

Interim Financial Information

09/30/2022

Localiza Rent a Car S/A. Corporate taxpayer's ID: 16.670.085/0001-55



(A free translation of the original in Portuguese)

Localiza Rent a Car S.A.
Quarterly Information (ITR) at
September 30, 2022
and report on review of
quarterly information



(A free translation of the original in Portuguese)

Report on review of quarterly information

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

Introduction

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

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

Scope of review

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

Conclusion on the interim information

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



Localiza Rent a Car S.A.

Other matters

Statements of value added

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

Audit and review of prior-year information

The Quarterly Information Form (ITR) includes accounting information, presented for comparison purposes, related to the statements of income for the quarter and nine-month period ended September 30, 2021, and to the statements of changes in equity, cash flow and value added for the nine-month period ended September 30, 2021, extracted from the Quarterly Information Form (ITR) for that quarter, and also to the balance sheet as at December 31, 2021, derived from the financial statements at December 31, 2021. The review of the Quarterly Information (ITR) for the quarter ended September 30, 2021 and the audit of the financial statements for the year ended December 31, 2021 were conducted by other independent auditors, who issued unmodified review and audit reports thereon dated November 9, 2021 and February 22, 2022, respectively.

Belo Horizonte, November 14, 2022

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

DocuSigned by:
Guilherme Campos e Silva
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Hora de assinatura: 29 de novembro de 2022 | 16:48 BRT

Guilherme Campos e Silva
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Company Information / Capital Structure

Number of Shares (Thousands)	Current Quarter 09/30/2022
Paid-In Capital	
Common Shares	981166
Preferred Shares	0
Total	981166
Treasury Shares	
Common Shares	5636
Preferred Shares	0
Total	5636

Individual Financial Statements / Balance Sheet – Assets

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 09/30/2022	Prior Year 12/31/2021
1	Total Assets	40.665.408	21.453.404
1.01	Current Assets	4.951.300	5.799.406
1.01.01	Cash and Cash Equivalents	405.318	289.103
1.01.02	Financial Assets	2.594.883	3.642.455
1.01.02.01	Financial Assets at fair value through profit or loss	2.594.883	3.642.455
1.01.03	Accounts Receivable	922.711	1.164.104
1.01.03.01	Clients	922.711	1.164.104
1.01.06	Recoverable Taxes	96.005	136.666
1.01.07	Prepaid Expenses	104.821	27.556
1.01.08	Other Current Assets	827.562	539.522
1.01.08.01	Non-Current Assets Available for Sale	595.110	148.188
1.01.08.01.01	Decommissioned cars for fleet renewal	595.110	148.188
1.01.08.03	Other	232.452	391.334
1.01.08.03.01	Dividends Receivable	0	145.555
1.01.08.03.02	Derivative Financial Instruments	90.604	89.625
1.01.08.03.03	Other	141.848	156.154
1.02	Non-Current Assets	35.714.108	15.653.998
1.02.01	Long-Term Assets	1.401.037	740.936
1.02.01.01	Financial Assets at fair value through profit or loss	3.000	3.000
1.02.01.03	Financial Investments at Amortized Cost	896.454	0
1.02.01.03.01	Linked Bank Certificates of Deposit	1.477.226	0
1.02.01.03.03	(-) Present Value Adjustment	-580.772	0
1.02.01.08	Prepaid Expenses	2.351	1.566
1.02.01.10	Other Non-Current Assets	499.232	736.370
1.02.01.10.03	Escrow Deposits	92.817	86.517
1.02.01.10.04	Derivative Financial Instruments	63.010	365.088
1.02.01.10.05	Other	0	0
1.02.01.10.06	Recoverable Taxes	343.405	284.765
1.02.02	Investments	16.326.206	1.875.512
1.02.02.01	Equity Investments	16.326.206	1.875.512
1.02.02.01.02	Investments in subsidiaries	16.326.206	1.875.512
1.02.03	Property and Equipment	17.918.094	13.005.443
1.02.03.01	Property and Equipment in Use	16.916.565	12.003.478
1.02.03.02	Leased Right-of-use	960.563	985.666
1.02.03.02.02	Right-of-use	960.563	985.666
1.02.03.03	Construction in Progress	40.966	16.299
1.02.04	Intangible Assets	68.771	32.107
1.02.04.01	Intangible	68.771	32.107
1.02.04.01.02	Software	31.036	28.953
1.02.04.01.04	Software in Development	37.735	3.154

Individual Financial Statements / Balance Sheet – Liabilities

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 09/30/2022	Prior Year 12/31/2021
2	Total Liabilities	40.665.408	21.453.404
2.01	Current Liabilities	7.037.760	4.207.098
2.01.01	Payroll and Related Taxes	217.156	250.533
2.01.01.01	Related Taxes	35.393	30.935
2.01.01.02	Payroll	181.763	219.598
2.01.02	Trade Payables	4.882.772	1.490.280
2.01.02.01	Domestic Suppliers	4.882.677	1.490.153
2.01.02.02	Foreign Suppliers	95	127
2.01.03	Taxes Payable	21.584	6.416
2.01.03.01	Federal Taxes Payable	17.128	3.187
2.01.03.01.01	Income Tax and Social Contribution Payable	0	0
2.01.03.01.02	Other Federal Taxes	17.128	3.187
2.01.03.03	Municipal Taxes Payable	4.456	3.229
2.01.04	Loans and Financing	1.138.366	1.725.157
2.01.04.01	Loans and Financing	533.564	565.859
2.01.04.01.01	In Local Currency	18.592	340.246
2.01.04.01.02	In Foreign Currency	514.972	225.613
2.01.04.02	Debentures	604.802	1.159.298
2.01.05	Other Payables	777.882	734.712
2.01.05.01	Payables to Related Parties	2.909	233
2.01.05.01.02	Payables to Subsidiaries	2.909	233
2.01.05.02	Other	774.973	734.479
2.01.05.02.01	Dividends and Interest on Capital Payable	294.354	288.849
2.01.05.02.04	Other Current Liabilities	298.116	261.884
2.01.05.02.05	Derivative Financial Instruments	14.797	8.560
2.01.05.02.06	Unearned Revenue	2.380	1.454
2.01.05.02.07	Right-of-use Lease Liability	165.326	173.732
2.02	Non-Current Liabilities	13.297.937	9.629.216
2.02.01	Loans and Financing	11.202.730	7.633.064
2.02.01.01	Loans and Financing	1.386.462	1.764.710
2.02.01.01.01	In Local Currency	691.689	397.101
2.02.01.01.02	In Foreign Currency	694.773	1.367.609
2.02.01.02	Debentures	9.816.268	5.868.354
2.02.02	Other Payables	993.189	1.049.954
2.02.02.02	Other	993.189	1.049.954
2.02.02.02.03	Other Non-Current Liabilities	34.425	23.775
2.02.02.02.04	Right-of-use Lease Liability	892.680	891.502
2.02.02.02.05	Derivative Financial Instruments	66.084	134.677
2.02.03	Deferred Taxes	988.712	808.299
2.02.03.01	Deferred Income Tax and Social Contribution	988.712	808.299
2.02.04	Provisions	111.475	135.622
2.02.04.01	Provision for Tax, Social Security, Labor and Civil Risks	111.475	135.622
2.02.04.01.05	Provision for Tax, Social Security, Labor and Civil Risks	111.475	135.622
2.02.06	Unearned Profit and Revenue	1.831	2.277
2.02.06.02	Unearned Revenue	1.831	2.277
2.03	Equity	20.329.711	7.617.090
2.03.01	Paid-In Capital	11.956.889	3.956.889
2.03.01.01	Capital	12.000.000	4.000.000
2.03.01.02	Expenses on the issuance of shares, net of tax effects	-43.111	-43.111

Individual Financial Statements / Balance Sheet – Liabilities

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 09/30/2022	Prior Year 12/31/2021
2.03.02	Capital Reserves	3.924.293	40.890
2.03.02.05	Treasury Shares	-145.547	-162.074
2.03.02.07	Share Issuance Premium and Stock Options Granted	242.278	202.964
2.03.02.08	Reserve for Capital Increase	3.827.562	0
2.03.04	Earnings Reserves	3.618.430	3.618.430
2.03.04.01	Legal Reserve	375.157	375.157
2.03.04.02	Statutory Reserve	3.243.273	3.243.273
2.03.05	Retained Earnings (Accumulated Losses)	810.763	0
2.03.08	Other Comprehensive Income	19.336	881

Individual Financial Statements / Statement of Income

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 04/01/2022 to 09/30/2022	Current Year 01/01/2022 to 09/30/2022	Same Quarter for Prior Year 07/01/2021 to 09/30/2021	Accumulated for the Prior Year 01/01/2021 to 09/30/2021
3.01	Revenue from Sales and/or Services	3.080.037	7.650.498	2.199.044	6.648.864
3.02	Cost of Sales and/or Services	-2.033.330	-4.739.761	-1.051.910	-3.990.635
3.03	Gross Profit	1.046.707	2.910.737	1.147.134	2.658.229
3.04	Operating Income (Expenses)	-327.362	-572.465	-151.952	-411.738
3.04.01	Selling Expenses	-220.397	-611.520	-239.128	-691.514
3.04.02	General and Administrative Expenses	-114.973	-300.959	-80.275	-211.683
3.04.05	Other Operating Expenses	10.731	25.925	1.387	-166
3.04.06	Equity in the Earnings of Subsidiaries	-2.723	314.089	166.064	491.625
3.05	Profit (Loss) Before Finance Income (Expenses) and Taxes	719.345	2.338.272	995.182	2.246.491
3.06	Finance Income (Expenses)	-343.517	-760.739	-101.552	-186.500
3.06.01	Finance Income	151.864	382.871	44.344	95.789
3.06.02	Finance Expenses	-495.381	-1.143.610	-145.896	-282.289
3.07	Net Income Before Income Taxes	375.828	1.577.533	893.630	2.059.991
3.08	Income Tax and Social Contribution on Profit	48.340	-178.614	-222.232	-458.435
3.08.01	Current	0	0	76.046	1.499
3.08.02	Deferred	48.340	-178.614	-298.278	-459.934
3.09	Net Income from Continuing Operations	424.168	1.398.919	671.398	1.601.556
3.11	Net Income for the Period	424.168	1.398.919	671.398	1.601.556
3.99.01	Basic Earnings per Share				
3.99.01.01	Common Shares	0,43487	1,69182	0,8928	2,12984
3.99.02	Diluted Earnings per Share				
3.99.02.01	Common Shares	0,43255	1,68118	0,88643	2,11464

Individual Financial Statements / Statement of Comprehensive Income

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 04/01/2022 to 09/30/2022	Accumulated for the Current Year 01/01/2022 to 09/30/2022	Same Quarter for Prior Year 07/01/2021 to 09/30/2021	Accumulated for the Prior Year 01/01/2021 to 09/30/2021
4.01	Net Income for the Period	424.168	1.398.919	671.398	1.601.556
4.02	Other Comprehensive Income	14.246	18.455	0	0
4.02.01	Adjustments from Financial Instruments	-1.084	5.293	0	0
4.02.02	Taxes on Adjustments of Financial Instruments	369	-1.799	0	0
4.02.03	Effect of equity method of Other Comprehensive Income of Subsidiari	14.961	14.961	0	0
4.03	Comprehensive Income for the Period	438.414	1.417.374	671.398	1.601.556

Individual Financial Statements / Statement of Cash Flows – Indirect Method

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(In Thousands of Brazilian Reais)

Code	Description	Accumulated for the	Accumulated for the
		Current Year	Prior Year
		01/01/2022 to 09/30/2022	01/01/2021 to 09/30/2021
6.01	Net Cash Provided by Operating Activities	-384.796	-1.125.603
6.01.01	Cash Provided by Operations	2.232.071	1.607.203
6.01.01.01	Net Income for the Period	1.398.919	1.601.556
6.01.01.02	Depreciation and Amortization	639.035	263.707
6.01.01.03	(Gain) /loss on the sale or write-off of decommissioned cars	-724.762	-563.505
6.01.01.04	Deferred Income Tax and Social Contribution	178.614	459.934
6.01.01.05	Equity in the Earnings of Subsidiaries	-314.089	-491.625
6.01.01.06	Other	21.126	26.627
6.01.01.07	Provisions for risks	-24.147	483
6.01.01.08	Interest on Loans, Financing, Debentures and Derivatives	1.031.602	209.091
6.01.01.09	Lease interest	70.160	63.275
6.01.01.10	Allowance for doubtful debts	-20.201	30.635
6.01.01.11	Other provisions	-24.186	7.025
6.01.02	Changes in Assets and Liabilities	-4.728.143	-4.901.352
6.01.02.01	Trade Receivables	268.641	-126.854
6.01.02.02	Acquisition of Cars, Net of Changes in Balances with Car Manufacturers	-5.123.008	-4.446.947
6.01.02.03	Escrow Deposits	-6.300	-2.511
6.01.02.04	Recoverable Taxes	-8.362	-293.945
6.01.02.05	Prepaid Expenses	-78.050	-35.670
6.01.02.06	Other Current and Non-Current Assets	31.223	95.236
6.01.02.07	Trade Payables (Except Car Manufacturers)	-4.050	49.823
6.01.02.08	Payroll and Related Taxes	-33.377	15.964
6.01.02.09	Income Tax and Social Contribution	0	-1.499
6.01.02.10	Received dividends	206.875	0
6.01.02.11	Insurance Premiums	47.685	-93.955
6.01.02.12	Other Current and Non-Current Liabilities	-29.420	-60.994
6.01.03	Other	2.111.276	2.168.546
6.01.03.01	Income Tax and Social Contribution Paid	0	-144.402
6.01.03.02	Interest on Loans, Financing Debt and Derivatives Paid	-823.094	-195.662
6.01.03.03	Short-term financial assets	-429.654	-1.026.897
6.01.03.04	Lease interest paid	-36.610	-31.363
6.01.03.05	Revenue on the sale of the decommissioned cars, net of taxes	3.400.634	3.566.870
6.02	Net Cash Provided by Investing Activities	-1.865.788	-7.229
6.02.01	Purchase of Other Property and Equipment	-71.055	-89.556
6.02.02	Purchase of Intangible Assets	-44.733	-3.723
6.02.03	Dividends from Subsidiaries	0	86.050
6.02.06	Capital increase in subsidiaries	-2.000.000	0
6.02.13	Capital reduction in subsidiaries	250.000	0
6.03	Net Cash Provided by Financing Activities	2.366.799	-136.461
6.03.01	Loans, Financing and debt securities - funding	4.234.663	1.602.867
6.03.02	Loans, Financing and debt securities - repayments/ buyback	-1.216.260	-1.414.114
6.03.03	Lease liabilities - amortizations	-117.111	-110.207
6.03.05	Dividends	-206.200	-18.126
6.03.06	Interest on Capital	-339.108	-199.909
6.03.09	Exercise of stock options with treasury shares, net	6.183	-1.348
6.03.14	Treasury shares sold	4.632	4.376
6.05	Increase (Decrease) in Cash and Cash Equivalents	116.215	-1.269.293
6.05.01	Opening Balance of Cash and Cash Equivalents	289.103	1.575.486
6.05.02	Closing Balance of Cash and Cash Equivalents	405.318	306.193

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

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(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity
5.01	Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090
5.03	Adjusted Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090
5.04	Capital Transactions with Shareholders	8.000.000	3.883.403	0	-588.156	0	11.295.247
5.04.01	Capital increase	8.000.000	0	0	0	0	8.000.000
5.04.03	Stock Options granted	0	38.409	0	0	0	38.409
5.04.05	Treasury shares sold	0	4.632	0	0	0	4.632
5.04.07	Interest on capital distribution	0	0	0	-588.156	0	-588.156
5.04.08	Long-term incentive programs - treasury shares	0	1.964	0	0	0	1.964
5.04.09	Long term incentive option plan - share merger	0	10.610	0	0	0	10.610
5.04.10	Long-term incentive option plan - subsidiaries	0	226	0	0	0	226
5.04.11	Capital reserve -share merger	0	3.827.562	0	0	0	3.827.562
5.05	Total Comprehensive Income	0	0	0	1.398.919	18.455	1.417.374
5.05.01	Net Income for the Period	0	0	0	1.398.919	0	1.398.919
5.05.02	Other Comprehensive Income	0	0	0	0	18.455	18.455
5.05.02.01	Financial Instruments adjustment	0	0	0	0	5.293	5.293
5.05.02.02	Financial Instruments adjustment - deferred taxes	0	0	0	0	-1.799	-1.799
5.05.02.03	Equity method effects on Other Comprehensive Income - Subs and Associates	0	0	0	0	18.858	18.858
5.05.02.04	Conversion Adjustments	0	0	0	0	-72	-72
5.05.02.06	Equity method effects Investments	0	0	0	0	-3.825	-3.825
5.07	Closing Balances	11.956.889	3.924.293	3.618.430	810.763	19.336	20.329.711

Individual Financial Statements / Statement of Changes in Equity - 01/01/2022 to 09/30/2021

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(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity
5.01	Opening Balances	3.956.889	-578	2.096.348	0	0	6.052.659
5.03	Adjusted Opening Balances	3.956.889	-578	2.096.348	0	0	6.052.659
5.04	Capital Transactions with Shareholders	0	29.091	0	-218.238	0	-189.147
5.04.03	Stock Options granted	0	26.063	0	0	0	26.063
5.04.05	Treasury shares sold	0	4.376	0	0	0	4.376
5.04.07	Interest on Capital	0	0	0	-218.238	0	-218.238
5.04.08	Exercising long-term incentive programs with treasury stock	0	-1.348	0	0	0	-1.348
5.05	Total Comprehensive Income	0	0	0	1.601.556	0	1.601.556
5.05.01	Net Income for the Period	0	0	0	1.601.556	0	1.601.556
5.07	Closing Balances	3.956.889	28.513	2.096.348	1.383.318	0	7.465.068

Individual Financial Statements / Statement of Value Added

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(In Thousands of Brazilian Reais)

Code	Description	Accumulated for the	Accumulated for the
		Current Year	Prior Year
		01/01/2022 to 09/30/2022	01/01/2021 to 09/30/2021
7.01	Revenues	8.177.239	6.961.963
7.01.01	Sales of Goods, Products and Services	8.081.518	6.964.074
7.01.03	Revenues Related to the Construction of Own Assets	75.520	28.524
7.01.04	Allowance for/Reversal of Doubtful Debts	20.201	-30.635
7.02	Inputs Acquired from Third Parties	-4.506.418	-4.170.898
7.02.01	Cost of Products, Goods and Services Sold	-3.974.996	-3.723.260
7.02.02	Materials, Power, Third-Party Services and Other	-531.422	-447.638
7.03	Gross Value Added	3.670.821	2.791.065
7.04	Retentions	-639.035	-263.707
7.04.01	Depreciation, Amortization and Depletion	-639.035	-263.707
7.05	Net Wealth Created	3.031.786	2.527.358
7.06	Wealth Received in Transfer	696.960	587.414
7.06.01	Equity in the Earnings of Subsidiaries	314.089	491.625
7.06.02	Finance Income	382.871	95.789
7.07	Total Wealth for Distribution	3.728.746	3.114.772
7.08	Wealth Distributed	3.728.746	3.114.772
7.08.01	Personnel	727.968	721.368
7.08.01.01	Salaries and Wages	518.040	547.408
7.08.01.02	Benefits	132.933	113.534
7.08.01.03	Severance Pay Fund (FGTS)	38.586	34.363
7.08.01.04	Other	38.409	26.063
7.08.02	Taxes, Fees and Contributions	365.408	424.935
7.08.02.01	Federal	212.757	303.845
7.08.02.02	State	126.700	101.773
7.08.02.03	Municipal	25.951	19.317
7.08.03	Lenders and Lessors	1.236.451	366.913
7.08.03.01	Interest	1.143.610	282.289
7.08.03.02	Rentals	61.060	57.191
7.08.03.03	Other	31.781	27.433
7.08.03.03.01	Other Rentals	31.781	27.433
7.08.04	Shareholders	1.398.919	1.601.556
7.08.04.01	Interest on Capital	588.156	218.238
7.08.04.03	Retained Earnings (Loss for the Period)	810.763	1.383.318

Consolidated Financial Statements / Balance Sheet – Assets

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 09/30/2022	Prior Year 12/31/2021
1	Total Assets	64.232.265	25.312.056
1.01	Current Assets	14.984.424	6.942.865
1.01.01	Cash and Cash Equivalents	1.906.692	444.139
1.01.02	Financial Assets	4.197.215	4.565.393
1.01.02.01	Financial Assets at fair value through profit or loss	4.197.215	4.565.393
1.01.03	Accounts Receivable	1.894.053	1.310.359
1.01.03.01	Clients	1.894.053	1.310.359
1.01.04	Inventory	182.740	0
1.01.04.01	Vehicles for resale	169.012	0
1.01.04.02	Product Stock	13.728	0
1.01.06	Recoverable Taxes	271.727	146.010
1.01.07	Prepaid Expenses	189.914	29.725
1.01.08	Other Current Assets	6.342.083	447.239
1.01.08.01	Non-Current Assets Available for Sale	5.810.867	181.999
1.01.08.01.01	Decommissioned vehicles for fleet renewal	1.281.910	181.999
1.01.08.01.02	Assets Classified as Held for Sale	4.528.957	0
1.01.08.03	Other	531.216	265.240
1.01.08.03.02	Derivative Financial Instruments	199.130	89.625
1.01.08.03.03	Other	332.086	175.615
1.02	Non-Current Assets	49.247.841	18.369.191
1.02.01	Long-Term Assets	2.177.304	932.308
1.02.01.01	Financial Assets at fair value through profit or loss	93.092	3.000
1.02.01.03	Financial Investments at Amortized Cost	896.454	0
1.02.01.03.01	Linked Bank Certificates of Deposit	1.477.226	0
1.02.01.03.02	(-) Present Value Adjustment	-580.772	0
1.02.01.04	Accounts Receivable	6.568	2.666
1.02.01.04.01	Clients	6.568	2.666
1.02.01.07	Deferred Taxes	44.454	24.291
1.02.01.07.01	Deferred Income Tax and Social Contribution	44.454	24.291
1.02.01.08	Prepaid Expenses	13.457	1.566
1.02.01.10	Other Non-Current Assets	1.123.279	900.785
1.02.01.10.03	Escrow Deposits	223.288	121.805
1.02.01.10.04	Derivative Financial Instruments	302.505	448.085
1.02.01.10.05	Investments in restricted accounts	49.976	46.130
1.02.01.10.06	Recoverable Taxes	545.196	284.765
1.02.01.10.07	Other	2.314	0
1.02.02	Investments	1.205	0
1.02.02.01	Equity Interests	1.205	0
1.02.02.01.04	Investments in Jointly Controlled Entities	1.205	0
1.02.03	Property and Equipment	38.413.499	17.293.854
1.02.03.01	Property and Equipment in Use	37.569.590	16.528.038
1.02.03.02	Right-of-use in Lease	766.683	736.026
1.02.03.02.02	Right-of-use	766.683	736.026
1.02.03.03	Construction in Progress	77.226	29.790
1.02.04	Intangible Assets	8.655.833	143.029
1.02.04.01	Intangible Assets	8.655.833	143.029
1.02.04.01.02	Goodwill on Acquisition of Investments	8.053.083	105.437
1.02.04.01.03	Software	192.155	34.358
1.02.04.01.05	Software in Development	42.635	3.234
1.02.04.01.07	Client Portfolio	357.446	0
1.02.04.01.08	Trademarks and patents	7.284	0
1.02.04.01.09	Others	3.230	0

Consolidated Financial Statements / Balance Sheet – Liabilities

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 09/30/2022	Prior Year 12/31/2021
2	Total Liabilities	64.232.265	25.312.056
2.01	Current Liabilities	14.148.280	4.984.500
2.01.01	Payroll and Related Taxes	360.913	276.128
2.01.01.01	Related Taxes	82.389	33.817
2.01.01.02	Payroll	278.524	242.311
2.01.02	Trade Payables	8.702.703	2.059.296
2.01.02.01	Domestic Suppliers	8.702.608	2.059.169
2.01.02.01.01	Domestic Suppliers	8.168.325	2.059.169
2.01.02.01.02	Cession of Credit by Suppliers	534.283	0
2.01.02.02	Foreign Suppliers	95	127
2.01.03	Taxes Payable	51.896	18.506
2.01.03.01	Federal Taxes Payable	39.052	13.934
2.01.03.01.01	Income Tax and Social Contribution Payable	16.704	8.966
2.01.03.01.02	Other Federal Taxes	22.348	4.968
2.01.03.02	State Taxes Payable	755	0
2.01.03.03	Municipal Taxes Payable	12.089	4.572
2.01.04	Loans and Financing	3.065.566	1.884.758
2.01.04.01	Loans and Financing	831.597	673.472
2.01.04.01.01	In Local Currency	159.007	360.793
2.01.04.01.02	In Foreign Currency	672.590	312.679
2.01.04.02	Debentures	2.233.969	1.211.286
2.01.05	Other Payables	1.967.202	745.812
2.01.05.02	Other	1.967.202	745.812
2.01.05.02.01	Dividends and Interest on Capital Payable	294.496	288.849
2.01.05.02.05	Derivative Financial Instruments	63.293	9.124
2.01.05.02.06	Unearned Revenue	84.875	4.718
2.01.05.02.07	Right-of-use Lease Liability	176.382	156.951
2.01.05.02.08	Liabilities associated with assets classified as held for sale	912.589	0
2.01.05.02.09	Other Current Liabilities	435.567	286.170
2.02	Non-Current Liabilities	29.748.428	12.710.466
2.02.01	Loans and Financing	26.149.026	10.548.337
2.02.01.01	Loans and Financing	4.365.485	2.375.219
2.02.01.01.01	In Local Currency	2.985.482	920.886
2.02.01.01.02	In Foreign Currency	1.380.003	1.454.333
2.02.01.02	Debentures	21.783.541	8.173.118
2.02.02	Other Payables	862.858	844.360
2.02.02.02	Other	862.858	844.360
2.02.02.02.03	Other Non-Current Liabilities	58.766	27.503
2.02.02.02.04	Derivative Financial Instruments	94.184	134.677
2.02.02.02.05	Restricted obligations	50.686	47.003
2.02.02.02.06	Right-of-use Lease Liability	659.222	635.177
2.02.03	Deferred Taxes	2.068.725	1.147.902
2.02.03.01	Deferred Income Tax and Social Contribution	2.068.725	1.147.902
2.02.04	Provisions	662.651	163.647
2.02.04.01	Provision for Tax, Social Security, Labor and Civil Risks	662.651	163.647
2.02.04.01.05	Provision for Tax, Social Security, Labor and Civil Risks	662.651	163.647
2.02.06	Unearned Profit and Revenue	5.168	6.220
2.02.06.02	Unearned Revenue	5.168	6.220
2.03	Consolidated Equity	20.335.557	7.617.090
2.03.01	Paid-In Capital	11.956.889	3.956.889
2.03.01.01	Capital	12.000.000	4.000.000
2.03.01.02	Expenses on the issuance of shares, net of tax effects	-43.111	-43.111

Consolidated Financial Statements / Balance Sheet – Liabilities

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 09/30/2022	Prior Year 12/31/2021
2.03.02	Capital Reserves	3.924.293	40.890
2.03.02.05	Treasury Shares	-145.547	-162.074
2.03.02.07	Share Issuance Premium and Stock Options Granted	242.278	202.964
2.03.02.08	Reserve for Capital Increase	3.827.562	0
2.03.04	Earnings Reserves	3.618.430	3.618.430
2.03.04.01	Legal Reserve	375.157	375.157
2.03.04.02	Statutory Reserve	3.243.273	3.243.273
2.03.05	Retained Earnings (Accumulated Losses)	810.763	0
2.03.08	Other Comprehensive Income	19.336	881
2.03.08.01	Adjustments of Financial Instruments	19.336	881
2.03.09	Attributable to Non-controlling Partners	5.846	0

Consolidated Financial Statements / Statement of Income

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter 04/01/2022 to 09/30/2022	Current Year 01/01/2022 to 09/30/2022	Prior Year 07/01/2021 to 09/30/2021	Prior Year 01/01/2021 to 09/30/2021
3.01	Revenue from Sales and/or Services	6.136.946	11.898.029	2.772.251	8.265.081
3.02	Cost of Sales and/or Services	-3.996.289	-7.221.321	-1.321.793	-4.747.842
3.03	Gross Profit	2.140.657	4.676.708	1.450.458	3.517.239
3.04	Operating Income (Expenses)	-681.530	-1.373.117	-381.615	-1.066.793
3.04.01	Selling Expenses	-388.656	-861.892	-283.516	-800.420
3.04.02	General and Administrative Expenses	-328.840	-560.903	-99.618	-264.214
3.04.05	Other Operating Expenses	35.892	49.604	1.519	-2.159
3.05	Profit (Loss) Before Finance Income (Expenses) and Taxes	1.459.127	3.303.591	1.068.843	2.450.446
3.06	Finance Income (Expenses)	-869.235	-1.362.497	-96.845	-164.963
3.06.01	Finance Income	267.790	602.054	63.099	137.120
3.06.02	Finance Expenses	-1.137.025	-1.964.551	-159.944	-302.083
3.07	Net Income Before Income Taxes	589.892	1.941.094	971.998	2.285.483
3.08	Income Tax and Social Contribution on Profit	-166.272	-543.337	-300.600	-683.927
3.08.01	Current	-23.696	-73.744	38.130	-114.632
3.08.02	Deferred	-142.576	-469.593	-338.730	-569.295
3.09	Net Income from Continuing Operations	423.620	1.397.757	671.398	1.601.556
3.11	Net Income for the Period	423.620	1.397.757	671.398	1.601.556
3.11.01	Attributable to the Company's Owners	424.168	1.398.919	671.398	1.601.556
3.11.02	Attributable to Non-controlling Shareholders	-548	-1.162	0	0
3.99	Earnings per Share (R\$/Share)				
3.99.01	Basic Earnings per Share				
3.99.01.01	Common Shares	0,43487	1,69182	0,8928	2,12984
3.99.02	Diluted Earnings per Share				
3.99.02.01	Common Shares	0,43255	1,68118	0,88643	2,11464

Consolidated Financial Statements / Statement of Comprehensive Income

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(In Thousands of Brazilian Reais)

Code	Description	Current Quarter	Accumulated for the	Same Quarter for	Accumulated for the
		04/01/2022 to 09/30/2022	Current Year	Prior Year	Prior Year
		01/01/2022 to 09/30/2022	07/01/2021 to 09/30/2021	01/01/2021 to 09/30/2021	
4.01	Net Income for the Period	423.620	1.397.757	671.398	1.601.556
4.02	Other Comprehensive Income	14.246	18.455	0	0
4.02.01	Financial Instruments Adjustments	21.694	28.071	0	0
4.02.02	Financial Instruments Adjustments - deferred taxes	-7.376	-9.544	0	0
4.02.04	Conversion Adjustments	-72	-72	0	0
4.03	Comprehensive Income for the Period	437.866	1.416.212	671.398	1.601.556
4.03.01	Attributable to the Company's Owners	438.414	1.417.374	671.398	1.601.556
4.03.02	Attributable to Non-controlling Shareholders	-548	-1.162	0	0

Consolidated Financial Statements / Statement of Cash Flows – Indirect Method

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(In Thousands of Brazilian Reais)

Code	Description	Accumulated for the	Accumulated for the
		Current Year 01/01/2022 to 09/30/2022	Prior Year 01/01/2021 to 09/30/2021
6.01	Net Cash Provided by Operating Activities	-2.580.388	-1.740.683
6.01.01	Cash Provided by Operations	3.846.682	2.064.203
6.01.01.01	Net Income for the Period	1.397.757	1.601.556
6.01.01.02	Depreciation and Amortization	1.233.009	311.693
6.01.01.03	(Gain) /loss on the sale or write-off of decommissioned cars	-1.158.686	-781.523
6.01.01.04	Deferred Income Tax and Social Contribution	469.593	569.295
6.01.01.05	Other	36.549	26.705
6.01.01.06	Provisions for risks	-24.835	739
6.01.01.07	Interest on Loans, Financing, Debentures and Derivatives	1.846.342	243.486
6.01.01.08	Lease interest	55.308	45.692
6.01.01.10	Allowance for doubtful debts	15.123	37.160
6.01.01.11	Other provisions	-23.478	9.400
6.01.02	Changes in Assets and Liabilities	-9.484.115	-5.935.598
6.01.02.01	Trade Receivables	-31.589	-157.512
6.01.02.02	Acquisition of Cars, Net of Changes in Balances with Car Manufacturers	-9.421.928	-5.550.681
6.01.02.03	Escrow Deposits	-8.842	-2.339
6.01.02.04	Recoverable Taxes	-146.841	-290.742
6.01.02.05	Prepaid Expenses	-73.201	-45.005
6.01.02.06	Other Current and Non-Current Assets	-24.636	88.405
6.01.02.07	Trade Payables (Except Car Manufacturers)	83.318	49.226
6.01.02.08	Payroll and Related Taxes	-1.885	18.420
6.01.02.09	Income Tax and Social Contribution	25.837	114.632
6.01.02.11	Insurance Premiums	48.298	-94.298
6.01.02.12	Other Current and Non-Current Liabilities	73.533	-65.704
6.01.02.15	Payment of interest on credit assignment by suppliers	-6.179	0
6.01.03	Other	3.057.045	2.130.712
6.01.03.01	Income Tax and Social Contribution Paid	-62.212	-268.579
6.01.03.02	Interest on loans, financing and debt securities paid	-1.473.821	-312.502
6.01.03.03	Short-term financial assets, net of swap	-734.125	-1.568.584
6.01.03.04	Lease interest paid	-38.360	-31.440
6.01.03.05	Revenue on the sale of the decommissioned cars, net of taxes	5.365.563	4.311.817
6.02	Net Cash Provided by Investing Activities	1.554.048	-112.550
6.02.01	Purchase of Other Property and Equipment	-136.372	-105.145
6.02.02	Purchase of Intangible Assets	-50.583	-3.824
6.02.03	Purchase of Investment, net of acquired cash	-7.708	0
6.02.04	Company acquisition payment	-3.792	-3.581
6.02.11	Cash acquired in business combination by incorporation of shares	1.752.503	0
6.03	Net Cash Provided by Financing Activities	2.573.744	-184.319
6.03.01	Loans, Financing and debt securities - funding	6.359.969	1.602.867
6.03.02	Loans, Financing and debt securities - repayments/ buyback	-1.498.260	-1.461.078
6.03.03	Cession of credit by suppliers - amortizations	-1.114.882	0
6.03.05	Dividends distributed	-706.148	-18.126
6.03.06	Interest on Capital distributed	-339.108	-199.909
6.03.08	Exercise of Stock Options - Treasury Shares, Net	6.183	-1.348
6.03.10	Lease liability - repayments	-138.582	-111.101
6.03.12	Other comprehensive income	-60	0
6.03.13	Treasury shares sold	4.632	4.376
6.05	Increase (Decrease) in Cash and Cash Equivalents	1.547.404	-2.037.552
6.05.01	Opening Balance of Cash and Cash Equivalents	444.139	2.586.393
6.05.02	Closing Balance of Cash and Cash Equivalents	1.991.543	548.841

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

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(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity	Noncontrolling Interests	Consolidated Equity
5.01	Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090	0	7.617.090
5.03	Adjusted Opening Balances	3.956.889	40.890	3.618.430	0	881	7.617.090	0	7.617.090
5.04	Capital Transactions with Shareholders	8.000.000	3.883.403	0	-588.156	0	11.295.247	7.008	11.302.255
5.04.01	Capital increase	8.000.000	0	0	0	0	8.000.000	0	8.000.000
5.04.03	Stock Options Granted	0	38.409	0	0	0	38.409	0	38.409
5.04.05	Treasury shares sold	0	4.632	0	0	0	4.632	0	4.632
5.04.07	Interest on Capital distribution	0	0	0	-588.156	0	-588.156	0	-588.156
5.04.08	Exercise of long-term incentive programs - treasury shares	0	1.964	0	0	0	1.964	0	1.964
5.04.09	Long term incentive option plan - share merger	0	10.610	0	0	0	10.610	0	10.610
5.04.10	Long-term incentive option plan - subsidiaries	0	226	0	0	0	226	0	226
5.04.11	Capital reserve on merger of shares	0	3.827.562	0	0	0	3.827.562	0	3.827.562
5.04.13	Acquisition of non-controlling interest in companies	0	0	0	0	0	0	7.008	7.008
5.05	Total Comprehensive Income	0	0	0	1.398.919	18.455	1.417.374	-1.162	1.416.212
5.05.01	Net Income for the Period	0	0	0	1.398.919	0	1.398.919	-1.162	1.397.757
5.05.02	Other Comprehensive Income	0	0	0	0	18.455	18.455	0	18.455
5.05.02.01	Financial Instruments Adjustments	0	0	0	0	5.293	5.293	0	5.293
5.05.02.02	Financial Instruments Adjustments - deferred taxes	0	0	0	0	-1.799	-1.799	0	-1.799
5.05.02.04	Conversion Adjustments	0	0	0	0	-72	-72	0	-72
5.05.02.06	Equity effect of financial instruments	0	0	0	0	-3.825	-3.825	0	-3.825
5.05.02.07	Equity in earnings of subsidiaries	0	0	0	0	18.858	18.858	0	18.858
5.07	Closing Balances	11.956.889	3.924.293	3.618.430	810.763	19.336	20.329.711	5.846	20.335.557

Consolidated Financial Statements / Statement of Changes in Equity - 01/01/2021 to 09/30/2021

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(In Thousands of Brazilian Reais)

Code	Description	Paid-In Capital	Capital Reserves, Stock Options Granted and Treasury Share	Earnings Reserves	Retained Earnings (Accumulated Losses)	Other Comprehensive Income	Equity	Noncontrolling Interests	Consolidated Equity
5.01	Opening Balances	3.956.889	-578	2.096.348	0	0	6.052.659	0	6.052.659
5.03	Adjusted Opening Balances	3.956.889	-578	2.096.348	0	0	6.052.659	0	6.052.659
5.04	Capital Transactions with Shareholders	0	29.091	0	-218.238	0	-189.147	0	-189.147
5.04.03	Stock Options Granted	0	26.063	0	0	0	26.063	0	26.063
5.04.05	Treasury shares sold	0	4.376	0	0	0	4.376	0	4.376
5.04.07	Interest on Capital distribution	0	0	0	-218.238	0	-218.238	0	-218.238
5.04.08	Exercise of stock options - treasury shares	0	-1.348	0	0	0	-1.348	0	-1.348
5.05	Total Comprehensive Income	0	0	0	1.601.556	0	1.601.556	0	1.601.556
5.05.01	Net Income for the Period	0	0	0	1.601.556	0	1.601.556	0	1.601.556
5.07	Closing Balances	3.956.889	28.513	2.096.348	1.383.318	0	7.465.068	0	7.465.068

Consolidated Financial Statements / Statement of Value Added

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(In Thousands of Brazilian Reais)

Code	Description	Accumulated for the	Accumulated for the
		Current Year 01/01/2022 to 09/30/2022	Prior Year 01/01/2021 to 09/30/2021
7.01	Revenues	12.667.599	8.674.083
7.01.01	Sales of Goods, Products and Services	12.597.655	8.682.618
7.01.03	Revenues Related to the Construction of Own Assets	85.067	28.625
7.01.04	Allowance for/Reversal of Doubtful Debts	-15.123	-37.160
7.02	Inputs Acquired from Third Parties	-6.564.099	-4.921.432
7.02.01	Cost of Products, Goods and Services Sold	-5.891.213	-4.419.288
7.02.02	Materials, Power, Third-Party Services and Other	-672.886	-502.144
7.03	Gross Value Added	6.103.500	3.752.651
7.04	Retentions	-1.233.009	-311.693
7.04.01	Depreciation, Amortization and Depletion	-1.233.009	-311.693
7.05	Net Wealth Created	4.870.491	3.440.958
7.06	Wealth Received in Transfer	602.116	137.120
7.06.02	Finance Income	602.042	137.120
7.07	Total Wealth for Distribution	5.472.607	3.578.078
7.08	Wealth Distributed	5.472.607	3.578.078
7.08.01	Personnel	1.059.296	845.877
7.08.01.01	Salaries and Wages	754.556	650.304
7.08.01.02	Benefits	174.681	129.158
7.08.01.03	Severance Pay Fund (FGTS)	53.468	40.352
7.08.01.04	Other	76.591	26.063
7.08.02	Taxes, Fees and Contributions	922.636	731.835
7.08.02.01	Federal	649.532	570.720
7.08.02.02	State	230.030	133.474
7.08.02.03	Municipal	43.074	27.641
7.08.03	Lenders and Lessors	2.092.918	398.810
7.08.03.01	Interest	1.964.551	302.083
7.08.03.02	Rentals	92.915	66.856
7.08.03.03	Other	35.452	29.871
7.08.03.03.01	Other Rentals	35.452	29.871
7.08.04	Shareholders	1.397.757	1.601.556
7.08.04.01	Interest on Capital	588.156	218.238
7.08.04.03	Retained Earnings (Loss for the Period)	810.763	1.383.318
7.08.04.04	Non-controlling Interest	-1.162	0

Our journey

We are pleased to present our first quarter of combined results.

