

BR Advisory Partners

Participações S.A.

**Individual and consolidated condensed
interim financial information as of and for
the three-month periods ended
March 31, 2021**

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Independent auditors' report on the individual and consolidated condensed interim financial information

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

Introduction

We have reviewed the individual and consolidated condensed interim financial statements of BR Advisory Partners Participações S.A. ("Company") as of March 31, 2021, the individual and consolidated condensed statement of financial position as of March 31, 2021 and the individual and consolidated condensed statements of profit or loss, of comprehensive income, changes in shareholders' equity and of cash flows for the three-month period then ended and notes to the condensed interim financial statements.

Management is responsible for the preparation of these individual and consolidated 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). Our responsibility is to express a conclusion on these individual and consolidated condensed interim financial information based on our review.

Scope of the review

We conducted our review in accordance with the Brazilian and International review standards (NBC TR 2410 – *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* 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. Accordingly, we do not express an audit opinion.

Conclusion on the individual and consolidated condensed interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated condensed interim financial information as of March 31, 2021 are not prepared, in all material respects, in accordance with IAS 34 - *Interim Financial Reporting*.

Other matters - Statement of added value

The individual and consolidated condensed interim financial information includes the individual and consolidated statements of added value for the three-month period ended March 31, 2021, 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 individual and consolidated condensed interim financial statements, in order to determine whether they are reconciled with the condensed financial information 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 Added Value*. Based on our review, we are not aware of any facts that may lead us to believe that these statements of added value have not been prepared, in all material respects, in accordance with the criteria set forth in this Pronouncement and consistently with respect to the individual and consolidated condensed interim financial information taken as a whole.

São Paulo, June 4, 2021

KPMG Auditores Independentes
CRC 2SP014428/O-6

André Dala Pola
Accountant CRC 1SP214007/O-2

BR Advisory Partners Participações S.A.

Condensed statements of financial position as of March 31, 2021 and December 31, 2020

(In thousands of reais)

ASSETS	Notes	Parent company		Consolidated	
		03/31/2021	12/31/2020	03/31/2021	12/31/2020
Cash and cash equivalents	4	2	5	49,198	47,102
Financial assets at fair value through profit or loss	5(a)	73,196	70,121	593,666	540,349
- Government bonds		-	-	151,400	151,462
- Private securities		-	-	325,978	255,960
- Investment fund quotas		73,196	70,121	116,288	132,927
Financial assets at fair value through other comprehensive income	5(b)			25,144	-
- Private securities		-	-	25,144	-
Derivative financial instruments	6	-	-	54,101	38,090
Financial asset at amortized cost	7	120	120	193,094	85,609
- Loan operations		-	-	21,344	28,802
- Other financial assets at amortized cost		120	120	171,750	56,807
Dividends receivable		-	13,987	-	-
Recoverable taxes		11	11	5,988	27,422
Prepaid expenses		85	137	2,590	1,192
Deferred tax assets	20(b)	-	-	12,443	12,470
Investments in subsidiaries	9	299,865	265,780	-	-
Property, plant and equipment	10	81	151	3,325	3,609
Intangible assets	11	-	-	5,458	5,568
Total assets		373,360	350,312	945,007	761,411

See the accompanying notes to the financial information.

BR Advisory Partners Participações S.A.

Condensed statements of financial position as of March 31, 2021 and December 31, 2020

(In thousands of reais)

LIABILITIES AND SHAREHOLDERS' EQUITY	Notes	Parent company		Consolidated	
		03/31/2021	12/31/2020	03/31/2021	12/31/2020
Financial liabilities at amortized cost		-	-	501,211	289,506
- Funds from financial institutions	13(c)	-	-	21,000	-
- Client's funds	13(a)	-	-	348,725	252,869
- Funds from bond issuances	13(b)	-	-	6,436	7,021
- Other financial liabilities	13(d)	-	-	125,050	29,616
Derivative financial instruments	6	-	-	23,261	15,457
Amounts payable - Suppliers	12	2,314	1,288	8,435	3,682
Amounts payable - Associated companies		8,116	93	46	4
Taxes payable	20	4,075	3,850	4,127	31,597
Current tax liabilities	20	-	-	13,189	32,870
Deferred tax liabilities	20	10,982	10,214	31,347	23,218
Other amounts payable	14	23,222	41,122	37,498	69,869
Lease liability	22(e)	-	-	1,242	1,463
Total liabilities		48,709	56,567	620,356	467,666
Shareholders' equity					
Capital		268,843	268,843	268,843	268,843
Capital reserve		3,653	3,653	3,653	3,653
Profit reserve		21,249	21,249	21,249	21,249
Retained earnings		30,906	-	30,906	-
Total shareholders' equity	15	324,651	293,745	324,651	293,745
Total liabilities and shareholders' equity		373,360	350,312	945,007	761,411

See the accompanying notes to the financial information.

BR Advisory Partners Participações S.A.

Condensed statements of profit or loss for the three-month period ended March 31, 2021 and 2020

(In thousands of reais)

	Notes	Parent company		Consolidated	
		03/31/2021	03/31/2020	03/31/2021	03/31/2020
Interest income and gains on financial instruments		3,075	8,209	344,889	429,080
Interest expenses and losses in financial instruments		-	-	(324,459)	(412,566)
Net income (loss) from interest and gains / losses on financial instruments	17	3,075	8,209	20,430	16,514
Service revenues	16	-	-	57,890	33,047
Specialized technical service expenses	18(a)	(650)	(14)	(3,180)	(3,094)
Other revenues		-	6	563	183
Total revenues from rendering of services		(650)	(8)	55,273	30,136
Total revenues		2,425	8,201	75,703	46,650
Personnel expenses	18(b)	(2,355)	-	(15,532)	(6,809)
Administrative expenses	18(c)	(2,061)	(345)	(7,084)	(9,894)
Impairment losses		-	-	31	27
Other expenses	19	(143)	(396)	(719)	(1,019)
Operating expenses		(4,559)	(741)	(23,304)	(17,695)
Non-operating income (loss)		-	-	4	(46)
Income (loss) before income taxes and equity in net income of subsidiaries		(2,134)	7,460	52,403	28,909
Equity in net income of subsidiaries	9	34,154	16,979	-	-
Income (loss) before income tax		32,020	24,439	52,403	28,909
Income taxes	20(a)	(1,045)	(2,791)	(21,428)	(7,261)
Net income for the period		30,975	21,648	30,975	21,648
Income (loss) attributed to:					
Company's shareholders				30,975	21,648
Basic earnings per common share - R\$	15(c)			0.08	0.12
Basic earnings per preferred share - R\$	15(c)			0.13	0.05
Diluted earnings per common share - R\$	15(c)			0.08	0.12
Diluted earnings per preferred share - R\$	15(c)			0.13	0.05

See the accompanying notes to the interim financial information.

BR Advisory Partners Participações S.A.

Condensed statements of comprehensive income for the three-month period ended March 31, 2021 and 2020

(In thousands of reais)

	Parent company		Consolidated	
	03/31/2021	03/31/2020	03/31/2021	03/31/2020
Net income for the period	30,975	21,648	30,975	21,648
Other comprehensive income (OCI)				
Items that are or may be subsequently reclassified to income or loss;				
Changes in equity valuation adjustment of financial assets at fair value through other comprehensive income	(69)	-	(69)	-
Net income for the period	30,906	21,648	30,906	21,648
Comprehensive income attributable to:				
Company's shareholders			30,906	21,648

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 31, 2021 and 2020

(In thousands of reais)

	Capital	Capital reserve		Profit reserve		Treasury shares	Retained earnings	Total shareholders' equity
		Premium on the issuance of shares	Other	Legal	Other profit reserves			
December 31, 2019	238,396	30,614	1,964	18,524	28,124	(10,314)	-	307,308
Net income for the period	-	-	-	-	-	-	21,648	21,648
Total comprehensive income, net of taxes	-	-	-	-	-	-	21,648	21,648
Transactions with shareholders and formation of reserves								
Capital increases	9,770	-	9,409	-	-	-	-	19,179
Dividends	-	-	-	-	(19,271)	-	-	(19,271)
Total transactions with stockholders and formation of reserves	9,770	-	7,697	-	(17,559)	-	-	(92)
March 31, 2020	248,166	30,614	11,373	18,524	8,853	(10,314)	21,648	328,864
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)
Total comprehensive income, net of taxes	-	-	-	-	-	-	30,906	30,906
March 31, 2021	268,843	-	3,653	22,961	(1,712)	-	30,906	324,651

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 31, 2021 and 2020

(In thousands of reais)

