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Company Data / Capital Composition

QUANTITY OF SHARES (In Thousand)	CURRENT QUARTER 03/31/2023
PAID-UP CAPITAL	
COMMON – ON	963,227
PREFERRED - PN	0
TOTAL	963,227
TREASURY SHARES	
COMMON – ON	7,636
PREFERRED - PN	0
TOTAL	7,636

Individual Statements / Balance Sheet-Asset**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Current period 03/31/2023	Prior end of year 12/31/2022
1	Total Assets	15,276,835	16,446,765
1.01	Current assets	6,508,535	7,855,801
1.01.01	Cash and cash equivalents	2,018,756	2,640,732
1.01.02	Interest-earning bank deposits	240,838	233,451
1.01.02.01	Interest-earning bank deposits measured at fair value through profit or loss	240,838	233,451
1.01.02.01.02	Fair Value Titles	240,838	233,451
1.01.03	Trade Accounts Receivable	1,539,111	2,470,421
1.01.03.01	Customers	1,539,111	2,470,421
1.01.04	Inventories	1,908,167	1,562,813
1.01.06	Recoverable Taxes	674,975	816,349
1.01.06.01	Recoverable Current Taxes	674,975	816,349
1.01.08	Other Current Assets	126,688	132,035
1.01.08.03	Others	126,688	132,035
1.01.08.03.02	Derivative financial instruments	160	7,461
1.01.08.03.03	Other Assets	103,137	104,267
1.01.08.03.04	Credits with related parties	23,391	20,307
1.02	Non-Current Assets	8,768,300	8,590,964
1.02.01	Long-Term Assets	733,566	664,957
1.02.01.04	Trade Accounts Receivable	-	7,934
1.02.01.04.01	Customers	-	7,934
1.02.01.07	Deferred Taxes	342,440	251,519
1.02.01.07.01	Deferred Income Tax and Social Contribution	342,440	251,519
1.02.01.09	Credits with related parties	-	819
1.02.01.09.02	Credits with subsidiaries	-	819
1.02.01.10	Other Non-Current Assets	391,126	404,685
1.02.01.10.04	Recoverable Taxes	201,651	207,149
1.02.01.10.05	Other Assets	189,475	197,536
1.02.02	Investments	2,611,305	2,349,458
1.02.02.01	Shareholdings	2,611,305	2,349,458
1.02.02.01.02	Investments in Subsidiaries	2,611,305	2,349,458
1.02.03	Property, plant and equipment	4,564,860	4,705,770
1.02.03.01	Property, plant and equipment in Operation	1,531,257	1,569,461
1.02.03.02	Right-of-Use	2,183,958	2,278,024
1.02.03.03	Property, plant and equipment in Progress	849,645	858,285
1.02.04	Intangible	858,569	870,779
1.02.04.01	Intangible	858,569	870,779
1.02.04.01.02	Others Intangibles	858,569	870,779

Individual Statements / Balance Sheet-Liabilities**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Current period	Prior end of year
		03/31/2023	12/31/2022
2	Total Liabilities	15,276,835	16,446,765
2.01	Current Liabilities	3,172,483	3,297,744
2.01.01	Social and Labor Obligations	254,717	249,709
2.01.01.01	Social Obligations	81,006	82,364
2.01.01.01.01	Social charges	81,006	82,364
2.01.01.02	Labor obligations	173,711	167,345
2.01.01.02.01	Wages payable	173,711	167,345
2.01.02	Suppliers	1,234,367	1,520,175
2.01.02.01	Domestic suppliers	1,020,073	1,338,928
2.01.02.01.01	Domestic suppliers	995,603	1,267,860
2.01.02.01.02	Obligations – Forfait	24,470	71,068
2.01.02.02	Foreign suppliers	214,294	181,247
2.01.03	Tax Obligations	89,035	414,476
2.01.03.01	Federal Tax Obligations	16,141	174,816
2.01.03.01.01	Income Tax and Social Contribution Payable	-	57,822
2.01.03.01.02	Other Federal Tax Obligations	16,141	116,994
2.01.03.02	State Tax Obligations	71,208	237,686
2.01.03.03	Municipal Tax Obligations	1,686	1,974
2.01.04	Loans, Financing and Debentures	514,627	53,571
2.01.04.02	Debentures	514,627	53,571
2.01.05	Other obligations	1,009,542	999,049
2.01.05.01	Related Party Liabilities	458	918
2.01.05.01.02	Debts with Subsidiaries	458	918
2.01.05.02	Others	1,009,084	998,131
2.01.05.02.01	Dividends and Interest on equity Payable	154,255	158,684
2.01.05.02.05	Other obligations	182,898	180,903
2.01.05.02.06	Statutory Participation	2,282	2,282
2.01.05.02.07	Obligations with Card Administrators	20,801	28,001
2.01.05.02.08	Derivative financial instruments	23,327	6,759
2.01.05.02.09	Leases payable	625,521	621,502
2.01.06	Provisions	70,195	60,764
2.01.06.01	Labor, Civil, Security and Tax Provisions	70,195	60,764
2.01.06.01.04	Civil Provisions	9,846	11,445
2.01.06.01.05	Labor Provisions	60,349	49,319
2.02	Non-Current Liabilities	2,438,570	3,061,506
2.02.01	Loans, Financing and Debentures	499,568	999,372
2.02.01.02	Debentures	499,568	999,372
2.02.02	Other obligations	1,900,443	2,016,566
2.02.02.02	Others	1,900,443	2,016,566
2.02.02.02.04	Other obligations	50,158	57,687
2.02.02.02.05	Leases payable	1,842,074	1,941,780
2.02.02.02.06	Domestic suppliers	8,211	17,099

Individual Statements / Balance Sheet-Liabilities**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Current period	Prior end of year
		03/31/2023	12/31/2022
2.02.04	Provisions	38,559	45,568
2.02.04.01	Labor, Civil, Security and Tax Provisions	38,559	45,568
2.02.04.01.01	Tax Provisions	31,086	30,693
2.02.04.01.04	Civil Provisions	1,130	1,272
2.02.04.01.05	Labor Provisions	6,343	13,603
2.03	Shareholder's Equity	9,665,782	10,087,515
2.03.01	Capital	9,022,277	9,022,277
2.03.01.01	Capital	9,022,277	9,022,277
2.03.02	Capital reserves	(67,693)	(433,437)
2.03.02.04	Granted Options	98,182	119,375
2.03.02.05	Treasury Shares	(165,875)	(552,812)
2.03.04	Profit Reserves	740,301	1,382,939
2.03.04.01	Legal reserve	68,871	68,871
2.03.04.07	Tax Incentive Reserve	547,388	547,388
2.03.04.10	Reserve for Investment and Expansion	124,042	766,680
2.03.05	Accumulated Profit / Loss	(127,464)	-
2.03.08	Other Comprehensive Results	98,361	115,736

Individual Statements / Income Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Accumulated of Current Year 1/1/2023 to 03/31/2023	Accumulated of Last Year 1/1/2022 to 03/31/2022
3.01	Revenue from Sale of Goods and / or Services	2,040,880	1,980,721
3.01.01	Net sales revenue from goods	2,024,602	1,962,166
3.01.02	Services revenue	16,278	18,555
3.02	Cost of Goods and / or Services Sold	(946,989)	(905,167)
3.02.01	Cost of sales with goods	(946,989)	(905,167)
3.03	Gross Profit	1,093,891	1,075,554
3.04	Operating Expenses / Revenues	(1,130,481)	(956,878)
3.04.01	Selling Expenses	(703,236)	(659,525)
3.04.02	General and Administrative Expenses	(343,492)	(304,517)
3.04.03	Losses due to non-recoverability of assets	432	9,927
3.04.04	Other Operating Income	40,074	14,251
3.04.05	Other Operating Expenses	(49,171)	(43,913)
3.04.06	Equity on Profit/Loss of Subsidiaries	(75,088)	26,899
3.05	Income Before Net Financial Expenses and Taxes	(36,590)	118,676
3.06	Net Financial expenses	(552)	21,316
3.06.01	Financial income	89,516	150,300
3.06.02	Financial expenses	(90,068)	(128,984)
3.07	Income Before Taxes on Profit	(37,142)	139,992
3.08	Income Tax and Social Contribution on Profit	83,908	51,638
3.08.02	Deferred	83,908	51,638
3.09	Net Income from Continuing Operations	46,766	191,630
3.11	Profit / Loss for the Period	46,766	191,630
3.99.01	Basic Earnings per Share	0.0485	0.1948
3.99.01.01	ON	0.0485	0.1948
3.99.02	Diluted Earnings per Share	0.0484	0.1944
3.99.02.01	ON	0.0484	0.1944

Individual Statements / Comprehensive Income Statements**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Accumulated of Current Year 1/1/2023 to 03/31/2023	Accumulated of Last Year 1/1/2022 to 03/31/2022
4.01	Net Income For The Period	46,766	191,630
4.02	Other Comprehensive Income	(17,375)	(121,610)
4.02.01	Cash Flow Hedge	(20,627)	(119,608)
4.02.02	Cash flow hedge in subsidiaries, net of taxes	(1,115)	(7,588)
4.02.03	Taxes related to cash flow hedge	7,013	40,667
4.02.04	Cumulative Translation Adjustments	(2,646)	(35,081)
4.03	Total Comprehensive Income For The Period	29,391	70,020

Individual Statements / Cash Flow Statements

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Accumulated current period	Accumulated of Last Year
		1/1/2023 to 03/31/2023	1/1/2022 to 03/31/2022
6.01	Net Cash From Operating Activities	405,296	306,861
6.01.01	Cash Flow From Operating Activities	326,572	430,527
6.01.01.01	Net Income For The Period	46,766	191,630
6.01.01.02	Depreciation and Amortization	216,574	204,095
6.01.01.05	Interest Expense and structuring costs of loans and leases	90,995	131,006
6.01.01.07	Equity on Profit/Loss of Subsidiaries	75,088	(26,899)
6.01.01.09	Income Tax and Social Contribution	(83,908)	(51,638)
6.01.01.12	Reversals on assets, net	(11,984)	(13,467)
6.01.01.13	Other adjustments of Net Income	(6,959)	6,422
6.01.01.15	Discounts - leases payable	-	(10,622)
6.01.02	Changes In Assets And Liabilities	161,900	(61,451)
6.01.02.01	Trade Accounts Receivable	971,956	775,744
6.01.02.02	Inventories	(328,807)	(356,877)
6.01.02.03	Recoverable Taxes	125,702	99,850
6.01.02.04	Other assets	10,862	(11,184)
6.01.02.06	Suppliers	(236,746)	(215,299)
6.01.02.07	Tax Obligations	(325,441)	(301,095)
6.01.02.11	Obligations With Card Administrators	(7,200)	(2,206)
6.01.02.12	Other obligations	(1,415)	6,985
6.01.02.13	Obligations – Forfait	(47,011)	(57,369)
6.01.03	Others	(83,176)	(62,215)
6.01.03.03	Payment of interest on loans and debentures	(75,789)	(56,589)
6.01.03.05	Interest-earning bank deposits	(7,387)	(5,626)
6.02	Net cash from investing activities	(416,284)	(140,372)
6.02.01	Acquisitions of Property, plant and equipment and intangible assets	(75,589)	(104,153)
6.02.04	Paid-up capital in subsidiaries	(340,695)	(36,219)
6.03	Net cash from financing activities	(610,988)	(252,142)
6.03.02	Share Buyback	(288,180)	(119,678)
6.03.06	Leases payments	(165,320)	(132,464)
6.03.07	Interest on Equity and Dividends Paid	(157,488)	-
6.05	(Decrease) increase In Cash and Cash Equivalents	(621,976)	(85,653)
6.05.01	Cash And Cash Equivalents at the beginning of the period	2,640,732	5,216,237
6.05.02	Cash And Cash Equivalents at the end of the period	2,018,756	5,130,584

Individual Statements / Changes in Shareholder's Equity - 1/1/2023 to 03/31/2023

(All amounts in thousands of Reals unless otherwise stated)

Code	Description	Capital	Capital Reserves, Stock Options Granted and Treasury Shares	Revenue Reserves	Retained Earnings	Other Comprehensive Income	Total
5.01	Opening Balances	9,022,277	(433,437)	1,382,939	-	115,736	10,087,515
5.03	Adjusted opening balances	9,022,277	(433,437)	1,382,939	-	115,736	10,087,515
5.04	Capital Transactions with Stockholders	-	365,744	(642,638)	(174,230)	-	(451,124)
5.04.03	Granted Options Recognized	-	5,811	-	-	-	5,811
5.04.04	Treasury Shares Acquired	-	(288,180)	-	-	-	(288,180)
5.04.07	Interest on Equity	-	-	-	(174,230)	-	(174,230)
5.04.09	Restricted Share Plan	-	5,475	-	-	-	5,475
5.04.12	Cancellations of treasury shares	-	642,638	(642,638)	-	-	-
5.05	Total Comprehensive Income	-	-	-	46,766	(17,375)	29,391
5.05.01	Net Income for the Period	-	-	-	46,766	-	46,766
5.05.02	Other Comprehensive Income	-	-	-	-	(17,375)	(17,375)
5.05.02.01	Adjustments of financial instruments	-	-	-	-	(20,627)	(20,627)
5.05.02.02	Taxes / Adjustments of financial instruments	-	-	-	-	7,013	7,013
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	(1,115)	(1,115)
5.05.02.04	Period Translation Adjustments	-	-	-	-	(14,148)	(14,148)
5.05.02.06	Monetary Correction for Hyperinflation	-	-	-	-	11,502	11,502
5.07	Balances on March 31, 2023	9,022,277	(67,693)	740,301	(127,464)	98,361	9,665,782

Individual Statements / Changes in Shareholder's Equity - 1/1/2022 to 03/31/2022

(All amounts in thousands of Reals unless otherwise stated)

