated ratios are as follows:

- (a) Claims incurred to earned premiums;
- (b) Acquisition cost to earned premiums; and
- (c) Gross margins to earned premiums.

25.3. Insurance written premiums by region

Insurance written premiums by region are as follows:

Region	Consolidated First half ended June 30, 2020		
	Health	Life and private pension	Total
Southeast	7,284,270	120,918	7,405,188
South	248,192	76,452	324,644
Northeast	1,111,840	15,743	1,127,583
North	78,921	2,011	80,932
Midwest	381,156	28,762	409,918
Total	9,104,379	243,886	9,348,265

Region	Consolidated Quarter ended June 30, 2020		
	Health	Life and private pension	Total
Southeast	3,608,824	62,164	3,670,988
South	125,036	37,779	162,815
Northeast	569,720	8,377	578,097
North	40,842	1,198	42,040
Midwest	187,778	14,135	201,913
Total	4,532,200	123,653	4,655,853

Region	Consolidated First half ended June 30, 2019		
	Health	Life and private pension	Total
Southeast	6,732,920	131,217	6,864,137
South	226,815	75,978	302,793
Northeast	1,078,643	19,036	1,097,679
North	71,189	8,767	79,956
Midwest	353,518	21,897	375,415
Total	8,463,085	256,895	8,719,980

Region	Consolidated Quarter ended June 30, 2019		
	Health	Life and private pension	Total
Southeast	3,386,010	72,775	3,458,785
South	114,939	38,424	153,363
Northeast	530,722	9,454	540,176
North	35,932	4,784	40,716
Midwest	178,718	9,174	187,892
Total	4,246,321	134,611	4,380,932

25.4. Assets and liabilities by segment

Assets and liabilities by segment are as follows:

Description	Consolidated 06/30/2020				
	Health	Life and private pension	Asset Management	Other	Total
Assets					
Marketable securities	5,858,230	8,098,230	64,763	1,560,894	15,582,117
Receivables	1,040,916	112,322	524	1,486,301	2,640,063
Taxes	639,961	165,250	6,466	586,773	1,398,450
Deferred acquisition costs	944,474	72,217	-	-	1,016,691
Judicial deposits	1,496,007	229,885	8,855	1,055,744	2,790,491
Other Assets	764,502	410,591	107,960	221,399	1,504,452
Assets of discontinued operations	-	-	-	3,548,787	3,548,787
Total	10,744,090	9,088,495	188,568	8,459,898	28,481,051
Liabilities and equity					
Accounts payable	903,263	90,041	18,209	621,386	1,632,899
Loans and financing	360	-	-	2,177,723	2,178,083
Insurance and reinsurance liabilities	134,399	97,067	-	18,011	249,477
Technical reserves - Insurance	3,372,198	8,443,702	-	19,689	11,835,589
Escrow provisions	1,385,304	187,294	6,831	844,523	2,423,952
Other liabilities	21,560	(469)	438	6,749	28,278
Liabilities of discontinued operations	-	-	-	2,640,706	2,640,706
Total	5,817,084	8,817,635	25,478	6,328,787	20,988,984

Description	Consolidated 12/31/2019				
	Health	Life and private pension	Asset Management	Other	Total
Assets					
Marketable securities	5,739,131	7,957,621	184,298	3,695,079	17,576,129
Receivables	1,052,835	97,875	280	2,444,435	3,595,425
Taxes	580,071	153,828	9,293	556,682	1,299,874
Deferred acquisition costs	964,707	68,946	-	383,185	1,416,838
Judicial deposits	1,495,303	229,072	13,013	1,116,987	2,854,375
Other Assets	781,093	453,258	34,494	400,965	1,669,810
Total	10,613,140	8,960,600	241,378	8,597,333	28,412,451
Liabilities and equity					
Accounts payable	989,280	74,151	47,307	1,378,839	2,489,577
Loans and financing	743	-	-	1,749,609	1,750,352
Insurance and reinsurance liabilities	198,817	78,131	-	118,660	395,608
Technical reserves - Insurance	3,335,201	8,362,189	-	2,532,557	14,229,947
Escrow provisions	1,320,773	183,809	10,875	849,736	2,365,193
Other liabilities	20,590	196	-	13,283	34,069
Total	5,865,404	8,698,476	58,182	6,642,684	21,264,746

26. Operating revenue of insurance – Net premiums

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Net premiums				
Insurance premiums	9,361,132	4,657,276	8,723,037	4,377,269
Reinsurance ceded	(19,758)	(4,856)	(12,038)	(744)
Coinurance ceded	32	32	234	62
Retrocessão	(73)	-	-	-
Contribution for risk coverage (a)	6,932	3,401	8,747	4,345
Total	9,348,265	4,655,853	8,719,980	4,380,932
Sales tax				
PIS	(15,074)	(9,411)	(11,649)	(5,518)
COFINS	(92,692)	(57,917)	(71,683)	(33,957)
ISS	(1,417)	(697)	(817)	(393)
Total	(109,183)	(68,025)	(84,149)	(39,868)
Total	9,239,082	4,587,828	8,635,831	4,341,064

(a) Refers to the risk portion of private pension contracts

27. Operating revenue of private pension – Net premium, income and management fees

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Premiums, retained contributions and net asset management fee				
Retained contributions	331,127	139,827	310,924	160,678
Asset management fee	29,651	14,507	26,579	13,556
Total	360,778	154,334	337,503	174,234
Sales tax				
PIS	(218)	(119)	(177)	(110)
COFINS	(1,338)	(731)	(1,089)	(675)
Total	(1,556)	(850)	(1,266)	(785)
Total	359,222	153,484	336,237	173,449

