Individual and Consolidated Interim Financial Information

Via Varejo S.A.

Quarter ended March 31, 2020
with Independent Auditor's Report

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Company Information / Capital Breakdown

Number of shares (in thousands)	Current quarter 03/31/2020
Paid-in Capital	
Common	1,299,715
Preferred	-
Total	1,299,715
Treasury shares	
Common	300
Preferred	-
Total	300

Individual Financial Statements / Statement of Financial Position - Assets

(In thousands of reais)

Account code	Account description	Current quarter 03/31/2020	Prior year 12/31/2019
1	Total assets	23,747,000	24,238,000
1.01	Current assets	11,875,000	12,351,000
1.01.01	Cash and cash equivalents	2,084,000	1,320,000
1.01.03	Trade accounts receivable	2,960,000	5,111,000
1.01.04	Inventories	5,254,000	4,550,000
1.01.06	Taxes recoverable	1,077,000	1,029,000
1.01.07	Prepaid expenses	138,000	53,000
1.01.08	Other current assets	362,000	288,000
1.01.08.03	Other	362,000	288,000
1.01.08.03.01	Related parties	141,000	151,000
1.01.08.03.02	Financial instruments - fair value hedge	0	2,000
1.01.08.03.20	Other assets	221,000	135,000
1.02	Noncurrent assets	11,872,000	11,887,000
1.02.01	Long-term receivables	5,554,000	5,478,000
1.02.01.04	Trade accounts receivable	320,000	366,000
1.02.01.07	Deferred taxes	1,406,000	1,431,000
1.02.01.09	Receivables from related parties	48,000	86,000
1.02.01.10	Other noncurrent assets	3,780,000	3,595,000
1.02.01.10.04	Financial instruments	56,000	43,000
1.02.01.10.05	Taxes recoverable	2,965,000	2,793,000
1.02.01.10.06	Judicial deposits	618,000	609,000
1.02.01.10.20	Other accounts receivable	141,000	150,000
1.02.02	Investments	981,000	973,000
1.02.03	Property, plant and Equipment (PP&E)	4,786,000	4,889,000
1.02.03.01	PP&E in operation	1,267,000	1,277,000
1.02.03.02	Right of Use - Lease	3,519,000	3,612,000
1.02.04	Intangible assets	551,000	547,000

Individual Financial Statements / Statement of Financial Position - Liabilities

(In thousands of reais)

Account code	Account description	Current quarter 03/31/2020	Prior year 12/31/2019
2	Total liabilities	23,747,000	24,238,000
2.01	Current liabilities	15,401,000	15,657,000
2.01.01	Social and labor obligations	341,000	389,000
2.01.02	Trade accounts payable	6,483,000	7,232,000
2.01.03	Tax obligations	134,000	194,000
2.01.04	Loans and financing	4,783,000	4,944,000
2.01.05	Other obligations	3,660,000	2,898,000
2.01.05.01	Payables to related parties	107,000	121,000
2.01.05.02	Other	3,553,000	2,777,000
2.01.05.02.04	Deferred revenues	364,000	369,000
2.01.05.02.07	Trade accounts payable - supplier agreement	1,489,000	647,000
2.01.05.02.08	Transfer from Third Parties	442,000	515,000
2.01.05.02.09	Lease liability	622,000	607,000
2.01.05.02.20	Other liabilities	636,000	639,000
2.02	Noncurrent liabilities	7,705,000	8,003,000
2.02.01	Loans and financing	922,000	957,000
2.02.02	Other obligations	5,098,000	5,247,000
2.02.02.02	Other	5,098,000	5,247,000
2.02.02.02.03	Deferred revenues	1,202,000	1,266,000
2.02.02.02.05	Tax obligations	24,000	25,000
2.02.02.02.06	Lease liability	3,835,000	3,936,000
2.02.02.02.20	Other liabilities	37,000	20,000
2.02.04	Provisions	1,685,000	1,799,000
2.02.04.01	Provisions for tax, social security, labor and civil contingencies	1,685,000	1,799,000
2.03	Equity	641,000	578,000
2.03.01	Paid-in Capital	2,904,000	2,903,000
2.03.02	Capital reserves	-844,000	-857,000
2.03.05	Retained earnings/accumulated losses	-1,407,000	-1,420,000
2.03.08	Other comprehensive income	-12,000	-48,000

Individual Financial Statements / Statement of Profit or Loss

(In thousands of reais)

Account code	Account description	SCE - 01/01/2020 to 03/31/2020	SCE - 01/01/2019 to 03/31/2019
3.01	Revenue from sales and/or services	6,346,000	5,632,000
3.02	Costs of goods and/or services sold	-4,396,000	-4,024,000
3.03	Gross profit	1,950,000	1,608,000
3.04	Operating income/expenses	-1,615,000	-1,391,000
3.04.01	Selling expenses	-1,259,000	-937,000
3.04.02	General and administrative expenses	-127,000	-134,000
3.04.05	Other operating expenses	-241,000	-222,000
3.04.05.01	Depreciation and amortization	-181,000	-150,000
3.04.05.05	Other operating income (expenses), net	-60,000	-72,000
3.04.06	Equity pickup	12,000	-98,000
3.05	Income before finance income (costs) and taxes	335,000	217,000
3.06	Finance income (costs)	-316,000	-240,000
3.07	Income (loss) before income taxes	19,000	-23,000
3.08	Income and social contribution taxes	-6,000	-27,000
3.09	Net income from continuing operations	13,000	-50,000
3.11	Income/loss for the period	13,000	-50,000
3.99	Earnings (loss) per share (reais/share)		
3.99.01	Basic earnings (loss) per share		
3.99.01.01	Registered common shares	0.01001	-0.03835
3.99.02	Diluted earnings per share		
3.99.02.01	Registered common shares	0.00991	-0.03828

Individual Financial Statements / Statement of Comprehensive Income

(In thousands of reais)

Account code	Account description	SCE - 01/01/2020 to 03/31/2020	SCE - 01/01/2019 to 03/31/2019
4.01	Net income for the period	13,000	-50,000
4.02	Other comprehensive income	36,000	0
4.02.02	Fair value of financial instruments	54,000	3,000
4.02.03	Taxes on fair value of financial instruments	-18,000	-1,000
4.02.08	Equity pickup on other comprehensive income in Investees	0	-2,000
4.03	Comprehensive income (loss) for the period	49,000	-50,000

Individual Financial Statements / Statement of Cash Flows - Indirect Method

(In thousands of reais)

Account code	Account description	SCE - 01/01/2020 to 03/31/2020	SCE - 01/01/2019 to 03/31/2019
6.01	Net cash from operating activities	1,340,000	-1,583,000
6.01.01	Cash from operations	492,000	503,000
6.01.01.01	Net income (loss) for the period	13,000	-50,000
6.01.01.03	Depreciation and amortization	222,000	186,000
6.01.01.04	Equity pickup	-12,000	98,000
6.01.01.05	Deferred income and social contribution taxes	6,000	27,000
6.01.01.07	Unrealized Interest and Monetary Variation	187,000	177,000
6.01.01.08	Provision for contingencies, net of reversals	36,000	17,000
6.01.01.09	Share-based payment	13,000	3,000
6.01.01.10	Allowance for doubtful accounts	122,000	95,000
6.01.01.11	Loss on disposal of PP&E and intangible assets	5,000	9,000
6.01.01.12	Estimated Impairment Loss of Inventories	-26,000	21,000
6.01.01.16	Deferred Revenue recognized in P&L	-69,000	-82,000
6.01.01.17	Write-off of right of use and lease liabilities	-1,000	-4,000
6.01.01.20	Other	-4,000	6,000
6.01.02	Changes in assets and liabilities	844,000	-2,088,000
6.01.02.01	Trade accounts receivable	2,132,000	-104,000
6.01.02.02	Inventories	-678,000	-4,000
6.01.02.03	Taxes recoverable	-217,000	115,000
6.01.02.04	Related parties, net	-14,000	-433,000
6.01.02.06	Judicial deposits	1,000	13,000
6.01.02.07	Prepaid expenses	-85,000	-75,000
6.01.02.09	Financial instruments - fair value hedge	2,000	0
6.01.02.10	Other assets	-77,000	-13,000
6.01.02.11	Trade accounts payable	94,000	-1,360,000
6.01.02.12	Tax obligations	-61,000	-6,000
6.01.02.13	Social and labor obligations	-48,000	-73,000
6.01.02.15	Contingencies	-146,000	-155,000
6.01.02.16	Transfer to Third Parties	-73,000	-13,000
6.01.02.20	Other liabilities	14,000	20,000
6.01.03	Other	4,000	2,000
6.01.03.02	Dividends received from investees	4,000	2,000
6.02	Net cash from investing activities	-83,000	-255,000
6.02.01	Acquisition of PP&E and intangible assets	-83,000	-150,000
6.02.03	Financial instruments	0	-9,000
6.02.07	Capital increase in subsidiary	0	-96,000
6.03	Net cash from financing activities	-493,000	-301,000
6.03.01	Funding	1,266,000	1,238,000
6.03.02	Payments of principal	-1,475,000	-1,246,000
6.03.03	Payments of interest	-58,000	-71,000
6.03.05	Payment of principal - lease	-131,000	-119,000
6.03.06	Payments of interest - lease	-96,000	-103,000
6.03.08	Capital increase - Parent Company	1,000	0
6.05	Increase (decrease) in cash and cash equivalents	764,000	-2,139,000
6.05.01	Cash and cash equivalents at beginning of period	1,320,000	2,989,000
6.05.02	Cash and cash equivalents at end of period	2,084,000	850,000

Individual Financial Statements / Statement of Changes in Equity / SCE - 01/01/2020 to 03/31/2020

(In thousands of reais)

Account code	Account description	Paid-in capital	Capital reserves, options granted and treasury shares	Income reserves	Retained earnings (accumulated losses)	Other comprehensive income	Equity
5.01	Opening balances	2,903,000	-857,000	0	-1,420,000	-48,000	578,000
5.03	Adjusted Opening Balances	2,903,000	-857,000	0	-1,420,000	-48,000	578,000
5.04	Capital transactions with shareholders	1,000	13,000	0	0	0	14,000
5.04.01	Capital increases	1,000	0	0	0	0	1,000
5.04.03	Recognized options granted	0	13,000	0	0	0	13,000
5.05	Total comprehensive income	0	0	0	13,000	36,000	49,000
5.05.01	Net income for the period	0	0	0	13,000	0	13,000
5.05.02	Other comprehensive income	0	0	0	0	36,000	36,000
5.05.02.01	Adjustments to financial instruments	0	0	0	0	54,000	54,000
5.05.02.02	Taxes on adjustments to financial instruments	0	0	0	0	-18,000	-18,000
5.07	Closing balances	2,904,000	-844,000	0	-1,407,000	-12,000	641,000

Individual Financial Statements / Statement of Changes in Equity / SCE - 01/01/2019 to 03/31/2019

(In thousands of reais)

Account code	Account description	Paid-in capital	Capital reserves, options granted and treasury shares	Income reserves	Retained earnings (accumulated losses)	Other comprehensive income	Equity
5.01	Opening balances	2,899,000	-871,000	13,000	0	-42,000	1,999,000
5.03	Adjusted Opening Balances	2,899,000	-871,000	13,000	0	-42,000	1,999,000
5.04	Capital transactions with shareholders	0	5,000	0	0	0	5,000
5.04.03	Recognized options granted	0	5,000	0	0	0	5,000
5.05	Total comprehensive income	0	0	0	-50,000	0	-50,000
5.05.01	Net income for the period	0	0	0	-50,000	0	-50,000
5.05.02.01	Adjustments to financial instruments	0	0	0	0	3,000	3,000
5.05.02.02	Taxes on adjustments to financial instruments	0	0	0	0	-1,000	-1,000
5.05.02.03	Equity pickup on Comprehensive Income - Subsidiaries and Associates	0	0	0	0	-2,000	-2,000
5.07	Closing balances	2,899,000	-866,000	13,000	-50,000	-42,000	1,954,000

Individual Financial Statements / Statement of Value Added

(In thousands of reais)

Account code	Account description	SCE - 01/01/2020 to 03/31/2020	SCE - 01/01/2019 to 03/31/2019
7.01	Revenues	7,304,000	6,373,000
7.01.01	Sales of goods, products and services	7,426,000	6,468,000
7.01.04	(Reversal of) Allowance for doubtful accounts	-122,000	-95,000
7.02	Inputs acquired from third parties	-5,880,000	-4,997,000
7.02.01	Costs of sales and services	-4,892,000	-4,319,000
7.02.02	Materials, energy, third-party services and other expenses	-990,000	-673,000
7.02.03	Loss/recovery of assets	2,000	-5,000
7.03	Gross value added	1,424,000	1,376,000
7.04	Retentions	-222,000	-185,000
7.04.01	Depreciation, amortization and depletion	-222,000	-185,000
7.05	Net value added produced	1,202,000	1,191,000
7.06	Value added received in transfer	42,000	-71,000
7.06.01	Equity pickup	12,000	-98,000
7.06.02	Finance income	30,000	27,000
7.07	Total value added to be distributed	1,244,000	1,120,000
7.08	Distribution of value added	1,244,000	1,120,000
7.08.01	Personnel	554,000	595,000
7.08.01.01	Direct compensation	432,000	391,000
7.08.01.02	Benefits	59,000	59,000
7.08.01.03	Unemployment compensation fund (FGTS)	43,000	50,000
7.08.01.04	Other	20,000	95,000
7.08.01.04.01	Labor claims	13,000	88,000
7.08.01.04.02	Other personnel expenses	7,000	7,000
7.08.02	Taxes, charges and contributions	333,000	263,000
7.08.02.01	Federal	179,000	181,000
7.08.02.02	State	137,000	64,000
7.08.02.03	Local	17,000	18,000
7.08.03	Debt remuneration	344,000	312,000
7.08.03.01	Interest	346,000	267,000
7.08.03.02	Rents	-9,000	43,000
7.08.03.03	Other	7,000	2,000
7.08.04	Equity remuneration	13,000	-50,000
7.08.04.03	Retained profits/loss for the period	13,000	-50,000

Consolidated Financial Statements - Statement of Financial Position - Assets

(In thousands of reais)