Code	Description	Capital	Capital Reserves, Stock Options Granted and Treasury Shares	Revenue Reserves	Retained Earnings	Other Comprehensive Income	Total
5.01	Opening Balances	8,978,349	(22,654)	739,901	-	111,025	9,806,621
5.03	Adjusted opening balances	8,978,349	(22,654)	739,901	-	111,025	9,806,621
5.04	Capital Transactions with Stockholders	-	(110,123)	(341)	(141,437)	-	(251,901)
5.04.04	Treasury Shares Acquired	-	(119,678)	-	-	-	(119,678)
5.04.07	Interest on Equity	-	-	-	(141,437)	-	(141,437)
5.04.09	Restricted Share Plan	-	5,174	-	-	-	5,174
5.04.10	Stock option plan	-	4,381	-	-	-	4,381
5.04.11	Prescribed dividends	-	-	(341)	-	-	(341)
5.05	Total Comprehensive Income	-	-	-	191,630	(121,610)	70,020
5.05.01	Net Income for the Period	-	-	-	191,630	-	191,630
5.05.02	Other Comprehensive income	-	-	-	-	(121,610)	(121,610)
5.05.02.01	Adjustments of financial instruments	-	-	-	-	(119,608)	(119,608)
5.05.02.02	Taxes / Adjustments of financial instruments	-	-	-	-	40,667	40,667
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	(7,588)	(7,588)
5.05.02.04	Period Translation Adjustments	-	-	-	-	(35,081)	(35,081)
5.07	Balances on March 31, 2022	8,978,349	(132,777)	739,560	50,193	(10,585)	9,624,740

Individual Statements / Statement of Added Value**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Accumulated Current period 1/1/2023 to 03/31/2023	Accumulated of Last Year 1/1/2022 to 03/31/2022
7.01	Income	2,686,631	2,580,935
7.01.01	Sales of Goods, Products and Services	2,644,069	2,551,303
7.01.02	Other Revenues	42,130	19,705
7.01.04	Provision / Reversal of Credits Doubtful Settlement	432	9,927
7.02	Purchased Inputs From Third Parties	(1,500,087)	(1,414,445)
7.02.01	Cost of Sales of Goods, Financial Products and Services	(1,062,604)	(1,024,211)
7.02.02	Materials, Energy, Outsource Services And Others	(397,220)	(380,318)
7.02.03	Loss / Recovery of Assets	(40,263)	(9,916)
7.03	Gross Value Added	1,186,544	1,166,490
7.04	Retentions	(216,574)	(204,095)
7.04.01	Depreciation and Amortization	(216,574)	(204,095)
7.05	Value Added Net Produced	969,970	962,395
7.06	Value Added Received In Transfer	18,349	172,777
7.06.01	Equity on Profit/Loss of Subsidiaries	(75,088)	26,899
7.06.02	Financial income	93,437	145,878
7.07	Total Added Value to Distribute	988,319	1,135,172
7.08	Distribution of Added Value	988,319	1,135,172
7.08.01	Personnel Expenses	347,338	318,908
7.08.01.01	Compensation	253,781	238,829
7.08.01.02	Benefits	54,348	44,492
7.08.01.03	Government Severance Indemnity Fund For Employees	20,837	20,166
7.08.01.04	Others	18,372	15,421
7.08.01.04.01	Stock option plan and Restricted share plan	11,286	9,555
7.08.01.04.02	Management remuneration	7,086	5,866
7.08.02	Taxes, fees and contributions	421,893	422,296
7.08.02.01	Federal Taxes	54,683	80,636
7.08.02.02	State Taxes	352,615	325,715
7.08.02.03	Municipal Taxes	14,595	15,945
7.08.03	Remuneration of Third Party Capital	172,322	202,338
7.08.03.02	Rents	73,267	65,995
7.08.03.03	Others	99,055	136,343
7.08.03.03.01	Financial expenses	99,055	136,343
7.08.04	Remuneration of Shareholders' Equity	46,766	191,630
7.08.04.01	Interest on Equity	174,230	141,437
7.08.04.03	Retained Earnings / Loss for the Period	(127,464)	50,193

Consolidated Statements / Balance Sheet-Asset**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Current period 03/31/2023	Prior end of year 12/31/2022
1	Total Assets	19,691,820	21,148,892
1.01	Current assets	11,681,244	13,053,770
1.01.01	Cash and cash equivalents	2,209,804	2,848,351
1.01.02	Interest-earning bank deposits	553,724	655,131
1.01.02.01	Interest-earning bank deposits measured at fair value through profit or loss	553,724	655,131
1.01.02.01.02	Fair Value Titles	553,724	655,131
1.01.03	Trade Accounts Receivable	5,790,083	6,524,832
1.01.03.01	Customers	5,790,083	6,524,832
1.01.04	Inventories	2,175,568	1,836,947
1.01.06	Recoverable Taxes	791,490	1,003,849
1.01.06.01	Recoverable Current Taxes	791,490	1,003,849
1.01.08	Other Current Assets	160,575	184,660
1.01.08.03	Others	160,575	184,660
1.01.08.03.02	Derivative financial instruments	164	8,204
1.01.08.03.03	Other Assets	160,411	176,456
1.02	Non-Current Assets	8,010,576	8,095,122
1.02.01	Long-Term Assets	1,109,853	1,015,666
1.02.01.07	Deferred Taxes	658,805	555,595
1.02.01.07.01	Deferred Income Tax and Social Contribution	658,805	555,595
1.02.01.10	Other Non-Current Assets	451,048	460,071
1.02.01.10.04	Recoverable Taxes	233,074	234,726
1.02.01.10.05	Other Assets	217,974	225,345
1.02.03	Property, plant and equipment	5,273,882	5,440,289
1.02.03.01	Property, plant and equipment in Operation	1,906,149	1,933,262
1.02.03.02	Right-of-Use	2,504,986	2,609,505
1.02.03.03	Property, plant and equipment in Progress	862,747	897,522
1.02.04	Intangible	1,626,841	1,639,167
1.02.04.01	Intangible	1,390,558	1,402,914
1.02.04.01.02	Others Intangibles	1,390,558	1,402,914
1.02.04.02	Goodwill	236,283	236,253

Consolidated Statements / Balance Sheet-Liabilities**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Current period	Prior end of year
		03/31/2023	12/31/2022
2	Total Liabilities	19,691,820	21,148,892
2.01	Current Liabilities	6,660,665	7,005,579
2.01.01	Social and Labor Obligations	306,921	305,062
2.01.01.01	Social Obligations	93,888	96,784
2.01.01.01.01	Social charges	93,888	96,784
2.01.01.02	Labor obligations	213,033	208,278
2.01.01.02.01	Wages payable	213,033	208,278
2.01.02	Suppliers	1,352,973	1,702,930
2.01.02.01	Domestic suppliers	1,092,598	1,460,733
2.01.02.01.01	Domestic suppliers	1,063,718	1,381,885
2.01.02.01.02	Obligations – Forfait	28,880	78,848
2.01.02.02	Foreign suppliers	260,375	242,197
2.01.03	Tax Obligations	132,176	566,891
2.01.03.01	Federal Tax Obligations	46,717	299,113
2.01.03.01.01	Income Tax and Social Contribution Payable	9,247	147,617
2.01.03.01.02	Other Federal Tax Obligations	37,470	151,496
2.01.03.02	State Tax Obligations	80,968	261,747
2.01.03.03	Municipal Tax Obligations	4,491	6,031
2.01.04	Loans, Financing and Debentures	1,230,573	704,175
2.01.04.01	Loans and Financing	715,946	650,603
2.01.04.01.01	In Local Currency	645,135	581,371
2.01.04.01.02	In Foreign Currency	70,811	69,232
2.01.04.02	Debentures	514,627	53,572
2.01.05	Other obligations	3,544,639	3,641,442
2.01.05.02	Others	3,544,639	3,641,442
2.01.05.02.01	Dividends and Interest on equity Payable	154,255	346,768
2.01.05.02.05	Other obligations	286,005	288,739
2.01.05.02.06	Statutory Participation	2,282	2,282
2.01.05.02.07	Obligations with Card Administrators	2,354,825	2,464,968
2.01.05.02.08	Derivative financial instruments	24,481	6,940
2.01.05.02.09	Leases payable	722,791	719,829
2.01.06	Provisions	93,383	85,079
2.01.06.01	Labor, Civil, Security and Tax Provisions	93,383	85,079
2.01.06.01.04	Civil Provisions	29,254	32,376
2.01.06.01.05	Labor Provisions	64,129	52,703
2.02	Non-Current Liabilities	3,365,373	4,055,798
2.02.01	Loans, Financing and Debentures	1,160,746	1,701,200
2.02.01.01	Loans and Financing	661,178	701,828
2.02.01.01.01	In Local Currency	611,520	654,880
2.02.01.01.02	In Foreign Currency	49,658	46,948
2.02.01.02	Debentures	499,568	999,372
2.02.02	Other obligations	2,156,905	2,301,735
2.02.02.02	Others	2,156,905	2,301,735
2.02.02.02.04	Other obligations	68,930	94,350
2.02.02.02.05	Leases payable	2,079,567	2,190,081
2.02.02.02.06	Domestic suppliers	8,408	17,304
2.02.03	Deferred Taxes	5,494	3,618
2.02.03.01	Deferred Income Tax and Social Contribution	5,494	3,618
2.02.04	Provisions	42,228	49,245
2.02.04.01	Labor, Civil, Security and Tax Provisions	42,228	49,245
2.02.04.01.01	Tax Provisions	34,706	34,322

Consolidated Statements / Balance Sheet-Liabilities**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Current period	Prior end of year
		03/31/2023	12/31/2022
2.02.04.01.04	Civil Provisions	1,132	1,273
2.02.04.01.05	Labor Provisions	6,390	13,650
2.03	Shareholder's Equity	9,665,782	10,087,515
2.03.01	Capital	9,022,277	9,022,277
2.03.01.01	Capital	9,022,277	9,022,277
2.03.02	Capital reserves	(67,693)	(433,437)
2.03.02.04	Granted Options	98,182	119,375
2.03.02.05	Treasury Shares	(165,875)	(552,812)
2.03.04	Profit Reserves	740,301	1,382,939
2.03.04.01	Legal reserve	68,871	68,871
2.03.04.07	Tax Incentive Reserve	547,388	547,388
2.03.04.10	Reserve for Investment and Expansion	124,042	766,680
2.03.05	Accumulated Profit / Loss	(127,464)	-
2.03.08	Other Comprehensive Results	98,361	115,736

Consolidated Statements / Income Statements**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Accumulated of Current Year	Accumulated of Last Year
		1/1/2023 to 03/31/2023	1/1/2022 to 03/31/2022
3.01	Revenue from Sale of Goods and / or Services	2,775,292	2,613,024
3.01.01	Net sales revenue from goods	2,265,224	2,224,639
3.01.02	Services revenue	510,068	388,385
3.02	Cost of Goods and / or Services Sold	(1,072,827)	(1,018,384)
3.02.01	Cost of sales with goods	(1,037,844)	(1,001,569)
3.02.02	Cost of services	(34,983)	(16,815)
3.03	Gross Profit	1,702,465	1,594,640
3.04	Operating Expenses / Revenues	(1,729,126)	(1,450,798)
3.04.01	Selling Expenses	(855,808)	(803,544)
3.04.02	General and Administrative Expenses	(404,559)	(355,942)
3.04.03	Losses due to non-recoverability of assets	(346,812)	(167,454)
3.04.04	Other Operating Income	39,268	14,645
3.04.05	Other Operating Expenses	(161,215)	(138,503)
3.05	Income Before Net Financial Expenses and Taxes	(26,661)	143,842
3.06	Net Financial expenses	(15,034)	16,985
3.06.01	Financial income	151,204	191,215
3.06.02	Financial expenses	(166,238)	(174,230)
3.07	Income Before Taxes on Profit	(41,695)	160,827
3.08	Income Tax and Social Contribution on Profit	88,461	30,803
3.08.01	Current	(5,286)	(42,699)
3.08.02	Deferred	93,747	73,502
3.09	Net Income from Continuing Operations	46,766	191,630
3.11	Profit / Loss for the Period	46,766	191,630
3.11.01	Attributed to Parent Company Shareholders	46,766	191,630
3.99.01	Basic Earnings per Share	0.0485	0.1948
3.99.01.01	ON	0.0485	0.1948
3.99.02	Diluted Earnings per Share	0.0484	0.1944
3.99.02.01	ON	0.0484	0.1944

Consolidated Statements / Comprehensive Income Statements**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Acumulated of Current Year	Acumulated of Last Year
		1/1/2023 to 03/31/2023	1/1/2022 to 03/31/2022
4.01	Net Income For The Period	46,766	191,630
4.02	Other Comprehensive Income	(17,375)	(121,610)
4.02.01	Cash Flow Hedge	(22,316)	(131,105)
4.02.03	Taxes related to cash flow hedge	7,587	44,576
4.02.04	Cumulative Translation Adjustments	(2,646)	(35,081)
4.03	Total Comprehensive Income For The Period	29,391	70,020
4.03.01	Attributed to Parent Company Shareholders	29,391	70,020

Consolidated Statements / Cash Flow Statements**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Acumulated Current	Acumulated of Last Year
		period 1/1/2023 to 03/31/2023	1/1/2022 to 03/31/2022
6.01	Net Cash From Operating Activities	108,551	42,098
6.01.01	Cash Flow From Operating Activities	398,174	623,948
6.01.01.01	Net Income For The Period	46,766	191,630
6.01.01.02	Depreciation and Amortization	268,681	246,360
6.01.01.05	Interest Expense and structuring costs of loans and leases	148,925	161,077
6.01.01.09	Income Tax and Social Contribution	(88,461)	(30,803)
6.01.01.12	Reversals on assets, net	20,840	36,724
6.01.01.13	Other adjustments of Net Income	1,423	32,810
6.01.01.15	Discounts - leases payable	-	(13,850)
6.01.02	Changes In Assets And Liabilities	(290,278)	(576,216)
6.01.02.01	Trade Accounts Receivable	731,926	333,141
6.01.02.02	Inventories	(320,934)	(361,666)
6.01.02.03	Recoverable Taxes	192,701	117,028
6.01.02.04	Other assets	10,712	(84,333)
6.01.02.06	Suppliers	(293,880)	(303,404)
6.01.02.07	Tax Obligations	(425,871)	(328,343)
6.01.02.11	Obligations With Card Administrators	(110,143)	66,543
6.01.02.12	Other obligations	(24,453)	18,080
6.01.02.13	Obligations – Forfait	(50,336)	(33,262)
6.01.03	Others	655	(5,634)
6.01.03.02	Payment of Income Tax and Social Contribution	(14,137)	(57,318)
6.01.03.03	Payment of interest on loans and debentures	(86,615)	(62,042)
6.01.03.05	Interest-earning bank deposits	101,407	113,726
6.02	Net cash from investing activities	(92,357)	(132,465)
6.02.01	Acquisitions of Property, plant and equipment and intangible assets	(92,327)	(132,465)
6.02.04	Paid-up capital in subsidiaries	(30)	-
6.03	Net cash from financing activities	(653,421)	(87,088)
6.03.02	Share Buyback	(288,180)	(119,678)
6.03.03	Borrowings and payments of loans and debentures	(14,137)	179,501
6.03.06	Leases payments	(193,616)	(146,911)
6.03.07	Interest on Equity and Dividends Paid	(157,488)	-
6.04	Net Foreign Exchange Variation in Cash and Cash Equivalents	(1,320)	927
6.05	(Decrease) increase In Cash and Cash Equivalents	(638,547)	(176,528)
6.05.01	Cash And Cash Equivalents at the beginning of the period	2,848,351	5,489,417
6.05.02	Cash And Cash Equivalents at the end of the period	2,209,804	5,312,889

