

Banco Paulista S.A.

(Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

**Financial statements and independent auditor's report as of
December 31, 2024**

Re. Report No. 252OM-071-EN



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MANAGEMENT REPORT

Dear Shareholders: We hereby submit the financial statements of Banco Paulista for the years ended December 31, 2024 and 2023, prepared in accordance with the standards established by the Central Bank of Brazil (BACEN) and the National Monetary Council (CMN).

Profit or Loss, Equity, Assets and Money Market Funding: Banco Paulista closed the year ended December 31, 2024 with a Loss of R\$ 68 million and Equity of R\$ 165.15 million. Assets amounted to R\$ 1.7 billion, comprised of R\$ 991 million in credit transactions and R\$ 424.4 million in Bonds and Securities and Derivatives. Money market funding was R\$ 1.46 billion.

Governance, Risk Management and Human Resources: Banco Paulista has a governance framework based on decision-making committees, in the functional specialization of the different areas and segregation of duties.

Circular Letter 3.068/01 - BACEN: Banco Paulista hereby represents that it has financial capacity and intention to hold to maturity the securities classified in the “Held to maturity” category in the amount of R\$ 175 million, accounting for only 41.24% of the total Bonds and Securities and Derivative Financial Instruments.

Banco Paulista has been adopting a set of actions to protect the institution which have already contributed to disseminate and promote measures and best practices on management and governance for the corporate environment integrity, ethics, and transparency.

Banco Paulista’s Management’s commitment goes beyond meeting the requirements in prevailing legislation; rather, Management’s objective is to position the Bank among the companies having the best transparency practices, which includes a commitment to communicate relevant, timely and fair information to the market.

Acknowledgments: We would like to thank our clients for trusting Banco Paulista and to our employees for their continued hard work and dedication.

São Paulo, March 28, 2025

The Management

(Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail. See Note 39 to the financial statements.)

Independent Auditor's Report on the Financial Statements

**Grant Thornton Auditores
Independentes Ltda.**

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To the Management and Shareholders of
Banco Paulista S.A.
São Paulo – SP

Opinion

We have audited the financial statements of Banco Paulista S.A. (“Bank”), which comprise the statement of financial position as of December 31, 2024, and the statement of profit or loss, statement of comprehensive income, statement of changes in equity, and statement of cash flows for the semester and year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, in all material respects, the financial position of Banco Paulista S.A. as of December 31, 2024, and its financial performance and cash flows for the semester the and year then ended, in accordance with practices adopted in Brazil, applicable to financial institutions authorized to operate by the Central Bank of Brazil (BACEN).

Basis for opinion

We conducted our audit in accordance with Brazilian and international standards on auditing. Our responsibilities under those standards are further described in the “Auditor’s responsibility for the audit of the financial statements” section of our report. We are independent of the Bank, in accordance with the relevant ethical requirements set forth in the Code of Ethics for Professional Accountants, and the professional standards issued by the Federal Accounting Council, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the financial statements and auditor's report thereon

The Bank's Management is responsible for this other information that is included in the Management Report.

Our opinion on the financial statements does not cover the Management Report and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management Report and, in doing so, consider whether this report is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the works performed, we conclude that there is a material misstatement in the Management Report, we are required to disclose this fact. We have nothing to report in this regard.

Responsibility of the management and those charged with governance for the financial statements

Management is responsible for the preparation of the financial statements in accordance with accounting practices adopted in Brazil applicable to financial institutions authorized to operate by the Central Bank of Brazil (BACEN) and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance of the Institution and its subsidiaries are those individuals responsible for overseeing the Institution's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

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

As part of an audit in accordance with Brazilian and International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. In addition, we:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve override of internal controls, collusion, forgery, intentional omissions, or misrepresentations;
- Obtain an understanding of the internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but, not for the purpose of expressing an opinion on the effectiveness of Bank's internal controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management;

- Conclude on the appropriateness of Management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or modify our opinion, in case such disclosures are found to be inadequate. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Bank to cease to continue as a going concern; and
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

São Paulo, March 28, 2025

Grant Thornton Auditores Independentes Ltda.
CRC 2SP-025.583/O-1



Rafael Dominguez Barros
Accountant CRC 1SP-208.108/O-1

BANCO PAULISTA S.A.
Statements of financial position
As of December 31, 2024, and December 31, 2023
(In thousands of reais)

(Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

	Notes	31/12/2024	31/12/2023
Assets			
Current		500,027	641,684
Cash and cash equivalents		337	1,041
Cash assets	4a	337	1,041
Short-term interbank investments	4b	-	-
Financial instruments		495,859	623,200
Short-term interbank investments	5	1,549	1,650
Bonds and securities	6	77,077	204,861
Derivative financial instruments	7	-	-
Interbank accounts	10	53,349	37,749
Credit transactions - private sector	8	236,636	264,894
(-) Trade and other receivables with characteristics of loans	8	123,471	106,432
Trade and other receivables without characteristics of loans	9	3,777	7,614
Allowance for expected credit losses		(6,961)	(5,049)
(-) Credit transactions	8	(5,787)	(4,167)
(-) Trade and other receivables with characteristics of loans	8	(1,137)	(805)
(-) Trade and other receivables without characteristics of loans	9	(37)	(77)
Other assets		10,792	22,492
Prepaid expenses		-	-
Non-financial assets held for sale - received	11	3,581	3,381
Sundry	12	7,211	19,111
Non-current		1,207,307	1,002,276
Financial instruments		1,103,495	889,632
Bonds and securities	6	347,345	94,674
Credit transactions - private sector	8	753,983	763,074
(-) Trade and other receivables with characteristics of loans	8	-	4,582
Trade and other receivables without characteristics of loans	9	2,167	27,302
Allowance for expected credit losses		(22,527)	(12,313)
(-) Credit transactions	8	(22,504)	(12,002)
(-) Trade and other receivables with characteristics of loans	8	-	(35)
(-) Trade and other receivables without characteristics of loans	9	(23)	(276)
Tax credits	29b	56,033	42,120
Other assets		66,968	79,517
Sundry	12	66,968	79,517
Investments	13	2,117	2,117
Other investments		2,117	2,117
Property and equipment		1,110	987
Properties on use		957	957
Other property and equipment in use		5,796	5,392
(-) Accumulated depreciation		(5,643)	(5,362)
Intangible Assets		111	216
Intangible assets		5,646	5,646
(-) Accumulated amortization		(5,535)	(5,430)
Total of assets		1,707,334	1,643,960

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

	Notes	31/12/2024	31/12/2023
Liabilities			
Current		866,850	979,190
Deposits and other financial instruments		781,333	962,273
.	14	592,274	710,130
Money market funding - own portfolio	15	41,150	29,104
Funds from acceptances and issuance of securities	16	143,341	215,554
Payables due to borrowings and onlendings	16	4,081	6,991
Interbranch and interbank accounts	10	487	494
Provisions		79,341	4,446
For income tax and social contribution	18a	424	-
Accrued liabilities	17	4,772	4,446
Financial guarantees		-	-
Contingent liabilities	33b	74,145	-
Other liabilities		6,176	12,471
Taxes payable		432	295
Taxes and social security	18a	3,058	3,127
Corporate and statutory		-	-
Sundry	18b	2,686	9,049
Non-current		675,339	492,524
Deposits and other financial instruments		669,541	470,609
.	14	609,890	400,299
Funds from acceptances and issuance of securities	16	21,181	37,347
Subordinated debts	16	38,470	32,963
Provisions		3,192	3,644
Financial guarantees		45	167
Contingent liabilities	33b	3,147	3,477
Other liabilities		2,606	18,271
Sundry	18b	2,606	18,271
Equity	19	165,145	172,246
Share capital - in Brazil		253,300	184,300
Capital increase		31,000	-
Paid-in capital		(31,000)	-
Appropriated retained earnings		-	602
Accumulated profits (losses)		(80,086)	(12,672)
Market value adjustment - bonds and securities and derivatives		(8,069)	16
Total liabilities and equity		1,707,334	1,643,960

BANCO PAULISTA S.A.
Statements of profit or loss
Semester ended December 31, 2024 and years ended December 31, 2024 and 2023
(In thousands of reais)

(Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

	Notes	2 nd semester	2024	2023
Revenue from financial intermediation		153,706	301,555	289,107
Credit transactions	8i	102,308	212,376	224,691
Gain on short-term interbank investments and bonds and securities	5/6	46,514	80,567	58,373
Revenue with voluntary deposits	10	4,882	8,566	5,261
Gain (loss) on derivative financial instruments	7b	-	-	624
Gain (loss) on foreign exchange transactions		2	46	158
Expenses on financial intermediation		(104,673)	(202,377)	(209,296)
Money market funding	20	(89,442)	(174,278)	(198,520)
Allowance for expected credit losses	8f	(15,231)	(28,099)	(10,776)
Gross profit from financial intermediation		49,033	99,178	79,811
Other operating income (expenses)		(121,773)	(161,344)	(110,199)
Service revenue	21a	3,929	5,058	2,777
Income from banking fees	21b	14,793	28,747	21,351
Personnel expenses	22	(23,431)	(45,098)	(49,779)
Administrative expenses	23	(31,610)	(56,798)	(66,668)
Tax expenses	24	(5,240)	(10,323)	(12,061)
Expenses on provisions	25	(74,736)	(74,852)	(635)
Other operating income	26	8,707	24,118	37,959
Other operating expenses	27	(14,186)	(32,196)	(43,143)
Operating profit or loss		(72,740)	(62,166)	(30,388)
Non-operating profit (loss)	28	(104)	169	651
Profit before taxes on income and profit sharing		(72,844)	(61,997)	(29,737)
Income tax and social contribution	29	(181)	(5,136)	12,755
Provision for income tax		(2,744)	(6,822)	-
Provision for social contribution		(2,259)	(5,611)	-
Deferred tax assets	29	4,822	7,297	12,755
Statutory profit sharing		(295)	(884)	(246)
(Loss) Profit for the semester/years, net		(73,320)	(68,017)	(17,228)
(Loss) Earnings per one thousand shares - R\$, net		(172.74)	(160.24)	(40.59)

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

BANCO PAULISTA S.A.**Statements of comprehensive income****Semester ended December 31, 2024 and years ended December 31, 2024 and 2023****(In thousands of reais)**

(Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

	2nd semester	2024	2023
(Loss) Profit for the semester/years, net	(73,320)	(68,017)	(17,228)
Other comprehensive income	(2,613)	(8,085)	2,941
Available-for-sale financial instruments	(4,750)	(14,700)	5,347
Income tax and social contribution	2,137	6,615	(2,406)
Comprehensive net profit (loss) for the semester/years	(75,933)	(76,102)	(14,287)

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

BANCO PAULISTA S.A.
Statements of changes in equity
Semester ended December 31, 2024 and years ended December 31, 2024 and 2023
(In thousands of reais)

(Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

	<u>Appropriated retained earnings</u>						
	Share capital	Paid-in share capital	Legal reserve	Statutory reserve	Adjustment to market value	Retained earnings/ Accumulated losses	TOTAL
Balances as of December 31, 2022	184,300	-	603	4,555	(2,925)	-	186,533
Loss for the period, net	-	-	-	-	-	(17,228)	(17,228)
Legal reserve	-	-	(1)	-	-	1	-
Statutory reserve	-	-	-	(4,555)	-	4,555	-
Market value adjustment - bonds and securities and derivatives	-	-	-	-	2,941	-	2,941
Balances as of December 31, 2023	184,300	-	602	-	16	(12,672)	172,246
Changes in the year	-	-	(1)	(4,555)	2,941	(12,672)	(14,287)
Balances as of December 31, 2023	184,300	-	602	-	16	(12,672)	172,246
Loss for the period, net	-	-	-	-	-	(68,017)	(68,017)
Absorption of loss	-	-	(602)	-	-	602	-
Capital increase	100,000	-	-	-	-	-	100,000
(-) Paid-up capital	(31,000)	-	-	-	-	-	(31,000)
Market value adjustment - bonds and securities and derivatives	-	-	-	-	(8,085)	-	(8,085)
Balances as of December 31, 2024	253,300	-	-	-	(8,069)	(80,087)	165,144
Changes in the year	69,000	-	(602)	-	(8,085)	(67,415)	(7,102)
Balances as of June 30, 2024	184,300	-	-	-	(5,456)	(6,767)	172,077
Net loss for the semester	-	-	-	-	-	(73,320)	(73,320)
Capital increase	100,000	-	-	-	-	-	100,000
(-) Paid-in share capital	-	(31,000)	-	-	-	-	(31,000)
Market value adjustment - bonds and securities and derivatives	-	-	-	-	(2,613)	-	(2,613)
Balances as of December 31, 2024	284,300	(31,000)	-	-	(8,069)	(80,087)	165,144
Changes in the semester	100,000	(31,000)	-	-	(2,613)	(73,320)	(6,933)

