



Interim financial information

(A free translation of the original in Portuguese)

Multilaser Industrial S.A.

**Parent company and consolidated
condensed interim
financial information at
September 30, 2024
and report on review**



(A free translation of the original in Portuguese)

Report on review of parent company and consolidated condensed interim financial information

To the Board of Directors and Stockholders
Multilaser Industrial S.A.

Introduction

We have reviewed the accompanying condensed interim balance sheet of Multilaser Industrial S.A. ("Company") as at September 30, 2024 and the related condensed statements of income and comprehensive income for the quarter and nine-month period then ended, and the condensed statements of changes in equity and cash flows for the six-month period then ended, as well as the accompanying consolidated condensed interim balance sheet of the Company and its subsidiaries ("Consolidated") as at September 30, 2024 and the related consolidated condensed statements of income and comprehensive income for the quarter and nine-month period then ended, and the consolidated condensed statements of changes in equity and cash flows for the nine-month period then ended, and explanatory notes.

Management is responsible for the preparation and presentation of these parent company and consolidated condensed interim financial information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC), and International Accounting Standard (IAS) 34 - Interim Financial Reporting, of the International Accounting Standards Board (IASB). Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of review

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



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Multilaser Industrial S.A.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated condensed interim financial information referred to above are not prepared, in all material respects, in accordance with CPC 21 and IAS 34.

Other matters

Reissue of condensed interim financial information and performance release

As described in the "3Q24 Highlights" section of the performance release, management has updated and reissued the aforementioned document for the quarter ended September 30, 2024 and for the three and nine-month periods ended on that date. Such information accompanies the respective condensed interim financial information and, therefore, is being reissued. Additionally, due exclusively to the inclusion of the matter described in Note 31 - Subsequent Events, the condensed interim financial information is also being reissued. Given these circumstances, we are providing this new review report on the reissued condensed interim financial information, which amends and replaces the report previously issued on November 13, 2024.

Condensed statements of value added

The interim condensed financial information referred to above include the parent company and consolidated condensed statements of value added for the nine-month period ended September 30, 2024. These statements are the responsibility of the Company's management and are presented as supplementary information under IAS 34. These statements have been subjected to review procedures performed together with the review of the condensed interim financial information for the purpose of concluding whether they are reconciled with the condensed interim financial statements and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in the accounting standard CPC 09 - "Statement of Value Added". Based on our review, nothing has come to our attention that causes us to believe that these condensed statements of value added have not been properly prepared, in all material respects, in accordance with the criteria established in this accounting standard, and consistent with the parent company and consolidated condensed interim financial information taken as a whole.

Audit and review of the figures for the previous year

The individual and consolidated condensed interim financial information referred to in the first paragraph includes accounting information corresponding statements of income and comprehensive income, for the three- and nine-month periods ended September 30, 2023, and changes in equity, cash flows and value



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Multilaser Industrial S.A.

added for the nine-month period ended September 30, 2023, obtained from the quarterly information for that period, and the balance sheets as of December 31, 2023, obtained from the financial statements as of December 31, 2023, presented for comparison purposes. The review of the individual and consolidated condensed interim financial information for the nine-month period ended September 30, 2023 and the audit of the financial statements for the year ended December 31, 2023 were conducted under the responsibility of other independent auditors, who issued review and audit reports dated November 13, 2023 and March 27, 2024, respectively, without qualifications.

São Paulo, February 20th, 2025

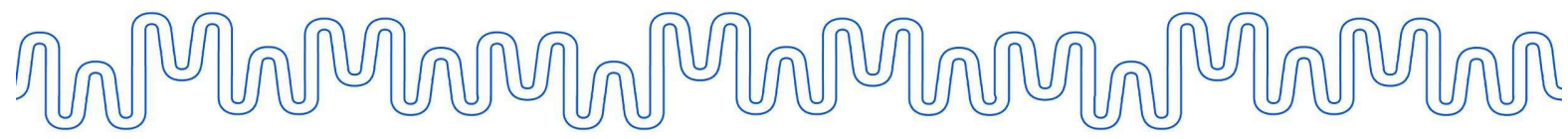
A handwritten signature in dark ink that reads "PricewaterhouseCoopers".

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

Carlos Alberto de Sousa
Contador CRC 1RJ056561/O-o "T" SP

GRUPO MULTI S.A.

**Individual and consolidated, condensed interim financial information
September 30, 2024**



Balance sheet

As of September 30, 2024 and December 31, 2023
(In thousands of reais, unless otherwise indicated)

Assets						Liabilities and shareholders' equity					
Parent Company						Consolidated					
Note	09/30/2024	12/31/2023	09/30/2024	12/31/2023		Note	09/30/2024	12/31/2023	09/30/2024	12/31/2023	
Current assets						Current liabilities					
Cash and cash equivalents	3	606,605	843,287	739,899	1,045,987	Loans and financings	15	261,205	357,645	261,205	357,645
Accounts receivable	4	914,522	875,338	1,048,994	1,032,345	Suppliers	14	1,302,455	1,030,822	834,451	576,877
Related parties	28	242	22,128	-	-	Labor and social security obligations	16	45,713	29,524	54,272	34,796
Inventories	5	1,236,899	1,337,326	1,486,557	1,521,437	Tax liabilities	17	71,364	56,421	72,592	59,665
Derivative financial instruments	25.(b3)	12,154	-	12,154	-	Related parties	28	349	18,066	-	-
Recoverable taxes	6	396,004	350,223	435,797	401,666	Derivative financial instruments	25.(b3)	6,016	37,984	6,016	37,984
Prepaid expenses		14,310	6,946	20,510	7,916	Guaranteed obligations		33,896	42,730	33,896	42,730
Other assets	9	1,435	2,198	2,123	2,737	Lease liabilities	13	3,737	11,405	8,221	15,341
		3,182,171	3,437,446	3,746,034	4,012,088	Other current liabilities		27,575	25,130	35,129	51,927
						Liabilities from contracts with clients		23,966	39,190	25,699	40,760
								1,776,276	1,648,917	1,331,481	1,217,725
Non-current assets						Non-current liabilities					
Long-term assets						Loans and financings					
Deferred taxes	26	120,380	148,057	155,796	189,677		15	303,053	462,587	303,053	462,587
Recoverable taxes	6	358,181	392,228	390,706	408,605	Tax liabilities	17	178,095	136,313	360,068	313,746
Accounts receivable	4	90,213	72,051	90,556	72,051	Labor and social security obligations	16	18,238	37,035	21,481	43,623
Judicial deposits	9	31,984	31,436	37,783	33,950	Provision for legal risks	18	12,298	132,100	15,426	133,648
Other assets	9	16,310	20,055	36,811	114,056	Lease liabilities	13	9,484	25,869	16,033	35,271
Derivative financial instruments	25.(b3)	7,686	-	7,686	-	Derivative financial instruments	25.(b3)	-	34,408	-	34,408
Investment funds	8	102,041	92,232	129,117	117,702	Provision for loss on investments	7	9,200	7,775	-	-
		726,795	756,059	848,455	936,041			530,368	836,087	716,061	1,023,283
Investments in associated companies and subsidiaries						Shareholders' equity					
Investment properties	10	5,020	5,020	5,020	5,020	Capital	19				
Property, plant and equipment	11	239,007	242,850	375,649	390,980		19.1	1,713,377	1,713,377	1,713,377	1,713,377
Intangible assets	12	36,824	37,626	128,638	62,234	Accumulated translation adjustment		2,660	(366)	2,660	(366)
Right-of-use assets	13	12,761	35,205	22,823	48,049	Share issuance expenditure	19.1	(58,291)	(58,291)	(58,291)	(58,291)
		1,487,231	1,508,529	542,606	509,909	Capital reserves	19.2.(c.1)	975,378	975,378	975,378	975,378
						Legal reserve	19.2.(a)	88,735	88,735	88,735	88,735
						Tax incentive reserve	19.2.(b)	951,163	951,163	951,163	951,163
						Investment reserve	19.2.(c.2)	369,717	369,717	369,717	369,717
						Reserve for purchase of treasury shares	19.2.(c.2)	22,711	22,711	22,711	22,711
						Treasury shares	19.2.(c.3)	(19,982)	(9,216)	(19,982)	(9,216)
						Accumulated losses		(836,178)	(836,178)	(836,178)	(836,178)
						Retained losses for the year		(119,737)	-	(119,737)	-
						TOTAL SHAREHOLDERS' EQUITY		3,089,553	3,217,030	3,089,553	3,217,030

Statements of income
For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)

	Note	Parent Company				Consolidated			
		Accumulated		3 rd quarter		Accumulated		3 rd quarter	
		2024	2023	2024	2023	2024	2023	2024	2023
Net sales	20	2,404,584	2,564,716	819,676	886,356	2,425,601	2,658,284	809,909	883,788
Cost of goods sold	21	(2,034,198)	(2,328,449)	(684,883)	(816,027)	(1,867,094)	(2,388,012)	(610,633)	(824,929)
Gross profit		370,386	236,267	134,793	70,329	558,507	270,272	199,276	58,859
Operating (expenses) revenues									
From sales	21	(552,966)	(592,692)	(193,339)	(196,687)	(611,983)	(659,211)	(209,611)	(210,476)
General and administrative	21	(74,580)	(90,827)	(26,960)	(27,400)	(94,284)	(107,035)	(33,326)	(32,281)
Equity in the results of subsidiaries	8	72,202	(118,834)	35,249	(56,554)	-	-	-	-
Other operating revenues (expenses)	23	156,696	144,001	42,651	60,152	109,197	73,840	33,403	46,039
Income (loss) before financial income (loss)		(28,262)	(422,085)	(7,606)	(150,160)	(38,563)	(422,134)	(10,258)	(137,859)
Financial revenues	22	204,426	159,582	44,622	97,692	224,929	176,161	48,247	107,837
Financial expenses	22	(145,572)	(298,871)	(50,583)	(94,876)	(128,413)	(325,217)	(55,870)	(116,740)
Net exchange-rate change	22	(122,653)	43,372	34,426	(64,902)	(143,073)	37,468	44,810	(77,209)
Financial income (loss)	22	(63,799)	(95,917)	28,465	(62,086)	(46,557)	(111,588)	37,187	(86,112)
Income (loss) before income tax and social contribution		(92,061)	(518,002)	20,859	(212,246)	(85,120)	(533,722)	26,929	(223,971)
Current income tax and social contribution	26	-	-	-	-	(705)	14,326	-	14,621
Deferred income tax and social contribution	26	(27,676)	6,662	(19,375)	-	(33,912)	8,056	(25,445)	(2,896)
		(27,676)	6,662	(19,375)	-	(34,617)	22,382	(25,445)	11,725
Net income (loss) for the period		(119,737)	(511,340)	1,484	(212,246)	(119,737)	(511,340)	1,484	(212,246)
Income (loss) attributed to									
Controlling shareholders		(119,737)	(511,340)	1,484	(212,246)	(119,737)	(511,340)	1,484	(212,246)
Net income (loss) for the period		(119,737)	(511,340)	1,484	(212,246)	(119,737)	(511,340)	1,484	(212,246)
Earnings per share:									
Earnings per share - Basic (in R\$)	24	(0,145,925)	(0,623,176)	0,001,809	(0,258,666)	(0,145,925)	(0,623,176)	0,001,809	(0,258,666)
Earnings per share - Diluted (in R\$)	24	(0,145,925)	(0,623,176)	0,001,809	(0,258,666)	(0,145,925)	(0,623,176)	0,001,809	(0,258,666)

See the accompanying notes to the individual and consolidated, condensed interim financial information.

Statements of comprehensive income
For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)

	Parent Company				Consolidated			
	Accumulated		3 rd quarter		Accumulated		3 rd quarter	
	2024	2023	2024	2023	2024	2023	2024	2023
Income (loss) for the period	(119,737)	(511,340)	1,484	(212,246)	(119,737)	(511,340)	1,484	(212,246)
Other comprehensive income that may be reclassified to income (loss)								
Accumulated translation adjustments	3,026	(4)	(1,734)	(4)	3,026	(4)	(1,734)	(4)
Total comprehensive income	(116,711)	(511,344)	(250)	(212,250)	(116,711)	(511,344)	(250)	(212,250)

See the accompanying notes to the individual and consolidated, condensed interim financial information.

Statements of changes in shareholders' equity
For the nine-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)

	Note	Share capital	Share issuance expenditure	Capital reserve	Legal reserve	Profit retention	Profit reserve		Investment reserve	Treasury shares	Accumulated translation adjustment	Retained earnings/losses	Total
							Tax incentive reserve	Reserve for purchase of treasury shares					
Balances at December 31, 2022		1,713,377	(58,291)	975,378	88,735	-	1,201,163	22,711	119,717	(9,216)	-	-	4,053,574
Profit (loss) for the period		-	-	-	-	-	-	-	-	-	-	(511,340)	(511,340)
Accumulated translation adjustment		-	-	-	-	-	-	-	-	-	(4)	-	(4)
Allocations:													
Balances at September 30, 2023		1,713,377	(58,291)	975,378	88,735	-	1,201,163	22,711	119,717	(9,216)	(4)	(511,340)	3,542,230
Balances at December 31, 2023		1,713,377	(58,291)	975,378	88,735	-	951,163	22,711	369,717	(9,216)	(366)	(836,178)	3,217,030
Profit (loss) for the period		-	-	-	-	-	-	-	-	-	-	(119,737)	(119,737)
Accumulated translation adjustment		-	-	-	-	-	-	-	-	-	3,026	-	3,026
Allocations:													
Acquisition of own company's shares		-	-	-	-	-	-	-	-	(10,766)	-	-	(10,766)
Balances at September 30, 2024		1,713,377	(58,291)	975,378	88,735	-	951,163	22,711	369,717	(19,982)	2,660	(955,915)	3,089,553

See the accompanying notes to the individual and consolidated, condensed interim financial information.

Statements of cash flow
For the nine-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)

		Parent Company		Consolidated	
	Note	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Cash flow from operating activities					
Income (loss) before income tax and social contribution		(92,061)	(518,002)	(85,120)	(533,722)
Adjustments due to:					
Equity in net income of subsidiaries	8	(72,202)	118,834	-	-
Unrealized exchange-rate change		97,086	15,046	107,615	25,292
Net interest expense		42,545	52,031	43,603	53,039
Depreciation and amortization	11 12 13	25,583	29,409	45,216	47,568
(Profit) loss on the disposal of property, plant and equipment and intangible assets	11 12	4,193	945	4,587	953
Impairment write-offs	11	-	-	155	-
Adjustment to present value of accounts receivable	4	(2,711)	6,632	(2,711)	6,632
Estimated losses on allowance for doubtful accounts	4	21,275	24,853	23,259	26,607
Allowances and rebates generated to clients		69,826	89,630	93,976	109,386
Estimated loss for adjustment to realizable value of inventory	5	(123,514)	93,345	(120,696)	119,572
Provision for procedural, civil and tax risks	18	12,966	(2,749)	14,729	(60,862)
Provisions for guarantees		(8,834)	3,899	(8,834)	3,899
Financial credit		(101,567)	(127,055)	(106,604)	(132,805)
Financial income (loss) with court-ordered debt payments		(3,554)	(10,101)	(3,554)	(10,101)
Equity income (loss) of Investment Funds		(3,509)	(5,194)	(9,899)	(3,207)
Income (loss) with derivative financial instruments with no cash effect		(49,957)	90,222	(49,957)	90,103
		(184,435)	(138,255)	(54,235)	(257,646)
Equity changes					
Accounts receivable		(145,736)	28,945	(149,678)	231,291
Inventories		223,941	657,979	155,576	777,231
Tax credits		89,833	143,244	89,667	225,460
Other assets		22,036	24,443	(5,355)	39,959
Suppliers		246,469	(137,916)	221,881	(371,678)
Tax liabilities		(78,292)	20,172	(75,768)	43,119
Accounts payable		(35,338)	24,144	(35,145)	15,070
Derivatives paid/received		(36,259)	(60,033)	(36,259)	(60,033)
Interest paid for loans and financing	15	(44,439)	(52,740)	(44,439)	(52,736)
Income tax and social contribution paid		-	-	-	(14,605)
		242,215	648,238	120,480	833,078
Net cash generated/invested in operating activities		57,780	509,983	66,245	575,432
Cash flow from investment activities					
Acquisition of property, plant and equipment	11	(18,443)	(62,685)	(22,293)	(66,348)
Acquisition of intangible assets		(305)	(442)	(704)	(3,368)
Effect of merger and net investment in equity interest - Global Business combination - Expet		-	(303)	-	-
Capital decrease - Subsidiary BRC ()		70,862	-	(1,618)	-
Investment in Ziyou – Inova V		-	-	-	(11,500)
Investment in Map – Inova V		-	-	-	(4,000)
Investments in other investment funds		(6,300)	(7,500)	(6,300)	(21,998)
		45,814	(70,930)	(30,915)	(107,214)
Net cash generated/invested in investment activities		45,814	(70,930)	(30,915)	(107,214)
Cash flow from financing activities					
Treasury shares		(10,766)	-	(10,766)	-
Funds from loans and financing	15	-	284,328	-	315,005
Payment of loans and financing	15	(321,661)	(417,786)	(321,661)	(535,312)
Payment of lease liabilities	13	(7,849)	(11,992)	(12,017)	(12,784)
		(340,276)	(145,450)	(344,444)	(233,091)
Net cash generated/invested in financing activities		(340,276)	(145,450)	(344,444)	(233,091)
Exchange-rate changes on cash and cash equivalents		-	-	3,026	-
		(236,682)	293,603	(306,088)	235,127
Net increase (decrease) in cash and cash equivalents		(236,682)	293,603	(306,088)	235,127
Cash and cash equivalents at the beginning of the period		843,287	413,349	1,045,987	663,125
Cash and cash equivalents at the end of the period		606,605	706,952	739,899	898,252
		(236,682)	293,603	(306,088)	235,127
Net increase (decrease) in cash and cash equivalents		(236,682)	293,603	(306,088)	235,127

See the accompanying notes to the individual and consolidated, condensed interim financial information.