In these three months together, we have already brought significant advances, but before talking about results, we would like to start the letter by recalling the strategic rationale that has guided us to this point.

Since the beginning of our operations, in 1973, our Founders have brought very strong values of passion for our customers, people, and value creation. During all these years, our decisions were built upon these values, giving us scale to widen our competitive advantages, creating a relevant distance in terms of profitability to our competitors, regardless of the macroeconomic and market contexts. This dynamic allowed us to expand our addressable market, as well as our relevance and scope in the mobility ecosystem, with the release of new solutions, supporting sustainable growth with value creation.

We were in a context of strong growth when, in 2020, we faced an unprecedented pandemic. In the midst of the challenges imposed by it, we saw that the Business Combination with Locamerica could accelerate our transformation, bringing new skills and an experienced team, to further increase our scale and relevance in the mobility ecosystem.

We have compatible cultures, aligned values, complementarity, and strong governance, which will undoubtedly facilitate the integration process. We see great growth opportunity in the core business, as it is a low-penetrated market; we understand our solutions for app drivers and car subscription as important avenues for growth and we now have the heavy vehicles business and Internationalization as new vectors to be explored. In addition, we have achieved the necessary scale and expertise to invest in new businesses in the mobility ecosystem. We are disciplined in allocating capital in these new avenues, focusing on opportunities with a large addressable market, healthy economic units, which reinforce our core and in which we have relevant competitive advantages.

We remain firm in our purpose to build the future of sustainable mobility, and two years after the business combination announcement, we are stronger than ever in our goal. In this first quarter together, we learned from the best practices of each company; we debated about our strengths and weaknesses and are convinced that we are creating an even more differentiated business.

In just three months, we completed the creation of an operational company with a fleet of around 50,000 cars, 180 branches, 22 used car stores, systems, and teams (carve-out). On October 1st, we sold this company to Brookfield, which started to operate the Unidas brand, and we received, as agreed, the amount of R\$3.2 billion with cash effect in 4Q22. The balance will be paid within 9 months, adjusted for interest, and subject to the usual price adjustments for this type of transaction. Additionally, we agreed upon a positive price adjustment of around R\$320 million related to the change in working capital and the sold fleet value, which will be paid to the company over the next 120 days.

The resources attained from the carve-out sale will be reinvested in the fleet growth, now with better commercial and mix conditions, in a context of increased vehicle production and increase in relevance of direct sales. We have a balanced net debt/EBITDA ratio and mix of segments, which allow us to sustain our growth path.

With the carve-out conclusion, we now have all our focus and energy on the integration process and synergies capture, and we have already taken some important steps in this direction. The Company's leadership has been defined and our teams are already operating integrated, learning the processes and best practices of each company. We also concluded the **Rental Car** branches integration, which already operate under Localiza's

brand, and we are concluding the migration process in the **Seminovos** network. Since 3Q22, we combined the management of car procurement and made progress in negotiating the terms for next year under more attractive conditions for the Company, always maintaining solid and long-term relationships with all automakers. Through a dedicated integration team (IMO), we completed the evaluation and detailed planning of capturing synergies on all operational and financial fronts.

With the business combination, we started a process to evaluate the combined business portfolio, with the goal of optimizing the capital preliminary allocation and the use of resources, focusing on initiatives aligned with our strategy of growth with value generation.

The high satisfaction level of our customers and engagement of our team, fundamental competitive advantages of the Company, remained at a level of excellence, assuring that we are moving in the right direction. The excellence in conducting the carve-out and integration process, maintaining high performance in the business, is a result of the dedication and extraordinary energy of Localiza's employees, to whom we are deeply grateful.

We are very excited about Localiza's distinctive position in this new stage of building sustainable mobility, always focused on customers, team, and growth with value creation.

1st chapter of the combined journey – 3Q22 performance

We opened our last quarterly letter of 2022, celebrating the conclusion of the business combination with Locamerica, a very important milestone in our history. Our initial challenge was to complete the carve-out, keep our team engaged, and the high performance of our business.

During the quarter, we observed the car production advance, as well as the growth of the volume of direct sales. In this context, we significantly accelerated the purchase of cars, with a more attractive mix in terms of expected return and we are gradually increasing the sale of **Seminovos**. As a result, in 3Q22, approximately 54 thousand vehicles were added to the fleet, surpassing the extraordinary level of 537 thousand cars, already excluding the carve-out. The Company purchased 97.7 thousand cars at an average consolidated price of R\$90.0 thousand. The reduction in the purchase price compared to 2Q22 is a result of the resumption of production and delivery of entry-level cars.

With the increased number of cars purchased, we were able to service a large part of the cars backlog contracted in the **Fleet Rental** Division, as well as reduce the lead time for new contracts, with positive impact on volumes and the average daily rate. In **Car Rental**, the higher level of entry-level cars purchased has enabled not only the acceleration of rental volumes, but also the beginning of the fleet rejuvenation process. In this quarter, the **Car Rental** net revenue presented a 30.7% increase and the **Fleet Rental** increased by 52.6%, totaling a consolidated net rental revenue of R\$3.2 billion.

In **Seminovos**, we prioritized the decommissioning of economy cars, which have had their useful life extended and have higher average mileage. 43,600 cars were sold at an average price of R\$65.4 thousand, totaling a net revenue of R\$3.0 billion, 42.2% higher year over year. The higher volume allowed for greater dilution of selling expenses, contributing to the maintenance of the double-digit EBITDA margin.

We ended the quarter with a net debt/EBITDA ratio of 2.76x. With the greater reduction in purchase prices in relation to the sale price, the capex for fleet replenishment began to decline, increasing the Company's capacity for growth from the cash generated in the operation. In addition, the proceeds from the carve-out sale received in the 4Q, the start of the capture of synergies, the dilution of fixed costs with the resumption of

growth, and the greater operational efficiency, should contribute to the maintenance of a healthy pace of growth, with a comfortable leverage level.

In this quarter, the commitment and engagement of our team were recognized in several awards and rankings, among which we highlight: NPS Awards, as the car rental company with the highest NPS in Brazil, by SluCX; Global Workforce Transformation Seal, due to our investment in training developers in Brazil, by the Digital Innovation One (DIO) startup; *Valor Inovação*, 4th in the Transport and Logistics category, by Valor Econômico; Most Incredible Place to Work in the Transport and Logistics industry, by FIA and UOL; and Valor 1000, as a highlight of the Transport and Logistics industry, by Valor Econômico. We were also honored as the top-ranked in several categories in the Institutional Investor ranking and, in October, we were very pleased to receive the award for the 4th best company to work for among companies with over 10,000 employees by GPTW.

Combined results

The 3Q22 earnings presentation includes information from Localiza and Locamerica consolidated since July 1st, 2022. However, we will bring the quarterly **proforma results**, adding the two companies together from 1Q21 to 2Q22. In this release, the annual comparisons will be based on the historical proforma number from both companies.

The proforma results are based on available information directly attributable to the business combination and are 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 1st, 2021. There is no assurance by the Company or the auditors that the result of the transaction if taken place on January 1st, 2021, would have been as presented. The quantitative operating numbers were not reviewed by the auditors.

We also highlight that, for comparability purposes, some of Locamerica's accounts were reclassified between lines on the consolidated result: reimbursement for damage and fuel are no longer accounted as operational revenue and are now recognized as cost recovery. Contract termination and intervention fines are no longer accounted as cost recovery and are now recognized as operational revenue and other operational revenues, respectively.

In this quarter, we will highlight the effects related to the business combination (one-offs), as shown below:

Description	EBITDA Impact	Net Income Impact
Integration and Carve-Out expenses	(100.1)	(66.1)
Fleet write-up amortization	-	(116.2)
Customer relationship amortization	-	(4.4)
Fair value adjustment of the deposit tied to the financing	-	9.2
Tax loss write-off	-	(81.1)

With the carve-out conclusion and the beginning of the integration process, this quarter we had additional costs related to the business combination, which we highlight:

- 1) Integration and carve-out costs (one-offs), including costs with advisors, investment banks, rebranding of branches and stores, systems integration, etc.

- 2) We recognized the business combination with the determination of the purchase price, which includes fair valuing the investment linked to the financing granted to Locamerica shareholders, and the preliminary allocation of the fair value of the net asset acquired, including the fleet value write-up and the customer relationship, among others. The amortization of these assets starts to impact the operating result, with no cash effect in the quarter, following the criteria below:
- Customer relationship (booking of the fair value of customer relationships): straight-line amortization over 15.5 years;
 - Fleet value write-up (booking of the difference between the fair value net of the cost of sales and the book value of the fleet acquired): amortization according to the criterion used for the depreciation of fleet vehicles, being calculated individually per car and recognized on a straight-line basis when the expected net sales value is less than the sum of the book value and the write-up value of that car. When a car is sold and has a write-up balance, this balance is written off together with the book value;
 - The fair value adjustment of the deposit linked to Locamerica shareholders' financing (booking of the net present value of the profitability gap between this deposit rates and market rates): was accounted for as a reduction of the asset and will be reversed quarterly until its maturity, generating a positive, non-cash effect on the results.
- 3) The last impact related to the business combination refers to the write-off of tax losses at Locamerica, also without cash effect, associated with the sale of the assets to be divested.

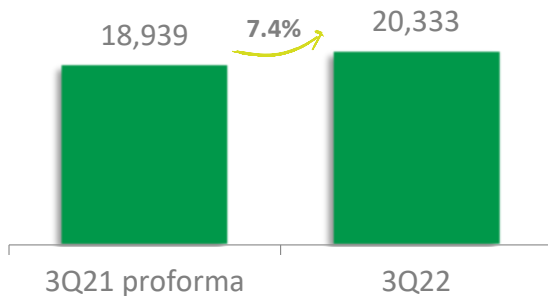
Finally, in this quarter, we had a positive effect on EBITDA from PIS and Cofins credits associated with the **Fleet Rental's** issued report to determine the fleet's useful life for fiscal purposes, in the amount of R\$102.9 million and new reports on **Car Rental**, in the amount of R\$72.1 million. We highlight that the value of these reports is substantially lower than the R\$320 million recognized in **Car Rental** in 3Q21, referring to the first report that the Company obtained, impacting the annual comparison basis.

Considering the various effects that impacted this quarter, we will bring, in addition to the 3Q22 accounting result, the result adjusted by the business combination one-offs, which best reflects our performance.

OPERATING HIGHLIGHTS

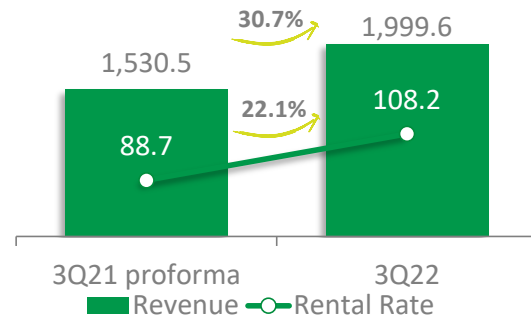
Rental days – Car Rental

Quantity in thousands



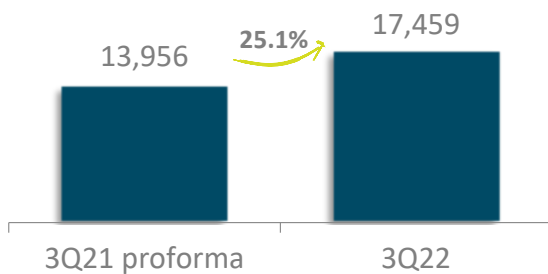
Net revenue and average rental rate – Car Rental

R\$ million, including royalties / R\$



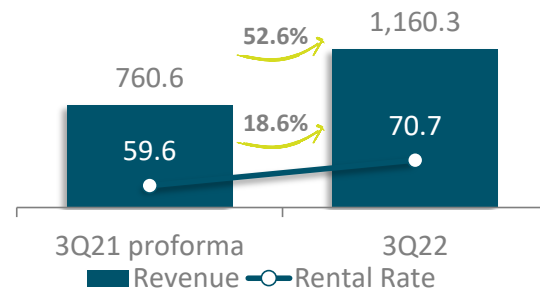
Rental days – Fleet Rental

Quantity in thousands



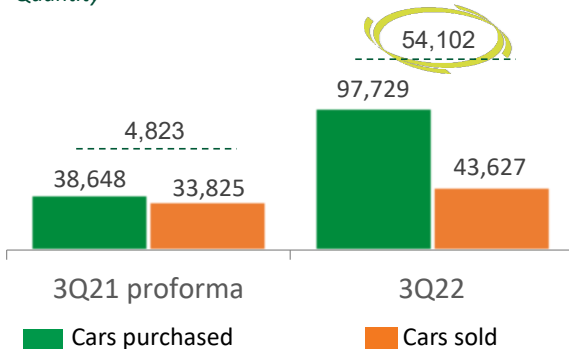
Net revenue and average rental rate – Fleet Rental

R\$ million / R\$



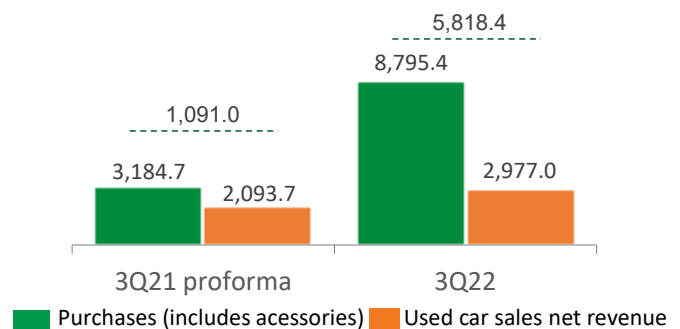
Car purchase and sales

Quantity



Net investment in fleet

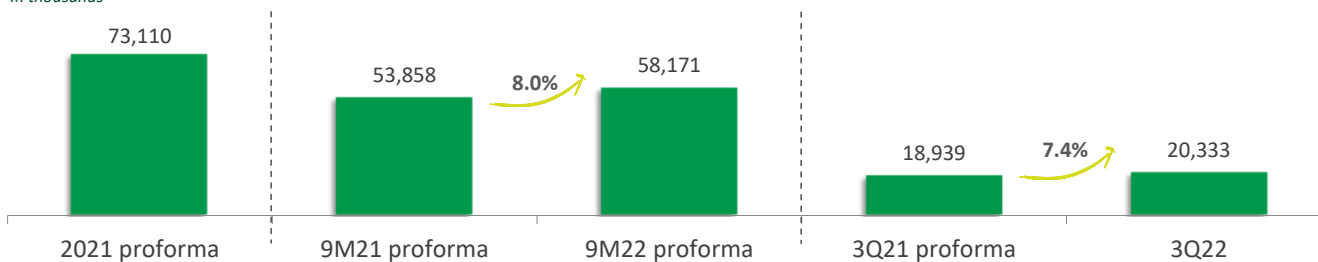
R\$ million



1 – Car Rental

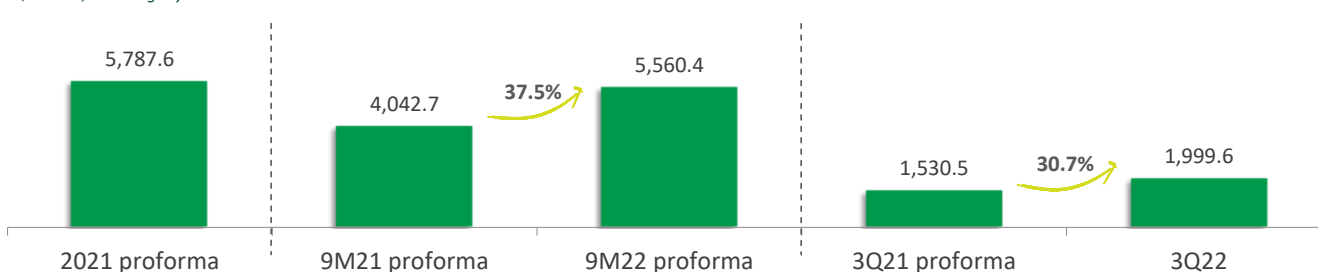
Rental days

In thousands



Net revenue

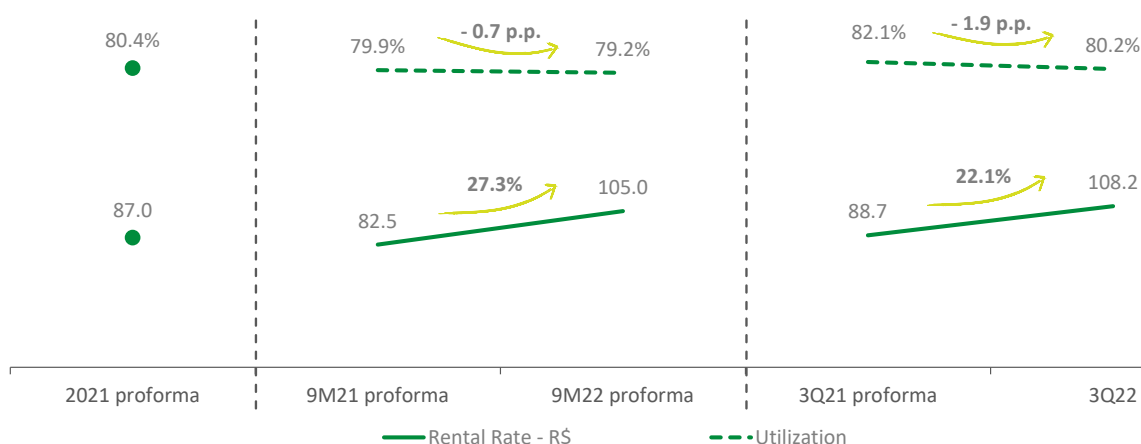
R\$ million, including royalties



In 3Q22, the **Car Rental** net revenues grew 30.7%, with a 7.4% increase in volume and 22.1% in rental rates, considering the proforma view of 3Q21 results.

In 9M22, there was a revenue growth of 37.5% in the division, with volume 8.0% and average daily rate 27.3% higher, when compared to the same period last year.

Rental rate (R\$) and utilization (%)

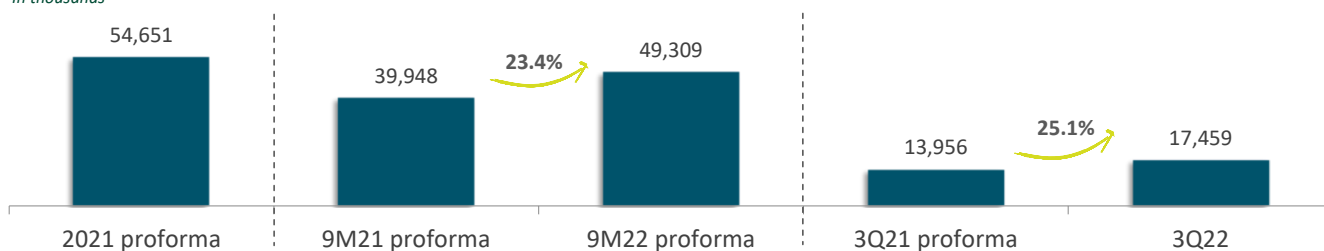


The average rental rate for the quarter was R\$108.2, reflecting a strategy of increasing exposure to segments with higher rate levels and new price increases. The utilization rate of 80.2% reinforces the company's ability to capture demand in all segments, even in the context of price passthrough and consistent addition of fleet.

2 – Fleet Rental

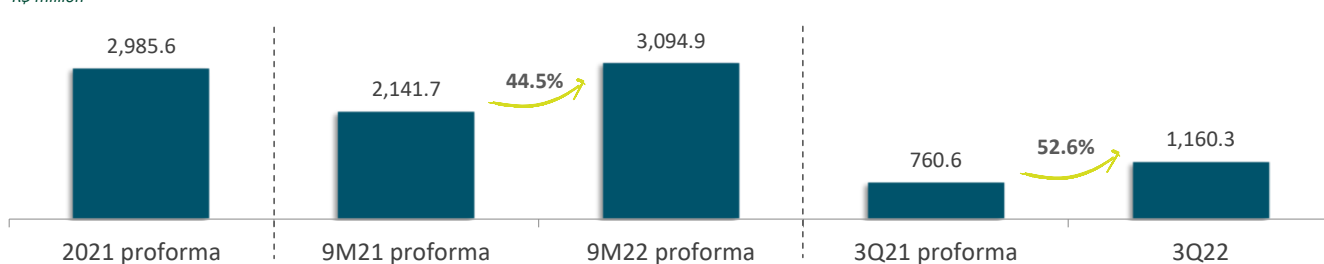
Rental days

In thousands



Net revenue

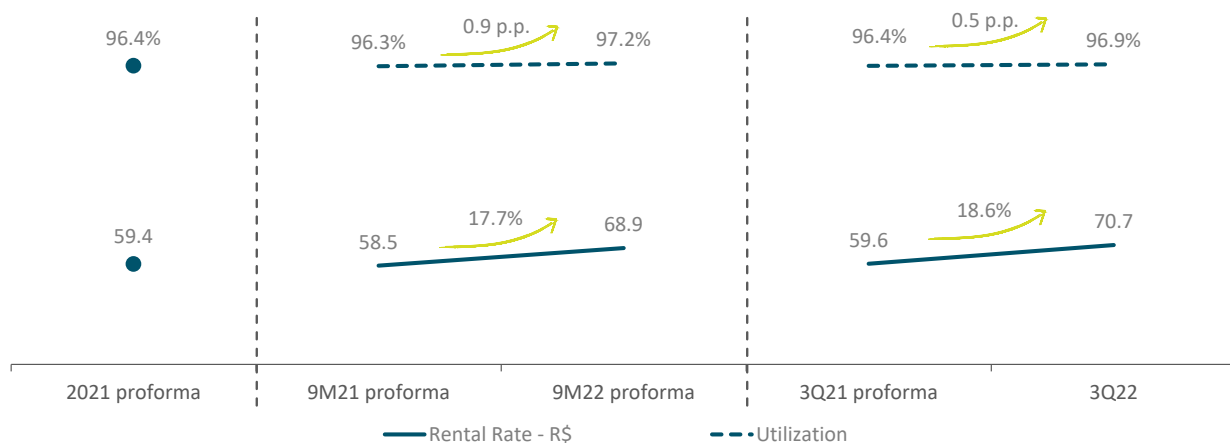
R\$ million



In 3Q22, **Fleet Rental** Division presented a net revenue 52.6% higher year over year in the proforma comparison, as a result of the 25.1% growth in volume and 18.6% in the average daily rate. In 9M22, considering the proforma comparison, there was an increase of 23.4% in volume and 44.5% in revenue from this division, compared to the same period last year.

The advance in cars purchase, and the optimization of the combined purchase portfolios allowed us to accelerate the vehicles delivery and allowed us to fill a relevant part of the backlog. The sale of new contracts in this division remains robust, attesting to the Company's commercial excellence.

Rental rate (R\$) and utilization (%)

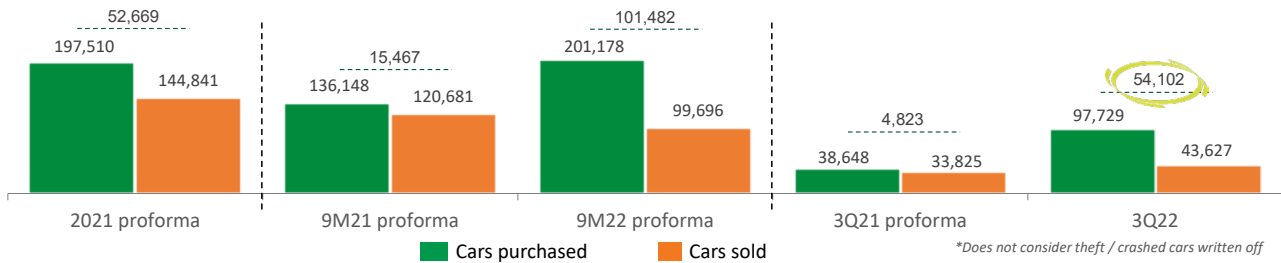


3 – Fleet

3.1 – Net investment in the fleet

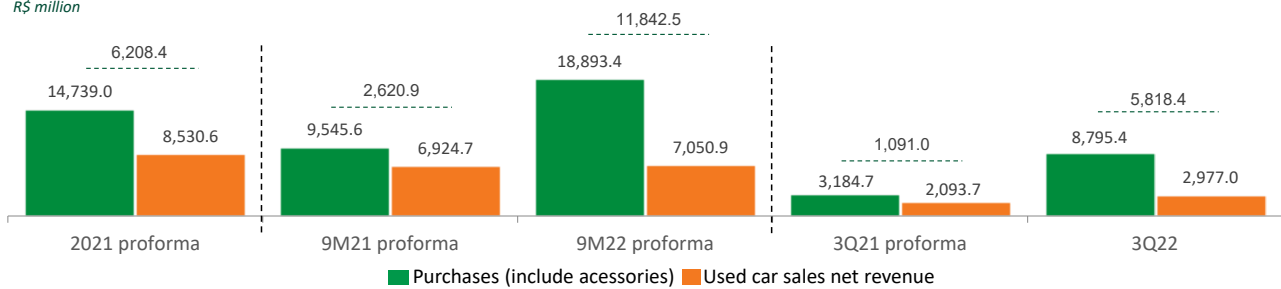
Car purchase and sales

Quantity*



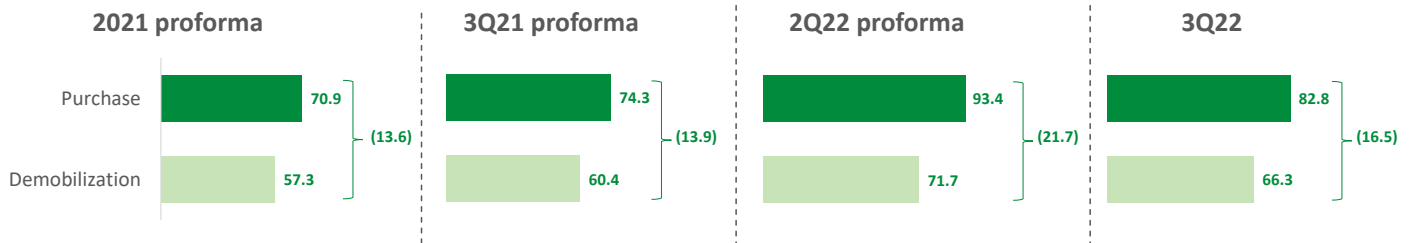
Net investment in fleet

R\$ million

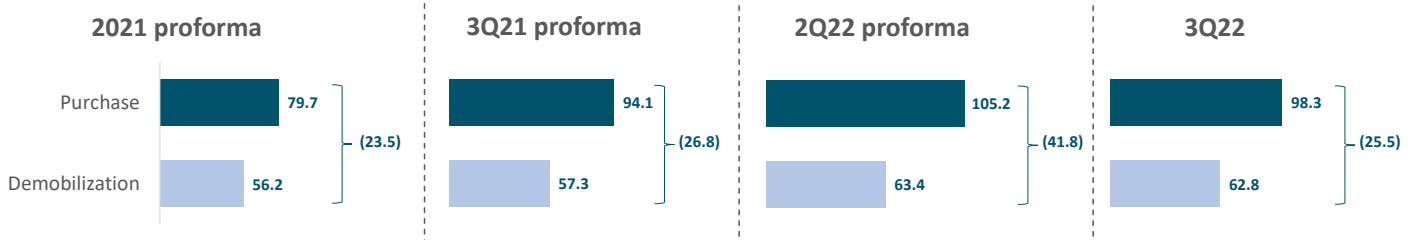


In 3Q22, with the higher level of car production and higher relevance of direct sales, the Company purchased 97,729 cars and sold 43,627, resulting in the addition of 54,102 cars to the fleet.

Average price of purchase and demobilization – Car Rental



Average price of purchase and demobilization – Fleet Rental

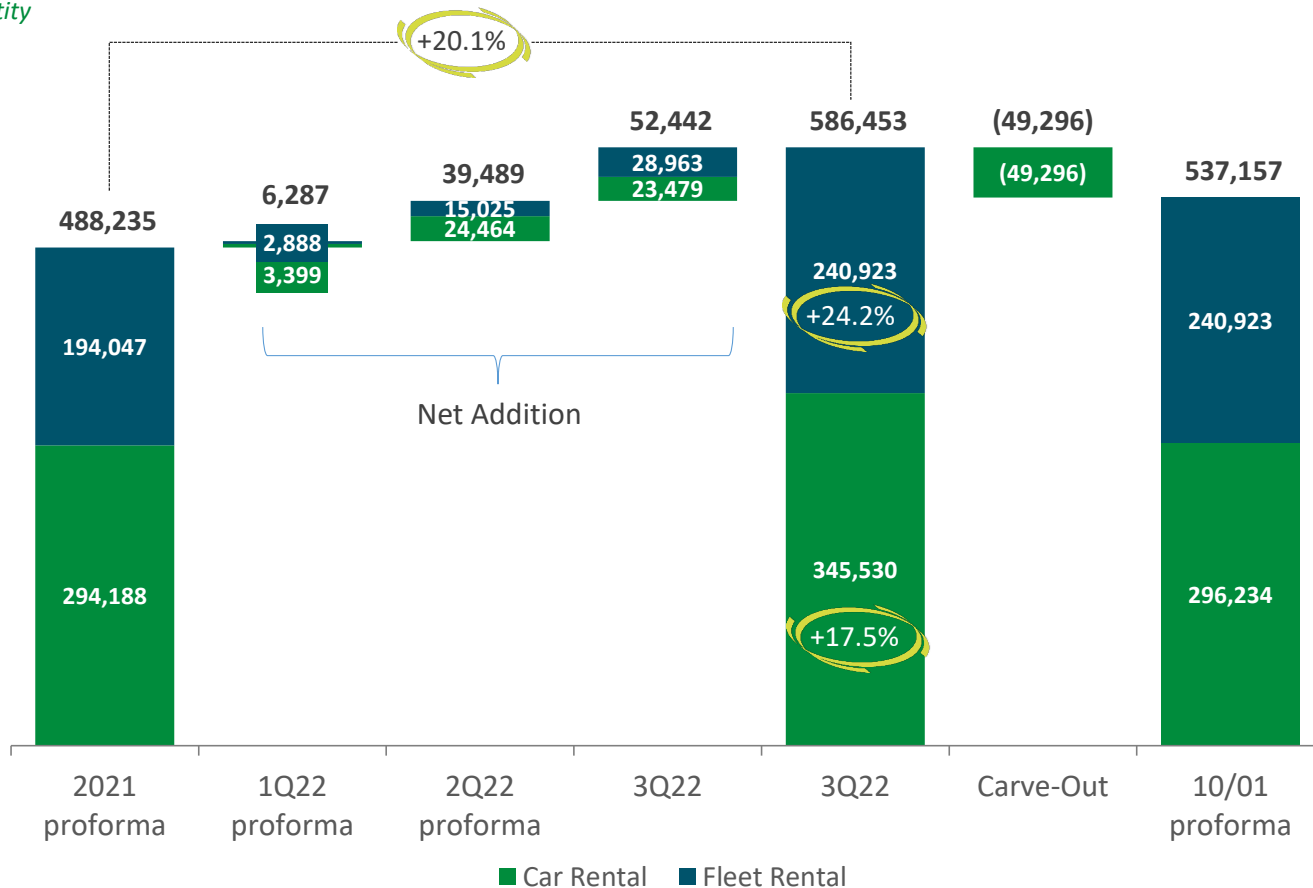


Purchasing a mix with more entry-level cars resulted in a lower average purchase price, in addition to allowing the acceleration of the decommissioning of the entry-level cars which have higher average mileage. As a result, we started the fleet renewal process in the **Car Rental** division, which showed a significant reduction in renewal capex compared to the previous quarter. In **Fleet Rental**, we also observed a reduction in car renewal capex compared to 2Q22, despite the mix with heavy vehicles.

