

ASSOCIAÇÃO BENEFICENTE SANTA FÉ

CNPJ/MF: 71.729.628/0001-70

Financial statements for the years
ended December 31, 2019 and 2018

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REPORT OF INDEPENDENT AUDITORS ON ACCOUNTING STATEMENTS

**To the Board of
Associação Beneficente Santa Fé
São Paulo – SP.**

Opinion

We have examined the financial statements of Associação Beneficente Santa Fé, which comprise the balance sheet at December 31, 2019 and the respective statements of income, changes in shareholders' equity and cash flows for the year then ended, as well as the corresponding explanatory notes, including a summary of the main accounting policies.

In our opinion, the aforementioned financial statements adequately present, in all relevant aspects, the equity and financial position of Associação Beneficente Santa Fé as of December 31, 2019, the performance of its operations and its cash flows for the year ended on that date, in accordance with the accounting practices adopted in Brazil.

Basis for opinion

Our audit was conducted in accordance with Brazilian and international auditing standards. Our responsibilities, in accordance with these standards, are described in the following section, entitled "Auditor's responsibilities for auditing the financial statements". We are independent in relation to the Associação Beneficente Santa Fé, in accordance with the relevant ethical principles set out in the Accountant's Code of Professional Ethics and in the professional standards issued by the Federal Accounting Council, and we comply with other ethical responsibilities in accordance with these standards. We believe that the audit evidence obtained is sufficient and appropriate to support our opinion.

Emphasis

Operational continuity

As described in note 11 b, the Associação Beneficente Santa Fé has INSS tax debts related to the employer's quota for the payroll period prior to the approval of registration with CEBAS in April 2015. Such charge is being challenged in court since then by the Administration, as it understood, it was always an assistance and philanthropic entity, with guaranteed rights regarding the immunity provided for in the Brazilian Constitution, however, without failing to register the original value of this tax liability, but without including the monetary correction, fine and charges. The impact of this registration has substantially affected the entity's equity up to the present moment.

According to the opinion of the legal advisors, the probability of a favorable outcome of the case by the Association described in note 13 is high.

Management did not present an Action Plan, but has been taking actions to rescue the economic and financial rebalancing, obtaining funding, donations, events and control over expenses in order to reverse this situation, while waiting for the unenforceability to be met.

Up to the year ended December 31, 2019, the Entity continued to have overdue liabilities, working capital deficiency and deficits, facts that affect the normal continuity of activities.

The financial statements do not include any adjustments to the assets and liabilities accounts that could be required, if the restoration of its economic and financial balance is not obtained, in the event of loss of said shares (note 14).

Subsequent events

According to note 22, the pandemic related to the Corona-Virus (COVID-19) that began in the beginning of the year of 2020 with stoppages, social isolation and other actions that affect normal operations. Management understands that it may face financial difficulties, if said social withdrawal continues and at the moment, there are no conditions to assess the possible impacts on these financial statements.

Our opinion does not contain any reservations related to this matter.

Management's responsibility for the financial statements

Management is responsible for the preparation and proper presentation of the financial statements in accordance with accounting practices adopted in Brazil and for the internal controls that it has determined to be necessary to allow the preparation of financial statements free of material misstatement, regardless of whether caused by fraud or error.

In the preparation of the financial statements, management is responsible for assessing the Entity's ability to continue operating, disclosing, when applicable, matters related to its operational continuity and the use of this accounting basis in the preparation of the financial statements, unless the management intends to liquidate the **Associação Beneficente Santa Fé**, or cease its operations, or has no realistic alternative to avoid closing operations.

Those responsible for the administration of **Associação Beneficente Santa Fé** are those responsible for supervising the process of preparing the financial statements.

Auditor's responsibilities for auditing the financial statements

Our objectives are to obtain reasonable assurance that the financial statements, taken as a whole, are free from material misstatement, whether due to fraud or error, and to issue an audit report containing our opinion. Reasonable security is a high level of security, but it is not a guarantee that the audit performed in accordance with Brazilian and international auditing standards always detects any relevant existing distortions. Misstatements can be due to fraud or error and are considered relevant when, individually or jointly, they can influence, within a reasonable perspective, the economic decisions of users made based on said financial statements.