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

BANCO PAULISTA S.A.
Statements of cash flows - Indirect method
Semester ended December 31, 2024 and years ended
December 31, 2024 and 2023
(In thousands of reais)

(Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

	2 nd semester	2024	2023
Adjusted net profit (loss) for the semester and years	29,527	67,716	9,568
Net profit (loss) for the semester and years	(73,320)	(68,017)	(17,228)
Adjustments to reconcile profit to net cash	102,847	135,733	26,796
Allowance for expected credit losses (Note 8e)	15,232	28,099	10,776
Provisions for deferred income tax and social contribution	7,611	5,136	(12,755)
Depreciation and amortization (Note 28)	188	386	681
Inflation adjustment of judicial deposits	(284)	(425)	(426)
Other inflation adjustments	63	99	-
Reversal of provision for civil, tax and labor risks	(59)	(486)	(688)
Reversals of judicial deposits	1,284	1,501	76
Provision for risks	859	1,642	6,465
Provisions for guarantees	1	1	123
Reversal of provisions for guarantees	1	(122)	(37)
Reversal of provision personnel expenses	-	-	(1,135)
Reversal of allowance for court-ordered notes	(26)	(415)	(493)
Provisions for tax assessment notice - Federal Revenue Service (Note 19a)	74,146	74,146	504
Reversal of allowance of proceedings - Federal Revenue Service (RFB)	-	-	4,178
Provisions for income tax and social contribution	5,003	12,433	-
Financial burdens - Subordinated debts	2,890	5,507	5,540
Write off of Intangible assets	-	-	478
Expenses on payroll loans - INSS/FGTS	7,684	14,929	16,215
MtM adjustment in bonds and securities	1,811	1,387	235
Market value adjustment - bonds and securities and derivatives	(13,557)	(8,085)	(2,941)
Changes in assets and liabilities			
Decrease (increase) in investments in interbank deposits	(6)	101	16,382
Decrease in bonds and securities	(24,060)	(128,972)	27,552
(Increase) decreases in interbranch and interbank accounts	41,247	(15,608)	(36,267)
(Increase) in Credit transactions	9,999	21,372	(53,379)
Decrease (increase) in other assets	1,121	5,718	(26,165)
Decrease (increase) in derivative financial instruments	-	-	40
Decrease (Increase) in tax credits	41	(4,437)	2,406
(Increase) decrease in securities and receivables	(15,360)	16,519	335,029
(Decrease) increase in deposits	(158,822)	(91,737)	(285,473)
Increase (decrease) in money market funding	(47,745)	12,046	21,447
(Decrease) increase in other liabilities	(9,378)	(21,890)	(19,517)
(Decrease) in tax and social security obligations	20,143	12,364	(15,832)
(Decrease) increase in tax and social security obligations	-	-	(4,900)
Increase (decrease) in provisions	148,542	148,797	(7,603)
Net cash provided by (used in) operating activities	(4,751)	21,989	(36,712)
Cash flows from investing activities			
Acquisition of property and equipment in use	(404)	(404)	(184)
Investments in intangible assets	-	-	1
Investments	-	-	(365)
Net cash used in investing activities	(404)	(404)	(548)
Cash flow from financing activities			
Share capital increase	69,000	69,000	-
(Decrease) in borrowings and onlending	(1,106)	(2,910)	(2,201)
Increase in funds from acceptances and issuance of securities	(73,443)	(88,379)	(26,076)
Increase in subordinated debt	-	-	-
Net cash used in financing activities	(5,549)	(22,289)	(28,277)
(Decrease) increase in cash and cash equivalents	(10,704)	(704)	(65,537)
Cash and cash equivalents			
Cash and cash equivalents at the beginning of the semester/years (Note 4)	11,041	1,041	66,578
Cash and cash equivalents at the end of semester/years (Note 4)	337	337	1,041
	(10,704)	(704)	(65,537)

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

Banco Paulista S.A.

Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese.

In the event of any discrepancies, the Portuguese-language version shall prevail.)

1. General Information

Banco Paulista S.A. (Bank) is a privately-held corporation controlled by Mr. Álvaro Augusto Vidigal, established as a multipurpose bank, primarily engaged in credit transactions to medium- and large-sized entities, providing services and structuring operations for sale and distribution.

2. Basis of presentation and preparation of the financial statements

- a) The financial statements were prepared in accordance with the accounting practices adopted in Brazil, applicable to the institutions authorized to operate by the Central Bank of Brazil ("BACEN"), arising from the standards from the Brazilian National Monetary Council ("CMN") and BACEN, including Resolutions CMN No. 4.818, and BCB No. 3, both from 2020, the pronouncements from Brazilian Accounting Standards Board (CPC), received in CMN's standards or from BACEN, and corporate legislation.

According to article 77 from Resolution CMN no. 4.966, dated November 25, 2021, the Bank decided to exercise the capability provided for in this article, of disclosing the financial statements in accordance with the Accounting Standard of the Institutions Regulated by the Central Bank of Basil (COSIF).

Accounting estimates are determined by Management, based on factors and assumptions established in reliance upon judgments. Significant items subject to these estimates and assumption include the provisions for adjustment of assets to the probable realizable or recoverable amount, allowances for losses, provisions for risks, mark-to-market of financial instruments, deferred taxes, among others.

The settlement of these transactions involving estimates may result in different amounts due to inaccuracies inherent in the estimation process. Estimates are revised on a periodic basis.

Management hereby represents that the disclosures made in the financial statements evidence all relevant information used in managing the Bank and that the accounting practices were applied consistently to all reporting periods.

In the process of convergence to the International Financial Reporting Standards, the Bank adopts technical pronouncements, instructions and interpretations issued by the Accounting Pronouncements Committee (CPC), as ratified by CMN and BACEN as of their effective date.

The financial statements were approved on March 28, 2025.

- b) The financial statements are presented in Brazilian reais, which is the Bank's functional currency. All financial information presented in reais were translated into thousands of Reais, unless otherwise stated.

Banco Paulista S.A.

Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

3. Summary of significant accounting policies

a) Recognition of profit or loss

Finance income and costs are recorded on the accrual basis, on a daily pro rata basis. Fees and commissions received are recognized during the period services are provided (accrual basis).

Finance income and finance costs are calculated under the exponential method. Fixed-rate transactions are stated at redemption value and income and expenses for the future period are stated as a reduction of related assets and liabilities.

Floating rate transactions are adjusted for inflation through the statement of financial position date based on the agreed-upon indexes. Fees and commissions on transactions with third parties, such as brokerage, are recognized when the service or transaction is performed.

b) Cash and cash equivalents

Under Resolution 3.064/08, cash and cash equivalents include cash, bank deposits, highly-liquid short-term investments, subject to an insignificant risk of change in value and limits, with maturity equal to or less than 90 days.

c) Financial Instruments

Short-term interbank investments

Fixed rate transactions are recorded at their redeemable amount, less income allocated to future periods, and floating rate transactions are recorded at cost plus income earned through the statement of financial position date, less impairment allowance, when applicable.

Investments in transactions under repurchase agreements are classified according to their maturity, regardless of the maturity terms of the papers backing the transactions.

Bonds and securities and derivative financial instruments

As established by BACEN Circular 3.068/01, portfolio bonds and securities are classified into three different categories, according to Management's intention, as follows:

Trading securities: stated in current assets, regardless of the related maturity dates, and comprise the securities acquired to be actively and frequently traded. They are stated at fair value and any gains or losses are recorded in profit or loss.

Banco Paulista S.A.

Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

Available-for-sale securities: securities that were not acquired to be frequently traded and are used, among other purposes, for liquidity reserve, collaterals, and hedge against risks. The income earned, at the acquisition rates, and possible impairment losses are recorded in profit or loss. These securities are stated at fair value and any gains or losses are recorded as a balancing item to a separate equity account (net of taxes) which will be transferred to profit or loss when realized.

Held-to-maturity securities: refer to acquired securities that Management has the intent and financial capacity to hold in portfolio up to their maturity. They are stated at acquisition cost, plus accrued earnings. Impairment losses, if any, are immediately charged to profit or loss.

Derivative financial instruments consisting of futures, forward and swap transactions are accounted for under the following criteria:

- *Future transactions* – mark-to-market amounts are recorded on a daily basis in assets or liabilities and allocated either as income or expenses on a daily basis;
- *Forward transactions* - recorded at the final contract amount, less the difference between this amount and the market value of the asset or right, with income and expenses recorded over the term of the contract through the statement of financial position date;
- *Swap transactions* - the difference receivable or payable is accounted for at fair value in assets or liabilities, respectively, and recognized as income or expenses on a pro rata basis through the statement of financial position date.

Derivative transactions, not eligible for hedge accounting, are stated at fair value at the statement of financial position date, and the related appreciation or depreciation is accounted for as income or expenses in profit or loss for the period.

Credit transactions and estimated losses with doubtful accounts

Lending operations (borrowing and financing) and other receivables (receivables without recourse) are recorded at present value calculated on a daily pro rata basis, according to the variation of the index and agreed-upon interest rate, adjusted through the 60th day of arrears, considering the expected collection.

Banco Paulista S.A.

Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

Credit transactions are classified according to Management's risk assessment, considering the economic conditions, past experience and specific risks related to the operation, debtors, and guarantors, according to the parameters set forth by Resolution 2.682/99, which requires a periodic analysis of the portfolio and its classification into nine levels, from "AA" (minimum risk) to "H" (loss).

Income from credit transactions with maturity equal or above 60 days, regardless of their risk level, is only recognized as revenue when actually received.

H-rated loans remain under this rating for 180 days, when they are written off against the existing allowance and controlled for a minimum of five years in a memorandum account, no longer appearing on the statement of financial position.

Restructured lending operations remain at least in the same rating in which they were originally classified. Renegotiated credit transactions that had been written off against the allowance and were maintained in memorandum accounts are rated as H, and possible recoveries are only recognized as income when received.

For transactions with a term longer than 36 months, the Bank use double counting of the term, as permitted by Resolution 2.682/99 to determine the risk level. The allowance for doubtful accounts, considered sufficient by the Management, is compliant with Resolution 2.682/99, as shown in Note 8.

Trading account

Represents the intermediation of transactions carried out on stock exchanges, recognized at the amount of the commitments assumed, on behalf of customers. Brokerage is recognized on profit or loss on an accrual basis.

Deposits, money market funding, funds from acceptances and issuance of securities, and payables due to onlendings and borrowings

Stated at the original amounts, plus charges incurred through the statement of financial position date, recognized on a daily pro rata basis. Foreign currency liabilities are adjusted at the exchange rates prevailing on the statement of financial position date. Money market funding is recorded in current liabilities according to the respective maturity terms, regardless of the maturity of the papers backing the transactions.

d) Investments

Investments are recognized at acquisition cost, less allowance for losses, where applicable.

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Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

e) Property and equipment and intangible assets

Represents the rights acquired in tangible and intangible assets for the maintenance of the Company's activities or exercised for such purpose.

