

# Restatement Comment on Performance

THIRD QUARTER OF 2023

November 09, 2023

IRB(Re)



The background of the slide features a financial chart with a candlestick pattern and several trend lines, rendered in a light green color. A large, bold, white text 'IRB(R)' is positioned vertically on the right side of the slide. The slide is split diagonally from the bottom left to the top right, with the upper-left portion being dark green and the lower-right portion being a lighter green.

IRB(R)

# Performance analysis

Third quarter of 2023

09/11/2023



# Condensed interim financial information

As at September 30, 2023

*(A free translation of the original report in Portuguese as published in Brazil)*



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# Restatement of the 3Q23 Comment on Performance

The analyses contained in this report, except as stated otherwise, are made according to the Business View standard, based on the technical pronouncement CPC 11 (IFRS 4), where some accounting records of the statements of profit or loss are grouped differently from as initially provided in the accounting practices adopted in Brazil for reinsurers.

The CVM Resolution 42/2021 requires that beginning on January 1, 2023 the Brazilian public companies comply with the Technical Pronouncement CPC 50, which establishes the principles for recognition, measurement, presentation and disclosure of reinsurance contracts, in line with IFRS17 issued by the International Accounting Standards Board (IASB), which superseded IFRS 4.

In view of the guideline set out in the Brazilian Securities and Exchange Commission (CVM)'s board meeting report CVM 17, dated May 9, 2023, the companies that opted for disclosing their Interim Financial Information (ITR) according to CPC 11 at the originally set dates shall restate them according to CPC 50 when reporting their annual financial statements for the year 2023. Accordingly, since the first quarter of 2023, the financial information has been restated according to the new accounting standards established by CPC 50 (IFRS 17).

The information contained in the Revised Interim Financial Information (ITR), disclosed in the CVM/B3 as at this reporting date, consider the initial application of CPC 50 (IFRS 17) and CPC 48 (IFRS 9).

As previously mentioned, the analyses contained in this report are based on managerial information, in accordance with the CPC 11 (IFRS 4), and adjusted to reflect the perspective of the Business View. The reconciliation of the Business View model is included in Note 3 to the Financial Statements – Information by operating segment.



# Evolution of net income

## 3Q23 Highlights

To take on a leading role in the protection of the future of the society – our purpose – IRB(Re) accelerated the process of change, promoting efficiencies and effectively establishing stronger relationships with customers. In the third quarter of 2023 (3Q23), we are able to note that the **company's figures continue to gradually and continuously evolve**, as demonstrated below.

The company reports **net income of R\$ 47.7 million for the 3Q23**, compared to a loss of R\$ 298.7 million for the 3Q22. Considering the nine-month period of 2023, IRB(Re) reports a net income of R\$ 76.4 million, compared to a loss of R\$ 591.6 million for the same period of 2022.

In line with the strategy for portfolio review, risk dilution and business concentration in Brazil and Latin America, for the third consecutive quarter IRB(Re) reports an **underwriting profit of R\$ 10.8 million** for the 3Q23, compared to a loss of R\$ 539.3 million for the 3Q22, highlighting a portfolio that is better qualified and has higher profitability.

Such change is also reflected in the **drop in the loss ratio**, which stood at 74% for the 3Q23, down 42.8 p.p from the 3Q22, which stood at 116.8%. In the nine-month period of 2023 (9M23), the ratio stood at 75.2%, compared to 108.3% for the 9M22.

The company maintains the target for business made in Brazil to account for 80% of the portfolio – with reinforcement of competitive differentials –, completing the portfolio with 15% in written premiums in Latin America and 5% in other markets. A step forward, we are refining our strategy, aiming at quality and profitability. In the 3Q23, the domestic share already accounted for 85% of written premiums.

IRB(Re)'s management is based on financial discipline, excellence in underwriting and agility in execution, with simple and clear goals. It is important to say that, this quarter, we brought together our main executives to think about the company's future. In November, we will finalize the Zero Base Budget for 2024. We are focused on solutions to protect society in different aspects, which will be materialized in the company's Business Plan. With this, we will define the volume and speed of growth that we desire for IRB in the coming years, with the profitability target being the starting point.

**R\$ 47.7 million**

**Net income** for the 3Q23:  
+ R\$ 346.5 million vs. 3Q22

**R\$ 10.8 million**

**Underwriting Profit** for the  
3Q23: + R\$ 550.1 million vs.  
3Q22

**74%**

**Loss ratio** for the 3Q23:  
- 42.8 p.p. vs. 3Q22

**111.4%**

**Combined ratio** for the  
3Q23: - 44.7 p.p. vs. 3Q22



The potential for the insurance and reinsurance industry's growth is huge, and the risks are inherent in our business, which is subject to volatility and seasonality. We have to be prepared, for example, to face events that impact the global economy, such as international conflicts, climate changes, and pandemics.

We are aware that there is a protection gap in the world, and particularly in Brazil. We took the role of fostering the development of the protection market, seeking solutions and new products. After the adjustment process, which brought balance to our portfolio, we are prepared to compete and grow, as we have as differential market know-how, capacity and qualified personnel.

## 2. Corporate governance

### Statutory board

On August 15, the Board of Directors (CA) elected Rodrigo de Souza Lobo Botti to the position of Deputy Chief Financial Officer (CFO) of the company. Rodrigo Botti takes over from Marcos Falcão as CFO. Marcos Falcão continues as the company's CEO and IRO.

### Board of Directors

On October 17, Mauricio Quintella Malta Lessa was elected to occupy the Chairman position of the company's Board of Directors. The election of Antônio Cássio dos Santos to the position of effective member of the Company's Board of Directors was also approved.

### Audit Committee

On October 19, the term of office of Roberto Westenberger, in the capacity of member of the Company's Statutory Audit Committee, expired as he served for the maximum term of five years established by Susep.



### 3. Rating

On 11/09/2023, the risk rating agency A.M. Best Rating Services (AM Best) maintained the A- (Excellent) Financial Strength Rating and the “a-” (Excellent) Long-Term Issuer Credit Rating of the Company. The outlook assigned to these Credit Ratings is negative.

According to AM Best's press release, “the ratings reflect the strength of IRB's balance sheet, which AM Best assesses as strongest, as well as its adequate operating performance, neutral business profile and appropriate enterprise risk management.”

In August, another risk rating agency, Standard&Poor's Global Ratings, also reaffirmed IRB(Re)'s long-term issuer credit rating at “brAA+”, with a negative issuer rating outlook.

### 4. Scenario in the industry

#### Insurance and reinsurance market

The expansion of the insurance and reinsurance market continues. The data analyzed by the IRB+Inteligência platform from the information provided by SUSEP, the body that governs the industry, shows that from January to August the insurance industry's revenue amounted to R\$ 123.7 billion, up 11.2% on the same period in 2022. All segments went up, of which we highlight Credit and Surety, which grew 19%. From January to August, the industry's overall loss ratio was down 11 p.p., and stood at 42.7%. Assigned premiums in reinsurance reported a 11.7% increase YoY.

In October, the National Confederation of Insurers (CNSeg) revised the estimate of growth in the insurance market for 2023 and 2024. The estimate is that the insurance market will grow 9.4% in 2023 and 10.9% in the following year.

#### Increase in prices

The insurance and reinsurance market is currently going through a phase known as hard market, that is, when prices rise and risk underwriting becomes stricter. The rating agencies give indication that the environment of higher acquisition costs of insurance and reinsurance protection shall continue, varying between 15% and 40%, depending on the business line. Among other factors are the reduction in available capacity, international conflicts, and climate changes.



## 5. Economic and Financial Performance

### Main indicators

(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	9M22	9M23
Written Premiums	2,004.9	1,685.0	2,412.4	1,583.7	1,394.4	1,967.5	6,102.3	4,945.6
<i>Brazil</i>	1,240.3	1,154.0	1,738.9	1,006.8	994.3	1,674.2	4,133.2	3,675.3
<i>Abroad</i>	764.6	530.9	673.5	576.9	400.0	293.3	1,969.1	1,270.3
Retained Premiums	1,398.2	1,270.5	1,253.8	1,248.9	1,033.9	823.9	3,922.5	3,106.6
Earned Premiums	1,151.3	1,340.0	1,187.1	1,207.3	1,021.0	852.4	3,678.5	3,080.7
Retained Claims	(933.0)	(1,663.7)	(1,387.1)	(933.2)	(751.5)	(630.8)	(3,983.8)	(2,315.6)
<i>PSL</i>	(779.7)	(1,925.3)	(1,398.6)	(820.4)	(827.1)	(670.7)	(4,103.5)	(2,318.2)
<i>IBNR</i>	(153.4)	261.6	11.4	(112.8)	75.6	39.9	119.6	2.6
Underwriting Profit or Loss	(96.4)	(661.0)	(539.3)	3.7	35.4	10.8	(1,296.7)	49.9
Administrative Expenses	(70.3)	(79.4)	(87.6)	(88.0)	(86.7)	(75.8)	(237.3)	(250.4)
Finance Income and Share of Profit of Equity-Accounted Investees	259.6	104.3	173.2	145.5	95.7	182.9	537.1	424.1
<i>Finance Income</i>	257.5	103.1	148.9	144.9	82.8	168.7	509.5	396.4
<i>Share of Profit of Equity-accounted Investees</i>	2.1	1.2	24.2	0.6	12.9	14.2	27.5	27.7
Net Income (Loss)	80.5	(373.3)	(298.7)	8.6	20.1	47.7	(591.6)	76.4

Ratios (%)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	9M22	9M23
Retrocession Ratio	30.3%	24.6%	48.0%	21.1%	25.9%	58.1%	35.7%	37.2%
Total Loss Ratio	81.0%	124.2%	116.8%	77.3%	73.6%	74.0%	108.3%	75.2%
Loss ratio measured by PSL	67.7%	143.7%	117.8%	68.0%	81.0%	78.7%	111.6%	75.2%
Loss ratio measured by IBNR	13.3%	-19.5%	-1.0%	9.3%	-7.4%	-4.7%	-3.3%	-0.1%
Commission Ratio	25.4%	18.8%	26.0%	19.3%	22.8%	24.2%	23.2%	21.8%
Ratio of other operating income and expenses	1.9%	6.3%	2.6%	3.1%	0.1%	0.5%	3.7%	1.4%
Administrative Expense Ratio	6.1%	5.9%	7.4%	7.3%	8.5%	8.9%	6.5%	8.1%
Tax Expense Ratio	4.1%	-1.0%	3.3%	3.9%	3.3%	3.8%	2.0%	3.7%
Combined Ratio	118.6%	154.3%	156.1%	110.9%	108.3%	111.4%	143.7%	110.2%
Combined ratio considering finance income	96.8%	143.2%	136.2%	99.0%	99.0%	91.7%	125.4%	96.8%



# Statement of profit or loss - Business View

To guide the company's Management in decision making and performance assessment of reinsurance and retrocession transactions, some accounts of the statement of profit or loss business view are grouped differently from what is established in the provisions of the accounting practices adopted in Brazil applicable to reinsurers and thus presented in the financial statements.

See Note 3 - Information by operating segment.

(R\$ in millions)	3Q22	3Q23	(3Q23/ 3Q22)	9M22	9M23	(9M23/ 9M22)
Written Premiums	2,412.4	1,967.5	-18.4%	6,102.3	4,945.6	-19.0%
<i>Brazil</i>	1,738.9	1,674.2	-3.7%	4,133.2	3,675.3	-11.1%
<i>Abroad</i>	673.5	293.3	-56.4%	1,969.1	1,270.3	-35.5%
Retroceded premium	(1,158.6)	(1,143.6)	-1.3%	(2,179.7)	(1,838.9)	-15.6%
Retained Premiums	1,253.8	823.9	-34.3%	3,922.5	3,106.6	-20.8%
Changes in Technical Reserves	(66.6)	28.5	-142.8%	(244.1)	(26.0)	-89.4%
<i>Earned Premiums</i>	1,187.1	852.4	-28.2%	3,678.5	3,080.7	-16.3%
<i>Retained Claims</i>	(1,387.1)	(630.8)	-54.5%	(3,983.8)	(2,315.6)	-41.9%
<i>PSL</i>	(1,398.6)	(670.7)	-52.0%	(4,103.5)	(2,318.2)	-43.5%
IBNR	11.4	39.9	248.4%	119.6	2.6	-97.8%
Acquisition Cost	(308.8)	(206.6)	-33.1%	(854.1)	(672.8)	-21.2%
Other Operating Income and Expenses	(30.4)	(4.1)	-86.4%	(137.2)	(42.3)	-69.2%
<i>Underwriting Profit or Loss</i>	(539.3)	10.8	-102.0%	(1,296.7)	49.9	-103.9%
<i>Administrative Expenses</i>	(87.6)	(75.8)	-13.5%	(237.3)	(250.4)	5.5%
Tax expenses	(39.1)	(32.5)	-16.7%	(73.9)	(113.2)	53.1%
Finance Income and Share of Profit of Equity-Accounted Investees	173.2	182.9	5.6%	537.1	424.1	-21.0%
<i>Finance Income</i>	148.9	168.7	13.3%	509.5	396.4	-22.2%
<i>Share of Profit of Equity-accounted Investees</i>	24.2	14.2	-41.3%	27.5	27.7	0.5%
Net Income before Taxes and Profit Sharing	(492.7)	85.4	n.m.	(1,070.8)	110.4	n.m.
Taxes and Contributions	194.0	(23.1)	n.m.	479.2	(19.4)	n.m.
<i>Profit sharing</i>	0.0	(14.6)	-	0.0	(14.6)	-
Total Net Income (Loss)	(298.7)	47.7	n.m.	(591.6)	76.4	n.m.



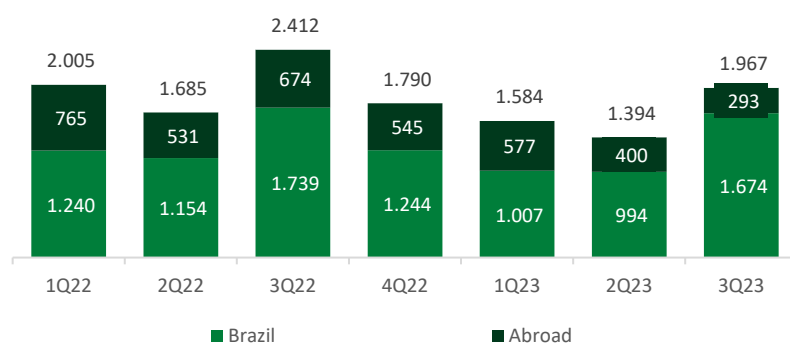
## Written premiums

Note: The business lines are consolidated as follows: (i) Property (includes engineering risks, mortgage and other risks); (ii) Life (includes group and individual life and accident risks); (iii) Special Risks (include the oil & gas exploitation and production and nuclear risks); (iv) Other (includes marine, cargo, motor, financial facility, surety, credit, surety bond, and liability).

## Written premiums by business segment and line

(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	(3Q23/ 3Q22)	9M22	9M23	(9M23/ 9M22)
Written Premiums - Brazil	1,240.3	1,154.0	1,738.9	1,006.8	994.3	1,674.2	-3.7%	4,133.2	3,675.3	-11.1%
Property	499.2	379.0	366.0	370.5	329.0	372.4	1.7%	1,244.1	1,071.9	-13.8%
Life	190.3	121.5	247.8	189.2	142.7	164.4	-33.7%	559.7	496.3	-11.3%
Agriculture	290.5	327.2	312.7	150.0	374.7	138.1	-55.8%	930.4	662.8	-28.8%
Special Risks	49.0	36.6	670.5	99.1	13.1	767.8	14.5%	756.1	880.1	16.4%
Aviation	6.3	9.6	12.5	8.3	(0.4)	1.7	-86.7%	28.5	9.6	-66.3%
Other	205.0	280.1	129.3	189.7	135.2	229.8	77.8%	614.4	554.7	-9.7%
Written Premiums - Abroad	764.6	530.9	673.5	576.9	400.0	293.3	-56.4%	1,969.1	1,270.3	-35.5%
Property	416.4	252.0	307.3	289.0	184.8	184.2	-40.1%	975.6	658.0	-32.6%
Life	73.3	120.0	114.9	33.6	73.2	24.3	-78.8%	308.2	131.2	-57.4%
Agriculture	84.1	28.7	143.3	109.7	81.2	25.5	-82.2%	256.1	216.4	-15.5%
Special Risks	22.6	19.0	16.9	16.5	20.2	19.6	16.5%	58.5	56.4	-3.6%
Aviation	47.0	7.7	14.0	53.9	(1.1)	10.3	-26.5%	68.8	63.1	-8.3%
Other	121.2	103.6	77.2	74.2	41.7	29.4	-61.9%	301.9	145.3	-51.9%
Total Written Premiums	2,004.9	1,685.0	2,412.4	1,583.7	1,394.4	1,967.5	-18.4%	6,102.3	4,945.6	-19.0%
Property	915.5	630.9	673.3	659.5	513.8	556.6	-17.3%	2,219.7	1,729.8	-22.1%
Life	263.7	241.5	362.7	222.9	215.9	188.7	-48.0%	867.9	627.4	-27.7%
Agriculture	374.6	355.9	456.0	259.7	455.8	163.7	-64.1%	1,186.5	879.2	-25.9%
Special Risks	71.6	55.6	687.4	115.6	33.3	787.5	14.6%	814.6	936.5	15.0%
Aviation	53.4	17.3	26.6	62.2	(1.5)	12.0	-54.9%	97.2	72.7	-25.3%
Other	326.1	383.7	206.4	263.8	177.0	259.2	25.5%	916.3	700.0	-23.6%

## History of quarterly written premiums (R\$ in millions)





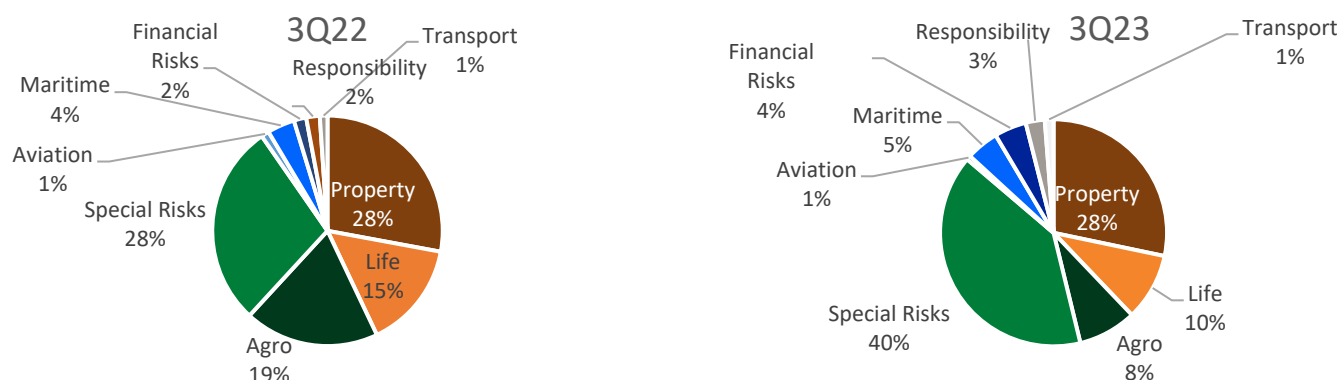
## Breakdown of written premiums – Brazil and Abroad (%)



## Breakdown of written premiums – Brazil and Abroad (R\$ in millions)

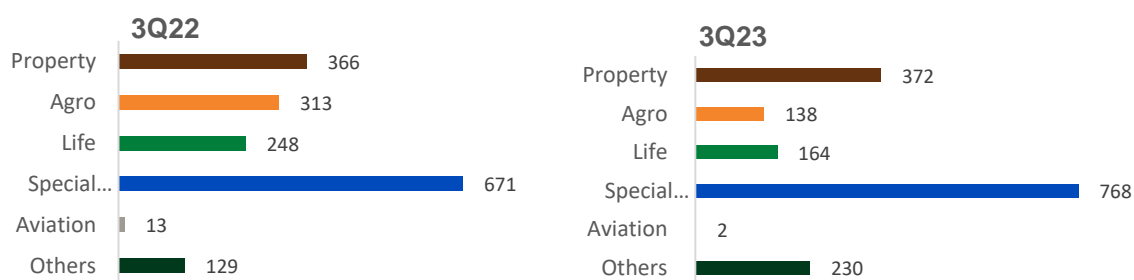


## Breakdown of total written premiums by business line (R\$ in millions)



## YoY comparison: 3Q22 x 3Q23

### Brazil (R\$ in millions)

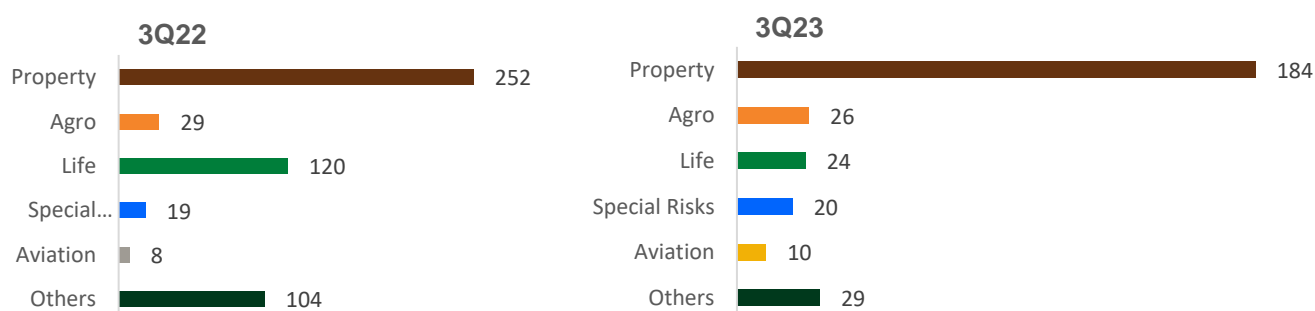




Written premiums in Brazil totaled R\$ 1,674 million for the 3Q23, down 3.7% over the same period in 2022, in line with the strategy of cleaning up the portfolio, by discontinuing some contracts.

- Agriculture and Aviation were the segments that reported the most significant reductions.

### Abroad (R\$ in millions)



Written premiums abroad totaled R\$ 293 million for the 3Q23, down 56.4% YoY. This reduction is in line with the portfolio cleanup strategy broadly disclosed by the company and international exposure reduction.

### YoY comparison: 9M22 x 9M23

In the first nine months of 2023 (9M23), the total written premium volume was down 19.0% compared to the 9M22, totaling R\$ 4,945.6 million.

#### Brazil

In the YTD, written premiums in Brazil totaled R\$ 3,675.3 million, down 11.1% YoY, reflecting the lower volume of written premiums in the Agriculture and Aviation segments.

#### Abroad

Written premiums abroad amounted to R\$ 1,270.3 million, down 35.5% from the 9M22. The lower share of written premiums from abroad in the 9M23 mainly arises from the Life and Casualty (among Others) lines.

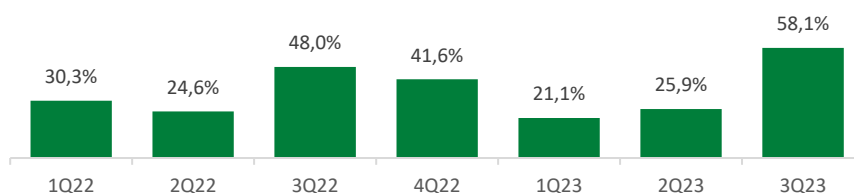


## Retrocession expenses

### Retrocession expenses by business segment and line

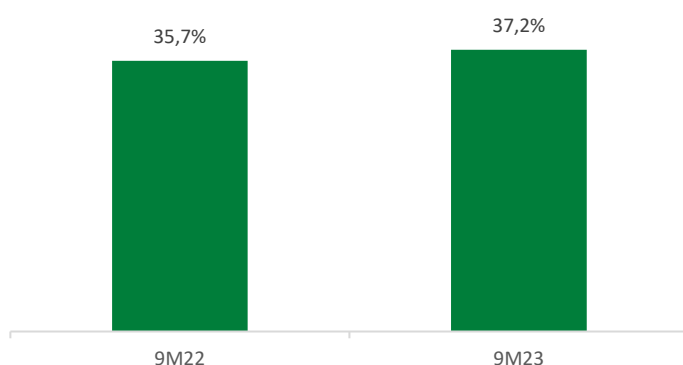
(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	(3Q23/ 3Q22)	9M22	9M23	(9M23/ 9M22)
<b>Expense for Retrocession - Brazil</b>	<b>(377.2)</b>	<b>(283.7)</b>	<b>(861.9)</b>	<b>(325.0)</b>	<b>(321.1)</b>	<b>(1,141.3)</b>	<b>32.4%</b>	<b>(1,522.9)</b>	<b>(1,787.4)</b>	<b>17.4%</b>
Property	(232.0)	(122.1)	(166.9)	(115.9)	(274.0)	(350.9)	110.3%	(520.9)	(740.8)	42.2%
Life	(46.7)	(29.8)	(32.2)	(80.7)	(20.6)	(33.2)	3.2%	(108.7)	(134.5)	23.8%
Agriculture	0.0	0.4	0.5	(3.1)	(0.0)	0.0	-98.8%	1.0	(3.1)	-417.7%
Special Risks	(25.5)	(8.2)	(632.0)	(74.0)	(7.5)	(653.1)	3.3%	(665.8)	(734.6)	10.3%
Aviation	(1.3)	(3.1)	(0.0)	(1.4)	0.3	(0.3)	1518.0%	(4.4)	(1.4)	-67.9%
Other	(71.8)	(120.9)	(31.4)	(49.8)	(19.3)	(103.9)	231.0%	(224.1)	(173.0)	-22.8%
<b>Expense for Retrocession – Abroad</b>	<b>(229.4)</b>	<b>(130.7)</b>	<b>(296.7)</b>	<b>(9.8)</b>	<b>(39.4)</b>	<b>(2.3)</b>	<b>-99.2%</b>	<b>(656.9)</b>	<b>(51.5)</b>	<b>-92.2%</b>
Property	(219.8)	(120.1)	(4.4)	(8.3)	(37.4)	1.1	-124.9%	(344.3)	(44.7)	-87.0%
Life	(0.2)	(1.7)	(0.4)	(0.1)	(0.1)	(0.1)	-81.8%	(2.3)	(0.3)	-88.1%
Agriculture	(0.2)	0.1	0.0	0.0	0.1	0.3	2012.8%	(0.0)	0.4	-
Special Risks	(1.2)	0.0	22.5	0.1	0.0	0.0	-100.0%	21.3	0.1	-99.5%
Aviation	(0.2)	(4.0)	(333.1)	(0.4)	(0.9)	(3.0)	-99.1%	(337.3)	(4.3)	-98.7%
Other	(7.9)	(5.1)	18.7	(1.1)	(1.0)	(0.7)	-103.9%	5.8	(2.8)	-149.5%
<b>Total Expense for Retrocession</b>	<b>(606.7)</b>	<b>(414.4)</b>	<b>(1,158.6)</b>	<b>(334.8)</b>	<b>(360.5)</b>	<b>(1,143.6)</b>	<b>-1.3%</b>	<b>(2,179.7)</b>	<b>(1,838.9)</b>	<b>-15.6%</b>
Property	(451.7)	(242.2)	(171.3)	(124.3)	(311.4)	(349.8)	104.2%	(865.2)	(785.5)	-9.2%
Life	(46.9)	(31.5)	(32.6)	(80.8)	(20.7)	(33.3)	2.2%	(111.0)	(134.8)	21.4%
Agriculture	(0.2)	0.6	0.5	(3.0)	0.1	0.3	-37.4%	1.0	(2.6)	-375.6%
Special Risks	(26.6)	(8.2)	(609.6)	(73.9)	(7.5)	(653.1)	7.1%	(644.4)	(734.5)	14.0%
Aviation	(1.5)	(7.1)	(333.1)	(1.8)	(0.6)	(3.2)	-99.0%	(341.7)	(5.7)	-98.3%
Other	(79.7)	(126.0)	(12.7)	(51.0)	(20.3)	(104.6)	726.5%	(218.3)	(175.9)	-19.5%

### History of quarterly retrocession ratio (%)





### YoY comparison: 9M22 x 9M23



Total expenses for retrocession for the 3Q23 was down 1.3% YoY, from R\$ 1,158.6 million to R\$ 1,143.6 million. The retrocession ratio changed from 48.0% to 58.1%. In this quarter, as in the 3Q22, a Loss Portfolio Transfer (LPT) transaction was made in the domestic Property line, which, despite having a positive effect on regulatory and loss ratios, worsened the retroceded premium line by R\$ 189.2 million. Excluding the LPT effect, the retrocession cost would increase 5.9% and the retrocession ratio for the 3Q23 would be 48.5%, compared to 37.4% for the 3Q22.

### YoY comparison: 9M22 x 9M23

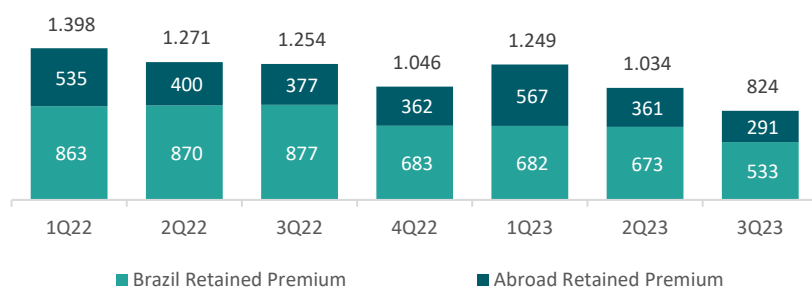
In the first nine months of 2023 (9M23), the retrocession volume was down 15.6% from the 9M22, totaling R\$ 1,838.9 million, due to the Aviation lines.



## Retained premium

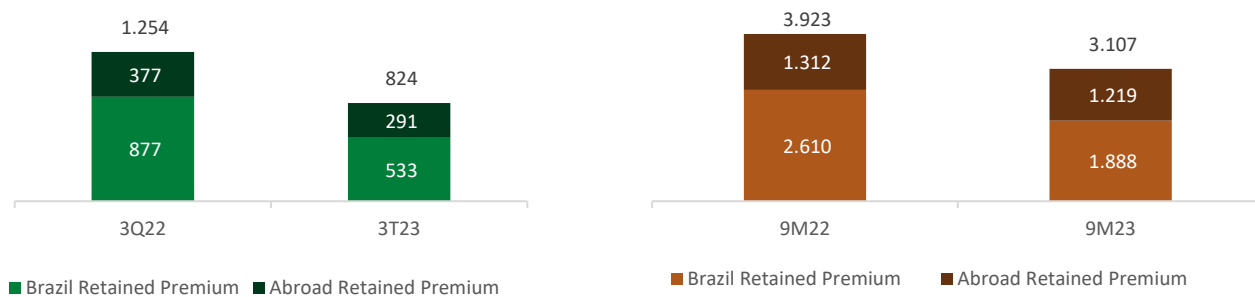
(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	(3Q23/ 3Q22)	9M22	9M23	(9M23/ 9M22)
<b>Retained Premiums - Brazil</b>	<b>863.0</b>	<b>870.3</b>	<b>877.0</b>	<b>681.8</b>	<b>673.2</b>	<b>532.9</b>	<b>-39.2%</b>	<b>2,610.3</b>	<b>1,887.9</b>	<b>-27.7%</b>
Property	267.2	256.9	199.2	254.6	55.0	21.4	-89.2%	723.2	331.1	-54.2%
Life	143.6	91.7	215.7	108.5	122.1	131.2	-39.2%	451.0	361.8	-19.8%
Agriculture	290.5	327.7	313.2	146.9	374.7	138.1	-55.9%	931.4	659.7	-29.2%
Special Risks	23.5	28.3	38.5	25.1	5.6	114.8	198.2%	90.4	145.5	61.0%
Aviation	5.0	6.5	12.5	6.9	(0.1)	1.4	-88.9%	24.1	8.2	-66.0%
Other	133.2	159.2	97.9	139.8	115.9	126.0	28.6%	390.3	381.7	-2.2%
<b>Retained Premiums - Abroad</b>	<b>535.2</b>	<b>400.2</b>	<b>376.8</b>	<b>567.1</b>	<b>360.6</b>	<b>291.0</b>	<b>-22.8%</b>	<b>1,312.2</b>	<b>1,218.8</b>	<b>-7.1%</b>
Property	196.6	131.9	302.8	280.6	147.3	185.3	-38.8%	631.3	613.3	-2.9%
Life	73.1	118.2	114.5	33.6	73.1	24.2	-78.8%	305.9	130.9	-57.2%
Agriculture	84.0	28.8	143.3	109.8	81.2	25.8	-82.0%	256.1	216.9	-15.3%
Special Risks	21.4	19.0	39.3	16.7	20.2	19.6	-50.1%	79.8	56.5	-29.2%
Aviation	46.8	3.7	(319.0)	53.4	(2.0)	7.3	-102.3%	(268.5)	58.8	-121.9%
Other	113.3	98.5	95.9	73.0	40.8	28.6	-70.1%	307.7	142.4	-53.7%
<b>Total Retained Premiums</b>	<b>1,398.2</b>	<b>1,270.5</b>	<b>1,253.8</b>	<b>1,248.9</b>	<b>1,033.9</b>	<b>823.9</b>	<b>-34.3%</b>	<b>3,922.5</b>	<b>3,106.6</b>	<b>-20.8%</b>
Property	463.8	388.8	502.0	535.2	202.4	206.7	-58.8%	1,354.5	944.3	-30.3%
Life	216.8	210.0	330.2	142.1	195.2	155.4	-52.9%	756.9	492.7	-34.9%
Agriculture	374.5	356.5	456.5	256.7	455.9	164.0	-64.1%	1,187.5	876.6	-26.2%
Special Risks	45.0	47.4	77.8	41.7	25.8	134.4	72.7%	170.2	202.0	18.7%
Aviation	51.8	10.2	(306.5)	60.3	(2.1)	8.7	-102.8%	(244.5)	67.0	-127.4%
Other	246.4	257.7	193.8	212.8	156.7	154.6	-20.2%	697.9	524.1	-24.9%

## History of quarterly retained premiums (R\$ in millions)





## Breakdown of retained premiums (R\$ in millions)



Total retained premiums amounted to R\$ 823.9 million for the 3Q23, down 34.3% YoY, in line with the lower volume of written premiums.

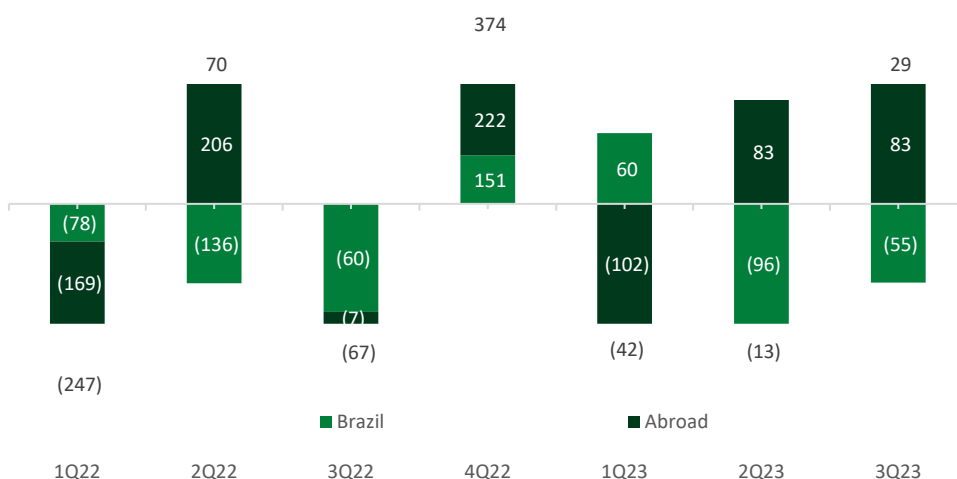


## Changes in technical reserves

### Changes in technical reserves by business segment and line

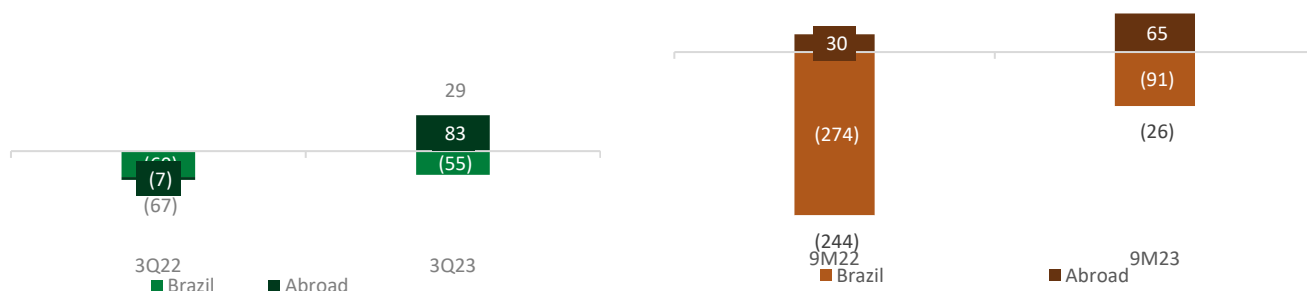
(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	(3Q23/ 3Q22)	9M22	9M23	(9M23/ 9M22)
<b>Changes in Tec Reserves - Brazil</b>	<b>(77.7)</b>	<b>(136.2)</b>	<b>(60.0)</b>	<b>60.0</b>	<b>(95.9)</b>	<b>(54.7)</b>	<b>-8.8%</b>	<b>(274.0)</b>	<b>(90.7)</b>	<b>-66.9%</b>
Property	(37.4)	(38.4)	7.2	(39.0)	(20.3)	(0.9)	-113.0%	(68.5)	(60.3)	-12.1%
Life	2.6	0.5	0.1	3.2	(10.8)	6.8	6851.9%	3.1	(0.8)	-124.1%
Agriculture	4.7	(72.4)	(79.9)	115.9	(84.8)	15.6	-119.5%	(147.6)	46.6	-131.6%
Special Risks	(28.5)	(4.8)	(11.3)	2.0	15.8	(80.0)	610.0%	(44.6)	(62.3)	39.6%
Aviation	2.8	7.5	(6.1)	(1.7)	3.4	2.5	-140.9%	4.1	4.3	3.7%
Other	(21.9)	(28.6)	29.9	(20.6)	0.9	1.4	-95.5%	(20.5)	(18.4)	-10.6%
<b>Changes in Tec Reserves - Abroad</b>	<b>(169.3)</b>	<b>205.8</b>	<b>(6.6)</b>	<b>(101.6)</b>	<b>83.1</b>	<b>83.2</b>	<b>1357.6%</b>	<b>29.9</b>	<b>64.7</b>	<b>116.6%</b>
Property	(156.1)	144.7	(36.2)	(83.8)	36.8	4.8	-113.2%	(47.7)	(42.2)	-11.5%
Life	16.8	(8.3)	13.0	(7.0)	2.1	5.3	-59.3%	21.4	0.4	-98.0%
Agriculture	5.2	84.3	3.3	(4.4)	20.5	43.6	1214.2%	92.8	59.6	-35.8%
Special Risks	(3.6)	(1.7)	4.5	(0.7)	(6.2)	0.1	-98.3%	(0.8)	(6.8)	741.4%
Aviation	(10.2)	9.7	2.3	(7.0)	8.1	(0.1)	-105.0%	1.8	1.0	-41.5%
Other	(21.4)	(22.8)	6.6	1.3	21.7	29.6	348.9%	(37.6)	52.6	-239.9%
<b>Total Changes in Technical Reserves</b>	<b>(246.9)</b>	<b>69.5</b>	<b>(66.6)</b>	<b>(41.7)</b>	<b>(12.8)</b>	<b>28.5</b>	<b>-142.8%</b>	<b>(244.1)</b>	<b>(26.0)</b>	<b>-89.4%</b>
Property	(193.5)	106.3	(29.0)	(122.8)	16.5	3.9	-113.3%	(116.2)	(102.5)	-11.8%
Life	19.4	(7.9)	13.1	(3.7)	(8.7)	12.1	-7.2%	24.6	(0.3)	-101.3%
Agriculture	10.0	11.9	(76.6)	111.5	(64.4)	59.2	-177.3%	(54.7)	106.3	-294.2%
Special Risks	(32.1)	(6.6)	(6.8)	1.3	9.6	(80.0)	1076.6%	(45.4)	(69.0)	52.0%
Aviation	(7.4)	17.2	(3.9)	(8.7)	11.6	2.4	-161.9%	5.9	5.3	-9.8%
Other	(43.3)	(51.4)	36.5	(19.2)	22.6	31.0	-15.2%	(58.2)	34.3	-158.9%

### History of quarterly changes in technical reserves (R\$ in millions)





## Breakdown of changes in technical reserves (R\$ in millions)



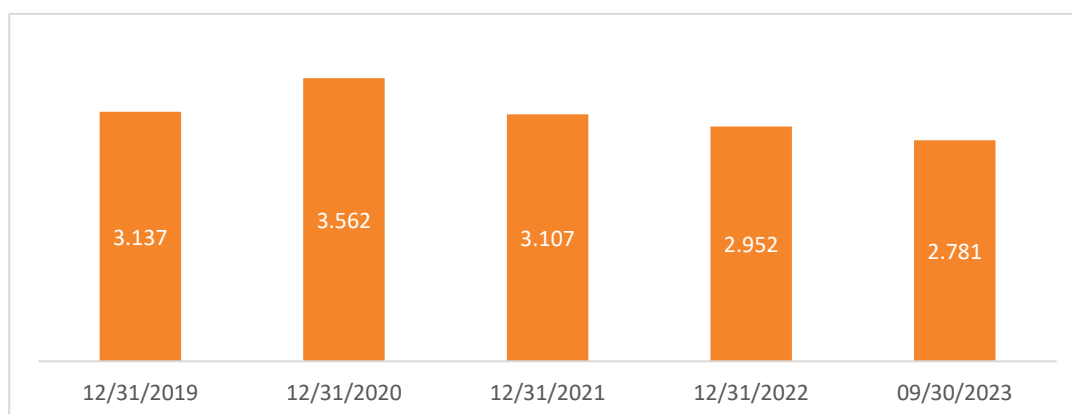
The main component of the changes in technical reserves is the Unearned Premium Reserve (PPNG), which corresponds to the portion of the premium of risks underwritten by the Company to be deferred over the effective period of contracts.

The PPNG is determined for both written premiums and retrocession premiums of the company. The balance between the change in the PPNG – Reinsurance (calculated on written premiums) and the change in PPNG – Retrocession (calculated on retroceded premiums) is the change in Retained PPNG, reported in the line item Changes in Technical Reserves.

Another component of the line item Changes in Technical Reserves is the Reserve for Technical Surplus (PET). This reserve is periodically recognized to guarantee the amounts allocated to surplus arising from technical and operational surpluses, which shall be distributed to cedants, as provided in reinsurance contracts.

## Unearned Premium Reserve (PPNG)

(R\$ in millions)

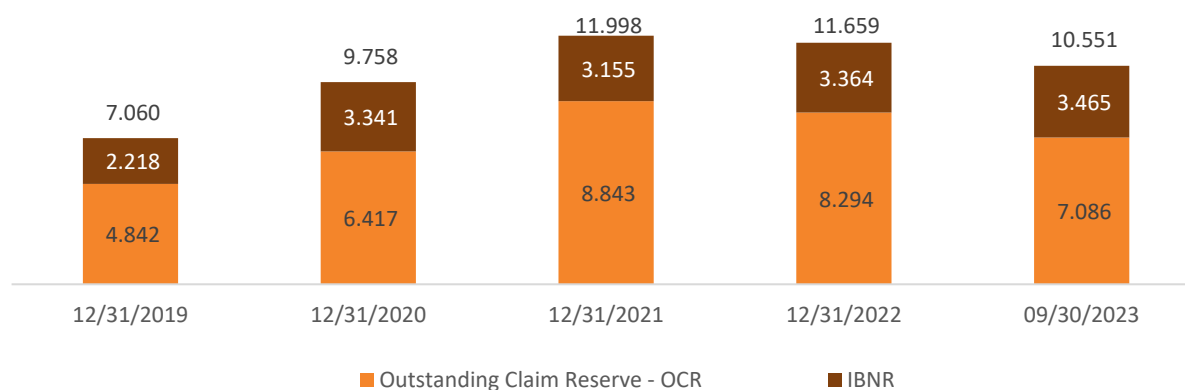


The fall in the unearned premium reserve is explained by the decrease in written premiums.

## Claim Reserves

(R\$ in millions)





Claim reserves also show a decrease compared to the previous quarter. This movement is the result of the natural reduction in the outstanding claims reserve (PSL).

We maintain robust and prudential technical provisions to address the risks in our portfolio and in line with the evolution of the business.

### YoY comparison: 3Q22 x 3Q23

In the 3Q23, the recognition of technical reserves amounted to R\$ 28.5 million, compared to a recognition of R\$ 66.6 million.

### YoY Comparison: 9M22 x 9M23

In the first nine months of 2023, we noted the recognition of R\$ 26 million in technical reserves compared to the recognition of R\$ 244.1 million for the 9M22.

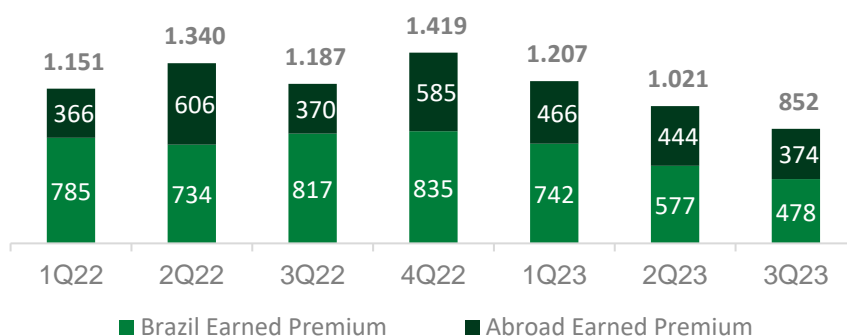


## Earned premiums

### Earned premiums by business segment and line

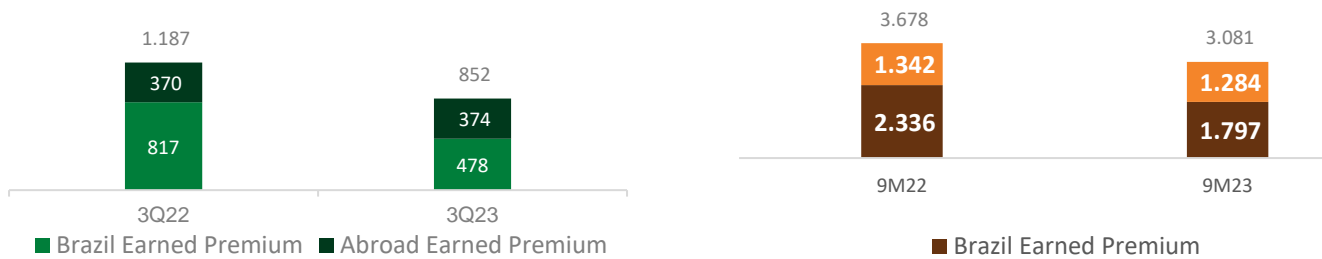
(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	(3Q23/ 3Q22)	9M22	9M23	(9M23/ 9M22)
<b>Earned Premiums - Brazil</b>	<b>785.3</b>	<b>734.1</b>	<b>816.9</b>	<b>741.7</b>	<b>577.3</b>	<b>478.1</b>	<b>-41.5%</b>	<b>2,336.4</b>	<b>1,797.2</b>	<b>-23.1%</b>
Property	229.8	218.5	206.4	215.6	34.7	20.5	-90.1%	654.7	270.8	-58.6%
Life	146.2	92.2	215.8	111.7	111.3	138.0	-36.0%	454.2	361.0	-20.5%
Agriculture	295.2	255.3	233.3	262.8	289.8	153.7	-34.1%	783.8	706.4	-9.9%
Special Risks	(4.9)	23.5	27.2	27.1	21.4	34.7	27.6%	45.8	83.2	81.8%
Aviation	7.8	14.0	6.4	5.2	3.3	3.9	-39.3%	28.2	12.5	-55.8%
Other	111.3	130.7	127.8	119.2	116.8	127.3	-0.4%	369.8	363.3	-1.7%
<b>Earned Premiums - Abroad</b>	<b>366.0</b>	<b>606.0</b>	<b>370.2</b>	<b>465.5</b>	<b>443.8</b>	<b>374.2</b>	<b>1.1%</b>	<b>1,342.1</b>	<b>1,283.5</b>	<b>-4.4%</b>
Property	40.4	276.5	266.6	196.8	184.2	190.1	-28.7%	583.6	571.0	-2.1%
Life	90.0	109.9	127.5	26.6	75.2	29.5	-76.9%	327.3	131.3	-59.9%
Agriculture	89.2	113.1	146.6	105.3	101.7	69.5	-52.6%	349.0	276.5	-20.8%
Special Risks	17.9	17.3	43.8	16.0	14.1	19.7	-55.0%	79.0	49.7	-37.0%
Aviation	36.6	13.4	(316.8)	46.4	6.2	7.2	-102.3%	(266.8)	59.8	-122.4%
Other	91.9	75.7	102.5	74.4	62.5	58.2	-43.2%	270.0	195.1	-27.8%
<b>Total Earned Premiums</b>	<b>1,151.3</b>	<b>1,340.0</b>	<b>1,187.1</b>	<b>1,207.3</b>	<b>1,021.0</b>	<b>852.4</b>	<b>-28.2%</b>	<b>3,678.5</b>	<b>3,080.7</b>	<b>-16.3%</b>
Property	270.2	495.0	473.0	412.4	218.8	210.6	-55.5%	1,238.3	841.9	-32.0%
Life	236.2	202.1	343.2	138.3	186.5	167.5	-51.2%	781.5	492.3	-37.0%
Agriculture	384.4	368.4	379.9	368.2	391.5	223.2	-41.3%	1,132.8	982.9	-13.2%
Special Risks	12.9	40.8	71.0	43.0	35.5	54.5	-23.3%	124.8	133.0	6.6%
Aviation	44.4	27.4	(310.4)	51.7	9.5	11.1	-103.6%	(238.6)	72.3	-130.3%
Other	203.1	206.3	230.3	193.6	179.2	185.6	-19.4%	639.8	558.4	-12.7%

### History of quarterly earned premiums (R\$ in millions)





Breakdown of earned premiums - Brazil and Abroad (R\$ in millions)



The reduction in the earned premium volume is in line with the decrease in written premium.



