



voiter

Quarterly Financial Information Individual and Consolidated

Quarter ended

June 30, 2020

ITR 2Q20

BANCO INDUSVAL S.A.

Publicly-held Company with Authorized Capital

C.N.P.J.¹ # 61.024.352/0001-71

NIRE² # 353.000.242-90

¹ N.T. CNPJ/MF = Corporate Taxpayer Registry at the Ministry of Finance

² N.T. NIRE = Corporate Registry Identification Number

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Company information / Composition of Capital

Number of Shares (Units)	Current Quarter 06/30/2020
Paid-up Capital	
Common Shares	99,072,523
Preferred Shares	3,749,410
Total	102,821,933
Treasury shares	
Common Shares	0
Preferred Shares	54,340
Total	54,340

Individual / Balance Sheet - Assets

(in thousands of reais)

Account Code	Account Description	Current Quarter 06/30/2020	Prior Year 12/31/2019
1	Total assets	3,462,653	2,870,588
1.01	Current assets	1,844,219	1,722,021
1.01.01	Cash	29,878	20,415
1.01.02	Short-term Interbank Investments	489,996	500,206
1.01.02.01	Open market investments	489,996	484,083
1.01.02.02	Interbank deposits	-	16,123
1.01.03	Marketable securities	974,353	1,021,166
1.01.03.01	Own portfolio	683,488	805,851
1.01.03.02	Subject to repurchase agreements	123,099	27,158
1.01.03.03	Subject to guarantees	161,397	187,960
1.01.04	Interdepartmental accounts	57,963	359
1.01.04.01	Unsettled payments and receipts	57,517	-
1.01.04.02	Restricted deposits - Brazilian Central Bank	439	358
1.01.04.03	Restricted deposits - Agreements	7	1
1.01.06	Loan operations	139,878	107,241
1.01.06.01	Private sector	191,859	151,220
1.01.06.03	Allowance for loan losses	(51,981)	(43,979)
1.01.08.01	Foreign exchange portfolio	41,489	6,343
1.01.08.02	Income Receivable	612	242
1.01.08.03	Negotiation and intermediation of securities	1,369	4,164
1.01.08.04	Sundry	108,007	58,761
1.01.06.03	Allowance for loan losses	(1,134)	(299)
1.01.09.03	Prepaid expenses	1,808	3,423
1.02	Long-term receivables	1,499,191	980,747
1.01.02	Short-term Interbank Investments	224,748	95,424
1.01.03	Open market investments	556,819	32,130
1.01.03.01	Own portfolio	303,132	-
1.01.03.02	Subject to repurchase agreements	217,380	32,130
1.01.03.04	Derivative financial instruments	36,307	-
1.01.04.03	Restricted deposits - Agreements	2,212	2,626
1.01.06.01	Private sector	89,466	99,119
1.01.06.03	Allowance for loan losses	(41,387)	(62,079)
1.01.08	Other receivables	407,525	626,058
1.01.08.04	Sundry	431,135	643,139
1.01.08.01	Foreign exchange portfolio	-	5,771
1.01.09	Other assets	259,808	187,469
1.01.09.01	Non-operating assets	271,121	215,271
1.02.08.02	Provision for losses	(27,094)	(36,607)
1.01.09.03	Prepaid expenses	15,781	8,805
1.03	Permanent assets	119,243	167,820
1.03.01	Investments	112,994	160,428
1.03.01.02	Investments in subsidiaries	112,134	159,542
1.03.01.02.01	Local	112,134	159,542
1.03.01.04	Other investments	860	886

Individual / Balance Sheet - Assets**(in thousands of reais)**

Account Code	Account Description	Current Quarter 06/30/2020	Prior Year 12/31/2019
1.03.02	Property and equipment in use	4,639	5,013
1.03.02.03	Other - Property and equipment in use	20,409	20,621
1.03.02.04	Accumulated depreciation	(15,770)	(15,608)
1.03.04	Intangible	1,610	2,379
1.03.04.03	Accumulated amortization	(12,630)	(11,861)

Individual / Balance Sheet - Liabilities and Equity

(in thousands of reais)

Account Code	Account Description	Current Quarter 06/30/2020	Prior Year 12/31/2019
2	Total liabilities	3,462,653	2,870,588
2.01	Current liabilities	1,439,276	1,260,264
2.01.01	Deposits	764,459	741,030
2.01.01.01	Demand Deposits	23,870	24,042
2.01.01.02	Interbank	21,286	21,233
2.01.01.03	Time Deposits	719,303	695,755
2.01.02	Funds obtained in the open market	341,764	202,659
2.01.02.01	Own portfolio	341,764	59,708
2.01.02.02	Third-party portfolios	-	142,951
2.01.03	Funds from acceptance and issuance of securities	289,441	285,207
2.01.03.01	Agribusiness, Real estate and Financial credit bills	289,441	285,207
2.01.04	Interdepartmental accounts	182	-
2.01.04.01	Unsettled receipts and payments	182	-
2.01.05	Interbank accounts	4,241	911
2.01.05.01	Third-party funds in transit	4,241	911
2.01.07	Local onlendings	1,132	1,134
2.01.07.02	FINAME	1,132	1,134
2.01.09	Other liabilities	38,057	29,323
2.01.09.01	Collection and payment of taxes and similar	21	62
2.01.09.02	Foreign exchange portfolio	583	2,309
2.01.09.03	Taxes and social security contributions	3,000	1,708
2.01.09.04	Social and statutory payables	4,316	12,681
2.01.09.05	Negotiation and intermediation of securities	2,342	2,746
2.02.09.02	Derivative financial instruments	19,361	4,605
2.01.09.07	Sundry	8,434	5,212
2.02	Long-term liabilities	1,770,207	1,223,859
2.01.01	Deposits	1,725,880	1,109,177
2.01.01.03	Time Deposits	1,725,880	1,109,177
2.01.03	Funds from acceptance and issuance of securities	1,769	2,403
2.01.03.01	Agribusiness, Real estate and Financial credit bills	1,769	2,403
2.02.07	Local onlendings	3,928	4,291
2.01.07.02	FINAME	965	1,530
2.01.07.03	National treasure	2,963	2,761
2.01.09	Other liabilities	38,630	107,988
2.02.09.03	Taxes and social security contributions	672	16,923
2.01.09.06	Derivative financial instruments	665	36
2.01.09.07	Sundry	37,293	34,702
2.01.09.06	Derivative financial instruments	-	56,327
2.03	Deferred income	1,849	2,035
2.05	Equity	251,321	384,430
2.05.01	Capital	1,156,335	1,100,255
2.05.01.01	Local capital	1,156,335	1,100,255

Individual / Balance Sheet - Liabilities and Equity

(in thousands of reais)

Account Code	Account Description	Current Quarter 06/30/2020	Prior Year 12/31/2019
2.05.02	Capital reserve	35,960	35,960
2.05.04	Profit reserve	(4,283)	(4,283)
2.05.04.05	Profit retention	(4,283)	(4,283)
2.05.04.05.01	Treasury shares	(4,283)	(4,283)
2.05.05	Carrying value adjustments	71	(539)
2.05.05.01	Mark-to-market adjustment on AFS securities	71	(539)
2.05.06	Retained earnings (accumulated deficit)	(936,762)	(746,963)

Individual / Statement of Operations

(in thousands of reais)

Account Code	Account Description	Current Quarter	Accumulated Current Year	Third Quarter Prior Year	Accumulated Prior Year
		04/01/2020 to 06/30/2020	01/01/2020 to 06/30/2020	04/01/2019 to 06/30/2019	01/01/2019 to 06/30/2019
3.01	Income from financial intermediation	60,311	99,634	53,643	84,290
3.01.01	Loan operations	21,578	33,903	22,417	26,318
3.01.02	Marketable securities	17,477	42,178	21,066	34,269
3.01.03	Derivatives	17,425	14,517	8,134	16,002
3.01.04	Foreign exchange	3,831	9,036	2,026	7,701
3.02	Expenses for financial intermediation	(29,912)	(72,481)	(25,066)	(62,723)
3.02.01	Funds obtained in the market	(38,522)	(79,772)	(38,075)	(77,727)
3.02.02	Loans and onlendings	(758)	(1,062)	(1,406)	(5,308)
3.03	Gross profit from (loss for) financial intermediation	30,399	27,153	28,577	21,567
3.04	Other operating income (expense)	(71,724)	(93,877)	(36,461)	(63,091)
3.04.01	Income from services rendered	960	1,810	523	1,210
3.04.02	Personnel expenses	(16,038)	(26,682)	(12,198)	(21,781)
3.04.03	Other administrative expenses	(11,535)	(22,813)	(13,613)	(24,488)
3.04.04	Taxes	(1,332)	(3,565)	(657)	(947)
3.04.05	Other operating income	6,826	10,651	2,222	4,243
3.04.06	Other operating expenses	(4,925)	(5,871)	(10,270)	(11,266)
3.04.07	Equity in the results of investees	(45,680)	(47,407)	(2,468)	(10,062)
3.05	Operating profit (loss)	(41,325)	(66,724)	(7,884)	(41,524)
3.06	Non-operating income	9,513	9,612	(9,595)	(11,189)
3.06.01	Revenue	9,538	9,710	697	1,032
3.06.02	Expenses	(25)	(98)	(10,292)	(12,221)
3.07	Profit (loss) before taxation	(31,812)	(57,112)	(17,479)	(52,713)
3.08	Provision for income tax and social contribution	2,340	16,309	(4,198)	(3,850)
3.09	Deferred income tax	(8,120)	(147,493)	(17,517)	(19,828)
3.10	Profit Sharing/Statutory Contributions	-	(1,503)	(770)	(839)
3.10.01	Profit Sharing	-	(1,503)	(770)	(839)
3.13	Net income (loss) for the period	(37,592)	(189,799)	(39,964)	(77,230)
3.99	Net profit/income per share	(0.3656)	(1.8459)	(0.4601)	(0.8892)

Individual / Statement of Comprehensive Income (Loss)

(in thousands of reais)

Account Code	Account Description	Current Quarter	Accumulated Current Year	Third Quarter Prior Year	Accumulated Prior Year
		04/01/2020 to 06/30/2020	01/01/2020 to 06/30/2020	04/01/2019 to 06/30/2019	01/01/2019 to 06/30/2019
4.01	Net income (loss) for the period	(37,592)	(189,799)	(39,964)	(77,230)
4.02	Other comprehensive income	71	610	81	4
4.02.01	Carrying value adjustments	71	610	81	4
4.03	Comprehensive income (loss) for the period	(37,521)	(189,189)	(39,883)	(77,226)

Individual / Statement of Cash Flows - Indirect Method

(in thousands of reais)

Account Code	Account Description	Accumulated	Accumulated
		Current Year 01/01/2020 to 06/30/2020	Prior Year 01/01/2019 to 06/30/2019
6.01	Net cash provided used in operating activities	271,414	(459,719)
6.01.01	Cash from operations	(24,209)	(45,638)
6.01.01.01	Net income (loss)	(189,799)	(77,230)
6.01.01.02	Income taxes	(8,353)	(20,313)
6.01.01.03	Allowance for loan losses	(9,514)	7,070
6.01.01.04	Provision for loss on non-operating assets	3,576	9,272
6.01.01.05	Provision for contingencies	1,416	1,984
6.01.01.06	Depreciation and amortization	47,407	10,062
6.01.01.07	Equity in the results of investees	(126)	4,121
6.01.01.08	Result on disposal of tangible assets	-	(4,232)
6.01.01.09	Adjustment for accrual - stock options	131,184	23,628
6.01.02	Variation in assets and liabilities	295,623	(414,081)
6.01.02.01	Short-term Interbank Investments	142,947	(95,307)
6.01.02.02	Securities and derivatives	(461,881)	(105,303)
6.01.02.03	Loan operations	(31,188)	66,092
6.01.02.04	Other receivables and other assets	(3,279)	13,754
6.01.02.05	Interbank and interdepartmental accounts	(53,679)	(2,926)
6.01.02.06	Deposits	640,134	(217,983)
6.01.02.07	Repo Operations	139,106	28,953
6.01.02.08	Agribusiness, Real estate and Financial credit bills	3,600	(75,620)
6.01.02.09	Borrowings	(364)	(534)
6.01.02.10	Other liabilities	(186)	(231)
6.01.02.11	Deferred income	(79,587)	(24,976)
6.02	Net cash provided by (used in) Investing activities	(55,970)	7,057
6.02.01	Disposal of tangible assets	173	6,998
6.02.02	Acquisition of tangible assets	(56,169)	(79)
6.02.03	Acquisition of investments	-	556
6.02.04	Disposal of investments	26	-
6.02.05	Dividends received	-	(418)
6.03	Net cash provided by (used in) financing activities	56,080	250,412
6.03.01	Capital increase	56,080	250,412
6.05	Increase(decrease) in cash and cash equivalents	271,524	(202,250)
6.05.01	Opening balance of cash and cash equivalents	473,098	636,384
6.05.02	Closing balance of cash and cash equivalents	744,622	434,134

Individual / Statement of Changes in Equity - 01/01/2020 to 06/30/2020**(in thousands of reais)**

Account Code	Account Description	Capital	Capital Reserves	Revaluation Reserves	Revenue Reserves	Retained earnings/ Accumulated deficit	Carrying value adjustments	Total
5.01	Opening balance	1100255	35960	-	(4,283)	(746,963)	(539)	384,430
5.03	Adjusted balance	1,100,255	35,960	-	(4,283)	(746,963)	(539)	384,430
5.04	Profit/loss for the period	-	-	-	-	(189,799)	-	(189,799)
5.07	Adjustments to carrying value	-	-	-	-	-	610	610
5.07.01	Adjustment of securities	-	-	-	-	-	610	610
5.08	Increase/decrease - Capital	56,080	-	-	-	-	-	56,080
5.13	Closing balance	1,156,335	35,960	-	(4,283)	(936,762)	71	251,321

Individual / Statement of Changes in Equity - 01/01/2019 to 06/30/2019

(in thousands of reais)

Account Code	Account Description	Capital	Capital Reserves	Revaluation Reserves	Revenue Reserves	Retained earnings/ Accumulated deficit	Carrying value adjustments	Total
5.01	Opening balance	849,843	35,960	-	(4,283)	(735,526)	(474)	145,520
5.03	Adjusted balance	849,843	35,960	-	(4,283)	(735,526)	(474)	145,520
5.04	Profit/loss for the period	-	-	-	-	(77,230)	-	(77,230)
5.07	Adjustments to carrying value	-	-	-	-	-	4	4
5.07.01	Adjustment of securities	-	-	-	-	-	(23)	(23)
5.07.02	Accumulated translation adjustments	-	-	-	-	-	27	27
5.08	Increase/decrease - Capital	250,412	-	-	-	-	-	250,412
5.13	Closing balance	1,100,255	35,960	-	(4,283)	(812,756)	(470)	318,706

Individual / Statement of Value Added

(in thousands of reais)

Account Code	Account Description	Accumulated	Accumulated
		Current Year 01/01/2020 to 06/30/2020	Prior Year 01/01/2019 to 06/30/2019
7.01	Revenues	130,060	98,879
7.01.01	Financial intermediation	99,634	84,290
7.01.02	Services rendered and bank fees	1,810	1,210
7.01.03	Allowance for loan losses	8,353	20,312
7.01.04	Others	20,263	(6,933)
7.02	Expenses for financial intermediation	(80,834)	(83,035)
7.03	Goods and services acquired from third parties	(25,159)	(30,598)
7.03.01	Materials, electricity and others	(6,397)	(8,588)
7.03.02	Third-party services	(12,892)	(11,574)
7.03.03	Others	(5,870)	(10,436)
7.04	Gross value added	24,067	(14,754)
7.05	Retentions	(1,416)	(1,984)
7.05.01	Depreciation and amortization	(1,416)	(1,984)
7.06	Net value added produced by the Institution	22,651	(16,738)
7.07	Value added transferred from others	(47,407)	(10,060)
7.07.01	Equity in the results of investees	(47,407)	(10,062)
7.08	Total value added to be distributed	(24,756)	(26,798)
7.09	Distribution of value added	(24,756)	(26,798)
7.09.01	Personnel	25,582	19,451
7.09.01.01	Salaries	21,074	14,957
7.09.01.02	Benefits	3,087	3,092
7.09.01.03	Employee severance indemnity fund (FGTS)	1,421	1,402
7.09.02	Taxes, charges and contributions	137,354	27,809
7.09.02.01	Federal	136,889	27,083
7.09.02.03	Municipal	443	722
7.09.03	Remuneration of third-party capital	2,107	3,172
7.09.03.01	Rents	2,107	3,172
7.09.04	Remuneration of own capital	(189,799)	(77,230)
7.09.04.03	Retained earnings (loss) for the period	(189,799)	(77,230)

MESSAGE FROM THE MANAGEMENT

The announcement of our new brand, **Voiter**, aligned with its new phase of growth and results made 2Q20 a very important quarter for the Company.

The brand change reflects the Bank's new strategic positioning and culture. We want to employ a modern vision, very close to the needs of our customers, adapted to the new scenario – with partnerships and technology. A creative, agile and resolute approach, with credit to leverage the development of relationships and solutions for customers across all sectors of the economy. And for us, **partnerships drive business**.

The Bank's growth in turnover caused the New Portfolio of credits aligned with the **Voiter** strategy to grow BRL127.5 billion in the quarter, reaching a total of BRL1.1 billion. The Legacy Portfolio recorded a significant volume of credit recoveries in the quarter, allowing the Bank to record an allowance for loan losses at BRL25.3 million in excess of the regulatory requirement. The amount allowance was recorded in June to enable the Bank to be best positioned to advance its growth strategy. Recurring income stood at -BRL4.3 million for the quarter, considerably better than the -BRL10.0 million in 1Q20, a signal of the Company's improving profitability.

We also highlight the continued corporate reorganization announced in June, which is part of the strategy to segregate the Bank's activities with different characteristics and models into different companies, so that each business has its own strategic positioning, greater autonomy, agility, exclusive focus of the respective managers and independent budget, in addition to providing greater visibility and the developing relationships in their respective markets.

Part of the context of the reorganization is also associated with the agreement made with the CVM to rectify the non-compliance with the minimum number of outstanding shares required by B3's Level 2 Corporate Governance Regulation. The Company's Board of Directors and the General Shareholders' Meeting have already approved the Tender Offer for Acquisition (OPA) that will delist the Company from Level 2 as well as all procedures required for its implementation. According to the Notice to the Market published on August 24, 2020, the Notice of the Tender Offer (OPA) will be available on September 2, 2020 to all shareholders on the Company, CVM and B3 websites.

The reorganization proposal has already been evaluated and approved by the Board of Directors and by the General Shareholders' Meeting and is now undergoing the regulatory proceedings, by which the Company's eligible shareholders can exercise their right to withdraw and the remaining shareholder base is migrated to the new privately held company (NK 031 Empreendimentos e Participações SA), already incorporated. The corporate reorganization process is still subject to review and the applicable regulatory approvals. More information about the announced reorganization can be found in the documents available on our IR website and on the CVM and B3 websites.

The corporate reorganization should be concluded in the coming months. This will provide **Voiter** with the conditions that Management believes are necessary to advance in the strategic business plan, offering solutions not only limited to its balance sheet, but to its origination capacity, with a focus on meeting its customers' needs.

HIGHLIGHTS

- ✓ The **Expanded Credit Portfolio** totalled BRL1.4 billion, with growth of 156.9% in 12 months and 14.3% in the quarter, resulting from **Voiter's** efforts in supporting customers.
- ✓ The **Financial Interest Margin with Customers of the New Portfolio** has been increasing in recent quarters, rising from 4.0% in 2Q19 to 5.0% in 2Q20, as a result of the efforts made in the new strategy defined by Management since last year.
- ✓ **Funding** totalled BRL3.1 billion, 79.5% higher in 12 months and 24.8% when compared to March 2020, due to the Company's efforts to diversify funding sources since the end of 2019, largely in CBD, which grew 70.6% in 12 months and 16.4% when compared to the previous quarter.
- ✓ The **Basel Ratio** reached 10.8% at the end of 2Q20 (9.5% at the end of 2Q19 and 10.5% at the end of 1Q19).
- ✓ The **Results from Managerial Financial Intermediation before ALL** amounted to BRL10.9 million, which is a significant improvement compared to -BRL0.8 million in 2Q19 and -BRL1.1 million in 1Q20.
- ✓ The **Recurring Managerial ALL Result** was positive at BRL9.8 million in 2Q20, mainly due to the reversal of provisions due to the recovery of overdue credits in the Legacy portfolio. Given this ALL reversal event, Management prudently decided to **record an ALL in addition to the Regulatory Minimum** in the amount of BRL25.3 million.
- ✓ There was an important **Credit Recovery** in the Legacy portfolio, a credit that was previously written off as a loss. This credit recovery was classified as non-recurring and had a significant effect in the quarter, in the amount of BRL12.8 million.
- ✓ **Recurring Net Result¹ for the quarter** was -BRL4.3 million (-BRL55.2 million in 2Q19 and -BRL10.0 million in 1Q20).
- ✓ The **Brand Change to Voiter** in early June 2020 increased the Bank's visibility in the press, with articles and quotes published in major media outlets such as O Valor Econômico, Estado de São Paulo and Exame. The realization of 6 lives for customers and partners, participation in XP Expert and activation of the brand page on LinkedIn, we had a **significant increase in engagement and demand for business** with **Voiter**.

