

BR Advisory
Partners
Participações S.A.

**Individual and consolidated
condensed interim financial
information Three-month periods
ended March 31, 2022**

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BR Advisory Partners Participações S.A.

Management Report

Dear Shareholders,

We submit, for your consideration, the interim financial information of BR Advisory Partners Participações S.A. (“Company”) for the first quarter ended March 31, 2022.

We highlight the following facts in 1Q2022:

Economic context

The first quarter of 2022 was marked by increased uncertainty on the global market and the rise of inflation risks, driven by the conflict between Russia and Ukraine. The war factor strengthened the inflationary bias of commodities in the global scenario – which had already been occurring prior to the conflict – due to the supply shock, forcing the international market to adopt more restrictive monetary policies, with interest rate hikes and the actions of central banks aimed at reducing liquidity in the markets.

In the local scenario, as the pandemic situation has been improving, Brazil started out the quarter with a recovery of economic activities and positive impacts on the labor market, which has already returned to pre-pandemic levels. On the other hand, the war scenario accelerated inflation and, therefore, the prospects of a greater monetary squeeze in Brazil. This made Brazil’s Central Bank intensify the increase in the Selic rate (basic interest rate in Brazil), which ended 1Q2022 at 11.75%. The high interest rates combined with inflation, plus the growing political fear in the pre-election scenario, point to another year of low economic growth in the nation.

Business performance

In the area of Financial Advisory, in 1Q2022, we acted in a Special Situation and Restructuring advisory engagement in the context of the reorganization of Grupo Moreno, and we also acted in an advisory role to the Board of Directors of Intelbrás in the context of the acquisition of Renovigi. It is worth noting that the Company remains well positioned in other advisory services, such as M&A and privatizations.

The Capital Markets area kept up strong performance in the structuring and distribution of debts, and remained under the strategy of using capital as a firm guarantee to be able to access/structure new debt instruments such as debentures and CRAs (Agribusiness Receivables Certificates). In 1Q2022, the area totaled R\$ 2.1 billion in issues of debt securities. In all, three issuances of CRIs (Real Estate Receivables Certificates), two issuances of debentures, one issuance of CRA (Agribusiness Receivables Certificates), one issuance of Rural Product Note, one issuance of bank credit note (CDB), and one issuance of Real Estate Fund were structured.

The Sales & Trading area also continued to show excellent performance, with significant revenue growth when compared to the same quarter the previous year, mainly explained by the greater use of capital in treasury solutions, made possible thanks to fundraising via the IPO in June 2021, providing an increase in the average ticket of operations and more effective cross-selling with the Capital Markets area compared to 1Q2021. In the quarter, we had a trading volume of derivatives and foreign exchange, totaling R\$ 5.3 billion.

At BR Partners Banco de Investimento S.A. (“Bank”), the Company continued to increase its asset portfolio, mainly in CRIs, CRAs and Debentures originated by the Capital Markets area, and closed out 1Q2022 with a portfolio of R\$ 871.9 million from private bonds and bridge loans. It is important to point out that 100% of this portfolio is made up of securities from companies for which BR Partners acts as a debt structurer, and therefore it thoroughly analyzes the risk of each issuer.

Additionally, our Funding area, created in mid-2020, continues opening up relationships and limits on deposits with institutional customers, corporate customers, and platforms. As a result, the Company has been increasing the average term of its funding with third parties, going from 13 days at the end of March 2021 to 288 days at the end of March 2022.

The volume of assets under management by FIP Outlet, managed by the Investments area, reached R\$ 374 million in March 2022, a 51% increase compared to March 2021. This growth is due to the start of our new investment thesis in the Pet retail market in December 2021.

BR Advisory Partners Participações S.A.

Management Report

Consolidated financial performance

Total revenues reached R\$ 98 million in the 1Q2022, compared to R\$ 76 million in the same period of 2021, reflecting a 30% increase. Net income reached R\$ 40 million, compared to R\$ 31 million in the same period in 2021, representing a 29% increase over the previous period and a 21% return on shareholders' equity. The Company ended the period with net assets of R\$ 758.7 million.

Policy on reinvestment and distribution of dividends

The Company does not have a formal policy on reinvestment by its shareholders; all reinvestments verified thus far were deliberated by the shareholders at the AGM/EGM.

The Company's dividend policy provides for the annual distribution of the minimum mandatory dividend of 25%. However, the Company intends to remunerate its shareholders according to the calculation of the profits earned during the year, making its best efforts to distribute dividends at a higher percentage that established by current legislation.

In March 2022, dividends for 2021 were distributed. A total amount of R\$ 85,046,520.24 was distributed, equivalent to R\$ 0.81 per unit of the Company.

Social business and main administrative facts

The Company supports, through tax incentive laws, non-governmental organizations with projects mainly related to health, education, sports, diversity and gender equity. The social actions fostered by the Company can be carried out on a one-off and/or emergency basis, such as the collection of food baskets and computer donations to philanthropic entities. In 1Q2022, in the period leading up to Easter, a campaign for the donation of boxes of candy was carried out among BR Partners employees, in which the Company doubled the donations made by them. In all, 1,100 boxes of candy were collected and distributed to young people in Instituto Reciclar's vocational training program. The Company does not have a sponsorship policy.

Relationship with external auditors

In compliance with CVM Instruction 381, the Company engaged KPMG Auditores Independentes to audit the financial statements. The Company's procedure in the engagement of services not related to the external audit seeks to assess the existence of conflicts of interest, thus, the following aspects are assessed: the auditor must not (i) audit his or her own work; (ii) perform managerial functions at its client; and (iii) promote its client's interests.

Statement of Executive Officers

The Directors of BR Advisory Partners Participações S.A. ("Company") declare that they have reviewed, discussed and agreed (a) with the Company's individual and consolidated interim financial information as of March 31, 2022; and (b) with the opinions expressed in the audit opinion of KPMG Auditores Independentes, the Company's independent auditors, regarding the Company's individual and consolidated interim financial information as of March 31, 2022.

Cyber security incident

As communicated to the market, the Company and its subsidiaries were victims of a criminal cyber incident on April 16, 2022. The Company immediately activated its security protocols and restored its information technology environment to enable the Company and its subsidiaries to settle their obligations and operate on the first business day immediately following the incident date.

Up to the date of disclosure of this financial information, the Company did not identify evidence of access to databases, extraction or leakage of any client or Company data, including personal data.

The Company has technological tools and strict security standards in place and a daily backup of its data and systems. The Company continues to assess the source and extent of the incident and constantly seeks to improve it with the deployment of new security tools and procedures to protect its systems and

databases.

Acknowledgments

BR Partners thanks all employees and partners who contributed to the development and improvement of its activities.

Executive Board

Accountant
Hideo Antonio Kawassaki
CRC 1SP 184007/O-5



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Independent auditors' report on the Parent, Consolidated and Condensed quarterly financial information

To
Shareholders and the Board of Directors of
BR Advisory Partners Participações S.A.
São Paulo - SP

Introduction

We have reviewed the condensed interim financial statements of BR Advisory Partners Participações S.A. ("Company") as of March 31, 2022, comprising the parent and consolidated condensed statements of financial position as of March 31, 2022 and related condensed statements of profit or loss, of comprehensive income for the three-month period then ended, of changes in shareholders' equity and of cash flows for the three-month period then ended and notes to the financial statements.

Company's Management is responsible for the preparation of the parent, consolidated and condensed interim financial information in accordance with CPC 21(R1) and International Standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the presentation of this information in a manner consistent with the standards issued by the Brazilian Securities and Exchange Commission, applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and international review standards (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 statements 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 Brazilian and International Standards on Auditing 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. Therefore, we did not express an audit opinion.



Conclusion on parent and consolidated condensed interim financial information

Based on our review, we are not aware of any facts that would lead us to believe that the parent, consolidated and condensed interim financial information included in the interim information referred to above was not prepared, in all material respects, in accordance with CPC 21 (R1) and IAS 34, applicable to the preparation of Quarterly Financial Information - ITR, and presented in a manner consistent with the standards issued by the Brazilian Securities and Exchange Commission.

Other matters – Statements of value added

The parent, consolidated and condensed interim financial information includes the individual and consolidated statements of value added for the three-month period ended March 31, 2022, prepared under responsibility of Company's Management, and presented as supplementary information for IAS 34 purposes. These statements have been subject to review procedures performed together with the review of parent, consolidated and condensed interim financial statements, in order to determine whether they are reconciled with the condensed financial statements and accounting records, as applicable, and whether their form and content are in accordance with the criteria defined in Technical Pronouncement CPC 09 – Statement of Value Added. Based on our review, we are not aware of any facts that may lead us to believe that these statements of value added have not been prepared, in all material respects, in accordance with the criteria set forth in this Standard and consistently with respect to the parent, consolidated and condensed interim financial statements taken as a whole.

São Paulo, May 05, 2022.

KPMG Auditores Independentes Ltda.
CRC SP-027685/O-0 'F' SP
Original report in Portuguese signed by
André Dala Pola
Accountant CRC 1SP214007/O-2

BR Advisory Partners Participações S.A.

Statements of financial position as of March 31, 2022 and December 31, 2021

(In thousands of reais)

ASSETS	Notes	Parent Company		Consolidated	
		03/31/2022	12/31/2021	03/31/2022	12/31/2021
Cash and cash equivalents	4	1	1	184,467	94,132
Financial asset at fair value through profit or loss	5(a)	90,388	88,488	3,141,911	2,368,744
- Government bonds		-	-	2,549,499	1,803,817
- Private securities		223	1,165	360,273	325,438
- Investment fund quotas		90,165	87,323	232,139	239,489
Financial assets at fair value through other comprehensive income	5(b)	-	-	427,587	257,594
- Private securities		-	-	399,359	230,759
- Investment fund quotas		-	-	28,228	26,835
Derivative financial instruments	6	-	-	246,438	149,852
Financial asset at amortized cost	7	-	-	90,584	81,568
- Loan operations		-	-	55,847	56,823
- Other financial assets at amortized cost		-	-	34,737	24,745
Dividends receivable		-	82,817	-	-
Other assets		-	-	-	48,091
Recoverable taxes		123	107	6,377	3,061
Prepaid expenses		225	230	17,710	6,704
Deferred tax assets	20(b)	3,060	3,060	24,149	28,154
Investments in subsidiaries	9	689,232	650,380	-	-
Property, plant and equipment	10	-	-	6,493	4,721
Intangible assets	11	-	-	5,241	5,360
Total assets		783,029	825,083	4,150,957	3,047,981

See the accompanying notes to the financial information.

BR Advisory Partners Participações S.A.

Statements of financial position as of March 31, 2022 and December 31, 2021

(In thousands of reais)

LIABILITIES	Notes	Parent Company		Consolidated	
		03/31/2022	12/31/2021	03/31/2022	12/31/2021
Financial liabilities at amortized cost		-	-	3,091,236	1,959,050
- Funds from financial institutions	13(c)	-	-	2,080,001	1,228,129
- Client's funds	13(a)	-	-	846,008	671,744
- Endorsements	13(b)	-	-	150,236	59,177
- Other financial liabilities	13(d)	-	-	14,991	-
Derivative financial instruments	6	-	-	173,835	70,478
Amounts payable - Suppliers	12	338	3,647	5,862	53,244
Amounts payable - Associated companies		1,290	-	-	-
Taxes payable		73	191	8,985	7,170
Current tax liabilities	20	-	-	9,541	40,801
Deferred tax liabilities	20	15,801	14,813	66,078	53,084
Other amounts payable	14	6,838	39,226	34,746	96,948
Lease liability	22(d)	-	-	1,985	-
Total liabilities		24,340	57,877	3,392,268	2,280,775
Shareholders' equity					
Capital		674,940	669,243	674,940	669,243
Capital reserves		(29,976)	(28,963)	(29,976)	(28,963)
Profit reserves		76,574	128,689	76,574	128,689
Other comprehensive income		(2,904)	(1,763)	(2,904)	(1,763)
Retained earnings		40,055	-	40,055	-
Total shareholders' equity	15	758,689	767,206	758,689	767,206
Total liabilities and shareholders' equity		783,029	825,083	4,150,957	3,047,981

See the accompanying notes to the financial information.

BR Advisory Partners Participações S.A.

Statements of profit or loss for the three-month period ended March 31st

(In thousands of reais)

	Notes	Parent Company		Consolidated	
		03/31/2022	03/31/2021	03/31/2022	03/31/2021
Interest revenues and gains on financial instruments		2,899	3,075	773,760	344,889
Interest expenses and losses on financial instruments		-	-	(728,204)	(324,459)
Net income (loss) from interest and gains (losses) on financial instruments	17	2,899	3,075	45,556	20,430
Service revenues	16	-	-	52,933	57,890
Specialized technical service expenses	18(a)	-	(650)	-	(3,180)
Other revenues		-	-	-	563
Net income from rendering of services		-	(650)	52,933	55,273
Total revenues		2,899	2,425	98,489	75,703
Personnel expenses	18(b)	(1,116)	(2,355)	(20,757)	(15,532)
Administrative expenses	18(c)	(590)	(2,061)	(10,063)	(7,084)
(Loss) reversal due to impairment		-	-	224	31
Other revenues		-	-	77	-
Other expenses	19	(144)	(143)	(1,076)	(719)
Operating expenses		(1,850)	(4,559)	(31,595)	(23,304)
Non-operating income (loss)		-	-	(692)	4
Net Income (loss) before taxes on profit and share of profit of equity-accounted investees, net of tax		1,049	(2,134)	66,202	52,403
Share of profit of equity-accounted investees, net of tax	9	39,993	34,154	-	-
Income (loss) before income tax		41,042	32,020	66,202	52,403
Income taxes	20(a)	(987)	(1,045)	(26,147)	(21,428)
Net income for the period		40,055	30,975	40,055	30,975
Earnings attributed to the Company's Shareholders				40,055	30,975
Number of common shares				200,546	119,438
Basic earnings per share - R\$	15(c)			0.13	0.08
Number of preferred shares				114,441	119,438
Basic earnings per share - R\$	15(c)			0.13	0.13

See the accompanying notes to the interim financial information.