As part of the audit carried out, in accordance with Brazilian and international auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. Besides that:

- We identify and assess the risks of material misstatement in the financial statements, whether due to fraud or error, plan and perform audit procedures in response to such risks, and obtain sufficient and appropriate audit evidence to support our opinion. The risk of not detecting material misstatement resulting from fraud is greater than that arising from error, since fraud may involve circumventing internal controls, collusion, forgery, omission or intentional misrepresentation.
- We obtain an understanding of the internal controls relevant to the audit to plan audit procedures appropriate to the circumstances, but not with the objective of expressing an opinion on the effectiveness of the internal controls of the **Associação Beneficente Santa Fé**.
- We assess the adequacy of the accounting policies used and the reasonableness of the accounting estimates and respective disclosures made by management.
- We conclude on the adequacy of the use, by management, of the accounting basis for operational continuity and, based on the audit evidence obtained, whether there is significant uncertainty in relation to events or conditions that may raise significant doubt regarding the Entity's operational continuity . If we conclude that there is material uncertainty, we must draw attention in our audit report to the respective disclosures in the financial statements or include changes in our opinion, if the disclosures are inappropriate. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may lead the **Associação Beneficente Santa Fé** to no longer remain in business continuity.
- We assess the overall presentation, structure and content of the financial statements, including disclosures and whether the financial statements represent the corresponding transactions and events in a manner consistent with the purpose of proper presentation.

We communicate with those responsible for management regarding, among other aspects, the planned scope, the time of the audit and the significant audit findings, including any significant deficiencies in the internal controls that we identified during our work.

São Paulo, April 20, 2020.

Cokinos & Associados Auditores Independentes

CRC 2SP 15.753/O-0

Demétrio Cokinos

CRC 1SP120410/0-2 – CNAI 385

**ASSOCIAÇÃO BENEFICENTE
SANTA FÉ**

CNPJ/MF: 71.729.628/0001-70

Balance Sheet

In reais

ASSETS			LIABILITY				
	NE	<u>12/31/2019</u>	<u>12/31/2018</u>		NE	<u>12/31/2019</u>	<u>12/31/2018</u>
Current assets		4.345.153	2.281.819	Current assets		6.386.493	4.552.642
Cash and cash equivalents	4	1.280.026	1.017.189	Providers		51.132	42.802
Bills to receive	5	2.780.062	1.030.848	Labor obligations	11 a.	156.872	116.551
Inventory of works of art to be sold	6	272.390	187.490	Social obligations	11 b.	59.466	2.821.646
Advances	7	11.302	24.269	Tax liabilities	11 c.	58.625	69.340
Prepaid expenses	8	1.372	1.223	Holiday provisions and charges	11 a.	278.013	285.362
Other credits	8	-	20.800	Other bills to pay		-	1.421
				FGTS installment debts	11 b.	8.411	-
				Amounts to be applied	12	3.083.793	1.215.521
				Contingencies Inss employer quota	11 b.	2.690.181	-
Non-current assets		6.027.944	3.399.536	Non-current assets		6.018.585	3.354.722
Amounts receivable	9	5.970.153	3.337.722	Amounts to be applied	9	5.970.153	3.337.722
Fixed	10	57.791	61.813	Legal contingencies	13	1.469	17.000
				FGTS installment debts	11 b.	46.962	-
				Uncovered Liability	14	(2.031.982)	(2.226.010)
TOTAL ASSETS		<u>10.373.096</u>	<u>5.681.355</u>	TOTAL LIABILITY		<u>10.373.096</u>	<u>5.681.355</u>

