

# Interim Financial Information 06/30/22



Localiza Rent a Car S/A, Corporate Taxpayers ID: 16297005/0001-55



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Índice Carbono Eficiente

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## Company Information / Capital Structure

Number of Shares (Thousands)	Current Quarter 06/30/2022
<b>Paid-In Capital</b>	
Common Shares	758.467
Preferred Shares	0
<b>Total</b>	758.467
<b>Treasury Shares</b>	
Common Shares	6.153
Preferred Shares	0
<b>Total</b>	6.153

## Individual Financial Statements / Balance Sheet – Assets

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 06/30/2022	Prior Year 12/31/2021
1	Total Assets	24.611.846	21.453.404
1.01	Current Assets	6.430.229	5.799.406
1.01.01	Cash and Cash Equivalents	436.012	289.103
1.01.02	Financial Assets	3.694.302	3.642.455
1.01.02.01	Financial Assets at fair value through profit or loss	3.694.302	3.642.455
1.01.03	Accounts Receivable	1.214.406	1.164.104
1.01.03.01	Clients	1.214.406	1.164.104
1.01.06	Recoverable Taxes	129.136	136.666
1.01.07	Prepaid Expenses	113.784	27.556
1.01.08	Other Current Assets	842.589	539.522
1.01.08.01	Non-Current Assets Available for Sale	373.524	148.188
1.01.08.03	Other	469.065	391.334
1.01.08.03.01	Dividends Receivable	206.875	145.555
1.01.08.03.02	Derivative instruments	104.963	89.625
1.01.08.03.03	Other	157.227	156.154
1.02	Non-Current Assets	18.181.617	15.653.998
1.02.01	Long-Term Assets	479.863	740.936
1.02.01.01	Financial Assets at fair value through profit or loss	3.000	3.000
1.02.01.08	Prepaid Expenses	2.983	1.566
1.02.01.10	Other Non-Current Assets	473.880	736.370
1.02.01.10.03	Escrow Deposits	83.030	86.517
1.02.01.10.04	Derivative instruments	87.003	365.088
1.02.01.10.05	Other	0	0
1.02.01.10.06	Recoverable Taxes	303.847	284.765
1.02.02	Investments	2.231.004	1.875.512
1.02.02.01	Equity Investments	2.231.004	1.875.512
1.02.02.01.02	Investments in subsidiaries	2.231.004	1.875.512
1.02.03	Property and Equipment	15.416.618	13.005.443
1.02.03.01	Property and Equipment in Use	14.391.922	12.003.478
1.02.03.02	Leased Right-of-use	996.883	985.666
1.02.03.02.02	Right-of-use	996.883	985.666
1.02.03.03	Construction in Progress	27.813	16.299
1.02.04	Intangible Assets	54.132	32.107
1.02.04.01	Intangible	54.132	32.107
1.02.04.01.02	Software	31.137	28.953
1.02.04.01.04	Software in Development	22.995	3.154



## Individual Financial Statements / Balance Sheet – Liabilities

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 06/30/2022	Prior Year 12/31/2021
2	Total Liabilities	24.611.846	21.453.404
2.01	Current Liabilities	4.291.601	4.207.098
2.01.01	Payroll and Related Taxes	218.907	250.533
2.01.01.01	Related Taxes	34.660	30.935
2.01.01.02	Payroll	184.247	219.598
2.01.02	Trade Payables	2.403.850	1.490.280
2.01.02.01	Domestic Suppliers	2.403.445	1.490.153
2.01.02.02	Foreign Suppliers	405	127
2.01.03	Taxes Payable	28.296	6.416
2.01.03.01	Federal Taxes Payable	24.137	3.187
2.01.03.01.01	Income Tax and Social Contribution Payable	0	0
2.01.03.01.02	Other Federal Taxes	24.137	3.187
2.01.03.03	Municipal Taxes Payable	4.159	3.229
2.01.04	Loans and Financing	1.093.207	1.725.157
2.01.04.01	Loans and Financing	520.837	565.859
2.01.04.01.01	In Local Currency	3.429	340.246
2.01.04.01.02	In Foreign Currency	517.408	225.613
2.01.04.02	Debentures	572.370	1.159.298
2.01.05	Other Payables	547.341	734.712
2.01.05.01	Payables to Related Parties	1.485	233
2.01.05.01.02	Payables to Subsidiaries	1.485	233
2.01.05.02	Other	545.856	734.479
2.01.05.02.01	Dividends and Interest on Capital Payable	111.937	288.849
2.01.05.02.04	Other Current Liabilities	231.753	261.884
2.01.05.02.05	Derivative instruments	33.619	8.560
2.01.05.02.06	Unearned Revenue	2.158	1.454
2.01.05.02.07	Right-of-use Lease Liability	166.389	173.732
2.02	Non-Current Liabilities	11.938.497	9.629.216
2.02.01	Loans and Financing	9.773.489	7.633.064
2.02.01.01	Loans and Financing	1.391.264	1.764.710
2.02.01.01.01	In Local Currency	691.699	397.101
2.02.01.01.02	In Foreign Currency	699.565	1.367.609
2.02.01.02	Debentures	8.382.225	5.868.354
2.02.02	Other Payables	1.016.184	1.049.954
2.02.02.02	Other	1.016.184	1.049.954
2.02.02.02.03	Other Non-Current Liabilities	31.398	23.775
2.02.02.02.04	Right-of-use Lease Liability	921.971	891.502
2.02.02.02.05	Derivative instruments	62.815	134.677
2.02.03	Deferred Taxes	1.037.421	808.299
2.02.03.01	Deferred Income Tax and Social Contribution	1.037.421	808.299
2.02.04	Provisions	110.512	135.622
2.02.04.01	Provision for Tax, Social Security, Labor and Civil Risks	110.512	135.622
2.02.04.01.05	Provision for Tax, Social Security, Labor and Civil Risks	110.512	135.622
2.02.06	Unearned Profit and Revenue	891	2.277
2.02.06.02	Unearned Revenue	891	2.277
2.03	Equity	8.381.748	7.617.090
2.03.01	Paid-In Capital	3.956.889	3.956.889
2.03.01.01	Capital	4.000.000	4.000.000
2.03.01.02	Expenses on the issuance of shares, net of tax effects	-43.111	-43.111

**Individual Financial Statements / Balance Sheet – Liabilities**

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**(In Thousands of Brazilian Reais)**

<b>Code</b>	<b>Description</b>	<b>Current Quarter 06/30/2022</b>	<b>Prior Year 12/31/2021</b>
2.03.02	Capital Reserves	68.539	40.890
2.03.02.05	Treasury Shares	-158.917	-162.074
2.03.02.07	Share Issuance Premium and Stock Options Granted	227.456	202.964
2.03.04	Earnings Reserves	3.618.430	3.618.430
2.03.04.01	Legal Reserve	375.157	375.157
2.03.04.02	Statutory Reserve	3.243.273	3.243.273
2.03.05	Retained Earnings (Accumulated Losses)	732.800	0
2.03.08	Other Comprehensive Income	5.090	881

## Individual Financial Statements / Statement of Income

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the	Equal Quarter for	Accumulated for the Prior
		04/01/2022 to 06/30/2022	Current Year 01/01/2022 to 06/30/2022	Prior Year 04/01/2021 to 06/30/2021	Year 01/01/2021 to 06/30/2021
3.01	Revenue from Sales and/or Services	2.429.809	4.570.461	2.152.452	4.449.820
3.02	Cost of Sales and/or Services	-1.509.214	-2.706.431	-1.448.136	-2.938.725
3.03	Gross Profit	920.595	1.864.030	704.316	1.511.095
3.04	Operating Income (Expenses)	-138.786	-245.103	-101.483	-259.786
3.04.01	Selling Expenses	-208.424	-391.123	-204.982	-452.386
3.04.02	General and Administrative Expenses	-99.385	-185.986	-71.290	-131.408
3.04.05	Other Operating Expenses	11.518	15.194	1.397	-1.553
3.04.06	Equity in the Earnings of Subsidiaries	157.505	316.812	173.392	325.561
3.05	Profit (Loss) Before Finance Income (Expenses) and Taxes	781.809	1.618.927	602.833	1.251.309
3.06	Finance Income (Expenses)	-230.373	-417.222	-54.654	-84.948
3.06.01	Finance Income	133.944	231.007	33.005	51.445
3.06.02	Finance Expenses	-364.317	-648.229	-87.659	-136.393
3.07	Net Income Before Income Taxes	551.436	1.201.705	548.179	1.166.361
3.08	Income Tax and Social Contribution on Profit	-94.108	-226.954	-100.277	-236.203
3.08.01	Current	0	0	-1.078	-74.547
3.08.02	Deferred	-94.108	-226.954	-99.199	-161.656
3.09	Net Income from Continuing Operations	457.328	974.751	447.902	930.158
3.11	Net Income for the Period	457.328	974.751	447.902	930.158
3.99.01	Basic Earnings per Share				
3.99.01.01	Common Shares	0,6079	1,2958	0,5956	1,2372
3.99.02	Diluted Earnings per Share				
3.99.02.01	Common Shares	0,6037	1,2867	0,5920	1,2298



**Individual Financial Statements / Statement of Comprehensive Income**

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**(In Thousands of Brazilian Reais)**

<b>Code</b>	<b>Description</b>	<b>Current Quarter 04/01/2022 to 06/30/2022</b>	<b>Accumulated for the Current Year 01/01/2022 to 06/30/2022</b>	<b>Equal Quarter for Prior Year 04/01/2021 to 06/30/2021</b>	<b>Accumulated for the Prior Year 01/01/2021 to 06/30/2021</b>
4.01	Net Income for the Period	457.328	974.751	447.902	930.158
4.02	Other Comprehensive Income	4.200	4.209	0	0
4.02.01	Adjustments from Financial Instruments	6.537	6.377	0	0
4.02.02	Taxes on Adjustments of Financial Instruments	-2.222	-2.168	0	0
4.02.03	Effect of equity method of financial instruments - Subsidiary	-115	0	0	0
4.03	Comprehensive Income for the Period	461.528	978.960	447.902	930.158

## Individual Financial Statements / Statement of Cash Flows – Indirect Method

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(In Thousands of Brazilian Reais)

Code	Description	Accumulated for the Current Year 01/01/2022 to 06/30/2022	Accumulated for the Prior Year 01/01/2021 to 06/30/2021
6.01	Net Cash Provided by Operating Activities	-760.974	-1.737.841
6.01.01	Cash Provided by Operations	1.426.062	717.486
6.01.01.01	Net Income for the Period	974.751	930.158
6.01.01.02	Depreciation and Amortization	365.740	159.902
6.01.01.03	(Gain) /loss on the sale or write-off of decommissioned cars	-432.497	-402.282
6.01.01.04	Deferred Income Tax and Social Contribution	226.954	161.656
6.01.01.05	Equity in the Earnings of Subsidiaries	-316.812	-325.561
6.01.01.06	Other	25.329	13.957
6.01.01.07	Provisions for risks	-25.110	-11.816
6.01.01.08	Interest on Loans, Financing, Debentures and Derivatives	601.366	94.849
6.01.01.09	Lease interest	47.157	41.389
6.01.01.10	Other provisions	-21.508	21.277
6.01.01.11	Allowance for doubtful debts	-19.308	33.957
6.01.02	Changes in Assets and Liabilities	-3.576.730	-3.134.318
6.01.02.01	Trade Receivables	-26.071	-33.798
6.01.02.02	Acquisition of Cars, Net of Changes in Balances with Car Manufacturers	-3.419.743	-3.128.117
6.01.02.03	Escrow Deposits	3.487	-2.219
6.01.02.04	Recoverable Taxes	-4.756	11.667
6.01.02.05	Prepaid Expenses	-87.645	-52.881
6.01.02.06	Other Current and Non-Current Assets	15.309	71.315
6.01.02.07	Trade Payables (Except Car Manufacturers)	-13.531	27.168
6.01.02.08	Payroll and Related Taxes	-31.626	-3.620
6.01.02.09	Income Tax and Social Contribution	0	74.547
6.01.02.11	Insurance Premiums	18.782	-57.561
6.01.02.12	Other Current and Non-Current Liabilities	-30.936	-40.819
6.01.03	Other	1.389.694	678.991
6.01.03.01	Revenue on the sale of the decommissioned cars, net of taxes	1.898.199	2.541.772
6.01.03.02	Income Tax and Social Contribution Paid	135	-145.094
6.01.03.03	Interest on Loans, Financing Debt and Derivatives Paid	-433.011	-81.196
6.01.03.04	Lease interest paid	-23.782	-20.215
6.01.03.05	Short-term financial assets	-51.847	-1.616.276
6.02	Net Cash Provided by Investing Activities	-164.841	9.789
6.02.01	Purchase of Other Property and Equipment	-37.653	-52.673
6.02.02	Purchase of Intangible Assets	-27.188	-1.903
6.02.03	Capital increase in subsidiary	-100.000	0
6.02.04	Dividends from Subsidiaries	0	64.365
6.03	Net Cash Provided by Financing Activities	1.072.724	476.236
6.03.01	Loans, Financing and debt securities - funding	2.778.448	1.602.865
6.03.02	Loans, Financing and debt securities - repayments/ buyback	-1.216.007	-911.702
6.03.05	Dividends	-206.200	-18.126
6.03.06	Interest on Capital	-207.500	-127.553
6.03.09	Exercise of stock options with treasury shares, net	254	-1.348
6.03.11	Lease liability - repayments	-78.493	-72.276
6.03.14	Treasury shares sold	2.222	4.376
6.05	Increase (Decrease) in Cash and Cash Equivalents	146.909	-1.251.816
6.05.01	Opening Balance of Cash and Cash Equivalents	289.103	1.575.486
6.05.02	Closing Balance of Cash and Cash Equivalents	436.012	323.670

## Individual Financial Statements / Statement of Changes in Equity - 01/01/2022 to 06/30/2022

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(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity
5.01	Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090
5.03	Adjusted Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090
5.04	Capital Transactions with Shareholders	0	27.649	0	-241.951	0	-214.302
5.04.03	Stock Options Granted Recognized	0	25.173	0	0	0	25.173
5.04.05	Treasury shares sold	0	2.222	0	0	0	2.222
5.04.07	Interest on Capital	0	0	0	-241.951	0	-241.951
5.04.08	Exercise of long-term incentive programs with treasury shares	0	254	0	0	0	254
5.05	Total Comprehensive Income	0	0	0	974.751	4.209	978.960
5.05.01	Net Income for the Period	0	0	0	974.751	0	974.751
5.05.02	Other Comprehensive Income	0	0	0	0	4.209	4.209
5.05.02.01	Adjustments of Financial Instruments	0	0	0	0	6.377	6.377
5.05.02.02	Taxes on Adjustments of Financial Instruments	0	0	0	0	-2.168	-2.168
5.07	Closing Balances	3.956.889	68.539	3.618.430	732.800	5.090	8.381.748



## Individual Financial Statements / Statement of Changes in Equity - 01/01/2022 to 06/30/2021

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(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity
5.01	Opening Balances	3.956.889	-578	2.096.348	0	0	6.052.659
5.03	Adjusted Opening Balances	3.956.889	-578	2.096.348	0	0	6.052.659
5.04	Capital Transactions with Shareholders	0	16.715	0	-136.095	0	-119.380
5.04.03	Stock Options Granted Recognized	0	13.687	0	0	0	13.687
5.04.04	Purchased Treasury Shares	0	0	0	0	0	0
5.04.05	Treasury shares sold	0	4.376	0	0	0	4.376
5.04.07	Interest on Capital	0	0	0	-136.095	0	-136.095
5.04.08	Exercise of stock options with treasury shares	0	-1.348	0	0	0	-1.348
5.05	Total Comprehensive Income	0	0	0	930.158	0	930.158
5.05.01	Net Income for the Period	0	0	0	930.158	0	930.158
5.07	Closing Balances	3.956.889	16.137	2.096.348	794.063	0	6.863.437

## Individual Financial Statements / Statement of Value Added

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(In Thousands of Brazilian Reais)

Code	Description	Accumulated for the	Accumulated for the
		Current Year 01/01/2022 to 06/30/2022	Prior Year 01/01/2021 to 06/30/2021
7.01	Revenues	4.903.639	4.633.099
7.01.01	Sales of Goods, Products and Services	4.841.080	4.645.963
7.01.03	Revenues Related to the Construction of Own Assets	43.251	21.093
7.01.04	Allowance for/Reversal of Doubtful Debts	19.308	-33.957
7.02	Inputs Acquired from Third Parties	-2.575.174	-2.853.863
7.02.01	Cost of Products, Goods and Services Sold	-2.237.614	-2.572.870
7.02.02	Materials, Power, Third-Party Services and Other	-337.560	-280.993
7.03	Gross Value Added	2.328.465	1.779.236
7.04	Retentions	-365.740	-159.902
7.04.01	Depreciation, Amortization and Depletion	-365.740	-159.902
7.05	Net Wealth Created	1.962.725	1.619.334
7.06	Wealth Received in Transfer	547.819	377.006
7.06.01	Equity in the Earnings of Subsidiaries	316.812	325.561
7.06.02	Finance Income	231.007	51.445
7.07	Total Wealth for Distribution	2.510.544	1.996.340
7.08	Wealth Distributed	2.510.544	1.996.340
7.08.01	Personnel	464.948	450.287
7.08.01.01	Salaries and Wages	329.575	341.488
7.08.01.02	Benefits	84.396	72.051
7.08.01.03	Severance Pay Fund (FGTS)	25.804	23.061
7.08.01.04	Other	25.173	13.687
7.08.02	Taxes, Fees and Contributions	360.695	425.022
7.08.02.01	Federal	267.701	339.845
7.08.02.02	State	80.387	71.245
7.08.02.03	Municipal	12.607	13.932
7.08.03	Lenders and Lessors	710.150	190.873
7.08.03.01	Interest	648.229	136.393
7.08.03.02	Rentals	40.418	36.624
7.08.03.03	Other	21.503	17.856
7.08.03.03.01	Other Rentals	21.503	17.856
7.08.04	Shareholders	974.751	930.158
7.08.04.01	Interest on Capital	241.951	136.095
7.08.04.03	Retained Earnings (Loss for the Period)	732.800	794.063

**Consolidated Financial Statements / Balance Sheet – Assets**

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**(In Thousands of Brazilian Reais)**

<b>Code</b>	<b>Description</b>	<b>Current Quarter 06/30/2022</b>	<b>Prior Year 12/31/2021</b>
1	Total Assets	30.423.979	25.312.056
1.01	Current Assets	9.032.816	6.942.865
1.01.01	Cash and Cash Equivalents	767.274	444.139
1.01.02	Financial Assets	5.758.576	4.565.393
1.01.02.01	Financial Assets at fair value through profit or loss	5.758.576	4.565.393
1.01.03	Accounts Receivable	1.409.619	1.310.359
1.01.03.01	Clients	1.409.619	1.310.359
1.01.06	Recoverable Taxes	147.247	146.010
1.01.07	Prepaid Expenses	144.073	29.725
1.01.08	Other Current Assets	806.027	447.239
1.01.08.01	Non-Current Assets Available for Sale	431.432	181.999
1.01.08.03	Other	374.595	265.240
1.01.08.03.02	Derivative instruments	145.888	89.625
1.01.08.03.03	Other	228.707	175.615
1.02	Non-Current Assets	21.391.163	18.369.191
1.02.01	Long-Term Assets	675.789	932.308
1.02.01.01	Financial Assets at fair value through profit or loss	3.000	3.000
1.02.01.04	Accounts Receivable	2.238	2.666
1.02.01.04.01	Clients	2.238	2.666
1.02.01.07	Deferred Taxes	25.400	24.291
1.02.01.07.01	Deferred Income Tax and Social Contribution	25.400	24.291
1.02.01.08	Prepaid Expenses	2.983	1.566
1.02.01.10	Other Non-Current Assets	642.168	900.785
1.02.01.10.03	Escrow Deposits	120.414	121.805
1.02.01.10.04	Derivative instruments	169.438	448.085
1.02.01.10.05	Investments in restricted accounts	48.469	46.130
1.02.01.10.06	Recoverable Taxes	303.847	284.765
1.02.03	Property and Equipment	20.506.922	17.293.854
1.02.03.01	Property and Equipment in Use	19.723.107	16.528.038
1.02.03.02	Right-of-use in Lease	732.436	736.026
1.02.03.02.02	Right-of-use	732.436	736.026
1.02.03.03	Construction in Progress	51.379	29.790
1.02.04	Intangible Assets	208.452	143.029
1.02.04.01	Intangible Assets	208.452	143.029
1.02.04.01.02	Goodwill on Acquisition of Investments	146.681	105.437
1.02.04.01.03	Software	36.394	34.358
1.02.04.01.05	Software in Development	25.377	3.234



## Consolidated Financial Statements / Balance Sheet – Liabilities

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 06/30/2022	Prior Year 12/31/2021
2	Total Liabilities	30.423.979	25.312.056
2.01	Current Liabilities	5.700.917	4.984.500
2.01.01	Payroll and Related Taxes	248.020	276.128
2.01.01.01	Related Taxes	39.650	33.817
2.01.01.02	Payroll	208.370	242.311
2.01.02	Trade Payables	2.993.767	2.059.296
2.01.02.01	Domestic Suppliers	2.993.362	2.059.169
2.01.02.02	Foreign Suppliers	405	127
2.01.03	Taxes Payable	51.782	18.506
2.01.03.01	Federal Taxes Payable	46.238	13.934
2.01.03.01.01	Income Tax and Social Contribution Payable	18.949	8.966
2.01.03.01.02	Other Federal Taxes	27.289	4.968
2.01.03.03	Municipal Taxes Payable	5.544	4.572
2.01.04	Loans and Financing	1.830.433	1.884.758
2.01.04.01	Loans and Financing	799.534	673.472
2.01.04.01.01	In Local Currency	117.040	360.793
2.01.04.01.02	In Foreign Currency	682.494	312.679
2.01.04.02	Debentures	1.030.899	1.211.286
2.01.05	Other Payables	576.915	745.812
2.01.05.02	Other	576.915	745.812
2.01.05.02.01	Dividends and Interest on Capital Payable	111.937	288.849
2.01.05.02.04	Other Current Liabilities	265.480	286.170
2.01.05.02.05	Derivative instruments	47.341	9.124
2.01.05.02.06	Unearned Revenue	4.781	4.718
2.01.05.02.07	Right-of-use Lease Liability	147.376	156.951
2.02	Non-Current Liabilities	16.334.920	12.710.466
2.02.01	Loans and Financing	13.886.572	10.548.337
2.02.01.01	Loans and Financing	2.092.460	2.375.219
2.02.01.01.01	In Local Currency	1.140.307	920.886
2.02.01.01.02	In Foreign Currency	952.153	1.454.333
2.02.01.02	Debentures	11.794.112	8.173.118
2.02.02	Other Payables	828.894	844.360
2.02.02.02	Other	828.894	844.360
2.02.02.02.03	Other Non-Current Liabilities	35.166	27.503
2.02.02.02.04	Derivative instruments	95.490	134.677
2.02.02.02.05	Restricted obligations	49.233	47.003
2.02.02.02.06	Right-of-use Lease Liability	649.005	635.177
2.02.03	Deferred Taxes	1.478.196	1.147.902
2.02.03.01	Deferred Income Tax and Social Contribution	1.478.196	1.147.902
2.02.04	Provisions	136.705	163.647
2.02.04.01	Provision for Tax, Social Security, Labor and Civil Risks	136.705	163.647
2.02.04.01.05	Provision for Tax, Social Security, Labor and Civil Risks	136.705	163.647
2.02.06	Unearned Profit and Revenue	4.553	6.220
2.02.06.02	Unearned Revenue	4.553	6.220
2.03	Consolidated Equity	8.388.142	7.617.090
2.03.01	Paid-In Capital	3.956.889	3.956.889
2.03.01.01	Capital	4.000.000	4.000.000
2.03.01.02	Expenses on the issuance of shares, net of tax effects	-43.111	-43.111

**Consolidated Financial Statements / Balance Sheet – Liabilities**

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**(In Thousands of Brazilian Reais)**

<b>Code</b>	<b>Description</b>	<b>Current Quarter 06/30/2022</b>	<b>Prior Year 12/31/2021</b>
2.03.02	Capital Reserves	68.539	40.890
2.03.02.05	Treasury Shares	-158.917	-162.074
2.03.02.07	Share Issuance Premium and Stock Options Granted	227.456	202.964
2.03.04	Earnings Reserves	3.618.430	3.618.430
2.03.04.01	Legal Reserve	375.157	375.157
2.03.04.02	Statutory Reserve	3.243.273	3.243.273
2.03.05	Retained Earnings (Accumulated Losses)	732.800	0
2.03.08	Other Comprehensive Income	5.090	881
2.03.08.01	Adjustments of Financial Instruments	5.090	881
2.03.09	Attributable to Non-controlling Partners	5.090	881

**Consolidated Financial Statements / Statement of Income**

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**(In Thousands of Brazilian Reais)**

Code	Description	Current Quarter	Accumulated for the	Equal Quarter for	Accumulated for the
		04/01/2022 to 06/30/2022	Current Year 01/01/2022 to 06/30/2022	Prior Year 04/01/2021 to 06/30/2021	Prior Year 01/01/2021 to 06/30/2021
3.01	Revenue from Sales and/or Services	3.049.431	5.761.083	2.695.708	5.492.830
3.02	Cost of Sales and/or Services	-1.788.398	-3.225.032	-1.696.191	-3.426.049
3.03	Gross Profit	1.261.033	2.536.051	999.517	2.066.781
3.04	Operating Income (Expenses)	-368.536	-691.587	-326.250	-685.178
3.04.01	Selling Expenses	-253.686	-473.236	-238.477	-516.904
3.04.02	General and Administrative Expenses	-126.754	-232.063	-88.713	-164.596
3.04.05	Other Operating Expenses	11.904	13.712	940	-3.678
3.05	Profit (Loss) Before Finance Income (Expenses) and Taxes	892.497	1.844.464	673.267	1.381.603
3.06	Finance Income (Expenses)	-266.312	-493.262	-45.882	-68.118
3.06.01	Finance Income	205.967	334.264	46.981	74.021
3.06.02	Finance Expenses	-472.279	-827.526	-92.863	-142.139
3.07	Net Income Before Income Taxes	626.185	1.351.202	627.385	1.313.485
3.08	Income Tax and Social Contribution on Profit	-169.471	-377.065	-179.483	-383.327
3.08.01	Current	-19.579	-50.048	-38.807	-152.762
3.08.02	Deferred	-149.892	-327.017	-140.676	-230.565
3.09	Net Income from Continuing Operations	456.714	974.137	447.902	930.158
3.11	Net Income for the Period	456.714	974.137	447.902	930.158
3.11.01	Attributable to the Company's Owners	457.328	974.751	447.902	930.158
3.11.02	Attributable to Non-controlling Partners	-614	-614	0	0
3.99	Earnings per Share (R\$/Share)				
3.99.01	Basic Earnings per Share				
3.99.01.01	Common Shares	0,60793	1,29582	0,59560	1,23717
3.99.02	Diluted Earnings per Share				
3.99.02.01	Common Shares	0,60366	1,28670	0,59203	1,22975

**Consolidated Financial Statements / Statement of Comprehensive Income**

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**(In Thousands of Brazilian Reais)**

Code	Description	Current Quarter	Accumulated for the	Equal Quarter for	Accumulated for the
		04/01/2022 to 06/30/2022	Current Year 01/01/2022 to 06/30/2022	Prior Year 04/01/2021 to 06/30/2021	Prior Year 01/01/2021 to 06/30/2021
4.01	Net Income for the Period	456.714	974.137	447.902	930.158
4.02	Other Comprehensive Income	4.200	4.209	0	0
4.02.01	Adjustments of Financial Instruments	6.362	6.377	0	0
4.02.02	Taxes on Adjustments of Financial Instruments	-2.162	-2.168	0	0
4.03	Comprehensive Income for the Period	460.914	978.346	447.902	930.158
4.03.01	Attributable to the Company's Owners	461.528	978.960	447.902	930.158
4.03.02	Attributable to Non-controlling Partners	-614	-614	0	0

## Consolidated Financial Statements / Statement of Cash Flows – Indirect Method

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(In Thousands of Brazilian Reais)

Code	Description	Current Year 01/01/2022 to 06/30/2022	Prior Year 01/01/2021 to 06/30/2021
6.01	Net Cash Provided by Operating Activities	-2.372.446	-2.459.793
6.01.01	Cash Provided by Operations	1.891.458	1.025.858
6.01.01.01	Net Income for the Period	974.137	930.158
6.01.01.02	Depreciation and Amortization	411.662	193.815
6.01.01.03	(Gain) /loss on the sale or write-off of decommissioned cars	-604.759	-527.987
6.01.01.04	Deferred Income Tax and Social Contribution	327.017	230.565
6.01.01.05	Other	25.596	13.998
6.01.01.06	Provisions for risks	-26.942	-12.750
6.01.01.07	Interest on Loans, Financing, Debentures and Derivatives	788.482	109.004
6.01.01.08	Lease interest	34.642	29.901
6.01.01.10	Other provisions	-21.324	21.686
6.01.01.11	Allowance for doubtful debts	-17.053	37.468
6.01.02	Changes in Assets and Liabilities	-4.838.534	-3.872.221
6.01.02.01	Trade Receivables	-76.411	-53.526
6.01.02.02	Acquisition of Cars, Net of Changes in Balances with Car Manufacturers	-4.596.736	-3.893.132
6.01.02.03	Escrow Deposits	1.391	-1.346
6.01.02.04	Recoverable Taxes	-50.893	12.911
6.01.02.05	Prepaid Expenses	-115.729	-70.219
6.01.02.06	Other Current and Non-Current Assets	-43.377	65.084
6.01.02.07	Trade Payables (Except Car Manufacturers)	-12.911	22.634
6.01.02.08	Payroll and Related Taxes	-30.072	-2.868
6.01.02.09	Income Tax and Social Contribution	50.048	152.762
6.01.02.10	Interest on Loans, Financing, Debentures and Derivatives	0	0
6.01.02.11	Insurance Premiums	19.226	-57.882
6.01.02.12	Other Current and Non-Current Liabilities	16.930	-46.639
6.01.03	Other	574.630	386.570
6.01.03.01	Revenue on the sale of the decommissioned cars, net of taxes	2.388.593	3.005.914
6.01.03.02	Income Tax and Social Contribution Paid	-39.948	-232.368
6.01.03.03	Interest on Loans, Financing Debt and Derivatives Paid	-557.015	-144.532
6.01.03.04	Short-term financial assets, net of swap	-1.193.183	-2.222.173
6.01.03.05	Lease interest paid	-23.817	-20.271
6.02	Net Cash Provided by Investing Activities	-91.778	-66.460
6.02.01	Purchase of Other Property and Equipment	-49.845	-60.943
6.02.02	Purchase of Intangible Assets	-30.433	-1.936
6.02.04	Purchase of Investment, net of acquired cash	-7.708	0
6.02.05	Company acquisition payment	-3.792	-3.581
6.03	Net Cash Provided by Financing Activities	2.787.359	437.389
6.03.01	Loans, Financing and debt securities - funding	4.498.530	1.602.865
6.03.02	Loans, Financing and debt securities - repayments/ buyback	-1.221.189	-949.959
6.03.05	Dividends	-206.200	-18.126
6.03.06	Interest on Capital	-207.500	-127.553
6.03.08	Exercise of Stock Options with Treasury Shares, Net	254	-1.348
6.03.10	Lease liability - repayments	-78.758	-72.866
6.03.13	Treasury shares sold	2.222	4.376
6.05	Increase (Decrease) in Cash and Cash Equivalents	323.135	-2.088.864
6.05.01	Opening Balance of Cash and Cash Equivalents	444.139	2.586.393
6.05.02	Closing Balance of Cash and Cash Equivalents	767.274	497.529

Consolidated Financial Statements / Statement of Changes in Equity - 01/01/2022 to 06/30/2022

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(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity	Noncontrolling Interests	Consolidated Equity
5.01	Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090	0	7.617.090
5.03	Adjusted Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090	0	7.617.090
5.04	Capital Transactions with Shareholders	0	27.649	0	-241.951	0	-214.302	7.008	-207.294
5.04.03	Stock Options Granted Recognized	0	25.173	0	0	0	25.173	0	25.173
5.04.05	Treasury shares sold	0	2.222	0	0	0	2.222	0	2.222
5.04.07	Interest on Capital	0	0	0	-241.951	0	-241.951	0	-241.951
5.04.08	Exercise of long-term incentive programs with treasury shares	0	254	0	0	0	254	0	254
5.04.09	Acquisition of interest in Voll, along with non-controlling partners	0	0	0	0	0	0	7.008	7.008
5.05	Total Comprehensive Income	0	0	0	974.751	4.209	978.960	-614	978.346
5.05.01	Net Income for the Period	0	0	0	974.751	0	974.751	-614	974.137
5.05.02	Other Comprehensive Income	0	0	0	0	4.209	4.209	0	4.209
5.05.02.01	Adjustments of Financial Instruments	0	0	0	0	6.377	6.377	0	6.377
5.05.02.02	Taxes on Adjustments of Financial Instruments	0	0	0	0	-2.168	-2.168	0	-2.168
5.07	Closing Balances	3.956.889	68.539	3.618.430	732.800	5.090	8.381.748	6.394	8.388.142

## Consolidated Financial Statements / Statement of Changes in Equity - 01/01/2021 to 06/30/2021

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(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity	Noncontrolling Interests	Consolidated Equity
5.01	Opening Balances	3.956.889	-578	2.096.348	0	0	6.052.659	0	6.052.659
5.03	Adjusted Opening Balances	3.956.889	-578	2.096.348	0	0	6.052.659	0	6.052.659
5.04	Capital Transactions with Shareholders	0	16.715	0	-136.095	0	-119.380	0	-119.380
5.04.03	Stock Options Granted Recognized	0	13.687	0	0	0	13.687	0	13.687
5.04.05	Treasury shares sold	0	4.376	0	0	0	4.376	0	4.376
5.04.07	Interest on Capital	0	0	0	-136.095	0	-136.095	0	-136.095
5.04.08	Exercise of stock options with treasury shares	0	-1.348	0	0	0	-1.348	0	-1.348
5.05	Total Comprehensive Income	0	0	0	930.158	0	930.158	0	930.158
5.05.01	Net Income for the Period	0	0	0	930.158	0	930.158	0	930.158
5.07	Closing Balances	3.956.889	16.137	2.096.348	794.063	0	6.863.437	0	6.863.437

## Consolidated Financial Statements / Statement of Value Added

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(In Thousands of Brazilian Reais)

Code	Description	Accumulated for the	Accumulated for the
		Current Year 01/01/2022 to 06/30/2022	Prior Year 01/01/2021 to 06/30/2021
7.01	Revenues	6.179.048	5.741.138
7.01.01	Sales of Goods, Products and Services	6.115.499	5.756.811
7.01.03	Revenues Related to the Construction of Own Assets	46.496	21.795
7.01.04	Allowance for/Reversal of Doubtful Debts	17.053	-37.468
7.02	Inputs Acquired from Third Parties	-3.084.487	-3.333.044
7.02.01	Cost of Products, Goods and Services Sold	-2.702.093	-3.018.242
7.02.02	Materials, Power, Third-Party Services and Other	-382.394	-314.802
7.03	Gross Value Added	3.094.561	2.408.094
7.04	Retentions	-411.662	-193.815
7.04.01	Depreciation, Amortization and Depletion	-411.662	-193.815
7.05	Net Wealth Created	2.682.899	2.214.279
7.06	Wealth Received in Transfer	334.264	74.021
7.06.02	Finance Income	334.264	74.021
7.07	Total Wealth for Distribution	3.017.163	2.288.300
7.08	Wealth Distributed	3.017.163	2.288.300
7.08.01	Personnel	562.920	526.927
7.08.01.01	Salaries and Wages	408.740	404.811
7.08.01.02	Benefits	97.862	81.536
7.08.01.03	Severance Pay Fund (FGTS)	31.145	26.893
7.08.01.04	Other	25.173	13.687
7.08.02	Taxes, Fees and Contributions	577.908	627.759
7.08.02.01	Federal	449.088	515.209
7.08.02.02	State	109.412	92.477
7.08.02.03	Municipal	19.408	20.073
7.08.03	Lenders and Lessors	902.198	203.456
7.08.03.01	Interest	827.526	142.139
7.08.03.02	Rentals	50.850	41.972
7.08.03.03	Other	23.822	19.345
7.08.03.03.01	Other Rentals	23.822	19.345
7.08.04	Shareholders	974.137	930.158
7.08.04.01	Interest on Capital	241.951	136.095
7.08.04.03	Retained Earnings (Loss for the Period)	732.800	794.063
7.08.04.04	Non-controlling Interest	-614	0



**A new chapter**

It is with great satisfaction that we open the results letter for the second quarter of 2022, celebrating the conclusion of the business combination with Unidas, a remarkable milestone in the Company's history.