BR Advisory Partners Participações S.A.

Condensed statements of comprehensive income for the three-month periods ended March 31st

(In thousands of reais)

	Parent Company		Consolidated	
	03/31/2022	03/31/2021	03/31/2022	03/31/2021
Net income for the period	40,055	30,975	40,055	30,975
Items that are or may be subsequently reclassified to income or loss:				
Change in fair value of financial assets				
- Adjustment to fair value	(514)	-	(514)	-
- Tax effect	231	-	231	-
Adjustment of net overseas investment conversion	(858)	-	(858)	-
Comprehensive income for the period	38,914	30,975	38,914	30,975
Comprehensive income attributable to:				
Company's shareholders			38,914	30,975

See the accompanying notes to the interim financial information.

BR Advisory Partners Participações S.A.

Condensed statements of changes in shareholders' equity for the three-month period ended March 31st

(In thousands of reais)

	Capital	Capital reserve		Profit reserve		Other comprehensive income		Retained earnings	Total shareholder s' equity
		Premium on the issuance of shares	Other	Legal	Other profit reserves	Equity valuation adjustments	Cumulative translation adjustment		
December 31, 2020	268,843	-	3,653	22,961	(1,712)	-	-	-	293,745
Net income for the period	-	-	-	-	-	-	-	30,975	30,975
Equity valuation adjustment	-	-	-	-	-	-	-	(69)	(69)
Capital increases	-	-	-	-	-	-	-	-	-
March 31, 2021	268,843	-	3,653	22,961	(1,712)	-	-	30,906	324,651
December 31, 2021	669,243	-	(28,963)	29,894	98,795	(1,680)	(83)	-	767,206
Net income for the period	-	-	-	-	-	-	-	40,055	40,055
Equity valuation adjustment	-	-	-	-	-	(283)	(858)	-	(1,141)
Capital increases	5,697	-	-	-	-	-	-	-	5,697
Distribution of additional dividends	-	-	-	-	(52,115)	-	-	-	(52,115)
(-) Costs on Follow-on resources	-	-	(1,013)	-	-	-	-	-	(1,013)
March 31, 2022	674,940	-	(29,976)	29,894	46,680	(1,963)	(941)	40,055	758,689

See the accompanying notes to the interim financial information.

BR Advisory Partners Participações S.A.

Condensed statements of cash flows for the three-month period ended March 31st

(In thousands of reais)

	Notes	Parent Company		Consolidated	
		03/31/2022	03/31/2021	03/31/2022	03/31/2021
Cash flows from operating activities					
Net income		40,055	30,975	40,055	30,975
Adjustment for:					
Effect of changes in exchange rates on cash and cash equivalents		-	-	2,656	1,631
Impairment losses		-	-	(224)	31
Depreciation and amortization	18	-	70	977	735
Income (loss) from write-off of property, plant and equipment	10	-	-	-	-
Income (loss) from interest in subsidiaries		(39,993)	(34,154)	-	-
Deferred taxes		988	769	16,997	(11,594)
Other adjustments		-	-	-	(31)
Provision for contingencies		-	-	(182)	-
Adjusted net income		1,050	(2,340)	60,279	21,747
Change in:					
Financial assets at fair value through profit or loss		(1,900)	(3,075)	(773,167)	(53,317)
Financial assets at fair value through other comprehensive income		-	-	(169,993)	(25,144)
Derivative financial instruments		-	-	6,771	(8,207)
<i>Financial assets at amortized cost</i>					
- Loan operations		-	-	1,200	7,458
- Other financial assets at amortized cost		-	-	(9,992)	(114,943)
Recoverable taxes		(16)	-	(3,316)	21,434
Prepaid expenses		5	52	(11,006)	(1,398)
Other assets		-	-	48,091	-
Amounts payable - Suppliers		(3,309)	1,026	(47,382)	4,753
<i>Financial liabilities at amortized cost</i>					
- Client's funds		-	-	174,264	95,856
- Funds from financial institutions		-	-	851,872	21,000
- Endorsements		-	-	91,059	(585)
- Other financial liabilities		-	-	14,991	95,434
Amounts payable - associated companies		1,291	(86)	-	42
Taxes payable		(118)	226	43,773	8,289
Other amounts payable		543	-	(62,020)	(14,471)
Cash generated by (used in) in operating activities		(2,454)	(4,197)	215,424	57,948
Income tax and social contribution paid		-	-	(41,425)	(35,759)
Net cash flow from (used in) operating activities		(2,454)	(4,197)	173,999	22,189
Cash flows from investment activities					
Dividends received		82,817	22,094	-	-
Increased investment in investees		-	-	-	-
Acquisition of fixed assets for use	10	-	-	(2,619)	(333)
Acquisition of intangible assets	11	-	-	(11)	(8)
Cash flow from (used in) investment activities		82,817	22,094	(2,630)	(341)
Cash flows from financing activities					
Funds from issuance of shares	15	5,697	-	5,697	-
Cost on the issuance of shares	15	(1,013)	-	(1,013)	-
Lease liabilities		-	-	1,985	(221)
Dividends paid		(85,047)	(17,900)	(85,047)	(17,900)
Cash flow from (used in) financing activities		(80,363)	(17,900)	(78,378)	(18,121)
Increase/(decrease) in cash and cash equivalents					
		-	(3)	92,991	3,727
Cash and cash equivalents at the beginning of the periods	4	1	5	94,132	47,102
Effect of changes in exchange rates on cash and cash equivalents		-	-	(2,656)	(1,631)
Cash and cash equivalents at the end of the period		1	2	184,467	49,198
Increase/(decrease) in cash and cash equivalents		-	(3)	92,991	3,727

BR Advisory Partners Participações S.A.

Condensed statements of value added for the three-month period ended March 31

(In thousands of reais)

	Notes	Parent company		Consolidated	
		03/31/2022	03/31/2021	03/31/2022	03/31/2021
Revenues		2,899	3,075	826,994	403,372
Financial Intermediation	17	2,899	3,075	773,760	344,889
Rendering of services	16	-	-	52,933	57,890
Other		-	-	301	593
Financial expenses		-	-	(728,204)	(324,459)
Inputs acquired from third parties		(906)	(1,979)	(8,315)	(8,495)
Materials, energy and others		(611)	(1,186)	(4,909)	(4,596)
Specialized technical services	18(a)	(151)	(650)	(2,331)	(3,180)
Other operating expenses	19	(144)	(143)	(1,075)	(719)
Gross value added		1,993	1,096	90,475	70,418
Depreciation and amortization	18	-	(70)	(977)	(735)
Net value added produced by the Company		1,993	1,026	89,498	69,683
Value added received as transfer by the entity		39,993	34,127	(692)	6
Share of profit of equity-accounted investees, net of tax		39,993	34,154	-	-
Non-operating income (loss)		-	-	(692)	-
Other adjustments		-	(27)	-	6
Total value added payable		41,986	35,153	88,806	69,689
Distribution of value added		41,986	35,153	88,806	69,689
Personnel	18(b)	770	2,355	20,118	15,532
Direct remuneration		(1,013)	413	(1,894)	2,692
Benefits		61	69	1,706	1,163
FGTS		42	35	1,787	1,030
Other		1,680	1,838	18,519	10,647
Taxes, duties and contributions		1,161	1,823	27,996	22,727
Federal		1,161	1,823	27,907	22,565
Municipal		-	-	89	162
Third-party capital remuneration		-	-	637	455
Rents		-	-	637	455
Remuneration of own capital		40,055	30,975	40,055	30,975
Retained earnings		40,055	30,975	40,055	30,975

BR Advisory Partners Participações S.A.

Notes to the financial statements

(In thousands of reais)

1. Operations

BR Advisory Partners Participações S.A. (“Company” or “Parent Company” and jointly with subsidiaries “BR Partners Group” or “Group”), is a publicly-held corporation listed at B3 S.A. – Brasil, Bolsa, Balcão, under the code “BRBI11”, established in the second half of 2009, headquartered at Avenida Brigadeiro Faria Lima nº 3.355 - 26º andar, in the city of São Paulo, State of São Paulo, Brazil. It is engaged in investing in other companies, domestic or foreign, as a partner, quota holder or shareholder and management of own assets. The Company is controlled by BR Partners Holdco Participações S.A., through a shareholders’ agreement, and holds 71.46% of the common shares, representing 45.50% (45.65% at December 31, 2021) of the total capital.

On June 17, 2021, the pricing of the Initial Public Offering (“IPO”) was concluded, pursuant to CVM Instruction 476. The IPO raised R\$ 400 million, and was priced at R\$ 16.00/unit, in a 100% primary offering. The funds will be earmarked for the expansion of our Capital Markets and Sales & Trading platform.

On January 4, 2022, the “Preliminary Prospectus of the Public Offering for the Distribution of Units Representing Common Shares and Preferred Shares Issued by BR Advisory Partners Participações S.A.” was released, pursuant to CVM Instruction 400, due to the request for registration of the public offering for primary distribution of 345,304 share deposit certificates, each representing one (1) common share and two (2) preferred shares issued by the Company, all nominative, book-entry and with no par value, free of any liens or encumbrances (“Units”). The aforementioned request was granted by the Brazilian Securities and Exchange Commission (CVM) on January 26, 2022. Follow-on raised R\$ 5.7 million and was priced at R\$ 16.50/unit.

The Company holds an interest as a direct parent in the following companies:

Subsidiaries	Main activities developed	Country	% interest	
			03/31/2022 ⁽¹⁾	12/31/2021 ⁽¹⁾
BR Partners Assessoria Financeira Ltda.	Rendering of advisory and consulting services	Brazil	99.99	99.99
BR Partners Gestão de Recursos Ltda.	Securities portfolio administration and third-party asset management	Brazil	99.99	99.99
BR Partners Assessoria de Mercados de Capitais e Dívidas Ltda.	Provision of advisory and consulting services in structuring IPO operations	Brazil	99.99	99.99
BR Partners Europe B.V.	Corporate management consulting	Netherlands	100	100
BR Partners Participações Financeiras Ltda.	Ownership interest in other domestic or foreign companies	Brazil	99.99	99.99

⁽¹⁾ Percentages below 100% refer to the interest of BR Partners Holdco Participações S.A.

BR Advisory Partners Participações S.A.

Notes to the financial statements

(In thousands of reais)

The Company holds an interest as an indirect parent in the following companies:

Subsidiaries	Main activities developed	Country	% interest	
			03/31/2022	12/31/2021
BR Partners Banco de Investimento S.A. ⁽¹⁾	Asset, liability and accessory operations inherent to the investment portfolio and foreign exchange	Brazil	99.99	99.99

- (1) The structure of BR Partners Banco de Investimento S.A. has two exclusive funds, which are: Total Multimarket Foreign Investment Fund - Private Credit and BR Partners Capital, (Note 9(ii))

The Company is primarily engaged in the rendering of advisory and consulting services, and the Group companies are distinguished by the operations carried out thereby, according to Note 9.

The Company's condensed interim financial information was approved by Management on May 5, 2022.

2. Basis for preparation and presentation of condensed interim financial information

Statements of conformity regarding IFRS and BR GAAP

The condensed interim financial information was prepared in accordance with Technical Pronouncement CPC 21 (R1) – “Interim Statements”, issued by the Accounting Pronouncements Committee (“CPC”) and approved by the Brazilian Securities and Exchange Commission (“CVM”) and IAS 34 – “Interim Financial Reporting”, issued by the International Accounting Standards Board (“IASB”), and should be read together with the Company's Financial Statements for the year ended December 31, 2021 (the most recent annual financial statement). The condensed interim financial information do not include all information required for a whole set of financial statements prepared in accordance with IFRS and accounting practices adopted in Brazil (“BR GAAP”). However, the condensed interim financial information contains notes explaining the significant events and transactions that allow for an understanding of the changes that have occurred in the Company's financial position and performance since its last annual financial statements.

All material information specific to the condensed interim financial information, and only thereto, is being ascertained, and corresponds to the information used by Management in managing the company.

3. Risk management

3.1 Financial risk factors

The Group's activities expose it to various financial risks. Said risks are divided into: market, credit and liquidity risks. The Group's risk management policies aim to define a set of principles, guidelines and responsibilities that guide activities relevant to risk management, in line with the business strategy of companies that are part of the BR Partners Group.

These risks are concentrated in the activities of the Investment Bank, where risk governance has a framework of policies and following committees: Risk and Compliance Committee, Credit Committee, Risk Committee and the Assets & Liabilities Committee (ALCO) and Underwriting Committee, observing their responsibilities and duties. For the effectiveness of risk management, the framework provides for the identification, assessment, monitoring, control, mitigation and correlation between risks.

Several risk metrics are calculated and presented daily, such as: VaR (Value at Risk), Stress Test, exposures by type of assets and risk factors, regulatory reporting and control of results. Limits are monitored by the Risk Management area.

The Risk Management area reports directly to the CEO, therefore acting independently from the business areas.

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3.1.1 Market Risk

Market risk is defined as the possibility of losses due to adverse fluctuations in prices and market rates on the positions of the Group's portfolio.

The Market Risk Policy, reviewed annually, defines the market risk management structure. This policy indicates the general principles of market risk management and is aimed at establishing the tolerance of exposures, to effectively manage, mitigate and prevent exposure to market risk.

The main sources of market risk are substantially derived from: fixed interest, foreign currency interest, actual interest, foreign exchange, inflation, stocks, commodities, and their volatilities. The monitoring primarily uses the following metrics: exposure by risk factor, DV01, Greeks, Value at Risk (VaR) and Stress Test.

