

Barueri, April 26, 2019 – Smiles Fidelidade S.A. (B3: SMLS3) one of the largest loyalty programs in Brazil with over 15 million members, announces its 1Q19 results. The financial and operational information in this report refers to the consolidated results of Smiles Fidelidade S.A. and is presented in accordance with IFRS and in Brazilian Reals (R\$), except when indicated otherwise. Percentage variations may use more decimal places for the calculations than shown in the document and are in comparison with Smiles Fidelidade S.A. numbers.

Smiles Fidelidade S.A.

B3: SMLS3
 Novo Mercado
 Price: R\$ 48.99
 No. of shares: 124,158,953
 Market value: R\$ 6.1 billion
 (close: 04/25/2019)

www.smiles.com.br/ri

1Q19 Conference Call

April 29, 2019

In Portuguese and English:

(Simultaneous Translation)

11:00 a.m. (Brasília)

10:00 a.m. (US EST)

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Gross Billings climbs 23.4% in 1st quarter of 2019

HIGHLIGHTS

- ✓ Miles Accrual totaled 28.5 billion, a 27.2% rise versus 1Q18.
- ✓ Total Gross Billings amounted to R\$ 626.3 million in 1Q19, an increase of 23.4% compared to 1Q18
- ✓ Miles Redemptions in 1Q19 were 22.4 billion, up 18.5% than 1Q18.
- ✓ Direct Redemption Margin reached 41.5% in 1Q19, up by 0.3 p.p. versus the same period of 2018.
- ✓ Redemption Revenue was up by 14.3% versus 1T18.
- ✓ Net Income reached R\$ 141.9 million, a drop of 8.5% compared to 1Q18.

Main Highlights	Unit	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Miles accrual	bi	28.5	28.9	22.4	(1.4%)	27.2%
Gol	bi	2.9	2.8	2.2	3.6%	31.8%
Banks, retail and others	bi	22.9	22.6	17.1	1.3%	33.9%
Smiles & Money	bi	2.7	3.5	3.1	(22.9%)	(12.9%)
Smiles' program redemptions	bi	22.4	24.2	18.9	(7.4%)	18.5%
Total gross billings ²	R\$ mi	626.3	627.8	507.7	(0.2%)	23.4%
Total gross billings (ex-Gol) ²	R\$ mi	583.4	591.4	479.4	(1.4%)	21.7%
Net revenues*	R\$ mi	240.6	278.9	247.1	(13.7%)	(2.6%)
EBITDA ¹	R\$ mi	171.1	205.0	188.1	(16.5%)	(9.0%)
EBITDA ¹ margin	%	71.1%	73.5%	76.1%	(2.4 p.p.)	(5.0 p.p.)
Net income	R\$ mi	141.9	164.6	155.0	(13.8%)	(8.5%)
Net margin	%	59.0%	59.0%	62.7%	(0.0 p.p.)	(3.7 p.p.)

1. EBITDA is not an accounting measurement elaborated by the Company, reconciled with its financial statements. The EBITDA is composed by net income attributable to the Company's shareholders, added by net financial result, income tax and social contribution, and expenses related to depreciation and amortization.

2. Gross Billings is not an accounting measurement and corresponds to total sales revenues for miles and the cash portion of Smiles & Money, gross of taxes. These billings may have affected the current period or will be recognized as revenue in future periods, depending on the date of redemption by the program members.

*Considers the new accounting presentation IFRS 15

Message from Management

The first quarter of 2019 was marked by the beginning of the newly elected Brazilian Government mandate, who found the country with a series of challenges. The economic team announced some positive measures, among them an agenda of privatizations and the tax consolidation process. However, the success of reforms depends on execution/implementation and of utmost importance, political alignment. Consequently, the pension reform which is an important part that needs to be approved, brings to light the discussion on the basis of its possible approval.

The international landscape was also challenging, influenced by topics such as the trade war between the United States of America and China, which contributed to increase uncertainties and added volatility to the exchange rate. Amid this scenario, the consumer confidence index which had recovered over the last months, worsened in the last two months of the quarter.