(*) The company reduced the capital of its subsidiary BRC (Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda), as it considered that said capital was excessive in relation to its corporate purpose.

Statements of added value
For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)

	Parent Company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Revenues				
Sale of goods and services	2,920,831	3,143,362	2,991,965	3,259,593
Other revenues	160,180	164,736	113,650	166,606
	3,081,011	3,308,098	3,105,615	3,426,198
Inputs acquired from third parties				
Cost of products, goods sold and services rendered	(1,790,386)	(1,990,932)	(1,920,307)	(2,070,899)
Materials, energy, outsourced services and other	(805,940)	(567,726)	(502,525)	(324,443)
Loss/recovery of asset values	176,529	(91,581)	149,503	(327,484)
	(2,419,798)	(2,650,239)	(2,273,329)	(2,722,826)
Gross added value	661,213	657,859	832,287	703,372
Depreciation and amortization	(25,583)	(31,404)	(45,216)	(55,776)
Net added value produced by the Company	635,630	626,455	787,071	647,596
Added value received as transfer				
Equity in the results of subsidiaries	72,202	(118,834)	-	-
Financial revenues and exchange-rate changes	245,768	305,768	272,739	341,048
Other	-	-	-	(66,811)
Total added value to be distributed	953,600	813,389	1,059,810	921,832
Distribution of added value - Personnel				
Direct remuneration	174,763	183,193	206,701	212,192
Benefits	69,149	63,535	83,696	95,895
FGTS	11,754	14,800	14,240	17,872
	255,667	261,529	304,637	325,959
Taxes, rates and contributions				
Federal	379,470	496,529	338,261	499,187
State	108,490	145,145	173,107	139,669
Municipal	2,520	1,455	3,485	2,218
	490,479	643,130	514,853	641,074
Third-party capital remuneration				
Interest and exchange-rate changes	266,202	340,575	301,702	368,752
Other	45,185	73,582	34,130	113,894
Rents	15,803	5,915	24,224	(16,505)
	327,191	420,072	360,056	466,141
Remuneration of own capital				
Retained earnings/losses	(119,737)	(511,340)	(119,737)	(511,340)
	(119,737)	(511,340)	(119,737)	(511,340)
Total added value paid	953,600	813,390	1,059,810	921,834

See the accompanying notes to the individual and consolidated, condensed interim financial information.

Notes to the individual and consolidated, condensed interim financial information

For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)

1. Operations

Grupo Multi S.A. (the “Company”) is a publicly-held corporation with shares traded at Bolsa de Valores de São Paulo (B3 S.A. - Brasil, Bolsa, Balcão) under the code MLAS3, domiciled in Brazil and headquartered in the city of São Paulo. The company has two industrial complexes, one in Extrema – MG and another one in Manaus – AM of more than 120,000 m², with a comprehensive and diversified portfolio of products.

Its main activities are the import, manufacture, sale, distribution, and after-sales of various products, including tablets, smartphones, laptops, memory sticks, memory chips, computer accessories, home appliances, smart home – IoT (Internet of Things), health instruments, telecommunications networks, audio and video, electronic security, toys, stationery, pets, and childcare, offered under own brands and licensed brands, including outsourcing of manufacturing of distributed products to thousands of retail and e-commerce clients.

As of September 30, 2024, the Company had five direct subsidiaries and an indirect exclusive fund controlled from its subsidiary Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A.:

- **Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda (BRC):** is a limited liability company, founded in 2013, also located in the municipality of Extrema - MG, its corporate purpose consists of the production of computer equipment, and electronic and optical products;
- **Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A. (GIGA):** is a privately-held company, acquired in March 2017, located in Manaus - AM, its corporate purpose consists of sale, industrialization and development of electronic, information technology, electronic security and audio and video equipment;
- **Lojas Multilaser – Comércio Varejistas Ltda.:** Own physical store, located in the city of São Paulo, state of São Paulo, whose operation is temporarily paralyzed.
- **Watts Comércio de Patinetes Elétricos e de Veículos Recreativos EIRELI:** is a business company, acquired on March 18, 2022, headquartered in Londrina, State of Paraná, its business purpose is the manufacture and sale of scooters, longboards, and other electrical vehicles.
- **Multilaser Global Limited.:** is a limited company, founded on March 21, 2022, located in Hong Kong in accordance with Article 622 of the Corporate Law of Hong Kong, its start-up date was August 15, 2023.
- **Inova V Fundo de Investimento em Participações – Empresas Emergentes:**
An exclusive investment fund, in the form of a closed-end fund, governed by the provisions of CVM instructions 175/22 and 579/16, under the ABVCAP/ANBIMA Code, in addition to the ME and SUFRAMA Regulations involved, as well as other legal provisions and regulations that apply to it.

The purpose of the fund is to invest in technology-based start-ups, incorporated in the form of joint-stock companies or limited liability companies, which develop activities in industries and/or technologies aimed at the Fourth Industrial Revolution (4RI), as provided for in Article 2 of Ordinance 1753-SEI, of October 16, 2018, of the Ministry of State for Industry, Foreign Trade and Services and the Superintendent of the Manaus Free Trade Zone. In the period ended September 30, 2024, Inova V held a 49% equity interest in the companies below:

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Luby Tecnologia S.A. (“Luby”): is headquartered in the city of São Paulo, state of São Paulo, and with a branch in the city of Manaus, in the state of Amazonas, it develops customized software solutions for several business segments in outsourcing and project formats.

Watch TV Entretenimentos S.A. (“Watch”): is headquartered in the City of Curitiba, State of Paraná with a branch in Manaus, State of Amazonas. It is an exclusive Brazilian streaming platform for Internet Service Providers (ISPs), and aims to enable the regional provider to compete with major carriers, by offering content from the largest studios in the world, adding value to the carrier’s internet service.

1.1 Relevant events for the period**Changes in the composition of the Company’s management bodies**

On September 23, 2024, the Company announced a change in the composition of the Company’s management bodies.

• Mr. **Enéas Cesar Pestana Neto** was appointed unanimously and without reservations to the position of independent member of the Board of Directors, with a term of office until the next Annual Meeting of the Company, due to the vacancy in the composition of the Board of Directors, under the terms of Article 150 of Law 6404/76 and Article 16, §9 of the Company’s Bylaws, following the resignation of Mr. **Moacir Marques de Oliveira**.

- Mr. **Eder da Silva Grande** resigned from his position as the Company’s Chief Financial Officer for personal reasons, effective as of September 30, 2024. Mr. **Alexandre Ostrowiecki** will accumulate the position of the Company’s Chief Executive Officer and Chief Financial Officer until the selection process for the hiring of the new Chief Financial Officer (started immediately) is completed.

- Mr. **Olavo Fortes Campos Rodrigues Junior** resigned as a member of the Statutory Audit Committee for personal reasons, effective as of September 30, 2024. In his place, the Board of Directors appointed Mr. **Eder da Silva Grande**, who held the position of Chief Financial Officer of the Company.

Accordingly, as of this date, the Board of Directors was composed of the following members:

Board of Directors	
Edward James Feder	Chairman (Independent)
Tomas Henrique Fuchs	Vice-Chairman (Independent)
Carlos Eduardo Altona	Independent Member
Enéas Cesar Pestana Neto	Independent Member
Alexandre Ostrowiecki	Member

As of October 01, the statutory Audit Committee and the statutory Board of Directors were composed of the following members:

Statutory Audit Committee	
Marcos Edson Pinto Rodrigues	Coordinator and qualified member
Edward James Feder	Member (Independent Director)
Eder da Silva Grande	Member

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**

Executive Board	
Alexandre Ostrowiecki	CEO / CFO (interim)
André Poroger	Chief Product Officer
Flavio Bongiovanni Ferreira Lima	Chief Investor Relations Officer

Transfer of Relevant Equity Interest

On July 23, 2024, the transfer of 231,053,671 common shares issued by the Company was carried out from Dragon to Fire Egg, its direct shareholder and exclusively owned by the same controlling shareholder. Thus, Dragon is no longer a shareholder of the Company, while Fire Egg currently directly holds 231,053,671 common shares issued by the Company, representing approximately 28.16% of the Company's Capital.

On October 04, 2024 there was a transfer of shares from a relevant shareholder due to a corporate reorganization, where the Company received the attached correspondence from Holding Ltd and from Mr. Renato Feder communicating the transfer of 231,053,671 ordinary shares issued by the Company from Fire Egg to its exclusive shareholder Mr. Renato. Thus, Fire Egg is no longer a shareholder of the Company, while Mr. Renato starts to hold directly 231,053,671 common shares issued by the Company, representing approximately 28.16% of the Capital.

2. Presentation and preparation of individual and consolidated, condensed financial information**2.1 Statement of conformity**

The individual and consolidated, condensed interim financial information was prepared on a going concern basis. Management performs an assessment of the ability of the Company and its subsidiaries to continue their activities during the preparation of the financial information. Management did not identify any material uncertainty about the ability of the Company and its subsidiaries to continue their activities.

The Company's Management declares that all relevant information specific to the individual and condensed consolidated interim accounting information is being disclosed and corresponds to that used by Management in its management. The issuance of the individual and condensed consolidated interim accounting information was originally assessed and authorized, after the Board of Directors meeting on November 13, 2024. The management performance comment "Release of Results", which accompanies said condensed interim accounting information, is being reissued to reflect corrections in graphs as specified in the "3Q24 Highlights" section of the aforementioned document. Therefore, the condensed individual and consolidated interim accounting information is being reissued and submitted for new assessment and authorization at a meeting of the Board of Directors on February 20, 2025. It should be noted that this reissue does not generate any rectification in the values of assets, liabilities, equity or results presented in this condensed interim accounting information, there was only an update to explanatory note 31 – Subsequent events. The presentation of the Statement of Added Value (DVA), individual and consolidated, is required by Brazilian corporate legislation and by the accounting practices adopted in Brazil applicable to publicly-held companies. The DVA was prepared in accordance with the criteria defined in Technical Pronouncement CPC 09 - "Demonstration of Added Value". IFRS do not require the presentation of this statement. As a consequence, under IFRS, this statement

Notes to the individual and consolidated, condensed interim financial information

For the nine and three-month periods ended September 30, 2024 and 2023
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is presented as supplementary information, without prejudice to the set of individual and consolidated interim accounting information.

2.2 Basis of presentation and significant accounting practices

This individual and consolidated, condensed interim financial information does not include all the information and disclosures required in the annual Financial Statements, and therefore must be read together with the individual and consolidated financial statements for the year ended December 31, 2023, which were prepared in accordance with IFRS and accounting practices adopted in Brazil. There were no changes in the accounting practices adopted in the nine and three-month periods ended September 30, 2024, in relation to those applicable on December 31, 2023, in addition to the new pronouncements, interpretations, and amendments that came into force after December 31, 2023.

NBC TG 21 (R4)/IAS 34 requires the use of certain accounting estimates by the Company's Management. The individual and consolidated, condensed interim financial statements were prepared using historical cost as a basis for value, unless otherwise stated.

Certain assets and financial instruments may be stated at fair value.

The individual and consolidated, condensed interim financial information is shown in reais (R\$), which is the presentation currency. All amounts are rounded to thousands of Reais, unless otherwise stated.

Considering that there were no relevant changes in relation to the composition and nature of the balances presented in the financial statements for the year ended December 31, 2023, the note 2.5 – Accounting estimates and critical accounting judgments was presented in a summarized form in the quarter ended September 30, 2024.

2.3 Translation of balances in foreign currencies Functional and presentation currency

The parent company's functional currency and the presentation currency of the individual and consolidated, condensed interim financial information is the Brazilian real.

Transactions in foreign currency are converted into functional currency by using exchange rates prevailing on the transaction dates. Exchange gains and losses resulting from the settlement of those transactions and from the conversion at period-end exchange rates referring to monetary assets and liabilities in foreign currencies, are recognized in the statement of profit or loss.

2.4 Use of estimate

The preparation of individual and consolidated, condensed interim financial information in accordance with IFRS and NBCs requires the use of certain accounting estimates by the Company's Management. Actual results may differ from these estimates.

Estimates and assumptions are reviewed in a continuous manner. Reviews in relation to accounting estimates are recognized in the period in which the estimates are reviewed and in any future periods affected.

The areas that involve critical judgments or the use of estimates, relevant to the individual and consolidated, condensed interim financial statements, are shown in Note 2.5 below.

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**

Subsidiaries are fully consolidated from the date of their incorporation, or from the date on which the Company obtained effective control.

The individual and consolidated, condensed interim financial information is prepared based on the financial information of the parent company and its subsidiaries, which use the same accounting practices in their preparation. The reporting periods of the Parent Company coincide with those of the subsidiaries. The main consolidation procedures are described in item 3.

2.5 Accounting estimates and critical accounting judgments

The preparation of individual and consolidated, condensed interim financial information, in accordance with accounting practices adopted in Brazil and IFRS, requires Management to use its judgment in determining and recording accounting estimates that affect the presented amounts of revenues, expenses, assets, and liabilities, as well as the disclosures of contingent liabilities, at the reporting date of the financial information. These judgments and estimates are based on assumptions arising from historical experience and other factors, including projections of future events, which are considered reasonable and relevant. However, uncertainty about these assumptions and estimates could lead to results that require that assets' or liabilities' book values to be significantly adjusted in future periods.

Below, we list the main transactions that involve the use of judgments and assumptions that, given the sources of uncertainty in future estimates and other important sources of uncertainty in estimates at the balance sheet date, may generate a significant risk of causing possible significant adjustments in the book value of assets and liabilities in the following fiscal year: (1) Estimated loss from allowance for doubtful accounts (PECLD); (2) Estimated loss in the recoverable value of inventories; (3) Useful life of property, plant and equipment; (4) Guaranteed obligations; (5) Provision for legal risks; (6) Realization of deferred taxes; (7) revenue recognition; (8) fair value measurement of investments; (9) lease discount rate; (10) impairment of assets with an indefinite useful life, goodwill and property, plant and equipment; (11) fair value measurement of derivative financial instruments.

2.6 Consolidated financial information**Consolidation basis****Subsidiaries and exclusive investment fund**

The individual and consolidated, condensed interim financial information comprises the Company and its Subsidiaries and the exclusive investment fund Inova V - Fundo de investimento em participações – Empresas Emergentes (FIP Inova V), pursuant to Note 9.

The subsidiaries included in the consolidation of the financial information as of September 30, 2024 are listed below:

Subsidiaries	Main activity	STATE	Interest	
			2024	2023
Multilaser Ind de Equip. de Infom, Elet e Opticos Ltda	Production of memories	MG	100%	100%
Giga Ind. e Com. de Prod. de Seg. Eletrônica S.A.	Production of TVs and printed circuit boards	AM	100%	100%
Lojas Multilaser - Comercio Varejista Ltda	Retail business	SP	100%	100%
Watts Comércio de Patinetes Elétricos e de Veículos Recreativos EIRELI	Manufacture and sale of scooters, longboards, scooters and other electric vehicles.	PR	100%	100%
Multilaser Global Limited	Purchase and sale of finished products with clients and suppliers abroad.	HK	100%	100%

Notes to the individual and consolidated, condensed interim financial information

For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)

Exclusive investment fund	Main activity	2024	2023
Inova V Fundo de investimento em participações - Empresas emergentes	Investment in technology-based start-ups	100%	100%

FIP Inova V is fully controlled by Giga Ind. e Com. de Produtos de Segurança Eletrônica S.A., a direct subsidiary of the Company.

Subsidiaries and FIP Inova V are fully consolidated from the date of their formation, or from the date on which the Company obtained effective control.

The individual and consolidated, condensed interim financial information is prepared based on the financial statements of the subsidiaries and of FIP Inova V, which use the same accounting practices in their preparation. The fiscal year of the subsidiaries matches that of the parent company, while the fiscal year of FIP Inova V begins on March 1 and ends on the last day of February of each year. In this context, the Company made the necessary adjustments in the consolidation.