3.2 – End of period fleet

End of period fleet

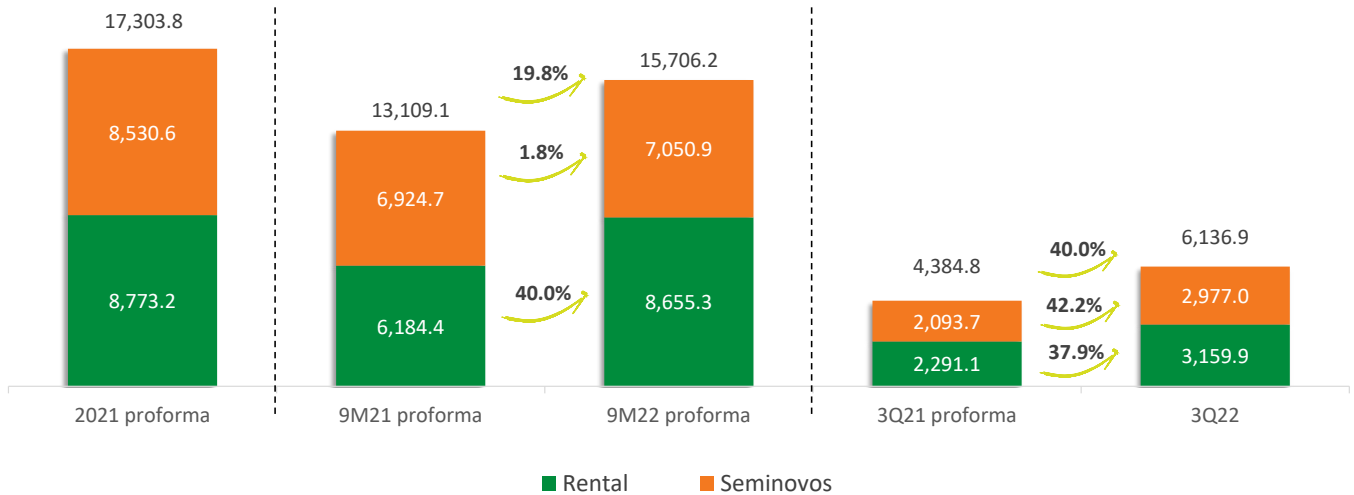
Quantity



During the year the Company added 98,218 cars to its fleet, net of the effect of theft and loss. It is worth mentioning that, in 3Q22, the net addition of the fleet was higher than the number of cars divested from the carve-out.

The end of period fleet totaled 586,453 cars, though in the proforma view we would have 537,157 cars considering the carve-out sale.

4 – Consolidated net revenues



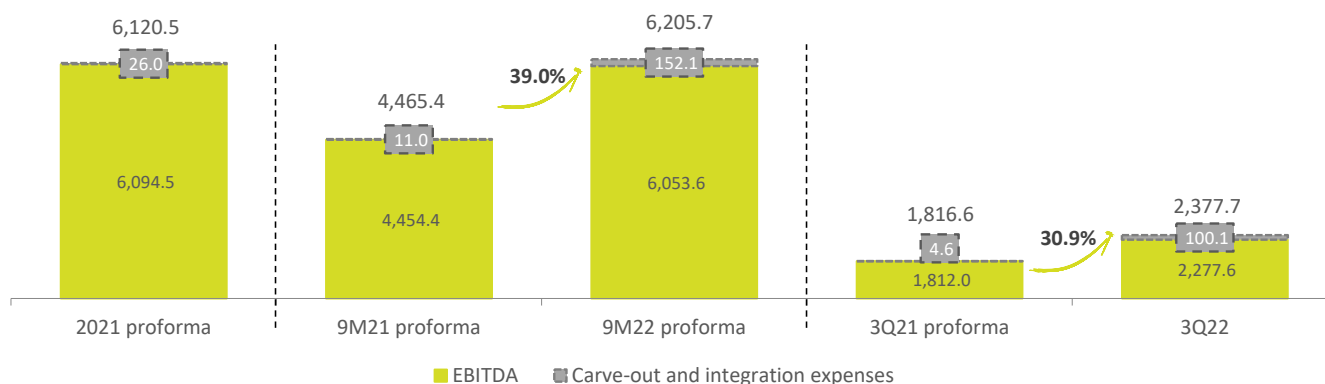
In 3Q22, consolidated net revenue increased 40.0% compared to the same quarter of the previous year, in the proforma comparison. Net rental revenue grew by 37.9% in the proforma comparison, with 30.7% in the **Car Rental** Division and 52.6% in the **Fleet Management** Division. This increase is explained by the double-digit growth in volumes and prices, aimed at preserving the Company's level of return, in a context of higher new car prices, inflation, and interest rates.

With the resumption of vehicle supply, the Company began the gradual acceleration of the decommissioning and selling cars process, with a volume 29.0% higher in the annual comparison and an increase of 10.2% in the sales price, resulting in the growth of 42.2% in net revenue from **Seminovos**.

5 – EBITDA – adjusted for merger one-offs

Consolidated EBITDA, adjusted for the business combination one-offs

R\$ million



In 3Q22, consolidated EBITDA totaled R\$2,277.6 million, 25.7% higher when compared to proforma EBITDA in the same period of the previous year. Adjusted EBITDA for business combination expenses totaled R\$2,377.7 in 3Q22, 30.9% higher than last year's proforma EBITDA, also adjusted for business combination one-offs.

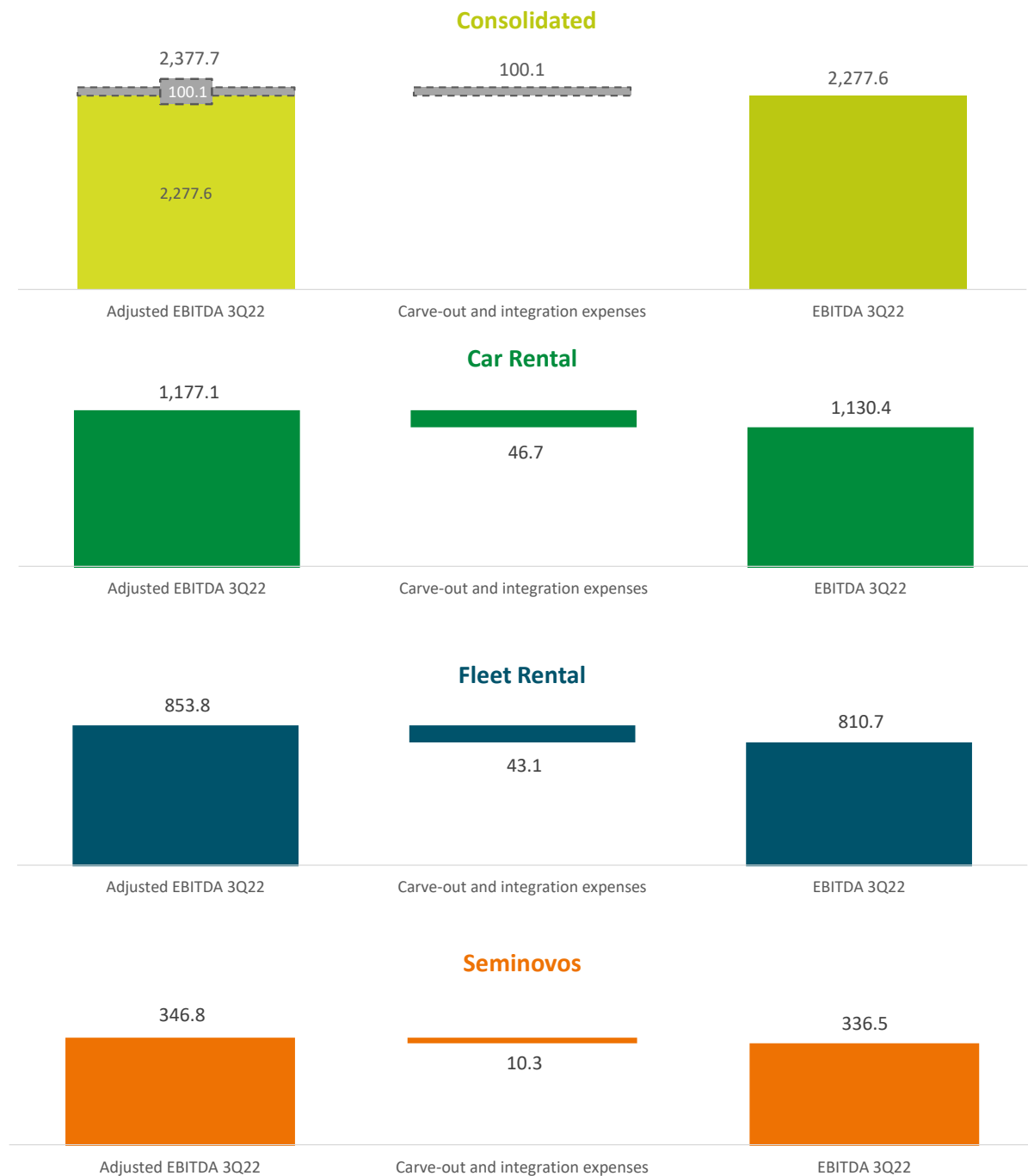
In this quarter, expenses related to carve-out and integration, totaled R\$100.1 million, with around 46.6% allocated to the **Car Rental** division, 43.1% to **Fleet Rental**, 10.3% to **Seminovos**. Such expenses include, among others, rebranding of branches and stores, systems integration, and consulting.

In addition, in this quarter, we had a negative effect on consolidated EBITDA of R\$33.3 million on new initiatives. Based on our strategic planning, we started studies to evaluate the rationalization of the portfolio, which may result in the review of some initiatives such as the purchase and sale of third-party cars, which represented around 65% of the R\$33.3 million. Thus, we will increase the focus on initiatives that generate value and reinforce our competitive advantages.

Finally, we also had a positive effect of R\$175,0 million on EBITDA as a result of the new reports that allowed the depreciation acceleration for PIS and Cofins tax purposes, of which R\$72.1 million in **Car Rental** and R\$102.9 million were in **Fleet Rental**.

5 – EBITDA

We highlight below the details of the adjustment related to the business combination one-offs, in the consolidated result and for each segment:



5 – EBITDA

For better comparability, we bring proforma EBITDA margins for 3Q21, 9M21, 2021, and 9M22; the 3Q22 actual EBITDA margin and the 3Q22 EBITDA margin adjusted for the one-off effects of the business combination.

EBITDA Margin:	2021 proforma	9M21 proforma	9M22 proforma	3Q21 proforma	3Q22 actual	3Q22 adjusted*
Car Rental and Franchising	49.3%	48.8%	55.2%	61.1%	56.5%	58.9%
Fleet Rental	65.5%	66.8%	66.4%	65.5%	69.9%	73.6%
Rental Consolidated	54.8%	55.0%	59.2%	62.6%	61.4%	64.3%
Seminovos	15.1%	15.2%	13.2%	18.1%	11.3%	11.6%
Consolidated (over rental revenues)	69.5%	72.0%	69.9%	79.1%	72.1%	75.2%

*Adjusted for One-offs related to the carve-out and integration expenses

In 3Q22, excluding the one-off effects of the business combination, the **Car Rental** division had a margin of 58.9%. Compared to 3Q21 proforma EBITDA, the 2.2p.p. reduction in the margin is due to the recognition of PIS and Cofins credits in 3Q21, which totaled R\$320.0 million (+20.9 p.p. in the proforma margin), compared to the R\$72.1 million related to the new report recognized in the 3Q22 for the fleet purchased this year (+3.6p.p. over adjusted margin). In this quarter, it is worth mentioning the increase in rental rates and the greater operational efficiency, especially due to the reduction in the delinquency and theft levels YoY.

The **Fleet Rental** Division presented an adjusted margin for transaction expenses of 73.6%, 8.1p.p. higher than the proforma margin for the same period in the previous year. This margin was positively impacted by the increase in volume and the average daily rate, as well as the positive effect of PIS and Cofins credits (R\$102.9 million, +8.9p.p. in the adjusted margin), due to the useful life first review of this division assets referring to 9M22, allowing the acceleration of depreciation for tax purposes. On the other hand, the increase in expenses in other businesses negatively impacted the EBITDA margin by 3.3p.p.

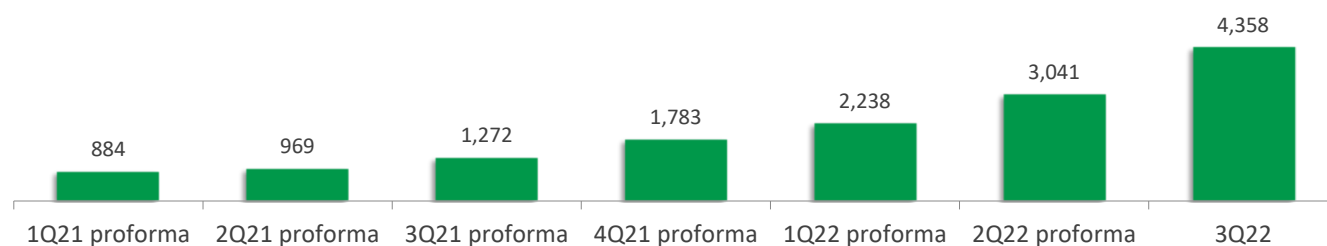
In **Seminovos**, the EBITDA margin was 11.6% in 3Q22, 6.5p.p. lower than the proforma margin for the same period last year. In this quarter, we selectively accelerated the cars decommissioning with higher mileage in the **Car Rental** division, which brings higher preparation costs and are directed to wholesale. With the increase in spending on other businesses, the **Seminovos** margin had an impact of 1.2p.p. this quarter. It is also worth noting that the ramp-up in car sales occurs especially in the **Car Rental** segment, which has a lower EBITDA margin, so the average EBITDA margin is impacted by this effect. Despite the reduction in gross margin, the gradual acceleration in the pace of sales contributes to the dilution of SG&A.

The improvement in the EBITDA margins of the rental operations allows the achievement of the expected level of return, in the context of an increase in the capital base, normalization of **Seminovos**, and interest levels.

6 – Depreciation

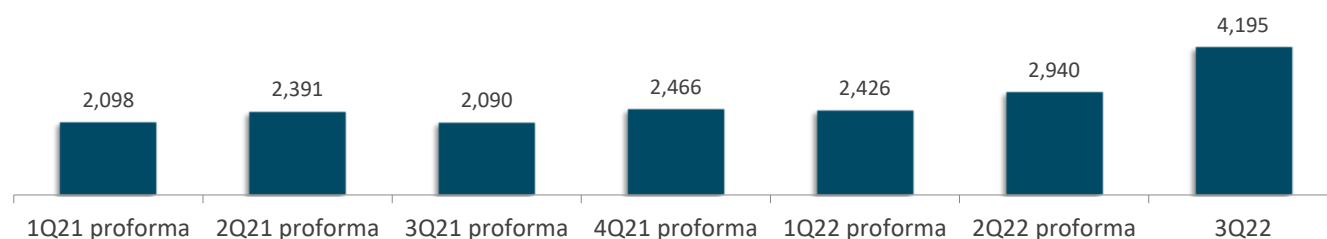
Depreciation is calculated using the straight-line method, considering the difference between the purchase price of the car and the estimated selling price at the end of its useful life, net of estimated costs and expenses to sell it. The estimated selling price is reassessed quarterly, so the book value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

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



In 3Q22, the average annualized depreciation amounted to R\$4,358 per car, following the upward trend and explained by i) higher number of cars depreciating in the fleet due to the car purchases acceleration in this quarter and the increase in the sale of cars 100% depreciated; ii) effect of the purchase mix and commercial conditions of the last two years, in addition to the iii) effect of fleet mix and depreciation brought about by the business combination. As mentioned in the opening letter of this release, we expect a better purchasing mix and commercial conditions for the next cycle of fleet renewal due to the rebalance between production and demand.

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

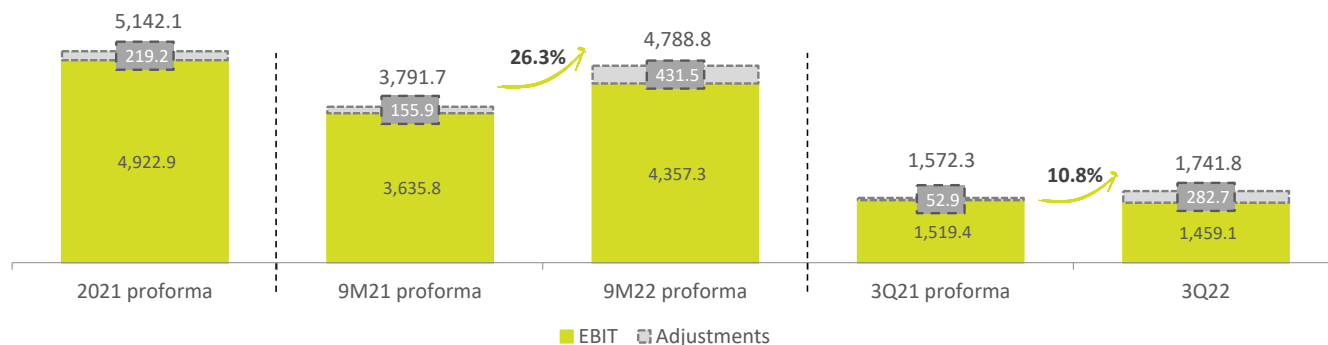


In the **Fleet Rental** Division, in 3Q22 the average depreciation per car of R\$4,195 reflects the cars renewal effect, as well as the fleet mix brought by the business combination, which includes heavy vehicles, with higher average depreciation.

7 – EBIT

Consolidated EBIT

R\$ million

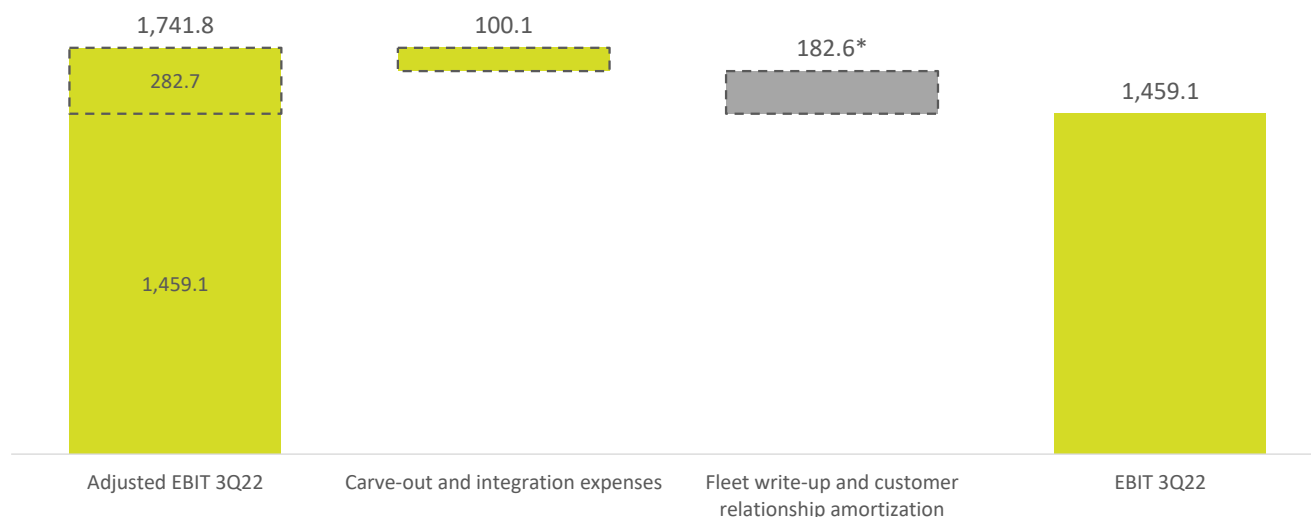


In 3Q22, EBIT totaled R\$1,459.1 million, representing a 4,0p.p. decrease compared to 3Q21 proforma. Adjusted EBIT for business combination expenses totaled R\$1,741.8 million in the quarter, representing an increase of 10.8% compared to 3Q21 proforma adjusted. As shown in the chart below, the adjustments made to EBIT are related to expenses with integration and costs associated with the carve-out, described above, in addition to the amortization of the fleet value write-up and Customers Relationship.

The write-up was recognized both in the **Car Rental** and **Fleet Rental** fleets, which is amortized following a mechanic equivalent to the fleet depreciation. It means amortization is calculated individually per car, being recognized on a straight-line basis when the expected net sales value is less than the sum of the book value and the write-up of that car. Additionally, when a car is sold and it has a write-up balance, this balance is written off together with the book value of this vehicle.

The Customer Relationship impacts only the **Fleet Management** division and follows a straight-line amortization, considering 15.5 years of useful life, as determined in the purchase price preliminary allocation study.

It is worth mentioning that the amortization expenses of the write-up and customer relationship **do not have a cash effect**, and these assets are directly associated with the accounting recognition of the customer relationship and the appreciation of the vehicles acquired in the transaction with Locamerica.



*Non-cash effects in the quarter

7 – EBIT

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

EBIT Margin:	2021 proforma	9M21 proforma	9M22 proforma	3Q21 proforma	3Q22 accounting	3Q22 adjusted*
Car Rental and Franchising	54.9%	57.9%	48.3%	67.7%	44.8%	49.7%
Fleet Rental	58.5%	60.5%	53.9%	63.6%	48.5%	64.5%
Consolidated (over rental revenues)	56.1%	58.8%	50.3%	66.3%	46.2%	55.1%

*Adjusted for One-offs related to the carve-out and integration expenses, and fleet write-up and customer relationship amortization

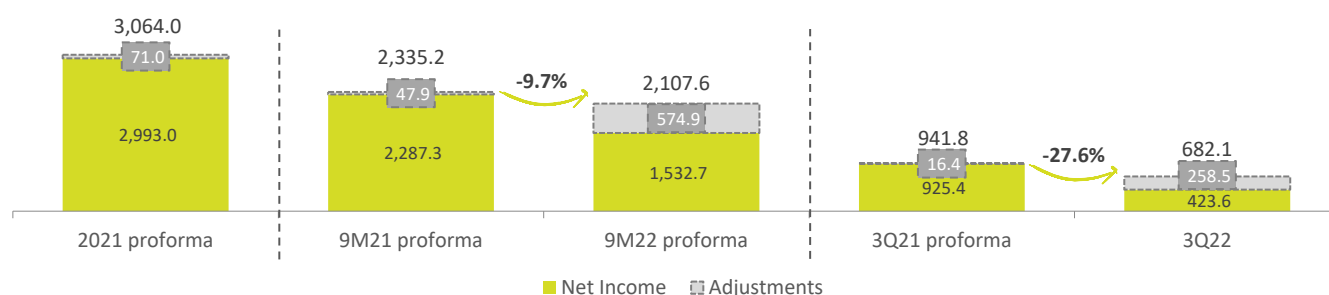
In 3Q22, the adjusted EBIT margin in the **Car Rental** Division was 49.7%, a reduction compared to 3Q21 proforma, due to the lower EBITDA margin, combined with the increase in car depreciation.

In the **Fleet Rental** Division, the EBIT margin reached 64.5%, an increase of 0.9p.p. YoY, explained by the increase in the EBITDA margin, partially offset by the higher depreciation.

8 – Lucro líquido ajustado consolidado

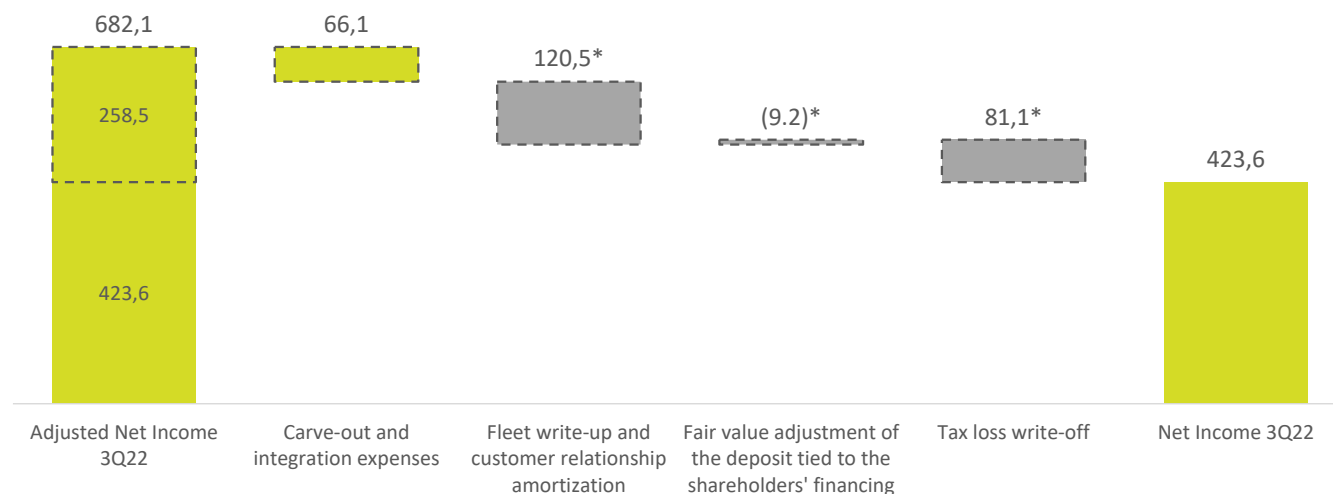
Consolidated net income

R\$ million



EBITDA x Net income reconciliation	2021 proforma	9M21	9M22	Var. R\$	Var. %	3Q21	3Q22	Var. R\$	Var. %
Consolidated EBITDA	6,120.5	4,465.4	6,205.7	1,740.3	39.0%	1,816.6	2,377.7	561.1	30.9%
Cars depreciation	(672.6)	(450.4)	(1,152.9)	(702.5)	156.0%	(167.0)	(538.1)	(371.1)	222.2%
Other property depreciation and amortization	(305.8)	(223.3)	(264.0)	(40.7)	18.2%	(77.3)	(97.8)	(20.5)	26.5%
EBIT	5,142.1	3,791.7	4,788.8	997.1	26.3%	1,572.3	1,741.8	169.5	10.8%
Financial expenses, net	(785.0)	(459.9)	(1,978.0)	(1,518.1)	330.1%	(213.9)	(883.2)	(669.3)	312.9%
Income tax and social contribution	(1,293.1)	(996.7)	(703.4)	293.2	-29.4%	(416.6)	(176.6)	240.0	-57.6%
Adjusted net income of the period	3,064.0	2,335.2	2,107.6	(227.6)	-9.7%	941.8	682.1	(259.7)	-27.6%

As mentioned before, in this quarter we had the peak of expenses with integration and carve-out, in addition to non-cash impacts on the result arising from the amortization of the write up and the fair value adjustment of the deposit tied to the shareholders' financing, in addition to the write-off of the tax loss, which we highlight:



*Non-cash effects in the quarter

Excluding these effects, adjusted net income was R\$682.1 million, representing a decrease of 27.0% compared to 3Q21 proforma. This reduction reflects:

- (+) R\$561.1 million increase in EBITDA;
- (-) R\$391.6 million increase in cars depreciation and other;
- (-) R\$669.3 million addition in net financial expenses, mainly due to the increase in the average CDI in the period and the higher average debt balance, as well as the MTM effects of swap contracts;
- (+) R\$246.9 million decrease in income tax and social contribution.

9 – Free cash flow (FCF)

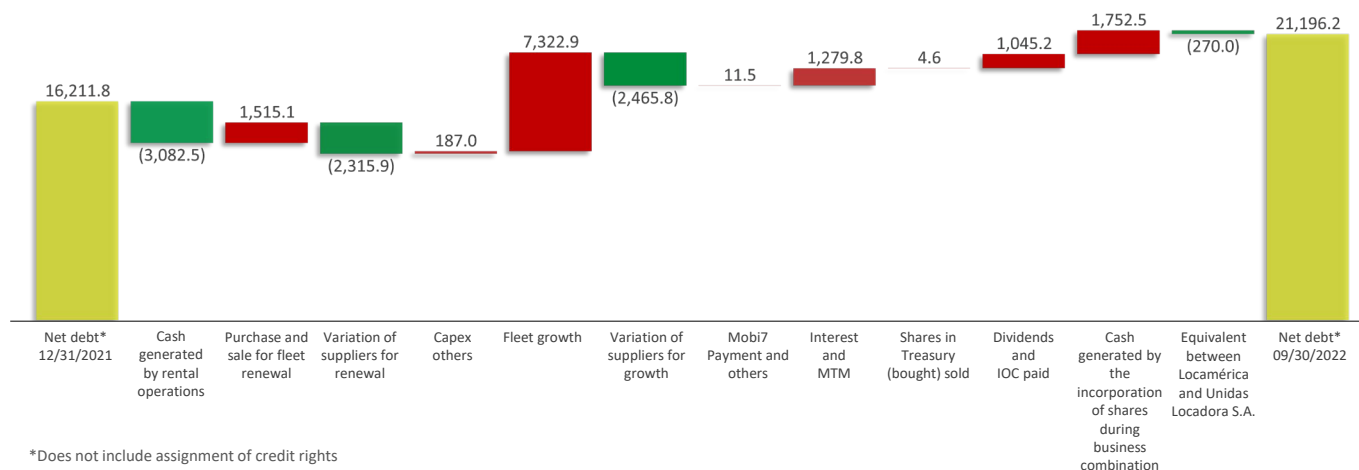
Free cash flow (R\$ million)		2020 actual	2021 actual	9M22 actual
Operations	EBITDA	2,468.1	3,697.5	4,533.8
	Used car sale revenue, net of taxes	(6,109.1)	(5,308.0)	(5,365.6)
	Net book value of vehicles written-off	5,599.9	4,346.0	4,206.9
	(-) Income tax and social contribution	(250.1)	(307.1)	(62.2)
	Change in working capital	91.6	(568.3)	(230.4)
	Cash generated by rental operations	1,800.4	1,860.1	3,082.5
Capex renewal	Used car sale revenue, net from taxes – fleet renewal	4,886.9	5,308.0	5,365.6
	Fleet renewal investment	(5,524.1)	(6,366.9)	(6,880.7)
	Change in accounts payable to car suppliers for fleet renewal	(466.6)	(282.6)	2,315.9
	Net investment for fleet renewal	(1,103.8)	(1,341.5)	800.8
Fleet renewal – quantity		109,379	92,845	77,045
Investment, property and intangible		(108.0)	(143.4)	(187.0)
Free cash flow from operations, before fleet increase or reduction		588.6	375.2	3,696.3
Capex Growth	(Investment) / Divestment in cars for fleet growth	1,222.2	(1,289.0)	(7,322.9)
	Change in accounts payable to car suppliers for fleet growth	(522.5)	571.6	2,465.8
	Net investment for fleet growth	699.7	(717.4)	(4,857.1)
Fleet increase / (reduction) – quantity		(26,111)	18,665	80,526
Free cash flow after growth		1,288.3	(342.2)	(1,160.8)
Other invest.	Acquisitions - except fleet value	(7.9)	(3.6)	(11.5)
Free cash generated (applied) before interest and others		1,280.4	(345.8)	(1,172.3)

For the FCF, short-term financial investments were considered cash

In 9M22, the Company presented cash generation of R\$3.7 billion before growth. The strong cash generation by the rental activities was consumed by the increase in growth capex due to the net addition of around 98 thousand cars to the fleet.

10 – Net debt

10.1 – Change in net debt net debt – R\$ million

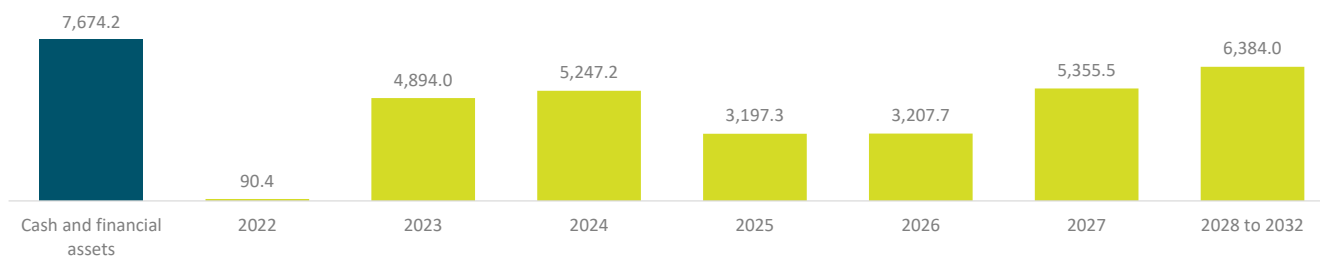


On September 30, net debt totaled R\$21.2 billion, an increase of 30.7%, or R\$5.0 billion compared to the end of 2021 proforma, and mainly explained by the fleet growth. The Company has a robust cash position and a net debt/EBITDA ratio of 2.76x, keeping the process of active debt management, with the aim of optimizing costs and terms.

10.2 – Debt profile – R\$ million

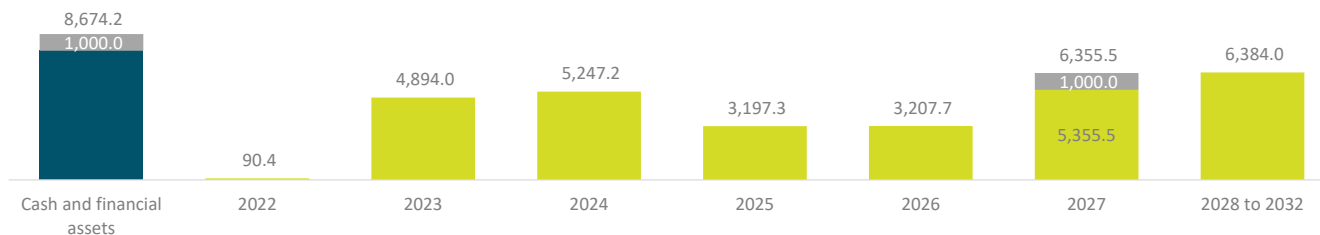
As of 09/30/2022

R\$ million



Proforma after oct/22 issuances

R\$ million

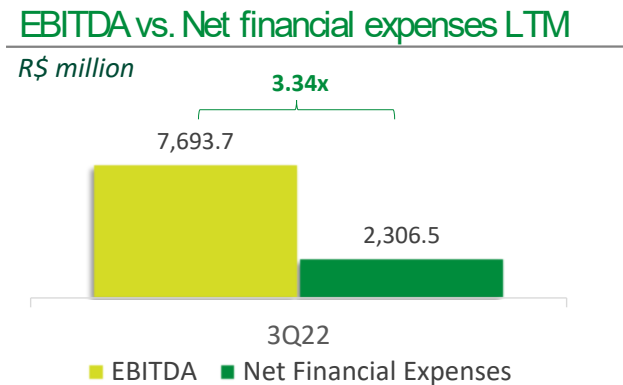
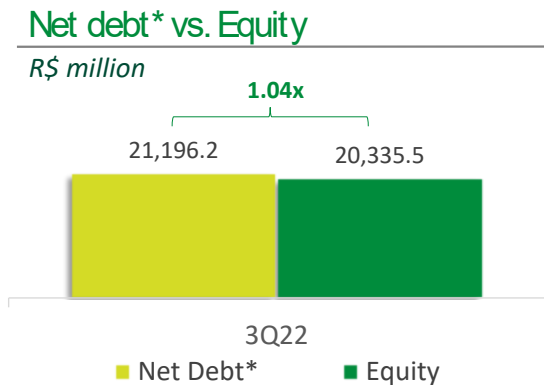
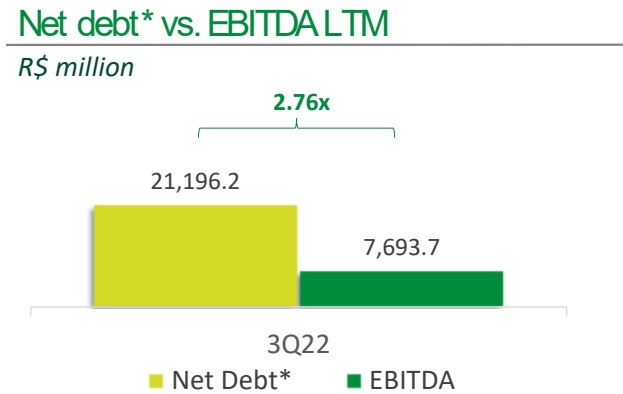
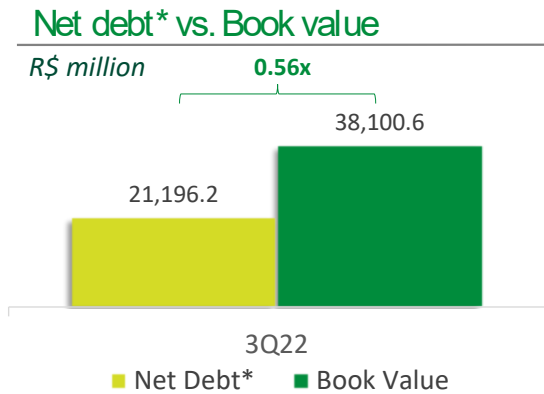


The Company ended the quarter with R\$7.7 billion in cash. Considering the funding in October 2022, we would have a proforma cash position of R\$8.7 billion.

