

Interim Financial Information

03/31/2023

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(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, 2023, 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

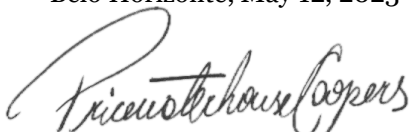
Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and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

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, 2023. 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 12, 2023



PricewaterhouseCoopers
Auditores Independentes Ltda.
CRC 2SP000160/O-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	3
-----------------------------	---

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

Statement of Comprehensive Income	6
-----------------------------------	---

Statement of Cash Flows	7
-------------------------	---

Statement of Changes in Equity

Statement of Changes in Equity - 01/01/2023 to 03/31/2023	9
---	---

Statement of Changes in Equity - 01/01/2022 to 03/31/2022	10
---	----

Statement of Value Added	11
--------------------------	----

Consolidated Interim Financial Information

Balance Sheet – Assets	12
------------------------	----

Balance Sheet – Liabilities	14
-----------------------------	----

Statement of Income	16
---------------------	----

Statement of Comprehensive Income	17
-----------------------------------	----

Statement of Cash Flows	18
-------------------------	----

Statement of Changes in Equity

Statement of Changes in Equity - 01/01/2023 to 03/31/2023	20
---	----

Statement of Changes in Equity - 01/01/2022 to 03/31/2022	21
---	----

Statement of Value Added	22
--------------------------	----

Comments on Performance	23
-------------------------	----

Notes to the Interim Financial Information	55
--	----

Comments on the Performance of Business Projections	103
---	-----

Other Information Considered Relevant by the Company	104
--	-----

Opinions and Representations

Report on Review of Interim Financial Information – Unqualified	105
---	-----

Management's Statement on the Financial Statements	107
--	-----

Management's Statement on the Independent Auditor's Review Report	108
---	-----

Company Information / Capital Structure

Number of Shares (Thousands)	Current Quarter 03/31/2023
Paid-In Capital	
Common Shares	988436
Preferred Shares	0
Total	988436
Treasury Shares	
Common Shares	5591
Preferred Shares	0
Total	5591

Individual Financial Statements / Balance Sheet – Assets

PAGE: 2 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 03/31/2023	Prior Year 12/31/2022
1	Total Assets	44.329.240	44.526.631
1.01	Current Assets	6.350.126	6.640.301
1.01.01	Cash and Cash Equivalents	1.287.399	734.719
1.01.02	Financial Assets	2.228.489	2.718.619
1.01.02.01	Financial Assets at fair value through profit or loss	2.228.489	2.718.619
1.01.03	Accounts Receivable	1.022.328	1.470.012
1.01.03.01	Clients	1.022.328	1.470.012
1.01.06	Recoverable Taxes	173.672	145.993
1.01.07	Recoverable Taxes	208.699	16.552
1.01.08	Other Current Assets	1.429.539	1.554.406
1.01.08.01	Non-Current Assets Available for Sale	992.552	1.118.903
1.01.08.01.01	Decommissioned cars for fleet renewal	992.552	1.118.903
1.01.08.03	Other	436.987	435.503
1.01.08.03.01	Dividends Receivable	146.706	146.706
1.01.08.03.02	Derivative Financial Instruments	52.347	111.456
1.01.08.03.03	Other	237.934	177.341
1.02	Non-Current Assets	37.979.114	37.886.330
1.02.01	Long-Term Assets	1.375.654	1.367.848
1.02.01.01	Financial Assets at fair value through profit or loss	2.567	3.000
1.02.01.03	Financial Investments at Amortized Cost	860.093	833.508
1.02.01.03.01	Linked Bank Certificates of Deposit	1.264.653	1.256.516
1.02.01.03.03	(-) Present Value Adjustment	-404.560	-423.008
1.02.01.08	Prepaid Expenses	1.145	1.987
1.02.01.09	Credits with Related Parties	48	0
1.02.01.09.02	Credits with Subsidiaries	48	0
1.02.01.10	Other Non-Current Assets	511.801	529.353
1.02.01.10.03	Escrow Deposits	99.525	95.304
1.02.01.10.04	Derivative Financial Instruments	88.995	89.884
1.02.01.10.07	Recoverable Taxes	323.281	344.165
1.02.02	Investments	15.857.581	15.587.759
1.02.02.01	Equity Investments	15.857.581	15.587.759
1.02.02.01.02	Investments in subsidiaries	15.857.581	15.587.759
1.02.03	Property and Equipment	20.646.190	20.843.949
1.02.03.01	Property and Equipment in Use	19.462.571	19.753.965
1.02.03.02	Leased Right-of-use	1.127.053	1.046.835
1.02.03.02.02	Right-of-use	1.127.053	1.046.835
1.02.03.03	Leased Right-of-use	56.566	43.149
1.02.04	Intangible	99.689	86.774
1.02.04.01	Intangibles	99.689	86.774

Individual Financial Statements / Balance Sheet – Liabilities

PAGE: 3 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 03/31/2023	Prior Year 12/31/2022
2	Total Liabilities	44.329.240	44.526.631
2.01	Current Liabilities	6.707.226	6.573.293
2.01.01	Payroll and Related Taxes	282.076	220.488
2.01.01.01	Related Taxes	67.906	44.319
2.01.01.02	Payroll	214.170	176.169
2.01.02	Trade Payables	2.464.931	4.071.439
2.01.02.01	Domestic Suppliers	2.463.832	4.071.390
2.01.02.02	Foreign Suppliers	1.099	49
2.01.03	Taxes Payable	203.791	11.970
2.01.03.01	Federal Taxes Payable	196.372	5.853
2.01.03.01.01	Income Tax and Social Contribution Payable	137.353	0
2.01.03.01.02	Other Federal Taxes	59.019	5.853
2.01.03.03	Municipal Taxes Payable	7.419	6.117
2.01.04	Loans and Financing	2.758.624	1.290.858
2.01.04.01	Loans and Financing	1.716.205	543.488
2.01.04.01.01	In Local Currency	1.116.252	20.652
2.01.04.01.02	In Foreign Currency	599.953	522.836
2.01.04.02	Debentures	1.042.419	747.370
2.01.05	Other Payables	997.804	978.538
2.01.05.01	Payables to Related Parties	11.232	2.797
2.01.05.01.02	Payables to Subsidiaries	11.232	2.797
2.01.05.02	Other	986.572	975.741
2.01.05.02.01	Dividends and Interest on Capital Payable	319.098	320.386
2.01.05.02.04	Other Current Liabilities	366.657	431.336
2.01.05.02.05	Derivative Financial Instruments	88.047	38.143
2.01.05.02.06	Unearned Revenue	1.343	1.612
2.01.05.02.07	Right-of-use Lease Liability	211.427	184.264
2.02	Non-Current Liabilities	16.778.256	17.394.142
2.02.01	Loans and Financing	15.024.396	15.333.989
2.02.01.01	Loans and Financing	3.375.321	3.091.449
2.02.01.01.01	In Local Currency	3.068.431	2.388.822
2.02.01.01.02	In Foreign Currency	306.890	702.627
2.02.01.02	Debentures	11.649.075	12.242.540
2.02.02	Other Payables	1.068.672	1.092.237
2.02.02.02	Other	1.068.672	1.092.237
2.02.02.02.03	Other Non-Current Liabilities	39.959	37.094
2.02.02.02.04	Right-of-use Lease Liability	1.028.713	968.594
2.02.02.02.05	Derivative Financial Instruments	0	86.549
2.02.03	Deferred Taxes	540.990	832.227
2.02.03.01	Deferred Income Tax and Social Contribution	540.990	832.227
2.02.04	Provisions	142.479	133.807
2.02.04.01	Provision for Tax, Social Security, Labor and Civil Risks	142.479	133.807
2.02.04.01.05	Provision for Tax, Social Security, Labor and Civil Risks	142.479	133.807
2.02.06	Unearned Profit and Revenue	1.719	1.882
2.02.06.02	Unearned Revenue	1.719	1.882
2.03	Equity	20.843.758	20.559.196

Individual Financial Statements / Balance Sheet – Liabilities

PAGE: 4 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 03/31/2023	Prior Year 12/31/2022
2.03.01	Paid-In Capital	12.288.287	12.107.587
2.03.01.01	Capital	12.331.398	12.150.698
2.03.01.02	Expenses on the issuance of shares, net of tax effects	-43.111	-43.111
2.03.02	Capital Reserves	3.962.631	3.944.525
2.03.02.03	Subscription Warrants	3.827.562	3.827.562
2.03.02.05	Treasury Shares	-144.402	-144.557
2.03.02.07	Share Issuance Premium and Stock Options Granted	279.471	261.520
2.03.04	Earnings Reserves	4.516.260	4.516.260
2.03.04.01	Legal Reserve	467.372	467.372
2.03.04.02	Statutory Reserve	4.048.888	4.048.888
2.03.05	Retained Earnings (Accumulated Losses)	159.962	0
2.03.08	Other Comprehensive Income	-83.382	-9.176

Individual Financial Statements / Statement of Income

PAGE: 5 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the
		01/01/2023 to 03/31/2023	Current Year 01/01/2022 to 03/31/2023
3.01	Revenue from Sales and/or Services	4.303.099	2.140.652
3.02	Cost of Sales and/or Services	-3.317.596	-1.197.217
3.03	Gross Profit	985.503	943.435
3.04	Operating Income (Expenses)	-57.750	-106.317
3.04.01	Selling Expenses	-267.829	-182.699
3.04.02	General and Administrative Expenses	-103.879	-86.601
3.04.05	Other Operating Expenses	4.416	3.676
3.04.06	Equity in the Earnings of Subsidiaries	309.542	159.307
3.05	Profit Before Finance Income and Taxes	927.753	837.118
3.06	Finance Income	-557.899	-186.849
3.06.01	Finance Income	121.321	97.063
3.06.02	Finance Expenses	-679.220	-283.912
3.07	Net Income Before Income Taxes	369.854	650.269
3.08	Income Tax and Social Contribution on Profit	152.952	-132.846
3.08.01	Current	-137.353	0
3.08.02	Deferred	290.305	-132.846
3.09	Net Income from Continuing Operations	522.806	517.423
3.11	Net Income for the Period	522.806	517.423

Individual Financial Statements / Statement of Comprehensive Income

PAGE: 6 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the
		01/01/2023 to 03/31/2023	Current Year
		01/01/2022 to 03/31/2023	
4.01	Net Income for the Period	522.806	517.423
4.02	Other Comprehensive Income	-74.206	9
4.02.01	Adjustments from Financial Instruments	-10.661	-160
4.02.02	Taxes on Adjustments of Financial Instruments	3.624	54
4.02.05	Share in the comprehensive income of subsidiaries	448.600	517.432
4.03	Comprehensive Income for the Period	0	0

Individual Financial Statements / Statement of Cash Flows – Indirect Method

PAGE: 7 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the
		01/01/2023 to 03/31/2023	Current Year 01/01/2022 to 03/31/2023
6.01	Net Cash Provided by Operating Activities	-79.328	-913.860
6.01.01	Cash Provided by Operations	858.682	753.026
6.01.01.01	Net Income for the Period	522.806	517.423
6.01.01.02	Depreciation and Amortization	491.974	165.957
6.01.01.03	(Gain) /loss on the sale or write-off of decommissioned cars	-253.752	-189.675
6.01.01.04	Deferred Income Tax and Social Contribution	-290.305	132.846
6.01.01.05	Equity in the Earnings of Subsidiaries	-309.542	-159.307
6.01.01.06	Other	-9.204	18.428
6.01.01.07	Provisions for risks	8.672	-24.317
6.01.01.08	Interest on Loans, Financing, Debentures and Derivatives	622.988	262.633
6.01.01.09	Lease interest	28.382	23.169
6.01.01.11	Provision for profit sharing	36.258	17.752
6.01.01.12	Allowance for doubtful debts	10.405	-11.883
6.01.02	Changes in Assets and Liabilities	-1.027.785	-1.052.922
6.01.02.01	Trade Receivables	436.666	24.141
6.01.02.02	Acquisition of Cars, Net of Changes in Balances with Car Manufacturers	-3.590.050	-1.706.658
6.01.02.03	Escrow Deposits	-3.188	-245
6.01.02.04	Recoverable Taxes	-6.795	9.370
6.01.02.05	Prepaid Expenses	-191.305	-103.203
6.01.02.06	Other Current and Non-Current Assets	-43.055	18.186
6.01.02.07	Trade Payables (Except Car Manufacturers)	-76.976	-36.841
6.01.02.08	Payroll and Related Taxes	25.330	15.694
6.01.02.09	Income Tax and Social Contribution	137.353	0
6.01.02.11	Insurance Premiums	28.754	4.638
6.01.02.12	Other Current and Non-Current Liabilities	-42.028	-79.929
6.01.02.13	Revenue on the sale of the decommissioned cars, net of taxes	2.297.509	801.925
6.01.03	Other	89.775	-613.964
6.01.03.03	Interest on Loans, Financing Debt and Derivatives Paid	-376.134	-242.980
6.01.03.04	Short-term financial assets	482.426	-359.269
6.01.03.05	Lease interest paid	-16.517	-11.715
6.02	Net Cash Provided by Investing Activities	-60.604	-131.827
6.02.01	Capital increase in subsidiaries	-20.000	-100.000
6.02.03	Purchase of Other Property and Equipment	-23.497	-20.181
6.02.04	Purchase of Intangible Assets	-17.107	-11.646
6.03	Net Cash Provided by Financing Activities	692.612	1.333.726
6.03.01	Loans, Financing and debt securities - funding	1.969.358	2.486.301
6.03.02	Loans, Financing and debt securities - repayments/ buyback	-1.045.347	-1.015.573
6.03.06	Interest on Capital	-317.523	-97.157
6.03.08	Exercise of stock options with treasury shares, net	61	104
6.03.10	Lease liabilities - amortizations	-48.028	-39.949
6.03.11	Capital integration through share subscription	134.091	0

Individual Financial Statements / Statement of Cash Flows – Indirect Method

PAGE: 8 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the
		01/01/2023 to 03/31/2023	Current Year 01/01/2022 to 03/31/2023
6.05	Increase (Decrease) in Cash and Cash Equivalents	552.680	288.039
6.05.01	Opening Balance of Cash and Cash Equivalents	734.719	289.103
6.05.02	Closing Balance of Cash and Cash Equivalents	1.287.399	577.142

Individual Financial Statements / Statement of Changes in Equity - 01/01/2023 to 03/31/2023

PAGE: 9 of 108

(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity
5.01	Opening Balances	12.107.587	3.944.525	4.516.260	0	-9.176	20.559.196
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 capital distribution	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
5.05.02.06	Gain (loss) on credit risk of financial instruments	0	0	0	0	-10.661	-10.661
5.05.02.07	Taxes on gain (loss) on credit risk of financial instruments	0	0	0	0	3.624	3.624
5.05.02.08	Share in the comprehensive income of subsidiaries	0	0	0	0	-67.169	-67.169
5.07	Closing Balances	12.288.287	3.962.631	4.516.260	159.962	-83.382	20.843.758

Individual Financial Statements / Statement of Changes in Equity - 01/01/2022 to 03/31/2022

PAGE: 10 of 108

(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity
5.01	Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090
5.03	Adjusted Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090
5.04	Capital Transactions with Shareholders	0	12.454	0	-110.343	0	-97.889
5.04.03	Stock Options granted	0	12.350	0	0	0	12.350
5.04.07	Interest on Capital	0	0	0	-110.343	0	-110.343
5.04.08	Exercising long-term incentive programs with treasury stock	0	104	0	0	0	104
5.05	Total Comprehensive Income	0	0	0	517.423	9	517.432
5.05.01	Net Income for the Period	0	0	0	517.423	0	517.423
5.05.02	Other Comprehensive Income	0	0	0	0	9	9
5.05.02.01	Financial Instruments adjustment	0	0	0	0	-160	-160
5.05.02.02	Financial Instruments adjustment - deferred taxes	0	0	0	0	54	54
5.05.02.06	Effect of equity method of financial instruments - Subsidiary	0	0	0	0	115	115
5.07	Closing Balances	3.956.889	53.344	3.618.430	407.080	890	8.036.633

Individual Financial Statements / Statement of Value Added

PAGE: 11 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the
		01/01/2023 to 03/31/2023	Current Year 01/01/2022 to 03/31/2023
7.01	Revenues	4.529.200	2.306.522
7.01.01	Sales of Goods, Products and Services	4.505.571	2.275.533
7.01.03	Revenues Related to the Construction of Own Assets	34.034	19.106
7.01.04	Allowance for/Reversal of Doubtful Debts	-10.405	11.883
7.02	Inputs Acquired from Third Parties	-2.912.068	-1.148.328
7.02.01	Cost of Products, Goods and Services Sold	-2.722.576	-987.336
7.02.02	Materials, Power, Third-Party Services and Other	-189.492	-160.992
7.03	Gross Value Added	1.617.132	1.158.194
7.04	Retentions	-491.974	-165.957
7.04.01	Depreciation, Amortization and Depletion	-491.974	-165.957
7.05	Net Wealth Created	1.125.158	992.237
7.06	Wealth Received in Transfer	435.822	261.126
7.06.01	Equity in the Earnings of Subsidiaries	309.542	159.307
7.06.02	Finance Income	126.280	101.819
7.07	Total Wealth for Distribution	1.560.980	1.253.363
7.08	Wealth Distributed	1.560.980	1.253.363
7.08.01	Personnel	295.944	211.505
7.08.01.01	Salaries and Wages	216.277	145.660
7.08.01.02	Benefits	54.834	41.341
7.08.01.03	Severance Pay Fund (FGTS)	14.237	12.154
7.08.01.04	Other	10.596	12.350
7.08.02	Taxes, Fees and Contributions	20.004	209.195
7.08.02.01	Federal	-82.387	165.298
7.08.02.02	State	88.060	37.169
7.08.02.03	Municipal	14.331	6.728
7.08.03	Lenders and Lessors	722.226	315.240
7.08.03.01	Interest	679.220	283.912
7.08.03.02	Rentals	30.826	20.778
7.08.03.03	Other	12.180	10.550
7.08.03.03.01	Other Rentals	12.180	10.550
7.08.04	Shareholders	522.806	517.423
7.08.04.01	Interest on Capital	362.844	110.343
7.08.04.03	Retained Earnings (Loss for the Period)	159.962	407.080

Consolidated Financial Statements / Balance Sheet – Assets

PAGE: 12 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 03/31/2023	Prior Year 12/31/2022
1	Total Assets	66.364.903	65.656.631
1.01	Current Assets	11.893.697	11.722.691
1.01.01	Cash and Cash Equivalents	2.372.455	1.505.623
1.01.02	Financial Assets	3.567.025	4.053.777
1.01.02.01	Financial Assets at fair value through profit or loss	3.567.025	4.053.777
1.01.03	Accounts Receivable	2.062.843	2.480.213
1.01.03.01	Clients	2.062.843	2.480.213
1.01.04	Inventory	98.533	122.570
1.01.04.01	Vehicles for resale	83.983	108.854
1.01.04.02	Product Stock	14.550	13.716
1.01.06	Recoverable Taxes	361.296	315.072
1.01.07	Prepaid Expenses	424.852	26.505
1.01.08	Other Current Assets	3.006.693	3.218.931
1.01.08.01	Non-Current Assets Available for Sale	2.131.020	1.976.087
1.01.08.01.01	Decommissioned vehicles for fleet renewal	2.131.020	1.976.087
1.01.08.03	Other	875.673	1.242.844
1.01.08.03.01	Amount Receivable for the Sale of Investment	381.476	658.388
1.01.08.03.02	Derivative Financial Instruments	150.596	283.047
1.01.08.03.03	Dividends Receivable	45	45
1.01.08.03.04	Other	343.556	301.364
1.02	Non-Current Assets	54.471.206	53.933.940
1.02.01	Long-Term Assets	2.233.072	2.178.124
1.02.01.01	Financial Assets at fair value through profit or loss	69.198	87.977
1.02.01.03	Financial Investments at Amortized Cost	865.715	838.953
1.02.01.03.01	Linked Bank Certificates of Deposit	1.270.275	1.261.961
1.02.01.03.02	(-) Present Value Adjustment	-404.560	-423.008
1.02.01.04	Accounts Receivable	10.055	9.791
1.02.01.04.01	Clients	10.055	9.791
1.02.01.07	Deferred Taxes	24.539	22.965
1.02.01.07.01	Deferred Income Tax and Social Contribution	24.539	22.965
1.02.01.08	Prepaid Expenses	2.033	11.448
1.02.01.10	Other Non-Current Assets	1.261.532	1.206.990
1.02.01.10.03	Escrow Deposits	225.775	220.550
1.02.01.10.04	Derivative Financial Instruments	366.285	365.599
1.02.01.10.05	Investments in restricted accounts	53.006	51.444
1.02.01.10.06	Recoverable Taxes	614.296	567.168
1.02.01.10.07	Other	2.170	2.229
1.02.02	Investments	1.111	1.171
1.02.02.01	Equity Interests	1.111	1.171
1.02.03	Property and Equipment	43.484.504	43.020.498
1.02.03.01	Property and Equipment in Use	42.486.674	42.095.955
1.02.03.02	Right-of-use in Lease	890.031	834.673
1.02.03.02.02	Right-of-use	890.031	834.673
1.02.03.03	Construction in Progress	107.799	89.870
1.02.04	Intangible Assets	8.752.519	8.734.147

Consolidated Financial Statements / Balance Sheet – Assets

PAGE: 13 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 03/31/2023	Prior Year 12/31/2022
1.02.04.01	Intangible Assets	8.752.519	8.734.147
1.02.04.01.02	Goodwill on Acquisition of Investments	8.337.404	8.337.404
1.02.04.01.03	Others	415.115	396.743

Consolidated Financial Statements / Balance Sheet – Liabilities

PAGE: 14 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 03/31/2023	Prior Year 12/31/2022
2	Total Liabilities	66.364.903	65.656.631
2.01	Current Liabilities	12.250.436	11.236.806
2.01.01	Payroll and Related Taxes	410.581	333.671
2.01.01.01	Related Taxes	142.841	77.836
2.01.01.02	Payroll	267.740	255.835
2.01.02	Trade Payables	4.082.729	6.177.751
2.01.02.01	Domestic Suppliers	4.081.630	6.177.702
2.01.02.02	Foreign Suppliers	1.099	49
2.01.03	Taxes Payable	261.397	39.313
2.01.03.01	Federal Taxes Payable	246.118	24.996
2.01.03.01.01	Income Tax and Social Contribution Payable	180.773	11.675
2.01.03.01.02	Other Federal Taxes	65.345	13.321
2.01.03.02	State Taxes Payable	304	332
2.01.03.03	Municipal Taxes Payable	14.975	13.985
2.01.04	Loans and Financing	6.192.248	3.353.510
2.01.04.01	Loans and Financing	3.208.539	884.974
2.01.04.01.01	In Local Currency	2.072.598	208.094
2.01.04.01.02	In Foreign Currency	1.135.941	676.880
2.01.04.02	Debentures	2.983.709	2.468.536
2.01.05	Other Payables	1.303.481	1.332.561
2.01.05.02	Others	1.303.481	1.332.561
2.01.05.02.01	Dividends and Interest on Capital Payable	319.098	320.386
2.01.05.02.04	Other Current Liabilities	466.920	547.801
2.01.05.02.05	Derivative Financial Instruments	196.690	137.350
2.01.05.02.06	Unearned Revenue	9.596	0
2.01.05.02.07	Right-of-use Lease Liability	204.349	185.227
2.01.05.02.08	Cession of Credit Rights	106.828	141.797
2.02	Non-Current Liabilities	33.260.557	33.849.220
2.02.01	Loans and Financing	29.615.298	29.917.603
2.02.01.01	Loans and Financing	4.339.138	4.915.671
2.02.01.01.01	In Local Currency	3.305.744	3.544.663
2.02.01.01.02	In Foreign Currency	1.033.394	1.371.008
2.02.01.02	Debentures	25.276.160	25.001.932
2.02.02	Other Payables	1.138.509	1.232.885
2.02.02.02	Others	1.138.509	1.232.885
2.02.02.02.03	Other Non-Current Liabilities	53.083	111.246
2.02.02.02.04	Derivative Financial Instruments	125.638	260.133
2.02.02.02.05	Restricted obligations	53.575	0
2.02.02.02.06	Right-of-use Lease Liability	767.476	727.272
2.02.02.02.07	Cession of Credit Rights	138.737	134.234
2.02.03	Deferred Taxes	1.874.842	2.018.657
2.02.03.01	Deferred Income Tax and Social Contribution	1.874.842	2.018.657
2.02.04	Provisions	618.661	669.190
2.02.04.01	Provision for Tax, Social Security, Labor and Civil Risks	618.661	669.190
2.02.04.01.05	Provision for Tax, Social Security, Labor and Civil Risks	618.661	669.190
2.02.06	Unearned Profit and Revenue	13.247	10.885

Consolidated Financial Statements / Balance Sheet – Liabilities

PAGE: 15 of 108

(In Thousands of Brazilian Reais)

Code	Description	03/31/2023	12/31/2022
2.02.06.02	Unearned Revenue	13.247	10.885
2.03	Consolidated Equity	20.853.910	20.570.605
2.03.01	Paid-In Capital	12.288.287	12.107.587
2.03.01.01	Capital	12.331.398	12.150.698
2.03.01.02	Expenses on the issuance of shares, net of tax effects	-43.111	-43.111
2.03.02	Capital Reserves	3.962.631	3.944.525
2.03.02.03	Subscription Warrants	3.827.562	3.827.562
2.03.02.05	Treasury Shares	-144.402	-144.557
2.03.02.07	Share Issuance Premium and Stock Options Granted	279.471	261.520
2.03.04	Earnings Reserves	4.516.260	4.516.260
2.03.04.01	Legal Reserve	467.372	467.372
2.03.04.02	Statutory Reserve	4.048.888	4.048.888
2.03.05	Retained Earnings (Accumulated Losses)	159.962	0
2.03.08	Other Comprehensive Income	-83.382	-9.176
2.03.09	Attributable to Non-controlling Partners	10.152	11.409

Consolidated Financial Statements / Statement of Income

PAGE: 16 of 108

(In Thousands of Brazilian Reais)

Code	Description	Accumulated for the Current	
		Current Quarter 01/01/2023 to 03/31/2023	Year 01/01/2022 to 03/31/2023
3.01	Revenue from Sales and/or Services	6.825.668	2.711.652
3.02	Cost of Sales and/or Services	-4.684.229	-1.436.634
3.03	Gross Profit	2.141.439	1.275.018
3.04	Operating Income (Expenses)	-501.855	-323.051
3.04.01	Selling Expenses	-375.343	-219.550
3.04.02	General and Administrative Expenses	-140.308	-105.309
3.04.05	Other Operating Expenses	13.856	1.808
3.05	Profit (Loss) Before Finance Income (Expenses) and Taxes	1.639.584	951.967
3.06	Finance Income (Expenses)	-1.069.953	-226.950
3.06.01	Finance Income	225.123	128.297
3.06.02	Finance Expenses	-1.295.076	-355.247
3.07	Net Income Before Income Taxes	569.631	725.017
3.08	Income Tax and Social Contribution on Profit	-48.082	-207.594
3.08.01	Current	-180.431	-30.469
3.08.02	Deferred	132.349	-177.125
3.09	Net Income from Continuing Operations	521.549	517.423
3.11	Net Income for the Period	521.549	517.423
3.11.01	Attributable to the Company's Owners	522.806	517.423
3.11.02	Attributable to Non-controlling Shareholders	-1.257	0
3.99	Earnings per Share (R\$/Share)		
3.99.01	Basic Earnings per Share		
3.99.01.01	Common Shares	0,53363	0,68788
3.99.02	Diluted Earnings per Share		
3.99.02.01	Common Shares	0,53027	0,68357

Consolidated Financial Statements / Statement of Comprehensive Income

PAGE: 17 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the
		01/01/2023 to 03/31/2023	Current Year 01/01/2022 to 03/31/2023
4.01	Net Income for the Period	521.549	517.423
4.02	Other Comprehensive Income	-74.206	9
4.02.01	Financial Instruments Adjustments	-14.713	15
4.02.02	Taxes on Adjustments of Financial Instruments	5.002	-6
4.02.03	Exchange variation of investees located abroad	-2.111	0
4.02.04	Cash Flow Hedge	-94.521	0
4.02.05	Net Taxes Cash Flow Hedge	32.137	0
4.03	Comprehensive Income for the Period	-1.257	0
4.03.01	Attributable to the Company's Owners	0	0
4.03.02	Attributable to Non-controlling Shareholders	0	0

Consolidated Financial Statements / Statement of Cash Flows – Indirect Method

PAGE: 18 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the
		01/01/2023 to 03/31/2023	Current Year 01/01/2022 to 03/31/2023
6.01	Net Cash Provided by Operating Activities	-984.037	-1.259.483
6.01.01	Cash Provided by Operations	2.158.719	967.316
6.01.01.01	Net Income for the Period	521.549	517.423
6.01.01.02	Depreciation and Amortization	983.416	186.965
6.01.01.03	(Gain) /loss on the sale or write-off of decommissioned cars	-531.026	-275.321
6.01.01.04	Deferred Income Tax and Social Contribution	-132.349	177.125
6.01.01.05	Other	25.349	19.227
6.01.01.06	Provisions for risks	-50.529	-24.456
6.01.01.07	Interest on Loans, Financing, Debentures and Derivatives	1.217.923	338.173
6.01.01.09	Lease interest	22.854	17.090
6.01.01.11	Allowance for doubtful debts	20.689	-10.995
6.01.01.12	Provision for profit sharing	55.862	22.085
6.01.01.13	Equity in Subsidiaries	60	0
6.01.01.14	Residual value of vehicles for resale	24.921	0
6.01.02	Changes in Assets and Liabilities	-2.690.247	-1.472.071
6.01.02.01	Trade Receivables	393.783	-506
6.01.02.02	Acquisition of Cars, Net of Changes in Balances with Car Manufacturers	-6.368.257	-2.296.242
6.01.02.03	Escrow Deposits	-7.288	-1.437
6.01.02.04	Recoverable Taxes	-93.352	10.447
6.01.02.05	Prepaid Expenses	-388.932	-137.539
6.01.02.06	Other Current and Non-Current Assets	-47.113	-16.328
6.01.02.07	Trade Payables (Except Car Manufacturers)	-66.051	-39.150
6.01.02.08	Payroll and Related Taxes	21.048	14.320
6.01.02.09	Income Tax and Social Contribution	180.431	30.469
6.01.02.11	Insurance Premiums	28.157	5.101
6.01.02.12	Other Current and Non-Current Liabilities	-24.130	-80.265
6.01.02.13	Amount received from investment	304.925	0
6.01.02.14	Revenue from the sale of decommissioned cars, net of taxes	3.376.532	1.039.059
6.01.03	Other	-452.509	-754.728
6.01.03.01	Interest on assignment of credit rights paid	-621	0
6.01.03.02	Income Tax and Social Contribution Paid	-4.329	-9.492
6.01.03.03	Interest on loans, financing and debt securities paid	-927.623	-314.383
6.01.03.04	Short-term financial assets, net of swap	497.217	-419.113
6.01.03.05	Lease interest paid	-17.153	-11.740
6.02	Net Cash Provided by Investing Activities	-74.345	-40.698
6.02.01	Purchase of Other Property and Equipment	-49.048	-23.870
6.02.02	Purchase of Intangible Assets	-21.007	-13.036
6.02.04	Company acquisition payment	-4.290	-3.792
6.03	Net Cash Provided by Financing Activities	1.925.214	1.615.086
6.03.01	Loans, Financing and debt securities - funding	3.981.914	2.770.802
6.03.02	Loans, Financing and debt securities - repayments/ buyback	-1.788.405	-1.018.438
6.03.06	Interest on Capital distributed	-317.523	-97.157

Consolidated Financial Statements / Statement of Cash Flows – Indirect Method

PAGE: 19 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the
		01/01/2023 to 03/31/2023	Current Year 01/01/2022 to 03/31/2023
6.03.07	Exercise of Stock Options - Treasury Shares, Net	61	104
6.03.10	Lease liability - repayments	-52.298	-40.225
6.03.11	Capital payment with share subscription	134.091	0
6.03.14	Other comprehensive income	-2.111	0
6.03.15	Credit assignment by suppliers - amortizations	-30.515	0
6.05	Increase (Decrease) in Cash and Cash Equivalents	866.832	314.905
6.05.01	Opening Balance of Cash and Cash Equivalents	1.505.623	444.139
6.05.02	Closing Balance of Cash and Cash Equivalents	2.372.455	759.044

Consolidated Financial Statements / Statement of Changes in Equity - 01/01/2022 to 09/30/2022

PAGE: 20 of 108

(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity	Noncontrolling Interests	Consolidated Equity
5.01	Opening Balances	12.107.587	3.944.525	4.516.260	0	-9.176	20.559.196	11.409	20.570.605
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 Capital distribution	0	0	0	-362.844	0	-362.844	0	-362.844
5.04.08	Exercise of long-term incentive programs - treasury shares	0	61	0	0	0	61	0	61
5.04.09	Long term incentive option plan - share merger	0	0	0	0	0	0	0	0
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	0	0	0	0	-2.111	-2.111	0	-2.111
5.05.02.06	Cash Flow Hedge	0	0	0	0	-94.521	-94.521	0	-94.521
5.05.02.07	Net Taxes Cash Flow Hedge	0	0	0	0	32.137	32.137	0	32.137
5.05.02.08	Gain (loss) on Credit Risk of Financial Instruments	0	0	0	0	-14.713	-14.713	0	-14.713
5.05.02.09	Net Taxes Interest (loss) on Credit Risk of Financial Instruments	0	0	0	0	5.002	5.002	0	5.002
5.07	Closing Balances	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 Changes in Equity - 01/01/2022 to 03/31/2022

PAGE: 21 of 108

(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity	Noncontrolling Interests	Consolidated Equity
5.01	Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090	0	7.617.090
5.03	Adjusted Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090	0	7.617.090
5.04	Capital Transactions with Shareholders	0	12.454	0	-110.343	0	-97.889	0	-97.889
5.04.03	Stock Options Granted	0	12.350	0	0	0	12.350	0	12.350
5.04.07	Interest on Capital distribution	0	0	0	-110.343	0	-110.343	0	-110.343
5.04.08	Exercise of stock options - treasury shares	0	104	0	0	0	104	0	104
5.05	Total Comprehensive Income	0	0	0	517.423	9	517.432	0	517.432
5.05.01	Net Income for the Period	0	0	0	517.423	0	517.423	0	517.423
5.05.02	Other Comprehensive Income	0	0	0	0	9	9	0	9
5.05.02.01	Financial Instruments Adjustments	0	0	0	0	15	15	0	15
5.05.02.02	Taxes on Adjustments of Financial Instruments	0	0	0	0	-6	-6	0	-6
5.07	Closing Balances	3.956.889	53.344	3.618.430	407.080	890	8.036.633	0	8.036.633

Consolidated Financial Statements / Statement of Value Added

PAGE: 22 of 108

(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the
		01/01/2023 to 03/31/2023	Current Year 01/01/2022 to 03/31/2023
7.01	Revenues	7.201.172	2.917.731
7.01.01	Sales of Goods, Products and Services	7.184.554	2.886.495
7.01.03	Revenues Related to the Construction of Own Assets	37.307	20.241
7.01.04	Allowance for/Reversal of Doubtful Debts	-20.689	10.995
7.02	Inputs Acquired from Third Parties	-3.719.467	-1.384.278
7.02.01	Cost of Products, Goods and Services Sold	-3.523.106	-1.203.818
7.02.02	Materials, Power, Third-Party Services and Other	-196.361	-180.460
7.03	Gross Value Added	3.481.705	1.533.453
7.04	Retentions	-983.416	-186.965
7.04.01	Depreciation, Amortization and Depletion	-983.416	-186.965
7.05	Net Wealth Created	2.498.289	1.346.488
7.06	Wealth Received in Transfer	236.801	134.220
7.06.01	Equity in the Earnings of Subsidiaries	-60	0
7.06.02	Finance Income	236.861	134.220
7.07	Total Wealth for Distribution	2.735.090	1.480.708
7.08	Wealth Distributed	2.735.090	1.480.708
7.08.01	Personnel	448.036	253.888
7.08.01.01	Salaries and Wages	329.607	179.213
7.08.01.02	Benefits	76.737	47.716
7.08.01.03	Severance Pay Fund (FGTS)	22.120	14.609
7.08.01.04	Other	19.572	12.350
7.08.02	Taxes, Fees and Contributions	413.889	316.585
7.08.02.01	Federal	231.275	256.665
7.08.02.02	State	158.491	50.559
7.08.02.03	Municipal	24.123	9.361
7.08.03	Lenders and Lessors	1.351.616	392.812
7.08.03.01	Interest	1.295.076	355.247
7.08.03.02	Rentals	43.288	25.942
7.08.03.03	Other	13.252	11.623
7.08.03.03.01	Other Rentals	13.252	11.623
7.08.04	Shareholders	521.549	517.423
7.08.04.01	Interest on Capital	362.844	110.343
7.08.04.03	Retained Earnings (Loss for the Period)	159.962	407.080
7.08.04.04	Non-controlling Interest	-1.257	0

50 years building the future of sustainable mobility

We began our first results letter for 2023 in a celebratory tone. On May 17th, we will celebrate the 50th anniversary of Localiza&Co. We are more than 18 thousand employees sharing a single goal: to delight our more than 15 million customers with one of the most complete mobility solutions' portfolios in the world.

