

OEC S.A.

Independent auditor's review report on the  
interim information

Interim consolidated financial statements  
As at September 30, 2022

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## INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To the  
Stockholder and Management of  
OEC S.A.  
São Paulo - SP

We have reviewed the accompanying interim consolidated financial statements of OEC S.A. ("Company") as at September 30, 2022, which comprise the balance sheet as at September 30, 2022, and the respective income statement, statement of comprehensive income, statement of changes in equity and cash flow statement for the period then ended, including the resume of the principal accounting practices and other explanatory notes.

The preparation of these financial statements is responsibility of the Company's management according to the Brazilian Accounting Standard - NBC TG 21 (R4) - Interim Information. Our responsibility is to issue a report on these financial statements based on our review.

### Extension of the review

We conducted our review in accordance with the Brazilian and International Standards on Review Engagements (NBC TR 2410 - Revisão de Informações Intermediárias Executada pelo Auditor da Entidade and ISRE 2410 - *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, respectively). These Standards requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

### Base for qualified conclusion about the interim consolidated information

Investigations and other legal proceedings conducted by the Federal Public Ministry and other public authorities

As described on explanatory Note n° 22 to the interim consolidated financial statements On December 1, 2016, Novonor, in the capacity of controlling stockholder of the companies that are part of the Novonor Group, entered into a leniency agreement with the Federal Public Prosecution Office ("MPF"), taking the responsibilities provided for the subject matter of the above mentioned agreement, except for Braskem S.A. This Agreement with the Federal Public Prosecution Office ("MPF") was signed within the scope of the global agreement that involved the proper authorities of the United States and Switzerland, according to which Novonor, or any other company that is part of its economic group, undertook to pay the aggregate amount equivalent to R\$ 3,828 million - US\$ 708 thousand over 23 years, in annual customized installments adjusted based on the Selic basic interest rate. On August 8, 2019, the above mentioned agreement was amended, changing the payment schedule, and Odebrecht Engenharia became the subsidiary guarantor of these obligations.

Due to the above mentioned agreement, the Federal Public Prosecution Office undertook to (i) not file civil lawsuits and additional actions for the reimbursement of amounts arising from the complaints and facts related to Operation Car Wash, and (ii) to not apply administrative improbity sanctions, and to work with other public bodies, state-owned companies and mixed capital companies so that they can remove any file restrictions for Novonor, Odebrecht Engenharia and its indirect subsidiaries.

Nevertheless, administrative improbity actions were filed requiring the payment of compensation and a fine, and establishing a ban on entering into contracts with governmental offices and receipt of tax or credit benefits or incentives, among other things.

In addition to the agreement entered with the Federal Public Prosecution Office ("MPF"), on July 9, 2018, Novonor and its subsidiaries entered into a leniency agreement with the Office of the Solicitor General ("AGU") and the Ministry of Transparency and the Brazilian Government Accountability Office ("CGU") under which they committed to pay, over 22 years, the total amount of R\$ 2,727 million - US\$ 504 thousand, to the damaged entities of the Federal Government, to be deducted from the R\$ 3,828 million - US\$ 708 thousand agreed upon under the agreement entered into with the Federal Public Prosecution Office ("MPF").

Subsequently, and as a development of these signed agreements, CNO has been negotiating with the damaged entities - state-owned companies and state and municipal governments - to enter into independent leniency agreements and/or to adhere to these agreements, since the damaged entities are not linked to the Leniency Agreement, reserving the right to file the applicable legal actions in the event of non-adherence to or non-execution of the independent agreements with Novonor. Odebrecht Engenharia, in consideration for the non-adoption of penalties against itself and its indirect subsidiaries, will undertake to cooperate with the authorities and compensate the damaged entities, seeking to limit the amount of the compensation to the amount established in the agreements entered into with the Federal Public Prosecution Office ("MPF"), the Office of the Solicitor General ("AGU") and the Ministry of Transparency and the Brazilian Government Accountability Office ("CGU").

On January 24, 2022, Novonor, CNO and the State of Rio de Janeiro entered into a Leniency Agreement, under the terms mentioned above, in which Novonor and CNO are co-obligated to make payment in the amount of approximately R\$ 330 million - US\$ 61 thousand over a period of 22 years, and this amount will be substantially deducted from the R\$ 3,828 million - US\$ 708 thousand of the agreement entered into with the Federal Public Prosecution Office ("MPF"), and the difference will be paid in the last year. With respect to the proceedings that involve the State of Rio de Janeiro ("ERJ"), the leniency agreement entered into by ERJ and the Company ("RJ Agreement") provides for the obligation of ERJ to declare in the above mentioned proceedings that the damaged entity has already been compensated for the events reported by the Company in the RJ Agreement.

On November 9, 2022, the Company and Novonor entered into a Leniency Agreement with the Attorney's Office of the State of Minas Gerais ("AGE/MG") and the General Accountability Office of the State of Minas Gerais ("CGE/MG"), with the intervention of the Public Prosecution Office of the State of Minas Gerais ("MPE/MG"). In addition to the Leniency Agreement, a Non-Civil Persecution Agreement was entered into by the Public Prosecution Office of the State of Minas Gerais ("MPE/MG") and the Company and Novonor companies, with the intervention of the General Accountability Office of the State of Minas Gerais ("CGE/MG") and the Attorney's Office of the State of Minas Gerais ("AGE/MG"). Under these agreements, the Company undertook to pay the amount of R\$ 202 million - US\$ 37 million - which will be partially deducted from the R\$ 3,828 billion - US\$ 708 million established in the agreement entered into with the Federal Public Prosecution Office ("MPF") - in a period of twenty-one (21) years, with Novonor appearing as the guarantor of the payment.

In addition to the agreements entered into with the Federal Public Prosecution Office ("MPF"), the Office of the Solicitor General ("AGU") and the Brazilian Government Accountability Office ("CGU"), CNO entered into an agreement with the World Bank and Odebrecht Engenharia e Construção S.A. and CNO entered into an agreement with the Inter-American Development Bank ("IDB"). Specifically with respect to the World Bank, in January 2019 an agreement that prohibits CNO and its wholly-owned subsidiaries to contract projects financed by the World Bank for a period of three (3) years was announced and this ineligibility period ended January 2022. No fine was imposed under the agreement.

Regarding the IDB, on September 04, 2019, an agreement was announced stipulating that the CNO and some of its wholly-owned subsidiaries, except for the branches and subsidiaries in Africa, were prohibited to contract projects financed by the IDB until August 1, 2024). The payment of a monetary contribution of US\$ 50 million, starting in 2024, was also agreed upon, taking into account the payment terms and conditions of the agreement. Odebrecht Engenharia and/or CNO are negotiating agreements with another international institutions.



Additionally, in accordance with Brazilian legislation, the companies that recognize the practice of illicit acts against free competition must enter into leniency agreements with the Brazilian antitrust agency ("CADE"). Under these terms, the Company's direct subsidiary CNO has already signed leniency agreements and instruments of termination of conduct with CADE's General Superintendency. CNO continues to negotiate with CADE the signing of other Instruments of Termination of Conduct.

The Company is a party to administrative proceedings that are in progress before the Brazilian antitrust agency (CADE) in which alleged anti-competition conducts are being investigated. The Company is exercising its right of defense and will have the opportunity to take to court the issues with which it does not agree.

Finally, in its operations abroad, Odebrecht Engenharia and its subsidiaries continue to make their best efforts to come to an understanding with local authorities for sealing cooperation/leniency agreements, while also seeking the support of the Brazilian authorities in the dialogue with the local authorities.

On the financial statements of the subsidiaries of OEC S.A. were registered accruals to the agreements in course, which values were calculated using the best estimates of the management and of the legal consultants involved.

However, considering the current stage of the negotiations and agreements in course, we were unable, applying alternative audit procedures, to obtain appropriate and sufficient audit evidences to conclude about the sufficiency of the registered accruals and if it would be necessary the register of other accruals on the consolidated financial statements of the Company at September 30, 2022.

#### Qualified conclusion about the interim consolidated information

Based on our review, except for the possible effects of the matters described in the topic Base for qualified conclusion about the interim consolidated information, nothing has come to our attention that causes us to believe that the accompanying financial statements do not give a true and fair view or are not presented fairly, in all material respects, in accordance with Brazilian Accounting Standard NBC TG 21 (R4), applicable to preparation of Interim Information.

#### Relevant uncertainty related to operational continuity

On September 30, 2022, the Company presented consolidated current liabilities higher than consolidated current assets by R\$3,783,281 and negative consolidated shareholders' equity by R\$17,451,329. In order to guarantee the operational continuity of the Company and its subsidiaries, on December 2021, the Action Plan ("PA") was approved by the Board of Directors, for the next five years, as shown in Note 1 (a). The interim consolidated financial statements were prepared on the assumption that the Company will continue as a going concern and do not include any adjustments related to the realization and classification of asset values or the settlement and classification of liabilities that would be required if the Company is unable to continue operating. If the interim consolidated financial information had been prepared considering the discontinuity of operations, they could have presented values different from those presented. Our conclusion is not qualified as a result of this matter.

São Paulo, December 06, 2022.



BDO RCS Auditores Independentes SS Ltda.  
CRC 2 SP 013846/O-1

  
Celso Luiz da Costa Lobo  
Accountant CRC 1 SP 251526/O-6

OECS.A. and its Subsidiaries  
Consolidated Balance Sheets  
In thousands of reais and U.S. dollars

	Note	September 30,		December 31,	Note	September 30,		December 31,
		US\$	2022	2021		US\$	2022	2021
				R\$				R\$
				(Restated)				
<b>Assets</b>								
<b>Current assets</b>								
Cash and cash equivalents	6	139,682	755,207	791,495				
Trade accounts receivable	7	303,430	1,640,525	1,607,275				
Advances to suppliers, subcontractors and others		132,306	715,326	251,970				
Taxes recoverable	8	90,444	488,996	466,527				
Inventories	9	54,135	292,687	330,145				
Current accounts with consortium members	10	81,819	442,362	458,243				
Prepaid expenses		6,376	34,472	32,434				
Credits receivable related to legal claims	11	36,146	195,427	375,395				
Other assets	12	114,630	619,760	543,783				
		<u>958,968</u>	<u>5,184,762</u>	<u>4,857,267</u>				
<b>Non-current assets held for sale</b>	15 (a)	61,521	332,622	351,446				
<b>Non-current assets</b>								
Financial investments		16,460	88,994	76,174				
Related parties	13 (a)	228,701	1,236,493	1,225,893				
Trade accounts receivable	7	406,160	2,195,944	2,027,322				
Deferred income tax and social contribution	14 (a)	236,951	1,281,100	1,095,758				
Taxes recoverable	8	31,254	168,980	165,362				
Prepaid expenses		1,302	7,038	10,705				
Advances to suppliers, subcontractors and others		5,287	28,584	29,145				
Judicial deposits		20,048	108,389	121,823				
Other assets	12	82,692	447,081	549,239				
		<u>1,028,855</u>	<u>5,562,603</u>	<u>5,301,421</u>				
<b>Investments</b>								
Associated companies	16 (b)	56,814	307,170	325,165				
Property and equipment	17	92,154	498,240	524,767				
Intangible assets		6,258	33,836	29,932				
Right of use	18 (a)	6,100	32,981	33,115				
		<u>1,251,702</u>	<u>6,767,452</u>	<u>6,565,846</u>				
<b>Total assets</b>		<u>2,210,670</u>	<u>11,952,214</u>	<u>11,423,113</u>				
<b>Liabilities and net capital deficiency</b>								
<b>Current liabilities</b>								
Debts	19 (a)	62,763	339,336	371,672				
Leases	23	4,783	25,859	22,855				
Suppliers and subcontractors	20	765,084	4,136,504	4,204,902				
Taxes, fees, salaries and social contributions	21	154,385	834,698	917,374				
Advances from customers	7	350,611	1,895,614	1,407,212				
Current accounts with consortium members	10	49,959	270,110	502,420				
Provisions for tax, labor, civil and others contingencies	22	135,160	730,757	748,029				
Other liabilities	24	135,975	735,165	801,580				
		<u>1,658,720</u>	<u>8,968,043</u>	<u>8,976,044</u>				
<b>Non-current liabilities</b>								
Debts	19 (a)	877,059	4,741,906	4,743,067				
Leases	23	18,555	100,317	93,666				
Suppliers and subcontractors	20	8,801	47,583	49,690				
Taxes, fees, salaries and social contributions	21	7,202	38,940	29,236				
Advances from customers	7	1,333,277	7,208,493	7,917,280				
Related parties	13 (a)	294,031	1,589,709	1,603,961				
Deferred income tax and social contribution	14 (a)	121,025	654,334	656,388				
Provisions for tax, labor, civil and others contingencies	22	828,396	4,478,805	4,283,685				
Provision for net capital deficiency of subsidiaries	16 (b)	206,676	1,117,413	628,553				
Other liabilities	24	84,711	458,000	467,371				
		<u>3,779,733</u>	<u>20,435,500</u>	<u>20,472,897</u>				
<b>Net capital deficiency</b>								
Capital	25 (a)	83,028	448,900	448,900				
Capital transactions		2,472	13,366	13,365				
Carrying value adjustments	25 (b)	136,655	738,841	348,948				
Accumulated losses		<u>(3,434,246)</u>	<u>(18,567,596)</u>	<u>(18,732,621)</u>				
		<u>(3,212,091)</u>	<u>(17,366,489)</u>	<u>(17,921,408)</u>				
<b>Non-controlling interest</b>								
		<u>(15,692)</u>	<u>(84,840)</u>	<u>(104,420)</u>				
		<u>(3,227,783)</u>	<u>(17,451,329)</u>	<u>(18,025,828)</u>				
<b>Total liabilities and net capital deficiency</b>		<u>2,210,670</u>	<u>11,952,214</u>	<u>11,423,113</u>				

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

**OEC S.A. and its Subsidiaries**  
**Interim Consolidated Statements of Income**  
**Nine-month periods ended September 30**  
**In thousands of reais and U.S. dollars, unless otherwise indicated**

		2022	2021
	Note	US\$	R\$
Continuing operations			
Net services and sales revenues	26	570,264	3,083,189
Cost of services rendered	27	(480,224)	(2,596,378)
Gross profit		90,040	486,811
Operating expenses			
General, administrative and selling expenses	27	(104,772)	(566,458)
Other income, net		11,999	64,871
Operating loss		(2,733)	(14,776)
Results from investments			
Results from equity investments	16 (b)	(82,849)	(447,933)
Financial result			
Financial result, net	28	21,796	117,844
Loss before social contribution and income tax			
		(63,786)	(344,865)
Current income tax and social contribution	29	(12,035)	(65,068)
Deferred income tax and social contribution	29	30,615	165,522
Loss of continued operations for the period		(45,206)	(244,411)
Discontinued Operations			
Net profit of discontinued operations for the period	15 (b)	75,264	406,921
Net profit (loss) for the period		30,058	162,510
Attributable to:			
Company's Stockholders		30,523	165,025
Non-controlling interest		(465)	(2,515)
		30,058	162,510
Basic profits (losses) per share from continuing and discontinuing operations attributable to stockholders at the end of the period (in R\$ and US\$ per share)			
	25 (c)	0.068	0.368
		(4.142)	

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

OEC S.A. and its Subsidiaries  
Interim Consolidated Statements of Comprehensive Income  
Nine-month periods ended September 30  
In thousands of reais and U.S. dollars, unless otherwise indicated

		2022	2021
	Note	US\$	R\$
Net profit (loss) for the period		30,058	162,510
Other comprehensive income:			
Items to be subsequently reclassified to profit or loss:			
Carrying value adjustment of investees	25 (b)	27,975	151,252
Foreing currency translation adjustment	25 (b)	43,649	235,993
Foreign exchange variation on net investments abroad	25 (b)	490	2,648
Total comprehensive income for the period		<u>102,172</u>	<u>552,403</u>
Attributable to:			
Company's Stockholders		102,637	554,918
Non-controlling interest		<u>(465)</u>	<u>(2,515)</u>
		<u>102,172</u>	<u>552,403</u>
		<u>(1,292,690)</u>	<u>(1,292,690)</u>

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

OEC S.A. and its Subsidiaries  
Interim Consolidated Statement of Changes in Equity (Net Capital Deficiency)  
Nine-month periods ended September 30  
In thousands of reais, unless otherwise indicated