Account code	Account description	Current quarter 03/31/2020	Prior year 12/31/2019
1	Total assets	23,939,000	24,424,000
1.01	Current assets	11,981,000	12,452,000
1.01.01	Cash and cash equivalents	2,129,000	1,364,000
1.01.03	Trade accounts receivable	2,961,000	5,112,000
1.01.04	Inventories	5,273,000	4,565,000
1.01.06	Taxes recoverable	1,099,000	1,050,000
1.01.07	Prepaid expenses	138,000	54,000
1.01.08	Other current assets	381,000	307,000
1.01.08.03	Other	381,000	307,000
1.01.08.03.01	Related parties	130,000	139,000
1.01.08.03.02	Financial instruments - fair value hedge	0	2,000
1.01.08.03.20	Other assets	251,000	166,000
1.02	Noncurrent assets	11,958,000	11,972,000
1.02.01	Long-term receivables	5,650,000	5,573,000
1.02.01.04	Trade accounts receivable	320,000	366,000
1.02.01.07	Deferred taxes	1,444,000	1,467,000
1.02.01.09	Receivables from related parties	85,000	123,000
1.02.01.10	Other noncurrent assets	3,801,000	3,617,000
1.02.01.10.04	Financial instruments	56,000	43,000
1.02.01.10.05	Taxes recoverable	2,966,000	2,794,000
1.02.01.10.06	Judicial deposits	638,000	629,000
1.02.01.10.20	Other accounts receivable	141,000	151,000
1.02.02	Investments	159,000	145,000
1.02.03	Property, plant and Equipment (PP&E)	4,900,000	5,009,000
1.02.03.01	PP&E in operation	1,354,000	1,369,000
1.02.03.02	Right of Use - Lease	3,546,000	3,640,000
1.02.04	Intangible assets	1,249,000	1,245,000

Consolidated Financial Statements / Statement of Financial Position - Liabilities

(In thousands of reais)

Account code	Account description	Current quarter 03/31/2020	Prior year 12/31/2019
2	Total liabilities	23,939,000	24,424,000
2.01	Current liabilities	15,484,000	15,733,000
2.01.01	Social and labor obligations	352,000	401,000
2.01.02	Trade accounts payable	6,549,000	7,278,000
2.01.03	Tax obligations	138,000	198,000
2.01.04	Loans and financing	4,783,000	4,944,000
2.01.05	Other obligations	3,662,000	2,912,000
2.01.05.01	Payables to related parties	91,000	119,000
2.01.05.02	Other	3,571,000	2,793,000
2.01.05.02.04	Deferred revenues	364,000	369,000
2.01.05.02.07	Trade accounts payable - supplier agreement	1,489,000	647,000
2.01.05.02.08	Transfer to Third Parties	442,000	515,000
2.01.05.02.09	Lease liability	625,000	609,000
2.01.05.02.20	Other liabilities	651,000	653,000
2.02	Noncurrent liabilities	7,814,000	8,113,000
2.02.01	Loans and financing	922,000	957,000
2.02.02	Other obligations	5,135,000	5,285,000
2.02.02.02	Other	5,135,000	5,285,000
2.02.02.02.03	Deferred revenues	1,202,000	1,266,000
2.02.02.02.05	Tax obligations	24,000	25,000
2.02.02.02.06	Lease liability	3,872,000	3,974,000
2.02.02.02.20	Other liabilities	37,000	20,000
2.02.03	Deferred taxes	6,000	6,000
2.02.04	Provisions	1,751,000	1,865,000
2.02.04.01	Provisions for tax, social security, labor and civil contingencies	1,751,000	1,865,000
2.03	Equity - Consolidated	641,000	578,000
2.03.01	Paid-in Capital	2,904,000	2,903,000
2.03.02	Capital reserves	-844,000	-857,000
2.03.05	Retained earnings/accumulated losses	-1,407,000	-1,420,000
2.03.08	Other comprehensive income	-12,000	-48,000

Consolidated Financial Statements / Statement of Profit or Loss

(In thousands of reais)

Account code	Account description	SCE - 01/01/2020 to 03/31/2020	SCE - 01/01/2019 to 03/31/2019
3.01	Revenue from sales and/or services	6,339,000	6,330,000
3.02	Cost of goods and/or services sold	-4,391,000	-4,583,000
3.03	Gross profit	1,948,000	1,747,000
3.04	Operating income/expenses	-1,613,000	-1,517,000
3.04.01	Selling expenses	-1,259,000	-1,149,000
3.04.02	General and administrative expenses	-127,000	-142,000
3.04.05	Other operating expenses	-240,000	-236,000
3.04.05.01	Depreciation and amortization	-182,000	-160,000
3.04.05.05	Other operating income (expenses), net	-58,000	-76,000
3.04.06	Equity pickup	13,000	10,000
3.05	Income before finance income (costs) and taxes	335,000	230,000
3.06	Finance income (costs)	-318,000	-262,000
3.07	Income (loss) before income taxes	17,000	-32,000
3.08	Income and social contribution taxes	-4,000	-18,000
3.09	Net income from continuing operations	13,000	-50,000
3.11	Consolidated Income (Loss) for the Period	13,000	-50,000
3.11.01	Attributable to controlling interests	13,000	-50,000
3.99	Earnings (loss) per share (reais/share)		

Consolidated Financial Statements / Statement of Comprehensive Income

(In thousands of reais)

Account code	Account description	SCE - 01/01/2020 to 03/31/2020	SCE - 01/01/2019 to 03/31/2019
4.01	Consolidated net Income for the period	13,000	-50,000
4.02	Other comprehensive income	36,000	0
4.02.02	Fair value of financial instruments	54,000	0
4.02.03	Taxes on fair value of financial instruments	-18,000	0
4.03	Comprehensive income (loss) for the period	49,000	-50,000
4.03.01	Attributable to controlling interests	49,000	-50,000

Consolidated Financial Statements / Statement of Cash Flows - Indirect Method

(In thousands of reais)

Account code	Account description	SCE - 01/01/2020 to 03/31/2020	SCE - 01/01/2019 to 03/31/2019
6.01	Net cash from operating activities	1,342,000	-1,938,000
6.01.01	Cash from operations	497,000	466,000
6.01.01.01	Net income (loss) for the period	13,000	-50,000
6.01.01.03	Depreciation and amortization	228,000	205,000
6.01.01.04	Equity pickup	-13,000	-10,000
6.01.01.05	Deferred income and social contribution taxes	4,000	19,000
6.01.01.07	Unrealized Interest and Monetary Variation	188,000	184,000
6.01.01.08	Provision for contingencies, net of reversals	38,000	38,000
6.01.01.09	Share-based payment	13,000	3,000
6.01.01.10	Allowance for doubtful accounts	122,000	122,000
6.01.01.11	Loss on disposal of PP&E and intangible assets	5,000	10,000
6.01.01.12	Estimated Impairment Loss of Inventories	-26,000	25,000
6.01.01.16	Deferred Revenue recognized in P&L	-69,000	-83,000
6.01.01.17	Write-off of right of use and lease liabilities	-1,000	-4,000
6.01.01.20	Other	-5,000	7,000
6.01.02	Changes in assets and liabilities	845,000	-2,405,000
6.01.02.01	Trade accounts receivable	2,132,000	-273,000
6.01.02.02	Inventories	-682,000	53,000
6.01.02.03	Taxes recoverable	-279,000	75,000
6.01.02.04	Related parties, net	-29,000	-17,000
6.01.02.06	Judicial deposits	1,000	10,000
6.01.02.07	Prepaid expenses	-84,000	-72,000
6.01.02.09	Financial instruments - fair value hedge	2,000	0
6.01.02.10	Other assets	-75,000	-9,000
6.01.02.11	Trade accounts payable	114,000	-1,905,000
6.01.02.12	Tax obligations	0	-11,000
6.01.02.13	Social and labor obligations	-49,000	-95,000
6.01.02.15	Contingencies	-148,000	-172,000
6.01.02.16	Transfer to Third Parties	-73,000	-30,000
6.01.02.20	Other liabilities	15,000	41,000
6.01.03	Other	0	1,000
6.01.03.01	Income and social contribution taxes paid	0	-3,000
6.01.03.02	Dividends received from investees	0	4,000
6.02	Net cash from investing activities	-83,000	-167,000
6.02.01	Acquisition of PP&E and intangible assets	-84,000	-158,000
6.02.02	Disposal of PP&E and intangible assets	1,000	0
6.02.03	Financial instruments	0	-9,000
6.03	Net cash from financing activities	-494,000	-310,000
6.03.01	Funding	1,266,000	1,238,000
6.03.02	Payments of principal	-1,475,000	-1,247,000
6.03.03	Payments of interest	-58,000	-71,000
6.03.05	Payments of principal - lease	-131,000	-124,000
6.03.06	Payments of interest - lease	-97,000	-106,000
6.03.08	Capital increase - Parent Company	1,000	0
6.05	Increase (decrease) in cash and cash equivalents	765,000	-2,415,000
6.05.01	Cash and cash equivalents at beginning of period	1,364,000	3,711,000

Consolidated Financial Statements / Statement of Cash Flows - Indirect Method

(In thousands of reais)

Account code	Account description	SCE - 01/01/2020 to 03/31/2020	SCE - 01/01/2019 to 03/31/2019
6.05.02	Cash and cash equivalents at end of period	2,129,000	1,296,000

Consolidated Financial Statements / Statement of Changes in Equity - SCE - 01/01/2020 to 03/31/2020

(In thousands of reais)

Account code	Account description	Paid-in capital	Capital reserves, options granted and treasury shares	Income reserves	Retained earnings (accumulated losses)	Other comprehensive income	Equity	Noncontrolling interests	Consolidated equity
5.01	Opening balances	2,903,000	-857,000	0	-1,420,000	-48,000	578,000	0	578,000
5.03	Adjusted Opening Balances	2,903,000	-857,000	0	-1,420,000	-48,000	578,000	0	578,000
5.04	Capital transactions with shareholders	1,000	13,000	0	0	0	14,000	0	14,000
5.04.01	Capital increases	1,000	0	0	0	0	1,000	0	1,000
5.04.03	Recognized options granted	0	13,000	0	0	0	13,000	0	13,000
5.05	Total comprehensive income	0	0	0	13,000	36,000	49,000	0	49,000
5.05.01	Net income for the period	0	0	0	13,000	0	13,000	0	13,000
5.05.02	Other comprehensive income	0	0	0	0	36,000	36,000	0	36,000
5.05.02.01	Adjustments to financial instruments	0	0	0	0	54,000	54,000	0	54,000
5.05.02.02	Taxes on adjustments to financial instruments	0	0	0	0	-18,000	-18,000	0	-18,000
5.07	Closing balances	2,904,000	-844,000	0	-1,407,000	-12,000	641,000	0	641,000

Consolidated Financial Statements / Statement of Changes in Equity - SCE - 01/01/2019 to 03/31/2019

(In thousands of reais)

Account code	Account description	Paid-in capital	Capital reserves, options granted and treasury shares	Income reserves	Retained earnings (accumulated losses)	Other comprehensive income	Equity	Noncontrolling interests	Consolidated equity
5.01	Opening balances	2,899,000	-871,000	13,000	0	-42,000	1,999,000	0	1,999,000
5.03	Adjusted Opening Balances	2,899,000	-871,000	13,000	0	-42,000	1,999,000	0	1,999,000
5.04	Capital transactions with shareholders	0	5,000	0	0	0	5,000	0	5,000
5.04.03	Recognized options granted	0	5,000	0	0	0	5,000	0	5,000
5.05	Total comprehensive income	0	0	0	-50,000	0	-50,000	0	-50,000
5.05.01	Net income for the period	0	0	0	-50,000	0	-50,000	0	-50,000
5.07	Closing balances	2,899,000	-866,000	13,000	-50,000	-42,000	1,954,000	0	1,954,000

Consolidated Financial Statements / Statement of Value Added

(In thousands of reais)

Account code	Account description	SCE - 01/01/2020 to 03/31/2020	SCE - 01/01/2019 to 03/31/2019
7.01	Revenues	7,306,000	7,237,000
7.01.01	Sales of goods, products and services	7,426,000	7,359,000
7.01.02	Other revenues	2,000	0
7.01.04	(Reversal of) Allowance for doubtful accounts	-122,000	-122,000
7.02	Inputs acquired from third parties	-5,844,000	-5,190,000
7.02.01	Costs of sales and services	-4,843,000	-4,254,000
7.02.02	Materials, energy, third-party services and other expenses	-1,002,000	-930,000
7.02.03	Loss/recovery of assets	1,000	-6,000
7.03	Gross value added	1,462,000	2,047,000
7.04	Retentions	-228,000	-205,000
7.04.01	Depreciation, amortization and depletion	-228,000	-205,000
7.05	Net value added produced	1,234,000	1,842,000
7.06	Value added received in transfer	44,000	40,000
7.06.01	Equity pickup	13,000	10,000
7.06.02	Finance income	31,000	30,000
7.07	Total value added to be distributed	1,278,000	1,882,000
7.08	Distribution of value added	1,278,000	1,882,000
7.08.01	Personnel	574,000	605,000
7.08.01.01	Direct compensation	446,000	399,000
7.08.01.02	Benefits	62,000	65,000
7.08.01.03	Unemployment compensation fund (FGTS)	44,000	43,000
7.08.01.04	Other	22,000	98,000
7.08.01.04.01	Labor claims	13,000	89,000
7.08.01.04.02	Other personnel expenses	9,000	9,000
7.08.02	Taxes, charges and contributions	344,000	1,004,000
7.08.02.01	Federal	190,000	567,000
7.08.02.02	State	137,000	417,000
7.08.02.03	Local	17,000	20,000
7.08.03	Debt remuneration	347,000	323,000
7.08.03.01	Interest	349,000	292,000
7.08.03.02	Rents	-9,000	29,000
7.08.03.03	Other	7,000	2,000
7.08.04	Equity remuneration	13,000	-50,000
7.08.04.03	Retained profits/loss for the period	13,000	-50,000

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

1. Operations

Via Varejo S.A. (“Company" or "Via Varejo"), directly or through its subsidiaries, operates in the retail market of electronics, appliances, telephony and furniture through the brands "Casas Bahia" and "Ponto Frio", in addition to the e-commerce platforms “pontofrio.com.br”, “casasbahia.com.br” and “extra.com.br”. It is headquartered in the city of São Caetano do Sul, state of São Paulo, Brazil. The Company is listed on the special segment *Novo Mercado* (New Market) of B3 S.A. - Brasil, Bolsa, Balcão (“B3”), with the highest corporate governance standard, under ticker symbol “VVAR3”.