Other investments

The Company has no significant influence on these instruments, which were measured at fair value through profit or loss. Percentages above 50% refer to a temporary situation, not representing the Company's control, see Note 7 - "Investments".

2.7 Segment information

The operating segment information is shown consistently with the internal report supplied to the main operating decision maker. The main operating decision maker, in charge of allocating funds and evaluating performance of operating segments is the Company's Executive Board, also in charge of the Company's strategic decision making.

The executive board, the operational decision-making group, considers the business from both a geographical and product perspective. From a product perspective, management separately considers wholesale and retail activities in its geographies. In this assessment, operating segments are defined as components of a joint venture for which separate financial information is available and are evaluated on regular basis by the main operating decision maker to define how to allocate funds to an individual segment and to the evaluation of the performance of the segment.

Among the information analyzed by Management, it considered quantitative and qualitative factors for the operation of the Company and its subsidiaries, used in monitoring and decision-making, determined by the Board of Directors to the Statutory Executive Board, represented by the Chief Executive Officer (CEO), the receipt and analysis of information about the operational and financial results of the business and its decision-making, use of technologies and marketing strategies for different products.

The Company uses the segments below and evaluates the performance in terms of gross operating profit of each segment, which provides a better management of its operations:

- Mobile devices;
- Office & IT supplies;
- Home electric products;

Notes to the individual and consolidated, condensed interim financial information
**For the nine and three-month periods ended September 30, 2024 and 2023
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- Kids & Sports.

2.8 Reclassification for better comparability

In order to improve the presentation of the individual and consolidated, condensed interim financial information, the Company's Management has reclassified the amounts relating to "Expenses with research and development", which were previously disclosed under "Sales Expenses" in the Statement of Income.

This expense is currently included under "Other operating revenues / (expenses)." The reclassification impacted not only the Statement of Income, but also Note 21 (Costs and expenses by type) and Note 23 (Other operating revenues/(expenses)).

Expenses with research and development incurred by the Company are aimed at improving processes and products and are not eligible for capitalization. Investment in research and development is one of the requirements for the use of the federal tax benefit referred to as Financial Credit, as mentioned in Note 6 (Recoverable Taxes), which is also presented in "Other operating revenues/(expenses)" caption.

The effects of reclassifications on the comparative balances in the financial information for the quarter ended September 30, 2023, are as follows:

Statement of income

Accumulated	Parent Company			Consolidated		
	09/30/2023 Originally submitted	09/30/2023 Reclassification	09/30/2023 Reclassified	09/30/2023 Originally submitted	09/30/2023 Reclassification	09/30/2023 Reclassified
Net sales	2,564,716	-	2,564,716	2,658,284	-	2,658,284
Cost of goods sold	(2,328,449)	-	(2,328,449)	(2,388,012)	-	(2,388,012)
Gross profit	236,267	-	236,267	270,272	-	270,272
Operating (expenses) revenues						
From sales	(636,753)	44,061	(592,692)	(711,508)	52,297	(659,211)
General and administrative	(90,827)	-	(90,827)	(107,035)	-	(107,035)
Equity in the results of subsidiaries	(118,834)	-	(118,834)	-	-	-
Other operating revenues (expenses)	188,062	(44,061)	144,001	126,137	(52,297)	73,840

Notes to the individual and consolidated, condensed interim financial information

For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)

Income (loss) before financial income (loss)	(422,085)	-	(422,085)	(422,134)	-	(422,134)
Financial revenues	159,582	-	159,582	176,161	-	176,161
Financial expenses	(298,871)	-	(298,871)	(325,217)	-	(325,217)
Net exchange-rate change	43,372	-	43,372	37,468	-	37,468
Financial income (loss)	(95,917)	-	(95,917)	(111,588)	-	(111,588)
Income before income tax and social contribution	(518,002)	-	(518,002)	(533,722)	-	(533,722)
Current income tax and social contribution	-	-	-	14,326	-	14,326
Deferred income tax and social contribution	6,662	-	6,662	8,056	-	8,056
	(511,340)	-	(511,340)	22,382	-	22,382
Profit for the period	(511,340)	-	(511,340)	(511,340)	-	(511,340)

Note 21 - Costs and expenses by type

Third quarter	Parent Company			Consolidated		
	09/30/2023 Originally submitted	09/30/2023 Reclassification	09/30/2023 Reclassified	09/30/2023 Originally submitted	09/30/2023 Reclassification	09/30/2023 Reclassified
Cost of goods and products sold						
Costs of materials	728,476	-	728,476	706,471	-	706,471
Personnel	27,574	-	27,574	39,614	-	39,614
Depreciation/Amortization	3,838	-	3,838	10,255	-	10,255
Other	56,139	-	56,139	68,589	-	68,589
	816,027	-	816,027	824,929	-	824,929
Sales expenses						
Commercial	71,826	-	71,826	74,804	-	74,804
Distribution	76,644	-	76,644	84,610	-	84,610
Promotions and marketing	33,228	-	33,228	35,291	-	35,291
After sales	24,179	-	24,179	24,518	-	24,518
Research and development	10,291	(10,291)	-	10,763	(10,763)	-
Allowance for doubtful accounts	(9,190)	-	(9,190)	(8,747)	-	(8,747)
	206,978	(10,291)	196,687	221,239	(10,763)	210,476
General and administrative expenses						
Personnel	8,670	-	8,670	10,402	-	10,402
Professional services	4,694	-	4,694	5,209	-	5,209
Communication	367	-	367	417	-	417
Technology and communication	6,414	-	6,414	7,355	-	7,355
Rentals, insurance, travel, other	7,255	-	7,255	8,898	-	8,898
	27,400	-	27,400	32,281	-	32,281

Accumulated	Parent Company			Consolidated		
	09/30/2023 Originally submitted	09/30/2023 Reclassification	09/30/2023 Reclassified	09/30/2023 Originally submitted	09/30/2023 Reclassification	09/30/2023 Reclassified
Cost of goods and products sold						
Costs of materials	2,092,385	-	2,092,385	2,038,970	-	2,038,970
Personnel	71,419	-	71,419	115,227	-	115,227
Depreciation/Amortization	7,301	-	7,301	20,022	-	20,022
Other	157,344	-	157,344	213,793	-	213,793
	2,328,449	-	2,328,449	2,388,012	-	2,388,012
Sales expenses						
Commercial	203,255	-	203,255	219,205	-	219,205
Distribution	200,160	-	200,160	232,357	-	232,357
Promotions and marketing	108,990	-	108,990	121,485	-	121,485
After sales	63,727	-	63,727	64,583	-	64,583
Research and development	44,061	(44,061)	-	52,297	(52,297)	-
Allowance for doubtful accounts	16,560	-	16,560	21,581	-	21,581
	636,753	(44,061)	592,692	711,508	(52,297)	659,211

Notes to the individual and consolidated, condensed interim financial information

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General and administrative expenses

Personnel	30,458	-	30,458	33,185	-	33,185
Professional services	15,534	-	15,534	17,415	-	17,415
Communication	1,332	-	1,332	1,472	-	1,472
Technology and communication	24,012	-	24,012	27,961	-	27,961
Rentals, insurance, travel, other	19,491	-	19,491	27,002	-	27,002
	<u>90,827</u>	<u>-</u>	<u>90,827</u>	<u>107,035</u>	<u>-</u>	<u>107,035</u>

Note 23 - Other operating revenues/(expenses)

Third quarter	Parent Company			Consolidated		
	09/30/2023 Originally submitted	09/30/2023 Reclassification	09/30/2023 Reclassified	09/30/2023 Originally submitted	09/30/2023 Reclassification	09/30/2023 Reclassified
Other revenues						
Extempore credits	21,202	-	21,202	21,202	-	21,202
Indemnities and contractual fines, property, plant and equipment losses, other expenses	16,391	-	16,391	4,892	-	4,892
Financial credit Law 13969	37,253	-	37,253	38,790	-	38,790
	<u>74,846</u>	<u>-</u>	<u>74,846</u>	<u>64,884</u>	<u>-</u>	<u>64,884</u>
Other expenses						
Tax assessment notices and voluntary confession	(6,014)	-	(6,014)	(6,310)	-	(6,310)
Tax, labor and other provisions	(1,189)	-	(1,189)	(1,205)	-	(1,205)
Research and development	-	(10,291)	(10,291)	-	(10,763)	(10,763)
Indemnities and contractual fines, property, plant and equipment losses, other expenses	2,800	-	2,800	(567)	-	(567)
	<u>(4,403)</u>	<u>(10,291)</u>	<u>(14,694)</u>	<u>(8,082)</u>	<u>(10,763)</u>	<u>(18,845)</u>
Other net revenues and expenses	<u>70,443</u>	<u>(10,291)</u>	<u>60,152</u>	<u>56,802</u>	<u>(10,763)</u>	<u>46,039</u>

Accumulated	Parent Company			Consolidated		
	09/30/2023 Originally submitted	09/30/2023 Reclassification	09/30/2023 Reclassified	09/30/2023 Originally submitted	09/30/2023 Reclassification	09/30/2023 Reclassified
Other revenues						
Extempore credits	21,202	-	21,202	21,202	-	21,202
Indemnities and contractual fines, property, plant and equipment losses, other expenses	82,390	-	82,390	18,759	-	18,759
Financial credit Law 13969	127,055	-	127,055	132,805	-	132,805
	<u>230,647</u>	<u>-</u>	<u>230,647</u>	<u>172,766</u>	<u>-</u>	<u>172,766</u>
Other expenses						
Tax assessment notices and voluntary confession	(36,427)	-	(36,427)	(36,723)	-	(36,723)
Tax, labor and other provisions	2,725	-	2,725	2,709	-	2,709
Research and development	-	(44,061)	(44,061)	-	(52,297)	(52,297)
Indemnities and contractual fines, property, plant and equipment losses, other expenses	(8,883)	-	(8,883)	(12,615)	-	(12,615)
	<u>(42,585)</u>	<u>(44,061)</u>	<u>(86,646)</u>	<u>(46,629)</u>	<u>(52,297)</u>	<u>(98,926)</u>
Other net revenues and expenses	<u>188,062</u>	<u>(44,061)</u>	<u>144,001</u>	<u>126,137</u>	<u>(52,297)</u>	<u>73,840</u>

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)****3. Cash and cash equivalents**

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Cash	-	-	-	10
Banks	14,961	5,928	31,780	14,130
Interest earning bank deposits	591,644	837,359	708,119	1,031,847
	606,605	843,287	739,899	1,045,987

Interest earning bank deposits consist of short-term investments with immediate liquidity, promptly convertible into a known sum of cash and subject to a remote risk of change in value. They are represented by securities backed by Interbank Deposit Certificate (CDI) contracted with institutions with AAA or AA+ rating, and yielded an average of 102.5% of CDI as of September 30, 2024 (102% as of December 31, 2023).

The revenue generated by these investments is recorded as financial revenue in the income (loss) for the period.

Notes to the individual and consolidated, condensed interim financial information
For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)

4. Accounts receivable

Breakdown of trade accounts receivable:

Accounts receivable	913,284	787,090	1,040,040	942,621
Trade notes overdue (days): ⁽¹⁾				
01-30	45,740	31,339	60,753	72,565
31-60	12,792	42,867	16,173	20,701
61-90	7,662	31,702	7,250	13,290
91-180	21,390	42,542	23,996	42,674
>180	177,436	166,854	170,955	171,614
	265,020	315,304	279,127	320,844
Estimated loss from allowance for doubtful accounts -	(143,652)	(122,377)	(149,700)	(126,441)
Adjustment to present value - AVP	(29,917)	(32,628)	(29,917)	(32,628)
	1,004,735	947,389	1,139,550	1,104,396
Division:				
Current assets	914,522	875,338	1,048,994	1,032,345
Non-current assets	90,213	72,051	90,556	72,051
	1,004,735	947,389	1,139,550	1,104,396

Changes in expected loss in accounts receivable

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Opening balance	(122,377)	(95,550)	(126,441)	(100,559)
(Additions) /Reversals	(22,814)	(40,616)	(24,951)	(39,771)
Write-offs	1,539	13,789	1,692	13,889
Closing balance	(143,652)	(122,377)	(149,700)	(126,441)

⁽¹⁾ Referring to the aging range: "Over 180 days", the amount of R\$ 22,000 was received in October 2024 from the Minas Gerais State Department of Education, and in this range there are other amounts receivable from the "Government" channel, where there is a low risk of default, especially R\$ 12,911 from the Municipality of Natal and R\$ 1,575 from the São Paulo State Department of Education.

Credit sales were brought to present value at the date of the transactions based on the rate estimated by the collection period, when there is a financial component included in them. The discount rates used are the rates implicit in the respective transactions based on the risk-free rate (SELIC) and varied between 10.50% and 11.25% p.a. in the period ended September 30, 2024 (between 11.75% and 13.75% in 2023).

The adjustment to present value is recognized in the statement of income as a decrease in the revenue account, against the customer account. Its recovery is recorded as financial revenue in the financial income (loss).

The Company established an allowance matrix based on the average historical credit loss and the expected loss adjusted for prospective factors specific to the economic environment in which it operates and for any financial guarantee related to the receivables for the entire balance of accounts receivable.

Notes to the individual and consolidated, condensed interim financial information
**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**
5. Inventories

Breakdown of inventories:

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Finished products	822,342	1,063,715	862,676	1,048,926
Raw materials	256,254	374,094	395,935	503,519
Imports in progress	243,541	153,731	348,139	255,526
Packaging material	11,954	13,967	16,480	18,310
IPI credits for acquisitions in the Manaus Free Trade Zone ⁽¹⁾	-	(47,475)	-	(47,475)
Estimated loss for adjustment at realizable value of inventories ⁽²⁾	(97,192)	(220,706)	(136,673)	(257,369)
	1,236,899	1,337,326	1,486,557	1,521,437

Estimated loss on realization of inventories

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Opening balance	(220,706)	(59,038)	(257,369)	(66,209)
Additions	-	(161,668)	-	(191,160)
Write-offs	123,514	-	120,696	-
Closing balance	(97,192)	(220,706)	(136,673)	(257,369)

⁽¹⁾ The amounts related to IPI credits on purchases from the Manaus Free Trade Zone were incorporated into the cost of finished products and raw materials for the period ended June 30, 2024.

⁽²⁾ The reversal of estimated losses for adjustments to the realizable value of inventories occurs due to the turnover of the products that generated the provision in previous periods, as well as adjustments in the sales prices practiced by the Company, increasing the inventory recoverable value.

The Company recognized in income (loss) for the period, under "Cost of goods and products sold", the amounts of R\$ 2,034,198 in the Parent Company and R\$ 1,867,094 in the Consolidated (R\$ 2,328,449 and R\$ 2,388,012 in 2023, respectively).

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)****6. Recoverable taxes**

The balances of taxes recoverable are as follows:

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Recoverable IPI	48,224	25,489	48,276	25,579
Recoverable ICMS ⁽¹⁾	173,665	194,154	190,650	204,816
Recoverable PIS and COFINS	128,660	128,203	134,545	129,977
Recoverable IRPJ and CSLL ⁽²⁾	14,330	5,941	39,663	36,200
Other recoverable taxes	23,615	24,037	24,052	24,346
Financial credit ⁽³⁾	365,691	364,627	389,317	389,353
	754,185	742,451	826,503	810,271
Current assets	396,004	350,223	435,797	401,666
Non-current assets	358,181	392,228	390,706	408,605
	754,185	742,451	826,503	810,271

⁽¹⁾ Recoverable ICMS

In May 2024, the Company obtained permission to offset the amount of R\$ 10,145 of ICMS overpaid from the State Department of Finance of Minas Gerais (Sefaz), which was recorded in the Recoverable ICMS caption, with the installment payment of the same tax agreed with Sefaz in March 2022, maturing until March 2027, recorded under ICMS installment payment in Note 17 - Tax obligations. The balance of the installment payment before offsetting was R\$ 11,075, decreasing to R\$ 929 to be settled in the remaining four installments.

Amounts recognized in the year ended December 31, 2023.

The Company reviewed the state legislation on the ICMS rate differential (Difal) in some states and found that they were entitled to recover amounts paid in excess, relating to sales made to state government agencies between 2019 and 2023.

Regarding the amount arising from sales made in 2023, the amounts were recognized under "Net revenue", Note 20, totaling R\$ 43,466; the amounts relating to the other years were recognized in "Extemporaneous credits" caption in the group of (Other operating revenues/(expenses), Note 23, totaling R\$ 35,115.

In addition, the Company identified the amount of R\$ 42,867 of ICMS tax replacement unduly paid on freight between 2019 and 2023. This amount was recognized under the headings of: "Sales expenses" of R\$ 6,239 in Note 22 Costs and expenses by type, and; "Extemporaneous credits" of R\$ 36,627 in the Other operating revenues/ (expenses) group, Note 23.