The most prominent among the main market risk metrics is VaR, which is defined as the worst expected loss in a given time horizon (126 observations, given the application of the Exponentially Weighted Moving Average ("EWMA")) and related to a confidence interval (99%). The following table shows the VaR values of the trading portfolio for the period ended March 31, 2022 and for the year ended December 31, 2021.

Presentation of Values at risk

	<u>03/31/2022</u>	<u>12/31/2021</u>
Closing VaR	455	1,215
- Average	1,022	381
- Max	1,521	2,084
- Min	276	60

a. Sensitivity analysis

Sensitivity analysis for operations subject to market risk begins by classifying these operations according to their characteristics, in the Non-Trading (Banking) portfolio or in the Trading portfolio.

For the Trading Portfolio, the VaR is used as a sensitivity analysis methodology, as presented above (126 observations, applying the EWMA) and related to a confidence interval (99%).

The non-trading portfolio is predominantly characterized by operations stemming from the banking business and related to the management of the Bank's assets (credit portfolio) and liabilities (funding portfolio). The Banking portfolio uses, as a sensitivity analysis methodology, the parallel shock on the respective interest curves, observing the behavior of exposures and the gaps of each risk factor.

The sensitivity analysis for Banking portfolio is intended to measure the impact of changes in market variables on each financial instrument. However, settling the transactions involving such estimates may result in sums different from those estimated, owing to the subjectivity contained in the procedure used to prepare these analyses. Given the subjectivity described above in the Company's portfolio, the sensitivity analysis of the Banking portfolio is not performed in a systematic way; these instruments are treated individually.

To analyze the sensitivity, scenarios were defined that will be applied to the operations contained in the trading and banking portfolio, considering the changes that would negatively affect our positions, the operations, and the market data of the respective dates. It is also worth noting that given the projections observed on the market ("Focus"), the most likely scenario considered by the Company is Scenario 1.

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The shocks used in each scenario are described below:

- Scenario 1: Changes in 1% in the volatilities of the series and market curves, that is, based on market information, change in 1 basis point for interest rates and 1.0% of changes in prices were applied. For example: for a Real/US Dollar quote of R\$ 5.45, a scenario of R\$ 5.5045 was used, whilst for an one-year fixed interest rate of 8.90%, a scenario of 8.91% was applied;
- Scenario 2: Changes in 25% in the series and market curves, that is, based on market information, change in 25 basis point for interest rates and 25.0% of changes in prices were applied. For example: for a Real/US Dollar quote of R\$ 5.45, a scenario of R\$ 6.8125 was used, whilst for an one-year fixed interest rate of 8.90%, a scenario of 9.15% was applied; and
- Scenario 3: Changes in 50% in the series and market curves, that is, based on market information, change in 50 basis point for interest rates and 50.0% of changes in prices were applied. For example: for a Real/US Dollar quote of R\$ 5.45, a scenario of R\$ 8.175 was used, whilst for a one-year fixed interest rate of 8.90%, a scenario of 9.40% was applied;

i. Trading portfolio:

Exposure	Risk factors	03/31/2022			12/31/2021		
		Scenario 1	Scenario 2	Scenario 3	Scenario 1	Scenario 2	Scenario 3
Interest rate in Reais (R\$)	Exposures subject to changes in fixed interest rates and interest rate coupons	1	33	66	1	36	71
Price index	Exposure subject to foreign exchange coupon rates of price indices	1	13	25	2	51	105
Foreign currency coupon	Exposure subject to foreign exchange coupon rates	1	12	24	1	24	47
Foreign currency	Exposures subject to changes in exchange rates	-	2	4	1	21	41
Total (with no correlation)		3	60	119	5	132	264
Total with correlation		3	60	119	5	132	264

ii. Banking Portfolio:

Exposure	Risk factor	03/31/2022			12/31/2021		
		Scenario 1	Scenario 2	Scenario 3	Scenario 1	Scenario 2	Scenario 3
Interest rate in Reais (R\$)	Exposures subject to changes in fixed interest rates and interest rate coupons	57	1,420	2,840	28	691	1,382
Price index	Exposure subject to foreign exchange coupon rates of price indices	52	1,303	2,605	71	1,785	3,570
Foreign currency coupon	Exposure subject to foreign exchange coupon rates	-	2	3	-	-	-
Total		109	2,725	5,448	99	2,476	4,952

b. Foreign exchange risk

The Group is exposed to foreign exchange risk resulting from exposures to some currencies, mainly US dollar and Euro. Foreign exchange risk arises specially when future transactions or recognized assets or liabilities and net investments in transactions abroad.

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(In thousands of reais)

A summary of the Group's exposure to foreign exchange risk, as reported to Management, is presented below. It is worth noting that the amounts below are in Reais and may be different from the figures presented by the Group's accounting books and records due to differences between accounting standards and the basis on which management monitors its risk exposures (amounts in Reais):

	03/31/2022			12/31/2021		
	R\$ (Real)	US\$ (Dollar)	€ (Euro)	R\$ (Real)	US\$ (Dollar)	€ (Euro)
Foreign exchange exposure	(72,562)	67,278	5,284	(46,328)	41,545	4,783
Derivatives						
Swap	(34,841)	34,841	-	(48,286)	48,286	-
NDF	104,006	(103,742)	(264)	208,849	(208,849)	-
Options	521	(521)	-	-	-	-
Futures	1,570	1,069	(2,639)	(118,658)	120,240	(1,582)
Total	(1,306)	(1,075)	2,381	(4,423)	1,222	3,201

As of March 31, 2022, if Reais (R\$) had changed at 10% in relation to dollar, maintained all other variables constant, net income for the period would not have shown any significant changes in Reais, as a result of non-significant net exposure.

There would also be no significant changes in Reais in net income for the period, if the Real had varied around 10% against the Euro, due to non-significant net exposure.

3.1.2 Credit risk

Credit risk is defined as the possibility of losses associated with the failure, on the part of the borrower or counterparty, to meet their respective financial obligations under the agreed-upon terms, devaluation of the credit agreement resulting from the deterioration in the classification of the borrower's risk, reduction of gains or remuneration, advantages granted in the renegotiation, and costs of recovery. Credit risk can be segregated, mainly at risk of: settlement, replacement, concentration, guarantee failure, potential future exposure for derivatives.

The credit risk management framework is a set of principles, procedures and instruments that provide Management with ongoing adaptation to the nature and complexity of products, services, activities, processes and systems.

- Potential Future Exposure for Derivatives;
- Current credit exposure (present value of operations);
- Compliance with credit risk limits, both Parent Company and Consolidated; and
- Concentration of the portfolio, segregating operations by product type, term, business group, size, sector of operations, and geographic region.

The Group's credit risk arises from structured operations such as debentures, bank credit note, and ("CDB"), Real Estate Receivables Certificate ("CRIs"), Rural Product Note ("CPR") and from bank guarantees, among others. In addition, to provide cash protection for customer flows, the Company also conducts operations with derivative financial instruments. No credit limit was exceeded in the year, and Management does not expect any losses arising from defaults by those parties.

The criterion adopted for default is based on the initial analysis of the counterparty's credit quality, by estimating a rating for the customer, the limit to be granted to the customer, and the guarantees that will be required according to the risk that the customer represents; the losses arising from the default of that counterparty are estimated based on these data.

The book values of financial assets and contract assets represent the maximum credit exposure.

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(In thousands of reais)

Impairment losses from financial assets and contract assets recognized in income (loss) are as follows:

	Consolidated	
	3-month period ended	
	03/31/2022	03/31/2021
Reversal (loss) by impairment of financial assets at amortized cost	224	31
Total	224	31

The Company assessed that the credit risk of financial assets did not significantly increase on the date of the report, with respect to customer contracts. The Company assessed the credit risk for public and private securities and concluded that the impairment loss is R\$ 3,960 on March 31, 2022 (R\$ 2,441 on December 31, 2021), considering the period of the next 12 months, as evidenced in Note 3.1.2(b). At the parent level, there is no balance to be disclosed in the condensed interim financial information.

a. Credit quality of financial assets

i. Exposure to credit risk

	Notes	Parent Company	
		03/31/2022	12/31/2021
Financial asset at amortized cost	7		
Counterparties without external credit rating ⁽²⁾		223	-
Cash and cash equivalents - checking account and short-term bank deposits ⁽¹⁾			
AAA	4 5	1	1
Total		224	1

	Notes	Consolidated	
		03/31/2022	12/31/2021
Financial assets at fair value through profit and loss	5 6		
BR – AAA ⁽¹⁾		2,549,499	1,803,818
AA		68,699	61,614
A		164,107	177,999
B		126,594	85,824
C		29,099	26,834
Financial assets at fair value through other comprehensive income	5		
AA		21,006	20,992
A		160,668	164,745
B		216,812	45,022
C		29,101	26,835
Financial asset at amortized cost			
Cash and cash equivalents ⁽¹⁾	4		
BR – AAA ⁽¹⁾		76,753	94,132
AA		107,714	-
Credit operations and other operations	7		
AA		46,309	46,904
B		9,538	9,903
Counterparties without external credit rating ⁽²⁾		11,132	28,802
Accounts receivable and other financial assets	7		
Counterparties without external credit rating ⁽²⁾		23,604	-
Total	7	3,640,635	2,593,424

⁽¹⁾ The ratings were based on a market assessment of national scale by S&P - Standard & Poor's Financial Services LLC.

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(In thousands of reais)

- (2) Regardless of the company's external credit rating, the Credit Department evaluates the customer's internal rating with subsequent approval by the Credit Committee if there is credit risk involved. The Group assesses the risk profile of each customer, always considering the following topics: i) company's business profile and financial profile; ii) area of activity; iii) economic-financial performance; iv) structure of the operation and its guarantees; and v) other aspects.

ii. Breakdown by stage of financial assets

Loss rates are calculated based on the 'rollover' method based on the likelihood of an amount receivable, segregated by successive delinquency phases up to full write-off of operation.

The Group records the expected credit losses on its financial assets not classified as fair value through profit or loss, based on classifications by 3 stages, the first referring to the expected losses for the period of 12 months and the others for the entire life of the operation.

In the evaluation of the expected losses model, criteria were adopted to characterize default and a significant increase in credit risk. The current provision procedure for expected losses on loan operations; the credit risk characteristics of the operations; its historical default rate; its historical default rate; future loss estimates and indicators applicable to the area of operation.

The Group adopts "90 days in arrears" as the criterion for default. Regarding the criterion of significant increase in the level of risk, the difference of two points up between the initial classification of operation's risk level and the current risk level assessment is considered. This change in risk level is provided by the assessment of the customer's rating by the Credit Department with subsequent approval by the Credit Committee.

The credit quality of each client is assessed, based on qualitative and quantitative factors, including the company's business and financial risk profile, industry and economical and financial performance. In addition, it takes into account prospective information, the structure of the operation and its guarantees, among other aspects.

The classification of financial assets is carried out in stages, as follows:

Stage 1 - The expected credit losses for a maximum of 12 months are established as soon as a financial asset is originated or acquired. This stage applies to financial assets without a significant increase in credit risk and without credit recovery issues.

Stage 2 - Expected credit losses throughout the entire life of financial instrument. This stage applies to financial assets with a significant increase in credit risk in relation to the moment they were originated, but which are not yet considered to have recovery issues.

Stage 3 - Permanent expected credit losses for assets with impairment issues: Applicable to financial assets considered to have credit recovery issues due to the occurrence of one or more events that impact their estimated future cash flows. In the event of acquisition of financial assets with recovery issues, these assets fall into this stage.

A financial asset may migrate from the stage if it presents a significant deterioration in the level of credit risk. In the hypothesis of credit risk improvement in a subsequent stage, with a reversal of the significant risk previously found, the asset may return to the previous stage, characterizing the healing process, unless it is an asset acquired with credit recovery issue at source.

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(In thousands of reais)

b. Analysis of stages:

	03/31/2022				
	Stage 1	Impairment	Stage 2	Stage 3	Total
Certificates of Agribusiness Receivables	128,564	(871)	-	-	127,693
Certificates of real estate receivables	127,379	(656)	-	-	126,723
- Equity investment fund quotas	29,101	(873)	-	-	28,228
Rural Product Certificate	50,207	(502)	-	-	49,705
Debentures	96,200	(962)	-	-	95,238
Loan operations	55,943	(96)	-	-	55,847
Total	487,394	(3,960)	-	-	483,434

	12/31/2021				
	Stage 1	Impairment	Stage 2	Stage 3	Total
Real estate credit bill	42,280	-	-	-	42,280
Certificates of real estate receivables	149,395	(1,806)	-	-	147,589
Certificates of Agribusiness Receivables	83,588	(418)	-	-	83,170
- Equity investment fund quotas	26,835	-	-	-	26,835
Debentures	48,606	(117)	-	-	48,489
Loan operations	14,643	(100)	-	-	14,543
Total	365,347	(2,441)	-	-	362,906

3.1.3 Liquidity risk

Liquidity risk is the possibility that the Group may not be able to efficiently meet its expected and unexpected (current and future) obligations, including those arising from binding guarantees, without affecting its daily operations and incurring material losses. Additionally, liquidity risk is the possibility that the Group may not be able to trade a position at market price due to its large size in relation to the usually traded volume, or due to market discontinuity.

The Group's main sources of liquidity risk are:

- Increase in the deposit margins requirement or guarantees in a clearing house;
- Possible restriction on the sale of assets that are considered liquid, under normal market conditions, but that lose this status (for example) due to acute stress in the markets or a possible problem with the financial capacity of the issuer;
- Possible substantial devaluation in the market value of assets considered to be liquid;
- Possible losses due to market risk; and
- Possible losses or delays due to non-receipt of the expected financial amount, on the contracted date, from operations that have credit risk and/or counterparty risk.