Property and equipment items (tangible assets) are stated at acquisition cost. Depreciation of property and equipment is calculated on a straight-line basis at the following rates: 20% p.a. for vehicles and data processing system and 10% p.a. for other assets.

Intangible assets correspond to rights acquired in intangible assets for the maintenance of the Company's activities or exercised for such purpose. Recorded at acquisition cost, less accumulated amortization. Intangible assets with finite useful life are amortized based on its effective use or a method that reflects its economic benefits; intangible assets with indeterminate useful life are annually tested for impairment.

f) Impairment of non-financial assets

The accounting recognition of an asset should evidence events or changes in economic, operating, or technological circumstances that might indicate that an asset is impaired. Whenever evidence is identified and the net carrying amount exceeds the recoverable value, an allowance for impairment losses is recognized to adjust the carrying amount to the recoverable value. These allowances are recognized in profit or loss for the period/year, as provided for in Resolution 3.566/08.

Except for tax credits, whose realization is assessed semiannually, the amounts of non-financial assets are tested for impairment at least annually.

g) Current and Deferred Income Tax and Social Contribution

Current

The provisions for income tax (IRPJ) and social contribution (CSLL), as applicable, are calculated based on the book profit or loss adjusted by temporary and permanent additions or deductions. Income tax is calculated at a 15% rate, plus a 10% surtax on taxable income exceeding R\$ 240 in the year (R\$ 120 in the semester).

Social contribution must comply with the following rates:

- January 2023 onwards– 20%.

Deferred

Deferred taxes are calculated on temporary additions, exclusions, and taxable income to be realized when the recognition bases are used and/or reversed based on the expected realization periods and considering technical studies and Management's analyses.

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Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

h) Contingent assets and contingent liabilities, and legal, tax and social security obligations

Contingent assets and contingent liabilities, and legal obligations are recognized, measured, and disclosed in accordance with the criteria set forth in Resolution 3.823/09 and CPC 25, issued by the Accounting Pronouncements Committee (CPC), based on the following criteria:

Contingent assets are not recognized in the financial statements, except when there is evidence that they will materialize and when they are no longer subject to appeals.

Contingent liabilities are recognized in the financial statements when, based on the opinion of the legal counsel and Management, the risk of loss in a lawsuit or administrative proceeding is assessed as probable, with a probable disbursement of resources to settle the obligations, and when the relevant amounts can be reliably measured. Contingent liabilities assessed by the legal counsel as possible loss are disclosed in the notes to the financial statements whereas those assessed as remote loss are neither accrued nor disclosed.

Legal obligations (tax and social security) refer to lawsuits challenging the legality and constitutionality of certain taxes (or fees and contributions). The amount under litigation is quantified, recognized, and adjusted on a monthly basis.

i) Other current and non-current assets and liabilities

Stated at their realizable or settlement amounts and include income, charges, inflation adjustments, or exchange rate changes earned and/or incurred through the reporting date, calculated on a daily pro rata basis, and, when applicable, less allowance for losses to reflect their realizable value. Receivables and payables due within 12 months are classified in current assets and current liabilities, respectively.

j) Earnings (loss) per share

Earnings (loss) per share are calculated based on the number of shares outstanding at the statement of financial position date.

k) Recurring and nonrecurring profit or loss

Article 34 of BCB Resolution 2, of August 12, 2020, requires the disclosure of recurring and nonrecurring profit or loss separately. Nonrecurring profit or loss for the year is defined as: I – the one that is not related or is incidentally related to the institutions' core activities; and II – the one that is not expected to occur frequently in future years.

The nature and financial effect of events considered nonrecurring are disclosed in Note 36.

Banco Paulista S.A.

Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

4. Cash and cash equivalents

As of December 31, 2024 and 2023, cash and cash equivalents were broken down as follows:

a) Cash assets

	12/31/2024	12/31/2023
Cash in local currency	314	456
Cash in foreign currency	23	585
Cash and cash equivalents	337	1,041

b) Investments in interbank deposits

In the year ended December 31, 2024, the result on transactions under repurchase agreements was R\$ 1,698 (R\$ 6,433 in 2023), which were traded without position for the closing of the year.

5. Interbank deposits

Investments in interbank deposits

	12/31/2024		12/31/2023	
	From 91 to 360 days	Total	From 91 to 360 days	Total
Interbank deposits – Microcredit (i)	1,549	1,549	1,650	1,650
Total	1,549	1,549	1,650	1,650

(i) Interbank deposits to fulfill the requirement of Microcredit.

In the year ended December 31, 2024, income from interbank deposits was R\$ 1,113 (R\$ 2,454 in 2023).

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Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

6. Securities

a) Bonds and securities - Breakdown by classification

	12/31/2024		12/31/2023	
	Cost (i)	Carrying amount (ii)	Cost (i)	Carrying amount (ii)
Trading securities				
Own portfolio – trading	74,436	74,443	15,300	15,321
Financial Treasury Bills (LFT)	39,869	39,876	7,294	7,301
National Treasury Notes - NTN	737	737	-	-
Agricultural Debt Securities - TDA	1	1	1	1
Units in Investment Funds - CFI (iii)	1,450	1,450	1,518	1,518
Units in Receivables Funds - FIDC (iii)	32,330	32,330	3,030	3,030
Debentures	-	-	512	513
Shares of listed companies	49	49	69	69
Certificates of Real Estate Receivables ("CRIs")	-	-	57	70
Bank Certificates of Deposits - CDB	-	-	2,819	2,819
Total trading securities	74,436	74,443	15,300	15,321
Available-for-sale securities				
Own portfolio – trading	131,795	128,259	149,187	155,171
Financial Treasury Bills (LFT)	42,578	42,755	-	-
National Treasury Notes - NTN	87,740	82,868	100,420	101,302
Agricultural Debt Securities - TDA	3	2	3	2
Units in Investment Funds - CFI (iii)	362	570	-	-
Units in Receivables Funds - FIDC (iii)	1,112	2,064	42,852	47,955
Bank Certificates of Deposits - CDB	-	-	5,912	5,912
Linked to repurchase agreements	46,051	41,483	35,005	34,370
Financial Treasury Bills (LFT)	-	-	4,807	4,809
National Treasury Notes - NTN	46,051	41,483	30,198	29,561
Linked to guarantees given (iv)	5,163	5,200	-	-
Financial Treasury Bills (LFT)	5,163	5,200	-	-
Total available-for-sale securities	183,009	174,942	184,192	189,541
Held-to-maturity securities (v)				
Own portfolio - trading	175,037	175,037	94,673	94,673
Units in Receivables Funds - FIDC (iii)	175,037	175,037	94,673	94,673
Units in Investment Funds - CFI (iii)	-	-	-	-
Total held-to-maturity securities (iv)	175,037	175,037	94,673	94,673
Total	432,482	424,422	294,165	299,535

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Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

(i) Cost Value

For fixed income securities, which refers to acquisition cost plus income earned through the statement of financial position date; for shares, the acquisition cost is considered. Units in Investment Funds and Units in Receivables Funds refer to the cost adjusted to UP which is provided by their respective fund administrators.

(ii) Market values

The market value of public securities is determined according to disclosures made in daily bulletins provided by ANBIMA - Brazilian Financial and Capital Markets Association. Shares and debentures are valued based on the closing price of the last day they were traded on stock exchange. Private securities are recorded at cost plus daily income earned and adjusted to market value. The shares in investment funds are adjusted based on the unit price disclosed by the fund administrator.

(iii) Investments in investment fund units:

		<u>FUNDS</u>	<u>12/31/2024</u>	<u>12/31/2023</u>
FIP	(a)	Industrial Parks Brasil FIP Multiestratégia	1,450	1,518
FIDC	(b)	Esmeralda - Fundo de Investimento em Direitos Creditórios	3,029	3,030
FIDC	(c)	BPD - Consignado Fundo De Investimento Em Direitos Creditórios	26,660	-
FIDC	(d)	AFA High Yield Credit Opportunity Fundo de investimento em Direitos Creditórios	2,038	-
FIDC	(e)	Multiplike Fundo de investimento em Direitos Creditórios	603	-
		Total Funds Invested for trading	33,780	4,548
FIDC	(c)	BPD - Consignado Fundo De Investimento Em Direitos Creditórios	-	45,296
FIDC	(b)	Esmeralda - Fundo de Investimento em Direitos Creditórios	2,064	2,092
FII	(f)	Singulare Fundo de Investimento Imobiliário	565	562
FIP	(a)	Industrial Parks Brasil FIP Multiestratégia	5	5
		Total Funds Invested available for sale	2,634	47,955
FIDC	(g)	Structure Fundo de Investimento em Direitos Creditórios	80,279	94,673
FIDC	(h)	Canal 75 Fundo De Investimento Em Direitos Creditórios	11,044	-
FIDC	(c)	BPD - Consignado Fundo De Investimento Em Direitos Creditórios	32,452	-
FIDC	(i)	Citrino FIDC	50,267	-
FIDC	(j)	SF4 - Fundo De Investimento Em Direitos Creditórios	995	-
		Total Funds Invested held to maturity	175,037	94,673
		Total	211,451	147,176

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Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

- a) Industrial Parks Fundo de Investimento em Participações Multiestratégia (Fund), administered by Lions Trust Administradora de Recursos Ltda., was created on August 19, 2008 as a closed-end fund under CVM Instruction 391, dated July 16, 2003, superseded by CVM Instruction 578, dated August 30, 2016, with duration set for November 19, 2025, according to the 54th Annual Shareholders' Meeting, held on November 09, 2023.

The Financial Statement of the Fund, related to the period ended February 29, 2024 was issued on June 28, 2024, with the Independent Auditor's Unqualified Report.

The Fund is in liquidation phase and most of the assets were realized at the beginning of 2021.

- b) Esmeralda - Fundo de Investimento em Direitos Creditórios started to operate on February 08, 2017, and was organized as a closed-end fund, with indefinite duration. The Fund is managed by Singulare Corretora de Títulos e Valores Mobiliários S.A.

On December 31, 2024, the Bank had 9,290.43 subordinate shares, representing 19.6% of units issued.

The Financial Statement of the Fund was issued on December 18, 2024, related to the period ended September 30, 2024, with the independent auditor's qualified report related to the amount of R\$ 4,155 of properties destined for sale, that were assessed with reports issued on January 17, 2022, precluding the auditors to finish any adjustments in the financial statements, considering potential updated Reports.

- c) BPD Consignado Fundo de Investimento em Direitos Creditórios (BPD FIDC) was organized on April 01, 2021, as a closed-end fund, with indefinite duration and is administered by Singulare Corretora de Títulos e Valores Mobiliários S.A. and managed by GV Atacama Capital Ltda.

During the year ended December 31, 2024, the Bank assigned payroll loans to BPD Fundo de Investimentos em Direitos Creditórios Consignados for the amount of R\$ 50,408, whose notional value amounted to R\$ 77,255. As a result of this assignment, a profit of R\$ 5,898 was recorded in "Profit from assignment of receivables".

There were no Assignment of the Bank to the Fund BPD FIDC in the year 2023.

In the year ended December 31, 2024, the Bank changed the 74,257,728 shares of "BPD" from the category "available-for-sale securities" to the category "Negotiation". With this reclassification, the amount R\$ 4,789 was recognized in the line "income from securities", for a better accounting adhesion and the commercial strategy.

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As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

On June 11, 2024, the Bank acquired 50,311,249 new shares from the fund “BPD”, for the amount of R\$ 50,715, that were classified under category “held to maturity”.

The Financial Statements of the Fund, related to the period ended October 31, 2023, were issued on January 25, 2024, with the Independent Auditor's Unqualified Report.

On August 15, 2024, the Bank sold in the secondary market, to qualified investors, 7,200 shares of the Fund “BPD” for the same equity value of the share.

- d) AFA High Yield Credit Opportunity Fundo De Investimento Em Direitos Creditórios was organized on October 11, 2022 as an open co-ownership and indefinite term, administered by Planner Corretora de Valores and managed by Acura Gestora de Recursos Ltda.