	Note	Attributable to Company's Stockholders			Non-Controlling Interest	Total Net Capital Deficiency		
		Capital	Carrying Value Adjustment	Accumulated Deficit			Total	
At December 31, 2020		448,900	217,887	(5,954,601)	(5,287,814)	(131,032)	(5,418,846)	
Total comprehensive income for the period:								
Loss for the period - R\$ (4.142) per share	25 (c)			(1,390,620)	(1,390,620)	(58,273)	(1,448,893)	
Other comprehensive income	25 (b)		156,203		156,203		156,203	
Total comprehensive income (loss) for the period			156,203	(1,390,620)	(1,234,417)	(58,273)	(1,292,690)	
Capital transactions with stockholders:								
Other movements of non-controlling						94,405	94,405	
At September 30, 2021		448,900	374,090	(7,345,221)	(6,522,231)	(94,900)	(6,617,131)	
	Note	Capital	Capital Transactions	Carrying Value Adjustment	Accumulated Deficit	Total	Non-Controlling Interest	Total Net Capital Deficiency
At December 31, 2021		448,900	13,365	348,948	(18,732,621)	(17,921,408)	(104,420)	(18,025,828)
Total comprehensive loss for the period:								
Net profit for the period - R\$ 0.368 per share	25 (c)				165,025	165,025	(2,515)	162,510
Other comprehensive income	25 (b)			389,893		389,893		389,893
Total comprehensive income (loss) for the period				389,893	165,025	554,918	(2,515)	552,403
Capital transactions with stockholders:								
Other movements of capital transactions			1			1		1
Other movements of non-controlling							22,095	22,095
At September 30, 2022		448,900	13,366	738,841	(18,567,596)	(17,366,489)	(84,840)	(17,451,329)

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

OEC S.A. and its Subsidiaries  
Interim Consolidated Statement of Changes in Equity (Net Capital Deficiency)  
Nine-month periods ended September 30  
In thousands of U.S. Dollar, unless otherwise indicated

	Note	Attributable to Company's Stockholders					Non-Controlling Interest	Total Net Capital Deficiency
		Capital	Capital Transactions	Carrying Value Adjustment	Accumulated Deficit	Total		
At December 31, 2021		83,028	2,472	64,541	(3,464,769)	(3,314,728)	(19,313)	(3,334,041)
Total comprehensive loss for the period:								
Net profit for the period - US\$ 0.068 per share	25 (c)				30,523	30,523	(465)	30,058
Other comprehensive income	25 (b)			72,114		72,114		72,114
Total comprehensive income (loss) for the period				72,114	30,523	102,637	(465)	102,172
Capital transactions with stockholders:								
Other movements of non-controlling							4,087	4,087
At September 30, 2022		83,028	2,472	136,655	(3,434,246)	(3,212,091)	(15,692)	(3,227,783)

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

OEC S.A. and its Subsidiaries  
Interim Consolidated Statements of Cash Flows  
Nine-month periods ended September 30  
In thousands of reais and U.S. dollars, unless otherwise stated

	Note	2022		2021
		US\$		R\$
Cash flows from operating activities				
Profit (loss) before income tax and social contribution from continued and discontinued operations		11,478	62,056	(1,444,861)
Adjustments:				
Equity in results of investees	16 (b)	82,849	447,933	122,031
Variation in construction contracts revenue		(16,938)	(91,575)	(643,295)
Depreciation and amortization	27	8,106	43,825	48,419
Amortization of right of use	18 (a) / 27	1,471	7,955	15,816
Residual value of reduction in property and equipment and project expenses		10,404	56,250	88,518
Present value adjustments	28	(65,372)	(353,438)	(4,332,963)
Impairment on property and equipment	18 (a)	(749)	(4,052)	
Estimated (reversion) losses on doubtful accounts accrual, net	27 / 28	(24,437)	(132,119)	8,181,509
Reversion provision for guaranties				(3,972,036)
Provision for contingencies	27	(810)	(4,378)	35,821
Loss of discontinued operations		(492)	(2,659)	(463)
Effect on initial recognition of Bonds				837,370
Interest, monetary and foreign exchange variations and others, net		102,628	554,869	(10,536)
Cash generated by (used in) operations		108,138	584,667	(1,074,670)
Changes in assets and liabilities:				
Financial investments		(2,371)	(12,820)	20,369
Trade accounts receivable		1,124	6,079	590,635
Inventories		5,573	30,130	60,774
Taxes recoverable		(6,885)	(37,227)	(114,005)
Prepaid expenses, advances to suppliers, subcontractors and other assets		(51,949)	(280,866)	13,412
Suppliers and subcontractors		(1,973)	(10,667)	(380,704)
Advances from customers		296	1,603	645
Taxes, rates, salaries and payroll charges		(23,959)	(129,539)	(97,472)
Other liabilities		2,021	10,932	317,551
Net cash generated by (used in) operating activities from continued operations		30,015	162,292	(663,465)
Net cash used in operating activities from discontinued operations		(361)	(1,953)	(3,962)
Net cash generated by (used in) operating activities		29,654	160,339	(667,427)
Cash flows from investing activities				
Disposal of investments	16 (b)	677	3,658	1,723
Acquisitions of property and equipment	17	(13,498)	(72,979)	(61,850)
Acquisitions of intangible assets		(2,514)	(13,593)	
Dividends received	16 (b)	1,835	9,919	14,222
Cash and cash equivalents of subsidiaries included and excluded in consolidation, net				(268)
Net cash used in investing activities		(13,500)	(72,995)	(46,173)
Cash flows from financing activities				
Related parties				
Repayments		(12,749)	(68,929)	(47,181)
New loans		9,219	49,844	117,955
Short and long-term debt, net				
New loans	19 (d)	124	670	
Payments of principal	19 (d)	(12,002)	(64,891)	(74,833)
Payments of interest	19 (d)	(1,564)	(8,458)	
Payments of leases	23	(809)	(4,373)	(10,699)
Net cash used in financing activities		(17,781)	(96,137)	(14,758)
Effect of changes in the exchange rate on cash and cash equivalents		(5,085)	(27,495)	237,571
Decrease in cash and cash equivalents from continued operations		(6,351)	(34,335)	(486,825)
Decrease in cash and cash equivalents from discontinued operations		(361)	(1,953)	(3,962)
Cash and cash equivalents at the beginning of the period		146,394	791,495	873,987
Cash and cash equivalents at the end of the period		139,682	755,207	383,200

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

1 Operations

OEC S.A. ("OECSA" or the "Company") is a closely-held entity and an integral part of the Novonor Group ("Novonor Group"), headquartered in São Paulo, whose direct parent company is Odebrecht Holdco Finance Limited ("ODB Holdco") and indirect parent company is Odebrecht Engenharia e Construção S.A. ("Odebrecht Engenharia"). The Company's head office is located at Av. das Nações Unidas, 14.401 – Parque da Cidade – Chácara Santo Antonio, São Paulo.

The Company is the direct parent company of CNO S.A. ("CNO"), OECSA S.A. ("OECSA"), OENGER S.A. ("OENGER"), Tenenge Engenharia Ltda. ("Tenenge"), Odebrecht Overseas Limited ("OOL") and OEC Finance Limited ("OEC Finance").

The Company's main purposes include the planning and execution of engineering projects and construction works of all types and specialties as a contractor, administrator or other types of contracts adopted in the market; civil engineering technical installations, industrial assemblies, planning, assistance and technical studies, and the performance of other related economic activities, including the rental and purchase and sale of equipment, import and export of services and goods related to the engineering and construction activities.

Through its direct and indirect subsidiaries and their branches, the Company directly operates in several countries, mainly: Brazil, Angola, United States of America ("USA") and Peru.

In the heavy civil construction segment, the main direct subsidiaries of the Company are CNO, OECSA, and Tenenge and indirect CBPO Engenharia Ltda. ("CBPO"), which develop construction projects involving highways, railways, hydroelectric, thermoelectric and nuclear plants, port facilities, dams, refineries and other industrial and infrastructure projects.

The main projects that are currently being carried out through the subsidiaries and associates in Brazil are: Submarine Project, Santa Cruz Thermoelectric Plant, BH Health Units, Eurofarma Project, BRT Transbrasil, Ilha dos Pombos Hydroelectric Plant, Minérios Highway, Sertão Alagoano Influent Channel, BRT Transoeste, Montes Claros Water Supply System and e South Babitonga Gas Terminal, in addition to many contracts for the provision of services in industrial plants.

Abroad, the main projects in activity are: Laúca Hydroelectric Plant, Barra do Dande Oceanic Terminal and Cabinda Refinery Project (Angola), Maintenance of IIRSAS North and South (Peru) and East Section Highway (Ghana).

(a) Going Concern

The operating segment of the Company and its subsidiaries is the heavy civil construction in projects for the construction of highways, railways, hydroelectric, thermoelectric and nuclear plants, port installations, dams, refineries among other industrial and infrastructure projects for public and private customers, and their main source of resources is the generation of cash from these projects.

In view of the events that took place over the past few years, in order to mitigate the impacts on the cash of the Company and its subsidiaries, management implemented several actions, namely: i) a geographical restructuring process focused on countries that can potentially contract construction works from the Company and its subsidiaries, ii) the strengthening of corporate governance, with the establishment of the Board of Directors and supporting committees to the Board of Directors (with the participation of independent members), iii) creation of an Internal Audit and Internal Controls

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

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Department, iv) Integrity Program aimed at addressing practices and procedures to ensure compliance by businesses with legal requirements and principles of ethical, honest and transparent conduct in corporate activities, v) administrative restructuring, adapting the size of the supporting staff to the new size of the Company, vi) sale of assets and old credits to ensure the Company's liquidity, vii) restructuring of short-term debts and trade accounts payable, viii) renegotiation of terms and conditions of guarantees provided to the NFL Bonds; and ix) production maintenance for the contracts in the portfolio.

Accordingly, and in view of the commitments assumed by the Company's subsidiaries under the cooperation agreements and compensations, described in the Note 22, which required investments for the implementation of the Compliance System and the strengthening of the Corporate Governance, together with the low volumes of renewals of the contracts in the portfolio, which impaired the Company's ability to generate cash and cash equivalents, and the provisions for (i) the guarantee of the NFL Bonds whose restructuring was completed in January 2021, in accordance with Note 19, item (b); (ii) the credits receivable from the Novonor Group companies that are in judicial recovery and from the indirect subsidiary Odebrecht Engenharia, (iii) the discontinued operation in Venezuela; and (iv) the adjustment to present value of the credits held by the Company's direct and indirect subsidiaries with Biocom, in accordance with Note 13 (c), among other things, resulted in an excess of consolidated current liabilities over consolidated current assets of R\$ 3,783,281 – US\$ 699,752 (December 31, 2021 - R\$ 4,118,777) and in a consolidated net capital deficiency of R\$ 17,451,329 – US\$ 3,227,783 (December 31, 2021 - R\$ 18,025,828).

Action Plan 2022 – 2026: In order to seek the resumption of the growth of the Company and its subsidiaries aimed at the reversal of its equity position, the Company's Board of Directors approved, in December 2021, the Action Plan ("AP") for the next 5 (five) years, which includes the actions and strategic directions that provide for complete and sustainable solutions in Engineering and Construction for infrastructure and industries focused on the major global demands, such as mobility, logistics, sanitation, energy, housing, health and education, towards a strong growth and ensuring a relevant leading role in the markets where it operates, as follows:

- Addition of backlog - expectation of obtainment of new projects in the amount of US\$ 9.2 billion (previous AP – US\$ 7.1 billion) until 2026, in addition to currently having a base of opportunities of approximately 180 projects that total US\$ 19.6 billion in possible contracts, which are more intense with private clients.
- Focus of operations - The Company focuses its operations geographically, selectively and strategically in the following countries: i) Brazil – infrastructure and energy, in addition to assessing new opportunities in important industries in the country, and also focused on industrial companies, strengthening the Tenenge brand, whose operation is aimed at the maintenance of industrial plants; ii) Angola/Africa: strengthening of the operation in the African market, based in Angola, in addition to the growth of opportunities linked to the demands that are locally repressed; iii) Peru: evolve in the development of new opportunities with clients of the Novonor Group that already operate in the country, but also seek new partnerships with clients related to opportunities in strategic economic sectors; and iv) USA: development of private partnerships and expansion of the geographic scope based on the principle of the recognition of the Company's projects in the country.
- Guarantee of operation, competitiveness and efficiency – to guarantee the success of the operation in the countries mentioned above, the Company directs its efforts towards: i) completing with excellence the projects in the current portfolio; ii) strengthening and modernizing the Engineering area through remodeling and technological innovation aimed at improving the performance of the operations and the global adoption by the Company of BIM technology (tool, training, culture and investment); iii) ensuring the monitoring of the Engineering Risk Matrix for all contracts; iv) prioritizing the maintenance and renewal of technical certifications; v) prioritizing the exposure and proposals that add value to the client; vi) promoting relationships with Engineering/Technology companies and suppliers to qualify commercial actions; and vii) highlighting the Company's clear capacity to distinguish itself from the other players in the construction industry.

- Credits, insurance and guarantees: i) Seeking to reestablish the banking relationship in order to enable the contracting of a credit line to support the financing of new contracts; ii) seeking to enable the contracting of surety bonds to support the obtainments of new backlogs; iii) establishing a relationship with multilateral agencies that develop exports through our subsidiaries located in the countries that are the Company's focus for the inclusion of local content; and iv) seeking to reestablish the investor relations department to support the rapprochement with the capital markets and the subsequent appreciation of the Company's value.

Among the strategic directions mentioned above, aimed at the sustainable growth of the Company's operation in the countries where it operates, the AP also includes robust monitoring with respect to financial equation, aimed at balancing its gearing ratio, administrative costs and contingent liabilities, as follows:

- Financial health: i) completion of the negotiation for restructuring the guarantee for the NFL Bonds by Odebrecht Engenharia in accordance mentioned in Note 19 (b) so as to adjust the Company's capital structure and payment flows to its cash generation capacity and ii) renegotiation of trade accounts payable and working capital debts; and iii) sales of investments and monetization of receivables and tax credits.
- Solution and mitigation of litigations and liabilities: i) negotiation of leniency agreements through payments in installments; and ii) negotiation of agreements in the countries where Company operates for payments in accordance with the local financial capacity of each country.
- Organizational restructuring and reduction of costs: i) restructuring of the administrative staff, with shared structures, ensuring synergies, agility and lower costs and ii) implementation of new compensation policies aimed at reducing administrative expenditures.

The Company believes that the resumption of growth is essential for it to continue as a going concern. However, if the combined events described not take place, management believes that it will face significant difficulties to resume its growth. The current financial statements do not take into consideration adjustments that would be necessary in case the Company and its subsidiaries not be able to continue as a going concern normally.

#### (b) Integrity Program

The Company and its subsidiaries have an ongoing commitment to operate with ethics, integrity and transparency, in accordance with the best international governance practices and applicable laws, rules and regulations, as well as with the Company's policies, ensuring a conduct based on ethical principles and values.

Many initiatives related to improvements of financial process controls, such as guidelines and new operational processes, were implemented for the purpose of providing further corporate security to the Company. New integrity and financial control indicators and targets were defined and are being applied in the assessment of the performance of the Company's executives.

The Company's Integrity Program follows typical patterns of publicly-listed companies, with governance conducted by a board of directors and the participation of at least 20% of independent members. Since July, 2022, this participation is 57%. The program is continuously monitored and supervised by the Integrity and Audit Committee of the Board of Directors for which a majority of independent members is required and the Committee is coordinated by one of these members.

OECs Integrity Program has all the fundamental pillars of an effective compliance program: (i) independence and autonomy of the integrity and internal audit departments; (ii) well-defined policies and guidelines, that are broadly communicated, with recurring training programs offered to employees; (iii) regular risk analyses that guide the actions and focuses of the program; (iv) regularly implemented processes of due-diligence of third parties and employees; (v) complaint channels available in all operations, with independent and impartial internal investigations; (vi) continuous monitoring of risks and controls, with objective indicators that measure performance and effectiveness; and (vii) remedies applied upon the verification of deviations.

The controls implemented at the Company were broadly tested and improved over the past five years, including many levels of independent monitoring. In November 2020, the Integrity Program was attested to by independent monitors appointed by the U.S. Department of Justice (DoJ) and the Federal Public Prosecution Office of Brazil. In 2021, it went through a cycle of independent review in the scope of agreements signed with the World Bank and the Inter-American Development Bank (IDB). The report delivered by the monitors to the two banks at the end of 2021 not only reinforced the successful conclusions of the monitoring under the agreement with the DoJ, but it also confirmed that OEC's Integrity Program meets all compliance guidelines of the World Bank and IDB. In March 2022, Brazilian Government Accountability Office ("GCU") completed the ostensive monitoring of OEC's Integrity Program, attesting that the Company fulfilled all commitments assumed with respect to the topic of Integrity in the Leniency Agreement signed with the Brazilian Government Accountability Office ("CGU")/Office of the Solicitor General ("AGU") in 2018.

Some metrics achieved until September, 2022 under OEC's Integrity Program include: (i) 7,379 supplier due diligence processes were analyzed; (ii) the Annual Training Plan approved by the Board of Directors was completed by 96% of the defined target group; (iii) 120 reports received in the complaint channel were independently investigated by the Integrity department, generating 19 remediation actions, including 4 dismissals and 8 verbal and written warnings applied, 1 restriction on a supplier and 4 training/communication actions and 2 of fulfillment of obligations; (iv) in the continuous monitoring of compliance, 700 actions for testing and checking processes, 427 registrations of third parties had their contracting processes reviewed with respect to integrity requirements, 26 processes of contracting or promotion of employees were reviewed to check compliance with the integrity assessment requirements and 250 contracting processes were reviewed for the check of potential conflicts of interests reported.