The liquidity risk controls aim to identify what the impacts on the institution's cash would be given the application of adverse scenarios under liquidity condition. These impacts consider both internal and external factors.

The Bank's cash is managed centrally by the Bank's Treasury department. The control of liquidity risk at BR Partners is carried out by the Risk area and the ALCO through tools such as the Liquidity Risk Contingency Plan, the Minimum Liquidity Reserve, control of cash depletion, daily assessment of operations with a term of less than 90 days, and the application of stress scenarios in the Bank's liquidity conditions.

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Exposure to liquidity risk

The contractual maturities of financial liabilities on the interim financial information date are as follows:

	Total account amount	Consolidated contractual cash flows				03/31/2022
		≤ 3 months	3–12 months	1–3 years	>3 years	
Financial liabilities						
Suppliers	5,862	5,862	-	-	-	5,862
Clients' funds	846,008	109,090	873,867	264,801	650	1,248,408
Endorsements	150,236	13,215	148,906	119,840	3,951	285,912
Funds from financial institutions	2,080,001	2,080,001	-	-	-	2,080,001
Other financial liabilities	14,991	14,991	-	-	-	14,991
Lease liability	1,985	166	500	1,336	-	2,002
Derivatives						
Swap	58,853	-	-	34,209	47,563	81,772
NDF	60,969	56,582	18,054	12,892	-	87,528
Options	25,142	3,840	33,471	-	-	37,311
Futures	28,872	28,872	-	-	-	28,872
Total	3,272,919	2,312,619	1,074,798	433,078	52,164	3,872,659

	Total account amount	Consolidated - Contractual cash flows				Total in 2021
		≤ 3 months	3–12 months	1–3 years	>3 years	
Financial liabilities						
Suppliers	53,244	53,244	-	-	-	53,244
Clients' funds	671,744	99,464	609,460	255,406	-	964,330
Endorsements	59,177	-	20,642	44,824	4,032	69,498
Funds from financial institutions	1,228,129	1,228,129	-	-	-	1,228,129
Derivatives						
SWAP	11,357	1,603	92	10,724	-	12,419
NDF	21,566	15,332	393	11,541	-	27,266
Futures	37,555	18,245	20,695	2,356	-	41,296
Total	2,082,772	1,416,017	651,282	324,851	4,032	2,396,182

3.2 Capital management

Capital planning within the Group is of fundamental importance for the execution of strategic planning, where the best distribution for the business lines is sought, with subsequent optimization of the capital used.

The process is based on the nature of the operations, the complexity of the products, and the Group's disposition for the risks incurred and capital requirements.

Capital is managed by BR Partners Group Management and aims to ensure that the analysis of capital sufficiency is performed in an independent and technical manner, taking into account existing risks and those included in strategic planning. The Central Bank of Brazil, through Resolutions 4192/13 and 4278/13, instituted the calculation of the "Prudential Conglomerate" Reference Equity and, through Resolution 4193/13, instituted the determination of the required minimum reference equity of 10.50% as of March 31, 2022 (9.25% as of December 31, 2021).

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BR Partners Group's Prudential Conglomerate, as determined in Article 1 of Resolution 4280/13, is comprised by the following companies: BR Partners Banco de Investimento S.A. ("Banco") and by the investment funds Total Fundo de Investimento Multimercado Investimento no Exterior - Crédito Privado ("Total FIM") and BR Partners Capital ("BR Capital"). The Basel ratio, on March 31, 2022 and December 31, 2021, calculated based on the Prudential Conglomerate is:

	03/31/2022	12/31/2021
Reference Equity	640,320	632,783
Tier I Reference Equity	640,320	632,783
Principal capital	640,320	632,783
Risk-weighted assets (RWA)	2,222,976	1,834,927
Credit risk	1,036,429	874,706
Market risk	1,033,199	850,558
Operating risk	153,348	109,663
Basel Ratio	28.80%	34.49%
Level I (IN1)	28.80%	34.49%
Principal Capital [Interest on Own Capital (ICP)]	28.80%	34.49%

For the periods ended March 31, 2022 and year ended December 31, 2021, the limits are classified according to the minimum amount required by the Central Bank of Brazil.

4. Cash and cash equivalents

	Parent Company	
	03/31/2022	12/31/2021
Banks - Checking account and cash ⁽¹⁾	1	1
Total	1	1

	Consolidated	
	03/31/2022	12/31/2021
Banks - Checking account and cash ⁽¹⁾	5,669	3,607
Free reserves	2	1,387
Cash and cash equivalents in foreign currencies ⁽¹⁾	102,043	60,287
Money market repurchase agreements ⁽²⁾	76,753	28,851
Total	184,467	94,132

⁽¹⁾ The balances of funds in banks are recorded at the amounts deposited at Banco Itaú S.A., JP Morgan Chase N.Y., JP Morgan Chase Frankfurt, and Bradesco Cayman.

⁽²⁾ On March 31, 2022, and December 31, 2021, the repurchase and resale agreements had a resale date for April 5, 2022 and January 3, 2022, respectively.

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(In thousands of reais)

5. Financial instruments

a. Financial assets at fair value through profit or loss

	Parent Company	
	03/31/2022	12/31/2021
Private securities		
Bank Deposit Certificates	223	1,165
Investment fund quotas		
BR Partners Outlet Premium Fundo de Investimento em Participações ⁽⁴⁾	78,238	75,333
Equity investment fund quotas	11,927	11,990
Total	90,388	88,488

	Consolidated	
	03/31/2022	12/31/2021
Government bonds ⁽¹⁾		
Financial Treasury Bills – LFT	117,751	131,611
National Treasury Bills - LTN	-	49,982
National Treasury Notes – NTN - B	2,431,748	1,622,224
Private securities		
Certificates of real estate receivables ⁽²⁾	259,908	260,126
Agribusiness Receivables Certificates ⁽³⁾	-	15,823
Debentures	100,365	49,489
Investment fund quotas		
Quotas of real estate investment funds	113,748	125,332
BR Partners Outlet Premium Fundo de Investimento em Participações ⁽⁴⁾	78,238	75,333
Quotas of credit rights investment funds ⁽⁶⁾	28,226	26,834
Equity investment fund quotas	11,927	11,990
Total	3,141,911	2,368,744

b. Financial assets at fair value through other comprehensive income

	Consolidated	
	03/31/2022	12/31/2021
Private securities		
Certificates of real estate receivables ⁽⁵⁾	126,723	147,589
Agribusiness Receivables Certificates ⁽⁷⁾	127,693	83,170
Rural Product Certificate ⁽⁹⁾	49,705	-
Debentures ⁽¹⁰⁾	95,238	-
Investment fund quotas		
Quotas of credit rights investment funds ⁽⁸⁾	28,228	26,835
Total	427,587	257,594

(1) Government bonds are under the custody of the Special Settlement and Custody System (SELIC) of the Central Bank of Brazil whose market value was calculated by means of prices disclosed by Anbima - Brazilian Association of Financial Market and Capital Entities.

(2) The Certificates of Real Estate Receivables, classified as Fair Value through Profit or Loss ("FVTPL"), are registered with the Clearing House of Custody and Financial Settlement of Securities (B3 - Brasil Bolsa Balcão), the valuation of which is made according to the IPC-A or CDI rate + fixed interest rate and initially recognized at fair value, whose gains and losses are recognized directly in the income (loss) for the period.

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- (3) The Certificates of Agribusiness Receivables are at the Clearing House of Custody and Financial Settlement of Securities (B3 - Brasil Bolsa Balcão), the valuation of which is made according to the IPC-A or CDI rate + fixed interest rate.
- (4) The portfolio of BR Partners Outlet Premium Fundo de Investimento em Participações is substantially composed of shares of BR Partners Bahia Empreendimentos Imobiliários S.A., BR Partners Rio de Janeiro Empreendimentos Imobiliários S.A., BR Partners Investimentos Imobiliários S.A., BR Partners Outlet Brasília S.A., and BR Partners Outlet Premium Fortaleza S.A. The investment amount was calculated at the amount determined in the appraisal report conducted by third party measured at fair value, upon issuance of technical report in February 2022.
- (5) Certificates of real estate receivables classified as Fair Value through Other Comprehensive Income ("FVTOCI"), are initially recognized at fair value and gains and losses are recognized in "Other comprehensive income". At March 31, 2022, the amount referring to CRIs is R\$ 126,723 (R\$ 147,589 at December 31, 2021).
- (6) The quotas of credit rights investment funds are classified as Fair Value through Profit of Loss ("FVTPL") in the amount of R\$ 28,226 as of March 31, 2022 (R\$ 26,834 as of December 31, 2021), and initially recognized at fair value, whose gains and losses are recognized directly in the income (loss) for the period.
- (7) Agribusiness Receivables Certificates classified as Fair Value through Other Comprehensive Income ("FVTOCI"), are initially recognized at fair value and gains and losses are recognized in "Other comprehensive income". At March 31, 2022, the amount referring to CRAs is R\$ 127,693 (R\$ 83,170 at December 31, 2021).
- (8) The amount of R\$ 28,228 is classified as Fair Value through Other Comprehensive Income ("FVTOCI"), referring to quotas of credit rights investment funds, initially recognized at fair value, whose gains and losses are recognized in "Other income comprehensive" as of March 31, 2022 (R\$ 26,835 as of December 31, 2021).
- (9) Rural Product Notes classified as Fair Value through Other Comprehensive Income ("FVTOCI"), are initially recognized at fair value and gains and losses are recognized in "Other comprehensive income". These private securities are registered and held in custody at B3 S.A. – Brasil, Bolsa, Balcão (São Paulo Stock Exchange).
- (10) The infrastructure debentures are registered with B3 and are classified at fair value through profit or loss ("FVTPL") and fair value through other comprehensive income ("FVOCI"), remunerated at 100% of the IPCA (general consumer price index in Brazil).

6. Derivative financial instruments – Consolidated

a. Breakdown per index

	03/31/2022		
	Amounts receivable	Amounts payable	Nominal value
Swap	110,813	(58,853)	478,464
IPC-A x CDI	15,639	-	150,000
CDI X Dollar	64,994	-	517,521
CDI x IPC-A	29,562	(25,741)	(314,057)
Pre x CDI	618	-	325,000
USD x CDI	-	(33,112)	(200,000)
NDF	106,301	(60,968)	574,953
Dollar x Fixed rate	189	(60,965)	(737,297)
Pre x Dollar	106,066	(3)	1,311,945
Fixed rate x Euro	46	-	305
Options	25,498	(25,142)	(920)
Call option	25,498	-	59,000
Purchases of put options	23,390	-	52,000
Purchases of stock options	2,108	-	7,000
Sale of option	-	(25,142)	(59,920)
Sales of call options	-	(5,024)	(53,530)
Sales of put options	-	(20,118)	(6,390)
Futures	3,826	(28,872)	(234,460)
Long position	769	(3,821)	1,354,489
DAP	303	(223)	517,400
DDI	-	(1,134)	289,396
DI1	466	-	220,737

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Notes to the financial statements

(In thousands of reais)

	03/31/2022		
	Amounts receivable	Amounts payable	Nominal value
WDO	-	(2,464)	326,956
Short position	3,057	(25,051)	(1,588,949)
DAP	4	(13)	33,829
D11	-	(833)	(872,622)
DOL	1,339	(1,806)	(273,485)
DDI	1,703	-	(342,950)
WDO	11	-	(3,018)
Commodities	-	(22,399)	(130,703)
Total	246,438	(173,835)	818,037

	12/31/2021		
	Amounts receivable	Amounts payable	Nominal value
Swap	87,253	(11,357)	3,135,838
IPC-A x CDI	14,982	-	150,000
CDI X Dollar	29,759	(1,056)	507,428
CDI x IPC-A	40,110	(10,301)	2,278,410
USD x CDI	2,402	-	200,000
NDF	41,024	(21,566)	1,870,045
Dollar x Fixed rate	10,176	(10,745)	912,877
Pre x Dollar	13,149	(10,449)	872,069
Forward commodities	17,699	(372)	85,099
Futures	21,575	(37,555)	439,672
Long position	853	(17,851)	2,189,800
DAP	304	(433)	656,787
DDI	-	(5,691)	276,751
D11	532	(8)	488,761
WDO	-	(11,719)	610,228
DOL	17	-	157,273
Short position	20,722	(19,704)	(1,750,128)
DAP	-	(54)	(22,329)
DDI	5,646	-	(271,803)
D11	7	(5)	(626,379)
WDO	1	-	(1,292)
DOL	15,068	-	(744,998)
Commodities	-	(19,645)	(83,327)
Total	149,852	(70,478)	5,445,555

b. Comparison between the cost and fair value

	03/31/2022			
	Cost value	Unrealized gains / (losses)	Credit risk adjustment	Fair value
Assets				
Swap	(25,460)	64,772	71,501	110,813
NDF	108,823	(1,788)	(734)	106,301
Options	8,714	16,775	9	25,498
Futures	3,826	-	-	3,826
Total	95,903	79,759	70,776	246,438
Liabilities				
Swap	(86,318)	27,540	(75)	(58,853)
NDF	(62,962)	1,923	71	(60,968)
Options	(29,755)	4,730	(117)	(25,142)
Futures	(28,872)	-	-	(28,872)
Total	(207,907)	34,193	(121)	(173,835)

BR Advisory Partners Participações S.A.

