

(Convenience translation into English from the original
previously issued in Portuguese)

VITAL STRATEGIES BRASIL

Independent auditor's report

Financial statements

As at December 31, 2021

VITAL STRATEGIES BRASIL

Financial statements
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INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

To the
Managers and Members of
Vital Strategies Brasil
São Paulo - SP

Opinion on the financial statements

We have audited the financial statements of Vital Strategies Brasil ("Vital"), which comprise the statement of financial position as at December 31, 2021, and the respective statements of activities, comprehensive surplus (deficit), changes in net assets and cash flows for the year then ended, as well as the corresponding notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Vital Strategies Brasil as at December 31, 2021, its financial performance and cash flows for the year then ended, in conformity with Brazilian accounting practices applicable to small and medium-sized entities and nonprofit organizations.

Basis for opinion

We conducted our audit in accordance with Brazilian and International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We are independent of the Entity in accordance with the relevant ethical principles established in the Code of Ethics for Professional Accountants and in the professional standards issued by the Brazilian Federal Council of Accounting (CFC), and we have fulfilled our other ethical responsibilities in accordance with these standards. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis

As described in Note 2.4., the financial statements for the year ended December 31, 2020, originally issued on April 28, 2021, are being restated due to the change in the fixed asset registration policy, which generated effects on recorded expenses and, in view of Vital's operation manner, on amounts of revenues from members' contribution and on liabilities of prepaid contribution. We have audited and agreed with these adjustments.

Responsibilities of Management for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Brazilian accounting practices applied to small and medium-sized companies and to nonprofit entities, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements taken as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Brazilian and International Standards on Auditing (ISAs) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users that are taken based on these financial statements.

As part of an audit in accordance with Brazilian standards and ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and disclosures made by Management;
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, on whether there is material uncertainty related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether they represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.




The accompanying financial information has been translated into English for the convenience of readers outside Brazil.

São Paulo, April 08, 2022.



BDO RCS Auditores Associados Ltda.
CRC 2 SP 015165/O-8


Celso Luiz da Costa Lobo
Accountant CRC 1 SP 251526/O-6

VITAL STRATEGIES BRASIL

Statements of financial position As at December 31, 2021 and 2020 (In Brazilian Reais)

Assets				Liabilities and net assets			
	Note	2021	2020 (Restated)		Note	2021	2020 (Restated)
Current				Current			
Cash and cash equivalents	5	4,463,351	1,176,478	Trade accounts payable		132,955	13,708
Prepaid expenses		582	528	Labor liabilities	7	899,871	514,906
Accounts receivable		2,642,138	-	Tax liabilities		164,553	14,635
Advances		17,818	-	Prepaid contribution - head office	8	-	507,493
		<u>7,123,889</u>	<u>1,177,006</u>	Donation advance - domestic and foreign	8	5,800,245	-
						<u>6,997,624</u>	<u>1,050,741</u>
Noncurrent				Equity			
Other receivables	6	12,912	12,912	Net assets	9	139,177	139,177
		<u>12,912</u>	<u>12,912</u>			<u>139,177</u>	<u>139,177</u>
Total assets		<u><u>7,136,801</u></u>	<u><u>1,189,918</u></u>	Total liabilities and net assets		<u><u>7,136,801</u></u>	<u><u>1,189,918</u></u>

The accompanying notes are an integral part of these financial statements.

VITAL STRATEGIES BRASIL

Statements of activities

For the years ended December 31, 2021 and 2020

(In Brazilian Reais)

	Note	2021	2020 (Restated)
Net revenue			
Donations	11	319,286	125,000
Contributions from associates	11	12,236,402	7,027,737
Other sundry revenues	11	494,521	47,056
Revenues from donated services	2.12	20,250	13,500
		<u>13,070,459</u>	<u>7,213,293</u>
Administrative expenses			
Compensation expenses - Council - donated services	2.12	(20,250)	(13,500)
Administrative and operating personnel expenses	13	(7,420,200)	(3,452,880)
General operating and administrative expenses	15	(5,555,614)	(3,798,481)
Taxes and fees		(36,570)	(5,285)
		<u>37,825</u>	<u>(56,854)</u>
Surplus (deficit) before financial income (loss), net			
Financial revenues		68,539	172,893
Financial expenses		(106,364)	(116,038)
Financial revenues (expenses), net		<u>(37,825)</u>	<u>56,854</u>
		<u>(0)</u>	<u>(0)</u>
Surplus (deficit) for the year			

The accompanying notes are an integral part of these financial statements.