Márcia Ventura Dias

Chief Executive Officer

CPF nº 066.151.438-28

Marcélio de Oliveira

Accountant

CRC1SP113.950/0-5

As notas explicativas são parte integrante destas demonstrações contábeis

**ASSOCIAÇÃO BENEFICENTE
SANTA FÉ
STATEMENT OF INCOME FOR THE YEAR**

In Reais

		2019	2018
		TOTAL	TOTAL
GROSS OPERATING REVENUE	NE	6.898.803	6.125.566
Income from assistance activities		1.966.378	1.720.641
Agreements and partnerships	17	1.956.296	1.720.641
Investments		9.890	-
Other revenue		192	-
Financial, equity and extraordinary income		4.932.425	4.404.925
With donations	18	2.192.400	1.815.767
Financial income		63.573	73.341
Other operating income		1.363.531	1.566.127
INSS employer fee (free of charge)	19	558.873	499.656
Nota Fiscal Paulista		449.408	132.148
Volunteering	20	147.421	165.245
Free		157.219	152.640
OPERATING COSTS AND EXPENSES	-	6.706.026	6.363.448
Activity expenses		1.148.341	1.560.446
Educational		554.575	898.178
Social		530.474	587.988
Assistance		63.293	74.281
Operational expenses		5.146.267	4.415.600
Personnel expenses		3.653.469	3.593.289
Administrative and general expenses		866.916	276.174
Services provided by third parties		367.840	285.994
Expenses with materials		224.930	227.783
Taxes and fees		14.596	14.131
Depreciation		18.516	18.155
Passive contingencies		-	75
Non-operating expenses		106.778	69.516
Financial expenses		106.778	50.767
Other expenses		-	18.749
Volunteering	20	147.421	165.245
Free		157.219	152.640
SURPLUS (DEFICIT) OF THE YEAR		192.776	(237.882)

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

Márcia Ventura Dias
Chief Executive Officer
CPF nº 066.151.438-28

Marcélio de Oliveira
Accountant
CRC1SP113.950/0-5

**ASSOCIAÇÃO BENEFICENTE
SANTA FÉ**

STATEMENT OF CHANGES IN SHAREHOLDERS 'EQUITY FOR THE YEAR

In reais

	<u>12/31/2019</u>	<u>12/31/2018</u>
Social equity		
At the beginning of the year	(2.226.010)	(1.938.409)
Fiscal surplus (deficit)	192.776	(237.882)
Previous year adjustments	<u>1.252</u>	<u>(49.719)</u>
At the end of the year	<u>(2.031.982)</u>	<u>(2.226.010)</u>

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

**ASSOCIAÇÃO BENEFICENTE
SANTA FÉ**
CASH FLOW STATEMENT
(In reais)

	<u>2019</u>	<u>2018</u>
	TOTAL	TOTAL
OPERATIONAL ACTIVITIES		
Net surplus / deficit	192.776	- 237.881
Adjustments to reconcile the result to cash flow	19.768	- 51.242
Adjustments from previous years	1.252	- 49.720
Depreciation	18.516	18.155
Increase (decrease) in contingencies	-	- 19.676
Changes in working capital	33.355	- 120.886
Bills to receive	- 1.749.214	296.939
Inventory of works of art to be sold	- 84.900	- 67.670
Advances	12.967	29.583
Prepaid expenses	- 149	2.217
Other credits	20.800	-
Providers	8.330	- 24.882
Labor obligations	40.321	20.934
Social charges	- 2.762.180	- 21.606
Tax charges	- 10.715	- 40.702
Holiday provision	- 7.348	- 11.729
Other bills to pay	- 1.421	- 9.679
FGTS installment debts	8.411	-
Amounts to be applied	2.690.181	- 294.293
INSS contingency employer's quota	1.868.272	-
Net cash generated from operating activities	245.899	- 410.009
INVESTMENT ACTIVITIES		
Outputs		
Acquisition of property, plant and equipment at cost	- 14.384	- 1.829
Write-off of property, plant and equipment	- 109	-
Long-term investments		26.057
Net cash used in investing activities	- 14.493	24.228