Notes to the financial statements

(In thousands of reais)

	12/31/2021			
	Cost value	Unrealized gains / (losses)	Credit risk adjustment	Fair value
Assets				
Swap	27,980	59,713	(440)	87,253
NDF	35,358	5,269	397	41,024
Futures	21,575	-	-	21,575
Total	84,913	64,982	(43)	149,852
Liabilities				
Swap	(23,486)	12,129	-	(11,357)
NDF	(19,228)	(2,279)	(59)	(21,566)
Futures	(37,555)	-	-	(37,555)
Total	(80,269)	9,850	(59)	(70,478)

c. Breakdown per maturity

	03/31/2022				
	≤ 3 months	3–12 months	1–3 years	>3 years	Total
Assets					
Swap	1,939	1,517	36,038	71,319	110,813
NDF	70,360	31,291	4,650	-	106,301
Options	8,107	17,391	-	-	25,498
Futures	3,826	-	-	-	3,826
Total	84,232	50,199	40,688	71,319	246,438
Liabilities					
Swap	-	-	(34,209)	(24,644)	(58,853)
NDF	(35,144)	(14,105)	(11,719)	-	(60,968)
Options	(2,526)	(22,616)	-	-	(25,142)
Futures	(28,872)	-	-	-	(28,872)
Total	(66,542)	(36,721)	(45,928)	(24,644)	(173,835)

	12/31/2021				
	≤ 3 months	3–12 months	1–3 years	>3 years	Total
Assets					
Swap	-	-	6,358	80,895	87,253
NDF	16,592	17,836	6,596	-	41,024
Futures	17,350	458	1,795	1,972	21,575
Total	33,942	18,294	14,749	82,867	149,852
Liabilities					
Swap	(1,052)	-	(375)	(9,930)	(11,357)
NDF	(12,995)	(8,571)	-	-	(21,566)
Futures	(35,312)	(343)	(1,244)	(656)	(37,555)
Total	(49,359)	(8,914)	(1,619)	(10,586)	(70,478)

d. Financial guarantees

Financial guarantees given for derivative financial instrument transactions with B3 (Brasil Bolsa Balcão) are represented by Government bonds and totaled R\$ 10,732 on March 31, 2022 (R\$ 5,160 on December 31, 2021).

e. Derivatives designated as hedge accounting

The Group uses fair value hedging relationships, based on the strategy to mitigate the risk of interest rates on fixed rate funding recognized in BR Partners Banco de Investimento S.A., operating with DI and DAP futures contracts (IPCA coupon futures) to offset exposures to changes in fair value.

BR Advisory Partners Participações S.A.

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(In thousands of reais)

The hedged risks and their limits are defined in the committee. The Group determines the relationship between the instruments and hedged items in such a way that the market value of said instruments is expected to be in opposite directions and in the same proportions. The established hedge ratio is always 100% of the hedged risk.

Considering that the Group opted to continue using the requirements established by IAS 39 (IFRS 9 – paragraph BC6.104), the hedge operations were evaluated as effective, whose proof of the hedge's effectiveness corresponds to the 80% to 125% range.

To assess the effectiveness of the strategy, the Group adopts the dollar offset method, which consists of calculating the difference between the change in the fair value of the hedging instrument and the change in the fair value of the hedged item attributed to changes in the interest rate.

Strategy	03/31/2022				
	Hedged items			Hedge instruments ⁽¹⁾	
	Book value	Fair value	Change in fair value recognized in profit or loss	Nominal value	Change in fair value used to calculate hedge ineffectiveness
	Liabilities	Liabilities			
Interest rate risk Funding Hedge ⁽²⁾	415,547	413,455	2,091	462,357	(2,024)
Total	415,547	413,455	2,091	462,357	(2,024)

Strategy	12/31/2021				
	Hedged items			Hedge instruments ⁽¹⁾	
	Book value	Fair value	Change in fair value recognized in profit or loss	Nominal value	Change in fair value used to calculate hedge ineffectiveness
	Liabilities	Liabilities			
Interest rate risk Funding Hedge ⁽²⁾	88,215	86,961	1,254	86,241	(1,308)
Total	88,215	86,961	1,254	86,241	(1,308)

(1) The Group uses DI and DAP futures contracts, traded on B3 S.A. – Brasil, Bolsa, Balcão, as a hedging instrument related to the interest rate risk of fixed and floating-rate funding selected for hedging. Daily adjustments related to futures contracts are recorded under “Derivative Financial Instruments”.

(2) Fixed-rate funding recorded under “Financial liabilities at amortized cost”, related to the Bank Deposit Certificate (“CDB”) product, originating from client funds.

f. Derivatives offset amount

The Group contracts derivative operations based on standard contracts from the International Swaps and Derivatives Association (ISDA) that provide for net payments. These are transactions carried out with the counterparties on the same day and with a single net amount paid between the parties. The group uses the offset method for all Derivatives contracted, which does not represent a risk to the Institution, since we do not have unsettled financial instruments.

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(In thousands of reais)

We present below the gross amounts of derivative financial instruments related to the consolidated statement of financial position as of March 31, 2022 and December 31, 2021:

	Consolidated	
	03/31/2022	12/31/2021
Swap	110,813	87,253
NDF	106,301	41,024
Options	25,498	-
Futures	3,826	21,575
Total	246,438	149,852

As of March 31, 2022 and December 31, 2021, the BR Partners Group does not have financial instruments on a net basis on its statement of financial position, since they do not meet the offsetting criteria of IAS 32, or because it does not intend to settle them on a net basis, or realize the assets and settle the liabilities simultaneously. Additionally it has no contracts under which it, or the counterparty, has the right to offset amounts receivable and payable under separate contracts in case of default.

7. Financial asset at amortized cost

Below, we present the consolidated balances of financial assets at amortized cost. There are no balances of financial assets at amortized cost in the parent company's individual equity position at March 31, 2022 and December 31, 2021.

	Consolidated	
	03/31/2022	12/31/2021
Loan operations ⁽²⁾	55,847	56,823
Services receivable ⁽⁴⁾	23,527	19,667
Foreign exchange ⁽³⁾	5,375	-
Judicial deposits	965	-
Other amounts receivable from related parties ⁽¹⁾	77	-
Clients' reimbursements ⁽⁵⁾	9	335
Other	4,784	4,743
Total	90,584	81,568

(1) Mostly refer to amounts receivable from other companies linked to the Group.

(2) The balance refers to operations with clients of BR Partners Banco de Investimento S.A., whose credit portfolio comprises Bank Credit Certificates and Real Estate Credit Certificates, with counterparties of individuals and companies.

(3) At March 31, 2022, this refers to R\$ 9,071 of the right to sell foreign exchange, financial exchange of R\$ 474, and advance in domestic currency of (R\$ 4,170). There was no outstanding exchange position for the year ended December 31, 2021.

(4) Refers mainly to trade receivables for services rendered.

(5) Refers to reimbursements receivable from customers on expenses defined, in the contract for service provisions.

BR Advisory Partners Participações S.A.

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(In thousands of reais)

8. Related party transactions

The transactions between related parties below were carried out in terms equivalent to those prevailing in transactions between independent parties.

a. Parent

	Direct controlling shareholder ⁽¹⁾		Associated companies and subsidiaries ⁽²⁾		Total	
	03/31/2022	12/31/2021	03/31/2022	12/31/2021	03/31/2022	12/31/2021
Assets/(Liabilities)						
Amounts receivable	-	-	-	82,817	-	82,817
Equity investment fund quotas ⁽³⁾	-	-	90,165	87,323	90,165	87,323
Time deposit certificate ⁽⁵⁾	223	-	-	1,165	223	1,165
Amounts payable	-	(21,328)	-	-	-	(21,328)
Dividends payable	(6,263)	-	-	-	(6,263)	-
Income (loss)						
Interest revenue	57	-	-	439	57	439
Income (loss) from investment in investment fund ⁽³⁾	-	-	2,842	2,701	2,842	2,701

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(In thousands of reais)

b. Consolidated

	Direct controlling shareholder ⁽¹⁾		Affiliates ^{(2)/(3)}		Key management personnel ⁽⁴⁾		Total	
	03/31/2022	12/31/2021	03/31/2022	12/31/2021	03/31/2022	12/31/2021	03/31/2022	12/31/2021
Assets/(Liabilities)								
Equity investment fund quotas ⁽³⁾	-	-	90,165	87,323	-	-	90,165	87,323
Term Deposit Certificate – Clients' funds ⁽⁵⁾	(963)	(3)	(27,339)	(9,821)	(1,150)	(505)	(29,452)	(10,329)
Letters of credit for real estate ⁽⁶⁾	-	-	-	-	(10,009)	(5,774)	(10,009)	(5,774)
Agribusiness Letters of Credit ⁽⁷⁾	-	-	-	-	(1,251)	-	(1,251)	-
Amounts payable	-	(21,328)	-	-	-	-	-	(21,328)
Dividends payable	(6,263)	-	-	-	-	-	(6,263)	-
Income (loss)								
Revenue (expenses) from Investment in Investment Fund ⁽³⁾	-	-	2,842	2,701	-	-	2,842	2,701
Interest expense	(11)	(69)	-	(439)	(172)	(352)	(183)	(860)

(1) BR Partners Holdco Participações S.A.

(2) Related companies listed in Note 8(d) and 9.

(3) Related companies in Note 8(d) and BR Partners Outlet Premium Fundo de Investimento em Participações and BR Partners Pet Fundo de Investimento em Participações Multiestratégia.

(4) Members of Board of Directors and Executive Board.

(5) Represented by fundraising by BR Partners Banco de Investimento S.A., maturing up to March 14, 2025 at a variable rate ranging from 100% to 112% of the DI (interbank deposit) rate on March 31, 2022 and December 31, 2021.

(6) Represented by funding from BR Partners Banco de Investimento S.A., maturing by May 9, 2028 at a rate ranging from 100% to 105% of DI + 1% p.a. as of March 31, 2022 and December 31, 2021.

(7) Represented by fundraising made by BR Partners Banco de Investimento S.A., maturing on April 30, 2023, at 100% of the DI rate.

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(In thousands of reais)

c. Remuneration of key personnel

	Parent Company	
	03/31/2022	03/31/2021
Directors' fee	160	350
Social charges	32	70
Total	192	420

	Consolidated	
	03/31/2022	03/31/2021
Directors' fee	3,425	979
Social charges	685	196
Total	4,110	1,175

Key management personnel is represented by the Company's statutory board of executive officers and the board of executive officers governed by the Company's Brazilian Labor Code (CLT) who, in addition to dividends arising from their interests in BR Partners Holdco Participações S.A., receive remuneration for services rendered at the Company which is recorded under Administrative Expenses. In addition, there are other Company professionals who are also shareholders of the Company.

d. Other related parties

In the Consolidated, in addition to the companies presented in Note 9, we add the following: BR Partners Bahia Empreendimentos Imobiliários S.A., BR Partners Rio de Janeiro Empreendimentos Imobiliários S.A., BR Partners Investimentos Imobiliários S.A., BR Partners Outlet Brasília S.A. and BR Partners Outlet Premium Fortaleza S.A. are investments that comprise the portfolio of BR Partners Outlet Premium Fundo de Investimento em Participações, whose the manager is BR Partners Gestão de Recursos Ltda. Additionally, BR Partners Pet Fundo de Investimento em Participações is also considered as a related party in the context of consolidated financial statements.

e. Other information

The following are considered as related parties, according to the legislation in force:

- Company's Directors and administrative Board members, as well as their respective spouses and relatives up to the 2nd degree;
- Individuals or legal entities that hold more than 10% of the Company's capital; and and
- Legal entities in which the aforementioned persons hold more than 10% of the capital.

9. Investments in subsidiaries

The Company has the following investments:

	03/31/2022	12/31/2021
BR Partners Assessoria Financeira Ltda.	24,864	670
BR Partners Assessoria de Mercados de Capitais e Dívidas Ltda.	190	187
BR Partners Participações Financeiras Ltda.	653,376	638,897
BR Partners Gestão de Recursos Ltda.	3,156	2,000
BR Partners Europe B.V.	7,646	8,626
Total	689,232	650,380

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Notes to the financial statements

(In thousands of reais)

The table below shows the Company's interest in subsidiaries:

	Balance at 12/31/2021	Share of profit of equity- accounted investees, net of tax	Equity valuation adjustment	Capital increase	Balance at 03/31/2022
BR Partners Assessoria Financeira Ltda.	670	24,194	-	-	24,864
BR Partners Assessoria de Mercados de Capitais e Dívidas Ltda.	187	3	-	-	190
BR Partners Participações Financeiras Ltda.	638,897	14,762	(283)	-	653,376
BR Partners Gestão de Recursos Ltda.	2,000	1,156	-	-	3,156
BR Partners Europe B.V.	8,626	(122)	(858)	-	7,646
Total	650,380	39,993	(1,141)	-	689,232

	Balance at 12/31/2020	Share of profit of equity- accounted investees, net of tax	Dividends receivable	Equity valuation adjustment	Capital increase	Balance at 12/31/2021
BR Partners Assessoria Financeira Ltda.	670	106,012	(106,012)	-	-	670
BR Partners Assessoria de Mercados de Capitais e Dívidas Ltda.	194	(7)	-	-	-	187
BR Partners Participações Financeiras Ltda.	253,547	32,830	-	(1,680)	354,200	638,897
BR Partners Gestão de Recursos Ltda.	2,000	5,380	(5,380)	-	-	2,000
BR Partners Europe B.V.	9,369	(660)	-	(83)	-	8,626
Total	265,780	143,555	(111,392)	(1,763)	354,200	650,380

i. Direct subsidiaries

- **BR Assessoria de Mercados de Capitais e Dívidas Ltda.**

A company that renders advisory and consulting services in the structuring of IPO operations, fundraising on the financial and capital markets, debt restructuring, receivables securitization, and other related operations, in Brazil and abroad.

- **BR Partners Assessoria Financeira Ltda.**

A company that provides financial advisory and consulting services, particularly in corporate finance, including mergers, acquisitions, sales, take-overs, spin-offs, corporate restructuring and other operations of intermediation of corporate interests, in Brazil and abroad, and ownership interest in other companies of any type, Brazilian or foreign, as partner or quota holder.