⁽²⁾ IRPJ

In September 2021, the Company recognized the right to reduce the Corporate Income Tax - IRPJ and non-refundable surcharges levied on operating income, related to the project to

Notes to the individual and consolidated, condensed interim financial information

For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)

diversify the enterprise in the area of operation of SUDAM, for its subsidiary Giga Industria e Comercio de Produtos de Segurança Eletrônica S/A. The benefit reduces to 75% (seventy-five percent) of the tax on corporate income and non-refundable surcharges, levied on the operating income, related to the diversification of the enterprise in the area of operation of SUDAM for the production of “assembled printed circuit board (computer use)” for a period of 10 (ten) years, starting in the calendar year 2021 and ending in the calendar year 2030.

Additionally, in September 2023, speakers were included in the benefit for a period of ten (10) years, starting in the calendar year 2023 and ending in the calendar year 2032, and color televisions with liquid crystal display, also for ten (10) years, but starting in the calendar year 2024 and ending in 2033.

(3) Financial credit

With the approval of Law 13969 of December 2019, in April 2020, new provisions for the Information Technology and PADIS Laws came into force. Among the changes implemented by the new legislation is the change in the Excise Tax - IPI reduction incentive.

The new law, which removed the incentive, implemented a new tax benefit, which will be used by means of a financial credit that takes into account the amount of investment in research, development, and innovation of the companies (PD&I), and the amount of sales of products that comply with the rules of the basic productive process (PPB) - Law 8248/91.

Under the law, said financial credit must be used to offset taxes administered by the Brazilian Federal Revenue Service.

The Company uses financial credit for offsetting its federal tax obligations.

Tax reform

On December 20, 2023, Constitutional Amendment (“EC”) 132 was enacted, which establishes the Tax Reform (“Reform”) on consumption. Several topics, including the rates of new taxes, are still pending regulation by Complementary Laws (“LC”), which must be submitted for evaluation by Brazil’s National Congress within 180 days.

The Reform model is based on a VAT divided into two competences (“dual VAT”): one federal (Contribution on Goods and Services – “CBS”) and one sub-national (Tax on Goods and Services – “IBS”), which will replace the taxes currently known as PIS, COFINS, ICMS, and ISS.

A Selective Tax (“IS”) [a type of excise tax] was created, under federal jurisdiction to apply to the production, extraction, trading or import of goods and services that are harmful to health and the environment, under the terms of Complementary Laws.

There will be a transition period from 2024 to 2032, in which the two tax systems – old and new – will coexist. The impacts of the Reform on the calculation of the aforementioned taxes, from the beginning of the transition period, will only be fully known when the process of regulating pending issues through a Complementary Law is finalized. Consequently, up to September 30, 2024, there is no effect of the Reform on these interim financial statements.

Notes to the individual and consolidated, condensed interim financial information
**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**
7. Investments in associated companies and subsidiaries

Summary of investments	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Investments in Subsidiaries	1,193,619	1,187,828	-	-
Indirect investment via Fundo Inova V - Luby	-	-	10,476	3,626
	<u>1,193,619</u>	<u>1,187,828</u>	<u>10,476</u>	<u>3,626</u>
Provision for losses on investment in subsidiaries	(9,200)	(7,775)	-	-
	<u>1,184,419</u>	<u>1,180,053</u>	<u>10,476</u>	<u>3,626</u>

Investments in subsidiaries

Information on the Group's subsidiaries at the end of the reporting period is presented below:

Subsidiaries	Interest	Parent Company	
		09/30/2024	12/31/2023
Investments with positive shareholders' equity of the investee			
(1) Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda.	100.00%	324,250	375,336
(2) Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A.	100.00%	811,132	786,546
(6) Watts Comércio de Patinetes Elétricos e de Veículos Recreativos EIRELI	100.00%	10,363	11,094
(7) Multilaser Global Limited	100.00%	47,874	14,852
		<u>1,193,619</u>	<u>1,187,828</u>
Investments with negative shareholders' equity of the investee			
(4) Lojas Multilaser - Comércio Varejista Ltda	100.00%	(9,200)	(7,775)
		<u>(9,200)</u>	<u>(7,775)</u>
Total net investments in subsidiaries		<u>1,184,419</u>	<u>1,180,053</u>

Information on group companies, including subsidiaries and associated companies, both direct and indirect, is described in Note 2.6.

Notes to the individual and consolidated, condensed interim financial information For the nine and three-month periods ended September 30, 2024 and 2023 (In thousands of reais, unless otherwise indicated)

Changes in investments in equity interests in the parent company's individual condensed financial statements in 2024:

	Balance at 12/31/2023	Equity in net income of subsidiaries	Capital reduction ⁽¹⁾	Accumulated translation adjustment	Balance at 09/30/2024
(1) Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda	375,336	19,776	(70,862)	-	324,250
(2) Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A.	786,546	24,586	-	-	811,132
(4) Lojas Multilaser - Comércio Varejista Ltda	(7,775)	(1,425)	-	-	(9,200)
(6) Watts Comércio de Patinetes Elétricos e de Veículos Recreativos EIRELI	11,094	(731)	-	-	10,363
(7) Multilaser Global Limited	14,852	29,996	-	3,026	47,874
Subtotal	1,180,053	72,202	(70,862)	3,026	1,184,419

⁽¹⁾ The company reduced the capital of its subsidiary Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda, as it considered that the capital was excessive in relation to its corporate purpose.

Relevant information on investments in equity interests and in FIP Inova V on September 30, 2024, and December 31, 2023:

09/30/2024	(1) Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda	(2) Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A.	(4) Lojas Multilaser - Comércio Varejista Ltda.	(6) Watts Comércio de Patinetes Elétricos e de Veículos Recreativos EIRELI	(8) Inova V Fundo de Investimento em Participações — Empresas Emergentes	(7) Multilaser Global Limited
Ownership percentage	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Total assets	339,390	1,498,053	773	4,841	119,584	62,334
Total liabilities	20,299	561,104	9,973	2,092	342	14,460
Capital	5,000	26,346	500	2,000	68,155	371
Shareholders' equity	319,091	936,949	(9,200)	2,749	119,242	47,874
Net revenue	91,536	873,554	1,983	3,000	-	30,414
Net income (loss) for the year	11,729	13,457	(1,425)	(731)	(1,186)	29,995
Shareholders' equity according to interest (%)	319,091	936,949	(9,200)	2,749	119,242	47,874
Group's profit sharing	11,729	13,457	(1,425)	(731)	(1,186)	29,995

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12/31/2023	(1) Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda	(2) Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A.	(3) Proinox Brasil Ltda (*)	(4) Lojas Multilaser - Comércio Varejista Ltda.	(5) Expet Indústria e Comércio de Tapetes Ltda. (*)	(6) Watts Comércio de Patinetes Elétricos e de Veículos Recreativos EIRELI	(8) Inova V Fundo de Investimento em Participações — Empresas Emergentes	(7) Multilaser Global Limited
Ownership percentage	100.00%	100.00%	100.00%	100.00%	100.00%	100.00% 3	100.00%	100.00%
Total assets	399,373	1,369,661	-	10,134	-	6,243	120,498	32,952
Total liabilities	21,120	446,169	-	17,909	-	2,762	69	18,100
Capital	75,863	26,346	4,788	500	-	2,000	125,267	371
Shareholders' equity	378,253	923,492	-	(7,775)	-	3,480	120,429	14,852
Net revenue	92,388	927,331	1,673	3,272	-	2,463	-	31,087
Net income (loss) for the year	26,307	(63,838)	(9,968)	(3,258)	(787)	(826)	(5,071)	14,847
Shareholders' equity according to interest (%)	378,253	923,492	-	(7,775)	-	3,480	120,429	14,852
Group's profit sharing	26,307	(63,838)	(9,968)	(3,258)	(787)	(826)	(5,071)	14,847

(*) The subsidiaries Proinox Brasil Ltda. and Expet Indústria e Comércio de Tapetes Ltda were merged on July 27, 2023.

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8. Private investment funds

The company invests in private equity funds. The company's purpose is to invest in technology-based startups, according to the policy of each fund and the legislation of the Ministry of Science, Technology and Innovation (MCTI). These funds are measured at fair value at each reporting date. The balances and changes in these funds are respectively shown below:

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Inova We Empreendedorismo Feminino	16,380	16,215	16,380	16,215
Indicador 2 IOT Fundo Investimentos	25,713	19,630	25,713	19,630
Inova IV Fundo de Investimento	-	-	27,076	25,470
Inova VII Fundo de Investimento	33,495	31,090	33,495	31,090
Inova X Fundo de Investimento	15,540	14,663	15,540	14,663
Inova IX Fundo de Investimento	10,913	10,634	10,913	10,634
	102,041	92,232	129,117	117,702

Parent Company	Balance at 12/31/2023	Capital investments	Fair value	Balance at 09/30/2024
Inova We Empreendedorismo Feminino	16,215	-	165	16,380
Indicador 2 IOT Fundo Investimentos	19,630	6,300	(217)	25,713
Inova VII Fundo de Investimento	31,090	-	2,405	33,495
Inova X Fundo de Investimento	14,663	-	877	15,540
Inova IX Fundo de Investimento	10,634	-	279	10,913
	92,232	6,300	3,509	102,041

Consolidated	Balance at 12/31/2023	Capital investments	Fair value	Balance at 09/30/2024
Inova We Empreendedorismo Feminino	16,215	-	165	16,380
Indicador 2 IOT Fundo Investimentos	19,630	6,300	(217)	25,713
Inova IV Fundo de Investimento	25,470	-	1,606	27,076
Inova VII Fundo de Investimento	31,090	-	2,405	33,495
Inova X Fundo de Investimento	14,663	-	877	15,540
Inova IX Fundo de Investimento	10,634	-	279	10,913
	117,702	6,300	5,115	129,117

Inova V Fundo de Investimento em participações – Empresas emergentes

As described in Note 2.6, the Company controls this exclusive fund and consolidates its operation. Inova V Fundo de Investimento em Participações – Empresas Emergentes ("Fund") began its activities on December 16, 2020, as a closed-end fund governed by these Regulations, pursuant to CVM instructions 175/22 and 579/16, by the ABVCAP/ANBIMA Code, in addition to the ME and SUFRAMA Regulations involved, as well as other applicable legal and regulatory provisions. The Fund has a term of 10 (ten) years from the first payment of shares, and may be extended for another 2 (two) years, upon proposal by the Management Company and approval at the General Meeting. The General Meeting may close early or extend the term.

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As of September 30, 2024, FIP Inova V held investments in privately held companies, not listed on a stock exchange or organized market, as follows:

▪ **Luby Tecnologia S.A. (“Luby”):**

As of September 30, 2024, FIP Inova V holds 49% of Luby's capital, corresponding to 100% of the Class A Preferred Shares, its investment amount is R\$ 17,734.

▪ **Watch TV Entretenimentos S.A. (“Watch”):**

In September 2021, a loan convertible into equity interest of 42% of the Company's total and voting capital, totaling R\$ 28,000 was entered into, the financial contributions occurred as follows: (i) R\$ 20,000 on September 24, 2021; (ii) R\$ 8,000 December 02, 2021.

On June 27, 2022, an additional contribution of R\$ 10,500 was made, also as part of the loan convertible into equity interest, increasing the ownership interest from 42% to 49% of the total and voting capital, which could be converted into corporate shares until 09/24/2026, the fair value of which was R\$ 73,500 up to the year ended December 31, 2023.

On January 12, 2024, FIP Inova V exercised the option and converted the loan agreement into equity interest, with Watch becoming an associated company, with investment measured under the equity method. In the operation, depending on Watch's shareholders' equity, the value of R\$ 21,300 of goodwill via report prepared by specialist, as follows:

Balance of shareholders' equity - Watch	(18,233)
49% stake – Inova V	(8,934)
Fair value of the Loan Agreement on the date of conversion	73,500
Identified assets	
Brand	1,917
Software	59,217
Provisional goodwill due to expected future profitability	21,300

Changes in FIP Inova V and its associated companies are presented below:

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Consolidated	Balance at 12/31/2023	Contribution/ Conversion of loan agreement	Equity in net income of subsidiaries	Balance at 09/30/2024
Inova V Fundo de Investimento	120,429	-	(1,187)	119,242
	120,429	-	(1,187)	119,242
Investment and Goodwill via Inova V	Balance at 12/31/2023	Contribution/ Conversion of loan agreement	Equity in net income of subsidiaries	Balance at 09/30/2024
Luby Tecnologia S.A.	10,884	-	6,850	17,734
	10,884	-	6,850	17,734
Investment and Goodwill via Inova V	Balance at 12/31/2023	Contribution/ Conversion of loan agreement	Equity in net income of subsidiaries	Balance at 09/30/2024
Watch TV Entretenimentos S.A.	-	73,500	(5,254)	68,246
	-	73,500	(5,254)	68,246

9. Judicial deposits and other assets

The following is a breakdown of the Company's escrow deposits and other assets:

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Judicial deposits	31,984	31,436	37,783	33,950
	31,984	31,436	37,783	33,950
Court-ordered debt payments	16,310	20,055	16,311	20,055
Loan convertible into equity interest – Watch (*)	-	-	-	73,500
Loan convertible into equity interest – ISP	-	-	5,000	5,000
Loan convertible into equity interest – Ziyu	-	-	11,500	11,500
Loan convertible into equity interest – Map	-	-	4,000	4,000
Other assets	1,435	2,198	2,123	2,738
	17,745	22,253	38,934	116,793
Current assets	1,435	2,198	2,123	2,737
Non-current assets	16,310	20,055	36,811	114,056
	17,745	22,253	38,934	116,793

(*) In January 2024, the loan agreement was converted into an equity interest in Watch, as mentioned in Note 8 - Private investment funds.

Convertible loans receivable measured at fair value

A brief description of each of the loans convertible into equity interest in the Inova V Fund is presented below:

ISP CredTech Tecnologia S.A. (“ISP CredTech”): ISP CredTech is a business intermediary founded in 2022 with the purpose of promoting access to credit for small and medium telecommunications companies.

The services of prepayment of receivables and loans via FIDC allows the organization to positively and actively impact the allocation efficiency of available funds along the chain that involves the internet provision service.

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In September 2022, a loan convertible into equity interest of 3.33% of the total and voting capital of the Company was established.

As of September 30, 2024, the fair value of this contract is R\$ 5,000.

Ziyou Intermediação, Locação e Serviços S/A (“Ziyou”): headquartered in the City of São Paulo - SP.

ZiYou operates under the equipment as a service business model by offering the sale and rental of equipment, such as treadmills, spinning bikes, elliptical machines, paddles and weight training stations, fully online, without bureaucracy and connected to own technology.

In March 2023, a loan convertible into equity interest of 18.7% of the Company's total and voting capital, totaling R\$ 11,500 was entered into, the financial contribution occurred as of March 9, 2023.

As of September 30, 2024, the fair value of this contract is R\$ 11,500.

Map Intelligence Inovação em tecnologia educacionais e assistivas Ltda (“Map”): headquartered in the City of Manaus in the State of Amazonas.

Map is a technological innovation company with a strong performance in assistive technologies, industrial automation and the application of artificial intelligence areas.

In February 2023, a loan convertible into equity interest of 30% of the Company's total and voting capital, totaling R\$ 4,000 was entered into, the financial contribution occurred as follows: (i) R\$ 1,000 as of January 20, 2023; (ii) R\$ 3,000 as of February 27, 2023.

As of September 30, 2024, the fair value of this contract is R\$ 4,000.

The Company uses the value of the last contribution only when it concludes that there is not enough observable and relevant data available. Otherwise, the Company uses valuation techniques to measure fair value, in accordance with IFRS 13/CPC 46 (Preparation of an appraisal report at fair value).

10. Investment properties

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Commercial properties	5,020	5,020	5,020	5,020
	5,020	5,020	5,020	5,020

(a) Investment properties

Investment properties include two commercial properties that were acquired in 2018, and which are leased to third parties. Subsequent renewals are negotiated with the lessees with an average period of six months prior to the end of the agreement. There are no contingency

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charges in any of the agreements. Firstly, the Company does not intend to continue with these properties in the medium/long term.

(b) Measurement of investment properties

Investment properties were initially recognized at acquisition cost, which, according to the Company's understanding, is close to its fair value as of September 30, 2024.