At March 31,2020, the Company had 15 Distribution Centers and Warehouses and conducted sales through 1,073 active branches (857 with the Casas Bahia brand and 216 with the Ponto Frio brand). Of the total number of stores, 291 were located in shopping malls and 782 were street stores located throughout the country.

2. Presentation and preparation of the individual and consolidated interim financial information

2.1. Basis of preparation and presentation and statement of compliance

The individual and consolidated interim financial information was prepared in accordance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and also with the accounting practices adopted in Brazil, issued by Brazil's Financial Accounting Standards Board - FASB (“CPC”), and approved by the Brazilian Securities and Exchange Commission (“CVM”), and discloses significant information of the individual and consolidated interim financial information itself, and only such information, which is consistent with that used by management over its administration.

2.2. Basis of measurement and functional and presentation currency of the individual and consolidated interim financial information

The individual and consolidated interim financial information adopts the Brazilian real (R$) as the functional and presentation currency, stated in millions of reais (R$). This information was prepared based on the historical cost of each transaction, except for certain financial instruments measured at fair value and share-based payments.

2.3. Statement of compliance

In compliance with CVM Rule No. 505/2006, authorization to issue the individual and consolidated interim financial information for the three-month period ended March 31, 2020 was granted by the Company's Board of Directors on May 13, 2020.

2.4. Statement of relevance

Company management applied Accounting Guidance OCPC 7 and CVM Rule No. 727/14, meeting the minimum requirements and, at the same time, disclosing only relevant information that assists readers in decision making.

2.5. Significant accounting judgments, estimates and assumptions

The preparation of the individual and consolidated interim financial information requires the use of certain accounting estimates and also the exercise of judgment by management in the process of applying the accounting policies. Accordingly, actual results may differ from these estimates.

Estimates and assumptions are reviewed on an ongoing basis. The effects of such reviews are recognized in the periods in which estimates are reviewed and in any affected future periods. Assets and liabilities subject to these estimates and assumptions include impairment losses on accounts receivable, inventories and intangible assets with indefinite useful life, deferred income and social contribution taxes, provision for litigation and contingencies, fair value of assets and liabilities, and measurement of financial instruments.

2.6. Impacts of COVID-19

Recently, the World Health Organization (WHO) declared that coronavirus (COVID-19) outbreak constitutes a global- scale pandemic. The referred pandemic has already shown to have significant impacts, including the closing of commercial establishments, creation of challenging working conditions and the interruption of the global supply chain, which may affect the availability of certain products sold by the Company. In addition, the significant increase in COVID-19 cases in the regions of Brazil where the Company operates, combined with the measures adopted to contain the outbreak and preserve the welfare and health of its employees, led to the temporary closing of its physical stores from March 21, 2020.

The Company has been adopting a series of measures to mitigate the impacts generated by COVID-19 on its operations, including: (i) establishment of two special committees aiming faster decision making and the Company's reaction to possible new challenges arising from the COVID-19 pandemic; (ii) adoption of cash preservation measures, so that the Company has the necessary resources for its operations while the crisis generated by the pandemic lasts; (iii) inventory optimization, with modern goods and in a quantity sufficient to face a possible slowdown of the industry production or reduction in the supply; (iv) improvement of the online channel, with a robust platform that will bear a possible increase in demand from physical stores to the digital media and alignment with logistics providers, seeking to mitigate any adverse impacts on home delivery services; (v) employment of home office for workers, in compliance with the protocols established by the competent public authorities; and (vi) creation of a 0800 hotline to reply any questions our employees may have about COVID-19 and about the measures the Company has been adopting for facing the pandemic.

However, at this time, neither the Company nor its Management is able to precisely predict or estimate the impact on future results of operations, cash flows or the Company's future financial condition, since COVID-19 continues to impact economic activity worldwide and represents the risk that the Company, employees, service providers, suppliers, customers and other business partners may be prevented from carrying out certain business activities for an indefinite period, including due to stoppages that may be requested by government authorities as a preventive measure.

Main risks associated with COVID-19 in the Companys operations

a) *Going concern risk*

The risks arising from disease outbreaks and health epidemics, notably those arising from the pandemic caused by COVID-19, may contribute significantly to the deterioration of the economic conditions in Brazil and worldwide, and may cause, among other consequences: (i) risk of shortages, since the large countries that produce electrical components are located on the Asian continent, which was most impacted initially by the pandemic. It is estimated that China alone accounts for 42% of the electronic components imported by the Brazilian industry in the sector; (ii) make obtaining financing for operations or refinancing debt in the future more difficult or costly; (iii) jeopardize the financial position of certain customers and suppliers and; (iv) reduce investment programs.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

The Company is in constant monitoring and maintained purchases amid the pandemic in order to protect itself against the risk of shortages. In addition, it converted balances of receivables into cash, thus carrying out capital management (see Note 14).

The Company understands that there is no evidence of any going concern risk. However, unexpected changes in the future that deteriorate the economic and business environment, or significant changes in the economy or financial market that result in an increase in risk perception or a reduction in liquidity and refinancing capacity, if manifested at a greater intensity than that anticipated in the scenarios contemplated by the management, may lead the Company to review its projections and, occasionally, affect the Company's ability to meet its obligations and/or lead to the recognition of losses due to impairment of its assets.

b) *Risk of losses based on the realizable value of inventories*

Accounting Pronouncement CPC 16 - Inventories establishes that the Company measures its inventories at the lower of cost or net realizable value. The net realizable value is the estimated sale price in the ordinary course of business, less estimated completion costs and directly related selling expenses. The Company evaluates on a monthly basis whether inventories are stated at their realizable value and, when applicable, records impairment losses on inventories. To this end, the Company uses the estimated sale price in the ordinary course of business as an assumption. The total amount of estimated loss to net realizable value is presented in Note 7.

c) *Risk related to impairment of financial assets*

The expected impairment losses on financial assets were calculated based on the credit risk analysis. The Company considers the determining aspects of the portfolio's credit risk, such as the history of losses. In addition, the Company assesses economic factors that may affect expected credit losses. In this process, internal data and exogenous variables are observed, such as the percentage of unemployment reported in the Brazilian National Household Sampling Survey (PNAD).

The maximum exposure to the Company's credit risk, net of impairment losses on financial assets, refers to the amount of accounts receivable and the amount of the effective risk of occasional losses on trade accounts receivable, which are presented in Note 6c.

d) *Risk related to impairment of property and equipment*

Property and equipment items should be recognized at the lower of the carrying amount and the recoverable amount, the former representing the sum of the historical cost and the accumulated depreciation of the asset. The recoverable amount is the higher of the value in use and fair value less costs to sell. If the carrying amount of the asset exceeds the recoverable amount, the excess amount is recognized in P&L for the year.

The Company tests its property and equipment items for impairment on an annual basis, assessing the existence of internal or external evidence that the assets are recognized at amounts that exceed their recoverable amount. This evidence is substantially defined by a recurring loss of profitability in cash-generating units and macroeconomic conditions reasonably different from the last impairment assessment carried out, among others, in view of the macroeconomic scenario. The Company carried out new analyses regarding the need to reduce its assets to their recoverable amount. See Note 11.

e) *Covenants*

Accounting Pronouncement CPC 26 - Presentation of Financial Statements determines that when an entity breaks a covenant related to a long-term loan (debt or interest coverage ratio, for instance) at the end or before the end of the reporting period, making the liability overdue and payable at the creditor's request, the liability must be classified as current even if the creditor has agreed, after the statement of financial position date and before the authorization date for issue of the financial statements, not to require the accelerated settlement as a result of the breach of covenant. The liability must be classified as current since, at the statement of financial position date, the entity does not have an unconditional right to defer its settlement for at least twelve months after that date.

The maintenance of the contractual maturity of promissory notes and debentures at their original maturities is subject to covenants, which has been regularly complied with by the Company. The main covenant compliance indicators are stated in Note 13. d.

3. Pronouncements and interpretations amended and issued but not yet adopted

Those IFRSs issued/amended by the IASB that are effective for the year beginning in 2020 had no impact on the Company's interim financial information. In addition, the IASB issued/amended certain IFRSs, whose adoption is scheduled for 2021 or later, and the Company is assessing the impacts of the adoption of these standards on its financial statements:

- Amendment to IAS 1 - Classification of Liabilities as Current or Noncurrent: Clarifies aspects to be considered for the classification of liabilities as current or noncurrent liabilities. This amendment is effective for annual reporting periods beginning on or after January 1, 2022. The Company does not expect significant impacts on its financial statements.

4. Significant accounting practices

For cases in which there were no significant changes in the nature of the accounting balances or in the Company's policies, detailed information disclosed in the financial statements for the year ended December 31,2019 have not been fully reproduced in this interim financial information. Therefore, this interim financial information shall be read in conjunction with the financial statements for 2019, published on March 25, 2020.

Consolidation

In preparing the individual and consolidated interim financial information, financial information from subsidiaries closed at the same reporting date and consistent with the Company's accounting policies were used.

Ownership interest in subsidiaries

	03/31/2020	
	Direct	Indirect
Investments	interest	interest
Subsidiaries		
Indústria de Móveis Bartira Ltda. (“Bartira”)	**99.99%**	**0.01%**
Globex Administração e Serviços Ltda. (“GAS”)	**99.99%**	**0.01%**
Lake Niassa Empreendimentos e Participações Ltda. (“LAKE”)	**99.99%**	**0.01%**
VVLog Logística Ltda. (“VVLog”)	**99.99%**	**0.01%**
Globex Administração de Consórcio Ltda. (“GAC”)	**99.99%**	**0.01%**
Cnova Comércio Eletrônico S.A. (“Cnova Brasil”)	**100.00%**	**-**

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

5. Cash and cash equivalents

a) Breakdown of balances

	Weighted average rate	Individual		Consolidated	
		03/31/2020	12/31/2019	03/31/2020	12/31/2019
Cash and banks		**33**	132	**40**	136
Sort-term investments under repurchase agreement	97.52% of the CDI p.a.	**2,048**	1,152	**2,085**	1,191
Automatic sort-term investments (i)	9.17% of the CDI p.a.	**3**	36	**4**	37
		2,084	1,320	**2,129**	1,364

(i) These refer to investment of funds available in checking account with daily profitability linked to the CDI rate, automatically redeemed on the first business day following that of the investment (D + 1).

6. Trade accounts receivable

a) Breakdown of balances

	Individual		Consolidated	
	03/31/2020	12/31/2019	03/31/2020	12/31/2019
Credit card companies (i)	**752**	3,004	**752**	3,004
Consumer financing - CDCI (ii)	**2,574**	2,529	**2,574**	2,529
Trade accounts receivable - B2B (iii)	**196**	206	**196**	206
Allowance for doubtful accounts	**(484)**	(489)	**(484)**	(489)
Other accounts receivable	**242**	227	**243**	228
	3,280	5,477	**3,281**	5,478
Current	**2,960**	5,111	**2,961**	5,112
Noncurrent	**320**	366	**320**	366

(i) In the three-month period ended March 31,2020 and in the year ended December 31,2019, as part of the Company's cash management strategy due to COVID-19, the Company performed the partial sale of receivables from credit card companies.

(ii) These correspond to receivables from sales financed through Direct Consumer Credit with Seller Intervention (CDCI), as disclosed in the Note 13(a)(i). These receivables can be in installments up to 24 months. The average timing to receive them are 12 months.

(iii) These refer to sales made to other legal entities for resale or own use.

b) Changes in allowance for doubtful accounts

	Individual		Consolidated	
	03/31/2020	03/31/2019	03/31/2020	03/31/2019
Balance at beginning of period	**(489)**	(427)	**(489)**	(498)
Estimated loss recorded in the year	**(122)**	(95)	**(122)**	(122)
Write-off of accounts receivable	**127**	137	**127**	148
Balance at end of period	**(484)**	(385)	**(484)**	(472)
Current	**(438)**	(350)	**(438)**	(437)
Noncurrent	**(46)**	(35)	**(46)**	(35)

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

c) Breakdown by maturity of accounts receivable, before allowance for doubtful accounts

	Individual		Consolidated	
	03/31/2020	**12/31/2019**	**03/31/2020**	**12/31/2019**
Falling due (i)	**3,479**	5,753	**3,479**	5,753
Overdue up to 30 days	**133**	99	**133**	99
Overdue between 31-60 days	**65**	41	**65**	41
Overdue between 61-90 days	**39**	29	**39**	29
Overdue for more than 90 days	**48**	44	**49**	45
	3,764	5,966	**3,765**	5,967

(i) As disclosed in Note 2.6, on March 21, 2020, the Company temporarily closed its physical stores, which inevitably resulted in a reduction in the Company's accounts receivable balances. However, even in view of the aforementioned scenario, the Company postponed the payment booklets' installments of its customers due in March and April 2020 for the end of the payment booklet. The aging list above was already prepared considering these new maturity terms.