- **BR Partners Gestão de Recursos Ltda.**

A provider of securities portfolio management services and third-party asset management, acting in the financial and capital markets as a manager or administrator of investment funds in general, under the terms of the applicable regulations, and ownership interest in other companies as partner, quota holder or shareholder, in Brazil and abroad, whatever their corporate purpose may be.

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(In thousands of reais)

- **BR Partners Participações Financeiras Ltda.**

A company that holds ownership interest in BR Partners Banco de Investimento S.A. (“Banco BR Partners”), as partner, shareholder or quota holder.

- **BR Partners Europe B.V.**

Company based in Amsterdam, Netherlands, whose corporate purpose is business management consulting activities.

ii. Indirect subsidiaries

- **BR Partners Banco de Investimento S.A.**

Banco BR Partners is primarily engaged in the practice of asset, liability and accessory operations inherent to the investment and foreign exchange portfolio.

Banco BR Partners is formed as a limited liability company (*sociedade por ações*) and domiciled in Brazil, being directly controlled by BR Partners Participações Financeiras Ltda. and indirectly by the Company, the Group’s holding company.

- **Total Fundo de Investimento Multimercado Investimento no Exterior - Crédito Privado (“Total FIM”)**

Total FIM was created on December 29, 2010 in the form of an ‘open condominium’, and started its activities on January 10, 2011, with an indefinite term. It is intended exclusively for receiving investments from its only quota holder, Banco BR Partners, a qualified investor, and aims to provide its quota holder with return through the opportunities offered by the fixed and floating interest rate markets, price indexes, foreign currency, variable income and derivatives, in such a way that Total FIM is exposed to various risk factors, without the commitment of concentration in any special factor. It is an exclusive Fund of the Company.

- **BR Partners Capital (“BR Capital”)**

BR Capital is a Fund domiciled in the Cayman Islands, managed by Banco Bradesco S.A., with undefined term, whose investment strategy is to obtain return on securities, including stocks and bonds, currencies, options, futures and other derivatives, focusing on the Brazilian market. It is an exclusive Fund of the Company.

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(In thousands of reais)

10. Property, plant and equipment**a. Parent Company**

	Useful life (years)	Cost value	Book value on 12/31/2020	Acquisition / (write-off)	Depreciation	Book value – 12/31/2021
Facilities	10	4,562	127	-	(127)	-
Furniture and equipment in use	10	1,651	-	-	-	-
IT and telephony equipment	5	699	22	-	(22)	-
Other	10	74	2	-	(2)	-
Total		6,986	151	-	(151)	-

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*(In thousands of reais)***b. Consolidated**

	Useful life (years)	Cost value	Book value on 12/31/2020	Acquisition / (write-off)	Depreciation	Book value – 12/31/2021
Facilities	10	4,565	126	-	(126)	-
Leasehold improvement	10	634	634	1,060	(149)	1,545
IT and telephony equipment	5	4,865	1,317	2,417	(638)	3,096
Furniture and equipment in use	10	1,672	53	42	(32)	63
Right-of-use of Real Estate - adoption of IFRS 16 / (CPC 06 (R2))	5	5,886	1,464	168	(1,632)	-
Other	10	113	16	7	(6)	17
Total		17,735	3,610	3,694	(2,583)	4,721

	Useful life (years)	Cost value	Book value – 12/31/2021	Acquisitio n / (write- off)	Depreciation	Book value – 03/31/2022
Facilities	10	4,728	-	-	-	-
Leasehold improvements	10	1,694	1,545	-	(57)	1,488
IT and telephony equipment	5	7,868	3,096	90	(243)	2,943
Furniture and equipment in use	10	1,721	63	-	(1)	62
Right-of-use of Real Estate - adoption of IFRS 16 / (CPC 06 (R2))	5	-	-	2,529	(544)	1,985
Other	10	120	17	-	(2)	15
Total		16,131	4,721	2,619	(847)	6,493

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*(In thousands of reais)***11. Intangibles – Consolidated**

	Cost value	Book value on 12/31/2020	Acquisition / (write-off)	Amortization	Book value – 12/31/2021
Software use license ⁽¹⁾	4,667	1,068	278	(486)	860
Intangible asset having undefined useful life	4,500	4,500	-	-	4,500
Total	9,167	5,568	278	(486)	5,360

	Cost value	Book value – 12/31/2021	Acquisition / (write-off)	Amortization	Book value – 03/31/2022
Software use license ⁽¹⁾	5,222	860	11	(130)	741
Intangible asset having undefined useful life	4,500	4,500	-	-	4,500
Total	9,722	5,360	11	(130)	5,241

⁽¹⁾ For intangible assets with a license for use, the amortization period established in the contract is used.

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(In thousands of reais)

12. Amounts payable - Suppliers

	Parent Company		Consolidated	
	03/31/2022	12/31/2021	03/31/2022	12/31/2021
Suppliers payable	338	3,647	338	53,244
Total	338	3,647	338	53,244

13. Financial liabilities

a. Clients' funds

Represented, in the Consolidated, by funding in Bank Deposit Certificates ("CDB") and Interbank Deposit Certificates ("CDI") with customers of BR Partners Banco de Investimentos S.A. The table below provides the balance and its corresponding rates.

Securities	Remuneration per annum	03/31/2022
Fixed CDB ⁽¹⁾	1.48–13.09%	166,890
Floating-rate CDB ⁽¹⁾	IPCA + 0.37–6.78%	193,403
	100–140% DI	246,627
	100% DI + 0.37–1.61%	239,088
Total		846,008

Securities	Remuneration per annum	12/31/2021
Fixed CDB ⁽²⁾	3.28–11.50%	159,466
Floating-rate CDB ⁽²⁾	IPCA + 0.37–4.99%	81,090
	100–140% DI	228,239
Fixed CDB ⁽²⁾	100% DI + 0.92–1.61%	182,643
	3.28–11.50%	20,306
Total		671,744

⁽¹⁾ Expiration until September 30, 2024.

⁽²⁾ Expiration until September 18, 2029.

b. Endorsements

Represented by funding made by BR Partners Banco de Investimento S.A. in Real Estate Credit Bills in the amount of R\$ 49,793 on March 31, 2022, maturing until May 9, 2028 at a variable rate of 100% to 115% of DI + 1% p.a. (R\$ 14,352 on December 31, 2021, maturing until May 9, 2028 at a variable rate between 100% to 115% of DI + 1% p.a.) and Financial Bills in the amount of R\$ 54,488 on March 31, 2022, maturing until September 30, 2024 at a variable rate of 100% to 105% of the DI + 1.67% to 1.76% p.a. or IPCA + 5.30% p.a., (R\$ 44,825 on December 31 2021) and Agribusiness Credit Bills in the amount of R\$ 45,955 at March 31, 2022 maturing until September 16, 2022 at a fixed rate from 10.79% p.a. to 11.29% p.a. (R\$ 0 at December 31, 2021).

c. Funds from financial institutions

Represented by repurchase agreements entered into between BR Partners Banco de Investimento S.A. and other financial institutions, in the amount of R\$ 2,080,001 on March 31, 2022 at a fixed rate of 6% p.a. (R\$ 1,228,129 at December 31, 2021). The return date for operations has been set for April 4, 2022 and January 3, 2022, respectively.

d. Other financial liabilities

Represented by foreign exchange operations made by BR Partners Banco de Investimento S.A. in the amount of R\$ 14,991 at March 31, 2022, maturing on April 4, 2022. There is no position of foreign exchange costs on December 31, 2021.

BR Advisory Partners Participações S.A.

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(In thousands of reais)

14. Other amounts payable

	Parent Company		Consolidated	
	03/31/2022	12/31/2021	03/31/2022	12/31/2021
Provision payable for expenses on personnel	575	-	26,389	54,685
Dividends payable - associated companies	6,263	39,225	6,263	39,225
Provision for contingencies	-	-	1,286	1,468
Trade payables	-	1	328	633
Provision for surety bonds provided	-	-	153	373
Future year earnings ⁽¹⁾	-	-	327	564
Total	6,838	39,226	34,746	96,948

(1) Refers to commissions on endorsements and sureties currently found in the credit portfolio of BR Partners Banco de Investimento S.A. (Note 22(a))

15. Shareholders' equity

a. Capital

The Company's capital, fully subscribed and paid in, in the amount of R\$ 674,940 at March 31, 2022 (R\$ 669,243 at December 31, 2021), is represented by 314,987 shares: 200,546 registered, book-entry common shares with no par value and 114,441 registered, book-entry preferred shares with no par value (313,951 total shares: 200,200 registered, book-entry common shares with no par value and 113,750 registered preferred shares with no par value at December 31, 2021).

On January 4, 2022, the "Preliminary Prospectus of the Public Offering for the Distribution of Units Representing Common Shares and Preferred Shares Issued by BR Advisory Partners Participações S.A." was released, pursuant to CVM Instruction 400, due to the request for registration of the public offering for primary distribution of 345,304 share deposit certificates, each representing one (1) common share and two (2) preferred shares issued by the Company, all nominative, book-entry and with no par value, free of any liens or encumbrances ("Units"). The aforementioned request was granted by the Brazilian Securities and Exchange Commission (CVM) on January 26, 2022.

b. Profit reserve

The legal reserve is set up annually by the allocation of 5% of net income for the year and may not exceed 20% of the Company's capital. The legal reserve can be used solely to offset losses and increase capital.

Other profit reserves refer to the retention of the remaining balance of retained earnings, pursuant to article 196 of Brazil's Corporation Act.

c. Basic earnings per share

Basic earnings per share are calculated by dividing the income or loss attributable to holders of common shares by the weighted average number of common shares held by shareholders on the date of statement of financial position.

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(In thousands of reais)

i. Calculation of weighted average of shares

• Weighted average of common shares (basic)

	<u>03/31/2022</u>	<u>03/31/2021</u>
Common shares existing on January 1st	200,201	194,180
Capital increase/(decrease)	345	-
Weighted average of outstanding common shares	200,431	194,180

• Weighted average of preferred shares (basic)

	<u>03/31/2022</u>	<u>03/31/2021</u>
Preferred shares existing on January 1st	113,750	119,104
Capital increase/(decrease)	691	-
Weighted average of outstanding preferred shares	114,211	119,104

ii. Calculation of attributable profit by type of shares

	<u>03/31/2022</u>	<u>03/31/2021</u>
Net income to be distributed to shareholders	40,055	30,975
Income attributable to holders of Common Shares	25,516	15,488
Income attributable to holders of Preferred Shares	14,539	15,488

iii. Calculation of basic earnings per share

	<u>03/31/2022</u>	<u>03/31/2021</u>
Income for the periods attributable to the Company's owners and used for the determination of earnings per common share	25,516	15,488
Weighted average number of common shares for basic earnings per share calculation purpose	200,431	194,180
Basic net earnings per common share - R\$	0.13	0.08

	<u>03/31/2022</u>	<u>03/31/2021</u>
Income for the periods attributable to the Company's owners and used for the determination of earnings per preferred share	14,539	15,488
Weighted average number of preferred shares for basic earnings per share calculation purpose	114,211	119,104
Basic net earnings per preferred share - R\$	0.13	0.08

d. Diluted earnings per share

Diluted earnings per share are determined by adjusting the basic earnings or loss per share for investments with dilution potential. For the periods ended March 31, 2022 and 2021, the diluted earnings per share are not different from the basic earnings per share since there are no potentially dilutive instruments.

e. Dividends

Shareholders will be entitled to a non-cumulative mandatory minimum dividend, corresponding to 25% of the adjusted net income, as set forth in the Article 191 of Brazil's Corporation Law, reduced or increased by the amounts provided for in item I of Article 202 of the Brazil's Corporation Law and subject to the provisions of item II and III of the same article, as applicable.

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(In thousands of reais)

The distribution of minimum dividend will not be mandatory in the fiscal year in which the Board of Directors informs shareholders, with justified and unanimously approved exposure, that it is incompatible with the Company's financial situation, in which case a portion of the net income may be distributed. Adjusted Net Income or approved its retention as a reserve, as the case may be. Profits that are no longer distributed pursuant to this paragraph will be paid as soon as the Company's financial situation permits, applying the provisions of article 202, paragraph 5 of the Brazil's Corporation Law.

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f. Dividends from subsidiaries paid to the parent company

Dividends received from its subsidiaries were composed as follows:

	<u>03/31/2022</u>	<u>12/31/2021</u>
BR Partners Assessoria Financeira Ltda.	78,677	27,254
BR Partners Gestão de Recursos Ltda.	4,140	1,240
Total	82,817	28,494

g. Restricted share granting plan

On September 1, 2020, in accordance with the Minutes of the Extraordinary Shareholders' Meeting, the Company's Restricted Shares Granting Plan ("Granting Plan") was approved by the Company's shareholders, where the right to receive Restricted Shares representing, at most, 1.5% of the total number of shares into which the Company's capital is divided on that date. There were no grants during the period ended March 31, 2022 and the year ended December 31, 2021.