## Retained claims

### Retained claims by business segment and line

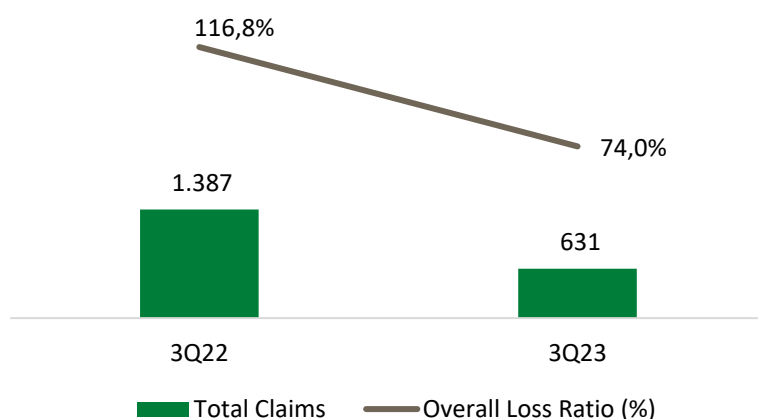
(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	(3Q23/ 3Q22)	9M22	9M23	(9M23/ 9M22)
<b>Retained Claims - Brazil</b>	<b>(714.9)</b>	<b>(1,056.6)</b>	<b>(878.5)</b>	<b>(565.4)</b>	<b>(411.3)</b>	<b>(287.7)</b>	<b>-67.3%</b>	<b>(2,650.0)</b>	<b>(1,264.4)</b>	<b>-52.3%</b>
Property	(146.5)	(242.9)	(107.7)	(200.1)	64.3	56.6	-152.5%	(497.0)	(79.2)	-84.1%
Life	(129.1)	(54.4)	(133.0)	(75.3)	(72.4)	(118.0)	-11.3%	(316.5)	(265.8)	-16.0%
Agriculture	(329.7)	(660.1)	(474.5)	(163.6)	(288.0)	(113.4)	-76.1%	(1,464.3)	(565.0)	-61.4%
Special Risks	14.2	5.8	(8.7)	1.1	(0.4)	(12.4)	43.4%	11.3	(11.7)	-204.2%
Aviation	8.7	(3.8)	(6.2)	(22.6)	4.0	(3.6)	-41.3%	(1.4)	(22.3)	1,514.2%
Other	(132.5)	(101.1)	(148.5)	(105.0)	(118.7)	(96.8)	-34.8%	(382.1)	(320.5)	-16.1%
<b>Retained Claims - Abroad</b>	<b>(218.1)</b>	<b>(607.1)</b>	<b>(508.6)</b>	<b>(367.8)</b>	<b>(340.3)</b>	<b>(343.2)</b>	<b>-32.5%</b>	<b>(1,333.9)</b>	<b>(1,051.2)</b>	<b>-21.2%</b>
Property	82.6	(270.6)	(267.3)	(102.0)	(155.7)	(95.5)	-64.3%	(455.3)	(353.3)	-22.4%
Life	(100.7)	(153.6)	(269.3)	(80.7)	(60.8)	(45.0)	-83.3%	(523.6)	(186.5)	-64.4%
Agriculture	(86.1)	(91.9)	(121.3)	(71.0)	(72.5)	(63.4)	-47.7%	(299.4)	(206.9)	-30.9%
Special Risks	(7.7)	(5.6)	(36.1)	(13.6)	(2.5)	(61.5)	70.4%	(49.4)	(77.6)	57.1%
Aviation	(35.2)	(30.9)	282.5	(43.0)	3.9	(27.4)	-109.7%	216.4	(66.5)	-130.7%
Other	(70.9)	(54.5)	(97.1)	(57.5)	(52.6)	(50.2)	-48.3%	(222.5)	(160.3)	-28.0%
<b>Total Retained Claims</b>	<b>(933.0)</b>	<b>(1,663.7)</b>	<b>(1,387.1)</b>	<b>(933.2)</b>	<b>(751.5)</b>	<b>(630.8)</b>	<b>-54.5%</b>	<b>(3,983.8)</b>	<b>(2,315.6)</b>	<b>-41.9%</b>
Property	(63.9)	(513.5)	(375.0)	(302.1)	(91.5)	(39.0)	-89.6%	(952.4)	(432.5)	-54.6%
Life	(229.7)	(208.0)	(402.3)	(156.1)	(133.2)	(163.0)	-59.5%	(840.0)	(452.3)	-46.2%
Agriculture	(415.9)	(752.0)	(595.8)	(234.5)	(360.5)	(176.8)	-70.3%	(1,763.7)	(771.9)	-56.2%
Special Risks	6.4	0.2	(44.8)	(12.5)	(2.9)	(74.0)	65.2%	(38.1)	(89.4)	134.4%
Aviation	(26.5)	(34.7)	276.3	(65.5)	7.9	(31.1)	-111.3%	215.0	(88.8)	-141.3%
Other	(203.4)	(155.6)	(245.6)	(162.5)	(171.3)	(147.0)	-40.1%	(604.6)	(480.8)	-20.5%

### Breakdown of retained claims

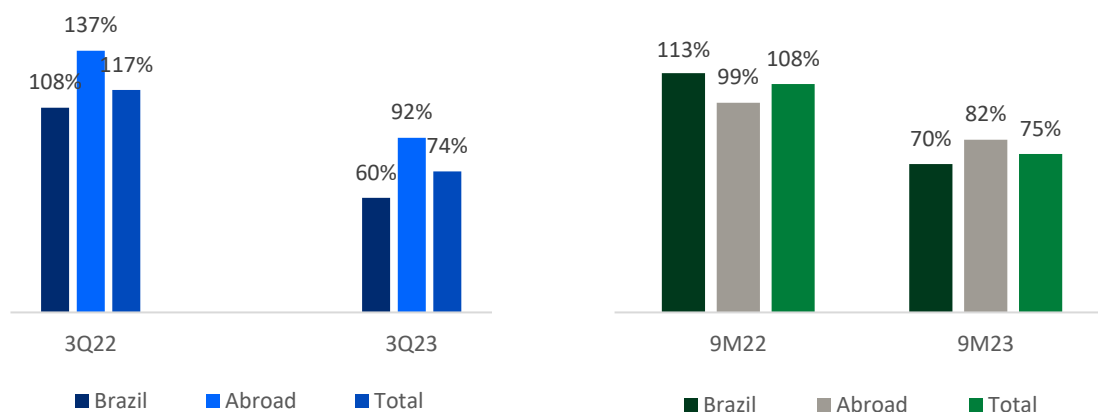
(R\$ milhões)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	(3Q23/ 3Q22)	9M22	9M23	(9M23/ 9M22)
<b>Retained Claim Total</b>	<b>(933.0)</b>	<b>(1,663.7)</b>	<b>(1,387.1)</b>	<b>(933.2)</b>	<b>(751.5)</b>	<b>(630.8)</b>	<b>-54.5%</b>	<b>(3,983.8)</b>	<b>(2,315.6)</b>	<b>-41.9%</b>
OCR	(779.7)	(1,925.3)	(1,398.6)	(820.4)	(827.1)	(670.7)	-52.0%	(4,103.5)	(2,318.2)	-43.5%
IBNR	(153.4)	261.6	11.4	(112.8)	75.6	39.9	248.4%	119.6	2.6	-97.8%
<b>Overall Loss Ratio</b>	<b>81.0%</b>	<b>124.2%</b>	<b>116.8%</b>	<b>77.3%</b>	<b>73.6%</b>	<b>74.0%</b>	<b>-42.8 p.p.</b>	<b>108.3%</b>	<b>75.2%</b>	<b>-33.1 p.p.</b>
Loss Ratio measured by OCR	67.7%	143.7%	117.8%	68.0%	81.0%	78.7%	-39.1 p.p.	111.6%	75.2%	-36.4 p.p.
Loss Ratio measured by IBNR	13.3%	-19.5%	-1.0%	9.3%	-7.4%	-4.7%	-3.7 p.p.	-3.3%	-0.1%	3.2 p.p.



## History of claim expenses (R\$ in millions) and loss ratio (%)



## Loss Ratio - Brazil x Abroad (%)



## YoY comparison: 3Q22 x 3Q23

In the 3Q23, total retained claims decreased 54.5% to R\$ 630.8 million. The loss ratio changed from 116.8% to 74% a drop of 42.8 p.p., already demonstrating the portfolio cleanup effects. In the quarter, there was a Loss Portfolio Transfer (LPT) transaction with positive effect of R\$ 175 million in domestic Property claim.

The outstanding claims reserve decreased 52% to R\$ 670.7 million, in line with the gradual improvement in the portfolio quality.

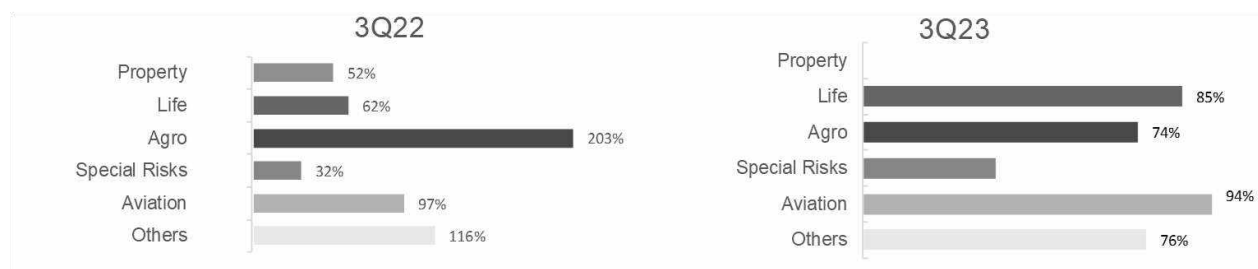
The IBNR component had a reversal of R\$ 39.9 million, compared to a reversal of R\$ 11.4 million for the 3Q22, mainly because of the recognition of outstanding claims reserve, with the consequent reversal of IBNR.



## Loss ratio - Brazil

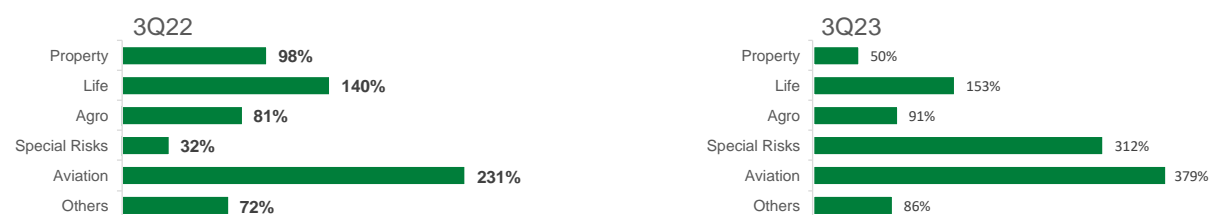
In nominal terms, retained claims changed from R\$ 878.5 million to R\$ 287.7 million, a drop of 67.3%. The loss ratio fell 47.4 p.p., from 107.5% to 60.2%. The main business line that contributed to the effects of loss ratio on the period are detailed below:

- Property: LPT transaction that positively impacted the line item claim by R\$ 175 million.



## Loss ratio - Abroad

The retained claims abroad had a nominal reduction of 32.5% from the 3Q22, to R\$ 343.2 million, an effect of the portfolio cleanup strategy. The loss ratio stood at 91.7% for the 3Q23, compared to 137.4% for the 3Q22.



The total loss ratio for this period fell 42.8 p.p. compared to the 3Q22, and stood at 74% compared to 116.8% for the previous year.

## YoY comparison: 9M22 x 9M23

In the accumulated nine-month period of 2023 (9M23), the total retained claims amounted to R\$ 2,315.6 million, a 41.9% decrease YoY. The total loss ratio for this period fell 33.1 p.p., reaching 75.2% for the 9M23, compared to 108.3% for the 9M22.

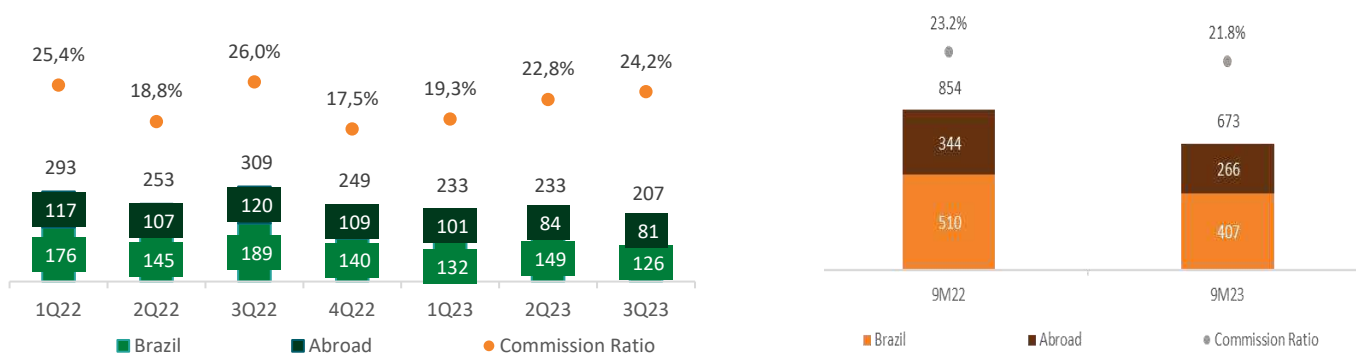


## Acquisition costs

### Breakdown of acquisition cost by business segment and line

(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	(3Q23/ 3Q22)	9M22	9M23	(9M23/ 9M22)
<b>Acquisition Cost - Brazil</b>	(175.9)	(145.3)	(188.8)	(132.0)	(148.8)	(126.0)	-33.3%	(510.0)	(406.8)	-20.2%
Property	(27.5)	(31.8)	(24.3)	(27.5)	(26.3)	(22.2)	-8.9%	(83.7)	(76.0)	-9.2%
Life	(40.6)	(9.2)	(95.6)	(12.8)	(23.7)	(25.5)	-73.3%	(145.3)	(62.1)	-57.3%
Agriculture	(74.6)	(62.6)	(35.5)	(56.2)	(58.2)	(33.3)	-6.3%	(172.7)	(147.6)	-14.5%
Special Risks	(1.6)	(3.2)	(2.2)	(4.4)	(4.1)	(3.3)	50.5%	(7.1)	(11.8)	66.6%
Aviation	(1.2)	(1.1)	(1.2)	(0.7)	(0.6)	(0.4)	-64.1%	(3.5)	(1.6)	-52.6%
Other	(30.4)	(37.4)	(30.0)	(30.5)	(35.9)	(41.3)	37.6%	(97.8)	(107.7)	10.2%
<b>Acquisition Cost - Abroad</b>	(116.9)	(107.3)	(120.0)	(101.2)	(84.3)	(80.6)	-32.8%	(344.1)	(266.1)	-22.7%
Property	(69.8)	(67.3)	(67.9)	(53.4)	(46.4)	(49.0)	-27.7%	(204.9)	(148.9)	-27.4%
Life	(2.2)	0.1	(2.8)	(0.4)	(1.6)	(0.7)	-76.2%	(4.9)	(2.7)	-44.6%
Agriculture	(15.7)	(12.3)	(18.9)	(18.5)	(13.3)	(7.8)	-58.5%	(46.9)	(39.6)	-15.6%
Special Risks	(3.8)	(3.6)	(4.1)	(3.4)	(2.9)	(3.3)	-18.2%	(11.5)	(9.6)	-16.4%
Aviation	(4.3)	(3.4)	(3.2)	(7.3)	(1.5)	(2.6)	-18.3%	(10.9)	(11.4)	4.2%
Other	(21.1)	(20.7)	(23.2)	(18.3)	(18.5)	(17.1)	-26.1%	(64.9)	(53.9)	-17.0%
<b>Total Acquisition Cost</b>	(292.7)	(252.5)	(308.8)	(233.2)	(233.0)	(206.6)	-33.1%	(854.1)	(672.8)	-21.2%
Property	(97.3)	(99.1)	(92.2)	(80.9)	(72.8)	(71.2)	-22.8%	(288.6)	(224.8)	-22.1%
Life	(42.7)	(9.1)	(98.4)	(13.3)	(25.3)	(26.2)	-73.4%	(150.2)	(64.8)	-56.9%
Agriculture	(90.3)	(74.9)	(54.4)	(74.6)	(71.5)	(41.1)	-24.4%	(219.6)	(187.2)	-14.7%
Special Risks	(5.5)	(6.9)	(6.2)	(7.8)	(7.0)	(6.6)	5.8%	(18.6)	(21.4)	15.2%
Aviation	(5.5)	(4.4)	(4.4)	(7.9)	(2.1)	(3.1)	-30.8%	(14.4)	(13.0)	-9.5%
Other	(51.4)	(58.1)	(53.2)	(48.8)	(54.4)	(58.4)	9.9%	(162.7)	(161.6)	-0.7%

### History of acquisition cost (R\$ in millions)



The acquisition cost for the 3Q23 totaled R\$ 206.6 million, down 33.1% YoY, in line with the company's renegotiation strategy over commission. When analyzing the ratio of acquisition cost-



to-earned premium for the period, this ratio changed from 26% to 24.2%, mainly because of the reduction in earned premium.

The acquisition cost for the first nine months of 2023 totaled R\$ 672.8 million, a 21.2% decrease YoY, in line with the strategy on negotiation to improve the combined ratio.

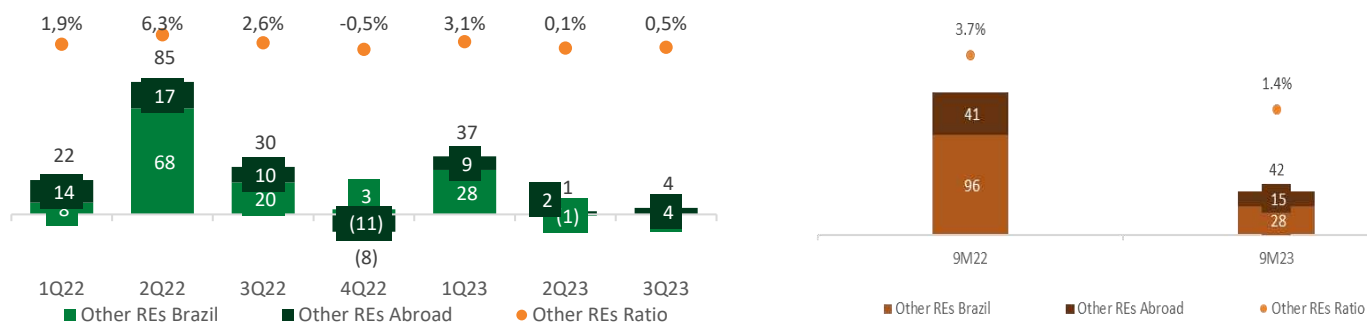


## Other operating income and expenses

### Other operating income and expenses by business segment and line

(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	(3Q23/ 3Q22)	9M22	9M23	(9M23/ 9M22)
Other operating income and expenses - Brasil	(7.5)	(67.9)	(20.5)	(28.5)	0.9	(0.0)	-99.8%	(95.9)	(27.6)	-71.2%
Property	(0.9)	(17.8)	(17.5)	(9.5)	(2.6)	1.6	-109.3%	(36.2)	(10.4)	-71.1%
Life	(1.3)	(1.5)	(1.2)	(2.6)	(0.6)	(0.3)	-75.7%	(4.1)	(3.5)	-13.0%
Agriculture	0.5	(2.5)	(4.9)	(0.3)	(0.3)	(1.6)	-68.5%	(7.0)	(2.2)	-68.5%
Special Risks	0.6	(1.6)	(0.7)	0.1	(1.9)	0.4	-155.9%	(1.7)	(1.4)	-17.2%
Aviation	(1.3)	(14.7)	1.0	(3.2)	2.9	0.7	-29.7%	(15.1)	0.4	-103.0%
Other	(5.0)	(29.7)	2.8	(13.0)	3.4	(0.9)	-131.6%	(31.9)	(10.5)	-67.2%
Other operating income and expenses - Abroad	(14.5)	(16.9)	(10.0)	(8.7)	(2.0)	(4.1)	-59.0%	(41.3)	(14.7)	-64.4%
Property	(11.8)	(11.1)	(7.2)	(3.8)	(1.6)	(1.8)	-74.7%	(30.0)	(7.3)	-75.8%
Life	1.4	0.5	(0.6)	(0.2)	(0.5)	(0.0)	-94.7%	1.3	(0.7)	-153.3%
Agriculture	0.4	(0.6)	(0.7)	(0.8)	(0.2)	(0.2)	-71.4%	(0.9)	(1.3)	36.7%
Special Risks	2.5	(3.0)	1.8	(1.7)	(0.1)	(0.6)	-134.0%	1.3	(2.4)	-283.4%
Aviation	(3.8)	(0.9)	(1.2)	0.3	0.1	(0.6)	-49.8%	(5.9)	(0.2)	-96.2%
Other	(3.2)	(1.8)	(2.0)	(2.5)	0.4	(0.8)	-61.2%	(7.0)	(2.9)	-59.2%
Other operating income and expenses Total	(22.0)	(84.8)	(30.4)	(37.1)	(1.1)	(4.1)	-86.5%	(137.2)	(42.3)	-69.2%
Property	(12.7)	(28.9)	(24.7)	(13.3)	(4.2)	(0.2)	-99.2%	(66.2)	(17.7)	-73.3%
Life	0.1	(1.0)	(1.8)	(2.8)	(1.2)	(0.3)	-81.8%	(2.7)	(4.3)	54.9%
Agriculture	0.9	(3.1)	(5.7)	(1.2)	(0.6)	(1.8)	-68.9%	(7.9)	(3.5)	-56.2%
Special Risks	3.2	(4.7)	1.1	(1.5)	(2.0)	(0.2)	-120.5%	(0.4)	(3.8)	954.3%
Aviation	(5.1)	(15.6)	(0.2)	(2.9)	3.0	0.1	-137.2%	(21.0)	0.2	-101.0%
Other	(8.2)	(31.5)	0.8	(15.5)	3.8	(1.7)	-305.2%	(38.9)	(13.3)	-65.7%

### History of other operating income and expenses (R\$ in millions)



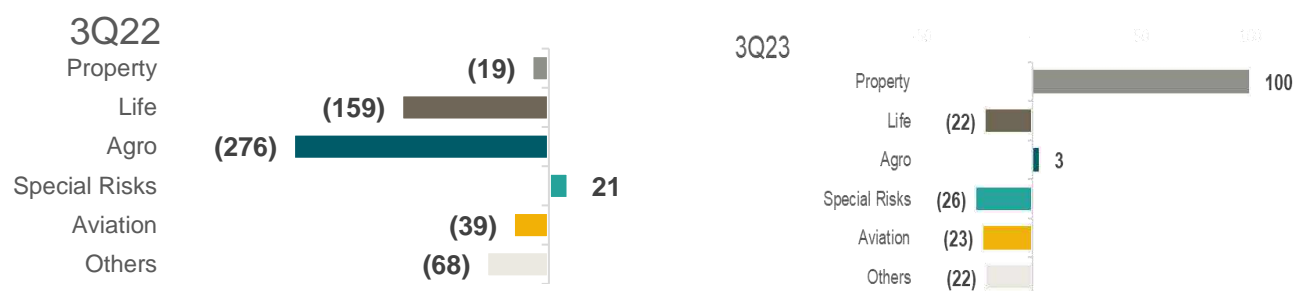
Other operating expenses recorded a total of R\$ 4.1 million for the 3Q23, as compared to operating expenses of R\$ 30.4 million for the 3Q22, impacted by lower ALL for the period.



## Underwriting profit or loss

(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	(3Q23/ 3Q22)	9M22	9M23
Underwriting P&L - Brazil	(113.0)	(535.7)	(270.9)	15.8	18.1	64.4	-123.8%	(919.5)	98.4
Property	54.9	(74.0)	56.9	(21.4)	70.1	56.5	-0.7%	37.7	105.1
Life	(24.8)	27.2	(14.1)	21.0	14.5	(5.8)	-58.6%	(11.7)	29.6
Agriculture	(108.6)	(470.0)	(281.6)	42.8	(56.7)	5.5	-102.0%	(860.1)	(8.4)
Special Risks	8.2	24.4	15.7	23.9	15.0	19.4	23.8%	48.3	58.3
Aviation	13.9	(5.6)	0.0	(21.2)	9.7	0.5	3963.6%	8.3	(11.0)
Other	(56.6)	(37.6)	(47.8)	(29.3)	(34.4)	(11.7)	-75.6%	(142.0)	(75.3)
Underwriting P&L - Abroad	16.5	(125.3)	(268.4)	(12.1)	17.3	(53.6)	-80.0%	(377.2)	(48.5)
Property	41.4	(72.4)	(75.7)	37.6	(19.6)	43.7	-157.7%	(106.7)	61.6
Life	(11.5)	(43.1)	(145.2)	(54.7)	12.3	(16.2)	-88.9%	(199.8)	(58.6)
Agriculture	(12.3)	8.3	5.7	15.1	15.7	(2.0)	-135.5%	1.7	28.7
Special Risks	8.9	5.1	5.4	(2.6)	8.5	(45.8)	-941.7%	19.4	(39.9)
Aviation	(6.7)	(21.8)	(38.8)	(3.5)	8.6	(23.5)	-39.5%	(67.3)	(18.3)
Other	(3.4)	(1.3)	(19.8)	(3.9)	(8.2)	(9.9)	-50.2%	(24.5)	(22.0)
Total Underwriting P&L	(96.4)	(661.0)	(539.3)	3.7	35.4	10.8	-102.0%	(1,296.7)	49.9
Property	96.3	(146.5)	(18.8)	16.2	50.4	100.2	-631.6%	(69.0)	166.8
Life	(36.3)	(16.0)	(159.3)	(33.7)	26.8	(22.0)	-86.2%	(211.5)	(29.0)
Agriculture	(120.9)	(461.7)	(275.9)	57.9	(41.0)	3.5	-101.3%	(858.4)	20.4
Special Risks	17.1	29.5	21.1	21.3	23.5	(26.3)	-224.7%	67.7	18.4
Aviation	7.2	(27.4)	(38.8)	(24.7)	18.3	(22.9)	-40.8%	(59.0)	(29.3)
Other	(59.9)	(38.9)	(67.6)	(33.2)	(42.6)	(21.6)	-68.1%	(166.5)	(97.3)

## History of underwriting profit or loss (R\$ in millions)

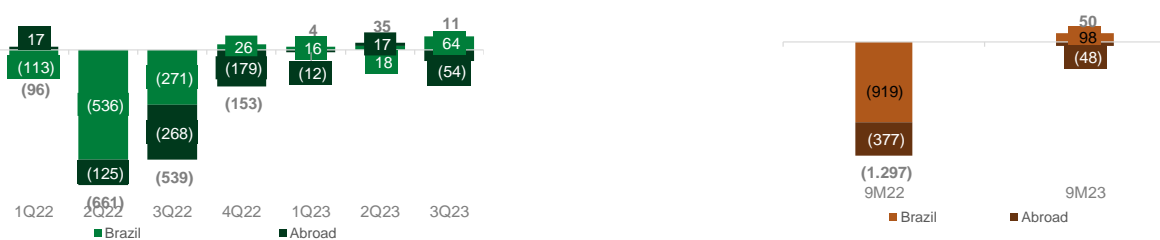


In the 3Q23, the company reported underwriting profit of R\$ 10.8 million, compared to a loss of R\$ 539.3 million for the 3Q22. The main impacts arose from the improvement in the performance of Property and Agriculture.

As extensively disclosed, the impact of the portfolio adjustments will provide a gradual improvement in the company's underwriting profit or loss, as the latest contracts mature, with expected lower loss ratio, and the claims for the oldest contracts become less relevant to the company's profit or loss.



## Underwriting Profit or Loss: Brazil x Abroad (R\$ in millions)

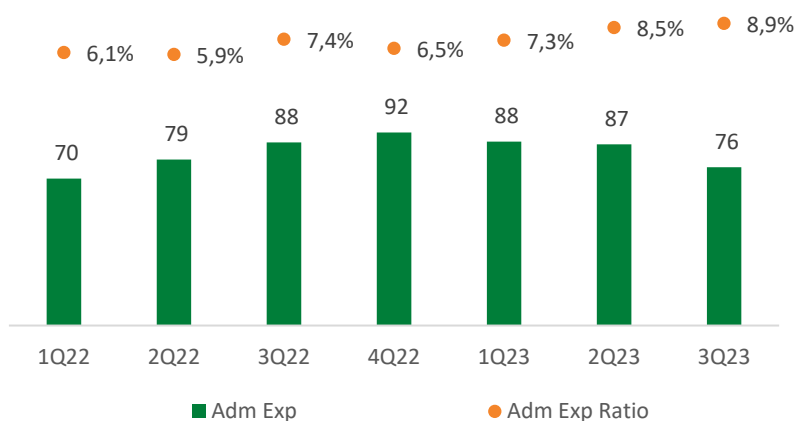


In the first nine months of 2023, the underwriting profit amounted to R\$ 49.9 million, reversing the loss for the nine months in 2022 of R\$ 1,296.7 million, indicating a trend towards recovery in the operation.

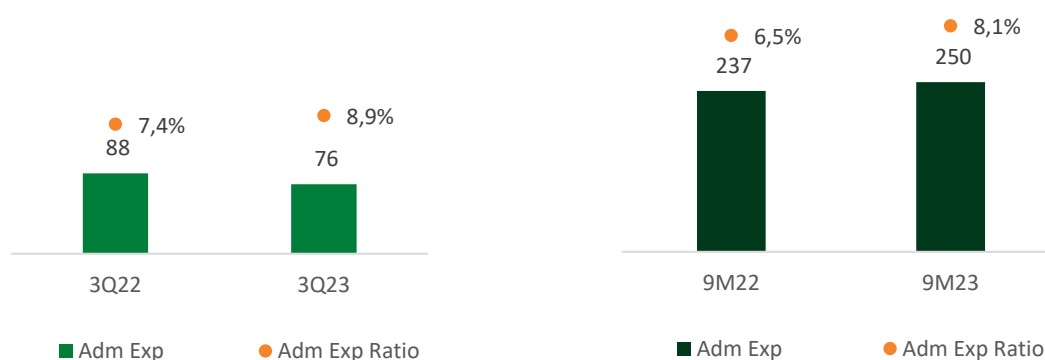


## General and administrative expenses

### History of general and administrative expenses (R\$ in millions)



### History of general and administrative expenses



General and administrative expenses totaled R\$ 75.8 million for the 3Q23, down by 13.5%.

In the 9M23, we noted a 5.5% increase in administrative expenses, mainly due to the agreement signed with the DoJ in the first quarter of the year, amounting to R\$ 25.4 million, and expense for the Voluntary Termination Program in the second quarter amounting to R\$ 7.9 million.



## Finance income and share of profit of equity-accounted investees

### Breakdown of finance income and share of profit of equity-accounted investees

(R\$ in millions)	1Q22	2Q22	3Q22	1Q23	2Q23	3Q23	3Q23/ 3Q22	9M22	9M23	(9M23/ 9M22)
Finance Income and Share of Profit of Equity-Accounted Investees	259.6	104.3	173.2	145.5	95.7	182.9	5.6%	537.1	424.1	-21.0%
Finance Income	257.5	103.1	148.9	144.9	82.8	168.7	13.3%	509.5	396.4	-22.2%
Share of Profit of Equity-accounted Investees	2.1	1.2	24.2	0.6	12.9	14.2	-41.3%	27.5	27.7	0.5%
Portfolio of Financial Assets (R\$ million)	8.2	8.0	8.7	8.6	8.5	8.5	-1.9%	8.7	8.5	-1.9%

In the 3Q23, the finance income and share of profit of equity-accounted investees amounted to R\$ 182.9 million, up 5.6% from the 3Q22, impacted by the dollar appreciation in the third quarter, which positively affected our portfolio abroad.

In the 9M23, the finance income and share of profit of equity-accounted investees was R\$ 424.1 million, down 21.0% from the 9M22. We remind that in the first half of 2022, it had the effect related to two favorable court decisions, which gave rise to a change in finance income by R\$ 150.2 million.

### Net income

In the 3Q23, the Company reported net income of R\$ 47.7 million, compared to a net loss of R\$ 298.7 million for the 3Q22. The company's net income for the 3Q23 was impacted by both underwriting profit and finance income, which were positive.

In the first nine months of 2023, the net loss totaled R\$ 76.4 million, compared to a loss of R\$ 591.6 million in the first nine months of 2022.

Pursuant to the Income Tax Rules, Decree 9,580 of 2018, art. 580, there is no time limit for offsetting tax losses, but a limit to the amount to be offset, equivalent to 30% of the taxable profit for the period.



## Relationship with Independent Auditors

IRB(Re) and its subsidiaries adopt as formal procedure ensuring that the auditors of KPMG Auditores Independentes Ltda (KPMG) are not affected regarding the independence and objectivity required for performing their work with the Company.

In the fiscal year ended December 31, 2022, KPMG provided additional services, related to Actuarial Audit and issue of comfort letters in the context of the IRB(Re)'s stock offering in the Brazilian, US and Non-US markets. This amount is equivalent to 245% of the fees related to the external audit services. KPMG considers that the services were provided in strict compliance with the standards on auditing that provide for independence of independent auditors in audit works, and, therefore, did not represent a situation that could affect the independence or objectivity in the carry out of its external audit services.

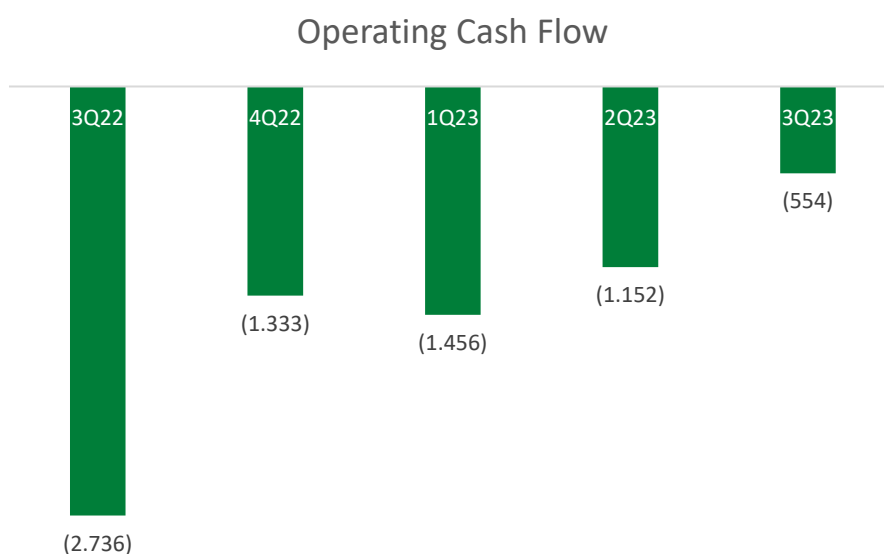
For details about the independent auditor's fees, see item 9.1/9.2 of the Reference Form (<https://ri.irbre.com/informacoes-financeiras/formulario-cadastral-e-formulario-de-referencia/>)



## Operating cash

In the 3Q23, the cash outflow by operating activities totaled R\$ 192 million, compared to an outflow of R\$ 789 million for the 3Q22. The cash outflow in this quarter was mainly related to the higher transfer of premiums and lower inflow of premiums as compared to the 3Q22.

History of operating cash flow (R\$ in millions)  
*Excludes court settlements and receipt from subsidiaries*



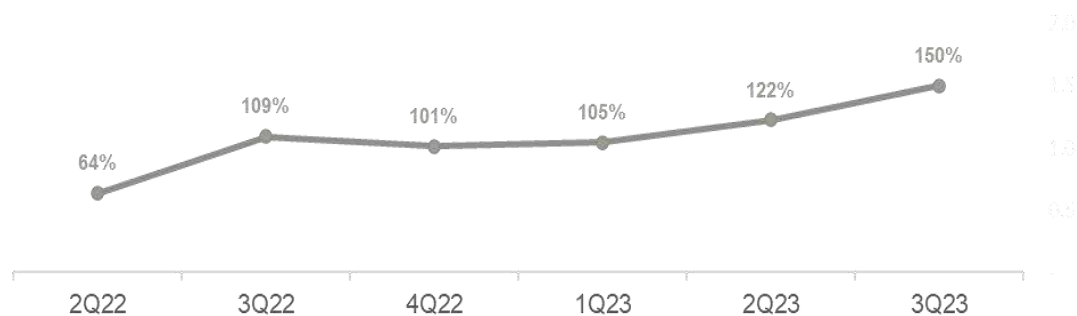
The cash outflow accumulated in the past 12-month period ended in September 2023 amounted to R\$ 554 million. Despite still being negative, it already indicates a trend towards recovery in the long term.



## 6. Regulatory Ratios

### Sufficiency of Adjusted Equity

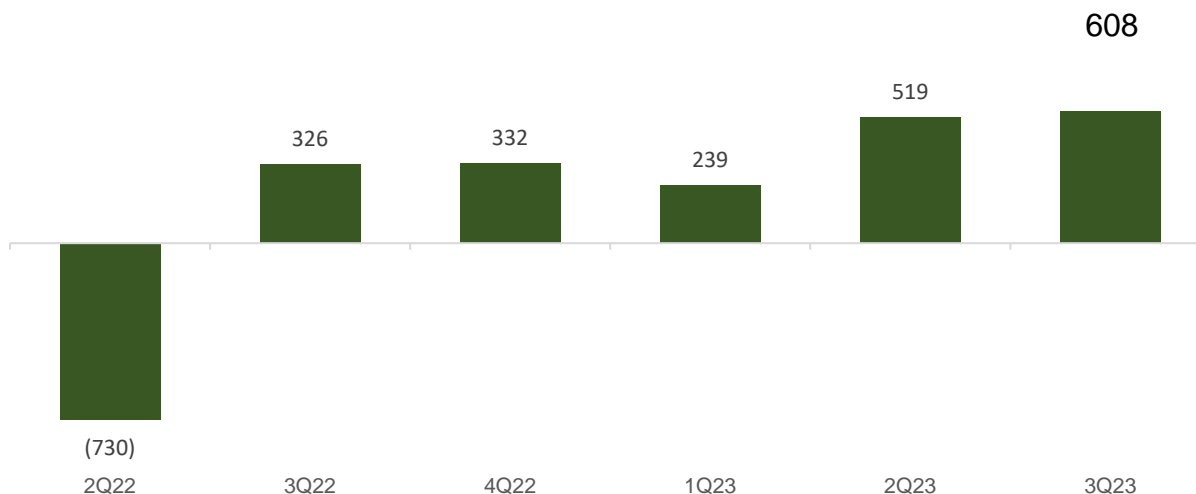
The company has sufficiency of adjusted equity in relation to minimum capital requirement in the amount of R\$ 589 million as at the reporting date September 30, 2023. Thus, the adjusted equity accounted for 150% of the minimum capital requirement as at such date.



### Coverage of technical reserves

As at September 30, 2023, the technical reserve coverage ratio had sufficiency of R\$ 608 million, compared to a balance of R\$ 326 million as at September 30, 2022.

R\$ in millions





## 7. Balance sheet

(R\$ in thousands, except %)	12/31/2022	09/30/2023
<b>Assets</b>		
<b>Current assets</b>	<b>13,684,101</b>	<b>13,381,327</b>
Cash and banks	17,793	7,875
Marketable securities	4,136,600	4,696,322
Receivables from reinsurance and retrocession operations	3,962,281	3,704,787
Retrocession assets - technical reserves	5,367,471	4,781,819
Trade and other receivables	20,936	25,671
Tax credits and deferred tax assets	55,982	25,814
Other receivables and assets	-	15,003
Prepaid expenses	6,260	8,635
Deferred acquisition costs	116,778	115,401
<b>Non-current assets</b>	<b>9,293,461</b>	<b>8,305,487</b>
Marketable securities	4,828,782	3,835,360
Receivables from reinsurance and retrocession operations	26,856	32,946
Retrocession assets - technical reserves	86,291	84,914
Trade and other receivables	921,877	978,096
Tax credits and deferred tax assets	2,837,917	2,782,579
Court deposits	255,181	271,914
Other receivables	-	-
Deferred acquisition costs	114,375	96,514
Investments accounted for using the equity method	-	-
Investment property	86,587	69,158
Other investments	311	351
Property and equipment	29,456	39,470
Intangible assets	105,828	114,185
Leases	-	-
<b>Total assets</b>	<b>22,977,562</b>	<b>21,686,814</b>



(R\$ in thousands, except %)	12/31/2022	09/30/2023
<b>Liabilities</b>		
<b>Current liabilities</b>	<b>17,506,102</b>	<b>16,039,848</b>
Trade payables	44,621	60,852
Taxes and payroll charges payable	38,659	28,592
Labor provisions	11,825	17,202
Provisions for post-employment benefits	35,972	36,335
Taxes and contributions payable	31,470	46,431
Borrowings and financing	466,898	500,123
Payables for reinsurance and retrocession operations	2,398,874	2,078,177
Third-party deposits	90,463	138,306
Technical reserves - reinsurance and retrocession	14,387,320	13,133,830
<b>Non-current liabilities</b>	<b>1,397,949</b>	<b>1,477,452</b>
Provisions for post-employment benefits	370,469	364,614
Borrowings and financing	440,707	550,004
Other payables	19,723	18,598
Taxes and contributions payable	53,533	42,634
Payables for reinsurance and retrocession operations	789	105
Technical reserves - reinsurance and retrocession	429,855	426,237
Provision for lawsuits	82,873	75,260
<b>Equity</b>	<b>4,073,511</b>	<b>4,169,514</b>
Capital	5,379,189	5,379,189
Treasury shares	(283,760)	(283,760)
Equity valuation adjustment	(543,818)	(524,195)
Expenditure for share issue	(73,891)	
Retained earnings (losses)	(478,100)	(478,100)
Net income for the period		76,380
<b>Total liabilities and equity</b>	<b>22,977,562</b>	<b>21,686,814</b>





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## Report on the Review of quarterly information - ITR

*(A free translation of the original report in Portuguese)*

**To the Shareholders of**

**IRB Brasil Resseguros S.A.**

Rio de Janeiro – RJ

### Introduction

We reviewed the accompanying individual and consolidated interim financial information of IRB Brasil Resseguros S.A. ("Company"), included in the quarterly Financial Information Form – ITR, for the quarter ended September 30, 2023, which comprises the statement of financial position as of September 30, 2023 and the respective statements of profit or loss, comprehensive income, for the three and nine-months periods then ended and the statements of changes in equity and cash flows for the nine-months period then ended, including the explanatory notes.

Management is responsible for the preparation and fair presentation of the individual interim financial information in accordance with the accounting standard CPC 21(R1) and for the consolidated interim financial information in accordance with CPC 21(R1) and with the international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, as well as for the presentation of this quarterly information in accordance with the standards issued by the Brazilian Securities and Exchange Commission - CVM, applicable to the preparation of quarterly financial information - ITR. Our responsibility is to express our conclusion on this interim financial individual and consolidate information based on our review.

### Scope of the review

We conducted our review in accordance with Brazilian and International standards on reviews of interim financial information (NBC TR 2410 - Revisão de Informações Intermediárias Executada pelo Auditor da Entidade and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). 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 the auditing standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



#### Emphasis of a matter - Restatement of the related amounts

We draw attention to note 1.3 - basis of preparation for individual and consolidated interim financial information, which, as a result of the change in accounting policy from CPC 50 (IFRS 17) - Insurance Contracts, presents the corresponding individual and consolidated amounts related to the balance sheet for the year ended December 31, 2022 and the corresponding interim financial information related to the statements of income, comprehensive income for the three and nine months period ended September 30, 2022 and changes in equity, cash flows, and value added (supplementary information) for the nine months period ended September 30, 2022, presented for comparison purposes, have been adjusted and are being restated as required by CPC 23 - Accounting Policies, Changes in Accounting Estimates and Errors, and CPC 26 - Presentation of Financial Statements. Our conclusion is not modified in respect to this matter.

#### Conclusion on the individual interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual interim financial information included in the Quarterly Financial Information (ITR) referred to above has not been prepared, in all material respects, in accordance with Accounting Standard CPC 21 (R1), applicable to the preparation of Interim Financial Information and presented in accordance with the standards issued by the Brazilian Securities and Exchange Commission - CVM.

#### Conclusion on the consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information included in the Quarterly Financial Information (ITR) referred to above has not been prepared, in all material respects, in accordance with Accounting Standards CPC 21 (R1) and IAS 34, applicable to the preparation of interim financial information and presented in accordance with the standards issued by the Brazilian Securities and Exchange Commission – CVM.



## Other matters

### Statement of added value

The quarterly financial information referred to above, includes the individual company and consolidated statements of added value (DVA) for the nine months period ended at September 30, 2023, prepared under the responsibility of the Company's management and presented as supplementary information for the purposes of IAS 34 purposes. These statements have been submitted to review procedures performed together with the review of the Company's interim financial information with the to conclude whether they are reconciled to the interim financial information and accounting records, applicable, and whether their form and content are in accordance with the criteria set by accounting standard CPC 09 - Statement of Added Value. Based on our review, nothing has come to our attention that leads us to believe that accompanying statements of value added are not prepared, in all material respects, according to the criteria set by this Standard and in a manner consistent with the company parent and consolidated interim financial statements taken as a whole.

Rio de Janeiro, March 28, 2024

KPMG Auditores Independentes Ltda.

CRC SP-014428/O-6 F-RJ

(The original report in Portuguese was signed by)

Fernando Antonio Rodrigues Alfredo

Accountant CRC 1SP252419/O-0



# IRB-Brasil Resseguros S.A.

## Condensed statements of financial position

R\$ in thousands

Assets	Note	Parent company			Consolidated		
		Balances as at September 30, 2023 (Restated)	December 31, 2022 (Restated)	January 1, 2022 (Restated)	Balances as at September 30, 2023 (Restated)	December 31, 2022 (Restated)	January 1, 2022 (Restated)
<b>Current assets</b>		<b>3,671,502</b>	<b>4,746,123</b>	<b>5,305,163</b>	<b>3,632,241</b>	<b>4,621,770</b>	<b>5,293,637</b>
Cash and cash equivalents	5	3,205	6,119	8,231	7,875	17,793	38,774
Financial assets	6.1	3,028,529	4,280,282	4,014,753	2,962,894	4,136,600	3,966,341
Trade and other receivables	7	8,960	2,768	42,790	15,117	9,916	48,296
Tax credits and deferred tax assets	8.1	25,410	55,484	127,591	25,814	55,982	128,425
Prepaid expenses		8,495	6,251	10,623	8,635	6,250	10,629
Retrocession contract assets	13	596,903	395,219	1,101,175	596,903	395,219	1,101,175
Other receivables and assets		-	-	-	15,003	-	-
<b>Non-current assets</b>		<b>12,063,082</b>	<b>11,680,480</b>	<b>11,335,375</b>	<b>12,127,824</b>	<b>11,814,427</b>	<b>11,455,294</b>
Financial assets	6.1	5,539,873	4,741,843	4,976,260	5,570,216	4,829,782	4,976,260
Retrocession contract assets	13	2,427,730	2,950,094	2,999,375	2,427,730	2,950,094	2,999,375
Trade and other receivables	7	959,254	895,421	503,586	959,254	895,204	503,586
Tax credits and deferred tax assets	8.1	2,676,546	2,662,984	2,438,950	2,676,546	2,662,984	2,482,026
Court deposits	16	271,914	255,181	233,895	271,914	255,181	233,895
Investments accounted for using the equity method	4.1	34,765	39,387	28,876	-	-	22,124
Investment property		-	-	4,570	69,158	86,587	88,034
Other investments		351	311	371	351	311	371
Property and equipment		39,470	29,456	64,503	39,470	29,456	64,503
Intangible assets		114,179	105,803	84,989	114,185	105,828	85,120
<b>Total assets</b>		<b>15,734,584</b>	<b>16,426,603</b>	<b>16,640,538</b>	<b>15,760,065</b>	<b>16,436,197</b>	<b>16,748,931</b>

Liabilities and shareholders' equity	Note	Parent company			Consolidated		
		Balances as at September 30, 2023 (Restated)	December 31, 2022 (Restated)	January 1, 2022 (Restated)	Balances as at September 30, 2023 (Restated)	December 31, 2022 (Restated)	January 1, 2022 (Restated)
<b>Current liabilities</b>		<b>4,299,306</b>	<b>4,822,998</b>	<b>4,898,821</b>	<b>4,324,787</b>	<b>4,832,592</b>	<b>4,936,632</b>
Trade payables	9	37,645	37,139	19,999	60,852	44,621	26,805
Taxes and payroll charges payable		28,413	38,487	28,297	28,592	38,659	28,522
Labor provisions		17,018	11,714	12,665	17,202	11,825	12,797
Provisions for post-employment benefits	19.3	36,335	35,972	42,409	36,335	35,972	42,409
Income tax and social contribution		44,520	29,641	4,532	46,431	31,470	35,280
Borrowings and financing	11	500,123	466,898	10,354	500,123	466,898	10,354
Reinsurance contract liabilities	13	3,425,091	4,049,184	4,626,675	3,425,091	4,049,184	4,626,675
Retrocession contract liabilities	13	68,810	143,518	-	68,810	143,518	-
Third-party deposits	10	138,306	90,463	107,977	138,306	90,463	107,977
Other payables		3,045	19,982	46,012	3,045	19,982	46,012
<b>Non-current liabilities</b>		<b>7,164,360</b>	<b>7,162,140</b>	<b>8,054,460</b>	<b>7,104,360</b>	<b>7,162,140</b>	<b>8,125,142</b>
Trade payables	9	18,598	19,723	12,191	18,598	19,723	4,426
Provisions for post-employment benefits	19.3	364,614	370,469	415,469	364,614	370,469	415,469
Income tax and social contribution		42,634	53,533	-	42,634	53,533	78,447
Borrowings and financing	11	550,004	440,707	819,107	550,004	440,707	819,107
Reinsurance contract liabilities	13	6,053,250	6,194,835	6,731,535	6,053,250	6,194,835	6,731,535
Provision for lawsuits	16.2	75,260	82,873	76,158	75,260	82,873	76,158
<b>Equity</b>		<b>4,330,918</b>	<b>4,341,465</b>	<b>3,687,157</b>	<b>4,330,918</b>	<b>4,341,465</b>	<b>3,687,157</b>
Capital	17.1	5,379,189	5,379,189	4,219,824	5,379,189	5,379,189	4,219,824
Capital reserve		-	-	1,006	-	-	1,006
Treasury shares	17.2	(263,760)	(263,760)	(263,760)	(263,760)	(263,760)	(263,760)
Profit reserves		-	-	148,666	-	-	148,666
Equity valuation adjustment	17.3	(511,122)	(538,263)	(451,076)	(511,122)	(538,263)	(451,076)
Retained losses		(235,174)	(215,701)	52,797	(235,174)	(215,701)	52,797
Loss for the period	17.4	(18,215)	-	-	(18,215)	-	-
<b>Total liabilities and equity</b>		<b>15,734,584</b>	<b>16,426,603</b>	<b>16,640,538</b>	<b>15,760,065</b>	<b>16,436,197</b>	<b>16,748,931</b>

The accompanying notes are an integral part of this condensed interim financial information.