7. Inventories

a) Breakdown of balances

	Individual		Consolidated	
	03/31/2020	**12/31/2019**	**03/31/2020**	**12/31/2019**
Stores (i)	**1,690**	2,184	**1,690**	2,184
Distribution centers (i)	**3,599**	2,431	**3,617**	2,445
Storeroom	**11**	14	**12**	15
Estimated loss to net realizable value	**(46)**	(79)	**(46)**	(79)
	5,254	4,550	**5,273**	4,565

(i) As disclosed in Note 2.6, on March 21, 2020, the Company temporarily closed its physical stores. Concomitantly to this fact, for security reasons, the Company carried out the transfer of its inventories with greater added value from physical stores to Distribution Centers, which resulted in a reduction in the inventory balances in stores and an increase in the inventory balances in the distribution centers.

b) Changes in estimated loss on reduction of cost to net realizable value

	Individual		Consolidated	
	03/31/2020	**03/31/2019**	**03/31/2020**	**03/31/2019**
Balance at beginning of period	**(79)**	(50)	**(79)**	(102)
Reversals (additions)	**26**	(21)	**26**	(25)
Realized losses	**7**	14	**7**	19
Balance at end of period	**(46)**	(57)	**(46)**	(108)

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

8. Taxes recoverable

a) Breakdown of balances

	Individual		Consolidated	
	03/31/2020	**12/31/2019**	**03/31/2020**	**12/31/2019**
ICMS recoverable (i)	**2,986**	2,757	**2,988**	2,758
PIS and COFINS recoverable (ii)	**734**	751	**735**	752
Income and social contribution taxes	**215**	208	**232**	225
Social Security Tax (INSS) recoverable	**99**	98	**99**	98
State VAT (ICMS) recoverable on property and equipment (i)	**1**	1	**2**	2
Others	**7**	7	**9**	9
	4,042	3,822	**4,065**	3,844
Current	**1,077**	1,029	**1,099**	1,050
Noncurrent	**2,965**	2,793	**2,966**	2,794

(i) *ICMS recoverable is expected to be realized as follows*:

At March 31, 2020	**Individual**	**Consolidated**
9-month period of 2020	254	256
2021	262	262
2022	328	328
2023	369	369
2024	448	448
2025 to 2027	1,326	1,327
	2,987	**2,990**

This ICMS credit realization plan is monitored periodically in order to ensure compliance with the established assumptions, which are reassessed based on business events, allowing the best performance of the credit realization.

With respect to credits that cannot yet be immediately compensated, the Company management, based on a technical recovery study that considers future growth expectations and consequent offset with debts arising from its operations, believes that future compensation is feasible. The studies mentioned are prepared and reviewed periodically based on information extracted from the strategic planning previously approved by the Company's Board of Directors. For the individual and consolidated interim financial information for the period ended March 31, 2020, Company management has monitoring controls over compliance with the plan established annually, reassessing and including new elements that contribute to realization of the ICMS recoverable balance, as shown in the table above.

The credit is realized through reimbursement from the state finance departments, requiring evidence of the operations carried out that generated the Company's right to reimbursement, through tax documents and digital files. This methodology is determined in the legislation of each state, duly observed by the Company.

Extemporaneous credits - Decision of the Federal Supreme Court of Brazil ("STF") on reimbursement of ICMS-ST

In March 2020, the balance of R$89 relating to extemporaneous credits was recorded, in addition to the balances that had already been recorded in prior years, arising from an additional review of operations under ICMS-ST (tax substitution). The work to obtain the credit was based on the decision handed down by the Federal Supreme Court of Brazil ("STF") under general resonance, which authorized taxpayers to reimburse the ICMS-ST overpaid for the cases in which the tax base that served as a reference for payment is higher than the price practiced in the sale to the final consumer. This amount corresponds to the states of Minas Gerais (MG), Paraná (PR), São Paulo (SP) and Rio de Janeiro (RJ), and was recorded against the cost of goods sold.

(ii) *PIS and COFINS recoverable are expected to be realized as follows*:

At March 31, 2020	Individual	Consolidated
9-month period of 2020	383	384
2021	351	351
	734	**735**

Decision of the Federal Supreme Court of Brazil ("STF") on ICMS in the PIS and COFINS tax base

Since adoption of the non-cumulative PIS and COFINS regime, the Company has been pleading in court the right to deduct ICMS and ICMS-ST from the PIS and COFINS tax base. With judgment of the thesis by the STF under general resonance, which occurred on March 15, 2017, as well as the Decision published on October 2, 2017, the Company started to make the calculation with the respective deductions.

The Company is awaiting judgment of the motion for clarification filed by the Attorney General of the National Treasury ("PGFN"), as well as the possible limitation of its effects in time. The Company's legal advisors, however, understand that the decision to apply the limitation of the effects in time will not restrict the rights of the lawsuit filed. In management's best estimate, the effects of such credits, from 2010 to February 2017, total approximately R$487 at March 31, 2020 (R$484 at March 31, 2019). These amounts consider monetary restatement and are net of attorney's fees and of the portion of the transaction described below. On the preparation date of this individual and consolidated interim financial information, considering that this matter still depends on a final decision, the Company did not record the credits pending a final and unappealable decision.

In December 2018, the Company disposed of part of the right to the credits from these lawsuits to a third party, for the total amount of R$50. In December 2019, an additional disposal of R$50 was made. Both disposals were recorded under "Revenue from sale and/or services", pursuant to the Company's accounting policy.

In August 2019, a final favorable decision was handed down on the proceeding in which the Company pleaded the right to exclude ICMS from the PIS and COFINS tax base. These credits total R$266 (restated), of which R$152 should be transferred to the credit acquirer, as mentioned above.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

The remaining credits of R$114, which are not part of the Credit Grant Deed, are owned by the Company and were recorded under PIS and COFINS recoverable, with the principal of R$64 recorded as “Cost of sales and/or services”, and monetary restatement of R$50 as “Finance income (costs), net”.

These credits have already been approved by the Brazilian Internal Revenue Service (RFB) and offset by the Company with federal tax debts amounting to R$26.

As mentioned above, on the preparation date of this individual and consolidated interim financial information, the Company did not record the credits pending a final and unappealable decision, as follows:

ICMS in the PIS and COFINS tax base	03/31/2020	12/31/2019
Credits referring to the period from 2010 to February 2017	**487**	484

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

9. Transactions with related parties

	Assets (liabilities), net				Revenue (expenses), net			
	Individual		Consolidated		Individual		Consolidated	
	03/31/2020	12/31/2019	03/31/2020	12/31/2019	03/31/2020	03/31/2019	03/31/2020	03/31/2019
Parent company (*)								
Companhia Brasileira de Distribuição (“CBD”) (c), (d), (e), (f)	**-**	-	**-**	-	**-**	(6)	**-**	(7)
Subsidiaries								
Indústria de Móveis Bartira Ltda.(“Bartira”) (b), (d), (e)	**(5)**	9	**-**	-	**(115)**	(125)	**-**	-
VVLog Logística Ltda. (“VVLog”) (b)	**-**	1	**-**	-	**-**	(44)	**-**	-
Cnova Comércio Eletrônico S.A. (“Cnova Brasil”) (d), (e), (g)	**-**	-	**-**	-	**-**	(57)	**-**	-
Associates								
Financeira Itaú CBD S.A. (“FIC”) (a)	**-**	(13)	**-**	(13)	**(3)**	(1)	**(3)**	(1)
Banco Investcred Unibanco S/A (“BINV”) (a)	**2**	5	**2**	5	**(3)**	-	**(3)**	-
Sendas Distribuidora S.A. (“Sendas”) (d) (*)	**-**	-	**-**	-	**-**	-	**-**	2
Greenyellow do Brasil Energia e Serviços Ltda. (“Greenyellow”) (d) (*)	**-**	-	**-**	-	**-**	(1)	**-**	(1)
Others								
Casa Bahia Comercial Ltda. (“CB”) (d), (f)	**(341)**	(285)	**(317)**	(288)	**(51)**	(76)	**(52)**	(77)
	(344)	(283)	**(315)**	(296)	**(172)**	(310)	**(58)**	(84)
Leases								
Right-of-use assets	**1,095**	1,123	**1,122**	1,151	**(29)**	(27)	**(29)**	(28)
Lease liabilities	**(1,521)**	(1,522)	**(1,561)**	(1,590)	**(46)**	(46)	**(47)**	(47)
Assets - related parties	**(426)**	(399)	**(439)**	(439)	**(75)**	(73)	**(76)**	(75)
Current	**189**	237	**215**	262				
Noncurrent	**141**	151	**130**	139				
Liabilities - related parties	**48**	86	**85**	123				
Current	**(107)**	(121)	**(91)**	(119)				
Noncurrent	**(107)**	(121)	**(91)**	(119)				

(*) On June 14, 2019, CBD disposed of the totality of the interest held in the Company. As a result, Sendas and Greenyellow are no longer related parties, as they belong to the CBD group.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

Transactions with related parties presented in the above table refer to transactions that the Company conducts with its key shareholders, its subsidiaries and other related entities. These transactions were accounted for substantially according to the prices, terms and conditions agreed between the parties, as follows:

a) Loans and financing with FIC and BINV

The Company operates as a banking agent for services operated by FIC and BINV, which carry out operations to purchase credit card receivables from the Company. This operation generates amounts to be transferred, indicated as accounts payable to related parties and amounts receivable for services rendered, indicated as accounts receivable from related parties. The result of these operations is represented in the column Revenue (expense), net in the table above, and classified as Revenue from sale of goods and services, in the Company's statement of profit or loss.

FIC and BINV are credit card operators that issue cards and finance purchases for customers. In the period ended March 31, 2019, the balance of credit cards receivable from FIC and BINV totaled R$22 (R$202 as of December 31, 2019). These balances are recorded as Accounts receivable under Credit card companies, shown in Note 6(a).

For the three-month period ended March 31, 2020, the Company recognized R$8 (R$4 for the three-month period ended March 31, 2019) in finance costs arising from the sale of credit card receivables.

b) Intercompany loans with subsidiaries

For three-month period ended March 31, 2020, the Company recorded intercompany loans with subsidiary Bartira, monetarily restated at the average rate below:

	03/31/2020	12/31/2019
Indústria de Móveis Bartira Ltda. (“Bartira”)	**110.0%**	110.0%
VVLog Logística Ltda. (“VVLog”)	**-**	105.0%

c) Operations with CBD

A CBD is the Company's guarantor in an insurance distribution agreement, in addition to guarantor in financing and property lease agreements. Additionally, there is the reimbursement of lease expenses between the parties.

The Company also acquires food vouchers and benefits for its employees from CBD, at prices similar to those of the competition. No expenses were recorded for the three-month period ended March 31, 2020 (R$13 for the three-month period ended March 31, 2019).

d) Lease and provision of services

Via Varejo has leases with CBD, Sendas and GAS. Furthermore, the Company and its subsidiary Bartira have lease contracts regarding 298 properties, including distribution centers and commercial and administrative buildings, entered into under specific conditions with Casa Bahia Comercial (“CB”) and its shareholders, pursuant to Association Agreement entered into between Via Varejo, CBD, CB and CB's shareholders.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

The breakdown of amounts arising from the lease agreements is as follows:

	Consolidated			
	03/31/2020	12/31/2019	03/31/2020	12/31/2019
	Right of use	Right of use	Lease liability	Lease liabilitv
Statement of financial position				
Casa Bahia Comercial Ltda.	**1,122**	1,151	**(1,561)**	(1,590)

	Consolidated			
	03/31/2020	12/31/2019	03/31/2020	12/31/2019
	Depreciation	Depreciation	Lease interest	Lease interest
Statement of profit or loss				
Casa Bahia Comercial Ltda.	**(29)**	(28)	**(47)**	(47)

Until July 1, 2019 (date of the partial spin off of Cnova Brasil with the subsequent merger of the spun-off portion by Via Varejo), Via Varejo offered its products at the website of its subsidiary Cnova Brasil, paying a commission for the use of the subsidiary's sales platform. The Company recognized, until the date of the spin-off, an expense of R$20 for the three-month period ended March 31, 2019. From the partial spin-off, Via Varejo began to operate directly the e-commerce and marketplace businesses previously operated by Cnova Brasil.

In 2018, the Company entered into a service agreement with Greenyellow to implement energy efficiency solutions in certain branches, with the objective of monitoring and ensuring the reduction of electricity consumption. Greenyellow receives a percentage of the energy cost reduction as compensation. Greenyellow is also a supplier of certain fixed assets classified under Facilities.

e) Purchase and sale of goods and services

In the three-month periods ended March 31, 2020 and March 31, 2019, the Company conducted the following related party transactions:

		Revenue (expenses), net	
Counterparty	Transaction	03/31/2020	03/31/2019
Cnova	Sale of goods	**-**	13
CBD	Commission for intermediation of purchase	**-**	9
Bartira	Purchase of goods	**(115)**	(125)
VVLog	Freight services	**-**	(45)
Cnova	Purchase of goods	**-**	(51)

f) Association agreement between Via Varejo, CBD and CB and related covenants

On July 1, 2010, the First Amendment to the Association Agreement (“Association Agreement”) was entered into between Via Varejo, CBD and CB, which, among other rights, guaranteed Via Varejo the right to be indemnified, in respect of losses and damages, by CBD and CB, regarding certain lawsuits and reimbursement of expenses related to facts or acts whose origin or triggering event had occurred under the responsibility of the former controlling shareholders of Via Varejo (formerly Globex Utilidades) and of the companies included in the Association Agreement.

As provided in the Association Agreement, after the six-year period from the closing date of the transaction, which occurred on November 8, 2016, the procedures referring to indemnification related to the new lawsuits were terminated and negotiations between the parties began for collection and settlement of existing balances relating to such losses and damages.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

On July 4, 2017, the Company entered into an Agreement Term with CB, together with CBD, to (i) settle losses and damages already incurred until November 8, 2016; (ii) define new criteria to determine liabilities for losses and damages related to contingencies; (iii) hold periodic meetings in which each party must present the losses and damages incurred as from November 9, 2016, to be indemnified by the other party; and (iv) set up guarantees to meet CB's obligation to indemnify in relation to the contingencies.

The Agreement Term was approved by the Company's Board of Directors and by CBD on July 24, 2017. CB partner sureties were provided as guarantees for compliance with said Agreement Term, as well as mortgages on properties owned by CB, in an amount sufficient to cover the total potential contingencies identified on November 8, 2016.

On October 24, 2018, the Company and CB, jointly with CBD, entered into an Amendment to the Agreement Term with a view to improving the Agreement Term's criteria and clarifying certain provisions and conditions, thus enabling the settlement of outstanding balances presented in the periodic meetings.