On December 31, 2024, the Bank had 1,424.739716 senior units.

The Financial Statement of the Fund, related to the period ended June 30, 2024 was issued on September 26, 2024, with the Independent Auditor's Unqualified Report.

- e) Multiplike Fundo De Investimento Em Direitos Creditórios was organized on April 17, 2018 as an open co-ownership and indefinite term, Singulare Corretora de Títulos e Valores Mobiliários S.A. has the administration and custody, and Multiplike Gestão de Recursos Ltda. is responsible for the management.

As of December 31, 2024, the Bank had 10.5594258 mezzanine units.

The Financial Statement of the Fund, related to the period ended August 31, 2024 was issued on November 29, 2024, with the Independent Auditor's Unqualified Report.

- f) Singulare Fundo de Investimento em Direitos Creditórios Não Padronizados is a real estate investment fund, organized on August 28, 2012, as a closed-end fund managed by Singulare Corretora de Títulos e Valores Mobiliários S.A. with indefinite duration.

On December 31, 2024, the Bank had 2,009 subordinate shares, representing 7.6% of units issued.

The Financial Statements of the Fund, related to the period ended December 31, 2023, were issued on March 26, 2024, with the Independent Auditor's Unqualified Report.

- g) Structure Fundo de Investimento em Direitos Creditórios, started operations on November 29, 2019 as a closed-end funds, administered by Singulare Corretora de Títulos e Valores Mobiliários S.A., with a duration of 61 months.

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The Bank's investment in said fund is represented by the acquisition of mezzanine subordinated shares.

The Financial Statements of the Fund, related to the period ended May 31, 2024, were issued on August 29, 2024, with the Independent Auditor's Unqualified Report.

- h) Canal 75 Fundo de Investimento em Direitos Creditórios has the purpose of raising funds for the acquisition of receivables and documents of title, from transactions arising from payroll-deduction loan represented by the issue of bank credit bills by the assignor in favor of the Debtors (Receivables). The Fund is destined to investors qualified pursuant to the applicable legislation and has an indefinite term.

The Financial Statements of the Fund, related to the period ended May 31, 2024, were issued on August 20, 2024, with the Independent Auditor's Unqualified Report.

- i) Citrino Fundo De Investimento Em Direitos Creditórios Não Padronizados was organized under the category "Fund of Investment in Receivables (FIDC)", on May 18, 2022 as a special closed condominium, administered by Singulare Corretora de Títulos e Valores Mobiliários S.A.

The Fund will have an indefinite term.

The Financial Statement of the Fund, related to the period ended November 30, 2023 was issued on February 28, 2024, with the Independent Auditor's Unqualified Report.

- j) SF4 Fundo De Investimento Em Direitos Creditórios- Responsabilidade Limitada was organized on October 27, 2016, as a closed co-ownership with indefinite term.

The Financial Statements of the Fund, related to the period ended June 30, 2024, were issued on September 30, 2024, with the Independent Auditor's Unqualified Report.

(iv) Linked to guarantees given

Securities pledged as collaterals refer to bonds and securities linked to transactions traded on B3 S.A.- Brasil, Bolsa, Balcão amounting to R\$ 5,200 on June 30, 2024 (there was not any balance on December 31, 2023). These securities may be replaced with other securities if selling them is needed.

- (v) In compliance with the Circular Letter No. 3.068, dated November 08, 2001 of Bacen, the Bank declares it has financial capacity and the intention of keeping, until maturity, bonds and securities classified under the category "held-to-maturity securities", amounting to R\$ 175,037 (R\$ 94,673 in 2023).

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Notes to the financial statements

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b) Bonds and securities - Breakdown by maturity

	12/31/2024						12/31/2023
	Without maturity date	Up to 3 months	3 to 12 months	1 to 3 years	Over 3 years	Total	Total
Trading securities							
Financial Treasury Bills – LFT	-	-	570	27,706	11,600	39,876	7,301
Agricultural Debt Securities – TDA	-	-	-	-	1	1	1
National Treasury Notes – NTN	-	-	-	-	737	737	-
Investment fund shares- CFI	1,450	-	-	-	-	1,450	1,518
Units in Receivables Funds – FIDC	32,330	-	-	-	-	32,330	3,030
Debentures	-	-	-	-	-	-	513
Shares of listed companies	49	-	-	-	-	49	69
Certificates of Real Estate Receivables (“CRIs”)	-	-	-	-	-	-	70
Bank Certificates of Deposit- CDB	-	-	-	-	-	-	2,819
Total trading securities (i)	33,829	-	570	27,706	12,338	74,443	15,321
Available-for-sale securities							
Financial Treasury Bills – LFT	-	-	-	36,360	11,595	47,955	4,809
National Treasury Notes – NTN	-	-	-	-	124,351	124,351	130,863
Agricultural Debt Securities – TDA	-	-	-	1	1	2	2
Investment fund shares- CFI	570	-	-	-	-	570	5
Units in Receivables Funds – FIDC	2,064	-	-	-	-	2,064	47,950
Bank Certificate of Deposit - CDB	-	-	-	-	-	-	5,912
Total available-for-sale securities (i)	2,634	-	-	36,361	135,947	174,942	189,541
Held-to-maturity securities							
Units in Receivables Funds – FIDC	175,037	-	-	-	-	175,037	94,673
Total held-to-maturity securities	175,037	-	-	-	-	175,037	94,673
Total	211,500	-	570	64,067	148,285	424,422	299,535

(i) In breaking down the terms, the maturity of the papers, regardless of their accounting classification, was considered.

In the year ended December 31, 2024, profit or loss on securities investment was R\$ 77,756 (R\$ 49,486 in 2023).

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Public securities are under the custody of the Special Settlement and Custody System (SELIC) whereas private securities and shares of Funds, in B3.

There was a reclassification of category of “BPD – Consignado Fundo De Investimento Em Direitos Creditórios”, in the year ended December 31, 2024, from the category “Securities available for sale” to the category “Negotiation”. With this reclassification, the amount R\$ 4,789 was recognized in the line “income from bonds and securities”. There was no reclassification of securities in the year ended December 31, 2023.

7. Derivative financial instruments

The Bank conducts transactions involving derivatives, recorded in statement of financial position and memorandum accounts, which are primarily intended for the Bank to manage its overall exposure to risk.

Sales of derivatives with the underlying counterparts is preceded by an evaluation of the credit risks involved.

There were not any transactions related to derivative financial instruments, on December 31, 2024 and December 31, 2023.

The determination of derivatives at market value is based on quotes disclosed by specialized stock exchanges and, in certain cases, pricing techniques are used.

All derivative transactions performed by the Bank are registered with B3. DI futures and foreign currency contracts are primarily used as instruments limiting funding rates, due to mismatch of terms, currencies, and/or indexes with asset transactions.

a) Call margin

The following securities are pledged as collateral in conducting derivative transactions:

	<u>12/31/2024</u>	<u>12/31/2023</u>
Financial Treasury Bills – LFT	5,200	-
Total	5,200	-

b) Gain (loss) on derivative financial instruments

There are no results with transactions with derivative financial instruments on December 31, 2024 (R\$ 624 on December 31, 2023).

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Notes to the financial statements

As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese.

In the event of any discrepancies, the Portuguese-language version shall prevail.)

8. Credit transactions - private sector

As of December 31, 2024, and December 31, 2023, credit transactions are broken down as follows:

a) By type of operation

	<u>12/31/2024</u>	<u>12/31/2023</u>
Credit transactions:		
Loans and discounted notes	907,415	766,892
Financing - Export credit bills	72,300	143,071
Financing - Rural to agro-industrial	7,587	38,148
Assignment with co-obligation	3,317	34,164
	<u>990,619</u>	<u>982,275</u>
Other receivables:		
Receivables without recourse	123,471	408,063
	<u>123,471</u>	<u>408,063</u>
Total credit transactions	<u>1,114,090</u>	<u>1,390,338</u>
Estimated losses with doubtful accounts (i)	(28,291)	(13,079)
Other expected credit losses	(1,137)	(1,943)
Total expected credit losses	<u>(29,428)</u>	<u>(15,022)</u>
Total	<u>1,084,662</u>	<u>1,375,316</u>

(i) Refers substantially to the increase of contracts classified as rating "H". (Note 8f)

b) By sector

	<u>12/31/2024</u>		<u>12/31/2023</u>	
Private sector	PORTFOLIO	PDD	PORTFOLIO	PDD
Industry	101,141	(1,233)	104,340	(1,150)
Commerce	188,874	(2,429)	182,117	(2,059)
Analyst	338,092	(12,271)	242,554	(4,773)
Individuals	482,666	(13,430)	588,770	(8,535)
Assignment with co-obligation	3,317	(65)	21,201	(492)
Total	<u>1,114,090</u>	<u>(29,428)</u>	<u>1,138,982</u>	<u>(17,009)</u>

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As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese.

In the event of any discrepancies, the Portuguese-language version shall prevail.)

c) By maturity

	12/31/2024		12/31/2023	
	PORTFOLIO	PDD	PORTFOLIO	PDD
Past due	38,183	(11,705)	26,915	(6,490)
Falling due	-	-	-	-
Up to 90 days	171,868	(1,842)	158,014	(1,491)
91 to 180 days	68,989	(8,236)	81,865	(1,911)
181 to 360 days	81,067	(721)	104,532	(1,147)
Over 360 days	753,983	(6,924)	767,656	(5,970)
Total	1,114,090	(29,428)	1,138,982	(17,009)

d) Receivables concentration

	12/31/2024		12/31/2023	
	PORTFOLIO	PDD	PORTFOLIO	PDD
Clients				
10 largest customers	215,773	(3,106)	164,445	(2,825)
11 to 60 largest customers	320,034	(3,517)	306,598	(3,333)
61 to 160 largest customers	146,750	(7,551)	120,567	(2,352)
Others	431,533	(15,254)	547,372	(8,499)
Total	1,114,090	(29,428)	1,138,982	(17,009)

e) Portfolio breakdown by risk rating

Level	Portfolio balances					
	12/31/2024				12/31/2023	
	Regular way	Past due	Total	%	Total	%
AA	9,799	-	9,799	0.88	27,427	2.41
A	431,088	-	431,088	38.69	522,812	45.90
B	584,564	9,692	594,256	53.34	521,881	45.82
C	22,133	7,373	29,506	2.65	33,481	2.94
D	12,905	5,044	17,949	1.61	23,399	2.05
E	5	4,079	4,084	0.37	3,607	0.32
F	15,284	3,193	18,477	1.66	1,614	0.14
G	16	2,467	2,483	0.22	2,724	0.24
H	113	6,335	6,448	0.58	2,037	0.18
Total (i)	1,075,907	38,183	1,114,090	100.00	1,138,982	100.00

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(In thousands of reais) (Free translation from the original issued in Portuguese.

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Level	Provision						
	12/31/2024					12/31/2023	
	% of allowance	Regular way	Past due	Total	%	Total	%
A	0.5	2,155	-	2,155	7.32	2,614	15.37
B	1.0	5,846	97	5,943	20.19	5,219	30.68
C	3.0	664	221	885	3.01	1,004	5.91
D	10.0	1,291	504	1,795	6.10	2,340	13.76
E	30.0	2	1,224	1,225	4.16	1,082	6.36
F	50.0	7,642	1,597	9,239	31.39	806	4.74
G	70.0	11	1,727	1,738	5.91	1,907	11.21
H	100.0	113	6,335	6,448	21.91	2,037	11.97
Total		17,723	11,705	29,428	100.00	17,009	100.00

f) Changes in the allowance for expected credit losses

	12/31/2024	12/31/2023
Balance at the beginning of the semester/year	17,009	15,022
Allowances, net (8e)	28,099	10,775
Loans derecognized against loss	(15,680)	(8,788)
Balance at the end of the semester/year	29,428	17,009

g) Renegotiated and recovered receivables

During the year ended December 31, 2024, there was a renegotiation in the amount of R\$ 3,428, there was not any renegotiation in the year ended December 31, 2023.