Despite the challenges, Smiles' robust and highly flexible business model, continued the healthy path of growth with an spike of 23.4% in total gross billings compared to the same period in 2018. Because of the high operating performance, both the number of miles accrued and of miles redeemed increased by 27.2% and 18.5%, respectively, versus 1Q18. This result reflects a strategy of focus on the growing engagement of our clients, which consolidates our leadership position in the Brazilian loyalty industry.

We also continued to deliver excellent profitability sequentially. The direct redemption margin reached 41.5% in 1Q19, a slight expansion of 0.3p.p. compared to 1Q18. This translates and reinforces management's commitment to business profitability.

As announced to the market on February 18, 2019, Smiles Argentina has started its operation officially. Argentine customers are already able to accumulate and redeem airline tickets and other products on our platform. The internationalization project is an important driver of growth for Smiles in the coming years, and an important pillar of the strategic plan.

To conclude, we remain optimistic about the prospects for the loyalty industry and reaffirmed our commitment to consolidate Smiles as Brazil's most innovative product and service platform for the complete journey of the traveler. And, in that sense, we are constantly evaluating new partnerships, new products and focusing on improving Customer experience of the travelers.

At the end the quarter, our family is represented by 125 excited employees who have a unique goal in common, transform miles into smiles.

Operating Performance

Operating Data ¹	Unit	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Members	bn	15.7	15.4	14.2	1.9%	10.6%
Miles Accrual	bn	28.5	28.9	22.4	(1.4%)	27.2%
Gol	bn	2.9	2.8	2.2	3.6%	31.8%
Banks, retail and others	bn	22.9	22.6	17.1	1.3%	33.9%
Smiles & Money Gol	bn	2.7	3.5	3.1	(22.9%)	(12.9%)
Smiles' Program Redemptions	bn	22.4	24.2	18.9	(7.4%)	18.5%
Airline Redemptions	bn	20.4	22.0	17.2	(7.3%)	18.6%
Non-airline	bn	2.0	2.2	1.6	(9.1%)	25.0%
Breakage Rate	%	16.8%	17.5%	19.1%	(0.7 p.p.)	(2.3 p.p.)

¹ All relevant miles figures are net of reimbursement. The data in this table do not reflect financial information.

Members: The number of program members reached 15.7 million in 1Q19, up 10.6% in comparison to 1Q18.

Miles accrual: In 1Q19 miles accrued were up 27.2% compared to 1Q18, mainly boosted by the 33.9% expansion in miles accrual from banks, retail and services.

Miles redemption: In 1Q19 miles redeemed were 18.5% higher than 1Q18 and totaled 22.4 billion of miles. Miles redeemed evolution were largely explained by the 18.6% increase of airline tickets redemption, which account for around 91.0% of total miles redeemed. The *burn/earn* ratio was 78.6% in 1Q19, a 5.0 p.p decrease compared to 4Q18.

Breakage: The breakage rate was 16.8% this quarter from 17.5% in 4Q18 and 19.1% in 1Q19.

Operating Data ¹	Unit	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Smiles' redemption program	bln	22.4	24.2	18.9	(7.4%)	18.5%
Gol + International Partners Tickets	bln	20.4	22.0	17.2	(7.3%)	18.6%
Non-airline	bln	2.0	2.2	1.6	(9.1%)	25.0%
% of miles redeemed						
Gol + International Partners Tickets	%	91.0%	91.0%	91.3%	0.0 p.p.	(0.3 p.p.)
Non-airline	%	9.0%	9.0%	8.7%	0.0 p.p.	0.3 p.p.

¹ All values corresponding to miles are net of reimbursement. Segregation among different redemption types were not reviewed by auditors.

Financial Performance

Financial Information Summary	Unit	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Gross Billings¹	R\$ mn	626.3	627.8	507.7	(0.2%)	23.4%
Gol	R\$ mn	42.9	36.4	28.3	17.8%	51.5%
ex-Gol	R\$ mn	583.4	591.4	479.4	(1.3%)	21.7%

1. Gross Billings is not an accounting measurement and corresponds to total billings from the sale of miles gross of taxes. These revenues may have affected the current period or will be recognized as revenue in future periods, depending on the date of redemption by the program members.

