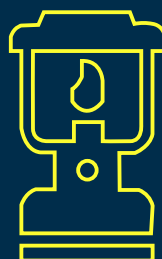


Interim Financial Statements

BB Seguridade Participações S.A.

1st Half 2021



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MANAGEMENT COMMENTS ON PERFORMANCE

Dear Shareholders,

BB Seguridade Participações S.A. ("BB Seguridade" or "Company") reported a net income of R\$ 753.7 million in the second quarter of 2021, down 21.2% YoY.

In the 2Q20, in order to contribute to the society with the responses to the impact of the pandemic, the Board of Directors approved a donation capped at R\$ 40 million by BB Corretora to Banco do Brasil Foundation (FBB), aiming the acquisition of food and hygiene, cleaning and personal protection supply necessary for the social aid of the most affected people. Until June 2020, FBB had demanded the disbursement of R\$ 37.9 million, with an impact of R\$ 25.0 million to the earnings after tax effects.

Setting apart the donation, which was considered an extraordinary event and had affected the equity income in the 2Q20, the adjusted net income retracted R\$ 228.1 million (-23.2% YoY). Despite the strong growth in the distribution business (+R\$ 67.9 million), the worsening of the sanitary crisis and the financial results volatility negatively impacted the other operations' results, as follows:

Brasilprev (-R\$ 171.0 million): due to the net investment loss led by the differential in inflation rates that adjusted the assets (IPCA and IGP-M of the current period) and the liabilities (mostly accrued by the IGP-M with one month lag on average) of the defined benefit pension plans;

Brasilseg (-R\$ 100.1 million): mainly driven by worsening of the sanitary crisis, with the peak of deaths caused by Covid-19 since the beginning of the pandemic being reached in the 2Q21, raising the loss ratio by 19.7 p.p.;

Brasilcap (-R\$ 16.0 million): explained by the net investment income decrease, partially offset by the drop in G&A expenses and acquisition costs; and

Holding's net investment income (-R\$ 3.3 million): impacted by the contraction in financial investments volume after the return of capital to the shareholders in April 2020.

Table 1 – Adjusted Income Statement

	Parent		
	2Q21	2Q20	Chg.%
Equity Income	754,070	979,049	(23.0)
BB MAPFRE Participações S.A. (Brasilseg)	178,468	278,612	(35.9)
Brasilprev Seguros e Previdência S.A.	38,631	209,656	(81.6)
Brasilcap Capitalização S.A.	14,217	30,193	(52.9)
Brasil dental Operadora de Planos Odontológicos S.A.	4,122	5,344	(22.9)
BB Corretora de Seguros e Administradora de Bens S.A.	523,629	455,711	14.9
Other	(4,997)	(467)	970.0
Other revenues and expenses	(3,537)	(3,708)	(4.6)
Personnel expenses	(2,962)	(2,874)	3.1
Administrative and sales expenses	(1,221)	(797)	53.2
Tax expenses	(240)	(397)	(39.5)
Other	886	360	146.1
Earnings before financial revenues and expenses	750,533	975,341	(23.0)
Net investment income	2,970	7,899	(62.4)
Financial income	3,212	8,000	(59.9)
Financial expenses	(242)	(101)	139.6
Earnings before taxes	753,503	983,240	(23.4)
Taxes	199	(1,427)	-
Adjusted net income	753,702	981,813	(23.2)

Table 2 – Extraordinary Events

	Parent		Chg. %
	2Q21	2Q20	
Adjusted Equity Income	754,070	979,049	(23.0)
Extraordinary Events			
BB Corretora: Donation against Covid-19	-	(25,016)	-
Equity Income	754,070	954,033	(21.0)

In the 2Q21, the holding's other revenues and expenses decreased 4.6% YoY, helped by a higher volume of revenues from the ADR Level I program (+111.9%), accounted in other revenues, and by lower PIS and Cofins tax expenses on financial income, due to the contraction in the average balance of financial investments (-75.4%).

On the other hand, the raise in administrative and sales expenses offset part of this drop, with higher data processing and postage expenses, the second one due to the increase in the number of shareholders in the last 12 months, which led to higher costs with the print of remuneration report of 2020, and the growth in expenses with legal publication of the financial statements for 2020 fiscal year in the newspaper.

The net investment income dropped 62.4%, impacted by the lower average balance of financial investments after the return of capital to the shareholders in April 2020.

For more information about BB Seguridade's performance, including the managerial analysis of its investees, please refer to the MD&A, available at www.bbseguridaderi.com.br/en, section Financial Information, option Results Center.

RELATIONSHIP WITH INDEPENDENT AUDITORS

According to the CVM Rule 381/03, we hereby inform that, for the second quarter of 2021, BB Seguridade used the independent audit services provided by Deloitte Touche Tohmatsu Auditores Independentes ("Deloitte"), through a contract maintained by its controlling shareholder Banco do Brasil S.A.

When hiring services not related to the external audit, BB Seguridade adopts procedures based on the applicable law and on international accepted principles that preserve the auditor's independence. Such principles consist of: (i) the auditor should not audit its own work; (ii) the auditor should not perform managerial activities at his client management structure; and (iii) the auditor should not promote the interests of its client.

During the second quarter of 2021, there was no changes related to the signature, cancelation, or modification of contracts between the controlling shareholder (Banco do Brasil) and Deloitte.

Regarding BB Seguridade's investees, on April 26, 2021, it was signed an audit services contract between Deloitte and Brasilcap, effective as of April 26, 2021, according to the table below:

Company	Contract dates		Service	Fee (R\$)
	Start	End		
Brasilcap S.A.	04/26/2021	04/25/2023	Audit services on the financial statements of 2021 and 2022.	814,000.00

STATEMENT OF INCOME

R\$ thousand (except earnings per share)									
	Note	Parent				Consolidated			
		2 nd Quarter 2021	1 st Half 2021	2 nd Quarter 2020	1 st Half 2020	2 nd Quarter 2021	1 st Half 2021	2 nd Quarter 2020	1 st Half 2020
OPERATING INCOME		754,070	1,725,419	954,033	1,822,262	1,080,094	2,370,860	1,257,823	2,427,200
Equity income	[7.b]	754,070	1,725,419	954,033	1,822,262	233,111	703,634	519,456	908,215
Net commissions income	[8]	--	--	--	--	846,983	1,667,226	738,367	1,518,985
COST OF SERVICES PROVIDED	[9]	--	--	--	--	(54,092)	(94,434)	(36,778)	(82,238)
GROSS PROFIT		754,070	1,725,419	954,033	1,822,262	1,026,002	2,276,426	1,221,045	2,344,962
OTHER INCOME AND EXPENSES		(3,537)	(4,636)	(3,708)	(6,058)	(26,159)	(52,523)	(69,872)	(101,592)
Personnel expenses	[10]	(2,962)	(5,739)	(2,874)	(5,646)	(15,478)	(29,705)	(16,139)	(31,574)
Administratives and sales expenses	[11]	(1,221)	(1,762)	(797)	(1,671)	(5,539)	(8,910)	(46,248)	(51,658)
Tax expenses	[12.c]	(240)	(1,093)	(397)	(3,090)	(1,270)	(2,715)	(1,460)	(5,799)
Other	[13]	886	3,958	360	4,349	(3,872)	(11,193)	(6,025)	(12,561)
INCOME BEFORE FINANCIAL REVENUE AND EXPENSES		750,533	1,720,783	950,325	1,816,204	999,843	2,223,903	1,151,173	2,243,370
FINANCIAL RESULT	[14]	2,970	12,309	7,899	32,267	24,600	42,915	31,063	77,773
Financial revenue		3,212	15,468	8,000	57,575	24,898	46,201	31,255	104,478
Financial expenses		(242)	(3,159)	(101)	(25,308)	(298)	(3,286)	(192)	(26,705)
INCOME BEFORE TAXES AND EQUITIES		753,503	1,733,092	958,224	1,848,471	1,024,443	2,266,818	1,182,236	2,321,143
INCOME TAX AND SOCIAL CONTRIBUTION	[12.a]	199	(2,328)	(1,427)	(8,953)	(270,741)	(536,054)	(225,439)	(481,625)
NET INCOME		753,702	1,730,764	956,797	1,839,518	753,702	1,730,764	956,797	1,839,518
Number of shares	[25.a]	2,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000
Weighted average number of shares - basic and diluted	[25.c]	1,996,676,877	1,996,657,612	1,996,594,035	1,996,617,689	1,996,676,877	1,996,657,612	1,996,594,035	1,996,617,689
Basic and diluted earnings per share (R\$)	[25.c]	0.38	0.87	0.48	0.92	0.38	0.87	0.48	0.92

The accompanying notes are an integral part of the interim financial statements

STATEMENT OF COMPREHENSIVE INCOME

		Parent				Consolidated				R\$ thousand
	Note	2 nd Quarter 2021	1 st Half 2021	2 nd Quarter 2020	1 st Half 2020	2 nd Quarter 2021	1 st Half 2021	2 nd Quarter 2020	1 st Half 2020	
NET INCOME		753,702	1,730,764	956,797	1,839,518	753,702	1,730,764	956,797	1,839,518	
Share of comprehensive income Investments in Equity Holdings	[7.b]	17,925	(184,558)	42,567	7,487	17,925	(184,558)	42,567	7,487	
Gains/(losses) on financial assets available for sale		29,875	(307,597)	70,943	12,478	29,875	(307,597)	70,943	12,478	
Tax effect		(11,950)	123,039	(28,376)	(4,991)	(11,950)	123,039	(28,376)	(4,991)	
TOTAL COMPREHENSIVE INCOME		771,627	1,546,206	999,364	1,847,005	771,627	1,546,206	999,364	1,847,005	

The accompanying notes are an integral part of the interim financial statements

BALANCE SHEET

R\$ thousand

	Note	Parent		Consolidated	
		June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
CURRENT ASSETS		1,376,835	1,279,341	3,765,596	3,618,881
Cash and cash equivalents	[15]	317,452	208,893	2,587,049	2,195,445
Financial assets measured at amortized cost	[16.b]	--	--	304,601	245,101
Dividends/interest on equity receivable	[17]	1,030,000	1,060,278	--	--
Current tax assets	[12.d]	17,878	--	19,331	--
Commissions receivable	[18]	--	--	846,315	1,173,988
Other assets	[20]	11,505	10,170	8,300	4,347
NON-CURRENT ASSETS		6,568,560	6,067,671	7,617,347	7,281,415
Financial assets at fair value through profit or loss	[16.a]	12,539	3,948	13,579	4,986
Financial assets measured at amortised cost	[16.b]	--	--	--	204,449
Current tax assets	[12.d]	67,518	85,155	97,399	114,776
Deferred tax assets	[12.e]	603	1,305	17,396	17,634
Commissions receivable	[18]	--	--	638,899	643,090
Investments in associates	[7.b]	6,482,590	5,971,729	6,636,314	6,084,345
Intangible	[19]	5,264	5,481	5,264	5,481
Other assets	[20]	46	53	208,496	206,654
TOTAL ASSETS		7,945,395	7,347,012	11,382,943	10,900,296
CURRENT LIABILITIES		1,048,368	957,301	2,614,340	2,853,303
Statutory obligation	[21]	1,040,491	948,493	1,040,491	948,493
Contingent liabilities	[22]	--	124	3,817	6,411
Current tax liabilities	[12.g]	28	81	390,109	682,950
Unearned commissions	[23]	0	--	1,076,389	1,127,358
Other liabilities	[24]	7,849	8,603	103,534	88,091
NON-CURRENT LIABILITIES		28	106	1,871,604	1,657,388
Contingent liabilities	[22]	28	106	11,969	11,573
Deferred tax liabilities	[12.h]	--	--	228,565	228,565
Unearned commissions	[23]	--	--	1,631,070	1,417,250
TOTAL LIABILITIES		1,048,396	957,407	4,485,944	4,510,691
EQUITY		6,896,999	6,389,605	6,896,999	6,389,605
Capital	[25.a]	3,396,767	3,396,767	3,396,767	3,396,767
Capital reserves	[25.b]	1,508	1,588	1,508	1,588
Income reserves	[25.b]	3,060,956	3,060,956	3,060,956	3,060,956
Treasury shares	[25.g.4]	(81,320)	(82,588)	(81,320)	(82,588)
Other accumulated comprehensive income	[25.e]	(171,676)	12,882	(171,676)	12,882
Retained earnings		690,764	--	690,764	--
TOTAL EQUITY		6,896,999	6,389,605	6,896,999	6,389,605
TOTAL LIABILITIES AND EQUITY		7,945,395	7,347,012	11,382,943	10,900,296

The accompanying notes are an integral part of the interim financial statements

STATEMENT OF CASH FLOWS

R\$ thousand

		Parent		Consolidated	
	Note	1 st Half 2021	1 st Half 2020	1 st Half 2021	1 st Half 2020
Cash flow from operating activities					
Net profit		1,730,764	1,839,518	1,730,764	1,839,518
Adjustment to net profit:					
Equity income	[7.b]	(1,725,419)	(1,822,262)	(703,634)	(908,215)
Net increase in dividends and interest on shareholders' equity		(311)	13,642	2,623	24,871
Net increase in financial assets at amortized cost		--	--	(4,883)	(11,941)
Other adjustments		1,383	1,677	(613)	961
Adjustment to net profit		6,417	32,575	1,024,257	945,194
Changes in balance sheet items:					
Financial assets at fair value through profit or loss		(8,591)	(498)	(8,593)	(5,578)
Current tax assets and deferred tax assets		461	(24,217)	(1,716)	(29,013)
Commissions receivable		--	--	331,864	28,008
Other assets		(1,328)	(3,149)	(5,795)	(7,649)
Unearned commissions		--	--	162,851	25,100
Current tax liabilities and deferred tax liabilities		(53)	(924)	(292,841)	(319,232)
Other liabilities		(754)	(971)	15,443	3,451
Cash provided by operating activities		(3,848)	2,816	1,225,470	640,281
Cash flow from investment activities					
Investments in financial assets measured at amortized cost		--	--	--	(200,000)
Redemptions in financial assets measured at amortized cost		--	--	149,832	--
Dividends received	[7.b]	1,063,213	2,460,242	417,077	809,853
Acquisition of investments - Ciclic Corretora de Seguros S.A.	[7.b]	--	--	--	(12,750)
Acquisition of investments - Brasilprev Seguros e Previdência S.A.	[7.b]	--	--	(449,969)	--
Acquisition Asset		(180)	(15)	(180)	(15)
Cash provided by investment activities		1,063,033	2,460,227	116,760	597,088
Cash flow from financing activities					
Dividends paid		(950,626)	(3,815,148)	(950,626)	(3,815,148)
Refund payment - Capital reduction		--	(2,699,904)	--	(2,699,904)
Cash flow provided by financing activities		(950,626)	(6,515,052)	(950,626)	(6,515,052)
Net change in cash and cash equivalents					
Opening balance	[15]	208,893	4,231,195	2,195,445	7,381,292
Closing balance	[15]	317,452	179,186	2,587,049	2,103,609
Increase (decrease) in cash and cash equivalents		108,559	(4,052,009)	391,604	(5,277,683)
Complementary information on operations					
Income tax paid		(556)	(1,175)	(563,553)	(538,398)
Social contribution paid		(518)	(2,598)	(218,691)	(212,404)
Total taxes paid		(1,074)	(3,773)	(782,244)	(750,802)

The accompanying notes are an integral part of the interim financial statements

STATEMENT OF CHANGES IN EQUITY

									R\$ thousand
Event	Note	Capital	Capital Reserves	Profit Reserves		Treasury Shares	Retained Earnings/ Accumulated Losses	Other Accumulated Comprehensive Income	Total
				Legal Reserve	Statutory Reserve				
Balances at Dec 31, 2019		3,396,767	1,117	679,354	1,226,371	(83,306)	--	28,451	5,248,754
Share-based payment transactions		--	471	--	--	718	--	--	1,189
Other accumulated comprehensive income		--	--	--	--	---	--	7,487	7,487
Expired dividends		--	--	--	--	--	23	--	23
Net income for the period	[25.c]	--	--	-	--	--	1,839,518	--	1,839,518
Intermediary dividends payable		--	--	--	--	--	(1,747,565)	--	(1,747,565)
Balances at June 30, 2020		3,396,767	1,588	679,354	1,226,371	(82,588)	91,976	35,938	5,349,406
Changes in the year		--	471	--	--	718	91,976	7,487	100,652
Balances at Dec 31, 2020		3,396,767	1,588	679,354	2,381,602	(82,588)	--	12,882	6,389,605
Share-based payment transactions		--	(80)	--	--	1,268	--	--	1,188
Other accumulated comprehensive income	[7.b]	--	--	--	--	--	--	(184,558)	(184,558)
Expired dividends		--	--	--	--	--	24	--	24
Net income for the period	[25.c]	--	--	--	--	--	1,730,764	--	1,730,764
Intermediary dividends payable		--	--	--	--	--	(1,040,024)	--	(1,040,024)
Balances at June 30, 2021		3,396,767	1,508	679,354	2,381,602	(81,320)	690,764	(171,676)	6,896,999
Changes in the year		--	(80)	--	--	1,268	690,764	(184,558)	507,394

The accompanying notes are an integral part of the interim financial statements

STATEMENT OF VALUE ADDED

R\$ thousand

	Note	Parent		Consolidated	
		1 st Half 2021	1 st Half 2020	1 st Half 2021	1 st Half 2020
Income		4,040	4,570	1,894,831	1,724,803
Commissions income	[8]	--	--	1,885,885	1,717,090
Other income	[13]	4,040	4,570	8,946	7,713
Input Acquired from Third Parties		(1,762)	(1,798)	(122,963)	(153,672)
Administrative expenses diverse	[11]	(1,762)	(1,671)	(8,910)	(51,658)
Cost of services provided	[9]	--	--	(94,434)	(82,238)
Other expenses	[13]	--	(127)	(19,619)	(19,776)
Gross Added Value		2,278	2,772	1,771,868	1,571,131
Depreciation and amortization	[13]	(82)	(94)	(519)	(498)
Net Added Value Generated by the Entity		2,196	2,678	1,771,349	1,570,633
Added Value Received Through Transfer		1,740,887	1,879,837	749,835	1,012,693
Equity in the earnings of associates	[7.b]	1,725,419	1,822,262	703,634	908,215
Financial income	[14]	15,468	57,575	46,201	104,478
Total Added Value to Distribute		1,743,083	1,882,515	2,521,184	2,583,326
Distribution of Added Value		1,743,083	1,882,515	2,521,184	2,583,326
Personnel	[10]	5,739	5,646	29,705	31,574
Taxes, fees and contributions		3,421	12,042	757,429	685,528
Financial expenses	[14]	3,159	25,308	3,286	26,705
Equity remuneration		1,040,000	1,747,543	1,040,000	1,747,543
Retained earnings in the period		690,764	91,976	690,764	91,976

The accompanying notes are an integral part of the interim financial statements

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS¹**1 – OPERATIONS**

BB Seguridade Participações S.A. ("BB Seguridade") is a holding company controlled by Banco do Brasil S.A., established on December 20, 2012, which operates in insurance, pension plans and premium bonds businesses. It is a publicly-held company and its shares are traded in the Novo Mercado segment of B3 S.A. - Brasil, Bolsa, Balcão, under the ticker "BBSE3" and its ADRs (American Depositary Receipts) are trading Over-the-Counter (OTC) in the USA, under the ticker "BBSEY".

BB Seguridade, enrolled with the CNPJ (Brazilian equivalent of IRS Registry of Legal Entities) 17.344.597/0001-94, is headquartered in Setor de Autarquias Norte, Quadra 05, Lot B, 3rd Floor, Banco do Brasil Building, Asa Norte, Brasília, Distrito Federal, Brazil.

The purpose of the Group is the participation in insurance, premium bonds, open private pension plans and health insurance companies, as well as other companies whose corporate purpose is the brokerage and enablement of business involving P&C, life, health, premium bonds, private pension plans and asset management.

The Group's operations are conducted through its wholly owned subsidiaries Seguros Participações S.A. ("BB Seguros") and BB Corretora de Seguros e Administradora de Bens S.A. ("BB Corretora").

Such participations are currently organized in two segments: risk and accumulation businesses, which operate in insurance, private pension plans, premium bonds and dental assistance plans segments through BB Seguros with private partnerships; and distribution businesses, which is responsible for the distribution of insurance, private pension plans, premium bonds and dental assistance plans, through BB Corretora, in addition to investee that operates in the distribution of insurance products through digital channels.

Counting on Banco do Brasil's distribution network as the main sales channel of a complete portfolio of products with the intermediation of its own insurance broker, BB Seguridade currently occupies a prominent market position in all segments in which it is present.

Since the beginning of this current situation, caused by the Covid-19 pandemic, more than 30 initiatives involving the whole Company were implemented, through an specific plan to deal with the Covid-19, sustained by the pillars of extreme focus, agile decision making and timely communication.

The Company's current organizational structure has been enhanced to place greater emphasis on digital initiatives aiming the capture of opportunities brought by the acceleration of consumer behavior to online environments.