## IRB-Brasil Resseguros S.A.

### Condensed statements of profit or loss

For the three and nine-month periods ended September 30, 2023 and 2022

R\$ in thousands

	Note	Quarter				YTD			
		Parent company		Consolidated		Parent company		Consolidated	
		July 1 to September 30, 2023 (Restated)	July 1 to September 30, 2022 (Restated)	July 1 to September 30, 2023 (Restated)	July 1 to September 30, 2022 (Restated)	January 1 to September 30, 2023 (Restated)	January 1 to September 30, 2022 (Restated)	January 1 to September 30, 2023 (Restated)	January 1 to September 30, 2022 (Restated)
Reinsurance revenue	18.1	1,422,427	1,884,179	1,422,427	1,884,179	4,372,800	5,274,196	4,372,800	5,274,196
Reinsurance service expenses	18.1	(1,024,578)	(2,101,542)	(1,024,578)	(2,101,542)	(3,253,051)	(5,416,376)	(3,253,051)	(5,416,376)
Net expenses from retrocession contracts	18.1	(395,519)	(216,077)	(395,519)	(216,077)	(1,288,951)	(1,059,777)	(1,288,951)	(1,059,777)
<b>Reinsurance service result</b>		<b>2,330</b>	<b>(433,440)</b>	<b>2,330</b>	<b>(433,440)</b>	<b>(169,202)</b>	<b>(1,201,957)</b>	<b>(169,202)</b>	<b>(1,201,957)</b>
Net finance income or expense from reinsurance operations	18.3	(342,515)	(217,879)	(342,515)	(217,879)	(232,410)	187,434	(232,410)	187,434
Net finance income or expense from retrocession operations	18.3	113,973	50,740	113,973	50,740	42,160	(58,963)	42,160	(58,963)
<b>Net financial result of operations</b>		<b>(228,542)</b>	<b>(167,139)</b>	<b>(228,542)</b>	<b>(167,139)</b>	<b>(190,250)</b>	<b>128,471</b>	<b>(190,250)</b>	<b>128,471</b>
Investment return	18.2	295,978	205,506	311,339	221,704	306,086	271,562	353,072	314,834
Other finance income or expenses	18.2	(12,803)	7,833	(13,390)	8,843	(31,643)	(7,716)	(29,411)	(6,557)
<b>Net financial result</b>		<b>54,633</b>	<b>47,200</b>	<b>59,407</b>	<b>63,208</b>	<b>84,193</b>	<b>392,317</b>	<b>133,411</b>	<b>436,748</b>
Administrative expenses		(4,521)	(2,079)	(5,663)	(4,274)	(14,013)	(5,056)	(21,426)	(9,740)
Tax expenses		(1,298)	(1,680)	(2,214)	(2,882)	(5,274)	(2,968)	(8,647)	(6,019)
Share of profit of equity-accounted investees	18.4	10,051	35,736	99	24,190	33,669	43,073	715	11,484
<b>Net income before taxes</b>		<b>61,195</b>	<b>(354,263)</b>	<b>62,959</b>	<b>(353,198)</b>	<b>(70,627)</b>	<b>(774,591)</b>	<b>(65,149)</b>	<b>(769,484)</b>
Income tax (IRPJ) and social contribution (CSLL)	18.5	(17,552)	140,232	(19,316)	139,167	52,412	364,795	46,934	359,688
<b>Net income (loss) for the period</b>		<b>43,643</b>	<b>(214,031)</b>	<b>43,643</b>	<b>(214,031)</b>	<b>(18,215)</b>	<b>(409,796)</b>	<b>(18,215)</b>	<b>(409,796)</b>
Loss per share - basic and diluted (in reais)	17.4	(0.22)	(8.85)	(0.22)	(8.85)	(0.22)	(8.85)	(0.22)	(8.85)

The accompanying notes are an integral part of this condensed interim financial information.



# IRB-Brasil Resseguros S.A.

## Condensed statements of comprehensive income Periods ended September 30, 2023 and 2022 R\$ in thousands

	Note	Quarter		YTD	
		Parent Company and Consolidated		Parent Company and Consolidated	
		July 1 to September 30, 2023 (Restated)	July 1 to September 30, 2022 (Restated)	January 1 to September 30, 2023 (Restated)	January 1 to September 30, 2022 (Restated)
Net income (loss) for the period		43,643	(214,031)	(18,215)	(409,796)
<b>Other comprehensive income</b>					
<b>Items that are or may be reclassified subsequently to profit or loss</b>					
Cumulative translation adjustments	17.3	(11,912)	(356)	(36,636)	12,220
<b>Securities measured at FVOCI (former available-for-sale)</b>					
Changes in the fair value of financial assets in the period		-	(2,175)	-	(137,992)
Amount reclassified from equity to profit or loss for the year of financial assets		-	(2,570)	-	(5,630)
<b>Securities - FVOCI</b>					
Changes in the fair value of financial assets - FVOCI	17.3	(30,702)	-	60,936	-
Amount reclassified from equity to profit or loss for the year of marketable securities - FVOCI	17.3	279	-	(9,819)	-
Expected credit losses for financial assets measured at FVOCI		849	-	(1,327)	-
Income tax and social contribution		11,829	6,626	(20,203)	61,604
<b>Total</b>		<b>(29,657)</b>	<b>1,525</b>	<b>(7,049)</b>	<b>(69,998)</b>
<b>Items that will not be reclassified to profit or loss</b>					
<b>Post-employment benefits</b>					
Remeasurement of post-employment benefit obligations	19.4	20,911	(45,202)	23,331	(52,600)
Income tax and social contribution		(8,364)	18,081	(9,332)	21,040
<b>Total</b>		<b>12,547</b>	<b>(27,121)</b>	<b>13,999</b>	<b>(31,560)</b>
<b>Total other comprehensive income</b>		<b>(17,110)</b>	<b>(25,596)</b>	<b>6,950</b>	<b>(101,558)</b>
<b>Total comprehensive income for the period</b>		<b>26,533</b>	<b>(239,627)</b>	<b>(11,265)</b>	<b>(511,354)</b>

The accompanying notes are an integral part of this condensed interim financial information.



## IRB-Brasil Resseguros S.A.

Condensed statements of changes in equity  
Periods ended September 30, 2023 and 2022  
R\$ in thousands

	Capital			Profit reserves						
	Capital	Capital increase pending approval	Expenditure for share issue	Capital reserves	Treasury shares	Legal	Statutory profit reserve	Equity valuation adjustment	Retained earnings	Equity
<b>Balance at January 1, 2022, as previously reported</b>	4,253,080	-	(33,556)	1,006	(283,760)	148,666	-	(451,076)	-	3,634,360
Adjustment on initial application of CPC 50 / IFRS 17, net of tax	-	-	-	-	-	-	-	-	52,797	52,797
<b>Restated balance at January 1, 2022</b>	4,253,080	-	(33,556)	1,006	(283,760)	148,666	-	(451,076)	52,797	3,687,157
<b>Comprehensive income</b>										
Adjustment to market value of securities	-	-	-	-	-	-	-	(82,218)	-	(82,218)
Cumulative translation adjustments	-	-	-	-	-	-	-	12,220	-	12,220
Actuarial gains on post-employment benefit	-	-	-	-	-	-	-	(31,560)	-	(31,560)
Net income (loss) for the period	-	-	-	-	-	-	-	-	(409,796)	(409,796)
<b>Total comprehensive income (restated)</b>	-	-	-	-	-	-	-	(101,558)	(409,796)	(511,354)
<b>Contributions from shareholders and distributions to shareholders</b>										
Capital increase	-	1,200,000	(33,283)	-	-	-	-	-	-	1,166,717
Reversal of unclaimed interest on capital and dividends	-	-	-	-	-	-	2,569	-	-	2,569
<b>Total contributions from shareholders and distributions to shareholders</b>	-	1,200,000	(33,283)	-	-	-	2,569	-	-	1,169,286
<b>Restated balance at September 30, 2022</b>	4,253,080	1,200,000	(66,839)	1,006	(283,760)	148,666	2,569	(552,634)	(356,999)	4,345,089
<b>Restated balance at January 1, 2023</b>	4,253,080	1,200,000	(73,891)	-	(283,760)	-	-	(538,263)	(215,701)	4,341,465
Adjustment on initial application of CPC 48 / IFRS 9 (Note 1.4.2(a))	-	-	-	-	-	-	-	20,191	(19,473)	718
<b>Restated balance at January 1, 2023</b>	4,253,080	1,200,000	(73,891)	-	(283,760)	-	-	(518,072)	(235,174)	4,342,183
<b>Comprehensive income</b>										
Adjustment to market value of securities	-	-	-	-	-	-	-	30,914	-	30,914
Impairment loss on financial assets	-	-	-	-	-	-	-	(1,327)	-	(1,327)
Cumulative translation adjustments	-	-	-	-	-	-	-	(36,636)	-	(36,636)
Actuarial gains on post-employment benefit	-	-	-	-	-	-	-	13,999	-	13,999
Net income (loss) for the period	-	-	-	-	-	-	-	-	(18,215)	(18,215)
<b>Total comprehensive income (restated)</b>	-	-	-	-	-	-	-	6,950	(18,215)	(11,265)
<b>Contributions from shareholders and distributions to shareholders</b>										
CGRAJ/SUSEP Ordinance 1,485 of June 20, 2023	1,200,000	(1,200,000)	-	-	-	-	-	-	-	-
<b>Total contributions from shareholders and distributions to shareholders</b>	1,200,000	(1,200,000)	-	-	-	-	-	-	-	-
<b>Restated balance at September 30, 2023</b>	5,453,080	-	(73,891)	-	(283,760)	-	-	(511,122)	(253,389)	4,330,918

The accompanying notes are an integral part of this condensed interim financial information.



# IRB-Brasil Resseguros S.A.

## Condensed statements of cash flows – (Indirect method)

Periods ended September 30, 2023 and 2022

R\$ in thousands

	Parent company		Consolidated	
	September 30, 2023 (Restated)	September 30, 2022 (Restated)	September 30, 2023 (Restated)	September 30, 2022 (Restated)
Loss for the period	(18,215)	(409,796)	(18,215)	(409,796)
<b>Adjustments to net income</b>				
Depreciation and amortization	41,666	37,589	41,685	37,625
Increase (reversal) of impairment loss on investments	(40)	15,891	(40)	15,891
Loss on disposal of property and equipment, intangible assets and ownership interests	(28)	(24,157)	(28)	(19,797)
Share of profit of equity-accounted investees	(33,602)	(32,655)	-	-
Net foreign exchange gains (losses) on assets and liabilities	(19,094)	(170,894)	(19,094)	(170,894)
Increase of impairment loss	6,282	-	6,282	-
Other adjustments	4,602	(5,315)	11,535	(4,795)
Adjusted net income (loss) for the period	(18,429)	(589,337)	22,125	(551,766)
<b>Operating activities</b>				
<b>Changes in asset and liability accounts</b>				
Financial Assets	359,097	(968)	340,073	42,512
Trade and other receivables	(69,027)	(369,447)	(113,409)	(371,002)
Tax credits and deferred tax assets	(13,024)	(111,404)	(12,929)	(67,941)
Prepaid expenses	(2,244)	(2,522)	(2,375)	(2,962)
Retrocession contract assets	241,200	697,195	241,200	697,195
Court deposits	(16,732)	(18,664)	(16,732)	(18,664)
Reinsurance and retrocession contract liabilities	(621,125)	(995,227)	(621,125)	(995,227)
Trade payables	(620)	11,622	15,105	27,824
Taxes and payroll charges payable	8,220	19,526	8,226	32,619
Labor provisions	5,302	5,744	5,374	5,790
Provisions for post-employment benefits	12,798	(50,840)	12,798	(50,840)
Income tax and social contribution	9,023	163,075	9,105	55,560
Third-party deposits	47,843	(22,184)	47,843	(22,184)
Other payables	(16,934)	(22,405)	(16,934)	(22,405)
Provision for lawsuits	(7,613)	1,785	(7,613)	1,785
Borrowings and financing	102,538	140,904	102,538	140,904
<b>Cash used in operating activities</b>	<b>20,273</b>	<b>(1,143,147)</b>	<b>13,270</b>	<b>(1,098,802)</b>
Income tax and social contribution paid	(18,294)	(12,068)	(18,294)	(25,243)
Interest paid	(52,202)	(42,756)	(52,202)	(42,756)
<b>Net cash used in operating activities</b>	<b>(50,223)</b>	<b>(1,197,971)</b>	<b>(57,226)</b>	<b>(1,166,801)</b>
<b>Investing activities</b>				
<b>Changes in asset and liability accounts</b>				
Dividends Received	38,938	23,659	38,938	-
Increase in the capital of investee	(714)	(11,047)	(714)	-
Acquisition and sale of property and equipment	(15,311)	81,898	(15,311)	81,898
Acquisition of intangible assets	(46,313)	(32,710)	(46,313)	(32,710)
<b>Cash from (used in) investing activities</b>	<b>(23,400)</b>	<b>61,800</b>	<b>(23,400)</b>	<b>49,188</b>
<b>Financing activities</b>				
<b>Changes in asset and liability accounts</b>				
Capital increase	-	1,200,000	-	1,200,000
Expenditure for share issue	-	(33,283)	-	(33,283)
Distribution of dividends and interest on shareholders' equity	-	(11)	-	(11)
Debenture issue	100,000	-	100,000	-
Expenditure for debenture issue	(7,813)	-	(7,813)	-
Leases	(3,005)	(805)	(3,005)	(805)
<b>Net cash from financing activities</b>	<b>89,182</b>	<b>1,165,901</b>	<b>89,182</b>	<b>1,165,901</b>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>15,559</b>	<b>29,730</b>	<b>8,556</b>	<b>48,288</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>6,119</b>	<b>8,231</b>	<b>17,793</b>	<b>38,774</b>
<b>Effects of exchange rate fluctuations on cash and cash equivalents</b>	<b>(18,473)</b>	<b>(25,235)</b>	<b>(18,474)</b>	<b>(25,236)</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>3,205</b>	<b>12,726</b>	<b>7,875</b>	<b>61,826</b>

The accompanying notes are an integral part of this condensed interim financial information.



## IRB-Brasil Resseguros S.A.

Condensed statements of added value  
Periods ended September 30, 2023 and 2022  
R\$ in thousands

	Parent company		Consolidated	
	Balances as at September 30, 2023 (Restated)	September 30, 2022 (Restated)	Balances as at September 30, 2023 (Restated)	September 30, 2022 (Restated)
<b>Revenues</b>				
Insurance operations	4,372,800	5,274,196	4,372,800	5,274,196
<b>Net revenue</b>	<b>4,372,800</b>	<b>5,274,196</b>	<b>4,372,800</b>	<b>5,274,196</b>
<b>Expenses</b>				
Reinsurance service expenses	(3,006,076)	(5,186,903)	(3,006,076)	(5,186,903)
Net expenses from retrocession contracts	(1,288,951)	(1,059,777)	(1,288,951)	(1,059,777)
	<b>(4,295,027)</b>	<b>(6,246,680)</b>	<b>(4,295,027)</b>	<b>(6,246,680)</b>
<b>Inputs acquired from third parties</b>				
Materials, energy and other	(40,232)	(21,417)	(40,402)	(21,578)
Third-party services	(45,984)	(51,438)	(46,351)	(52,295)
	<b>(86,216)</b>	<b>(72,855)</b>	<b>(86,753)</b>	<b>(73,873)</b>
<b>Gross amount used</b>	<b>(8,443)</b>	<b>(1,045,339)</b>	<b>(8,980)</b>	<b>(1,046,357)</b>
Depreciation	(41,666)	(37,589)	(41,685)	(37,625)
<b>Net amount used produced by the company</b>	<b>(50,109)</b>	<b>(1,082,928)</b>	<b>(50,665)</b>	<b>(1,083,982)</b>
<b>Added value received in transfer</b>				
Financial result	84,193	392,317	133,411	436,748
Share of profit of equity-accounted investees	33,602	32,655	-	-
Other transfers received - proceeds from investment properties and sale of property and equipment	67	10,418	715	11,484
Other	-	-	(3,661)	(1,957)
	<b>117,862</b>	<b>435,390</b>	<b>130,465</b>	<b>446,275</b>
<b>Total added (used) value to be distributed</b>	<b>67,753</b>	<b>(647,538)</b>	<b>79,800</b>	<b>(637,707)</b>
<b>Distribution of added value (used)</b>				
Personnel	133,106	124,085	136,302	125,758
Taxes, fees and contributions	(47,138)	(361,827)	(38,287)	(353,669)
Losses incurred for the period	(18,215)	(409,796)	(18,215)	(409,796)
<b>Distributed added value</b>	<b>67,753</b>	<b>(647,538)</b>	<b>79,800</b>	<b>(637,707)</b>

The accompanying notes are an integral part of this condensed interim financial information.



Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

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## Section A – General information

### 1.1 Operations

IRB-Brasil Resseguros S.A., "IRB Re" or "Company", is a Brazilian publicly-held company incorporated in 1939 by the then President Getúlio Vargas, with its registered office at Avenida República do Chile, 330, in the city of Rio de Janeiro, and offices in São Paulo, Brasília and London. The Company's shares are traded on B3 S.A - Brasil, Bolsa, Balcão (B3).

The Argentinean branch started its operations on September 1, 2011; in 2022, the Company implemented a plan for optimization of the capital allocated to such subsidiary aimed to no longer underwrite new risks in the Local Reinsurer, thus recording new businesses in the Admitted Reinsurer. In line with the Company's strategy, the transactions originated in Latin America remain fundamental to the development and diversification of IRB Re's businesses.

The branch in London manages the runoff of the portfolios which the Company used to operate. Management started negotiations over the sale of the runoff of the portfolio, aimed to reduce the current regulatory and capital requirements, and expects to complete them in the following months.

The parent company and consolidated condensed interim financial information as at September 30, 2023 was approved by the Company's Board of Directors on March 28, 2024.

#### 1.1.1 Going concern

In the second quarter of 2022, the Company had insufficient coverage for minimum capital requirement and technical reserves. These requirements are necessary as the Company is under a local regulatory authority (SUSEP), which determines some practices that the company has to follow. Therefore, as provided in the regulatory framework, during the second half of 2022, the Company devised and implemented the coverage regularization plan (PRC) for sufficiency, and most of its actions gave rise to positive effects on the coverage of minimum capital requirement, not needing to submit a solvency regularization plan (PRS). On January 9, 2023, the regulatory body noted that the Company succeeded in meeting the targets set in the PRC, restoring the sufficiency in the regulatory ratio.

Giving continuity to this process and focused on a vision for the future, IRB Re has a dedicated structure, in compliance with the regulatory requirements and performing an active role in the management of this risk.

As at September 30, 2023, the Company had sufficiency in regulatory ratios, R\$ 588,650 of adjusted equity sufficiency (R\$ 18,125 as at December 31, 2022) and R\$ 607,557 of guarantee sufficiency (R\$ 332,071 as at December 31, 2022). The structural actions related to the business are guiding the Company to obtain sustainable results, therefore, Management is not aware and does not consider any material uncertainty that may cast significant doubt upon its ability to continue as a going concern.

Accordingly, the condensed interim financial information has been prepared on a going concern basis.

### 1.2 Additional information

#### 1.2.1 Impacts caused by the new coronavirus (COVID-19)



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

In response to the global COVID-19 pandemic in 2020, the Company adopted many measures for protecting the health of its employees and the stability of its operations.

In the period, according to the information contained in the claim reports received from cedants, IRB Re recorded losses of R\$ 45,679 in claims related to COVID-19 (R\$ 179,220 in the nine-month period of 2022), according to the chart below:

	September 30, 2023	December 31, 2022
Life	28,428	202,645
Property and Casualty	17,228	18,378
Financial risks	23	19
Other	-	7,122
	<b>45,679</b>	<b>228,164</b>

Since the beginning of the pandemic in Brazil, from February 2020 to September 2023, the Company has recorded a loss of R\$ 682,623 in retained claims related to COVID-19. These losses are substantially represented by the Life line, where causes of deaths were identified to be related to the COVID-19 virus according to the inspection of death registers of policyholders or other documents that are reviewed in the claim adjustment process.

In the group of Life lines (life insurance) the coverage for the pandemic risk used to be excluded from most of the contracts signed with the cedants in Brazil. However, considering the demand for the individual life insurance product with pandemic risk coverage since March 2020, notably by the Brazilian Insurers, the Company has started to price and offer this coverage from the renewals of our contracts. In some international businesses, the pandemic risk coverage was provided. The expenses for reported claims retained due to the deaths caused by COVID-19 in the period, in all geographies where the Company operates, represented R\$ 28,428 (R\$ 169,669 for the nine-month period in 2022).

### 1.2.2 Developments of the investigation regarding the shareholder's interests

On March 4, 2020, IRB Re's Board of Directors determined the establishment of a procedure for investigating the exact circumstances under which the disclosure of information by the Company concerning its shareholder's interests had occurred. On June 26, 2020, an independent investigation conducted with the support of forensic expert consultants into the disclosure of information on the Company's shareholder's interests was completed. This investigation found those responsible for disseminating inaccurate information on the Company's shareholder's interests, who performed these irregular acts, individually, in absolute breach of their regular management powers as Statutory Officers of the Company.

Additionally, the Company detected irregularities in the payment of bonuses to former Officers and other employees of IRB Re through its wholly-owned subsidiary that performs real estate operations. The Company also found that in February and March 2020 the Company's shares were repurchased in excess of the quantities authorized by the Board of Directors by 2,850,000 shares.

All of these operations were performed without the knowledge of IRB Re's Board of Directors, and those who were primarily responsible for all the identified irregularities are no longer employed by the Company.

Upon conclusion of the internal investigation, IRB Re's Management submitted the results of all of the investigations to the Federal Public Attorney's Office of the state of Rio de Janeiro, the Brazilian



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

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Securities and Exchange Commission (CVM) and the Superintendence of Private Insurance (SUSEP). The Company is cooperating with the investigations that the pertinent authorities are currently conducting, providing the required clarifications, as well as all the required information and documents. The Company has also adopted the appropriate legal measures to recover the losses that it suffered due to illegal conduct identified and engaged by the involved individuals, particularly by filing an arbitration procedure against the former Statutory Officers of the Company, which was duly approved by the shareholders at the Annual and Extraordinary Shareholders' Meeting of 2020, held on July 31, 2020, aiming to hold such former Statutory Officers of the Company liable.

It was also approved the bringing of an action against the former Statutory Executive Officers of subsidiary IRB Investimentos e Participações Imobiliárias S.A. (IRB Par). Additionally, it is worth noting that the Legal, Accounting and Finance areas of the Company assumed their respective duties in the scope of the operating activities performed by such subsidiary, which merger process was completed through the Extraordinary Shareholders' Meeting of IRB Re (acquirer), held on September 30, 2022.

Moreover, on April 18, 2022, the U.S. Department of Justice (DOJ) and the U.S. Securities and Exchange Commission (SEC) disclosed the progress of the criminal and civil actions against the former Chief Financial and Investor Relations Vice-President Executive Officer ("Ex-CFO") of the Company, who represented the Company at meetings with U.S. investors in the first quarter of 2020, for the supposed untrue statement made about the shareholding of the Company and potential investments in the Company by third parties, which allegedly constitute capital markets fraud, under the terms of the U.S. legislation.

After many negotiations with these US authorities, the Company entered on April 20, 2023 with the DoJ into a Non-Prosecution Agreement ("DoJ Agreement"), as well as an additional agreement with the SEC ("SEC Agreement"), both having as subject matter the untrue information that Berkshire Hathaway would be a shareholder of the Company, disclosed by the Ex-CFO in the US territory, between February and March 2020.

Based on the terms and deadlines established in the DoJ Agreement, on May 2, 2023 the Company provided the amount of USD 5,000,000.00 (five million dollars) to the DoJ, which will be held in trust by an administrator timely chosen by the DoJ and shall be used for paying damages to the Company's shareholders who sold their shares on March 4, 2020. The rules, proceedings and procedures shall be soon defined by the DoJ so that such shareholders are able to claim such damage payment.

In relation to the SEC Agreement, we stress that the same was formally approved in May 2023 by the U.S. District Court for the Southern District of New York.

It is worth noting that, in view of the Company's broad cooperation and remediation in this case, neither Agreements prescribe any monetary penalty and/or expenditure of any other amount in relation to the facts under examination.

In view of the signature of such Agreements, the Company will keep cooperating with the DoJ and SEC, as well as improving its internal controls, governance and compliance practices, besides submitting itself to the periodical monitoring of and reporting to the DoJ for a maximum period of three years.

In the scope of such periodical monitoring process, we inform that the Company has met all commitments and terms agreed with the DoJ.

### 1.3 Basis of preparation

The parent company and consolidated condensed interim financial information has been presented in accordance with the accounting standards issued by the Brazilian Securities Exchange Commission



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

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(CVM). This is the first presentation of the Company's condensed interim financial information applying the CPC 50 / IFRS 17 - Insurance Contracts and CPC 48/IFRS 9 - Financial Instruments, and change of the cash flow statements to the indirect method, which represents a change in accounting policies, and, as a result, the Company restated the previously published amounts, including the comparative balances. The nature and effects of the main changes in the Company's accounting policies, resulting from the adoption of CPC 50 / IFRS 17 and CPC 48 / IFRS 9, are summarized in Note 1.4.

The parent company condensed interim financial information is being restated in accordance with CPC 21(R1) and the consolidated condensed interim financial information in accordance with CPC 21(R1) and the international standard IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board (IASB). In compliance with CPC 21 (R1) - Interim Financial Reporting and with IAS 34, in the Management's assessment of the material impact of the information to be disclosed, the notes described below are not being presented or are being presented in condensed format:

- Accounting practices and policies;
- Key accounting estimates and assumptions;
- Property and equipment;
- Intangible assets;
- Provisions for taxes and contributions;
- Labor provisions.

The preparation of parent company and consolidated condensed interim financial information requires the use of certain critical accounting estimates and exercise of judgment by the Company's Management in applying the accounting policies of the Company.

The accounting balances corresponding to the Argentina and London branches are recognized in the parent company and consolidated balances of the Company.

### 1.3.1 Consolidation

The Company consolidates all entities that it controls, that is, when it is exposed to, or has rights to, variable returns from its involvement with the investee and has power to direct its relevant activities.

The subsidiaries included in consolidation are described in Note 4.2.

The Company controls an entity when it is exposed to or has a right over the variable returns arising from its involvement with the entity and has the ability to affect those returns exerting its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements as from the date the Company obtains the control until the date such control ceases.

In the parent company's condensed interim financial information, the financial information on subsidiaries is recognized under the equity method.

### 1.3.2 Controlled entities

As of September 30, 2022, the Company holds direct control over the companies IRB Chile Empreendimentos Imobiliários SPE S.A, IRB Renda Empreendimentos Imobiliários SPE S.A, IRB Uso Empreendimentos Imobiliários SPE S.A and IRB Santos Dumont Empreendimentos Imobiliários SPE S.A., which concentrate IRB Re's investment properties.

IRB Asset Management provides security portfolio management services, through fund portfolios, investment clubs and other similar modalities, besides carrying out other asset management-related



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

services or activities, under the terms of Resolution 21 of February 26, 2021 and further amendments of CVM. At present, the subsidiary manages most of the Company's exclusive funds.

The information on subsidiaries is shown below:

	Assets	Liabilities	Equity	Net income (loss) for the year	Interest percentage	Investment as at September 30, 2023
IRB Chile Emp. Imobiliários SPE S.A.	2,177	130	2,047	140	100%	2,047
IRB Renda Emp. Imobiliários SPE S.A.	11,891	58	11,833	553	100%	11,833
IRB Uso Emp. Imobiliários SPE S.A.	390	15	375	(261)	100%	375
IRB Santos Dumont Emp. Imobiliários SPE S.A.	15,041	105	14,936	(510)	100%	14,936
IRB Asset Management	7,812	2,238	5,574	33,680	100%	5,574
<b>Total</b>						<b>34,765</b>

	Assets	Liabilities	Equity	Net income (loss) for the year	Interest percentage	Investment as at December 31, 2022
IRB Chile Emp. Imobiliários SPE S.A.	1,913	6	1,907	(513)	100%	1,907
IRB Renda Emp. Imobiliários SPE S.A.	11,327	47	11,280	658	100%	11,280
IRB Uso Emp. Imobiliários SPE S.A.	497	1	496	(276)	100%	496
IRB Santos Dumont Emp. Imobiliários SPE S.A.	15,091	219	14,872	(745)	100%	14,872
IRB Asset Management	12,927	2,095	10,832	40,738	100%	10,832
<b>Total</b>						<b>39,387</b>

In addition, the Company also holds the totality of the quotas of the following investment funds:

### Funds managed by IRB Asset Management:

- Fundo de Investimento RF IRB Re Absoluto
- IRB Fundo de Investimento Renda Fixa
- IRB Fundo de Investimento em Ações
- IRB Caixa Fundo de Investimento Renda Fixa
- IRB Macro Fundo de Investimento Multimercado
- IRB London Fundo de Investimento Multimercado
- IRB Fundo de Investimento Renda Fixa Crédito Privado

### Funds managed by other investment management firms:

- BB IRB Re Liquidez Fundo de Investimento Renda Fixa
- Parking Partners Fundo de Investimento Imobiliário – FII
- BRZ IRB Fundo de Investimento Renda Fixa Crédito Privado
- VINCI IRB Crédito Fundo de Investimento Renda Fixa Crédito Privado
- VINLAND Institucional I Fundo de Investimentos em Ações

The Company's consolidated condensed interim financial information has been prepared to consolidate the above-mentioned exclusive investment funds and its subsidiaries.

## 1.4 Change in material accounting policies

As of January 1, 2023, the Company started to apply CPC 50 / IFRS 17 – "Insurance Contracts" and CPC 48 / IFRS 9 – "Financial Instruments". These standards give rise to important changes in the measurement and recognition of contracts for insurance, reinsurance and financial instruments, and have a significant impact on the condensed interim financial information in the initial application period.

### 1.4.1. CPC 50 / IFRS 17 – Insurance Contracts



Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

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**CPC 50 / IFRS 17 – Insurance Contracts:** The International Accounting Standard Board (IASB) issued a new comprehensive standard for all companies that issue insurance and reinsurance contracts and prepare their financial statements according to the International Financial Reporting Standards (IFRS). This standard, which supersedes CPC11 / IFRS 4, is effective for the reporting years beginning on or after January 1, 2023, and requires the restatement of the comparative balances. These changes are present in this condensed interim financial information.

As of the transition date of such standard on January 1, 2022, the criteria for recognition, measurement and disclosure of reinsurance contracts are adopted according to CPC 50 / IFRS 17 Insurance Contracts. The objective is to ensure that the entity provides relevant information that represents those contracts. This information gives a basis for users of financial statements to assess the effect that reinsurance contracts have on the financial position, financial performance and cash flows arising from reinsurance contracts.

### i. Insurance Contract

CPC 50 / IFRS 17 establishes principles for the recognition, measurement, presentation and disclosure of insurance and reinsurance contracts issued. It also requires that these principles are applied to reinsurance and retrocession contracts.

Insurance contract is defined, by the standard, as a contract under which one party (the issuer) accepts significant insurance risk from another party (the policyholder) by agreeing to compensate the policyholder if a specified uncertain future event (the insured event) adversely affects the policyholder. According to CPC 50 / IFRS 17, reinsurance contracts are grouped for measurement purposes. The groups of contracts are initially determined by identifying the portfolios of contracts issued and held. A portfolio comprises contracts subject to similar risks and managed together.

The Company reviewed its reinsurance contracts that could contain one or more components that would be within the scope of another pronouncement if they were separate contracts. For example, the reinsurance contract may include an investment component or service component that is not reinsurance contract (or both) and did not identify any component in its contracts that should be recognized separately. After that, it identified its portfolios of reinsurance and retrocession contracts based on the current internal business management structure, considering relevant aspects such as: contract pricing, reserve management, and product management.

Besides the monitoring at the business division level, the Company also separately monitors their results according to the geography of risk acceptance, classifying them into separate segments in its financial statements. These segments are represented by “Brazil” for the risks accepted in the local market, and “Abroad” for the risks accepted in the international market. This criterion was considered when forming its reinsurance and retrocession portfolios. The only exception is the London branch, which will comprise a separate portfolio.

Management determined the breakdown of its portfolios for risks accepted and ceded into 19 levels:



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

Domestic	Exterior
Agriculture	Agriculture
Aviation	Aviation
Casualty	Casualty
Financial risks	Financial risks
Life	Life
Marine	Marine
Motor	Motor
Property	Property
Special risks	Special risks
	London branch

Each portfolio of reinsurance contracts is divided into three levels of expected profitability:

- Group of contracts that are onerous on initial recognition;
- Group of contracts that on initial recognition have no significant possibility of becoming onerous subsequently; and
- Group of remaining contracts.

Each retrocession portfolio is assessed in the same way as the reinsurance portfolio is, except when the references to onerous contracts are replaced by contract on which a net gain on retrocession purchase is expected.

The Company assessed its portfolio and did not identify any contract on which a net gain is expected or that there is no significant possibility of having a net gain on initial recognition. Accordingly, the retrocession portfolios are classified as a group of remaining contracts.

A group of reinsurance contracts is recognized in the beginning of the coverage period, that is, period during which the Company provides services in relation to all premiums within the boundary of the contract.

When the contract is recognized, it is added to an existing group of contracts, or, if the contract does not qualify for inclusion in an existing group, it forms a new group to which future contracts will be added. Groups of contracts are established on initial recognition, and once all contracts are added to the group, its composition is not reassessed.

Contracts are grouped in annual harvests according to the underwriting year.

### ii. Contract boundaries

The measurement of a group of reinsurance and retrocession contracts includes all cash flows within the boundary of each contract in the group.



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

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The substantive obligation of providing coverage may extend the boundary of a contract. In the automatic reinsurance contracts, for example, the policies issued during the effective period of a contract may have their effective period expiring after the coverage of such reinsurance contract.

In this case, the obligation of providing coverage is extended until the expiration of the effective period of the last covered policy, and, therefore, the cash flows will be projected considering such extended coverage period.

The cash flows of reinsurance are within the boundary of a contract if they arise from the substantive rights and obligations that exist during the reporting period in which the Company can compel the policyholder to pay the premiums or in which the Company has a substantive obligation to provide the policyholder with services. The substantive obligation to provide services ends when the Company:

- Has the practical ability to reassess the risks of the particular policyholder and, as a result, can set a price or level of benefits that fully reflects those risks; and
- Has the practical ability to reassess the risks of the portfolio of reinsurance contracts that contains the contract and can set a price or level of benefits that fully reflects the risk of that portfolio; and the pricing of the premiums up to the date when the risks are reassessed does not take into account the risks that relate to periods after the reassessment date.

For retrocession contracts, the cash flows are within the boundary of the contract if they arise from the substantive rights and obligations that exist during the reporting period when the Company is required to pay amounts to the retrocessionaire or has a substantive right to receive services from the retrocessionaire. The substantive right to receive services ends when the retrocessionaire:

- Has the practical ability to reassess the ceded risks and can set a price or level of benefits that fully reflects those risks; and
- Has the substantive right to terminate the coverage.

The Company checked the boundaries of the new standard CPC 50 / IFRS 17 and did not identify any significant change as compared to those already applied from the CPC 11/IFRS 4 perspective.

### iii. Measurement model

The measurement of a group of reinsurance and retrocession contracts includes all cash flows within the boundary of each contract in the group.

CPC 50 / IFRS 17 establishes certain approaches for the measurement of groups of reinsurance contracts issued and retrocession contracts:

- General Measurement Model (BBA) (default model): applicable to any type of reinsurance contract issued or retrocession contract.
- Premium Allocation Approach (PPA) (simplified model): optional approach for contracts with coverage of 12 months or less, or which results are significantly different from those had the default model been adopted.

The Company adopts the general model, BBA, for measurement of all of its groups of reinsurance and retrocession contracts.

### iv. Measurement of contracts according to the BBA



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On initial recognition, the Company measures a group of reinsurance contracts as the total of (a) fulfillment cash flows, which comprise the estimates of future cash flows, adjusted to reflect the time value of money and the associated financial risks, and the risk adjustment for non-financial risk; and (b) the contractual service margin (CSM).

**- Estimates of cash flows:** projections of cash flows, which shall include the expected value of a range of scenarios that reflects the full range of possible outcomes of inflows and outflows within the contract boundaries that directly refer to the contract fulfillment. They also include the acquisition cash flows arising from costs of sales, underwriting and beginning of the group of contracts that are directly attributable to the portfolio of reinsurance contracts to which the group belongs. When estimating future cash flows, the Company incorporates, in an unbiased way, all reasonable and supportable information that is available without undue cost or effort at the reporting date. This information includes both internal and external historical data about claims and other experiences updated to reflect the Company's best estimate of current expectations of future events.

The reinsurance acquisition cash flows arise from the activities of selling, underwriting and starting a group of contracts that are directly attributable to the portfolio of contracts to which the Company belongs. Other costs that are incurred in fulfilling the contracts include:

- Claim handling, maintenance and administration costs.
- Recurring commissions payable on instalment premiums receivable within the contract boundary.
- Income tax and other costs specifically chargeable to the policyholders under the terms of the contracts.
- Costs of claims of assumed contracts.
- Costs of claim-related expenses.

The reinsurance acquisition cash flows and other costs that are incurred in fulfilling contracts comprise both direct costs and an allocation of fixed and variable overheads.

Cash flows are attributed to acquisition activities, other fulfilment activities and other activities using activity-based costing techniques. Cash flows attributable to acquisition and other fulfilment activities are allocated to groups of contracts using methods that are systematic and rational and are consistently applied to all costs that have similar characteristics. The Company generally allocates reinsurance acquisition cash flows to groups of contracts based on percentages established in contract. Other costs are recognized in profit or loss as they are incurred.

CPC 50 / IFRS 17 requires that the Company allocates, as part of fulfillment cash flows of reinsurance and retrocession contracts, the fixed and variable overheads (such as the costs of accounting, human resources, information technology and support, building depreciation, rent, and maintenance and utilities) that are directly attributable to fulfilling contracts and that are within the boundaries of the cash flow projection. As a result of this allocation criterion, the total administrative expenses that is not directly attributable to contracts is R\$ 21,426 (R\$ 9,740 in 2022).

**- Discount rates (adjustment of the time value of money):** the future cash flows are adjusted to reflect the time value of money and the related financial risks. The adopted discount rate is consistent with the observable market prices and reflect the characteristics of the cash flows and liquidity of the contract.

CPC 50 / IFRS 17 does not provide only one estimation technique to obtain the discount rates. However, the standard specifies that a top-down or bottom-up approach can be used:



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- Top-down (cash flows vary based on the return of an underlying item);
- Bottom-up (cash flows do not vary based on the return of an underlying item).

The Company decided to adopt the bottom-up approach to estimate the discount rate because it is widely used in the market. In this approach, the risk-free yield curve is adjusted to reflect the differences between the characteristics of the liquidity of the financial instruments that support the rates observed in the market and the characteristics of the liquidity of contracts. Thus, the Company established that for estimating the discount rate the following risk-free rates available in the market will be used, according to the currency of the reinsurance contract:

- Term Structure of Interest Rate (ETTJ) Fixed Rate (methodology of the Brazilian Association of Financial and Capital Market Entities (ANBIMA)) for reinsurance contracts issued in reais.
- Term Structure of Interest Rate (ETTJ) Currency (methodology of the Superintendence of Private Insurance (SUSEP)) for reinsurance contracts issued in dollar.
- EIOPA risk-free interest rate (European Insurance and Occupational Pensions Authority) for reinsurance contracts issued in Canadian dollar, euro, Colombian peso, Chilean peso, Mexican peso, yuan, pound sterling, Indian rupee, Japanese yen, South Korean won, Norwegian krone, and Russian ruble.
- For contracts issued in Argentinean peso and Peruvian sol, in view of the unavailability of separate data of future interest curve, as well as the uncertainties of the preparation of risk-free curves with own methodology that faithfully represents the expectation of risk-free future interest rate of such currencies, due to the current economic context, IRB established the base interest rate (equivalent to SELIC) of each currency as at the base calculation date.
- For reinsurance contracts issued in the other currencies, the risk-free interest rate corresponding to the foreign currency with the closest correlation (among those previously described, except for Argentinean peso and Peruvian sol), according to the correlation matrix between currencies, is used.

Additionally, to reflect the differences between the rates observed in the market and the liquidity characteristics of reinsurance contracts, the Company incorporates in the risk-free yield curve the spread observed between the ETTJ IPCA (ANBIMA methodology) and the expected return of the debentures of the secondary market with AAA rating.

The following table shows the yield curves used to discount the cash flows of reinsurance contracts for major currencies:

	Parent Company and Consolidated September 30, 2023					Parent Company and Consolidated September 30, 2022				
	1 year	3 years	5 years	10 years	20 years	1 year	3 years	5 years	10 years	20 years
BRL	11.54%	11.46%	11.95%	12.68%	13.11%	12.95%	11.84%	11.77%	11.77%	11.78%
USD	7.22%	6.88%	6.90%	7.42%	8.36%	5.88%	5.90%	5.90%	5.89%	5.89%
EUR	4.66%	4.14%	3.98%	3.99%	3.90%	2.87%	3.21%	3.29%	3.40%	3.10%
GBP	6.08%	5.55%	5.25%	5.00%	4.97%	5.59%	5.74%	5.41%	4.76%	4.21%

**- Risk adjustment for non-financial risk:** adjustment to the estimate of the present value of the future cash flows to reflect the compensation that the entity requires for bearing uncertainty about the amount and timing of the cash flows that arise from non-financial risk.



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CPC 50 / IFRS 17 does not provide methods for determining the risk adjustment for non-financial risk. Therefore, the Management's judgment is required to determine the appropriate technique for estimating risk adjustment to be used.

The Company decided for the Cost of Capital (CoC) methodology for estimating the risk adjustment for non-financial risk. This method prospectively projects the future capital that the Company requires at the end of each projection period, during the run-off of the existing business, in which an expected rate of return is applied on such capital that will be discounted and added for obtaining the risk adjustment.

The risk adjustments for non-financial risk for life contracts and participation features contracts correspond to the following confidence levels:

The Company estimates the capital required to support the operation in view of the Company's liabilities, and after applying the cost of capital of 15.92%, obtaining the risk adjustment for non-financial risk. The estimated risk adjustment represents the excess of the value at risk in the 64th percentile for 2023, and 76th percentile for 2022 (confidence level), in relation to the estimate of present value of future cash flows.

- **Contractual Service Margin (CSM):** unearned profit that the Company will recognize as it provides services in the future under the reinsurance contracts in the group. The Company shall measure the contractual margin of reinsurance on initial recognition of a group of contracts.

On the initial recognition of a profitable group of reinsurance contracts, the CSM is equal to the sum of:

- Fulfilment cash flows, which are estimates of cash flows, adjustment to reflect the time value of money, and risk adjustment for non-financial risk; and
- Any other cash flows arising from the contracts in the group at that date.

If the sum is a net inflow, the CSM is recognized in profit or loss as services are provided in the period, according to the allocations of coverage units. The determination of coverage units is based on the calculation of remaining exposure, at each calculation date, estimated considering the level of breakdown of contract type, cession base and contract boundary, weighted by premium volume.

If the sum is a net outflow, then the group is onerous and a loss component is created to represent the net cash outflow in liabilities, and the loss is immediately recognized in profit or loss.

The carrying amount of a group of reinsurance contracts at each reporting date is the sum of the liability for remaining coverage and the liability for incurred claims. The liability for remaining coverage comprises (a) the fulfilment cash flows that relate to services that will be provided under the contracts in future periods and (b) any remaining CSM at that date. The liability for incurred claims includes the fulfilment cash flows for incurred claims and expenses that have not yet been paid, including claims that have been incurred but not yet reported.

The fulfillment cash flows of group of reinsurance contracts are measured at the reporting date using current estimates of future cash flows, current discount rates, and current estimates of the risk adjustment for non-financial risk. Changes in the fulfillment cash flows are recognized as follows.



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- Changes relating to future services: adjusted against the CSM (or recognized in the insurance service result in profit or loss if the group is onerous).
- Changes relating to current or past services: recognized in the insurance service result in profit or loss.
- Effects of the time value of money, financial risk: recognized as insurance finance income or expenses.

The Company treats the contractual margin and the fulfillment cash flows as monetary items, determining them in their respective foreign currency, and translating them into the functional currency at the transaction and reporting dates. The exchange differences are recognized in profit or loss for the period.

The carrying amount of the CSM at each reporting date is the carrying amount at the start of the period, adjusted for:

- the CSM of any new contracts that are added to the group during the year.
- Interest accreted on the carrying amount of the CSM during the year, measured at the discount rate on nominal cash flows that do not vary based on the returns on any underlying items determined on initial recognition;
- Changes in fulfillment cash flows that relate to future services, except to the extent that:
  - any increases in the fulfillment cash flows exceed the carrying amount of the CSM, in which case the excess is recognized as a loss in profit or loss, and creates a loss component.
  - any decreases in the fulfillment cash flows are allocated to the loss component, reversing losses previously recognized in profit or loss.
- The effect of any exchange differences on the CSM.
- The amount recognized as insurance revenue as a result of services provided in the year.

Changes in fulfillment cash flows that relate to future services comprise:

- Adjustments arising from premiums received in the year that relate to future services and related cash flows, measured at the discount rates determined on initial recognition.
- Changes in estimates of present value of the future cash flows in the liability for remaining coverage, measured at the discount rates determined on initial recognition, except for those that arise from the effects of the time value of money, financial risk and changes therein.
- Changes in the risk adjustment for non-financial risk that relate to future services.

In comparison to the concepts defined by IFRS 4, there are significant changes in relation to the determination of profit or loss, the revenue being determined as the services rendered by the Company, being recognized differently from according to the previous standard.

### **Retrocession contracts**

The Company adopts the same accounting policies to calculate a group of retrocession contracts, except that the risk adjustment for non-financial risk shall represent the risk amount to be transferred from the Company to the retrocessionaires, and the CSM shall represent a net cost.

### **v. Incurred Claims**

The Company estimates the ultimate cost of settling claims incurred but unpaid at the reporting date and other expected recoveries by reviewing claims reported and making allowance for claims incurred but not yet reported. The ultimate cost of settling claims is estimated using loss reserving techniques, such as the chain-ladder and Bornhuetter- Ferguson methods. These techniques assume that the



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Company's own claims experience is indicative of future claims development patterns and therefore ultimate claims cost. The ultimate cost of settling claims is estimated separately for each geographic area and line of business, besides the separation between large claims and other claims.

The assumptions used, including loss ratios and future claims inflation, are implicitly derived from the historical claims development data on which the projections are based, although judgement is applied to assess the extent to which past trends might not apply in the future and future trends are expected to emerge.

All cash flows are discounted using risk-free yield curves adjusted to reflect the characteristics of the cash flows and the liquidity of the reinsurance contracts, also adjusted by the measurement of the risk adjustment for non-financial risk.

### vi. Presentation and Disclosure

According to CPC 50 / IFRS 17, the portfolios of reinsurance and retrocession contracts, which are assets and liabilities, are presented separately in the statement of financial position. All assets and liabilities arising from a portfolio of contracts are presented on net basis; therefore, the future cash flows related to reinsurance contracts, either receivable and payable, are no longer presented separately. Any assets or liabilities recognized for cash flows arising before the recognition of the related group of contracts are included in the same line of the related portfolios of contracts

According to CPC 50 / IFRS 17, the Company discloses detailed information on revenues and reconciliations to enable the users of financial statements to identify the changes in cash flows and the amounts that are recognized in the statements of profit or loss and comprehensive income.

The amounts recognized in the statement of profit or loss and other comprehensive income shall be disaggregated into:

- (a) a reinsurance service result, comprising reinsurance revenue and reinsurance service expenses; and
- (b) reinsurance finance income or expenses.

The amounts of retrocession contracts are presented separately.

#### Reinsurance revenue

The Company recognizes the reinsurance revenue as services are provided under the groups of reinsurance contracts. The reinsurance revenue relating to services provided for each year represents the total of the changes in the liability for remaining coverage that relate to services for which the Company expects to receive consideration, and comprises the following items.

- A release of the CSM, measured based on coverage units.
- Changes in the risk adjustment for non-financial risk relating to current services.
- Claims and other reinsurance service expenses incurred in the year, generally measured at the amounts expected at the beginning of the year. This includes amounts arising from the derecognition of any assets for cash flows other than reinsurance acquisition cash flows at the date of initial recognition of a group of contracts, which are recognized as reinsurance revenue and reinsurance service expenses at that date.



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- Other amounts, including experience adjustments for premium receipts for current or past services and amounts related to incurred tax expenses.

In addition, the Company allocates a portion of premiums that relate to recovering reinsurance acquisition cash flows to each period in a systematic way. The Company recognizes the allocated amount, adjusted for interest accretion at the discount rates determined on initial recognition of the related group of contracts, as insurance revenue and an equal amount as insurance service expenses.

### Reinsurance service expenses

Reinsurance service expenses arising from reinsurance contracts are recognized in profit or loss as they are incurred and comprise the following items:

- Incurred claims and other reinsurance service expenses.
- Amortization of reinsurance acquisition cash flows: equivalent to the amount of reinsurance revenue recognized in the year that relates to recovering reinsurance acquisition cash flows.
- Losses on onerous contracts and reversals of such losses.
- Adjustments to the liabilities for incurred claims that do not arise from the effects of the time value of money, financial risk and changes therein.

### Net expenses from retrocession contracts

The net expenses from retrocession contracts comprise an allocation of reinsurance premiums paid less the amount recovered from retrocessionaires.

The Company recognizes an allocation of retrocession premiums paid in profit or loss as it receives services under groups of retrocession contracts. The allocation of retrocession premiums paid relating to the services received for each period represents the total of changes in the asset for remaining coverage that relate to services for which the Company expects to pay consideration.

For a group of reinsurance contracts covering onerous underlying contracts, the Company establishes a loss-recovery component of the asset for remaining coverage to depict the recovery of losses recognized:

- On recognition of onerous underlying contracts, if the reinsurance contract covering those contracts is entered into before or at the same time as those contracts are recognized.
- For changes in fulfilment cash flows of the group of reinsurance contracts relating to future services that result from changes in fulfilment cash flows of the onerous underlying contracts.