In June, we concluded the agreement for the sale of the assets to be divested and we had CADE's approval for the buyer. On July 1, 2022, we formalized the closing of the business combination, and started operating with a combined ticker Localiza (RENT3) on the 4<sup>th</sup> of July. It has been almost 2 years since the announcement of the operation, with several milestones reached, attesting to the professionalism, determination and long-term vision of Unidas and Localiza.

We are now starting a new chapter for Localiza, based on the union of talents and the businesses complementarity of two large companies with consistent track record. From the union, we have more than 15 million customers, more than 500 thousand vehicles, 650 rental agencies and 180 used car stores, in addition to 1.3 million cars tracked and a network of franchisees in Brazil and South America. In the last twelve months, the combined Company generated almost R\$18 billion in net revenues, EBITDA of R\$7.3 billion and net income of over R\$3 billion, excluding the one-offs of the operation, in addition to a solid balance sheet and AAA rating by the three main agencies.

From a strategic point of view, the merger puts the Company as one of the largest and most complete platforms for mobility solutions in the world, with a strong customer delighting DNA and even more robust competitive differentials. With a brand that is the synonym of the category, an extraordinary scale and leadership in all car rental segments, Localiza is prepared to capture the several growth and value creation opportunities in the market, always maintaining a disciplined capital allocation and long term vision. For this, we have more than 16 thousand highly engaged employees, at P90 (top decile) in organizational climate, according to Korn Ferry's methodology, who consistently practice our values of Customer, People and Results, motivated to reach an even higher level of excellence. We will continue to invest in Localiza Labs, which will add the technology teams of both companies, further accelerating the Company's digital transformation to offer innovative customer experiences, increase productivity and enable new growth avenues.

In addition to the strategic gains, we believe that there are relevant financial and operational synergies from the implementation of best practices and scale gains. We are supported by an even more robust Board of Directors, with Luis Fernando Porto as Executive Vice-Chair and Sergio Resende as a member, both recognized for their strong entrepreneurial spirit, bringing more than 30 years of experience in the industry. Combining our efforts, our sustainability initiatives will have the potential to bring even more positive impact to society and the environment, with main focus on projects such as greenhouse gas emissions reduction/neutralization, diversity & inclusion and support for education and youth entrepreneurship through Instituto Localiza.

In August, we started the spin-off process of assets to be divested, which we expect to be completed during 4Q22, as well as the business integration between Localiza and Unidas. At this stage, the Culture & People; Business; and Technology fronts are acting more strategically for the success of the operation. We have a team of professionals exclusively dedicated to the mission, working on its planning and execution, so that everything happens in an agile, coordinated and aligned with our short, medium and long-term goals. We prepared a robust governance to drive the integration, while maintaining a focus on customers, growth and high performance.

I would like to end by deeply thanking all the contributors and partners who made the effort to materialize the operation, and invite everyone to embark on this journey of growth, learning and opportunities!

Localiza was founded in 1973 with 6 beetles and Locarvel, which gave rise to Unidas, in 1993 with 16 cars. Today we are together celebrating the 500,000-car milestone with the belief that we are just getting started. We are very excited about the future, maintaining the same determination, boldness and humility of the first day. The best is yet to come!

**Bruno Lasansky – CEO**

## 2Q22 Results

The 2Q22 earnings release will only include Localiza's information, given that the closing of the business combination with Unidas took place on July 1, 2022. Thus, the consolidated information of Localiza and Unidas will be reported as of the 3Q22.

After the strong results of 1Q22, as expected, we saw the resumption of production and higher volume of direct sales resulting in increasing purchases throughout the quarter, which contributed to the net addition of 22 thousand cars to our fleet. We are excited about the timing of the resumption of higher levels of car purchase and the business combination with Unidas, which allows for better management of mix, in addition to accelerating growth and fleet renewal from the third quarter onwards.

We keep our energy focused on four major initiatives: Growth with Value Generation, Cost & Productivity Management, Integration Process and New Opportunities of the mobility ecosystem. We believe that, this way, we will continue to delight our customers and generate value for our shareholders.

Among the initiatives related to New Opportunities, we took another important step this quarter, with the acquisition of Voll, a digital platform that offers solutions in corporate mobility, including travel and expense management. This move brings us even closer to our customers, enhances their experience and expands our presence in the mobility ecosystem.

As mentioned in our last earnings call, after reviewing our internal process for car theft situations in **Car Rental**, with a significant reduction in the costs related to this topic, we are now qualifying the processes related to accidents. Through the Verde Vida Program and the use of telemetry, we increase our positive impact on society by training our customers on safe driving while looking for opportunities to reduce costs and gain efficiency, always aiming at optimizing the use of our resources.

In **Fleet Rental**, we achieved the highest level of quarterly sales, especially at Localiza Meoo, maintaining a backlog of more than 20 thousand cars. With the level of purchases increase in the second half of the year, we expect to reduce the lead time of cars to our customers, which will impact the volumes and revenues of this division.

We continue to intensify the use of data science and telemetry and, based on the monitoring of more than 480 million kilometers per month, we believe there are relevant opportunities to reduce costs and increase new sources of revenue on the platform.

In this quarter, we still maintained a reduced pace of sales. However, with the growth in purchase volumes throughout the quarter, we will begin to increase the level of decommissioning of cars, accelerating **Seminovos** throughout the second half of the year.

On a consolidated basis, in 2Q22, the Company's revenues exceeded R\$3 billion, with EBITDA of R\$1.1 billion and net income of R\$457 million. 2Q22 LTM ROIC totaled 18.1% and the spread over cost of debt after taxes, was 11.6 percentage points. These results are consequence of discipline, continuous search for value generation and the Company's long-term vision in capital allocation, in a scenario of rising interest rates and beginning of normalization of the car sales cycle.

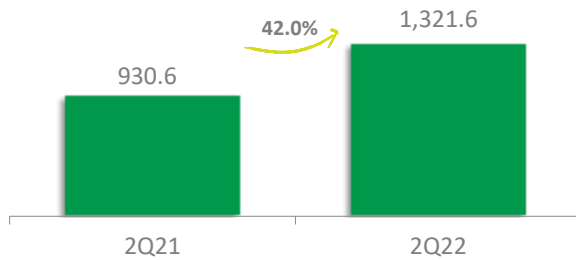
Aware of the trade-offs and despite the higher carrying costs in the short term, we chose to anticipate the funding for the whole year to the 1<sup>st</sup> half, reaching almost R\$8 billion in cash and equivalents, which will allow us to capture growth opportunities in a scenario of greater volatility.

We continue to advance on the sustainability fronts and, as a result of the initiatives of our ESG journey, this quarter we were acknowledged with several awards, among which we highlight: i) Best in ESG, Transport, Logistics and Logistics Services by EXAME magazine in partnership with IBMEC; ii) 100 most responsible companies in ESG, 1<sup>st</sup> place in Mobility Services and 56<sup>th</sup> in the MERCO general ranking; iii) Best Places to work for LGBTI+ people, by Human Rights Campaign; iv) Best companies to work for in Minas Gerais, 4<sup>th</sup> place in the Large Companies category of the Great Place to Work; and v) 16<sup>th</sup> position among the most valuable brands in Brazil by Istoé Dinheiro magazine.

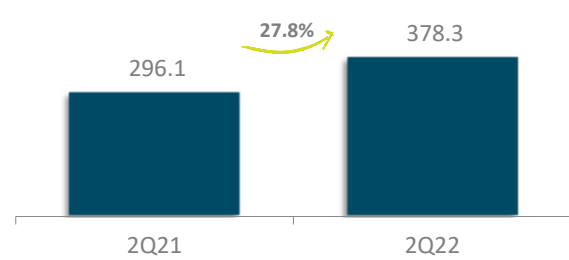
We remain focused on resuming growth and capturing market opportunities, even stronger now!

## OPERATING AND FINANCIAL HIGHLIGHTS

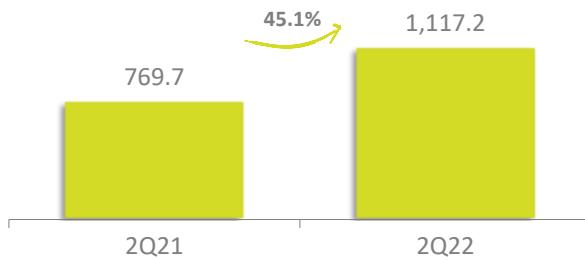
Net revenue – Car Rental  
R\$ million



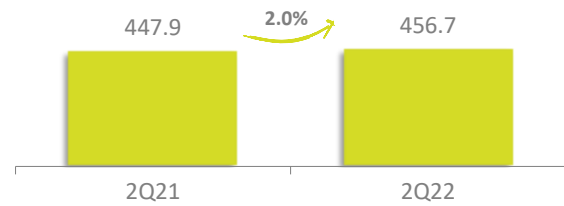
Net revenue – Fleet Rental  
R\$ million



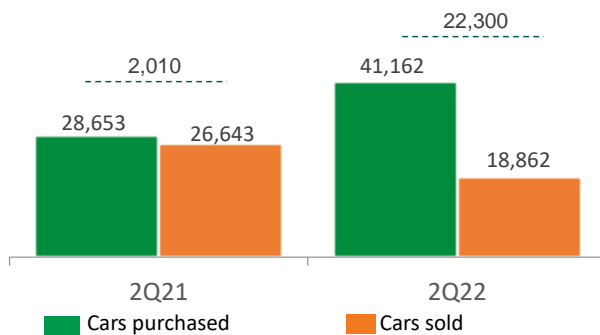
EBITDA  
R\$ million



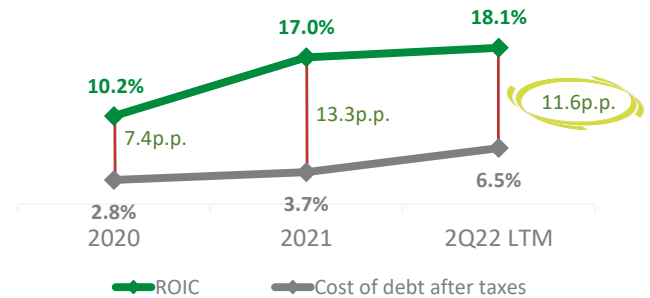
Net income  
R\$ million



Car purchase and sales  
Quantity



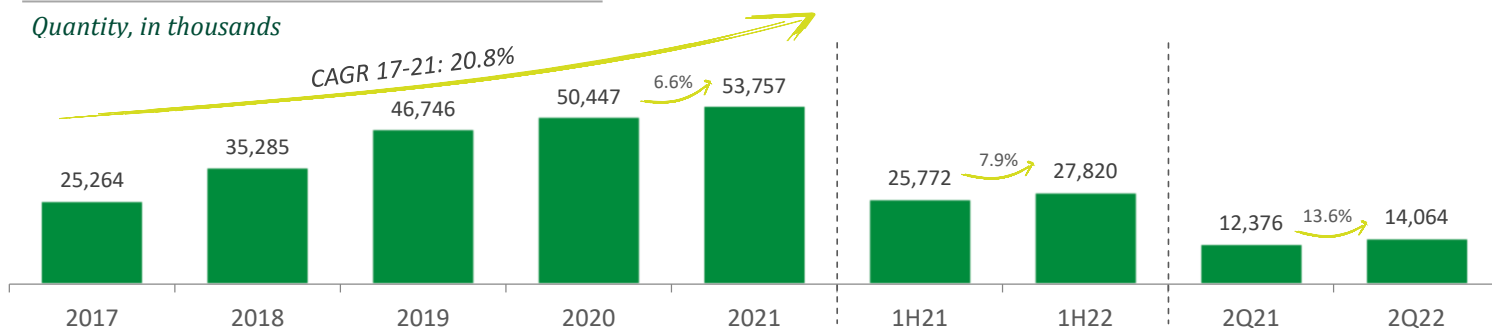
ROIC spread  
%



# 1 - Rent a Car

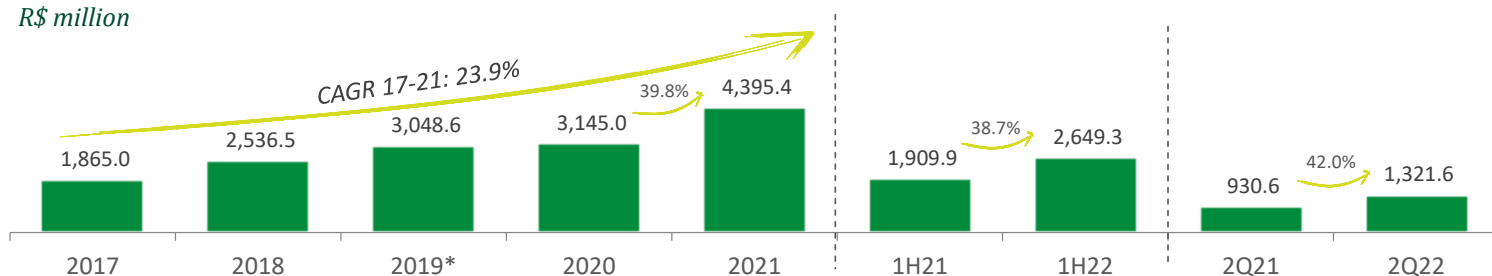
## Number of rental days

Quantity, in thousands



## Net revenues

R\$ million

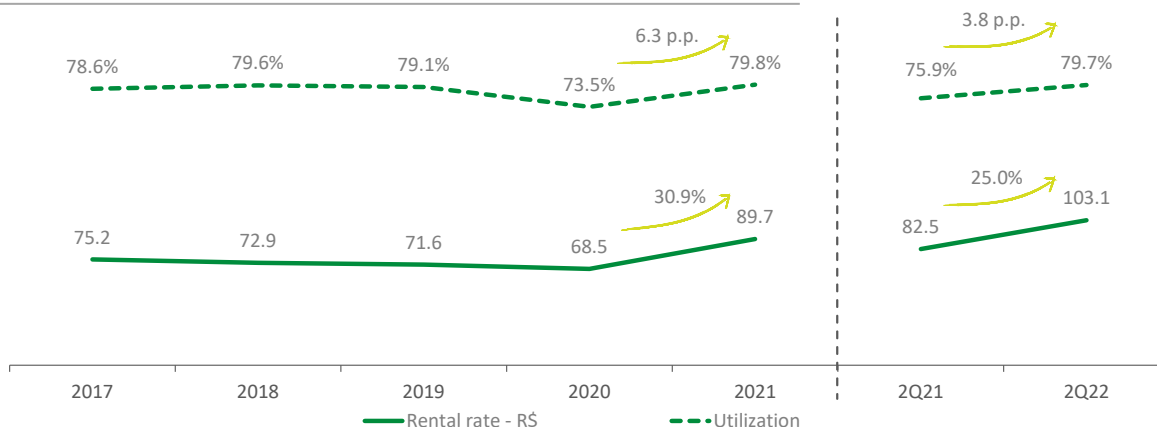


(\*) From 2019 the Company began to record PIS and COFINS credits in SG&A. Before, those credits were recorded as a reduction of sales taxes.

In 2Q22, the **Car Rental** net revenues grew 42.0%, with a 13.6% increase in volume and 24.9% in rental rates, in comparison to 2Q21. Rising rental rates targets to rebalance the level of return of the operation in a context of higher car prices and interest rates.

In 1H22, there was a revenue growth of 38.7% in the division, with volume 7.9% and average daily rate 28.3% higher, when compared to the same period last year.

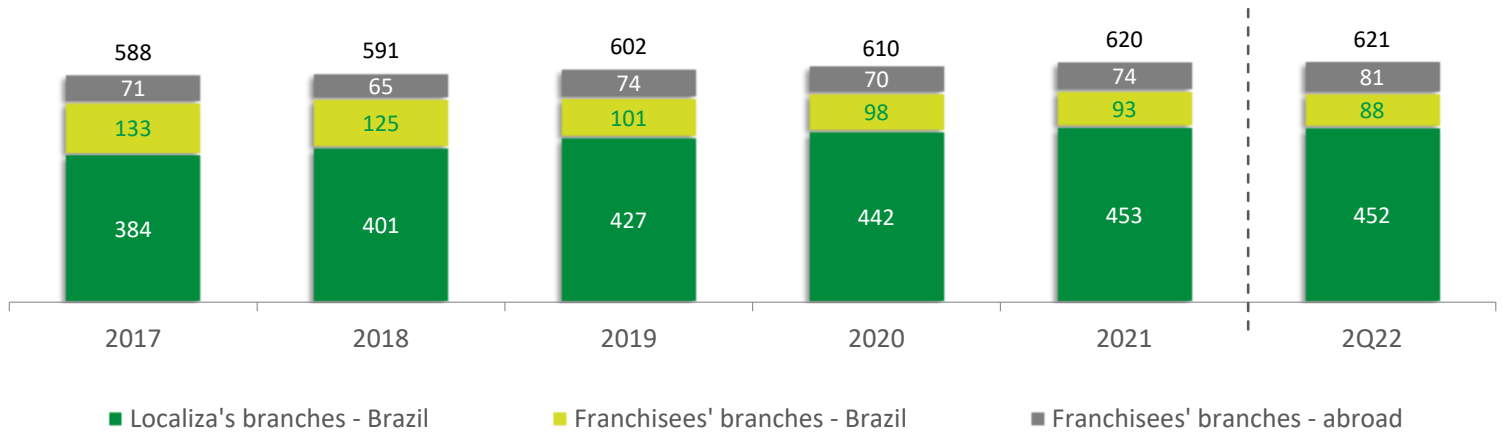
## Average rental rate (in R\$) and Utilization rate (%)



Even after the end of the peak season, the average rental rate for the quarter was R\$103.1, with the capture of new sequential price increases in longer duration segments. The utilization rate was 79.7%, reinforcing the company's ability to capture demand, even in the context of price passthrough, in addition to the efficient management of the fleet with higher average mileage.

# 1 - Rent a Car

## Number of car rental locations - Brazil and abroad

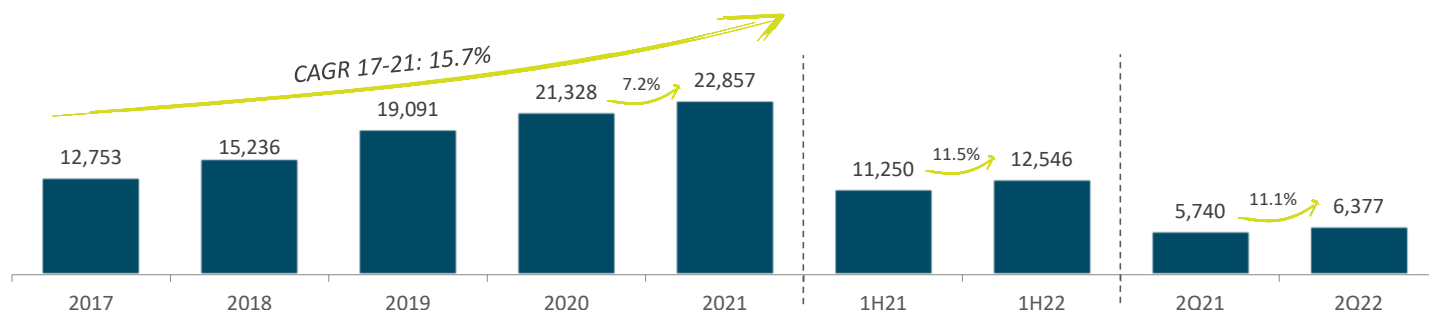


The Company ended the quarter with 621 locations being 452 Localiza's own and 88 franchises in Brazil, in addition to 81 franchises in 4 other South American countries. The Company has been making selective adjustments to the network to increase convenience and reduce the cost of serving, preparing to expand its reach through the branches resulting from the merger.

## 2 – Fleet Rental

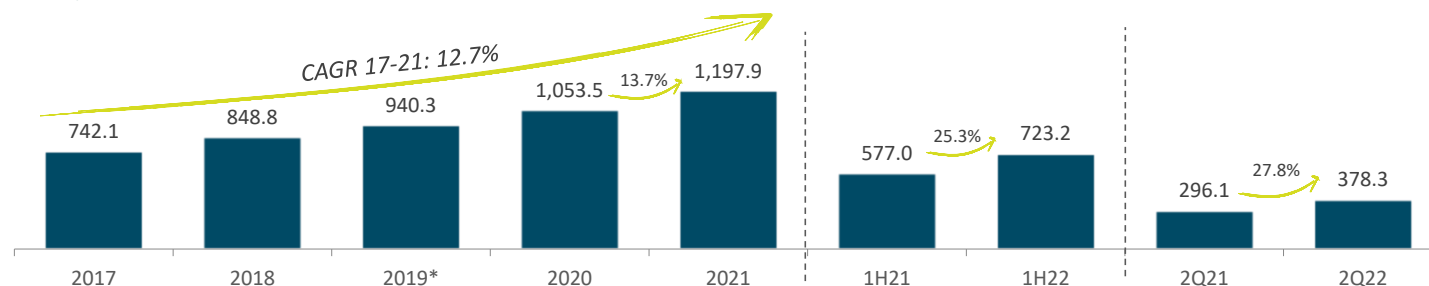
### Number of rental days

in thousands



### Net revenues

R\$ million



(\*) From 2019 the Company began to record PIS and COFINS credits in SG&A. Before, those credits were recorded as a reduction of sales taxes.

In 2Q22, **Fleet Rental** Division presented a net revenue 27.8% higher year over year, as a result of the 11.1% growth in volume and 13.5% in the average daily rate. In 1H22, there was an increase of 11.5% in volume and 25.3% in revenue from this division, compared to the same period last year.

The backlog remains high and the number of new contracts reached a historical record in the quarter, reflecting our investments in commercial excellence. The Company is well positioned to capture the demand resulting from the migration to rental from ownership, a consequence of the increase in new car prices combined with higher interest rates and reduced credit granting.

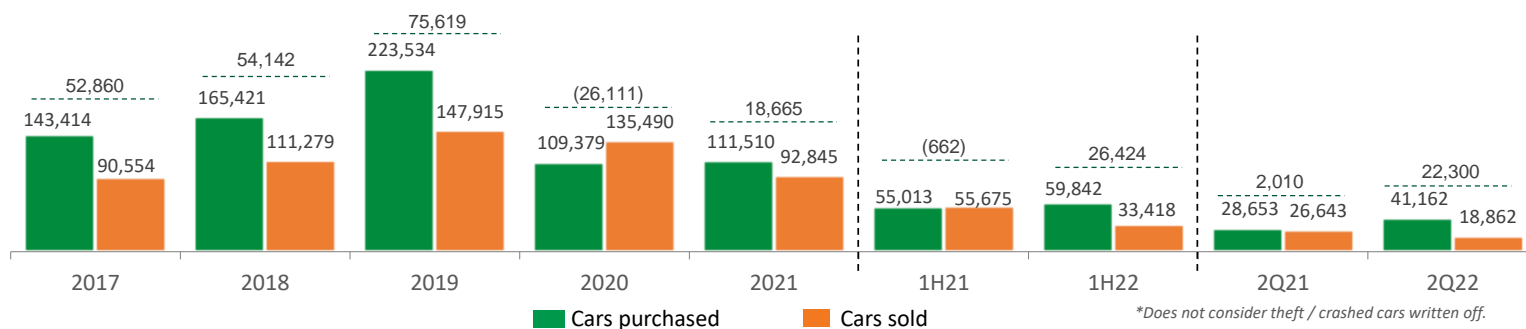
With the gradual resumption of the car production level, added to the increased relevance of direct sales and optimization of the Combined Company's purchase portfolio, we expect to accelerate the cars delivery to our customers from the 3Q22 onwards.

## 3 - Fleet

### 3.1 – Net investment in the fleet

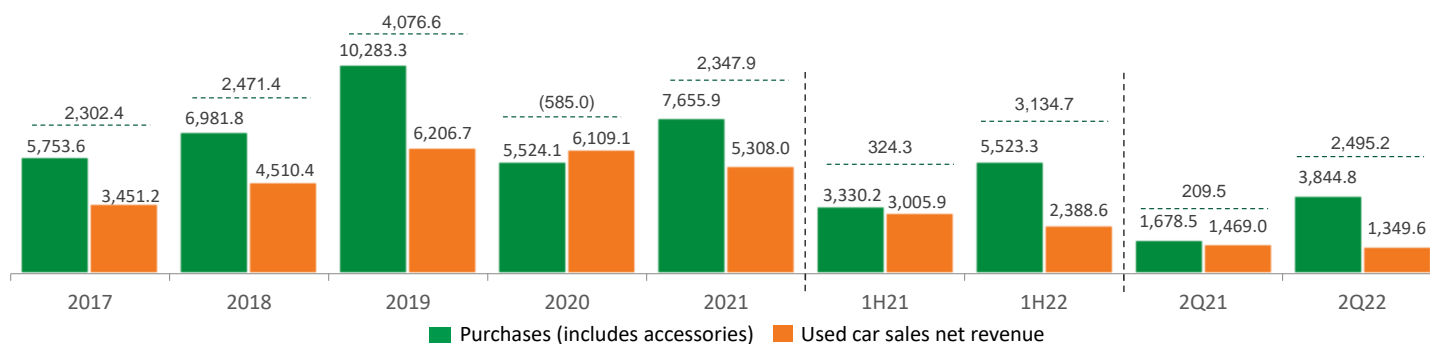
#### Car purchase and sales

quantity\*



#### Net investment in fleet

R\$ million



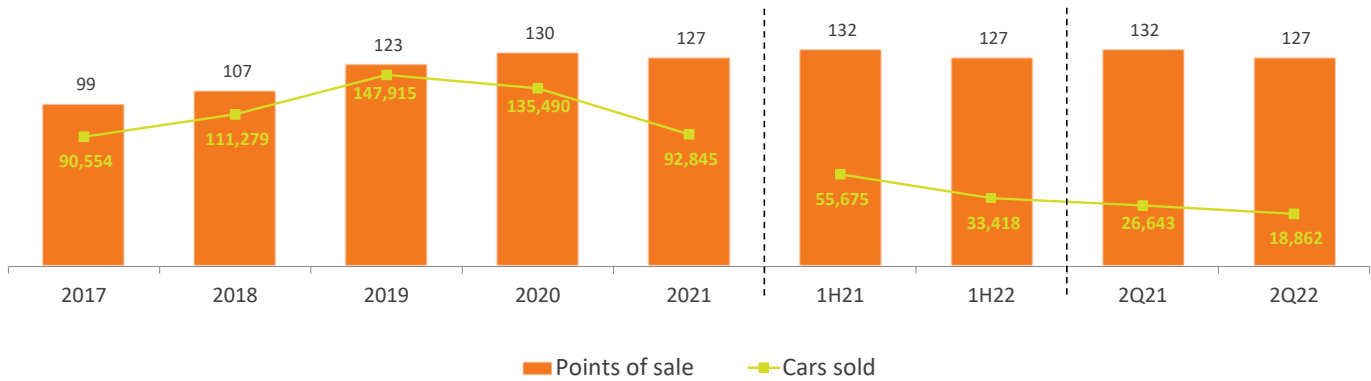
In 2Q22, 41,162 were purchased and 18,862 were sold, resulting in the net addition of 22,300 cars to the fleet. The production level has been gradually increasing and direct sales have gained relevance in total sales, which contributed to the strong acceleration in the pace of purchases throughout the quarter.

	2017	2018	2019	2020	2021	Var. %	1H21	1H22	Var. %	2Q21	2Q22	Var. %
Average price of cars sold (R\$ Thousand)	38.2	40.6	42.1	45.2	57.2	26.5%	54.0	71.6	32.6%	55.1	71.6	29.8%

In 2Q22, the average price of cars sold increased by 29.8% compared to 2Q21, remaining stable compared to 1Q22.

## 4 – Seminovos

### Number of points of sale and cars sold

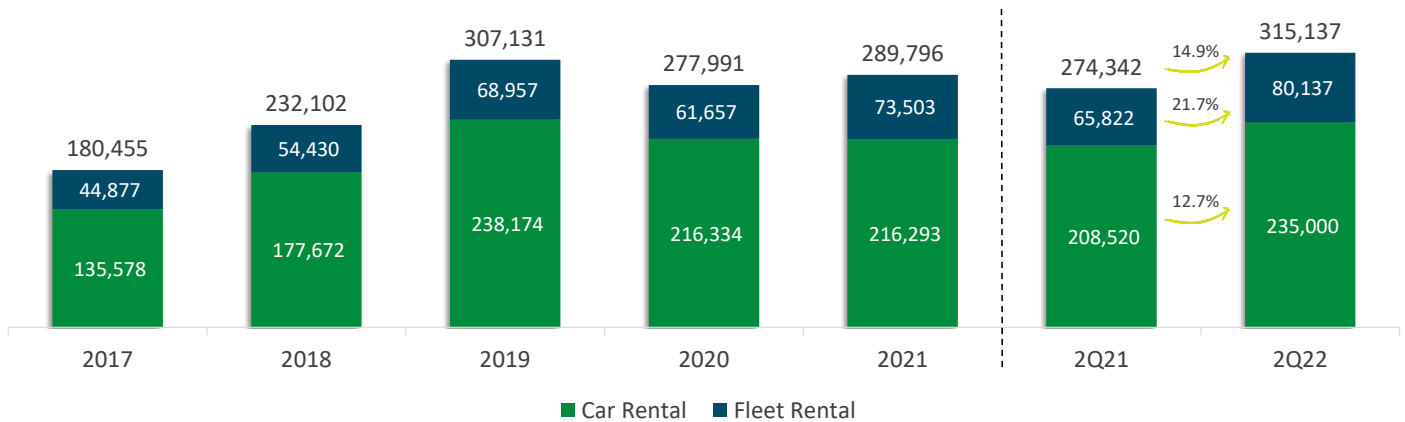


In 2Q22, the **Seminovos** stores totaled 127 in 85 cities in Brazil, a reduction of 5 stores compared to 132 stores in 2Q21.

With a long-term view, we made selective adjustments to the network, keeping our structure prepared for the increase in the pace of fleet renewal, which will gradually accelerate as purchase volumes increase.

## 5 – End of period fleet

### End of period fleet quantity



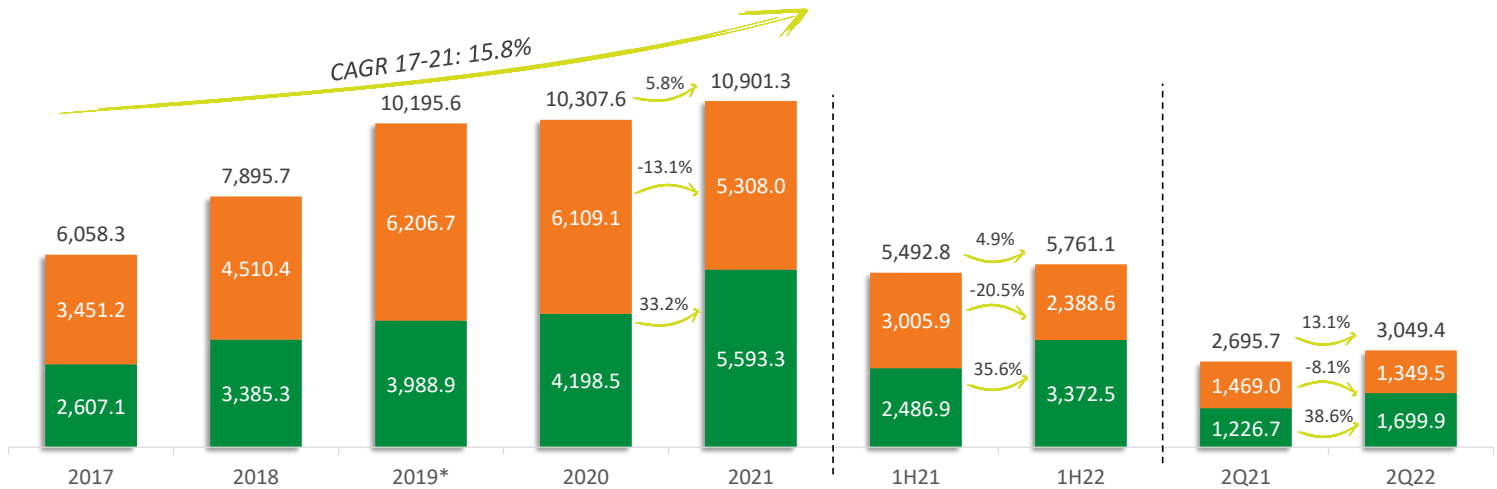
In 2Q22, the end of period fleet increased 14.9% versus the 2Q21, with a growth of 12.7% in the **Car Rental** division and 21.7% in **Fleet Rental**. For the first time in our history, the end-of-period fleet surpassed the 315,000-car mark.



## 6 – Consolidated net revenues

### Consolidated net revenues

R\$ million



(\*) From 2019 the Company began to record PIS and COFINS credits in SG&A. Before, those credits were recorded as a reduction of sales taxes.

■ Rental ■ Used cars sales

In 2Q22, net rental revenues increased 38.6%, being 42.0% in **Car Rental** division and 27.7% in **Fleet Rental** division. This increase is explained by the double-digit growth in volumes and prices, aimed at preserving the Company's level of return, in a context of higher new car prices, inflation and interest rates.