IMPACTS OF THE CORONAVIRUS PANDEMIC ON VOITER BUSINESS

In light of the COVID-19 pandemic, **Voiter** continues to take measures to minimize any impacts to its employees, customers, suppliers and operation. The actions taken are in line with health guidelines from the World Health Organization (WHO), the State Government and the City Hall. Employees have been working remotely since the end of March, visits to our customers and partners have been cancelled and replaced with virtual meetings, and all Bank's facilities have complied with all official health and sanitary protocols.

Management is constantly monitoring developments of the pandemic, acting in a timely manner to mitigate its effects.

We continue to see an increase in the demand for credit as new loans are down in the overall market, generating business opportunities. We continue to look for new business opportunities while maintaining a cautious approach and awaiting the stabilization of the medium and long-term prospects for the economy. We have maintained our selective stance in extending new loans and are monitoring our portfolio, taking into account the current scenario and potential impacts. Our collateral structure and business model, in turn, leaves us in a comfortable position in this regard, and that can be demonstrated by non-material credit losses in the quarter and by the high percentage of our expanded credit portfolio with AA, A and B ratings: 95%. In line with that cautious approach and looking to protect the Bank against any adverse impacts in the second half, Management recorded an allowance for loan losses in June at BRL25.3 million over the minimum requirement.

¹ Refers to the net income of the Company's controllers and non-controlling shareholders of Banco SmartBank S.A.

KEY INDICATORS

The information presented in this report are based on consolidated figures, in accordance with the BACEN's accounting practices, in millions of Brazilian Real (BRL million), except when expressed in other units. Since 2Q14, Voiter has presented its results through the managerial income statement, which is based on reclassifications of accounting income statement and is provided to help analyses.

Assets & Liabilities Data	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19			
Expanded Credit Portfolio ¹	1,379.4	1,279.5	7.8%	536.9	156.9%			
Cash & Short Term Investments	520.7	93.9	n.c.	670.9	-22.4%			
TVM & Deriv. w/o Agro, Private Bonds & FIDC ²	1,366.9	1,317.9	3.7%	585.9	133.3%			
Total Assets ³	3,804.0	3,221.9	18.1%	2,368.9	60.6%			
Total Deposits	3,069.8	2,459.1	24.8%	1,705.4	80.0%			
Open Market	138.0	158.5	-12.9%	227.1	-39.3%			
Domestic Onlendings	5.1	5.2	-3.5%	7.9	-35.8%			
Total Liabilities	3,552.6	2,933.0	21.1%	2,050.2	73.3%			
Equity ³	251.3	288.8	-13.0%	318.7	-21.1%			

Recurring Results	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19	1H20	1H19	1H20/1H19
Result from Financial Interm. before ALL	10.9	-1.1	n.c.	-0.8	n.c.	9.8	-9.5	203.0%
Managerial ALL Expenses	9.8	-0.3	n.c.	-1.8	n.c.	9.5	-1.3	n.c.
Revenues from Services Rendered and Tariffs	1.1	1.2	-6.1%	0.5	119.3%	2.4	1.2	96.0%
Personnel and Administrative Expenses	-27.5	-24.7	11.4%	-38.1	-27.9%	-52.2	-62.4	-16.4%
Recurring Operating Result	-9.0	-25.8	-65.2%	-42.3	-78.8%	-34.8	-75.6	-53.9%
Recurring Net Income ⁴	-4.3	-10.0	-57.3%	-55.2	-92.2%	-14.3	-90.4	-84.2%

Performance	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19	1H20	1H19	1H20/1H19
Free Cash	1,183.4	946.5	25.0%	960.5	23.2%			
NIM with Clients - New portfolio	5.0%	5.7%	-0.7 p.p.	4.0%	1.0 p.p.	5.2%	3.8%	1.4 p.p.
NPL 90 / Expanded Credit Portfolio	1.9%	4.8%	-3.0 p.p.	2.2%	-0.4 p.p.			
Basel Index	10.8%	10.5%	0.3 p.p.	9.5%	1.3 p.p.			

Shares	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19	1H20	1H19	1H20/1H19
Number of Issued Shares ex-Treasury	102,767,593	102,767,593	0.0%	86,744,495	18.5%			
Net Profit per Share (in BRL) ³	-0.37	-1.48	-75.3%	-0.46	-20.6%	-1.85	-0.89	107.4%
Book Value per Share (in BRL) ³	2.45	2.81	-13.0%	3.67	-33.4%	2.45	3.67	-33.4%

Other Information	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19	1H20	1H19	1H20/1H19
Voiter & Subsidiaries - # Employees & Mgmt	176	159	10.7%	159	10.7%	176	159	10.7%
SmartBank - # Employees & Management	106	109	-2.8%	47	125.5%	105	47	123.4%

Macroeconomic Data	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19	1H20	1H19	1H20/1H19
GDP - real change in the period	-10.9%	-1.5%	-9.4 p.p.	0.1%	-11.0 p.p.	-12.3%	-0.1%	-12.2 p.p.
IPCA inflation - variation in the period	-0.43%	0.53%	-1.0 p.p.	0.71%	-1.1 p.p.	0.10%	2.23%	-2.1 p.p.
USD/BRL Exchange Rate - end of the period	5.47	5.21	5.0%	3.84	42.3%	5.47	3.84	42.3%
Exchange variation (USD/BRL) - in the period	5.0%	29.1%	-24.1 p.p.	-2.1%	7.2 p.p.	35.6%	-0.9%	36.5 p.p.
Interest Rate (Selic)	2.25%	3.75%	-1.50 p.p.	6.50%	-4.25 p.p.	2.25%	6.50%	-4.25 p.p.

¹ Includes Guarantees issued, which are off balance sheet items, Private Credit Bonds (Promissory Notes and Debentures), Agro Securities (CDA/WA and CPR) and Credit Rights Investment Fund (FIDC) shares.

² Excludes Agro Securities (CPRs and CDA/WA), Private Credit Bonds (Promissory Notes and Debentures) and Credit Rights Investment Fund (FIDC) shares for trading.

³ Excludes the shares of non-controlling share of the Angá Sabemi Consignados VII FIDC and Banco SmartBank S.A.

⁴ Refers to consolidated profit excluding the interest of non-controlling shareholders of the Angá Sabemi Consignados VII FIDC.

n.c. = not comparable (percentage above 300% or below -300%, or number divided by zero)

KEY INDICATORS

BRL million

Managerial Income Statement	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19	1H20	1H19	1H20/1H19
Result from Financial Intermediation	52.3	41.1	27.2%	38.1	37.2%	93.4	72.5	28.8%
Loan Operations, Agro and Private Bonds & FIDCs ¹	24.9	24.9	0.2%	9.2	170.7%	49.8	17.6	183.1%
TVM (w/o Agro, Private Bonds, FIDCs), Derivat. & FX	27.4	16.2	68.5%	28.9	-5.3%	43.6	54.9	-20.6%
Expenses from Financial Intermediation	-41.3	-42.2	-2.1%	-38.9	6.3%	-83.6	-82.0	1.9%
Money Market Funding ²	-40.6	-41.9	-3.2%	-37.5	8.3%	-82.5	-76.7	7.5%
Loans, Assignments and Onlendings	-0.8	-0.3	149.0%	-1.4	-46.2%	-1.1	-5.3	-80.0%
Result from Financial Intermediation before ALL	10.9	-1.1	n.c.	-0.8	n.c.	9.8	-9.5	203.0%
Managerial ALL Expense ³	9.8	-0.3	n.c.	-1.8	n.c.	9.5	-1.3	n.c.
Managerial ALL Expense - Legacy Portfolio	10.5	-0.8	n.c.	-1.1	n.c.	9.7	-0.5	n.c.
Managerial ALL Expense - New Portfolio	-0.7	0.5	-239.1%	-0.7	-5.4%	-0.2	-0.8	-76.9%
Result from Financial Intermediation	20.8	-1.5	n.c.	-2.6	n.c.	19.3	-10.9	277.9%
Revenues from Services Rendered and Tariffs	1.1	1.2	-6.1%	0.5	119.3%	2.4	1.2	96.0%
Personnel and Administrative Expenses	-27.5	-24.7	11.4%	-38.1	-27.9%	-52.2	-62.4	-16.4%
Personnel Expenses - Voiter and Subsidiaries	-13.3	-12.2	9.1%	-18.6	-28.9%	-25.4	-28.1	-9.6%
Personnel Expenses - SmartBank	-6.0	-5.5	8.2%	-5.5	8.4%	-11.5	-9.7	18.9%
Administrative Expenses - Voiter and Subsidiaries ⁴	-4.5	-3.4	34.9%	-11.8	-61.6%	-7.9	-20.3	-61.0%
Administrative Expenses - SmartBank	-3.7	-3.6	2.3%	-2.2	71.6%	-7.3	-4.3	69.6%
Other Operating Income and Expenses ⁵	-3.4	-0.9	279.7%	-2.1	60.8%	-4.3	-3.5	23.8%
Recurring Operating Result	-9.0	-25.8	-65.2%	-42.3	-78.8%	-34.8	-75.6	-53.9%
Recurring Income Tax and Social Contribution	4.7	15.8	-70.2%	-12.9	136.5%	20.5	-14.8	238.2%
Recurring Net Income Controlling Interest ⁶	-4.3	-10.0	-57.3%	-55.2	-92.2%	-14.3	-90.4	-84.2%
Non-recurring Effects								
Non-recurring Operating Revenues and Expenses ⁷	7.8	-3.2	n.c.	35.0	-77.7%	4.6	33.1	-86.2%
Non-operating Result	9.5	0.1	n.c.	-9.6	199.1%	9.6	-11.2	185.9%
Income Tax and Social Contribution ⁸	-51.5	-139.2	-63.0%	-10.2	n.c.	-190.6	-8.8	n.c.
Non-recurring Net Income Controlling Interest ⁶	-34.2	-142.3	-76.0%	15.3	n.c.	-176.4	13.2	n.c.
Net Income: Controlling Interests ⁷	-38.5	-152.3	-74.7%	-40.0	-3.8%	-190.7	-77.2	147.0%
Net Income: Non-controlling Interest FIDC Sabemi	-4.5	4.5	-200.0%	0.0	n.c.	0.0	0.0	n.c.
Net Income/Loss ⁶	-42.9	-147.8	-71.0%	-40.0	7.4%	-190.7	-77.2	147.0%

¹ Excluding the effects of (i) recoveries of loans written off, (ii) discounts granted upon settlement of loans in the period, (iii) the credit risk amount related to securities operations, and (iv) administrative expenses related to operations. Considering the effects of (i) revenues and expenses related to the FIDCs consolidated in the Company's balance sheet, (ii) exchange rate fluctuations of the Cayman agency's shareholding equity, recorded in Other Operating Income, and (iii) revenues and expenses of goods sold and changes to the price commodities in BI&P Cereais, recorded in Other Operating Income and Expenses.

² Includes expenses related to financial intermediation, as commission paid to distributors of our funding products, which are recorded in Admin. Expenses.

³ ALL managerial expenses are calculated by applying, to ALL expenses, the effects of: (i) the recovery of written-off loans, (ii) discounts granted upon settlement of loans in the period, (iii) expense with allowance for guarantees recorded in the Income Statement, under the Other Operational Expenses heading, and (iv) the credit risk amount attributed to TVMs; excluding the effects of the amount recorded as ALL Loss related to the FIDCs consolidated in the Company's balance sheet.

⁴ Excludes administrative expenses related to credit operations and to financial intermediation, as well as depreciation and amortization expenses, classified under Other Operating Income and Expenses. Also excludes the amount recorded as Administrative Expense related to the FIDCs consolidated in the Company's balance sheet.

⁵ Sum between (i) Other Operating Revenues and Expenses, (ii) Tax Expenses; and (iii) Share in the earnings of subsidiaries. Excludes, from Other Operating Income and Expenses, (i) the provisions and reversal of provision of labour contingencies, which were included in Personnel Expenses, and (ii) the amount related to the FIDCs consolidated in the Company's balance sheet.

⁶ Includes the share of non-controlling shareholders of Banco SmartBank S.A.

⁷ Includes non-recurring credit recoveries and personnel and administrative expenses.

⁸ Includes the effect of the increase in the CSLL rate and the effect of tax credit write-offs, highlighted in the table on page 5.

n.c. = not comparable (percentage above 300% or below -300%, or number divided by zero)

RESULTS

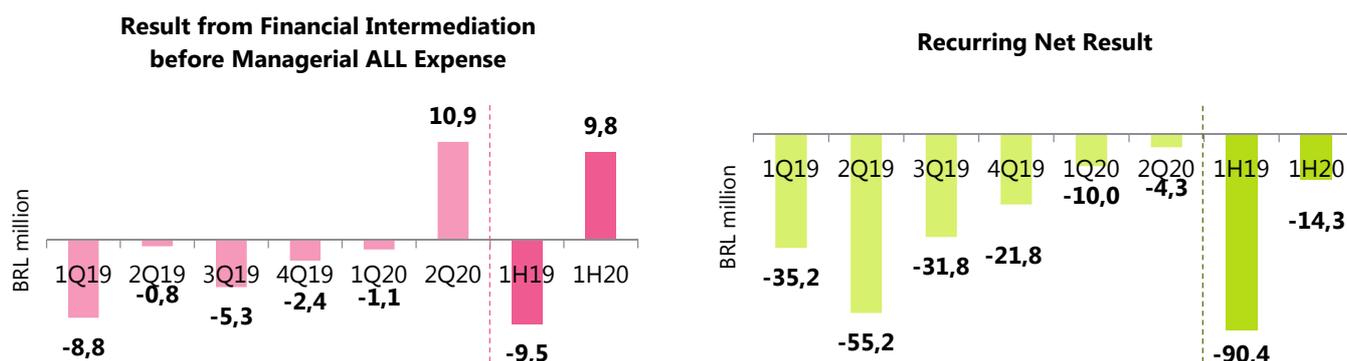
Results from financial intermediation before managerial ALL totalled BRL10.9 million in 2Q20, with an expressive improvement when compared to -BRL0.8 million in 2Q19 and -BRL1.1 million in 1Q20, mainly due to efforts by Management and the entire team in recent quarters to develop new businesses with greater profitability.

The **recurring managerial ALL expense** was positive at BRL9.8 million in 2Q20, mainly due to the reversal of provisions due to the recovery of overdue credits in the Legacy portfolio. Given this ALL reversal event, Management prudently decided to **record an ALL in addition to the regulatory minimum** in the amount of BRL25.3 million.

Income from services rendered and tariffs totalled BRL1.1 the quarter, with expressive growth compared to BRL0.5 million in 2Q19 and practically stable compared to 1Q20. The significant expansion in the 12-month comparison is part of Voiter's new operating context.

Recurring personnel and administrative expenses totalled BRL27.5 million in the quarter, with growth over 1Q20 to withstand the development of new businesses, which is already bearing fruit with the increase in financial intermediation revenue. It is worth highlighting that, despite the increase in the quarter, personnel and administrative expenses are still lower compared to the last quarter of last year (BRL30.6 million).

Accordingly, the **recurring net result**¹ in 2Q20 was -BRL4.3 million, with a great improvement over the amount of -BRL55.2 million in 2Q19 and -BRL10.0 million in 1Q20, in line with the evolution of the result of financial intermediation before ALL.



Non-recurring Effects

With the non-recurring effects shown below, the **non-recurring net result**¹ totalled -BRL34.2 million in 2Q20 (BRL15.3 million in 2Q19 and -BRL142.3 million in 1Q20), bas largely due to a tax credit write-off in the quarter in the amount of BRL43.7 million, resulting from the revision of the assumptions of the technical study on deferred taxes realization conducted by Management.

Non-recurring Effects	2Q20	1Q20	4Q19	3Q19	2Q19	1Q19
Non-Recurring Personnel and Administrative Expenses	-5.0	-3.2	-5.8	-4.9	-0.9	-1.9
Non-Recurring Credit Recoveries	12.8	0.0	0.0	0.0	35.9	0.0
Non-Operating Results - Sale of interest in Guide Investimentos	0.0	0.0	94.0	0.0	0.0	0.0
Non-Operating Results - Non-operating and fixed assets and Other	9.5	0.1	5.6	-3.0	-9.6	-1.6
Tax Credit Constitution and Write-off	-43.7	-140.6	-115.6	117.0	0.0	0.0
Effect of CSLL Increase	0.0	0.0	71.4	0.0	0.0	0.0
Income Tax and Social Contribution in the period	-7.8	1.4	-42.2	3.2	-10.2	1.4
Non-Recurring Controlling Net Income/Loss¹	-34.2	-142.3	7.4	112.2	15.3	-2.1

¹ Refers to the net income of the Company's controllers and non-controlling shareholders of Banco SmartBank S.A.

Net Interest Margin (NIM)

The net financial margin for the quarter was 2.0%, compared to -0.2% in 2Q19 and -0.2% in 1Q20. This margin refers to the profitability of Voiter's assets, in particular the credit operations of the new portfolio and of the legacy (old portfolio), cash and non-operating assets.

Net Interest Margin	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19	1H20	1H19	1H20/1H19
A. Result from Financial Interm. adjusted pre ALL	10.9	-1.1	n.c.	-0.8	n.c.	9.8	-9.5	203.0%
B. Average Interest bearing Assets	2,423.9	2,197.7	10.3%	1,564.9	54.9%	2,330.6	1,558.9	49.5%
Adjust. for non-remunerated average assets ¹	-178.4	-198.7	-10.2%	-217.3	-17.9%	-192.8	-202.2	-4.7%
B.a. Adjusted Average Interest bearing Assets	2,245.6	1,999.0	12.3%	1,347.6	66.6%	2,137.7	1,356.7	57.6%
Net Interest Margin (A/Ba)	2.0%	-0.2%	2.2 p.p.	-0.2%	2.2 p.p.	0.5%	-0.7%	1.7 p.p.

¹ Repos with equivalent volumes, tenors and rates both in assets and in liabilities.

The managerial NIM with customers of the new portfolio was 5.0%, an improvement of 1.0 p.p. when compared to 2Q19 and a downturn of 0.7 p.p. when compared to 1Q20 due to the increase in SmartBank operations, which has a smaller NIM given the characteristics of its transactions.

Excluding the portfolio originating from SmartBank, we have the Voiter portfolio, whose NIM was 6.9%, up 2.0 p.p. when compared to 2Q19 and 0.3 p.p. when compared to 1Q20.

Managerial NIM with Clients	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19	1H20	1H19	1H20/1H19
NIM with Clients - New Portfolio	5.0%	5.7%	-0.7 p.p.	4.0%	1.0 p.p.	5.2%	3.8%	1.4 p.p.
NIM with Clients - Voiter Portfolio ¹	6.9%	6.6%	0.3 p.p.	4.9%	2.0 p.p.	6.8%	4.8%	2.0 p.p.

¹ New Portfolio excluding the credit portfolio originating from SmartBank.

The new portfolio has a lower financial margin than the Voiter portfolio, since SmartBank operations have a lower NIM due to the characteristics of its operations: they are basically operations for the prepayment of credit card receivables, with low credit exposure and a short term.

SmartBank

SmartBank is our digital business to serve small and micro enterprises in services for opening accounts, issuing bank bills, payments and transfers, issuing cards, acquiring operations (card machines), in addition to granting credit through prepayment of receivables and working capital.

After beginning operations in 3Q19, SmartBank ended June 2020 with a BRL366.4 million credit portfolio (BRL345.8 million in March 2020), largely in prepayment of credit card receivables with an AA rating.

EXPANDED CREDIT PORTFOLIO

In June 2020, the Expanded Credit Portfolio totalled BRL 1,379.4 million, up 7.8% in the quarter and 156.9% in 12 months. The increase in the expanded portfolio in the quarter was largely due to the growth in the Purchase of Card Receivables credit portfolio.

The average duration of expanded credit portfolio ended 2Q20 at 353 days (338 days at the end of 1Q20).