Our customers continue to be served and supported in their needs, and the insurance, in the current scenario, represents a great ally to bring the serenity and safety expected by those who already use our products and services, in addition to those who started to consume it after this adverse situation emerged. We have extended the limits of service in digital channels and remain focused on completing the self-service journeys. We also offer benefits and services to help customers during the social isolation.

Taking measures to sustain our current business, while keeping our eyes on the new normal, completes the Company's initiatives to face the effects of Covid-19. Hence, we prioritize revenue generation with businesses more adherent and less impacted by the situation, ensuring that technology strategies do not slow down the pace, in addition to accelerating projects with high potential to capture market opportunities.

Therefore, the Company continues monitoring and evaluating scenarios that may affect its operations, with daily assessment of the situation, updating of preventive measures and risk minimization actions, and coordinating the execution of action plans in the Continuity Coordinator Group.

In addition, the Company continues adopting measures to relieve the impacts caused by the pandemic, aiming to maintain the safety of its employees, collaborating with society and the authorities to contain the virus and to sustain its operations, such as the maintenance of remote work for all employees, online training and corporate events and internal and external meetings through audio and video conferences.

The Company has a Return to Office Plan (ROP) to provide an environment that offers safety and tranquility for employees in the return to office, ensuring business continuity after the quarantine relaxation.

Considering the evolution of the pandemic until the end of the 1st half of 2021, in addition to the limitation for specific audiences of the vaccines being applied as a result of the National Immunization Program, the Company continues to adopt the remote work regime, without the execution, in its entirety, of the Return to Office Plan.

In order to define the best time for the Return to the Office Plan, the moving average indicators of cases, the ICU bed occupancy rates and the transmission rate, as well as the actions of the Vaccination Program, are being monitored by the Executive Board.

Taking into account the lengthening of the pandemic situation and restrictions movement, several corporate actions to support mental health and physical activity, offered in the remote modality, have been continuously made available and reinforced by the Company.

We understand that BB Seguridade has the appropriate workforce and liquidity to overcome the challenge in the best possible way. The monitoring of possible risks inherent to the pandemic that may affect the company, logistics, employees and customers are addressed in Explanatory Note 5 - RISK MANAGEMENT.

2 – ACQUISITIONS, DISPOSALS AND CORPORATE RESTRUCTURINGS

a) Ciclic Corretora de Seguros S.A.

On February 27, 2020, Ciclic's Extraordinary Shareholders Meeting (ESM) approved the increase on the company's capital by R\$ 17,001,400.00 through the issuance of 8,500,700 common shares and 8,500,700 preferred shares, by the price of R\$ 1.00 each.

BB Corretora de Seguros e Administradora de Bens S.A. subscribed 4,249,500 common shares and 8,500,700 preferred shares, equivalent to R\$ 12,750,200.00, fully paid in national currency, on the date of the ESM held to decide the increase on the company's capital.

PFG do Brasil 2 Participações Ltda subscribed 4,251,200 common shares, equivalent to R\$ 4,251,200.00, fully paid in national currency, on the date of the ESM held to decide the increase on the company's capital.

The company's capital, fully subscribed and paid-in, amounted at the occasion, to R\$ 44.0 million, divided into 44 million shares, of which 22 million are common shares and 22 million are preferred shares, distributed between the shareholders in the following proportion:

Shareholders	Common Shares		Preferred Shares		Total	
	Amount	%	Amount	%	Amount	%
BB Corretora	10,997,800	49.990	22,000,000	100.000	32,997,800	74.995
PFG2	11,002,200	50.010	--	--	11,002,200	25.005
Total	22,000,000	100.000	22,000,000	100.000	44,000,000	100.000

On December 4th, 2020, Ciclic's Extraordinary Shareholders Meeting (ESM) approved a new increase on the company's capital by R\$ 17,132,548.00 through the issuance of 8,566,274 common shares and 8,566,274 preferred shares, by the price of R\$ 1.00 each.

BB Corretora de Seguros e Administradora de Bens S.A. subscribed 4,282,280 common shares and 8,566,274 preferred shares, equivalent to R\$ 12,848,554.00, fully paid in national currency on December 7, 2020.

PFG do Brasil 2 Participações Ltda subscribed 4,283,994 common shares, equivalent to R\$ 4,283,994.00, fully paid in national currency, on December 8, 2020.

The company's capital, fully subscribed and paid-in, is now of R\$ 61,132,548.00, divided into 61,132,548 shares, of which 30,566,274 are common shares and 30,566,274 are preferred shares, distributed between the shareholders in the following proportion:

Shareholders	Common Shares		Preferred Shares		Total	
	Amount	%	Amount	%	Amount	%
BB Corretora	15,280,080	49.990	30,566,274	100.000	45,846,354	74.995
PFG2	15,286,194	50.010	--	--	15,286,194	25.005
Total	30,566,274	100.000	30,566,274	100.000	61,132,548	100.000

b) Brasilprev Seguros e Previdência S.A.

On December 30, 2020, Brasilprev's Extraordinary Shareholders Meeting (ESM) approved the increase on the company's capital by R\$ 1,199,998,758.74 through the issuance of 422,686 common shares and 422,686 preferred shares, by the price of R\$ 1,419.49 each, based on Brasilprev's shareholders' equity as of November 30, 2020. On the same date, BB Seguridade Participações S.A. released to the market a Material Fact communicating the transaction and its motivation.

BB Seguros Participações S.A. subscribed 211,301 common shares and 422,686 preferred shares, equivalent to R\$ 899,939,450.39, while PFG do Brasil Ltda. subscribed 211,385 common shares, equivalent to R\$ 300,059,308.35, having the shareholders up to January 31st, 2021 to fully pay up the capital.

Brasilprev's capital, which is fully subscribed and paid up, amounted to R\$ 2,929,257,699.28, divided into 3,135,452 shares, of which 1,567,726 are common shares and 1,567,726 are preferred shares, distributed between the shareholders in the following proportion:

Shareholders	Common Shares		Preferred Shares		Total	
	Ammount	%	Ammount	%	Ammount	%
BB Seguros	783,707	49.990	1,567,726	100.000	2,351,433	74.995
PFG	784,019	50.010	--	--	784,019	25.005
Total	1,567,726	100.000	1,567,726	100.000	3,135,452	100.000

3 – PRESENTATION OF FINANCIAL STATEMENTS

a) Statement of Compliance

The individual financial statements have been prepared in accordance with the accounting guidelines derived from Brazilian corporation law and are presented in compliance with accounting practices adopted in Brazil, including pronouncements issued by the Comitê de Pronunciamentos Contábeis – CPC (Accounting Pronouncements Committee), approved by Conselho Federal de Contabilidade – CFC (Federal Accounting Council).

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), issued by the International Accounting Standards Board (IASB).

There are no divergences in accounting practices adopted for these individual and consolidated financial statements, given that the conformity between of the accounting standards adopted in Brazil and those issued by the IASB.

All the relevant information specific to the financial statements are evidenced and correspond to those used by Management in its management.

These financial statements were approved and authorized by BB Seguridade's Board of Directors on July 30, 2021.

b) Continuity

Management evaluated the capacity of BB Seguridade to continue normally operating and it is convinced that it has the resources to continue its business in the future. In addition, Management is not aware of any material uncertainties that could generate significant doubts about its ability to continue operating. Accordingly, these consolidated and individual financial statements were prepared based on the assumption of operating continuity.

c) Measurement Basis of Assets and Liabilities

These individual and consolidated interim financial statements have been prepared using historical cost as the measurement basis, except for financial assets measured at fair value through profit or loss.

d) Functional and Presentation Currency

The financial statements are presented in Brazilian Reais (R\$), the functional and presentation currency of BB Seguridade. BB Seguridade and subsidiaries did not carry out operations in foreign currency.

e) Consolidation Basis

The consolidated financial statements of the BB Seguridade and subsidiaries are included the consolidation of assets and liabilities from BB Seguridade and its controlled entities, as follows:

Company	Activity	Country of constitution	% Share	
			June 30, 2021	Dec 31, 2020
BB Seguros Participações S.A.	Holding	Brazil	100%	100%
BB Corretora de Seguros e Administradora de Bens S.A.	Brokerage	Brazil	100%	100%

The intra-group balances and transactions, such as any unrealized income or expenses on transactions between companies of the consolidated, are eliminated in preparing the consolidated financial statements.

f) Seasonality of Operations

BB Seguridade and its owned subsidiaries consider the nature of their transactions as non-seasonal and non-cyclical, taking into account the activities carried out by the Group. Consequently, no specific disclosures are provided in these notes.

g) Main Judgments and Accounting Estimates

The preparation of the financial statements in accordance with CPCs and IFRS requires that the Management make judgments and estimates affecting the recognized amounts referring to assets, liabilities, income and expenses. Estimates and assumptions adopted are analyzed on a continuous basis, and revisions are carried out and recognized in the period in which the estimate is reevaluated, with prospective effects. The actual results obtained may be different from estimates used herein.

Taking into consideration that there are certain alternatives to accounting treatments, the results that are disclosed could be different, in the event a different treatment had been chosen. Management considers that the choices made are appropriate

and that the financial statements fairly present the consolidated financial position of BB Seguridade and the result of its operations in all material aspects.

Significant assets and liabilities subject to these estimates and assumptions encompass items for which an evaluation at fair value is necessary. The most relevant applications of the exercise on estimates judgments and usage occur in: Fair value of Financial Instruments, Impairment of Financial Assets, Impairment of Non-Financial Assets, Income Taxes, Deferred Taxes and Provisions and Contingent Liabilities.

4 – DESCRIPTION OF SIGNIFICANT ACCOUNTING POLICIES

Accounting policies are the specific principles, bases, conventions, rules and practices applied by BB Seguridade in the preparation and presentation of interim financial statements. BB Seguridade applied accounting policies consistently to all periods presented in these financial statements.

The accounting policies used in the preparation of these financial statements are equivalent to those applied to the annual financial statements for the period ended on December 31, 2020.

a) Revenue and Expense Recognition

Income and expenses are recognized on an accrual basis and are reported in the financial statements of the periods to which they refer. Revenues are increases in assets, or decreases in liabilities, that result in increases in shareholders' equity, except for those referring to contributions from holders of rights over equity.

This concept is applied to the main forms of revenue originated from the activities of BB Seguridade and its subsidiary companies, as follows:

a.1) Revenue from investments of corporate interests – Income from the equity accounting method for evaluation of the investments in corporate interests are incorporated according to the investment interest of BB Seguridade in the results originated from the companies in which it was invested, according to CPC 18 (R2) – Investment in Controlled Companies and Affiliated and Joint Ventures.

a.2) Commission Revenue – The income originated from commissions are incorporated when its amount and the related costs and process of conclusion of the operation can be measured in reliable manner and when its related economic benefits are likely to be made, according to CPC 47 – Client Agreement Revenue.

In order to assess its revenue, BB Seguridade uses a five-stage model concept to determine when to incorporate a type of revenue: i) identification of the agreement; ii) identification of the performance obligations; iii) evaluation of the price of the operation; iv) measurement of the operation price and v) revenue assessment

The commission revenue are incorporated when the Company meets (or as the Company meets) its performance obligation when transferring goods and services (in other words, assets) agreed with the client. The commission income comes from the segments of people insurance, basic lines, vehicles, pension plans, capitalization and health insurance. These revenues are recognized over time (products with definite validity), where the performance obligation is diluted linearly over the lifetime of the product / insurance, or at a specific time (monthly products), where the performance obligation occurs monthly, according to the characteristics of the products.

In cases of return of premium to the insured, the broker returns to the insurer the commission received in proportion to the amount returned or not received by the insurer in function of the remaining period of the policy.

For insurance whose expiry is not objectively defined (monthly insurance), the monthly payment of the payments is decisive for the continuity of the policies, and, in general, there are no refund of commissions.

For the monitoring and control of brokerage commissions, BB Seguridade uses the ERP (Enterprise Resource Planning) system, which has a specific module for brokerage, called the "Motor de Cálculo". The purpose of this module is to receive, in a standardized way, all the necessary information from investees and Banco do Brasil, allowing to automate the quantitative and qualitative analyzes of the sales operations and accounts receivable operations of the security products, allowing greater control and reconciliation of brokerage values, in addition to allowing automatic accounting. The products of Brasilcap, Brasilprev, Brasildental and Mapfre Seguros Gerais are already implemented in this tool. The expectation for the conclusion of the implantation of Brasilseg products is foreseen for the current year.

a.3) Financial income and expenses – Income and expenses from financial instruments originated from assets and liabilities that generate and pay interest are incorporated, as well as the amounts related to the fair value adjustment, in the revenue for that fiscal year on the accrual basis, using the effective interest rate method, according to CPC 48 - Financial Instruments.

In the case of instruments measured at fair value through profit or loss (in accordance with item c.3 below), the fair value is determined as described in item c.4.

b) Cash and cash equivalents

Cash and cash equivalents are represented by cash equivalents in local currency, short-term fund investments, investments of sales and purchase agreements with high net value and insignificant risk of change in value, with a maturity of 90 days or less.

c) Financial instruments

The financial instruments are classified according to the business model and the contractual characteristics of the cash flows of the instruments according to CPC 48 - Financial Instruments .

Financial assets and liabilities are initially incorporated on the trade date, i.e., the date on which the Group becomes a party to the provisions of the instrument. The classification of the financial assets and liabilities is determined on the date of initial recognition.

Financial instruments are initially measured at fair value plus the transaction cost, except when financial assets and liabilities are recorded at fair value through profit or loss.

Financial assets and liabilities can be classified into one of the categories: i) financial instrument measured at fair value through profit or loss, ii) financial instrument measured at amortized cost and; iii) financial instrument measured at fair value through other comprehensive income.

The main financial instruments of the BB Seguridade and its subsidiaries are securities mainly held by Banco do Brasil (short- and long-term investment funds, financial bills and sales and purchase agreements). During the reporting period, the use of derivative instruments by BB Seguridade is carried out indirectly, given that investment funds, within their respective investment policies, may make use of these derivative instruments.

The BB Seguridade, through BB Seguros, holds interests in insurance companies, for which CPC 48 is not applied. When there is a divergence in accounting practice in investments in equity investments, it is necessary to adjust the accounting practices for standardization. However, the CPC Technical Pronouncements Review no. 12/2017 allowed, subject to an exemption for insurers, that the entity apply the CPC without need for standardization in relation to the affiliated companies (until January 1, 2023).

c.1) Amortized Cost - These are financial assets held by BB Seguridade (i) for the purpose of receiving their agreed cash flow rather than for sale with profit or loss and (ii) whose terms of the agreement generates cash flows at specified dates exclusively for primary payments and interest payments on the primary amount outstanding.

Short-term financial instruments are recognized as financial assets measured at amortized cost. Changes in these assets are recognized in income for the period in financial income or expense, depending on the result obtained.

c.2) Fair value through other comprehensive income - VJORA - These are financial assets held by BB Seguridade (i) both for the receipt of its cash flow by agreement and for disposal with realization of profits or losses and (ii) the agreement terms of which generates cash flows at specified dates exclusively for primary payments and interest payments on the primary amount outstanding

BB Seguridade currently does not have financial assets classified in this category.

c.3) Fair value through profit or loss (VJR) - Financial assets that are not measured at amortized cost or at fair value through other comprehensive income are classified in this category.

The funds and repurchase agreements are recognized as financial assets at fair value through profit or loss.

c.4) Determination of fair value - Fair value is the price that would be received for the sale of an asset or would be paid by the transfer of a liability in a non-forced transaction between market participants at the measurement date.

The fair value of financial instruments traded in active markets on the balance sheet date is based on the quoted market price or the over-the-counter price (selling price for long positions or purchase price for long positions), without any deduction of transaction cost.

In situations where there is no market price for a particular financial instrument, its fair value is estimated on the basis of valuation methods commonly used in the financial markets that are appropriate to the specific characteristics of the instrument and capture the various risks to which it is exposed. The valuation methods include: the discounted cash flow method, comparison to similar financial instruments for which there is a market with observable prices, option pricing model, credit models and other known valuation models.

The internal pricing models may involve some level of estimation and judgment by the Administration whose intensity will depend, among other factors, on the complexity of the financial instrument.

c.5) Financial liabilities - An instrument is classified as a financial liability when there is a contractual obligation that its settlement is made through the delivery of money or other financial asset, regardless of its legal form. Financial liabilities include short-term and long-term debt that are initially measured at fair value, which is the amount received net of costs incurred in the transaction and subsequently at amortized cost.

d) Write-off of Financial Assets and Financial Liabilities

d.1) Financial assets - A financial asset is written off when: (i) the contractual rights related to the respective cash flows expire; (ii) transfers most of the risks and benefits associated with the asset to third parties; or (iii) when control over the asset is transferred, even having withheld part of the risks and benefits associated with its detention.

The rights and obligations retained in the transfer are incorporated separately as assets and as liabilities, when appropriate. If the control over the asset is retained, the Group continues to incorporate it in the extent of its continuing involvement, which is determined by the extent to which it remains exposed to changes in the value of the transferred asset.

d.2) Financial liabilities - A financial liability is written off when its obligation is eliminated, canceled or prescribed. If an existing financial liability is replaced by another of the same creditor in substantially different terms, or the terms of the existing liability are substantially modified, such modification is treated as a write-off of the original liability and recognition of a new liability, and the difference between the accounting values is recognized in profit or loss.

e) Reduction in the recoverable value of financial assets - Impairment

For impairment of financial assets (impairment), CPC 48 - Financial Instruments, considers the expected credit losses, which are a weighted estimate of the probability of credit losses (that is, the present value of all cash deficits) over the expected life of the financial instrument.

The cash deficit is the difference between the cash flows due to the entity under the contract and the cash flows that the entity expects to receive. As the expected credit losses consider the value and timing of the payments, the credit loss occurs even if the entity expects to be paid in full, but after the due date stipulated by the contract.

For the impairment of commissions receivable, the simplified approach allowed by CPC 48 was used for commercial receivables in which the recognition of expected credit losses follows the model for the entire life of the instrument.

Annually or whenever there is an indication that the financial asset may be devalued, BB Seguridade is assessed if there is any objective evidence of impairment of its financial assets, in accordance with CPC 48 - Financial Instruments.

During the reporting period, there were no losses due to the devaluation of BB Seguridade's financial assets.

f) Change of Corporate Interest in Subsidiaries

Changes in corporate interest in a subsidiary that do not result in loss of control are accounted for as equity transactions (ie, transactions with owners in the capacity of owners). Consequently, no premium is recognized as a result of such transactions.

In such circumstances, the carrying amounts of the interests of the parent and subsidiary companies will be adjusted to reflect changes in their relative interests in the subsidiary company. Any difference between the value by which the interests of subsidiary companies are adjusted and the fair value of the consideration paid or received will be recognized directly in equity and attributed to the owners of the parent company.

g) Goodwill and Other Intangible Assets

The goodwill generated on the acquisition of investments of corporate interests is accounted considering the fair value of the identifiable assets and the assumed liabilities of the acquiring company on the acquisition date and, in accordance with the applicable standards, is not amortized. However, it is tested, at least annually, for impairment purposes. After initial recognition, goodwill is measured at cost less any accumulated impairment losses.

Intangible assets are incorporated separately from goodwill when they are separable or arise from contractual rights or other legal rights, their fair value can be measured reliably and it is probable that the expected future economic benefits will be transferred to BB Seguridade. The cost of intangible assets acquired in a business combination is its fair value at the acquisition date. The intangible assets acquired independently are initially measured at cost.

The useful life of intangible assets is considered to be definite or indefinite. Intangible assets with defined useful lives are amortized over the course of their economic life. They are initially registered at cost, less accumulated amortization and impairment losses. Intangible assets with indefinite useful lives are recorded at cost less any impairment losses.

The costs incurred related to the acquisition, production and development of software are capitalized and registered as intangible assets. Expenses from the research phase are registered as expenses.

Intangible assets with definite useful lives are amortized on a straight-line basis over the estimated useful life. The amortization method and period of an intangible asset with a definite useful life are reviewed at least annually. Changes in the expected useful life or proportion of expected use of the future benefits incorporated in the asset are recognized through changes in the amortization period or method, when appropriate, and treated as changes in accounting estimates.

The amortization expense of intangible assets with definite useful life and impairment losses are recognized in the statement of income in the line "Other" in the Statement of Income.

h) Decrease in the recoverable value of non-financial assets - Impairment

Annually or whenever there is an indication that the asset may be devalued, it is evaluated, based on internal and external sources of information, if there is any indication that a non-financial asset may be with recoverability problems. If there is such indication, the asset's recoverable amount is estimated. The recoverable value of the asset is the higher of its fair value less costs to sell it or its value in use.

Whether there was any indication of loss in the recoverable amount the impairment test of intangible assets with indefinite useful life is annually performed, including premium acquired in a business combination, or an intangible asset not yet available for use. This test can be performed at any time during an annual period, provided it is performed at the same time each year.

In the event that the recoverable value of the asset is lower than its carrying amount, the carrying amount of the asset is reduced to its recoverable value by an impairment loss, the consideration of which is incorporated in the income statement for that year, in other expenses / operating revenues.