In the year ended December 31, 2024, renegotiated receivables amounted to R\$ 7,128 (R\$ 3,968 in the year ended December 31, 2023).

In the year ended December 31, 2024, recovered receivables amounted to R\$ 250 (R\$ 292 in 2023).

h) Assignment of receivables

In December 2020, the Bank entered into an agreement establishing general conditions for the assignment and acquisition of receivables without co-obligation with a financial institution duly authorized to operate by the Central Bank of Brazil (Bacen), relating to payroll loans arising from borrowings and credit card transactions to retired persons and insured enjoying INSS benefits.

There were no acquisitions during the year ended December 31, 2024.

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In 2023, the Bank acquired receivables, as per the “Agreement”, for the amount of R\$ 131,124, which par values amounted to R\$ 240,063. The result of the 1st semester of 2024, with credits acquired previously was R\$ 40,007 (R\$ 43,727 in 2023) recorded in the line “Revenue from financial intermediation Credit transactions” (Note 8i).

The average acquisition rate was 1.62% for each one of the assigned receivables, recorded in “Other assets - Sundry” (Note 12), and the amount of R\$ 18,190 (R\$ 35,614 in 2023), which has been deferred over the term of the contracts acquired and recorded in “Other operating expenses - Deferral payroll loans”, totaling R\$ 17,453 (R\$ 11,109 in 2023) (note 27).

On August 26, 2022, the Bank assigned with co-obligation own automatic-paycheck-deduction loans. As of December 31, 2024, the balance of Credits assigned with co-obligation totaled R\$ 3,317 (R\$ 21,201 in 2023), according to Note 8b. The obligation pegged to this assignment totaled R\$ 3,979 (R\$ 26,183 in 2023), according to Note 18b.

During year ended December 31, 2024, the Bank assigned to BPD Fundo De Investimentos Em Direitos Creditórios Consignados payroll loans previously acquired under the “Agreement” for the amount of R\$ 50,408, whose par value amounted to R\$ 77,255. As a result of this assignment, a profit of R\$ 6,033 was recorded in “Profit from assignment of receivables” (Note 26).

There was no Assignment of repurchase of credits performed with Paulista Companhia Securitizadora de Créditos Financeiros during the year ended December 31, 2024.

On December 31, 2023, the Bank assigned without co-obligation to Paulista Companhia Securitizadora de Créditos Financeiros, receivables at the amount R\$ 2,747, which par values accounted for R\$ 4,621. Net profit or loss with such Assignment was R\$ 2,431.

i) Income from credit transactions

	<u>12/31/2024</u>	<u>12/31/2023</u>
Loans and discounted notes	117,551	108,947
Financing	15,571	21,378
Recovery of receivables written off as losses	1,756	809
Advances on deposits	42	43
Income from rural financing	2,693	5,049
Acquisition of receivables - without co-obligation	74,763	88,465
Total profit from credit transactions	<u>212,376</u>	<u>224,691</u>

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9. Trade and other receivables without characteristics of loans

	12/31/2024	12/31/2023
Current		
Municipal court-ordered notes ("precatórios") (*)	3,777	4,449
State court-ordered notes	-	-
Federal court-ordered notes (*)	-	3,165
Total current	3,777	7,614
Non-current		
Municipal court-ordered notes (*)	2,167	10,911
State court-ordered notes	-	8,873
Federal court-ordered notes (*)	-	7,518
Total non-current	2,167	27,302
	5,944	34,916
(-) Allowance for losses	(60)	(353)
Total (i)	5,884	34,563

(*) Balance comprised of court-ordered notes already issued by the federal government, or a municipal government arising from lawsuits for which a final unappealable decision has been issued.

In the year ended December 31, 2024, the Bank assigned without co-obligation, the portfolio of Federal and State court-ordered notes ("precatórios"), for the amount of R\$ 19,274, which par values amounted to R\$ 24,989. As a result of this Assignment, the result of R\$ 3,972 was recorded in the line "Profit from assignment of receivables". (Note 26 and 30).

10. Interbranch and interbank accounts

	12/31/2024	12/31/2023
Assets - Current		
Voluntary deposits - BACEN (i)	53,349	36,317
State-owned banks - Deposits linked to agreements (ii)	-	1,432
Total	53,349	37,749
Liabilities - Current		
Corresponding Banks	487	494
Total	487	494

(i) They are long-term voluntary deposits in the Central Bank of Brazil, as per Resolution BCB No. 129/2021 In the year ended December 31, 2024, income from voluntary investments was R\$ 8,566 (R\$ 5,261 in 2023).

(ii) Refers to checks deposited in Caixa Econômica Federal (CEF), arising from the Ministry of Cities and Agencies (state and municipal agencies and the Federal District and Housing Cooperatives) under the National Program for Support to Social Interest Housing - PSH.

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11. Non-financial assets held for sale - received

Comprised of assets not intended for own use (BNDU), repossessed by the Bank due to debtors' default in paying credit transactions:

	<u>12/31/2024</u>	<u>12/31/2023</u>
Current		
Vehicles	502	502
Properties (for housing purposes) (i)	3,079	2,879
Total	<u>3,581</u>	<u>3,381</u>

(i) Amount recorded by cost, according to assessment report that did not present impairment.

12. Other assets – Sundry

	<u>12/31/2024</u>	<u>12/31/2023</u>
Current		
Recoverable taxes and tax to offset (i)	6	-
Sundry debtors - Brazil – Agreements to settle	-	2,670
Sundry debtors - Brazil – Assignments to settle	-	1,857
Funding deferred commissions (iii)	-	2,081
Premium or discount due to transfer of assets - INSS payroll loans (ii)	5,211	9,170
Premium or discount due to transfer of assets - Advance of FGTS birthday withdrawal (ii)	700	1,170
Premium or discount due to transfer of assets - SIAPE (ii)	225	398
Others	1,069	1,765
	<u>7,211</u>	<u>19,111</u>
Non-current		
Recoverable taxes and tax to offset (i)	46,297	44,337
Advances on foreign exchange contracts	673	673
Funding deferred commissions (iii)	-	1,380
Premium or discount due to transfer of assets - INSS payroll loans (ii)	10,613	21,984
Premium or discount due to transfer of assets - Advance of FGTS birthday withdrawal (ii)	938	1,884
Premium or discount due to transfer of assets - SIAPE - Acquisition (ii)	503	1,008
Debtors for security deposits (Note 34b)	7,943	8,251
Total	<u>66,968</u>	<u>79,517</u>

(i) Mainly represented by prepayment of prior years' income tax and social contribution which were not offset and recoverable INSS; Of this amount, R\$ 14,456 refers to the payment to adherence to the ax Litigation Reduction Program (PRLF) (Note 33 d2);

(ii) Amounts relating to deferral of prices of receivables acquired as described in Note 8h.

(iii) During 2024, funding deferred commissions were reclassified for the Group COFIF of Funding (Note 15)

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(In thousands of reais) (Free translation from the original issued in Portuguese.

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13. Investments

	12/31/2024	12/31/2023
CERTA - Central de Registro de Títulos e Ativos S.A.	1,833	1,833
Other investments	284	284
Total	2,117	2,117

14. Deposits

a) By maturity:

	12/31/2024				12/31/2023
	Without maturity date	1 to 90 days	91 to 360 days	Over 360 days	Total
On demand - local currency	63,463	-	-	-	63,463
On demand - foreign currency	3	-	-	-	3
Interbank deposits	14,806	-	-	-	14,806
Time deposits	-	183,630	332,264	612,134	1,128,028
(-) Commissions on funding	-	(673)	(1,218)	(2,245)	(4,136)
	78,272	182,957	331,046	609,890	1,202,164
					1,110,429

In the year ended December 31, 2024, expenses on “Deposits” were R\$ 139,565 (R\$ 153,429 in 2023) and expenses on “Credit Guarantee Fund” amounted to R\$ 1,698 (R\$ 1,718 in 2023). (Note 20).

b) Average rate applied:

	12/31/2024		12/31/2023	
	Fixed rate	Floating	Fixed rate	Floating
Interbank deposits	n/a	100.00	n/a	99.94
Time deposits	13.02	114.91	12.43	114.52

Rates used to raise floating CDB were from 98% to 122% of CDI (95% to 125% of CDI in 2023) and from 100% of IPCA + 6.2 of fixed rate to 100% of IPCA + 7% of Fixed rate. For DI funding, a rate of 100% of CDI was used (99% and 100% of CDI in 2023).

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15. Money market funding

	12/31/2024		12/31/2023
	1-30 days	Total	Total
Own portfolio	41,150	41,150	29,104
National Treasury Notes – NTN	41,150	41,150	29,104
Total	41,150	41,150	29,104

In the year ended December 31, 2024, expenses on money market funding were R\$ 4,685 (R\$ 2,893 in 2023). (Note 20)

16. Borrowings and onlendings; funds from acceptances and issuance of securities and subordinated debts

	12/31/2024						12/31/2023
	Without maturity date	1 to 90 days	From 91 to 180 days	181 to 360	Above 360	Total	Total
Payables due to onlendings	4,081	-	-	-	-	4,081	6,991
Domestic onlendings - state-owned institutions (ii)	4,081	-	-	-	-	4,081	6,991
Funds from acceptances and issuance of securities	-	23,833	32,747	86,788	21,154	164,522	252,901
Obligations on Agricultural Receivables Notes (iii)	-	4,738	1,490	38,266	12,805	57,299	149,124
Obligations on Real Estate Receivables Bills (iv)	-	19,111	31,272	48,614	8,376	107,374	103,777
(-) Commissions on LCA and LCI Emissions		(16)	(15)	(92)	(28)	(151)	
Subordinated debts	-	-	-	-	38,470	38,470	32,963
Subordinated debts eligible to capital	-	-	-	-	38,470	38,470	32,963
	4,081	23,833	32,747	86,788	59,624	207,073	292,855

(i) Domestic onlendings refer to resources deposited arising from the Ministry of Cities and Agencies (state and municipal agencies and the Federal District and Housing Cooperatives) under the National Program for Support to Social Interest Housing - PSH;

(ii) Refer to Agricultural Receivables Notes (LCA). Of this amount of 2024, a rate from 91% to 116% of CDI was used (91% to 101% of CDI in 2023);

(iii) Refer to Agricultural Receivables Notes. In 2023, from this amount, R\$ 2,361 refer to issuance for the Bank's majority shareholder. A rate from 93.5% to 106% of CDI was used (93.5% to 106% of CDI in 30) (Note 30);

(iv) Refer to Treasury Bills containing subordination clauses corresponding to instruments eligible to Tier-II capital authorized according to Resolution No. 4.192/13. From this amount, R\$ 30,023 (R\$ 27,815 in 2023) refer to issuance for the Bank's majority shareholder.