Expanded Credit Portfolio by Products Group	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19
Loans & Financing in Brazilian Real	285.8	274.2	4.2%	208.6	37.0%
Assignment of Receivables Originated by our Customers	36.8	82.4	-55.4%	25.5	44.4%
Trade Finance (ACC/ACE/FINIMP)	36.1	11.1	226.4%	56.5	-36.1%
Other ¹	30.4	30.6	-0.9%	15.5	95.9%
Credit Portfolio	389.0	398.3	-2.3%	306.0	27.1%
Guarantees Issued (LGs & L/Cs)	36.3	37.9	-4.2%	43.2	-16.0%
Agro Bonds (CPRs, CDA/WA and fund shares)	246.6	267.7	-7.9%	154.8	59.3%
Private Credit Bonds (Promissory Notes and Debentures)	30.3	0.0	n.c.	32.8	-7.6%
Purchase of Card Receivables	423.3	344.9	22.7%	0.0	n.c.
Credit Rights Investment Fund (FIDC)	253.9	230.8	10.0%	0.0	n.c.
Expanded Credit Portfolio	1,379.4	1,279.5	7.8%	536.9	156.9%

¹ The Other segment corresponds to non-operating asset operations and Acquired Loans and Financing.

n.c. = not comparable (percentage above 300% or below -300%, or number divided by zero)

As of 4Q19, Management adopted a new segmentation for the expanded credit portfolio that is more in line with the newly adopted strategy. For comparison purposes, this segmentation was also applied to the expanded credit portfolio from previous quarters.

Expanded Credit Portfolio by Segment	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19
New Portfolio	1,084.2	956.8	13.3%	179.3	n.c.
Agribusiness	234.6	191.9	22.3%	53.5	n.c.
Cash&Carry	58.5	78.4	-25.3%	22.4	161.8%
Payroll Loans	250.2	227.4	10.1%	2.6	n.c.
Corporate	61.7	83.5	-26.1%	96.5	-36.0%
Energy & Infrastructure	54.0	28.6	88.7%	3.2	n.c.
Purchase of Credit Card Receivables	423.3	344.9	22.7%	1.1	n.c.
Technology	1.8	2.1	-13.8%	0.0	n.c.
Legacy Portfolio	295.2	322.8	-8.5%	357.5	-17.4%
Expanded Credit Portfolio	1,379.4	1,279.5	7.8%	536.9	156.9%

n.c. = not comparable (percentage above 300% or below -300%, or number divided by zero)

In 2Q20, the agricultural securities portfolio totalled BRL287.5 million, down 3.5% in the quarter and with a 12-month growth of 79.5%. The slight drop in this portfolio in the quarter is still due to the seasonality of the Cash & Carry operations, as, with the harvest season, coffee operations are settled via CDA/WA, mainly concentrated in the early months of the year.

Agro Bonds Portfolio	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19
Booked under Marketable Securities	246.6	267.7	-7.9%	154.8	59.3%
Warrants - CDA/WA	58.5	78.4	-25.3%	22.4	161.8%
Agro Product Certificate - CPR	61.0	63.7	-4.2%	11.5	n.c.
Credit Rights Investment Fund shares - FIDC	127.1	125.6	1.2%	121.0	5.0%
Booked under Credit Portfolio - Loans & Financing	40.9	30.3	35.1%	5.3	n.c.
Agro Credit Rights Certificate - CDCA	40.9	30.3	35.1%	5.3	n.c.
Agricultural Bonds	287.5	298.0	-3.5%	160.1	79.5%

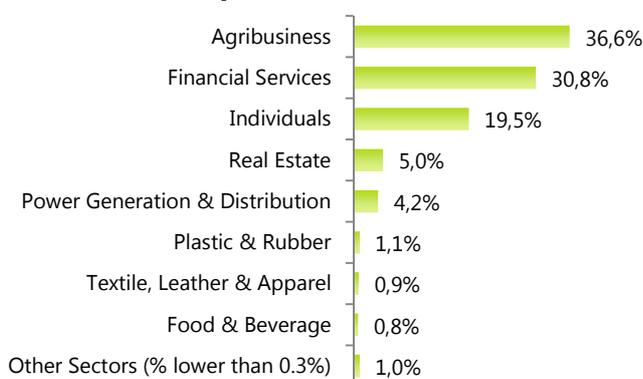
n.c. = not comparable (percentage above 300% or below -300%, or number divided by zero)

The expanded credit portfolio focused on the agribusiness sector, which includes the agriculture, livestock, sugar and alcohol industries, totalled BRL504.9 million at the end of 2Q20, ending the quarter at 36.6% of the total (36.3% at the end of 1Q20).

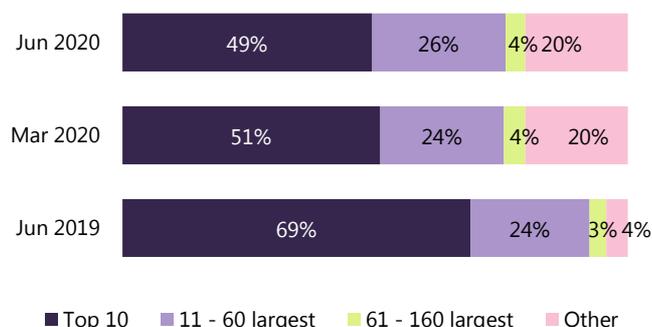
The financial services portfolio, basically with operations in the card receivables prepayment segment, totalled BRL425.4 million at the end of the quarter, ending 2Q20 at 30.8% of the total (27.1% at the end of 1Q20).

The portfolio focused on individuals, basically with payroll warehouse operations, reached an amount of BRL 264.9 million at the end of 2Q20, ending the quarter at 19.5% of the total portfolio (19.3% at the end of the 1Q20). The payroll warehouse business emerged in December 2019, when Voiter identified an opportunity to acquire payroll loans from federal civil servants of excellent risk quality, for the purpose of increasing the profitability of our credit portfolio. Along with managers, we also identified an appetite for the acquisition of said credits, but in larger volumes so that they could distribute them among their investors. As such, we have periodically purchased these portfolios so that, when they reach a certain volume, we have the option of selling them to investors in the Market.

Expanded Credit Portfolio by Economic Sector



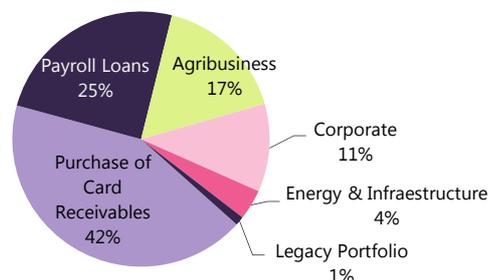
Expanded Credit Portfolio by Client Concentration



In 1Q20 and 2Q20, the concentration of the 10 largest customers includes the acquiring companies for Card Receivables Prepayment transactions (30.7% of the expanded credit portfolio). The operations in this segment, however, are essentially operations with dispersed risk and, at the limit, with the final risk of card issuers that are participating in the National Financial System.

Credit Origination in the Quarter

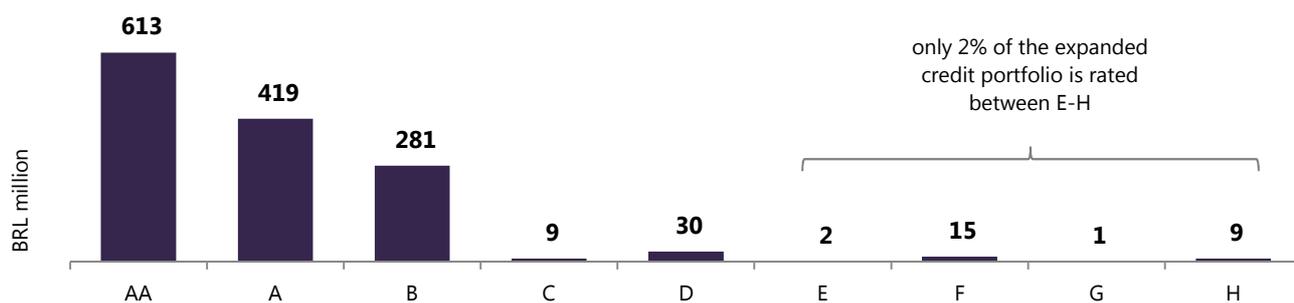
In 2Q20, the volume of disbursements reached BRL852.5 million, in high quality credits (98% with AA, A and B ratings), concentrated in the segments Purchase of card receivables and Payroll Loans, which accounted for 42% and 25% of the quarter's disbursements, respectively.



Quality of the Expanded Credit Portfolio

In line with the strategy of generating quality credits, 98% of the quarter's disbursements involved credits in the lowest range of risk classification (AA, A and B). At the end of 2Q20, 95% expanded credit portfolio credits were rated between AA, A and B and the expanded credit portfolio ranked between D-H coverage ratio (ALL balance/D-H expanded credit portfolio) was 212% (191% at the end of 1Q20).

Expanded Credit Portfolio by Rating



The balance of loans more than 90 days past due (NPL 90) totalled BRL25.8 million at the end of 2Q20, compared to BRL61.7 million at the end of 1Q20, and the NPL 90 Coverage Index (ALL balance/NPL 90) was 466% at the end of 2Q20 (249% at the end of 1Q20).

In December 2018, a provision in excess of the regulatory minimum in the amount of BRL100 million was created for loan losses, due to: (i) the asset restructuring and strategic repositioning process within the bank; (ii) changes in the bank's related management structure; and (iii) the new majority shareholder in the control block. Of that amount, Management maintained the additional provision at BRL52.7 million at the end of March 2020, having allocated BRL28.4 million in 1Q20 and BRL18.9 million in 2019 to the regulatory provision, as per Brazilian Central Bank Resolution No. 2.682. In June 2020, another additional provision for loan losses was recorded in the amount of BRL25.3 million. As a result, Management maintained the balance of the additional provision at BRL78.0 million at the end of the quarter to address possible cases of default in the credit portfolio and the uncertainties of the current scenario with the Covid-19 pandemic.

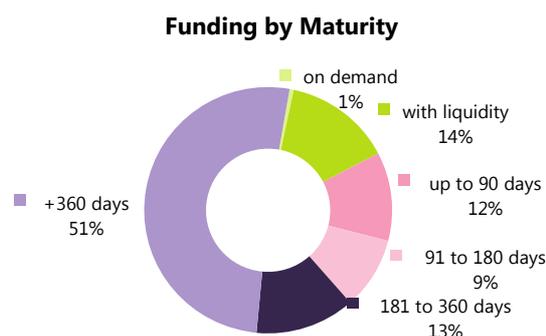
FUNDING

Funding totalled BRL3.1 billion in June 2020, which marked an increase of 24.8% when compared to March 2020, and 79.5% when compared to June 2019, resulting from the funding diversification effort since 4Q19, largely in the CBD product, which grew 16.4% when compared to the previous quarter and 70.6% in twelve months.

Funding	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19
Total Deposits	3,069.8	2,459.1	24.8%	1,705.4	80.0%
Time Deposits (CDB)	2,552.5	2,193.5	16.4%	1,495.9	70.6%
Agro Notes (LCA)	264.9	240.2	10.3%	144.9	82.8%
Real Estate Notes (LCI)	7.4	12.5	-41.2%	54.0	-86.4%
New Time Deposits with Special Guarantees (NDPGE)	209.3	0.0	n.c.	0.0	n.c.
Guaranteed Financial Letter (LFG)	19.0	0.0	n.c.	0.0	n.c.
Demand Deposits	16.7	12.9	29.2%	10.6	57.0%
Domestic Onlending	5.1	5.2	-3.5%	7.9	-35.8%
Total Funding	3,074.8	2,464.3	24.8%	1,713.3	79.5%

n.c. = not comparable (percentage above 300% or below -300%, or number divided by zero)

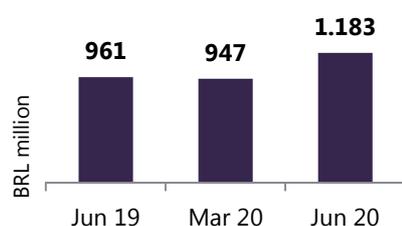
Average term of deposits is 911 days from issuance (1,000 days at the end of March 2020) and 629 days from maturity (645 days at the end of March 2020).



Type of Deposit	Average Term in days	
	From issuance	To maturity ¹
Time Deposits (CDB)	1,000	680
Agro Notes (LCA)	306	155
Real Estate Notes (LCI)	235	30
NDPGE	726	684
LFG	359	311
Portfolio of Deposits ²	911	629

¹ From June 30, 2020 | ² Volume weighted average

FREE CASH



On June 30, 2020, free cash totalled BRL 1,183.4 million, equivalent to 39% of total deposits and 4.7 times the controlling shareholders' equity. The calculation considers cash, short-term interbank investments and marketable securities (TVM), deducting funds from open Market; debt securities classified under marketable securities, such as CPR, CDA/WA, Debentures, NP and FIDC; and non-free securities due to the provision of guarantees.

REGULATORY CAPITAL

The Basel Accord provides for a minimum equity percentage, weighted by the risk incurred during operations. For this purpose, the Central Bank of Brazil determined that all banks installed in the country must comply with a required minimum equity percentage, calculated based on the rules established by the Basel Accord III, thus ensuring greater safety for the Brazilian financial system despite fluctuations in the economic conditions. At the end of the quarter, regulatory capital was 9.25%.

The Basel Ratio closed June 2020 at 10.8% (10.5% in March 2020).

	2Q20	1Q20	2Q20/1Q20	2Q19	2Q20/2Q19
Basel Index	10.8%	10.5%	0.3 p.p.	9.5%	1.3 p.p.

RATING

Agency	Classification	Last Report
RiskBank	RA90 Acceptable risk for operations up to 90 days	June 2020

CAPITAL MARKET

Total Shares and Free Float

Position as of June 30, 2020

Type	Corporate Capital	Controlling Group	Management	Treasury	Free Float	% Free Float
Common Shares: IDVL3	99,072,523	90,323,938	3,064	-	8,745,521	8.8%
Preferred Shares: IDVL4	3,749,410	1,607,586	551	54,340	2,086,933	55.7%
Total	102,821,933	91,931,524	3,615	54,340	10,832,454	10.5%

Liquidity and Trading Volume

Voiter's preferred (IDVL4) and common (IDVL3) shares were present in 100% of the 249 trading sessions held in the second quarter of 2020. The IDVL4 volume traded on the spot market in the quarter was BRL2.1 million, involving 766 thousand IDVL4 shares in 2,010 trades. On the other hand, the IDVL3 volume traded in the quarter was BRL10.4 million, involving 4.9 million IDVL3 shares in 6,319 trades.

Shareholder Base

Position as of June 30, 2020

#	Type of Shareholder	IDVL3	%	IDVL4	%	TOTAL	%
5	Controlling Group	90,323,938	91.2%	1,607,586	42.9%	91,931,524	89.4%
2	Management	3,064	0.0%	551	0.0%	3,615	0.0%
1	Treasury	-	0.0%	54,340	1.4%	54,340	0.1%
6	National Institutional Investors	120,231	0.1%	22,420	0.6%	142,651	0.1%
2	Foreign Investors	1,894	0.0%	3	0.0%	1,897	0.0%
13	Corporate	11,700	0.0%	28,542	0.8%	40,242	0.0%
3,383	Individuals	8,611,696	8.7%	2,035,968	54.3%	10,647,664	10.4%
3,412	Total Shares	99,072,523	100.0%	3,749,410	100.0%	102,821,933	100.0%

Earnings Release
2nd Quarter 2020

voiter

Banco Indusval S.A. (Voiter)
Banco Indusval S.A. and subsidiaries (Voiter Consolidated)
ITR – Quarterly Information



Explanatory notes to Quarterly Information
In thousands reais.

In line with Resolution No. 3,853/10 of the National Monetary Council (CMN) and Circular Letter No. 3,447/10 of the Central Bank of Brazil (BACEN), Banco Indusval S.A. (Voiter) presents its quarterly information prepared in accordance with the accounting practices adopted in Brazil, applicable to institutions authorized to operate by BACEN.

Therefore, the forms referring to the quarterly information consolidated were not presented, since they are applicable when, and only when the preparation and presentation of quarterly information in accordance with the accounting pronouncements issued by the Accounting Pronouncements Committee (CPC) and approved by the Brazilian Securities and Exchange Commission (CVM).

In addition, Banco Indusval S.A. (Voiter) presents quarterly information in accordance with the normative changes resulting from CMN Resolution No. 4,720/19 and BACEN Circular No. 3,959/19 in effect as of January 1, 2020. More information about the changes arising from these regulations are shown in note 2 (a).

Banco Indusval S.A. (Voiter)
Banco Indusval S.A. e subsidiaries (Voiter Consolidated)

Balance sheet
In thousands reais



	<u>Voiter</u>		<u>Voiter Consolidated</u>			<u>Voiter</u>		<u>Voiter Consolidated</u>	
	<u>06/30/2020</u>	<u>12/31/2019</u>	<u>06/30/2020</u>	<u>12/31/2019</u>		<u>06/30/2020</u>	<u>12/31/2019</u>	<u>06/30/2020</u>	<u>12/31/2019</u>
Assets					Liabilities				
Cash and cash equivalents (Note 5(a))	<u>744,622</u>	<u>473,098</u>	<u>520,693</u>	<u>379,258</u>	Financial instruments	<u>3,155,749</u>	<u>2,412,833</u>	<u>3,415,215</u>	<u>2,439,930</u>
Financial instruments	<u>2,022,447</u>	<u>1,592,373</u>	<u>2,596,745</u>	<u>1,957,842</u>	Deposits (Note 11(a))	2,490,340	1,850,206	2,778,552	1,816,897
Short-term interbank investments (Note 5(b))		142,947		142,947	Open market funding (Note 11(b))	341,764	202,658	137,964	187,656
Marketable securities (Note 6(a);(b))	1,524,802	1,053,099	1,315,166	852,852	Funds from acceptance and issuance of securities (Note 11(a))	291,210	287,610	291,210	287,610
Derivatives (Note 6(c))	6,369	197	201,541	89,477	Borrowings and onlendings (Note 11(a))	5,061	5,425	5,061	5,425
Loans (Note 7)	281,325	250,339	501,241	609,108	Debt instruments eligible to compose capital (Note 11(a);16(a,v))		56,327		56,327
Other financial assets (Note 8)	209,951	145,791	578,797	263,458	Derivatives (Note 6(c))	20,026	4,641	194,903	79,444
Provision for expected losses associated with credit risk (Note 7(a);(b))	<u>(119,439)</u>	<u>(130,812)</u>	<u>(119,938)</u>	<u>(150,336)</u>	Other financial liabilities (Note 11(c))	7,348	5,966	7,525	6,571
Loans	(93,368)	(106,059)	(93,864)	(125,579)	Provisions (Note 13)	<u>36,932</u>	<u>34,507</u>	<u>68,521</u>	<u>66,783</u>
Other financial assets	(26,071)	(24,753)	(26,074)	(24,757)	Tax liabilities	<u>672</u>	<u>16,923</u>	<u>6,558</u>	<u>19,970</u>
Noncurrent assets not for own use, net of losses (Note 9)		<u>178,664</u>	<u>244,027</u>	<u>178,664</u>	Current	614		674	354
Tax assets	<u>333,144</u>	<u>476,362</u>	<u>347,375</u>	<u>526,401</u>	Deferred tax liabilities (Note 12(b))		16,923	5,884	19,616
Current	4,378	103	5,115	898	Other liabilities (Note 15)	<u>17,979</u>	<u>21,895</u>	<u>62,347</u>	<u>46,254</u>
Deferred tax assets (Note 12)	328,766	476,259	342,260	525,503	Equity (Note 16)	<u>251,321</u>	<u>384,430</u>	<u>252,247</u>	<u>508,052</u>
Other assets (Note 10)	<u>119,469</u>	<u>113,969</u>	<u>207,423</u>	<u>179,159</u>	Controlling interests	<u>251,321</u>	<u>384,430</u>	<u>251,321</u>	<u>384,430</u>
Investments in other entities	<u>112,134</u>	<u>159,542</u>			Capital (Note 16(a))	1,156,335	1,100,255	1,156,335	1,100,255
Fixed assets for use	<u>20,409</u>	<u>20,621</u>	<u>22,795</u>	<u>23,055</u>	Capital reserves (Note 16(b))	35,960	35,960	35,960	35,960
Intangibles	<u>14,240</u>	<u>14,240</u>	<u>14,857</u>	<u>14,853</u>	Accumulated losses (Note 16(d))	(936,762)	(746,963)	(936,762)	(746,963)
Accumulated depreciation and amortization	<u>(28,400)</u>	<u>(27,469)</u>	<u>(29,089)</u>	<u>(27,907)</u>	Other comprehensive income (Note 16(c))	71	(539)	71	(539)
					Treasury shares (Note 16(a,ii))	(4,283)	(4,283)	(4,283)	(4,283)
					Non-controlling interests			<u>926</u>	<u>123,622</u>
					FIDC Angá Sabemi				121,751
					Banco Smartbank S.A.			926	1,871
Total assets	<u>3,462,653</u>	<u>2,870,588</u>	<u>3,804,888</u>	<u>3,080,989</u>	Total liabilities and equity	<u>3,462,653</u>	<u>2,870,588</u>	<u>3,804,888</u>	<u>3,080,989</u>

The explanatory notes are integral part of the quarterly information.