	Notes	Parent company		Consolidated	
		03/31/2021	03/31/2020	03/31/2021	03/31/2020
Cash flows from operating activities					
Net income		30,975	21,648	30,975	21,648
Adjustment for:					
Effect of changes in exchange rate on cash and cash equivalents		-	-	1,631	3,079
Impairment loss		-	-	31	27
Depreciation and amortization	18	70	156	735	627
Income (loss) from write-off of property, plant and equipment	10	-	-	-	1,054
Income (loss) from interest in subsidiaries		(34,154)	(16,979)	-	-
Deferred taxes		769	(875)	8,156	2,692
Tax provisions		-	(236)	(19,681)	(2,589)
Other adjustments		-	(1)	(100)	(27)
		(2,340)	3,713	21,747	26,511
Change in:					
Financial assets measured at fair value through profit or loss		(3,075)	(10,708)	(53,317)	45,822
Financial assets at fair value through other comprehensive income		-	-	(25,144)	-
Derivative financial instruments		-	-	(8,207)	(10,199)
<i>Financial assets at amortized cost</i>					
- Money market repurchase commitments		-	-	-	(40)
- Loan operations		-	-	7,458	12,695
- Other financial assets at amortized cost		-	(23,669)	(114,943)	(158,269)
Recoverable taxes		-	41	21,434	(19,453)
Prepayments		52	-	(1,398)	(724)
Amounts payable - Suppliers		1,026	-	4,753	(7,175)
<i>Financial liabilities at amortized cost</i>					
- Client's funds		-	-	95,856	12,636
- Funds from financial institutions		-	-	21,000	(142)
- Endorsements		-	-	(585)	(39,006)
- Other financial liabilities		-	-	95,434	127,276
Amounts payable - associated companies		(86)	(25)	42	-
Lease liabilities		-	-	(221)	(1,308)
Taxes payable		226	3,905	8,289	24,592
Other sums payable		-	-	(14,471)	1,410
		(4,197)	(26,743)	57,727	14,626
Income tax and social contribution paid		-	(233)	(35,759)	(6,951)
Net cash generated (used in) operating activities		(4,197)	(26,976)	21,968	7,675
Cash flows from investment activities					
Dividends received		22,094	27,071	-	-
Acquisition of property, plant and equipment for use	10	-	-	(333)	(312)
Acquisition of intangible assets	11	-	-	(8)	(21)
Cash generated (used in) investment activities		22,094	27,071	(341)	(333)
Cash flows from financing activities					
Funds from issue of shares	15	-	19,179	-	19,179
Funds from loan agreement		-	15,996	-	15,996
Dividends paid		(17,900)	(35,267)	(17,900)	(35,267)
		(17,900)	(92)	(17,900)	(92)
Cash generated by (used in) financing activities		(17,900)	(92)	(17,900)	(92)
Increase (decrease) in cash and cash equivalents		(3)	3	3,727	7,250
Cash and cash equivalents at the beginning of the period	4	5	-	47,102	58,308
Effect of changes in exchange rates on cash and cash equivalents		-	-	(1,631)	(3,079)
Cash and cash equivalents at the end of the period	4	2	3	49,198	62,479

BR Advisory Partners Participações S.A.

Condensed statements of added value for the three-month period ended March 31, 2021 and 2020

(In thousands of reais)

	Notes	Parent company		Consolidated	
		03/31/2021	03/31/2020	03/31/2021	03/31/2020
Revenues		3,075	8,215	403,372	462,310
Financial Intermediation	17	3,075	8,209	344,889	429,080
Rendering of services	16	-	-	57,890	33,047
Other		-	6	593	183
Financial expenses		-	-	324,459	411,939
Inputs acquired from third parties		1,979	599	8,495	11,380
Materials, energy and others		1,186	189	4,596	7,267
Specialized technical services	18(a)	650	14	3,180	3,094
Other operating expenses	19	143	396	719	1,019
GROSS ADDED VALUE		1,096	7,616	70,418	38,999
Depreciation and amortization	18	70	156	735	627
Net added value produced by the Company		1,026	7,460	69,683	38,372
Added value received as transfer by the Entity		34,127	17,764	6	(176)
Equity in net income of subsidiaries		34,154	16,979	-	-
Non-operating income (loss)		-	-	-	(46)
Other adjustments		(27)	785	6	(130)
Total added value payable		35,153	25,224	69,689	38,196
Distribution of added value		35,153	25,224	69,689	38,196
Personnel	18(b)	2,355	-	15,532	7,364
Direct remuneration		413	-	2,692	4,203
Benefits		69	-	1,163	1,190
FGTS		35	-	1,030	370
Other		1,838	-	10,647	1,601
Taxes, duties and contributions		1,823	3,187	22,727	8,330
Federal		1,823	3,187	22,565	6,944
Municipal		-	-	162	1,386
Third-party capital remuneration		-	-	455	465
Rents		-	-	455	465
Remuneration of own capital		30,975	22,037	30,975	22,037
Retained earnings		30,975	22,037	30,975	22,037

BR Advisory Partners Participações S.A.

Notes to the condensed interim financial information

(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 privately-held corporation, established in the first half of 2009, headquartered at Avenida Brigadeiro Faria Lima nº 3.355 - 26º floor, in the city of São Paulo, State of São Paulo, Brazil. It is engaged in the interest in other companies, domestic or foreign, as a partner, quotaholder or shareholder and management of own assets. Control of the Company is exercised by BR Partners Holdco Participações S.A. through a shareholders’ agreement, and holds 100% of the common shares as well as represents 50% (50% as of December 31, 2020) of the total capital. The Company was formerly controlled by BR Partners Holdco Participações Ltda. and on September 1, 2020, was merged into BR Partners Holdco Participações S.A.

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

Subsidiaries	Main activities developed	Country	% interest	
			03/31/2021 ⁽¹⁾	12/31/2020 ⁽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	Holland	100	100
BR Partners Participações Financeiras Ltda.	Ownership interest in other domestic or foreign companies	Brazil	99.99	99.99

⁽¹⁾ Refers to 0.01% interest in BR Partners Holdco Participações S.A.

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

Subsidiaries	Main activities developed	Country	% interest	
			03/31/2021	12/31/2020
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
BR Partners Corretora de Títulos e Valores Mobiliários S.A. ⁽²⁾	Provision of brokerage services to local customers and foreign institutional customers	Brazil	-	-

⁽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)).

⁽²⁾ On November 19, 2020, the disposal of BR Partners Corretora de Títulos e Valores Mobiliários S.A. was approved by the Central Bank of Brazil, so that it is no longer part of the Group (Note 9 (ii)). Accordingly, it is not part of the consolidated group as of March 31, 2021 and December 31, 2020. However, its results were consolidated in the three-month period ended March 31, 2020.

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.

BR Advisory Partners Participações S.A.

Notes to the condensed interim financial information

(In thousands of reais)

The Company's condensed interim financial information was approved by Management as of June 4, 2021.

COVID-19

The extent of the pandemic declared by the World Health Organization (WHO) due to the spread of the coronavirus (COVID-19), the perception of its effects, or the way in which this pandemic will impact the Company's businesses depends on future developments, which are highly uncertain and unpredictable, which may result in a material adverse effect on the Company's businesses, financial condition, results of operations and cash flows and, finally, its ability to continue as a going concern." Management has not identified any significant impact of COVID-19 to date on the Company's business, financial position, results of operations or cash flows.

The Company recorded income of R\$ 31 million in the first quarter of 2021 and R\$ 88 million in 2020.

From a regulatory point of view, the Central Bank of Brazil intensified the inspection at BR Partners due to the effects of the COVID-19 pandemic and started to require more ongoing monitoring and reporting by the Bank on its liquidity position, with emphasis on fundraising and redemption, as well as the credit granting and risk of its operations.

In compliance with the social isolation guidelines due to the COVID-19 pandemic, the Company and its subsidiaries have offered the possibility of working remotely to all their managers and employees since March of the current year. Currently, approximately 80% of all managers and employees of the Company and its subsidiaries continue working remotely. There was no reduction in the working hours of any employee. The Company only formalized an amendment to the employment contracts of employees of all its subsidiaries to formalize the remote work arrangement.

The Company, through BR Partners Banco, is following the guidelines of the Brazilian Federation of Banks (Febraban) as well as other discussion forums to structure the return of its managers and employees to their normal activities at the Company's headquarters, in line with best market practices. However, there is still no set date for this, due to the increase in cases of contamination by COVID-19 in the city of São Paulo. The Company believes that the return to office of its employees must occur gradually, initially on a rotating basis, aiming to preserve its employees and avoid possible contamination in the workplace.

The Company renegotiated the lease for the two properties it occupies, totaling R\$ 155 and obtained a discount of 20% on such leases from April (inclusive) to November 2020, totaling R\$ 312.

Finally, the BR Partners Group joined an initiative called "Não Demita" (Do Not Dismiss) promoted by renowned Brazilian entrepreneurs who pledged not to dismiss their employees during this COVID-19 pandemic period. Currently, this initiative is supported by several companies including the BR Partners Group, which to date, has not dismissed any employee of any subsidiary, business segment, support or administrative area.

Seasonality of Operations

The Group's operations do not present significant seasonality.

BR Advisory Partners Participações S.A.

Notes to the condensed interim financial information

(In thousands of reais)

2. Preparation basis and presentation of condensed interim financial information

Statement of conformity regarding the IFRS and Accountant Statements Committee - CPC rules

The condensed interim financial information has been prepared in accordance with Technical Pronouncement CPC 21 (R1) - "Interim Financial Reporting", issued by the Accounting Pronouncement Committee ("CPC") and approved by the Brazilian Securities and Exchange Commission ("CVM") and international standard IAS 34 - "Interim Financial Reporting", issued by the International Accounting Standards Board ("IASB") and should be read together with Company's Financial Statements for the year ended December 31, 2020 (last annual financial statement). The condensed interim financial information does 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").

The accounting policies applied in this condensed interim financial information are the same as those applied in the Group's consolidated financial statements as at and for the year ended December 31, 2020.

On January 1, 2021 the Group adopted Interest Rate Benchmark Reform – Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16) which had no significant impact on this condensed interim financial information

3. Financial risk management

3.1 Financial risk factors

The Group's operations expose it to various financial risks such as market, credit and liquidity risks. The Group's global risk management policies focus on the unpredictability of financial markets and seek to minimize potential adverse effects on the Group's financial performance.

These risks are concentrated in the activities of the Investment Bank, where risk governance has a framework of policies and committees such as: Risk and Compliance Committee, Credit Committee, 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.

Many risk metrics are calculated and presented on a daily basis, such as VaR (Value at Risk), Stress Test, exposures by type of assets, and control of results. The limits are monitored by the Risk Management area.

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

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 own 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 excessive exposure to market risk.

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

Among the main market risk metrics, VaR stands out, which is defined as the worst expected loss in a given time horizon (126 observations, considering the application of the Exponentially

BR Advisory Partners Participações S.A.

Notes to the condensed interim financial information

(In thousands of reais)

Weighted Moving Average (“EWMA”)) and related to a confidence interval (99%). The table below shows the VaR values of the trading portfolio for the years 2020 and 2021.

Presentation of Values at risk

	<u>03/31/2021</u>	<u>12/31/2020</u>
Closing VaR	87,941	66,517
- Average	86,874	47,105
- Max.	146,243	205,850
- Min.	60,456	8,655

a. Sensitivity analysis

The 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, VaR is used as a methodology for sensitivity analysis, as previously presented (126 observations, considering the application of EWMA) and related to a confidence interval (99%).