Annually, it is assessed whether there is any indication that a loss by reduction to recoverable value incorporated in prior periods for an asset other than premium for expected future profitability, it might no longer exist or may have decreased. If there is such indication, the asset's recoverable amount is estimated. The reversal of a loss for impairment of an asset will be registered immediately in the income statement for the period, as a rectifier of the balance of Other (expenses) / operating income.

During the reporting period, there were no losses due to the devaluation of BB Seguridade's investments.

i) Investments in Corporate Interests

Under the equity method, the investment is initially measured at cost and subsequently adjusted by the investor's recognition of changes in the net assets of the invested company. In addition, the portion of the investor's income in the results generated by the invested company must be included in the profit and losses of the investor's period, according to CPC 18 (R2) - Investment in Affiliate, Subsidiary and Joint Venture.

In situations where the investees use different accounting practices in events and transactions of the same nature in similar circumstances, the necessary adjustments are made to adjust the financial statements of the investees to the accounting practices adopted by the investor.

j) Provisions, Contingent Liabilities and Legal Obligations

The incorporation, measurement and disclosure of contingent liabilities and legal obligations are carried out in accordance with the criteria defined in CPC 25 - Provisions, Contingent Liabilities and Contingent Assets.

Provisions related to legal and / or administrative proceedings are recognized in the financial statements when, based on the analysis of legal advisors and management, the risk of loss of a legal or administrative action is considered probable, with a probable outflow of funds for the settlement of obligations and when the amounts involved are measurable with sufficient certainty, being quantified when the court summons / notification and reviewed monthly on an individual basis, thus considering the processes related to causes considered unusual or whose value is considered relevant under the analysis of advisors considering the intended compensation amount. Contingent liabilities classified as possible losses are not recognized in the accounting statements, and they should only be disclosed in the explanatory notes, and those classified as remote do not require provision or disclosure.

Contingent liabilities classified as possible losses are not recognized in the accounts, and should only be disclosed in the explanatory notes, and those classified as remote do not require provision and disclosure.

Tax legal obligations are derived from tax obligations under the law, irrespective of the probability of success of lawsuits in progress and their amounts are fully recognized in the financial statements.

k) Taxes

Taxes are calculated based on the rates shown in the table below:

Taxes	June 30, 2021
Income Tax (IRPJ) ⁽¹⁾	25%
Social Contribution on Net Income (CSLL)	9%
Contribution to PIS (Social Integration Program) / Pasep (Investment Program for Civil Servants)	1.65%
Contribution for the financing of Social Security (COFINS)	7.60%
Contribution to PIS / Pasep ⁽²⁾	0.65%
Contribution for the financing of Social Security (COFINS) ⁽²⁾	4%
Municipal services tax – ISS ⁽³⁾	Up to 5%

(1) Includes basic rate (15%) and additional (10%)

(2) Interest rate on financial investments.

(3) Only for BB Corretora.

The deferred tax assets and deferred tax liabilities are constituted by the application of the current tax rates on their respective bases. For constitution, maintenance and write-off of deferred tax assets, the criteria established by CPC 32 - Taxes on Profit are observed, and are supported by a realization capacity study.

l) Segment Disclosure

CPC 22 - Information by Segment (IFRS 8) requires the disclosure of financial information of the entity's operating segments based on the internal disclosures that are used by Management to allocate resources and to evaluate its financial and economic performance.

m) Interest on Shareholder's Capital and Dividends

Brazilian companies may assign a nominal interest expense, deductible for tax purposes, on their own capital. The amount of interest on shareholders' equity is considered as a dividend and, when applicable, presented in these consolidated financial statements as a direct reduction in stockholders' equity.

Under the current dividends policy, BB Seguridade distributes to shareholders as mandatory dividend a portion corresponding to at least 25% of adjusted net income with the deductions and increases provided for in Art. 202 of Law 6,404 / 76, which are recognized as a liability and deducted from shareholders' equity when allocating the result of the period.

In the reported period there was no payment of Interest on Shareholder's Capital.

n) Earning per share

The earnings per share disclosure is made in accordance with the criteria defined in CPC 41 - Earnings per Share - approved by CVM Resolution 636/2010. The basic and diluted earning per share of BB Seguridade was calculated by dividing net income attributable to shareholders by the weighted average number of total common shares, excluding treasury shares. BB Seguridade has no option, subscription bonus or its equivalents that give its holder the right to acquire shares. Thus, basic and diluted earnings per share are the same.

o) Leasing

The recognition, measurement and disclosure of leases are carried out in accordance with the criteria defined in CPC 06 (R2) / IFRS 16 – Leases. BB Seguridade and its subsidiaries do not have leasing significant operations.

Lease operations are present in insurance companies and health operators in which BB Seguridade has interests. For insurance companies, the Superintendência de Seguros Privados (Susep) approved, through Circular No. 615, of September 2020, the adoption of CPC 06 (R2) - Leases, effective from January 1, 2021. For health care providers, the Agência Nacional de Saúde Suplementar (ANS) has not yet approved the adoption of this standard.

When there is a divergence in the accounting practice adopted by the investor in relation to the subsidiaries, adjustment procedures are necessary for purposes of standardization. Considering the current leasing operations of the subsidiaries, the necessary adjustments in investments were made to standardize practices.

As of January 1, 2021, the companies Brasilseg Companhia de Seguros, Aliança do Brasil Seguros, Brasilprev and Brasilcap started to adopt CPC 06 (R2) / IFRS 16 - Leases, with no divergence since then of accounting practice related to the treatment of leases, leaving only the divergent balance from previous periods shown in Note 7 – Investments in Equity Interests.

p) Improvements to IFRS and Recently Issued Pronouncements

Improvements to IFRS are amendments issued by the IASB - International Accounting Standards Board and comprise changes in recognition, measurement and disclosure rules related to various IFRS. We present a summary of some amendments as well as the interpretations and pronouncements recently issued by the IASB and CPC, which will come into effect after this period:

IFRS 17 - Insurance Contracts – In May 2017, the IASB issued IFRS 17, replacing IFRS 4 - Insurance Contracts, which establishes the principles for the recognition, measurement and disclosure of insurance contracts within the scope of the standard. The objective of IFRS 17 is to ensure that an entity provides relevant information that faithfully represents these contracts. This information provides a basis for users of financial statements to assess the effect that insurance contracts have on the entity's financial position, financial performance and cash flows.

In March 2020, through the Amendment to IFRS 17, the IASB decided that the effective date of the standard will be postponed to annual periods beginning on or after January 1, 2023. It also decided to extend the exemption currently in effect for some insurers in regarding the application of IFRS 9 Financial Instruments to allow the implementation of IFRS 9 and IFRS 17 at the same time. To date, the CPC has not issued an equivalent standard.

Although there is still no standard issued by the CPC, the insurance companies invested in BB Seguridade are in the process of adapting to the application of the new standard to meet international accounting standards.

Revisions n° 15/2020 (Phase 1) and n° 17/2020 (Phase 2) of CPC Technical Pronouncements – Establishes changes in CPC Technical Pronouncements 06 (R2) – Leases; CPC 11 – Insurance Contracts; CPC 40 (R1) Financial Instruments: Disclosure; and CPC 48 – Financial Instruments, due to the definition of the term “Reform of the Reference Interest Rate”.

The term refers to the reform of the entire reference interest rate market, including the replacement of the reference rate by an alternative rate, as a result of the recommendations set out in the report of the Financial Stability Board (FSB), a coordinating body from various regulators in order to implement regulatory and supervisory policies related to the financial area (with its Secretariat based in Switzerland, it has the Comissão de Valores Mobiliários (CVM), Banco Central do Brasil (Bacen) and the Ministry of Finance as participants in Brazil).

The reviews suggest that risk-free benchmarks could be more appropriate than benchmarks that contain a component of forward credit risk.

We did not identify the need to change the rates currently used and, therefore, we had no practical effects due to the revisions.

Revision No. 16/2020 of CPC Technical Pronouncements – Establishes amendments to CPC Technical Pronouncement 06 (R2) - Lease as a result of Covid-19-Related Benefits, granted to Lessee under Lease Agreements.

The Review seeks to provide practical relief to leaseholders in accounting for lease concessions arising from the COVID-19 pandemic.

There were no impacts for BB Seguridade, including within the scope of its subsidiaries and other investees.

5 – RISK MANAGEMENT

The risk management at BB Seguridade follows the guidelines established in its Risk Management, Internal Control and Compliance Policy, approved by the Board of Directors and disclosed to the market through the investors' relations website.

The Company understands that its risk exposure also originates from its interests, and therefore the Risk Management, Internal Control and Compliance Policy contemplates two risk management dimensions: risk management (risks arising from the operations of BB Seguridade and its subsidiaries) and risk governance (risks arising from associates/joint ventures).

By means of its Risk Appetite Statement, approved by the Board of Directors, the Company defines the maximum levels of risks that it accepts to incur in the fulfillment of its objectives.

The risk management process at BB Seguridade is based on the steps of setting the context, identifying, analyzing, evaluating, treating, monitoring, communicating and consulting the risks and continuous improvement. This process is internally documented in the Group's Risk Management, Internal Controls and Compliance Model.

Superintendence of Risks and Controls is responsible for providing fundamentals and support for the execution of the risk management process, internal controls and compliance, to BB Seguridade and its subsidiaries, in addition to carrying out risk governance in the other companies in which it holds interests. For this to work, the area is segregated from the business areas and from Internal Audit.

a) Risk management at BB Seguridade and its subsidiaries

The risk management framework adopted by BB Seguridade, as defined in its Risk Management, Internal Control and Compliance Policy, is structured based on a three-line model: in the first line, the process managers (risk owners) are responsible for implementing preventive and corrective actions that mitigate the weaknesses identified in the processes and control deficiencies; in the second line, the Superintendence of Risk and Controls assists and monitors the risk owner in managing risks and internal controls in order to adjust them to the Group's risk appetite; and in the third line, the Internal Audit works independently, by providing to governance bodies assessments on the risk management and internal control effectiveness.

The risk management mechanisms and tools also include, among others: segregation of duties; joint decisions; Information Security Policy, Preventing and Combating Money Laundering and Terrorist Financing Policy; Preventing and Combating Corruption Policy, Code of Ethics and Conduct and an Integrity Program in line with Law 12,846/2013 (Anti-Corruption Law) and Decree 8,420/2015 (documents disclosed internally and also to the market, available at the investors relations website); internal risk management, internal controls and compliance regulations, in addition to internal communication program on risk management, internal controls and compliance, continuously promoting the adaptation of the entire Group to these subjects.

The Executive Board is supported by the Finance and Investment Committee, which advises on issues concerning the management and control of the risks arising from the Group's and its subsidiaries' investments in financial assets.

The governance structure of BB Seguridade also includes the Audit Committee, a statutory body advising the Board of Directors, which is responsible, among other duties, for evaluating and monitoring the Group's risk exposures.

Information related to risk management are periodically reported to the Executive Board and to the Board of Directors (discussed in the Audit Committee) and are also reported to the Supervisory Council.

a.1) Risks associated with investments in financial assets

In addition to the Risk Management Policy, the Group has a Financial Investment Policy, approved by the Board of Directors and applicable to all companies of the Group, that sets out the criteria relating to the nature, term and acceptable risks of the financial investments. The current policy allows the investment of funds only in fixed-income securities. Operations with assets that result in foreign currency risk, variable income or leverage risk are prohibited, as well as the trading of derivative instruments, except through fixed-income mutual funds.

The investments in financial assets of BB Seguridade and its subsidiaries, classified as cash equivalents, are concentrated on repurchase agreements backed by Federal Government Bonds and Corporate Bonds, with Banco do Brasil as the seller (note 15). Other investments in financial assets classified as financial instruments are invested in fixed-income long-term mutual fund and financial bills (note 16).

a.2) Market Risk

Market risk is defined as the possibility of negative impacts resulting from fluctuation in the market values of positions in financial instruments held by the Group. At BB Seguridade and its subsidiaries, the exposure to this risk arises from the investment portfolio in financial assets.

The market risk is managed based in the Financial Investment Policy, that defines which assets may comprise the portfolio and the VaR (Value at Risk) limit, calculated for 21 business days, with the portfolio volatility estimated using the exponentially

weighted moving average (EWMA) and 95% confidence level. The indicator is monitored by the Finance and Investment Committee and by the Executive Board.

Market risk exposure in investments in financial assets

R\$ thousand							
	Impact on the portfolio						
	Parent				Consolidated		
	June 30, 2021	%	Dec 31, 2020	%	June 30, 2021	%	Dec 31, 2020
Value at Risk (VaR)	0	0.00	0	0.00	2	0.00	4

Sensitivity analysis on market risk factors

On June 30, 2021, the only derivative instrument held by BB Seguridade and its subsidiaries was One-day Interbank Deposit Futures via fixed-income mutual funds. BB Seguridade's and its subsidiaries' exposure to market risk factors was due to its financial assets, which almost fully (over 99.99% of the portfolio) comprise post-fixed financial instruments pegged to Selic or DI rate. Based on the studies conducted, there is no relevant exposure to market risk factors.

a.3) Credit Risk

The credit risk is defined by the Group as the possibility of negative impacts associated to the non-fulfillment, by a borrower or a counterparty, of its corresponding financial obligations according to negotiated terms, and/or to the devaluation of receivables due to a drop in the borrower's or counterparty's risk rating. At BB Seguridade and its subsidiaries, the exposure to this risk arises from the investment portfolio in financial assets, which is composed of Bonds issued by private counterparties.

Regarding the credit risk arising from the brokerage payment for products sold by BB Corretora, it is considered to be properly mitigated, due to the nature of the Group's operation and the fact that such amounts are received through Banco do Brasil and transferred directly to BB Corretora.

Credit risk exposure in investments in financial assets

R\$ thousand							
Financial assets ⁽¹⁾	Parent				Consolidated		
	June 30, 2021	%	Dec 31, 2020	%	June 30, 2021	%	Dec 31, 2020
Federal Government Bonds ⁽²⁾	317,020	100.00	208,469	100.00	2,580,956	89.43	2,192,597
Corporate bonds	--	--	--	--	304,957	10.57	449,960
Total ⁽⁵⁾	317,020	100.00	208,469	100.00	2,885,913	100.00	2,642,557

(1) Does not include the amount invested at Brasil Aceleradora de Startups fund, total amount in the fund is R\$ 12,171 thousand on June 30, 2021 (R\$ 3,948 thousand on Dec 31, 2020) and at Domo Ventures fund, total amount in the fund is R\$ 368 thousand on June 30, 2021 (not invested on Dec 31, 2020).

(2) Includes repurchase agreements backed by Federal Government Bonds.

R\$ thousand							
Corporate Bonds– Rating ⁽¹⁾	Consolidated						
	June 30, 2021				Dec 31, 2020		
	Debentures	Financial bills	Other ⁽³⁾	Total	Debentures	Financial bills	Other ⁽³⁾
AAA	61	26	2	89	70	18	5
AA+ / AA / AA-	47	304,779	1	304,827	51	449,787	5
A+ / A / A-	1	--	1	2	2	--	1
BBB+ / BBB / BBB-	--	--	2	2	--	--	2
BB+ / BB / BB-	--	--	1	1	--	--	1
B+ / B / B-	1	--	--	1	2	--	--
Sem Rating	22	3	10	35	10	4	2
Total	132	304,808	17	304,957	135	449,809	16

(1) Standard & Poor's was used as the basis for conversion of ratings from other agencies, all presented as national scale ratings.

(2) Includes Guaranteed Time-Deposit assets (DPGE), mortgage bills, time-deposits (CDB), Commercial Papers and Receivables Investment Funds (FIDC).

a.4) Liquidity Risk and capital management

The liquidity risk is defined by the Group as the possibility of negative impacts due to lack of resources to pay financial commitments at maturity.

BB Seguridade and its subsidiaries maintain assets with a high degree of conversion in cash to cover liabilities and other expected allocations to short term. The parameters used are defined in the Financial Investment Policy, Capital Management Policy and the Capital Plan.

The Capital Plan, prepared for a minimum three-year horizon, presents the projected financial flows from the operational activity, such as compensation from commissions, equity interests, expenses inherent to the Group's activities and those resulting from strategic movements, such as allocation of funds to equity interests, strategic investments, divestitures and

disposals and considers the maintenance of a liquidity margin in order to keep the financial balance in case of unpredictable events.

The Company and its subsidiaries' main liabilities refer to administrative costs, payment of taxes and dividends, as presented below.

					R\$ thousand
Parent					
Liquidity Risk	Note	June 30, 2021		Dec 31, 2020	
		Up to 1 year	More than 1 year	Up to 1 year	More than 1 year
ASSETS					
Cash and cash equivalents	[15]	317,452	--	208,893	--
Financial assets at fair value through profit or loss	[16]	--	12,539	--	3,948
Dividends/interest on equity receivable	[17]	1,030,000	--	1,060,278	--
LIABILITIES					
Dividends payable	[21]	1,040,491	--	948,493	--
Current tax liabilities	[12]	1,716	--	81	--
Other liabilities	[24]	7,849	--	8,603	--

R\$ thousand					
Consolidated					
Liquidity Risk	Note	June 30, 2021		Dec 31, 2020	
		Up to 1 year	More than 1 year	Up to 1 year	More than 1 year
ASSETS					
Cash and cash equivalents	[15]	2,587,049	--	2,195,445	--
Financial assets measured at amortised cost	[16]	304,601	--	245,101	204,449
Financial assets at fair value through profit or loss	[16]	--	13,579	--	4,986
Commissions receivable	[18]	1,485,214	--	1,173,988	643,090
LIABILITIES					
Dividends payable	[21]	1,040,491	--	948,493	--
Current tax liabilities	[12]	576,879	--	682,950	--
Unearned commissions	[23]	1,076,389	1,631,070	1,127,358	1,417,250
Other liabilities	[24]	103,534	--	88,091	--

b) Risk Governance applied to Affiliated Companies

BB Seguridade's affiliated companies maintain their own risk management structures compatible with the nature and complexity of their businesses, and those regulated by the Superintendence of Private Insurance (Susep) meet the requirements defined by the regulator, established in Susep Circular Letter 521/2015. Based on the results of the work carried out by the affiliates, BB Seguridade continuously monitors and evaluates the risk exposure levels, acting, through governance, to ensure the adoption of the best risk management practices in its associates/joint ventures.

b.1) Liquidity, solvency and capital management

In the capital management of affiliated companies supervised by Susep, the main indicator used is the Minimum Required Capital (CMR), which represents the total capital that a company must maintain, at any time, to operate, and aims to guarantee the risks inherent to its operations, as regulated by CNSP Resolution 321/2015 and its subsequent changes.

CMR is composed of portions relating to underwriting, credit, operational and market risks and the solvency capital requirement adequacy is measured using the Adjusted Net Equity (PLA) of the entity, which must be equal to or above the calculated CMR.

CNSP Resolution 321/2015 and subsequent changes also establishes technical provisions calculation models and requires additional liquid assets to maintain the Company's liquidity.

For Brasildental, the National Agency of Supplementary Health (ANS) sets rules for recognition of technical reserves, PLA criteria and Solvency Margin criteria according to Regulatory Resolution 451/2020.

On June 30, 2021, all associates/joint ventures in which BB Seguridade holds interest and that must maintain minimum regulatory capital presented liquidity, capital and solvency adequacy, in accordance with applicable regulation.

For Brasilprev, the behavior of the IGP-M (which continues at high levels) and the Term Structure of the Interest Rate (ETTJ) for the IGP-M, defined by SUSEP (which presented reduction of the long end of the curve in relation to the December 2020 position), representing factors that pressure Brasilprev's regulatory capital sufficiency. The predictive models used by the

company to project the PLA adjustments and calculate the CMR predicted regulatory capital sufficiency for the end of the first half of 2021, however IGP-M remained high and the ETTJ-IGPM showed great volatility throughout the first and second quarters of 2021, in this way, capital was invested in the company in a prudential manner. It is important to highlight that the economic scenario remains volatile, although it shows signs of improvement in relation to what was experienced in the first half of 2021. The occurrence of new impacts on Brasilprev in the coming periods is not ruled out, motivated by variables mentioned here, outside the control of the investee, but inherent to its business. On June 30, 2021, Brasilprev presented a PLA sufficiency of R\$ 1.33 billion (surplus) in relation to its CMR.

c) Impact of Covid-19 pandemic at BB Seguridade and its subsidiaries

c.1) Impacts on business continuity

BB Seguridade has the Continuity Coordinator Group, which holds regular meetings to seek alternatives to the most diverse scenarios and its impacts, seeking to ensure the continuity of the Company in crisis situations. After adopting the home office work strategy, the meetings continue to take place, in order to guarantee the continuity of the company's processes and activities, especially regarding to the availability of systems, tools and connectivity.

In order to preserve specially the health of all employees, the Company keeps adopting the home office regime, on the other hand it has prepared a Return to Office Plan (ROP), with the objective of ensuring a safe and calm working environment for employees when they return to the office.