In the year ended December 31, 2024, expenses on "Acceptance Appeals and issue of securities" were R\$ 22,823 (R\$ 34,940 in 2023) (notes 20 and 30) and expenses on "Subordinate Debts" amounted to R\$ 5,507 (R\$ 5,540 in 2023). (Note 20)

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17. Provisions for payables

	12/31/2024	12/31/2023
Vacation pay	2,736	3,154
13th salary	-	-
Profit sharing	9	194
Rentals	194	574
Technical assistance	1,563	-
Third-party services	270	268
Others	-	256
Total	4,772	4,446

18. Other liabilities

a) Taxes and social security

	12/31/2024	12/31/2023
Current		
Taxes and contributions payable	3,482	3,127
Total	3,482	3,127

b) Sundry

	12/31/2024	12/31/2023
Current		
Obligations by operations connected to assignment with co-obligation (Note 8h)	1,373	7,913
Transactions to pass on – Assignment BPD	681	-
Contracts to liquidate	490	-
Other payables	142	1,136
Total	2,686	9,049
Non-current		
Obligations by operations connected to assignment with co-obligation (Note 8h)	2,606	18,271
Total	5,293	18,271

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19. Equity

a) Share capital

According to Shareholders' Special Meeting held on October 15, 2024, it was discussed the Capital Increase from R\$ 184,300 to R\$ 284,300, with payment in the prevailing domestic currency by the majority shareholder, totaling R\$ 100,000, as follows:

- a) 232,558,140 (two hundred thirty-two million five hundred fifty-eight thousand one hundred forty) new Company shares, of which 116,279,070 (one hundred sixteen million two hundred seventy-nine thousand seventy) common shares, and 116,279,070 (one hundred sixteen million two hundred seventy-nine thousand seventy) preferred shares, all registered with no par value;
- b) The new shares have an issue price of R\$ 0.43 (forty-three centavos of real) per share, regardless of the class defined by shareholders, based on article 170, p. 1, of Law 6.404/79;
- c) In October 2024, a capital increase was recorded in the amount of R\$ 50,000, transferred by the shareholder in the prevailing domestic currency, and R\$ 50,000 as "paid-in capital";
- d) On November 28, 2024, as per Official Letter BACEN No. 32.138/2024–BCB/Deorf/GTSP1, the capital increase was approved and the shareholder transferred R\$ 19,000, in the prevailing domestic currency; and the amount of R\$ 31,000 is left to be paid in.

As of December 31, 2024, fully subscribed and paid-in capital of R\$ 253,600 (R\$ 184,300 in 2023), and R\$ 31,000 paid in, is represented by 259,086,778 (424,458,216 in 2023) registered shares, with no par value, of which 129,543,389 are common shares (212,229,108 in 2023), and 129,543,389 are preferred shares (212,229,108 in 2023).

b) Dividends and interest on Stockholder's Capital

Bylaws establish the payment of minimum mandatory dividends equivalent to 25% of profit for the year, calculated under Brazilian Corporate Law.

c) Legal reserve

The Bank is required to allocate 5% of its profit to a legal reserve, which may not exceed 20% of paid-in capital. Due to Losses in 2024, amounting to R\$ 68,017, there was not recognition of reserves.

d) Statutory reserve

The Bank is required to allocate 10% of profit to the statutory reserve which is intended to ensure an appropriate operating margin up to a maximum of 100% of capital.

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The profit balance after the allocations required by Bylaws will be allocated as resolved by the Executive Officers and ratified by the General Shareholders Meeting; 100% of the amount may be allocated to the earnings reserves.

Due to Losses in 2024, amounting to R\$ 68,017, there was not recognition of reserves.

e) Market value adjustment of bonds and securities available for sale

The balance of valuation adjustments to equity is negative by R\$ 8,069 (R\$ 16 negative in 2023) and corresponds to federal securities available for sale and fund shares which are marked to the market (Note 6).

f) Accumulated losses/Retained earnings

Under Resolution 4.872/20, the unallocated profit for year, after the recognition of a legal reserve, was allocated to the statutory earnings reserve. As of December 31, 2024, loss for the year was R\$ 68,017 (Profit of R\$ 17,228 in 2023).

20. Expenses on money market funding

	<u>12/31/2024</u>	<u>12/31/2023</u>
Time deposits (Note 14)	138,501	152,321
Money market funding (Note 15)	4,685	2,893
Contributions to the Credit Guarantee Fund (FGC) (Note 14)	1,698	1,718
Interbank deposits (Note 14)	1,064	1,108
Treasury bills (Notes 16 and 30)	5,507	5,540
Agricultural Receivables Bills - LCA (Notes 16 and 30)	11,540	24,105
Real Estate Receivables Bills - LCI (Notes 16 and 30)	11,283	10,835
Total	<u>174,278</u>	<u>198,520</u>

21. Revenue from services and banking fees

a) Service revenue

	<u>12/31/2024</u>	<u>12/31/2023</u>
Transaction structuring fees	1,378	1,411
Agreement amendment fee	2,830	1,100
Hiring fees	485	22
Custody Fee	16	-
Other services	350	244
Total	<u>5,058</u>	<u>2,777</u>

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b) Income from banking fees

	<u>12/31/2024</u>	<u>12/31/2023</u>
Fees on transfers of funds	654	750
Income from banking fees (i)	28,062	20,567
Other fees	31	34
Total	<u>28,747</u>	<u>21,351</u>
(i)	Revenue with Bank Fees increased in relation to the same period in the previous year, substantially based on the increase in the agreement's fees.	

22. Personnel expenses

	<u>12/31/2024</u>	<u>12/31/2023</u>
Salaries and wages	21,633	24,840
Social security taxes	9,548	9,996
Benefits	6,693	7,281
Fees	7,156	7,577
Training	32	21
Interns' compensation	36	64
Total	<u>45,098</u>	<u>49,779</u>

23. Administrative expenses

	<u>12/31/2024</u>	<u>12/31/2023</u>
Specialized technical services	8,844	9,701
Data processing	15,928	16,290
Rentals	2,784	2,881
Financial system	1,767	2,099
Communications	936	887
Third-party services	1,093	1,009
Notary fees	1,080	1,583
Commissions to correspondents	4,375	7,924
Financial consultancy	16,670	9,152
Fees applied by the Central Bank of Brazil (Note 34d)	-	12,129
Others	3,321	3,013
Total	<u>56,798</u>	<u>66,668</u>

24. Tax expenses

	<u>12/31/2024</u>	<u>12/31/2023</u>
Service tax (ISSQN)	1,693	1,216
COFINS (tax on revenue)	6,873	5,086
PIS (tax on revenue)	1,117	827
Others	640	4,932
Total	<u>10,323</u>	<u>12,061</u>

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25. Expenses on provisions

	12/31/2024	12/31/2023
Adjustment for inflation of taxes and contributions (Note 34)	99	74
Contingencies - Judicial and legal (Note 34) (i)	642	5,507
Reversal of provision for civil risks (Note 34)	(169)	(52)
Reversal of provision for court-ordered notes (precatórios)	(415)	(493)
Provisions for labor claims (Note 34)	930	681
Reversal of provision for labor risks (Note 34)	(243)	(636)
Reversal of provision for tax risks	(61)	-
Expenses on Federal Revenue Service deficiency notice (ii)	74,146	504
Reversal of provision for proceedings with RFB - Interest	-	(4,178)
Contingency-related fees (Note 34)	57	277
Reversal of Contingency-related fees (Note 34)	(13)	-
Provision on guarantees given	1	123
Reversal of provision for personnel expenses	-	(1,135)
Reversal of provisions for guarantees	(122)	(37)
Total	74,852	635
(i)	Mainly, represented by a civil lawsuit, in 2023, with revision of probability from potential to probable, thus causing the recognition of a provision. The process ended in 2023. (Note 33 b3).	
(ii)	It is a request for revision of the payment capacity (CAPAG) – Note 33d	

26. Other operating income

	12/31/2024	12/31/2023
Exchange gain	3,746	4,004
Interest on federal court-ordered notes	4,225	11,046
Adjustment for inflation of judicial deposits	425	426
Assignment of court-ordered notes (*)	1,791	14,464
Profit from assignment of payroll loans - Note 8h	7,025	767
Income from guarantees provided	64	182
Recovery of charges and expenses	1,128	2,091
Restitution of portability	4,106	3,759
Others	1,608	1,220
Total	24,118	37,959

(*) Assignment of court-ordered notes with the Bank's shareholders (Note 30).

27. Other operating expenses

	12/31/2024	12/31/2023
Amortization and depreciation	386	681
Deposits written off	1,501	1,303
Assignment with co-obligation (Note 8g)	1,873	6,166
Assignment without co-obligation (Note 8g)	-	1,927
Finance costs - PSH	472	496
Transfer – Contracts assigned - BPD	7,344	-
Deferral of payroll loans INSS (Note 8h and Note 12)	15,142	20,327
Deferral of acquisition– SIAPE	678	705
Deferral of acquisition of FGTS withdrawal	1,634	1,935
Other divisions	22	1,967
Agreement BACEN - (note 34)	-	4,000
Exchange rate changes	-	22
Others	3,144	3,614
Total	32,196	43,143

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28. Non-operating profit (loss)

	<u>12/31/2024</u>	<u>12/31/2023</u>
Gain or loss on disposal of intangible assets	-	(478)
Profit from investment redemption	-	495
Lease of brand - Reserva Metais (Note 14)	486	497
Profit/Loss disposal BNDU	(377)	73
Others	60	64
Total	<u>169</u>	<u>651</u>

29. Income tax and social contribution

a) Reconciliation of provisions for income tax and social contribution

	<u>12/31/2024</u>	<u>12/31/2023</u>
Profit before taxes on income and profit sharing	(61,997)	(29,737)
(-) Profit sharing	(884)	(246)
Profit before taxes and after profit sharing	<u>(62,881)</u>	<u>(29,983)</u>
Temporary additions and deductions	<u>28,241</u>	<u>4,043</u>
Adjustment to the market of bonds and securities	1,387	235
Credit risk losses	28,220	11,128
Provisions for RFB proceedings - Interest	-	(3,674)
Provisions for contingent liabilities (Note 34)	(330)	(3,478)
Other temporary additions and exclusions	(1,037)	(168)
Permanent additions and deductions	<u>74,721</u>	<u>1,639</u>
Other permanent additions and exclusions (i)	74,721	1,639
Tax base	<u>40,081</u>	<u>(24,301)</u>
Income tax and social contribution	(12,602)	-
Deductions - tax incentives	168	-
Income tax and social contribution	<u>(12,433)</u>	<u>-</u>
Deferred tax assets	7,297	12,755
Total income tax and social contribution	<u>(5,136)</u>	<u>12,755</u>

- (i) Substantially, regarding the request for revision of payment capacity (CAPAG) – Note 33d.

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b) Tax credits formation bases were recognized as follows:

	12/31/2024	12/31/2023
Credit risk losses and receivables written off as loss	63,523	35,304
Provision for contingencies	1,572	2,939
Market value adjustment – bonds and securities - Negotiation	5,594	4,206
Tax loss carryforwards	39,156	51,181
Total tax credits	109,845	93,630
Market value adjustment – bonds and securities - Available for sale	14,671	(30)
Total Tax Credits after adjustment of market value Bonds and Securities - Available for sale	124,516	93,600

Changes in tax credits during 2024 and 2023 are as follows:

	12/31/2023	Constitution	Realization/ Reversal	12/31/2024
Expected credit losses	15,887	19,841	(7,143)	28,585
Provision for tax risks and contingencies	1,322	46	(660)	708
Market value adjustment – bonds and securities - Negotiation	1,893	696	(71)	2,518
Tax loss carryforwards	23,031	-	(5,411)	17,620
Total tax credits	42,133	20,581	(13,285)	49,431
Market value adjustment – bonds and securities - Available for sale	(13)	6,615	-	6,602
Total Tax Credits after adjustment of market value Bonds and Securities - Available for sale	42,120	27,197	(13,285)	56,033

	12/31/2022	Constitution	Realization/ Reversal	12/31/2023
Expected credit losses	10,880	9,385	(4,378)	15,887
Provision for tax risks and contingencies	4,616	3,111	(6,405)	1,322
Market value adjustment – bonds and securities - Negotiation	1,787	310	(204)	1,893
Tax loss carryforwards	12,096	10,935	-	23,031
Total tax credits	29,379	23,740	(10,987)	42,133
Market value adjustment – bonds and securities - Available for sale	2,393	-	(2,406)	(13)
Total Tax Credits after adjustment of market value Bonds and Securities - Available for sale	31,772	23,740	(13,393)	42,120

Tax credits will be offset within the statutory term permitted by Resolution 4.842/2020. Offsetting is contingent on the nature of the credit generated. Income tax and social contribution tax credits were only recognized on temporarily nondeductible differences.

There are no other tax credits to be recognized.