With a strong culture centered on People, Customers and Results, we constantly seek to grow, generating value for our various stakeholders and positively impacting society.

We will continue to reinvent ourselves, with the agility and restlessness of a young company, expanding the use of technology and keeping the customer at the center of our decisions.

We thank all our employees, customers, partners, and investors for trusting and supporting Localiza&Co over so many years. We remain firm in the important mission of offering mobility solutions in an efficient, safe, innovative, and sustainable way. We thank everyone who was and is part of this journey, and we continue together, with the same motivation as the first day!

1Q23 Results

We enter the year 2023 with renewed energy and prepared for the growth of our operations. In addition to the synergies from the business combination with Locamerica and efficiency gains, we have relevant competitive advantages that will allow us to face a scenario of high interest rates and low economic growth.

After a strong period of car purchases in the second half of 2022, we reduced the pace of acquisitions in 1Q23 to better accommodate the fleet after the peak season. The Company purchased 48,161 cars, being 25,629 for the **Car Rental** division and 22,532 for the **Fleet Rental** division.

We continue to show sequential growth in volumes and average rental prices. In 1Q23, we posted net revenue of R\$2.0 billion in the **Car Rental** division and R\$1.5 billion in the **Fleet Rental** division. Thus, in just 2 quarters, the Company has recovered the level of revenue related to the carve-out, evidencing its commercial excellence and the high quality of the solutions offered to its customers.

Seminovos presented net revenue of R\$3.4 billion, with a historic record of 55,191 cars sold in the quarter.

Consolidated revenue growth was accompanied by greater operational efficiency in the rental divisions, reflecting an EBITDA of R\$2.6 billion in 1Q23, an increase of 39.9% when compared to 1Q22 and 21.2% when compared to 4Q22. The EBITDA margin was 66.1% in the **Car Rental** division and 76.2% in the **Fleet Rental** division, positively impacted by the acceleration of PIS/COFINS credits.

We ended the quarter with a net debt/EBITDA ratio of 3.19x, anticipating the Company's leverage reduction process, previously forecasted for 2H23. 1Q23 annualized ROIC reached 15.6%, with a spread of 5.8 p.p. on the after-tax cost of debt.

We maintain our agenda of operational efficiency and discipline in the capital allocation to cope with short-term macroeconomic challenges, growing with value creation.

Combined Results

Following the disclosure format of the last quarters, considering the completion of the business combination, the presentation of the 1Q23 results includes consolidated information from Localiza and Locamerica (LCAM). For comparison purposes, we will bring the pro forma quarterly results, adding the values of the two companies, from 1Q21 until the business combination on July 1, 2022. Annual comparisons will be made based on the historical proforma numbers of the two companies.

The proforma results are based on available information directly attributable to the business combination and factually supportable. This presentation is intended exclusively to illustrate the business combination's impact on the Company's historical financial information, as if the transaction had taken place on January 1, 2021. There is no assurance on the part of the Company or the independent auditors that the result of the transaction, if taken place on January 1, 2021, would be as presented. We emphasize that the operational quantitative data were not reviewed by the independent auditors.

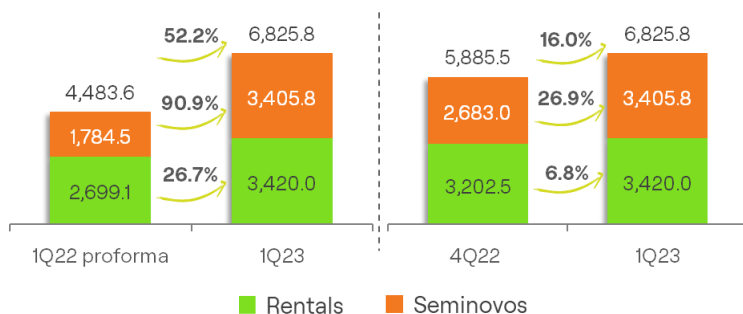
Finally, in this quarter, we will only highlight the effects related to the write up of cars and the customer portfolio, as shown below, considering that in 1Q23, the integration expenses were residual (R\$3.3 million):

Description	EBIT Impact	Net Income Impact
Fleet write-up amortization	(136.7)	(90.2)
Revision effect of the customer relationship write-up	11.0	7.3
Total	(125.7)	(82.9)

OPERATIONAL HIGHLIGHTS

Consolidated net revenues

R\$ million

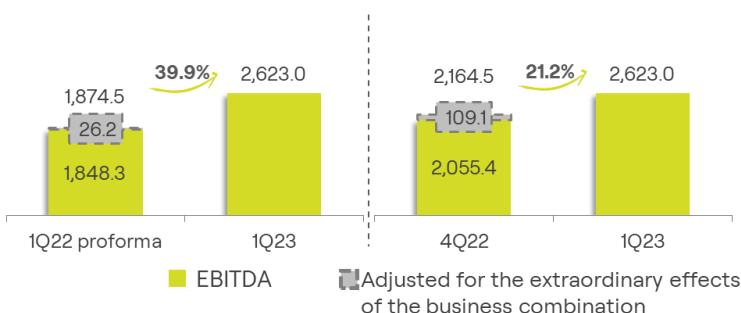


Strong growth in annual consolidate net revenue +52.2% and sequential +16.0.

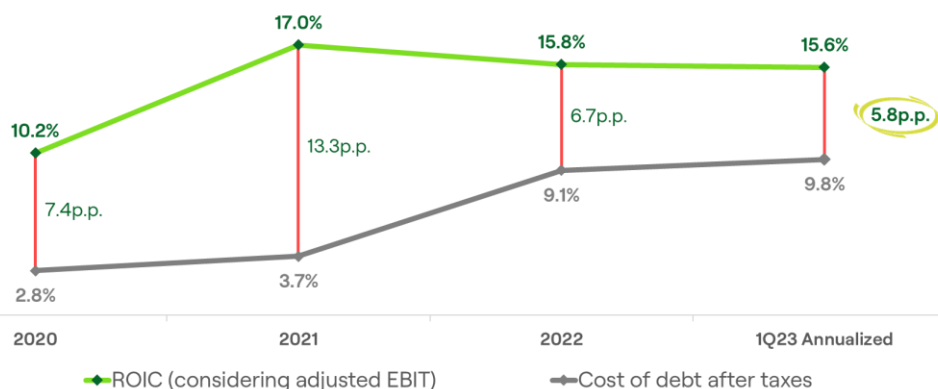
Consolidated EBITDA

R\$ million

Strong operational advance of RAC and GTF, compensating for the cycle of normalization of Seminovos and car depreciation.



ROIC Versus Cost of Debt After Taxes



ROIC spread within the Company's profitability objectives, even with the increase in the cost of debt after taxes.

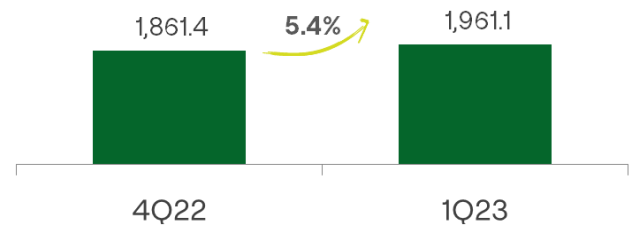
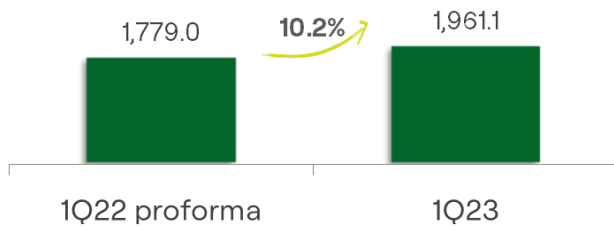
1Q23 annualized ROIC calculated from:

$\text{Nopat} = \text{EBIT} \times (1 - \text{Effective Tax Rate})$; $\text{Invested Capital} = \text{Total fleet plus working capital}$

1 – Car Rental

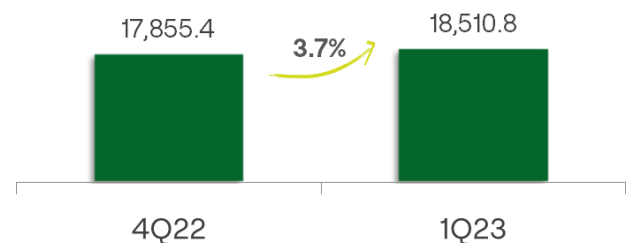
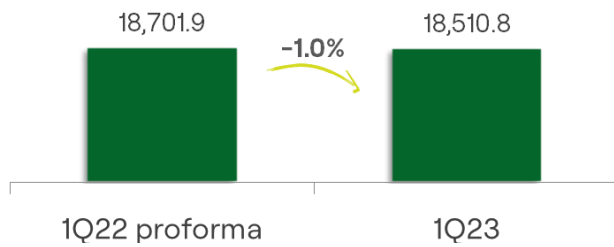
Net revenue

R\$ million including royalties



Rental days

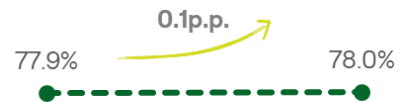
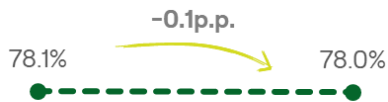
In thousands



In 1Q23, net revenue from the **Car Rental** division was R\$1,961.1 million, an increase of 10.2% compared with 1Q22 proforma, as a result of the 11.6% increase in the average daily rate, offset by a slight reduction in the volume (impacted by carve-out effects). Compared to 4Q22, net revenue grew by 5.4%.

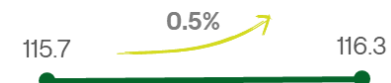
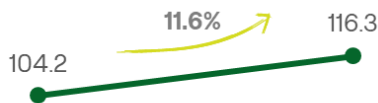
Utilization Rate

%



Rental Rate

R\$



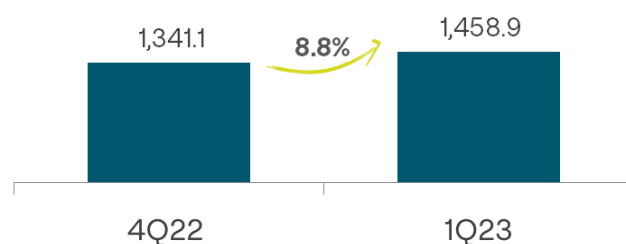
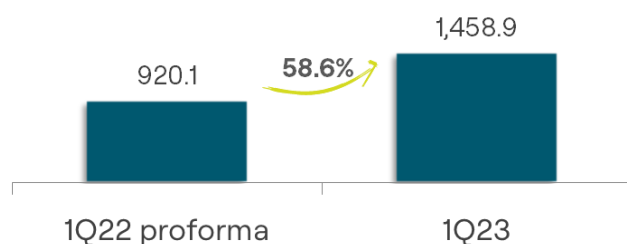
—●— Rental Rate— R\$ - - -●- - Utilization

The utilization rate remained stable at 78.0% in 1Q23, evidencing the Company's efficient management in pricing and fleet allocation, as well as the resilience of demand.

2 – Fleet Rental

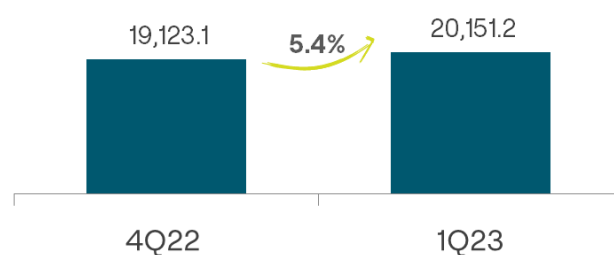
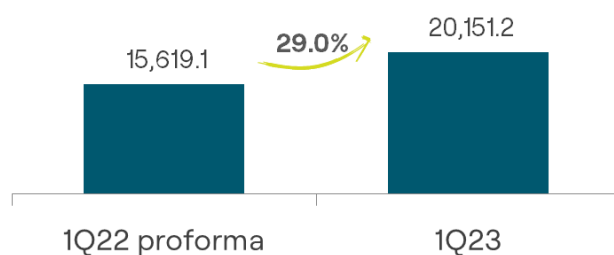
Net revenue

R\$ million including telemetry and Localiza+ revenues



Rental days

In thousands

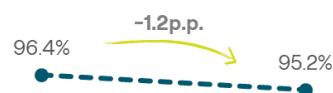
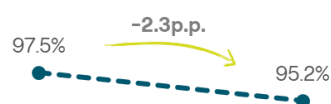


In 1Q23, the **Fleet Rental** division posted net revenue of R\$1,458.9 million, 58.6% higher than the same period of the previous year in the proforma comparison, as a result of the strong growth in volumes and the average daily rate. Compared to 4Q22, there was an increase of 8.8% in revenue and 5.4% in the number of daily rentals.

The Company has leveraged on the best practices resulting from business combinations, expanding its commercial excellence to capture strong growth, in a market that has been favorable to long-term rentals compared to ownership.

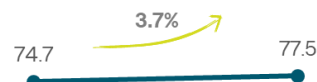
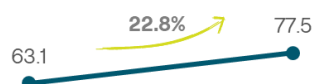
Utilization rate

%



Rental rate

R\$



—●— Rental Rate - R\$ - - - Utilization

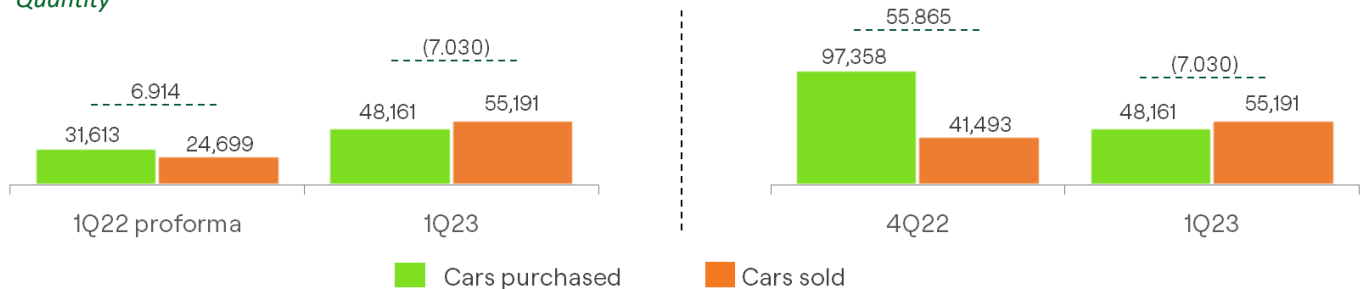
The utilization rate remained at healthy levels, reaching 95.2% in 1Q23, a decrease of 1.2pp. in the sequential comparison, still impacted by the strong cars purchases of 4Q22 and greater number of cars in preparation for rental and to be sold.

3 - Fleet

3.1 – Net investment in the fleet

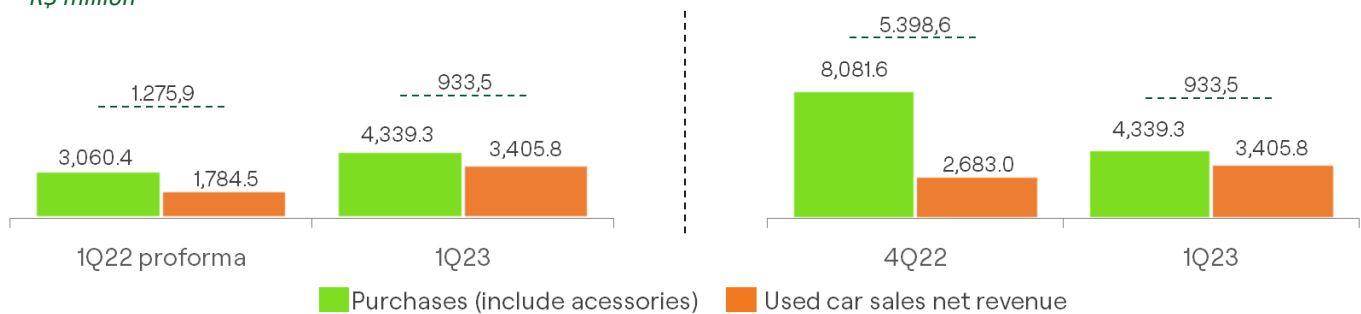
Car purchase and sales

Quantity*



Net investment in fleet

R\$ million



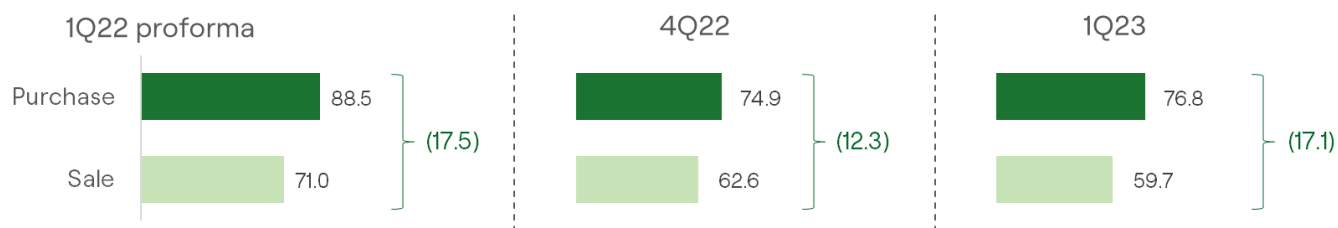
The sale of new cars showed a strong reduction in volume in 1Q23 compared to the previous quarter, especially in retail, resulting in the higher relevance of direct sales (sales to fleet owners, including rental companies).

After anticipating part of the purchase volume to 4Q22, in 1Q23 48,161 cars were bought and 55,191 were sold. Sales volumes increased by 123.5% in the first quarter compared to the same period of the previous year, contributing for the **Car Rental's** fleet renewal process. The strong acceleration of car sales volume in the annual and sequential comparison, in a context of high interest rates and a restricted credit market, demonstrates the Company's sales capacity even in an adverse scenario.

At **Seminovos**, the focus remains on increasing productivity, after completing the process of integrating the sales teams and standardizing the stores. In addition, the Company has a robust store expansion planned for this year to meet the sales needs of the next fleet renewal cycle.

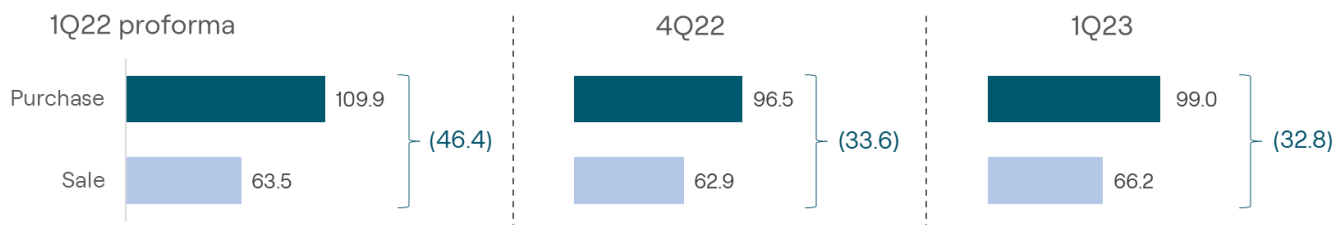
3.2 – Price of purchase and sale

Average price of purchase and sale - Car Rental



In the **Car Rental** division, better commercial conditions, and a purchase mix more concentrated in entry-level cars resulted in an average purchase price 13.2% lower than the same period of the previous year. On the side of car demobilization, the average price of R\$59.7 thousand reflects the prioritization of demobilization and sale of entry-level cars with higher average mileage. In this way, the Company continues to advance in the fleet renewal process, which has been contributing to the reduction of maintenance and the preparation costs.

Average price of purchase and sale - Fleet Rental

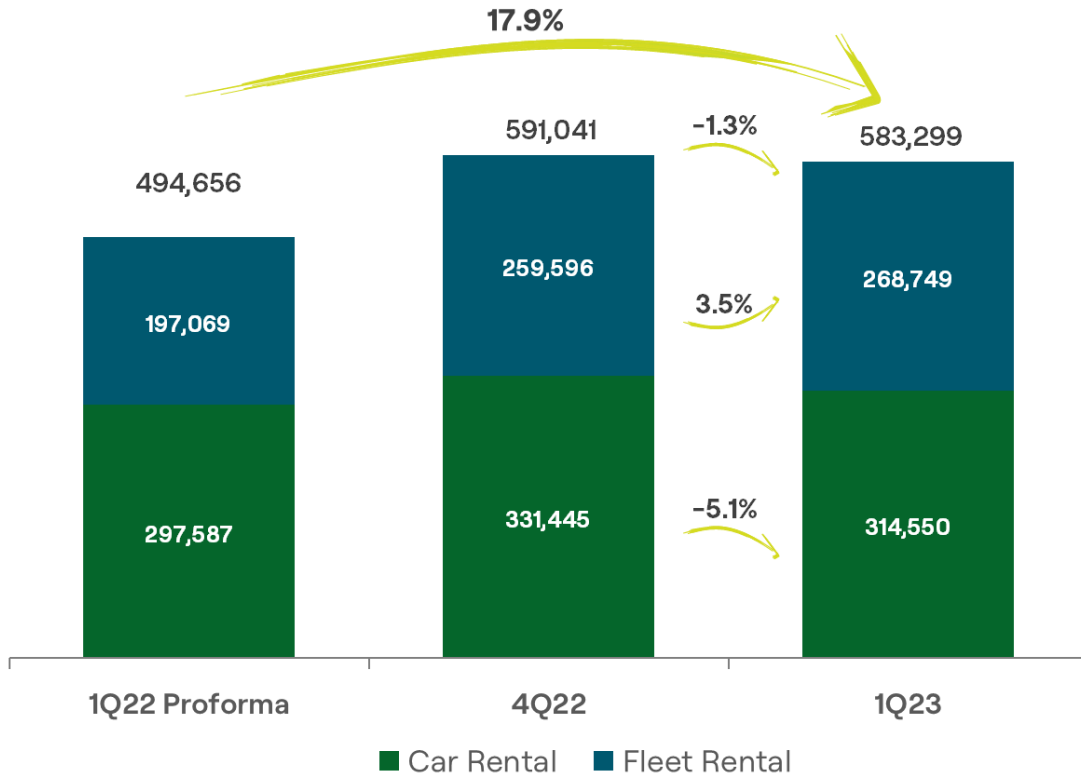


In **Fleet Rental**, the average purchase price is the result of a mix made up of heavy, special, and light vehicles, while the average sale price of R\$66,2 thousand is made up almost exclusively of light vehicles. We reinforce that the ROIC spread of the new contracts remains in line with the Company's profitability objectives.

3.3 – End of period fleet

End of period fleet

Quantity

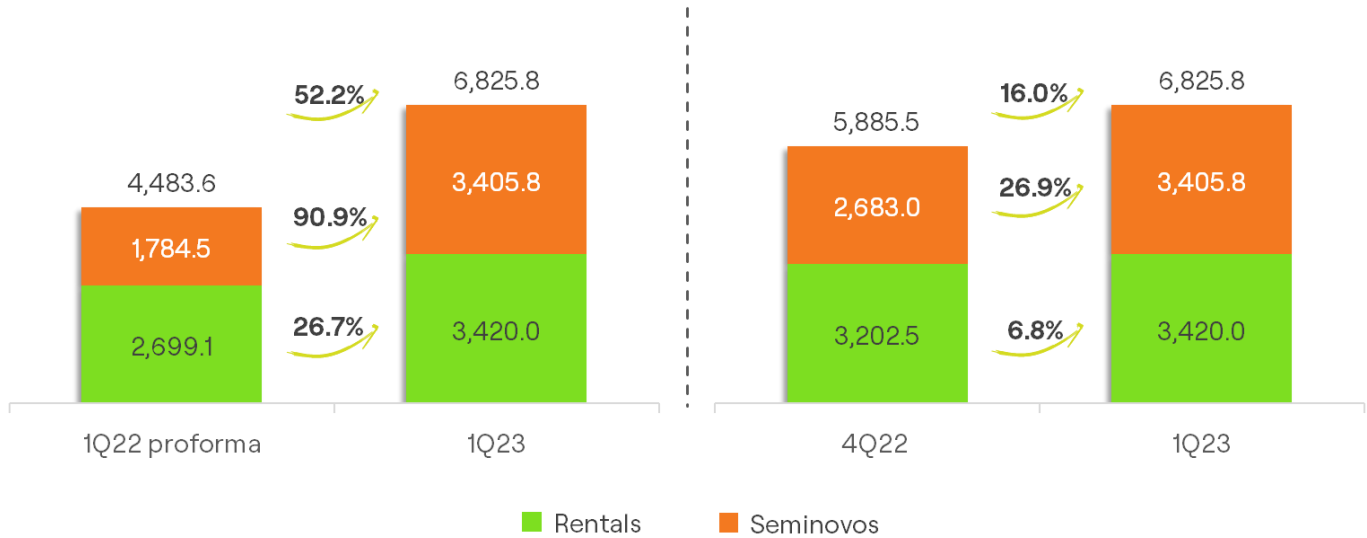


We ended 1Q23 with a fleet at the end of the period of 583,299 cars, an increase of 17.9% in the annual comparison. Compared to 4Q22, the 1.3% reduction in the fleet is the result of the acceleration of **Seminovos** sales volume, improving the global utilization of the fleet (which includes cars in preparation, demobilization and available for sale).

4 – Consolidated net revenues

Consolidated net revenues

R\$ million



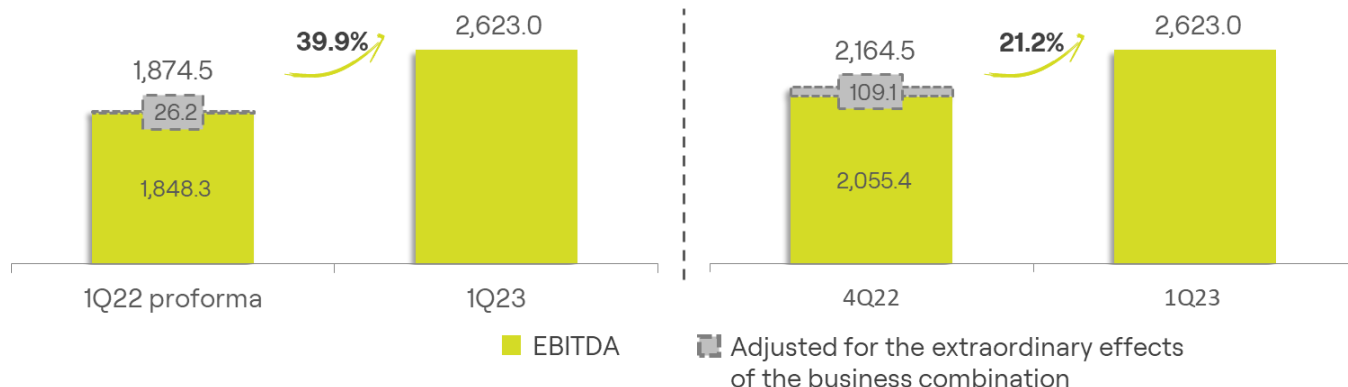
In 1Q23, consolidated net revenue increased 52.2% compared to the same quarter of the previous year, in the pro forma comparison, totaling R\$6,825.8 million. Net revenue from rentals grew by 26.7%, being 10.2% in the **Car Rental** division and 58.6% in the **Fleet Rental** division.

Seminovos revenue added up to R\$3,405.8 million in the quarter, 90.9% increase in comparison to the same period of last year, a result of an expressive growth in **Seminovos** sales, following the fleet renewal acceleration movement.

5 – EBITDA

Consolidated adjusted EBITDA

R\$ million



In 1Q23, consolidated EBITDA totaled R\$2,623.0 million, a growth of 39.9% compared to the pro forma EBITDA of the same period of the previous year. In this quarter, we had residual expenses of R\$3.3 million with the integration, no longer considered in the adjustments.

Proforma 1Q22 and 4Q22 margins remain adjusted for integration expenses, given their relevance, as follows:

EBITDA Margin:	1Q22 proforma adjusted*	1Q23	4Q22 adjusted*	1Q23
Car Rental and Franchising	55.0%	66.1%	61.0%	66.1%
Fleet Rental	66.0%	76.2%	66.5%	76.2%
Rental Consolidated	58.8%	70.4%	63.3%	70.4%
Seminovos	16.1%	6.4%	5.2%	6.4%
Consolidated (over rental revenues)	69.4%	76.7%	67.6%	76.7%

*Adjusted for One-offs related to the integration expenses and the discontinuity of operations.

In 1Q23, the **Car Rental** division's EBITDA margin was 66.1%, an increase of 5.1 p.p. compared to the adjusted margin in 4Q22, mainly due to: (i) lower maintenance costs due to the progress in the fleet renewal process (ii) lower mobilization costs, due to the lower volume of cars purchased, (iii) lower consulting and publicity expenses, (iv) adhesion to the Zero Litigation Program (Programa Litígio Zero); in addition to (v) improvement in provision for bad debt, after the equalization of practices in the 4Q22.

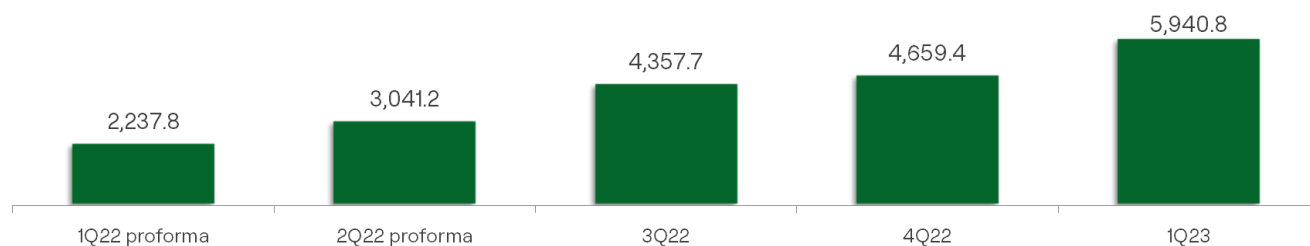
The **Fleet Rental** division posted a margin of 76.2% in 1Q23, positively impacted by the effect the accelerated depreciation for tax purposes, increasing PIS/COFINS tax credit. Excluding the tax effects of the acceleration of credit in the period (R\$79.6 million) and expenses with new initiatives (R\$9.1 million in revenue and costs), the margin would be 73.3%, an increase of 6.8p.p. compared to 4Q22. The increase in the margin in the sequential comparison is mainly explained by (i) the increase in volume and the average daily rate, (ii) reduction in maintenance costs, (iii) adhesion to the Zero Litigation Program and (iv) reduction in provision for bad debt, after the equalization of practices in the 4Q22.

The strong increase in **Car Rental** and **Fleet Rental** margins has been offsetting the continuation of the **Seminovos** margin normalization cycle, which reached 6.4% in 1Q23. In **Seminovos**, expenses with new initiatives negatively impacted the margin by 0.3pp. On the other hand, the acceleration in sales volume, reflected in the dilution of SG&A from 7.4% to 4.9% of net revenue, compared to 4Q22.

6 – Depreciation

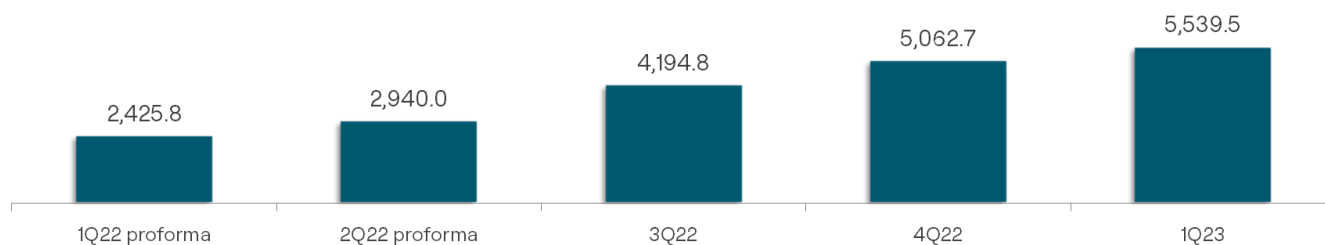
Depreciation is calculated using the straight-line method, considering the difference between the purchase price of the car and the estimated selling price at the end of its useful life, net of estimated selling costs and expenses. The sales price estimate is reassessed quarterly so that the book value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

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



In 1Q23, in the **Car Rental** Division, average annualized depreciation totaled R\$5,940.8 per car, mainly explained by the higher proportion of cars depreciating in the fleet due to the renewal process. We still see an uptrend in the coming quarters as the depreciated cars continue to be replaced. For these new cars, we observe a level of ROIC spread in line with the Company's profitability objectives.