11. Property, plant and equipment

					Net	
Parent Company	Average annual depreciation rates	Acquisition cost	Accumulated depreciation	Impairment	09/30/2024	12/31/2023
Land	N/A	61,044	-	-	61,044	59,036
Buildings	3.96%	76,099	(19,934)	-	56,165	55,674
Machinery and facilities	11.40%	166,169	(63,012)	(976)	102,181	111,285
Furniture, IT equipment, other	12.59%	31,554	(19,596)	-	11,958	12,375
Works in progress	N/A	7,659	-	-	7,659	4,480
		<u>342,525</u>	<u>(102,542)</u>	<u>(976)</u>	<u>239,007</u>	<u>242,850</u>
					-	
					Net	
Consolidated	Average annual depreciation rates	Acquisition cost	Accumulated depreciation	Impairment	09/30/2024	12/31/2023
Land	N/A	61,044			61,044	59,036
Buildings	4.43%	85,301	(23,888)	-	61,413	61,440
Machinery and facilities	9.90%	397,746	(172,814)	(976)	223,956	240,968
Furniture, IT equipment, other	12.24%	36,805	(21,799)	-	15,006	15,371
Works in progress	N/A	14,230	-	-	14,230	14,165
		<u>595,126</u>	<u>(218,501)</u>	<u>(822)</u>	<u>375,649</u>	<u>390,980</u>
Changes in fixed assets						
Parent Company	12/31/2023	Net additions of transfers	Depreciation	Write-offs	09/30/2024	
Land	59,036	2,008	-	-	61,044	
Buildings	55,674	2,788	(2,297)	-	56,165	
Machinery and facilities	111,285	8,125	(13,037)	(4,192)	102,181	
Furniture, IT equipment, other	12,375	2,343	(2,756)	(4)	11,958	
Works in progress	4,480	3,179	-	-	7,659	
	<u>242,850</u>	<u>18,443</u>	<u>(18,090)</u>	<u>(4,196)</u>	<u>239,007</u>	
					-	
Consolidated	12/31/2023	Net additions of transfers	Depreciation	Write-offs	Impairment	09/30/2024
Land	59,036	2,008	-	-	-	61,044
Buildings	61,440	2,642	(2,669)	-	-	61,413
Machinery and facilities	240,968	14,368	(26,892)	(4,333)	(155)	223,956
Furniture, IT equipment, other	15,371	3,008	(3,319)	(55)	-	15,006
Works in progress	14,165	267	-	(202)	-	14,230
	<u>390,980</u>	<u>22,293</u>	<u>(32,880)</u>	<u>(4,590)</u>	<u>(155)</u>	<u>375,649</u>

Impairment

(*) In addition to the amount of R\$ 155 recognized as impairment for the period ended September 30, 2024 in some pieces of equipment of the Pet line for the production of hygienic mats, the Company has not identified indications that its assets have deteriorated, or that they are recorded at amounts greater than what they expect to obtain from future economic benefits from the use of the asset.

Notes to the individual and consolidated, condensed interim financial information
**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**
12. Intangible assets

	Amortization rates (%)	Parent Company		Consolidated	
		09/30/2024	12/31/2023	09/30/2024	12/31/2023
Software	20.00%	2,493	2,756	8,573	9,874
Trademarks and patents	N/A	5,775	7,679	8,392	10,296
Client portfolio	17.78%	1,069	1,417	1,069	1,418
Know-how	20.00%	615	806	615	806
Goodwill in the acquisition of associated company	N/A	-	-	75,504	7,258
Goodwill in the acquisition of subsidiary	N/A	26,872	24,968	34,485	32,582
		36,824	37,626	128,638	62,234

We present below the changes in intangible assets:

Parent Company	12/31/2023	Net additions of transfers	Amortization	09/30/2024
Software	2,756	305	(568)	2,493
Trademarks and patents	7,679	(1,904)	-	5,775
Client portfolio	1,417	-	(348)	1,069
Know-how	806	-	(191)	615
Goodwill in the acquisition of subsidiary	24,968	1,904	-	26,872
	37,626	305	(1,107)	36,824

Consolidated	12/31/2023	Net additions of transfers	Amortization	Conversion of loan agreement (*)	09/30/2024
Software	9,874	704	(2,005)	-	8,573
Trademarks and patents	10,296	(1,904)	-	-	8,392
Client portfolio	1,418	-	(349)	-	1,069
Know-how	806	-	(191)	-	615
Goodwill in the acquisition of associated company (*)	7,258	-	-	68,246	75,504
Goodwill in the acquisition of subsidiary	32,582	1,904	-	-	34,485
	62,234	704	(2,545)	68,246	128,638

(*) Watch's investment and goodwill and Luby's goodwill via Inova V

The amortization of trademarks and patents, client portfolio, software, know-how, when applicable, is recognized on a straight-line basis based on the estimated useful life of the assets. The estimated useful life and the amortization method are reviewed at the end of each year and the effect of any changes in estimates are based on a report prepared by external specialists engaged by the Company and are accounted for prospectively.

The company performs impairment tests on intangible assets with an indefinite useful life, such as trademarks, patents and goodwill arising from acquisitions annually or whenever there are impairment indications.

Notes to the individual and consolidated, condensed interim financial information
**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**
13. Leases

The Company and its subsidiaries have lease agreements for the buildings where they are located, their headquarters, factories and warehouses. The average lease term is five years.

The Company chose to present rights-of-use assets and lease liabilities in specific subgroups on the balance sheet, although the standard does not establish such an obligation.

Changes in right-of-use assets:

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Net opening balance	35,205	34,537	48,049	38,545
Additions/remeasurements	2,401	17,446	3,023	31,040
(-) Depreciation	(6,386)	(13,315)	(9,791)	(17,859)
Write-offs	(18,459)	(3,463)	(18,458)	(3,677)
Net closing balance	12,761	35,205	22,823	48,049

Changes in lease liabilities:

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Net opening balance	37,274	36,131	50,612	39,780
Additions/remeasurements	2,401	17,446	3,023	31,040
Interest for the period	2,092	3,636	3,333	1,367
(-) Consideration paid	(7,849)	(16,217)	(12,017)	(17,647)
Write-offs	(20,697)	(3,722)	(20,697)	(3,928)
Net closing balance	13,221	37,274	24,254	50,612
Current	3,737	11,405	8,221	15,341
Non-current	9,484	25,869	16,033	35,271
Total	13,221	37,274	24,254	50,612

Payment schedule (days):

≤01	3,737	8,221
02-03	4,206	7,067
03-04	2,289	3,362
04-05	2,989	5,604
	13,221	24,254

	Parent Company	Consolidated
Current discount rate		
Minimum rate	6%	6%
Maximum rate	15.18%	15.18%

In May 2024, the Company delivered the last outsourced warehouse it was leasing in Extrema-MG. The termination generated a fine of R\$ 1,579, recorded in "Other accounts payable" in current liabilities and in Other operating revenues/(expenses) in the income (loss) under Contractual fines, property, plant and equipment losses and other expenses, according to Note 23.

Notes to the individual and consolidated, condensed interim financial information
**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**
14. Suppliers

	Parent company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Foreign service and material providers	554,817	246,214	777,542	403,113
Domestic suppliers of materials and services	747,638	784,608	56,909	173,764
	1,302,455	1,030,822	834,451	576,877

Raw material suppliers – foreign

As described in Note 25, commercial transactions carried out with international suppliers of materials and services are denominated in USD. The company does not enter into derivative financial instruments to hedge exchange rate exposure, except for certain contracts signed with clients, where the sale price is pre-defined.

The Company contracts letters of credit with certain first-rate financial institutions as a guarantee/means of payment to foreign suppliers.

The Company does not maintain any type of drawee risk or similar operations, including those involving financial costs.

15. Loans and financing

			Parent Company		Consolidated	
Modality	Charges	Weighted average interest rate (% p.a.)	09/30/2024	12/31/2023	09/30/2024	12/31/2023
In domestic currency						
Working capital	Average rate	12.31%	92,521	106,628	92,521	106,628
FINEP	Fixed rate	3.00%	37,654	45,104	37,654	45,104
			130,175	151,732	130,175	151,732
In foreign currency						
Working capital	Avg. rate + FX	6.00%	434,083	650,936	434,083	650,936
FINIMP	Avg. rate + FX	4.27%	-	17,564	-	17,564
			434,083	668,500	434,083	668,500
			564,258	820,232	564,258	820,232
Current liabilities			261,205	357,645	261,205	357,645
Non-current liabilities			303,053	462,587	303,053	462,587
			564,258	820,232	564,258	820,232

FX - Exchange-rate change

FINEP – Financing Agency for Studies and Projects.

FINIMP – Import financing.

The consolidated schedule of maturities of long-term loans and financing is presented below:

Notes to the individual and consolidated, condensed interim financial information
**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**

Maturity	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
2025	15,296	211,094	15,296	211,094
2026	142,237	130,367	142,237	130,367
2027	141,486	117,116	141,486	117,116
>2028	4,034	4,010	4,034	4,010
	303,053	462,587	303,053	462,587

- **FINEP - Financiadora de Estudos e Projetos (FINEP - Financing Agency for Studies and Projects)**

The Company has innovation programs that seek to develop and acquire new technologies. Such innovation programs are supported by programs to encourage research and technological development with FINEP.

- **FINIMP – Import financing**

The Company raised credit facilities for import financing (FINIMP).

In this modality, the financing is raised from a financial institution, where funds are transferred directly to the supplier abroad, thus having no direct impact on the Company's cash.

- **Contractual guarantees and restrictions**

Bank loans are partially guaranteed by an average of 30% of the Company's receivables.

On the date of said financial statements, the Company and its subsidiaries hold some financing agreements that have covenants and establish obligations regarding the annual maintenance of financial ratios on the contracted operations, whose non-compliance may provoke, without any notice or interpellation, the early settlement of the debt, which would affect the Company's right to defer payments according to the original maturities established in said contracts (Covenants). For the aforementioned agreements, the Company complied with the restrictive clauses.

- **Changes in loans and financing**

Changes in balance of loans and financing are as follows:

	Parent Company		Total
	Current	Non-current	
Closing balance at 12/31/2022	964,458	151,700	1,116,158
New loans	284,327	-	284,327
Financial charges	64,850	(2)	64,848
Exchange-rate change	(66,318)	-	(66,318)
Payment of principal	(521,506)	-	(521,506)
Interest payment	(58,394)	-	(58,394)
Transaction cost	1,117	-	1,117
Transfer	(310,889)	310,889	-
Closing balance on 12/31/2023	357,645	462,587	820,232

Notes to the individual and consolidated, condensed interim financial information
**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**

	Consolidated		
	Current	Non-current	Total
Closing balance at 12/31/2022	1,058,301	151,700	1,210,001
New loans	315,005	-	315,005
Financial charges	66,884	(2)	66,882
Exchange-rate change	(70,200)	-	(70,200)
Payment of principal	(644,149)	-	(644,149)
Interest payment	(58,394)	-	(58,394)
Transaction cost	1,087	-	1,087
Transfer	(310,889)	310,889	-
Closing balance on 12/31/2023	357,645	462,587	820,232

	Parent Company and Consolidated		
	Current	Non-current	Total
Closing balance on 12/31/2023	357,645	462,587	820,232
Financial charges	37,366	-	37,366
Exchange-rate change	71,922	-	71,922
Payment of principal	(321,661)	-	(321,661)
Interest payment	(44,439)	-	(44,439)
Transaction cost	838	-	838
Transfer	159,534	(159,534)	-
Balance for the year ended 09/30/2024	261,205	303,053	564,258

16. Labor and social security obligations

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Salaries and social charges ^(*)	29,924	46,449	35,137	54,999
Provision for vacation, 13 th salary and social security charges	34,027	18,996	40,616	22,306
Directors' fees	-	1,114	-	1,114
	63,951	66,559	75,753	78,419
Current liabilities	45,713	29,524	54,272	34,796
Non-current liabilities	18,238	37,035	21,481	43,623
	63,951	66,559	75,753	78,419

(*) INSS (NATIONAL INSTITUTE FOR SOCIAL SECURITY)

On May 2, 2024, the decisions on Topic 1.079 were published by the Court of Appeals, which addressed the maximum limit of twenty (20) minimum wages for the total calculation basis of the Federal Supreme Court (STF) for tax contributions to INCRA, SENAI, SESI, SESC, SENAC, and SEBRAE, which had been revoked by Decree-Law 2138/1986.

The decision of the Federal Supreme Court (STF) started to be applied to all cases regarding the matter, depending on a favorable decision, which is the case of the Parent Company and its subsidiary GIGA.

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**

Thus, as of May 2024, both companies started paying all contributions without observing the ceiling of the calculation basis for contributions, but they are not debtors of the amounts related to previous periods.

Therefore, the Company reversed the provision that held under “Salaries and social charges” related to these contributions, in the amounts of R\$ 23,253 in the Parent Company and R\$ 27,387 in the Consolidated, with R\$ 19,428 of principal and R\$ 3,825 of inflation adjustment in the Parent Company, and R\$ 22,925 and R\$ 4,861, respectively, in the Consolidated. The main amounts were recorded under Extemporaneous credits, according to Note 23 Other operating revenues/(expenses) and the inflation adjustment in the caption Inflation adjustment assets, according to Note 22 Financial income (loss).

The Company still maintains the writ of mandamus regarding the cap of 20 minimum wages for the calculation basis of the contribution made to FNDE (Education Allowance), which was not the subject of the decision in the Topic 1079.

Thus, there is a suspension of enforceability of said tax credit, pursuant to Article 151, item IV, of the National Tax Code (CTN). The outstanding amount, recorded in non-current liabilities, provisioned for FNDE for the period ended September 30, 2024, is R\$ 18,238 in the Parent Company and R\$ 21,481 in the Consolidated.

17. Tax liabilities

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
IPI payable	-	2,960	16	2,961
ICMS payable	23,076	14,176	23,265	14,196
PIS and COFINS payable	11,875	13,439	194,000	192,720
Other taxes payable	496	1,740	1,367	3,115
PERT installment	238	250	238	250
Installment payment of ICMS (*)	213,774	160,169	213,774	160,169
	249,459	192,734	432,660	373,411
Division:				
Current liabilities	71,364	56,421	72,592	59,665
Non-current liabilities	178,095	136,313	360,068	313,746
	249,459	192,734	432,660	373,411

(*) **ICMS**

As stated in Note 6 - Recoverable taxes, the amount of R\$ 10,145 was written off in May 2024 in the ICMS installment payment program in Minas Gerais, through offsetting with taxes overpaid that the Company held as a tax credit.

An installment payment of ICMS was concluded in the quarter ended March 31, 2024, due to a voluntary confession made to the state of Minas Gerais, which was included in “Provision for legal risks”, totaling R\$ 105,922 as of December 31, 2023. The installment payment is made up of: R\$ 73,710 as principal, R\$ 11,056 as fines and R\$ 24,337 as interest, totaling R\$ 109,103, of which R\$ 5,455 was paid as a downpayment. The remainder

Notes to the individual and consolidated, condensed interim financial information
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is recorded under ICMS installment payment, with R\$ 20,729 in current and R\$ 82,919 in non-current.

18. Provision for legal risks

The Company is a party to several proceedings arising in the normal course of its business, for which provision was made based on the estimates of its legal advisors and/or on the expectation of probable future cash disbursement.

The main information about these proceedings, for the period ended September 30, 2024 and year ended in December 2023, is represented as follows:

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Tax	2,676	125,634	5,771	127,169
Labor and social security	3,593	3,694	3,625	3,707
Civil	5,511	2,301	5,511	2,301
Regulatory	518	471	519	471
	12,298	132,100	15,426	133,648

The changes in the consolidated balances of provision for the nine-month period ended September 30, 2024 and for the year 2023 are presented below:

Parent Company	12/31/2023	Additions	Write-offs (*)	Restatements	09/30/2024
Tax	125,634	10,264	(135,017)	1,795	2,676
Labor and social security	3,694	-	-	(101)	3,593
Civil	2,301	3,091	(389)	508	5,511
Regulatory	471	-	-	47	518
Total	132,100	13,355	(135,406)	2,249	12,298

Consolidated	12/31/2023	Additions	Write-offs (*)	Restatements	09/30/2024
Tax	127,169	12,027	(135,017)	1,592	5,771
Labor and social security	3,707	-	-	(82)	3,625
Civil	2,301	3,091	(389)	508	5,511
Regulatory	471	-	-	48	519
Total	133,648	15,118	(135,406)	2,066	15,426

(*) In the first quarter of 2024, the Company paid ICMS in installments regarding amounts that were recorded on December 31, 2023 as tax contingencies, referring to some tax inconsistencies in ICMS tax operations in the state of Minas Gerais, covering the period from April 2019 to December 2022, in the amount of R\$ 105,922.

(a) Nature of contingencies

The Company is a party to labor and tax lawsuits and has been discussing these issues in both the administrative and judicial scopes and, when applicable, said lawsuits are backed by judicial deposits. The respective provision for contingencies is set up considering the estimates made by the legal advisors, for lawsuits whose likelihood of loss in the respective outcomes was assessed as 'probable'. Company Management believes that resolving these issues will not have an effect significantly different from the provisioned amount.

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**

Labor and social security contingencies refer to lawsuits filed by former employees linked to funds arising from the employment relationship and to various claims for damages.