16. Revenues from rendering of services

Service revenues is substantially represented by economic and financial advisory services and commissions for the intermediation of marketable securities by the Group companies listed below:

	<u>03/31/2022</u>	<u>03/31/2021</u>
Indirect subsidiary		
<i>BR Partners Banco de Investimento S.A.</i>		
Commissions and intermediation/structuring of securities	7,705	4,714
Direct subsidiaries		
<i>BR Partners Assessoria Financeira Ltda.</i>		
Financial advisory and consulting in Brazil	44,001	52,571
<i>BR Partners Gestão de Recursos Ltda.</i>		
Third party fund management	1,227	605
Service revenues - net of taxes	52,933	57,890
Service revenues - gross of taxes	61,143	67,166
Total taxes - PIS/COFINS	(5,191)	(5,937)
Total taxes - ISS	(3,019)	(3,339)
Service revenues - net of taxes	52,933	57,890

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(In thousands of reais)

The following summary discloses the service revenues (revenue from contracts with customers) and the other accounting items that composes the Total revenue disaggregated by line of business:

Business line	Three-month period ended 03/31/2022				
	Revenues from rendering of services	Specialized technical service expenses	Net income (loss) from interest and gains (losses) on financial instruments	Other revenues	Total
<i>Investment Banking</i>	35,240	-	-	-	35,240
Structured credit and capital market	16,467	-	6,850	-	23,317
<i>Sales & Trading</i>	44	-	14,675	-	14,719
Investments	1,182	-	-	-	1,182
Other revenues	-	-	24,031	-	24,031
Total	52,933	-	45,556	-	98,489

Business line	Three-month period ended 03/31/2021				
	Revenues from rendering of services	Specialized technical service expenses	Net income (loss) from interest and gains (losses) on financial instruments	Other revenues	Total
<i>Investment Banking</i>	45,865	(3,180)	-	563	43,248
Structured credit and capital market	11,417	-	11,953	-	23,370
<i>Sales & Trading</i>	14	-	3,987	-	4,001
Investments	594	-	2,934	-	3,528
Other revenues	-	-	1,556	-	1,556
Total	57,890	(3,180)	20,430	563	75,703

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*(In thousands of reais)***17. Net income (loss) from interest and gains / (losses) on financial instruments**

	Parent Company		Consolidated	
	03/31/2022	03/31/2021	03/31/2022	03/31/2021
Interest revenues				
Income from loan operations	-	-	1,149	304
Income from guarantees granted	-	-	238	411
Financial assets at fair value through profit or loss	2,899	3,075	163,708	39,351
Total interest revenues	2,899	3,075	165,095	40,066
Interest expenses				
Funding expenses	-	-	(65,411)	(2,121)
Mark-to-market adjustment on hedged object (fundraising)	-	-	2,091	
Financial assets at fair value through profit or loss	-	-	(2,076)	(2,717)
Total interest expenses	-	-	(65,396)	(4,838)
Net gains / (losses) from operations in foreign currency				
Foreign exchange expenses	-	-	(57,665)	(19,888)
Foreign exchange income	-	-	12,220	21,250
Total	-	-	(45,445)	1,362
Income from derivative operations				
Securities - Positive mark-to-market	-	-	409	-
Securities - Negative mark-to-market	-	-	(54,277)	(18,065)
Expenses on derivative operations	-	-	(548,774)	(281,668)
Income from derivative operations	-	-	593,944	283,573
Total	-	-	(8,698)	(16,160)
Net income (loss) from interest and gains (losses) on financial instruments	2,899	3,075	45,556	20,430

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(In thousands of reais)

18. Operating expenses

a. Specialized technical service expenses

	Parent Company		Consolidated	
	03/31/2022	03/31/2021	03/31/2022	03/31/2021
Specialized technical service expenses	-	650	-	3,180
Total	-	650	-	3,180

b. Personnel expenses

Refer to expenses on: employees, benefits, earnings, and taxes.

	Parent Company		Consolidated	
	03/31/2022	03/31/2021	03/31/2022	03/31/2021
Personnel expenses	1,116	2,355	20,757	15,532
Total	1,116	2,355	20,757	15,532

c. Administrative expenses

	Parent Company		Consolidated	
	03/31/2022	03/31/2021	03/31/2022	03/31/2021
Expenses with outsourced services	294	-	2,888	189
Data processing expenses	25	-	1,991	1,216
Depreciation and amortization expenses	-	70	930	735
Advertising and publicity expenses	204	114	836	112
Expenses for services rendered	151	-	589	-
Financial system service expenses	94	145	626	538
Communication expenses	8	-	565	508
Condominium expenses	-	-	348	126
Expenses with travel	21	-	306	369
Promotion and public relations expense	9	-	252	753
Tax expenses	29	635	223	921
Expenses on water, electricity and gas	-	-	114	71
Rent expenses	-	-	93	455
Insurance expenses	73	-	73	52
Material expenses	-	-	41	53
Security and surveillance expenses	-	-	46	39
Transportation expenses	1	-	25	22
Expenses for maintenance of assets	-	-	76	69
Commercial expenses abroad ⁽¹⁾	-	-	-	135
Expenses on IPO issuance ⁽²⁾	-	1,006	-	-
Other	4	91	576	721
Total	913	2,061	10,598	7,084
Reversal of administrative expenses	(323)	-	(535)	-
Total	590	2,061	10,063	7,084

(1) In the period ended March 31, 2021, the amount refers to commercial expenses of the company BR Partners Europe B.V., related to the provision of commission and business intermediation services.

(2) Refers to expenses such as consulting, auditing, fees and other expenses related to the Initial Public Offering ("IPO") which was canceled in September 2020 due to market instability at the time.

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(In thousands of reais)

19. Other expenses

Within the consolidated balances, the total for other expenses is comprised for the financial periods as follows:

	Parent Company		Consolidated	
	03/31/2022	03/31/2021	03/31/2022	03/31/2021
Taxes and contributions	144	143	919	447
Expenses with unreimbursed projects	-	-	47	272
Contingent liabilities	-	-	18	-
Other expenses	-	-	92	-
Total	144	143	1,076	719

20. Income taxes

a. Income taxes

	Parent Company	
	03/31/2022	03/31/2021
Income (loss) before income tax	41,042	32,020
Rate (25% Income Tax (IR) and 9% Social Contribution (CSLL))	(13,953)	(10,886)
Additions/Permanent exclusions	(404)	(306)
Temporary additions/deductions	1,908	750
Additions/exclusions – Undistributed earnings in equity method investees	13,597	11,612
Deferred Constitution/Reversal of the Period	(987)	(1,170)
Tax loss	(1,148)	(1,045)
Expenses with IRPJ and CSLL	(987)	(1,045)

	Consolidated	
	03/31/2022	03/31/2021
Income (loss) before income tax and social contribution	66,202	52,403
Total income tax and social contribution charge at current rates	(22,509)	(17,817)
<i>Effect of additions and deductions on the calculation of taxes:</i>		
Permanent additions	(2,800)	(1,958)
Temporary additions	(941)	295
Other assets ⁽¹⁾	103	(1,948)
Income tax and social contribution for the period	(26,147)	(21,428)
Effective rate	39.5%	40.9%
Deferred income tax and social contribution	(17,229)	(8,212)
Current income tax and social contribution	(8,918)	(13,216)
Income tax and social contribution for the period	(26,147)	(21,428)

⁽¹⁾ Basically includes: (i) equalization of the rate of non-financial companies taxed based on the presumed profit (BR Partners Gestão de Recursos Ltda); and (ii) financial company rate difference.

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(In thousands of reais)

b. Deferred income tax and social contribution

• Parent

	Balance at 12/31/2021	Constitution	Realization / Write-off	Balance at 03/31/2022
Tax loss and negative basis of social contribution	3,060	-	-	3,060
Total deferred tax assets	3,060	-	-	3,060
Deferred tax obligations on fair value of financial assets	14,813	1,034	(46)	15,801
Total deferred tax liabilities	14,813	1,034	(46)	15,801
Total net deferred tax assets (liabilities)	(11,753)	(1,034)	46	(12,741)

	Balance at 12/31/2020	Constitution	Realization / Write-off	Total at 03/31/2021
Tax loss and negative basis of social contribution	-	-	-	-
Total deferred tax assets	-	-	-	-
Deferred tax obligations on fair value of financial assets	14,813	1,034	(46)	15,801
Total deferred tax liabilities	14,813	1,034	(46)	15,801
Total net deferred tax assets (liabilities)	(11,753)	(1,034)	46	(12,741)

• Consolidated

	Balance at 12/31/2021	Constitution	Realization / Write-off	Balance at 03/31/2022
Temporary differences	23,719	2,263	(13,549)	12,434
Tax loss and negative basis of social contribution	3,060	7,050	-	10,110
Adjustment to fair value of financial assets recorded in PL	1,375	732	(501)	1,606
Total deferred tax assets	28,154	10,046	(14,050)	24,150
Deferred tax obligations on fair value of financial assets	53,084	13,040	(46)	66,078
Other	-	-	-	-
Total deferred tax liabilities	53,084	13,040	(46)	66,078
Total net deferred tax assets (liabilities)	(24,930)	(2,994)	(14,004)	(41,928)

	Balance at 12/31/2020	Constitution	Realization / Write-off	Total at 03/31/2021
Temporary differences	12,470	-	(5,587)	6,883
Tax loss and negative basis of social contribution	-	5,504	-	5,504
Adjustment to fair value of financial assets recorded in PL	-	56	-	56
Total deferred tax assets	12,470	5,560	(5,587)	12,443
Deferred tax obligations on fair value of financial assets	23,218	8,129	-	31,347
Other	-	-	-	-
Total deferred tax liabilities	23,218	8,129	-	31,347
Total net deferred tax assets (liabilities)	(10,748)	(2,569)	(5,587)	(18,904)

Company Management, in an initial assessment, did not identify relevant impacts in relation to the increase in the rate of the Social Contribution on Net Profits owed by financial institutions, as determined by Law 14183/21.

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(In thousands of reais)

Management, based on its income projections, believes that it will earn taxable income to absorb the deferred tax assets as follows:

	Consolidated			
	Realization estimate		Present value	
	03/31/2022	12/31/2021	03/31/2022	12/31/2021
2022	9,413	23,649	8,684	21,571
2023	13,062	3,084	10,821	2,566
2024	83	98	62	74
2025	56	587	37	406
2026	-	-	-	-
2027	433	-	233	-
2028	456	40	221	21
2029	39	64	17	30
2030	-	-	-	-
2031	607	632	213	251
Total	24,149	12,470	20,288	24,919

The present value of tax credits was calculated considering the average DI funding rate of 0.90% p.m. on March 31, 2022 (0.7691% per month on December 31, 2021).

This estimate is reviewed regularly, so that any changes in the recovery outlook for these credits will be considered in a timely manner in condensed interim financial information.

The amount of unrecorded tax credit on March 31, 2022 was R\$ 14,425 (R\$ 13,278 on December 31, 2021), which will be recorded when they present an effective outlook of realization.

21. Operating segments

The Group has a single reportable segment as of March 31, 2022. This segment offers investment banking services, which are administered and managed according to the products offered.

The following summary describes the main services rendered by the reporting segment of the Company:

- **Investment Banking - Mergers & Acquisitions and financial restructuring**
Offers financial and strategic advisory services in mergers & acquisitions transactions, sales of shareholdings, fundraising, strategic partnerships, corporate restructuring and financial restructuring. Accordingly, it works with the customer in preparing materials, gathering information, financial modeling, business structuring, contract negotiation and advisory to shareholders and management in all stages of the aforementioned processes.
- **Structured credit and capital markets**
Advises its customers on raising funds from investors through debt instruments. Operates in the structuring and distribution of financial products developed according to each customer's needs. The area actively participates throughout the process of structuring debt instruments, to guide its customers in the best possible way.

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- **Sales & Trading**

Advises and executes foreign exchange, derivatives and sureties with its corporate and institutional customers. Operates in raising funds from customers and third parties using its treasury products such as Bank Deposit Certificates (CDBs), Real Estate Credit Bills/Agribusiness Credit Bills (LCIs/LCAs) and Financial Bills (LFs). The area is also responsible for treasury management and ALM (Asset and Liability Management) and all accesses to the different primary markets for local and international trading.

- **Investments**

The company it develops new theses for illiquid investments, negotiates minority transactions, structures investment vehicles, raises funds from third parties, allocates proprietary capital, provides resource management services for Funds, and contributes to the development strategy of the respective theses. The company it has relationships with a large part of Brazilian family offices and investor bases that commit capital on a recurring basis and allow access to proprietary businesses through the extensive relationship network with local entrepreneurs.

- **Other revenues**

It concentrates the revenue from Capital considering the CDI profitability and the equity revaluations of the Group's investments.

- a. **Reportable segment information**

The Company has only one reportable segment, the financial information managed by Management is that presented in the statement of financial position and statement of profit or loss.

- b. **Geographic segments**

The Company's operations are substantially carried out in Brazil, and it has a company based in Amsterdam, Netherlands, the corporate purpose of which is business management consulting activities. In addition, it also has an investment fund domiciled in the Cayman Islands, the investment strategy of which is to obtain return on marketable securities, including stocks and bonds, currencies, options, futures and other derivatives, focusing on the Brazilian market.

22. Other information

- a. **Guarantees, sureties and guarantees**

Sureties and guarantees provided by Banco BR Partners are recorded in the name of those endorsed or guaranteed in memorandum accounts, observing the developments planned for control, recording and monitoring of administrative acts that may become obligations due to future events. Operations related to sureties and guarantees provided and settled and outstanding have the provisioning assigned to each customer as defined by Management based on the expectation of loss. Unearned income related to endorsements and sureties are recorded in Liabilities, in the amount of R\$ 327 at March 31, 2022 (R\$ 564 at December 31, 2021).

Credits are granted through sureties and guarantees as shown in the table below:

	<u>03/31/2022</u>	<u>12/31/2021</u>
Bank guarantees provided	59,930	84,879
Provision for financial guarantees provided	(152)	(372)
Total	<u><u>59,778</u></u>	<u><u>84,507</u></u>

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b. Contingencies

Within BR Partners Group, there is no record of it being a defendant in any tax-related lawsuit at the base date of March 31, 2022 and December 31, 2021.

In the civil sphere, there are two lawsuits in progress classified by our legal advisors as a probable loss. The amount provisioned for said lawsuit on March 31, 2022 was R\$ 285 (R\$ 292 on December 31, 2021).