VITAL STRATEGIES BRASIL

Statements of comprehensive surplus (deficit)
For the years ended December 31, 2021 and 2020
(In Brazilian Reais)

	2021	2020 (Restated)
Surplus (deficit) for the year	<u>(0)</u>	<u>(0)</u>
(=) Total comprehensive surplus (deficit) for the year	<u><u>(0)</u></u>	<u><u>(0)</u></u>

The accompanying notes are an integral part of these financial statements.

VITAL STRATEGIES BRASIL

Statements of changes in net assets (In Brazilian Reais)

	Net assets	Retained surplus/ (accumulated deficit)	Total
Balances as at December 31, 2019 (restated)	139,906	(729)	139,177
Surplus (deficit) for the year	-	(0)	(0)
Transfer to net assets (restated)	(729)	729	-
Balances as at December 31, 2020 (restated)	139,177	(0)	139,177
Surplus (deficit) for the year	-	-	-
Balances as at December 31, 2021	139,177	(0)	139,177

The accompanying notes are an integral part of these financial statements.

VITAL STRATEGIES BRASIL

Statements of cash flows

For the years ended December 31, 2021 and 2020

(In Brazilian Reais)

	2021	2020 (Restated)
Cash flows from operating activities		
Surplus for the year	(0)	(0)
Changes in assets and liabilities		
Decrease (increase) in assets		
Prepaid expenses	(55)	740
Other accounts receivable	(2,642,138)	18,488
Other receivables	(17,818)	-
Increase (decrease) in liabilities		
Trade accounts payable	119,248	(25,755)
Labor liabilities	384,965	328,650
Tax liabilities	149,918	(2,219)
Other accounts payable	-	(5,123)
Advances on trade association contribution	(507,493)	(37,877)
Deferred revenues	5,800,245	-
Net cash from operations	<u>3,286,872</u>	<u>276,904</u>
Net increase in cash and cash equivalents	<u><u>3,286,872</u></u>	<u><u>276,904</u></u>
Cash and cash equivalents at beginning of year	1,176,478	899,575
Cash and cash equivalents at end of year	4,463,351	1,176,478
Net increase in cash and cash equivalents	<u><u>3,286,872</u></u>	<u><u>276,904</u></u>

The accompanying notes are an integral part of these financial statements.

1. Operations

Vital Strategies Brasil (“Entity” or “Association”) is a private association and nonprofit organization established on September 25, 2017. The Association has purposes of public and social relevance, with no political or religious affiliations, whose main objectives are the promotion of education, healthcare and social care through the development, implementation and management of programs and services that promote the human right to healthcare.

In the scope of a Memorandum of Understanding between Vital Strategies and Vital Strategies Brasil, signed in January 2018, the Brazilian Association supports municipal and state governments to face the main factors of preventable death and illness. We work in the states of Ceará, Minas Gerais, Goiás, Rio de Janeiro, Bahia, Pernambuco, São Paulo, Rio Grande do Norte and Rio Grande do Sul; with the National Ministry of Health; Consortia of Municipal and State health departments (CONASS and CONASEMS, respectively); National Front of Mayors; and civil society partners.