FINANCING ACTIVITIES

Inputs	46.962	-
Increase in long-term liabilities	46.962	-
Outputs	- 15.531	-
Reduction of long-term liabilities	- 15.531	-
Net cash used in financing activities	31.432	-
Change in cash and cash equivalents	262.837	- 385.780
Balance of cash at the beginning of the year	1.017.189	1.402.969
Balance of Cash at the end of the year	1.280.026	1.017.189
Change in cash and cash equivalents	262.837	- 385.780

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

Márcia Ventura Dias
Chief Executive Officer
CPF nº 066.151.438-28

Marcélio de Oliveira
Accountant
CRC1SP113.950/0-5

ASSOCIAÇÃO BENEFICENTE SANTA FÉ

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018

In Real - R\$

1. OPERATIONAL CONTEXT

a. General information:

The Associação Beneficente Santa Fé, headquartered at 853, Rio Grande Street, Vila Mariana, in the city of São Paulo, is a civil association of private, charitable, non-profit and philanthropic nature, whose purpose and objectives are to provide from material, moral, pedagogical, medical assistance (through monitoring patients to public hospitals, without the practice of medicine by the entity itself), the professional training of children, adolescents and young people at risk, orphans or helpless, registered in the CNPJ nº 71.729.628 / 0001-70, holder of the SMADS Certification under nº 30.4, registered with the Municipal Council of Social Assistance - COMAS-SP under nº 650/2012 and registered with CEBAS, filed under nº 71000.080.497 / 2017 -36 and valid until 04/27/202.

b. Areas of expertise

The basic objectives of the Associação Fé Beneficente Santa Fé:

1. Promotion and defense of the rights of children, adolescents and young people;
2. The construction and maintenance of daycare centers, youth houses, hostels and other social centers;
3. Implement and maintain educational institutions at all levels, degrees and areas of teaching and scientific research;
4. Implement educational programs that can offer the student conditions for the full exercise of their citizenship, opportunity and professional employability, and entrepreneurial skills;
5. Implement educational projects and events;
6. Develop and implement projects of a cultural and artistic nature.

c. Maintenance

The Association may sign contracts or agreements with other similar institutions, public or private, national or foreign, for the best development of its institutional purposes. It can also be organized into production units, services or support groups.

d. Organization

The Association is directed and administered by a Board, thus constituted:

- CEO;
- VP Director;
- Secretary Director; and
- Treasurer Director; and
- Alternate directors (two).

2. PRESENTATION OF THE FINANCIAL STATEMENTS

In preparing the financial statements, the Association adopted Law No. 11,638/07, promulgated on December 28, 2007 and Law No. 11,941, of May 27, 2009, which modified and introduced new provisions to Law No. 6,404/76. The financial statements were prepared in accordance with accounting practices adopted in Brazil, the Pronouncements, Guidelines and Interpretations issued by the Accounting Pronouncements Committee - CPC,

ASSOCIAÇÃO BENEFICENTE SANTA FÉ

and the specific legislation, and in particular by Resolution No. 1409/12 of 9/21/12, which approved the ITG Standard 2002 (R1) - relating to Non-Profit Entities.

- The financial statements were approved by Management on April 14, 2020.
- Functional currency and presentation currency:

The items included in the financial statements are measured using the currency of the main economic environment, in which the company operates ("the functional currency"). The financial statements are presented in R \$, which is the functional currency of Associação Beneficente Santa Fé.

Foreign currency transactions are converted into a functional currency based on the exchange rates prevailing on the transaction dates. Exchange gains and losses resulting from the settlement of these transactions and from the conversion of monetary assets and liabilities denominated in foreign currency at the exchange rates at the end of the year are recognized in the income statement.

Classification and measurement:

An asset is recognized in the balance sheet when it is probable that its future economic benefits will be generated in favor of the Association and its cost / value can be measured reliably.

A liability is recognized in the balance sheet when the Association has a legal or constituted obligation as a result of a past event, and it is probable that an economic resource will be required to settle it.

When applicable, the corresponding charges and monetary or exchange variations incurred are added. Provisions are recorded based on the best estimates of the risk involved.