(b) Possible losses, not provisioned in the balance sheet

On September 30, 2024 and December 31, 2023, the Company and its subsidiaries were defendants in other tax, labor and civil proceedings, involving risk of loss for the Company assessed as “possible”, according to the individual analysis of each of the proceedings carried out by Management, in addition to the legal opinion of its legal advisors, according to the amounts below:

Nature of contingencies	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Tax	2,174,490	1,909,776	2,191,224	1,926,303
Labor and social security	876	912	1,254	1,282
Civil	1,500	1,400	1,500	1,400
Total	2,176,866	1,912,088	2,193,978	1,928,985

The main proceedings listed in the table above on September 30, 2024 are as follows:

- (i) A restated tax assessment notice alleging concealment of the actual importer in the international purchases of products made by Proinox (a company merged by the Company in July 2023) and subsequently sold to the parent company and customers of R\$ 708,986, equivalent to the customs amounts of the imports made by Proinox in the period from April 2019 to October 2021. However, the Company is jointly and severally liable in the tax assessment notice. The total value of these shares on September 30, 2024 was R\$ 933,151.
- (ii) A tax assessment notice alleging assignment of Parent Company's name to Proinox in foreign trade operations in order to cover up the actual importer. A tax assessment notice related to the notice described in the previous item. The Company is jointly and severally liable in the tax assessment notice. The total value of this share on September 30, 2024 was R\$ 94,518.

The notices of infraction above were reevaluated by the plaintiff's attorney and by a second renowned law firm, and both had convergent opinions on the possible loss prognosis.

Both opinions reinforce the solid arguments for the Company to dismiss the tax requirement, since the imports were carried out in a transparent manner and based on valid and sound contracts, and there was no simulation or damage to customs controls, or damage to the public treasury, so much so that the Tax Assessment Notice was based on the customs value of the imports and not on the value of the taxes.

- (iii) Collection of Excise Tax (IPI), due to the discussion about the validity of the reduction in the rate of this tax depending on the Basic Production Process (“PPB”). In the quarter ended June 30, 2024, this proceeding moved to the judicial sphere. However, it continues to be assessed as a possible loss. The total value of this share on September 30, 2024 was R\$ 219,013.
- (iv) This is a Tax Assessment Notice referring to the collection of supposed tax credits related to IPI (federal VAT) for the periods from July 2018 to December 2019. The total value of this share on September 30, 2024 was R\$ 94,882.

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
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- (v) Tax Assessment Notice drawn up through customs review due to discussion about the tax classification of circuit boards acquired by the Company. The total value of this share on September 30, 2024 was R\$ 103,546.
- (vi) Three tax assessment notices related to ICMS (sales tax) were received in May and June 2023, resulting from a recalculation made by the Minas Gerais Finance Department regarding spontaneous complaints made as of September 30, 2022. The amounts considered owed by the Company were paid in installments, and the remaining amounts were challenged since the assessment did not consider the benefit of the presumed credit in the calculation of the assessed amount. The total value of this share on September 30, 2024 was R\$ 156,383.
- (vii) Tax Assessment Notice relating to ICMS in the state of Minas Gerais due to discussions about the period from which the benefit of the special regime begins, whether in the protocol or on the date of update of the regime. The total value of these shares on September 30, 2024 was R\$ 47,791.
- (viii) Tax Assessment Notice drawn up to demand corporate income tax (IRPJ) and social contribution (CSLL) allegedly generated due to the appropriation of presumed ICMS credits, calculated in the 2016 calendar year. The total value of this share on September 30, 2024 was R\$ 35,202.
- (ix) Collection of ICMS on sales made to the Manaus Free Trade Zone, on the grounds that the invoices were not internalized by the clients. The total value of this share on September 30, 2024 was R\$ 128,442.
- (x) This is a Tax Assessment Notice issued by the Brazilian Federal Revenue Service for the collection of alleged tax credits related to the IPI (federal VAT), the main amounts being related to incorrect tax classifications in the sale of screens, speakers, DVR, HVR and NVR for the periods from January to December 2020, The total amount of this assessment was R\$ 36,074 on September 30, 2024.

19. Shareholders' equity**19.1 Capital**

As of September 30, 2024, the authorized capital totals R\$ R\$ 2,228,068. The subscribed and paid-up capital is R\$ 1,713,377. The quantity of shares is 820,539,225, all of which are common shares (R\$ 1,713,377, divided into 820,539,225 common shares, with no par value, as of December 31, 2023) distributed as follows:

Shareholders	09/30/2024	12/31/2023
Controlling shareholders and related parties	336,818,752	336,817,752
Non-controlling shareholders, related parties and officers	470,593,988	475,829,588
Treasury shares	13,126,485	7,891,885
	820,539,225	820,539,225

The Company's Bylaws provide for a maximum of 1,067,025,987 common shares through the possible issue of new nominative common shares with no par value.

19.2 Profit reserves

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**

a) Legal reserve

The legal reserve is set up annually by the allocation of 5% of net income for the year and may not exceed 20% of the Company's capital.

The purpose of the legal reserve is to guarantee that the capital is paid up and it is used solely to offset losses and increase capital.

b) Tax incentive reserve

Tax incentive reserves arise from government subsidies and assistance, recognized when there is reasonable certainty that the benefit will be received and that the conditions established by the granting governments have been met.

They are calculated and governed in accordance with the agreements, agreement terms, and legislation applicable to each benefit.

The Company holds a government grant with the State of Minas Gerais, which authorizes the deferral of the payment of State VAT - ICMS on the inflow of the goods it indicates, as a result of direct imports from abroad, and ensures partial presumed credit for the State VAT - ICMS on the outflow of the goods marketed by the Company.

The Company's main obligation to take advantage of this incentive comprises making investments, which are being fulfilled and proven with the State Treasury.

The effects on the income (loss) are recorded in the accounting on the accrual basis, in the group of sales deductions – incurred taxes.

Pursuant to income tax legislation, this tax incentive reserve can only be used for capital increase and loss absorption, and cannot be distributed as dividends since it relates to a benefit granted by the State to the Company for a specific activity.

In 2023, as approved by the Board of Directors, the amount of R\$ 250,000 was transferred to the Investment Reserve, reducing the amount of the Tax Incentive Reserves from R\$ 1,201,163 in the year ended December 31, 2022, to R\$ 951,163 in the year ended December 31, 2023.

The above amount was added in the calculation of income tax and social contribution for the respective year.

c) Capital reserve, statutory reserve and treasury shares**c.1) Capital reserve**

As of September 30, 2024, the Company's capital reserve balance is R\$ 975,378, comprises the amount of goodwill on the subscription of shares on the occasion of the IPO in 2021, in addition to the income from treasury shares, allocated to the respective reserve in December 2021.

c.2) Statutory reserve

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
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Reserve for purchase of treasury shares

In 2020, the Company allocated part of its income (loss) to the creation of a statutory reserve, intended for the repurchase of treasury shares of R\$ 22,711.

The purpose of the buyback is to obtain shares to: (i) future share-based incentive plan; (ii) resell them in the future. There were no changes to this reserve in 2024, maintaining the value of R\$ 22,711.

Treasury shares**Repurchase of shares**

The amount of treasury shares for the period ended September 30, 2024 is R\$ 19,982, consisting of 13,126,485 shares, and R\$ 9,216 consisting of 7,891,885 shares as of December 31, 2023.

The maximum amount of the repurchase program is 15,952,915 common shares issued by the Company, that may be subject to the repurchase of shares, currently accounting for 4.07% of the total outstanding shares of the Company and 1.94% of the total shares issued by the Company.

The repurchase of shares will be made through the use of funds available in the capital reserve and profit accounts, except for the reserves specified in Article 8, §1, of Resolution 77.

Investment reserve

The purpose of the investment reserve is to fund investments for growth and expansion, as well as to finance the Company's working capital, and it may also be used to distribute dividends, according to the decision of the shareholders. As of September 30, 2024 and December 31, 2023, its balance was R\$ 369,717.

The total amount of this reserve, added to the other profit reserves, cannot exceed the value of the capital.

d) Dividends and interest on own capital**Dividends**

The Company's bylaws establish, as of June 2021, the distribution of a mandatory minimum dividend will be 25% of the income (loss) for the year, adjusted in accordance with the law. The Company did not make any distribution of dividends to the shareholders for the period.

Notes to the individual and consolidated, condensed interim financial information
**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**
20. Net sales

The Company's net revenue is made up as shown below:

	Quarters ended			
	Parent Company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Gross sales				
Sale of products	1,072,371	1,241,403	1,085,442	1,258,614
	1,072,371	1,241,403	1,085,442	1,258,614
Sales deductions				
Returns and rebates	(74,927)	(204,628)	(88,406)	(202,550)
Sales taxes	(177,768)	(150,419)	(187,127)	(172,276)
	(252,695)	(355,047)	(275,533)	(374,826)
Net revenue	819,676	886,356	809,909	883,788

	Nine-month period ended			
	Parent Company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Gross sales				
Sale of products	3,212,444	3,681,176	3,321,013	3,796,383
	3,212,444	3,681,176	3,321,013	3,796,383
Sales deductions				
Returns and rebates	(291,613)	(537,815)	(329,047)	(540,370)
Sales taxes	(516,247)	(578,645)	(566,365)	(597,729)
	(807,860)	(1,116,460)	(895,412)	(1,138,099)
Net revenue	2,404,584	2,564,716	2,425,601	2,658,284

On December 15, 2023, the Executive Order (EO) 1185/23 was approved, which was converted into law by Ordinary Law 14789/23, which provides for tax credits resulting from grants for the implementation or expansion of economic enterprises. Starting in January 2024, the grants received by companies, classified under the new legislation as "for Costing", will be included in the calculation basis for federal taxes.

The group's companies with the higher billing, the Parent Company and its subsidiaries, GIGA and BRC, have filed a writ of mandamus to exempt the PIS and COFINS taxation on their respective government grants. Both writs of mandamus were obtained in 2024 and based on the Federal Pact.

Even so, the Company decided to maintain the provision of these taxes, awaiting the definition on the matter, which was scheduled for judgment in August, but did not take place. It was scheduled at the Federal Supreme Court (STF) – Theme 843.

Notes to the individual and consolidated, condensed interim financial information
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(In thousands of reais, unless otherwise indicated)**

The amounts of PIS and COFINS on government grants recorded in the period ended September 30, 2024 under Sales taxes were R\$ 20,039 in the Parent company and R\$ 25,999 in the Consolidated.

21. Costs and expenses by type

	Quarters ended			
	Parent Company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Cost of goods and products sold				
Costs of materials	677,459	728,476	576,512	706,471
Personnel	23,031	27,574	32,893	39,614
Depreciation/Amortization	2,110	3,838	7,490	10,255
Other	(17,717)	56,139	(6,262)	68,589
	684,883	816,027	610,633	824,929
Sales expenses				
Commercial	84,707	71,826	89,848	74,804
Distribution	48,981	76,644	59,109	84,610
Promotions and marketing	29,232	33,228	29,981	35,291
After sales	24,251	24,179	24,570	24,518
Allowance for doubtful accounts	6,168	(9,190)	6,103	(8,747)
	193,339	196,687	209,611	210,476
General and administrative expenses				
Personnel	8,106	8,670	9,684	10,402
Professional services	5,523	4,694	5,324	5,209
Technology and communication	9,423	6,781	11,886	7,772
Rentals, insurance, travel, other	3,908	7,255	6,432	8,898
	26,960	27,400	33,326	32,281

	Nine-month period ended			
	Parent Company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Cost of goods and products sold				
Costs of materials	2,032,982	2,092,385	1,796,897	2,038,970
Personnel	65,807	71,419	99,465	115,227
Depreciation/Amortization	5,783	7,301	19,410	20,022
Other (*)	(70,374)	157,344	(48,678)	213,793
	2,034,198	2,328,449	1,867,094	2,388,012
Sales expenses				
Commercial	226,953	203,255	250,326	219,205
Distribution	148,482	200,160	177,767	232,357
Promotions and marketing	86,671	108,990	89,564	121,485
After sales	74,829	63,727	76,266	64,583
Allowance for doubtful accounts	16,031	16,560	18,060	21,581
	552,966	592,692	611,983	659,211
General and administrative expenses				
Personnel	22,648	30,458	26,203	33,185
Professional services	14,569	15,534	17,483	17,415
Technology and communication	26,427	25,344	32,567	29,433
Rentals, insurance, travel, other	10,936	19,491	18,031	27,002
	74,580	90,827	94,284	107,035

(*) The amounts of reversal of estimated loss for the realization of inventories total 93,829 in the Parent Company and 93,161 in the Consolidated (Formation of provision of 93,345 to the Parent Company and 119,572 in the Consolidated as of September 30, 2023) are recognized in this caption.

Notes to the individual and consolidated, condensed interim financial information
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(In thousands of reais, unless otherwise indicated)

22. Financial income (loss)

	Quarters ended			
	Parent Company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Financial revenues				
Yield from interest earning bank deposit	17,729	15,749	21,084	21,571
Interest receivable	1,252	2,324	1,317	2,443
Inflation adjustment assets	737	6,862	1,108	12,276
Adjustments to present value	6,511	15,989	6,511	14,347
Gains on derivatives	15,285	54,803	15,285	54,803
Other	3,108	1,965	2,942	2,397
	44,622	97,692	48,247	107,837
Financial expenses				
Interest payable	(12,597)	(18,397)	(12,967)	(19,189)
Inflation adjustments - liabilities	(7,318)	(15,777)	(11,213)	(36,618)
Losses on derivatives	(23,720)	(40,241)	(23,720)	(40,241)
Banking expenses	(3,387)	(13,243)	(4,388)	(13,301)
Other expenses	(3,561)	(7,218)	(3,582)	(7,391)
	(50,583)	(94,876)	(55,870)	(116,740)
Exchange-rate change				
Assets	36,745	131,231	46,771	194,214
Liabilities	(2,319)	(196,133)	(1,961)	(271,423)
	34,426	(64,902)	44,810	(77,209)
Net financial income (loss)	28,465	(62,086)	37,187	(86,112)
	Nine-month period ended			
	Parent Company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Financial revenues				
Yield from interest earning bank deposit	55,070	41,626	67,508	60,307
Interest receivable	5,331	3,761	5,521	3,961
Inflation adjustment assets	4,979	13,097	6,550	13,933
Adjustments to present value	26,273	35,466	26,273	31,848
Gains on derivatives (*)	107,604	54,803	107,604	54,803
Other	5,169	10,829	11,473	11,309
	204,426	159,582	224,929	176,161
Financial expenses				
Interest payable	(39,582)	(54,305)	(41,056)	(57,287)
Inflation adjustments - liabilities	(28,221)	(43,714)	(8,016)	(66,411)
Losses on derivatives (*)	(57,647)	(170,358)	(57,647)	(170,358)
Banking expenses	(8,276)	(14,155)	(9,682)	(14,290)
Other expenses	(11,846)	(16,339)	(12,012)	(16,871)
	(145,572)	(298,871)	(128,413)	(325,217)
Exchange-rate change				
Income (*)	51,651	290,707	65,744	380,044
Loss (*)	(174,304)	(247,335)	(208,817)	(342,576)
	(122,653)	43,372	(143,073)	37,468
Net financial income (loss)	(63,799)	(95,917)	(46,557)	(111,588)

(*) The Company has swap contracts designed to mitigate the risks of possible financial losses in its loans and financing. The effects of this item are due to the fluctuation rate of USD and CDI.

Notes to the individual and consolidated, condensed interim financial information
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23. Other operating revenues/(expenses)

	Quarters ended			
	Parent Company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Other revenues				
Extempore tax credits	750	21,202	11,545	21,202
Indemnities, intermediations, sale of property, plant and equipment, other revenues	18,487	16,391	3,902	4,892
Financial credit Law 13969	34,907	37,253	36,073	38,790
	54,144	74,846	51,520	64,884
Other expenses				
Tax assessment notices and other extemporaneous tax debts	(13,162)	(6,014)	(13,685)	(6,310)
Tax, labor and other provisions	7,763	(1,189)	7,718	(1,205)
Indemnities and contractual fines, property, plant and equipment losses, other expenses	(406)	2,800	(1,925)	(567)
Research and development	(5,688)	(10,291)	(10,225)	(10,763)
	(11,493)	(14,694)	(18,117)	(18,845)
Other net revenues and expenses	42,651	60,152	33,403	46,039

	Nine-month period ended			
	Parent Company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Accumulated				
Other revenues				
Extempore tax credits (*)	27,268	21,202	46,616	21,202
Indemnities, intermediations, sale of property, plant and equipment, other revenues	60,889	82,390	12,114	18,759
Financial credit Law 13969	101,567	127,055	106,605	132,805
	189,724	230,647	165,335	172,766
Other expenses				
Tax assessment notices and other extemporaneous tax debts	(13,161)	(36,427)	(15,118)	(36,723)
Tax, labor and other provisions	11,200	2,725	11,155	2,709
Indemnities and contractual fines, property, plant and equipment losses, other expenses	(184)	(8,883)	(4,087)	(12,615)
Research and development	(30,883)	(44,061)	(48,088)	(52,297)
	(33,028)	(86,646)	(56,138)	(98,926)
Other net revenues and expenses	156,696	144,001	109,197	73,840

(*) In Note 16 - Tax and labor obligations, there is a breakdown of the main amounts related to the recognized extemporaneous tax credits for the period ended June 30, 2024.