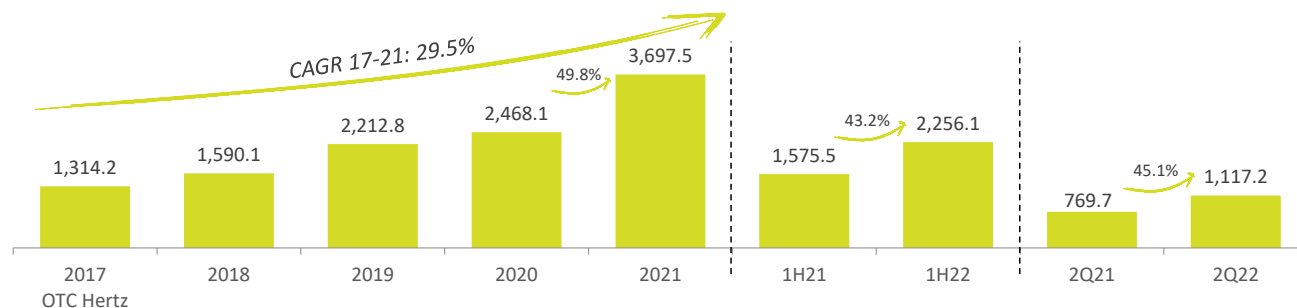
The Company maintains a reduced pace of cars decommissioning and sales, with a volume 29.2% lower in the annual comparison, partially offset by the 29.8% increase in sales price, resulting in an 8.1% reduction in net revenue from **Seminovos**.

In 2Q22, consolidated net revenue increased 13.1% compared to the same quarter of the previous year. In 1H22, consolidated net revenue grew by 4.9% year over year.

## 7 - EBITDA

### Consolidated EBITDA

R\$ million



### Margem EBITDA:

	2017*	2018	2019**	2020	2021	1H21	1H22	2Q21	2Q22
Car Rental and Franchising	34.9%	35.9%	45.7%	45.3%	49.0%	40.8%	56.1%	38.6%	55.2%
Fleet Rental	61.9%	64.0%	67.7%	72.4%	61.9%	64.8%	61.7%	65.9%	59.5%
Rental Consolidated	42.6%	43.0%	50.9%	52.1%	51.8%	46.4%	57.3%	45.2%	56.2%
Used Car Sales	5.9%	3.0%	3.0%	4.6%	15.1%	14.0%	13.5%	14.6%	12.0%
Consolidated (over rental revenues)	50.4%	47.0%	55.5%	58.8%	66.1%	63.4%	66.9%	62.7%	65.7%

(\*) 2017 adjusted by the one-time costs incurred (OTC) - Hertz Brasil acquisition and franchisees incorporation

(\*\*) From 2019, EBITDA margin calculated based on the GAAP number including the reclassification of PIS and COFINS credits for the period, in the Car Rental and Fleet Rental divisions

In 2Q22, consolidated EBITDA totaled R\$1,117.2 million, 45.1% higher YoY. In this quarter, we had expenses of R\$11.3 million related to the integration with Unidas, of which around 65% were allocated to **Car Rental** division, 22% to **Fleet Rental** and 13% to **Seminovos**.

The **Car Rental** Division presented a strong growth in the EBITDA margin, which reached 55.2% in 2Q22, an increase of 16.6 p.p. compared to 2Q21. The margin expansion is due to the increase in rental rates and greater operational efficiency, especially due to the reduction in delinquency and theft levels. In comparison to the 2Q21 there was also the effect of PIS and COFINS credits, after a review of the car's useful life supported by technical reports issued throughout 2021, already covering nearly three quarters **Car Rental** Division's fleet. In addition, spending on new initiatives in the mobility ecosystem had an estimated impact of around -0.5p.p. on this division margin.

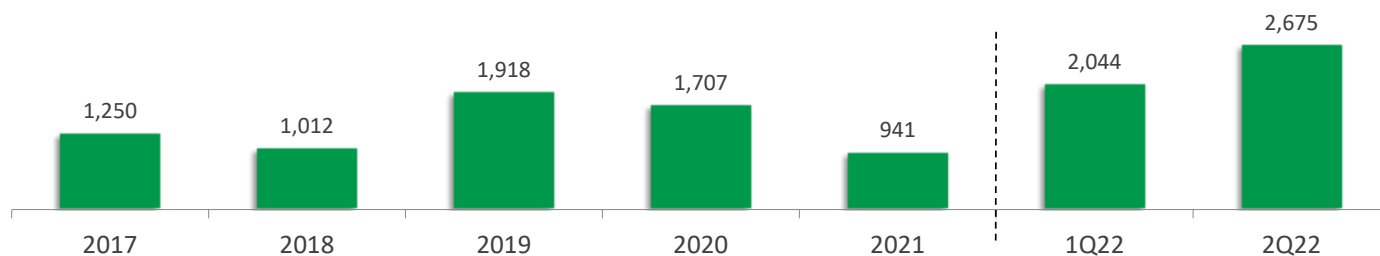
The **Fleet Rental** Division presented a margin of 59.5%, decrease of 6.4 p.p., compared to the same period last year. The division's margin was affected by the increase in maintenance costs, investments in Localiza Meoo, one-off increase in theft and expenses related to the integration with Unidas. Additionally, spending on new initiatives in the mobility ecosystem had an estimated impact of around -2.7p.p. on this division margin.

In **Seminovos**, the EBITDA margin was 12.0% in 2Q22, 2.6 p.p. lower than the same period last year. In this quarter, we started to increase our sales preparation structure, considering the need to renew the Combined Company's fleet. Additionally, the higher mileage of decommissioned cars has generated higher preparation costs, while the maintenance of a reduced pace of sales results in lower SG&A dilution. Spending on new initiatives in the mobility ecosystem had an estimated impact of around -0.5p.p. on this division margin.

## 8 - Depreciation

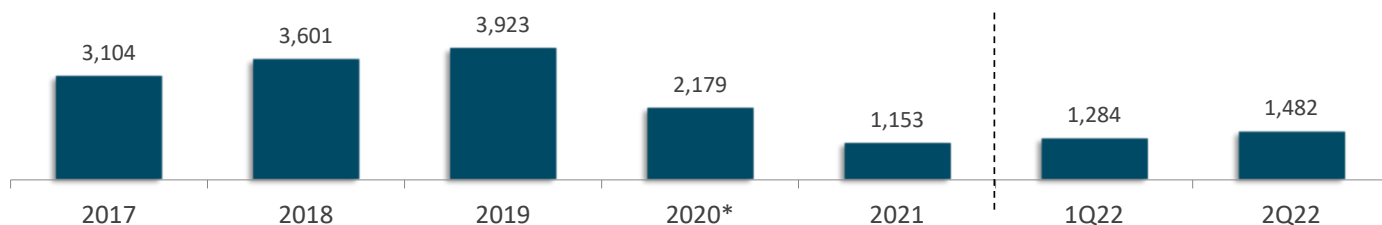
Depreciation is calculated using the straight-line method, considering the difference between the purchase price of the car and the estimated selling price at the end of its useful life, net of estimated costs and expenses to sell it. The estimated selling price is reassessed quarterly, so the book value of the cars reflects market prices.

### 8.1 – Average annualized depreciation per car (R\$) - Rent a Car



In 2Q22, the average annualized depreciation per car of R\$2,675 follows an upward trend due to the larger purchase of cars and fleet renewal.

### 8.2 – Average annualized depreciation per car (R\$) - Fleet Rental



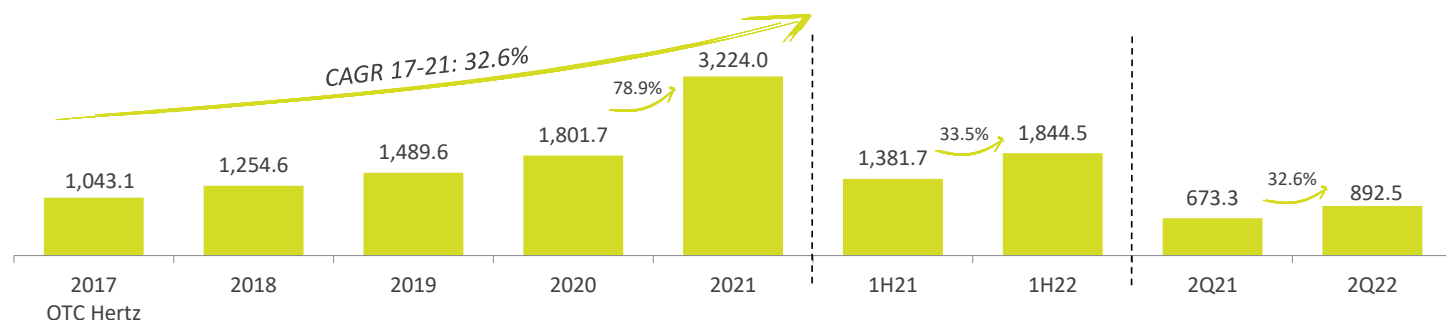
(\*) Since 2020, the Company began depreciating the Fleet Rental cars using the linear method opposed to the SOYD (Sum-of-the-years' digits)

In the **Fleet Rental** division, in 2Q22 the average depreciation per car of R\$1,482 also showed an upward trend, but as the fleet renewal cycle is longer in this division, its progression tends to be slower.

## 9 - EBIT

### Consolidated EBIT

R\$ million



EBIT margin include **Seminovos**, but is calculated over the rental revenues:

	2017*	2018	2019**	2020	2021	1H21	1H22	2Q21	2Q22
Car Rental and Franchising	35.2%	33.2%	33.7%	35.1%	54.7%	51.2%	51.4%	49.1%	49.6%
Fleet Rental	51.4%	48.6%	49.1%	66.4%	68.4%	69.9%	66.9%	73.2%	62.8%
Consolidated	40.0%	37.1%	37.3%	42.9%	57.6%	55.6%	54.7%	54.9%	52.5%

(\*) 2017 adjusted by the one-time costs incurred (OTC) - Hertz Brasil acquisition and franchisees incorporation

(\*\*) From 2019, EBITDA margin calculated based on the GAAP number including the reclassification of PIS and COFINS credits for the period, in the Car Rental and Fleet Rental divisions

Consolidated EBIT for the 2Q22 totaled R\$892.5 million, representing a 32.6% increase compared to 2Q21.

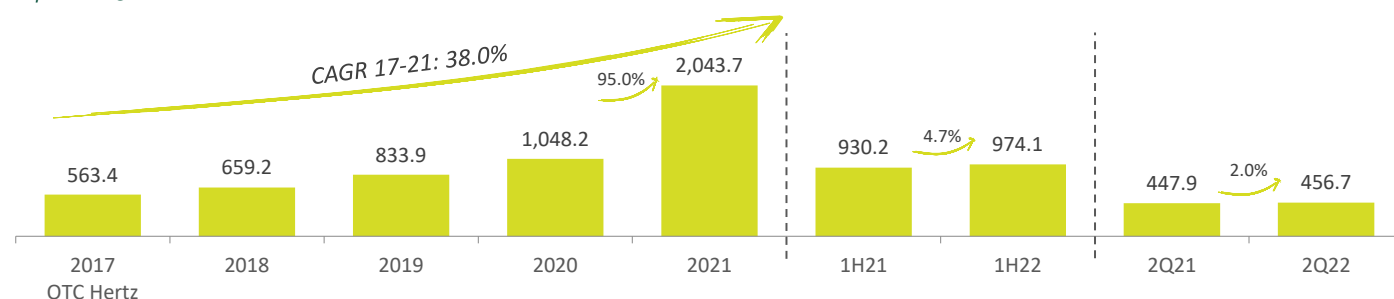
In 2Q22, EBIT margin of the **Car Rental** division, was 49.6%, slight increase compared to 2Q21, mainly due to the higher rental EBITDA margin. In the **Fleet Rental** division, the EBIT margin totaled 62.8%, a decrease of 10.4 p.p. YoY, explained by the lower EBITDA margin, added to the lower result from **Seminovos**.

As the fleet renewal cycle returns to normal levels, we expect an increase in depreciation and a reduction in the **Seminovos** EBITDA margin to be offset by the growth in rental revenues and the normalization of maintenance costs, as well as the dilution of the platform's fixed costs.

## 10 – Consolidated net income

### Consolidated net income

R\$ million



EBITDA x Net income reconciliation	2017*	2018	2019	2020	2021	Var. R\$	Var. %	1H21	1H22	Var. R\$	Var. %	2Q21	2Q22	Var. R\$	Var. %
Consolidated EBITDA	1,314.2	1,590.1	2,212.8	2,468.1	3,697.5	1,229.4	49.8%	1,575.5	2,256.1	680.6	43.2%	769.7	1,117.2	347.5	45.1%
Cars depreciation	(232.0)	(291.6)	(551.5)	(473.0)	(255.1)	217.9	-46.1%	(90.7)	(292.3)	(201.6)	222.3%	(44.1)	(165.5)	(121.4)	275.3%
Other property depreciation and amortization	(39.1)	(43.9)	(171.7)	(193.4)	(218.4)	(25.0)	12.9%	(103.1)	(119.3)	(16.2)	15.7%	(52.3)	(59.2)	(6.9)	13.2%
EBIT	1,043.1	1,254.6	1,489.6	1,801.7	3,224.0	1,422.3	78.9%	1,381.7	1,844.5	462.8	33.5%	673.3	892.5	219.2	32.6%
Financial expenses, net	(315.0)	(368.9)	(409.8)	(374.4)	(320.9)	53.5	-14.3%	(68.2)	(493.3)	(425.1)	623.3%	(45.9)	(266.3)	(220.4)	480.2%
Income tax and social contribution	(164.7)	(226.5)	(245.9)	(379.1)	(859.4)	(480.3)	126.7%	(383.3)	(377.1)	6.2	-1.6%	(179.5)	(169.5)	10.0	-5.6%
<b>Net income of the period</b>	<b>563.4</b>	<b>659.2</b>	<b>833.9</b>	<b>1,048.2</b>	<b>2,043.7</b>	<b>995.5</b>	<b>95.0%</b>	<b>930.2</b>	<b>974.1</b>	<b>43.9</b>	<b>4.7%</b>	<b>447.9</b>	<b>456.7</b>	<b>8.8</b>	<b>2.0%</b>

(\*) 2017 adjusted by the one-time costs incurred (OTC) - Hertz Brasil acquisition and franchisees incorporation

In 2Q22, net income was R\$456.7 million, representing an increase of 2,0% YoY, resulting from:

(+) R\$347.5 million increase in EBITDA;

(-) R\$128.3 million increase in depreciation;

(-) R\$220.4 million addition in net financial expenses, mainly due to the increase in the average CDI, higher average debt balance, impacting our carrying cost. As mentioned, the Company anticipated to 1H22 the funding for the year, positioning itself to capture growth opportunities in a scenario of greater volatility; and

(+) R\$10.0 million decrease in income tax and social contribution.

## 11 – Free cash flow (FCF)

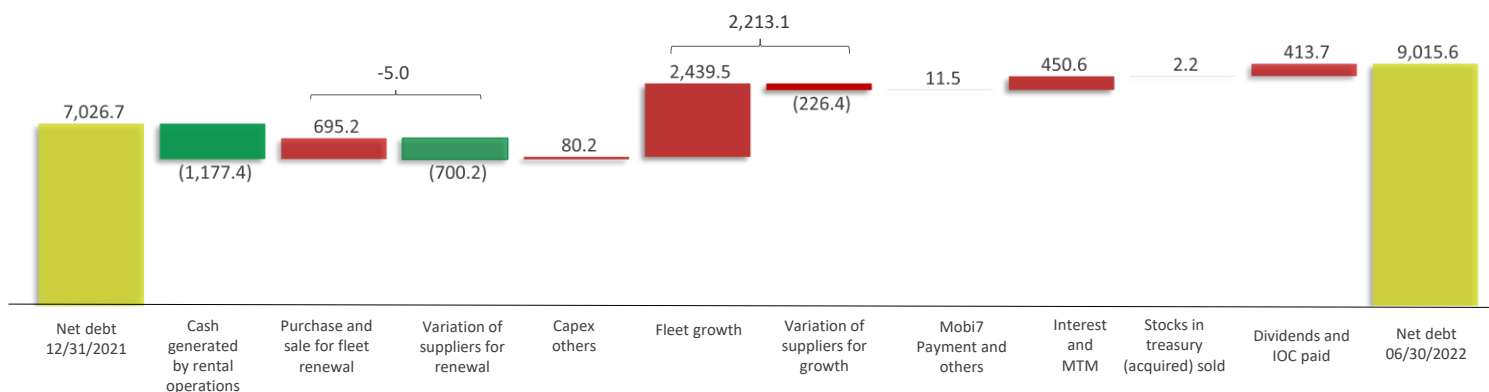
Free cash flow (R\$ million)		2017	2018	2019	2020	2021	1H22
Operations	EBITDA	1,314.2*	1,590.1	2,212.8	2,468.1	3,697.5	2,256.1
	Used car sale revenue, net of taxes	(3,451.2)	(4,510.4)	(6,206.7)	(6,109.1)	(5,308.0)	(2,388.6)
	Net book value of vehicles written-off	3,106.6	4,198.5	5,863.6	5,599.9	4,346.0	1,783.8
	(-) Income tax and social contribution	(108.3)	(131.2)	(146.1)	(250.1)	(307.1)	(39.9)
	Change in working capital	21.1	(339.1)	(250.3)	91.6	(568.3)	(434.0)
	<b>Cash generated by rental operations</b>	<b>882.4</b>	<b>807.9</b>	<b>1,473.3</b>	<b>1,800.4</b>	<b>1,860.1</b>	<b>1,177.4</b>
Capex - renewal	Used car sale revenue, net from taxes – fleet renewal	3,451.2	4,510.4	6,206.7	4,886.9	5,308.0	2,388.6
	Fleet renewal investment	(3,660.9)	(4,696.7)	(6,804.6)	(5,524.1)	(6,366.9)	(3,083.8)
	Change in accounts payable to car suppliers for fleet renewal	247.7	313.2	373.7	(466.6)	(282.6)	700.2
	<b>Net investment for fleet renewal</b>	<b>38.0</b>	<b>126.9</b>	<b>(224.2)</b>	<b>(1,103.8)</b>	<b>(1,341.5)</b>	<b>5.0</b>
	Fleet renewal – quantity	90,554	111,279	147,915	109,379	92,845	33,411
	Investment, property and intangible	(28.8)	(42.8)	(70.0)	(108.0)	(143.4)	(80.2)
	<b>Free cash flow from operations, before fleet increase or reduction</b>	<b>891.6</b>	<b>892.0</b>	<b>1,179.1</b>	<b>588.6</b>	<b>375.2</b>	<b>1,102.2</b>
Capex - Growth	(Investment) / Divestment in cars for fleet growth	(1,807.0)	(2,285.1)	(3,478.7)	1,222.2	(1,289.0)	(2,439.5)
	Change in accounts payable to car suppliers for fleet growth	167.7	554.9	(31.9)	(522.5)	571.6	226.4
	Acquisition of Hertz and franchisees (fleet value)	(285.7)	-	(105.5)	0.0	-	-
	<b>Net investment for fleet growth</b>	<b>(1,925.0)</b>	<b>(1,730.2)</b>	<b>(3,616.1)</b>	<b>699.7</b>	<b>(717.4)</b>	<b>(2,213.1)</b>
	Fleet increase / (reduction) – quantity	52,860	54,142	75,619	(26,111)	18,665	26,431
	<b>Free cash flow after growth</b>	<b>(1,033.4)</b>	<b>(838.2)</b>	<b>(2,437.0)</b>	<b>1,288.3</b>	<b>(342.2)</b>	<b>(1,110.9)</b>
Other invest.	Acquisitions - except fleet value	(121.5)	-	(18.2)	(7.9)	(3.6)	(11.5)
	New headquarters construction and furniture	(146.2)	-	-	-	-	-
	<b>Free cash generated (applied) before interest and others</b>	<b>(1,301.1)</b>	<b>(838.2)</b>	<b>(2,455.2)</b>	<b>1,280.4</b>	<b>(345.8)</b>	<b>(1,122.4)</b>

(\*) 2017 adjusted by the one-time costs (OTC) - incurred Hertz Brasil acquisition and franchisees incorporation.

In 1H22, the Company presented cash generation of R\$1.1 billion before growth. The strong cash generation by the rental activities were consumed mostly by i) an increased renewal capex per car, resulting from the higher new car price and from the more premium mix of car purchased compared to the mix sold, still in a context of lower car production, and ii) a rise in the capex for fleet growth due to higher car prices.

## 12 – Net debt

### 12.1 – Change in Change in net debt net debt – R\$ million



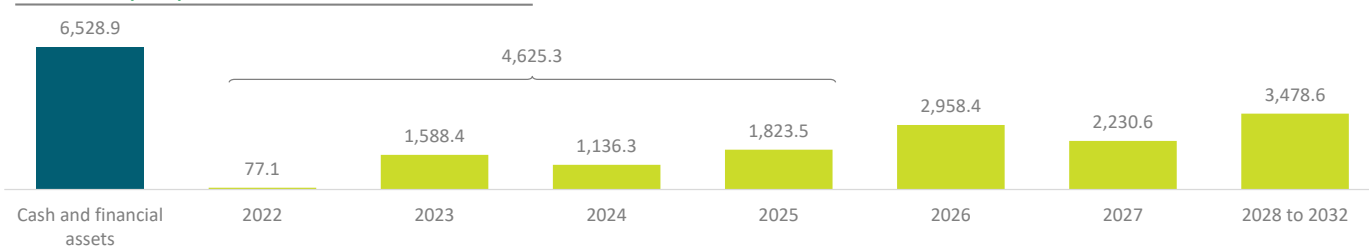
On 06/30/2022, net debt totaled R\$9,015.6 million, an increase of 28.3%, or R\$1,988.9 million compared to 12/31/2021, explained mainly by fleet growth.

### 12.2 – Debt maturity profile – R\$ million

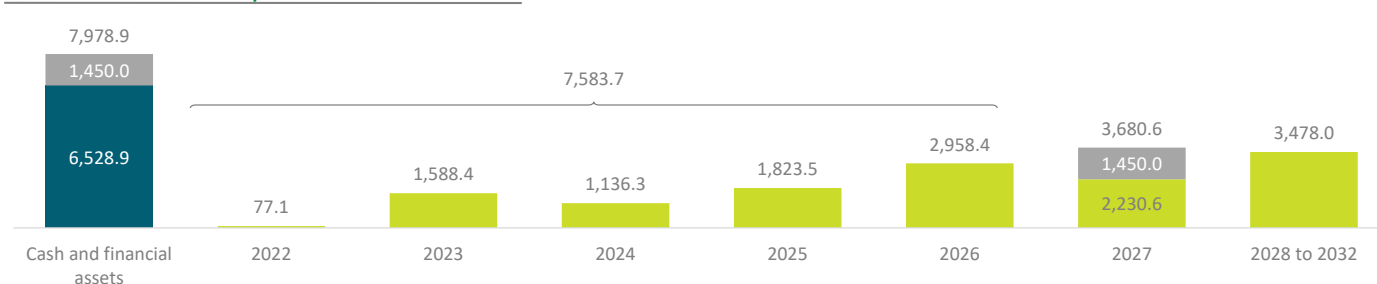
Debt	Issuance	Contract rate	2022	2023	2024	2025	2026	2027	2028 to 2032	Total
Debentures 12th Issuance	5/15/2017	107.25% CDI	-	-	673.5	-	-	-	-	673.5
Debentures 13th Issuance - 1st serie	12/15/2017	109.35% CDI	-	306.2	-	-	-	-	-	306.2
Debentures 13th Issuance - 2nd serie	12/15/2017	111.30% CDI	-	-	94.1	94.1	-	-	-	188.2
Debentures 14th Issuance - 1st serie	9/18/2018	107.9% CDI	-	-	200.0	-	-	-	-	200.0
Debentures 14th Issuance - 2nd serie	9/18/2018	112.32% CDI	-	-	111.2	111.2	222.5	-	-	444.9
Debentures 15th Issuance	4/15/2019	107.25% CDI	-	-	-	377.4	377.4	-	-	754.8
Debentures 16th Issuance	11/29/2019	CDI + 1.05%	-	-	333.3	333.3	333.3	-	-	999.9
Debentures 17th Issuance	4/7/2021	IPCA + 5.4702%	-	-	-	-	-	-	1,200.0	1,200.0
Debentures 18th Issuance	10/5/2021	CDI + 1.15%	-	-	-	-	1,500.0	-	-	1,500.0
Debentures 19th Issuance - 1st serie	2/25/2022	CDI + 1.60%	-	-	-	-	-	950.0	-	950.0
Debentures 19th Issuance - 2nd serie	2/26/2022	CDI + 2.00%	-	-	-	-	-	-	1,550.0	1,550.0
Real State Receivables Certificate (CRI) Localiza	6/1/2022	CDI + 0.95%	-	-	-	-	-	300.0	-	300.0
Debentures 5th Issuance of Localiza Fleet	7/31/2018	112.0% CDI	-	-	-	202.4	-	-	-	202.4
Debentures 6th Issuance of Localiza Fleet	12/21/2018	110.4% CDI	-	-	310.1	-	-	-	-	310.1
Debentures 7th Issuance of Localiza Fleet	7/29/2019	109.0% CDI	-	100.0	100.0	100.0	-	-	-	300.0
Debentures 8th Issuance of Localiza Fleet	2/17/2020	CDI + 10%	-	333.3	333.3	333.3	-	-	-	999.9
Debentures 9th Issuance of Localiza Fleet	10/8/2021	CDI + 1.30%	-	-	-	-	500.0	-	-	500.0
Debentures 10th Issuance of Localiza Fleet - 1st serie	4/5/2022	CDI + 1.60%	-	-	-	-	-	950.0	-	950.0
Debentures 10th Issuance of Localiza Fleet - 2nd serie	4/5/2022	CDI + 1.75%	-	-	-	-	-	-	500.0	500.0
Foreign currency loan with swap	-	Several	65.0	465.0	739.3	250.0	-	-	-	1,519.3
Real State Receivables Certificate (CRI) Rental Brasil	2/26/2018	99% CDI	9.0	12.3	15.0	20.1	25.1	30.6	227.6	339.7
Working Capital / Others	-	Several	3.2	371.7	226.5	1.6	-	-	0.9	603.9
Interest accrued	-	-	251.7	-	-	-	-	-	-	251.7
Cash and cash equivalents on 06/30/2022	-	-	(6,528.9)	-	-	-	-	-	-	(6,528.9)
<b>Net debt</b>	-	-	<b>(6,200.0)</b>	<b>1,588.5</b>	<b>3,136.3</b>	<b>1,823.4</b>	<b>2,958.3</b>	<b>2,230.6</b>	<b>3,478.5</b>	<b>9,015.6</b>

## 12.3 – Debt profile – R\$ million

### As of 06/30/2022

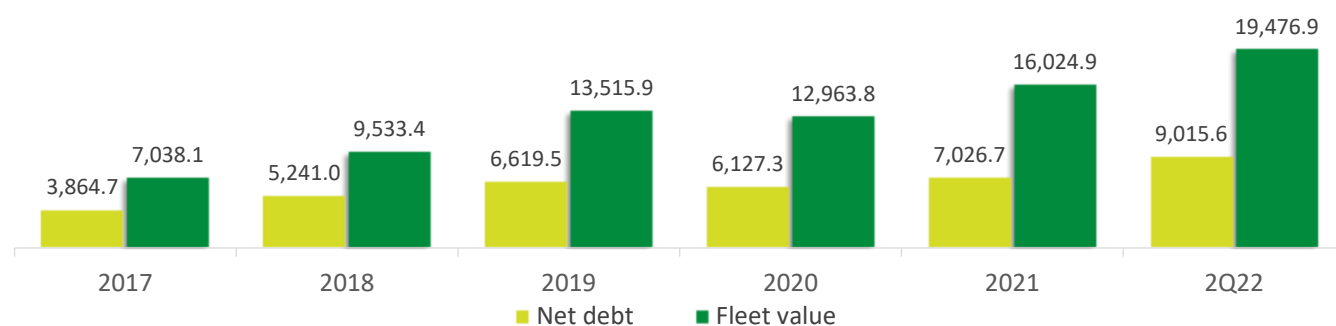


### Proforma after Jul/22 issuances



The Company ended the quarter with a cash balance of R\$6,528.9 million. Considering 2022 July anticipated debt issuance to fund fleet growth and renewal, we would have a proforma cash position of R\$7,978.9 million.

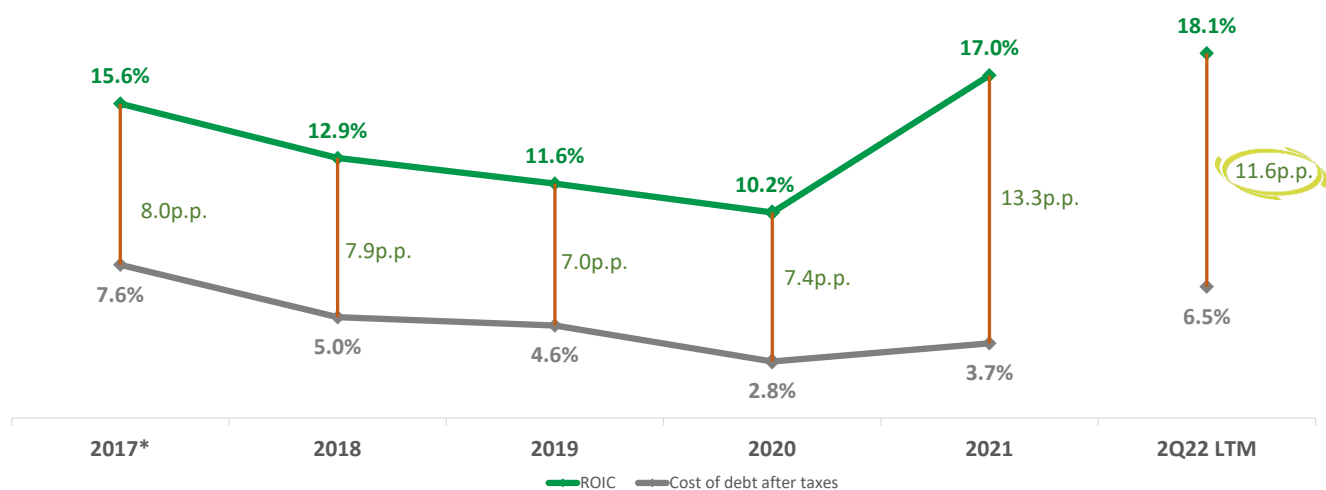
## 12.4 – Debt ratios – R\$ million



BALANCE AT THE END OF PERIOD	2017	2018	2019	2020	2021	2Q22 LTM
Net debt/Fleet value (book value)	55%	55%	49%	47%	44%	46%
Net debt/EBITDA	2.9x	3.3x	3.0x	2.5x	1.9x	2.0x
Net debt/Equity	1.5x	1.7x	1.2x	1.0x	0.9x	1.1x
EBITDA/Net financial expenses	4.2x	4.3x	5.4x	6.6x	11.5x	5.9x



## 13 – Spread (ROIC minus cost of debt after taxes)



ROE considered LTM net income divided by the average Equity of the period

\* 2017 adjusted by the one-time costs (OTC) incurred Hertz Brasil acquisition and franchisees incorporation

**PRICE PASSTHROUGH, BETTER OPERATIONAL RESULTS AND STILL POSITIVE EFFECT IN SEMINOVOS RESULTED IN STRONG VALUE CREATION**

## 14 – Dividends and interest on capital (IOC)

**2022 interest on capital and and supplementary dividend for 2021 were approved as follows:**

Nature	Reference Period	Approval date	Shareholding position date	Payment date	Gross amount (R\$ million)	Gross amount per share (*) (R\$)
IOC	2022	03/24/2022	03/29/03/2022	05/20/2022	110.3	0.146694
Dividend	2021	04/26/2022	04/29/2022	05/20/2022	206.2	0.274130
IOC	2022	06/27/2022	06/30/2022	08/26/2022	131.6	0.174937
				<b>Total</b>	<b>448.0</b>	

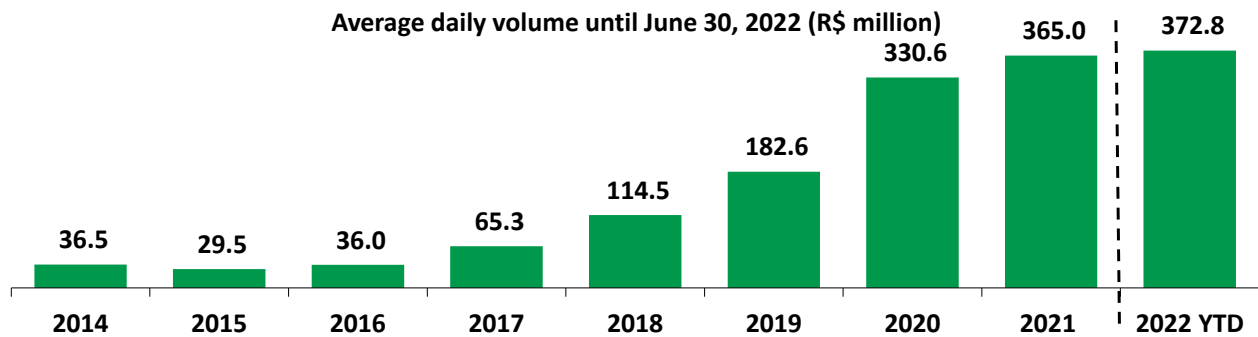
(\*) The Annual Shareholders' Meeting held on April 26, 2022, approved the payment of dividends in the amount of R\$206.2 million referring to the net income for the year 2021.

**2021 interest on capital and and supplementary dividend for 2020 were approved as follows:**

Nature	Reference Period	Approval date	Shareholding position date	Payment date	Gross amount (R\$ million)	Gross amount per share (*) (R\$)
IOC	2021	03/24/2021	03/29/2021	05/21/2021	63.7	0.084795
Dividend	2020	04/27/2021	04/30/2021	05/21/2021	18.1	0.024111
IOC	2021	06/24/2021	06/29/2021	08/20/2021	72.4	0.096195
IOC	2021	09/24/2021	09/29/2021	11/22/2021	82.1	0.109203
IOC	2021	12/14/2021	12/17/2021	02/11/2022	97.2	0.129163
				<b>Total</b>	<b>333.5</b>	

## 15 – RENT3

Up to June 30, 2022, RENT3 average daily traded volume was R\$372.8 million, 2.1% higher than the average volume traded in 2021. Under the ADR level I program, the Company had 7.136.111 ADRs as of June 30, 2022.



Índice Brasil 50

**IBRX 50**

Índice de Ações com Tag Along Diferenciado

**ITAG**

**OTC QX**

Índice Carbono Eficiente

**ICO2**

**IGPTWB3**

Leadership in the mobility market comes with a lot of responsibility. The advances in our ESG practices in the 2<sup>nd</sup> quarter show that we are increasingly connected with the purpose of building the future of sustainable mobility.