Vital Strategies’ activities in Brazil focus on several axes, the most important ones are:

COVID-19

During the pandemic, Vital Strategies has worked with several partners to strengthen the capacity to respond to the crisis generated by COVID-19. In 2021, we worked on the periodic updates of the national panel on excess mortality and on the creation of the panel Social Networks and Covid-19 - Symptoms and Behaviors of Internet Users. Also, we work with sundry partners to launch communication campaigns made available on the platform Cities against COVID-19 and we provide technical support to the municipality of Goiânia for vaccination surveillance. To clarify the magnitude of racial inequities in Brazil, our team developed the Platform Public Health and Race, which captures data on excess mortality among Brazilian white and black people during the pandemic.

Data for health

We work with governments to improve public health by building new tools for analyzing, using and communicating data. In 2021, we supported the city of Goiânia in a project to prevent gender violence through the pairing of data from the health system that identified the trajectory of women victims of violence.

Environmental health

Starting in 2021, Vital Strategies Brasil entered into a partnership with the city of Belo Horizonte to increase public awareness and political engagement in actions to improve air quality and mitigate the effects of climate change.

Partnership for healthy cities

We support Fortaleza, Rio de Janeiro and São Paulo as part of a prestigious network of 70 cities around the world that are committed to fighting chronic noncommunicable diseases and lesions.

Road safety

Through Bloomberg Philanthropies Initiative for Global Road Safety, we work in the cities of Campinas, São Paulo, Salvador and Recife to reduce road deaths and injuries and promote active and safe mobility.

Tobacco control

With local partners, we support policies to ensure Brazilian regulators have the power to ban the use of additives and flavorings in tobacco products.

Food policy

We work with local partners to help them carry out strategic communication campaigns to achieve healthy food policy objectives.

Mental Health

We support the city of Fortaleza in preparing a "Mental Health Map", which analyzes mental health indicators of the city's population, focusing on children and adolescents.

Also, during 2021, Vital Strategies Brasil continued its fund raising and signed the following agreements with the institutions:

- Organização Pan-Americana da Saúde - Analysis Panel Project within the scope of the Integrated Health Surveillance Platform - R\$ 1,304,202.70;
- Instituto Cactus - Mental Health Map Project in Belo Horizonte - R\$ 550,000;
- Stiftung Auxilium (Porticus) - Connect the Dots Project - R\$ 624,778.48 (EUR 100,000.00);
- Associação Umane - Covitel Project - R\$ 1,667,557.00;
- Instituto Clima e Sociedade (ICS) - Air Quality Project - R\$ 400,000;
- Fundação Bill & Melinda Gates - Gender-based violence modeling in Brazil Project - R\$ 1,942,513.96 (USD 344,338.00);
- Fundação Getúlio Vargas - Analysis of Shared Streets Project - R\$ 392,315.00 (USD 78,463.00).

The signature of these contracts makes the Brazilian office a reference among Vital Strategies' worldwide offices in the area of fund raising.

With the addition of new projects and activities, the volume of employees, revenues and expenses increased. Between January and December 2021, the number of employees increased from fourteen to twenty-six, revenues went from R\$ 7,213,293 (restated) in 2020 to R\$ 13,281,836 in 2021 and expenses went from R\$ 7,270,147 (restated) in 2020 to R\$ 13,244,011 in 2021. Associates and partners provide, as contribution, the necessary funds to pay expenses not covered by other revenues. In 2020, there was a positive financial result of R\$ 56,854 and in 2021 there was a negative financial result of R\$ 37,825.

2. Summary of main accounting practices

The main accounting policies applied in the preparation of these financial statements are set forth below.

The financial statements were approved by the Association's Management on April 08, 2022.

2.1. Basis of preparation of the financial statements

The financial statements were prepared based on historical cost, except for financial assets and liabilities measured at fair value.

The financial statements were prepared in accordance with Brazilian accounting practices applicable to small and medium-sized companies (NBC TG 1000 (R1)) and for nonprofit entities (ITG 2002 (R1)), both issued by the Brazilian Federal Council of Accounting (CFC).

2.2. Functional and reporting currency

These financial statements were prepared in Brazilian Reais, which is the Association's functional currency. All financial information is presented in Brazilian Reais, unless otherwise stated.