Banco Indusval S.A. (Voiter)
Banco Indusval S.A. and subsidiaries (Voiter Consolidated)



Income Statement
In thousands reais (unless otherwise stated)

	Voiter		Voiter Consolidated	
	06/30/2020	06/30/2019	06/30/2020	06/30/2019
Results from financial intermediation	27,002	21,567	38,688	25,068
Loans (Note 17(a))	33,903	26,318	65,370	26,734
Marketable securities (Note 17(b))	42,178	34,269	23,749	34,690
Derivatives (Note 17(b))	14,517	16,002	19,643	16,443
Foreign Exchange (Note 17(b))	9,036	7,701	9,156	7,668
Funds obtained in the market (Note 17(c))	(79,772)	(77,727)	(81,908)	(75,603)
Borrowings and onlendings	(1,062)	(5,308)	(1,062)	(5,308)
Expected losses associated with credit risk - reversal/(losses)	8,202	20,312	3,740	20,444
Other operating income/(expense)	(93,726)	(63,091)	(67,414)	(66,642)
Income from services rendered	1,603	945	2,165	4,245
Income from bank fees	207	265	208	265
Personnel expenses	(26,682)	(21,781)	(39,912)	(31,767)
Administrative expenses	(22,813)	(24,488)	(34,253)	(30,608)
Taxes expenses	(3,565)	(947)	(4,252)	(2,232)
Provisions – reversal/(losses)	(2,397)	(9,274)	(1,737)	(9,606)
Tax	(3,077)	(451)	(3,376)	(885)
Labor	631	(8,591)	1,532	(8,512)
Civil	49	(232)	107	(209)
Share in the earnings of subsidiaries and associated companies	(47,407)	(10,062)		(247)
Other operating income (Note 17(d))	7,530	3,809	218,422	81,657
Other operating expenses (Note 17(e))	(202)	(1,558)	(208,055)	(78,349)
Operating results	(66,724)	(41,524)	(28,726)	(41,574)
Non-operating results	9,612	(11,189)	9,612	(11,189)
Results before taxation and profit sharing	(57,112)	(52,713)	(19,114)	(52,763)
Income taxes (Note 12(a))	(131,184)	(23,678)	(170,127)	(23,628)
Profit and results sharing	(1,503)	(839)	(1,503)	(839)
Net results	(189,799)	(77,230)	(190,744)	(77,230)
Controlling interests			(189,799)	
Non-controlling interests			(945)	
Loss per share (R\$/un) (Note 18)				
Common shares	(1.84687)	(2.84740)		
Preferred shares	(1.84687)	(2.84740)		

The explanatory notes are integral part of the quarterly information.

Banco Indusval S.A. (Voiter)
Banco Indusval S.A. and subsidiaries (Voiter Consolidated)



Statement of comprehensive income (Loss)
In thousands reais

	Voiter		Voiter Consolidated	
	06/30/2020	06/30/2019	06/30/2020	06/30/2019
Net results	(189,799)	(77,230)	(190,744)	(77,230)
Other comprehensive income (Note 16(c))	610	4	610	4
Items that will be reclassified to the result, net of tax effects				
Marketable securities (available for sale) – Own securities	610	(22)	610	(22)
Marketable securities (available for sale) – Shareholdings securities		26		26
Other comprehensive income	610	4	610	4
Total comprehensive income (loss)	(189,189)	(77,226)	(190,134)	(77,226)
Controlling interests	(189,189)	(77,226)	(189,189)	(77,226)
Non-controlling interests			(945)	

The explanatory notes are integral part of the quarterly information.

Voiter is a trademark of Banco Indusval S.A.

Banco Indusval S.A. (Voiter)
Banco Indusval S.A. and subsidiaries (Voiter Consolidated)

Statement of changes in equity
In thousands reais



	Capital	Capital reserves	Other comprehensive income	Accumulated losses	Treasury shares	Total of controlling interests	Non-controlling interests	Total
At January 1, 2020	1,100,255	35,960	(539)	(746,963)	(4,283)	384,430	123,622	508,052
Carrying value adjustments			610			610		610
Increase – Non-controlling interests							(121,751)	(121,751)
Capital increase	56,080					56,080		56,080
Loss of the period				(189,799)		(189,799)	(945)	(190,744)
At June 30, 2020	1,156,335	35,960	71	(936,762)	(4,283)	251,321	926	252,247
Changes of the period	56,080		610	(189,799)		(133,109)	(122,696)	(255,805)

The explanatory notes are integral part of the quarterly information.

Banco Indusval S.A. (Voiter)
Banco Indusval S.A. and subsidiaries (Voiter Consolidated)



Statement of cash flows
In thousands reais

	<u>Capital</u>	<u>Capital reserves</u>	<u>Other comprehensive income</u>	<u>Accumulated losses</u>	<u>Treasury shares</u>	<u>Total of controlling interests</u>	<u>Total</u>
At January 1, 2019	849,843	35,960	(474)	(735,526)	(4,283)	145,520	145,520
Carrying value adjustments			4			4	4
Increase – Non-controlling interests	250,412					250,412	250,412
Loss of the period				(77,230)		(77,230)	(77,230)
At June 30, 2019	1,100,255	35,960	(470)	(812,756)	(4,283)	318,903	318,903
Changes of the period	250,412		4	(77,230)		173,186	173,186

The explanatory notes are integral part of the quarterly information.

Banco Indusval S.A. (Voiter)
Banco Indusval S.A. and subsidiaries (Voiter Consolidated)

Statement of cash flows
In thousands reais



	Voiter		Voiter Consolidated	
	06/30/2020	06/30/2019	06/30/2020	06/30/2019
Adjusted net results	(24,985)	(59,402)	(30,290)	(77,132)
Net results	(189,799)	(77,230)	(190,744)	(77,230)
Income taxes	131,184	23,678	170,127	23,628
Expected losses associated with credit risk – (reversal)/losses	(8,202)	(20,312)	(3,740)	(20,401)
Losses/(reversal) in noncurrent assets not for own use	(9,514)	7,070	(9,514)	7,070
Provisions expenses/(reversal)	2,397	(8,774)	1,737	(8,453)
Depreciation and amortization	1,416	1,984	1,718	2,128
Share in the earnings of subsidiaries and associated companies	47,407	10,062		247
Results in sale of non-current assets	126	4,120	126	(4,121)
Changes in assets and liabilities	240,828	(388,733)	237,802	(382,918)
(Increase)/decrease in short-term interbank investments	142,947	(95,307)	142,947	(101,100)
(Increase)/decrease in marketable securities and derivative financial instruments	(461,880)	(109,532)	(458,309)	(116,652)
(Increase)/decrease in loans	(34,156)	65,156	81,209	77,337
(Increase)/decrease in other financial assets	(64,160)	7,528	(315,339)	8,281
(Increase)/decrease in tax assets	(55,849)	11,000	(55,849)	11,000
(Increase)/decrease in other assets	12,034	(3,820)	8,899	(4,053)
Increase/(decrease) in deposits	(5,500)	(12,258)	(28,264)	(16,919)
Increase/(decrease) in repo operations	640,134	(217,983)	961,655	(216,410)
Increase/(decrease) in agribusiness, real estate and financial credit bills	139,106	28,953	(49,692)	34,747
Increase/(decrease) in borrowings and onlendings	3,600	(75,619)	3,600	(75,619)
Increase/(decrease) in subordinated debt	(364)	(534)	(364)	(534)
Increase/(decrease) in subordinated financial bills	(56,327)		(56,327)	
Increase/(decrease) in other financial liabilities	1,382	(10,385)	954	(10,385)
Increase/(decrease) in provisions	(16,223)	21,863	(13,411)	21,537
Increase/(decrease) in other liabilities	(3,916)	2,205	16,093	5,852
Net cash provided by (used in) operating activities	215,843	(448,135)	207,512	(460,050)
Disposal of tangible assets	(425)	(4,107)	(101)	2,591
Purchases of tangible assets			(337)	
Disposal of intangible assets			6	
Disposal of investments	26		26	
Dividends received		(419)		(418)
Net cash provided by (used in) investing activities	(399)	(4,526)	(406)	2,173
Capital increase	56,080	250,412	56,080	250,412
Increase in minority interest			(121,751)	
Net cash provided by (used in) financing activities	56,080	250,412	(65,671)	250,412
Increase/(decrease) in cash and cash equivalents	271,524	(202,249)	141,435	(207,465)
Opening balance of cash and cash equivalents	473,098	636,384	379,258	687,497
Closing balance of cash and cash equivalents	744,622	334,642	520,693	480,032
Increase/(decrease) in cash and cash equivalents (Note 5(a))	271,524	(202,249)	141,435	(207,465)

The explanatory notes are integral part of the quarterly information.

Banco Indusval S.A. (Voiter)
Banco Indusval S.A. and subsidiaries (Voiter Consolidated)



Statement of added value
In thousand reais

	Voiter		Voiter Consolidated	
	06/30/2020	06/30/2019	06/30/2020	06/30/2019
Revenues	130,058	98,879	356,325	181,468
Financial intermediation	99,634	84,290	117,919	85,535
Services rendered and bank fees	1,810	1,210	2,373	4,510
Expected losses associated with credit risk - reversal/(losses)	8,202	20,312	3,740	20,401
Others	20,412	(6,933)	232,293	71,022
Expenses for financial intermediation	(80,834)	(83,035)	(82,970)	(80,911)
Goods and services acquired from third parties	(25,159)	(30,598)	(244,091)	(113,325)
Materials, electricity and others	(6,397)	(8,588)	(12,411)	(11,176)
Third-party services	(12,892)	(11,574)	(17,628)	(14,525)
Others	(5,870)	(10,436)	(214,052)	(87,624)
Gross value added	24,065	(14,754)	29,264	(12,768)
Depreciation and amortization	(1,416)	(1,984)	(1,718)	(2,128)
Net value added produced by the Institution	22,649	(16,738)	27,546	(14,896)
Value added transferred from others	(47,407)	(10,062)		(247)
Equity in the earnings of subsidiaries and associated companies	(47,407)	(10,062)		(247)
Total value added to be distributed	(24,758)	(26,798)	27,546	(15,141)
Distribution of value added	(24,758)	(26,798)	27,546	(15,141)
Personnel	25,581	19,451	36,080	27,825
Direct remuneration	21,073	14,957	28,798	21,129
Benefits	3,087	3,092	5,059	4,834
Employee severance indemnity fund (FGTS)	1,421	1,402	2,223	1,862
Taxes, charges and contributions	137,353	27,809	179,715	30,656
Federal	136,888	27,083	179,182	29,648
State	22	4	22	5
Municipal	443	722	511	1,003
Remuneration of third-party capital	2,107	3,172	2,496	3,608
Rents	2,107	3,172	2,496	3,608
Remuneration of own capital	(189,799)	(77,230)	(190,744)	(77,230)
Net results retained	(189,799)	(77,230)	(189,799)	(77,230)
Non-controlling interests			(945)	

The explanatory notes are integral part of the quarterly information.

Banco Indusval S.A. (Voiter) **Banco Indusval S.A. and subsidiaries (Voiter Consolidated)**

Management notes to the quarterly information
In thousand reais



1 Operational context

Banco Indusval S.A. (“Bank, Institution or Voiter”) and its subsidiaries (“Voiter Consolidated”), is a publicly-held corporation with the characteristics and prerogatives of a multiple bank. The Institution and its subsidiaries have as main banking activities to operate with commercial, investment, foreign exchange portfolios and other relevant operations of distributor of bonds and securities.

The Bank, a corporation headquartered at Presidente Juscelino Kubitscheck Avenue, 50 - 4th, 5th and 6th floors, São Paulo -SP, Brazil, is listed on the São Paulo Stock Exchange (IDVL 3 and IDVL 4) since July 2007 and has 7 branches, 6 of which are located in most important Brazilian commercial centers and 1 in the Cayman Islands (“Branch”).

The consolidated quarterly information of Banco Indusval S.A. (Voiter) and controlled companies (Voiter Consolidated) were approved by the Board of Directors on August 28, 2020.

2 Presentation of quarterly information

(a) Presentation basis

The quarterly information of the Bank and the consolidated quarterly information of Voiter Consolidated were prepared in accordance with Brazilian Corporation Law, applicable to financial institutions authorized to operate by the Central Bank of Brazil and with the rules of the Brazilian Securities Commission (CVM).

It is noteworthy that on January 1, 2020, the normative changes resulting from CMN Resolution No. 4,720/19 and from BACEN Circular No. 3,959/19 are in force. These standards provide procedures for the preparation and disclosure of financial statements (including quarterly information), substantially changing the way they are presented, in order to promote greater similarity with the way in which the financial statements are presented in accordance with international accounting standards, the International Financial Reporting Standards (IFRS). Below are the main changes, already reflected in these quarterly information:

- Changes in the balance sheet account titles;
- Presentation of balance sheet accounts in order of liquidity (assets) and liabilities (liabilities);
- Change in the presentation of the income statement;
- Change in the form of calculation and disclosure of earnings per share, in accordance with the accounting pronouncement of the Accounting Pronouncements Committee CPC 41 - Earnings per Share (however, not considering Appendix A2 of such pronouncement, as well as the mention of the treatment of preferred shares as financial liabilities);
- Inclusion of the statement of comprehensive income;
- Selected explanatory notes when presenting quarterly information.
- The balance sheet is now presented in comparison to the equity position at the end of the immediately previous fiscal year.

Banco Indusval S.A. (Voiter) **Banco Indusval S.A. and subsidiaries (Voiter Consolidated)**

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(b) Reorganização Societária

At a meeting held on June 8, 2020, the Board of Directors became aware of the preliminary proposal for a structure for the Reorganization, in terms of the material that was made available to the members of the Board of Directors, and approved, in the context of the Reorganization, the new strategy of marketing of the Institution, with immediate alteration of the visual identity and brands currently used by the Company, and Banco Indusval has since then started to operate under the “Voiter” brand.

The Reorganization is part of the Company's planning to segregate its activities with different characteristics and models in different companies, allowing each business to have its own strategic positioning, greater autonomy, agility, the exclusive focus of the respective managers and independent budget, in addition to providing greater visibility and the development of relationships in their respective markets.

The Company believes that this strategy facilitates the understanding of the market for each niche in which it operates in a segregated manner, considering the different portfolios of assets and services, risks and returns and possible future capital needs.

The corporate reorganization must follow the following stages:

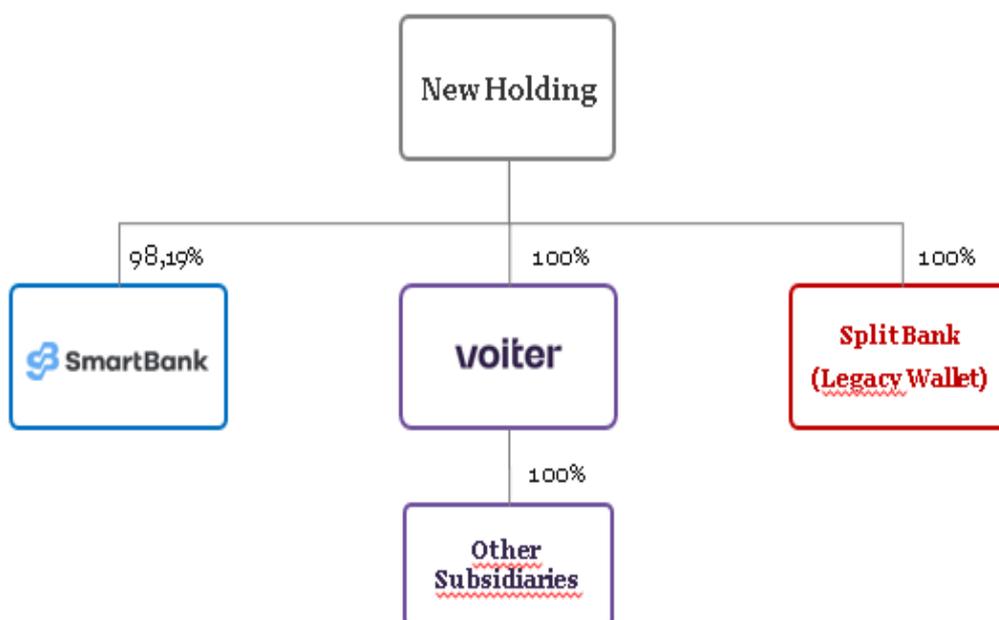
(1) Migration of the Company's shareholding base to a new closed company to be incorporated (“New Holding”), through the merger of the totality of the Company's shares by New Holding (“Merger of Shares”), all of which remain unchanged. rights and percentages of participation of those who are shareholders of the Company on that date;

2) Segregation of certain less liquid assets and liabilities, through a partial spin-off of the Company into a new company, to be held 100% by the Holding (“Split Bank”) and the transfer of the Company's interest in SmartBank to Holding. Thus, there will be the segregation of business, creating a holding company to separate the assets:

- The new bank, leaner will have the Voiter brand and will become a wholesale bank, offering services and credit solutions to medium and large companies. Voiter enhances its ability to grant credit through the capital market and through partnerships with investors, also targeting startups, which lack credit lines;
- SmartBank will be focused on serving small and medium-sized businesses, with a fully digital platform that will offer transactional financial services, including checking account, payments, collection and issuance and card accreditation; and
- The split bank must absorb the legacy portfolio, with old credits not aligned with the new strategy, tax credits and other assets, such as real estate. Over time, you will be able to use your credit and execution experience to buy credits in the market.

(3) Realization of a capital increase in the Company, the value of which will be up to R \$ 100 million, with guarantee of subscription and payment by the controlling shareholder of at least R \$ 90 million, which will be defined in due time, in accordance with regulatory and other needs relevant to its operation.

At the end of the Reorganization, the Holding will hold (i) 100% of the shares issued by the Company, (ii) 100% of the shares issued by Split Bank and (iii) 98.19% of the shares issued by SmartBank.



Part of the context of the Reorganization is also part of the commitment assumed by the Company to regularize the non-compliance with the minimum number of outstanding shares required by item 7.3 of B3's Level 2 Corporate Governance Regulation. In this sense:

- On June 8, 2020, the Board of Directors approved the choice of (a) Mazars Cabrera Assessoria, Consultoria e Planejamento Empresarial Ltda., (B) Moore Stephens Momentum Accounting - Corporate Finance & Expertise: Accounting, Economic, Engineering and Finance Ltda. and (c) Apsis Consultoria Empresarial Ltda. to integrate the triple list that was submitted to the Extraordinary General Meeting for the choice of the Appraiser.
- On July 13, 2020, the General Meeting approved the Company's exit from Level 2 and chose Mazars Cabrera Assessoria, Consultoria e Planejamento Empresarial Ltda. as the institution responsible for preparing the Valuation Report.
- On August 13, 2020, the Company released a Material Fact informing that, on the same date, it received the Valuation Report for the shares issued by the Company for the purpose of the Public Offering for B3 SA's Level 2 Corporate Governance According to the Report, the Appraiser determined the economic value of the shares issued by the Company in the range between R\$ 2.53 and R\$ 2.78, calculated based on the discounted dividend flow methodology. The Appraiser considers this methodology the most appropriate, as it captures the growth potential of the market and the Company, in its operating scenario. Based on the Report, the controlling shareholder ("Offeror") informed the Company that it opted to fix the OPA price at R\$ 2.78, and will publish the OPA reflecting such information on September 2, 2020, as per the Notice to the Market released on August 24, 2020.
- In addition to the applicable corporate approvals, the consummation of the Merger of Shares is subject to compliance with the following conditions: (i) the settlement of the public offering for the acquisition of the Company's shares to be launched by the Company's controlling shareholder, within the scope of

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the exit from Level 2 (“OPA”), approved by the Extraordinary General Meeting of the Company held on July 13, 2020, pursuant to articles 9, paragraph 2, and 11, item IX of the BI&P bylaws, and Section XI, item 11.3 of the Level 2 Listing Rules for Corporate Governance; (ii) authorization from the Central Bank of Brazil (BACEN); and (iii) any other authorizations from third parties, including creditors, in accordance with applicable contractual provisions.

More information about the announced reorganization can be found in the documents available on our Investor Relations website (www.bip.b.br/ri) and on the CVM and B3 websites, as well as note 23 of these financial statements, about the subsequent events.

(c) Sale of Guide Investimentos S.A. and its subsidiaries

Banco Indusval executed, on February 26, 2018, with Fosun Investimentos (Brasil) Ltda., an integral subsidiary of Fosun Group, a Share Purchase and Sale Agreement, which establishes the binding terms and conditions for the selling to Fosun of common shares and preferred shares held by Banco Indusval.