The Company has maintained the contractual terms of the Association Agreement and related amendments until the date of approval of this interim financial information.

g) Key management personnel compensation

Expenses related to total key management personnel compensation (Statutory Officers and members of the Board of Directors), recorded in the statement of profit or loss for the three-month period ended March 31,2020 are as follows:

	03/31/2020		
	Short-term benefits	**Share-based payment**	**Total**
Executive Board	**2**	**9**	**11**
Board of Directors	**2**	**-**	**2**
	4	**9**	**13**

	03/31/2019		
	Short-term benefits	**Share-based payment**	**Total**
Executive Board	3	1	4
Board of Directors	1	-	1
	4	1	5

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

10. Investments

a) Balances and changes

	Individual				
	Lake	Bartira	Cnova Brasil	Others	Total
Balance at December 31,2018	107	758	(57)	72	880
Capital increase (i)	-	-	96	-	96
Equity pickup - P&L	9	(2)	(106)	1	(98)
Distribution of dividends	(2)	-	-	-	(2)
Equity pickup - other comprehensive income	-	-	(2)	-	(2)
Balance at March 31,2019	114	756	(69)	73	874

	Individual				
	Lake	Bartira	Cnova Brasil	Others	Total
Balance at December 31,2019	150	735	16	72	973
Equity pickup	**13**	**(4)**	**-**	**-**	**9**
Unearned income - inventories	**-**	**3**	**-**	**-**	**3**
Distribution of dividends	**(4)**	**-**	**-**	**-**	**(4)**
Balance at March 31,2020	**159**	**734**	**16**	**72**	**981**

(i) In 2019, the Company increased the capital of subsidiary Cnova Brasil by R$96, by converting debts with Via Varejo.

i) *FIC and BINV*

These are financial institutions created with the objective of financing sales directly to CBD and Via Varejo customers. BINV is the result of the association of the Company with Banco Itaú Unibanco S.A., while FIC is the result of the association of CBD and the Company with Banco Itaú Unibanco S.A. The Company exercises significant influence over the investments, but not control, through participation in the Board of Directors of the affiliates. The share in the total voting capital of FIC and BINV corresponds to 14.24% and 50.00%, respectively, arising from the investments of the subsidiary Lake.

	Consolidated		
	FIC (i)	BINV (i)	Total
Balance at December 31, 2018	79	29	108
Equity pickup - P&L	8	2	10
Distribution of dividends	(4)	-	(4)
Balance at March 31, 2019	83	31	114

	Consolidated		
	FIC (i)	BINV (i)	Total
Balance at December 31, 2019	108	38	146
Equity pickup - P&L	**11**	**2**	**13**
Balance at March 31, 2020	**119**	**40**	**159**

(i) The calculation of the investment considers the investee's equity, less the special goodwill reserve, which is the exclusive right of Itaú Unibanco S.A.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

b) Summarized financial information of associates

The financial information of associates deemed material by the Company for equity pickup calculation are the following:

	FIC		BINV	
Statement of financial position	**03/31/2020**	**12/31/2019**	**03/31/2020**	**12/31/2019**
Current assets	**6,735**	7,086	**701**	640
Noncurrent assets	**51**	51	**-**	-
Total assets	**6,786**	7,137	**701**	640
Current liabilities	**5,809**	6,185	**629**	563
Noncurrent liabilities	**14**	21	**2**	3
Equity (i)	**963**	931	**70**	74
Total liabilities and equity	**6,786**	7,137	**701**	640
Statement of profit or loss	**03/31/2020**	**03/31/2019**	**03/31/2020**	**03/31/2019**
Revenues	**321**	172	**24**	12
Operating income	**126**	52	**8**	7
Net income	**76**	52	**5**	4

(i) The calculation of the investment considers the investee's equity, less the special goodwill reserve, which is the exclusive right of Itaú Unibanco S.A.

There are no significant restrictions related to investments held by the Company.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

11. Property, plant and equipment

a) Breakdown of balances and changes

	Individual						Consolidated					
	Balance at 03/31/2020			Balance at 12/31/2019			Balance at 03/31/2020			Balance at 12/31/2019		
	Cost	Accumulated depreciation	Net	Cost	Accumulated depreciation	Net	Cost	Accumulated depreciation	Net	Cost	Accumulated depreciation	Net
Land	**12**	**-**	**12**	12	-	12	**15**	**-**	**15**	15	-	15
Buildings	**15**	**(8)**	**7**	15	(8)	7	**20**	**(13)**	**7**	20	(13)	7
Leasehold improvements	**1,074**	**(408)**	**666**	1,069	(391)	678	**1,077**	**(408)**	**669**	1,072	(391)	681
Machinery and equipment	**228**	**(140)**	**88**	225	(135)	90	**419**	**(272)**	**147**	416	(264)	152
IT equipment	**509**	**(349)**	**160**	503	(333)	170	**512**	**(350)**	**162**	506	(334)	172
Facilities	**156**	**(54)**	**102**	152	(60)	92	**175**	**(62)**	**113**	172	(68)	104
Furniture and fixtures	**322**	**(175)**	**147**	311	(163)	148	**325**	**(177)**	**148**	313	(165)	148
Vehicles	**5**	**(4)**	**1**	5	(4)	1	**16**	**(8)**	**8**	17	(8)	9
Construction in progress	**67**	**-**	**67**	63	-	63	**68**	**-**	**68**	64	-	64
Others	**57**	**(40)**	**17**	54	(38)	16	**57**	**(40)**	**17**	55	(38)	17
	2,445	**(1,178)**	**1,267**	2,409	(1,132)	1,277	**2,684**	**(1,330)**	**1,354**	2,650	(1,281)	1,369

	Balance at 12/31/2018	Additions	Write-offs	Depreciation	Transfers	Balance at 03/31/2019	Balance at 12/31/2018	Additions	Write-offs	Depreciation	Transfers	Balance at 03/31/2019
Changes in 2019	1,293	53	(7)	(41)	3	1,301	1,444	55	(8)	(48)	2	1,445
	Balance at 12/31/2019	**Additions**	**Write-offs**	**Depreciation**	**Transfers**	**Balance at 03/31/2020**	**Balance at 12/31/2019**	**Additions**	**Write-offs**	**Depreciation**	**Transfers**	**Balance at 03/31/2020**
Changes in 2020	1,277	**47**	**(6)**	**(48)**	**(3)**	**1,267**	1,369	**48**	**(8)**	**(52)**	**(3)**	**1,354**

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

b) Classification of depreciation and amortization of Property and equipment and Intangible assets in the statement of profit or loss

In the periods ended March 31, 2020 and March 31, 2019, the Company recognized the following depreciation and amortization amounts in cost of goods and services sold:

	Individual		Consolidated	
	03/31/2020	**03/31/2019**	**03/31/2020**	**03/31/2019**
Depreciation and amortization	**10**	9	**14**	16

c) Impairment tests of property and equipment

The recoverable amount of the CGUs was determined by means of a calculation based on the value in use considering cash projections for the next five years. The following assumptions were used in the calculation: (i) growth rate for the five-year period 2020-2024, according to the Company's strategic planning; (ii) average sales growth rate of 10.2% for the fourth and fifth years; and (iii) discount rate representing the Company's weighted average cost of capital of 9.75% p.a. The inflation rate of 3.5% p.a. was considered for all periods.

As a result of this analysis, in the year ended December 31, 2019, a reduction due to impairment was recorded in the amount of R$31 (R$1 at December 31, 2018) related to 11 stores.

As disclosed in Note 2.6, by virtue of the macroeconomic scenario, the Company conducted other analyses regarding the need to reduce the recoverable amount of its assets. These new analyses were performed considering the same assumptions used in preparing the annual Financial Statements; however, the projections used for the impairment tests were revised considering the current scenario of the COVID-19 outbreak, as well as updating the discount rates and the carrying amounts of the assets. The analyses concluded that there were no significant differences in the balances calculated and recorded in the annual financial statements as at December 31, 2019.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

12. Intangible assets

a) Breakdown of balances and changes

	Individual						Consolidated					
	Balance at 03/31/2020			Balance at 12/31/2019			Balance at 03/31/2020			Balance at 12/31/2019		
	Cost	Accumulated amortization	Net	Cost	Accumulated amortization	Net	Cost	Accumulated amortization	Net	Cost	Accumulated amortization	Net
Goodwill (i)	**-**	**-**	**-**	-	-	-	**627**	**-**	**627**	627	-	627
Software under development	**99**	**-**	**99**	181	-	181	**99**	**-**	**99**	181	-	181
Software and licenses	**667**	**(280)**	**387**	573	(282)	291	**672**	**(283)**	**389**	578	(284)	294
Contractual rights (ii)	**251**	**(187)**	**64**	251	(177)	74	**251**	**(187)**	**64**	251	(178)	73
Trademarks and patents (iii)	**-**	**-**	**-**	-	-	-	**46**	**-**	**46**	46	-	46
Favorable contract (iv)	**-**	**-**	**-**	-	-	-	**36**	**(13)**	**23**	36	(13)	23
Commercial rights (v)	**68**	**(67)**	**1**	68	(67)	1	**68**	**(67)**	**1**	68	(67)	1
	1,085	**(534)**	**551**	1,073	(526)	547	**1,799**	**(550)**	**1,249**	1,787	(542)	1,245

	Balance at 12/31/2018	Additions	Write-offs	Amortization	Transfers	Balance at 03/31/2019	Balance at 12/31/2018	Additions	Write-offs	Amortization	Transfers	Balance at 03/31/2019
Changes in 2019	625	45	(2)	(19)	(3)	646	1,373	49	(2)	(30)	(2)	1,388
	Balance at 12/31/2019	**Additions**	**Write-offs**	**Amortization**	**Transfers**	**Balance at 03/31/2020**	**Balance at 12/31/2019**	**Additions**	**Write-offs**	**Amortization**	**Transfers**	**Balance at 03/31/2020**
Changes in 2020	547	**35**	**1**	**(35)**	**3**	**551**	1,245	**35**	**2**	**(36)**	**3**	**1,249**

(i) Goodwill: the Company records goodwill for expected future profitability resulting from the acquisition of Bartira in 2013, in the amount of R$627.

(ii) Contractual rights: the Company's contractual rights refer to re-acquisition of insurance intermediation rights and extended warranty. The useful lives of these assets were established based on the end date of the re-acquired rights.

(iii) Trademarks and patents: as a result of Bartira's business combination, a value for this brand was recognized in the amount of R$46 based on the royalties relief methodology, which represents the remuneration that would be adopted in the market for the use of the brand had it not been acquired.

(iv) Favorable contract: as part of Bartira's business combination, the property used by Bartira is leased from the lessor Casa Bahia Comercial Ltda. The measurement was made using information from comparable transactions in the market.

(v) Commercial rights: Refers to amounts paid to former owners of points of sale.

b) Impairment testing of intangible assets

The Company analyzes, at least annually, if there is any indication that intangible assets with finite useful lives are not capable of generating future economic benefits through the generation of revenue from the sale of products or services, cost reduction, or other benefits resulting from the use of the asset by the Company.

In the year ended December 31, 2019, management performed an analysis together with its information technology department about whether the projects in question were economically feasible. The cases in which it was not likely that intangible assets would be able to generate economic benefits and/or that their maintenance was not in line with the new Company management's strategy were discontinued. As a consequence, balances recorded until then were reduced to their recoverable value, which resulted in a write down to P&L of R$142.

In the period ended March 31, 2020, the Company did not identify any other intangible assets that management has assessed as not capable of generating future economic benefits. It should also be mentioned that, due to the temporary closing of its physical stores (as mentioned in the material news release disclosed on March 21, 2020), the Company decided to focus its investments on e-commerce. The Company decided at that time to concentrate investments in logistics, infrastructure and especially in technology.

13. Loans and financing

a) Breakdown of balances

		Individual		Consolidated	
	Rate	**03/31/2020**	**12/31/2019**	**03/31/2020**	**12/31/2019**
CDCI (i)	6.08% p.a.	**3,652**	3,746	**3,652**	3,746
Promissory notes (ii)	3.89% p.a.	**1,546**	1,528	**1,546**	1,528
Foreign currency loans		**-**	127	**-**	127
Debentures (iii)	4.06% p.a.	**507**	500	**507**	500
		5,705	5,901	**5,705**	5,901
Current		**4,783**	4,944	**4,783**	4,944
Noncurrent		**922**	957	**922**	957
Financial instruments - fair value hedge		**-**	2	**-**	2
Total loans and financing, net		**5,705**	5,899	**5,705**	5,899

(i) CDCI

Direct Consumer Credit with Seller Intervention (“CDCI”) operations correspond to the financing of sales in installments to customers, through financial institutions (see Note 6(a)). The rates are fixed for each contract entered into. In the three-month period ended March 31,2020, the weighted average rate adopted by financial institutions for CDCI operations was 6.08% p.a. (6.40% p.a. at December 31, 2019).

(ii) Promissory notes

On September 10, 2019, the Company made the 2nd issue of commercial promissory notes, in a single series. The Company issued 1,500 (one thousand five hundred) notes with a nominal unit value of R$1, which were publicly distributed with restricted placement efforts pursuant to CVM Ruling No. 476/2009. The amounts raised will be used to optimize cash flow in the ordinary course and management of the Company's business. The promissory notes mature in September 2020.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

(iii) Debentures

On December 23, 2019, the Company made the 4th issue of simple, non-convertible debentures in a single series. The Company issued 500,000 (five hundred thousand) notes with a nominal unit value of R$1,000.00 (one thousand reais), which were publicly distributed with restricted placement efforts pursuant to CVM Ruling No. 476/2009. The debentures mature in two years from the issue date, and the funds raised were used to extend the Company's debt maturity profile.

b) Changes

The table below shows the changes in the cash flow financing activities.

	Individual	Consolidated
Balance at December 31, 2018	4,321	4,325
Cash flows from financing activities		
Funds raised (i)	1,238	1,238
Repayment (i)	(1,246)	(1,247)
Payment of interest (i)	(71)	(71)
Non-cash changes		
Interest incurred (i)	72	72
Foreign exchange differences	2	2
Mark to market	(1)	(1)
Balance at March 31, 2019	4,315	4,318
Balance at December 31, 2019	5,899	5,899
Cash flows from financing activities		
Funds raised (ii)	**1,266**	**1,266**
Repayment (ii)	**(1,475)**	**(1,475)**
Payment of interest (ii)	**(58)**	**(58)**
Non-cash changes		
Interest incurred (ii)	**81**	**81**
Swap	**(4)**	**(4)**
Foreign exchange differences	**(4)**	**(4)**
Balance at March 31, 2020	**5,705**	**5,705**

(i) At March 31, 2019, the amounts related only to CDCI operations included funding of R$1,238, repayments of R$1,236, payment of interest of R$60, and interest incurred of R$59.