Consolidated Statements / Changes in Shareholder's Equity - 1/1/2023 to 03/31/2023

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Capital	Capital Reserves, Stock Options Granted and Treasury Shares	Revenue Reserves	Retained Earnings	Other Comprehensive Income	Total Attributed to Parent Company Shareholders	Non-Controlling Shareholder Interest	Shareholder's Equity
5.01	Opening Balances	9,022,277	(433,437)	1,382,939	-	115,736	10,087,515	-	10,087,515
5.03	Adjusted opening balances	9,022,277	(433,437)	1,382,939	-	115,736	10,087,515	-	10,087,515
5.04	Capital Transactions with Stockholders	-	365,744	(642,638)	(174,230)	-	(451,124)	-	(451,124)
5.04.03	Granted Options Recognized	-	5,811	-	-	-	5,811	-	5,811
5.04.04	Treasury Shares Acquired	-	(288,180)	-	-	-	(288,180)	-	(288,180)
5.04.07	Interest on Equity	-	-	-	(174,230)	-	(174,230)	-	(174,230)
5.04.09	Restricted Share Plan	-	5,475	-	-	-	5,475	-	5,475
5.04.12	Cancellations of treasury shares	-	642,638	(642,638)	-	-	-	-	-
5.05	Total Comprehensive Income	-	-	-	46,766	(17,375)	29,391	-	29,391
5.05.01	Net Income for the Period	-	-	-	46,766	-	46,766	-	46,766
5.05.02	Other Comprehensive Income	-	-	-	-	(17,375)	(17,375)	-	(17,375)
5.05.02.01	Adjustments of financial instruments	-	-	-	-	(22,316)	(22,316)	-	(22,316)
5.05.02.02	Taxes / Adjustments of financial instruments	-	-	-	-	7,587	7,587	-	7,587
5.05.02.03	Equity on Other Comprehensive Net Income	-	-	-	-	-	-	-	-
5.05.02.04	Period Translation Adjustments	-	-	-	-	(14,148)	(14,148)	-	(14,148)
5.05.02.06	Monetary Correction for Hyperinflation	-	-	-	-	11,502	11,502	-	11,502
5.07	Balances on March 31, 2023	9,022,277	(67,693)	740,301	(127,464)	98,361	9,665,782	-	9,665,782

Consolidated Statements / Changes in Shareholder's Equity - 1/1/2022 to 03/31/2022

(All amounts in thousands of Reais unless otherwise stated)

Code	Description	Capital	Capital Reserves, Stock Options Granted and Treasury Shares	Revenue Reserves	Retained Earnings	Other Comprehensive Income	Total Attributed to Parent Company Shareholders	Non-Controlling Shareholder Interest	Shareholder's Equity
5.01	Opening Balances	8,978,349	(22,654)	739,901	-	111,025	9,806,621	-	9,806,621
5.03	Adjusted opening balances	8,978,349	(22,654)	739,901	-	111,025	9,806,621	-	9,806,621
5.04	Capital Transactions with Stockholders	-	(110,123)	(341)	(141,437)	-	(251,901)	-	(251,901)
5.04.06	Dividends	-	(119,678)	-	-	-	(119,678)	-	(119,678)
5.04.07	Interest on Equity	-	-	-	(141,437)	-	(141,437)	-	(141,437)
5.04.09	Restricted Share Plan	-	5,174	-	-	-	5,174	-	5,174
5.04.10	Stock option plan	-	4,381	-	-	-	4,381	-	4,381
5.04.11	Prescribed dividends	-	-	(341)	-	-	(341)	-	(341)
5.05	Total Comprehensive Income	-	-	-	191,630	(121,610)	70,020	-	70,020
5.05.01	Net Income for the Period	-	-	-	191,630	-	191,630	-	191,630
5.05.02	Other Comprehensive income	-	-	-	-	(121,610)	(121,610)	-	(121,610)
5.05.02.01	Adjustments of financial instruments	-	-	-	-	(131,105)	(131,105)	-	(131,105)
5.05.02.02	Taxes / Adjustments of financial instruments	-	-	-	-	44,576	44,576	-	44,576
5.05.02.04	Period Translation Adjustments	-	-	-	-	(35,081)	(35,081)	-	(35,081)
5.07	Balances on March 31, 2022	8,978,349	(132,777)	739,560	50,193	(10,585)	9,624,740	-	9,624,740

Consolidated Statements / Statement of Added Value**(All amounts in thousands of Reais unless otherwise stated)**

Code	Description	Accumulated Current period 1/1/2023 to 03/31/2023	Accumulated of Last Year 1/1/2022 to 03/31/2022
7.01	Income	3,163,796	3,116,613
7.01.01	Sales of Goods, Products and Services	3,466,556	3,262,597
7.01.02	Other Revenues	44,052	21,470
7.01.04	Provision / Reversal of Credits Doubtful Settlement	(346,812)	(167,454)
7.02	Purchased Inputs From Third Parties	(1,778,144)	(1,654,355)
7.02.01	Cost of Sales of Goods, Financial Products and Services	(1,198,805)	(1,138,709)
7.02.02	Materials, Energy, Outsource Services And Others	(535,993)	(505,568)
7.02.03	Loss / Recovery of Assets	(43,346)	(10,078)
7.03	Gross Value Added	1,385,652	1,462,258
7.04	Retentions	(268,681)	(246,360)
7.04.01	Depreciation and Amortization	(268,681)	(246,360)
7.05	Value Added Net Produced	1,116,971	1,215,898
7.06	Value Added Received In Transfer	155,203	186,852
7.06.02	Financial income	155,203	186,852
7.07	Total Added Value to Distribute	1,272,174	1,402,750
7.08	Distribution of Added Value	1,272,174	1,402,750
7.08.01	Personnel Expenses	448,998	405,874
7.08.01.01	Compensation	341,587	313,269
7.08.01.02	Benefits	63,716	52,624
7.08.01.03	Government Severance Indemnity Fund For Employees	24,672	24,094
7.08.01.04	Others	19,023	15,887
7.08.01.04.01	Stock option plan and Restricted share plan	11,286	9,555
7.08.01.04.02	Management remuneration	7,737	6,332
7.08.02	Taxes, fees and contributions	503,372	532,298
7.08.02.01	Federal Taxes	97,452	144,011
7.08.02.02	State Taxes	382,492	363,817
7.08.02.03	Municipal Taxes	23,428	24,470
7.08.03	Remuneration of Third Party Capital	273,038	272,948
7.08.03.02	Rents	96,810	90,496
7.08.03.03	Others	176,228	182,452
7.08.03.03.01	Financial expenses	176,228	182,452
7.08.04	Remuneration of Shareholders' Equity	46,766	191,630
7.08.04.01	Interest on Equity	174,230	141,437
7.08.04.03	Retained Earnings / Loss for the Period	(127,464)	50,193

Highlights of the quarter

May 3, 2023 - Lojas Renner S.A. (B3: LREN3; USOTC: LRENY), the largest fashion retailer in Brazil, announces its results for the first quarter 2023 (1Q23).

Exceptionally for this quarter, the Company will present in this document only information relative to the financial performance. All other information on developments in the ecosystem will be presented at the Investor Day event which will take place on May 4 immediately after the video conference on results.

Results Video Conference

May 4, 2023

9:00 a.m. (BRT) | 8 a.m. (US-EST)



ROICTM of 11.8% (+2.4p.p.), better profitability and progress in capital structure



Robust cash position of R\$ 2.8 billion, with net cash of about R\$ 370 MM



Youcom was outstanding in sales with +8.5% vs 1Q22 and +1.7p.p. in gross margin



Greater efficiency in digital: Reduction of 2.1p.p. in freight expenses and 0.3p.p. in CAC on digital sales



Participation of deliveries of up to 2 days in Brazil rose 3p.p., reaching 48%



Marketplaces reaches the landmark number of +1k sellers representing ~11% penetration on Digital GMV



Camicado: better operational management, resulted in a reduction of 25% in inventories and gain of 1.8p.p. in gross margin



11th most valuable brand in Brazil and 1st in fashion by Interbrand (highest growth in the ranking)



Execution of Buy Back Program of R\$ 288 MM and cancellation of 28MM of shares



Stores digitalization: self checkout totens represented 17% of sales in stores that has this devices



RX Ventures makes its first investment outside Brazil in the retailtech Radar, from US



Production of content with +25% activated influencers and traffic arising from these initiatives 70% greater



IoC approved of R\$ 174.2 MM

Consolidated information

(R\$ MM)	1Q23	1Q22	Var.
Net Revenue from Retailing ¹	2,278.0	2,229.7	2.2%
Same Store Sales	0.8%	59.5%	-
Digital GMV	448.2	441.8	1.4%
Penetration of Digital Sales	15.2%	15.3%	-0.1p.p.
(R\$ MM)	1Q23	1Q22	Var.
Gross Profit from Retailing	1,233.5	1,227.9	0.5%
Gross Margin from Retailing	54.1%	55.1%	-1.0p.p.
Operational Expenses (SG&A) ²	(1,009.4)	(928.0)	8.8%
% SG&A / Net Revenue from Retailing	44.3%	41.6%	2.7p.p.
(R\$ MM)	1Q23	1Q22	Var.
EBITDA from the Adjusted Retailing Operation ³	262.1	298.0	-12.1%
EBITDA Margin from the Adjusted Retailing Operation ³	11.5%	13.4%	-1.9p.p.
Financial Services Result	(10.3)	85.2	NA
Total Adjusted EBITDA ³	251.8	383.2	-34.3%
Total Adjusted EBITDA Margin ³	11.1%	17.2%	-6.1p.p.
(R\$ MM)	1Q23	1Q22	Var.
Net Profit	46.8	191.6	-75.6%
Net Margin	2.1%	8.6%	-6.5p.p.
Earnings per share	0.05	0.19	-74.9%
ROIC ^{LTM}	11.8%	9.4%	2.4p.p.

¹ The Retailing Operation includes revenue from merchandise sales as well as revenue net of services and costs relating to retailing.

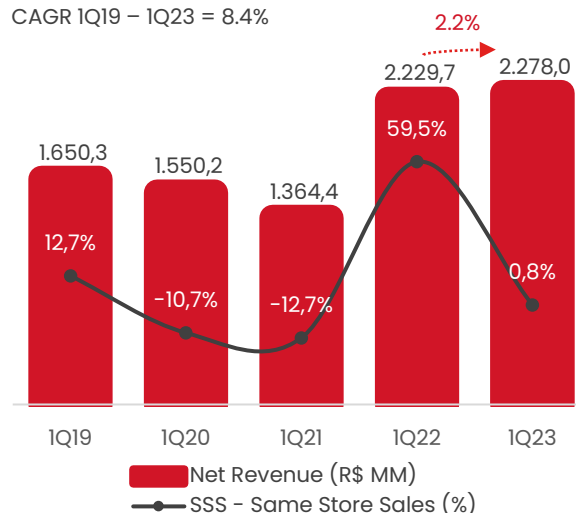
² Operating Expenses (SG&A) not including Depreciation and Amortization expenses.

³ Total Adjusted EBITDA (post-IFRS 16), without depreciation and financial expenses relating to leasing.

Net Revenue from Retailing

- Retailing performance for the first quarter 2023 reported a slight improvement compared with the same period 2022. The macroeconomic scenario remained a challenging one with accumulated inflationary pressure while household debt at record levels affected consumer purchasing power and habits.
- In addition, sales were impacted by continuing high average temperatures, in excess of those expected by the Company, more especially in March, a period when the fall-winter collection was already on sale in the stores. In this same period last year, temperatures had already fallen and this together with the resumption of social activities post pandemic benefited sales, generating a strong comparative base.
- In the light of lower sales in 4Q22, and fears as to supply chain delays, the Company decided to reduce the transitional collection with mid-season items and anticipate the entry of winter items, seeking a better inventory balance. This adjustment ended up affecting sales even more, due to the lack of mid-season products that had greater demand in the period given the extension of higher temperatures throughout the month of March.
- Compared with the IBGE's Monthly Retailing Survey for Apparel published up to February, the Company recorded a performance slightly below the average for the market, influenced also by a stronger comparative base in the preceding year, a period when the Company performed approximately 2x above the market overall. It is important to mention, that if we consider only the apparel business in Brazil (excluding Camicado), the growth in 1Q23 was 3.5%.

CAGR 1Q19 – 1Q23 = 8.4%



BREAKDOWN BY BUSINESS

(R\$ MM)	1Q23	1Q22	Var.
Consolidated	2,278.0	2,229.7	2.2%
Renner	2,082.6	2,020.0	3.1%
Youcom	77.0	71.0	8.5%
Camicado	118.4	138.7	-14.6%

- Youcom continued to report a good sales performance with growth higher than the average for the segment, despite the macro scenario remaining a challenging one. A highlight was the entry of capsule collections focused on the Z generation, in colors and models that translate the youth spirit. These and other actions, carried out in partnership with fashion influencers, These and other initiatives conducted in partnership with fashion influencers, contributed to the growth of Youcom's active digital customer base with 16% versus 1Q22, reducing CAC by about 14%.
- In the case of Camicado, the Home & Décor segment continues to face challenging times, intensified by a more difficult macro environment and characterized by high inflation and household debt. It is important to highlight that the store closings occurred during this period initially had a negative effect on sales. In the quarter, in line with the process of evaluating the profitability of its operations, Camicado closed 13 units, which initially resulted in negative effects on sales. However, later, the other stores will be able to absorb these sales with greater profitability.

