



Complete Financial Statements

BTG Pactual S.A. and Subsidiaries

March 2023

(A free translation of the original in Portuguese)

Banco BTG Pactual S.A.
Parent company and consolidated
interim financial statements at
March 31, 2023
and report on review



(A free translation of the original in Portuguese)

Report on review of parent company and consolidated interim financial statements

To the Board of Directors and Stockholders
Banco BTG Pactual S.A.

Introduction

We have reviewed the accompanying interim balance sheet of Banco BTG Pactual S.A. ("Company") as at March 31, 2023 and the related statements of income, comprehensive income, changes in shareholder's equity and cash flows for the three-month period then ended, as well as the accompanying consolidated interim balance sheet of Banco BTG Pactual S.A. and its subsidiaries ("Consolidated") as at March 31, 2023 and the related consolidated statements of income, comprehensive income, changes in shareholder's equity and cash flows for the three-month period then ended, and notes, comprising significant accounting policies and other explanatory information.

Management is responsible for the preparation and fair presentation of these parent company and consolidated interim financial statements in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Brazilian Central Bank (BACEN). Our responsibility is to express a conclusion on these interim financial statements 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 financial 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 does 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

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim financial statements referred to above do not present fairly, in all material respects, the financial position of Banco BTG Pactual S.A. and of Banco BTG Pactual S.A. and its subsidiaries as at March 31, 2023, and the parent company financial performance and its cash flows for the three-month period then ended, as well as the consolidated financial performance and the consolidated cash flows for the three-month period then ended, in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Brazilian Central Bank (BACEN).



Banco BTG Pactual S.A.

Emphasis of matter

Deferred tax credits recorded in jointly controlled subsidiary

As mentioned in note 18 to the interim financial statements, the Company has an investment in the jointly owned subsidiary Banco Pan S.A., which, on March 31, 2023, recorded income tax and social contribution tax credits, in the amount of approximately R\$ 3.3 billion, recognized based on expected realization of tax credits. This projection of realization of tax credits was reviewed by the management of Banco Pan S.A. based on a study of the current and future scenario and approved by the Board of Directors on January 31, 2023, whose main assumptions used were the macroeconomic, production and funding cost indicators. The realization of these tax credits, in the estimated realization period, depends on the materialization of these projections and the business plan as approved by the management bodies. Our conclusion is not qualified in respect of this matter.

Other matters

Statements of value added

The interim financial statements referred to above include the parent company and consolidated statements of value added for the three-month period ended March 31, 2023. These statements are the responsibility of the Company's management and are presented as supplementary information for purposes of the Brazilian Central Bank. These statements have been subjected to review procedures performed together with the review of the interim financial statements for the purpose concluding whether they are reconciled with the interim financial statements 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 that they are consistent with the parent company and consolidated interim financial statements taken as a whole.

São Paulo, May 8, 2023

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

Edison Arisa Pereira
Contador CRC 1SP127241/O-0

Complete Financial Statements

BTG Pactual S.A.

(in thousands of Reais, except if otherwise indicated)



Balance sheet

Assets	Note	Bank		Consolidated	
		03/31/23	12/31/22	03/31/23	12/31/22
Cash and cash equivalents	6	1,095,169	1,084,210	3,239,320	3,068,946
Financial instruments		280,049,345	269,602,092	378,310,447	351,186,195
Interbank liquidity investments	7	88,070,411	75,635,337	78,789,028	74,114,273
Bonds and securities	8	104,448,222	104,742,199	133,018,565	124,374,033
Derivative financial instruments	9	14,521,338	9,562,657	38,672,265	14,288,216
Interbank relations		13,534,683	14,739,812	18,078,672	23,786,655
Credit transactions	10	62,068,551	67,456,322	115,144,391	120,109,049
Provision for expected losses associated with credit risk	10	(2,593,860)	(2,534,235)	(5,392,474)	(5,486,031)
Other credits		51,930,808	65,743,022	74,291,623	81,814,724
Credit for guarantees and sureties performed		194,714	195,924	195,057	196,267
Foreign exchange portfolio	11	33,256,484	47,294,145	33,508,591	47,101,490
Income receivable	12	988,164	584,140	2,054,307	1,574,936
Securities trading and brokerage	11	2,898,219	3,660,026	5,166,305	5,298,359
Miscellaneous	12	10,943,757	10,035,420	25,077,396	19,409,040
Deferred tax assets		4,110,697	4,440,686	8,794,274	8,707,089
Provision for impairment of assets		(461,227)	(467,319)	(504,307)	(472,457)
Other amounts and assets		1,138,078	1,179,415	1,767,516	1,751,908
Prepaid expenses		1,042,932	1,129,930	1,405,614	1,416,685
Others		95,146	49,485	361,902	335,223
Permanent Investments		32,955,594	31,979,451	12,792,570	12,790,315
Interest in subsidiaries, affiliates and companies with shared control	13	32,151,463	31,165,911	7,742,414	7,578,310
Other investments		1,230	1,230	7,566,336	7,394,235
Property, plant and equipment for use	14	213,634	209,114	176,078	184,075
Real estate in use		3,089	3,089	506,267	508,618
Other fixed assets for use		464,824	451,707	8,936	8,904
Accumulated depreciations		(254,279)	(245,682)	1,022,147	993,763
Intangible assets	14	590,497	604,426	(524,816)	(494,049)
Other intangible assets		1,004,141	939,321	4,543,889	4,703,387
Accumulated amortization		(413,644)	(334,895)	6,074,052	6,036,529
Total assets		367,168,994	369,588,190	470,401,476	450,612,088

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

Complete Financial Statements

BTG Pactual S.A.

(in thousands of Reais, except if otherwise indicated)



Balance sheet

Liabilities	Bank			Consolidated		
	Note	03/31/23	12/31/22	03/31/23	12/31/22	
Financial instruments		281,651,903	267,762,954	340,632,071	310,508,050	
Deposits	15	103,379,295	101,544,487	118,309,723	115,749,672	
Open market funds	15	91,871,656	78,555,680	91,991,668	87,139,332	
Proceeds from acceptances and issues of bonds	15	49,859,172	51,220,628	69,351,106	67,944,679	
Payables and on-lendings	15	11,748,656	14,727,150	14,446,604	17,693,933	
Derivative financial instruments	9	17,010,932	14,049,057	38,159,461	13,760,429	
Subordinated debts and debt instruments eligible for equity	15	7,782,192	7,665,952	8,373,509	8,220,005	
Interbank relations		945,642	984,378	2,974,282	3,258,247	
Interdependence relations		255,802	239,173	255,804	239,173	
Other obligations		38,624,201	56,784,966	72,558,377	84,667,563	
Collection of taxes and similar charges		21,841	23,955	39,330	42,294	
Foreign exchange portfolio	11	32,455,802	47,330,252	32,584,121	46,948,415	
Social and welfare charges	16	530,558	2,471,380	1,079,206	3,569,719	
Tax and social security liabilities	16	521,283	418,085	1,739,240	1,484,157	
Securities trading and brokerage	11	3,473,606	4,444,306	8,753,637	8,713,810	
Deferred tax liabilities	18	2,566	2,528	694,333	694,187	
Miscellaneous	16	1,618,545	2,094,460	27,668,510	23,235,282	
Provisions		1,483,860	1,444,952	5,382,008	5,325,744	
Provision for guarantees	10	217,646	210,756	239,156	234,298	
Provisions for contingent liabilities	17	1,266,214	1,234,196	5,142,852	5,091,446	
Equity	19	44,207,586	42,371,767	48,598,934	46,613,311	
Capital		15,760,364	15,760,364	15,760,364	15,760,364	
Capital reserves		652,515	652,515	652,515	652,515	
Other comprehensive income		1,477,508	1,473,736	(322,776)	(326,548)	
Income reserves		24,716,404	24,716,404	26,516,688	26,516,688	
Treasury shares		(532,428)	(231,252)	(532,428)	(231,252)	
Retained earnings		2,133,223	-	2,133,223	-	
Shareholder's equity		44,207,586	42,371,767	44,207,586	42,371,767	
Non-controlling shareholder's equity		-	-	4,391,348	4,241,544	
Total liabilities and equity		367,168,994	369,588,190	470,401,476	450,612,088	

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

Complete Financial Statements

BTG Pactual S.A.

(in thousands of Reais, except if otherwise indicated)



Income Statement

Quarters ended on March 31

	Note	Bank		Consolidated	
		03/31/23	03/31/22	03/31/23	03/31/22
Revenues from financial intermediation		8,702,660	8,771,053	15,547,675	13,901,212
Credit transactions		2,169,279	1,757,406	7,507,200	6,089,866
Income on bonds and securities and derivative financial instruments		5,027,409	6,564,156	6,405,901	7,286,896
Income from mandatory investments		348,472	219,588	434,201	293,425
Results from foreign exchange transactions		1,157,500	229,903	1,200,373	231,025
Expenses with financial intermediation		(6,410,997)	(6,213,467)	(10,276,241)	(9,332,274)
Funding transactions in the market		(5,653,876)	(5,229,248)	(7,005,639)	(6,255,206)
Loan and on-lending transactions		(675,421)	(840,621)	(2,644,418)	(2,258,695)
Provision for expected losses associated with credit risk	10	(81,700)	(143,598)	(626,184)	(818,373)
Gross income from financial intermediation		2,291,663	2,557,586	5,271,433	4,568,938
Other operating revenues / (expenses)		443,416	449,352	(2,184,494)	(1,169,338)
Revenues from service provision	20	828,304	662,278	2,015,315	1,762,385
Personnel expenses		(306,050)	(219,359)	(799,149)	(689,658)
Other administrative expenses	22	(945,912)	(692,905)	(2,414,829)	(1,790,084)
Tax expenses	23	(192,186)	(279,795)	(428,550)	(439,457)
Income from interest in subsidiaries, affiliates and jointly-owned subsidiaries	13	1,015,445	994,574	247,189	203,455
Other operating income	21	43,815	(15,441)	(804,470)	(215,979)
Provision expenses		(57,061)	(26,579)	(154,746)	(92,082)
Provision for contingent liabilities	17	(33,969)	(18,839)	(129,734)	(83,656)
Guarantees and security provided		(23,092)	(7,740)	(25,012)	(8,426)
Operating result		2,678,018	2,980,360	2,932,193	3,307,518
Non-operating income		(13,974)	37,872	3,772	52,832
Income before income tax and interests		2,664,044	3,018,231	2,935,965	3,360,350
Income tax and social security contribution	18	(318,094)	(794,154)	(182,068)	(685,126)
Provision for income tax		(12,615)	(5,498)	(384,716)	(84,464)
Provision for social security contribution		-	664	(301,277)	(89,716)
Deferred tax assets		(305,479)	(789,320)	503,925	(510,946)
Statutory profit sharing		(212,727)	(281,492)	(540,191)	(535,446)
Non-controlling shareholders		-	-	(80,483)	(197,193)
Net income for the period	25	2,133,223	1,942,585	2,133,223	1,942,585
Net income per share - Basic	25	0.19	0.17	-	-
Net income per share - Diluted		0.19	0.17	-	-

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

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Statement of comprehensive income

Quarters ended on March 31

	Bank and Consolidated	
	03/31/23	03/31/22
Net income for the period	2,133,223	1,942,585
Change in the equity valuation adjustment for financial assets available for sale	(8,740)	(2,021)
Variation from equity valuation adjustments of subsidiaries, affiliates and jointly-owned subsidiary	(6,548)	(5,379)
Accumulated conversion adjustments	(6,249)	-
Foreign exchange variation on investments	(204,021)	(2,161,390)
Net investment hedge of foreign operations	197,029	2,161,970
Goodwill in the additional acquisition of interests	32,301	-
Total comprehensive income	2,136,995	1,935,765

Items presented in the statement of comprehensive income may be subsequently reclassified to income statement.

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Statement of changes in equity

Periods ended on March 31

Bank	Note	Capital	Capital reserves	Income reserves				Total	Other comprehensive income	Treasury shares	Retained earnings	Total
				Special Income reserves	Legal	Unrealized	Statutory					
Balances on December 31, 2021		15,760,364	652,515	-	1,911,786	1,980,484	15,503,141	19,395,411	1,571,456	-	-	37,379,746
Acquisition of treasury stock		-	-	-	-	-	-	-	-	(15,981)	-	(15,981)
Change in the equity valuation adjustment of financial assets available for sale		-	-	-	-	-	-	-	(2,021)	-	-	(2,021)
Variation from equity valuation adjustments of subsidiaries, affiliates and jointly-owned subsidiary	19	-	-	-	-	-	-	-	(5,379)	-	-	(5,379)
Foreign exchange variation on investments		-	-	-	-	-	-	-	(2,161,390)	-	-	(2,161,390)
Net investment hedge of foreign operations		-	-	-	-	-	-	-	2,161,970	-	-	2,161,970
Intermediary interest on equity		-	-	540,000	-	-	(540,000)	-	-	-	-	-
Net income for the period		-	-	-	-	-	-	-	-	-	1,942,585	1,942,585
Balances on March 31, 2022		15,760,364	652,515	540,000	1,911,786	1,980,484	14,963,141	19,395,411	1,564,636	(15,981)	1,942,585	39,299,530
Balances on December 31, 2022		15,760,364	652,515	-	2,303,878	1,980,484	20,432,042	24,716,404	1,473,736	(231,252)	-	42,371,767
Acquisition of treasury stock	19	-	-	-	-	-	-	-	-	(301,176)	-	(301,176)
Change in the equity valuation adjustment of financial assets available for sale		-	-	-	-	-	-	-	(8,740)	-	-	(8,740)
Variation from equity valuation adjustments of subsidiaries, affiliates and jointly-owned subsidiary		-	-	-	-	-	-	-	(6,548)	-	-	(6,548)
Accumulated conversion adjustments		-	-	-	-	-	-	-	(6,249)	-	-	(6,249)
Foreign exchange variation on investments		-	-	-	-	-	-	-	(204,021)	-	-	(204,021)
Hedge of net investments in foreign operations		-	-	-	-	-	-	-	197,029	-	-	197,029
Intermediary interest on equity		-	-	350,000	-	-	(350,000)	-	-	-	-	-
Goodwill in the acquisition of interests		-	-	-	-	-	-	-	32,301	-	-	32,301
Net income for the period		-	-	-	-	-	-	-	-	-	2,133,223	2,133,223
Balances on March 31, 2023		15,760,364	652,515	350,000	2,303,878	1,980,484	20,082,042	24,716,404	1,477,508	(532,428)	2,133,223	44,207,586

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

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(in thousands of Reais, except if otherwise indicated)



Consolidated	Note	Income reserves											Total	
		Capital	Capital reserves	Special Income reserves	Legal	Unrealized	Statutory	Total	Other comprehensive income	Treasury shares	Retained earnings	Statutory profit sharing		Non-controlling shareholders
Balances on December 31, 2021		15,760,364	652,515	-	1,948,983	1,980,478	17,266,233	21,195,695	(228,826)	-	-	37,379,748	3,135,096	40,514,844
Acquisition of shares in treasury	19	-	-	-	-	-	-	-	-	(15,981)	-	(15,981)	-	(15,981)
Change in the equity valuation adjustment of financial assets available for sale		-	-	-	-	-	-	-	-	(2,022)	-	(2,022)	-	(2,022)
Variation from equity valuation adjustments of subsidiaries, affiliates and jointly-owned subsidiary	19	-	-	-	-	-	-	-	-	(5,380)	-	(5,380)	-	(5,380)
Foreign exchange variation on investments		-	-	-	-	-	-	-	-	(2,161,390)	-	(2,161,390)	-	(2,161,390)
Net investment hedge of foreign operations		-	-	-	-	-	-	-	-	2,161,970	-	2,161,970	-	2,161,970
Net income for the period		-	-	-	-	-	-	-	-	-	1,942,585	1,942,585	197,193	2,139,778
Intermediary interest on equity		-	-	540,000	-	-	(540,000)	-	-	-	-	-	-	-
Addition / (Exclusion) of non-controlling		-	-	-	-	-	-	-	-	-	-	-	981,357	981,357
Balances on March 31, 2022		15,760,364	652,515	540,000	1,948,983	1,980,478	16,726,233	21,195,695	(235,648)	(15,981.00)	1,942,585	39,299,530	4,313,646	43,613,176
Balances on December 31, 2022		15,760,364	652,515	-	2,341,075	1,980,478	22,195,135	26,516,688	(326,548)	(231,252.00)	-	42,371,767	4,241,544	46,613,311
Acquisition of treasury stock		-	-	-	-	-	-	-	-	(301,176)	-	(301,176)	-	(301,176)
Change in the equity valuation adjustment of financial assets available for sale		-	-	-	-	-	-	-	-	(8,740)	-	(8,740)	-	(8,740)
Variation from equity valuation adjustments of subsidiaries, affiliates and jointly-owned subsidiary		-	-	-	-	-	-	-	-	(6,548)	-	(6,548)	-	(6,548)
Foreign exchange variation on investments		-	-	-	-	-	-	-	-	(204,021)	-	(204,021)	-	(204,021)
Accumulated conversion adjustments		-	-	-	-	-	-	-	-	(6,249)	-	(6,249)	-	(6,249)
Hedge of net investments in foreign operations		-	-	-	-	-	-	-	-	197,029	-	197,029	-	197,029
Net income for the period		-	-	-	-	-	-	-	-	-	2,133,223	2,133,223	80,483	2,213,706
Goodwill/ Bargain purchase in the acquisition of interests		-	-	-	-	-	-	-	-	32,301	-	32,301	-	32,301
Intermediary interest on equity		-	-	350,000	-	-	(350,000)	-	-	-	-	-	-	-
Addition / (Exclusion) of non-controlling		-	-	-	-	-	-	-	-	-	-	-	69,321	69,321
Balances on March 31, 2023		15,760,364	652,515	350,000	2,341,075	1,980,478	21,845,135	26,516,688	(322,776)	(532,428)	2,133,223	44,207,586	4,391,348	48,598,934

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

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(in thousands of Reais, except if otherwise indicated)