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The present value of tax credits as of December 31, 2024 is R\$ 38,528. The CDI/B3 rates determined for the respective periods were used. Tax credits are periodically assessed based on the generation of future taxable income for income tax and social contribution purposes, in an amount that justifies the realization of the related amounts.

Based on their projections, which include business plan developments, Management expects that the Bank will generate future taxable income within the statutory term and will be able to use the tax credits recognized in the financial statements. Such estimate is revised on a periodic basis so that probable changes in the projected recovery of these credits can be considered in the financial statements on a timely basis.

The estimated realization of tax credits is as follows:

	2025	2026	2027	2028	2029	Total
Expected credit losses	4,288	3,430	3,464	3,846	13,557	21,731
Provision for tax risks and contingencies	-	177	177	177	177	995
Market value adjustment – bonds and securities - Negotiation	423	474	478	531	611	2,083
Market value adjustment – bonds and securities - Available for sale	-	74	986	5,240	302	4,465
Tax loss carryforwards	17,620	-	-	-	-	17,620
Total	22,331	4,155	5,106	9,793	14,647	56,032
Present value	19,381	3,108	3,310	5,522	7,207	38,528

30. Related-party transactions

Related-party transactions were carried out under usual market conditions as regards charges and maturities and consist basically of:

	Assets (liabilities)		Revenue (expenses)	
	12/31/2024	12/31/2023	12/31/2024	12/31/2023
Demand deposits	7,883	4,763	-	-
Time deposits	(91,007)	(93,509)	(15,113)	(13,354)
Treasury bills - Subordinated debt (Note 16)	(32,462)	(32,546)	(5,507)	(5,470)
Real Estate Receivables Bills - LCI (Notes 16 and 20)	-	(3,859)	-	(790)
Agricultural Receivables Bills - LCA (Notes 16 and 20)	-	(21,498)	-	(4,750)
Receivables without recourse (*)	-	-	-	2,431
Assignment with court-ordered notes (**)	-	-	-	14,464

(*) There was not Assignment with Receivables with Paulista – Companhia Securitizadora de Créditos Financeiros S.A. during 2024 (Note 8.h);

(**) Assignment with court-ordered notes, during the first semester of 2024, with Bank's shareholders (Note 26).

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a) Key management personnel compensation

The annual General Shareholders' Meeting resolves on the overall compensation of the key management personnel, as established in the Bank's Bylaws. The Bank incurred on the following short-term benefits to Management:

	<u>12/31/2024</u>	<u>12/31/2023</u>
Fixed compensation	7,577	3,146
Social security taxes	1,705	708
Total	<u>9,282</u>	<u>3,854</u>

The Bank does not grant long-term, post-employment, layoff, or share-based compensation benefits to its management key personnel.

31. Risk management

Risk appetite

The Executive Board is responsible for approving the risk appetite limits and guidelines and, in accomplishing their responsibilities, counts on the support of the Risk and Control Committee and the Chief Risk Officer (CRO).

The risk appetite limits are monitored on a periodic basis and reported to the Risk and Control Committee and the Executive Board that governed preventive decision-making process to ensure that exposure is aligned with the Bank's strategy.

There is a centralized risk control and management framework and independent from business units which establish risk limits and mitigation mechanisms, besides establishing processes and instruments to measure, monitor and control risks.

The Bank uses three components to organize its risk management activities: Business and operational scenario; governance framework; and the organizational chart of the departments.

- Business and operational scenario: the objective of this component is to identify, analyze, evaluate, address, communicate, and monitor risks;
- The governance framework is comprised of committees and collegiate forums, specialized and with a periodic agenda, with formalization of relevant decisions; and
- The organizational chart of the departments defines specific responsibilities and ensure segregation of duties and independent roles.

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The Bank adopts an integrated management for risks, minimum capital requirements and financial capacity. Risks are classified according to their nature: liquidity, credit; market; operational; and capital management.

Types of risks:

a) Liquidity risk

The liquidity risk arises from the risk that the Bank will not be able to efficiently discharge its expected and unexpected obligation, current and future, without affecting its day-to-day operations and without incurring material losses. To protect itself against this risk, the Bank periodically assesses its exposures and defines the volume of security 'cushion', or minimum liquidity, which should be recognized and held by the Institution.

The objective of liquidity risk management is to provide funding and manage investments and funding in the short and long terms. For the short-term horizon, the diversification of funding sources is prioritized. For the long-term horizon, matching the time between funding and investments is the priority. The practices adopted by the Bank are in conformity with the requirements set forth in CMN Resolution 4.557/17.

b) Credit risk

The credit risk arises from loss due to failure of the taker, issuer, or counterpart to fulfill their respective financial obligations within the agreed-upon terms. To face this risk, the Bank periodically revises its exposures and the credit rating of its clients and counterparts by setting limits and requiring guarantees that are sufficient to cover potential losses incurred by the institution.

The objective of the credit risk management is to anticipate the degree of risk, monitor the diversification and recognize sufficient guarantee that make it possible to minimize the Institution's risk of incurring financial loss. The practices adopted by the Bank are in conformity with the requirements set forth in CMN Resolution 4.557/17.

c) Market risk

The market risk arises from the risks that the Bank will incur significant losses due to fluctuations in the market value of the positions held by the Bank. Such losses may be subject to currency parity as well as parity in interest rates, share price, price index and prices of commodities.

The risk management function seeks to balance the business objectives in the banking and trading portfolios, considering, among others: political, economic and market scenarios, portfolio profile and capacity to operate in specific markets. The practices adopted by the Bank are in conformity with the requirements set forth in CMN Resolution 4.557/17.

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d) Operational risk

The operational risk arises from fraud, internal or external, labor claims and deficient occupational safety, inappropriate practices relating to clients, products and services, damages to own physical assets or in use by the Bank, situations that may cause disruption to the Bank's activities and failures in systems, processes, or information technology infrastructure. To address this risk, the Bank periodically compiles and categorizes these events by monitoring the effectiveness of the improvement plans adopted to minimize the occurrence of such events.

The objective of the operational management risk is the organized capture of information on weaknesses in business processes and the evaluation of the corresponding improvement plans. The practices adopted by the Bank are in conformity with the requirements set forth in CMN Resolution 4.557/17.

e) Capital Management

Capital management counts on a prospective process to monitor and control the Bank's capital including the capital requirement planning and projection consistently with the budgetary plans and business goals and strategies to cover the resulting risks.

Capital can be defined as the long-term funds, own and third parties, and may be segmented into Tier I (Principal Capital and Supplementary Capital and Tier II (Hybrid Instruments), which were classified and authorized by BACEN for this specific purpose and that enable the institution to absorb the risks and determine and meet the required ratios and leverage thresholds. The practices adopted are in conformity with CMN Resolution No. 4.557/17.

f) Sensitivity analysis

Banco Paulista performed a sensitivity analysis by market risk factors considered relevant, by monitoring the results obtained in determining the risks associated with the Bank's portfolio.

Since the calculation is made by following a methodology standardized by the Central Bank by means of the Financial Risk Management System, it does not consider the dynamic response capacity of management (Treasury and control areas) which triggers risk mitigating measures to minimize significant losses at least partially. The specific purpose of this study is risk management; therefore, it has no relation with accounting practices.

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g) Social, Environment, and Climate Responsibility

We have updated our regulatory commitment following the new guidelines brought through Resolution CMN 4.943/2021 which amends the Resolution 4.577/17 of "Integrated Risk Management (GIR)", including guidelines related to the management of social, environmental, and climate-related risks, and of Resolution CMN 4.945/2021, which provides on the Policy of Environment, and Climate Responsibility ("PRSAC"). Both came into force on December 01, 2022 for financial institutions of the Segment S4, under which the Company is framed.

The Policy of Environment, and Climate Responsibility ("PRSAC") presents principles, strategies, and guidelines of social, environmental, and climate nature to be observed in conducting our business, activities, and processes, as well as its relation with the concerned parties, being 100% aligned with the institutional positioning of the company, as regards of ESG matters.

In addition, it is worth highlighting that the social, environmental, climate risk assessment is part of the acceptance/renovation process of relevant customers and suppliers of Banco Paulista, and includes analysis of the commitment and customer and/or supplier's ability to prevent, reduce, mitigate, and manage potential social, environmental, and climate-related impacts of their activities. At the end of this process, a rating RSAC (Social, Environmental, and Climate-related Risk) is attributed to eligible customer, as well as to relevant suppliers.

This process is part and contributes to the robustness of the structure of integrated risk management of the company, comprising an exclusive dimension in the institution's matrix of Risk Appetite (RAS), periodically accompanied by the Management.

32. Indorsement, sureties and guarantees provided to third parties

As of December 31, 2024, the responsibility for indorsement, sureties, and guarantees provided to third parties, including receivables assigned without recourse, amounted to R\$ 3,894 (R\$ 616 as of December 31, 2023). An allowance for potential losses of R\$ 45 (R\$ 47 as of December 31, 2023).

33. Contingent assets and contingent liabilities, and legal, tax and social security obligations

a) Contingent assets

Contingent assets are not recognized, except when there are actual guarantees or judicial decisions favorable on which no appeals apply, characterizing gain as practically guaranteed. Contingent assets with probable success, when existing, are only disclosed in the financial statements.

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b) Contingent liabilities assessed as probable losses and legal obligations

b.1) Provision for labor risks

Comprised mainly of lawsuits filed by former employees claiming overtime and former independent contractors claiming recognition of employee-employer relationship and payment of the related labor rights.

Provisions for risks are recognized based on an individual analysis of the potential loss amount for each lawsuit, considering the current stage of the lawsuit, the case law in relation to the matter and the opinion of outside legal counsel. The probable loss amount reliably estimated is fully recognized, including charges.

b.2) Provision for civil risks

Comprised mainly of civil lawsuits related to CDC operations, for pain and suffering and property damages, and other lawsuits with indemnity claims. For lawsuits related to CDC operations whose amounts are not individually material, the provision is recognized based on the average history of losses on lawsuits of the same nature. The average history of loss is revised every six months. For other civil lawsuits, the likelihood of loss is individually analyzed considering the current stage of the lawsuit, the case law in relation to the matter and the opinion of outside legal counsel.

b.3) Provision for tax and social security risks

The provisions for tax and social security risks are represented by lawsuits and administrative proceedings, substantially represented by Constitutional Amendment 10/09 which ensures (i) the right to pay social contribution on net profit (CSLL) at the same rate applicable to entities not operating in the financial services segment; and (ii) suspend the requirement to pay CSLL on profits calculated at a rate of 30% in the period from January 1, 1996 to June 7, 1996, during which the company calculated and paid CSLL at a rate of 18% based on Law 9.249/95.

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Changes in provisions for risks and contingencies in the semester and year are as follows:

Provision for risks					
	Labor	Civil	Tax (i)	12/31/2024	12/31/2023
Balance at the beginning of the semester/year	243	1,842	1,392	3,477	6,954
Recognition	698	679	74,146	75,523	6,262
Realization	(1,123)	(646)	-	(1,769)	(8,470)
Inflation adjustments	425	3	60	488	28
Reversals	(243)	(169)	(61)	(473)	(688)
Fees	-	57	-	57	277
Reversal of fees	-	(13)	-	(13)	(888)
Balance at the end of the semester/year	-	1,754	75,537	77,292	3,475

Judicial deposits					
	Labor	Civil	Tax	12/31/2024	12/31/2023
Balance at the beginning of the semester/year	1,988	1,352	4,912	8,251	8,411
Inflation adjustments	85	114	225	425	426
Recognition	1,344	240	-	1,583	638
Reversals	(713)	(190)	-	(902)	-
Write-offs	(1,150)	(134)	-	(1,284)	(790)
Court costs	(3)	-	-	(3)	-
Payments	-	(66)	(61)	(127)	(434)
Balance at the end of the semester/year	1,551	1,316	5,076	7,943	8,251

c) Contingent liabilities assessed as possible losses

As of December 31, 2024, contingent liabilities classified as possible loss are represented by 75 civil lawsuits (37 lawsuits in 2023) involving R\$ 4,793 (R\$ 3,000 in 2023), 19 labor claims (18 claims in 2023) involving 4,523 (R\$ 4,567 in 2023), and 03 tax lawsuits (03 lawsuits in 2023) involving R\$ 3,292 (R\$ 2,817 in 2023). The amounts involved were calculated based on the respective claims (which do not necessarily represent the amount of a possible loss) and are substantially represented by the following lawsuits:

- Lawsuits claiming revision of clauses under loan and financing agreements;
- Indemnity claims, arising from the performance of financial transactions; and
- Labor claims:

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d) Processes underway

d.1) Operation Car Wash

On May 08, 2019, the Bank was the target of the 61st stage of Operation Car Wash, named “Mamom Disguises”, related to the Grupo Odebrecht, in which the Federal Attorney General's Office (“MPF”) and the Federal Police investigate operations of money laundry, through exchange operations. On September 10, 2020 the 74th stage of the Car Wash operation was launched which targets were agreements executed with the Petrobras Group, in relation to surcharges, freezing of resources of officers involved in these operations.