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

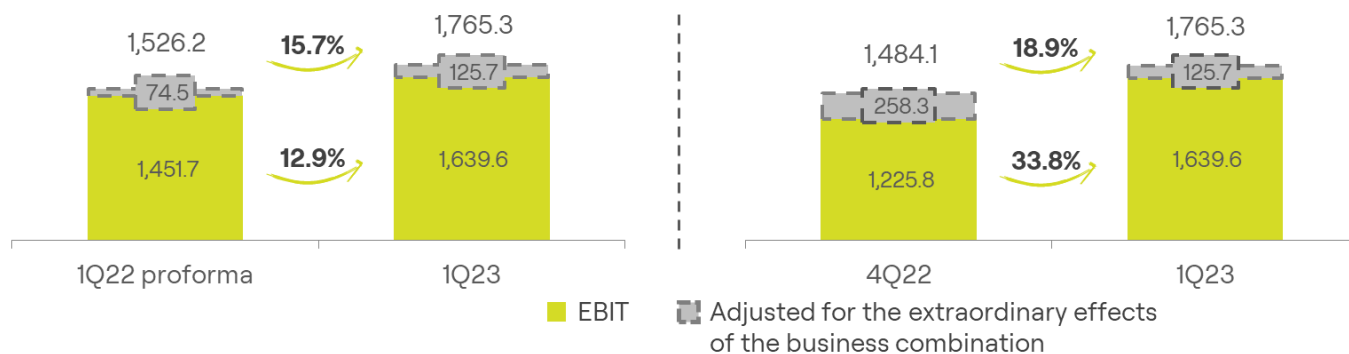


In the **Fleet Rental** Division, in 1Q23 the average depreciation per car of R\$5,539.5 reflects (i) the net addition of new cars, with higher depreciation; (ii) the mix of special and heavy vehicles added throughout 2022; and (iii) the effect of the sale of cars with zero depreciation rate, acquired until 1H21.

7 – EBIT

Consolidated adjusted EBIT

R\$ Million



In 1Q23, EBIT totaled R\$1,639.6 million, a growth of 12.9% compared to proforma 1Q22. In this quarter, we adjusted EBIT only for the effects of write-up from cars and customer relationships, which totaled R\$125.7 million, **with no cash effect**.

Adjusted EBIT totaled R\$1,765.3 million in the quarter, representing an increase of 15.7% compared to 1Q22 adjusted proforma. Compared to 4Q22, adjusted EBIT advances 18.9%.

The EBIT Margin includes the result of **Seminovos**, but is calculated on the rent revenue:

EBIT Margin:	1Q22 proforma adjusted*	1Q23 adjusted	4Q22 adjusted*	1Q23 adjusted
Car Rental and Franchising	51.8%	45.5%	45.1%	45.5%
Fleet Rental	65.7%	59.9%	48.0%	59.9%
Consolidated (over rental revenues)	56.5%	51.6%	46.3%	51.6%

*Adjusted for One-offs related to the integration expenses, discontinuity of operations, and fleet and customer relationship write-up amortization

In 1Q23, the adjusted EBIT margin in the **Car Rental** Division was 45.5%, a reduction of 6.3pp. compared to the adjusted proforma 1Q22. In the **Fleet Rental** Division, the EBIT margin reached 59.9%, a reduction of 5.8pp. compared to the same period of the previous year. The reduction in EBIT margins reflects the increase in car depreciation, explained above.

8 – Consolidated adjusted net income

Consolidated adjusted net income

R\$ million



EBITDA x Net income reconciliation	1Q22 proforma	1Q23	Var. R\$	Var. %	4Q22	1Q23	Var. R\$	Var. %
Consolidated EBITDA	1,874.5	2,623.0	748.5	39.9%	2,164.5	2,623.0	458.5	21.2%
Cars depreciation	(264.2)	(763.5)	(499.3)	189.0%	(609.1)	(763.5)	(154.4)	25.3%
Other PP&E depreciation and amortization	(84.1)	(94.2)	(10.1)	12.0%	(71.3)	(94.2)	(22.9)	32.1%
Equity equivalence result	0.1	-	(0.1)	0.0%	-	-	-	-
EBIT	1,526.2	1,765.3	239.1	15.7%	1,484.1	1,765.3	281.2	18.9%
Financial expenses, net	(490.7)	(1,069.9)	(579.2)	118.0%	(748.0)	(1,069.9)	(321.9)	43.0%
Income tax and social contribution	(289.6)	(90.8)	198.8	-68.6%	(98.4)	(90.8)	7.6	-7.7%
Adjusted net income of the period	746.0	604.6	(141.4)	-19.0%	637.7	604.6	(33.1)	-5.2%

In this quarter, we had non-cash impacts arising from the amortization of the write-up, which resulted in an accounting profit of R\$521.6 million.

Excluding these effects, adjusted net income of R\$604.6 million in 1Q23, compared to 4Q22, reflects:

- (+) R\$458.5 million increase in EBITDA, resulting from growth in volumes, prices and operational improvement;
- (-) R\$177.3 million increase in the depreciation of cars and others, in line with the **Seminovos** normalization process;
- (-) R\$321.9 million more in net financial expenses, mainly impacted by the increase of (i) R\$159.1 million due to the higher debt balance (ii) negative effect of MTM in the amount of R\$25.0 million and (iii) negative variation of R\$110.3 million in the realization of the Adjustment to Present Value of the investment linked to the shareholder loan, made in the context of the business combination, due to early settlements that occurred in 4Q22 (R\$18.4 million in 1Q23 x R\$128.7 million in 4Q22);
- (+) R\$7.6 million reduction in income tax and social contribution. This quarter's effective tax rate was impacted not only by the interest on capital and the adjustment to present value, but also by the adhesion to the "Litígio Zero" program.

9 – Free Cash Flow (FCF)

Free cash flow (R\$ million)		2020 actual	2021 actual	2022 actual	1Q23
Operations	EBITDA	2,468.1	3,697.5	6,589.2	2,623.0
	Used car sale revenue, net of taxes	(6,109.1)	(5,308.0)	(7,833.6)	(3,376.5)
	Net book value of vehicles written-off	5,599.9	4,346.0	6,085.3	2,845.5
	(-) Income tax and social contribution	(250.1)	(307.1)	(83.4)	(4.3)
	Change in working capital	91.6	(568.3)	(1,284.3)	(210.3)
	Cash generated by rental operations	1,800.4	1,860.1	3,473.2	1,877.4
Capex renewal	Used car sale revenue, net from taxes – fleet renewal	4,886.9	5,308.0	7,833.6	3,017.0
	Fleet renewal investment	(5,524.1)	(6,366.9)	(9,902.5)	(4,339.3)
	Change in accounts payable to car suppliers for fleet renewal	(466.6)	(282.6)	1,619.6	(2,029.0)
	Net investment for fleet renewal	(1,103.8)	(1,341.5)	(449.3)	(3,351.3)
	Fleet renewal – quantity	109,379	92,845	118,538	55,191
	Investment, property and intangible	(108.0)	(143.4)	(352.8)	(70.0)
	Free cash flow from operations, before fleet increase or reduction	588.6	375.2	2,671.1	(1,543.9)
Capex Growth	(Investment) / Divestment in cars for fleet growth	1,222.2	(1,289.0)	(12,636.4)	359.5
	Change in accounts payable to car suppliers for fleet growth	(522.5)	571.6	2,298.3	-
	Net investment for fleet growth	699.7	(717.4)	(10,338.1)	359.5
	Fleet increase / (reduction) – quantity	(26,111)	18,665	(10,338)	(7,030)
	Free cash flow after growth	1,288.3	(342.2)	(7,667.0)	(1,184.4)
Other invest.	Acquisitions - except fleet value	(7.9)	(3.6)	(11.5)	(4.3)
	Free cash generated (applied) before interest and others	1,280.4	(345.8)	(7,678.5)	(1,188.7)

For the FCF, short term financial investments were considered cash

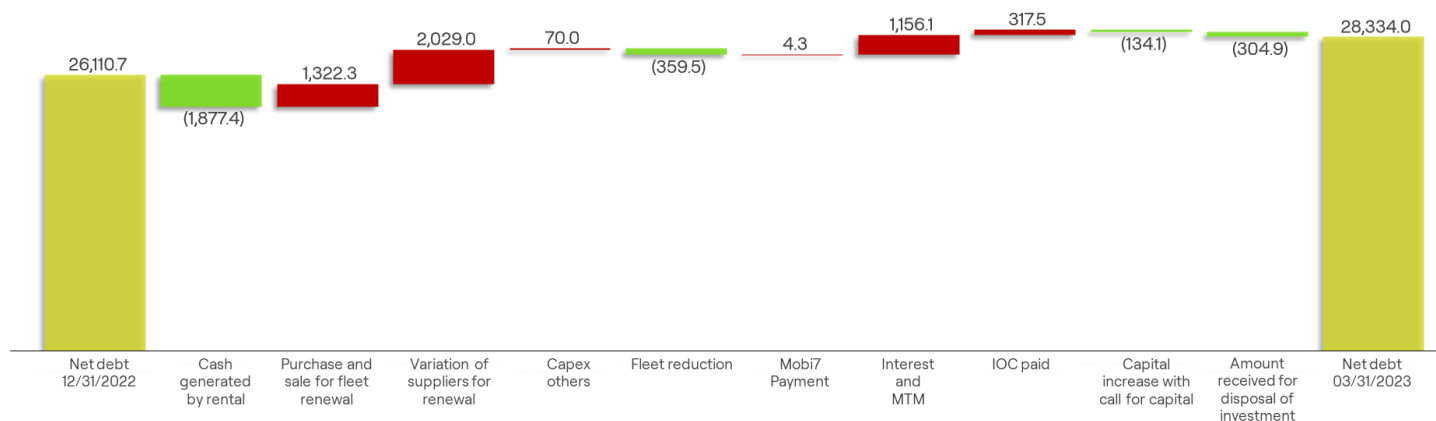
In 1Q23, rental activities generated R\$1,877.4 million in cash. After a 2H22 marked by strong car purchases supported by the improvement in commercial conditions and mix, in 1Q23 we reduced the pace of purchases, with a R\$2,029.0 million reduction in the automakers accounts payable. On the other hand, we expanded the sales volume of **Seminovos**, continuing the movement to accelerate the decommissioning of cars with higher mileage, started in the last quarter of 2022 to promote fleet renewal. This process should contribute to the cash flow dynamics throughout the year.

10 – Net debt

10.1 – Change in net debt – R\$ million

As of 03/31/2023

R\$ million

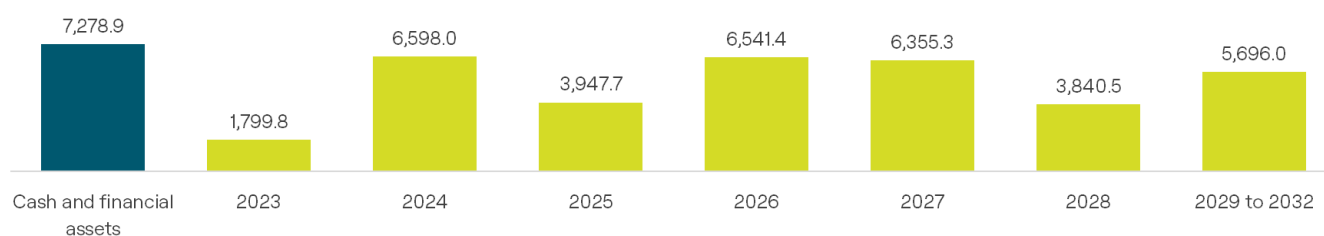


On March 31, 2023, the Company's net debt amounted to R\$28,334.0 million. The 8.5% growth, or R\$2,223.3 million over the period, is mainly explained by fleet renewal capex, reduction in automakers accounts payable and increase in financial expenses.

10.2 – Debt Maturity Profile (Principal)

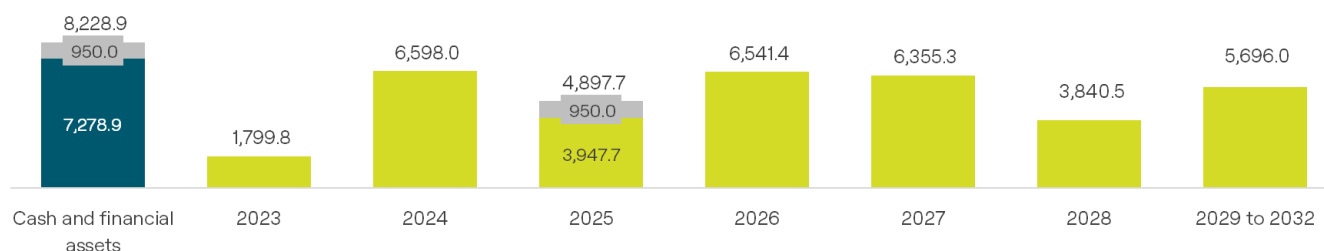
As of 03/31/2023

R\$ million



Proforma after Apr/23 issuances

R\$ million



The Company ended the quarter with R\$7,278.9 million in cash. Considering the issuances announced up to 04/30/2023, we would have a proforma cash position of R\$8,228.9 million.

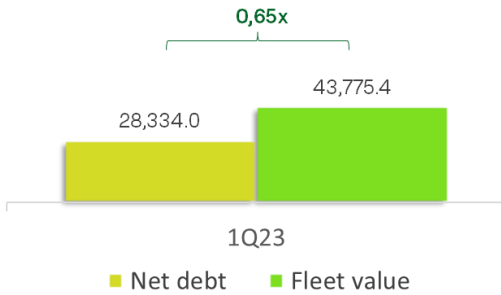
10.3 – Net Debt composition – R\$ million

Debt	Issuance	Contract rate	2022	2023	2024	2025	2026	2027	2028	2029 to 2032	Total
Debentures 12th Issuance	5/15/2017	CDI + 1,35%	-	-	673.5	-	-	-	-	-	673.5
Debentures 13th Issuance - 1st serie	12/15/2017	111,30% CDI	-	-	94.1	94.1	-	-	-	-	188.1
Debentures 14th Issuance - 1st serie	9/18/2018	107,9% CDI	-	-	200.0	-	-	-	-	-	200.0
Debentures 14th Issuance - 2nd serie	9/18/2018	112,32% CDI	-	-	111.2	111.2	222.5	-	-	-	444.9
Debentures 15th Issuance	4/15/2019	107,25% CDI	-	-	-	377.4	377.4	-	-	-	754.9
Debentures 16th Issuance	11/29/2019	CDI + 1,05%	-	-	333.3	333.3	333.3	-	-	-	1,000.0
Debentures 17th Issuance	4/7/2021	IPCA + 5,4702%	-	-	-	-	-	-	-	1,200.0	1,200.0
Debentures 18th Issuance	10/5/2021	CDI + 1,15%	-	-	-	-	1,500.0	-	-	-	1,500.0
Debentures 19th Issuance - 1st serie	2/25/2022	CDI + 1,60%	-	-	-	-	-	950.0	-	-	950.0
Debentures 19th Issuance - 2nd serie	2/25/2022	CDI + 2,00%	-	-	-	-	-	-	-	1,550.0	1,550.0
Debentures 21st Issuance	7/15/2022	CDI + 1,60%	-	-	-	-	-	1,450.0	-	-	1,450.0
Debentures 22nd Issuance	10/5/2022	CDI + 1,87%	-	-	-	-	-	-	2,450.0	-	2,450.0
Commercial Note - Localiza	10/5/2022	CDI + 1,30%	-	-	600.0	-	-	-	-	-	600.0
Real State Receivables Certificate (CRI) Localiza	6/1/2022	CDI + 0,95%	-	-	-	-	-	300.0	-	-	300.0
2nd Real State Receivables Certificate (CRI) Localiza - 1st serie	3/10/2023	CDI + 1,25%	-	-	-	-	-	-	210.0	-	210.0
2nd Real State Receivables Certificate (CRI) Localiza - 2nd serie	3/10/2023	CDI + 1,40%	-	-	-	-	-	-	-	490.0	490.0
Debentures 5th Issuance of Localiza Fleet	7/31/2018	112,0% CDI	-	-	-	202.4	-	-	-	-	202.4
Debentures 6th Issuance of Localiza Fleet	12/21/2018	110,4% CDI	-	-	310.1	-	-	-	-	-	310.1
Debentures 7th Issuance of Localiza Fleet	7/29/2019	109,0% CDI	-	100.0	100.0	100.0	-	-	-	-	300.0
Debentures 8th Issuance of Localiza Fleet	2/14/2020	CDI + 1,0%	-	-	333.3	333.3	-	-	-	-	666.7
Debentures 9th Issuance of Localiza Fleet	10/8/2021	CDI + 1,30%	-	-	-	-	500.0	-	-	-	500.0
Debentures 10th Issuance of Localiza Fleet - 1st serie	4/5/2022	CDI + 1,60%	-	-	-	-	-	950.0	-	-	950.0
Debentures 10th Issuance of Localiza Fleet - 2nd serie	4/6/2022	CDI + 1,75%	-	-	-	-	-	-	500.0	-	500.0
Debentures 11th Issuance of Localiza Fleet	10/5/2022	CDI + 1,60%	-	-	-	-	-	1,000.0	-	-	1,000.0
Debentures 12th Issuance of Localiza Fleet	3/20/2023	CDI + 1,40%	-	-	750.0	750.0	-	-	-	-	1,500.0
Foreign currency loan with swap	-	Several	-	215.0	804.3	250.0	538.9	-	-	-	1,808.2
Real State Receivables Certificate (CRI) Rental Brasil	2/26/2018	99% CDI	-	12.3	15.0	20.1	25.1	30.6	37.5	190.1	330.7
Working Capital / Others	-	Several	-	1,000.9	226.5	1.6	295.0	0.0	-	0.9	1,524.8
Debentures 16th Issuance of Locamerica	4/27/2018	119% of CDI	-	116.7	116.7	-	-	-	-	-	233.3
Debentures 17th Issuance of Locamerica	9/27/2018	113% of CDI	-	200.0	-	-	-	-	-	-	200.0
Debentures 18th Issuance of Locamerica	9/20/2019	108% of CDI	-	-	200.0	-	-	-	-	-	200.0
Debentures 19th Issuance of Locamerica	12/15/2020	CDI + 2,40%	-	-	-	750.0	750.0	-	-	-	1,500.0
Foreign currency loan Locamerica	12/28/2020	CDI + 2,40%	-	-	-	225.0	225.0	-	-	-	450.0
Debentures 20th Issuance of Locamerica - 1st serie	5/20/2021	CDI + 2,00%	-	-	-	-	-	175.0	175.0	-	350.0
Debentures 20th Issuance of Locamerica - 2nd serie	5/20/2021	CDI + 2,40%	-	-	-	-	-	-	-	400.0	400.0
Agro business Receivables Certificate - CRA 104 Locamerica	7/23/2021	IPCA + 4,825%	-	-	-	-	-	-	-	200.0	200.0
Debentures 21st Issuance of Locamerica	9/23/2021	IPCA + 6,5119%	-	-	-	-	-	-	-	1,100.0	1,100.0
Debentures 22nd Issuance of Locamerica	12/8/2021	CDI + 1,15%	-	-	-	-	1,000.0	-	-	-	1,000.0
1st Commercial Note - Locamerica	3/10/2022	CDI + 1,35%	-	-	800.0	-	-	-	-	-	800.0
Debentures 23rd Issuance of Locamerica - 1st serie	4/15/2022	CDI + 1,85%	-	-	-	-	-	685.0	-	-	685.0
Debentures 23rd Issuance of Locamerica - 2nd serie	4/15/2022	IPCA + 7,2101%	-	-	-	-	-	-	-	515.0	515.0
Debentures 24th Issuance of Locamerica	5/10/2022	CDI + 1,85%	-	-	-	-	-	265.5	-	-	265.5
Debentures 16th Issuance of Locamerica Rent a Car	20/12/2021	CDI + 1,8%	-	-	-	-	425.0	425.0	-	-	850.0
Debentures 15th Issuance of Locamerica Rent a Car	2/26/2021	CDI + 2,25%	-	-	-	225.0	225.0	-	-	-	450.0
Agro business Receivables Certificate - CRA 157 Locamerica -1st serie	7/23/2021	IPCA + 6,6018%	-	-	-	-	-	-	167.2	-	167.2
Agro business Receivables Certificate - CRA 157 Locamerica -2nd serie	9/23/2021	CDI + 1,00%	-	-	-	-	-	-	250.8	-	250.8
Debentures 12th Issuance of Locamerica Rent a Car - 1st series	9/15/2018	110,6% of CDI	-	75.0	-	-	-	-	-	-	75.0
Debentures 12th Issuance of Locamerica Rent a Car - 2nd series	9/15/2018	IPCA + 7,30%	-	-	50.0	50.0	-	-	-	-	100.0
Debentures 13th Issuance Locamerica Rent a Car - 1st series	4/10/2019	107,9% of CDI	-	-	527.4	-	-	-	-	-	527.4
Debentures 13th Issuance of Locamerica Rent a Car - 2nd series	4/10/2019	110,5% of CDI	-	-	-	124.2	124.2	124.2	-	-	372.6
Debentures 13th Issuance Locamerica Rent a Car - 3rd series	4/10/2019	112,0% of CDI	-	-	-	-	-	-	50.0	50.0	100.0
Debentures 14th Issuance of Locamerica Rent a Car - single series	11/18/2019	109,72% of CDI	-	80.0	80.0	-	-	-	-	-	160.0
External Loan - 4131 -Locamerica Rent a Car	7/26/2019	109,7% of CDI	-	-	188.5	-	-	-	-	-	188.5
External Loan - 4131 -Locamerica Rent a Car	3/19/2020	CDI + 0,82%	-	-	84.2	-	-	-	-	-	84.2
Interest accrued	-	-	-	834.2	-	-	-	-	-	-	834.2
Cash and cash equivalents on 12/31/2022	-	-	-	(7,278.9)	-	-	-	-	-	-	(7,278.9)
Net debt	-	-	-	(4,644.9)	6,598.0	3,947.7	6,541.4	6,355.3	3,840.5	5,696.0	28,334.0

10.4 – Debt ratios – R\$ million

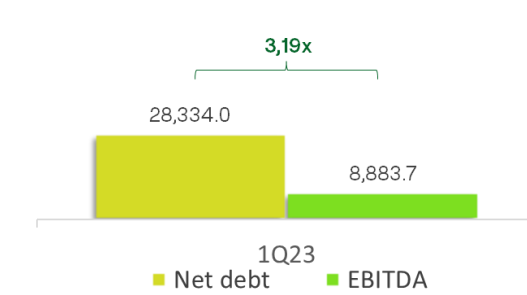
Net debt vs. Book value

R\$ million



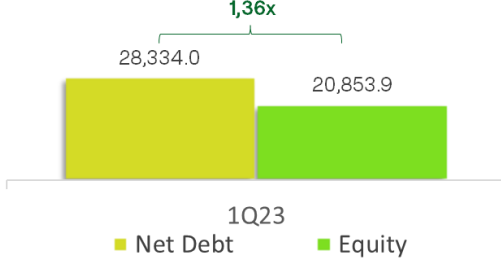
Net debt vs. EBITDA LTM

R\$ million



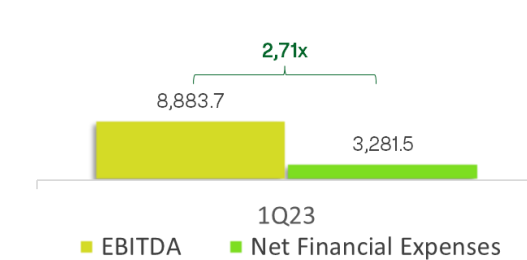
Net debt vs. Equity

R\$ million



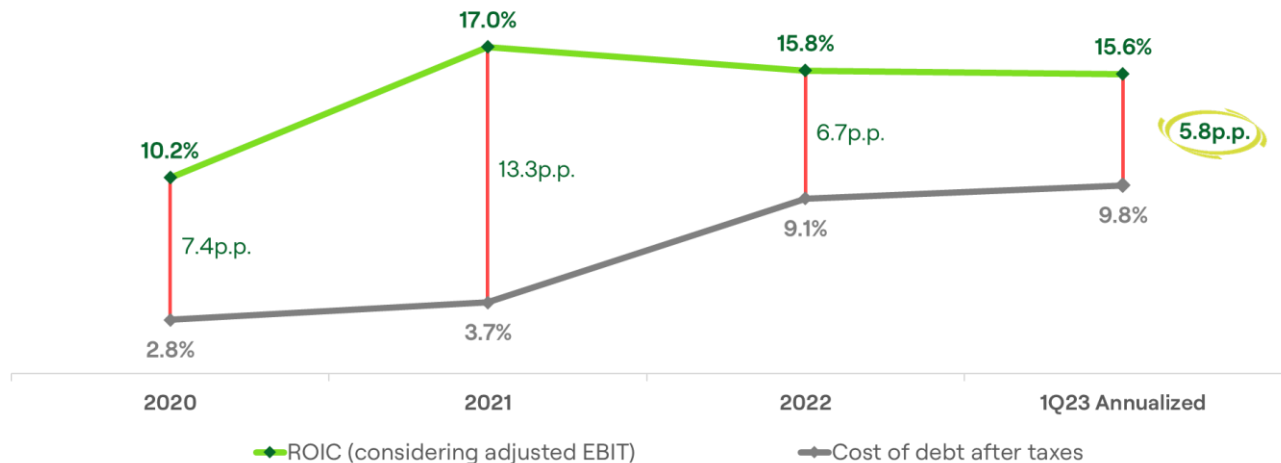
EBITDA vs. Net financial expenses LTM

R\$ million



The Company's net debt/EBITDA LTM ratio was 3.19x, reversing the upward trend of recent quarters. Throughout this year, we will continue to focus on the efficiency gains agenda, aiming at greater global fleet utilization, in addition to capturing synergies and diluting fixed costs, which may contribute to reducing leverage.

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



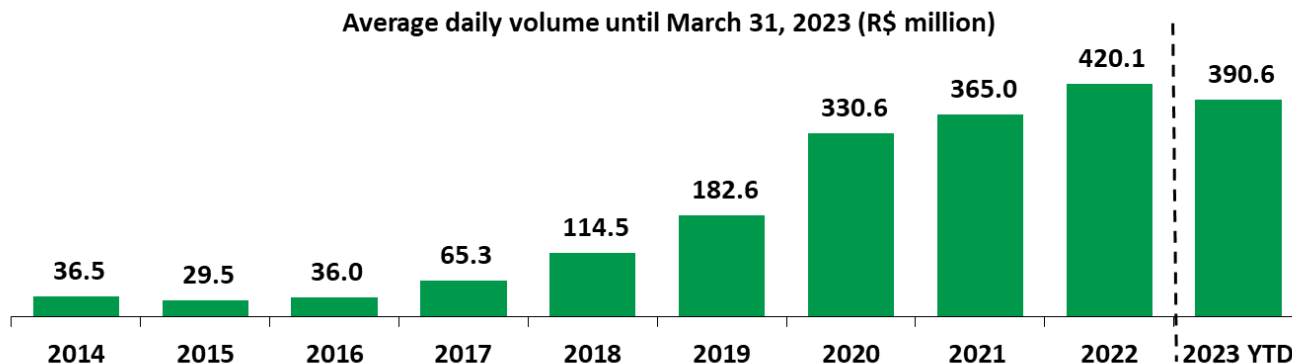
1Q23 annualized ROIC calculated from:

$\text{Nopat} = \text{EBIT} \times (1 - \text{Effective Tax Rate})$; $\text{Invested Capital} = \text{Total fleet plus working capital}$

In 1Q23, the annualized ROIC was 15.6%, with a spread of 5.8p.p. to the cost of debt after-tax. The ROIC spread remains at a healthy level, even with the greater relative weight of cars purchased between 1H21 and 3Q22, in a scenario of restricted production, and which have greater depreciation. We reinforce that the new cars bring ROIC spread in line with the Company's profitability objectives.

12 – RENT3

Up to March 31, 2023, RENT3 average daily trading volume was R\$390.6 million. We ended the period with a market value of R\$52 billion. Under the ADR level I program, the Company had 6,727,396 ADRs at the end of the period.



13 – ESG

2022 was a historical year for Localiza&Co. With significant milestones, we maintained the focus on value creation, guided by our ESG agenda and oriented by the long-term vision, placing customers and employees at the center of our decisions.

We are aware that 2023 brings new opportunities to improve our performance in building a positive legacy for the next generations.

Environmental

In line with our strategy of measuring, reducing, and offsetting impacts, we continue to work on the greenhouse gas inventory, referring to the 2022 cycle, and on completing the study of climate risks and opportunities, in line with TCFD guidelines.

In 1Q23, we reached 55.5% in the clean and renewable energy coverage ratio, a growth of 48.4% compared to the same period of the previous year. Advancing this agenda and involving our team even more in ESG practices, Localiza&Co extended to employees the possibility of joining the distributed photovoltaic energy generation marketplace, contributing to the reduction of GHG emissions.

Also, in 1Q23, two-thirds of the internal cleaning of the RAC fleet was carried out using the “dry-cleaning” method, which ensure more than 95% of water savings when compared to the conventional washing technique.

Social

We received two recognitions for good practices related to the promotion of Gender Equity in the work environment: GPTW Women Award, in addition to being highlighted in the Women in Leadership Award from WILL – Women in Leadership in Latin America.

Instituto Localiza, in its purpose of bringing people together for social transformation, starts 2023 by implementing a partnership with 23 new social organizations that, throughout the year, will develop technical training actions for young people from 20 Brazilian states in areas linked to the Localiza&Co ecosystem, such as technology, tourism, creative industries and the mobility chain.

Governance

In 1Q23, we advanced in the process of engaging with investors to hear perceptions about our initiatives related to sustainability. As a result, we adopted the role of Lead Independent Director on the Board of Directors, further reinforcing the independence of the Company's Board of Directors.

14 – Results per division

In the tables below, we report the results per division of the combined company and present the proforma from 1Q21 to 2Q22 for comparability purposes. In addition, we present the adjusted results for the business combination one-offs.

14. Results per division

14.1. Proforma Car Rental Result up to 2Q22 and adjusted for the one-off effects of the business combination: Revenue, Costs, Expenses, EBITDA, Depreciation, EBIT.

14.2. Proforma Fleet Rental Result up to 2Q22 and adjusted for the one-off effects of the business combination: Revenue, Costs, Expenses, EBITDA, Depreciation, EBIT.

14.3. Proforma consolidated results until 2Q22 and adjusted for one-off effects of the business combination: Revenue, Costs, Expenses, EBITDA, Depreciation, EBIT, Financial Expenses, Taxes, Net Income.