Assets and liabilities are classified as current when they are likely to be realized or settled within the next 12 months, otherwise they are classified as non-current.

3. MAIN ACCOUNTING PRACTICES

The main accounting practices adopted by the Association are:

- a. Cash and cash equivalents: include cash, bank account balances and short-term investments, consisting of highly liquid securities, and with insignificant risks of changes in value. The balances of immediately liquid financial investments are stated at cost, plus income earned up to the balance sheet dates;
- b. Current and non-current assets: Recorded at the realization value, plus income incurred up to the balance sheet date when applicable;
- c. Fixed assets: Recorded at historical cost plus the additions and casualties that occurred until the date of the balance sheet and are depreciated using the straight-line method at rates that take into account the life span;
- d. Current and non-current liabilities: Stated at known and estimated amounts, plus, when applicable, the corresponding charges incurred;
- e. Provision for vacation and charges: They were calculated based on the rights acquired by employees up to the balance sheet date, and include the corresponding social charges;
- f. Income accounts: The accounting regime for the appropriation of revenues and expenses is the accrual basis, except for donations that are recorded at the time of actual receipt;
- g. Use of estimate: The preparation of the financial statements requires management to make estimates and adopt assumptions, in its best judgment, that affect the amounts presented for assets and liabilities, as well as the amounts of revenues, costs and expenses. Actual values may differ from those estimated.

ASSOCIAÇÃO BENEFICENTE SANTA FÉ

4. CASH AND CASH EQUIVALENTS

As determined by CFC Resolution No. 1,296 / 10 (NBC –TG 03) - Cash Flow Statement and CFC Resolution No. 1,376 / 11 (NBC TG 26) - Presentation Financial Statements, the amounts recorded in this subgroup represent currency in cash and demand deposits in a bank account, as well as resources that have the same characteristics of cash liquidity and immediate availability or up to 90 (ninety) days and that are subject to an insignificant risk of change in value.

Description	21/31/19	12/31/18
Cash	447	-
Movement Account Banks - No Restrictions	1.374	454
Total Cash and Banks - Unrestricted	1.821	454
Financial investments - CCDI	128.360	754.734
Savings Applications	50	222
Total Applications (No Restrictions)	128.410	754.956
Total Cash and Cash Equivalents - Unrestricted	130.231	755.410
Movement Account Banks - With Restrictions	112.647	100.403
Total Cash and Banks - With Restrictions	112.647	100.403
Financial investments - CCDI	931.921	123.455
Savings Applications	105.227	37.921
Total Applications - With Restrictions	1.037.148	161.376
Total Cash and Cash Equivalents - With Restrictions	1.149.795	261.779
Total Available	1.280.026	1.017.189

5. ACCOUNTS RECEIVABLE

The balances receivable represent substantially resources from government funds for application in operating activities whose balances at the end of the year were as follows:

Description	12/31/19	12/31/18
Agreement to receive PMSP	1.976.659	1.006.762
FUMCAD resources	776.003	-
Other receivables	27.401	24.086
Total	2.780.063	1.030.848

The amount refers to the totality of the agreement with the São Paulo City Hall. The corresponding entry is recorded in the balance account to be applied to liabilities in the short and long term, being recorded at the value of the account rendering and the measure that the expenses are being applied are deducted from the amount to be applied respectively to debit of expenses and credits of income with agreements and subsidies in accordance with CPC 07.

6. INVENTORIES

Existing inventories as of December 31 are valued at average cost, which does not exceed market value and are thus broken down:

Description	12/31/19	12/31/18
Others material	67.490	43.590
Event material (artwork received for donations)	204.900	143.900
Total	272.390	187.490

ASSOCIAÇÃO BENEFICENTE SANTA FÉ

7. ADVANCES

Description	12/31/19	12/31/18
Advances to employees	6.591	7.039
Holiday Advance	4.711	10.230
Advance to suppliers	-	7.000
Total	11.302	24.269

8. OTHER CREDITS

Description	12/31/19	12/31/18
Mutual	-	20.800
Insurance premium	1.372	1.223
Total	1.372	22.023

