

Interim Financial Information

03/31/2024



Localiza Rent a Car S.A. Corporate taxpayer's ID: 10.670.066/0.001-55

Localiza&co

(A free translation of the original in Portuguese)

Localiza Rent a Car S.A.
Quarterly Information (ITR) at
March 31, 2024
and report on review of
quarterly information



(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 March 31, 2024, comprising the balance sheet at that date and the statements of income, comprehensive income, changes in equity and cash flows for the quarter 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 quarter ended March 31, 2024. 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.

Belo Horizonte, May 9, 2024

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

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

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

Contents

Company Information

Capital Structure	1
-------------------	---

Individual Interim Financial Information

Balance Sheet – Assets	2
------------------------	---

Balance Sheet – Liabilities	2
-----------------------------	---

Statement of Income	4
---------------------	---

Statement of Comprehensive Income	5
-----------------------------------	---

Statement of Cash Flow (Indirect Method)	6
--	---

Statement of Changes in Equity

01/01/2024 to 03/31/2024	8
--------------------------	---

01/01/2023 to 03/31/2023	9
--------------------------	---

Statement of Value Added	10
--------------------------	----

Consolidated Interim Financial Information

Balance Sheet – Assets	11
------------------------	----

Balance Sheet – Liabilities	12
-----------------------------	----

Statement of Income	13
---------------------	----

Statement of Comprehensive Income	14
-----------------------------------	----

Statement of Cash Flow (Indirect Method)	15
--	----

Statement of Changes in Equity

01/01/2024 to 03/31/2024	17
--------------------------	----

01/01/2023 to 03/31/2023	18
--------------------------	----

Statement of Value Added	19
--------------------------	----

Comments on the Performance of Business Projections	20
---	----

Other Information Deemed Relevant by the Company	21
--	----

Opinions and Representations

Management's Statement on the Financial Statements	22
--	----

Management's Statement on the Independent Auditor's Review Report	23
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Company Information / Capital Structure

Number of Shares (Units)	Current Quarter 03/31/2024
Paid-In Capital	
Common Shares	1,071,889,858
Preferred Shares	0
Total	1,071,889,858
Treasury Shares	
Common Shares	10,498,869
Preferred Shares	0
Total	10,498,869

Individual Financial Statements / Balance Sheet – Assets**(in BRL thousand)**

Code	Description	Current Quarter 03/31/2024	Prior Year 12/31/2023
1	Total Assets	65,038,593	63,863,969
1.01	Current Assets	11,920,467	12,357,968
1.01.01	Cash and Cash Equivalents	828,286	1,107,076
1.01.02	Financial Assets	6,548,183	6,798,407
1.01.02.01	Financial Assets at fair value through profit or loss	3,374,041	5,508,993
1.01.02.03	Financial Investments at Amortized Cost	3,174,142	1,289,414
1.01.03	Trade Receivables	2,113,091	2,173,840
1.01.03.01	Clients	2,113,091	2,173,840
1.01.06	Recoverable Taxes	219,307	191,080
1.01.08	Other Current Assets	2,211,600	2,087,565
1.01.08.01	Non-Current Assets Available for Sale	1,271,514	1,423,307
1.01.08.01.01	Cars decommissioned for fleet renewal	1,271,514	1,423,307
1.01.08.03	Other	940,086	664,258
1.01.08.03.01	Dividends receivable	333,883	333,883
1.01.08.03.02	Derivative financial instruments	30,136	0
1.01.08.03.03	Other	576,067	330,375
1.02	Non-current Assets	53,118,126	51,506,001
1.02.01	Long-term Assets	1,595,416	1,407,412
1.02.01.01	Financial Assets at fair value through profit or loss	1,930	1,274
1.02.01.03	Financial Investments at Amortized Cost	876,008	845,038
1.02.01.03.01	Linked Bank Certificates of Deposit	1,188,324	1,179,326
1.02.01.03.03	(-) Present Value Adjustment	-312,316	-334,288
1.02.01.07	Deferred taxes	14,598	0
1.02.01.07.01	Deferred Income Tax and Social Contribution	14,598	0
1.02.01.10	Other Non-current Assets	702,880	561,100
1.02.01.10.03	Escrow deposits	127,606	125,917
1.02.01.10.04	Derivative financial instruments	312,345	142,751
1.02.01.10.05	Recoverable taxes	260,957	289,833
1.02.01.10.07	Other Non-current Assets	1,972	2,599
1.02.02	Investments	28,019,775	25,067,975
1.02.02.01	Equity Investments	28,019,775	25,067,975
1.02.02.01.02	Investments in Subsidiaries	28,019,775	25,067,975
1.02.03	Property and Equipment	23,350,789	24,890,683
1.02.03.01	Property and Equipment in Use	22,073,957	23,634,399
1.02.03.02	Leased Right-of-use	1,276,832	1,256,284
1.02.04	Intangible assets	152,146	139,931
1.02.04.01	Intangible Assets	152,146	139,931

Individual Financial Statements / Balance Sheet – Liabilities**(in BRL thousand)**

Code	Description	Current Quarter 03/31/2024	Prior Year 12/31/2023
2	Total Liabilities	65,038,593	63,863,969
2.01	Current liabilities	11,124,385	13,666,233
2.01.01	Payroll and Related Taxes	383,612	315,951
2.01.02	Suppliers	3,540,813	5,896,508
2.01.03	Taxes Payable	0	7,759
2.01.03.01	Federal Taxes Payable	0	7,759
2.01.03.01.01	Income Tax and Social Contribution Payable	0	7,759
2.01.04	Loans and financing	5,922,097	5,968,789
2.01.04.01	Loans and financing	2,239,269	3,085,796
2.01.04.02	Debentures	3,682,828	2,882,993
2.01.05	Other Payables	1,277,863	1,477,226
2.01.05.02	Other	1,277,863	1,477,226
2.01.05.02.01	Dividends and Interest on Capital Payable	346,204	357,380
2.01.05.02.05	Derivative financial instruments	145,998	207,347
2.01.05.02.06	Lease liability	238,082	240,228
2.01.05.02.07	Other current liabilities	547,579	672,271
2.02	Non-current Liabilities	27,913,257	24,808,854
2.02.01	Loans and financing	26,491,103	23,283,617
2.02.01.01	Loans and financing	3,786,753	3,650,282
2.02.01.02	Debentures	22,704,350	19,633,335
2.02.02	Other Payables	1,284,275	1,323,653
2.02.02.02	Other	1,284,275	1,323,653
2.02.02.02.04	Lease liability	1,199,545	1,165,337
2.02.02.02.05	Derivative financial instruments	2,102	75,865
2.02.02.02.06	Other non-current liabilities	82,628	82,451
2.02.03	Deferred taxes	0	59,953
2.02.03.01	Deferred Income Tax and Social Contribution	0	59,953
2.02.04	Provisions	137,879	141,631
2.02.04.01	Provision for Tax, Social Security, Labor and Civil Risks	137,879	141,631
2.03	Shareholders' equity	26,000,951	25,388,882
2.03.01	Paid-In Capital	17,430,177	17,258,095
2.03.01.01	Capital	17,548,981	17,376,899
2.03.01.02	Expenses on the issuance of shares, net of tax effects	-118,804	-118,804
2.03.02	Capital reserves	3,717,519	3,697,955
2.03.02.05	Treasury shares	-445,903	-447,225
2.03.02.07	Capital reserve	4,163,422	4,145,180
2.03.04	Earnings Reserves	4,756,830	4,756,830
2.03.04.01	Legal Reserve	557,650	557,650
2.03.04.02	Statutory Reserve	4,199,180	4,199,180
2.03.05	Retained Earnings (Accumulated Deficit)	326,723	0
2.03.08	Other Comprehensive Income	-230,298	-323,998

Individual Financial Statements / Statement of Income**(in BRL thousand)**

Code	Description	Accumulated for the Current Year 01/01/2024 to 03/31/2024	Accumulated for the Prior Year 01/01/2023 to 03/31/2023
3.01	Revenue from Sales and/or Services	4,919,188	4,303,099
3.02	Cost of Sales and/or Services	-3,685,481	-3,317,596
3.03	Gross Profit	1,233,707	985,503
3.04	Operating income (expenses)	130,144	-57,750
3.04.01	Selling Expenses	-325,947	-267,829
3.04.02	General and Administrative Expenses	-90,752	-99,463
3.04.06	Equity in the Earnings of Subsidiaries	546,843	309,542
3.05	Profit Before Finance Income and Taxes	1,363,851	927,753
3.06	Financial Income	-735,770	-557,899
3.06.01	Financial Income	220,488	121,321
3.06.02	Financial Expenses	-956,258	-679,220
3.07	Net Income Before Income Taxes	628,081	369,854
3.08	Income Tax and Social Contribution on Profit	105,735	152,952
3.08.01	Current	1,132	-137,353
3.08.02	Deferred	104,603	290,305
3.09	Net Income from Continuing Operations	733,816	522,806
3.11	Net Income/Loss for the Period	733,816	522,806

Individual Financial Statements / Statement of Comprehensive Income**(in BRL thousand)**

Code	Description	Accumulated for the Current Year 01/01/2024 to 03/31/2024	Accumulated for the Prior Year 01/01/2023 to 03/31/2023
4.01	Net Income for the Period	733,816	522,806
4.02	Other Comprehensive Income	93,700	-74,206
4.02.01	Gain (loss) from changes in the credit risk of financial instruments	88,386	-10,661
4.02.02	Taxes on gain (loss) from changes in the credit risk of financial instruments	-30,052	3,624
4.02.05	Share in the comprehensive income of subsidiaries	35,366	-67,169
4.03	Comprehensive Income for the period	827,516	448,600

Individual Financial Statements / Statement of Cash Flow (Indirect Method)**(in BRL thousand)**

Code	Description	Accumulated for the Current Year 01/01/2024 to 03/31/2024	Accumulated for the Prior Year 01/01/2023 to 03/31/2023
6.01	Net Cash Provided by Operating Activities	-612,760	-79,328
6.01.01	Cash Provided by Operations	1,550,977	868,986
6.01.01.01	Net income for the period	733,816	522,806
6.01.01.02	Depreciation and amortization	530,496	491,974
6.01.01.03	(Gain)/loss on the sale or write-off of decommissioned cars	-84,564	-253,752
6.01.01.04	Deferred Income Tax and Social Contribution	-104,603	-290,305
6.01.01.05	Equity in the Earnings of Subsidiaries	-546,843	-309,542
6.01.01.06	Provisions for risks	-3,752	8,672
6.01.01.07	Interest on loans, financing, debt securities and derivatives	911,696	622,988
6.01.01.08	Lease interest	36,708	28,382
6.01.01.09	Allowance for doubtful debts and expected losses and write-off of uncollectible amounts	29,328	19,690
6.01.01.11	Profit sharing	31,895	36,258
6.01.01.12	Other provisions	16,800	-8,185
6.01.02	Changes in Assets and Liabilities	-1,146,430	-555,663
6.01.02.01	Financial Assets	240,570	482,426
6.01.02.02	Trade receivables	28,919	426,362
6.01.02.03	Revenue on the sale of the decommissioned cars, net of taxes	2,487,118	2,297,509
6.01.02.04	Acquisition of Cars, Net of Changes in Balances with Car Manufacturers	-3,334,589	-3,590,050
6.01.02.05	Escrow deposits	-679	-3,188
6.01.02.06	Recoverable taxes	649	-6,795
6.01.02.07	Prepaid expenses and property tax on motor vehicles – IPVA	-199,765	-191,305
6.01.02.08	Other assets	-78,530	-43,055
6.01.02.09	Suppliers (except automakers) and lease liability	-164,047	-76,976
6.01.02.10	Payroll and related taxes	35,766	25,330
6.01.02.11	Income tax and social contribution	-1,132	137,353
6.01.02.12	Insurance premiums	18,842	28,754
6.01.02.13	Other liabilities	-179,552	-42,028
6.01.03	Other	-1,017,307	-392,651
6.01.03.02	Interest on Loans, Financing, and Debt Securities Paid	-997,056	-376,134
6.01.03.03	Lease interest paid	-20,251	-16,517
6.02	Net Cash from Investing Activities	-54,789	-60,604
6.02.01	Purchase of Other Property and Equipment	-34,674	-23,497
6.02.02	Purchase of intangible assets	-20,115	-17,107
6.02.09	Capital increase in subsidiaries	0	-20,000
6.03	Net Cash Provided by Financing Activities	388,759	692,612
6.03.01	Loans, financing, and debt securities - funding, net of funding costs	2,458,176	1,969,358
6.03.02	Loans, financing, and debt securities - amortization and debenture repurchase	-1,826,543	-1,045,347
6.03.03	Amortization of lease liabilities	-58,488	-48,028

Individual Financial Statements / Statement of Cash Flow (Indirect Method)**(in BRL thousand)**

Code	Description	Accumulated for the Current Year 01/01/2024 to 03/31/2024	Accumulated for the Prior Year 01/01/2023 to 03/31/2023
6.03.06	Exercise of stock options and treasury shares, net	737	61
6.03.07	Interest on equity	-357,205	-317,523
6.03.10	Capital subscription paid in	172,082	134,091
6.05	Increase (Decrease) in Cash and Cash Equivalents	-278,790	552,680
6.05.01	Opening Balance of Cash and Cash Equivalents	1,107,076	734,719
6.05.02	Closing Balance of Cash and Cash Equivalents	828,286	1,287,399

Individual Financial Statements / Statement of Changes in Equity 01/01/2024 to 03/31/2024**(in BRL thousand)**

Code	Description	Paid-in Capital	Capital Reserves, Stock Options Granted, and Treasury Shares	Earnings Reserves	Retained Earnings (Accumulated Deficit)	Other Comprehensive Income	Shareholders' equity
5.01	Opening balances	17,258,095	3,697,955	4,756,830	0	-323,998	25,388,882
5.02	Prior Year Adjustments	0	0	0	0	0	0
5.03	Adjusted Opening Balances	17,258,095	3,697,955	4,756,830	0	-323,998	25,388,882
5.04	Capital Transactions with Shareholders	172,082	19,564	0	-407,093	0	-215,447
5.04.01	Capital Increase	172,082	0	0	0	0	172,082
5.04.03	Stock options granted	0	17,301	0	0	0	17,301
5.04.07	Interest on Equity	0	0	0	-407,093	0	-407,093
5.04.08	Long-term incentive programs – treasury shares	0	737	0	0	0	737
5.04.09	Long-term incentive option plan – subsidiaries	0	1,526	0	0	0	1,526
5.05	Total Comprehensive Income	0	0	0	733,816	93,700	827,516
5.05.01	Net Income for the Period	0	0	0	733,816	0	733,816
5.05.02	Other Comprehensive Income	0	0	0	0	93,700	93,700
5.05.02.04	Conversion Adjustments in the Period	0	0	0	0	14,392	14,392
5.05.02.06	Other comprehensive income	0	0	0	0	58,916	58,916
5.05.02.07	Cash flow hedge, net of taxes	0	0	0	0	20,392	20,392
5.06	Internal changes in equity	0	0	0	0	0	0
5.07	Closing Balance	17,430,177	3,717,519	4,756,830	326,723	-230,298	26,000,951

Individual Financial Statements / Statement of Changes in Equity 01/01/2023 to 03/31/2023**(in BRL thousand)**

Code	Description	Paid-in Capital	Capital Reserves, Stock Options Granted, and Treasury Shares	Earnings Reserves	Retained Earnings (Accumulated Deficit)	Other Comprehensive Income	Shareholders' equity
5.01	Opening balances	12,107,587	3,944,525	4,516,260	0	-9,176	20,559,196
5.02	Prior Year Adjustments	0	0	0	0	0	0
5.03	Adjusted Opening Balances	12,107,587	3,944,525	4,516,260	0	-9,176	20,559,196
5.04	Capital Transactions with Shareholders	180,700	18,106	0	-362,844	0	-164,038
5.04.01	Capital Increase	180,700	0	0	0	0	180,700
5.04.03	Stock options granted	0	10,596	0	0	0	10,596
5.04.07	Interest on Equity	0	0	0	-362,844	0	-362,844
5.04.08	Long-term incentive programs – treasury shares	0	61	0	0	0	61
5.04.10	Long-term incentive option plan – subsidiaries	0	7,449	0	0	0	7,449
5.05	Total Comprehensive Income	0	0	0	522,806	-74,206	448,600
5.05.01	Net Income for the Period	0	0	0	522,806	0	522,806
5.05.02	Other Comprehensive Income	0	0	0	0	-74,206	-74,206
5.05.02.04	Conversion Adjustments in the Period	0	0	0	0	-2,111	-2,111
5.05.02.06	Cash flow hedge, net of taxes	0	0	0	0	-62,384	-62,384
5.05.02.08	Other comprehensive income	0	0	0	0	-9,711	-9,711
5.06	Internal changes in equity	0	0	0	0	0	0
5.07	Closing Balance	12,288,287	3,962,631	4,516,260	159,962	-83,382	20,843,758

Individual Financial Statements / Statement of Value Added**(in BRL thousand)**

Code	Description	Accumulated for the Current Year 01/01/2024 to 03/31/2024	Accumulated for the Prior Year 01/01/2023 to 03/31/2023
7.01	Revenues	5,176,660	4,519,915
7.01.01	Sales of Goods, Products, and Services	5,163,970	4,505,571
7.01.03	Revenues Related to the Construction of Own Assets	42,018	34,034
7.01.04	Allowance for/Reversal of Doubtful Debts	-29,328	-19,690
7.02	Inputs Acquired from Third Parties	-3,272,123	-2,902,783
7.02.01	Cost of Products, Goods and Services Sold	-3,054,916	-2,722,576
7.02.02	Materials, power, third-party services and other	-217,207	-180,207
7.03	Gross Value Added	1,904,537	1,617,132
7.04	Retentions	-530,496	-491,974
7.04.01	Depreciation, Amortization, and Depletion	-530,496	-491,974
7.05	Net Wealth Created	1,374,041	1,125,158
7.06	Wealth Received in Transfer	776,950	435,822
7.06.01	Equity in the Earnings of Subsidiaries	546,843	309,542
7.06.02	Financial Income	230,107	126,280
7.07	Total wealth for distribution	2,150,991	1,560,980
7.08	Wealth distribution	2,150,991	1,560,980
7.08.01	Personnel	339,406	295,944
7.08.01.01	Salaries and wages	233,659	216,277
7.08.01.02	Benefits	70,050	54,834
7.08.01.03	Severance Pay Fund (FGTS)	18,724	14,237
7.08.01.04	Other	16,973	10,596
7.08.02	Taxes, fees, and contributions	64,732	20,004
7.08.02.01	Federal	-30,390	-82,387
7.08.02.02	State	87,003	88,060
7.08.02.03	Municipal	8,119	14,331
7.08.03	Lenders and lessors	1,013,037	722,226
7.08.03.01	Interest	956,258	679,220
7.08.03.02	Rentals	42,904	30,826
7.08.03.03	Other	13,875	12,180
7.08.03.03.01	Other Rentals	13,875	12,180
7.08.04	Shareholders	733,816	522,806
7.08.04.01	Interest on Capital	407,093	362,844
7.08.04.03	Retained Earnings (Deficit) for the Period	326,723	159,962

Consolidated Financial Statements / Balance Sheet – Assets**(in BRL thousand)**

Code	Description	Current Quarter 03/31/2024	Prior Year 12/31/2023
1	Total Assets	79,909,289	80,947,084
1.01	Current Assets	18,091,805	17,764,403
1.01.01	Cash and Cash Equivalents	1,131,071	2,000,897
1.01.02	Financial Assets	9,353,641	8,321,252
1.01.02.01	Financial Assets at fair value through profit or loss	5,842,415	7,026,087
1.01.02.03	Financial Investments at Amortized Cost	3,511,226	1,295,165
1.01.03	Trade Receivables	3,749,805	3,681,632
1.01.03.01	Clients	3,749,805	3,681,632
1.01.06	Recoverable Taxes	603,663	628,372
1.01.08	Other Current Assets	3,253,625	3,132,250
1.01.08.01	Non-Current Assets Available for Sale	2,200,468	2,531,398
1.01.08.01.01	Cars decommissioned for fleet renewal	2,200,468	2,531,398
1.01.08.03	Other	1,053,157	600,852
1.01.08.03.02	Derivative financial instruments	31,653	87,739
1.01.08.03.04	Other	1,021,504	513,113
1.02	Non-current Assets	61,817,484	63,182,681
1.02.01	Long-term Assets	2,202,171	2,215,077
1.02.01.01	Financial Assets at fair value through profit or loss	1,930	7,025
1.02.01.03	Financial Investments at Amortized Cost	879,449	845,038
1.02.01.03.01	Linked Bank Certificates of Deposit	1,191,765	1,179,326
1.02.01.03.02	(-) Present Value Adjustment	-312,316	-334,288
1.02.01.04	Trade Receivables	6,890	6,617
1.02.01.04.01	Clients	6,890	6,617
1.02.01.07	Deferred taxes	79,507	38,208
1.02.01.07.01	Deferred Income Tax and Social Contribution	79,507	38,208
1.02.01.10	Other Non-current Assets	1,234,395	1,318,189
1.02.01.10.03	Escrow deposits	269,348	265,442
1.02.01.10.04	Derivative financial instruments	346,146	377,248
1.02.01.10.06	Recoverable taxes	515,873	561,588
1.02.01.10.07	Other Current Assets	103,028	113,911
1.02.03	Property and Equipment	50,762,263	52,116,268
1.02.03.01	Property and Equipment in Use	49,617,285	50,993,501
1.02.03.02	Leased Right-of-use	1,144,978	1,122,767
1.02.04	Intangible assets	8,853,050	8,851,336
1.02.04.01	Intangible Assets	8,853,050	8,851,336
1.02.04.01.02	Goodwill on Acquisition of Investments	8,463,257	8,463,257
1.02.04.01.03	Other	389,793	388,079

Consolidated Financial Statements / Balance Sheet – Liabilities**(in BRL thousand)**

Code	Description	Current Quarter 03/31/2024	Prior Year 12/31/2023
2	Total Liabilities	79,909,289	80,947,084
2.01	Current liabilities	15,645,521	18,417,023
2.01.01	Payroll and Related Taxes	479,658	399,196
2.01.02	Suppliers	6,250,167	8,881,381
2.01.03	Taxes Payable	148,726	119,109
2.01.03.01	Federal Taxes Payable	148,726	119,109
2.01.03.01.01	Income Tax and Social Contribution Payable	148,726	119,109
2.01.04	Loans and financing	7,248,681	7,226,535
2.01.04.01	Loans and financing	1,415,158	2,673,592
2.01.04.02	Debentures	5,833,523	4,552,943
2.01.05	Other Payables	1,518,289	1,790,802
2.01.05.02	Other	1,518,289	1,790,802
2.01.05.02.01	Dividends and Interest on Capital Payable	346,204	357,380
2.01.05.02.04	Other Current Liabilities	644,994	714,864
2.01.05.02.05	Derivative financial instruments	178,728	370,684
2.01.05.02.07	Right-of-use lease liability	274,528	261,597
2.01.05.02.08	Assignment of credit rights	73,835	86,277
2.02	Non-current Liabilities	38,254,228	37,132,246
2.02.01	Loans and financing	34,661,057	33,381,098
2.02.01.01	Loans and financing	6,834,555	6,282,709
2.02.01.02	Debentures	27,826,502	27,098,389
2.02.02	Other Payables	1,269,077	1,446,278
2.02.02.02	Other	1,269,077	1,446,278
2.02.02.02.03	Lease liability	984,526	966,506
2.02.02.02.04	Derivative Financial Instruments	86,220	260,035
2.02.02.02.06	Assignment of credit rights	34,345	48,052
2.02.02.02.07	Other non-current liabilities	163,986	171,685
2.02.03	Deferred taxes	1,727,573	1,700,585
2.02.03.01	Deferred Income Tax and Social Contribution	1,727,573	1,700,585
2.02.04	Provisions	596,521	604,285
2.02.04.01	Provision for Tax, Social Security, Labor and Civil Risks	596,521	604,285
2.03	Consolidated Equity	26,009,540	25,397,815
2.03.01	Paid-In Capital	17,430,177	17,258,095
2.03.01.01	Capital	17,548,981	17,376,899
2.03.01.02	Expenses on the issuance of shares, net of tax effects	-118,804	-118,804
2.03.02	Capital reserves	3,717,519	3,697,955
2.03.02.05	Treasury shares	-445,903	-447,225
2.03.02.07	Capital reserves	4,163,422	4,145,180
2.03.04	Earnings Reserves	4,756,830	4,756,830
2.03.04.01	Legal Reserve	557,650	557,650
2.03.04.02	Statutory Reserve	4,199,180	4,199,180
2.03.05	Retained Earnings (Accumulated Deficit)	326,723	0
2.03.08	Other Comprehensive Income	-230,298	-323,998
2.03.09	Attributable to Non-controlling Partners	8,589	8,933

Consolidated Financial Statements / Statement of Income**(in BRL thousand)**

Code	Description	Accumulated for the Current Year 01/01/2024 to 03/31/2024	Accumulated for the Prior Year 01/01/2023 to 03/31/2023
3.01	Revenue from Sales and/or Services	8,686,390	6,825,668
3.02	Cost of Sales and/or Services	-6,164,409	-4,684,229
3.03	Gross Profit	2,521,981	2,141,439
3.04	Operating income (expenses)	-671,062	-501,855
3.04.01	Selling Expenses	-492,781	-375,343
3.04.02	General and Administrative Expenses	-178,281	-126,452
3.04.06	Equity in the Earnings of Subsidiaries	0	-60
3.05	Profit Before Finance Income and Taxes	1,850,919	1,639,584
3.06	Financial Income	-984,569	-1,069,953
3.06.01	Financial Income	321,515	225,040
3.06.02	Financial Expenses	-1,306,084	-1,294,993
3.07	Net Income Before Income Taxes	866,350	569,631
3.08	Income Tax and Social Contribution on Profit	-132,878	-48,082
3.08.01	Current	-189,153	-180,431
3.08.02	Deferred	56,275	132,349
3.09	Net Income from Continuing Operations	733,472	521,549
3.11	Consolidated Profit/Loss for the Period	733,472	521,549
3.11.01	Attributable to the Company's Owners	733,816	522,806
3.11.02	Attributable to Non-controlling Shareholders	-344	-1,257
399	Earnings per Share – (BRL/Share)		
3.99.01	Basic Earnings per Share		
3.99.01.01	Common shares	0.69146	0.53363
3.99.02	Diluted Earnings per Share		
3.99.02.01	Common shares	0.68748	0.53027

Consolidated Financial Statements / Statement of Comprehensive Income**(in BRL thousand)**

Code	Description	Accumulated for the Current Year 01/01/2024 to 03/31/2024	Accumulated for the Prior Year 01/01/2023 to 03/31/2023
4.01	Consolidated Net Income for the Period	733,472	521,549
4.02	Other Comprehensive Income	93,700	-74,206
4.02.01	Gain (loss) from changes in the credit risk of financial instruments	89,268	-14,713
4.02.02	Taxes on gain (loss) from changes in the credit risk of financial instruments	-30,352	5,002
4.02.03	Exchange variation of investees located abroad	14,392	-2,111
4.02.04	Cash Flow Hedge	30,897	-94,521
4.02.05	Taxes on Cash Flow Hedge	-10,505	32,137
4.03	Comprehensive Income for the Period	827,172	447,343
4.03.01	Attributable to the Company's Owners	827,516	448,600
4.03.02	Attributable to Non-controlling Shareholders	-344	-1,257

Consolidated Financial Statements / Statement of Cash Flows (Indirect Method)**(in BRL thousand)**

Code	Description	Accumulated for the Current Year 01/01/2024 to 03/31/2024	Accumulated for the Prior Year 01/01/2023 to 03/31/2023
6.01	Net Cash Provided by Operating Activities	-2,761,570	-1,291,073
6.01.01	Cash Provided by Operations	2,940,823	2,167,168
6.01.01.01	Net income for the period	733,472	521,549
6.01.01.02	Depreciation and amortization	1,069,441	983,416
6.01.01.03	(Gain)/loss on the sale or write-off of decommissioned cars	-254,791	-531,026
6.01.01.11	Deferred income tax and social contribution	-56,275	-132,349
6.01.01.12	Equity in the earnings of subsidiaries	0	60
6.01.01.13	Provisions for risks	-7,764	-50,529
6.01.01.14	Interest on loans, financing, debt securities and derivatives	1,256,725	1,217,923
6.01.01.15	Lease interest	32,811	22,854
6.01.01.16	Allowance for doubtful debts and expected losses and write-off of uncollectible amounts	55,800	31,249
6.01.01.18	Profit sharing	49,635	56,105
6.01.01.20	Other	61,769	47,916
6.01.02	Changes in Assets and Liabilities	-3,259,142	-2,508,515
6.01.02.01	Short-term financial investments	-1,039,733	497,217
6.01.02.02	Trade receivables	-128,540	383,223
6.01.02.03	Revenue on the sale of the decommissioned cars, net of taxes	4,335,893	3,376,532
6.01.02.04	Acquisition of Cars, Net of Changes in Balances with Car Manufacturers	-5,917,753	-6,368,257
6.01.02.05	Escrow deposits	-1,069	-7,288
6.01.02.06	Recoverable taxes	70,424	-93,352
6.01.02.07	Prepaid expenses	-424,022	-388,932
6.01.02.08	Other current and non-current assets	-86,027	-47,113
6.01.02.09	Suppliers (except automakers)	-22,146	-66,051
6.01.02.10	Payroll and related taxes	30,827	21,048
6.01.02.11	Income tax and social contribution	189,153	180,431
6.01.02.12	Insurance premiums	19,230	28,157
6.01.02.13	Other current and non-current liabilities	-285,379	-24,130
6.01.03	Other	-2,443,251	-949,726
6.01.03.01	Income tax and social contribution paid	-28,589	-4,329
6.01.03.02	Interest on loans, financing, debt securities and derivatives paid	-2,387,609	-927,623
6.01.03.03	Lease interest paid	-22,719	-17,153
6.01.03.05	Interest on assignment of credit rights	-4,334	-621
6.02	Net Cash from Investing Activities	-102,636	230,580
6.02.01	Purchase of Other Property and Equipment	-75,960	-49,048
6.02.02	Purchase of intangible assets	-24,139	-21,007
6.02.04	Company acquisition payment	-3,431	-4,290
6.02.08	Amount receivable for the sale of investment	894	304,925
6.03	Net Cash Provided by Financing Activities	1,994,380	1,927,325
6.03.01	Loans, financing, and debt securities - funding, net of funding costs	4,014,392	3,981,914
6.03.02	Loans, financing, and debt securities - amortization and debenture repurchase	-1,739,821	-1,788,405

Consolidated Financial Statements / Statement of Cash Flows (Indirect Method)**(in BRL thousand)**

Code	Description	Accumulated for the Current Year 01/01/2024 to 03/31/2024	Accumulated for the Prior Year 01/01/2023 to 03/31/2023
6.03.03	Amortization of lease liabilities	-69,582	-52,298
6.03.04	Amortization of assignment of credit rights	-26,223	-30,515
6.03.06	Exercise of stock options and treasury shares, net	737	61
6.03.08	Interest on equity	-357,205	-317,523
6.03.10	Capital payment with share subscription	172,082	134,091
6.05	Increase (Decrease) in Cash and Cash Equivalents	-869,826	866,832
6.05.01	Opening Balance of Cash and Cash Equivalents	2,000,897	1,505,623
6.05.02	Closing Balance of Cash and Cash Equivalents	1,131,071	2,372,455

Consolidated Financial Statements / Statement of Changes in Equity 01/01/2024 to 03/31/2024**(in BRL thousand)**

Code	Description	Paid-in Capital	Capital Reserves, Stock Options Granted, and Treasury Shares	Earnings Reserves	Retained earnings (accumulated deficit)	Other Comprehensive Income	Shareholders' equity	Non-controlling Interest	Shareholders' equity Consolidated
5.01	Opening balances	17,258,095	3,697,955	4,756,830	0	-323,998	25,388,882	8,933	25,397,815
5.02	Prior Year Adjustments	0	0	0	0	0	0	0	0
5.03	Adjusted Opening Balances	17,258,095	3,697,955	4,756,830	0	-323,998	25,388,882	8,933	25,397,815
5.04	Capital Transactions with Shareholders	172,082	19,564	0	-407,093	0	-215,447	0	-215,447
5.04.01	Capital Increase	172,082	0	0	0	0	172,082	0	172,082
5.04.03	Stock options granted	0	17,301	0	0	0	17,301	0	17,301
5.04.07	Interest on Equity	0	0	0	-407,093	0	-407,093	0	-407,093
5.04.08	Long-term incentive programs – treasury shares	0	737	0	0	0	737	0	737
5.04.09	Long-term incentive option plan – subsidiaries	0	1,526	0	0	0	1,526	0	1,526
5.05	Total Comprehensive Income	0	0	0	733,816	93,700	827,516	-344	827,172
5.05.01	Net Income for the Period	0	0	0	733,816	0	733,816	-344	733,472
5.05.02	Other Comprehensive Income	0	0	0	0	93,700	93,700	0	93,700
5.05.02.04	Conversion Adjustments in the Period	0	0	0	0	14,392	14,392	0	14,392
5.05.02.06	Other comprehensive income	0	0	0	0	58,916	58,916	0	58,916
5.05.02.07	Cash flow hedge, net of taxes	0	0	0	0	20,392	20,392	0	20,392
5.06	Internal changes in equity	0	0	0	0	0	0	0	0
5.07	Closing Balance	17,430,177	3,717,519	4,756,830	326,723	-230,298	26,000,951	8,589	26,009,540