2.3. Use of estimates

The preparation of financial statements in accordance with Brazilian accounting practices requires management to make estimates to determine and record certain assets and liabilities, revenues and expenses and the disclosure of information about its financial statements. Such estimates are based on the going concern principle and supported by the best information available on the filing date of the financial statements and on Management's experience. These estimates are reviewed when new information is available or when previous information on which they were based is changed. Transaction settlement involving those estimates might result in different values from estimates, due to the inherent inaccuracy of the process.

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Notes to the financial statements As at December 31, 2021 and 2020 (In Brazilian Reais)

These estimates may differ from actual results. The main estimates refer to:

- Useful lives of fixed and intangible assets;
- Impairment;
- Provisions in general.

There were no significant changes in estimates in the period in comparison to the previous estimates.

2.4. Restatement of the financial statements for the year ended December 31, 2020

Pursuant to the requirements of Section 10 of NBC TG 1000, Vital Strategies prepared the retrospective restatement of the accounting information as at December 31, 2020, which is identified as "Restated".

Vital started to adopt a policy requested by its Head office to record as fixed and intangible assets items with individual values as from the value of R\$ 10,000.00 to meet requests from donators who do not record fixed assets below this value. Such change was included in the document Standard Operations Procedures of Vital Strategies Brasil. The Entity regularized the information previously presented, the captions of fixed assets, prepaid contributions and revenues from contributions from Associates of the financial statements affected in previous periods were recalculated.

The following adjustments affected the balances of statements of financial position and activities as at December 31, 2020:

	2020 (originally stated)	2020 (Restated)	Adjustment
Assets			
Fixed assets	199,421	-	199,421
Intangible assets	11,956	-	11,956
Total	<u>211,377</u>	<u>-</u>	<u>211,377</u>

	2020 (originally stated)	2020 (Restated)	Adjustment
Liabilities			
Prepaid contribution	718,870	507,493	211,377

Effect on statement of activities (increase/decrease)

	2020 (originally stated)	2020 (Restated)	Adjustment
Contribution from associates	6,816,360	7,027,737	(211,377)
Operating general and administrative expenses	(3,587,104)	(3,798,481)	211,377

2.5. Financial instruments

Nonderivative financial assets

The Association initially recognizes loans and receivables on the date they are originated. All other financial assets (including assets designated at fair value through income (loss)) are initially recognized at the negotiation date on which the Company becomes a party to the instrument agreement provisions.

The Association maintains the following nonderivative financial assets in its financial statements: financial assets recorded at fair value through income (loss), loans and receivables.

Financial assets stated at fair value through income (loss)

A financial asset is classified at fair value through income (loss), if classified as held for trading and designated as such upon initial recognition. After initial recognition, transaction costs are recognized in the statement of activities when incurred.

Financial assets registered at fair value through income (loss) are measured at fair value, and changes in the fair value of such assets are recognized in the surplus (deficit) for the year.

Cash and cash equivalents include cash balances. The Association had balance of highly liquid financial investments with original maturity of three months or less as from hire date in the financial statements as at December 31, 2021 and 2020.

Loans and receivables

Loans and receivables consist of financial assets with fixed or determinable payments and not quoted in an active market. They are initially recognized at fair value plus all other attributable transaction costs.

After initial recognition, loans and receivables are measured at amortized cost using the effective interest method, less any impairment losses.

Loans and receivables include accounts receivable and other receivables.

Nonderivative financial liabilities

All financial liabilities are initially recorded on the negotiation date in which it becomes a party to the contractual provisions of the instrument.

The Association writes-off a financial liability when its contractual obligations are cancelled, overdue or withdrawn.

Financial assets and liabilities are offset and the net amount is reported on the statement of financial position when and only when the Entity is legally entitled to offset the amounts and has the intention to settle them on a net basis or simultaneously realize the asset and settle the liability.

The Association has the following nonderivative financial liabilities: trade accounts payable and other accounts payable.

Such liabilities are initially recorded at fair value plus any attributable transaction costs. After the initial recognition, financial liabilities are measured at the amortized cost using the effective interest rate method.