Gross billings: Total gross billings climbed 23.4% in 1Q19 when compared to 1Q18's figure, mostly due to the 21.7% increase in ex-Gol miles billings. Gol's billings hiked 51.5% in 1Q19 versus 1Q18, influenced by a higher demand for domestic air tickets in the period and due to an increase in the price of miles sold to Gol (*transfer price*) for the year of 2019.

Revenue (R\$ million) *	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Revenue	561.4	628.1	533.6	(10.6%)	5.2%
Redemption revenue	500.7	552.1	438.1	(9.3%)	14.3%
Breakage revenue	53.9	69.8	90.6	(22.8%)	(40.5%)
Other revenues	6.8	6.2	4.9	9.7%	38.8%
Services Provide Cost	(296.7)	(321.0)	(260.5)	(7.6%)	13.9%
Airline tickets	(270.4)	(296.5)	(235.5)	(8.8%)	14.8%
Diverse Products	(26.3)	(24.5)	(25.0)	7.3%	5.2%
Gross Revenue	264.7	306.9	273.1	(13.8%)	(3.1%)
Taxes and Contributions	(24.2)	(28.0)	(26.0)	(13.6%)	(6.9%)
Net Revenues	240.5	278.9	247.1	(13.8%)	(2.7%)
Operational Costs	(17.2)	(16.4)	(12.6)	4.9%	36.9%
Gross Profit	223.3	262.5	234.5	(14.9%)	(4.8%)

*Managerial table in order to demonstrate revenues and costs related to redemption.

Net revenue: Net revenue was down 2.6% in 1Q19 compared to 1Q18, because of the sharp drop in breakage revenue. The decline in breakage revenue of 40.5% in 1Q19 was influenced by a 2.3% decline in breakage rate and reduced unitary price of the revenue recognition versus 1Q18. Redemption revenue climbed 14.3% compared to 1Q18, with higher client activity derived from increased engagement.

Other revenues: Other revenues were up 38.8% in comparison to 1Q18, reaching R\$ 6.8 million. This item is mainly composed by cancellation fees and Gol's loyalty program management fees.

Direct redemption margin: The direct redemption margin reached 41.5% in 1Q19, a retraction of 1.0 p.p. related to 4Q18 and an expansion of 0.3 p.p. in comparison to the same period the last year.

The direct redemption margin is not an accounting measure and it is calculated using only managerial revenues and costs directly related to miles redemptions, as illustrated in the table below:

Redemption P&L	Redemption Results ¹	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Revenue	> Net Revenue of Redemption (b)	507.5	558.2	443.0	(9.1%)	14.6%
Revenue		507.5	558.2	443.0	(9.1%)	14.6%
(-) Direct Taxes		-	-	-	-	-
Costs of provided services	> Redemption costs	(296.7)	(321.1)	(260.5)	(7.6%)	13.9%
(-) Cost with Redemption		(296.7)	(321.1)	(260.5)	(7.6%)	13.9%
(+) Credits with direct taxes		-	-	-	-	-
Gross Revenue	Gross result of redemption (a)	210.8	237.1	182.4	(11.1%)	15.5%
(-) Interest over Spread		(19.5)	(21.9)	(16.8)	(11.1%)	-
(=) Net Revenue	Net result of redemption (=a/b)	191.3	215.2	165.5	(11.1%)	15.5%
<i>% Redeem direct margin</i>		<i>41.5%</i>	<i>42.5%</i>	<i>41.2%</i>	<i>(1.0 p.p.)</i>	<i>0.3 p.p.</i>

¹ managerial redemption results: Gross results of redemption consider other revenues related to redemption that are registered as "Other revenues".

Operating Expenses (R\$ million)	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Operating Expenses	(57.7)	(62.1)	(50.5)	(7.1%)	14.3%
Commercial Expenses	(28.2)	(27.7)	(27.8)	1.8%	1.4%
Administrative Expenses	(30.4)	(34.4)	(22.7)	(11.6%)	33.9%
Other Expenses/ Revenues	0.9	-	-	n/a	n/a

Operating expenses: operating expenses rose 14.3% compared to 1Q18, mainly due to the climb of administrative expenses. This increase is explained by higher personnel expenses due to the payment of bonus to employees, hiring Smiles Argentina staff and other expenses associated to the Company's Management. Operating expenses fell 7.1% compared with 4Q18 due to a 11.6% decline in administrative expenses.