28. Change in technical reserves of insurance and private pension

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 12/31/2019
Insurance				
Unearned premium reserve	(27,616)	(20,720)	(34,535)	(25,282)
Additional provisions for premiums and contributions	-	-	(5,563)	(5,836)
Mathematical reserve for benefits granted	315	160	3,781	3,159
Other	384	662	2,059	93
Total - insurance	(26,917)	(19,898)	(34,258)	(27,866)
Private pension				
Mathematical reserve for benefits to be granted	(309,911)	(130,030)	(274,724)	(141,624)
Contribution deficiency reserve	11,972	8,076	7,075	4,149
Other	326	266	498	277
Total - pension	(297,613)	(121,688)	(267,151)	(137,198)

29. Operating expenses of insurance

29.1. Claims

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Direct claims	(6,453,531)	(2,770,508)	(6,884,068)	(3,605,217)
Claims recoverable	18,431	10,250	8,198	4,691
Changes in IBNR reserves	(708,206)	(498,370)	(141,839)	31,822
Salvage and recoveries	127,312	60,221	108,841	56,804
Retained benefits	(1,377)	(1,104)	(2,470)	(1,133)
Assistance service	(8,247)	(2,576)	(11,266)	(5,649)
Total	(7,025,618)	(3,202,087)	(6,922,604)	(3,518,682)

29.2. Acquisition costs

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Commissions	(616,023)	(298,504)	(627,745)	(307,129)
Change in deferred acquisition costs	(12,642)	(14,404)	57,214	23,798
Recovery of commissions	302	204	185	121
Other acquisition costs	(43,615)	(17,109)	(35,545)	(16,799)
Total	(671,978)	(329,813)	(605,891)	(300,009)

29.3. Other operating expenses

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Recognition of lawsuits and other insurance operation	(130,343)	(79,552)	(84,836)	(39,010)
Insurance operation expenses	(23,092)	(10,909)	(25,582)	(13,048)
Pro-labore	(51,406)	(25,392)	(58,827)	(28,917)
Technical services	(3,121)	(2,201)	(1,979)	(879)
Impairment of premiums and other receivables	(79,403)	(33,491)	(89,305)	(31,859)
Collection expenses	(2,944)	(1,619)	(2,619)	(1,309)
Insurance management fee	(6,328)	(2,958)	(4,756)	(2,708)
Total	(296,637)	(156,122)	(267,904)	(117,730)

30. Operating expenses of private pension

30.1. Benefit and redemption expenses

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Benefit and redemption	(29,150)	(13,869)	(41,695)	(19,859)
Total	(29,150)	(13,869)	(41,695)	(19,859)

30.2. Acquisition costs

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Commissions	(5,881)	(3,030)	(6,575)	(3,108)
Change in deferred acquisition costs	(11,417)	(5,507)	(11,313)	(5,506)
Total	(17,298)	(8,537)	(17,888)	(8,614)

31. Profit or loss from savings bonds operations

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Operating revenue				
Revenue from administrative charges of saving bonds certificates	3,860	-	25,547	12,201
Sales tax				
PIS	(26)	-	(169)	(80)
COFINS	(162)	-	(1,042)	(497)
Total	(188)	-	(1,211)	(577)
Other operating income (a)	10,934	86	6,961	3,822
Total of revenues	14,606	86	31,297	15,446
Operating expense				
Acquisition cost	(2,484)	-	(14,035)	(6,649)
Other operating expenses	(1,989)	55	(2,382)	(1,568)
Total of expenses	(4,473)	55	(16,417)	(8,217)
Total	10,133	141	14,880	7,229

(a) The line item "Other operating income" mainly comprises the amount of R\$10,022 related to the goodwill arising from the sale of the savings bonds portfolio to the Icatu Group, according to Note 1.2.

32. Profit or loss from health administrative services only plans

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Operating revenue				
Services revenue	41,238	23,300	33,795	16,355
Sales tax				
PIS	(769)	(644)	(412)	(128)
COFINS	(4,285)	(3,958)	(2,537)	(786)
ISS	(738)	(450)	(734)	(358)
Total of revenues	35,446	18,248	30,112	15,083
Operating expenses				
Cost of service	(1,586)	(763)	(1,629)	(810)
Medical audit	(1,258)	(565)	(1,679)	(830)
Other	(6,780)	(2,335)	(5,828)	(3,939)
Total of expenses	(9,624)	(3,663)	(9,136)	(5,579)
Total	25,822	14,585	20,976	9,504

33. Asset management

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Operating revenue				
Administration fee	33,794	16,230	30,068	15,463
Performance fee	1,499	522	6,052	5,949
Sales tax				
PIS	(310)	(150)	(317)	(181)
COFINS	(1,625)	(781)	(1,609)	(910)
ISS	(949)	(463)	(981)	(568)
Total	32,409	15,358	33,213	19,753
Operating expenses				
Commission and brokerage	(1,655)	(330)	(781)	(337)
Custody and controllership	(1,292)	(642)	(1,415)	(734)
Other	(142)	(100)	(46)	-
Total	(3,089)	(1,072)	(2,242)	(1,071)
Total	29,320	14,286	30,971	18,682

34. Administrative expenses

Description	Company			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Personnel expenses	(3,615)	(1,770)	(3,192)	(1,564)
Stock option plan	(8)	(4)	(10)	(7)
Third-party services	(7,586)	(963)	(3,789)	(2,031)
Location and operation	(1,396)	(1,164)	(684)	(380)
Tax expenses	(2,026)	(231)	(16,884)	(8,414)
Other	(1,797)	(603)	(1,176)	(124)
Total	(16,428)	(4,735)	(25,735)	(12,520)