Consolidated Financial Statements / Statement of Changes in Equity 01/01/2023 to 03/31/2024**(in BRL thousand)**

Code	Description	Paid-in Capital	Capital Reserves, Stock Options Granted, and Treasury Shares	Earnings Reserves	Retained earnings (accumulated deficit)	Other Comprehensive Income	Shareholders' equity	Non-controlling Interest	Shareholders' equity Consolidated
5.01	Opening balances	12,107,587	3,944,525	4,516,260	0	-9,176	20,559,196	11,409	20,570,605
5.02	Prior Year Adjustments	0	0	0	0	0	0	0	0
5.03	Adjusted Opening Balances	12,107,587	3,944,525	4,516,260	0	-9,176	20,559,196	11,409	20,570,605
5.04	Capital Transactions with Shareholders	180,700	18,106	0	-362,844	0	-164,038	0	-164,038
5.04.01	Capital Increase	180,700	0	0	0	0	180,700	0	180,700
5.04.03	Stock options granted	0	10,596	0	0	0	10,596	0	10,596
5.04.07	Interest on Equity	0	0	0	-362,844	0	-362,844	0	-362,844
5.04.08	Long-term incentive programs – treasury shares	0	61	0	0	0	61	0	61
5.04.10	Long-term incentive option plan – subsidiaries	0	7,449	0	0	0	7,449	0	7,449
5.05	Total Comprehensive Income	0	0	0	522,806	-74,206	448,600	-1,257	447,343
5.05.01	Net Income for the Period	0	0	0	522,806	0	522,806	-1,257	521,549
5.05.02	Other Comprehensive Income	0	0	0	0	-74,206	-74,206	0	-74,206
5.05.02.04	Conversion Adjustments in the Period	0	0	0	0	-2,111	-2,111	0	-2,111
5.05.02.06	Cash flow hedge, net of taxes	0	0	0	0	-62,384	-62,384	0	-62,384
5.05.02.07	Other comprehensive income	0	0	0	0	-9,711	-9,711	0	-9,711
5.06	Internal changes in equity	0	0	0	0	0	0	0	0
5.07	Closing Balance	12,288,287	3,962,631	4,516,260	159,962	-83,382	20,843,758	10,152	20,853,910

Consolidated Financial Statements / Statement of Value

Added

(in BRL thousand)

Code	Description	Accumulated for the Current Year 01/01/2024 to 03/31/2024	Accumulated for the Prior Year 01/01/2023 to 03/31/2023
7.01	Revenues	9,143,698	7,190,612
7.01.01	Sales of Goods, Products, and Services	9,138,289	7,184,554
7.01.02	Other revenues	926	0
7.01.03	Revenues Related to the Construction of Own Assets	60,283	37,307
7.01.04	Allowance for/Reversal of Doubtful Debts	-55,800	-31,249
7.02	Inputs Acquired from Third Parties	-5,224,129	-3,708,907
7.02.01	Cost of Products, Goods and Services Sold	-4,900,803	-3,523,106
7.02.02	Materials, power, third-party services and other	-323,326	-185,801
7.03	Gross Value Added	3,919,569	3,481,705
7.04	Retentions	-1,069,441	-983,416
7.04.01	Depreciation, Amortization, and Depletion	-1,069,441	-983,416
7.05	Net Wealth Created	2,850,128	2,498,289
7.06	Wealth Received in Transfer	337,448	236,718
7.06.01	Equity in the Earnings of Subsidiaries	0	-60
7.06.02	Financial Income	337,448	236,778
7.07	Total wealth for distribution	3,187,576	2,735,007
7.08	Wealth distribution	3,187,576	2,735,007
7.08.01	Personnel	530,227	448,036
7.08.01.01	Salaries and wages	376,525	329,607
7.08.01.02	Benefits	104,016	76,737
7.08.01.03	Severance Pay Fund (FGTS)	30,986	22,120
7.08.01.04	Other	18,700	19,572
7.08.02	Taxes, fees, and contributions	547,989	413,889
7.08.02.01	Federal	356,029	231,275
7.08.02.02	State	175,403	158,491
7.08.02.03	Municipal	16,557	24,123
7.08.03	Lenders and lessors	1,375,888	1,351,533
7.08.03.01	Interest	1,306,084	1,294,993
7.08.03.02	Rentals	54,122	43,288
7.08.03.03	Other	15,682	13,252
7.08.03.03.01	Other Rentals	15,682	13,252
7.08.04	Shareholders	733,472	521,549
7.08.04.01	Interest on Capital	407,093	362,844
7.08.04.03	Retained Earnings (Deficit) for the Period	326,723	159,962
7.08.04.04	Non-controlling Share in Retained Earnings	-344	-1,257

1Q24 Results

Reinforcing our commitments to generating value, in the last Annual Letter we presented our priorities for 2024: i) adjusting rental pricing to restore return levels; ii) portfolio optimization and discipline in capital allocation; iii) efficient cost management and increasing fleet productivity; iv) expansion of the pre-owned car sales capacity of **Seminovos** to support fleet renewal process; and v) fostering innovation to further strengthen our value proposition and enchantment of our customers.

In 1Q24, the **Car Rental** division continued to show an increase in both volumes and average daily rate, ending the quarter with net revenue of R\$2.4 billion, representing an annual growth of 20.2%. The **Fleet Rental** division also showed solid growth in volumes and average ticket, totaling R\$2.0 billion in revenue, an increase of 35.4% compared to the same period of the previous year.

After the significant purchase of cars made in 4Q23 to support the high season and take advantage of year-end opportunities, we reduced the pace of purchases and accelerated car sales, improving the overall utilization of the fleet. **Seminovos** begins to reap the benefits of the maturation of the stores opened last year, the gradual improvement in the sales mix and greater credit availability, recording 64,962 cars sold and net revenue of R\$4.3 billion, a growth of 27.4% compared to 1Q23. On the other hand, despite operational advances and greater efficiency in commercial discounts, throughout the quarter used car prices presented a downward trend, impacting **Seminovos** margins.

On a consolidated basis, we ended the quarter with net revenue of R\$8.7 billion, EBIT of R\$1.9 billion and net profit of R\$733 million, a growth of 40.6% in relation to the accounting profit of 1Q23. From a balance sheet perspective, we maintained the ratio of net debt to fleet value virtually stable in relation to the end of the year, even with the reduction in Accounts Payable for automakers after the strong purchases in 4Q23, and recorded an annualized ROIC spread of 4.0p.p. in the quarter.

Cultivating a highly reputable brand is one of the Company's priorities. In this sense, Localiza was recognized by Kantar's BrandZ ranking, as one of the 10 most valuable brands in Brazil. Another highlight of the quarter, in line with the construction of competitive differences based on technology, was the completion of the migration of applications and systems to cloud computing, which will further accelerate the Company's pace of innovation.

Finally, we express our deep solidarity with the population of Rio Grande do Sul, severely impacted by the floods. We are working hard to support our customers, employees and their families, in addition to contributing with logistical support initiatives and donations to the community at this challenging time.

Combined results

With the advancement of the integration process, in 1Q24 we are publishing the accounting numbers **without adjusting the expenses associated with the write-up resulting from the business combination**. Additionally, for historical purposes, we will present the proforma comparative results, summing the numbers of the two companies, from 2021 until the business combination on July 1, 2022.

The proforma result is based on available information directly attributable to the business combination and factually supportable and its presentation aims, exclusively, to illustrate the impact of the business combination on the Company's historical financial information, as if the transaction had occurred on the 1st of January 2021. There is no assurance from the Company or the independent auditors that the result of the transaction, if it had been completed on January 1, 2021, would be as presented. We highlight that the operational quantitative data were not reviewed by independent auditors.

We highlight below the effects of the amortization of the write-up of the fleet and customer portfolio, **which were not adjusted in the result**:

R\$ millions

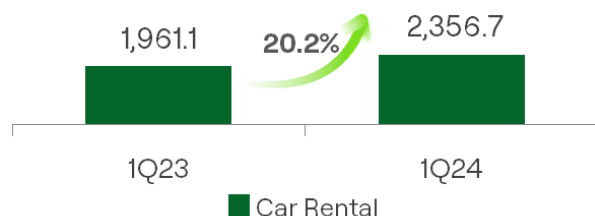
Description	EBIT Impact	Net Income Impact
Fleet write-up amortization	(12.8)	(8.4)
Amortization of the customer portfolio write-up	(1.7)	(1.1)
Total	(14.5)	(9.6)

Furthermore, in line with what was reported in previous quarters, we highlight the effect of operations in Mexico, which are still being build and ramping up, with a negative impact of R\$34.7 million on EBIT.

QUARTERLY HIGHLIGHTS

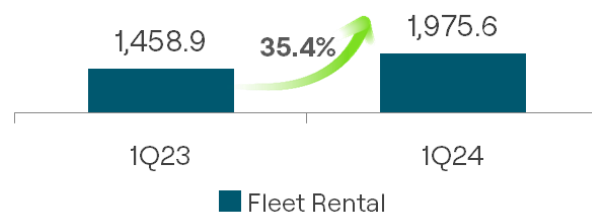
Car Rental Net Revenue - Brazil

R\$ million, including royalties



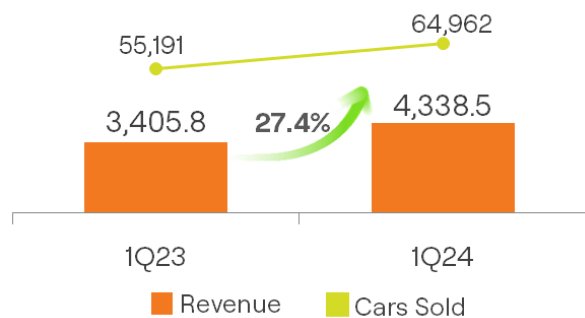
Fleet Rental Net Revenue - Brazil Consolidada

R\$ million, including new initiatives' revenues



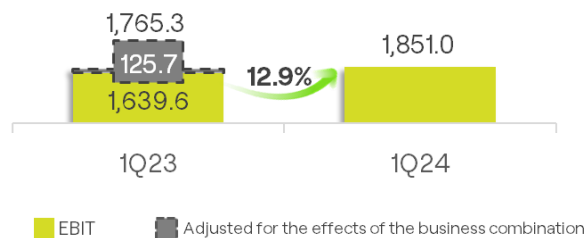
Seminovos - Brazil

R\$ million



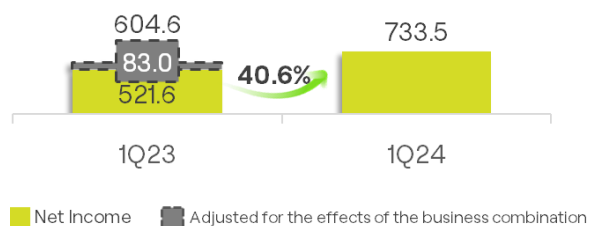
Consolidated EBIT

R\$ million



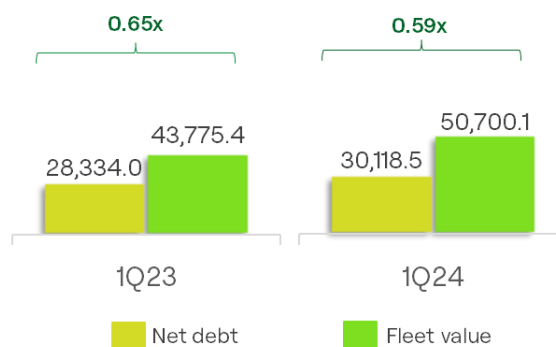
Consolidated Net Income

R\$ million



Debt Ratios

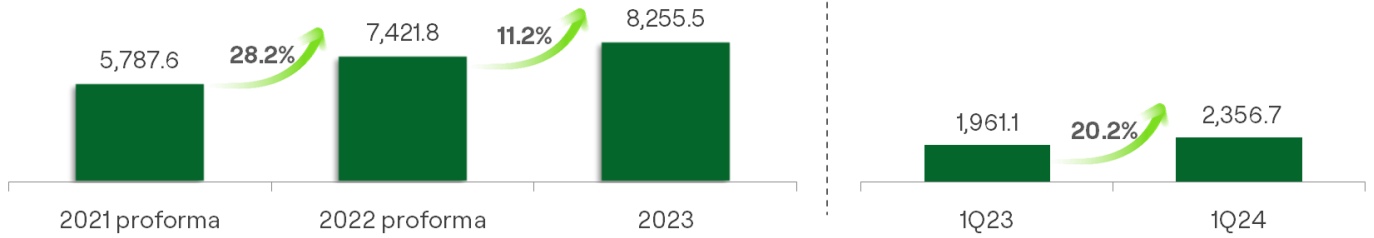
R\$ million



1 - Car Rental

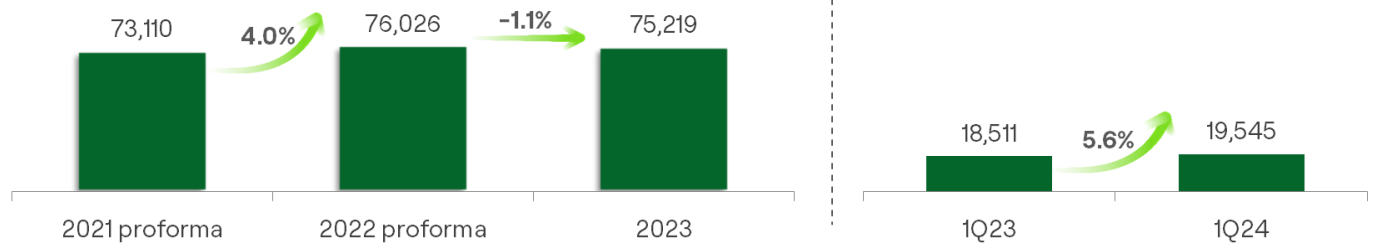
Net Revenue – Brazil (Including royalties from franchisees)

R\$ million



Rental Days – Brazil

In thousands

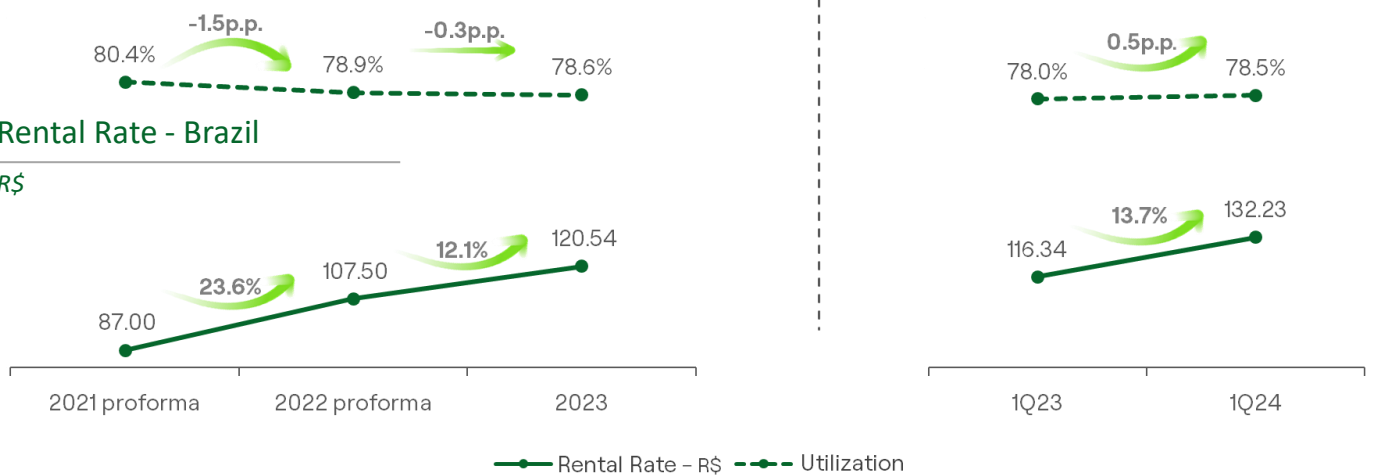


In 1Q24, net revenue from the **Car Rental** division reached R\$2,356.7 million, growth of 20.2% compared to 1Q23, as a result of the 5.6% growth in the number of daily rentals and the increase in the average daily rate.

Utilization Rate – Brazil

Rental Rate - Brazil

R\$



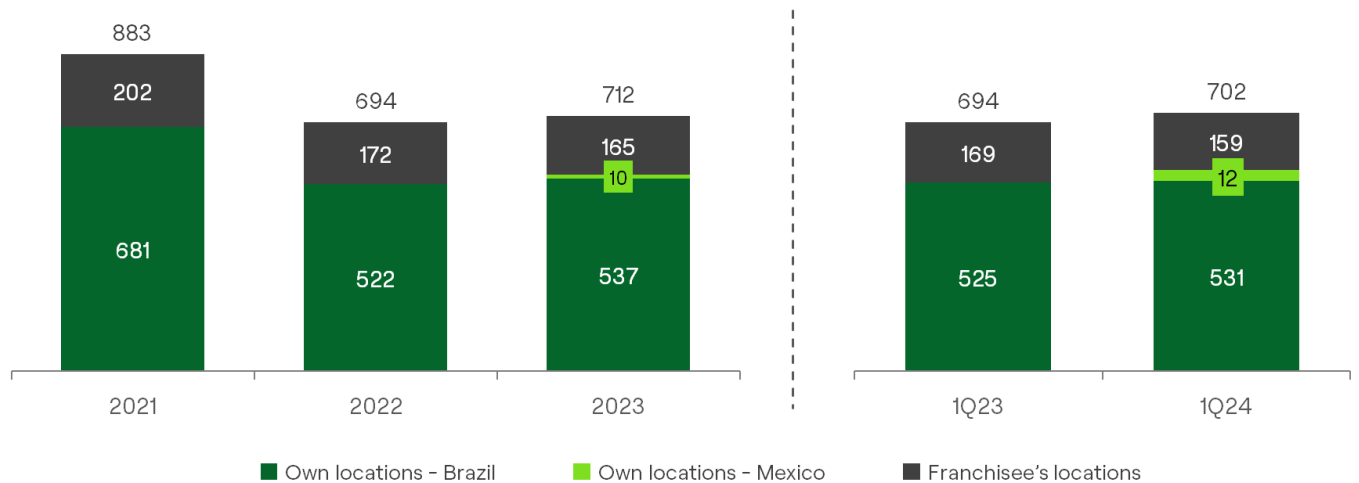
In order to restore return levels, we continued to adjust rental pricing, ending the quarter with an average daily rate of R\$132.23, an increase of 13.7% in the annual comparison. The utilization rate also increased in the quarter, reaching 78.5%, demonstrating the resilience of demand and the efficient prices and mix management.

The Company reduced the pace of purchases, after the strong acquisition of cars in 4Q23, and increased demobilization, expanding global utilization of the fleet in this division (Average rented fleet / Average total fleet).

1.1 – Rental Locations

Number of branches – Brazil and Latin America

Quantity

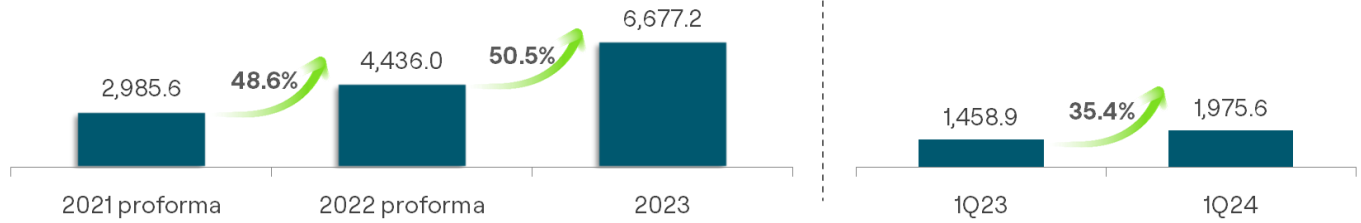


In the graph above we present the evolution of the **Car Rental** network. From 2021 to 2022, we had the carve-out effect, with the sale of 180 branches in the context of the restrictions imposed by CADE. In 2023, we selectively expanded the corporate branch network again, but we saw opportunities to reduce overlaps, improve coverage levels, utilization costs and productivity. Thus, throughout 1Q24, 6 owned **Car Rental** branches were closed, with no impact on the average rented fleet when compared to the previous quarter. We ended the quarter with 702 branches, being 608 in Brazil, 12 in Mexico and 82 in 5 other South American countries.

2 – Fleet Rental

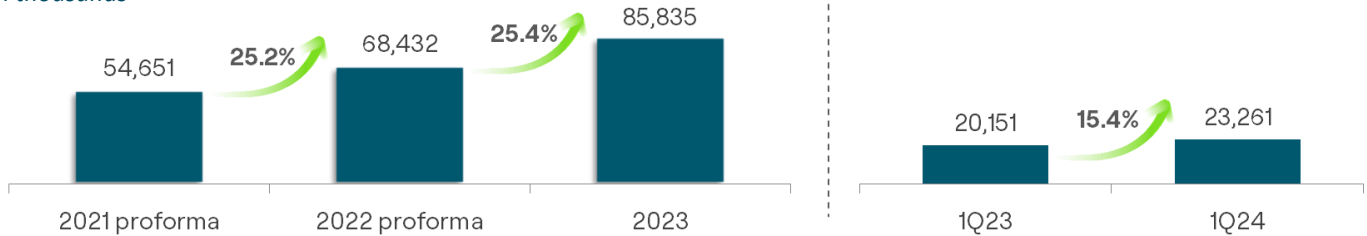
Net Revenue

R\$ million including new initiatives' revenues



Rental Days

In thousands



In 1Q24, the **Fleet Rental** division presented net revenue of R\$1,975.6 million, 35.4% higher than in the same period of the previous year, due to the 15.4% increase in volumes and the increase in the average daily rate.

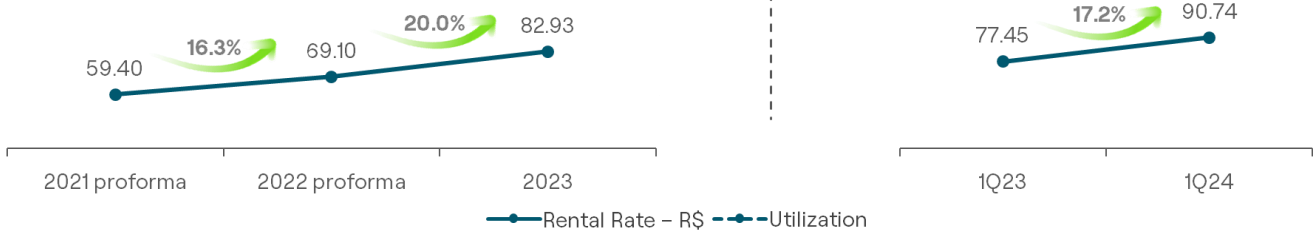
Utilization Rate

%



Rental Rate

R\$



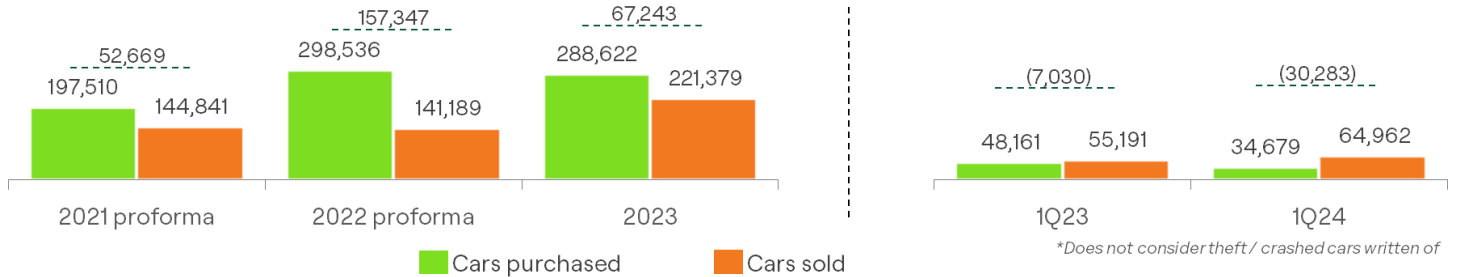
We continue to renew the contract base with the aim of restoring the return levels of this division. The price of new contracts reflects the more challenging scenario in depreciation and interest rates. This quarter we had an average daily rate of R\$90.74, an increase of 17.2% in the annual comparison. Due to the greater number of cars being implemented and deactivated, resulting from the contract portfolio optimization process, the fleet utilization rate decreased by 1.3p.p. when compared to 1Q23.

3 - Fleet

3.1 – Net investment in the fleet

Car purchase and sales - Brazil

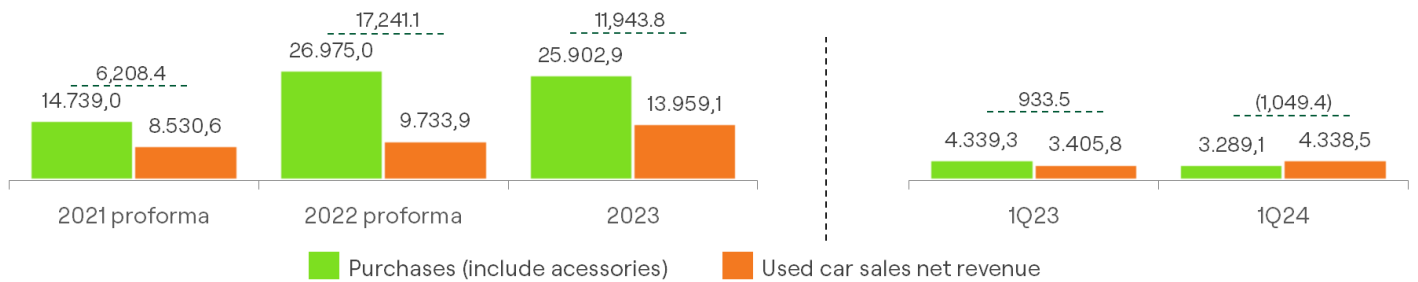
Quantity*



*Não considera carros baixados por roubo ou por sinistro.

Net investment in fleet - Brazil

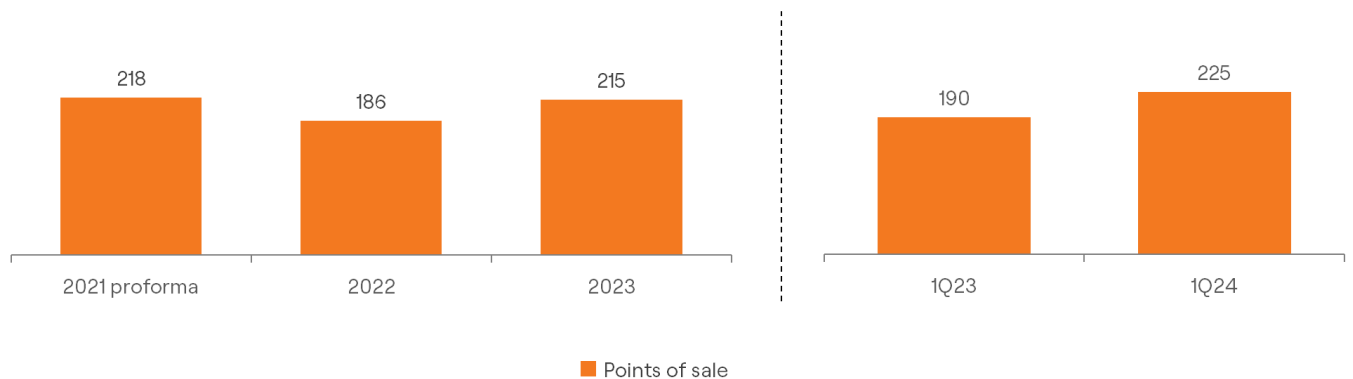
R\$ million



After the high season, we slowed down car purchases for the **Car Rental** division. In 1Q24, we purchased 34,679 cars for our own operations in Brazil, 13,150 in the **Car Rental** and 21,529 in the **Fleet Rental** division, and sold 64,962 cars, resulting in a reduction of 30,283 cars in our fleet.

Number of stores - Seminovos

Quantity

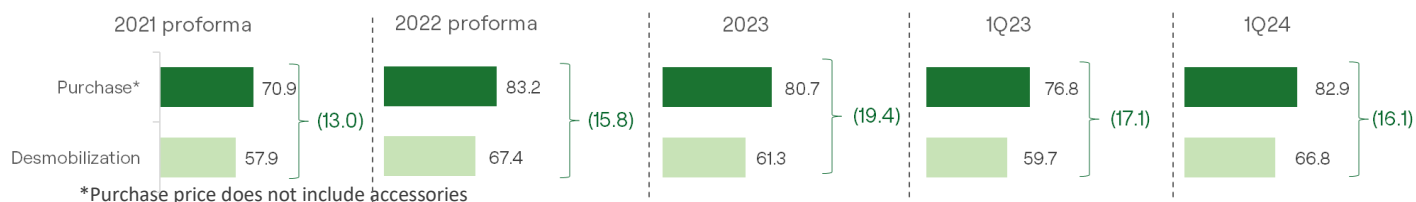


In 1Q24, with the maturation process of the stores opened last year, we presented advances in the productivity indicator per store (# cars sold/average # of stores in the period). Even so, we maintain the agenda of expanding sales capacity, which includes the opening of new stores throughout 2024. We ended 1Q24 with 225 **Seminovos** stores, distributed in 115 Brazilian cities.

3.2 – Average price of Purchase and demobilization

Average price of purchase and demobilization – Car Rental Brazil

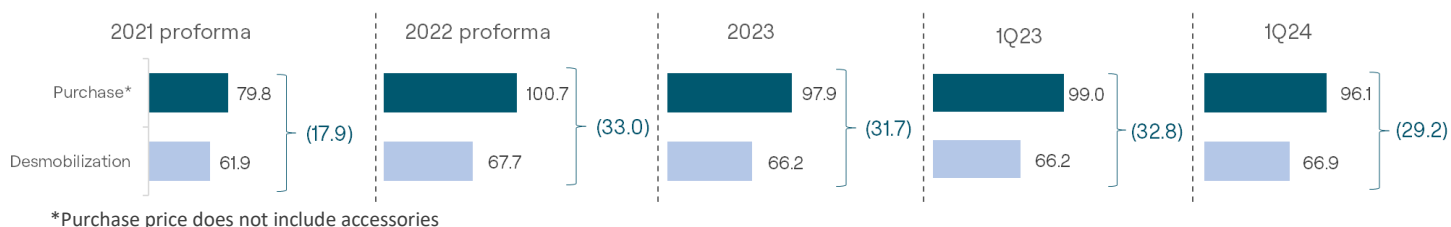
R\$ thousand



In the **Car Rental** division, the average purchase price was R\$82.9 thousand and the sales price reached R\$66.8 thousand in 1Q24. The fleet rejuvenation process should continue to contribute to increased retail sales and a consequent reduction in renewal capex.