### Environmental

- In May, we published the 5<sup>th</sup> Sustainability Report, which presented the results of our ESG journey throughout 2021. Following good market practices, we evolved in reporting, and in addition to the GRI standard adopted globally and the SASB indicators (reported from the last year), we included some data corresponding to the management of atmospheric emissions and risks in climate change, and for the first time bringing information in the TCFD (Task Force on Climate Related Financial Disclosure) standard. Content available at: <https://ri.localiza.com/en/governance/sustainability-new/>.
- We were recognized as a Highlight in Exame's "Best of ESG 2022" awards in the Transport, Logistics and Logistics Services sector. We also won 1<sup>st</sup> place in the mobility services sector of the "MERCOSUL Responsibility ESG 2021" award and 56<sup>th</sup> position in the general ranking.
- Launched in March 2022, **Neutraliza**, a rental add-on to offset greenhouse gas emissions during the customer's journey, is consolidated as a low-carbon product allied to the fight against climate change, with relevant conversion and conversion rates favorability.
- On the efficient use of resources front, we launched the **Guaranteed Cleaning** product, which aims to bring greater convenience and comfort to our customers, so they don't have to worry about washing our vehicles before returning them. The initiative reinforces our sustainable agenda, since Localiza favors the use of dry cleaning, whenever possible, which saves more than 90% of water compared to conventional washing.

We remain focused on capturing the best opportunities for our business so that together we can achieve extraordinary results, generating more value for our stakeholders and mitigating the impacts of our operation.

### Social

- As a result of our Diversity & Inclusion program initiatives, we were recognized as one of the companies with the best inclusion practices for LGBTI+ people! The survey, which is in its 1<sup>st</sup> edition in Brazil, was carried out by the consultancy Mais Diversidade in partnership with the Human Rights Campaign Foundation (HRC) and the Forum of Business and LGBTI+ Rights. HRC Equidade BR is an important analysis tool for companies to evaluate their practices and plan improvements and advances. In this process, Localiza won the highest mark.
- In this quarter, Instituto Localiza monitored the performance of the 24 projects selected by the Juventude em Movimento (Moving Youth) public notice and incorporated two new initiatives for young people in situations of social vulnerability in the areas of technology and entrepreneurship. Highlight for Crie Impossível (Create the Impossible) which involved 220,000 young people from public schools in an inspirational class for the beginning of an entrepreneurial education journey. Projects were also initiated in partnership with internal areas of Localiza, with the provision of technical training by our employees to communities close to the business units, starting with the Garota Tecnológica (Technological Girl) in Minas Gerais. In terms of assistance, the Institute supported solidarity initiatives in Recife, due to the heavy rains that caused damage in the region. Through funds for the Elderly and Childhood and Adolescence, Localiza supported two projects with a training

scope focused on entrepreneurship. Through the 1% profit sharing donation campaign, in which Localiza doubles the amount donated by employees, R\$340,000 was allocated to the Gerando Falcões youth training project.

- As part of the actions related to “Maio Amarelo” (Yellow May), a month dedicated to raising awareness of traffic safety, we made the Verde Vida Program available, our free and exclusive education platform for all Localiza customers and employees. The initiative includes professional education, free courses, events, and traffic safety topics, through online classes, training, and various content.





# 17.3 – Table 3 – Consolidated – R\$ million

CONSOLIDATED RESULTS	2017	2017 adjusted	2018	2019 without IFRS 16 and without reclassification of PIS/COFINS credits	2019	2020	2021	Var.	1H21	1H22	Var.	2Q21	2Q22	Var.
Car rental and franchising gross revenues, net of discounts and cancellations	1,916.3	1,916.3	2,588.9	3,367.4	3,367.4	3,475.2	4,851.3	39.6%	2,109.5	2,922.6	38.5%	1,027.2	1,459.1	42.0%
Fleet Rental gross revenues, net of discounts and cancellations	757.4	757.4	857.8	1,039.1	1,039.1	1,163.7	1,325.2	13.9%	638.1	801.1	25.5%	327.5	418.5	27.8%
Car and Fleet Rentals and Franchising total gross revenues	2,673.7	2,673.7	3,446.7	4,406.5	4,406.5	4,638.9	6,176.5	33.1%	2,747.6	3,723.7	35.5%	1,354.7	1,877.6	38.6%
Taxes on revenues - Car and Fleet Rentals and Franchising (*)	(66.6)	(66.6)	(61.4)	(59.7)	(59.7)	(44.0)	(583.2)	32.4%	(260.7)	(351.2)	34.7%	(128.0)	(177.7)	38.8%
<b>Car and Fleet Rentals and Franchising net revenues</b>	<b>2,607.1</b>	<b>2,607.1</b>	<b>3,385.3</b>	<b>4,346.8</b>	<b>3,988.9</b>	<b>4,198.5</b>	<b>5,593.3</b>	<b>33.2%</b>	<b>2,486.9</b>	<b>3,372.5</b>	<b>35.6%</b>	<b>1,226.7</b>	<b>1,699.9</b>	<b>38.6%</b>
Car sales gross revenues														
Car sales for fleet renewal - Car Rental, net of discounts and cancellations	2,990.0	2,990.0	3,919.2	5,479.6	5,479.6	5,150.7	4,413.3	-14.3%	2,574.1	1,922.0	-25.3%	1,230.4	1,108.9	-10.5%
Car sales for fleet renewal - Fleet Rental, net of discounts and cancellations	466.5	466.5	599.5	742.4	742.4	969.2	900.7	-7.1%	435.1	469.4	7.9%	231.2	242.2	4.8%
Car sales for fleet renewal - total gross revenues (*)	3,456.5	3,456.5	4,518.7	6,222.0	6,222.0	6,119.9	5,314.0	-13.2%	3,009.2	2,391.4	-20.5%	1,470.6	1,351.1	-8.1%
Taxes on revenues - Car sales for fleet renewal	(5.3)	(5.3)	(8.3)	(15.3)	(15.3)	(10.8)	(6.0)	-44.4%	(3.3)	(2.8)	-15.2%	(1.6)	(1.6)	0.0%
<b>Car sales for fleet renewal - net revenues</b>	<b>3,451.2</b>	<b>3,451.2</b>	<b>4,510.4</b>	<b>6,206.7</b>	<b>6,206.7</b>	<b>6,109.1</b>	<b>5,308.0</b>	<b>-13.1%</b>	<b>3,005.9</b>	<b>2,388.6</b>	<b>-20.5%</b>	<b>1,469.0</b>	<b>1,349.5</b>	<b>-8.1%</b>
<b>Total net revenues</b>	<b>6,058.3</b>	<b>6,058.3</b>	<b>7,895.7</b>	<b>10,553.5</b>	<b>10,195.6</b>	<b>10,307.6</b>	<b>10,901.3</b>	<b>5.8%</b>	<b>5,492.8</b>	<b>5,761.1</b>	<b>4.9%</b>	<b>2,695.7</b>	<b>3,049.4</b>	<b>13.1%</b>
Direct costs and expenses:														
Car rental and franchising	(935.3)	(879.6)	(1,187.7)	(1,484.5)	(1,112.0)	(1,124.3)	(1,406.9)	25.1%	(753.4)	(783.5)	5.3%	(390.9)	(405.7)	3.8%
Fleet Rental	(220.4)	(220.1)	(245.9)	(304.3)	(220.5)	(221.5)	(315.6)	42.5%	(146.4)	(188.4)	35.5%	(71.4)	(110.4)	54.8%
Total Car and Fleet Rentals and Franchising	(1,155.7)	(1,099.7)	(1,433.6)	(1,788.8)	(1,332.5)	(1,345.8)	(1,722.5)	28.0%	(899.8)	(971.9)	10.2%	(462.3)	(516.1)	11.7%
Car sales for fleet renewal - Car rental	(2,603.2)	(2,603.2)	(3,542.5)	(5,040.5)	(5,037.8)	(4,629.7)	(3,416.2)	-26.2%	(2,034.2)	(1,530.1)	-24.8%	(979.6)	(893.6)	-8.8%
Car sales for fleet renewal - Fleet Rental	(392.1)	(392.1)	(525.9)	(650.2)	(650.1)	(832.0)	(659.3)	-20.8%	(332.1)	(325.1)	-2.1%	(175.0)	(170.5)	-2.6%
Total Car sales for fleet renewal (book value) and preparation for sale	(2,995.3)	(2,995.3)	(4,068.4)	(5,690.7)	(5,687.9)	(5,461.7)	(4,075.5)	-25.4%	(2,366.3)	(1,855.2)	-21.6%	(1,154.6)	(1,064.1)	-7.8%
Total costs	(4,151.0)	(4,095.0)	(5,502.0)	(7,479.3)	(7,020.4)	(6,807.5)	(5,738.0)	-14.8%	(3,266.1)	(2,847.1)	-12.8%	(1,616.8)	(1,580.2)	-2.3%
												0.0	0.0	0.0%
<b>Gross profit</b>	<b>1,907.3</b>	<b>1,963.3</b>	<b>2,393.7</b>	<b>3,074.2</b>	<b>3,175.2</b>	<b>3,500.1</b>	<b>5,103.3</b>	<b>45.8%</b>	<b>2,226.7</b>	<b>2,914.0</b>	<b>30.9%</b>	<b>1,078.9</b>	<b>1,469.2</b>	<b>36.2%</b>
Operating expenses														
Advertising, promotion and selling:														
Car rental and franchising	(200.7)	(194.4)	(285.8)	(357.3)	(357.3)	(460.3)	(563.3)	22.4%	(259.9)	(225.3)	-13.3%	(119.4)	(111.2)	-6.9%
Fleet Rental	(18.8)	(18.8)	(27.7)	(36.0)	(35.6)	(38.2)	(64.0)	119.9%	(31.8)	(45.8)	44.0%	(16.6)	(28.0)	68.7%
Car sales for fleet renewal	(232.3)	(232.3)	(279.5)	(357.1)	(301.6)	(328.4)	(374.8)	14.1%	(192.9)	(177.3)	-8.1%	(86.1)	(105.7)	22.8%
Total advertising, promotion and selling	(451.8)	(445.5)	(593.0)	(750.4)	(694.5)	(826.9)	(1,022.1)	23.6%	(484.6)	(448.4)	-7.5%	(221.1)	(244.9)	10.3%
General, administrative and other expenses	(215.3)	(203.6)	(210.6)	(268.0)	(267.9)	(205.1)	(383.7)	87.1%	(166.6)	(209.5)	25.8%	(87.1)	(107.1)	23.0%
Total Operating expenses	(667.1)	(649.1)	(803.6)	(1,018.4)	(962.4)	(1,032.0)	(1,405.8)	36.2%	(651.2)	(667.9)	1.0%	(309.2)	(352.0)	13.8%
Depreciation expenses:														
Cars depreciation:														
Car rental	(117.7)	(117.7)	(131.7)	(332.8)	(332.8)	(342.6)	(183.7)	-46.4%	(54.8)	(244.1)	345.4%	(28.8)	(139.2)	383.3%
Fleet Rental	(114.3)	(114.3)	(159.9)	(218.7)	(218.7)	(130.4)	(71.4)	-45.2%	(35.9)	(42.2)	34.3%	(15.3)	(26.3)	71.9%
Total cars depreciation expenses	(232.0)	(232.0)	(291.6)	(551.5)	(551.5)	(473.0)	(255.1)	-46.1%	(90.7)	(292.3)	222.3%	(44.1)	(165.5)	275.3%
Other assets depreciation and amortization	(39.1)	(39.1)	(43.9)	(46.3)	(46.3)	(171.7)	(193.4)	12.9%	(103.1)	(119.3)	15.7%	(52.3)	(59.2)	13.2%
Total depreciation and amortization expenses	(271.1)	(271.1)	(335.5)	(597.8)	(723.2)	(666.4)	(473.5)	-28.9%	(193.8)	(411.6)	112.4%	(96.4)	(224.7)	133.1%
<b>Operating profit before financial results and taxes (EBIT)</b>	<b>969.1</b>	<b>1,043.1</b>	<b>1,254.6</b>	<b>1,458.0</b>	<b>1,489.6</b>	<b>1,801.7</b>	<b>3,224.0</b>	<b>78.9%</b>	<b>1,381.7</b>	<b>1,844.5</b>	<b>33.5%</b>	<b>673.3</b>	<b>892.5</b>	<b>32.6%</b>
Financial expenses, net:														
Expense	(511.9)	(511.9)	(536.8)	(591.2)	(630.0)	(512.4)	(576.9)	12.6%	(142.2)	(827.6)	482.0%	(92.9)	(472.3)	408.4%
Income	196.9	196.9	167.9	230.6	220.2	138.0	256.0	85.5%	74.0	334.3	351.8%	47.0	206.0	338.3%
Financial (expenses) revenues, net	(315.0)	(315.0)	(368.9)	(360.6)	(409.8)	(374.4)	(320.9)	-14.3%	(68.2)	(493.3)	623.3%	(45.9)	(266.3)	480.2%
<b>Income before tax and social contribution</b>	<b>654.1</b>	<b>728.1</b>	<b>885.7</b>	<b>1,097.4</b>	<b>1,079.8</b>	<b>1,427.3</b>	<b>2,903.1</b>	<b>103.4%</b>	<b>1,313.5</b>	<b>1,351.2</b>	<b>2.9%</b>	<b>627.4</b>	<b>626.2</b>	<b>-0.2%</b>
Income tax and social contribution	(148.4)	(164.7)	(226.5)	(249.9)	(245.9)	(379.1)	(659.4)	126.7%	(383.3)	(377.1)	-1.6%	(179.5)	(169.5)	-5.6%
<b>Net income for the period</b>	<b>505.7</b>	<b>563.4</b>	<b>659.2</b>	<b>847.5</b>	<b>833.9</b>	<b>1,048.2</b>	<b>2,043.7</b>	<b>95.0%</b>	<b>930.2</b>	<b>974.1</b>	<b>4.7%</b>	<b>447.9</b>	<b>456.7</b>	<b>2.0%</b>
EBITDA	1,240.2	1,314.2	1,590.1	2,055.8	2,212.8	2,468.1	3,697.5	49.8%	1,575.5	2,256.1	43.2%	769.7	1,117.2	45.1%
EBIT	969.1	1,043.1	1,254.6	1,458.0	1,489.6	1,801.7	3,224.0	78.9%	1,381.7	1,844.5	33.5%	673.3	892.5	32.6%
<b>Consolidated EBIT Margin (calculated over rental revenues)</b>	<b>37.2%</b>	<b>40.0%</b>	<b>37.1%</b>	<b>33.5%</b>	<b>37.3%</b>	<b>42.9%</b>	<b>57.6%</b>	<b>14.7 p.p.</b>	<b>55.8%</b>	<b>54.7%</b>	<b>-0.9 p.p.</b>	<b>54.9%</b>	<b>52.5%</b>	<b>-2.4 p.p.</b>
Car and Fleet Rentals and Franchising EBITDA	1,037.0	1,111.0	1,454.3	1,930.6	2,029.2	2,187.6	2,897.0	32.4%	1,153.3	1,933.5	67.6%	554.6	955.2	72.2%
<b>EBITDA Margin</b>	<b>39.8%</b>	<b>42.6%</b>	<b>43.0%</b>	<b>44.4%</b>	<b>50.9%</b>	<b>52.1%</b>	<b>51.8%</b>	<b>-0.3 p.p.</b>	<b>46.4%</b>	<b>52.3%</b>	<b>10.9 p.p.</b>	<b>45.2%</b>	<b>56.2%</b>	<b>11.0 p.p.</b>
Used Car Sales (Seminovos) EBITDA	203.2	203.2	135.8	125.2	183.6	280.5	800.6	185.4%	422.3	322.6	-23.6%	215.2	162.0	-24.7%
<b>EBITDA Margin</b>	<b>5.9%</b>	<b>5.9%</b>	<b>3.0%</b>	<b>2.0%</b>	<b>3.0%</b>	<b>4.6%</b>	<b>15.1%</b>	<b>10.5 p.p.</b>	<b>14.0%</b>	<b>13.5%</b>	<b>-0.5 p.p.</b>	<b>14.6%</b>	<b>12.0%</b>	<b>-2.6 p.p.</b>

(\*) In 4Q19, PIS and COFINS credits were reclassified, which were recorded as credits in the rental income

## 18 – Table 4 – Operating data

SELECTED OPERATING DATA	2017	2018	2019	2020	2021	Var.	1H21	1H22	Var.	2Q21	1Q22	Var.
<b>Average operating fleet:</b>												
Car Rental	94,194	130,058	173,649	200,742	195,242	-2.7%	193,931	206,749	6.6%	190,882	208,127	9.0%
Fleet Rental	36,804	44,404	55,726	59,801	61,962	3.6%	60,478	69,623	15.1%	61,832	70,993	14.8%
Total	130,998	174,462	229,375	260,543	257,204	-1.3%	254,409	276,372	8.6%	252,714	279,120	10.4%
<b>Average rented fleet:</b>												
Car Rental	69,762	97,245	128,718	140,151	151,686	8.2%	146,921	158,298	7.7%	140,375	159,216	13.4%
Fleet Rental	35,424	42,321	53,029	59,244	63,493	7.2%	62,500	69,697	11.5%	63,774	70,854	11.1%
Total	105,186	139,566	181,747	199,395	215,179	7.9%	209,421	227,995	8.9%	204,149	230,070	12.7%
<b>Average age of operating fleet (months)</b>												
Car Rental	6.5	7.2	7.0	10.0	13.9	39.0%	13.0	17.1	31.5%	13.4	17.4	29.9%
Fleet Rental	18.1	15.1	15.1	17.4	20.3	16.7%	19.8	21.3	7.6%	20.0	21.3	6.5%
Average age of total operating fleet	9.8	9.3	9.0	11.7	15.5	32.5%	14.7	18.2	23.8%	15.1	18.4	21.9%
<b>Fleet at end of period:</b>												
Car Rental	135,578	177,672	238,174	216,334	216,293	0.0%	208,520	235,000	12.7%	208,520	235,000	12.7%
Fleet Rental	44,877	54,430	68,957	61,657	73,503	19.2%	65,822	80,137	21.7%	65,822	80,137	21.7%
Total	180,455	232,102	307,131	277,991	289,796	4.2%	274,342	315,137	14.9%	274,342	315,137	14.9%
Managed fleet at end period - Fleet Rental	94	57	32	105	57	-45.7%	84	47	-44.0%	84	47	-44.0%
<b>Fleet investment (R\$ million) (does not include accessories)</b>												
Car Rental	4,581.8	5,785.2	8,802.1	4,541.9	5,625.1	23.8%	2,536.7	4,300.2	69.5%	1,481.6	2,965.1	100.1%
Fleet Rental	881.5	1,189.2	1,472.6	975.7	2,022.1	107.2%	788.7	1,180.0	49.6%	314.0	843.6	168.7%
Total	5,463.3	6,974.4	10,274.7	5,517.6	7,647.2	38.6%	3,325.4	5,480.2	64.8%	1,795.6	3,808.7	112.1%
<b>Number of rental days (In thousands):</b>												
Car Rental - Total	25,494.0	35,514.6	47,029.0	51,286.4	55,358.0	7.9%	26,572.7	28,651.3	7.8%	12,773.4	14,488.0	13.4%
Rental days for Fleet Rental replacement service	(230.4)	(230.1)	(283.0)	(839.9)	(1,601.4)	90.7%	(800.3)	(831.0)	3.8%	(397.0)	(423.7)	6.7%
Car Rental - Net	25,263.6	35,284.5	46,745.9	50,446.5	53,756.6	6.6%	25,772.4	27,820.3	7.9%	12,376.4	14,064.3	13.6%
Fleet Rental	12,752.7	15,235.7	19,090.5	21,328.0	22,857.3	7.2%	11,249.9	12,545.5	11.5%	5,739.6	6,376.9	11.1%
Total	38,016.3	50,520.2	65,836.5	71,774.5	76,613.9	6.7%	37,022.3	40,365.8	9.0%	18,116.0	20,441.2	12.8%
<b>Annualized average depreciation per car (R\$)</b>												
Car Rental	1,250.1	1,012.4	1,917.6	1,706.8	941.1	-44.9%	564.7	2,361.6	318.2%	603.0	2,675.3	343.7%
Fleet Rental	3,104.3	3,601.1	3,923.4	2,178.9	1,152.7	-47.1%	1,187.0	1,383.5	16.6%	989.9	1,482.1	49.7%
Total	1,771.0	1,671.2	2,405.2	1,815.2	992.0	-45.4%	713.5	2,115.2	196.5%	697.6	2,371.8	240.0%
<b>Average annual gross revenues per operating car (R\$ thousand)</b>												
Car Rental	20.2	19.8	19.3	17.3	24.7	42.8%	21.8	28.5	30.7%	19.4	28.3	45.9%
Fleet Rental	20.4	19.1	18.5	19.2	21.2	10.5%	21.1	23.0	9.0%	19.2	23.5	22.4%
<b>Average daily rental (R\$)</b>												
Car Rental (*)	75.16	72.86	71.57	68.52	89.71	30.9%	81.36	104.43	28.4%	82.53	103.19	25.0%
Fleet Rental	58.77	55.62	53.92	53.81	57.49	6.8%	56.09	62.80	12.0%	57.05	64.50	13.1%
<b>Utilization rate (does not include cars in preparation and decommissioning):</b>												
Car Rental	78.6%	79.6%	79.1%	73.5%	79.8%	6.3 p.p.	78.1%	79.1%	1.0 p.p.	75.9%	79.7%	3.8 p.p.
Fleet Rental	98.2%	96.8%	96.6%	97.4%	98.0%	0.6 p.p.	98.5%	96.8%	-1.7 p.p.	98.4%	96.8%	-1.6 p.p.
<b>Number of cars purchased - consolidated (**)</b>	135,252	165,421	223,534	109,379	111,510	1.9%	55,013	59,842	8.8%	28,653	41,162	43.7%
<b>Average price of cars purchased (R\$ thsd) - consolidated</b>	40.39	42.16	45.96	50.45	68.58	35.9%	60.45	91.58	51.5%	62.67	92.53	47.6%
<b>Numbers of cars sold - consolidated</b>	90,554	111,279	147,915	135,490	92,845	-31.5%	55,675	33,418	-40.0%	26,643	18,862	-29.2%
<b>Average price of cars sold (R\$ thsd) (***) - consolidated</b>	35.38	37.86	39.80	42.46	52.63	24.0%	50.15	65.25	30.1%	51.47	65.09	26.5%

(\*) Not included the rentals for Fleet Rental Division.

(\*\*) Does not include cars from Hertz Brazil in 2017

(\*\*\*) Net of SG&A expenses related to the sale of cars decommissioned for fleet renewal.



## 19 – Consolidated financial statements – IFRS – R\$ million

ASSETS	2017	2018	2019 without IFRS 16	2019	2020	2021	1H22
<b>CURRENT ASSETS:</b>							
Cash and cash equivalents	1,338.2	2,175.3	2,220.1	2,220.1	2,586.4	444.1	767.3
Financial assets	1,275.7	267.5	610.8	610.8	1,380.2	4,565.4	5,758.6
Trade accounts receivable	585.1	1,016.5	1,274.7	1,274.7	1,107.5	1,310.4	1,409.6
Derivative financial instruments - swap	-	-	-	-	154.3	89.6	145.9
Other current assets	128.6	182.7	246.8	246.8	300.7	351.3	520.0
Decommissioning cars to fleet renewal	103.4	51.8	141.7	141.7	40.5	182.0	431.4
<b>Total current assets</b>	<b>3,431.0</b>	<b>3,693.8</b>	<b>4,494.1</b>	<b>4,494.1</b>	<b>5,569.6</b>	<b>6,942.8</b>	<b>9,032.8</b>
<b>NON CURRENT ASSETS:</b>							
Long-term assets:							
Financial assets	-	-	-	-	-	3.0	3.0
Derivative financial instruments - swap	16.7	2.8	18.2	18.2	353.0	448.1	169.4
Trade accounts receivable	4.7	3.8	1.8	1.8	2.0	2.7	2.2
Escrow deposit	83.1	96.3	114.6	114.6	113.7	121.8	120.4
Deferred income tax and social contribution	42.0	42.2	32.4	32.4	24.4	24.3	25.4
Investments in restricted accounts	40.6	43.0	22.3	22.3	44.9	46.1	48.5
Other non current assets	0.7	0.1	0.1	0.1	0.1	286.3	306.8
<b>Total long-term assets</b>	<b>187.8</b>	<b>188.2</b>	<b>189.4</b>	<b>189.4</b>	<b>538.1</b>	<b>932.3</b>	<b>675.7</b>
Property and equipment							
Cars	6,934.7	9,481.6	13,374.1	13,374.1	12,923.3	15,842.9	19,045.5
Right of use	-	-	-	625.0	624.5	736.0	732.4
Other	549.3	550.3	570.5	570.5	633.5	715.0	729.0
Intangible:							
Software and others	52.8	47.8	49.9	49.9	46.7	37.6	46.9
Goodwill on acquisition of investments	30.6	30.7	90.0	90.0	105.4	105.4	161.6
<b>Total non current assets</b>	<b>7,755.2</b>	<b>10,298.6</b>	<b>14,273.9</b>	<b>14,898.9</b>	<b>14,871.5</b>	<b>18,369.2</b>	<b>21,391.1</b>
<b>TOTAL ASSETS</b>	<b>11,186.2</b>	<b>13,992.4</b>	<b>18,768.0</b>	<b>19,393.0</b>	<b>20,441.1</b>	<b>25,312.0</b>	<b>30,423.9</b>

LIABILITIES AND SHAREHOLDERS' EQUITY	2017	2018	2019 without IFRS 16	2019	2020	2021	1H22
<b>CURRENT LIABILITIES:</b>							
Trade accounts payable	1,331.7	2,202.6	2,565.4	2,565.4	1,661.0	2,059.3	2,993.8
Social and labor obligations	109.2	135.0	161.8	161.8	218.5	276.1	248.0
Loans, financing and debentures	537.2	616.6	144.3	144.3	1,615.0	1,884.8	1,830.4
Lease liability	-	-	-	116.0	130.2	157.0	147.4
Derivative financial instruments - swap	6.8	18.7	26.8	26.8	66.4	9.1	47.3
Income tax and social contribution	31.3	41.1	58.7	54.6	117.6	9.0	18.9
Dividends and interest on own capital	36.4	42.6	63.4	63.4	72.4	288.8	111.9
Other current liabilities	181.5	282.8	390.0	390.0	415.3	300.4	303.1
<b>Total current liabilities</b>	<b>2,234.1</b>	<b>3,339.4</b>	<b>3,410.4</b>	<b>3,522.3</b>	<b>4,296.4</b>	<b>4,984.5</b>	<b>5,700.8</b>
<b>NON CURRENT LIABILITIES:</b>							
Loans, financing and debentures	5,940.5	7,029.4	9,235.1	9,235.1	8,882.7	10,548.3	13,886.6
Lease liability	-	-	-	526.8	532.5	635.2	649.0
Derivative financial instruments - swap	10.8	21.9	62.3	62.3	37.2	134.7	95.5
Provisions	126.5	148.8	207.2	207.2	158.6	163.6	136.7
Deferred income tax and social contribution	219.7	297.3	352.7	352.7	412.1	1,147.9	1,478.2
Restricted Obligations	40.6	43.1	22.5	22.5	45.4	47.0	49.2
Other non current liabilities	13.3	18.0	16.6	16.6	23.6	33.7	39.7
<b>Total non current liabilities</b>	<b>6,351.4</b>	<b>7,558.5</b>	<b>9,896.4</b>	<b>10,423.2</b>	<b>10,092.1</b>	<b>12,710.4</b>	<b>16,334.9</b>
<b>Total liabilities</b>	<b>8,585.5</b>	<b>10,897.9</b>	<b>13,306.8</b>	<b>13,945.5</b>	<b>14,388.5</b>	<b>17,694.9</b>	<b>22,035.7</b>
<b>SHAREHOLDERS' EQUITY:</b>							
Capital	1,500.0	1,500.0	4,000.0	4,000.0	4,000.0	4,000.0	4,000.0
Expenses with share issues	-	-	(43.1)	(43.1)	(43.1)	(43.1)	(43.1)
Treasury Shares	-	-	-	-	(175.5)	(162.1)	(158.9)
Capital Reserves	94.9	125.0	163.2	163.2	174.9	203.0	227.5
Earnings Reserves	1,005.8	1,469.5	1,341.1	1,327.4	2,096.3	3,618.4	4,351.2
Equity Valuation Adjustment	-	-	-	-	-	0.9	5.1
Participation of non-controlling partners	-	-	-	-	-	-	6.4
<b>Total shareholders' equity</b>	<b>2,600.7</b>	<b>3,094.5</b>	<b>5,461.2</b>	<b>5,447.5</b>	<b>6,052.6</b>	<b>7,617.1</b>	<b>8,388.2</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>11,186.2</b>	<b>13,992.4</b>	<b>18,768.0</b>	<b>19,393.0</b>	<b>20,441.1</b>	<b>25,312.0</b>	<b>30,423.9</b>

## 20 – Consolidated financial statements – Income statements – R\$ million

STATEMENT OF INCOME	2017	2017 adjusted	2018	2019 without IFRS 16 and without reclassification of PIS/COFINS credits	2019	2020	2021	1H22
<b>Total net revenues</b>	<b>6,058.3</b>	<b>6,058.3</b>	<b>7,895.7</b>	<b>10,553.5</b>	<b>10,195.6</b>	<b>10,307.6</b>	<b>10,901.3</b>	<b>5,761.1</b>
COSTS AND EXPENSES:								
Direct costs	(4,151.0)	(4,095.0)	(5,502.0)	(7,479.3)	(7,020.4)	(6,807.5)	(5,798.0)	(2,847.1)
Selling, general, administrative and other expenses	(667.1)	(649.1)	(803.6)	(1,018.4)	(962.4)	(1,032.0)	(1,405.8)	(657.9)
Cars depreciation	(232.0)	(232.0)	(291.6)	(551.5)	(551.5)	(473.0)	(255.1)	(292.3)
Other assets depreciation and amortization	(39.1)	(39.1)	(43.9)	(46.3)	(171.7)	(193.4)	(218.4)	(119.3)
Total costs and expenses	(5,089.2)	(5,015.2)	(6,641.1)	(9,095.5)	(8,706.0)	(8,505.9)	(7,677.3)	(3,916.6)
<b>Income before financial results and taxes (EBIT)</b>	<b>969.1</b>	<b>1,043.1</b>	<b>1,254.6</b>	<b>1,458.0</b>	<b>1,489.6</b>	<b>1,801.7</b>	<b>3,224.0</b>	<b>1,844.5</b>
FINANCIAL EXPENSES, NET								
	(315.0)	(315.0)	(368.9)	(360.6)	(409.8)	(374.4)	(320.9)	(493.3)
<b>Income before taxes</b>	<b>654.1</b>	<b>728.1</b>	<b>885.7</b>	<b>1,097.4</b>	<b>1,079.8</b>	<b>1,427.3</b>	<b>2,903.1</b>	<b>1,351.2</b>
INCOME TAX AND SOCIAL CONTRIBUTION								
Current	(119.4)	(135.7)	(139.8)	(183.7)	(180.7)	(311.7)	(124.0)	(50.1)
Deferred	(29.0)	(29.0)	(86.7)	(66.2)	(65.2)	(67.4)	(735.4)	(327.0)
	(148.4)	(164.7)	(226.5)	(249.9)	(245.9)	(379.1)	(859.4)	(377.1)
<b>Net income</b>	<b>505.7</b>	<b>563.4</b>	<b>659.2</b>	<b>847.5</b>	<b>833.9</b>	<b>1,048.2</b>	<b>2,043.7</b>	<b>974.1</b>