15. Proforma and adjusted operating data

16. Accounting results (Localiza stand-alone until 2Q22, including Locamerica's results from 3Q22)

16.1. Car Rental Result

16.2. Fleet Rental Result

16.3. Consolidated result

17. Operating data

18. Consolidated financial statements – IFRS

19. Consolidated financial statements – Income statements IFRS

14.1 – Table 1 – Adjusted Car Rental – R\$ million

CAR RENTAL AND FRANCHISING PROFORMA RESULTS	PROFORMA CONSIDERING THE TRANSACTION ON 01/01/2021*									ADJUSTED TRANSACTION EXPENSES AND PPA EFFECTS**									
	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	1Q23	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	4Q22A	1Q23A	1Q22Ax1Q23A
Car rental and franchising gross revenues, net of discounts and cancellations	1,421.3	1,357.4	1,687.8	1,924.4	1,959.9	1,966.4	2,212.8	2,076.1	2,165.8	1,421.3	1,357.4	1,687.8	1,924.4	1,959.9	1,966.4	2,212.8	2,076.1	2,165.8	10.5%
Taxes on revenues	(137.4)	(129.1)	(157.3)	(179.5)	(180.9)	(184.6)	(213.2)	(214.7)	(204.7)	(137.4)	(129.1)	(157.3)	(179.5)	(180.9)	(184.6)	(213.2)	(214.7)	(204.7)	13.2%
Car rental net revenues	1,283.9	1,228.3	1,530.5	1,744.9	1,779.0	1,781.8	1,999.6	1,861.4	1,961.1	1,283.9	1,228.3	1,530.5	1,744.9	1,779.0	1,781.8	1,999.6	1,861.4	1,961.1	10.2%
Car rental and franchising costs	(465.4)	(501.3)	(305.2)	(543.1)	(541.5)	(558.3)	(585.9)	(461.0)	(471.7)	(465.4)	(501.3)	(305.2)	(543.1)	(541.5)	(558.3)	(585.9)	(461.0)	(471.7)	-12.9%
Gross profit	818.5	727.0	1,225.3	1,201.8	1,237.5	1,223.5	1,413.7	1,400.4	1,489.4	818.5	727.0	1,225.3	1,201.8	1,237.5	1,223.5	1,413.7	1,400.4	1,489.4	20.4%
Operating expenses (SG&A)	(262.7)	(246.1)	(290.4)	(318.0)	(271.5)	(253.0)	(283.3)	(299.1)	(194.0)	(261.5)	(243.5)	(288.0)	(309.0)	(258.5)	(240.5)	(236.6)	(264.2)	(194.0)	-25.0%
EBITDA	555.8	480.9	934.9	883.8	966.0	970.5	1,130.4	1,101.3	1,295.4	557.0	483.5	937.3	892.8	979.0	983.0	1,177.1	1,136.2	1,295.4	32.3%
EBITDA Margin	43.3%	39.2%	61.1%	50.7%	54.3%	54.3%	56.5%	59.2%	66.1%	43.4%	39.4%	61.2%	51.2%	55.0%	55.2%	58.9%	61.0%	66.1%	11.1 p.p.
Other assets depreciation and amortization	(38.2)	(39.1)	(42.7)	(44.7)	(46.5)	(45.6)	(59.9)	(60.2)	(60.2)	(38.2)	(39.1)	(42.7)	(44.7)	(46.5)	(45.6)	(59.9)	(60.2)	(60.2)	29.5%
Operating profit before financial results and taxes (EBIT)	517.6	441.8	892.2	839.1	919.5	924.9	1,070.5	1,061.4	1,235.2	518.8	444.4	894.6	848.1	932.5	937.4	1,117.2	1,096.3	1,235.2	32.5%
USED CAR SALES PROFORMA RESULTS	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	1Q23	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	4Q22A	1Q23A	1Q22Ax1Q23A
Gross revenues, net of discounts and cancellations	1,930.2	1,758.7	1,393.6	1,010.9	1,121.9	1,581.5	2,180.9	1,891.9	2,496.9	1,930.2	1,758.7	1,393.6	1,010.9	1,121.9	1,581.5	2,180.9	1,891.9	2,496.9	122.6%
Taxes on revenues	(2.4)	(2.4)	(2.2)	(1.4)	(1.6)	(1.9)	(2.2)	(1.9)	(1.5)	(2.4)	(2.4)	(2.2)	(1.4)	(1.6)	(1.9)	(2.2)	(1.9)	(1.5)	-6.3%
Net revenues	1,927.8	1,756.3	1,391.4	1,009.5	1,120.3	1,579.6	2,178.7	1,890.0	2,495.4	1,927.8	1,756.3	1,391.4	1,009.5	1,120.3	1,579.6	2,178.7	1,890.0	2,495.4	122.7%
Book value of cars sold and preparation for sale	(1,542.1)	(1,394.7)	(1,038.3)	(775.1)	(878.6)	(1,267.3)	(1,823.9)	(1,673.1)	(2,271.7)	(1,542.1)	(1,394.7)	(1,038.3)	(775.1)	(878.6)	(1,267.3)	(1,823.9)	(1,673.1)	(2,271.7)	158.6%
Gross profit	385.7	361.6	353.1	234.4	312.3	354.8	354.8	216.9	223.7	385.7	361.6	353.1	234.4	312.3	354.8	354.8	216.9	223.7	-7.4%
Operating expenses (SG&A)	(141.3)	(109.9)	(109.8)	(102.8)	(83.1)	(123.5)	(140.2)	(139.9)	(122.0)	(141.1)	(109.5)	(109.6)	(101.5)	(81.4)	(121.9)	(134.1)	(134.9)	(122.0)	49.9%
EBITDA	244.4	251.7	243.3	131.6	158.6	188.8	214.6	77.0	101.7	244.6	252.1	243.5	132.9	160.3	190.4	220.7	82.0	101.7	-36.6%
EBITDA Margin	12.7%	14.3%	17.5%	13.0%	14.2%	12.0%	9.8%	4.1%	4.1%	12.7%	14.4%	17.5%	13.2%	14.3%	12.1%	10.1%	4.3%	4.1%	-10.2 p.p.
Cars depreciation	(54.6)	(61.1)	(83.2)	(117.7)	(154.7)	(212.6)	(325.4)	(321.0)	(425.5)	(54.6)	(61.1)	(83.2)	(117.7)	(154.7)	(212.6)	(325.4)	(321.0)	(425.5)	175.0%
Other assets depreciation and amortization	(18.2)	(18.2)	(17.0)	(16.9)	(16.4)	(16.5)	(18.6)	(17.5)	(19.6)	(18.2)	(18.2)	(17.0)	(16.9)	(16.4)	(16.5)	(18.6)	(17.5)	(19.6)	19.5%
Write up amortization	0.3	0.3	0.3	0.3	0.3	0.1	(45.0)	(19.1)	(4.3)	-	-	-	-	-	-	-	-	-	-
Operating profit (loss) before financial results and taxes (EBIT)	171.9	172.7	143.4	(2.7)	(12.2)	(40.2)	(174.4)	(280.6)	(347.7)	171.8	172.8	143.3	(1.7)	(10.8)	(38.7)	(123.3)	(256.5)	(343.4)	3079.6%
CAR RENTAL AND FRANCHISING PROFORMA RESULTS TOTAL	1T21	2T21	3T21	4T21	1T22	2T22	3T22	4Q22	1Q23	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	4Q22A	1Q23A	1Q22Ax1Q23A
Net revenues	3,211.7	2,984.6	2,921.9	2,754.4	2,899.3	3,361.4	4,178.3	3,751.4	4,456.5	3,211.7	2,984.6	2,921.9	2,754.4	2,899.3	3,361.4	4,178.3	3,751.4	4,456.5	53.7%
Direct costs	(2,007.5)	(1,896.0)	(1,343.5)	(1,318.2)	(1,420.1)	(1,825.6)	(2,409.8)	(2,134.1)	(2,743.4)	(2,007.5)	(1,896.0)	(1,343.5)	(1,318.2)	(1,420.1)	(1,825.6)	(2,409.8)	(2,134.1)	(2,743.4)	93.2%
Gross profit	1,204.2	1,088.6	1,578.4	1,436.2	1,479.2	1,535.8	1,768.5	1,617.3	1,713.1	1,204.2	1,088.6	1,578.4	1,436.2	1,479.2	1,535.8	1,768.5	1,617.3	1,713.1	15.8%
Operating expenses (SG&A)	(404.0)	(356.0)	(400.2)	(420.8)	(354.6)	(376.5)	(423.5)	(439.0)	(316.0)	(402.6)	(353.0)	(397.6)	(410.5)	(339.9)	(362.4)	(370.7)	(399.1)	(316.0)	-7.0%
EBITDA	800.2	732.6	1,178.2	1,015.4	1,124.6	1,159.3	1,345.0	1,178.3	1,397.1	801.6	735.6	1,180.8	1,025.7	1,139.3	1,173.4	1,397.8	1,218.2	1,397.1	22.6%
EBITDA margin	24.9%	24.5%	40.3%	36.9%	38.8%	34.5%	32.2%	31.4%	31.3%	25.0%	24.6%	40.4%	37.2%	39.3%	34.9%	33.5%	32.5%	31.3%	-7.9 p.p.
Cars depreciation	(54.6)	(61.1)	(83.2)	(117.7)	(154.7)	(212.6)	(325.4)	(321.0)	(425.5)	(54.6)	(61.1)	(83.2)	(117.7)	(154.7)	(212.6)	(325.4)	(321.0)	(425.5)	175.0%
Other assets depreciation and amortization	(56.4)	(57.3)	(59.7)	(61.6)	(62.9)	(62.1)	(78.5)	(57.4)	(79.8)	(56.4)	(57.3)	(59.7)	(61.6)	(62.9)	(62.1)	(78.5)	(57.4)	(79.8)	26.9%
Write up amortization	0.3	0.3	0.3	0.3	0.3	0.1	(45.0)	(19.1)	(4.3)	-	-	-	-	-	-	-	-	-	-
Operating profit (loss) before financial results and taxes (EBIT)	689.5	614.5	1,035.6	836.4	907.3	884.7	896.1	780.8	887.5	690.6	617.2	1,037.9	846.4	921.7	898.7	993.9	839.9	891.8	-3.2%
CAR RENTAL PROFORMA OPERATING DATA	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	1Q23										
Average operating fleet (***)	261,517	252,016	261,215	264,082	276,599	279,600	298,645	275,545	286,260										
Average rented fleet (***)	204,748	190,191	210,207	213,639	212,315	214,947	225,359	198,560	210,215										
Average operating fleet age (in months)	12.1	12.9	13.5	14.9	16.1	16.8	15.7	13.7	13.0										
End of period fleet (***)	275,691	279,212	277,680	294,188	297,587	322,051	345,530	331,445	314,550										
Number of rental days - in thousands (net of fleet replacement service)	18,009.2	16,909.8	18,938.8	19,251.8	18,701.9	19,135.7	20,333.4	17,855.4	18,510.8										
Average daily rental revenues per car (R\$)	78.48	79.88	88.67	99.46	104.21	102.23	108.24	115.70	116.34										
Annualized average depreciation per car (R\$)	884.0	969.3	1,272.3	1,782.5	2,237.8	3,041.2	4,357.7	4,659.4	5,940.8										
Utilization rate (Does not include cars in preparation and decommissioning)	80.2%	77.3%	82.1%	82.0%	78.1%	79.2%	80.2%	77.9%	78.0%										
Number of cars purchased	23,183	35,816	22,953	33,449	19,678	47,084	57,225	67,508	25,629										
Number of cars sold	36,026	30,974	22,792	15,480	15,652	21,888	32,796	30,207	41,858										
Average sold fleet age (in months)	18.7	20.6	23.0	24.5	26.2	27.1	28.0	29.4	29.7										
Average total fleet	277,616	274,182	278,918	285,802	295,027	308,588	336,297	323,290	316,676										
Average value of total fleet - R\$ million	13,464.1	13,828.6	14,684.9	15,848.6	17,049.5	18,891.6	22,080.7	20,962.9	21,936.9										
Average value per car in the period - R\$ thsd	48.5	50.4	52.6	55.5	57.8	61.2	65.7	64.8	69.3										

(*) The proforma result shows the result assuming the business combination with LCAM since 01/01/2021, reflecting accounting reclassifications and purchase price allocation effects.

(**) Exclusion of the effects of expenses related to the merger, as well as highlighting the results of other segments.

(***) In 4Q22 the Company concluded the carve-out sale, with a reduction of 49,296 cars in the end of period fleet. The 3Q22 numbers account for these cars.

14.2 – Table 2 – Adjusted Fleet Rental – R\$ million

FLEET RENTAL PROFORMA RESULTS	PROFORMA CONSIDERING THE TRANSACTION ON 01/01/2021*									ADJUSTED TRANSACTION EXPENSES AND PPA EFFECTS**									
	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	1Q23	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	4Q22A	1Q23A	1Q22Ax1Q23A
Fleet rental gross revenues, net of discounts and cancellations	738.1	791.1	842.1	933.4	1,018.7	1,121.9	1,287.2	1,479.4	1,610.3	738.1	791.1	842.1	933.4	1,018.7	1,121.9	1,287.2	1,479.4	1,610.3	58.1%
Taxes on revenues (*)	(72.8)	(75.3)	(81.5)	(89.5)	(98.6)	(107.4)	(126.9)	(138.3)	(151.4)	(72.8)	(75.3)	(81.5)	(89.5)	(98.6)	(107.4)	(126.9)	(138.3)	(151.4)	53.5%
Fleet rental net revenues	665.3	715.8	760.6	843.9	920.1	1,014.5	1,160.3	1,341.1	1,458.9	665.3	715.8	760.6	843.9	920.1	1,014.5	1,160.3	1,341.1	1,458.9	58.6%
Fleet rental costs	(146.1)	(156.2)	(174.5)	(219.1)	(217.1)	(251.5)	(190.1)	(290.1)	(239.0)	(146.1)	(156.2)	(174.5)	(219.1)	(217.1)	(251.5)	(190.1)	(290.1)	(239.0)	10.1%
Gross profit	519.2	559.6	586.1	624.8	703.0	763.0	970.2	1,051.0	1,219.9	519.2	559.6	586.1	624.8	703.0	763.0	970.2	1,051.0	1,219.9	73.5%
Operating expenses (SG&A)	(66.7)	(80.2)	(87.9)	(100.5)	(106.5)	(114.2)	(159.5)	(195.0)	(108.6)	(66.0)	(79.0)	(85.9)	(96.1)	(95.6)	(103.1)	(116.4)	(158.6)	(108.6)	13.6%
EBITDA	452.5	479.4	498.2	524.3	596.5	648.8	810.7	856.0	1,111.3	452.5	480.6	500.2	528.7	607.4	659.9	853.8	892.4	1,111.3	83.0%
EBITDA Margin	68.0%	67.0%	65.5%	62.1%	64.8%	64.0%	69.9%	63.8%	76.2%	68.1%	67.1%	65.8%	62.6%	66.0%	65.0%	73.6%	66.5%	76.2%	10.2 p.p.
Other assets depreciation and amortization	(10.7)	(10.7)	(10.4)	(15.6)	(12.0)	(10.6)	(12.3)	(7.9)	(9.9)	(10.7)	(10.7)	(10.4)	(15.6)	(12.0)	(10.6)	(12.3)	(7.9)	(9.9)	-17.5%
write up amortization	(5.5)	(5.5)	(5.5)	(5.5)	(5.5)	(5.5)	(6.6)	(9.4)	11.0	-	-	-	-	-	-	-	-	11.0	-
Operating profit before financial results and taxes (EBIT)	436.3	463.2	482.3	503.2	579.0	632.7	791.8	838.7	1,112.4	442.5	469.9	489.8	513.1	595.4	649.3	841.5	884.5	1,112.4	86.8%
USED CAR SALES PROFORMA RESULTS	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	1Q23	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	4Q22A	1Q23A	1Q22Ax1Q23A
Gross revenues, net of discounts and cancellations	542.6	605.7	703.2	597.1	664.9	710.5	801.2	795.4	911.6	542.6	605.7	703.2	597.1	664.9	710.5	801.2	709.6	911.6	37.1%
Taxes on revenues	(0.7)	(0.7)	(0.9)	(0.7)	(0.7)	(0.7)	(2.9)	(2.4)	(1.2)	(0.7)	(0.7)	(0.9)	(0.7)	(0.7)	(0.7)	(2.9)	(1.0)	(1.2)	71.4%
Net revenues	541.9	605.0	702.3	596.4	664.2	709.8	798.3	793.0	910.4	541.9	605.0	702.3	596.4	664.2	709.8	798.3	708.6	910.4	37.1%
Book value of cars sold and preparation for sale	(434.4)	(464.5)	(518.8)	(437.4)	(489.3)	(533.7)	(613.9)	(688.2)	(910.4)	(434.4)	(464.5)	(518.8)	(437.4)	(489.3)	(533.7)	(613.9)	(598.0)	(750.8)	53.4%
Gross profit	107.5	140.5	183.5	159.0	174.9	176.1	184.4	104.8	159.6	107.5	140.5	183.5	159.0	174.9	176.1	184.4	110.6	159.6	-8.7%
Operating expenses (SG&A)	(36.3)	(34.0)	(47.9)	(58.6)	(47.7)	(56.5)	(62.5)	(83.7)	(45.0)	(36.3)	(33.9)	(47.9)	(58.3)	(47.1)	(55.9)	(58.3)	(56.7)	(45.0)	-4.5%
EBITDA	71.2	106.5	135.6	100.4	127.2	119.6	121.9	21.1	114.6	71.2	106.6	135.6	100.7	127.8	120.2	126.1	53.9	114.6	-10.3%
EBITDA Margin	13.1%	17.6%	19.3%	16.8%	19.2%	16.8%	15.3%	2.7%	12.6%	13.1%	17.6%	19.3%	16.9%	19.2%	16.9%	15.8%	7.6%	12.6%	-6.6 p.p.
Cars depreciation	(76.1)	(91.6)	(83.8)	(104.5)	(109.5)	(138.0)	(212.7)	(288.1)	(338.0)	(76.1)	(91.6)	(83.8)	(104.5)	(109.5)	(138.0)	(212.7)	(288.1)	(338.0)	208.7%
Other assets depreciation and amortization	(5.4)	(5.5)	(7.2)	(5.3)	(9.2)	(9.4)	(7.0)	(7.0)	(4.5)	(5.4)	(5.5)	(7.2)	(5.3)	(9.2)	(9.4)	(7.0)	(6.0)	(4.5)	-51.1%
write up amortization	(43.1)	(43.1)	(43.1)	(43.1)	(43.1)	(43.1)	(131.0)	(119.7)	(132.4)	-	-	-	-	-	-	-	-	-	-
Operating profit (loss) before financial results and taxes (EBIT)	(53.4)	(33.7)	1.5	(52.5)	(34.6)	(70.9)	(228.8)	(393.7)	(360.3)	(10.3)	9.5	44.6	(9.1)	9.1	(27.2)	(93.6)	(240.2)	(227.9)	-2604.4%
FLEET RENTAL PROFORMA RESULTS TOTAL	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	1Q23	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	4Q22A	1Q23A	1Q22Ax1Q23A
Net revenues	1,207.2	1,320.8	1,462.9	1,440.3	1,584.3	1,724.3	1,958.6	2,134.1	2,369.3	1,207.2	1,320.8	1,462.9	1,440.3	1,584.3	1,724.3	1,958.6	2,049.7	2,369.3	49.5%
Direct costs	(580.5)	(620.7)	(693.3)	(656.5)	(706.4)	(785.2)	(804.0)	(978.3)	(989.8)	(580.5)	(620.7)	(693.3)	(656.5)	(706.4)	(785.2)	(804.0)	(888.1)	(989.8)	40.1%
Gross profit	626.7	700.1	769.6	783.8	877.9	939.1	1,154.6	1,155.8	1,379.5	626.7	700.1	769.6	783.8	877.9	939.1	1,154.6	1,161.6	1,379.5	57.1%
Operating expenses (SG&A)	(103.0)	(114.2)	(135.8)	(159.1)	(154.2)	(170.7)	(222.0)	(278.7)	(153.6)	(102.3)	(112.9)	(133.8)	(154.4)	(142.7)	(159.0)	(174.7)	(215.3)	(153.6)	7.6%
EBITDA	523.7	585.9	633.8	624.7	723.7	768.4	932.6	877.1	1,225.9	524.4	587.2	635.8	629.4	735.2	780.1	979.9	946.3	1,225.9	66.7%
EBITDA margin	43.4%	44.4%	43.3%	43.4%	45.7%	44.6%	47.6%	41.1%	51.7%	43.4%	44.5%	43.5%	43.7%	46.4%	45.2%	50.0%	46.2%	51.7%	5.3 p.p.
Cars depreciation	(76.1)	(91.6)	(83.8)	(104.5)	(109.5)	(138.0)	(212.7)	(288.1)	(338.0)	(76.1)	(91.6)	(83.8)	(104.5)	(109.5)	(138.0)	(212.7)	(288.1)	(338.0)	208.7%
Other assets depreciation and amortization	(16.1)	(16.2)	(17.6)	(20.9)	(21.2)	(20.0)	(19.3)	(14.9)	(14.4)	(16.1)	(16.2)	(17.6)	(20.9)	(21.2)	(20.0)	(19.3)	(13.9)	(14.4)	-32.1%
write up amortization	(48.6)	(48.6)	(48.6)	(48.6)	(48.6)	(48.6)	(137.6)	(129.1)	(121.4)	-	-	-	-	-	-	-	-	-	-
Operating profit (loss) before financial results and taxes (EBIT)	382.9	429.5	483.8	450.7	544.4	561.8	563.0	445.0	752.1	432.2	479.4	534.4	504.0	604.5	622.1	747.9	644.3	873.5	44.5%
PROFORMA OPERATING DATA	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	1Q23										
Average operating fleet	145,037	153,169	160,722	169,465	180,509	187,771	203,971	227,593	244,056										
Total Average rented fleet	143,928	151,866	158,362	166,518	176,633	183,283	196,618	214,786	228,463										
Average rented fleet	140,391	148,416	155,064	163,364	173,546	180,343	193,988	212,479	223,903										
Average rented fleet - Car Rental fleet replacement	3,537	3,450	3,298	3,154	3,087	2,940	2,630	2,307	4,561										
Average operating fleet age (in months)	18.8	18.8	19.0	19.0	19.4	19.7	19.1	18.2	18.1										
End of period fleet																			
Rented Fleet	161,367	171,001	175,313	194,047	197,069	211,960	240,923	259,596	268,749										
Managed Fleet	103	84	65	57	56	47	30	20	19										
Number of rental days - in thousands	12,635.1	13,357.5	13,955.8	14,702.8	15,619.1	16,230.9	17,459.0	19,123.1	20,151.2										
Average daily rental revenues per car (R\$) (do not consider new initiatives revenue)	57.51	58.26	59.59	61.95	63.14	66.55	70.67	74.69	77.45										
Annualized average depreciation per car (R\$)	2,097.6	2,391.0	2,090.3	2,465.7	2,425.8	2,940.0	4,194.8	5,062.7	5,539.5										
Utilization rate (Does not include cars in preparation and decommissioning)	96.0%	96.4%	96.4%	96.8%	97.5%	97.3%	96.9%	96.4%	95.2%										
Number of cars purchased	19,093	19,408	15,695	27,913	11,935	24,752	40,504	29,850	22,532										
Number of cars sold	9,689	10,167	11,033	8,680	9,047	9,482	10,831	11,286	13,333										
Average sold fleet age (in months)	30.1	31.0	32.7	33.4	34.1	36.3	37.2	36.6	36.4										
Average total fleet	161,255	167,334	173,625	187,227	195,024	206,399	230,211	251,860	264,788										
Average value of total fleet - R\$ million	8,126.1	8,791.1	9,764.6	11,354.7	12,473.6	14,152.3	16,991.6	19,298.9	21,197.0										
Average value per car in the period - R\$ thsd	50.4	52.5	56.2	60.6	64.0	68.6	73.8	76.6	80.1										

(*) The proforma result shows the result assuming the business combination with LCAM since 01/01/2021, reflecting accounting reclassifications and purchase price allocation effects.

(**) Exclusion of the effects of expenses related to the merger, as well as highlighting the results of other segments.

14.3 – Table 3 – Adjusted Consolidated Result – R\$ million

PROFORMA CONSOLIDATED RESULTS	PROFORMA CONSIDERING THE TRANSACTION ON 01/01/2021*								1Q23	ADJUSTED TRANSACTION EXPENSES AND PPA EFFECTS**								1Q23A	1Q22Ax1Q23A
	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22		1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	4Q22A		
Car and Fleet Rentals and Franchising total gross revenues	2,159.4	2,148.5	2,529.9	2,857.8	2,978.6	3,088.3	3,500.0	3,555.5	3,776.1	2,159.4	2,148.5	2,529.9	2,857.8	2,978.6	3,088.3	3,500.0	3,555.5	3,776.1	26.8%
Taxes on revenues	(210.2)	(204.4)	(238.8)	(269.0)	(279.5)	(292.0)	(340.1)	(353.0)	(356.1)	(210.2)	(204.4)	(238.8)	(269.0)	(279.5)	(292.0)	(340.1)	(353.0)	(356.1)	27.4%
Car and Fleet Rentals and Franchising net revenues	1,949.2	1,944.1	2,291.1	2,588.8	2,699.1	2,796.3	3,159.9	3,202.5	3,420.0	1,949.2	1,944.1	2,291.1	2,588.8	2,699.1	2,796.3	3,159.9	3,202.5	3,420.0	26.7%
Car sales for fleet renewal - net revenues	2,469.7	2,361.3	2,093.7	1,605.9	1,784.5	2,289.4	2,977.0	2,683.0	3,405.8	2,469.7	2,361.3	2,093.7	1,605.9	1,784.5	2,289.4	2,977.0	2,598.6	3,405.8	90.9%
Total net revenues	4,418.9	4,305.4	4,384.8	4,194.7	4,483.6	5,085.7	6,136.9	5,885.5	6,825.8	4,418.9	4,305.4	4,384.8	4,194.7	4,483.6	5,085.7	6,136.9	5,801.1	6,825.8	52.2%
Direct costs and expenses:																			
Car and Fleet Rentals and Franchising	(611.5)	(657.5)	(479.7)	(762.2)	(758.6)	(809.8)	(776.0)	(751.1)	(710.7)	(611.5)	(657.5)	(479.7)	(762.2)	(758.6)	(809.8)	(776.0)	(751.1)	(710.7)	-6.3%
Total Car sales for fleet renewal (book value) and preparation for sale	(1,976.5)	(1,859.2)	(1,557.1)	(1,212.5)	(1,367.9)	(1,801.0)	(2,437.8)	(2,361.3)	(3,022.5)	(1,976.5)	(1,859.2)	(1,557.1)	(1,212.5)	(1,367.9)	(1,801.0)	(2,437.8)	(2,271.1)	(3,022.5)	121.0%
Total costs	(2,588.0)	(2,516.7)	(2,036.8)	(1,974.7)	(2,126.5)	(2,610.8)	(3,213.8)	(3,112.4)	(3,733.2)	(2,588.0)	(2,516.7)	(2,036.8)	(1,974.7)	(2,126.5)	(2,610.8)	(3,213.8)	(3,022.2)	(3,733.2)	75.6%
Gross profit	1,830.9	1,788.7	2,348.0	2,220.0	2,357.1	2,474.9	2,923.1	2,773.1	3,092.6	1,830.9	1,788.7	2,348.0	2,220.0	2,357.1	2,474.9	2,923.1	2,778.9	3,092.6	31.2%
Operating expenses (SG&A)																			
Car and Fleet Rentals and Franchising	(329.4)	(326.3)	(378.3)	(418.5)	(378.0)	(367.2)	(442.8)	(494.1)	(302.6)	(327.5)	(322.5)	(373.9)	(405.1)	(354.1)	(343.6)	(353.0)	(422.8)	(302.6)	-14.5%
Car sales	(177.6)	(143.9)	(157.7)	(161.4)	(130.8)	(180.0)	(202.7)	(223.6)	(167.0)	(177.4)	(143.4)	(157.5)	(159.8)	(128.5)	(177.8)	(192.4)	(191.6)	(167.0)	30.0%
Total Operating expenses	(507.0)	(470.2)	(536.0)	(579.9)	(508.8)	(547.2)	(645.5)	(717.7)	(469.6)	(504.9)	(465.9)	(531.4)	(564.9)	(482.6)	(521.4)	(545.4)	(614.4)	(469.6)	-2.7%
EBITDA	1,323.9	1,318.5	1,812.0	1,640.1	1,848.3	1,927.7	2,277.6	2,055.4	2,623.0	1,323.9	1,318.5	1,812.0	1,640.1	1,848.3	1,927.7	2,277.6	2,164.5	2,623.0	39.9%
Cars depreciation expenses	(130.7)	(152.7)	(167.0)	(222.2)	(264.2)	(350.6)	(538.1)	(609.1)	(763.5)	(130.7)	(152.7)	(167.0)	(222.2)	(264.2)	(350.6)	(538.1)	(609.1)	(763.5)	
Other assets depreciation and amortization	(72.5)	(73.5)	(77.3)	(82.5)	(84.1)	(82.1)	(97.8)	(72.3)	(94.2)	(72.5)	(73.5)	(77.3)	(82.5)	(84.1)	(82.1)	(97.8)	(71.3)	(94.2)	12.0%
Write up amortization	(48.3)	(48.3)	(48.3)	(48.3)	(48.3)	(48.5)	(182.6)	(148.2)	(125.7)	-	-	-	-	-	-	-	-	-	
Total depreciation and amortization expenses	(203.2)	(226.2)	(244.3)	(304.7)	(348.3)	(432.7)	(635.9)	(681.4)	(857.7)	(203.2)	(226.2)	(244.3)	(304.7)	(348.3)	(432.7)	(635.9)	(680.4)	(857.7)	160.3%
Operating profit before financial results and taxes (EBIT)	1,072.4	1,044.0	1,519.4	1,287.1	1,451.7	1,446.5	1,459.1	1,225.8	1,639.6	1,122.8	1,096.6	1,572.3	1,350.4	1,526.2	1,520.8	1,741.8	1,484.1	1,765.3	15.7%
Equity equivalence result	0.1	(0.1)	-	-	0.1	-	0.1	-	0.1	0.1	(0.1)	-	-	0.1	-	0.1	-	-	
Financial (expenses) revenues, net	(91.0)	(99.6)	(185.9)	(296.9)	(462.3)	(579.1)	(869.3)	(748.0)	(1,069.9)	(118.6)	(127.4)	(213.9)	(325.1)	(490.7)	(604.1)	(883.2)	(748.0)	(1,069.9)	118.0%
Income before tax and social contribution	981.5	944.3	1,333.5	990.2	989.5	867.4	589.9	477.8	569.7	1,004.3	969.1	1,358.4	1,025.3	1,035.6	916.7	858.7	736.1	695.4	-32.9%
Income tax and social contribution	(293.3)	(270.6)	(408.1)	(284.5)	(273.9)	(473.9)	(166.3)	(34.4)	(48.1)	(301.1)	(279.0)	(416.6)	(296.4)	(289.6)	(237.3)	(176.6)	(98.4)	(90.8)	-68.6%
Net income for the period	688.2	673.7	925.4	705.7	715.6	393.5	423.6	443.4	521.6	703.2	690.1	941.8	728.9	746.0	679.4	682.1	637.7	604.6	-19.0%
Car and Fleet Rentals and Franchising EBITDA	1,008.3	960.3	1,433.1	1,408.1	1,562.5	1,619.3	1,941.1	1,957.3	2,406.7	1,010.2	964.1	1,437.5	1,421.5	1,586.4	1,642.9	2,030.9	2,028.6	2,406.7	51.7%
EBITDA Margin (calculated on rental net revenues)	51.7%	49.4%	62.6%	54.4%	57.9%	57.9%	61.4%	61.1%	70.4%	51.8%	49.6%	62.7%	54.9%	58.8%	58.8%	64.3%	63.3%	70.4%	11.6 p.p.
Used Car Sales (Seminovos) EBITDA	315.6	358.2	378.9	232.0	285.8	308.4	336.5	98.1	216.3	315.8	358.7	379.1	233.6	288.1	310.6	346.8	135.9	216.3	-24.9%
Seminovos EBITDA Margin	12.8%	15.2%	18.1%	14.4%	16.0%	13.5%	11.3%	3.7%	6.4%	12.8%	15.2%	18.1%	14.5%	16.1%	13.6%	11.6%	5.2%	6.4%	-9.8 p.p.

(*) The proforma result shows the result assuming the business combination with LCAM since 01/01/2021, reflecting accounting reclassifications and purchase price allocation effects.

(**) Exclusion of the effects of expenses related to the merger, as well as highlighting the results of other segments.

15 – Table 4 – Adjusted operating data

SELECTED OPERATING DATA	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	1Q23	Var.
Average operating fleet:										
Car Rental (**)	261,517	252,016	261,215	264,082	276,599	279,600	298,645	275,545	286,260	3.5%
Fleet Rental	145,037	153,169	160,722	169,465	180,509	187,771	203,971	227,593	244,056	35.2%
Total	406,554	405,185	421,937	433,546	457,108	467,370	502,616	503,138	530,316	16.0%
Average rented fleet:										
Car Rental (**)	204,748	190,191	210,207	213,639	212,315	214,947	225,359	198,560	210,215	-1.0%
Fleet Rental	143,928	151,866	158,362	166,518	176,633	183,283	196,618	214,786	228,463	29.3%
Total	348,676	342,057	368,569	380,157	388,948	398,230	421,977	413,346	438,678	12.8%
Average age of operating fleet (months)										
Car Rental	12.1	12.9	13.5	14.9	16.1	16.8	15.7	13.7	13.0	-19.5%
Fleet Rental	18.8	18.8	19.0	19.0	19.4	19.7	19.1	18.2	18.1	-6.6%
Average age of total operating fleet	14.6	15.2	15.7	16.6	17.4	18.0	17.1	16.8	15.4	-11.8%
Fleet at end of period:										
Car Rental (**)	275,691	279,212	277,680	294,188	297,587	322,051	345,530	331,445	314,550	5.7%
Fleet Rental	161,367	171,001	175,313	194,047	197,069	211,960	240,923	259,596	268,749	36.4%
Total	437,058	450,213	452,993	488,235	494,656	534,011	586,453	591,041	583,299	17.9%
Managed fleet at end period - Fleet Rental	103	84	65	57	56	47	30	20	19	-66.1%
Fleet investment (R\$ million) (include accessories)										
Car Rental	1,395.2	2,300.5	1,705.8	2,780.2	1,744.6	4,424.9	4,797.7	5,178.2	2,051.8	17.6%
Fleet Rental	1,253.0	1,412.2	1,478.9	2,413.2	1,315.8	2,612.7	3,997.7	2,903.4	2,287.5	73.8%
Total	2,648.2	3,712.7	3,184.7	5,193.4	3,060.4	7,037.6	8,795.4	8,081.6	4,339.3	41.8%
Number of rental days (In thousands):										
Car Rental - Total	18,412.5	17,306.7	19,337.1	19,654.6	19,109.2	19,559.4	20,727.7	18,270.5	18,921.5	-1.0%
Rental days for Fleet Rental replacement service	(403.3)	(397.0)	(398.3)	(402.8)	(407.3)	(423.7)	(394.3)	(415.1)	(410.7)	0.8%
Car Rental - Net	18,009.2	16,909.8	18,938.8	19,251.8	18,701.9	19,135.7	20,333.4	17,855.4	18,510.8	-1.0%
Fleet Rental	12,635.1	13,357.5	13,955.8	14,702.8	15,619.1	16,230.9	17,459.0	19,123.1	20,151.2	29.0%
Total	30,644.3	30,267.2	32,894.6	33,954.6	34,321.0	35,366.6	37,792.3	36,978.5	38,662.0	12.6%
Annualized average depreciation per car (R\$)										
Car Rental	884.0	969.3	1,272.3	1,782.5	2,237.8	3,041.2	4,357.7	4,659.4	5,940.8	165.5%
Fleet Rental	2,097.6	2,391.0	2,090.3	2,465.7	2,425.8	2,940.0	4,194.8	5,062.7	5,539.5	128.4%
Total	1,317.0	1,506.7	1,583.9	2,049.6	2,312.1	3,000.5	4,291.6	4,841.9	5,756.1	149.0%
Average annual gross revenues per operating car (R\$ thousand)										
Car Rental	21.9	21.7	26.1	29.4	28.6	28.4	29.9	30.4	30.5	6.8%
Fleet Rental	20.3	20.6	21.0	21.8	22.2	23.3	24.5	25.4	25.9	17.1%
Average daily rental (R\$)										
Car Rental (*)	78.48	79.88	88.67	99.46	104.21	102.23	108.24	115.70	116.34	11.6%
Fleet Rental	57.51	58.26	59.59	61.95	63.14	66.55	70.67	74.69	77.45	22.7%
Utilization rate (does not include cars in preparation and decommissioning):										
Car Rental	80.2%	77.3%	82.1%	82.0%	78.1%	79.2%	80.2%	77.9%	78.0%	-0.1 p.p.
Fleet Rental	96.0%	96.4%	96.4%	96.8%	97.5%	97.3%	96.9%	96.4%	95.2%	-2.3 p.p.
Number of cars purchased - consolidated	42,276	55,224	38,648	61,362	31,613	71,836	97,729	97,358	48,161	52.3%
Average price of cars purchased (R\$ thsd) - consolidated	62.64	67.23	82.40	84.64	96.81	97.97	90.00	83.01	90.10	-6.9%
Numbers of cars sold - consolidated	45,715	41,141	33,825	24,160	24,699	31,370	43,627	41,493	55,191	123.5%
Average price of cars sold (R\$ thsd) (***) - consolidated	49.71	52.87	55.35	58.12	64.00	64.53	61.27	57.94	58.26	-9.0%

(*) 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. The 3Q22 numbers account for these cars.

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

16 – Accounting Data – R\$ million (as disclosed, without proforma adjustments)

16.1 – Table 5 – Car Rental – R\$ million

CAR RENTAL RESULTS	2020	2021	2022	Var.	1Q22	1Q23	Var.
Car rental and franchising gross revenues, net of discounts and cancellations	3,475.2	4,851.3	7,211.5	48.7%	1,463.5	2,165.8	48.0%
Taxes on revenues	(330.2)	(455.9)	(701.3)	53.8%	(135.9)	(204.7)	50.6%
Car rental net revenues	3,145.0	4,395.4	6,510.2	48.1%	1,327.6	1,961.1	47.7%
Car rental and franchising costs	(1,124.3)	(1,406.9)	(1,840.4)	30.8%	(387.8)	(471.7)	21.6%
Gross profit	2,020.7	2,988.5	4,669.8	56.3%	939.8	1,489.4	58.5%
Operating expenses (SG&A)	(595.4)	(832.6)	(950.7)	14.2%	(182.4)	(194.0)	6.4%
Other assets depreciation and amortization	(120.7)	(142.6)	(181.6)	27.3%	(41.3)	(60.2)	45.8%
Operating profit before financial results and taxes (EBIT)	1,304.6	2,013.3	3,537.5	75.7%	716.1	1,235.2	72.5%
EBITDA	1,425.3	2,155.9	3,719.1	72.5%	757.4	1,295.4	71.0%
EBITDA Margin	45.3%	49.0%	57.1%	8.1 p.p.	57.1%	66.1%	9.0 p.p.