Derivative financial instruments

As at December 31, 2021 and 2020, the Company did not hold derivative financial instruments.

2.6. Cash and cash equivalents

Cash and cash equivalents include balances of cash and financial investments with original maturity of three months or less as from hire date, which are subject to an insignificant risk of change in value and are used to manage short-term obligations.

2.7. Prepaid expenses

Prepaid expenses are recognized in the statement of activities as they are incurred.

2.8. Fixed and intangible assets

These are stated at acquisition, formation or construction cost, and only items with individual values exceeding R\$ 10,000 are recorded in accordance with internal policy. Until December 31, 2021, the Entity did not acquire items that met this requirement, therefore, there are no amounts recorded in its assets.

2.9. Provisions

These are recognized when the Association has a present or informal obligation as a result of past events, being probable that an outflow of funds is required to settle the obligation, and the amount can be reliably estimated.

The provisions are calculated at the present value of disbursements expected to be necessary for settling the obligation, using the adequate discount rate according to associated risks.

The provisions are restated up to reporting date at the estimated amount of probable losses, considering their nature and supported by the opinion of the Association's legal counselors.

2.10. Results of activities

Surplus or deficit from the activities for the year is recorded on the accrual basis.

2.11. Operating revenue

Revenues and funds from the Association will be fully applied to the maintenance and development of the Association's activities in Brazil, and it is not allowed to distribute parts of its funds, for any reason.

(a) Contributions

Revenue from trade association contribution in the Association's normal course of activities is measured at the fair value of the consideration received or receivable so that the value of revenue from contribution can be reliably measured. The Association's funds were fully invested in its institutional purposes and for the payment of expenses inherently related to its operation.

(b) Revenues from voluntary work

As established in Interpretation ITG 2002 (R1) - Nonprofit Entities, the Association values revenues from voluntary work, including from members of Management, at their fair value considering the amounts that the Association would have to pay if hiring such services in a similar market. Revenues from voluntary work are recognized in surplus (deficit) for the year with an offsetting entry to operating expenses also in surplus (deficit) for the year.

For the purpose of determining fair value, the Association adopts as reference the research on management compensation of the Brazilian Institute of Corporate Governance (IBGC), since it understands that the members of its governance bodies are comparable to the other entities included in this research.

Notes to the financial statements
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(In Brazilian Reais)

2.12. Council compensation

As at December 31, 2021, the Association recorded the amount of R\$ 20,250 referring to voluntary work.

Position	12/31/2021				12/31/2020				
	Quantity per position	Hours per year in the position	Amount per hour	Total	Position	Quantity per position	Hours per year in the position	Amount per hour	Total
Fiscal/Advisory Council	10	22.5	900	20,250	Fiscal Council	3	15	900	13,500
									<u>13,500</u>

2.13. Financial revenue and expenses

Financial revenues basically include revenues from interest on financial investments. Interest revenue is recognized in surplus (deficit) using the effective interest rate method. Financial expenses basically include bank expenses.

2.14. Statements of cash flows

These were prepared and are being presented in accordance with Technical Pronouncement NBC TG 1000 (R1) - Accounting for Small and Medium-Sized Companies, Section 7.

The statement of cash flows reflects the changes in cash which occurred in the reported fiscal years and is presented using the indirect method. The terms used in the statement of cash flows are the following:

- Operating activities: these are the main revenues of the Association and other activities that are not investing and financing;
- Investing activities: these are the additions and write-offs of noncurrent assets and other investments not included in cash and cash equivalents;
- Financing activities: these are activities that result in changes in the breakdown of net assets and loans.

3. Financial risk management

3.1. Financial risk factors

The Association's activities are exposed to several financial risks: market risk, credit risk and liquidity risk.