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Personnel expenses	(322,919)	(168,496)	(312,901)	(155,310)
Stock option plan	(5,472)	(1,932)	(3,775)	(3,837)
Third-party services	(204,219)	(109,824)	(119,599)	(64,663)
Location and operation	(74,143)	(39,056)	(57,412)	(28,881)
Profit sharing	(26,418)	(12,137)	(40,060)	(19,983)
Tax expenses	(22,312)	(10,810)	(33,579)	(18,432)
Other	(51,823)	(37,382)	(57,952)	(24,938)
Total	(707,306)	(379,637)	(625,278)	(316,044)

Employee benefits, included in line item "Personnel expenses", are detailed in the following table, not including executive management fees:

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Remuneration	(167,846)	(85,136)	(183,392)	(90,867)
Social charges	(54,295)	(28,652)	(47,070)	(23,790)
Indemnity and severance	(9,951)	(4,372)	(7,539)	(3,829)
Food voucher and transportation voucher	(32,321)	(17,428)	(28,227)	(13,338)
Health and dental insurance	(15,729)	(9,018)	(9,228)	(4,718)
Private pension	(3,632)	(1,976)	(3,478)	(1,775)
Other	(3,696)	(1,974)	(4,591)	(2,685)
Total	(287,470)	(148,556)	(283,525)	(141,002)

35. Investment income and expenses

The breakdown of the results of investment operations and the separation between investment expenses and income, including the respective accounting classification, are as shown in the following tables:

35.1. Investment income and expenses per type

Description	Company			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Marketable securities	3,027	2,189	7,528	5,441
At Fair value through profit or loss (a)	3,027	2,189	7,528	5,441
Interest and adjustment for inflation of issued debentures	(46,637)	(22,723)	(61,860)	(34,999)
Other	1,717	347	3,514	1,434
Total	(41,893)	(20,187)	(50,818)	(28,124)

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Marketable securities	83,524	346,024	651,279	324,644
At Fair value through profit or loss (a)	(136,682)	256,703	364,922	183,383
Available for sale	112,329	29,045	190,346	93,402
Held to maturity	107,877	60,276	96,011	47,859
Interest and adjustment for inflation of loans and financing	(46,637)	(22,723)	(61,860)	(34,999)
Insurance operations - private pension and VGBL (b)	25,976	(259,905)	(332,248)	(174,721)
Insurance operations - others	18,783	8,095	18,868	9,866
Interest and monetary variation on judicial deposits and accrued liabilities for lawsuits	(16,892)	(7,558)	(30,679)	(11,608)
Arrears interest	(5)	(4)	(7)	-
Other	11,249	5,922	506	1,422
Total	75,998	69,851	245,859	114,604

(a) Impacts on investment funds in view of COVID-19, as mentioned in Note 1.5; and

(b) Impacts of the downward change in the fair values of fund assets that cause the adjustment of the reserves of benefits to be granted, in view of the COVID-19 impacts, as mentioned in Note 1.5.

35.2. Investment income

Description	Company			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Appreciation of investment fund quotas	3,494	2,286	7,897	5,745
Inflation adjustment and interest on escrow deposits	-	-	24	12
Other	2,544	850	3,981	1,714
Total	6,038	3,136	11,902	7,471

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Appreciation of investment fund quotas	1,677,030	911,245	676,823	341,744
Fixed income securities - private	27,543	11,908	26,274	13,632
Fixed income securities - government	132,928	48,368	193,262	95,005
Equity securities	(1)	(1)	(1)	-
Insurance operations	37,977	15,988	31,670	16,189
Inflation adjustment and interest on escrow deposits	38,591	17,462	53,810	27,048
Other	25,932	12,021	24,043	13,410
Total	1,940,000	1,016,991	1,005,881	507,028

35.3. Investment expenses

Description	Company			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Devaluation of investment fund quotas and fixed and variable income private and government securities	(467)	(97)	(369)	(304)
Interest and adjustment for inflation of loans and financing	(46,637)	(22,723)	(61,860)	(34,999)
Inflation and interest on provisions for legal claims, tax obligations and lawsuits	1	1	(28)	(12)
Other	(828)	(504)	(463)	(280)
Total	(47,931)	(23,323)	(62,720)	(35,595)

Description	Consolidated			
	First half ended 06/30/2020	Quarter ended 06/30/2020	First half ended 06/30/2019	Quarter ended 06/30/2019
Insurance operations	(19,194)	(7,893)	(12,802)	(6,323)
Devaluation of investment fund quotas and fixed and variable income private and government securities	(1,753,976)	(625,496)	(245,079)	(125,737)
Interest and adjustment for inflation of loans and financing	(46,637)	(22,723)	(61,860)	(34,999)
Inflation and interest on provisions for legal claims, tax obligations and lawsuits	(55,483)	(25,020)	(84,489)	(38,656)
Inflation and interest adjustment on technical reserves - private pension operations and VGBL	25,976	(259,905)	(332,248)	(174,721)
Late payment interest	(5)	(4)	(7)	-
Other	(14,683)	(6,099)	(23,537)	(11,988)
Total	(1,864,002)	(947,140)	(760,022)	(392,424)

36. Statement of income tax and social contribution calculation

Income tax and social contribution, calculated based on statutory rates, are reconciled to the amounts recorded in the statements of profit or loss, as follows:

Description	Company			
	First half ended June 30, 2020		Quarter ended June 30, 2020	
	Income tax	Social contribution	Income tax	Social contribution
Net income before accrued liabilities for Income tax and social contribution	401,996	401,996	364,777	364,777
Income tax and social contribution tax expenses at statutory rates	(100,499)	(36,180)	(91,194)	(32,830)
Nominal rate	25%	9%	25%	9%
Current:				
Additions:				
Non-deductible expenses	(147)	(53)	(124)	(45)
Others additions	(2)	-	(1)	-
Subtotal	(149)	(53)	(125)	(45)
Deductions:				
Share of profit	115,080	41,429	97,426	35,073
Interest on shareholders' capital	34,462	12,406	18,750	6,750
Reversal of accrued liabilities for lawsuits and tax and contribution liabilities	2	1	2	1
Subtotal	149,544	53,836	116,178	41,824
Tax loss carryforwards:				
Recognition	(48,897)	(17,603)	(24,859)	(8,949)
Expenses from current income tax and social contribution	(1)	-	-	-
Deferred:				
Recognition of deferred tax assets on Income tax and social contribution loss	49,058	17,660	24,858	8,949
Income from deferred income tax and social contribution	49,058	17,660	24,858	8,949
Income from income tax and social contribution	49,057	17,660	24,858	8,949
Effective rate	-12.20%	-4.39%	-6.81%	-2.45%
Effective rate combined		-16.59%		-9.26%