The loss-recovery component determines the amounts that are subsequently presented in profit or loss as reversals of recoveries of losses from the reinsurance contracts and are excluded from the allocation of reinsurance premiums paid. It is adjusted to reflect changes in the loss component of the onerous group of underlying contracts, but it cannot exceed the portion of the loss component of the onerous group of underlying contracts that the Company expects to recover from the reinsurance contracts.

### Reinsurance finance income and expenses



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Reinsurance finance income and expenses comprise changes in the carrying amounts of reinsurance and retrocession contracts arising from the effects of the time value of money and financial risk.

### vii. Transition

The Company adopted the CPC 50 / IFRS 17 applying the modified retrospective approach, using the modifications allowed as the application of the full retrospective approach was impracticable. The Company chose to apply the modified retrospective approach to all its groups of contracts, and its objective is to achieve the closest outcome to the retrospective application possible using reasonable and supportable information available without undue cost or effort.

The application of the full retrospective approach revealed to be impracticable during transition, as obtaining estimates to support historic data projections for existing products at the transition date and initial application was not possible. Therefore, when applying the modified retrospective approach, the Company used reasonable and supportable information of its existing information systems, which resulted in the closest outcome to the full retrospective approach, without undue cost or effort.

CPC 23 / IAS 8 determines that it could be impracticable to adjust information for prior periods presented for purposes of comparison with the current period, because the required information may not have been collected for the prior period, not allowing the retrospective application of the new accounting policy.

Therefore, the Company adopts the modified retrospective approach for all of its groups of contracts during the transition, and estimates the future cash flows at the date of initial recognition adjusted by the cash flows that are known to have occurred between the date of initial recognition and the transition date. These flows include the cash flows arising from the contracts that no longer exist at the transition date.

### Judgments in the application of the modified retrospective approach

When applying the modified retrospective approach, the Company used significant judgment in determining transition amounts according to such approaches.

### Aggregation of Contracts

The aggregation of reinsurance contracts based on expected profitability was assessed at the transition date as there was no reasonable and supportable information available to make such assessment on initial recognition. For this assessment, the Company estimated the future cash flows (FCF) on initial recognition. In addition, to aggregate non-onerous reinsurance contracts issued in groups of contracts that did not have significant probability of becoming subsequently onerous or groups of remaining contracts, the Company evaluated the possibility, using a statistical model, of changes in reinsurance, financial and other exposures in the FCF prospectively at the transition date. Likewise, to aggregate reinsurance contracts held in a net cost position in groups of contracts for which there is no significant possibility of subsequent net gain or groups of remaining contracts, the Company evaluated the probability, using a statistical model, of changes in insurance, financial and other exposures in the FCF prospectively at the transition date.

### Future cash flows

The future cash flows at the date of initial recognition of a group of reinsurance contracts were estimated as the future cash flows at the transition date, adjusted by the actual cash flows that are known to have occurred between the transition date (or before) and the date of initial recognition. The



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actual cash flows include the cash flows arising from the contracts that no longer exist at the transition date.

### Risk adjustment for non-financial risks

The risk adjustment for non-financial risk was estimated at the date of initial recognition of the group of contracts and was determined by the risk adjustment for non-financial risk at the transition date adjusted by the expected release of risk before the transition date.

Such release was determined by reference to the release of risk for similar contracts that the Company issues at the transition date.

### Discount rate

According to the modification provided for in the IFRS 17 by applying the modified retrospective approach, the Company determined the estimate of discount rate based on the average in the three years immediately before the transition date, that is, the spread is the average of the observable yield curve and the yield curve estimated since 2020.

### CSM - Loss component

To calculate the contractual service margin of insurance, IRB estimated the future cash flows at the date of initial recognition of a group of reinsurance contracts as the amount of future cash flows at the transition date, adjusted by the actual cash flows that are known to have occurred between the transition date and the date of initial recognition. About cash flows that are known to have occurred, the Company understands that these are all flows that went through cash during this period – including premiums received, commissions paid, and claims paid, for example. The Company determined the amount of contractual service margin of insurance related to reinsurance coverage service provided before the transition date, by comparing the remaining coverage units at that date with the coverage units provided under the group of contracts before the transition date.

The effects of the groups of reinsurance and retrocession contracts recognized at the transition date are detailed in Note 18.

### 1.4.2. Restatement of comparative balances

As described in Note 1.3., the Company is restating its comparative balances due to the initial application of CPC 50/IFRS 17. The impacts of the new standard on the Company's past financial statements are material and, according to IAS 8/CPC 23, the comparative amounts of the parent company and consolidated financial statements for the year ended December 31, 2022 are being restated and reissued.

The balances adjusted in the transition as at January 1, 2022 are presented below:

Equity at December 31, 2021	3,634,360
Total transition adjustments - IFRS 17	87,995
Income tax and social contribution - IFRS 17	(35,198)
<b>Total adjustment on application of IFRS 17</b>	<b>52,797</b>
<b>Equity at January 1, 2022 (Restated)</b>	<b>3,687,157</b>



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The summary of the effects of the restatement of the condensed statement of financial position as at January 1, 2022, December 31, 2022 and September 30, 2023, and the condensed statement of profit or loss for the six-month periods ended September 30, 2023 and 2022 is as follows:

Assets	Parent company			Consolidated		
	Balance as at January 1, 2022	Effects (CPC 60 / RRS 17)	Balance as at January 1, 2022 (restated)	Balance as at January 1, 2022	Effects (CPC 60 / RRS 17)	Balance as at January 1, 2022 (restated)
<b>Current assets</b>	<b>14,001,807</b>	<b>(8,696,644)</b>	<b>5,305,163</b>	<b>13,990,261</b>	<b>(8,696,644)</b>	<b>5,293,617</b>
Cash and cash equivalents	8,231	-	8,231	38,774	-	38,774
Financial Assets	4,014,750	-	4,014,750	3,995,341	-	3,995,341
Receivables from reinsurance and retrocession operations	4,105,081	(4,105,081)	-	4,105,081	(4,105,081)	-
Retrocession assets - technical reserves	6,899,770	(6,899,770)	-	6,899,770	(6,899,770)	-
Retrocession contract assets	-	1,101,175	1,101,175	-	1,101,175	1,101,175
Trade and other receivables	21,906	20,864	42,769	27,438	20,864	48,299
Tax credits and deferred tax assets	127,591	-	127,591	128,425	-	128,425
Prepaid expenses	10,620	-	10,620	10,626	-	10,626
Deferred acquisition costs	113,832	(113,832)	-	113,832	(113,832)	-
<b>Non-current assets</b>	<b>8,504,241</b>	<b>2,771,154</b>	<b>11,335,375</b>	<b>8,604,160</b>	<b>2,771,154</b>	<b>11,455,294</b>
Financial assets	4,976,260	-	4,976,260	4,976,260	-	4,976,260
Retrocession contract assets	-	2,969,375	2,969,375	-	2,969,375	2,969,375
Receivables from reinsurance and retrocession operations	11,877	(11,877)	-	11,877	(11,877)	-
Retrocession assets - technical reserves	81,270	(81,270)	-	81,270	(81,270)	-
Trade and other receivables	599,816	(86,230)	503,586	892,816	(86,230)	503,586
Tax credits and deferred tax assets	2,474,149	(35,199)	2,438,950	2,517,225	(35,199)	2,482,025
Goodwill	233,895	-	233,895	233,895	-	233,895
Deferred acquisition costs	13,600	(13,600)	-	13,600	(13,600)	-
Investments accounted for using the equity method	26,876	-	26,876	22,124	-	22,124
Investment property	4,570	-	4,570	88,034	-	88,034
Other investments	371	-	371	371	-	371
Property and equipment	64,503	-	64,503	64,503	-	64,503
Intangible assets	84,989	-	84,989	85,120	-	85,120
<b>Total assets</b>	<b>22,506,048</b>	<b>(5,925,510)</b>	<b>16,580,538</b>	<b>22,674,441</b>	<b>(5,925,510)</b>	<b>16,748,931</b>

Liabilities and shareholders' equity	Parent company			Consolidated		
	Balance as at January 1, 2022	Effects (CPC 60 / RRS 17)	Balance as at January 1, 2022 (restated)	Balance as at January 1, 2022	Effects (CPC 60 / RRS 17)	Balance as at January 1, 2022 (restated)
<b>Current liabilities</b>	<b>17,314,632</b>	<b>(10,264,122)</b>	<b>7,050,510</b>	<b>17,351,763</b>	<b>(10,264,122)</b>	<b>7,087,641</b>
Trade payables	19,589	-	19,589	20,000	-	20,000
Taxes and payroll charges payable	28,287	-	28,287	28,522	-	28,522
Labor provisions	12,666	-	12,666	12,797	-	12,797
Provisions for post-employment benefits	42,409	-	42,409	42,409	-	42,409
Income tax and social contribution	4,532	-	4,532	35,280	-	35,280
Borrowings and financing	10,354	-	10,354	10,354	-	10,354
Payables for reinsurance and retrocession operations	2,051,671	(2,051,671)	-	2,051,671	(2,051,671)	-
Reinsurance contract liabilities	-	4,626,876	4,626,876	-	4,626,876	4,626,876
Third-party deposits	107,977	-	107,977	107,977	-	107,977
Technical reserves - reinsurance	15,036,148	(15,036,148)	-	15,036,148	(15,036,148)	-
Other payables	-	48,012	48,012	-	48,012	48,012
<b>Non-current liabilities</b>	<b>1,917,836</b>	<b>4,285,815</b>	<b>6,203,651</b>	<b>1,988,318</b>	<b>4,285,815</b>	<b>6,276,133</b>
Trade payables	12,151	-	12,151	4,426	-	4,426
Provisions for post-employment benefits	415,469	-	415,469	415,469	-	415,469
Income tax and social contribution	-	-	-	75,447	-	75,447
Borrowings and financing	819,107	-	819,107	819,107	-	819,107
Reinsurance contract liabilities	-	6,731,535	6,731,535	-	6,731,535	6,731,535
Payables for reinsurance and retrocession operations	785	(785)	-	785	(785)	-
Technical reserves - reinsurance	293,922	(293,922)	-	293,922	(293,922)	-
Provision for lawsuits	76,158	-	76,158	76,158	-	76,158
<b>Equity</b>	<b>3,634,360</b>	<b>52,797</b>	<b>3,687,157</b>	<b>3,634,360</b>	<b>52,797</b>	<b>3,687,157</b>
Capital	4,219,624	-	4,219,624	4,219,624	-	4,219,624
Capital reserves	1,006	-	1,006	1,006	-	1,006
Treasury shares	(283,760)	-	(283,760)	(283,760)	-	(283,760)
Profit reserves	148,668	-	148,668	148,668	-	148,668
Equity valuation adjustment	(451,076)	-	(451,076)	(451,076)	-	(451,076)
Retained earnings (losses)	-	52,797	52,797	-	52,797	52,797
<b>Total liabilities and equity</b>	<b>22,506,048</b>	<b>-</b>	<b>16,580,538</b>	<b>22,674,441</b>	<b>-</b>	<b>16,748,931</b>



# IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

Assets	Parent company			Consolidated		
	Balance as at December 31, 2022	Effects (CPC 50 / IFRS 17)	Balance as at December 31, 2022 (Restated)	Balance as at December 31, 2022	Effects (CPC 50 / IFRS 17)	Balance as at December 31, 2022 (Restated)
<b>Current assets</b>	<b>13,808,454</b>	<b>(9,062,331)</b>	<b>4,746,123</b>	<b>13,684,101</b>	<b>(9,062,331)</b>	<b>4,621,770</b>
Cash and cash equivalents	6,119	-	6,119	17,793	-	17,793
Financial assets	4,280,282	-	4,280,282	4,136,600	-	4,136,600
Receivables from reinsurance and retrocession operations	3,962,281	(3,962,281)	-	3,962,281	(3,962,281)	-
Retrocession assets - technical reserves	5,367,471	(5,367,471)	-	5,367,471	(5,367,471)	-
Trade and other receivables	13,788	(11,020)	2,768	20,936	(11,020)	9,916
Tax credits and deferred tax assets	55,484	-	55,484	55,982	-	55,982
Prepaid expenses	6,251	-	6,251	6,260	-	6,260
Deferred acquisition costs	116,778	(116,778)	-	116,778	(116,778)	-
Retrocession contract assets	-	395,219	395,219	-	395,219	395,219
<b>Non-current assets</b>	<b>9,159,514</b>	<b>2,520,966</b>	<b>11,680,480</b>	<b>9,293,461</b>	<b>2,520,966</b>	<b>11,814,427</b>
Financial assets	4,741,843	-	4,741,843	4,828,782	-	4,828,782
Retrocession contract assets	-	2,950,094	2,950,094	-	2,950,094	2,950,094
Receivables from reinsurance and retrocession operations	26,856	(26,856)	-	26,856	(26,856)	-
Retrocession assets - technical reserves	86,291	(86,291)	-	86,291	(86,291)	-
Trade and other receivables	922,094	(26,673)	895,421	921,877	(26,673)	895,204
Tax credits and deferred tax assets	2,837,917	(174,933)	2,662,984	2,837,917	(174,933)	2,662,984
Court deposits	255,181	-	255,181	255,181	-	255,181
Deferred acquisition costs	114,375	(114,375)	-	114,375	(114,375)	-
Investments accounted for using the equity method	39,387	-	39,387	-	-	-
Investment property	-	-	-	86,587	-	86,587
Other investments	311	-	311	311	-	311
Property and equipment	29,456	-	29,456	29,456	-	29,456
Intangible assets	105,803	-	105,803	105,828	-	105,828
<b>Total assets</b>	<b>22,967,968</b>	<b>(6,541,365)</b>	<b>16,426,603</b>	<b>22,977,562</b>	<b>(6,541,365)</b>	<b>16,436,197</b>

Liabilities and shareholders' equity	Parent company			Parent company		
	Balance as at December 31, 2022	Effects (CPC 50 / IFRS 17)	Balance as at December 31, 2022 (Restated)	Balance as at December 31, 2022	Effects (CPC 50 / IFRS 17)	Balance as at December 31, 2022 (Restated)
<b>Current liabilities</b>	<b>17,496,508</b>	<b>(12,573,510)</b>	<b>4,922,998</b>	<b>17,506,102</b>	<b>(12,573,510)</b>	<b>4,932,592</b>
Trade payables	37,139	-	37,139	44,621	-	44,621
Taxes and payroll charges payable	38,487	-	38,487	38,659	-	38,659
Labor provisions	11,714	-	11,714	11,825	-	11,825
Provisions for post-employment benefits	35,972	-	35,972	35,972	-	35,972
Income tax and social contribution	29,641	-	29,641	31,470	-	31,470
Borrowings and financing	466,898	-	466,898	466,898	-	466,898
Payables for reinsurance and retrocession operations	2,398,874	(2,398,874)	-	2,398,874	(2,398,874)	-
Reinsurance contract liabilities	-	4,049,184	4,049,184	-	4,049,184	4,049,184
Retrocession contract liabilities	-	143,518	143,518	-	143,518	143,518
Third-party deposits	90,463	-	90,463	90,463	-	90,463
Technical reserves - reinsurance	14,387,320	(14,387,320)	-	14,387,320	(14,387,320)	-
Other payables	-	19,982	19,982	-	19,982	19,982
<b>Non-current liabilities</b>	<b>1,397,949</b>	<b>5,764,191</b>	<b>7,162,140</b>	<b>1,397,949</b>	<b>5,764,191</b>	<b>7,162,140</b>
Trade payables	19,723	-	19,723	19,723	-	19,723
Provisions for post-employment benefits	370,469	-	370,469	370,469	-	370,469
Income tax and social contribution	53,533	-	53,533	53,533	-	53,533
Borrowings and financing	440,707	-	440,707	440,707	-	440,707
Reinsurance contract liabilities	-	6,194,835	6,194,835	-	6,194,835	6,194,835
Provision for lawsuits	82,873	-	82,873	82,873	-	82,873
Payables for reinsurance and retrocession operations	789	(789)	-	789	(789)	-
Technical reserves - reinsurance	429,855	(429,855)	-	429,855	(429,855)	-
<b>Equity</b>	<b>4,073,511</b>	<b>267,954</b>	<b>4,341,465</b>	<b>4,073,511</b>	<b>267,954</b>	<b>4,341,465</b>
Capital	5,379,189	-	5,379,189	5,379,189	-	5,379,189
Treasury shares	(283,760)	-	(283,760)	(283,760)	-	(283,760)
Equity valuation adjustment	(543,818)	5,555	(538,263)	(543,818)	5,555	(538,263)
Retained earnings (losses)	(478,100)	262,399	(215,701)	(478,100)	262,399	(215,701)
<b>Total liabilities and equity</b>	<b>22,967,968</b>	<b>(6,541,365)</b>	<b>16,426,603</b>	<b>22,977,562</b>	<b>(6,541,365)</b>	<b>16,436,197</b>



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

Assets	Parent company			Consolidated		
	Balance as at September 30, 2023	Effects (CPC 50 / IFRS 17)	Balance as at September 30, 2023 (Restated)	Balance as at September 30, 2023	Effects (CPC 50 / IFRS 17)	Balance as at September 30, 2023 (Restated)
<b>Current assets</b>	<b>13,414,881</b>	<b>(9,743,379)</b>	<b>3,671,502</b>	<b>13,381,327</b>	<b>(9,748,086)</b>	<b>3,633,241</b>
Cash and cash equivalents	3,205	-	3,205	7,875	-	7,875
Financial assets	4,756,250	(1,727,721)	3,028,529	4,696,322	(1,733,428)	2,962,894
Receivables from reinsurance and retrocession operations	3,704,787	(3,704,787)	-	3,704,787	(3,704,787)	-
Retrocession assets - technical reserves	4,781,819	(4,781,819)	-	4,781,819	(4,781,819)	-
Trade and other receivables	19,514	(10,554)	8,960	25,671	(10,554)	15,117
Tax credits and deferred tax assets	25,410	-	25,410	25,814	-	25,814
Other receivables and assets	-	-	-	15,003	-	15,003
Prepaid expenses	8,495	-	8,495	8,635	-	8,635
Deferred acquisition costs	115,401	(115,401)	-	115,401	(115,401)	-
Retrocession contract assets	-	596,903	596,903	-	596,903	596,903
<b>Non-current assets</b>	<b>8,246,452</b>	<b>3,816,630</b>	<b>12,063,082</b>	<b>8,395,487</b>	<b>3,822,337</b>	<b>12,127,824</b>
Financial assets	3,810,724	1,729,149	5,539,873	3,835,360	1,734,856	5,570,216
Retrocession contract assets	-	2,427,730	2,427,730	-	2,427,730	2,427,730
Receivables from reinsurance and retrocession operations	32,946	(32,946)	-	32,946	(32,946)	-
Retrocession assets - technical reserves	84,914	(84,914)	-	84,914	(84,914)	-
Trade and other receivables	978,096	(19,842)	958,254	978,096	(19,842)	958,254
Tax credits and deferred tax assets	2,782,579	(105,033)	2,676,546	2,782,579	(105,033)	2,676,546
Court deposits	271,914	-	271,914	271,914	-	271,914
Deferred acquisition costs	96,514	(96,514)	-	96,514	(96,514)	-
Investments accounted for using the equity method	34,765	-	34,765	-	-	-
Investment property	-	-	-	69,158	-	69,158
Other investments	351	-	351	-	-	351
Property and equipment	39,470	-	39,470	39,470	-	39,470
Intangible assets	114,179	-	114,179	114,185	-	114,185
<b>Total assets</b>	<b>21,661,333</b>	<b>(5,926,749)</b>	<b>15,734,584</b>	<b>21,686,814</b>	<b>(5,926,749)</b>	<b>15,760,065</b>

Liabilities and shareholders' equity	Parent company			Parent company		
	Balance as at September 30, 2023	Effects (CPC 50 / IFRS 17)	Balance as at September 30, 2023 (Restated)	Balance as at September 30, 2023	Effects (CPC 50 / IFRS 17)	Balance as at September 30, 2023 (Restated)
<b>Current liabilities</b>	<b>16,014,367</b>	<b>(11,715,081)</b>	<b>4,299,306</b>	<b>16,039,848</b>	<b>(11,715,061)</b>	<b>4,324,787</b>
Trade payables	37,645	-	37,645	60,852	-	60,852
Taxes and payroll charges payable	28,413	-	28,413	28,592	-	28,592
Labor provisions	17,018	-	17,018	17,202	-	17,202
Provisions for post-employment benefits	36,335	-	36,335	36,335	-	36,335
Income tax and social contribution	44,520	-	44,520	46,431	-	46,431
Borrowings and financing	500,123	-	500,123	500,123	-	500,123
Payables for reinsurance and retrocession operations	2,078,177	(2,078,177)	-	2,078,177	(2,078,177)	-
Reinsurance contract liabilities	-	3,425,091	3,425,091	-	3,425,091	3,425,091
Retrocession contract liabilities	-	68,810	68,810	-	68,810	68,810
Third-party deposits	138,306	-	138,306	138,306	-	138,306
Technical reserves - reinsurance	13,133,830	(13,133,830)	-	13,133,830	(13,133,830)	-
Other payables	-	3,045	3,045	-	3,045	3,045
<b>Non-current liabilities</b>	<b>1,477,452</b>	<b>5,626,908</b>	<b>7,104,360</b>	<b>1,477,452</b>	<b>5,626,908</b>	<b>7,104,360</b>
Trade payables	18,598	-	18,598	18,598	-	18,598
Provisions for post-employment benefits	364,614	-	364,614	364,614	-	364,614
Income tax and social contribution	42,634	-	42,634	42,634	-	42,634
Borrowings and financing	550,004	-	550,004	550,004	-	550,004
Provision for lawsuits	75,260	-	75,260	75,260	-	75,260
Reinsurance contract liabilities	-	6,053,250	6,053,250	-	6,053,250	6,053,250
Payables for reinsurance and retrocession operations	105	(105)	-	105	(105)	-
Technical reserves - reinsurance	426,237	(426,237)	-	426,237	(426,237)	-
<b>Equity</b>	<b>4,169,514</b>	<b>161,404</b>	<b>4,330,918</b>	<b>4,169,514</b>	<b>161,404</b>	<b>4,330,918</b>
Capital	5,379,189	-	5,379,189	5,379,189	-	5,379,189
Treasury shares	(283,760)	-	(283,760)	(283,760)	-	(283,760)
Equity valuation adjustment	(524,195)	13,073	(511,122)	(524,195)	13,073	(511,122)
Retained losses	(478,100)	242,926	(235,174)	(478,100)	242,926	(235,174)
Net income (loss) for the period	76,380	(94,595)	(18,215)	76,380	(94,595)	(18,215)
<b>Total liabilities and equity</b>	<b>21,661,333</b>	<b>(5,926,749)</b>	<b>15,734,584</b>	<b>21,686,814</b>	<b>(5,926,749)</b>	<b>15,760,065</b>



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

Condensed statements of profit or loss	Quarter					
	Parent company			Consolidated		
	July 1, 2023 to September 30, 2023	Effects (CPC 60 / IFRS 17)	July 1, 2023 to September 30, 2023 (Restated)	July 1, 2023 to September 30, 2023	Effects (CPC 60 / IFRS 17)	July 1, 2023 to September 30, 2023 (Restated)
Net written premiums	1,811,541	(1,811,541)	-	1,811,541	(1,811,541)	-
Changes in technical reserves	(353,562)	353,562	-	(353,562)	353,562	-
Earned premiums	1,457,980	(1,457,980)	-	1,457,980	(1,457,980)	-
Incurred claims	(974,912)	974,912	-	(974,912)	974,912	-
Acquisition costs	(50,408)	50,408	-	(50,408)	50,408	-
Other operating income and expenses	(24,583)	24,583	-	(24,583)	24,583	-
Retrocession result	(396,259)	396,259	-	(396,259)	396,259	-
Reinsurance revenue	-	1,422,427	1,422,427	-	1,422,427	1,422,427
Reinsurance service expenses	-	(1,024,578)	(1,024,578)	-	(1,024,578)	(1,024,578)
Net expenses from retrocession contracts	-	(395,519)	(395,519)	-	(395,519)	(395,519)
Reinsurance service result	-	2,330	2,330	-	2,330	2,330
Net finance income or expense from reinsurance operations	-	(342,515)	(342,515)	-	(342,515)	(342,515)
Net finance income or expense from retrocession operations	-	113,973	113,973	-	113,973	113,973
Net financial result of operations	-	(228,542)	(228,542)	-	(228,542)	(228,542)
Investment return	-	295,978	295,978	-	311,338	311,338
Other finance income or expenses	169,075	(161,578)	(12,503)	169,000	(197,150)	(13,250)
Net financial result	169,075	(114,442)	54,633	169,000	(114,383)	59,407
Administrative expenses	(69,897)	85,376	(4,021)	(91,889)	85,326	(6,963)
Tax expenses	(32,525)	31,325	(1,298)	(33,542)	31,325	(2,214)
Share of profit of equity-accounted investees	10,051	-	10,051	99	-	99
Net income before taxes	68,030	(8,535)	61,195	69,795	(6,836)	62,958
Income tax (IRPJ) and social contribution (CSLL)	(20,285)	2,734	(17,552)	(22,051)	2,735	(19,316)
Net income (loss) for the period	47,744	(4,101)	43,643	47,744	(4,101)	43,643
Earnings (loss) per share - basic and diluted (in reais)	0.58	(0.71)	(0.13)	0.58	(0.71)	(0.13)

Condensed statements of profit or loss	YTD					
	Parent company			Consolidated		
	January 1, 2023 to September 30, 2023	Effects (CPC 60 / IFRS 17)	January 1, 2023 to September 30, 2023 (Restated)	January 1, 2023 to September 30, 2023	Effects (CPC 60 / IFRS 17)	January 1, 2023 to September 30, 2023 (Restated)
Net written premiums	4,438,671	(4,438,671)	-	4,438,671	(4,438,671)	-
Changes in technical reserves	159,263	(159,263)	-	159,263	(159,263)	-
Earned premiums	4,597,934	(4,597,934)	-	4,597,934	(4,597,934)	-
Incurred claims	(3,097,746)	3,097,746	-	(3,097,746)	3,097,746	-
Acquisition costs	(164,421)	164,421	-	(164,421)	164,421	-
Other operating income and expenses	(67,813)	67,813	-	(67,813)	67,813	-
Retrocession result	(1,230,250)	1,230,250	-	(1,230,250)	1,230,250	-
Reinsurance revenue	-	4,372,800	4,372,800	-	4,372,800	4,372,800
Reinsurance service expenses	-	(3,253,051)	(3,253,051)	-	(3,253,051)	(3,253,051)
Net expenses from retrocession contracts	-	(1,288,951)	(1,288,951)	-	(1,288,951)	(1,288,951)
Reinsurance service result	-	(169,202)	(169,202)	-	(169,202)	(169,202)
Net finance income or expense from reinsurance operations	-	(232,410)	(232,410)	-	(232,410)	(232,410)
Net finance income or expense from retrocession operations	-	42,160	42,160	-	42,160	42,160
Net financial result of operations	-	(190,250)	(190,250)	-	(190,250)	(190,250)
Investment return	-	305,085	305,085	-	353,072	353,072
Other finance income or expenses	389,668	(421,511)	(31,543)	435,424	(464,835)	(29,411)
Net financial result	389,668	(305,675)	84,193	435,424	(302,013)	133,411
Administrative expenses	(260,989)	246,976	(14,013)	(264,741)	243,315	(21,426)
Tax expenses	(113,121)	107,847	(5,274)	(116,493)	107,846	(8,647)
Share of profit of equity-accounted investees	33,669	-	33,669	715	-	715
Net income before taxes	87,031	(157,658)	(70,627)	92,509	(157,658)	(65,149)
Income tax (IRPJ) and social contribution (CSLL)	(10,851)	83,053	62,412	(16,129)	83,063	46,934
Net income (loss) for the period	76,380	(54,595)	(18,215)	76,380	(94,595)	(18,215)
Earnings (loss) per share - basic and diluted (in reais)	0.93	(0.71)	0.65	0.93	(0.71)	0.65



# IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

Condensed statements of profit or loss	Parent company						Quarter Consolidated
	July 1, 2022 to September 30, 2022	Effects (CPC 50 / IFRS 17)	July 1, 2022 to September 30, 2022 (Restated)	July 1, 2022 to September 30, 2022	Effects (CPC 50 / IFRS 17)	July 1, 2022 to September 30, 2022 (Restated)	
Net written premiums	2,082,958	(2,082,958)	-	2,082,958	(2,082,958)	-	
Changes in technical reserves	(336,851)	336,851	-	(336,851)	336,851	-	
<b>Earned premiums</b>	<b>1,746,107</b>	<b>(1,746,107)</b>	<b>-</b>	<b>1,746,107</b>	<b>(1,746,107)</b>	<b>-</b>	
Incurred claims	(2,085,332)	2,085,332	-	(2,085,332)	2,085,332	-	
Acquisition costs	(55,196)	55,196	-	(55,196)	55,196	-	
Other operating income and expenses	(25,225)	25,225	-	(25,225)	25,225	-	
<b>Retrocession result</b>	<b>(118,915)</b>	<b>118,915</b>	<b>-</b>	<b>(118,915)</b>	<b>118,915</b>	<b>-</b>	
Reinsurance revenue	-	1,884,179	1,884,179	-	1,884,179	1,884,179	
Reinsurance service expenses	-	(2,101,542)	(2,101,542)	-	(2,101,542)	(2,101,542)	
Net expenses from retrocession contracts	-	(216,077)	(216,077)	-	(216,077)	(216,077)	
<b>Reinsurance service result</b>	<b>-</b>	<b>(433,440)</b>	<b>(433,440)</b>	<b>-</b>	<b>(433,440)</b>	<b>(433,440)</b>	
Net finance income or expense from reinsurance operations	-	(217,879)	(217,879)	-	(217,879)	(217,879)	
Net finance income or expense from retrocession operations	-	50,740	50,740	-	50,740	50,740	
<b>Net financial result of operations</b>	<b>-</b>	<b>(167,139)</b>	<b>(167,139)</b>	<b>-</b>	<b>(167,139)</b>	<b>(167,139)</b>	
Investment return	-	206,506	206,506	-	221,704	221,704	
Other finance income or expenses	133,675	(125,842)	7,833	148,220	(139,577)	8,643	
<b>Net financial result</b>	<b>133,675</b>	<b>(86,475)</b>	<b>47,200</b>	<b>148,220</b>	<b>(85,012)</b>	<b>63,208</b>	
Administrative expenses	(86,767)	84,686	(2,079)	(87,499)	83,225	(4,274)	
Tax expenses	(39,545)	37,865	(1,680)	(40,747)	37,865	(2,882)	
Share of profit of equity-accounted investees	35,736	-	35,736	24,190	-	24,190	
<b>Net income before taxes</b>	<b>(495,462)</b>	<b>141,199</b>	<b>(354,263)</b>	<b>(494,397)</b>	<b>141,199</b>	<b>(353,198)</b>	
Income tax (IRPJ) and social contribution (CSLL)	156,712	(56,480)	140,232	195,647	(56,480)	139,167	
<b>Net income (loss) for the period</b>	<b>(298,750)</b>	<b>84,719</b>	<b>(214,031)</b>	<b>(298,750)</b>	<b>84,719</b>	<b>(214,031)</b>	
Loss per share - basic and diluted (in reais)	(0.22)	(0.12)	(8.85)	(0.22)	(0.12)	(8.85)	

Condensed statements of profit or loss	Parent company						YTD Consolidated
	January 1, 2022 to September 30, 2022	Effects (CPC 50 / IFRS 17)	January 1, 2022 to September 30, 2022 (Restated)	January 1, 2022 to September 30, 2022	Effects (CPC 50 / IFRS 17)	January 1, 2022 to September 30, 2022 (Restated)	
Net written premiums	5,295,110	(5,295,110)	-	5,295,110	(5,295,110)	-	
Changes in technical reserves	(128,878)	128,878	-	(128,878)	128,878	-	
<b>Earned premiums</b>	<b>5,166,232</b>	<b>(5,166,232)</b>	<b>-</b>	<b>5,166,232</b>	<b>(5,166,232)</b>	<b>-</b>	
Incurred claims	(5,363,992)	5,363,992	-	(5,363,992)	5,363,992	-	
Acquisition costs	(168,945)	168,945	-	(168,945)	168,945	-	
Other operating income and expenses	(132,466)	132,466	-	(132,466)	132,466	-	
<b>Retrocession result</b>	<b>(786,559)</b>	<b>786,559</b>	<b>-</b>	<b>(786,559)</b>	<b>786,559</b>	<b>-</b>	
Reinsurance revenue	-	5,274,196	5,274,196	-	5,274,196	5,274,196	
Reinsurance service expenses	-	(5,416,376)	(5,416,376)	-	(5,416,376)	(5,416,376)	
Net expenses from retrocession contracts	-	(1,059,777)	(1,059,777)	-	(1,059,777)	(1,059,777)	
<b>Reinsurance service result</b>	<b>-</b>	<b>(1,201,957)</b>	<b>(1,201,957)</b>	<b>-</b>	<b>(1,201,957)</b>	<b>(1,201,957)</b>	
Net finance income or expense from reinsurance operations	-	187,434	187,434	-	187,434	187,434	
Net finance income or expense from retrocession operations	-	(58,963)	(58,963)	-	(58,963)	(58,963)	
<b>Net financial result of operations</b>	<b>-</b>	<b>128,471</b>	<b>128,471</b>	<b>-</b>	<b>128,471</b>	<b>128,471</b>	
Investment return	-	271,562	271,562	-	314,834	314,834	
Other finance income or expenses	471,993	(479,709)	(7,716)	514,469	(521,026)	(6,557)	
<b>Net financial result</b>	<b>471,993</b>	<b>(79,676)</b>	<b>392,317</b>	<b>514,469</b>	<b>(77,221)</b>	<b>436,748</b>	
Administrative expenses	(234,342)	229,286	(5,056)	(237,069)	227,329	(9,740)	
Tax expenses	(72,571)	69,603	(2,968)	(75,625)	69,606	(6,019)	
Share of profit of equity-accounted investees	43,073	-	43,073	11,484	-	11,484	
<b>Net income before taxes</b>	<b>(1,077,577)</b>	<b>302,986</b>	<b>(774,591)</b>	<b>(1,072,471)</b>	<b>302,987</b>	<b>(769,484)</b>	
Income tax (IRPJ) and social contribution (CSLL)	485,990	(121,195)	364,795	480,884	(121,196)	359,688	
<b>Net income (loss) for the period</b>	<b>(591,587)</b>	<b>181,791</b>	<b>(409,796)</b>	<b>(591,587)</b>	<b>181,791</b>	<b>(409,796)</b>	
Loss per share - basic and diluted (in reais)	(0.43)	(0.12)	(8.85)	(0.43)	(0.12)	(8.85)	



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### 1.4.3. CPC 48 / IFRS 9 – Financial instruments

CPC 48 / IFRS 9 – Financial Instruments supersedes IAS 39 – Financial Instruments: Recognition and Measurement. CPC 48 / IFRS 9 is applicable to all financial assets and liabilities and came into effect on January 1, 2018. IRB Re met the temporary exemption criteria provided by CPC 48 / IFRS 9 for periods prior to January 1, 2023. Consequently, the Company shall apply the CPC 48 / IFRS 9 for the first time as at January 1, 2023.

The effect of the initial application of this standard is mainly attributed to an increase in the impairment losses recognized in financial assets.

CPC 48 / IFRS 9 establishes requirements for the recognition and measurement of financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard supersedes CPC 38 / IAS 39 Financial Instruments: Recognition and Measurement.

The following table summarizes the impact net of taxes, of the transition to CPC 48 / IFRS 9 on the opening balance of reserves and retained earnings (for description of the transition method, see (iii) below).

	Impact of the adoption of CPC 48 / IFRS 9 on the opening balance of equity
<b>Balance as at December 31, 2022, as originally reported</b>	<b>4,341,465</b>
<b>Reserve for market value adjustment of financial assets</b>	<b>20,191</b>
Recognition of expected credit losses according to CPC 48/IFRS 9 for financial assets measured at FVOCI	24,286
Reclassification of assets originally measured at FVOCI to Amortized Cost	853
Reclassification of assets originally measured at FVTPL to FVOCI	(12,180)
Reclassification of assets originally measured at FVOCI to FVTPL	7,232
<b>Retained earnings</b>	<b>(19,473)</b>
Recognition of expected credit losses according to CPC 48/IFRS 9	(135)
Recognition of expected credit losses according to CPC 48/IFRS 9 for financial assets measured at FVOCI	(24,286)
Reclassification of assets originally measured at FVOCI to FVTPL	(7,232)
Reclassification of assets originally measured at FVTPL to FVOCI	12,180
<b>Balances as at January 1, 2023</b>	<b>4,342,183</b>

The details of new material accounting policies and the nature of the changes in prior accounting policies are described below.

#### i. Classification and measurement of Financial Assets and Liabilities

CPC 48 / IFRS 9 retains most of the requirements of the CPC 38 / IAS 39 for classification and measurement of financial liabilities. However, it eliminates old categories of the CPC 38 / IAS 39 of financial assets: held to maturity, loans and receivables and available for sale.

The adoption of the CPC 48 / IFRS 9 did not have a significant effect on the accounting policies of IRB Re related to financial liabilities and derivative financial instruments (for derivatives that are used as hedge instruments).

The effect of the adoption of CPC 48 / IFRS 9 on the carrying amount of financial assets as at January 1, 2023 only refers to the new impairment requirements, as described.



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The following table and the notes explain the original measurement categories according to the CPC 38 / IAS 39 and the new measurement categories according to the CPC 48 / IFRS 9 for each class of financial assets of the Company as at January 1, 2023.

	Note	Original classification (CPC 38 / IAS 39)	New classification (CPC 48 / IFRS 9)	Original carrying amount (CPC 38 / IAS 39)	New carrying amount (CPC 48 / IFRS 9)	Adjustment from the adoption of standards due to change in classification	Expected credit loss adjustments
<b>Financial assets</b>							
Government securities	5.1	Held for trading	FVOCI	1,738,094	1,738,094	-	-
Non-exclusive investment funds	5.1	Available for sale	FVTPL	21,403	21,403	-	-
Government securities	5.1	Available for sale	Amortized cost	28,719	28,884	165	-
Debentures	5.1	Available for sale	Amortized cost	189,821	189,908	(11,287)	(128)
Financial bills - bill in the SPPI	5.1	Available for sale	FVTPL	13,201	13,201	-	-
Financial bills	5.1	Available for sale	Amortized cost	155,777	158,507	2,730	-
Repurchase agreements	5.1	Available for sale	Amortized cost	17,448	17,448	-	-
Bank certificate of deposit	5.1	Available for sale	Amortized cost	358,726	358,726	-	-
Mortgage-backed securities	5.1	Available for sale	Amortized cost	55,272	55,272	-	-
Government securities	5.1	FVTPL	FVOCI	2,015	2,015	-	-
Non-exclusive real estate funds	5.1	FVOCI	FVTPL	7,508	7,508	-	-
Time deposits	5.1	FVTPL	FVOCI	659,056	659,056	-	-
<b>Total financial assets</b>				<b>3,147,138</b>	<b>3,147,992</b>	<b>(859)</b>	<b>(135)</b>

a. The Debentures classified as available for sale according to the CPC 38 / IAS 39 are held by IRB Re's treasury in a separate portfolio to yield interest rates, but can be sold to meet the liquidity requirements arising from the ordinary course of business. IRB Re considers that these securities are held within a business model which goal is achieved by both receipt of contractual cash flows and selling securities. The debentures and the contractual periods of such financial assets give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. These assets were, therefore, classified as financial assets measured at fair value through other comprehensive income (FVOCI) according to the CPC 48 / IFRS 9. In the transition to CPC 48 / IFRS 9, an allowance for impairment of R\$ 135 thousand was recognized as reduction in the opening balance of retained earnings, and an increase in fair value reserve as at January 1, 2023.

b. These equity securities represent investments that IRB Re intends to hold in the long term for strategic purposes. As allowed by CPC 48 / IFRS 9, IRB Re designated these investments at the date of initial application as measured at FVOCI. Differently from the CPC 38 / IAS 39, the accumulated fair value reserve related to these Investments will never be reclassified in profit or loss.

c. According to the CPC 38 / IAS 39, these equity securities were designated as measured at fair value through profit or loss (FVTPL) because they used to be managed based on their fair values and the performance was monitored on such bases. These assets were required to be classified as measured at FVTPL according to the CPC 48 / IFRS 9.

d. IRB Re has Letters of Credit with financial institutions that do not generate return to the Company. These letters aim at backing reinsurance and retrocession operations.

### ii. Impairment of Financial Assets

CPC 48 / IFRS 9 replaces the "incurred loss" model of CPC 38 / IAS 39 with an expected credit loss model. The new impairment model applies to financial assets measured at amortized cost, contract asset and debt instruments measured at FVOCI, but does not apply to investments in equity instruments (shares). According to CPC 48 / IFRS 9, credit losses are recognized earlier as compared to requirement of the CPC 38 / IAS 39.

The financial assets at amortized cost consist of trade receivables, cash and cash equivalents, debentures and financial bills.

According to CPC 48 / IFRS 9, loss allowances are measured on one of the following bases:



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- 12-month expected credit losses: these are credit losses arising from possible default events within the 12 months after the reporting date; and
- Lifetime expected credit losses: these are credit losses that result from all possible default events over the expected life of a financial instrument.

IRB Re measures the loss allowance in an amount equal to the lifetime expected credit losses, except for those described below, which are measured as 12-month expected credit losses:

- financial instruments with sovereign issuers (domestic and international), which have performance within the estimated risk;
- financial instruments with Corporate issuers (financial and non-financial), which have performance within the estimated risk.

When determining if the credit risk of a financial asset has significantly increased since initial recognition and when estimating the expected credit losses, IRB Re considers reasonable and supportable information that are relevant and available without undue cost or effort. It includes information and quantitative and qualitative analyses, based on the historical experience of IRB Re, in the assessment of credit and considering forward-looking information.

IRB Re presumes that the credit risk of a financial asset has significantly increased if its more than 30 days past due.

IRB Re considers a financial asset as in default when:

- is highly unlikely that the creditor fully settles its loan obligations to IRB Re, without taking actions such as realization of collateral (if any); or
- the financial asset is more than 90 days past due.

IRB Re considers that a debt instrument has a low credit risk when its credit risk rating is equivalent to the globally accepted definition of "investment grade". IRB Re considers that it is Baa3 or above by Moody's or BBB- or above by S&P or Fitch.

The maximum period considered in the estimate of expected credit loss is the maximum contractual period over which IRB Re is exposed to credit risk.

### Measurement of expected credit losses

Expected credit losses are probability-weighted estimates of credit losses. The credit losses are measured at present value based on all cash shortfalls (that is, the difference between the cash flows that are due to IRB Re in accordance with the contract and the cash flows that IRB expects to receive).

The expected credit losses are discounted at the financial assets' effective interest rate.

### Credit-impaired financial assets

At each reporting date, IRB Re assesses if the financial assets measured at amortized cost and the debt instruments measured at FVOCI are impaired. A financial asset is credit-impaired when one or



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more events that have a detrimental impact on the estimated future cash flows of that financial asset have occurred.

### **Presentation of impairment**

The loss allowance for financial assets measured at amortized cost are deducted from the gross carrying amount of assets.

For debt instruments measured at FVOCI, the loss allowance is recognized in comprehensive income statement, instead of reducing the carrying amount of the asset.

The impairment losses related to reduction in recoverable amount (RVR) are presented separately in the condensed statement of profit or loss and condensed statement of comprehensive income. As a result, IRB Re reclassified impairment losses, recognized according to CPC 38 / IAS 39, from 'other expenses' to 'impairment losses' of trade and other receivables, including contract asset in the condensed statement of profit or loss and condensed statement of comprehensive income.

The impairment losses of other financial assets are presented in 'finance expenses', similar to the presentation according to the CPC 38 / IAS 39, and are not presented separately in the condensed statement of profit or loss and condensed statement of comprehensive income due to its immateriality.

### **Impact of the new impairment model**

For assets within the scope of the impairment model of CPC 48 / IFRS 9, the impairment losses may increase if they become more volatile in relation to the previous standard, the CPC 38 / IAS 39. IRB Re determined that the application of the impairment requirements of CPC 48 / IFRS 9 as at January 1, 2023 resulted in an additional allowance of R\$ 135 thousand related to debentures.

### **iii. Transition**

The changes in the accounting policies arising from the adoption of CPC 48 / IFRS 9 were applied prospectively, as described below:

- IRB Re opted for not restating the comparative information for prior periods in relation to the classification and measurement requirements (including impairment). The differences in the carrying amounts of financial assets and liabilities arising from the adoption of CPC 48 / IFRS 9 were recognized in retained earnings and reserves as at January 1, 2023. Therefore, the information presented for 2022 does not reflect the requirements of CPC 48 / IFRS 9, but those of CPC 38 / IAS 39.
- The following assessments were made based on the facts and circumstances that existed at the date of initial application:
  - a) The determination of the business model within which a financial asset is held.
  - b) The designation and revocation of previous designations of certain financial assets and liabilities measured at fair value through profit or loss.
  - c) The designation of certain investments in equity instruments not held for trading at fair value through other comprehensive income.



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## Section B – Risks

### 2 Risk management

IRB Re's Risk Management Framework (EGR) is integrated into the Internal Control System (SCI), supported by critical analysis and continuous improvement principles, in order to identify, measure, handle and monitor risks that could impact the Company's strategical goals.

The Company has a Risk Management Statutory Executive Management and the Compliance Management, responsible for the oversight and monitoring of the risk management of IRB Re. In the same sense, the entire Statutory Board, the Board of Directors, the Risk and Solvency Committee and other joint, advisory and deliberative bodies remain committed to support and foster risk management in the scope of the Company.

In October 2022, the A.M. Best rating agency, based in the US, affirmed the rating A- in a global credit risk rating scale. In 2020, the Company issued simple non-convertible debentures. At that time, the rating agency Standard&Poor's Global Ratings ("S&P") assigned the "brAAA" rating for such issues, changing it to "brAA+" in the report released in December 2022. In August 2023, the Company's third debenture issue was assigned the "brAA+" rating by S&P, who also reaffirmed the rating of the issuer of IRB Re.

#### 2.1 Three-line model

IRB Re adopts the three-line model in its Risk Management Framework and Internal Control System to provide greater solidity to its corporate governance.

The first line comprises the vice-presidencies and statutory boards of implementation and operations, the area managers being those directly in charge of the continuous management of the risks of their work processes.

The second line comprises the Internal Control, Risk and Compliance Executive Management, responsible for continuously supporting and monitoring the risk management performed by the first line.

In the meantime, the third line, represented by the Internal Audit, has duties related to the independent evaluation of the effectiveness of the Company's governance and risk management.

The Company has these three lines operating on simultaneous and integrated basis, through appropriate reporting layers and collaboration of all of whom are involved, aiming to provide transparency to risk-based decision making.

#### 2.2 Risk typology

The main risk categories, as established by regulatory bodies, are the following: operational, underwriting, market, credit and liquidity.

The Company understands that these categories indeed cover its main exposures, however, they are not thorough, considering the dynamics of the context and the own markets where it operates.

##### 2.2.1 Operational risks



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In IRB Re, operational risk considers the possibility of incurring losses from failure, defect or inadequacy of internal processes, people and systems, or external events.

The operational risk management is coordinated by the Internal Control Management that carries out, together with the business unit, the application of the operational risk management process, providing the appropriate support and evaluating the efficiency and effectiveness of the existing controls.

IRB Re has a Business Continuity Management (GCN) program that provides for the actions to be taken in the event of contingency, organized in specific contingency plans: Business Continuity Plan, Disaster Recovery Plan and Going Concern Plans, based on Business Impact Analysis (BIA), besides the Crisis Management Plan and the Emergency Assistance Plan.

The Company also has a Data Bank of Operational Losses (BDPO) aimed to capture and record the event of losses arising from materialized risks.

### 2.2.2 Underwriting risks

The underwriting risk arises from the possibility of incurring losses that contradict the expectations of actuarial and financial assumptions adopted in the pricing of reinsurance contracts and recognition of technical reserves.

The transfer of risk through retrocession is one of the techniques used for mitigating and controlling underwriting risk. As reinsurance, retrocession may cover a group of accepted risks or only specific risks, also called “contracts” and “facultative”, respectively, each of which is analyzed separately. IRB Re currently has retrocession programs (or portfolio protection programs), basically designed based on non-proportional structure (excess of damages and stop loss) that cover the groups of insurance lines with higher exposure, aiming to balance results and limit losses, as well as increase its capacity to accept strategic businesses.

Another retrocession modality adopted by IRB is the Loss Portfolio Transfer (LPT). The LPT contracts are considered in situations where the Company aims to protect itself from the deviations from technical reserves or cede claim reserves of any specific portfolio.

In view of the own nature of risk transfer, retrocession operations imply an underlying credit risk, which is treated as described in Note 2.2.4.

#### 2.2.2.1 Claim development

The following tables show the development triangles of incurred claims of the Company, broken down by underwriting year, considering that the Company uses comparability to demonstrate the amount of LIC as at the reporting dates September 30, 2023 and December 31, 2022.