Statement of cash flows

Periods ended on March 31

	Note	Bank		Consolidated	
		3/31/23	3/31/22	3/31/23	3/31/22
Operating activities					
Net income for the year		2,133,223	1,942,585	2,133,223	1,942,585
Adjustments to net profit		(258,566)	290,095	552,418	1,658,504
Results from interests in affiliates and companies with shared control	13	(1,015,445)	(994,574)	(247,189)	(203,455)
Interest expenses with subordinated debts and Debt instruments eligible for equity		206,850	195,752	222,186	209,235
Provision for expected losses associates with credit risk	10c	81,700	143,598	626,184	818,373
Loss allowance for suretyships		29,982	5,880	20,154	1,049
Provision for contingencies		33,969	18,839	129,734	83,656
Foreign exchange variation from permanent assets		-	18	64,064	62,933
Deferred tax assets	18	305,479	789,320	(503,925)	510,946
Depreciations and amortizations	22	98,899	131,262	241,210	175,767
Adjusted income for the period		1,874,657	2,232,680	2,685,640	3,601,089
Operating activities		-	-	-	-
Interbank liquidity investments		(5,335,236)	13,827,082	(3,387,683)	1,784,419
Bonds and securities and derivative financial instruments		(1,899,858)	(24,696,340)	(8,806,227)	(28,040,252)
Credit transactions		5,447,396	(3,115,161)	4,871,101	(3,325,796)
Other receivables and other amounts and assets		13,554,223	(2,200,265)	8,769,273	2,677,825
Interbank relations		1,166,393	619,787	5,424,016	556,063
Interdependence relations		16,629	(160,512)	16,631	(160,531)
Other obligations		(16,916,854)	(2,196,133)	(12,033,349)	7,975,999
Revenues of future periods		-	-	-	-
Deposits		1,834,808	(2,020,152)	2,560,051	(2,352,700)
Open market funds		13,315,976	9,116,916	4,852,336	15,725,731
Payables and on-lendings		(2,978,494)	4,822,545	(3,247,329)	4,961,973
Cash (used in) / from operating activities		10,079,641	(3,769,553)	1,704,460	3,403,820
Investment activities					
(Acquisition) / disposal of investments and capital increase	13	(54,355)	(897,690)	23,312	(425,986)
Business acquisition, net of cash		-	673	7,997	1,287
(Acquisition) / disposal of property, plant and equipment	14	(12,105)	(19,555)	(42,938)	(72,850)
(Acquisition) / disposal of intangible	14	(77,386)	22,915	(108,132)	(997,947)
Dividends and interest on equity received	13	32,359	62,751	26,238	37,737
Cash (used in) / from investment activities		(111,487)	(830,906)	(93,523)	(1,457,759)
Financing activities					
Acquisition of treasury shares	19b	(301,176)	(15,981)	(301,176)	(15,981)
Proceeds from acceptances and issues of bonds	15d	(1,361,456)	2,406,662	1,377,017	2,858,971
Subordinated debt and debt instruments eligible for equity	15f	116,240	(844,064)	153,504	(832,995)
Non-controlling shareholders		-	-	(69,321)	-
Interest on equity		(1,315,000)	(825,000)	(1,315,000)	(825,000)
Capital increase		-	-	-	-
Cash (used in) / from financing activities		(2,861,392)	721,617	(154,976)	1,184,995
(Decrease) / Increase in cash and cash equivalents		7,106,761	(3,878,842)	1,455,961	3,131,056
Balance of cash and cash equivalent					
At the beginning of the period		70,021,933	49,467,732	76,556,439	47,434,579
Foreign exchange variation from cash and cash equivalents		4,036	-	4,036	-
At the end of the period		77,132,730	45,588,890	78,016,436	50,565,635
(Decrease) / Increase in cash and cash equivalents		7,106,761	(3,878,842)	1,455,961	3,131,056

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

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BTG Pactual S.A.

(in thousands of Reais, except if otherwise indicated)



Statement of value added

Periods ended on March 31

	Note	Bank		Consolidated	
		03/31/23	03/31/22	03/31/23	03/31/22
Revenues		9,520,236	5,915,915	16,607,519	11,895,100
Financial intermediation		8,702,660	5,257,786	15,547,675	10,387,944
Services provision	20	828,304	662,278	2,015,315	1,762,385
Others		(10,728)	(4,149)	(955,471)	(255,229)
Expenses		(6,410,997)	(2,700,199)	(10,276,241)	(5,819,006)
Financial intermediation		(6,329,297)	(2,556,601)	(9,650,057)	(5,000,633)
Provision for credit transactions and other credits	10	(81,700)	(143,598)	(626,184)	(818,373)
Inputs acquired from third parties		(837,827)	(544,207)	(2,065,068)	(1,556,588)
Materials, electric power and others		(5,104)	(4,930)	(26,289)	4,391
Third-party services		(832,723)	(539,277)	(2,038,779)	(1,560,980)
Gross value added		2,271,412	2,671,509	4,266,209	4,519,506
Depreciation and amortization	22	(98,900)	(131,262)	(241,211)	(163,445)
Net value added produced by the entity		2,172,512	2,540,247	4,024,998	4,356,061
Value added received from transfer		1,015,444	994,574	247,189	203,455
Income from interests in subsidiaries, affiliates and shared control	13	1,015,444	994,574	247,189	203,455
Value added to distribute		3,187,956	3,534,821	4,272,187	4,559,516
Distribution of value added		3,187,956	3,534,821	4,272,187	4,559,516
Personnel		518,777	500,852	1,339,341	1,225,104
Proceeds		412,560	422,124	1,090,025	1,030,526
Benefits		47,778	35,147	118,337	83,342
FGTS (Guarantee Fund for Length of Service)		58,439	43,581	130,978	111,236
Taxes, fees and contributions		510,280	1,073,948	610,617	1,124,583
Federal		451,062	1,026,849	470,447	1,027,593
Others		59,218	47,099	140,170	96,990
Compensation on third parties capital		25,676	17,437	108,523	70,051
Rents		25,676	17,437	108,523	70,051
Own capital remuneration		2,133,223	1,942,585	2,213,706	2,139,778
Retained earnings		2,133,223	1,942,585	2,133,223	1,942,585
Non-controlling shareholders		-	-	80,483	197,193

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

Complete Financial Statements

BTG Pactual S.A.

(In thousands of Reais, except if otherwise indicated)

1. Operating context

Banco BTG Pactual S.A. ("Bank" or "BTG Pactual"), is organized in the form of a multiple bank, acts together with its subsidiaries ("BTG Pactual Group"), offering financial products and services regarding commercial, investments, credit, financing, capital lease, insurance, foreign exchange portfolios, among others, in the country and in several locations abroad. The head office of the Bank is located at Praia de Botafogo, 501 – 5º andar – Torre Corcovado, in the City and State of Rio de Janeiro. Its principal place of business is the office located on Av. Brigadeiro Faria Lima, 3477 – 14º andar (parte), in the City and State of São Paulo.

The transactions are carried out in the context of a group of companies that operate in an integrated manner in the financial market and some transactions are intermediated by other companies belonging to the BTG Pactual Group. The Bank's parent company is BTG Pactual Holding Financeira Ltda. ("Financial Holding"), which is controlled by BTG Pactual G7 Holding S.A. through BTG Pactual Holding S.A. ("Holding").

BTG Pactual has units listed on B3 S.A. in São Paulo. Each unit corresponds to 1 common share and 2 class A preferred shares.

2. Corporate reorganizations and acquisitions

Acquisitions and sales

Ourinvest Distribuidora de Títulos de Valores Mobiliários S.A.

On July 19, 2019, the Bank, through its investee BTG Pactual Asset Management S.A. DTVM, acquired an 80% interest in Ourinvest Distribuidora de Títulos de Valores Mobiliários S.A. ("Ourinvest"), with such institution remaining with administrative and operational independence, however integrating the BTG Pactual Conglomerate. The purchase and sale agreement also provided for the option to buy the remaining shares of Ourinvest until 2022, in two tranches of 10% each (the option for the first tranche was exercised in March 2021, and the second tranche in March 2022). On November 16, 2022, the transaction was concluded, afterwards all precedents conditions had been overcome, including regulatory approvals.

Acquisition of minority equity interest in CSD Central de Serviços de Registro e Depósito aos Mercados Financeiro e de Capitais S.A.

On January 24, 2022, the Bank informed the shareholders and the market in general that it executed, together with Santander Corretora de Seguros, Investimentos e Serviços S.A. and CBOE III, LLC, binding agreements for the acquisition of a minority equity interest in CSD Central de Serviços de Registro e Depósito aos Mercados Financeiro e de Capitais S.A. ("CSD BR").

On May 26, given the fulfillment of the suspensive conditions that conditioned the effectiveness of the transaction, the Bank confirmed the closing of the operation related to the acquisition of minority equity interest in CSD Central de Serviços de Registro e Depósito aos Mercados Financeiro e de Capitais S.A..

Acquisition of Elite Corretora de Câmbio e Valores Mobiliários Ltda.

On February 1, 2022, the Bank informed the shareholders and the market in general of the execution of final documents regarding the acquisition of 100% (one hundred percent) of the capital stock of Elite Corretora de Câmbio e Valores Mobiliários Ltda. This acquisition is part of BTG Pactual Digital's expansion strategy in the advisory investment segment.

On October 21, 2022, the acquisition of Elite Corretora de Câmbio e Valores Mobiliários Ltda. was concluded, after completion of all conditions precedent, including regulatory approvals.

Merger of shares of Mosaico Tecnologia ao Consumidor by Banco PAN S.A. (Subsidiary of BTG Pactual)

On October 3, 2021, Banco PAN S.A. (B3: BPAN4) signed an Association Agreement and Other Covenants ("Association Agreement") for the incorporation of all shares issued by Mosaico Tecnologia ao Consumidor S.A. ("Mosaico") (B3: MOSI3), a digital native company that brings together the Zoom, Buscapé and Bondfaro brands, and which owns the largest content and sales origination platform for e-commerce in Brazil ("Operação Mosaico").

On March 11, 2022, the Board of Directors of Banco PAN confirmed the fulfillment of the suspensive conditions that conditioned the effectiveness of the Mosaico Transaction, according to the Protocol and Justification of the Merger of Shares signed between Banco PAN and Mosaico on October 26, 2021 and, therefore, stated that the resolutions contained in the Extraordinary General Meeting of Banco PAN held on December 1, 2021, including the merger of shares, became valid and effective, for all legal purposes and effects.

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Acquisition of Banco BESA S.A.

On March 30, 2022, the BTG Pactual undertook to acquire the controlling interest of Banco BESA S.A. ("BESA"), as well as of its subsidiaries. As announced to the market, on October 7, 2022, after regulatory approvals, the acquisition of the share control of Banco BESA S.A. was concluded. The transaction is complementary to BTG Pactual's strategy, focused on the acquisition and recovery of stressed credit and the purchase of alternative financial assets.

The purchase price allocation report ("PPA") is being prepared by an independent company specializing in asset valuation, in compliance with the relevant regulatory deadlines.

FIS Privatbank S.A.

On March 23, 2023, Banco BTG Pactual S.A. communicated to shareholders and the market in general that one of its subsidiaries signed definitive documents referring to the acquisition of 100% (one hundred percent) of the share capital of a financial institution headquartered in Luxembourg, FIS Privatbank S.A., for the amount of EUR 21.3 million. The transaction completion is subject to certain precedent conditions examination, including the obtainment of all regulatory approvals required.

Approval of the shares buyback program

On January 11, 2022, the Bank informed the shareholders and the market in general that the Bank's Board of Directors, at a meeting held on January 10, 2022, approved the share buyback program, pursuant to the following conditions ("Buyback Program"):

- Buyback with the purpose of providing better conditions to make the efficient investment of funds available in cash, in order to maximize the allocation of the Bank's capital;
- Acquisition of up to BRL1,000,000,000.00, in any case subject, subject to the limits set forth in CVM Instruction 567;
- Inexistence, in BTG Pactual, of BPAC11 units or treasury shares;
- Treasury maintenance of the BPAC11 units acquired under the Program;
- Establishment of a term of up to 18 months for acquisitions, being incumbent upon the Executive Board to decide on the best time to carry out the acquisitions; and
- Intermediation of BTG Pactual CTVM S.A. and execution of operations in accordance with current regulations.

The Bank shall maintain the regulators and the market in general informed regarding the Buyback Program.

3. Presentation of individual and consolidated financial statements

The complete accounting statements of the Bank and its subsidiaries were prepared according to the accounting practices adopted in Brazil, applicable to the institutions authorized by the Central Bank of Brazil (Bacen) to operate and associated to the rules and instructions of the National Monetary Council (CMN), Bacen and Securities and Exchange Commission (CVM).

The Bank's consolidated financial statements comprise the standalone financial statements of the Bank, of its branches abroad, of subsidiaries, directly and indirectly, in the country and abroad, as well as of investment funds and special purpose entities (SPE).

The preparation of the complete accounting statements according to the accounting practices adopted in Brazil, applicable to the institutions authorized to operate by Bacen, requires that the Management uses its judgment when determining and recording the accounting estimates. The assets and liabilities subject to these estimates and assumptions basically refer to goodwill based on expected future profitability, to deferred income tax assets and liabilities, to the provision for expected losses associated with credit risk, to the provision for taxes and contributions with suspended liability, to the provision for contingent liabilities, and to the measurement of the fair value of financial instruments. The settlement of transactions involving these estimates may result in amounts that are different from estimates due to the inaccuracy inherent in the calculation process. The Bank and its subsidiaries review these estimates and assumptions on a timely basis.

The CMN Resolution No. 4.818/2020 and BCB Resolution No. 2/2020 establish the general criteria and procedures for preparing and disclosing standalone financial statements.

In accordance with BCB Resolution No. 2/2020, the Balance Sheet accounts are presented in order of liquidity and enforceability.

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BCB Normative Instruction No.319/2022 repealed, as of January 1, 2023, Circular Letter No.3.429/2010, which established rules for the accounting record of tax obligations under judicial discussion. The aforementioned Circular Letter clarified that Financial Institutions should recognize in their liabilities, regardless of the assessment of the probability of outflow of funds, all tax obligations subject to judicial discussion on the constitutionality of laws. Nevertheless, it's important to note, the amounts held in provision by the Bank are in compliance with international standard IAS 37, whose equivalent in Brazil is CPC 25 – Provisions, Contingent Liabilities and Contingent Assets as well as with Circular Letter No.3.429/2010 norms. In conclusion, after Circular Letter repeal, any adjustments or adaptations on the Bank accounting records were not necessary.

The complete financial statements were approved by Management on May 5, 2023, and include a true and appropriate view of the Bank's financial, equity, and income evolution. Management has assessed the ability and capacity of the Bank and of its subsidiaries to continue operating normally, and is convinced that the Bank and its subsidiaries have operating conditions and resources to continue their business in the future. In addition, Management is not aware of any material uncertainty that could generate doubts about its capability of continuing to operate normally.

The complete financial statements were prepared based on these principles and assumption.

Consolidated financial statements

The consolidation process of the financial statements eliminated the interests, balances of assets and liabilities accounts, unrealized revenues, expenses and profits among the companies, as well as highlighted the net income and equity amounts related to interests of non-controlling shareholders.

The following are the main consolidated entities, the sum of which, considering the amounts referring to Banco BTG Pactual S.A., represents more than 95% of the total consolidated assets, as well as the Bank's interest in its capital:

	Country	Total equity participation - %	
		31/03/2023	31/12/2022
Direct subsidiaries			
BTG Pactual Cayman Branch	Cayman	100.00%	100.00%
BTG Pactual Corretora de Títulos e Valores Mobiliários S.A.	Brasil	99.99%	99.99%
Banco Sistema S.A.	Brasil	99.97%	99.97%
Banco Pan S.A.	Brasil	73.95%	73.95%
Banco Sistema S.A. - BESA	Brasil	96.99%	96.50%
Indirect subsidiaries			
BTG Pactual Resseguradora S.A	Brazil	100.00%	100.00%
BTG Pactual Vida e Previdência S.A.	Brazil	100.00%	100.00%
Banco BTG Pactual Chile S.A.	Chile	100.00%	100.00%
BTG Pactual Chile Capital S.A. Corredores de Bolsa	Chile	100.00%	100.00%
BTG Pactual Holding Participações S.A	Brasil	99.99%	99.99%
BTG Pactual Oil & Gas S.A.R.L.	Luxembourg	100.00%	100.00%
ECTP Brasil S.A.	Brazil	100.00%	100.00%
BTG Pactual COMM, (CH) SA	Switzerland	100.00%	100.00%
Investment funds			
BTG Pactual Absolute Return Master Fund	Cayman	100.00%	100.00%
FIDC FGTS	Brasil	100.00%	100.00%
Fundo de Investimento Multimercado CP LS Investimento no Exterior	Brazil	100.00%	100.00%
FIDC NP Alternative Assets I	Brazil	100.00%	100.00%
Warehouse FIP	Brazil	100.00%	100.00%
BTG Pactual AM US, LLC	United States	100.00%	100.00%
Clave Macro P Fc FIM	Brazil	81.26%	90.52%
Clave Tr Master FIM	Brazil	78.38%	70.65%

Functional and presentation Currency

Both standalone and consolidated financial statements are presented using Brazilian Reais (BRL), which is the Bank's functional currency, given that it is the primary economic environment in which the Bank operates.

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4. Main accounting policies

The most relevant accounting policies adopted by the Bank are as follows:

a. Cash and cash equivalents

For the purposes of the statement of cash flow, cash on hand, bank deposits, short-term, highly liquidity investments that are readily convertible into a known amount of cash are included, which are subject to an insignificant risk of change in value, with maturity, usually within three months from the acquisition date.

b. Interbank investments of liquidity, deposits at Bacen with compensation, interest-bearing deposits, open market funding, funds from acceptance and issuance of bonds, obligations for loans and on-lending's, subordinated debt and other asset and liability operations

The operations with a monetary/foreign exchange adjustment clause and the operations with fixed charges are recorded at their present value, net of incurred costs with transactions, calculated pro rata die, based on the effective rate of operations.

c. Bonds and securities

Evaluated and classified according to the criteria determined under Bacen Circular Letter No. 3068/2001, in the following categories:

(i) Trading bonds

Acquired with the purpose of actively and frequently be traded. Trading securities are registered at the acquisition cost, plus the earned incomes and adjusted at the market value, with a corresponding entry to the statement of income for the period.

According to Bacen Circular Letter No. 3.068/2001, the bonds and securities classified as trading securities are stated as short-term assets, independently of their maturity.

(ii) Available for sale bonds

Those that are not classified as bonds for trading nor as held to maturity. These securities are recorded at the acquisition cost, plus earned incomes, with a corresponding entry to the income and further evaluated at the market value, with a corresponding entry in a specific account of the shareholders' equity, net of tax effects, which will be recognized only in income statement accounts when they are effectively realized.

(iii) Bonds held to maturity

Acquired with the financial intention and capacity to be held to maturity in the portfolio. Securities held to maturity are registered at the acquisition cost, plus the earned incomes, with a corresponding entry to the statement of income for the period.