Three indicators - (i) moving average of cases; (ii) occupation of the ICU beds; and (iii) transmission rate - as well as the definitions of the Vaccination Programs to be implemented, are being monitored directly by the Executive Board, with a view to defining the best time to execute the ROP.

It is noteworthy that the work model continues without recording any atypical flaws or deficiencies in the Group's systems, processes or controls.

Regarding the services contracted by BB Seguridade, neither discontinuity of relevant service provision has already been detected, nor is there any indication that it may occur in the future.

In the affiliated companies, the main impacts suffered as a result of the pandemic were perceived in the operations of the call centers of Brasilprev, Brasilseg and Brasilcap, essentially in the beginning of the pandemic. The main causes were the need to adjust the work dynamics and implement the home office and telework model for the attendants. All operations were normalized in the first 30 days of the pandemic, but there is an increase in waiting time and average telephone service time, in addition to an increase in the number of claims reported in the companies Brasilseg and Brasilprev, mainly due to Covid-19.

c.2) Impacts on financial statements

Management's ability to carry out the process of preparing the Financial Statements of BB Seguridade Group (BB Seguridade, BB Seguros and BB Corretora) remain not affected. The progress of the activities is taking place according to the schedule initially foreseen for the publications and with the normality of the execution of all processes.

The receipt of June balance sheets of the invested companies of BB Seguros and BB Corretora, which are inputs for the closing of the balance sheets and preparation of the Financial Statements of the Group, took place within the regular monthly terms, with no delays. Likewise, Group's balance sheets closing took place within the regular monthly terms.

It should be noted that the processes of the Accounting Superintendence are included in Business Continuity and Crisis Management plans (model followed by the parent Banco do Brasil), most of which are considered critical, and therefore are tested periodically for facing crises.

To date, no changes in accounting treatments or approaches have been required and there have been no impacts related to the production of the various inputs generated by the internal areas of the company or subsidiaries companies, due to the adoption of the remote work for the employees. For remote work there is a specific tool used to access the systems and even the feasibility of remotely accessing the computers at the company's headquarters. There has been also no impact on ERP or other systems used.

Therefore, considering the current scenario and the successful experience of publishing results throughout 2020 and in the first quarter of 2021, there is no evidence, so far, that the impacts brought by the pandemic will compromise the preparation, approval and publication of the Financial Statements and the Group's Management believes that there will be no problems with the Financial Statements, or any other accounting practice, until the end of the crisis caused by the pandemic.

c.3) Ability to face the crisis

The specific plan to confront Covid-19 was carried out during the second quarter of 2020. Under the pillars of extreme focus, agile decision-making and timely communication, more than 30 initiatives were carried out with the involvement of practically the whole company.

No changes were made to the staff, however, the current organizational structure has been improved to give greater emphasis to digital initiatives, aiming to capture opportunities brought about by the accelerated migration of consumer behavior to online environments.

This new organizational structure is already in operation and remains fully on a remote work basis. For exceptional cases, Brasília and São Paulo offices are available for use, both duly signposted and with work stations that respect the most demanding rules of social distancing and hygiene.

Taking into account the lengthening of the pandemic situation and restrictions movement, several corporate actions to support mental health and physical activity, have been continuously made available and reinforced by the Company.

Despite the challenges, the work from home model, although in consolidation, had positive effects in relation to organization climate and productivity.

c.4) Impacts in regulatory capital

In terms of capital, there is no minimum capital requirement defined by regulatory bodies for the Group companies (BB Seguridade, BB Seguros and BB Corretora). It should be noted that the experienced scenario did not compromise the ability of these companies to honor their current and future liabilities. The companies do not have debts, operating only with their own capital.

On the other hand, the invested companies, where minimum capital is required, seek to maintain additional capital to the regulatory requirement, in order to minimize the chances of non-compliance and in line with the risk appetite defined by their Boards of Directors.

CNSP Resolution No. 321 and its subsequent changes establish criteria for solvency and liquidity regularization plans in cases of regulatory non-compliance, establishing deadlines for readjustment. It is important to highlight that the investees, according to guidelines defined by the Group, have no appetite for the risk of non-compliance with regulatory capital. The capital increase in Brasilprev corroborates this view, because it was carried out, even with a forecast of sufficiency in the base scenario of the models used by the company.

The volatility of future interest curves also causes volatility in the regulatory capital requirement of companies, since the market values of the assets influence PLA, regardless of the accounting classification of the assets in the portfolio, as well as influence the values of the liabilities linked to specific market indexes.

Brasilprev structured more robust mechanisms for market projections and their impacts on regulatory capital requirement and PLA projections, seeking to foresee critical situations that require a new capital call, as mentioned in item b.1 of this Note. Adverse scenarios used in the projection calculations do not exclude the future possibility of reinforcing equity to cover the regulatory capital requirement, mainly due to the high volatility of the ETTJ.

Brasilcap, which is also exposed to future interest rate volatility for the purpose of calculating regulatory solvency parameters, revised its Capital Plan, Risk Appetite Statement and intensified the monitoring of prospective indicators, making its capital management more robust. Projections evaluated so far do not indicate an expectation of insufficient regulatory capital, even with the effects of CNSP Resolution No. 412.

Brasilseg, which among the affiliated companies is the one with the greatest need for capital for underwriting risk, observed an increase of 14.1 percentage points in the loss ratio for the period. According to the investee's managerial data, until 07.20.2021, an approximate amount of BRL 427 million in notices whose death of the insured was due to Covid-19 was identified during the claims adjustment processes for products with death coverage, making a total of 5.3 thousand cases. The studies carried out, which take into account the context of transmission of the disease in a recent window of time and different future scenarios ranging from optimistic to pessimistic, indicate that there will be an increase in the loss ratio predicted for 2021, which may have negative impacts on the distribution of dividends of the company.

Considering the uncertainties that persist in a pandemic context, the affiliated companies are constantly revising their models of capital projection and stress tests, in order to carry out the best management in search of maintaining adequate levels of coverage of the regulatory capital requirement.

c.5) Strategic assets value

The impairment test is performed every year, at the end of the period, having been completed at the end of 2020, with no evidence of impairment loss being found in the assets of BB Seguridade and its subsidiaries. In addition, the impairment test was carried out for strategic assets and the calculated recoverable amount was higher than the book value.

Market fluctuations, as discussed above, promoted increase in capital requirement at Brasilprev and changed the company's expected cash flow. Thus, a new impairment test was recently carried out for this company. The recoverable amount obtained remains higher than the book value.

c.6) Projections of future impacts

Despite all the uncertainties, the characteristic of BB Seguridade's results composition, based mainly on deferred income and income over reserves, contributes to reduction in the volatility of the company's net income. As verified in the first half of 2021, although the projected net income for BB Seguridade is not immune to the effects of the crisis, revenues from important lines such as: life, rural and pensions plans grew above double digits compared to the first half of 2020.

The impacts of the volatility of the economic scenario on Brasilprev's operation go beyond the reinforcement of equity to meet the Minimum Required Capital. Traditional plans have been showing increasing insufficiencies registered in the Liability

Adequacy Test (TAP), which are not being offset by the appreciation of assets held to maturity. If the situation is not reversed by the end of the year, there is a possibility that it will be necessary to establish a Supplementary Coverage Provision (PCC), which would directly impact Brasilprev's results. As contingent measures, in addition to suspending the payment of dividends until 2022, the Company has invested in robust models for capital requirement prediction and management and intensified internal debates and discussions with Fenaprevi, seeking sustainable solutions for the traditional plan. It is also in contact with the financial market, seeking investment alternatives that follow the behavior of the main indicator linked to the liabilities of these plans (IGP-M).

Assuming the persistence of the pandemic situation until the end of 2021, no signs of new factors that compromise the capital structure were identified in the period, nor the need to interrupt the payment of dividends by BB Seguridade

Although an increase in claims due to the pandemic is expected, higher than the original budget (impacting Brasilseg's net income), positive factors such as: the low sensitivity of rural insurance to the effects caused by the pandemic, the stability of the balance of the pension and capitalization reserves, the conservatism in allocation of financial assets of companies in the conglomerate and the absence of debts at BB Seguridade contribute to generate a less severe impact of the pandemic on business compared to other industries.

BB Seguridade and the other companies maintain their commitment to efficiency in the management of their capital, which means that, in the absence of strategic or financial investments with a return above the cost of capital, the retention of results will be carried out only at the rate necessary to maintain adequate levels of liquidity that support its operations and guarantee adequate solvency levels under the regulatory aspect and risk appetite of each company. There is no need to review the dividend policy, and there is no expectation of a material change in the currently adopted dividends distribution practices.

In this sense, considering the atypical nature of the 2020 and 2021 pandemic scenario, capital retention may occur at levels higher than historical levels, which does not imply a change in dividend policies and results distribution practices in the medium and long term, with a tendency to return to historical levels after the normalization of the situation.

6 – SEGMENT INFORMATION

The information by segment has been prepared considering the criteria used by Management to evaluate the performance, in decisions made regarding the allocation of funds for investment and other purposes, considering the regulatory environment and the similarities between goods and services,

BB Seguridade Group's operations are basically divided into two segments: i) insurance (risk and accumulation businesses), which includes insurance operations, pension plans, capitalization and health; and ii) brokerage (distribution business).

a) Insurance

In this segment, products and services offered are related to life, property and vehicle insurance, property insurance, rural, special risks and financial, transport, hulls, and housing people, supplementary pension plans, dental plans and capitalization plans.

The profit or loss from this segment derives mainly from revenues from insurance premiums, contributions to private pension plans, contributions to dental plans, capitalization bonds and investments in securities, less sales expenses, technical reserves and expenses related to claims,

The accounting record of these results is made through the equity method of investments in equity interests. Explanatory note 7 - Investments in Associates contains the description of Investments in Shareholdings, by Segment / Business Area.

b) Brokerage

In this segment, products and services offered are related to brokerage and management, fulfillment, promotion and facilitation of casualty, life and capitalization insurance, pension plans, dental plans and health insurance, It includes the balances of BB Corretora and its investee Ciclic.

c) Financial Information by Reportable Segment

R\$ thousand

	2 nd Quarter 2021			
	Insurance	Brokerage	Intersegment transactions	Total
Operating Income	989,508	844,656	(754,071)	1,080,094
Equity income	989,508	(2,327)	(754,071)	233,111
Commissions income	--	846,983	--	846,983
Cost of Services Provided	--	(54,092)	--	(54,092)
Gross Profit	989,508	790,565	(754,071)	1,026,002
Other Income and Expenses	(11,484)	(14,675)	--	(26,159)
Personnel expenses	(4,906)	(10,572)	--	(15,478)
Administrative expenses	(1,876)	(3,663)	--	(5,539)
Tax expenses	(398)	(872)	--	(1,270)
Other	(4,304)	432	--	(3,872)
Income Before Financial Revenue and Expenses	978,024	775,890	(754,071)	999,843
Financial Result	5,920	18,680	--	24,600
Financial revenue	6,165	18,733	--	24,898
Financial expenses	(245)	(53)	--	(298)
Income Before Taxes And Equities	983,944	794,570	(754,071)	1,024,443
Income Tax and Social Contribution	199	(270,940)	--	(270,741)
Net Income For The Period	984,143	523,630	(754,071)	753,702

R\$ thousand

	2 nd Quarter 2020			
	Insurance	Brokerage	Intersegment transactions	Total
Operating Income	1,477,838	734,018	(954,033)	1,257,823
Equity income	1,477,838	(4,349)	(954,033)	519,456
Commissions income	--	738,367	--	738,367
Cost of Services Provided	--	(36,778)	--	(36,778)
Gross Profit	1,477,838	697,240	(954,033)	1,221,045
Other Income and Expenses	(12,040)	(57,832)	--	(69,872)
Personnel expenses	(5,317)	(10,822)	--	(16,139)
Administrative expenses	(1,565)	(44,683)	--	(46,248)
Tax expenses	(746)	(714)	--	(1,460)
Other	(4,412)	(1,613)	--	(6,025)
Income Before Financial Revenue and Expenses	1,465,798	639,408	(954,033)	1,151,173
Financial Result	15,792	15,271	--	31,063
Financial revenue	15,902	15,353	--	31,255
Financial expenses	(110)	(82)	--	(192)
Income Before Taxes and Equities	1,481,590	654,679	(954,033)	1,182,236
Income Tax and Social Contribution	(1,455)	(223,984)	--	(225,439)
Net Income for the Period	1,480,135	430,695	(954,033)	956,797

R\$ thousand

	1 st Half 2021			
	Insurance	Brokerage	Intersegment transactions	Total
Operating Income	2,435,142	1,661,137	(1,725,419)	2,370,860
Equity income	2,435,142	(6,089)	(1,725,419)	703,634
Commissions income	--	1,667,226	--	1,667,226
Cost of Services Provided	--	(94,434)	--	(94,434)
Gross Profit	2,435,142	1,566,703	(1,725,419)	2,276,426
Other Income and Expenses	(23,272)	(29,251)	--	(52,523)
Personnel expenses	(9,643)	(20,062)	--	(29,705)
Administrative expenses	(2,885)	(6,025)	--	(8,910)
Tax expenses	(1,300)	(1,415)	--	(2,715)
Other	(9,444)	(1,749)	--	(11,193)
Income Before Financial Revenue and Expenses	2,411,870	1,537,452	(1,725,419)	2,223,903
Financial Result	16,641	26,274	--	42,915
Financial revenue	19,807	29,328	(2,934)	46,201
Financial expenses	(3,166)	(3,054)	2,934	(3,286)
Income Before Taxes And Equities	2,428,511	1,563,726	(1,725,419)	2,266,818
Income Tax and Social Contribution	(2,330)	(533,724)	--	(536,054)
Net Income For The Period	2,426,183	1,030,000	(1,725,419)	1,730,764

R\$ thousand

	1 st Half 2020			
	Insurance	Brokerage	Intersegment transactions	Total
Operating Income	2,739,913	1,509,549	(1,822,262)	2,427,200
Equity income	2,739,912	(9,435)	(1,822,262)	908,215
Commissions income	--	1,518,985	--	1,518,985
Cost of Services Provided	--	(82,238)	--	(82,238)
Gross Profit	2,739,913	1,427,311	(1,822,262)	2,344,962
Other Income and Expenses	(27,973)	(73,619)	--	(101,592)
Personnel expenses	(10,696)	(20,878)	--	(31,574)
Administrative expenses	(3,634)	(48,024)	--	(51,658)
Tax expenses	(4,079)	(1,720)	--	(5,799)
Other	(9,564)	(2,997)	--	(12,561)
Income Before Financial Revenue and Expenses	2,711,939	1,353,693	(1,822,262)	2,243,370
Financial Result	50,013	27,760	--	77,773
Financial revenue	79,801	35,906	(11,229)	104,478
Financial expenses	(29,788)	(8,146)	11,229	(26,705)
Income Before Taxes and Equities	2,761,952	1,381,453	(1,822,262)	2,321,143
Income Tax and Social Contribution	(8,999)	(472,626)	--	(481,625)
Net Income for the Period	2,752,953	908,827	(1,822,262)	1,839,518

d) Balance sheet by segment

R\$ thousand

	June 30, 2021			
	Insurance	Brokerage	Intersegment transactions	Total
Current assets	1,414,736	3,385,688	(1,034,828)	3,765,596
Non-current assets	13,213,405	886,532	(6,482,590)	7,617,347
Total assets	14,628,141	4,272,220	(7,517,418)	11,382,943
Current liabilities	1,066,240	2,582,927	(1,034,827)	2,614,340
Non-current liabilities	229,219	1,642,385	--	1,871,604
Equity	13,332,682	46,908	(6,482,591)	6,896,999
Total liabilities and equity	14,628,141	4,272,220	(7,517,418)	11,382,943

R\$ thousand

	Dec 31. 2020			Total
	Insurance	Brokerage	Intersegment transactions	
Current assets	1,378,680	3,307,742	(1,067,540)	3,618,881
Non-current assets	12,154,205	1,098,937	(5,971,728)	7,281,415
Total assets	13,532,885	4,406,679	(7,039,268)	10,900,296
Current liabilities	989,081	2,931,761	(1,067,540)	2,853,303
Non-current liabilities	229,378	1,428,010		1,657,388
Equity	12,314,426	46,908	(5,971,728)	6,389,605
Total liabilities and equity	13,532,885	4,406,679	(7,039,268)	10,900,296

7 - INVESTMENTS IN ASSOCIATES

a) Description of Investments in Equity Holdings, by business segment

Segment	Line of business	Company	Description	Original Accounting Practice	% of total share June 30, 2021	
					ON	Total
Security		BB Seguros Participações S.A. (BB Seguros)	Holding company of insurance, capitalization companies, open private pension entities and companies that operate health care plans.	BRGAAP	100.00	100.00
	Insurance - Life, housing, rural and property	BB Mapfre Participações S.A. (BB Mapfre)	Acting as a holding company for the other companies which deal with life, real state and agricultural insurance.	BRGAAP	49.99	74.99
		Brasilseg Companhia de Seguros S.A. (Brasilseg)	Acting in the personal risk segment, rural and housing insurance.	SUSEPGAAP	49.99	74.99
		Aliança do Brasil Seguros S.A. (Aliança do Brasil)	Acting in the life insurance segment in general.	SUSEPGAAP	49.99	74.99
	Capitalization	Brasilcap Capitalização S.A. (Brasilcap)	Deals with capitalization plans and other products and services that capitalization companies are allowed to provide.	SUSEPGAAP	49.99	66.66
	Private Pension	Brasilprev Seguros e Previdência S.A. (Brasilprev)	Deals with life insurance with survivor coverage and with private retirement and benefit plans.	SUSEPGAAP	49.99	74.99
	Health	Brasildental Operadora de Planos Odontológicos S.A. (Brasildental)	Selling plans of odontological assistance.	ANSGAAP	49.99	74.99
Brokerage		BB Corretora de Seguros e Adm. de Bens S.A. (BB Corretora)	Brokerage of health, life and non-life insurance, capitalization plans, private retirement plans and asset management.	BRGAAP	100.00	100.00
		Ciclic Corretora de Seguros S.A. (Ciclic)	Brokerage of private pension products, travel insurance and residential assistance in the digital channel.	BRGAAP	49.99	74.99

The investees are valued using the equity method and there is no indication of operating discontinuity.

Investments in shareholdings in the companies BB Seguros Participações S.A. and BB Corretora de Seguros e Gestão de Bens S.A are evaluated as investments in subsidiaries.

The investments in equity interests in the companies BB Mapfre Participações S.A., Brasilprev Seguros e Previdência S.A., Brasilcap Capitalização S.A., Brasildental Operadora de Planos Odontológicos S.A. and Ciclic Corretora de Seguros S.A. are evaluated as investments associates and joint ventures.

Investments in equity interests, valued using the equity method, do not have shares regularly traded on stock exchanges. With the exception of Brasilprev, as discussed in Note 5 - Risk Management, none of the investments in equity interests, valued using the equity method, presented significant restrictions on the transfer of funds in the form of cash dividends or the repayment of loans or advances in the periods presented.

b) Equity interests valued using the equity method

R\$ thousand

	Parent		R\$ thousand
	BB Seguros	BB Corretora	Total
Balance on June 30, 2021			
Capital	4,210,872	36,211	--
Stockholders' equity	6,435,682	46,908	--
Balance on Dec 31, 2020			
Capital	4,210,872	36,211	--
Stockholders' equity	5,924,821	46,908	--
Moviments from Jan 01, 2021 to June 30, 2021			
Book Balance on Dec 31, 2020	5,924,821	46,908	5,971,729
Dividends	--	(1,030,000)	(1,030,000)
Equity valuation adjustments	(184,558)	--	(184,558)
Share of profit	695,419	1,030,000	1,725,419
Book Balance on June 30, 2021	6,435,682	46,908	6,482,590
Share of Profit			
2 nd Quarter of 2021	230,441	523,629	754,070
2 nd Quarter of 2020	523,338	430,695	954,033
1 st Half 2021	695,419	1,030,000	1,725,419
1 st Half 2020	913,435	908,827	1,822,262

R\$ Thousand

	Consolidated					R\$ Thousand
	BB Mapfre	Brasilprev	Brasilcap	Brasildental	Ciclic	Total
Balance on June 30, 2021						
Capital	1,469,848	1,729,259	231,264	9,500	61,133	--
Stockholders' equity	2,250,417	5,385,409	423,763	14,952	11,193	--
Balance on Dec 31, 2020						
Capital	1,469,848	1,418,669	231,264	9,500	61,133	--
Stockholders' equity	2,294,376	4,328,467	539,537	20,775	19,311	--
Moviments from Jan 01, 2021 to June 30, 2021						
Book Balance on Dec 31, 2020	2,245,714	3,338,239	470,327	15,582	14,483	6,084,345
Dividends	(383,502)	--	(19,998)	(13,577)	--	(417,077)
Equity valuation adjustments	(80,585)	(335)	(103,638)	--	--	(184,558)
Other events	--	449,969	--	--	--	449,969
Share of profit	423,547	230,505	46,461	9,210	(6,089)	703,634
Book Balance on Mar 31, 2021	2,205,174	4,018,378	393,152	11,215	8,394	6,636,313
Share of Profit						
2 nd Quarter of 2021	178,468	38,631	14,217	4,122	(2,327)	233,111
2 nd Quarter of 2020	278,612	209,656	30,193	5,344	(4,349)	519,456
1 st Half 2021	423,547	230,505	46,461	9,210	(6,089)	703,634
1 st Half 2020	521,380	330,854	55,440	9,976	(9,435)	908,215

The shareholders' equity, on June 30, 2021 and Dec 31, 2020, previously mentioned, were not adjusted by the percentage of equity interest held by BB Seguridade.

