

Following the strong appreciation in the last months of 2023, and given the absence of positive news in January, local stock indices experienced a profit-taking phase. The result in the Fixed Income, which was also very positive in 2023 due to yield curve movements, reflected the variation in future interest rates. Despite this volatility, the trajectory of local interest rate cuts remains unchanged. At the end of the month, the yield curve priced in interest rates of 9.25% for the end of 2024.

**The major impact on the depreciation of the IBX came from the Materials sector, which declined by -11.3% in the month and holds an 18.7% weight in the index - accounting for -221 bps from the -450 bps drop.** Individually, the companies that experienced the most significant value losses were Col (-6.8%), Tenda Construtora (-3.2%), and Casas Bahia (-3.1%). In the Small Caps segment, the Consumer Discretionary sector contributed the most to the decline - with a depreciation of -9.1% and a 24.6% weight in the index. At the individual company level, besides those already mentioned, Qualicorp stood out with a decline of -3.6%.

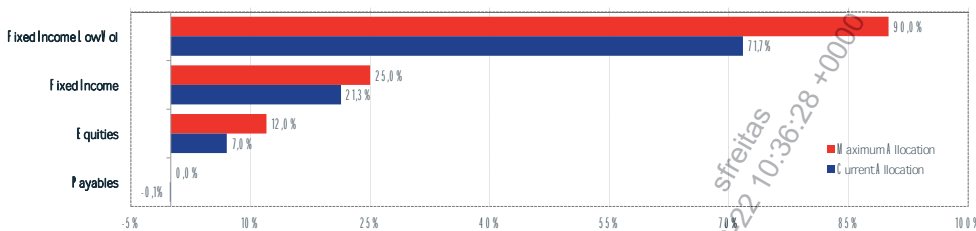
The Kayapo portfolio posted a monthly return of 0.3%, accumulating 13.6% in 12 months. In a profit-taking move, local Equities stood out as the negative highlight of the month with a return of -4.5%. On the other hand, Fixed Income Low Vol posted a return of 1.0%, turning the portfolio's performance into positive territory for the month.

PORTFOLIO PERFORMANCE (in Brazilian Reais - R\$)

ASSET CLASS	MTD	YTD	12M	24M	36M
Fixed Income Low Vol	1,0 %	1,0 %	13,6 %	13,7 %	10,9 %
Fixed Income	-0,1 %	-0,1 %	15,9 %	11,7 %	6,7 %
Equities	-4,5 %	-4,5 %	11,5 %	-1,5 %	-6,7 %
Payables	0,0 %	0,0 %	0,0 %	0,0 %	0,0 %
Total	0,3 %	0,3 %	13,6 %	12,0 %	8,5 %

BENCHMARK	MTD	YTD	12M	24M	36M
CDI	1,0 %	1,0 %	12,9 %	12,9 %	10,2 %
IRFC omp.	0,0 %	0,0 %	16,4 %	12,2 %	7,1 %
IBX	-4,5 %	-4,5 %	11,9 %	6,2 %	3,3 %
Inflation IPCA	0,4 %	0,4 %	4,5 %	5,2 %	6,9 %
BENCHMARK	0,4 %	0,4 %	13,6 %	12,4 %	9,2 %

ASSET ALLOCATION



ASSET CLASS	Allocation (R\$)
Fixed Income Low Vol	13.836.138
Fixed Income	4.113.821
Equities	1.357.086
Payables	(23.212)
Total	19.283.833

GROWTH AND CURRENT ACCOUNT - LOCAL PORTFOLIO (In R\$ Thousands)

GROWTH	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	ACC.
NOMINAL	8,4 %	-1,1 %	-1,5 %	9,6 %	13,6 %	-0,8 %	2,5 %	5,9 %	-5,8 %	-5,8 %	1,3 %	5,9 %	0,3 %	35,2 %
REAL	3,6 %	-6,6 %	-7,5 %	-1,0 %	6,9 %	-3,7 %	-1,2 %	1,5 %	-9,9 %	-14,5 %	-4,2 %	1,3 %	-0,1 %	-31,6 %

CURRENT ACCOUNT	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
INITIAL	0	15.469	15.295	15.060	16.509	18.756	18.598	19.067	20.185	19.017	17.905	18.141	19.220
Subscriptions	14.365	0	0	0	0	0	0	0	0	0	0	0	0
Withdrawals	0	-729	-1.681	0	0	-1.913	-620	-636	-1.897	-1.137	-1.156	-1.115	0
Account Costs	-144	-99	-254	-278	-348	-299	-180	-210	-157	-207	-265	-339	-1
Return	1.248	654	1.701	1.727	2.595	2.054	1.269	1.964	886	231	1.657	2.533	65
FINAL	15.469	15.295	15.060	16.509	18.756	18.598	19.067	20.185	19.017	17.905	18.141	19.220	19.284
ACCOUNT COSTS	-0,6%	-7,6%	-1,7%	-7,7%	-1,9%	-7,6%	-10%	-1,7%	-0,8%	-7,7%	-15%	-18%	0,0%
SPENDING RATE	-4,7%	-10,7%	0,0%	0,0%	0,0%	-9,7%	-3,3%	-3,2%	-9,3%	-6,0%	-6,2%	-5,8%	0,0%
Nominal Return	9,5 %	4,4 %	11,4 %	11,5 %	15,8 %	11,6 %	7,0 %	10,6 %	4,8 %	4,8 %	9,7 %	14,5 %	0,3 %
Inflation IPCA	5,7 %	5,9 %	6,4 %	10,7 %	6,3 %	2,9 %	3,7 %	4,3 %	4,5 %	10,1 %	5,8 %	4,6 %	0,4 %
Real Return	3,6 %	-1,4 %	4,7 %	0,8 %	9,0 %	8,4 %	3,1 %	6,1 %	0,2 %	-4,8 %	3,7 %	9,4 %	-0,1 %

The difference between the portfolio performance and the portfolio growth is that the latter considers the impacts of transactions and taxes.