10.3 – Debt maturity profile – R\$ million

Debt	Issuance	Contract rate	2022	2023	2024	2025	2026	2027	2028 to 2032	Total
Debentures 12th Issuance	5/15/2017	CDI + 1,35%	-	-	673.5	-	-	-	-	673.5
Debentures 13th Issuance - 1st serie	12/15/2017	109,35% CDI	-	306.2	-	-	-	-	-	306.2
Debentures 13th Issuance - 2nd serie	12/15/2017	111,30% CDI	-	-	94.1	94.1	-	-	-	188.1
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	-	-	445.0
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
Real State Receivables Certificate (CRI) Localiza	6/1/2022	CDI + 0,95%	-	-	-	-	-	300.0	-	300.0
Debentures 5th Issuance of Localiza Fleet	7/31/2018	112,0% CDI	-	-	-	202.4	-	-	-	202.4
Debentures 6th Issuance of Localiza Fleet	12/21/2018	110,4% CDI	-	-	310.1	-	-	-	-	310.1
Debentures 7th Issuance of Localiza Fleet	7/29/2019	109,0% CDI	-	100.0	100.0	100.0	-	-	-	300.0
Debentures 8th Issuance of Localiza Fleet	2/14/2020	CDI + 1,0%	-	333.3	333.3	333.3	-	-	-	1,000.0
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
Foreign currency loan with swap	-	Diversos	-	465.0	804.3	250.0	-	-	-	1,519.3
Real State Receivables Certificate (CRI) Rental Brasil	2/26/2018	99% CDI	9.0	12.3	15.0	20.1	25.1	30.6	227.6	339.7
Debentures 16th Issuance of Locamerica	-	Diversos	1.4	372.2	226.5	1.2	0.2	0.1	0.3	601.9
Debentures 17th Issuance of Locamerica	4/27/2018	119% CDI	-	116.7	116.7	-	-	-	-	233.3
Debentures 18th Issuance of Locamerica	9/27/2018	113% CDI	-	200.0	-	-	-	-	-	200.0
Debentures 19th Issuance of Locamerica	9/20/2019	108% CDI	-	-	200.0	-	-	-	-	200.0
Foreign currency loan Locamerica	12/15/2020	CDI + 2,40%	-	-	-	750.0	750.0	-	-	1,500.0
Debentures 20th Issuance of Locamerica - 1st serie	12/28/2020	CDI + 2,40%	-	-	-	225.0	225.0	-	-	450.0
Debentures 20th Issuance of Locamerica - 2nd serie	5/20/2021	CDI + 2,00%	-	-	-	-	-	175.0	175.0	350.0
Agro business Receivables Certificate - CRA 104 Locamerica	5/20/2021	CDI + 2,40%	-	-	-	-	-	-	400.0	400.0
Debentures 21st Issuance of Locamerica	7/23/2021	IPCA + 4,825%	-	-	-	-	-	-	200.0	200.0
Debentures 22nd Issuance of Locamerica	9/23/2021	IPCA + 6,5119%	-	-	-	-	-	-	1,100.0	1,100.0
1st Commercial Note - Locamerica	12/8/2021	CDI + 1,15%	-	-	-	-	1,000.0	-	-	1,000.0
Debentures 23rd Issuance of Locamerica - 1st serie	3/10/2022	CDI + 1,35%	-	-	800.0	-	-	-	-	800.0
Debentures 23rd Issuance of Locamerica - 2nd serie	4/15/2022	CDI + 1,85%	-	-	-	-	-	685.0	-	685.0
Debentures 24th Issuance of Locamerica	4/15/2022	IPCA + 7,2101%	-	-	-	-	-	-	515.0	515.0
Debentures 16th Issuance of Locamerica Rent a Car	5/10/2022	CDI + 1,85%	-	-	-	-	-	265.5	-	265.5
Debentures 15th Issuance of Locamerica Rent a Car	12/20/2021	CDI + 1,8%	-	-	-	-	425.0	425.0	-	850.0
Agro business Receivables Certificate - CRA 157 Locamerica -1st serie	2/26/2021	CDI + 2,25%	-	-	-	225.0	225.0	-	-	450.0
Agro business Receivables Certificate - CRA 157 Locamerica -2nd serie	7/23/2021	IPCA + 6,6018%	-	-	-	-	-	-	167.2	167.2
Debentures 11th Issuance of Locamerica Rent a Car - single series	9/23/2021	CDI + 1,00%	-	-	-	-	-	-	250.8	250.8
Debentures 12th Issuance of Locamerica Rent a Car - 1st serie	3/29/2018	117,5% CDI	-	250.0	-	-	-	-	-	250.0
Debentures 12th Issuance of Locamerica Rent a Car - 2nd serie	9/15/2018	110,6% CDI	-	75.0	-	-	-	-	-	75.0
Debentures 13th Issuance Locamerica Rent a Car - 1st series	9/15/2018	IPCA + 7,30%	-	-	50.0	50.0	-	-	-	100.0
Debentures 13th Issuance of Locamerica Rent a Car - 2nd series	4/10/2019	107,9% CDI	-	-	527.4	-	-	-	-	527.4
Debentures 13th Issuance Locamerica Rent a Car - 3rd series	4/10/2019	110,5% CDI	-	-	-	124.2	124.2	124.2	-	372.6
Debentures 14th Issuance of Locamerica Rent a Car - single series	4/10/2019	112,0% CDI	-	-	-	-	-	-	100.0	100.0
External Loan - 4131 -Locamerica Rent a Car	11/18/2019	109,72% CDI	40.0	80.0	80.0	-	-	-	-	200.0
External Loan - 4131 -Locamerica Rent a Car	7/26/2019	109,7% CDI	-	-	188.5	-	-	-	-	188.5
Working Capital / Others	3/19/2020	CDI + 0,82%	-	84.2	84.2	-	-	-	-	168.3
Interest accrued			530.7	-	-	-	-	-	-	530.7
Cash and cash equivalents on 09/30/2022			(7,674.2)	-	-	-	-	-	-	(7,674.2)
Net debt			(7,093.1)	3,894.8	5,248.0	3,197.3	4,207.7	5,355.4	6,385.9	21,196.2

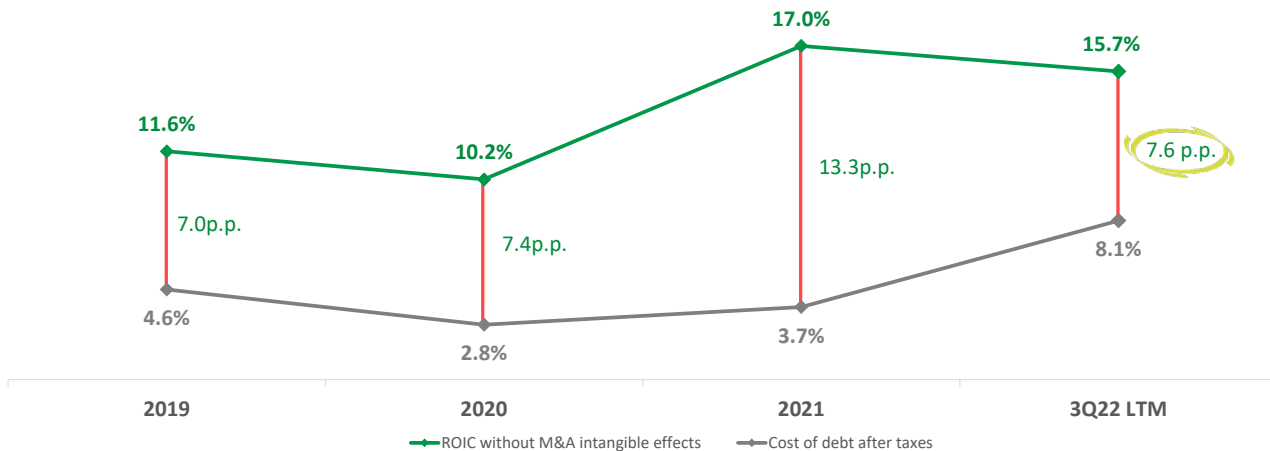
10.4 – Debt ratios – R\$ million



*Does not include assignment of credit rights

The combined Company presented a net debt/EBITDA LTM ratio of 2.76x. As of 4Q22, we will reduce business combination expenses and accelerate the capture of synergies. In addition, the prospect of a renewal capex reduction should contribute to the resumption of sustainable growth, with the maintenance of adequate levels of leverage.

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

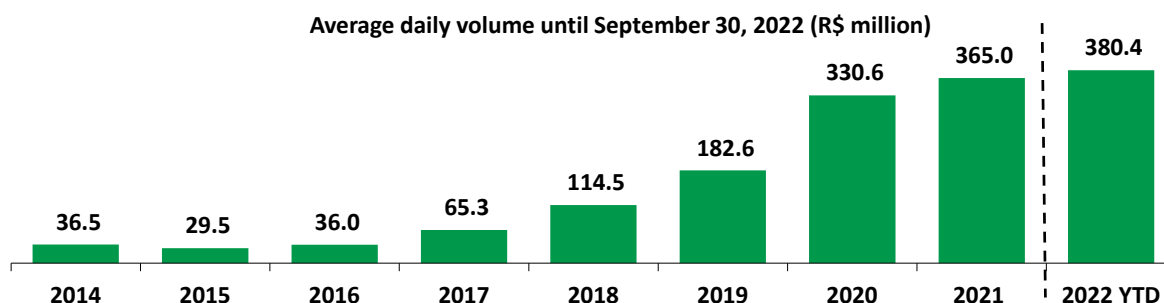


13.7% ROIC considering the effects of goodwill and fair value

The ROIC excluding the effects of capital gains and goodwill indicates a strong value generation even with the one-off impacts of the business combination, the higher depreciation, and the increase in interest, with a spread of 7.6p.p. in relation to the cost of debt in the last twelve months.

12 – RENT3

Up to September 30, 2022, RENT3 average daily traded volume was R\$380.4 million, 4.2% higher than the average volume traded in 2021. We ended the period with a market value of R\$69 billion. Under the ADR level I program, the Company had 7,129,011 ADRs at the end of the period.



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BOLSA
BALCÃO



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IGPTWB3

13 – ESG

We remain focused on managing risks and capturing the best opportunities for our business so that together we can achieve extraordinary results and continue to delight our customers.

Environmental

Regarding to Air Emissions, we concluded our inventory of greenhouse gases - GHG 2022 (cycle 2021) with the Gold seal of the GHG Protocol and we started the preparation of the Climate Risk Study in order to understand the possible risks and opportunities of our related operations to climate change. Still on the decarbonization front, in partnership with Volkswagen and other companies committed to reducing emissions, we started an initiative that aims to encourage the ethanol supply – since this fuel emits 90% less GHG than gasoline – with exclusive benefits for the clients. As a fleet electrification strategy, we teamed up with Mobilize (Renault) and players from different sectors to make 200 electric cars available to our Zarp Localiza customers in São Paulo.

We keep making very intensive progress in our project to generate clean and renewable energy at our branches. In 3Q22, we generated and injected more than 1 million kWh of solar energy into our operations, which represents an increase of more than 24% compared to the same period in 2021. When we add the energy injected through the energy marketplace and free market projects, we reach almost 1.2 million kWh of clean and renewable energy consumed at our branches in 3Q22, which represents an increase of 46% over the same period. from 2021.

Social

In September, Instituto Localiza celebrated its first year of activities, registering support for 45 projects, more than 80% focusing on technical training and the productive inclusion of young people, which are the organization's priority focus. The initiatives involve more than 10 thousand young people in training in the areas of technology, tourism, creative industries, and the mobility chain, reaching 16 states in the country, in addition to three initiatives of national scope. As a highlight, we became part of Movitech 2030, an action of more than 20 Brazilian institutions

13 – ESG

and companies for training and employability in the technology area, with a focus on social inclusion. With Localiza's Reservation Center, we carried out Na Rota Social, a training program in Customer Service focused on the community neighboring the company's headquarters in Belo Horizonte and focused on job opportunities in the company. We manage Localiza's quarterly contributions via tax incentive laws (Childhood and Adolescence Fund, Elderly Fund, Culture, and Sport) to four projects.

Governance

Our ESG policy was revised, reflecting the materiality matrix update. We were also recognized by Institutional Investor in the “Best ESG” category, ranking first in the transport sector and in the general ranking in Brazil.

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 only in 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

20. Statements of Cash Flows

14.1 – Table 1 – 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	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	3Q21Ax3Q22A
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	1,421.3	1,357.4	1,687.8	1,924.4	1,959.9	1,966.4	2,212.8	31.1%
Taxes on revenues	(137.4)	(129.1)	(157.3)	(179.5)	(180.9)	(184.6)	(213.2)	(137.4)	(129.1)	(157.3)	(179.5)	(180.9)	(184.6)	(213.2)	35.5%
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	1,283.9	1,228.3	1,530.5	1,744.9	1,779.0	1,781.8	1,999.6	30.7%
Car rental and franchising costs	(465.4)	(501.3)	(305.2)	(543.1)	(541.5)	(558.3)	(585.9)	(465.4)	(501.3)	(305.2)	(543.1)	(541.5)	(558.3)	(585.9)	92.0%
Gross profit	818.5	727.0	1,225.3	1,201.8	1,237.5	1,223.5	1,413.7	818.5	727.0	1,225.3	1,201.8	1,237.5	1,223.5	1,413.7	15.4%
Operating expenses (SG&A)	(262.7)	(246.1)	(290.4)	(318.0)	(271.5)	(253.0)	(283.3)	(261.5)	(243.5)	(288.0)	(309.0)	(258.5)	(240.5)	(236.6)	-17.8%
EBITDA	555.8	480.9	934.9	883.8	966.0	970.5	1,130.4	557.0	483.5	937.3	892.8	979.0	983.0	1,177.1	25.6%
EBITDA Margin	43.3%	39.2%	61.1%	50.7%	54.3%	54.5%	56.5%	43.4%	39.4%	61.2%	51.2%	55.0%	55.2%	58.9%	-2.3 p.p.
Other assets depreciation and amortization	(38.2)	(39.1)	(42.7)	(44.7)	(46.5)	(45.6)	(59.9)	(38.2)	(39.1)	(42.7)	(44.7)	(46.5)	(45.6)	(59.9)	40.3%
Operating profit before financial results and taxes (EBIT)	517.6	441.8	892.2	839.1	919.5	924.9	1,070.5	518.8	444.4	894.6	848.1	932.5	937.4	1,117.2	24.9%
USED CAR SALES PROFORMA RESULTS	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	3Q21Ax3Q22A
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	1,930.2	1,758.7	1,393.6	1,010.9	1,121.9	1,581.5	2,180.9	56.5%
Taxes on revenues	(2.4)	(2.4)	(2.2)	(1.4)	(1.6)	(1.9)	(2.2)	(2.4)	(2.4)	(2.2)	(1.4)	(1.6)	(1.9)	(2.2)	0.0%
Net revenues	1,927.8	1,756.3	1,391.4	1,009.5	1,120.3	1,579.6	2,178.7	1,927.8	1,756.3	1,391.4	1,009.5	1,120.3	1,579.6	2,178.7	56.6%
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)	(1,542.1)	(1,394.7)	(1,038.3)	(775.1)	(878.6)	(1,267.3)	(1,823.9)	75.7%
Gross profit	385.7	361.6	353.1	234.4	241.7	312.3	354.8	385.7	361.6	353.1	234.4	241.7	312.3	354.8	0.5%
Operating expenses (SG&A)	(141.3)	(109.9)	(109.8)	(102.8)	(83.1)	(123.5)	(140.2)	(141.1)	(109.5)	(109.6)	(101.5)	(81.4)	(121.9)	(134.1)	22.4%
EBITDA	244.4	251.7	243.3	131.6	158.6	188.8	214.6	244.6	252.1	243.5	132.9	160.3	190.4	220.7	-9.4%
EBITDA Margin	12.7%	14.3%	17.5%	13.0%	14.2%	12.0%	9.8%	12.7%	14.4%	17.5%	13.2%	14.3%	12.1%	10.1%	-7.4 p.p.
Cars depreciation	(54.6)	(61.1)	(83.2)	(117.7)	(154.7)	(212.6)	(325.4)	(54.6)	(61.1)	(83.2)	(117.7)	(154.7)	(212.6)	(325.4)	291.1%
Other assets depreciation and amortization	(18.2)	(18.2)	(17.0)	(16.9)	(16.4)	(16.5)	(18.6)	(18.2)	(18.2)	(17.0)	(16.9)	(16.4)	(16.5)	(18.6)	9.4%
write up amortization	0.3	0.3	0.3	0.3	0.3	0.1	(45.0)	-	-	-	-	-	-	-	-
Operating profit (loss) before financial results and taxes (EBIT)	171.9	172.7	143.4	(2.7)	(12.2)	(40.2)	(174.4)	171.8	172.8	143.3	(1.7)	(10.8)	(38.7)	(123.3)	-186.0%
CAR RENTAL AND FRANCHISING PROFORMA RESULTS TOTAL	1T21	2T21	3T21	4T21	1T22	2T22	3T22	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	3Q21Ax3Q22A
Net revenues	3,211.7	2,984.6	2,921.9	2,754.4	2,899.3	3,361.4	4,178.3	3,211.7	2,984.6	2,921.9	2,754.4	2,899.3	3,361.4	4,178.3	43.0%
Direct costs	(2,007.5)	(1,896.0)	(1,343.5)	(1,318.2)	(1,420.1)	(1,825.6)	(2,409.8)	(2,007.5)	(1,896.0)	(1,343.5)	(1,318.2)	(1,420.1)	(1,825.6)	(2,409.8)	79.4%
Gross profit	1,204.2	1,088.6	1,578.4	1,436.2	1,479.2	1,535.8	1,768.5	1,204.2	1,088.6	1,578.4	1,436.2	1,479.2	1,535.8	1,768.5	12.0%
Operating expenses (SG&A)	(404.0)	(356.0)	(400.2)	(420.8)	(354.6)	(376.5)	(423.5)	(402.6)	(353.0)	(397.6)	(410.5)	(339.9)	(362.4)	(370.7)	-6.8%
EBITDA	800.2	732.6	1,178.2	1,015.4	1,124.6	1,159.3	1,345.0	801.6	735.6	1,180.8	1,025.7	1,139.3	1,173.4	1,397.8	18.4%
EBITDA margin	24.9%	24.5%	40.3%	36.9%	38.8%	34.5%	32.2%	25.0%	24.6%	40.4%	37.2%	39.3%	34.9%	33.5%	-7.0 p.p.
Cars depreciation	(54.6)	(61.1)	(83.2)	(117.7)	(154.7)	(212.6)	(325.4)	(54.6)	(61.1)	(83.2)	(117.7)	(154.7)	(212.6)	(325.4)	291.1%
Other assets depreciation and amortization	(56.4)	(57.3)	(59.7)	(61.6)	(62.9)	(62.1)	(78.5)	(56.4)	(57.3)	(59.7)	(61.6)	(62.9)	(62.1)	(78.5)	31.5%
write up amortization	0.3	0.3	0.3	0.3	0.3	0.1	(45.0)	-	-	-	-	-	-	-	-
Operating profit (loss) before financial results and taxes (EBIT)	689.5	614.5	1,035.6	836.4	907.3	884.7	896.1	690.6	617.2	1,037.9	846.4	921.7	898.7	993.9	-4.2%
CAR RENTAL PROFORMA OPERATING DATA	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22								
Average operating fleet (***)	261,517	252,016	261,215	264,082	276,599	279,600	298,645								
Average rented fleet (***)	204,748	190,191	210,207	213,639	212,315	214,947	225,359								
Average operating fleet age (in months)	12.1	12.9	13.5	14.9	16.1	16.8	15.7								
End of period fleet (***)	275,691	279,212	277,680	294,188	297,587	322,051	345,530								
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								
Average daily rental revenues per car (R\$)	78.48	79.88	88.67	99.46	104.21	102.23	108.24								
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								
Utilization rate (Does not include cars in preparation and decommissioning)	80.2%	77.3%	82.1%	82.0%	78.1%	79.2%	80.2%								
Number of cars purchased	23,183	35,816	22,953	33,449	19,678	47,084	57,225								
Number of cars sold	36,026	30,974	22,792	15,480	15,652	21,888	32,796								
Average sold fleet age (in months)	18.7	20.6	23.0	24.5	26.2	27.1	28.0								
Average total fleet	277,616	274,182	278,918	285,802	295,027	308,588	336,297								
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								
Average value per car in the period - R\$ thsd	48.5	50.4	52.6	55.5	57.8	61.2	65.7								

(*) 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 1 – 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	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	3Q21Ax3Q22A
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	738.1	791.1	842.1	933.4	1,018.7	1,121.9	1,287.2	52.9%
Taxes on revenues (*)	(72.8)	(75.3)	(81.5)	(89.5)	(98.6)	(107.4)	(126.9)	(72.8)	(75.3)	(81.5)	(89.5)	(98.6)	(107.4)	(126.9)	55.7%
Fleet rental net revenues	665.3	715.8	760.6	843.9	920.1	1,014.5	1,160.3	665.3	715.8	760.6	843.9	920.1	1,014.5	1,160.3	52.6%
Fleet rental costs	(146.1)	(156.2)	(174.5)	(219.1)	(217.1)	(251.5)	(190.1)	(146.1)	(156.2)	(174.5)	(219.1)	(217.1)	(251.5)	(190.1)	8.9%
Gross profit	519.2	559.6	586.1	624.8	703.0	763.0	970.2	519.2	559.6	586.1	624.8	703.0	763.0	970.2	65.5%
Operating expenses (SG&A)	(66.7)	(80.2)	(87.9)	(100.5)	(106.5)	(114.2)	(159.5)	(66.0)	(79.0)	(85.9)	(96.1)	(95.6)	(103.1)	(116.4)	35.5%
EBITDA	452.5	479.4	498.2	524.3	596.5	648.8	810.7	452.5	480.6	500.2	528.7	607.4	659.9	853.8	70.7%
EBITDA Margin	68.0%	67.0%	65.5%	62.1%	64.8%	64.0%	69.9%	68.1%	67.1%	65.8%	62.6%	66.0%	65.0%	73.6%	7.8 p.p.
Other assets depreciation and amortization	(10.7)	(10.7)	(10.4)	(15.6)	(12.0)	(10.6)	(12.3)	(10.7)	(10.7)	(10.4)	(15.6)	(12.0)	(10.6)	(12.3)	18.3%
write up amortization	(5.5)	(5.5)	(5.5)	(5.5)	(5.5)	(5.5)	(6.6)	-	-	-	-	-	-	-	-
Operating profit before financial results and taxes (EBIT)	436.3	463.2	482.3	503.2	579.0	632.7	791.8	442.5	469.9	489.8	513.1	595.4	649.3	841.5	71.8%
USED CAR SALES PROFORMA RESULTS	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	3Q21Ax3Q22A
Gross revenues, net of discounts and cancellations	542.6	605.7	703.2	597.1	664.9	710.5	801.2	542.6	605.7	703.2	597.1	664.9	710.5	801.2	13.9%
Taxes on revenues	(0.7)	(0.7)	(0.9)	(0.7)	(0.7)	(0.7)	(2.9)	(0.7)	(0.7)	(0.9)	(0.7)	(0.7)	(0.7)	(2.9)	222.2%
Net revenues	541.9	605.0	702.3	596.4	664.2	709.8	798.3	541.9	605.0	702.3	596.4	664.2	709.8	798.3	13.7%
Book value of cars sold and preparation for sale	(434.4)	(464.5)	(518.8)	(437.4)	(489.3)	(533.7)	(613.9)	(434.4)	(464.5)	(518.8)	(437.4)	(489.3)	(533.7)	(613.9)	18.3%
Gross profit	107.5	140.5	183.5	159.0	174.9	184.4	184.4	107.5	140.5	183.5	159.0	174.9	176.1	184.4	0.5%
Operating expenses (SG&A)	(36.3)	(34.0)	(47.9)	(58.6)	(47.7)	(56.5)	(62.5)	(36.3)	(33.9)	(47.9)	(58.3)	(47.1)	(55.9)	(58.3)	21.7%
EBITDA	71.2	106.5	135.6	100.4	127.2	119.6	121.9	71.2	106.6	135.6	100.7	127.8	120.2	126.1	-7.0%
EBITDA Margin	13.1%	17.6%	19.3%	16.8%	19.2%	16.8%	15.3%	13.1%	17.6%	19.3%	16.9%	19.2%	16.9%	15.8%	-3.5 p.p.
Cars depreciation	(76.1)	(91.6)	(83.8)	(104.5)	(109.5)	(138.0)	(212.7)	(76.1)	(91.6)	(83.8)	(104.5)	(109.5)	(138.0)	(212.7)	153.8%
Other assets depreciation and amortization	(5.4)	(5.5)	(7.2)	(5.3)	(9.2)	(9.4)	(7.0)	(5.4)	(5.5)	(7.2)	(5.3)	(9.2)	(9.4)	(7.0)	-2.8%
write up amortization	(43.1)	(43.1)	(43.1)	(43.1)	(43.1)	(43.1)	(131.0)	-	-	-	-	-	-	-	-
Operating profit (loss) before financial results and taxes (EBIT)	(53.4)	(33.7)	1.5	(52.5)	(34.6)	(70.9)	(228.8)	(10.3)	9.5	44.6	(9.1)	9.1	(27.2)	(93.6)	-309.9%
FLEET RENTAL PROFORMA RESULTS TOTAL	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A	3Q22A	3Q21Ax3Q22A
Net revenues	1,207.2	1,320.8	1,462.9	1,440.3	1,584.3	1,724.3	1,958.6	1,207.2	1,320.8	1,462.9	1,440.3	1,584.3	1,724.3	1,958.6	33.9%
Direct costs	(580.5)	(620.7)	(693.3)	(656.5)	(706.4)	(785.2)	(804.0)	(580.5)	(620.7)	(693.3)	(656.5)	(706.4)	(785.2)	(804.0)	16.0%
Gross profit	626.7	700.1	769.6	783.8	877.9	939.1	1,154.6	626.7	700.1	769.6	783.8	877.9	939.1	1,154.6	50.0%
Operating expenses (SG&A)	(103.0)	(114.2)	(135.8)	(159.1)	(154.2)	(170.7)	(222.0)	(102.3)	(112.9)	(133.8)	(154.4)	(142.7)	(159.0)	(174.7)	30.6%
EBITDA	523.7	585.9	633.8	624.7	723.7	768.4	932.6	524.4	587.2	635.8	629.4	735.2	780.1	979.9	54.1%
EBITDA margin	43.4%	44.4%	43.3%	43.4%	45.7%	44.6%	47.6%	43.4%	44.5%	43.5%	43.7%	46.4%	45.2%	50.0%	6.6 p.p.
Cars depreciation	(76.1)	(91.6)	(83.8)	(104.5)	(109.5)	(138.0)	(212.7)	(76.1)	(91.6)	(83.8)	(104.5)	(109.5)	(138.0)	(212.7)	153.8%
Other assets depreciation and amortization	(16.1)	(16.2)	(17.6)	(20.9)	(21.2)	(20.0)	(19.3)	(16.1)	(16.2)	(17.6)	(20.9)	(21.2)	(20.0)	(19.3)	9.7%
write up amortization	(48.6)	(48.6)	(48.6)	(48.6)	(48.6)	(48.6)	(137.6)	-	-	-	-	-	-	-	-
Operating profit (loss) before financial results and taxes (EBIT)	382.9	429.5	483.8	450.7	544.4	561.8	563.0	432.2	479.4	534.4	504.0	604.5	622.1	747.9	40.0%
PROFORMA OPERATING DATA	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22								
Average operating fleet	145,037	153,169	160,722	169,465	180,509	187,771	203,971								
Total Average rented fleet	143,928	151,866	158,362	166,518	176,633	183,283	196,618								
Average rented fleet	140,391	148,416	155,064	163,364	173,546	180,343	193,988								
Average rented fleet - Car Rental fleet replacement	3,537	3,450	3,298	3,154	3,087	2,940	2,630								
Average operating fleet age (in months)	18.8	18.8	19.0	19.0	19.4	19.7	19.1								
End of period fleet															
Rented Fleet	161,367	171,001	175,313	194,047	197,069	211,960	240,923								
Managed Fleet	103	84	65	57	56	47	30								
Number of rental days - in thousands	12,635	13,357	13,956	14,703	15,619	16,231	17,459								
Average daily rental revenues per car (R\$)	57.51	58.26	59.59	61.95	63.14	66.55	70.67								
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								
Utilization rate (Does not include cars in preparation and decommissioning)	96.0%	96.4%	96.4%	96.8%	97.5%	97.3%	96.9%								
Number of cars purchased	19,093	19,408	15,695	27,913	11,935	24,752	40,504								
Number of cars sold	9,689	10,167	11,033	8,680	9,047	9,482	10,831								
Average sold fleet age (in months)	30.1	31.0	32.7	33.4	34.1	36.3	37.2								
Average total fleet	161,255	167,334	173,625	187,227	195,024	206,399	230,211								
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								
Average value per car in the period - R\$ thsd	50.4	52.5	56.2	60.6	64.0	68.6	73.8								

(*) 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*							ADJUSTED TRANSACTION EXPENSES AND PPA EFFECTS**						3Q22A	3Q21Ax3Q22A
	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	1Q21A	2Q21A	3Q21A	4Q21A	1Q22A	2Q22A		
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	2,159.4	2,148.5	2,529.9	2,857.8	2,978.6	3,088.3	3,500.0	38.3%
Taxes on revenues	(210.2)	(204.4)	(238.8)	(269.0)	(279.5)	(292.0)	(340.1)	(210.2)	(204.4)	(238.8)	(269.0)	(279.5)	(292.0)	(340.1)	42.4%
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	1,949.2	1,944.1	2,291.1	2,588.8	2,699.1	2,796.3	3,159.9	37.9%
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	2,469.7	2,361.3	2,093.7	1,605.9	1,784.5	2,289.4	2,977.0	42.2%
Total net revenues	4,418.9	4,305.4	4,384.8	4,194.7	4,483.6	5,085.7	6,136.9	4,418.9	4,305.4	4,384.8	4,194.7	4,483.6	5,085.7	6,136.9	40.0%
Direct costs and expenses:															
Car and Fleet Rentals and Franchising	(611.5)	(657.5)	(479.7)	(762.2)	(758.6)	(809.8)	(776.0)	(611.5)	(657.5)	(479.7)	(762.2)	(758.6)	(809.8)	(776.0)	61.8%
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)	(1,976.5)	(1,859.2)	(1,557.1)	(1,212.5)	(1,367.9)	(1,801.0)	(2,437.8)	56.6%
Total costs	(2,588.0)	(2,516.7)	(2,036.8)	(1,974.7)	(2,126.5)	(2,610.8)	(3,213.8)	(2,588.0)	(2,516.7)	(2,036.8)	(1,974.7)	(2,126.5)	(2,610.8)	(3,213.8)	57.8%
Gross profit	1,830.9	1,788.7	2,348.0	2,220.0	2,357.1	2,474.9	2,923.1	1,830.9	1,788.7	2,348.0	2,220.0	2,357.1	2,474.9	2,923.1	24.5%
Operating expenses (SG&A)															
Car and Fleet Rentals and Franchising	(329.4)	(326.3)	(378.3)	(418.5)	(378.0)	(367.2)	(442.8)	(327.5)	(322.5)	(373.9)	(405.1)	(354.1)	(343.6)	(353.0)	-5.6%
Car sales	(177.6)	(143.9)	(157.7)	(161.4)	(130.8)	(180.0)	(202.7)	(177.4)	(143.4)	(157.5)	(159.8)	(128.5)	(177.8)	(192.4)	22.2%
Total Operating expenses	(507.0)	(470.2)	(536.0)	(579.9)	(508.8)	(547.2)	(645.5)	(504.9)	(465.9)	(531.4)	(564.9)	(482.6)	(521.4)	(545.4)	2.6%
EBITDA	1,323.9	1,318.5	1,812.0	1,640.1	1,848.3	1,927.7	2,277.6	1,326.0	1,322.8	1,816.6	1,655.1	1,874.5	1,953.5	2,377.7	30.9%
Cars depreciation expenses	(130.7)	(152.7)	(167.0)	(222.2)	(264.2)	(350.6)	(538.1)	(130.7)	(152.7)	(167.0)	(222.2)	(264.2)	(350.6)	(538.1)	
Other assets depreciation and amortization	(72.5)	(73.5)	(77.3)	(82.5)	(84.1)	(82.1)	(97.8)	(72.5)	(73.5)	(77.3)	(82.5)	(84.1)	(82.1)	(97.8)	26.5%
write up amortization	(48.3)	(48.3)	(48.3)	(48.3)	(48.3)	(48.5)	(182.6)	-	-	-	-	-	-	-	
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	1,122.8	1,096.6	1,572.3	1,350.4	1,526.2	1,520.8	1,741.8	10.8%
Equity equivalence result	0.1	(0.1)	-	-	0.1	-	0.1	0.1	(0.1)	-	-	0.1	-	0.1	
Financial (expenses) revenues, net	(118.6)	(127.4)	(213.9)	(325.1)	(490.7)	(607.5)	(883.2)	(118.6)	(127.4)	(213.9)	(325.1)	(490.7)	(604.1)	(883.2)	312.9%
(-) Amortization of the fair value of loans to shareholders	27.6	27.8	28.0	28.2	28.4	28.4	13.9	-	-	-	-	-	-	-	
Income before tax and social contribution	981.5	944.3	1,333.5	990.2	989.5	867.4	589.9	1,004.3	969.1	1,358.4	1,025.3	1,035.6	916.7	858.7	-36.8%
Income tax and social contribution	(293.3)	(270.6)	(408.1)	(284.5)	(273.9)	(473.9)	(166.3)	(301.1)	(279.0)	(416.6)	(296.4)	(289.6)	(237.3)	(176.6)	-57.6%
Net income for the period	688.2	673.7	925.4	705.7	715.6	393.5	423.6	703.2	690.1	941.8	728.9	746.0	679.4	682.1	-27.6%
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	1,010.2	964.1	1,437.5	1,421.5	1,586.4	1,642.9	2,030.9	41.3%
EBITDA Margin (calculated on rental net revenues)	51.7%	49.4%	62.6%	54.4%	57.9%	57.9%	61.4%	51.8%	49.6%	62.7%	54.9%	58.8%	58.8%	64.3%	1.5 p.p.
Used Car Sales (Seminovos) EBITDA	315.6	358.2	378.9	232.0	285.8	308.4	336.5	315.8	358.7	379.1	233.6	288.1	310.6	346.8	-8.5%
Seminovos EBITDA Margin	12.8%	15.2%	18.1%	14.4%	16.0%	13.5%	11.3%	12.8%	15.2%	18.1%	14.5%	16.1%	13.6%	11.6%	-6.5 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	Var.
Average operating fleet:								
Car Rental (**)	261,517	252,016	261,215	264,082	276,599	279,600	298,645	14.3%
Fleet Rental	145,037	153,169	160,722	169,465	180,509	187,771	203,971	26.9%
Total	406,554	405,185	421,937	433,546	457,108	467,370	502,616	19.1%
Average rented fleet:								
Car Rental (**)	204,748	190,191	210,207	213,639	212,315	214,947	225,359	7.2%
Fleet Rental	143,928	151,866	158,362	166,518	176,633	183,283	196,618	24.2%
Total	348,676	342,057	368,569	380,157	388,948	398,230	421,977	14.5%
Average age of operating fleet (months)								
Car Rental	12.1	12.9	13.5	14.9	16.1	16.8	15.7	15.7%
Fleet Rental	18.8	18.8	19.0	19.0	19.4	19.7	19.1	0.5%
Average age of total operating fleet	14.6	15.2	15.7	16.6	17.4	18.0	17.1	9.3%
Fleet at end of period:								
Car Rental (**)	275,691	279,212	277,680	294,188	297,587	322,051	345,530	24.4%
Fleet Rental	161,367	171,001	175,313	194,047	197,069	211,960	240,923	37.4%
Total	437,058	450,213	452,993	488,235	494,656	534,011	586,453	29.5%
Managed fleet at end period - Fleet Rental	103	84	65	57	56	47	30	-53.8%
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	181.3%
Fleet Rental	1,253.0	1,412.2	1,478.9	2,413.2	1,315.8	2,612.7	3,997.7	170.3%
Total	2,648.2	3,712.7	3,184.7	5,193.4	3,060.4	7,037.6	8,795.4	176.2%
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	7.2%
Rental days for Fleet Rental replacement service	(403.3)	(397.0)	(398.3)	(402.8)	(407.3)	(423.7)	(394.3)	-1.0%
Car Rental - Net	18,009.2	16,909.8	18,938.8	19,251.8	18,701.9	19,135.7	20,333.4	7.4%
Fleet Rental	12,635.1	13,357.5	13,955.8	14,702.8	15,619.1	16,230.9	17,459.0	25.1%
Total	30,644.3	30,267.2	32,894.6	33,954.6	34,321.0	35,366.6	37,792.3	14.9%
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	242.5%
Fleet Rental	2,097.6	2,391.0	2,090.3	2,465.7	2,425.8	2,940.0	4,194.8	100.7%
Total	1,317.0	1,506.7	1,583.9	2,049.6	2,312.1	3,000.5	4,291.6	171.0%
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	14.6%
Fleet Rental	20.3	20.6	21.0	21.8	22.2	23.3	24.5	16.9%
Average daily rental (R\$)								
Car Rental (*)	78.48	79.88	88.67	99.46	104.21	102.23	108.24	22.1%
Fleet Rental	57.51	58.26	59.59	61.95	63.14	66.55	70.67	18.6%
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%	-1.8 p.p.
Fleet Rental	96.0%	96.4%	96.4%	96.8%	97.5%	97.3%	96.9%	0.5 p.p.
Number of cars purchased - consolidated	42,276	55,224	38,648	61,362	31,613	71,836	97,729	152.9%
Average price of cars purchased (R\$ thsd) - consolidated	62.64	67.23	82.40	84.64	96.81	97.97	90.00	9.2%
Numbers of cars sold - consolidated	45,715	41,141	33,825	24,160	24,699	31,370	43,627	29.0%
Average price of cars sold (R\$ thsd) (***) - consolidated	49.71	52.87	55.35	58.12	64.00	64.53	61.27	10.7%

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

(**) in 4Q22 the Company concluded the carve-out sale, with a reduction of 49,296 cars in the end of period fleet. 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	Var.	9M21	9M22	Var.	3Q21	3Q22	Var.
Car rental and franchising gross revenues, net of discounts and cancellations	3,475.2	4,851.3	39.6%	3,393.0	5,135.4	51.4%	1,283.5	2,212.8	72.4%
Taxes on revenues	(330.2)	(455.9)	38.1%	(319.4)	(486.6)	52.3%	(119.8)	(213.2)	78.0%
Car rental net revenues	3,145.0	4,395.4	39.8%	3,073.6	4,648.8	51.2%	1,163.7	1,999.6	71.8%
Car rental and franchising costs	(1,124.3)	(1,406.9)	25.1%	(934.8)	(1,379.4)	47.6%	(181.4)	(585.9)	223.0%
Gross profit	2,020.7	2,988.5	47.9%	2,138.8	3,269.4	52.9%	982.3	1,413.7	43.9%
Operating expenses (SG&A)	(595.4)	(832.6)	39.8%	(599.1)	(651.6)	8.8%	(222.2)	(283.3)	27.5%
Other assets depreciation and amortization	(120.7)	(142.6)	18.1%	(103.6)	(141.7)	36.8%	(37.2)	(59.9)	61.0%
Operating profit before financial results and taxes (EBIT)	1,304.6	2,013.3	54.3%	1,436.1	2,476.1	72.4%	722.9	1,070.5	48.1%
EBITDA	1,425.3	2,155.9	51.3%	1,539.7	2,617.8	70.0%	761.3	1,130.4	48.7%
EBITDA Margin	45.3%	49.0%	3.7 p.p.	50.1%	56.3%	6.2 p.p.	65.3%	56.5%	-8.8 p.p.