Finally, it is worth noting that OEC's Integrity Program is certified by the ISO 37001:2017 Anti-Bribery Management System, which is valid through April 2024, and it was also subject to an external audit by a registered international certifying organism.

## 2 Summary of Significant Accounting Policies

The accounting policies applied in the preparation of these consolidated interim financial statements are consistent with those applied and disclosed in the Company's audited consolidated financial statements for the year ended December 31, 2021, except for the standards and amendments to standards in effect on January 1, 2022, which did not have a significant impact on the Company's consolidated interim financial statements.

The same accounting policies are applicable to the nine-month comparison period ended September 30, 2021, except for the standards and amendments to standards in effect on January 1, 2022, which did not have a significant impact on the Company's consolidated interim financial.

These consolidated interim financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2021.

### 2.1 Basis of Preparation

The Company's consolidated interim financial statements for the nine-month period ended September 30, 2022 have been prepared in accordance with the Accounting Pronouncement CPC 21 (R4) Interim Financial Statements issued by the Accounting Pronouncements Committee ("CPC"), which correspond to IAS 34 – Interim Financial Reporting.

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The consolidated interim financial statements have been prepared under the historical cost convention, except for financial instruments, credits receivable related to legal claims, non-current assets held for sale and assets measured at fair value.

2.1.1 Restatement for the purpose of reclassification of balances in the balance sheet for the year ended December 31, 2021

**Non-Current Assets Held for Sale**

On December 31, 2021, the Company reclassified, for comparative purposes, from the "Others assets" to the "Non-current assets held for sale" account equipment located in Peru that is part of the sales plan for that country, amounting to R\$ 36,533.

2.2 Consolidated Companies

The interim consolidated financial statements include those of the Company and its subsidiaries in which the following direct and indirect control is held as of September 30, 2022:

	Country	Direct Holding (%)	
		September 30, 2022	December 31, 2021
CNO	Brazil	97.53	97.53
OECI	Brazil	100.00	100.00
OENGER	Brazil	100.00	100.00
Tenenge	Brazil	100.00	100.00
OEC Finance	Cayman Islands	100.00	100.00
OIS	(a) Cayman Islands		100.00
Odebrecht Overseas Limited ("OOL")	Bahamas	100.00	100.00

	Country	Indirect Holding (%)	
		September 30, 2022	December 31, 2021
Belgrávia Serviços e Participações S.A. ("Belgrávia")	Brazil	100.00	100.00
Construtora Norberto Odebrecht - Sucursal Angola	Angola	100.00	100.00
CNO S.A. - Argentina	Argentina	100.00	100.00
CNO S.A. - Bolívia	Bolívia	100.00	100.00
Construtora Norberto Odebrecht S.A. - Costa Rica	Costa Rica	100.00	100.00
Construtora Norberto Odebrecht S.A. - Emirados Árabes	Arab Emirates	100.00	100.00
CNO S.A. - Equador	Ecuador	100.00	100.00
Construtora Norberto Odebrecht S.A. - Gana	Ghana	100.00	100.00
CNO S.A. - Guatemala	Guatemala	100.00	100.00
CNO S.A. - México	México	100.00	100.00
Construtora Norberto Odebrecht S.A. - Moçambique	Mozambique	100.00	100.00
CNO S.A. - Panamá	Panamá	100.00	100.00
CNO S.A. - Peru ("CNO Suc. Peru")	Peru	100.00	100.00
Construtora Norberto Odebrecht S.A. - República Dominicana	Dominican Republic	100.00	100.00
Construtora Norberto Odebrecht S.A. - Uruguai	Uruguay	100.00	100.00
Construtora Norberto Odebrecht S.A. - Venezuela	Venezuela	100.00	100.00
Libyan Brazilian Construction and Development Company	Libya	60.00	60.00
Odebrecht de Argentina S.A.	Argentina	100.00	100.00
Odebrecht Industrial, Inc.	USA	100.00	100.00
Bento Pedroso Construções, S.A.	Portugal	100.00	100.00

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	Country	Indirect Holding (%)	
		September 30, 2022	December 31, 2021
CBPO	Brazil	100.00	100.00
CBPO Engenharia Ltda. - Argentina	Argentina	100.00	100.00
CBPO Engenharia Ltda. - Chile	Chile	100.00	100.00
CBPO Engenharia Ltda. - Colombia	Colombia	100.00	100.00
CBPO Engenharia Ltda. - Uruguay	(c) Uruguay		100.00
CBPO Engenharia Ltda. - Venezuela	Venezuela	100.00	100.00
CBPO Engenharia Ltda. - Panamá	Panamá	100.00	100.00
CBPO Ingeniería de Venezuela C.A.	Venezuela	100.00	100.00
CBPO Overseas Limited.	Cayman Islands	100.00	100.00
Centaurus Investments Limited	Cayman Islands	100.00	100.00
Companhia de Obras e Infra Estrutura	Brazil	100.00	100.00
COI Cuba	Cuba	100.00	100.00
Constructora Norberto Odebrecht del Ecuador S.A.	Ecuador	100.00	100.00
Constructora Odebrecht Uruguay S.A.	(c) Uruguay		100.00
COI Overseas, Ltd.	(b) British Virgin Islands		100.00
Constructora Norberto Odebrecht de Panamá S.A.	Panamá	100.00	100.00
Multitrade S.A.	Brazil	100.00	100.00
CBPO Overseas Sucursal República Dominicana	Dominican Republic	100.00	100.00
Odebrecht Industrial Engineering America	USA	100.00	100.00
Odebrecht Angola Projectos e Serviços Ltda. ("OAL")	Angola	100.00	100.00
Odebrecht Solution Inc.	Bahamas	100.00	100.00
Odebrecht Construction Malta Ltd.	Malta	100.00	100.00
Odebrecht Construction, Inc.	USA	100.00	100.00
Odebrecht Engineering & Construction Ltd.	Malta	100.00	100.00
Odebrecht Ingeniería y Construcción de España, S.L.	Spain	100.00	100.00
Odebrecht Ingeniería y Construcción Internacional de México, S de RL de CV.	Mexico	100.00	100.00
Odebrecht Investimentos em Concessões Ferroviárias, Unipessoal, Lda.	Portugal	100.00	100.00
Odb, Investimentos em Concessões Rodoviárias, Unipessoal, Lda.	Portugal	100.00	100.00
Tenenge Limited	United Kingdom	100.00	100.00
Odebrecht Peru Ingeniería y Construcción S.A.C. ("OPIC")	Peru	100.00	100.00
OSEL - Odebrecht Serviços no Exterior Ltd.	Cayman Islands	100.00	100.00
Tenenge (UK) Ltd.	United Kingdom	100.00	100.00
Tenenge Overseas Corporation	Cayman Islands	100.00	100.00
Concesionaria Madden Colon	Panamá	100.00	100.00
Odebrecht Global Sourcing South Africa	South Africa	100.00	100.00
HG Market Group Corp	Barbados	100.00	100.00
OECP Peru Infraestrutura S.A.C.	Peru	100.00	100.00
OECP S.A.	Brazil	100.00	100.00
Odebrecht Servicios Integrales de México, S de RL de CV.	Mexico	100.00	100.00
Odebrecht Engenharia e Construção Internacional S.A. - Bolívia	Bolívia	100.00	100.00
OEI Ghana Limited	Ghana	100.00	100.00
CBPO Colombia SAS	(c) Colombia		100.00
OEI Services S.à r.l	Luxembourg	100.00	100.00
OEI S.A. - Sucursal Colombia	Colombia	100.00	100.00
OEI S.A. - República Dominicana	Dominican Republic	100.00	100.00
Odebrecht Engenharia e Construção Internacional S.A. - Moçambique	Mozambique	100.00	100.00
CBPO Ingeniería y Construcción de México S.A. de C.V.	Mexico	100.00	100.00
OEI Guyana Inc.	Guyana	100.00	100.00
OEI Angola	Angola	100.00	100.00
CBPO Ecuador	Ecuador	100.00	100.00

(a) In January 2022, the net assets of OIS were merged into OOL, which became a direct investment of the Company.

(b) In January 2022, the net assets of COI Overseas Ltd. were merged into CNO.

(c) Companies wound up in 2022.

## 2.3 Foreign Currency Translation

### (a) Functional and Presentation Currency

The interim consolidated financial statements of the Company and each of the entities included in the consolidation are prepared in Brazilian reais (R\$), and they are measured using the currency of the primary economic environment in which the companies operate ('the functional currency'). The interim consolidated financial statements are presented in thousands of reais and U.S. dollars.

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(b) Transactions and Balances

Except for Argentina, which operates in a hyperinflationary environment, transactions in foreign currency, that is, any currency that is different from the functional currency, are translated into the functional currency using the foreign exchange rates prevailing on the dates of the transactions, or the dates of valuation, when items are remeasured. The operations in Argentina are monetarily adjusted and translated at period-end foreign exchange rates.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period-end foreign exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in profit or loss for the period within "Finance result".

The foreign exchange rates used for translating the transactions and balances in other currencies of the main branches and subsidiaries of the Company were official currency, as follows:

<u>Country</u>	<u>Currency</u>	<u>September 30, 2022</u>	<u>December 31, 2021</u>
Angola	American Dollar	5.4066	5.5805
Argentina	Argentinian Peso	0.0367	0.0544
Colombia	Colombian Peso	0.0012	0.0014
Cuba	Cuban Peso	0.2253	0.2325
USA	American Dollar	5.4066	5.5805
Mexico	Mexican Peso	0.2688	0.2730
Panama	Balboa	5.4066	5.5805
Peru	New Sol	1.3586	1.4013
Portugal	Euro	5.2904	6.3210
Dominican Republic	Dominican Pesos	0.1013	0.0981

2.4 Basis of Translation

The accounting records are maintained in Brazilian reais. The financial information in U.S. dollars is presented solely for the convenience of the reader and has been translated from the amounts in the September 30, 2022 local currency financial statements, using the exchange rate prevailing on that date of R\$ 5.4066 to US\$ 1.00. This translation should not be considered as representing that the amounts in Brazilian reais represent, or have been, or could be, converted into U.S. dollars.

3 Critical Accounting Estimates and Judgments

The transactions involving a higher degree of judgment or complexity, or transactions where assumptions and estimates are significant to the consolidated interim financial statements were presented in the consolidated financial statements for the year ended December 31, 2021 in Note 3.

The assumptions and estimates used in the preparation of the consolidated interim financial statements for the nine-month period ended September 30, 2022 did not change significantly in relation to those in effect on December 31, 2021.

4 Financial Risk Management

4.1 Financial Risk Factors

The information related to the financial risk management were presented in the Company's annual consolidated financial statements for the year ended December 31, 2021 in Note 4 and was not changed for the nine-month period ended September 30, 2022.

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**5 Financial Instruments by Category**

	Assets measured at fair value through profit or loss	Amortized cost	Total R\$	Total US\$
<b>September 30, 2022</b>				
Assets, according to the balance sheet				
Cash and banks		452,388	452,388	83,673
Short-term deposits	302,819		302,819	56,009
Financial investments		88,994	88,994	16,460
Current accounts with consortium members		442,362	442,362	81,819
Credits receivable related to legal claims	195,427		195,427	36,146
Trade accounts receivable, judicial deposits and other assets		5,011,699	5,011,699	926,960
Non-current assets held for sale	332,622		332,622	61,521
Related parties		1,236,493	1,236,493	228,701
	<b>830,868</b>	<b>7,231,936</b>	<b>8,062,804</b>	<b>1,491,289</b>
		Amortized cost	Total R\$	Total US\$
<b>September 30, 2022</b>				
Liabilities, according to the balance sheet				
Debts		5,081,242	5,081,242	939,822
Leases		126,176	126,176	23,338
Suppliers, subcontractors and other liabilities		5,377,252	5,377,252	994,571
Current accounts with consortium members		270,110	270,110	49,959
Related parties		1,589,709	1,589,709	294,031
		<b>12,444,489</b>	<b>12,444,489</b>	<b>2,301,722</b>
	Assets measured at fair value through profit or loss	Amortized cost	Total R\$	
<b>December 31, 2021</b>				
Assets, according to the balance sheet				
Cash and banks			608,459	608,459
Short-term deposits		183,036		183,036
Financial investments			76,174	76,174
Current accounts with consortium members			458,243	458,243
Credits receivable related to legal claims		375,395		375,395
Trade accounts receivable, judicial deposits and other assets			4,849,442	4,849,442
Non-current assets held for sale		351,446		351,446
Related parties			1,225,893	1,225,893
		<b>909,877</b>	<b>7,218,211</b>	<b>8,128,088</b>
		Amortized cost	Total R\$	
<b>December 31, 2021</b>				
Liabilities, according to the balance sheet				
Debts			5,114,739	5,114,739
Leases			116,521	116,521
Suppliers, subcontractors and other liabilities			5,523,543	5,523,543
Current accounts with consortium members			502,420	502,420
Related parties			1,603,961	1,603,961
			<b>12,861,184</b>	<b>12,861,184</b>

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6 Cash and Cash Equivalents

		September 30, 2022	December 31, 2021
	US\$		R\$
High Liquidity	67,907	367,145	475,973
Cash - countries (*)	65,622	354,793	239,511
Consortia (**)	6,153	33,269	76,011
	<u>139,682</u>	<u>755,207</u>	<u>791,495</u>

(\*) This includes countries with any restrictions on use or remittances of funds abroad, such as: legal, foreign exchange and specific legislation and where there are no restrictions on local use.

(\*\*) This includes cash from consortium companies in the proportion to their interest and it will be used in the payment of their own obligations.

The financial investments of the Company and its subsidiaries are highly-liquid short-term investments (original maturities for up to 90 days) that can be promptly converted into cash and they are subject to an insignificant risk of change in value. The purpose of these funds is basically to supply the Company's cash needs.

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7 Trade Accounts Receivable and Advanced from Customers

The balances of trade accounts receivable are mainly recorded in Angola, Brazil, USA, Panama, Peru and Dominican Republic and they include outstanding balances of advances from customers, as follows:

	September 30, 2022								December 31, 2021						
	Accounts receivable and billing rights (**)				Advanced from customers and liability contract (*) (**)				Accounts receivable and billing rights (**)				Advanced from customers and liability contract (*) (**)		
	R\$		US\$		R\$		US\$		R\$		R\$		R\$		
	(-) Allowance for expected losses from doubtful accounts (I)								(-) Allowance for expected losses from doubtful accounts (I)						
Main countries	Current	Non-current	Total	Total	Current	Non-current	Total	Total	Current	Non-current	Total	Total	Current	Non-current	Total
Angola	676,792	587,948	(235,625)	1,029,115	190,344	490,464	3,062,902	586,512	935,077	329,910	(239,325)	1,025,662	23,297	2,874,137	2,897,434
Brazil	429,202	904,727	(422,111)	911,818	168,649	106,615	331,941	61,396	436,260	903,843	(461,906)	878,197	238,366	232,834	471,200
USA	123,585		(123,585)			281	281	52	127,560		(127,560)		290		290
Panama	517,924		(7,273)	510,651	94,450	40,353	40,353	7,464	528,914		(11,658)	517,256	84,015		84,015
Peru	1,518,122	22,832	(1,404,462)	136,492	25,245	167,983	167,983	31,070	1,569,325	22,832	(1,453,321)	138,836	155,067		155,067
Dominican Republic	449,621		(324,626)	124,995	23,119	114,493	114,493	21,177	444,285		(336,513)	107,772	259,690		259,690
Others	2,454,979	1,122,191	(2,453,772)	1,123,398	207,783	975,425	5,386,154	996,217	2,251,228	1,229,718	(2,514,072)	966,874	646,487	4,810,309	5,456,796
	<u>6,170,225</u>	<u>2,637,698</u>	<u>(4,971,454)</u>	<u>3,836,469</u>	<u>709,590</u>	<u>1,895,614</u>	<u>7,208,493</u>	<u>1,683,888</u>	<u>6,292,649</u>	<u>2,486,303</u>	<u>(5,144,355)</u>	<u>3,634,597</u>	<u>1,407,212</u>	<u>7,917,280</u>	<u>9,324,492</u>
	Current		<u>1,640,525</u>	<u>303,430</u>			<u>1,895,614</u>	<u>350,611</u>	Current		<u>1,607,275</u>				<u>1,407,212</u>
	Non-current		<u>2,195,944</u>	<u>406,160</u>			<u>7,208,493</u>	<u>1,333,277</u>	Non-current		<u>2,027,322</u>				<u>7,917,280</u>

(\*) These refer to advances from customers usually received upon the signing of contracts for the performance of some construction works that are deducted in different percentages from the service provision invoices over the performance period stipulated in the contract. The amounts received from customers that exceed the allocated revenue are also recorded in the "Advances from customers" account, called contract liability, in current and non-current liabilities, in accordance with the period for the performance of the work.