The decreases in the market value of bonds and securities available for sale and those held to maturity below their respective updated costs, related to reasons of non-temporary nature, are reflected in incurred losses..

d. Fair value determination

The financial instruments are measured in accordance with the hierarchy of the fair value measurement described below:

- Level 1: Observable price quotes in active markets for the same financial instrument;
- Level 2: Observable price quotes in active markets for financial instruments with similar features or based on a pricing model in which significant parameters are based on observable data in active markets; and
- Level 3: Pricing models in which current market transactions or observable data are not available and require a high degree of judgment and estimation. Instruments in this category were priced using techniques in which at least one input, which could have a significant effect on the price, is not based on observing market data. When inputs can be observed from market data without excessive costs and effort, they are used. Otherwise, the Bank determines an appropriate level for input. Financial instruments basically include stakes in private equity funds, unlisted shares from our Merchant Banking activities, some debt securities from closed companies and energy derivatives, whose pricing depends on unobservable inputs. No gain or loss is considered upon the initial recognition of a financial instrument that is priced using techniques that incorporate unobservable data.

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Level 3 assessment assumptions

Assets	Pricing technique	Main assumptions
Private equity funds (investments without quote)	Price of recent investments; models based on discounted cash flow or earnings, multiples of market transactions (M&A).	Revenue and market growth, expected leverage and profitability, discount rates, macro-economic assumptions such as inflation and exchange rates, risks and premiums including market, size and country risk premium.
Debt securities	Standard models and price comparison	Probability of default, large losses and yield drop, prepayment and recovery rate.
Energy derivatives	Models based on data system (Decomp and Newwave)	GDP, level of water reserves and rain projection.

In some cases, the data used to determine the fair value can be placed at different levels of the hierarchy for measuring fair value. In such cases, the financial instrument is classified in the most conservative category where the data that is relevant for determining fair value was classified. This assessment requires judgment and considers factors specific to the respective financial instruments. Changes in the availability of information may result in the reclassification of certain financial instruments between different levels of the hierarchy for measuring fair value.

The Bank assesses the levels in each disclosure period on an instrument-by-instrument basis and reclassifies the instruments whenever necessary, based on the facts at the end of the period.

The fair values of financial instruments are determined as follows:

- **Swaps:** its cash flows are discounted to present value based on yield curves that reflect the appropriate risk factors. These yield curves can be drawn mainly based on prices observed in trading at B3 S.A., of Brazilian sovereign debt securities traded in the secondary market or of derivatives and bonds and securities traded abroad. These yield curves can be used to obtain the fair value of currency swaps, interest rate swaps and swaps based on other risk factors (commodities, stock indexes, etc.).
- **Futures and Terms:** fair value determined on the basis of quotations on stock exchanges or using the same criteria as those described above for swaps.
- **Options:** the fair values of these instruments are determined based on mathematical models (such as Black & Scholes) which are fed with data on implied volatility, interest rate yield curve and the fair value of the underlying asset. All these data are obtained from different sources (usually broker and broker prices, Bloomberg, Reuters).
- **Credit derivatives:** the fair values of such instruments are determined based on established market mathematical models that are fed with data on the issuer's credit spread and interest rate yield curve. Such data are obtained from different sources (usually market prices, Bloomberg, Reuters).
- **Bonds and securities and short sales:** the fair values of government bonds are calculated based on prices published by ANBIMA. The fair values of corporate debt bonds are calculated based on secondary market prices, the price of similar assets and the market visibility that the Bank's commercial areas provide. The shares are calculated based on the prices disclosed by B3 S.A. The funds units of ownership are valued considering the prices of the units of ownership disclosed by the managers.

Financial assets valued at fair value in profit or loss: we estimate the fair values of financial instruments by discounting cash flows to present value based on yield curves that reflect appropriate risk factors consistent with prior periods.

e. Derivative financial instruments

Classified according to the Management's intention, on the date of operation contracting, considering whether its purpose is hedge or not.

The operations that use financial instruments made for own account, or that do not comply with the protection criteria (particularly the derivatives used to manage the global exposure to risk) are accounted at their fair value, with profits and losses, realized and unrealized, directly recognized in the income for the fiscal year.

The derivative financial instruments used to mitigate the risks resulting from the exposures to the market value variations of financial assets and liabilities, which are highly related to changes in their market value, as compared to the market value of the protected item, both in the beginning and during the life of the agreement and considered effective in the reduction of the risk related to the exposure to be hedge, are considered as hedge instruments and are classified as follows, according to their nature:

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- Fair value hedge: the financial instruments classified under this category, as well as their related financial assets and liabilities subject to hedge, are measured at the fair value and their profits and losses, whether realized or unrealized, are recorded in profit or loss;
- Cash flow hedge: the instruments classified under this category are measured at the fair value, and the portions of valuation or devaluations are registered, net of tax effects, in a separate equity account. The ineffective part of the respective hedge is recognized directly in profit or loss; and
- Hedge of Net Investment in Foreign Operations: recorded likewise as in cash flow hedge, that is, the part of the gain or loss from the hedge instrument that is determined as effective hedge is recognized in shareholders' equity, reclassified to profit or loss of the period in case of disposition of the operation abroad. The ineffective part is not recognized in the profit or loss for the period.

f. Fair value of bonds and securities, derivative financial instruments and other rights and obligations

The fair value of securities, derivative financial instruments and other rights and obligations, as applicable, is based on market prices, price evaluation models or the price determined for other similar financial instruments. Therefore, the results can be different from the estimates at the financial liquidation of these operations. The daily adjustments of future market operations are recorded as effective revenue or as expense when earned or incurred. The premiums paid or received with the realization of operations in the options trading market, other financial assets and goods are recorded in the respective equity accounts at the values paid or received, adjusted to market prices, with the corresponding entry in the income account.

The operations made in the forward market with financial assets and goods are recorded at their final contracted value, deducting the difference between this value and the price of assets or rights adjusted at market prices, in the proper assets or liabilities account. Revenues and expenses are recognized according to the period of agreements.

The assets and liabilities resulting from the swap and future currency operations – the future agreements without physical delivery (NDF) – are recorded in equity accounts at their accounting value, adjusted to the market value, with the corresponding entry in the income account.

The notional value of agreements is recorded in clearing accounts.

g. Financial instruments - net presentation

Financial assets and liabilities are stated at their net amounts in the balance sheet if, and only if, the Company has a legally current and enforceable right to set off the amounts recognized and if there is the intent to offset, or to simultaneously realize the asset and settle the liabilities, according to CMN Resolution 3.263/05.

h. Transactions for the sale or transfer of financial assets with substantial retention of risks and benefits

Financial assets remain on the balance sheet of the entity that transferred its assets when it maintains the risks and benefits regarding that asset. In this case, a financial liability is recognized.

i. Credit and other credit transactions (operations with credit granting characteristics)

The provisions contained in CMN Resolution No. 2682/1999 are applied. As a result, the transactions are recorded at present value, calculated "pro rata" per day based on variation of the index and the agreed interest rate, updated up to the 59th day of delay, according to expectation of receipt. As of the 60th day, income recognition occurs upon the debt's effective amortization. Renegotiated operations are maintained at least at the same level at which they were classified prior to the renegotiation and, if they have already been remanded against a provision, they are classified as level H. Gains are recognized in revenue when they are actually received.

j. Provision for expected losses associated with credit risk

Established based on the credits realization risks analysis, considering the client's risk and the nature and the conditions of the transaction, in an amount considered sufficient to cover any losses, in compliance with the provisions of CMN Resolution No. 2.682/1999, among which the following stand out:

- Provisions are set up from the granting of credit, considering the client's classification, pursuant to the terms of this Resolution, and the conditions of the transaction, depending on the periodic analysis of the customer's risk level, of the guarantees of the transaction, and the sectors of activity, and not only upon default;
- Considering default exclusively, remands of credit operations against losses are carried out after 360 days from the maturity of the credit or after 540 days from the maturity for operations with maturities exceeding 36 months; and

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- The allowance for doubtful accounts and other receivables is estimated based on an analysis of the operations and specific risks presented in each portfolio, pursuant to the criteria established by CMN Resolution No. 2682/1999.

k. Investment properties

The investment properties held by the Bank's subsidiaries whose core activity is the real estate segment, are initially measured at its cost, including the transaction costs. After initial recognition, the investment properties are reported at fair value, which reflects the market conditions on the reporting date. The adjustments at fair value are recognized in profit or loss and determined considering the fair value of the property less the costs attributed thereto.

The fair value of the investment properties is determined at least on an annual basis, or when the Management deems it necessary, and may be carried out by duly qualified independent appraisers.

Investment properties are remanded when they are sold or when they are no longer permanently used, and no future economic benefit from their sale is expected.

l. Investments

Investments in subsidiaries, in jointly owned subsidiaries, and in affiliates are valued using the equity accounting method. The CMN Resolution No. 4817/2020, which deals with criteria for accounting measurement and recognition of investments in affiliates, subsidiaries, and jointly owned subsidiaries, became effective as of January 2022, with no material impacts due to this change, considering its prospective application.

m. Conversion of Foreign Currency

The CMN Resolution No. 4924/2021, effective as of January 2022, allowed for the use of an alternative rate to the spot foreign exchange for the conversion of foreign currency transactions and statements into the national currency. The Bank maintained its conversion process with the PTAX, which is the closing rate calculated by the Central Bank of Brazil.

The assets and liabilities of subsidiaries and of branches abroad are converted at the PTAX rate as of the balance sheet date. Revenues and expenses are converted by the average monthly exchange rate. The equity accounting results of subsidiaries abroad are recognized as follows: for those with functional currency equal to the real on the result for the period and, for those with a functional currency other than the real: a) result for the period - installment regarding the actual result of the subsidiary; and b) Equity - installment regarding the foreign exchange variation adjustments resulting from the conversion process, net of tax effects.

n. Goodwill

According to nº 4.817/20 Resolution, goodwill or discount is defined as the difference between the amount paid in a company acquisition, and the fair value of the assets and liabilities from the entity acquired. The goodwill resulting from an acquisition of a participation (in which control is not previously held) is recorded in the assets, whereas the discount is recorded as income in the income statement. In additional acquisitions the entities which are under control, the goodwill or the discount must be recorded in the stockholders' equity item.

Goodwill amortization is a systematical procedure, which must be performed on based on future profitability projections in the financial statements.

o. Property, plant and equipment

Registered by the acquisition cost. Depreciation is calculated by the straight-line method based on the useful and economic life of the assets.

p. Intangible Assets

Corresponds to acquired rights that have as their purpose intangible assets intended for the maintenance of the entity or exercised for this purpose, pursuant to the CMN Resolution No. 4534. It consists of (i) goodwill paid on the acquisition of companies, transferred to intangible assets due to the merger of the acquirer's assets by the acquiree, or the consolidation of the Bank, and (ii) intangible assets identified in a business combination between independent parties and by rights in the acquisition of asset management contracts and (iii) software and improvements. Amortization is calculated using the straight-line method based on the period in which the rights generate benefits.

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q. Assets impairment

It is recognized as a loss in the income for the period whenever there is clear evidence that the assets are evaluated at an amount that is impaired. This procedure is carried out at least at the end of each year.

The assets subject to impairment evaluation are deducted, as applicable, from the provision for devaluation that is calculated according to the highest value between the value in use and the fair value less the cost of the sale of assets. The major estimates that are used to determine the provision are: expectation of future cash flows; discount rates; and illiquidity, among others.

r. Income Tax and Social Security Contribution

Provisions for income tax and social security contribution, when due, are recorded based on the accounting profit and are adjusted by the additions and exclusions stipulated in tax regulations. Deferred income tax and social security contribution are calculated over the amount of temporary differences whenever the realization of these amounts is considered probable. For the income tax (IRPJ), the tax rate is 15%, plus an additional 10% on the annual taxable profit exceeding BRL 240, and 20% for the social security contribution on the net income (CSLL), for banking institutions. For other financial institutions, the nominal CSLL rate is 15% and 9% for non-financial institutions.

The deferred component, represented by tax credits and deferred tax liabilities, is obtained from the differences between the accounting and tax calculation bases of assets and liabilities. Tax credits are only recognized when it is probable that future taxable profit will be available for offsetting.

s. Contingent assets and liabilities and legal, tax and social security obligations

Recognized in the Balance Sheet and/or disclosed in the financial statements according to the estimated probability for each of the items undermentioned. These estimates are prepared by the Administration based on external legal advisors evaluations.

i. Provisions

A provision is a liability of uncertain duration or amount and must only be recognized in the balance sheet when:

- There is a present obligation (legal or not yet formalized);
- The Administration comprehends that outflow resources are likely to settle the obligation; and;
- It's possible to evaluate the amount reliably.

ii. Contingent liabilities

A contingent liability is defined as:

- A possible obligation whose existence is only confirmed on the occurrence of uncertain future events; or
- A present obligation for which it is not likely that an outflow of resources will be required to settle the obligation or whose amounts cannot be reliably measured.

Contingent liabilities are not acknowledged in the Balance Sheet, however, if it is relevant, are disclosed in the Financial Statements, unless the probability of resources outflow is remote.

Contingent liabilities are periodically reevaluated to ascertain if a resource outflow is probable. If this come to happen, the provision must be acknowledged in the financial statements for the period in which the estimate probability occurs.

iii. Contingent Assets

Contingent asset is a possible asset whose existence will only be confirmed by the occurrence or non-occurrence of one or more uncertain future events.

Contingent assets are not recognized in the Balance Sheet, but when relevant, they are disclosed in the Bank's financial statements when it is probable that economic benefits will flow to the entity.

t. Earnings per share

Calculated based on the weighted average of shares during the periods. Segregated between basic and diluted, as required by accounting practices for publicly-held companies

u. Recognition of income/expense

The result of operations is calculated using the accrual basis.

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v. Recurring and nonrecurring income

In accordance with BCB Resolution No. 2/2020, BTG Pactual discloses the non-recurring result in explanatory note (28b.), presenting non-recurring events that occurred and contributed to the result, which are not related (or incidentally related) to the ordinary activities of the Bank.

5. Risk management

At BTG Pactual, risk is managed with the involvement of all levels of management and control of the Institution. The Bank's Board of Directors, pursuant to CMN Resolution 4557/2017, is responsible for setting the levels of risk appetite, approving and reviewing the policies, strategies and risk limits, capital management strategies and policies, the stress testing program, the management of the going concern policy, among other activities. The Executive Board is in charge of formulating policies, defining risk guidelines, and supervising risk management and control processes. Next, there is a set of risk committees and of areas, in charge of risk management and control activities.

The main committees/areas involved in risk management activities are the following: (i) Meeting of the Executive Board, which formulates policies, proposes global limits and is the highest court responsible for managing our risks; (ii) Capital and Risk Committee, made up of a majority of independent members who assess the results of risk management and of the strategies; (iii) New Products Committee, which assesses the feasibility and supervises the implementation of proposed new businesses and products; (iv) Credit Risk Area, which is responsible for approving new credit transactions in accordance with the guidelines established by Chief Risk Officer ("CRO"); (v) Market Risk area, which is responsible for monitoring market risk, including the use of the risk limits (VaR), and for approving exceptions as set forth in the internal rules; (vi) Operating Risk area, which assesses the key operational risks against the internal policies and the regulatory limits; (vii) The Compliance Committee, which is responsible for establishing Anti-Money Laundering ("AML") rules and for reporting potential problems involving money laundering; (viii) CRO, which is responsible for Monitoring the liquidity risk, including a cash position and management of structure of capital; (ix) Audit Committee which is responsible for the independent assessment of the adequacy of the internal controls, the assessments regarding the maintenance of accounting records, and the quality and integrity of the financial statements; (x) Social and Environmental Risk area, which assesses the social, environmental, and climate risks, in accordance with the principles of relevance and proportionality, and manages and mitigates adverse social, environmental, and climate impacts resulting from our operations and activities; and (xi) ESG Committee, responsible for supervising e managing the implementation of ESG policies and procedures, regarding social, environmental and climatic risks, in order to guarantee that the Bank is compliant with these guidelines.

The Bank monitors and controls risk exposure through a variety of separate but complementary internal credit, financial, operational, compliance, tax, and legal systems. We believe that the involvement of committees and areas (including their subcommittees) with ongoing risk management and control promotes a culture of rigorous and effective risk control throughout the BTG Pactual Group. The Bank's committees are composed of senior members of the business units and of senior members of the control departments, who are segregated and independent of the business areas. Further details on risk management can be found at <https://ri.btgpactual.com/>, in the Corporate Governance / Risk Management section.

a. Operational limits

	03/31/23	03/31/22
Consolidated Equity	44,207,586	40,514,843
Level I	40,209,067	34,791,993
Core Capital	39,785,440	34,407,196
Supplementary Capital	423,627	384,797
Level II	7,132,235	4,626,696
Reference Equity (RE) - (a)	47,341,302	39,418,690
Required Reference Equity (RRE)	24,426,604	21,050,392
Risk-weighted total exposure – (b)	305,332,552	263,129,897
Credit Risk	234,759,390	200,441,446
Operating Risk	25,615,023	23,555,296
Market Risk	44,958,139	39,133,155
Basileia Ratio - (a/b)	15.5%	15.0%
Level I Capital	13.2%	13.2%
Level II Capital	2.3%	1.8%
Noncurrent asset consumption index	56.5%	63.3%
63.3Noncurrent asset threshold (NAT)	23,670,651	19,709,345
Noncurrent asset threshold situation	14,104,937	12,469,896
Margin or deficit value	9,565,714	7,239,448

CMN Resolutions No. 4.955 and 4.958 of 2021 were observed, which came into force in January 2022, and provide for the criteria of calculating installments and capital requirements, including the minimum requirements for Reference Equity (PR), Tier I Capital, and Core Capital, and the Additional of Core Capital. For the calculation of risk shares, the procedures provided for in Circular Letters Nos. 3644, 3652, 3679, of 2013, and 3696, of 2014, for credit risk, were observed in Circular Letters Nos. 3634, 3635, 3636, 3637, 3638, 3639, 3641 and 3645, all of 2013, and Circular Letter No. 3498, of 2011, for the risk of market, and in Circular Letters Nos. 3640 and 3675, of 2013, for operational risk, all from Bacen.

The Bank elected to basic indicator approach to measure the Operating Risk.

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In the period ended March 31, 2023 and the year ended December 31, 2022, all prudential and operational limits were fully complied with.

b. Market risk

Sensitivity Analysis

Value at Risk (VaR) is a measurement of the potential loss in financial instruments due to adverse changes in the market within a determined period scenario, with a specific confidence level. The VaR, together with the stress testing, is used to measure the exposure of our financial instruments to market risk. BTG Pactual applies the historic simulation with full remeasurement of the instruments to calculate VaR, preserving the actual distributions and the correlation between the assets, disregarding Greek approximations and of normal distributions. Our VaR may be measured and indicated according to different periods, historical data and confidence levels. The accuracy of the market risk methodology is tested through daily back testing, which compare adherence between VaR estimates and realized earnings and losses incurred.