The aforementioned sale was approved by the Central Bank of Brazil on August 8, 2018. Thus, Guide Investimentos S.A. became an affiliate of Banco Indusval & Partners since the bank holds 20% of the capital of that company.

On December 6, 2019, Guide Investimentos' capital was increased by R\$ 99,515, through the issuance of 77,975 common shares and 57,589 preferred shares. Of this amount, Banco Indusval subscribed 28,045 preferred shares, in the amount of R\$ 20,587, and now holds a 20.196% stake in Guide Investimentos.

On December 12, 2019, the Contract for the Purchase and Sale of Shares and Other Covenants was signed between Banco Indusval, as the seller, and Mr. Roberto de Rezende Barbosa, as the buyer, through which the Bank Indusval sold 95,886 preferred shares, equivalent to a 20.196% residual interest it held in Guide Investimentos S.A. capital stock for the total price of R\$ 120,000.

At the close of the transaction, which occurred on December 18, 2019, was determined in a positive net result of R\$ 93,366 was assessed.

(d) Critical judgements and estimatives

When preparing the individual and consolidated quarterly information, estimates and assumptions were used to determine the amounts of certain assets, liabilities, income and expenses in accordance with accounting policies adopted in Brazil applicable to financial institutions authorized to operate by the Central Bank of Brazil. These estimates and assumptions were considered in the measurement of the expected losses associated with credit risk, and provisions for losses on non-assetcurrent assets and contingencies, in the determination of the market value of financial instruments, deferred taxes and in the selection of the economic useful lives of certain assets. Actual results may differ from estimates and assumptions adopted.

(i) Market value determination of certain financial instruments with no active market

Voiter Consolidated holds in its assets rural product notes (CPRs), warrants, debentures and quotas of investment funds accounted under the heading Financial Instruments (subtitle: Marketable Securities) that are not quoted in an active market. The market value of financial instruments without an active market or whose prices are not available is calculated using pricing techniques. In these cases, the fair values are estimated through data observed in similar instruments or through models. When observable market data



are not available, they are estimated based on appropriate assumptions. When pricing techniques are used, they are periodically validated and reviewed in order to maintain their reliability. On June 30, 2020, such financial instruments amount to R\$298,683 (R\$ 386,188 on December 31, 2019).

(ii) Financial assets held-to-maturity

Voiter Consolidated classifies some non-derivative financial assets with fixed or determinable payments and fixed maturity under the heading Financial Instruments (subtitle: Marketable Securities) as financial assets “held to maturity”. This classification requires significant judgment, taking into account the intention and ability to maintain these investments until maturity. On June 30, 2020, such financial instruments amount to R\$ 553,908 (there were no assets classified in this category on December 31, 2019).

(iii) Impairment of non-financial assets

According to CPC 01, non-financial assets (fixed and intangible) must also be tested annually for impairment in some situations. For the calculation of the recoverable amount (value in use), Voiter Consolidated uses cash flow estimates (amount and terms), as well as the appropriate discount rates. The total amount of non-financial assets subject to the impairment test is R\$ 37,652 on June 30, 2020 (R\$ 37,908 on December 31, 2019). There were no losses on these assets in the period covered by these quarterly information.

(iv) Deferred taxes

Tax credits are recognized in relation to temporary differences and tax losses to be offset to the extent that it is considered probable that the Institution and Voiter Consolidated will generate future taxable profit for their use. The expected realization of the Institution's and Voiter Consolidated's tax credit is based on the projection of future revenues and other technical studies. The total amount of tax credit at the Bank is R\$ 328,766 (R\$ 476,259 on December 31, 2019) and in the consolidated it is R\$ 342,260 on June 30, 2020 (R\$ 525,503 on December 31, 2019).

(v) Expected losses associated with credit risk

The provision for expected losses associated with credit risk is calculated in an amount sufficient to cover probable losses in credit operations and other credits, considering the rules and instructions of CMN and BACEN, associated with the assessments made by management in determining credit risks. The amounts of the provisions are essentially defined taking into account the delay range and the credit risk of the respective credit operations. These amounts may differ from the present value of estimated receipts, as well as from the amounts actually to be received. The total amount of this provision is R\$ (119,938) on June 30, 2020 (R\$ 150,336 on December 31, 2019).

(vi) Provisions, contingent assets and contingent liabilities (tax, labor e civil)

Voiter Consolidated in the normal course of business are plaintiffs or defendants in various lawsuits. Recognition, measurement and disclosure of provisions, contingent assets and liabilities arising from these processes are carried out in accordance with the criteria defined in CMN Resolution No. 3,823/09, which approved Technical Pronouncement CPC 25 - Provisions, Contingent Liabilities and Contingent Assets and BACEN Circular No. 3,429/10. The amounts recorded or disclosed in the explanatory notes are based on the best estimates, including the probability of occurrence or not of the subject in question. These facts and values may differ from those that actually occurred. The amount recorded in provisions is R\$ 68,521 on June 30, 2020 (R\$ 66,783 on December 31, 2019). Liabilities contingencies disclosed, but not accounted for, amount to R\$ 126,707 on June 30, 2020 (R\$ 132,469 on December 31, 2019).



(e) Process of convergence with International Financial Reporting Standards (IFRS)

Law 11,638 was enacted on December 28, 2007 for the purpose of adjusting Brazilian corporate legislation to enable the convergence of the accounting practices adopted in Brazil with those issued by the International Accounting Standards Board (IASB).

As part of the process of convergence with international accounting standards, certain rules and interpretations were issued by the Brazilian Accounting Pronouncements Committee (CPC), which will be applicable to financial institutions only after approval by the Brazilian Central Bank. The accounting standards which have already been approved are the following:

- Resolution 3566/08 – Impairment of Assets (CPC 01(R1));
- Resolution 3604/08 – Statement of Cash Flows (CPC 03(R2));
- Resolution 3750/09 – Related-Party Disclosures (CPC 05(R1));
- Resolution 3823/09 – Provisions, Contingent Liabilities and Contingent Assets (CPC 25);
- Resolution 3973/11 – Subsequent Events (CPC 24);
- Resolution 3989/11 – Share-Based Compensation (CPC 10(R1));
- Resolution 4007/11 – Accounting Policies, Change in Estimates and Correction of Errors (CPC 23)
- Resolution 4144/12 – Conceptual Framework for the Preparation and Presentation of the Accounting-Financial Report (Basic Conceptual Standard (R1)), except in matters that do not conflict with the provisions of BACEN;
- Resolution 4424/15 – Employee benefits (CPC 33 (R1));
- Resolution 4524/16 – The Effects of Changes in Foreign Exchange Rates (CPC 02(R2));
- Resolution 4534/16 – Intangible Assets (CPC 04(R1)); and
- Resolution 4535/16 – Property and equipment (CPC 27).
- Resolution 4748/19 - Fair Value Measurement (CPC 46); and
- Bacen Circular 3959/19 - Earnings per share (CPC 41).

At present, it is not practicable to estimate when Brazilian Central Bank will approve the other CPC accounting standards or whether their application to the financial statements will be retrospective or solely effective for future periods. Consequently, it is not yet possible to estimate the accounting effects of these standards on the quarterly information of Institution.

(f) Consolidated quarterly information

The consolidated quarterly information comprise the quarterly information of Voiter, its branch abroad, FIDC Angá Sabemi Consignados VII, with substantial retention of risks and benefits and the companies and funds controlled: Banco Smartbank SA (Smartbank), Distribuidora Intercap de Títulos e Valores Mobiliários SA (Intercap DTVM), BI&P Comércio de Cereais Ltda. (BI&P Cereais), BI&P Assessoria e Participações Ltda. (BI&P Assessoria), Budapest FIDC non-standard and Danúbio FIDC non-standard.

The Bank's investments in the subsidiaries, as well as the assets and liabilities, income and expenses and the unrealized profit or loss of intercompany transactions, were eliminated on consolidation.

The Cayman branch was authorized to operate by BACEN on March 5, 2008 and is represented on June 30, 2020 by total assets of R\$ 36,858 (R\$ 27,170 on December 31, 2019), equity of R\$ 26,614 (R\$ 26,615 on December 31, 2019) and results of R\$ 9,441 in the first half of 2020 (R\$ (179) in the first half 2019).

Below are the companies that Voiter has direct equity interests in the period covered by these quarterly information:

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Company	Relation	Activities	Ownership (%)	
			03/31/2020	12/31/2019
BI&P Comércio de Cereais Ltda.	Subsidiary	Agricultural securities and operations.	100.00	100.00
BI&P Assessoria e Participações Ltda.	Subsidiary	Financial advisory and corporate finance.	100.00	100.00
Banco Smartbank S.A. (1) (2)	Subsidiary	Financial institution.	98.19	98.19
Distribuidora Intercap de Títulos e Valores Mobiliários S.A.	Subsidiary	Distribution of securities.	100.00	100.00
FIDC Angá Sabemi Consignados VII	Subsidiary	Investment fund		64.54
FIDC Danúbio (3)	Subsidiary	Investment fund	100.00	
Budapest FIDC não padronizado (4)	Subsidiary	Investment fund.	100.00	

(1) The new social denomination of Banco Intercap S.A.

(2) On December 26, 2019, Digital Finance Ltda, a subsidiary of The Hive BR Holding LLC, made a capital contribution to Banco Smartbank S.A in the amount of R\$ 2,261, equivalent to 1.81% of Smartbank's capital.

(3) During the first half of 2020, the Bank acquired 133,509.94 subordinated senior class shares from the Danúbio Credit Rights Investment Fund, which correspond to 100 % of the fund's capital, which started to be consolidated as of April 2020.

(4) On March 27, 2020, the Bank acquired 25,000 senior shares of the Budapest Investment Fund in Credit Rights, which correspond to 100% of the fund's capital, which started to be consolidated on March 2020.

3 Statement about the use of accounting policies and methods in accordance with those used in the preparation of the most recent annual financial statements

Voiter Consolidated used in the preparation of these quarterly information the same policies and methods as those contained in the most recent annual consolidated financial statements, except for the items below:

(a) Reclassification of items in the quarterly information

According to Circular BACEN 3,959/19, financial institutions and other institutions authorized to operate by BACEN must present in their quarterly information the balances of all accounting groups relevant to the understanding of their financial position, performance and cash flows.

(b) Reclassification of items in the balance sheet

According to the aforementioned Circular, the balance sheet must contain at least information on the following items: in assets: cash and cash equivalents, financial instruments, leasing operations, provisions for expected losses associated with credit risk, tax credits, investments in equity investments in associates and subsidiaries, property, plant and equipment, intangible assets, depreciation and amortization and provisions for impairment of assets; in liabilities: deposits and other financial instruments, provisions, deferred tax obligations, capital reserves, profit reserves, other comprehensive income, accumulated profits or losses and treasury shares. The effects of this reclassification on the balance sheet are shown below in comparison to this quarterly information (assets and liabilities on December 31, 2019, respectively):

Assets - model before Circular BACEN 3.959/19	Voiter Consolidated		December 31, 2019 Current nomenclature
	Published	Reclassification	
Cash	21,999	21,999	Cash and cash equivalents
Short-term interbank investments (1)	500,206	357,259	Cash and cash equivalents
Interbank accounts	118,891	118,891	Other financial assets
Allowance for losses (loans)	(125,579)	(125,579)	Expected losses associated to credit risk
Allowance for losses (other credits)	(24,757)	(24,757)	Expected losses associated to credit risk
Other credits (gross amount)	817,227	817,227	
		525,503	Deferred tax assets
		898	Current tax assets
		144,567	Other financial assets
		146,259	Other assets
Other receivables	210,672	210,672	
		178,664	Non-current assets not for own use
		32,008	Other assets
Investments	892	892	Other assets

1) The remaining balance of R\$ 142,947 remains in short-term interbank investments.

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			Voiter Consolidated
			December 31, 2019
Liabilities - model before Circular BACEN	Published	Reclassification	Current nomenclature
Interdepartmental and interbank accounts	911	911	Other financial liabilities
Other obligations	192,506	192,506	
		56,327	Subordinated debt
		5,660	Other financial liabilities
		354	Current tax liabilities
		19,616	Deferred tax liabilities
		66,783	Provisions
		43,766	Other liabilities
Deferred income	2,488	2,488	Other liabilities

(c) Reclassification of items in the income statement

According to Circular No. 3,959/19, the income statement must present all balances relevant for understanding the performance of Voiter Consolidated in the period, containing at least the following items: main income and expenses from financial intermediation, result of financial intermediation, other operating income and expenses, provisions expenses (segregating the most relevant classes), operating income, main items of other income and expenses, income before taxes and profit sharing, taxes and profit sharing, net income and net income per share. The income statement disclosed on June 30, 2019 with the respective reclassifications is presented:

			Voiter Consolidated
			June 30, 2019
	Published	Reclassification	Current nomenclature
Other operating income	82,198	(541)	Labor provisions
Other operating expenses	(88,453)	10,147	Tax provisions

(d) Method for calculating and disclosing earnings per share

In disclosing net earnings per share, CPC Pronouncement 41 - Earnings per Share must also be observed, including the disclosure in explanatory notes, disregarding Appendix A2 as well as the mention of recognition of some preferred shares as liabilities. In addition, the other pronouncements mentioned in CPC 41, while not adopted by BACEN or CMN cannot be applied. According to CPC 41, earnings per share (basic) are calculated by dividing the profit or loss for the period attributed to the company's shareholders (ordinary and preferred) by the weighted average number of shares in circulation, while according to the previous practice divided the profit or loss at the end of the period by the number of shares outstanding at the end of the period. Note 18 shows the calculation according to CPC 41 in the first half 2020 and 2019.

(e) Statement of comprehensive income presentation

The statement of comprehensive income encompasses net income for the period and other comprehensive income for the period, separated into items that will or will not be reclassified to income in subsequent periods. Other comprehensive income are items of income and expenses recognized directly in equity. The comprehensive income statements in the first half 2020 and 2019 are presented in this quarterly information.

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(f) Selected explanatory notes presentation

In the quarterly information, financial institutions may choose to disclose selected explanatory notes, which must show significant information to understand the changes in equity, economic and financial conditions and their performance since the end of the last fiscal year. Such selected explanatory notes must contain at least: a description of the nature and effects of changes in accounting policies and calculation methods used in the preparation of the quarterly information or, if not, a statement that these are the same as those used in the most recent annual financial statements (disclosed in note 3); explanation of seasonal or cyclical operations, if any (none); nature and values of unusual items depending on the nature, size or incidence (disclosed in note 4); the nature and values of changes in estimates (disclosed in note 2 (c)); issues, redemptions and repurchases of debt and equity securities (disclosed in note 16); return on capital paid per type of share (no dividends or interest on equity were paid in the period); subsequent events (disclosed in note 22); the effects on the change in the structure of Voiter Consolidated (none); information on the fair value of financial instruments (disclosed in note 19). In addition to the selected explanatory notes, it is permitted to present information that has not undergone significant changes in relation to those disclosed in the explanatory notes to the most recent annual financial statements. In this sense, the relevant notes for understanding the financial position, performance and cash flows of Voiter Consolidated in the interim period are presented below.

4 Impacts of coronavirus pandemic on Indusval & Partners Consolidated business

In light of the COVID-19 pandemic, Voiter continues to take measures to minimize any impacts to its employees, customers, suppliers and operation. The actions taken are in line with health guidelines from the World Health Organization (WHO), the State Government and the City Hall. Employees have been working remotely since the end of March, visits to our customers and partners have been cancelled and replaced with virtual meetings, and all Bank's facilities have complied with all official health and sanitary protocols.

Management is constantly monitoring developments of the pandemic, acting in a timely manner to mitigate its effects.

We continue to see an increase in the demand for credit as new loans are down in the overall market, generating business opportunities. We continue to look for new business opportunities while maintaining a cautious approach and awaiting the stabilization of the medium and long-term prospects for the economy. We have maintained our selective stance in extending new loans and are monitoring our portfolio, taking into account the current scenario and potential impacts. Our collateral structure and business model, in turn, leaves us in a comfortable position in this regard, and that can be demonstrated by non-material credit losses in the quarter and by the high percentage of our expanded credit portfolio with AA, A and B ratings: 95%.

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5 Cash and cash equivalents and short-term interbank investments

(a) Cash and cash equivalents

	<u>Voiter</u>		<u>Voiter Consolidated</u>	
	<u>06/30/2020</u>	<u>31/12/2019</u>	<u>06/30/2020</u>	<u>31/12/2019</u>
Cash	29,878	20,415	30,697	21,999
Short-term interbank investments (cash equivalents)	<u>714,744</u>	<u>452,683</u>	<u>489,996</u>	<u>357,259</u>
Cash and cash equivalentes	<u>744,622</u>	<u>473,098</u>	<u>520,693</u>	<u>379,258</u>

(c) Short-term interbank investments

	<u>Voiter Consolidated</u>	
	<u>06/30/2020</u>	<u>12/31/2019</u>
Third party portfolio position		142,947
Treasury Bills (Prefixed)		142,947
		<u>142,947</u>
Current asset		142,947

6 Marketable securities and derivatives

(a) Valuation, classification and risk management

The valuations of fixed income securities and derivative financial instruments are obtained from the markets with greatest liquidity or, in their absence, from correlated markets, including through the interpolation and extrapolation of the terms.

The risk management structure, as well as the methodology adopted for calculating capital, are available for consultation on the Bank's website at the following address:

<https://www.bip.b.br/ri/informacoes-financeiras/fatores-de-risco>

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(b) Marketable securities

	Voiter										
	06/30/2020										12/31/2019
	Amortized cost	Market adjustment	Market/ book value	No maturity	Up to 90 days	91 to 180 days	181 to 360 days	361 to 1080 days	1081 to 1800 days	Over to 1800 days	Market/ book value
Trading securities	958,143	(17,557)	940,586	381,622	74,772	41,498	194,220	57,999	190,475		1,020,969
Treasury Bills (Selic)	439,684	(207)	439,477		2,930		188,073	57,999	190,475		445,729
Agricultural Product Bonds - CPRs	72,139	(11,180)	60,959		46,532	9,376	5,051				44,333
Warrants	58,336	192	58,528		25,310	32,122	1,096				179,269
Equity securities	6,965	(6,362)	603	603							906
Investment fund shares	381,019		381,019	381,019							350,732
FIDC Agronegócio Funding I	127,097		127,097	127,097							124,120
FIDC Angá Sabemi Consignados VII	9,784		9,784	9,784							221,578
Budapeste FIDC	101,674		101,674	101,674							
Danúbio FIDC	137,145		137,145	137,145							
FIDC Capital BR	5,319		5,319	5,319							5,034
Available-for-sale securities	30,180	128	30,308				30,308				32,130
Promissory Note	30,180	128	30,308				30,308				
Debêntures											32,130
Held to maturity securities (1)	553,906		553,908					232,142	321,766		
Treasury Bills (IPCA)	72,120		72,120						72,120		
Treasury Bills (Prefixed)	481,786		481,788					232,142	249,646		
Total de TVM	1,542,229	(17,429)	1,524,802	381,622	74,772	41,498	224,528	290,141	512,241		1,053,099
Total de TVM – 31/12/2019	1,035,543	17,556	1,053,099	351,638	87,107	75,170	66,811	288,245	184,128		

1) In compliance with BACEN Circular 3,068, the Bank has the financial capacity and intention to hold securities classified in the category of securities held to maturity until maturity.

	Voiter Consolidated										
	06/30/2020										12/31/2019
	Amortized cost	Market adjustment	Market/ book value	No maturity	Up to 90 days	91 to 180 days	181 to 360 days	361 to 1080 days	1081 to 1800 days	Over to 1800 days	Market/ book value
Trading securities	748,507	(17,557)	730,950	149,492	74,773	41,498	213,705	57,999	193,483		820,722
Treasury Bills (Selic)	462,180	(210)	461,970		2,930		207,558	57,999	193,483		465,756
Agricultural Product Bonds - CPRs	72,139	(11,180)	60,959		46,532	9,376	5,051				44,333
Warrants	58,336	193	58,529		25,311	32,122	1,096				179,270
Equity securities	6,965	(6,360)	605	605							908
Investment fund shares (1)	148,887		148,887	148,887							130,455
Available-for-sale securities	30,180	128	30,308								32,130
Promissory Note	30,180	128	30,308								
Debêntures											32,130
Held to maturity securities (2)	553,908		553,908					232,142	321,766		
Treasury Bills (IPCA)	72,120		72,120						72,120		
Treasury Bills (Prefixed)	481,788		481,788					232,142	249,646		
Total de TVM	1,332,595	(17,429)	1,315,166	149,492	74,773	41,498	244,013	290,141	515,249		852,852
Total de TVM – 31/12/2019	835,294	17,558	852,852	131,363	97,473	75,170	66,811	297,908	184,127		

1) Substantially composed by 105,111,079 senior shares of the Investment Fund in Credit Rights Agribusiness Funding I, in the amount of R\$ 127,097 (R\$ 124,120 on December 31, 2019).