(\*\*) The balances with related parties are also presented in trade accounts receivable and advances from customers in the amounts of R\$ 363,819 – US\$ 67,292 (December 31, 2021 – R\$ 399,115) and R\$ 239,565 – US\$ 44,310 (December 31, 2021 – R\$ 226,639) respectively, in accordance with Note 13 (b).

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(i) Expected Losses from Doubtful Accounts

According to IFRS 9 / CPC 48 – Financial Instruments, in the measurement of expected losses from doubtful accounts, the Company adopted the simplified approach criteria since its receivables do not include significant financing components.

For the measurement of the allowance for expected losses, the Company did not use a matrix of allowances due to the absence of historical losses in its operations that would cause it to determine a criterion for the allowance based on histories of losses. Instead, the Company adopted a geographical matrix model since the monitoring of its operations is determined on a geographical basis. Therefore, for each period, the Company applies the probability of default of each country in which it operates on its credit exposure, which represents the trade accounts receivables less the advances from customers.

Additionally, the Company also assesses the losses incurred arising from one or more events that took place after the initial recognition of the receivable if this loss event has an impact on the Company's cash flows. The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The Company's management uses its best judgment to choose the evaluation method and define assumptions that are based mainly on the market conditions existing on the balance sheet date.

Historically, the Company and its subsidiaries have received these credits held with these entities, including those overdue for one year or more, and they have not been presenting significant losses upon their realization. The collection of these overdue amounts occurs through the payment or receipt of government bonds or other assets.

As part of their policy to mitigate performance risks in developing countries, the Company and its subsidiaries require advances from customers before starting a project (down payment). These down payments are deducted from each invoice through the end of the contract.

8 Taxes Recoverable

	September 30, 2022			December 31, 2021		
	Brazil	Abroad	Total	Brazil	Abroad	Total
			R\$	US\$		R\$
Offset - assets						
Prepayment of income tax	21,884	80,193	102,077	18,880	9,818	109,405
Indirect taxes	39,486	311,377	350,863	64,895	35,779	288,788
Taxes withheld at source	16,879	10,188	27,067	5,006	9,765	12,881
Other (i)	174,519	3,450	177,969	32,917	211,284	220,815
	252,768	405,208	657,976	121,698	266,646	631,889
			Current assets	488,996	90,444	466,527
			Non-current assets	168,980	31,254	165,362

(i) On September 30, 2022, the Company maintains recorded the amount of R\$ 129,908 – US\$ 24,028 (December 31, 2021 – R\$ 151,255), related to social security credits, in its assets, segregated between current in the amount of R\$ 28,876 – US\$ 5,341 and non-current in the amount of R\$ 101,032 – US\$ 18,687. The credit arises from a proceeding for which there was a final and unappealable decision that recognized the non-levy of social security contribution on compensatory payments (compensated notice of termination, 1/3 of vacation pay and absence in the case of illness/accident).

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9 Inventories

		September 30, 2022	December 31, 2021
	US\$		R\$
Materials to be used in construction (i)	27,617	149,312	178,242
Marketable properties (ii)	19,763	106,850	127,072
Imports and exports in progress	144	781	5,476
In transit inventories	1,460	7,893	14,662
Advances to suppliers	5,151	27,851	4,693
	<u>54,135</u>	<u>292,687</u>	<u>330,145</u>

(i) This refers mainly to materials to be used in projects: Prosub (Brazil), North/South IIRSA (Peru) and BRT and AH Lauca projects (Angola).

(ii) These mainly refer to inventories of real estate properties for sale in Angola.

10 Current accounts with consortium members

The Company, together with other companies, participates in consortiums for the provision of services related to its corporate purpose. The consortium current account balances represent the imbalance of the contributions of funds made to the consortiums. On September 30, 2022, and December 31, 2021, the balances of assets and liabilities are presented through net realizable value, as follows:

	Current assets			Current liabilities		
		September 30, 2022	December 31, 2021		September 30, 2022	December 31, 2021
Main countries	US\$		R\$	US\$		R\$
Brazil (*)	44,342	239,737	235,672	16,720	90,401	92,036
Bahamas	14,929	80,713	77,563			
Panama	14,249	77,040	79,518	8,250	44,604	46,040
Portugal	2,848	15,399	18,021			
Dominican Republic	5,451	29,473	30,555			
Others			16,914	24,989	135,105	364,344
	<u>81,819</u>	<u>442,362</u>	<u>458,243</u>	<u>49,959</u>	<u>270,110</u>	<u>502,420</u>

(\*) On September 30, 2022, the amount of R\$ 88,818 – US\$ 16,428 (December 31, 2021 – R\$ 88,652) related to a transaction with a related party is included in this line, as presented in Note 13 (a).

11 Credits receivable related to legal claims

This account refers to credits receivable related to legal claims for which there was a final and unappealable decision in favor of the Company and includes gains of different natures, in particular the reimbursement of costs. In June 2022, the adjustment at fair value, amounting to R\$ 253,988 – US\$ 46,977, was reversed due to the expectation of receipt. On September 30, 2022, the balance of credits receivable related to legal claims with final and unappealable decisions in favor of the Company is R\$ 195,427 – US\$ 36,146 (December 31, 2021 – R\$ 375,395).

12 Other Assets

On September 30, 2022, the balances of other current and non-current assets are of different natures and dispersed, and the main ones are:

- i) debit notes and invoices issued against companies of the Novonor Group amounting to R\$ 357,843 – US\$ 66,186 (December 31, 2021 – R\$ 340,175), as mentioned in Note 13 (b);
- ii) Eletrobrás credits R\$ 34,673 – US\$ 6,413 (December 31, 2021 – R\$ 34,673);
- iii) other accounts receivable related to the rescission between CEL6 and Concessionária Move São Paulo S.A., in which the consenting intervening parties were Linha Universidade Participações S.A. (“New Concessionaire”) and Acciona Construcción S.A., with the New Concessionaire undertaking to pay to CEL6 the amount of R\$ 47,098 – US\$ 8,711 (December 31, 2021 – R\$ 46,075), attributable to the Company.

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13 Related parties

(a) Changes in Balances of related parties and current account with consortium members:

	December 31, 2021	Additions	Disposals	Interests	Exchange Variation	Provision for losses	Adjustment to present value	September 30, 2022
Current asset								
Current accounts with consortium members								
Novonor Serviços e Participações S.A. - under judicial recovery ("NSP") (formerly named OSP)	88,652	166						88,818
Total - Companies under judicial recovery (i) (note 10)	88,652	166						88,818
Non-current asset								
Novonor Group Companies								
Novonor	114,374			616	(8,474)	7,859		114,375
Novonor International Corporation ("NVNIC") (formerly named ODBIC)	48,343			5,617	(1,448)	(4,522)		47,990
Novonor Finance Limited ("NFL") (formerly named OFL)	782,297				(26,104)	25,938		782,131
Total - Companies under judicial recovery (i)	945,014			6,233	(36,026)	29,275		944,496
Other NPI consolidated companies (formerly named OPI) (ii)	17,835	6,507	(48,818)	365	(1,747)	35,103		9,245
Arena Pernambuco Negócios e Investimentos S.A. ("Arena Pernambuco")		548						548
Biocom – Cia de Bioenergia de Angola Ltd. - "Biocom" (c)	193,212			29,293	(4,463)		(2,859)	215,183
Consorcio Constructor Ductos Del Sur	18,693	768	(8)		(2,783)			16,670
Odebrecht Engenharia	48,431	35			(59,436)	58,640		47,670
Others	2,708			2	(29)			2,681
Total - Other Group companies	280,879	7,858	(48,826)	29,660	(68,458)	93,743	(2,859)	291,997
Total Assets - related parties (in R\$)	1,225,893	7,858	(48,826)	35,893	(104,484)	123,018	(2,859)	1,236,493
Total Assets - related parties (in US\$)		1,453	(9,031)	6,639	(19,325)	22,753	(529)	228,701

(i) The balance of net liabilities of Company and subsidiaries of Novonor Group companies that are in judicial recovery amount to R\$ 39,551 – US\$ 7,315.

(ii) This refers to balances with consolidated companies of Novonor Participações e Investimentos S.A. – In Judicial Recovery ("NPI"), formerly named Odebrecht Participações e Investimentos S.A. – In Judicial Recovery ("OPI"), that are not in judicial recovery, such as: Concessionária Trásvase Olmos S.A., Odebrecht Latinvest Peru SAC, Odebrecht Latinvest Luxemburgo, Odebrecht Energia Del Peru, Technik Invest SAC, Inversiones en Infraestructura Transportes por Ductos SAC, Odebrecht Latinvest Peru Ductos S.A., Concessionaria IIRSA Norte S.A., Concesionaria Interoceánica Sur Tramo 2 S.A., Concesionaria Interoceánica Sur Tramo 3 S.A., Bairro Novo Empreendimentos S.A and Concessionaria Chavimochic.

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	December 31, 2021	Additions	Disposals	Interests	Exchange Variation	Transfers / Offsets	September 30, 2022
<b>Non-current liabilities</b>							
<b>Novonor Group Companies</b>							
Novonor	156,022		(2,097)				153,925
NVNIC (formerly named ODBIC)	48,343			1,095	(1,448)		47,990
NSP (formerly named OSP)	870,950						870,950
<b>Total - Companies under judicial recovery (i)</b>	<b>1,075,315</b>		<b>(2,097)</b>	<b>1,095</b>	<b>(1,448)</b>		<b>1,072,865</b>
<b>Other NPI consolidated companies (formerly named OPI) (ii)</b>							
Other NPI consolidated companies (formerly named OPI) (ii)	402,651	78		4,680	(13,860)	43	393,592
Consorcio Constructor Ductos Del Sur	45,445	2,962	(1,503)		(3,977)		42,927
Consorcio Constructor Chavimochic	1,657	3,162	(3,447)		(72)		1,300
Horiens Consultoria e Corretora de Seguros Ltda	30,985	18	(653)	535			30,885
Horiens Ltda	10,737			370	(315)		10,792
Odebrecht Realizações ("OR")	6,497						6,497
Odebrecht Engenharia	24,225				207		24,432
Others	6,449	61,682	(61,737)	-	18	7	6,419
<b>Total - Other Group companies</b>	<b>528,646</b>	<b>67,902</b>	<b>(67,340)</b>	<b>5,585</b>	<b>(17,999)</b>	<b>50</b>	<b>516,844</b>
<b>Total Liabilities - related parties (in R\$)</b>	<b>1,603,961</b>	<b>67,902</b>	<b>(69,437)</b>	<b>6,680</b>	<b>(19,447)</b>	<b>50</b>	<b>1,589,709</b>
<b>Total Liabilities - related parties (in US\$)</b>		<b>12,559</b>	<b>(12,843)</b>	<b>1,236</b>	<b>(3,597)</b>	<b>9</b>	<b>294,031</b>

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(b) Other Transactions with Related Parties:

	December 31, 2021	Additions	Disposals	Interests	Provision for losses	Adjustment to present value	Exchange Variation	Transfers	September 30, 2022
Current and non-current asset									
Accounts receivable									
NSP (formerly named OSP)	4								4
Total - Companies under judicial recovery	4								4
Other NPI subsidiaries (formerly named OPI) (iii)	142,553	8,107	(15,034)				(158)		135,468
Consortio Construtor Chavimochic - Peru	400						(12)		388
Bloom (c)	17,987	652	(595)			6,491	(4,894)		19,641
Odebrecht Ambiental Participações	128								128
Braskem S.A. ("Braskem")	4,174	177,432	(181,577)						29
Odebrecht Transport S.A. ("OTP") - Investees	34,811								34,811
Novonor Properties Investimentos S.A. ("Novonor Properties") - Subsidiaries (i)	89,947								89,947
Novonor Energia Investimentos S.A. ("Novonor Energia") - Subsidiaries (ii)	38,292		(25,524)						12,768
OR	23,886								23,886
Odebrecht Engenharia	34						1		35
Other - Assets	46,899	642	(773)				(54)		46,714
Total - Other Group companies	399,111	186,833	(223,503)			6,491	(5,117)		363,815
Total (in R\$) (Note 7)	399,115	186,833	(223,503)			6,491	(5,117)		363,819
Total (in US\$)		34,556	(41,339)			1,201	(946)		67,292
Other Assets									
Novonor	1,520	1,402	(1,402)				(39)		1,481
NPI (formerly named OPI)	312	1,451	(407)						1,356
NSP (formerly named OSP)	837	486	(377)					12	958
Novonor Properties	3,281	2,806	(1,084)						5,003
Edifício Odebrecht RJ S.A.	286					(198)		1	89
Novonor Energia	14,300	1,113	(750)					(12,716)	1,947
Atvos - Agroindustrial S.A. ("Atvos")	548	270	(126)						692
Total - Companies under judicial recovery (iv)	21,084	7,528	(4,146)			(198)	(39)	(12,703)	11,526
Other NPI subsidiaries (formerly named OPI)	20,695	16,385	(6,163)				(665)		30,252
Bloom (c)	22,648	64,659	(54,310)			(5,473)	(1,661)	18	25,881
Odebrecht Ambiental Participações	4,691	418	(520)			(635)		2	3,956
Braskem	1,145	103	(79)						1,169
OTP - Investees	49,968	1,625	(2,563)	5,726			(37)		54,719
OR	31,269	2,256	(2)						33,848
Novonor Energia - Investees	79	149						12,716	12,944
Ocyan S.A.	7,318	687	(652)					3	7,356
Odebrecht Defesa e Tecnologia	2,205	340	(344)						2,201
Odebrecht Engenharia	8,835	58	(32)				(274)		8,587
AOT Pipelines S.A.P.I. DE C.V.	2,172						(62)		2,110
Sociedade de Desenvolvimento Mineiro ("SDM")	166,513	381	(484)				(5,188)		161,222
Concessionaria Rio Barra	674		(303)						371
Other - Assets	879	2,703	(1,742)				(1)	(138)	1,701
Total - Other Group companies (iv)	319,091	89,764	(67,194)	5,726	(635)	(5,473)	(7,888)	12,926	346,317
Total (in R\$)	340,175	97,292	(71,340)	5,726	(833)	(5,473)	(7,927)	223	357,843
Total (in US\$)		17,995	(13,195)	1,059	(154)	(1,012)	(1,466)	41	66,186

(i) This refers mainly to Arena Pernambuco.

(ii) This refers mainly to Santo Antônio Energia.

(iii) This refers mainly to balances with subsidiaries of NPI that are not in judicial recovery, such as: Concessionaria Iirsa Norte (R\$ 83,646– US\$ 15,471) and Odebrecht Peru Operaciones Y Servicios SAC (R\$ 47,896 – US\$ 8,859).

(iv) As mentioned in Note 12, they refer to debit notes and invoices issued against companies of the Novonor Group in the amount of R\$ 357,843 – US\$ 66,186 (December 31, 2021 – R\$ 340,175).

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	December 31, 2021	Additions	Disposals	Exchange Variation	Transfers	September 30, 2022
<b>Current Liabilities</b>						
<b>Suppliers</b>						
Novonor	11,956	103		(189)		11,870
NSP (formerly named OSP)	21,571	1,373	(837)			22,107
Novonor Properties	42					42
Edifício Odebrecht RJ S.A.	41,860					41,860
Atvos	781	216	(127)			870
<b>Total - Companies under judicial recovery (iv)</b>	<b>76,210</b>	<b>1,692</b>	<b>(964)</b>	<b>(189)</b>		<b>76,749</b>
Braskem México	1,726	97	(43)	(50)		1,730
Other NPI subsidiaries (formerly named OPI)	903			(142)	(761)	
AOT Pipelines S.A.P.I. DE C.V.	23,347			(669)		22,678
Odebrecht Engenharia	8,817			(273)		8,544
Other - liabilities	1,998	565	(137)	(5)		2,421
<b>Total - Other Group companies (iv)</b>	<b>36,791</b>	<b>662</b>	<b>(180)</b>	<b>(1,139)</b>	<b>(761)</b>	<b>35,373</b>
<b>Total (in R\$)</b>	<b>113,001</b>	<b>2,354</b>	<b>(1,144)</b>	<b>(1,328)</b>	<b>(761)</b>	<b>112,122</b>
<b>Total (in US\$)</b>		<b>435</b>	<b>(212)</b>	<b>(246)</b>	<b>(141)</b>	<b>20,738</b>
<b>Advances from Customers</b>						
Other NPI subsidiaries (formerly named OPI) (v)	155,056	55,116	(37,416)	(4,812)		167,944
OTP - Investees	71,583					71,583
Others		38				38
<b>Total - Other Group companies (Note 7)</b>	<b>226,639</b>	<b>55,154</b>	<b>(37,416)</b>	<b>(4,812)</b>		<b>239,565</b>
<b>Total (in R\$)</b>	<b>226,639</b>	<b>55,154</b>	<b>(37,416)</b>	<b>(4,812)</b>		<b>239,565</b>
<b>Total (in US\$)</b>		<b>10,201</b>	<b>(6,920)</b>	<b>(890)</b>		<b>44,310</b>
<b>Other Liabilities</b>						
Novonor	242					242
<b>Total - Companies under judicial recovery</b>	<b>242</b>					<b>242</b>
OR	5,209					5,209
Other NPI subsidiaries (formerly named OPI)	5,658	5,572	(917)	(264)		10,049
SDM	55,055			(1,716)		53,339
Other - liabilities	119					119
<b>Total - Other Group companies</b>	<b>66,041</b>	<b>5,572</b>	<b>(917)</b>	<b>(1,980)</b>		<b>68,716</b>
<b>Total (in R\$)</b>	<b>66,283</b>	<b>5,572</b>	<b>(917)</b>	<b>(1,980)</b>		<b>68,958</b>
<b>Total (in US\$)</b>		<b>1,031</b>	<b>(170)</b>	<b>(366)</b>		<b>12,754</b>

(iv) This refers to companies Concessionaria Iirsa Norte and Odebrecht Peru Operaciones y Servicios SAC.