USED CAR SALES RESULTS (SEMINOVOS)	2020	2021	Var.	9M21	9M22	Var.	3Q21	3Q22	Var.
Gross revenues, net of discounts and cancellations	5,150.7	4,413.3	-14.3%	3,613.5	4,102.9	13.5%	1,039.4	2,180.9	109.8%
Taxes on revenues	(10.0)	(5.2)	-48.0%	(4.3)	(4.6)	7.0%	(1.4)	(2.2)	57.1%
Net revenues	5,140.7	4,408.1	-14.3%	3,609.2	4,098.3	13.6%	1,038.0	2,178.7	109.9%
Book value of cars sold and preparation for sale	(4,629.7)	(3,416.2)	-26.2%	(2,803.4)	(3,354.0)	19.6%	(769.2)	(1,823.9)	137.1%
Gross profit	511.0	991.9	94.1%	805.8	744.3	-7.6%	268.8	354.8	32.0%
Operating expenses (SG&A)	(316.1)	(360.7)	14.1%	(274.7)	(305.6)	11.2%	(85.8)	(140.2)	63.4%
Cars depreciation	(342.6)	(183.7)	-46.4%	(100.7)	(614.5)	510.2%	(45.9)	(370.4)	707.0%
Other assets depreciation and amortization	(54.3)	(56.1)	3.3%	(42.4)	(43.9)	3.5%	(14.0)	(18.6)	32.9%
Operating profit (loss) before financial results and taxes (EBIT)	(202.0)	391.4	-293.8%	388.0	(219.7)	-156.6%	123.1	(174.4)	-241.7%
EBITDA	194.9	631.2	223.9%	531.1	438.7	-17.4%	183.0	214.6	17.3%
EBITDA Margin	3.8%	14.3%	10.5 p.p.	14.7%	10.7%	-4.0 p.p.	17.6%	9.8%	-7.8 p.p.

CAR RENTAL TOTAL FIGURES	2020	2021	Var.	9M21	9M22	Var.	3Q21	3Q22	Var.
Car rental and franchising gross revenues, net of discounts and cancellations	3,475.2	4,851.3	39.6%	3,393.0	5,135.4	51.4%	1,283.5	2,212.8	72.4%
Car sales for fleet renewal - gross revenues, net of discounts and cancellations	5,150.7	4,413.3	-14.3%	3,613.5	4,102.9	13.5%	1,039.4	2,180.9	109.8%
Total gross revenues	8,625.9	9,264.6	7.4%	7,006.5	9,238.3	31.9%	2,322.9	4,393.7	89.1%
Taxes on revenues	(330.2)	(455.9)	38.1%	(319.4)	(486.6)	52.3%	(119.8)	(213.2)	78.0%
Car sales for fleet renewal	(10.0)	(5.2)	-48.0%	(4.3)	(4.6)	7.0%	(1.4)	(2.2)	57.1%
Car rental revenues - net revenues	3,145.0	4,395.4	39.8%	3,073.6	4,648.8	51.2%	1,163.7	1,999.6	71.8%
Car sales for fleet renewal - net revenues	5,140.7	4,408.1	-14.3%	3,609.2	4,098.3	13.6%	1,038.0	2,178.7	109.9%
Total net revenues	8,285.7	8,803.5	6.2%	6,682.8	8,747.1	30.9%	2,201.7	4,178.3	89.8%
Direct costs	-	-	-	-	-	-	-	-	-
Car rental	(1,124.3)	(1,406.9)	25.1%	(934.8)	(1,379.4)	47.6%	(181.4)	(585.9)	223.0%
Car sales for fleet renewal	(4,629.7)	(3,416.2)	-26.2%	(2,803.4)	(3,354.0)	19.6%	(769.2)	(1,823.9)	137.1%
Gross profit	2,531.7	3,980.4	57.2%	2,944.6	4,013.7	36.3%	1,251.1	1,768.5	41.4%
Operating expenses (SG&A)	(595.4)	(832.6)	39.8%	(599.1)	(651.6)	8.8%	(222.2)	(283.3)	27.5%
Car rental	(316.1)	(360.7)	14.1%	(274.7)	(305.6)	11.2%	(85.8)	(140.2)	63.4%
Cars depreciation	(342.6)	(183.7)	-46.4%	(100.7)	(614.5)	510.2%	(45.9)	(370.4)	707.0%
Other assets depreciation and amortization	(120.7)	(142.6)	18.1%	(103.6)	(141.7)	36.8%	(37.2)	(59.9)	61.0%
Car sales for fleet renewal	(54.3)	(56.1)	3.3%	(42.4)	(43.9)	3.5%	(14.0)	(18.6)	32.9%
Operating profit before financial results and taxes (EBIT)	1,102.6	2,404.7	118.1%	1,824.1	2,256.4	23.7%	846.0	896.1	5.9%
EBITDA	1,620.2	2,787.1	72.0%	2,070.8	3,056.5	47.6%	943.1	1,345.0	42.6%
EBITDA margin	19.6%	31.7%	12.1 p.p.	31.0%	34.9%	3.9 p.p.	42.8%	32.2%	-10.6 p.p.

CAR RENTAL OPERATING DATA	2020	2021	Var.	9M21	9M22	Var.	3Q21	3Q22	Var.
Average operating fleet (*)	200,742	195,242	0.0%	194,569	237,381	22.0%	195,846	298,645	52.5%
Average rented fleet(*)	140,151	151,686	8.2%	149,633	180,652	20.7%	155,058	225,359	45.3%
Average operating fleet age (in months)	10.0	13.9	39.0%	13.4	16.4	22.1%	14.1	15.7	11.2%
End of period fleet(*)	216,334	216,293	0.0%	207,550	345,530	66.5%	207,550	345,530	66.5%
Number of rental days - in thousands (net of fleet replacement service)	50,446.5	53,756.6	6.6%	39,637.5	48,153.7	21.5%	13,865.1	20,333.4	46.7%
Average daily rental revenues per car (R\$)	68.52	89.71	30.9%	85.09	106.00	24.6%	92.02	108.24	17.6%
Annualized average depreciation per car (R\$)	1,706.8	941.1	-44.9%	690.1	3,198.7	363.5%	938.3	4,357.7	364.4%
Utilization rate (Does not include cars in preparation and decommissioning)	73.5%	79.8%	6.3 p.p.	79.2%	80.0%	0.8 p.p.	81.3%	80.2%	-1.1 p.p.
Number of cars purchased	92,801	83,382	-10.1%	60,445	103,242	70.8%	17,891	57,225	219.9%
Number of cars sold	113,346	76,906	-32.1%	64,587	59,278	-8.2%	17,035	32,796	92.5%
Average sold fleet age (in months)	16.9	21.9	29.6%	20.8	27.9	34.2%	23.1	28.0	21.1%
Average total fleet	221,895	209,172	-5.7%	208,093	260,089	25.0%	209,081	336,297	60.8%
Average value of total fleet - R\$ million	9,951.6	10,592.7	6.4%	10,301.1	15,944.4	54.8%	10,747.2	22,080.7	105.5%
Average value per car in the period - R\$ thsd	44.8	50.6	12.9%	49.5	61.3	23.8%	51.4	65.7	27.8%

(*) 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	Var.	9M21	9M22	Var.	3Q21	3Q22	Var.
Fleet rental gross revenues, net of discounts and cancellations	1,163.7	1,325.2	13.9%	973.0	2,088.3	114.6%	334.9	1,287.2	284.4%
Taxes on revenues (*)	(110.2)	(127.3)	15.5%	(93.3)	(204.7)	119.4%	(32.2)	(126.9)	294.1%
Fleet rental net revenues	1,053.5	1,197.9	13.7%	879.7	1,883.6	114.1%	302.7	1,160.3	283.3%
Fleet rental costs	(221.5)	(315.6)	42.5%	(228.0)	(388.5)	70.4%	(81.6)	(190.1)	133.0%
Gross profit	832.0	882.3	6.0%	651.7	1,495.1	129.4%	221.1	970.2	338.8%
Operating expenses (SG&A)	(69.7)	(141.2)	102.6%	(93.9)	(238.3)	153.8%	(37.0)	(159.5)	331.1%
Other assets depreciation and amortization	(8.4)	(8.3)	-1.2%	(6.0)	(23.4)	290.0%	(2.2)	(18.9)	759.1%
Operating profit before financial results and taxes (EBIT)	753.9	732.8	-2.8%	551.8	1,233.4	123.5%	181.9	791.8	335.3%
EBITDA	762.3	741.1	-2.8%	557.8	1,256.8	125.3%	184.1	810.7	340.4%
EBITDA Margin	72.4%	61.9%	-10.5 p.p.	63.4%	66.7%	3.3 p.p.	60.8%	69.9%	9.1 p.p.

USED CAR SALES RESULTS (SEMINOVOS)	2020	2021	Var.	9M21	9M22	Var.	3Q21	3Q22	Var.
Gross revenues, net of discounts and cancellations	969.2	900.7	-7.1%	703.1	1,270.6	80.7%	268.0	801.2	199.0%
Taxes on revenues	(0.8)	(0.8)	0.0%	(0.6)	(3.4)	466.7%	(0.2)	(2.9)	1350.0%
Net revenues	968.4	899.9	-7.1%	702.5	1,267.2	80.4%	267.8	798.3	198.1%
Book value of cars sold and preparation for sale	(832.0)	(659.3)	-20.8%	(521.5)	(938.9)	80.0%	(189.4)	(613.9)	224.1%
Gross profit	136.4	240.6	76.4%	181.0	328.3	81.4%	78.4	184.4	135.2%
Operating expenses (SG&A)	(50.8)	(71.2)	40.2%	(47.4)	(107.9)	127.6%	(19.0)	(62.5)	228.9%
Cars depreciation	(130.4)	(71.4)	-45.2%	(51.1)	(391.9)	666.9%	(15.2)	(343.7)	2161.2%
Other assets depreciation and amortization	(10.0)	(11.4)	14.0%	(8.0)	(14.7)	83.8%	(3.4)	(7.0)	105.9%
Operating profit (loss) before financial results and taxes (EBIT)	(54.8)	86.6	-258.0%	74.5	(186.2)	-349.9%	40.8	(228.8)	-660.8%
EBITDA	85.6	169.4	97.9%	133.6	220.4	65.0%	59.4	121.9	105.2%
EBITDA Margin	8.8%	18.8%	10.0 p.p.	19.0%	17.4%	-1.6 p.p.	22.2%	15.3%	-6.9 p.p.

FLEET RENTAL TOTAL FIGURES	2020	2021	Var.	9M21	9M22	Var.	3Q21	3Q22	Var.
Fleet rental gross revenues, net of discounts and cancellations	1,163.7	1,325.2	13.9%	973.0	2,088.3	114.6%	334.9	1,287.2	284.4%
Car sales for fleet renewal - gross revenues, net of discounts and cancellations	969.2	900.7	-7.1%	703.1	1,270.6	80.7%	268.0	801.2	199.0%
Total gross revenues	2,132.9	2,225.9	4.4%	1,676.1	3,358.9	100.4%	602.9	2,088.4	246.4%
Taxes on revenues	(110.2)	(127.3)	15.5%	(93.3)	(204.7)	119.4%	(32.2)	(126.9)	294.1%
Car sales for fleet renewal	(0.8)	(0.8)	0.0%	(0.6)	(3.4)	466.7%	(0.2)	(2.9)	1350.0%
Fleet rental - net revenues	1,053.5	1,197.9	13.7%	879.7	1,883.6	114.1%	302.7	1,160.3	283.3%
Car sales for fleet renewal - net revenues	968.4	899.9	-7.1%	702.5	1,267.2	80.4%	267.8	798.3	198.1%
Total net revenues (**)	2,021.9	2,097.8	3.8%	1,582.2	3,150.8	99.1%	570.5	1,958.6	243.3%
Direct costs	(832.0)	(659.3)	-20.8%	(521.5)	(938.9)	80.0%	(189.4)	(613.9)	224.1%
Gross profit	968.4	1,122.9	16.0%	832.7	1,823.4	119.0%	299.5	1,154.6	285.5%
Operating expenses (SG&A)	(69.7)	(141.2)	102.6%	(93.9)	(238.3)	153.8%	(37.0)	(159.5)	331.1%
Car sales for fleet renewal	(50.8)	(71.2)	40.2%	(47.4)	(107.9)	127.6%	(19.0)	(62.5)	228.9%
Cars depreciation	(130.4)	(71.4)	-45.2%	(51.1)	(391.9)	666.9%	(15.2)	(343.7)	2161.2%
Other assets depreciation and amortization	(8.4)	(8.3)	-1.2%	(6.0)	(23.4)	290.0%	(2.2)	(18.9)	759.1%
Car sales for fleet renewal	(10.0)	(11.4)	14.0%	(8.0)	(14.7)	83.8%	(3.4)	(7.0)	105.9%
Operating profit before financial results and taxes (EBIT)	699.1	819.4	17.2%	626.3	1,047.2	67.2%	222.7	563.0	152.8%
EBITDA	847.9	910.5	7.4%	691.4	1,477.2	113.7%	243.5	932.6	283.0%
EBITDA margin	41.9%	43.4%	1.5 p.p.	43.7%	46.9%	3.2 p.p.	42.7%	47.6%	4.9 p.p.

OPERATING DATA	2020	2021	Var.	9M21	9M22	Var.	3Q21	3Q22	Var.
Average operating fleet	59,801	61,962	3.6%	61,032	114,406	87.5%	62,141	203,971	228.2%
Total Average rented fleet	59,244	63,493	7.2%	62,892	112,004	78.1%	63,676	196,618	208.8%
Average rented fleet	57,706	60,133	4.2%	59,464	109,118	83.5%	60,378	193,988	221.3%
Average rented fleet - Car Rental fleet replacement	1,538	3,360	118.5%	3,428	2,886	0.16	3,298	2,630	-20.3%
Average operating fleet age (in months)	17.4	20.3	16.7%	20.1	20.2	0.4%	20.9	19.1	-8.7%
End of period fleet	61,657	73,503	19.2%	65,683	240,923	266.8%	65,683	240,923	266.8%
Managed Fleet	105	57	-45.7%	65	30	-53.8%	65	30	-53.8%
Number of rental days - in thousands	21,328.0	22,857.3	7.2%	16,980.8	29,462.0	73.5%	5,730.8	17,459.0	204.7%
Average daily rental revenues per car (R\$)	53.81	57.49	6.8%	56.76	68.86	21.3%	58.44	70.67	20.9%
Annualized average depreciation per car (R\$)	2,178.9	1,152.7	-47.1%	1,115.2	3,054.2	173.9%	975.3	4,194.8	330.1%
Utilization rate (Does not include cars in preparation and decommissioning) (*)	97.4%	98.0%	0.6 p.p.	98.3%	96.9%	-1.4 p.p.	97.9%	96.9%	-1.0 p.p.
Number of cars purchased	16,578	28,128	69.7%	17,005	54,329	219.5%	4,546	40,504	791.0%
Number of cars sold	22,144	15,939	-28.0%	12,708	17,767	39.8%	4,585	10,831	136.2%
Average sold fleet age (in months)	28.9	31.8	10.0%	31.0	36.5	17.6%	32.5	37.2	14.6%
Average total fleet	63,919	66,451	4.0%	65,027	127,228	95.7%	65,594	230,211	251.0%
Average value of total fleet - R\$ million	2,812.1	3,370.7	19.9%	3,193.5	8,651.7	170.9%	3,374.4	16,991.6	403.5%
Average value per car in the period - R\$ thsd	44.0	50.7	15.2%	49.1	68.0	38.5%	51.4	73.8	43.6%

(*) Does not include replacement service from Car Rental

16.3 – Table 8 –Consolidated – R\$ million

CONSOLIDATED RESULTS	2020	2021	Var.	9M21	9M22	Var.	3Q21	3Q22	Var.
Car rental and franchising gross revenues, net of discounts and cancellations	3,475.2	4,851.3	39.6%	3,393.0	5,135.4	51.4%	1,283.5	2,212.8	72.4%
Fleet Rental gross revenues, net of discounts and cancellations	1,163.7	1,325.2	13.9%	973.0	2,088.3	114.6%	334.9	1,287.2	284.4%
Others gross revenues, net of discounts and cancellations	-	-	0.0%	-	-	0.0%	-	-	0.0%
Car and Fleet Rentals and Franchising total gross revenues	4,638.9	6,176.5	33.1%	4,366.0	7,223.7	65.5%	1,618.4	3,500.0	116.3%
Taxes on revenues - Car and Fleet Rentals and Franchising	(440.4)	(583.2)	32.4%	(412.7)	(691.3)	67.5%	(152.0)	(340.1)	123.8%
Car and Fleet Rentals and Franchising net revenues	4,198.5	5,593.3	33.2%	3,953.3	6,532.4	65.2%	1,466.4	3,159.9	115.5%
Car sales gross revenues	-	-	-	-	-	-	-	-	-
Car sales for fleet renewal - Car Rental, net of discounts and cancellations	5,150.7	4,413.3	-14.3%	3,613.5	4,102.9	13.5%	1,039.4	2,180.9	109.8%
Car sales for fleet renewal - Fleet Rental, net of discounts and cancellations	969.2	900.7	-7.1%	703.1	1,270.6	80.7%	268.0	801.2	199.0%
Car sales for fleet renewal - total gross revenues	6,119.9	5,314.0	-13.2%	4,316.6	5,373.5	24.5%	1,307.4	2,982.1	128.1%
Taxes on revenues - Car sales for fleet renewal	(10.8)	(6.0)	-44.4%	(4.9)	(8.0)	63.3%	(1.6)	(5.1)	218.8%
Car sales for fleet renewal - net revenues	6,109.1	5,308.0	-13.1%	4,311.7	5,365.5	24.4%	1,305.8	2,977.0	128.0%
Total net revenues	10,307.6	10,901.3	5.8%	8,265.0	11,897.9	44.0%	2,772.2	6,136.9	121.4%
Direct costs and expenses:									
Car rental and franchising	(1,124.3)	(1,406.9)	25.1%	(934.8)	(1,379.4)	47.6%	(181.4)	(585.9)	223.0%
Fleet Rental	(221.5)	(315.6)	42.5%	(228.0)	(388.5)	70.4%	(81.6)	(190.1)	133.0%
Others	-	-	0.0%	-	-	0.0%	-	-	0.0%
Total Car and Fleet Rentals and Franchising	(1,345.8)	(1,722.5)	28.0%	(1,162.8)	(1,767.9)	52.0%	(263.0)	(776.0)	195.1%
Car sales for fleet renewal - Car rental	(4,629.7)	(3,416.2)	-26.2%	(2,803.4)	(3,354.0)	19.6%	(769.2)	(1,823.9)	137.1%
Car sales for fleet renewal - Fleet Rental	(832.0)	(659.3)	-20.8%	(521.5)	(938.9)	80.0%	(189.4)	(613.9)	224.1%
Total Car sales for fleet renewal (book value) and preparation for sale	(5,461.7)	(4,075.5)	-25.4%	(3,324.9)	(4,292.9)	29.1%	(958.6)	(2,437.8)	154.3%
Total costs	(6,807.5)	(5,798.0)	-14.8%	(4,487.7)	(6,060.8)	35.1%	(1,221.6)	(3,213.8)	163.1%
							0.0	0.0	0.0%
Gross profit	3,500.1	5,103.3	45.8%	3,777.3	5,837.1	54.5%	1,550.6	2,923.1	88.5%
Total Operating expenses	(1,032.0)	(1,405.8)	36.2%	(1,015.1)	(1,303.4)	28.4%	(363.9)	(645.5)	77.4%
Depreciation expenses:									
Cars depreciation:									
Car rental	(342.6)	(183.7)	-46.4%	(100.7)	(614.5)	510.2%	(45.9)	(370.4)	707.0%
Fleet Rental	(130.4)	(71.4)	-45.2%	(51.1)	(391.9)	666.9%	(15.2)	(343.7)	2161.2%
Total cars depreciation expenses	(473.0)	(255.1)	-46.1%	(151.8)	(1,006.4)	563.0%	(61.1)	(714.1)	1068.7%
Other assets depreciation and amortization	(193.4)	(218.4)	12.9%	(159.9)	(223.7)	39.9%	(56.8)	(104.4)	83.8%
Total depreciation and amortization expenses	(666.4)	(473.5)	-28.9%	(311.7)	(1,230.1)	294.6%	(117.9)	(818.5)	594.2%
Operating profit before financial results and taxes (EBIT)	1,801.7	3,224.0	78.9%	2,450.5	3,303.6	34.8%	1,068.8	1,459.1	36.5%
Equity equivalence result	-	-	-	-	0.1	-	0.0	0.1	-
Financial (expenses) revenues, net	(374.4)	(320.9)	-14.3%	(165.0)	(1,362.6)	725.8%	(96.8)	(869.3)	798.0%
Income before tax and social contribution	1,427.3	2,903.1	103.4%	2,285.5	1,941.1	-15.1%	972.0	589.9	-39.3%
Income tax and social contribution	(379.1)	(859.4)	126.7%	(683.9)	(543.4)	-20.5%	(300.6)	(166.3)	-44.7%
Net income for the period	1,048.2	2,043.7	95.0%	1,601.6	1,397.7	-12.7%	671.4	423.6	-36.9%
EBITDA	2,468.1	3,697.5	49.8%	2,762.2	4,533.8	64.1%	1,186.7	2,277.7	91.9%
EBIT	1,801.7	3,224.0	78.9%	2,450.5	3,303.6	34.8%	1,068.8	1,459.2	36.5%
Consolidated EBIT Margin (calculated over rental revenues)	42.9%	57.6%	14.7 p.p.	62.0%	50.6%	-11.4 p.p.	72.9%	46.2%	-26.7 p.p.
Car and Fleet Rentals and Franchising EBITDA	2,187.6	2,897.0	32.4%	2,097.5	3,874.6	84.7%	944.2	1,941.1	105.6%
EBITDA Margin	52.1%	51.8%	-0.3 p.p.	53.1%	59.3%	6.2 p.p.	64.4%	61.4%	-3.0 p.p.
Used Car Sales (Seminovos) EBITDA	280.5	800.6	185.4%	664.7	659.1	-0.8%	242.4	336.5	38.8%
EBITDA Margin	4.6%	15.1%	10.5 p.p.	15.4%	12.3%	-3.1 p.p.	18.6%	11.3%	-7.3 p.p.

17 – Table 9 – Operating data

SELECTED OPERATING DATA	2020	2021	Var.	9M21	9M22	Var.	3Q21	3Q22	Var.
Average operating fleet:									
Car Rental (**)	200,742	195,242	-2.7%	194,569	237,381	22.0%	195,846	298,645	52.5%
Fleet Rental	59,801	61,962	3.6%	61,032	114,406	87.5%	62,141	203,971	228.2%
Total	260,543	257,204	-1.3%	255,601	351,787	37.6%	257,987	502,616	94.8%
Average rented fleet:									
Car Rental (**)	140,151	151,686	8.2%	149,633	180,652	20.7%	155,058	225,359	45.3%
Fleet Rental	59,244	63,493	7.2%	62,892	109,119	73.5%	63,676	196,618	208.8%
Total	199,395	215,179	7.9%	212,525	289,771	36.3%	218,734	421,977	92.9%
Average age of operating fleet (months)									
Car Rental	10.0	13.9	39.0%	13.4	16.4	22.4%	14.1	15.7	11.2%
Fleet Rental	17.4	20.3	16.7%	20.1	20.2	0.4%	20.9	19.1	-8.7%
Average age of total operating fleet	11.7	15.5	32.5%	15.1	17.7	17.1%	15.8	17.1	8.3%
Fleet at end of period:									
Car Rental (**)	216,334	216,293	0.0%	207,550	345,530	66.5%	207,550	345,530	66.5%
Fleet Rental	61,657	73,503	19.2%	65,683	240,923	266.8%	65,683	240,923	266.8%
Total	277,991	289,796	4.2%	273,233	586,453	114.6%	273,233	586,453	114.6%
Managed fleet at end period - Fleet Rental	105	57	-45.7%	65	30	-53.8%	65	30	-53.8%
Fleet investment (R\$ million) (include accessories)									
Car Rental	4,541.9	5,625.1	23.8%	3,775.3	9,038.2	139.4%	1,238.6	4,797.7	287.4%
Fleet Rental	975.7	2,022.1	107.2%	1,181.5	5,162.3	336.9%	392.8	3,997.7	917.8%
Total	5,517.6	7,647.2	38.6%	4,956.8	14,200.5	186.5%	1,631.4	8,795.4	439.1%
Number of rental days (In thousands):									
Car Rental - Total	51,286.4	55,358.0	7.9%	40,836.1	49,379.0	20.9%	14,263.4	20,727.7	45.3%
Rental days for Fleet Rental replacement service	(839.9)	(1,601.4)	90.7%	(1,198.6)	(1,225.3)	2.2%	(398.3)	(394.3)	-1.0%
Car Rental - Net	50,446.5	53,756.6	6.6%	39,637.5	48,153.7	21.5%	13,865.1	20,333.4	46.7%
Fleet Rental	21,328.0	22,857.3	7.2%	16,980.8	29,462.0	73.5%	5,730.8	17,459.0	204.7%
Total	71,774.5	76,613.9	6.7%	56,618.3	77,615.7	37.1%	19,595.9	37,792.3	92.9%
Annualized average depreciation per car (R\$)									
Car Rental	1,706.8	941.1	-44.9%	690.1	3,198.7	363.5%	938.3	4,357.7	364.4%
Fleet Rental	2,178.9	1,152.7	-47.1%	1,115.2	3,054.2	173.9%	975.3	4,194.8	330.1%
Total	1,815.2	992.0	-45.4%	791.6	3,151.8	298.1%	947.2	4,291.6	353.1%
Average annual gross revenues per operating car (R\$ thousand)									
Car Rental	17.3	24.7	42.8%	23.2	28.8	23.9%	23.9	29.9	25.1%
Fleet Rental	19.2	21.2	10.5%	21.1	23.7	12.4%	19.3	24.5	27.1%
Average daily rental (R\$)									
Car Rental (*)	68.52	89.71	30.9%	85.09	106.00	24.6%	92.02	108.24	17.6%
Fleet Rental	53.81	57.49	6.8%	56.76	68.86	21.3%	58.44	70.67	20.9%
Utilization rate (does not include cars in preparation and decommissioning):									
Car Rental	73.5%	79.8%	6.3 p.p.	79.2%	80.0%	0.8 p.p.	81.3%	80.2%	-1.1 p.p.
Fleet Rental	97.4%	98.0%	0.6 p.p.	98.3%	96.9%	-1.4 p.p.	97.9%	96.9%	-1.0 p.p.
Number of cars purchased - consolidated	109,379	111,510	1.9%	77,450	157,571	103.4%	22,437	97,729	335.6%
Average price of cars purchased (R\$ thsd) - consolidated	50.45	68.58	35.9%	64.00	90.12	40.8%	72.71	90.00	23.8%
Numbers of cars sold - consolidated	135,490	92,845	-31.5%	77,295	77,045	-0.3%	21,620	43,627	101.8%
Average price of cars sold (R\$ thsd) (***) - consolidated	42.46	52.63	24.0%	51.68	63.00	21.9%	55.62	61.27	10.2%

(*) 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	9M22
CURRENT ASSETS:			
Cash and cash equivalents	2,586.4	444.1	1,906.7
Financial assets	1,380.2	4,565.4	4,197.2
Trade accounts receivable	1,107.5	1,310.4	1,894.1
Derivative financial instruments - swap	154.3	89.6	199.1
Other current assets	300.7	351.3	5,505.4
Decommissioning cars to fleet renewal	40.5	182.0	1,281.9
Total current assets	5,569.6	6,942.8	14,984.4
NON CURRENT ASSETS:			
Long-term assets:			
Financial assets	-	3.0	93.1
Derivative financial instruments - swap	353.0	448.1	302.5
Trade accounts receivable	2.0	2.7	6.6
Escrow deposit	113.7	121.8	223.3
Deferred income tax and social contribution	24.4	24.3	39.0
Investments in restricted accounts	44.9	46.1	1,477.2
(-) Fair value adjustment of the deposit tied to linked account	-	-	(580.8)
Other non current assets	0.1	286.3	616.4
Total long-term assets	538.1	932.3	2,177.3
Investments:	-	-	1.2
Property and equipment			
Cars	12,923.3	15,842.9	36,805.3
Right of use	624.5	736.0	766.7
Other	633.5	715.0	841.5
Intangible:			
Software and others	46.7	37.6	602.7
Goodwill on acquisition of investments	105.4	105.4	8,053.1
Total non current assets	14,871.5	18,369.2	49,247.8
TOTAL ASSETS	20,441.1	25,312.0	64,232.2

LIABILITIES AND SHAREHOLDERS' EQUITY	2020	2021	9M22
CURRENT LIABILITIES:			
Trade accounts payable	1,661.0	2,059.3	8,168.4
Assignment of credit rights	-	-	534.1
Social and labor obligations	218.5	276.1	360.9
Loans, financing and debentures	1,615.0	1,884.8	3,065.6
Lease liability	130.2	157.0	176.4
Derivative financial instruments - swap	66.4	9.1	63.3
Income tax and social contribution	117.6	9.0	16.7
Dividends and interest on own capital	72.4	288.8	294.5
Other current liabilities	415.3	300.4	1,468.4
Total current liabilities	4,296.4	4,984.5	14,148.3
NON CURRENT LIABILITIES:			
Loans, financing and debentures	8,882.7	10,548.3	26,149.1
Lease liability	532.5	635.2	659.2
Derivative financial instruments - swap	37.2	134.7	94.2
Provisions	158.6	163.6	662.7
Deferred income tax and social contribution	412.1	1,147.9	2,068.7
Restricted Obligations	45.4	47.0	50.7
Other non current liabilities	23.6	33.7	63.8
Total non current liabilities	10,092.1	12,710.4	29,748.4
Total liabilities	14,388.5	17,694.9	43,896.7
SHAREHOLDERS' EQUITY:			
Capital	4,000.0	4,000.0	12,000.0
Expenses with share issues	(43.1)	(43.1)	(43.1)
Treasury Shares	(175.5)	(162.1)	(145.5)
Capital Reserves	174.9	203.0	4,069.9
Earnings Reserves	2,096.3	3,618.4	4,429.2
Equity Valuation Adjustment	-	0.9	19.2
Participation of non-controlling partners	-	-	5.8
Total shareholders' equity	6,052.6	7,617.1	20,335.5
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	20,441.1	25,312.0	64,232.2

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

STATEMENT OF INCOME	2020	2021	9M22
Total net revenues	10,307.6	10,901.3	11,897.9
COSTS AND EXPENSES:			
Direct costs	(6,807.5)	(5,798.0)	(6,060.8)
Selling, general, administrative and other expenses	(1,032.0)	(1,405.8)	(1,303.4)
Cars depreciation	(473.0)	(255.1)	(1,006.4)
Other assets depreciation and amortization	(193.4)	(218.4)	(223.7)
Total costs and expenses	(8,505.9)	(7,677.3)	(8,594.3)
Income before financial results and taxes (EBIT)	1,801.7	3,224.0	3,303.6
EQUITY EQUIVALENCE RESULT	-	-	0.1
FINANCIAL EXPENSES, NET	(374.4)	(320.9)	(1,362.6)
Income before taxes	1,427.3	2,903.1	1,941.1
INCOME TAX AND SOCIAL CONTRIBUTION	(379.1)	(859.4)	(543.4)
Net income	1,048.2	2,043.7	1,397.7

20 – Statements of Cash Flows – R\$ million

CONSOLIDATED CASH FLOW	2020	2021	9M22
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net income	1,048.2	2,043.7	1,397.8
Adjustments to reconcile net income and cash and cash equivalents provided by operating activities:			
Depreciation and amortization	666.4	473.5	1,233.0
Net book value of vehicles written off	(509.3)	(962.0)	(1,158.7)
Deferred income tax and social contribution	67.4	735.4	469.6
Interest on loans, financing, debentures and swaps of fixed rates	423.7	502.3	1,841.1
Lease interest	59.6	61.8	55.3
Interest on financing (fair value adjustment of the shareholders' financing)			(13.8)
Interest on suppliers' credit cession			19.0
Outros	9.3	73.8	3.4
(Increase) decrease in assets:			
Trade receivable	118.8	(248.1)	(31.6)
Purchases of cars (see supplemental disclosure below)	(6,513.3)	(7,366.9)	(9,421.9)
Escrow deposits	0.9	(8.1)	(8.8)
Taxes recoverable	11.5	(266.9)	(146.8)
Prepaid expenses	(7.9)	(11.6)	(73.2)
Other assets	(44.7)	85.1	(24.6)
Increase (decrease) in liabilities:			
Accounts payable (except car manufacturers)	84.2	109.3	83.3
Social and labor obligations	56.5	57.7	(1.9)
Income tax and social contribution	311.7	124.0	25.8
Insurance premium	20.8	(93.2)	48.3
Other liabilities	13.4	(71.3)	73.3
Cash provided by (used in) operating activities	(4,182.8)	(4,761.5)	(5,631.4)
Revenue from the sale of decommissioned cars, net of taxes	6,109.2	5,308.0	5,365.6
Income tax and social contribution paid	(250.1)	(307.1)	(62.2)
Interest on loans, financing and debentures paid	(366.9)	(372.9)	(1,480.0)
Lease interest paid	(56.8)	(49.7)	(38.4)
Financial assets	(769.4)	(3,188.2)	(734.1)
Net cash provided by (used in) operating activities	483.2	(3,371.4)	(2,580.5)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Acquisition of investment, goodwill and fair value surplus	(7.9)	(3.6)	(11.5)
Purchases of other property and equipment and addition of intangible assets	(108.0)	(143.4)	(187.0)
Purchases of other property and equipment and addition of intangible assets	-	-	1,752.5
Net cash provided by (used in) investing activities	(115.9)	(147.0)	1,554.0
CASH FLOWS FROM FINANCING ACTIVITIES:			
Loans and financings:			
Proceeds	1,250.2	3,098.0	2,418.2
Repayment	(15.0)	(1,395.8)	(777.9)
Debentures			
Proceeds	988.6	498.1	3,941.8
Repayment	(1,660.8)	(383.1)	(720.3)
Lease liability:			
Repayment	(119.2)	(144.0)	(138.6)
Payment of suppliers' credit cession			(1,114.9)
Treasury shares (acquired)/ sold	(180.5)	4.4	4.6
Exercise of stock options with treasury shares, net	4.8	(1.3)	6.2
Dividends paid	-	(18.1)	(706.1)
Interest on own capital	(269.1)	(282.1)	(339.1)
Net cash provided by (used in) financing activities	(1.0)	1,376.1	2,573.9
NET CASH FLOW PROVIDED (USED) IN THE YEAR	366.3	(2,142.3)	1,547.4
CASH AND EQUIVALENTS:			
At the beginning of the period	2,220.1	2,586.4	444.1
At the end of the period	2,586.4	444.1	1,991.5
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	366.3	(2,142.3)	1,547.4
Supplemental disclosure of cash flow information:			
Cash paid during the period for cars acquisition			-
Cars acquisition in the year/period - renewal	(5,524.1)	(6,366.9)	(6,880.7)
Cars acquisition in the year/period - growth	-	(1,289.0)	(7,322.9)
Suppliers - automakers:			-
Balance at the end of the year	1,418.3	1,707.4	6,489.1
Balance at the beginning of the year	(2,407.5)	(1,418.4)	(1,707.4)
Cash paid for cars purchased	(6,513.3)	(7,366.9)	(9,421.9)

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 to Brookfield.
- **Average Rented Fleet:** In the car rental division it is the number of daily rentals in the period divided by the number of days in the period. In the Fleet Rental is the actual number of cars rented.
- **CAGR:** Compounded annual growth rate.
- **CAPEX:** Capital expenditure.
- **Carrying Cost of Cash:** Consists of the cost to maintain minimum cash position. This is the difference between the average rate of fundraising and the average rate of investment.
- **Car depreciation:** Depreciation is calculated based on the expectation of the future sale price net of the selling expenses. The amount to be depreciated is the positive difference between the acquisition price of the vehicle and its estimated residual value. Depreciation is calculated as long as the assets' estimated residual value does not exceed its accounting value. Depreciation is recognized during the estimated life cycle of each asset. In the Car Rental and Fleet Rental divisions, depreciation method used is linear. The residual value is the estimated sale price net of the estimated selling expense.
- **Depreciated cost of used cars sales (book value):** Consists of the acquisition value of vehicles, depreciated up to the date of sale.
- **EBITDA:** is the net income of the period, added by the income tax, net financial expenses, depreciation, amortization, and exhaustions, as defined by CVM instruction 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.
- **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.
- **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.
- **Utilization Rate:** it is the number of rental days of the period divided by the fleet available for rental multiplied by the number of days of the period and therefore, it does not include cars being prepared or being decommissioned.