The VaR presented below was calculated for a one-day period, 95% confidence level and one year of historical data. A 95% confidence level means that there is a possibility, in twenty occurrences, that the net revenues from trading will be below the estimated VaR. Thus, deficits in trading net revenues on a single trading day greater than the VaR presented are expected to occur, on average, about once a month. Deficits in one single day may exceed the VaR presented at significant amounts; and may occur more frequently or accumulate throughout a longer period, as a number of consecutive trading days. As it depends on historical data, VaR accuracy has limited capacity to forecast unprecedented changes in the market, likewise historical distributions in the market risk factors, which cannot produce accurate future market risk estimates. Different VaR methodologies and statistical distribution may produce a substantially different VaR. In addition, the VaR calculated for a one-day period does not capture the market risk of the positions that cannot be settled or cleared by hedges within a one-day period. As previously mentioned, we use models in the stress testing as a supplement to VaR in our daily activities with risk exposure.

The table below contains the daily average VaR of the Bank for the periods ended:

In millions of BRL	March 2023	March 2022
Daily Average of VaR	125.6	120.9

c. Credit risk

All counterparties of the Bank and its subsidiaries are subjected to a rigorous credit analysis process, the main focus of which is the assessment of the borrower's ability to pay, based on simulations of cash flow, leverage and debt schedule, asset quality, interest coverage and swivel. Qualitative aspects, such as strategic guidance, business sector, areas of specialization, efficiency, regulatory environment, and market interest, are systematically evaluated and complement the credit analysis process. The counterparties' credit limits are established by Senior Management and are regularly reviewed. The measurement and monitoring of credit risk exposures encompasses all the financial instruments capable of generating counterparty risk, such as private bonds, derivatives, guarantees provided, possible risks of settlement of the transactions, among others.

d. Liquidity risk

The Bank and its subsidiaries manage the liquidity risk by concentrating its portfolio on high credit-quality and high-liquidity assets, using resources obtained through top-tier counterparties at competitive rates. The Bank and its subsidiaries maintain a strong capital structure and a low degree of leverage. Possible mismatches between assets and liabilities are monitored, considering the impact of extreme market conditions, in order to assess their ability to carry out assets or to decrease leverage. The guarantees in the transactions are also monitored on a timely basis.

e. Operating risk

In line with the guidelines of Bacen and the concepts of the Basel Committee, the Bank established operating risk management policy applicable to the Bank and its subsidiaries in Brazil and abroad.

The policy consists of a set of principles, procedures, and instruments that provide for the permanent adequacy of risk management to the size, nature, and complexity of the Bank's products, services, activities, processes, and systems.

The Bank and its subsidiaries have a strong operational risk management culture, which is based on risk assessment, monitoring, simulation, and validation, and is based on consistent internal controls. There is a constant improvement in operational risk management and control mechanisms, aiming at complying with normative requirements and regulatory agencies' guidelines, rapid adaptation to changes, and anticipation of trends, among which we can highlight the new Basel revision proposals.

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f. Social, environmental and climatic risk (ESG)

BTG Pactual understands social, environmental and climatic risk as: financial losses or damage to the banks image and / or reputation, as a result of social and / or environmental damage. This also includes the possibility of losses for the institution directly or not caused by events associated to the low carbon economy transition process, in which greenhouse gas emissions are either reduced or compensated; and losses associated with extreme environmental conditions that may be related to climate changing patterns.

Btg Pactual, while conducting its business, activities and operating processes based on responsible and sustainable business practices, is committed to balancing economic, financial, regulatory, environmental, social and climatic aspects in its operations. We believe the solid commercial practices and company responsibility are long term values that should be applied daily to generate value for shareholders and clients through sustainable growth.

For updated information regarding the aforementioned risks and ESG, see our annual reports published in IR webpage, as well as our ESG page.

6. Cash and cash equivalents

The balance of this line item basically refers to deposits in banks.

7. Interbank liquidity investments

Bank	3/31/23						12/31/22
	Total	Up to 90 days	From 90 to 365 days	From 1 to 3 years	From 3 to 5 years	Over 5 years	Total
Open market investments	75,962,917	73,758,421	266,300	-	-	1,938,196	64,196,188
Portfolio position	19,216,301	18,621,275	266,300	-	-	328,726	10,527,721
Federal government bonds	16,717,756	16,122,730	266,300	-	-	328,726	9,912,351
Private bonds abroad	2,498,545	2,498,545	-	-	-	-	43,980
Corporate bonds	-	-	-	-	-	-	571,390
Financed position	51,111,465	50,129,017	-	-	-	982,449	48,554,428
Short position	5,635,151	5,008,130	-	-	-	627,021	5,114,039
Investments in interbank deposits (*)	12,107,494	5,954,878	634,035	4,891,010	627,570	-	11,439,149
Interbank Deposit Certificate	6,820,883	668,268	634,035	4,891,010	627,570	-	5,154,005
Foreign currency investments - overnight	5,286,610	5,286,610	-	-	-	-	6,285,144
Total	88,070,411	79,713,299	900,335	4,891,010	627,570	1,938,196	75,635,337

On March 31, 2023, the guarantees received in the repurchase agreements amounted to BRL 76,998,496 (December 31, 2022 – BRL 64,797,549).

Consolidated	3/31/23						12/31/22
	Total	Up to 90 days	From 90 to 365 days	From 1 to 3 years	From 3 to 5 years	Over 5 years	Total
Open market investments	70,933,247	69,142,702	266,975	-	-	1,523,570	65,365,726
Portfolio position	19,274,011	18,268,739	266,975	-	-	738,297	10,329,313
Federal government bonds	16,205,479	15,200,882	266,300	-	-	738,297	10,037,380
Bonds issued by governments of other countries	2,765,780	2,765,780	-	-	-	-	466
Private bonds abroad	178,078	178,078	-	-	-	-	80,169
Corporate bonds	124,674	123,999	675	-	-	-	211,298
Financed position	45,304,504	44,563,078	-	-	-	741,426	46,136,586
Short position	6,354,732	6,310,885	-	-	-	43,847	8,899,827
Investments in interbank deposits (*)	7,855,781	7,385,868	453,935	15,978	-	-	8,748,547
Interbank Deposit Certificate	518,732	48,820	453,935	15,978	-	-	729,352
Foreign currency investments - overnight	7,337,049	7,337,049	-	-	-	-	8,019,195
Total	78,789,028	76,528,570	720,910	15,978	-	1,523,570	74,114,273

(*) The balance basically refers to interbank deposits in banks.

On March 31, 2023, the guarantees received in the repurchase agreements amounted to BRL 71,965,888 (December 31, 2022 – BRL 65,365,726).

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8. Securities

a. Summary by portfolio type

Following is the composition per type of security, contractual maturity, and type of the portfolio of bonds and securities:

	Bank				Consolidated			
	31/03/2023		31/12/2022		31/03/2023		31/12/2022	
	Cost	Market	Book value	Book value	Cost	Market	Book value	Book value
Trading	83,291,834	82,809,482	82,809,482	84,594,158	99,827,404	99,468,934	99,468,934	92,488,585
Government securities	32,077,205	31,941,613	31,941,613	33,975,042	42,186,400	41,879,968	41,879,968	38,899,387
Private securities	51,214,629	50,867,869	50,867,869	50,619,116	57,641,004	57,588,966	57,588,966	53,589,198
Available for sale	21,780,730	21,638,740	21,638,740	20,148,041	24,035,494	23,860,914	23,860,914	23,069,393
Government securities	182,477	180,076	180,076	-	323,370	322,096	322,096	859,910
Private securities	21,598,253	21,458,664	21,458,664	20,148,041	23,712,124	23,538,817	23,538,817	22,209,483
Held to maturity	-	-	-	-	9,688,717	9,483,740	9,688,717	8,816,055
Government securities	-	-	-	-	9,688,667	9,483,690	9,688,667	8,816,005
Private securities	-	-	-	-	50	50	50	50
Total of Bonds and Securities	105,072,564	104,448,222	104,448,222	104,742,199	133,551,615	132,813,588	133,018,565	124,374,033

b. Trading

Bank	03/31/23							12/31/22
	Cost	Market / Book value	Without due date	Up to 3 months	From 3 to 12 months	From 1 to 3 years	Over 3 years	Market / Book value
Government securities	32,077,205	31,941,613	-	8,158,310	9,739,556	4,417,033	9,626,714	32,975,042
Treasury Financial Bills	9,762,418	9,762,476	-	-	9,648,043	75,167	39,266	9,314,795
National Treasury Bills	996,202	875,250	-	11,303	91,513	772,434	-	5,844,627
National Treasury Notes	19,835,617	19,830,592	-	6,690,634	-	3,569,210	9,570,749	17,537,368
Foreign Government Bonds	1,482,968	1,473,294	-	1,456,373	-	222	16,699	1,278,252
Private securities	51,214,629	50,867,869	32,316,786	2,945,727	1,968,187	1,610,039	12,027,130	51,897,368
Shares	6,927,004	6,927,004	6,927,004	-	-	-	-	7,082,661
Bank Deposit Certificates	590	572	-	-	336	32	204	-
Certificate of Agribusiness Receivables	1,545,578	1,495,800	-	356,243	78,849	17,308	1,043,400	2,822,310
Certificate of Real Estate Receivables	1,509,734	1,452,149	-	164	158	2,194	1,449,633	1,531,674
Corporate Bond	418,481	418,942	-	-	112,263	4,017	302,663	768,994
Investment fund units of ownership	25,389,781	25,389,781	25,389,781	-	-	-	-	26,532,685
Debentures	11,082,571	10,843,076	-	21,442	3,915	1,586,488	9,231,230	10,159,066
Promissory Notes	1,772,666	1,772,666	-	-	1,772,666	-	-	1,721,726
Foreign Time Deposits	2,540,200	2,540,200	-	2,540,200	-	-	-	-
Others	28,023	27,678	-	27,678	-	-	-	1,278,252
Total	83,291,834	82,809,482	32,316,786	11,104,037	11,707,743	6,027,072	21,653,844	84,594,158

Consolidated	03/31/23							12/31/22
	Cost	Market / Book value	Without due date	Up to 3 months	From 3 to 12 months	From 1 to 3 years	Over 3 years	Market / Book value
Government securities	42,186,400	41,879,968	-	8,462,861	10,330,568	5,345,419	17,741,119	38,899,387
Treasury Financial Bills	11,255,989	11,255,136	-	95,979	10,166,561	767,166	225,430	10,186,375
National Treasury Bills	1,041,082	911,668	-	-	-	861,863	49,805	6,062,614
National treasury / Securitization	4,726,223	4,605,224	-	-	-	-	4,605,224	-
National Treasury Notes	21,807,793	21,745,943	-	6,871,405	-	3,654,819	11,219,719	19,154,334
Foreign Government Bonds	3,355,313	3,361,997	-	1,495,478	164,007	61,571	1,640,941	3,496,064
Private securities	57,641,004	57,588,966	35,024,836	4,597,168	1,960,187	1,744,740	14,262,035	53,589,198
Shares	10,725,825	10,725,825	10,725,825	-	-	-	-	10,006,567
Bank Deposit Certificates	-	-	-	-	-	-	-	49,784
Certificate of Agribusiness Receivables	1,528,328	1,478,060	-	356,243	61,109	17,308	1,043,400	2,822,310
Certificate of Real Estate Receivables	1,609,180	1,551,206	-	64,595	158	2,194	1,484,259	1,570,193
Corporate Bond	2,555,792	2,740,761	-	120,493	121,396	58,689	2,440,183	2,277,366
Investment fund units of ownership	24,299,010	24,299,010	24,299,010	-	-	-	-	22,729,246
Debentures	12,578,898	12,423,178	-	1,459,220	4,405	1,666,526	9,293,028	12,231,020
Promissory Notes	1,772,666	1,772,666	-	-	1,772,666	-	-	1,721,726
Foreign Time Deposits	2,540,200	2,567,091	-	2,567,091	-	-	-	-
Others	31,104	31,166	-	29,526	453	23	1,165	180,986
Total	99,827,404	99,468,934	35,024,836	13,060,030	12,290,755	7,090,159	32,003,154	92,488,585

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c. Available for sale

Bank	03/31/23							12/31/22
	Cost	Market / Book value	Without due date	Up to 3 months	From 3 to 12 months	From 1 to 3 years	Over 3 years	Market / Book value
Government securities	182,477	180,076	-	-	-	-	180,076	-
Brazilian external debt bonds	182,477	180,076	-	-	-	-	180,076	-
Private securities	21,598,253	21,458,664	1,396,181	860,330	2,825,409	9,762,923	6,613,822	20,148,041
Shares	1,301,136	1,301,136	1,301,136	-	-	-	-	1,242,738
Rural - product bond (i)	8,126,286	8,085,337	-	478,327	449,938	4,413,954	2,743,118	6,612,834
Certificate of Agribusiness Receivables	15,120	14,969	-	-	-	-	14,969	15,038
Certificate of Real Estate Receivables	1,286	1,182	-	-	1,078	-	104	1,216
Corporate Bond	2,335,516	2,314,782	-	-	5,017	54,512	2,255,253	1,871,596
Investment fund units of ownership	95,045	95,045	95,045	-	-	-	-	146,465
Debentures	5,978,867	5,924,528	-	249,902	2,058,185	3,105,813	510,629	6,495,010
Promissory Notes	3,588,537	3,565,234	-	118,199	311,190	2,188,644	947,201	3,520,241
Others	156,459	156,451	-	13,903	-	-	-	242,903
Total	21,780,730	21,638,740	1,396,181	860,330	2,825,409	9,762,923	6,793,897	20,148,041

Consolidated	03/31/23							12/31/22
	Cost	Market / Book value	Without due date	Up to 3 months	From 3 to 12 months	From 1 to 3 years	Over 3 years	Market / Book value
Government securities	323,370	322,096	-	-	29,000	102,384	190,712	859,910
National Treasury Bills	26,170	26,129	-	-	10,399	5,093	10,636	72,294
Others	297,200	295,968	-	-	18,601	97,291	180,076	787,616
Private securities	23,712,124	23,538,817	2,251,104	856,895	2,975,911	10,292,466	7,162,442	22,209,483
Shares	2,186,293	2,186,293	2,186,293	-	-	-	-	2,373,916
Rural - product bond (i)	8,126,286	8,085,337	-	478,327	449,938	4,413,954	2,743,118	6,612,834
Certificate of Agribusiness Receivables	15,120	14,969	-	-	-	-	14,969	15,038
Certificate of Real Estate Receivables	221,444	210,967	-	284	1,905	809	207,969	211,245
Corporate Bond	3,173,942	3,135,088	-	10,155	144,870	378,860	2,601,203	2,710,234
Investment fund units of ownership	64,811	64,811	64,811	-	-	-	-	66,293
Debentures	6,321,354	6,261,780	-	249,902	2,058,185	3,310,198	643,496	6,632,630
Promissory Notes	3,588,537	3,565,234	-	118,199	311,190	2,188,644	947,201	3,520,241
Bank Deposit Certificates	14,337	14,339	-	29	9,823	-	4,487	67,052
Total	24,035,494	23,860,914	2,251,104	856,895	3,004,911	10,394,850	7,353,153	23,069,393

(i) The rural-product notes are presented under the available-for-sale category, and the comparative figures have been adjusted to reflect the management strategy established at the origination of these products.

d. Held to maturity

Consolidated	03/31/23						12/31/22	
	Cost / Book value	Up to 3 months	From 3 to 12 months	From 1 to 3 years	Over 3 years	Market	Cost / Book value	Market
Government securities	9,688,667	4,278,537	-	3,607,310	1,802,820	9,483,690	8,816,005	8,556,715
National Treasury Bills	9,688,667	4,278,537	-	3,607,310	1,802,820	9,483,690	8,816,005	8,556,715
Private securities	50	-	50	-	-	50	50	50
Others	50	-	50	-	-	50	50	50
Total	9,688,717	4,278,537	50	3,607,310	1,802,820	9,483,740	8,816,055	8,556,765

The Bank has the intention and the financial capacity to hold these assets until maturity.

e. Reclassification of bonds and securities

In the period ended March 31, 2023, there were no reclassifications of categories for securities by Management. In the year ended December 31, 2022, securities categories were reclassified in the amount of BRL393,168 from the trading category to the available-for-sale category. The reclassifications of categories were carried out in line with Management's intention to manage securities, which take into account the characteristics of securities.

9. Derivative financial instruments

The Bank and its subsidiaries actively participate in risk intermediation operations involving derivative financial instruments, meeting their own needs and those of their customers, in order to reduce exposure to the market, currency and interest rate risks. A few derivative financial instruments may be associated with transactions with bonds and securities or, even with rights and obligations.

The management of the risks involved in these operations is carried out through strict control policies, establishment of strategies, determination of limits, among other monitoring techniques. The risk exposure limits are approved by the Board of Directors, based on the policies mentioned above.

Transactions in Brazil are traded, and registered or held in custody at B3 S.A., when carried out abroad, in top-tier brokerages. The BTG Pactual Conglomerate uses different financial instruments for economic hedge, such as option, forward, future and swap with periodic adjustments. The use of these instruments is intended to hedge treasury positions in markets, in order to adjust the existing risk level in the portfolio to the exposure limits set forth, whenever the risk management and monitoring Committees/areas deem it necessary.

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• Net investment Hedge

In the period ended March 31, 2023 and fiscal year ended December 31, 2022, the Bank's net investment abroad hedge strategy consists of purchasing a hedge of exposure in foreign currency, arising from the functional currency of the foreign transaction in relation to the Bank's functional currency (real).

For protection regarding changes in future cash flows in result of foreign exchange variation on the net investments, in operations abroad, the Bank uses future contracts, financial assets and forward agreements of NDF (Non-Deliverable Forward) contracts contracted by our subsidiaries abroad.

Bank and Consolidated	03/31/23		Foreign exchange variation on investments (i)
	Hedge Instrument		
	Nominal value	Fair value changes (i)	
Hedge of net investment in foreign operations	16,529,940	197,029	(204,021)
	12/31/22		
	Hedge Instrument		Foreign exchange variation on investments (i)
	Nominal value	Fair value changes (i)	
Hedge of net investment in foreign operations	17,833,471	1,090,005	(1,088,823)

(i) Amount presented at Statement of comprehensive income

• Fair value Hedge

The Bank adopts the fair value hedge strategy, which consists of accounting for the desired economic protection effects. The fixed rate exposure comes from the Financing and Structured Credit activity that the Bank operates with its customers through the Corporate Lending area, and due to the characteristics and practice of the Brazilian market.

Also, to finance all of Banco BTG Pactual's business lines, funding is carried out through debt instruments indexed mainly as a percentage of the CDI and IPCA, consequently with intrinsic exposure to the pre-fixed rate.

The main objects protected through this strategy are Bank Deposit Certificates - CDB, Financial Bills - LF, Agrarian Credit Bills - LCA and Real Estate Credit Bills - LCI.

The instruments designated for the hedge relation, in turn, are DI and IPCA futures (DAP) and Swaps.