(ii) At March 31, 2020, the amounts related only to CDCI operations included funding of R$1,266, repayments of R$1,358, payment of interest of R$58, and interest incurred of R$56.

c) Maturity of loans and financing recognized in noncurrent liabilities

Year	Individual	Consolidated
9-month period of 2021	408	408
2022	514	514
Total	**922**	**922**

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

d) Covenants

The Company constantly monitors significant indicators, such as the consolidated financial leverage ratio, which is total net debt divided by Earnings Before Interest, Tax, Depreciation and Amortization Adjusted (Adjusted EBITDA).

Promissory notes and debentures

The maintenance of the contractual maturity of promissory notes and debentures at their original maturities is subject to covenants, which are being regularly complied with. The key covenant compliance indicators are the following:

Covenants on net debt:

(i) Adjusted net debt not to exceed Equity and
(ii) Ratio between adjusted net debt and adjusted EBITDA for verification related to all quarters.

In the period ended March 31, 2020, the Company fully complied with all covenants related to loans and financing.

14. Financial risk management

a) Breakdown of financial instruments

The key financial instruments and related amounts recorded in the interim financial information, by category, are as follows:

	Individual		Consolidated	
	03/31/2020	**12/31/2019**	**03/31/2020**	**12/31/2019**
Financial assets				
Amortized cost				
Cash and cash equivalents	**2,084**	1,320	**2,129**	1,364
Accounts receivable (except credit card companies)	**2,528**	2,473	**2,529**	2,474
Related parties	**189**	237	**215**	262
Fair value through other comprehensive income				
Credit card companies	**752**	3,004	**752**	3,004
Fair value through profit or loss				
Financial instruments- fair value hedge	**-**	2	**-**	2
Financial liabilities				
Trade accounts payable	**(6,483)**	(7,232)	**(6,549)**	(7,278)
Trade accounts payable - supplier agreement	**(1,489)**	(647)	**(1,489)**	(647)
Loans and financing	**(5,705)**	(5,774)	**(5,705)**	(5,774)
Lease liabilities	**(4,445)**	(4,543)	**(4,486)**	(4,583)
Related parties	**(107)**	(121)	**(91)**	(119)
Transfer to third parties	**(442)**	(515)	**(442)**	(515)
Fair value through profit or loss				
Loans and financing	**-**	(127)	**-**	(127)

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

The Company's treasury operations are regularly reported to the Financial Committee, the Board of Directors' advisory body, and, if necessary, directly to the Board of Directors, which approves the policies to be followed by the Company's treasury. The most significant risks to which the Company is exposed are related to market risks arising from changes in basic interest rates, exchange differences, liquidity and credit risks. The Company monitors such risks and the respective impacts on financial projections.

b) Market risk

To calculate the sensitivity analysis, the interest rate risk for asset and liability balances presented by the Company at March 31, 2020 is the decrease in the CDI percentage, since the total balance of short-term investments exceeded the balance of loans and financing indexed to the same interest rate type.

i) *Basic interest rate*

The Company raises loans and financing in local currency from the major financial institutions, at fixed and floating rates, among which the CDI, to cover working capital and investment needs. Likewise, the Company makes short-term investments by reference to the CDI as part of its cash management strategy.

The sensitivity analysis prepared considered an estimate of the net effect on P&L for the next 12 months. Three scenarios were considered. In scenario I, the annual interest rate was defined based on the CDI curve obtained from B3 for the maturity dates of operations, limited to 12 months, at the rate of 3.33% p.a. Scenarios II and III considered interest rate increases of 25% and 50%, respectively.

The table below shows analysis of interest rate risk sensitivity, with the possible net impact on P&L for each of the scenarios:

		Consolidated	**Sensitivity analysis**		
Transactions	**Risk**	**Balance at 03/31/2020**	**Scenario I**	**Scenario II**	**Scenario III**
Short-term investments	CDI decrease	**2,089**	**68**	**51**	**34**
Bank loans (*)	CDI decrease	**(2,053)**	**(92)**	**(68)**	**(45)**
Impact on P&L - expense			**(24)**	**(17)**	**(11)**

(*) Does not include CDCI loan agreements as these are subject to fixed interest rates. The sensitivity analysis of the derivative financial instrument is presented below.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

ii) *Exchange rate and interest on foreign currency loans*

The Company had loans in foreign currency hedged by swap contracts, as described below:

		Contract date				Individual and Consolidated	
Foreign currency loan (hedged item)	Counterparty	Reference amount USD million	Reference amount R$ million	Contract date	Maturity date	Fair value 03/31/2020	Fair value 12/31/2019
	Itaú	(30)	(117)	07/06/2018	01/15/2020	-	(127)
		(30)	(117)			-	(127)
Financial instruments - Fair value hedge							
Long position		30	117				127
Short position		(30)	(117)				(125)
Swap position, net		-	-				2

Derivative financial instruments and financial instruments designated as hedged items were accounted for at fair value.

Gains and losses on swap contracts, whether realized or not, are recorded as Finance income (costs), net.

The balance receivable or payable, at fair value, is recorded as Financial instruments - fair value hedge, according to the net value of the respective instrument. In the three-month period ended March 31, 2020, the Company did not recognize gain or loss on foreign currency swap contracts in P&L (loss of R$3 for the three-month period ended March 31, 2019).

c) Liquidity risk

The Company adopts the policy of maintaining sufficient short-term investments, loans and credit lines to meet short- and long-term cash needs. The Company regularly monitors cash forecasts that include, in the respective maturities, the settlement of contracted financial assets and liabilities. The Company's Treasury maintains sufficient credit lines to meet the expected working capital needs. Sensitivity analyses are carried out on a regular basis to assess the impact on the Company's liquidity position, in case the existing credit lines are not renewed.

The table below shows the undiscounted cash flows of the financial liabilities held by the Company. The table includes principal and interest, calculated until the maturity of the financial liabilities. Accordingly, the balances presented may not match the statements of financial position balances.

	03/31/2020							
	Individual				Consolidated			
	Within 1 year	1 to 5 years	Above 5 years	Total	Within 1 year	1 to 5 years	Above 5 years	Total
Trade accounts payable	**6,483**	**-**	**-**	**6,483**	**6,549**	**-**	**-**	**6,549**
Trade accounts payable - supplier agreement	**1,497**	**-**	**-**	**1,497**	**1,497**	**-**	**-**	**1,497**
Loans and financing	**4,925**	**951**	**-**	**5,876**	**4,925**	**951**	**-**	**5,876**
Lease liabilities	**896**	**3,759**	**1,553**	**6,208**	**903**	**3,794**	**1,582**	**6,279**
Related parties	**107**	**-**	**-**	**107**	**91**	**-**	**-**	**91**
Transfer to third parties	**442**	**-**	**-**	**442**	**442**	**-**	**-**	**442**
	14,350	**4,710**	**1,553**	**20,613**	**14,407**	**4,745**	**1,582**	**20,734**

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

d) Credit risk

The Company is exposed to credit risk for cash and cash equivalents held with financial institutions, in the position of accounts receivable generated in commercial transactions, as well as in non-recurring transactions, such as sale of non-financial assets.

To minimize credit risk in relation to cash and cash equivalent balances, the Company adopts policies that restrict the banking relationship in financial institutions validated by the Financial Committee and approved by the Board of Directors. Transactions are conducted with top-tier banks only. This policy also establishes monetary limits and concentration of risks that are regularly updated.

The credit risk is mitigated for accounts receivable balances as a significant portion of the Company's sales takes place with credit cards, which are substantially securitized with the credit card companies. Sales financed through Direct Consumer Credit with Seller Intervention ("CDCI") are credit lines acquired from Bradesco, Safra and Banco do Brasil, with the objective of customer financing with the Company's intervention. Under this method, the Company holds the credit risk, adopting careful procedures when granting the credit. The balance receivable from customers is dispersed, with no representative individual amounts.

Estimates of loss due to impairment of financial assets are calculated according to the Company's accounting policy, described in Note 6(a) . Balances of these estimates presented at March 31, 2020 and December 31, 2019 were considered sufficient by management to cover possible losses on the receivables portfolio.

e) Capital management

The objective of the Company management is to ensure an adequate credit risk rating, in addition to a well- established proportion of third-party capital, in order to support the business and maximize shareholder's value. The Company manages the capital structure and monitors the financial position considering changes in economic conditions. The Company is not subject to any capital requirements by regulatory agencies.

	Consolidated			
	03/31/2020		**12/31/2019**	
Assets (liabilities)	**With CDCI**	**Without CDCI**	**With CDCI**	**Without CDCI**
Cash and cash equivalents	**2,129**	**2,129**	1,364	1,364
Loans and financing	**(5,705)**	**(2,053)**	(5,901)	(2,155)
Financial instruments - fair value hedge	**-**	**-**	2	2
Trade accounts payable - supplier agreement (i)	**(1,489)**	**(1,489)**	(647)	(647)
Net cash (net debt)	**(5,065)**	**(1,413)**	(5,182)	(1,436)
Equity	**641**	**641**	578	578
Net debt ratio	**(7.90)**	**(2.20)**	(8.97)	(2.48)

(i) Trade accounts payable - supplier agreement: these refer to financial liabilities characterized by prepayments to suppliers, through financial institutions, whose maturities have been postponed. Due to the characteristics of commercial negotiation of deadlines between suppliers and the Company, these financial liabilities were included in programs for advancing funds through the Company's credit lines with financial institutions, at the implied financial cost of 5.88% p.a. at March 31, 2020 (6.18% p.a. at December 31, 2019). The Company understands that this transaction is of a specific nature and classifies it separately from Trade accounts payable.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

f) Fair value measurement

At March 31, 2020, the Company maintained certain financial assets and liabilities, for which the disclosure of fair value measurement is required in accordance with CPC 40 (IFRS 7), as shown in the table below:

	03/31/2020			
	Individual		Consolidated	
	Book value	Fair value	Book value	Fair value
Amortized cost				
Consumer financing - CDCI (i)	**2,574**	**2,809**	**2,574**	**2,809**
Loans and financing - CDCI (ii)				
Fair value through other comprehensive income	**(3,652)**	**(3,679)**	**(3,652)**	**(3,679)**
Credit card companies (ii)	**752**	**752**	**752**	**752**

(i) These are classified at level 3, as non-observable inputs are used for fair value measurement. For this calculation, the Company used as assumption the CDCI receivables portfolio and the expectation of loss on the notes, as well as the average discount rate of trade notes.

(ii) These are classified at level 2, as readily observable market inputs are used, such as interest rate projections, spot and future exchange rate parity quotes, and negotiations with independent parties.

The Company evaluated and concluded that, except for those indicated in the previous table, most of its financial assets and liabilities are equivalent to their book values, mainly due to their short-term maturities.

The Company's financial instruments are not traded on organized markets and will be held until their maturity, except for the financial assets of Credit card companies.

15. Taxes payable

a) Breakdown of balances

	Individual		Consolidated	
	03/31/2020	12/31/2019	03/31/2020	12/31/2019
ICMS payable	**111**	166	**112**	167
Special Tax Settlement Program (PERT) (i)	**27**	27	**27**	27
Withholding Income Tax (IRRF) payable	**13**	19	**14**	19
Income and social contribution taxes payable	**-**	-	**-**	1
Others	**7**	7	**9**	9
	158	219	**162**	223
Current	**134**	194	**138**	198
Noncurrent	**24**	25	**24**	25

(i) The Company enrolled with the Special Tax Settlement Program (“PERT”) established by Provisional Executive Order (“MP”) No. 783/2017, which allows the settlement of debts with the Brazilian Internal Revenue Service (“SRFB”) and the Brazilian General Attorney's Office of the National Treasury (“PGFN”).

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

16. Current and deferred income and social contribution taxes

a) Reconciliation of income and social contribution tax income (expense)

	Individual		Consolidated	
	03/31/2020	**03/31/2019**	**03/31/2020**	**03/31/2019**
Income (loss) before taxes	**19**	(23)	**17**	(32)
Income and social contribution taxes at the statutory rate of 34%	**(6)**	8	**(6)**	11
Equity pickup	**4**	(33)	**4**	3
Unrecognized tax loss (i)	**-**	-	**-**	(33)
Other permanent differences	**(4)**	(2)	**(2)**	1
Fair value adjustment of financial instruments	**(18)**	(1)	**(18)**	-
Effective income and social contribution taxes	**(24)**	(28)	**(22)**	(18)
Current taxes recognized in P&L	**-**	-	**-**	1
Deferred taxes recognized in P&L	**(6)**	(27)	**(4)**	(19)
Income and social contribution tax income (expenses)	**(6)**	(27)	**(4)**	(18)
Deferred taxes recognized in other comprehensive income (loss)	**(18)**	(1)	**(18)**	-
	(24)	(28)	**(22)**	(18)

(i) The subsidiary Cnova Brasil does not recognize deferred tax assets arising from tax losses as there is no expectation of realization due to losses recorded in prior years. For three-month period ended March 31, 2020, deferred income and social contribution taxes not recognized in the statement of financial position relating to tax loss carryforwards amounted to R$446 (R$446 at December 31, 2019).

b) Breakdown of deferred income and social contribution taxes is as follows:

	Individual		Consolidated	
	03/31/2020	**12/31/2019**	**03/31/2020**	**12/31/2019**
Provision for contingencies	**524**	547	**537**	561
Allowance for expected credit losses	**164**	166	**164**	166
Income and social contribution tax losses	**444**	352	**500**	407
Provision for current expenses	**27**	40	**28**	41
Expected losses on property and equipment and inventory	**72**	132	**72**	132
Leases	**288**	286	**292**	289
Others	**21**	38	**21**	38
Total deferred tax assets	**1,540**	1,561	**1,614**	1,634
Depreciation and amortization of property and equipment and intangible assets	**(134)**	(130)	**(144)**	(140)
PPA Bartira	**-**	-	**(25)**	(27)
Others	**-**	-	**(7)**	(6)
	(134)	(130)	**(176)**	(173)
	1,406	1,431	**1,438**	1,461