The Non-Trading portfolio is predominantly characterized by operations from the banking business and related to the management of the Bank’s assets (credit portfolio) and liabilities (funding portfolio). The Banking portfolio uses the delta *Economic Value Added* (“EVA”) as a methodology for sensitivity analysis, as defined by the Central Bank for IRRBB management that provides methodologies and procedures for assessing the sufficiency of the value of Reference Equity.

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 and the small number of these instruments 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 in the market, the most likely scenario considered by the Company is Scenario 1.

The shocks used in each scenario are described below:

- Scenario 1: Changes of 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% of changes in prices were applied. For example: for a Real/US Dollar quote of R\$ 5.20, a scenario of R\$ 5.252 was used, whilst for a one-year fixed interest rate of 1.90%, a scenario of 1.91% was applied;
- Scenario 2: Changes of 25% in the series and market curves, that is, based on market information, change in 25 basis point for interest rates and 25% of changes in prices were applied. For example: for a Real/US Dollar quote of R\$ 5.20, a scenario of R\$ 6.50 was used, whilst for a 1-year fixed interest rate of 1.90%, a scenario of 2.15% was applied; and
- Scenario 3: Changes of 50% in the series and market curves, that is, based on market information, change in 50 basis point for interest rates and 50% of changes in prices were

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applied. For example: for a Real/US Dollar quote of R\$ 5.20, a scenario of R\$ 7.80 was used, whilst for a 1-year fixed interest rate of 1.90%, a scenario of 2.40% was applied;

i. Trading portfolio:

Exposure	Risk factors	03/31/2021			12/31/2020		
		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	161	4,014	7,819	214	5,357	10,316
Price index	Exposure subject to foreign exchange coupon rates of price indices	1	16	32	1	17	34
Foreign currency coupon	Exposure subject to foreign exchange coupon rates	2	47	95	3	68	136
Foreign currency	Exposures subject to changes in exchange rates	4	88	176	3	68	137
Total (with no correlation)		168	4,165	8,122	221	5,510	10,623
Total with correlation		154	3,852	7,703	214	5,340	10,681

ii. Banking Portfolio:

Exposure	Risk factor	03/31/2021			12/31/2020		
		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	(702)	(17,559)	(35,119)	(35)	(863)	(1,726)
Price index	Exposure subject to foreign exchange coupon rates of price indices	(86)	(2,157)	(4,315)	0	0	0
Foreign currency coupon	Exposure subject to foreign exchange coupon rates	(0)	(9)	(17)	(1)	(34)	(68)
Total		(788)	(19,725)	(39,451)	(36)	(897)	(1,794)

Given the subjectivity and the small number of these instruments in the Company's portfolio, the sensitivity analysis of the Banking portfolio is not performed in a systematic way; these instruments are treated individually.

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.

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 due to accounting rules that contain divergences from the exposure rules management (amounts in Reais):

	03/31/2021			12/31/2020		
	R\$ (Real)	US\$ (Dollar)	€ (Euro)	R\$ (Real)	US\$ (Dollar)	€ (Euro)
Foreign exchange exposure	(24,860)	21,333	3,527	(29,433)	21,949	7,484
Derivatives						
Swap	84,941	(84,941)	-	43,617	(43,617)	-

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NDF	201,981	(201,634)	(347)	175,123	(174,436)	(687)
Options	40,464	(40,464)	-	-	-	-
Futures	(306,722)	305,068	1,654	(193,895)	196,273	(2,378)
Total	(4,196)	(638)	4,834	(4,588)	169	4,419

As of March 31, 2021, if reais (R\$) had changed at 10% in relation the 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.

Credit risk is monitored mainly using the following metrics:

- Potential Future Exposure for Derivatives;
- Current credit exposure (present value of operations);
- Wrong Way Risk ("WWR"), this risk is mainly monitored by the client's position in terms of assets and liabilities in currencies, rates and indexes versus macroeconomic scenarios;
- Compliance with credit risk limits, both individual 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 bills ("CDB"), Real Estate Receivables Certificate ("CRIs"), as well as from bank guarantees. 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.

Impairment losses from financial assets and contract assets recognized in profit or loss are as follows:

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(In thousands of reais)

	Consolidated	
	Three-month period ended	
	03/31/2021	03/31/2020
Impairment loss on accounts receivable and contract assets from contracts with clients	31	27
Total	31	27

The Company determined that the credit risk of financial assets did not significantly increase the credit risk on the date of the report, with respect to contracts with customers. For public and private securities, the Company assessed the credit risk and concluded that the impairment loss is equal to zero for the next 12 months, i.e., there is no need for a provision for loan losses. At the parent company's 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	
		03/31/2021	12/31/2020
Financial assets at amortized cost			
Counterparties without external credit rating ⁽²⁾		120	120
Total	7	120	120
Cash and cash equivalents – checking account and short-term bank deposits ⁽¹⁾			
AAA		2	5
Total	4	2	5

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(In thousands of reais)

	Notes	Consolidated	
		03/31/2021	12/31/2020
Financial assets at fair value through profit and loss ⁽¹⁾	5		
AAA		151,400	151,462
AA		73,197	44,865
B		281,586	211,095
Counterparties without external credit rating ⁽²⁾		87,483	62,806
Financial assets at fair value through other comprehensive income	5		
B		25,144	-
Financial asset at amortized cost	4		
Counterparties without external credit rating ⁽²⁾		35,809	33,111
Cash and cash equivalents ⁽¹⁾	4		
AAA		25	106
BBB-		13,364	13,885
Other amounts receivable from related parties	7		
Counterparties without external credit rating ⁽²⁾		-	-
Accounts receivable and other financial assets ⁽¹⁾	7		
AA		4,453	6,397
A		9,975	14,956
B		6,916	7,449
Counterparties without external credit rating ⁽²⁾		171,750	56,807
Total	7	861,102	602,939

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

⁽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. The Group assesses the risk profile of each customer, always considering the following factors: i) the company's business and financial profile; ii) sector of activity; iii) macroeconomic 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 the 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 loss model, criteria were adopted to characterize default and a significant increase in credit risk ("SICR"). The current provision procedure for losses with doubtful accounts was taken into account; the credit risk characteristics of the operations; its historical default rate; future loss estimates and indicators applicable to the area of operation.

The Group adopts a 90-day delay for the default criterion. Regarding the criterion for classification of a SICR, the change of two points up between the initial classification of an 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

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financial performance. In addition, it takes into account prospective information, the structure of the operation and its collateral, 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 a 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 acquisition .

b. Analysis of stages:

	03/31/2021				
	Stage 1	Impairment	Stage 2	Stage 3	Total
Debentures	44,392	-	-	-	44,392
Certificates of real estate receivables	307,974	(1,244)	-	-	306,730
Loan operations	21,464	(120)	-	-	21,344
Total	373,830	(1,364)	-	-	372,466

	12/31/2020				
	Stage 1	Impairment	Stage 2	Stage 3	Total
Real estate credit bill	44,865	-	-	-	44,865
Certificates of real estate receivables	211,835	(740)	-	-	211,095
Loan operations	28,952	(150)	-	-	28,802
Total	285,652	(890)	-	-	284,762

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

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- 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.

Liquidity risk governance is exercised by Management of BR Partners, with the oversight of the Risk Committee and the Assets & Liabilities Committee (ALCO), observing their roles and responsibilities. For management effectiveness, the framework provides for the identification, assessment, monitoring, control, mitigation and communication of liquidity risk.

Exposure to liquidity risk

We present below the contractual maturities of financial liabilities on the date of the interim financial information.

	Total account amount	Consolidated contractual cash flows				03/31/2021
		< 3 months	3–12 months	1–3 years	3 < years	
Financial liabilities						
Suppliers	8,435	8,435	-	-	-	8,435
Client's funds	348,725	62,531	106,694	93,417	47	262,689
Endorsements	6,436	2,693	30	-	5,001	7,724
Funds from financial institutions	21,000	21,000	-	-	-	21,000
Other financial liabilities	125,050	125,050	-	-	-	125,050
Lease liability	1,242	125	375	753	-	1,253
Derivatives						
Swap	1,101	-	-	-	1,110	1,110
NDF	12,410	4,281	7,598	725	-	12,604
Options	2,368	2,368	-	-	-	2,368
Futures	7,382	2,227	1,258	569	3,464	7,518
Total	534,149	228,710	115,955	95,464	9,622	449,751

	Total account amount	Consolidated contractual cash flows				12/31/2020
		< 3 months	3–12 months	1–3 years	3 < years	
Financial liabilities						
Suppliers	3,682	3,682	-	-	-	3,682
Client's funds	252,869	62,531	106,694	93,417	47	262,689
Endorsements	7,021	2,693	30	-	5,001	7,724
Other financial liabilities	29,616	29,616	-	-	-	29,616
Lease liability	1,463	147	442	887	-	1,476
Derivatives						
Swap	9,121	-	-	-	10,610	10,610
NDF	5,181	3,423	1,433	390	-	5,246
Futures	1,155	663	314	25	170	1,172
Total	310,108	102,755	108,913	94,719	15,828	322,215

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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 both 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 9.25% (9.25% as of December 31, 2020).

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, as of March 31, 2021 and December 31, 2020 calculated based on the Prudential Conglomerate is:

	03/31/2021	12/31/2020
Reference Equity	244,885	247,748
Tier I Reference Equity	244,885	247,748
Principal capital	244,885	247,748
Risk-weighted assets (RWA)	671,724	626,331
Credit risk	365,453	311,285
Market risk	211,355	223,042
Operating risk	94,916	92,004
Basel Ratio	36.46%	39.56%
Level I (IN1)	36.46%	39.56%
Principal Capital [Interest on Own Capital (ICP)]	36.46%	39.56%

In the periods ended March 31, 2021 and December 31, 2020, the limits are classified according to the minimum required by the Central Bank of Brazil.

3.3 COVID-19 Pandemic

Following the declaration of COVID-19 as a pandemic by the World Health Organization (WHO), the authorities developed and implemented measures to help prevent circulation and agglomerations of people, as well as rules for the operation of essential and non-essential services in an attempt to contain the virus' spread. This serious scenario brought countless adverse situations to people's lives and businesses.