(vi) The total balances of suppliers with related parties adds up to R\$ 112,122 – US\$ 20,738 (December 31, 2021 – R\$ 113,001).

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(c) Credits with Biocom – Companhia de Bioenergia de Angola Ltd.

The Company, through its direct and indirect subsidiaries in Brazil and abroad, maintains outstanding balances in the balance sheet in the accounts “Related parties”, “Trade accounts receivable” and “Other assets” in current and non-current with the associate Biocom arising from the export of goods and services and loan agreements as additional provisions in the period between 2010 to date.

On December 06, 2019, Biocom’s stockholders, together with local Banks (Banco Angolano de Investimentos – BAI, Banco de Fomento Angola – BFA and Banco Econômico – BE) formulated the main terms of the renegotiation of the loans contracted by Biocom, which are documented in the Indicative Fact Sheet (“FIT”), that is confirmed and signed.

The terms of this renegotiation in discussion provides for the settlement of the debt with the local banks in a period of 156 months (13 years), and only after the settlement of the debt with the local banks can the outstanding balances be settled with stockholders and related parties, in accordance with the financial payment capacity of Biocom.

Assuming that the conditions in the Indicative Fact Sheet (“FIT”) are approved, with the final signing of the amendment related to the Financial Loan, and taking into consideration the new minimum term for receipt (13 years), the Credits with Biocom were adjusted to present value, representing, on September 30, 2022, the amount of US\$ 47,837 million – R\$ 258,636 (US\$ 41,558 million – R\$ 231,915 on December 31, 2021).

In the period ended September 30, 2022, the adjustment to present value recognized in the finance result as expense amounted to R\$ 1,841 – US\$ 341.

(d) Compensation of key Management Personnel

	September 30, 2022			September 30, 2021		
	Statutory Executive Board	Board of Directors	Total	Statutory Executive Board	Board of Directors	Total
Compensation (a)	6,329	3,349	9,678	7,902	3,277	11,179
Short-term compensation (b)	96	9	105	81	8	89
Benefits – Pension plan	162		162	156		156
In R\$	6,587	3,358	9,945	8,139	3,285	11,424
In US\$	1,218	621	1,839			

(a) Composed of the fixed compensation and variable compensation (bonus and profit sharing), in addition to the respective payroll charges.

(b) This represents the benefits with medical and dental care, meal vouchers and life insurance.

The amounts above represent the payments made in the respective periods.

Key management personnel include the statutory officers of Company (“Management Members”).

At the Company’s Annual General Stockholders’ Meeting held on April 29, 2022, the total amount related to management compensation, of R\$ 26,729 – US\$ 4,944, was approved for the calendar year 2022 and it includes Short-Term Incentives and Long-Term Incentives.

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14 Deferred Income Tax and Social Contribution

Deferred income tax and social contribution are calculated on income tax and social contribution loss carryforwards, the latter related to investments in Brazil, and on temporary differences between the tax bases of assets and liabilities and their carrying amounts. The rates in Brazil, currently established for determining these deferred taxes, are 25% for income tax and 9% for social contribution. The nominal rates in other countries vary from 25% to 29,5%.

(a) Recognition of Deferred Income Tax and Social Contribution

Nature of the credits	Non-current assets			Non-current liabilities		
		September 30, 2022	December 31, 2021		September 30, 2022	December 31, 2021
	US\$		R\$	US\$		R\$
Income tax losses	41,313	223,361	197,774			
Social contribution loss carryforwards	4,631	25,037	13,006			
	45,944	248,398	210,780			
Temporary differences						
Provisions	130,033	703,034	667,079	77	415	684
Foreign exchange variation				99,261	536,665	400,118
Adjustment to present value	21,604	116,803	117,149	33	179	209
Government agencies				21,287	115,089	115,531
Other	39,370	212,865	100,750	367	1,986	139,846
	236,951	1,281,100	1,095,758	121,025	654,334	656,388

(b) Recoverability of Recorded Deferred Income Tax and Social Contribution Assets

On September 30, 2022, the Company and its subsidiaries have deferred income tax and social contribution assets mainly related to temporary differences based on the realization of such differences supported by the forecast of future results, taking into consideration the assessment of individual operations of each legal entity and country.

This forecast considers mainly the Company's backlog (the portfolio of revenue that has already been contracted by the Company and its subsidiaries), the new contracts expected for the coming years and the availability, for taxation purposes, of the income accrued by subsidiaries located abroad on the balance sheet date on which they were determined.

15 Non-Current Assets Held for Sale and Discontinued Operations

(a) Balance Sheet

		September 30, 2022	December 31, 2021
	US\$		R\$
Rutas de Lima SAC ("Rutas de Lima") (i)	56,963	307,976	314,913
Property and equipment held for sale (Peru) (ii)	4,558	24,646	36,533
	61,521	332,622	351,446

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(i) Rutas de Lima – On June 28, 2016, Odebrecht Latinvest Peru S.A.C. (“OLI SAC”) disposed of 57% of the capital of Rutas de Lima to BIF III Peru Transportation I S.A.C. (“BIF”). In the same transaction, BIF obtained a call option for 25% of the shares of Rutas de Lima held by CNO, a direct subsidiary of the Company. The Company is still analyzing the possibility of disposing of its investment to different interested parties, together with its financial advisor Itaú BBA, which was hired solely and exclusively for this purpose.

(ii) Property and equipment – The Company designated as Non-current assets held for sale equipment located in Peru, in accordance with the sales plan, which is measured at the lower of the historical cost net of depreciation and the realizable value of such property and equipment. In September 2022, the amount recorded in the Non-current assets held for sale account is R\$ 24,646 – US\$ 4,559 (December 31, 2021 – R\$ 36,533).

(b) Statement of Income (Operations) for the period

	Periods ended September 30		
		2022	2021
	US\$		R\$
CNO S.A - Sucursal Venezuela (i)	74,586	403,255	41,454
CBPO Ingeniería de Venezuela C.A. (i)	(71)	(383)	(7,465)
CBPO Ltda. - Sucursal Venezuela (i)	257	1,390	(2,336)
OEC Serviços de Exportação S.A. (*OEC SE) (ii)			(3,270)
Chavimochic			463
Vias Nuevas de Lima SAC	492	2,659	
	<u>75,264</u>	<u>406,921</u>	<u>28,846</u>
Net profit of discontinued operations for the period – per share	0.168	0.906	0.086

(i) This refers to the discontinuation of the operations of the Company’s branch and subsidiary in Venezuela, amounting to R\$ 404,262 – US\$ 74,772 substantially refers to exchange variation incomes on assets and liabilities in foreign currency.

(ii) This refers to the discontinuation of the operations related to the import and export activities carried out by OEC SE, an indirect investee of the Company, in accordance with management’s decision in September 2021. The main purpose of the investee was the performance of import and export activities, on its own or by means of third parties, of manufactured products, primary goods and any other products, goods and services and their distribution in the local and foreign markets, among other activities. With this decision to discontinue the operations of the investee, the activities that were previously performed by it will be directly performed by each construction work/project.

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16 Investments

(a) Information on the Main Investees

	Shares / Quotas directly or indirectly held		Company's interest %	
	September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021
NSP Investimentos S.A. - Under Judicial Recovery ("NSPInv") (i) (ii)	816,671,285	816,671,285	41.47	41.47
SDM (ii)	225,000	225,000	50.00	50.00
CTO - Concessionária Travasse Olmos	40,419,434	40,419,434	36.32	36.32
Elos Ligações de Alta Velocidade S.A.	65,210	65,210	13.04	13.04
SPV Andrade Gutierrez Odebrecht	52,500	52,500	50.00	50.00
Kulanda Malls	1	1	30.00	30.00
Biocom	1	1	40.00	40.00
AOT Pipelines	50,000	50,000	33.34	33.34
Chavimochic	40,165	40,165	20.00	20.00
Etileno XXI Holding B.V.	18,000	18,000	50.00	50.00
Etileno XXI Services B.V.	18,000	18,000	40.00	40.00

	Total assets		Liabilities (Current and Non-current)		Equity (Net capital deficiency)		Revenue		Net income						
	US\$	R\$	US\$	R\$	US\$	R\$	US\$	R\$	US\$	R\$					
	September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021					
NSP Investimentos S.A. - Under Judicial Recovery ("NSPInv") (i) (ii)	1,116,674	6,037,408	4,645,912	2,035,770	11,006,596	11,300,678	(1,199,110)	(6,483,107)	(10,528,571)	13,932	75,324	92,953	280,013	1,513,920	3,873,805
SDM (ii)	2,075	11,219	11,219	6,752	36,503	36,433	(4,677)	(25,284)	(25,214)			13	70	131	
CTO - Concessionária Travasse Olmos	78,511	424,477	479,658	52,550	284,117	330,170	25,961	140,360	149,488	26,929	145,593	97,305	4,493	24,293	33,485
Elos Ligações de Alta Velocidade S.A.	158,762	858,362	1,025,576	29,526	159,634	190,732	129,236	698,728	834,844						
SPV Andrade Gutierrez Odebrecht	(8,256)	(44,635)	(19,149)	(24,248)	(131,099)	(98,382)	15,993	86,466	79,233	25,502	137,879	119,230	1,674	9,048	6,295
Kulanda Malls	26,687	144,288	117,930	11,585	62,633	58,131	15,103	81,654	59,799	6,075	32,844	30,632	1,028	5,557	14,266
Biocom	762,145	4,120,611	4,387,030	1,274,152	6,888,830	5,928,658	(512,007)	(2,768,219)	(1,541,628)	50,999	275,731	446,265	(217,254)	(1,174,603)	(883,377)
AOT Pipelines	8,033	43,431	44,515	(4,600)	(24,872)	(25,679)	12,633	68,303	70,194	872	4,715	7,897	(211)	(1,139)	1,642
Chavimochic	14,407	77,895	85,694	(18)	(99)	(96)	14,426	77,994	85,790	1,575	8,515	3	(984)	(5,320)	(5,221)
Etileno XXI Holding B.V.	11,498	62,168	74,251	49	267	319	11,449	61,901	73,932						(2)
Etileno XXI Services B.V.	25,631	138,577	144,003	462	2,495	2,680	25,170	136,082	141,324				(130)	(702)	1,668

(i) NSPInv – in Judicial Recovery was incorporated on May 29, 2015. It is a closely-held corporation headquartered in São Paulo, State of São Paulo. NSPInv holds a direct interest in the subsidiaries: NSP (100%), Atvos Agroindustrial Investimentos S.A. – in judicial recovery (82.30%) and Braskem (38.38%).

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(ii) On September 30, 2022, these investments present a net capital deficiency. Additionally, the Company's share of the accumulated losses of these companies is higher than the carrying amount of the investment. In accordance with the accounting policies related to the practice of recording losses in associates and jointly-controlled subsidiaries, the Company does not recognize as a liability its share of the additional losses arising from these investments.

(b) Changes in investments and provision for net capital deficiency

Investments - associates	Company's interest %	Country	December 31, 2021	Disposals	Dividends	Retained earnings (accumulated deficit) adjustments	Equity in the results of investees (a)	Translation adjustments	September 30, 2022
CTO - Concessionária Travase Olmos	36.32	Peru	54,294		(9,919)		8,823	(2,219)	50,979
Etileno XXI Holding B.V.	50.00	Netherlands	8,022					(1,308)	6,714
Etileno XXI Services B.V.	40.00	Netherlands	40,612			(1,184)	(281)	836	39,983
Grand Parkway	50.00	USA	12,786	(2,667)			2,430	(452)	12,097
SPV Andrade Gutierrez Odebrecht	50.00	Ghana	39,617				4,524	(908)	43,233
AOT Pipelines	33.34	Mexico	23,534				(380)	(382)	22,772
ELOS - Ligação de Alta Velocidade S.A.	13.04	Portugal	108,897					(17,755)	91,142
Kulanda Malls	30.00	Angola	17,939				6,465	92	24,496
Chavimochic	20.00	Peru	17,158				(1,064)	(495)	15,599
Other investments			2,306	(991)		(1,810)	1,559	(909)	155
<b>Total investments - Associates (in R\$)</b>			<b>325,165</b>	<b>(3,658)</b>	<b>(9,919)</b>	<b>(2,994)</b>	<b>22,076</b>	<b>(23,500)</b>	<b>307,170</b>
<b>Total investments - Associates (in US\$)</b>				<b>(677)</b>	<b>(1,835)</b>	<b>(554)</b>	<b>4,083</b>	<b>(4,347)</b>	<b>56,814</b>

Provision for net capital deficiency	Company's interest %	Country	December 31, 2021	Disposals	Dividends	Retained earnings (accumulated deficit) adjustments	Equity in the results of investees (a)	Translation adjustments	September 30, 2022
B.SABOR - Bento Pedroso Const. e Lena	50.00	Portugal	(11,553)				(165)	1,888	(9,830)
Biocom	40.00	Angola	(616,652)				(469,841)	(20,795)	(1,107,288)
Other			(348)				(3)	56	(295)
<b>Total provision for net capital deficiency (in R\$)</b>			<b>(628,553)</b>				<b>(470,009)</b>	<b>(18,851)</b>	<b>(1,117,413)</b>
<b>Total provision for net capital deficiency (in US\$)</b>							<b>(86,932)</b>	<b>(3,487)</b>	<b>(206,676)</b>

(a) Equity in the results of investee adds up to (R\$ 447,933) – (US\$ 82,849) .

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17 **Property and Equipment**

	Land	Buildings and Installations	Machinery and Equipment	Vehicles and Ships	Furniture and Fixtures	IT Equipment	Construction in Progress	Other	Total
Cost	40,521	449,348	673,774	273,073	135,676	90,727	2,284	402,621	2,068,024
Accumulated depreciation		(121,040)	(517,689)	(229,553)	(115,326)	(89,143)		(377,244)	(1,449,995)
At December 31, 2020	40,521	328,308	156,085	43,520	20,350	1,584	2,284	25,377	618,029
Corporate restructuring (i)		(1,581)	(28,675)	(10)	114	6			(30,146)
Additions			36,794	6,047	8,204	3,860		6,945	61,850
Disposals	(1,851)	(19,839)	(16,820)	(2,991)	(7,884)	(2,971)		(28,811)	(81,167)
Transfers		(8)	(54,811)	(2,011)	147	61		56,622	
Depreciation		(8,091)	(7,819)	(2,079)	(5,154)	(1,111)	(2,284)	(8,344)	(34,882)
Exchange variation	1,587	13,244	(6,182)	(1,722)	(22)	20	41	(3,179)	3,787
Accounting balance	40,257	312,033	78,572	40,754	15,755	1,449	41	48,610	537,471
Cost	40,257	429,472	733,973	243,788	128,326	90,783	41	259,829	1,926,469
Accumulated depreciation		(117,439)	(655,401)	(203,034)	(112,571)	(89,334)		(211,219)	(1,388,998)
At September 30, 2021 - R\$	40,257	312,033	78,572	40,754	15,755	1,449	41	48,610	537,471
Annual depreciation rates (%)		4	20	25	10	20		up to 10	

(i) As described in Note 24 (ii), CNO Colombia Branch was deconsolidated due to the loss of control arising from the judicial liquidation process.