USED CAR SALES RESULTS (SEMINOVOS)	2020	2021	2022	Var.	1Q22	1Q23	Var.
Gross revenues, net of discounts and cancellations	5,150.7	4,413.3	5,994.8	35.8%	813.1	2,496.9	207.1%
Taxes on revenues	(10.0)	(5.2)	(6.5)	25.0%	(1.1)	(1.5)	36.4%
Net revenues	5,140.7	4,408.1	5,988.3	35.8%	812.0	2,495.4	207.3%
Book value of cars sold and preparation for sale	(4,629.7)	(3,416.2)	(5,027.1)	47.2%	(636.5)	(2,271.7)	256.9%
Gross profit	511.0	991.9	961.2	-3.1%	175.5	223.7	27.5%
Operating expenses (SG&A)	(316.1)	(360.7)	(445.5)	23.5%	(68.4)	(122.0)	78.4%
Cars depreciation	(342.6)	(183.7)	(954.6)	419.7%	(104.9)	(429.8)	309.7%
Other assets depreciation and amortization	(54.3)	(56.1)	(61.4)	9.4%	(12.9)	(19.6)	51.9%
Operating profit (loss) before financial results and taxes (EBIT)	(202.0)	391.4	(500.3)	-227.8%	(10.7)	(347.7)	3149.5%
EBITDA	194.9	631.2	515.7	-18.3%	107.1	101.7	-5.0%
EBITDA Margin	3.8%	14.3%	8.6%	-5.7 p.p.	13.2%	4.1%	-9.1 p.p.

CAR RENTAL TOTAL FIGURES	2020	2021	2022	Var.	1Q22	1Q23	Var.
Car rental and franchising gross revenues, net of discounts and cancellations	3,475.2	4,851.3	7,211.5	48.7%	1,463.5	2,165.8	48.0%
Car sales for fleet renewal - gross revenues, net of discounts and cancellations	5,150.7	4,413.3	5,994.8	35.8%	813.1	2,496.9	207.1%
Total gross revenues	8,625.9	9,264.6	13,206.3	42.5%	2,276.6	4,662.7	104.8%
Taxes on revenues	(330.2)	(455.9)	(701.3)	53.8%	(135.9)	(204.7)	50.6%
Car rental and franchising	(10.0)	(5.2)	(6.5)	25.0%	(1.1)	(1.5)	36.4%
Car rental revenues - net revenues	3,145.0	4,395.4	6,510.2	48.1%	1,327.6	1,961.1	47.7%
Car sales for fleet renewal - net revenues	5,140.7	4,408.1	5,988.3	35.8%	812.0	2,495.4	207.3%
Total net revenues	8,285.7	8,803.5	12,498.5	42.0%	2,139.6	4,456.5	108.3%
Direct costs							
Car rental	(1,124.3)	(1,406.9)	(1,840.4)	30.8%	(387.8)	(471.7)	21.6%
Car sales for fleet renewal	(4,629.7)	(3,416.2)	(5,027.1)	47.2%	(636.5)	(2,271.7)	256.9%
Gross profit	2,531.7	3,980.4	5,631.0	41.5%	1,115.3	1,713.1	53.6%
Operating expenses (SG&A)							
Car rental	(595.4)	(832.6)	(950.7)	14.2%	(182.4)	(194.0)	6.4%
Car sales for fleet renewal	(316.1)	(360.7)	(445.5)	23.5%	(68.4)	(122.0)	78.4%
Cars depreciation	(342.6)	(183.7)	(954.6)	419.7%	(104.9)	(429.8)	309.7%
Other assets depreciation and amortization							
Car rental	(120.7)	(142.6)	(181.6)	27.3%	(41.3)	(60.2)	45.8%
Car sales for fleet renewal	(54.3)	(56.1)	(61.4)	9.4%	(12.9)	(19.6)	51.9%
Operating profit before financial results and taxes (EBIT)	1,102.6	2,404.7	3,037.2	26.3%	705.4	887.5	25.8%
EBITDA	1,620.2	2,787.1	4,234.8	51.9%	864.5	1,397.1	61.6%
EBITDA margin	19.6%	31.7%	33.9%	2.2 p.p.	40.4%	31.3%	-9.1 p.p.

CAR RENTAL OPERATING DATA	2020	2021	2022	Var.	1Q22	1Q23	Var.
Average operating fleet (*)	200,742	195,242	246,922	26.5%	205,372	286,260	39.4%
Average rented fleet(*)	140,151	151,686	185,129	22.0%	157,380	210,215	33.6%
Average operating fleet age (in months)	10.0	13.9	15.9	14.4%	16.7	13.0	-22.3%
End of period fleet(*)	216,334	216,293	331,445	53.2%	219,406	314,550	43.4%
Number of rental days - in thousands (net of fleet replacement service)	50,446.5	53,756.6	76,026.4	41.4%	13,756.0	18,510.8	34.6%
Average daily rental revenues per car (R\$)	68.52	89.71	108.57	21.0%	105.71	116.34	10.1%
Annualized average depreciation per car (R\$)	1,706.8	941.1	3,586.9	281.1%	2,043.7	5,940.8	190.7%
Utilization rate (Does not include cars in preparation and decommissioning)	73.5%	79.8%	79.6%	-0.2 p.p.	78.5%	78.0%	-0.5 p.p.
Number of cars purchased	92,801	83,382	170,750	104.8%	14,789	25,629	73.3%
Number of cars sold	113,346	76,906	89,485	16.4%	11,195	41,858	273.9%
Average sold fleet age (in months)	16.9	21.9	28.3	29.2%	27.1	29.7	9.4%
Average total fleet	221,895	209,172	275,889	31.9%	217,377	316,676	45.7%
Average value of total fleet - R\$ million	9,951.6	10,592.7	17,199.0	62.4%	12,208.3	21,936.9	79.7%
Average value per car in the period - R\$ thsd	44.8	50.6	62.3	23.1%	56.2	69.3	23.3%

(*) 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.

16.2 – Table 6 – Fleet Rental – R\$ million

FLEET RENTAL RESULTS	2020	2021	2022	Var.	1Q22	1Q23	Var.
Fleet rental gross revenues, net of discounts and cancellations	1,163.7	1,325.2	3,567.7	169.2%	382.6	1,610.3	320.9%
Taxes on revenues (*)	(110.2)	(127.3)	(343.0)	169.4%	(37.6)	(151.4)	302.7%
Fleet rental net revenues	1,053.5	1,197.9	3,224.7	169.2%	345.0	1,458.9	322.9%
Fleet rental costs	(221.5)	(315.6)	(678.6)	115.0%	(88.0)	(239.0)	171.6%
Gross profit	832.0	882.3	2,546.1	188.6%	257.0	1,219.9	374.7%
Operating expenses (SG&A)	(69.7)	(141.2)	(433.3)	206.9%	(36.1)	(108.6)	200.8%
Other assets depreciation and amortization	(8.4)	(8.3)	(40.7)	390.4%	(2.2)	1.1	-150.0%
Operating profit before financial results and taxes (EBIT)	753.9	732.8	2,072.1	182.8%	218.7	1,112.4	408.6%
EBITDA	762.3	741.1	2,112.8	185.1%	220.9	1,111.3	403.1%
EBITDA Margin	72.4%	61.9%	65.5%	3.6 p.p.	64.0%	76.2%	12.2 p.p.

USED CAR SALES RESULTS (SEMINOVOS)	2020	2021	2022	Var.	1Q22	1Q23	Var.
Gross revenues, net of discounts and cancellations	969.2	900.7	2,066.0	129.4%	227.2	911.6	301.2%
Taxes on revenues	(0.8)	(0.8)	(5.8)	625.0%	(0.2)	(1.2)	500.0%
Net revenues	968.4	899.9	2,060.2	128.9%	227.0	910.4	301.1%
Book value of cars sold and preparation for sale	(832.0)	(659.3)	(1,627.1)	146.8%	(154.5)	(750.8)	386.0%
Gross profit	136.4	240.6	433.1	80.0%	72.5	159.6	120.1%
Operating expenses (SG&A)	(50.8)	(71.2)	(191.6)	169.1%	(19.0)	(45.0)	136.8%
Cars depreciation	(130.4)	(71.4)	(799.7)	1020.0%	(21.9)	(470.4)	2047.9%
Other assets depreciation and amortization	(10.0)	(11.4)	(21.7)	90.4%	(3.7)	(4.5)	21.6%
Operating profit (loss) before financial results and taxes (EBIT)	(54.8)	86.6	(579.9)	-769.6%	27.9	(360.3)	-1391.4%
EBITDA	85.6	169.4	241.5	42.6%	53.5	114.6	114.2%
EBITDA Margin	8.8%	18.8%	11.7%	-7.1 p.p.	23.6%	12.6%	-11.0 p.p.

FLEET RENTAL TOTAL FIGURES	2020	2021	2022	Var.	1Q22	1Q23	Var.
Fleet rental gross revenues, net of discounts and cancellations	1,163.7	1,325.2	3,567.7	169.2%	382.6	1,610.3	320.9%
Car sales for fleet renewal - gross revenues, net of discounts and cancellations	969.2	900.7	2,066.0	129.4%	227.2	911.6	301.2%
Total gross revenues	2,132.9	2,225.9	5,633.7	153.1%	609.8	2,521.9	313.6%
Taxes on revenues							
Fleet rental (*)	(110.2)	(127.3)	(343.0)	169.4%	(37.6)	(151.4)	302.7%
Car sales for fleet renewal	(0.8)	(0.8)	(5.8)	625.0%	(0.2)	(1.2)	500.0%
Fleet rental - net revenues	1,053.5	1,197.9	3,224.7	169.2%	345.0	1,458.9	322.9%
Car sales for fleet renewal - net revenues	968.4	899.9	2,060.2	128.9%	227.0	910.4	301.1%
Total net revenues (**)	2,021.9	2,097.8	5,284.9	151.9%	572.0	2,369.3	314.2%
Direct costs							
Fleet rental	(221.5)	(315.6)	(678.6)	115.0%	(88.0)	(239.0)	171.6%
Car sales for fleet renewal	(832.0)	(659.3)	(1,627.1)	146.8%	(154.5)	(750.8)	386.0%
Gross profit	968.4	1,122.9	2,979.2	165.3%	329.5	1,379.5	318.7%
Operating expenses (SG&A)							
Fleet rental	(69.7)	(141.2)	(433.3)	206.9%	(36.1)	(108.6)	200.8%
Car sales for fleet renewal	(50.8)	(71.2)	(191.6)	169.1%	(19.0)	(45.0)	136.8%
Cars depreciation	(130.4)	(71.4)	(799.7)	1020.0%	(21.9)	(470.4)	2047.9%
Other assets depreciation and amortization							
Fleet rental	(8.4)	(8.3)	(40.7)	390.4%	(2.2)	1.1	-150.0%
Car sales for fleet renewal	(10.0)	(11.4)	(21.7)	90.4%	(3.7)	(4.5)	21.6%
Operating profit before financial results and taxes (EBIT)	699.1	819.4	1,492.2	82.1%	246.6	752.1	205.0%
EBITDA	847.9	910.5	2,354.3	158.6%	274.4	1,225.9	346.8%
EBITDA margin	41.9%	43.4%	44.5%	1.1 p.p.	48.0%	51.7%	3.7 p.p.

OPERATING DATA	2020	2021	2022	Var.	1Q22	1Q23	Var.
Average operating fleet	59,801	61,962	142,703	130.3%	68,254	244,056	257.6%
Total Average rented fleet	59,244	63,493	137,700	116.9%	68,541	228,463	233.3%
Average rented fleet	57,706	60,133	134,959	124.4%	65,454	223,903	242.1%
Average rented fleet - Car Rental fleet replacement	1,538	3,360	2,741	-18.4%	3,087	4,561	47.7%
Average operating fleet age (in months)	17.4	20.3	19.9	-1.7%	21.3	18.1	-15.1%
End of period fleet							
Rented Fleet	61,657	73,503	259,596	253.2%	73,916	268,749	263.6%
Managed Fleet	105	57	30	-47.4%	56	19	-66.1%
Number of rental days - in thousands	21,328.0	22,857.3	48,585.1	112.6%	6,168.7	20,151.2	226.7%
Average daily rental revenues per car (R\$)	53.81	57.49	72.97	26.9%	61.19	77.45	26.6%
Annualized average depreciation per car (R\$)	2,178.9	1,152.7	3,748.0	225.1%	1,283.5	5,539.5	331.6%
Utilization rate (Does not include cars in preparation and decommissioning) (*)	97.4%	98.0%	96.7%	-1.3 p.p.	96.8%	95.2%	-1.6 p.p.
Number of cars purchased	16,578	28,128	84,179	199.3%	3,891	22,532	479.1%
Number of cars sold	22,144	15,939	29,053	82.3%	3,361	13,333	296.7%
Average sold fleet age (in months)	28.9	31.8	36.3	14.2%	34.3	36.4	6.0%
Average total fleet	63,919	66,451	158,386	138.4%	73,500	264,788	260.3%
Average value of total fleet - R\$ million	2,812.1	3,370.7	11,313.5	235.6%	4,221.4	21,197.0	402.1%
Average value per car in the period - R\$ thsd	44.0	50.7	71.4	40.8%	57.4	80.1	39.5%

(*) Does not include replacement service from Car Rental

16.3 – Table 8 – Consolidated Result – R\$ million

CONSOLIDATED RESULTS	2020	2021	2022	Var.	1Q22	1Q23	Var.
Car rental and franchising gross revenues, net of discounts and cancellations	3,475.2	4,851.3	7,211.5	48.7%	1,463.5	2,165.8	48.0%
Fleet Rental gross revenues, net of discounts and cancellations	1,163.7	1,325.2	3,567.7	169.2%	382.6	1,610.3	320.9%
Car and Fleet Rentals and Franchising total gross revenues	4,638.9	6,176.5	10,779.2	74.5%	1,846.1	3,776.1	104.5%
Taxes on revenues - Car and Fleet Rentals and Franchising	(440.4)	(583.2)	(1,044.3)	79.1%	(173.5)	(356.1)	105.2%
Car and Fleet Rentals and Franchising net revenues	4,198.5	5,593.3	9,734.9	74.0%	1,672.6	3,420.0	104.5%
Car sales gross revenues							
Car sales for fleet renewal - Car Rental, net of discounts and cancellations	5,150.7	4,413.3	5,994.8	35.8%	813.1	2,496.9	207.1%
Car sales for fleet renewal - Fleet Rental, net of discounts and cancellations	969.2	900.7	2,066.0	129.4%	227.2	911.6	301.2%
Car sales for fleet renewal - total gross revenues	6,119.9	5,314.0	8,060.8	51.7%	1,040.3	3,408.5	227.6%
Taxes on revenues - Car sales for fleet renewal	(10.8)	(6.0)	(12.3)	105.0%	(1.3)	(2.7)	107.7%
Car sales for fleet renewal - net revenues	6,109.1	5,308.0	8,048.5	51.6%	1,039.0	3,405.8	227.8%
Total net revenues	10,307.6	10,901.3	17,783.4	63.1%	2,711.6	6,825.8	151.7%
Direct costs and expenses:							
Car rental and franchising	(1,124.3)	(1,406.9)	(1,840.4)	30.8%	(387.8)	(471.7)	21.6%
Fleet Rental	(221.5)	(315.6)	(678.6)	115.0%	(88.0)	(239.0)	171.6%
Total Car and Fleet Rentals and Franchising	(1,345.8)	(1,722.5)	(2,519.0)	46.2%	(475.8)	(710.7)	49.4%
Car sales for fleet renewal - Car rental	(4,629.7)	(3,416.2)	(5,027.1)	47.2%	(636.5)	(2,271.7)	256.9%
Car sales for fleet renewal - Fleet Rental	(832.0)	(659.3)	(1,627.1)	146.8%	(154.5)	(750.8)	386.0%
Total Car sales for fleet renewal (book value) and preparation for sale	(5,461.7)	(4,075.5)	(6,654.2)	63.3%	(791.0)	(3,022.5)	282.1%
Total costs	(6,807.5)	(5,798.0)	(9,173.2)	58.2%	(1,266.8)	(3,733.2)	194.7%
Gross profit	3,500.1	5,103.3	8,610.2	68.7%	1,444.8	3,092.6	114.1%
Total Operating expenses	(1,032.0)	(1,405.8)	(2,021.1)	43.8%	(305.9)	(469.6)	53.5%
Depreciation expenses:							
Cars depreciation:							
Car rental	(342.6)	(183.7)	(954.6)	419.7%	(104.9)	(429.8)	309.7%
Fleet Rental	(130.4)	(71.4)	(799.7)	1020.0%	(21.9)	(470.4)	2047.9%
Total cars depreciation expenses	(473.0)	(255.1)	(1,754.3)	587.7%	(126.8)	(900.2)	609.9%
Other assets depreciation and amortization	(193.4)	(218.4)	(305.4)	39.8%	(60.1)	(83.2)	38.4%
Total depreciation and amortization expenses	(666.4)	(473.5)	(2,059.7)	335.0%	(186.9)	(983.4)	426.2%
Operating profit before financial results and taxes (EBIT)	1,801.7	3,224.0	4,529.4	40.5%	952.0	1,639.6	72.2%
Equity equivalence result	-	-	-		0.0	0.0	
Financial (expenses) revenues, net	(374.4)	(320.9)	(2,110.6)	557.7%	(227.0)	(1,069.9)	371.3%
Income before tax and social contribution	1,427.3	2,903.1	2,418.9	-16.7%	725.0	569.7	-21.4%
Income tax and social contribution	(379.1)	(859.4)	(577.8)	-32.8%	(207.6)	(48.1)	-76.8%
Net income for the period	1,048.2	2,043.7	1,841.1	-9.9%	517.4	521.6	0.8%
EBITDA	2,468.1	3,697.5	6,589.2	78.2%	1,138.9	2,623.0	130.3%
EBIT	1,801.7	3,224.0	4,529.5	40.5%	952.0	1,639.6	72.2%
Consolidated EBIT Margin (calculated over rental revenues)	42.9%	57.6%	46.5%	-11.1 p.p.	56.9%	47.9%	-9.0 p.p.
Car and Fleet Rentals and Franchising EBITDA	2,187.6	2,897.0	5,831.9	101.3%	978.3	2,406.7	146.0%
EBITDA Margin	52.1%	51.8%	59.9%	8.1 p.p.	58.5%	70.4%	11.9 p.p.
Used Car Sales (Seminovos) EBITDA	280.5	800.6	757.4	-5.4%	160.6	216.3	34.7%
EBITDA Margin	4.6%	15.1%	9.4%	-5.7 p.p.	15.5%	6.4%	-9.1 p.p.

17 – Table 9 – Operating Data

SELECTED OPERATING DATA	2020	2021	2022	Var.	1Q22	1Q23	Var.
Average operating fleet:							
Car Rental (**)	200,742	195,242	246,922	26.5%	205,372	286,260	39.4%
Fleet Rental	59,801	61,962	142,703	130.3%	68,254	244,056	257.6%
Total	260,543	257,204	389,625	51.5%	273,626	530,316	93.8%
Average rented fleet:							
Car Rental (**)	140,151	151,686	185,129	22.0%	157,380	210,215	33.6%
Fleet Rental	59,244	63,493	134,959	112.6%	68,541	228,463	233.3%
Total	199,395	215,179	320,087	48.8%	225,921	438,678	94.2%
Average age of operating fleet (months)							
Car Rental	10.0	13.9	15.9	14.4%	16.7	13.0	-22.3%
Fleet Rental	17.4	20.3	19.9	-1.7%	21.3	18.1	-15.1%
Average age of total operating fleet	11.7	15.5	17.4	12.1%	18.0	15.4	-14.6%
Fleet at end of period:							
Car Rental (**)	216,334	216,293	331,445	53.2%	219,406	314,550	43.4%
Fleet Rental	61,657	73,503	259,596	253.2%	73,916	268,749	263.6%
Total	277,991	289,796	591,041	104.0%	293,322	583,299	98.9%
Managed fleet at end period - Fleet Rental	105	57	30	-47.4%	56	19	-66.1%
Fleet investment (R\$ million) (include accessories from 2022)							
Car Rental	4,541.9	5,625.1	14,305.9	154.3%	1,335.2	2,051.8	53.7%
Fleet Rental	975.7	2,022.1	8,094.4	300.3%	336.4	2,287.5	580.0%
Total	5,517.6	7,647.2	22,400.3	192.9%	1,671.6	4,339.3	159.6%
Number of rental days (In thousands):							
Car Rental - Total	51,286.4	55,358.0	77,666.8	40.3%	14,163.3	18,921.5	33.6%
Rental days for Fleet Rental replacement service	(839.9)	(1,601.4)	(1,640.4)	2.4%	(407.3)	(410.7)	0.8%
Car Rental - Net	50,446.5	53,756.6	76,026.4	41.4%	13,756.0	18,510.8	34.6%
Fleet Rental	21,328.0	22,857.3	48,585.1	112.6%	6,168.7	20,151.2	226.7%
Total	71,774.5	76,613.9	124,611.5	62.6%	19,924.7	38,662.0	94.0%
Annualized average depreciation per car (R\$)							
Car Rental	1,706.8	941.1	3,586.9	281.1%	2,043.7	5,940.8	190.7%
Fleet Rental	2,178.9	1,152.7	3,748.0	225.1%	1,283.5	5,539.5	331.6%
Total	1,815.2	992.0	3,653.6	268.3%	1,854.4	5,756.1	210.4%
Average annual gross revenues per operating car (R\$ thousand)							
Car Rental	17.3	24.7	29.0	17.5%	26.0	30.5	17.3%
Fleet Rental	19.2	21.2	24.8	17.2%	20.0	25.9	29.7%
Average daily rental (R\$)							
Car Rental (*)	68.52	89.71	108.57	21.0%	105.71	116.34	10.1%
Fleet Rental	53.81	57.49	72.97	26.9%	61.19	77.45	26.6%
Utilization rate (does not include cars in preparation and decommissioning):							
Car Rental	73.5%	79.8%	79.6%	-0.2 p.p.	78.5%	78.0%	-0.5 p.p.
Fleet Rental	97.4%	98.0%	96.7%	-1.3 p.p.	96.8%	95.2%	-1.6 p.p.
Number of cars purchased - consolidated	109,379	111,510	254,929	128.6%	18,680	48,161	157.8%
Average price of cars purchased (R\$ thsd) - consolidated	50.45	68.58	87.87	28.1%	89.49	90.10	0.7%
Numbers of cars sold - consolidated	135,490	92,845	118,538	27.7%	14,556	55,191	279.2%
Average price of cars sold (R\$ thsd) (***) - consolidated	42.46	52.63	62.58	18.9%	65.46	58.26	-11.0%

(*) 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. The 3Q22 numbers account for these cars.

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

18 – Consolidated financial statements – IFRS – R\$ million

ASSETS	2020	2021	2022	1Q23
CURRENT ASSETS:				
Cash and cash equivalents	2,586.4	444.1	1,505.6	2,372.4
Financial assets	1,380.2	4,565.4	4,053.8	3,567.0
Trade accounts receivable	1,107.5	1,310.4	2,480.2	2,063.1
Derivative financial instruments - swap	154.3	89.6	283.0	150.6
Other current assets	300.7	351.3	1,390.2	1,609.6
Decommissioning cars to fleet renewal	40.5	182.0	1,976.1	2,131.0
Total current assets	5,569.6	6,942.8	11,688.9	11,893.7
NON CURRENT ASSETS:				
Long-term assets:				
Financial assets	-	3.0	1,349.9	1,339.5
(-) Fair value adjustment of the deposit tied to linked account	-	-	(423.0)	(404.6)
Derivative financial instruments - swap	353.0	448.1	365.6	366.3
Trade accounts receivable	2.0	2.7	9.8	10.1
Escrow deposit	113.7	121.8	220.6	225.8
Deferred income tax and social contribution	24.4	24.3	23.0	24.5
Investments in restricted accounts	44.9	46.1	51.4	53.0
Other non current assets	0.1	286.3	580.8	618.5
Total long-term assets	538.1	932.3	2,178.1	2,233.1
Investments:	-	-	35.0	1.1
Property and equipment				
Cars	12,923.3	15,842.9	41,254.1	41,644.4
Right of use	624.5	736.0	834.7	890.0
Other	633.5	715.0	931.7	950.1
Intangible:				
Software and others	46.7	37.6	544.8	415.1
Goodwill on acquisition of investments	105.4	105.4	8,189.3	8,337.4
Total non current assets	14,871.5	18,369.2	53,967.7	54,471.2
TOTAL ASSETS	20,441.1	25,312.0	65,656.6	66,364.9

LIABILITIES AND SHAREHOLDERS' EQUITY	2020	2021	2022	1Q23
CURRENT LIABILITIES:				
Trade accounts payable	1,661.0	2,059.3	6,177.8	4,082.7
Assignment of credit rights	-	-	141.8	106.8
Social and labor obligations	218.5	276.1	333.7	410.6
Loans, financing and debentures	1,615.0	1,884.8	3,353.5	6,192.2
Lease liability	130.2	157.0	185.2	204.3
Derivative financial instruments - swap	66.4	9.1	137.4	196.7
Income tax and social contribution	117.6	9.0	11.7	180.8
Dividends and interest on own capital	72.4	288.8	320.4	319.1
Other current liabilities	415.3	300.4	575.1	557.2
Total current liabilities	4,296.4	4,984.5	11,236.6	12,250.4
NON CURRENT LIABILITIES:				
Assignment of credit rights	-	-	134.2	138.7
Loans, financing and debentures	8,882.7	10,548.3	29,917.6	29,615.3
Lease liability	532.5	635.2	727.3	767.5
Derivative financial instruments - swap	37.2	134.7	260.1	125.6
Provisions	158.6	163.6	669.2	618.7
Deferred income tax and social contribution	412.1	1,147.9	2,018.7	1,874.8
Restricted Obligations	45.4	47.0	52.1	53.6
Other non current liabilities	23.6	33.7	70.0	66.4
Total non current liabilities	10,092.1	12,710.4	33,849.2	33,260.6
Total liabilities	14,388.5	17,694.9	45,085.8	45,511.0
SHAREHOLDERS' EQUITY:				
Capital	4,000.0	4,000.0	12,150.7	12,331.4
Expenses with share issues	(43.1)	(43.1)	(43.1)	(43.1)
Treasury Shares	(175.5)	(162.1)	(144.6)	(144.4)
Capital Reserves	174.9	203.0	4,089.2	4,107.0
Earnings Reserves	2,096.3	3,618.4	4,516.3	4,676.2
Equity Valuation Adjustment	-	0.9	(9.1)	(83.4)
Participation of non-controlling partners	-	-	11.4	10.2
Total shareholders' equity	6,052.6	7,617.1	20,570.8	20,853.9
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	20,441.1	25,312.0	65,656.6	66,364.9

19 – Consolidated financial statements – Income statements – R\$ million

STATEMENT OF INCOME	2020	2021	2022	1Q23
Total net revenues	10,307.6	10,901.3	17,783.4	6,825.8
COSTS AND EXPENSES:				
Direct costs	(6,807.5)	(5,798.0)	(9,173.2)	(3,733.2)
Selling, general, administrative and other expenses	(1,032.0)	(1,405.8)	(2,021.1)	(469.6)
Cars depreciation	(473.0)	(255.1)	(1,754.3)	(900.2)
Other assets depreciation and amortization	(193.4)	(218.4)	(305.4)	(83.2)
Total costs and expenses	(8,505.9)	(7,677.3)	(13,254.0)	(5,186.2)
Income before financial results and taxes (EBIT)	1,801.7	3,224.0	4,529.4	1,639.6
EQUITY EQUIVALENCE RESULT	-	-	0.1	-
FINANCIAL EXPENSES, NET	(374.4)	(320.9)	(2,110.6)	(1,069.9)
Income before taxes	1,427.3	2,903.1	2,418.9	569.7
INCOME TAX AND SOCIAL CONTRIBUTION	(379.1)	(859.4)	(577.8)	(48.1)
Net income	1,048.2	2,043.7	1,841.1	521.6

20 – Statements of cash flows – R\$ million

CONSOLIDATED CASH FLOW	2020	2021	2022	1Q23
CASH FLOWS FROM OPERATING ACTIVITIES:				
Net income	1,048.2	2,043.7	1,841.2	521.5
Adjustments to reconcile net income and cash and cash equivalents provided by operating activities:				
Depreciation and amortization	666.4	473.5	2,063.6	983.4
Net book value of vehicles written off	(509.3)	(962.0)	(1,748.3)	(531.0)
Deferred income tax and social contribution	67.4	735.4	484.9	(132.3)
Interest on loans, financing, debentures and swaps of fixed rates	423.7	502.3	2,898.6	1,217.9
Lease interest	59.6	61.8	76.3	22.9
Outros	9.3	73.8	18.7	76.5
(Increase) decrease in assets:				
Trade receivable	118.8	(248.1)	(827.9)	393.8
Purchases of cars (see supplemental disclosure below)	(6,513.3)	(7,366.9)	(18,621.0)	(6,368.3)
Escrow deposits	0.9	(8.1)	(6.8)	(7.3)
Taxes recoverable	11.5	(266.9)	(187.7)	(93.4)
Prepaid expenses	(7.9)	(11.6)	92.2	(388.9)
Other assets	(44.7)	85.1	(475.4)	(47.4)
Increase (decrease) in liabilities:				
Accounts payable (except car manufacturers)	84.2	109.3	230.9	(66.1)
Social and labor obligations	56.5	57.7	(18.0)	21.0
Income tax and social contribution	311.7	124.0	92.8	180.5
Insurance premium	20.8	(93.2)	50.9	28.2
Other liabilities	13.4	(71.3)	271.8	(24.1)
Cash provided by (used in) operating activities	(4,182.8)	(4,761.5)	(13,763.2)	(4,213.1)
Revenue from the sale of decommissioned cars, net of taxes	6,109.2	5,308.0	7,833.6	3,376.5
Income tax and social contribution paid	(250.1)	(307.1)	(83.4)	(4.3)
Interest on loans, financing and debentures paid	(366.9)	(372.9)	(2,349.3)	(927.6)
Payment of interest on credit assignment by suppliers	-	-	(6.2)	(0.6)
Lease interest paid	(56.8)	(49.7)	(61.5)	(17.2)
Financial assets	(769.4)	(3,188.2)	(396.6)	497.2
Net cash provided by (used in) operating activities	483.2	(3,371.4)	(8,826.6)	(1,289.1)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Acquisition of investment, goodwill and fair value surplus	(7.9)	(3.6)	(11.5)	(4.3)
Additions to property and equipment and intangible, net	(108.0)	(143.4)	(352.8)	(70.0)
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	-	-	-	304.9
Net cash provided by (used in) investing activities	(115.9)	(147.0)	4,522.4	230.6
CASH FLOWS FROM FINANCING ACTIVITIES:				
Loans and financings:				
Proceeds	1,250.2	3,098.0	1,289.4	2,508.2
Repayment	(15.0)	(1,395.8)	(820.2)	(770.6)
Debentures				
Proceeds	988.6	498.1	9,051.2	1,473.7
Repayment	(1,660.8)	(383.1)	(728.6)	(1,017.8)
Lease liability:				
Repayment	(119.2)	(144.0)	(187.3)	(52.3)
Capital payment - with subscription of shares	-	-	116.2	134.1
Payment of suppliers' assignment of credit rights	-	-	(1,649.8)	-
Amortization of assignment of credit rights	-	-	-	(30.5)
Other comprehensive results	-	-	(0.3)	(2.1)
Mutual with third parties	-	-	(270.0)	-
Treasury shares (acquired)/ sold	(180.5)	4.4	4.6	-
Exercise of stock options with treasury shares, net	4.8	(1.3)	2.5	0.1
Dividends paid	-	(18.1)	(631.2)	-
Interest on own capital	(269.1)	(282.1)	(725.9)	(317.5)
Net cash provided by (used in) financing activities	(1.0)	1,376.1	5,450.6	1,925.3
NET CASH FLOW PROVIDED (USED) IN THE YEAR	366.3	(2,142.3)	1,146.4	866.8
CASH AND EQUIVALENTS:				
At the beginning of the period	2,220.1	2,586.4	444.1	1,505.6
At the end of the period	2,586.4	444.1	1,505.6	2,372.4
At the end of the period - held for sale	-	-	84.9	-
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	366.3	(2,142.3)	1,146.4	866.8
Supplemental disclosure of cash flow information:				
Cash paid during the period for cars acquisition				
Cars acquisition in the year/period - renew al	(5,524.1)	(6,366.9)	(9,317.0)	(4,339.3)
Cars acquisition in the year/period - grow th	-	(1,289.0)	(13,222.0)	-
Suppliers - automakers:				
Balance at the end of the year	1,418.3	1,707.4	5,625.3	3,596.3
Balance at the beginning of the year	(2,407.5)	(1,418.4)	(1,707.4)	(5,625.3)
Cash paid with cars purchased	(6,513.3)	(7,366.9)	(18,621.0)	(6,368.3)

21 – 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.
- **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.
- **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.
- **One-time costs (OTC):** non-recurring costs and expenses related to business combinations and acquisitions.
- **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 to hedge exchange rate and interest rate risks.
- **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.

LOCALIZA RENT A CAR S.A.

BALANCE SHEET
(in BRL thousand)

ASSETS

	Note	Individual		Consolidated	
		31/03/23	31/12/22	31/03/23	31/12/22
Current assets					
Cash and cash equivalents	5	1,287,399	734,719	2,372,455	1,505,623
Short-term investments	6	2,228,489	2,718,619	3,567,025	4,053,777
Trade receivables	7	1,022,328	1,470,012	2,062,843	2,480,213
Dividends receivable	10.3.1(b)	146,706	146,706	45	45
Decommissioned vehicles for fleet renewal	12(b)	992,552	1,118,903	2,131,020	1,976,087
Derivative financial instruments	4.1	52,347	111,456	150,596	283,047
Receivables for the sale of investments	10.2.1(a)	-	-	381,476	658,388
Recoverable taxes	8	173,672	145,993	361,296	315,072
Other current assets	9	446,633	193,893	866,941	450,439
Total current assets		6,350,126	6,640,301	11,893,697	11,722,691
Noncurrent assets					
Long-term assets:					
Short-term investments	6	1,267,220	1,259,516	1,339,473	1,349,938
(-) Adjusted to present value	6	(404,560)	(423,008)	(404,560)	(423,008)
Trade receivables	7	-	-	10,055	9,791
Derivative financial instruments	4.1	88,995	89,884	366,285	365,599
Escrow deposits	20(b)	99,525	95,304	225,775	220,550
Deferred taxes	21(a)	-	-	24,539	22,965
Recoverable taxes	8	323,281	344,165	614,296	567,168
Other non-current assets	9	1,193	1,987	57,209	65,121
Total long-term assets:		1,375,654	1,367,848	2,233,072	2,178,124
Investments	10	15,857,581	15,587,759	1,111	1,171
Property and equipment	12(a)	20,646,190	20,843,949	43,484,504	43,020,498
Intangible assets	13	99,689	86,774	8,752,519	8,734,147
Total noncurrent assets		37,979,114	37,886,330	54,471,206	53,933,940
Total assets		44,329,240	44,526,631	66,364,903	65,656,631

LOCALIZA RENT A CAR S.A.