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### • Retrocession - gross

Parent Company and Consolidated							
September 30, 2023 (Revised)							
	2018	2019	2020	2021	2022	2023	Total
<b>Estimates of undiscounted gross cumulative claims</b>	<b>7,214,255</b>	<b>5,875,093</b>	<b>6,141,172</b>	<b>5,774,363</b>	<b>2,685,422</b>	<b>622,557</b>	<b>26,317,562</b>
At the end of each period	632,445	1,625,268	1,969,816	1,659,323	1,094,375	622,557	
One year later	2,934,408	3,978,388	4,548,328	3,199,506	2,685,422		
Two years later	5,692,274	5,041,908	5,652,969	5,774,363			
Three years later	6,557,072	5,692,450	6,141,172				
Four years later	5,925,129	5,875,093					
Five years later	7,214,255						
<b>Cumulative gross claims paid</b>	<b>(6,555,811)</b>	<b>(5,150,611)</b>	<b>(4,717,235)</b>	<b>(3,999,378)</b>	<b>(495,785)</b>	<b>(26,002)</b>	<b>(30,945,020)</b>
Gross liabilities – Claims from 2018 to 2023 (a)	658,445	725,483	1,423,937	1,774,987	2,190,637	896,555	7,372,042
Gross liabilities – Claims before 2018 (b)							3,301,168
<b>Gross liabilities - undiscounted gross incurred claims (c) = (a) + (b)</b>							<b>10,673,210</b>
Effect of discounting – Claims from 2018 to 2023 (d)	(42,158)	(48,509)	(62,510)	(102,473)	(175,410)	(46,563)	(537,457)
Effect of discounting – Claims before 2018 (e)							(335,034)
<b>Gross liabilities - discounted gross incurred claims (e) = (c) + (d)</b>							<b>9,799,319</b>
Discounted risk adjustment – Claims from 2018 to 2023 (f)	4,061	5,168	11,565	12,418	17,548	6,593	57,185
Discounted risk adjustment – Claims from 2018 to 2023 (f)							18,531
<b>Gross liabilities included in the financial statement (e) + (f)</b>							<b>9,873,655</b>

Parent Company and Consolidated							
December 31, 2022 (Revised)							
	2017	2018	2019	2020	2021	2022	Total
<b>Estimates of undiscounted gross cumulative claims</b>	<b>4,478,641</b>	<b>7,085,228</b>	<b>5,430,317</b>	<b>6,185,058</b>	<b>5,797,503</b>	<b>1,448,534</b>	<b>30,889,577</b>
At the end of each period	421,358	875,118	1,399,588	2,052,350	2,096,025	1,448,534	
One year later	768,653	2,990,430	4,193,761	4,858,342	5,797,503		
Two years later	1,975,472	5,844,822	5,282,165	6,185,058			
Three years later	3,585,356	6,711,761	5,430,317				
Four years later	4,252,133	7,085,228					
Five years later	4,478,641						
<b>Cumulative gross claims paid</b>	<b>(4,029,012)</b>	<b>(6,250,910)</b>	<b>(4,893,124)</b>	<b>(4,310,099)</b>	<b>(3,122,118)</b>	<b>(62,858)</b>	<b>(22,669,312)</b>
Gross liabilities – Claims from 2017 to 2022 (a)	449,630	834,718	1,337,193	1,875,064	2,674,085	1,385,675	8,221,256
Gross liabilities – Claims before 2017 (b)							3,575,718
<b>Gross liabilities - undiscounted gross incurred claims (c) = (a) + (b)</b>							<b>11,796,983</b>
Effect of discounting – Claims from 2017 to 2022 (d)	(24,664)	(55,211)	(72,508)	(125,087)	(195,272)	(117,255)	(552,587)
Effect of discounting – Claims before 2017 (e)							(365,267)
<b>Gross liabilities - discounted gross incurred claims (e) = (c) + (d)</b>							<b>10,817,769</b>
Discounted risk adjustment – Claims from 2017 to 2022 (f)	2,483	3,318	6,825	12,188	20,343	11,016	41,275
Discounted risk adjustment – Claims from 2017 to 2022 (f)							19,476
<b>Gross liabilities included in the financial statement (e) + (f)</b>							<b>10,896,269</b>

### • Retrocession - net

Parent Company and Consolidated							
September 30, 2023 (Revised)							
	2018	2019	2020	2021	2022	2023	Total
<b>Estimates of undiscounted net cumulative claims</b>	<b>5,651,215</b>	<b>4,225,327</b>	<b>4,653,024</b>	<b>5,143,264</b>	<b>1,872,157</b>	<b>270,657</b>	<b>21,616,794</b>
At the end of each period	974,174	1,305,455	1,336,553	1,577,059	904,163	270,657	
One year later	3,617,456	2,981,820	3,216,794	4,565,802	1,872,157		
Two years later	4,501,905	3,561,411	4,222,742	5,143,264			
Three years later	5,115,408	4,021,353	4,653,024				
Four years later	5,367,121	4,225,327					
Five years later	5,651,215						
<b>Cumulative net retrocession claims paid</b>	<b>(5,202,544)</b>	<b>(5,675,990)</b>	<b>(3,97,444)</b>	<b>(3,862,017)</b>	<b>(461,788)</b>	<b>(26,002)</b>	<b>(15,928,785)</b>
Net liabilities of retrocession – Claims from 2018 to 2023 (a)	448,641	547,336	155,580	1,281,248	1,910,370	244,655	4,887,919
Net liabilities of retrocession – Claims before 2018 (b)							1,572,181
<b>Net liabilities of retrocession - Undiscounted net incurred claims (c) = (a) + (b)</b>							<b>6,460,100</b>
Effect of discounting – Claims from 2018 to 2023 (d)	(27,044)	(31,507)	(59,223)	(75,021)	(101,593)	(5,250)	(295,048)
Effect of discounting – Claims before 2018 (e)							(180,565)
<b>Net liabilities of retrocession - Discounted incurred claims (e) = (c) + (d)</b>							<b>5,985,064</b>
Discounted risk adjustment – Claims from 2018 to 2023 (f)	2,907	4,048	6,637	8,655	9,562	3,722	35,532
Discounted risk adjustment – Claims from 2018 to 2023 (f)							5,885
<b>Net liabilities of retrocession included in the financial statement (e) + (f)</b>							<b>6,130,451</b>

Parent Company and Consolidated							
December 31, 2022 (Revised)							
	2017	2018	2019	2020	2021	2022	Total
<b>Estimates of undiscounted net cumulative claims</b>	<b>3,359,879</b>	<b>5,521,187</b>	<b>4,179,556</b>	<b>4,527,056</b>	<b>4,884,124</b>	<b>779,256</b>	<b>23,341,088</b>
At the end of each period	534,057	1,024,892	1,267,406	1,375,756	1,705,324	779,256	
One year later	762,907	2,664,802	3,127,437	3,421,047	4,884,124		
Two years later	1,675,856	4,850,855	3,724,221	4,527,056			
Three years later	3,054,887	5,265,114	4,179,556				
Four years later	3,218,618	5,521,187					
Five years later	3,359,879						
<b>Cumulative net retrocession claims paid</b>	<b>(3,081,787)</b>	<b>(4,899,243)</b>	<b>(3,421,504)</b>	<b>(3,280,299)</b>	<b>(2,985,359)</b>	<b>(27,861)</b>	<b>(17,704,053)</b>
Net liabilities of retrocession – Claims from 2017 to 2022 (a)	277,091	622,944	758,052	1,244,657	1,998,765	742,415	5,627,325
Net liabilities of retrocession – Claims before 2017 (b)							1,572,956
<b>Net liabilities of retrocession - Undiscounted net incurred claims (c) = (a) + (b)</b>							<b>7,211,001</b>
Effect of discounting – Claims from 2017 to 2022 (d)	(12,669)	(40,761)	(43,265)	(75,244)	(126,533)	(65,689)	(355,211)
Effect of discounting – Claims before 2017 (e)							(181,175)
<b>Net liabilities of retrocession - Discounted incurred claims (e) = (c) + (d)</b>							<b>6,772,314</b>
Discounted risk adjustment – Claims from 2017 to 2022 (f)	1,005	3,968	5,274	9,322	14,804	6,883	41,267
Discounted risk adjustment – Claims from 2017 to 2022 (f)							7,359
<b>Net liabilities of retrocession included in the financial statement (e) + (f)</b>							<b>6,821,559</b>



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

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### 2.2.3 Market risk

These are the risks arising from changes in prices and rates in financial markets that may cause a reduction in the value of a security or asset portfolio. The main variables linked to the market risk of the investment portfolio of IRB Re are: real and nominal interest and exchange rates.

For these variables, the risk management involves different organizational units, including guidelines and strategies, as well as Value at Risk (VaR) techniques, and construction of stress scenarios, aimed at the preventive loss management.

With regard to foreign currencies, the Company's main exposure is to the US dollar, besides other currencies at a lower level, such as: Indian rupee, Peruvian nuevo sol, euro, Colombian peso, Argentinean peso, pound sterling, Canadian dollar, and South Korean won.

#### 2.2.3.1 Value at Risk Analysis

In the Company, these policies establish limits, processes and tools to effectively manage market risks. In addition, the investment portfolio is monitored daily to ensure that the limits set are observed.

Value at Risk (VaR) is one of the methods used in market risk management. Measuring risk using this method estimates the maximum loss expected over a certain time horizon and specified confidence interval under normal market conditions. This measurement considers the effect of risk diversification on total portfolio. Such metrics are commonly used in the market to measure market risk. However, the model uses historical data to calculate portfolio losses, and its limitation refers to the fact that it does not measure such loss amounts above the confidence level.

According to the historical method, 95.0% confidence, time period of 24 months and daily returns, daily VaR of the Company's asset portfolio was estimated at approximately R\$ 6,423 as at September 30, 2023, which represented an estimated maximum loss of 0.08% of the total asset portfolio.

#### 2.2.3.2 Consolidated analysis by economic stress tests

The stress test consists of measuring the effect of the changes in prices and rates observed in the financial market over significant stress periods on the Company's asset and liability amounts. For this purpose, the main prices and rates during the periods prior and after the crisis are observed and the respective changes are applied on the Company's assets and liabilities as at the reporting date September 30, 2023. The calculation of the global effect also considers the correlations existing among the many risk factors. The variables that affect the stress test result the most are the real and nominal interest rates and the foreign exchange rates.

After analysis, the conclusion is that the most adverse scenario for the investment portfolio is the Fall 2008 (2008), which refers to the Lehman Brothers' bankruptcy followed by two consecutive interest rate cuts by the Federal Reserve Bank (FED), and the US government takeover of Fannie May and Freddie Mac to stabilize the US mortgage market, which would cause a loss estimated at 16.8% on the net assets related to market risk.

The international stress tests analyzed were the following: Mexican Crisis (1995), Asian Crisis (1997), Russian Devaluation (1998), Tech Wreck (2000), Sept 11th (2001), Fall 2008 (2008).

### 2.2.4 Credit risk

IRB Re believes that the main source of its credit risk comprises retrocession transactions. Accordingly, the Company adopts the policy of entering into retrocession transactions with companies



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whose ratings are equal or higher than A- (S&P, Fitch and AM Best) or A3 (Moody's) in international scale. The exceptions to this policy are reviewed and approved by a dedicated joint body (Security Committee). Retrocession limits (individual and aggregate) are set for counterparties, which are reviewed and approved at least once a year. The following table shows the breakdown of retrocession assets by rating.

### Rating of retrocession assets

September 30, 2023						
% of retrocession assets						
Rating range (*)	Local	Admitted	Eventual	Insurer	Foreign Business	Total
AAA or equivalent	-	6.7	0.2	-	0.2	7.1
AA or equivalent	-	21.2	17.6	-	5.4	44.2
A or equivalent	-	19.7	21.6	-	2.2	43.5
BBB or equivalent	-	0.6	-	-	0.1	0.7
Without rating	0.2	-	-	1.7	2.6	4.5
	0.2	48.2	39.4	1.7	10.5	100.0

December 31, 2022						
% of retrocession assets						
Rating range (*)	Local	Admitted	Eventual	Insurer	Foreign Business	Total
AAA or equivalent	-	6.5	0.2	-	0.2	6.9
AA or equivalent	-	27.9	11.5	-	5.0	44.4
A or equivalent	-	19.7	21.1	-	2.9	43.7
BBB or equivalent	-	1.3	-	-	0.1	1.4
Without rating	0.2	-	-	1.1	2.3	3.6
	0.2	55.4	32.8	1.1	10.5	100.0

(\*) The ratings are assigned by the following agencies: Standard & Poor's (S&P), Moody's, A.M. Best and Fitch.

Local retrocessionaire: reinsurer headquartered in the country, incorporated as a corporation.

Admitted Retrocessionaire: reinsurer headquartered abroad, with a representative office in the country according to SUSEP (Brazilian regulatory body) rules.

Eventual Retrocessionaire: foreign reinsurer without a representative office in Brazil, according to SUSEP (Brazilian regulatory body) rules.

The following techniques are used for controlling and mitigating credit risks: setting of retrocession limits by entity; monitoring of credit risk exposure; monitoring of changes and trends in the insurance, reinsurance and financial markets; and preventative loss management.



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### Exposure to credit risk

The total exposure to credit risk of several categories of assets of the Company is shown in the table below. It also shows the maturity of actual past due assets (actual premium, claim and other receivables).

Portfolio breakdown by class and accounting category	Parent company		Consolidated	
			September 30, 2023 (Restated)	
	Assets not past due	Book value	Assets not past due	Book value
Cash and cash equivalents	3,205	3,205	7,875	7,875
At amortized cost				
Corporate	422,614	422,614	375,876	375,876
Government	143,281	143,281	164,081	164,081
Foreign	-	-	-	-
At fair value through profit or loss				
Corporate	281,249	281,249	263,665	263,665
Government	-	-	-	-
Foreign	23,734	23,734	23,734	23,734
At fair value through comprehensive income				
Corporate	786,240	786,240	787,652	787,652
Government	4,313,967	4,313,967	4,320,785	4,320,785
Foreign	2,605,062	2,605,062	2,605,062	2,605,062
<b>Financial assets</b>	<b>8,579,352</b>	<b>8,579,352</b>	<b>8,548,730</b>	<b>8,548,730</b>

Portfolio breakdown by class and accounting category	Parent company		Consolidated	
			December 31, 2022 (Restated)	
	Assets not past due	Book value	Assets not past due	Book value
Cash and cash equivalents	6,119	6,119	17,793	17,793
At fair value through profit or loss				
Corporate	896,447	896,447	826,814	826,814
Government	1,347,514	1,347,514	1,357,615	1,357,615
Foreign	668,344	668,344	668,344	668,344
At fair value through comprehensive income				
Corporate	451,999	451,999	448,096	448,096
Government	3,339,975	3,339,975	3,346,667	3,346,667
Foreign	2,317,846	2,317,846	2,317,846	2,317,846
<b>Financial assets</b>		<b>9,028,244</b>		<b>8,983,175</b>

In credit risk management related to financial assets, the limits are set based on the Company's investment policy. These limits are reflected in investment mandates, particularly when related to investments in corporate bond fund quotas. The compliance with mandates is monitored by the Risk area.

In brief, credit exposure limits do not restrict allocation to federal government securities. In relation to issuances of financial and non-financial companies or investment fund quotas, a methodology based on the analysis of quantitative and qualitative aspects of companies and funds, according to the Company's investment policy, is adopted.

This analysis results in a score (internal rating). Based on such score, a credit limit is set. This limit will be used for restricting the maximum exposure to the securities issued by a certain non-financial or financial company.



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

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### 2.3 Valuation techniques and assumptions applied to measure fair value

The measurement of fair value of financial assets and liabilities is as follows:

- (a) The fair value of financial assets and liabilities under standard terms and conditions and traded in active markets is measured based on the prices observed in such markets.
- (b) The fair value of derivative instruments is calculated using quoted prices. Futures contracts for currency are measured based on the exchange rates and yield curves obtained based on quotation and for the same contractual terms.

The fair value of other financial assets and liabilities (except those described above) is measured according to generally-accepted pricing models based on discounted cash flow analyses.

### 2.4 Fair value measurements recognized

- (a) Level 1 fair value measurements are obtained from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (b) Level 2 fair value measurements are obtained through inputs, except quoted prices, included in Level 1, which are observable for asset or liability directly (as prices) or indirectly (based on prices).
- (c) Level 3 fair value measurements are obtained through valuation techniques that include inputs for assets or liabilities, but they are not based on observable market data (unobservable data).

There was no transfer between Levels 1, 2 and 3 during the period.



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

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The Company's financial instruments by the carrying amounts of their financial assets and liabilities, including their fair value hierarchical values are shown in the table below:

		Parent company	Consolidated
Financial assets measured at fair value	Level	September 30, 2023 (Restated)	September 30, 2023 (Restated)
Financial assets at fair value through profit or loss			
Shares in Brazilian companies	Level 1	40,656	40,656
Interest-bearing checking account	Level 2	80,550	80,550
Inepar debentures	Level 3	5,000	5,000
Debentures % CDI	Level 1	-	1,109
Derivatives	Level 2	4	142
Stock funds	Level 2	68,823	60,745
Market index funds	Level 1	18,773	18,773
Receivable investment funds	Level 1	-	25,198
Real estate funds - Exclusive	Level 2	61,873	868
Financial bills % CDI	Level 2	14,786	8,174
Financial bills CDI+	Level 2	-	6,611
Other	Level 2	(19,331)	-
Shares in investment funds - non-exclusive - Abroad	Level 2	23,734	23,734
Shares in investment funds - non-exclusive	Level 1	10,115	15,839
Total		304,983	287,399
Financial assets at fair value through other comprehensive income			
Certificate of Deposit	Level 2	329,148	329,148
Time deposit abroad	Level 2	368,818	368,818
Financial Treasury Bills	Level 1	2,248,066	2,248,068
National Treasury Notes - Series B	Level 1	1,282,280	1,287,274
National Treasury Notes - Series F	Level 1	50,715	50,716
Repurchase agreements	Level 2	732,906	734,727
Other	Level 2	(1,412)	-
Reinsurance trust account (**)	Level 1	1,205,279	1,205,279
Sovereign bonds - Global 25	Level 1	787,652	787,652
Sovereign bonds - USA	Level 1	17,450	17,450
Sovereign bonds - Global 25 and 26 (*)	Level 1	684,367	684,367
Total		7,705,269	7,713,499
Financial assets at amortized cost			
Mortgage-backed securities	Level 2	-	2,062
Debentures % CDI	Level 1	39,823	20,576
Debentures CDI +	Level 1	19,598	148,845
Debentures IPCA	Level 1	22,404	25,216
Receivable investment funds	Level 1	173,253	-
Financial bills % CDI	Level 2	167,809	533
Financial bills CDI+	Level 2	-	178,644
Financial Treasury Bills	Level 1	42,191	42,191
Repurchase agreements	Level 2	101,090	121,890
Other	Level 2	(273)	-
Total		565,895	539,957
Total		8,576,147	8,540,855

		Parent company	Consolidated
Financial liabilities not measured at fair value	Level	September 30, 2023 (Restated)	September 30, 2023 (Restated)
Financial liabilities amortized cost			
Debentures	Not applicable	1,056,486	1,056,486
Total		1,056,486	1,056,486



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In thousands of reais, except when otherwise stated

		Parent company	Consolidated
Financial assets measured at fair value	Level	December 31, 2022	December 31, 2022
Financial assets at fair value through profit or loss			
Financial Treasury Bills	Level 1	959,437	959,437
National Treasury Notes - Series B	Level 1	39,453	39,453
Repurchase agreements	Level 2	348,624	358,725
Shares in investment funds - non-exclusive	Level 2	25,332	30,371
Time deposit abroad	Level 2	559,056	559,056
Derivatives	Level 2	-	749
Inepar debentures	Level 3	12,179	12,179
Sovereign bonds - Global 23	Level 1	739,204	739,204
Shares in Brazilian companies	Level 1	65,264	54,772
Market index funds	Level 1	14,067	14,067
Real estate funds - Exclusive	Level 2	64,060	804
Interest-bearing checking account	Level 2	83,956	83,956
Other	Level 2	1,673	-
Total		2,912,305	2,852,773
Available-for-sale financial assets			
Financial Treasury Bills	Level 1	1,814,374	1,814,374
National Treasury Notes - Series B	Level 1	1,209,180	1,211,165
National Treasury Notes - Series F	Level 1	50,255	50,255
Bank certificate of deposits	Level 2	55,272	55,272
Shares in Funds - Non-exclusive	Level 2	7,807	7,807
Debentures % CDI	Level 1	20,703	135,641
Debentures CDI +	Level 1	80,592	20,703
Debentures IPCA	Level 1	12,152	33,177
Financial bills % CDI	Level 2	151,377	158,777
Financial bills CDI+	Level 2	13,301	13,301
Repurchase agreements	Level 2	266,166	270,873
Mortgage-backed securities	Level 2	-	2,015
Receivable investment funds	Level 1	113,502	21,403
Other	Level 2	(2,707)	-
Sovereign bonds - Global 23 and 25 (*)	Level 1	1,011,259	1,011,259
Reinsurance trust account (**)	Level 1	1,306,587	1,306,587
Total		6,109,820	6,112,609
Total		9,022,125	8,965,382

		Parent company	Consolidated
Financial liabilities not measured at fair value	Level	December 31, 2022	December 31, 2022
Financial liabilities amortized cost			
Debentures	Not applicable	916,111	916,111
Total		916,111	916,111

(\*) Brazilian securities traded abroad.

(\*\*) Assets deposited abroad and that adjust downward the coverage requirement, according to SUSEP Circular 648/2021, represented by US government bonds falling due in 2023, 2024, 2025, 2026 and 2027 (see Note 17).



Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

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## Section C – Information by operating segment

### 3 Information by operating segment

The Company's information by operating segment is prepared based on the financial information that is available and directly attributable to the segment, or that could be allocated on reasonable basis.

The Company shall observe the regulations applicable to the publicly-held companies and companies overseen by SUSEP.

As of January 1, 2023, the CVM Resolution 42/2021 came into effect, requiring Brazilian publicly-held companies to adopt the Technical Pronouncement CPC 50 / IFRS 17 in its financial statements. However, SUSEP is yet to ratify CPC 50 / IFRS 17 for the entities that it oversees, and, for this reason, the Company prepares other financial statements, according the accounting standards adopted in Brazil, applicable to the institutions authorized by SUSEP, including the compliance with the pronouncements, guidance, and interpretations issued by the CPC, when ratified by this regulatory authority.

In view of the above, the Statutory Board, in the capacity of the main manager of operations, keeps allocating funds and assessing the performance of the operating segments of the entity based on the financial information prepared according to CPC 11/ IFRS 4, thus assuring that the operation is compliant with all prudential requirements established by SUSEP.

To assure the fair presentation of the total balance shown in the statements of profit or loss in compliance with CPC 50/ IFRS 17, presented in the statements of profit or loss for the year, the impact arising from the new standard was considered separately.

The Company's business segments demonstrated below are as follows:

- a) Brazil: Represents the insurance risks accepted in Brazil;
- b) Abroad: Represents the insurance risks accepted abroad;
- c) Other: This includes items that cannot be assigned to the business segments, as they have corporate characteristics. Corporate items mainly include those associated with financial management, administrative expenses, tax expenses, share of profit of equity-accounted investees, and taxes and contributions. The monitoring of these items is carried out by the Company's Management in aggregate, not considering the breakdown by segment in its internal financial reports.

As at September 30, 2023, a single customer accounted for a percentage equivalent to 16.51% (11.66% for the same period in 2022) of the Company's revenue.



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The following table shows the consolidated amounts as at September 30, 2023 and 2022:

	Consolidated			Consolidated		
	Balance as at September 30, 2023	Effects (CPC 50 / IFRS 17)	Balance as at September 30, 2023 - With adoption of CPC 50	Balance as at September 30, 2022	Effects (CPC 50 / IFRS 17)	Balance as at September 30, 2022 - With adoption of CPC 50
Reinsurance premiums	4,948,562	(4,948,562)	-	6,102,287	(6,102,287)	-
Ceded premiums in retrocession	(1,830,522)	1,830,922	-	(2,129,726)	2,129,726	-
Retained premiums	3,106,540	(3,106,640)	-	3,922,531	(3,922,531)	-
Changes in technical reserves	(29,595)	29,995	-	(294,058)	244,058	-
Earned premiums	3,086,685	(3,086,685)	-	3,678,473	(3,678,473)	-
Retained claims	(2,315,894)	2,315,894	-	(3,963,848)	3,963,848	-
Acquisition costs	(672,842)	672,842	-	(854,112)	854,112	-
Other operating expenses	(42,295)	42,299	-	(137,171)	137,171	-
Reinsurance revenue	-	4,372,800	4,372,800	-	5,274,195	5,274,195
Reinsurance service expenses	-	(3,253,051)	(3,253,051)	-	(5,416,376)	(5,416,376)
Net expenses from retrocession contracts	-	(1,258,951)	(1,258,951)	-	(1,085,777)	(1,085,777)
Reinsurance service result (Underwriting result)	49,890	(219,150)	(169,260)	(1,266,658)	84,701	(1,201,957)
Net finance income or expense from reinsurance operations	-	(232,410)	(232,410)	-	187,434	187,434
Net finance income or expense from retrocession operations	-	42,160	42,160	-	(68,363)	(68,363)
Net financial result of operations	-	(190,250)	(190,250)	-	129,471	129,471
Administrative expenses	(250,865)	229,536	(21,428)	(237,287)	227,557	(9,730)
Tax expenses	(113,202)	104,656	(8,547)	(73,940)	67,821	(6,019)
Financial result	423,913	(100,252)	323,661	528,624	(217,347)	306,277
Share of profit of equity-accounted investees	715	-	715	11,484	-	11,484
Net income before taxes	110,414	(175,563)	(65,149)	(1,070,707)	301,303	(769,404)
Taxes, contributions and profit sharing	(34,034)	30,968	(4,934)	(479,200)	(115,512)	(355,688)
Net income (loss) for the year	76,380	(94,595)	(18,215)	(591,587)	181,791	(409,796)

The following tables show the amounts by segment as at September 30, 2023 and 2022:

	Consolidated Domestic			Consolidated Domestic		
	Balance as at September 30, 2023	Effects (CPC 50 / IFRS 17)	Balance as at September 30, 2023 - With adoption of CPC 50	Balance as at September 30, 2022	Effects (CPC 50 / IFRS 17)	Balance as at September 30, 2022 - With adoption of CPC 50
Reinsurance premiums	3,675,270	(3,675,270)	-	4,133,199	(4,133,199)	-
Ceded premiums in retrocession	(1,787,399)	1,787,399	-	(1,522,666)	1,522,666	-
Retained premiums	1,887,861	(1,887,861)	-	2,610,333	(2,610,333)	-
Changes in technical reserves	(90,700)	90,700	-	(273,952)	273,952	-
Earned premiums	1,797,181	(1,797,181)	-	2,335,381	(2,335,381)	-
Retained claims	(1,264,415)	1,264,415	-	(2,649,962)	2,649,962	-
Acquisition costs	(408,790)	408,790	-	(509,988)	509,988	-
Other operating expenses	(27,593)	27,593	-	(95,015)	95,015	-
Reinsurance revenue	-	3,865,729	3,865,729	-	3,888,513	3,888,513
Reinsurance service expenses	-	(2,115,843)	(2,115,843)	-	(3,706,196)	(3,706,196)
Net expenses from retrocession contracts	-	(1,164,016)	(1,164,016)	-	(666,391)	(666,391)
Reinsurance service result (Underwriting result)	98,412	(12,542)	85,870	(819,604)	233,530	(686,074)

	Consolidated Exterior			Consolidated Exterior		
	Balance as at September 30, 2023	Effects (CPC 50 / IFRS 17)	Balance as at September 30, 2023 - With adoption of CPC 50	Balance as at September 30, 2022	Effects (CPC 50 / IFRS 17)	Balance as at September 30, 2022 - With adoption of CPC 50
Reinsurance premiums	1,270,292	(1,270,292)	-	1,969,058	(1,969,058)	-
Ceded premiums in retrocession	(51,533)	51,533	-	(655,850)	655,850	-
Retained premiums	1,218,759	(1,218,759)	-	1,312,198	(1,312,198)	-
Changes in technical reserves	64,746	(64,746)	-	29,894	(29,894)	-
Earned premiums	1,283,504	(1,283,504)	-	1,342,092	(1,342,092)	-
Retained claims	(1,051,178)	1,051,178	-	(1,333,866)	1,333,866	-
Acquisition costs	(265,092)	265,092	-	(244,124)	244,124	-
Other operating expenses	(14,708)	14,708	-	(41,156)	41,156	-
Reinsurance revenue	-	1,007,071	1,007,071	-	1,587,583	1,587,583
Reinsurance service expenses	-	(1,137,258)	(1,137,258)	-	(1,710,150)	(1,710,150)
Net expenses from retrocession contracts	-	(124,935)	(124,935)	-	(393,396)	(393,396)
Reinsurance service result (Underwriting result)	(48,652)	(206,890)	(255,542)	(277,654)	(138,829)	(615,883)

The impacts noted on the operating profit arise from the following: (i) change in the criteria for determining reinsurance revenue, which starts to be measured by the delivery of reinsurance operations instead of the recognition for the passage of time of coverage; (ii) the reinsurance expense starts to record the amounts of incurred claims considering the time value of money, the losses on onerous contracts, and an allocation of a portion of administrative expenses and taxes that are attributable to reinsurance and retrocession contracts.



# IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

The impacts noted on financial result arise from the use of financial discount and subsequent changes in discount rates for measurement of reinsurance assets and liabilities, while according to the previous accounting practice the measurement was performed on undiscounted basis.

## Section D – The Group's structure

### 4 Investments

#### 4.1 Ownership interests

As at September 30, 2023 and December 31, 2022, the Company's ownership interests are as follows:

Name	Brazil	Business	Relationships	Percentage	
				Direct interest in common shares	
IRB Asset Management	Brazil	Asset management	Subsidiary	100.0%	
IRB Santos Dumont	Brazil	Real estate management	Subsidiary	100.0%	
IRB Chile	Brazil	Real estate management	Subsidiary	100.0%	
IRB Uso	Brazil	Real estate management	Subsidiary	100.0%	
IRB Renda	Brazil	Real estate management	Subsidiary	100.0%	
B3i	Switzerland	Technology	Other investments	7.35%	

#### 4.2 Change in investments

	September 30, 2023	December 31, 2022
<b>Opening balance</b>	<b>39,387</b>	<b>28,876</b>
Net income from subsidiaries		
IRB Asset Management	33,680	40,738
Ownership interests of subsidiaries		
IRB Chile	140	1,907
IRB Renda	553	11,280
IRB Uso	(122)	497
IRB Santos Dumont	65	14,872
Dividends		
IRB Asset Management	(38,938)	(36,659)
Exchange rate change of investment abroad	-	(6,245)
Impairment B3i (i)	-	(15,879)
<b>Ownership interests</b>	<b>34,765</b>	<b>39,387</b>

(i) Impairment B3i

B3i (investee) started-up its operations in the second half of 2019 with a platform of Integration and exchange of transactions based on the blockchain technology, offering services to insurers and reinsurers based in Europe. The entity's shareholders comprise, among others, a select group of reinsurers, including major and important global players.

At the beginning of its activities, B3i attracted clients, however, the transaction and financial volume was below the required to cover operating costs.



## IRB-Brasil Resseguros S.A.

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In thousands of reais, except when otherwise stated

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During the year 2020, important prospect customers of B3i cancelled their orders and the investee started to use its funds to settle its obligations. At the end of 2020, B3i had to take on a loan to maintain the liquidity required to cover its operating costs.

In the year 2021, there was no increase in the amount of customers or revenue, and with the maintenance of the cost level, the loan obtained covered the operations until the middle of February 2022.

In May 2022, B3i requested a loan to the majority shareholders to initiate the company's voluntary liquidation process, however, even with such loan the company could not manage to arrange the liquidation process and in July it filed for bankruptcy.

Based on the information received from the investee, in the second quarter of 2022 the Company recognized an impairment of the full amount recorded in the Investments line item, in the amount of R\$ 15,879.



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

## Section E – Material notes to the parent company and consolidated condensed interim financial information

### 5 Cash and cash equivalents

The balance of this account is as follows:

	Parent company		Consolidated	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Cash and cash equivalents in national currency	859	314	5,529	11,988
Cash and cash equivalents in foreign currency	2,346	5,805	2,346	5,805
Total	3,205	6,119	7,875	17,793

### 6 Financial assets

#### 6.1 Breakdown of financial assets

The effect of the initial application of the CPC 48 / IFRS 9 on the Company's financial instruments is described in Note 1.4.2.

In view of the transition method chosen for application of the CPC 48 / IFRS 9, the comparative information was not restated to reflect the new requirements.

The difference in amount shown in the Notes for 2023 refers to the expected loss recorded in the period amounting to R\$ 7,745.



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

	Parent company						
	September 30, 2023 (Restated)						
	FVTPL		FVOCI		Amortized cost		Total
	Amortized cost	Fair Value	Amortized cost	Fair Value	Amortized cost	Fair Value	
Fixed-income securities - Corporate							
Debt securities	5,000	5,000	-	-	-	-	5,000
Shares in exclusive funds - Fixed income							
Debt securities % CDI	-	-	-	-	39,823	19,840	39,823
Debt securities % CDI +	-	-	-	-	19,196	29,823	19,196
Debt securities % IPCA	-	-	-	-	22,404	22,878	22,404
Derivative	4	4	-	-	-	-	4
Fixed-income funds	-	-	-	-	173,283	173,283	173,283
Financial Treasury Bills	14,776	14,786	-	-	167,889	168,328	182,595
National Treasury Notes - Series B	-	-	2,231,458	2,235,432	42,191	42,288	2,277,623
National Treasury Notes - Series F	-	-	1,488,411	1,282,280	-	-	1,282,280
Repurchase agreements	-	-	53,648	50,715	-	-	50,715
Other	-	-	719,394	719,394	101,080	101,080	820,444
Sovereign bonds - Global 25	(18,816)	(18,816)	(1,412)	(1,412)	(272)	(272)	(20,301)
Shares in exclusive funds - Variable income	-	-	827,647	797,652	-	-	787,852
Shares	13,260	13,260	-	-	-	-	13,260
Stock funds	68,823	68,823	-	-	-	-	68,823
Market index funds	18,772	18,772	-	-	-	-	18,772
Financial Treasury Bills	-	-	12,622	12,634	-	-	12,634
Repurchase agreements	-	-	13,852	13,852	-	-	13,852
Other	(715)	(715)	-	-	-	-	(715)
Shares in real estate funds - Exclusive	61,873	61,873	-	-	-	-	61,873
Shares in investment funds - Non-exclusive	10,115	10,115	-	-	-	-	10,115
Shares in Brazilian companies	27,396	27,396	-	-	-	-	27,396
Financial assets abroad	260,889	260,889	3,325,386	3,104,207	585,895	550,721	3,866,861
Fixed-income securities - Government							
Sovereign bonds - Global 25 and 26	-	-	784,452	684,387	-	-	864,367
Other financial assets							
Restricted financial assets - Interest-bearing credit letter (ii)	80,550	80,550	-	-	-	-	80,550
Reinsurance trust account (ii)	-	-	1,243,192	1,255,278	-	-	1,255,278
Sovereign bonds - USA	-	-	17,766	17,450	-	-	17,650
Fixed-income securities - Corporate							
Time deposit abroad (i)	-	-	368,816	368,816	-	-	368,816
Certificate of Deposit (iv)	-	-	329,148	329,148	-	-	329,148
Shares in non-exclusive funds							
Shares in non-exclusive investment funds	23,734	23,734	-	-	-	-	23,734
	164,264	164,264	2,723,376	2,605,062	-	-	2,788,346
Total	364,973	364,983	8,048,656	7,705,288	585,895	550,721	8,570,147
%	-	3.8%	-	49.8%	-	6.8%	100%
Current	-	504,983	-	2,448,381	-	275,165	3,029,329
Non-current	-	-	-	5,256,888	-	280,730	5,547,618

(\*) Refer to administrative amounts receivable and payable that are in exclusive investment funds.

(i) These represent financial assets in time deposits, which maturities range from 3 to 142 days. Such financial assets are mainly in US dollars and euro.

(ii) Interest-bearing credit letter.

(iii) Assets deposited abroad and that are used for coverage of the guarantee of technical reserves, according to SUSEP Circular 648/2021, represented by US government bonds falling due in 2023, 2024, 2025, 2026 and 2027.

(iv) These represent financial assets in Certificate of deposit, which maturities range from 19 to 140 days.



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

### 6.1 Breakdown of financial assets

Parent company					
December 31, 2022					
	Fair value through profit or loss		Available for sale		Total
	Amortized cost	Fair Value	Amortized cost	Fair Value	
Fixed-income securities - Corporate					
Debentures	12,179	12,179	-	-	12,179
Shares in exclusive funds - fixed income					
Financial Treasury Bills	949,653	947,980	1,815,651	1,814,374	2,762,354
Repurchase agreements	330,069	330,069	266,166	266,166	596,235
National Treasury Notes - Series B	49,313	39,453	1,441,668	1,209,180	1,248,633
National Treasury Notes - Series F	-	-	56,276	50,255	50,255
Debentures % CDI	-	-	20,793	20,703	20,703
Debentures CDI +	-	-	81,572	80,592	80,592
Debentures IPCA +	-	-	12,370	12,152	12,152
Financial bills % CDI	-	-	151,107	151,377	151,377
Financial bills CDI+	-	-	13,307	13,301	13,301
Sovereign bonds - Global 23	739,799	739,204	-	-	739,204
Bank certificate of deposits	-	-	55,272	55,272	55,272
Fixed-income funds	-	-	113,502	113,502	113,502
Other (*)	1,670	1,670	2,707	2,707	1,037
Shares in exclusive funds - variable income					
Financial Treasury Bills	11,469	11,457	-	-	11,457
Repurchase agreements	18,555	18,555	-	-	18,555
Stock funds	65,264	65,264	-	-	65,264
Market index funds	14,067	14,067	-	-	14,067
Other	3	3	-	-	3
Shares in real estate funds - Exclusive	64,060	64,060	-	-	64,060
Shares in investment funds - Non-exclusive	-	-	15,033	7,807	7,807
	2,256,141	2,243,961	4,040,010	3,791,974	6,035,935
Financial assets Abroad					
Fixed-income securities - Government					
Sovereign bonds - Global 23 and 26	-	-	1,090,386	1,011,259	1,011,259
Other financial assets					
Restricted financial assets - interest-bearing credit letter (i)	83,956	83,956	-	-	83,956
Reinsurance trust account (ii)	-	-	1,369,832	1,306,587	1,306,587
Fixed-income securities - Corporate					
Time deposit abroad (i)	559,056	559,056	-	-	559,056
Shares in non-exclusive funds					
Shares in non-exclusive investment funds	25,332	25,332	-	-	25,332
	668,344	668,344	2,460,218	2,317,846	2,986,190
<b>Total</b>	<b>2,924,485</b>	<b>2,912,305</b>	<b>6,500,228</b>	<b>6,109,820</b>	<b>9,022,125</b>
%		32%		68%	100%
Current		2,912,305		1,367,977	4,280,282
Non-current		-		4,741,843	4,741,843

(\*) Refer to administrative amounts receivable and payable that are in exclusive investment funds.

(i) These represent financial assets in time deposits, which maturities range from 3 to 142 days. Such financial assets are mainly in US dollars and euro.

(ii) Interest-bearing credit letter.

according to SUSEP Circular 648/2021, represented by US government bonds falling due in 2023, 2024, 2025, 2026 and 2027.

(iii) These represent financial assets in Certificate of deposit, which maturities range from 19 to 140 days.



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

### 6.1 Breakdown of financial assets

	Consolidated September 30, 2023 (Restated)						
	FUTPL		FVOCI		Amortized cost		
	Amortized cost	Fair Value	Amortized cost	Fair Value	Amortized cost	Fair Value	Average interest rate - %
<b>Fixed-income securities - Corporate</b>							
Debt securities	5,000	5,000	-	-	-	-	-
Shares in exclusive funds - Fixed income							
Mortgage-backed securities	-	-	-	-	2,062	2,062	-
Debt securities % CDI	1,109	1,109	-	-	20,576	20,518	107.73%
Debt securities % IPCA	-	-	-	-	25,216	25,488	(PCAv6.96%)
Debt securities CDI*	-	-	-	-	148,845	138,545	Div2.07%
Derivative	134	134	-	-	-	-	-
Fixed-income funds	25,198	25,198	-	-	-	-	-
Financial bills % CDI	8,184	8,174	-	-	533	533	110.95% a.a
Financial bills CDI*	8,892	8,511	-	-	178,844	179,162	CDI+1.38% a.a
Financial Treasury Bills	-	-	2,231,458	2,238,432	42,191	42,288	SELIC
National Treasury Notes - Series B	-	-	1,473,407	1,287,274	-	-	PCAv2.87%
National Treasury Notes - Series F	-	-	53,648	50,716	-	-	5.73% a.a
Repurchase agreements	-	-	714,358	714,358	121,890	-	SELIC
Sovereign bonds - Global 25	-	-	827,647	787,652	-	-	4.48%
Shares in exclusive funds - Variable income							
Shares	13,260	13,260	-	-	-	-	SELIC
Derivative	8	8	-	-	-	-	SELIC
Stock funds	80,745	80,745	-	-	-	-	-
Market index funds	18,773	18,773	-	-	-	-	-
Financial Treasury Bills	-	-	12,822	12,838	-	-	-
Repurchase agreements	-	-	20,389	20,389	-	-	-
Shares in real estate funds - Exclusive	868	868	-	-	-	-	-
Shares in investment funds - Non-exclusive	18,839	18,839	-	-	-	-	-
Shares in Brazilian companies	27,396	27,396	-	-	-	-	-
	183,108	183,115	5,333,508	5,189,457	539,957	483,864	-
<b>Financial assets Abroad</b>							
Fixed-income securities - Government							
Sovereign bonds - Global 25 and 26	-	-	764,452	684,367	-	-	5.41%
Other financial assets							
Restricted financial assets - Interest-bearing credit letter (i)	80,550	80,550	-	-	-	-	-
Reinsurance trust account (ii)	-	-	1,243,195	1,205,380	-	-	6.31%
Sovereign bonds - USA	-	-	17,759	17,449	-	-	0.37%
Fixed-income securities - Corporate							
Time deposit abroad (i)	-	-	358,818	358,818	-	-	2.55%
Certificate of Deposit (iv)	-	-	329,148	329,148	-	-	8.00%
Fixed-income securities - Corporate							
Shares in non-exclusive funds							
Shares in non-exclusive investment funds	23,734	23,734	-	-	-	-	-
	104,284	104,284	2,723,379	2,605,062	-	-	-
<b>Total</b>	<b>207,380</b>	<b>207,399</b>	<b>8,056,886</b>	<b>7,713,499</b>	<b>539,957</b>	<b>483,864</b>	<b>-</b>
%							
Current		3%		90%		8%	100%
Non-current		287,399		2,919,439		134,065	2,912,894
				5,174,068		403,893	5,577,961

(\*) Refer to administrative amounts payable that are in exclusive investment funds.

(i) These represent financial assets in time deposits, which maturities range from 9 to 91 days. Such financial assets are in US dollars.

(ii) Interest-bearing credit letter.



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In thousands of reais, except when otherwise stated

### 6.1 Breakdown of financial assets

Consolidated					
December 31, 2022					
	Fair value through profit or loss		Available for sale		Total
	Amortized cost	Fair Value	Amortized cost	Fair Value	
<b>Fixed-income securities - Corporate</b>					
Debentures	12,179	12,179	-	-	12,179
<b>Shares in exclusive funds - fixed income</b>					
Financial Treasury Bills	949,693	947,980	1,815,651	1,814,374	2,762,354
Repurchase agreements	330,069	330,069	270,873	270,873	600,942
National Treasury Notes - Series B	49,313	39,453	1,443,654	1,211,165	1,250,618
National Treasury Notes - Series F	-	-	56,276	50,255	50,255
Debentures % CDI	-	-	136,622	135,641	135,641
Debentures CDI +	-	-	20,793	20,703	20,703
Debentures IPCA	-	-	33,394	33,177	33,177
Financial bills % CDI	-	-	158,507	158,777	158,777
Financial bills CDI+	-	-	13,307	13,301	13,301
Sovereign bonds - Global 23	739,799	739,204	-	-	739,204
Bank certificate of deposits	-	-	55,272	55,272	55,272
Mortgage-backed securities	-	-	2,015	2,015	2,015
Receivable investment funds	-	-	21,403	21,403	21,403
<b>Shares in exclusive funds - variable income</b>					
Financial Treasury Bills	11,469	11,457	-	-	11,457
Repurchase agreements	28,656	28,656	-	-	28,656
Shares in Brazilian companies	54,772	54,772	-	-	54,772
Market Index funds	14,067	14,067	-	-	14,067
Derivatives - Futures markets	749	749	-	-	749
<b>Shares in real estate funds - Exclusive</b>	804	804	-	-	804
<b>Shares in investment funds - Non-exclusive</b>	5,039	5,039	15,033	7,807	12,846
	<b>2,195,609</b>	<b>2,184,429</b>	<b>4,042,800</b>	<b>3,794,763</b>	<b>5,979,192</b>
<b>Financial assets Abroad</b>					
<b>Fixed-income securities - Government</b>					
Sovereign bonds - Global 23 and 26	-	-	1,090,386	1,011,259	1,011,259
<b>Other financial assets</b>					
Restricted financial assets - Interest-bearing credit letter (i)	83,956	83,956	-	-	83,956
Reinsurance trust account (iii)	-	-	1,369,832	1,306,587	1,306,587
<b>Fixed-income securities - Corporate</b>					
Time deposit abroad (i)	559,056	559,056	-	-	559,056
<b>Fixed-income securities - Corporate</b>					
<b>Shares in non-exclusive funds</b>					
Shares in non-exclusive investment funds	25,332	25,332	-	-	25,332
	<b>668,344</b>	<b>668,344</b>	<b>2,460,218</b>	<b>2,317,846</b>	<b>2,986,190</b>
<b>Total</b>	<b>2,864,953</b>	<b>2,852,773</b>	<b>6,503,018</b>	<b>6,112,609</b>	<b>8,965,382</b>
%		32%		68%	100%
Current		2,852,773		1,283,827	4,136,600
Non-current		-		4,828,782	4,828,782

(i) These represent financial assets in time deposits, which maturities range from 3 to 142 days. Such financial assets are mainly in US dollars and euro.

(ii) Interest-bearing credit letter.

(iii) These represent financial assets in Certificate of deposit, which maturities range from 19 to 140 days.