Description	Company			
	First half ended June 30, 2019		Quarter ended June 30, 2019	
	Income tax	Social contribution	Income tax	Social contribution
Net income before accrued liabilities for income and social contribution tax	438,115	438,115	233,499	233,499
Income tax and social contribution expenses at statutory rates	(109,529)	(39,430)	(58,375)	(21,015)
Nominal rate	25%	9%	25%	9%
Current:				
Additions:				
Interest on shareholders' capital	(44,828)	(16,138)	(21,724)	(7,820)
Non-deductible expenses	(100)	(36)	(19)	(7)
Subtotal	(44,928)	(16,174)	(21,743)	(7,827)
Deductions:				
Share of profit	128,667	46,319	68,535	24,673
Reversal of accrued liabilities for lawsuits and tax and contribution liabilities	188	68	(4)	(1)
Others deductions	16	1	5	(1)
Subtotal	128,871	46,388	68,536	24,671
Tax loss carryforwards:				
Allowance	5,163	2,764	961	1,251
Expenses from current income tax and social contribution	(20,423)	(6,452)	(10,621)	(2,920)
Deferred:				
Reversal of deferred tax assets on income and social contribution tax loss	(5,163)	(2,764)	(960)	(1,251)
Recognition of tax debit related to monetary variation on judicial deposits	(1)	-	(1)	-
Expenses from deferred income tax and social contribution	(5,164)	(2,764)	(961)	(1,251)
Expenses from income tax and social contribution	(25,587)	(9,216)	(11,582)	(4,171)
Effective rate	5.84%	2.10%	4.96%	1.79%
Effective rate combined		7.94%		6.75%

Description	Consolidated			
	First half ended June 30, 2020		Quarter ended June 30, 2020	
	Income tax	Social contribution	Income tax	Social contribution
Net income before accrued liabilities for income and social contribution tax	693,006	693,006	620,101	620,101
Income tax and social contribution expenses at statutory rates	(173,252)	(103,951)	(155,025)	(93,015)
Social contribution's rate difference (a)	-	970	-	67
Nominal rate	25%	15%	25%	15%
Current:				
Additions:				
Accrued liabilities for lawsuits and tax and contributions liabilities	(20,651)	(12,038)	(10,935)	(6,330)
Non-deductible expenses	(8,204)	(1,582)	(3,545)	(970)
Share of profit	(964)	(478)	(964)	(478)
Impairment	(4,450)	(4,069)	(4,450)	(3,081)
Charges on profit sharing	(2,363)	(1,323)	(1,552)	(880)
Others	-	-	-	27
Subtotal	(36,632)	(19,490)	(21,446)	(11,712)
Deductions:				
Inflation adjustment on escrow deposits	2,934	1,702	1,335	772
Interest on shareholders' capital	38,750	13,950	18,750	6,750
Share of profit	-	-	(36)	(21)
Reversal of non-deductible provisions	12,302	7,356	(1,726)	(1,022)
Reversal of impairment	-	-	(720)	-
Others	3,661	536	1,565	536
Subtotal	57,647	23,544	19,168	7,015
Tax loss carryforwards:				
Recognition (b)	(74,266)	(30,642)	(39,001)	(17,577)
Allowance (b)	-	-	(94)	(56)
Subtotal	(74,266)	(30,642)	(39,095)	(17,633)
Fiscal tax incentive reduction	4,498	-	3,719	-
Expenses from current income tax and social contribution	(222,005)	(129,569)	(192,679)	(115,278)
Deferred:				
Recognition of deferred tax assets on income tax and social contribution loss	76,653	32,116	41,440	19,078
Recognition of deferred tax assets on temporary differences	18,985	12,695	21,220	12,963
Recognition of tax debit related to monetary variation on judicial deposits	(8,445)	(4,799)	(5,232)	(2,944)
Income from deferred income tax and social contribution	87,193	40,012	57,428	29,097
Expenses from income tax and social contribution	(134,812)	(89,557)	(135,251)	(86,181)
Effective rate	19.45%	12.92%	21.81%	13.90%
Effective rate combined		32.37%		35.71%