The institutions regulated by the Central Bank have a contingency plan defined by the regulation. However, this did not meet all the measures necessary to adapt the rules of the authorities.

Therefore, the institutions were forced to create new processes for this type of event. The measures taken by BR Partners are listed below:

- Creation of the Working Group to define the contingency processes for COVID-19, with the participation of the Board, the CRO, and the Risk and Compliance areas.
- Provision of hand sanitizer, facial masks and intensification of hygiene measures for all workstations and points of high circulation by employees and management (Pantry, Meeting Rooms, etc.).
- Adoption of Remote Work for the entire institution as of March 23, 2020.

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- Planning for the annual flu vaccination campaign in March as compared to the typical time frame of May.
- Creation of a new Operational Risk classification (O. R. COVID-19) to address specific events that occurred during the period.

The process defined by BR Partners is being improved daily, adapting it to the new rules of the regulator that are updated frequently, as well as to the rules of the authorities.

4. Cash and cash equivalents

	Parent company	
	03/31/2021	12/31/2020
Banks - Checking account and cash ⁽¹⁾	2	5
Total	2	5

	Consolidated	
	03/31/2021	12/31/2020
Banks - Checking account and cash ⁽¹⁾	12	13
Free reserves	12	93
Cash and cash equivalents in foreign currencies ⁽¹⁾	35,809	33,111
Money market repurchase agreements ⁽²⁾	13,365	13,885
Total	49,198	47,102

⁽¹⁾ The balances of funds in banks are recorded at the amounts deposited at Banco Itaú S.A., Standard Chartered Bank New York, Standard Chartered Bank Germany Branch, Bradesco Cayman, and United International Bank N.V.

⁽²⁾ On March 31, 2021 and December 31, 2020, the repurchase and resale agreements had a resale date for April 1, 2021 and January 4, 2021, respectively.

5. Financial instruments

a. Financial assets at fair value through profit or loss

	Parent company	
	03/31/2021	12/31/2020
Investment fund quotas		
BR Partners Outlet Premium Fundo de Investimento em Participações ⁽⁴⁾	73,196	70,121
Total	73,196	70,121

	Consolidated	
	03/31/2021	12/31/2020
Government bonds ⁽¹⁾		
Financial Treasury Bills (LFTs)	67,605	53,788
National Treasury Bills (LTNs)	83,795	97,674
Private securities		
Certificates of real estate receivables ⁽²⁾	281,586	211,095
Real estate credit bill ⁽³⁾	44,392	44,865
Investment fund quotas		
Quotas of real estate investment funds	43,091	62,806
BR Partners Outlet Premium Fundo de Investimento em Participações ⁽⁴⁾	73,197	70,121
Total	593,666	540,349

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b. Financial assets at fair value through other comprehensive income

	Consolidated	
	03/31/2021	12/31/2020
Private securities		
Certificates of real estate receivables ⁽²⁾ ⁽⁵⁾	25,144	-
Total	25,144	-

- (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 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.
- (3) The Real Estate Credit Note is registered at B3 - Brasil Bolsa Balcão, the valuation of which is made according to the IPC-A 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 amounts of investments were calculated at the fair value.
- (5) The Certificates of Real Estate Receivables classified as FVOCI are initially recognized at fair value, and the gains and losses recognized in "Other comprehensive income (loss)" as of March 31, 2021 were recorded in the amount of R\$ 69 (R\$ 0 as of December 31, 2020).

6. Derivative financial instruments – Consolidated

a. Breakdown per index

	03/31/2021		
	Amounts receivable	Amounts payable	Nominal value
Swap	19,332	(1,101)	661,126
IPC-A x CDI	14,791	-	150,000
CDI x USD	3,889	(1,101)	416,126
CDI x IPC-A	652	-	95,000
NDF	30,693	(12,410)	1,143,680
USD x Fixed rate	24,980	(1,044)	523,158
Fixed rate x USD	1,849	(9,483)	541,607
Fixed rate x Euro - sale	8	-	353
Forward commodities	3,856	(1,883)	78,562
Options	556	(2,367)	173,250
Call option	556	-	94,500
Purchase of put options	556	-	94,500
Sale of option	-	(2,367)	78,750
Sales of call options	-	(2,367)	78,750
Futures	3,520	(7,383)	140,897
Long position	402	(7,120)	1,002,052
DAP	264	-	82,340
DDI	138	(5,586)	760,576
DI1	-	(4)	13,932
WDO	-	(827)	102,880
DOL	-	(703)	42,324
Short position	3,118	(263)	(861,155)
DAP	-	(201)	(199,454)
DDI	1,809	-	(158,595)
DI1	-	(62)	(350,703)
DOL	1,309	-	(152,403)
Total	54,101	(23,261)	2,118,953

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	12/31/2020		
	Amounts receivable	Amounts payable	Nominal value
Swap	18,883	(9,121)	453,487
IPC-A x CDI	18,644	-	150,000
CDI x USD	-	(9,121)	208,487
CDI x IPC-A	239	-	95,000
NDF	18,580	(5,181)	566,291
USD x Fixed rate	10,512	(1,842)	164,342
Fixed rate x USD	5,732	(2,646)	356,213
Fixed rate x Euro - sale	-	(23)	1,555
Forward commodities	2,336	(670)	44,181
Futures	627	(1,155)	18,369
Long position	299	(955)	647,019
DAP	81	-	82,072
DDI	19	(409)	164,444
DI1	164	(2)	210,142
WDO	35	(32)	51,804
DOL	-	(512)	138,557
Short position	328	(200)	(628,650)
DAP	67	(108)	(272,156)
DDI	261	-	(85,188)
DI1	-	(42)	(202,450)
DOL	-	(50)	(68,856)
Total	38,090	(15,457)	1,038,147

b. Comparison between the cost and market value

	03/31/2021			
	Cost value	Unrealized gains / (losses)	Credit risk adjustment	Fair value
Assets				
Swap	10,277	9,079	(24)	19,332
NDF	35,186	(4,204)	(289)	30,693
Options	1,471	(915)	-	556
Futures	3,520	-	-	3,520
Total	50,454	3,960	(313)	54,101
Liabilities				
Swap	(1,046)	(55)	-	(1,101)
NDF	(18,707)	6,297	-	(12,410)
Options	(1,527)	(840)	-	(2,367)
Futures	(7,383)	-	-	(7,383)
Total	(28,663)	5,402	-	(23,261)

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	12/31/2020			
	Cost value	Unrealized gains / (losses)	Credit risk adjustment	Fair value
Assets				
Swap	9,167	9,716	-	18,883
NDF	19,890	(1,134)	(176)	18,580
Futures	627	-	-	627
Total	29,684	8,582	(176)	38,090
Liabilities				
Swap	(2,514)	(6,607)	-	(9,121)
NDF	(6,124)	943	-	(5,181)
Futures	(972)	(183)	-	(1,155)
Total	9,610	(5,847)	-	(15,457)

c. Breakdown per maturity

	03/31/2021				
	Up to 3 months	3–12 months	1–3 years	>3 years	Total
Assets					
Swap	-	-	652	18,680	19,332
NDF	21,628	7,547	1,518	-	30,693
Options	2	554	-	-	556
Futures	2,816	276	341	87	3,520
Total	24,446	8,377	2,511	18,767	54,101
Liabilities					
Swap	-	(147)	-	(954)	(1,101)
NDF	(4,245)	(7,457)	(708)	-	(12,410)
Options	(17)	(2,350)	-	-	(2,367)
Futures	(2,208)	(1,235)	(556)	(3,384)	(7,383)
Total	(6,470)	(11,189)	(1,264)	(4,338)	(23,261)

	12/31/2020				
	Up to 3 months	3–12 months	01–3 years	>3 years	Total
Assets					
Swap	-	-	237	18,646	18,883
NDF	6,396	11,287	897	-	18,580
Futures	202	164	99	162	627
Total	6,598	11,451	1,233	18,808	38,090
Liabilities					
Swap	-	-	-	(9,121)	(9,121)
NDF	(3,394)	(1,406)	(381)	-	(5,181)
Futures	(657)	(308)	(24)	(166)	(1,155)
Total	(4,051)	(1,714)	(405)	(9,287)	(15,457)

d. Financial guarantees

Financial guarantees given for derivative financial instrument transactions with B3 (Brasil Bolsa Balcão) are represented by Government bonds and totaled R\$ 8,258 as of March 31, 2021 (R\$ 4,694 as of December 31, 2020).

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(In thousands of reais)

e. 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 counterparty 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 Group, since we do not have unsettled financial instruments.

The Company presents the gross amounts of the financial instruments in the balance sheet made by BR Partners Banco de Investimento S.A. in Swaps as of March 31, 2021, in the amount of R\$ 19,332 (R\$ 18,883 as of December 31, 2020), in NDFs as of March 31, 2021, in the amount of R\$ 30,693 (R\$ 18,580 as of December 31, 2020), in Futures as of March 31, 2021, in the amount of R\$ 3,520 (R\$ 627 as of December 31, 2020) and in Options as of March 31, 2021, in the amount of R\$ 556 (R\$ 0 as of December 31, 2020).

As of March 31, 2021 and December 31, 2020, the BR Partners Group does not have financial instruments on a net basis on its balance sheet, 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. Furthermore, there are no contracts to which the Company or its counterparty has the right to offset the amounts receivable and payable from the separate contracts in the event of default.

7. Financial asset at amortized cost

	Parent company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Other amounts receivable from related parties ⁽¹⁾	4	4	313	5
Loan operations ⁽²⁾	-	-	21,344	28,802
Foreign exchange ⁽³⁾	-	-	120,828	28,095
Services receivable ⁽⁴⁾	-	-	44,345	22,342
Clients' reimbursements ⁽⁵⁾	-	-	4,501	4,236
Other	116	116	1,763	2,129
Total	120	120	193,094	85,609

⁽¹⁾ Refer mostly to loan operations between associated companies and repurchase of quotas from former partners by the company BR Partners Holdco Participações S.A., the company's parent company. The average term of realization is up to 10 years (Note 8 (a)).