9. LONG-TERM RESOURCES

Description	12/31/19	12/31/18
FUNCAD resources	349.893	-
Agreement to receive PMSP	5.620.260	3.337.722
Total	5.970.153	3.337.722

10. FIXED

Fixed assets are recorded at cost of acquisition or construction, less depreciation calculated using the straight-line method at the rates mentioned in the table and takes into account life and use of the goods (CFC Resolution No. 1.177 / 09 (NBC - TG 27) Other expenses are capitalized only when there is an increase in the economic benefits of this item of property, plant and equipment. Any other type of expense is recognized in the income statement as an expense when incurred for recognition.

Description	Annual depreciation rates	12/31/19	12/31/18
Musical instruments	10%	3.566	3.566
Machines and equipment	10%	4.246	-
Furniture and utensils	10%	154.372	154.372
Tools	10%	177	177
Computer equipment	20%	34.178	24.040
Subtotal		196.539	182.155
Accumulated depreciation		(138.748)	(120.342)
Total net fixed assets		57.791	61.813

In 2019 there were no write-offs and the assets acquired or received assets as a donation were R \$ 14,384.

11. LABOR AND SOCIAL OBLIGATIONS

(a) Labor obligations

Description	12/31/19	12/31/18
Wages payable	156.872	116.550
Holidays to pay	278.013	285.362
Total	434.885	401.912

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(b) Obrigações sociais

Description	12/31/19	12/31/18
INSS payable (*)	22.627	2.741.266
FGTS payable (**)	23.048	67.296
PIS on sheet to be collected	2.481	1.774
Others	11.310	11.310
Total	59.466	2.821.646

(*) As of this fiscal year, the INSS balance related to the employer contribution that is being discussed in court and still awaiting a decision was segregated from the current INSS charges on remuneration for better presentation of the statements and kept current liabilities.

(**) The Entity has a FGTS installment plan that has been regularly amortized, which has also been reclassified from the accounts of social obligations on salaries to short and long term as described:

Description	12/31/19	12/31/18
INSS payable (*)	2.690.181	-
FGTS payable - Short Term	8.411	-
Total	2.698.592	-

Description	12/31/19	12/31/18
FGTS payable - Long Term	46.962	-
Total	46.962	-

(c) Tax liabilities

Description	12/31/19	12/31/18
IRRF to be collected	57.908	66.813
ISS payable	10	1.822
Others	707	705
Total	58.625	69.340

12. FUNDS TO APPLY

Consists of contractual amounts received and receivable classified in the short term not yet applied.

Description	12/31/19	12/31/18
PMSP Resources	3.083.793	1.092.333
Private Resources	-	123.188
Total	3.083.793	1.215.521

13. PROVISION FOR CONTINGENCIES

The Santa Fé Association, a philanthropic charitable entity, which fully invests all resources for assistance activities and with public utility recognition, was subject to tax assessment by the INSS, being required to pay payments related to the employer's fee on the remuneration of the employees, which has been challenged in court and awaits decision.

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It is important to note that since April 2015, the Entity has been registered with CEBAS - Certificate of Social Assistance Beneficent Entity (see note 19) and recognized as a philanthropic assistance entity with agreements signed and carrying out important actions, especially in welcoming of vulnerable children and adolescents.

In accordance with the guidance of CPC 25 and based on the opinion of its legal advisors, the Entity does not provision for lawsuits in which it appears as a defendant, whose likelihood of loss is classified as possible or remote.

Regarding tax lawsuits (social security: employer's quota), although it does not recognize the collection, it keeps the record of the original amount required until CEBAS is obtained in an INSS own account to be paid, see note 11, although, its legal advisors understand that the results of these actions will be favorable to the entity and possible probability of gain.

14. DISCOVERED LIABILITIES

Presented in updated values and comprises the initial Shareholders' Equity of R \$ 15,715.07, plus the Surpluses or less of the Deficits, adjustments and donations that occur annually, totaling a negative equity on December 31, in the amount of R \$ 2,031,982 (R \$ 2,226,010 on December 31, 2018).