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	Land	Buildings and Installations	Machinery and Equipment	Vehicles and Ships	Furniture and Fixtures	IT Equipment	Construction in Progress	Other	Total
Cost	41,223	441,711	658,710	236,577	127,070	88,121	1,536	244,786	1,839,734
Accumulated depreciation		(110,798)	(616,957)	(197,585)	(112,134)	(85,493)		(192,000)	(1,314,967)
At December 31, 2021	41,223	330,913	41,753	38,992	14,936	2,628	1,536	52,786	524,767
Additions		21,172	17,332	6,374	4,704	5,895	252	17,250	72,979
Disposals		(48,926)	(7,471)	(290)	(329)	722	(1,484)	1,507	(56,271)
Transfers		220	9,852	(1,173)	63	(2)		(1,984)	6,976
Depreciation		(6,702)	(7,614)	(6,213)	(3,791)	(1,405)		(8,303)	(34,028)
Exchange variation	(1,180)	(13,040)	(981)	(561)	(469)	158	(8)	(102)	(16,183)
Accounting balance	40,043	283,637	52,871	37,129	15,114	7,996	296	61,154	498,240
Cost	40,043	385,343	644,781	212,676	122,095	85,954	296	192,592	1,683,780
Accumulated depreciation		(101,706)	(591,910)	(175,547)	(106,981)	(77,958)		(131,438)	(1,185,540)
At September 30, 2022 - R\$	40,043	283,637	52,871	37,129	15,114	7,996	296	61,154	498,240
At September 30, 2022 - US\$	7,406	52,461	9,779	6,867	2,795	1,479	55	11,311	92,154
Annual depreciation rates (%)		4	20	25	10	20		up to 10	

(i) This refers to the transfer of equipment that was allocated for sale to property and equipment.

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18 Right of Use

(a) Changes in the Right of Use

	Building lease	Machinery and equipment lease	Vehicles and Ships lease	Total
Cost	96,327	1,098	467	97,892
Accumulated amortization	(21,263)	(966)	(226)	(22,455)
At December 31, 2020	75,064	132	241	75,437
Additions	11,134		94	11,228
Disposals	(619)		(42)	(661)
Depreciation	(15,543)	(99)	(174)	(15,816)
Foreign currency translation adjustment	(88)			(88)
Accounting balance	69,948	33	119	70,100
Cost	106,768	2,010	572	109,350
Accumulated depreciation	(36,820)	(1,977)	(453)	(39,250)
At September 30, 2021 - R\$	69,948	33	119	70,100
Annual depreciation rates (%)	4	up to 17	5	

	Building lease	Machinery and equipment lease	Vehicles and Ships lease	Total
Cost	69,902	2,010	571	72,483
Accumulated amortization	(36,864)	(1,977)	(527)	(39,368)
At December 31, 2021	33,038	33	44	33,115
Additions	3,651		354	4,005
Disposals	(55)			(55)
Impairment	4,052			4,052
Amortization	(7,604)	(33)	(318)	(7,955)
Foreign currency translation adjustment	(181)			(181)
Accounting balance	32,901		80	32,981
Cost	77,014	1,098	925	79,037
Accumulated amortization	(44,113)	(1,098)	(845)	(46,056)
At September 30, 2022 - R\$	32,901		80	32,981
At September 30, 2022 - US\$	6,085		15	6,100
Annual amortization rates (%)	4	up to 17	5	



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(b) Bonds OEC Finance

Bond	Due date	Compensation	September 30, 2022	
			US\$	R\$
Bond 2024	2024	Coupon of 7.000% p.a.	45,040	243,513
Bond 2026	2026	Coupon of 5.125% p.a.	83,740	452,748
Bond 2027	2027	Coupon of 6.000% p.a.	60,416	326,645
Bond 2029	2029	Coupon of 4.375% p.a.	294,458	1,592,016
Bond 2033	2033	Coupon of 5.250% p.a.	294,167	1,590,442
Bond 2046	2046	Coupon of 7.125% p.a.	537,792	2,907,625
Perpetual Bond	Perpetual	Coupon of 7.500% p.a.	486,569	2,630,684
Transaction costs			(16,423)	(88,792)
Adjustment to present value - Bonds OEC Finance			(918,741)	(4,967,263)
			<u>867,018</u>	<u>4,687,618</u>

On January 20, 2021, OEC Finance issued Bonds that were exchanged for the guarantee previously offered by CNO, OECI and Odebrecht Engenharia e Construção to the bondholders of Novonor Finance Limited ("NFL").

The discount rate considered for the calculation of the present value of the New Notes was 14.8%, which represents the interest rate on securities of companies that are in similar conditions as the Company.

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(c) Changes in Debts

Countries	December 31, 2020	New Bonds issues	Principal amortization	Provision of interests	Transaction Costs	Transaction Costs amortization	Exchange Variation	Adjustment to present value	Adjustment to present value amortization	Reversion Provision of guarantees	September 30, 2021
Brazil	241,409		(14,106)	11,890			10,088				249,281
Portugal	111,365		(1,352)	1,720			(1,459)				110,274
Angola	54,713		(9,403)	82			6,573				51,965
USA	62,255		(49,972)				(290)				11,993
Cayman Islands	43,802			625			2,061				46,488
Dominican Republic	18,691						793				19,484
Guarantee of Bonds - NFL (formerly named OFL)	3,859,236						112,800			(3,972,036)	
Bonds - New issues		8,289,838		479,718			151,782				8,921,338
Adjustment to present value - New Issues							(75,132)	(4,797,522)	433,588		(4,439,066)
Bonds - Transaction costs					(94,291)	6,141	(7,156)				(95,306)
<b>Total Loan and Finance Debts (in R\$)</b>	<b>4,391,471</b>	<b>8,289,838</b>	<b>(74,833)</b>	<b>494,035</b>	<b>(94,291)</b>	<b>6,141</b>	<b>200,060</b>	<b>(4,797,522)</b>	<b>433,588</b>	<b>(3,972,036)</b>	<b>4,876,451</b>

Countries	December 31, 2021	Additions	Principal amortization	Interest amortization	Provision of interests	Transaction Costs amortization	Exchange Variation	Adjustment to present value	September 30, 2022
Brazil	232,396	670	(20,665)	(5,366)	9,282		(8,143)		208,174
Portugal	101,130		(2,473)				(16,515)		82,142
Angola	66,823		(29,233)				10,476		48,066
USA	2,936		(2,919)				(17)		
Cayman Islands	47,932				791		(1,455)		47,268
Dominican Republic	21,585		(9,601)	(3,092)			(918)		7,974
Bonds - New issues	9,443,169				563,212		(262,708)		9,743,673
Adjustment to present value - New Issues	(4,704,076)						131,002	(394,189)	(4,967,263)
Bonds - Transaction costs	(97,156)					5,065	3,299		(88,792)
<b>Total Loan and Finance Debts (in R\$)</b>	<b>5,114,739</b>	<b>670</b>	<b>(64,891)</b>	<b>(8,458)</b>	<b>573,285</b>	<b>5,065</b>	<b>(144,979)</b>	<b>(394,189)</b>	<b>5,081,242</b>
<b>Total Loan and Finance Debts (in US\$)</b>		<b>124</b>	<b>(12,002)</b>	<b>(1,564)</b>	<b>106,034</b>	<b>937</b>	<b>(26,815)</b>	<b>(72,909)</b>	<b>939,822</b>

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The balance of debts classified as non-current liabilities mature as follows:

Debts		September 30, 2022	
Due Date	US\$	R\$	
2023	15,193	82,142	
	<u>15,193</u>	<u>82,142</u>	
Bonds		September 30, 2022	
Due Date	US\$	R\$	
2023	3,878	20,967	
2024	99,797	539,562	
2025	93,936	507,874	
2026	236,757	1,280,050	
2027	205,125	1,109,029	
2028	128,013	692,115	
2029	466,202	2,520,568	
2030 and thereafter	<u>3,365,173</u>	<u>18,194,144</u>	
Principal amount and interests (i)	4,598,881	24,864,309	
(-) Discount to present value	(3,720,592)	(20,115,753)	
(-) Transaction costs	(16,423)	(88,792)	
Total debt balance	<u>861,866</u>	<u>4,659,764</u>	

(i) It includes the expected payment flow for the payment of principal and interest until the debt maturity.

The Company's debts are denominated in the following currencies:

	September 30, 2022		December 31, 2021
	US\$	R\$	
Local currency (Reais)	38,504	208,174	232,397
Foreign currency (U.S. Dollars)	877,235	4,742,860	4,714,388
Foreign currency (Kwanza)	8,890	48,066	66,823
Foreign currency (Euro)	15,193	82,142	101,131
	<u>939,822</u>	<u>5,081,242</u>	<u>5,114,739</u>

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(d) Specific clauses

The loans and financing agreements of the Company and its subsidiaries provide for non-financial covenants that have been complied with in every reporting period.

20 Suppliers and Subcontractors

					September 30, 2022	December 31, 2021
	Current	Overdue - 1 - 90 days	Overdue - 91 - 365 days	Overdue more than 365 days (i)	Total	Total
Brazil	80,680	23,367	24,725	143,135	271,907	304,727
Abroad (ii)	1,010,774	88,694	251,899	2,560,813	3,912,180	3,949,865
Total (in R\$)	1,091,454	112,061	276,624	2,703,948	4,184,087	4,254,592
Total (in US\$)	201,874	20,727	51,164	500,120	773,885	
					Current liabilities (R\$)	4,204,902
					Current liabilities (US\$)	765,084
					Non-current liabilities (R\$)	49,690
					Non-current liabilities (US\$)	8,801

The Company's working capital is managed so as to link the payments to suppliers with the receipt from customers. Of the amounts that have been due for more than 365 days, approximately 70% is due to suppliers in Venezuela and Peru, and which must follow the working capital management concept adopted by the Company.

(i) Additionally, of this amount, R\$ 112,122 – US\$ 20,738 (December 31, 2021 – R\$ 113,001) is a balance with related parties, in accordance with Note 13 (b).

(ii) CNO and other subsidiaries of the Company were sued in arbitration proceeding before the Trade Chamber of Lima, in Peru, related to the collection of debt with supplier (counterpartie), contracted by Consórcio Construtor Ductos del Sur ("CCDS") within the scope of the Engineering, Procurement and Construction (EPC) contract for the performance of construction works and services necessary for the implementation of the Gasoducto Sur Peruano project. On May 23, 2022, the Arbitration Report was issued with an addendum on July 1, 2022 ordering the defendants to pay the approximate amount of US\$ 93 million, including interest, and the counterparty started the procedure for the ratification of a foreign judgment before the Superior Court of Justice on August 9, 2022, which is being challenged by the Company in the exercise of its right of defense. The Company also filed a respective action for annulment questioning the health of the above mentioned arbitration report before the Peruvian courts on August 2, 2022 and is awaiting the decision of the court. On September 30, 2022, the mentioned amount is recorded in the foreign suppliers, overdue for more than 365 days, line.

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21 Taxes, Fees, Salaries and Social Contributions

		September 30, 2022	December 31, 2021
	US\$		R\$
Labor obligations			
Brazil	19,935	107,778	149,238
Abroad	52,357	283,072	314,905
	72,292	390,850	464,143
Tax obligations (a)			
Brazil	22,948	124,073	123,608
Abroad	66,347	358,715	358,859
	89,295	482,788	482,467
	161,587	873,638	946,610
Current liabilities	154,385	834,698	917,374
Non-current liabilities	7,202	38,940	29,236

(a) Breakdown by nature of the tax liabilities:

		September 30, 2022	December 31, 2021
	US\$		R\$
Liabilities - payable			
Income tax and Income tax withheld at source	64,712	349,872	342,218
Indirect taxes	10,711	57,912	35,738
Financing (i)	11,516	62,262	44,810
Payroll charges	53	284	
Other	2,303	12,458	59,701
	89,295	482,788	482,467

(i) Financing:

The Company joined federal tax financing programs to settle Corporate Income Tax ("IRPJ"), Social Contribution on Net Revenue ("CSLL"), Income Tax Withheld at Source ("IRRF"), Social Integration Program (PIS) and Contribution for Financing Social Security ("COFINS") debts (in 60 installments) and financing programs in the municipalities of São Paulo and Bertiooga to settle Service Tax (ISS) debts (in 120 installments).

These financing programs totaled R\$ 104,888 – US\$ 19,400 and, by September 30, 2022, R\$ 49,203 – US\$ 9,101 had been settled. Of the remaining balance of R\$ 62,262 – US\$ 11,516 recorded in liabilities, R\$ 55,685 – US\$ 10,299 refers to the principal amount and R\$ 6,577 – US\$ 1,216 refers to the adjustment by the accumulated basic Selic rate.

22 Provisions for Tax, Labor, Civil and Others Contingencies

The provisions recognized by the Company and its subsidiaries are related mainly to the discussions existing at the judicial and administrative levels and they are separated by probability of loss based on the assessment of its management and internal and external legal advisors as follows:

**Probable Obligations** – Obligations in which there is a legal obligation (or not) as a consequence of a past event and for which an outflow of funds for their settlement is probable and which can be reliably estimated. For these proceedings, the Company recognized an accounting provision and presents it in a note to the financial statements, as shown in the table below:

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	September 30, 2022			December 31, 2021		
	Tax, labor and civil contingencies (b)	Agreements (a)	Total	Tax, labor and civil contingencies (b)	Agreements (a)	Total
In R\$						
Current liabilities		730,757	730,757		748,029	748,029
Non-current liabilities	1,304,771	3,174,034	4,478,805	1,325,484	2,958,201	4,283,685
In US\$						
Current liabilities		135,160	135,160			
Non-current liabilities	241,329	587,067	828,396			

- (a) Agreements – they comprise both the agreements that have already been negotiated with the many countries and government entities and the provisions to cover the agreements that are still being negotiated as a result of the Operation *Lava Jato* whose amounts were determined based on the best estimate of management and the external advisors involved in Brazil and abroad.

#### Leniency Agreement with Brazilian and Foreign Authorities

On December 1, 2016, Novonor, in the capacity of controlling stockholder of the companies that are part of the Novonor Group, entered into a leniency agreement with the Federal Public Prosecution Office (“MPF”), taking the responsibilities provided for the subject matter of the above mentioned agreement, except for Braskem S.A. This Agreement with the Federal Public Prosecution Office (“MPF”) was signed within the scope of the global agreement that involved the proper authorities of the United States and Switzerland, according to which Novonor, or any other company that is part of its economic group, undertook to pay the aggregate amount equivalent to R\$ 3,828 million – US\$ 708 thousand over 23 years, in annual customized installments adjusted based on the Selic basic interest rate. On August 8, 2019, the above mentioned agreement was amended, changing the payment schedule, and Odebrecht Engenharia became the subsidiary guarantor of these obligations.

Due to the above mentioned agreement, the Federal Public Prosecution Office undertook to (i) not file civil lawsuits and additional actions for the reimbursement of amounts arising from the complaints and facts related to Operation Car Wash, and (ii) to not apply administrative improbity sanctions, and to work with other public bodies, state-owned companies and mixed capital companies so that they can remove any file restrictions for Novonor, Odebrecht Engenharia and its indirect subsidiaries. Nevertheless, administrative improbity actions were filed requiring the payment of compensation and a fine, and establishing a ban on entering into contracts with governmental offices and receipt of tax or credit benefits or incentives, among other things.

In addition to the agreement entered with the Federal Public Prosecution Office (“MPF”), on July 9, 2018, Novonor and its subsidiaries entered into a leniency agreement with the Office of the Solicitor General (“AGU”) and the Ministry of Transparency and the Brazilian Government Accountability Office (“CGU”) under which they committed to pay, over 22 years, the total amount of R\$ 2,727 million – US\$ 504 thousand, to the damaged entities of the Federal Government, to be deducted from the R\$ 3,828 million – US\$ 708 thousand agreed upon under the agreement entered into with the Federal Public Prosecution Office (“MPF”).

Subsequently, and as a development of these signed agreements, CNO has been negotiating with the damaged entities – state-owned companies and state and municipal governments - to enter into independent leniency agreements and/or to adhere to these agreements, since the damaged entities are not linked to the Leniency Agreement, reserving the right to file the applicable legal actions in the event of non-adherence to or non-execution of the independent agreements with Novonor. Odebrecht Engenharia, in consideration for the non-adoption of penalties against itself and its indirect subsidiaries, will undertake to cooperate with the authorities and compensate the damaged entities, seeking to limit the amount of the compensation to the amount established in the agreements entered into with the Federal Public Prosecution Office (“MPF”), the Office of the Solicitor General (“AGU”) and the Ministry of Transparency and the Brazilian Government Accountability Office (“CGU”).

On January 24, 2022, Novonor, CNO and the State of Rio de Janeiro entered into a Leniency Agreement, under the terms mentioned above, in which Novonor and CNO are co-obligated to make payment in the amount of approximately R\$ 330 million - US\$ 61 thousand over a period of 22 years, and this amount will be substantially deducted from the R\$ 3,828 million – US\$ 708 thousand of the agreement entered into with the Federal Public Prosecution Office (“MPF”), and the difference will be paid in the last year. With respect to the proceedings that involve the State of Rio de Janeiro (“ERJ”), the leniency agreement entered into by ERJ and the Company (“RJ Agreement”) provides for the obligation of ERJ to declare in the above mentioned proceedings that the damaged entity has already been compensated for the events reported by the Company in the RJ Agreement.