Description	Consolidated			
	First half ended June 30, 2019		Quarter ended June 30, 2019	
	Income tax	Social contribution	Income tax	Social contribution
Net income before accrued liabilities for income tax and social contribution	501,922	501,922	205,901	205,901
Income tax and social contribution expenses at statutory rates	(125,481)	(75,288)	(51,475)	(30,885)
Social contribution's rate difference (a)	-	13,824	-	5,589
Nominal rate	25%	15%	25%	15%
Current:				
Additions:				
Accrued liabilities for lawsuits and tax and contributions liabilities	(14,619)	(8,421)	(4,678)	(2,544)
Inflation adjustment on escrow deposits (favorable result)	(828)	(426)	(692)	(367)
Non-deductible expenses	(7,623)	(1,190)	(3,443)	(577)
Impairment	(16,684)	(9,912)	(5,385)	(3,166)
Charges on profit sharing	(4,784)	(2,697)	(2,368)	(1,269)
Interest on shareholders' capital	-	-	-	-
Subtotal	(44,538)	(22,646)	(16,566)	(7,923)
Deductions:				
Inflation adjustment on escrow deposits	6,953	3,996	2,738	1,557
Tax benefit – technological innovation	5,880	2,758	5,880	2,758
Share of profit	327	105	(2,672)	(1,047)
Reversal of non-deductible provisions	4,626	2,765	(5,438)	(3,272)
Others	6,341	4,943	768	(435)
Subtotal	24,127	14,567	1,276	(439)
Tax loss carryforwards:				
Recognition (b)	-	-	2,381	1,429
Allowance (b)	7,523	4,191	2,004	1,872
Subtotal	7,523	4,191	4,385	3,301
Fiscal tax incentive reduction	3,119	-	1,500	-
Expenses from current income tax and social contribution	(135,250)	(65,352)	(60,880)	(30,357)
Deferred:				
Reversal of deferred tax assets on income tax and social contribution loss	(7,429)	(4,138)	(4,426)	(3,321)
Recognition of deferred tax assets on temporary differences	30,869	17,766	23,853	13,551
Reversal of tax debit related to monetary variation on judicial deposits	40,040	24,424	45,571	27,532
Income from deferred income tax and social contribution	63,480	38,052	64,998	37,762
Expenses / Income from income tax and social contribution	(71,770)	(27,300)	4,118	7,405
Effective rate	14.30%	5.44%	-2.00%	-3.60%
Effective rate combined		19.74%		-5.60%

(a) Refers to the difference in the social contribution rate between financial and equivalent companies (15%) and non-financial subsidiaries (9%); and

(b) The recognized amounts refer to the group companies that recorded tax loss for the period, and the offsets were made by companies that recorded profit, based on the limits provided for in the Law.

37. Income tax and social contribution on the adjustments directly allocated to comprehensive income

Description	Consolidated	
	First half ended	
	Financial assets available for sale	Total
Tax base	(109,018)	(109,018)
Income tax	27,245	27,245
Social contribution	16,347	16,347
Rate difference (a)	(1,150)	(1,150)
Total	42,442	42,442
Net	(66,576)	(66,576)

Description	Consolidated	
	Quarter ended	
	Financial assets available for sale	Total
Tax base	(25,718)	(25,718)
Income tax	6,430	6,430
Social contribution	3,858	3,858
Rate difference (a)	(778)	(1,556)
Total	9,510	9,510
Net	(16,208)	(16,208)

(a) Refers to the difference in the social contribution rate between financial and equivalent companies (15%) and non-financial subsidiaries (9%).

Description	Consolidated First half ended 06/30/2019	
	Financial assets available for sale	Total
Tax base	10,709	10,709
Income tax	(2,693)	(2,693)
Social contribution	(1,616)	(1,616)
Rate difference (a)	(570)	(570)
Total	(4,879)	(4,879)
Net	5,830	5,830

Description	Consolidated Quarter ended 06/30/2019	
	Financial assets available for sale	Total
Tax base	14,836	14,836
Income tax	(3,725)	(3,725)
Social contribution	(2,235)	(2,235)
Rate difference (a)	(90)	(90)
Total	(6,050)	(6,050)
Net	8,786	8,786

(a) Refers to the difference in the social contribution rate between financial and equivalent companies (15%) and non-financial subsidiaries (9%).

38. Rental agreement

Rio de Janeiro

On September 17, 2018, SALIC entered into a new contract for renting the property of the headquarters in Rio de Janeiro, for a period of 10 years, effective from April 18, 2019. In the first year, the rent shall be paid in a single installment on April 17, 2020. From the second year of the contract, the rent shall be paid monthly, every fifth day of the subsequent month. The contract is annually adjusted by the IGP-M. This rental agreement contains clauses that restrict the capacity of the Company and the landlord of unilaterally terminating the agreement. The voluntary unilateral termination will give rise to the payment of indemnity to the other party, according to the conditions established in the agreement. The amount recognized according to the IFRS 16 (CPC 06 (R2)) is detailed in Note 14.

São Paulo

On July 4, 2013, CIA. SAÚDE signed a rental contract of the new headquarters of SulAmérica in São Paulo. The rental period is ten years, counted as from June 15, 2015, which can be automatically renewed for five-year periods in three consecutive cycles. During the contract period, CIA. SAÚDE has agreed to monthly pay the original amount of R\$1,833, annually adjusted in August by the accumulated IGP-M variation. The amount recorded according to IFRS 16 (CPC 06 (R2)) is detailed Note 14.

39. Other information - Insurance

As at June 30, 2020, the main coverage of SulAmérica is against property damages of R\$559,070 (same amount as at December 31, 2019), coverage against natural phenomena of R\$41,730 (same amount as at December 31, 2019), general liability of R\$25,000 (same amount as at December 31, 2019) and rental loss, electrical damage and glass breakage of R\$16,299 (same amount as at December 31, 2019), totaling a coverage of R\$642,098 (same amount as at December 31, 2019).

Other information considered material by the Company

(In thousands of Brazilian Reais – R\$, except as otherwise stated)

1. Introduction

Sul América S.A. is a holding company that mainly invests in companies that operates in the health and private pension segment, we have adjusted the annual consolidated information for purposes of improving its presentation. In view of the fact that the disclosure format of annual information of holding companies established by the Empresas.Net System differs from the previously mentioned publication format, we present a comparison and the consolidated statement of operations and the consolidated statement of income for the six-month period ended June 30, 2020.