24. Earnings (loss) per share

The table below reconciles the income (loss) calculated on September 30, 2024 and 2023 in the calculation of basic and diluted earnings per share:

Notes to the individual and consolidated, condensed interim financial information
**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**

	Accumulated	
	09/30/2024	09/30/2023
Loss for the period attributable to shareholders	(119,737)	(511,340)
Number of common shares	807,412,740	812,647,340
Number of preferred shares		
Weighted average number of common and preferred shares (in units)	807,412,740	812,647,340
Basic and diluted losses (in R\$) per common share	(0,148,297)	(0,629,227)
Basic and diluted losses (in R\$) per preferred share	(0,148,297)	(0,629,227)

25. Financial risk management
25.1 Sundry considerations and policies

Risk management is carried out by the Company's Treasury, which is also responsible for presenting all investment and loan operations carried out by the Company's subsidiaries, for approval by the Company's top Management and Board of Directors.

25.2 Financial risk factors

The Company's activities expose it to various financial risks: market risk (including currency risk, fair value interest rate risk, and cash flow interest rate risk), price risk, credit risk and liquidity risk. The Company's risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance.

The risk management is conducted by the Company's top Management, under the policies approved by shareholders. The Company's top Management identifies, evaluates, and protects the Company against possible financial risks.

(a) Market risk

The Company and its subsidiaries are exposed to market risks arising from their business activities. These market risks primarily involve the possibility of exchange rate fluctuations, changes in interest rates, and changes in Brazilian legislation in all spheres and default of clients and suppliers.

(b) Currency risk

The related risk derives from the possibility of incurring losses due to fluctuations in exchange rates that reduce billed nominal amounts or increase amounts raised in the market. Below is the Company's exposure to financial instruments.

b.1) Obligations exposed to exchange-rate changes

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**

Through the application of procedures to evaluate the debt structure and its exposure to exchange change, derivative financial instruments, swap contracts, were contracted, aiming to mitigate the risks of possible financial losses on loans and financing (see Note 15).

Regarding the balance payable, in U.S. dollars, to international raw material suppliers, as described in Note 14, the Company has a policy of contracting derivative financial instruments, non-deliverable forward (NDF), to mitigate the fluctuation risk to which it is exposed, whenever sales price setting agreements are mainly entered into with the public body.

Notes to the individual and consolidated, condensed interim financial information For the nine and three-month periods ended September 30, 2024 and 2023 (In thousands of reais, unless otherwise indicated)

b.2). Composition of balances recorded in equity accounts of derivative financial instruments

b.2.1) Swap

Liability operations

Objective of the exchange rate risk hedge

				Fair value at 09/30/2024			Fair value on 12/31/2023		
Swap	Index	Maturity date	Notional value	Long position	Short position	Balance	Long position	Short position	Balance
Bank									
Citibank	USD-CDI	Aug/2027	34,837	87,388	(84,744)	2,644	104,525	(117,050)	(12,525)
Citibank	USD-CDI	Dec/2025	11,000	30,525	(30,392)	133	35,682	(39,636)	(3,954)
Bradesco	USD-CDI	Feb/2025	34,837	27,016	(29,151)	(2,135)	59,545	(73,601)	(14,056)
(*) Santander	USD-CDI	Jun/2027	63,597	238,704	(229,398)	9,306	291,540	(317,843)	(26,303)
Crop	USD-CDI	Mar/2024	17,763	-	-	-	9,538	(11,273)	(1,735)
Votorantim	USD-CDI	Mar/2024	12,490	-	-	-	6,701	(7,889)	(1,188)
Banco do Brasil	EUR-CDI	Mar/2025	10,000	37,712	(35,921)	1,791	54,570	(58,535)	(3,965)
Banco do Brasil	USD-CDI	Mar/2025	27,317	20,230	(18,905)	1,325	103,024	(111,690)	(8,666)
Total			211,841	441,575	(428,511)	13,064	665,125	(737,517)	(72,392)

(*) The Swap contracted above with Banco Santander (Brasil) S.A. to protect the loan of US\$ 63,597 thousand, taken out with the financing agent Banco Santander (Brasil) S.A., Luxembourg Branch, has a limit of USD/BRL 7.50.

Notes to the individual and consolidated, condensed interim financial information
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b.2.2) NDF's

Type	Counterparty	Currency	Notional	Reais	MTM
			US\$		09/30/2024
NDF	Citibank	US\$	852	4,641	4,641
NDF	Fibra	US\$	(712)	(3,881)	(3,881)

b.3). Balances of derivative assets and liabilities presented in the balance sheet

Derivative financial assets and liabilities, presented in the balance sheet, whose purpose is asset protection, are summarized below:

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Amounts receivable				
NDF	4,641	-	4,641	-
SWAP	15,199	-	15,199	-
	19,840	-	19,840	-
Amounts payable				
NDF	(3,881)	-	(3,881)	-
SWAP	(2,135)	(72,392)	(2,135)	(72,392)
	(6,016)	(72,392)	(6,016)	(72,392)
Net effect	13,824	(72,392)	13,824	(72,392)

Notes to the individual and consolidated, condensed interim financial information
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(c) Sensitivity analysis of foreign exchange risk

To provide information on the behavior of market risks to which the Company and its subsidiaries were exposed as of September 30, 2024, and December 31, 2023, in relation to the balance of foreign suppliers payable (Note 13) and loans in foreign currency as FINIMP, three scenarios were considered, with the probable scenario, which is the fair value on September 30, 2024, and December 31, 2023, and two more scenarios with deterioration of 25% and 50% of the risk variable considered, are referred to as Possible and Remote, respectively. The futures curve of the market on September 30, 2024 and December 31, 2023, was used.

		09/30/2024									
		Parent Company					Consolidated				
		Book balance	25%	Effect on income (loss)	50%	Effect on income (loss)	Book balance	25%	Effect on income (loss)	50%	Effect on income (loss)
Foreign suppliers		(554,817)	(693,521)	(138,704)	(832,226)	(277,409)	(777,542)	(971,928)	(194,386)	(1,166,313)	(388,771)
		<u>(554,817)</u>	<u>(693,521)</u>	<u>(138,704)</u>	<u>(832,226)</u>	<u>(277,409)</u>	<u>(777,542)</u>	<u>(971,928)</u>	<u>(194,386)</u>	<u>(1,166,313)</u>	<u>(388,771)</u>
		12/31/2023									
		Parent Company					Consolidated				
		Book balance	25%	Effect on income (loss)	50%	Effect on income (loss)	Book balance	25%	Effect on income (loss)	50%	Effect on income (loss)
Foreign suppliers		(246,214)	(307,768)	(61,554)	(369,321)	(123,107)	(403,113)	(503,891)	(100,778)	(604,670)	(201,557)
	Financing – FINIMP	(17,564)	(21,955)	(4,391)	(26,346)	(8,782)	(17,564)	(21,955)	(4,391)	(26,346)	(8,782)
		<u>(263,778)</u>	<u>(329,723)</u>	<u>(65,945)</u>	<u>(395,667)</u>	<u>(131,889)</u>	<u>(420,677)</u>	<u>(525,846)</u>	<u>(105,169)</u>	<u>(631,016)</u>	<u>(210,339)</u>

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)**

The balances of working capital loans, in foreign currency, were not included in the above analysis, as the Company contracted, with financial institutions, a swap operation observing the same dates, maturities and national values of the aforementioned liability exposures contracted in foreign currency, replacing it for the percentage change of the CDI applied in an amount in reais.

(d) Interest rate risk

The Company's interest rate risk derives from long-term loans. Loans issued at floating rates expose the Company to cash flow interest rate risk. Loans issued at fixed rates expose the Company to fair value risk associated to interest rate.

This risk is partially mitigated by the interest earning bank deposits made by the Company.

In order to provide information on the behavior of the interest rate risk to which the Company and its subsidiaries were exposed as of September 30, 2024, in relation to loan balances (Note 14), three scenarios are considered, with the probable scenario, which is the fair value on September 30, 2024, and two more scenarios with deterioration of 25% and 50% of the risk variable considered, are referred to as Possible and Remote, respectively. The futures curve of the market on September 30, 2024, was used.

Notes to the individual and consolidated, condensed interim financial information
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Sensitivity analysis - Interest rate exposure

	Book balance		CDI 09/30/2024	Current cost/gain
	Parent Company	Consolidated		
In domestic currency				
Interest earning bank deposits	591,644	708,119	10.65%	102.50% CDI
Working capital	(92,521)	(92,521)	10.65%	117.21% CDI
FINEP	(37,654)	(37,654)	10.65%	28.57% CDI
In foreign currency				
SWAP working capital - short position	(428,511)	(428,511)	10.65%	119.97% CDI
Total interest rate exposure	32,958	149,433		

	Scenario (I) without rate change			Scenario (II) with 25% rate change			Scenario (III) with 50% rate change		
	Effect on income (loss)			Effect on income (loss)			Effect on income (loss)		
	Rate	Parent Company	Consolidated	Rate	Parent Company	Consolidated	Rate	Parent Company	Consolidated
In domestic currency									
Interest earning bank deposits	10.92%	64,585	77,300	13.65%	80,732	96,625	16.37%	96,878	115,950
Working capital	12.48%	(11,549)	(11,549)	15.60%	(14,437)	(14,437)	18.72%	(17,324)	(17,324)
FINEP	3.04%	(1,146)	(1,146)	3.80%	(1,432)	(1,432)	4.56%	(1,719)	(1,719)
In foreign currency									
SWAP working capital - short position	12.78%	(54,750)	(54,750)	15.97%	(68,438)	(68,438)	19.17%	(82,125)	(82,125)
		(2,860)	9,855		(3,575)	12,319		(4,289)	14,783

Notes to the individual and consolidated, condensed interim financial information**For the nine and three-month periods ended September 30, 2024 and 2023
(In thousands of reais, unless otherwise indicated)****(e) Credit risk**

The credit risk arises from cash and cash equivalents, deposits in banks, financial institutions, and exposure to client credit and exposure market.

For banks and financial institutions, only securities from entities considered as prime line are accepted.

The Credit Analysis area evaluates the client's creditworthiness by taking into account their financial position, past experience and other factors, as described in Note 2.2, accounting practices.

Individual risk limits are determined with basis on internal or external classifications in accordance with limits determined by Management. The use of credit limits is regularly monitored.

No credit limit was exceeded during the years presented in these financial statements, and Management does not expect any loss arising from the default of these counterparties, in addition to the provision already set up (Note 4).

The amounts of the financial assets subject to credit risk are below:

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Cash and cash equivalents	606,605	843,287	739,899	1,045,987
Accounts receivable	1,004,735	947,389	1,139,550	1,104,396
	1,611,340	1,790,676	1,879,449	2,150,383

(f) Liquidity risk

Management monitors the continuous forecasts of liquidity requirements to ensure the Company has sufficient cash to meet its operational needs.

This forecast takes into consideration the Company's debt financing plans, compliance with clauses, attainment of the internal goals of the balance sheet quotient and, if applicable, external or legal regulatory requirements - for example, currency restrictions.

Surplus cash held by the Company beyond the balance required for administration of working capital, is invested in checking accounts with incidence of interest, term deposits, short-term deposits, choosing instruments with appropriate maturities and sufficient liquidity to provide sufficient margin as determined by the above predictions.

The table below analyzes the non-derivative financial liabilities of the Company per maturity brackets, corresponding to balance sheets' remaining period until contract maturity date.

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09/30/2024					
Parent Company	≤01 year	01-02 years	02-05 years	>05 years	Book balance
Loans and financings	112,275	219,659	232,324	-	564,258
Suppliers	1,302,455	-	-	-	1,302,455
	1,414,730	219,659	232,324	-	1,866,713
09/30/2024					
Consolidated	≤01 year	01-02 years	02-05 years	>05 years	Book balance
Loans and financings	112,275	219,659	232,324	-	564,258
Suppliers	834,451	-	-	-	834,451
	946,726	219,659	232,324	-	1,398,709
12/31/2023					
Parent Company	≤01 year	01-02 years	02-05 years	>05 years	Book balance
Loans and financings	357,645	211,094	251,493	-	820,232
Suppliers	1,030,822	-	-	-	1,030,822
	1,388,467	211,094	251,493	-	1,851,054
12/31/2023					
Consolidated	≤01 year	01-02 years	02-05 years	>05 years	Book balance
Loans and financings	357,645	211,094	251,493	-	820,232
Suppliers	576,877	-	-	-	576,877
	934,522	211,094	251,493	-	1,397,109

25.3 Capital management

The Company's objectives in managing its capital are to safeguard its business continuity capacity to offer a return to shareholders and benefits to the other shareholders besides maintaining an optimal capital structure to reduce this cost. In order to keep or adjust the capital structure, the Company may review the dividend payment policy, refund capital to the shareholders or, also, sell assets to reduce, for instance, the indebtedness level. The Company monitors capital based on the ratio of financial leverage. That index corresponds to the ratio divided between net debt and total capital.

Net debt, in turn, corresponds to total loans (including short-term and long-term loans, as shown in the balance sheet), less the amount of cash and cash equivalents and interest earning bank deposits. The total capital is calculated through the sum of shareholders' equity, as shown in the balance sheet, with net debt.

As of September 30, 2024 and December 31, 2023, the financial leverage ratios are as follows:

	Parent Company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Loans and financings	564,258	820,232	564,258	820,232
Cash and cash equivalents	(606,605)	(843,287)	(739,899)	(1,045,987)
Net debt (cash)	(42,347)	(23,055)	(175,641)	(225,755)
Shareholders' equity	3,089,553	3,217,030	3,089,553	3,217,030
Financial leverage index	-1.4%	-0.7%	-5.7%	-7.0%

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25.4 Financial instruments

The Company carries out operations with financial instruments. The management of these instruments is done through operating strategies and internal controls, aimed at assuring liquidity, profitability and protection.

The policy relating to the contracting of financial instruments for hedging purposes is approved by the shareholders and Management, and is subsequently analyzed periodically in relation to exposure to the risk that management intends to hedge. The Company does not carry out any speculative transactions and investments, in derivatives or any other risky assets. The results obtained from such operations are consistent with the policies and strategies defined and approved by Management.

The estimated realization values of financial assets and liabilities of the Company were determined through information available in the market and appropriate valuation methodologies. Judgments were required for interpreting the market data, to arrive at the best estimates of the realizable values.

Thus, the estimates below do not necessarily indicate the values that could be realized in the current exchange market. The use of different market methodologies may have a material effect on the estimated realizable value.

The Company's risk management policies were established by shareholders and Management in order to identify and analyze risks faced by the Company, to establish appropriate limits of risks and controls required to monitor the adherence to the limits. Risk management policies and systems are reviewed regularly to reflect changes in the market conditions and in the Company's activities.

Classification of financial instruments

On September 30, 2024, the main financial instruments are described below:

- **Cash and cash equivalents:** They are classified as fair value through profit or loss or amortized cost. The market value of such assets nears the values recorded in the balance sheets;
- **Trade accounts receivable and other credits:** They arise directly from the Company's operations and are classified as receivables and are recorded at their original values, subject to estimated losses and adjustments to present value and rebates granted to customers, when applicable;
- **Related parties:** They arise from operations carried out with the Company's subsidiaries, and are eliminated in the consolidation process. The market values of these financial instruments are equivalent to their book values;
- **Loan agreements convertible into equity interest:** They arise from contracts between the Inova V investment fund and technology-based startups, where there is an option to convert the loan into a stake in the capital of these companies after specific periods have elapsed and certain conditions have been met. This financial instrument is valued at fair value through profit or loss;

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- **Suppliers and other accounts payable:** They arise directly from the Company's operations and are classified as financial liabilities;
- **Loans and financing:** The book values of loans and financing approximate their fair values, as they are linked to a floating interest rate, in this case, the change of the CDI. The book values of financing linked to the Long-Term Interest Rate (TJLP) approximate their fair values as the TJLP is correlated with the CDI and is a floating rate. The fair values of loans and financing contracted with fixed-rate interest correspond to values close to the book balances disclosed in Note 14;
- **Derivative financial instruments:** Derivative financial instruments are presented as financial assets when the fair value of the instrument is positive; and as financial liabilities when the fair value is negative. Any gains or losses resulting from changes in the fair value of derivatives during the year are entered directly in the statement of income. The Company does not have derivatives designated as hedge accounting for any of the years presented in these individual and consolidated, condensed financial statements.

The classification of financial instruments is presented in the table below, and there are no financial instruments classified in other categories besides those informed below on September 30, 2024 and December 31, 2023:

- **CA** – Amortized cost;
- **FVTPL** – Fair value through profit or loss.