⁽²⁾ It was set up for loan operations, provision for expected losses totaling R\$ 120 as of March 31, 2021 (R\$ 150 as of December 31, 2020), the balance is related to operations with BR Partners Banco de Investimento S.A. clients, whose loan portfolio is comprised by Bank Credit Bills with Individual and Legal Entities' counterparties. They are three contracts as of March 31, 2021 and December 31, 2020 (Note 3.1.2).

⁽³⁾ Refers to foreign exchange purchased for settlement in the amount of R\$ 56,967 (R\$ 10,982 as of December 31, 2020), Foreign exchange sale rights, in the amount of R\$ 67,929 (R\$ 18,707 as of December 31, 2020) and advance in local currency received ref. Cash settlement transaction, R\$ (4,068), (R\$ 1,594) as of December 31, 2020.

⁽⁴⁾ Refers to amounts receivable from a related company, on the pay-in of subscribed capital according to the subscription contract.

⁽⁵⁾ Refers to reimbursements receivable from clients on expenses, as provided for in the contract for provision of services.

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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 company

	Direct controlling shareholder ⁽¹⁾		Associated companies and subsidiaries ⁽²⁾		Total	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Assets/Liabilities						
Amounts receivable ⁽⁵⁾	-	-	116	13,992	116	13,992
Equity investment fund quotas ⁽³⁾	-	-	73,196	70,121	73,196	70,121
Amounts payable	-	-	(8,114)	(93)	(8,114)	(93)
Dividends payable	(23,222)	(41,122)	-	-	(23,222)	(41,122)
Income (loss)						
Interest revenue	-	-	1	65	1	65
Other revenues	-	-	(32)	(194)	(32)	(194)
Income (loss) from investment in investment fund	-	-	3,075	8,330	3,075	8,330

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(In thousands of reais)

b. Consolidated

	Direct controlling shareholder ⁽¹⁾		Associated companies ^{(2)/(3)}		Key management personnel ⁽⁴⁾		Total	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Assets/Liabilities								
Amounts receivable ⁽⁵⁾	-	-	313	5	-	-	313	5
Equity investment fund quotas ⁽³⁾	-	-	73,197	70,121	-	-	73,197	70,121
Time deposit certificate ⁽⁶⁾	4,470	1,090	10,324	8,769	1,138	899	15,932	10,758
Letters of credit for real estate ⁽⁷⁾	-	-	-	-	6,436	7,021	6,436	7,021
Amounts payable	-	-	-	-	(46)	(4)	(46)	(4)
Dividends payable	(23,226)	(41,126)	-	-	-	-	(23,226)	(41,126)
Income (loss)								
Revenue/expenses from investment in investment fund ⁽⁶⁾	-	-	3,075	8,330	-	-	3,075	8,330

(1) BR Partners Holdco Participações S.A. e Brapinvest IV - Fundo de Investimento em Participações.

(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.

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

(5) For the Indirect Controlling Shareholder, they are related to amounts granted and receivable from loan operations, the average term of realization is up to 10 years.

(6) Refer to transactions between BR Partners Banco de Investimento S.A. and the group's exclusive funds, are operating and administrative costs, and their valuations.

(7) Represented by funding from BR Partners Banco de Investimento S.A., maturing by May 9, 2028 at a rate ranging from 93% to 100% of DI + 1% p.a. + 1% p.a. for March 31, 2021 and December 31, 2020.

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Notes to the condensed interim financial information

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c. Remuneration of key personnel - Consolidated

	Three-month period ended	
	03/31/2021	03/31/2020
Directors' fee	979	223
Social charges	196	32
Total	1,175	255

The remuneration and charges of key management personnel are represented by its statutory board and is recorded in Administrative Expenses, that in addition to dividends, receive remuneration for the services provided at the Company. The Company's directors have 100% of the Company's voting shares. Furthermore, there are other Company professionals who are also shareholders of the Company.

d. Other related parties

Within the Consolidated entity, 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.. These are investments that comprise the portfolio of BR Partners Outlet Premium Fundo de Investimento em Participações, which is managed by BR Partners Gestão de Recursos Ltda.

e. Other information

Related parties are considered, as:

- 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
- Legal entities in which the aforementioned persons hold more than 10% of the share capital.

9. Investments in subsidiaries

The Company has the following investments:

	03/31/2021	12/31/2020
BR Partners Assessoria Financeira Ltda.	31,377	670
BR Partners Assessoria de Mercados de Capitais e Dívidas Ltda.	194	194
BR Partners Participações Financeiras Ltda.	256,077	253,547
BR Partners Gestão de Recursos Ltda.	2,549	2,000
BR Partners Europe B.V.	9,668	9,369
Total	299,865	265,780

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

	Balance at 12/31/2019	Equity in net income of subsidiaries	Balance at 03/31/2020
BR Partners Assessoria Financeira Ltda.	670	7,241	7,911
BR Partners Assessoria de Mercados de Capitais e Dívidas Ltda.	200	1	201
BR Partners Participações Financeiras Ltda.	174,584	(78)	174,506
BR Partners Gestão de Recursos Ltda.	4,001	2,875	6,876
BR Partners Europe B.V.	6,288	6,940	13,228
Total	185,743	16,979	202,722

BR Advisory Partners Participações S.A.

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(In thousands of reais)

	<u>Balance at 12/31/2020</u>	<u>Equity in net income of subsidiaries</u>	<u>Equity valuation adjustment</u>	<u>Balance at 03/31/2021</u>
BR Partners Assessoria Financeira Ltda.	670	30,707	-	31,377
BR Partners Assessoria de Mercados de Capitais e Dívidas Ltda.	194	-	-	194
BR Partners Participações Financeiras Ltda.	253,547	2,599	(69)	256,077
BR Partners Gestão de Recursos Ltda.	2,000	549	-	2,549
BR Partners Europe B.V.	9,369	299	-	9,668
Total	265,780	34,154	(69)	299,865

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 in 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 shareholder.

- **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, quotaholder or shareholder in Brazil and abroad, whatever their corporate purpose may be.

- **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 quotaholder.

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

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

On December 4, 2017, according to the "Annual General Meeting of BR Partners Europe B.V.", the capital reserve in the amount of EUR 248, equivalent to BRL 1,015, was deliberated, by the partner BR Advisory Partners Participações S.A.

BR Advisory Partners Participações S.A.

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(In thousands of reais)

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.

A company holding 100% of BR Partners Corretora de Títulos e Valores Mobiliários S.A. ("Corretora"), as a partner, shareholder or quotaholder.

- **Total Fundo de Investimento Multimercado Investimento no Exterior - Crédito Privado**

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 shareholder, Banco BR Partners, a qualified investor, and aims to provide its quotaholder with returns 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.

- **BR Partners Corretora de Títulos e Valores Mobiliários S.A.**

BR Partners Corretora de Títulos e Valores Mobiliários S.A. is a Group member and aims to round out the activities of investment banking, fixed income, foreign exchange, financial consulting and advisory, as well as instituting the provision of brokerage services to local customers and foreign institutional customers, under Resolution 2689.

The Group formed 'Corretora', a privately-held company, on February 10, 2012 and received authorization to operate from the Central Bank of Brazil ("BACEN") on June 8, 2012.

BR Partners Corretora de Títulos e Valores Mobiliários S.A. is formed as a limited liability company (*sociedade por ações*) and domiciled in Brazil, being directly controlled by BR Partners Banco de Investimento S.A.

In June 2015, the loss of accreditation was carried out at BM&Fbovespa (B3) in Bovespa segment, remaining active in fixed-income segment up to October 30, 2019 when the process of disposal of the Brokerage Firm's corporate control was approved by the Central Bank of Brazil, pursuant to Official Letter 24202/2019-BCB/Deorf/GTSP1.

As of November 19, 2020, the CTVM disposal process by the Central Bank of Brazil was approved through 25.051/2020-BC/Deorf/GTSP1 Official Letter, so that it is no longer part of the conglomerate. The income on the sale was R\$ 1,163.

BR Advisory Partners Participações S.A.

Notes to the condensed interim financial information

(In thousands of reais)

10. Property, plant and equipment

a. Parent company

	Useful life (years)	Cost value	Book value on 12/31/2019	Acquisition (Write-off)	Depreciation	Book value on 03/31/2020
Facilities	10	4,562	504	-	(114)	390
Furniture and equipment in use	10	1,651	160	-	(40)	120
Other	10	74	8	-	(2)	6
Total		6,287	672	-	(156)	516

	Useful life (years)	Cost value	Book value on 12/31/2020	Acquisition (Write-off)	Depreciation	Book value on 03/31/2021
Facilities	10	4,562	127	-	(50)	77
Furniture and equipment in use	10	1,651	22	-	(19)	3
Other	10	74	2	-	(1)	1
Total		6,287	151	-	(70)	81

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(In thousands of reais)

b. Consolidated

	Useful life (years)	Cost value	Book value on 12/31/2019	Acquisition (Write-off)	Depreciation	Book value on 03/31/2020
Facilities	10	4,852	880	-	(137)	743
IT and telephonic equipment	5	4,279	1,164	312	(93)	1,383
Furniture and equipment in use	10	1,665	194	-	(42)	152
Right-of-use of Real Estate - adoption of IFRS 16 / (CPC 06 (R2))	5	5,886	4,667	(1,054)	(254)	3,359
Other	10	113	27	-	(3)	24
Total		16,795	6,932	(742)	(529)	5,661

	Useful life (years)	Cost value	Book value on 12/31/2020	Acquisition (Write-off)	Depreciation	Book value on 03/31/2021
Facilities	10	4,278	126	-	(49)	77
Leasehold improvements	10	634	634	-	(33)	601
IT and telephonic equipment	5	5,453	1,317	164	(123)	1,358
Furniture and equipment in use	10	1,679	53	-	(21)	32
Right-of-use of Real Estate - adoption of IFRS 16 / (CPC 06 (R2))	5	3,981	1,463	169	(389)	1,243
Other	10	113	16	-	(2)	14
Total		16,138	3,609	333	(617)	3,325

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(In thousands of reais)

11. Intangible assets - Consolidated

	Cost value	Book value on 12/31/2019	Acquisition (Write-off)	Amortization	Book value on 03/31/2020
Software use license ⁽¹⁾	4,190	1,039	21	(98)	962
Intangible asset having undefined useful life	4,500	4,500	-	-	4,500
Total	8,690	5,539	21	(98)	5,462

	Cost value	Book value on 12/31/2020	Acquisition (Write-off)	Amortization	Book value on 03/31/2021
Software use license ⁽¹⁾	4,667	1,068	8	(118)	958
Intangible asset having undefined useful life	4,500	4,500	-	-	4,500
Total	9,167	5,568	8	(118)	5,458

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

BR Advisory Partners Participações S.A.