Average price of purchase and demobilization – Fleet Rental

R\$ thousand



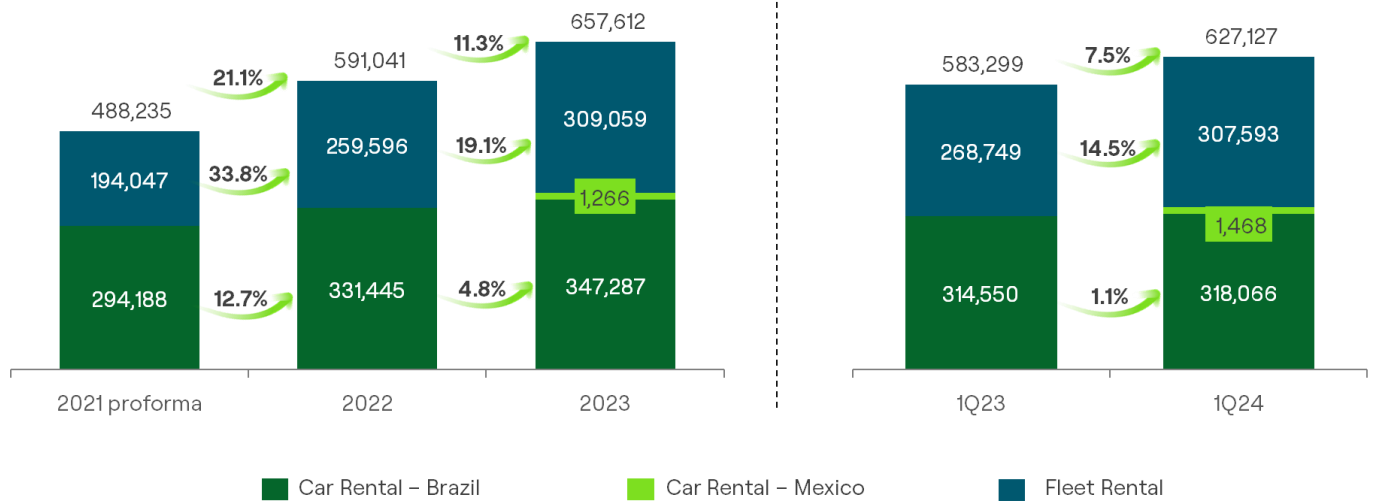
In **Fleet Rental**, the average purchase price was R\$96.1 thousand in 1Q24, more concentrated in light vehicles with higher added value, and reflecting the growth of subscription cars. The average sales price remains stable at around R\$66.9 thousand.

The mix of cars sold and channels began to show improvement in both divisions, helped by the integration of preparation processes and gradual rejuvenation of the fleet, contributing to the higher sales pace and lower renewal capex.

3.3 – End of period fleet

End of period fleet

Quantity
Quantidade



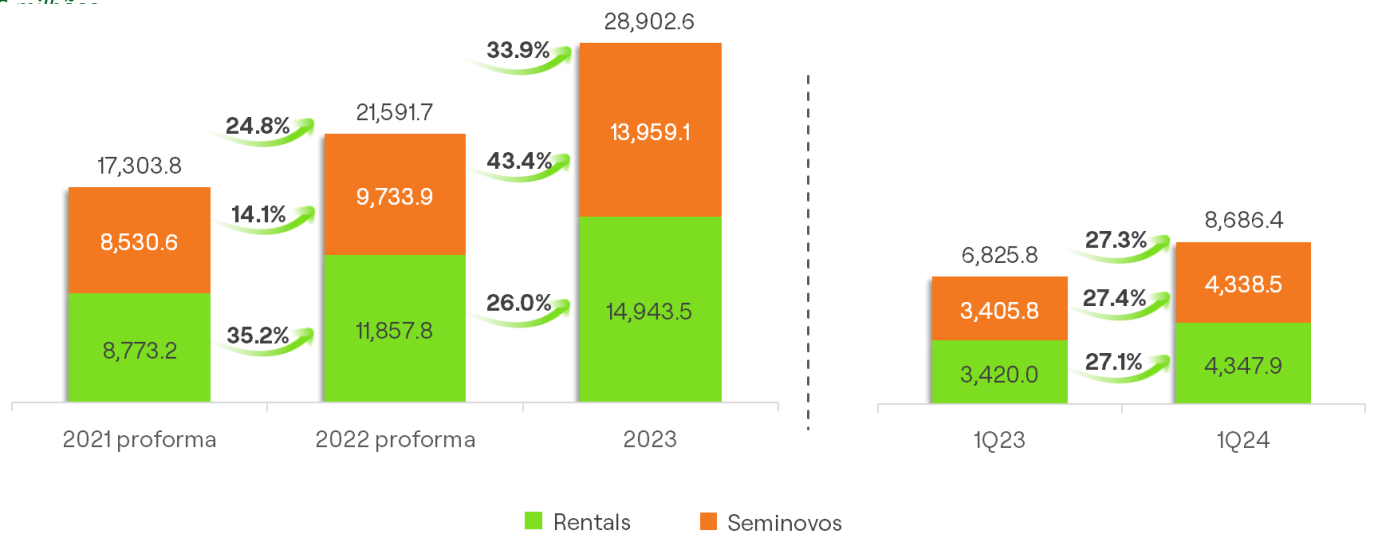
After the strong purchase of cars in 4Q23 and after the summer holiday peak demand, the Company reduced the fleet by around 30 thousand cars in 1Q24, increasing efficiency and reducing idleness, with an increase in the average operating and rented fleet.

We ended 1Q24 with 627,127 cars, an increase of 14.5% of the end of the period fleet in the **Fleet Rental** division and 1.1% in the **Car Rental** division in Brazil, when compared to the same period of the previous year.

4 – Consolidated net revenue

Consolidated net revenues

R\$ million

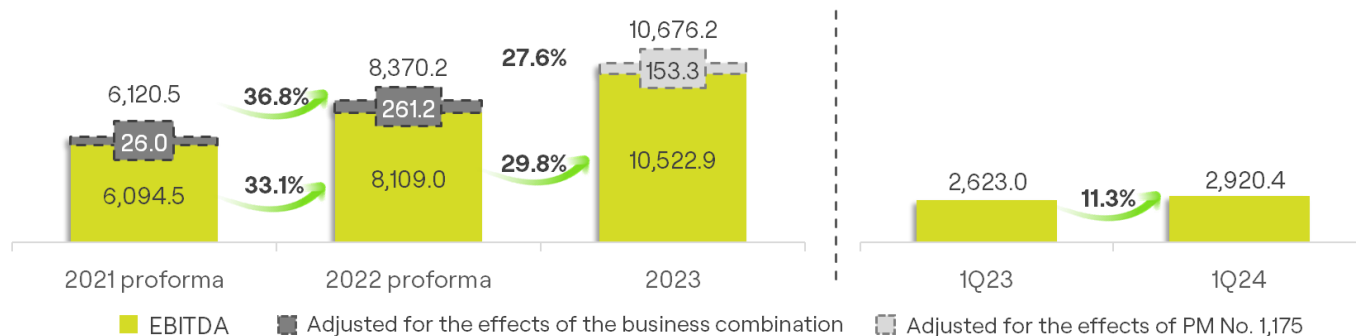


In 1Q24, consolidated net revenue increased 27.3% compared to the same quarter of the previous year, totaling R\$8,686.4 million. Net rental revenue grew by 27.1%, being 20.2% in the **Car Rental** division and 35.4% in the **Fleet Rental** division. Revenue from **Seminovos** totaled R\$4,338.5 million in the quarter, an increase of 27.4% compared to the same period of the previous year, as a result of the increase in both volume and sales price of **Seminovos**.

5 – EBITDA

Consolidated EBITDA

R\$ million



In 1Q24, consolidated EBITDA totaled R\$2,920.4 million, growth of 11.3% compared to the same period of the previous year.

EBITDA Margin:	2021 proforma adjusted*	2022 proforma adjusted*	2023 adjusted*	1Q23	1Q24
Car Rental Brazil and Franchising	49.6%	57.6%	64.4%	66.1%	63.3%
Fleet Rental	65.7%	67.9%	72.6%	76.2%	69.2%
Rental Consolidated	55.1%	61.5%	68.1%	70.4%	66.0%
Rental Consolidated with México	55.1%	61.5%	67.8%	70.4%	65.2%
Seminovos	15.1%	11.2%	4.0%	6.4%	1.9%
Consolidated (over rental revenues)	69.8%	70.6%	71.4%	76.7%	67.2%

* Adjusted for One-offs related to integration expenses and effects of MP nº 1,175.

In 4Q23, we began to allocate the costs of vehicle preparation for fleet deactivation in the rental divisions. These preparation costs had been allocated to **Seminovos** (the Company's efficiency area), however, with the centralization of the operations area, the management of preparing cars for sale began to be carried out by the **Car Rental** and **Fleet Rental** Divisions. This change had a negative effect on rental margins, in contrast to a positive effect on the **Seminovos** margin.

In 1Q24, the EBITDA margin of the **Car Rental** division was 63.3%, a reduction of 2.8 p.p. in relation to the 1Q23 margin, explained by the effect of preparation costs.

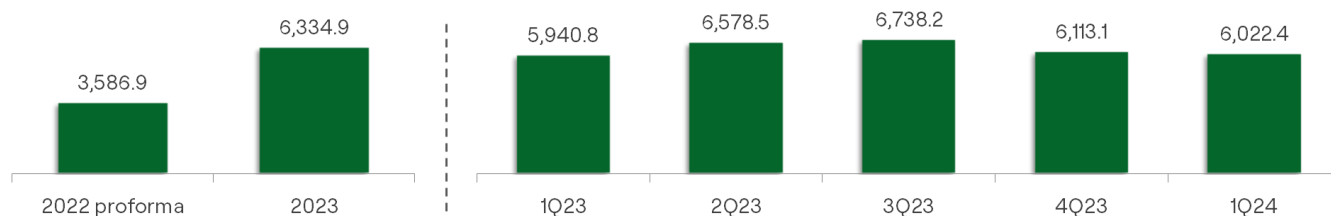
In **Fleet Rental**, the margin was 69.2%, a reduction of 7.0 p.p. in relation to the 1Q23 margin, mainly explained by the effect of the report on acceleration of depreciation in 1Q23, which positively impacted the margin of that quarter by 5.5p.p. The new initiatives associated with mobility, telemetry and workshops brought revenue of R\$41.9 million, but negatively impacted the EBITDA margin of this division by 2.0p.p. in the quarter.

Throughout the quarter, we still observed a reduction in used car sales prices, evidenced by market indicators, with a negative impact on the margin of cars sold. As a result, in 1Q24 the **Seminovos** margin was 1.9%.

6 – Depreciation

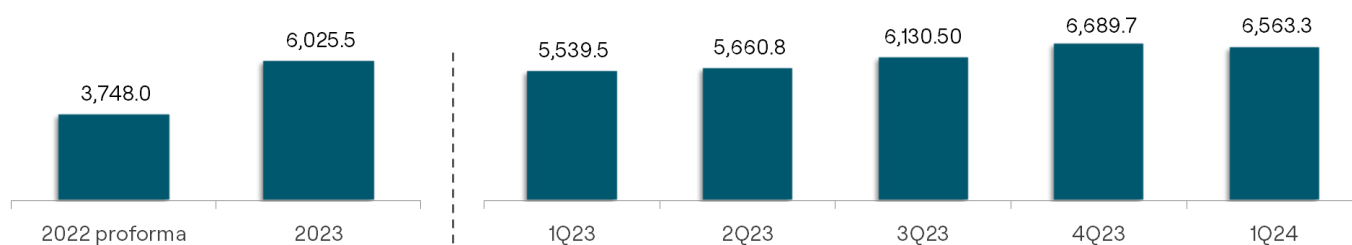
Depreciation is calculated using the straight-line method, considering the difference between the car's purchase price and the estimated sales price at the end of its useful life, net of the estimated costs and expenses for sale. The sales price estimate is reevaluated quarterly so that the book value of the cars seeks to converge with the prices charged by the market

6.1 – Average annualized depreciation per car (R\$) – Car Rental



In 1Q24, in **Car Rental**, the average annualized depreciation of R\$6,022.4 per car incorporates channel and sales mix assumptions, the lower relative share of cars with higher depreciation rates in the fleet mix and purchases negotiated under better conditions from 4Q23.

6.2 Average annualized depreciation per car (R\$) – Fleet Rental



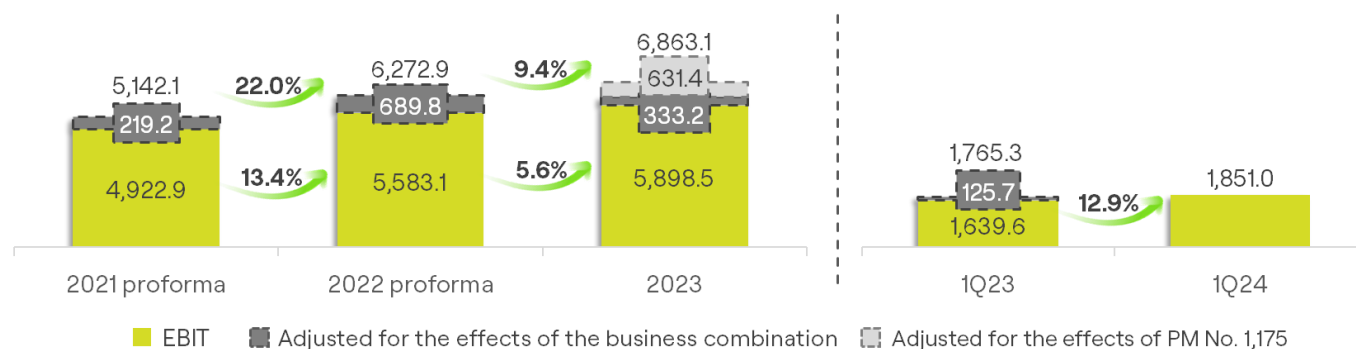
In **Fleet Rental**, the average depreciation per car of R\$6,563.3 in 1Q24, reflects the purchases of cars in better conditions from 4Q23 onwards, as well as channel and sales mix assumptions.

We are still seeing pre-owned car price accommodation, which could affect depreciation in the coming quarters.

7 – EBIT

Consolidated EBIT

R\$ million



In 1Q24, EBIT totaled R\$1,851.0 million, growth of 12.9% compared to 1Q23.

A The EBIT Margin includes the result from **Seminovos** and is calculated on rental revenues:

EBIT Margin:	2021 proforma adjusted*	2022 proforma adjusted*	2023 adjusted**	1Q23	1Q24
Car Rental and Franchising	55.2%	49.2%	40.7%	45.3%	40.8%
Fleet Rental	65.3%	59.0%	53.4%	51.6%	46.8%
Consolidated Brazil (over rental revenues)	58.6%	52.9%	46.4%	47.9%	43.5%
Consolidated with México	58.6%	52.9%	45.9%	47.9%	42.6%

*Adjusted for One-offs related to integration expenses, in addition to the amortization of write-up from cars and customers.

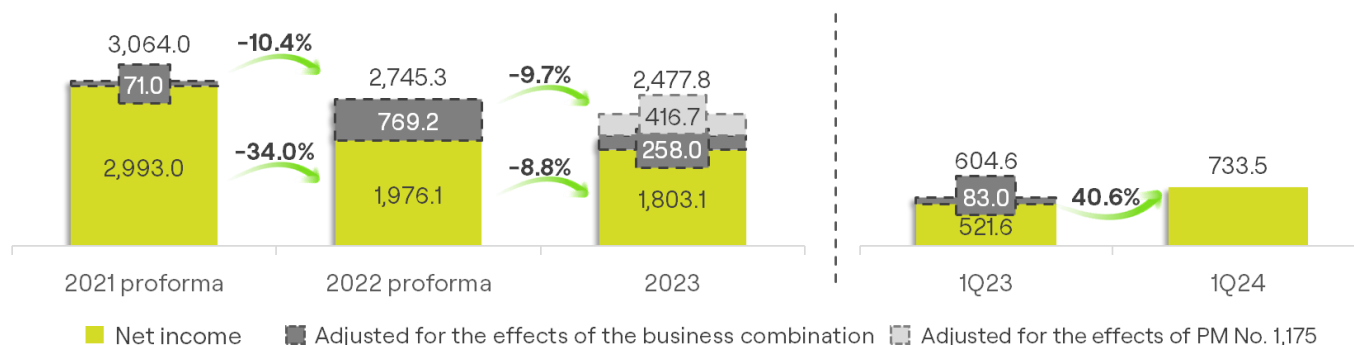
** Adjusted for the amortization of the write-up from cars and customers and the effect of MP nº 1,175.

In 1Q24, the **Car Rental** EBIT margin was 40.8%. In the **Fleet Rental** Division, the EBIT margin reached 46.8%. The margin of both divisions reflected the lower result of **Seminovos**.

8 – Consolidated net income

Consolidated net income

R\$ million



EBITDA x Net income reconciliation	2021 adjusted proforma	2022 adjusted proforma	2023 adjusted	Var. R\$	Var. %	1Q23	1Q24	Var. R\$	Var. %
Consolidated EBITDA	6,120.5	8,370.2	10,676.2	2,306.0	27.6%	2,623.0	2,920.4	297.4	11.3%
Cars depreciation	(672.6)	(1,762.0)	(3,366.6)	(1,604.6)	91.1%	(763.5)	(929.8)	(166.3)	21.8%
Other PP&E depreciation and amortization	(305.8)	(335.3)	(446.5)	(111.2)	33.2%	(94.2)	(125.1)	(30.9)	32.8%
Write-up amortization	-	-	-	-	-	(125.7)	(14.5)	111.2	-88.5%
Equity equivalence result	-	0.2	-	(0.2)	-100.0%	-	-	-	-
EBIT	5,142.1	6,272.9	6,863.1	590.2	9.4%	1,639.6	1,851.0	211.4	12.9%
Financial expenses, net	(785.0)	(2,726.0)	(4,024.3)	(1,298.3)	47.6%	(1,069.9)	(984.6)	85.3	-8.0%
Income tax and social contribution	(1,293.1)	(801.8)	(361.0)	440.8	-55.0%	(48.1)	(132.9)	(84.8)	176.3%
Net income of the period	3,064.0	2,745.3	2,477.8	(267.5)	-9.7%	521.6	733.5	211.9	40.6%

In 1Q24, we presented an accounting profit of R\$733.5 million, an increase of 40.6% compared to the same period of the previous year, reflecting:

- (+) R\$297.4 million increase in EBITDA, resulting from growth in volumes and average ticket;
- (-) R\$ 197.2 million higher depreciation of cars and others, partially offset by the R\$111.2 million reduction in the effects relating to the write-up of cars and customer portfolio;
- (+) R\$ 85.3 million reduction in net financial result, due to the lower CDI compared to the same quarter of the previous year, partially offset by the higher average debt balance.
- (-) R\$ 84.8 million increase in income tax and social contribution.

9 – Free Cash Flow (FCF)

Free cash flow (R\$ million)		2021 actual	2022 actual	2023	1Q24
Operations	EBITDA	3,697.5	6,589.2	10,522.9	2,920.4
	Used car sale revenue, net of taxes	(5,308.0)	(7,833.6)	(13,875.6)	(4,335.9)
	Net book value of vehicles written-off	4,346.0	6,085.3	12,250.1	4,081.1
	(-) Income tax and social contribution	(307.1)	(83.4)	(130.2)	(28.6)
	Change in working capital	(568.3)	(1,284.3)	(1,783.4)	(789.4)
	Cash generated by rental operations	1,860.1	3,473.2	6,983.8	1,847.6
Capex renewal	Used car sale revenue, net from taxes – fleet renewal	5,308.0	7,833.6	13,875.6	2,328.1
	Fleet renewal investment	(6,366.9)	(9,902.5)	(19,817.7)	(3,308.7)
	Change in accounts payable to car suppliers for fleet renewal	(282.6)	1,619.6	2,969.2	(1,366.9)
	Net investment for fleet renewal	(1,341.5)	(449.3)	(2,972.9)	(2,347.5)
	Fleet renewal – quantity	92,845	118,538	221,379	64,962
	Investment, property and intangible	(143.4)	(352.8)	(387.4)	(100.1)
	Free cash flow from operations, before fleet increase or reduction	375.2	2,671.1	3,623.5	(600.0)
Capex Growth	(Investment) / Divestment in cars for fleet growth	(1,289.0)	(12,636.4)	(6,132.0)	2,007.8
	Change in accounts payable to car suppliers	571.6	2,298.3	(381.9)	(1,242.2)
	Net investment for fleet growth	(717.4)	(10,338.1)	(6,513.9)	765.6
	Fleet increase / (reduction) – quantity	18,665	136,391	68,505	(30,081)
	Free cash flow after growth	(342.2)	(7,667.0)	(2,890.4)	165.6
Other invest.	Acquisitions - except fleet value	(3.6)	(11.5)	(4.2)	(3.4)
	Free cash generated (applied) before interest and others	(345.8)	(7,678.5)	(2,894.6)	162.2

For the FCF, short term financial Investments were considered as cash.

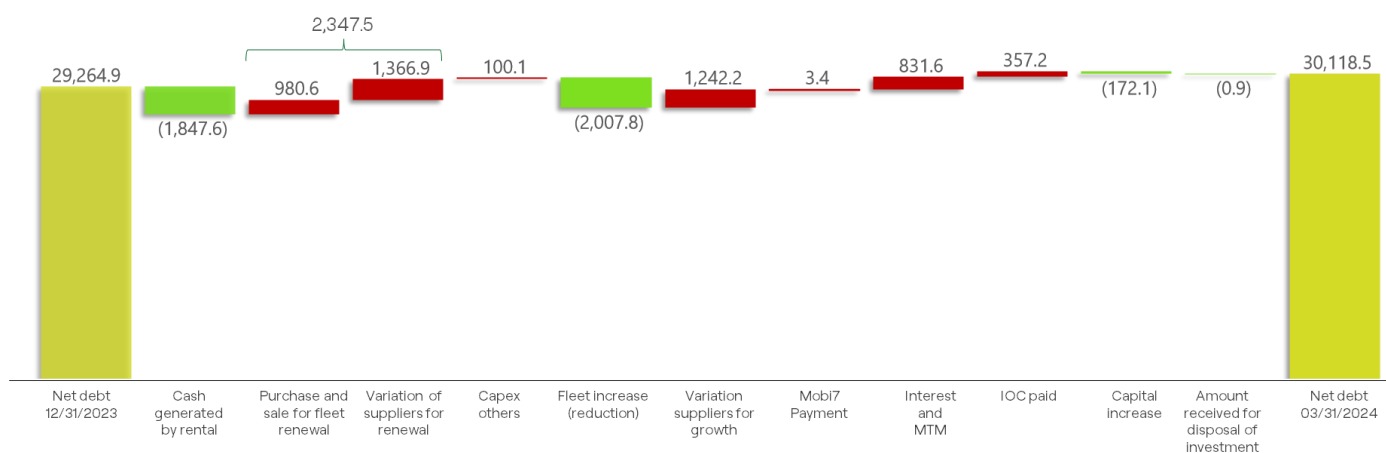
In 1Q24, the cash generated by the rental operation (R\$1,847.6 million) and fleet reduction (R\$2,007.8) was consumed by the fleet renewal process (R\$980.6) and reduction in the automakers accounts payable (2,609.1).

10 – Net debt10 – Dívida líquida

10.1 – Change in net debt – R\$ million

As of 03/31/2024

R\$ million

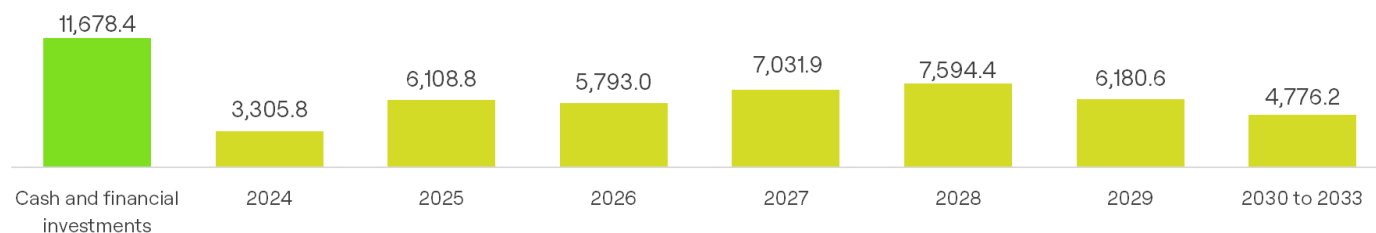


On March 31, 2024, the Company's net debt totaled R\$30,118.5 million.

10.2 – Debt Maturity Profile (Principal)

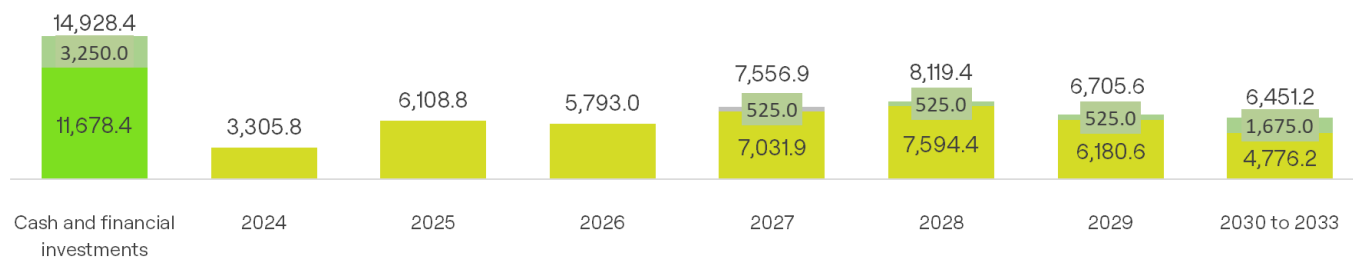
As of 03/31/2024

R\$ million



Proforma after issuances and amortizations abr/24

R\$ million



The Company ended 1Q24 with R\$11,678.4 million in cash. Considering the funding and settlements announced until 04/30/2024, we maintain a robust cash position of R\$14,928.4 million.

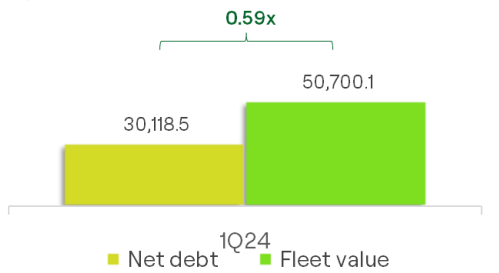
10.3 – Net Debt composition – R\$ million

Company name	Debt	Issuance	Contract rate	2024	2025	2026	2027	2028	2029	2030 to 2033	Total
Localiza Rent a Car S.A.	Debentures 12th Issuance	05/15/2017	CDI + 1,35%	673.5	-	-	-	-	-	-	673.5
Localiza Rent a Car S.A.	Debentures 13th Issuance - 1st serie	12/15/2017	111,30% CDI	-	94.1	-	-	-	-	-	94.1
Localiza Rent a Car S.A.	Debentures 14th Issuance - 2nd serie	09/18/2018	112,32% CDI	111.2	111.2	222.5	-	-	-	-	444.9
Localiza Rent a Car S.A.	Debentures 15th Issuance	04/15/2019	107,25% CDI	-	377.4	377.4	-	-	-	-	754.9
Localiza Rent a Car S.A.	Debentures 16th Issuance	11/29/2019	CDI + 1,05%	-	333.3	333.3	-	-	-	-	666.7
Localiza Rent a Car S.A.	Debentures 17th Issuance	04/07/2021	IPCA + 5,4702%	-	-	-	-	-	-	1,200.0	1,200.0
Localiza Rent a Car S.A.	Debentures 18th Issuance	10/05/2021	CDI + 1,75%	-	-	966.0	-	-	-	-	966.0
Localiza Rent a Car S.A.	Debentures 19th Issuance - 1st serie	02/25/2022	CDI + 1,60%	-	-	-	950.0	-	-	-	950.0
Localiza Rent a Car S.A.	Debentures 19th Issuance - 2nd serie	02/25/2022	CDI + 2,00%	-	-	-	-	-	1,550.0	-	1,550.0
Localiza Rent a Car S.A.	Debentures 21st Issuance	07/15/2022	CDI + 1,60%	-	-	-	1,450.0	-	-	-	1,450.0
Localiza Rent a Car S.A.	Debentures 22nd Issuance	10/05/2022	CDI + 1,87%	-	-	-	-	2,450.0	-	-	2,450.0
Localiza Rent a Car S.A.	Debentures 24th Issuance - 1st serie	05/10/2023	CDI + 1,50%	-	250.0	-	-	-	-	-	250.0
Localiza Rent a Car S.A.	Debentures 24th Issuance - 2nd serie	05/10/2023	CDI + 1,60%	-	700.0	-	-	-	-	-	700.0
Localiza Rent a Car S.A.	Debentures 25th Issuance	08/11/2023	CDI + 2,35%	-	-	-	-	-	-	1,500.0	1,500.0
Localiza Rent a Car S.A.	Commercial Note	10/05/2022	CDI + 1,30%	600.0	-	-	-	-	-	-	600.0
Localiza Rent a Car S.A.	Real State Receivables Certificate (CRI) Localiza	06/01/2022	CDI + 0,95%	-	-	-	300.0	-	-	-	300.0
Localiza Rent a Car S.A.	2nd Real State Receivables Certificate (CRI) Localiza - 1st serie	03/10/2023	CDI + 1,25%	-	-	-	-	210.0	-	-	210.0
Localiza Rent a Car S.A.	2nd Real State Receivables Certificate (CRI) Localiza - 2nd serie	03/10/2023	CDI + 1,40%	-	-	-	-	-	-	490.0	490.0
Localiza Rent a Car S.A.	Debentures 26th Issuance	09/20/2019	108% do CDI	200.0	-	-	-	-	-	-	200.0
Localiza Rent a Car S.A.	Debentures 27th Issuance - 1st serie	05/20/2021	CDI + 2,00%	-	-	-	175.0	175.0	-	-	350.0
Localiza Rent a Car S.A.	Debentures 27th Issuance - 2nd serie	05/20/2021	CDI + 2,40%	-	-	-	-	-	133.3	266.7	400.0
Localiza Rent a Car S.A.	Debentures 28th Issuance	12/15/2020	CDI + 2,40%	-	750.0	750.0	-	-	-	-	1,500.0
Localiza Rent a Car S.A.	Debentures 29th Issuance	12/08/2021	CDI + 1,75%	-	-	608.1	-	-	-	-	608.1
Localiza Rent a Car S.A.	Debentures 30th Issuance	05/10/2022	CDI + 1,85%	-	-	-	265.5	-	-	-	265.5
Localiza Rent a Car S.A.	Debentures 31st Issuance - 1st serie	04/10/2019	107,9% do CDI	521.1	-	-	-	-	-	-	521.1
Localiza Rent a Car S.A.	Debentures 31st Issuance - 2nd serie	04/10/2019	110,5% do CDI	-	124.2	124.2	124.2	-	-	-	372.6
Localiza Rent a Car S.A.	Debentures 31st Issuance - 3rd serie	04/10/2019	112,0% do CDI	-	-	-	-	50.0	50.0	-	100.0
Localiza Rent a Car S.A.	Debentures 32nd Issuance	02/26/2021	CDI + 2,25%	-	225.0	225.0	-	-	-	-	450.0
Localiza Rent a Car S.A.	Debentures 33rd Issuance	20/12/2021	CDI + 1,8%	-	-	425.0	425.0	-	-	-	850.0
Localiza Rent a Car S.A.	Debentures 34th Issuance	11/25/2023	CDI + 185%	-	-	-	-	1,900.0	-	-	1,900.0
Localiza Rent a Car S.A.	Debentures 35th Issuance	11/18/2019	109,72% CDI	80.0	-	-	-	-	-	-	80.0
Localiza Rent a Car S.A.	Debentures 36th Issuance - 1st serie	04/15/2022	CDI + 1,85%	-	-	-	685.0	-	-	-	685.0
Localiza Rent a Car S.A.	Debentures 36th Issuance - 2nd serie	04/15/2022	IPCA + 7,2101%	-	-	-	-	-	515.0	-	515.0
Localiza Rent a Car S.A.	Debentures 37th Issuance	09/23/2021	IPCA + 6,5119%	-	-	-	-	-	366.7	733.3	1,100.0
Localiza Rent a Car S.A.	Debentures 38th Issuance	02/27/2024	CDI +1,85%	-	-	-	-	-	2,100.0	-	2,100.0
Localiza Fleet S.A.	Debentures 5th Issuance	07/31/2018	112,0% CDI	-	202.4	-	-	-	-	-	202.4
Localiza Fleet S.A.	Debentures 7th Issuance	07/29/2019	109,0% CDI	100.0	100.0	-	-	-	-	-	200.0
Localiza Fleet S.A.	Debentures 8th Issuance	02/14/2020	CDI + 1,0%	-	333.3	-	-	-	-	-	333.3
Localiza Fleet S.A.	Debentures 9th Issuance	10/08/2021	CDI + 1,30%	-	-	500.0	-	-	-	-	500.0
Localiza Fleet S.A.	Debentures 10th Issuance - 1st serie	04/05/2022	CDI + 1,60%	-	-	-	950.0	-	-	-	950.0
Localiza Fleet S.A.	Debentures 10th Issuance - 2nd serie	04/06/2022	CDI + 1,75%	-	-	-	-	500.0	-	-	500.0
Localiza Fleet S.A.	Debentures 11th Issuance	10/05/2022	CDI + 1,60%	-	-	-	1,000.0	-	-	-	1,000.0
Localiza Fleet S.A.	Debentures 12th Issuance	03/20/2023	CDI + 1,40%	750.0	750.0	-	-	-	-	-	1,500.0
Localiza Fleet S.A.	Debentures 13th Issuance	12/20/2023	CDI + 1,85%	-	-	-	-	700.0	-	-	700.0
Localiza Fleet S.A.	Debentures 14th Issuance	01/26/2024	CDI + 1,85%	-	-	-	-	-	1,200.0	-	1,200.0
Rental Brasil	CRI	02/26/2018	99% CDI	15.0	20.1	25.1	30.6	37.5	45.1	145.0	318.4
Cia de Locação das Américas	Agro business Receivables Certificate - CRA 104	07/23/2021	IPCA + 4,825%	-	-	-	-	-	66.7	133.3	200.0
Cia de Locação das Américas	Agro business Receivables Certificate - CRA 157 Locamerica -1st serie	07/23/2021	IPCA + 6,6018%	-	-	-	-	167.2	-	-	167.2
Cia de Locação das Américas	Agro business Receivables Certificate - CRA 157 Locamerica -2nd serie	09/23/2021	CDI + 1,00%	-	-	-	-	250.8	-	-	250.8
-	Foreign currency loans	-	Diversos	155.0	1,660.8	787.4	-	-	-	-	2,603.2
-	Working Capital / others	-	Diversos	100.0	76.9	449.0	676.5	1,153.9	153.8	307.9	2,918.1
-	Interest incurred net of interest paid	-	-	1,006.1	-	-	-	-	-	-	1,006.1
-	Cash and cash equivalents on 03/31/2024	-	-	(11,678.4)	-	-	-	-	-	-	(11,678.4)
Net debt				(7,366.5)	6,108.8	5,793.0	7,031.9	7,594.4	6,180.6	4,776.2	30,118.5