## 21 – Statements of Cash Flows – R\$ million

CONSOLIDATED CASH FLOW	2017	2017 adjusted	2018	2019 w without IFRS 16	2019	2020	2021	1H22
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>								
Net income	505.7	563.4	659.2	847.5	833.9	1,048.2	2,043.7	974.1
Adjustments to reconcile net income and cash and cash equivalents provided by operating activities:								
Depreciation and amortization	271.1	271.1	335.5	597.9	723.1	666.4	473.5	411.7
Net book value of vehicles written off	(344.6)	(344.6)	(311.9)	(343.1)	(343.1)	(509.3)	(962.0)	(604.8)
Deferred income tax and social contribution	29.1	29.1	86.7	65.2	65.2	67.4	735.4	327.0
Interest on loans, financing, debentures and swaps of fixed rates	476.2	476.2	529.8	552.9	552.9	423.7	502.3	788.5
Lease interest	-	-	-	-	49.4	59.6	61.8	34.6
Other	81.7	81.7	87.8	103.6	103.6	9.3	73.8	(39.7)
(Increase) decrease in assets:								
Trade receivable	(151.8)	(151.8)	(489.0)	(275.9)	(275.9)	118.8	(248.1)	(76.4)
Purchases of cars (see supplemental disclosure below)	(5,052.4)	(5,052.4)	(6,113.7)	(9,941.4)	(9,941.4)	(6,513.3)	(7,366.9)	(4,596.7)
Escrow deposits	(17.5)	(17.5)	(13.1)	(17.9)	(17.9)	0.9	(8.1)	1.4
Taxes recoverable	2.6	2.6	3.4	(1.6)	(1.6)	11.5	(266.9)	(50.9)
Prepaid expenses	2.7	2.7	1.3	(4.9)	(4.9)	(7.9)	(11.6)	(115.7)
Other assets	(8.8)	(8.8)	(71.9)	(44.7)	(44.7)	(44.7)	85.1	(43.4)
Increase (decrease) in liabilities:								
Accounts payable (except car manufacturers)	(4.8)	(4.8)	3.1	21.0	21.0	84.2	109.3	(12.9)
Social and labor obligations	7.5	7.5	25.8	26.8	26.8	56.5	57.7	(30.1)
Income tax and social contribution	119.4	135.7	139.8	184.7	180.7	311.7	124.0	50.1
Insurance premium	19.3	19.3	37.0	23.2	23.2	20.8	(93.2)	19.2
Other liabilities	40.1	40.1	60.1	52.0	52.0	13.4	(71.3)	16.8
<b>Cash provided by (used in) operating activities</b>	<b>(4,024.5)</b>	<b>(3,950.5)</b>	<b>(5,030.1)</b>	<b>(8,154.7)</b>	<b>(7,997.7)</b>	<b>(4,182.8)</b>	<b>(4,761.5)</b>	<b>(2,947.2)</b>
Revenue from the sale of decommissioned cars, net of taxes	3,451.2	3,451.2	4,510.4	6,206.7	6,206.7	6,109.2	5,308.0	2,388.6
Income tax and social contribution paid	(108.3)	(108.3)	(131.2)	(146.1)	(146.1)	(250.1)	(307.1)	(39.9)
Interest on loans, financing and debentures paid	(485.7)	(485.7)	(424.7)	(562.2)	(562.2)	(366.9)	(372.9)	(557.0)
Lease interest paid	-	-	-	-	(53.5)	(56.8)	(49.7)	(23.8)
Financial assets	(1,275.8)	(1,275.8)	1,008.2	(343.4)	(343.4)	(769.4)	(3,188.2)	(1,193.2)
<b>Net cash provided by (used in) operating activities</b>	<b>(2,443.1)</b>	<b>(2,369.1)</b>	<b>(67.4)</b>	<b>(2,999.7)</b>	<b>(2,896.2)</b>	<b>483.2</b>	<b>(3,371.4)</b>	<b>(2,372.5)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>								
Acquisition of investment, goodwill and fair value surplus	(333.2)	(333.2)	-	(123.7)	(123.7)	(7.9)	(3.6)	(11.5)
Purchases of other property and equipment and addition of intangible assets	(175.0)	(175.0)	(42.8)	(70.0)	(70.0)	(108.0)	(143.4)	(80.2)
<b>Net cash provided by (used in) investing activities</b>	<b>(508.2)</b>	<b>(508.2)</b>	<b>(42.8)</b>	<b>(193.7)</b>	<b>(193.7)</b>	<b>(115.9)</b>	<b>(147.0)</b>	<b>(91.7)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>								
Loans and financings:								
Proceeds	950.1	950.1	742.8	1,351.5	1,351.5	1,250.2	3,098.0	293.0
Repayment	(510.1)	(510.1)	(518.5)	(930.2)	(930.2)	(15.0)	(1,395.8)	(500.9)
Debentures								
Proceeds	2,626.9	2,626.9	1,690.7	2,283.7	2,283.7	988.6	498.1	4,205.6
Repayment	(355.0)	(355.0)	(815.0)	(975.0)	(975.0)	(1,660.8)	(383.1)	(720.3)
Lease liability:								
Repayment	-	-	-	-	(103.5)	(119.2)	(144.0)	(78.8)
Capital Increase	-	-	-	1,821.6	1,821.6	-	-	-
Treasury shares (acquired)/ sold	2.1	2.1	3.20	2.6	2.6	(180.5)	4.4	2.2
Expenses with issuance of shares.	-	-	-	(65.3)	(65.3)	-	-	-
Exercise of stock options with treasury shares, net	50.1	50.1	16.4	25.1	25.1	4.80	(1.3)	0.3
Dividends paid	-	-	-	(7.2)	(7.2)	-	(18.1)	(206.2)
Interest on own capital	(166.9)	(166.9)	(172.3)	(268.6)	(268.6)	(269.1)	(282.1)	(207.5)
<b>Net cash provided by (used in) financing activities</b>	<b>2,597.2</b>	<b>2,597.2</b>	<b>947.3</b>	<b>3,238.2</b>	<b>3,134.7</b>	<b>(1.0)</b>	<b>1,376.1</b>	<b>2,787.4</b>
<b>NET CASH FLOW PROVIDED (USED) IN THE YEAR</b>	<b>(354.1)</b>	<b>(280.1)</b>	<b>837.1</b>	<b>44.8</b>	<b>44.8</b>	<b>366.3</b>	<b>(2,142.3)</b>	<b>323.2</b>
Cash flow without incurred one-time costs Hertz and franchisees	-	(74.0)	-	-	-	-	-	0.0
<b>NET CASH FLOW PROVIDED (USED) IN THE YEAR AFTER ONE TIME COSTS</b>	<b>(354.1)</b>	<b>(280.1)</b>	<b>837.1</b>	<b>44.8</b>	<b>44.8</b>	<b>366.3</b>	<b>(2,142.3)</b>	<b>323.2</b>
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	1,692.3	1,692.3	1,338.2	2,175.3	2,175.3	2,220.1	2,586.4	444.1
CASH AND CASH EQUIVALENTS AT END OF YEAR	1,338.2	1,338.2	2,175.3	2,220.1	2,220.1	2,586.4	444.1	767.3
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(354.1)</b>	<b>(354.1)</b>	<b>837.1</b>	<b>44.8</b>	<b>44.8</b>	<b>366.3</b>	<b>(2,142.3)</b>	<b>323.2</b>
<b>Supplemental disclosure of cash flow information:</b>								
Cash paid during the period for cars acquisition								
Cars acquisition in the year/period - renewal	(3,660.9)	(3,660.9)	(4,696.7)	(6,804.6)	(6,804.6)	(5,524.1)	(6,366.9)	(3,083.8)
Cars acquisition in the year/period - growth	(1,807.0)	(1,807.0)	(2,285.1)	(3,478.7)	(3,478.7)	-	(1,289.0)	(2,439.5)
Suppliers - automakers:								
Balance at the end of the year	1,197.5	1,197.5	2,065.6	2,407.5	2,407.5	1,418.3	1,707.4	2,634.0
Balance at the beginning of the year	(782.0)	(782.0)	(1,197.5)	(2,065.6)	(2,065.6)	(2,407.5)	(1,418.4)	(1,707.4)
Cash paid for cars purchased	(5,052.4)	(5,052.4)	(6,113.7)	(9,941.4)	(9,941.4)	(6,513.3)	(7,366.9)	(4,596.7)

## 22 – Glossary and other information

- **Adjusted:** Financials have been recalculated to exclude the impact of incurred one-time costs related with the acquisition of Hertz Brazil and the integration of 20 franchised branches in 2017.
- **Average Rented Fleet:** In the car rental division it is the number of daily rentals in the period divided by the number of days in the period. In the Fleet Rental is the actual number of cars rented.
- **CAGR:** Compounded annual growth rate.
- **CAPEX:** Capital expenditure.
- **Carrying Cost of Cash:** Consists of the cost to maintain minimum cash position. This is the difference between the average rate of fundraising and the average rate of investment.
- **Car depreciation:** Depreciation is calculated based on the expectation of the future sale price net of the selling expenses. The amount to be depreciated is the positive difference between the acquisition price of the vehicle and its estimated residual value. Depreciation is calculated as long as the assets' estimated residual value does not exceed its accounting value. Depreciation is recognized during the estimated life cycle of each asset. In the Car Rental and Fleet Rental divisions, depreciation method used is linear. The residual value is the estimated sale price net of the estimated selling expense.
- **Depreciated cost of used cars sales (book value):** Consists of the acquisition value of vehicles, depreciated up to the date of sale.
- **EBITDA:** is the net income of the period, added by the income tax, net financial expenses, depreciation, amortization, and exhaustions, as defined by CVM instruction 527/12.
- **EBITDA Margin:** EBITDA divided by the net revenues.
- **EBIT:** is the net income of the period added by the income tax and net financial expenses.
- **EBIT Margin:** EBIT divided by the rental net revenues.
- **IFRS 16:** As of January 1, 2019, all companies had to adapt to the new rules of IFRS 16. Lessees now have to recognize the assets of the rights over leased assets and the liabilities of future payments for medium or long-term leases, including operating leases. The major impact we had was on the real estate lease agreements of our locations and stores.
- **Operating Fleet:** Includes the cars in the fleet from the licensing until they become available for sale.
- **Net debt:** Short and long-term debts +/- the results from the swap operations, net of the cash, cash equivalents and short-term financial investments. The "net debt" term is a Company's measure and cannot be compared with similar terms used by other companies.
- **Net Investment in cars:** Capital investment in cars acquisition, net of the revenues from selling decommissioned cars.
- **One-time costs (OTC):** Non-recurring costs and expenses related to the acquisition of Hertz Brazil's operations and the integration of 20 franchised branches.
- **Reclassification of PIS and COFINS credits:** To better reflect the nature of its operating costs, Localiza performed the reclassification of PIS and COFINS credits for the years ended December 31, 2019. The credits were reclassified in the income statement by division and consolidated, from the income tax heading to the cost heading.
- **ROIC:** Return on invested capital.
- **Royalties and integration fee:** Amount calculated on the amounts charged in the rental contracts, for the use of the brand and transfer of know-how, in addition to the fees related to the marketing campaigns conducted by Localiza Franchising; and amount paid by the franchisee shortly after signing the adhesion contract, corresponding to the concession to use the brand.
- **Swap:** Financial transactions carried out to hedge exchange rate and interest rate risks.
- **Utilization Rate:** It is the number of rental days of the period divided by the fleet available for rental multiplied by the number of days of the period and therefore, it does not include cars being prepared or being decommissioned.

## LOCALIZA RENT A CAR S.A.

### NOTES TO THE INTERIM FINANCIAL INFORMATION

FOR THE PERIOD ENDED JUNE 30, 2022

(In thousands of Brazilian reais – R\$, unless otherwise stated)

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#### **1. GENERAL INFORMATION**

Localiza Rent a Car S.A. ("Localiza" or "Company"), headquartered at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, Minas Gerais State, has been since May 2005 a Brazilian publicly-held company, listed on B3 S.A. - Brasil, Bolsa, Balcão ("B3") Novo Mercado segment, which characterizes the highest corporate governance level in the Brazilian capital market, Localiza's shares are traded under the ticker symbol RENT3.

Localiza and its subsidiaries are mainly engaged in: car rental, fleet rental and franchising. In order to renew the fleet, maximizing cash flow generation, Localiza, its direct and indirect subsidiaries, Localiza Fleet S.A, ("Localiza Fleet") and Car Rental Systems S.A. ("Car Rental Systems"), respectively, sell their decommissioned cars.

As at June 30, 2022, the Localiza Platform, including its franchisees in Brazil and abroad, was comprised of 620 car rental locations (not reviewed by the independent auditors), of which: (i) 540 locations in 360 cities in Brazil, 452 of which were operated by Localiza and 88 by franchisees; and (ii) 80 locations in 40 cities in 4 other South American countries, all operated by franchisees. In addition to its network of locations, the Company owned 127 points of sale of the decommissioned cars after its use, located in 85 cities throughout Brazil.

This individual and consolidated interim financial information was approved and authorized for issue by the Board of Directors on August 10, 2022 and by the Executive Board on August 11, 2022.

##### **1.1. Business Combination of Localiza and Unidas**

Localiza and Companhia de Locação das Américas ("Unidas" and, in conjunction with Localiza, "Companies") entered into a Merger of Shares Agreement on September 22, 2020, as well as the "Protocol and Justification of the Merger of Shares of Companhia de Locação das Américas by Localiza Rent a Car S.A." on October 8, 2020, as amended ("Protocol and Justification"), which established the terms and conditions for the implementation of the business combination of the Companies, through the merger of Unidas shares by the Company, pursuant to articles 224, 225 and 252 of Law 6,404/76 ("Merger of Shares" or "Transaction"), as approved at the Extraordinary General Meetings of the Companies held on November 12, 2020 and added at the Extraordinary General Meeting of Localiza held on April 26, 2022.

This Transaction resulted in the union of shareholders that are a reference and have long experience in the industry, in the combination of talents to provide innovative solutions in mobility, in the creation of a player with global scale, committed with the highest levels of governance and with ambition to provide the best customer experience, increasing the access of the population and of companies to car rental. From an economic and financial point of view, the integration of the businesses should promote synergies and efficiency increases in the Companies resulting from the Merger of Shares.

On December 15, 2021, the implementation of the Merger of Shares was approved by the the Brazilian Antitrust Agency ("CADE"), with structural and behavioral restrictions, under the terms of the Concentration Control Agreement ("CCA") negotiated between the Companies and CADE, which included the approval by CADE of the buyer of the net assets to be divested.

On June 22, 2022, CADE approved that an investment fund managed by affiliates of Brookfield Asset Management would be the buyer of the assets to be segregated from the Car Rental and Seminovos operations, including about 49,000 cars, of Unidas's subsidiaries.

Accordingly, the business combination between the Companies was executed on July 1, 2022 ("Closing Date"), and was confirmed by their respective Boards of Directors in meetings held on that same date. The effects of this subsequent event are detailed in Note 28(a).

### **1.2. Macroeconomic scenario**

As an effect of the pandemic and geopolitical factors, such as the war in Ukraine and others, the shortage of some supplies, notably semiconductors (chips) have been affecting the automotive industry since then, resulting in a reduction in the supply of new cars and an increase in prices. The Company has been affected mainly by the lower purchase volume of new cars due to the fact that automakers have not resumed their normal production level, resulting in an increase in the estimated useful life of our car fleet and its corresponding maintenance costs, as a consequence of the aging of the fleet and also the increase in the cost of spare parts.

As a result of the emergence of new variants and the recurrence of cases of Covid-19, in March and April 2021, we again felt the impacts of the pandemic (to a lesser extent than in the first wave), after a consistent resumption in the volumes of rentals and sale of cars deactivated for fleet renewal.

The Company's management carried out a set of analyses of the impacts of COVID-19, which involved, mainly, the assessment of indicators of impairment of non-current assets, expected credit losses on trade receivables, measurement of financial instruments, including derivative financial instruments, among others. This interim financial information considers the impacts arising from these analyses.

### **1.3. Cyber attack**

As communicated to the market, on January 11, 2022, the Company and its subsidiaries suffered a partial interruption in the operation of some systems, due to a criminal cyber-attack in its information technology environment. Localiza immediately activated its security control protocols to block the attack and mitigate potential impacts.

The Company has technological tools and rigorous security standards in place and constantly seeks to improve them by implementing new security tools and procedures to protect its systems and databases.

As at the date of this interim financial information, the Company has not identified any evidence of access to databases, extraction or leakage of personal data.

## **2. BASIS OF PREPARATION, PRESENTATION OF INTERIM FINANCIAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Company's interim financial information comprises individual and consolidated interim financial information, identified as "Individual" and "Consolidated", and is prepared and presented in accordance with technical pronouncement CPC 21 (R1) – Interim Financial Information, issued by the Accounting Pronouncements Committee ("CPC") and approved by the Brazilian Securities and Exchange Commission ("CVM"), and in accordance with international standard IAS 34 – Interim Financial Information, issued by the International Accounting Standards Board ("IASB"), and discloses all relevant information that should be reported in the interim financial information, and only such information, which is consistent with the information used by Management in the performance of its duties.

The individual interim financial information presents investments in subsidiaries accounted for under the equity method of accounting, in accordance with the accounting practices adopted in Brazil and the IFRS.

The information on the basis of preparation and presentation of the interim financial information and summary of significant accounting policies has not changed significantly when compared with the information disclosed in Note 2 and in other notes to the annual financial statements for the year ended December 31, 2021 (hereinafter referred to as "financial statements for the year ended December 31, 2021"), published on February 22, 2022 through the websites [www.gov.br/cvm](http://www.gov.br/cvm), [www.b3.com.br](http://www.b3.com.br) and [www.localiza.com/ri](http://www.localiza.com/ri) and published on March 4, 2022 in the "Diário do Comércio de Minas Gerais" and in its digital edition, on the same date.

### 3. RECENTLY ISSUED ACCOUNTING STANDARDS AND INTERPRETATIONS

#### 3.1. Recently issued accounting pronouncements and interpretations adopted by the Company in the current period

- **Amendment to IAS 37 "Provisions, Contingent Liabilities and Contingent Assets"**: in May 2020, IASB issued a change to clarify that, for the purpose of evaluating if a contract is onerous, the cost of complying with this contract includes the incremental costs of complying and the allocation of other costs that relate directly to this one. The effective date of application of this change is January 1, 2022.
- **Amendment to IFRS 3 "Business Combinations"**: issued in May 2020, with the objective to replace the references under the old structure conceptual version to the most recent. The change in IFRS 3 is effective from January 1, 2022.
- **Annual improvements - 2018-2020 cycle**: in May 2020, IASB issued the following changes as part of annual improvement process, to be Applied from 1 January 2022:
  - (i) IFRS 9 - "Financial Instruments" – clarify which duties should be included in the tests of 10% for write downs of financial liabilities.
  - (ii) IFRS 16 - "Leases" – change on example 13 in order to exclude the example of lessor payments related to improvements to the property.
  - (iii) IFRS 1 - "First-time Adoption of International Financial Reporting Standards" - simplifies the application of this standard by a subsidiary that adopts IFRS for the first time after its parent company, in relation to the measurement of the accumulated amount of exchange rate variations.

The Company analyzed these alterations and did not identify any relevant impacts in relation to the accounting practices currently adopted.

#### 3.2. Recently issued accounting pronouncements and interpretations and not yet adopted by the Company

The following IFRSs were issued by the IASB but are not effective for the period ended June 30, 2022. The early adoption of standards, although encouraged by the IASB, is not permitted in Brazil by the CPC.

- **Amendment to IAS 1 "Presentation of Financial Statements"**: issued in May 2020, with the aim of clarifying that liabilities are classified as current or non-current, depending on the conditions that exist at the end of the period. The classification is not affected by the entity's expectations or events after the reporting date (e.g., receipt of a waiver or breach of covenant). The amendments also clarify what is meant by "settlement" of a liability under IAS 1. The amendments to IAS 1 are effective from January 1, 2023.

- **Amendment to IAS 1 and IFRS Practice Statement 2 - Disclosure of accounting policies**: in February 2021 the IASB issued a further amendment to IAS 1 on disclosure of "material" rather than "significant" accounting policies. The amendments define what "material accounting policy information" is and explain how to identify it. It also clarifies that immaterial accounting policy information need not be disclosed, but if it is, that it should not obscure material accounting information. To support this change, the IASB has also amended "IFRS Practice Statement 2 Making Materiality Judgements" to provide guidance on how to apply the concept of materiality to accounting policy disclosures. This amendment is effective from January 1, 2023.

- **Amendment to IAS 12 - Income Taxes**: the amendment issued in May 2021 requires entities to recognize deferred tax on transactions that, on initial recognition, give rise to equal amounts of taxable and deductible temporary differences. This typically applies to lease transactions (right-of-use assets and lease liabilities) and decommissioning and restoration obligations, as an example, and will require the recognition of additional deferred tax assets and liabilities. This amendment is effective January 1, 2023.

#### 4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are broken down as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Cash and banks	31,427	17,132	91,035	18,809
Bank Certificates of Deposit ("CDB")	324,504	226,752	499,731	350,550
Fixed-income investment fund units	80,081	45,219	176,508	74,780
<b>Total</b>	<b>436,012</b>	<b>289,103</b>	<b>767,274</b>	<b>444,139</b>

In the period ended June 30, 2022, financial investments in CDBs and fixed-income investment fund units had an annual weighted average yield of 105.3% of the Interbank Deposit Certificates ("CDI") rate variation (110.2% as at December 31, 2021).

#### 5. INVESTMENTS

Investments are broken down as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Bank Certificates of Deposit ("CDB")	747,689	2,131,514	1,165,225	2,287,494
Fixed-income investment fund units	2,949,613	1,360,935	4,596,351	2,106,796
Investments in financial bills	-	153,006	-	174,103
<b>Total</b>	<b>3,697,302</b>	<b>3,645,455</b>	<b>5,761,576</b>	<b>4,568,393</b>
<b>Current</b>	<b>3,694,302</b>	<b>3,642,455</b>	<b>5,758,576</b>	<b>4,565,393</b>
<b>Non-current</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>

In the period ended June 30, 2022, short-term investments had an annual weighted average yield of 108.7% of the Interbank Deposit Certificates ("CDI") rate variation (117.9% as at December 31, 2021).

#### 6. TRADE RECEIVABLES

Trade receivables are broken down as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Car rental	819,542	904,794	823,693	910,398
Fleet rental	-	-	156,360	129,413
Unbilled revenue	233,398	263,223	235,504	265,862
Sale of decommissioned cars	286,334	140,263	356,024	183,828
	<b>1,339,274</b>	<b>1,308,280</b>	<b>1,571,581</b>	<b>1,489,501</b>
Allowance for doubtful debts/ expected losses	(124,868)	(144,176)	(159,724)	(176,476)
<b>Total</b>	<b>1,214,406</b>	<b>1,164,104</b>	<b>1,411,857</b>	<b>1,313,025</b>
<b>Current</b>	<b>1,214,406</b>	<b>1,164,104</b>	<b>1,409,619</b>	<b>1,310,359</b>
<b>Noncurrent</b>	<b>-</b>	<b>-</b>	<b>2,238</b>	<b>2,666</b>

The aging list of trade receivables is as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Current	1,155,120	1,098,517	1,325,205	1,222,214
Up to 30 days past due	41,870	44,026	65,605	64,252
31 to 60 days past due	13,494	17,268	17,044	20,743
61 to 90 days past due	12,189	18,714	14,289	21,304
91 to 180 days past due	25,241	41,296	27,640	44,177
Over 181 days past due	91,360	88,459	121,798	116,811



<b>Total</b>	<u>1,339,274</u>	<u>1,308,280</u>	<u>1,571,581</u>	<u>1,489,501</u>
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The aging list of the allowance for doubtful debts and expected losses is as follows:

	<u>Individual</u>		<u>Consolidated</u>	
	<u>6/30/2022</u>	<u>12/31/2021</u>	<u>6/30/2022</u>	<u>12/31/2021</u>
Current	(8,186)	(9,948)	(10,653)	(11,654)
Up to 30 days past due	(2,234)	(3,857)	(2,304)	(4,441)
31 to 60 days past due	(1,853)	(3,370)	(1,902)	(3,664)
61 to 90 days past due	(1,678)	(4,499)	(1,714)	(4,833)
91 to 180 days past due	(24,067)	(39,246)	(26,163)	(40,801)
Over 181 days past due	(86,850)	(83,256)	(116,988)	(111,083)
<b>Total</b>	<u>(124,868)</u>	<u>(144,176)</u>	<u>(159,724)</u>	<u>(176,476)</u>

The variation in the allowance for doubtful debts and expected losses is as follows:

	<u>Individual</u>		<u>Consolidated</u>	
	<u>1H22</u>	<u>1H21</u>	<u>1H22</u>	<u>1H21</u>
<b>Balance at the beginning of the period</b>	<b>(144,176)</b>	<b>(130,261)</b>	<b>(176,476)</b>	<b>(155,645)</b>
Balance at the beginning of acquired company	-	-	(301)	-
Recognition	(40,055)	(93,582)	(50,066)	(103,823)
Reversal	59,363	59,625	67,119	66,355
<b>Balance at the end of the period</b>	<b>(124,868)</b>	<b>(164,218)</b>	<b>(159,724)</b>	<b>(193,113)</b>

Other information related to trade receivables (Individual and Consolidated) was not significantly different from that disclosed in Note 6 to the financial statements for the year ended December 31, 2021.

## 7. OTHER CURRENT AND NONCURRENT ASSETS

The breakdown of the balance of other current and noncurrent assets is as follows:

	<u>Individual</u>		<u>Consolidated</u>	
	<u>6/30/2022</u>	<u>12/31/2021</u>	<u>6/30/2022</u>	<u>12/31/2021</u>
Balances stated separately in current assets:				
Recoverable taxes	129,136	136,666	147,247	146,010
Prepaid expenses (*)	113,784	27,556	144,073	29,725
	<u>242,920</u>	<u>164,222</u>	<u>291,320</u>	<u>175,735</u>
Other current assets:				
Receivables from insurance company (**)	113,276	100,022	114,544	100,539
Other receivables – subsidiaries (Note 8.4 (i))	3,791	19,234	-	-
Other current assets	40,160	36,898	114,163	75,076
	<u>157,227</u>	<u>156,154</u>	<u>228,707</u>	<u>175,615</u>
<b>Total other current assets</b>	<b><u>400,147</u></b>	<b><u>320,376</u></b>	<b><u>520,027</u></b>	<b><u>351,350</u></b>
Balances stated separately in noncurrent assets:				
Recoverable taxes (a)	303,847	284,765	303,847	284,765
Investments in restricted accounts (Note 16)	-	-	48,469	46,130
Other noncurrent assets	2,983	1,566	2,983	1,566
<b>Total other noncurrent assets</b>	<b><u>306,830</u></b>	<b><u>286,331</u></b>	<b><u>355,299</u></b>	<b><u>332,461</u></b>
<b>Total other current and noncurrent assets</b>	<b><u>706,977</u></b>	<b><u>606,707</u></b>	<b><u>875,326</u></b>	<b><u>683,811</u></b>

(\*) Mainly refers to prepaid expenses on Vehicle Ownership Tax ("IPVA") paid at the beginning of the year for fleet cars in use and monthly paid according to car purchases during the year, amortized within the year between the months of payment and December 2022, or when the sale is made.

(\*\*) Expenses incurred on claims, cost of stolen cars and receivables from insurance company for stipulation services when contracting an insurance by the customers when they rent cars from the Company. As at May 2021, the Company began offering auto protection coverage directly to its customers, with expenses incurred with claims and theft being recorded in the income statement and classified as costs, (note 2.7.4 to the financial statements for the year ended December 31, 2021).

## (a) Recoverable taxes - PIS/COFINS

In the second half of 2021, Localiza completed a technical study that supported the useful life of certain cars in the Car Rental division, in accordance with art. 320 of the Income Tax Regulation (Decree 9,580/18). As a result of this review, a technical report was issued by an entity duly qualified by law, changing the average useful life for tax purposes of certain cars to 24 months. As a result of the increase in depreciation, income tax and social contribution tax loss, there was a retroactive recognition on January 1, 2021 of the corresponding (i) PIS/COFINS credits were recognized, in the amount of R\$371,284 (before income tax and social contribution), and (ii) deferred income tax and social contribution, assets and liabilities, in the amounts of R\$1,163,725 and R\$1,247,576 respectively in the Individual and Consolidated. The scope of this same situation for the other cars in the fleet depends on obtaining new technical reports.

At June 30, 2022 the consolidated balances of PIS/COFINS credits and deferred assets and liabilities of income tax and social contribution, net of offset and realization of the period, are R\$303,847, R\$1,490,376 and R\$2,943,172 (Note 18(a)), respectively on Individual and Consolidated.

## 8. INVESTMENTS IN SUBSIDIARIES AND RELATED-PARTY TRANSACTIONS

### 8.1. Direct and indirect invested companies

The car rental business, which includes franchises in Brazil and abroad, and fleet rental are conducted by Localiza and its subsidiaries, whose main operations are summarized below:

#### Direct subsidiaries:

- **Localiza Fleet S.A. (“Localiza Fleet”)**: Publicly-held company engaged in fleet rental business.
- **Rental Brasil Administração e Participação S.A. (“Rental Brasil”)**: Privately-held company mainly engaged in acquiring, selling and renting own properties for Localiza and its subsidiaries.
- **Localiza Serviços Prime S.A. (“Localiza Prime”)**: Privately-held company mainly engaged in the intermediation of sales of decommissioned cars previously used by Localiza, Localiza Fleet and Car Rental Systems.
- **Car Assistance Serviços de Administração de Sinistros S.A. (“Car Assistance”)**: Privately-held company engaged in managing car-related claims for insurance companies, accrediting and negotiating with garages and other suppliers, regulating claims, approving budgets and services performed, managing information and supporting documentation on claims and managing indemnities.
- **Localiza Franchising Brasil S.A. (“Franchising Brasil”)**: Privately-held company engaged in conducting the franchise business of "Localiza" brand in Brazil.
- **Localiza Franchising International S.R.L. (“LFI S.R.L.”)**: Limited liability company, headquartered in Argentina, It is currently dormant and in the process of shut-down.

#### Indirect subsidiaries:

- **Car Rental Systems S.A. (“Car Rental Systems”)**: Subsidiary of Localiza Fleet, mainly engaged in car rental and fleet rental.
- **MOBI7 Tecnologia em Mobilidade S.A. (“MOBI7”)**: Subsidiary of Localiza Fleet whose main activities are monitoring and tracking of electronic security systems, installation, maintenance and repair of automotive vehicle monitoring and tracking, and IT consulting.
- **MOBI7 Sociedad de Responsabilidad Limitada de Capital Variable (“MOBI7 Mexico”)**: Subsidiary of MOBI7, headquartered in Mexico, whose main activities are monitoring and tracking of electronic security systems, installation, maintenance and repair of automotive vehicle monitoring and tracking, and IT consulting.
- **CarSale Tecnologia e Comércio de Veículos Ltda. (“CarSale”)**: Subsidiary of Localiza Fleet incorporated to carry out

retail trade of used cars, vans and SUVs and various automotive services.

- **Car As a Service Ltda. ("Car As a Service"):** Subsidiary of Localiza Fleet, in a pre-operational phase, set up to provide various automotive services.
- **Voll Soluções em Mobilidade Corporativa S.A. ("Voll"):** Subsidiary of Localiza Fleet, whose main activities are the intermediation of transport services through applications, the provision of travel and tourism agency services and the participation and administration of other companies.
- **Gestão e Operação de Viagens Ltda. ("BTM"):** Subsidiary of Voll, whose main objects are the provision of travel and tourism agency services and the agency in obtaining taxi services, targeting companies.

## 8.2. Business combination - Voll

At the Extraordinary General Meeting of Localiza Fleet, held on April 7, 2022, the acquisition of 64.6% of the total and voting capital stock of Voll Soluções em Mobilidade Corporativa was approved, under the terms established in the Agreement for the Purchase and Sale of Shares and other Agreements. Voll offers digital solutions in mobility, travel, and expense management for the corporate sector and is headquartered in Belo Horizonte.

### Identifiable assets acquired and liabilities assumed and non-controlling interest in the acquired company

The amounts of identifiable assets acquired, liabilities assumed and non-controlling interest in the acquired company recognized at the base date of the acquisition balance sheet, preliminarily measured at fair value by Management, are demonstrated below and are being evaluated by a specialized company.

Once these technical studies are concluded, the corresponding adjustments will be made to the preliminary amounts recognized in the accounting books and to the goodwill balance.

<b>Preliminary Fair Value at 5/03/22</b>	
Consideration transferred for capital payment (item (i))	41,499
Consideration transferred (item (ii))	8,708
Consideration to be transferred (item (iii))	3,830
<b>Total consideration (a)</b>	<b>54,037</b>
<b>Recognized amounts of identifiable assets acquired and liabilities assumed</b>	
Cash and cash equivalents	39,648
Property and equipment	1,960
Other assets	3,837
Loans and Financing	(2,892)
Trade payables	(9,130)
Other accounts payable	(11,515)
Other liabilities	(2,107)
<b>Total of net identifiable assets (b)</b>	<b>19,801</b>
Non controlling interest (c)	(7,008)
<b>Preliminary goodwill (a - b - c)</b>	<b>41,244</b>
	<b>54,037</b>

- (i) Localiza Fleet contributed to the capital of Voll, with subscription and payment of 1,533,595 common shares, the amount of R\$11,499 and made an advance of R\$30,000 for future capital increase;
- (ii) payment of R\$8,708 on the date of acquisition;
- (iii) estimated installment in the amount of R\$3,830, to be paid in 2025, indexed to the change in the market price of Localiza's shares.

As of June 30, 2022, the balances payable arising from this acquisition are presented under "other current and non-current liabilities" (Note 16).

The preliminary goodwill was generated as per the business combination. The Company believes that the acquisition will generate value to the business, increasing its presence in the mobility market, expanding the range of solutions offered to its corporate customers and broadening its relationships. These benefits are not recognized separately from goodwill because they do not meet the criteria for recognition of identifiable intangible assets in accordance with CPC 04 (R1) - Intangibles.

### **Net cash outflow on the acquisition of Voll**

<u>Voll</u>	<u>Fair Value at 5/03/22</u>
Consideration transferred in cash	47,356
(-) Balances of Cash and cash equivalents acquired	(39,648)
<b>Effects of the acquisition presented in the cash flow statement</b>	<b><u>7,708</u></b>

### **Impact of acquisition on consolidated results**

The Company's consolidated statement of income for the period ended June 30, 2022 includes revenues of R\$6,348 and a loss of R\$1,740 attributable to the additional business generated by Voll as of the acquisition date.

Had this business combination been effective on January 1, 2022, the Company's consolidated revenues for the period ended June 30, 2022 would have been increased by R\$12,384 and the result for the year decreased by a loss of R\$3,394. The Company's management believes that these pro forma amounts represent an approximate measure of the performance of the combined company on a proportionate basis.

## **8.3. Information on subsidiaries**

### **8.3.1. Balances and changes in investments**

	<u>Individual</u>				<u>Balance as at 6/30/2022</u>
	<u>Balance as at 12/31/2021</u>	<u>Equity in the earnings of subsidiaries</u>	<u>Capital increase</u>	<u>Other comprehensive income</u>	
Localiza Fleet Consolidated (i)	1,382,908	270,326	100,000	-	<b>1,753,234</b>
Rental Brasil	269,171	8,601	-	(14,937)	<b>262,835</b>
Localiza Prime	146,223	22,401	-	(26,770)	<b>141,854</b>
Car Assistance	17,806	7,461	-	(17,567)	<b>7,700</b>
Franchising Brasil	2,649	2,049	-	(2,046)	<b>2,652</b>
LFI S.R.L.	136	-	-	-	<b>136</b>
Effect of the elimination of IFRS 16 in subsidiary	34,542	5,974	-	-	<b>40,516</b>
<b>Total investments in subsidiaries</b>	<b>1,853,435</b>	<b>316,812</b>	<b>100,000</b>	<b>(61,320)</b>	<b>2,208,927</b>
Goodwill on acquisition of investments	22,077	-	-	-	<b>22,077</b>
<b>Total investments</b>	<b>1,875,512</b>	<b>316,812</b>	<b>100,000</b>	<b>(61,320)</b>	<b>2,231,004</b>

	<u>Individual</u>			
	<u>Balance as at 12/31/2020</u>	<u>Equity in the earnings of subsidiaries</u>	<u>Other comprehensive income</u>	<u>Balance as at 12/31/2021</u>
Localiza Fleet Consolidated	981,225	526,797	(125,114)	<b>1,382,908</b>
Rental Brasil	268,516	20,965	(20,310)	<b>269,171</b>
Localiza Prime	139,259	37,572	(30,608)	<b>146,223</b>
Car Assistance	26,385	23,423	(32,002)	<b>17,806</b>
Franchising Brasil	1,979	2,727	(2,057)	<b>2,649</b>
LFI S.R.L.	136	-	-	<b>136</b>
Effect of the elimination of IFRS 16 in subsidiary	22,689	11,853	-	<b>34,542</b>
<b>Total investments in subsidiaries</b>	<b>1,440,189</b>	<b>623,337</b>	<b>(210,091)</b>	<b>1,853,435</b>
Goodwill on acquisition of investments	22,077	-	-	<b>22,077</b>
<b>Total investments</b>	<b>1,462,266</b>	<b>623,337</b>	<b>(210,091)</b>	<b>1,875,512</b>

(i) The Extraordinary General Meeting of the subsidiary Localiza Fleet, held on February 24, 2022, it was approved the increase of its capital stock in the amount of R\$100,000, with the issuance of 17,213,392 common shares at an issue price of R\$5,81, in the terms of Article 170 of Law 6,404/76, increasing capital from R\$600,000 to R\$700,000.