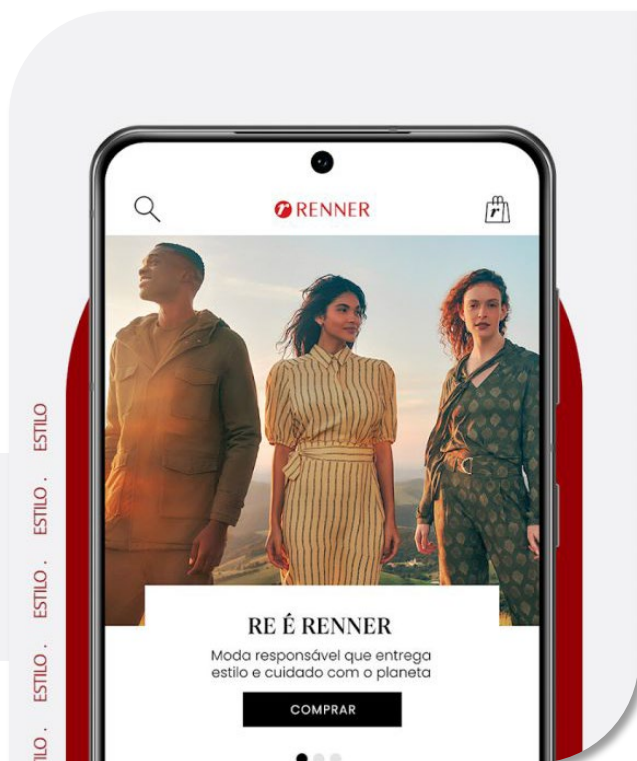
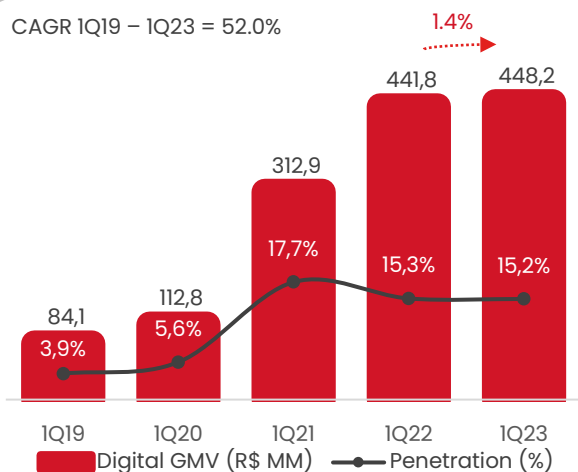
Retailing operation includes net revenue from merchandise sales as well as net service revenue related to retailing. Ashua sales revenue and Repassa service revenues are consolidated in the figures for Renner.

Net Revenue from Retailing (continuation)

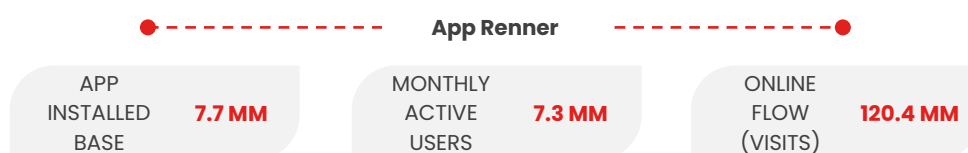
DIGITAL SALES

- Sales through the digital channels also recorded a slight growth relative to the same period in 2022, impacted by factors already mentioned, albeit with improved profitability.
- Worthy of mention is the continued progress in service levels in deliveries of up to 2 days, reaching 48% (+3p.p. vs 1Q22) together with reduced freight expenses. In addition, greater efficiency with publicity costs contributed to a sequential improvement in digital channel margin.

CAGR 1Q19 - 1Q23 = 52.0%



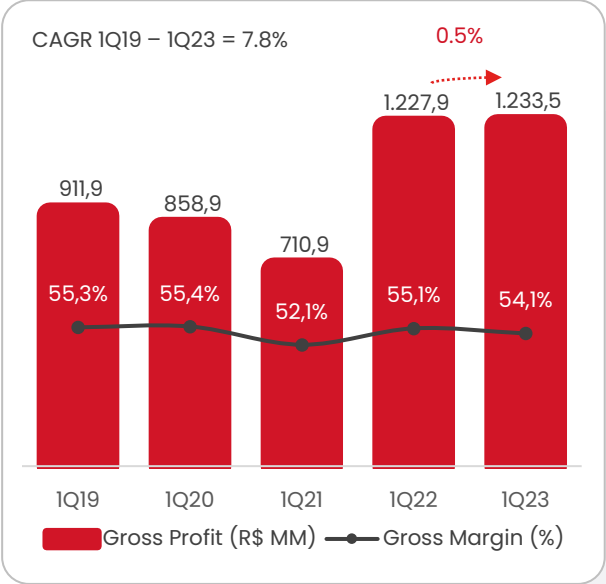
- The Renner app remains a key catalyst in driving digital sales, representing more than half of flows and online sales, and continues leading the installed base, downloads and MAU (monthly active users) among domestic players in the fashion business.



- The Company continued to advance in other sales channels in the ecosystem, with emphasis on marketplaces. At the end of the quarter, Alameda Renner, marketplace that brings complementarity of assortment to online, through partners, reached ~460 sellers (~210 in 1Q22). It has an assortment of more than 180 thousand items (~70 thousand in 1Q22) and reached a share of ~9% of the digital GMV of brand (~4% in 1Q22).
- Camicado's marketplace ended the quarter with ~570 sellers (~230 in 1Q22), with a significant increase in the available assortment, with ~350 thousand products (~90 thousand in 1Q22) and represented around 26% of the brand's digital GMV.

Gross Margin from Retailing

- The lower gross margin from retailing is due in part to the higher levels of markdowns relative to the same quarter in the preceding year, directly reflecting lower sales volumes in 4Q22. However, worthy of mention is that in 1Q22, markdowns were well below historical levels, translating into a Gross Margin at similar to the first quarter of 2019.
- Higher temperatures than is customary in March saw lower sales of fall-winter items which also impacted this margin.
- Additionally, the volume of inventories, impacted by lower sales, showed a slight reduction in turnover compared to the previous year.
- In the context of the most recent tendencies in the textile industry in relation to the reduction of raw material costs and the appreciation of the local currency in the foreign exchange market, the benefits should be gradually perceived over the next few months.



BREAKDOWN BY BUSINESS

(R\$ MM)	1Q23	1Q22	Var.
Consolidated	54.1%	55.1%	-1.0p.p.
Renner	54.1%	55.4%	-1.3p.p.
Camicado	50.3%	48.5%	1.8p.p.
Youcom	60.2%	58.5%	1.7p.p.



- Camicado registered an improvement in Gross Margin, a result of continuing readjustments in operational and commercial management of the business as well as improved stock management, which reduced ~25% versus 1Q22. It is also worth mentioning the advances in the digital channel, contributing to the improvement in profitability, despite the previously mentioned store closings.
- Finally, Youcom maintained its positive trajectory with important improvements in Gross Margin, as a result of good assortment management, permitting better inventory control as well as renegotiation with suppliers, reflected in a reduction of the average cost of certain products.

Retailing operation includes net revenue from merchandise sales as well as net service revenue related to retailing.
 Ashua's sales costs and Repassa's service costs are consolidated in the figures for Renner.

Operating Expenses

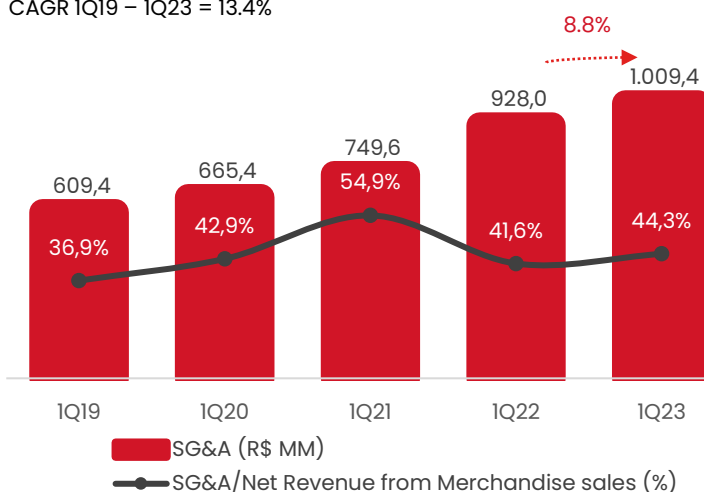
(R\$ MM)	1Q23	1Q22	Var.
Sales, General and Administrative	(1,009.4)	(928.0)	8.8%
% of Net Revenue from Retailing	44.3%	41.6%	2.7p.p.
Sales	(674.0)	(629.8)	7.0%
% of Net Revenue from Retailing	29.6%	28.2%	1.4p.p.
General and Administrative	(335.4)	(298.2)	12.5%
% of Net Revenue from Retailing	14.7%	13.4%	1.3 p.p.
Other Operating Results	37.3	(2.3)	NA
Profit Sharing Program	(2.0)	(17.0)	-88.5%
Recovery of Tax Credits	36.0	14.6	147.4%
Other revenue/operating expenses	3.2	0.1	NA
Total Operating Expenses, Net	(972.1)	(930.3)	4.5%
% Net Revenue from Retailing	42.7%	41.7%	1.0p.p.

- Sales, General and Administrative Expenses as a percentage of Net Revenue from Retailing rose in relation to the same quarter in 2022, largely due to lower sales volumes.
- In turn, the General and Administrative Expenses mainly reflects additional expenditures linked to the operational ramp-up of the new Cabreúva DC, unveiled in April 2022, and basically encompassing temporary operational redundancies during the implementation of this new operation, such as reprocessing, personnel, freight, packaging, among others. These DC related expenses impacted approximately 5% of this line.
- With the sales scenario more pressured, the Company intensified actions to adjust operating expenses, which at first resulted in additional expenses, in the amount of approximately R\$ 12 million, and whose the positive results should be reflected in the following months. Additionally, the greater number of new stores in a challenging sales scenario generated proportionally greater deleveraging.
- Important to mention that despite the relative increase in expenses, the digital channel continued to improve in efficiency, more particularly in relation to the **reduction of logistics costs and publicity as a percentage of digital channel revenue**.

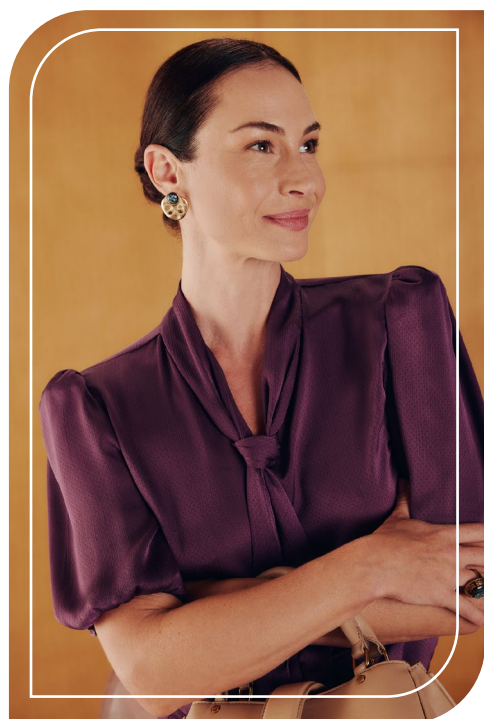
Freight and Publicity
-2.4p.p.
in relation to digital

- Finally, Other Operating Results were higher year-on-year due to a greater Recovery of Tax Credits and the lower provision for expenses related to the Profit-Sharing Program (PPR), due to the performance achieved, that bring a higher basis for comparison.

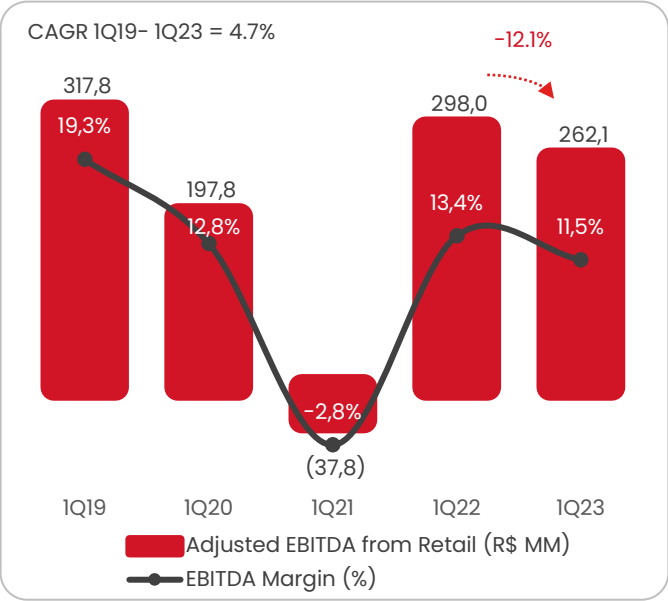
CAGR 1Q19 – 1Q23 = 13.4%



Operating Expenses (SG&A) do not consider Depreciation and Amortization expenses.



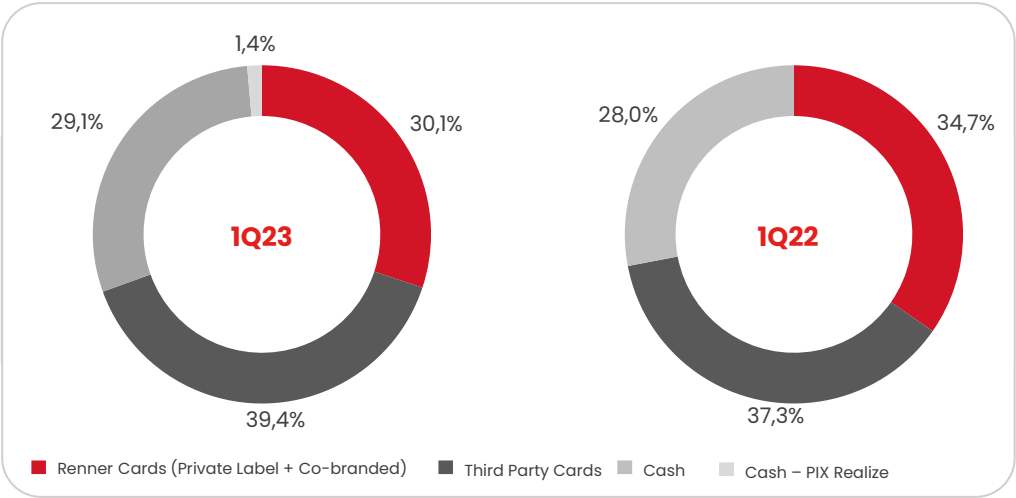
Adjusted EBITDA from Retailing



- Adjusted EBITDA from Retailing presented a first quarter decrease year-on-year, basically due to reduced operational leverage and lower Gross Margin.