BALANCE SHEET
(in BRL thousand)

LIABILITIES AND SHAREHOLDERS' EQUITY

	<i>Note</i>	Individual		Consolidated	
		31/03/23	31/12/22	31/03/23	31/12/22
Current liabilities					
Suppliers	14	2,464,931	4,071,439	4,082,729	6,177,751
Social and labor obligations	15	282,076	220,488	410,581	333,671
Assignment of credit rights	16	-	-	106,828	141,797
Loans, financing, and debt securities	17	2,758,624	1,290,858	6,192,248	3,353,510
Derivative financial instruments	4.1	88,047	38,143	196,690	137,350
Lease liability	18	211,427	184,264	204,349	185,227
Payable income tax and social contribution		137,353	-	180,773	11,675
Dividends and interest on equity	22(d)	319,098	320,386	319,098	320,386
Other current liabilities	19	445,670	447,715	557,140	575,439
Total current liabilities		6,707,226	6,573,293	12,250,436	11,236,806
Noncurrent liabilities					
Assignment of credit rights	16	-	-	138,737	134,234
Loans, financing, and debt securities	17	15,024,396	15,333,989	29,615,298	29,917,603
Derivative financial instruments	4.1	-	86,549	125,638	260,133
Lease liability	18	1,028,713	968,594	767,476	727,272
Provisions for risks	20(a)	142,479	133,807	618,661	669,190
Deferred taxes	21(a)	540,990	832,227	1,874,842	2,018,657
Other noncurrent liabilities	19	41,678	38,976	119,905	122,131
Total noncurrent liabilities		16,778,256	17,394,142	33,260,557	33,849,220
Total liabilities		23,485,482	23,967,435	45,510,993	45,086,026
Shareholders' equity					
	22				
Share capital		12,331,398	12,150,698	12,331,398	12,150,698
Share issuance expenses		(43,111)	(43,111)	(43,111)	(43,111)
Treasury shares		(144,402)	(144,557)	(144,402)	(144,557)
Capital reserves		4,107,033	4,089,082	4,107,033	4,089,082
Retained earnings		4,676,222	4,516,260	4,676,222	4,516,260
Equity valuation adjustment		(83,382)	(9,176)	(83,382)	(9,176)
		20,843,758	20,559,196	20,843,758	20,559,196
Participation of non-controlling shareholders		-	-	10,152	11,409
Total shareholders' equity		20,843,758	20,559,196	20,853,910	20,570,605
Total liabilities and shareholders' equity		44,329,240	44,526,631	66,364,903	65,656,631

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

LOCALIZA RENT A CAR S.A.

INCOME STATEMENT

PERIODS OF THREE MONTHS ENDED MARCH 31

(In BRL thousand, except net income per share)

	<i>Note</i>	Individual		Consolidated	
		1T23	1T22	1T23	1T22
Net revenues	25	4,303,099	2,140,652	6,825,668	2,711,652
Costs	26	(3,317,596)	(1,197,217)	(4,684,229)	(1,436,634)
Gross profit		985,503	943,435	2,141,439	1,275,018
Operating income (expenses):					
Selling	26	(267,829)	(182,699)	(375,343)	(219,550)
General, administrative and other	26	(99,463)	(82,925)	(126,452)	(103,501)
Equity in results of investees	10.3	309,542	159,307	(60)	-
		(57,750)	(106,317)	(501,855)	(323,051)
Profit before financial income and expenses		927,753	837,118	1,639,584	951,967
Financial expenses, net	27	(557,899)	(186,849)	(1,069,953)	(226,950)
Profits before income tax and social contribution		369,854	650,269	569,631	725,017
Income tax and social contribution:	21(b)				
Current		(137,353)	-	(180,431)	(30,469)
Deferred		290,305	(132,846)	132,349	(177,125)
		152,952	(132,846)	(48,082)	(207,594)
Net income for the period		522,806	517,423	521,549	517,423
Attributable to the shareholders of the Company		522,806	517,423	522,806	517,423
Attributable to non-controlling shareholders		-	-	(1,257)	-
Earnings per share (in BRL):	23				
Basic		-	-	0.53363	0.68788
Diluted		-	-	0.53027	0.68357

LOCALIZA RENT A CAR S.A.

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

	Individual		Consolidated	
	1T23	1T22	1T23	1T22
Net income for the period	522,806	517,423	521,549	517,423
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	(10,661)	(160)	(14,713)	15
Income tax and social contribution related to items that will not be subsequently reclassified to income	3,624	54	5,002	(6)
Variation in the exchange rate of investees abroad	-	-	(2,111)	-
Items that will be subsequently reclassified to income				
Cash flow hedge	-	-	(94,521)	-
Share of comprehensive income of subsidiaries	(67,169)	115	-	-
Income tax and social contribution related to items that will be subsequently reclassified to income	-	-	32,137	-
Other comprehensive income (loss), net of taxes	(74,206)	9	(74,206)	9
Total comprehensive income for the period	448,600	517,432	447,343	517,432
Attributable to the shareholders of the Company:	448,600	517,432	448,600	517,432
Attributable to non-controlling shareholders	-	-	(1,257)	-

(A free translation of the original in Portuguese)

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)

	Share Capital			Capital reserves			Retained earnings			Other comprehensive income	Total	Non-controlling shareholders	Total shareholders' equity	
	Note	Share Capital	Share issuance expenses	Treasury shares	Capital reserves	Stock options granted	Premium on share subscription	Legal reserve	Statutory reserve					Retained earnings
As of December 31, 2021		4,000,000	(43,111)	(162,074)	-	89,464	113,500	375,157	3,243,273	-	881	7,617,090	-	7,617,090
Comprehensive income for the period														
Net income for the period		-	-	-	-	-	-	-	-	517,423	-	517,423	-	517,423
Cash flow hedge, net of taxes		-	-	-	-	-	-	-	-	-	115	115	-	115
Other comprehensive income		-	-	-	-	-	-	-	-	-	(106)	(106)	-	(106)
Shareholder contributions and distributions														
Stock options granted and recognized		-	-	-	-	12,350	-	-	-	-	-	12,350	-	12,350
Interest on equity	22(d)	-	-	-	-	-	-	-	-	(110,343)	-	(110,343)	-	(110,343)
Long-term incentive programs – treasury shares		-	-	98	-	-	6	-	-	-	-	104	-	104
As of March 31, 2022		4,000,000	(43,111)	(161,976)	-	101,814	113,506	375,157	3,243,273	407,080	890	8,036,633	-	8,036,633
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)
Other comprehensive income		-	-	-	-	-	-	-	-	-	(9,711)	(9,711)	-	(9,711)
Variation in the exchange rate of investees abroad	10.3	-	-	-	-	-	-	-	-	-	(2,111)	(2,111)	-	(2,111)
Shareholder contributions and distributions														
Stock options 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	10.3	-	-	-	-	7,449	-	-	-	-	-	7,449	-	7,449
Capital increase	22(a)	180,700	-	-	-	-	-	-	-	-	-	180,700	-	180,700
Interest on equity (BRL 0.37 per share)	22(d)	-	-	-	-	-	-	-	-	(362,844)	-	(362,844)	-	(362,844)
Balance 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

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

LOCALIZA RENT A CAR S.A.

CASH FLOW STATEMENT

PERIODS OF THREE MONTHS ENDED MARCH 31

(in BRL thousand)

	Note	Individual		Consolidated	
		1T23	1T22	1T23	1T22
Cash flow from operating activities:					
Net income for the period		522,806	517,423	521,549	517,423
Adjustments to reconcile net income to cash from operating activities:					
Depreciation and amortization	26	491,974	165,957	983,416	186,965
(Gain) on the sale or write-off of decommissioned vehicles		(253,752)	(189,675)	(531,026)	(275,321)
Deferred taxes	21(b)	(290,305)	132,846	(132,349)	177,125
Equity in results of investees	10.3	(309,542)	(159,307)	60	-
Provisions for risks	20(a)	8,672	(24,317)	(50,529)	(24,456)
Accrued interest on loans, financing, debentures and derivatives	27	622,988	262,633	1,217,923	338,173
Accrued Lease interest	27	28,382	23,169	22,854	17,090
Allowance for doubtful debts and expected losses ("ECLs")	7	10,405	(11,883)	20,689	(10,995)
Provision for profit sharing		36,258	17,752	55,862	22,085
Residual value of vehicles for resale		-	-	24,921	-
Other		(8,185)	18,428	25,349	19,227
Changes in assets and liabilities:					
Trade receivables		435,647	24,141	393,783	(506)
Revenue from the sale of decommissioned vehicles, net of taxes	25	2,297,509	801,925	3,376,532	1,039,059
Purchase of vehicles		(3,590,050)	(1,706,658)	(6,368,257)	(2,296,242)
Receivables for the sale of investments		-	-	304,925	-
Escrow deposits	20(b)	(3,188)	(245)	(7,288)	(1,437)
Recoverable taxes	8	(6,795)	9,370	(93,352)	10,447
Prepaid expenses	9	(191,305)	(103,203)	(388,932)	(137,539)
Other assets		(43,055)	18,186	(47,113)	(16,328)
Suppliers (except automakers) and right-of-use lease	14 and 18	(76,976)	(36,841)	(66,051)	(39,150)
Social and labor obligations	15	25,330	15,694	21,048	14,320
Income tax and social contribution		137,353	-	180,431	30,469
Insurance premiums	19	28,754	4,638	28,157	5,101
Other liabilities		(42,028)	(79,929)	(24,130)	(80,265)
Cash used in operating activities		(169,103)	(299,896)	(531,528)	(504,755)
Income tax and social contribution paid		-	-	(4,329)	(9,492)
Interest on loans, financing, debt securities and derivatives paid	17 and 4.1	(376,134)	(242,980)	(927,623)	(314,383)
Payment of interest on credit granted by suppliers		-	-	(621)	-
Lease interest paid	18	(16,517)	(11,715)	(17,153)	(11,740)
Short-term investments	6	482,426	(359,269)	497,217	(419,113)
Net cash used in operating activities		(79,328)	(913,860)	(984,037)	(1,259,483)
Cash flow from investment activities:					
Purchase of other property and equipment	12(a)	(23,497)	(20,181)	(49,048)	(23,870)
Purchase of intangible assets	13	(17,107)	(11,646)	(21,007)	(13,036)
Capital increase in subsidiaries	10.3	(20,000)	(100,000)	-	-
Payment for the acquisition of companies		-	-	(4,290)	(3,792)

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

LOCALIZA RENT A CAR S.A.

CASH FLOW STATEMENT

PERIODS OF THREE MONTHS ENDED MARCH 31

(in BRL thousand)

	<i>Note</i>	Individual		Consolidated	
		1T23	1T22	1T23	1T22
Net cash generated by (used in) investing activities		(60,604)	(131,827)	(74,345)	(40,698)
Cash from financing activities:					
Loans, financing, and debt securities	17				
- Funding		1,969,358	2,486,301	3,981,914	2,770,802
- Amortization		(1,045,347)	(1,015,573)	(1,788,405)	(1,018,438)
Amortization of lease liabilities	18	(48,028)	(39,949)	(52,298)	(40,225)
Amortization of assignment of credit rights		-	-	(30,515)	-
Exercise of stock options and treasury shares, net		61	104	61	104
Other comprehensive income		-	-	(2,111)	-
Interest on equity	22(d)	(317,523)	(97,157)	(317,523)	(97,157)
Capital payment with share subscription	22(a)	134,091	-	134,091	-
Net cash generated by financing activities		692,612	1,333,726	1,925,214	1,615,086
Increase in cash and cash equivalents, net		552,680	288,039	866,832	314,905
Balance of cash and cash equivalents:	5				
At the beginning of the period		734,719	289,103	1,505,623	444,139
At the end of the period		1,287,399	577,142	2,372,455	759,044
Increase in cash and cash equivalents, net		552,680	288,039	866,832	314,905

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

LOCALIZA RENT A CAR S.A.

VALUE ADDED STATEMENT

PERIODS OF THREE MONTHS ENDED MARCH 31

(in BRL thousand)

	Note	Individual		Consolidated	
		1T23	1T22	1T23	1T22
Revenues:					
Gross revenues net of discounts	25	4,505,571	2,275,533	7,184,554	2,886,495
Revenues from the construction of own assets and leasehold improvements		34,034	19,106	37,307	20,241
Allowance for doubtful debts and expected losses	7	(10,405)	11,883	(20,689)	10,995
Total revenues		4,529,200	2,306,522	7,201,172	2,917,731
Costs and expenses acquired from third parties:					
Materials, power, third-party services and other		(189,492)	(160,992)	(196,361)	(180,460)
Vehicle and fleet rental costs and residual value of written-off vehicles		(2,722,576)	(987,336)	(3,523,106)	(1,203,818)
Total costs and expenses acquired from third parties:		(2,912,068)	(1,148,328)	(3,719,467)	(1,384,278)
Gross added value		1,617,132	1,158,194	3,481,705	1,533,453
Depreciation and amortization	26	(491,974)	(165,957)	(983,416)	(186,965)
Net value added generated		1,125,158	992,237	2,498,289	1,346,488
Value added received in transfers:					
Financial income		126,280	101,819	236,861	134,220
Equity in results of investees	10.3	309,542	159,307	(60)	-
Value added distribution		1,560,980	1,253,363	2,735,090	1,480,708
Value added distribution					
Personnel					
- Direct compensation		216,277	145,660	329,607	179,213
- Benefits		54,834	41,341	76,737	47,716
- FGTS		14,237	12,154	22,120	14,609
- Other		10,596	12,350	19,572	12,350
Taxes, fees, and contributions					
- Federal		(82,387)	165,298	231,275	256,665
- State		88,060	37,169	158,491	50,559
- Municipal		14,331	6,728	24,123	9,361
Remuneration of third-party capital					
- Interest		679,220	283,912	1,295,076	355,247
- Real estate lease	26	30,826	20,778	43,288	25,942
- Other leases		12,180	10,550	13,252	11,623
Return on equity					
- Interest on equity	22(d)	362,844	110,343	362,844	110,343
- Retained earnings		159,962	407,080	159,962	407,080
- Attributable to non-controlling shareholders		-	-	(1,257)	-
Value added distributed and retained		1,560,980	1,253,363	2,735,090	1,480,708

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

1. OPERATIONS

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 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 activities of Localiza and its subsidiaries (“Platform”) are car rental, which includes the granting of franchises and Fleet rental. To renew the fleet while maximizing cash generation, Localiza and its direct and indirect subsidiaries sell their decommissioned vehicles.

As of March 31, 2023, the Localiza Platform, including its franchisees in Brazil and abroad, comprised of 694 car rental locations (not reviewed by the independent auditors), of which: (i) 611 locations in 365 cities in Brazil, 525 of which were operated by Localiza and 86 by franchisees; and (ii) 83 locations in 43 cities in five other South American countries, all operated by franchisees abroad. In addition to its network of locations, the Platform has 190 points of sale distributed in 93 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 12, 2023.

1.1. Macroeconomic Scenario

As an effect of the pandemic and geopolitical factors, supply side constraints have resulted in an inflationary cycle and high interest rates, leading to a global economic slowdown. The automotive industry was especially affected by the shortage of semiconductors (chips) and other inputs, resulting in reduced availability of new vehicles and consequent increase in the price of vehicles and spare parts. The Company experienced a reduction in car purchase volumes, which impacted the fleet’s average mileage, resulting in higher maintenance costs. As of the second half of 2022, the gradual resumption of production levels contributed to the start of the fleet renewal process.

In Brazil, the level of uncertainty about the fiscal environment increased the perception of macroeconomic risk, also reflected in a tighter credit market. Management believes that with the more restricted credit, higher car prices and interest rates will stimulate the appetite for growth of smaller players, generating opportunities to gain market share.

Management carried out analyzes of the macro scenario, which mainly involved the assessment of indicators of impairment of non-current assets, risk of credit losses on receivables from customers, measurement of financial instruments, including hedging derivative financial instruments, among others. These interim financial statements take into consideration the impacts resulting from these analyzes.

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

The Company’s interim financial information, which comprises the individual 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 and Exchange Commission (“CVM”), and with the international standard IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board (“IASB”), and show all significant information specific to the interim financial information, which is consistent with those used by Management.

The individual interim financial information presents the assessment of investments in subsidiaries by 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 have material changes 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, 2022 (hereinafter referred to as “December 31, 2022 financial statements”), made available on March 14, 2023 on www.gov.br/cvm, www.b3.com.br and www.localiza.com/ri, as well as published on March 21, 2023 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 and IFRS Practice Statement 2 - Disclosure of Accounting Policies:** in February 2021, IASB issued a new amendment to IAS 1 on disclosures of “material” rather than “significant” accounting policies. The amendments define what is “material accounting policy information” and explain how to identify it. It also clarifies that immaterial accounting policy information does not need to be disclosed, but if it is, it should not obscure material accounting information. To support this change, IASB has also amended “IFRS Practice Statement 2 Making Materiality Judgements” to provide guidance on how to apply the concept of materiality to accounting policy disclosures. This amendment has been effective since January 1, 2023.
- **Amendments to IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors:** the amendment issued in February 2021 clarifies how entities should make a distinction between changes in accounting policies and changes in accounting estimates, since changes in accounting estimates are applied prospectively to future transactions and other future events, and changes in accounting policies are generally applied retrospectively to past transactions and other past events, as well as to the current period. This amendment has been effective since January 1, 2023.
- **Amendment to IAS 12 – Income Taxes:** the amendment issued in May 2021 requires that entities recognize deferred tax on transactions that, on initial recognition, give rise to equal amounts of taxable and deductible temporary differences. This typically applies to lease transactions (right-of-use assets and lease liabilities) and decommissioning and restoration obligations, as an example, and will require the recognition of additional deferred tax assets and liabilities. This amendment has been effective since January 1, 2023.

These 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.

- **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, 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.

NOTES TO THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

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. The 2022 amendment changed the effective date of the 2020 amendment. Therefore, both amendments apply for years beginning on or after January 1, 2024.

4. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

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

	Note	Individual		Consolidated	
		31/03/23	31/12/22	31/03/23	31/12/22
Financial assets					
<u>Financial assets at amortized cost</u>					
Cash and cash equivalents	5	890,845	352,147	1,800,177	897,140
Short-term investments	6	860,093	833,508	865,714	838,953
Trade receivables	7	1,022,328	1,470,012	2,072,898	2,490,004
Receivables from insurance company	9	178,259	133,876	181,228	135,589
Receivables for the sale of investments	10.2.1(a)	-	-	381,476	658,388
Other receivables from related parties	9				
		24,530	11,784	-	-
Investments in restricted accounts	9	-	-	53,006	51,444
Escrow deposits	20(b)	99,525	95,304	225,775	220,550
<u>Financial liabilities at fair value through profit or loss</u>					
Cash and cash equivalents	5	396,554	382,572	572,278	608,483
Short-term investments	6	2,231,056	2,721,619	3,636,224	4,141,754
Derivative financial instruments	4.1	141,342	201,340	442,231	484,427
<u>Financial liabilities at fair value through other comprehensive income</u>					
Derivative financial instruments	4.1	-	-	74,650	164,219
Financial liabilities					
<u>Financial liabilities at amortized cost</u>					
Suppliers	14	(2,464,931)	(4,071,439)	(4,082,729)	(6,177,751)
Assignment of credit rights	16	-	-	(245,565)	(276,031)
Loans, financing, and debt securities	17	(16,217,668)	(15,078,415)	(31,810,189)	(29,391,819)
Lease liability	18	(1,240,140)	(1,152,858)	(971,825)	(912,499)
Dividends and interest on equity payable	22	(319,098)	(320,386)	(319,098)	(320,386)
Payables to related parties	19	(11,232)	(2,797)	-	-
Insurance premiums for transfer	19	(131,784)	(103,030)	(132,529)	(104,372)
Restricted obligations	19	-	-	(53,575)	(52,086)
Amounts payable for the acquisition of companies	19	-	-	(12,508)	(26,513)
<u>Financial liabilities at fair value through profit or loss</u>					
Loans, financing, and debt securities	17	(1,565,352)	(1,546,432)	(3,997,357)	(3,879,294)
Derivative financial instruments	4.1	(88,047)	(124,692)	(255,952)	(343,325)
<u>Financial liabilities at fair value through other comprehensive income</u>					
Derivative financial instruments	4.1	-	-	(66,376)	(54,158)

(a) Risk Management

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

(i) Market Risk

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

On March 31, 2023, the Company's consolidated net debt amounted to BRL 28,334,040. Of this total, BRL 10,931,459, with fixed cost at an average rate of 11.41% p.a., was excluded, as it is related to the transactions contracted at a fixed rate and amounts corresponding to the hedge from the swap transactions, changing the rates indexed to CDI for fixed rates. Thus, the net debt subject to the CDI fluctuation amounts to BRL 17,402,581.

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 12.75% against the effective annual rate of 13.65% as of March 31, 2023.

Description	Consolidated		
	Likely scenario	Scenario I – 25% deterioration	Scenario I – 25% deterioration
Net debt on March 31, 2023 (Note 4(b))	28,334,040	28,334,040	28,334,040
Debts at a fixed rate and amounts hedged with swap to a fixed rate	(10,931,459)	(10,931,459)	(10,931,459)
Net debt subject to the CDI fluctuation	17,402,581	17,402,581	17,402,581
Effective average annual CDI rate for the three-month period ended March 31 2023	13.65%	13.65%	13.65%
Estimated average annual CDI rate, according to foreseen scenarios	12,75%	15.94%	19.13%
Effect on financial expenses subject to the CDI rate fluctuation:			
- As per the effective rate	(2,375,452)	(2,375,452)	(2,375,452)
- As per foreseen scenarios	(2,218,829)	(2,773,971)	(3,329,114)
Estimated increase (decrease) in financial expenses for the next twelve months	156,623	(398,519)	(953,662)

(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	
	31/03/23	31/12/22	31/03/23	31/12/22
Cash and cash equivalents:				
At least Aa3 on Moody's scale or the equivalent in other rating agencies	1,287,399	734,719	2,372,455	1,505,623
Total cash and cash equivalents (Note 5)	1,287,399	734,719	2,372,455	1,505,623
Short-term investments:				
At least Aa3 on Moody's scale or the equivalent in other rating agencies	3,091,149	3,555,127	4,501,938	4,980,707
Total short-term investments (Note 6)	3,091,149	3,555,127	4,501,938	4,980,707
Trade receivables:				
Trade receivables – customers	924,804	955,025	1,938,384	1,917,064
Trade receivables – credit cards:				
Aaa on Moody's scale	28,946	115,740	31,476	117,349
Sundry	68,578	399,247	103,038	455,591
Total trade receivables (Note 7)	1,022,328	1,470,012	2,072,898	2,490,004

NOTES TO THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Derivative financial instruments (assets):				
At least Aa3 on Moody's scale or the equivalent in other rating agencies	141,342	201,340	516,881	648,646
Derivative financial instruments (assets)	141,342	201,340	516,881	648,646
Receivables for the sale of investments (Note 10.2.1(a))		-	381,476	658,388
Escrow deposits (Note 20(b))	99,525	95,304	225,775	220,550
Receivables from insurance company (Note 9)	178,259	133,876	181,228	135,589
Total other financial assets	277,784	229,180	788,479	1,014,527
Total	5,820,002	6,190,378	10,252,651	10,639,507

(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 13.65% (according to B3), on March 31, 2023, is as follows:¹

	Individual					2028 and after	Total
	2023	2024	2025	2026	2027		
Suppliers	2,464,931	-	-	-	-	-	2,464,931
Debentures	1,247,504	3,050,800	2,403,551	3,801,163	3,400,187	7,878,536	21,781,741
Commercial Note (*)	246,075	1,950,159	-	-	-	-	2,196,234
Working capital	1,109,621	159,245	45,239	317,433	-	-	1,631,538
Real State Receivables Certificate ("CRI")	93,361	145,175	145,421	144,894	422,963	893,157	1,844,971
Consortium	748	998	806	46	8	2	2,608
Loans in foreign currency	214,585	413,248	306,708	-	-	-	934,541
Derivative financial instruments	15,188	72,859	-	-	-	-	88,047
Lease liability	210,678	260,162	242,413	208,363	179,744	1,002,912	2,104,272
Interest on equity	319,098	-	-	-	-	-	319,098
Other financial liabilities	143,016	-	-	-	-	-	143,016
Total	6,064,805	6,052,646	3,144,138	4,471,899	4,002,902	9,774,607	33,510,997

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/

NOTES TO THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

	Consolidated						Total
	2023	2024	2025	2026	2027	2028 and after	
Suppliers	4,082,729	-	-	-	-	-	4,082,729
Assignment of credit rights	120,605	105,472	52,284	16,537	80	-	294,978
Debentures	3,702,206	9,044,010	6,508,605	7,261,319	7,753,472	12,666,669	46,936,281
Commercial note	195,123	850,159	-	-	-	-	1,045,282
Working capital	1,179,977	601,272	308,072	317,597	154	388	2,407,460
Real State Receivables Certificate ("CRI")	150,099	203,506	206,663	207,945	488,027	1,212,770	2,469,010
Certificate of Agribusiness Receivables ("CRA")	27,522	60,069	62,380	65,039	67,655	970,746	1,253,411
Consortium	875	998	806	46	8	2	2,735
Loans in foreign currency	311,013	1,120,731	335,851	522,692	-	-	2,290,287
Derivative financial instruments	73,991	122,700	-	3,470	-	122,167	322,328
Lease liability	194,423	231,170	208,128	171,836	140,251	522,657	1,468,465
Interest on equity	319,098	-	-	-	-	-	319,098
Other financial liabilities	132,529	359	57,485	-	-	8,239	198,612
Total	10,490,190	12,340,446	7,740,274	8,566,481	8,449,647	15,503,638	63,090,676

(*) On November 28, 2022, the Board of Directors approved the 1 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 Locamérica in the amount of BRL 1,100,000.

(b) Capital management

The table below shows the Company's debt ratios:

	Note	Consolidated	
		31/03/23	31/12/22
Short and long-term debt	17	35,807,546	33,271,113
Derivative financial instruments	4.1	(194,553)	(251,163)
Cash and cash equivalents	5	(2,372,455)	(1,505,623)
Short-term investments (*)	6	(4,906,498)	(5,403,715)
Net debt		28,334,040	26,110,612
Shareholders' equity	22	20,853,910	20,570,605
Debt ratio (net debt/equity)		1.36	1.27
Fleet value (**)	12	43,775,367	43,230,196
Net debt/fleet value		0.65	0.60

(*) It does not consider the adjustment to present value (Note 6), since Management understands that the net debt is better represented considering 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	
	31/03/23	31/12/22	31/03/23	31/12/22
Loans, financing, and debt securities				
Debentures	11,516,317	11,841,157	10,791,199	11,107,388
Commercial note	1,773,503	1,711,202	1,729,524	1,676,993
Working capital	1,419,811	398,721	1,406,557	399,226
CRI	988,761	296,707	875,381	270,467
Consortium	2,608	2,844	2,608	2,844
Loan in foreign currency	516,668	827,784	516,668	827,784
Total	16,217,668	15,078,415	15,321,937	14,284,702

	Consolidated			
	Carrying amount		Fair value	
	31/03/23	31/12/22	31/03/23	31/12/22
Loans, financing, and debt securities				
Debentures	25,400,535	24,728,304	24,157,799	23,477,580
Commercial note	1,425,272	1,429,795	1,404,954	1,409,022
Working capital	2,013,386	1,087,147	1,989,117	1,078,787
CRI	1,327,898	624,860	1,113,299	497,999
CRA	235,312	253,475	221,304	220,021
Consortium	2,735	3,362	2,735	3,362
Loan in foreign currency	1,405,051	1,264,876	1,405,051	1,264,876
Total	31,810,189	29,391,819	30,294,259	27,951,647

The other financial instruments recognized in the individual and consolidated interim financial information 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	
	31/03/23	31/12/22	31/03/23	31/12/22
Foreign currency x BRL (a)	4,110	84,178	5,786	118,159
CDI x Prefixed Rate (b)	50,715	52,600	156,602	244,549
IPCA x CDI (c)	(1,530)	(60,130)	32,165	(111,545)
Total, net	53,295	76,648	194,553	251,163
Current assets	52,347	111,456	150,596	283,047
Non-current assets	88,995	89,884	366,285	365,599
Current liabilities	(88,047)	(38,143)	(196,690)	(137,350)
Non-current liabilities	-	(86,549)	(125,638)	(260,133)

The balance of derivative financial instruments are as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Balance at the beginning of the period	76,648	311,476	251,163	393,909
Opening balance of acquired companies	-	-	-	172,172
Adjustment to fair value – profit or loss	(21,428)	(391,324)	(9,034)	(483,105)
Adjustment to fair value – other comprehensive income	(10,661)	(903)	(109,234)	(14,524)
Amortization of principal	-	-	-	(31,623)
Interest amortization	8,736	157,399	61,658	214,334
Balance at the end of the period	53,295	76,648	194,553	251,163

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

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

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

(a) Foreign currency x BRL

On March 31, 2023, the Company and its subsidiaries had current hedge operations with an exclusive character of protection against exchange rate fluctuation for loans in foreign currency contracted with large financial institutions. The characteristics of these operations are the following:

Company	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	22/05/23	LIBOR + 0.47%	108.0% of CDI	USD 40,000	206,350	152,250	54,100	204,733	152,386	52,347	(1,753)
Localiza	03/01/25	1.56%	CDI + 1.20%	EUR 55,394	311,307	263,683	47,624	288,500	263,879	24,621	(23,003)
Localiza	26/02/24	USD + 1.9371%	CDI + 1.35%	USD 80,000	410,738	460,916	(50,178)	388,468	461,326	(72,858)	(22,680)
	22/08/23 and										
Localiza Fleet	22/02/24	SOFR + 1.88	CDI + 0.92	USD 25,000	128,389	131,919	(3,530)	126,950	131,861	(4,911)	(1,381)
Localiza Fleet	10/01/24	USD + 2.1882%	CDI + 1.18%	USD 50,000	257,501	293,470	(35,969)	246,232	293,619	(47,387)	(11,418)
Localiza Fleet	13/01/26	0.056	1.46%	USD 100,000	518,756	556,056	(37,300)	541,666	555,571	(13,905)	23,395
		VC + (Libor 3 months +0.40%)									
Locamerica Rent a Car	26/07/24		109.7% of CDI	USD 50,000	259,494	193,177	66,317	258,472	195,821	62,651	(3,666)
		VC + (Libor 3 months +0.40%)									
Locamerica Rent a Car	19/03/24		CDI + 0.82%	USD 50,000	169,337	168,730	607	90,426	85,198	5,228	4,621
					2,261,872	2,220,201	41,671	2,145,447	2,139,661	5,786	(35,885)

(b) CDI x Prefixed 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 defined. The characteristics of these operations are the following:

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LOCALIZA RENT A CAR S.A.

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

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

		Consolidated									
Company	Maturity ranges	Weighted average rates		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
		CDI/CDI +									
Localiza Fleet	03/04/2023 to 02/04/2028	100%	11.46% p.a.	5,261,453	5,701,744	5,636,603	65,141	5,702,301	5,629,372	72,929	7,788
Locamerica	05/04/2023 to 03/01/2028	100% to 119%	4.08% to 14.08% p.a.	4,652,735	4,757,385	4,743,221	14,164	4,433,506	4,397,427	36,079	21,915
Locamerica Rent a Car	18/04/2023 to 03/01/2028	100% to 110.5%	4.86% to 13.48% p.a.	335,526	344,577	343,180	1,397	662,314	665,435	(3,121)	(4,518)
Localiza (*)	05/01/2027	100%	8.07%	200,000	231,810	219,926	11,884	231,915	191,380	40,535	28,651
Localiza (*)	06/01/2027	100%	7.71%	50,000	57,952	54,982	2,970	58,025	47,845	10,180	7,210
					11,093,468	10,997,912	95,556	11,088,061	10,931,459	156,602	61,046

(*) Swap transactions contracted to fix the cost of the resources used to grant financing to the holders of shares with interest and registered as shareholders of Locamerica upon completion of the Merger of Shares. The effect of these operations was taken into consideration in the calculation of the acquisition price, as of July 1, 2022.

(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 characteristics of these operations are the following:

		Consolidated									
Company	Maturity ranges	Weighted average rates		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
		CDI/CDI +									
Localiza	15/03/2031	IPCA + 5.4702%	CDI + 1.99% p.a.	400,000	466,889	402,824	64,065	402,313	402,824	(511)	(64,576)
Localiza	15/03/2031	IPCA + 5.4702%	CDI + 1.99% p.a.	300,000	350,167	302,118	48,049	301,736	302,118	(382)	(48,431)
Localiza	15/03/2031	IPCA + 5.4702%	CDI + 1.99% p.a.	300,000	350,167	302,118	48,049	301,736	302,118	(382)	(48,431)
Localiza	15/03/2031	IPCA + 5.4702%	CDI + 1.99% p.a.	200,000	233,445	201,412	32,033	201,157	201,412	(255)	(32,288)
Locamerica	14/07/2031	IPCA + 4.825%	CDI + 1.42% p.a.	200,000	230,160	206,065	24,095	201,454	206,066	(4,612)	(28,707)
Locamerica	16/04/2029	IPCA + 7.2101%	CDI + 2.01% p.a.	515,000	551,337	550,948	389	544,346	550,948	(6,602)	(6,991)
Locamerica	15/09/2031	IPCA + 6.5119%	CDI + 2.239% p.a.	1,100,000	1,233,336	1,107,891	125,445	1,146,867	1,107,891	38,976	(86,469)
Locamerica	14/09/2028	IPCA + 6.6018%	CDI + 1.06% p.a.	167,200	173,262	168,306	4,956	174,239	168,306	5,933	977
					3,588,763	3,241,682	347,081	3,273,848	3,241,683	32,165	(314,916)

Accounting practices and other information related to derivative financial instruments did not change significantly in relation to those disclosed in Note 4 of the financial statements of December 31, 2022.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are broken down as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Cash and banks	35,588	36,001	51,054	52,615
Bank Certificates of Deposit ("CDB")	855,257	316,146	1,749,123	844,525
Fixed-income investment fund units	396,554	382,572	572,278	608,483
Total	1,287,399	734,719	2,372,455	1,505,623

On March 31, 2023, financial investments in CDBs and fixed-income investment fund units had an annual weighted average yield of 101.2% of the Interbank Deposit Certificates ("CDI") rate (102.6% as of December 31, 2022).