LOCALIZA RENT A CAR S.A.

NOTES TO THE INTERIM FINANCIAL INFORMATION

FOR THE PERIOD ENDED SEPTEMBER 30, 2022

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

1. GENERAL INFORMATION

Localiza Rent a Car S.A. (“Localiza” or “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 the ticker symbol RENT3.

Localiza and its subsidiaries (“Platform”) are mainly engaged in: car rental, fleet rental and franchising. In order to renew the fleet and maximize cash flow generation, Localiza and its direct and indirect subsidiaries sell their decommissioned cars.

As at September 30, 2022, the Localiza Platform, including its franchisees in Brazil and abroad, was comprised of 683 car rental locations (not reviewed by the independent auditors), of which: (i) 605 locations in 369 cities in Brazil, 514 of which were operated by Localiza and 91 by franchisees; and (ii) 78 locations in 37 cities in 4 other South American countries, all operated by franchisees. In addition to its network of locations, the Company owned 184 points of sale of the decommissioned cars after its use, located in 100 cities throughout Brazil.

As at September 30, 2022, reflecting the accelerated investments in the fleet, the Company's net working capital in the individual interim financial information was negative by R\$2,086,458. Managements believes that operating cash generation is considered sufficient to meet short-term commitments. In October 2022, the Platform received R\$3,220,526 from the sale of the subsidiary Unidas Locadora S.A. (Note 9.1.1 (a)).

This individual and consolidated interim financial information was approved and authorized for issue by the Executive Board on November 11, 2022 and by the Board of Directors on November 14, 2022.

1.1. Direct and indirect investees

The Company's direct and indirect interest in subsidiaries, are shown below:

Name	Headquarters	% of ownership interest/voting		Activity
		9/30/2022	12/31/2021	
Direct subsidiaries				
Car Assistance Serviços de Administração de Sinistros S.A.	Belo Horizonte -MG	100	100	Manages car claims for insurance companies
Companhia de Locação das Américas S.A.	Belo Horizonte -MG	100	-	Fleet rental
Localiza Fleet S.A.	Belo Horizonte -MG	100	100	Fleet rental
Localiza Franchising Brasil S.A.	Belo Horizonte -MG	100	100	Franchising
Localiza Franchising International S.R.L.	Argentina	98	98	In process of closing
Localiza Serviços Prime S.A.	Belo Horizonte -MG	100	100	Intermediation 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	-	Dealership of used cars
Agile Gestão de Frotas e Serviços S.A.	Belo Horizonte -MG	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	Dealership of used cars
Costa Dourada Veículos Ltda.	Maceió - AL	100	-	Fleet rental
Elo Telefonia, Sistemas e Equipamentos de Comunicação S.A.	Belo Horizonte -MG	50	-	Solutions for tracking and telemetry
Gestão e Operação de Viagens Ltda.	Belo Horizonte -MG	64.6	-	Travel and tourism agency services
Iter Tecnologia S.A.	São José - SC	100	-	Solutions for tracking and telemetry
Localiza Franchising International S.R.L.	Argentina	2	2	In process of closing
Localiza Veículos Especiais S.A.	São Paulo- SP	100	-	Fleet rental
Locamérica Comercial S.A.	São Paulo- SP	100	-	Dealership of used cars
Locamérica Franquias S.A.	São Paulo- SP	100	-	Franchising
Locamérica Rent a Car S.A.	Belo Horizonte -MG	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
Nexcorp Serviços e Telecomunicações S.A.	Belo Horizonte -MG	100	-	Solutions for tracking and telemetry
Sofit Software para Gestão de Frotas S.A.	Joinville - SC	100	100	Online systems for fleet rental
Unidas Locadora S.A.	Belo Horizonte -MG	100	-	Car rental
Unidas Locadora Franquias S.A.	Belo Horizonte -MG	100	-	Franchising

Name	Headquarters	% of ownership interest/voting		Activity
		9/30/2022	12/31/2021	
Voll Soluções em Mobilidade Corporativa S.A.	Belo Horizonte -MG	64.6	-	Travel and tourism agency services

1.2. Business Combination of Localiza and Locamérica

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

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

On December 15, 2021, the implementation of the Merger of Shares was approved by the 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 Locamérica's subsidiary.

Accordingly, the business combination between the Companies was executed on July 1, 2022 ("Closing Date"), and was confirmed by their respective Boards of Directors in meetings held on that same date. The effects of this Transaction are detailed in Note 9.1.1.

This interim financial information includes the consolidation of Locamérica's financial information as from July 1, 2022.

1.3. Macroeconomic Scenario

As an effect of the pandemic, started in 2020, and geopolitical factors, such as the war in Ukraine and others, the shortage of some supplies, notably semiconductors (chips) have been affecting the automotive industry since then, resulting in a reduction in the supply of new cars and an increase in prices. Another impact from the pandemic was the global rise in prices, with an inflation increase in Brazil and a resulting rise in interest rates. In this context, the Company has been affected mainly by the lower purchase volume of new cars due to the fact that automakers have not resumed their normal production level, resulting in an increase in the estimated useful life of our car fleet and its corresponding maintenance costs, as a consequence of the aging of the fleet and also the increase in the cost of spare parts.

Since the end of the 2nd quarter of 2022, we have noticed a gradual resumption of the production volume which, combined with the decrease in the retail sale of new cars, resulted in an increase in the volume of cars for direct sales, with a consequent improvement of the car purchase scenario for the Company. With the increase in the number of cars purchased, the Company began the process of gradual rejuvenation of its fleet.

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

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

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

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

Except for the matter disclosed in Note 4.1., the information on the basis of preparation and presentation of the interim financial information and summary of significant accounting policies has not changed significantly when compared with the information disclosed in Note 2 and in other notes to the annual financial statements for the year ended December 31, 2021 (hereinafter referred to as "financial statements for the year ended December 31, 2021"), published on February 22, 2022 through the websites www.gov.br/cvm, www.b3.com.br and www.localiza.com/ri and published on March 4, 2022 in the "Diário do Comércio de Minas Gerais" and in its digital edition, on the same date.

3. RECENTLY ISSUED ACCOUNTING STANDARDS AND INTERPRETATIONS

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

- **Amendment to IAS 37 Provisions, Contingent Liabilities and Contingent Assets:** in May 2020, the IASB issued this amendment to clarify that, for the purpose of evaluating if a contract is onerous, the direct costs of fulfilling a contract include both the incremental costs of fulfilling the contract and an allocation of other costs directly related to fulfilling contracts. The effective date of application of this amendment is January 1, 2022.
- **Amendment to IFRS 3 – "Business Combinations":** issued in May 2020, to replace the references under the old version of the conceptual framework with the most recent one. The amendment to IFRS 3 is effective from January 1, 2022.
- **Annual improvements – 2018-2020 cycle:** In May 2020, the IASB issued the following amendments as part of the annual improvement process, to be applied from January 1, 2022:
 - (i) IFRS 9 - "Financial Instruments" - clarifies which fees should be included in the 10% test for derecognition of financial liabilities.
 - (ii) IFRS 16 - "Leases" - amendment of illustrative example 13 to remove the illustration of payments from the lessor relating to leasehold improvements.
 - (iii) IFRS 1 - "First-time Adoption of International Financial Reporting Standards" - simplifies the application of this standard by a subsidiary that adopts IFRS for the first time after its parent company, in relation to the measurement of the accumulated amount of exchange rate variations.

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

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

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

- **Amendment to IAS 1 “Presentation of Financial Statements”:** issued in May 2020, with the aim of clarifying that liabilities are classified as current or non-current, depending on the conditions that exist at the end of the period. The classification is not affected by the entity's expectations or events after the reporting date (e.g., receipt of a waiver or breach of covenant). The amendments also clarify what IAS 1 means when it refers to the ‘settlement’ of a liability. The amendments to IAS 1 are effective from January 1, 2023.
- **Amendments to IAS 1 and IFRS Practice Statement 2 - Disclosure of accounting policies:** in February 2021 the IASB issued a further amendment to IAS 1 on disclosure of "material" rather than "significant" accounting policies. The amendments include the definition of “material accounting policy information” and explain how to identify them. The amendments clarify that if an entity discloses immaterial accounting policy information, such information shall not obscure material accounting policy information. In order to support this amendment, IASB also amended "IFRS Practice Statement 2 Making Materiality Judgments" to provide guidance on how to apply the concept of materiality to accounting policy disclosures. The amendment is effective from 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. The amendment is effective from January 1, 2023.
- **Amendments to IAS 12 - Income Taxes:** the amendment issued in May 2021 requires entities to recognize deferred taxes on transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. This is normally applied to lease transactions (right-of-use assets and lease liabilities) and decommissioning and restoration obligations, for example, and requires the recognition of additional deferred tax assets and liabilities. The amendment is effective from January 1, 2023.

4. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

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

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Financial assets				
<u>Amortized cost</u>				
Cash and cash equivalents (Note 5)	303,389	243,884	1,755,018	369,359
Financial investments (Note 6)	896,454	-	896,454	-
Trade receivables (Note 7)	922,711	1,164,104	1,900,621	1,313,025
Receivables from insurance company (Note 8)	102,833	100,022	103,910	100,539
Other receivables – subsidiaries (Note 8)	2,530	19,234	-	-
Investments in restricted accounts (Note 8)	-	-	49,976	46,130
Escrow deposits (Note 19)	92,817	86,517	223,288	121,805
<u>Financial assets at fair value through profit or loss</u>				
Cash and cash equivalents (Note 5)	101,929	45,219	151,674	74,780
Financial investments (Note 6)	2,597,883	3,645,455	4,290,307	4,568,393
Derivative financial instruments (Note 4.1)	153,614	454,713	501,635	537,710

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Financial liabilities				
<u>Amortized cost</u>				
Trade payables (Note 13)	(4,882,772)	(1,490,280)	(8,168,420)	(2,059,296)
Credit assignment by suppliers (Note 14)	-	-	(534,283)	-
Borrowings and debt securities (Note 16)	(10,795,548)	(7,775,571)	(24,876,936)	(10,850,445)
Accounts payable - subsidiaries (Note 18)	(2,909)	(233)	-	-
Insurance premiums for transfer (Note 18)	(100,796)	(53,111)	(101,819)	(53,521)
Restricted obligations (Note 18)	-	-	(50,685)	(47,003)
Amounts payable for the acquisition of companies (Note 18)	-	-	(22,994)	(7,440)
<u>Financial liabilities at fair value through profit or loss</u>				
Borrowings and debt securities (Note 16)	(1,545,548)	(1,582,650)	(4,337,656)	(1,582,650)
Derivative financial instruments (Note 4.1)	(80,881)	(143,237)	(157,477)	(143,801)

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

(a) Risk management

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

(i) Market risk

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

At September 30, 2022, the Company's net debt totaled R\$21,196,209. This excludes R\$6,684,746 bearing fixed interest at an average rate of 12.03% per year, for swap operations, exchanging rates CDI floating for fixed rates. Thus, the net debt subject to the CDI floating rates is R\$14,511,463 at September 30, 2022.

The probable base scenario for the next 12 months was estimated according to the information in the Focus Bulletin issued by the Central Bank of Brazil, based on an average CDI rate of 13.15% against the effective annual rate of 12.03% in the nine-month period ended September 30, 2022.

Description	Consolidated		
	Probable scenario (*)	Scenario I – 25% deterioration	Scenario II – 50% deterioration
Net debt as at September 30, 2022 (b)	21,196,209	21,196,209	21,196,209
Debts at a fixed-rate and amounts hedged with swap to a fixed-rate	(6,684,746)	(6,684,746)	(6,684,746)
Net debt subject to the CDI fluctuation	14,511,463	14,511,463	14,511,463
Effective average annual CDI rate for the nine-month period ended September 30, 2022	12.03%	12.03%	12.03%
Estimated average annual CDI rate, according to stress scenarios	13.15%	16.44%	19.73%
Effect on finance costs subject to the CDI rate fluctuation:			
- according to effective rate	(1,745,729)	(1,745,729)	(1,745,729)
- according to scenarios	(1,908,257)	(2,385,685)	(2,863,112)
Increase in finance costs for the next 12 months	(162,528)	(639,956)	(1,117,383)

(ii) Credit risk

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

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Cash and cash equivalents:				
At least Aa3 in the Moody's scale or equivalent in another rating agency	361,487	271,971	1,725,844	425,330
Cash and banks	43,831	17,132	180,848	18,809
Total cash and cash equivalents (Note 5)	405,318	289,103	1,906,692	444,139
Financial investments:				
At least Aa3 in the Moody's scale or equivalent in another rating agency	3,494,337	3,645,455	5,186,761	4,568,393
Total financial investments (Note 6)	3,494,337	3,645,455	5,186,761	4,568,393
Trade receivables — customers	830,735	602,688	1,785,406	726,230
Trade receivables – credit cards:				
Aaa in the Moody's scale	42,326	45,503	43,736	46,070
Sundry	49,650	515,913	71,479	540,725
Total trade receivables (Note 7)	922,711	1,164,104	1,900,621	1,313,025
Derivative financial instruments (assets):				
At least Aa3 in the Moody's scale or equivalent in another rating agency	153,614	454,713	501,635	537,710
Total derivative financial instruments (assets)	153,614	454,713	501,635	537,710
Total	4,975,980	5,553,375	9,495,709	6,863,267

(iii) Liquidity risk

The Company and its subsidiaries manage liquidity and their cash flows periodically to ensure that operating cash generation and available funding, when necessary, are sufficient to meet their commitment schedules. The analysis of the maturities of undiscounted consolidated contractual cash flows of borrowings, debt securities and derivative financial instruments, based on the interest rate contracted for each transaction and a CDI rate of 13.65% as at September 30, 2022, is as follows:

	Individual						Total
	2022	2023	2024	2025	2026	2027 to 2032	
Trade payables	4,882,772	-	-	-	-	-	4,882,772
Debt securities	217,880	1,668,306	2,668,604	2,017,754	3,414,092	6,981,945	16,968,581
Working capital	17,810	320,271	114,378	-	-	-	452,459
Certificate of Real Estate Receivables ("CRI")	19,899	42,496	43,023	42,848	42,322	320,811	511,399
Foreign currency borrowings	6,463	516,962	430,753	287,927	-	-	1,242,105
Prepurchase financing pool	256	1,025	936	778	45	11	3,051
Other financial liabilities	103,705	-	-	-	-	-	103,705
Total	5,248,785	2,549,060	3,257,694	2,349,307	3,456,459	7,302,767	24,164,072

	Consolidated						Total
	2022	2023	2024	2025	2026	2027 to 2032	
Trade payables	8,168,420	-	-	-	-	-	8,168,420
Credit assigned to suppliers	534,283	-	-	-	-	-	534,283
Debt securities	496,578	4,774,360	6,947,958	5,247,040	7,627,983	13,901,179	38,995,098
Working capital	25,523	458,906	329,208	278,619	243,312	-	1,335,568
Certificate of Real Estate Receivables ("CRI")	68,600	99,234	101,354	104,090	105,372	705,488	1,184,138
Certificate of Agribusiness Receivables ("CRA")	-	79,449	88,768	88,983	89,203	854,276	1,200,679
Foreign currency borrowings	14,926	716,617	1,066,002	287,927	-	-	2,085,472
Prepurchase financing pool	1,071	1,594	936	778	45	11	4,435
Other financial liabilities	101,819	4,142	50,686	4,462	-	14,390	175,499
Total	9,411,220	6,134,302	8,584,912	6,011,899	8,065,915	15,475,344	53,683,592

(b) Capital management

The Company's debt ratios are as follows:

	Consolidated	
	9/30/2022	12/31/2021
Short and long-term debts (Note 16)	29,214,592	12,433,095
Derivative financial instruments (Note 4.1)	(344,158)	(393,909)
Cash and cash equivalents (Note 5)	(1,906,692)	(444,139)
Short-term investments (Note 6) (*)	(5,767,533)	(4,568,393)
Net debt (**)	21,196,209	7,026,654
Equity	20,335,557	7,617,090
Debt ratio (net debt / equity)	1.04	0.92
Fleet value (***)	38,100,619	16,024,852
Net debt / fleet value	0.56	0.44

(*) Does not consider the adjustment to present value (Note 9).

(**) Does not include credit assignment by suppliers (Note 14).

(***) Cars and decommissioned cars for fleet renewal (Note 11).

(c) Fair value of financial instruments

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

	Individual			
	Carrying amount		Fair value	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Borrowings and debt securities				
Debt securities	9,281,839	5,889,866	8,785,073	5,620,314
Working capital	401,519	733,680	403,285	736,555
Certificate of Real Estate Receivables ("CRI")	305,711	-	279,183	-
Prepurchase financing pool	3,051	3,667	3,051	3,667
Foreign currency borrowings	803,428	1,148,358	803,428	1,148,358
Total	10,795,548	7,775,571	10,274,020	7,508,894
	Consolidated			
	Carrying amount		Fair value	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Borrowings and debt securities				
Debt securities	20,478,493	8,246,618	21,050,642	7,882,141
Working capital	1,072,717	935,965	1,072,434	937,114
Certificate of Real Estate Receivables ("CRI")	670,954	334,645	516,997	226,388
Certificate of Agribusiness Receivables ("CRA")	596,348	-	591,109	-
Prepurchase financing pool	4,435	11,069	4,435	11,069
Commercial Note	800,035	-	794,795	-
Foreign currency borrowings	1,253,954	1,322,148	1,253,954	1,322,148

Total	<u>24,876,936</u>	<u>10,850,445</u>	<u>25,284,366</u>	<u>10,378,860</u>
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Other financial instruments recognized in the interim individual and consolidated interim financial information at their amortized costs do not differ significantly from their fair values, as the maturity dates of a substantial portion of the balances are close to the balance sheet date.

Accounting practices and other information on financial instruments and risk management have not changed significantly when compared to the information disclosed in Note 25 to the financial statements for the year ended December 31, 2021.

4.1. Derivative financial instruments

Derivative financial instruments are as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Foreign currency x Real (a)	48,869	328,033	102,945	376,972
CDI x Prefixed Rate (b)	41,201	28,061	139,943	61,555
IPCA x CDI (c)	(17,337)	(44,618)	101,270	(44,618)
Total, net	<u>72,733</u>	<u>311,476</u>	<u>344,158</u>	<u>393,909</u>
Current assets	90,604	89,625	199,130	89,625
Non-current assets	63,010	365,088	302,505	448,085
Current liabilities	(14,797)	(8,560)	(63,293)	(9,124)
Non-current liabilities	(66,084)	(134,677)	(94,184)	(134,677)

Changes in derivative financial instruments are as follows:

	Individual	Consolidated
Balance as at December 31, 2020	400,734	403,778
Fair value adjustment - income	20,948	94,352
Fair value adjustment – other comprehensive income	1,335	1,335
Repayment of principal	(148,470)	(133,384)
Interest amortization	36,929	27,828
Balance as at December 31, 2021	<u>311,476</u>	<u>393,909</u>
Opening balance of acquired companies	-	172,172
Fair value adjustment - income	(352,932)	(384,728)
Fair value adjustment – other comprehensive income	5,293	28,071
Repayment of principal	-	(31,622)
Interest amortization	108,896	166,356
Balance as at September 30, 2022	<u>72,733</u>	<u>344,158</u>

(a) Foreign currency x Real

As at September 30, 2022, the Company and its subsidiaries had current hedge transactions with an exclusive foreign exchange hedge for the respective foreign currency borrowings contracted with top-tier financial institutions. The specific characteristics of these hedge transactions are as follows:

Swap transactions

Company	Maturity dates	Consolidated									
		Index		Amount of reference	Value of curve			Market value (carrying amount)			Variation - Gain (loss)
		Long position	Short position	Notional	Long position	Short position	Gain (loss)	Long position	Short position	Gain (loss)	Curve x MTM
Localiza	1/03/2023	0.93%	CDI + 1.00%	EUR 55,394 thousand	293,195	263,530	29,665	293,234	263,543	29,691	26
Localiza	5/22/2023	LIBOR + 0.47%	108.0% of CDI	USD 80,000 thousand	216,613	152,333	64,280	213,493	152,580	60,913	(3,367)
Localiza	1/03/2025	1.33%	CDI + 1.20%	EUR 55,394 thousand	293,727	263,734	29,993	276,249	263,811	12,438	(17,555)
Localiza	2/26/2024	USD + 1.9371%	CDI + 1.35%	USD 80,000 thousand	432,117	461,152	(29,035)	407,008	461,181	(54,173)	(25,138)
Localiza Fleet	8/22/2022 and 1/25/2023	LIBOR + 1.66%	6.51%	USD 31,081 thousand	135,072	131,992	3,080	134,526	131,991	2,535	(545)
Localiza Fleet	1/10/2024	USD + 2.1882%	1.18%	USD 50,000 thousand	270,907	293,703	(22,796)	257,680	293,707	(36,027)	(13,231)
Locamérica Rent a Car	7/26/2024	FX + (Libor 3 month +0.40%)	109.7% CDI	USD 188,500 thousand	271,846	193,474	78,372	269,338	189,077	80,261	1,889
Locamérica Rent a Car	3/19/2024	FX + (Libor 3 month +0.40%)	CDI + 0.82% p.a.	USD 188,500 thousand	180,004	169,140	10,864	157,418	150,111	7,307	(3,557)
					<u>2,093,481</u>	<u>1,929,058</u>	<u>164,423</u>	<u>2,008,946</u>	<u>1,906,001</u>	<u>102,945</u>	<u>(61,478)</u>

(b) CDI x Fixed rate

Fleet Rental Contracts

Floating interest rate funding is protected against the risk of cash flow fluctuations by the CDI rate instruments.

On September 1, 2022, Localiza adopted the initial designation of accounting under the hedge accounting method (CPC 48/IFRS 9) of derivative transactions fixed x DI of Localiza Fleet, including for contracts effective on that date. The hedge accounting was already being adopted by Locamérica, consolidated from July 1, 2022.

Derivatives are recognized at fair value on the date the contract is entered into and are subsequently remeasured at their fair value. The method of recognizing the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, in the case of adoption of hedge accounting, and if so, the nature of the item being hedged. The

Company has adopted hedge accounting and designates certain derivatives as a hedge of a specific risk associated with a recognized asset or liability or a highly probable forecast transaction (cash flow hedge).

Changes in hedge amounts classified under "Carrying value adjustments" in equity are presented in the statement of changes in equity.

As at September 30, 2022, the specific characteristics of these operations contracted by Localiza Fleet and Locamérica are as follows:

Range of maturity dates	Consolidated									
	Weighted average rates		Amount of reference	Value of curve			Market value (carrying amount)			Variation - Gain (Loss)
	Long position	Short position	Notional	Long position	Short position	Gain (Loss)	Long position	Short position	Gain (Loss)	Curve x MTM
	% CDI/ CDI +									
July 2022 to January 2025	100.0%	9.70%	470,000	515,925	508,369	7,556	515,925	501,207	14,718	7,162
October 2022 to January 2024	103.99% / 2.5%	6.63%	310,000	358,091	348,692	9,399	358,763	342,498	16,265	6,866
January 2023	110.0%	6.18%	25,000	29,602	29,472	130	29,699	28,982	717	587
January 2024	110.0%	7.88%	50,000	56,027	54,880	1,147	56,027	52,089	3,938	2,791
April 2023 to January 2025	100.0%	10.43%	420,000	459,241	454,970	4,271	459,242	447,002	12,240	7,969
April 2023 to January 2024	100.0%	10.13%	235,000	255,596	254,113	1,483	255,597	251,072	4,525	3,042
April 2023 to July 2024	2.5% / 100%	10.38%	220,000	240,777	238,494	2,283	240,777	234,627	6,150	3,867
April 2023 to July 2024	100.0%	10.05%	280,000	307,308	303,862	3,447	307,309	297,932	9,377	5,931
April 2023	100.0%	7.43%	50,000	56,027	54,599	1,427	56,027	53,130	2,897	1,469
October 2023 to October 2024	100.0%	11.33%	230,000	249,297	248,066	1,231	249,297	245,503	3,794	2,563
		4.08% to								
October 2022 to July 2027	100% to 119% of CDI	14.08%	3,752,525	3,832,990	3,817,486	15,504	3,843,375	3,817,488	25,887	10,383
		4.07% to								
October 2022 to June 2026	100% to 117.5% of CDI	13.48%	171,712	175,873	174,807	1,066	180,692	182,458	(1,766)	(2,832)
				<u>6,536,754</u>	<u>6,487,810</u>	<u>48,944</u>	<u>6,552,730</u>	<u>6,453,988</u>	<u>98,742</u>	<u>49,798</u>

Agreement between Localiza and Locamérica

As part of the Merger of Shares Agreement signed between Localiza and Locamérica (Note 1.2), Localiza made available to all holders of Locamérica shares that have an interest and are registered as shareholders of Locamérica at the time of the completion of the Merger of Shares, a credit facility for financing with one or more Brazilian financial institutions chosen by it. The credit facility covers up to 20% of the total amount of Localiza's shares attributed to Locamérica's shareholders. With the objective of fixing the cost of the resources that will be used to grant the financing, the Board of Directors of Localiza approved in a meeting held on November 23, 2020, and ratified on December 10, 2020, the contracting by the Company of swaps up to R\$ 800,000, maturing up to January 2027.

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

Maturity dates	Weighted average rates		Amount of reference	Value of curve			Market value (carrying amount)		
	Long position	Short position	Notional	Long position	Short position	Gain (Loss)	Long position	Short position	Gain (loss)
	% CDI								
January 2027	100.0%	8.07%	200,000	217,554	211,792	5,762	217,567	185,212	32,355
January 2027	100.0%	7.71%	50,000	54,389	52,819	1,570	54,392	45,546	8,846
				271,943	264,611	7,332	271,959	230,758	41,201

(c) IPCA x CDI

On March 24, 2021, the Company and Locamérica contracted derivatives in order to swap the remuneration of the issue of debentures indexed to the IPCA to floating CDI, which is the reference index used by the Company.

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

Weighted average rates		Amount of reference	Market value (carrying amount)		
Long position	Short position	Notional	Long position	Short position	Gain (loss)
IPCA+	CDI +				
5.5%	2.00%	1,200,000	1,186,080	1,203,417	(17,337)
4.825%	1.42%	200,000	196,784	206,244	(9,460)
7.2101%	2.01%	515,000	530,325	546,785	(16,460)
6.5119%	2.239%	1,100,000	1,250,648	1,107,231	143,417
6.6018%	1.06%	167,200	168,586	167,476	1,110
			3,332,423	3,231,153	101,270

Accounting practices and other information on derivative instruments (Individual and Consolidated) have not changed significantly when compared to the information disclosed in note 14 to the financial statements for the year ended December 31, 2021.

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Cash and banks	43,831	17,132	150,668	18,809
Bank Certificates of Deposit ("CDB")	259,558	226,752	1,604,350	350,550
Fixed-income investment fund units	101,929	45,219	151,674	74,780
Total	405,318	289,103	1,906,692	444,139

In the period ended September 30, 2022, financial investments in CDBs and fixed-income investment fund units had an annual weighted average yield of 102.6% of the Interbank Deposit Certificates ("CDI") rate (110.2% as at December 31, 2021).

6. FINANCIAL INVESTMENTS

Financial investments are as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Bank Certificates of Deposit ("CDB")	376,221	2,131,514	549,789	2,287,494
Fixed-income investment fund units	2,221,662	1,360,935	3,740,518	2,106,796
Investments in financial bills	-	153,006	-	174,103
Restricted bank deposit certificates (Note 9.1.1)	1,477,226	-	1,477,226	-
(-) Adjustment to present value (Note 9.1.1)	(580,772)	-	(580,772)	-
Total	3,494,337	3,645,455	5,186,761	4,568,393
Current	2,594,883	3,642,455	4,197,215	4,565,393
Non-current	899,454	3,000	989,546	3,000

In the period ended September 30, 2022, financial investments provided an annual weighted average yield of 107.3% of the Interbank Deposit Certificates ("CDI") rate (117.9% as at December 31, 2021).

7. TRADE RECEIVABLES

Trade receivables are as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Car rental (*)	492,708	904,794	649,788	910,398
Fleet rental	-	-	585,214	129,413
Unbilled revenue	285,146	263,223	556,365	265,862
Sale of decommissioned cars	268,832	140,263	349,700	183,828
Resale of cars	-	-	9,090	-
Sale of equipment and telemetry	-	-	21,643	-
	1,046,686	1,308,280	2,171,800	1,489,501
Adjustments to present value	-	-	(349)	-
Allowance for doubtful debts/expected losses	(123,975)	(144,176)	(270,830)	(176,476)
Total	922,711	1,164,104	1,900,621	1,313,025
Current	922,711	1,164,104	1,894,053	1,310,359
Noncurrent	-	-	6,568	2,666

(*) The decrease in the balance of trade receivables from car rental is mainly due to the prepayment of credit card receivables, without right of subrogation, in the amount of R\$508,654 in the Individual and R\$600,044 in the Consolidated for the nine-month period ended September 30, 2022.

The aging list of trade receivables is as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Current	864,918	1,098,517	1,722,518	1,222,214
Up to 30 days past due	39,845	44,026	123,674	64,252
31 to 60 days past due	12,938	17,268	44,306	20,743
61 to 90 days past due	12,029	18,714	33,671	21,304
91 to 180 days past due	24,710	41,296	55,563	44,177
Over 181 days past due	92,246	88,459	192,068	116,811
Total	1,046,686	1,308,280	2,171,800	1,489,501

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

	<u>Individual</u>	<u>Consolidated</u>
Balance as at December 31, 2020	(130,261)	(155,645)
Recognition	(75,130)	(89,506)
Reversal	61,215	68,675
Balance as at December 31, 2021	(144,176)	(176,476)
Opening balance of acquired companies	-	(102,890)
Recognition	(40,522)	(105,120)
Reversal	60,723	89,819
Transfer to assets classified as held for sale	-	6,200
Write-off of fully accrued trade notes (a)	-	17,637
Balance as at September 30, 2022	(123,975)	(270,830)

(a) refers to trade notes past due for more than 365 days, for which administrative and judicial collections efforts are maintained. There is no impact on the net balance of trade receivables and on the related cash flows.

Accounting practices and other information on trade receivables (Individual and Consolidated) have not significantly changed when compared to the information disclosed in Note 6 to the financial statements for the year ended December 31, 2021.

8. OTHER CURRENT AND NONCURRENT ASSETS

Other current and non-current assets are as follows:

	<u>Individual</u>		<u>Consolidated</u>	
	<u>9/30/2022</u>	<u>12/31/2021</u>	<u>9/30/2022</u>	<u>12/31/2021</u>
Balances stated separately in current assets:				
Recoverable taxes	96,005	136,666	271,727	146,010
Prepaid expenses (*)	104,821	27,556	189,914	29,725
	<u>200,826</u>	<u>164,222</u>	<u>461,641</u>	<u>175,735</u>
Other current assets:				
Receivables from insurance company (**)	102,833	100,022	103,910	100,539
Other receivables from related parties	2,530	19,234	-	-
Other current assets	36,485	36,898	228,176	75,076
	<u>141,848</u>	<u>156,154</u>	<u>332,086</u>	<u>175,615</u>
Total other current assets	<u>342,674</u>	<u>320,376</u>	<u>793,727</u>	<u>351,350</u>
Balances stated separately in non-current assets:				
Recoverable taxes (a)	343,405	284,765	545,196	284,765
Investments in restricted accounts (Note 18)	-	-	49,976	46,130
Prepaid expenses	2,351	1,566	13,457	1,566
Other non-current assets	-	-	2,314	-
Total other non-current assets	<u>345,756</u>	<u>286,331</u>	<u>610,943</u>	<u>332,461</u>
Total other current and non-current assets	<u>688,430</u>	<u>606,707</u>	<u>1,404,670</u>	<u>683,811</u>

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

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

(a) Recoverable taxes

In the third quarter of 2022, Localiza and its subsidiaries completed a technical study to support the useful lives of certain cars of their fleet, in accordance with art. 320 of the Income Tax Regulation (Decree 9,580/18). As a result of this review, a technical report was issued by an entity duly qualified by law, changing the average useful life for tax purposes of certain cars to 26.3 months. As a result of the increase in depreciation, income tax and social contribution tax loss,

there was a retroactive recognition on January 1, 2022 of the amounts in the Individual and Consolidated, respectively, of (i) R\$58,645 and R\$175,007 related to PIS/COFINS credits recoverable (before income tax and social contribution), and (ii) 243,911 related to deferred income tax and social contribution assets and liabilities, in the amounts of R\$649,918 and R\$693,792 respectively in the Individual and Consolidated. The scope of this same situation for the other cars in the fleet depends on obtaining new technical reports.

As at September 30, 2022 the consolidated balances of PIS/COFINS credits and deferred assets and liabilities of income tax and social contribution, net of offset and realization of the period, are R\$343,405, R\$1,683,497 and R\$2,672,209 in the Individual and R\$545,196, R\$3,146,179 and R\$5,170,450 in the Consolidated (Note 20(a)).

9. INVESTMENTS IN SUBSIDIARIES

9.1. Business combinations

9.1.1. Locamérica

Upon the closing of the Merger of Shares (Note 1.2) on July 1, 2022, and considering the adjustments as foreseen and authorized under the Protocol and Justification, an exchange ratio was set at 0.43884446 shares of the Company for each share common shares of Locamérica, with the issuance of 222,699,337 common shares of Localiza, all registered and with no par value, fully subscribed and paid up by Locamérica management on behalf of its shareholders, for a total subscription price of R\$11,827,562, corresponding to the economic value attributed to the shares of Locamérica incorporated by Localiza, as supported by an appraisal report issued by a specialized company at the time of approval of the transaction at a Meeting. Of this total amount, R\$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 R\$3,827,562, to the Company's share premium capital reserve account. The new shares confer to their holders the same rights as held by the other common shares issued by the Company.

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

Identifiable assets acquired and liabilities assumed, preliminary

The amounts of identifiable assets acquired and liabilities assumed at the Closing Date, preliminarily measured at fair value, are being evaluated by a specialized appraisal firm company. Once the appraisal is concluded, the corresponding adjustments to the purchase price allocation will be made to the preliminary amounts recognized in the accounting books and to the goodwill balance, as shown below:

	<u>Fair value at 7/1/2022</u>
Fair value of the consideration	11,827,562
Issuance of Localiza shares (in quantity)	222,699,337
Value per share (in Reais)	53.11
Effects of Locamérica's dividend distribution	425,000
Fair value of financing to Locamérica's shareholders	594,566
Long term incentives	10,610
Total consideration (a)	12,857,738
Book value of Locamérica's equity (b)	4,965,669
Adjustments to fair value:	
Existing goodwill from prior business combinations	(717,741)
Vehicles	(i) 486,641
Intangible assets (customer relationship)	(ii) 342,374
Contingencies	(iii) (386,643)
Goodwill on assets held for sale (carve out)	(iv) 252,506
Total adjustments to fair value I	(22,863)
Total preliminary goodwill (a) – (b) – (c)	7,914,932

Total consideration

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

- number of shares issued by Localiza based on the exchange ratio of Locamérica shares.
 - the closing price of Localiza's shares on the Closing Date.
 - distribution of dividends by Locamérica of R\$425,000 to its shareholders base prior to the transaction.
 - fair value of the financing to Locamérica's shareholders who have expressed an interest in contracting it. The amount of the credit line was up to 20% of the total value of the shares of Localiza attributed to the referred shareholders. As at September 30, 2022, the balance of the financial investment linked to this financing was R\$1,447,226 and the adjustment to present value was R\$580,772, net of the amortization occurred in 3Q22.
 - Fair value of long-term incentive plans.
- (iii) **Adjustments to fair value** **Vehicles:** The fair value of these assets was determined based on market researches of specific publications of the sector ("F"PE"), considering the history of vehicles sales in relation to the FIPE table.