10.4 – Debt ratios – R\$ million

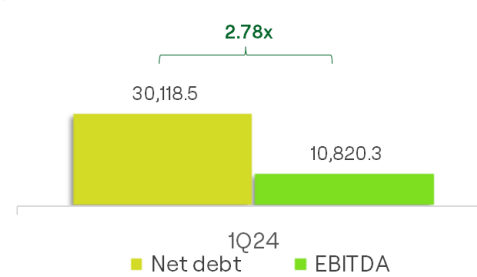
Net debt vs. Fleet value

R\$ million



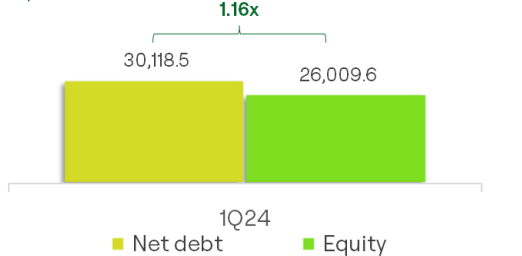
Net debt vs. EBITDA LTM

R\$ milhões



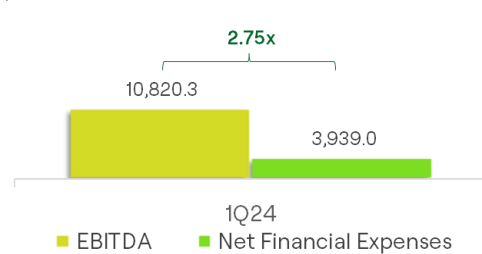
Net debt vs. Equity

R\$ million



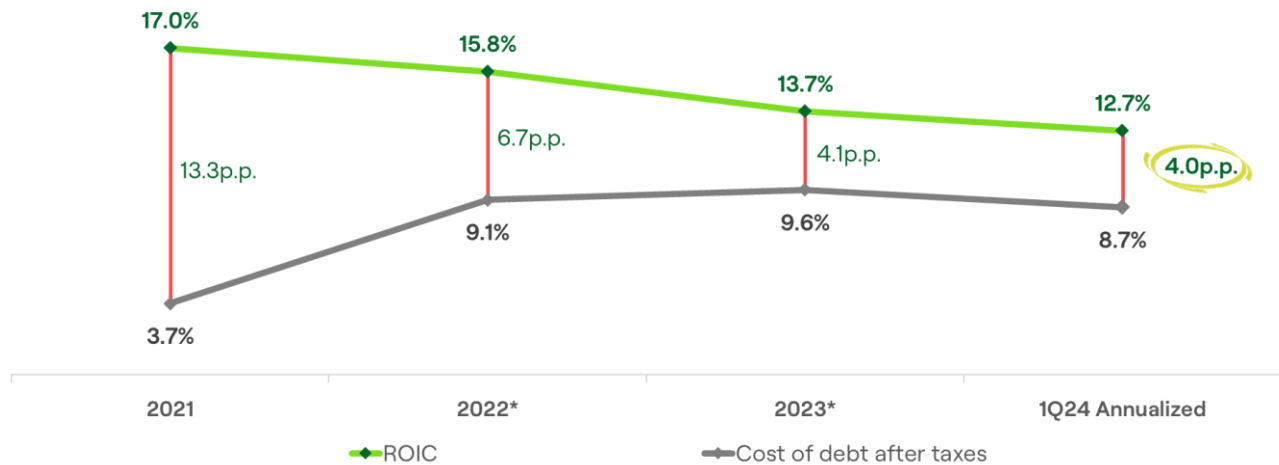
EBITDA vs. Net financial expenses LTM

R\$ million



The Company maintains solid debt ratios, evidenced mainly by the net debt/fleet value ratio.

11 – ROIC Spread (ROIC minus Cost of debt after taxes)



ROIC calculated:

NOPAT = EBIT X (1 - effective income tax rate); Invested Capital = Net Debt + Shareholders' Equity - Goodwill

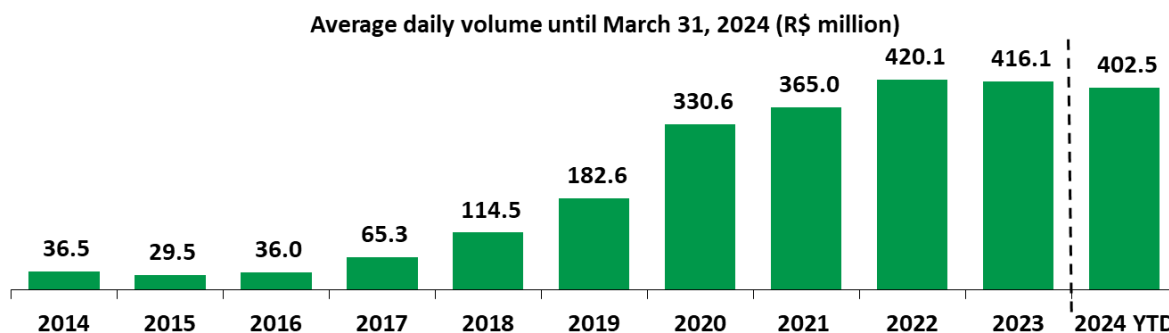
*Considering adjusted EBIT

In 1Q24, we presented an ROIC of 12.7%, with a spread of 4.0 p.p. for the cost of debt after taxes, reflecting the adverse car sales market, interest rates still at high levels, in addition to the capital base coming from the business combination priced at lower spreads.

The adjustment in the pricing of new contracts, combined with fleet rejuvenation and operational efficiency initiatives, should contribute to the gradual increase in the ROIC spread.

12 – RENT3

We ended 1Q24 with a market value of R\$57.8 billion and an average daily trading volume of R\$402.5 million. As of March 31, 2024, our Level I ADR program had 2,225,545 ADRs.



BRASIL
BOLSA
BALÇÃO



NOVO
MERCADO
BM&FBOVESPA

Índice
Brasil 50

IBRX 50

Índice de
Ações com Tag Along
Diferenciado

ITAG

OTC QX

Índice
Carbono
Eficiente

ICO2

IGPTWB3

13 – ESG

For 2024, we continue to focus on increasing the representation of women and black people in strategic leadership positions, contributing to the construction of a more diverse and inclusive world, in addition to structuring actions to combat climate change. In the first topic, aiming to increase female representation at L&CO, we concluded the first edition of eLLas and started the first edition of eLLas+, focused on senior leadership. With Pluraliza, we aim to train and develop black and brown analysts, advancing the careers of professionals with great potential. In this second topic, we highlight the following advancements in 1Q24: grade B in the Carbon Disclosure Project (CDP) climate change questionnaire; increase in the share of ethanol biofuel in Localiza&Co's energy matrix; compensation of +36 thousand tons of CO₂ referring to our direct emissions (scope 1) and +67 thousand tons of CO₂ offset in scope 3, through Neutraliza.

We are in the final phase of preparing the Sustainability Report and the Greenhouse Gas Inventory for 2023.

14 – Subsequent event – Calamity in Rio Grande do Sul

At the beginning of May, the state of Rio Grande do Sul (RS) was hit by heavy rains that caused flooding in several cities. At this critical time, we are providing full support to our employees and customers in the state and offering support to the community.

The Company has around 20 locations and roughly 20 thousand cars in the affected region, between **Car Rental** and **Fleet Rental**. Part of our operation was affected, but we are still quantifying the number of cars impacted to measure the effects on results.

15 – Accounting data – R\$ million (as disclosed, without proforma adjustments)

15.1 - Car Rental Brazil – R\$ million

CAR RENTAL RESULTS AND FRANCHISING	2021	2022	2023	Var.	1Q23	1Q24	Var.
Car rental and franchising gross revenues, net of discounts and cancellations	4,851.3	7,211.5	9,118.6	26.4%	2,165.8	2,599.2	20.0%
Taxes on revenues	(455.9)	(701.3)	(863.1)	23.1%	(204.7)	(242.5)	18.5%
Car rental net revenues	4,395.4	6,510.2	8,255.5	26.8%	1,961.1	2,356.7	20.2%
Car rental and franchising costs	(1,406.9)	(1,840.4)	(2,035.9)	10.6%	(471.7)	(634.0)	34.4%
Gross profit	2,988.5	4,669.8	6,219.6	33.2%	1,489.4	1,722.7	15.7%
Operating expenses (SG&A)	(832.6)	(950.7)	(902.1)	-5.1%	(194.0)	(232.0)	19.6%
Other assets depreciation and amortization	(142.6)	(181.6)	(276.4)	52.2%	(60.2)	(72.8)	20.9%
Operating profit before financial results and taxes (EBIT)	2,013.3	3,537.5	5,041.1	42.5%	1,235.2	1,417.9	14.8%
EBITDA	2,155.9	3,719.1	5,317.5	43.0%	1,295.4	1,490.7	15.1%
EBITDA Margin	49.0%	57.1%	64.4%	7.3 p.p.	66.1%	63.3%	-2.8 p.p.

USED CAR SALES RESULTS (SEMINOVOS)	2021	2022	2023	Var.	1Q23	1Q24	Var.
Gross revenues, net of discounts and cancellations	4,413.3	5,994.8	9,525.9	58.9%	2,496.9	2,819.8	12.9%
Taxes on revenues	(5.2)	(6.5)	(10.9)	67.7%	(1.5)	(4.6)	206.7%
Net revenues	4,408.1	5,988.3	9,515.0	58.9%	2,495.4	2,815.2	12.8%
Book value of cars sold and preparation for sale(**)	(3,416.2)	(5,027.1)	(8,800.3)	75.1%	(2,271.7)	(2,649.5)	16.6%
Adjustment to the recoverable value of assets	-	-	(114.3)	-	-	-	-
Gross profit	991.9	961.2	600.4	-37.5%	223.7	165.7	-25.9%
Operating expenses (SG&A)	(360.7)	(445.5)	(516.2)	15.9%	(122.0)	(155.1)	27.1%
Cars depreciation	(183.7)	(890.5)	(2,242.2)	151.8%	(425.5)	(454.0)	6.7%
Other assets depreciation and amortization	(56.1)	(61.4)	(77.7)	26.5%	(19.6)	(18.8)	-4.1%
Write up amortization	-	(64.1)	(5.4)	0.0%	(4.3)	5.2	-220.9%
Operating profit (loss) before financial results and taxes (EBIT)	391.4	(500.3)	(2,241.1)	348.0%	(347.7)	(457.0)	31.4%
EBITDA	631.2	515.7	84.2	-83.7%	101.7	10.6	-89.6%
EBITDA Margin	14.3%	8.6%	0.9%	-7.7 p.p.	4.1%	0.4%	-3.7 p.p.

CAR RENTAL TOTAL FIGURES	2021	2022	2023	Var.	1Q23	1Q24	Var.
Car rental and franchising gross revenues, net of discounts and cancellations	4,851.3	7,211.5	9,118.6	26.4%	2,165.8	2,599.2	20.0%
Car sales for fleet renewal - gross revenues, net of discounts and cancellations	4,413.3	5,994.8	9,525.9	58.9%	2,496.9	2,819.8	12.9%
Total gross revenues	9,264.6	13,206.3	18,644.5	41.2%	4,662.7	5,419.0	16.2%
Taxes on revenues	-	-	-	-	-	-	-
Car rental and franchising	(455.9)	(701.3)	(863.1)	23.1%	(204.7)	(242.5)	18.5%
Car sales for fleet renewal	(5.2)	(6.5)	(10.9)	67.7%	(1.5)	(4.6)	206.7%
Car rental revenues - net revenues	4,395.4	6,510.2	8,255.5	26.8%	1,961.1	2,356.7	20.2%
Car sales for fleet renewal - net revenues	4,408.1	5,988.3	9,515.0	58.9%	2,495.4	2,815.2	12.8%
Total net revenues	8,803.5	12,498.5	17,770.5	42.2%	4,456.5	5,171.9	16.1%
Direct costs	-	-	-	-	-	-	-
Car rental	(1,406.9)	(1,840.4)	(2,035.9)	10.6%	(471.7)	(634.0)	34.4%
Car sales for fleet renewal	(3,416.2)	(5,027.1)	(8,800.3)	75.1%	(2,271.7)	(2,649.5)	16.6%
Adjustment to the recoverable value of assets	-	-	(114.3)	0.0%	-	-	-
Gross profit	3,980.4	5,631.0	6,820.0	21.1%	1,713.1	1,888.4	10.2%
Operating expenses (SG&A)	-	-	-	-	-	-	-
Car rental	(832.6)	(950.7)	(902.1)	-5.1%	(194.0)	(232.0)	19.6%
Car sales for fleet renewal	(360.7)	(445.5)	(516.2)	15.9%	(122.0)	(155.1)	27.1%
Cars depreciation	(183.7)	(890.5)	(2,242.2)	151.8%	(425.5)	(454.0)	6.7%
Write up amortization	-	(64.1)	(5.4)	0.0%	(4.3)	5.2	-220.9%
Other assets depreciation and amortization	-	-	-	-	-	-	-
Car rental	(142.6)	(181.6)	(276.4)	52.2%	(60.2)	(72.8)	20.9%
Car sales for fleet renewal	(56.1)	(61.4)	(77.7)	26.5%	(19.6)	(18.8)	-4.1%
Operating profit before financial results and taxes (EBIT)	2,404.7	3,037.2	2,800.0	-7.8%	887.5	960.9	8.3%
EBITDA	2,787.1	4,234.8	5,401.7	27.6%	1,397.1	1,501.3	7.5%
EBITDA margin	31.7%	33.9%	30.4%	-3.5 p.p.	31.3%	29.0%	-2.3 p.p.

CAR RENTAL OPERATING DATA	2021	2022	2023	Var.	1Q23	1Q24	Var.
Average operating fleet (*)	195,242	246,922	285,103	15.5%	286,260	301,523	5.3%
Average rented fleet(**)	151,686	185,129	211,526	14.3%	210,215	222,789	6.0%
Average operating fleet age (in months)	13.9	15.9	12.6	-21.0%	13.0	12.2	-6.1%
End of period fleet(*)	216,293	331,445	347,287	4.8%	314,550	318,066	1.1%
Number of rental days - in thousands (net of fleet replacement service)	53,756.6	66,009.1	75,219.1	14.0%	18,510.8	19,544.9	5.6%
Average daily rental revenues per car (R\$)	89.71	108.57	120.54	11.0%	116.34	132.23	13.7%
Annualized average depreciation per car (R\$)	941.1	3,606.3	6,334.9	75.7%	5,940.8	6,022.4	1.4%
Utilization rate (Does not include cars in preparation and decommissioning)	79.8%	79.6%	78.6%	-1.0 p.p.	78.0%	78.5%	0.5 p.p.
Number of cars purchased	83,382	170,750	172,620	1.1%	25,629	13,150	-48.7%
Number of cars sold	76,906	89,485	155,441	73.7%	41,858	42,179	0.8%
Average sold fleet age (in months)	21.9	28.3	28.3	0.0%	29.7	24.5	-17.5%
Average total fleet	209,172	275,889	319,382	15.8%	316,676	324,042	2.3%
Average value of total fleet - R\$ million	10,592.7	17,199.0	22,075.1	28.4%	21,936.9	22,978.7	4.7%
Average value per car in the period - R\$ thsd	50.6	62.3	69.1	10.9%	69.3	70.9	2.3%

(*) In 4Q22, the Company sold the carve-out, with a reduction of 49,296 cars in the fleet at the end of the period. The 3Q22 figures consider these cars.

(**) Until 3Q23, preparation costs were added to the book value of cars sold

15.2 - Car Rental – Mexico – R\$ million

CAR RENTAL RESULTS - MEXICO	2023	1Q24
Total net revenues - Mexico	10.8	15.6
Depreciation of cars and others	(16.4)	(12.6)
Operating profit (loss) before financial results and taxes (EBIT)	(59.0)	(34.7)
EBITDA	(42.6)	(22.1)

15.3 - Fleet Rental – R\$ million

FLEET RENTAL RESULTS	2021	2022	2023	Var.	1Q23	1Q24	Var.
Fleet rental gross revenues, net of discounts and cancellations	1,325.2	3,567.7	7,367.4	106.5%	1,610.3	2,179.0	35.3%
Taxes on revenues (*)	(127.3)	(343.0)	(690.2)	101.2%	(151.4)	(203.4)	34.3%
Fleet rental net revenues	1,197.9	3,224.7	6,677.2	107.1%	1,458.9	1,975.6	35.4%
Fleet rental costs	(315.6)	(678.6)	(1,268.4)	86.9%	(239.0)	(441.9)	84.9%
Gross profit	882.3	2,546.1	5,408.8	112.4%	1,219.9	1,533.7	25.7%
Operating expenses (SG&A)	(141.2)	(433.3)	(559.4)	29.1%	(108.6)	(166.0)	52.9%
Other assets depreciation and amortization	(8.3)	(24.7)	(54.8)	121.9%	(9.9)	(17.7)	78.8%
write up amortization	-	(16.0)	6.5	-140.6%	11.0	(1.7)	-115.5%
Operating profit before financial results and taxes (EBIT)	732.8	2,072.1	4,801.1	131.7%	1,112.4	1,348.3	21.2%
EBITDA	741.1	2,112.8	4,849.4	129.5%	1,111.3	1,367.7	23.1%
EBITDA Margin	61.9%	65.5%	72.6%	7.1 p.p.	76.2%	69.2%	-7.0 p.p.

USED CAR SALES RESULTS (SEMINOVOS)	2021	2022	2023	Var.	1Q23	1Q24	Var.
Gross revenues, net of discounts and cancellations	900.7	2,066.0	4,450.1	115.4%	911.6	1,524.7	67.3%
Taxes on revenues	(0.8)	(5.8)	(6.0)	3.4%	(1.2)	(1.4)	16.7%
Net revenues	899.9	2,060.2	4,444.1	115.7%	910.4	1,523.3	67.3%
Book value of cars sold and preparation for sale(**)	(659.3)	(1,627.1)	(3,876.1)	138.2%	(750.8)	(1,378.3)	83.6%
Adjustment to the recoverable value of assets	-	-	(39.0)	-	-	-	-
Gross profit	240.6	433.1	529.0	22.1%	159.6	145.0	-9.1%
Operating expenses (SG&A)	(71.2)	(191.6)	(214.6)	12.0%	(45.0)	(71.5)	58.9%
Cars depreciation	(71.4)	(549.0)	(1,598.9)	191.2%	(338.0)	(472.7)	39.9%
Other assets depreciation and amortization	(11.4)	(21.7)	(24.8)	14.3%	(4.5)	(6.3)	40.0%
write up amortization	-	(250.7)	(334.3)	33.3%	(132.4)	(18.0)	-86.4%
Operating profit (loss) before financial results and taxes (EBIT)	86.6	(579.9)	(1,643.6)	183.4%	(360.3)	(423.5)	17.5%
EBITDA	169.4	241.5	314.4	30.2%	114.6	73.5	-35.9%
EBITDA Margin	18.8%	11.7%	7.1%	-4.6 p.p.	12.6%	4.8%	-7.8 p.p.

FLEET RENTAL TOTAL FIGURES	2021	2022	2023	Var.	1Q23	1Q24	Var.
Fleet rental gross revenues, net of discounts and cancellations	1,325.2	3,567.7	7,367.4	106.5%	1,610.3	2,179.0	35.3%
Car sales for fleet renewal - gross revenues, net of discounts and cancellations	900.7	2,066.0	4,450.1	115.4%	911.6	1,524.7	67.3%
Total gross revenues	2,225.9	5,633.7	11,817.5	109.8%	2,521.9	3,703.7	46.9%
Taxes on revenues							
Fleet rental (*)	(127.3)	(343.0)	(690.2)	101.2%	(151.4)	(203.4)	34.3%
Car sales for fleet renewal	(0.8)	(5.8)	(6.0)	3.4%	(1.2)	(1.4)	16.7%
Fleet rental - net revenues	1,197.9	3,224.7	6,677.2	107.1%	1,458.9	1,975.6	35.4%
Car sales for fleet renewal - net revenues	899.9	2,060.2	4,444.1	115.7%	910.4	1,523.3	67.3%
Total net revenues (**)	2,097.8	5,284.9	11,121.3	110.4%	2,369.3	3,498.9	47.7%
Direct costs							
Fleet rental	(315.6)	(678.6)	(1,268.4)	86.9%	(239.0)	(441.9)	84.9%
Car sales for fleet renewal	(659.3)	(1,627.1)	(3,876.1)	138.2%	(750.8)	(1,378.3)	83.6%
Adjustment to the recoverable value of assets	-	-	(39.0)	-	-	-	-
Gross profit	1,122.9	2,979.2	5,937.8	99.3%	1,379.5	1,678.7	21.7%
Operating expenses (SG&A)							
Fleet rental	(141.2)	(433.3)	(559.4)	29.1%	(108.6)	(166.0)	52.9%
Car sales for fleet renewal	(71.2)	(191.6)	(214.6)	12.0%	(45.0)	(71.5)	58.9%
Cars depreciation	(71.4)	(549.0)	(1,598.9)	191.2%	(338.0)	(472.7)	39.9%
write up amortization	-	(266.7)	(327.8)	22.9%	(121.4)	(19.7)	-83.8%
Other assets depreciation and amortization							
Fleet rental	(8.3)	(24.7)	(54.8)	121.9%	(9.9)	(17.7)	78.8%
Car sales for fleet renewal	(11.4)	(21.7)	(24.8)	14.3%	(4.5)	(6.3)	40.0%
Operating profit before financial results and taxes (EBIT)	819.4	1,492.2	3,157.5	111.6%	752.1	924.8	23.0%
EBITDA	910.5	2,354.3	5,163.8	119.3%	1,225.9	1,441.2	17.6%
EBITDA margin	43.4%	44.5%	46.4%	1.9 p.p.	51.7%	41.2%	-10.5 p.p.

OPERATING DATA	2021	2022	2023	Var.	1Q23	1Q24	Var.
Average operating fleet	61,962	142,703	258,334	81.0%	244,056	288,067	18.0%
Total Average rented fleet	63,493	137,700	239,839	74.2%	225,889	258,871	14.6%
Average rented fleet	60,133	134,959	238,430	76.7%	223,903	258,455	15.4%
Average rented fleet - Car Rental fleet replacement	3,360	2,741	1,409	-48.6%	1,986	415	-79.1%
Average operating fleet age (in months)	20.3	19.9	18.3	-8.3%	18.1	18.3	1.2%
End of period fleet							
Rented Fleet	73,503	259,596	309,059	19.1%	268,749	307,593	14.5%
Managed Fleet	57	30	-	-100.0%	19	-	-100.0%
Number of rental days - in thousands	22,857.3	48,585.1	85,834.7	76.7%	20,151.2	23,261.0	15.4%
Average daily rental revenues per car (R\$)	57.49	72.97	82.93	13.6%	77.45	90.74	17.2%
Annualized average depreciation per car (R\$)	1,152.7	3,855.1	6,025.5	56.3%	5,539.5	6,563.3	18.5%
Utilization rate (Does not include cars in preparation and decommissioning) (*)	98.0%	96.7%	95.6%	-1.1 p.p.	95.2%	93.9%	-1.3 p.p.
Number of cars purchased	28,128	84,179	116,002	37.8%	22,532	21,529	-4.5%
Number of cars sold	15,939	29,053	65,938	127.0%	13,333	22,783	70.9%
Average sold fleet age (in months)	31.8	36.3	36.5	0.6%	36.4	37.8	4.1%
Average total fleet	66,451	158,386	282,359	78.3%	264,788	306,827	15.9%
Average value of total fleet - R\$ million	3,370.7	11,313.5	23,348.5	106.4%	21,197.0	24,724.1	16.6%
Average value per car in the period - R\$ thsd	50.7	71.4	82.7	15.8%	80.1	80.6	0.6%

(*) Does not include replacement service from Car Rental

(**) Until 3Q23, preparation costs were added to the book value of cars sold

15.4 - Consolidated Result – R\$ million

CONSOLIDATED RESULTS	2021	2022	2023	Var.	1Q23	1Q24	Var.
Car rental and franchising gross revenues, net of discounts and cancellations	4,851.3	7,211.5	9,129.4	26.6%	2,165.8	2,614.8	20.7%
Fleet Rental gross revenues, net of discounts and cancellations	1,325.2	3,567.7	7,367.4	106.5%	1,610.3	2,179.0	35.3%
Car and Fleet Rentals and Franchising total gross revenues	6,176.5	10,779.2	16,496.8	53.0%	3,776.1	4,793.8	27.0%
Taxes on revenues - Car and Fleet Rentals and Franchising	(583.2)	(1,044.3)	(1,553.3)	48.7%	(356.1)	(445.9)	25.2%
Car and Fleet Rentals and Franchising net revenues	5,593.3	9,734.9	14,943.5	53.5%	3,420.0	4,347.9	27.1%
Car sales gross revenues							
Car sales for fleet renewal - Car Rental, net of discounts and cancellations	4,413.3	5,994.8	9,525.9	58.9%	2,496.9	2,819.8	12.9%
Car sales for fleet renewal - Fleet Rental, net of discounts and cancellations	900.7	2,066.0	4,450.1	115.4%	911.6	1,524.7	67.3%
Car sales for fleet renewal - total gross revenues	5,314.0	8,060.8	13,976.0	73.4%	3,408.5	4,344.5	27.5%
Taxes on revenues - Car sales for fleet renewal	(6.0)	(12.3)	(16.9)	37.4%	(2.7)	(6.0)	122.2%
Car sales for fleet renewal - net revenues	5,308.0	8,048.5	13,959.1	73.4%	3,405.8	4,338.5	27.4%
Total net revenues	10,901.3	17,783.4	28,902.6	62.5%	6,825.8	8,686.4	27.3%
Direct costs and expenses:							
Car rental and franchising	(1,406.9)	(1,840.4)	(2,059.3)	11.9%	(471.7)	(658.9)	39.7%
Fleet Rental	(315.6)	(678.6)	(1,268.4)	86.9%	(239.0)	(441.9)	84.9%
Adjustment to the recoverable value of assets	-	-	(153.3)	-	-	-	-
Total Car and Fleet Rentals and Franchising	(1,722.5)	(2,519.0)	(3,481.0)	38.2%	(710.7)	(1,100.8)	54.9%
Car sales for fleet renewal - Car rental	(3,416.2)	(5,027.1)	(8,800.3)	75.1%	(2,271.7)	(2,649.5)	16.6%
Car sales for fleet renewal - Fleet Rental	(659.3)	(1,627.1)	(3,876.1)	138.2%	(750.8)	(1,378.3)	83.6%
Total Car sales for fleet renewal (book value) and preparation for sale(*)	(4,075.5)	(6,654.2)	(12,676.4)	90.5%	(3,022.5)	(4,027.8)	33.3%
Total costs	(5,798.0)	(9,173.2)	(16,157.4)	76.1%	(3,733.2)	(5,128.6)	37.4%
Gross profit	5,103.3	8,610.2	12,745.2	48.0%	3,092.6	3,557.8	15.0%
Total Operating expenses	(1,405.8)	(2,021.1)	(2,222.3)	10.0%	(469.6)	(637.4)	35.7%
Depreciation expenses:							
Cars depreciation:	(255.1)	(1,439.5)	(3,844.7)	167.1%	(763.5)	(929.8)	21.8%
Write up amortization	(218.4)	(330.8)	(333.2)	0.7%	(125.7)	(14.5)	-88.5%
Other assets depreciation and amortization	(218.4)	(289.4)	(446.5)	54.3%	(94.2)	(125.1)	32.8%
Total depreciation and amortization expenses	(473.5)	(1,728.9)	(4,291.2)	148.2%	(857.7)	(1,054.9)	23.0%
Operating profit before financial results and taxes (EBIT)	3,224.0	4,529.4	5,898.5	30.2%	1,639.6	1,851.0	12.9%
Equity equivalence result	-	-	-	-	0.0	0.0	-
Financial (expenses) revenues, net	(320.9)	(2,110.6)	(4,024.3)	90.7%	(1,069.9)	(984.6)	-8.0%
Income before tax and social contribution	2,903.1	2,418.9	1,874.2	-22.5%	569.7	866.4	52.1%
Income tax and social contribution	(859.4)	(577.8)	(71.1)	-87.7%	(48.1)	(132.9)	176.3%
Net income for the period	2,043.7	1,841.1	1,803.1	-2.1%	521.6	733.5	40.6%
EBITDA	3,697.5	6,589.2	10,522.9	59.7%	2,623.0	2,920.4	11.3%
EBIT	3,224.0	4,529.5	5,898.5	30.2%	1,639.6	1,851.0	12.9%
Consolidated EBIT Margin (calculated over rental revenues)	57.6%	46.5%	39.5%	-7.1 p.p.	47.9%	42.6%	-5.4 p.p.
Car and Fleet Rentals and Franchising EBITDA	2,897.0	5,831.9	10,124.3	73.6%	2,406.7	2,836.3	17.9%
EBITDA Margin	51.8%	59.9%	67.8%	7.9 p.p.	70.4%	65.2%	-5.2 p.p.
Used Car Sales (Seminovos) EBITDA	800.6	757.4	398.6	-47.4%	216.3	84.1	-61.1%
EBITDA Margin	15.1%	9.4%	2.9%	-6.5 p.p.	6.4%	1.9%	-4.5 p.p.