Bank and Consolidated	03/31/23		Hedge Object
	Hedge Instrument		
	Nominal value	Market (i)	
Fair value hedge	(3,387,436)	(678,871)	726,386
	12/31/22		
	Hedge Instrument		Hedge Object
	Nominal value	Market (i)	
Fair value hedge	(14,403,135)	(770,541)	877,576

a. Notional amounts in clearing and off-balance sheet accounts

The notional amounts of transactions with financial instruments are recorded in clearing accounts and the adjustments/premiums in balance sheet accounts. In the positions undertaken resulting from operations with derivative financial instruments, as set forth below, the provisions of Bacen Circular Letter No. 3641/2013 were considered, which provides for the exclusion of agreements in currency, gold, and other assets linked to foreign exchange exposure, maturing on the first business day subsequent to the date of determination of the foreign exchange exposure. Receivables and payables are presented separately for Swap, Non-Deliverable Forward (NDF) and Deliverable Forward (DF) derivatives in the next table.

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Bank	3/31/23				12/31/22
	Up to 6 months	From 6 to 12 months	Over 1 year	Total	Total
Future market					
Long position	47,232,371	13,279,842	18,773,594	79,285,807	61,654,129
Currency	135,720	-	-	135,720	4,325
Interest rate	38,067,132	11,551,243	14,962,067	64,580,443	43,670,938
Commodities	758,569	9,441	8,493	776,504	1,541,009
Indexes	8,270,950	1,719,158	3,803,033	13,793,141	16,437,857
Short position	17,699,455	11,983,539	18,315,041	47,998,035	36,593,181
Currency	10,333,921	-	-	10,333,921	4,957,410
Interest rate	7,174,122	11,853,525	13,037,745	32,065,392	25,600,336
Commodities	49,888	130,013	635	180,537	1,305,590
Indexes	141,524	-	5,276,661	5,418,186	4,729,845
Swap					
Asset position	56,480,048	178,369,485	528,505,023	763,354,556	849,893,950
Currency	10,973,969	81,494,903	199,119,925	291,588,797	298,678,615
Interest rate	42,646,937	91,354,769	323,552,148	457,553,854	545,998,743
Commodities	861,381	747,871	904,110	2,513,362	3,137,048
Share	1,997,761	4,771,941	4,928,841	11,698,543	2,079,544
Liabilities position	56,480,048	178,369,485	528,505,023	763,354,556	849,893,950
Currency	10,973,969	81,494,903	199,119,925	291,588,797	298,678,615
Interest rate	42,646,937	91,354,769	323,552,148	457,553,854	545,998,743
Indexes	861,381	747,871	904,110	2,513,362	3,137,048
Share	1,997,761	4,771,941	4,928,841	11,698,543	2,079,544
Credit derivatives					
Asset position	-	-	1,531,339	1,531,339	1,348,213
Sovereign	-	-	32,946	32,946	33,837
Corporate	-	-	1,498,393	1,498,393	1,314,376
Liabilities position	-	-	6,291,674	6,291,674	5,198,876
Sovereign	-	-	83,750	83,750	33,837
Corporate	-	-	6,207,924	6,207,924	5,165,039
Forward contracts - NDF					
Asset position	106,097,181	12,506,510	20,356,194	138,959,885	133,491,438
Currency	102,199,998	9,048,349	1,008,620	112,256,967	106,562,866
Commodities	3,897,183	3,458,161	19,347,574	26,702,918	26,928,572
Liabilities position	106,097,181	12,506,510	20,356,194	138,959,885	133,491,438
Currency	102,199,998	9,048,349	1,008,620	112,256,967	106,562,866
Commodities	3,897,183	3,458,161	19,347,574	26,702,918	26,928,572
Forward transactions					
Asset position	5,302,677	271	-	5,302,947	7,142
Interest rate	1,404,693	271	-	1,404,964	-
Government bonds	3,897,983	-	-	3,897,983	7,142
Liabilities position	5,302,677	271	-	5,302,947	7,142
Interest rate	1,404,693	271	-	1,404,964	-
Government bonds	3,897,983	-	-	3,897,983	7,142
Options					
Asset position					
Call option purchase	46,723,585	18,364,118	1,409,859	66,497,562	67,619,638
Share	2,020,621	439,332	66,141	2,526,094	3,184,071
Commodities	1,666,180	1,476,126	-	3,142,306	1,407,593
Indexes	32,744,347	11,433,740	-	44,178,087	-
Currency	8,780,139	5,014,920	1,343,718	15,138,776	53,043,152
Interest rate	1,512,298	-	-	1,512,298	9,984,822
Put option purchase	441,064,207	136,270,291	130,811	577,465,310	145,169,392
Share	4,750,936	214,686	10,599	4,976,220	957,842
Commodities	197,204	2,581	-	199,785	439,962
Indexes	420,199,446	133,094,500	-	553,293,946	-
Currency	5,928,632	2,958,525	120,213	9,007,370	130,147,260
Interest rate	9,987,988	-	-	9,987,988	8,660,991
Others	-	-	-	-	4,963,337
Liabilities position					
Call option sale	42,223,595	17,250,081	69,589	59,543,265	64,042,231
Share	1,943,584	442,041	11,298	2,396,923	3,226,918
Commodities	1,787,771	1,145,113	-	2,932,884	1,356,016
Indexes	32,766,351	11,508,500	-	44,274,851	53,007,094
Currency	4,204,531	4,154,427	58,291	8,417,248	6,452,203
Interest rate	1,521,359	-	-	1,521,359	-
Put option sale	443,033,816	136,245,819	796,390	580,076,025	144,193,801
Share	4,932,049	254,815	10,599	5,197,463	890,159
Commodities	250,134	248,524	-	498,658	821,323
Government bonds	420,330,660	133,094,500	-	553,425,160	130,126,649
Indexes	4,084,599	2,647,979	785,792	7,518,370	7,392,333
Interest rate	13,436,375	-	-	13,436,375	4,963,337

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Consolidated	3/31/23			Total	31/12/2022
	Up to 6 months	From 6 to 12 months	Over 1 year		Total
Future market					
Long position	57,681,576	14,022,803	20,406,546	92,110,926	63,524,718
Currency	1,283,912	-	-	1,283,912	326,896
Interest rate	47,300,399	12,293,318	16,595,020	76,188,737	43,903,695
Commodities	806,785	10,327	8,493	825,606	2,843,478
Indexes	8,290,480	1,719,158	3,803,033	13,812,671	16,450,649
Short position	20,276,895	11,993,111	18,472,869	50,742,874	57,514,170
Currency	10,339,019	-	-	10,339,019	5,270,756
Interest rate	9,744,906	11,862,732	13,195,573	34,803,211	43,324,813
Commodities	50,424	130,379	635	181,438	4,188,836
Indexes	142,546	-	5,276,661	5,419,207	4,729,765
Swap					
Asset position	53,352,853	44,937,022	51,666,787	149,956,662	204,628,644
Currency	10,973,969	6,273,642	1,385,546	18,633,158	24,270,800
Interest rate	40,364,285	35,734,569	49,638,813	125,737,666	177,024,152
Commodities	476,124	340,810	98,068	915,002	1,275,154
Indexes	-	-	-	-	80
Share	1,538,475	2,588,002	544,359	4,670,836	2,058,458
Liabilities position	53,352,853	44,937,022	51,666,787	149,956,662	204,628,564
Currency	10,973,969	6,273,642	1,385,546	18,633,158	24,270,800
Interest rate	40,364,285	35,734,569	49,638,813	125,737,666	177,024,152
Indexes	476,124	340,810	98,068	915,002	1,275,154
Share	1,538,475	2,588,002	544,359	4,670,836	2,058,458
Credit derivatives					
Asset position	-	-	1,531,339	1,531,339	1,348,213
Sovereign	-	-	32,946	32,946	33,837
Corporate	-	-	1,498,393	1,498,393	1,314,376
Liabilities position	-	-	6,225,629	6,225,629	5,131,045
Sovereign	-	-	63,429	63,429	12,966
Corporate	-	-	6,162,200	6,162,200	5,118,079
Forward contracts - NDF					
Asset position	87,399,438	11,094,446	20,085,614	118,579,498	110,483,208
Currency	83,502,255	7,636,285	738,039	91,876,579	83,554,636
Commodities	3,897,183	3,458,161	19,347,574	26,702,918	26,928,572
Liabilities position	87,399,438	11,094,446	20,085,614	118,579,498	110,483,208
Currency	83,502,255	7,636,285	738,039	91,876,579	83,554,636
Commodities	3,897,183	3,458,161	19,347,574	26,702,918	26,928,572
Forward transactions					
Asset position	28,868,916	249,232	53,022	29,171,170	18,273,568
Interest rate	13,373,185	90	23,050	13,396,325	464,376
Commodities	2,988,164	228,626	27,444	3,244,234	17,205,770
Government bonds	12,313,828	-	-	12,313,828	465,818
Share	193,739	20,515	2,529	216,784	-
Currency	-	-	-	-	137,604
Liabilities position	28,868,916	249,232	53,022	29,171,170	17,809,192
Interest rate	13,373,185	90	23,050	13,396,325	-
Commodities	2,988,164	228,626	27,444	3,244,234	17,205,770
Government bonds	12,313,828	-	-	12,313,828	465,818
Share	193,739	20,515	2,529	216,784	137,604
Options					
Asset position					
Call option purchase	15,203,626	4,312,376	1,471,024	20,987,026	65,211,784
Share	3,094,538	510,882	127,306	3,732,725	3,545,328
Commodities	1,734,735	1,477,000	-	3,211,735	1,433,412
Indexes	1,239,244	-	-	1,239,244	53,046,476
Currency	7,622,811	2,324,494	1,343,718	11,291,023	7,186,568
Interest rate	1,512,298	-	-	1,512,298	-
Put option purchase	29,464,547	2,882,685	131,057	32,478,289	150,801,181
Share	13,284,931	308,793	10,845	13,604,569	6,558,305
Commodities	228,430	3,454	-	231,884	471,918
Indexes	487,477	-	-	487,477	130,179,914
Currency	5,475,721	2,570,437	120,213	8,166,371	8,627,707
Interest rate	9,987,988	-	-	9,987,988	4,963,337
Liabilities position					
Call option sale	10,945,516	5,588,591	23,342	16,557,449	68,721,674
Share	3,280,468	605,740	22,781	3,908,989	3,600,048
Commodities	1,810,851	1,145,113	-	2,955,963	1,402,701
Indexes	641,942	-	-	641,942	53,030,026
Currency	3,690,896	3,837,739	561	7,529,196	6,266,135
Interest rate	1,521,359	-	-	1,521,359	4,422,764
Put option sale	23,347,518	1,824,125	738,660	25,910,304	142,667,413
Share	5,892,803	400,340	10,599	6,303,741	1,131,960
Commodities	265,071	248,524	-	513,596	845,943
Government bonds	501,993	-	-	501,993	130,153,346
Indexes	3,251,276	1,175,261	728,062	5,154,599	5,510,624
Interest rate	13,436,375	-	-	13,436,375	4,963,337

b. By cost and market value

Bank	03/31/23				12/31/22
	Cost	Market	Up to 6 months	From 6 to 12 months	Over 1 year
Swaps					
Asset position	2,584,715	3,410,303	705,264	1,021,900	1,683,138
Liabilities position	3,265,398	4,974,794	1,133,066	1,325,684	2,516,045
Credit derivatives					
Asset position	202,410	167,825	-	-	167,825
Liabilities position	(145,803)	144,788	-	-	144,788

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Forward contracts - NDF						
Asset position	4,668,802	2,899,345	486,344	875,098	1,537,903	1,749,669
Liabilities position	3,999,083	4,697,446	2,516,791	978,418	1,202,237	4,837,054
Forward contracts						
Asset position	-	5,346,893	5,346,741	151	-	7,088
Liabilities position	-	5,343,233	5,343,080	153	-	7,134
Options market						
Asset position	554,950	2,696,973	1,770,872	596,714	329,387	3,121,525
Liabilities position	832,517	1,850,671	1,032,472	546,389	271,811	2,034,096
Asset position	8,010,877	14,521,338	8,309,221	2,493,863	3,718,254	9,562,657
Liabilities position	7,951,196	17,010,932	10,025,408	2,850,644	4,134,880	14,049,057

Consolidated	3/31/23					12/31/22
	Cost	Market	Up tp 6 months	From 6 to 12 months	Over 1 year	Total
Swaps						
Asset position	4,100,839	4,902,002	1,041,533	1,059,931	2,800,538	6,430,579
Liabilities position	4,897,130	4,424,796	1,291,818	676,301	2,456,676	4,088,255
Credit derivatives						
Asset position	4,976	165,369	-	-	165,369	124,003
Liabilities position	51,632	139,812	-	-	139,812	241,160
Forward contracts - NDF						
Asset position	5,695,230	3,700,059	912,434	1,175,956	1,611,669	2,534,071
Liabilities position	4,967,253	4,809,254	2,301,502	1,261,623	1,246,129	5,260,535
Forward contracts						
Asset position	26,083,110	27,057,787	25,000,674	28,102	2,029,011	1,887,209
Liabilities position	25,974,215	26,925,521	24,873,583	25,583	2,026,355	2,085,240
Options market						
Asset position	1,765,857	2,847,047	1,881,988	568,093	396,966	3,312,354
Liabilities position	1,085,231	1,860,078	1,082,588	511,282	266,209	2,085,239
Asset position	37,650,013	38,672,265	28,836,629	2,832,082	7,003,554	14,288,216
Liabilities position	36,975,460	38,159,461	29,549,491	2,474,789	6,135,180	13,760,429

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c. Notional amount by counterparty

Bank	03/31/23					12/31/22
	Clearance / stock exchange	Financial institutions and Funds	Companies	Individuals	Total	Total
Future market						
Long position	79,285,807	-	-	-	79,285,807	61,654,130
Short position	47,998,035	-	-	-	47,998,035	36,593,181
Swap						
Asset position	17,619,036	728,293,082	17,150,868	291,571	763,354,556	849,893,950
Liabilities position	17,619,036	728,293,082	17,150,868	291,571	763,354,556	849,893,950
Credit derivatives						
Asset position	-	1,531,339	-	-	1,531,339	1,348,213
Liabilities position	-	6,291,674	-	-	6,291,674	5,198,875
Forward contracts - NDF						
Asset position	-	83,781,551	55,020,819	157,515	138,959,885	133,491,439
Liabilities position	-	83,781,551	55,020,819	157,515	138,959,885	133,491,439
Forward transactions						
Asset position	-	5,277,640	-	25,308	5,302,947	7,142
Liabilities position	-	5,277,640	-	25,308	5,302,947	7,142
Options market						
Asset position	-	641,527,430	2,425,398	10,043	643,962,872	212,789,031
Liabilities position	-	637,414,640	2,198,492	6,158	639,619,290	208,236,032
Asset position	96,904,843	1,460,411,041	74,597,085	484,437	1,632,397,407	1,259,183,905
Liabilities position	65,617,071	1,461,058,586	74,370,179	480,551	1,601,526,388	1,233,420,619

Consolidated	03/31/23					12/31/22
	Clearance / stock exchange	Financial institutions and Funds	Companies	Individuals	Total	Total
Future market						
Long position	92,110,926	-	-	-	92,110,926	63,524,718
Short position	50,742,874	-	-	-	50,742,874	57,514,170
Swap						
Asset position	17,619,036	114,836,771	17,209,284	291,571	149,956,662	204,628,645
Liabilities position	17,619,036	114,836,771	17,209,284	291,571	149,956,662	204,628,565
Credit derivatives						
Asset position	-	1,531,339	-	-	1,531,339	1,348,213
Liabilities position	-	6,225,629	-	-	6,225,629	5,131,045
Forward contracts - NDF						
Asset position	-	48,435,066	69,986,917	157,515	118,579,498	110,483,208
Liabilities position	-	48,435,066	69,986,917	157,515	118,579,498	110,483,208
Forward transactions						
Asset position	216,784	25,710,153	3,244,234	-	29,171,170	18,273,566
Liabilities position	216,784	25,710,153	3,244,234	-	29,171,170	17,809,190
Options market						
Asset position	1,821,532	49,154,616	2,479,123	10,043	53,465,314	216,012,965
Liabilities position	2,821,207	37,441,896	2,198,492	6,158	42,467,753	206,904,120
Asset position	111,768,278	239,667,946	92,919,557	459,129	444,814,910	614,271,315
Liabilities position	71,399,901	232,649,515	92,638,927	455,244	397,143,587	602,470,298

d. Credit derivatives

	Bank		Consolidated	
	03/31/23	31/12/2022	03/31/23	31/12/2022
Credit swap				
Risk transferred				
Sovereign	32,946	33,837	32,946	33,837
Corporate	1,498,393	1,314,376	1,498,393	1,314,376
Risk received				
Sovereign	(83,750)	(33,837)	(63,429)	(12,966)
Corporate	(6,207,924)	(5,165,039)	(6,162,200)	(5,118,079)
Total	(4,760,335)	(3,850,663)	(4,694,290)	(3,782,832)

In the period ended on March 31, 2023, and in the year ended in 2022, there were no credit events related to triggering events provided for in these agreements.

e. Margins pledged in collaterals

The guarantee margin given in operations traded on B3 S.A. and on other stock exchanges with derivative financial instruments is mainly composed of federal government bonds, bonds issued by governments from other countries, debentures and others, totaling BRL 1,017,285 for the bank and BRL 4,236,752 for the consolidate (December 31, 2022 – BRL 1,107,398 and BRL 3,674,668).

10. Loan operations

Loan operations are classified into risk levels in accordance with the criteria established by CMN Resolution No. 2682/1999. This classification considers, among other factors, a periodic analysis of the operations, delays, customer history, and guarantees of operations, as well as the application of internal models for retail operations.

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The provision for expected losses associated with credit risk is set based on the risk levels of the transactions established by the aforementioned Resolution.