In the field of labor law, the lawsuits underway classified by our legal counsel as “probable” loss on the base date of March 31, 2022 add up to R\$ 1,001 (R\$ 970 at December 31, 2021). Regarding lawsuits classified by our legal advisors as possible losses, the amount at risk amounts to R\$ 528 on March 31, 2022 (R\$ 528 on December 31, 2021).

c. Insurance

The Company took out D&O liability insurance. In the period ended March 31, 2022, the total amount of premiums was R\$ 251 (R\$ 251 on December 31, 2021) and the insurance policy has a maximum limit of R\$ 30,000.

The Group has a management program intended to limit risk, and contracts within the market coverage compatible with its size and operations. Coverage related to facilities in headquarters, were contracted at amounts considered by Management sufficient eventual possible claims, considering its nature of activity and the risks involved in its operations. In the period ended March 31, 2022, the amount of premium contracted by the Group totaled R\$ 7 (R\$ 7 as of December 31, 2021) and the Company had the following insurance policy:

<u>Insured property</u>	<u>Insured risks</u>	<u>Amount of coverage</u>
Shareholders' equity	Fire, explosion and smoke	10,000
	Loss of rental income	600
	Civil liability	600
	Electrical damages	1,000
	Electronic equipment	2,000
	Glasses	30
	Sprinkler system leakage	2,000
	Recovery of records and documents	600
	Stationary equipment	600

d. Lease liabilities

The Group leases floors in an office building through a five-year lease; the last such agreement was signed in 2021. On March 31, 2022 and December 31, 2021, the minimum non-cancellable lease amounts are presented between 1 and 5 years in the amount of R\$ 1,985 at March 31, 2022 (R\$ 0 at December 31, 2021).

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Change in the lease liability balance is shown below:

	Consolidated	
	03/31/2022	12/31/2021
Right-of-use of initial real estate	2,529	1,464
Appropriation of lease interest	11	168
Consideration paid	(555)	(1,632)
Total lease liability	1,985	-

e. Third party fund management

The Company administers and manages equity investment funds and multimarket investment funds. On March 31, 2022, and December 31, 2021, it had R\$ 1,270,465 and R\$ 1,133,796, respectively, in assets under management, divided into R\$ 248,939 and R\$ 280,143, (respectively) in multimarket investment funds, and R\$ 1,021,525 and R\$ 853,652, respectively, in equity investment funds in Brazil.

23. Fair value estimate

Fair value is classified for by the Company in accordance with the evaluation method. The different levels were defined as follow:

- Level 1 - Prices quoted (not adjusted) in active markets for identical assets and liabilities.
- Level 2 - The evaluation uses information, in addition to quoted prices included in Level 1, information included in level 1 that are observable in the market for the asset or liability, either directly (prices) or indirectly (derived from prices).
- Level 3 - The evaluation uses significant information which is not based on observable market data (i.e., non-observable inputs).

The following table presents assets and liabilities measured at fair value at March 31, 2022 and December 31, 2021.

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(In thousands of reais)

a. Accounting classification and fair values

i. Parent Company

	FVTPL	Financial assets at amortized cost	Total	Level 1	Level 2	Level 3 (1)	03/31/2022
Assets							
Cash and cash equivalents	-	1	1	-	-	-	-
Bank Deposit Certificates	-	223	223	-	-	-	-
Investment fund quotas (1)	90,165	-	90,165	-	-	90,165	90,165
Total	90,165	224	90,389	-	-	90,165	90,165
	FVTPL	Financial assets at amortized cost	Total	Level 1	Level 2	Level 3 (1)	12/31/2021
Assets							
Cash and cash equivalents	-	1	1	-	-	-	-
Bank Deposit Certificates	-	1,165	1,165	-	-	-	-
Investment fund quotas (1)	87,323	-	87,323	-	-	87,323	87,323
Other amounts receivable from related parties	-	82,817	82,817	-	-	-	-
Total	87,323	83,983	171,306	-	-	87,323	87,323

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(In thousands of reais)

ii. Consolidated

	FVTPL	FVTOCI	Financial assets at amortized cost	Total	Level 1	Level 2	Level 3	Total 03/31/2022
Financial assets								
Government bonds								
- Financial Treasury Bills (LFTs)	117,751	-	-	117,751	117,751	-	-	117,751
- National Treasury Notes (NTN - B)	2,431,748	-	-	2,431,748	2,431,748	-	-	2,431,748
Private securities								
- Certificates of real estate receivables	259,908	126,723	-	386,631	-	386,631	-	386,231
- Certificates of Agribusiness Receivables	-	127,693	-	127,693	-	127,693	-	127,693
- Rural Product Certificate	-	49,705	-	49,705	-	49,705	-	49,705
- Debentures	100,365	95,238	-	195,603	-	195,603	-	195,603
Investment fund quotas								
- Equity investment fund quotas ⁽¹⁾	90,165	-	-	90,165	-	-	90,165	90,165
- Quotas of real estate investment fund	113,748	-	-	113,748	-	113,748	-	113,748
- Equity investment fund quotas	28,226	28,228	-	56,454	-	56,454	-	56,454
Derivatives								
- Swap	110,813	-	-	110,813	-	110,813	-	110,813
- NDF (non-deliverable forward)	106,301	-	-	106,301	-	106,301	-	106,301
- Options	25,498	-	-	25,498	-	-	25,498	25,498
- Futures	3,826	-	-	3,826	3,826	-	-	3,826
Loan operations	-	-	55,847	55,847	-	-	-	-
Other financial assets at amortized cost								
- Other amounts receivable from related parties	-	-	77	77	-	-	-	-
- Foreign exchange	-	-	5,375	5,375	-	-	-	-
- Services receivable	-	-	23,527	23,527	-	-	-	-
- Clients' reimbursements	-	-	9	9	-	-	-	-
- Other	-	-	5,749	5,749	-	-	-	-
Cash and cash equivalents	-	-	184,467	184,467	-	-	-	-
Total	3,388,349	427,587	275,051	4,090,987	2,553,325	1,146,948	115,663	3,815,936
Financial liabilities								
- Funds from financial institutions	-	-	2,080,001	2,080,001	-	-	-	-
- Client's funds	-	-	846,008	846,008	-	-	-	-
- Endorsements	-	-	150,236	150,236	-	-	-	-
- Other financial liabilities	-	-	14,991	14,991	-	-	-	-
Derivatives								
- Swap	58,853	-	-	58,853	-	58,853	-	58,853
- NDF (non-deliverable forward)	60,968	-	-	60,968	-	60,968	-	60,968
- Options	25,142	-	-	25,142	-	-	25,142	25,142
- Futures	28,872	-	-	28,872	28,872	-	-	28,872
Total	173,835	-	3,091,236	3,265,071	28,872	119,821	25,142	173,835

BR Advisory Partners Participações S.A.

Notes to the financial statements

(In thousands of reais)

	FVTPL	FVTOCI	Financial assets at amortized cost	Total	Level 1	Level 2	Level 3	Total 12/31/2021
Financial assets								
Government bonds								
- Financial Treasury Bills (LFTs)	131,611	-	-	131,611	131,611	-	-	131,611
- National Treasury Bills (LTNs)	49,982	-	-	49,982	49,982	-	-	49,982
- National Treasury Notes (NTN - B)	1,622,224	-	-	1,622,224	1,622,224	-	-	1,622,224
Derivatives								
- SWAP	87,253	-	-	87,253	-	87,253	-	87,253
- NDF (non-deliverable forward)	41,024	-	-	41,024	-	41,024	-	41,024
- Futures	21,575	-	-	21,575	21,575	-	-	21,575
Private securities								
- Certificates of Real Estate Receivables	260,126	147,589	-	407,715	-	407,715	-	407,715
- Certificates of Agribusiness Receivables	15,823	83,170	-	98,993	-	98,993	-	98,993
Investment fund quotas								
- Equity investment fund quotas ⁽¹⁾	87,323	-	-	87,323	-	-	87,323	87,323
- Quotas of real estate investment fund	125,332	-	-	125,332	125,332	-	-	125,332
- Equity investment fund quotas	26,834	26,835	-	53,669	-	53,669	-	53,669
- Debentures	49,489	-	-	49,489	-	49,489	-	49,489
Loan operations	-	-	56,823	56,823	-	-	-	-
Other financial assets at amortized cost								
- Services receivable	-	-	19,667	19,667	-	-	-	-
- Clients' reimbursements	-	-	335	335	-	-	-	-
- Other	-	-	4,743	4,743	-	-	-	-
Other financial assets	48,091	-	-	48,091	-	48,091	-	48,091
Cash and cash equivalents	-	-	94,132	94,132	-	-	-	-
Total	2,566,687	257,594	175,700	2,999,981	1,950,724	786,234	87,323	2,824,281
Financial liabilities								
- Client's funds	-	-	671,744	671,744	-	-	-	-
- Endorsements	-	-	59,177	59,177	-	-	-	-
- Funds from financial institutions	-	-	1,228,129	1,228,129	-	-	-	-
Derivatives								
- SWAP	11,357	-	-	11,357	-	11,357	-	11,357
- NDF (non-deliverable forward)	21,566	-	-	21,566	-	21,566	-	21,566
- Futures	37,555	-	-	37,555	37,555	-	-	37,555
Total	70,478	-	1,959,050	2,029,528	37,555	32,923	-	70,478

- (1) During the period ended March 31, 2022 and year ended December 31, 2021, a Valuation Report was issued by a specialized firm and also by means of internal evaluation, with the objective of supporting management's assessment with respect to assessing the fair value of projects. A discounted cash flow was used as the methodology for determining the investments' fair value. The company holds 29% of shares in the Fund, the aim of which is to obtain yields through long-term investments, by means of investment of funds that carry out activities related to the Shopping Center sector, in the Outlet category. Regarding BR Partners Pet Fundo de Investimento em Participações Multiestratégia, the amount of R\$ 11,927 reflects the fair value of the quotas at March 31, 2022 and R\$ 11,990 at December 31, 2021.

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b. Financial asset basis for measured at fair value - Level 3

Type	Valuation technique	Significant non-observable inputs	Relationship between significant non-observable inputs and measurement of fair value
Financial assets at fair value through profit or loss - Equity investment fund quotas	Discounted cash flows: The valuation model considers the present value of the expected future payments, discounted by a rate adjusted at risk.	Equity investment funds that have investments in real estate development and retail companies in which they depend on non-observable factors in the market, which use, among other assumptions, expectations and projections of future results, growth rates, discount rates and inflation rates, among others.	Estimated fair value could increase (decrease) if: - expected cash flow would be higher (lower); or - adjusted discount rate to the risk were lower (higher).
Financial assets at fair value through profit or loss – Derivative financial instruments (options)	<p>The fair value (price) of an option, i.e., its premium, is given by the possibility of exercising it. More specifically, it is given by the immediate possibility of exercise or by the possibility of being exercised later. Thus, the pricing of the premium consists of two types of values, respectively:</p> <p>Intrinsic value: which only exists when the value of the asset in the cash market is higher than the exercise price (strike price) in the case of a call option and the reverse for a put option. Therefore, an in-the-money option has intrinsic value.</p> <ul style="list-style-type: none"> • Time value: this is the difference between the premium and the intrinsic value of the option. So, this value depends on the price of the underlying asset, the option's expiration time, the expected volatility of the underlying asset's quotes, the interest rate, and in the case of the quota as an underlying asset, the expected dividends, as shown below: <p>Price of the Target Asset: according to the relationship between the price of the underlying asset on the spot market and the strike price of the option, options can be classified as:</p> <ol style="list-style-type: none"> In-the-money option: price of the underlying asset is higher than the strike price of the option in the case of the call option and lower in the case of the put option; At-The-Money option: price of the underlying asset is equal to the strike price of the call and put option; price of the underlying asset is equal to the strike price of the call and put option; Out-of-the-money option: price of the underlying asset is lower than the strike price of the call option and higher for the put option. <ul style="list-style-type: none"> • Time: the longer the time for the option to expire, the greater the premium value, as the greater the probability of exercising the option; • Volatility: the greater and more frequent the price fluctuations, the greater the unpredictability of the exercise and, therefore, the greater the risk for the writer, which results in a higher premium as well; • Interest rate: represents the opportunity cost of acquiring the underlying asset, so that the higher this cost of money, the more advantageous it becomes to buy the option than to buy the 	Not applicable	Not applicable

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(In thousands of reais)

underlying asset directly. In the case of the call option, this relationship is reversed.

- Dividend: the higher the expected dividend payment, the greater the benefit of acquiring the share and, therefore, the higher the option premium.

The time value is gradually reduced until it reaches zero on the option's expiration date.

c. Reconciliation of Level 3 fair values

The following table presents a reconciliation of all assets and liabilities measured at fair value, on a recurring basis, using relevant unobservable data (Level 3) during the period ended March 31, 2022 and year ended December 31, 2021:

	FVTPL - Equity investment fund quotas (Outlet)	FVTPL – Equity investment fund quotas (Pet)	Total
December 31, 2020	70,121	-	70,121
Fair value increase	5,212	-	5,212
Acquisition of quotas	-	11,990	11,990
Balance at December 31, 2021	75,333	11,990	87,323
Fair value increase	2,905	(63)	2,842
Balance at March 31, 2022	78,238	11,927	90,165

d. Sensitivity analysis of financial assets classified as Level 3

Sensitivity analysis is intended to measure the impact of changes in market variables on each financial instrument. However, settling the transactions involving such estimates may result in sums different from those estimated, owing to the subjectivity contained in the procedure used to prepare these analyses.

Given the subjectivity described above, and the small number of these instruments in the Institution's portfolio, the sensitivity analysis is performed individually for each instrument presented to the responsible areas (Note 3.1.1 (a)).

24. Subsequent events

There were no subsequent events subject to disclosure for the period ended March 31, 2022.

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