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(In thousands of reais)

12. Amounts payable - Suppliers

These refer to provisions related to payments to be made on suppliers and services provided.

	Parent company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Suppliers payable	2,314	1,288	8,435	3,682
Total	2,314	1,288	8,435	3,682

13. Financial liabilities

a. Client's funds

Represented, in Consolidated, by funding in Bank Deposit Certificates ("CDB") and Interbank Deposit Certificates ("CDI") with customers of BR Partners Banco de Investimentos S.A. maturing up to April 1, 2024. The table below provides the balances and their corresponding rates.

Securities	03/31/2021	Corresponding rates
Fixed CDB	23,931	3.281671–9.25656% p.a.
Floating-rate CDB	224,568	100–150% DI or 100% DI + 0.3740–4.1560%
Fixed-rate CDI	100,226	100% DI + 1.0473–1.0824% p.a.
Total	348,725	

Securities	12/31/2020	Corresponding rates
Fixed CDB	4,635	3.281671–8.275547% p.a.
Floating-rate CDB	26,447	100% DI + 0.913890–1.482011% p.a.
Fixed-rate CDI	170,544	100–150% DI
Fixed-rate CDI	50,099	100% DI + 1.047346–1.064894% p.a.
	1,144	100% DI
Total	252,869	

b. Funds from bonds issuances

Represented by funding from BR Partners Banco de Investimento S.A. in Real Estate Credit Bills as of March 31, 2021, in the amount of R\$ 6,436, maturing by May 9, 2028 at a rate ranging from 93% to 100% of DI + 1% p.a. and R\$ 7,021 as of December 31, 2020, maturing by May 9, 2028 at a rate ranging from 93% to 100 of DI + 1% p.a.

c. Funds from financial institutions

Represented by repurchase and resale operations made by BR Partners Banco de Investimento S.A. in the amount of R\$ 21,000 as of March 31, 2021, maturing on April 1, 2021 at a rate of 100% of the DI (for December 31, 2020 the balance was R\$ 0).

d. Other financial liabilities

Represented by foreign exchange operations made by BR Partners Banco de Investimento S.A. in the amount of R\$ 125,050 as of March 31, 2021, maturing on April 1, 2021 (R\$ 29,616 as of December 31, 2020 maturing on January 4, 2021).

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(In thousands of reais)

14. Other amounts payable

	Parent company		Consolidated	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
Dividends payable - related companies	23,222	41,122	23,226	41,126
Provision for personnel expenses	-	-	11,797	25,774
Provision for contingencies	-	-	1,196	1,196
Amounts payable from clients ⁽¹⁾	-	-	73	156
Provision for sureties provided	-	-	400	399
Deferred income ⁽²⁾	-	-	806	1,218
Total	23,222	41,122	37,498	69,869

(1) Refers mainly to the receipt of a guarantee in accordance with the BR Partners CTVM sale forecast agreement, As of November 19, 2020, the CTVM disposal process by the Central Bank of Brazil was approved through 25.051/2020-BC/Deorf/GTSP1 Official Letter..

(2) Refers to commissions on sureties and guarantees found in the credit portfolio of BR Partners Banco de Investimento S.A.

15. Shareholders' equity

a. Capital

The common and preferred shares are all nominative and without par value. Each common share will correspond to one vote in the deliberations at general meetings and the preferred shares will not give their holders voting rights. Preferred shares give their holders priority in the reimbursement of capital in the event of the Company's liquidation. The Company's capital increases may be made by deliberation of the general meeting, in whole or in part, through the issuance of preferred shares up to the legal limit.

There was no change in Capital during the period from December 31, 2020 to March 31, 2021.

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 purpose of the legal reserve is to guarantee that the capital is paid-up and it is 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 Brazilian Corporate Law.

c. Basic and diluted earnings per share

Calculation of weighted average of shares with Stock Split

(i) Weighted average of common shares (basic)

	Three-month period ended	
	03/31/2021	03/31/2020
Existing common shares on January 1	194,180	122,473
Capital increase	-	6,668
Weighted average of outstanding common shares	194,180	129,141

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(In thousands of reais)

(ii) Weighted average of preferred shares (basic)

	Three-month period ended	
	03/31/2021	03/31/2020
Existing common shares on January 1	119,104	108,336
Capital increase	-	6,924
Weighted average of outstanding preferred shares	119,104	115,260

(iii) Weighted average of common shares (diluted)

	Three-month period ended	
	03/31/2021	03/31/2020
Existing common shares on January 1	194,180	122,473
Capital increase	-	6,668
Weighted average of outstanding common shares	194,180	129,141

(iv) Weighted average of preferred shares (diluted)

	Three-month period ended	
	03/31/2021	03/31/2020
Existing common shares on January 1	119,104	115,260
Capital increase	-	9,770
Weighted average of outstanding preferred shares	119,104	125,030

Calculation of attributable profit by type of shares

	Three-month period ended	
	03/31/2021	03/31/2020
Net income to be distributed to shareholders	30,975	21,648
Income attributable to holders of Common Shares	15,488	15,401
Income attributable to holders of Preferred Shares	15,488	6,247

i. Calculation of basic earnings per share

	Three-month period ended	
	03/31/2021	03/31/2020
Income for the periods attributable to the Company's owners and used for the determination of earnings per common share	15,488	15,401
Weighted average number of common shares for basic earnings per share calculation purpose	194,180	129,141
Basic net earnings per common share - R\$	0.08	0.12

	Three-month period ended	
	03/31/2021	03/31/2020
Income for the periods attributable to the Company's owners and used for the determination of earnings per preferred share	15,488	6,247
Weighted average number of preferred shares for basic earnings per share calculation purpose	119,104	115,260
Basic net earnings per preferred share - R\$	0.13	0.05

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ii. Calculation of diluted earnings per share

The calculation of diluted earnings per share was based on net income attributed to shareholders and the weighted average of outstanding shares after adjustments for all potential diluted shares.

	Three-month period ended	
	03/31/2021	03/31/2020
Income for the periods attributable to the Company's owners and used for the determination of earnings per common share	15,488	15,401
Weighted average number of common shares for diluted profit per share calculation purpose	194,180	129,141
Diluted net earnings per common share - R\$	0.08	0.12

	Three-month period ended	
	03/31/2021	03/31/2020
Income for the periods attributable to the Company's owners and used for the determination of earnings per preferred share	15,488	6,247
Weighted average number of preferred shares for diluted earnings per share calculation purpose	119,104	125,030
Potential of subscription bonus ⁽¹⁾	-	9,770
Basic net earnings per preferred share - R\$	0.13	0.05

- ⁽¹⁾ As approved by the Ordinary and Extraordinary Meeting held on December 6, 2016, subscription bonuses were outstanding as of December 31, 2019 and 2018 and were cancelled in 2020.

d. Dividends

Preferred shares will be entitled to receive a fixed dividend corresponding, each year, to the portion of the Adjusted Net Income calculated as follows:

$$\text{Fixed dividend} = \frac{\text{Adjusted net income} \times 0.6 \times \text{number of preferred shares (AP)}}{\text{Quantity of total shares (AT)}}$$

Where:

Adjusted Net Income = As defined in the Bylaws.

Number of preferred shares (AP) = total number of preferred shares issued by the Company.

Number of total shares (AT) = total number of common shares and preferred shares issued by the Company.

The shareholders will be entitled to a minimum mandatory non-cumulative dividend corresponding to 0.1% of the total adjusted net income.

"Adjusted Net Income" is considered to be the net income for the year referred to in Article 191 of the Brazilian Corporate Law, reduced or increased by the amounts provided for in item I of Article 202 of the Brazilian Corporate Law and subject to the provisions of item II and III of the same article, as applicable.

After the legal provisions are met, and the fixed dividend of the preferred shares is paid, the remaining balance will be distributed to the common shares.

The distribution of dividends 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 only a portion may be distributed as dividends. Adjusted Net Income or approved its retention as a reserve, as the case may be. Profits that are no

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longer declared pursuant to this paragraph shall be distributed and paid to shareholders as soon as the Company's financial situation permits, applying the provisions of article 202, paragraph 5 of the Brazilian Corporate Law.

Interim dividends and interest on own capital will always be considered as an anticipation of the fixed dividend and the minimum mandatory.

BR Advisory Partners Participações S.A. (Parent company)

On February 28, 2020, pursuant to the Minutes of the Ordinary and Extraordinary Meeting, dividends in the amount of R\$ 69,922 were distributed to shareholders, and the amount of R\$ 50,652 was advanced throughout 2019 and the amount of R\$ 19,271 paid in 2020.

On March 31, 2020, pursuant to the Minutes of the Extraordinary Meeting, the Company approved dividends in the amount of R\$ 43,175 to shareholders, and the amount of R\$ 15,996 was advanced.

As of December 31, 2020, dividends for the year were allocated in the amount of R\$ 84,298, of which R\$ 43,175 has already been distributed as interim dividends in 2020. Up to March 31, 2021, the amount of R\$ 17,900 had been advanced.

e. Dividends from subsidiaries paid to the parent company

The dividends received from its subsidiaries were composed as follows:

BR Assessoria de Mercados de Capitais e Dívidas Ltda.: There was no distribution of dividends during the periods ended March 31, 2021 and December 31, 2020.