Payment Conditions

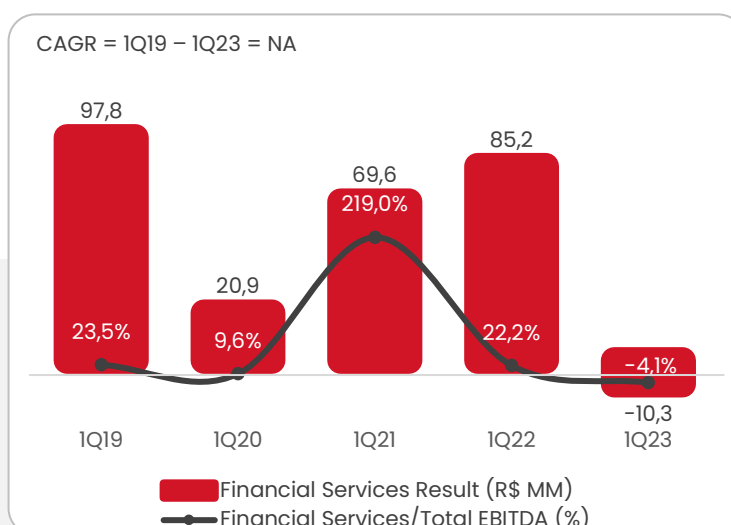


- In 1Q23, the Company recorded a total of 5.6 million active cards, representing 30.1% of retail sales, a decline of 4.6 p.p. The reduction versus 1Q22 is due largely to greater competitiveness in the credit segment in addition to greater restrictions on both card concession and origination.

Financial Services Result

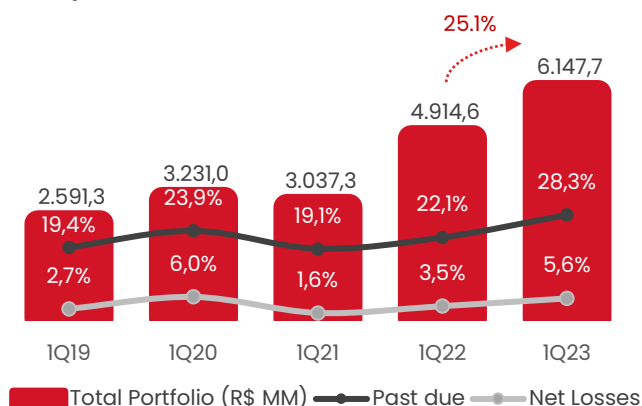
(R\$ MM)	1Q23	1Q22	Var.
Revenues, net of cost of funding	468.9	366.7	27.9%
Renner Card	60.1	50.4	19.3%
% of Renner Card portfolio	6.8%	4.9%	1.9p.p.
Co-Branded Card	408.7	315.0	29.7%
% of Meu Cartão portfolio	7.6%	8.2%	-0.6p.p.
Other operating revenues	0.2	1.3	-87.4%
Credit losses, net of recoveries	(346.8)	(167.5)	107.1%
Renner Card	(35.8)	(19.0)	88.1%
% of Renner Card portfolio	4.0%	1.9%	2.1p.p.
Co-Branded Card	(311.0)	(148.4)	109.5%
% of Meu Cartão portfolio	5.8%	3.9%	1.9p.p.
Operating Expenses	(132.4)	(114.1)	16.1%
% of total portfolio	2.2%	2.3%	-0.1p.p.
Financial services result	(10.3)	85.2	NA
% of total portfolio	-0.2%	1.7%	-1.9p.p.
% of Total Adjusted EBITDA	-4.1%	22.2%	-26.3p.p.

- Growth of revenue was greater than growth of the credit portfolio, a reflection of better portfolio management as well as adjustments in the pricing of risks.
- In turn, Net Losses continued to be impacted by a more difficult macroeconomic context and high levels of household debt, translating into higher provisioning for late payments and ensuring the necessary coverage.
- Lastly, operating expenses as a percentage of total portfolio reported stability in relation to the preceding year with nominal growth below the increase in revenue.

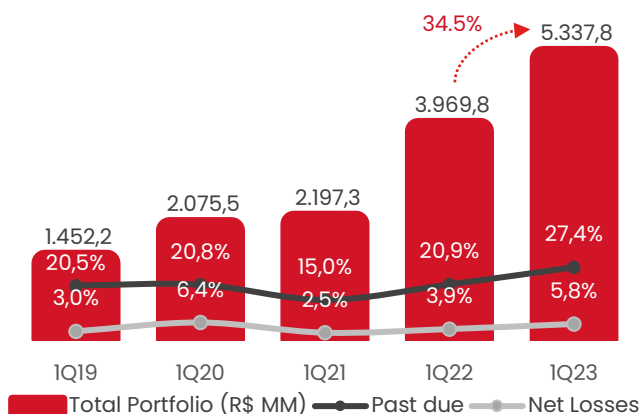


Credit Portfolio

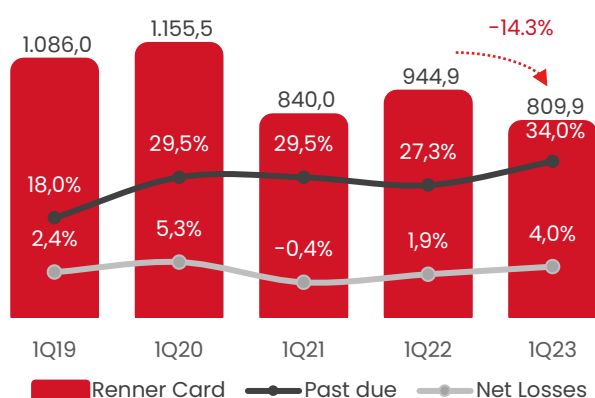
Total portfolio



Co-Branded



Renner Card



- The total credit portfolio rose compared with the same period in 2022, basically due to higher Meu Cartão transactional volumes. Sequentially, versus 4Q22, the portfolio reduced ~3%. However, based on that part of the portfolio where payments are current, growth was 15.3% against 1Q22.
- Total delayed payments increased versus the same quarter in the preceding year, reflecting the pervading credit delinquency in the market, which remained a challenging one.
- Past due over 90 days as a proportion of the total portfolio increased 0.8p.p. sequentially against 4Q22. This is largely the result of lower volume than expected in the formation of new credits.
- Worthy of note is that the new cohorts have proved to be good quality albeit in reduced volumes.
- The lower consumption in the period, given the difficult macroeconomic environment, the adoption of a more conservative credit policy as well as a reduced base of card holders with potential for consumption, led to lower portfolio renovation.
- Higher net losses reflect greater provisioning of the overdue portfolio, thus ensuring the necessary protection for possible credit losses as well as higher effective losses and reduced levels of recoveries. Total coverage reached 19.0%, +6.0p.p. versus 1Q22 and +1.2p.p. in relation to 4Q22.



Total Adjusted EBITDA

(R\$ MM)

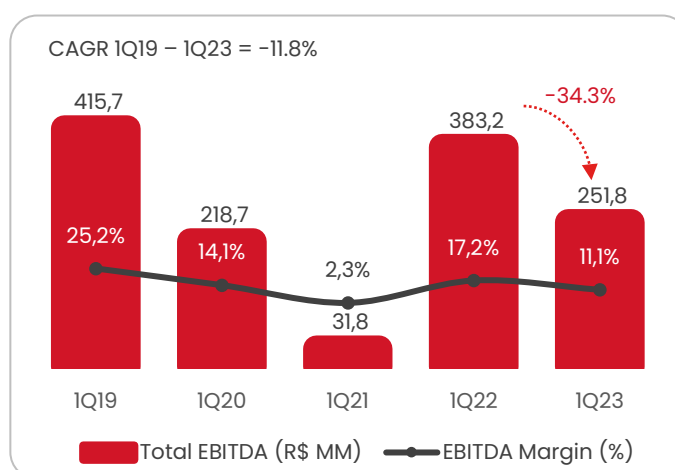
1Q23

1Q22

Var.

Net Income for the Period	46.8	191.6	-75.6%
Income Tax and Social Contribution	(88.5)	(30.8)	187.2%
Financial Result, Net	15.0	(17.0)	NA
Depreciation and Amortization	256.6	235.0	9.2%
Total EBITDA	229,9	378,9	-39,3%
Stock Option Plan	5.8	4.4	32.7%
Result of Disposals or Write-off of Fixed Assets	16.0	(0.0)	NA
Total Adjusted EBITDA	251.8	383.2	-34.3%

- Total Adjusted EBITDA posted retraction in relation to the first quarter in 2022, basically due to the reduced performance of the retailing and financial segments.



Net Financial Result

(R\$ MM)

1Q23

1Q22

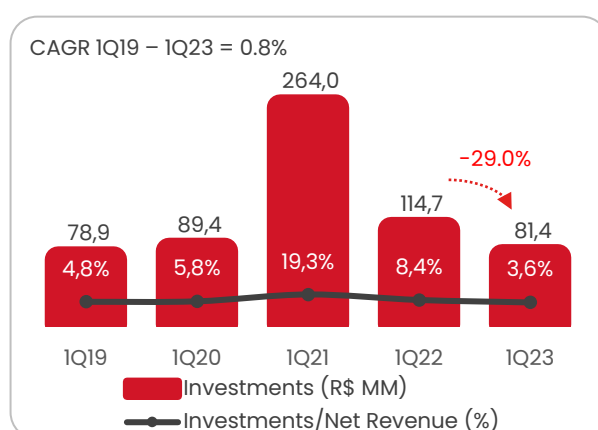
Var.

Financial Revenue	88.6	136.8	-35.3%
Income from cash equivalents and financial investments	78.2	124.5	-37.2%
Selic interest on tax credits	10.3	12.3	-16.1%
Financial Expenses	(93.0)	(129.9)	-28.4%
Interest on loans, financing and debentures	(40.8)	(79.8)	-48.8%
Interest on leasing	(52.2)	(50.1)	4.2%
Foreign exchange and monetary restatement variations, net	(7.8)	0.4	<-1000%
Other revenues and expenses, net	(2.8)	9.7	NA
Financial Result, Net	(15.0)	17.0	188.5%

- Net Financial Result was negative at R\$ 15.0 million versus R\$ 17.0 million positive in 1Q22, mainly due to lower income from cash equivalents and financial investments given lower average cash balances in the period, as well as monetary restatement of assets and liabilities, mainly related to the effects of inflation on the Financial Statements for the Argentine subsidiary.

Investments

(R\$ MM)	1Q23	1Q22
New stores	17.1	38.0
Remodeling of installations and others	24.3	9.0
IT equipment and systems	36.8	48.7
Distribution centers and others	3.2	19.0
Total investments	81.4	114.7



- In 1Q23, investments were down in relation to 1Q22, a reflection of the calendarization of installation of new stores which in 2022 was more concentrated in the first half of the year. Investments in logistics were also lower, bearing in mind that in 1Q22, the Cabreúva DC was in the final stages of construction.
- In relation to fixed and intangible assets, Depreciation and Amortization totaled R\$ 137.5 million in the quarter, 20.1% greater than 1Q22, due to the increase in fixed assets. Furthermore, Depreciation of the Right of Use (IFRS 16) totaled R\$ 119.1 million, a reduction of 1.2%, reflecting reevaluation of rental lease agreements with shopping operators.
- During the year, the Company is forecasting the rollout of about 15 to 20 Renner stores, 75% of them to be located in new municipalities, 10 to 15 Youcom and 5 Ashua stores. In addition, with the termination of the pandemic, which had an impact on flows and costs at some locations, the Company has now resumed the process of evaluating the profitability of its operation with greater dynamism and decided to close some units, mainly those that could be absorbed by the stores, resulting in greater efficiency, with increased sales per m² and reduced costs. The outcome of this process was the closure of 20 units during the quarter of which 13 under the Camicado banner, 4 Renner and 3 Youcom stores. In specific relation to the Home & Décor segment, the greater role of digital sales is also a factor in the evaluation of profitability at the bricks and mortar units.
- It is important to mention that the ongoing evaluation of store profitability impacted the quarter with additional non-recurring expenses of around R\$16 million.

BREAKDOWN BY BUSINESS

	1Q23	1Q22	Var.
RENNER			
Number of Stores	431	414	17
Openings, net	-4	1	N/A
Sales Area (000 m ²)	728.2	713.7	2.0%
CAMICADO			
Number of Stores	110	120	-10
Openings, net	-13	1	N/A
Sales Area (000 m ²)	49.7	50.0	-0.4%
YOUCOM			
Number of Stores	111	104	7
Openings, net	-3	0	N/A
Sales Area (000 m ²)	19.4	17.7	9.6%

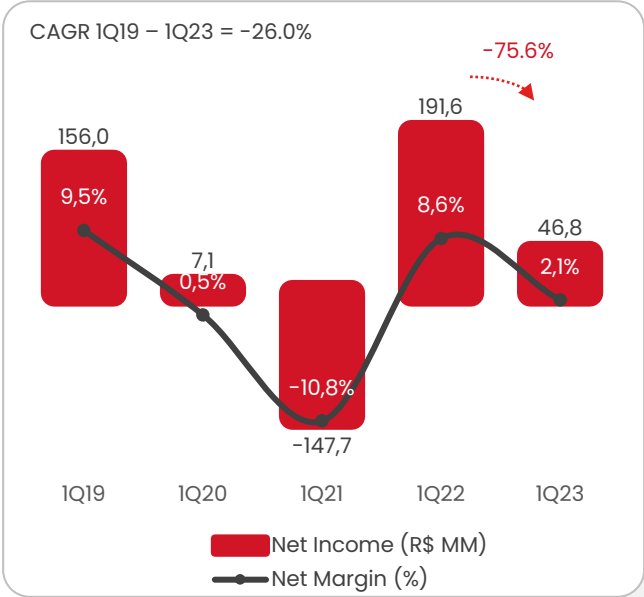
Notes

The Ashua units are consolidated with the Renner brand.

Sales area does not consider inventory, back room and back office.

Net Income and Corporate Events

- Net Income for the quarter was lower than 1Q22 due to the lower operational generation of the retail and financial services segments. As previously mentioned, additional asset write-off expenses of R\$ 16 million (R\$ 10.6 million net of taxes) also impacted this result.
- In the quarter, Lojas Renner credited its shareholders with Interest on Capital (IoC) worth R\$ 174.2 million, corresponding to R\$ 0.182327 per share based on 955,590,761 of common shares of which treasury stock has already been excluded. Payment of IoC will be made before the General Shareholders Meeting of 2024.
- In the quarter, the Board of Directors authorized the cancellation of 28 million of the Company's common shares, all of them nominative, book entry and with no par value, without any reduction in capital stock. The Board also authorized the repurchase of 15 million common shares issued by the Company, all registered, book-entry and without par value, based on the Share Buyback Program opened in January and concluded in March 2023.