(*) Until 3Q23, preparation costs were added to the book value of cars sold

16 - Operating Data

SELECTED OPERATING DATA	2021	2022	2023	Var.	1Q23	1Q24	Var.
Average operating fleet:							
Car Rental - Brazil (**)	195,242	246,922	285,103	15.5%	286,260	301,523	5.3%
Fleet Rental	61,962	142,703	258,334	81.0%	244,056	288,067	18.0%
Total	257,204	389,625	543,437	39.5%	530,316	589,589	11.2%
Average rented fleet:							
Car Rental - Brazil (**)	151,686	185,129	211,526	14.3%	210,215	222,789	6.0%
Fleet Rental	63,493	137,700	239,839	74.2%	225,889	258,871	14.6%
Total	215,179	322,828	451,364	39.8%	436,104	481,660	10.4%
Average age of operating fleet (months)							
Car Rental	13.9	15.9	12.6	-21.0%	13.0	12.2	-6.1%
Fleet Rental	20.3	19.9	18.3	-8.3%	18.1	18.3	1.2%
Average age of total operating fleet	15.5	17.4	15.3	-12.0%	15.4	15.2	-1.3%
Fleet at end of period:							
Car Rental - Brazil (**)	216,293	331,445	347,287	4.8%	314,550	318,066	1.1%
Car Rental - Mexico	-	-	1,266		-	1,468	
Fleet Rental	73,503	259,596	309,059	19.1%	268,749	307,593	14.5%
Total	289,796	591,041	657,612	11.3%	583,299	627,127	7.5%
Managed fleet at end period - Fleet Rental	57	30	-	-100.0%	19	-	-100.0%
Fleet investment (R\$ million) (include accessories from 2022)							
Car Rental - Brazil	5,625.1	14,305.9	14,256.4	-0.3%	2,051.8	1,134.0	-44.7%
Car Rental - Mexico	-	-	46.7	0.0%	-	19.6	
Fleet Rental	2,022.1	8,094.4	11,646.5	43.9%	2,287.5	2,155.1	-5.8%
Total	7,647.2	22,400.3	25,949.6	15.8%	4,339.3	3,308.7	-23.8%
Number of rental days (In thousands):							
Car Rental - Brazil	55,358.0	67,649.5	77,218.0	14.1%	18,921.5	20,279.4	7.2%
Rental days for Fleet Rental replacement service	(1,601.4)	(1,640.4)	(1,998.9)	21.9%	(410.7)	(734.5)	78.8%
Car Rental - Net	53,756.6	66,009.1	75,219.1	14.0%	18,510.8	19,544.9	5.6%
Fleet Rental	22,857.3	48,585.1	85,834.7	76.7%	20,151.2	23,261.0	15.4%
Total	76,613.9	114,594.2	161,053.8	40.5%	38,662.0	42,805.9	10.7%
Annualized average depreciation per car (R\$)							
Car Rental - Brazil	941.1	3,606.3	6,334.9	75.7%	5,940.8	6,022.4	1.4%
Fleet Rental	1,152.7	3,855.1	6,025.5	56.3%	5,539.5	6,563.3	18.5%
Total	992.0	3,697.4	6,187.8	67.4%	5,756.1	6,286.7	9.2%
Average annual gross revenues per operating car (R\$ thousand)							
Car Rental	24.7	29.0	31.8	9.6%	30.5	35.1	15.0%
Fleet Rental	21.2	24.8	27.6	10.9%	25.9	29.7	14.5%
Average daily rental (R\$)							
Car Rental - Brazil(*)	89.71	108.57	120.54	11.0%	116.34	132.23	13.7%
Fleet Rental	57.49	72.97	82.93	13.6%	77.45	90.74	17.2%
Utilization rate (does not include cars in preparation and decommissioning):							
Car Rental - Brazil	79.8%	79.6%	78.6%	-1.0 p.p.	78.0%	78.5%	0.5 p.p.
Fleet Rental	98.0%	96.7%	95.6%	-1.1 p.p.	95.2%	93.9%	-1.3 p.p.
Number of cars purchased - Brazil	111,510	254,929	288,622	13.2%	48,161	34,679	-28.0%
Number of cars purchased - Mexico	-	-	1,262		-	202	
Average price of cars purchased (R\$ thsd) - Brazil	68.58	87.87	89.75	2.1%	90.10	94.84	5.3%
Numbers of cars sold - Brazil	92,845	118,538	221,379	86.8%	55,191	64,962	17.7%
Average price of cars sold (R\$ thsd) (***) - Brazil	52.63	62.58	59.47	-5.0%	58.26	63.35	8.7%

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

(**) in 4Q22 the Company concluded the carve-out sale, with a reduction of 49,296 cars in the end of period fleet.

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

17 - Consolidated financial statements – IFRS – R\$ million

ASSETS	2021	2022	2023	1Q24
CURRENT ASSETS:				
Cash and cash equivalents	444.1	1,505.6	2,000.9	1,131.1
Financial assets	4,565.4	4,053.8	8,321.3	9,353.6
Trade accounts receivable	1,310.4	2,480.2	3,681.6	3,749.8
Derivative financial instruments - swap	89.6	283.0	87.7	31.7
Other current assets	351.3	1,316.4	1,141.5	1,625.1
Decommissioning cars to fleet renewal	182.0	1,976.1	2,531.4	2,200.5
Total current assets	6,942.8	11,615.1	17,764.4	18,091.8
NON CURRENT ASSETS:				
Long-term assets:				
Financial assets	3.0	1,349.9	1,186.4	1,193.7
(-) Fair value adjustment of the deposit tied to linked account	-	(423.0)	(334.3)	(312.3)
Derivative financial instruments - swap	448.1	365.6	377.2	346.1
Trade accounts receivable	2.7	9.8	6.6	6.9
Escrow deposit	121.8	220.6	265.4	269.4
Deferred income tax and social contribution	24.3	23.0	38.2	79.5
Investments in restricted accounts	46.1	51.4	-	-
Other non current assets	286.3	580.9	675.5	618.9
Total long-term assets	932.3	2,178.2	2,215.0	2,202.2
Investments:	-	1.2	-	-
Property and equipment				
Cars	15,842.9	41,254.1	49,914.3	48,499.6
Right of use	736.0	834.7	1,122.8	1,145.0
Other	715.0	931.7	1,079.3	1,117.6
Intangible:				
Software and others	37.6	373.7	388.1	389.8
Goodwill on acquisition of investments	105.4	8,463.3	8,463.2	8,463.3
Total non current assets	18,369.2	54,036.9	63,182.7	61,817.5
TOTAL ASSETS	25,312.0	65,652.0	80,947.1	79,909.3

LIABILITIES AND SHAREHOLDERS' EQUITY	2021	2022	2023	1Q24
CURRENT LIABILITIES:				
Trade accounts payable	2,059.3	6,177.8	8,881.4	6,250.2
Assignment of credit rights	-	141.8	86.3	73.8
Social and labor obligations	276.1	333.7	399.2	479.7
Loans, financing and debentures	1,884.8	3,353.5	7,226.5	7,248.7
Lease liability	157.0	185.2	261.6	274.5
Derivative financial instruments - swap	9.1	137.4	370.7	178.7
Income tax and social contribution	9.0	11.7	119.1	148.7
Dividends and interest on own capital	288.8	320.4	357.4	346.2
Other current liabilities	300.4	575.3	714.8	645.1
Total current liabilities	4,984.5	11,236.8	18,417.0	15,645.6
NON CURRENT LIABILITIES:				
Assignment of credit rights	-	134.2	48.1	34.3
Loans, financing and debentures	10,548.3	29,917.6	33,381.1	34,661.1
Lease liability	635.2	727.3	966.5	984.5
Derivative financial instruments - swap	134.7	260.1	260.0	86.2
Provisions	163.6	672.5	604.3	596.5
Deferred income tax and social contribution	1,147.9	2,010.9	1,700.6	1,727.6
Restricted Obligations	47.0	52.1	-	-
Other non current liabilities	33.7	69.9	171.7	164.0
Total non current liabilities	12,710.4	33,844.6	37,132.3	38,254.2
Total liabilities	17,694.9	45,081.4	55,549.3	53,899.8
SHAREHOLDERS' EQUITY:				
Capital	4,000.0	12,150.7	17,376.9	17,549.0
Expenses with share issues	(43.1)	(43.1)	(118.8)	(118.8)
Treasury Shares	(162.1)	(144.6)	(447.2)	(445.9)
Capital Reserves	203.0	4,089.1	4,145.2	4,163.4
Earnings Reserves	3,618.4	4,516.3	4,756.8	5,083.5
Equity Valuation Adjustment	0.9	(9.2)	-	-
Participation of non-controlling partners	-	11.4	8.9	8.6
	-	-	(324.0)	(230.3)
Total shareholders' equity	7,617.1	20,570.6	25,397.8	26,009.5
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	25,312.0	65,652.0	80,947.1	79,909.3

18 - Consolidated financial statements – Statement of Incomes – R\$ million

STATEMENT OF INCOME	2021	2022	2023	1Q24
Total net revenues	10,901.3	17,783.4	28,902.6	8,686.4
COSTS AND EXPENSES:				
Direct costs	(5,798.0)	(9,173.2)	(16,157.4)	(5,128.6)
Selling, general, administrative and other expenses	(1,405.8)	(2,021.1)	(2,222.3)	(637.4)
Cars depreciation	(255.1)	(1,754.3)	(4,184.4)	(942.6)
Other assets depreciation and amortization	(218.4)	(305.4)	(440.0)	(126.8)
Total costs and expenses	(7,677.3)	(13,254.0)	(23,004.1)	(6,835.4)
Income before financial results and taxes (EBIT)	3,224.0	4,529.4	5,898.5	1,851.0
Equity in the earnings of subsidiaries	-	0.1	-	-
FINANCIAL EXPENSES, NET	(320.9)	(2,110.6)	(4,024.3)	(984.6)
Income before taxes	2,903.1	2,418.9	1,874.2	866.4
INCOME TAX AND SOCIAL CONTRIBUTION	(859.4)	(577.8)	(71.1)	(132.9)
Net income	2,043.7	1,841.1	1,803.1	733.5

19 - Statements of cash flows – R\$ million

CONSOLIDATED CASH FLOW	2021	2022	2023	1Q24
CASH FLOWS FROM OPERATING ACTIVITIES:				
Net income	2,043.7	1,841.2	1,803.1	733.5
Adjustments to reconcile net income and cash and cash equivalents provided by operating activities:				
Depreciation and amortization	473.5	2,063.6	4,624.3	1,069.4
Net book value of vehicles written off	(962.0)	(1,748.3)	(1,625.5)	(254.8)
Adjustment to the recoverable value of assets	-	-	153.3	-
Deferred income tax and social contribution	735.4	484.9	(243.8)	(56.3)
Interest on loans, financing, debentures and swaps of fixed rates	502.3	2,898.6	5,012.6	1,256.7
Lease interest	61.8	76.3	107.5	32.8
Others	73.8	18.7	643.3	159.4
(Increase) decrease in assets:				
Trade receivable	(248.1)	(827.9)	(1,368.6)	(128.5)
Purchases of cars (see supplemental disclosure below)	(7,366.9)	(18,621.0)	(23,362.4)	(5,917.8)
Escrow deposits	(8.1)	(6.8)	(32.4)	(1.1)
Taxes recoverable	(266.9)	(187.7)	(310.3)	70.4
Prepaid expenses	(11.6)	92.2	(24.3)	(424.0)
Other assets	85.1	(475.4)	(260.6)	(86.0)
Increase (decrease) in liabilities:				
Accounts payable (except car manufacturers)	109.3	230.9	116.4	(22.1)
Social and labor obligations	57.7	(18.0)	(170.0)	30.8
Income tax and social contribution	124.0	92.8	314.9	189.2
Amount received for disposal of investment	-	-	581.0	0.9
Insurance premium	(93.2)	50.9	36.6	19.2
Other liabilities	(71.3)	271.8	(82.4)	(285.4)
Cash provided by (used in) operating activities	(4,761.5)	(13,763.2)	(14,087.3)	(3,613.7)
Revenue from the sale of decommissioned cars, net of taxes	5,308.0	7,833.6	13,875.6	4,335.9
Income tax and social contribution paid	(307.1)	(83.4)	(130.2)	(28.6)
Interest on loans, financing and debentures paid	(372.9)	(2,349.3)	(4,804.4)	(2,387.6)
Payment of interest on credit assignment by suppliers	-	(6.2)	(9.9)	(4.3)
Lease interest paid	(49.7)	(61.5)	(71.9)	(22.7)
Financial assets	(3,188.2)	(396.6)	(4,103.9)	(1,039.7)
Net cash provided by (used in) operating activities	(3,371.4)	(8,826.6)	(9,332.0)	(2,760.7)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Acquisition of investment, goodwill and fair value surplus	(3.6)	(11.5)	(4.2)	(3.4)
Additions to property and equipment and intangible, net	(143.4)	(352.8)	(387.4)	(100.1)
Acquisition of vehicles for resale	-	(86.3)	-	-
Purchases of other property and equipment and addition of intangible assets	-	1,752.5	-	-
Cash received on sale of asset held for sale	-	3,220.5	-	-
Amount received for disposal of investment	-	-	-	-
Net cash provided by (used in) investing activities	(147.0)	4,522.4	(391.6)	(103.5)
CASH FLOWS FROM FINANCING ACTIVITIES:				
Loans and financings:				
Proceeds	3,098.0	1,289.4	5,981.7	766.4
Repayment	(1,395.8)	(820.2)	(3,899.5)	(365.1)
Debentures				
Proceeds	498.1	9,051.2	6,454.0	3,248.0
Repayment	(383.1)	(728.6)	(1,408.5)	(1,374.7)
Lease liability:				
Repayment	(144.0)	(187.3)	(249.3)	(69.6)
Capital payment - with subscription of shares	-	116.2	5,150.5	172.1
Payment of suppliers' assignment of credit rights	-	(1,649.8)	-	-
Amortization of assignment of credit rights	-	-	(142.0)	(26.2)
Other comprehensive results	-	(0.3)	(6.2)	-
Mutual with third parties	-	(270.0)	-	-
Treasury shares (acquired)/ sold	4.4	4.6	(314.7)	-
Exercise of stock options with treasury shares, net	(1.3)	2.5	(5.1)	0.7
Dividends paid	(18.1)	(631.2)	-	-
Interest on own capital	(282.1)	(725.9)	(1,342.0)	(357.2)
Net cash provided by (used in) financing activities	1,376.1	5,450.6	10,218.9	1,994.4
NET CASH FLOW PROVIDED (USED) IN THE YEAR	(2,142.3)	1,146.4	495.3	(869.8)
CASH AND EQUIVALENTS:				
At the beginning of the period	2,586.4	444.1	1,505.6	2,000.9
At the end of the period	444.1	1,505.6	2,000.9	1,131.1
At the end of the period - held for sale	-	84.9	-	-
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(2,142.3)	1,146.4	495.3	(869.8)
Supplemental disclosure of cash flow information:				
Cash paid during the period for cars acquisition				
Cars acquisition in the year/period - renewal	(6,366.9)	(9,317.0)	(19,817.7)	(3,308.7)
Cars acquisition in the year/period - growth	(1,289.0)	(13,222.0)	(6,132.0)	-
Suppliers - automakers:				
Balance at the end of the year	1,707.4	5,625.3	8,212.6	5,603.5
Balance at the beginning of the year	(1,418.4)	(1,707.4)	(5,625.3)	(8,212.6)
Cash paid for cars purchased	(7,366.9)	(18,621.0)	(23,362.4)	(5,917.8)

20 - Glossary and Other information

- **Adjusted Results:** Refers to the adjusted result of expenses specifically related to the integration process with Locamerica and the carve-out of the Car Rental and Used Cars assets that were sold.
- **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.
- **Backlog:** Number of cars contracted and not yet implemented.
- **Business combination one-offs:** refers to expenses specifically related to the integration process with Locamerica and the carve-out of the Car Rental and Used Cars assets that were sold.
- **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 156/22.
- **EBITDA Margin:** EBITDA divided by the net revenues.
- **EBIT:** is the net income of the period added by the income tax and net financial expense.
- **EBIT Margin:** EBIT divided by the rental net revenue.
- **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.
- **LTM:** Last twelve months
- **MTM:** Mark-to-market of debt and swaps.
- **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.
- **Operating Fleet:** Includes the cars in the fleet from the licensing until they become available for sale.
- **Proforma Results:** It refers to the historical result prepared in a proforma manner to simulate a scenario in which Localiza and Locamerica were already combined and reporting their results on a consolidated basis since 01/01/21, using the same accounting criteria.
- **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 made to protect risks associated with FX and basic interest rate variation.
- **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.

21 – 4T23 Webinar

Date: Friday, May 10, 2024.

Portuguese (with simultaneous translation to English)

12pm (BRT) | 11am (EDT) | 4pm (BST)

Register on this link: [here](#)

Replay available at ri.localiza.com after the event.

To access the results, please visit [Results Center](#).

For further investor relations information, please visit the investor relations section of the website at ri.localiza.com.

Contact: (31) 3247-7024 ri.localiza.com

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This release contains summarized information, with no intention of being complete and must not be considered by shareholders or potential investors as an investment recommendation. Information on Localiza, its activities, its economic and financial situation and the inherent risks associated with its usiness, as well its financial statements, can be obtained from Localiza's website (ri.localiza.com).

(A free translation of the original in Portuguese)

ITR - Interim Financial Information - 03/31/2024 - Localiza Rent a Car S.A.

Version: 2

LOCALIZA RENT A CAR S.A.

BALANCE SHEET (in BRL thousand)

ASSETS

	Note	Individual		Consolidated	
		03/31/24	12/31/23	03/31/24	12/31/23
Current assets					
Cash and cash equivalents	5	828,286	1,107,076	1,131,071	2,000,897
Short-term investments	6	6,548,183	6,798,407	9,353,641	8,321,252
Trade receivables	7	2,113,091	2,173,840	3,749,805	3,681,632
Dividends receivable	10.2.1(b)	333,883	333,883	-	-
Decommissioned vehicles for fleet renewal	12(b)	1,271,514	1,423,307	2,200,468	2,531,398
Derivative financial instruments	4.1	30,136	-	31,653	87,739
Recoverable taxes	8	219,307	191,080	603,663	628,372
Other current assets	9	576,067	330,375	1,021,504	513,113
Total current assets		11,920,467	12,357,968	18,091,805	17,764,403
Non-current assets					
Long-term assets:					
Short-term investments	6	1,190,254	1,180,600	1,193,695	1,186,351
(-) Present value adjustment	6	(312,316)	(334,288)	(312,316)	(334,288)
Trade receivables	7	-	-	6,890	6,617
Derivative financial instruments	4.1	312,345	142,751	346,146	377,248
Escrow deposits	20(b)	127,606	125,917	269,348	265,442
Deferred income tax and social contribution	21(a)	14,598	-	79,507	38,208
Recoverable taxes	8	260,957	289,833	515,873	561,588
Other non-current assets	9	1,972	2,599	103,028	113,911
Total long-term assets		1,595,416	1,407,412	2,202,171	2,215,077
Investments	10.2	28,019,775	25,067,975	-	-
Property and equipment	12(a)	23,350,789	24,890,683	50,762,263	52,116,268
Intangible assets	13	152,146	139,931	8,853,050	8,851,336
Total non-current assets		53,118,126	51,506,001	61,817,484	63,182,681
Total assets		65,038,593	63,863,969	79,909,289	80,947,084

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.**BALANCE SHEET**
(in BRL thousand)**LIABILITIES AND SHAREHOLDERS' EQUITY**

	Note	Individual		Consolidated	
		03/31/24	12/31/23	03/31/24	12/31/23
Current liabilities					
Suppliers	14	3,540,813	5,896,508	6,250,167	8,881,381
Payroll and related taxes	15	383,612	315,951	479,658	399,196
Assignment of credit rights	16	-	-	73,835	86,277
Loans, financing, and debt securities	17	5,922,097	5,968,789	7,248,681	7,226,535
Derivative financial instruments	4.1	145,998	207,347	178,728	370,684
Lease liability	18	238,082	240,228	274,528	261,597
Income tax and social contribution payable		-	7,759	148,726	119,109
Dividends and interest on equity	22(e)	346,204	357,380	346,204	357,380
Other current liabilities	19	547,579	672,271	644,994	714,864
Total current liabilities		11,124,385	13,666,233	15,645,521	18,417,023
Non-current liabilities					
Assignment of credit rights	16	-	-	34,345	48,052
Loans, financing, and debt securities	17	26,491,103	23,283,617	34,661,057	33,381,098
Derivative financial instruments	4.1	2,102	75,865	86,220	260,035
Lease liability	18	1,199,545	1,165,337	984,526	966,506
Provisions for risks	20(a)	137,879	141,631	596,521	604,285
Deferred income tax and social contribution	21(a)	-	59,953	1,727,573	1,700,585
Other non-current liabilities	19	82,628	82,451	163,986	171,685
Total non-current liabilities		27,913,257	24,808,854	38,254,228	37,132,246
Total liabilities		39,037,642	38,475,087	53,899,749	55,549,269
Equity					
	22				
Share capital		17,548,981	17,376,899	17,548,981	17,376,899
Share issuance expenses		(118,804)	(118,804)	(118,804)	(118,804)
Treasury shares		(445,903)	(447,225)	(445,903)	(447,225)
Capital reserves		4,163,422	4,145,180	4,163,422	4,145,180
Revenue reserves		4,756,830	4,756,830	4,756,830	4,756,830
Retained earnings		326,723	-	326,723	-
Other comprehensive income		(230,298)	(323,998)	(230,298)	(323,998)
		26,000,951	25,388,882	26,000,951	25,388,882
Attributable to non-controlling partners		-	-	8,589	8,933
Total shareholders' equity		26,000,951	25,388,882	26,009,540	25,397,815
Total liabilities and shareholders' equity		65,038,593	63,863,969	79,909,289	80,947,084

LOCALIZA RENT A CAR S.A.

STATEMENT OF INCOME

PERIODS OF THREE MONTHS ENDED MARCH 31

(In BRL thousand, except net income per share)

	Note	Individual		Consolidated	
		1Q24	1Q23	1Q24	1Q23
Net revenues	25	4,919,188	4,303,099	8,686,390	6,825,668
Costs	26	(3,685,481)	(3,317,596)	(6,164,409)	(4,684,229)
Gross profit		1,233,707	985,503	2,521,981	2,141,439
Operating income (expenses):					
Selling	26	(325,947)	(267,829)	(492,781)	(375,343)
General, administrative, and other expenses	26	(90,752)	(99,463)	(178,281)	(126,452)
Equity in the earnings of subsidiaries	10.2	546,843	309,542	-	(60)
		130,144	(57,750)	(671,062)	(501,855)
Earnings before financial income and expenses		1,363,851	927,753	1,850,919	1,639,584
Financial income	27	220,488	121,321	321,515	225,040
Financial expenses	27	(956,258)	(679,220)	(1,306,084)	(1,294,993)
Financial income (expenses)	27	(735,770)	(557,899)	(984,569)	(1,069,953)
Earnings before income tax and social contribution		628,081	369,854	866,350	569,631
Income tax and social contribution:	21(b)				
Current		1,132	(137,353)	(189,153)	(180,431)
Deferred		104,603	290,305	56,275	132,349
		105,735	152,952	(132,878)	(48,082)
Net income for the period		733,816	522,806	733,472	521,549
Attributable to the shareholders of the Company				733,816	522,806
Attributable to non-controlling shareholders				(344)	(1,257)
Earnings per share (in BRL):	23				
Basic				0.69146	0.53363
Diluted				0.68748	0.53027

LOCALIZA RENT A CAR S.A.

STATEMENT OF COMPREHENSIVE INCOME
 PERIODS OF THREE MONTHS ENDED MARCH 31
 (in BRL thousand)

	Individual		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Net income for the period	733,816	522,806	733,472	521,549
Other comprehensive income				
Items that will not be subsequently reclassified to income				
Fair value gain (loss) on financial liabilities designated at fair value through profit or loss attributable to changes in credit risk	88,386	(10,661)	89,268	(14,713)
Income tax and social contribution	(30,052)	3,624	(30,352)	5,002
Items that may be subsequently reclassified to income				
Exchange variation of investees located abroad	-	-	14,392	(2,111)
Share in the comprehensive income of subsidiaries	35,366	(67,169)	-	-
Cash flow hedge	-	-	30,897	(94,521)
Income tax and social contribution on cash flow hedge	-	-	(10,505)	32,137
Other comprehensive income for the period, net of taxes	93,700	(74,206)	93,700	(74,206)
Total comprehensive income for the period	827,516	448,600	827,172	447,343
Attributable to the shareholders of the Company			827,516	448,600
Attributable to non-controlling shareholders			(344)	(1,257)

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ITR - Interim Financial Information - 03/31/2024 - Localiza Rent a Car S.A.

Version: 2

LOCALIZA RENT A CAR S.A.

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
PERIODS OF THREE MONTHS ENDED MARCH 31 (In BRL thousand, unless otherwise stated)

Note	Share Capital			Capital reserves			Retained earnings			Other comprehensive income	Total	Non-controlling shareholders	Total shareholders' equity
	Share Capital	Share issuance expenses	Treasury shares	Goodwill on merger of shares	Stock options granted	Goodwill on share subscription	Legal reserve	Statutory reserve	Retained earnings				
As of December 31, 2022	12,150,698	(43,111)	(144,557)	3,827,562	145,394	116,126	467,372	4,048,888	-	(9,176)	20,559,196	11,409	20,570,605
Comprehensive income for the period													
Net income for the period	-	-	-	-	-	-	-	-	522,806	-	522,806	(1,257)	521,549
Cash flow hedge, net of taxes	-	-	-	-	-	-	-	-	-	(62,384)	(62,384)	-	(62,384)
Exchange variation of investees located abroad	10.2	-	-	-	-	-	-	-	-	(2,111)	(2,111)	-	(2,111)
Other comprehensive income		-	-	-	-	-	-	-	-	(9,711)	(9,711)	-	(9,711)
Stock options and shares granted and recognized		-	-	-	10,596	-	-	-	-	-	10,596	-	10,596
Long-term incentive programs – treasury shares		-	155	-	-	(94)	-	-	-	-	61	-	61
Long-term incentive option plan – subsidiaries	10.2	-	-	-	7,449	-	-	-	-	-	7,449	-	7,449
Capital increase		180,700	-	-	-	-	-	-	-	-	180,700	-	180,700
Interest on equity (BRL 0.37 per share)		-	-	-	-	-	-	-	(362,844)	-	(362,844)	-	(362,844)
As of March 31, 2023	12,331,398	(43,111)	(144,402)	3,827,562	163,439	116,032	467,372	4,048,888	159,962	(83,382)	20,843,758	10,152	20,853,910
As of December 31, 2023	17,376,899	(118,804)	(447,225)	3,827,562	187,892	129,726	557,650	4,199,180	-	(323,998)	25,388,882	8,933	25,397,815
Comprehensive income for the period													
Net income for the period		-	-	-	-	-	-	-	733,816	-	733,816	(344)	733,472
Cash flow hedge, net of taxes		-	-	-	-	-	-	-	-	20,392	20,392	-	20,392
Exchange variation of investees located abroad	10.2	-	-	-	-	-	-	-	-	14,392	14,392	-	14,392
Other comprehensive income		-	-	-	-	-	-	-	-	58,916	58,916	-	58,916
Stock options and shares granted and recognized		-	-	-	17,301	-	-	-	-	-	17,301	-	17,301
Long-term incentive programs – treasury shares		-	-	1,322	-	(159)	-	-	-	-	737	-	737
Long-term incentive option plan – subsidiaries	10.2	-	-	-	1,526	-	-	-	-	-	1,526	-	1,526
Capital increase	22(a)	172,082	-	-	-	-	-	-	-	-	172,082	-	172,082
Interest on equity (BRL 0.38 per share)	22(d)	-	-	-	-	-	-	-	(407,093)	-	(407,093)	-	(407,093)
As of March 31, 2024	17,548,981	(118,804)	(445,903)	3,827,562	206,560	129,300	557,650	4,199,180	326,723	(230,298)	26,000,951	8,589	26,009,540

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

STATEMENT OF CASH FLOWS

PERIODS OF THREE MONTHS ENDED MARCH 31 (In BRL thousand)

	Note	Individual		Consolidated	
		1Q24	1Q23	1Q24	1Q23
Net income for the period		733,816	522,806	733,472	521,549
Adjustments to reconcile net income to cash and cash equivalents from operating activities:					
Depreciation and amortization	26	530,496	491,974	1,069,441	983,416
Gain on the sale, net of loss and write-off of decommissioned vehicles		(84,564)	(253,752)	(254,791)	(531,026)
Deferred income tax and social contribution	21(b)	(104,603)	(290,305)	(56,275)	(132,349)
Equity in the earnings of subsidiaries	10.2	(546,843)	(309,542)	-	60
Provisions for risks		(3,752)	8,672	(7,764)	(50,529)
Interest on loans, financing, debt securities and derivatives	4 and 17	911,696	622,988	1,256,725	1,217,923
Lease interest accruals	18	36,708	28,382	32,811	22,854
Allowance for doubtful debts and expected losses and write-off of uncollectible amounts	26	29,328	19,690	55,800	31,249
Profit sharing	26	31,895	36,258	49,635	56,105
Other provisions		16,800	(8,185)	61,769	47,916
Changes in assets and liabilities:					
Short-term investments	6	240,570	482,426	(1,039,733)	497,217
Trade receivables		28,919	426,362	(128,540)	383,223
Revenue from the sale of decommissioned cars, net of taxes	25	2,487,118	2,297,509	4,335,893	3,376,532
Acquisition of vehicles, net of change in the balance of amounts owed to suppliers of vehicles	12 and 14	(3,334,589)	(3,590,050)	(5,917,753)	(6,368,257)
Escrow deposits		(679)	(3,188)	(1,069)	(7,288)
Recoverable taxes		649	(6,795)	70,424	(93,352)
Prepaid expenses and property tax on motor vehicles – IPVA	9	(199,765)	(191,305)	(424,022)	(388,932)
Other assets		(78,530)	(43,055)	(86,027)	(47,113)
Suppliers (except automakers) and lease liability	14 and 18	(164,047)	(76,976)	(22,146)	(66,051)
Payroll and related taxes		35,766	25,330	30,827	21,048
Income tax and social contribution		(1,132)	137,353	189,153	180,431
Insurance premiums		18,842	28,754	19,230	28,157
Other liabilities		(179,552)	(42,028)	(285,379)	(24,130)
Net cash generated by (used in) operating activities		404,547	313,323	(318,319)	(341,347)
Income tax and social contribution paid		-	-	(28,589)	(4,329)
Interest on loans, financing, debt securities and derivatives paid	17 and 4.1	(997,056)	(376,134)	(2,387,609)	(927,623)
Interest on assignment of credit rights		-	-	(4,334)	(621)
Lease interest paid		(20,251)	(16,517)	(22,719)	(17,153)
Net cash used in operating activities		(612,760)	(79,328)	(2,761,570)	(1,291,073)
Cash flow from investment activities:					
Purchase of other property and equipment	12(a)	(34,674)	(23,497)	(75,960)	(49,048)
Purchase of intangible assets	13	(20,115)	(17,107)	(24,139)	(21,007)
Payment for acquisition of company		-	-	(3,431)	(4,290)
Amount received for the disposal of investments		-	-	894	304,925
Capital increase in subsidiaries	10.2	-	(20,000)	-	-
Net cash generated by (used in) investment activities		(54,789)	(60,604)	(102,636)	230,580

LOCALIZA RENT A CAR S.A.

STATEMENT OF CASH FLOWS

PERIODS OF THREE MONTHS ENDED MARCH 31 (In BRL thousand)

	Note	Individual		Consolidated	
		1Q24	1Q23	1Q24	1Q23
Cash flow from financing activities:					
Loans, financing, and debt securities:	17				
Funding, net of funding costs		2,458,176	1,969,358	4,014,392	3,981,914
Amortization and debenture repurchase		(1,826,543)	(1,045,347)	(1,739,821)	(1,788,405)
Amortization of lease liabilities		(58,488)	(48,028)	(69,582)	(52,298)
Amortization of assignment of credit rights		-	-	(26,223)	(30,515)
Long-term incentive programs – treasury shares		737	61	737	61
Interest on equity payable		(357,205)	(317,523)	(357,205)	(317,523)
Capital subscription paid in	22	172,082	134,091	172,082	134,091
Net cash generated from financing activities		388,759	692,612	1,994,380	1,927,325
Increase in cash and cash equivalents, net		(278,790)	552,680	(869,826)	866,832
Balance of cash and cash equivalents:					
At the beginning of the period	5	1,107,076	734,719	2,000,897	1,505,623
At the end of the period		828,286	1,287,399	1,131,071	2,372,455
Increase in cash and cash equivalents, net		(278,790)	552,680	(869,826)	866,832

LOCALIZA RENT A CAR S.A.