BR Partners Assessoria Financeira Ltda.: As of March 31, 2021, dividends of the year 2020 in the amount of R\$ 10,760 (R\$ 27,071 as of December 31, 2020) were paid.

BR Partners Gestão de Recursos Ltda.: As of March 31, 2021, dividends of the year 2020 in the amount of R\$ 3,227 (R\$ 0 as of December 31, 2020) were paid.

BR Partners Participações Financeiras Ltda.: There was no distribution of dividends during the periods ended March 31, 2021 and December 31, 2020.

BR Partners Europe B.V.: There was no distribution of dividends during the periods ended March 31, 2021 and December 31, 2020.

For the companies, BR Partners Banco de Investimento S.A. and BR Partners Corretora de Títulos e Valores Mobiliários S.A., there was no distribution of dividends in the first quarter of 2021 and in the year ended in 2020.

f. Restricted share granting plan

As of September 1, 2020, in accordance with the Minutes of the Extraordinary Shareholders' Meeting, the Company's Restricted Shares Granting Plan was approved, granting 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. The plan will be effective after the public offering of the company. Therefore, there were no grants during the period up to March 31, 2021.

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(In thousands of reais)

16. Service revenue

Revenue from services rendered is substantially represented by economic and financial advisory services and commissions for the intermediation of marketable securities by the Group's companies as listed below:

	Three-month period ended	
	03/31/2021	03/31/2020
Indirect subsidiary		
<i>BR Partners Banco de Investimento S.A.</i>		
Commissions and intermediation/structuring of securities	4,714	3,431
Direct subsidiaries		
<i>BR Partners Assessoria Financeira Ltda.</i>		
Financial advisory and consulting in Brazil	52,571	16,037
<i>BR Partners Gestão de Recursos Ltda.</i>		
Third party fund management	605	601
Business intermediation	-	2,671
<i>BR Partners Europe B.V.</i>		
Financial advisory and consulting	-	10,307
Service revenue - net of taxes	57,890	33,047
Service revenue - gross of taxes	67,166	36,368
Total taxes - PIS/COFINS	(5,937)	(2,036)
Total taxes - ISS	(3,339)	(1,285)
Service revenue - net of taxes	57,890	33,047

The following summary presents the revenue from services rendered (revenue from contracts with customers) and the other accounting items that make up the Total Revenue broken down by business line:

Line of Business	Three-month period ended March 31, 2021				
	Service revenues	Specialized technical service expenses	Net income (loss) from interest and gains / losses in 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
Capital and other	-	-	1,556	-	1,556
Total	57,890	(3,180)	20,430	563	75,703

Line of Business	Three-month period ended March 31, 2020				
	Service revenues	Specialized technical service expenses	Net income (loss) from interest and gains / losses in financial instruments	Other revenues	Total
<i>Investment Banking</i>	31,571	(3,094)	-	183	28,660
Structured credit and capital market	875	-	9,695	-	10,570
<i>Sales & Trading</i>	-	-	5,779	-	5,779
Investments	601	-	229	-	830
Capital and other	-	-	811	-	811
Total	33,047	(3,094)	16,514	183	46,650

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(In thousands of reais)

17. Net income (loss) from interest and gains / losses in financial instruments

	Parent company		Consolidated	
	Three-month period ended		Three-month period ended	
	03/31/2021	03/31/2020	03/31/2021	03/31/2020
Interest revenues				
Income from loan operations	-	-	304	567
Income from guarantees granted	-	-	411	76
<i>Financial assets</i>				
- At fair value through profit or loss	3,075	8,209	39,351	27,029
Total interest revenues	3,075	8,209	40,066	27,672
Interest expenses				
Funding expenses	-	-	(2,121)	(1,377)
<i>Financial assets</i>				
- At fair value through profit or loss	-	-	(2,717)	(3)
Total interest expenses	-	-	(4,838)	(1,380)
Net gains / losses from operations in foreign currency				
Foreign exchange expenses	-	-	(19,888)	(15,082)
Foreign exchange income	-	-	21,250	16,433
Total	-	-	1,362	1,351
Income from derivative operations	-	-	283,573	384,929
Securities - Positive mark-to-market	-	-	-	47
Securities - Negative mark-to-market	-	-	(18,065)	(10,955)
Expenses on derivative operations	-	-	(281,668)	(385,150)
Total	-	-	(16,160)	(11,129)
Net income (loss) from interest and gains / losses on financial instruments	3,075	8,209	20,430	16,514

18. Operating expenses

a. Specialized technical service expenses

Refer to expenses on consulting and advisory services, auditing and other services of the same nature that support the provision of financial advisory and consulting services by the Company.

	Parent company		Consolidated	
	Three-month period ended		Three-month period ended	
	03/31/2021	03/31/2020	03/31/2021	03/31/2020
Specialized technical service expenses	650	14	3,180	3,094
Total	650	14	3,180	3,094

b. Personnel expenses

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

	Parent company		Consolidated	
	Three-month period ended		Three-month period ended	
	03/31/2021	03/31/2020	03/31/2021	03/31/2020
Personnel expenses	2,355	-	15,532	6,809
Total	2,355	-	15,532	6,809

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(In thousands of reais)

c. Administrative expenses

	Parent company	
	Three-month period ended	
	03/31/2021	03/31/2020
Expenses with issuance of IPO ⁽²⁾	1,006	-
Tax expenses	635	-
Financial system service expenses	145	-
Publishing expenses	114	126
Depreciation and amortization expenses	70	156
Other	91	63
Total	2,061	345

	Consolidated	
	Three-month period ended	
	03/31/2021	03/31/2020
Data processing expenses	1,216	924
Tax expenses	921	180
Promotion and public relations expenses	753	1,134
Depreciation and amortization expenses	735	627
Financial system service expenses	538	429
Communication expenses	508	504
Rent expenses	455	465
Travel expenses	369	211
Outsourced service expenses	189	-
Commercial expenses abroad ⁽¹⁾	135	4,724
Condominium expenses	126	132
Balance sheet publishing expenses	112	181
Expenses with water, energy and gas	71	72
Expenses for maintenance of assets	69	100
Material expenses	53	22
Insurance expenses	52	1
Security and surveillance expenses	39	39
Transportation expenses	22	29
Other expenses ⁽²⁾	721	120
Total	7,084	9,894

(1) In the three-month period ended March 31, 2021 and 2020, the amounts refer to commercial expenses of the Group's company BR Partners Europe B.V., related to the rendering of commission and business intermediation services.

(2) Refers to expenses such as advisory, audit, fees and other expenses related to the Initial Public Offering ("IPO") which was canceled in September 2020 due to market instability. However, we continue looking for the best timing for the public offering.

19. Other expenses

The amounts of other expenses are comprised as follows for the periods:

	Parent company		Consolidated	
	Three-month period ended		Three-month period ended	
	03/31/2021	03/31/2020	03/31/2021	03/31/2020
Taxes and contributions	143	396	447	890
Foreign exchange rate expenses	-	-	-	111
Expenses with unreimbursed projects	-	-	272	18
	143	396	719	1,019

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(In thousands of reais)

20. Income taxes

a. Income taxes

	Subsidiary	
	Three-month period ended	
	03/31/2021	03/31/2020
Income (loss) before income tax	32,020	24,439
Rate (25% Income Tax (IR) and 9% Social Contribution (CSLL))	(10,886)	(8,309)
Additions/Permanent exclusions	(306)	-
Temporary additions/deductions	750	2,800
Additions/exclusions in equity income (loss)	11,612	5,773
Deferred Constitution/Reversal of the Period	(1,170)	(2,791)
Tax loss	(1,045)	(264)
Expenses with IRPJ/CSLL	(1,045)	(2,791)

	Consolidated	
	Three-month period ended	
	03/31/2021	03/31/2020
Income (loss) before income tax and social contribution	52,403	28,909
Total income tax and social contribution charge at current rates	(17,817)	(9,832)
<i>Effect of additions and exclusions on the calculation of taxes:</i>		
Permanent additions	(1,958)	-
Temporary additions	295	-
Other assets ⁽¹⁾	(1,948)	742
Income tax and social contribution in the period	(21,428)	(7,261)
Effective rate	40.9%	25.1%
Deferred income tax and social contribution	(8,212)	(2,693)
Income tax and social contribution - current	(13,216)	(4,466)
Change in rate of Social Contribution on Net Income	-	(102)
Income tax and social contribution in the period	(21,428)	(7,261)

⁽¹⁾ Includes the following: (i) foreign income; (ii) equalization of the rate of non-financial companies taxed based on the deemed income for 2021 and 2020, foreign income; (iii) equalization of the rate of non-financial companies taxed based on the deemed income.

b. Deferred income tax and social contribution

- **Parent company and Consolidated**

The amount of tax credit not recorded as of March 31, 2021 was R\$ 4,795 (R\$ 3,625 as of December 31, 2020), which will be recorded when they present an effective prospect of realization.

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(In thousands of reais)

	Balance at 12/31/2019	Constitution	Realization /Write-off	Balance at 03/31/2020
Temporary differences	2,206	161	(1,446)	921
Tax loss and negative basis of social contribution	2,383	2,682	(2,559)	2,506
Total deferred tax assets	4,589	2,843	(4,005)	3,427
Deferred tax liabilities on fair value adjustment of financial assets	23,859	4,074	(2,557)	25,376
Other	187	14	-	201
Total deferred liabilities	24,046	4,088	(2,557)	25,577
Tax credits net of deferred tax liabilities	(19,457)	(1,245)	(1,448)	(22,150)
	Balance at 12/31/2020	Constitution	Realization /Write-off	Balance at 03/31/2021
Temporary differences	12,470	56	(5,587)	6,939
Tax loss and negative basis of social contribution	-	5,504	-	5,504
Total deferred tax assets	12,470	5,560	(5,587)	12,443
Deferred tax liabilities on fair value adjustment of financial assets	23,218	8,129	-	31,347
Other	-	-	-	-
Total deferred liabilities	23,218	8,129	-	31,347
Tax credits net of deferred tax liabilities	(10,748)	(2,569)	(5,587)	(18,904)

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

	Consolidated			
	Realization estimate		Present value	
	03/31/2021	12/31/2020	03/31/2021	12/31/2020
2021	12,362	12,389	11,303	10,991
2022	13	13	11	10
2023	34	34	25	24
2024	-	-	-	-
2025	-	-	-	-
2026	-	-	-	-
2027	-	-	-	-
2028	34	34	13	13
	12,443	12,470	11,352	11,038

The present value of tax credits was calculated considering the average DI funding rate of 0.16072% as of March 31, 2021 (0.230000% per month as of December 31, 2020).