The book balance, on June 30, 2021, of the investment in BB Mapfre of R\$ 2,205,174 thousand, includes intangible assets defined in the net amortization amount of R\$ 178,582 thousand on June 30, 2021 (R\$ 186,157 thousand on Dec 31, 2020), with the amortization amount of R\$ 7,575 thousand in 1st half of 2021 (R\$ 6,869 thousand in 1st quarter of 2020), R\$ 3,788 thousand in 2nd quarter of 2021 (R\$ 3,434 thousand in 2nd quarter of 2020) and intangible assets with an indefinite useful life in the amount of R\$ 339,004 thousand resulting from the partnership agreement with Grupo Mapfre.

The book balance, on June 30, 2021, of the investment in Brasilprev of R\$ 4,018,378 thousand, includes R\$ 2,421 thousand of adjustments for the purpose of standardizing divergence in accounting practice adopted by the investee from previous years.

The book balance, on June 30, 2021, of the investment in Brasilcap of R\$ 393,152 thousand, includes the goodwill of R\$ 110,749 thousand, in the acquisition of equity interest in the company Sulacap by BB Seguros, which occurred on 07.22.2011 and R\$ 75 thousand of adjustments for the purpose of standardizing divergence in accounting practices adopted by the investee from previous years.

As of January 1, 2021, the investees Brasilprev and Brasilcap adopted CPC 06 (R2) - Leases, with no divergence in accounting practices related to the treatment of leases, with only the recognized amounts remaining in previous periods, of R\$ 2,421 thousand in Brasilprev and R\$ 75 thousand in Brasilcap, in the respective investment balances in BB Seguros.

There was no need for adjustments for the purpose of standardizing the accounting practices adopted by the investee Brasilprev, Brasilcap, Brasil dental and Ciclic, considering that there was no effect caused by any difference in practice during the year.

BB Mapfre adopts BRGAAP in its accounting information. Therefore, it makes the necessary adjustments to standardize the practices adopted by its subsidiaries, Brasilseg and Aliança do Brasil, which adopt the accounting standards defined by SUSEP (SUSEPGAAP).

Dividends/Interest on equity capital receivable and interest on equity received from investments in Parent were R\$ 1,063,213 thousand (R\$ 2,460,242 thousand in 1st half of 2020) and in consolidated R\$ 417,077 thousand (R\$ 809,853 thousand as in 1st half of 2020).

Issue of Debentures by Brasilprev

On June 7, 2021, Brasilprev issued subordinated debentures, not convertible into shares, in a single series, in the amount of R\$ 550,000 thousand, pursuant to CVM Instruction 476/09. The funding consisted of 550,000 (five hundred and fifty thousand) debentures, with a unit face value of R\$1,000.00, term of 5 (five) years and interest rate corresponding to 100% of the accumulated variation of the average daily rates of the DI - Financial Deposit of one day, exponentially increased by a 2% surcharge per year.

The funds raised through the issuance will be used by Brasilprev as necessary to cover the minimum capital required by SUSEP rules.

Capital contribution to Brasilprev

In addition to the funds raised by subordinated debentures, on June 22, 2021, the Board of Directors of BB Seguridade approved a capital increase of up to R\$ 600,000 thousand in Brasilprev. The capital increase was fully subscribed by the partners in June 2021, maintaining the shareholding structure among the shareholders (shareholding in BB Seguros of 74.995%). On June 28, 2021, the capital was paid in by BB Seguros and PFG do Brasil, in the amounts of R\$ 449,969 thousand and R\$ 150,031 thousand, respectively.

Although Brasilprev's projection models do not foresee a capital insufficiency, as a matter of prudence, the partners BB Seguros and Principal Financial Group opted for the reinforcement.

c) Summary financial information on Investments in Equity Holdings

The amounts presented initially refer to the investee's financial statements in accordance with their respective accounting practices, as described in item "a".

c.1) BB Mapfre Participações

Result Information

R\$ thousand

Segment Line of business	Insurance					
	Insurance – Life, Mortgage Life, Rural and Propety					
	2 nd Quarter 2021			2 nd Quarter 2020		
	Aliança do Brasil	Brasilseg	BB Mapfre	Aliança do Brasil	Brasilseg	BB Mapfre
Net income from operations / premiums	48,496	348,553	--	10,570	600,112	--
Insurance	174,517	2,385,589	--	133,911	2,033,210	--
Reinsurance	21,096	9,765	--	6,112	(23,560)	--
Costs / Expenses	(147,117)	(2,046,801)	--	(129,453)	(1,409,538)	--
Financial result	15,151	51,659	649	3,353	73,012	622
Interest income	1,172	26,856	--	2,671	35,279	--
Other financial income	3,951	50,567	649	577	44,253	622
Interest expense	7,935	(11,046)	--	(50)	4,465	--
Other financial expenses	2,093	(14,718)	--	155	(10,985)	--
Equity result	--	531	242,130	--	495	376,523
Other equity income / expenses	--	531	242,130	--	495	376,523
Other income and expenses	(17,046)	(158,093)	624	(12,982)	(168,046)	(1,053)
Other expenses	(17,046)	(158,093)	624	(12,982)	(168,046)	(1,053)
Operational result	46,601	242,650	243,403	941	505,573	376,092
Gains / losses on non-current assets	--	70	--	--	--	--
Income before taxes	46,601	242,720	243,403	941	505,573	376,092
Taxes	(18,001)	(22,798)	(363)	(256)	(123,448)	129
Profit sharing	(231)	(6,161)	--	(237)	(6,050)	(108)
Net income for the year	28,369	213,761	243,040	448	376,075	376,113
Total comprehensive result	28,369	213,761	243,040	448	376,075	376,113
Attributable to BB Seguridade	21,274	160,299	182,256	336	282,019	282,046
Other adjustments ⁽¹⁾	--	--	(3,788)	--	--	(3,434)
Equivalence result	21,274	160,299	178,468	336	282,019	278,612

(1) Amortization of intangible assets arising from the partnership agreement with Mapfre.

R\$ thousand

Segment	Insurance					
Line of business	Insurance – Life, Mortgage Life, Rural and Propety					
	1 st Half 2021			1 st Half 2020		
	Aliança do Brasil	Brasilseg	BB Mapfre	Aliança do Brasil	Brasilseg	BB Mapfre
Net income from operations / premiums	88,891	865,456	--	43,261	1,139,969	--
Insurance	360,599	4,622,871	--	265,691	4,038,935	--
Reinsurance	39,882	(71,413)	--	21,329	269,580	--
Costs / Expenses	(311,590)	(3,686,002)	--	(243,759)	(3,168,546)	--
Financial result	27,097	104,824	1,040	12,943	150,689	1,487
Interest income	2,248	65,030	--	5,845	76,638	--
Other financial income	8,056	95,392	1,040	9,661	101,229	1,499
Interest expense	12,933	(26,323)	--	1,199	1,845	--
Other financial expenses	3,860	(29,275)	--	(3,762)	(29,023)	(12)
Equity result	--	1,062	574,437	--	990	705,094
Other equity income / expenses	--	1,062	574,437	--	990	705,094
Other income and expenses	(33,931)	(321,939)	(348)	(31,497)	(346,495)	(2,149)
Other expenses	(33,931)	(321,939)	(348)	(31,497)	(346,495)	(2,149)
Operational result	82,057	649,403	575,129	24,707	945,153	704,432
Gains / losses on non-current assets	--	70	--	(242)	(50)	--
Income before taxes	82,057	649,473	575,129	24,465	945,103	704,432
Taxes	(32,144)	(119,371)	(223)	(9,478)	(247,014)	211
Profit sharing	(337)	(5,241)	--	(654)	(7,328)	(215)
Net income for the year	49,576	524,861	574,906	14,333	690,761	704,428
Total comprehensive result	49,576	524,861	574,906	14,333	690,761	704,428
Attributable to BB Seguridade	37,177	393,593	431,122	10,748	518,002	528,249
Other adjustments ⁽¹⁾	--	--	(7,575)	--	--	(6,869)
Equivalence result	37,177	393,593	423,547	10,748	518,002	521,380

(1) Amortization of intangible assets arising from the partnership agreement with Mapfre.

Equity Information

		R\$ thousand					
Segment	Insurance						
Line of business	Insurance – Life, Mortgage Life, Rural and Propety						
	June 30, 2021			Dec 31, 2020			
	Aliança do Brasil	Brasilseg	BB Mapfre	Aliança do Brasil	Brasilseg	BB Mapfre	
Current assets	754,893	7,752,917	84,819	696,068	7,014,657	91,167	
Cash and cash equivalents	929	5,114	--	3,500	6,040	--	
Financial investments	310,432	3,360,626	83,116	344,980	2,960,674	89,872	
Other current assets	443,532	4,387,177	1,703	347,588	4,047,943	1,295	
Non-current assets	188,715	8,955,323	2,165,975	155,666	8,906,115	2,203,448	
Financial investments	73,185	3,406,714	--	70,370	3,784,285	--	
Other non-current assets	115,530	5,548,609	2,165,975	85,296	5,121,830	2,203,448	
Current liabilities	553,353	8,932,063	377	523,812	8,549,722	239	
Financial liabilities	40,610	108,394	377	24,407	250,282	239	
Technical provisions	422,111	6,422,459	--	402,270	5,464,185	--	
Other current liabilities	90,632	2,401,210	--	97,135	2,835,255	--	
Non-current liabilities	164,262	6,201,691	--	149,379	5,642,957	--	
Financial liabilities	--	--	--	--	522	--	
Technical provisions	125,806	5,318,118	--	133,739	4,983,788	--	
Other non-current liabilities	38,456	883,573	--	15,640	658,647	--	
Net worth	225,993	1,574,486	2,250,417	178,543	1,728,093	2,294,376	
Atribuível à BB Seguridade	169,472	1,180,707	1,687,588	133,889	1,295,897	1,720,553	
Intangible assets ⁽¹⁾	--	--	517,586	--	--	525,161	
Investment balance	169,472	1,180,707	2,205,174	133,889	1,295,897	2,245,714	

(1) Includes in the book value of the investment of BB Mapfre, intangible assets with defined useful life, in the net amortization amount of R\$ 178,582 thousand on June 30, 2021 (R\$ 186,157 thousand on Dec 31, 2020) and intangible assets with indefinite useful life amount of R\$ 339,004 thousand from the partnership agreement with Mapfre.

c.2) Brasilprev, Brasilcap, Brasildental, BB Corretora e Ciclic

Result Information

R\$ thousand					
Segment	Insurance			Brokerage	
Line of business	Private Pension Plans	Capitalization Plans	Health	Brokerage	Brokerage
2 nd Quarter 2021	Brasilprev	Brasilcap	Brasildental	BB Corretora	Ciclic
Net income from operations / premiums	618,479	647	17,701	792,891	2,398
Social Security	11,956,945	--	--	--	--
Capitalization	--	127,018	--	--	--
Health care	--	--	29,809	--	--
Brokerage	--	--	--	846,983	3,035
Costs / expenses	(11,338,466)	(126,371)	(12,108)	(54,092)	(637)
Financial result	(368,123)	24,235	10	18,680	48
Interest income	1,377,437	144,115	--	17,107	--
Other financial income	2,834,331	128,737	299	1,626	82
Interest expense	(354,478)	(100,805)	--	--	(1)
Other financial expenses	(4,225,413)	(147,812)	(289)	(53)	(33)
Equity result	(11,186)	(130)	(15)	(190)	(5,499)
Depreciation and amortization	(11,186)	(130)	(15)	(190)	(154)
Other equity income / expenses	--	--	--	--	(5,345)
Other income and expenses	(150,632)	11,849	(9,131)	(16,812)	--
Other revenue	3,387	11,837	3	432	--
Other expenses	(154,019)	12	(9,134)	(17,244)	--
Operational result	88,538	36,602	8,565	794,569	(3,053)
Gains / losses on non-current assets	(96)	--	--	--	--
Income before taxes	88,442	36,602	8,565	794,569	(3,053)
Taxes	(33,306)	(13,875)	(2,939)	(270,940)	--
Profit sharing	(3,625)	(1,398)	(133)	--	--
Net profit (loss) for the year	51,511	21,329	5,493	523,629	(3,053)
Other comprehensive results	84	(109,144)	--	--	--
Total comprehensive result	51,595	(87,816)	5,493	523,629	(3,053)
Attributable to BB Seguridade	38,631	14,217	4,122	523,629	(2,290)
Other adjustments ⁽¹⁾	--	--	--	--	(37)
Equivalence result	38,631	14,217	4,122	523,629	(2,327)

(1) Result from previous years.

R\$ thousand

Segment	Insurance			Brokerage	
	Private Pension Plans	Capitalization Plans	Health	Brokerage	Brokerage
2 nd Quarter 2020	Brasilprev	Brasilcap	Brasildental	BB Corretora	Ciclic
Net income from operations / premiums	565,072	(11,055)	19,336	701,589	823
Social Security	7,516,801	--	--	--	--
Capitalization	--	136,157	--	--	--
Health care	--	--	28,901	--	--
Brokerage	--	--	--	738,367	918
Costs / expenses	(6,951,729)	(147,211)	(9,565)	(36,778)	(95)
Financial result	48,385	80,096	(130)	15,271	(9)
Interest income	953,304	148,588	--	15,353	--
Other financial income	5,060,377	39,997	288	--	105
Interest expense	(481,027)	(102,997)	--	--	(2)
Other financial expenses	(5,484,269)	(5,493)	(418)	(82)	(111)
Equity result	(10,687)	(223)	(6)	(149)	(6,612)
Depreciation and amortization	(10,687)	(223)	(6)	(149)	135
Other equity income / expenses	--	--	--	--	(6,747)
Other income and expenses	(139,353)	7,300	(8,251)	(62,032)	--
Other revenue	4,204	6,639	4	--	--
Other expenses	(143,557)	661	(8,255)	(62,032)	--
Operational result	463,417	76,118	10,949	654,679	(5,799)
Income before taxes	463,417	76,118	10,949	654,679	(5,799)
Taxes	(180,075)	(29,412)	(3,701)	(223,984)	--
Profit sharing	(3,532)	(1,413)	(122)	--	--
Net profit (loss) for the year	279,810	45,294	7,126	430,695	(5,799)
Other comprehensive results	1,030	74,111	--	--	--
Total comprehensive result	280,840	119,404	7,126	430,695	(5,799)
Attributable to BB Seguridade	209,844	30,193	5,344	430,695	(4,349)
Other adjustments ⁽¹⁾	(188)	--	--	--	--
Equivalence result	209,656	30,193	5,344	430,695	(4,349)

(1) Adjustments for purposes of standardizing accounting practices pursuant to CPC 06 (R2) – Leases.

R\$ thousand

Segment	Insurance			Brokerage	
	Private Pension Plans	Capitalization Plans	Health	Brokerage	Brokerage
1 st Half 2021	Brasilprev	Brasilcap	Brasildental	BB Corretora	Ciclic
Net income from operations / premiums	1,219,394	11,390	36,060	1,572,792	3,046
Social Security	23,515,225	--	--	--	--
Capitalization	--	294,704	--	--	--
Health care	--	--	59,155	--	--
Brokerage	--	--	--	1,667,226	4,024
Costs / expenses	(22,295,831)	(283,314)	(23,095)	(94,434)	(978)
Financial result	(393,265)	86,597	(415)	26,274	48
Interest income	2,768,675	299,653	--	29,328	--
Other financial income	(164,190)	241,022	470	--	160
Interest expense	(763,596)	(205,881)	--	(2,934)	(4)
Other financial expenses	(2,234,154)	(248,198)	(885)	(120)	(108)
Equity result	(22,457)	(313)	(31)	(384)	(11,245)
Depreciation and amortization	(22,457)	(313)	(31)	(384)	(299)
Other equity income / expenses	--	--	--	--	(10,945)
Other income and expenses	(286,140)	20,846	(16,587)	(34,956)	--
Other revenue	6,770	21,015	3	--	--
Other expenses	(292,910)	(168)	(16,590)	(34,956)	--
Operational result	517,532	118,519	19,027	1,563,726	(8,151)
Gains / losses on non-current assets	(96)	(2)	--	--	--
Income before taxes	517,436	118,518	19,027	1,563,726	(8,151)
Taxes	(204,108)	(45,997)	(6,485)	(533,726)	--
Profit sharing	(5,968)	(2,821)	(264)	--	--
Net profit (loss) for the year	307,360	69,699	12,278	1,030,000	(8,151)
Other comprehensive results	(447)	(109,144)	--	--	--
Total comprehensive result	306,913	(39,446)	12,278	1,030,000	(8,151)
Attributable to BB Seguridade	230,505	46,461	9,210	1,030,000	(6,113)
Other adjustments ⁽¹⁾	--	--	--	--	24
Equivalence result	230,505	46,461	9,210	1,030,000	(6,089)

(1) Result from previous years.

R\$ thousand

Segment	Insurance			Brokerage	
	Private Pension Plans	Capitalization Plans	Health	Brokerage	Brokerage
1 st Half 2020	Brasilprev	Brasilcap	Brasildental	BB Corretora	Ciclic
Net income from operations / premiums	1,119,815	1,331	36,903	1,436,747	2,346
Social Security	18,400,619	--	--	--	--
Capitalization	--	286,419	--	--	--
Health care	--	--	58,754	--	--
Brokerage	--	--	--	1,518,985	2,670
Costs / expenses	(17,280,804)	(285,088)	(21,851)	(82,238)	(324)
Financial result	(64,393)	126,372	(301)	27,760	(169)
Interest income	1,816,904	310,395	--	35,906	--
Other financial income	(643,948)	59,960	449	--	131
Interest expense	(1,007,648)	(210,153)	--	(7,991)	(8)
Other financial expenses	(229,701)	(33,829)	(750)	(155)	(292)
Equity result	(20,460)	(447)	(11)	(298)	(14,758)
Depreciation and amortization	(20,460)	(447)	(11)	(298)	(216)
Other equity income / expenses	--	--	--	--	(14,542)
Other income and expenses	(292,598)	12,868	(16,211)	(82,756)	--
Other revenue	12,470	13,037	19	--	--
Other expenses	(305,068)	(169)	(16,230)	(82,756)	--
Operational result	742,364	140,125	20,380	1,381,453	(12,582)
Gains / losses on non-current assets	--	12	--	--	--
Income before taxes	742,364	140,137	20,380	1,381,453	(12,582)
Taxes	(290,952)	(54,507)	(6,891)	(472,626)	--
Profit sharing	(7,519)	(2,800)	(188)	--	--
Net profit (loss) for the year	443,893	83,168	13,301	908,827	(12,582)
Other comprehensive results	(171)	74,111	--	--	--
Total comprehensive result	443,722	157,279	13,301	908,827	(12,582)
Attributable to BB Seguridade	332,897	55,440	9,976	908,827	(9,435)
Other adjustments ⁽¹⁾	(2,043)	--	--	--	--
Equivalence result	330,854	55,440	9,976	908,827	(9,435)

(1) Adjustments for purposes of standardizing accounting practices pursuant to CPC 06 (R2) – Leases.

Equity Information

R\$ thousand					
Segment	Insurance			Brokerage	
Line of business	Private Pension Plans	Capitalization Plans	Line of business	Private Pension Plans	Capitalization Plans
June 30, 2021	Brasilprev	Brasilcap	Brasildental	BB Corretora	Ciclic
Current assets	303,240,430	5,957,688	36,902	3,385,689	17,967
Cash and cash equivalents	3,292,958	11	1,475	2,233,150	270
Financial investments	299,118,038	5,930,398	29,620	304,601	7,746
Commissions receivable	--	--	--	846,315	5,257
Other current assets	829,434	27,280	5,807	1,623	4,694
Non-current assets	15,678,961	3,489,632	2,027	886,532	2,279
Financial investments	14,590,466	2,190,785	--	1,040	--
Commissions receivable	--	--	--	638,899	--
Other non-current assets	1,088,495	1,298,847	2,027	246,593	2,279
Current liabilities	35,722,851	7,978,077	20,292	2,582,927	9,053
Financial liabilities	397,133	1,633	--	--	917
Technical provisions	34,993,637	7,934,237	12,200	--	2,729
Dividends payable	--	1,847	--	1,030,000	--
Commissions to be appropriated	--	--	--	1,076,389	--
Other current liabilities	332,081	40,361	8,092	476,538	5,407
Non-current liabilities	277,811,131	1,045,480	3,685	1,642,386	--
Technical provisions	584,990	257	--	--	--
Financial liability	277,204,674	--	--	--	--
Commissions to be appropriated	--	--	--	1,631,070	--
Other non-current liabilities	21,467	1,045,223	3,685	11,316	--
Net worth	5,385,409	423,763	14,952	46,908	11,193
Attributable to BB Seguridade	4,038,788	282,478	11,215	46,908	8,394
Difference in accounting practice ⁽¹⁾	2,421	(75)	--	--	--
Adjustments ⁽²⁾	(22,831)	110,749	--	--	--
Investment balance	4,018,378	393,152	11,215	46,908	8,394

(1) Adjustments for the purpose of standardizing accounting practices under CPC 06 (R2) - Leases from previous periods. Brasilprev and Brasilcap adopted CPC 06 (R2) as of January 1, 2021.