1.1. Comparison between the publication format required from companies that operate insurance and private pension and CVM/ITR publication models

Statements of financial position - Assets

			06/30/2020	Consolidated 12/31/2019
		Current Assets		
1.01.03.01	Empresas.Net	Customers	1,139,681	2,287,210
		Receivables	1,139,681	2,287,210
1.01.06	Empresas.Net	Tax Recoverable	70,792	154,787
		Taxes	70,792	154,787
1.01.08	Empresas.Net	Other Current Assets	3,953,542	858,255
1.01.08.01	Empresas.Net	Non-current Assets for Sale	150	68,667
		Salvages for sale	150	68,667
1.01.08.01	Empresas.Net		3,548,787	-
			3,548,787	-
1.01.08.03	Empresas.Net	Other	404,605	789,588
		Reinsurance assets	41,944	26,796
		Deferred Acquisition Costs	329,665	712,650
		Other	32,996	50,142
		Non-current Assets		
		Long-term Assets		
1.02.01.03	Empresas.Net	Accounts Receivable	1,500,382	1,308,215
		Receivables	1,500,382	1,308,215
1.02.01.06	Empresas.Net	Deferred Taxes	1,327,658	1,145,087
		Taxes	1,327,658	1,145,087
1.02.01.09	Empresas.Net	Other Non-Current Assets	3,630,905	3,744,138
		Judicial deposits	2,790,491	2,854,375
		Reinsurance assets	5,817	7,583
		Deferred acquisition costs	687,026	704,188
		Other	8,931	14,625
		Other	138,640	163,367

Statements of financial position - Liabilities

			06/30/2020	Consolidated 12/31/2019
		Current Liabilities		
2.01.01	Empresas.Net	Social Obligations and Labor	62,658	58,459
2.01.03	Empresas.Net	Tax	376,350	445,891
2.01.05	Empresas.Net	Other Obligations	1,266,176	2,173,820
		Accounts payable	1,427,484	2,254,179
		Insurance and reinsurance liabilities	249,477	395,608
		Other	28,223	28,383
2.01.04	Empresas.Net	Loans and Financing	823,057	178,021
		Loans and financing	823,057	178,021
2.01.06	Empresas.Net	Provisions	5,302,468	7,520,254
		Technical Reserves - Insurance	5,187,151	7,439,543
		Judicial provisions	115,317	80,711
		Non-current Liabilities		
2.02.02	Empresas.Net	Other Obligations	293,220	329,798
		Accounts Payable	205,415	235,398
		Other Debts with Related Parties	87,750	88,714
		Other	55	5,686
2.02.04	Empresas.Net	Provisions	8,869,323	8,986,172
2.02.04.01	Empresas.Net	Provisions Tax, Social Security, Labor and Civil	2,308,635	2,284,482
		Judicial provisions	2,308,635	2,284,482
2.02.04.02	Empresas.Net	Other	6,560,688	6,701,690
		Technical Reserves - Insurance	6,648,438	6,790,404

Statements of profit or loss

			Consolidated	
			06/30/2020	06/30/2019
3.01	Empresas.Net	Revenue from Sales and Services	9,395,303	8,768,126
		Insurance	9,265,754	8,636,309
		Private pension	359,234	336,963
		Savings bonds	14,606	31,297
		ASO	35,446	30,112
		Asset management	32,409	33,213
		Other	12,384	1,641
		Changes in premium technical reserves - insurance	(26,917)	(34,258)
		Changes in premium technical reserves - private pension	(297,613)	(267,151)
3.02	Empresas.Net	Cost of Products and Services Sold	(8,062,933)	(7,886,035)
		Insurance	(7,994,233)	(7,796,399)
		Private pension	(51,514)	(61,841)
		Savings bonds	(4,473)	(16,417)
		ASO	(9,624)	(9,136)
		Asset management	(3,089)	(2,242)
3.04.02	Empresas.Net	General and Administrative Expenses	(707,306)	(625,278)
		Administrative Expenses	(707,306)	(625,278)

1.2. Statements of Financial Position and Statements of Income Required from Companies that Operate Insurance, Private Pension and Saving bonds

Sul América S.A. and Subsidiaries
Statements of financial position as at June 31, 2020 and December 31, 2019
(in thousands of Brazilian reais - R\$)

		Consolidated	
		06/30/2020	12/31/2019
Assets	Notes		
Current assets		20,258,530	20,270,361
Cash and cash equivalents	7	707,400	744,979
Marketable securities	8	14,387,115	16,225,130
Receivables	9	1,139,681	2,287,210
Taxes	10.1	70,792	154,787
Reinsurance assets	11	41,944	26,796
Salvages for sale	-	150	68,667
Deferred acquisition costs	12	329,665	712,650
Assets of discontinued operations	13	3,548,787	-
Other	-	32,996	50,142
Non-current assets		8,222,521	8,142,090
Marketable securities	8	1,195,002	1,350,999
Receivables	9	1,500,382	1,308,215
Escrow deposits	22.1	2,790,491	2,854,375
Reinsurance assets	11	5,817	7,583
Deferred acquisition costs	12	687,026	704,188
Taxes	10.1	1,327,658	1,145,087
Other	-	8,931	14,625
Lease assets	14	138,640	163,367
Investments	15	112,163	75,024
Fixed assets	-	62,960	72,091
Intangible assets	16	393,451	446,536
Total assets		28,481,051	28,412,451

Sul América S.A. and Subsidiaries
Statements of financial position as at June 30, 2020 and December 31, 2019
(in thousands of Brazilian reais - R\$)