2) In compliance with BACEN Circular 3,068, the Bank has the financial capacity and intention to hold securities classified in the category of securities held to maturity until maturity.

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(c) Derivatives

The Voiter Consolidated uses derivative financial instruments, according to its risk management policy, with the objective of hedging risks and mitigating exposure mainly resulting from fluctuations in interest and foreign exchange rates. The derivative instruments used are designed to meet the Banks's needs for managing its overall exposure and to meet its customers' needs for hedging their exposures.

The financial derivative transactions are as follows: interest rate swaps, currency swaps, products swaps, index swaps, futures, forwards and options.

The derivative financial instruments are presented in the balance sheet at market value, usually based on price quotations or market price quotations for assets or liabilities with similar characteristics. When these are not available, the market values are based on pricing models, discounted cash flow and market operators' quotations.

The contracts of traded derivatives are registered at the B3 S.A. - Brasil, Bolsa, Balcão or at the Central System for Custody and Financial Settlement of Securities (CETIP). The transaction amounts are determined based on available information disclosed by B3 S.A. - Brasil, Bolsa, Balcão or by external providers (brokerage firms, banks and others).

The Risk Management Area is responsible for the pricing of all derivative financial instruments, using both the mark-to-market (MtM) parameters and the original (curve value) parameters. The market parameters are updated daily in the process of marking the instruments to market value, including the forward structures of interest rates for all the Brazilian indices. The mark-to-market models determine the values of the derivative instruments based on the current market conditions for all the indices, as well as for the sovereign debt securities and private-issue securities, and the duration (average term) of the portfolio.

(i) Position by index

	Assets		Liabilities		Voiter Consolidated Notional amounts	
	06/30/2020	12/31/2019	06/30/2020	12/31/2019	06/30/2020	12/31/2019
Swap		197				4,224
US\$ x DI		197				4,224
Forward	201,541	89,280	194,903	79,444	262,707	82,548
Currencies	6,369			36	65,616	407
Financial assets and commodities	195,172	89,280	194,903	79,408	197,091	82,141
Futures					2,061,211	2,212,577
Interest rates					1,264,742	1,321,813
Currencies					676,014	539,492
Financial assets and commodities					120,455	351,272
	201,541	89,477	194,903	79,444	2,323,918	2,299,349

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(ii) Position by term

							Voiter Consolidated	
							06/30/2020	12/31/2019
	Up to 90 days	From 91 to 180	From 181 to 360	From 361 to 1080	From 1081 to 1800	More than 1800	Total	Total
Notional amounts	396,772	169,145	1,065,936	475,097	201,347	15,621	2,323,918	2,299,349
Swap								4,224
Forward	55,375	137,509	6,424	63,399			262,707	82,548
Futures	341,397	31,636	1,059,512	411,698	201,347	15,621	2,061,211	2,212,577
Assets	44,182	120,413	160	36,786			201,541	89,477
Swap								197
Forward	44,182	120,413	160	36,786			201,541	89,280
Liabilities	43,030	119,165		32,708			194,903	79,444
Forward	43,030	119,165		32,708			194,903	79,444
Notional amounts – 12/31/2019	317,180	660,777	636,193	414,264	183,749	87,186	2,299,349	
Assets – 12/31/2019		197	89,280				89,477	
Liabilities – 12/31/2019			79,408	36			79,444	

(iii) Guarantees

					Voiter Consolidated	
					06/30/2020	12/31/2019
	Clearing of derivatives	Clearing of shares	Others	Total	Total	
Marketable securities	115,606		85,773	201,379	190,588	
Total	115,606		85,773	201,379	190,588	
Total – 12/31/2019	112,632		77,956	190,588		

(d) Custody of portfolio securities

The corporate securities comprising the Bank's portfolio are registered with a notary and at B3 S.A – Brazil, Bolsa, Balcão under the responsibility of Voiter. The equity securities and derivatives are registered and held under custody in the Bank's own account at B3 S.A. - Brasil, Bolsa, Balcão. Government securities are registered at the Brazilian Central Bank's Special Clearance and Custody System (SELIC).

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7) Loans

(a) Loans composition by type of operation and expected losses associated with credit risk

			Voiter Consolidated											
													06/30/2020	12/31/2019
Operations	Balance sheet	Portfolio	Level										Total	Total
			AA	A	B	C	D	E	F	G	H			
Loans, discounted bills and financing	Loans	Classified	72,969	100,555	49,528	6,084	21,328	6	14,242	4,932		269,644	247,671	
BNDES/FINAME	Loans	Classified	2,100									2,100	2,667	
Advances on foreign exchange contracts (Note 8(a))	Other financial assets	Classified	31,093				5,022					36,115	8,664	
Purchase of receivables (Note 8(b))	Other financial assets	Classified	16,035	1,510	6,835	2,393	3,142	2,032	559	613	3,644	36,763	53,228	
Other credit instruments (Note 8(b))	Other financial assets	Classified	14,026									14,026	16,937	
Financing of sales of non-operating assets (Note 8 (c))	Other financial assets	Classified	17,750	2,118	9,572	670	242					30,352	30,981	
Payroll Loans- FIDC Angá Sabemi (2)	Loans	Other											358,770	
Payroll Loans- FIDC Danúbio (3)	Loans	Other										130,353		
Payroll Loans- FIDC Budapeste (4)												99,144		
Purchase of card receivables (Note 8(c))	Other financial assets	Other										423,320	115,888	
Other bills without credit features (Note 8(b))	Other financial assets	Other										24,341	24,344	
Guarantees provided	Off Balance	Other										36,263	37,381	
Total portfolio			153,973	104,183	65,935	9,147	29,734	2,038	14,801	613	8,576	1,102,421	896,531	
Expected losses associated with credit risk														
Classified portfolio	Loans/Other fin. Assets	Classified		521	970	274	2,973	611	7,400	429	8,577	21,755	30,075	
Complementary expected losses (1)	Loans/Other fin. Assets	Classified										78,000	81,054	
Payroll loans - FIDC Angá Sabemi (2)	Loans/Other fin. Assets	Other											19,520	
Payroll loans - FIDC Budapeste (3)	Loans/Other fin. Assets	Other										496		
Other bills without credit features	Other financial assets	Other										19,687	19,477	
Guarantees provided	Other financial assets	Other										361	210	
Total expected losses				521	970	274	2,973	611	7,400	429	8,577	120,299	150,336	

(1) Additional expected losses to the minimum percentages required by CMN Resolution No. 2,682, of 12/21/1999, which was constituted based mainly on the expectation of realization of the credit portfolio.
(2) On June 30, 2020, the Bank's position in single class quotas of the Investment Fund Angá Sabemi Consignados VII was 5,817 quotas (140,220.92 on December 31, 2019), equivalent to 2.68% of the fund's share capital (64.54% on December 31, 2019). In the individual balance sheet of Banco Indusval SA, on June 30, 2020, the balance of investment in quotas of FIDC Angá Sabemi is R\$ 9,784 (R\$ 221,578 on December 31, 2019).

(3) During the first half of 2020, the Bank acquired 133,509.94 subordinated senior class shares from the Danúbio Credit Rights Investment Fund, which correspond to 100% of the fund's capital, which started to be consolidated as of April 2020.

(4) On June 30, 2020, the Bank's position in the senior class of shares of the Budapeste Investment Fund Receivables 99,008 was equivalent to 100% of the capital of the fund. In the Individual balance sheet of Banco Indusval S.A, on June 30, 2020, the balance of the investment in quotas of the Budapest Credit Rights Investment Fund is R \$ 101,674.

(b) Changes in expected losses associated with credit risk

		Voiter Consolidated	
		06/30/2020	06/30/2019
First half ended on			
Opening balance		150,545	153,550
Constitutions net of reversals		(3,740)	(20,444)
Required by Resolution n ^o 2.682/99		(8,263)	(19,665)
Required by Resolution n ^o 4.512/16		150	(43)
Other financial assets		1,319	3,359
Complementary		3,054	(4,095)
Expected losses associated with credit risk FIDC Angá Sabemi		(23,481)	
Credits written off as loss		(3,025)	(15,928)
Closing balance		120,299	117,178
Recovery of Credit written off as loss		24,523	36,369

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On June 30, 2020, the balance of the renegotiated loan portfolio was R\$ 107,740 (R\$ 77,859 on June 30, 2019). These credits had expected losses associated with credit risk of R\$ 41,763 (R\$ 5,110 on June 30, 2019).

(c) Loan operations by business sector

	Voiter Consolidated	
	06/30/2020	12/31/2019
Industry	255,435	192,321
Commerce	81,384	116,532
Other services	25,529	25,151
Individuals	26,652	26,144
	389,000	360,148

(d) Loan operations by installment maturity

	Voiter Consolidated	
	06/30/2020	12/31/2019
Overdue		
From 15 to 60 days	6,140	1,699
From 61 to 180 days	3,826	38,518
Over 180 days	2,044	648
	12,010	40,865
Maturing		
Up to 90 days	127,507	68,198
From 91 to 180 days	64,613	56,378
From 181 to 360 days	73,642	85,930
Over 360 days	111,228	108,777
	376,990	319,283
	389,000	360,148

(e) Concentration of loans

Customers	Voiter Consolidated					
	06/30/2020			12/31/2019		
	Amount	%	%Accumulated	Amount	%	%Accumulated
10 largest costumers	168,087	43.21	43.21	191,240	53.10	53.10
11th to 60th largest customer	202,936	52.17	95.38	146,763	40.75	93.85
61st to 160th largest customer	13,106	3.37	98.75	14,570	4.05	97.90
Others	4,871	1.25	100.00	7,575	2.10	100.00
	389,000			360,148		

(f) Composition of loans classified from "C to H"

From the total transactions with risk rating from C to H, detailed in the table below, only part of them has had a payment delay of 60 days or more and, therefore, is classified as non-performing loans. The rest of the operations follow a normal payment course, however, they remain classified in these categories due to the credit analysis criteria.

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<u>Level</u>	<u>Voiter Consolidated</u>							<u>Total</u>	<u>Total</u>
	<u>C</u>	<u>D</u>	<u>E</u>	<u>F</u>	<u>G</u>	<u>H</u>	<u>06/30/2020</u>		
Performing	7,137	27,013	476	1,122		1,216	36,964	69,873	
Non-performing loans	2,010	2,721	1,562	13,679	613	7,360	27,945	48,998	
Total	9,147	29,734	2,038	14,801	613	8,576	64,909	118,871	
NPL 60 – 12/31/2019	759	527	2,362	42,163	311	2,876	48,998		
Total – 12/31/2019	55,109	14,513	2,362	43,595	311	2,981	118,871		

(g) Analysis of the loans assigned by type of loan and nature of risk

During in the first half of 2020 and in the year of 2019, there were no credit assignment operations.

8) Other financial assets

a) Foreign exchange portfolio

<u>Assets</u>	<u>Voiter Consolidated</u>	
	<u>06/30/2020</u>	<u>12/31/2019</u>
Exchange purchases pending settlement	40,253	9,763
Rights on exchange sales	275	2,619
Advances in national currency	(275)	(94)
Income receivable from advances (1)	1,236	437
	41,489	12,725
Current	41,489	6,954
Non-current		5,771
Liabilities		
Exchange sold to be settled (Note 11(c))	274	2,612
Foreign exchange purchase obligations (Note 11(c))	35,188	8,530
Advances on foreign exchange contracts (1)	(34,879)	(8,228)
	583	2,914
Current	583	2,914

(1) The amounts of rents receivable from advances granted at the amount of R\$ 1,236 (R\$ 437 on December 31, 2019) and advance on exchange contract of R\$ 34,879 (R\$ 8,227 on December 31, 2019), comprise the balance of R\$36,115 (R\$ 8,664 on December 31, 2019) disclosed in note 7 (a).

(b) Credit instruments receivable

	<u>Voiter Consolidated</u>	
	<u>06/30/2020</u>	<u>12/31/2019</u>
With credit granting characteristics		
Acquisition of Receivables (Note 7(a))	14,026	16,936
Bills and receivables (Note 7(a))	36,763	53,228
	50,789	70,164
Without credit granting characteristics		
Bills and credits without credit granting characteristics (Note 7(a))	24,341	24,344
	75,130	94,508
Current	25,842	39,758
Non-current	49,288	54,747

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(c) Interbank accounts and other

	Voiter Consolidated	
	06/30/2020	12/31/2019
Purchase of card receivables (Note 7(a))	423,320	115,888
Other settlement systems	5,095	3,003
	428,415	118,891
Debtors for purchase of asset and values (Note 7(a))	30,352	30,981
Negotiation and intermediation of securities	1,380	4,169
Receivable income	2,031	2,184
	33,763	37,334
	462,178	156,225
Current	440,751	133,573
Non-current	21,427	22,654

9) Non-current assets not for own use

	Voiter Consolidated	
	06/30/2020	12/31/2019
Non-current assets not for own use		
Properties	267,873	212,023
Vehicles	3,198	3,198
Machinery and equipment	50	50
	271,121	215,271
Expected losses	(27,094)	(36,607)
	244,027	178,664
Non-current	244,027	178,659

10) Other assets

	Voiter Consolidated	
	06/30/2020	12/31/2019
Deposits in guarantee (1)	99,535	95,606
Advances paid	12,791	7,249
Goods and materials in stock	34,464	19,134
Prepaid expenses	19,631	12,874
Sundry debtors - Local and others	41,002	44,296
	207,423	179,159
Current	47,685	39,426
Non-current	159,738	139,733

(1) Banco Indusval SA, as the result of the agreement signed for the sale of Guide Investimentos SA (Note 2 (c)), made judicial deposits in the amount of R\$ 27.309 to cover possible tax contingencies related to the demutualization of B3 SA Brasil, Bolsa e Balcão, where the action's liability is for Guide Investimentos S.A.

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11) Financial instruments (liabilities)

(a) Analysis of deposits, funding operations and onlendings by maturity

	Voiter Consolidated								
								06/30/2020	12/31/2019
	Deposits, funds obtained and onlendings	No maturity	Term					Over 1800 days	Total
Up to 90 days			From 91 to 180 days	From 181 to 360 days	From 361 to 1080 days	From 1081 to 1800 days			
Demand deposits	16,671							16,671	12,028
Time deposits (1)		295,243	155,776	330,282	1,484,286	496,026	268	2,761,881	1,804,869
Total deposits	16,671	295,243	155,776	330,282	1,484,286	496,026	268	2,778,552	1,816,897
Real estate letters of credit		6,467	867	17				7,351	14,121
Agribusiness letters of credit		68,750	136,423	57,936	1,769			264,878	273,489
Subordinate Debts (Note 13(a)(v))									56,327
Guaranteed Financial Bill			18,981					18,981	
Total resources from letter issuance		75,217	156,271	57,953	1,769			291,210	343,937
Local onlendings		285	282	565	3,929			5,061	5,425
Total	12,907	312,897	307,794	361,582	996,028	472,964	132	2,464,304	2,166,259
Total – 12/31/2019	12,028	237,670	208,619	535,819	715,419	368,128	88,576	2,166,259	

(1) Of the total time deposits on June 30, 2020, R\$ 209,339 are CDBs with a special guarantee (DPGE).

(b) Open market funding

	Voiter Consolidated	
	06/30/2020	12/31/2019
Own portfolio	137,964	44,705
Treasury Bills (Selic)	122,964	12,135
Debentures		32,570
Treasury Bills (Prefixed)	15,000	
Third party portfolio		142,951
Treasury Bills (Prefixed)		142,951
	137,964	187,656
Current	137,964	187,656

(c) Other financial liabilities

	Voiter Consolidated	
	06/30/2020	12/31/2019
Foreign exchange portfolio		
Exchange sales pending settlement (Note 8(a))	275	2,612
Liabilities for purchases of exchange (Note 8(a))	35,188	8,530
Advances on foreign exchange contracts (Note 8(a))	(34,879)	(8,228)
Interbank accounts	184	
Interdepartmental accounts	4,417	911
Negotiation and intermediation of securities	2,341	2,746
	7,525	6,571
Current	7,525	6,571

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12) Income Tax (IRPJ) and Social Contribution (CSLL)

(a) Calculation of tax

	Voiter	
	06/30/2020	06/30/2019
Loss before tax and after profit sharing	(58,615)	(53,552)
Effects of permanent differences	38,043	11,570
Investments in subsidiary and associated companies	47,407	10,062
Investment abroad (Branch)	(9,440)	180
Profit abroad (Branch)		100
Amortization of goodwill		816
Others - CSLL and IRPJ	48	183
Others - IRPJ (exclusive)	28	229
Effects of temporary differences	22,891	(59,195)
Allowance for loan losses	(10,696)	(64,889)
Provision for contingencies	2,957	8,166
Adjustment to market value - Marketable securities and derivatives	40,143	(9,542)
Others	(9,513)	7,070
Tax basis (loss) before offset of tax losses – CSLL	2,291	(101,406)
Tax basis (loss) before offset of tax losses – IRPJ	2,319	(101,177)
Offset of tax losses	1,383	
CSLL (30%)	687	
IRPJ (30%)	696	
Tax basis (loss) after offset of tax losses – CSLL	1,604	
Tax basis (loss) after offset of tax losses – IRPJ	1,623	
Current taxes	(614)	
CSLL	(241)	
IRPJ and additional IRPJ	(373)	
Realization of tax credits	(311)	
CSLL	(137)	
IRPJ and additional IRPJ	(174)	
Deferred tax credits recorded on temporary differences	10,301	
(=) Income tax and social contribution of the period	9,376	(23,678)
Tax assets de recognition (1)	(140,560)	
(=)Income tax and social contribution recorded in 2020	(131,184)	

(1) Partial write-off of tax loss carryforwards and negative CSLL basis. As a result of the important recent changes observed in the business and environment, exceptionally, in the first quarter of 2020, Voiter revisited the premises of the technical study on the realization of tax credits, prepared pursuant to Art. 6 of CMN Resolution No. 3,059/02.

(b) Changes in deferred tax assets and deferred tax liabilities

	Voiter					
	06/30/2020			06/30/2019		
	Tax Credit	Deferred tax liabilities	Total	Tax Credit	Deferred tax liabilities	Total
Opening balance on January 1	476,259	(16,923)	459,336	448,741		448,741
Changes						
Allowance for loan losses	(4,908)		(4,908)	(25,955)		(25,955)
Provision for contingencies	1,754		1,754	3,693		3,693
Adjustment to market value - Marketable securities and derivatives	1,142		1,142			
Tax loss and negative basis of CSLL	(140,871)		(140,871)			
Deferred tax liabilities		16,865	16,865		(7,354)	(7,354)
Others	(4,610)		(4,610)	2,400		2,400
Deferred tax assets, net of deferred tax liabilities	328,766	(58)	328,708	428,879	(7,354)	421,525
Percentage of equity			130.79%			409.74%

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(c) Expected realization of deferred tax assets and tax liabilities

	Voiter							
	06/30/2020						12/31/2019	
	Up to 1 year	From 1 to 2 years	From 2 to 3 years	From 3 to 4 years	From 4 to 5 years	Over 5 years	Total	Total
Allowance for loan losses					8,550	243,942	252,492	257,400
Tax losses (IRPJ and CSLL)	638	81	2,332	4,983	2,927	40,194	51,154	191,876
Adjustment to market value - Securities and derivatives						1,142	1,142	
Others						23,978	23,978	26,984
Total	638	81	2,332	4,983	11,477	309,256	328,766	476,259
Total - 12/31/2019	420	3,416	1,504	2,940	10,783	457,196	476,259	

(d) Composition of tax credits and deferred tax obligations by nature

	Voiter Consolidated							
	06/30/2020			12/31/2019				
	Tax Credit		Deferred tax liabilities	Total	Tax Credit		Deferred tax liabilities	Total
	From temporary differences	From tax loss and negative			From temporary differences	From tax loss and negative		
Voiter	277,761	51,005	(58)	328,708	284,383	191,876	(16,923)	459,336
Smartbank (1)	9,222			9,222	9,164	36,947		46,111
Intercep DTVM	113	148		261	158	180		338
BI&P Cereais		4,011	(5,826)	(1,815)		2,795	(2,693)	102
Total	287,096	55,164	(5,884)	336,376	293,705	231,798	(19,616)	505,887

(1) As a result of the important recent changes observed in the business and economic environment during the first half of 2020, Banco SmartBank management revisited the assumptions of the technical study on the realization of tax credits, prepared pursuant to Art. 6 of the Resolution CMN No. 3,059 / 02, and, on June 30, 2020, made a tax credit write-off of tax loss and negative CSLL basis in the amount of R\$43,696.