Other information (R\$ million)	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Net financial result	34.0	41.8	45.0	(18.7%)	(24.4%)
Financial expenses	(0.9)	(1.0)	(0.1)	(10.0%)	800.0%
Financial revenues	34.9	41.4	44.7	(15.8%)	(21.9%)
Net exchange variation	0.0	1.4	0.4	(100.0%)	(100.0%)
Income tax and social Contribution	(57.8)	(77.6)	(73.9)	(25.5%)	(21.8%)

Financial result: the net financial result declined 24.4% in 1Q19 in comparison to 1Q18 figures, chiefly due to the amortization of tranches related to the advanced purchase of air tickets with Gol that yielded a higher rate than the tranches that are still being consumed.

Net exchange variation: the exchange rate variation result is mainly caused by the effect of the local currency fluctuation in the accounts payable heading denominated in dollars and is related to the cost of issuing international air tickets.

Income tax and social contribution: the effective income tax and social contribution was 29.1% in the 1Q19. This lower effective tax rate is a result of a tax benefit of some R\$ 5.9 million from the distribution of IOC (Interest on Own Capital) to shareholders, and R\$ 4.8 million from the sale of Netpoints stake (which had been written off in the 4Q17).

Net income: Smiles Fidelidade's net income totaled R\$141.9 million in 1Q19, a reduction of 8.5% in comparison to 1Q18.

Balance of advance to suppliers: the breakdown of the balance of advance to suppliers in the quarter is detailed in the table below:

Tranche	Contract	Data	Balance (R\$ Mn)	Rate (per year)
Single tranche	4º Contract	Aug-18	238.0	7.38%
Single tranche	5º Contract	Sep-18	111.9	7.38%
Single tranche	6º Contract	Sep-18	95.1	7.38%
Tranche I	7º Contract	Sep-18	207.1	7.38%
Tranche II	7º Contract	Oct-18	258.3	7.39%
Tranche III	7º Contract	Nov-18	153.7	7.39%
Total			1,063.9	7.39%

Income Statement – IFRS 15

Income statement (R\$ thousand)	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Net revenues	240,567	278,887	247,083	(13.7%)	(2.6%)
Operational costs	(17,224)	(16,400)	(12,585)	5.0%	36.9%
Gross profit	223,343	262,487	234,498	(14.9%)	(4.8%)
<i>gross margin</i>	92.8%	94.1%	94.9%	(1.3 p.p.)	(2.1 p.p.)
Operating expenses	(57,654)	(62,082)	(50,487)	(7.1%)	14.2%
Selling expenses	(28,167)	(27,696)	(27,754)	1.7%	1.5%
Administrative expenses	(30,401)	(34,386)	(22,733)	(11.6%)	33.7%
Other expenses/revenues	914	-	-	n/a	n/a
Operating profit	165,689	200,405	184,011	(17.3%)	(10.0%)
<i>operating margin</i>	68.9%	71.9%	74.5%	(3.0 p.p.)	(5.6 p.p.)
Financial income	34,066	41,807	44,966	(18.5%)	(24.2%)
Financial revenues	34,908	41,449	44,704	(15.8%)	(21.9%)
Financial expenses	(862)	(1,030)	(129)	(16.3%)	568.2%
Exchange variation, net	20	1,388	391	(98.6%)	(94.9%)
EBT	199,755	242,212	228,977	(17.5%)	(12.8%)
Income and social contribution taxes	(57,841)	(77,648)	(73,964)	(25.5%)	(21.8%)
Net income	141,914	164,564	155,013	(13.8%)	(8.5%)
<i>Net margin</i>	59.0%	59.0%	62.7%	0.0 p.p.	(3.7 p.p.)