### 8.3.2. Interests in capital of direct and indirect subsidiaries

Subsidiary	Parent company/Associate	Number of shares		Capital (%)	
		6/30/2022	12/31/2021	6/30/2022	12/31/2021
Localiza Fleet	Localiza	120,493,746	103,280,354	100.0	100.0
Rental Brasil	Localiza	15,000,000	15,000,000	100.0	100.0
Localiza Prime	Localiza	15,000	15,000	100.0	100.0
Car Assistance	Localiza	200,000	200,000	100.0	100.0
Franchising Brasil	Localiza	399,069	399,069	100.0	100.0
LFI S.R.L.	Localiza	131,078	131,078	98.0	98.0
LFI S.R.L.	Localiza Fleet	2,160	2,160	2.0	2.0
Car Rental Systems	Localiza Fleet	603,876,785	603,876,785	100.0	100.0
MOBI7	Localiza Fleet	75,731,069	75,731,069	100.0	100.0
CarSale (*)	Localiza Fleet	10,000,000	4,000,000	100.0	100.0
Car As a Service	Localiza Fleet	1,000,000	1,000,000	100.0	100.0
Voll	Localiza Fleet	5,990,606	-	64.6	-
BTM	Voll	102,000	-	100.0	-
MOBI7 México	MOBI7	9,800	9,800	98.0	98.0
MOBI7 México	Car Rental Systems	200	200	2.0	2.0

(\*) The General Meeting of Localiza Fleet held on November 16, 2021, approved, the advance for future capital increase at CarSale in the amount of R\$6,000. At the CarSale Shareholders' Meeting held on April 1, 2022, the capitalization of AFAC was approved and CarSale's share capital now comprises 10,000,000 shares.

### 8.3.3. Main financial information of Localiza's investees

#### (i) Balance sheets

6/30/2022	Localiza Fleet Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil	LFI S.R.L.
<b>Assets</b>						
Current	2,358,823	233,078	182,933	33,319	11,874	225
Noncurrent	5,419,304	426,802	11,755	-	8,666	-
<b>Total</b>	<b>7,778,127</b>	<b>659,880</b>	<b>194,688</b>	<b>33,319</b>	<b>20,540</b>	<b>225</b>
<b>Liabilities</b>						
Current	1,577,985	52,741	47,574	25,619	9,194	75
Noncurrent	4,440,514	344,304	5,260	-	8,694	11
Equity	1,753,234	262,835	141,854	7,700	2,652	139
Non-controlling interest	6,394	-	-	-	-	-
<b>Total</b>	<b>7,778,127</b>	<b>659,880</b>	<b>194,688</b>	<b>33,319</b>	<b>20,540</b>	<b>225</b>
12/31/2021	Localiza Fleet Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil	LFI S.R.L.
<b>Assets</b>						
Current	933,764	212,932	161,584	25,204	10,146	225
Noncurrent	4,497,855	418,713	10,689	-	9,221	-
<b>Total</b>	<b>5,431,619</b>	<b>631,645</b>	<b>172,273</b>	<b>25,204</b>	<b>19,367</b>	<b>225</b>
<b>Liabilities</b>						
Current	948,230	20,171	19,850	7,397	7,705	75
Noncurrent	3,100,481	342,303	6,200	1	9,013	11
Equity	1,382,908	269,171	146,223	17,806	2,649	139
<b>Total</b>	<b>5,431,619</b>	<b>631,645</b>	<b>172,273</b>	<b>25,204</b>	<b>19,367</b>	<b>225</b>

**(ii) Statement of income**

<b>1H22</b>	<b>Localiza Fleet Consolidated</b>	<b>Rental Brasil</b>	<b>Localiza Prime</b>	<b>Car Assistance</b>	<b>Franchising Brasil</b>
Net revenue	1,218,770	22,782	24,973	8,288	5,705
Gross profit	635,752	21,581	24,973	7,938	2,526
Profit (loss) before income tax and social contribution	407,031	13,015	28,559	8,867	2,863
Profit for the period attributed for company	270,326	8,601	22,401	7,461	2,049
Net income (loss) attributed to non-controlling interests	(614)	-	-	-	-

<b>1H21</b>	<b>Localiza Fleet Consolidated</b>	<b>Rental Brasil</b>	<b>Localiza Prime</b>	<b>Car Assistance</b>	<b>Franchising Brasil</b>	<b>LFI S.R.L.</b>
Net revenue	1,019,710	20,356	28,921	23,771	4,830	-
Gross profit	493,820	19,153	28,921	23,361	1,854	-
Profit before income tax and social contribution	400,872	16,177	24,698	23,349	1,868	(20)
Profit (loss) for the period	267,239	10,688	20,403	20,246	1,261	(20)

**(iii) Dividends from subsidiaries**

<b>1H22</b>	<b>Localiza Fleet</b>	<b>Rental Brasil</b>	<b>Localiza Prime</b>	<b>Car Assistance</b>	<b>Franchising Brasil</b>	<b>Total</b>
Dividends for 2021 (minimum mandatory)	125,114	4,980	8,923	5,857	681	<b>145,555</b>
Dividends in addition to the minimum mandatory for 2021	-	14,937	26,770	17,567	2,046	<b>61,320</b>
<b>Total</b>	<b>125,114</b>	<b>19,917</b>	<b>35,693</b>	<b>23,424</b>	<b>2,727</b>	<b>206,875</b>

<b>1H21</b>	<b>Localiza Fleet</b>	<b>Rental Brasil</b>	<b>Localiza Prime</b>	<b>Car Assistance</b>	<b>Franchising Brasil</b>	<b>Total</b>
Dividends for 2020 (minimum mandatory)	99,166	5,110	7,229	8,716	459	<b>120,680</b>
Dividends in addition to the minimum mandatory for 2020	-	15,330	21,685	26,145	1,376	<b>64,536</b>
<b>Total</b>	<b>99,166</b>	<b>20,440</b>	<b>28,914</b>	<b>34,861</b>	<b>1,835</b>	<b>185,216</b>

**8.4. Balances and transactions with related parties**

**(i) Balances and transactions with subsidiaries**

The amounts of balances and transactions, effected on negotiated terms between the Company and its subsidiaries, are presented below:

	<b>Localiza Fleet</b>		<b>Other subsidiaries</b>		<b>Total</b>	
	<b>6/30/2022</b>	<b>12/31/2021</b>	<b>6/30/2022</b>	<b>12/31/2021</b>	<b>6/30/2022</b>	<b>12/31/2021</b>
<b>Balances:</b>						
Trade receivables	27,406	25,292	-	-	<b>27,406</b>	<b>25,292</b>
Dividends receivable	125,114	125,114	81,761	20,441	<b>206,875</b>	<b>145,555</b>
Other receivables (Note 7)	3,343	18,458	448	776	<b>3,791</b>	<b>19,234</b>
Trade payables	(2,496)	(2,244)	(22,196)	(5,328)	<b>(24,692)</b>	<b>(7,572)</b>
Other payables (Note 16)	-	-	(1,485)	(233)	<b>(1,485)</b>	<b>(233)</b>
	<b>Localiza Fleet</b>		<b>Other subsidiaries</b>		<b>Total</b>	
	<b>1Q22</b>	<b>1Q21</b>	<b>1Q22</b>	<b>1Q21</b>	<b>1Q22</b>	<b>1Q21</b>
<b>Transactions:</b>						
Revenues	35,254	25,115	-	-	<b>35,254</b>	<b>25,115</b>
Costs and expenses	(30,575)	(21,230)	(34,193)	(22,362)	<b>(64,768)</b>	<b>(43,592)</b>
Recoverable costs and expenses	93,250	62,667	4,249	4,180	<b>97,499</b>	<b>66,847</b>

Localiza and Localiza Fleet provide guarantees for fundraising operations and/or obligations undertaken by Localiza and its subsidiaries. At June 30, 2022 and December 31, 2021, there were guarantees for loans, financing and debt securities in the amounts of:

<u>Guarantor</u>	<u>Warranty</u>	<u>6/30/2022</u>	<u>12/31/2021</u>
Localiza Fleet	Localiza	8,579,515	6,362,210
Localiza	Localiza Fleet	4,529,449	2,701,274
Localiza	Rental Brasil	361,002	342,779

On June 30, 2022 were also granted sureties in the contracting of bank guarantees and insurance for lawsuits in the amount of R\$420,981 (R\$351,718 on December 31, 2021).

**(ii) Balances and transactions with other related parties**

At June 30, 2022 and December 31, 2021, the Company had warranty insurance with several insurance companies, among them Pottencial Seguradora, whose founding partners of Localiza, Salim Mattar and Eugênio Mattar, jointly own 32.50% of its capital. The transactions carried out with Pottencial Seguradora were, under normal market conditions, in the amount of R\$762 (R\$274 in 1H21), recorded as warranty insurance expense, and the corresponding current insured amount of R\$379,533 (R\$324,135 as at December 31, 2021).

**(iii) Key management compensation**

	<u>Individual</u>		<u>Consolidated</u>	
	<u>1H22</u>	<u>1H21</u>	<u>1H22</u>	<u>1H21</u>
Short-term benefits	23,338	21,610	25,147	22,815
Post-employment benefits	284	699	315	728
Share-based compensation	24,388	14,318	24,388	14,318
<b>Total</b>	<b>48,010</b>	<b>36,627</b>	<b>49,850</b>	<b>37,861</b>

Other information related to investments and related-party transactions did not undergo significant changes compared to the information disclosed in note 8 to the financial statements for the year ended December 31, 2021.

**9. PROPERTY AND EQUIPMENT AND DECOMMISSIONED CARS FOR FLEET RENEWAL**

**(a) Property and equipment**

Changes in cost, accumulated depreciation and net carrying amount of property and equipment are as follows:

	Individual							Total
	Cars	Right-of-use	Property	Leasehold improvements	Furniture and fixtures	IT equipment	Others	
<b>Cost</b>								
<b>As at December 31, 2020</b>	<b>10,443,020</b>	<b>1,118,007</b>	<b>1,913</b>	<b>166,230</b>	<b>109,323</b>	<b>12,899</b>	<b>124,652</b>	<b>11,976,044</b>
Additions	5,625,128	286,208	-	-	11,304	8,670	98,153	6,029,463
Write-offs/transfers (*)	(3,986,522)	(37,791)	-	44,879	(232)	49,757	(101,733)	(4,031,642)
<b>As at December 31, 2021</b>	<b>12,081,626</b>	<b>1,366,424</b>	<b>1,913</b>	<b>211,109</b>	<b>120,395</b>	<b>71,326</b>	<b>121,072</b>	<b>13,973,865</b>
Additions	4,329,936	98,160	-	-	3,307	13,143	21,203	4,465,749
Write-offs/transfers (*)	(1,759,016)	(41,104)	-	4,133	15	(2,988)	(5,824)	(1,804,784)
<b>As at June 30, 2022</b>	<b>14,652,546</b>	<b>1,423,480</b>	<b>1,913</b>	<b>215,242</b>	<b>123,717</b>	<b>81,481</b>	<b>136,451</b>	<b>16,634,830</b>
<b>Accumulated depreciation:</b>								
<b>As at December 31, 2020</b>	<b>(325,149)</b>	<b>(253,896)</b>	<b>(1,296)</b>	<b>(95,800)</b>	<b>(47,937)</b>	<b>(210)</b>	<b>(59,160)</b>	<b>(783,448)</b>
Additions	(183,735)	(164,670)	(82)	(20,105)	(9,561)	(6,904)	(10,263)	(395,320)
Write-offs/transfers (*)	168,061	37,808	-	2,372	195	40	1,870	210,346
<b>As at December 31, 2021</b>	<b>(340,823)</b>	<b>(380,758)</b>	<b>(1,378)</b>	<b>(113,533)</b>	<b>(57,303)</b>	<b>(7,074)</b>	<b>(67,553)</b>	<b>(968,422)</b>
Additions	(244,132)	(86,943)	(41)	(11,531)	(4,977)	(7,411)	(5,542)	(360,577)
Write-offs/transfers (*)	68,184	41,104	-	16	-	234	1,249	110,787
<b>As at June 30, 2022</b>	<b>(516,771)</b>	<b>(426,597)</b>	<b>(1,419)</b>	<b>(125,048)</b>	<b>(62,280)</b>	<b>(14,251)</b>	<b>(71,846)</b>	<b>(1,218,212)</b>
<b>Net carrying amount</b>								
<b>As at December 31, 2021</b>	<b>11,740,803</b>	<b>985,666</b>	<b>535</b>	<b>97,576</b>	<b>63,092</b>	<b>64,252</b>	<b>53,519</b>	<b>13,005,443</b>
<b>As at June 30, 2022</b>	<b>14,135,775</b>	<b>996,883</b>	<b>494</b>	<b>90,194</b>	<b>61,437</b>	<b>67,230</b>	<b>64,605</b>	<b>15,416,618</b>

(\*) Include write-offs due to car sale, robbery, damage and transfer of decommissioned cars for fleet renewal to assets for sale, transfers to definitive property and equipment accounts and write-offs of the right-of-use due to contract termination.



	Consolidated							Total
	Cars	Right-of-use	Property	Leasehold improvements	Furniture and fixtures	IT equipment	Others	
<b>Cost</b>								
<b>As at December 31, 2020</b>	<b>13,607,962</b>	<b>853,213</b>	<b>378,695</b>	<b>169,888</b>	<b>109,245</b>	<b>20,704</b>	<b>167,257</b>	<b>15,306,964</b>
Additions	7,655,888	261,709	-	-	11,439	8,712	118,957	<b>8,056,705</b>
Write-offs/transfers (*)	(4,767,920)	(38,971)	-	44,879	(219)	62,035	(114,203)	<b>(4,814,399)</b>
<b>As at December 31, 2021</b>	<b>16,495,930</b>	<b>1,075,951</b>	<b>378,695</b>	<b>214,767</b>	<b>120,465</b>	<b>91,451</b>	<b>172,011</b>	<b>18,549,270</b>
Balance at the beginning of acquired company	-	-	1,000	31	118	-	1,286	<b>2,435</b>
Additions	5,523,320	75,194	-	-	3,392	13,717	32,736	<b>5,648,359</b>
Write-offs/transfers (*)	(2,145,087)	(43,504)	-	4,849	15	(3,571)	(6,544)	<b>(2,193,842)</b>
<b>As at June 30, 2022</b>	<b>19,874,163</b>	<b>1,107,641</b>	<b>379,695</b>	<b>219,647</b>	<b>123,990</b>	<b>101,597</b>	<b>199,489</b>	<b>22,006,222</b>
<b>Accumulated depreciation:</b>								
<b>As at December 31, 2020</b>	<b>(684,723)</b>	<b>(228,700)</b>	<b>(6,656)</b>	<b>(96,166)</b>	<b>(47,825)</b>	<b>(1,848)</b>	<b>(59,751)</b>	<b>(1,125,669)</b>
Additions	(255,158)	(150,212)	(5,208)	(20,288)	(9,576)	(9,150)	(10,522)	<b>(460,114)</b>
Write-offs/transfers (*)	286,804	38,987	-	2,372	195	139	1,870	<b>330,367</b>
<b>As at December 31, 2021</b>	<b>(653,077)</b>	<b>(339,925)</b>	<b>(11,864)</b>	<b>(114,082)</b>	<b>(57,206)</b>	<b>(10,859)</b>	<b>(68,403)</b>	<b>(1,255,416)</b>
Balance at the beginning of acquired company	-	-	-	(31)	(90)	-	(354)	<b>(475)</b>
Additions	(292,302)	(78,784)	(2,583)	(11,636)	(4,993)	(9,416)	(5,694)	<b>(405,408)</b>
Write-offs/transfers (*)	116,687	43,504	-	16	-	545	1,247	<b>161,999</b>
<b>As at June 30, 2022</b>	<b>(828,692)</b>	<b>(375,205)</b>	<b>(14,447)</b>	<b>(125,733)</b>	<b>(62,289)</b>	<b>(19,730)</b>	<b>(73,204)</b>	<b>(1,499,300)</b>
<b>Net carrying amount</b>								
<b>As at December 31, 2021</b>	<b>15,842,853</b>	<b>736,026</b>	<b>366,831</b>	<b>100,685</b>	<b>63,259</b>	<b>80,592</b>	<b>103,608</b>	<b>17,293,854</b>
<b>As at June 30, 2022</b>	<b>19,045,471</b>	<b>732,436</b>	<b>365,248</b>	<b>93,914</b>	<b>61,701</b>	<b>81,867</b>	<b>126,285</b>	<b>20,506,922</b>

(\*) Include write-offs due to car sale, robbery, damage and transfer of decommissioned cars for fleet renewal to assets for sale, transfers to definitive property and equipment accounts and write-offs of the right-of-use due to contract termination.

## (b) Decommissioned cars for fleet renewal

The cost, accumulated depreciation and net carrying amount of decommissioned cars for fleet renewal are as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Cost	388,750	154,507	455,326	193,367
Accumulated depreciation	(15,226)	(6,319)	(23,894)	(11,368)
<b>Net carrying amount</b>	<b>373,524</b>	<b>148,188</b>	<b>431,432</b>	<b>181,999</b>

Other information on property and equipment (Individual and Consolidated) has not changed significantly when compared to the information disclosed in Note 9 to the financial statements for the year ended December 31, 2021.

## 10. INTANGIBLE ASSETS

The variations in cost, accumulated amortization and net carrying amount of intangible assets in each period are as follows:

	Individual		Consolidated	
	Software	Software	Goodwill on acquisition of investments	Total
<b>Cost:</b>				
<b>As at December 31, 2020</b>	<b>127,779</b>	<b>148,064</b>	<b>105,437</b>	<b>253,501</b>
Additions	4,165	4,329	-	4,329
<b>As at December 31, 2021</b>	<b>131,944</b>	<b>152,393</b>	<b>105,437</b>	<b>257,830</b>
Opening balance of acquired company	-	40	-	40
Additions	27,188	30,433	41,244	71,677
<b>As at June 30, 2022</b>	<b>159,132</b>	<b>182,866</b>	<b>146,681</b>	<b>329,547</b>
<b>Accumulated amortization</b>				
<b>As at December 31, 2020</b>	<b>(88,914)</b>	<b>(101,413)</b>	-	<b>(101,413)</b>
Additions	(10,923)	(13,388)	-	(13,388)
<b>As at December 31, 2021</b>	<b>(99,837)</b>	<b>(114,801)</b>	-	<b>(114,801)</b>
Opening balance of acquired company	-	(40)	-	(40)
Additions	(5,163)	(6,254)	-	(6,254)
<b>As at June 30, 2022</b>	<b>(105,000)</b>	<b>(121,095)</b>	-	<b>(121,095)</b>
<b>Net carrying amount:</b>				
<b>As at December 31, 2021</b>	<b>32,107</b>	<b>37,592</b>	<b>105,437</b>	<b>143,029</b>
<b>As at June 30, 2022</b>	<b>54,132</b>	<b>61,771</b>	<b>146,681</b>	<b>208,452</b>

Other information on intangible assets (Individual and Consolidated) has not changed significantly when compared to the information disclosed in Note 10 to the financial statements for the year ended December 31, 2021.

## 11. TRADE PAYABLES

Trade payables are broken down as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Car manufacturers (*)	2,092,138	1,181,945	2,633,946	1,707,362
Maintenance services and parts	96,405	67,927	134,222	98,195
IT Services	8,090	44,027	8,131	46,647
Rentals	47,352	25,699	58,167	26,115
Others	159,865	170,682	159,301	180,977
<b>Total</b>	<b>2,403,850</b>	<b>1,490,280</b>	<b>2,993,767</b>	<b>2,059,296</b>

(\*) The balance payable to car manufacturers refers to cars acquired with average payment term of approximately 60 days (61 days as at December 31, 2021).

## 12. PAYROLL AND RELATED TAXES

Payroll and related taxes are broken down as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Accrued vacation pay	74,931	71,848	84,591	79,211
Accrued profit sharing (*)	81,370	147,750	92,069	163,100
Accrued 13 <sup>th</sup> salary	27,946	-	31,710	-
Social security contribution (INSS)	17,217	14,074	19,013	14,869
Government Severance Indemnity Fund for Employees (FGTS)	4,952	4,679	6,036	5,606
Other	12,491	12,182	14,601	13,342
<b>Total</b>	<b>218,907</b>	<b>250,533</b>	<b>248,020</b>	<b>276,128</b>

(\*) The Company has a profit sharing program for employees as prescribed in Law 10,101/00 based on profit recognized on an annual basis. The annual amount payable is defined through the combination of the Company's profit and performance indicators, in addition to the individual performance of each employee, which is mainly measured based on objective and measurable indicators and goals and the annual budget approved by the Board of Directors. The consideration of the provision for profit sharing is classified as "costs", "selling expenses" and "general and administrative expenses" in the statement of profit or loss, based on function exercised by the respective employees.

## 13. BORROWINGS AND DEBT SECURITIES

Borrowings and debt securities are broken down as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
<b>In local currency</b>				
Debt securities	8,954,595	7,027,652	12,825,011	9,384,404
Working capital	397,079	733,680	603,230	935,965
Certificates of Real Estate Receivables ("CRI")	294,767	-	648,008	334,645
Prepurchase financing pool	3,282	3,667	6,109	11,069
<b>In foreign currency</b>				
Foreign currency borrowings	1,216,973	1,593,222	1,634,647	1,767,012
<b>Total</b>	<b>10,866,696</b>	<b>9,358,221</b>	<b>15,717,005</b>	<b>12,433,095</b>
<b>Current</b>	<b>1,093,207</b>	<b>1,725,157</b>	<b>1,830,433</b>	<b>1,884,758</b>
<b>Noncurrent</b>	<b>9,773,489</b>	<b>7,633,064</b>	<b>13,886,572</b>	<b>10,548,337</b>

Variations in borrowings and debt securities are as follows:

	Individual		Consolidated	
	1H22	2021	1H22	2021
<b>Balance at the beginning of the period</b>	<b>9,358,221</b>	<b>7,636,551</b>	<b>12,433,095</b>	<b>10,497,723</b>
Balance at the beginning of acquired company	-	-	2,893	-
Funding	2,778,448	3,097,979	4,498,530	3,596,103
Repurchase of debentures	-	(352,479)	-	(383,086)
Interest and finance charges	339,394	439,979	514,561	596,629
Repayment of principal	(1,216,007)	(1,211,762)	(1,221,189)	(1,529,187)
Interest amortization	(393,360)	(252,047)	(510,885)	(345,087)
<b>Balance at the end of the period</b>	<b>10,866,696</b>	<b>9,358,221</b>	<b>15,717,005</b>	<b>12,433,095</b>

On January 10, 2022, Localiza Fleet contracted a loan in the amount of USD50,000 thousand (R\$284,500) with maturity of the principal on January 10, 2024. Simultaneously, a swap operation was contracted with the purpose of eliminating the risk of foreign currency exposure, swapping exchange variation plus the fixed rate for CDI + 1.18% p.a.. There were no expenses incurred with the contracting. The debt and the corresponding swap were measured at fair value.

In the period ended June 30, 2022, the Board of Directors of Localiza and/or Localiza Fleet approved the following issues of simple debentures, not convertible into shares, unsecured, with additional fiduciary guarantee:

Company	Issuance	Maturity	Rate (p.a.)	Financial settlement	Aval/ Guarantee
Localiza	19 <sup>th</sup> issue – 1 <sup>st</sup> series	2/25/27	CDI + 1.60%	1,250,000	Localiza Fleet
Localiza	19 <sup>th</sup> issue – 2 <sup>nd</sup> series	2/25/29	CDI + 2.00%	1,250,000	
Localiza	20 <sup>th</sup> issue (*)	6/07/27	CDI + 0.95%	300,000	Localiza Fleet
Localiza Fleet	10 <sup>th</sup> issue – 1 <sup>st</sup> series	4/05/27	CDI + 1.60%	725,000	Localiza
Localiza Fleet	10 <sup>th</sup> issue – 2 <sup>nd</sup> series	4/05/28	CDI + 1.75%	725,000	
<b>Total</b>				<b>4,250,000</b>	

(\*) The 20th issue of Localiza is linked to a securitization operation of real estate receivables so that the real estate credits are tied as backing for the issue of real estate receivables certificates, of the Unique Series of the 22nd issue of Virgo Companhia de Securitização.

The amount of expenses with the issuance of these debt securities was R\$35,970, being presented net in the respective security.

The Board of Directors approved the renegotiation of the 12th debenture issue, carried out on May 16, 2022, by which the remuneration of the debentures originally foreseen in the Deed of Issue, corresponding to 107.25% of the CDI, was changed to CDI + 1.35% per year. The Company acquired 5,000 debentures, held by the debenture holders who exercised the option not to renegotiate, without any type of burden, surcharge for the acquisition, fine or premium of any nature, upon payment of the balance of the Unit Par Value (as defined in the Deed of Issue) of the debentures, plus the remuneration originally provided for in the Deed of Issue, calculated *pro rata temporis*.

The financial covenants for borrowings and debt securities were met as shown below:

Ratio	Limits	12-month period ended	
		6/30/2022	12/31/2021
Net debt / Adjusted EBITDA (*)	Below 4,00	2.04	1.88
Net debt deducted from credit card balance (**) / Adjusted EBITDA	Below 4,00	1.92	1.72
Adjusted EBITDA /Finance costs, net	Above 1,50	5.92	11.64

(\*) EBITDA corresponds to profit or loss, on a consolidated basis, relating to the 12 last months, plus: (i) finance income (costs); (ii) income tax and social contribution; and (iii) depreciation and amortization expenses. For all issues, EBITDA is also adjusted by the costs on stock options, nonrecurring expenses and impairment.

(\*\*) From the 14th Localiza debenture issue and the total of Localiza Fleet debenture issues include in the definition of net debt the discount of the balance of credit card receivables.

Other information on borrowings and debt securities (Individual and Consolidated) has not changed significantly when compared to the information disclosed in Note 13 to the financial statements for the year ended December 31, 2021.

#### 14. DERIVATIVE FINANCIAL INSTRUMENTS

Derivative financial instruments are broken down as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Foreign currency x Real (a)	81,245	328,033	70,290	376,972
CDI vs Prefixed Rate (b)	48,477	28,061	136,395	61,555
IPCA x CDI (c)	(34,190)	(44,618)	(34,190)	(44,618)
<b>Total, net</b>	<b>95,532</b>	<b>311,476</b>	<b>172,495</b>	<b>393,909</b>
<b>Current assets</b>	<b>104,963</b>	<b>89,625</b>	<b>145,888</b>	<b>89,625</b>
<b>Noncurrent assets</b>	<b>87,003</b>	<b>365,088</b>	<b>169,438</b>	<b>448,085</b>
<b>Current liabilities</b>	<b>(33,619)</b>	<b>(8,560)</b>	<b>(47,341)</b>	<b>(9,124)</b>
<b>Noncurrent assets</b>	<b>(62,815)</b>	<b>(134,677)</b>	<b>(95,490)</b>	<b>(134,677)</b>

Change in derivative instruments are as follows:

	Individual	Consolidated
<b>Balance as at December 31, 2020</b>	<b>400,734</b>	<b>403,778</b>
Fair value adjustment – income	20,948	94,352
Fair value adjustment – other comprehensive income	1,335	1,335
Repayment of principal	(148,470)	(133,384)
Interest amortization	36,929	27,828
<b>Balance as at December 31, 2021</b>	<b>311,476</b>	<b>393,909</b>
Fair value adjustment – income	(261,972)	(273,921)
Fair value adjustment – other comprehensive income	6,377	6,377
Interest amortization	39,651	46,130
<b>Balance as at June 30, 2022</b>	<b>95,532</b>	<b>172,495</b>

### (a) Foreign currency x Reais

As at June 30, 2022, the Company had current hedge transactions with an exclusive foreign exchange hedge for the respective foreign currency borrowings contracted with large financial institutions. The specific characteristics of these hedge transactions are as follows:

#### Swap transactions

Financial institution	Range of maturity dates	Index		Amount of reference	Value of curve			Market value (carrying amount)			Variation – Gain (loss)
		Long position	Short position	Notional	Long position	Short position	Gain (loss)	Long position	Short position	Gain (loss)	Curve x MTM
Localiza	1/03/23	0.93%	CDI + 1.00%	EUR 55,394 thousand	303,857	254,432	49,425	302,891	254,571	48,320	(1,105)
Localiza	5/22/23	LIBOR + 0.47%	108.0% of CDI	USD 80,000 thousand	209,585	152,120	57,465	209,173	152,530	56,643	(822)
Localiza	1/03/25	1.33%	CDI + 1.20%	EUR 55,394 thousand	304,050	254,500	49,550	291,946	254,695	37,251	(12,299)
Localiza	2/26/24	USD + 1.9371%	CDI + 1.35%	USD 80,000 thousand	418,909	460,844	(41,935)	399,601	460,570	(60,969)	(19,034)
Localiza Fleet	8/22/22 e	LIBOR + 1.66%	6.51%	USD 31,081 thousand	163,256	131,192	32,064	162,849	127,407	35,442	3,378
Localiza Fleet	1/25/23				264,056	300,891	(36,835)	254,855	301,252	(46,397)	(9,562)
Localiza Fleet	1/10/24	USD + 2.1882%	1.18%	USD 50,000 thousand	264,056	300,891	(36,835)	254,855	301,252	(46,397)	(9,562)
					<b>1,663,713</b>	<b>1,553,979</b>	<b>109,734</b>	<b>1,621,315</b>	<b>1,551,025</b>	<b>70,290</b>	<b>(39,444)</b>

### (b) CDI vs Fixed rate

#### Fleet Rental Contracts

The post-fixed interest rate funding is protected against the risk of cash flow fluctuations by the CDI rate. When Localiza Fleet prefixes receipt flows of the contracts of the Fleet Rental Division, which have terms between 24 and 36 months, thus opening exposure to cash flow risk for the defined terms and cash flow amounts.

The specific characteristics of these transactions as at June 30, 2022 are as follows:

Range of maturity dates	Weighted average rates		Amount of reference	Value of curve			Market value (carrying amount)			Variation - Gain
	Long position	Short position	Notional	Long position	Short position	Gain (Loss)	Long position	Short position	Gain (Loss)	Curva x MTM
	% CDI/ CDI +									
July 2022 to January 2025	101.41% / 2.5%	9.11%	565,000	610,343	609,321	1,022	610,344	592,953	17,391	16,369
October 2022 to January 2024	103.99% / 2.5%	1.67%	310,000	345,778	342,540	3,238	347,265	330,942	16,323	13,085
July 2022 to January 2023	103.3%	4.57%	75,000	83,610	81,958	1,652	83,798	80,930	2,868	1,216
January 2024	110.0%	7.88%	50,000	54,231	53,826	405	54,230	50,099	4,131	3,726
July 2022 to January 2025	100.6%	10.17%	445,000	473,087	472,441	646	473,080	458,267	14,813	14,167
April 2023 to January 2024	100.0%	10.13%	235,000	247,407	247,359	48	247,401	242,186	5,215	5,167
April 2023 to July 2024	2.5% / 100%	10.38%	220,000	233,062	232,567	495	233,057	225,519	7,538	7,043
April 2023 to July 2024	100.0%	10.05%	280,000	297,462	296,535	927	297,455	286,562	10,893	9,966
April 2023	100.0%	7.43%	50,000	54,231	53,608	623	54,230	51,347	2,883	2,260
October 2023 to October 2024	100.0%	11.33%	230,000	241,309	241,357	(48)	241,307	235,444	5,863	5,911
				<b>2,640,520</b>	<b>2,631,512</b>	<b>9,008</b>	<b>2,642,167</b>	<b>2,554,249</b>	<b>87,918</b>	<b>78,910</b>

#### Agreement between Localiza and Unidas

As part of the Merger of Shares Agreement signed between Localiza and Unidas (Note 1.1), still subject to CADE's approval and, consequently, the completion of the Merger of Shares, Localiza will make available to all holders of Unidas shares that have an interest and are registered as shareholders of Unidas at the time of the completion of the Merger of Shares, a credit facility for financing with one or more Brazilian financial institutions chosen by it. The amount of the credit facility will be up to 20% of the total amount of Localiza's shares attributed to Unidas' shareholders. With the objective of pre-fixing the cost of the resources that will be used to grant the referred financing, the Board of Directors of Localiza approved in a meeting held on November 23, 2020, and ratified on December 10, 2020, the contracting, by the Company of swaps up to R\$800,000, maturing up to January 2027.

At June 30, 2022, the specific characteristics of the contracted operations are as follows:

Range of maturity dates	Weighted average rates		Amount of reference	Value of curve			Market value (carrying amount)		
	Long position	Short position	Notional	Long position	Short position	Gain	Long position	Short position	Gain
	% CDI								
January 2027	100.0%	8.07%	200,000	210,583	207,594	2,989	210,430	172,212	38,218
January 2027	100.0%	7.71%	50,000	52,646	51,816	830	52,608	42,349	10,259
				<b>263,229</b>	<b>259,410</b>	<b>3,819</b>	<b>263,038</b>	<b>214,561</b>	<b>48,477</b>

### (c) IPCA vs CDI

On March 24, 2021, the Company contracted derivatives in order to swap the remuneration of the 17th issue of debentures from IPCA to its equivalence in CDI, which is the reference index used by the Company.

The specific characteristics of these transactions as at June 30, 2022 are as follows:

Weighted average rates		Amount of reference	Market value (carrying amount)		
Long position	Short position		Long position	Short position	Gain
IPCA +	CDI +				
5.5%	2.00%	400,000	402,904	414,301	(11,397)
5.5%	2.00%	300,000	302,178	310,725	(8,547)
5.5%	2.00%	300,000	302,178	310,725	(8,547)
5.5%	2.00%	200,000	201,452	207,151	(5,699)
			<b>1,208,712</b>	<b>1,242,902</b>	<b>(34,190)</b>

Other information on derivative instruments (Individual and Consolidated) has not significantly changed when compared to the information disclosed in Note 14 to the financial statements for the year ended December 31, 2021.

### 15. RIGHT OF USE LEASE LIABILITY

Variations in right of use lease liability are as follows:

	Individual		Consolidated	
	1H22	2021	1H22	2021
<b>Balance at the beginning of the period</b>	<b>1,065,234</b>	<b>917,784</b>	<b>792,128</b>	<b>662,776</b>
Addition/remeasurement of new agreements	98,160	286,208	75,194	261,709
Write-off	(3,008)	(513)	(3,008)	(508)
Consideration paid	(102,275)	(218,397)	(102,575)	(193,633)
Consideration payable	(16,908)	(5,633)	-	-
Interest (note 24)	47,157	85,785	34,642	61,784
<b>Balance at the end of the period</b>	<b>1,088,360</b>	<b>1,065,234</b>	<b>796,381</b>	<b>792,128</b>
<b>Current</b>	<b>166,389</b>	<b>173,732</b>	<b>147,376</b>	<b>156,951</b>
<b>Noncurrent</b>	<b>921,971</b>	<b>891,502</b>	<b>649,005</b>	<b>635,177</b>

Variations in the right-of-use asset balance are shown in Note 9(a).