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Notes to the financial statements
As at December 31, 2021 and 2020
(In Brazilian Reais)

a) Market risk

The Association is exposed to market risks arising from its business activities. These market risks mainly involve the possibility of changes in interest rates.

b) Credit risk

Credit risk results from cash and cash equivalents and other receivables. Financial investments are held with top-tier institutions to reduce credit risks.

c) Liquidity risk

The proper management of liquidity risk includes keeping sufficient cash. Management monitors the Association's liquidity level considering the expected cash flow.

4. Capital management

The Association's objectives in managing its capital are to ensure its ability to continue as a going concern and to meet the purposes stated in Note 1.

5. Cash and cash equivalents

	2021	2020
Cash	277	1,222
Bank checking accounts	20	20
Itaú - Aplic. Aut. Mais	4,463,054	1,175,236
	<u>4,463,351</u>	<u>1,176,478</u>

Financial investments are held with top-tier institutions to reduce credit risks, and are classified at amortized cost. As at December 31, 2021, the investments ranges from 0.10% to 0.36%

6. Other receivables

	2021	2020
Collateral deposits	<u>12,912</u>	<u>12,912</u>
	<u>12,912</u>	<u>12,912</u>

Vital Strategies entered into a lease agreement for a property located at Rua São Bento, No. 470, sala 104 - São Paulo with the company Prado 76 Negócios Imobiliários Ltda. As a guarantee, the amount of R\$ 9,690 was paid as collateral deposit to be returned upon the end of the lease, properly adjusted at the savings account rate.

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Notes to the financial statements As at December 31, 2021 and 2020 (In Brazilian Reais)

Additionally, Vital Strategies entered into another lease agreement on October 01, 2019 for the room of Building No. 102, with the amount of R\$ 3,222 paid as guarantee, also adjusted at the savings account rate.

7. Labor liabilities

	2021	2020
Social Security Tax (INSS) payable	135,066	88,689
Severance Pay Fund (FGTS) payable	48,867	22,125
Vacation pay	521,492	243,603
INSS on vacation pay	139,760	67,722
FGTS on vacation pay	41,719	19,488
Income Tax on payroll	159,035	73,279
	<u>925,939</u>	<u>514,906</u>

8. Contribution and donation advances

	2021	2020 (Restated)
Prepaid contribution - head office	-	507,493
Donation advance - domestic and foreign	5,800,245	
	<u>5,800,245</u>	<u>507,493</u>

Vital Strategies Brasil prepares its annual budget and communicates to its associates the projection of trade association contributions necessary to conduct its activities and projects. At the end of 2021, the expenses actually incurred by the association included the prepaid contribution made in 2020 and the associate Vital Strategies informed that there was no Advance on Trade Association Contribution for 2021.

Deferred revenue presented refers to the advance of donations made by the donors of projects raised in Brazil.

	Agreement amount	Recognized revenue	Advance of donation – Domestic and foreign	% of materiality - advance of donation
PORTICUS D005 LIGUE OS PONTOS	R\$ 624,778.48	R\$ 42,649.81	R\$ 582,128.67	10.04%
ICS D007 QUALIDADE DO AR	R\$ 400,000.00		R\$ 400,000.00	6.90%
OPAS CA001 PLATAFORMA INTEGRADA	R\$ 1,304,202.70	R\$ 375,792.11	R\$ 928,410.59	16.01%
CACTUS D003 SAÚDE MENTAL	R\$ 550,000.00	R\$ 35,795.00	R\$ 514,205.00	8.87%
GATES FOUNDATION D008 GENDER BASED	R\$ 1,942,513.96	R\$ 14,570.25	R\$ 1,927,943.71	33.24%
UMANE D006 COVITEL	R\$ 1,667,557.00	R\$ 220,000.00	R\$ 1,447,557.00	24.96%
Total	R\$ 6,489,052.14	R\$ 688,807.17	R\$ 5,800,244.97	100.00%

VITAL STRATEGIES BRASIL

Notes to the financial statements
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9. Net assets

The Association's net assets are composed of funds and rights, acquired or received as contribution, donation, legacy, subvention, aid, earnings or in any other legal manner and shall be managed and solely used for the fulfillment of its purposes.