Balance Sheet

Balance Sheet (R\$ thousand)	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Assets	2,717,120	2,635,128	2,353,170	3.1%	15.5%
Current	2,580,489	2,365,789	2,110,449	9.1%	22.3%
Cash and cash equivalents	688,573	290,850	291,098	136.7%	136.5%
Short-term investments	354,592	384,460	541,650	(7.8%)	(34.5%)
Trade receivable	355,836	358,835	378,095	(0.8%)	(5.9%)
Advances to suppliers	1,063,949	1,158,017	871,453	(8.1%)	22.1%
Recoverable Taxes	85,590	153,703	2,346	(44.3%)	n/a
Other credits and values	31,949	19,924	25,807	60.4%	23.8%
Noncurrent assets	136,631	269,339	242,721	(49.3%)	(43.7%)
Deferred taxes	-	653	186,660	(100.0%)	n/a
Judicial deposits and blocked escrows	18,273	18,002	16,675	1.5%	9.6%
Advances to suppliers	-	138,060	-	n/a	n/a
Recoverable Taxes	71,652	69,599	-	2.9%	n/a
Property, plant and equipment	5,287	2,914	2,962	81.4%	78.5%
Intangible	41,419	40,111	36,424	3.3%	13.7%
Liabilities	2,717,120	2,635,128	2,353,170	3.1%	15.5%
Current	1,255,934	1,347,684	1,135,080	(6.8%)	10.6%
Suppliers	125,715	128,714	131,902	(2.3%)	(4.7%)
Salaries	19,294	28,684	8,433	(32.7%)	128.8%
Dividends and interest on equity payable	139,229	139,453	112,116	(0.2%)	24.2%
Taxes Payable	26,931	19,138	31,043	40.7%	(13.2%)
Related companies	17,292	37,288	25,667	(53.6%)	(32.6%)
Advances from customers	48,492	161,304	75,140	(69.9%)	(35.5%)
Deferred revenues	871,997	826,715	748,181	5.5%	16.5%
Other liabilities	6,984	6,388	2,598	9.3%	168.8%
Noncurrent liabilities	321,337	273,214	204,152	17.6%	57.4%
Suppliers	-	-	1,977	n/a	(100.0%)
Provision for legal proceedings	22,878	21,114	15,774	8.4%	45.0%
Deferred revenues	218,697	194,080	186,401	12.7%	17.3%
Deferred taxes	77,013	57,920	-	33.0%	n/a
Other liabilities	2,749	100	-	n/a	n/a
Shareholder's equity	1,139,849	1,014,230	1,013,938	12.4%	12.4%
Capital stock	254,610	43,767	44,874	481.7%	467.4%
(-) Cost of issued shares	-	-	(1,107)	n/a	(100.0%)
Capital reserve	271,628	481,628	481,628	(43.6%)	(43.6%)
Share-based payment	2,472	1,661	258	48.8%	858.1%
Profit Reserve	202,703	202,703	8,621	0.0%	n/a
Additional dividends proposed	284,471	284,471	339,301	0.0%	(16.2%)
Retained earnings	123,965	-	140,363	n/a	(11.7%)