The Company and its subsidiaries have property rental contracts for their car rental locations in airports and off-airports (downtown locations), stores, headquarters and parking lots. The minimum amounts payable, considering undiscounted considerations, for the remaining lease term contracted up to June 30, 2022 and classified as leases are as follows:

	Individual			Consolidated		
	Concessions in airports	Properties	Total	Concessions in airports	Properties	Total
2022	18,191	97,106	<b>115,297</b>	18,257	79,372	<b>97,629</b>
2023	36,271	191,808	<b>228,079</b>	36,338	154,992	<b>191,330</b>
2024	34,139	175,772	<b>209,911</b>	34,155	137,779	<b>171,934</b>
2025	30,334	163,049	<b>193,383</b>	30,334	124,254	<b>154,588</b>
2026	19,665	148,469	<b>168,134</b>	19,664	108,510	<b>128,174</b>
2027	15,666	128,011	<b>143,677</b>	15,666	86,854	<b>102,520</b>
2028 and after	54,562	802,225	<b>856,787</b>	54,562	320,858	<b>375,420</b>
<b>Total</b>	<b>208,828</b>	<b>1,706,440</b>	<b>1,915,268</b>	<b>208,976</b>	<b>1,012,619</b>	<b>1,221,595</b>
<b>Embedded interest</b>			<b>(826,908)</b>			<b>(425,214)</b>
<b>Balance of lease liability (current and noncurrent)</b>			<b>1,088,360</b>			<b>796,381</b>



The estimated amount of PIS and COFINS credit embedded in the undiscounted lease consideration totals R\$154,776 in the Individual and R\$90,611 in the Consolidated (R\$84,721 in the Individual and R\$57,710 in the Consolidated, discounted to present value).

Other information on right of use lease liability (Individual and Consolidated) has not changed significantly when compared to the information disclosed in Note 15 to the financial statements for the year ended December 31, 2021.

## 16. OTHER CURRENT AND NONCURRENT LIABILITIES

Breakdown of the balance of other current and noncurrent liabilities is as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Balances stated separately in current liabilities:				
Revenue to be appropriated	2,158	1,454	4,781	4,718
Payables to related parties (Note 8.4(i))	1,485	233	-	-
Federal taxes payable	24,137	3,187	27,289	4,968
Municipal taxes payable	4,159	3,229	5,544	4,572
	<u>31,939</u>	<u>8,103</u>	<u>37,614</u>	<u>14,258</u>
Other current liabilities:				
Advances from car rental and decommissioned sale customers	138,676	192,309	161,873	207,674
Insurance premiums for transfer (*)	71,893	53,111	72,747	53,521
Amounts payable for the acquisition of companies (**)	-	-	4,016	3,720
Others	21,184	16,464	26,844	21,255
	<u>231,753</u>	<u>261,884</u>	<u>265,480</u>	<u>286,170</u>
<b>Total other current liabilities</b>	<b><u>263,692</u></b>	<b><u>269,987</u></b>	<b><u>303,094</u></b>	<b><u>300,428</u></b>
Balances stated separately in noncurrent liabilities:				
Revenue to be appropriated	891	2,277	4,553	6,220
Restricted obligations (***)	-	-	49,233	47,003
	<u>891</u>	<u>2,277</u>	<u>53,786</u>	<u>53,223</u>
Other noncurrent liabilities:				
Amounts payable for the acquisition of companies (**)	-	-	3,732	3,720
Others	31,398	23,775	31,434	23,783
	<u>31,398</u>	<u>23,775</u>	<u>35,166</u>	<u>27,503</u>
<b>Total other noncurrent liabilities</b>	<b><u>32,289</u></b>	<b><u>26,052</u></b>	<b><u>88,952</u></b>	<b><u>80,726</u></b>
<b>Total other current and noncurrent liabilities</b>	<b><u>295,981</u></b>	<b><u>296,039</u></b>	<b><u>392,046</u></b>	<b><u>381,154</u></b>

(\*) Premiums received from customers that took out insurance for rented cars, and extended warranty for the decommissioned cars sold which will be transferred by Localiza to the insurance company. As at May 2021, Localiza began offering auto protection coverage directly to its customers, with expenses incurred with claims and theft being recorded in the income statement and classified as "costs" (Note 2.7.4 to the financial statements for the year ended December 31, 2021).

(\*\*) Amounts payable relating to the acquisition of: Voll, totaling R\$3,830 in the short and long term, maturing in 2025 (Note 8.2(iv)); and short-term amount payable relating to the acquisition of Mobi7, of R\$3,918.

(\*\*\*) The restricted obligations refer to the amounts retained from the purchase price owed to Car Rental Systems' sellers (escrow), which shall be made available to them after compliance with specific provisions under the share purchase agreement. Restricted obligations are guaranteed by investments made by the Company, with restricted use, and shall be made available for withdrawal in 2023, less the indemnifiable amounts (Note 7).

## 17. PROVISION FOR RISKS AND ESCROW DEPOSITS

### (a) Legal provisions recognized

The balance of legal provisions is broken down as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Tax	36,889	53,064	44,614	61,854
Social security	15,223	14,698	17,030	16,436
Labor	31,547	41,309	38,484	49,229
Civil	26,853	26,551	36,577	36,128
<b>Total</b>	<b>110,512</b>	<b>135,622</b>	<b>136,705</b>	<b>163,647</b>

### (b) Escrow deposits

The balance of escrow deposits is broken down as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Tax	41,276	41,702	70,233	69,914
Social security	8,547	8,306	8,547	8,306
Labor	13,613	17,198	20,313	22,642
Civil	19,594	19,311	21,321	20,943
<b>Total</b>	<b>83,030</b>	<b>86,517</b>	<b>120,414</b>	<b>121,805</b>

Other information on provisions and escrow deposits (Individual and Consolidated) has not changed significantly when compared to the information disclosed in Note 17 to the financial statements for the year ended December 31, 2021.

## 18. TAXES ON INCOME – INCOME TAX AND SOCIAL CONTRIBUTION

### (a) Deferred income tax and social contribution - assets and liabilities

The breakdown of deferred income tax and social contribution is as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Temporary differences in the deductibility of provisions:				
Provision for risks and other provisions	36,743	45,295	44,521	53,387
Allowance for doubtful debts and expected losses and other allowances	29,467	51,016	33,418	55,426
Provision for payment of services in progress and others, profit sharing, loyalty program and others	102,266	118,629	116,372	132,747
Swap transaction with payment on a cash basis	23,463	2,916	29,481	6,279
Income tax and social contribution tax loss carryforwards	1,248,145	1,122,457	1,266,584	1,140,112
<b>Total deferred income tax and social contribution assets</b>	<b>1,440,084</b>	<b>1,340,313</b>	<b>1,490,376</b>	<b>1,387,951</b>
Car depreciation (*)	2,412,088	2,111,786	2,820,195	2,429,519
Lease in the purchase of property and equipment	213	213	5,139	9,807
Swap operation with cash basis	65,204	36,613	97,205	53,230
Others	-	-	20,633	19,006
<b>Total deferred income tax and social contribution liabilities</b>	<b>2,477,505</b>	<b>2,148,612</b>	<b>2,943,172</b>	<b>2,511,562</b>
<b>Total deferred income tax and social contribution, net</b>	<b>1,037,421</b>	<b>808,299</b>	<b>1,452,796</b>	<b>1,123,611</b>
<b>Noncurrent assets</b>	-	-	<b>(25,400)</b>	<b>(24,291)</b>
<b>Noncurrent liabilities</b>	<b>1,037,421</b>	<b>808,299</b>	<b>1,478,196</b>	<b>1,147,902</b>

(\*) Refers to the temporary difference arising from the calculation of accounting depreciation in relation to the tax base, Localiza and Localiza Fleet calculate, for tax purposes, car depreciation expenses based on the depreciation criteria used through December 31, 2007, as prescribed by Law 12,973/14, under the general rule of 1/60 months or in accordance with technical opinion, as mentioned in Note 7(a).

The Company and its subsidiaries have a balance, as at June 30, 2022, as tax credit on tax loss carryforwards of R\$1,248,145 in Individual and R\$1,266,584 in Consolidated (R\$1,122,457 and R\$1,140,112, respectively, as at December 31, 2021), based on expected future taxable profit generation, this tax credit can be carried forward indefinitely and its offset is limited to 30% of annual taxable profit, as determined by the current legislation.

Based on past taxable profits that originated deferred income tax and social contribution asset balances, as well as projections of profit or loss for coming years, the Company estimates the following schedule for the recovery of tax credits:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
2022	138,094	256,521	152,315	283,133
2023	149,288	130,461	165,206	134,294
2024	135,779	162,305	147,509	172,828
2025	152,226	159,000	156,546	161,837
2026	179,242	208,286	180,267	209,617
2027	203,992	234,051	204,286	234,301
2028	251,009	182,402	251,302	182,652
2029	223,452	1,060	223,746	1,310
2030 onwards	7,002	6,227	9,199	7,979
<b>Total deferred income tax and social contribution assets</b>	<b>1,440,084</b>	<b>1,340,313</b>	<b>1,490,376</b>	<b>1,387,951</b>

#### (b) Income tax and social contribution – reconciliation of statutory and effective rates

The reconciliation between the statutory and effective rates for the periods ended June 30, 2022 and 2021 is as follows:

	Individual		Consolidated	
	1H22	1H21	1H22	1H21
Profit before taxes	1,201,705	1,166,361	1,351,202	1,313,485
Statutory rate	34%	34%	34%	34%
<b>Expense at statutory rate</b>	<b>(408,580)</b>	<b>(396,563)</b>	<b>(459,409)</b>	<b>(446,585)</b>
Adjustments to expense at statutory rate:				
Equity in the earnings of subsidiaries	107,716	110,691	-	-
Effect of deduction of interest on capital	82,263	46,272	82,263	46,272
Income tax and social contribution due by subsidiaries (deemed profit)	-	-	5,300	8,992
Others, net	(8,353)	3,397	(5,219)	7,994
<b>Effective expense</b>	<b>(226,954)</b>	<b>(236,203)</b>	<b>(377,065)</b>	<b>(383,327)</b>
<b>Effective rate</b>	<b>19%</b>	<b>20%</b>	<b>28%</b>	<b>29%</b>
<b>Current income tax and social contribution</b>	<b>-</b>	<b>(74,547)</b>	<b>(50,048)</b>	<b>(152,762)</b>
<b>Deferred income tax and social contribution</b>	<b>(226,954)</b>	<b>(161,656)</b>	<b>(327,017)</b>	<b>(230,565)</b>

	Individual		Consolidated	
	2Q22	2Q21	2Q22	2Q21
Profit before taxes	551,436	548,179	626,185	627,385
Statutory rate	34%	34%	34%	34%
<b>Expense at statutory rate</b>	<b>(187,488)</b>	<b>(186,381)</b>	<b>(212,903)</b>	<b>(213,311)</b>
Adjustments to expense at statutory rate:				
Equity in the earnings of subsidiaries	53,552	58,954	-	-
Effect of deduction of interest on capital	44,746	24,601	44,746	24,601
Income tax and social contribution due by subsidiaries (deemed profit)	-	-	2,966	4,492
Others, net	(4,918)	2,549	(4,280)	4,735
<b>Expense at effective rate</b>	<b>(94,108)</b>	<b>(100,277)</b>	<b>(169,471)</b>	<b>(179,483)</b>
	<b>17%</b>	<b>18%</b>	<b>27%</b>	<b>29%</b>
<b>Current income tax and social contribution</b>	<b>-</b>	<b>(1,078)</b>	<b>(19,579)</b>	<b>(38,807)</b>
<b>Deferred income tax and social contribution</b>	<b>(94,108)</b>	<b>(99,199)</b>	<b>(149,892)</b>	<b>(140,676)</b>

Other information on taxes on incomes (Individual and Consolidated) has not changed significantly when compared to the information disclosed in Note 18 to the financial statements for the year ended December 31, 2021.

## 19. EQUITY

### (a) Capital

As at June 30, 2022, and December 31, 2021, the Company's capital was R\$4,000,000, comprised of 758,466,670 common shares. The ownership of capital and the related reconciliation of the number of outstanding shares are as follows:

	Management		Treasury shares	Outstanding shares	Number of shares – ON
	Founding partners	Board of Directors and Statutory Board			
<b>Number of shares on December 31, 2020</b>	<b>158,499,942</b>	<b>224,346</b>	<b>6,796,159</b>	<b>592,946,223</b>	<b>758,466,670</b>
Acquisition (sale) of shares, net	(832,800)	(21,529)	-	854,329	-
Exercise of long-term incentive programs with treasury shares	57,972	111,044	(452,577)	283,561	-
Sale of treasury shares	19,304	22,553	(68,237)	26,380	-
Rent (return of rent) of shares	(450,601)	-	-	450,601	-
Election (removal) of management	-	(45,344)	-	45,344	-
<b>Number of shares on December 31, 2021</b>	<b>157,293,817</b>	<b>291,070</b>	<b>6,275,345</b>	<b>594,606,438</b>	<b>758,466,670</b>
Rent (return of rent) of shares	634,501	-	-	(634,501)	-
Exercise of long-term incentive programs with treasury shares	-	-	(80,254)	80,254	-
Sale of treasury shares	-	-	(41,974)	41,974	-
<b>Number of shares on June 30, 2022</b>	<b>157,928,318</b>	<b>291,070</b>	<b>6,153,117</b>	<b>594,094,165</b>	<b>758,466,670</b>

Pursuant to article 6 of the Bylaws, the Company is authorized to increase its capital up to the limit of 1,000,000,000 registered common shares, regardless of any amendment to the bylaws, so that additional 241,533,330 registered common shares can be issued.

The Company participates in the Level I of the American Depositary Receipts (“ADR”) Program since its approval by CVM on May 22, 2012 and the beginning of its trading on June 5, 2012. The Company’s position, considering the effects of share bonus, comprised 7,136,111 ADRs issued in the United States as at June 30, 2022 (6,213,975 in December 31, 2021). Each ADR corresponds to one Company’s share.

### (b) Capital reserves, stock options granted and treasury shares

As at June 30, 2022 and 2021, the breakdown of capital reserves, options granted and treasury shares is as follows:

	Stock options granted recognized	Goodwill on share subscription	Treasury shares	Total
<b>Balance as at December 31, 2020</b>	<b>67,830</b>	<b>107,118</b>	<b>(175,526)</b>	<b>(578)</b>
Stock options granted recognized	38,440	-	-	<b>38,440</b>
Exercise of long-term incentive programs with treasury shares	(16,806)	3,768	11,690	<b>(1,348)</b>
Sale of treasury shares	-	2,614	1,762	<b>4,376</b>
<b>Balance as at December 31, 2021</b>	<b>89,464</b>	<b>113,500</b>	<b>(162,074)</b>	<b>40,890</b>
Stock options granted recognized	25,173	-	-	<b>25,173</b>
Exercise of long-term incentive programs with treasury shares	(2,166)	347	2,073	<b>254</b>
Sale of treasury shares	-	1,138	1,084	<b>2,222</b>
<b>Balance as at June 30, 2022</b>	<b>112,471</b>	<b>114,985</b>	<b>(158,917)</b>	<b>68,539</b>

**(i) Exercise of long-term incentive programs in 1H22**

In 1H22, 80,254 stock options and shares of the long-term incentive programs were exercised, in the fair value amount of R\$1,335, accounted for over the life of the programs. All options were exercised using treasury shares and, therefore, it was not necessary to issue new shares.

**(ii) Treasury shares**

The number of treasury shares as at June 30, 2022 was 6,153,117 shares (6,275,345 as at December 31, 2021), with a fair value of R\$321,562 (quotation of R\$52.26 per share as at June 30, 2022).

At the meeting of the Board of Directors on June 30, 2022, the 14<sup>th</sup> Share Repurchase Program was approved, in which the Company was authorized to acquire up to 50,000,000 shares. This operation has a maximum term of 365 days, from July 23, 2023 to July 22, 2024, and is intended to maximize the generation of value for shareholders or to settle stock options under the Company's long-term incentive plans

**(c) Statutory reserves**

At the Annual General Meeting held on April 26, 2022, the shareholders approved the allocation of 100% of the remaining profit for 2021, in the amount of R\$1,419,899, to the creation of a statutory reserve called "investment reserve", which is intended to finance investments for renewal and expansion of the Company and its subsidiaries operations.

**(d) Interest on capital and dividends**

The Board of Directors' meetings approved the payment of interest on capital as follows:

1H22				
Approval date	Total amount approved	Amount per share (R\$)	Shareholding position date	Payment date
3/24/22	110,343	0.14669	3/29/22	5/20/22
6/27/22	131,608	0.17494	6/30/22	8/26/22
<b>Total</b>	<b>241,951</b>			

2021				
Approval date	Total amount approved	Amount per share (R\$)	Shareholding position date	Payment date
03/24/21	63,739	0.08479	03/29/21	05/21/21
06/24/21	72,356	0.09620	06/29/21	08/20/21
09/24/21	82,143	0.10920	09/29/21	11/22/21
12/14/21	97,157	0.12916	12/17/21	02/11/22
<b>Total</b>	<b>315,395</b>			

The dividends and interest on capital payable are broken down as follows:

	Consolidated	
	6/30/2022	12/31/2021
Dividends in addition to the mandatory minimum dividend (*)	-	206,200
Proposed interest on capital on profit for the period	131,608	97,157
Provision for withholding income tax on interest on capital	(19,671)	(14,508)
<b>Total dividends and interest on capital payable</b>	<b>111,937</b>	<b>288,849</b>

(\*) The Annual General Meeting held on April 26, 2022 approved the supplementary distribution of dividends of R\$206,200 for fiscal year 2021, the payment of which occurred on May 20, 2022.

Other information on equity has not changed significantly when compared to the information disclosed in Note 19 of the financial statements for the year ended December 31, 2021.

## 20. EARNINGS PER SHARE

The methods used to calculate basic and diluted earnings per share are the same as those disclosed in Note 20 of the financial statements for the year ended December 31, 2021.

The table below shows profit information and the number of shares used to calculate basic and diluted earnings per share for each of the reporting years of the statement of profit or loss:

	Individual and Consolidated		Individual and Consolidated	
	1H22	1H21	2Q22	2Q21
<b>Profit for the period attributable to the Company's owners</b>	<b>974,751</b>	<b>930,158</b>	<b>457,328</b>	<b>447,902</b>
<b>Basic earnings per share:</b>				
Weighted average number of outstanding common shares (units)	752,229,486	751,844,690	752,264,874	752,013,972
<b>Basic earnings per share (R\$)</b>	<b>1.29582</b>	<b>1.23717</b>	<b>0.60793</b>	<b>0.59560</b>
<b>Diluted earnings per share:</b>				
Weighted average number of outstanding common shares (units)	752,229,486	751,844,690	752,264,874	752,013,972
Dilutive effect of stock options (units)	5,328,329	4,535,824	5,328,329	4,535,824
Total shares subject to dilution (units)	757,557,815	756,380,514	757,593,203	756,549,796
<b>Diluted earnings per share (R\$)</b>	<b>1.28670</b>	<b>1.22975</b>	<b>0.60366</b>	<b>0.59203</b>

## 21. SEGMENT INFORMATION

An operating division is a component of an entity that engages in business activities: (i) which can earn revenues and incur expenses; (ii) the operating profit or loss of which are regularly reviewed by the chief operating decision maker regarding funds to be allocated on the division and for performance evaluation; and (iii) for which individual financial information is available.

The Company has defined two operating divisions that are separately managed based on the reports used by the Board of Directors to make strategic decisions, The accounting policies of these operating divisions are the same as those described in Note 2 or in the notes of the respective line items.

- **Car rental:** This division is responsible for car rental in locations inside and outside airports and for insurance stipulation and management of car claims for insurance companies, Cars are rented by legal entities and individuals, in some cases through distribution channels. Given the need to renew the fleet, Localiza sells its decommissioned cars after 12 months of use. In order to reduce intermediation costs on the sale of decommissioned cars, roughly half of the cars are directly sold to the final consumers. Consequently, the Company maximizes the recoverable amount of these assets, by reducing the depreciation of cars and the net amount invested in fleet renewal, as the selling expense of the Company's own stores is smaller than the discount required by resellers, as well as avoids full dependence on third parties for the sales.

This Car Rental Division is responsible for the management and establishment of franchises in geographically defined markets, including the transfer of the necessary know-how to operate the car rental business and licensing of the right to use the Localiza brand. The franchising business is managed by the subsidiary Franchising Brasil in Brazil and by Localiza itself in other countries.

- **Fleet rental:** The division responsible for fleet rental and long-term rentals, usually from 24 to 36 months, to individuals and legal entities, through Localiza Fleet and Car Rental Systems. In September 2020, Localiza Meoo was launched, a long-term subscription car solution, aimed at individuals and small and medium-sized entities. The cars of this division are acquired after the signing of agreements according to the customers' needs. Therefore, the fleet is more diversified in terms of models and brands. Decommissioned cars are sold at the end of the agreements, on average within 36 months of use, directly to the end consumer or to dealers through the Company's own car dealer network.

### (a) Operating division financial reporting

#### (i) Consolidated assets and liabilities by operating division

<u>6/30/2022</u>	<u>Car rental</u>	<u>Fleet rental</u>	<u>Unallocated balances</u>	<u>Eliminations/ Reclassifications</u>	<u>Consolidated</u>
<b>Assets</b>					
Cash and cash equivalents	-	-	767,274	-	767,274
Short-term investments	-	-	5,761,576	-	5,761,576
Trade receivables	1,243,106	230,875	-	(62,124)	1,411,857
Decommissioned cars for fleet renewal	373,524	57,908	-	-	431,432
Property and equipment	15,682,942	5,173,500	40,510	(390,030)	20,506,922
Other assets	1,075,078	287,299	315,326	(132,785)	1,544,918
<b>Total assets</b>	<b>18,374,650</b>	<b>5,749,582</b>	<b>6,884,686</b>	<b>(584,939)</b>	<b>30,423,979</b>
<b>Liabilities</b>					
Trade payables	2,406,049	650,241	-	(62,523)	2,993,767
Borrowings and debt securities	-	-	15,717,005	-	15,717,005
Other liabilities	2,976,193	894,762	142,835	(688,725)	3,325,065
<b>Total liabilities</b>	<b>5,382,242</b>	<b>1,545,003</b>	<b>15,859,840</b>	<b>(751,248)</b>	<b>22,035,837</b>
<b>Equity</b>	<b>-</b>	<b>-</b>	<b>8,388,142</b>	<b>-</b>	<b>8,388,142</b>
<b>Total liabilities and equity</b>	<b>5,382,242</b>	<b>1,545,003</b>	<b>24,247,982</b>	<b>(751,248)</b>	<b>30,423,979</b>
<b>12/31/2021</b>					
<u>12/31/2021</u>	<u>Car rental</u>	<u>Fleet rental</u>	<u>Unallocated balances</u>	<u>Eliminations/ Reclassifications</u>	<u>Consolidated</u>
<b>Assets</b>					
Cash and cash equivalents	-	-	444,139	-	444,139
Short-term investments	-	-	4,568,393	-	4,568,393
Trade receivables	1,177,205	170,956	-	(35,136)	1,313,025
Decommissioned cars for fleet renewal	148,188	33,811	-	-	181,999
Property and equipment	13,274,175	4,356,251	31,138	(367,710)	17,293,854
Other assets	903,131	186,519	537,711	(116,715)	1,510,646
<b>Total assets</b>	<b>15,502,699</b>	<b>4,747,537</b>	<b>5,581,381</b>	<b>(519,561)</b>	<b>25,312,056</b>
<b>Liabilities</b>					
Trade payables	1,493,178	601,605	-	(35,487)	2,059,296
Borrowings and debt securities	-	-	12,433,095	-	12,433,095
Other liabilities	2,908,087	718,133	143,803	(567,448)	3,202,575
<b>Total liabilities</b>	<b>4,401,265</b>	<b>1,319,738</b>	<b>12,576,898</b>	<b>(602,935)</b>	<b>17,694,966</b>
<b>Equity</b>	<b>-</b>	<b>-</b>	<b>7,617,090</b>	<b>-</b>	<b>7,617,090</b>
<b>Total liabilities and equity</b>	<b>4,401,265</b>	<b>1,319,738</b>	<b>20,193,988</b>	<b>(602,935)</b>	<b>25,312,056</b>

**(ii) Consolidated statements of income per operating division**

<u>1H22</u>	<u>Car rental</u>	<u>Fleet rental</u>	<u>Reclassifications</u>	<u>Consolidated</u>
Net revenue	4.568.956	1.192.127	-	5.761.083
Cost	(2.647.180)	(575.825)	(2.027)	(3.225.032)
<b>Gross profit</b>	<b>1.921.776</b>	<b>616.302</b>	<b>(2.027)</b>	<b>2.536.051</b>
<b>Operating expenses:</b>				
Selling expenses	(388.843)	(85.846)	1.453	(473.236)
General, administrative and other expenses	(172.640)	(46.285)	574	(218.351)
<b>Profit (loss) before finance costs, net</b>	<b>1.360.293</b>	<b>484.171</b>	<b>-</b>	<b>1.844.464</b>
Finance costs, net				(493.262)
<b>Profit before income tax and social contribution</b>				<b>1.351.202</b>
Income tax and social contribution				(377.065)
<b>Profit for the period</b>				<b>974.137</b>
<b>1H21</b>				
<u>1H21</u>	<u>Car rental</u>	<u>Fleet rental</u>	<u>Reclassifications</u>	<u>Consolidated</u>
Net revenue	4.481.151	1.011.679	-	5.492.830
Cost	(2.904.535)	(517.624)	(3.890)	(3.426.049)
<b>Gross profit</b>	<b>1.576.616</b>	<b>494.055</b>	<b>(3.890)</b>	<b>2.066.781</b>
<b>Operating expenses:</b>				
Selling expenses	(458.268)	(61.570)	2.934	(516.904)
General, administrative and other expenses	(140.268)	(28.962)	956	(168.274)
<b>Profit (loss) before finance</b>	<b>978.080</b>	<b>403.523</b>	<b>-</b>	<b>1.381.603</b>

<b>costs, net</b>				
Finance costs, net				(68.118)
<b>Profit before income tax and social contribution</b>				<b>1.313.485</b>
Income tax and social contribution				(383.327)
<b>Profit for the period</b>				<b>930.158</b>

<b>2Q22</b>	<b>Car rental</b>	<b>Fleet rental</b>	<b>Reclassifications</b>	<b>Consolidated</b>
<b>Net revenue</b>	2.429.324	620.107	-	<b>3.049.431</b>
<b>Cost</b>	(1.477.853)	(309.333)	(1.212)	<b>(1.788.398)</b>
<b>Gross profit</b>	<b>951.471</b>	<b>310.774</b>	<b>(1.212)</b>	<b>1.261.033</b>
<b>Operating expenses:</b>				
Selling expenses	(206.353)	(48.129)	796	<b>(253.686)</b>
General, administrative and other expenses	(90.218)	(25.048)	416	<b>(114.850)</b>
<b>Profit (loss) before finance costs, net</b>	<b>654.900</b>	<b>237.597</b>	-	<b>892.497</b>
Finance costs, net				(266.312)
<b>Profit before income tax and social contribution</b>				<b>626.185</b>
Income tax and social contribution				(169.471)
<b>Profit for the period</b>				<b>456.714</b>

<b>2Q21</b>	<b>Car rental</b>	<b>Fleet rental</b>	<b>Reclassifications</b>	<b>Consolidated</b>
<b>Net revenue</b>	2.168.645	527.063	-	<b>2.695.708</b>
<b>Cost</b>	(1.430.782)	(263.373)	(2.036)	<b>(1.696.191)</b>
<b>Gross profit</b>	<b>737.863</b>	<b>263.690</b>	<b>(2.036)</b>	<b>999.517</b>
<b>Operating expenses:</b>				
Selling expenses	(207.972)	(32.027)	1.522	<b>(238.477)</b>
General, administrative and other expenses	(73.118)	(15.169)	514	<b>(87.773)</b>
<b>Profit (loss) before finance costs, net</b>	<b>456.773</b>	<b>216.494</b>	-	<b>673.267</b>
Finance costs, net				(45.882)
<b>Profit before income tax and social contribution</b>				<b>627.385</b>
Income tax and social contribution				(179.483)
<b>Profit for the period</b>				<b>447.902</b>

**(iii) Consolidated depreciation and amortization expenses per operating division**

	<b>Consolidated</b>		<b>Consolidated</b>	
	<b>1H22</b>	<b>1H21</b>	<b>2Q22</b>	<b>2Q21</b>
<b>Car rental</b>				
Car depreciation	244,132	54,757	139,203	28,777
Depreciation of other property and equipment and amortization of intangible assets	107,213	94,731	53,003	47,920
<b>Fleet rental</b>				
Car depreciation	48,170	35,896	26,305	15,301
Depreciation of other property and equipment and amortization of intangible assets	12,147	8,431	6,186	4,363
<b>Total</b>	<b>411,662</b>	<b>193,815</b>	<b>224,697</b>	<b>96,361</b>



## 22. NET REVENUE

Reconciliation between gross operating revenue and net revenue presented in the statements of profit or loss is as follows:

	Individual		Consolidated	
	1H22	1H21	1H22	1H21
Gross revenue	4,845,414	4,651,247	6,133,217	5,772,298
Deductions:				
Discounts	(4,334)	(5,284)	(17,718)	(15,487)
Taxes (*)	(270,619)	(196,143)	(354,416)	(263,981)
<b>Net revenue</b>	<b>4,570,461</b>	<b>4,449,820</b>	<b>5,761,083</b>	<b>5,492,830</b>

	Individual		Consolidated	
	2Q22	2Q21	2Q22	2Q21
Gross revenue	2,567,314	2,249,609	3,236,974	2,833,241
Deductions:				
Discounts	(1,767)	(2,354)	(7,970)	(7,924)
Taxes (*)	(135,738)	(94,803)	(179,573)	(129,609)
<b>Net revenue</b>	<b>2,429,809</b>	<b>2,152,452</b>	<b>3,049,431</b>	<b>2,695,708</b>

(\*) Refer substantially to: (i) Service Tax ("ISSQN") and (ii) taxes on revenue ("PIS" and "COFINS").

The breakdown of net revenue by geographic market and main product lines is as follows:

	Individual			
	Car rental			
	1H22	1H21	2Q22	2Q21
<b>Geographic markets</b>				
Revenue in Brazil	4,530,481	4,427,973	2,414,644	2,144,371
Export revenue (*)	27,865	14,412	9,324	4,776
Royalties abroad	12,115	7,435	5,841	3,305
<b>Net revenue</b>	<b>4,570,461</b>	<b>4,449,820</b>	<b>2,429,809</b>	<b>2,152,452</b>
<b>Revenue categories</b>				
Car rental	2,672,262	1,908,048	1,333,535	928,402
Car sold for fleet renewal	1,898,199	2,541,772	1,096,274	1,224,050
<b>Net revenue</b>	<b>4,570,461</b>	<b>4,449,820</b>	<b>2,429,809</b>	<b>2,152,452</b>

	Consolidated					
	Car rental		Fleet rental		Total	
	1H22	1H21	1H22	1H21	1H22	1H21
<b>Geographic markets</b>						
Revenue in Brazil	4,528,976	4,459,304	1,192,127	1,011,679	5,721,103	5,470,983
Export revenue (*)	27,865	14,412	-	-	27,865	14,412
Royalties abroad	12,115	7,435	-	-	12,115	7,435
<b>Net revenue</b>	<b>4,568,956</b>	<b>4,481,151</b>	<b>1,192,127</b>	<b>1,011,679</b>	<b>5,761,083</b>	<b>5,492,830</b>
<b>Revenue categories</b>						
Car rental	2,649,272	1,909,966	-	-	2,649,272	1,909,966
Fleet rental	-	-	723,218	576,950	723,218	576,950
Car sold for fleet renewal	1,919,684	2,571,185	468,909	434,729	2,388,593	3,005,914
<b>Net revenue</b>	<b>4,568,956</b>	<b>4,481,151</b>	<b>1,192,127</b>	<b>1,011,679</b>	<b>5,761,083</b>	<b>5,492,830</b>

(\*) Revenue from car rental in Brazil to customers resident and domiciled abroad.

	Consolidated					
	Car rental		Fleet rental		Total	
	2Q22	2Q21	2Q22	2Q21	2Q22	2Q21
<b>Geographic markets</b>						
Revenue in Brazil	2,414,159	2,160,564	620,107	527,063	3,034,266	2,687,627
Export revenue (*)	9,324	4,776	-	-	9,324	4,776
Royalties abroad	5,841	3,305	-	-	5,841	3,305
<b>Net revenue</b>	<b>2,429,324</b>	<b>2,168,645</b>	<b>620,107</b>	<b>527,063</b>	<b>3,049,431</b>	<b>2,695,708</b>
<b>Revenue categories</b>						
Car rental	1,321,656	930,602	-	-	1,321,656	930,602
Fleet rental	-	-	378,241	296,058	378,241	296,058
Car sold for fleet renewal	1,107,668	1,238,043	241,866	231,005	1,349,534	1,469,048
<b>Net revenue</b>	<b>2,429,324</b>	<b>2,168,645</b>	<b>620,107</b>	<b>527,063</b>	<b>3,049,431</b>	<b>2,695,708</b>

(\*) Revenue from car rental in Brazil to customers resident and domiciled abroad.