STATEMENT OF VALUE ADDED
PERIODS OF THREE MONTHS ENDED MARCH 31
(in BRL thousand)

	Note	Individual		Consolidated	
		1Q24	1Q23	1Q24	1Q23
Revenues:					
Gross revenues net of discounts	25	5,163,970	4,505,571	9,138,289	7,184,554
Revenues from the construction of assets		42,018	34,034	60,283	37,307
Allowance for doubtful debts and write-off of uncollectible amounts	26	(29,328)	(19,690)	(55,800)	(31,249)
Other revenues		-	-	926	-
Total revenues		5,176,660	4,519,915	9,143,698	7,190,612
Costs and expenses acquired from third parties:					
Materials, power, third-party services and other		(217,207)	(180,207)	(323,326)	(185,801)
Vehicle rental costs and residual value of written-off vehicles		(3,054,916)	(2,722,576)	(4,900,803)	(3,523,106)
Total costs and expenses acquired from third parties		(3,272,123)	(2,902,783)	(5,224,129)	(3,708,907)
Gross value added		1,904,537	1,617,132	3,919,569	3,481,705
Depreciation and amortization	26	(530,496)	(491,974)	(1,069,441)	(983,416)
Net value added generated		1,374,041	1,125,158	2,850,128	2,498,289
Wealth received in transfers:					
Financial income	27	230,107	126,280	337,448	236,778
Equity in the earnings of subsidiaries		546,843	309,542	-	(60)
Value added distribution		2,150,991	1,560,980	3,187,576	2,735,007
Wealth distribution					
Personnel					
- Direct compensation		233,659	216,277	376,525	329,607
- Benefits		70,050	54,834	104,016	76,737
- FGTS		18,724	14,237	30,986	22,120
- Other		16,973	10,596	18,700	19,572
Taxes, fees, and contributions					
- Federal		(30,390)	(82,387)	356,029	231,275
- State		87,003	88,060	175,403	158,491
- Municipal		8,119	14,331	16,557	24,123
Remuneration of debt capital					
- Interest		956,258	679,220	1,306,084	1,294,993
- Real estate lease	26	42,904	30,826	54,122	43,288
- Other leases		13,875	12,180	15,682	13,252
Return on equity					
- Interest on equity	22(d)	407,093	362,844	407,093	362,844
- Retained earnings		326,723	159,962	326,723	159,962
- Attributable to non-controlling shareholders		-	-	(344)	(1,257)
Wealth distributed and retained		2,150,991	1,560,980	3,187,576	2,735,007

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ON THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 2024
(in BRL thousand, unless otherwise stated)

1. OPERATING CONTEXT

Localiza Rent a Car S.A. ("Localiza", "Company", or "Parent Company"), with registered address at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, State of Minas Gerais, became a Brazilian publicly-held corporation in May 2005, listed on the B3 S.A. - Brasil, Bolsa, Balcão ("B3") Novo Mercado segment, the highest corporate governance level in the Brazilian capital market. Localiza's shares are traded under ticker RENT3.

The main activity of Localiza and its subsidiaries ("Platform" or "Consolidated") are car rentals, which includes the granting of franchises, and fleet rental. To renew the fleet while maximizing cash generation, Localiza and its subsidiaries sell their decommissioned vehicles.

As of March 31, 2024, the Platform, including its franchisees in Brazil and abroad, was comprised of 702 car rental locations (unaudited), of which: (i) 608 locations in 362 cities in Brazil, 531 of which were operated by Localiza and 77 by franchisees; and (ii) 94 agencies, of which 12 are operated by Localiza in Mexico and 82 by franchisees in five other countries in South America, located in 46 cities. In addition to its network of locations, the Platform has 225 points of sale distributed in 115 cities across the country for its own vehicles, which are decommissioned after being used for renting.

This individual and consolidated interim financial information was approved and authorized for disclosure by the Executive Board and the Board of Directors on May 9, 2024.

2. BASIS OF PREPARATION, PRESENTATION OF THE INTERIM FINANCIAL STATEMENTS, AND SUMMARY OF MATERIAL ACCOUNTING POLICIES

The Company's interim financial information, which comprises the individual (parent company) and consolidated interim financial information, identified as "Individual" and "Consolidated", was prepared and is presented in accordance with technical pronouncement CPC 21 (R1) - Interim Statement, issued by the Brazilian Accounting Pronouncements Committee ("CPC") and approved by the Brazilian Securities Commission ("CVM"), and with the international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board ("IASB", currently referred to by the IFRS Foundation as "IFRS Accounting Standards"), including interpretations issued by the IFRS Interpretations Committee (IFRIC Interpretations) or its predecessor body, the Standing Interpretations Committee (SIC Interpretations). Disclosures are limited to all information of significance to the interim financial statements, being consistent with that used by Management in the performance of its duties.

The individual interim financial information presents investments in subsidiaries under the equity method, in accordance with the accounting practices adopted in Brazil and by the International Financial Reporting Standards ("IFRS").

The information regarding the preparation and presentation bases of the interim financial information and the summary of the main accounting practices did not change materially in relation to those disclosed in Note 2 and in the other explanatory notes of the annual financial statements for the year ended on December 31, 2023 (hereinafter referred to as "December 31, 2023 financial statements"), issued on March 11, 2024 on www.gov.br/cvm, www.b3.com.br and www.localiza.com/ri, and published on March 19, 2024 in newspaper Diário do Comércio de Minas Gerais and in its digital edition, on the same date. This information should therefore be read together with the annual financial statements.

3 RECENTLY ISSUED ACCOUNTING STANDARDS AND THEIR INTERPRETATION

3.1 Recently issued accounting standards and their interpretation adopted by the Company in the current period

- **Amendment to IAS 1 "Presentation of Financial Statements":** in accordance with IAS 1 – "*Presentation of financial statements*", for an entity to classify liabilities as non-current in its financial statements, it must have the right to avoid settling the liabilities for at least twelve months from the balance sheet date. In January 2020, the IASB issued an amendment to IAS 1 "*Classification of liabilities as current or non-current*", whose application date was for years starting from January 1, 2023, which determined that the entity would not have the right to avoid the settlement of a liability for at least twelve months, if, on the balance sheet date, it had not complied with indices provided for in restrictive clauses (e.g.: covenants), even if the contractual measurement of the covenant was only required after the balance sheet date within twelve months.

Subsequently, in October 2022, a new amendment was issued to clarify that liabilities that contain restrictive contractual clauses requiring the achievement of indexes under covenants only after the balance sheet date, do not affect the classification as current or non-current. Only covenants with which the entity is required to comply by the balance sheet date affect the classification of the liability, even if measurement only takes place after that date.

The 2022 amendment introduces additional disclosure requirements that allow users of financial statements to understand the risk of the liability being settled within twelve months after the balance sheet date. Therefore, both amendments apply for years beginning on or after January 1, 2024.

- **Amendment to IFRS 16 – Lease liability in selling and leaseback:** In September 2022, the IASB published amendments to IFRS 16 that require the seller-lessee to determine lease payments or revised lease payments so that it does not recognize a gain or loss related to the retained right-of-use, after the commencement date. The amendments do not affect the gain or loss recognized by the seller-lessee in connection with the partial or total termination of a lease. A seller-lessee applies the amendment retrospectively in accordance with IAS 8 Policies, changes in accounting estimates, and errors in sale and leaseback transactions entered after the date of initial application (that is, from the beginning of the annual reporting period in which the entity first applied IFRS 16). The amendments are effective for annual periods beginning on or after January 1, 2024.
- **Amendment to IAS 7 – Supplier Financing Agreements:** In May 2023, the IASB issued new disclosure requirements aimed at providing greater transparency regarding supplier financing arrangements and their effects on liabilities, cash flows, and companies' exposure to liquidity risk. The amendments include requirements already existing in other IFRSs and will necessitate disclosure of (i) terms and conditions of the agreement; (ii) amount of liabilities comprising the arrangement, disaggregating the amounts paid to suppliers by financial institutions and where it is recorded on the balance sheet; (iii) maturity date ranges; and (iv) liquidity risk information. The amendments are effective for annual periods beginning on or after January 1, 2024.
- **CPC 09 (R1) – Value Added Statement – CVM Resolution 199:** On February 9, 2024, the Brazilian Securities and Exchange Commission (CVM) issued Resolution 199, approving Technical Pronouncement CPC 09 (R1) regarding the Value Added Statement. The main objective of this standard is to clarify regulatory requirements and, consequently, narrow the scope of accounting practices adopted by Brazilian companies in preparing the Value Added Statement. The resolution came into effect on March 1, 2024, and must be applied to years beginning after January 1, 2024.

The aforementioned changes did not have a material impact on the Company's interim financial statements.

3.2 Recently issued accounting standards and interpretations not yet adopted by the Company

The following changes to IFRS were issued by the IASB, but were not effective for the period of this interim financial information. The early adoption of the standards, although encouraged by IASB, is not permitted under CPC in Brazil.

MANAGEMENT'S EXPLANATORY NOTES ON THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 2024
(in BRL thousand, unless otherwise stated)

- IFRS 18 – Presentation and Disclosure of Financial Statements:** IFRS 18 introduces three defined categories for revenues and expenses: operating, investing, and financing. This change aims to enhance the structure of the statement of income. Furthermore, the standard requires all entities to provide new defined subtotals, including operating profit. The enhanced structure and the new subtotals will provide investors with a consistent starting point for analyzing the performance of companies. IFRS 18 also requires companies to disclose explanations about specific measures related to the statement of income, referred to as management-defined performance measures. The new requirements will enhance the discipline and transparency of management-defined performance measures and probably make them subject to audits. IFRS 18 will replace IAS 1/CPC 26: Presentation of Financial Statements as of January 1, 2027.

The Company will await guidance from the Brazilian Accounting Pronouncements Committee (CPC) for the implementation of this standard and is currently assessing the potential impacts on its financial statements.

4 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

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

	Note	Individual		Consolidated	
		03/31/24	12/31/23	03/31/24	12/31/23
Financial assets					
<u>Financial assets at amortized cost</u>					
Cash and cash equivalents	5	776,087	815,285	1,015,615	1,556,724
Short-term investments	6	4,050,150	2,134,452	4,390,676	2,140,203
Trade receivables	7	2,113,091	2,173,840	3,756,695	3,688,249
Receivables from insurance company	9	266,605	211,678	276,539	215,240
Other receivables from related parties	9	2,568	12,482	-	-
Investments in restricted accounts	9	-	-	53,772	55,716
Amount receivable for the disposal of investment	9	-	-	6,825	7,719
Escrow deposits	20(b)	127,606	125,917	269,348	265,442
<u>Financial assets at fair value through profit or loss</u>					
Cash and cash equivalents	5	52,199	291,791	115,456	444,173
Short-term investments	6	3,375,971	5,510,267	5,844,344	7,033,112
Derivative financial instruments		313,710	142,751	349,028	431,537
Other trade receivables	9	-	-	45,233	53,537
<u>Financial assets at fair value through comprehensive income</u>					
Derivative financial instruments		28,771	-	28,771	33,450
Financial liabilities					
<u>Financial liabilities at amortized cost</u>					
Suppliers	14	(3,540,813)	(5,896,508)	(6,250,167)	(8,881,381)
Assignment of credit rights	16	-	-	(108,180)	(134,329)
Loans, financing, and debt securities		(27,875,330)	(26,481,426)	(35,760,846)	(34,467,212)
Lease liability	18	(1,437,627)	(1,405,565)	(1,259,054)	(1,228,103)
Accounts payable to related parties	19	(38,646)	(70,142)	-	-
Insurance premiums for transfer	19	(158,271)	(139,429)	(160,205)	(140,975)
Restricted obligations	19	-	-	(55,932)	(57,889)
Amounts payable for the acquisition of companies	19	-	-	(13,622)	(17,053)
Dividends and interest on equity	22(d)	(346,204)	(357,380)	(346,204)	(357,380)
<u>Financial liabilities at fair value through profit or loss</u>					
Loans, financing, and debt securities		(4,537,870)	(2,770,980)	(6,148,892)	(6,140,421)
Derivative financial instruments		(40,479)	(107,625)	(109,531)	(370,259)
<u>Financial liabilities at fair value through other comprehensive income</u>					
Derivative financial instruments		(107,621)	(175,587)	(155,417)	(260,460)

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ON THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 2024

(in BRL thousand, unless otherwise stated)

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

As of March 31, 2024, the Company's consolidated net debt amounted to BRL 30,118,480. Of this amount, BRL 13,542,463 corresponds to net debt subject to CDI variation, and BRL 16,576,017 corresponds to debt with fixed interest at an average rate of 11% per year. Debt with fixed interest refer to hedging operations (swaps), exchanging rates indexed to the CDI for fixed rates (Note 4.1 (b)).

Description	Consolidated		
	Likely scenario	Scenario I – 25% deterioration	Scenario II – 50% deterioration
Net debt as of March 31, 2024 (Note 4(b))	30,118,480	30,118,480	30,118,480
Debts at a fixed rate and amounts hedged with swap to a fixed rate (Note 4 (b))	(16,576,017)	(16,576,017)	(16,576,017)
Net debt subject to CDI fluctuations	13,542,463	13,542,463	13,542,463
Effective average annual CDI rate for the three-month period ended March 31 2024	11.30%	11.30%	11.30%
Estimated average annual CDI rate, according to foreseen scenarios	9.83%	12.29%	14.75%
Effect on financial expenses subject to the CDI rate fluctuation:			
- As per the effective rate	(1,530,298)	(1,530,298)	(1,530,298)
- As per foreseen scenarios	(1,331,224)	(1,664,369)	(1,997,513)
Estimated increase (decrease) in financial expenses for the next twelve months	199,074	(134,071)	(467,215)

The probable scenario for the next 12 months was estimated, according to information in the Focus Bulletin issued by the Central Bank of Brazil, based on an average CDI rate of 9,83% against the effective annual rate of 11.30% as of March 31, 2024.

(ii) Credit Risk

The maximum exposure to the Company's credit risk, based on the net carrying amount of the respective financial assets, is as follows:

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Cash and cash equivalents:				
At least Aa3 on Moody's scale or the equivalent in other rating agencies	828,286	1,107,076	1,131,071	2,000,897
Total cash and cash equivalents (Note 5)	828,286	1,107,076	1,131,071	2,000,897
Short-term investments:				
At least Aa3 on Moody's scale or the equivalent in other rating agencies	7,426,121	7,644,719	10,235,020	9,173,315
Total short-term investments (Note 6)	7,426,121	7,644,719	10,235,020	9,173,315
Trade receivables:				
Trade receivables – customers	1,207,052	1,226,045	2,650,154	2,566,521
Trade receivables – credit cards:				
Aaa on Moody's scale	157,932	190,070	160,137	193,074
Sundry	748,107	757,725	946,404	928,654
Total trade receivables (Note 7)	2,113,091	2,173,840	3,756,695	3,688,249

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ON THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 2024

(in BRL thousand, unless otherwise stated)

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Derivative financial instruments (assets):				
At least Aa3 on Moody's scale or the equivalent for other rating agencies	342,481	142,751	377,799	464,987
Total derivative financial instruments (assets) (Note 4.1)	342,481	142,751	377,799	464,987
Receivables from insurance company (Note 9)	266,605	211,678	276,539	215,240
Receivables for the disposal of investments (Note 9)	-	-	6,825	7,719
Escrow deposits (Note 20(b))	127,606	125,917	269,348	265,442
Total other financial assets	394,211	337,595	552,712	488,401
Total	11,104,190	11,405,981	16,053,297	15,815,849

(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 maintain their commitments. The analysis of the maturities of undiscounted consolidated contractual cash flows of liability financial instruments, based on the interest rate contracted for each transaction and a CDI rate of 10.65% (according to B3¹), on March 31, 2024, is as follows:

	Individual					2029 and after	Total
	2024	2025	2026	2027	2028		
Suppliers	3,540,813	-	-	-	-	-	3,540,813
Debentures	3,832,584	5,690,139	6,545,900	5,968,055	6,112,371	10,838,997	38,988,046
Commercial note (*)	1,905,134	-	-	-	-	-	1,905,134
Working capital	244,566	246,448	583,983	250,360	230,110	568,088	2,123,555
Real Estate Receivables Certificate ("CRI")	77,464	116,882	116,464	398,922	279,995	575,663	1,565,390
Consortium	735	836	48	8	3	-	1,630
Loans in foreign currency	86,664	1,547,750	9,813	515,208	-	-	2,159,435
Derivative financial instruments	145,998	-	-	2,102	-	-	148,100
Lease liability	248,682	235,941	210,744	186,910	152,634	748,449	1,783,360
Interest on equity	346,204	-	-	-	-	-	346,204
Other financial liabilities (**)	196,917	-	-	-	-	-	196,917
Total	10,625,761	7,837,996	7,466,952	7,321,565	6,775,113	12,731,197	52,758,584

	Consolidated					2029 and after	Total
	2024	2025	2026	2027	2028		
Suppliers	6,250,167	-	-	-	-	-	6,250,167
Assignment of credit rights	74,914	52,284	16,537	80	-	-	143,815
Debentures	5,353,334	7,780,057	7,650,434	8,404,599	7,595,130	12,118,647	48,902,201
Commercial note (*)	672,400	-	-	-	-	-	672,400
Working capital	257,537	523,072	725,275	504,370	1,355,482	568,338	3,934,074
Real Estate Receivables Certificate ("CRI")	127,238	169,083	171,183	456,426	341,374	813,694	2,078,998
Certificate of Agribusiness Receivables ("CRA")	26,186	52,074	52,860	53,186	472,003	301,880	958,189
Consortium	735	836	48	8	3	-	1,630
Loans in foreign currency	282,926	1,920,611	838,670	515,208	-	-	3,557,415
Derivative financial instruments	178,728	20,299	23,942	2,102	39,877	-	264,948
Lease liability	251,742	235,660	207,178	175,275	134,916	428,020	1,432,791
Interest on equity	346,204	-	-	-	-	-	346,204
Other financial liabilities (**)	161,516	59,708	1,671	6,864	-	-	229,759
Total	13,983,627	10,813,684	9,687,798	10,118,118	9,938,785	14,230,579	68,772,591

(*) On November 28, 2022, the Board of Directors approved the 1st issuance of commercial notes by Localiza in the amount of BRL 1,700,000 (Note 11). Part of the commercial notes issued by the Company were acquired by its subsidiary Locamerica in the amount of BRL 1,100,000. Additionally, this balance is eliminated for presentation purposes in the Consolidated balance.

(**) This refers to accounts payable to related parties, amounts payable related to the acquisition of companies, linked obligations, and insurance premiums to be passed on (Note 19).

¹ https://www.b3.com.br/pt_br/market-data-e-indices/servicos-de-dados/market-data/consultas/mercado-de-derivativos/precos-referenciais/taxas-referenciais-bm-fbovespa/

(b) Capital management

The Company's businesses require intensive long-term capital to finance the fleet, in order to implement its growth and renewal strategy. The table below shows the Company's debt ratios:

	Note	Consolidated	
		03/31/24	12/31/23
Loans, financing, and debt securities	17	41,909,738	40,607,633
Derivative financial instruments	4.1	(112,851)	165,732
Cash and cash equivalents	5	(1,131,071)	(2,000,897)
Short-term investments (*)	6	(10,547,336)	(9,507,603)
Net debt		30,118,480	29,264,865
Equity		26,009,540	25,397,815
Debt ratio (net debt/equity)		1.16	1.15
Fleet value (**)	12	50,700,099	52,445,648
Net debt/fleet value		0.59	0.56

(*) It does not consider the adjustment to present value (Note 6), since Management believes that the net debt better represents the par value of the investment, its redemption value, being consistent with the maturity profile.

(**) Property and equipment - vehicles and vehicles being decommissioned for fleet renewal.

(c) Fair value of financial instruments

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

	Individual			
	Carrying amount		Fair value	
	03/31/24	12/31/23	03/31/24	12/31/23
Loans, financing, and debt securities				
Debentures	23,397,202	21,232,179	22,701,730	20,322,180
Commercial note	1,762,652	2,540,919	1,757,617	2,528,647
Working capital	1,423,291	1,404,606	1,360,635	1,304,103
CRI	989,921	1,003,327	926,948	917,360
Consortium	1,630	1,881	1,630	1,881
Loan in foreign currency	300,634	298,515	292,008	287,169
Total	27,875,330	26,481,427	27,040,568	25,361,340
	Consolidated			
	Carrying amount		Fair value	
	03/31/24	12/31/23	03/31/24	12/31/23
Loans, financing, and debt securities				
Debentures	30,670,049	28,605,243	29,818,830	27,499,265
Commercial note	620,659	1,431,609	620,336	1,429,669
Working capital	2,606,938	2,557,467	2,554,141	2,477,538
CRI	1,314,130	1,318,953	1,182,001	1,155,705
CRA	246,806	254,603	231,430	233,362
Consortium	1,630	1,881	1,630	1,881
Loan in foreign currency	300,634	298,515	292,008	287,169
Total	35,760,846	34,468,271	34,700,376	33,084,589

The other financial instruments recognized in the individual and consolidated financial statements at their amortized cost do not show significant variations in relation to their respective market values, since the maturity of a substantial part of the balances occurs on dates close to those of the balance sheets.

4.1 Derivative financial instruments and hedge activities

The balance of derivative financial instruments is as follows:

	Individual		Consolidated	
	03/31/24	12/31/23	31/12/24	12/31/23
Foreign currency x BRL (a)	49,399	(39,440)	(8,075)	(167,886)
CDI x fixed rate (b)	(78,850)	(175,586)	(126,646)	(227,009)
IPCA x CDI (c)	223,832	74,565	247,572	229,163
Total, net	194,381	(140,461)	112,851	(165,732)
Current assets	30,136	-	31,653	87,739
Non-current assets	312,345	142,751	346,146	377,248
Current liabilities	(145,998)	(207,347)	(178,728)	(370,684)
Non-current liabilities	(2,102)	(75,865)	(86,220)	(260,035)

The balance of derivative financial instruments are as follows:

	Individual	Consolidated
As of December 31, 2023	(140,461)	(165,732)
Debt assignment between group companies (Note 17(c))	113,582	-
Adjustment to fair value – profit or loss	(12,157)	(56,861)
Adjustment to fair value – other comprehensive income	88,386	120,165
Interest amortization	145,031	215,279
As of March 31, 2024	194,381	112,851
	Individual	Consolidated
As of December 31, 2022	76,648	251,163
Adjustment to fair value – profit or loss	(21,428)	(9,034)
Adjustment to fair value – other comprehensive income	(10,661)	(109,234)
Interest amortization	8,736	61,658
As of March 31, 2023	53,295	194,553

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2024
(in BRL thousand, unless otherwise stated)

(a) Foreign currency x BRL

On March 31, 2024, the Company and its subsidiaries had current hedge operations designed exclusively for protection against exchange rate fluctuation for loans in foreign currency contracted with large financial institutions. The characteristics of these operations are the following:

Company	Classification	Maturity date	Consolidated									
			Index		Reference value	Curve value			Market value (carrying amount)			Gain (loss)
			Long position	Short position	Notional	Long position	Short position	Gain (loss)	Long position	Short position	Gain (loss)	Curve x MTM
Localiza	Fair Value	01/03/2025	EUR + 1.5588%	CDI + 1.20%	EUR 55,394 thousand	300,634	261,427	39,207	291,706	261,570	30,136	(9,071)
Localiza	Fair Value Option	02/04/2027	JPY + 2.02%	CDI + 1.90%	JPY 12,004,000	396,100	402,081	(5,981)	396,158	402,081	(5,923)	58
Localiza	Fair Value Option	05/19/2025	SOFR 3M + 1.50%	CDI + 1.93%	USD 50,000 thousand	251,335	253,849	(2,514)	255,334	253,849	1,485	3,999
Localiza	Fair Value Option	06/30/2025	SOFR 6M + 1.0343%	CDI + 2%	USD 125,000	634,597	623,218	11,379	642,279	623,218	19,061	7,682
Localiza	Fair Value Option	11/28/2025	1.35%	CDI + 1.85%	USD 50,000 thousand	255,890	255,183	707	259,935	255,295	4,640	3,933
Localiza Fleet S.A.	Fair Value Option	01/28/2025	SOFR + 2.78%	116% of CDI	USD 12,500 thousand	63,167	61,589	1,578	63,496	61,979	1,517	(61)
Localiza Fleet S.A.	Fair Value Option	02/23/2026	USD + 6.7412%	CDI + 1.79%	USD 50,000 thousand	250,960	251,663	(703)	257,262	251,663	5,599	6,302
Localiza Fleet S.A.	Fair Value Option	01/13/2026	USD + 5.67%	CDI + 1.46%	USD 100,000	504,292	552,249	(47,957)	521,195	552,249	(31,054)	16,903
Localiza Fleet S.A.	Fair Value Option	11/04/2025	JPY + 1.6%	CDI + 1.85%	JPY 6,752,021	223,726	262,293	(38,567)	231,631	262,407	(30,776)	7,791
Localiza Fleet S.A.	Fair Value Option	10/04/2024	SOFR + 2.76%	CDI + 1.60%	USD 30,642	155,871	159,681	(3,810)	156,921	159,681	(2,760)	1,050
						3,036,572	3,083,233	(46,661)	3,075,917	3,083,992	(8,075)	38,586

(b) CDI x fixed rate

Funding at floating interest rates is hedged against the risk of fluctuations in cash flow due to fluctuations in the benchmark rate ("CDI"), which leads to exposure to cash flow risk due to terms and cash flow amounts. Localiza adopted the initial designation for hedge accounting (CPC 48/IFRS 9) for CDI versus fixed-rate derivative transactions. The characteristics of these operations are the following:

Company	Classification	Maturity ranges	Consolidated									
			Weighted average rates		Reference value	Yield curve			Market value (carrying amount)			Gain (loss)
			Long position	Short position	Notional	Long position	Short position	Gain (loss)	Long position	Short position	Gain (loss)	Curve x MTM
Localiza	Cash Flow	Jul/25 to Oct/28	100% CDI	10.08%	6,040,000	6,371,354	6,332,516	38,838	6,370,904	6,358,597	12,307	(26,531)
Localiza	Cash Flow	Apr/24 to Apr/28	100.99%	11.72%	4,111,259	4,380,763	4,374,658	6,105	4,381,079	4,472,236	(91,157)	(97,262)
Localiza Fleet S.A.	Cash Flow	Apr/24 to Apr/28	100% CDI	11.45%	4,995,416	5,697,422	5,653,910	43,512	5,697,388	5,745,184	(47,796)	(91,308)
						16,449,539	16,361,084	88,455	16,449,371	16,576,017	(126,646)	(215,101)

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

(c) IPCA x CDI

The Platform has derivative financial instruments contracted in order to exchange the remuneration of issuances in IPCA for its equivalent in CDI, which is the reference index used.

The specific characteristics of these transactions on March 31, 2024, are as follows:

Company	Classification	Maturity date	Consolidated									
			Weighted average rates		Reference value	Yield curve			Market value (carrying amount)			Gain (loss)
			Long position % CDI/CDI +	Short position	Notional	Long position	Short position	Gain (loss)	Long position	Short position	Gain (loss)	Curve x MTM
Localiza	Fair Value Option	March 2031	IPCA + 5.4702%	CDI + 1.99% p.a.	400,000	486,066	401,761	84,305	430,820	401,761	29,059	(55,246)
Localiza	Fair Value Option	March 2031	IPCA + 5.4702%	CDI + 1.99% p.a.	300,000	364,549	301,321	63,228	323,115	301,321	21,794	(41,434)
Localiza	Fair Value Option	March 2031	IPCA + 5.4702%	CDI + 1.99% p.a.	300,000	364,549	301,321	63,228	323,115	301,321	21,794	(41,434)
Localiza	Fair Value Option	March 2031	IPCA + 5.4702%	CDI + 1.99% p.a.	200,000	243,033	200,880	42,153	215,411	200,880	14,531	(27,622)
Localiza	Fair Value Hedge	April 2029 September	IPCA + 7.2101%	CDI + 2.01% p.a.	515,000	573,793	545,760	28,033	571,983	545,760	26,223	(1,810)
Localiza	Fair Value Hedge	2031	IPCA + 6.5119%	CDI + 2.39% p.a.	1,100,000	1,283,842	1,104,936	178,906	1,215,075	1,104,644	110,431	(68,475)
Locamerica	Fair Value Hedge	July 2031 September	IPCA + 4.825%	CDI + 1.42% p.a.	200,000	240,264	205,039	35,225	215,283	205,039	10,244	(24,981)
Locamerica	Fair Value Hedge	2028	IPCA + 6.6018%	CDI + 1.06% p.a.	167,200	180,762	167,881	12,881	181,376	167,880	13,496	615
						<u>3,736,858</u>	<u>3,228,899</u>	<u>507,959</u>	<u>3,476,178</u>	<u>3,228,606</u>	<u>247,572</u>	<u>(260,387)</u>

Management's explanatory notes are an integral part of the interim financial information.

5 CASH AND CASH EQUIVALENTS

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Cash and banks	33,131	62,630	72,346	81,641
Bank Certificates of Deposit ("CDB")	539,438	554,658	739,750	1,277,086
Financial bills	203,518	197,997	203,519	197,997
Investment fund units	52,199	291,791	115,456	444,173
Total	828,286	1,107,076	1,131,071	2,000,897

On March 31, 2024, financial investments in CDBs, financial bills, and fixed-income investment fund units had an annual weighted average yield of 105.5% of the Interbank Deposit Certificates ("CDI") rate (105.0% as of December 31, 2023).

Accounting practices and other information related to Cash and cash equivalents (Individual and Consolidated) did not change significantly in relation to those disclosed in Note 5 of the financial statements of December 31, 2023.

6 SHORT-TERM INVESTMENTS

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Bank Certificates of Deposit ("CDB")	3,174,142	1,289,414	3,514,668	1,295,165
Investment fund units	3,375,971	5,510,267	5,844,344	7,033,112
Linked Bank Certificates of Deposit (a)	1,188,324	1,179,326	1,188,324	1,179,326
(-) Present value adjustment	(312,316)	(334,288)	(312,316)	(334,288)
Total	7,426,121	7,644,719	10,235,020	9,173,315
Current	6,548,183	6,798,407	9,353,641	8,321,252
Non-current	877,938	846,312	881,379	852,063

On March 31, 2024, short-term investments had an annual weighted average yield of 112.2% of the Interbank Deposit Certificates ("CDI") rate (108.9% on December 31, 2023).

- (a) Financial investment contracted in the business combination of Companhia de Locação das Américas, executed on June 22, 2022 (Note 10.2.1 of the financial statements as of December 31, 2023).

The accounting practices and other information related to short-term investments (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 6 of the financial statements of December 31, 2023.

7 TRADE RECEIVABLES

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Car rental	1,323,948	1,341,134	1,548,736	1,589,283
Fleet rental	-	-	1,070,757	952,905
Unbilled revenues	415,034	475,622	585,635	618,647
Sale of decommissioned cars	542,490	515,472	811,467	765,370
Resale of cars	-	-	11,221	18,082
Sale of equipment and telemetry	-	-	30,373	31,031
	2,281,472	2,332,228	4,058,189	3,975,318
Allowance for doubtful debts and expected losses and write-off of uncollectible amounts	(168,381)	(158,388)	(301,494)	(287,069)
Total	2,113,091	2,173,840	3,756,695	3,688,249
Current	2,113,091	2,173,840	3,749,805	3,681,632
Non-current	-	-	6,890	6,617

The aging list of trade receivables is as follows:

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Current	1,945,114	2,050,481	3,224,132	3,212,341
Up to 30 days past due	131,834	94,151	381,638	340,308
31 to 60 days past due	24,408	24,723	91,611	85,251
61 to 90 days past due	29,007	17,002	68,198	54,354
91 to 180 days past due	43,246	36,851	95,116	81,990
Over 181 days past due	107,863	109,020	197,494	201,074
Total	2,281,472	2,332,228	4,058,189	3,975,318

The allowance for doubtful debts and expected losses by maturity is as follows:

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Current	(15,449)	(14,209)	(29,860)	(27,891)
Up to 30 days past due	(4,715)	(4,005)	(7,332)	(6,609)
31 to 60 days past due	(3,129)	(2,637)	(3,925)	(3,468)
61 to 90 days past due	(5,273)	(2,443)	(6,743)	(3,757)
91 to 180 days past due	(36,018)	(33,127)	(69,870)	(61,395)
Over 181 days past due	(103,797)	(101,967)	(183,764)	(183,949)
Total	(168,381)	(158,388)	(301,494)	(287,069)

Changes in the allowance for doubtful debts and expected losses were as follows:

	Individual	Consolidated
As of December 31, 2022	(127,255)	(302,819)
Recognition	(33,967)	(129,116)
Reversal	23,562	110,768
As of March 31, 2023	(137,660)	(321,167)
As of December 31, 2023	(158,388)	(287,069)
Recognition	(53,240)	(94,588)
Reversal	43,247	80,163
As of March 31, 2024	(168,381)	(301,494)

The accounting practices and other information related to trade receivables (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 7 of the financial statements of December 31, 2023.