Statement of cash flows

Statement of cash flows (R\$ thousand)	1Q19	4Q18	1Q18	1Q19 vs. 4Q18 (%)	1Q19 vs. 1Q18 (%)
Net Income	141,914	164,565	155,013	(13,8%)	(8,5%)
Share-based payments	811	811	86	0,0%	843,0%
Deferred income and social contribution taxes	20,024	32,193	25,291	(37,8%)	(20,8%)
Provision for legal proceedings	4,337	5,202	5,166	(16,6%)	(16,0%)
Depreciation and amortization	5,434	4,634	4,081	17,3%	33,2%
Discounts in advance ticket purchases	(22,325)	(30,872)	(34,089)	(27,7%)	(34,5%)
Exchange variations, net	(1,307)	(366)	(2,586)	257,1%	(49,5%)
Reversal of (allowance for) doubtful accounts	35	(18)	10	(294,4%)	250,0%
Profit sharing	3,611	9,254	5,371	(61,0%)	(32,8%)
Trade receivables	2,964	(7,769)	(25,342)	(138,2%)	(111,7%)
Advances to suppliers	254,453	(117,631)	28,977	(316,3%)	778,1%
Recoverable taxes	66,060	28,381	(2,346)	132,8%	n/a
Other credits (obligations)	(12,192)	7,780	(8,303)	(256,7%)	46,8%
Suppliers	(2,175)	(15,024)	(9,993)	(85,5%)	(78,2%)
Salaries	(13,001)	(1,140)	(15,208)	n/a	(14,5%)
Advances from customers	(112,812)	(126,253)	60,413	(10,6%)	(286,7%)
Deferred revenue	69,899	4,350	(22,310)	n/a	(413,3%)
Taxes obligations	27,793	(23,974)	50,058	(215,9%)	(44,5%)
Lawsuits and labor claims	(2,573)	(3,176)	(3,777)	(19,0%)	(31,9%)
Related-party transactions	(19,996)	8,179	(4,727)	(344,5%)	323,0%
Income and social contribution taxes paid	(21,559)	(6,373)	(37,326)	238,3%	(42,2%)
Judicial deposits and blocked escrows	(271)	(168)	268	61,3%	(201,1%)
Net cash flows from (used in) operating activities	389,124	(67,415)	168,727	(677,2%)	130,6%
Acquisition of property, plant and equipment and intangible assets	(6,521)	(8,694)	(3,165)	(25,0%)	106,0%
Short-term investments	29,868	134,898	(320,408)	(77,9%)	(109,3%)
Net cash flows used in investing activities	23,347	126,204	(323,573)	(81,5%)	(107,2%)
Share Capital	843	-	1,770	n/a	(52,4%)
Capital Increase	843	-	1,770	n/a	(52,4%)
Interest on equity paid and dividends paid	(16,074)	-	(2,569)	n/a	535,7%
Net cash flows from (used in) financing activities	(15,231)	-	(799)	n/a	n/a
Effect of exchange variation on cash and cash equivalents	483	5,010	(552)	(90,4%)	(12,5%)
Net increase (decrease) in cash and cash equivalents	397,723	63,799	(155,093)	523,4%	(356,4%)
Cash and cash equivalents at the beginning of the period	290,850	227,051	446,191	28,1%	(34,8%)
Cash and cash equivalents at the end of the period	688,573	290,850	291,098	136,7%	136,5%

Business Model

Smiles started as a single loyalty program, but has evolved into its current coalition model, which features several unique characteristics that allow for the accrual and redemption of Miles from GOL flights and its international partner airlines, as well as Brazil's main commercial banks, including co-branded cards issued by Bradesco, Banco do Brasil and Santander, and a wide network of retail partners. The current model works through (i) the accrual of Miles by Members when they purchase airline tickets with GOL or other partner airlines, or products and services from Business and Financial Partners; Smiles Miles being acquired through the loyalty of these customers to those businesses, and (ii) Awards redemptions by Members when they exchange their Miles for flights on GOL and other partner airlines, or for products and services offered by Commercial and Financial Partners

The main sources of our revenues come from (i) redeemed miles revenues, represented by tickets and awards in its network of airline, commercial and financial partners, (ii) interest income between the date the miles were accrued and the date they were redeemed, and (iii) Breakage revenues if issued miles expire without being redeemed.

Glossary

Awards - Products or services provided to members by a commercial partner as the result of redeeming customer miles loyalty program.

Award Products - Product or service, excluding air tickets, provided to members by a commercial partner as the result of redeeming customer loyalty program points.

Breakage Estimate – Miles expired and not redeemed; it may be expressed as a number of miles, an amount in Brazilian reais or as a percentage of miles issued, depending on the context.

Burn/Earn Ratio - The ratio between the number of redeemed and accrued miles in a given period.

Free Float - Shares owned by non-controlling shareholders.

Miles - The redemption rights of Smiles Program members sold to commercial partners.

Smiles & Money - A means of issuing air tickets by combining money and miles.

Smiles Program - A multi-loyalty program for several companies, including GOL Linhas Aéreas Inteligentes S.A.

This release may contain forward-looking statements related to business prospects, estimates of operating and financial results, and growth prospects for Smiles. These are merely projections and, as such, are based exclusively on management's expectations for Smiles. Such forward-looking statements depend, substantially, on external factors and risks presented in the disclosure documents filed by Smiles, and are, therefore, subject to change without notice. Independent auditors did not review the Company's non-financial information. Some values from this report may differ from the financial statements due to rounding.