The Bank's current Management has no knowledge of the transactions being investigated by Operation Car Wash, and reassures that the Institution's operations have always being based on legality and all the standards and guidance established by the Central Bank of Brazil are followed.

Additionally, the Bank is not under criminal charge, therefore, there is nothing to state regarding success analysis in the financial sphere. It must be stated that there is not provision for criminal liability of corporate entities in the Brazilian Legal System, except for cases of environmental crimes. The criminal proceedings abovementioned are not result of environmental crimes apt to claim criminal liability of the corporate entity.

The Bank reinforces its commitment to society, clients, and authorities and, for this purpose, the new Management is focused on adopting strict standards, mainly measures to strengthen governance and compliance, such as management, control, audit, and transparency of information.

Management hereby asserts that, through the date these financial statements were closed, there had been no updates or new information on the matter.

d.2) Proceedings – Federal Revenue

In December 2019, the Federal Revenue Service issued a tax assessment notice disallowing the use of administrative expenses in determining IRPJ, CSLL and IRRF in the amount of R\$ 32,761, which were assessed by the Bank's legal counsel as possible.

The same tax assessment notice disallowed the use of expenses in the amount of R\$ 62,413, assessed as remote loss, as supported legal opinion issued on March 04, 2024 by legal counsels, as well as the findings of the independent investigation, which did not identify irregularities for these expenses. For both cases, the Bank filed an appeal challenging the decisions.

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On February 28, 2023, the Bank registered the intention of adhesion to the Tax Litigation Reduction Program (PRLF), and performed the payment of the amount R\$ 12,898, and the updated amount is R\$ 14,456 (Note 12). This program grants discounts of up to 100% of interests and fees, observing the limit of 65% on the total amount of receivable purpose of the negotiation, varying according to several factors, including the payment capacity determined through statistic calculations. It is worth noticing that the adhesion request does not imply automatic deferral, neither represents irrevocable confession of the respective debts.

The proceedings related to the Tax Litigation Reduction Program (PRLF), until issuance of these statements, is still under analysis by the Federal Revenue Service and the respective defense of citations are in progress, with probability of loss assessed by the legal counsels as potential or remote, thus, no provision was recognized related to this matter

On September 19, 2024, the Bank, together with the “Program for Reduction of Tax Litigation (PRLF)”, filed with the Attorney General's Office of the National Treasury (PGFN) a request for revision of the payment capacity (CAPAG).

On October 15, 2024, PGFN partially granted the request, reducing the payment capacity to 60 months, the amount of R\$ 74,146, with recognition under line “Provision for tax contingencies”. (Note 25)

d.3) Agreement

During the year 2022, it was instituted the “Agreement” by BACEN, being in this case applied a fine of R\$ 4,000 and R\$ 12,081, paid in February 27, 2023 and July 31, 2023, respectively, when the Bank reassured improvements in its actions, as well as preparation of the Action Plan with improvements in the Governance process.

With the liquidation of these amounts during the year of 2023, the Management understands that this matter was fully concluded with the Central Bank of Brazil.

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34. Operating limits

Regulatory Capital Required (PRE) determined under the prevailing regulations is as follows:

RWA and Basel ratio	12/31/2024	12/31/2023
PR	170,458	175,376
Tier-I regulatory capital	147,376	149,006
Principal Capital	147,376	149,006
Tier-II regulatory capital	23,082	26,370
RWA Cpad - Credit	1,200,632	1,198,740
RWA Cam - Foreign exchange	68	1,521
RWA Trading - Interest, commodities, shares	1,284	277
RWA Opad - Operational	164,098	154,973
RWA – Total	1,366,083	1,355,512
Minimum regulatory capital	109,287	108,440
Basel ratio (regulatory capital / Total RWA)	12.48%	12.94%
Tier-I ratio (Tier-I regulatory capital/ Total RWA)	10.79%	10.99%
Principal Capital ratio (Principal Capital / Total RWA)	10.79%	10.99%
Wide Basel ratio (regulatory capital / (Total RWA+ Rban))	12.17%	12.62%

Basel Index, for the reference date December 31, 2024, determined in accordance with Resolution 2.099/94, with amendments introduced by Resolutions 4.192/13 and 4.193/13, is 12.48% for the Financial Conglomerate.

The Bank is compliant with the requirements.

35. Provision of non-audit services and auditor's independence policy

In compliance with CMN Resolution 2021, the Bank did not engage Grant Thornton Auditores Independentes Ltda. to provide services to the Bank other than the external audit services. The policy adopted complies with the principles that preserve the auditor's independence, according to prevailing standards, that mainly determine that the auditor should neither audit their own work nor exercise management functions in the client or pursue its interests.

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36. Other information

a) Nonrecurring profit or loss

	12/31/2024	12/31/2023
<u>(Loss) Profit for the semester</u>	(68,017)	5,303
(-) <u>Nonrecurring profit or loss</u>		
Reversal of revenue	(190)	(190)
Agreement		-
Labor lawsuits	(715)	(715)
Legal fees	(953)	(167)
Provision Process CAPAG – Federal Revenue		
Service	(74,146)	-
Tax effects	34,202	482
Total nonrecurring profit or loss	(41,802)	(590)
<u>Recurring net profit (loss)</u>	<u>(26,215)</u>	<u>4,713</u>

37. Other matters

- 1) Profit sharing, amounting to R\$ 874 was paid to employees in September 2024, related to Profit earned in the 1st semester of 2024.
- 2) From January 1, 2025, the provisions of Resolution CMN No. 4.966/21, together with the changes introduced by Resolution CMN No. 5.100/23, establish new criteria applicable to financial instruments, covering the designation and the recognition of hedge relations to be adopted by the financial institutions, including Banco Paulista S.A., and other institutions authorized by the Central Bank of Brazil. These criteria cover several aspects, such as classification, measurement, recognition, and write-off of financial instruments, the recognition of provision for expected losses related to credit risk, the updated of financial instruments based on the contractual effective tax rate, and the recognition of interest for overdue active financial instruments.

The Implementation Planning initially designed based on the guidelines established in the Resolution CMN No. 4.966/21, and adopted by Banco Paulista S.A. was executed during the year of 2024, aiming the effective implementation on January 1, 2025. In addition, there is a specific Committee, comprised of several areas, which will be responsible for identifying the impacts of adoption of guidelines and monitor its implementation, taking into consideration, among other aspects, the effects in the processes and legacy systems, as well as the review of the models and criteria used in the establishment of accounting estimates.

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3) Main standards and normative amendments that will enter into effect in future periods:

- Resolution CMN No. 4.966/2021, CMN No. 5.100/2023, CMN No. 5.146/2024, and supplementary resolutions – effective as from January 1, 2025 establish accounting criteria applicable to financial instruments and for designation and recognition of projection relations (hedge accounting), absorbing concepts of CPC 48 – Financial Instruments. For hedge accounting requirements, the term defined by the Central Bank of Brazil is January 1, 2027.
- Resolution CMN No. 5.100/2023 – Amend the provisions of Resolution CMN No. 4.966/21, establishing new criteria for renegotiated agreements and the term for the requirements applicable to hedge accounting for January 1, 2027.
- CMN Resolution No. 5.199/2024 – Effective on January 1, 2025 amends the Resolution CMN No. 4.955 by establishing a transition schedule for the incorporation of impacts on the regulatory capital, aligned with recommendations from the Basel Committee. It establishes addition to the principal capital of the absolute amount of negative adjustment recorded in equity, arising from the application of the new model for provisioning for losses associated with credit risk.

4) The main aspects and impacts of the standards are presented below:

- **Classification of financial assets and financial liabilities**

Classifications must be made based on the business model of the institution for the management of financial assets and on contractual characteristics of the cash flows of these assets in the following categories:

- Amortized Cost (CA): Assets managed to obtain cash flows recognized only for the payment of principal and interest (SPPJ Test)
- Fair Value through Other Comprehensive Income (FVTOCI): Assets managed to obtain cash flows recognized only for the payment of principal (SPPJ Test), and for sale.
- Fair Value through Profit or Loss (FVTPL): Assets that do not meet the classification criteria of previous categories.

Financial assets must be classified and recognized at Amortized Cost or, in some exceptions (such as Derivatives), at Fair Value Through Profit and Loss (FVTPL), without the possibility of reclassification.

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- **Expected Losses Associated with Credit Risk**

The Resolution CMN No. 4.966/21 also determines the adoption of the model of expected losses, in which the Bank shall recognize expected losses associated with credit risk. The Bank integrates the Prudential Segment “S4”, thus, the methodology adopted will be the simplified methodology, determined by Resolution BCB No. 352/23, observing portfolios (C1 to C5) the periods of delay in operations. The recognition of allowance for expected losses will be for financial assets, financial guarantees provided, and credit commitments to release. In order to perform the assessment, assets were segregated in the following concepts:

- **Non-problematic financial assets:** refer to assets not characterized as assets with credit recovery problem by applying the percentages described in Annex II of the Resolution No. 352/23 for the calculation of the amount of provision.
- **Defaulted problematic financial assets:** refer to assets with default over ninety (90) days, by applying percentages described in Annex I of Resolution No. 352/23 for the calculation of the amount of provision, together with the percentages described in Art. 78, p. 78, Item III, resulting in the amount of additional provision.
- **Compliant problematic financial assets:** these refer to assets characterized as assets with problem in credit recovery with delayed for less than ninety (90) days, by applying the percentages described in Art. 78, p. 1, Item II, resulting in the amount of additional provision.

- **Impacts in the adoption of the standard**

- Classification and measurement

When comparing classifications and measurements in accordance with the accounting standard prevailing until December 31, 2024 with the new guidelines of classification and measurement introduced by Resolution CMN No. 4.966/21, based on business models approved by the Board, the Bank verified that there are no impacts arising from the adoption of the new regulation.

- Expected Losses

The Bank assesses that the transition to the Resolution CMN No. 4.966/21, when applying new bases for the recognition of provision for expected losses, the consequence will be a decrease in equity of approximately R\$ 16,981, net of tax effects, being recognized, in the corresponding entry to appropriated retained earnings as of January 1, 2025.

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As of December 31, 2024, and December 31, 2023

(In thousands of reais) (Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese-language version shall prevail.)

38. Events after the reporting period

From December 31, 2024 to the date these financial statements was approved for issue, no subsequent occurred that would require disclosure.

39. Explanation added to the English-language version

The accompanying financial statements were translated into English from the original Portuguese version prepared for local purposes. Certain accounting practices adopted by the Company that conform to those accounting practices adopted in Brazil may not comply with the generally accepted accounting principles in the countries where these financial statements may be used.

Bruno Cunha Almeida
Director

Rui Luis Fernandes
Director

Ana Cristina Alves Afonso
Chief Accountant