Management has not prepared a formal action plan for recovery, although it maintains actions to raise funds in order to rebalance financial deficits and reverse this situation in the medium and short term, especially if there is a reversal of the aforementioned tax obligations..

15. RESOURCES

The entity's resources were invested in its institutional purposes in accordance with its Bylaws, demonstrated by expenses (costing) and equity investments.

The Association's revenues come exclusively from donations and agreements maintained with the government and do not charge any user fees.

16. REVENUE AND EXPENSES

The entity's revenues and expenses are recorded through receipts of receipts, including bank notices, invoices, receipts, contracts and in compliance with legal and tax requirements.

17. FUNDS AND EXERCISE GRANTS

The funds have been recorded in income for the year since their application in the cost of services and the effective rendering of accounts under the terms of the agreements signed with the Municipal Secretariat of Social Assistance of the Municipality of São Paulo and the Municipal Fund for Children and Adolescents (FUMCAD) as detailed below:

Description	Agreement	12/31/2018
PMSP: Reception services for children and adolescents	Nº 472/SMADS/2013, Nº 466/SMADS/2013/ Nº 396/SMADS/2018	1.720.641
Total		1.720.641
Description	Agreement	12/31/2019
PMSP: Reception services for children and adolescents	Nº 058/SMADS/2019 Nº 396/SMADS/2018	2.596.919
Total		2.596.919
Description	Agreement	12/31/2019
FUMCAD	PROCESS 60742019/0002197-8	1.125.896
Total		1.125.896

ASSOCIAÇÃO BENEFICENTE SANTA FÉ

18 DONATIONS RECEIVED IN THE YEAR

The following donations were received during the year:

Description	12/31/2019	12/31/2018
Cash donations	640.680	292.127
Donations from abroad	1.402.143	1.323.027
Various donations (materials, food, goods)	149.577	200.613
Total	2.192.400	1.815.767
Nota Fiscal Paulista	449.408	132.148
Total	2.641.808	1.947.915

19. USUFRUID PENSION EXEMPTIONS

The certification of a social assistance charity was granted under protocol number 71000.073405 / 2013-38, published in the Official Gazette of the 28/04/2015, with renewed validity under protocol number 71000.080.497 / 2017-36, published in 04/26/2018 valid until 04/27/2021.

The values related to social security exemptions are shown below, as if they were due during the year.

	12/31/2019	12/31/2018
INSS Employer's Quota	558.873	499.656
Total	558.873	499.656

20. VOLUNTEER SERVICES

In compliance with CFC Resolution No. 1.409, of September 21, 2012, approving NBC ITG 2002 - Non-Profit Entity, where it interprets that voluntary work should be recognized at the fair value of the service provision as if the financial disbursement had occurred, the volunteer work taken by the Associação Beneficente Santa Fé was raised.

The amount of R \$ 147,421 in 2019 (R \$ 165,245 in 2018) was calculated based on the presence notes of the hours of meetings and participation in events of the volunteers who assist the institution.

21. INSURANCE (Unaudited)

The Entity maintains insurance coverage in an amount considered sufficient by Management to cover possible risks on its assets and / or liabilities.

22 - Subsequent Event

Seeking to observe all the procedures recommended by the WHO and government authorities, due to the pandemic of the coronavirus, the Entity adopted protective measures to its collaborators and assisted without paralyzing its services and responsibilities on the projects and obligations in progress.

The entity may face financial difficulties, in a horizon of 5 to 7 months, if the social leave lasts for more than 3 months, due to the cancellation of scheduled donations and the annual events that support our cash flow. However, alternatives are already being sought for holding virtual charity events and opening new sources of funding to try to minimize the impact, but we believe that a significant part of this year's revenues will be fatally compromised.

At this time, due to the various uncertainties, it is not possible to measure the impact and effects of the pandemic.

ASSOCIAÇÃO BENEFICENTE SANTA FÉ

Márcia Ventura Dias
Chief Executive Officer
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