8 RECOVERABLE TAXES

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
PIS and COFINS	262,539	291,354	644,844	682,573
Income tax and social contribution	202,895	177,188	407,653	448,566
VAT recoverable	-	-	39,860	29,773
Other taxes	14,830	12,371	27,179	29,048
Total	480,264	480,913	1,119,536	1,189,960
Current	219,307	191,080	603,663	628,372
Non-current	260,957	289,833	515,873	561,588

a) Useful Life Review Report

Periodically, the Company and its subsidiaries conduct a review of the economic useful life of certain fleet vehicles for fiscal purposes, through a technical report, in accordance with article 320 of the Income Tax Regulation (Decree No. 9,580/18). As a result of this review, technical reports were issued, reducing the fiscal useful life of these vehicles. As a result of this reduction, there was an increase in tax depreciation, tax loss, and carryforwards for social contribution, along with the corresponding recognition of PIS/COFINS tax credits (before income tax and social contribution) and deferred income tax and social contribution assets and liabilities, as shown below. As of January 1, 2024, the Company began recognizing PIS/COFINS tax credits on tax depreciation on a linear basis, considering the useful life of the vehicles, instead of recognizing them on the date of obtaining the aforementioned reports. On March 31, 2024, the recognized amounts were as follows:

1Q24					
Company	Report Date	Economic fiscal useful life (average/months)	PIS and COFINS credit	Deferred IRPJ and CSLL – assets	Deferred IRPJ and CSLL – liabilities
Localiza Rent a Car S.A.	03/15/2024	32.6	27,310	154,449	154,449
			27,310	154,449	154,449
2023					
Company	Report Date	Economic fiscal useful life (average/months)	PIS and COFINS credit	Deferred IRPJ and CSLL – assets	Deferred IRPJ and CSLL – liabilities
Locamerica	02/21/2023	32.7	96,334	453,472	453,472
Localiza Rent a Car S.A.	06/28/2023	37.0	39,052	87,395	218,975
Localiza Fleet	09/22/2023	32.9	28,719	125,711	170,737
Localiza Veículos Especiais S.A.	11/21/2023	25.0	32,809	132,282	138,047
			196,914	798,860	981,231

9 OTHER CURRENT AND NON-CURRENT ASSETS

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Prepaid expenses	61,881	41,163	70,113	59,577
IPVA (a)	179,674	-	414,119	-
Receivables from insurance company (b)	266,605	211,678	276,539	215,240
Other receivables from related parties (Note 11(a))	2,568	12,482	-	-
Advance to suppliers	32,924	34,074	44,523	52,497
Reimbursement to be invoiced	-	-	84,515	64,901
Amount receivable for the disposal of investment (c)	-	-	6,825	7,719
Other current assets	32,415	30,978	124,870	113,179
Total other current assets	576,067	330,375	1,021,504	513,113
Investments in restricted accounts (Note 19)	-	-	53,772	55,716
Prepaid expenses	1,972	2,599	2,017	2,650
Other trade receivables	-	-	45,233	53,537
Other non-current assets	-	-	2,006	2,008
Total other non-current assets	1,972	2,599	103,028	113,911

(a) Refers to prepayments of the Vehicle Property Tax ("IPVA") carried out at the beginning of the fiscal year for active vehicles in the fleet and, monthly, according to vehicle purchases during the year, being amortized in the year between the month of payment and December 2023 or upon completion of the sale.

(b) Expenses incurred on claims, cost of stolen cars, and receivables from insurance companies related to insurance contracted by customers when they rent cars.

(c) Refers to the remaining balance receivable resulting from the sale by Locamerica and Agile Gestão de Frotas e Serviços S.A. of the assets segregated from the car rental operation and corresponding used vehicles to Cedar Locações e Investimentos, a company controlled by an investment fund managed by affiliates of Brookfield Asset Management.

10 INVESTMENTS

10.1 Direct and indirect investees

The Company holds direct or indirect interests in subsidiaries, as follows:

Name	Headquarters	% participation in share/voting capital		Activity
		03/31/24	12/31/23	
Direct subsidiaries				
Car Assistance Serviços de Administração de Sinistros S.A.	Belo Horizonte - MG	100	100	Manages claims for insurance companies
Companhia de Locação das Américas (Locamerica)	Belo Horizonte - MG	100	100	Fleet rental
Localiza Fleet S.A.	Belo Horizonte - MG	100	100	Fleet rental
Localiza Franchising Brasil S.A.	Belo Horizonte - MG	100	100	Franchise business
Localiza Serviços Prime S.A.	Belo Horizonte - MG	100	100	Intermediary in the sale of decommissioned cars
Rental Brasil Administração e Participação S.A.	Belo Horizonte - MG	100	100	Purchase, sale, and rental of properties for the Platform
Indirect subsidiaries				
Acelero Comércio de Veículos S.A.	Belo Horizonte - MG	100	100	Resale of used cars and intermediation activities
Agile Gestão de Frotas e Serviços S.A.	Belo Horizonte - MG	100	100	Fleet rental and intermediation in the sale of decommissioned cars
Car as a Service Ltda.	Belo Horizonte - MG	100	100	Sundry automotive services
Costa Dourada Veículos Ltda.	Maceió - AL	100	100	Fleet rental
Voll S.A. (former Gestão e Operação de Viagens Ltda)	Belo Horizonte - MG	64.6	64.6	Travel and tourism agency services
Iter Tecnologia S.A.	São José - SC	100	100	Solutions for tracking and telemetry
Localiza Veículos Especiais S.A.	São Paulo - SP	100	100	Fleet rental
MOBI7 Sociedad Anónima de Capital Variable	Mexico	100	100	Solutions for tracking and telemetry
MOBI7 Tecnologia em Mobilidade S.A.	Curitiba - PR	100	100	Solutions for tracking and telemetry
LLMX Sociedad Anónima de Capital Variable	Mexico	100	100	Car rental
Nexcorp Serviços e Telecomunicações S.A.	Belo Horizonte - MG	100	100	Solutions for tracking and telemetry
Sofit Software S.A.	Joinville - SC	100	100	Digital content capture, management, and distribution services for fleet rental
Voll Soluções em Mobilidade Corporativa S.A.	Belo Horizonte - MG	64.6	64.6	Travel and tourism agency services

The accounting practices and other information related to equity did not change significantly in relation to those mentioned in Note 10 of the financial statements of December 31, 2023.

10.2 Balance of Investments

	Localiza Fleet Consolidated	Locamerica Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil	Effect of the elimination of IFRS 16 (*)	Goodwill on acquisition of investments	Total
As of December 31, 2023 – investment in subsidiaries	2,594,293	14,176,547	129,906	59,896	1,836	5,828	56,575	8,352,526	25,377,407
Equity in the earnings of subsidiaries	179,542	359,643	2,079	11,683	291	1,706	2,870	-	557,814
Capital increase (non-cash) – Note 17	-	2,368,065	-	-	-	-	-	-	2,368,065
Long-term incentive plans - subsidiaries	743	710	-	-	-	73	-	-	1,526
Cash flow hedge and changes in the fair value of credit risk	20,974	-	-	-	-	-	-	-	20,974
Exchange variation of investees located abroad	14,104	-	-	288	-	-	-	-	14,392
As of March 31, 2024 – investment in subsidiaries	2,809,656	16,904,965	131,985	71,867	2,127	7,607	59,445	8,352,526	28,340,178
As of December 31, 2023 – capital gains and losses	-	(309,432)	-	-	-	-	-	-	(309,432)
Realization of impairment/gain on property and equipment	-	(12,171)	-	-	-	-	-	-	(12,171)
Realization of fair value increment on intangible assets	-	(1,680)	-	-	-	-	-	-	(1,680)
Realization of impairment loss from contingencies	-	2,880	-	-	-	-	-	-	2,880
As of March 31, 2024 – capital gains and losses	-	(320,403)	-	-	-	-	-	-	(320,403)
As of December 31, 2023	2,594,293	13,867,115	129,906	59,896	1,836	5,828	56,575	8,352,526	25,067,975
As of March 31, 2024	2,809,656	16,584,562	131,985	71,867	2,127	7,607	59,445	8,352,526	28,019,775

(*) Equity in the Earnings of Subsidiaries effect recorded at the Parent Company, corresponding to the difference in the elimination in the statement of income between the rental revenue and depreciation and lease interest, related to the lease contract of the Administrative Headquarters between Localiza and its subsidiary Rental Brasil.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

	Localiza Fleet Consolidated	Locamerica Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil	LFI S.R.L.	Effect of the elimination of IFRS 16 (*)	Goodwill on acquisition of investments	Total
As of December 31, 2022 – investment in subsidiaries	1,907,114	5,198,835	111,482	55,267	8,422	3,648	136	45,703	8,352,526	15,683,133
Equity in the earnings of investees	146,770	253,009	(142)	12,268	295	1,067	-	2,813	-	416,080
Capital increase	-	-	20,000	-	-	-	-	-	-	20,000
Long-term incentive plans	3,457	3,434	-	-	-	558	-	-	-	7,449
Cash flow hedge	(32,044)	(33,014)	-	-	-	-	-	-	-	(65,058)
Exchange variation of investees located abroad	(2,111)	-	-	-	-	-	-	-	-	(2,111)
As of March 31, 2024 – investment in subsidiaries	2,023,186	5,422,264	131,340	67,535	8,717	5,273	136	48,516	8,352,526	16,059,493
As of December 31, 2022 – capital gains and losses	-	(95,374)	-	-	-	-	-	-	-	(95,374)
Realization of impairment/gain on property and equipment	-	(131,780)	-	-	-	-	-	-	-	(131,780)
Realization of fair value increment on intangible assets	-	10,986	-	-	-	-	-	-	-	10,986
Realization of impairment loss from contingencies	-	14,256	-	-	-	-	-	-	-	14,256
As of March 31, 2023 – capital gains and losses	-	(201,912)	-	-	-	-	-	-	-	(201,912)
As of December 31, 2022	1,907,114	5,103,461	111,482	55,267	8,422	3,648	136	45,703	8,352,526	15,587,759
A]s of March 31, 2023	2,023,186	5,220,352	131,340	67,535	8,717	5,273	136	48,516	8,352,526	15,857,581

(*) Equity in the Earnings of Subsidiaries effect recorded at the Parent Company, corresponding to the difference in the elimination in the statement of income between the rental revenue and depreciation and lease interest, related to the lease contract of the Administrative Headquarters between Localiza and its subsidiary Rental Brasil.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION AS OF MARCH 31, 2024
(in BRL thousand, unless otherwise stated)

10.2.1 Main financial information of investees

a) Balance sheet and statement of income

	03/31/24			
	Assets	Liabilities	Shareholders' equity	Income/loss in the period
Localiza Fleet (*)	16,364,117	13,540,391	2,823,726	178,711
Locamerica (**)	19,659,442	2,754,477	16,904,965	359,643
Rental Brasil	479,234	347,249	131,985	2,079
Localiza Prime	106,131	34,264	71,867	11,683
Car Assistance	3,189	1,062	2,127	291
Franchising Brasil	29,850	22,243	7,607	1,706
	12/31/23 03/31/23			
	Assets	Liabilities	Shareholders' equity	Income/loss in the period
Localiza Fleet (*)	15,839,710	13,232,153	2,607,557	145,513
Locamerica (**)	19,557,523	5,380,976	14,176,547	253,009
Rental Brasil	467,644	337,738	129,906	(142)
Localiza Prime	91,854	31,958	59,896	12,268
Car Assistance	2,872	1,036	1,836	295
Franchising Brasil	28,174	22,346	5,828	1,067

(*) At Localiza Fleet, BRL 14,070 was considered in shareholders' equity and BRL 831 of loss for the period (BRL 13,264 in shareholders' equity on December 31, 2023 and BRL 3,144 of loss), referring to non-controlling interests.

(**) In Locamerica, goodwill was written off from previous business combinations in the amount of BRL 717,741.

b) Dividends

03/31/24	Localiza Fleet	Locamerica	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil	Total
2023 dividends (minimum mandatory)	147,110	171,218	130	13,367	532	1,526	333,883

Dividends from subsidiaries are classified as investing activities in the Cash Flow Statement.

11 TRANSACTIONS WITH RELATED PARTIES

(a) Balances and transactions with subsidiaries

Balances and transactions made under conditions negotiated between the Company and its subsidiaries are as follows:

	Localiza Fleet		Locamerica Consolidated		Other subsidiaries		Total	
	03/31/24	12/31/23	03/31/24	12/31/23	03/31/24	12/31/23	03/31/24	12/31/23
Equity								
Trade receivables	30,341	28,286	33,561	22,565	-	-	63,902	50,851
Dividends receivable	147,110	147,110	171,218	171,218	15,555	15,555	333,883	333,883
Other trade receivables (Note 9)	-	-	2,521	10,007	47	2,475	2,568	12,482
Suppliers	(6,580)	(5,014)	(86,736)	(238,122)	(14,849)	(12,107)	(108,165)	(255,243)
Commercial note	-	-	(1,141,993)	(1,109,310)	-	-	(1,141,993)	(1,109,310)
Other accounts payable (Note 19)	(26,954)	(1,195)	(7,448)	(67,377)	(4,244)	(1,570)	(38,646)	(70,142)
	Localiza Fleet		Locamerica Consolidated		Other subsidiaries		Total	
	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23
Income or expense								
Revenues	37,558	23,129	9,727	32,211	-	-	47,285	55,340
Costs and expenses	(82,558)	(19,609)	(86,625)	(219,032)	(30,394)	(13,727)	(199,577)	(252,368)
Financial expenses	-	-	(32,681)	(39,828)	-	-	(32,681)	(39,828)
Recovery of costs and expenses	81,650	48,929	45,357	36,973	1,345	1,273	128,352	87,175

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

On July 28, 2022, subsidiary Locamerica Rent a Car entered into a vehicle lease agreement with the Company, for an indefinite period whereby vehicles may be freely sublet to third parties, without prior authorization or notification to Locamerica Rent a Car. The payment conditions in the agreement are met on a monthly basis as measured. On December 31, 2023, Locamerica Rent a Car was merged into Locamerica.

On November 28, 2022, the Board of Directors approved the 1st issuance of commercial notes by Localiza in the amount of BRL 1,700,000. Part of the commercial notes issued by the Company was acquired by its subsidiary Locamerica in the amount of BRL 1,100,000. The financial expenses related to this transaction for the period amounted to BRL 32,681 (BRL 39,828 in 1Q23).

Localiza and its subsidiaries' funding transactions and/or obligations grant sureties to Platform companies. On March 31, 2024 and December 31, 2023, there were sureties for loans, financing, and debt securities, as shown below:

Guarantor	Obligee	03/31/24	12/31/23
Localiza Fleet S.A.	Localiza Rent a Car S.A.	28,932,825	25,096,551
Localiza Rent a Car S.A.	Localiza Fleet S.A.	9,738,021	9,173,698
Localiza Rent a Car S.A.	Rental Brasil Adm. e Participação S.A.	324,209	315,626
Companhia de Locação das Américas S.A	Localiza Rent a Car S.A.	1,535,447	-

As of March 31, 2024, sureties in the contracting of bank guarantees and insurance for lawsuits were also granted in the amount of BRL 705,630 (BRL 708,680 as of December 31, 2023).

(b) Balances and transactions with other related parties

(i) Nature of transactions

The Company and its subsidiaries have other transactions with related parties in the normal course of its business, which are carried out under market conditions.

Name	Relationship	Transaction
Pottencial Seguradora S.A.	Related party	Surety insurance operation
Locapar Participações e Administração Ltda.	Related party	Support in lawsuits when going public
Via Jap Comércio de Veículos Ltda.	Related party	Purchase and sale of used vehicles
Via Trucks Comércio de Caminhões Ltda.	Related party	Purchase and sale of used vehicles
Vanguard Car Rental System USA LLC.	Related party	Lease partnership

(ii) Balance of transactions

	03/31/24		12/31/23	
	Trade receivables and dividends	Accounts payable	Trade receivables and dividends	Accounts payable
Equity				
Alienantes Nexcorp Serviços e Telecomunicações S.A. (*)	-	(4,752)	-	(6,025)
Alienantes Voll Soluções em Mobilidade Corporativa S.A.	-	(8,870)	-	(11,028)
Vanguard Car Rental System USA LLC	1	-	-	-
Via Jap Comércio de Veículos Ltda.	4	-	-	(2)
Via Trucks Comércio de Caminhões Ltda.	343	(137)	411	(262)
Total	348	(13,759)	411	(17,317)

(*) Amount retained in the transaction for the acquisition of indirect subsidiary Nexcorp Serviços e Telecomunicações S.A. ("Getrak"), in order to guarantee the payment of any indemnity owed by the sellers, which is released gradually pursuant to the terms of the agreement.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

	1Q24		1Q23	
	Revenues	Costs, operating expenses, and cost recoveries	Revenues	Costs, operating expenses, and cost recoveries
Income or expense				
Pottencial Seguradora S.A.	-	(324)	-	(82)
Via Trucks Comércio de Caminhões Ltda.	322	(137)	343	(640)
Via Jap Comércio de Veículos Ltda.	4	-	385	(4)
Total	326	(461)	728	(726)

(c) Compensation of key management personnel

	Individual		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Short-term benefits	17,013	14,693	18,649	18,888
Post-employment benefits	258	199	284	219
Share-based compensation	12,989	14,496	13,328	17,701
Total	30,260	29,388	32,261	36,808

The accounting practices and other information related to transactions with related parties did not change significantly in relation to those mentioned in Note 11 of the financial statements of December 31, 2023.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2024
(in BRL thousand, unless otherwise stated)

12 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
	Vehicles	Fixtures	Right-of-use	Property	Leasehold improvements	Furniture and fixtures	Other	
Costs:								
As of December 31, 2022	20,387,450	105,025	1,529,956	1,913	248,028	108,804	121,925	22,503,101
Additions	2,051,784	-	132,711	-	-	2,602	20,895	2,207,992
Write-offs/transfers (*)	(2,065,622)	(843)	(6,230)	-	3,510	-	(4,177)	(2,073,362)
As of March 31, 2023	20,373,612	104,182	1,656,437	1,913	251,538	111,406	138,643	22,637,731
As of December 31, 2023	25,007,122	103,808	1,904,469	1,913	327,263	124,328	185,062	27,653,965
Additions	1,133,950	-	83,635	-	-	3,853	30,821	1,252,259
Write-offs/transfers (*)	(2,740,988)	-	(20,614)	-	45,713	-	(46,133)	(2,762,022)
As of March 31, 2024	23,400,084	103,808	1,967,490	1,913	372,976	128,181	169,750	26,144,202
Accumulated depreciation:								
As of December 31, 2022	(940,672)	(23,259)	(483,121)	(1,460)	(136,657)	(42,820)	(31,163)	(1,659,152)
Additions	(418,269)	(5,167)	(52,493)	(20)	(6,155)	(2,681)	(2,997)	(487,782)
Write-offs/transfers (*)	148,216	291	6,230	-	-	-	656	155,393
As of March 31, 2023	(1,210,725)	(28,135)	(529,384)	(1,480)	(142,812)	(45,501)	(33,504)	(1,991,541)
As of December 31, 2023	(1,807,443)	(43,624)	(648,185)	(1,542)	(164,005)	(54,047)	(44,436)	(2,763,282)
Additions	(438,475)	(5,162)	(63,031)	(20)	(8,691)	(3,085)	(4,132)	(522,596)
Write-offs/transfers (*)	471,476	-	20,558	-	-	-	431	492,465
As of March 31, 2024	(1,774,442)	(48,786)	(690,658)	(1,562)	(172,696)	(57,132)	(48,137)	(2,793,413)
Net carrying amount:								
As of December 31, 2023	23,199,679	60,184	1,256,284	371	163,258	70,281	140,626	24,890,683
As of March 31, 2024	21,625,642	55,022	1,276,832	351	200,280	71,049	121,613	23,350,789

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

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

	Consolidated							Total
	Vehicles	Fixtures	Right-of-use	Property	Leasehold improvements	Furniture and fixtures	Other	
Costs:								
As of December 31, 2022	43,628,825	278,221	1,381,300	379,695	271,646	125,371	246,142	46,311,200
Additions	4,339,286	16,283	116,660	-	1,430	3,825	27,510	4,504,994
Write-offs/transfers (*)	(3,044,468)	(97,879)	(15,943)	-	46,669	(3,771)	11,933	(3,103,459)
As of March 31, 2023	44,923,643	196,625	1,482,017	379,695	319,745	125,425	285,585	47,712,735
As of December 31, 2023	54,865,337	256,858	1,725,934	379,695	406,309	142,082	344,541	58,120,756
Additions	3,308,685	19,847	91,063	-	4,721	5,045	46,347	3,475,708
Write-offs/transfers (*)	(4,530,672)	(165)	(20,627)	-	93,874	5,187	(100,368)	(4,552,771)
As of March 31, 2024	53,643,350	276,540	1,796,370	379,695	504,904	152,314	290,520	57,043,693
Accumulated depreciation:								
As of December 31, 2022	(2,374,716)	(95,772)	(546,627)	(17,253)	(155,104)	(50,084)	(51,146)	(3,290,702)
Additions	(900,155)	(9,567)	(52,056)	(1,294)	(9,081)	(3,033)	(5,603)	(980,789)
Write-offs/transfers (*)	(4,425)	63,657	6,697	-	(15,067)	1,691	(9,293)	43,260
As of March 31, 2023	(3,279,296)	(41,682)	(591,986)	(18,547)	(179,252)	(51,426)	(66,042)	(4,228,231)
As of December 31, 2023	(4,951,087)	(74,703)	(603,167)	(22,501)	(208,414)	(60,907)	(83,709)	(6,004,488)
Additions	(942,578)	(13,436)	(68,782)	(1,305)	(11,485)	(3,618)	(5,812)	(1,047,016)
Write-offs/transfers (*)	749,946	152	20,557	-	-	-	(581)	770,074
As of March 31, 2024	(5,143,719)	(87,987)	(651,392)	(23,806)	(219,899)	(64,525)	(90,102)	(6,281,430)
Net carrying amount:								
As of December 31, 2023	49,914,250	182,155	1,122,767	357,194	197,895	81,175	260,832	52,116,268
As of March 31, 2024	48,499,631	188,553	1,144,978	355,889	285,005	87,789	200,418	50,762,263

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

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

(b) Vehicles decommissioned for fleet renewal

The carrying amount of vehicles decommissioned for fleet renewal is BRL 1,271,514 in the Individual and BRL 2,200,468 in Consolidated (BRL 1,423,307 in the Individual and BRL 2,531,398 in Consolidated on December 31, 2023).

There are no assets related to vehicles decommissioned for fleet renewal or for resale held as collateral.

The accounting practices and other information related to property and equipment (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 12 of the financial statements of December 31, 2023.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2024
(in BRL thousand, unless otherwise stated)

13 INTANGIBLE ASSETS

Changes in cost, accumulated amortization and net carrying amount of intangible assets were as follows:

	Individual		Consolidated				Total
	Software	Software	Customer portfolio	Brands and patents	Goodwill	Other	
Costs:							
As of December 31, 2022	197,655	425,924	177,269	6,931	8,463,257	4,122	9,077,503
Additions	17,107	21,007	-	-	-	-	21,007
Write-offs	-	(8)	-	-	-	-	(8)
As of March 31, 2023	214,762	446,923	177,269	6,931	8,463,257	4,122	9,098,502
As of December 31, 2023	273,668	509,006	177,567	6,931	8,463,257	4,171	9,160,932
Additions	20,115	24,139	-	-	-	-	24,139
Write-offs	-	-	-	-	-	-	-
As of March 31, 2024	293,783	533,145	177,567	6,931	8,463,257	4,171	9,185,071
Accumulated amortization							
As of December 31, 2022	(110,881)	(189,961)	(49,401)	-	-	(1,099)	(240,461)
Additions	(4,192)	(11,110)	8,887	-	-	(404)	(2,627)
Write-offs	-	-	-	-	-	-	-
As of March 31, 2023	(115,073)	(201,071)	(40,514)	-	-	(1,503)	(243,088)
As of December 31, 2023	(133,737)	(256,733)	(51,750)	-	-	(1,113)	(309,596)
Additions	(7,900)	(19,073)	(3,349)	-	-	(3)	(22,425)
Write-offs	-	-	-	-	-	-	-
As of March 31, 2024	(141,637)	(275,806)	(55,099)	-	-	(1,116)	(332,021)
Net carrying amount:							
As of December 31, 2023	139,931	252,273	125,817	6,931	8,463,257	3,058	8,851,336
As of March 31, 2024	152,146	257,339	122,468	6,931	8,463,257	3,055	8,853,050

The accounting practices and other information related to intangible assets (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 13 of the financial statements of December 31, 2023.

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

14 SUPPLIERS

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Vehicles (*)	3,006,876	5,207,515	5,603,491	8,212,559
Maintenance services and spare parts	103,690	99,688	210,636	201,455
Information technology services	39,271	26,094	42,763	29,673
Rentals	47,252	38,560	32,588	41,474
Other	343,724	524,651	360,689	396,220
Total	3,540,813	5,896,508	6,250,167	8,881,381

(*) The balance payable to automakers refers to vehicles purchased with an average maturity of 101 days (103 days on December 31, 2023).

In December 2022, the Company signed an agreement with a financial institution providing suppliers, at their sole discretion, the option to receive early settlement in the form of advances of their Company receivables, through credit assignments at the original terms, prices and conditions, at rates agreed with the financial institution. Therefore, the Company continues to classify these as "Suppliers". As of March 31, 2024, the balance of these forfeit agreements is BRL 835,843 in Individual and BRL 963,803 in Consolidated (BRL 2,155,888 in Individual and BRL 2,647,376 in Consolidated as of December 31, 2023).

15 SOCIAL AND LABOR OBLIGATIONS

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Provision for vacation pay	92,868	88,662	115,440	110,380
Provision for profit sharing (*)	183,640	138,330	213,540	160,359
Provision for year-end bonus (13th salary)	18,092	-	23,067	-
Provision for long-term incentives	251	578	2,389	3,683
INSS	49,336	43,976	60,494	53,878
FGTS	15,930	14,238	19,168	17,154
Payroll taxes from long-term incentives	6,813	6,059	25,312	25,595
Other	16,682	24,108	20,248	28,147
Total	383,612	315,951	479,658	399,196

The balance of social and labor obligations is as follows:

(*) The Company has a profit-sharing program for employees as prescribed in Law 10,101/00. The program is measured through the combination of the Company's profit and performance indicators, in addition to the individual performance of each employee, through 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 income, based on function of the respective employees.

16 ASSIGNMENT OF CREDIT RIGHTS

On December 29, 2022, Localiza Fleet, a wholly-owned subsidiary of the Company, carried out an operation for the assignment of credit rights arising from contracts with customers of the Fleet Rental division, on a definitive basis and without any recourse in the event of default by customers, in the amount of BRL 327,007; costs related to the operation in the amount of BRL 50,976, which will be appropriated as a financial expense in the statement of income for the period of the agreement, over 43 months.

As of March 31, 2024, the balance of assignment of credit rights was BRL 108,180 in Consolidated (BRL 134,329 as of December 31, 2023 in Consolidated).

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

17 LOANS, FINANCING, AND DEBT SECURITIES

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
In local currency				
Debentures	26,387,178	22,516,328	33,660,025	31,651,332
Commercial notes	1,762,652	2,540,919	620,659	1,431,609
Working capital	1,423,291	1,404,606	2,606,938	2,557,467
Real Estate Receivables Certificate ("CRI")	989,921	1,003,327	1,314,130	1,318,953
Certificate of Agribusiness Receivables ("CRA")	-	-	632,344	647,264
Consortium	1,630	1,881	1,630	1,881
In foreign currency				
Loan in foreign currency	1,848,528	1,785,345	3,074,012	2,999,127
Total	32,413,200	29,252,406	41,909,738	40,607,633
Current	5,922,097	5,968,789	7,248,681	7,226,535
Non-current	26,491,103	23,283,617	34,661,057	33,381,098

The balance for loans, financing, and debt securities is as follows:

	Individual	Consolidated
As of December 31, 2022	16,624,847	33,271,113
Funding, net of transaction costs	1,969,358	3,981,914
Interests, charges, and exchange rate variation	601,560	1,208,889
Amortization of principal	(1,045,347)	(1,788,405)
Interest amortization	(367,398)	(865,965)
As of March 31, 2023	17,783,020	35,807,546

	Individual	Consolidated
As of December 31, 2023	29,252,406	40,607,633
Debt assignment between group companies (Note 17(c))	2,481,647	-
Funding, net of transaction costs	2,458,176	4,014,392
Repurchase of debentures	13,985	103,893
Interests, charges, and exchange rate variation	899,539	1,199,864
Amortization of principal	(1,840,528)	(1,843,714)
Interest amortization	(852,025)	(2,172,330)
As of March 31, 2024	32,413,200	41,909,738

(a) Funding in the year

In 2024, the following funding was approved:

Company	Issuance	Maturity date	Contract rate (p.a.)	Principal raised	Surety/Guarantee
Localiza	Foreign currency	02/04/2027	JPY + 1.7675%	397,572	Localiza Fleet S.A.
Localiza	38th issuance	02/27/2029	CDI + 1.85%	2,100,000	Localiza Fleet S.A.
Localiza Fleet S.A.	14th issuance	01/26/2029	CDI + 1.85%	1,200,000	Localiza
Localiza Fleet S.A.	Working capital	02/15/2027	117.50% of CDI	125,000	Localiza
Localiza Fleet S.A.	Foreign currency	02/23/2026	USD + 5.73%	248,500	Localiza
				4,071,072	

Debt securities issued expenses in the period were BRL 39,396 in Individual and BRL 56,680 in Consolidated, being presented net against the debt balance.

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

(b) Financial Covenants

As demonstrated below, the financial covenants were met on March 31, 2024 and December 31, 2023:

(i) Localiza and Localiza Fleet

Index	Limits	03/31/24	12/31/23
Net Debt/Adjusted EBITDA (*)	Below 4.00	2.72	2.72
Net debt discounted from credit card balance (**)/adjusted EBITDA	Below 4.00	2.62	2.61
Adjusted EBITDA/Net financial expenses	Above 1.50	2.81	2.68

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

(**) From the 14th issuance, the debentures issued by Localiza Fleet include in the definition of net debt the discount of the balance of credit card receivables at the amount of BRL 1,106,557 on March 31, 2024 (BRL 1,121,744 on December 31, 2023).

(ii) Locamerica

Index	Limits	03/31/24	12/31/23
Net Debt/Adjusted LTM EBITDA (*)	Equal to or below 4.00	(0.76)	0.26
EBITDA LTM/net financial income	Equal to or greater than 1.50	4.09	2.88

(*) EBITDA corresponds to the net income or loss for the last 12 months, adjusted for non-recurring expenses and impairment.

Additionally, the Company has loans that also include certain accelerated maturity events under conditions similar to those applicable to debt securities. On March 31, 2024, and December 31, 2023, these restrictive covenants were met.

(c) Debt assignment between Platform companies

On March 1, 2024, the Company entered into the "Private Assignment and Assumption of Debt Agreement", concerning the assignment of certain financial obligations of its wholly-owned subsidiary Locamerica. Consequently, the Company assumed all liabilities arising from the respective debt securities. The of debt securities subject to the debt assignment, are presented below:

Company	Type	Issuance	Amount
Companhia de Locação das Américas	Debentures	21st issuance	1,220,834
Companhia de Locação das Américas	Debentures	23rd Issuance (1st series)	707,337
Companhia de Locação das Américas	Debentures	23rd Issuance (2nd series)	553,476
			2,481,647
Companhia de Locação das Américas	Swap	-	(84,360)
Companhia de Locação das Américas	Swap	-	(29,222)
			(113,582)
			2,368,065

The change in the issuer entity debt of Locamerica was duly authorized through a General Meeting of Debenture Holders, specifically held for each issuance in question. The resolutions covered exclusively the change of ownership of the guarantor and the transfer of primary responsibility for the debt. Therefore, no additional clauses were introduced, thus preserving the original terms of the contractual cash flows, which remained unchanged due to the

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

debt assignment. The derivative financial instruments, amounting to BRL 113,582 (Note 4.1), designated to hedge the debts mentioned above, were included in the "Private Assignment and Assumption of Debts Agreement".

The accounting practices and other information related to loans, financing, and debt securities (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 17 of the financial statements of December 31, 2023.

18 LEASE LIABILITY

Changes in the lease liability are as follows:

	<u>Individual</u>	<u>Consolidated</u>
As of December 31, 2022	1,152,858	912,499
Addition of new contracts/remeasurement	132,711	116,660
Write-offs	(532)	(10,737)
Consideration paid	(64,545)	(69,451)
Consideration payable	(8,734)	-
Interest (Note 27)	28,382	22,854
As of March 31, 2023	1,240,140	971,825
Current	211,427	204,349
Non-current	1,028,713	767,476
As of December 31, 2023	1,405,565	1,228,103
Addition of new contracts/remeasurement	83,635	91,063
Write-offs	(551)	(622)
Consideration paid	(78,739)	(92,301)
Consideration payable	(8,991)	-
Interest (Note 27)	36,708	32,811
As of March 31, 2024	1,437,627	1,259,054
Current	238,082	274,528
Non-current	1,199,545	984,526

Changes in the right-of-use asset balance are shown in Note 12(a).

The Company and its subsidiaries have property rental contracts for car rental locations at airports and downtown locations, stores, headquarters and parking lots. The minimum amounts payable (undiscounted) for the remaining lease term contracted up to March 31, 2024, and classified as leases are as follows:

	<u>Individual</u>	<u>Consolidated</u>
2024	248,682	251,742
2025	235,941	235,660
2026	210,744	207,178
2027	186,910	175,275
2028	152,634	134,916
2029 and onwards	748,449	428,020
Total	1,783,360	1,432,791
Embedded interest	(345,733)	(173,737)
Balance of lease liability (current and non-current)	1,437,627	1,259,054

The estimated PIS and COFINS credit embedded in the undiscounted lease consideration totals BRL 146,293 in Individual and BRL 113,760 in Consolidated. In the discounted consideration, the total amounts to BRL 115,636 in Individual and BRL 99,016 in Consolidated.