Glossary

1P (first party): Own inventory, the company buys and sells products directly to the customers.

3P (third-party): Third party inventory which is managed by the sellers.

B2B (Business-to-Business): A commercial transaction between companies.

BRANDING: Management strategy of the brand with the objective of rendering it more recognizable by its consuming public and present in the market.

CAC: Customer Acquisition Cost.

CAGR: Compound Annual Growth Rate

CAPEX: Capital Expenditure allocated to the Company's investments. (Example: Fixed Assets and Intangible Assets).

CHURN: Rate of turnover. This is a metric used in customer management which shows the rate of consumers which a company has lost in a given period and the total revenue involved in this process.

MOBILE CHECKOUT: Process of concluding a purchase alternative to the traditional cashier's desk. The conclusion of the transaction may be made through *Mobile Sales*, made by the store employee using instore mobile devices; *Self-Checkout*, self-service totems; and through the *Pague Digital* (Digital Payment) whereby the customer concludes the purchase with his own smartphone using the Renner app.

CRM (Customer Relationship Management): Software which provides a complete management of the sales process, making the approach and contacts with the client more assertive.

CROSS SELL: Sale of complementary products or services based on customer interests within the Renner ecosystem.

EBITDA: Stands for "Earnings before interest, taxes, depreciation and amortization". Performance indicator of operating cash generation. The calculation of EBITDA may be adjusted for non-recurring items which contribute to the information on the potential for gross cash generation in the Company's operations. Adjusted EBITDA has no standardized meaning, and our definition may not be comparable with that used by other companies.

ESG (Environmental, Social and Governance): Environmental, social and governance practices.

FINTECH: Company using technology to offer financial products and services in an innovative manner.

FOLLOW ON: Subsequent offering of shares of a publicly held company.

FREE FLOAT: Is the percentage of a company's shares which are traded on the Stock Exchange.

GMV (Gross Merchandise Volume): Term used in online retailing to show the total monetary value of sales through this channel.

GUIDE SHOP: The guide shop model is a bricks-and-mortar commercial establishment with a display case, but with no stock (or with a small stock), in which consumers choose and try products, purchase them using totems or tablets, and receive the products at home.

INFINITE AISLE: Availability of inventories of the physical stores in the e-commerce, where customers can buy products from the physical stores inventory through e-commerce.

INFLUENCER: Professionals who through content published in the social media, are able to influence and cause an effect on thousands of people in relation to a given product. Due to their followers and engagement, they are deemed to be credible and successful people in their métier.

IFRS: International Financial Reporting Standards correspond to international accounting norms.

LAST MILE: Is a concept which relates to the last stage in the delivery of the product, leaving a distribution center to the final recipient.

LIFETIME VALUE: Is a metric defining the value of the customer's life cycle. It represents the sum of all the values expended by a consumer while he is a customer of the brand.

LOYALTY: Loyalty Program for rewarding customers at Lojas Renner Ecosystem, called Estilo Orbi.

MARKETPLACE: An online sales platform which combines different companies selling products as if it were a virtual store window.

MAU (Monthly Active Users): The number of active users in a month, the metric related to the frequency and involvement of users in sites and apps.

OMNICHANNEL: A strategy which uses all a company's communication channels in an integrated and simultaneous fashion. The underlying objective is to narrow the relationship between on- and off-line and strengthen the relationship of the customer with the company, thus improving their experience.

DIGITAL PAYMENT: A purchase modality where the customer can pay for his purchases in the store with his own smartphone using the Renner app.

p.p: Percentage points.

ROIC LTM: Return On Invested Capital over the last twelve months.

SELLER: Is the name given to all those that sell their products in our marketplace.

SEO (Search Engine Optimization): set of strategies to enhance and improve the positioning of websites considering organic results.

SPENDING: Total customer expenditure in a given period.

SSS (Same Store Sales): Relation between the sales executed in the same stores (more than 12 months of operation) in the current period compared to sales in these selfsame stores in the same period of the previous year.

STAKEHOLDERS: Individuals or entities that have a relationship with the Company. In addition to the shareholders, the company's employees, customers, suppliers, creditors, governments and community are stakeholders.

STARTUP: Young or recently constituted companies which present major growth possibilities. Startups are characterized by being scalable businesses and growing in a much faster and efficient way compared with a traditional small and middle market company.

STICKINESS: This is the propensity of customers to return to a product or use it with greater frequency, the product itself having characteristics that enhance the profoundness of the relationship with the customer over time.

TPV (Total Payment Volume): It is the total amount that was made in transactions through payment methods such as cards, acquirers, sub-acquirers and other intermediaries.

UX (User Experience): User Experience is the combination of elements and factors relative to the interaction of the user with a given product, system, or service responsible for projecting experiences of enchantment to gain the loyalty and capture customers.

About Lojas Renner S.A.

Incorporated in 1965, Lojas Renner S.A. has been listed since 1967, becoming a pure widely held company in 2006 with a 100% free float and considered the first Brazilian corporation. The Company's equities are traded on B3 under the LREN3 symbol on the Novo Mercado, the highest level of corporate governance and through an ADR program on the United States OTC market under the LRENY symbol.

Lojas Renner S.A. is a **fashion and lifestyle ecosystem** connected to its customers through digital channels and more than 650 stores in Brazil, Argentina and Uruguay. Since its earliest origins, all that it does is designed to enchant. This is the way its story began in 1965, since then surpassing successive important milestones to become a leader today in omnichannel fashion in Brazil. This entire trajectory to the present has been based on solid values, built by more than 26 thousand employees in the **Renner, Camicado, Youcom, Realize CFI and Repassa** businesses.

Renner's path to the present has been characterized by a pioneering spirit. It was the first to measure customer satisfaction at the exit to its stores with the Enchantmeter in 1996. Again, it was a pioneer in organizing its collections according to lifestyle, believing that more than just following and proposing fashion tendencies, it is necessary to understand the diversity of people's lifestyles. Renner was also the first brand to have two circular stores which use and reuse materials and resources in a more intelligent way. And today, the Company is making history in innovation by creating digital collections and with more sustainable products in its quest for fashion which is increasingly more socially and environmentally responsible. Renner has as its proposition to deliver the best omni experience in fashion with different styles for the middle/high-end segment, enchanting its customers with quality products and services at competitive prices, always innovating in a sustainable way. Renner develops and sells quality apparel, footwear and underwear for women, men, adolescents, and children under its own labels representing the lifestyle concept, each one reflecting its own style of being and dressing. Again, Renner has its own brands of accessories and cosmetics while in parallel, offering merchandise in certain categories bearing third party labels in addition to an entire assortment available through its marketplace.

Acquired in 2011, **Camicado** is a store network with more than 35 years of specialization in the Home & Décor market. The company is present in the five geographic regions across Brazil, offering a wide variety of products for decoration, cooking and domestic utensils, small electrical household appliances, organization and bed, bath, and tableware. In addition, Camicado is a specialist in gift lists for weddings, home warmings, birthdays or any other commemoration. Everything for the customer with complete solutions, quality and in grand style.

Youcom is a fashion brand with a lifestyle inspired by urban youth. It has physical stores throughout Brazil in addition to an e-commerce which attends the market nationwide. Youcom also offers an omnichannel experience to its customers allowing purchases to be made from the website with pickup from a physical store. The brand continues growing and fulfilling its proposition to enchant and connect people of a youth lifestyle to fashion.

Ashua, created in 2016, is a plus size fashion brand which inspires female empowerment and celebrates diversity. With stores in Porto Alegre, Caxias do Sul, São Paulo, Santo André, Campinas, Rio de Janeiro, Recife, Salvador and Belo Horizonte, Ashua offers collections together with a plenitude of information on fashion, prioritizing cuts, comfort and style for each woman in an omnichannel shopping experience.

Realize is a financial institution connected to the universe of fashion and lifestyle which supports the loyalty and convenience of our customers, underpinning the Company's retailing operation as a whole. Offering a set of financial services, among them the Renner Card and Meu Cartão (an international credit card), as well as credit lines to the Company's suppliers, the *Saque Rápido* facility and an insurance portfolio, Realize facilitates the journey of the Renner customer, providing benefits and clear advantages with an impact both on their lives and their businesses.

The Company has **Uello**, an indigenous digital logtech, founded in 2017, focused on solutions for urban deliveries. It offers a comprehensive and customized logistical management platform for medium and large corporate clients, including last mile deliveries with route management, tracking and order notification together with a drivers' app. Uello was acquired in 2022, bringing much more enchantment to the customer frequenting our fashion and lifestyle ecosystem.

And finally, **Repassa**, founded in 2015, is an apparel, footwear and accessories resale platform which has sought to raise awareness in fashion as a business for prolonging the life cycles of apparel no longer used, in this way generating positive social-environmental impacts. Today it is the largest Brazilian online resale store and operates nationwide. In September 2021, seeing the alignment of Repassa's pillars of activity, Lojas Renner S.A. acquired the company with the role of contributing to the consolidation of the fashion and lifestyle ecosystem.

1 OPERATIONS

Lojas Renner S.A. (the "Company" or "Parent Company") – corporation with headquarter at Av. Joaquim Porto Villanova, 401, Porto Alegre, Rio Grande do Sul State, listed on B3 S.A. – Brasil, Bolsa, Balcão under code LREN3 and its direct and indirect subsidiaries, individually or jointly ("Parent Company" or "Consolidated"), are mainly engaged in:

- i) **Retail:** trade of clothes and sports products, shoes, accessories, perfumery, domestic appliances, towels & linen, furniture, and decoration articles; and
- ii) **Services:** personal loans, purchase financing, insurance and active or passive operations inherent to credit companies, revenue from sales commissions through marketplace between the Company and partner companies, sales intermediation commissions, urban delivery service, and a complete and customized logistics management solutions, among others.

2 HIGHLIGHTS

Below, management emphasizes certain important matters occurring in the first quarter of 2023, which will be addressed in this interim financial statements:



Share repurchase program

In January 2023, another share repurchase program was launched, ending in March of the same year. Note 27.2.



Cancellation of treasury shares

In the first quarter of 2023, 28 millions shares were canceled. Note 27.2.

3 BASIS OF PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

3.1 Statement of compliance

The individual and consolidated interim financial statements for the period ended on March 31, 2023 have been prepared in accordance with *CPC 21 (R1)* – Interim Financial Reporting, issued by the Brazilian Financial Accounting Standards Board (*CPC*), and with *IAS 34* – Interim Financial Reporting, issued by the International Accounting Standards Board (*IASB*), and in line with the rules issued by the Brazilian Securities and Exchange Commission (*CVM*) applicable to the preparation of Quarterly Information (*ITR*). These interim financial statements were approved by the Company management on April 27, 2023.

These interim financial statements were prepared in order to update the users on significant information presented in the period and should be analyzed together with the financial statements for the year ended December 31, 2022. In preparing the interim financial statements, the Company adopted all the standards, revised standards and interpretations issued by the *CPC*, *IASB* and regulating authorities that were in effect on March 31, 2023.

As such, in order to disclose only information that is significant or that presented significant changes as compared with the annual individual and consolidated financial statements on December 31, 2022, the explanatory notes listed below were not completed or do not present the same level of detail as the notes included in the annual financial statements.

- Cash and cash equivalents and interest-earning bank deposits (Note 7.1);
- Trade accounts receivable (Note 8.3.3);
- Inventories (Notes 9.1 and 9.2.1);
- Income and social contribution taxes (Note 12.1);
- Investments (Note 13.3);
- Property and equipment and intangible assets (Note 14.1);
- Suppliers (Note 20.1 and Note 20.3);
- Obligations – Forfait (Note 21.1)
- Provision for tax, civil and labor contingencies, contingent liabilities and contingent assets (Note 24.1);
- Equity (Note 28.1);
- Dividends and Interest on equity (Notes 29.1 and 29.2);
- Stock option plan (Notes 31.1 and 31.2); and
- Restricted share plan (Notes 32.1 and 32.2).

3.2 Statement of relevance

We have applied accounting guidelines *OCPC 7* and CVM Instruction No. 727/2014, meeting the minimum requirements and disclosing only relevant information to help readers make a decision. Therefore, all relevant information used in business management is disclosed in this document.

3.3 Basis of measurement

These interim financial statements have been prepared on a historical cost basis, except for the measurement of NDF and Swap (Note 24.3), the stock option plan (Note 30), and the restricted share plan (Note 32), which are measured at fair value.

3.4 Functional and presentation currency

The interim financial statements are presented in Brazilian reais (R\$), the Company's functional currency, and the balances were rounded to the nearest thousand, unless otherwise stated. For foreign subsidiaries operating in a stable economic environment and with a functional currency other than the Parent Company's, the statements of income are translated into Brazilian reais at the average monthly exchange rate. Assets and liabilities are translated at the closing rate. For subsidiaries operating in a hyperinflationary economy, the balances of assets, liabilities and retained earnings/(accumulated losses) are translated at the closing rate. Equity items are held at the historical rate in all scenarios.

3.5 Significant accounting judgments, estimates and assumptions

Since the preparation of financial statements requires management to make assumptions and estimates related to the probability of future events that affect the balances of assets and liabilities and other transactions, actual results may differ from these estimates.

Significant accounting estimates that are essential to produce the best possible information on profit or loss and assets and liabilities, even if subjective, complex and inaccurate, have a significant impact on:


Estimates	Note
Expected credit losses	7.3
Estimated inventory losses	8.1.1
Discount rate applied to adjustments to present value	7.1, 8.1, 9, 18.4.1, 19.1 and 20.1
Realization of deferred income and social contribution taxes	11.3
Determination of useful lives of property and equipment and intangible assets	13.1
Impairment testing of intangible assets with indefinite useful life	15
Provision for tax, civil and labor contingencies, contingent liabilities and contingent assets	23
Determination of fair values of derivative financial instruments and stock option plans	24.3, 30.3 and 31.1

3.6 Accounting policies

The significant accounting policies adopted in the preparation of the individual and consolidated interim financial statements are consistent with those adopted and disclosed in the notes of the financial statements for the year ended December 31, 2022, which were disclosed on February 16, 2023 and should be read in conjunction with these interim financial statements.