Credit operations and other operations with credit granting characteristics can be demonstrated as follows:

a. Loan operations

i. By loan type

Type of credit	Bank				Consolidated			
	03/31/23		12/31/22		03/31/23		12/31/22	
	Balance	Provision	Balance	Provision	Balance	Provision	Balance	Provision
Loans	45,395,730	(2,028,338)	51,586,293	(1,978,747)	78,008,189	(3,771,834)	84,924,615	(3,848,090)
Financings	7,137,967	(522,517)	6,299,715	(500,823)	24,636,496	(1,499,121)	22,722,026	(1,490,735)
FINAME/BNDES	4,542,232	(22,352)	4,611,090	(22,298)	4,542,232	(22,352)	4,611,090	(22,298)
Transactions with credit granting characteristics	960,747	(5,834)	1,002,312	(19,730)	2,960,258	(56,564)	3,294,589	(81,321)
Advance on foreign exchange contracts	3,700,340	(14,818)	3,600,871	(12,637)	3,700,340	(14,818)	3,600,871	(12,637)
Financing of bonds and securities	266,266	-	342,822	-	1,095,020	(17,102)	1,000,715	(17,667)
Credits assigned with joint obligation	-	-	-	-	161,902	(10,682)	198,221	(13,283)
Subtotal	62,003,282	(2,593,860)	67,443,103	(2,534,235)	115,104,437	(5,392,474)	120,352,127	(5,486,031)
Adjustments to market value (i)	65,269	-	13,219	-	39,954	-	(243,078)	-
Total credit operations	62,068,551	(2,593,860)	67,456,322	(2,534,235)	115,144,391	(5,392,474)	120,109,049	(5,486,031)

(i) Includes operations that are subject to hedge accounting.

ii. By risk level and maturity

Risk level	Bank						12/31/22	
	03/31/23						Total	Provision
	Overdue	To become overdue			Total	Provision		
		Up to 6 months	From 6 to 12 months	After 12 months				
AA	17,365	12,180,158	1,040,292	14,727,826	27,965,641	-	30,992,091	-
A	21	3,281,681	2,575,604	15,021,117	20,878,423	(105,024)	19,948,942	(99,754)
B	89,575	1,506,444	1,114,781	4,858,713	7,569,513	(76,337)	9,499,502	(94,995)
C	8,131	72,713	141,680	753,077	975,601	(60,374)	1,068,313	(60,078)
D	14,648	9,103	30,049	483,234	537,035	(57,608)	916,009	(110,910)
E	2,538,575	7,284	1,659	167,859	2,715,376	(1,247,908)	3,709,617	(1,216,058)
F	173,968	2,642	2,425	399,631	578,666	(337,206)	658,222	(379,242)
G	25,814	9,676	1,264	248,086	284,839	(211,214)	294,982	(217,773)
H	199,001	100,735	35,394	163,058	498,188	(498,188)	355,425	(355,425)
Total	3,067,097	17,170,436	4,943,146	36,822,603	62,003,282	(2,593,860)	67,443,103	(2,534,235)

Risk level	Consolidated						12/31/22	
	03/31/23						Total	Provision
	Overdue	To become overdue			Total	Provision		
		Up to 6 months	From 6 to 12 months	After 12 months				
AA	196,169	15,508,328	2,720,094	19,985,578	38,410,169	(12,350)	42,289,854	(13,737)
A	131,672	13,003,992	7,205,377	31,479,049	51,820,090	(264,275)	50,137,685	(253,873)
B	549,706	2,906,538	1,631,542	7,621,108	12,708,894	(166,095)	14,257,916	(171,334)
C	246,233	684,030	466,369	1,612,595	3,009,228	(136,421)	3,043,999	(132,119)
D	314,836	185,190	161,155	1,089,934	1,751,115	(194,312)	1,925,858	(193,275)
E	2,787,240	153,576	88,211	484,209	3,513,236	(1,519,495)	4,537,909	(1,469,538)
F	420,886	81,354	60,345	561,423	1,124,008	(581,730)	1,278,615	(649,439)
G	269,468	62,873	42,176	504,374	878,891	(628,992)	935,290	(657,715)
H	1,068,392	237,948	178,172	404,293	1,888,805	(1,888,805)	1,945,001	(1,945,001)
Total	5,984,602	32,823,829	12,553,442	63,742,564	115,104,437	(5,392,474)	120,352,127	(5,486,031)

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BTG Pactual S.A.

(in thousands of Reais, except if otherwise indicated)



iii. Per sector of activity

Sector	Bank		Consolidated	
	03/31/23	12/31/22	03/31/23	12/31/22
Business	63,247	66,901	11,668,429	11,640,277
Industry	19,000,107	24,659,070	19,000,108	24,428,594
Services	38,665,710	37,300,196	41,915,916	40,669,149
Rural	612,386	685,904	616,631	689,604
Individuals	3,661,832	4,731,032	41,903,353	42,924,503
Total	62,003,282	67,443,103	115,104,437	120,352,127

b. Credit risk concentration

	Bank				Consolidated			
	03/31/23	%	12/31/22	%	03/31/23	%	12/31/22	%
Largest debtors								
10 largest debtors	17,488,155	28%	21,201,876	31%	17,532,707	15%	21,201,876	18%
The following 20 largest debtors	8,223,403	13%	10,195,916	15%	9,385,330	8%	10,779,033	9%
The following 50 largest debtors	8,892,586	14%	9,765,745	14%	10,509,761	9%	11,481,976	10%
The following 100 largest debtors	7,984,998	13%	8,976,383	13%	10,256,036	9%	11,348,026	9%
The following 200 largest debtors	6,665,538	11%	7,734,794	11%	8,898,986	8%	10,228,237	8%
The following 500 largest debtors	4,204,680	7%	4,737,404	7%	6,218,603	6%	7,108,204	6%
Over 500 largest debtors	8,543,921	14%	4,830,985	7%	52,303,014	45%	48,204,775	40%
Total	62,003,282	100%	67,443,103	100%	115,104,437	100%	120,352,127	100%

c. Allowance for loan losses due to credit risk

The activity in allowance for loan losses due to credit risk during the periods was as follows:

	Bank		Consolidated	
	03/31/23	03/31/22	03/31/23	03/31/22
Balances at the beginning of the period	(2,534,235)	(1,074,129)	(5,486,031)	(3,379,335)
Reversal / (constitution) of provision	(81,700)	(143,598)	(626,184)	(818,373)
Write-off against allowance	22,075	39,895	719,741	488,566
Balances at the end of the period	(2,593,860)	(1,177,832)	(5,392,474)	(3,709,142)

d. Renegotiation

Bank

- Credit operations renegotiated in the period ended on March 31, 2023: BRL 60,645 (BRL 178,241 - in the period ended on March 31, 2022).
- Settlements in the period ended on March 31, 2023 of contracts previously renegotiated: BRL 47,416 (BRL 26,918 - in the period ended on March 31, 2022).
- Amount written off as loss in the period ended on March 31, 2023 for contracts previously renegotiated: BRL 3,761 (41 - in the period ended on March 31, 2022).

Consolidated

- Credit operations renegotiated in the period ended on March 31, 2023: BRL 303,583 (BRL 341,905 - in the period ended on March 31, 2022).
- Settlements in the period ended on March 31, 2023 of contracts previously renegotiated: BRL 90,187 (BRL 47,151 - in the period ended on March 31, 2022).
- Amount written off as loss in the period ended on March 31, 2023 for contracts previously renegotiated: BRL 7,892 (BRL 3,563 - in the period ended on March 31, 2022).

e. Recovery of credits remanded for loss

Bank

In the period ended on March 31, 2023, the Bank recognized revenue from the recovery of loans written off as losses in the amount of BRL 8,730 (March 31, 2022 - BRL 63,082).

Consolidated

In the period ended on March 31, 2023, the BTG Pactual Group recognized revenue from the recovery of loans written off as losses in the amount of BRL 67,882 (March 31, 2022 - BRL 154,280).

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f. Guarantees provided

Bank

As of March 31, 2023, the Bank had guarantees and sureties provided in the amount of BRL 32,296,806 (December 31, 2022 - BRL 33,999,138). Provisions for losses related to these positions correspond to the amount of BRL 217,646 (December 31, 2022 - BRL 210,756).

Consolidated

As of March 31, 2023, the BTG Pactual Group had guarantees and sureties provided in the amount of BRL 32,430,126 (December 31, 2022 - BRL 35,244,204). Provisions for losses related to these positions correspond to the amount of BRL 239,156 (December 31, 2022 - BRL 234,298).

11. Other financial intermediation

a. Foreign exchange portfolio

	Bank				Consolidated			
	03/31/23		12/31/22		03/31/23		12/31/22	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
Foreign exchange purchased/sold to be settled	7,176,274	25,347,100	9,602,967	37,968,934	6,555,620	25,622,175	8,941,392	37,979,509
Foreign exchange sale rights	26,157,957	-	37,698,067	-	27,030,718	-	38,166,987	-
(-) Advances on exchange contracts (Note 10 (c))	-	(3,718,513)	-	(3,513,566)	-	(3,718,513)	-	(3,513,566)
(-) Advances in foreign currency received	(4,432)	-	(130)	-	(4,432)	-	(130)	-
(-) Advances in national currency received	(73,314)	-	(6,759)	-	(73,314)	-	(6,759)	-
Foreign exchange purchase obligations	-	10,827,215	-	12,874,884	-	10,680,459	-	12,482,472
Total	33,256,484	32,455,802	47,294,145	47,330,252	33,508,591	32,584,121	47,101,490	46,948,415
Current	33,256,484	32,454,241	47,242,897	47,313,789	33,508,591	32,582,828	47,050,374	46,946,672
Non-current	-	1,561	51,248	16,463	-	1,293	51,116	1,743

b. Securities trading and brokerage

	Bank				Consolidated			
	03/31/23		12/31/22		03/31/23		12/31/22	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
Registration cash and settlement	391,392	310,123	851,855	157,700	451,213	563,601	433,732	212,373
Brokerages and commissions payable	-	72,300	-	59,521	-	73,710	-	59,937
Financial assets / liabilities to be settled	-	1,297	-	-	12,837	2,022,511	1,742	2,177,730
Debtors/creditors - outstanding settlements account	2,426,939	1,068,723	2,434,753	1,139,654	4,560,481	2,991,003	4,406,961	2,478,604
Creditors by loans of shares	-	623.00	-	3130	-	8,050	-	29,517
Other assets/liabilities by securities trading and brokerage	79,889	2,020,540	373,418	3,084,301	141,774	3,094,762	455,924	3,755,649
Total	2,898,219	3,473,606	3,660,026	4,444,306	5,166,305	8,753,637	5,298,359	8,713,810
Current	2,857,405	3,470,065	3,660,026	4,409,035	5,125,409	8,720,584	5,244,932	8,648,004
Non-current	40,814	3,541	-	35,271	40,896	33,053	53,427	65,806

The line item "Pending settlements" basically represents amounts pending settlement within the regulatory deadlines, relating to purchase and sale transactions of bonds and financial assets agreements carried out at B3 S.A., and, when realized abroad, at first-rate brokers, for its own account and for third parties.

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BTG Pactual S.A.

(in thousands of Reais, except if otherwise indicated)



12. Other Credits

a. Income receivable

	Bank		Consolidated	
	03/31/23	12/31/22	03/31/23	12/31/22
Dividends and bonus	236,414	341,648	463,463	140,965
Services rendered receivable	21,874	22,637	158,048	206,226
Power exchange sale rights	651,429	157,018	651,429	157,018
Management fee and performance of investment funds and portfolios	8,342	9,757	709,213	1,011,786
Distribution fees	22,172	16,771	17,577	16,817
Guarantees commissions	47,933	36,309	54,577	42,124
Total	988,164	584,140	2,054,307	1,574,936
Current	809,583	539,912	1,836,024	1,500,316
Non-current	178,581	44,228	218,283	74,620

b. Miscellaneous

	Bank		Consolidated	
	03/31/23	12/31/22	03/31/23	12/31/22
Sundry debtors (i)	7,558,191	7,120,838	10,287,924	5,761,771
Judicial deposits	1,206,236	1,188,688	3,084,811	2,941,481
Taxes to offset	234,988	326,724	1,946,508	1,632,120
Commodities	-	-	1,177,594	554,619
Without credit granting characteristics	583,864	716,490	7,556,626	7,717,086
Investment property	-	-	699,573	570,835
Others	1,360,478	682,680	274,361	231,128
Total	10,943,757	10,035,420	25,077,396	19,409,040
Current	3,055,537	1,794,236	13,467,719	7,894,247
Non-current	7,888,220	8,241,184	11,609,677	11,514,793

(i) In the bank, it mainly refers to amounts receivable from subsidiaries. In the consolidated, substantially corresponds to amounts receivable from term sales of commodities.

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(In thousands of Reais, except if otherwise indicated)

13. Interests in affiliates and companies with shared control

	Subsidiaries, affiliates and companies with shared control					
	Adjusted Equity (i)		Net income / (Loss) (i)		Direct interest	
	03/31/23	12/31/22	03/31/23	12/31/22	03/31/23	12/31/22
BTG Pactual Asset Management S.A. DTVM	834,456	811,542	42,323	132,379	99.99%	99.99%
BTG Pactual Corretora de Títulos e Valores Mobiliários S.A.	1,451,234	1,416,567	34,667	223,158	99.99%	99.99%
BTG Pactual Serviços Financeiros S.A. DTVM	445,677	375,174	70,502	249,795	99.99%	99.99%
BTG Pactual Holding Participações S.A.	507,670	213,741	293,505	201,754	99.99%	99.99%
BTG Pactual Holding Internacional S.A.	11,387,506	11,062,467	318,847	1,124,610	99.99%	99.99%
BW Properties S.A.	521,853	521,626	227	100,663	85.27%	75.54%
BTG Pactual Gestora de Investimentos Alternativos Ltda.	278,229	279,050	(821)	15,693	96.59%	96.59%
BTG Pactual Holding de Seguros Ltda.	969,050	915,317	54,762	197,390	99.99%	99.99%
BTG Pactual Internacional Holding Ltd.	573,328	577,543	28,943	(5,975)	100.00%	100.00%
Banco Pan S.A.	7,465,536	7,508,764	(173,765)	508,826	48.02%	48.02%
Banco Sistema S.A.	4,127,668	4,224,116	(96,614)	138,797	99.97%	99.97%
Banco Econômico - BESA	2,207,403	1,839,429	371,088	359,996	96.99%	96.50%
Empiricus Research Publicações S.A.	118,060	126,237	(8,121)	11,188	100.00%	100.00%
Vitreo Holding S.A.	9,196	8,966	230	(4,777)	100.00%	100.00%
Vitreo Holding Financeira S.A.	27,431	32,353	(4,921)	(25,219)	100.00%	100.00%
BTG Pactual Instituição de Pagamento - Pay2All	1,939	1,946	(7)	(54)	100.00%	100.00%

(i) Considers any adjustments to unrealized profits or losses in transactions between the parent company and its affiliates.

Bank

	Activity of the investments							
	12/31/22	Acquisition / Contribution / Transfer / (Sales)	Dividends / Interest on equity	Results from Interests (ii)	Foreign exchange variation	Equity valuation adjustment	3/31/23	Income from Interest in 03/31/22
BTG Pactual Asset Management S.A. DTVM	811,542	-	-	42,323	-	(19,409)	834,456	(4,416)
BTG Pactual Corretora de Títulos e Valores Mobiliários S.A.	1,416,567	-	-	34,667	-	-	1,451,234	61,701
BTG Pactual Serviços Financeiros S.A. DTVM	375,174	-	-	70,502	-	-	445,676	55,877
BTG Pactual Holding Participações S.A.	213,725	-	-	293,504	424	-	507,653	9,033
BTG Pactual Holding Internacional S.A.	11,061,925	-	-	318,847	(47,220)	54,018	11,387,570	326,996
BW Properties S.A.	394,019	50,749	-	198	-	-	444,966	(272)
BTG Pactual Gestora de Investimentos Alternativos Ltda.	271,166	-	-	(793)	-	-	270,373	-
BTG Pactual Holding de Seguros Ltda.	915,245	-	-	54,762	-	(1,029)	968,978	21,867
BTG Pactual Internacional Holding Ltd.	577,543	-	-	28,943	(15,449)	(17,708)	573,329	19,118
Banco Pan S.A.	3,605,950	(95)	(32,359)	(94,012)	-	306	3,479,790	335,698
Banco Sistema S.A.	4,223,957	-	-	(96,590)	-	165	4,127,532	59,992
Banco Econômico - BESA (ii)	1,766,559	19,708	-	359,918	-	(5,174)	2,141,011	-
Outros (i)	5,531,309	(16,007)	-	3,176	1	-	5,517,665	108,980
Total	31,164,681	54,355	(32,359)	1,015,445	(62,244)	11,169	32,150,233	994,574

(i) The item Others is composed as by goodwill paid on companies acquisitions (transferred to the intangible asset through bank consolidation), and also by balances referring to the following: 100% - Vitreo Holding S.A., 100% - Vitreo Holding Financeira S.A., 100% - Empiricus Research Publicações S.A., 100% - BTG Pactual Inst. Pagto. - Pay2All, 22.02% - Eneva e 6.67% - Galgo S.A (Em 31 de dezembro de 2022 - 100% - Vitreo Holding S.A., 100% - Vitreo Holding Financeira S.A., 100% - Empiricus Research Publicações S.A., 100% - BTG Pactual Inst. Pagto. - Pay2All, 21.53% - Eneva and 6.67% - Galgo S.A).

(ii) On March 31, 2022, Banco BESA S.A was not part of the list of companies of the BTG Pactual Group.

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(in thousands of Reais, except if otherwise indicated)



Consolidated

	Subsidiaries, affiliates and companies with shared control					
	Equity		Net Income / (Loss)		Direct interest	
	03/31/23	12/31/22	03/31/23	12/31/22	03/31/23	12/31/22
Too Seguros S.A.	506,500	450,877	85,561	217,995	51.00%	51.00%
Pan Corretora S.A.	63,641	49,044	14,597	47,765	51.00%	51.00%
BTG Pactual Holding S.A.R.L.	3,672,623	3,427,813	341,987	1,079,848	40.00%	40.00%

Consolidated

	Activity of the investments							Income from Interest in 03/31/2022
	12/31/22	Acquisition / Contribution / Transfer / (Sales)	Dividends / Interest on equity	Results from Interests	Foreign exchange variation	Equity valuation adjustment	3/31/23	
Too Seguros S.A.	229,947	-	(15,126)	43,636	-	(142)	258,315	16,289
Pan Corretora S.A.	25,011	-	-	7,444	-	-	32,456	5,103
BTG Pactual Holding S.A.R.L.	1,371,125	-	-	136,795	(38,871)	-	1,469,049	69,465
Others (i)	5,768,151	23,312	(11,112)	59,314	(9,164)	(11,220)	5,806,516	112,598
Total	7,394,235	23,312	(26,238)	247,189	(48,035)	(11,363)	7,579,101	203,455

(i) The item Others basically includes balances referring to the following holdings: Eneva: 22.02%, Galgo S.A: 6.67% and Visum: 50% (December 31, 2021 – 21.53% Eneva, 6.67% Galgo and 50% Visum).