(2) Includes in Brasilprev an unrealized result from the sale of the equity interest in Mapfre Nossa Caixa Vida e Previdência (MNCVP) in July 2012. In Brasilcap, includes goodwill on the acquisition of equity interest in the company Sulacap by BB Seguros, which took place in 07/22/2011.

R\$ thousand

Segment	Insurance			Brokerage	
	Private Pension Plans	Capitalization Plans	Health	Brokerage	Brokerage
Line of business					
Dec 31, 2020	Brasilprev	Brasilcap	Brasildental	BB Corretora	Ciclic
Current assets	299,893,358	5,952,543	45,380	3,307,742	26,125
Cash and cash equivalents	14,201	413	2,108	1,887,215	158
Financial investments	298,891,327	5,929,382	37,126	245,101	17,602
Commissions receivable	--	--	--	1,173,988	2,919
Other current assets	987,830	22,748	6,146	1,438	5,446
Non-current assets	13,261,289	3,958,005	1,775	1,098,937	1,676
Financial investments	12,246,283	2,800,346	--	205,487	--
Commissions receivable	--	--	--	643,090	--
Other non-current assets	1,015,006	1,157,658	1,775	250,360	1,676
Current liabilities	35,083,159	8,351,928	23,083	2,931,761	8,489
Financial liabilities	266,586	526	--	--	964
Technical provisions	34,486,024	8,261,132	14,295	--	3,839
Dividends payable	--	1,814	--	1,060,278	--
Commissions to be appropriated	--	--	--	1,127,358	--
Other current liabilities	330,549	88,457	8,788	744,125	3,686
Non-current liabilities	273,743,021	1,019,084	3,296	1,428,010	--
Technical provisions	273,724,242	--	--	--	--
Commissions to be appropriated	--	--	--	1,417,250	--
Other non-current liabilities	18,779	1,019,084	3,296	10,760	--
Net worth	4,328,467	539,536	20,776	46,908	19,311
Attributable to BB Seguridade	3,246,134	359,653	15,582	46,908	14,483
Difference in accounting practice ⁽¹⁾	2,421	(75)	--	--	--
Adjustments ⁽²⁾	89,684	110,749	--	--	--
Investment balance	3,338,239	470,327	15,582	46,908	14,483

(1) Adjustments for the purpose of standardizing the accounting practice adopted by the investee under CPC 06 (R2) - Leases.

(2) Including in Brasilprev the amount of R\$ 112,515 thousand referring to the capital increase to maintain the adequacy of the Adjusted Shareholders' Equity in relation to the minimum required capital (regulatory requirement). It is an amount proportional to BB Seguros' participation in the capital paid up by Principal Financial Group in January 2021 and a reduction of R\$ 22,831 thousand in unrealized result from the sale of the equity interest in Mapfre Nossa Caixa Vida e Previdência (MNCVP) in July 2012. At Brasilcap, includes goodwill on the acquisition of interest ownership of the company Sulacap by BB Seguros, occurred on 07/22/2011.

8 – COMMISSIONS INCOME

R\$ thousand

	Consolidated		Consolidated	
	2nd Quarter 2021	1st Half 2021	2nd Quarter 2020	1st Half 2020
Gross commission income	957,772	1,885,885	834,450	1,717,091
BB Mapfre	709,944	1,366,063	654,892	1,282,687
Brasilprev	139,224	276,016	72,464	203,596
Brasilcap	73,405	173,805	69,301	153,694
Mapfre Seguros Gerais ⁽¹⁾	33,161	65,915	35,735	73,054
Other companies	2,038	4,086	2,058	4,060
Deductions from commission income	(110,789)	(218,659)	(96,083)	(198,106)
Cofins	(72,754)	(143,245)	(63,378)	(130,416)
ISS	(22,240)	(44,315)	(18,946)	(39,376)
PIS	(15,795)	(31,099)	(13,759)	(28,314)
Net commission income	846,983	1,667,226	738,367	1,518,985

(1) Despite the sale of the stake, Mapfre Seguros Gerais products continue to be sold by BB Corretora under the operating agreement for Auto and Major Risks products.

There are no amount of commissions income in parent.

In the partnership model signed between BB Seguros and the Mapfre Group, the payment of additional remuneration by Brasilseg Companhia de Seguros SA to BB Corretora is foreseen to exceed the sales growth target in some specific products, following the rules of the 2nd Amendment to the Operating Agreement for Operation in the Insurance Segment and its annexes ("Operating Agreement" or "Agreement") which Aliança do Brasil and BB Corretora have been signatory since November 30th, 2018.

9 – COSTS OF SERVICES PROVIDED

	Consolidated		Consolidated	
	2 nd Quarter 2021	1 st Half 2021	2 nd Quarter 2020	1 st Half 2020
Administrative cost products	(32,698)	(55,753)	(14,952)	(39,090)
Operational support cost	(17,314)	(30,452)	(17,184)	(33,440)
Cost of data processing	(4,080)	(8,229)	(4,642)	(9,708)
Total	(54,092)	(94,434)	(36,778)	(82,238)

There are no service costs provided in Parent.

10 – PERSONNEL EXPENSES

	Parent		Consolidated	
	2 nd Quarter 2021	2 nd Quarter 2020	2 nd Quarter 2021	2 nd Quarter 2020
Salaries	(1,592)	(1,531)	(9,029)	(9,198)
Social security costs	(776)	(756)	(4,182)	(4,331)
Benefits	(217)	(232)	(1,281)	(1,389)
Fees	(347)	(312)	(833)	(967)
Training	(30)	(43)	(153)	(254)
Total	(2,962)	(2,874)	(15,478)	(16,139)

	Parent		Consolidated	
	1 st Half 2021	1 st Half 2020	1 st Half 2021	1 st Half 2020
Salaries	(2,987)	(2,947)	(16,834)	(17,515)
Social security costs	(1,530)	(1,569)	(8,193)	(8,940)
Benefits	(437)	(454)	(2,553)	(2,724)
Fees	(726)	(608)	(1,833)	(1,926)
Training	(59)	(68)	(292)	(469)
Total	(5,739)	(5,646)	(29,705)	(31,574)

11 – ADMINISTRATIVE EXPENSES AND SALES

	Parent		Consolidated	
	2 nd Quarter 2021	2 nd Quarter 2020	2 nd Quarter 2021	2 nd Quarter 2020
Data processing	(472)	(189)	(2,210)	(1,331)
Rent expenses and condominium fee	(199)	(224)	(911)	(1,109)
Specialized technical services	(72)	(121)	(604)	(1,100)
Publications	(129)	(35)	(476)	(280)
Costs communicating	(282)	(25)	(386)	(129)
Services contracted from third parties	(7)	(6)	(49)	(40)
Promotions and public relations	(4)	(1)	(38)	(9)
Service travel	(6)	(67)	(36)	(290)
Donation and sponsorship expenses	--	--	--	(37,903)
Selling expenses	--	--	--	(2,959)
Other	(50)	(129)	(829)	(1,098)
Total	(1,221)	(797)	(5,539)	(46,248)

	Parent		Consolidated	
	1 st Half 2021	1 st Half 2020	1 st Half 2021	1 st Half 2020
Data processing	(561)	(483)	(2,979)	(2,793)
Rent expenses and condominium fee	(441)	(469)	(2,027)	(2,294)
Specialized technical services	(200)	(181)	(1,504)	(1,609)
Costs communicating	(300)	(75)	(528)	(461)
Publications	(133)	(37)	(511)	(297)
Selling expenses	--	--	(117)	(2,959)
Services contracted from third parties	(13)	(15)	(88)	(92)
Promotions and public relations	(7)	(6)	(80)	(33)
Service travel	(9)	(221)	(66)	(1,270)
Donation and sponsorship expenses	--	--	--	(38,303)
Other	(98)	(184)	(1,010)	(1,547)
Total	(1,762)	(1,671)	(8,910)	(51,658)

12 – TAXES

a) Breakdown of income tax (IR) and social contribution expenses (CSLL)

	Parent		Consolidated	
	2 nd Quarter 2021	2 nd Quarter 2020	2 nd Quarter 2021	2 nd Quarter 2020
Current values	199	(1,427)	(270,529)	(225,910)
Domestic income tax and social contribution	199	(1,427)	(270,529)	(225,910)
Deferred values	--	--	(212)	471
Deferred tax assets	--	--	(212)	471
Temporary differences	--	--	(212)	471
Total	199	(1,427)	(270,741)	(225,439)

	Parent		Consolidated	
	1 st Half 2021	1 st Half 2020	1 st Half 2021	1 st Half 2020
Current values	(2,328)	(8,955)	(536,519)	(482,494)
Domestic income tax and social contribution	(2,328)	(8,955)	(536,519)	(482,494)
Deferred values	--	2	465	869
Deferred tax assets	--	2	465	869
Temporary differences	--	2	465	869
Total	(2,328)	(8,953)	(536,054)	(481,625)

b) Reconciliation of Income Tax and Social Contribution Expenses

	Parent		Consolidated	
	2 nd Quarter 2021	2 nd Quarter 2020	2 nd Quarter 2021	2 nd Quarter 2020
Profit before income tax and social contribution	753,503	958,224	1,024,443	1,182,236
a) Total income tax (25%) and CSLL (9%) charges	(256,191)	(325,796)	(348,311)	(401,960)
Effect on the tax calculation:				
b) Nontaxable income - share of profit (loss) of subsidiaries associates and joint ventures (34%)	256,384	324,371	79,258	176,615
c) Non-deductible expenses, net of nontaxable income (34%)	6	(2)	(1,688)	(94)
Income tax and social contribution (a+b+c)	199	(1,427)	(270,741)	(225,439)

R\$ thousand

	Parent		Consolidated	
	1 st Half 2021	1 st Half 2020	1 st Half 2021	1 st Half 2020
Profit before income tax and social contribution	1,733,092	1,848,471	2,266,818	2,321,143
a) Total income tax (25%) and CSLL (9%)	(589,251)	(628,480)	(770,718)	(789,189)
Effect on the tax calculation:				
b) Nontaxable income - share of profit (loss) of subsidiaries associates and joint ventures (34%)	586,642	619,569	239,236	308,793
c) Non-deductible expenses, net of nontaxable income (34%)	281	(42)	(4,572)	(1,229)
Income tax and social contribution (a+b+c)	(2,328)	(8,953)	(536,054)	(481,625)

c) Tax Expenses

R\$ thousand

	Parent		Consolidated	
	2 nd Quarter 2021	2 nd Quarter 2020	2 nd Quarter 2021	2 nd Quarter 2020
On financial income and other				
Cofins	(186)	(336)	(1,043)	(1,251)
PIS/Pasep	(33)	(56)	(172)	(203)
IOF	(2)	(1)	(35)	(1)
Other	(19)	(4)	(20)	(5)
Total	(240)	(397)	(1,270)	(1,460)

R\$ thousand

	Parent		Consolidated	
	1 st Half 2021	1 st Half 2020	1 st Half 2021	1 st Half 2020
On financial income and other				
Cofins	(883)	(2,617)	(2,206)	(4,906)
Pis/Pasep	(158)	(443)	(372)	(812)
IOF	(3)	(3)	(36)	(3)
Other	(49)	(27)	(101)	(78)
Total	(1,093)	(3,090)	(2,715)	(5,799)

d) Current tax assets

R\$ thousand

	Parent		Consolidated	
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
Current Assets	17,878	--	19,331	--
Anticipation of IR e CS	1,767	--	176,940	--
Taxes to compensate	17,776	--	17,776	--
IRRF	23	--	11,385	--
(-) Current taxes deducted/offset	(1,688)	--	(186,770)	--
Non-Current Assets	67,518	85,155	97,399	114,776
Taxes to compensate	67,518	85,173	97,399	141,133
(-) Current taxes deducted/offset	--	(18)	--	(26,357)
Total ⁽¹⁾	85,396	85,155	116,730	114,776

(1) The balances at June 30, 2021 and December 31, 2020 (parent company and consolidated) refer mainly to the IRRF of previous years uncompensated/deducted.

e) Deferred Tax Assets

R\$ thousand

	Parent			June 30, 2021
	Dec 31, 2020	Addition	Derecognition	
Temporary differences				
Tax losses/negative bases	1,227	--	(702)	525
Liabilities provision	78	--	--	78
Total deferred tax assets	1,305	--	(702)	603
Income tax	961	--	(495)	466
Social contribution	344	--	(207)	137

	Consolidated			R\$ thousand
	Dec 31, 2020	Addition	Derecognition	June 30, 2021
Temporary differences				
Tax losses/negative bases	1,227	--	(702)	525
Liabilities provision	13,354	2,977	(2,513)	13,818
Amortization of goodwill	3,053	--	--	3,053
Total deferred tax assets	17,634	2,977	(3,215)	17,396
Income tax	13,775	2,189	(2,343)	13,621
Social contribution	3,859	788	(872)	3,775

f) Expected Realization

	Parent		Consolidated		R\$ thousand
	Non Value	Present Value	Valor Nominal	Valor Presente	
In 2021	--	--	2,227	2,191	
In 2022	--	--	2,324	2,216	
In 2023	1,305	1,203	3,420	3,129	
In 2024	--	--	2,462	2,114	
In 2025	--	--	2,390	1,928	
After 2025	--	--	4,811	3,610	
Total	1,305	1,203	17,634	15,188	

The expected realization of deferred tax assets (tax credits) is supported by a technical study prepared for the base date of Dec 31, 2020, and is calculated based on the discounted present value of the average Selic rate (TMS) projected for each reporting period.

During the first half of 2021, tax credits were realized in the amount of R\$ 702 thousand in the parent company and R\$ 3,215 thousand in the consolidated.

g) Current tax liabilities

	Parent		Consolidated		R\$ thousand
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020	
Income tax	1,143	--	393,927	491,329	
Social contribution	483	--	141,890	170,504	
Cofins	53	16	25,502	25,225	
ISS	--	--	10,019	16,671	
Pasep	8	2	5,513	5,463	
Other	29	81	28	115	
(-) Current taxes deducted/offset	(1,688)	(18)	(186,770)	(26,357)	
Total	28	81	390,109	682,950	

h) Deferred Tax Liabilities

	Consolidated		R\$ thousand
	June 30, 2021	Dec 31, 2020	
Arising from partnership with Mapfre ⁽¹⁾	223,387	223,387	
Arising from amortization of Brasilcap's goodwill	4,647	4,647	
Other temporary differences	531	531	
Total	228,565	228,565	

(1) Refers to the provision for deferred taxes arising from intangibles in the investment in BB Mapfre.

There is no balance of deferred tax liabilities in the Controller.

13 – OTHER INCOME AND EXPENSE

	R\$ thousand			
	Parent		Consolidated	
	2 nd Quarter 2021	2 nd Quarter 2020	2 nd Quarter 2021	2 nd Quarter 2020
Income of ADR ⁽¹⁾	862	407	862	407
(Addition)/Reversal of provisions for labor, tax and civil lawsuits	--	--	2,349	246
Depreciation/amortization expense	(51)	(47)	(262)	(249)
Income/(expense) earn in earn out ⁽²⁾	--	--	(5,263)	(4,794)
Other ⁽³⁾	75	--	(1,558)	(1,635)
Total	886	360	(3,872)	(6,025)

(1) Refers to the sharing, by the depositary bank of the ADR Level I program, of the income from issuance fees, cancellation and processing of dividends charged to investors holding ADRs (American Depositary Receipts) of BB Seguridade, with the purpose of defray Program expenses.

(2) Refers to the price adjustment mechanism of the assets of the Brasilveiculos (current Mapfre Seguros Gerais) asset sold to Mapfre Brasil on 11.30.2018, with calculation, monthly provisions and annual payment, made based on the fulfillment of goals in the sales of auto insurance. The mechanism provides for the possibility of earn in or earn out, that is, payment from MAPFRE Brasil to BB Seguros or from BB Seguros to MAPFRE Brasil and will be calculated for each financial year until 2031.

(3) In the 2nd Quarter 2021 and 2020, (Consolidated) includes the amount of R\$ 1,638 thousand referring to the provision for brokerage to be returned to Brasilprev.

	R\$ thousand			
	Parent		Consolidated	
	1 st Half 2021	1 st Half 2020	1 st Half 2021	1 st Half 2020
Income of ADR ⁽¹⁾	3,764	4,554	3,764	4,554
(Addition)/Reversal of provisions for labor, tax and civil lawsuits	202	(127)	2,198	589
Depreciation/amortization expense	(82)	(94)	(519)	(498)
Income/(expense) earn in earn out ⁽²⁾	--	--	(13,439)	(13,919)
Other ⁽³⁾	74	16	(3,197)	(3,287)
Total	3,958	4,349	(11,193)	(12,561)

(1) Refers to the sharing, by the depositary bank of the ADR Level I program, of the income from issuance fees, cancellation and processing of dividends charged to investors holding ADRs (American Depositary Receipts) of BB Seguridade, with the purpose of defray Program expenses.

(2) Refers to the price adjustment mechanism of the assets of the Brasilveiculos (current Mapfre Seguros Gerais) asset sold to Mapfre Brasil on 11.30.2018, with calculation, monthly provisions and annual payment, made based on the fulfillment of goals in the sales of auto insurance. The mechanism provides for the possibility of earn in or earn out, that is, payment from MAPFRE Brasil to BB Seguros or from BB Seguros to MAPFRE Brasil and will be calculated for each financial year until 2031.

(3) In the 1st Half 2021 and 2020, (Consolidated) includes the amount of R\$ 3,276 thousand referring to the provision for brokerage to be returned to Brasilprev.

14 – FINANCIAL RESULT

	R\$ thousand			
	Parent		Consolidated	
	2 nd Quarter 2021	2 nd Quarter 2020	2 nd Quarter 2021	2 nd Quarter 2020
Financial Income	3,212	8,000	24,898	31,255
Yield from financial investments	2,686	7,593	22,656	30,014
Monetary adjustment of judicial deposits	--	--	1,626	834
Monetary adjustment of taxes	526	407	616	407
Financial Expenses	(242)	(101)	(298)	(192)
Financial system services	(183)	(69)	(240)	(159)
Loss on financial investments	(59)	(32)	(58)	(32)
Other	--	--	--	(1)
Financial Result	2,970	7,899	24,600	31,063

	R\$ thousand			
	Parent		Consolidated	
	1 st Half 2021	1 st Half 2020	1 st Half 2021	1 st Half 2020
Financial Income	15,468	57,575	46,201	104,478
Yield from financial investments	11,397	45,357	42,449	101,524
Monetary adjustment of judicial deposits	--	--	2,355	1,964
Monetary adjustment of taxes	1,137	987	1,397	987
Monetary adjustment of dividends and interest on equity capital	2,934	11,229	--	--
Other	--	2	--	3
Financial Expenses	(3,159)	(25,308)	(3,286)	(26,705)
Monetary adjustment of dividends and interest on equity capital	(2,623)	(24,871)	(2,623)	(24,871)
Financial system services	(456)	(386)	(583)	(556)
Loss on financial investments	(80)	(49)	(80)	(1,270)
Other	--	(2)	--	(8)
Financial Result	12,309	32,267	42,915	77,773

15 – CASH AND CASH EQUIVALENTS

	R\$ thousand			
	Parent		Consolidated	
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
Cash	432	424	6,777	3,475
Short-term fund	--	--	10	10
Repurchase agreements ⁽¹⁾	317,020	208,469	2,580,262	2,191,960
Total	317,452	208,893	2,587,049	2,195,445

(1) Refers to investments in repurchase agreements with Banco do Brasil S.A., backed by federal government securities with daily liquidity and insignificant risk of change in fair value.

Financial investments in short-term funds and cash equivalents are classified as financial assets at fair value through profit or loss.

16 – FINANCIAL INSTRUMENTS

a) Financial Assets at Fair Value through Profit or Loss

	R\$ thousand						
	Parent						
	Dec 31, 2020			June 30, 2021			
	Cost Value	Market Value/Book Value	Applications	Redemptions	Yield	Cost Value	Market Value/Book Value
Long-term fund ⁽¹⁾	4,157	3,948	940	--	7,650	5,097	12,539
Total	4,157	3,948	940	--	7,650	5,097	12,539

	R\$ thousand						
	Consolidated						
	Dec 31, 2020			June 30, 2021			
	Cost Value	Market Value/Book Value	Applications	Redemptions	Yield	Cost Value	Market Value/Book Value
Long-term fund ⁽²⁾	4,953	4,986	940	14	7,667	5,883	13,579
Total	4,953	4,986	940	14	7,667	5,883	13,579

(1) Of the total of R\$ 12,539 thousand, R\$ 12,171 thousand refers to the "Brasil Aceleradora de Startups" fund whose policy provides for investments of at least 90% of its Shareholders'Equity in the acquisition of shares and debentures issued by Startups companies convertible into shares.