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

The accounting practices and other information related to the right-of-use lease liability (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 18 of the financial statements of December 31, 2023.

19 OTHER CURRENT AND NON-CURRENT LIABILITIES:

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Unearned revenue (a)	4,897	4,897	18,672	19,467
Federal taxes from third parties	5,480	7,440	24,255	19,492
Municipal tax liabilities	10,387	10,490	19,039	19,234
Advances from customers	275,633	392,344	359,620	475,795
Insurance premiums for transfer (b)	158,271	139,429	160,205	140,975
Amounts payable for the acquisition of companies (c)	-	-	1,311	274
Other amounts payable to related parties (Note 11(a))	38,646	70,142	-	-
Other	54,265	47,529	61,892	39,627
Total other current liabilities	547,579	672,271	644,994	714,864
Unearned revenue (a)	16,398	17,232	27,811	30,158
Amounts payable for the acquisition of companies (c)	-	-	12,311	16,779
Restricted obligations (d)	-	-	55,932	57,889
Other	66,230	65,219	67,932	66,859
Total other non-current liabilities	82,628	82,451	163,986	171,685

(a) Refers to the franchising adhesion fee and bank preference premium.

(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.

(c) Amounts payable as follows: (i) current liabilities: related to the acquisition of Getrak, for BRL 1,311 (BRL 274 as of December 31, 2023); and (ii) non-current liabilities: related to the acquisitions of Getrak and Voll, amounting to BRL 3,441 and BRL 8,870, respectively (BRL 5,751 and BRL 11,028 as of December 31, 2023).

(d) The restricted obligations refer to the amounts retained from the purchase price owed to Car Rental Systems' sellers (escrow), which will be released to them after compliance with specific provisions under the share purchase agreement. These obligations are secured by short-term investments in escrow accounts held by the Company, with restricted use and release, after negotiations with the sellers, less the indemnifiable amounts, in the consolidated amounts of BRL 53,772 and BRL 55,716, on March 31, 2024, and December 31 of 2023, respectively (Note 9). The consolidated balances of these restricted obligations, net of investments, are BRL 2,160 and BRL 2,173, on March 31, 2024 and December 31, 2023, respectively.

20 PROVISIONS FOR RISKS AND ESCROW DEPOSITS

(a) Provisions for risks

:

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Tax and social security	38,110	42,156	362,233	366,763
Labor	27,080	31,100	53,558	60,687
Civil	72,689	68,375	180,730	176,835
Total	137,879	141,631	596,521	604,285

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

During the period, changes in the balance of provisions as shown below:

	Individual			
	Tax and social security	Labor	Civil	Total
	As of December 31, 2023	42,156	31,100	68,375
Provision	-	953	19,492	20,445
Reversal	(2,165)	(2,172)	(5,283)	(9,620)
Transfer for payment	(2,153)	(3,417)	(13,744)	(19,314)
Interest accruals, net of reversals	272	616	3,849	4,737
As of March 31, 2024	38,110	27,080	72,689	137,879

	Consolidated			
	Tax and social security	Labor	Civil	Total
	As of December 31, 2023	366,763	60,687	176,835
Provision	20,874	2,513	35,307	58,694
Reversal	(15,735)	(4,395)	(11,274)	(31,404)
Transfer for payment	(4,986)	(5,669)	(20,166)	(30,821)
Interest accruals, net of reversals	308	1,013	3,818	5,139
Negative goodwill	(4,991)	(591)	(3,790)	(9,372)
As of March 31, 2024	362,233	53,558	180,730	596,521

(b) Escrow deposits

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
	Tax and social security	70,334	69,699	191,369
Labor	32,667	32,108	46,450	45,827
Civil	24,605	24,110	31,529	30,880
Total	127,606	125,917	269,348	265,442

(c) Contingencies classified as possible loss

Lawsuits classified as being of possible risk of loss by Management, under the advice of legal counsel, include civil, labor and tax in nature for which there are no provisions. The estimated liabilities as of March 31, 2024 are as follows:

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
	Tax and social security	1,225,644	1,185,452	1,920,625
Labor	107,109	109,418	141,651	140,759
Civil	239,597	169,219	406,542	309,994
Total	1,572,350	1,464,089	2,468,818	2,281,816

The accounting practices and other information related to provisions for risks and escrow deposits (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 20 of the financial statements of December 31, 2023.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

21 TAXES ON INCOME – INCOME TAX AND SOCIAL CONTRIBUTION

(a) Deferred income tax and social contribution – assets and liabilities

:

	Individual		Consolidated	
	03/31/24	12/31/23	03/31/24	12/31/23
Judicial and other provisions	45,879	47,162	83,692	88,664
Allowance for doubtful debts	40,128	38,539	120,708	115,737
Provision for payment of services in progress and other	132,439	118,008	214,618	195,945
Tax loss and social contribution carryforwards	1,868,186	1,620,301	3,878,683	3,670,986
Gain/loss on property and equipment	188,937	184,799	188,937	184,799
Fair value increment on intangible assets	3,999	3,428	3,999	3,428
Gain/loss on assets held for sale	42,027	42,027	42,027	42,027
Derivative financial instruments	10,921	6,902	40,281	49,701
Lease	488,793	477,892	540,877	526,232
Total deferred income tax and social contribution - assets	2,821,309	2,539,058	5,113,822	4,877,519
Vehicle depreciation (*)	(2,233,719)	(2,104,026)	(5,999,542)	(5,819,196)
Derivative financial instruments	(104,609)	(41,267)	(132,062)	(131,116)
Goodwill tax amortization	(7,506)	-	(84,828)	(52,401)
Impairment loss on acquisitions by investees	-	-	(11,385)	(12,245)
Goodwill from intangible assets recognized in acquisitions	-	-	(3,697)	(3,783)
Loss from contingencies	(26,753)	(25,774)	(26,753)	(25,774)
Lease	(434,124)	(427,944)	(477,282)	(469,814)
Other	-	-	(26,339)	(25,567)
Total deferred income tax and social contribution – liabilities	(2,806,711)	(2,599,011)	(6,761,888)	(6,539,896)
Total deferred income tax and social contribution, net	14,598	(59,953)	(1,648,066)	(1,662,377)
Non-current assets	14,598	-	79,507	38,208
Non-current liabilities	-	(59,953)	(1,727,573)	(1,700,585)

(*) Refers to the temporary difference arising from the calculation of accounting depreciation (Note 12) in relation to the tax base. Localiza and its subsidiaries 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 8.

As of March 31, 2024, the Company and its subsidiaries have income tax and social contribution carryforward losses of BRL 1,868,186 in Individual and BRL 3,878,683 in Consolidated (BRL 1,620,301 and BRL 3,670,986, respectively, on December 31, 2023), based on the expectation of generating future taxable income. The right of offset does not prescribe but is limited to 30% of annual taxable income, pursuant to current legislation.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

The balance of deferred tax is as follows:

Assets and liabilities of deferred taxes:	Provisions	Tax loss and carryforwards	Fair value increment	Derivative instruments	Vehicle depreciation	Lease	Goodwill tax amortization	Total
As of December 31, 2022	151,308	1,439,186	129,983	(38,486)	(2,550,063)	35,845		(832,227)
Credited (debited) to the statement of income	25,125	(25,759)	37,054	(13,794)	265,114	2,565		290,305
Credited (debited) to other comprehensive income				3,624				3,624
Offsets by tax losses (a)		(2,692)						(2,692)
As of March 31, 2023	176,433	1,410,735	167,037	(48,656)	(2,284,949)	38,410		(540,990)
As of December 31, 2023	203,709	1,620,301	204,480	(34,365)	(2,104,026)	49,948		(59,953)
Credited (debited) to the statement of income	14,737	247,885	3,730	(29,273)	(129,693)	4,721	(7,506)	104,601
Credited (debited) to other comprehensive income				(30,050)				(30,050)
As of March 31, 2024	218,446	1,868,186	208,210	(93,688)	(2,233,719)	54,669	(7,506)	14,598

	Consolidated								
Assets and liabilities of deferred taxes:	Provisions	Tax loss and carryforwards	Fair value increment	Derivative instruments	Vehicle depreciation	Goodwill tax amortization	Lease	Other	Total
As of December 31, 2022	332,776	2,325,080	110,620	(108,446)	(4,596,360)	(52,007)	42,231	(41,780)	(1,987,886)
Credited (debited) to the statement of income	31,173	406,904	38,120	(37,394)	(310,804)	3,056	3,855	(2,561)	132,349
Credited (debited) to other comprehensive income	-	-	-	37,139	-	-	-	-	37,139
Offsets by tax losses (a)	-	(24,071)	-	-	-	-	-	-	(24,071)
Other	-	-	-	-	-	-	-	(28)	(28)
As of March 31, 2023	363,949	2,707,913	148,740	(108,701)	(4,907,164)	(48,951)	46,086	(44,369)	(1,842,497)
As of December 31, 2023	400,346	3,670,986	188,452	(81,415)	(5,819,196)	(52,401)	56,418	(25,567)	(1,662,377)
Credited (debited) to the statement of income	19,770	208,820	4,676	30,491	(180,116)	(32,427)	5,833	(772)	56,275
Credited (debited) to other comprehensive income	-	-	-	(40,857)	-	-	-	-	(40,857)
Exchange variation of investees located abroad	(1,098)	(1,123)			(230)		1,344		(1,107)
As of March 31, 2024	419,018	3,878,683	193,128	(91,781)	(5,999,542)	(84,828)	63,595	(26,339)	(1,648,066)

(a) Refer to the settlement of tax contingencies included in the Program for Reduction of Tax Litigation (Zero Litigation, "Litígio Zero"), a tax regularization program allowing for renegotiating of tax obligations through the with the Federal Revenue Appeals Offices ("Delegacias da Receita Federal de Julgamento", DRJ) and the Office of Administrative Tax Appeals ("Conselho Administrativo de Recursos Federais", CARF), in addition to small value administrative litigation or registered overdue debt with the Federal Government.

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

(b) Income tax and social contribution - conciliation of statutory and effective rates

The reconciliation between the statutory and effective rates for the periods ended March 31, 2024 and 2023, is as follows:

	Individual		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Profit before income taxes	628,081	369,854	866,350	569,631
Statutory rate	34%	34%	34%	34%
Expense at statutory rate	(213,548)	(125,750)	(294,559)	(193,675)
Adjustments to statutory expenses:				
Equity in results of investees	189,657	141,467	-	(20)
Benefit from payment of interest on equity	138,412	123,367	138,412	123,367
Income tax and social contribution due by subsidiaries (deemed income regime)	-	-	327	2,426
Other, net	(8,786)	13,868	22,942	19,820
Expense at effective rate	105,735	152,952	(132,878)	(48,082)
Effective rate	-17%	-41%	15%	8%
Current income taxes and social contribution	1,132	(137,353)	(189,153)	(180,431)
Deferred income tax and social contribution	104,603	290,305	56,275	132,349

The accounting practices and other information related to income taxes (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 21 of the financial statements of December 31, 2023.

22 EQUITY

(a) Capital

On March 31, 2024, the Company's capital was BRL 17,548,981, comprising 1,071,889,858 common shares (BRL 17,376,899, divided into 1,068,095,319 common shares on December 31, 2023).

(i) Capital Increase

At a meeting of the Board of Directors held on March 11, 2024, the capital increase was approved, with the subscription and full payment of 3,794,539 shares, at an issuance price of BRL 45.35 per share, totaling BRL 172,082. As a result, capital increased from BRL 17,376,899 to BRL 17,548,981.

(ii) Authorized Capital

Pursuant to article 6 of the Bylaws, approved at the Annual General Meeting held on April 30, 2024, the Company is authorized to increase its capital up to 2,000,000,000 registered common shares, without seeking prior amendment to the bylaws; therefore, an additional 931,904,681 registered common shares can be issued.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

(iii) American Depositary Receipts ("ADR") Program

The Company participates in the Level I of the American Depositary Receipts ("ADR") Program from date of approval by the CVM on May 22, 2012 and beginning of trading on June 5, 2012. The Company has 2,225,545 ADRs in the United States as of March 31, 2024 (4,440,187 ADRs as of December 31, 2023). Each ADR corresponds to one share of the Company.

(b) Treasury shares]

The changes in treasury shares are shown below:

	Amount	Number of shares	Average unit price (in BRL)
As of December 31, 2022	144,557	5,597,184	25.83
Exercise of long-term incentive programs	(12,012)	(465,042)	25.83
Repurchase of shares	314,680	5,398,314	58.29
As of December 31, 2023	447,225	10,530,456	42.47
Exercise of long-term incentive programs	(1,322)	(31,587)	41.85
As of March 31, 2024	445,903	10,498,869	42.47

On March 31, 2024, the market value of treasury shares was BRL 570,509 (quoted at BRL 54.34 per share).

In the first quarter of 2024, 31,587 stock options and shares of long-term incentive programs were exercised, with at a price of BRL 41,85 recorded over the programs. All options were settled using treasury shares; therefore, the issuance of new shares was not necessary.

(c) Statutory reserve

At the Annual General Meeting held on April 30, 2024, the appropriation of all remaining 2023 profits of BRL 150,292 was ratified appropriating these to a "reserve for investments", intended to finance investments in the renewal and expansion of the vehicle fleet of the Company and its subsidiaries.

(d) Interest on Equity

At meetings of the Board of Directors, payments of interest on equity were declared as follows:

	03/31/24			
Approval date	Total amount approved	Amount per share (in BRL)	Shareholding position date	Payment date
03/26/2024	407,093	0.38355	04/01/24	05/23/24

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

12/31/23				
Approval date	Total amount approved	Amount per share (in BRL)	Shareholding position date	Payment date
03/23/23	362,844	0.36918	03/28/23	05/19/23
06/16/23	368,385	0.37305	06/30/23	08/14/23
22/09/23	428,868	0.40643	09/27/23	11/20/23
12/20/23	404,899	0.38286	12/26/23	02/15/24
Total	<u>1,564,996</u>			

The dividends and interest on equity liability comprises:

	Individual and Consolidated	
	03/31/24	12/31/23
Unclaimed interest on equity	175	141
Interest on equity proposed on income/loss of the period	407,093	404,899
Provision for withholding income tax on interest on equity	(61,064)	(47,660)
Total liabilities of dividends and interest on equity	<u>346,204</u>	<u>357,380</u>

The accounting practices and other information related to equity did not change significantly in relation to those mentioned in Note 22 of the financial statements of December 31, 2023.

23 EARNINGS PER SHARE

The earnings per share and number of shares used in the calculation of basic and diluted earnings per share for each of the reporting years of the statement of income, follows:

	1Q24	1Q23
Net income for the year attributed to the Parent Company's shareholders	733,816	522,806
Basic earnings per share:		
Weighted average number of common shares available (units)	1,061,255,437	979,719,540
Basic earnings per share (in BRL)	<u>0.69146</u>	<u>0.53363</u>
Diluted earnings per share:		
Weighted average number of common shares available (units)	1,061,255,437	979,719,540
Dilutive effect of stock options (units)	6,151,278	6,200,983
Total shares subject to dilution (units)	1,067,406,715	985,920,523
Diluted earnings per share (in BRL)	<u>0.68748</u>	<u>0.53027</u>

The methodology for calculating basic and diluted earnings per share has not changed in relation to those disclosed in Note 23 of the financial statements as of December 31, 2023.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

24 SEGMENT INFORMATION

The Company has two operating segments, which are managed separately, based on the reports used provided to the chief operating decision-maker, the Board of Directors.

(a) Operating segment financial reporting

(i) Consolidated assets and liabilities by operating segment

03/31/24	Car rental		Fleet rental	Unallocated balances	Eliminations/ Reclassifications	Consolidated
	Brazil	Mexico				
Assets						
Cash and cash equivalents	-	-	-	1,131,071	-	1,131,071
Short-term investments (*)	-	-	-	11,689,329	(1,141,993)	10,547,336
Trade receivables	2,207,374	2,653	1,726,139	-	(179,471)	3,756,695
Decommissioned vehicles for fleet renewal	1,271,513	-	926,187	-	2,768	2,200,468
Property and equipment	24,352,068	299,469	26,604,105	25,421	(518,800)	50,762,263
Other assets	2,959,351	75,672	8,349,949	377,799	(251,315)	11,511,456
Total assets	30,790,306	377,794	37,606,380	13,223,620	(2,088,811)	79,909,289
Liabilities						
Suppliers	3,573,909	25,872	2,829,857	-	(179,471)	6,250,167
Loans, financing, and debt securities	-	-	-	43,051,731	(1,141,993)	41,909,738
Other liabilities	2,907,635	140,256	2,947,655	264,948	(520,650)	5,739,844
Total liabilities	6,481,544	166,128	5,777,512	43,316,679	(1,842,114)	53,899,749
Equity	-	-	-	26,009,540	-	26,009,540
Total liabilities and shareholders' equity	6,481,544	166,128	5,777,512	69,326,219	(1,842,114)	79,909,289

12/31/23	Car rental		Fleet rental	Unallocated balances	Eliminations/ Reclassifications	Consolidated
	Brazil	Mexico				
Assets						
Cash and cash equivalents	-	-	-	2,000,897	-	2,000,897
Short-term investments (*)	-	-	-	10,616,913	(1,109,310)	9,507,603
Trade receivables	2,291,618	3,147	1,694,071	-	(300,587)	3,688,249
Decommissioned vehicles for fleet renewal	1,713,194	-	799,551	-	18,653	2,531,398
Property and equipment	26,286,388	232,533	26,014,509	71,056	(488,218)	52,116,268
Other assets	2,715,760	64,296	8,148,023	464,987	(290,397)	11,102,669
Total assets	33,006,960	299,976	36,656,154	13,153,853	(2,169,859)	80,947,084
Liabilities						
Suppliers	5,958,827	25,082	3,198,060	-	(300,588)	8,881,381
Loans, financing, and debt securities	-	-	-	41,716,943	(1,109,310)	40,607,633
Other liabilities	3,084,668	104,433	2,761,803	630,719	(521,368)	6,060,255
Total liabilities	9,043,495	129,515	5,959,863	42,347,662	(1,931,266)	55,549,269
Equity	-	-	-	25,397,815	-	25,397,815
Total liabilities and shareholders' equity	9,043,495	129,515	5,959,863	67,745,477	(1,931,266)	80,947,084

(*) adjustment to present value (Note 6) is included under "other assets".

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

(ii) Consolidated statement of income per operating segment

The performance of the operating segments is assessed based on EBIT and is reconciled to the accounting results as shown below:

1Q24	Car rental		Fleet rental	Reclassifications	Consolidated
	Brazil	Mexico			
Net revenues	5,171,895	15,603	3,498,892	-	8,686,390
Costs	(3,801,716)	(36,898)	(2,324,896)	(899)	(6,164,409)
Gross profit	1,370,179	(21,295)	1,173,996	(899)	2,521,981
Operating expenses:					
Selling	(332,466)	(4,149)	(156,983)	817	(492,781)
General, administrative, and other expenses	(76,759)	(9,322)	(92,282)	82	(178,281)
Profit (loss) before finance costs, net (EBIT)	960,954	(34,766)	924,731	-	1,850,919
Finance costs, net					(984,569)
Profit before income tax and social contribution					866,350
Income tax and social contribution					(132,878)
Net income for the period					733,472

1Q23	Car rental	Fleet rental	Reclassifications	Consolidated
Net revenues	4,456,476	2,369,192	-	6,825,668
Cost	(3,228,475)	(1,454,983)	(771)	(4,684,229)
Gross profit	1,228,001	914,209	(771)	2,141,439
Operating expenses:				
Selling	(279,023)	(96,914)	594	(375,343)
General, administrative, and other expenses	(61,479)	(65,210)	177	(126,512)
Profit (loss) before finance costs, net (EBIT)	887,499	752,085	-	1,639,584
Financial expenses, net				(1,069,953)
Profit before income tax and social contribution				569,631
Income tax and social contribution				(48,082)
Net income for the period				521,549

At the beginning of the second half of 2023, the car rental operations in Mexico were initiated. Rentals will be contracted by individuals and legal entities traveling for leisure or business, at agencies located in airports.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

(iii) Consolidated depreciation and amortization expenses per operating segment

	Consolidated	
	1Q24	1Q23
Car rental Brazil		
Vehicle depreciation	448,761	429,844
Depreciation of other property and equipment and amortization of intangible assets	91,595	79,812
Car rental Mexico		
Vehicle depreciation	3,146	-
Depreciation of other property and equipment and amortization of intangible assets	9,544	-
Fleet rental		
Vehicle depreciation	490,671	470,311
Depreciation of other property and equipment and amortization of intangible assets	25,724	3,449
Total	1,069,441	983,416

The accounting practices and other information related to segment reporting did not change significantly in relation to those mentioned in Note 24 of the financial statements of December 31, 2023.

25 NET REVENUES

Reconciliation between gross operating revenue and net revenue presented in the statement of income is as follows:

	Individual		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Revenues	5,166,391	4,507,777	9,165,497	7,226,830
Discounts	(2,421)	(2,206)	(27,208)	(42,276)
Taxes (*)	(244,782)	(202,472)	(451,899)	(358,886)
Net revenues	4,919,188	4,303,099	8,686,390	6,825,668
Car rental	2,422,690	1,997,703	2,345,054	1,936,666
Fleet rental	-	-	1,925,241	1,418,454
Cars sold for fleet renewal	2,487,118	2,297,509	4,335,893	3,376,532
Resale of cars	-	-	2,608	29,152
Royalties abroad	9,380	7,887	9,380	11,354
Products sold and services provided	-	-	68,214	53,510
Net revenues	4,919,188	4,303,099	8,686,390	6,825,668

(*) Substantially: (i) ISSQN – Tax on Services of Any Nature; and (ii) PIS – Social Integration Program and COFINS – Contribution for Social Security Financing.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

26 NATURE OF OPERATING COSTS AND EXPENSES

	Individual					
	Cost of car rental and sale		Sale, general, administrative, and other expenses		Total	
	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23
Cost of cars sold	(2,402,554)	(2,007,576)	-	-	(2,402,554)	(2,007,576)
Car maintenance, IPVA and others	(474,466)	(466,125)	-	-	(474,466)	(466,125)
Salaries, payroll taxes, and benefits (a)	(189,495)	(152,280)	(173,789)	(151,590)	(363,284)	(303,870)
Profit sharing	(15,634)	(17,586)	(16,261)	(18,672)	(31,895)	(36,258)
Allowances and write-off of uncollectible amounts	-	-	(29,328)	(19,690)	(29,328)	(19,690)
Depreciation and amortization of other property and equipment and intangible assets	(67,830)	(52,654)	(24,191)	(21,051)	(92,021)	(73,705)
Vehicle depreciation	(438,475)	(418,269)	-	-	(438,475)	(418,269)
Commission	-	-	(43,369)	(39,866)	(43,369)	(39,866)
Real estate lease (b)	(40,944)	(34,846)	(1,960)	4,020	(42,904)	(30,826)
Advertising	-	-	(42,254)	(26,563)	(42,254)	(26,563)
Occupancy costs and expenses	(6,113)	(4,380)	(2,472)	(2,142)	(8,585)	(6,522)
Third-party services and travel	(189,433)	(118,085)	(72,216)	(63,010)	(261,649)	(181,095)
PIS and COFINS credits, net (Note 8 (a))	226,315	186,148	-	-	226,315	186,148
Other	(86,852)	(231,943)	(10,859)	(28,728)	(97,711)	(260,671)
Total	(3,685,481)	(3,317,596)	(416,699)	(367,292)	(4,102,180)	(3,684,888)

	Consolidated					
	Cost of car rental and sale		Sale, general, administrative, and other expenses		Total	
	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23
Cost of cars sold	(4,081,102)	(2,845,507)	-	-	(4,081,102)	(2,845,507)
Resale cost of used vehicles	(3,589)	(31,330)	-	-	(3,589)	(31,330)
Cost of services/products sold	(6,234)	(12,238)	-	-	(6,234)	(12,238)
Car maintenance, IPVA, and others	(841,302)	(771,486)	-	-	(841,302)	(771,486)
Salaries, payroll taxes, and benefits (a)	(279,012)	(228,999)	(286,694)	(229,345)	(565,706)	(458,344)
Profit sharing	(22,957)	(27,356)	(26,678)	(28,749)	(49,635)	(56,105)
Allowances and write-off of uncollectible amounts	-	-	(55,800)	(31,249)	(55,800)	(31,249)
Depreciation and amortization of other property and equipment and intangible assets	(92,205)	(50,020)	(34,658)	(33,241)	(126,863)	(83,261)
Vehicle depreciation	(942,578)	(900,155)	-	-	(942,578)	(900,155)
Commission	-	-	(56,524)	(47,769)	(56,524)	(47,769)
Real estate lease (b)	(50,162)	(40,193)	(3,960)	(3,095)	(54,122)	(43,288)
Advertising	-	-	(57,931)	(34,354)	(57,931)	(34,354)
Occupancy costs and expenses	(12,381)	(6,088)	(5,241)	(4,077)	(17,622)	(10,165)
Third-party services and travel	(240,304)	(163,508)	(118,862)	(88,032)	(359,166)	(251,540)
PIS and COFINS credits, net (Note 8 (a))	411,928	412,760	-	-	411,928	412,760
Other	(4,511)	(20,109)	(24,714)	(1,884)	(29,225)	(21,993)
Total	(6,164,409)	(4,684,229)	(671,062)	(501,795)	(6,835,471)	(5,186,024)

Management's explanatory notes are an integral part of the interim financial information.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

(a) In the period ended March 31, 2024, the Company recognized costs and expenses of BRL 19,054 and BRL 19,028, Individual and Consolidated, respectively, referring to long-term incentive programs (BRL 11,849 in Individual and BRL 22,385 in Consolidated on March 31, 2023).

(b) The Company recognized property rental costs and expenses, as below:

	Individual		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Lease agreements measured by CPC06/IFRS16	(15,368)	(14,991)	(15,575)	(10,780)
Lease agreements not included in the measurement of lease liabilities	(27,536)	(15,835)	(38,547)	(32,508)
Total	(42,904)	(30,826)	(54,122)	(43,288)

27 FINANCIAL INCOME (EXPENSES)

	Individual		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Interest on short-term investments	206,858	106,726	308,755	175,641
Adjustment to present value of short-term investments	21,972	18,448	21,972	18,448
PIS and COFINS on financial income	(9,619)	(4,959)	(15,933)	(11,738)
Other income	1,277	1,106	6,721	42,689
Total financial income	220,488	121,321	321,515	225,040
Interest expense on loans, financing, debt securities and derivative financial instruments	(911,696)	(622,988)	(1,256,725)	(1,217,923)
Lease interest expenses (Note 18)	(36,708)	(28,382)	(32,811)	(22,854)
Change in the exchange rate	371	(239)	293	(221)
Other expenses	(8,225)	(27,611)	(16,841)	(53,995)
Total financial expenses	(956,258)	(679,220)	(1,306,084)	(1,294,993)
Total financial income (expenses)	(735,770)	(557,899)	(984,569)	(1,069,953)

28 SUPPLEMENTARY PENSION PLAN

The Company offers its employees a supplementary retirement benefit plan (supplementary pension plan), a defined contribution plan managed by a large independent management company.

For this plan, there are no actuarial and investment risks assumed by the Company as it is a sponsor; therefore, actuarial valuations are not necessary. The employer matches the employee's contribution, which varies according to a scale based on salary ranges of 1% to 8% of the employee's compensation.

As of March 31, 2024, contributions made by the Company totaled BRL 2,078 in Individual and BRL 3,064 in Consolidated (BRL 1,696 in Individual and BRL 2,126 in Consolidated on March 31, 2023), allocated to line items "cost", "selling expenses", and "general and administrative expenses" in the statement of income, as applicable.

The accounting practices and other information related to supplementary pension plan did not change significantly in relation to those mentioned in Note 28 of the financial statements of December 31, 2023.

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2024

(in BRL thousand, unless otherwise stated)

29 SUPPLEMENTARY INFORMATION ON CASH FLOWS

(a) Transactions that do not affect cash

	Note	Individual		Consolidated	
		1Q24	1Q23	1Q24	1Q23
Assignment of financial instruments (swaps) between companies within the Platform	4.1	(113,582)	-	-	-
Right-of-use leased assets	12	83,635	132,711	91,063	116,660
Acquisition of vehicles (variation in the balance of automakers).	14	2,200,639	(1,538,266)	2,609,068	(2,028,971)
Debt assignment between Platform companies	17	2,481,647	-	-	-
Right-of-use lease liability	18	(8,991)	(8,734)	-	-
Capitalization of interest on equity		-	(46,609)	-	(46,609)

30 SUBSEQUENT EVENTS

(a) Floods in the State of Rio Grande do Sul

In early May, the State of Rio Grande do Sul suffered from heavy rains that caused flooding in several cities. The Company is providing full support to its employees and customers in the State and offering assistance to the community. It has some 20,000 vehicles in the affected region and approximately 20 points of service, including agencies and stores. The effect on the results is still being assessed.

(b) Funding

39th issuance of debentures by Localiza Rent a Car S.A.

On April 4, 2024, at a Board of Directors meeting, the 39th issuance of debentures of Localiza Rent a Car S.A., simple, non-convertible into shares, unsecured, with additional surety from Localiza Fleet, was approved in three series, totaling BRL 3,250,000, with maturity on April 16, 2030 for the debentures of the 1st and 2nd series, and on April 16, 2024, for the debentures of the 3rd series.

Comments on the Performance of Business Projections

The Company has not disclosed any projections for 2024.

Other Information Deemed Relevant by the Company

SOCIAL STATEMENT

The Company's Consolidated Social Statement (not reviewed by the auditors) for the three-month period ended March 31, 2024, is as follows:

Localiza&Co	1Q24			1Q23		
Calculation basis of social indicators - in BRL thousand						
Net revenues (NR)						
Earnings Before Tax (EBT)						
Gross Payroll (GP)						
Internal Social Indicators	Amount	% on	% on	Amount	% on	% on
	BRL/thousand	GP	NR	BRL/thousand	GP	NR
Meals	48,942	10%	1%	37,369	10%	1%
Compulsory payroll taxes	103,945	22%	1%	68,619	18%	1%
Health	39,411	8%	0%	27,202	7%	0%
Transportation	5,670	1%	0%	0	0%	0%
Professional Training and Development	2,025	0%	0%	3,009	1%	0%
Daycare centers or childcare allowance	858	0%	0%	712	0%	0%
Profit Sharing	49,635	10%	1%	56,105	14%	1%
Other – internal	9,790	2%	0%	13,021	3%	0%
Total Internal Social Indicators	260,276	54%	3%	206,037	53%	3%
External Social Indicators	Amount	% on	% on	Amount	% on	% on
	BRL/thousand	EBT	NR	BRL/thousand	EBT	NR
Education	0	0%	0%	7	0%	0%
Culture	773	0%	0%	27	0%	0%
Other – external	548	0%	0%	2,562	0%	0%
Total contributions to society	1,321	0%	0%	2,596	0%	0%
Taxes (excluding payroll taxes)	361,147	42%	4%	195,830	34%	3%
Total external social indicators	361,147	42%	4%	198,426	35%	3%
Staff indicators	1Q24			1Q23		
Number of employees at the end of the period						
Number of new hires during the period						
Number of third-party workers						
Number of interns						
Number of employees above 50 years old						
Number of women working at the company						
Percentage of lead positions held by women						
Number of persons with disabilities or special needs						

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

The CEO and CFO / Investor Relations Officer of Localiza Rent a Car S.A. ("Localiza"), a publicly-held company registered 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 VI, paragraph 1, article 27 of CVM Instruction 80/22, hereby declare that they have:

I. Reviewed, discussed, and approved Localiza's individual and consolidated interim financial information for the three-month period ended March 31, 2024.

Belo Horizonte, May 9, 2024.

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 Review Report

The CEO and CFO / 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 V, paragraph 1, of article 27 of CVM Instruction 80/22, hereby declare that they have:

I. Reviewed, discussed and agreed with the conclusions in the Independent Auditor's Review Report of PricewaterhouseCoopers Auditores Independentes Ltda. on Localiza's individual and consolidated interim financial information for the three-month period ended March 31, 2024.

Belo Horizonte, May 9, 2024.

Bruno Sebastian Lasansky
CEO

Rodrigo Tavares Gonçalves de Sousa
CFO and Investor Relations Officer