On November 9, 2022, the Company and Novonor entered into a Leniency Agreement with the Attorney's Office of the State of Minas Gerais (“AGE/MG”) and the General Accountability Office of the State of Minas Gerais (“CGE/MG”), with the intervention of the Public Prosecution Office of the State of Minas Gerais (“MPE/MG”). In addition to the Leniency Agreement, a Non-Civil Persecution Agreement was entered into by the Public Prosecution Office of the State of Minas Gerais (“MPE/MG”) and the Company and Novonor companies, with the intervention of the General Accountability Office of the State of Minas Gerais (“CGE/MG”) and the Attorney's Office of the State of Minas Gerais (“AGE/MG”). Under these agreements, the Company undertook to pay the amount of R\$ 202 million – US\$ 37 million – which will be partially deducted from the R\$ 3,828 billion – US\$ 708 million established in the agreement entered into with the Federal Public Prosecution Office (“MPF”) – in a period of twenty-one (21) years, with Novonor appearing as the guarantor of the payment.

The damaged entities that do not adhere to the leniency agreements or that did not enter into an agreement directly with Novonor and Odebrecht Engenharia e Construção and/or its indirect subsidiaries will only have access to the amounts they are entitled to after a period of 22 years in accordance with the terms in the abovementioned agreements.

On November 23, 2020, the U.S. Department of Justice (“DoJ”) confirmed compliance with the obligations of Novonor provided for in the plea agreement. The DoJ also confirmed that the term provided for in the plea agreement had ended.

On May 5, 2021, the 5<sup>th</sup> Chamber of Coordination and Revision of the Federal Public Prosecution Office (“MPF”), in the 12<sup>th</sup> Ordinary Session, ratified the filing of the Monitoring procedure and of Novonor's Integrity Program.

In addition to the agreements entered into with the Federal Public Prosecution Office (“MPF”), the Office of the Solicitor General (“AGU”) and the Brazilian Government Accountability Office (“CGU”), CNO entered into an agreement with the World Bank and Odebrecht Engenharia e Construção S.A. and CNO entered into an agreement with the Inter-American Development Bank (“IDB”). Specifically with respect to the World Bank, in January 2019 an agreement that prohibits CNO and its wholly-owned subsidiaries to contract projects financed by the World Bank for a period of three (3) years was announced and this *ineligibility* period ended January 2022. No fine was imposed under the agreement.

Regarding the IDB, on September 04, 2019, an agreement was announced stipulating that the CNO and some of its wholly-owned subsidiaries, except for the branches and subsidiaries in Africa, were prohibited to contract projects financed by the IDB until August 1, 2024). The payment of a monetary contribution of US\$ 50 million, starting in 2024, was also agreed upon, taking into account the payment terms and conditions of the agreement. Odebrecht Engenharia and/or CNO are negotiating agreements with another international institutions.

Additionally, in accordance with Brazilian legislation, the companies that recognize the practice of illicit acts against free competition must enter into leniency agreements with the Brazilian antitrust agency (“CADE”). Under these terms, the Company's direct subsidiary CNO has already signed leniency agreements and instruments of termination of conduct with CADE's General Superintendency. CNO continues to negotiate with CADE the signing of other Instruments of Termination of Conduct.

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The Company is a party to administrative proceedings that are in progress before the Brazilian antitrust agency (CADE) in which alleged anti-competition conducts are being investigated. The Company is exercising its right of defense and will have the opportunity to take to court the issues with which it does not agree.

Finally, in its operations abroad, Odebrecht Engenharia and its subsidiaries continue to make their best efforts to come to an understanding with local authorities for sealing cooperation/leniency agreements, while also seeking the support of the Brazilian authorities in the dialogue with the local authorities.

(b) Tax, labor and civil contingencies are:

	September 30, 2022	December 31, 2021
	US\$	R\$
Tax (i)	131,707	688,768
Labor (ii)	70,073	368,712
Civil	49,328	273,047
	251,108	1,330,527
(-) Judicial deposits	(9,779)	(5,043)
	<u>241,329</u>	<u>1,325,484</u>

(i) Tax – Peru’s tax authorities, as a result of the inspections carried out at Odebrecht Perú Ingeniería y Construcción SAC, CNO S.A. – Peru Branch, Consórcio Constructor Ductos Del Sur and Consórcio Constructor Chavimochic related to the income taxes and sales taxes for 2010 to 2016, sent tax assessment notices to the above mentioned companies in the total amount of R\$ 412,441 – US\$ 76,285, adjusted on September 30, 2022.

(ii) Labor - There are many labor claims filed against Company and its subsidiaries, including consortiums, and each concessionaire is responsible for the equivalent to its part quota. Most of the contingencies reported as “possible” are at an initial procedural phase, thus not allowing us to precisely determine what the effective sentence will be because, as it is publicly known, claimants frequently make excessive claims.

Possible Obligations – Obligations in which it is more probable that there will not be an outflow of resources to settle the obligations since it has not yet been confirmed whether or not the Company actually has a present obligation that can lead to an outflow of resources. For these proceedings the Company does not recognize an accounting provision but presents it in a note to the financial statements, as shown in the table below, and the amounts that cannot be reliably estimated are not presented.

	September 30, 2022	December 31, 2021
	US\$	R\$
Tax (iii)	1,116,803	5,515,292
Labor (ii)	50,924	332,340
Civil (iv)	1,464,721	6,232,732
Total provision for contingencies	<u>2,632,448</u>	<u>12,080,364</u>

(iii) Tax

- Brazil

The main contingencies of the group companies refer to the collection of income tax and social contribution resulting from the rules on the taxation of profit abroad, as well as to the collection of Tax on Financial Operations ("IOF") on transaction in the scope of Single Cash Contracts, as described below:

On December 21, 2017, CNO was served with a tax deficiency notice amounting to R\$ 439,279 – US\$ 81,249 for the collection of Income Tax Withheld at Source ("IRRF") related 2012. CNO filed a motion to deny, which was deemed groundless on August 14, 2018, and a Voluntary Appeal was lodged against the decision. On September 17, 2019, the appeal started to be judged and, at the time, the remand of the records in diligence was determined for the analysis of calculation errors in the assessment, which is still pending a summons.

On October 17, 2018, CNO was served with a tax deficiency notice with respect to alleged Corporate Income Tax ("IRPJ") and Social Contribution on Net Revenue ("CSLL") and Income Tax Withheld at Source ("IRRF") debts amounting to R\$ 4,146,909 – US\$ 767,009 (February 2021) related to the disallowance by the Federal Revenue Service of the expenses incurred by CNO's branches abroad for 2012 to 2015. Despite the nature of the expenses incurred abroad, the Company understands that the charges that are being made have no legal grounds since they conflict with applicable legislation on the calculation of profit abroad.

The defense against this tax deficiency notice was considered groundless by the lower court and an appeal was filed in which the dismissal of the collection of Income Tax Withheld at Source ("IRRF") and its accessories was partially granted, and the other part of the assessment was maintained by a casting vote and the company was formally notified of the decision in March 2021. In the same notice, the Company was also notified of the rejection of the appeal filed by the Public Treasury to the Superior Court of Tax Resources (CSFR) making final the decision that dismissed the collection of Income Tax Withheld at Source and its accessories. The current amount of the debt is now R\$ 2,075,660 – US\$ 383,912, and the process is awaiting referral to CSRF for judgment of the Special Appeal filed by the Company on this remaining portion.

Currently, the total amount of the disputes related to profit abroad is R\$ 3,147,945 – US\$ 582,241. Of this total, R\$ 72 million – US\$ 13 million relates to disputes that started in March 2022 in the administrative scope of the Federal Revenue Service related to the statement of tax paid abroad to be offset against the profit taxed in Brazil.

The only legal dispute refers to the application of international treaties, amounting to R\$ 23 million – US\$ 4 million. There is already a favorable decision cancelling the totality of the debt and the case is awaiting judgment by the appellate court.

With respect to Tax on Financial Operations ("IOF") contingencies, the assessments arise from the comparison of the operations carried out within the scope of Book Current Account and Single Cash Contracts and financial loan agreements, according to the understanding of the Federal Revenue Service. The Companies have been sustaining the regularity of these operations, showing that they do not bear the legal nature of a loan and, therefore, would not be subject to the levy of IOF. In total, the assessments currently amount to R\$ 511,898 – US\$ 94,680 and the cases are still pending a final administrative decision.

The chances of a loss in our cases are classified as possible due to the current administrative and legal case law on the matter.

- México

Mexico's tax authority ("Servicio de Administración Tributaria – SAT"), as a result of the investigation of CNO Mexico Branch and Ethylene XXI Contractors ("Ethylene XXI" - an indirect subsidiary of the Company) related to Income Tax and Value-Added Tax for 2013, 2014 and 2015, assessed these companies at a total amount of R\$ 1,089,317 – US\$ 201,479. The companies presented, still in the administrative litigation phase, "*demandas de nulidad*" (nullity demands) above to the Federal Administrative Justice Court (TFJA). The Companies challenged the assessments by arguing that the amounts that were unduly considered non-taxed revenue refer to legal and exempt operations, such as remittances of funds by the head office and foreign exchange contracts, and it also pointed out that the assessment by SAT was extemporaneous since Article 50 of the Mexican Federation Fiscal Code determines the period of six months for the notification of the taxpayer about inconsistencies in the determination of taxes. The "*demandas de nulidad*" (nullity demands) of CNO and Ethylene XXI related to 2014 and 2015 have not yet been judged by the TJFA. With respect to the tax deficiency notice to Ethylene XXI related to 2013, amounting to R\$ 81,493 – US\$ 15,073, the TFJA considered the "*demanda de nulidade*" (nullity demand) filed by Ethylene XXI invalid and, in February 2022, Ethylene XXI filed a "Protective Order" against the above mentioned decision. Ethylene XXI may avoid actions to account freezing orders, its accounts if it obtains a judicial guarantee.

In the same context, as a result of the inspection of Odebrecht Servicios Integrales de México ("OSIM") for 2014, Mexico's tax authority ("Servicio de Administración Tributaria – SAT") assessed this company in the amount of R\$ 166,837 – US\$ 30,858 with respect to Income Tax, Value-Added Tax and Profit Sharing. Taking into consideration that OSIM is a labor service provider for the projects carried out in Mexico, the operations are related to proceedings that already exist against CNO and Ethylene XXI, except for the assessment related to the payment of profit sharing. Accordingly, OSIM filed a "*demanda de nulidad*" (nullity demand) before the Federal Administrative Justice Court (TFJA) at the end of July 2022 to demonstrate that the calculation of the taxes was correct, that the payment of profit sharing was made and that the assessment by SAT was extemporaneous.

Mexico's public audit authority and magistrate's office ("Secretaria de la Función Pública – SFP"), as a result of the inspection of CNO Mexico Branch and OICIMEX due to alleged irregularities in the performance/assignment of the Tula II Contract with Pemex, applied three fines that, together, amounted to R\$ 438,269 – US\$ 81,062. The companies challenged the assessment before the federal courts, arguing that there were a number of irregularities and violations of due legal process in the respective administrative procedures, including that the CNO Branch granted the contract to OICIMEX with the previous authorization of Pemex, in addition to lack of materiality of the alleged irregularities performed. In June 2022, the administrative fines applied to CNO Mexico Branch and OICIMEX, in the amount of R\$ 146,090 – US\$ 27,021 each, were voided and only one another fine applied to OICIMEX, in the amount of R\$ 146,090 – US\$ 27,021, is pending judgment.

(iv) Civil

- Brazil

CNO, OECI and CBPO were sued in the sphere of class actions (that is, public civil actions, administrative improbity actions and citizen lawsuits) filed by the state public prosecution offices and/or by citizens whose subject matter are requests for the annulment of acts/contracts, compensation for damage caused to the public administration and the application of penalties provided for in the laws that regulate the above mentioned actions.

Among these actions, considering the amounts involved: (i) Administrative Improbability Action filed by the São Paulo State Public Prosecution Office against OEI and other companies related to contracts for the performance of Line 5 of the São Paulo Metro. The adjusted amount of the action is R\$ 3,843,332 – US\$ 710,859 and the share related to OEI corresponds to the approximate amount of R\$ 768 million – US\$ 142 million. Notwithstanding the unfavorable decision rendered by the Court of Justice of São Paulo, the Company and its legal advisors believe that they have solid grounds to reverse the sentence imposed on OEI and this belief was confirmed by the decision of the Superior Court of Justice, which granted a suspensive effect to the special appeals filed by the parties; (ii) Administrative Improbability Action filed by the São Paulo State Public Prosecution Office against CBPO and others, related to the performance of urban cleaning services. Despite the final and unappealable decision, the impact on the Company cannot yet be estimated due to the need to calculate the award based on parameters determined in the decision that provide for multiple interpretation scenarios and may give rise, also, to the proposition of a rescissory action by the Company; (iii) Actions by the Rio de Janeiro State Public Prosecution Office against CNO related to the contract for the performance of the construction works of Line 4 of the Rio de Janeiro Metro, the impact of which for the Company cannot yet be estimated due to the initial stage they are in.

Additionally, the State of Rio de Janeiro filed tax foreclosures arising from the joint administrative sentence imposed by the Audit Court of the State of Rio de Janeiro related to the existence of an alleged overpricing/damage in the construction works of line 4 of the Rio de Janeiro metro. Currently, Consórcio Construtor Rio Barra and Consórcio Construtor Linha 4 Sul are parties to foreclosures that total R\$ 48,120,733.32 – US\$ 8,900,369, and CNO holds a 33% interest in these consortiums. The foreclosures are being duly challenged.

The OEC Group companies are parties to arbitration proceedings that are in progress and involve contingencies to be received and paid, of which some are still at an incipient stage, awaiting the establishment of the Arbitration Court and/or the completion of negotiations that allow for the settlement of the litigations.

Due to the very nature of these proceedings and the stage they are at, the claims contained in them are clearly controversial, arising from obligations assumed in contracts entered into by the OEC Group companies with third party companies and they depend on decisions of arbitration courts to determine responsibilities and, above all, determine the final amounts that must be paid by the parties, which, in most cases, depend on the performance of technical and complex expert tests that involve the fields of engineering, accounting and economics.

The Company contracted law firms whose specialization/recognition is well known to represent its interests in these disputes. Based on the current status and peculiarities of these proceedings, the Company estimates contingencies payable in the amount of R\$ 64,000 – US\$ 11,837 and contingencies receivable in the amount of R\$ 49,000 – US\$ 9,063 and the expectation of realization for all of them is considered possible, which could lead to a contingency amount payable of R\$ 15,000– US\$ 2,774, after the offset of the amounts receivable.

- Colombia

The *Procuradoria Geral de La Nación* (Nation's Public Prosecution Office) filed a public civil action against Concesionaria Ruta Del Sol, ("Rutas del Sol"), their stockholders OLI Colombia (37%), CNO (25.1%), other corporate stockholders and, also, individuals, for alleged violation of collective rights and damage to public assets due to acts of corruption involving the concession agreement. A lower court decision sentenced the respondents to be jointly responsible for compensation in the amount of R\$ 840,896 – US\$ 155,531.

The Company filed an appeal arguing the illegality of the decision and challenging the criteria used to calculate the compensation. The Company's appeal was accepted in February 2020 only with respect to its devolutive effect and is awaiting judgment.

The Superintendency of Industry and Commerce ("SIC") started an antitrust investigation by means of an administrative proceeding arising from an alleged anti-competition practice in the procedure for the adjudication of the concession agreement of Ruta del Sol with respect to CNO, NPI, other corporate stockholders and, also, individuals. The defense of the Company and its employees is based on the allegation of non-existence of technical and legal criteria to characterize anti-competition practices. After the completion of the preliminary hearing stage, SIC decided to penalize all of those investigated in the amount of: R\$ 103,142 – US\$ 19,077 for CNO, R\$ 103,142 – US\$ 19,077 for NPI and a total of R\$ 3,725 – US\$ 689 for three individuals. The Company and the individuals filed administrative appeals, the results of which confirming the application of penalties. Against this last decision, a *demanda de nulidad* (nullity demand) was presented in the judicial sphere, without suspensive effect until the nullity claim is admitted by the judge, when the suspensive effect may be attributed to the SIC collection action.

The above mentioned proceedings arise from the breach of commitments assumed by the Colombian authorities with the Brazilian Federal Public Prosecution Office in the scope of international cooperation procedures and, although they represent a high risk for the execution of measures for the constriction of assets in Colombia, the Company understands it has solid grounds to prove the groundlessness of the requests in other venues that ensure conditions for full defense and the due process of law.

- Venezuela

C.A Metro de Caracas (CAMETRO) filed a proceeding against the Company's indirect subsidiary, CNO Venezuela Branch, with respect to Metro Caracas – Viviendas Mariche – relating to the execution of a guarantee on advances received by CNO Venezuela Branch that have not been amortized, in addition to the alleged non-performance of a contract, whose exposure to loss is estimated at R\$ 139,352 - US\$ 25,774. The proceeding is currently in progress in the lower court.