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

Deferred income and social contribution taxes are stated in the statement of financial position at the net amount, by taxpaying entity, as follows:

	Individual		Consolidated	
	03/31/2020	**12/31/2019**	**03/31/2020**	**12/31/2019**
Deferred tax assets	**1,406**	1,431	**1,444**	1,467
Deferred tax liabilities	**-**	-	**(6)**	(6)

c) Expected realization of deferred income and social contribution tax assets

Deferred income and social contribution tax assets were recognized as a result of studies prepared by management that show the generation of future taxable profits in an amount sufficient for the full realization of these amounts, in addition to the expected realization of deductible temporary differences, as follows:

At March 31, 2020	**Individual**	**Consolidated**
9-month period of 2020	557	564
2021	154	162
2022	158	168
2023	144	154
2024	157	167
Above 5 years	370	399
	1,540	**1,614**

17. Provision for contingencies

a) Balances and changes

	Individual			
	Tax	**Social security and labor**	**Civil and others**	**Total**
Balance at December 31,2018	114	686	103	903
Additions	-	156	29	185
Payments	-	(139)	(16)	(155)
Reversals	(114)	(47)	(17)	(178)
Monetary restatement	1	19	3	23
Balance at March 31,2019	1	675	102	778
Balance at December 31,2019	2	1,475	322	1,799
Additions	**-**	**180**	**49**	**229**
Payments	**-**	**(124)**	**(22)**	**(146)**
Reversals	**-**	**(218)**	**(29)**	**(247)**
Monetary restatement	**-**	**41**	**9**	**50**
Balance at March 31,2020	**2**	**1,354**	**329**	**1,685**

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

	Consolidated			
	Tax (i)	Social security and labor (ii)	Civil and others (iii)	Total
Balance at December 31, 2018	149	700	128	977
Additions	-	160	50	210
Payments	-	(142)	(30)	(172)
Reversals	(114)	(48)	(21)	(183)
Monetary restatement	1	19	4	24
Balance at March 31,2019	36	689	131	856
Balance at December 31, 2019	39	1,503	323	1,865
Additions	**-**	**185**	**49**	**234**
Payments	**-**	**(126)**	**(22)**	**(148)**
Reversals	**-**	**(221)**	**(29)**	**(250)**
Monetary restatement	**-**	**41**	**9**	**50**
Balance at March 31, 2020	**39**	**1,382**	**330**	**1,751**

(i) Tax

Tax proceedings are subject, by law, to monthly restatement, calculated based on index used by each tax jurisdiction. In all proceedings, both interest charges and fines on unpaid amounts, when applicable, were fully computed and provisioned.

At March 31, 2019, the Company reversed the provision for the tax proceeding related to PIS and COFINS credits on advertising expenses, in the amount of R$108. The Company showed, through technical studies, how essential these expenses have been for sales performance in recent years. Additionally, based on recent opinions of the High Court of Justice (“STJ”) and of our externai legal advisors, if the Company were to be notified and a proceeding filed, the probability of cash disbursement would be possible.

At March 31, 2020, significant tax proceedings provisioned refer to PIS/COFINS credits amounting to R$38, whose offsetting was not approved. The provision was recorded based on the assessment of external advisors and corroborated by management.

(ii) Social security and labor

The Company is a party to various labor claims relating to employee severance, as result of the ordinary turnover of its business. At March 31, 2020, the Company maintained a provision in the amount of R$1,382 (R$1,503 at December 31, 2019).

The Company has 26,372 ongoing labor claims at March 31, 2020 (28,180 at December 31, 2019). The provision for labor contingencies is calculated based on effective historical losses applied to the total ongoing claims per position.

(iii) Civil and others

The Company is also a defendant in civil proceedings. Significant proceedings are:

- Proceedings requesting the renewal of store rent, in which the Company is required to pay provisional rent amounts until a final and unappealable decision on the litigation. During the trial period of proceedings, the Company recognizes a provision based on the difference between the amount paid as provisional rent and the amounts claimed by the lessors. At March 31, 2020, this provision totaled R$44 (R$44 at December 31, 2019);

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

- Proceedings involving consumer relations law: The Company has 43,305 ongoing civil proceedings at March 31, 2020 (41,471 at December 31, 2019). The provision is calculated based on effective historical losses, per type of proceeding, applied to the total ongoing proceedings. At March 31, 2020, this provision totaled R$286 (R$279 at December 31, 2019). Worth highlighting that the increase in the balance of provision for Civil contingencies derived from the changes implemented in the calculation methodology: (i) restatement of average ticket used to calculate the proceedings contained in the mass; (ii) collective proceedings and those that have characteristics that differentiate them from the proceedings contained in the mass began to be analyzed individually. In practice, an independent firm has been engaged to calculate and analyze the risks to which the Company may be exposed, and the related amount is provisioned according to the procedural moment.

b) Contingent liabilities

(i) The Company is a party to other contingencies that were analyzed by legal advisors and assessed as possible loss which, therefore, are not provisioned, totaling R$2,024 at March 31, 2020 (R$2,007 at December 31, 2019), mainly related to:

Tax

- COFINS, PIS, IRPJ, IRRF, CSLL and INSS: (i) administrative and legal proceedings related to offset requests not recognized by tax authorities, generated due to credits from favorable court decisions, payment differences and fine for noncompliance with accessory obligations; (ii) tax delinquency notice as a result of PIS and COFINS not levied on amounts deemed by the Brazilian IRS as taxable revenues, among which are bonuses paid to suppliers; (iii) use of PIS and COFINS credits relating to advertising expenses and card administration fees; and (iv) other proceedings of less materiality. The amount involved in the referred to proceedings at March 31, 2020 is approximately R$737 (R$722 at December 31, 2019).
- ICMS, ISS and Real Estate Tax (“IPTU”): (i) administrative and legal proceedings resulting from ISS not levied on amounts deemed by the municipal tax authorities as service revenue; (ii) tax delinquency notices arising from alleged differences upon crosschecking the information filed with the state finance departments, and ICMS not levied on sale of extended warranty services; (iii) tax delinquency notices arising from the use of credits for acquisition of goods from suppliers with irregular state registration and fine for noncompliance with accessory obligations; and (iv) other proceedings of less materiality. The amount involved in the referred to proceedings at March 31, 2020 is approximately R$969 (R$955 at December 31, 2019).
- Mandala goodwill: tax delinquency notice due to the deduction of amortization charges in 2012 and 2013 relating to goodwill arising from the acquisition of Ponto Frio in calendar year 2009. The restated amount of the tax delinquency notice corresponds to IRPJ and CSLL amounting to R$93 at March 31, 2020 (R$92 at December 31, 2019).
-

Civil and others

At March 31,2020, the Company is a party to other civil contingencies totaling R$168 (R$183 at December 31, 2019) that were analyzed by legal advisors and assessed as possible loss which, therefore, are not provisioned.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

c) Judicial deposits

The Company is challenging the payment of certain taxes, contributions and labor and social security obligations and supplied appeal bonds (restricted) in amounts equivalent to those pending final decisions. This amount is recorded in the Company's assets, as follows:

	Individual		Consolidated	
	03/31/2020	**12/31/2019**	**03/31/2020**	**12/31/2019**
Social security and labor	**481**	517	**497**	532
Tax	**62**	61	**66**	65
Civil and others	**75**	31	**75**	32
	618	609	**638**	629

d) Guarantees

At March 31, 2020, the Company offered legal and commercial guarantees arising from civil, labor and tax proceedings, as follows:

Proceedings	Letter of guarantee
Tax	953
Civil and others	1,004
Social security and labor	885
	2,842

At March 31, 2020, the Company presents guarantees and bank sureties involving commercial agreements on financial services (deferred revenue). These guarantees and sureties are granted by Companhia Brasileira de Distribuição - corporate guarantees - and the Company pays a commission for them. At March 31, 2020, such collaterals totaled R$2,842 (R$2,394 at December 31, 2019).

18. Leases

a) Balance breakdown and changes

Right-of-use assets

	Individual	Consolidated
Balance at December 31,2018	3,334	3,401
Additions and remeasurement	121	121
Write-offs	(25)	(25)
Depreciation	(125)	(127)
Balance at March 31,2019	3,305	3,370

	Individual	Consolidated
Balance at December 31,2019	3,612	3,640
Additions and remeasurement	**46**	**46**
Depreciation	**(139)**	**(140)**
Balance at March 31,2020	**3,519**	**3,546**

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

Classification of depreciation of right-of-use asset in the Statement of profit or loss

In the three-month periods ended March 31, 2010 and March 31, 2019, the Company recognized the following depreciation amounts and interest on lease liability on the cost of goods and services sold:

	Individual		Consolidated	
	03/31/2020	**03/31/2019**	**03/31/2020**	**03/31/2019**
Depreciation	**31**	26	**32**	28

Lease liabilities

	Individual	Consolidated
Balance at December 31, 2018	4,137	4,299
Addition and remeasurement	123	123
Write-offs	(28)	(28)
Payment of principal	(119)	(124)
Payment of interest	(103)	(106)
Interest incurred	103	106
Balance at March 31, 2019	4,113	4,270

	Individual	Consolidated
Balance at December 31, 2019	4,543	4,583
Addition and remeasurement	**45**	**45**
Payment of principal	**(131)**	**(131)**
Payment of interest	**(96)**	**(97)**
Interest incurred	**96**	**97**
Balance at March 31, 2020	**4,457**	**4,497**
Current	**622**	**625**
Noncurrent	**3,835**	**3,872**

b) Aging list of the lease liability recognized in noncurrent liabilities individual

Year	Gross flow	Accrued interest	Lease liability	Gross flow	Accrued interest	Lease liability
2021	672	(240)	432	677	(244)	433
2022	888	(282)	606	895	(287)	608
2023	812	(237)	575	819	(241)	578
2024	675	(196)	479	682	(199)	483
2025	576	(160)	416	583	(163)	420
Above 5 years	1,683	(356)	1,327	1,713	(363)	1,350
Total	**5,306**	**(1,471)**	**3,835**	**5,369**	**(1,497)**	**3,872**

c) Potential right for PIS and COFINS recoverable

The Company has potential right for PIS and COFINS recoverable embedded in the considerations of leases. In measuring cash flows from leases, tax credits were not recorded, and the potential effects of PIS and COFINS on gross contractual flow, at March 31, 2020, amounted to R$477 in the Individual financial statements and R$484 in the Consolidated financial statements.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

d) Impact of COVID-19

On March 21, 2020, the Company communicated, through a material news release, that all its physical stores would close due to the restrictions implemented by the authorities to curb the COVID-19 pandemic. In addition, the Company released an announcement to the market on April 17, 2020, in which it informed that, in view of the global economic crisis triggered by the COVID-19 pandemic, management has already been, preventively and in line with the cash preservation measures adopted by several companies in the current context, renegotiating the collection and deferral of payment of rental related to all leased properties (particularly of physical stores that are temporarily closed as a result of the pandemic containment measures). The Company clarified that all rents for March were paid, including any discounts negotiated with the respective owners, without prejudice to other measures required for the renegotiation or deferral of rents of subsequent months. The Company points out that it has given equal treatment to all lessors in the context of renegotiations, including property owners that are related parties, pursuant to the Company's Related Party Transaction Policy, which does not necessarily imply the same result for all negotiations, given the peculiarities and specifics of each lease contract.

e) Presentation of retrospective effects of CPC 06 (R2) / IFRS 16 and MEMORANDUM CIRCULAR/CVM/SNC/SEP No. 02/2019

As disclosed in the financial statement for the year ended December 31, 2019, the Company chose to adopt the complete retrospective approach as a transition method at January 1, 2019, recording the effects since the beginning of the first period and; consequently, the comparative periods were restated considering the present value of full lease payment cash flows, without excluding taxes recoverable.

Accordingly, the Company restates, without excluding taxes recoverable, the effects on the statement of financial position for the three-month period ended March 31, 2019, and on the statements of profit or loss for the quarter ended March 31, 2019, of cash flows and of value added for that same period, to enable comparison with the interim accounting information as at March 31, 2020. Such effects are presented below:

	Individual			Consolidated		
Statement of financial positions debit (credit)	**03/31/2019 originally presented**	**Effects of restatement**	**03/31/2019 restated**	**03/31/2019 originally presented**	**Effects of restatement**	**03/31/2019 restated**
Noncurrent assets						
Inventories	3,892	8	3,900	4,695	8	4,703
Deferred taxes	729	21	750	848	21	869
Right-of-use asset	3,021	284	3,305	3,083	287	3,370
Current liabilities						
Lease liability	(809)	273	(536)	(841)	277	(564)
Noncurrent liabilities						
Lease liability	(2,951)	(626)	(3,577)	(3,073)	(633)	(3,706)
Equity	(1,994)	40	(1,954)	(1,994)	40	(1,954)

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

	Individual			Consolidated		
Statement of profit or loss income (expenses)	**03/31/2019 Originally presented**	**Effects of restatement**	**03/31/2019 restated**	**03/31/2019 Originally presented**	**Effects of restatement**	**03/31/2019 restated**
Cost of goods and services sold	(4,023)	(1)	(4,024)	(4,582)	(1)	(4,583)
Selling expenses	(933)	(4)	(937)	(1,146)	(3)	(1,149)
Depreciation and amortization	(145)	(5)	(150)	(155)	(5)	(160)
Other operating income (expenses), net	(73)	1	(72)	(76)	-	(76)
Finance income (costs), net	(236)	(4)	(240)	(258)	(4)	(262)
Income and social contribution taxes	(32)	5	(27)	(23)	5	(18)
Basic earnings (loss) per share (reais per share)	(0.03202)	(0.00633)	(0.03835)			
Diluted earnings (loss) per share (reais per share)	(0.03196)	(0.00632)	(0.03828)			

Statement of cash flows - from / (used in)	**03/31/2019 originally presented**	**Effects of restatement**	**03/31/2019 restated**	**03/31/2019 originally presented**	**Effects of restatement**	**03/31/2019 restated**
Operating activities	(1,587)	4	(1,583)	(1,942)	4	(1,938)
Financing activities	(297)	(4)	(301)	(306)	(4)	(310)