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(In thousands of Reais, except if otherwise indicated)

14. Property, Plant and Equipment and Intangible Assets

Bank	Activity				
	12/31/22	Acquisitions / transfer	Amortizations (i)	Foreign exchange variation	03/31/23
Property, Plant and Equipment					
Real estate in use	3,089	-	-	-	3,089
Other fixed assets for use	451,707	13,117	-	-	464,824
Accumulated depreciations	(245,682)	(1,012)	(7,585)	-	(254,279)
Total	209,114	12,105	(7,585)	-	213,634
Intangible Assets					
Cost	938,861	67,614	-	(2,334)	1,004,141
Accumulated amortization	(334,435)	9,772	(91,315)	2,334	(413,644)
Total	604,426	77,386	(91,315)	-	590,497
Consolidated					
	12/31/22	Acquisitions / transfer	Amortizations (i)	Foreign exchange variation	03/31/23
Property, Plant and Equipment					
Real estate in use	8,904	32	-	-	8,936
Other fixed assets for use	993,763	42,037	-	(13,653)	1,022,147
Accumulated depreciations	(494,049)	869	(37,644)	6,008	(524,816)
Total	508,618	42,938	(37,644)	(7,645)	506,267
Intangible Assets					
Cost	6,036,529	116,649	-	(79,126)	6,074,052
Accumulated amortization	(1,333,142)	(8,517)	(203,566)	15,062	(1,530,163)
Total	4,703,387	108,132	(203,566)	(64,064)	4,543,889

(i) The amortization period of the intangible is on average 5 years.

The balance of the heading in question is composed by goodwill paid on the companies acquisitions, thus, transferring to the intangible asset through bank consolidation.

As highlighted in note 2, in June, 2022 the assessment of the allocation of assets from the acquisition of Banco Pan S.A. was completed, with no material effects on the asset lines. There was also no need to carry out impairment in the period.

15. Fundraising and obligations for loans and on-lendings

a. Summary

	Bank		Consolidado	
	03/31/23	12/31/22	03/31/23	12/31/22
Deposits	103,379,295	101,544,487	118,309,723	115,749,672
Repurchase agreements	91,871,656	78,555,680	91,991,668	87,139,332
Proceeds from acceptances and issues of bonds	49,859,172	51,220,628	69,351,106	67,944,679
Payables and on-lendings	11,748,656	14,727,150	14,446,604	17,693,933
Subordinated debts and debt instruments eligible for equity	7,782,192	7,665,952	8,373,509	8,220,005
Total	264,640,971	253,713,897	302,472,610	296,747,621

b. Deposits

Bank	03/31/23						12/31/22
	Total	Up to 90 days	From 90 to 365 days	From 1 year to 3 years	From 3 year to 5 years	Over 5 years	Total
Demand deposits	6,408,566	6,408,566	-	-	-	-	7,854,696
Interbank deposits	4,523,051	503,151	2,036,839	1,598,496	384,565	-	5,102,271
Term deposits	92,453,154	43,619,681	42,783,385	5,453,634	530,791	65,663	88,592,353
Subtotal	103,384,771	50,531,398	44,820,224	7,052,130	915,356	65,663	101,549,320
Fair value adjustments (i)	(5,476)	-	-	-	-	-	(4,833)
Total	103,379,295	-	-	-	-	-	101,544,487
Consolidated	03/31/23						12/31/22
	Total	Up to 90 days	From 90 to 365 days	From 1 year to 3 years	From 3 year to 5 years	Over 5 years	Total
Demand deposits	6,974,408	6,974,408	-	-	-	-	8,641,922
Interbank deposits	4,938,188	1,311,657	737,044	2,504,922	384,565	-	4,590,532
Term deposits	106,115,826	41,830,617	49,881,956	11,521,315	2,816,050	65,888	102,303,311
Other deposits	286,777	152,295	134,482	-	-	-	218,740
Subtotal	118,315,199	50,268,977	50,753,482	14,026,237	3,200,615	65,888	115,754,505
Fair value adjustments (i)	(5,476)	-	-	-	-	-	(4,833)
Total	118,309,723	-	-	-	-	-	115,749,672

(i) Considers fair value adjustments related to hedge accounting.

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c. Repurchase agreements

Repurchase agreements are backed by the following bonds:

Bank	03/31/23						12/31/22
	Total	Up to 90 days	From 90 to 365 days	From 1 year to 3 years	From 3 year to 5 years	Over 5 years	Total
Own portfolio	25,973,536	22,362,079	3,611,457	-	-	-	15,709,373
Bonds issued by governments of other countries	14,662,378	14,662,378	-	-	-	-	9,613,117
Federal government bonds	11,161,674	7,550,217	3,611,457	-	-	-	5,942,561
Corporate bonds	149,484	149,484	-	-	-	-	153,695
Third-party portfolio	50,950,711	50,950,711	-	-	-	-	48,740,927
Free movement portfolio	14,947,409	9,179,339	-	3,619,897	-	2,148,174	14,105,380
Total	91,871,656	82,492,129	3,611,457	3,619,897	-	2,148,174	78,555,680

Consolidated	03/31/23						12/31/22
	Total	Up to 90 days	From 90 to 365 days	From 1 year to 3 years	From 3 year to 5 years	Over 5 years	Total
Own portfolio	31,884,864	29,421,384	2,463,480	-	-	-	23,533,248
Federal government bonds	18,702,938	18,702,938	-	-	-	-	14,830,125
Corporate bonds	10,820,000	8,356,520	2,463,480	-	-	-	7,024,163
Bonds issued by governments of other countries	2,212,442	2,212,442	-	-	-	-	1,408,228
Brazilian external debt bonds	149,484	149,484	-	-	-	-	270,732
Third-party portfolio	45,211,314	45,189,962	-	-	8,242	13,110	46,304,707
Free movement portfolio	14,895,490	8,121,587	-	3,061,871	706,678	3,005,354	17,301,377
Total	91,991,668	82,732,933	2,463,480	3,061,871	714,920	3,018,463	87,139,332

d. Proceeds from acceptances and issues of bonds

Bank	03/31/23						12/31/22
	Total	Up to 90 days	From 90 to 365 days	From 1 year to 3 years	From 3 year to 5 years	Over 5 years	Total
Bonds and securities - country	40.199.997	6.846.311	13.658.843	14.228.229	4.153.916	1.312.698	40.175.137
Financial bills	19.083.889	3.524.189	3.766.964	9.212.993	1.813.919	765.824	19.308.609
Real estate/agribusiness letters of credit	18.837.937	3.279.291	9.725.047	4.583.723	775.778	474.098	18.904.449
Structured transaction certificates	2.278.171	42.831	166.832	431.513	1.564.219	72.776	1.962.079
Bonds and securities - abroad	10.046.075	875	45.228	8.389.396	1.233.271	377.305	11.590.621
Medium term notes	7.233.487	-	-	7.233.487	-	-	9.109.512
Fixed rate notes and others	2.812.588	875	45.228	1.155.909	1.233.271	377.305	2.481.109
Subtotal	50.246.072	6.847.186	13.704.071	22.617.625	5.387.187	1.690.003	51.765.758
Fair value adjustments (i)	(386.900)	-	-	-	-	-	(545.130)
Total	49.859.172	-	-	-	-	-	51.220.628

Consolidated	03/31/23						12/31/22
	Total	Up to 90 days	From 90 to 365 days	From 1 year to 3 years	From 3 year to 5 years	Over 5 years	Total
Bonds and securities - country	56.023.706	7.181.333	19.484.746	20.485.066	7.559.789	1.312.771	53.326.359
Financial bills	29.671.312	3.926.946	6.810.825	15.460.517	2.707.146	765.878	29.848.247
Real estate/agribusiness letters of credit	24.074.223	3.211.557	12.507.513	4.591.061	3.289.975	474.117	21.380.905
Structured transaction certificates	2.278.171	42.831	166.408	433.488	1.562.668	72.776	1.939.481
Debentures	-	-	-	-	-	-	157.726
Bonds and securities - abroad	13.714.300	1.029.695	2.541.330	8.193.208	1.140.286	809.781	15.163.450
Medium term notes	10.248.743	-	2.496.102	7.233.487	-	519.154	11.803.051
Fixed rate notes and others	3.465.557	1.029.695	45.228	959.721	1.140.286	290.627	3.360.399
Subtotal	69.738.006	8.211.028	22.026.076	28.678.274	8.700.075	2.122.552	68.489.809
Fair value adjustments (i)	(386.900)	-	-	-	-	-	(545.130)
Total	69.351.106	-	-	-	-	-	67.944.679

(i) Considers fair value adjustments related to hedge accounting.

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e. Payables and on-lendings

Bank	03/31/23						12/31/22
	Total	Up to 90 days	From 90 to 365 days	From 1 year to 3 years	From 3 year to 5 years	Over 5 years	Total
Loans abroad	7,451,300	2,376,502	1,544,994	271,181	721,498	2,537,124	5,999,123
Foreign exchange payables	5,074,798	-	1,544,994	271,181	721,498	2,537,124	5,465,954
Liabilities for loans abroad	2,376,502	2,376,502	-	-	-	-	533,169
Payables and transfers in the country	4,297,356	24,265	65,745	278,190	-	3,929,156	8,728,027
Liquidity financial lines	-	-	-	-	-	-	4,361,552
FINAME/BNDES	4,297,356	24,265	65,745	278,190	-	3,929,156	4,366,475
Total	11,748,656	2,400,767	1,610,739	549,371	721,498	6,466,280	14,727,150

Consolidated	03/31/23						12/31/22
	Total	Up to 90 days	From 90 to 365 days	From 1 year to 3 years	From 3 year to 5 years	Over 5 years	Total
Loans abroad	8,564,933	2,388,156	1,933,666	984,488	721,498	2,537,124	7,097,919
Foreign exchange payables	5,074,798	-	1,544,994	271,181	721,498	2,537,124	5,465,954
Liabilities for loans abroad	3,490,135	2,388,156	388,672	713,307	-	-	1,631,965
Domestic loans	1,577,315	200,480	5	1,318,201	58,629	-	6,203,600
Payables and on-lendings in the country	1,577,315	200,480	5	1,318,201	58,629	-	6,203,600
Payables and transfers in the country	4,304,356	24,265	71,822	279,113	-	3,929,156	4,392,414
FINAME/BNDES	4,304,356	24,265	71,822	279,113	-	3,929,156	4,392,414
Total	14,446,604	2,612,901	2,005,493	2,581,802	780,127	6,466,280	17,693,933

f. Subordinated debts and debt instruments eligible for equity

Bank	Principal Amount (original currency)	Issue	Maturity	Compensation p.a	Accounting balance 03/31/2023	Accounting balance 12/31/2022
Subordinated financial bills eligible for equity - BRL (i)	4,791,542	02/11/2019	03/04/2034 e Perpétuo	110% a 126% DI	4,791,542	4,544,574
Subordinate notes - USD	2,951	02/15/2019	02/15/2029	7.75%	14,993	37,555
Subordinated notes eligible for equity - USD	590,771	02/15/2019	02/15/2029	7.75%	3,001,351	3,141,063
Subtotal	-	-	-	-	7,807,886	7,723,192
Fair value adjustments (ii)	-	-	-	-	(25,694)	(57,240)
Total	-	-	-	-	7,782,192	7,665,952

Consolidated	Principal Amount (original currency)	Issue	Maturity	Compensation p.a	Accounting balance 03/31/2023	Accounting balance 12/31/2022
Subordinated financial bills eligible for equity - BRL (i)	4,803,029	01/11/2018	03/04/2034 and perpetual	100% a 140% CDI	4,803,029	4,555,561
Subordinate notes - USD	114,131	02/15/2019	02/15/2029	7.75%	579,830	37,555
Subordinate notes - CLP	-	-	-	-	-	543,066
Subordinated notes eligible for equity - USD	593,722	02/15/2019	02/15/2029	7.75%	3,016,343	3,141,063
Subtotal	-	-	-	-	8,399,203	8,277,245
Fair value adjustments (ii)	-	-	-	-	(25,694)	(57,240)
Total	-	-	-	-	8,373,509	8,220,005

(i) Financial bills have different maturities, rates and principal amount, with semiannual amortizations.

(ii) Considers fair value adjustments related to hedge accounting.

16. Other obligations

a. Social and welfare charges

Bank	03/31/23		12/31/22	
	03/31/23	12/31/22	03/31/23	12/31/22
Dividends and bonus payable	3	1,269,380	29,550	1,364,124
Employee profit sharing	530,555	1,202,000	1,049,656	2,205,595
Total	530,558	2,471,380	1,079,206	3,569,719
Current	530,558	2,471,380	1,079,206	3,569,719
Non-current	-	-	-	-

b. Tax and social security

Bank	03/31/23		12/31/22	
	03/31/23	12/31/22	03/31/23	12/31/22
Taxes and contributions payable	167,339	8,776	327,071	194,566
Taxes and contributions payable	353,944	409,309	1,412,169	1,289,591
Total	521,283	418,085	1,739,240	1,484,157
Current	505,484	99,270	1,408,124	1,165,342
Non-current	15,799	318,815	331,116	318,815

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c. Miscellaneous

	Bank		Consolidated	
	03/31/23	12/31/22	03/31/23	12/31/22
Payables for acquisition of properties and rights (i)	258,636	249,995	258,836	250,195
Provision for accounts payable	183,394	215,941	2,396,187	3,012,580
Miscellaneous creditors and deferred revenues (ii)	1,176,515	1,628,524	25,013,487	19,972,507
Total	1,618,545	2,094,460	27,668,510	23,235,282
Current	747,956	1,524,804	25,780,975	21,838,699
Non-current	870,589	569,656	1,887,535	1,396,583

(i) Refers to amounts payable for the acquisition of investments (substantially Banco Pan S.A.).

(ii) In the individual, refers mainly to amounts payable between group companies. In consolidated, it substantially corresponds to mathematical provisions for benefits to be granted to pension plan participants.

17. Provisions and contingent liabilities

The Bank's Administration assesses the BTG Pactual group companies obligations and constitutes provisions whenever a resource outflow is considered likely to settle current obligations (legal or not formalized) of uncertain deadlines or amounts. The judgment Administration to determine the expected loss considers external legal advisors interpretations.

a. Provisions

i. Tax provisions

Are made up of lawsuits from former employees, consisting mainly of requests for overtime and equal pay. The amounts for contingencies are provisioned based on an analysis of the potential loss amount, considering, but not limited to, the current stage of the process and the opinion of external and internal legal advisors.

ii. Civil provisions

Provisions for tax and social security arise from judicial and administrative lawsuits related to federal taxes, state and municipal taxes. Its constitution is based on the probability of outflow of resources, also considering the opinion of external legal advisors and the instance in which each of the processes is held.

iii. Tax and social security provisions

It is constituted by lawsuits from former employees, mainly consisting of requests for overtime and salary equalization. The amounts of the provisions are estimated according to the analysis of the potential amount of loss, considering, among others, the stage of the process and the opinions of external legal advisors.

b. Composition and movement of the provisions

The provisions recognized at the beginning and end of the period and the respective transactions can be demonstrated as follows in the in the period ended on March 31, 2023, and in the fiscal year of December 31, 2022:

Bank	03/31/23				Total
	Tax	Civil	Labor		
Provision					
Balance at the beginning of the period	1,165,459	31,563	37,174		1,234,196
Constitution / Reversal	20,666	17,537	(4,234)		33,969
Incurred / Charged against provision	-	(693)	(1,259)		(1,952)
Balance at the end of the period	1,186,125	48,408	31,681		1,266,214

Consolidated	03/31/23				Total
	Tax	Civil	Labor		
Provision					
Balance at the beginning of the period	3,022,096	1,815,473	253,877		5,091,446
Constitution / Reversal	24,830	107,376	(2,472)		129,734
Incurred / Charged against provision	(56)	(60,810)	(17,462)		(78,328)
Balance at the end of the period	3,046,870	1,862,039	233,942		5,142,852

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i. Taxes with suspended enforceability and other tax liabilities

The Bank has been challenging in court the legality of certain taxes and contributions. The amounts relating to current obligations (legal or not yet formalized) for which it is estimated (considering legal advisors assessment) as probable outflow resources are provisioned in the amount that Management deems appropriate to cover future losses. Among the aforementioned legal discussions, we highlight the process involving the legality of the charging COFINS in accordance with the rules established by Law 9718/98.

As of March 31, 2023, the Bank was party to tax proceedings with a possible outcome, which are not provisioned. The following is a description of the significant processes.

- Proceedings related to the payment of Share of Profit and Results (PLR), in which the alleged levy of social security contribution on the amounts regarding its interest and its deductibility from the IRPJ (Corporate Income Tax) and CSLL (Social Contribution on Net Income) calculation basis is being discussed. The amount involved is BRL 1,874 billion. Part of this amount is guaranteed by an indemnity clause, as it refers to the period prior to the acquisition of the Bank by the current controllers.
- Process related to the demutualization and the IPO of Bovespa and of BM&F, in which the taxation of PIS (Social Integration Program) and Cofins (Contribution to Social Security Financing) on income earned on the sale of shares of said companies is being discussed. The amount involved is BRL 90 million and is also guaranteed by an indemnity clause, as it refers to the period prior to the acquisition of the Bank by the current controllers.
- In December 2015, a tax deficiency notice was received in the amount of BRL 2,058 million, referring to the years 2010 and 2011, in which the tax interest considered the use of goodwill generated in the Bank's acquisition operations by UBS, carried out in 2006, improper, as in the Bank's buyback by BTG, in 2009. A defense against this notice was presented by the Administrative Council of Tax Appeals of the Brazilian Federal Revenue Service (CARF), which was judged partially favorable to reduce the amount of the tax deficiency notice by BRL 278 million. Against the unfavorable party, the Bank also appealed to CARF, which, in February 2019, was granted for the use of the goodwill generated in the acquisition transaction of the Bank by UBS. Appeals were filed against that decision by PGFN and the Bank.
- In December 2017, a tax deficiency notice was received in the amount of BRL 1,113 million, referring to 2012, in which the use of the goodwill generated in the Bank's acquisition operations by UBS carried out in 2006, the goodwill referring to the Bank's repurchase by BTG in 2009 and the goodwill generated in the private subscription of shares carried out by investors through Copa Prince Company, in 2011. In October 2019, the second administrative instance ruled partially upheld to recognize the goodwill generated in the private subscription of shares carried out by investors by means of the Copa Prince Company. Appeals were filed against that decision by the Bank and PGFN. In December 2018, a tax deficiency notice amounting to BRL 514 million was received regarding 2013. A defense was filed against this notice, which is awaiting a decision by the second administrative instance. Finally, in February 2019, a tax deficiency notice was received in the amount of BRL 310 million, referring to 2014. A defense was presented against this action, which is awaiting judgment at the second administrative instance. The Bank does not expect to incur any loss (other than resource expenses) related to the tax deficiency notice and has not established (and does not expect to establish) any provision in its financial statements. In addition to the assessment as to the invalidity of the tax deficiency notice, should the Bank incur losses, Management believes it has the right to be indemnified by its parent company for part of these losses. Hence, in no event does BTG Pactual expect to incur any material loss related to this matter.
- In December 2017, the Bank received a tax deficiency notice discussing an alleged insufficient payment of PIS (Social Integration Program) and COFINS (Contribution to Social Security Financing) and imposing an isolated fine, referring to 2012, in the amount of BRL 227 million. An administrative appeal was filed against the notice, which was partially granted to exclude the isolated fine. Against the unfavorable part of the decision, an appeal was filed at the second administrative instance.
- In December 2017, as joint and several responsible for Banco Pan S.A., the Bank received a IRRF tax deficiency notice allegedly due to the sale of an investment in Brazil by a foreign entity, referring to the year 2012, in the amount of BRL 87 million. An administrative appeal was filed against the notice, which is awaiting judgment at the second administrative instance.
- In December 2017, the Bank received a tax deficiency notice seeking to collect Income Tax on the alleged capital gain in the merger of companies, when One Properties was incorporated by BR Properties, in the amount of BRL 1,272 million. An administrative appeal was filed against the notice, which is awaiting judgment at the second administrative instance.