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

(iii) Contingencies: The fair value of contingent liabilities was estimated by management under the advice of legal counsel.

(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.

Impact of the acquisition on consolidated results

The business combination contributed revenue of R\$2,383,827 and generated a loss of R\$14,737 for the Company in the period from July 1, 2022 to September 30, 2022. Had this combination been effective on January 1, 2022, pro forma revenue and profit would have been R\$15,703,228 and R\$1,532,839, respectively, for the period ended September 30, 2022. The Company's management believes that these pro forma estimates represent an approximate measure of the performance of the combined company. The costs incurred in the business combination were approximately R\$136 million.

a) Assets classified as held for sale and liabilities associated with assets classified as held for sale

On June 13, 2022, Locamérica disclosed a Material Fact informing the market of the signing of the Agreement for the Purchase and Sale of Shares, Corporate Reorganization and Other Agreements, through which they established the terms and conditions for the sale by Locamérica Rent a Car S.A., to an investment fund managed by affiliates of Brookfield Asset Management, of certain assets to be segregated from the car rental and related used cars operation, including approximately 49,000 cars and 202 branches of the car rental and related used cars operation of said subsidiary. On June 22, 2022 CADE approved the purchaser of the net asset for the divestment in compliance with the CCA (Nota 1.2).

Pursuant to the Agreements for the Purchase and Sale of Shares, Corporate Reorganization and Other Agreements signed by the Company and the investment fund, Unidas Locadora S.A. was sold for R\$3,891,321, of which R\$3,220,526 was received in October 2022. The transfer of control of the subsidiary was carried out on October 1, 2022.

The balances of assets and liabilities are segregated in a specific line item in the balance sheet. In compliance with CPC 31/IFRS 5, balances are measured at book values, as they are lower than fair values less selling expenses.

Assets classified as held for sale	
Cash and cash equivalents	84,853
Trade receivables	151,211
Decommissioned cars for fleet renewal	83,716
Recoverable taxes	4,421
Prepaid expenses	19,391
Other receivables	1,250
Property and equipment	3,588,964
Intangible assets	342,645
	4,276,451

Liabilities associated with assets classified as held for sale	
Trade payables	252,548
Lease of properties and cars	124,363
Payroll and related taxes	28,895
Taxes payable	45,147
Other accounts payable	61,064
Deferred taxes	400,572
	912,589

**Consolidated
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Net operating revenue	501,293
Gross profit	144,876
Profit before taxes	105,117
Profit for the period	69,568

b) Partial spin-off - Locamérica

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., are as follows:

Assets	8/1/2022	Liabilities and equity	8/1/2022
Current		Current	
Cash and cash equivalents	30,099	Payroll and related taxes	10,946
Trade receivables	62,894	.	
Decommissioned cars for fleet renewal	110,851	Properties lease	50,059
Prepaid expenses	23,699	Other accounts payable	78,033
Total current assets	227,543	Total current liabilities	139,038
Noncurrent		Noncurrent	
Prepaid expenses	1,448	Properties leases	73,643
		Deferred tax liabilities	407,631
		Total non-current liabilities	481,274
		Total liabilities	620,312
Investments	1	Equity	
Property and equipment	3,504,668	Capital	2,560,253
Right-of-use assets	114,449	Capital reserve	671,491
Intangible assets	3,947	Total equity	3,231,744
Total non-current assets	3,624,513	Total liabilities and equity	3,852,056
Total assets	3,852,056		

9.1.2. 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.

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

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

Once these technical studies are concluded, the corresponding adjustments will be made to the preliminary amounts recognized in the accounting books and to the goodwill based on expected future profitability.

Preliminary Fair Value at 5/03/22	
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
Recognized amounts of identifiable net assets acquired and liabilities assumed	
Cash and cash equivalents	39,648
Property and equipment	1,960
Other assets	3,837
Loans and financing	(2,892)
Trade payables	(9,130)
Other accounts payable	(11,515)
Other liabilities	(2,107)
Total of net identifiable assets (b)	19,801
Non-controlling interest (c)	(7,008)
Identified intangible assets	(10,619)
Deferred income tax and social contribution on identifiable assets	2,089
Preliminary goodwill (d)	(8,530)
Preliminary goodwill generated in the operation (a - b - c + d)	32,714

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

(ii) payment of R\$8,708 on the date of acquisition;

(iii) estimated installment in the amount of R\$3,830, to be paid in 2025 (R\$4,462 monetarily adjusted), indexed to the change in the market price of Localiza's shares.

As at September 30, 2022, the balances payable arising from this acquisition are presented under "other current and non-current liabilities" (Note 18).

The preliminary goodwill was generated taking into account the business combination consideration. The Company believes that the acquisition will generate value to the business, increasing its presence in the mobility market, expanding the range of solutions offered to its corporate customers and broadening its relationships. These benefits are not recognized separately from goodwill because they do not meet the criteria for recognition of identifiable intangible assets in accordance with CPC 04 (R1)/IAS 38.

The intangible assets identified refer to the "Voll" trademark, software and supplier relationships. In the Individual interim financial information these are classified as "Investments" and, in the Consolidated, they were reclassified to "Intangible assets". These assets will be realized through amortization over the useful life defined in the technical study, except for the trademark that is not amortized.

Net cash outflow on acquisition of Voll

Voll	Fair value at 5/3/2022
Consideration transferred in cash	47,356
(-) Balance of cash and cash equivalents acquired	<u>(39,648)</u>
Effects of acquisition presented in the statement of cash flows	<u>7,708</u>

Impact of acquisition on consolidated results

The Company's consolidated income statement for the period ended September 30, 2022 includes revenues of R\$14,859 and a loss of R\$3,282 attributable to the additional businesses generated by Voll as of the acquisition date. Had this business combination been effective on January 1, 2022, consolidated pro forma revenue and loss would have been R\$26,416 and R\$5,835, respectively, in the period ended September 30, 2022. The Company's management believes that these pro forma amounts represent an approximate measure of the performance of the combined company.

9.2. Information on investees

9.2.1. Balances and changes in investments

	Localiza Fleet Consolidated	Locamérica Consolidated (Note 9.1)	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 at December 31, 2020	981,225	-	268,516	139,259	26,385	1,979	136	22,689	22,077	1,462,266
Equity in the earnings of subsidiaries	526,797	-	20,965	37,572	23,423	2,727	-	-	-	611,484
Dividends from subsidiaries	(125,114)	-	(20,310)	(30,608)	(32,002)	(2,057)	-	-	-	(210,091)
Effect of the elimination of IFRS 16 in subsidiary	-	-	-	-	-	-	-	11,853	-	11,853
Balance as at December 31, 2021	1,382,908	-	269,171	146,223	17,806	2,649	136	34,542	22,077	1,875,512
Acquisition of company	-	4,247,928	-	-	-	-	-	-	-	4,247,928
Equity in the earnings of subsidiaries	443,344	(14,737)	9,898	35,175	10,936	3,347	-	-	-	487,963
Capital increase (reduction)	100,000	1,900,000	(150,000)	(100,000)	-	-	-	-	-	1,750,000
Dividends from subsidiaries	-	(425,000)	(14,937)	(26,770)	(17,567)	(2,046)	-	-	-	(486,320)
Subsidiaries' long-term incentive plans	-	226	-	-	-	-	-	-	-	226
Carrying value adjustments	(72)	-	-	-	-	-	-	-	-	(72)
Other comprehensive income	(3,825)	18,858	-	-	-	-	-	-	-	15,033
Total investments in subsidiaries	1,922,355	5,727,275	114,132	54,628	11,175	3,950	136	34,542	22,077	7,890,270
Goodwill on acquisition of investments	-	-	-	-	-	-	-	-	7,914,932	7,914,932
Goodwill on property and equipment	-	486,641	-	-	-	-	-	-	-	486,641
Goodwill on intangible assets	-	342,374	-	-	-	-	-	-	-	342,374
Goodwill on assets held for sale	-	252,506	-	-	-	-	-	-	-	252,506
Negative goodwill on contingencies	-	(386,643)	-	-	-	-	-	-	-	(386,643)
Realization of goodwill on property and equipment	-	(176,024)	-	-	-	-	-	-	-	(176,024)
Realization of goodwill on intangible assets	-	(6,588)	-	-	-	-	-	-	-	(6,588)
Effect of the elimination of IFRS 16 in subsidiary	-	-	-	-	-	-	-	8,738	-	8,738
Balance as at September 30, 2022	1,922,355	6,239,541	114,132	54,628	11,175	3,950	136	43,280	7,937,009	16,326,206
Non-controlling interests	5,846	-	-	-	-	-	-	-	-	5,846

At the Extraordinary General Meeting of the subsidiary Localiza Fleet, held on February 24, 2022, the increase in its capital stock in the amount of R\$100,000 was approved, with the issuance of 17,213,392 common shares at an issue price of R\$5.81, in the terms of Article 170 of Law 6,404/76, increasing capital from R\$600,000 to R\$700,000.

On July 25, 2022, Localiza's Board of Directors approved, in progress with the business combination between Localiza and Locamérica, a capital stock increase of up to R\$1,500,000, through one or more capitalization of Advances for Future Capital Increase - AFAC, to be paid up in Locamérica and which may have part distributed by the latter to any of its subsidiaries. On September 23, 2022, the Board of Directors approved the Advances for Future Capital Increase, by the Company to Locamérica, in the amount of up to R\$800,000. In the period ended September 30, 2022, the amount of R\$1,900,000 was paid up.

On August 11, 2022, the Board of Directors approved the reduction of the capital stock of the Company's wholly-owned subsidiaries in the following terms: (i) Rental Brasil: from R\$250,000 to R\$100,000, with cancellation of 9,000,000 shares; and (ii) Prime: from R\$114,600 to R\$14,600, with cancellation of 13,089 shares.

9.2.2. Main financial information of Localiza's investees

(i) Balance sheets

9/30/2022	Localiza Fleet Consolidated	Locamérica Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil	LFI S.R.L.
Assets							
Current	1,972,075	7,782,179	65,302	61,123	13,037	9,935	225
Non-current	6,835,798	14,334,422	438,132	11,754	-	10,403	-
Total	8,807,873	22,116,601	503,434	72,877	13,037	20,338	225
Liabilities							
Current	2,341,146	4,852,664	44,139	13,035	1,862	7,434	75
Non-current	4,538,526	11,536,662	345,163	5,214	-	8,954	11
Equity	1,922,355	5,727,275	114,132	54,628	11,175	3,950	139
Non-controlling interest	5,846	-	-	-	-	-	-
Total	8,807,873	22,116,601	503,434	72,877	13,037	20,338	225

12/31/2021	Localiza Fleet Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil	LFI S.R.L.
Assets						
Current	933,764	212,932	161,584	25,204	10,146	225
Non-current	4,497,855	418,713	10,689	-	9,221	-
Total	5,431,619	631,645	172,273	25,204	19,367	225
Liabilities						
Current	948,230	20,171	19,850	7,397	7,705	75
Non-current	3,100,481	342,303	6,200	1	9,013	11
Equity	1,382,908	269,171	146,223	17,806	2,649	139
Total	5,431,619	631,645	172,273	25,204	19,367	225

Balance sheet reconciliation - Locamérica

As a result of the business combination with Locamérica, the Company reclassified in its consolidated information the existing goodwill from previous business combinations (Note 9.1.1), as follows:

9/30/2022	Locamérica Consolidated (accounting)	Goodwill from previous acquisitions	Locamérica Consolidated
Assets			
Current	7,782,179	-	7,782,179
Non-current	15,052,163	(717,741)	14,334,422
Total	22,834,342	(717,741)	22,116,601
Liabilities			
Current	4,852,664	-	4,852,664
Non-current	11,536,662	-	11,536,662
Equity	6,445,016	(717,741)	5,727,275
Total	22,834,342	(717,741)	22,116,601

(ii) Income statement

9M22	Localiza Fleet Consolidated	Locamérica Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil
Net revenue	1,975,212	2,383,827	33,827	40,472	12,286	8,776
Gross profit	1,099,280	792,089	32,011	40,472	11,805	4,082
Profit (loss) before income tax and social contribution	670,680	103,889	14,985	44,443	12,926	4,605
Profit (loss) for the period attributed to company	443,344	(14,737)	9,898	35,175	10,936	3,347
Profit (loss) for the period attributed to non-controlling interests	(1,162)	-	-	-	-	-

9M21	Localiza Fleet Consolidated	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil
Net revenue	1,594,162	31,252	42,695	24,471	7,486
Gross profit	777,950	29,437	42,695	23,837	2,594
Profit (loss) before income tax and social contribution	620,474	24,032	37,022	23,924	2,939
Profit (loss) for the period	413,966	15,878	30,314	20,735	2,007

(iii) Dividends from subsidiaries

9M22	Localiza Fleet	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil	Total
Dividends for 2021 (minimum mandatory)	125,114	4,980	8,923	5,857	681	145,555
Dividends in addition to the minimum mandatory for 2021	-	14,937	26,770	17,567	2,046	61,320
Total approved dividends	125,114	19,917	35,693	23,424	2,727	206,875

9M21	Localiza Fleet	Rental Brasil	Localiza Prime	Car Assistance	Franchising Brasil	Total
Dividends for 2020 (minimum mandatory)	99,166	5,110	7,229	8,716	459	120,680
Dividends in addition to the minimum mandatory for 2020	-	15,330	21,685	26,145	1,376	64,536
Total approved dividends	99,166	20,440	28,914	34,861	1,835	185,216

10. RELATED PARTY TRANSACTIONS

(a) Balances and transactions with subsidiaries

Balances and transactions, at negotiated terms between the Company and its subsidiaries, are presented below:

	Localiza Fleet		Locamérica		Other subsidiaries		Total	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Balances:								
Trade receivables	28,209	25,292	1,754	-	-	-	29,963	25,292
Dividends receivable	-	125,114	-	-	-	20,441	-	145,555
Other receivables (Note 8)	-	18,458	2,141	-	389	776	2,530	19,234
Trade payables	(987)	(2,244)	(40,198)	-	(30,390)	(5,328)	(71,575)	(7,572)
Other payables (Note 18)	(487)	-	-	-	(2,422)	(233)	(2,909)	(233)

Localiza Fleet	Locamérica	Other subsidiaries	Total
----------------	------------	--------------------	-------

	9M22	9M21	9M22	9M21	9M22	9M21	9M22	9M21
Transactions:								
Revenues	51,792	37,974	1,754	-	-	-	53,546	37,974
Costs and expenses	(52,227)	(30,483)	(50,022)	-	(52,048)	(34,970)	(154,297)	(65,453)
Recoverable costs and expenses	142,524	104,217	17,662	-	6,777	6,654	166,963	110,871

Localiza, Localiza Fleet, Locamérica Rent a Car and Locamérica provide guarantees for fundraising operations and/or obligations undertaken by Localiza and its subsidiaries. As at September 30, 2022 and December 31, 2021, there were guarantees for loans, financing and debt securities in the amounts of:

Guarantor	Warrantee	9/30/2022	12/31/2021
Localiza Fleet	Localiza	10,098,061	6,362,210
Localiza	Localiza Fleet	4,569,456	2,701,274
Localiza	Rental Brasil	372,818	342,779
Locamérica Rent a Car	Locamérica	2,425,539	-
Locamérica	Locamérica Rent a Car	8,779,036	-

As at September 30, 2022, sureties in the contracting of bank guarantees and insurance for lawsuits were also granted, in the amount of R\$434,300 (R\$351,718 as at December 31, 2021).

(b) Balances and transactions with other related parties

As at September 30, 2022 and December 31, 2021, the Company had warranty insurance with several insurance companies, among them Pottencial Seguradora, whose founding partners of Localiza, Salim Mattar and Eugênio Mattar, jointly own 32.50% of its capital. The transactions carried out with Pottencial Seguradora were, under normal market conditions, in the amount of R\$841 (R\$832 in 9M21), recorded as warranty insurance expense, and the corresponding current insured amount of R\$391,871 (R\$324,135 as at December 31, 2021).

The Company has other transactions with related parties in the normal course of its business, which are carried out under market conditions:

Name	Relationship	Transactions																
Enterprise Holdings Brazil LLC	Shareholder	Shareholder																
Armal Empreendimentos e Participação Ltda	Related party	Property lease																
Guerra Empreendimentos e Participações Eireli	Related party	Property lease																
Via Jap Comércio de Veículos Ltda.	Related party	Purchase and sale of used cars																
Via Trucks Comércio de Caminhões Ltda.	Related party	Purchase and sale of used cars																
Vanguard Car Rental System USA LLC.	Subsidiary of Enterprise	The indirect subsidiary Locamérica Rent a Car S.A. has a lease partnership. The balance payable refers to commissions related to these operations and the balance receivable refers to the transfer of lease receivables paid by customers directly to Vanguard.																
		9/30/2022																
		<table border="1"> <thead> <tr> <th>Trade receivables</th> <th>Trade payables</th> </tr> </thead> <tbody> <tr> <td>Related parties (assets and liabilities)</td> <td></td> </tr> <tr> <td>Vanguard Car Rental System USA LLC</td> <td>1,134</td> <td>(3,981)</td> </tr> <tr> <td>Via Jap Comércio de Veículos Ltda.</td> <td>371</td> <td>(15)</td> </tr> <tr> <td>Via Trucks Comércio de Caminhões Ltda.</td> <td>3,729</td> <td>(5,382)</td> </tr> <tr> <td>Nexcorp Sellers</td> <td>-</td> <td>(5,513)</td> </tr> </tbody> </table>	Trade receivables	Trade payables	Related parties (assets and liabilities)		Vanguard Car Rental System USA LLC	1,134	(3,981)	Via Jap Comércio de Veículos Ltda.	371	(15)	Via Trucks Comércio de Caminhões Ltda.	3,729	(5,382)	Nexcorp Sellers	-	(5,513)
Trade receivables	Trade payables																	
Related parties (assets and liabilities)																		
Vanguard Car Rental System USA LLC	1,134	(3,981)																
Via Jap Comércio de Veículos Ltda.	371	(15)																
Via Trucks Comércio de Caminhões Ltda.	3,729	(5,382)																
Nexcorp Sellers	-	(5,513)																

	9/30/2022	
	Revenue from lease of cars, fleet rental and used cars	Costs, operating expenses and cost recoveries
Related parties (profit or loss)		
Vanguard Car Rental System USA LLC	-	(24,337)
Via Trucks Comércio de Caminhões Ltda.	11,046	(2,112)
Via Jap Comércio de Veículos Ltda.	1,390	352
Armal Empreendimentos e Participação Ltda.	-	(74)
Guerra Empreendimentos e Participações Eireli	-	(74)

10.1. Key management compensation

	Individual		Consolidated	
	9M22	9M21	9M22	9M21
Short-term benefits	37,632	35,247	48,356	37,442
Post-employment benefits	407	865	451	912
Share-based compensation	24,388	27,242	29,913	27,242
Total	62,427	63,354	78,720	65,596

Accounting practices and other information on investments and related-party transactions have not significantly changed compared to the information disclosed in note 9 to the financial statements for the year ended December 31, 2021.

11. PROPERTY AND EQUIPMENT AND DECOMMISSIONED CARS FOR FLEET RENEWAL

(a) Property and equipment

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

	Individual							Total
	Cars	Accessories	Right-of-use	Property	Leasehold improvements	Furniture and fixtures	Others	
Cost								
As at December 31, 2020	10,443,020	12,899	1,118,007	1,913	166,230	109,323	124,652	11,976,044
Additions	5,625,128	8,670	286,208	-	-	11,304	98,153	6,029,463
Write-offs/transfers (*)	(3,986,522)	49,757	(37,791)	-	44,879	(232)	(101,733)	(4,031,642)
As at December 31, 2021	12,081,626	71,326	1,366,424	1,913	211,109	120,395	121,072	13,973,865
Additions	8,494,448	22,339	104,558	-	-	5,374	43,342	8,670,061
Write-offs/transfers (*)	(3,246,917)	(3,930)	(62,880)	-	7,955	15	(9,646)	(3,315,403)
As at September 30, 2022	17,329,157	89,735	1,408,102	1,913	219,064	125,784	154,768	19,328,523
Accumulated depreciation								
As at December 31, 2020	(325,149)	(210)	(253,896)	(1,296)	(95,800)	(47,937)	(59,160)	(783,448)
Additions	(183,735)	(6,904)	(164,670)	(82)	(20,105)	(9,561)	(10,263)	(395,320)
Write-offs/transfers (*)	168,061	40	37,808	-	2,372	195	1,870	210,346
As at December 31, 2021	(340,823)	(7,074)	(380,758)	(1,378)	(113,533)	(57,303)	(67,553)	(968,422)
Additions	(456,243)	(11,707)	(129,661)	(61)	(17,487)	(7,509)	(8,298)	(630,966)
Write-offs/transfers (*)	124,359	455	62,880	-	16	-	1,249	188,959
As at September 30, 2022	(672,707)	(18,326)	(447,539)	(1,439)	(131,004)	(64,812)	(74,602)	(1,410,429)
Net carrying amount								
As at December 31, 2021	11,740,803	64,252	985,666	535	97,576	63,092	53,519	13,005,443
As at September 30, 2022	16,656,450	71,409	960,563	474	88,060	60,972	80,166	17,918,094

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

	Consolidated							Total
	Cars	Accessories	Right-of-use	Property	Leasehold improvements	Furniture and fixtures	Others	
Cost								
As at December 31, 2020	13,607,962	20,704	853,213	378,695	169,888	109,245	167,257	15,306,964
Additions	7,655,888	8,712	261,709	-	-	11,439	118,957	8,056,705
Write-offs/transfers (*)	(4,767,920)	62,035	(38,971)	-	44,879	(219)	(114,203)	(4,814,399)
As at 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	12,883,330	96,700	186,937	1,000	30,920	21,157	58,771	13,278,815
Additions	14,344,625	22,339	113,040	-	4,359	6,753	59,612	14,550,728
Write-offs/transfers (*)	(4,506,663)	(4,772)	(66,418)	-	7,876	(233)	(10,796)	(4,581,006)
Transfer to assets classified as held for sale	(529,477)	275	(28,241)	-	(10,826)	(5,672)	(10,044)	(583,985)
As at September 30, 2022	38,687,745	205,993	1,281,269	379,695	247,096	142,470	269,554	41,213,822
Accumulated depreciation								
At December 31, 2020	(684,723)	(1,848)	(228,700)	(6,656)	(96,166)	(47,825)	(59,751)	(1,125,669)
Additions	(255,158)	(9,150)	(150,212)	(5,208)	(20,288)	(9,576)	(10,522)	(460,114)
Write-offs/transfers (*)	286,804	139	38,987	-	2,372	195	1,870	330,367
As at 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	(557,655)	(55,067)	(118,705)	-	(19,286)	(8,584)	(20,749)	(780,046)
Additions	(1,003,535)	(19,098)	(136,673)	(4,066)	(24,160)	(8,221)	(11,559)	(1,207,312)
Write-offs/transfers (*)	292,369	845	65,801	-	93	-	1,193	360,301
Transfer to assets classified as held for sale	52,862	(204)	14,916	-	7,793	2,091	4,692	82,150
As at September 30, 2022	(1,869,036)	(84,383)	(514,586)	(15,930)	(149,642)	(71,920)	(94,826)	(2,800,323)
Net carrying amount								
As at December 31, 2021	15,842,853	80,592	736,026	366,831	100,685	63,259	103,608	17,293,854
As at September 30, 2022	36,818,709	121,610	766,683	363,765	97,454	70,550	174,728	38,413,499

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

(b) Decommissioned cars for fleet renewal

The net carrying amount of decommissioned cars for fleet renewal is R\$595,110 in the individual and R\$1,281,910 in the consolidated (R\$148,188 in the individual and R\$181,999 in the consolidated as at December 31, 2021).

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

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

12. INTANGIBLE ASSETS

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

	Individual		Consolidated				Total
	Software	Software	Customer list	Trademarks and patents	Goodwill on acquisition of investments	Others	
Cost:							
As at December 31, 2020	127,779	148,064	-	-	105,437	-	253,501
Additions	4,165	4,329	-	-	-	-	4,329
As at December 31, 2021	131,944	152,393	-	-	105,437	-	257,830
Opening balance of acquired companies	-	193,340	76,454	4,582	95,431	4,044	373,851
Additions	44,733	72,102	342,374	4,475	7,947,646	2,818	8,369,415
Write-offs	-	(755)	-	-	-	-	(755)
Transfer to assets held for sale	-	(4,059)	-	-	(95,431)	(375)	(99,865)
As at September 30, 2022	176,677	413,021	418,828	9,057	8,053,083	6,487	8,900,476
Accumulated amortization							
As at December 31, 2020	(88,914)	(101,413)	-	-	-	-	(101,413)
Additions	(10,923)	(13,388)	-	-	-	-	(13,388)
As at December 31, 2021	(99,837)	(114,801)	-	-	-	-	(114,801)
Opening balance of acquired companies	-	(47,281)	(52,695)	(1,654)	-	(2,812)	(104,442)
Additions	(8,069)	(16,410)	(8,687)	(119)	-	(481)	(25,697)
Transfer to assets held for sale	-	261	-	-	-	36	297
As at September 30, 2022	(107,906)	(178,231)	(61,382)	(1,773)	-	(3,257)	(244,643)
Net carrying amount							
As at December 31, 2021	32,107	37,592	-	-	105,437	-	143,029
As at September 30, 2022	68,771	234,790	357,446	7,284	8,053,083	3,230	8,655,833

Accounting practices and other information on intangible assets (Individual and Consolidated) have not changed significantly when compared to the information disclosed in Note 11 to the financial statements for the year ended December 31, 2021.

13. TRADE PAYABLES

Trade payables are as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Car manufacturers (*)	4,553,385	1,181,945	7,662,128	1,707,362
Maintenance services and parts	91,429	67,927	171,513	98,195
IT services	5,839	44,027	12,842	46,647
Rentals	55,564	25,699	70,182	26,115
Others	176,555	170,682	251,755	180,977
Total	4,882,772	1,490,280	8,168,420	2,059,296

(*) The balance payable to car manufacturers refer to cars acquired with average payment term of 69 days (61 days as at December 31, 2021).

14. CREDIT ASSIGNMENT BY SUPPLIERS

As at September 30, 2022, the discount rates on assignment operations carried out by the suppliers of the Company's subsidiary, Locamérica, with financial institutions in the domestic market ranged from 1.11% to 1.17% p.m. of the values of these operations, the financial costs were paid by Locamérica.

The consolidated balances and the changes related to these operations, by maturity period from 1 to 30 days, are as follows:

	Consolidated 9/30/2022
Opening balance of acquired companies	828,185
Operation of credit assignment with suppliers	808,150
Payment of interest on credit assignment by suppliers	(6,179)
Payment of principal on credit assignment by suppliers	(1,114,882)
Interest on credit assignment by suppliers in the income statement	19,009
Balance at the end of the period	534,283

15. PAYROLL AND RELATED TAXES

Payroll and related taxes are as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Accrued vacation pay	79,197	71,848	116,711	79,211
Accrued profit sharing (*)	59,569	147,750	99,181	163,100
Accrued 13 th salary	42,997	-	62,272	-
Social security contribution (INSS)	16,911	13,858	24,493	14,653
Government Severance Indemnity Fund for Employees (FGTS)	4,854	4,371	7,210	5,298
Provision for long-term incentive	-	-	14,224	-
Charges for long-term incentive	862	524	16,310	524
Others	12,766	12,182	20,512	13,342
Total	217,156	250,533	360,913	276,128

(*) 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. BORROWINGS AND DEBT SECURITIES

Borrowings and debt securities are as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
In local currency				
Debentures	10,421,070	7,027,652	24,017,510	9,384,404
Commercial note	-	-	800,035	-
Working capital	401,519	733,680	1,072,717	935,965
Certificate of Real Estate Receivables ("CRI")	305,711	-	670,954	334,645
Certificate of Agribusiness Receivables ("CRA")	-	-	596,348	-
Prepurchase financing pool	3,051	3,667	4,435	11,069
In foreign currency				
Foreign currency borrowings	1,209,745	1,593,222	2,052,593	1,767,012
Total	12,341,096	9,358,221	29,214,592	12,433,095
Current	1,138,366	1,725,157	3,065,566	1,884,758
Non-current	11,202,730	7,633,064	26,149,026	10,548,337

Variations in borrowings and debt securities are as follows:

	Individual		Consolidated	
	9M22	2021	9M22	2021
Balance at the beginning of the period	9,358,221	7,636,551	12,433,095	10,497,723
Opening balance of acquired companies	-	-	11,797,261	-
Funding	4,234,663	3,097,979	6,359,969	3,596,103
Repurchase of debentures	-	(352,479)	-	(383,086)
Interest and finance charges	678,670	439,979	1,461,614	596,629
Repayment of principal	(1,216,260)	(1,211,762)	(1,529,882)	(1,529,187)
Interest amortization	(714,198)	(252,047)	(1,307,465)	(345,087)
Balance at the end of the period	12,341,096	9,358,221	29,214,592	12,433,095

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

On July 27, 2022, the Board of Directors of Locamérica approved the issuance of a Certificate of Agribusiness Credit Rights (CDCA) on behalf of Eco Securitizadora de Direitos Creditórios do Agronegócio, in the total amount of R\$418,000.

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

Company	Issuance	Maturity	Rate (p.a.)	Financial settlement	Aval/Guarantee
Localiza	19 th issue – 1 st series	2/25/2027	CDI + 1.60%	1,250,000	Localiza Fleet
Localiza	19 th issue – 2 nd series	2/25/2029	CDI + 2.00%	1,250,000	Localiza Fleet
Localiza	20 th issue (*)	6/07/2027	CDI + 0.95%	300,000	Localiza Fleet
Localiza	21 st issue	7/15/2027	CDI + 1.60%	1,450,000	Localiza Fleet
Localiza Fleet	10 th issue – 1 st series	4/05/2027	CDI + 1.60%	725,000	Localiza
Localiza Fleet	10 th issue – 2 nd series	4/05/2028	CDI + 1.75%	725,000	Localiza
Total				5,700,000	

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

Debt issuance expenses for these debt securities total R\$49,670, presented net.

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

(a) Early maturity covenants

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

Ratio	Limits	12-month period ended	
		9/30/2022	12/31/2021
Net debt / Adjusted EBITDA (*)	Below 4.0	3.8	1.9
Net debt deducted from credit card balance (**) / Adjusted EBITDA	Below 4.0	3.8	1.7
Adjusted EBITDA / Finance costs, net	Above 1.5	3.7	11.6

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

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

Additionally, certain financial ratios are prerequisites for non-early maturity of the debentures issued by Locamérica and subsidiaries, as follows:

(i) Covenants of the contracts of the 16th issue of debentures

Ratio	Limits	9/30/2022
Net Debt / Adjusted EBITDA	Equal to or lower 3.50	3.27
Adjusted EBITDA / Finance costs, net	Equal to or over 1.75	2.82
Net debt / Equity	Equal to or lower 3.50	1.55

(ii) Covenants of the contracts of the 17th issue of debentures

Ratio	Limits	9/30/2022
Net Debt / Adjusted EBITDA	Equal to or lower 3.50	3.27
Adjusted EBITDA / Finance costs, net	Equal to or over 1.75	2.82
Net debt / Equity	Equal to or lower 3.50	1.55
Net debt / Carrying Amount	Equal to or less than 80%	71.40%

(iii) Covenants of the contracts of the 14th, 18th, 19th, 20th, 21st, 22nd, 23rd and 24th issues of debentures, CRA 17 and CRA 104 and CCB 122020

Ratio	Limits	9/30/2022
Net Debt / Adjusted EBITDA	Equal to or lower 3.50	3.27
Adjusted EBITDA / Finance costs, net	Equal to or over 1.75	2.82

- (iv) Covenants for the 11th, 12th issues of debentures and 4131 contracts - Working capital Locamérica Rent a Car S.A.

Ratio	Limits	9/30/2022
Net Debt / Adjusted EBITDA	Equal to or lower 3.50	1.61
Adjusted EBITDA / Finance costs, net	Equal to or over 1.75	3.34
Net debt / Equity	Equal to or lower 3.50	2.64

- (v) Covenants for the 15th issue of debentures Locamérica Rent a Car S.A.

Ratio	Limit	9/30/2022
Net Debt / Adjusted EBITDA	Equal to or lower 3.50	1.61
Adjusted EBITDA / Finance costs, net	Equal to or over 1.75	3.34

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

17. RIGHT OF USE LEASE LIABILITY

Variations in right of use lease liability are as follows:

	Individual		Consolidated	
	9M22	2021	9M22	2021
Balance at the beginning of the period	1,065,234	917,784	792,128	662,776
Opening balance of acquired companies	-	-	69,454	-
Addition/remeasurement of new agreements	104,558	286,208	113,040	261,709
Write-off	(3,123)	(513)	(2,858)	(508)
Consideration paid	(153,721)	(218,397)	(176,895)	(193,633)
Consideration payable	(25,102)	(5,633)	-	-
Interest (Note 26)	70,160	85,785	55,308	61,784
Transfer to liabilities associated with assets classified as held for sale	-	-	(14,573)	-
Balance at the end of the period	1,058,006	1,065,234	835,604	792,128
Current	165,326	173,732	176,382	156,951
Non-current	892,680	891,502	659,222	635,177

Variations in the right-of-use asset balance are shown in Note 11(a).

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

	<u>Individual</u>	<u>Consolidated</u>
2022	57,803	55,575
2023	232,845	220,573
2024	214,446	189,830
2025	198,675	166,810
2026	171,352	137,125
2027	144,582	108,194
2028 and after	823,583	391,579
Total	<u>1,843,286</u>	<u>1,269,686</u>
Embedded interest	<u>(785,280)</u>	<u>(434,082)</u>
Balance of lease liability (current and non-current)	<u>1,058,006</u>	<u>835,604</u>

The estimated amount of PIS and COFINS credit embedded in the undiscounted lease consideration totals R\$148,160 in the Individual and R\$95,102 in the Consolidated (R\$82,557 in the Individual and R\$78,556 in the Consolidated, discounted to present value).

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

18. OTHER CURRENT AND NONCURRENT LIABILITIES

Other current and non-current liabilities are as follows:

	<u>Individual</u>		<u>Consolidated</u>	
	<u>9/30/2022</u>	<u>12/31/2021</u>	<u>9/30/2022</u>	<u>12/31/2021</u>
Balances stated separately in current liabilities:				
Revenue to be appropriated	2,380	1,454	84,875	4,718
Payables to related parties (Note 10(a))	2,909	233	-	-
Federal taxes withheld from third parties	17,128	3,187	22,348	4,968
State taxes payable	-	-	755	-
Municipal taxes payable	4,456	3,229	12,089	4,572
	<u>26,873</u>	<u>8,103</u>	<u>120,067</u>	<u>14,258</u>
Other current liabilities:				
Advances from car rental and decommissioned sale customers	174,403	192,309	203,227	207,674
Insurance premiums for transfer (*)	100,796	53,111	101,819	53,521
Amount payable for the acquisition of companies (**)	-	-	4,142	3,720
Others	22,917	16,464	126,379	21,255
	<u>298,116</u>	<u>261,884</u>	<u>435,567</u>	<u>286,170</u>
Total other current liabilities	<u>324,989</u>	<u>269,987</u>	<u>555,634</u>	<u>300,428</u>
Balances stated separately in non-current liabilities:				
Revenue to be appropriated	1,831	2,277	5,168	6,220
Restricted obligations (***)	-	-	50,686	47,003
	<u>1,831</u>	<u>2,277</u>	<u>55,854</u>	<u>53,223</u>
Other non-current liabilities:				
Amount payable for the acquisition of companies (**)	-	-	18,852	3,720
Others	34,425	23,775	39,914	23,783
	<u>34,425</u>	<u>23,775</u>	<u>58,766</u>	<u>27,503</u>
Total other non-current liabilities	<u>36,256</u>	<u>26,052</u>	<u>114,620</u>	<u>80,726</u>
Total other current and non-current liabilities	<u>361,245</u>	<u>296,039</u>	<u>670,254</u>	<u>381,154</u>

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

(**) Amounts payable relating to the acquisition of: Voll, totaling R\$18,852 in the long term, updated according to the percentage variation in the quotation of the Company's common shares, maturing in 2025 (Note 9.1.2); and short-term amount payable relating to the acquisition of Mobi7, of R\$4,142.

(***) The restricted obligations refer to the amounts withheld from the purchase price owed to Car Rental Systems' sellers (escrow), to be released after compliance with specific provisions under the share purchase agreement. Restricted obligations are guaranteed by restricted use financial investments to be released in 2023, less the indemnifiable amounts (Note 8).