## IRB-Brasil Resseguros S.A.

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In thousands of reais, except when otherwise stated

### 6.1.1 Breakdown of financial assets by type and maturity

Parent company					
September 30, 2023 (Restated)					
	Without maturity	From 1 to 180 days	From 181 to 365 days	Over 365 days	Total
<b>Fair value through profit or loss</b>					
<b>Fixed-income securities - Corporate</b>					
Debentures	5,000	-	-	-	5,000
<b>Shares in exclusive funds - fixed income</b>					
Derivative	4	-	-	-	4
Financial bills % CDI	-	6,611	-	8,175	14,786
Other	(18,616)	-	-	-	(18,616)
<b>Shares in exclusive funds - variable income</b>					
Shares	13,260	-	-	-	13,260
Stock funds	68,823	-	-	-	68,823
Market index funds	18,773	-	-	-	18,773
Other	(715)	-	-	-	(715)
Shares in real estate funds - Exclusive	61,873	-	-	-	61,873
Shares in investment funds - Non-exclusive	10,115	-	-	-	10,115
Shares in Brazilian companies	27,396	-	-	-	27,396
<b>Financial assets Abroad</b>					
<b>Fixed-income securities - Corporate</b>					
Other financial assets	-	-	-	-	-
Restricted financial assets - Interest-bearing credit letter	80,550	-	-	-	80,550
<b>Shares in non-exclusive investment funds</b>					
Shares in non-exclusive investment funds	23,734	-	-	-	23,734
	290,197	6,611	-	8,175	304,983
<b>Fair value through other comprehensive income</b>					
<b>Shares in exclusive funds - fixed income</b>					
Financial Treasury Bills	-	27,613	27,762	2,180,067	2,235,432
National Treasury Notes - Series B	-	-	-	1,282,280	1,282,280
National Treasury Notes - Series F	-	-	-	50,715	50,715
Repurchase agreements	-	719,354	-	-	719,354
Other	(1,412)	-	-	-	(1,412)
Sovereign bonds - Global 25	-	-	-	787,652	787,652
<b>Shares in exclusive funds - variable income</b>					
Financial Treasury Bills	-	-	-	12,634	12,634
Repurchase agreements	-	13,552	-	-	13,552
<b>Financial assets Abroad</b>					
<b>Fixed-income securities - Government</b>					
Sovereign bonds - Global 25 and 26	-	-	-	684,367	684,367
Reinsurance trust account	14,575	461,776	469,755	259,173	1,205,279
Sovereign bonds - USA	-	-	17,450	-	17,450
Time deposit abroad	-	368,818	-	-	368,818
Certificate of Deposit	-	329,148	-	-	329,148
Fixed-income securities - Corporate	13,163	1,920,261	514,957	5,256,888	7,705,269
<b>Amortized cost</b>					
<b>Shares in exclusive funds - fixed income</b>					
Debentures % CDI	-	-	1,095	38,728	39,823
Debentures % CDI +	-	-	-	19,598	19,598
Debentures % IPCA	-	-	-	22,404	22,404
Fixed-income funds	173,253	-	-	-	173,253
Financial bills % CDI	-	-	-	167,809	167,809
Financial Treasury Bills	-	-	-	42,191	42,191
Repurchase agreements	-	101,090	-	-	101,090
Other	(273)	-	-	-	(273)
	172,980	101,090	1,095	290,730	565,895
<b>Total</b>					<b>8,576,147</b>



## IRB-Brasil Resseguros S.A.

Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

### 6.1.1 Breakdown of financial assets by type and maturity

Parent company					
December 31, 2022					
	Without maturity	From 1 to 180 days	From 181 to 365 days	Over 365 days	Total
<b>Fair value through profit or loss</b>					
<b>Fixed-income securities - Corporate</b>					
Debentures	12,179	-	-	-	12,179
<b>Shares in exclusive funds - fixed income</b>					
Repurchase agreements	-	330,069	-	-	330,069
National Treasury Notes - Series B	-	-	-	39,453	39,453
Financial Treasury Bills	-	-	-	947,980	947,980
Sovereign bonds - Global 23	-	739,204	-	-	739,204
Other	1,670	-	-	-	1,670
<b>Shares in exclusive funds - variable income</b>					
Financial Treasury Bills	-	-	-	11,457	11,457
Repurchase agreements	-	18,555	-	-	18,555
Stock funds	65,264	-	-	-	65,264
Market index funds	14,067	-	-	-	14,067
Other	3	-	-	-	3
<b>Shares in real estate funds - Exclusive</b>	64,060	-	-	-	64,060
<b>Financial assets Abroad</b>					
<b>Fixed-income securities - Corporate</b>					
Time deposit abroad	-	559,056	-	-	559,056
<b>Other financial assets</b>					
Restricted financial assets - Interest-bearing credit letter	83,956	-	-	-	83,956
<b>Shares in non-exclusive investment funds</b>					
Shares in non-exclusive investment funds	25,332	-	-	-	25,332
	266,531	1,646,884	-	998,890	2,912,305
<b>Available for sale</b>					
<b>Shares in exclusive funds - fixed income</b>					
Financial Treasury Bills	-	-	-	1,814,374	1,814,374
Repurchase agreements	-	266,166	-	-	266,166
National Treasury Notes - Series B	-	-	-	1,209,180	1,209,180
National Treasury Notes - Series F	-	-	-	50,255	50,255
Debentures % CDI	-	1,664	-	19,139	20,703
Debentures CDI +	-	204	-	80,388	80,592
Debentures IPCA +	-	-	-	12,152	12,152
Financial bills % CDI	-	-	-	151,377	151,377
Financial bills CDI+	-	-	-	13,301	13,301
Fixed-income funds	113,502	-	-	-	113,502
Bank certificate of deposits	-	55,272	-	-	55,272
Other	(2,707)	-	-	-	(2,707)
Shares in investment funds - Non-exclusive	7,807	-	-	-	7,807
<b>Financial assets Abroad</b>					
<b>Fixed-income securities - Government</b>	118,602	323,206	-	3,350,166	3,791,974
Sovereign bonds - Global 23 and 26	-	428,162	-	583,097	1,011,259
Reinsurance trust account	1,746	-	496,261	808,580	1,306,587
<b>Fixed-income securities - Corporate</b>					
	120,348	751,368	496,261	4,741,843	6,109,820
<b>Total</b>					9,022,125



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Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

### 6.1.1 Breakdown of financial assets by type and maturity

	Consolidated				
	September 30, 2023 (Restated)				
	Without maturity	From 1 to 180 days	From 181 to 365 days	Over 365 days	Total
Fair value through profit or loss					
Fixed-income securities - Corporate					
Debentures	5,000	-	-	-	5,000
Shares in exclusive funds - fixed income					
Debentures % CDI	-	-	-	1,109	1,109
Derivative	134	-	-	-	134
Fixed-income funds	25,198	-	-	-	25,198
Financial bills % CDI	-	-	-	8,174	8,174
Financial bills CDI+	-	6,611	-	-	6,611
Shares in exclusive investment funds - variable income					
Shares	13,260	-	-	-	13,260
Derivative	-	8	-	-	8
Stock funds	60,745	-	-	-	60,745
Market index funds	18,773	-	-	-	18,773
Shares in exclusive investment funds	868	-	-	-	868
Shares in non-exclusive investment funds	15,839	-	-	-	15,839
Shares in Brazilian companies	27,396	-	-	-	27,396
Financial assets Abroad					
Other financial assets					
Restricted financial assets - Interest-bearing credit letter	80,550	-	-	-	80,550
Shares in non-exclusive funds					
Shares in non-exclusive investment funds	23,734	-	-	-	23,734
	271,497	6,619	-	9,283	287,399
Fair value through other comprehensive income					
Shares in exclusive funds - fixed income					
Financial Treasury Bills	-	117,250	27,751	2,090,431	2,235,432
National Treasury Notes - Series B	-	4,994	-	1,282,280	1,287,274
National Treasury Notes - Series F	-	-	-	50,716	50,716
Repurchase agreements	-	714,358	-	-	714,358
Sovereign bonds - Global 25	-	-	-	787,652	787,652
Shares in exclusive funds - variable income					
Financial Treasury Bills	-	-	-	12,635	12,635
Repurchase agreements	-	13,556	-	6,813	20,369
Financial assets Abroad					
Fixed-income securities - Government					
Sovereign bonds - Global 25 and 26	-	-	-	684,367	684,367
Reinsurance trust account	14,575	461,776	469,755	259,174	1,205,280
Sovereign bonds - USA	-	-	17,449	-	17,449
Time deposit abroad	-	368,818	-	-	368,818
Certificate of Deposit	-	329,148	-	-	329,148
	14,575	2,009,900	514,955	5,174,068	7,713,498
Amortized cost					
Shares in exclusive funds - fixed income					
Mortgage-backed securities	-	-	-	2,062	2,062
Debentures % CDI	-	-	-	20,576	20,576
Debentures % IPCA	-	-	-	25,216	25,216
Debentures CDI+	-	-	7,275	141,570	148,845
Financial bills % CDI	-	-	-	533	533
Financial bills CDI+	-	-	6,900	171,745	178,645
Financial Treasury Bills	-	-	-	42,191	42,191
Repurchase agreements	-	121,890	-	-	121,890
	-	121,890	14,175	403,893	539,958
Total	286,072	2,138,409	529,130	5,587,244	8,540,855



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Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

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### 6.1.1 Breakdown of financial assets by type and maturity

	Consolidated				
	December 31, 2022				
	Without maturity	From 1 to 180 days	From 181 to 365 days	Over 365 days	Total
<b>Fair value through profit or loss</b>					
<b>Fixed-income securities - Corporate</b>					
Debentures	12,179	-	-	-	12,179
<b>Shares in exclusive funds - fixed income</b>					
Financial Treasury Bills	-	-	-	947,980	947,980
Repurchase agreements	-	330,069	-	-	330,069
National Treasury Notes - Series B	-	-	-	39,453	39,453
Sovereign bonds - Global 23	-	739,204	-	-	739,204
<b>Shares in exclusive investment funds - variable income</b>					
Financial Treasury Bills	-	-	-	11,457	11,457
Repurchase agreements	-	18,555	10,101	-	28,656
Stock funds	54,772	-	-	-	54,772
Market index funds	14,067	-	-	-	14,067
Derivatives - Futures markets	749	-	-	-	749
Shares in non-exclusive investment funds	5,039	-	-	-	5,039
Shares in exclusive investment funds	804	-	-	-	804
<b>Financial assets Abroad</b>					
<b>Fixed-income securities - Corporate</b>					
Time deposit abroad	-	559,056	-	-	559,056
<b>Other financial assets</b>					
Restricted financial assets - Interest-bearing credit letter	83,956	-	-	-	83,956
<b>Shares in non-exclusive funds</b>					
Shares in non-exclusive investment funds	25,332	-	-	-	25,332
	196,898	1,646,884	10,101	998,890	2,852,773
<b>Available for sale</b>					
<b>Shares in exclusive funds - fixed income</b>					
Financial Treasury Bills	-	-	-	1,814,374	1,814,374
Repurchase agreements	-	270,873	-	-	270,873
National Treasury Notes - Series B	-	-	-	1,211,165	1,211,165
National Treasury Notes - Series F	-	-	-	50,255	50,255
Debentures % CDI	-	1,564	536	133,641	135,641
Debentures CDI +	-	203	-	20,500	20,703
Debentures IPCA	-	-	-	33,177	33,177
Financial bills % CDI	-	-	-	158,777	158,777
Financial bills CDI+	-	-	-	13,301	13,301
Bank certificate of deposits	-	55,272	-	-	55,272
Mortgage-backed securities	-	-	-	2,015	2,015
Receivable investment funds	21,403	-	-	-	21,403
Shares in non-exclusive investment funds	7,807	-	-	-	7,807
<b>Financial assets Abroad</b>					
<b>Fixed-income securities - Government</b>					
Sovereign bonds - Global 23 and 26	-	428,162	-	583,097	1,011,259
Reinsurance trust account	1,746	-	496,261	808,580	1,306,587
<b>Fixed-income securities - Corporate</b>					
	30,956	756,074	496,797	4,828,782	6,112,609
<b>Total</b>					<b>8,965,382</b>



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Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

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### 7 Trade and other receivables

	Parent company		Consolidated	
	Balances as at September 30, 2023 (Restated)	December 31, 2022 (Restated)	Balances as at September 30, 2023 (Restated)	December 31, 2022 (Restated)
<b>Current</b>				
Advance to suppliers	891	561	891	561
Advance to employees	2,927	932	2,944	932
Receivables from exclusive funds	-	-	1,349	1,767
Amounts receivable from customers	-	-	4,387	5,256
Other	5,142	1,275	5,546	1,401
<b>Total current</b>	<b>8,960</b>	<b>2,768</b>	<b>15,117</b>	<b>9,916</b>
<b>Non-current</b>				
PIS/PASEP and late payment fine recoverable (i)	442,318	433,007	442,318	433,007
Amounts receivable - Previrb	162,351	100,639	162,351	100,639
Reimbursement from reinsurance operations (ii)	353,585	361,558	353,585	361,558
Other	-	217	-	-
<b>Total non-current</b>	<b>958,254</b>	<b>895,421</b>	<b>958,254</b>	<b>895,204</b>
	<b>967,214</b>	<b>898,189</b>	<b>973,371</b>	<b>905,120</b>

(i) Such amount corresponds to PIS/PASEP receivables and late payment fine, which will be received by the Company through the grant of the respective court-ordered payment of government debt, under the terms described in Notes 16.3.4 and 16.3.5.

(ii) It refers to reimbursement for amounts arising from lawsuit involving reinsurance issue, in which the Company obtained a favorable decision on merits, the lawsuit being in the enforcement phase. The amounts will be effectively received after the year 2025.

### 8 Tax credits and deferred tax assets

#### 8.1 Tax credits and deferred tax assets

	Parent company	
	September 30, 2023 (Restated)	December 31, 2022 (Restated)
<b>Current</b>		
Tax Argentina branch / Withholding income tax	2,003	10,818
Tax loss carryforwards/recoverable (i)	23,407	44,666
	<b>25,410</b>	<b>55,484</b>
<b>Non-current</b>		
Overpaid contributions and taxes to be recovered (ii)	166,327	156,893
<b>Deferred tax assets</b>	<b>2,510,219</b>	<b>2,506,091</b>
Deferred income tax and social contribution (iii)	2,318,557	2,349,523
Deferred income tax and social contribution - IFRS 9 impacts	222	-
Deferred income tax and social contribution - IFRS 17 impacts	(104,272)	(174,933)
Deferred PIS and COFINS (iv)	297,695	331,501
Other	(1,983)	-
	<b>2,676,546</b>	<b>2,662,984</b>
	<b>2,701,956</b>	<b>2,718,468</b>



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	Consolidated	
	September 30, 2023 (Restated)	December 31, 2022 (Restated)
<b>Current</b>		
Tax Argentina branch / Withholding income tax	2,407	11,316
Tax loss carryforwards/recoverable (i)	23,407	44,666
	<b>25,814</b>	<b>55,982</b>
<b>Non-current</b>		
Overpaid contributions and taxes to be recovered (ii)	166,327	156,893
Deferred tax assets	<b>2,510,219</b>	<b>2,506,091</b>
Deferred income tax and social contribution (iii)	2,318,557	2,349,523
Deferred income tax and social contribution - IFRS 9 impacts	222	-
Deferred income tax and social contribution - IFRS 17 impacts	(104,272)	(174,933)
Deferred PIS and COFINS (iv)	297,695	331,501
Other	(1,983)	-
	<b>2,676,546</b>	<b>2,662,984</b>
	<b>2,702,360</b>	<b>2,718,966</b>

(i) Mainly deferred tax assets arising from Income Tax and Social Contribution for previous periods in the amount of R\$ 21,759.

(ii) Mainly refers to the following:

- PIS credits amounting to R\$ 80,733 (R\$ 76,507 in 2022) arising from lawsuit over the increase in the tax base, which final and unappealable decision was awarded on October 29, 2013, and the application for tax refund was registered on December 19, 2013. To measure and recognize these amounts, only the credits about which there is no doubt or dispute regarding their tax bases were considered. The Company is currently unable to use the credits because of the provisions of art. 74, paragraph 3, item VI and paragraph 12 item I, of Law 9,430/1996. In this sense, although the Administrative Proceedings 16682-722.248/2015-28 - where the use of the credits is disputed, obtained through Ordinary Suit 0010496-12.2006.4.02.5101 - is still pending at the administrative level, because such Law prohibits the Federal Revenue Service of Brazil to use such credits, under penalty of the returns being considered not filed (Note 19.3.3).

- Amounts of IRPJ and CSLL levied on the adjustment by SELIC of the unduly paid taxes through September 2023 in the amount of R\$ 48,911 (R\$ 45,681 as at December 31, 2022).

- Receivables from prior periods in the amount of R\$ 21,885 (R\$ 20,226 as at December 31, 2022), after the merger process of the subsidiary IRB Investimentos e Participações Imobiliárias S.A. carried out on September 30, 2022.

(iii) The Company estimates the realization of such deferred tax assets in predictable future, based on the studies and projections of future taxable profit. Such projections include operations estimates, exchange rate, volume of future transactions, among others, which may change in relation to actual data and amounts. These estimates and the studies and projections of profit are based on the profit or loss presented according to the accounting practices applicable to the institutions authorized by SUSEP. Actual results may differ from these projections and estimates, which may result in an adjustment to the carrying amount of the deferred tax assets and the profit or loss statement in the future. Of the above-mentioned total, the amount of R\$ 2,318,557 (R\$ 2,349,523 as at December 31, 2022), R\$ 2,226,430 (R\$ 2,233,895 as at December 31, 2022) refer to tax loss and social contribution loss carryforwards, and R\$ 92,127 (R\$ 115,628 as at December 31, 2022) refer to temporary differences.

(iv) These refer to tax credits of PIS and COFINS arising from claim reserves, less the claim recovery reserves. For purposes of determining the tax bases of such contributions, the amounts are only deductible when paid or received. The PIS contributions are accrued at the rate of 0.65%, whereas the COFINS ones are accrued at the rate of 4%.



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### 8.1.1 Deferred tax assets

#### (a) Deferred tax assets

Deferred income tax and social contribution for temporary differences and tax loss comprise the following:

	Parent Company and Consolidated			
	September 30, 2023 (Restated)		December 31, 2022	
	(Restated)		(Restated)	
	Income tax	Social contribution	Income tax	Social contribution
<b>Non-current</b>				
Provisions for labor lawsuits and post-employment benefit	400,949	400,949	406,439	406,439
Lawsuits - final and unappealable decisions	(65,067)	(65,067)	(65,067)	(65,067)
Provision for tax and social security contingencies	18,223	18,223	17,282	17,282
Provision for profit sharing	14,536	14,536	-	-
Adjustment to market value - available-for-sale securities	343,387	343,386	390,408	390,408
Provision for labor contingencies	52,999	52,999	54,783	54,786
Adjustment to market value - investment	21,235	21,235	21,230	21,230
Adjustment of court deposits - Tax/labor lawsuits	(294,843)	(294,843)	(262,458)	(262,458)
Tax loss and social contribution loss carryforwards	5,552,638	5,588,473	5,571,566	5,606,687
Deferred PIS and COFINS	(297,695)	(297,695)	(331,501)	(331,501)
Effects (CPC 48 / IFRS 9)	(22,484)	(22,484)	-	-
Effects (CPC 50 / IFRS 17)	(206,622)	(206,622)	(390,184)	(390,184)
Provision for civil contingency	4,038	4,038	10,807	10,807
Lease IFRS 16	1,539	1,539	-	-
<b>Tax base</b>	<b>5,522,833</b>	<b>5,558,667</b>	<b>5,423,305</b>	<b>5,458,429</b>
Current nominal rate	25.0%	15.0%	25.0%	15.0%
<b>Deferred tax assets</b>	<b>1,380,708</b>	<b>833,799</b>	<b>1,355,826</b>	<b>818,764</b>

Deferred tax assets arising from income tax losses, social contribution loss carryforwards and temporary differences shall be fully or partially recognized, provided that the entity expects to generate future taxable profit, based on technical viability study, that allows the realization of deferred tax assets.

The Company's strategic planning for the following years includes measures that strengthen the financial discipline and operational efficiency of its activities, among which are the revision of the strategies on underwriting, pricing, sale of non-operational assets, and control over administrative expenses.

The revision of the Company's technical viability study, which resulted in projections of future taxable profit, considered all the measures included in the strategic planning.

Additionally, the Company believes that the identifiable causes that gave rise to the recognized losses incurred in 2020 and 2021 mostly arose from the need to make necessary adjustments to the technical reserves of the contracts underwritten by the management before June 2020, which were rashly and expansionarily entered into and that showed to detract from the results and are events that will unlikely occur again, and shall not be considered in the projections of future results once such contracts were terminated or fully reformulated by the new Management, and their effects were reduced over the years. The loss incurred in the year 2022, basically comprising losses of the Agriculture group arising from atypical climate events and that were unprecedented in the past 75 years, and those of the Life segment, due to the Covid-19 pandemic, such factors do not have any correlation with the losses for prior years, which strengthens the belief that it has low likelihood to be incurred in the future.

Accordingly, the Company recognized in its financial statements the full amount of the deferred tax assets, after revaluating its technical viability study, based on the operational assumptions of its strategic planning, historical data, and in future economic scenarios, and concluded that it has ability



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to generate future taxable profit in an amount sufficient to use the recognized credit. The study was approved by the Company's Statutory Board, Board of Directors and Fiscal Council in July 2023 in the amount of R\$ 2,323,708. IRB Re has been monitoring the realization of deferred tax assets, as informed in Note 18.5(b).

### (b) Estimate of realization of deferred tax assets

Considering that no time horizon is provided in the accounting standards for evaluating the ability to realize deferred tax assets and their non expiration by the Federal Revenue Service of Brazil, the Company, based on technical studies and projections, estimates the realization of deferred tax assets as shown in the following table:

Parent Company and Consolidated		
September 30, 2023 (Restated)		
	Provision for deferred taxes and contributions (Restated)	%
2023	23,433	1%
2024	74,634	3%
2025	119,959	5%
2026	143,221	6%
2027	163,028	7%
2028	185,995	8%
2029 to 2030	460,202	20%
2031 to 2032	593,534	26%
2033 to 2034	450,501	24%
<b>Total</b>	<b>2,214,507</b>	<b>100%</b>

The Company reviews at every reporting date, in view of the publication of the parent company interim financial statements, the technical viability study on realization of deferred tax assets, according to the policies established by Management and approved by the Governance bodies.



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### 9 Trade payables

	Parent company		Consolidated	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Suppliers	12,570	26,813	35,777	34,295
Lease liabilities (i)	20,317	21,664	20,317	21,664
Interest on shareholders' equity/dividends	863	862	863	862
Labor claims	4,391	2,471	4,391	2,471
Bonus - Executive Board	3,563	5,052	3,563	5,052
Profit sharing	14,536	-	14,536	-
Other	3	-	3	-
<b>Total</b>	<b>56,243</b>	<b>56,862</b>	<b>79,450</b>	<b>64,344</b>
Current	37,645	37,139	60,852	44,621
Non-current	18,598	19,723	18,598	19,723

(i) Related to the lease contracts for the branch properties located in São Paulo and Brasília and the head office in Rio de Janeiro.

### 10 Third-party deposits

The amounts received from cedants related to receivables not fully written-off are recorded in this line item. The amounts credited as premium and claim recovery are received deducted for commissions and, sometimes, claim prepayments.

Third-party deposits by age of deposit are as follows:

	Parent Company and Consolidated	
	September 30, 2023	December 31, 2022
Up to 30 days	62,674	46,844
Between 31 and 60 days	15,575	7,112
Between 61 and 120 days	28,645	26,262
Between 121 and 180 days	10,874	4,850
Over 180 days	20,538	5,395
<b>Total</b>	<b>138,306</b>	<b>90,463</b>

### 11 Borrowings and financing

The Company carried out its first and second debenture issues on October 15, 2020 and December 15, 2020, respectively. The proceeds from these issues were fully and exclusively used by the Company to contribute to restore its compliance with the criteria laid out by the Superintendence of Private Insurance and the National Monetary Council ("CMN"), for the purposes established in CNSP Resolution 432/2021 and further amendments and CMN Resolution 4,993/2022 as well as strengthen the Company's capital structure.

On June 9, 2023, the Company carried out its third debenture issue and the proceeds were used for strengthening the Company's capital structure.

As at September 30, 2023, the Company's borrowings and financing balances are represented by such issues and their main characteristics are as follows:



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	Parent Company and Consolidated	
	September 30, 2023	December 31, 2022
<b>Debentures - First issue</b>	<b>670,599</b>	<b>640,601</b>
Principal	597,439	597,439
Interest and charges	74,136	45,706
Cost to be amortized	(976)	(2,544)
<b>Debentures - Second issue</b>	<b>282,227</b>	<b>267,004</b>
Principal	229,193	229,193
Interest and charges	54,861	40,063
Cost to be amortized	(1,827)	(2,252)
<b>Debentures - Third issue</b>	<b>97,301</b>	<b>-</b>
Principal	100,000	-
Interest and charges	5,017	-
Cost to be amortized	(7,716)	-
<b>Total</b>	<b>1,050,127</b>	<b>907,605</b>
<b>Current</b>	<b>500,123</b>	<b>466,898</b>
<b>Non-current</b>	<b>550,004</b>	<b>440,707</b>

### 11.1 Characteristics of issues:

	1st Issue 1st series	1st Issue 2nd series	2nd Issue sole series	3rd Issue 1st series
Code	IRBR11	IRBR21	IRBR12	IRBR13
Convertibility	Simple non-convertible debentures	Simple non-convertible debentures	Simple non-convertible debentures	Simple non-convertible debentures
Type	Unsecured	Unsecured	Unsecured	Unsecured
Form	Registered and book-entry, without issue of documents or certificates	Registered and book-entry, without issue of documents or certificates	Registered and book-entry, without issue of documents or certificates	Registered and book-entry, without issue of documents or certificates
Number of securities	450,439	147,000	229,193	100,000
Face value (in reais)	1,000	1,000	1,000	1,000
Issue date	10/15/2020	10/15/2020	12/15/2020	6/9/2023
Maturity	10/15/2023	10/15/2026	12/15/2026	6/9/2027
Inflation adjustment	Without adjustment	IPCA	IPCA	Without adjustment
Coupon rate of interest	100% DI rate + 3.35% p.a.	IPCA + 6.6579% p.a.	IPCA + 6.6579% p.a.	100% DI rate + 4.00% a.a.
Coupon payment	Six-month periods	Six-month periods	Six-month periods	Six-month periods
Amortization date	2023	2025 and 2026	2025 and 2026	2023, 2024, 2025, 2026 and 2027
Renegotiation	None	None	None	None
Early redemption	From 10.15.2021	From 10.15.2022	From 12.15.2022	From 12.9.2023
Optional early redemption offer	The Company may perform at any time	The Company may perform at any time	The Company may perform at any time	The Company may perform at any time



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### 11.2 Changes in borrowings and financing:

	Parent Company and Consolidated				Total
	1st Issue 1st series (*)	1st Issue 2nd series	2nd Issue sole series	3rd Issue 1st series	
Balance as at December 31, 2021	454,458	147,930	227,073	-	829,461
Interest payment	(64,912)	(11,287)	(17,522)	-	(93,721)
Interest expenses	73,371	39,434	56,796	-	169,601
Amortization transaction cost	1,296	311	657	-	2,264
<b>Balance as at December 31, 2022</b>	<b>464,213</b>	<b>176,388</b>	<b>267,004</b>	<b>-</b>	<b>907,605</b>
Funding	-	-	-	100,000	100,000
Transaction cost	-	-	-	(8,322)	(8,322)
Interest payment	(37,425)	(5,833)	(8,944)	-	(52,202)
Interest expenses	56,147	15,541	23,742	5,017	100,447
Amortization transaction cost	1,349	219	425	606	2,599
<b>Balance as at September 30, 2023</b>	<b>484,284</b>	<b>186,315</b>	<b>282,227</b>	<b>97,301</b>	<b>1,050,127</b>

### 11.3 Fair value - debentures:

The following table shows the fair value of debentures as at September 30, 2023:

	Series	Fair value	Rate
First issue	1st series	487,482	100% DI rate + 3.35% p.a.
First issue	2nd series	182,946	IPCA + 6.6579% p.a.
Second issue	Sole series	281,089	IPCA + 6.6579% p.a.
Third issue	1st series	104,969	100% DI rate + 4.00% a.a.

For measuring the fair value, the unit prices based on the curve and the respective trading unit prices were used, observed in the history of trading of financial instruments in the secondary market until the base date of the measurement.

### 11.4 Covenants:

The Company's debentures require the fulfilment of a series of covenants.

Among the main covenants, we highlight the following:

- indebtedness ratios (gross debt-to-equity) equal to 0.35 or lower. Gross debt being the total borrowings and financing calculated by the Company.
- not being downgraded to a rating below brAA+ by the rating agency.
- compliance (including but not limited to shortfalls) with the rules by CNSP, SUSEP and/or CMN in relation to minimum capital, technical reserves, liquidity, solvency and guarantee assets. In the event of any breach of regulatory requirement, these must be remedied within the period established by SUSEP, which determines the submission of the Solvency Regularization Plan (PRS) and the Sufficiency of Coverage Regularization Plan (PRC) within 45 days and 30 days, respectively, from the date of SUSEP's notification.

At the end of the period, Company was compliant with all covenants established in the respective indentures.



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## 12 Reinsurance and Retrocession contract assets and liabilities

The Company shows below the reconciliation of the opening and closing balances of assets and liabilities for remaining coverage (LRC) and the assets and liabilities for incurred claims (LIC), which exclude any reinsurance acquisition cash flow asset and other pre-recognition cash flows.

### 12.1 Changes in reinsurance contract balances

	Parent Company and Consolidated				Parent Company and Consolidated			
	September 30, 2023				December 31, 2022			
	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)	Total	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)	Total
	Excluding loss component	Loss component			Excluding loss component	Loss component		
Opening balance of assets	-	-	-	-	-	-	-	-
Opening balance of liabilities	(833,075)	178,831	10,898,263	10,244,019	(379,142)	50,085	11,687,268	11,358,211
Opening balance, net	(833,075)	178,831	10,898,263	10,244,019	(379,142)	50,085	11,687,268	11,358,211
Reinsurance revenue	(4,372,800)	-	-	(4,372,800)	(7,039,822)	-	-	(7,039,822)
Reinsurance expenses	145,863	6,615	3,100,573	3,253,051	102,687	137,337	6,862,387	7,102,411
Incurred claims and other directly attributable expenses	-	-	1,521,291	1,521,291	-	-	3,593,284	3,593,284
Adjustments to liabilities for incurred claims	-	-	1,579,282	1,579,282	-	-	3,269,103	3,269,103
Derecognition (reversals) in onerous contracts	-	6,615	-	6,615	-	137,337	-	137,337
Amortization of reinsurance acquisition cash flows	145,863	-	-	145,863	102,687	-	-	102,687
Reinsurance result	(4,226,937)	6,615	3,100,573	(1,119,749)	(6,937,135)	137,337	6,862,387	62,589
Net financial expenses from reinsurance contracts issued	(6,318)	(9,707)	467,697	451,672	5,741	(5,871)	141,041	141,111
Effect of movements in exchange rates	15,857	(1,378)	(233,741)	(219,262)	28,202	(2,920)	(551,803)	(526,521)
Total changes in the statement of profit or loss	(4,217,398)	(4,470)	3,334,529	(887,339)	(6,903,192)	128,746	6,451,625	(322,821)
Cash flows								
Premiums received	4,627,767	-	-	4,627,767	6,824,171	-	-	6,824,171
Claims and other directly attributable expenses paid	-	-	(4,359,164)	(4,359,164)	-	-	(7,240,630)	(7,240,630)
Reinsurance acquisition cash flows	(146,942)	-	-	(146,942)	(374,912)	-	-	(374,912)
Total cash flows	4,480,825	-	(4,359,164)	121,661	6,449,259	-	(7,240,630)	(791,371)
Closing balance, gross								
Closing balance of assets	-	-	-	-	-	-	-	-
Closing balance of liabilities	(569,648)	174,361	9,873,628	9,478,341	(833,075)	178,831	10,898,263	10,244,019
Closing balance, net	(569,648)	174,361	9,873,628	9,478,341	(833,075)	178,831	10,898,263	10,244,019



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### 12.2 Changes in retrocession contract balances

	Parent Company and Consolidated September 30, 2023				Parent Company and Consolidated December 31, 2022			
	Assets for remaining coverage (LRC)		Assets for incurred claims (LIC)	Total	Assets for remaining coverage (LRC)		Assets for incurred claims (LIC)	Total
	Excluding loss component	Loss recovery component			Excluding loss component	Loss recovery component		
Opening balance of assets	(368,727)	30,242	3,828,208	3,249,213	(332,269)	11,091	4,421,746	4,100,569
Opening balance of liabilities	(368,829)	1,894	3,98,507	(143,818)				
Opening balance, net	(597,556)	22,836	4,076,715	3,201,795	(332,269)	11,091	4,421,745	4,100,559
Allocation of retrocession premiums paid	(1,462,285)	-	-	(1,462,285)	(2,774,337)	-	-	(2,774,337)
Amounts recoverable from retrocessionaire	-	(11,343)	624,677	613,334	-	12,115	1,471,221	1,483,336
Recovery of incurred claims and other directly attributable expenses	-	-	624,677	624,677	-	-	1,471,221	1,471,221
Revenues and reversals of recoveries of losses on onerous underlying contracts	-	(11,343)	-	(11,343)	-	12,115	-	12,115
Net expenses from retrocession contracts	(1,462,285)	(11,343)	624,677	(1,258,691)	(2,774,337)	12,115	1,471,221	(1,291,001)
Net financial result of retrocession contracts	(39,250)	-	151,195	121,839	(22,114)	-	15,925	(6,189)
Effect of movements in exchange rates	9,157	(143)	(36,453)	(79,449)	(16,542)	(576)	(166,921)	(183,041)
Total changes in the statement of profit or loss	(1,532,888)	(11,526)	687,421	(1,246,791)	(2,814,593)	11,545	1,318,225	(1,485,223)
Cash flows								
Premiums paid	2,031,767	-	-	2,031,767	2,249,723	-	-	2,249,723
Amounts received	-	-	(1,035,845)	(1,035,845)	-	-	(1,003,230)	(1,003,230)
Total cash flows	2,031,767	-	(1,035,845)	995,922	2,249,723	-	(1,003,230)	1,246,493
Closing balance, gross								
Closing balance of assets	(316,375)	12,894	3,827,527	3,024,046	(602,727)	29,932	3,828,208	3,249,213
Closing balance of liabilities	(382,599)	(1,774)	215,563	(89,810)	(393,829)	1,801	348,507	(143,518)
Closing balance, net	(798,974)	11,110	3,743,990	2,955,823	(897,556)	22,036	4,076,715	3,201,795

## 13 Reconciliation of the Measurement Components of Reinsurance and Retrocession Contract balances

The amounts of the measurement components of the reinsurance contract balances, comprising the present value of cash flows, risk adjustment and the insurance contractual service margin (CSM), are shown below:

### 13.1 Reconciliation of the reinsurance measurement components

	Parent Company and Consolidated September 30, 2023				Parent Company and Consolidated December 31, 2022			
	Estimate of the present value of the future cash flows	Risk adjustment for non-financial risks	Contractual Service Margin (CSM)	Total	Estimate of the present value of future cash flows	Risk adjustment for non-financial risks	Contractual Service Margin (CSM)	Total
Opening balance of assets	-	-	-	-	-	-	-	-
Opening balance of liabilities	8,466,867	115,189	1,663,933	10,245,989	9,207,333	139,764	2,011,114	11,358,211
Opening balance, net	8,466,867	115,189	1,663,933	10,245,989	9,207,333	139,764	2,011,114	11,358,211
Changes that relate to current reinsurance coverage	(180,700)	(22,737)	(2,198,231)	(2,701,668)	(319,237)	(62,897)	(3,052,872)	(3,633,496)
CSM recognized for services provided	-	-	(2,159,231)	(2,159,231)	-	-	(3,052,872)	(3,052,872)
Change in risk adjustment for non-financial risk for risk expired expenses adjustments	-	(22,737)	-	(22,737)	-	(62,897)	-	(62,897)
	(180,700)	-	-	(180,700)	(319,237)	-	-	(319,237)
Changes that relate to future reinsurance coverage	(2,255,224)	5,927	3,266,316	8,038	(3,325,846)	48,663	2,713,840	435,079
Changes in estimates that adjust the CSM	(540,002)	(12,781)	932,700	380,917	(1,335,605)	(22,590)	1,156,635	(201,560)
Changes in estimates that result in losses and derecognition of losses on onerous contracts	(62,755)	(1,018)	-	(63,773)	363,794	16,651	9,670	382,022
Contracts initially recognized in the period	(1,205,437)	19,725	1,007,627	(198,105)	(1,543,655)	52,050	1,944,615	(547,000)
Changes that relate to past reinsurance coverage	1,587,812	(13,906)	-	1,573,906	3,269,106	(8,190)	-	3,260,916
Adjustments to liabilities for incurred claims	(1,587,812)	(13,906)	-	(1,601,718)	(3,269,106)	(8,190)	-	(3,277,296)
Reinsurance result	(1,151,112)	(58,716)	62,079	(1,147,749)	(425,025)	(22,704)	(305,232)	(753,001)
Net financial expense from reinsurance contracts issued	325,772	6,855	118,245	450,872	11,970	5,946	123,885	141,761
Effect of movements in exchange rates	(194,323)	(2,154)	(22,835)	(219,312)	(387,640)	(7,817)	(131,044)	(526,501)
Total changes in the statement of profit or loss	(1,019,663)	(53,915)	158,499	(915,079)	(493,695)	(24,559)	(347,181)	(865,435)
Cash flows	121,692	-	-	121,692	(791,271)	-	-	(791,271)
Closing balance, gross								
Closing balance of assets	-	-	-	-	-	-	-	-
Closing balance of liabilities	7,568,915	89,094	1,622,402	9,280,411	8,404,897	115,189	1,863,933	10,384,019
Closing balance, net	7,568,915	89,094	1,622,402	9,280,411	8,404,897	115,189	1,863,933	10,384,019



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### 13.1.1 Breakdown by group of contracts

	Parent Company and Consolidated September 30, 2023				Parent Company and Consolidated December 31, 2022			
	Groups of contracts at the transition date				Groups of contracts at the transition date			
	Estimates of the present value of the future cash flows	Risk adjustment for non-financial risks	Contractual service margin (CSM)	Total	Estimates of the present value of the future cash flows	Risk adjustment for non-financial risks	Contractual service margin (CSM)	Total
Opening balance of assets	-	-	-	-	-	-	-	-
Opening balance of liabilities	3,378,538	76,836	589,882	5,044,316	3,297,333	129,754	2,911,114	11,358,211
Opening balance, net	<b>3,378,538</b>	<b>76,836</b>	<b>589,882</b>	<b>5,044,316</b>	<b>3,297,333</b>	<b>129,754</b>	<b>2,911,114</b>	<b>11,358,211</b>
Changes that relate to current reinsurance coverage	(43,453)	(7,595)	(300,849)	(651,897)	(551,522)	(48,457)	(2,318,492)	(2,918,441)
CSM recognized for service provided	-	-	(332,819)	(332,819)	-	-	(2,318,492)	(2,318,492)
Change in risk adjustment for non-financial risk for risk exposed	-	(7,595)	-	(7,595)	-	(48,457)	-	(48,457)
Experience adjustments	(43,453)	-	-	(43,453)	(551,522)	-	-	(551,522)
Changes that relate to future reinsurance coverage	(455,830)	(1,574)	422,868	(34,116)	(515,588)	(1,483)	929,885	412,016
Changes in estimates that adjust the CSM	(421,955)	(553)	422,868	-	(587,441)	(37,951)	925,432	-
Changes in estimates that result in losses and reversals of losses on onerous contracts	(23,875)	(721)	-	(24,596)	371,898	36,508	3,453	412,016
Contracts initially recognized in the period	-	-	-	-	-	-	-	-
Changes that relate to past reinsurance coverage	833,846	(15,375)	-	818,471	3,288,106	(9,838)	-	3,298,468
Adjustments to liabilities for incurred claims	833,846	(15,375)	-	818,471	3,288,106	(9,838)	-	3,298,468
Reinsurance service result	<b>324,843</b>	<b>(25,346)</b>	<b>(205,637)</b>	<b>101,460</b>	<b>2,281,998</b>	<b>(59,570)</b>	<b>(1,389,277)</b>	<b>733,043</b>
Net finance expenses from reinsurance contracts issued	303,371	3,213	20,266	347,000	91,323	3,470	74,494	159,095
Effect of movements in exchange rates	(172,116)	(1,427)	(12,266)	(185,809)	(416,754)	(5,828)	(107,240)	(529,841)
Total changes in the statement of profit or loss	<b>472,648</b>	<b>(23,560)</b>	<b>(192,156)</b>	<b>256,932</b>	<b>1,878,157</b>	<b>(62,928)</b>	<b>(1,422,233)</b>	<b>302,997</b>
Cash flows	(2,316,865)	-	-	(2,316,865)	(2,746,892)	-	-	(2,746,892)
Closing balance, net	-	-	-	-	-	-	-	-
Closing balance of assets	-	-	-	-	-	-	-	-
Closing balance of liabilities	6,624,581	53,278	396,726	6,994,583	6,278,598	75,836	988,882	6,944,516
Closing balance, net	<b>6,624,581</b>	<b>53,278</b>	<b>396,726</b>	<b>6,994,583</b>	<b>6,278,598</b>	<b>75,836</b>	<b>988,882</b>	<b>6,944,516</b>

	Parent Company and Consolidated September 30, 2022				Parent Company and Consolidated December 31, 2021			
	Other groups of contracts				Other groups of contracts			
	Estimates of the present value of the future cash flows	Risk adjustment for non-financial risks	Contractual service margin (CSM)	Total	Estimates of the present value of the future cash flows	Risk adjustment for non-financial risks	Contractual service margin (CSM)	Total
Opening balance of assets	-	-	-	-	-	-	-	-
Opening balance of liabilities	56,299	38,353	1,075,081	1,199,703	-	-	-	-
Opening balance, net	<b>56,299</b>	<b>38,353</b>	<b>1,075,081</b>	<b>1,199,703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Changes that relate to current reinsurance coverage	(437,247)	(14,741)	(1,367,386)	(2,819,374)	33,285	(14,140)	(734,110)	(714,955)
CSM recognized for services provided	-	-	(1,367,386)	(1,367,386)	-	-	(734,110)	(734,110)
Change in risk adjustment for non-financial risk for risk exposed	-	(14,741)	-	(14,741)	-	(14,140)	-	(14,140)
Experience adjustments	(437,247)	-	-	(437,247)	33,285	-	-	33,285
Changes that relate to future reinsurance coverage	(1,802,574)	7,561	1,837,562	42,428	(1,819,238)	49,500	1,783,735	23,063
Changes in estimates that adjust the CSM	(518,647)	(11,523)	525,573	-	(248,748)	(5,925)	203,223	-
Changes in estimates that result in losses and reversals of losses on onerous contracts	(19,030)	(297)	-	(19,327)	(18,154)	(17,857)	5,017	(28,994)
Contracts initially recognized in the period	(1,285,437)	19,728	1,307,527	61,816	(1,343,538)	52,358	1,544,515	53,257
Changes that relate to past reinsurance coverage	753,866	1,870	-	755,736	-	1,448	-	1,448
Adjustments to liabilities for incurred claims	753,866	1,870	-	755,736	-	1,448	-	1,448
Reinsurance service result	<b>(1,469,559)</b>	<b>(5,379)</b>	<b>275,116</b>	<b>(1,221,209)</b>	<b>(1,779,970)</b>	<b>26,874</b>	<b>1,049,645</b>	<b>(603,454)</b>
Net finance expenses from reinsurance contracts issued	16,431	3,442	90,979	110,922	(80,352)	2,468	49,101	(58,784)
Effect of movements in exchange rates	(52,187)	(677)	(10,470)	(63,334)	(29,104)	(700)	(23,606)	(32,420)
Total changes in the statement of profit or loss	<b>(1,465,891)</b>	<b>(2,614)</b>	<b>360,625</b>	<b>(1,145,871)</b>	<b>(1,829,222)</b>	<b>30,402</b>	<b>1,075,091</b>	<b>(719,418)</b>
Cash flows	2,437,236	-	-	2,437,236	1,915,521	-	-	1,915,521
Closing balance, net	-	-	-	-	-	-	-	-
Closing balance of assets	-	-	-	-	-	-	-	-
Closing balance of liabilities	1,022,234	35,748	1,425,676	2,493,758	86,296	38,353	1,075,091	1,159,703
Closing balance, net	<b>1,022,234</b>	<b>35,748</b>	<b>1,425,676</b>	<b>2,493,758</b>	<b>86,296</b>	<b>38,353</b>	<b>1,075,091</b>	<b>1,159,703</b>



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### 13.2 Reconciliation of the retrocession measurement components

	Parent Company and Consolidated September 30, 2023				Parent Company and Consolidated December 31, 2022			
	Estimate of the present value of the future cash flows	Risk adjustment for non-financial risks	Contractual Service Margin (CSM)	Total	Estimate of the present value of the future cash flows	Risk adjustment for non-financial risks	Margin Contractual Insurance (CMI)	Total
Opening balance of assets	2,094,472	28,125	527,779	2,649,376	2,500,452	45,516	1,223,452	4,100,550
Opening balance of liabilities	(475,281)	10,683	324,080	(143,518)	-	-	-	-
Opening balance, net	2,210,191	33,090	891,759	3,201,796	2,500,452	45,516	1,223,452	4,100,550
Changes that relate to current coverage	260,858	21	(1,248,224)	(987,305)	271,404	(10,302)	(1,236,240)	(675,147)
CSM recognized for services received	-	-	(1,231,171)	(1,231,171)	-	-	(1,215,955)	(1,215,955)
Change in risk adjustment for non-financial risk for risk expired	-	21	-	21	-	(10,302)	-	(10,302)
Experience adjustments	260,858	-	-	260,858	271,404	-	-	271,404
Recoveries and reversals of recoveries of losses on onerous underlying contracts	-	-	(15,053)	(15,053)	-	-	(15,992)	(15,992)
Changes that relate to future coverage	(1,295,823)	2,200	1,295,332	3,710	(1,261,973)	7,598	1,282,873	28,899
Changes in estimates that adjust the CSM	(282,106)	180	281,948	-	62,507	(5,102)	(59,425)	-
Changes in estimates related to losses and reversal of losses on onerous underlying contracts	-	-	3,710	3,710	-	-	29,699	29,699
Contracts initially recognized in the period	(511,722)	2,045	505,675	-	(1,224,675)	10,500	1,213,675	-
Changes in estimates that do not adjust the CSM	-	-	-	-	-	-	-	-
Changes that relate to past coverage	(314,428)	(1,895)	-	(316,323)	(335,180)	(9,387)	-	(344,567)
Adjustments to assets for incurred claims	(314,428)	(1,895)	-	(316,323)	(335,180)	(9,387)	-	(344,567)
Effect of changes in non-performance risk of reinsurers	(1,135,428)	340	(150,892)	(1,285,980)	(1,025,534)	(12,291)	(253,370)	(1,291,095)
Net finance income or expense from retrocession	85,298	1,395	33,958	121,651	(54,397)	1,008	48,803	(6,186)
Effect of movements in exchange rates	(66,119)	(878)	(12,482)	(79,479)	(121,603)	(1,524)	(49,114)	(168,241)
Total changes in the statement of profit or loss	(1,115,251)	880	(128,416)	(1,242,787)	(1,206,733)	(12,607)	(271,887)	(1,491,227)
Cash flows	1,690,919	-	-	1,690,919	306,473	-	-	306,473
Closing balance, gross	-	-	-	-	-	-	-	-
Closing balance of assets	2,645,075	23,704	354,854	3,023,633	2,594,479	23,126	527,715	3,145,319
Closing balance of liabilities	(547,306)	10,991	407,525	(85,810)	(476,201)	10,265	324,080	(143,518)
Closing balance, net	2,495,749	34,695	822,379	3,352,823	2,218,191	33,209	891,795	3,201,795

#### 13.2.1 Breakdown by group of contracts

	Parent Company and Consolidated September 30, 2023				Parent Company and Consolidated December 31, 2022			
	Groups of contracts at the transition date				Groups of contracts at the transition date			
	Estimate of the present value of the future cash flows	Risk adjustment for non-financial risks	Contractual Service Margin (CSM)	Total	Estimate of the present value of the future cash flows	Risk adjustment for non-financial risks	Contractual Service Margin (CSM)	Total
Opening balance of assets	2,735,028	18,172	89,783	2,842,983	2,850,432	48,618	1,223,452	4,100,550
Opening balance of liabilities	(195,027)	3,755	32,465	(165,841)	-	-	-	-
Opening balance, net	2,601,655	27,927	112,248	3,041,824	2,850,432	48,618	1,223,452	4,100,550
Changes that relate to current coverage	447,008	(2,535)	(41,454)	403,019	1,155,140	(7,794)	(875,077)	267,269
CSM recognized for services received	-	-	(26,435)	(26,435)	-	-	(883,494)	(883,494)
Change in risk adjustment for non-financial risk for risk expired	-	(2,555)	-	(2,555)	-	(7,794)	-	(7,794)
Experience adjustments	447,008	-	-	447,008	1,155,140	-	-	1,155,140
Recoveries and reversals of recoveries of losses on onerous underlying contracts	-	-	(85,019)	(85,019)	-	-	(15,583)	(15,583)
Changes that relate to future coverage	23,442	(37)	(21,227)	2,178	22,832	(349)	(199,505)	(28,699)
Changes in estimates that adjust the CSM	23,442	(37)	(23,405)	-	22,832	(349)	(228,224)	-
Changes in estimates related to losses and reversal of losses on onerous underlying contracts	-	-	2,089	2,089	-	-	28,599	28,599
Changes that relate to past coverage	(541,783)	(3,536)	-	(545,319)	(759,632)	(5,785)	-	(765,417)
Adjustments to assets for incurred claims	(541,783)	(3,536)	-	(545,319)	(759,632)	(5,785)	-	(765,417)
Effect of changes in non-performance risk of reinsurers	(71,301)	(5,080)	(32,791)	(109,172)	634,140	(17,807)	(1,069,602)	(433,449)
Net finance income or expense from retrocession	112,718	1,003	5,556	123,277	1,322	1,150	27,944	31,015
Effect of movements in exchange rates	(54,451)	(730)	(1,727)	(56,908)	(115,278)	(1,512)	(63,522)	(180,312)
Total changes in the statement of profit or loss	(52,044)	(5,804)	(30,862)	(88,710)	520,794	(10,889)	(1,111,240)	(60,335)
Cash flows	(872,316)	-	-	(872,316)	(449,581)	-	-	(449,581)
Closing balance, net	-	-	-	-	-	-	-	-
Closing balance of assets	1,914,785	13,621	42,967	1,971,373	2,726,028	18,172	89,783	2,842,983
Closing balance of liabilities	(50,910)	8,456	80,413	111,328	(155,627)	9,758	22,456	(143,518)
Closing balance, net	2,097,285	22,076	53,380	2,172,741	2,570,401	27,927	112,248	3,041,824



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	Parent Company and Consolidated				Parent Company and Consolidated			
	September 30, 2023				December 31, 2022			
	Other groups of contracts				Other groups of contracts			
	Estimate of the present value of the future cash flows	Risk adjustment for non-financial risks	Contractual service margin (CSM)	Total	Estimate of the present value of the future cash flows	Risk adjustment for non-financial risks	Contractual service margin (CSM)	Total
Opening balance of assets	(41.556)	4.554	537.532	501.330	-	-	-	-
Opening balance of liabilities	(643.508)	938	301.621	(341.355)	-	-	-	-
Opening balance, net	(605.464)	5.882	836.553	159.971	-	-	-	-
Changes that relate to current coverage								
CSM recognized for services received	(177.146)	2.576	(1,204.770)	(1,579.354)	(253.735)	(2.508)	(665.172)	(921.415)
Change in risk adjustment for non-financial risk for risk expired	-	2.676	(1,204.736)	(1,202.060)	-	(2.508)	(665.172)	(667.680)
Experience adjustments	(177.140)	-	-	(177.140)	(253.735)	-	-	(253.735)
Recoveries and reversals of recoveries or losses on onerous underlying contracts	-	-	(34)	(34)	-	-	-	-
Changes that relate to future coverage								
Changes in estimates that adjust the CSM	(1,117,211)	2,243	1,116,660	1,441	(1,400,204)	7,748	1,402,458	-
Changes in estimates related to losses and reversal of losses on onerous underlying contracts	-	-	1,641	1,641	(186,125)	(2,754)	165,879	-
Contracts initially recognized in the period	(811,722)	3,048	808,678	1,601	(1,322,679)	10,800	1,311,879	-
Changes that relate to past coverage								
Adjustments to assets for incurred claims	227,264	1,648	-	228,912	124,486	368	-	124,854
Effect of changes in non-performance risk of reinsurers	(1,607,127)	8,457	(36,161)	(1,634,831)	(1,659,474)	5,025	81,516	(1,673,973)
Net finance income or expense from retrocession	(27,432)	332	26,362	1,262	(54,318)	268	18,259	(35,791)
Effect of movements in exchange rates	(1,555)	(122)	(50,765)	(52,442)	(5,725)	(12)	4,400	(1,337)
Total changes in the statement of profit or loss	(1,096,247)	3,737	(70,554)	(1,163,064)	(1,721,518)	5,082	823,533	(892,903)
Cash flows	1,873,155	-	-	1,873,155	1,036,054	-	-	1,036,054
Closing balance, net								
Closing balance of assets	731,290	10,083	381,887	1,123,260	(21,598)	4,264	537,832	520,533
Closing balance of liabilities	(695,826)	2,636	457,112	(140,158)	(643,908)	928	201,521	(442,399)
Closing balance, net	91,664	12,610	798,099	872,373	(88,544)	5,382	839,353	178,619

### 13.3 Expectation of recognition of CSM over time

	September 30, 2023					
	Parent Company and Consolidated					
	Issued reinsurance contracts			Retrocession contracts		
	Domestic	Exterior	Total	Domestic	Exterior	Total
Less than 2 years	1,325,319	424,029	1,749,348	766,595	31,478	798,073
From 2 to 5 years	51,095	10,190	61,285	16,032	-	16,032
From 5 to 10 years	11,418	6	11,424	8,274	-	8,274
More than 10 years	345	-	345	-	-	-
Total	1,388,177	434,225	1,822,402	790,901	31,478	822,379

	December 31, 2022					
	Parent Company and Consolidated					
	Issued reinsurance contracts			Retrocession contracts		
	Domestic	Exterior	Total	Domestic	Exterior	Total
Less than 2 years	1,165,940	445,621	1,611,561	847,421	99,079	946,500
From 2 to 5 years	34,123	16,961	51,084	5,272	-	5,272
From 5 to 10 years	911	2	913	23	-	23
More than 10 years	375	-	375	-	-	-
Total	1,201,349	462,584	1,663,933	852,716	99,079	951,795



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### 14 Effects on the statement of financial position of contracts initially recognized in the period

#### 14.1 Reinsurance contracts

	Parent Company and Consolidated September 30, 2023			Parent Company and Consolidated December 31, 2022		
	Profitable contracts issued	Onerous contracts issued	Total	Profitable contracts issued	Onerous contracts issued	Total
Reinsurance acquisition cash flows	116,797	70	116,867	175,884	12,358	189,242
Estimates of present value of cash outflows (inflows), net	(1,443,181)	60,876	(1,382,305)	(1,749,741)	16,643	(1,733,098)
Risk adjustment for non-financial risks	18,857	870	19,727	28,342	24,066	52,398
Contractual Service Margin (CSM)	1,307,527	-	1,307,527	1,544,515	-	1,544,515
Losses recognized on initial recognition	-	61,816	61,816	-	53,057	53,057

#### 14.2 Retrocession contracts

	Parent Company and Consolidated September 30, 2023		Parent Company and Consolidated December 31, 2022	
	Contracts initiated without loss-recovery component	Total	Contracts initiated without loss-recovery component	Total
Estimates of present value of cash outflows	(811,721)	(811,721)	(1,324,079)	(1,324,079)
Risk adjustment for non-financial risks	2,045	2,045	10,500	10,500
Contractual Service Margin (CSM)	809,676	809,676	1,313,579	1,313,579
Gains recognized on initial recognition	-	-	-	-

### 15 Related parties

Considering that the Company is a Corporation, thus with diluted control and no controlling shareholder, the following were defined as related parties: its subsidiaries, Fundação de Previdência dos Servidores do IRB - PREVIRB, and the key management personnel.