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- In December 2018, the Bank was aware of the non-approval of the offsetting of the negative balance of IRPJ (Corporate Income Tax), referring to 2013, in the amount of BRL 79 million. In June 2019, an unfavorable decision was rendered at the administrative trial court. An appeal was filed against this decision, which is awaiting judgment at the second administrative instance. In March 2019, the Bank was aware of the non-approval of the offsetting of negative CSLL balance, for the same year, in the amount of BRL 75 million. In August 2019, an unfavorable decision was rendered to the Bank at the administrative trial court. Against this decision, an appeal was filed in the second administrative instance.
- In September 2019, as jointly and severally liable for Banco Sistema, the Bank received a tax deficiency notice aimed at collecting IRPJ (Corporate Income Tax), CSLL (Social Contribution on Net Income), PIS (Social Integration Program), and COFINS (Contribution to Social Security Financing), totaling BRL 4,029 million, referring to the acquisition of Banco Bamerindus do Brasil (currently Banco Sistema) in 2014. In October 2019, a defense was presented at the administrative trial court that, in April 2020, was partially granted, reducing assessment amount by 98%. Against the unfavorable part of the decision, an appeal was filed at the second administrative instance. Due to the prognosis given by the lawyers, the Bank did not constitute any provision in its standalone financial statements. In addition, the Management does not expect to incur any loss related to the topic.
- In March 2020, the Bank received a tax deficiency notice aiming at the collection of IRPJ (Corporate Income Tax), CSLL (Social Contribution on Net Income), PIS (Social Integration Program) and COFINS (Contribution to Social Security Financing) on the capital gain on the sale of shares of Rede D'or, in 2015, in the amount of BRL 669 million. In September 2020, an unfavorable decision was issued at the administrative trial court. Against this decision, an appeal was filed in the second administrative instance.
- In July 2021, as jointly and severally liable, the Bank received an IRRF tax deficiency notice allegedly due on the income distributed to investment fund unitholders, in the amount of BRL 397 million. An administrative appeal was filed against the notice, which is awaiting judgment.
- In December 2021, the Bank received a tax deficiency notice aimed at charging IRPJ/CSLL, in the amount of BRL 109 million, resulting from an alleged formal error in filling out its ECF in 2016. An administrative appeal was filed against the notice, which is awaiting judgment.
- In December 2018, Gestora de Recursos, an indirect subsidiary of the Bank, received a tax assessment notice totaling BRL 110 million, referring to the years 2013 and 2014, regarding the amortized goodwill generated in the acquisition of BFRE in 2012. In September 2019, an unfavorable lower court decision was rendered. Against this decision, an appeal was filed to the second administrative instance.
- In December 2021, Banco Sistema received a tax deficiency notice of PIS/COFINS, in the amount of BRL 140 million, allegedly levied on operating revenues for the period from 2007 to 2009. An administrative appeal was filed against the notice, which is awaiting judgment. If applicable only in the analysis of the consolidated scenario.
- BESA holds legal deposits related to tax collection enforcement of IRPJ, CSLL, PIS, COFINS including a lawsuit arguing REFIS exclusion, which are updated in compliance with current regulation in force.
- INSS on Profit Sharing or Results (PLR) and Workers' Food Program (Programa de Alimentação do Trabalhador) (PAT) – Incidence of social security contributions on PLR and PAT, for the civil years of 2012, 2013, 2016, and 2017. The amounts related to this processes amounted, approximately, to BRL 138,145.
- Offsets not approved - Rejection of requests for offsetting of IRPJ, CSLL, PIS, COFINS, resulting from overpayments or undue payments. The amounts related to these processes amounted, approximately, to BRL 261,377.
- IRPJ/CSLL – Deductibility of Losses in Credit Operations and other operating expenses, referring to the calendar years from 2007 to 2016 of Banco Pan. The amounts related to these lawsuits total approximately BRL 990,418.
- PIS/COFINS – Deductibility of commission expenses paid to banking correspondents and losses on sale or transfer of financial assets, referring to the 2017 calendar year of Banco Pan. The amount related to this process totals approximately BRL 245,952.

ii. Other contingent liabilities

In the period ended on March 31, 2023, and in the year ended in December 31, 2022, the Bank was a party to civil, labor proceedings, and other contingencies, with the probability of possible success, which is why they are not provisioned.

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18. Income tax and social security contribution

The reconciliation of income tax and social security contribution expense on profit with the product of the tax rate on profit before income tax and social security contribution is stated as follows in the quarters ended:

	Bank		Consolidated	
	03/31/23	12/31/22	03/31/23	12/31/22
Calculation basis	2,451,317	2,736,739	2,315,291	2,627,711
Income before taxes and profit-sharing	2,664,044	3,018,231	2,935,965	3,360,350
Statutory profit sharing	(212,727)	(281,492)	(540,191)	(535,446)
Participation of non-controlling shareholders	-	-	(80,483)	(197,193)
Total income tax and social security contribution tax at current tax rates	(1,103,093)	(1,231,532)	(1,041,324)	(1,182,470)
(Inclusions) / exclusions in the calculation of taxation	1,090,478	1,226,699	355,344	1,008,290
Result from the equity accounting method	540,871	791,251	(88,459)	735,948
Foreign exchange Earning/(Loss) on investments abroad	(655)	(8,987)	(655)	(8,987)
Interest on equity	254,250	254,250	254,250	254,250
Provision for expected losses associated with credit risk	(48,912)	(43,425)	(106,858)	58,253
Dividends	63,941	9,988	176,629	13,332
Result of market valuation of bonds and derivative financial instruments	449,814	1,604,573	79,504	1,629,729
Other non-deductible expenses net of tax revenue	(168,831)	(1,380,952)	40,933	(1,674,235)
Expense of income tax and social security contribution	(12,615)	(4,834)	(685,993)	(174,180)
Expense / income of deferred tax assets	(305,479)	(789,320)	503,925	(510,946)
Expense	(318,094)	(794,154)	(182,068)	(685,126)

Deferred income tax and social security contribution are constituted and recorded in accordance with the criteria set forth by BCB Resolution No. 4842/2020, taking into account the realization period.

Changes in deferred tax assets can be illustrated as follows:

Bank				
	12/31/22	Constitution	Realization	03/31/23
Income tax and social security contribution				
Income tax losses and negative CSLL (Social Contribution on Net Income) basis	-	514,993	-	514,993
Interest on equity	254,250	-	(110,634)	143,616
Provision for doubtful accounts	2,383,004	50,802	-	2,433,806
Adjustment to market value of securities and derivatives	359,795	-	(537,289)	(177,495)
Tax contingencies and allowances for taxes with suspended enforceability	241,163	953	-	242,116
Other temporary differences	1,051,662	(199,586)	-	852,076
Total	4,289,874	367,161	(647,924)	4,009,112
Income tax and social security contribution				
Income tax losses and negative CSLL (Social Contribution on Net Income) basis	487,280	1,247,161	-	1,734,440
Interest on equity	254,250	-	(269,163)	(14,913)
Provision for doubtful accounts	1,716,676	890	-	1,717,566
Adjustment to market value of securities and derivatives	1,537,489	-	(1,590,191)	(52,702)
Tax contingencies and allowances for taxes with suspended enforceability	236,825	771	-	237,596
Other temporary differences	698,822	-	(181,281)	517,542
Total	4,931,342	1,248,821	(2,040,635)	4,139,528
Consolidated				
Income tax and social security contribution				
Income tax losses and negative CSLL (Social Contribution on Net Income) basis	1,563,907	540,529	-	2,104,436
Interest on equity	254,250	164,486	(254,250)	164,486
Other temporary differences	2,198,106	-	(178,554)	2,019,552
Provision for doubtful accounts	3,877,606	107,005	-	3,984,611
Adjustment to market value of securities and derivatives	350,120	-	(242,383)	107,737
Tax contingencies and allowances for taxes with suspended enforceability	311,856	696	-	312,552
Total	8,555,845	812,716	(675,187)	8,693,374
Income tax and social security contribution				
Income tax losses and negative CSLL (Social Contribution on Net Income) basis	1,993,882	1,415,347	-	3,409,229
Interest on equity	254,250	9,881	(254,250)	9,881
Other temporary differences	1,501,043	99,510	-	1,600,553
Provision for doubtful accounts	3,621,721	-	(72,553)	3,549,168
Adjustment to market value of securities and derivatives	1,552,962	-	(1,640,604)	(87,642)
Tax contingencies and allowances for taxes with suspended enforceability	301,629	1,239	-	302,868
Total	9,225,487	1,525,977	(1,967,407)	8,784,057

The breakdown of the current value of tax credits, considering the expected realization of deferred tax assets, is presented below:

Bank				
Description	Tax credits on temporary differences	Loss and negative basis	Total	
2023	631,103	-	514,993	1,146,096
2024	248,738	-	-	248,738
2025	248,738	-	-	248,738
2026	849,618	-	-	849,618
2027	298,921	-	-	298,921
As of 2028	1,216,902	-	-	1,216,902
Total	3,494,020	-	514,993	4,009,013
Current value	2,177,915	-	469,753	2,647,668

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Consolidated				
Description	Tax credits on temporary differences		Loss and negative basis	Total (i)
2023		1,930,724	644,113	2,574,836
2024		1,402,036	453,161	1,855,198
2025		426,557	418,461	845,018
2026		978,318	345,463	1,323,781
2027		369,749	13,616	383,365
As of 2028		1,616,323	94,853	1,711,176
Total		6,723,707	1,969,667	8,693,374
Current value		4,732,214	1,546,930	6,279,144

(i) Banco PAN S.A., controlled and consolidated in the financial statements, holds tax credits in BRL 3,295 billion, acknowledged substantially based on current and future scenario studies approved by its Administration.

Deferred tax assets item constitutes tax credits, referred as deferred PIS and COFINS in the amount BRL 101,782 Bank and BRL 100,899 consolidated (December 31, 2022 – BRL 150,812 - Bank, BRL 151,244 - Consolidated).

The Bank holds deferred tax obligation in the amount BRL 2,566 - Bank and BRL 694.333 - Consolidated (December 31, 2022 – BRL 2,528 - Bank, and BRL 694,187 - Consolidated).

19. Equity

a. Capital stock and capital reserve

On March 31, 2023, the capital stock, fully subscribed and paid-in, consists of 11,506,119,928 shares (December 31, 2022 - 11,506,119,928), of which 7,244,165,568 are common shares (December 31, 2022 - 7,244,165,568), 2,864,529,000 are class A preferred shares (December 31, 2022 - 2,864,529,000), and 1,397,425,360 are class B preferred shares (December 31, 2022 - 1,397,425,360), all registered and without par value.

The common shares entitle one opinion to such holders in the resolutions of the General Meeting, and shall take part in the profit distribution under the same conditions as Class A preferred shares and Class B preferred shares.

Holders of Class A and B preferred shares have the right to restricted vote, but will have priority in the repayment of capital, without premium, and will participate, on equal terms with the common shares, in the distribution of profits.

Class A preferred shares grant their holders the right to be included in a public tender offer for the acquisition of shares resulting from a change in control of the Company, at the same price and under the same conditions offered to the selling controlling shareholder.

The Class B preferred shares shall be convertible into common shares, by means of a simple request in writing by its holder or by the Bank, without the need of a resolution and shareholders or board meeting, provided that (i) such conversion occurs upon the issuance of new shares by the Bank, within the limit of the authorized capital or otherwise (unless the shareholder wishing to convert is BTG Pactual Holding S.A.) (ii) after the conversion, BTG Pactual Holding S.A. (or the company that succeeds it on any account, including through merger, consolidation, spin-off or any type of corporate reorganization) continues to hold, directly or indirectly, more than 50% of the common shares issued by the Bank, and (iii) the shareholders' agreement shall be always observed; Such shares shall be convertible into class A preferred shares, upon request of its holder, provided that (i) the Bank is a publicly held company, with its shares listed on a stock exchange, and (ii) the provisions of the Shareholders' Agreement are always complied with. Class B preferred shares have the right to be included in a public tender offer resulting from a potential change in control of the Bank, at the same price and under the same conditions.

b. Treasury shares

In the period ended on March 31, 2023, the Bank repurchased units in the amount of BRL 301,176, equivalent to 14,119,600 units (on December 31, 2022, the Bank repurchased units in the amount of BRL 231,252, equivalent to 10,000,000 units).

c. Legal reserve

Created on a semiannual basis at the rate of 5% of the net income for the semester/fiscal year, before any other allocation, limited to 20% of the capital stock.

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d. Statutory reserve

The purpose of this reserve, according to the Articles, is to maintain working capital, and its amount is limited to the capital stock.

As of March 31, 2023, the item includes the following balances:

	03/31/2023
Income reserves	21,805,418
Equity tax reserve (BTG Lux Holding S.A)	27,197
Equity tax reserve (Banco BTG Pactual S.A., Luxembourg Branch)	12,520
Statutory reserve total	21,845,135

In 2019, after the closure of BTG Lux Holding S.A. and Banco BTG Pactual S.A., Luxembourg Branch, an equity tax reserve was established in the amount of USD 5,353 and USD 2,464, respectively. These reserves, established in their respective companies, were transferred to Bank upon the closure of the companies. Such reserves comply with a provision of Luxembourg tax law, which allows for a reduction in equity tax, provided that the reserve is composed of an amount equal to five times the tax that would be due and is not distributed over a period of five years. Therefore, Management intends not to distribute such amounts until the end of March 2028 for BTG Lux Holding S.A. and December 2023 for Banco BTG Pactual S.A., Luxembourg Branch.

e. Unrealized profit reserve

Created due to non-allocation of profit and loss assessed in the agency abroad.

f. Profit distribution

Shareholders are entitled to a minimum distribution of 1% of the net income for the fiscal year adjusted pursuant to Article 202 of Law No. 6.404/76.

During the period ended March 31, 2023 the Bank did not distribute any amount relating to interest on equity.

During the period ended December 31, 2022 the Bank did not distribute any amount relating to interest on equity.

(i) BRL 1,200,000, equivalent to BRL 0.10 per share. Such amount and its respective destination were approved by the Board of Directors on August 1 2022 and were paid on August 15, 2022.

(ii) BRL 750,000, equivalent to BRL 0.07 per share. Such amount and its respective destination were approved by the Board of Directors on December 13, 2022 and were paid February 15, 2023.

(iii) BRL 565,000, equivalent to BRL 0.05 per share. Such amount and its respective destination were approved by the Board of Directors on December 29, 2022 and were paid February 15, 2023.

20. Revenues from service provision

	Bank		Consolidated	
	03/31/23	03/31/22	03/31/23	03/31/22
Management fee and performance bonus of funds and investment portfolios	59,514	28,818	527,063	391,008
Technical advisory	364,443	302,225	471,426	367,410
Brokerage	98,747	66,928	286,271	284,567
Securities placement commission	89,630	153,481	92,925	195,536
Income from guarantees provided	126,981	95,607	126,981	95,607
Revenues from services rendered and Other services (i)	88,991	15,219	510,649	428,257
Total	828,304	662,278	2,015,315	1,762,385

(i) In the consolidated, substantially refers to services provided to Banco Pan, including credit card and deposit account fees.

21. Other operating income

	Bank		Consolidated	
	03/31/23	03/31/22	03/31/23	03/31/22
Result of foreign exchange variation	(13,122)	(478)	(1,926)	209,255
Update of amounts receivable/payable for the sale of assets and rights	(6,151)	648	(6,151)	(37,811)
Adjustment for inflation of legal deposits and others	20,676	8,039	44,169	43,959
Provision for other credits without credit granting characteristics	-	-	(96,968)	(147,417)
Expenses on assignment of credits	(521)	(1,065)	(499,635)	(160,885)
Goodwill amortization	(16,491)	(49,146)	-	-
Other operating results	59,424	26,561	(243,960)	(123,080)
Total	43,815	(15,441)	(804,470)	(215,979)

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25. Earnings per share

	Bank		Consolidated	
	03/31/23	03/31/22	03/31/23	03/31/22
Net income for the period	2,133,223	1,942,585	2,133,223	1,942,585
Weighted average per lot of one thousand common shares outstanding in the period	7,244,166	7,234,454	7,244,166	7,234,454
Weighted average per lot of one thousand treasury common shares	6,379	688	6,379	688
Net income per common share - basic	0.29	0.27	0.29	0.27
Net income per common share - diluted	0.29	0.27	0.29	0.27
Weighted average per lot of one thousand class A preferred shares outstanding in the period	2,864,529	2,845,106	2,864,529	2,845,106
Weighted average per lot of one thousand treasury class A preferred shares	12,730	1,375	12,730	1,375
Net income per class A preferred share - basic	0.74	0.68	0.74	0.68
Net income per class A preferred share - diluted	0.74	0.68	0.75	0.68
Weighted average per lot of one thousand class B preferred shares outstanding in the period	1,397,425	1,397,425	1,397,425	1,397,425
Net income per class B preferred share - basic and diluted	1.53	1.39	1.53	1.39
Weighted average per batch of one thousand outstanding shares in the period	11,506,120	11,476,985	11,506,120	11,476,985
Weighted average per lot of one thousand treasury shares	9,740	2,063	9,740	2,063
Net income per share - Basic	0.19	0.17		
Net income per share - Diluted	0.19	0.17		

26. Other information

Cash and cash equivalents

	Bank		Consolidated	
	12/31/22	12/31/21	12/31/22	12/31/21
At the beginning of the period				
Cash and cash equivalents	1,084,210	1,602,316	3,068,946	3,219,641
Open market investments	62,450,025	44,790,047	65,255,592	40,590,537
Investments in interbank deposits	6,487,698	3,075,369	8,231,901	3,624,401
Total	70,021,933	49,467,732	76,556,439	47,434,579
At the end of the period				
Cash and cash equivalents	1,095,169	1,328,963	3,239,320	3,535,687
Open market investments	70,750,951	41,201,730	67,431,992	42,426,341
Investments in interbank deposits	5,286,610	3,058,197	7,345,124	4,603,607
Total	77,132,730	45,588,890	78,016,436	50,565,635

Non-Recurring Results

In compliance with BCB n° 2/2020 Resolution, it is disclosed below the non-recurring results for the period

- BRL 92 millions related to goodwill amortizations