

B3 Announces Results of Report or Explain for Sustainable Development Goals (SDG)

São Paulo, October 24, 2018 – B3 has announced the results of the second year of the Report or Explain for Sustainable Development Goals (SDG) initiative. This joint strategy with the Global Reporting Initiative (GRI) sets down efforts by companies listed on **B3** to publish sustainability or integrated reports that incorporate SDGs - 17 global goals defined in 2015 by the United Nations.

The initiative is voluntary and was open to all 437 publicly-traded companies in 2018. Of these companies, 169 answered the questionnaire, equivalent to 39% of those listed on B3. Of the responding companies, 26% publish reports taking the SDGs into consideration, include them, intend to include them, or are studying the possibility of including them in their reports.

There have been some advances regarding the survey's methodology in 2018. From now on, B3 will publish a breakdown of the results of companies listed on the Ibovespa index and Corporate Sustainability Index (ISE). In addition to this, data previously gathered through self-reporting will now also be done through active search. "We began to carry out the search as in our day-to-day experience with companies we found that there are more firms including the SDGs in their reports than taking part in the survey. Furthermore, it is a way for us to encourage companies to make their information public, creating greater transparency investors," explains Sonia for Favaretto, Media Relations, Sustainability, Communications and Social Investment Managing Director of B3.

Another development is that information previously published in PPT is now available in Excel, which is in line with studies that B3 is carrying out in partnership with the Columbia Center for Sustainable Investment (CCSI) and the Center for Sustainability Studies at the Getulio Vargas Foundation (FGVces) about Big Data and artificial intelligence. The study concludes that investors better capture information published in this way.

Of the 62 companies listed on Ibovespa, 41 published their reports taking the SDGs into consideration. Of this number, 31 responses were gathered by self-

reporting and ten through active search. With regard to the ISE, 100% of companies included the Sustainable Development Goals in their reports. Of the 30 companies in the portfolio, 27 answered the survey and three were identified through active search.

The purpose of the initiative is to foster understanding of the SDGs and to progressively incorporate them into the corporate strategies of listed companies. Furthermore, through the Ibovespa breakdown, B3 has come to understand better how companies that are market leaders in Brazil are working with the sustainability agenda.

To view the full result of the Report or Explain for Sustainable Development Goals, please access the <u>database</u> on the B3 website containing links to company reports, the explanations of the companies that have not yet adopted these practices and those that did not reply.

Recognition

Report or Explain for Sustainable Development Goals (SDG) was recognized today as one of ten ISAR Honours award winners. This Intergovernmental Working Group of Experts on International Standards of Accounting and Reporting is a United Nations Conference on Trade and Development (UNCTAD) initiative for the recognition of best practices in the field of sustainability and SDG reporting by companies.

"We consider this recognition as extremely significant for the development agenda of the Brazilian market and of our customers – listed companies and investors. It shows that we too are working towards enabling and connecting private sector practices to sustainability and the SDGs in particular," says Sonia Favaretto.

About the Sustainable Development GoaLs (SDGs)

The 17 Sustainable Development Goals (SDGs) are part of the 2030 Agenda for Sustainable Development, a document published in 2015 by the United Nations (UN). This new agenda defines sustainable global development priorities and aspirations for 2030 and seeks to mobilize efforts around a common set of goals and targets.

About B3

B3 S.A. (B3SA3) is one of the main financial market infrastructure companies in the world and one of the largest in terms of market capitalization among global leaders in the exchange industry.

B3 connects, develops and enables the financial and capital market and, together with customers and society, boosts Brazil's growth.

It trades in stock exchange and OTC environments, and offers products and services to the financing chain.

Headquartered in São Paulo and with offices in London and Shanghai, B3 performs important functions in the market by promoting best practices in corporate governance, risk management and sustainability.

B3. With the market. For the future.