- Ecuador

The Contraloría General del Estado ("CGE"), as a result of control processes related to all projects that have been executed by CNO Ecuador Branch since 2006 in that country, which CNO challenged, determined the application of reductions related to the contracts, which are the subject matter of control in the above mentioned processes. CNO filed the applicable legal measures to appeal the decisions of CGE, in which the amount involved is R\$ 89,833 – US\$ 16,615, and the main defense arguments are the statement that there was no damage to the state in the execution of contractual amendments entered into with CNO and in the application of the price adjustment formulas, since the entire process was carried out in accordance with applicable legislation and approved in advance by the inspection of the project and the contracting party. It is worth noting that the National Court of Justice issued a *Resolución* (Resolution) on November 9, 2021 for mandatory compliance by the judicial branch, determining that all proceedings of this nature that were not in compliance with the above mentioned legal term of 180 days after the beginning of the control process must be considered null so that CGE can notify the parties of their outcome. In the last quarter, CNO obtained a favorable outcome in the proceedings in which the legal term was not complied with and, for this reason, there has been a reduction since the last position.

The state-owned company Petróleos Del Ecuador – PETROECUADOR filed a lawsuit to settle a dispute over the unilateral resolution on the contract arising from alleged non-compliance with obligations of the CNO Branch in Ecuador within the scope of the Poliducto Pascuales Cuenca project and charges for the resulting damage and losses in the amount of R\$ 1,521,303 – US\$ 281,379. The CNO Branch presented its defense and showed that there was a provisional receipt of the project and that mistakes made over the course of the operation and maintenance were not the responsibility of the CNO Branch. It is worth mentioning that the preliminary request to file the lawsuit due to *lis pendence* was not accepted despite the existence of a previous lawsuit filed by the CNO Branch that addresses exactly the same matter; however, for the different purpose of annulling the unilateral decision on the contract and charging for the services provided and the resulting damage and losses in the amount of US\$ 174 million. The lawsuit is awaiting a decision on the merit and, in the event of a final and unappealable decision, the CNO Branch may file an appeal before the National Court of Justice.

- Peru

The Technical Free Competition Defense Department of INDECOPI (ST) in Peru filed a sanctioning administrative proceeding due to an alleged anticompetition practice in 112 public tenders promoted by the Ministry of Transport in the period between 2002 and 2016, which would involve 35 companies and 28 executives, including CNO and its Peruvian subsidiary OPIC (no executives of the Company are being investigated).

The Company's defense is based, primarily, on the existence of a Leniency Agreement in Peru with the Public Prosecution Office and Public Attorney's Office under which the facts that gave rise to this sanctioning proceeding were revealed, with benefits that would prevent the company from being sued. Additionally, there is a criminal investigation in progress on the same matter, which has the effective cooperation of the Company, with a violation of the principle of non bis in idem.

The Technical Free Competition Defense Department of INDECOPI (ST) applied a fine, at the lower administrative court, to CNO and OPIC in the amount of 25,350,63 Tax Units (UITs), which is equivalent, in 2022, to R\$ 158,430 – US\$ 29,303.

In December 2021, the Company filed an administrative appeal with the Free Competition Defense Court, with a suspensive effect, which is expected to be judged within a period of approximately 2 years. The contingency is classified as possible.

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23 Leases

	December 31, 2020	Additions	Disposals	Payments	Interests	Exchange Variation	September 30, 2021
Brasil	115,865	9,176	(2,612)	(8,319)	12,443		126,553
Abroad	5,003	1,700		(2,380)	627	(443)	4,507
Total Leases (in R\$)	<u>120,868</u>	<u>10,876</u>	<u>(2,612)</u>	<u>(10,699)</u>	<u>13,070</u>	<u>(443)</u>	<u>131,060</u>
	December 31, 2021	Additions	Disposals	Payments	Interests	Exchange Variation	September 30, 2022
Brasil	112,293	3,343	(76)	(2,151)	10,042		123,451
Abroad	4,228	684		(2,222)	425	(390)	2,725
Total Leases (in R\$)	<u>116,521</u>	<u>4,027</u>	<u>(76)</u>	<u>(4,373)</u>	<u>10,467</u>	<u>(390)</u>	<u>126,176</u>
Total Leases (in US\$)		<u>745</u>	<u>(14)</u>	<u>(809)</u>	<u>1,936</u>	<u>(72)</u>	<u>23,338</u>
						In R\$	
						Current liabilities	<u>25,859</u>
						Non-current liabilities	<u>100,317</u>
						In US\$	
						Current liabilities	<u>4,783</u>
						Non-current liabilities	<u>18,555</u>

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The balance of leases classified as non-current liabilities mature as follows:

	September 30, 2022	
	US\$	R\$
2023	787	4,254
2024	3,212	17,364
2025	3,393	18,343
2026 and thereafter	11,163	60,356
	<u>18,555</u>	<u>100,317</u>

24 Other Liabilities

(i) Current

On September 30, 2022, the balances of other current liabilities are of different natures and dispersed and they consist mainly of contractual provisions related to discussions that are in progress with subcontractors, consortium companies and customers with respect to projects in Brazil and abroad in the amount of R\$ 494,410 – US\$ 91,446 (December 31, 2021 – R\$ 521,611).

(ii) Non-Current

On September 30, 2022, the balances of other non-current liabilities are of different natures and dispersed, and the main ones are:

i) The amount of R\$ 204,233 – US\$ 37,775 (December 31, 2021 – R\$ 204,233) regarding contractual provisions related to discussions that are in progress with a customer with respect to projects in Brazil with the Company.

(ii) The amount of R\$ 112,841 – US\$ 20,871 (December 31, 2021 – R\$ 170,417) related to the net capital deficiency of CNO Colombia Branch. On August 4, 2021, the Superintendency issued Order No. 460-00992 determining the opening of the judicial liquidation process of CNO S.A. Colombia Branch ("Colombia Branch"). On June 30, 2021, as a result of the effects arising from the liquidation process, the Colombia Branch was no longer consolidated in the Company's balance sheet since the Company lost control over this investment. On September 6, 2021, the Company's Management presented the Superintendence, the balance sheet on a liquidation basis. Until the issuance of these financial statements, the aforementioned judicial settlement has not yet been ratified.

25 Net Capital Deficiency

(a) Capital

On September 30, 2022, the Company's capital of R\$ 448,900 – US\$ 83,028 is fully subscribed and paid-up entirely by Brazilian corporations and comprised 448,899,790 (December 31, 2021 – 448,899,790), registered common shares with no par value.

(b) Carrying Value Adjustments

This account was established by Law No. 11,638/07 for the purposes of recording the amounts in equity that have not yet been recorded in profit or loss in the period. The effects of these amounts on profit or loss will be recognized upon their effective realization. The changes in this account in the periods ended September 30, 2022 were as follows:

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	Periods ended September 30		
		2022	2021
	US\$		R\$
At the beginning of the period	64,541	348,948	217,887
Carrying value adjustments in investees (i)	27,975	151,252	64,853
Foreign exchange variation on foreign investments (ii)	43,649	235,993	131,904
Foreign exchange variation on net investments abroad (iii)	490	2,648	(40,554)
At the end of the period	136,655	738,841	374,090

(i) The change corresponds substantially to inflationary effects of the Company's subsidiaries in Argentina.

(ii) This refers to the translation of the balances of the foreign investees to the Company's functional currency.

(iii) Refers to some monetary assets and liabilities with a functional currency that is different from the Brazilian real recorded in Brazil arising from transactions between companies that are part of the same economic group and that are under joint control for which settlement is not likely to occur, nor is it planned for the foreseeable future, as part of its net investment in foreign transactions. The foreign exchange variations arising from these monetary assets and liabilities are recognized in Other comprehensive income within "Accumulated translation adjustments".

(c) Loss per Share

	Periods ended September 30		
		2022	2021
	US\$		R\$
Net profit (loss) for the year attributable to the Company's stockholders	30,523	165,025	(1,390,620)
Weighted average number of shares, per class (In thousands)			
Common shares	448,900	448,900	335,752
Earnings per share			
Common shares	0.068	0.368	(4.142)

26 Service and Sales Revenue

	Periods ended September 30		
		2022	2021
	US\$		R\$
Services revenues			
Domestic market	191,336	1,034,477	970,033
Foreign market	384,832	2,080,633	1,022,880
	576,168	3,115,110	1,992,913
Sales revenues			
Domestic market	3,280	17,735	11,686
Foreign market	8,263	44,672	6,364
	11,543	62,407	18,050
Taxes and contributions on services and sales	(17,447)	(94,328)	(173,471)
Net services and sales revenues	570,264	3,083,189	1,837,492

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27 Expenses by Nature

	Periods ended September 30									
	2022					2021				
	Cost of services rendered		General and administrative, and selling expenses		Total	Cost of services rendered		General and administrative, and selling expenses		Total
R\$	US\$	R\$	US\$	R\$	US\$	R\$	US\$	R\$	US\$	
Raw materials and consumables	(617,097)	(114,138)	(2,922)	(540)	(620,019)	(114,678)	(517,013)	(5,823)	(522,836)	
Personnel expenses	(598,450)	(110,689)	(232,876)	(43,073)	(831,326)	(153,762)	(492,433)	(231,219)	(723,652)	
Outsourced services (a)	(1,181,579)	(218,544)	(34,696)	(6,417)	(1,216,275)	(224,961)	(576,462)	(52,207)	(628,669)	
Depreciation and amortization	(15,614)	(2,888)	(28,211)	(5,218)	(43,825)	(8,106)	(17,151)	(31,268)	(48,419)	
Provision (reversion) for contingencies	(24)	(4)	4,402	814	4,378	810	(476)	(35,345)	(35,821)	
Losses (reversion) on doubtful accounts	(8,718)	(1,612)	1,214	225	(7,504)	(1,387)	(1,615)	117,853	116,238	
Depreciation of right of use	(1,650)	(305)	(6,305)	(1,166)	(7,955)	(1,471)	(1,956)	(13,860)	(15,816)	
Administrative expenses	(204,356)	(37,798)	(259,603)	(48,016)	(463,959)	(85,814)	(16,655)	(194,337)	(210,992)	
Other, net	31,110	5,754	(7,461)	(1,381)	23,649	4,373	(147,134)	(14,357)	(161,491)	
Total	(2,596,378)	(480,224)	(566,458)	(104,772)	(3,162,836)	(584,996)	(1,770,895)	(460,563)	(2,231,458)	

(a) Breakdown of Outsourced Services by Nature

	Periods ended September 30		
	2022		2021
	US\$		R\$
Subcontractors	(181,381)	(980,656)	(451,201)
Rental and maintenance of equipment	(14,825)	(80,154)	(38,791)
Cleaning and surveillance	(4,418)	(23,885)	(16,196)
Transportation	(5,608)	(30,322)	(17,745)
Audit and advisory services	(16,783)	(90,737)	(102,877)
Computers and technology	(1,109)	(5,997)	(1,131)
Other	(837)	(4,524)	(728)
	(224,961)	(1,216,275)	(628,669)

28 Financial Result, Net

	Periods ended September 30		
	2022		2021
	US\$		R\$
Income from financial investments	3,854	20,839	6,199
Income (expenses) from foreign exchange variation	38,392	207,571	(90,632)
Financial charges on debts (excluding Bonds)	(3,790)	(20,493)	(18,845)
Lease interest	(2,070)	(11,189)	(14,159)
Bank commissions	(7,737)	(41,833)	(33,961)
Reversion (provision) losses from related parties (i)	25,825	139,623	(845,279)
Adjustment value present (excluding Bonds)	(7,537)	(40,751)	(30,969)
Interests - Bonds	(104,171)	(563,212)	(592,481)
Adjustment value present - Bonds	72,909	394,189	158,894
Others, net	6,121	33,100	332,607
	21,796	117,844	(1,128,626)

(i) The amount of R\$ 139,623 – US\$ 25,825 refers to the reversion of provision of losses from related parties, arising from the foreign exchange variation on such credits, as shown in note 13, in the amount of R\$ 122,185 – US\$ 22,599. The difference of R\$ 17,438 – US\$ 3,225 refers to the balance sheet translation adjustment recorded in shareholders' equity.

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29 Income Tax and Social Contribution

		2022	2021
	US\$		R\$
Current income tax	(521)	(2,815)	2,030
Current social contribution	(188)	(1,014)	731
Foreign income tax (branches and subsidiaries) - current	(11,326)	(61,239)	(47,805)
	<u>(12,035)</u>	<u>(65,068)</u>	<u>(45,044)</u>
Deferred income tax	(20,246)	(109,463)	30,280
Deferred social contribution	(7,289)	(39,407)	10,901
Foreign income tax (branches and subsidiaries) - deferred	58,150	314,392	(169)
	<u>30,615</u>	<u>165,522</u>	<u>41,012</u>

(a) Income Tax in Brazil and Foreign

In the period ended September 30, 2022, the income tax expense is represented mainly by the taxes generated by the operations of the Company in Brazil (R\$ 152,698) – (US\$ 28,243) (September 30, 2021 – R\$ 35,812), Angola R\$ 273,050 – US\$ 50,503 (September 30, 2021 – R\$ 25,387), Panama (R\$ 4,432) – (US\$ 820) (September 30, 2021 – R\$ 3,928), Peru (R\$ 12,490) – (US\$ 2,310) (September 30, 2021 – R\$ 16,938) and other countries (R\$ 2,976 – US\$ 550) (September 30, 2021 – R\$ 1,721).

30 Collaterals

The collaterals offered by the Company are stated as presented below:

Type of guarantee	Type	September 30, 2022	December 31, 2021
		US\$	
	Novonor Group Companies (i)	50,873	206,207
	FINAME NSP	240	344
Corporate guarantee	Loans	162,164	112,878
	Property and Equipment	248	109
	Lease	2,758	3,140
Bank guarantee	Appeal Bond	66,375	13,062
	Performance Bond	49,282	52,483
	Advance Payment Bond	328,429	214,717
	Performance Bond	770,471	836,255
Guarantee insurance	Performance And Payment Bond	29,674	29,674
	Maintenance Bond	516,352	343,092
	Other	46,747	47,613
		<u>2,023,613</u>	<u>1,859,574</u>

In the process of obtaining and performing contracts in Brazil and abroad, the Company and its subsidiaries use Surety Bonds obtained with the support of Horiens Consultoria e Corretora de Seguros Ltda, which is part of Odebrecht Group, by means of long-term strategic alliances with first-class insurance companies and brokerages in the global insurance market.

- (i) In April 2022, Enseada Indústria Naval S.A. – In Judicial Recovery (“ENSEADA”), the Company and some of its associates entered into an agreement with Petróleo Brasileiro S.A. – Petrobras and PNBV, by means of which they definitely concluded four contractual litigations, with the mutual settlement by both sides, including the arbitration required by PNBV in light of ENSEADA and, in the capacity of guarantor of the contractual obligations, CNO.

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Therefore, the guarantee that was originally granted by CNO in favor of ENSEADA was finally extinguished and lost its effectiveness.

Also, due to the agreement, taking into consideration that ENSEADA appears as the only debtor of amounts due to Petrobras, CNO and some of its associates assumed the capacity of guarantor of part of ENSEADA's debt (US\$ 39,930).

### 31 Insurance Coverage (Unaudited)

OEC has insurance policies that cover both local and international operations, including engineering risks, general civil liability, Directors & Officers (D&O), Errors and Omissions (E&O), national and international transportation, operational risks, among others. The Company believes that its Insurance Program is consistent with the standards applied to the highest risk management indexes of multinational construction companies that operate worldwide.

The Maximum Indemnity Limits, by event and/or in the aggregate, to cover any claims, in view of the nature of the Company's activity, benchmarks and studies of maximum estimated loss scenarios conducted by specialists, are:

		September 30, 2022	December 31, 2021
	US\$		R\$
Brazil	1,233,533	6,669,218	10,912,629
Abroad	3,740,528	20,223,538	30,516,909
	<u>4,974,061</u>	<u>26,892,756</u>	<u>41,429,538</u>

\*Security lines considered for Assets / Projects – Engineering Risks, Operational Risks, Sundry Risks Equipment, Transport and Vehicle Fleet.

\*\*Security lines considered for Liability Insurance – General Civil Liability, Professional Civil Liability, Environmental Civil Liability, Civil Liability Construction Works, and D&O and Life Insurance.

### 32 Subsequent Events

On November 9, 2022, the Company and Novonor entered into a Leniency Agreement with the Attorney's Office of the State of Minas Gerais ("AGE/MG") and the General Accountability Office of the State of Minas Gerais ("CGE/MG"), with the intervention of the Public Prosecution Office of the State of Minas Gerais ("MPE/MG"), as mentioned in Note 22, item a.

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