(2) Of the total of R\$ 13,579 thousand, R\$ 1,040 thousand refers to the investment fund "BB Renda Fixa Longo Prazo Corporativo 10 Milhões", whose investment policy provides for investments in investment funds with a portfolio composed, alone or cumulatively, of securities, public or Private, pre-fixed and / or post-fixed, repurchase operations, any and all financial assets and / or operating modalities available in the financial market, according to regulation. The fund must maintain 80% of the portfolio in federal government securities and / or assets with low credit risk related to the domestic interest rate, price indices or both. Strategies that imply foreign currency, variable income or leverage risk are not allowed.

b) Financial Assets Available Held to Amortized Costs

		R\$ thousand					
	Counterparty rating	Consolidated					
		June 30, 2021			Dec 31, 2020		
		Cost Value	Book Value	Updated cost	Cost Value	Book Value	Updated cost
Short-Term Financial bills ⁽¹⁾	AA-	286,000	304,601	304,496	220,400	245,101	245,033
Long-Term Financial bills	AA-	--	--	--	200,000	204,449	203,374
Total		286,000	304,601	304,496	420,400	449,550	448,407

(1) Refers to investments in post-fixed Long-Term Financial bills with varying maturity dates, with the first maturity occurring on August 24, 2021 and the others up to March 11, 2022.

There is no balance of financial assets available held to maturity securities in the Parent.

c) Fair Value Hierarchy

The Company classifies financial instruments into three levels of subjectivity in determining fair value. The different levels are defined as follows:

- Level 1: Quoted prices in active markets for identical assets or liabilities;
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices);
- Level 3: Assumptions for the asset or liability that are not based on observable market data (unobservable inputs). There are no financial instruments classified in level 3 of the investment portfolio.

		R\$ thousand					
		Parent					
		June 30, 2021			Dec 31, 2020		
		Level 1	Level 2	Total	Level 1	Level 2	Total
Long-term fund		12,539	--	12,539	3,948	--	3,948
Cash and cash Equivalents		317,452	--	317,452	208,893	--	208,893
Total		329,991	--	329,991	212,841	--	212,841

		R\$ thousand					
		Consolidated					
		June 30, 2021			Dec 31, 2020		
		Level 1	Level 2	Total	Level 1	Level 2	Total
Long-term fund		13,579	--	13,579	4,986	--	4,986
Cash and cash Equivalents		2,587,049	--	2,587,049	2,195,445	--	2,195,445
Short-Term Financial bills		--	304,496	304,496	--	448,407	448,407
Total		2,600,628	304,496	2,905,124	2,200,431	448,407	2,648,838

17 – DIVIDENDS / INTEREST ON EQUITY CAPITAL RECEIVABLE

	R\$ thousand			
	Parent		Consolidated	
	June 30, 2021	Dec 31, 2020 ⁽¹⁾	June 30, 2021	Dec 31, 2020
Dividends receivable	1,030,000	1,060,278	--	--

(1) On Dec 31, 2020, refers to dividends receivable from BB Corretora de Seguros e Administradora de Bens S.A. paid on Feb 25, 2021

18 – COMMISSIONS RECEIVABLE

	Consolidated		R\$ thousand
	June 30, 2021	Dec 31, 2020	
Current Assets	846,315	1,173,988	
BB Mapfre ⁽¹⁾	793,285	1,120,275	
Mapfre Seguros Gerais	44,181	43,169	
Brasilprev	7,316	9,388	
Brasilcap	1,506	1,094	
Others	27	62	
Non-Current Assets	638,899	643,090	
BB Mapfre	638,899	643,090	
Total	1,485,214	1,817,078	

(1) On June 30, 2021, R\$ 136 million refers to the additional commission according to the restructuring agreement between BB Seguros and the Mapfre Group. The provision for the additional commission is made monthly and is expected to be received within 60 days after the end of the year. On Dec 31, 2020, R\$ 464 million refers to the additional commission, received on 02.25.2021.

There are no amount of commissions receivable in parent.

Commissions Receivables are classified as financial assets valued at amortized cost, as described in Note 4.

19 – INTANGIBLE ASSET**a) ERP - Enterprise Resource Planning**

	Parent and Consolidated						R\$ thousand
	Dec 31, 2020	1 st Half 2021		June 30, 2021		Book value	
	Book value	Acquisitions	Amortization	Cost value	Accumulated amortization		
Software – ERP ⁽¹⁾	5,481	180	(397)	7,667	(2,403)	5,264	

(1) In January 2018, the amortization of Enterprise Resource Planning (ERP) began, according to CPC 04 (IAS 38) - Intangible Assets in which the amortization period of intangible assets with a defined useful life is 10 years and amortization is calculated at the annual rate of 10% and recognized to the income statement on a straight-line method.

a.1) Estimate for amortization

	2021	2022	2023	2024	2025	2026	2027	Total	R\$ thousand
Amounts to be amortized	801	810	810	810	810	810	810	5,661	

20 – OTHER ASSETS

	Parent		Consolidated		R\$ thousand
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020	
Current Assets	11,505	10,170	8,300	4,347	
Receivables from related companies	4,828	7,261	--	--	
Receivables from ADR	6,663	2,899	6,663	2,899	
Other	14	10	1,637	1,448	
Non-Current Assets	46	53	208,496	206,654	
Judicial deposits ⁽¹⁾	--	--	208,450	206,601	
Fixed asset ⁽²⁾	46	53	46	53	
Total	11,551	10,223	216,796	211,001	

(1) It refers, mainly, to a lawsuit of a fiscal nature, with the purpose of annulling an administrative decision that did not ratify declarations of compensation of negative balances of IRPJ with several taxes of its own. The updated value of the referred judicial deposit is R\$ 152,893 thousand (R\$ 151,968 thousand on December 31, 2020), being its update by the SELIC rate.

(2) Acquisition of computers and furniture in the amount of R\$ 74 thousand (depreciation R\$ 28 thousand) in June 30, 2021.

21 – CORPORATE AND STATUTORY OBLIGATIONS

	Parent		Consolidated	
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
Dividends payable ⁽¹⁾	1,040,396	948,398	1,040,396	948,398
Capital reduction payable ⁽²⁾	95	95	95	95
Total	1,040,491	948,493	1,040,491	948,493

(1) The dividends distributed on Dec 31.2020 were paid to the shareholders on Feb 25.2021.

(2) Capital reduction approved by the Board of Directors, effective payment of which occurred on April 30, 2020, as detailed in Explanatory Note 25.

22 – PROVISIONS AND CONTINGENT LIABILITIES**CONTINGENT ASSETS**

In accordance with CPC 25 - Provisions, Contingent Liabilities and Contingent Assets, no contingent assets were recognized in the individual and consolidated financial statements.

CONTINGENT LIABILITIES – PROBABLE**a) Tax Lawsuits**

The Company's tax lawsuits related to BB Corretora arise, mainly, from municipal/district tax assessments (discussing the "collection" of the Tax on Services of Any Nature - ISSQN); and lawsuits of the Federal Government filed in the administrative or judicial spheres discussing federal taxes, notably the non-validation of offsets of own taxes with other taxes.

On June 30, 2021, BB Corretora had a total of 36 (thirty-six) active tax lawsuits discussing tax matters, classified as remote, possible and probable, depending on the stage of the lawsuit and/or specific situation affecting each case. And, the mentioned actions are distributed as follows: (i) 22 (twenty-two) of them in the administrative sphere, exclusively, with the Federal Revenue of Brazil (RFB); and (ii) 14 (fourteen) of them filed in the Brazilian courts, 10 (ten) of them in the State courts and 04 (four) in the Federal courts.

Among the totality of tax lawsuits, 4 (four) of them are classified as probable loss. The following is a brief summary of the main lawsuit classified as "Probable", in other words, whose value involved is significant:

- BB Corretora is a party to a lawsuit whose central cause of action concerns the collection of ISSQN, in progress with the TJ-MG, to which the initial cause value of R\$ 8.3 million was attributed and, filed on 06/29/1998. This action was judged by the competent court, which recognized the right of the Municipality to receive the required ISSQN, but reduced the amount to R\$ 19 thousand. During the course of the process, in the discussion of motions to stay execution, a judicial deposit was made (for court guarantee) with BB, whose updated value on June 30, 2021 is approximately R\$ 601 thousand. Due to the situation of the process on June 30, 2021, BB Corretora maintains a provision in the amount of approximately R\$ 152,000, since the process has a probability of loss as "probable" due to the judgment of the merit. Finally, it should be mentioned that the City filed a tax execution for the amount of the conviction (R\$ 19 thousand), which is in the liquidation phase to determine the amount due.

As for BB Seguridade and BB Seguros, they do not have tax lawsuits with significant amounts.

b) Civil Lawsuits

In civil lawsuits involving BB Seguridade, BB Seguros and BB Corretora, we highlight the claims for various indemnities (material damages, moral damages, etc.), notably resulting from consumer relations involving security products and the like (personal insurance) and equity, open private pension, capitalization and dental plans).

c) Labor Lawsuits

Labor claims involving BB Seguros and BB Corretora mainly arise from labor claims, with a civil nature (arising from corporate group life insurance, whose original employers did not bear the severance pay); and, third party claims against the investees evaluated by the equity method and BB Seguros (as a shareholder) notably, requiring eventual subsidiary condemnation. On the other hand, BB Seguridade's labor claims involve former employees, discussing rights arising from the 7th and 8th bank overtime hours and the respective effects on other amounts of a salary / severance nature.

Provisions for civil, tax and labor lawsuits classified as probable

In accordance with CPC 25 (IAS 37), BB Seguridade constitutes a provision for tax, civil and labor claims with a “probable” risk of loss.

		R\$ thousand
		Consolidated
	1 st Half 2021	1 st Half 2020
TAX LAWSUITS		
Initial balance	1,440	999
Addition/Update ⁽¹⁾	14	17
Reversal of the provision	(358)	--
Derecognition of provisions	--	--
Closing balance	1,096	1,016
CIVIL LAWSUITS		
Initial balance	16,314	16,692
Addition/Update ⁽²⁾	2,889	2,408
Reversal of the provision	(4,289)	(2,262)
Derecognition of provisions	(252)	(878)
Closing balance	14,662	15,960
LABOR LAWSUITS		
Initial balance	230	103
Addition/Update	--	127
Reversal of the provision	--	--
Derecognition of provisions	(202)	--
Closing balance	28	230
TOTAL	15,786	17,206

(1) On June 30, 2021 includes the amount of R\$ 14 thousand related to monetary restatement.

(2) On June 30, 2021 includes the amount of R\$ 424 thousand related to monetary restatement.

They mainly refer to contingencies registered with BB Corretora.

On June 30, 2021, the amount of R\$ 28 thousand related to labor claims was provisioned at the controller. For the other claims, there are no provision balances in the controller.

Expected outflows of economic benefits

				R\$ thousand
	Labor lawsuits	Tax lawsuits	Civil lawsuits	Total
Up to 5 years	28	405	12,503	12,908
More than 5 years and up to 10 years	--	254	1,841	2,095
Over 10 years	--	437	318	755
Total	28	1,096	14,662	15,758

Given the scenario of uncertainties in the duration of the proceedings, as well as the possibility of changes in the jurisprudence of the courts, the outflow of economic benefits has been estimated based on the best available information.

CONTINGENT LIABILITIES – POSSIBLE**a) Tax Lawsuits**

In the tax lawsuits, classified as possible, we have those referring to BB Corretora, which contests the non-recognition of IRPJ, CSLL, PIS and Cofins compensation requests made between 1999 and 2003, due to the non-recognition of negative balances from 1995 and 1997 and the deduction of CSLL amounts from the IRPJ calculation basis granted in a Writ of Mandamus decision. The possibility of loss of demand is classified as possible, therefore, no provision has been made.

In accordance with applicable legislation, notably CPC 25 - Provisions, Contingent Liabilities and Contingent Assets; actions with remote or possible risk classification are exempt from the constitution of a provision. However, the following is a brief summary of the main lawsuits filed against BB Corretora:

- BB Corretora has a legal dispute related to "DCOMP - IRPJ Negative Balance", with TRF1/DF, whose initial value of the cause was R\$ 82.3 million, filed on 04/18/2011. The process is in the initial stage of discovery (there is no sentence). It should also be mentioned that this process has a judicial deposit (coming from the administrative phase of the discussion) in the amount of approximately R\$ 153.8 million (base date: June 30, 2021) deposited in a judicial account at Caixa Econômica Federal.

As for BB Seguridade and BB Seguros, do not have tax actions with significant amounts.

Balances of contingent liabilities classified as possible

Tax and civil demands classified as "possible" risk are exempt from provisioning, in accordance with CPC 25.

	Parent		Consolidated	
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
Tax lawsuits ⁽¹⁾	--	--	233,116	230,189
Civil lawsuits	--	--	1,918	2,647
Total	--	--	235,034	232,836

(1) Refers mainly to a tax lawsuit by BB Corretora with the objective of annulling an administrative decision that did not ratify declarations of offsetting negative IRPJ balances with different taxes. There is a guarantee deposit for the mentioned action as shown in item "c" below.

BB Seguridade does not have contingent liabilities of its affiliates shared with other investors of the affiliates nor is it jointly and severally liable for all or part of the liabilities of its affiliates.

DEPOSITS IN GUARANTEE OF FUNDS

Guarantee deposits are cash deposits and are made with Banco do Brasil or another official financial institution, as a means of payment or as a means of guaranteeing the payment of convictions, indemnities, agreements and other expenses resulting from legal proceedings. The amounts are presented in the balance sheet under Other Assets.

Balances of escrow deposits formed for provisions and contingent liabilities

	Parent		Consolidated	
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
Labor lawsuits	--	--	51	50
Tax lawsuits ⁽¹⁾	--	--	206,466	204,133
Civil lawsuits	--	--	1,933	2,418
Total	--	--	208,450	206,601

(1) Refers mainly to a tax lawsuit aimed at annulling an administrative decision that did not ratify declarations of offsetting negative IRPJ balances with various taxes. The updated amount of the aforementioned judicial deposit is R\$ 152.893 thousand (R\$ 151.967 thousand on Dec 31, 2020), referring to the investee BB Corretora, being updated using the SELIC rate

23 – UNEARNED COMMISSIONS

	R\$ thousand	
	Consolidated	
	June 30, 2021	Dec 31, 2020
Current Liabilities	1,076,389	1,127,358
BB Mapfre	1,005,503	1,049,015
Mapfre Seguros Gerais ⁽¹⁾	70,517	78,037
Others	369	306
Non-Current Liabilities	1,631,070	1,417,250
BB Mapfre	1,594,438	1,389,918
Mapfre Seguros Gerais ⁽¹⁾	36,630	27,331
Others	2	1
Total	2,707,459	2,544,608

(1) Despite the sale of the stake, Mapfre Seguros Gerais products continue to be sold by BB Corretora.

There are no amount of unearned commissions in parent.

24 – OTHER LIABILITIES

	R\$ thousand			
	Parent		Consolidated	
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
Current Liabilities				
Amounts payable to related companies ⁽¹⁾	5,408	5,145	100,356	84,514
Annual variable remuneration program of the Executive Board	1,686	2,576	1,686	2,576
Annual program for results	580	392	580	392
Other	175	490	912	609
Total	7,849	8,603	103,534	88,091

(1) Refers to the apportionment of expenses calculated in accordance with the contract for sharing client data, use of staff, distribution network and technological and administrative material resources, entered into between Banco do Brasil, BB Seguridade, BB Corretora and BB Seguros. In Consolidated, it also includes amounts payable, in the amount of R\$ 16,731 thousand referring to the price adjustment mechanism of Brasilveículos (current Mapfre Seguros Gerais) assets sold to MAPFRE Brasil on November 30, 2018.

25 – EQUITY

a) Capital

The capital, fully subscribed and paid in amounted to R\$ 3,396,767 thousand as of June 30, 2021 and Dec 31, 2020, it is divided into 2,000,000,000 (two billion) shares as of June 30, 2021 and Dec 31, 2020, represented in book-entry form and without par value.

The shareholders' equity amounted R\$ 6,896,999 thousand (R\$ 6,389,605 thousand as of Dec 31, 2020), corresponding a book value per share of R\$ 3.45 per share in June 30, 2021 (R\$ 3.19 per share as of Dec 31, 2020).

b) Capital and Profit Reserves

	R\$ thousand	
	Parent and Consolidated	
	June 30, 2021	Dec 31, 2020
Capital Reserves	1,508	1,588
Profit Reserves	3,060,956	3,060,956
Legal Reserve	679,354	679,354
Statutory Reserve	2,381,602	2,381,602

The Capital Reserve is made up of the amounts relating to transactions with payment based on shares, as well as the gain or loss on the sale of treasury shares.

The purpose of the Legal Reserve is to ensure the integrity of the capital stock and may only be used to offset losses or increase the capital stock. Of the net income for the period, 5% is invested, before any other allocation, in the constitution of the legal reserve, which will not exceed 20% of the share capital and the balance of the legal reserve plus the amounts of capital reserves that will not exceed 30% of the capital stock.

The Statutory Reserve for Equalization of Capital Remuneration has the purpose of guaranteeing resources for the payment of dividends, including in the form of interest on own capital or its prepayments, limited to 80% of the capital stock value, being formed with resources: equivalent to up to 50% of the net income for the year and resulting from the credit corresponding to the advance of dividends.

The Statutory Reserve for Capital Reinforcement aims to guarantee financial means for the operation of the company, including for capital increase in the companies in which it participates as a shareholder and the acquisition of companies covered by Art. 3 of these Bylaws, limited to 80% of the value capital and being formed with resources equivalent to up to 50% of the net profit for the year.

c) Earnings per Share

	Parent and Consolidated	
	1 st Half 2021	1 st Half 2020
Net income attributable to shareholders of the Bank (R\$ thousand)	1,730,764	1,839,518
Weighted average of ordinary and dilutive potential ordinary shares outstanding	1,996.657,612	1,996,617,689
Earnings per share – basic and diluted (R\$)	0.87	0.92

The basic earnings per share is calculated by dividing net income attributable to shareholders of the BB Seguridade by the weighted average number of common shares outstanding (not considered treasury shares) in each of the periods presented.

The diluted earnings per share is calculated by dividing net income attributable to shareholders of the BB Seguridade by the weighted average number of common shares outstanding (not considered treasury shares), including the effect of all dilutive potential ordinary shares.

The BB Seguridade has no option, bonus of subscription or its equivalents which provide their holder the right to acquire shares. Thus, the basic and diluted earnings per share are equal and was calculated by dividing the profit attributable to the holders of common shares of the company by the weighted average number of common shares held by shareholders during the period.

d) Dividends

BB Seguridade follows the Dividend Policy available on the Investor Relations website of BB Seguridade.

The Policy is reviewed annually or, extraordinarily, at any time, and submitted to the Board of Directors of group for approval.

Dividends related to the second half of 2020 profit, in the amount of R\$ 947,975 thousand, plus the prescribed dividend balance of R\$ 42 thousand related to past years, were paid in February 2021, with a monetary restatement of R\$ 2,623 thousand at the Selic rate, adding up to a distributed amount of R\$ 950,640 thousand, as provided for in the bylaws.

BB Seguridade will pay R\$ 1,040,024 thousand in interim dividends approved by the Board of Directors of BB Seguridade on 06.18.2021 according to its bylaws, R\$1,040,000 thousand of which referring to the profit for the 1st Half 2021 and R\$ 24 thousand of dividends prescribed in the period.

d.1) Dividends per Share

	1 st Half 2021		1 st Half 2020	
	Amount (R\$ thousand)	Amount per share (R\$)	Amount (R\$ thousand)	Amount per share (R\$)
Dividends	1,040,024	0.521	1,747,565	0.875

e) Other Accumulated Comprehensive Income

The negative balance recorded in Other Comprehensive Accumulated Results in the amount of R\$ 171,676 thousand (R\$ 12,882 thousand positive on Dec 31, 2020) is composed of:

- R\$ 150,686 thousand negative (R\$ 33.872 thousand positive on Dec 31, 2020) resulting mainly from the appreciation or devaluation resulting from the adjustment to market value, at the net value of tax effects, of securities classified as fair value through other comprehensive results of Brasilprev Seguros e Previdência SA, BB Mapfre Participações SA and Brasilcap Capitalização SA;
- Negative R\$ 20,824 thousand (R\$ 20,824 thousand negative on Dec 31, 2020) of adjustments for the purpose of standardizing accounting practices of previous lease operations periods, CPC 06 R2, at BB Mapfre Participações S.A.; and
- Negative R\$ 166 thousand (negative R\$ 166 thousand on Dec 31, 2020) from results from periods prior to BB Corretora's participation in Ciclic.