Surplus or deficit will be fully allocated to the fulfillment of the Association's purposes, as described in Note 1.

10. Related-party transactions

	<u>2021</u>	<u>2020</u> (Restated)
Liabilities		
Advances on trade association contribution Vital Strategies Inc. (NE 11)	-	507,493
	<u>-</u>	<u>507,493</u>

	<u>2021</u>	<u>2020</u> (Restated)
Surplus (deficit)		
Revenue Vital Strategies Inc.	12,236,402	7,027,737
	<u>12,236,402</u>	<u>7,027,737</u>

Compensation to key personnel

There is no compensation to board members.

11. Revenues

	<u>2021</u>	<u>2020</u> (Restated)
Contributions from associates	12,236,402	7,027,737
Donations	319,286	125,000
Other revenues	494,521	47,056
	<u>13,050,209</u>	<u>7,199,793</u>

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12. Administrative and operating personnel expenses

	2021	2020
Salaries	(4,005,731)	(1,779,009)
Year-end bonus	(358,456)	(332,377)
Vacation pay	(506,813)	(218,267)
Tax on Sales (PIS) on payroll	(49,446)	(23,098)
INSS	(1,362,569)	(663,160)
FGTS	(395,612)	(184,787)
Benefit	(741,573)	(252,182)
	<u>7,420,200</u>	<u>(3,452,880)</u>

13. General operating and administrative expenses

	2021	2020 Restated
Assets lease	(410)	-
Copies	(68,981)	(5,812)
Services rendered by natural persons or legal entities	(4,052,914)	(2,274,090)
Meals	(3,944)	(6,720)
Domestic travel	(36,851)	(53,899)
Events	-	(4,800)
Donations	(116,202)	(468,369)
Advertising and publicity	(198,411)	(525)
Office rent	(80,852)	(78,879)
Assets of permanent use	(444,032)	(68,038)
Software maintenance	(19,000)	(10,768)
Water, electricity and gas	(38,228)	(43,766)
Others	(495,790)	(782,815)
	<u>(5,555,614)</u>	<u>(3,798,481)</u>

14. Provisions for legal claims

In the ordinary course of conducting its business, the Association is involved in labor, civil and tax lawsuits. In accordance with the legal counselors' assessment, the Association has a labor lawsuit, as from April 08, 2020, with the likelihood of possible loss in the amount of R\$ 146,040. Accordingly, it was not recorded in the financial statements for the years ended December 31, 2021 and 2020.

15. Taxes and contributions

Since the Association is a nonprofit organization, it presents the following scenario regarding taxes and contributions:

- Income and Social Contribution taxes: It is entitled to exemption from payment of federal taxes levied on surplus (deficit), as per Decree No. 76.186, of September 02, 1975, articles 167 to 174 of the Income Tax Regulations (RIR), approved by Decree No. 3.000, of March 26, 1999 and article 195 of the Federal Constitution;
- PIS: It is subject to the payment of PIS contribution calculated on payroll at the rate of 1%, in accordance with Law No. 9.532/97;
- COFINS: It is exempt from paying COFINS levied on revenues from its own activities, in accordance with Laws No. 9.718/98 and 10.833/03. It is only mandatory that the Association pays COFINS on service rendering.

16. Insurance (unaudited)

The Association adopts an insurance policy that considers the concentration of risks and their significance, in amounts considered sufficient by the Association's Management, taking into consideration the nature of its activities and its insurance consultants' opinion. The amounts of insurance coverage as at December 31, 2021, are as follows:

- Civil liability insurance for directors and officers - Tokio Marine: R\$ 2,000,000;
- Comprehensive business insurance - CHUBB: R\$ 600,000;
- Sundry risk insurance - CHUBB: R\$ 10,000;
- Basic insurance - SOMPO- INV, Lightning, Explosion/Implosion: R\$ 150,000;
- Electrical damage insurance - SOMPO: R\$ 50,000.

17. Subsequent events

There are no subsequent events.