	Parent Company				Classification
	09/30/2024		12/31/2023		
	Book value	Fair value	Book value	Fair value	
Assets					
Cash and cash equivalents	606,605	606,605	843,287	843,287	C.A.
Accounts receivable	1,004,735	1,004,735	947,389	947,389	C.A.
Related parties	242	242	22,128	22,128	C.A.
Derivative financial instruments	19,840	19,840	-	-	FVTPL
Other credits	17,745	17,745	22,253	22,253	C.A.
	1,649,167	1,649,167	1,835,057	1,835,057	
Liabilities					
Suppliers	1,302,455	1,302,455	1,030,822	1,030,822	C.A.
Loans and financings	564,258	566,246	820,232	822,505	C.A.
Related parties	349	349	18,066	18,066	C.A.
Derivative financial instruments	6,016	6,016	72,392	72,392	FVTPL
Lease liabilities	13,221	13,221	37,274	37,274	C.A.
Other accounts payable	27,575	27,575	59,808	59,808	C.A.
Liabilities from contracts with clients	23,966	23,966	39,190	39,190	C.A.

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	Consolidated				Classification
	09/30/2024		12/31/2023		
	Book value	Fair value	Book value	Fair value	
Assets					
Cash and cash equivalents	739,899	739,899	1,045,987	1,045,987	C.A.
Accounts receivable	1,139,550	1,139,550	1,104,396	1,104,396	C.A.
Loan convertible into equity interest	20,500	20,500	94,000	94,000	C.A.
Derivative financial instruments	19,840	19,840	-	-	FVTPL
Other credits	18,434	18,434	22,793	22,793	C.A.
	1,938,223	1,938,223	2,267,176	2,267,176	
Liabilities					
Suppliers	834,451	834,451	576,877	576,877	C.A.
Loans and financings	564,258	566,246	820,232	822,505	C.A.
Derivative financial instruments	6,016	6,016	72,392	72,392	FVTPL
Lease liabilities	24,254	24,254	50,612	50,612	C.A.
Other accounts payable	35,129	35,129	87,688	87,688	C.A.
Liabilities from contracts with clients	25,699	25,699	40,760	40,760	C.A.
	1,489,807	1,491,795	1,648,561	1,650,834	

Derivative financial instruments

As of September 30, 2024, the Company has swaps to minimize the exchange rate effects of the “Loans and financing” agreements (Note 25.2 (b.2)).

The effect of the measurement at the fair value of these derivative instruments is recorded in the statement of income, in the financial income (loss).

The position of the derivative financial instruments mentioned above is shown in Note 25.2 (b.2).

Fair value of financial and non-financial instruments

The market value calculation method used by the Company consists of calculating the future value based on the contracted conditions and determining the present value based on market curves, except for future market derivatives that have their fair values calculated based on the adjustments of changes in the market quotations of the commodity and futures exchanges that act as counterparty. The Company classifies measurement of fair value in accordance with hierarchical levels that reflect significance of rates used in this measurement, according to the following levels:

- **Level 1:** Prices quoted in active markets (unadjusted) for identical assets and liabilities;
- **Level 2:** Other information available, except those of Level 1, in which prices are quoted for similar assets and liabilities, either directly by obtaining prices in active markets or indirectly, by using evaluation techniques that input active market data;
- **Level 3:** Indices used in calculation do not derive from an active market.
Currently, all the Company’s financial instruments have their fair value measured reliably, thus classified and shown below:

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September 30, 2024

Parent Company	Level 1	Level 2	Level 3
Cash and cash equivalents	-	606,605	-
Derivative financial instrument	-	13,824	-
Investment properties	-	-	5,020
	<u>-</u>	<u>620,429</u>	<u>5,020</u>

Consolidated	Level 1	Level 2	Level 3
Cash and cash equivalents	-	739,899	-
Derivative financial instrument	-	13,824	-
Loan convertible into equity interest	-	20,500	-
Investment properties	-	-	5,020
	<u>-</u>	<u>774,223</u>	<u>5,020</u>

December 31, 2023

Parent Company	Level 1	Level 2	Level 3
Cash and cash equivalents	-	843,287	-
Derivative financial instrument	-	(72,392)	-
Investment properties	-	-	5,020
	<u>-</u>	<u>770,895</u>	<u>5,020</u>

Consolidated	Level 1	Level 2	Level 3
Cash and cash equivalents	-	1,045,987	-
Derivative financial instrument	-	(72,392)	-
Loan convertible into equity interest	-	94,000	-
Investment properties	-	-	5,020
	<u>-</u>	<u>1,067,595</u>	<u>5,020</u>

Management believes that the results obtained from these operations (including derivative instruments) meet the risk management strategy adopted by the Company.

26. Income tax and social contribution
a) Income and social contribution tax expense

These tax credits/debits refer to the deferred Income Tax and Social Contribution, calculated on the temporary additions/exclusions that were added/excluded in the calculation of the taxable income and in the calculation basis of the social contribution of the current and previous years, in addition to the amounts on tax losses, which the Company expects to realize in the next ten years.

The reconciliation of deferred taxes in the balance sheet for the period ended September 30, 2024 and year ended December 31, 2023, is below:

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Description	Parent Company	Consolidated
Closing balance as of December 31, 2023	148,057	189,677
Deferred taxes on temporary additions/exclusions	(27,677)	(33,912)
Other prior year adjustments	-	31
Closing balance at September 30, 2024	120,380	155,796

The realization of the “Deferred Tax Assets” is based on projections of future taxable income, whose projections took into account the assumptions of expected results and history of profitability of the business in the coming years, in view of the economic scenario expected by the Company during the definition of its business strategy.

The expectation of realization of the “Deferred Tax Asset”, based on a technical feasibility study is defined as follows:

Consolidated	Year	2024	2023
2024		-	28,186
2025		32,615	32,615
2026		37,732	37,732
>2026		85,449	91,144
		155,796	189,677

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b) Reconciliation of current income tax and social contribution on income (loss)

	Nine-month period ended			
	Parent Company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Net income before taxes	(92,061)	(518,002)	(85,120)	(533,722)
Current rate	34%	34%	34%	34%
Taxes at the current rate	31,301	176,121	28,941	181,465
Tax effect of permanent additions and exclusions:				
Tax incentives - Financial credit	22,664	43,199	23,981	45,154
Tax incentives - Deemed credit	77,117	88,203	87,600	105,184
Equity in net income of subsidiaries	27,462	(40,403)	-	-
Tax losses not formed	(231,470)	(149,100)	(220,735)	(174,940)
Other permanent differences	(6,526)	(1,461)	(6,552)	(15,149)
Other temporary differences	51,776	(109,897)	52,148	(119,332)
Income tax and social contribution	(27,676)	6,662	(34,617)	22,382
Income tax and social contribution - current	-	-	(705)	14,326
Deferred income tax and social contribution	(27,676)	6,662	(33,912)	8,056
Effective rate %	-30.1%	1.3%	-40.7%	4.2%

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27. Insurance coverage (not reviewed)

The Company adopts the policy of contracting insurance coverage for assets subject to risks for amounts considered to be sufficient to cover eventual claims, considering the nature of its activity with annual effectiveness periods in contracts.

The risk assumptions adopted, due to their nature, were considered by the Company's Management sufficient to face the existing risks.

The declared coverages are as follows:

Declared risks	09/30/2024	12/31/2023	Effectiveness
Property damages	1,773,901	2,370,942	09/21/2024–09/21/2025
Loss of profits	250,000	250,000	09/21/2024–09/21/2025
Civil liability	50,000	50,000	06/28/2024–06/28/2025
Thefts and sundry risks	1,703,500	1,703,500	10/07/2023–10/07/2024

a) Credit risks

As of September 30, 2024, the Company had insurance to cover the loss of customer credits with pre-established clauses in order to reduce any losses due to this. Approximately 56% of the Company's accounts receivable are insured, and the general conditions of the policy were considered by the Company as sufficient to cover these risks.

28. Related parties

The following table shows the operations and balances in the parent company with related parties:

09/30/2024	Amounts receivable			Amounts payable		
	Other accounts			Other accounts		
	Clients (a)	(b)	Total	Suppliers (c)	(b)	Total
(1) Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda	11,777	-	11,777	37,309	-	37,309
(2) Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A.	13,406	-	13,406	672,830	-	672,830
(3) Lojas Multilaser - Comércio Varejista Ltda.	9,973	-	9,973	-	-	-
(4) Watts Comercio de Patinet	1,129	242	1,371	-	349	349
	36,285	242	36,527	710,139	349	710,488

12/31/2023	Amounts receivable			Amounts payable		
	Other accounts			Other accounts		
	Clients (a)	(b)	Total	Suppliers (c)	(b)	Total
(1) Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda		7,825	7,825	39,554	-	39,554
(2) Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A.		73	73	613,331	13,782	627,113
(3) Lojas Multilaser - Comércio Varejista Ltda.	575	14,230	14,805	-	4,284	4,284
(4) Watts Comercio de Patinet	2,607	-	2,607	-	-	-
	3,182	22,128	25,310	652,885	18,066	670,951

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	Revenue (d)		Purchases/Expenses (e)	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
(1) Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda	41,631	13,704	39,257	6,825
(2) Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A.	430,699	46,371	525,973	27,885
(3) Lojas Multilaser - Comércio Varejista Ltda.	367	353	-	381
(4) Watts Comercio de Patinet	907	756	-	380
	473,603	61,184	565,230	35,471

	Technical support (f)	
	09/30/2024	09/30/2023
(1) Multilaser Indústria de Equipamentos de Informática, Eletrônicos e Ópticos Ltda	2,465	-
(2) Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A.	50,269	66,811
	52,734	66,811

The amounts disclosed in transactions with related parties are as follows:

- **Clients:** Receivables related to sales of products and raw materials, client returns between group companies, including the effects of eliminating the non-recognition of revenue on receivables (cut-off).
- **Other Accounts:** Refer to expenses of one of the companies paid by another company in the group.
- **Suppliers:** Purchases of products, merchandise and raw materials made by the group company.
- **Revenues:** Sales made by the company to group companies.
- **Purchases:** This item covers all amounts associated with the acquisition of products, goods and raw materials purchased by the Company.
- **Technical support:** Contract for technical assistance costs, in which BRC and GIGA pay a percentage of the sale made to the Parent Company to cover any technical assistance costs incurred due to problems with the components manufactured by said subsidiaries.

As the Company consolidates these subsidiaries, all these balances were eliminated in the consolidation process. Balances with related parties refer to transactions with specific conditions agreed between the parties. Both amounts payable and amounts receivable are not subject to the inflation adjustment. The balances with related companies in accounts receivable and accounts payable represent the amounts that the Company has to receive for the sale of products.

For a detailed understanding of the Group's companies, including subsidiaries and associated companies, both direct and indirect, refer to the Note 26 - Operations and Note 7 - Investments.

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Remuneration of officers and executives

The remuneration of key management personnel corresponds to short-term benefits of R\$ 3,513 in the nine-month ended September 30, 2024 and (R\$ 7,613 in the quarter ended September 30, 2023). This amount includes: (i) directors' fee and additional directors' fee; (ii) Remuneration of PJ directors (iii) Other benefits (remote work allowance).

The Restricted Share Plan created by the Company remains in effect, however, no shares were granted. The Company pays its shareholders in the form of dividends and/or interest on own capital based on the limits defined by law and the Company's bylaws.

29. Segment reporting

The Company manages the operating performance of its businesses based on information by segment. Information by business segments is used by Management to make decisions on how to allocate funds, based on the gross profit of each operating segment. Business activities and results are monitored by the main managers of each business and reported to the main operations manager, to make decisions on the best way to allocate funds in each segment.

The Company's main operating segments are:

Mobile devices;

Made up of electronic devices that are easy to transport and handle, basically consisting of smartphones, notebooks and tablets aimed at large retail chains, corporate clients and clients linked to the government, mainly state and municipal education departments and other administrative bodies.

Office & IT supplies;

Mainly composed of computer peripherals, office supplies, internet and security equipment, predominantly sold in small retail stores and with internet service providers.

Home electric products;

Segment formed of products used by consumers in their homes (except IT products). They are Audio and Video, household items, and Health Care products, widely sold in large retail stores and drugstore chains.

Kids & Sports.

Comprising gym equipment, toys, baby products (light and heavy childcare), pet products, drones and cameras, as well as items related to electric mobility, such as scooters, bicycles and electric motorcycles. All families have a dedicated and exclusive sales team specializing in each type of product to serve clients, such as toy stores, motorcycle dealerships, gyms etc.

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Operating segments	Consolidated			
	Quarter ended 09/30/2024		Quarter ended 09/30/2023	
	Net revenue	Gross profit	Net revenue	Gross profit
Mobile Devices	173,327	31,172	222,625	(104,780)
Office & IT supplies	216,411	46,013	286,596	56,544
Home electric products	278,913	75,136	242,043	57,025
Kids & Sports	141,257	46,954	132,524	50,070
Total	809,909	199,276	883,788	58,859

Operating segments	Consolidated			
	Semester ended 09/30/2024		Semester ended 09/30/2023	
	Net revenue	Gross profit	Net revenue	Gross profit
Mobile Devices	419,902	78,494	780,138	(238,690)
Office & IT supplies	828,171	118,071	845,260	189,900
Home electric products	795,904	223,864	712,418	196,909
Kids & Sports	381,624	138,077	320,468	122,153
Total	2,425,601	558,507	2,658,284	270,272

The information on assets and liabilities that is analyzed by the main managers of each business and reported to the main operations manager, in order to make decisions, is below.

	Consolidated	
	09/30/2024	
	Assets	Liabilities
Mobile Devices	368,690	185,232
Office & IT supplies	392,201	256,078
Home electric products	560,586	295,071
Kids & Sports	165,080	41,161
Total	1,486,557	777,542

	Consolidated	
	12/31/2023	
	Assets	Liabilities
Mobile Devices	422,244	100,427
Office & IT supplies	520,237	158,628
Home electric products	421,980	91,613
Kids & Sports	156,976	33,020
Total	1,521,437	383,688

30. Additional information to statements of cash flows

The table below shows the changes in liabilities arising from financing activities, arising from cash and non-cash flows.

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Parent Company				
Description	Balance at 12/31/2023	Non-cash changes	Net effect in cash flow from financing activities	Balance at 09/30/2024
Loans and financings	820,232	110,126	(366,100)	564,258
Lease liabilities	37,274	(16,204)	(7,849)	13,221
Capital reserve and treasury shares	(366)	3,026	-	2,660
	857,140	96,948	(373,949)	580,139
Consolidated				
Description	Balance at 12/31/2023	Non-cash changes	Net effect in cash flow from financing activities	Balance at 09/30/2024
Loans and financings	820,232	110,126	(366,100)	564,258
Lease liabilities	50,612	(14,341)	(12,017)	24,254
Capital reserve and treasury shares	(366)	3,026	-	2,660
	870,478	98,811	(378,117)	591,172
Parent Company				
Description	Balance at 12/31/2022	Non-cash changes	Net effect in cash flow from financing activities	Balance at 09/30/2023
Loans and financings	1,116,158	3,444	(186,198)	933,404
Dividends and interest on own capital	-	-	-	-
Lease liabilities	36,131	8,425	(11,992)	32,564
	1,152,289	11,869	(198,190)	965,967
Consolidated				
Description	Balance at 12/31/2022	Non-cash changes	Net effect in cash flow from financing activities	Balance at 09/30/2023
Loans and financings	1,210,001	1,427	(273,043)	938,385
Dividends and interest on own capital	-	-	-	-
Lease liabilities	39,780	12,843	(12,784)	39,839
	1,249,781	14,270	(285,827)	978,224

31. Subsequent events

On October 22, 2024, Inova V Fundo de Investimento em Participações – Empresas Emergentes, the exclusive fund of the Multi Group's subsidiary, Giga Indústria e Comércio de Produtos de Segurança Eletrônica S.A., sold its 49% interest in Luby Tecnologia S.A. for R\$ 29,036.

At the time, the value of said equity interest was R\$ 17,734. Regarding the sale price, R\$ 9,000 was received immediately and the remainder will be paid in 12 fixed half-yearly installments, the first of which will be settled in March 2025 and the last in September 2030. The interest rate (CDI) for said installments was set at 10.65% + 2.5%. The amount received from the sale will be reinvested by the fund in accordance with the legislation of the Ministry of Science and Technology.

On November 14, 2024, the Company informed its shareholders and the market in general that it had entered into a partnership with the oldest motorcycle manufacturer in the world, the Indian company Royal Enfield. The partnership includes the assembly of combustion

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motorcycles in Brazil through a Completely Knocked-Down (“CKD”) model in Manaus-AM, intensifying the use of the existing structure, used until now for the manufacture of electric motorcycles and scooters. from the Watts brand. The operation of receiving components and assembling the motorcycles began in December 2024, with sales to be made to the market, scheduled for the first quarter of 2025.

* * *