The Bank's management, based on the current and future scenarios, prepared the technical study on the realization of deferred taxes. The main assumptions used in the projections considered macroeconomic, production and cost of funding indicators, the inflow of funds through strengthening capital and the realization of assets.

Differentiated income tax and social contribution will be applied to the extent that temporary differences are reversed or fall within the limits of tax deductibility or when tax losses are offset. As a premise of the technical study on the realization of tax credits, prepared under the terms of art. 6 of CMN Resolution No. 3,059 / 02, were reviewed during the first half of 2020.

(e) Present value of deferred tax assets

Banco Indusval S.A., based on a technical study, approved by the Board of Directors, which considers the expected profitability and generation of future tax obligations, estimates the realization of tax credits within a maximum period of ten years. The present value of the tax credit, using the average funding rate of the Institution would be R\$ 180,773 (R\$ 279,974 on December 31, 2019).

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13) Provisions

(a) Labor and civil

Labor and civil provisions refer to contingencies classified as probable risk. The movement in the period can be summarized as follows:

	Voiter Consolidated		
	06/30/2020	12/31/2019	
	Labor	Civil	Total
On January 1,	18,616	2,047	20,663
New provisions/(reversals) and payments	(1,532)	(158)	(1,690)
Update / charges		51	51
On June 30, 2020	17,084	1,940	19,024
On December 31, 2019	18,616	2,046	20,662
Deposits in guarantee of appeals on June 30, 2020	7,544	40,030	47,574
Deposits in guarantee of appeals at December 31, 2019	5,500	38,812	44,312

(b) Tax related

	Voiter Consolidated	
	06/30/2020	12/31/2019
Taxes contested in court	41,925	38,707
Other tax related contingencies	7,572	7,414
	49,497	46,121
Non-current	49,497	46,121

The changes in the period may be summarized as follows:

	Voiter Consolidated	
	06/30/2020	12/31/2019
On January 1,	44,426	44,426
New provisions/(Reversals)	2,819	243
Indexation/charges	557	1,452
At the end of the period	49,497	46,121
Deposits in guarantee of the appeals	51,960	51,293

The balance is mainly composed by:

- ISS - Complementary Law No. 116/03 - R\$7, 308 (R\$ 4,388 on December 31, 2019): Questioning the incidence of said tax on means, instruments and stages of financial operations carried out by Voiter Consolidated;
- PIS - R\$3,750 (R\$ 3,716 on December 31, 2019): Declaration that there is no legal-tax relationship between the parties, with respect to the application of Constitutional Amendment no. 1/94 and Provisional Measure no. 636/94 (and reissues), so that Voiter Consolidated can pay the contribution to PIS under the terms of Complementary Law No. 7/70;
- INSS - SAT / FAP - R\$ 7,352 (R\$ 7,202 on December 31, 2019): Questioning the increase in the rate

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of SAT (Work Accident Insurance) and correction factor of FAP (Accident Prevention Factor);

- CSLL - R\$ 30,867 (R\$ 30,603 on December 31, 2019): Refers to the lawsuit filed by Banco Smartbank S.A. challenging CSLL. As of 1996, due to a favorable judicial decision in a lawsuit filed by Banco Smartbank S.A., which became final, questioning the provisions of Law no. 7,689, of December 15, 1988, and also the expiry of the term for the Federal Government to enter with rescission action, Banco Smartbank S.A. was released from the obligation to pay CSLL. In spite of the fact that the matter was the subject of a favorable court decision to the Bank and became final, on September 23, 1999, the Federal Revenue Service issued a tax assessment notice to collect the aforementioned contribution. Banco Smartbank S.A. contested the aforementioned assessment through a specific action and based on the opinion of its legal advisors, the final decision has possible chances of being again favorable to Banco Smartbank S.A.

14) Contingent assets and liabilities

a) Probable contingent assets

No contingent assets were recognized and there are no relevant lawsuits classified as probable of realization.

b) Possible contingent liabilities – labor and civil

Contingent liabilities classified as possible losses are monitored by Voiter Consolidated, are based on opinions of legal advisors in relation to each of the judicial measures and administrative proceedings and, according to the legislation, do not require the constitution of provisions. Voiter Consolidated are part of the following processes with a possible risk of loss:

- Labor claims: labor claims classified as having a possible chance of loss amount to R\$ 19,480 (R\$ 27,010 on December 31, 2019);
- Civil lawsuits: the majority of the lawsuits refer to indemnities for pain and suffering, questions about the protest of duplicates endorsed by the Bank and its subsidiaries by third parties, the legitimacy of the contract and contractual review. Only the amounts given to the causes were taken into account, which for the processes classified as possible are equivalent to the amount of R\$17,667 (R\$ 17,183 on December 31, 2019).

c) Possible contingent liabilities – tax related

The main tax related contingencies with only possible risk of loss are not recognized in the balance sheet and total approximately R\$89,560 (R\$ 88,276 on December 31, 2019), and the main actions are described below:

- Question regarding the calculation basis of IRPJ and CSLL on the demutualization of B3's equity securities in the amount of R\$35,815 (R\$ 35,489 on December 31, 2019) and PIS and COFINS of R\$ 11,593 (R\$ 11,491 in December 31, 2019) at Banco Smartbank SA;
- Question related to the social security levy on amounts paid to PLR securities - Profit Sharing and PLA - Profit Sharing in the period from 2009 to 2011, totaling R\$ 16,015 (R\$ 15,714 on December 31, 2019).
- Questioning regarding the incidence of IRPJ and CSLL on updating, in the Reserve account, the equity securities of B3 S.A. Brasil, Bolsa, Balcão, in the amount of R\$ 27,309. Banco Indusval SA (Voiter), as a result of the agreement signed for the sale of Guide Investimentos SA (Note 2 (c)), made judicial deposits to cover possible tax contingencies related to the demutualization of B3 S.A Brasil, Bolsa e Balcão, where

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the action's liability is Guide Investimentos S.A.

15) Other liabilities

	Voiter Consolidated	
	06/30/2020	12/31/2019
Collection of taxes and similar	21	140
Social and statutory	3,268	13,608
Taxes and contributions to collect	6,849	2,696
Payments to be made	37,552	22,074
Expected losses on financial guarantees	361	210
Deferred income on financial guarantees	2,908	2,488
Sundry (1)	11,388	5,038
	62,347	46,254
Current	59,076	43,554
Non-current	3,271	2,701

(1) It mainly refers to amounts to be transferred to third parties arising from the payment of slips from Banco Smartbank S.A.

16) Equity

a) Capital

(i) Subscribed and paid-up capital

The share capital is fully subscribed and paid up and is represented by 102,821,933 shares, of which 99,072,523 are common and 3,749,410 are preferred with no par value (86,798,835 shares, of which 83,049,425 are common and 3,749,410 are with no par value on December 31, 2019).

(ii) Treasury shares

On June 30, 2020, there were 54,340 preferred shares in treasury (54,340 on December 31, 2019). In the first half of 2020 and in 2019, no shares were repurchased.

(iii) Reverse split

On December 28, 2018, the Extraordinary General Meeting held on September 17, 2018, was approved by the Central Bank of Brazil, which deliberated on the reverse split of shares that make up the capital stock of Banco Indusval in the proportion of 10 (ten) shares of issued by Banco Indusval for one (1) share issued by Banco Indusval. The shareholding position considered for the grouping of shares issued by the company was based on January 4, 2019, and the grouped shares began trading on January 7, 2019.

(iv) Capital increase

On May 30, 2019, the Extraordinary General Meeting approved a capital increase in the amount of R\$ 250,412, which was paid in cash, approved by the Central Bank of Brazil on June 25, 2019 and corresponded to the issue of 71,546,110 new ordinary actions.

On January 3, 2020, the Extraordinary General Meeting approved the conversion of 184 financial bills into 16,023,098 new common shares, which are owned by Mr. Roberto de Rezende Barbosa. This conversion increased the capital of the Banco Indusval S.A. by R\$ 56,080.



(v) Conversion of financial bills (subordinated debt) into common shares

Pursuant to the Board of Directors' decision of July 10, 2019, during the third quarter of 2019, 184 Subordinated Financial Bills convertible into shares were issued (R\$ 3.50 per share), totaling R\$ 55,200.

On December 9, 2019, these issues were authorized by the Central Bank of Brazil to be included in the Reference Equity - Level II of Voiter Consolidated.

As announced to the market dated January 3, 2020, at the Board of Directors' Meeting held on January 3, 2020, the Company's capital increase was approved, within the authorized capital, due to the conversion of financial bills into common shares.

As approved by the Company's Board of Directors on July 10, 2019 and disclosed to shareholders on the same date, the Financial Bills would be mandatorily converted into common shares of the Company if the Company's Level I Capital Index, as determined by Resolution 4,193, was less than 9% in any month. This conversion hypothesis was verified with the calculation of the Company's Level I Capital Index for the month of November 2019, and reported to the Central Bank on January 2, 2020.

As evidenced in Note 16 (a) (iv), the 184 financial bills owned by Mr. Roberto de Rezende Barbosa were converted into 16,023,098 new common shares.

b) Other comprehensive income

On June 30, 2020, Voiter Consolidated held bonds and securities classified in the category available for sale in the amount of R \$ 30,308 (R \$ 32,130 on December 31, 2019), whose adjustment to market, in the amount of R \$ 129 (R\$ 980 on December 31, 2019), was recorded in other comprehensive income, as well as the respective tax effect of R \$ 58 (R \$ 441 on December 31, 2019).

(c) Revenues reserves and accumulated losses

The Bank's social statutes provide for the appropriation of the annual profit to the following reserves: (a) reserve for equalization of dividends for ensuring the regular payment of dividends to stockholders, and (b) the reserve for working capital reinforcement to ensure that the Bank has the financial resources for its continued operation.

(d) Dividends and interest on own capital

The Bank's by-laws provide for the distribution of a minimum annual dividend of 25% of profit adjusted in accordance with Article 202 of Law 6404/76 and subsequent amendments. In the quarters ended on June 30, 2020 and 2019, no dividends and interest on shareholders' equity were distributed.

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17 Details from income statement

(a) Loans

	Voiter		Voiter Consolidated	
	06/30/2020	06/30/2019	06/30/2020	06/30/2019
Advance to depositors	1		1	
Loans	13,279	4,107	46,509	4,523
Discounts given (-)		(17,567)	(1,813)	(17,567)
Discounted bills	269	39	269	39
Financing	6,178	3,370	6,178	3,370
Recovery of receivables	14,176	36,369	14,226	36,369
	33,903	26,318	65,370	26,734

(b) Income from financial intermediation

	Voiter		Voiter Consolidated	
	30/06/2020	30/06/2019	30/06/2020	30/06/2019
Resultado de títulos e valores mobiliários	42.178	34.269	23.749	34.690
Aplicações interfinanceiras de liquidez	11.341	19.927	6.999	19.929
Títulos de renda fixa	48.112	7.284	48.522	7.706
Títulos de renda variável		(310)		(310)
Ajuste ao valor de mercado - TVM	(35.652)	4.107	(35.654)	4.104
Aplicações no exterior		1		1
Fundos de investimentos	18.377	3.260	3.882	3.260
Resultado com instrumentos financeiros derivativos	14.517	16.002	19.643	16.443
Swap	(1.388)	335	(1.388)	335
Futuros	24.844	15.667	25.079	16.108
Termo	(8.939)		(4.048)	
Resultado de câmbio	9.036	7.701	9.156	7.668
Exportação	1.102	1.737	1.102	1.736
Financeiro	(396)	(307)	(547)	(380)
Variação de taxas	4.907	5.189	4.884	5.214
Disponibilidades em moeda estrangeira	3.423	1.082	3.717	1.098
	65.730	57.972	52.548	58.801

(c) Funds obtained in the market

	Voiter		Voiter Consolidated	
	06/30/2020	06/30/2019	06/30/2020	06/30/2019
Interbank deposits	(371)	(626)		
Time deposits	(70,652)	(63,368)	(73,818)	(63,363)
Repo operations	(3,726)	(7,456)	(3,067)	(5,963)
Agribusiness letters of credit (LCA)	(4,700)		(4,700)	(4,818)
Financial bills (LF)	(101)	(4,818)	(101)	
Interbank deposits	(222)	(1,459)	(222)	(1,459)
	(79,772)	(77,727)	(81,908)	(75,603)

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(e) Other operating income

	Voiter		Voiter Consolidated	
	06/30/2020	06/30/2019	06/30/2020	06/30/2019
Recovery of charges and expenses	2,882	281	2,996	284
Income from insurance guarantees – PSH	43	87	43	87
Income from debtors of assets	459	684	459	685
Product sales - BI&P Cereais (1)			206,413	71,280
Coffee price variations - BI&P Cereais			200	5
Discounts obtained - BI&P Cereais			3,557	5,924
Monetary variations	730	1,070	1,076	1,590
Exchange variations (Cayman)	2,160	802	2,305	802
Others	1,256	885	1,373	1,000
	7,530	3,809	218,422	81,657

(1) Refers to product sales revenues of BI&P Comércio de Cereais (Subsidiary).

(e) Other operating expenses

	Voiter		Voiter Consolidated	
	06/30/2020	06/30/2019	06/30/2020	06/30/2019
Withholding tax (IRRF) on indirect remuneration	(1)	(15)	(1)	(15)
Amortization of goodwill - Sertrading		(816)		(816)
Coffee price variations - BI&P Cereais			(17,383)	
Cost of products and services - BI&P Cereais (1)			(190,376)	(76,714)
Sundry	(201)	(714)	(295)	(748)
Withholding tax (IRRF) on indirect remuneration		(13)		(13)
	(202)	(1,558)	(208,055)	(78,306)

(1) Refers to the cost of goods sold by BI&P Comercio de Cereais (Subsidiary).

18 Earnings (loss) per share

	Voiter Consolidated	
	06/30/2020	06/30/2019
Net loss attributable for controlling interests	(189,799)	(77,230)
Average number of outstanding shares (thousand units)		
Ordinary shares	99,073	23,428
Preferred shares	3,695	3,695
Average number of outstanding shares (thousand units)	102,768	27,123
Loss attributable to the controlling interests for common shares	(182,975)	(66,709)
Loss attributable to the controlling interests for preferred shares	(6,824)	(10,521)
Basic loss per share– Reais		
Common shares (1)	(1.84687)	(2.84740)
Preferred shares	(1.84687)	(2.84740)

(1) On June 30, 2019, the loss per share disclosed was (R\$0,8892).



19 Risk and Capital Management

Voiter Consolidated's activities involve taking risks in a targeted manner and managing them professionally so that they are an integral part of the institution's strategic decisions.

The Board of Directors is the highest body in terms of risk management guidelines and definition of risk appetite. The institution also has committees formed by senior management in order to monitor and assess the adequacy of risk management within the established guidelines and limits, and also a CRO (Chief Risk Officer) approved by the Board of Directors responsible for the risk management structure.

One of the pillars of the risk management structure at Voiter Consolidated's is its independence from the business areas, ensuring that there is no conflict of interest in its activities. Its fundamental functions are to ensure that the guidelines and risk limits are respected by monitoring and reporting adherence to them, acting in the dissemination of the risk culture and advising the institution's competent bodies and levels in risk management.

The risk integrated management policies ensure that the control structure is compatible with the transactions, products and services, as well as enabling the measurement of the exposure to risks and guaranteeing that these risks are properly managed, identified, assessed, controlled and reported with efficiency and efficacy. In addition, the Internal Audit area is responsible for conducting an independent review of the risk management and control environment.

(a) Credit risk

In its widest sense, credit risk is the probability that losses may occur as a result of the non-fulfillment of contractually agreed obligations, by either the borrower or the counterparty, and also the devaluation of the contract assumed, due to increased exposure to risk by the borrower, a reduction in income or remuneration, advantages ceded during renegotiation and the costs of recovery.

Credit risks include the following, among others:

- Counterparty risk: the possibility of non-fulfillment of obligations related to the settlement of transactions which involve the negotiation of financial assets;
- Country risk: the possibility of losses arising from borrowers located outside the country, as a result of measures taken by the government of the country in which these borrowers reside;
- The possibility of disbursements to honor sureties, guarantees, co-obligations, credit commitments, or other similar transactions;
- The possibility of losses as result of the non-fulfillment of financial obligations under the terms and conditions agreed upon by an intermediary or contracting party of loan operations.

The Credit Risk Management framework enables Voiter Consolidated to: identify, measure, control and mitigate risks, as well as to define consistent procedures and routines that allow for full management of the credit risk involved in all phases of the business.

The following four business stages define the credit cycle:

- a) Credit analysis: the credit analysis has clearly defined criteria and procedures for all those involved in the concession process, both with regard to the risk classification of customers/

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operations and the analysis of proposals and renewal of limits. The main objective in the credit analysis is to provide technical support to the Credit Committee through economic and financial analysis of the customers, thus supporting decision making.

b) Credit granting: The main purpose of credit granting is to analyze and decide on the granting of credit limits and operations proposed by the commercial area, taking into account taking into account the information collected by it and the analysis carried out by the Credit Department.

c) Credit management: As soon as credit is granted, credit management becomes responsible for: (i) formalizing the operations and the respective guarantees involved, ensuring the form and content adherence to its constitutive instruments of approval, contracting and associated guarantees; (ii) monitor credit operations, identifying critical points, in order to guarantee the quality of the operation, as well as the effective receipt of amounts lent to the counterparty; (iii) analyze and monitor the guarantees involved in the operation, verifying its sufficiency and liquidity, in addition to detecting signs and preventing deterioration in the quality of operations, based on credit risk.

d) Credit recovery: when a credit transaction is overdue, administrative measures, renegotiation or legal measures are taken. All of the aforementioned ones aim to recover overdue credit at the lowest cost and with the shortest possible term.

The main focus of the credit risk area is, independently, to identify and measure the exposure to credit risk, subsidizing Senior Management with studies related to the Voiter Consolidated credit portfolio, thus supporting the decision-making processes so that the risks involved in the operations are subject to control and mitigation.

The credit risk management structure is subject to the effective and comprehensive verification of the Internal Audit, whose performance is segregated from the credit risk area. It is up to it to verify whether the credit risk management practices are being conducted in accordance with the current Policy and rules.

(b) Market risk

Voiter Consolidated are exposed to market risks, which correspond to the risk of losses arising from changes in market rates and prices. These risks arise from positions in interest rates, currencies, commodities and stocks. The exposure to market risk is segregated into the trading portfolio and the banking portfolio. The trading portfolio includes market-making transaction positions, in which Voiter Consolidated acts as the main agent with customers or with the market. The banking portfolio corresponds to the transactions of Voiter Consolidated's commercial operations.

The main tools and measures for market risk management are:

- VaR (Value at Risk): statistical measure that estimates the maximum potential loss under normal market conditions within a given time horizon;
- Stress test: calculation of the behavior of the portfolio of assets, liabilities and derivatives under extreme market conditions (both positive and negative); and
- Sensitivity analysis.

The sensitivity analysis, as defined by instruction CVM 475, is shown below:

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Factors	Risk	Voiter Consolidated		
		Probable situation	Deterioration of 25%	Deterioration of 50%
Trading portfolio				
Fixed rate	Fixed interest rates in reais	(29)	(717)	(1,425)
Exchange coupons	Foreign currency coupon rates	433	(103)	(722)
Variable income	Share prices	(126)	(314)	(628)
Trading and banking portfolio				
Fixed rate	Fixed interest rates in reais	56,111	48,139	40,109
Exchange coupons	Foreign currency coupon rates	1,576	(780)	(2,413)
Foreign currency	Exchange variations	1,974	(4,934)	(9,868)
Price indexes	Price index coupon rates	354	(8,979)	(18,548)
TR and TJLP	TR and TJLP rates	(4)	(80)	(153)
Variable income	Share prices	(126)	(314)	(628)

In compliance with the classification criteria of transactions addressed in BACEN Resolution 4,557/17 and Circular 3,354/07, and in the Basel III Accord, the financial instruments of Voiter Consolidated are segregated between the Trading Portfolio (for trade) and the Banking Portfolio (structural).

The sensitivity analysis considered the risk factor stress scenarios in all of Voiter Consolidated's transactions. The high stress reference curve scenarios are generally used when Voiter Consolidated has a net debt exposure in a particular risk factor. On the other hand, the low risk reference curve scenarios are used when there is a net credit exposure in each risk factor considered for this analysis.

Scenario I considers the variations expected by Voiter Consolidated in relation to the market reference curves used for marking these products to market. Senior management attributes to Scenario I the variations expected for each risk factor, either above or below the reference factors. Scenarios II and III are defined in accordance with CVM Instruction 475, which establishes that the high scenarios should consider variations of +25% and +50% and the low scenarios variations of -25% and -50%. As a result, scenario II is defined by the variation of +/- 25% in relation to the market value of the products comprising each risk factor and scenario III by the variation of +/- 50% in relation to the market value of the products of each risk factor.