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, 2022.

6. SHORT-TERM INVESTMENTS

Short-term investments are broken down as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Bank Certificates of Deposit ("CDB")	171,621	312	338,213	91,575
Investment fund units	2,059,435	2,721,307	3,268,040	4,055,624
Investments in financial bills	-	-	35,592	-
Restricted bank deposit certificates (Note 10.2.1)	1,264,653	1,256,516	1,264,653	1,256,516
(-) Adjustment to present value (Note 10.2.1)	(404,560)	(423,008)	(404,560)	(423,008)
Total	3,091,149	3,555,127	4,501,938	4,980,707
Current	2,228,489	2,718,619	3,567,025	4,053,777
Non-current	862,660	836,508	934,913	926,930

On March 31, 2023, short-term investments had an annual weighted average yield of 101.9% of the Interbank Deposit Certificates ("CDI") rate (107% on December 31, 2022).

Accounting practices and other information related to Financial Investments (Individual and Consolidated) did not change significantly in relation to those disclosed in Note 6 of the financial statements of December 31, 2022.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

7. TRADE RECEIVABLES

Trade receivables are as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Car rental	555,673	904,446	627,107	987,071
Fleet Rental	-	-	820,283	770,510
Unbilled revenues	344,512	401,891	582,085	631,261
Sale of decommissioned cars	259,803	290,930	333,856	369,320
Resale of cars	-	-	6,568	8,726
Sale of equipment and telemetry	-	-	24,166	25,935
	1,159,988	1,597,267	2,394,065	2,792,823
Allowance for doubtful debts and expected losses	(137,660)	(127,255)	(321,167)	(302,819)
Total	1,022,328	1,470,012	2,072,898	2,490,004
Current	1,022,328	1,470,012	2,062,843	2,480,213
Non-current	-	-	10,055	9,791

The aging list of trade receivables is as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Current	941,236	1,375,232	1,807,226	2,234,454
Up to 30 days past due	57,154	77,417	161,150	196,364
31 to 60 days past due	20,869	18,706	55,052	48,597
61 to 90 days past due	18,078	11,907	40,742	32,770
91 to 180 days past due	27,240	19,912	65,950	77,706
Over 181 days past due	95,411	94,093	263,945	202,932
Total	1,159,988	1,597,267	2,394,065	2,792,823

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

	Individual	Consolidated
As of December 31, 2021	(144,176)	(176,476)
Opening balance of acquired companies	-	(102,890)
Recognition	(44,586)	(209,521)
Reversal	61,507	179,868
Transfer to classified asset held for sale	-	6,200
As of December 31, 2022	(127,255)	(302,819)
Recognition	(33,967)	(129,116)
Reversal	23,562	110,768
Balance as of March 31, 2023	(137,660)	(321,167)

Accounting practices and other information related to Accounts Receivable (Individual and Consolidated) did not change significantly in relation to those disclosed in Note 7 of the financial statements of December 31, 2022.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

8. RECOVERABLE TAXES

Recoverable taxes are broken down as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
PIS and COFINS	324,661	345,106	621,169	576,424
Income tax and social contribution	157,595	133,548	332,137	299,564
Other taxes	14,697	11,504	22,286	6,252
Total	496,953	490,158	975,592	882,240
Current	173,672	145,993	361,296	315,072
Non-current	323,281	344,165	614,296	567,168

In the period ended March 31, 2023, Localiza and its subsidiaries completed a review of the useful lives of certain cars of their fleet, in accordance with Article 320 of the Income Tax Regulation (Decree 9,580/18). As a result of this review, a technical report was issued by an appraisal firm duly qualified by law, changing the average useful life of certain cars to 32.7 months for tax purposes. As a result of the increase in depreciation, income tax and social contribution tax loss, there was a retroactive recognition on January 1, 2023 of the amounts, respectively, of (i) BRL 79,638 related to PIS/COFINS credits (before income tax and social contribution), and (ii) BRL 398,692 related to Deferred taxes assets and liabilities, respectively. The scope of this same situation for the other cars in the fleet depends on obtaining new technical reports.

9. OTHER CURRENT AND NON-CURRENT ASSETS

The balance of other current and non-current assets is as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Prepaid expenses	44,580	16,552	53,793	26,505
IPVA (*)	164,119	-	371,059	-
Receivables from insurance company (**)	178,259	133,876	181,228	135,589
Other receivables from related parties (Note 11(a))	24,530	11,784	-	-
Other current assets	35,145	31,681	260,861	288,345
Total other current assets	446,633	193,893	866,941	450,439
Investments in restricted accounts (Note 19)	-	-	53,006	51,444
Prepaid expenses	1,145	1,987	2,033	11,448
Other receivables from related parties (Note 11(a))	48	-	-	-
Other non-current assets	-	-	2,170	2,229
Total other non-current assets	1,193	1,987	57,209	65,121

(*) These refer to prepaid expenses related to Vehicle Ownership Taxes ("IPVA") paid at the beginning of the year for active vehicles in the fleet and, monthly, according to vehicle purchases during the year, which are amortized in the year between the month of payment and December 2023 or when the sale is completed.

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

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

10. INVESTMENTS

10.1. Direct and indirect investments

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

Name	Headquarters	% participation in share/voting capital		Activity
		31/03/23	31/12/22	
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 S.A.	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 Franchising International S.R.L.	Argentina	-	98	Closed in February 2023
Localiza Serviços Prime S.A.	Belo Horizonte - MG	100	100	Intermediary in the sale of decommissioned cars from the Platform
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	Sells used cars
Agile Gestão de Frotas e Serviços S.A.	Belo Horizonte - MG	100	100	Fleet rental and intermediation in the sale of decommissioned cars from the Platform
Car as a Service Ltda.	Belo Horizonte - MG	100	100	Sundry automotive services
Car Rental Systems S.A.	Belo Horizonte - MG	100	100	Car rental and Fleet rental
CarSale Tecnologia e Comércio de Veículos Ltda.	Belo Horizonte - MG	100	100	Sells used cars
Costa Dourada Veículos Ltda.	Maceió - AL	100	100	Fleet rental
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
Locamerica Comercial S.A.	São Paulo - SP	100	100	Sells used cars
Locamerica Franquias S.A.	São Paulo - SP	100	100	Franchise business
Locamerica Rent a Car S.A.	Belo Horizonte - MG	100	100	Car rental and Fleet rental
MOBI7 Sociedad de Responsabilidad Limitada 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 and Fleet rental
Nexcorp Servicos e Telecomunicações S.A.	Belo Horizonte - MG	100	100	Solutions for tracking and telemetry
Sofit Software S.A.	Joinville - SC	100	100	Online systems for fleet rental
Voll Soluções em Mobilidade Corporativa S.A.	Belo Horizonte - MG	64.6	64.6	Travel and tourism agency services
Affiliate				
Elo Telefonía, Sistemas e Equipamentos de Comunicação S.A. (*)	Belo Horizonte - MG	50	50	Solutions for tracking and telemetry

(*) In the Company's consolidated result, BRL 60 refers to the 50% Investment of Elo Telefonía, Sistemas e Equipamentos de Comunicação S.A. in Iter Tecnologia. Iter is an indirect subsidiary of Companhia de Locação das Américas.

10.2. Business Combination

10.2.1. Locamerica

Localiza and Companhia de Locação das Américas ("Locamerica" and, jointly with Localiza, the "Companies") entered into a Merger of Shares Agreement on September 22, 2020.

On December 15, 2021, the completion of the Merger of Shares was approved by the

Brazilian Antitrust Agency ("CADE"), with structural and behavioral restrictions, under the terms of the Concentration Control Agreement ("CCA") negotiated between the Companies and CADE, which included the approval by CADE of the buyer of the net assets to be divested.

On June 22, 2022, CADE approved that an investment fund would be the buyer of the assets to be segregated from the car rental and seminovos operations, including about 49,000 cars of Locamerica's subsidiary.

The business combination between the Companies was executed on July 1, 2022 ("Closing Date"), and as confirmed by their respective Boards of Directors in meetings carried out on that same date.

As a result of the completion and effectiveness of the Merger of Shares and considering the adjustments foreseen and authorized under the terms of the Protocol and Justification, the exchange ratio was set at 0.43884446 shares of the

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

Company for each common share of Locamerica, with the issuance of 222,699,337 new common shares of Localiza, all registered and without par value, fully subscribed and paid up by Locamerica's management on behalf of its shareholders, for the total subscription price of BRL 11,827,562, corresponding to the economic value attributed to the shares of Locamerica merged by Localiza, supported by an appraisal report issued by a specialized company at the time the transaction was approved by the Shareholders' Meeting. Of this total amount, BRL 8,000,000 were allocated to the capital stock account and the remainder, corresponding to the fair value of the consideration on the closing date, in the amount of BRL 3,827,562, to the Company's capital reserve account. The new shares confer to their holders the same rights as held by the other common shares issued by the Company.

Identifiable assets acquired and liabilities assumed, preliminary

The amounts of identifiable assets acquired and liabilities assumed at the Closing Date, preliminarily measured at fair value, are being evaluated by a specialized firm. Once this appraisal is concluded, the corresponding adjustments will be made to the preliminary amounts recognized in the accounting books and to the goodwill based on expected future profitability, as follows.

Preliminary fair value on 01/07/12	
Fair value of the consideration	11,827,562
Issuance of Localiza shares (numbers of shares)	222,699,337
Value per share (in BRL)	53,11
Effects of Locamérica's dividend distribution	425,000
Fair value of financing to Locamerica's shareholders	551,709
Long-term incentives	10,610
Total consideration (a)	12,814,881
Book value of Locamérica's equity (b)	4,965,669
Adjustments to fair value:	
Existing goodwill from prior business combinations	(717,741)
Vehicles	(i) 434,038
Intangible assets (customer relationship)	(ii) 124,351
Contingencies	(iii) (389,082)
Goodwill on assets held for sale (carve out)	(iv) 193,236
Total adjustments to fair value (c)	(355,198)
Total preliminary goodwill (a) – (b) – (c)	8,204,410

Total consideration

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

- the number of shares issued by Localiza based on the exchange ratio of Locamerica shares.
- the closing price of Localiza's shares on the Closing Date.
- distribution of dividends by Locamerica of BRL 425,000 to its shareholders base prior to the transaction.
- fair value of the financing to Locamerica's shareholders who have expressed an interest in contracting it. The credit facility covers up to 20% of the total amount of Localiza's shares attributed to its shareholders. As of March 31, 2023, the balance of the financial investment linked to this financing was BRL 1,264,653 and the adjustment to present value was BRL 404,560, net of the amortization occurred in the period.
- Fair value of long-term incentive plans.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

Adjustments to fair value

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

(ii) Intangible assets (customer relationship): The fair value of intangible assets arising from customer relationships was determined using “MPEEM” (Multi Period Earning Excess Method);

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

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

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

a) Partial spin-off of an indirect subsidiary and sale of assets

At the Extraordinary General Meeting of Locamérica, held on August 1, 2022, the partial spin-off of subsidiary Locamérica Rent a Car S.A. was approved. The assets, liabilities and equity spun off by Locamérica Rent a Car S.A. and assumed by Unidas Locadora S.A. (object of the sale) amount to BRL 3,852,056, BRL 620,312 and BRL 3,231,744, respectively.

On October 1, 2022, a transaction was executed for the sale, by Locamerica and Agile Gestão de Frotas e Serviços S.A., of the segregated assets of the car rental operation and corresponding used cars to Cedar Locações e Investimentos, a company controlled by an investment fund managed by affiliates of Brookfield Asset Management, pursuant to the Agreement for the Purchase and Sale of Shares, Corporate Reorganization and Other Agreements entered into on June 13, 2022. The sale price was BRL 3,878,914 – BRL 3,220,526 was received in cash and the remaining amount, according to contractual conditions, is expected to be received in up to twelve months. The latter is recorded in the balance sheet under “amount receivable for the sale of investments”, in current assets.

Changes in the balance receivable for the sale of investments

Sale value as of October 1, 2022	3,878,914
Received in cash	(3,220,526)
Balance receivable as of December 31, 2022	658,388
Price adjustment according to contractual conditions	(10,648)
Monetary adjustment	38,661
Received in cash in Q1 2023	(304,925)
Balance receivable as of March 31, 2023	381,476

10.2.2. Voll

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

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

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

The identifiable assets acquired, liabilities assumed and non-controlling interest in the acquired company recognized at the base date of the acquisition balance sheet, preliminarily measured at fair value by Management, with the support of a specialized company, are demonstrated below. Once this appraisal is concluded, the corresponding adjustments will be made to the preliminary amounts recognized in the accounting books and to the goodwill based on expected future profitability, as follows:

Preliminary fair value on 03/05/22	
Consideration transferred for capital payment (item (i))	41,499
Consideration transferred (item (ii))	8,708
Consideration to be transferred (item (iii))	3,830
Total consideration (a)	54,037
Carrying amount of Voll's equity (b)	27,784
Adjustments to fair value:	
Brand	6,927
Software	5,411
Relationship with suppliers	4,099
IR/CS deferred on goodwill	(3,233)
Total adjustments to fair value (c)	13,204
Non-controlling interest (d)	(14,508)
Total preliminary goodwill (a – b – c – d)	27,557

(i) Localiza Fleet contributed to the capital of Voll, with subscription and payment of 1,533,595 common shares, in the amount of BRL 11,499, and made an advance of BRL 30,000 for future capital increase;

(ii) Payment of BRL 8,708 on the date of acquisition;

(iii) Estimated installment in the amount of BRL 3,830, to be paid in 2025 (BRL 4,014 monetarily adjusted), indexed to the change in the market price of Localiza's shares.

The balances payable arising from this acquisition are presented under "other current and non-current liabilities" (Note 19).

Net cash outflow on acquisition of Voll	Fair value on 03/05/22
Consideration transferred in cash	50,207
(-) Loan settlement	(2,851)
(-) Balances of cash and cash equivalents acquired	(39,648)
Effects of the acquisition on the cash flow statement	7,708

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

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

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

10.3. Balance of Investments

	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
Balance as of December 31, 2021	1,382,908	-	269,171	146,223	17,806	2,649	136	34,542	22,077	1,875,512
Acquisition of companies	-	4,247,928	-	-	-	-	-	-	-	4,247,928
Equity in earnings of investees	542,173	142,232	9,507	47,753	10,911	4,059	-	11,161	-	767,796
Capital increase (reduction)	100,000	1,900,000	(150,000)	(100,000)	-	-	-	-	-	1,750,000
Dividends from subsidiaries	(128,766)	(1,025,000)	(17,196)	(38,709)	(20,295)	(3,060)	-	-	-	(1,233,026)
Long-term incentive option plan - subsidiaries	-	4,362	-	-	-	-	-	-	-	4,362
Cash flow hedge from subsidiaries	11,270	(20,260)	-	-	-	-	-	-	-	(8,990)
Variation in the exchange rate of investees abroad	(471)	-	-	-	-	-	-	-	-	(471)
Total investments in subsidiaries	1,907,114	5,249,262	111,482	55,267	8,422	3,648	136	45,703	22,077	7,403,111
Fair value increment on acquisition of investments	-	-	-	-	-	-	-	-	8,204,410	8,204,410
Fair value increment on property and equipment	-	434,038	-	-	-	-	-	-	-	434,038
Fair value increment on intangible assets	-	124,351	-	-	-	-	-	-	-	124,351
Fair value increment on assets held for sale	-	193,236	-	-	-	-	-	-	-	193,236
Negative goodwill on contingencies	-	(389,082)	-	-	-	-	-	-	-	(389,082)
Realization of fair value increment on property and equipment	-	(212,989)	-	-	-	-	-	-	-	(212,989)
Realization of fair value increment on intangible assets	-	(16,027)	-	-	-	-	-	-	-	(16,027)
Realization of fair value increment on assets held for sale	-	(193,236)	-	-	-	-	-	-	-	(193,236)
Realization of fair value increment on contingency	-	39,947	-	-	-	-	-	-	-	39,947
Balance on December 31, 2022	1,907,114	5,229,500	111,482	55,267	8,422	3,648	136	45,703	8,226,487	15,587,759
Non-controlling interest	11,409	-	-	-	-	-	-	-	-	11,409

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

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

AS OF MARCH 31, 2023

(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
Balance on December 31, 2022 – investment in subsidiaries	1,907,114	5,249,262	111,482	55,267	8,422	3,648	136	45,703	8,226,487	15,607,521
Equity income	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)
Variation in the exchange rate of investees abroad	(2,111)	-	-	-	-	-	-	-	-	(2,111)
Balance on March 31, 2023 – investment in subsidiaries	2,023,186	5,472,691	131,340	67,535	8,717	5,273	136	48,516	8,226,487	15,983,881
Balance on December 31, 2022 – capital gains and losses		(19,762)								(19,762)
Realization of fair value increment on property and equipment	-	(131,780)	-	-	-	-	-	-	-	(131,780)
Realization of fair value increment on intangible assets	-	10,986	-	-	-	-	-	-	-	10,986
Realization of fair value increment on contingency	-	14,256	-	-	-	-	-	-	-	14,256
Balance on March 31, 2023 – capital gains and losses	-	(126,300)	-	-	-	-	-	-	-	(126,300)
Non-controlling interest	10,152	-	-	-	-	-	-	-	-	10,152
Balance as of December 31, 2022	1,907,114	5,229,500	111,482	55,267	8,422	3,648	136	45,703	8,226,487	15,587,759
Balance as of March 31, 2023	2,023,186	5,346,391	131,340	67,535	8,717	5,273	136	48,516	8,226,487	15,857,581

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

10.3.1. Main financial information of Localiza's investees

a) Balance sheet and income statement

	31/03/23			Income/loss in the period
	Assets	Liabilities	Shareholders' equity	
Localiza Fleet (*)	11,823,857	9,790,519	2,033,338	145,513
Locamerica	18,866,246	13,393,555	5,472,691	253,009
Rental Brasil	494,532	363,192	131,340	(142)
Localiza Prime	96,020	28,485	67,535	12,268
Car Assistance	12,031	3,314	8,717	295
Franchising Brasil	29,437	24,164	5,273	1,067
LFI S.R.L.	225	89	136	-

	31/12/22		31/03/22	
	Assets	Liabilities	Shareholders' equity	Income/loss in the period
Localiza Fleet (*)	10,047,503	8,128,980	1,918,523	138,028
Locamerica (*)	19,319,268	14,070,006	5,249,262	-
Rental Brasil	464,377	352,895	111,482	4,449
Localiza Prime	86,573	31,306	55,267	10,261
Car Assistance	13,104	4,682	8,422	2,379
Franchising Brasil	26,495	22,847	3,648	1,285
LFI S.R.L.	225	89	136	-

(*) At Localiza Fleet, BRL 10,152 was considered in shareholders' equity and BRL 1,257 of loss for the period (BRL 11,409 in shareholders' equity on December 31, 2022), referring to non-controlling interests. In Locamerica, goodwill was written off from previous business combinations in the amount of BRL 717,741 (Note 10.2.1).

b) Dividends

31/03/23	Localiza Fleet	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil	Total
2022 dividends (minimum mandatory)	128,766	2,259	11,939	2,728	1,014	146,706
Total proposed approved dividends	128,766	2,259	11,939	2,728	1,014	146,706

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:

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

	Localiza Fleet		Locamerica Consolidated		Other subsidiaries		Total	
	31/03/23	31/12/22	31/03/23	31/12/22	31/03/23	31/12/22	31/03/23	31/12/22
Equity								
Trade receivables	17,605	23,968	17,459	8,366	-	-	35,064	32,334
Dividends Receivable	128,766	128,766	-	-	17,940	17,940	146,706	146,706
Other trade receivables (Note 9)	9,154	6,319	14,240	2,876	1,184	2,589	24,578	11,784
Suppliers	(90)	(3,185)	(92,728)	(109,975)	(14,212)	(5,597)	(107,030)	(118,757)
Debt securities	-	-	(1,150,952)	(1,111,124)	-	-	(1,150,952)	(1,111,124)
Other accounts payable (Note 19)	-	-	(9,237)	-	(1,995)	(2,797)	(11,232)	(2,797)
	Localiza Fleet		Locamerica Consolidated		Other subsidiaries		Total	
	1T23	1T22	1T23	1T22	1T23	1T22	1T23	1T22
Income or loss								
Revenues	23,129	15,768	32,211	-	-	-	55,340	15,768
Costs and expenses	(19,609)	(7,434)	(219,032)	-	(13,727)	(16,113)	(252,368)	(23,547)
Financial Expenses	-	-	(39,828)	-	-	-	(39,828)	-
Recovery of costs and expenses	48,929	44,945	36,973	-	1,273	1,928	87,175	46,873

On July 28, 2022, subsidiary Locamerica Rent a Car signed a vehicle lease agreement with the Company, for an indefinite period, where the vehicles may be freely sublet to third parties, without prior authorization or notification to Locamerica Rent a Car. The payment conditions in the contract are met monthly as measured.

On November 28, 2022, the Board of Directors approved the 1 issuance of commercial notes by Localiza in the amount of BRL 1,700,000. Part of the commercial notes issued by the Company were acquired by its subsidiary Locamerica in the amount of BRL 1,100,000 and the financial expenses recognized in the year were BRL 39,828.

In funding transactions and/or obligations carried out by Localiza and its subsidiaries, sureties are granted to Platform companies. On March 31, 2023 and December 31, 2022, there were guarantees referring to loans, financing, and debt securities, as shown below:

Guarantor	Obligee	31/03/23	31/12/22
Localiza Fleet	Localiza	12,954,741	12,524,815
Localiza	Localiza Fleet	6,678,352	5,555,669
Localiza	Rental Brasil	339,136	328,154
Locamerica Rent a Car	Locamerica	8,680,481	8,588,836
Locamerica	Locamerica Rent a Car	2,071,099	2,405,298

As of March 31, 2023, sureties in the contracting of bank guarantees and insurance for lawsuits were also granted in the amount of BRL 524,504 (BRL 470,071 as of December 31, 2022).

(b) Balances and transactions with other related parties

a. 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	Related party	Surety bond operation
Enterprise Holdings Brazil LLC	Shareholder	Shareholder
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
Elo Telefonia, Sistemas e Equipamentos de Comunicação S.A.	Indirect investment	Dividends Receivable

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

b. Balance of transactions

	31/03/23		31/12/22	
	Accounts receivable and dividends	Accounts payable	Accounts receivable and dividends	Accounts payable
Equity				
Alienantes Voll Soluções em Mobilidade Corporativa S.A.	-	(17,046)	-	(16,901)
Vanguard Car Rental System USA LLC	1,299	-	1,280	-
Via Jap Comércio de Veículos Ltda.	385	(1)	390	-
Via Trucks Comércio de Caminhões Ltda.	602	(654)	1,541	-
Elo Telefonía, Sistemas e Equipamentos de Comunicação S.A.	45	-	-	-
Alienantes Nexcorp Serviços e Telecomunicações S.A. (*)	-	(5,621)	-	(5,444)
Total	2,331	(23,322)	3,211	(22,345)

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

	1T23		1T22	
	Revenues	Costs, operating expenses, and cost recoveries	Costs, operating expenses, and cost recoveries	
Income or loss				
Pottencial Seguradora (**)	-	(82)	(565)	
Via Trucks Comércio de Caminhões Ltda.	343	(640)	-	
Via Jap Comércio de Veículos Ltda.	385	(4)	-	
Total	728	(677)	(565)	

(**) Transactions carried out with Pottencial Seguradora correspond to the current insured amount of BRL 463,490 (BRL 425,106 on December 31, 2022).

(c) Compensation of key management personnel

	Individual		Consolidated	
	1T23	1T22	1T23	1T22
Short-term benefits	14,693	10,879	18,888	11,182
Post-employment benefits	199	165	219	184
Share-based compensation	14,496	12,700	17,701	12,700
Total	29,388	23,744	36,808	24,066

The accounting practices and other information related to transactions with related parties did not change significantly in relation to those mentioned in Note 10 of the financial statements of December 31, 2022.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

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

AS OF MARCH 31, 2023

(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, 2021	12,081,626	71,326	1,366,424	1,913	211,109	120,395	121,072	13,973,865
Additions	13,604,977	35,520	236,185	-	-	13,019	88,609	13,978,310
Write-offs/transfers (*)	(5,299,153)	(1,821)	(72,653)	-	36,919	(24,610)	(87,756)	(5,449,074)
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)
Balance as of March 31, 2023	20,373,612	104,182	1,656,437	1,913	251,538	111,406	138,643	22,637,731
Accumulated depreciation								
As of December 31, 2021	(340,823)	(7,074)	(380,758)	(1,378)	(113,533)	(57,303)	(67,553)	(968,422)
Additions	(822,627)	(16,821)	(175,016)	(82)	(23,140)	(10,118)	(11,171)	(1,058,975)
Write-offs/transfers (*)	222,778	636	72,653	-	16	24,601	47,561	368,245
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
Balance as of March 31, 2023	(1,210,725)	(28,135)	(529,384)	(1,480)	(142,812)	(45,501)	(33,504)	(1,991,541)
Net carrying amount								
As of December 31, 2022	19,446,778	81,766	1,046,835	453	111,371	65,984	90,762	20,843,949
Balance as of March 31, 2023	19,162,887	76,047	1,127,053	433	108,726	65,905	105,139	20,646,190

(*) 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.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

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

AS OF MARCH 31, 2023

(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, 2021	16,495,930	91,451	1,075,951	378,695	214,767	120,465	172,011	18,549,270
Opening balance of acquired companies	12,883,331	96,702	186,937	1,000	30,920	21,158	58,772	13,278,820
Additions	22,538,963	92,350	235,124	-	8,197	15,165	131,931	23,021,730
Write-offs/transfers (*)	(7,759,922)	(2,557)	(88,471)	-	28,588	(25,745)	(106,529)	(7,954,636)
Transfer to classified asset held for sale	(529,477)	275	(28,241)	-	(10,826)	(5,672)	(10,043)	(583,984)
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)
Balance as of March 31, 2023	44,923,643	196,625	1,482,017	379,695	319,745	125,425	285,585	47,712,735
Accumulated depreciation								
As of December 31, 2021	(653,077)	(10,859)	(339,925)	(11,864)	(114,082)	(57,206)	(68,403)	(1,255,416)
Opening balance of acquired companies	(557,656)	(55,066)	(118,705)	-	(19,287)	(8,584)	(20,749)	(780,047)
Additions	(1,747,520)	(30,718)	(175,891)	(5,389)	(29,564)	(10,847)	(16,328)	(2,016,257)
Write-offs/transfers (*)	604,677	1,075	84,052	-	3,483	24,806	50,341	768,434
Transfer to classified asset held for sale	(21,140)	(204)	3,842	-	4,346	1,747	3,993	(7,416)
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
Balance as of March 31, 2023	(3,279,296)	(41,682)	(591,986)	(18,547)	(179,252)	(51,426)	(66,042)	(4,228,231)
Net carrying amount								
As of December 31, 2022	41,254,109	182,449	834,673	362,442	116,542	75,287	194,996	43,020,498
Balance as of March 31, 2023	41,644,347	154,943	890,031	361,148	140,493	73,999	219,543	43,484,504

(*) 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.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

MANAGEMENT'S EXPLANATORY NOTES ARE AN INTEGRAL PART OF THE INTERIM FINANCIAL INFORMATION AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

(b) Decommissioned vehicles for fleet renewal

The carrying amount of vehicles decommissioned for fleet renewal is BRL 992,552 in the Individual and BRL 2,131,020 in the Consolidated (BRL 1,118,903 in the Individual and BRL 1,976,087 in the Consolidated on December 31, 2022).

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 11 of the financial statements of December 31, 2022.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

13. INTANGIBLE ASSETS

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

	Individual		Consolidated				Total
	Software	Software	Customer portfolio	Brands and patents	Goodwill on acquisition of investments	Other	
Costs							
As of December 31, 2021	131,944	152,393	-	-	105,437	-	257,830
Opening balance of acquired companies	-	197,005	52,917	7,128	95,431	5,385	357,866
Additions	65,711	110,424	124,352	6,927	8,231,967	4,298	8,477,968
Write-offs	-	(6,881)	-	(7,124)	-	(5,186)	(19,191)
Transfer to classified asset held for sale	-	(4,059)	-	-	(95,431)	(375)	(99,865)
As of December 31, 2022	197,655	448,882	177,269	6,931	8,337,404	4,122	8,974,608
Additions	17,107	21,007	-	-	-	-	21,007
Write-offs	-	(8)	-	-	-	-	(8)
Balance as of March 31, 2023	214,762	469,881	177,269	6,931	8,337,404	4,122	8,995,607
Accumulated amortization							
As of December 31, 2021	(99,837)	(114,801)	-	-	-	-	(114,801)
Opening balance of acquired companies	-	(51,041)	(29,177)	(4,593)	-	(3,645)	(88,456)
Additions	(11,044)	(25,291)	(20,224)	(238)	-	(1,543)	(47,296)
Write-offs	-	1,128	-	4,831	-	4,072	10,031
Transfer to classified asset held for sale	-	44	-	-	-	17	61
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)
Balance as of March 31, 2023	(115,073)	(201,071)	(40,514)	-	-	(1,503)	(243,088)
Net carrying amount							
As of December 31, 2022	86,774	258,921	127,868	6,931	8,337,404	3,023	8,734,147
Balance as of March 31, 2023	99,689	268,810	136,755	6,931	8,337,404	2,619	8,752,519

The accounting practices and other information related to intangible assets (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 12 of the financial statements of December 31, 2022.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

14. SUPPLIERS

The balance of suppliers is as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Vehicles (*)	2,071,984	3,610,250	3,596,347	5,625,318
Maintenance and spare parts	95,626	88,385	185,437	174,360
Information technology services	13,651	19,672	21,788	28,757
Leases	42,237	29,893	49,328	32,871
Other	241,433	323,239	229,829	316,445
Total	2,464,931	4,071,439	4,082,729	6,177,751

(*) The balance payable to automakers refers to vehicles purchased with an average maturity of 83 days (72 days on December 31, 2022).

In December 2022, the Company signed an agreement to facilitate supplier financings, at the option of the vendor, allowing them to receive an advance against their receivables due from the Company through a credit assignment transaction with a financial institution; the financial institution may also acquire the receivable. This transaction does not depend on the Company's approval and does not change the terms, prices, and conditions as originally agreed with suppliers; therefore, the Company continues classifying the balance payable as "Suppliers". On March 31, 2023, the payable balance negotiated by suppliers, in the context of this agreement (BRL 155,281 in Individual and in Consolidated as of December 31, 2022).

15. SOCIAL AND LABOR OBLIGATIONS

The balance of social and labor obligations is as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Provision for vacation pay	68,029	86,003	94,081	116,100
Provision for profit sharing (*)	131,219	88,508	175,103	117,270
Provision for year-end bonus (13th salary)	13,204	-	17,965	-
Provision for long-term incentives	1,718	1,658	12,652	11,727
INSS	37,377	18,443	50,455	30,812
FGTS	11,759	5,613	15,494	9,199
Social charges of long-term incentives	1,898	2,068	17,254	16,820
Other	16,872	18,195	27,577	31,743
Total	282,076	220,488	410,581	333,671

(*) The Company has a profit sharing program for employees as prescribed in Law 10,101/00 based on profit recognized on an annual basis. The annual amount payable is defined through the combination of the Company's profit and performance indicators, in addition to the individual performance of each employee, which is mainly measured based on objective and measurable indicators and goals and the annual budget approved by the Board of Directors. The consideration of the provision for profit sharing is classified as "costs", "selling expenses" and "general and administrative expenses" in the income statement, based on function exercised by 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 co-obligation in the event of default by customers, in the amount of BRL 327,007 and costs related to the operation in the amount of BRL 50,976, which will be appropriated as a financial expense in the income statement for the period of the agreement, within 43 months.

On March 31, 2023, the balance of assignment of credit rights was BRL 245,565 (BRL 276,031 on December 31, 2022).

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

17. LOANS, FINANCING, AND DEBT SECURITIES

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

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
In local currency				
Debentures	12,691,494	12,989,910	28,259,869	27,470,468
Commercial note	1,773,503	1,711,202	1,425,272	1,429,795
Working capital	1,419,811	398,721	2,013,386	1,087,147
Real State Receivables Certificate ("CRI")	988,761	296,707	1,327,898	624,860
Certificate of Agribusiness Receivables ("CRA")	-	-	609,051	607,593
Consortium	2,608	2,844	2,735	3,362
In foreign currency				
Loan in foreign currency	906,843	1,225,463	2,169,335	2,047,888
Total	17,783,020	16,624,847	35,807,546	33,271,113
Current	2,758,624	1,290,858	6,192,248	3,353,510
Non-current	15,024,396	15,333,989	29,615,298	29,917,603

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

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Balance at the beginning of the period	16,624,847	9,358,221	33,271,113	12,433,095
Opening balance of acquired companies	-	-	-	11,797,260
Funding	1,969,358	8,331,416	3,981,914	10,340,537
Interests, charges, and exchange rate variation	601,560	1,130,131	1,208,889	2,415,476
Amortization of principal	(1,045,347)	(1,216,518)	(1,788,405)	(1,580,281)
Interest amortization	(367,398)	(978,403)	(865,965)	(2,134,974)
Balance at the end of the period	17,783,020	16,624,847	35,807,546	33,271,113

(a) Funding in the period

In the period ended March 31, 2023, the following funding was approved:

Company	Issuance	Maturity date	Contract rate (p.a.)	Principal raised	Surety/Guarantee
Localiza	2nd CRI - 1 Series	10/03/28	CDI + 1.25%	210,000	Localiza Fleet
Localiza	2nd CRI - 2nd Series	11/03/30	CDI + 1.40%	490,000	Localiza Fleet
Localiza Fleet	12th issuance	20/03/25	CDI + 1.40%	1,500,000	Localiza
Localiza	Working capital	23/03/26	CDI + 2.00%	295,000	Localiza Fleet
Localiza	Working capital	14/08/23	CDI + 1.53%	1,000,000	-
Localiza Fleet	Foreign currency	13/01/26	CDI + 1.46%	538,900	Localiza
				4,033,900	

Debt issuance expenses for debt securities in the period totaled BRL 51,986, being presented net against the respective security.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

(b) Financial Covenants

The Companies were in compliance with the financial covenants as at March 31, 2023 and December 31, 2022:

a. Localiza and Localiza Fleet

Index	Limits	31/03/23	31/12/22
Net Debt / Adjusted EBITDA (*)	Below 4.00	3.38	3.78
Net debt discounted from credit card balance (**) / adjusted EBITDA	Below 4.00	3.35	3.70
Adjusted EBITDA / Net financial expenses	Above 1.50	2.84	3.27

(*) 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 on 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 186,263 on March 31, 2023 (BRL 596,353 on December 31, 2022).

b. Locamerica

Index	Limits	31/03/23	31/12/22
Net Debt / EBITDA LTM	Equal to or below 3.50	2.89	3.08
EBITDA LTM / net financial income	Equal to or greater than 1.75	2.58	2.57
Net Debt / Shareholders' Equity	Equal to or below 3.50	1.63	1.68
Net debt / carrying amount of vehicles	Equal to or lower than 80%	66.39%	65.98%

c. Locamerica Rent a Car

Index	Limits	31/03/23	31/12/22
Net Debt / EBITDA LTM	Equal to or below 3.50	2.48	2.49
EBITDA LTM / net financial income	Equal to or greater than 1.75	2.31	2.58

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 16 of the financial statements of December 31, 2022.