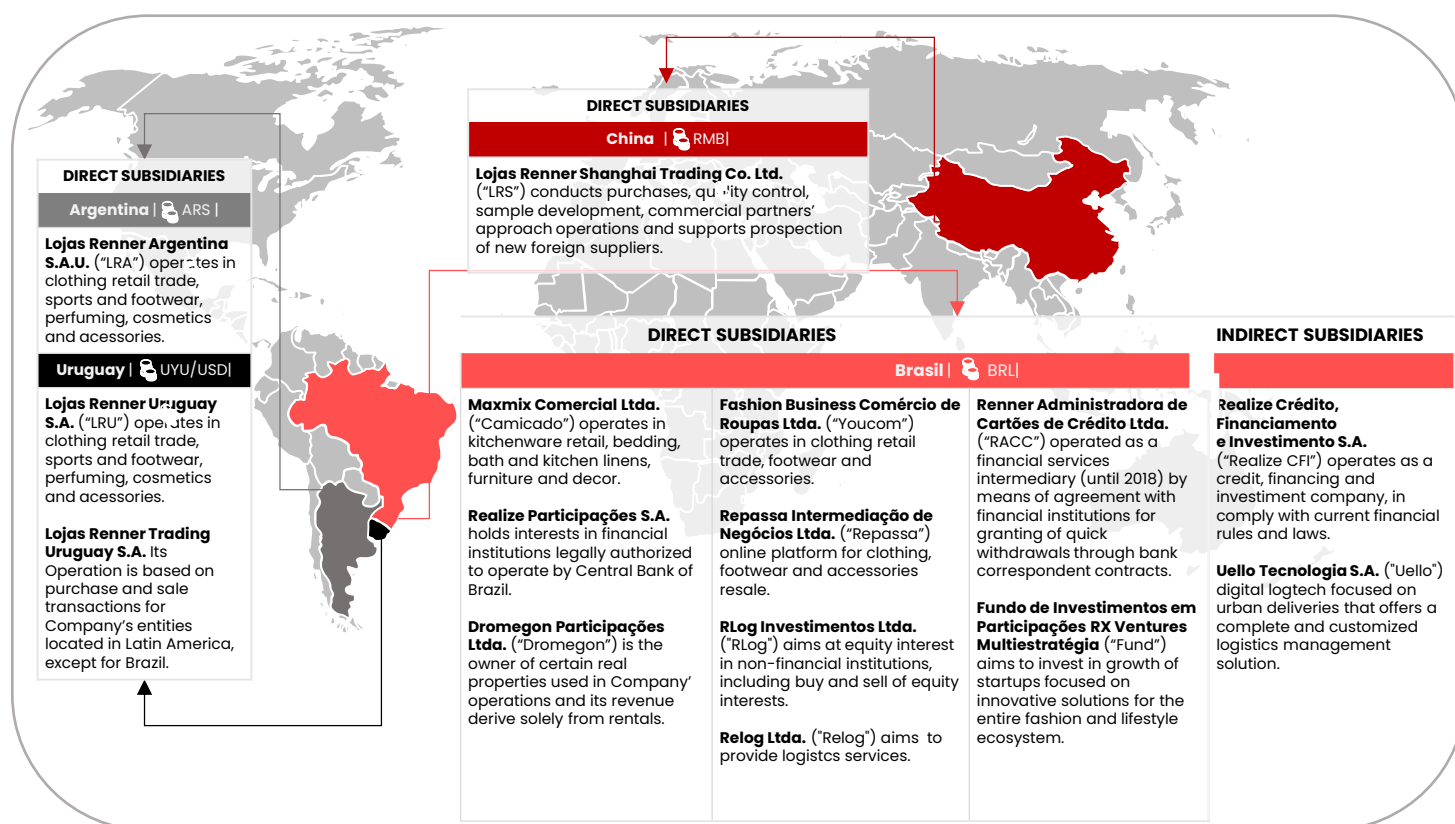
3.7 Corporate Venture Capital Fund RX Ventures

The Fund was created as a closed-end fund, pursuant to the CVM Rule No. 578 of August 30, 2016, CVM Rule No. 579 of August 30, 2016, and the Third-Party Asset Management Code ("ANBIMA ART Code"), as well as other applicable legal and regulatory provisions. On March 31, 2023, the Fund's portfolio contained two investees, as follows:

	logstore	
Investees	Logstore	Klavi
Date of capital contribution	08/03/2022	11/08/2022
Investment	R\$ 1,260	R\$ 9,042
Type	Convertible loan	Convertible loan

3.8 Basis of consolidation

This publication includes the following entities, in which we hold direct and indirect equity interest of **100.0%** on March 31, 2023 and December 31, 2022, and their financial statements on the same reporting date of the Company were used. Investments are accounted for using the equity method.



3.9 CPC 42/IAS 29 Financial Reporting in Hyperinflationary Economies

LRA's statements have been restated in accordance with CPC 42/IAS 29. In the period ended March 31, 2023, we recognize R\$ 11,502 in inflation adjustment (R\$ 2,820 on March 31, 2022) in equity, under other comprehensive income, and net revenues of R\$ 6,589 arising from hyperinflation in LRA (R\$ 12,940 on March 31, 2022) in finance income (costs), under monetary gains and losses (Note 35).

4 STANDARDS AND INTERPRETATIONS NOT YET IN FORCE

The amendments that will take effect from January 1, 2024 and their impacts are the following:

4.1 Amendments to IAS 1 - Classification of liabilities as current or noncurrent

The purpose of the amendment is to promote consistency in applying the requirements of this standard by helping companies determine whether, in the statement of financial position, borrowings and loans and other liabilities with an uncertain settlement date should be classified as current or noncurrent. The Company assessed the impacts of the amendment, and the classification and settlement of borrowings and loans reflect contractual conditions, and there is no risk of breach of covenants (Note 5.2) on or after the interim reporting date.

5 RISK MANAGEMENT

A multidisciplinary structure manages our risks and enables the Executive Board to assess the alignment of business management with the policies and guidelines defined by management. In April 2012, the Board of Directors created the Audit and Risk Management Committee, which identifies and monitors the main risk factors to which we are exposed in the normal course of operations:

- i) Market risk (including interest rate and currency risks);

- ii) Credit risk (Notes 6.3, 7.4 and 24.5);
- iii) Liquidity risk; and
- iv) Capital management.

The Company applied the requirements of *CPC 40 (R1)*/IFRS 7 and considered the guidance of CVM SNC/SEP Memorandum Circular No. 01/2022, observing qualitative and quantitative aspects of risk management.

A description of main risks involved is provided below.

5.1 Market risks

5.1.1 Currency risk

Currency risk arises mainly from import of goods and the Company's policy for currency risk management is to hedge up to 100% of imports through of hedging transactions – comprising currency Non-Deliverable Forwards (NDF) and swap transactions related to the borrowings in foreign currency (Bacen [Central Bank of Brazil] Law No. 4131).

In addition, net exposure to currency risk refers to estimated future cash flows and installment payments for goods imported. Subsequently to their recording in inventories, the Company adjusts the composition of prices in retail to offset the impact on costs. To mitigate the net exposure of imported product orders, in compliance with the Company's currency risk management policy, management monitors the projections and expected scenarios for the exchange rates of foreign currencies, therefore analyzing the best timing for engaging in hedging transactions.

Net exposure and sensitivity analysis regarding goods import orders, payment flow related to customs cleared goods, import of property and equipment recorded and borrowings in foreign currency as of March 31, 2023, taking into consideration the US dollar and Euro quotation in each scenario based on B3's future market projections for the next reporting date, are presented below.

	Consolidated					
	Notional amount (Payable) Receivable		Quotation - next quarter		Probable scenario	
					Currency appreciation	
					Possible +25%	Remote +50%
Derivatives designated for hedge accounting						
Projected orders (item)	US\$	(182,949)	R\$ 5.1576	R\$	(5,397)	R\$ (220,651) R\$ (446,704)
NDF (instrument)	US\$	124,815	R\$ 5.1576	R\$	(3,682)	R\$ 150,537 R\$ 304,759
Net exposure	US\$	(58,134)		R\$	1,715	R\$ (70,114) R\$ (141,945)
Not designated for hedge accounting						
Borrowing 4,131 (item)	€	(18,431)	R\$ 5.6298	R\$	4,607	R\$ (19,284) R\$ (43,175)
Swap - (instrument)	€	18,431	R\$ 5.6298	R\$	(4,607)	R\$ 19,284 R\$ 43,175
Net exposure	€	-		R\$	-	R\$ - R\$ -
Payment flow	US\$	(12,937)	R\$ 5.1576	R\$	(707)	R\$ (17,204) R\$ (33,700)
NDF (instrument)	US\$	12,937	R\$ 5.1576	R\$	707	R\$ 17,204 R\$ 33,700
Net exposure	US\$	-		R\$	-	R\$ - R\$ -
Payment flow	€	(3,382)	R\$ 5.6298	R\$	(286)	R\$ (5,002) R\$ (9,719)
NDF (instrument)	€	3,382	R\$ 5.6298	R\$	286	R\$ 5,002 R\$ 9,719
Net exposure	€	-		R\$	-	R\$ - R\$ -
Total net exposure/effect				R\$	1,715	R\$ (70,114) R\$ (141,945)
Total exposure, net of income tax/social contribution of 34.00%				R\$	1,132	R\$ (46,275) R\$ (93,684)

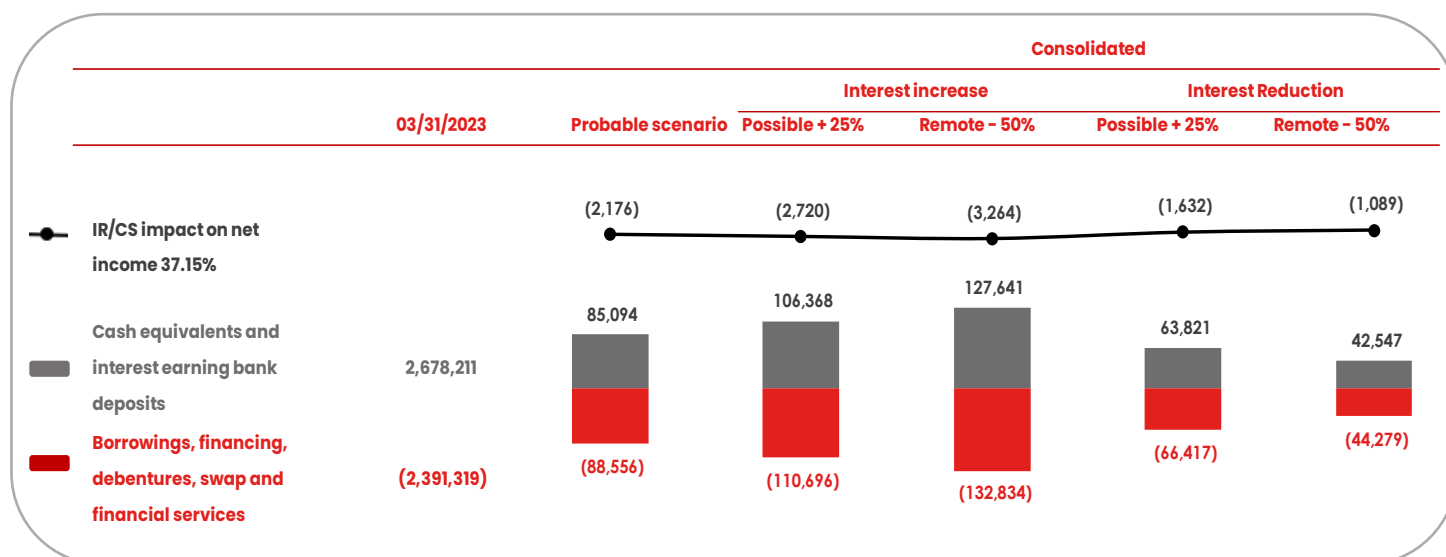
5.1.2 Interest rate risk

This risk arises from cash equivalent transactions, interest-earning bank deposits, financing services operations, debentures, borrowings and swap. Our policy is to keep 100% of its loans in the fixed rate market, with funding repayment at fixed rates, and adjusted for Interbank Deposit Certificates (CDI) and Central Bank Benchmark Rate (Selic). Since financial assets are pegged to the

CDI and receivables are realizable in the short-term, restated at fixed interest rates, the risk level associated with interest rate fluctuation is relatively low.

We continuously analyze interest risk exposure, by comparing the rates contracted to market rates, simulating refinancing, position renewal and natural hedge scenarios, defining a reasonable change in the interest rate and calculating the impact on P&L.

On March 31, 2023, the Company conducted sensitivity tests for adverse scenarios of interest, which are presented below, considering the expected scenario for the next CDI and Selic interest rate disclosure of 13.64% p.a., based on B3 futures market projections. Yield from cash equivalents and interest-earning bank deposits are net of PIS and COFINS. Below are the estimated impacts for the next quarter:



Since we recorded a cash position greater than its debts (negative net debt), both increase and decrease in interest rates would result in a positive impact on its profit or loss.

5.2 Liquidity risk

The Company manages cash and cash equivalents by establishing a minimum strategic cash amount, based on the cash cycle of retail operations, as well as on the minimum capital required to guarantee the credit operations, ensuring sufficient cash to meet Company requirements and business plans:

OBJECTIVES OF CASH AND CASH EQUIVALENTS MANAGEMENT



Prevention for times of economic uncertainty



Ensure the execution of the investment and expansion strategy



Ensure the maintenance of the dividend distribution policy



Ensure debt amortization and servicing



Ensure the maintenance/expansion of financial product operations in times of credit restriction

The management continuously monitors the forecasts of liquidity requirements considering the debt financing plans, and monitor, on a quarterly basis, the financial and non-financial ratios provided for in loan agreements, based on the last 12 months. Management confirms that the Company is compliant with the contractual assumptions. The ratios monitored by the Company are the following:

Financials

Instrument	Issue Date	Due Date	1st Indicator: $\frac{\text{Consolidated Net Debt}}{\text{EBITDA}}$		2nd Indicator: $\frac{\text{EBITDA}}{\text{Financial Income (Loss)}}$	
			Hired	Accurate	Hired	Accurate
12 th Debenture Issue	3/1/2021	2/18/2025	Until Dec 2023 ≤ 4.0 After ≤ 3.5	-0.23x	≥ 2.0 or < 0	- 8.8x

Non Financials

- **Present Standardized Financial Statements**
– Financial Standard Statements with the independent auditor's opinion up to three months after the end of each fiscal year or five working days after its publication
- **Comply with environment and labor laws**
(health and security, no use of child or slave labor and fight against sexual exploitation).
- **Adopt policies and procedures to comply with the Anti-corruption Law**, according to Federal Decree nº 8.420, from March 18th, 2015.