19. PROVISION FOR RISKS AND ESCROW DEPOSITS

(b) Legal provisions recognized

The balance of legal provisions is as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Tax	35,373	53,064	416,187	61,854
Social security	15,560	14,698	17,408	16,436
Labor	31,521	41,309	64,677	49,229
Civil	29,021	26,551	164,379	36,128
Total	111,475	135,622	662,651	163,647

As at September 30, 2022, the Company has an estimated total amount of R\$633,578 in the Individual and R\$1,805,188 in the Consolidated, related to possible risk of loss, according to the lawyers' opinion, and for which there is no provision, approximately R\$412,976 in Individual and R\$1,351,741 in Consolidated for tax claims; R\$80,172 in Individual and R\$98,851 in Consolidated for labor claims; and R\$140,430 in Individual and R\$354,596 in Consolidated for civil claims.

(c) Escrow deposits

The balance of escrow deposits is as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Tax	42,037	41,702	144,561	69,914
Social security	10,075	8,306	10,075	8,306
Labor	17,888	17,198	39,905	22,642
Civil	22,817	19,311	28,747	20,943
Total	92,817	86,517	223,288	121,805

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

20. TAXES ON INCOME – INCOME TAX AND SOCIAL CONTRIBUTION

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

Deferred income tax and social contribution balances are as follows:

	Individual		Consolidated	
	9/30/2022	12/31/2021	9/30/2022	12/31/2021
Temporary differences in the deductibility of provisions:				
Provision for risks and other provisions	37,062	45,295	57,288	53,387
Allowance for doubtful debts	27,461	51,016	101,683	55,426
Provision of payment of services in progress and others	97,361	118,629	130,523	132,747
Income tax and social contribution tax loss carryforwards	1,428,260	1,122,457	2,302,624	1,140,112
Transfer of liabilities associated with assets classified as held for sale	-	-	412,557	-
Goodwill/(negative goodwill) on property and equipment	59,848	-	59,848	-
Derivative instruments	31,265	2,916	39,356	6,279
Goodwill/(negative goodwill) on intangible assets from the acquisition/merger of subsidiary	2,240	-	2,240	-
Hedge accounting	-	-	1,969	-
Lease in the purchase of property and equipment	-	-	650	-
Others	-	-	37,441	-
Total deferred income tax and social contribution assets - non-current	1,683,497	1,340,313	3,146,179	1,387,951
Car depreciation (*)	2,606,109	2,111,786	4,926,440	2,429,519
Derivative instruments	65,887	36,613	91,258	53,230
Tax amortization of goodwill	-	-	44,485	-
Hedge accounting	-	-	36,577	-
Deferred taxes from the acquisition of businesses	-	-	16,155	-
Goodwill/(negative goodwill) on intangible assets from the acquisition/merger of subsidiary	-	-	2,832	-
Lease in the purchase of property and equipment	213	213	2,539	9,807
Transfer of liabilities associated with assets classified as held for sale	-	-	11,985	-
Others	-	-	38,179	19,006
Total deferred income tax and social contribution liabilities - non-current	2,672,209	2,148,612	5,170,450	2,511,562
Total deferred income tax and social contribution, net	988,712	808,299	2,024,271	1,123,611
Non-current assets	-	-	(44,454)	(24,291)
Non-current liabilities	988,712	808,299	2,068,725	1,147,902

(*) Refers to the temporary difference arising from the calculation of accounting depreciation (Note 11) in relation to the tax base. Localiza and Localiza Fleet calculate, for tax purposes, car depreciation expenses based on the depreciation criteria used through December 31, 2007, as prescribed by Law 12,973/14, under the general rule of 1/60 months or in accordance with technical report (Note 8(a)).

The Company and its subsidiaries have a balance, as at September 30, 2022, for tax loss carryforwards of R\$1,428,260 in Individual and R\$2,302,624 in Consolidated (R\$1,122,457 and R\$1,140,112, respectively, as at December 31, 2021), based on expected future taxable profit generation, this tax asset can be carried forward indefinitely and its offset is limited to 30% of annual taxable profit, as determined by the current legislation.

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

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

	Individual		Consolidated	
	9M22	9M21	9M22	9M21
Profit before taxes	1,577,533	2,059,991	1,941,094	2,285,483
Statutory rate	34%	34%	34%	34%
Expense at statutory rate	(536,361)	(700,397)	(659,972)	(777,064)
Adjustments to expense at statutory rate:				
Equity in the earnings of subsidiaries	168,878	167,153	25	-
Effect of deduction of interest on capital	199,973	74,201	199,973	74,201
Write-off of tax loss carryforwards	-	-	(83,338)	-
Income tax and social contribution due by subsidiaries (deemed profit)	-	-	8,577	10,915
Others, net	(11,104)	608	(8,602)	8,021
Effective expense	(178,614)	(458,435)	(543,337)	(683,927)
Effective rate	11%	22%	28%	30%
Current income tax and social contribution	-	1,499	(73,744)	(114,632)
Deferred income tax and social contribution	(178,614)	(459,934)	(469,593)	(569,295)

	Individual		Consolidated	
	3Q22	3Q21	3Q22	3Q21
Profit before taxes	375,828	893,630	589,892	971,998
Statutory rate	34%	34%	34%	34%
Expense at statutory rate	(127,782)	(303,834)	(200,563)	(330,479)
Adjustments to expense at statutory rate:				
Equity in the earnings of subsidiaries	61,162	56,462	25	-
Effect of deduction of interest on capital	117,710	27,929	117,710	27,929
Write-off of tax loss carryforwards	-	-	(83,338)	-
Income tax and social contribution due by subsidiaries (deemed profit)	-	-	3,277	1,923
Others, net	(2,750)	(2,789)	(3,383)	27
Effective expense	48,340	(222,232)	(166,272)	(300,600)
Effective rate	13%	25%	28%	31%
Current income tax and social contribution	-	76,046	(23,696)	38,130
Deferred income tax and social contribution	48,340	(298,278)	(142,576)	(338,730)

Accounting practices and other information on taxes on income (Individual and Consolidated) have not changed significantly when compared to the information disclosed in Note 18 to the financial statements for the year ended December 31, 2021.

21. EQUITY

(a) Capital

As at December 31, 2021, the Company's capital was R\$ 4,000,000, comprised of 758,466,670 common shares.

Upon closing of the Merger of Shares (Notes 1.2 and 9.1.1) on July 1, 2022, the Company's capital stock increased from R\$4,000,000 to R\$12,000,000, comprised of 981,166,007 common shares, all registered and with no par value, whose statutory adjustment will be consolidated in due course, at the first Shareholders' Meeting to be held.

Pursuant to article 6 of the Bylaws, the Company is authorized to increase its capital up to the limit of 1,000,000,000 registered common shares, regardless of any amendment to the bylaws, so that additional 18,833,993 registered common shares can be issued.

The Company participates in a Level I 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 comprised 7,129,011 ADRs issued in the United States as at September 30, 2022 (6,213,975 as at December 31, 2021). Each ADR corresponds to 1 (one) Company’s share.

On September 23, 2022, at a meeting of the Company's Board of Directors, a capital increase of at least R\$33,004 and up to R\$150,697 was approved, with the issuance of registered common, book-entry shares with no par value for private subscription, within the limit of the authorized capital (“Capital Increase”). In the period ended September 30, 2022, there was no subscription of shares.

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

As at September 30, 2022 and December 31, 2021, capital reserves, options granted and treasury shares were as follows:

	Stock options granted recognized	Goodwill on share subscription	Treasury shares	Total
Balance as at December 31, 2020	67,830	107,118	(175,526)	(578)
Stock options granted	38,440	-	-	38,440
Exercise of long-term incentive programs - treasury shares	(16,806)	3,768	11,690	(1,348)
Sale of treasury shares	-	2,614	1,762	4,376
Balance as at December 31, 2021	89,464	113,500	(162,074)	40,890
Stock options granted	38,409	-	-	38,409
Exercise of long-term incentive programs - treasury shares	(13,039)	736	14,267	1,964
Sale of treasury shares	-	2,372	2,260	4,632
Long-term incentive option plan - merger of shares	10,610	-	-	10,610
Long-term incentive option plan of subsidiaries	226	-	-	226
Share premium capital reserve merger of shares	-	3,827,562	-	3,827,562
Balance as at September 30, 2022	125,670	3,944,170	(145,547)	3,924,293

(i) Treasury shares

The number of treasury shares as at September 30, 2022 was 5,635,516 shares (6,275,345 as at December 31, 2021), with a fair value of R\$344,274 (quotation of R\$61.09 per share as at September 30, 2022).

	Number of shares
Number of shares as at December 31, 2020	6,796,159
Exercise of stock options and shares	(452,577)
Sale of treasury shares	(68,237)
Number of shares as at December 31, 2021	6,275,345
Exercise of stock options and shares	(552,335)
Sale of treasury shares	(87,494)
Number of shares as at September 30, 2022	5,635,516

In the nine-month period ended September 30, 2022, 552,335 stock options and shares of the long-term incentive programs were exercised, in the fair value amount of R\$8,810 accounted for over the life of the programs. All options were exercised using treasury shares and, therefore, it was not necessary to issue new shares.

At the meeting of the Board of Directors on June 27, 2022, the 14th Share Repurchase Program was approved, in which the Company was authorized to acquire up to 50,000,000 shares. This operation has a maximum term of 365 days, from July 23, 2022 to July 22, 2023, and is intended to maximize the generation of value for shareholders or to settle stock options under the Company's long-term incentive plans.

(c) Statutory reserves

At the Annual General Meeting held on April 26, 2022, the shareholders approved the allocation of 100% of the remaining profit for 2021, of R\$1,419,899, to form a statutory “investment reserve”, to preserve funds to finance investments for renewal and expansion of the Company and its subsidiaries operations.

(d) Interest on capital and dividends

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

9M22				
Approval date	Total amount approved	Amount per share (R\$)	Shareholding position date	Payment date
3/24/2022	110,343	0.14669	3/29/2022	5/20/2022
6/27/2022	131,608	0.17494	9/30/2022	8/26/2022
8/23/2022	346,205	0.35489	9/28/2022	11/09/2022
Total	588,156			

2021				
Approval date	Total amount approved	Amount per share (R\$)	Shareholding position date	Payment date
3/24/2021	63,739	0.08479	3/29/2021	5/21/2021
6/24/2021	72,356	0.09620	6/29/2021	8/20/2021
9/24/2021	82,143	0.10920	9/29/2021	11/22/2021
12/14/2021	97,157	0.12916	12/17/2021	2/11/2022
Total	315,395			

The dividends and interest on capital payable were as follows:

	Consolidated	
	9/30/2022	12/31/2021
Dividends in addition to the mandatory minimum dividend (*)	-	206,200
Proposed interest on capital on profit for the period	346,205	97,157
Provision for withholding income tax on interest on capital	(51,851)	(14,508)
Total dividends and interest on capital payable	294,354	288,849

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

Accounting practices and other information on equity have not changed significantly when compared to the information disclosed in Note 19 to the financial statements for the year ended December 31, 2021.

22. EARNINGS PER SHARE

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

The table presents the net profit and number of shares used in the calculation of basic and diluted earnings per share for each of the reporting years of the income statement:

	Individual and Consolidated		Individual and Consolidated	
	9M22	9M21	3Q22	3Q21
Profit for the period attributable to the Company's owners	1,398,919	1,601,556	424,168	671,398
Basic earnings per share:				
Weighted average number of outstanding common shares (units)	826,873,156	751,961,934	975,397,203	752,013,972
Basic earnings per share (R\$)	1.69182	2.12984	0.43487	0.89280
Diluted earnings per share:				
Weighted average number of outstanding common shares (units)	826,873,156	751,961,934	975,397,203	752,013,972
Dilutive effect of stock options (units)	5,233,987	5,404,780	5,233,987	5,404,780
Total shares subject to dilution (units)	832,107,143	757,366,714	980,631,190	757,418,752
Diluted earnings per share (R\$)	1.68118	2.11464	0.43255	0.88643

23. SEGMENT INFORMATION

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

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

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

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

Fleet rental: The division responsible for fleet rental and long-term rentals, usually from 24 to 36 months, to individuals and legal entities. Localiza Meoo offers a long-term subscription car solution, aimed at individuals and small and medium-sized entities. The platform offers solutions in heavy vehicles, mainly aimed at the transport sector, with strong growth potential. The cars of this division are acquired after the signing of agreements according to the customers' needs. Therefore, the fleet is more diversified in terms of models and brands. Decommissioned cars are sold at the end of the agreements, on average within 36 months of use, directly to the end consumer or to dealers through the Company's own car dealer network.

(a) Operating division financial reporting

(i) Consolidated assets and liabilities by operating division

9/30/2022	Car rental	Fleet rental	Unallocated balances	Eliminations/ Reclassifications	Consolidated
Assets					
Cash and cash equivalents	-	-	1,906,692	-	1,906,692
Financial investments (*)	-	-	5,767,533	-	5,767,533
Trade receivables	1,254,073	761,994	-	(115,446)	1,900,621
Decommissioned cars for fleet renewal	925,822	356,088	-	-	1,281,910
Investments (**)	-	1,205	-	-	1,205
Property and equipment	23,162,369	15,240,095	54,290	(43,255)	38,413,499
Other assets	2,273,524	3,602,466	501,636	8,583,179	14,960,805
Total assets	27,615,788	19,961,848	8,230,151	8,424,478	64,232,265
Liabilities					
Trade payables and credit assignment by suppliers	6,111,114	2,708,022	-	(116,433)	8,702,703
Borrowings and debt securities	-	-	29,214,592	-	29,214,592
Other liabilities	3,472,568	2,439,030	94,188	(26,373)	5,979,413
Total liabilities	9,583,682	5,147,052	29,308,780	(142,806)	43,896,708
Equity	-	-	20,335,557	-	20,335,557
Total liabilities and equity	9,583,682	5,147,052	49,644,337	(142,806)	64,232,265

(*) The amount referring to the adjustment to present value (Note 9.1.1) is classified under "Other Assets".

(**) Investment of 50% in Elo Telefonía, Sistemas e Equipamentos de Comunicação S.A. in Iter Tecnologia, Iter is an indirect subsidiary of Companhia de Locação das Américas.

12/31/2021	Car rental	Fleet rental	Unallocated balances	Eliminations/ Reclassifications	Consolidated
Assets					
Cash and cash equivalents	-	-	444,139	-	444,139
Financial investments	-	-	4,568,393	-	4,568,393
Trade receivables	1,177,205	170,956	-	(35,136)	1,313,025
Decommissioned cars for fleet renewal	148,188	33,811	-	-	181,999
Property and equipment	13,274,175	4,356,251	31,138	(367,710)	17,293,854
Other assets	903,131	186,519	537,711	(116,715)	1,510,646
Total assets	15,502,699	4,747,537	5,581,381	(519,561)	25,312,056
Liabilities					
Trade payables	1,493,178	601,605	-	(35,487)	2,059,296
Borrowings and debt securities	-	-	12,433,095	-	12,433,095
Other liabilities	2,908,087	718,133	143,803	(567,448)	3,202,575
Total liabilities	4,401,265	1,319,738	12,576,898	(602,935)	17,694,966
Equity	-	-	7,617,090	-	7,617,090
Total liabilities and equity	4,401,265	1,319,738	20,193,988	(602,935)	25,312,056

(ii) Consolidated statements of income per operating division

9M22	Car rental	Fleet rental	Reclassifications	Consolidated
Net revenue	8,747,220	3,150,809	-	11,898,029
Cost	(5,480,920)	(1,737,209)	(3,192)	(7,221,321)
Gross profit	3,266,300	1,413,600	(3,192)	4,676,708
Operating expenses:				
Selling expenses	(676,915)	(187,208)	2,231	(861,892)
General, administrative and other expenses	(331,051)	(181,135)	961	(511,225)
Profit (loss) before finance costs, net	2,258,334	1,045,257	-	3,303,591
Finance costs, net	-	-	-	(1,362,497)
Profit before income tax and social contribution	-	-	-	1,941,094
Income tax and social contribution	-	-	-	(543,337)
Profit for the period	-	-	-	1,397,757

9M21	Car rental	Fleet rental	Reclassifications	Consolidated
Net revenue	6,682,892	1,582,189	-	8,265,081
Cost	(3,935,935)	(805,805)	(6,102)	(4,747,842)
Gross profit	2,746,957	776,384	(6,102)	3,517,239
Operating expenses:				
Selling expenses	(700,159)	(104,796)	4,535	(800,420)
General, administrative and other expenses	(222,625)	(45,315)	1,567	(266,373)
Profit (loss) before finance costs, net	1,824,173	626,273	-	2,450,446
Finance costs, net				(164,963)
Profit before income tax and social contribution				2,285,483
Income tax and social contribution				(683,927)
Profit for the period				1,601,556

3Q22	Car rental	Fleet rental	Reclassifications	Consolidated
Net revenue	4,178,264	1,958,682	-	6,136,946
Cost	(2,833,740)	(1,161,384)	(1,165)	(3,996,289)
Gross profit	1,344,524	797,298	(1,165)	2,140,657
Operating expenses:				
Selling expenses	(288,072)	(101,362)	778	(388,656)
General, administrative and other expenses	(158,411)	(134,850)	387	(292,874)
Profit (loss) before finance costs, net	898,041	561,086	-	1,459,127
Finance costs, net				(869,235)
Profit before income tax and social contribution				589,892
Income tax and social contribution				(166,272)
Profit for the period				423,620

3Q21	Car rental	Fleet rental	Reclassifications	Consolidated
Net revenue	2,201,741	570,510	-	2,772,251
Cost	(1,031,400)	(288,181)	(2,212)	(1,321,793)
Gross profit	1,170,341	282,329	(2,212)	1,450,458
Operating expenses:				
Selling expenses	(241,891)	(43,226)	1,601	(283,516)
General, administrative and other expenses	(82,357)	(16,353)	611	(98,099)
Profit (loss) before finance costs, net	846,093	222,750	-	1,068,843
Finance costs, net				(96,845)
Profit before income tax and social contribution				971,998
Income tax and social contribution				(300,600)
Profit for the period				671,398

(iii) Consolidated depreciation and amortization expenses per operating division

	Consolidated		Consolidated	
	9M22	9M21	3Q22	3Q21
Car rental				
Car depreciation	610,485	100,697	366,346	45,940
Depreciation of other property and equipment and amortization of intangible assets	193,001	146,008	85,735	51,277
Fleet rental				
Car depreciation	393,050	51,047	344,887	15,151
Depreciation of other property and equipment and amortization of intangible assets	36,473	13,941	24,379	5,510
Total	1,233,009	311,693	821,347	117,878

24. NET REVENUE

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

	Individual		Consolidated	
	9M22	9M21	9M22	9M21
Gross revenue	8,086,991	6,973,276	12,648,484	8,707,608
Deductions:				
Discounts	(5,473)	(9,202)	(50,829)	(24,990)
Taxes (*)	(431,020)	(315,210)	(699,626)	(417,537)
Net revenue	7,650,498	6,648,864	11,898,029	8,265,081
Car rental	4,230,915	3,069,842	4,595,640	3,044,256
Fleet rental	-	-	1,867,441	879,625
Car sold for fleet renewal	3,400,634	3,566,870	5,235,049	4,311,817
Vehicle sales	-	-	130,514	-
Royalties abroad	18,949	12,152	28,378	19,638
Products sold and services provided	-	-	41,007	9,745
Net revenue	7,650,498	6,648,864	11,898,029	8,265,081

	Individual		Consolidated	
	3Q22	3Q21	3Q22	3Q21
Gross revenue	3,241,577	2,322,029	6,515,267	2,935,310
Deductions:				
Discounts	(1,139)	(3,918)	(33,111)	(9,503)
Taxes (*)	(160,401)	(119,067)	(345,210)	(153,556)
Net revenue	3,080,037	2,199,044	6,136,946	2,772,251
Car rental	1,570,768	1,169,229	1,980,752	1,152,013
Fleet rental	-	-	1,150,895	302,675
Car sold for fleet renewal	1,502,435	1,025,098	2,851,365	1,305,903
Vehicle sales	-	-	125,605	-
Royalties abroad	6,834	4,717	10,558	7,373
Products sold and services provided	-	-	17,771	4,287
Net revenue	3,080,037	2,199,044	6,136,946	2,772,251

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

25. NATURE OF OPERATING COSTS AND EXPENSES

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

	Individual					
	Cost of rental and sale of cars		Selling, general, administrative and other expenses		Total	
	9M22	9M21	9M22	9M21	9M22	9M21
Cost of sales of used cars	(2,602,013)	(2,726,738)	-	-	(2,602,013)	(2,726,738)
Car maintenance, IPVA and others	(1,174,971)	(918,527)	-	-	(1,174,971)	(918,527)
Salaries, payroll taxes and benefits	(400,579)	(370,516)	(362,432)	(320,467)	(763,011)	(690,983)
Profit sharing	(43,493)	(65,837)	(44,704)	(65,577)	(88,197)	(131,414)
ECLs and write-off of uncollectible amounts	-	-	(48,069)	(145,662)	(48,069)	(145,662)
Depreciation and amortization of other property and equipment and intangible assets	(130,129)	(106,407)	(52,663)	(56,603)	(182,792)	(163,010)
Car depreciation	(456,243)	(100,697)	-	-	(456,243)	(100,697)
Commissions	-	-	(79,569)	(57,193)	(79,569)	(57,193)
Property lease (a)	(70,465)	(63,176)	9,405	5,985	(61,060)	(57,191)
Advertising and marketing	-	-	(58,762)	(58,564)	(58,762)	(58,564)
Costs and expenses on occupancy	(13,054)	(11,743)	(4,976)	(5,628)	(18,030)	(17,371)
Third-party services	(204,157)	(148,076)	(195,868)	(136,000)	(400,025)	(284,076)
Recovery of PIS/COFINS credits	508,922	579,725	-	-	508,922	579,725
Others	(153,579)	(58,643)	(48,916)	(63,654)	(202,495)	(122,297)
Total	(4,739,761)	(3,990,635)	(886,554)	(903,363)	(5,626,315)	(4,893,998)

	Consolidated					
	Cost of rental and sale of cars		Selling, general, administrative and other expenses		Total	
	9M22	9M21	9M22	9M21	9M22	9M21
Cost of sales of used cars	(3,924,551)	(3,237,247)	-	-	(3,924,551)	(3,237,247)
Cost of resale of used cars	(108,338)	-	-	-	(108,338)	-
Cost of services/goods sold	(15,324)	-	-	-	(15,324)	-
Car maintenance, IPVA and others	(1,821,691)	(1,127,415)	-	-	(1,821,691)	(1,127,415)
Salaries, payroll taxes and benefits	(520,549)	(414,716)	(576,513)	(391,143)	(1,097,062)	(805,859)
Profit sharing	(58,661)	(76,564)	(76,273)	(82,379)	(134,934)	(158,943)
ECLs and write-off of uncollectible amounts	-	-	(88,398)	(154,279)	(88,398)	(154,279)
Depreciation and amortization of other property and equipment and intangible assets	(156,019)	(102,149)	(73,455)	(57,800)	(229,474)	(159,949)
Car depreciation	(1,003,535)	(151,744)	-	-	(1,003,535)	(151,744)
Commissions	-	-	(95,112)	(58,765)	(95,112)	(58,765)
Property lease (a)	(85,071)	(65,059)	(7,844)	(1,797)	(92,915)	(66,856)
Advertising and marketing	-	-	(83,644)	(68,199)	(83,644)	(68,199)
Costs and expenses on occupancy	(16,794)	(12,012)	(8,386)	(6,791)	(25,180)	(18,803)
Third-party services	(277,772)	(170,948)	(297,154)	(164,462)	(574,926)	(335,410)
Recovery of PIS/COFINS credits	843,805	657,811	-	-	843,805	657,811
Others	(76,821)	(47,799)	(66,412)	(81,178)	(143,233)	(128,977)
Total	(7,221,321)	(4,747,842)	(1,373,191)	(1,066,793)	(8,594,512)	(5,814,635)

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

	Individual		Consolidated	
	9M22	9M21	9M22	9M21
Lease contracts measured by IFRS16	(21,931)	(27,404)	(2,001)	(27,837)
Leases not included in measurement of lease liabilities	(39,150)	(31,434)	(90,935)	(40,666)
Discounts obtained related to COVID-19 (*)	21	1,647	21	1,647
Total	(61,060)	(57,191)	(92,915)	(66,856)

(*) The Company has applied the practical expedient of CVM Resolution 859/20, whereby a lessee may elect not to assess whether a COVID-19 related benefit granted in a lease agreement is a modification of the agreement and thus account for the resulting changes in lease payments in income for the period.

	Individual					
	Cost of rental and sale of cars		Selling, general, administrative and other expenses		Total	
	3Q22	3Q21	3Q22	3Q21	3Q22	3Q21
Cost of sale of used cars	(1,185,210)	(743,515)	-	-	(1,185,210)	(743,515)
Car maintenance, IPVA and others	(425,866)	(369,540)	-	-	(425,866)	(369,540)
Salaries, payroll taxes and benefits	(146,083)	(134,638)	(130,764)	(113,867)	(276,847)	(248,505)
Profit sharing	(18,123)	(28,242)	(17,517)	(27,254)	(35,640)	(55,496)
ECLs and write-off of uncollectible amounts	-	-	(14,646)	(47,631)	(14,646)	(47,631)
Depreciation and amortization of other property and equipment and intangible assets	(43,700)	(38,334)	(17,484)	(19,531)	(61,184)	(57,865)
Car depreciation	(212,111)	(45,940)	-	-	(212,111)	(45,940)
Commissions	-	-	(29,186)	(21,629)	(29,186)	(21,629)
Property lease (a)	(23,785)	(23,629)	3,143	3,062	(20,642)	(20,567)
Advertising and marketing	-	-	(19,692)	(24,319)	(19,692)	(24,319)
Costs and expenses on occupancy	(4,190)	(3,852)	(1,563)	(1,608)	(5,753)	(5,460)
Third-party services	(82,617)	(57,701)	(82,774)	(46,974)	(165,391)	(104,675)
Recovery of PIS/COFINS credits	207,741	412,294	-	-	207,741	412,294
Others	(99,386)	(18,813)	(14,156)	(18,265)	(113,542)	(37,078)
Total	(2,033,330)	(1,051,910)	(324,639)	(318,016)	(2,357,969)	(1,369,926)

	Consolidated					
	Cost of rental and sale of cars		Selling, general, administrative and other expenses		Total	
	3Q22	3Q21	3Q22	3Q21	3Q22	3Q21
Cost of sale of used cars	(2,202,784)	(927,768)	-	-	(2,202,784)	(927,768)
Cost of resale of used cars	(108,338)	-	-	-	(108,338)	-
Cost of services/goods sold	(15,324)	-	-	-	(15,324)	-
Car maintenance, IPVA and others	(875,379)	(443,645)	-	-	(875,379)	(443,645)
Salaries, payroll taxes and benefits	(228,120)	(150,478)	(281,997)	(139,909)	(510,117)	(290,387)
Profit sharing	(28,331)	(33,111)	(40,398)	(34,822)	(68,729)	(67,933)
ECLs and write-off of uncollectible amounts	-	-	(50,298)	(51,047)	(50,298)	(51,047)
Depreciation and amortization of other property and equipment and intangible assets	(72,661)	(36,851)	(37,453)	(19,936)	(110,114)	(56,787)
Car depreciation	(711,233)	(61,091)	-	-	(711,233)	(61,091)
Commissions	-	-	(42,838)	(22,209)	(42,838)	(22,209)
Property lease (a)	(35,944)	(24,297)	(6,121)	(587)	(42,065)	(24,884)
Advertising and marketing	-	-	(37,855)	(29,747)	(37,855)	(29,747)
Costs and expenses on occupancy	(7,695)	(3,944)	(4,068)	(2,053)	(11,763)	(5,997)
Third-party services	(137,575)	(66,199)	(154,423)	(57,609)	(291,998)	(123,808)
Recovery of PIS/COFINS credits	472,689	439,621	-	-	472,689	439,621
Others	(45,594)	(14,030)	(26,153)	(23,696)	(71,747)	(37,726)
Total	(3,996,289)	(1,321,793)	(681,604)	(381,615)	(4,677,893)	(1,703,408)

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

	Individual		Consolidated	
	3Q22	3Q21	3Q22	3Q21
Lease contracts measured by IFRS16	(6,252)	(10,487)	13,961	(10,668)
Leases not included in measurement of lease liabilities	(14,390)	(10,165)	(56,026)	(14,301)
Discounts obtained related to COVID-19 (*)	-	85	-	85
Total	(20,642)	(20,567)	(42,065)	(24,884)

(*) The Company has applied the practical expedient of CVM Resolution 859/20, whereby a lessee may elect not to assess whether a COVID-19 related benefit granted in a lease agreement is a modification of the agreement and thus account for the resulting changes in lease payments in income for the period.

26. FINANCE INCOME (COSTS)

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

	Individual		Consolidated	
	9M22	9M21	9M22	9M21
Interest on financial investments	397,434	98,336	621,567	140,431
PIS/COFINS on finance income	(18,480)	(4,765)	(27,972)	(6,361)
Repurchase of debentures	-	4,150	-	4,482
Other interest income	3,917	(1,932)	8,459	(1,432)
Total finance income	382,871	95,789	602,054	137,120
Interest expenses on borrowings, debt securities and derivative financial instruments	(1,014,196)	(255,906)	(1,795,676)	(378,264)
Interest expenses on leases (Note 17)	(70,160)	(63,275)	(55,308)	(45,692)
Change in fair value of derivative financial instruments, net	(17,406)	46,815	(50,666)	134,778
Interest on suppliers assignment	-	-	(19,010)	-
Exchange variation – liabilities accounts	(149)	23	(550)	47
Other interest expenses	(41,699)	(9,946)	(43,341)	(12,952)
Total finance costs	(1,143,610)	(282,289)	(1,964,551)	(302,083)
Total finance income (costs)	(760,739)	(186,500)	(1,362,497)	(164,963)

	Individual		Consolidated	
	3Q22	3Q21	3Q22	3Q21
Interest on financial investments	156,860	46,621	274,261	65,643
PIS/COFINS on finance income	(7,293)	(2,167)	(12,542)	(2,878)
Other interest income	2,297	(110)	6,071	334
Total finance income	151,864	44,344	267,790	63,099
Interest expenses on borrowings, debt securities and derivative financial instruments	(438,495)	(121,022)	(985,403)	(170,412)
Interest expenses on leases (Note 17)	(23,003)	(21,886)	(20,666)	(15,791)
Change in fair value of derivative financial instruments, net	(17,502)	6,780	(72,457)	35,930
Interest on suppliers assignment	-	-	(19,010)	-
Exchange variation – liabilities accounts	14	(77)	(395)	12
Other interest expenses	(16,395)	(9,691)	(39,094)	(9,683)
Total finance costs	(495,381)	(145,896)	(1,137,025)	(159,944)
Total finance income (costs)	(343,517)	(101,552)	(869,235)	(96,845)

27. SUPPLEMENTARY PENSION PLAN

In 9M22, contributions made by the Company to the supplementary pension plan totaled R\$3,627 in the Individual and R\$4,684 in the Consolidated (R\$2,821 in the Individual and R\$3,693 in the Consolidated in 9M21), which were allocated to line items “cost”, “selling expenses” and “general and administrative expenses” in profit or loss, as applicable.

Accounting practices and other information on supplementary pension plan have not changed significantly when compared to the information disclosed in Note 26 to the financial statements for the year ended December 31, 2021.

28. CASH FLOW STATEMENT: TRANSACTIONS NOT AFFECTING CASH

	Individual		Consolidated	
	9/30/2022	9/30/2021	9/30/2022	9/30/2021
Addition of usage right (Note 17)	104,558	218,722	104,380	180,794
Lease liabilities payable (Note 17)	(25,102)	(23,175)	-	-
Dividends and interest on capital payable (Note 21 (d))	(346,205)	(82,143)	(346,205)	(82,143)
Balance payable for acquisition of subsidiary (Note 18)	-	-	(22,994)	-
Variation in the balance of Suppliers - car manufacturers (Note 13)	(3,371,440)	671,636	(5,954,766)	587,178
Credit assignment by suppliers	-	-	(293,902)	-
Other comprehensive income - Adjustments of financial instruments	(2,613)	-	(2,613)	-
Hedge accounting	-	-	(3,825)	-

29. EVENTS AFTER THE REPORTING PERIOD

a) 11th Issue of debentures of Localiza Fleet

On September 29, 2022, the Board of Directors approved the 11th issue of simple debentures of Localiza Fleet, not convertible into shares, unsecured, with additional fiduciary guarantee, in a single series, for public distribution with restricted distribution efforts, in the amount of R\$1,000,000, issued on October 5, 2022. The debentures mature after five years, on October 5, 2027.

b) Payment of dividends by Locamérica

On October 17, 2022, pursuant to article 24 of Locamérica's Bylaws, the payment of interim dividends was approved, from the existing retained earnings account in the balance sheet as at September 30, 2022, in the total amount of R\$600,000, equivalent to R\$0.741496 per share. The referred payment was made in October 2022.

c) Sale of assets by Locamérica

On October 1, 2022, a transaction was executed for the sale, by Locamérica and Agile Gestão de Frotas e Serviços S.A., of the segregated assets of the car rental operation and corresponding used cars from Locamérica Rent a Car 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(Note 9.1 (a)).

Comments on the Performance of Business Projections

The Company did not disclose any projections for 2022.

Other Information Considered Relevant by the Company

SOCIAL STATEMENT

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

(In R\$ thousand)

	9M22			9M21		
Calculation basis of consolidated social indicators						
Net revenue ("NR")						
			11,898,029			8,265,081
Earnings before taxes ("EBT")			1,941,094			1,313,485
Gross payroll ("GP")			942,618			773,436
Internal social indicators	Amount	% on GP	% on NR	Amount	% on GP	% on NR
Meals	72,813	8%	1%	61,406	8%	1%
Compulsory payroll taxes	198,347	21%	2%	43,927	6%	1%
Health	64,966	7%	1%	52,827	7%	1%
Professional training and development	5,686	1%	0%	4,357	1%	0%
Daycare centers or childcare allowance	1,586	0%	0%	101	0%	0%
Profit sharing	124,997	13%	1%	150,410	19%	2%
Other	27,375	3%	0%	13,568	2%	0%
Total internal social indicators	495,770	53%	5%	326,596	43%	5%
External social indicators	Amount	% on EBT	% on NR	Amount	% on EBT	% on NR
Education	29	0%	0%	376	0%	0%
Culture	117	0%	0%	996	0%	0%
Other	9,564	0%	0%	8,751	0%	0%
Total contributions to society	9,710	1%	0%	10,123	0%	0%
Taxes (excluding payroll taxes) (*)	636,410	33%	5%	603,963	27%	7%
Total external social indicators	646,120	33%	5%	614,086	27%	7%
Staff indicators			9/30/22			9/30/21
Number of employees at the end of the period			16,976			12,161
Number of new hires during the period			2,024			1,281
Number of third-party workers			821			464
Number of interns			63			130
Number of employees above 50 years old			693			559
Number of female employees			7,211			5,635
Percentage of lead positions held by female employees			46.92%			49.73%
Number of disabled employees			678			353

(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 September 30, 2022, comprising the balance sheet at that date and the statements of income, comprehensive income for the quarter and nine-month period then ended, and the statements of changes in equity and cash flows for the nine-month period then ended, and explanatory notes.

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

Scope of review

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

Conclusion on the interim information

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

Other matters

Statements of value added

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

Audit and review of prior-year information

The Quarterly Information Form (ITR) includes accounting information, presented for comparison purposes, related to the statements of income for the quarter and nine-month period ended September 30, 2021, and to the statements of changes in equity, cash flow and value added for the nine-month period ended September 30, 2021, extracted from the Quarterly Information Form (ITR) for that quarter, and also to the balance sheet as at December 31, 2021, derived from the financial statements at December 31, 2021. The review of the Quarterly Information (ITR) for the quarter ended September 30, 2021 and the audit of the financial statements for the year ended December 31, 2021 were conducted by other independent auditors, who issued unmodified review and audit reports thereon dated November 9, 2021 and February 22, 2022, respectively.

Belo Horizonte, November 14, 2022

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

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

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

By this instrument, the CEO and CFO and Investor Relations Officer of Localiza Rent a Car S.A. ("Localiza"), a publicly-held company headquartered at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, Minas Gerais, Corporate Taxpayer No. 16.670.085/0001-55, in conformity with subsection II, paragraph 1, article 31 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 nine-month period ended September 30, 2022.

Belo Horizonte, November 14, 2022.

Bruno Sebastian Lasansky
CEO

Rodrigo Tavares Gonçalves de Sousa
CFO and Investor Relations Officer

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

By this instrument, the CEO and CFO and Investor Relations Officer of Localiza Rent a Car S.A. ("Localiza"), a publicly-held company headquartered at Avenida Bernardo de Vasconcelos, 377, Bairro Cachoeirinha, in Belo Horizonte, Minas Gerais, Corporate Taxpayer No. 16.670.085/0001-55, in conformity with subsection II, paragraph 1, article 31 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 nine-month period ended September 30, 2022.

Belo Horizonte, November 14, 2022.

Bruno Sebastian Lasansky
CEO

Rodrigo Tavares Gonçalves de Sousa
CFO and Investor Relations Officer