Bearing in mind that BB Seguridade does not have securities classified as fair value through other comprehensive income, the amounts in its statements reflect the values existing in the companies in which BB Seguros holds interest.

f) Shareholdings (number of shares)

Stockholders	June 30, 2021		Dec 31, 2020	
	Shares	% Total	Shares	% Total
Banco do Brasil	1,325,000,000	66.25	1,325,000,000	66.25
Other stockholders	671,686,529	33.58	671,634,681	33.58
Treasury shares	3,313,471	0.17	3,365,319	0.17
Total	2,000,000,000	100	2,000,000,000	100
Locals	1,535,695,682	76.78	1,464,036,514	73.20
Foreign	464,304,318	23.22	535,963,486	26.80

g) Treasury shares

g.1) Share-Based Payment – Variable Wage Program

The Variable Wage Program Board of BB Seguridade determined that, of the total amount allocated to the payment of variable compensation, 50% will be made in shares of BB Seguridade (BBSE3). From the total paid in shares, 20% will be immediately transferred to the beneficiary ownership and 80% will be deferred for a period of four years.

On November 13, 2014, the Brazilian Securities and Exchange Commission (CVM) authorized BB Seguridade to make annually the private trading of its own shares, in order to fund, through these shares, part of the payment of the variable remuneration compensation of its Executive Board members, without the need to submit, every year, that commission new requests, in the case therefore of permanent authorization.

We present the statement of acquired shares, its distribution and its transfer schedule:

	2017 Program	2018 Program	2019 Program	2020 Program	Total
Shares Distributed	15,489	9,841	11,338	4,512	41,180
Shares to Distribute	3,870	6,552	16,995	17,948	45,365
Total Program Shares	19,359	16,393	28,333	22,460	86,545
Minimum cost	28.92	27.78	31.93	24.37	--
Average cost	29.02	27.78	31.93	24.37	--
Maximum cost	29.15	27.78	31.93	24.37	--

Estimated Schedule Transfers						
	Period	2017 Program	2018 Program	2019 Program	2020 Program	Total
Shares to Distribute	March 2022	3,870	3,276	5,665	4,487	17,298
Shares to Distribute	March 2023	--	3,276	5,665	4,487	13,428
Shares to Distribute	March 2024	--	--	5,665	4,487	10,152
Shares to Distribute	March 2025	--	--	--	4,487	4,487
Total shares to be distributed		3,870	6,552	16,995	17,948	45,365

g.2) Repurchase Program

On October 15, 2015, the Board of Directors approved the Repurchase Program of up to 10,000,000 shares the company itself issued for staying in treasury and subsequent disposal of or cancellation. The period of valid for up to 365 days from that date in accordance with the limit set forth by CVM Instruction 567. This program was in effect until October 14, 2016, and 3,360,000 shares were acquired, amounting to R\$ 82,201 thousand, minimum, average and maximum cost per share are respectively R\$ 21.09, R\$ 24.46 e R\$ 27.76.

On October 27, 2016, the Board of Directors approved the second Repurchase Program of up to 10,000,000 shares the company itself issued for staying in treasury and subsequent disposal of or cancellation. The period of valid for up to 365 days from that date of approval. This program was concluded on October 26, 2017 and there was no acquisition of shares by said Program.

On October 26, 2017, the Board of Directors approved the third Repurchase Program of up to 10,000,000 shares the company itself issued for staying in treasury and subsequent disposal of or cancellation. The period of valid for up to 365 days from that date of approval. This program was concluded on October 25, 2018 and there was no acquisition of shares by said Program.

On November 1, 2018, the Board of Directors approved the fourth Buyback Program of up to 10,000,000 shares issued by the company to be held in treasury and subsequently sold or canceled. The term of validity is up to 365 days from the date of approval, and there was no acquisition of shares on behalf of the fourth Program until its closure on October 31, 2019. The Company, to date, has not approved a new Repurchase Program.

On December 21, 2018, 450 treasury shares from the 2015 Repurchase Program, were distributed to all active employees of BB Seguridade (disregarding statutory), the awarding title, regardless of the hierarchical level, being that each employee received three common shares. The securities are held in the Banco do Brasil and may only be marketed by the employee after the termination of the relationship maintained with BB Seguridade (end of the assignment resulting from the Availability Agreement signed between Banco do Brasil and BB Seguridade). The transferred shares totaled R\$ 12 thousand. For the attribution of its price, it was adopted the criterion of the average price of the week prior to the payment.

On October 30, 2019, the General Shareholders' Meeting authorized the trading of shares issued by BB Seguridade held in treasury, specifically for the award of employees and the variable remuneration of the Company's officers, up to the limit of 3,359,550 shares, and authorized the Board of Directors to define and implement the best way and the moment to carry out the referred negotiation.

g.3) Employee Reward Program

On October 30, 2019, the BB Seguridade General Meeting authorized the trading of shares issued by BB Seguridade held in treasury for the award of employees and the variable remuneration of the Company's officers, up to the limit of 3,359,550 shares, and authorized the Board of Directors to define and implement the best way and the moment to carry out the referred negotiation.

In this regard, on December 18, 2019, the Board of Directors approved the Employee Reward Program, which aims to recognize BB Seguros employees from non-statutory positions, with outstanding performance in the Development and Career Committee. Considering the new wording of § 4 of art. 457 of the CLT, as amended by Law No. 13,467 / 2017, the program is classified as an award and there is no incidence of labor and social security charges.

The program is activated annually and is subject to exceeding the Company's budgeted Net Income. The target audience is limited to a maximum of 30% of employees by position, in the case of managerial or equivalent functions, and by position and by directorship, in the case of technical functions. The criterion for choosing employees involves assessment of technical and behavioral skills, achievement of goals and management style.

The premium credit is made 100% (one hundred percent) in shares of BB Seguridade SA (BBSE3), after due payment of Income Tax, in two equal installments, the first within 10 days after the result is disclosed and the second one year after payment of the first. The shares used will be those already existing in Treasury, arising from the Share Buyback Program, whose average acquisition cost was R\$ 24.46.

Trading with BBSE3 shares received under the Employee Reward Program is subject to the rules of BB Seguridade's Securities Trading Policy.

	Total Program Shares	Minimum cost	Average cost	Maximum cost	Shares Distributed	Shares to Distribute	Estimated Schedule Transfers
2020 Program	38,263	24.46	24.46	24.46	19,140	19,123	04.2022
Total shares to be distributed						19,123	

g.4) Number of Treasury Shares

Description	Parent and Consolidated	
	June 30, 2021	Dec 31, 2020
Variable Wage Program	45,365	45,366
Repurchase Program ⁽¹⁾	3,247,991	3,308,714
Employee Reward Program	20,115	11,239
Total	3,313,471	3,365,319

(1) The variation in the balance in the interval results from the transfers of 38,263 shares from the Repurchase Program to the 2020 Result Reward Program and 22,460 shares referring to the 2020 Directors' Variable Remuneration Program.

The cost value of treasury shares is R\$ 81,320 thousand and the exchange price on June 30, 2021 is R\$ 76,541 thousand.

26 – RELATED PARTY TRANSACTIONS

BB Seguridade and its subsidiaries have an agreement with Banco do Brasil SA, for apportionment and/or reimbursement of expenses and direct and indirect costs resulting from the use of the staff, material, technological and administrative resources necessary to maintain the Companies' activities and, especially the sale of products in the banking channel.

The agreement aims to capture synergies resulting from the sharing of resources and its terms provide that the reimbursement follows apportionment criteria based on calculation methodologies foreseen in the referred agreement, observing the effective use of the resources. The apportionment amounts are calculated and paid monthly.

The costs of salaries and other benefits granted to key management personnel of the BB Seguridade (Executive Board, Audit Committee, Board of Directors and Fiscal Council):

	R\$ thousand	
	1 st Half 2021	1 st Half 2020
Short-term benefits	2,950	3,357
Fees and social charges	2,481	2,369
Executive Board	1,758	1,717
Audit Committee	363	356
Board of Directors	158	166
Fiscal Council	129	129
Party Transactions Committee	73	--
Variable Remuneration ⁽¹⁾	353	766
Other ⁽²⁾	116	222
Variable Wage Program ⁽³⁾	741	934
Total	3,691	4,291

(1) Refers to the amount payment cash Variable Compensation Program for Directors, of the 2020.

(2) Benefits considered: medical care, health assessment, life insurance, removal advantage and supplementary pension plan of the administrators.

(3) Refers to the cost of shares relating to the installments of the share-based payment programs for 2016, 2017, 2018, 2019 and 2020.

According to the variable remuneration policy of BB Seguridade, established in accordance with Law 6,404/1976, Article 152 and Accounting Pronouncements Committee 10 (CPC 10 - Share-based Payment), the part of variable remuneration of the Executive Board is paid in shares.

BB Seguridade does not provide post-employment benefits to its key management personnel or to its employees.

Current personnel costs are reimbursed to the controller Banco do Brasil S.A., under the employee assignment agreement, in the period in which they are allocated to the Company's activities.

The Group trades banking transactions with its Controller, Banco do Brasil S.A. such as current account deposits (unpaid), corporate cards, financial applications, service deliveries and warranty in conditions equivalent to those available to other customers.

The Group does not grant loans to its Directors, Fiscal Council members, Board of Directors and Audit Committee.

The schedules below introduce the main transactions involving the companies within the effective utilization of resources:

a) Summary of related party transactions

BB Seguridade – Controller

	June 30, 2021		Dec 31, 2020	
	Controller ⁽¹⁾	Subsidiaries ⁽²⁾	Controller ⁽¹⁾	Subsidiaries ⁽²⁾
Assets				
Cash and cash equivalents	317,452	--	208,893	--
Dividends/interest on equity receivable	--	1,030,000	--	1,060,278
Receive with related parties	--	4,828	--	7,261
Liabilities				
Social and statutory obligations	689,325	--	628,377	--
Obligations with related parties	5,408	--	5,145	--

	2 nd Quarter/2021		2 nd Quarter/2020	
	Controller ⁽¹⁾	Subsidiaries ⁽²⁾	Controller ⁽¹⁾	Subsidiaries ⁽²⁾
Income				
Interest earnings of financial instruments	2,445	--	7,593	--
Personnel expenses	(2,962)	--	(2,874)	--
Administrative expenses ⁽³⁾	(243)	--	(412)	--

(1) Banco do Brasil S.A.

(2) BB Seguros and BB Corretora.

(3) Refers to expenses as sharing contract customer data, use of staff, distribution network and resource materials technological and administrative, between the Banco do Brasil, BB Seguridade, BB Corretora and BB Seguros.

	1 st Half 2021		1 st Half 2020	
	Controller ⁽¹⁾	Subsidiaries ⁽²⁾	Controller ⁽¹⁾	Subsidiaries ⁽²⁾
Income				
Interest earnings of financial instruments	3,666	--	45,170	--
Personnel expenses	(5,739)	--	(5,646)	--
Administrative expenses ⁽³⁾	(513)	--	(725)	--
Monetary assets changes	--	2,934	--	11,229
Monetary liabilities changes	(1,738)	--	(16,477)	--

(1) Banco do Brasil S.A.

(2) BB Seguros and BB Corretora.

(3) Refers to expenses as sharing contract customer data, use of staff, distribution network and resource materials technological and administrative, between the Banco do Brasil, BB Seguridade, BB Corretora and BB Seguros.

BB Seguridade – Consolidated

	June 30, 2021			Dec 31, 2020		
	Controller ⁽¹⁾	Associates and joint ventures ⁽²⁾	Other related parties	Controller ⁽¹⁾	Associates and joint ventures ⁽²⁾	Other related parties
Assets						
Cash and cash equivalents	2,587,049	--	--	2,195,445	--	--
Financial assets at fair value through profit or loss	1,040	--	--	1,038	--	--
Financial assets measured at amortised cost	--	--	207,383	--	--	204,449
Commissions to be received	--	1,485,214	--	--	1,817,078	--
Liabilities						
Social and statutory obligations	689,325	--	--	628,377	--	--
Obligations with related parties	22,848	77,096	--	20,746	63,769	--
Unearned Commissions	--	2,707,459	--	--	2,544,608	--

	2 nd Quarter 2021			2 nd Quarter 2020		
	Controller ⁽¹⁾	Associates and joint ventures ⁽²⁾	Other related parties	Controller ⁽¹⁾	Associates and joint ventures ⁽²⁾	Other related parties
Income						
Interest earnings of financial instruments	19,820	--	1,818	24,197	--	2,039
Income from Commission	--	923,816	--	--	799,086	--
Personnel expenses	(15,478)	--	--	(16,139)	--	--
Administrative expenses/costs of services provided ⁽³⁾	(56,283)	--	--	(39,755)	--	--

(1) Banco do Brasil S.A.

(2) Related companies BB MAPFRE Participações S.A. and its subsidiaries, Brasilprev Seguros e Previdência S.A. Brasilcap Capitalização S.A. and Brasil dental S.A.

(3) Refers to expenses as sharing contract customer data, use of staff, distribution network and resource materials technological and administrative, between the Banco do Brasil, BB Seguridade, BB Corretora and BB Seguros.

	1 st Half 2021			1 st Half 2020		
	Controller ⁽¹⁾	Associates and joint ventures ⁽²⁾	Other related parties	Controller ⁽¹⁾	Associates and joint ventures ⁽²⁾	Other related parties
Income						
Interest earnings of financial instruments	29,836	--	2,934	89,396	--	3,128
Income from Commission	--	1,818,319	--	--	1,643,646	--
Personnel expenses	(29,705)	--	--	(31,574)	--	--
Administrative expenses/costs of services provided ⁽³⁾	(98,805)	--	--	(87,675)	--	--
Monetary liabilities changes	(1,738)	--	--	(16,477)	--	--

(1) Banco do Brasil S.A.

(2) Related companies BB MAPFRE Participações S.A. and its subsidiaries, Brasilprev Seguros e Previdência S.A. Brasilcap Capitalização S.A. and Brasil dental S.A.

(3) Refers to expenses as sharing contract customer data, use of staff, distribution network and resource materials technological and administrative, between the Banco do Brasil, BB Seguridade, BB Corretora and BB Seguros.

b) Compensation Paid to Employees and Directors

On April 15, 2021 and May 27, 2021, an agreement of assignment new version of employees of Banco do Brasil S.A, to BB Seguridade, for the office of Director levels, Management and other positions of trust was signed, The assignment of employees are given in the form of availability, without charge, The Banco do Brasil S.A, continues to process the payroll of the transferred employees, receiving a monthly repayment of all current costs from BB Seguridade.

c) Remuneration of employees and managers

Monthly wages paid to employees and Directors of the BB Seguridade S.A.

	In Reais	
	June 30, 2021	Dec 31, 2020
Lowest salary	7,378.28	7,378.28
Highest salary	38,499.07	38,499.07
Average salary	15,524.58	15,252.91
Management		
Director-President	61,564.83	61,564.83
Director	52,177.45	52,177.45
Council members		
Board of Directors	5,906.80	5,906.80
Fiscal Council	5,906.80	5,906.80
Audit Committee - Member	9,868.90	9,868.90

27 - OTHER INFORMATION

Impairment Test

In accordance with IAS 36 / CPC 01 (R1) - Impairment of Assets, the entity must assess at the end of each reporting period whether there is any indication that an asset may have been impaired. If there is, it must estimate the recoverable amount of the asset and compare it with the book value, a procedure called impairment testing.

Since October 2020, Brasilprev, an investee of BB Seguros, has had its capital adequacy ratio impacted by the behavior of the traditional plans portfolio, whose liabilities are indexed to the IGP-M (General Market Price Index). Although Brasilprev's projection models do not foresee a capital insufficiency, as a matter of prudence, the Board of Directors of BB Seguridade approved capital contributions in the order of R\$ 1.2 billion, on Dec 30, 2020, of R\$ 600 million, in June 21, 2021, as well as the issue, by Brasilprev, of simple debentures, not convertible into shares, of the subordinated type, in a single series, in the amount of up to R\$ 550 million, on May 07, 2021.

Due to these events, considering elements that indicated the possibility that the equity interest of BB Seguros in Brasilprev could have suffered devaluation, and as required by IAS 36 / CPC 01 (R1), the Company carried out the impairment test. Based on information obtained from internal and external sources, the economic-financial evaluation of the investment was prepared using the discounted dividend flow method. The economic value obtained from this valuation method is considered to be the value in use, as defined in IAS 36 / CPC 01 (R1).

Considering that the amount calculated in the economic valuation of Brasilprev was higher than the book value of the investment, as of June 30, 2021, Management concluded that there are no impairment losses on this investment by BB Seguros.

BB Seguridade Participações S.A.

Individual and Consolidated
Interim Financial Statements for the
Three- and Six-month Periods Ended
June 30, 2021 and Report on Review
of Interim Financial Statements

Deloitte Touche Tohmatsu Auditores Independentes

(Convenience Translation into English from the Original Previously Issued in Portuguese)

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

To the Board of Directors, Management and Shareholders of
BB Seguridade Participações S.A.

Introduction

We have reviewed the accompanying individual and consolidated interim financial statements of BB Seguridade Participações S.A. ("Company"), which comprise the balance sheet as at June 30, 2021, and the related statements of income and of comprehensive income for the three- and six-month periods then ended, and of changes in equity and of cash flows for the six-month period then ended, as well as the summary of significant accounting practices and other explanatory notes.

Management is responsible for the preparation of these individual and consolidated interim financial statements in accordance with accounting practices adopted in Brazil and International Financial Reporting Standards - IFRS, as issued by the International Accounting Standards Board - IASB. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Review of Interim Financial Statements (NBC TR 2410 and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with standards on auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the individual and consolidated interim financial statements

Based on our review, nothing has come to our attention that causes us to believe that the individual and consolidated interim financial statements referred to above do not present fairly, in all material respects, the individual and consolidated financial position of the Company as at June 30, 2021, its individual and consolidated financial performance for the three- and six-month periods then ended, and its individual and consolidated cash flows for the six-month period then ended, in accordance with accounting practices adopted in Brazil and IFRS, as issued by the IASB.

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Other matters

Statements of value added

We have also reviewed the individual and consolidated statements of value added (“DVA”) for the six-month period ended June 30, 2021, prepared under the responsibility of the Company’s Management and presented as supplemental information. These statements were subject to the same review procedures described above, and, based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, consistently with the individual and consolidated interim financial statements taken as a whole.

The accompanying individual and consolidated interim financial statements have been translated into English for the convenience of readers outside Brazil.

Brasília, July 30, 2021

DELOITTE TOUCHE TOHMATSU
Auditores Independentes

Roberto Paulo Kenedi
Engagement Partner

DECLARATION OF THE MEMBERS OF THE EXECUTIVE BOARD ABOUT THE FINANCIAL STATEMENTS

In accordance with article 25 of CVM Rule 480, dated December 07, 2009, I declare that I have reviewed the Financial Statements for the period ended in June 30, 2021 of the BB Seguridade Participações S.A. and, based on subsequent discussions, I agree that such statements reflect fairly, in all material respects, the financial position for the period presented.

Brasília (DF), July 30, 2021.

Ullisses Christian Silva Assis
Chief Executive Officer

Marcelo Lopes Lourenço
Chief Commercial Officer

Rafael Augusto Sperendio
Chief Financial Officer

DECLARATION OF THE MEMBERS OF THE EXECUTIVE BOARD ON THE REPORT OF THE INDEPENDENT AUDITORS

In accordance with Article 25 of CVM Rule N. 480, dated 12.07.2009, I declare that based on my knowledge, the planning submitted by the auditors and the subsequent discussions on the audit results, I agree with the opinions expressed in the Deloitte Touche Tohmatsu Independent Auditors' report, dated July 30, 2021, related to the financial statements of BB Seguridade Participações S.A. for the fiscal year ended June 30, 2021 there being no disagreement.

Brasília (DF), July 30, 2021.

Ullisses Christian Silva Assis
Chief Executive Officer

Marcelo Lopes Lourenço
Chief Commercial Officer

Rafael Augusto Sperendio
Chief Financial Officer

MEMBERS OF THE MANAGEMENT BODIES

DIRECTOR-PRESIDENT

Ullisses Christian Silva Assis

DIRECTORS

Marcelo Lopes Lourenço

Rafael Augusto Sperendio

BOARD OF DIRECTORS

Marcelo Cavalcante de Oliveira Lima (President)

Ana Paula Teixeira de Sousa

Arnaldo José Vollet

Claudio Xavier Seefelder Filho

Isabel da Silva Ramos

Ricardo Moura de Araújo Faria

Ullisses Christian Silva Assis

FISCAL COUNCIL

Lucineia Possar

Francisco Olinto Velo Schmitt

Luis Felipe Vital Nunes Pereira

AUDIT COMMITTEE

Luiz Claudio Moraes

Arnaldo José Vollet

Artemio Bertholini

Manoel Gimenes Ruy

Roberto Lamb

ACCOUNTANT

Pedro Kiefer Braga

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