The main transactions made by the Company with related parties at arm's length are as follows:

		Parent company				Consolidated			
		September 30, 2023		December 31, 2022		September 30, 2023		December 31, 2022	
		Receivable	Payable	Receivable	Payable	Receivable	Payable	Receivable	Payable
Pension plans	(a)	162,351	126,437	100,639	134,274	162,351	126,437	100,639	134,274
Borrowings and financing - Debentures	(b)	-	92,859	-	77,333	-	92,859	-	77,333
Amounts receivable from subsidiaries	(c)	-	-	217	-	-	-	-	-



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		Parent Company and Consolidated	
		September 30, 2023	September 30, 2022
		Profit or loss	Profit or loss
<b>Pension plans</b>	(a)		
Expense		(15,277)	(14,238)
Revenues		34,675	26,154
Other comprehensive income		11,771	9,673
		<b>31,169</b>	<b>21,589</b>
<b>Borrowings and financing - Debentures</b>	(b)	15,526	7,797

(a) Refer to the amounts receivable and payable with PREVIRB, related to post-employment benefit plans of which the Company is the sponsor.

(b) Refer to the amounts payable to debenture holders that are related parties of the Company. In September 2023 and December 2022, represented by PREVIRB.

(c) Refunds from subsidiary IRB Santos Dumont (merged into IRB Investimentos).

### 15.1 Compensation of key management personnel

The total compensation of executive officers and other board and committee members of the Company as at September 30, 2023 and 2022 and December 31, 2022 is as follows:

		Parent Company and Consolidated			
		Accounts payable		Profit or loss	
		September 30, 2023	December 31, 2022	September 30, 2023	September 30, 2022
Short-term benefits to management		3,563	5,052	28,228	26,039
Post-employment benefit		-	-	1,797	880
		<b>3,563</b>	<b>5,052</b>	<b>30,025</b>	<b>26,919</b>



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### 16 Court deposits, other lawsuits and tax liabilities

Parent Company and Consolidated			
September 30, 2023			
	Court deposits	Civil and labor contingencies	Tax liabilities
<b>Tax</b>	<b>131,318</b>	-	<b>17,789</b>
ILL (tax on net income)	17,789	-	17,789
Social contribution	8,972	-	-
Income tax	15,277	-	-
Finsocial (social security	87,751	-	-
ISS (service tax)	1,529	-	-
<b>Social security</b>	<b>64,411</b>	-	<b>434</b>
INSS (social security cor	63,193	-	-
FGTS (government seve	1,218	-	434
<b>Labor and civil</b>	<b>76,185</b>	<b>56,933</b>	-
Labor claims	27,339	52,999	-
Civil lawsuits	48,846	3,934	-
	<b>271,914</b>	<b>56,933</b>	<b>18,223</b>

Parent Company and Consolidated			
December 31, 2022			
	Court deposits	Civil and labor contingencies	Tax liabilities
<b>Tax</b>	<b>123,416</b>	-	<b>16,873</b>
ILL (tax on net income)	16,873	-	16,873
Social contribution	8,392	-	-
Income tax	14,290	-	-
Finsocial (social security	82,421	-	-
ISS (service tax)	1,440	-	-
<b>Social security</b>	<b>61,693</b>	-	<b>409</b>
INSS (social security cor	60,494	-	-
FGTS (government seve	1,199	-	409
<b>Labor and civil</b>	<b>70,072</b>	<b>65,460</b>	-
Labor claims	21,542	54,783	-
Civil lawsuits	48,530	10,677	-
	<b>255,181</b>	<b>65,460</b>	<b>17,282</b>



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### 16.1 Civil, labor, tax and social security lawsuits

The Company is party to the following lawsuits, shown by nature, likelihood of loss, amounts at risk, and provisioned:

Parent Company and Consolidated				
September 30, 2023				
	Quantity	Amount at risk	Other payables	Tax liabilities
<b>Tax</b>				
Probable	2	17,789	-	17,789
Possible	11	321,758	-	-
Remote	1	-	-	-
	<b>14</b>	<b>339,547</b>	<b>-</b>	<b>17,789</b>
<b>Social security</b>				
Probable	2	434	-	434
Possible	12	131,150	-	-
	<b>14</b>	<b>131,584</b>	<b>-</b>	<b>434</b>
<b>Labor and civil</b>				
Probable	43	56,933	56,933	-
Possible	150	212,885	-	-
Remote	7	269,009	-	-
	<b>200</b>	<b>538,827</b>	<b>56,933</b>	<b>18,223</b>

Parent Company and Consolidated				
December 31, 2022				
	Quantity	Amount at risk	Other payables	Tax liabilities
<b>Tax</b>				
Probable	1	16,873	-	16,873
Possible	9	331,690	-	-
Remote	1	-	-	-
	<b>11</b>	<b>348,563</b>	<b>-</b>	<b>16,873</b>
<b>Social security</b>				
Probable	2	409	-	409
Possible	13	64,367	-	-
	<b>15</b>	<b>64,776</b>	<b>-</b>	<b>409</b>
<b>Labor and civil</b>				
Probable	42	65,460	65,460	-
Possible	149	216,054	-	-
Remote	11	259,450	-	-
	<b>202</b>	<b>540,964</b>	<b>65,460</b>	<b>17,282</b>

The amount of R\$ 452,908 (R\$ 396,057 as at December 31, 2022) refers to the sum of the amounts at risk in tax/social security proceedings whose estimate of loss is considered possible. Only the lawsuits whose estimates of loss are considered probable are provisioned, accordingly, the obligations whose risk of loss are considered possible and remote are not provisioned, once the likelihood of unfavorable outcome for the Company is not, in such cases, imminent.

The cases for which loss is considered possible, such standard requires that the amounts of potential loss are disclosed in the notes. For labor contingencies, the expected disbursement arising from settlements is considered.



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### 16.2 Changes in legal obligations and lawsuits

Parent Company and Consolidated					
	December 31, 2022	Additions	Inflation adjustments	Reversal / Payment	September 30, 2023
<b>Tax</b>	<b>17,282</b>	<b>-</b>	<b>941</b>	<b>-</b>	<b>18,223</b>
FGTS (government severance)	409	-	25	-	434
ILL (tax on net income)	16,873	-	916	-	17,789
<b>Labor and civil</b>	<b>65,460</b>	<b>10,098</b>	<b>8,152</b>	<b>(26,777)</b>	<b>56,933</b>
Labor claims (16.4)	54,783	1,854	7,662	(11,300)	52,999
Civil lawsuits	10,677	8,244	490	(15,477)	3,934
<b>Closing balance</b>	<b>82,742</b>	<b>10,098</b>	<b>9,093</b>	<b>(26,777)</b>	<b>75,156</b>

Parent Company and Consolidated					
	December 31, 2021	Additions	Inflation adjustments	Reversal / Payment	December 31, 2022
<b>Tax</b>	<b>16,122</b>	<b>-</b>	<b>1,160</b>	<b>-</b>	<b>17,282</b>
FGTS (government severance)	380	-	29	-	409
ILL (tax on net income)	15,742	-	1,131	-	16,873
<b>Labor and civil</b>	<b>60,036</b>	<b>14,360</b>	<b>11,273</b>	<b>(20,209)</b>	<b>65,460</b>
Labor claims (16.4)	60,033	3,275	11,241	(19,766)	54,783
Civil lawsuits	3	11,085	32	(443)	10,677
<b>Closing balance</b>	<b>76,158</b>	<b>14,360</b>	<b>12,433</b>	<b>(20,209)</b>	<b>82,742</b>

### 16.3 Tax proceedings

#### 16.3.1 INSS

Following the inspections by the National Institute of Social Security (INSS), tax assessment notices were issued and tax foreclosure proceedings were filed in 1999 and 1989, respectively, based on alleged differences in the tax and social security classifications adopted by the Company.

The Company filed administrative appeals to cancel such penalties, being awarded unfavorable outcome, so it applied for a Writ of Mandamus (MS) in 1999, in which the adjusted amount in dispute is R\$ 60,811 related to the notices assessed by the INSS related to the 2.5% surtax payable by the companies that are equivalent to financial institutions. The INSS-related amounts in dispute are fully deposited in court and the adjusted amount is R\$ 63,193.

Despite the RE 599.309 (Leading Case) ruling about the constitutionality of the 2.5% surtax on payroll imposed on financial institutions and equivalent companies, we understand that such decision does not apply to the specific case of the Company. The Company defends as main thesis the fact that IRB Re, in the period from January 1993 to September 1998, was not equivalent to private insurance companies, once the Company was an Institute in such period, with own legal personality, which main activity was the regulation and oversight of the Brazilian reinsurance market, thus not being subject to SUSEP's rules.

Therefore, as neither the Federal Supreme Court (STF) nor the lower courts examined such specific thesis of the Company in the records of the Writ of Mandamus 0023782-04.1999.4.02.5101, IRB Re filed the Action to Overrule 0002271-86.2020.4.02.0000 in November 2020.

Finally, it is worth noting that the Company applied for injunction, in the records of such Action to Overrule such decision, aiming to suspend the conversion of court deposit into income for the federal government in the records of the original Writ of Mandamus. In this sense, the Company, through an external firm handling this case, has made all the efforts to obtain the decision on such injunction as soon as possible.

The Company, together with the external firm handling this case, considers that loss is possible on such Action to Overrule the decision, aiming at (i) the judgment of such injunction about the court



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deposit already made, as well as (ii) the analysis of the specific thesis of IRB Re that is not equivalent to private insurance companies during the period from January 1993 to September 1998.

### 16.3.2 - FINSOCIAL

It refers to a joinder of Declaratory and Annulment Action with application for urgent temporary relief, filed in July 2016 by IRB Re, in view of the administrative decision that denied the refund, claimed by the Company, of the FINSOCIAL tax credits, in the historical amount of R\$ 55,000, based on the authorization provided in article 169 of the National Tax Code (CTN).

With the end of the dispute over the FINSOCIAL tax credits in the administrative level, with unfavorable outcome to the Company, the IRPJ debit, for the second quarter of 2002, object of the Administrative Proceedings 19740.00013/2007-28, which would be settled by offsetting against the credits of such application for tax refund, became due again.

In view of this scenario, to make the credit claimed by IRB Re recognized and then settle the debit to which Administrative Proceedings 19740.00013/2007-28 refers, such action was filed because of the administrative decision that denied the refund claimed by the Company. It is worth noting that to suspend such collection, such debit amount was fully deposited, which after adjustment totals R\$ 87,751 in September 2023.

On April 10, 2023, a favorable court decision was awarded on such action to the Company.

On May 14, 2023, the federal government filed an appeal for overturning the awarded decision. At present, the Company is waiting to be served to submit the reply brief on the appeal filed by the government's Treasury.

After the reply briefs submitted by IRB Re on August 24, 2023, a new request for substituting the court deposit with surety bond was made on September 14, 2023.

On September 27, 2023, a decision favorable to IRB Re was awarded, granting the substitution of surety bond policy for such court deposit in the full amount, returning such funds to the Company's cash.

The Company's Legal area and external law firm, which is handling such case, estimate that the chances of unfavorable outcome in the legal dispute over such administrative decision is possible. Because different from the administrative decision, the plenary STF session ruled the extraordinary appeal (RE) 566.621 under the general repercussion regime, to establish the understanding that in the refunds claimed before the Complementary Law 118/2005 came into effect, which is the case of the claim in question, a 10-year period is applicable.

### 16.3.3 – Tax Administrative Proceedings – PIS and COFINS Credits (Tax base Increase)

It refers to the Offset Statement (DCOMP) of the original credit of R\$ 437,783 (COFINS) and R\$ 77,876 (PIS), of which R\$ 80,733 (R\$ 76,507 as at December 31, 2022) is still pending offset, arising from final and unappealable court decision on October 29, 2013 in the records of Ordinary Suit 0010496-12.2006.4.02.5101, which aimed to state the inexistence of legal relationship that would require the payment of the Contribution to the Social Integration Program (PIS) and the Contribution to Social Security Financing (COFINS) as established in art. 3, paragraph 1, Law 9,718/98 (Increase in the Tax Base).

In June 2019, it was published a decision requiring due diligence of the documentation of such credit claim. In September 2020, the proceedings was sent to the Biggest Taxpayer Office (DEMAC).



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We currently consider that the chances of favorable outcome are possible in relation to the legal basis of such credit, in view of the final and unappealable favorable court decision to the Company.

### 16.3.4 - Annulment Action # 0002281-76.2008.4.02.5101 – PIS/PASEP Tax Credits:

It refers to an Annulment Action of the administrative decision awarded in the records of PAF # 10768.011679/2001-33 on February 22, 2008, regarding the part that denied the application for tax refund of the amounts unduly paid as contribution to PIS, based on the Decree-Laws 2,445/88 and 2,449/88, in the period from October 1991 to December 1995, with the consequent recognition of IRB Re's entitlement to the credit arising from the unduly paid taxes.

On September 4, 2020, the decision was published, in which the Superior Court of Justice's Second Panel unanimously granted the internal appeal to IRB Re, to take cognizance and grant its special appeal, aiming to dismiss the prescription of the 10 years before the filing of administrative proceedings, guaranteeing the refund for the amounts improperly collected as PIS/PASEP over the entire period in dispute.

Such decision became final and unappealable on October 29, 2020, and after the records returned to the original court, a decision was provided certifying the unappealable status and determining that IRB Re made a statement regarding the execution of the decision.

On October 30, 2020, the records were sent to STF as appeal, being assessed under ARE 1297479. Considering that there was a mistake in sending the records to the STF, it was determined to be returned to the original court. On January 13, 2021, the records were received in the 20th Federal Court of Rio de Janeiro. On April 9, 2021, the execution of the decision was presented by IRB Re, claiming the amount of approximately R\$ 308,681.

On August 13, 2021, the federal government requested the rejection, indicating that in its understanding the portion of such tax credits that is owed to amounted to R\$ 215,788, adjusted until March 2021. In relation to the amount of R\$ 92,894, corresponding to the difference between the amount recognized as uncontested and the amount required by IRB Re, the federal government alleged execution excess, without, however, submitting any calculation that supported such statement.

On November 14, 2021, despite the previous decisions, the federal government attached the calculations, confirming the partial rejection of the execution of the decision submitted by IRB Re only with regard to the amount of unduly paid taxes, expressly recognizing as owed to the Company the amount of R\$ 261,034, also adjusted through March 2021.

On February 24, 2022, a decision was awarded verifying that "there was preclusion with regard to any impediment from refunding the PIS/PASEP collected over the period, because it was not timely evoked".

On April 1, 2022, the Court Clerk in charge of accounting matters submitted new calculations, this time recognizing as owed to IRB Re the amount of R\$ 266,433, adjusted through March 2021.

On October 6, 2022, the Court Treasury submitted a new opinion, correcting its previous calculations to submit a new uncontested amount of R\$ 278,482, adjusted until March 2021.

On October 13, 2022, the 4th Specialized Panel of the Regional Federal Court 2 (TRF2) unanimously decided to grant the Interlocutory Appeal 5017147-24.2021.4.02.0000, granting to the Company the



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right to the court-ordered payment of government debt with regard to the uncontested amount of such tax credits.

In December 2022, a decision was awarded recognizing the agreement by the parties and instructing to proceed with the measures for issuing the court-ordered payment, for the Company, in the uncontested amount of approximately R\$ 261,000 (adjusted until March 2021), which was issued on January 17, 2023.

On February 23, 2023, the Company applied for a new court-ordered payment in detriment to the balance outstanding of the uncontested amount, of approximately R\$ 20,000. Of this application, the Federal Government was notified to make a statement about such application, as well as about the Company's statements on the new calculations presented by the Treasury.

Therefore, the Government Treasury made a statement on May 30, 2023 requiring the freezing of the court-ordered payment already issued, the denial of the application for new court-ordered payment regarding the outstanding balance, and, finally, the granting of an extended term for performing administrative diligences to confirm the amounts paid by the Company.

Thus, a decision was awarded rejecting the freezing required by the Federal Government and notifying it to include in the records the documentation that it alleged to be necessary for confirming the payment of Federal Revenue Collection Documents (DARFs). In addition, the audit of the books was also granted, having thus notified the parties to submit the requirements and technical assistant.

On July 7, 2023, a request containing the requirements and nomination of technical assistant was submitted by the Company.

In view of the above and based on the statement by the Judge made on February 24, 2022, the Company's Legal area and external legal advisors consider that the chances of favorable outcome for IRB Re are practically certain in relation to the acknowledgement of its entitlement to receive the full amount of PIS tax credits submitted by the Company in the execution phase, which adjusted until September 2023 amounts to R\$ 324,512 (R\$ 65,067 of principal and R\$ 259,445 of inflation adjustment). Based on the progress of the above-described action and considering that the receipt of such tax credits by the Company shall be made through the grant of court-ordered payment of government debt, the amount is duly recognized in the line item trade and other receivables.

### 16.3.5 Declaratory Action 0031383-94.2018.4.02.5101 - Late Payment Fine:

It refers to a declaratory action aimed to recover the amounts unduly paid as late payment fine on payments of IRPJ, IRRF, CSLL, PIS Contribution and COFINS debits, related to the period from September 1994 to June 2001, which payments were made from July 1997 to May 2002, in view of the characterization of voluntary disclosure, established in article 138 of the National Tax Code (CTN), and, consequently, annulment of the final administrative decision on the records of administrative proceedings 10768.014957/2002-95, which denied such refund to IRB Re.

With regard to the outcome, a decision favorable to the Company was awarded, against which the federal government decided not to file an appeal, as the understanding of the theme has already been settled in Superior Courts. On February 1, 2022, the knowledge was taken with express waiver of the term by the federal government, no appeal having been filed, so that the records were submitted to the competent Court for examination of the remittance only. On March 22, 2023, the remittance was denied, to uphold the decision favorable to IRB Re.



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Soon afterwards, the federal government filed counter appeals, on April 4, 2023, only regarding the attorney's fee award ordered to it, which was duly briefed by the Company. At present, the decision on such appeal filed by the Government Treasury is pending.

The Company and its external legal advisors consider that it is practically certain the IRB Re's right to recognize the tax credit amounting to R\$ 117,806 (R\$ 31,425 of principal and R\$ 86,382 of inflation adjustment) adjusted until September 2023. Based on the progress of the above-described action and considering that the Company will claim the receipt of such tax credits through the grant of court-ordered payment of government debt, the amount is duly recognized in the line item trade and other receivables.

### **16.3.6 – Writ of Mandamus 5031965-50.2022.4.03.6100 –PIS/COFINS on Finance Income on Guarantee Assets:**

It refers to the Writ of Mandamus (MS) filed by IRB Re against the federal government, on December 8, 2022, for ensuring the Company's unquestionable right to not being obliged to pay PIS and COFINS on finance income arising from guarantee assets, and the exchange-rate changes or fluctuations related to insurance, coinsurance, reinsurance and retrocession operations, as well as having acknowledged the right to request refund and/or compensation for the amounts unduly collected in the five-year period prior to the filing of or during such MS, under the terms of Article 74 of Law 9,430/1996.

On April 18, 2023, the Company filed the Interlocutory Appeal 5010269-85.2023.4.03.0000 against the decision that denied the injunction. On May 8, 2023, the federal government submitted its reply briefs. At present the analysis of the IRB Re's supersedeas motion and/or request for interlocutory appeal of relief is pending.

On September 15, 2023, the Federal Supreme Court (STF) decision was awarded, with regard to the RE 400479 AgR-ED / RJ (AXA Seguros Brasil S.A. x Federal Government), concluding that PIS/COFINS should not be levied on the finance income arising from guarantee assets, considering that the finance income arising from marketable securities of technical reserves does not meet the concept of revenue. On October 10, 2023, the decision became final and unappealable.

In view of such favorable decision awarded by the STF, the Company will reinforce its application for tax refund of the amounts unduly paid in the years prior to the filing of the MS.

In view of the above, the Company's Legal area, as well as its external legal advisors who handle such MS, consider that loss is considered "possible".

### **16.4 Labor claims/ Civil lawsuits**

The Company is party to labor claims filed by current, retired and former employees, for, among other equally relevant claims, uniform salary and career plans, with the consequent payment of salary differences, as well as salary equation, private pension, overtime with consequence in other labor amounts, and for recognizing the annulment of dismissal and consequent readmission of the employee to the Company. There are also labor claims filed by service providers, aimed to recognize the subsidiary liability of IRB Re for the payment of labor amounts or recognition of employment relationship with the Company, as it was the client of the service.

It is also worth noting that the Company is party to four arbitration procedures and seven civil lawsuits mostly filed by minority shareholders, aiming to hold the Company accountable and consequently be awarded damages for alleged losses arising from the devaluation of the Company's shares, after the



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events occurred in the first quarter of 2020.

It is worth noting that the amounts involved in such arbitration procedures cannot be settled in the current stages.

The Company's legal area as well as its external legal advisors consider that the adjusted amount of such labor and civil claims whose losses are considered probable is R\$ 56,933. Labor claims and civil lawsuits whose losses are considered possible totaled R\$ 212,885, of which R\$ 34,395 for civil lawsuits and R\$ 178,490 for labor claims.

### 16.4.1 Public Civil Action SINTRES

It refers to two public civil actions, filed by the National Reinsurance Workers' Union (SINTRES) and the National Federation of Insurance Professionals (FENESPIC), against the Company, on the argument that unilateral changes were allegedly introduced to the Company's Health Insurance Plan, which were prejudicial to the IRB Re's employees and retirees. The first action claims the reinstatement of the previous Health Insurance Plan, in the self-management modality, maintaining all the previously established benefits, besides individual and collective pain and suffering. In the second action, the plaintiffs claim the reinstatement of the previous costing type, reimbursement for amounts paid at levels above those set before the changes which had been made in June 2016, besides individual and collective pain and suffering.

At present, the decision on the interlocutory appeal on the Appeal to Review filed by the Company in Actions 0010694-57.2014.5.01.0075 and 0100808-56.2018.5.01.0025 are pending.

The Company's legal area, as well as its external legal advisors, estimate that the amount at risk in the first action is R\$ 34,531 while in the second is R\$ 549, and classify the likelihood of loss in both actions as possible.



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### 17.4.2 Public Civil Action - IBRACI

In view of the news broadcasted in the media on October 13, 2022, informing about the existence of a Public Civil Action (ACP) filed by Instituto Brasileiro de Cidadania (IBRACI), in progress in the Sixth Commercial Court of the Judicial District of the capital city of Rio de Janeiro, the Company released a Notice to the Market on October 17, 2022, at the request of the Brazilian Securities and Exchange Commission (CVM) and B3, clarifying that until such date it had not received any summons regarding such ACP, having been informed about it only by press.

Although it had not been served or summoned regarding such ACP, on January 31, 2023, the Company voluntarily opted for entering the records of the ACP, by filing its defense. The subject of such ACP are the irregularities regarding the information to the market about the Company's shareholding and the presentation of incorrect financial statements, making the allegation that they would have misled shareholders and investors. The Company is being represented by an expert external firm, commissioned to protect its interests, which considered that loss in such action is possible, as the thesis defended by IBRACI is similar to that disputed in other legal claims and arbitration procedures involving the Company, already informed in its Reference Form.

On July 20, 2023, a decision was awarded determining that IBRACI provided individual instruments of authorization from its members under penalty of dismissal of the action.

From thereon, IBRACI filed counter appeals for changing the previous decision so that the full effect of such ACP is recognized. At present, the Court decision on the appeal filed by IBRACI is pending.

The Company's Legal area, as well as its external legal advisors, consider that loss is "possible".

### 17.4.3 Public Civil Action - IPGE

It refers to a Public Civil Action filed by Instituto de Proteção e Gestão do Empreendedorismo (IPGE) against: (i) IRB Re; (ii) PwC; (iii) the financial institutions with control power at the time the described events took place; (iv) former management members; (v) former members of the Board of Directors of 2019; and (vi) former members of the Fiscal Council who served on the Company between the years 2018 and 2020. The Action was filed under # 0811417-06.2023.8.19.0001 and assigned to the First Business Court of the Capital City of the State of Rio de Janeiro. The subject matter of this action consists of the supposed fraud and illicit practices performed against investors. The Instituto filed several claims, including the suit for pain and suffering, material damage, and grant, upon entry of judgment, of interlocutory relief to freeze the assets and rights of Defendants in the amount of the claims included in the complaint.

At present the action is waiting for the notification of all defendants to establish the term for submission of the respective defenses.

## 16.5 Criminal Action

On August 17, 2020 the Company informed to the market that it had filed a criminal complaint at the Federal Attorney's Office of the state of Rio de Janeiro, one of which related to the irregularities found in the Company's financial information, disclosed on February 18, 2020, due to the accounting misstatements and manipulations, among other irregularities found by the internal and forensic investigations, resulting in a restatement of the 2019 financials, as disclosed in the Material Fact notice of June 29, 2020.

In addition to such criminal complaint related to accounting manipulations, there are another two in progress, which were filed based on all documentation found in the internal investigations, conducted



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by the Company with the support of independent consulting firms, related to (i) the Company's shareholder's interests, as well as (ii) the irregularities in the distribution of bonus to former Statutory Officers and Employees of the Company and of its Real Estate Subsidiary, besides the irregularities in the share repurchase program of IRB Re approved on February 19, 2020 by its Board of Directors.

The three criminal complaints mentioned above are being closely monitored by the Company's internal Legal area, as well as by the external expert law firm in charge.

### 16.6 Administrative Investigations at the Brazilian Securities and Exchange Commission (CVM)

We report the current status of the two Administrative Investigations at the CVM, which have the following aims:

- (i) CVM Administrative Investigation 19957.003611/2020-91: Administrative investigation conducted to find any irregularities related to transactions on the B3 involving the common shares issued by IRB Re, in the period from January 1 to March 31, 2020. The investigation is a result of Administrative Proceedings 19957.002942/2020-11, filed to evaluate transactions on B3 involving the common shares issued by IRB Re, because of: (i) the drop noted in the quoted prices of the shares issued by the Company after the disclosure by Squadra Investimentos – Gestão de Recursos Ltda. ("Squadra"); (ii) the supposed conflict of interest, even publicly admitted by Squadra, as it had short positions in the shares issued by the Company; (iii) the subsequent events that reinforced the drop in the quoted prices of the shares issued by the Company, culminating in the resignation of the CEO and Deputy CEO, Chief Financial and Investor Relations Officer of the Company on March 4, 2020. On November 25, 2021, CVM completed such Investigation and filed the Administrative Sanctions Procedure 19957.993611/2020-91, in which the following former Statutory Officers of IRB Re were accused: (i) the former CEO for neglecting his diligence duty by disclosing false information to the market, without taking the necessary measures to check the truthfulness of the information, as well as (ii) the former Deputy CEO, Chief Financial and Investor Relations Officer, for the practice of price manipulation on the stock exchange market. Then the defendants submitted their defenses and, at present, were summoned to defend against the documentary evidences introduced in the Investigation; and
- (ii) CVM Administrative Investigation 19957.003612/2020-35: Administrative investigation conducted to find any irregularities related to the disclosure of information by the Company and its management members. Such investigation is a result of the CVM Proceedings 19957.011072/2019-20, 19957.001517/2020-05 and 19957.000767/2020-10 filed to investigate the suspicions raised by the company Squadra Investimentos - Gestão de Recursos Ltda. ("Squadra") about the compliance of the Company's financial statements with the accounting standards and rules in effect.  
On June 2, 2023, the conclusion pointed to the liability of the former Statutory Board members (former CEO and former CFO) of IRB Re in view of the breaches of the Brazilian Corporate Law and the CVM regulatory instructions, specifically regarding the following themes: (a) select dissemination of information to investors and journalists before its wide market disclosure; (b) irregularities in the share repurchase program of the Company approved on February 19, 2020; and (c) payment and receipt of irregular bonus. Particularly in relation to frauds in the financial statements of the Company for the fiscal year 2019, such Administrative Investigation is in the fact-finding, not yet in the charging phase.

## 17 Equity



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### 17.1 Capital

On September 1, 2022, the Board of Directors ratified the Private Capital Increase in the amount of R\$ 1,200,000, within the authorized capital limit, upon the issue of 1,200,000,000 new registered book-entry common shares, with no par value. The expenditures for issuing shares, net of taxes, totaled R\$ 33,283, and were recorded in an adjustment account of the Capital group.

At the Extraordinary Shareholders' Meeting held on December 22, 2022, the reverse stock split of the totality of common shares of IRB Re was approved, in the ratio of 30 shares to 1 share. Therefore, as at September 30, 2023 the Company has 81,838,843 shares (81,838,843 as at December 31, 2022). As at December 31, 2022, the share balance before the reverse stock split amounted to 2,456,020,731 shares.

SUSEP, through CGRAJ/SUSEP Ordinance 1,485, of June 20, 2023, approved the increase in the Company's capital by R\$ 1,200,000, raising it to R\$ 5,453,080.

As at September 30, 2023 and December 31, 2022, the subscribed and paid-up share capital is broken down as follows:

	Parent Company and Consolidated	
	September 30, 2023	December 31, 2022
Number of shares	81,838,243	81,867,358
Capital	5,453,080	5,453,080
Cost with issuance of shares	(73,891)	(73,891)
<b>Total</b>	<b>5,379,189</b>	<b>5,379,189</b>

As at September 30, 2023 and December 31, 2022, IRB Re's shareholding was as follows:

Shareholder	September 30, 2023	
	Common shares	% shares in capital outstanding
Bradesco Seguros S.A.	13,039,749	15.9%
Itaú Seguros S.A.	9,514,040	11.6%
BlackRock Inc	4,125,710	5.0%
Other (*)	55,158,744	67.5%
	<b>81,838,243</b>	<b>100.0%</b>

(\*) Shareholder's interests under 5%.

Shareholder	December 31, 2022	
	Common shares	% shares in capital outstanding
Bradesco Seguros S.A.	13,039,905	15.9%
Itaú Seguros S.A.	9,514,041	11.6%
BlackRock Inc	4,125,710	5.0%
Other (*)	55,187,702	67.5%
	<b>81,867,358</b>	<b>100.0%</b>

(\*) Shareholder's interests under 5%.



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### 17.2 Treasury shares

At the Extraordinary Shareholders' Meeting held on December 22, 2022, the reverse stock split of the totality of common shares of IRB Re was approved, in the ratio of 30 shares to 1 share.

Therefore, as at September 30, 2023 and December 31, 2022, the Company has 420,125 treasury shares, representing a total of R\$ 283,760 (R\$ 283,760 as at December 31, 2022). As at December 31, 2022, treasury share balance before the reverse stock split amounted to 12,603,750 shares.

### 17.3 Equity valuation adjustment

The changes are as follows:

	Parent Company and Consolidated	
	September 30, 2023 (Restated)	September 30, 2022 (Restated)
<b>Opening balance</b>	<b>(538,263)</b>	<b>(451,076)</b>
Recognition of expected credit losses according to CPC 48/IFRS 9 for financial assets measured at FVOCI	24,286	-
Decrease in fair value of financial assets - FVOCI (initial application)	(4,095)	-
Cumulative translation adjustments	(36,636)	12,220
Changes in the fair value of financial assets in the period	-	(143,822)
Changes in the fair value of financial assets - FVOCI	60,936	-
Amount reclassified from equity to profit or loss for the year of marketable securities - FVOCI	(9,819)	-
Expected credit losses for financial assets measured at FVOCI	(1,327)	-
Amount reclassified from equity to profit or loss for the year of financial assets	-	-
Income tax and social contribution	(20,203)	61,604
Remeasurement of post-employment benefit obligations	23,331	(52,600)
Income tax and social contribution on the change in remeasurement of post-employment benefit obligations	(9,332)	21,040
<b>Closing balance</b>	<b>(511,122)</b>	<b>(552,634)</b>

(i) The exchange differences on net assets of the Company's operations abroad, translating their functional currencies into the Company's presentation currency, are recognized in equity and accumulated in the cumulative translation adjustments.



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### 17.4 Loss per share – basic and diluted

The following tables show the reconciliation between the loss for the period and the amounts used for calculating basic and diluted earnings (loss) per share.

Basic and diluted loss per share is computed by dividing the loss for the period by the weighted average shares outstanding in the period. The basic loss per share calculation was as follows:

	Quarter	
	Parent Company and Consolidated	
	September 30, 2023 (Restated)	September 30, 2022 (Restated)
Numerator		
Loss for the period	43,643	(214,032)
Denominator (number of shares in units)		
Weighted average number of common shares outstanding (*)	81,838,643	46,287,329
<b>Earnings (loss) per share - basic and diluted (in reais)</b>	<b>0.53</b>	<b>(4.62)</b>

	YTD	
	Parent Company and Consolidated	
	September 30, 2023 (Restated)	September 30, 2022 (Restated)
Numerator		
Loss for the period	(18,215)	(409,796)
Denominator (number of shares in units)		
Weighted average number of common shares outstanding (*)	81,838,643	46,287,329
<b>Loss per share - basic and diluted (in reais)</b>	<b>(0.22)</b>	<b>(8.85)</b>

(\*) The weighted average number of common shares outstanding as at December 30, 2022 was adjusted based on the reverse stock split of the totality of the shares of IRB Re, in the ratio of 30 shares to one share, on December 22, 2022.



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## 18 Breakdown of profit or loss accounts

As at September 2023 and 2022, the reinsurance service result is as follows:

### 18.1 Reinsurance service result

	Quarter			YTD		
	Parent Company and Consolidated			Parent Company and Consolidated		
	July 1 to September 30, 2023			January 1 to September 30, 2023		
	Brazil	Abroad	Total	Brazil	Abroad	Total
Amounts relating to changes in liabilities for remaining coverage						
- Expected incurred claims and other directly attributable expenses	570,021	100,263	670,284	1,497,999	503,993	2,001,992
- Change in risk adjustment for non-financial risk for risk expired	8,323	931	7,254	20,251	8,548	26,799
- CSM recognized for services provided	535,038	158,731	693,767	1,747,802	450,429	2,198,231
- Other	(7)	(1)	(8)	(53)	(31)	(84)
- Recovery of reinsurance acquisition cash flows	34,862	16,268	51,130	99,729	46,133	145,862
<b>Total reinsurance revenue</b>	<b>1,148,235</b>	<b>276,192</b>	<b>1,422,427</b>	<b>3,365,728</b>	<b>1,007,072</b>	<b>4,372,800</b>
Incurred claims and other directly attributable expenses	(335,975)	(227,851)	(563,826)	(937,627)	(583,665)	(1,521,292)
Changes that relate to past services - Adjustments to liabilities for incurred claims	(187,861)	(205,761)	(393,422)	(1,015,435)	(563,847)	(1,579,282)
Reversals of losses (losses) on onerous insurance contracts	(18,794)	28,848	10,054	(22,908)	16,291	(6,616)
Reinsurance acquisition cash flows	(34,862)	(16,268)	(51,130)	(99,729)	(46,133)	(145,862)
<b>Total reinsurance service expenses</b>	<b>(577,292)</b>	<b>(421,032)</b>	<b>(998,324)</b>	<b>(2,075,697)</b>	<b>(1,177,354)</b>	<b>(3,253,051)</b>
Amounts relating to changes in assets for remaining coverage						
- Expected incurred claims and other directly attributable expenses	(117,456)	(1,639)	(119,095)	(660,185)	(9,482)	(669,667)
- Change in risk adjustment for non-financial risk for risk expired	(365)	(7)	(372)	(2,285)	(58)	(2,343)
- CSM recognized for services received	(512,347)	(29,199)	(541,546)	(1,101,451)	(129,722)	(1,231,173)
- Share of incurred claims	195,094	74,079	269,173	605,864	18,800	624,664
- Other	1,054	(4,734)	(3,680)	(5,960)	(4,472)	(10,432)
<b>Total net retrocession contract expenses</b>	<b>(434,020)</b>	<b>38,560</b>	<b>(395,520)</b>	<b>(1,164,917)</b>	<b>(124,934)</b>	<b>(1,289,951)</b>
<b>Reinsurance service result</b>	<b>134,923</b>	<b>(106,340)</b>	<b>28,583</b>	<b>126,014</b>	<b>(285,216)</b>	<b>(169,202)</b>

	Quarter			YTD		
	Parent Company and Consolidated			Parent Company and Consolidated		
	July 1 to September 30, 2022			January 1 to September 30, 2022		
	Brazil	Abroad	Total	Brazil	Abroad	Total
Amounts relating to changes in liabilities for remaining coverage						
- Expected incurred claims and other directly attributable expenses	712,438	373,840	1,086,276	1,943,928	931,821	2,875,751
- Change in risk adjustment for non-financial risk for risk expired	4,541	6,270	10,811	24,657	17,867	42,524
- CSM recognized for services provided	498,820	263,949	762,769	1,669,930	626,659	2,296,589
- Other	(8)	(5)	(14)	(9)	(239)	(248)
Recovery of reinsurance acquisition cash flows	12,232	12,107	24,339	28,224	31,356	59,580
<b>Total reinsurance revenue</b>	<b>1,228,020</b>	<b>656,161</b>	<b>1,884,181</b>	<b>3,666,730</b>	<b>1,607,466</b>	<b>5,274,196</b>
Incurred claims and other directly attributable expenses	(753,480)	(232,169)	(985,649)	(1,740,348)	(642,342)	(2,382,690)
Changes that relate to past services - Adjustments to liabilities for incurred claims	(598,187)	(315,003)	(913,190)	(1,832,188)	(787,898)	(2,620,086)
Reversals of losses (losses) on onerous insurance contracts	(26,243)	(162,121)	(178,364)	(97,023)	(257,029)	(354,052)
Reinsurance acquisition cash flows	(12,232)	(12,107)	(24,339)	(28,224)	(31,356)	(59,580)
Other	-	-	-	-	-	-
<b>Total reinsurance service expenses</b>	<b>(1,390,142)</b>	<b>(711,400)</b>	<b>(2,101,542)</b>	<b>(3,697,783)</b>	<b>(1,718,593)</b>	<b>(5,416,376)</b>
Amounts relating to changes in assets for remaining coverage						
- Expected incurred claims and other directly attributable expenses	(158,843)	(291,414)	(450,257)	(544,002)	(492,109)	(1,036,111)
- Change in risk adjustment for non-financial risk for risk expired	(1,585)	(175)	(1,770)	(6,305)	(3,449)	(9,754)
- CSM recognized for services received	(304,997)	(100,440)	(405,437)	(983,741)	(258,875)	(1,242,616)
- Share of incurred claims	431,942	210,715	642,657	865,941	403,619	1,269,560
- Other	66	(1,337)	(1,271)	(46,057)	5,201	(40,856)
<b>Total net retrocession contract expenses</b>	<b>(33,427)</b>	<b>(182,651)</b>	<b>(216,078)</b>	<b>(714,164)</b>	<b>(345,613)</b>	<b>(1,059,777)</b>
<b>Reinsurance service result</b>	<b>(195,548)</b>	<b>(237,890)</b>	<b>(433,439)</b>	<b>(745,217)</b>	<b>(456,740)</b>	<b>(1,201,957)</b>



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### 18.1.1 Breakdown by group of contracts

	Quarter			YTD		
	Parent Company and Consolidated			Parent Company and Consolidated		
	July 1 to September 30, 2023			January 1 to September 30, 2023		
	Groups of contracts at the transition date			Groups of contracts at the transition date		
	Brazil	Abroad	Total	Brazil	Abroad	Total
Amounts relating to changes in liabilities for remaining coverage						
- Expected incurred claims and other directly attributable expenses	32,432	(42,284)	(9,852)	88,883	(26,493)	62,400
- Change in risk adjustment for non-financial risk for risk expired	237	49	286	1,350	1,577	2,927
- CSM recognized for services provided	110,778	88,506	199,284	373,299	257,547	630,846
- Other	(7)	(1)	(8)	(53)	(31)	(84)
- Recovery of reinsurance acquisition cash flows	24,136	7,344	31,480	71,469	22,114	93,583
<b>Total reinsurance revenue</b>	<b>167,576</b>	<b>53,614</b>	<b>221,190</b>	<b>534,948</b>	<b>254,724</b>	<b>789,672</b>
Incurred claims and other directly attributable expenses	(4,176)	(1,675)	(5,851)	(12,055)	(6,892)	(18,947)
Changes that relate to past services - adjustments to liabilities for incurred claims	(75,646)	(134,246)	(209,892)	(496,431)	(316,990)	(813,421)
Reversals of losses (losses) on onerous insurance contracts	9,344	4,498	13,842	5,368	29,454	34,822
Reinsurance acquisition cash flows	(24,136)	(7,344)	(31,480)	(71,469)	(22,114)	(93,583)
<b>Total reinsurance service expenses</b>	<b>(94,614)</b>	<b>(138,767)</b>	<b>(233,381)</b>	<b>(574,587)</b>	<b>(316,542)</b>	<b>(891,129)</b>
Amounts relating to changes in assets for remaining coverage						
- Expected incurred claims and other directly attributable expenses	(24,387)	406	(23,982)	(99,536)	1,846	(97,690)
- Change in risk adjustment for non-financial risk for risk expired	(46)	-	(46)	(422)	-	(422)
- CSM recognized for services received	(29,900)	5,466	(24,434)	(41,736)	15,300	(26,436)
- Recovery of incurred claims	3,746	41,543	45,289	61,499	(66,100)	(3,601)
- Other	(414)	(4,752)	(5,166)	(7,549)	(4,490)	(12,039)
<b>Total net retrocession contract expenses</b>	<b>(51,001)</b>	<b>42,652</b>	<b>(8,349)</b>	<b>(87,744)</b>	<b>(52,444)</b>	<b>(140,188)</b>
<b>Reinsurance service result</b>	<b>21,961</b>	<b>(42,561)</b>	<b>(20,540)</b>	<b>(127,383)</b>	<b>(114,262)</b>	<b>(241,645)</b>

	Quarter			YTD		
	Parent Company and Consolidated			Parent Company and Consolidated		
	July 1 to September 30, 2023			January 1 to September 30, 2023		
	Other groups of contracts			Other groups of contracts		
	Brazil	Abroad	Total	Brazil	Abroad	Total
Amounts relating to changes in liabilities for remaining coverage						
- Expected incurred claims and other directly attributable expenses	537,589	142,547	680,136	1,409,116	530,476	1,939,592
- Change in risk adjustment for non-financial risk for risk expired	6,086	882	6,968	18,901	4,971	23,872
- CSM recognized for services provided	424,256	70,225	494,483	1,374,503	192,882	1,567,385
- Other	-	-	-	-	-	-
- Recovery of reinsurance acquisition cash flows	10,726	8,924	19,650	28,260	24,019	52,279
<b>Total reinsurance revenue</b>	<b>978,659</b>	<b>222,578</b>	<b>1,201,237</b>	<b>2,830,790</b>	<b>752,348</b>	<b>3,583,138</b>
Incurred claims and other directly attributable expenses	(331,799)	(252,430)	(584,229)	(925,572)	(576,773)	(1,502,345)
Changes that relate to past services - adjustments to liabilities for incurred claims	(112,015)	(71,515)	(183,530)	(519,004)	(246,857)	(765,861)
Reversals of losses (losses) on onerous insurance contracts	(28,136)	24,350	(3,786)	(28,274)	(13,163)	(41,437)
Reinsurance acquisition cash flows	(10,726)	(8,924)	(19,650)	(28,260)	(24,019)	(52,279)
<b>Total reinsurance service expenses</b>	<b>(482,678)</b>	<b>(308,519)</b>	<b>(791,197)</b>	<b>(1,501,110)</b>	<b>(860,812)</b>	<b>(2,361,922)</b>
Amounts relating to changes in assets for remaining coverage						
- Expected incurred claims and other directly attributable expenses	(93,099)	(2,044)	(95,143)	(560,649)	(11,328)	(571,977)
- Change in risk adjustment for non-financial risk for risk expired	(319)	(7)	(326)	(1,863)	(58)	(1,921)
- CSM recognized for services received	(482,447)	(34,655)	(517,102)	(1,059,715)	(145,022)	(1,204,737)
- Recovery of incurred claims	191,348	32,536	223,884	544,365	83,900	628,265
- Other	1,468	18	1,486	1,589	18	1,607
<b>Total net retrocession contract expenses</b>	<b>(383,019)</b>	<b>(4,152)</b>	<b>(387,171)</b>	<b>(1,076,273)</b>	<b>(72,490)</b>	<b>(1,148,763)</b>
<b>Reinsurance service result</b>	<b>112,962</b>	<b>(90,093)</b>	<b>22,869</b>	<b>253,397</b>	<b>(180,954)</b>	<b>72,443</b>



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### 18.1.1 Breakdown by group of contracts

	Quarter			YTD		
	Parent Company and Consolidated			Parent Company and Consolidated		
	July 1 to September 30, 2022			January 1 to September 30, 2022		
	Groups of contracts at the transition date			Groups of contracts at the transition date		
	Brazil	Abroad	Total	Brazil	Abroad	Total
Amounts relating to changes in liabilities for remaining coverage						
- Expected incurred claims and other directly attributable expenses	306,457	225,659	532,116	1,347,915	588,430	1,936,346
- Change in risk adjustment for non-financial risk for risk expired	2,431	4,357	6,788	20,433	13,125	33,558
- CSM recognized for services provided	277,254	219,788	497,042	1,355,421	544,363	1,899,784
- Other	(9)	(5)	(14)	(9)	(239)	(248)
- Recovery of reinsurance acquisition cash flows	7,394	7,271	14,665	17,734	20,501	38,235
<b>Total reinsurance revenue</b>	<b>593,527</b>	<b>457,070</b>	<b>1,050,597</b>	<b>2,741,495</b>	<b>1,166,180</b>	<b>3,907,675</b>
Incurred claims and other directly attributable expenses	(396,330)	(215,453)	(611,783)	(1,237,756)	(504,035)	(1,741,791)
Changes that relate to past services - adjustments to liabilities for incurred claims	(598,187)	(315,003)	(913,190)	(1,832,188)	(787,866)	(2,620,054)
Reversals of losses (losses) on onerous insurance contracts	(12,462)	2,082	(10,370)	(89,215)	(240,050)	(329,265)
Reinsurance acquisition cash flows	(7,394)	(7,271)	(14,665)	(17,734)	(20,501)	(38,235)
<b>Total reinsurance service expenses</b>	<b>(1,014,373)</b>	<b>(535,635)</b>	<b>(1,550,008)</b>	<b>(3,176,894)</b>	<b>(1,552,452)</b>	<b>(4,729,346)</b>
Amounts relating to changes in assets for remaining coverage						
- Expected incurred claims and other directly attributable expenses	(66,048)	612	(65,436)	(366,948)	(6,719)	(373,667)
- Change in risk adjustment for non-financial risk for risk expired	(837)	(9)	(846)	(4,322)	(82)	(4,404)
- CSM recognized for services received	(118,388)	(35,047)	(153,435)	(739,386)	(183,237)	(922,623)
- Recovery of incurred claims	308,526	43,242	351,768	716,945	179,086	896,041
- Other	66	(1,337)	(1,271)	(46,057)	5,201	(40,856)
<b>Total net retrocession contract expenses</b>	<b>125,319</b>	<b>7,461</b>	<b>132,780</b>	<b>(439,768)</b>	<b>(5,741)</b>	<b>(445,509)</b>
<b>Reinsurance service result</b>	<b>(295,527)</b>	<b>(71,104)</b>	<b>(366,631)</b>	<b>(875,167)</b>	<b>(392,013)</b>	<b>(1,267,180)</b>

	Quarter			YTD		
	Parent Company and Consolidated			Parent Company and Consolidated		
	July 1 to September 30, 2022			January 1 to September 30, 2022		
	Other groups of contracts			Other groups of contracts		
	Brazil	Abroad	Total	Brazil	Abroad	Total
Amounts relating to changes in liabilities for remaining coverage						
- Expected incurred claims and other directly attributable expenses	405,979	148,181	554,160	596,012	343,393	939,405
- Change in risk adjustment for non-financial risk for risk expired	2,110	1,913	4,023	4,224	4,742	8,966
- CSM recognized for services provided	221,506	44,161	265,727	314,509	82,296	396,805
- Other	-	-	-	-	-	-
- Recovery of reinsurance acquisition cash flows	4,838	4,838	9,674	10,490	10,855	21,345
<b>Total reinsurance revenue</b>	<b>634,493</b>	<b>199,091</b>	<b>833,584</b>	<b>925,235</b>	<b>441,286</b>	<b>1,366,521</b>
Incurred claims and other directly attributable expenses	(357,150)	(175,771)	(532,921)	(502,582)	(138,307)	(640,889)
Changes that relate to past services - adjustments to liabilities for incurred claims	-	-	-	-	-	-
Reversals of losses (losses) on onerous insurance contracts	(13,781)	(154,213)	(167,994)	(7,807)	(16,979)	(24,786)
Reinsurance acquisition cash flows	(4,838)	(4,836)	(9,674)	(10,490)	(10,855)	(21,345)
<b>Total reinsurance service expenses</b>	<b>(375,769)</b>	<b>(334,820)</b>	<b>(710,589)</b>	<b>(520,889)</b>	<b>(166,141)</b>	<b>(687,030)</b>
Amounts relating to changes in assets for remaining coverage						
- Expected incurred claims and other directly attributable expenses	(92,795)	(292,026)	(384,821)	(177,054)	(486,390)	(663,444)
- Change in risk adjustment for non-financial risk for risk expired	(758)	(186)	(924)	(1,983)	(3,387)	(5,350)
- CSM recognized for services received	(188,609)	(55,393)	(254,002)	(244,355)	(75,638)	(319,993)
- Recovery of incurred claims	123,416	167,473	290,889	148,995	224,523	373,519
- Other	-	-	-	-	-	-
<b>Total net retrocession contract expenses</b>	<b>(158,746)</b>	<b>(190,112)</b>	<b>(348,858)</b>	<b>(274,396)</b>	<b>(339,872)</b>	<b>(614,268)</b>
<b>Reinsurance service result</b>	<b>99,978</b>	<b>(325,841)</b>	<b>(225,863)</b>	<b>129,950</b>	<b>(64,727)</b>	<b>65,223</b>



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### 18.2 Finance income and expenses from investments and other financial results