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.

21. Operating segments

The Group has a reportable segment as of March 31, 2021. 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:

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(In thousands of reais)

- **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.
- **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**
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. 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.
- **Capital and other**
It concentrates the revenues obtained from the construction of the securities portfolio in trading securities and loans in transition. Moreover, it remunerates capital for the areas that use it (e.g., Investments, Sales & Trading).

a. Reportable segment information

Considering that the Company has only one reportable segment, the financial information controlled by Management is that which is presented on the balance sheet and income statement.

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.

c. Major clients

In the three-month period ended March 31, 2021, the largest customer represents 29% (22% as of March 31, 2020) of the Company's total net operating revenue. In the three-month period ended March 31, 2021, there is a client that represents more than 10% of net operating revenue and, as of March 31, 2020, there is another client in this category.

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(In thousands of reais)

22. Other information

a. Collaterals, 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.

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

	<u>03/31/2021</u>	<u>12/31/2020</u>
Bank guarantees provided	84,688	33,218
Provision for financial guarantees provided	(399)	(399)
Total	<u>84,289</u>	<u>32,819</u>

b. BR Partners Holdco Participações LTDA.

As of September 1, 2020, the company was merged by its direct parent company, BR Partners Holdco Participações S.A., and since then it became the current parent company of the Company.

c. Contingencies

In BR Partners Group, there is no record of it being a defendant in any tax-related lawsuit as of the base date of March 31, 2021 and December 31, 2020. Regarding civil lawsuits, there is one that is classified a possible loss; the amount involved in that legal action is irrelevant and, given the classification a possible, it is not recognized on the books. Regarding labor-related lawsuits, the ones in progress classified by our legal advisors as probable losses as of the base date of March 31, 2021 has the amount of R\$ 970 (R\$ 970 as of December 31, 2020). There are no labor lawsuits classified as possible losses.

d. Insurance

The Group has a management program intended to limit risk, and contracts within the market coverage compatible with its size and operations. Coverages related to facilities in headquarters, were contracted at amounts considered by Management sufficient to cover possible claims, considering its activity nature, risks involved in its operations. In the period ended March 31, 2021, the amount of policy contracted by the Group totaled R\$ 7 (R\$ 7 as of December 31, 2020) 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
	Glass	30
	Sprinkler system leakage	2,000
	Recovery of records and documents	600
	Stationary equipment	600

e. Lease liability

The Group leases floors in an office building through a five-year lease; the last such agreement was signed in 2018. As of March 31, 2021 and December 31, 2020, the minimum non-cancellable lease

BR Advisory Partners Participações S.A.

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(In thousands of reais)

amounts are presented between 1 and 5 years in the amount of R\$ 1,242 for March 31, 2021 (R\$ 1,463 as of December 31, 2020).

Due to the COVID-19 Pandemic, there was an average discount of 20% on the amounts paid from April to November 2020. For 2021, the amounts were changed due a contract renewal, with 10% less than the value contractually agreed in the previous contract.

Change in the lease liability balance is shown below:

	Consolidated	
	03/31/2021	12/31/2020
As of January, 1	1,463	4,667
Additions	669	-
Depreciation	(389)	(1,298)
Interest appropriation on lease	(45)	(262)
Consideration paid	(455)	(1,656)
Other	-	12
Total lease liability	1,242	1,463

23. Fair value estimate

Fair value is classified for by the Company in accordance with 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 is in compliance with 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 assumptions).

The following table presents assets and liabilities measured at fair value at March 31, 2021 and December 31, 2020.

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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	03/31/2021
Assets							
Cash and cash equivalents	-	2	2	-	-	-	-
Investment fund quotas	73,196	-	73,196	-	-	73,196	73,196
Other amounts receivable from related parties	-	120	120	-	-	-	-
Total	73,196	122	73,318	-	-	73,196	73,196
	FVTPL	Financial assets at amortized cost	Total	Level 1	Level 2	Level 3 (1)	12/31/2020
Assets							
Cash and cash equivalents	-	5	5	-	-	-	-
Investment fund quotas	70,121	-	70,121	-	-	70,121	70,121
Other amounts receivable from related parties	-	120	120	-	-	-	-
Total	70,121	125	70,246	-	-	70,121	70,121

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(In thousands of reais)

ii. Consolidated

	FVTPL	FVOCI	Financial assets at amortized cost	Total	Level 1	Level 2	Level 3	Total 03/31/2021
Financial assets								
Government bonds								
- Financial Treasury Bills (LFT)	67,605	-	-	67,605	67,605	-	-	67,605
- National Treasury Bills (LTN)	83,795	-	-	83,795	83,795	-	-	83,795
Private securities								
- Certificates of real estate receivables	281,586	25,144	-	306,730	-	306,730	-	306,730
- Real Estate Credit Bill	44,392	-	-	44,392	-	44,392	-	44,392
Investment fund quotas								
- Equity investment fund quotas ⁽¹⁾	73,197	-	-	73,197	-	-	73,197	73,197
- Quotas of real estate investment fund	43,091	-	-	43,091	-	43,091	-	43,091
Derivatives								
- Swap	19,332	-	-	19,332	-	19,332	-	19,332
- NDF (non-deliverable forward)	30,693	-	-	30,693	-	30,693	-	30,693
- Options	556	-	-	556	-	556	-	556
- Futures	3,520	-	-	3,520	3,520	-	-	3,520
Loan operations	-	-	21,344	21,344	-	-	-	-
Other financial assets at amortized cost								
- Other amounts receivable from related parties	-	-	313	313	-	-	-	-
- Foreign exchange	-	-	120,828	120,828	-	-	-	-
- Services receivable	-	-	44,345	44,345	-	-	-	-
- Clients' reimbursements	-	-	4,501	4,501	-	-	-	-
- Other	-	-	1,763	1,763	-	-	-	-
Cash and cash equivalents	-	-	49,198	49,198	-	-	-	-
Total	647,767	25,144	242,292	915,203	154,920	444,794	73,197	672,911
Financial liabilities								
- Funds from financial institutions	-	-	21,000	21,000	-	-	-	-
- Client's funds	-	-	348,725	348,725	-	-	-	-
- Endorsements	-	-	6,436	6,436	-	-	-	-
- Other financial liabilities	-	-	125,050	125,050	-	-	-	-
Derivatives								
- Swap	1,101	-	-	1,101	-	1,101	-	1,101
- NDF (non-deliverable forward)	12,410	-	-	12,410	-	12,410	-	12,410
- Options	2,368	-	-	2,368	-	2,368	-	2,368
- Futures	7,382	-	-	7,382	7,382	-	-	7,382
Total	23,261	-	501,211	524,472	7,382	15,879	-	23,261

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(In thousands of reais)

	FVTPL	Financial assets at amortized cost	Total	Level 1	Level 2	Level 3	Total 12/31/2020
Financial assets							
Government bonds							
- Financial Treasury Bills (LFT)	53,788	-	53,788	53,788	-	-	53,788
- National Treasury Bills (LTN)	97,674	-	97,674	97,674	-	-	97,674
Private securities							
- Certificates of real estate receivables	211,095	-	211,095	-	211,095	-	211,095
- Real Estate Credit Bill	44,865	-	44,865	-	44,865	-	44,865
Investment fund quotas							
- Equity investment fund quotas ⁽¹⁾	70,121	-	70,121	-	-	70,121	70,121
- Quotas of real estate investment fund	62,806	-	62,806	-	62,806	-	62,806
Derivatives							
- Swap	18,883	-	18,883	-	18,883	-	18,883
- NDF (<i>non-deliverable forward</i>)	18,580	-	18,580	-	18,580	-	18,580
- Futures	627	-	627	627	-	-	627
Loan operations	-	28,802	28,802	-	-	-	-
Other financial assets at amortized cost							
- Other amounts receivable from related parties	-	5	5	-	-	-	-
- Foreign exchange	-	28,095	28,095	-	-	-	-
- Services receivable	-	22,342	22,342	-	-	-	-
- Clients' reimbursements	-	4,236	4,236	-	-	-	-
- Other	-	2,129	2,129	-	-	-	-
Cash and cash equivalents	-	47,102	47,102	-	-	-	-
Total	578,439	132,711	711,150	152,089	356,229	70,121	578,439
Financial liabilities							
- Client's funds	-	252,869	252,869	-	-	-	-
- Endorsements	-	7,021	7,021	-	-	-	-
- Other financial liabilities	-	29,616	29,616	-	-	-	-
Derivatives							
- Swap	9,121	-	9,121	-	9,121	-	9,121
- NDF (<i>non-deliverable forward</i>)	5,181	-	5,181	-	5,181	-	5,181
- Futures	1,155	-	1,155	1,155	-	-	1,155
Total	15,457	289,506	304,963	1,155	14,302	-	15,457

- (1) An Appraisal Report was issued by a specialized firm to assess the market value of the project, including the evaluation of possible COVID-19 impacts. The discounted cash flow was used as the methodology for determining the Company's 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.

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(In thousands of reais)

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 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 - the risk-adjusted discount rate is lower (higher).

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 three-month periods ended March 31, 2020 and year ended December 31, 2020:

	FVTPL - Equity investment fund quotas	Total
Balance at December 31, 2019	59,292	59,292
Net change in fair value	10,829	10,829
Balance at December 31, 2020	70,121	70,121
Fair value increase	3,075	3,076
Balance at March 31, 2021	73,196	73,197

d. Sensitivity analysis of financial assets classified as Level 3

This 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 and submitted to the responsible areas (Note 3.1.1 (a)).

24. Subsequent events

There were no subsequent events subject to disclosure in the financial information as of March 31, 2021.

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