	Individual			Consolidated		
Statement of value added	**03/31/2019 Originally presented**	**Effects of restatement**	**03/31/2019 restated**	**03/31/2019 Originally presented**	**Effects of restatement**	**03/31/2019 restated**
Total value added to distribute						
Inputs acquired from third parties	(4,999)	2	(4,997)	(5,192)	2	(5,190)
Retentions	(179)	(6)	(185)	(198)	(7)	(205)
Distribution of value added						
Taxes, charges and contributions	275	(12)	263	1,016	(12)	1,004
Debt remuneration	297	15	312	308	15	323
Equity remuneration	(42)	(8)	(50)	(42)	(8)	(50)

19. Deferred revenue

a) Breakdown of balances

	Individual		Consolidated	
	03/31/2020	**12/31/2019**	**03/31/2020**	**12/31/2019**
Additional or extended guarantees	**1,224**	1,260	**1,224**	1,260
Banco Bradesco and Banco Bradescard	**212**	240	**212**	240
Insurance and Services	**125**	128	**125**	128
Others	**5**	7	**5**	7
	1,566	1,635	**1,566**	1,635
Current	**364**	369	**364**	369
Noncurrent	**1,202**	1,266	**1,202**	1,266

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

b) Management's estimate for realization of amounts classified as “Noncurrent”

Year	Individual	Consolidated
9-month period of 2021	254	254
2022	324	324
2023	309	309
2024	294	294
2025	21	21
Total	1,202	1,202

20. Equity

a) Capital

At March 31, 2020, the Company's paid-up and subscribed capital amounted to R$2,904 (R$2,903 at December 31, 2019) and was represented by 1,300,015 common registered no-par-value shares with voting right. In the period ended March 31, 2020, the Company's capital was increased due to the exercise of stock option plans, as follows:

Date of capital increase	Balance in reais	Number of common shares
02/12/2020	600,179.02	313,131
03/25/2020	204,982.26	48,798

b) Treasury shares

With the Company's migration to B3's Novo Mercado listing segment and the consequent conversion of all preferred shared issued by the Company into common shares, withdrawal rights were granted to holders of preferred shares who did not attend the Special General Meeting held on September 3, 2018.One shareholder of the Company elected to exercise its withdrawal right, totaling 300 thousand preferred shares, which at the time corresponded to 0.04% of the Company's total preferred shares. The reimbursement amount was calculated based on the Company's Equity at December 31, 2017 (R$2.29 per share), amounting to R$685,839.75 (six hundred eighty-five thousand, eight hundred thirty-nine reais and seventy-five centavos), paid on October 5, 2018. Those 300 thousand shares were repurchased by the Company and held in treasury.

c) Capital transactions

Differences arising from changes in the equity interest of subsidiaries or investees under common control with CBD are recorded in this account, considering that these are capital transactions, i.e. transactions with shareholders as owners.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

d) Capital reserves

i) *Goodwill reserve*

The amount recognized in “Special goodwill reserve” derives from the merger of Mandala Empreendimentos e Participações S.A. into the Company on December 22, 2009, a company whose goodwill had been generated upon acquisition of Via Varejo by CBD. The merged goodwill has a provision for integrity of equity of 66% in order to keep the tax benefit that was amortized according to the economic benefit of goodwill. As established in the Merger Agreement of Casa Bahia's Shares entered into on October 5, 2010 (approved at the Special General Meeting held on November 9, 2010), the tax benefit arising from such amortization will be capitalized without issuing new shares, that is, in benefit of all shareholders of Via Varejo.

ii) *Options granted*

The Company maintains share-based compensation plans with the purpose of: allowing the participation of the Company's managing officers and employees in its capital and in capital increases arising from earnings to which the referred to managing officers and employees have contributed; fostering the achievement of the Company's corporate purposes; and aligning the interests of the Company's managing officers and employees to those of the Company's shareholders.

Stock option plan (equity-settled transaction)

The expense, including taxes and social charges withheld, relating to the stock option programs and recognized in the quarter ended March 31, 2020 totaled R$12 (R$14 in the year ended December 31, 2019).

Phantom Stock Option Plan

At March 31, 2020, the liabilities corresponding to this premium, including social charges, is recorded in noncurrent liabilities amounting to R$11 (R$14 at December 31, 2019). The expense recognized in the quarter ended March 31, 2020 totaled R$3 (R$10 in the quarter ended March 31, 2019).

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

21. Sales and service revenue

a) Breakdown of balances

	Individual		Consolidated	
	03/31/2020	**03/31/2019**	**03/31/2020**	**03/31/2019**
Goods	**6,636**	5,711	**6,636**	6,524
Commercial finance transactions	**467**	421	**467**	421
Intermediation services	**215**	254	**215**	313
Freight and assembly services	**108**	82	**108**	101
Gross sales revenue, net of returns and cancellations	**7,426**	6,468	**7,426**	7,359
Taxes on goods	**(1,009)**	(769)	**(1,015)**	(952)
Taxes on commercial finance transactions	**(20)**	(19)	**(20)**	(19)
Taxes on intermediation services	**(29)**	(31)	**(29)**	(41)
Taxes on freight and assembly services	**(22)**	(17)	**(23)**	(17)
Taxes on revenue	**(1,080)**	(836)	**(1,087)**	(1,029)
Net revenue	**6,346**	5,632	**6,339**	6,330

Although the balances above show a substantial growth when compared to the same prior-year period, the 2020 revenues were strongly impacted negatively by the temporary closing of physical stores on March 21, 2020.

22. Expenses by nature

	Individual		Consolidated	
	03/31/2020	**03/31/2019**	**03/31/2020**	**03/31/2019**
Cost of goods sold and services rendered	**4,194**	3,853	**4,156**	4,363
Personnel expenses	**637**	579	**656**	624
Third-party service expenses	**562**	369	**569**	510
Freight expenses	**220**	156	**220**	203
Allowance for expected credit losses	**122**	95	**122**	122
Expenses with labor contingencies	**(31)**	65	**(30)**	65
Reversal of tax contingencies	**-**	(108)	**-**	(108)
Others	**78**	86	**84**	95
	5,782	5,095	**5,777**	5,874
Cost of goods sold and services rendered	**4,396**	4,024	**4,391**	4,583
Selling expenses	**1,259**	937	**1,259**	1,149
General and administrative expenses	**127**	134	**127**	142
	5,782	5,095	**5,777**	5,874

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

23. Other operating income (expenses), net

	Individual		Consolidated	
	03/31/2020	**03/31/2019**	**03/31/2020**	**03/31/2019**
Restructuring expenses (i)	**(55)**	(70)	**(56)**	(72)
Gain (loss) on disposal of property and equipment, intangible assets and leases	**(5)**	(9)	**(4)**	(10)
Others	**-**	7	**2**	6
	(60)	(72)	**(58)**	(76)

(i) This line includes, mainly, expenses with logistics adjustments, employment contract termination and labor contingencies, resulting from the implementation of measures to adjust the Company's expense structure, both in the operational and administrative areas.

24. Finance income (costs), net

	Individual		Consolidated	
	03/31/2020	**03/31/2019**	**03/31/2020**	**03/31/2019**
Finance costs				
Cost of debt	**(68)**	(71)	**(68)**	(72)
Costs of sales and discount on receivables	**(109)**	(69)	**(109)**	(86)
Losses on restatements	**(52)**	(18)	**(53)**	(20)
Interest on lease liabilities	**(96)**	(103)	**(97)**	(106)
Other finance costs	**(21)**	(6)	**(22)**	(8)
Total finance costs	**(346)**	(267)	**(349)**	(292)
Finance income				
Yield from cash and cash equivalents	**4**	7	**4**	8
Gains on restatements	**18**	13	**18**	12
Advances to suppliers	**8**	7	**8**	9
Other finance income	**-**	-	**1**	1
Total finance income	**30**	27	**31**	30
Finance income (costs), net	**(316)**	(240)	**(318)**	(262)

25. Earnings (loss) per share

a) Earnings (loss) per share

The table below shows the determination of net income (loss) available to shareholders and the wei average number of outstanding shares.

	03/31/2020	**03/31/2019**
Basic numerator		
Basic earnings (loss) allocated and not distributed	**13**	(50)
Total basic earnings (loss) allocated and not distributed	**13**	(50)
Basic denominator (in thousands of shares)		
Weighted average number of shares	**1,299,522**	1,294,024
Basic earnings (loss) per share (in R$)	**0.01001**	(0.03835)
Diluted denominator (in thousands of shares)		
Stock option plan	**12,790**	2,412
Weighted average number of shares	**1,299,522**	1,294,024
Weighted average number of diluted shares	**1,312,312**	1,296,436
Diluted earnings (loss) per share (in R$)	**0.00991**	(0.03828)

For the period ended March 31, 2019, stock options have no dilutive effect due to the loss recorded.

Notes to individual and consolidated interim financial information
(In millions of reais, unless otherwise stated)

26. Insurance coverage

At March 31, 2020, the insurance coverage is deemed sufficient by management to cover claims, if any, and is summarized as follows:

Insured assets	Insured perils	Insured amount
Property and equipment and inventories	Named perils	11,466
Profit	Loss of profits	5,445
Vehicles and others (*)	Losses and damages	112

(*) It does not include coverage of bodywork, which is insured at an amount equivalent to 100% of the Foundation Institute of Economic Research ("FIPE") table.

The Company has specific policies covering civil and administrative liability risks in the amount of R$230.

27. Segment information

Operating segments are defined as components of a business for which financial information is available and is evaluated regularly by the chief operating decision maker in deciding how to allocate resources to an individual segment and in assessing the segment performance. Considering that all decisions are made based on consolidated reports and that all decisions relating to strategic, financial, procurement and investment planning and to investment of funds are made on a consolidated basis, it is possible to conclude that the Company operates in one single operating segment in the retail market of electronics, home appliances, telephony and furniture.

28. Events after the reporting period

According to the Notice to the Market published on April 27, 2020, through its subsidiary VVLog Logística, the Company acquired ASAPLog, a technology company that operates in the logistics industry and also in solutions for last mile delivery. This acquisition is expected to advance by 12 months the efforts for internal development of the Company, which will bring strong support to explore the integration of its logistics network, including by controlling the management of mini hubs, thus drastically reducing logistics cost and delivery time. This acquisition is also relevant for the improvement of solutions for the Company's marketplace partners ("sellers").

Opinions and Representations / Special Review Report

A free translation from Portuguese into English of Independent Auditor's Review Report on Individual and Consolidated Interim Financial Information prepared in Brazilian currency in accordance with accounting practices adopted in Brazil and International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB)

Independent auditor's review report on quarterly information

The Shareholders, Board of Directors and Officers of
Via Varejo S.A.
São Paulo - SP

Introduction

We have reviewed the individual and consolidated interim financial information of Via Varejo S.A. (the "Company") contained in the Quarterly Information Form (ITR) referring to the quarter ended March 31, 2020, which comprise the statement of financial position as at March 31, 2020 and the statements of profit or loss, of comprehensive income, of changes in equity and of cash flows for the three- month period then ended, and notes to the interim financial information.

Management is responsible for the preparation of the individual and consolidated interim financial information in accordance with the Accounting Pronouncement NBC TG 21 - Interim Financial Reporting and the international standard IAS 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as for the presentation of this information in accordance with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with the Brazilian and international standards on review engagements (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 information 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 auditing standards 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 information

Based on our review, nothing has come to our attention that causes us to believe that the individual and consolidated interim financial information included in the quarterly information referred to above was not prepared, in all material respects, in accordance with the NBC TG 21 and IAS 34 applicable to the preparation of Quarterly Information (ITR), and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

Opinions and Representations / Special Review Report

Other matters

Statements of value added

The quarterly information referred to above includes the individual and consolidated statements of value added (SVA) for the three- month period ended March 31, 2020, prepared under the responsibility of the Company management and presented as supplementary information under IAS 34. These statements have been subject to review procedures performed in conjunction with the review of the quarterly information, in order to determine whether they are reconciled with the interim financial information and accounting records, as applicable, and whether their form and content are in accordance with the criteria defined in NBC TG 09 - Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that these statements of value added were not prepared, in all material respects, in accordance with the criteria set forth by this Standard and consistently with the individual and consolidated interim financial information as a whole.

São Paulo, May 13, 2020.

ERNST & YOUNG
Auditores Independentes S.S.
CRC-2SP034519/O-6

Julio Braga Pinto
Accountant CRC-1SP209957/O-2

Opinions and Representations / Executive Board's Representation on the Financial Statements

Executive Board's Representation on the Financial Statements

In compliance with the provisions contained in item VI, paragraph 1, article 25 of Ruling No. 480 of the Brazilian Securities and Exchange Commission (CVM) dated December 7, 2009, the Officers of Via Varejo S.A. (the "Company") state that they have reviewed, discussed and agreed on the Company's quarterly information for the period ended March 31, 2020, authorizing their completion on that date.

São Caetano do Sul (SP), May 13, 2020.

Roberto Fulcherberguer - CEO

Sérgio Augusto França Leme - Administrative Vice President

Abel Ornelas Vieira - Commercial and Operations Vice President

Orivaldo Padilha - Financial Vice President and Investor Relations Officer

Helisson Brigido Andrade Lemos - Digital Innovation and Human Resources Vice President

Opinions and Representations / Executive Board’s Representation on the Independent Auditor’s Report

Executive Board's Representation on the Independent Auditor's Report

In compliance with the provisions contained in item V, paragraph 1, article 25 of Ruling No. 480 of the Brazilian Securities and Exchange Commission (CVM) dated December 7, 2009, the Officers of Via Varejo S.A. (the “Company”) state that they have reviewed, discussed and agreed on the opinions expressed in the independent auditor's report on the Company's quarterly information for the period ended March 31, 2020, authorizing their completion on that date.

São Caetano do Sul (SP), May 13, 2020.

Roberto Fulcherberguer - CEO

Sérgio Augusto França Leme - Administrative Vice President

Abel Ornelas Vieira - Commercial and Operations Vice President

Orivaldo Padilha - Financial Vice President and Investor Relations Officer

Helisson Brigido Andrade Lemos - Digital Innovation and Human Resources Vice President