	Quarter			
	Parent company		Consolidated	
	July 1 to September 30, 2023	July 1 to September 30, 2022	July 1 to September 30, 2023	July 1 to September 30, 2022
<b>Interest revenue calculated using the effective interest method</b>				
Financial assets measured at amortized cost	18,826	-	19,864	19,864
Financial assets measured at fair value through other comprehensive income	163,797	200,026	152,808	152,808
	<b>182,623</b>	<b>200,026</b>	<b>172,672</b>	<b>172,672</b>
<b>Net change in fair value of financial assets</b>				
Financial assets measured at fair value through profit or loss	25,761	(74,739)	51,073	(49,484)
Financial assets measured at fair value through other comprehensive income	(30,423)	(4,746)	(30,423)	(4,746)
	<b>(4,662)</b>	<b>(79,484)</b>	<b>20,650</b>	<b>(54,229)</b>
<b>Net gains on derecognition of financial assets</b>				
Financial assets measured at fair value through other comprehensive income	3,826	-	3,826	-
	<b>3,826</b>	<b>-</b>	<b>3,826</b>	<b>-</b>
<b>Exchange rate changes</b>				
Financial assets measured at fair value through profit or loss	(3,943)	10,824	(3,943)	10,824
Financial assets measured at fair value through other comprehensive income	88,475	70,295	88,475	70,295
	<b>84,532</b>	<b>81,219</b>	<b>84,532</b>	<b>81,219</b>
<b>Impairment of financial assets</b>				
Financial assets measured at amortized cost	85	-	85	-
Expected credit losses for financial instruments measured at FVOCI	(849)	-	(849)	-
	<b>(764)</b>	<b>-</b>	<b>(764)</b>	<b>-</b>
<b>Other financial results recognized in profit or loss for the period</b>	<b>(12,804)</b>	<b>7,833</b>	<b>(13,390)</b>	<b>8,643</b>
<b>Finance result</b>				
Recognized in profit or loss for the year	263,174	214,339	297,949	230,347
Recognized in comprehensive income for the period	(31,750)	(4,746)	(31,750)	(4,746)
	<b>231,424</b>	<b>209,594</b>	<b>266,199</b>	<b>225,602</b>

	YTD			
	Parent company		Consolidated	
	January 1 to September 30, 2023	January 1 to September 30, 2022	January 1 to September 30, 2023	January 1 to September 30, 2022
<b>Interest revenue calculated using the effective interest method</b>				
Financial assets measured at amortized cost	46,697	-	49,718	-
Financial assets measured at fair value through other comprehensive income	371,534	257,196	369,850	280,609
	<b>418,231</b>	<b>257,196</b>	<b>419,569</b>	<b>280,609</b>
<b>Net change in fair value of financial assets</b>				
Financial assets measured at fair value through profit or loss	36,548	123,605	84,212	143,466
Financial assets measured at fair value through other comprehensive income	51,117	(143,622)	51,117	(143,622)
	<b>88,665</b>	<b>(20,217)</b>	<b>135,329</b>	<b>(356)</b>
<b>Net gains on derecognition of financial assets</b>				
Financial assets measured at fair value through other comprehensive income	(5,575)	-	(5,575)	-
	<b>(5,575)</b>	<b>-</b>	<b>(5,575)</b>	<b>-</b>
<b>Exchange rate changes</b>				
Financial assets measured at fair value through profit or loss	(21,885)	(101,355)	(21,885)	(101,355)
Financial assets measured at fair value through other comprehensive income	(116,967)	(7,686)	(116,967)	(7,686)
	<b>(138,852)</b>	<b>(109,241)</b>	<b>(138,852)</b>	<b>(109,241)</b>
<b>Impairment of financial assets</b>				
Financial assets measured at amortized cost	(7,609)	-	(7,609)	-
Expected credit losses for financial instruments measured at FVOCI	1,327	-	1,327	-
	<b>(6,282)</b>	<b>-</b>	<b>(6,282)</b>	<b>-</b>
<b>Other financial results recognized in profit or loss for the period</b>	<b>(31,643)</b>	<b>(7,716)</b>	<b>(29,411)</b>	<b>(5,557)</b>
<b>Finance result</b>				
Recognized in profit or loss for the quarter	274,443	263,846	323,661	308,278
Recognized in comprehensive income for the period	49,790	(143,622)	49,790	(143,622)
	<b>324,233</b>	<b>120,224</b>	<b>373,451</b>	<b>164,656</b>



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### 18.3 Reinsurance and retrocession finance income and expenses

	Quarter					
	Parent Company and Consolidated					
	July 1 to September 30, 2023			July 1 to September 30, 2022		
	Domestic	Exterior	Total	Domestic	Exterior	Total
Net finance expenses from reinsurance contracts issued						
Effect of changes in discount rates	(144,560)	(37,776)	(182,456)	(80,213)	5,640	(73,673)
Net exchange rate change	(68,032)	(92,028)	(160,060)	(62,316)	(81,890)	(144,206)
Total finance result net of reinsurance contracts	(212,592)	(129,803)	(342,515)	(142,529)	(76,350)	(217,879)
Net financial result of retrocession contracts						
Effect of changes in discount rates	48,788	5,795	52,583	1,617	(5,521)	(3,904)
Net exchange rate change	43,900	17,490	61,350	41,356	13,288	54,644
Total net finance income from retrocession contracts	90,688	23,285	113,973	42,973	7,767	50,740
Amounts recognized in profit or loss	(122,024)	(106,518)	(228,542)	(99,556)	(68,583)	(167,139)

	YTD					
	Parent Company and Consolidated					
	January 1 to September 30, 2023			January 1 to September 30, 2022		
	Domestic	Exterior	Total	Domestic	Exterior	Total
Net finance expenses from reinsurance contracts issued						
Effect of changes in discount rates and other financial assumptions	(373,710)	(77,963)	(451,673)	(162,803)	33,546	(129,323)
Net exchange rate change	(100,879)	(18,383)	(119,262)	(77,623)	(179,224)	(256,757)
Total finance result net of reinsurance contracts	(272,640)	(96,346)	(368,986)	(240,426)	(145,678)	(386,104)
Net financial result of retrocession contracts						
Effect of changes in discount rates and other financial assumptions	110,332	11,307	121,639	(102,865)	33,546	(69,323)
Net exchange rate change	(55,188)	(23,291)	(78,479)	32,314	(21,964)	10,350
Total net finance income from retrocession contracts	54,144	(11,984)	42,160	(70,551)	11,582	(58,969)
Amounts recognized in profit or loss	(218,696)	(85,039)	(303,735)	(312,977)	(134,096)	(447,073)

### 18.4 Share of profit of equity-accounted investees

	Quarter			
	Parent company		Consolidated	
	July 1 to September 30, 2023	July 1 to September 30, 2022	July 1 to September 30, 2023	July 1 to September 30, 2022
Direct operating income (expenses) from investment properties	-	(27)	285	49
Adjustment of investments in subsidiaries (share of profit) - IRB Asset Management	9,980	9,929	-	-
Adjustment of investments in subsidiaries (share of profit) - IRB Chile, IRB Uso, IRB Renda and IRB Santos Dumont	257	1,631	-	-
Reversal (recognition) of provision for tax incentives	32	(16)	32	(16)
Gain/loss on disposal of property and equipment, intangible assets and investments	(226)	24,157	(226)	24,095
Other share of profit	8	62	8	62
	10,051	35,736	99	24,190

	YTD			
	Parent company		Consolidated	
	January 1 to September 30, 2023	January 1 to September 30, 2022	January 1 to September 30, 2023	January 1 to September 30, 2022
Direct operating income from investment properties	-	2,152	648	3,280
Adjustment of investments in subsidiaries (share of profit) - IRB Asset Management	33,680	29,902	-	-
Adjustment of investments in subsidiaries (share of profit) - IRB Chile, IRB Uso, IRB Renda and IRB Santos Dumont	(78)	2,753	-	-
Reversal (recognition) of provision for tax incentives	40	(12)	40	(12)
Impairment B3I	-	(15,879)	-	(15,879)
Gain/loss on disposal of property and equipment, intangible assets and investments	(226)	24,157	(226)	24,095
Other share of profit	253	-	253	-
	33,669	43,073	715	11,484



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### 18.5 Income tax and social contribution

#### (a) Reconciliation of income tax and social contribution

	Quarter			
	Parent company			
	July 1 to September 30, 2023 (Restated)		July 1 to September 30, 2022 (Restated)	
	Income tax	Social contribution	Income tax	Social contribution
Profit (loss) before provision for income tax/social contribution	68,031	68,031	(495,464)	(495,464)
Effects (CPC 48 / IFRS 9)	4,890	4,890	-	-
Effects (CPC 50 / IFRS 17)	(11,726)	(11,726)	141,201	141,201
Adjusted loss before provision for income tax/social contribution	61,195	61,195	(354,263)	(354,263)
Current nominal rates	25.0%	15.0%	25.0%	15.0%
Income tax and social contribution at nominal rate	(15,299)	(9,179)	88,565	53,139
Permanent additions and exclusions	4,194	2,732	(1,189)	(283)
Tax incentives	238	(7)	(13)	(8)
Ownership interests / branches	2,839	1,703	(2,402)	(1,440)
Loss allowance (post-employment benefit - Pré-68 plan)	-	-	225	135
Other adjustments	(6)	(2)	(94)	(59)
Management expenses (II)	(14)	-	(2,191)	-
Adjustment Recovery PIS (special judicial order) (I)	534	320	-	-
Non-levy of IRPJ/CSLL on adjustment by Selic of unduly paid taxes (I)	1,198	718	1,815	1,088
Retention bonus (II)	(595)	-	1,471	-
<b>Income tax and social contribution in the statements of profit or loss</b>	<b>(11,105)</b>	<b>(6,447)</b>	<b>87,376</b>	<b>52,856</b>
Current	(7,966)	(4,675)	-	-
Deferred	(3,139)	(1,772)	87,376	52,856
Actual rate	16.3%	9.5%	17.6%	10.7%

	Quarter			
	Consolidated			
	July 1 to September 30, 2023 (Restated)		July 1 to September 30, 2022 (Restated)	
	Income tax	Social contribution	Income tax	Social contribution
Profit (loss) before provision for income tax/social contribution	69,795	69,795	(494,399)	(494,399)
Effects (CPC 48 / IFRS 9)	4,890	4,890	-	-
Effects (CPC 50 / IFRS 17)	(11,726)	(11,726)	141,201	141,201
Adjusted loss before provision for income tax/social contribution	62,959	62,959	(353,198)	(353,198)
Current nominal rates	25.0%	15.0%	25.0%	15.0%
Income tax and social contribution at nominal rate	(18,529)	(10,398)	85,409	52,003
Permanent additions and exclusions	6,128	3,483	1,189	566
Tax incentives	238	(7)	(13)	(8)
Ownership interests / branches	3,068	1,840	(2,402)	(1,441)
Loss allowance (post-employment benefit - Pré-68 plan)	-	-	225	135
Other adjustments	1,699	513	2,284	792
Management expenses (II)	(13)	-	(2,191)	-
Adjustment Recovery PIS (special judicial order) (I)	532	318	-	-
Non-levy of IRPJ/CSLL on adjustment by Selic of unduly paid taxes (I)	1,198	718	1,815	1,088
Lease - IFRS 16	-	1	-	-
Retention bonus (II)	(595)	-	1,471	-
<b>Income tax and social contribution in the statements of profit or loss</b>	<b>(12,401)</b>	<b>(6,915)</b>	<b>86,598</b>	<b>52,569</b>
Current	(9,263)	(5,142)	(773)	(292)
Deferred	(3,138)	(1,773)	87,371	52,861
Actual rate	17.8%	9.9%	17.5%	10.6%



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In thousands of reais, except when otherwise stated

### (a) Reconciliation of income tax and social contribution

	YTD			
	Parent company		Parent company	
	January 1 to September 30, 2023 (Restated)	January 1 to September 30, 2022 (Restated)	January 1 to September 30, 2023 (Restated)	January 1 to September 30, 2022 (Restated)
	Income tax	Social contribution	Income tax	Social contribution
Profit (loss) before provision for income tax/social contribution	87,031	87,031	(1,077,577)	(1,077,577)
Effects (CPC 48 / IFRS 9)	18,998	18,998	-	-
Effects (CPC 50 / IFRS 17)	(176,656)	(176,656)	302,988	302,988
Adjusted loss before provision for income tax/social contribution	(70,627)	(70,627)	(774,589)	(774,589)
Current nominal rates	25.0%	15.0%	25.0%	15.0%
Income tax and social contribution at nominal rate	17,656	10,594	193,648	116,188
Permanent additions and exclusions	15,019	9,143	33,528	21,431
Tax incentives	352	(14)	(47)	(28)
Ownership interests / branches	16,025	9,615	3,821	2,294
Loss allowance (post-employment benefit - Pré-68 plan)	-	-	(1,226)	(735)
Other adjustments	(138)	(84)	(215)	(132)
Management expenses (ii)	-	-	(2,191)	-
Adjustment Recovery PIS (special judicial order) (i)	1,570	942	-	-
Non-levy of IRPJ/CSLL on adjustment by Selic of unduly paid taxes (i)	3,867	2,320	34,396	20,637
Lease - IFRS 16	289	174	-	-
Retention bonus (ii)	(595)	-	-	-
Debenture devaluation (abroad)	-	-	(1,010)	(605)
Out-of-court settlements	(6,351)	(3,810)	-	-
<b>Income tax and social contribution in the statements of profit or loss</b>	<b>32,675</b>	<b>19,737</b>	<b>227,176</b>	<b>137,619</b>
Current	(10,666)	(6,375)	-	-
Deferred	43,341	26,112	227,176	137,619
Actual rate	-37.5%	-22.7%	21.1%	12.8%

	YTD			
	Consolidated		Consolidated	
	January 1 to September 30, 2023 (Restated)	January 1 to September 30, 2022 (Restated)	January 1 to September 30, 2023 (Restated)	January 1 to September 30, 2022 (Restated)
	Income tax	Social contribution	Income tax	Social contribution
Profit (loss) before provision for income tax/social contribution	92,509	92,509	(1,072,471)	(1,072,471)
Effects (CPC 48 / IFRS 9)	18,998	18,998	-	-
Effects (CPC 50 / IFRS 17)	(176,656)	(176,656)	302,988	302,988
Adjusted loss before provision for income tax/social contribution	(65,149)	(65,149)	(769,483)	(769,483)
Current nominal rates	25.0%	15.0%	25.0%	15.0%
Income tax and social contribution at nominal rate	7,656	6,939	184,206	112,790
Permanent additions and exclusions	21,000	11,339	39,232	23,460
Tax incentives	352	(14)	(47)	(28)
Ownership interests / branches	16,254	9,752	3,821	2,293
Loss allowance (post-employment benefit - Pré-68 plan)	-	-	(1,226)	(735)
Other adjustments	5,615	1,976	5,489	1,899
Management expenses (ii)	-	-	(2,191)	-
Adjustment Recovery PIS (special judicial order) (i)	1,568	940	-	-
Non-levy of IRPJ/CSLL on adjustment by Selic of unduly paid taxes (i)	3,867	2,320	34,396	20,637
Lease - IFRS 16	289	175	-	-
Retention bonus (ii)	(595)	-	-	-
Debenture devaluation (abroad)	-	-	(1,010)	(606)
Out-of-court settlements	(6,350)	(3,810)	-	-
<b>Income tax and social contribution in the statements of profit or loss</b>	<b>28,656</b>	<b>18,278</b>	<b>223,438</b>	<b>136,250</b>
Current	(14,684)	(7,835)	(3,733)	(1,374)
Deferred	43,340	26,113	227,171	137,624
Actual rate	-31.0%	-19.8%	20.8%	12.7%

(i) On September 24, 2021, the Federal Supreme Court (STF), judging an extraordinary appeal with general repercussion, ruled for the unconstitutionality of the levy of Corporate Income Tax (IRPJ) and Social Contribution on Net Income (CSLL) on the adjustment by Selic, levied on unduly paid taxes.

In this context, on October 13, 2021, a court decision was awarded on the Writ of Mandamus whereby the Company disputes such matter, in the sense of suspending the payment of the tax credit arising from the inclusion of the late payment interest



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(Selic) received in the survey of the credits arising from unduly paid taxes, by refund or offset, in the determination of the IRPJ and CSLL tax base.

Accordingly, supported by such court decisions, the Company recognized in the financial statements as at September 30, 2023 an income from IRPJ and CSLL related to unduly paid taxes in the amount of R\$ 8,699 (R\$ 58,022 as at December 31, 2022), according to ICPC 22 – Uncertainty over Income Tax Treatments (equivalent to IFRIC 23), such amount being recorded as tax credits and deferred tax assets, in non-current assets.

(ii) Amounts related to expenses for retention bonus and incentives to the executive board. According to the Revenue Service of Brazil's Regulatory Instruction 1700 of March 14, 2017, these amounts are not deductible from the tax base of Corporate Income Tax.



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### 18.5 Income tax and social contribution

#### (b) Changes in deferred IRPJ and CSLL accounts

	Parent Company and Consolidated					
	December 31, 2022 (Restated)	Additions	Write-offs	September 30, 2023 (Restated)	Profit or loss	Comprehensive income
<b>Deferred tax assets</b>						
Labor provisions	162,576	-	(2,196)	160,380	(2,196)	-
Allowance for doubtful accounts	18,853	2,765	-	21,618	2,765	-
Provision for tax and social security contingencies	6,913	376	-	7,289	376	-
Adjustment to market value - available-for-sale securities	156,163	-	(28,024)	128,139	-	(28,025)
Provision for labor contingencies	21,918	-	(712)	21,206	(712)	-
Provision for profit sharing	-	5,814	-	5,814	5,814	-
Adjustment to market value - investment	8,493	-	-	8,493	-	-
Tax loss and social contribution loss carryforwards	2,233,899	-	(7,464)	2,226,435	(7,464)	-
Lease - IFRS 16	-	614	-	614	614	-
Provision for civil contingency	4,322	-	(2,707)	1,615	(2,707)	-
<b>Total deferred tax assets</b>	<b>2,613,137</b>	<b>9,569</b>	<b>(41,103)</b>	<b>2,581,603</b>	<b>(3,510)</b>	<b>(28,025)</b>
<b>Deferred tax liabilities</b>						
Adjustment of court deposits	(104,988)	(12,954)	-	(117,942)	(12,954)	-
Actuarial gains or losses - post-employment benefits	-	-	-	-	9,332	(9,332)
Deferred PIS and COFINS	(132,600)	-	13,522	(119,078)	13,522	-
PIS (special judicial order)	(26,026)	-	-	(26,026)	-	-
IRPJ / CSLL - IFRS 9	-	222	-	222	(7,599)	8,108
IRPJ / CSLL - IFRS 17	(174,933)	-	70,662	(104,272)	70,662	-
<b>Total deferred tax liabilities</b>	<b>(438,547)</b>	<b>(12,732)</b>	<b>84,184</b>	<b>(367,096)</b>	<b>72,963</b>	<b>(1,224)</b>
<b>Total parent company and consolidated, net</b>	<b>2,174,590</b>	<b>(3,163)</b>	<b>43,081</b>	<b>2,214,507</b>	<b>69,453</b>	<b>(29,249)</b>



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In thousands of reais, except when otherwise stated

### 18.5 Income tax and social contribution

#### (b) Changes in deferred IRPJ and CSLL accounts

	Parent Company and Consolidated					
	January 1, 2022 (Restated)	Additions	Write-offs	September 30, 2022 (Restated)	Profit or loss	Comprehensive income
<b>Deferred tax assets</b>						
Labor provisions	183,152	704	-	183,856	704	-
Allowance for doubtful accounts	24,236	6,240	-	30,476	6,240	-
Provision for tax and social security contingencies	6,449	339	-	6,788	339	-
Adjustment to market value - available-for-sale securities	94,928	61,604	-	156,532	-	61,604
Provision for labor contingencies	24,018	348	-	24,366	348	-
Adjustment to market value - investment	2,141	6,352	-	8,493	6,352	-
Tax loss and social contribution loss carryforwards	1,653,167	505,501	-	2,158,668	505,501	-
Other	-	26	-	26	26	-
<b>Total deferred tax assets</b>	<b>1,988,091</b>	<b>581,114</b>	<b>-</b>	<b>2,569,205</b>	<b>519,510</b>	<b>61,604</b>
<b>Deferred tax liabilities</b>						
Adjustment of court deposits	(88,996)	(11,683)	-	(100,679)	(11,683)	-
Actuarial gains or losses - post-employment benefits	(11,784)	(1,959)	-	(13,743)	(23,000)	21,040
Deferred PIS and COFINS	(134,457)	-	6,250	(128,207)	6,250	-
PIS (special judicial order)	(20,940)	(5,086)	-	(26,026)	(5,086)	-
IFRS 17	(35,199)	(121,195)	-	(156,394)	(121,195)	-
<b>Total deferred tax liabilities</b>	<b>(291,376)</b>	<b>(139,923)</b>	<b>6,250</b>	<b>(425,049)</b>	<b>(154,714)</b>	<b>21,040</b>
<b>Total parent company, net</b>	<b>1,696,715</b>	<b>441,191</b>	<b>6,250</b>	<b>2,144,156</b>	<b>364,796</b>	<b>82,644</b>
<b>Total consolidated, net</b>	<b>1,696,715</b>	<b>441,191</b>	<b>6,250</b>	<b>2,144,156</b>	<b>364,796</b>	<b>82,644</b>



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### 19 Retirement and pension plans and other employee benefits

The Company sponsors Fundação de Previdência dos Servidores do Instituto de Resseguros do Brasil (PREVIRB), which assures its participants and dependants private pension benefits.

The plans provided are the following: (i) the defined benefit one – Plan A (employer), and (ii) the variable contribution one – Plan B (personal); the “fully funded regime” being used in actuarial valuations, for retirement benefits.

In addition, the Company offers the benefits described in Note 19.2 to eligible employees, as follows:

- a. Payment of full cost of private pension and death benefits – Pré-68.
- b. Health contribution plan for current and retired employees.
- c. Funeral benefit.
- d. Life insurance.

Plans A and B are administered by PREVIRB, whereas the others, mentioned in the previous paragraph, are administered by the Company.



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The main adopted actuarial assumptions are the following:

Economic assumptions	Post-employment benefit plan administered by PREVIRB		Post-employment benefit plan administered by IRB	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Actual discount rate (*)	5.75%	6.00%	5.75%	6.00%
Nominal rate of expected return on assets	11.05%	11.31%	11.05%	11.31%
Projection of real growth in salary	Plan A: Not adopted Plan B: 2.5%	Plan A: Not adopted Plan B: 2.5%	(**) Health Plan: 0% Other Plans: Not applicable	(**) Health Plan: 0% Other Plans: Not applicable
Projection of real growth in the highest salary of the INSS beneficiary	Zero	Zero	Not applicable	Not applicable
Projection of real growth in plan benefits	Zero	Zero	Not applicable	Not applicable
Assumptions on future generations of new entrants	Not adopted	Not adopted	Not applicable	Not applicable
Turnover assumption	Plan A: Not adopted Plan B: 7%	Plan A: Not adopted Plan B: 7%	Health Plan: 7% Other Plans: Not applicable	Health Plan: 7% Other Plans: Not applicable
Determining factors of real value over time, INSS and plan benefits	Not adopted	Not adopted	Not applicable	Not applicable
Demographic assumptions				
Life table: Pre-68 Plan	Not applicable	Not applicable	AT-2000 reduced by 10%	AT-2000 reduced by 10%
Life table: Other Plans	PLAN A: AT-2000 reduced by 10% / PLAN B: AT-2000 M&F (reduced by 10%) (D10)	PLAN A: AT-2000 reduced by 10% / PLAN B: AT-2000 M&F (reduced by 10%) (D10)	AT-2000 reduced by 10%	AT-2000 reduced by 10%
Mortality table of people with disability	MI 85	MI 85	MI 85	MI 85
Disability entry table	ÁLVARO VINDAS	ÁLVARO VINDAS	ÁLVARO VINDAS	ÁLVARO VINDAS

(\*) The discount rate was determined pursuant to CVM Instruction 695, using the rate for Brazilian Federal Government bonds (NTN-B) as a base, indexed over expected post-employment benefits obligation periods.

(\*\*) Use as data for calculating the plan liability of the contribution based on a percentage of the participants salary, however, the mass that contains this characteristic is solely composed of retired participants.

### 19.1 Variable contribution plans

The Company sponsors the B Pension Plan, a variable contribution plan, which planned benefits combine the characteristics of the defined contribution type over the contribution period and of the defined benefit type over the benefit grant period.

The plan assets recorded are separated from the Company's in funds controlled by trustees.

The Single Life Annuity benefit is structured according to the Variable Contribution Plan and the benefits of Retirement due to Disability, Death Benefit and Funeral Benefit, Disease Allowance, and Survivor Benefit are structured according to the Defined Benefit Plan and coverage by Insurance.

The amount of contributions paid by the Company as at September 30, 2023, at the rates specified by this plan rules, was R\$ 6,636 (R\$ 8,320 as at December 31, 2022).

The change in the present value of the Plan B's actuarial liabilities in the period is as follows:



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	September 30, 2023	December 31, 2022
Present value of actuarial liabilities at the beginning of the year	204,478	188,635
Cost of current services	150	108
Interest rate cost	12,206	13,467
Actuarial loss	26,342	17,710
Paid benefits	(25,119)	(15,442)
<b>Present value of actuarial liabilities</b>	<b>218,057</b>	<b>204,478</b>

The change in the fair value of the Plan B's actuarial assets in the period is as follows:

	September 30, 2023	December 31, 2022
Initial fair value of the plan's assets	211,754	197,829
Return on investments	17,963	19,584
Employer contributions	6,636	8,320
Contributions of the plan's participants	14,774	18,724
Paid benefits	(25,119)	(15,442)
Return on assets	2,447	(17,261)
<b>Closing fair value of the plan's assets</b>	<b>228,455</b>	<b>211,754</b>

The amount recognized in the statement of financial position arising from the company's obligations related to this defined benefit plan was as follows:

	September 30, 2023	December 31, 2022
Present value of sponsored defined benefit liability	(218,057)	(204,478)
Fair value of the plan's assets	228,455	211,754
<b>Financial condition</b>	<b>10,398</b>	<b>7,276</b>
Asset ceiling effect	(10,398)	(7,276)
<b>Net asset from defined benefit liability</b>	<b>-</b>	<b>-</b>



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### 19.2 Defined benefit plans

The Company grants retirement plans (Benefit Plan A and Pré-68 Plan) to employees entitled to additional benefits based on monthly salary, determined on retirement date; and other post-employment benefits to eligible employees (health contribution plan to active and retired employees, Funeral Benefit and Life Insurance).

#### Plan A

The Company did not pay contributions over the periods of 2023 and 2022.

This plan had a technical surplus of R\$ 962,570 (R\$ 869,503 as at December 31, 2022) which, according to the accounting practices adopted in Brazil and the IFRS, was not recognized in the sponsor.

The Company has recognized in its financial statements, as an asset, the amount of R\$ 162,351 (R\$ 100,639 as at December 31, 2022) related to special reserve, an economic benefit available to the entity that shall be recognized in order to reduce or offset future contributions by the sponsor.

The change in the present value of the Plan A's actuarial liabilities in the period is as follows:

	September 30, 2023	December 31, 2022
Present value of actuarial liabilities at the beginning of the year	1,277,994	1,278,916
Interest rate cost	102,725	120,366
Actuarial loss	92,774	10,594
Paid benefits	(105,642)	(131,882)
<b>Present value of actuarial liabilities</b>	<b>1,367,851</b>	<b>1,277,994</b>

The change in the fair value of the Plan A's actuarial assets in the period is as follows:

	September 30, 2023	December 31, 2022
Initial fair value of the plan's assets	2,147,497	2,205,833
Return on investments	202,628	236,460
Contributions of the plan's participants	-	13
Paid benefits	(105,642)	(131,884)
Return on assets	85,938	(162,925)
<b>Closing fair value of the plan's assets</b>	<b>2,330,421</b>	<b>2,147,497</b>



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The amount recognized in the statement of financial position arising from the company's obligations related to this defined benefit plan is as follows:

	September 30, 2023	December 31, 2022
Present value of sponsored defined benefit liability	(1,367,851)	(1,277,994)
Fair value of the plan's assets	2,330,421	2,147,497
<b>Financial condition</b>	<b>962,570</b>	<b>869,503</b>
Asset ceiling effect	(800,215)	(768,864)
<b>Net asset from defined benefit liability</b>	<b>162,355</b>	<b>100,639</b>

The Funds that Guarantee the Plan A's Reserves of PREVIRB are as follows:

	September 30, 2023	December 31, 2022
<b>Cash</b>	<b>175</b>	<b>49</b>
<b>Receivables from investments</b>		
Government securities	600,268	417,280
Corporate bonds and deposits	124,505	171,113
Shares	100,128	103,621
Investment funds	1,572,341	1,663,412
Real estate investments	79,954	80,040
Borrowings and financing	7,736	7,105
<b>Court/Appeal deposits</b>	<b>20,901</b>	<b>20,901</b>
Funds receivable - Special judicial order	42,839	41,391
	<b>2,548,847</b>	<b>2,504,910</b>
<b>Payables for investments</b>		
Deduction of payable taxes (IOF)	(9)	-
Investment properties	(143)	-
Other payables (IOF) / Rent and Income	(15)	(67)
	<b>(167)</b>	<b>(67)</b>
<b>Investment contingent liabilities</b>	<b>(25,066)</b>	<b>(25,066)</b>
<b>Guarantee funds</b>	<b>2,523,614</b>	<b>2,479,777</b>

### Pré-68 Plan

The Pré-68 plan is targeted at IRB Re's employees and their beneficiaries, according to the situations described below:

- For purposes of Retirement Complement or Supplement, those employed until December 31, 1968;
- For purposes of Improving the Retirement Complement, those employed until December 31, 1968 and who have been vested in retirement until February 28, 1975;
- For purposes of Improving the Survivor Benefit, those beneficiaries of employees who passed before February 28, 1975;
- For purposes of Death Benefit, those beneficiaries of employees employed until December 31, 1968.

It is worth noting that these benefits are provided in the laws applicable to the Company prior to Law 6435, of July 15, 1977, which introduced the private pension regime, and, therefore, the Plan A



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Pension Rules considers this specific group of aged participants, whose benefits are fully covered by the Company.

In this sense, the Pré-68 Plan results could be included in the Plan A's profit or loss, however, they are reported in this Note separately to facilitate the understanding of the amounts incurred by the Company.

The Company has a technical reserve to cover liabilities under the above-mentioned benefits, which comprise 153 members as at September 30, 2023 (164 as at December 31, 2022), consisting of 146 retirees with an average age of 87.78 years (87.14 years as at December 31, 2022) and 7 pensioners with an average age of 87.73 years 86.5 years as at December 31, 2022).

The benefits paid by the Company to these participants/beneficiaries during the period, under the plan rules, amounted to R\$ 14,349 (R\$ 18,487 as at December 31, 2022).

In this actuarial valuation, the reserve amount recognized was R\$ 110,055 (R\$ 110,942 as at December 31, 2022), according to the accounting practices adopted by the Company.

The agreement signed between IRB Re and PREVIRB in December 2015, for transferring the administrative responsibility for the payment of pension benefits under the Pré-68 Plan, was adjusted, reaching R\$ 126,437 (R\$ 134,274 as at December 31, 2022).

The amount recognized in the statement of financial position arising from the company's obligations related to this plan is as follows:

	September 30, 2023	December 31, 2022
Present value of defined benefit liability	(110,055)	(110,942)
<b>Financial condition</b>	<b>(110,055)</b>	<b>(110,942)</b>
Restriction of contracted deficit	(16,382)	(23,332)
<b>Net amount of defined benefit liability</b>	<b>(126,437)</b>	<b>(134,274)</b>



## IRB-Brasil Resseguros S.A.

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In thousands of reais, except when otherwise stated

The change in the present value of the defined benefit plan's actuarial liabilities in the period is as follows:

	September 30, 2023	December 31, 2022
Present value of actuarial liabilities at the beginning of the year	110,942	113,361
Interest rate cost	8,641	10,361
Actuarial loss	4,821	5,707
Paid benefits	(14,349)	(18,487)
<b>Present value of actuarial liabilities</b>	<b>110,055</b>	<b>110,942</b>

The change in the fair value of the plan in the period is as follows:

	September 30, 2023	December 31, 2022
Employer contributions	14,349	18,487
Paid benefits	(14,349)	(18,487)
<b>Closing fair value of the plan's assets</b>	<b>-</b>	<b>-</b>

### Health and dental care

The change in the present value of the Health Insurance Plan's liabilities in the period is as follows:

	September 30, 2023	December 31, 2022
Present value of actuarial liabilities at the beginning of the year	270,512	319,604
Cost of current services	324	457
Interest rate cost	21,385	29,165
Actuarial (gain) / loss	5,751	(48,185)
Paid benefits	(25,427)	(30,529)
<b>Present value of actuarial liabilities</b>	<b>272,545</b>	<b>270,512</b>



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In thousands of reais, except when otherwise stated

The change in the fair value of the Health Insurance Plan's assets in the period is as follows:

	September 30, 2023	December 31, 2022
Employer contributions	22,651	27,213
Contributions of the plan's participants	2,776	3,316
Paid benefits	(25,427)	(30,529)
<b>Closing fair value of the plan's assets</b>	<b>-</b>	<b>-</b>

The amount recognized in the statement of financial position arising from the company's liabilities related to this plan is as follows:

	September 30, 2023	December 31, 2022
Present value of sponsored defined benefit liability	(272,545)	(270,512)
<b>Net liabilities from defined benefit liability</b>	<b>(272,545)</b>	<b>(270,512)</b>

### Funeral benefit

The change in the present value of the Funeral benefit's liabilities in the period is as follows:

	September 30, 2023	December 31, 2022
Present value of actuarial liabilities at the beginning of the year	1,311	1,606
Interest rate cost	107	154
Actuarial (gain) / loss	196	(427)
Paid benefits	(5)	(22)
<b>Present value of actuarial liabilities</b>	<b>1,609</b>	<b>1,311</b>

The change in the fair value of the Funeral Benefit's assets in the period is as follows:

	September 30, 2023	December 31, 2022
Employer contributions	5	22
Paid benefits	(5)	(22)
<b>Closing fair value of the plan's assets</b>	<b>-</b>	<b>-</b>



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In thousands of reais, except when otherwise stated

The amount recognized in the statement of financial position arising from the company's liabilities related to this plan (funeral benefit) is as follows:

	September 30, 2023	December 31, 2022
Present value of sponsored defined benefit liability	(1,609)	(1,311)
<b>Net liabilities from defined benefit liability</b>	<b>(1,609)</b>	<b>(1,311)</b>

### Group life insurance

The change in the present value of the Life insurance's liabilities in the period is as follows:

	September 30, 2023	December 31, 2022
Present value of actuarial liabilities at the beginning of the year	168	1,150
Interest rate cost	13	108
Actuarial gain	(115)	(1,097)
Paid benefits	116	7
<b>Present value of actuarial liabilities</b>	<b>182</b>	<b>168</b>

The change in the fair value of the Life insurance's assets in the period is as follows:

	September 30, 2023	December 31, 2022
Employer contributions	(116)	(7)
Paid benefits	116	7
<b>Closing fair value of the plan's assets</b>	<b>-</b>	<b>-</b>

The amount recognized in the statement of financial position arising from the company's liabilities related to this plan is as follows:

	September 30, 2023	December 31, 2022
Present value of sponsored defined benefit liability	(182)	(168)
<b>Net liabilities from defined benefit liability</b>	<b>(182)</b>	<b>(168)</b>



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Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

### 19.3 Total obligations of IRB Re

The reserve for post-employment benefit of IRB Re in current and non-current is as follows:

	Parent Company and Consolidated	
	September 30, 2023	December 31, 2022
<b>Current</b>		
Private retirement and pension plans (i)	18,406	18,299
Health and dental insurance plan (ii)	17,616	17,376
Health and dental insurance plan - reserve for incurred but not reported events (ii)	176	176
Group life insurance (iii)	25	24
Funeral benefit (iv)	112	97
	<b>36,335</b>	<b>35,972</b>
<b>Non-current</b>		
Private retirement and pension plans (i)	108,031	115,975
Health and dental insurance plan (ii)	254,929	253,136
Group life insurance (iii)	157	144
Funeral benefit (iv)	1,497	1,214
	<b>364,614</b>	<b>370,469</b>
	<b>400,949</b>	<b>406,441</b>

#### (i) Post-employment benefit - retirement

The Company sponsors private pension and death benefits for employees hired until December 31, 1968, private retirement benefits for employees who retired up to February 28, 1975, and private pensions for the beneficiaries of employees deceased through February 28, 1975.

#### (ii) Post-employment benefit - health and dental care

Self-managed plans with medical care (outpatient), surgical (inpatient), obstetrics and dental coverage, in addition to reimbursements and pharmaceutical benefits for active and retired employees and pensioners and their dependents of the following categories: for employees hired on or before May 31, 2004. Dependents are spouses, children (24 years old or younger) and parents who earn less than one minimum salary. For employees hired on or after September 1, 2004, only spouses and children (24 years old or younger) are considered dependents. For employees hired on or after October 14, 1996, IRB Re covers 50.0% of the cost of the plan, i.e. of the amounts of tables I and II (items 5.1.4 and 5.1.5 of section 1 of the Regulations of the PCAM (Medical Care Contribution Plan), while the employees and beneficiaries cover the other 50.0%. For employees hired on or before October 13, 1996, the contribution of the employee and dependents ranges from 0.3% to 2.0% of the items that make up the benchmark salary base. Contributions are monthly deducted from salary, depending on the employment date, salary base (%), and age group (tables).

#### (iii) Post-employment benefit - life insurance

For employees hired until 1998, IRB Re covers 100.0% of the premium, whereas for employees hired after such year, it covers 50.0% of the premium. The employee's participation is optional. Employees who retire based on their length of employment may remain in the plan but must pay the full premium upon retirement. IRB Re fully covers the premium cost of employees who retire due to disability.



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In thousands of reais, except when otherwise stated

### (iv) Post-employment benefit - funeral benefit

This benefit is provided only to employees hired until October 31, 1996. The benefit is limited to R\$ 1,384.38 for standard funeral, R\$ 1,630.36 for cremation, and R\$ 2,739.07 for funeral with cremation.

### 19.4 Consolidation of effects – Post-employment benefit

The consolidated amounts of employee benefits, as well as the adopted accounting procedures, are as follows.

The amounts recognized in profit or loss for the period and equity - other comprehensive income were as follows:

Total amounts recognized in profit or loss for the period:

	Defined benefit		Other benefits		Total	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
Cost of service	-	-	(324)	(342)	(324)	(342)
Interest rate cost	(8,641)	(7,771)	(21,505)	(22,069)	(30,146)	(29,840)
Paid contributions	-	-	(6,636)	(6,467)	(6,636)	(6,467)
Asset ceiling	34,675	26,154	-	-	34,675	26,154
<b>Total recognized amounts</b>	<b>26,034</b>	<b>18,383</b>	<b>(28,465)</b>	<b>(28,878)</b>	<b>(2,431)</b>	<b>(10,495)</b>

Total amounts recognized in the statement of comprehensive income:

	Defined benefit		Other benefits		Total	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
Actuarial gains	(11,657)	(231,451)	(5,832)	(46)	(17,489)	(231,497)
Asset ceiling effect	33,873	178,808	-	-	33,873	178,808
Other changes	6,947	89	-	-	6,947	89
<b>Total recognized amounts</b>	<b>29,163</b>	<b>(52,554)</b>	<b>(5,832)</b>	<b>(46)</b>	<b>23,331</b>	<b>(52,600)</b>



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Notes to the parent company and consolidated condensed interim financial information as at September 30, 2023 and December 31, 2022 and the three and nine-month periods ended September 30, 2023 and 2022.

In thousands of reais, except when otherwise stated

### 19.5 Sensitivity Analysis

The Management's analysis related to critical financial and actuarial assumption related to post-employment and other employee benefit plans are as follows:

#### Sensitivity to discount rate

		Scenario I -0.50%	Scenario II -0.25%	Scenario III +0.25%	Scenario IV +0.50%
<b>PLAN A</b>	<b>Actual rate</b>	5.25%	5.50%	6.00%	6.25%
	<b>Nominal rate (*)</b>	10.52%	10.79%	11.31%	11.57%
	Defined benefit liability	1,425,175	1,396,002	1,340,628	1,314,338
	Impact on main scenario	57,322	28,149	(27,225)	(53,515)
<b>PLAN B</b>	<b>Actual rate</b>	5.25%	5.50%	6.00%	6.25%
	<b>Nominal rate (*)</b>	10.52%	10.79%	11.31%	11.57%
	Defined benefit liability	221,538	219,759	216,426	214,863
	Impact on main scenario	3,481	1,703	(1,631)	(3,194)
<b>PRE 68</b>	<b>Actual rate</b>	5.25%	5.50%	6.00%	6.25%
	<b>Nominal rate (*)</b>	10.52%	10.79%	11.31%	11.57%
	Defined benefit liability	113,023	111,521	108,621	107,221
	Impact on main scenario	2,969	1,467	(1,433)	(2,833)
<b>Health Insurance</b>	<b>Actual rate</b>	5.25%	5.50%	6.00%	6.25%
	<b>Nominal rate (*)</b>	10.52%	10.79%	11.31%	11.57%
	Defined benefit liability	286,253	279,061	265,928	259,540
	Impact on main scenario	13,706	6,514	(6,619)	(13,008)
<b>Funeral Benefit</b>	<b>Actual rate</b>	5.25%	5.50%	6.00%	6.25%
	<b>Nominal rate (*)</b>	10.52%	10.79%	11.31%	11.57%
	Defined benefit liability	1,695	1,651	1,567	1,528
	Impact on main scenario	87	43	(41)	(80)
<b>Life Insurance</b>	<b>Actual rate</b>	5.25%	5.50%	6.00%	6.25%
	<b>Nominal rate (*)</b>	10.52%	10.79%	11.31%	11.57%
	Defined benefit liability	187	184	178	176
	Impact on main scenario	6	3	(3)	(5)

(\*) Considers inflation.



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In thousands of reais, except when otherwise stated

### Sensitivity to mortality table

		Scenario I	Scenario II
<b>PLAN A</b>	<b>Nominal rate (*)</b>	11.05%	11.05%
	<b>Table</b>	AT-2000	BR-EMS 2015
	Defined benefit liability	1,329,927	1,426,635
	Impact on main scenario	(37,926)	58,782
<b>PLAN B</b>	<b>Nominal rate (*)</b>	11.05%	11.05%
	<b>Table</b>	AT-2000	BR-EMS 2015
	Defined benefit liability	215,320	218,277
	Impact on main scenario	(2,736)	220
<b>PRE 68</b>	<b>Nominal rate (*)</b>	11.05%	11.05%
	<b>Table</b>	AT-49	BR-EMS 2015
	Defined benefit liability	105,714	116,013
	Impact on main scenario	(4,340)	5,959
<b>Health Insurance</b>	<b>Nominal rate (**)</b>	11.05%	11.05%
	<b>Table</b>	AT-2000	BR-EMS 2015
	Defined benefit liability	262,303	290,299
	Impact on main scenario	(10,245)	17,752
<b>Funeral Benefit</b>	<b>Nominal rate (*)</b>	11.05%	11.05%
	<b>Table</b>	AT-2000	BR-EMS 2015
	Defined benefit liability	1,660	1,528
	Impact on main scenario	52	(80)
<b>Life Insurance</b>	<b>Nominal rate (*)</b>	11.05%	11.05%
	<b>Table</b>	AT-2000	BR-EMS 2015
	Defined benefit liability	175	191
	Impact on main scenario	(6)	10

(\*) Considers inflation.

(\*\*) Considers the composition of inflation and medical inflation.



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## Section F – Other information that the Company considers relevant

### 20 Reconciliation between the condensed interim financial information (ITR) provided according to the model of the CVM system (Enet)

The Company shows below the reconciliation between the condensed interim financial information provided according to the model of the CVM system (Enet) and the condensed statements of financial position and profit or loss disclosed by IRB Re.

#### Condensed statement of financial position - Assets

ENet	Assets	Note	Parent company		Consolidated	
			September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
	<b>Current assets</b>		<b>3,671,502</b>	<b>4,746,123</b>	<b>3,632,241</b>	<b>4,621,770</b>
1.01.01	Cash and cash equivalents	5	3,205	6,119	7,875	17,793
1.01.02	Financial assets	6.1	3,028,529	4,280,282	2,952,894	4,136,600
1.01.04.01	Trade and other receivables	7	8,950	2,768	15,117	9,916
1.01.04.02	Tax credits and deferred tax assets	8.1	25,410	55,484	25,814	55,982
1.01.05	Other receivables and assets		8,495	6,251	8,635	6,260
1.01.07	Prepaid expenses	13	596,903	395,219	596,903	395,219
1.01.03.02	Retrocession contract assets		-	-	15,003	-
	<b>Non-current assets</b>		<b>12,063,082</b>	<b>11,680,480</b>	<b>12,127,824</b>	<b>11,814,427</b>
1.02.01.01	Financial assets	6.1				
1.02.01.02			5,539,873	4,741,843	5,570,216	4,828,782
1.02.01.03						
	Retrocession contract assets	13	2,427,730	2,950,094	2,427,730	2,950,094
1.02.01.04.01	Trade and other receivables	7	958,254	895,421	958,254	895,204
1.02.01.04.02	Tax credits and deferred tax assets	8.1	2,676,546	2,652,984	2,676,546	2,662,984
1.02.01.04.03	Court deposits	16	271,914	255,181	271,914	255,181
1.01.09.03	Other receivables	4.1				
1.02.02.01.03	Investments accounted for using the equity method		34,765	39,387	-	-
1.02.02.02.01	Investment property		-	-	59,158	86,587
1.02.02.02.02	Other investments		351	311	351	311
1.02.03	Property and equipment		39,470	29,456	39,470	29,456
1.02.04	Intangible assets		114,179	105,803	114,185	105,828
	<b>Total assets</b>		<b>15,734,584</b>	<b>16,426,603</b>	<b>15,760,065</b>	<b>16,436,197</b>



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In thousands of reais, except when otherwise stated

### Condensed statement of financial position – Liabilities

ENet	Liabilities	Note	Parent company		Consolidated	
			September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
	<b>Current liabilities</b>		<b>4,299,306</b>	<b>4,922,988</b>	<b>4,324,787</b>	<b>4,932,592</b>
2.01.01.01	Trade payables	9	37,645	37,139	60,652	44,621
2.01.01.02	Taxes and payroll charges payable		28,413	38,487	28,592	38,659
2.01.01.03	Labor provisions		17,018	11,714	17,202	11,825
2.01.01.04	Provisions for post-employment benefits	19.3	36,335	35,972	36,335	35,972
2.01.01.05	Income tax and social contribution		44,520	29,641	46,431	31,470
2.01.01.06	Borrowings and financing	11	500,123	466,898	500,123	466,898
2.01.02.02	Reinsurance contract liabilities	13	3,425,091	4,049,184	3,425,091	4,049,184
2.01.02.02	Retrocession contract liabilities	13	68,610	143,518	68,610	143,518
2.01.03	Third-party deposits	10	138,306	90,463	138,306	90,463
2.01.05	Other payables		3,045	19,982	3,045	19,982
	<b>Non-current liabilities</b>		<b>7,194,360</b>	<b>7,162,140</b>	<b>7,104,360</b>	<b>7,162,140</b>
2.02.01.01.01	Trade payables	9	18,598	19,723	18,598	19,723
2.02.01.01.02	Provisions for post-employment benefits	19.3	364,614	370,469	364,614	370,469
2.02.01.01.03	Income tax and social contribution		42,634	53,533	42,634	53,533
2.02.01.01.04	Borrowings and financing	11	550,004	440,707	550,004	440,707
2.02.01.01.05	Retrocession contract liabilities		6,053,250	6,194,835	6,053,250	6,194,835
2.02.01.01.05	Provision for lawsuits	16.2	75,260	82,873	75,260	82,873
	<b>Equity</b>		<b>4,330,918</b>	<b>4,341,465</b>	<b>4,330,918</b>	<b>4,341,465</b>
2.03.01	Capital	17.1	5,379,189	5,379,189	5,379,189	5,379,189
2.03.02.05	Treasury shares	17.2	(283,760)	(283,760)	(283,760)	(283,760)
2.03.06	Equity valuation adjustment	17.3	(511,122)	(538,263)	(511,122)	(538,263)
2.03.05	Retained losses		(236,174)	(215,701)	(236,174)	(215,701)
2.03.05	Loss for the period	17.4	(18,215)	-	(18,215)	-
	<b>Total liabilities and equity</b>		<b>15,734,584</b>	<b>16,426,603</b>	<b>15,760,065</b>	<b>16,436,197</b>

### Condensed statements of profit or loss

ENet	Statement of profit or loss	Note	Parent company		Consolidated	
			September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
3.01.02	Reinsurance revenue	18.1	4,372,800	5,274,196	4,372,800	5,274,196
3.02.02.01	Reinsurance service expenses	18.1	(3,253,051)	(5,416,376)	(3,253,051)	(5,416,376)
3.02.02.02	Net expenses from retrocession contracts	18.1	(1,288,951)	(1,059,777)	(1,288,951)	(1,059,777)
	<b>Reinsurance service result</b>		<b>(169,202)</b>	<b>(1,201,957)</b>	<b>(169,202)</b>	<b>(1,201,957)</b>
	Net finance income or expense from reinsurance operations	18.3	(232,410)	187,434	(232,410)	187,434
	Net finance income or expense from retrocession operations	18.3	42,160	(58,963)	42,160	(58,963)
3.08	<b>Net financial result of operations</b>		<b>(190,250)</b>	<b>128,471</b>	<b>(190,250)</b>	<b>128,471</b>
	Investment return	18.2	306,086	271,562	353,072	314,834
	Other finance income or expenses	18.2	(31,643)	(7,716)	(29,411)	(6,557)
3.08	<b>Net financial result</b>		<b>84,193</b>	<b>392,317</b>	<b>133,411</b>	<b>436,748</b>
3.04.08	Administrative expenses		(14,013)	(5,056)	(21,426)	(9,740)
3.04.05	Tax expenses		(5,274)	(2,958)	(8,647)	(6,019)
3.05	Share of profit of equity-accounted investees	18.4	33,669	43,073	715	11,484
	<b>Net income before taxes</b>		<b>(70,627)</b>	<b>(774,591)</b>	<b>(65,149)</b>	<b>(769,484)</b>
3.10	Income tax (IRPJ) and social contribution (CSLL)	18.5	52,412	364,795	46,934	359,688
	<b>Loss for the quarter</b>		<b>(18,215)</b>	<b>(409,796)</b>	<b>(18,215)</b>	<b>(409,796)</b>
	<b>Loss per share - basic and diluted (in reais)</b>	17.4	<b>(0.22)</b>	<b>(8.85)</b>	<b>(0.22)</b>	<b>(8.85)</b>