		Consolidated	
		06/30/2020	12/31/2019
Liabilities and equity	Notes		
Current liabilities		10,471,415	10,376,445
Accounts payable	17	1,427,484	2,254,179
Loans and financing	18	823,057	178,021
Insurance and reinsurance liabilities	20	249,477	395,608
Technical reserves - Insurance	21	5,187,151	7,439,543
Provision for lawsuits	22.2	115,317	80,711
Liabilities of discontinued operations	13	2,640,706	-
Other	-	28,223	28,383
Non-current liabilities		10,517,569	10,888,301
Accounts payable	17	205,415	235,398
Loans and financing	18	1,355,026	1,572,331
Technical reserves - Insurance	21	6,648,438	6,790,404
Provision for lawsuits	22.2	2,308,635	2,284,482
Other	-	55	5,686
Equity		7,492,067	7,147,705
Capital	24.1	3,319,882	3,319,882
Reserves	24.2	3,798,969	3,953,686
Capital reserves	-	371,236	370,953
Earnings reserves	-	3,427,733	3,582,733
Treasury shares	24.4	(138,416)	(130,258)
Equity adjustment	24.3	(64,060)	2,516
Retained earnings	-	573,655	-
Non-controlling interests	-	2,037	1,879
Total liabilities and equity		28,481,051	28,412,451

Sul América S.A. and Subsidiaries
Statements of income for the six-and three-month periods ended June 30, 2020 and 2019
(in thousands of Brazilian reais - R\$, \$, unless otherwise stated)

	Notes	2020		2019	
		Six months period	2º quarter	Six months period	2º quarter
Net operating revenue		9,719,833	4,793,184	9,069,535	4,566,562
Insurance		9,265,754	4,596,585	8,636,309	4,341,165
Net premiums	26	9,239,082	4,587,828	8,635,831	4,341,064
Other	-	26,672	8,757	478	101
Private pension		359,234	153,496	336,963	174,172
Premiums, retained contributions and net asset management fee	27	359,222	153,484	336,237	173,449
Other	-	12	12	726	723
Savings bonds	31	14,606	86	31,297	15,446
ASO	32	35,446	18,248	30,112	15,083
Asset management	33	32,409	15,358	33,213	19,753
Other	-	12,384	9,411	1,641	943
Changes in premium technical reserves	-	(324,530)	(141,586)	(301,409)	(165,064)
Insurance	28	(26,917)	(19,898)	(34,258)	(27,866)
Private pension	28	(297,613)	(121,688)	(267,151)	(137,198)
Operating expenses		(8,062,933)	(3,718,050)	(7,886,035)	(3,981,280)
Insurance		(7,994,233)	(3,688,022)	(7,796,399)	(3,936,421)
Claims	29.1	(7,025,618)	(3,202,087)	(6,922,604)	(3,518,682)
Acquisition costs	29.2	(671,978)	(329,813)	(605,891)	(300,009)
Other	29.3	(296,637)	(156,122)	(267,904)	(117,730)
Private pension		(51,514)	(25,348)	(61,841)	(29,992)
Benefit expenses	30.1	(29,150)	(13,869)	(41,695)	(19,859)
Acquisition costs	30.2	(17,298)	(8,537)	(17,888)	(8,614)
Other	-	(5,066)	(2,942)	(2,258)	(1,519)
Savings bonds	31	(4,473)	55	(16,417)	(8,217)
ASO	32	(9,624)	(3,663)	(9,136)	(5,579)
Asset management	33	(3,089)	(1,072)	(2,242)	(1,071)
Gross operating margin	-	1,332,370	933,548	882,091	420,218
Administrative expenses	34	(707,306)	(379,637)	(625,278)	(316,044)
Net investment income	35.1	75,998	69,851	245,859	114,604
Share of profit	15	(3,855)	(3,999)	1,310	(10,685)
Equity interest income	-	(4,201)	338	(2,060)	(2,192)
Income before tax and social contribution		693,006	620,101	501,922	205,901
Income tax and social contribution	36	(224,369)	(221,432)	(99,070)	11,523
Net income for the period from continuing operations	-	468,637	398,669	402,852	217,424
Net income for the period from discontinued operations	13	109,376	99,689	80,981	43,079
Net income:		578,013	498,358	483,833	260,503
Net income attributable to:					
Owners of the Company	-	578,089	498,273	484,293	260,825
Non-controlling interest	-	(76)	85	(460)	(322)
Net income	-	578,013	498,358	483,833	260,503
Basic earnings per share attributable to shareholders	23.6				
Preferred share		0.4974	0.4293	0.4172	0.2246
Common share		0.4971	0.4281	0.4170	0.2245
Diluted earnings per share attributable to shareholders	23.6				
Preferred share		0.4927	0.4252	0.4121	0.2217
Common share		0.4947	0.4261	0.4145	0.2231
Basic earnings per share attributable to shareholders	23.6				
Preferred share		0.4033	0.3434	0.3474	0.1876
Common share		0.4030	0.3425	0.3473	0.1873
Diluted earnings per share attributable to shareholders	23.6				
Preferred share		0.3994	0.3401	0.3432	0.1852
Common share		0.4011	0.3408	0.3452	0.1862

2. Arbitration Chamber

The Company, its shareholders and managers are bound by arbitration of the Market's Arbitration Chamber, as provided for by Article 47 of its Bylaws.

2.1. Appendix III – Shareholders owning more than 5% of common or preferred shares

Ranking of Shareholders owning more than 5% of common or preferred shares, including individuals
As of June 30, 2020
(In shares)
Sul América S/A

Shareholder	Common shares	%	Preferred shares	%	Total shares	%
Sulasapar Participações S.A.	297,826,465	50.78	49,589	0.01	297,876,054	25.59
Others	288,644,132	49.22	577,288,324	99.99	865,932,456	74.41
Subtotal	586,470,597	100.00	577,337,913	100.00	1,163,808,510	100.00
Treasury stock	6,217,796		12,435,597		18,653,393	
Total	592,688,393		589,773,510		1,182,461,903	

Distribution of corporation's capital stock (shareholders' company), including individuals
As of June 30, 2020
(In shares)
Sulasapar Participações S/A

Shareholder	Common shares	%	Total shares	%
Sulasa Participações S.A.	2,509,326	100%	2,509,326	100%
Subtotal	2,509,326	100%	2,509,326	100%
Ações em Tesouraria	796,082		796,082	
Total	3,305,408		3,305,408	