18. LEASE LIABILITY

Changes in the Lease liability are as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Balance at the beginning of the period/year	1,152,858	1,065,234	912,499	792,128
Opening balance of acquired companies	-	-	-	69,454
Addition/remeasurement	132,711	236,185	116,660	235,124
Write-offs	(532)	(3,872)	(10,737)	(8,784)
Consideration paid	(64,545)	(234,761)	(69,451)	(237,199)
Consideration payable	(8,734)	(5,752)	-	-
Lease interest	28,382	95,824	22,854	76,349
Transfer to liabilities associated with assets classified as held for sale	-	-	-	(14,573)
Balance at the end of the period	1,240,140	1,152,858	971,825	912,499

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

Current	211,427	184,264	204,349	185,227
Non-current	1,028,713	968,594	767,476	727,272

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

The minimum amounts payable (undiscounted) for the remaining lease term as at March 31, 2023, and classified as leases are as follows:

	Individual	Consolidated
2023	210,678	194,423
2024	260,162	231,170
2025	242,413	208,128
2026	208,363	171,836
2027	179,744	140,251
2028	154,275	113,181
2029 and onwards	848,637	409,476
Total	2,104,272	1,468,465
Embedded interest	(864,132)	(496,640)
Balance of lease liability (current and non-current)	1,240,140	971,825

The estimated amount of PIS and COFINS credit embedded in the undiscounted lease consideration totals BRL 98,899 in the Individual and BRL 74,247 in the Consolidated, discounted to present value (BRL 91,209 in the Individual and BRL 69,267 in the Consolidated on December 31, 2022).

The accounting practices and other information related to the Lease liability (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 17 of the financial statements of December 31, 2022.

19. OTHER CURRENT AND NON-CURRENT LIABILITIES

The balance of other current and non-current liabilities is as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Revenue to be appropriated	1,343	1,612	9,596	8,217
Payables to related parties (Note 11(a))	11,232	2,797	-	-
Federal taxes from third parties	59,019	5,853	65,345	13,321
State tax liabilities	-	-	304	332
Municipal tax liabilities	7,419	6,117	14,975	13,985
Advances from customers for renting and selling vehicles	208,938	305,385	240,331	380,134
Insurance premiums for transfer (a)	131,784	103,030	132,529	104,372
Amounts payable for the acquisition of companies (b)	-	-	359	4,519
Other	25,935	22,921	93,701	50,559
Total other current liabilities	445,670	447,715	557,140	575,439
Revenue to be appropriated	1,719	1,882	13,247	10,885
Restricted obligations (c)	-	-	53,575	52,086
Amounts payable for the acquisition of companies (b)	-	-	12,149	21,994
Other	39,959	37,094	40,934	37,166
Total other non-current liabilities	41,678	38,976	119,905	122,131

(a) 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.

(b) Amounts payable in: (i) current liabilities – referring to the acquisitions of Getrak and Voll, of BRL 256 and BRL103, respectively (BRL 4,168, BRL 248 and BRL 103 referring to Mobi7, Getrak and Voll, respectively, on December 31, 2022); and (ii) non-current liabilities – referring to the acquisitions of Getrak and Voll, of BRL 5,365 and BRL 6,784, respectively (BRL 5,196 and BRL 16,798 on December 31, 2022), the latter with maturity in 2025.

(c) The restricted obligations refer to the amounts retained from the purchase price owed to Car Rental Systems' sellers (escrow), which shall be made available to them after compliance with specific provisions under the share purchase agreement. 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

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

amounts (Note 8), in the consolidated amounts of BRL 53,006 e BRL 51,444, as of March 31, 2023, and December 31, 2022, respectively. The consolidated balances of these restricted obligations, net of investments, are BRL 569 and BRL 642, on March 31, 2023 and December 31, 2022, respectively.

20. PROVISIONS FOR RISKS AND ESCROW DEPOSITS

(a) Provisions for probable risks of loss

The balance of provisions for risks is broken down as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Tax	37,960	36,466	350,212	411,131
Social security	16,217	15,889	18,956	18,582
Labor	36,348	32,978	67,004	62,922
Civil	51,954	48,474	182,489	176,555
Total	142,479	133,807	618,661	669,190

(b) Escrow deposits

The balance of escrow deposits is broken down as follows:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Tax	43,799	42,971	148,723	147,711
Social security	10,378	10,225	11,864	11,711
Labor	22,744	19,761	34,550	32,469
Civil	22,604	22,347	30,638	28,659
Total	99,525	95,304	225,775	220,550

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 19 of the financial statements of December 31, 2022.

21. TAXES ON INCOME – INCOME TAX AND SOCIAL CONTRIBUTION

The breakdown of the deferred income tax and social contribution:

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Judicial provisions and other	47,586	44,646	82,203	72,435
Allowance for doubtful debts	31,268	28,073	104,350	111,914
Provision for payment of services in progress and others	136,202	114,647	214,008	183,248
Tax loss and social contribution carryforwards	1,410,735	1,439,186	2,707,913	2,325,080
Fair value increment on property and equipment	117,221	72,416	117,221	72,416
Fair value increment on intangible assets	1,714	5,449	1,714	5,449
Fair value increment on assets held for sale	65,700	65,700	65,700	65,700
Derivative financial instruments	29,827	25,024	32,303	31,943
Lease of property and equipment	-	-	1,880	530
Hedge accounting	-	-	16,275	-
Other	-	-	-	3,987
Total Deferred taxes	1,840,253	1,795,141	3,343,567	2,872,702
Vehicle depreciation (*)	2,284,949	2,550,063	4,907,164	4,596,360
Derivative financial instruments	78,483	63,510	150,938	118,183
Goodwill tax amortization	-	-	48,951	52,007
Hedge accounting	-	-	6,340	22,206
Deferred taxes arising from the acquisition of businesses	-	-	14,872	15,663
Positive/negative goodwill on intangible assets	-	-	3,425	3,700

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION
AS OF MARCH 31, 2023
(in BRL thousand, unless otherwise stated)

	Individual		Consolidated	
	31/03/23	31/12/22	31/03/23	31/12/22
Fair value increment on contingencies	17,598	13,582	17,598	13,582
Lease of property and equipment	213	213	213	926
Other	-	-	44,369	45,767
Total Deferred income taxes and social contribution – non-current liabilities	2,381,243	2,627,368	5,193,870	4,868,394
Total Deferred income taxes and social contribution, net	540,990	832,227	1,850,303	1,995,692
Non-current assets	-	-	(24,539)	(22,965)
Non-current liabilities	540,990	832,227	1,874,842	2,018,657

(*) 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, 2023, the Company and its subsidiaries have income tax and social contribution carryforwards losses of BRL 1,410,735 in the Individual and BRL 2,707,913 in the Consolidated (BRL 1,439,186 in the Individual and BRL 2,325,080 in the Consolidated on December 31, 2022), based on the expectation of generating future taxable income. These losses have no statute of limitations though offset is limited to 30% of annual taxable income, pursuant to current legislation.

(A free translation of the original in Portuguese)

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION

AS OF MARCH 31, 2023

(in BRL thousand, unless otherwise stated)

The balance of deferred tax is as follows:

	Individual						Total
	Provisions	Tax loss and carryforwards	Positive/negative goodwill	Derivative instruments	Vehicle depreciation	Other	
Assets and liabilities of deferred taxes:							
As of December 31, 2021	214,940	1,122,457	-	(33,697)	(2,111,786)	(213)	808,299
Credited (debited) to the income statement	(27,574)	316,729	129,983	(5,096)	(438,277)	-	(24,235)
Credited (debited) to other comprehensive income	-	-	-	307	-	-	307
As of December 31, 2022	187,366	1,439,186	129,983	(38,486)	(2,550,063)	(213)	(832,227)
Credited (debited) to the income statement	27,690	(25,759)	37,054	(13,794)	265,114	-	290,305
Credited (debited) to other comprehensive income	-	-	-	3,624	-	-	3,624
Payments using tax losses (*)	-	(2,692)	-	-	-	-	(2,692)
Balance as of March 31, 2023	215,056	1,410,735	167,037	(48,656)	(2,284,949)	(213)	(540,990)

	Consolidated								
	Provisions	Tax loss and carryforwards	Positive/negative goodwill	Derivative instruments	From the acquisition of businesses	Vehicle depreciation	Goodwill tax amortization	Other	Total
Assets and liabilities of deferred taxes:									
As of December 31, 2021	241,560	1,140,112	-	(46,951)	-	(2,429,519)	-	(28,813)	(1,123,611)
Acquisition of subsidiary	78,229	458,523	(1,246)	(27,082)	(17,021)	(834,676)	(42,253)	58,880	(326,646)
Transfer of assets and liabilities held for sale	-	-	-	-	-	(65,501)	-	-	(65,501)
Credited (debited) to the income statement	47,808	726,445	127,529	(39,350)	1,358	(1,266,664)	(9,754)	(72,244)	(484,872)
Credited (debited) to other comprehensive income	-	-	-	4,938	-	-	-	-	4,938
As of December 31, 2022	367,597	2,325,080	126,283	(108,445)	(15,663)	(4,596,360)	(52,007)	(42,177)	(1,995,692)
Credited (debited) to the income statement	32,964	406,904	37,329	(37,394)	791	(310,804)	3,056	(497)	132,349
Credited (debited) to other comprehensive income	-	-	-	37,139	-	-	-	-	37,139
Payments using tax losses (*)	-	(24,071)	-	-	-	-	-	-	(24,071)
Other	-	-	-	-	-	-	-	(28)	(28)
Balance as of March 31, 2023	400,561	2,707,913	163,612	(108,700)	(14,872)	(4,907,164)	(48,951)	(42,702)	(1,850,303)

(*) Refer to the settlement of certain tax contingencies through the Program for Reduction of Tax Litigation (Zero Litigation, "Litígio Zero"), an exceptional measure of tax regularization that provides for the possibility of renegotiating debts through the tax transaction for debts discussed with the Police Stations of 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 those of small value in administrative litigation or registered in overdue debt of the Federal Government.

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

A reconciliation from the statutory to the effective rates for the periods ended March 31, 2023 and 2022 is as follows:

	Individual		Consolidated	
	1T23	1T22	1T23	1T22
Profit before income taxes	369,854	650,269	569,631	725,017
Statutory rate	34%	34%	34%	34%
Expense at statutory rate	(125,750)	(221,091)	(193,675)	(246,506)
Reconciliation:				
Equity in results of investees	141,467	54,164	(20)	-
Benefit from payment of interest on equity	123,367	37,517	123,367	37,517
Presumed tax basis for some investees	-	-	2,426	2,334
Other, net	13,868	(3,436)	19,820	(939)
Expense at effective rate	152,952	(132,846)	(48,082)	(207,594)
Effective rate	(41%)	20%	8%	29%
Current income and social contribution taxes	(137,353)	-	(180,431)	(30,469)
Deferred income taxes and social contribution	290,305	(132,846)	132,349	(177,125)

The accounting practices and other information related to income taxes (Individual and Consolidated) did not change significantly in relation to those mentioned in Note 20 of the financial statements of December 31, 2022.

22. EQUITY

(d) Capital

On March 31, 2023, the Company's capital was BRL 12,331,398, comprising 988,435,930 common shares (BRL 12,150,698, divided into 984,159,007 common shares on December 31, 2022).

At a meeting of the Board of Directors held on March 7, 2023, the total ratification of the Company's capital increase was approved, with the subscription and payment of 4,276,923 shares, representing 100% of the shares, object of the capital increase, at an issuance price of BRL 42.25 per share, totaling BRL 180,700. As a result of the approval, the Company's capital increased from BRL 12,150,698 to BRL 12,331,398.

Pursuant to article 6 of the Bylaws, approved at the Annual General Meeting held on April 25, 2023, the Company is authorized to increase its capital up to 2,000,000,000 registered common shares, regardless of any amendment to the bylaws, so that an additional 1,011,564,070 registered common shares can be issued.

The Company participates in the Level I of the American Depositary Receipts ("ADR") Program since its approval by CVM on May 22, 2012 and the beginning of trading on June 5, 2012. The Company's position was 6,727,396 ADRs in the United States as of March 31, 2023 (6,743,464 ADRs as of December 31, 2022). Each ADR corresponds to 1 (one) share of the Company.

(e) Treasury shares

The changes in treasury shares are shown below:

	Number of shares
Balance on December 31, 2021	6,275,345
Exercise of long-term incentive programs	(590,667)
Sale to employees eligible to the Matching Program	(87,494)
Balance on December 31, 2022	5,597,184
Exercise of long-term incentive programs	(6,010)
Balance on March 31, 2023	5,591,174

On March 31, 2023, the market value of treasury shares was BRL 298,569 (quoted at BRL 53.40 per share).

In the first quarter of 2023, 6,010 stock options and shares of long-term incentive programs were exercised, with a fair value of BRL 43 recorded over the duration of the programs. All options were exercised using treasury shares; the issue of new shares was not necessary.

(f) Statutory reserve

At the Annual General Meeting held on April 25, 2023, the balance of remaining profits for 2022 of BRL 805,615, was transferred to a statutory reserve, the “reserve for investments”, to fund investments in the renewal and expansion of the vehicle fleet of the Company and its subsidiaries.

(g) Interest on equity and dividends

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

1T23				
Approval date	Total amount approved	Amount per share (in BRL)	Shareholding position date	Payment date
03/23/23	362,844	0.36918	28/03/23	19/05/23
Total	<u>362,844</u>			

2022				
Approval date	Total amount approved	Amount per share (in BRL)	Shareholding position date	Payment date
03/24/22	110,343	0.14669	29/03/22	20/05/22
06/27/22	131,608	0,17494	30/09/22	26/08/22
09/23/22	346,205	0.35489	28/09/22	09/11/22
12/16/22	358,320	0.36617	21/12/22	13/02/23
Total	<u>946,476</u>			

The liability balance of dividends and interest on equity comprises:

	Individual and Consolidated	
	31/03/23	31/12/22
Unclaimed interest on equity	163	5,296
Proposed interest on equity on profit for the period	362,844	358,320
Provision for withholding income tax on interest on equity	(43,909)	(43,230)
Total liabilities of dividends and interest on equity	<u>319,098</u>	<u>320,386</u>

The Annual General Meeting held on April 25, 2023 determined that no additional dividends were to be payable to the shareholders as the amount already distributed through interest on equity in 2022 exceeded the equivalent amount of the minimum mandatory dividend of 25% on adjusted net income.

The accounting practices and other information related to equity did not change significantly in relation to those mentioned in Note 21 of the financial statements of December 31, 2022.

23. EARNINGS PER SHARE

The table below shows profit information and the number of shares used in the calculation of basic and diluted earnings per share for each of the reporting periods of the statement of income:

	1T23	1T22
Net income for the period attributed to the Parent Company’s shareholders	<u>522,806</u>	<u>517,423</u>
Basic earnings per share:		
Weighted average of common shares available (units)	<u>979,719,540</u>	<u>752,194,086</u>
Basic earnings per share (in BRL)	<u>0.53363</u>	<u>0.68788</u>

Diluted earnings per share:

Weighted average of common shares available (units)	979,719,540	752,194,086
Dilutive effect of stock options (units)	6,200,983	4,753,212
Total shares subject to dilution (units)	985,920,523	756,947,298
Diluted earnings per share (in BRL)	0.53027	0.68357

The methodology for calculating basic and diluted earnings per share has not changed in relation to those disclosed in Note 22 of the financial statements as of December 31, 2022.

24. SEGMENT INFORMATION

The Company has defined two reportable operating segments, which are managed separately, based on the reports used for strategic decision-making by the Board of Directors. The accounting practices of these operating segments are the same described in Note 2 or in the explanatory notes of the respective line item of the financial statements as of December 31, 2022.

- **Car Rental:** Division responsible for renting cars, arranging car insurance, and handling car claims for insurers. Rentals are contracted by legal entities and individuals, in locations inside and outside airports, and in some cases through distribution channels. As a result of the need to renew the fleet, the Platform sells vehicles that have been decommissioned. To reduce sales intermediation costs, part of the decommissioned vehicles is sold directly to end consumers. In this way, the Company optimizes the recovery value of these assets, since the sales expense of the own network of stores is lower than the discount required by resellers, in addition to avoiding being totally dependent on third parties to carry out these sales.

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

- **Fleet rental:** This division is responsible for the management of fleets and long-term rentals for individuals and legal entities. Localiza Meoo offers a long-term subscription car solution, aimed at individuals and small and medium-sized companies. This Platform also offers solutions for heavy vehicles, mainly aimed at the transportation, industry, commerce and services sectors, with strong growth potential. This Division's vehicles are purchased after signing contracts, in accordance with the needs and requests of its customers; therefore, the fleet is more diversified in terms of models and brands. Decommissioned light and heavy vehicles are sold at the end of signed contracts, directly to end consumers or resellers.

(h) Operating segment financial reporting**(i) Consolidated assets and liabilities by operating segment**

31/03/23	Car rental	Fleet rental	Unallocated balances	Eliminations/ Reclassifications	Consolidated
Assets					
Cash and cash equivalents	-	-	2,372,455	-	2,372,455
Short-term investments (*)	-	-	6,057,450	(1,150,952)	4,906,498
Trade receivables	1,174,500	1,047,690	-	(149,292)	2,072,898
Decommissioned vehicles for fleet renewal	1,498,174	632,846	-	-	2,131,020
Investments	-	1,111	-	-	1,111
Property and equipment	22,939,338	20,769,219	68,103	(292,156)	43,484,504
Other assets	2,639,992	8,216,788	516,881	22,756	11,396,417
Total Assets	28,252,004	30,667,654	9,014,889	(1,569,644)	66,364,903
Liabilities					
Suppliers	2,551,651	1,680,370	-	(149,292)	4,082,729
Loans, financing, and debt securities	-	-	36,958,498	(1,150,952)	35,807,546
Other liabilities	3,382,947	2,213,891	322,328	(298,448)	5,620,718
Total liabilities	5,934,598	3,894,261	37,280,826	(1,598,692)	45,510,993
Shareholders' equity	-	-	20,853,910	-	20,853,910
Total liabilities and shareholders' equity	5,934,598	3,894,261	58,134,736	(1,598,692)	66,364,903

31/12/22	Car rental	Fleet rental	Unallocated balances	Eliminations/ Reclassifications	Consolidated
Assets					
Cash and cash equivalents	-	-	1,505,623	-	1,505,623
Short-term investments (*)	-	-	6,514,839	(1,111,124)	5,403,715

<u>31/12/22</u>	<u>Car rental</u>	<u>Fleet rental</u>	<u>Unallocated balances</u>	<u>Eliminations/ Reclassifications</u>	<u>Consolidated</u>
Trade receivables	1,622,129	1,022,593	-	(154,718)	2,490,004
Decommissioned vehicles for fleet renewal	1,418,488	557,599	-	-	1,976,087
Investments	-	1,171	-	-	1,171
Property and equipment	23,385,347	19,714,744	64,517	(144,110)	43,020,498
Other assets	2,376,507	8,237,769	648,646	(3,389)	11,259,533
Total Assets	<u>28,802,471</u>	<u>29,533,876</u>	<u>8,733,625</u>	<u>(1,413,341)</u>	<u>65,656,631</u>
Liabilities					
Suppliers	4,236,412	2,096,057	-	(154,718)	6,177,751
Loans, financing, and debt securities	-	-	34,382,237	(1,111,124)	33,271,113
Other liabilities	3,398,711	2,086,303	397,483	(245,335)	5,637,162
Total liabilities	<u>7,635,123</u>	<u>4,182,360</u>	<u>34,779,720</u>	<u>(1,511,177)</u>	<u>45,086,026</u>
Shareholders' equity	<u>-</u>	<u>-</u>	<u>20,570,605</u>	<u>-</u>	<u>20,570,605</u>
Total liabilities and shareholders' equity	<u>7,635,123</u>	<u>4,182,360</u>	<u>55,350,325</u>	<u>(1,511,177)</u>	<u>65,656,631</u>

(*) The amount referring to the adjustment to present value (Note 6) is classified under "other assets".

(ii) Consolidated statements of profit or loss per operating segment

The performance of the operating segments is assessed based on EBIT and its conciliation with the accounting result is shown below:

1T23	Car rental	Fleet rental	Reclassifications	Consolidated
Net revenues	4,456,476	2,369,192	-	6,825,668
Costs	(3,228,475)	(1,454,983)	(771)	(4,684,229)
Gross profit	1,228,001	914,209	(771)	2,141,439
Operating income (expenses):				
From sales	(279,023)	(96,914)	594	(375,343)
General, administrative, other and equivalence	(61,479)	(65,210)	177	(126,512)
Profit (loss) before finance costs, net (EBIT)	887,499	752,085	-	1,639,584
Financial costs, net				(1,069,953)
Profit before income tax and social contribution				569,631
Income tax and social contribution				(48,082)
Net income				521,549

1T22	Car rental	Fleet rental	Reclassifications	Consolidated
Net revenues	2,139,632	572,020	-	2,711,652
Costs	(1,169,327)	(266,492)	(815)	(1,436,634)
Gross profit	970,305	305,528	(815)	1,275,018
Operating income (expenses):				
From sales	(182,490)	(37,717)	657	(219,550)
General, administrative, and other expenses	(82,422)	(21,237)	158	(103,501)
Profit (loss) before finance costs, net (EBIT)	705,393	246,574	-	951,967
Financial costs, net				(226,950)
Profit before income tax and social contribution				725,017
Income tax and social contribution				(207,594)
Net income				517,423

(iii) Consolidated depreciation and amortization expenses per operating segment

	Consolidated	
	1T23	1T22
Car rental		
Vehicle depreciation	429,844	104,935
Depreciation of other property and equipment and amortization of intangible assets	79,812	54,210
Fleet rental		
Vehicle depreciation	470,311	21,859
Depreciation of other property and equipment and amortization of intangible assets	3,449	5,961
Total	983,416	186,965

25. NET REVENUES

Reconciliation between gross operating revenue and net revenue is as follows:

	Individual		Consolidated	
	1T23	1T22	1T23	1T22
Gross revenues	4,507,777	2,278,100	7,226,830	2,896,258
Discounts	(2,206)	(2,567)	(42,276)	(9,763)
Taxes (*)	(202,472)	(134,881)	(358,886)	(174,843)
Net revenues	4,303,099	2,140,652	6,825,668	2,711,652
Car rental	1,997,703	1,332,453	1,936,666	1,321,342
Fleet rental	-	-	1,418,454	344,977
Cars sold for fleet renewal	2,297,509	801,925	3,376,532	1,039,059
Resale of cars	-	-	29,152	-
Royalties abroad	7,887	6,274	11,354	6,274
Products sold and services provided	-	-	53,510	-
Net revenues	4,303,099	2,140,652	6,825,668	2,711,652

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

26. NATURE OF OPERATING COSTS AND EXPENSES

Information on the nature of operating costs and expenses is as follows:

	Individual					
	Cost of car rental and sale		Sale, general, administrative, and other expenses		Total	
	1T23	1T22	1T23	1T22	1T23	1T22
Cost of cars sold	(2,007,576)	(586,082)	-	-	(2,007,576)	(586,082)
Car maintenance, IPVA, and others	(466,125)	(357,719)	-	-	(466,125)	(357,719)
Salaries, payroll taxes, and benefits (a)	(152,280)	(119,495)	(151,590)	(109,580)	(303,870)	(229,075)
Profit sharing	(17,586)	(7,490)	(18,672)	(10,262)	(36,258)	(17,752)
Allowances and write-off of uncollectible amounts	-	-	(19,690)	(18,981)	(19,690)	(18,981)
Depreciation and amortization of other property and equipment and intangible assets	(52,654)	(43,309)	(21,051)	(17,719)	(73,705)	(61,028)
Vehicle depreciation	(418,269)	(104,929)	-	-	(418,269)	(104,929)
Commission	-	-	(39,866)	(25,348)	(39,866)	(25,348)
Real estate lease (b)	(34,846)	(24,377)	4,020	3,599	(30,826)	(20,778)
Advertising	-	-	(26,563)	(19,851)	(26,563)	(19,851)
Occupancy costs and expenses	(4,380)	(4,371)	(2,142)	(1,719)	(6,522)	(6,090)
Third-party services and travel	(118,085)	(60,174)	(63,010)	(52,850)	(181,095)	(113,024)
PIS and COFINS credits, net (c)	186,148	143,923	-	-	186,148	143,923
Other	(231,943)	(33,194)	(28,728)	(12,913)	(260,671)	(46,107)
Total	(3,317,596)	(1,197,217)	(367,292)	(265,624)	(3,684,888)	(1,462,841)

	Consolidated					
	Cost of car rental and sale		Sale, general, administrative, and other expenses		Total	
	1T23	1T22	1T23	1T22	1T23	1T22
Cost of cars sold	(2,845,507)	(730,648)	-	-	(2,845,507)	(730,648)
Resale cost of used cars	(31,330)	(1,169)	-	-	(31,330)	(1,169)
Cost of services/products sold	(12,238)	-	-	-	(12,238)	-
Car maintenance, IPVA, and others	(771,486)	(449,009)	-	-	(771,486)	(449,009)
Salaries, payroll taxes, and benefits (a)	(228,999)	(137,276)	(229,345)	(136,899)	(458,344)	(274,175)
Profit sharing	(27,356)	(8,978)	(28,749)	(13,108)	(56,105)	(22,086)
Allowances and write-off of uncollectible amounts	-	-	(31,249)	(21,120)	(31,249)	(21,120)
Depreciation and amortization of other property and equipment and intangible assets	(50,020)	(42,056)	(33,241)	(18,115)	(83,261)	(60,171)
Vehicle depreciation	(900,155)	(126,794)	-	-	(900,155)	(126,794)
Commission	-	-	(47,769)	(26,252)	(47,769)	(26,252)
Real estate lease (b)	(40,193)	(25,209)	(3,095)	(733)	(43,288)	(25,942)
Advertising	-	-	(34,354)	(22,972)	(34,354)	(22,972)
Occupancy costs and expenses	(6,088)	(4,477)	(4,077)	(2,200)	(10,165)	(6,677)
Third-party services and travel	(163,508)	(68,854)	(88,032)	(65,877)	(251,540)	(134,731)
PIS and COFINS credits, net (c)	412,760	176,731	-	-	412,760	176,731
Other	(20,109)	(18,895)	(1,884)	(15,775)	(21,993)	(34,670)
Total	(4,684,229)	(1,436,634)	(501,795)	(323,051)	(5,186,024)	(1,759,685)

(a) In the period ended March 31, 2023, the Company recognized costs and expenses of BRL 11,849 in Individual and BRL 22,385 in Consolidated, related to long-term incentive programs (BRL 14,528 in Individual and Consolidated in 1Q22).

(b) The Company recognized property rental costs and expenses, as shown in the table below:

	Individual		Consolidated	
	1T23	1T22	1T23	1T22
Lease agreements measured by IFRS16	(599)	(10,243)	3,612	(15,192)
Lease agreements not included in the measurement of lease liabilities	(30,227)	(10,556)	(46,900)	(10,771)
Discounts obtained related to COVID-19	-	21	-	21
Total	(30,826)	(20,778)	(43,288)	(25,942)

(c) In accordance with Article 320 of the Income Tax Regulation (Decree No. 9,580/18) and detailed in Note 8, the Platform completed, in 1Q23, the review of the useful life of certain vehicles in the fleet of the Car Rental and Fleet rental by subsidiary Locamerica, recognizing PIS/COFINS credits on depreciation, gross income tax and social contribution, as follows: BRL 79,638 retroactively to January 1, 2023.

27. FINANCIAL INCOME (EXPENSES)

Financial income and expenses are as follows:

	Individual		Consolidated	
	1T23	1T22	1T23	1T22
Interest on short-term investments	106,726	102,266	175,641	134,349
Adjustment to present value of short-term investments	18,448	-	18,448	-
PIS/COFINS on financial income	(4,959)	(4,756)	(11,738)	(5,923)
Foreign exchange effects on assets	-	(1,101)	83	(1,140)
Other interest income	1,106	654	42,689	1011
Total financial income	121,321	97,063	225,123	128,297
Interest expense on loans, financing, debt securities and derivative financial instruments	(609,693)	(258,263)	(1,233,815)	(337,116)
Lease interest expenses (Note 18)	(28,382)	(23,169)	(22,854)	(17,090)
Change in the fair value of derivative financial instruments, net	(13,295)	(4,370)	15,892	(1,057)
Foreign exchange effects on liabilities	(239)	(365)	(304)	(351)
Other interest expenses	(27,611)	2,255	(53,995)	367
Total financial expenses	(679,220)	(283,912)	(1,295,076)	(355,247)
Total financial income (expenses)	(557,899)	(186,849)	(1,069,953)	(226,950)

28. SUPPLEMENTARY PENSION PLAN

The company offers its employees a supplementary retirement benefit plan (complementary pension plan), established as a “defined contribution” and managed by a large independent management company.

For this plan, there are no actuarial and investment risks to be assumed by the Company as its sponsor; therefore, actuarial valuations are not necessary and there is no possibility of actuarial gain or loss. Under the plan's regulations, the cost is shared between the employer and the employees, where the Company matches the employee's contribution, which varies according to a contribution scale based on salary ranges of 1% to 8% of the employee's compensation.

On March 31, 2023, the amounts calculated by the Company totaled BRL 1,696 in the Individual and BRL 2,126 in the Consolidated (BRL 1,524 in the Individual and BRL 1,969 in the Consolidated in 1Q22), being allocated to "cost", "selling expenses" and "general and administrative expenses" in profit or loss, as applicable.

The accounting practices and other information related to supplementary pension plan did not change significantly in relation to those mentioned in Note 27 of the financial statements of December 31, 2022.

29. CASH FLOW STATEMENT: TRANSACTIONS THAT DO NOT AFFECT CASH

	Note	Individual		Consolidated	
		1T23	1T22	1T23	1T22
Addition of right of use	12	132,711	51,110	116,660	34,969
Variation in the balance of suppliers – vehicles	14	(1,538,266)	(368,455)	(2,028,971)	(617,734)
Lease liability	18	(14,366)	(8,173)	-	-
Capital payment with interest on equity		(46,609)	-	(46,609)	-
Other comprehensive income		(74,206)	9	(74,206)	9

30. SUBSEQUENT EVENTS

a) 24th issuance of debentures by Localiza

At a meeting of the Board of Directors, held on May 4, 2023, Localiza's 24th issuance of debentures was approved – simple, non-convertible into shares, unsecured, with an additional fiduciary guarantee from Localiza Fleet, in the amount of BRL 950,000. The maturity of these debentures is approximately 2 years, therefore in May and November 2025, for the first and second series, respectively, at CDI + 1.50% and CDI + 1.60% , respectively.

b) Settlement of commercial note by Locamerica

On May 12, 2023, Locamerica, a subsidiary of the Company, carried out the early settlement of the CCB (Bank Credit Certificate) in the amount of BRL 471,913, which includes principal and interest.

Comments on the Performance of Business Projections

The Company did not disclose any projections for 2023.

Other Information Considered 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, 2023 is as follows:

Localiza&Co			1Q23		1Q22	
Calculation basis of social indicators - R\$ thousand						
Net revenue ("NR")			6,825,668		2,711,652	
Earnings before taxes ("EBT")			569,631		725,017	
Gross payroll ("GP")			389,670		223,719	
Internal social indicators	Amount	% on GP	% on NR	Amount	% on GP	% on NR
Meals	37,369	10%	1%	22,805	10%	1%
Compulsory payroll taxes	68,619	18%	1%	52,959	24%	2%
Health	27,202	7%	0%	18,236	8%	1%
Professional training and development	3,009	1%	0%	926	0%	0%
Daycare centers or childcare allowance	712	0%	0%	470	0%	0%
Profit sharing	53,960	14%	1%	20,086	9%	1%
Other	13,021	3%	0%	5,898	3%	0%
Total internal social indicators	203,892	53%	3%	121,380	54%	5%
External social indicators	Amount	% on EBT	% on NR	Amount	% on EBT	% on NR
Education	7	0%	0%	88	0%	0%
Culture	27	0%	0%	350	0%	0%
Other	2,562	0%	0%	3,412	0%	0%
Total contributions to society	2,596	0%	0%	3,850	1%	0%
Taxes (excluding payroll taxes) (*)	195,830	34%	3%	268,574	37%	10%
Total external social indicators	198,426	35%	3%	268,582	37%	10%
Staff indicators			03/31/23			03/31/22
Number of employees at the end of the period			17,807			12,468
Number of new hires during the period			1,641			1,034
Number of third-party workers			3,485			492
Number of interns			120			81
Number of employees above 50 years old			1,053			607
Number of woman working at the company			7,848			5,824
Percentage of lead positions held by woman			47.37%			50.55%
Number of disabled employees			777			494

(A free translation of the original in Portuguese)

REPORT ON REVIEW OF QUATERLY INFORMATION

To the Board of Directors and Stockholders
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, 2023, 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.

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, 2023. 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 12, 2023

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

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

Opinions and Representations / Management's Statement on the Financial Statements**MANAGEMENT'S STATEMENT ON THE INTERIM FINANCIAL INFORMATION**

By this instrument, the CEO and CFO and Investor Relations Officer of Localiza Rent a Car S.A. ("Localiza"), a publicly-held company headquartered at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, Minas Gerais, Corporate Taxpayer No. 16.670.085/0001-55, in conformity with subsection 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, 2023.

Belo Horizonte, May 12, 2023.

Bruno Sebastian Lasansky
CEO

Rodrigo Tavares Gonçalves de Sousa
CFO and Investor Relations Officer

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

By this instrument, the CEO and CFO and Investor Relations Officer of Localiza Rent a Car S.A. ("Localiza"), a publicly-held company headquartered at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, Minas Gerais, Corporate Taxpayer No. 16.670.085/0001-55, in conformity with subsection VI, paragraph 1, article 27 of CVM Instruction 80/22, hereby declare that they have:

I. Reviewed, discussed and agreed with the opinions expressed in the Independent Auditor's Report of PricewaterhouseCoopers Auditores Independentes Ltda. on Localiza's individual and consolidated interim financial information for the three-month period ended March 31, 2023.

Belo Horizonte, May 12, 2023.

Bruno Sebastian Lasansky
CEO

Rodrigo Tavares Gonçalves de Sousa
CFO and Investor Relations Officer