The variations in the scenarios are based on the expectation of an immediate settlement of all of Voiter Consolidated's assets and liabilities, and may not necessarily represent a loss or gain since it is a hypothetical situation.

(c) Liquidity risk

Liquidity risk is understood, according to Resolution No. 4,557 / 17, as the possibility that the Institution will not be able to efficiently honor its expected and unexpected, current and future obligations, including those arising from the binding of guarantees, without affecting its daily operations and without incurring significant losses.

Voiter Consolidated has a Liquidity Risk Management Policy approved by the Board of Directors and reviewed annually, which establishes principles, guidelines and responsibilities adopted in the management of the liquidity risk of Voiter Consolidated, in accordance with the liquidity risk control practices of that deals with Resolution No. 4,557 / 17.

These criteria and procedures determine a liquidity reserve, which must be allocated in highly liquid securities, sufficient to maintain the institution's operations and obligations in a Cash Flow Stress scenario.



The Risk Management area is responsible for independently monitoring the institution's liquidity, including monitoring cash flow, stress testing and liquidity profile.

(d) Operational Risk

In compliance with legal requirements and in line with best market practices, Voiter Consolidated implemented a framework for managing operational risk, consisting of a series of policies, procedures and actions based on their philosophy of ongoing improvement.

As defined in BACEN Resolution 4,557/17, operational risk is the possibility of the occurrence of financial losses resulting from the failure, deficiency or inadequacy of internal processes, systems or people and/or extend events to Voiter Consolidated.

Voiter Consolidated adopted the ASA 2 - Alternative Simplified Approach to calculate the capital allocation of the operational risk portion, in line with BACEN Circular 3,640/13.

(e) Capital management

Capital management is one of the Voiter Consolidated's most important activities and the ongoing enhancement of the management and control of credit, market, liquidity and operational risks is essential in achieving stability in financial results and improving capital allocation.

In accordance with BACEN Resolution 4,557/17, capital management is a permanent process for:

- Monitoring and control of available capital;
- Assessment of the capital need to face the risks to which Voiter Consolidated is subject;
- Planning of goals and capital requirements, considering the institution's strategic objectives.

The Capital Management Framework will also comprise the Policies related to Risk Management, Credit Risk Management, Market and Liquidity Risk Management, Operational Risk Management and the Disclosure of Risk Information.

An efficient capital management process considers the optimization of capital utilization and alignment with Voiter Consolidated business strategy and risk appetite.

The Capital Management Framework should assist the Executive Board and Board of Directors in managing Voiter Consolidated based on appropriate and consistent information. The management reports should provide a detailed view of Voiter Consolidated's risk profile compared to the capital requirements for each type of risk, show how the Capital Plan relates to the results achieved, present action plans to mitigate deviations and disseminate any new rules related to this subject matter.

The capital management policies and strategies, in accordance with legislation in force, will be reviewed at least annually by Voiter Consolidated's Executive Board and Board of Directors, for the purpose of revising their content and ensuring that the Voiter Consolidated's strategic planning is in line with market conditions.

Pursuant to CMN Resolution 4,192/13, Reference Equity (RE) mainly comprises the sum of Tier I capital and Tier II capital.

Tier I RE consists of the sum of amounts of equity, income accounts and deposits in linked accounts meant to make up for capital deficiencies.

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Tier II RE consists of the sum of amounts corresponding to revaluation reserves, contingency reserves and special profit reserves related to non-distributed mandatory dividends, plus the amounts corresponding to hybrid capital and debt instruments, subordinated debt instruments, preferred shares issued with repayment clause and preferred shares with cumulative dividends issued by financial institutions and other institutions authorized to function by the Brazilian Central Bank; non-realized gains and losses due to market value adjustments in securities classified as available for sale.

The calculation of Voiter Consolidated regulatory capital for risk coverage is based on BACEN Resolution 4,193/13, which addresses the criteria used to determine minimum Reference Equity (RE) requirements, of Tier I and Principal Capital and establishes the Principal Capital Additional.

The Risk Weighed Assets (RWA) comprise the portions of credit risk, market risk - comprised by the risks of the exposure to gold, foreign currencies and transactions subject to exchange rate variations, transactions subject to interest rate variations, transactions subject to commodity price variations and transactions subject to variations in the price of shares, and operational risk.

Compliance with the regulatory capital limits is strictly monitored daily by the Risk area.

On June 30, 2020, Voiter Consolidated reached a rate of 10.8% (12.0% on December 31, 2019), calculated from the prudential conglomerate's statements.

	Voiter Consolidated	
	06/30/2020	12/31/2019
Reference equity (RE)	183,313	204,676
Reference equity - Level I	183,313	148,349
Main capital	183,313	148,349
Equity	252,246	384,430
Mark-to-market adjustments	68,932	236,081
Reference equity - Level II		56,327
Risk weighted assets (RWA)	1,694,205	1,710,741
RWA credit risk (RWA cpad)	1,418,454	1,203,579
RWA Market risk (RWA mpad)	130,953	320,990
RWA operational risk (RWA opad)	144,798	186,172
Capital - Main - %	10.8%	12.0%
Capital - Tier I - %	10.8%	12.0%
Basel Index	10.8%	12.0%

During the period covered by these quarterly information, Voiter Consolidated complied with the minimum capital requirements provided for in the regulations in force.

(f) Financial instruments' market values

In accordance with CMN Resolution 4,277/13, Voiter Consolidated has established procedures to assess the need for adjustments in the valuation of financial instruments at market value, verifying the criteria of prudence, relevance and reliability.

The financial instruments mentioned in this resolution are:

- Securities classified as "trading securities" and "available for sale", according to BACEN Circular 3,068/01;
- Derivative financial instruments mentioned in BACEN Circular 3,082/02; and

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- Other financial instruments measured at fair value, irrespective of their classification in the trading portfolio, established in Resolution 3,464/07.

	Voiter Consolidated			
	06/30/2020		12/31/2019	
	Book value	Market value	Book value	Market value
Assets				
Foreing currencies investments			16,123	16,123
Marketable securities	1,315,166	1,328,244	852,852	852,852
Trading securities	730,950	730,950	820,722	820,722
Available-for-sale securities	30,308	30,308	32,130	32,130
Held to maturity securities	<u>553,908</u>	<u>566,986</u>		
Loan operations				
Originated loans	256,940	260,094	226,189	209,613
Trade finance	95,297	105,121	80,731	84,077
Acquired credits	36,763	40,706	53,228	56,107
Payroll Loans	229,497	229,497		
Purchase of card receivables	<u>423,320</u>	<u>428,450</u>		
Derivatives				
Swaps			197	197
Forward	<u>201,541</u>	<u>201,541</u>	<u>89,280</u>	<u>89,280</u>
Liabilities				
Time deposits	2,761,881	2,840,718	1,804,869	1,849,317
Funds from real estate letters of credit, mortgage notes and similar	291,210	291,223	287,610	287,604
Onlendings	<u>5,061</u>	<u>5,061</u>	<u>5,425</u>	<u>5,425</u>
Derivatives				
Forward	<u>194,903</u>	<u>194,903</u>	<u>79,444</u>	<u>79,444</u>

20 Related parties

(a) Subsidiaries

The transactions between the parent company and its subsidiaries and joint ventures were carried out at normal market rates and terms on a commutative basis, and comprise the following:

		06/30/2020	12/31/2019	06/31/2019
		Assets (liabilities)	Income (expenses)	Assets (liabilities)
Linked with Institution	Contract objective and characteristics			
Banco Indusval S.A. and subsidiaries	Demand deposits	(7,161)		(12,345)
	Interbank deposits: 100% of CDI at the end	203,462	3,971	74,191
	Time deposit: 100% of CDI after grace period	(76)	(1)	(78)
	Open market: Tesouro SELIC pré 4,4%a.a.	(203,800)	(659)	(15,002)
	Borrowing: pré 2,55% a.a. + 100% CDI	9,581	216	
	Derivatives: NDF – Coffee X US\$	(20,026)		(4,604)
	Derivatives: Swap – US\$ X DI			
	Other receivables and payables	<u>318</u>		<u>424</u>
Banco Smartbank and subsidiaries	Demand deposits	(9,653)		(4,164)

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(b) Other transactions with related parties - intergroup contract balances

<u>Link with institution</u>	<u>Contracts' objectives and characteristics</u>	<u>06/30/2020</u>	<u>12/31/2019</u>
Management	Demand deposits	33	83
	Time deposits from 105% to 115% of CDI after grace period	16,296	28,478
	LCA from 100% to 105% of CDI at the end	581	570
	FB subordinated at 100% of CDI at the end		56,327
	Sale of shares of Guide Investimento S.A. (Note 2 (b))		120,000
	Result of the sale of the shares of Guide Investimento S.A. (Note 2 (b))		<u>93,366</u>
Companies linked to management	Demand deposits	475	270
	Time deposits from 102% to 115% of CDI after grace period	49,858	29,506
	LCA from 96% to 100% of CDI at the end	12,554	
	Open market: Tesouro SELIC Prefixed from 3.70% a.y. and 100% CDI		12,579
	Borrowing: Pré 10.8% a 14.4% a.a	<u>4,619</u>	
People linked to management	Demand deposits	107	67
	Time deposits from 100% to 121% of CDI after grace period	16,631	6,000
	LCA from 96% to 100% of CDI at the end	387	489
	LCI from 100% of CDI at the end		136
	Borrowings: prefixed 10.8% a.y.		
	Open market: Debentures at 100% CDI		<u>1,031</u>

(c) Remuneration of key management personnel

	<u>Voiter</u>	
	<u>06/30/2020</u>	<u>03/12/2019</u>
Short-term benefits	1,618	1,625
Long-term benefits		18
INSS contributions	<u>313</u>	
	<u>1,931</u>	<u>1,643</u>

According to Resolution No. 3,921/10 of the National Monetary Council, financial institutions that operate in the form of publicly-held companies or that are required to set up an audit committee must establish a compensation committee whose function is to prepare and verify the services of the respective resolution in the preparation of the remuneration policies of its administrators (executive board and board of directors). This committee must prepare Voiter Consolidated "Compensation Committee Report" annually with a series of information about the compensation of Voiter Consolidated managers.

21 Investments

(a) Investments in subsidiaries

<u>Companies</u>	<u>Capital</u>	<u>Equity</u>	<u>Holding %</u>	<u>Net</u>		<u>Investments</u>		<u>Net income/(loss) Equity</u>	
				<u>income/(loss)</u>					
				<u>06/30/2020</u>	<u>06/30/2020</u>	<u>06/30/2020</u>	<u>12/31/2019</u>	<u>06/30/2020</u>	<u>12/31/2019</u>
BI&P Comércio de Cereais	37,165	40,658	100.00%	3,493		40,658	37,165	3,493	(429)
BI&P Assessoria	99	81	100.00%	(18)		81	99	(19)	(103)
Banco Smartbank	103,222	51,158	98.19%	(52,064)		50,231	101,351	(51,119)	(9,613)
Intercap DTVM	20,927	21,164	100.00%	237		21,164	20,927	238	330
Guide Investimentos									(1,100)
Sertrading									853
						<u>112,134</u>	<u>159,542</u>	<u>(47,407)</u>	<u>(10,062)</u>



22 Complementary information

(a) Strategic partnership between Banco Indusval S.A. (Voiter) and The Hive BR Holding, LLC: Banco Smartbank S.A.

On December 04, 2017, Banco Indusval (Voiter) announced an association with The Hive, a company based in Palo Alto with offices in India and Brazil and company focused on implementing disruptive technologies in several sectors, for the creation of a digital platform, with an initial focus to provide banking products, including credit, to Small and Medium-sized Companies. The project is being developed within Banco Smartbank S.A..

On July, 10, 2019, through Decree N°9,911, published in the Official Gazette Of the Union, the Brazilian government authorized the foreign participation of up to fifty percent in the capital stock of Banco Smartbank S.A.

On December 26, 2019, the Extraordinary General Meeting approved the capital increase of Banco Smartbank S.A in the amount of R\$ 2,261, through the issuance of 6,617 new ordinary shares, which was paid in cash by the minority shareholder Digital Finance Participações Ltda. subsidiary of The Hive BR Holding, LLC. With the investment of capital, Digital Finance Participações Ltda. now holds 1.81% of Banco Smartbank's share capital. This increase is awaiting approval by the Central Bank of Brazil.

(a) Service agreement - CVM Instruction 381

The policy of Voiter Consolidated for contracting services unrelated to the external audit is based on the applicable regulations and on internationally accepted principles which safeguard the independence of the auditors. These principles establish that the auditors: (i) should not audit their own work; (ii) should not perform management functions for their clients; and (iii) should not promote the interests of their clients.

During in the first half 2020 and year 2019, the independent auditors and their related parties rendered no services that were not related to the external audit.

(b) Insurance cover

Voiter Consolidated has insurance contracts to cover risks related to property and equipment. Management considers the amount sufficient to cover potential losses.

(c) Acquisition of Energy Trading Company

As announced to the market issued on January 14, 2020, CADE (Administrative Council for Economic Defense), approved the transaction for the acquisition of Crípton Comercializadora de Energia Ltda.

The transaction is subject to other suspensive conditions that must be satisfied for the acquisition of this trader to close.

On March 30, 2020, the Central Bank of Brazil approved the transaction for the acquisition of Crípton Comercializadora de Energia Ltda.

The effective acquisition and financial settlement of Crípton Comercializadora de Energia Ltda. occurred on July 1, 2020, after obtaining the necessary regulatory authorizations.

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23 Subsequent events

(a) Corporate reorganization

Continuing the announcement of the reorganization proposed by the Management for the Company, carried out through the Material Fact disclosed on June 9, 2020:

- At the Extraordinary General Meeting held on July 13, 2020, the choice of Mazars Cabrera Assessoria, Consultoria e Planejamento Empresarial Ltda. was approved, an institution that made up the triple list approved by the Company's Board of Directors at a meeting held on June 8, 2020, for the preparation of the appraisal report of the shares issued by the Company, according to the economic financial criterion ("Appraisal Report"), for the purposes of the Public Offer for leaving Level 2.
- According to the Board of Directors' Meeting held on July 27, 2020, the following was approved: (i) the structure of the Company's corporate restructuring described in the Material Fact dated June 8, 2020; (ii) approval of the documents referring to the proposal for the incorporation of all shares issued by the Company by NK 031 Empreendimentos e Participações S.A., a privately held company wholly owned by Roberto de Rezende Barbosa; (iii) the ratification of the choice of PricewaterhouseCoopers Independent Auditors ("Company 2 Appraiser"), as the appraisal company responsible for preparing the appraisal report of the Company's shares at book value on March 31, 2020, for the purposes of the Merger of Shares ("Valuation Report"); (iv) approval of the Valuation Report; and (v) the approval, of the balance sheet contained in the Company's financial statements for the 1st quarter of 2020, as a basis for calculating the amount of reimbursement in case of exercise of the right to withdraw by the Company's shareholders due to the Merger of Shares.
- According to the Material Fact released on August 13, 2020, the Institution received, on this date, the appraisal report of the shares issued by the Company, prepared by Mazars Cabrera Assessoria, Consultoria e Planejamento Empresarial Ltda., A specialized institution contracted to issue a report of valuation for the purpose of OPA leaving B3 SA's Level 2 Corporate Governance According to the Report, the Appraiser determined the economic value of the shares issued by the Company in the range between R\$ 2.53 and R\$ 2.78, calculated based on the discounted dividend flow methodology. The Appraiser considers this methodology the most appropriate, as it captures the growth potential of the market and the Company, in its operating scenario. Based on the Report, the Offeror informed the Company that it opted to fix the OPA price at R\$ 2.78, and will publish the OPA Notice reflecting such information on September 2, 2020, according to the Notice to the Market published on 24 August 2020.
- At the Extraordinary General Meeting held on August 14, 2020, the following matters relating to the corporate reorganization were approved: (i) the draft Protocol and Justification for the Merger of Shares was approved; (ii) the ratification of the appointment and hiring of PricewaterhouseCoopers Independent Auditors was approved, as the appraisal company responsible for preparing the Appraisal Report at book value; (iii) the Appraisal Report was approved, in accordance with the Protocol and Justification; (v) the Merger of Shares proposal was approved; (v) the balance sheet contained in the Company's financial statements for the 1st quarter of 2020 was approved, as a basis for calculating the amount of reimbursement in case of exercise of the right to withdraw, by the shareholders of Company as a result of the Merger of Shares and (vi) approval of the authorization to the managers of the Company to perform all acts necessary for the implementation and formalization of the Merger of Shares, including the subscription, on behalf of the Company's shareholders of the new shares to be issued by Holding as a result of the Merger of Shares.

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- According to the Material Fact released on August 27, 2020, the Institution received, on this date, a new version of the appraisal report of the shares issued by the Company, prepared by Mazars Cabrera Assessoria, Consultoria e Planejamento Empresarial Ltda. The reissue of the Report arises exclusively from adjustments necessary to comply with the requirements formulated by B3 in the process of analysis of the Tender offer for leaving Level 2. There was no change in the fair price initially reported in the Report.

All documents related to the transaction and the public offer for leaving Level 2, both in progress, are available on the Company's Investor Relations website (www.bip.b.br/ri), as well as on the CVM and B3 websites.

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Opinions and Statements / Report on Special Review

Report on Review of Quarterly Information

To the Board of Directors and Shareholders
Banco Indusval S.A. (Voiter Consolidated)

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of Banco Indusval S.A. ("Bank"), included in the Quarterly Information Form (ITR) for the quarter ended June 30, 2020, comprising the balance sheet as at that date and the statements of operations, comprehensive income (loss) for the quarter and six-month periods then ended, and the statements of changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company and consolidated interim accounting information in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Brazilian Central Bank, as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission, applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of the review

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (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 information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with 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 interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim accounting information included in the Quarterly Information referred to above has not been prepared, in all material respects, in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Brazilian Central Bank and presented in accordance with the standards issued by the Brazilian Securities Commission, applicable to the preparation of the Quarterly Information Form (ITR).
Emphasis of matter

Deferred tax assets

As described in Note 12, as of June 30, 2020, tax credits recorded in assets total R \$ 342 million at Banco Indusval S.A. and subsidiaries and are recognized based on a realization study that considers the projection of future taxable results. This study of realization of tax credits was reviewed by the Bank's management based on the current and future scenario and approved by the Board of Directors. The realization of these tax credits, in the estimated realization period, depends on the materialization of these projections and the business plan. Our conclusion is not qualified due to this matter.

Other matters

Statements of value added

The quarterly information referred to above includes the parent company and consolidated statements of value added for the six-month period ended June 30, 2020, prepared under the responsibility of the Bank's management and are presented as supplementary information for the purposes of Brazilian Central Bank. These statements have been subjected to review

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procedures performed together with the review of the quarterly information for the purpose of concluding whether they are reconciled with the interim accounting information and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in the accounting standard CPC 09 - "Statement of Value Added". Based on our review, nothing has come to our attention that causes us to believe that these statements of value added have not been properly prepared, in all material respects, in accordance with the criteria defined in this accounting standard, and in a consistent manner in relation to the parent company and consolidated interim accounting information taken as a whole.

São Paulo, August 28, 2020

PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5

Maria José De Mula Cury
Contadora CRC 1SP192785/O-4

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Opinions and Statements / Executive Board Statement on the Financial Statements

Statement

The undersigned members of the Executive Board of Banco Indusval S.A., under the terms of Article 25 paragraph 1 item VI of CVM Instruction 480 dated December 7, 2009, STATE that they have reviewed the Financial Statements of Banco Indusval S.A. for the quarter ended June 30, 2020, and based on the discussions held, they agree that the Financial Statements adequately reflect the relevant aspects and the financial position of the Bank for the period reported.

São Paulo, August 28, 2020.

ALEXANDRE FARIA TEIXEIRA
CPF/MF 127.611.738-80

FERNANDO FEGYVERES
CPF/MF 148.106.108-96

CARLOS ANDRE HERMESINDO DA SILVA
CPF/MF 128.217.718-30

FELIPE MORENO GUIMARÃES
CPF/MF 274.795.068-99

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Opinions and Statements / Executive Board Statement on the Auditor's Report

Statement

The undersigned members of the Executive Board of Banco Indusval S.A., under the terms of Article 25 paragraph 1 item V of CVM Instruction 480 dated December 7, 2009, STATE that to the best of their knowledge and based on the work plan presented by the independent auditors and the discussions held on the results of the auditing process, they agree with the opinion issued by PricewaterhouseCoopers Auditores Independentes, and that there are no disagreements.

São Paulo, August 28, 2020.

ALEXANDRE FARIA TEIXEIRA
CPF/MF 127.611.738-80

FERNANDO FEGYVERES
CPF/MF 148.106.108-96

CARLOS ANDRE HERMESINDO DA SILVA
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FELIPE MORENO GUIMARÃES
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