### 23. NATURE OF OPERATING COSTS AND EXPENSES

The information on the nature of operating costs and expenses recognized in the statement of income is as follows:

	Individual					
	Costs		Selling, general, administrative and other expenses		Total	
	1H22	1H21	1H22	1H21	1H22	1H21
Cost of cars sold	(1,416,803)	(1,983,223)	-	-	(1,416,803)	(1,983,223)
Car maintenance, IPVA and others	(749,105)	(548,987)	-	-	(749,105)	(548,987)
Salaries, payroll taxes and benefits	(254,496)	(235,878)	(231,668)	(206,600)	(486,164)	(442,478)
Profit sharing	(25,370)	(37,595)	(27,187)	(38,323)	(52,557)	(75,918)
ECLs and write-off of uncollectible amounts	-	-	(33,423)	(98,031)	(33,423)	(98,031)
Depreciation and amortization of other property and equipment and intangible assets	(86,429)	(68,073)	(35,179)	(37,072)	(121,608)	(105,145)
Car depreciation	(244,132)	(54,757)	-	-	(244,132)	(54,757)
Commissions	-	-	(50,383)	(35,564)	(50,383)	(35,564)
Property lease (a)	(46,680)	(39,547)	6,262	2,923	(40,418)	(36,624)
Advertising	-	-	(39,070)	(34,245)	(39,070)	(34,245)
Water, electricity and telephone	(8,864)	(7,891)	(3,413)	(4,020)	(12,277)	(11,911)
Travel	(6,581)	(3,146)	(3,098)	(693)	(9,679)	(3,839)
Third-party services	(121,540)	(90,375)	(113,094)	(89,026)	(234,634)	(179,401)
PIS and COFINS credits, net	301,181	167,431	-	-	301,181	167,431
Others	(47,612)	(36,684)	(31,662)	(44,696)	(79,274)	(81,380)
<b>Total</b>	<b>(2,706,431)</b>	<b>(2,938,725)</b>	<b>(561,915)</b>	<b>(585,347)</b>	<b>(3,268,346)</b>	<b>(3,524,072)</b>

	<b>Consolidated</b>					
	<b>Costs</b>		<b>Selling, general, administrative and other expenses</b>		<b>Total</b>	
	<b>1H22</b>	<b>1H21</b>	<b>1H22</b>	<b>1H21</b>	<b>1H22</b>	<b>1H21</b>
Cost of cars sold	(1,721,767)	(2,309,479)	-	-	<b>(1,721,767)</b>	<b>(2,309,479)</b>
Car maintenance, IPVA and others	(946,312)	(683,770)	-	-	<b>(946,312)</b>	<b>(683,770)</b>
Salaries, payroll taxes and benefits	(292,429)	(264,238)	(294,516)	(251,234)	<b>(586,945)</b>	<b>(515,472)</b>
Profit sharing	(30,330)	(43,453)	(35,875)	(47,557)	<b>(66,205)</b>	<b>(91,010)</b>
ECLs and write-off of uncollectible amounts	-	-	(38,100)	(103,232)	<b>(38,100)</b>	<b>(103,232)</b>
Depreciation and amortization of other property and equipment and intangible assets	(83,358)	(65,298)	(36,002)	(37,864)	<b>(119,360)</b>	<b>(103,162)</b>
Car depreciation	(292,302)	(90,653)	-	-	<b>(292,302)</b>	<b>(90,653)</b>
Commissions	-	-	(52,274)	(36,556)	<b>(52,274)</b>	<b>(36,556)</b>
Property lease (a)	(49,127)	(40,762)	(1,723)	(1,210)	<b>(50,850)</b>	<b>(41,972)</b>
Advertising	-	-	(45,789)	(38,452)	<b>(45,789)</b>	<b>(38,452)</b>
Water, electricity and telephone	(9,099)	(8,068)	(4,318)	(4,738)	<b>(13,417)</b>	<b>(12,806)</b>
Travel	(7,140)	(3,209)	(3,707)	(792)	<b>(10,847)</b>	<b>(4,001)</b>
Third-party services	(140,197)	(104,749)	(142,731)	(106,853)	<b>(282,928)</b>	<b>(211,602)</b>
PIS and COFINS credits, net	371,116	218,190	-	-	<b>371,116</b>	<b>218,190</b>
Others	(24,087)	(30,560)	(36,552)	(56,690)	<b>(60,639)</b>	<b>(87,250)</b>
<b>Total</b>	<b>(3,225,032)</b>	<b>(3,426,049)</b>	<b>(691,587)</b>	<b>(685,178)</b>	<b>(3,916,619)</b>	<b>(4,111,227)</b>

(a) The Company recognized costs and expenses from property leases as shown in the table below:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>1H22</b>	<b>1H21</b>	<b>1H22</b>	<b>1H21</b>
Lease contracts measured by IFRS16	(15,679)	(16,917)	(15,962)	(17,169)
Leases not included in measurement of lease liabilities	(24,760)	(21,269)	(34,909)	(26,365)
Discounts obtained related to COVID-19 (*)	21	1,562	21	1,562
<b>Total</b>	<b>(40,418)</b>	<b>(36,624)</b>	<b>(50,850)</b>	<b>(41,972)</b>

(\*) The Company has applied the practical expedient of CVM Resolution No. 859/20, whereby a lessee may elect not to assess whether a COVID-19 related benefit granted in a lease agreement is a modification of the agreement and thus account for the resulting changes in lease payments in income for the period.

	<b>Individual</b>					
	<b>Costs</b>		<b>Selling, general, administrative and other expenses</b>		<b>Total</b>	
	<b>2Q22</b>	<b>2Q21</b>	<b>2Q22</b>	<b>2Q21</b>	<b>2Q22</b>	<b>2Q21</b>
Cost of cars sold	(830,721)	(953,431)	-	-	<b>(830,721)</b>	<b>(953,431)</b>
Car maintenance, IPVA and others	(391,386)	(291,120)	-	-	<b>(391,386)</b>	<b>(291,120)</b>
Salaries, payroll taxes and benefits	(135,001)	(120,855)	(122,088)	(108,230)	<b>(257,089)</b>	<b>(229,085)</b>
Profit sharing	(17,880)	(18,665)	(16,925)	(17,420)	<b>(34,805)</b>	<b>(36,085)</b>
ECLs and write-off of uncollectible amounts	-	-	(14,442)	(40,695)	<b>(14,442)</b>	<b>(40,695)</b>
Depreciation and amortization of other property and equipment and intangible assets	(43,120)	(34,542)	(17,460)	(18,783)	<b>(60,580)</b>	<b>(53,325)</b>
Car depreciation	(139,203)	(28,777)	-	-	<b>(139,203)</b>	<b>(28,777)</b>
Commissions	-	-	(25,035)	(16,714)	<b>(25,035)</b>	<b>(16,714)</b>
Property lease (a)	(22,303)	(20,271)	2,663	2,201	<b>(19,640)</b>	<b>(18,070)</b>
Advertising	-	-	(19,219)	(15,752)	<b>(19,219)</b>	<b>(15,752)</b>
Water, electricity and telephone	(4,493)	(3,880)	(1,694)	(1,984)	<b>(6,187)</b>	<b>(5,864)</b>
Travel	(3,798)	(1,414)	(1,943)	(317)	<b>(5,741)</b>	<b>(1,731)</b>
Third-party services	(64,149)	(44,603)	(61,399)	(44,804)	<b>(125,548)</b>	<b>(89,407)</b>
PIS and COFINS credits, net	157,258	83,569	-	-	<b>157,258</b>	<b>83,569</b>
Others	(14,418)	(14,147)	(18,749)	(12,377)	<b>(33,167)</b>	<b>(26,524)</b>
<b>Total</b>	<b>(1,509,214)</b>	<b>(1,448,136)</b>	<b>(296,291)</b>	<b>(274,875)</b>	<b>(1,805,505)</b>	<b>(1,723,011)</b>

	<b>Consolidated</b>					
	<b>Selling, general, administrative and other</b>					
	<b>Costs</b>		<b>expenses</b>		<b>Total</b>	
	<b>2Q22</b>	<b>2Q21</b>	<b>2Q22</b>	<b>2Q21</b>	<b>2Q22</b>	<b>2Q21</b>
Cost of cars sold	(989,950)	(1,124,989)	-	-	<b>(989,950)</b>	<b>(1,124,989)</b>
Car maintenance, IPVA and others	(497,303)	(357,251)	-	-	<b>(497,303)</b>	<b>(357,251)</b>
Salaries, payroll taxes and benefits	(155,153)	(135,946)	(157,617)	(131,935)	<b>(312,770)</b>	<b>(267,881)</b>
Profit sharing	(21,352)	(21,655)	(22,767)	(21,833)	<b>(44,119)</b>	<b>(43,488)</b>
ECLs and write-off of uncollectible amounts	-	-	(16,980)	(43,137)	<b>(16,980)</b>	<b>(43,137)</b>
Depreciation and amortization of other property and equipment and intangible assets	(41,302)	(33,103)	(17,887)	(19,180)	<b>(59,189)</b>	<b>(52,283)</b>
Car depreciation	(165,508)	(44,078)	-	-	<b>(165,508)</b>	<b>(44,078)</b>
Commissions	-	-	(26,022)	(17,289)	<b>(26,022)</b>	<b>(17,289)</b>
Property lease (a)	(23,918)	(20,927)	(990)	(351)	<b>(24,908)</b>	<b>(21,278)</b>
Advertising	-	-	(22,817)	(17,732)	<b>(22,817)</b>	<b>(17,732)</b>
Water, electricity and telephone	(4,622)	(3,976)	(2,118)	(2,360)	<b>(6,740)</b>	<b>(6,336)</b>
Travel	(4,184)	(1,443)	(2,340)	(367)	<b>(6,524)</b>	<b>(1,810)</b>
Third-party services	(74,299)	(52,785)	(78,221)	(54,055)	<b>(152,520)</b>	<b>(106,840)</b>
PIS and COFINS credits, net	194,385	109,874	-	(1)	<b>194,385</b>	<b>109,873</b>
Others	(5,192)	(9,912)	(20,777)	(18,010)	<b>(25,969)</b>	<b>(27,922)</b>
<b>Total</b>	<b><u>(1,788,398)</u></b>	<b><u>(1,696,191)</u></b>	<b><u>(368,536)</u></b>	<b><u>(326,250)</u></b>	<b><u>(2,156,934)</u></b>	<b><u>(2,022,441)</u></b>

(a) The Company recognized costs and expenses from property leases as shown in the table below:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>1Q22</b>	<b>1Q21</b>	<b>1Q22</b>	<b>1Q21</b>
Lease contracts measured by IFRS16	(5,123)	(8,970)	(5,191)	(9,093)
Leases not included in measurement of lease liabilities	(14,517)	(9,981)	(19,717)	(13,066)
Discounts obtained related to COVID-19 (*)	-	881	-	881
<b>Total</b>	<b><u>(19,640)</u></b>	<b><u>(18,070)</u></b>	<b><u>(24,908)</u></b>	<b><u>(21,278)</u></b>

(\*) The Company has applied the practical expedient of CVM Resolution No. 859/20, whereby a lessee may elect not to assess whether a COVID-19 related benefit granted in a lease agreement is a modification of the agreement and thus account for the resulting changes in lease payments in income for the period.

## 24. FINANCE INCOME (COSTS)

Finance income (costs) recognized in the statement of income are as follows:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>1H22</b>	<b>1H21</b>	<b>1H22</b>	<b>1H21</b>
Interest on investments	240,574	51,715	347,306	74,788
Repurchase of debentures	-	4,150	-	4,482
PIS/COFINS on finance income	(11,187)	(2,598)	(15,430)	(3,483)
Exchange variation – assets accounts	(114)	(103)	(90)	(18)
Other interest income	1,734	(1,719)	2,478	(1,748)
<b>Total finance income</b>	<b><u>231,007</u></b>	<b><u>51,445</u></b>	<b><u>334,264</u></b>	<b><u>74,021</u></b>
Interest expenses on borrowings, debt securities and derivative financial instruments	(601,462)	(134,884)	(810,273)	(207,789)
Interest expenses on leases (Note 15)	(47,157)	(41,389)	(34,642)	(29,901)
Change in fair value of derivative financial instruments, net	96	40,035	21,791	98,848
Exchange variation – liabilities accounts	(163)	100	(155)	35
Other interest expenses	457	(255)	(4,247)	(3,332)
<b>Total finance costs</b>	<b><u>(648,229)</u></b>	<b><u>(136,393)</u></b>	<b><u>(827,526)</u></b>	<b><u>(142,139)</u></b>
<b>Total finance income (costs)</b>	<b><u>(417,222)</u></b>	<b><u>(84,948)</u></b>	<b><u>(493,262)</u></b>	<b><u>(68,118)</u></b>

	Individual		Consolidated	
	2Q22	2Q21	2Q22	2Q21
Interest on investments	138,308	35,960	212,957	50,146
Repurchase of debentures	-	1,430	-	1,762
PIS/COFINS on finance income	(6,431)	(1,739)	(9,507)	(2,276)
Exchange variation – assets accounts	987	(564)	1,050	(479)
Other interest income	1,080	(2,082)	1,467	(2,172)
<b>Total finance income</b>	<b>133,944</b>	<b>33,005</b>	<b>205,967</b>	<b>46,981</b>
Interest expenses on borrowings, debt securities and derivative financial instruments	(343,199)	(84,265)	(473,157)	(120,668)
Interest expenses on leases (Note 15)	(23,988)	(21,169)	(17,552)	(15,337)
Change in fair value of derivative financial instruments, net	4,466	16,960	22,848	45,431
Exchange variation – liabilities accounts	202	(244)	196	(860)
Other interest expenses	(1,798)	1,059	(4,614)	(1,429)
<b>Total finance costs</b>	<b>(364,317)</b>	<b>(87,659)</b>	<b>(472,279)</b>	<b>(92,863)</b>
<b>Total finance income (costs)</b>	<b>(230,373)</b>	<b>(54,654)</b>	<b>(266,312)</b>	<b>(45,882)</b>

## 25. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The carrying amounts of financial assets and liabilities are as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
<b>Financial assets</b>				
<u>Amortized cost</u>				
Cash and cash equivalents (Note 4)	355,931	243,884	590,766	369,359
Trade receivables (Note 6)	1,214,406	1,164,104	1,411,857	1,313,025
Receivables from insurance company (Note 7)	113,276	100,022	114,544	100,539
Other receivables – subsidiaries (Note 7)	3,791	19,234	-	-
Investments in restricted accounts (Note 7)	-	-	48,469	46,130
Escrow deposits (Note 17)	83,030	86,517	120,414	121,805
<u>Financial assets at fair value through profit or loss</u>				
Cash and cash equivalents (Note 4)	80,081	45,219	176,508	74,780
Investments (Note 5)	3,697,302	3,645,455	5,761,576	4,568,393
Derivative financial instruments (Note 14)	191,966	454,713	315,326	537,710
<b>Financial liabilities</b>				
<u>Amortized cost</u>				
Trade payables (Note 11)	(2,403,850)	(1,490,280)	(2,993,767)	(2,059,296)
Borrowings and debt securities (Note 13)	(9,306,608)	(7,775,571)	(13,902,062)	(10,850,445)
Payables to related parties (Note 16)	(1,485)	(233)	-	-
Insurance premiums for transfer (Note 16)	(71,893)	(53,111)	(72,747)	(53,521)
Restricted obligations (Note 16)	-	-	(49,233)	(47,003)
Amounts payable for the acquisition of companies (Note 16)	-	-	(7,748)	(7,440)
<u>Financial liabilities at fair value through profit or loss</u>				
Borrowings and debt securities (Note 13)	(1,560,088)	(1,582,650)	(1,814,943)	(1,582,650)
Derivative financial instruments (Note 14)	(96,434)	(143,237)	(142,831)	(143,801)

The financial instruments recognized in the financial statements at their book value are substantially similar to the amounts measured at fair value.

### (a) Risk management

In the normal course of operations, the Company is exposed to the following risks related to its financial instruments: (i) market risk; (ii) credit risk; and (iii) liquidity risk.

**(i) Market risk**

The Company has performed sensitivity tests for adverse scenarios (deterioration of the CDI rate by 25% or 50% above of the probable scenario), considering the following assumptions:

- On June 30, 2022, the Company's net debt totaled R\$9,015,660. From this total, is excluded the amount of R\$4,319,835, with pre-fixed cost at an average rate of 10.23% per year, referring to operations contracted at a pre-fixed rates and the amounts corresponding to the protection provided by swap operations, exchanging rates indexed to the CDI for pre-fixed rates. Thus, the net debt subject to the CDI variation amounts to R\$4,695,825 on June 30, 2022.
- The probable scenario for the next 12 months was estimated according to the information in the Focus Bulletin issued by the Central Bank of Brazil, based on an average CDI rate of 13.78% against the effective annual rate of 12.35% in the six-month period ended June 30,2022.

Description	Consolidated		
	Probable scenario (*)	Scenario I – 25% deterioration	Scenario II – 50% deterioration
<b>Net debt as at June 30, 2022</b>	<b>9,015,660</b>	<b>9,015,660</b>	<b>9,015,660</b>
Debts at a fixed-rate and amounts hedged with swap to a fixed-rate	(4,319,835)	(4,319,835)	(4,319,835)
<b>Net debt subject to the CDI fluctuation</b>	<b>4,695,825</b>	<b>4,695,825</b>	<b>4,695,825</b>
Effective average annual CDI rate for the six-month period ended June 30, 2022	12,35%	12,35%	12,35%
Estimated average annual CDI rate, according to stress scenarios	13,78%	17,23%	20,67%
Effect on finance costs subject to the CDI rate fluctuation:			
- according to effective rate from January to June 2022	(579,934)	(579,934)	(579,934)
- according to scenarios	(647,085)	(809,091)	(970,627)
<b>Increase in finance costs for the next 12 months</b>	<b>(67,151)</b>	<b>(229,157)</b>	<b>(390,693)</b>

**(ii) Credit risk**

The maximum exposure to the Company's credit risk, based on the residual value of the underlying financial assets, is as follows:

	Individual		Consolidated	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
Cash and cash equivalents:				
At least Aa3 in the Moody's scale or equivalent in another rating agency	404,585	271,971	676,239	425,330
Cash and banks	31,427	17,132	91,035	18,809
<b>Total cash and cash equivalents (Note 4)</b>	<b>436,012</b>	<b>289,103</b>	<b>767,274</b>	<b>444,139</b>
Investments:				
At least Aa3 in the Moody's scale or equivalent in another rating agency	3,697,302	3,645,455	5,761,576	4,568,393
<b>Total short-term investments (Note 5)</b>	<b>3,697,302</b>	<b>3,645,455</b>	<b>5,761,576</b>	<b>4,568,393</b>
Trade receivables — customers	691,379	602,688	854,912	726,230
Trade receivables – credit cards:				
Aaa in the Moody's scale	102,019	45,503	101,975	46,070
Sundry	421,008	515,913	454,970	540,725
<b>Total trade receivables (Note 6)</b>	<b>1,214,406</b>	<b>1,164,104</b>	<b>1,411,857</b>	<b>1,313,025</b>
Derivative financial instruments (assets):				
At least Aa3 on Moody's scale or equivalent on another agency's scale	191,966	454,713	315,326	537,710
<b>Total Derivative financial instruments (assets)</b>	<b>191,966</b>	<b>454,713</b>	<b>315,326</b>	<b>537,710</b>
<b>Total</b>	<b>5,539,686</b>	<b>5,553,375</b>	<b>8,256,033</b>	<b>6,863,267</b>

### (iii) Liquidity risk

The Company and its subsidiaries manage liquidity and their cash flows periodically to ensure that operating cash generation and previous funding, when necessary, are sufficient to meet their commitment schedules. The analysis of the maturities of undiscounted consolidated contractual cash flows of borrowings, debt securities and derivative financial instruments, based on the interest rate contracted for each transaction and a CDI rate of 13.15% as of June 30, 2022, is as follows:

	Individual						
	2022	2023	2024	2025	2026	2027 to 2032	Total
Trade payables	2,403,850	-	-	-	-	-	2,403,850
Debt Securities	520,483	1,421,857	2,418,428	1,766,744	3,162,795	4,666,933	13,957,240
Working capital	28,374	319,475	113,915	-	-	-	461,764
CRI	19,434	41,087	41,595	41,426	40,918	320,121	504,581
Foreign currency borrowings	9,323	527,422	425,110	304,483	-	-	1,266,338
Prepurchase financing poll	509	1,017	929	773	44	11	3,283
Other financial liabilities	73,378	-	-	-	-	-	73,378
<b>Total</b>	<b>3,055,351</b>	<b>2,310,858</b>	<b>2,999,977</b>	<b>2,113,426</b>	<b>3,203,757</b>	<b>4,987,065</b>	<b>18,670,434</b>

	Consolidated						
	2022	2023	2024	2025	2026	2027 to 2032	Total
Trade payables	2,993,767	-	-	-	-	-	2,993,767
Debt Securities	772,054	2,263,546	3,487,453	2,976,266	3,942,410	6,293,010	19,734,739
Working capital	43,213	402,089	257,983	-	-	-	703,285
CRI	67,655	96,197	98,337	101,161	102,580	700,171	1,166,101
Foreign currency borrowings	2,760	1,592	929	773	44	11	6,109
Prepurchase financing poll	95,854	614,560	689,032	304,483	-	-	1,703,929
Other financial liabilities	76,763	49,233	-	3,732	-	-	129,728
<b>Total</b>	<b>4,052,066</b>	<b>3,427,217</b>	<b>4,533,734</b>	<b>3,386,415</b>	<b>4,045,034</b>	<b>6,993,192</b>	<b>26,437,658</b>

### (b) Capital management

The table below shows the Company's debt ratios:

	Consolidated	
	6/30/2022	12/31/2021
Short and long-term debts (note 13)	15,717,005	12,433,095
Derivative financial instruments (Note 14)	(172,495)	(393,909)
Cash and cash equivalents (Note 4)	(767,274)	(444,139)
Investments (Note 5)	(5,761,576)	(4,568,393)
<b>Net debt</b>	<b>9,015,660</b>	<b>7,026,654</b>
Equity	8,388,142	7,617,090
<b>Debt ratio (net debt / equity)</b>	<b>1.07</b>	<b>0.92</b>
Fleet value (*)	19,476,903	16,024,852
<b>Net debt / fleet value</b>	<b>0.46</b>	<b>0.44</b>

(\*) Cars and decommissioned cars for fleet renewal (Note 9).

### (c) Fair value of financial instruments

The fair value of financial liabilities recognized at amortized cost in the Company's balance sheet are:

	Individual			
	Carrying amount		Fair value	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
<b>Financial liabilities – other financial liabilities:</b>				
Borrowings and debt securities	8,954,595	5,889,866	7,337,167	5,620,314
Working capital	397,079	733,680	398,914	736,555
Certificate of Real Estate Receivables ("CRI")	294,767	-	-	-
Prepurchase financing poll	3,282	3,667	3,453	3,667
Foreign currency borrowings	1,216,973	1,148,358	970,889	1,148,358
<b>Total</b>	<b>10,866,696</b>	<b>7,775,571</b>	<b>8,710,423</b>	<b>7,508,894</b>
	Consolidated			
	Carrying amount		Fair value	
	6/30/2022	12/31/2021	6/30/2022	12/31/2021
<b>Financial liabilities – other financial liabilities:</b>				
Borrowings and debt securities	12,825,011	8,246,618	9,610,044	7,882,141
Working capital	603,230	935,965	600,674	937,114
Certificate of Real Estate Receivables ("CRI")	648,008	334,645	231,366	226,388
Prepurchase financing poll	6,109	11,069	8,179	11,069
Foreign currency borrowings	1,634,647	1,322,148	1,118,840	1,322,148
<b>Total</b>	<b>15,717,005</b>	<b>10,850,445</b>	<b>11,569,103</b>	<b>10,378,860</b>

Other financial instruments recognized in the interim individual and consolidated interim financial information at their amortized costs do not differ significantly from their fair values, as the maturity dates of a substantial portion of the balances are close to the balance sheet date.

Other information on financial instruments and risk management has not changed significantly when compared to the information disclosed in Note 25 of the financial statements for the year ended December 31, 2021.

### 26. SUPPLEMENTARY PENSION PLAN

In 1H22, contributions made by the Company totaled R\$2,557 in the Individual and R\$3,315 in the Consolidated (R\$1,433 in the Individual and R\$1,928 in the Consolidated in 1H21), which were allocated to line items "cost", "selling expenses" and "general and administrative expenses" in profit or loss, as applicable.

Other information on pension plan has not changed significantly as compared to the information disclosed in Note 26 of the financial statements for the year ended December 31, 2021.

### 27. CASH FLOW STATEMENT: TRANSACTIONS NOT AFFECTING CASH

	Individual		Consolidated	
	6/30/2022	6/30/2021	6/30/2022	6/30/2021
Addition of usage right (Notes 9 and 15)	98,160	116,268	75,194	92,431
Lease liabilities payable (Note 15)	(16,908)	(15,091)	-	-
Dividends and interest on own capital payable (Note 19(d))	(131,608)	(72,356)	(131,608)	(72,356)
Variation in the balance of Suppliers - Car manufacturers	(910,193)	591,389	(926,584)	562,915



## 28. SUBSEQUENT EVENTS

### (a) Completion of the Business Combination with Unidas

Upon closing of the Merger of Shares (Note 1.1) on July 1, 2022, and considering the adjustments as foreseen and authorized under the Protocol and Justification, the exchange ratio was set at 0.43884446 shares of the Company for each common share of Unidas, with the issuance of 222,699,337 new common shares of Localiza, all nominative and with no par value, fully subscribed and paid up by Unidas management on behalf of its shareholders, for a total subscription price of R\$10,864,112, corresponding to the economic value attributed to the shares of Unidas to be incorporated by Localiza, as supported by an appraisal report issued by a specialized company. Of this total amount, R\$8,000,000 were allocated to the capital stock account and R\$2,864,112 to the Company's capital reserve account. The new shares issued confer on their holders the same rights conferred by the other common shares issued by the Company.

Thus, the Company's capital stock increased from R\$4,000,000 to R\$12,000,000, comprised of 981,166,007 common shares, all nominative and with no par value, whose statutory adjustment will be consolidated in due course, following the first Shareholders' Meeting to be held.

#### **Identifiable assets acquired and liabilities assumed, preliminary**

The amounts of identifiable assets acquired and liabilities assumed recognized at the Closing Date, have been measured preliminarily at fair value by a specialized company. When the appraisal is concluded, the corresponding adjustments will be made to the purchase price allocation. The preliminary amounts to be recorded and the goodwill based on expected future profitability, as presented below:

	<u>Note</u>	<u>Fair Value at 7/01/22</u>
Fair value of the consideration		11,827,562
Issuance of Localiza shares (in quantity)		222,699,337
Value per share (in Reais)		53,11
Effects of Unidas's dividend distribution		425,000
Fair value of financing to Unidas's shareholders		705,300
Long term incentives		41,756
<b>Total consideration (a)</b>		<b>12,999,618</b>
<b>Book value of Unidas's equity (b)</b>		<b>4,965,669</b>
<b>Adjustments to fair value:</b>		
Existing goodwill from prior business combinations		(765,536)
Vehicles	(i)	1,971,514
Intangible assets (customer relationship)	(ii)	572,512
Contingencies	(iii)	(111,839)
Gains on assets held for sale (carve out)	(iv)	768,303
<b>Total adjustments to fair value (c)</b>		<b>2,434,954</b>
<b>Total preliminary goodwill (a) – (b) – (c)</b>		<b>5,598,995</b>

#### **Total consideration**

The total consideration was estimated based on the terms of the transaction, considering:

- number of shares to be issued by Localiza based on the exchange ratio of Unidas shares;
- the closing price of Localiza's shares on the Closing Date;
- distribution of dividends by Unidas in the amount of R\$425,000 to its shareholders base prior to the transaction;
- fair value of the financing to Unidas's shareholders who have expressed an interest in contracting it. The amount of the credit line will be 20% of the total value of the shares of Localiza attributed to the referred shareholders.

### **Adjustments to fair value**

**(i) Vehicles:** The fair value of these assets was determined based on market researches of specific publications of the sector ("FIPE"), considering the history of sales of vehicles in relation to the FIPE table.

**(ii) Intangible assets (customer relationships):** The fair value of intangible arising from customer relationships was determined considering the "MPEEM (Multi Period Earning Excess Method)".

**(iii) Contingencies:** The fair value of contingent liabilities was determined based on estimates made with the assistance of legal advisors.

**(iv) Goodwill on assets held for sale (carve out):** The fair value of assets, which are part of the conditions of the ACC referred to as "Carve Out", was estimated based on the difference between their book and agreed sale values.

There is no deferred income tax amount arising from the fair value allocations of assets and liabilities in the preliminary balance sheet, as Localiza has a viable tax plan that it intends to implement, allowing the tax and accounting basis to be the same after the acquisition.

### **Impact of the acquisition on consolidated results**

The Company's consolidated statement of income for the period ended 30 June 2022 does not include amounts attributable to the additional business generated by Unidas as of the acquisition date.

Had this business combination been effective on January 1<sup>st</sup>, 2022, the Company's consolidated revenues for the period ended June 30, 2022 would have increased by R\$1,604,100 and net income for the period increased by R\$161,263. The Company's management believes that these pro forma amounts represent an approximate measure of the combined company's performance.

### **(b) 21<sup>st</sup> issue of debentures of Localiza**

On July 15, 2022, the Board of Directors approved the 21<sup>st</sup> issue of simple debentures of Localiza, not convertible into shares, unsecured, with additional fiduciary guarantee, in a single series, in the amount of R\$1,450,000, which was issued on the same date and financially settled on July 25, 2022. These debentures mature on July 15, 2027 and have a remuneration of CDI + 1.60%. The proceeds will be used by Localiza for working capital purposes.

### **(c) Capital increase of subsidiary**

On July 25, 2022, Localiza's Board of Directors approved, in progress with the business combination between Localiza and Unidas, a capital stock increase of up to R\$1.5 billion, through one or more capitalizations of Advances for Future Capital Increase - AFAC, to be paid up in the wholly owned subsidiary Companhia De Locação Das Américas S.A. and which may have part distributed by the latter to any of its subsidiaries.

## **Comments on the Performance of Business Projections**

The Company did not disclose any projections for 2022.

## Other Information Considered Relevant by the Company

### SOCIAL STATEMENT

The Company's Consolidated Social Statement (not reviewed by the auditors) for the six-month period ended June 30, 2022 and 2021 is as follows:

(In R\$ thousand)

	1H22			1H21		
<b>Calculation basis of consolidated social indicators</b>						
Net revenue ("NR")						
			5,761,083			5,492,830
Earnings before taxes ("EBT")			1,351,202			1,313,485
Gross payroll ("GP")			513,192			509,364
<b>Internal social indicators</b>	<b>Amount</b>	<b>% on GP</b>	<b>% on NR</b>	<b>Amount</b>	<b>% on GP</b>	<b>% on NR</b>
Meals	45,953	9%	1%	38,033	7%	1%
Compulsory payroll taxes	115,315	22%	2%	100,101	20%	2%
Health	38,084	7%	1%	38,196	7%	1%
Professional training and development	2,588	1%	0%	1,977	0%	0%
Daycare centers or childcare allowance	976	0%	0%	60	0%	0%
Profit sharing	62,568	12%	1%	91,010	18%	2%
Other	12,407	2%	0%	8,583	2%	0%
<b>Total internal social indicators</b>	<b>277,891</b>	<b>53%</b>	<b>5%</b>	<b>277,960</b>	<b>54%</b>	<b>6%</b>
<b>External social indicators</b>	<b>Amount</b>	<b>% on EBT</b>	<b>% on NR</b>	<b>Amount</b>	<b>% on EBT</b>	<b>% on NR</b>
Education	108	0%	0%	538	0%	0%
Culture	431	0%	0%	1,949	0%	0%
Other	5,792	0%	0%	6,371	0%	0%
<b>Total contributions to society</b>	<b>6,331</b>	<b>0%</b>	<b>0%</b>	<b>8,858</b>	<b>0%</b>	<b>0%</b>
Taxes (excluding payroll taxes) (*)	482,643	36%	8%	536,758	42%	10%
<b>Total external social indicators</b>	<b>488,974</b>	<b>36%</b>	<b>8%</b>	<b>545,616</b>	<b>42%</b>	<b>10%</b>
<b>Staff indicators</b>			<b>6/30/22</b>			<b>6/30/21</b>
Number of employees at the end of the period			12,610			11,676
Number of new hires during the period			1,492			680
Number of third-party workers			400			444
Number of interns			72			55
Number of employees above 50 years old			632			536
Number of female employees			5,883			5,363
Percentage of lead positions held by female employees			50.17%			49.73%
Number of disabled employees			557			341



(A free translation of the original in Portuguese)

## **Report on review of quarterly information**

To the Board of Directors and Shareholders  
Localiza Rent a Car S.A.

### **Introduction**

We have reviewed the accompanying parent company and consolidated interim accounting information of Localiza Rent a Car S.A. ("Company"), included in the Quarterly Information Form (ITR) for the quarter ended June 30, 2022, comprising the balance sheet at that date and the statements of income, comprehensive income for the quarter and six-month period then ended, and the statements of changes in equity and cash flows for the six-month period then ended, and explanatory notes.

Management is responsible for the preparation of the parent company and consolidated interim accounting information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC) and International Accounting Standard (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

### **Scope of review**

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Brazilian and International Standards on Auditing and consequently did not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion on the interim information**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.



Localiza Rent a Car S.A.

## **Other matters**

### **Statements of value added**

The quarterly information referred to above includes the parent company and consolidated statements of value added for the six-month period ended June 30, 2022. These statements are the responsibility of the Company's management and are presented as supplementary information under IAS 34. These statements have been subjected to review procedures performed together with the review of the quarterly information for the purpose of concluding whether they are reconciled with the interim accounting information and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in the accounting standard CPC 09 - "Statement of Value Added". Based on our review, nothing has come to our attention that causes us to believe that these statements of value added have not been properly prepared, in all material respects, in accordance with the criteria established in this accounting standard, and consistent with the parent company and consolidated interim accounting information taken as a whole.

### **Audit and review of prior-year information**

The Quarterly Information Form (ITR) mentioned in the first paragraph includes accounting information, presented for comparison purposes, related to the statements of income for the quarter and six-month period ended June 30, 2021, and to the statements of changes in equity, cash flow and value added for the six-month period ended June 30, 2021, obtained from the Quarterly Information Form (ITR) for that quarter, and also to the balance sheet as at December 31, 2021, obtained from the financial statements at December 31, 2021. The review of the Quarterly Information (ITR) for the quarter ended June 30, 2021 and the audit of the financial statements for the year ended December 31, 2021 were conducted by other independent auditors, who issued unqualified review and audit reports thereon dated July 29, 2021 and February 22, 2022, respectively.

Belo Horizonte, August 11, 2022

A handwritten signature in black ink, appearing to read 'Ricardo Teixeira Coopers', written in a cursive style.

PricewaterhouseCoopers  
Auditores Independentes Ltda.  
CRC 2SP000160/O-5

Guilherme Campos e Silva  
Contador CRC 1SP218254/O-1

## Opinions and Representations / Management's Statement on the Financial Statements

### MANAGEMENT'S STATEMENT ON THE INTERIM FINANCIAL INFORMATION

By this instrument, the CEO and CFO and Investor Relations Officer of Localiza Rent a Car S.A. ("Localiza"), a publicly-held company headquartered at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, Minas Gerais, Corporate Taxpayer No. 16.670.085/0001-55, in conformity with subsection II, paragraph 1, article 29 of CVM Instruction 480/09, hereby declare that they have:

I. Reviewed, discussed and approved Localiza's and consolidated interim financial information for the six-month period ended June 30, 2022.

Belo Horizonte, August 11, 2022.

Bruno Sebastian Lasansky  
CEO

Rodrigo Tavares Gonçalves de Sousa  
CFO and Investor Relations Officer

**Opinions and Representations / Management's Statement on the Independent Auditor's Report****MANAGEMENT'S STATEMENT ON THE INDEPENDENT AUDITOR'S REPORT**

By this instrument, the CEO and CFO and Investor Relations Officer of Localiza Rent a Car S.A. ("Localiza"), a publicly-held company headquartered at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, Minas Gerais, Corporate Taxpayer No. 16.670.085/0001-55, in conformity with subsection II, paragraph 1, article 29 of CVM Instruction 480/09, hereby declare that they have:

I. Reviewed, discussed and agreed with the opinions expressed in the Independent Auditor's Report of PricewaterhouseCoopers Auditores Independentes Ltda. on Localiza's and consolidated interim financial information for the six-month period ended June 30, 2022.

Belo Horizonte, August 11, 2022.

Bruno Sebastian Lasansky  
CEO

Rodrigo Tavares Gonçalves de Sousa  
CFO and Investor Relations Officer