Distribution of corporation's capital stock (shareholders' company), including individuals
As of June 30, 2020
(In shares)
Sulasa Participações S/A

Shareholder	Common shares	%	Preferred shares	%	Total shares	%
Sularis S.A.R.L.	1,876,169,956	16.67	3,752,339,908	16.67	5,628,509,864	16.67
Sulaver S. À R.L.	1,876,169,956	16.67	3,752,339,908	16.67	5,628,509,864	16.67
Patrick Antonio Claude de Larragoiti Lucas	1,876,169,956	16.66	3,752,339,908	16.66	5,628,509,864	16.66
Ema Mercedes Anita Sanchez de Larragoiti	-	-	46	0.00	46	0.00
Sulemisa Participações Ltda.	2,814,254,934	25.00	5,628,509,839	25.00	8,442,764,773	25.00
Sultaso Participações Ltda.	2,814,254,934	25.00	5,628,509,839	25.00	8,442,764,773	25.00
Total	11,257,019,736	100.00	22,514,039,448	100.00	33,771,059,184	100.00

2.2. Appendix IV – Controlling shareholders, management and free float position

Controlling shareholders, management and free float position
As of June 30, 2020

	Common shares	%	Preferred shares	%	Total shares	%
Controlling shareholders	306,255,329	52.22	16,907,323	2.93	323,162,652	27.77
Management						
Board of Directors	40,677	0.01	81,354	0.01	122,031	0.01
Officers	601,739	0.10	1,203,478	0.21	1,805,217	0.16
Free float	279,572,852	47.67	559,145,758	96.85	838,718,610	72.07
Subtotal	586,470,597	100.00	577,337,913	100.00	1,163,808,510	100.00
Treasury stock	6,217,796		12,435,597		18,653,393	
Total	592,688,393		589,773,510		1,182,461,903	

3. Compliance with CVM Instruction No. 381 of January 14, 2003

On March 09, 2020, Sul América S.A. and its subsidiaries engaged Ernst & Young Auditores Independentes S.S to provide external audit services related to the audit of its financial statements (individual and consolidated) over a period of five years.

During the six months ended June 30, 2020, EY did not provide services other than external audit to the Company and its subsidiaries.

SulAmérica has a policy on related party transactions available on the website www.sulamerica.com.br/ri. During the six months ended June 30, 2020, no transaction between EY and SulAmérica was made that could be classified as related party transaction.

INDEPENDENT AUDITOR'S REVIEW REPORT ON QUARTERLY INFORMATION

To the shareholders and management of
Sul América S.A.

Introduction

We have reviewed the accompanying individual and consolidated interim financial information, contained in the Quarterly Information Form (ITR) of Sul América S.A. ("Company") for the quarter ended June 30, 2020, comprising the statement of financial position as of June 30, 2020, the related statements of income and of comprehensive income for the three-month 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 preparation of the individual and consolidated interim financial information in accordance with Accounting Pronouncement NBC TG 21 – Interim Financial Reporting, 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 the Quarterly Information Form (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 information referred to above are not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of Quarterly Information Form (ITR), and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

Other matters

Statements of value added

The abovementioned quarterly information includes the individual and consolidated statement of value added (SVA) for the six-month period ended June 30, 2020, prepared under Company's Management responsibility and presented as supplementary information by IAS 34. These statements have been subject to review procedures performed together with the review of the quarterly information with the objective to conclude whether they are reconciled to the interim financial information and the accounting records, as applicable, and if its format and content are in accordance with the criteria set forth by NBC TG 09 – Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, consistently with the overall individual and consolidated interim financial information.

Corresponding information from prior year audit and prior period review

Corresponding information of individual and consolidated statement of financial position as of December 31, 2019, statements of income and of comprehensive income for the three-month and six-month periods ended at June 30, 2019, and of changes in equity and of cash flows for the six-month period ended as of June 30, 2019, were previously audited and reviewed by other auditors, who issued an unmodified audit opinion at February 20th, 2020 and an unmodified review report conclusion about interim financial information at August 6th, 2019, respectively.

Rio de Janeiro, August 4th, 2020.

ERNST & YOUNG
Auditores Independentes S.S.
CRC-2SP015199/O-6

Roberto Martorelli
Partner
Accountant CRC-1RJ106103/O-0

Marcelo Felipe L. de Sá
Partner
Accountant CRC-1 RJ094644/O-0

SUL AMÉRICA S.A.

CNPJ/MF nº 29.978.814/0001-87

NIRE 3330003299-1

Publicly held company with authorized capital

Statement of Directors on the Financial Statements:

The statutory officers of Sul América S.A., a publicly held company with authorized capital with head offices located in the city of Rio de Janeiro, registered in the roll of corporate taxpayers (CNPJ/MF) under number 29.978.814/0001-87, in accordance with Item VI, Paragraph 1, Article 25 of CVM Instruction 480 dated December 7, 2009, have reviewed, discussed and are in agreement with the Company's financial statements for the period ended on June 30, 2020.

SUL AMÉRICA S.A.

CNPJ/MF nº 29.978.814/0001-87

NIRE 3330003299-1

Publicly held company with authorized capital

Statement of Directors on the Report of Independent Auditors:

The statutory officers of Sul América S.A., a publicly held company with authorized capital with head offices located in the city of Rio de Janeiro, registered in the roll of corporate taxpayers (CNPJ/MF) under number 29.978.814/0001-87, in accordance with Item V, Paragraph 1, Article 25 of CVM Instruction 480 dated December 7, 2009, have reviewed, discussed and are in agreement with the opinions expressed in the report of the independent auditors of the Company, engaged Ernst & Young Auditores Independentes S.S., regarding the Company's financial statements for the period ended on June 30, 2020.