Contractual cash flow includes principal plus estimated future interest. The contractual cash flows of financial liabilities in the Consolidated financial statements are as follows:

	Book balance	Contractual cash flow	Less than 3 months	4-6 months	7-12 months	1-2 years	3-5 years	More than 5 years
Borrowings, loans and debentures	1,130,444	1,387,051	5,498	89,689	636,932	654,932	-	-
Loans - financial service operations	1,260,875	1,488,604	253,287	-	456,821	387,659	390,837	-
Leases payable	2,802,358	3,905,337	298,237	231,022	116,744	117,584	550,691	2,591,059
Suppliers	1,332,501	1,349,138	1,272,327	76,811	-	-	-	-
Obligations - forfait	28,880	29,385	29,385	-	-	-	-	-
Obligations with credit card administrators	2,354,825	2,354,825	1,725,162	443,554	186,109	-	-	-
Derivative financial instruments	24,481	25,217	12,861	10,470	1,886	-	-	-
Balance on March 31, 2023	8,934,364	10,539,557	3,596,757	851,546	1,398,492	1,160,175	941,528	2,591,059

	Book balance	Contractual cash flow	Less than 3 months	4-6 months	7-12 months	1-2 years	3-5 years	More than 5 years
Borrowings, loans and debentures	1,169,143	1,422,638	80,609	2,438	140,776	663,329	535,486	-
Loans - financial service operations	1,236,232	1,506,416	-	253,213	397,674	482,766	372,763	-
Leases payable	2,909,910	3,980,044	281,169	208,315	204,848	115,122	541,018	2,629,572
Suppliers	1,641,386	1,644,028	1,587,708	56,320	-	-	-	-
Obligations - forfait	78,848	79,721	58,020	21,701	-	-	-	-
Obligations with credit card administrators	2,464,968	2,464,968	1,805,606	446,573	212,789	-	-	-
Derivative financial instruments	6,940	7,121	6,995	126	-	-	-	-
Balance on December 31, 2022	9,507,427	11,104,936	3,820,107	988,686	956,087	1,261,217	1,449,267	2,629,572

5.3 Capital Management

In addition to equity, we use third-party capital to finance our activities, thereby optimizing its capital structure. Cash (net indebtedness) reflects total exposure of the obligations payable to the financial system and capital market, therefore not including liabilities relating to leases payable.

Indebtedness levels are monitored in relation to the Company's cash generation capacity and capital structure.

	Consolidated	
	03/31/2023	12/31/2022
Borrowings, loans and debentures	(1,130,444)	(1,169,143)
Current	(585,450)	(122,824)
Noncurrent	(544,994)	(1,046,319)
Operating financing	(1,260,875)	(1,236,232)
Current	(645,123)	(581,351)
Noncurrent	(615,752)	(654,881)
Gross indebtedness	(2,391,319)	(2,405,375)
Cash and cash equivalents and interest-earning bank deposits	2,763,528	3,503,482
Net indebtedness	372,209	1,098,107
Equity	9,665,782	10,087,515
Financial leverage ratio (i)	-3.85%	-10.89%

(i) Relative ratio obtained by dividing cash (net debt) by equity.

6 CASH AND CASH EQUIVALENTS AND INTEREST-EARNING BANK DEPOSITS

6.1 Breakdown of cash and cash equivalents

		Weighted average rate p.a.	Parent Company		Consolidated	
			03/31/2023	12/31/2022	03/31/2023	12/31/2022
Cash and banks						
Domestic currency			43,098	133,157	24,324	104,361
Domestic currency – related parties			734	2,347	–	–
Foreign currency			–	–	60,993	85,217
Cash equivalents						
CDB	CDI	97.0% to 105.1%	1,969,388	2,497,770	2,098,398	2,631,520
CDI	CDI	100.0%	–	–	17,000	14,598
Scheduled investment	CDI	10.0%	5,438	7,350	5,438	7,350
Other cash equivalents	CDI	50.11% to 94.0%	98	108	3,651	5,305
Total			2,018,756	2,640,732	2,209,804	2,848,351

6.2 Breakdown of interest-earning bank deposits

	Index/rate	Weighted average rate p.a.	Parent Company		Consolidated	
			03/31/2023	12/31/2022	03/31/2023	12/31/2022
National Financial Treasury Bills	SELIC	101.3%	-	-	312,886	421,680
Boutique investment funds (i)						
Financial bills	CDI	101.0%	195,800	180,123	195,800	180,123
National Financial Treasury Bills	SELIC	100.0%	33,334	23,131	33,334	23,131
CDB	CDI	114.2%	11,704	30,197	11,704	30,197
Total			240,838	233,451	553,724	655,131

- (i) Exclusive investment fund Brasil Plural Retail FI is fixed-income private credit fund managed and administered by BNY Mellon Serviços Financeiros DTVM S.A., organized for the sole purpose of holding interests of the parent company. The fund's financial investment was fully included in these interim financial statements, pursuant to CVM Ruling 408/04. Other obligations relating to this fund substantially refer to administrative fees for portfolio maintenance. Earnings recognized reflect the daily marking of the fund's position and its assets have liquidity through of a secondary market.

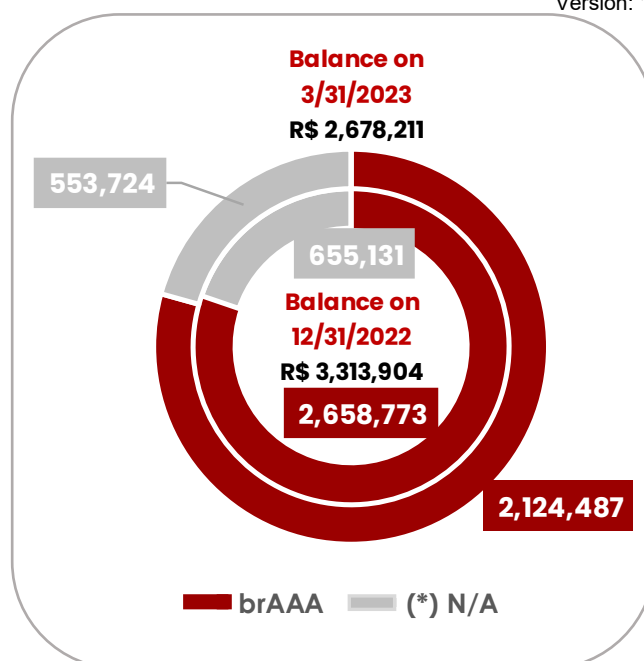
6.3 Credit risk

According to the Company's financial policy, cash equivalents and interest-earning bank deposits are invested in financial institutions with long-term national scale rating of low credit risk and that are known for their soundness.

Rating agency Standard & Poors rated the Company credit as brAAA with stable outlook in the national scale category (Brazil).

Next is the credit quality of cash equivalents and interest-earning bank deposits of the Company.

(*) Not applicable, since the main rating agencies have no risk rating for Funds – Brasil Plural Crédito Privado Retail FIRF and National Treasury Bills in national scale. However, these assets are rated AAA in at least one risk rating agency.



7 TRADE ACCOUNTS

7.1 Accounting policy

Trade accounts include receivables for the sale of goods, use of the co-branded card ("Meu Cartão") at the network of affiliated stores of the Visa and Mastercard systems, and personal loans granted to its customers by indirect subsidiary Realize CFI.

Fixed credit sales were brought to present value at the transaction dates, based on the average rate disclosed on the website of the Central Bank of Brazil for prepaid receivables, which was 1.52% p.m. (1.41% on December 31, 2022). Present value adjustment is matched against trade accounts receivable and its realization is recorded as sales revenue over time.

7.2 Breakdown

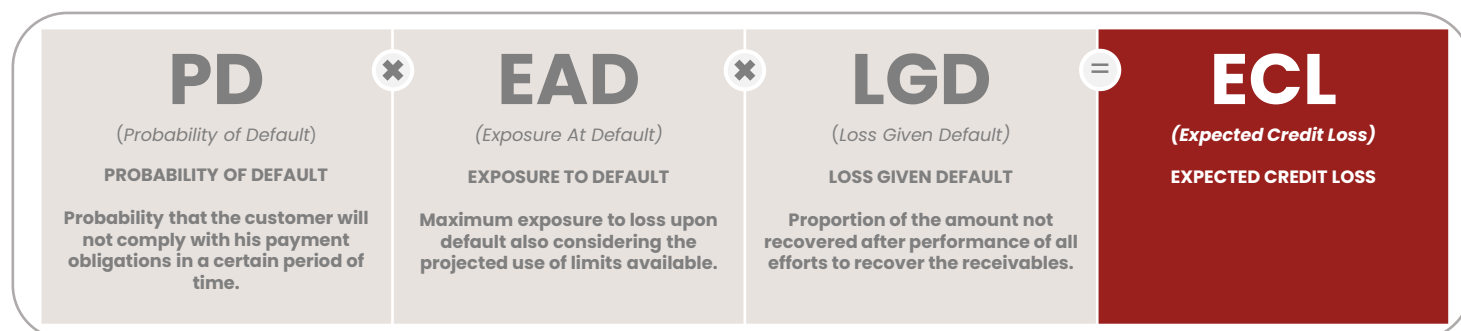
	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Renner credit card (Private Label)	-	-	823,137	982,593
Renner credit card (Private Label) - related parties	416,888	611,603	-	-
Co-branded card (Meu Cartão)	-	-	5,352,093	5,385,933
Co-branded card (Meu Cartão) - related parties	498,419	804,856	-	-
Third-party cards	646,059	1,108,959	796,235	1,341,711
Exports - Related parties	23,215	30,889	-	-
Other receivables	2,735	2,965	40,300	33,631
(-) Expected credit losses	-	-	(1,166,075)	(1,128,158)
(-) Adjustment to present value	(48,205)	(80,917)	(55,607)	(90,878)
Total	1,539,111	2,478,355	5,790,083	6,524,832
Current assets	1,539,111	2,470,421	5,790,083	6,524,832
Noncurrent assets	-	7,934	-	-
Total	1,539,111	2,478,355	5,790,083	6,524,832

7.3 Expected credit losses

Expected credit losses are recorded using the general model of the CPC 48/IFRS 9 methodology. The model adopted by the Company is based on the measurement of expected losses, by observing the portfolio's behavior in recovering and granting credit, taking into consideration the probability of, and exposure to default and effective loss in each late-payment bracket over the entire transaction term.

The allowance for expected credit losses is the total considered sufficient by management to cover any losses on realization of receivables based on customer portfolio analysis.

This methodology consists in classifying credit transactions on balance and credit limits off balance until the 8th day of default, taking into consideration the segregation into portfolios (Renner credit card and Co-branded card ("Meu Cartão")), allocation of transactions into three risk stages and sub segmentation in each group (such as customer profile, score or regions), and the calculation components presented below.



The allocation of credit transactions to measure expected loss considers the criteria for migration from one stage to another, according to changes in credit risk, and the expected loss calculation components are applied to the three stages:

Stage 1: Transactions on time and up to 30 days overdue, with measurement of expected losses for the next 6 months;

Stage 2: Transactions that are 31 to 89 days overdue, with measurement of expected losses over the contract lifetime, projected for 12 months;

Stage 3: Transactions that are 90 days or more overdue, measured considering only the effective loss due to default.

For renegotiated transactions rated "A – D", the outstanding balances are allocated to stage 2, and for renegotiated transactions rated "E – H", the balances are allocated to stage 3.

7.3.1 Changes in expected credit losses

	Balances on 01/01/2022		Write-offs	Balances on 12/31/2022		Write-offs	03/31/2023
		(Recognition)			(Recognition)		
Branded card	(405,250)	(1,015,947)	503,962	(917,235)	(324,462)	261,444	(980,253)
Renner credit card (Private Label)	(177,889)	(219,674)	186,640	(210,923)	(42,805)	67,906	(185,822)
Total – Consolidated	(583,139)	(1,235,621)	690,602	(1,128,158)	(367,267)	329,350	(1,166,075)

7.3.2 Breakdown per credit product and aging list – Resolution No. 2682/BACEN (Central Bank of Brazil)

Renner credit card (Private Label)	Consolidated					
	03/31/2023			12/31/2022		
	Falling due	Overdue	Balance	Falling due	Overdue	Balance
A – from 0 to 14 days	445,513	18,240	463,753	626,966	11,503	638,469
B – from 15 to 30 days	39,571	14,095	53,666	25,696	7,476	33,172
C – from 31 to 60 days	28,289	24,445	52,734	17,990	11,539	29,529
D – from 61 to 90 days	12,068	19,153	31,221	10,575	13,355	23,930
E – from 91 to 120 days	5,701	11,746	17,447	6,867	16,515	23,382
F – from 121 to 150 days	3,900	13,885	17,785	4,683	18,590	23,273
G – from 151 to 180 days	2,646	14,501	17,147	3,333	21,566	24,899
H – more than 180 days	9,689	159,695	169,384	9,410	176,529	185,939
Total	547,377	275,760	823,137	705,520	277,073	982,593

Co-branded card (Meu Cartão)	Consolidated					
	03/31/2023			12/31/2022		
	Falling due	Overdue	Balance	Falling due	Overdue	Balance
A - from 0 to 14 days	3,379,158	56,711	3,435,869	3,618,941	56,482	3,675,423
B - from 15 to 30 days	121,609	82,625	204,234	99,078	72,428	171,506
C - from 31 to 60 days	113,367	147,411	260,778	89,387	115,134	204,521
D - from 61 to 90 days	106,698	168,709	275,407	95,763	146,922	242,685
E - from 91 to 120 days	47,204	126,925	174,129	37,635	137,452	175,087
F - from 121 to 150 days	29,632	127,546	157,178	22,872	124,588	147,460
G - from 151 to 180 days	20,914	117,957	138,871	16,577	112,845	129,422
H - more than 180 days	68,767	636,860	705,627	52,380	587,449	639,829
Total	3,887,349	1,464,744	5,352,093	4,032,633	1,353,300	5,385,933

7.3.3 Breakdown of the ECL portfolio per on-balance and off-balance product, according to the aging list

Renner credit card (Private Label)	Consolidated				
	03/31/2023				
	Falling due	Overdue	Portfolio	Loss Allowance	% Coverage
Credit transaction balance (On Balance)	547,377	275,760	823,137	183,691	22.3%
Stage 1	509,113	48,066	557,179	11,496	2.1%
Stage 2	21,119	45,050	66,169	6,655	10.1%
Stage 3	17,145	182,644	199,789	165,540	82.9%
Credit limit available (Off Balance)	-	-	716,254	2,131	0.3%
Grand total			1,539,391	185,822	12.1%
Coverage ratio on credit portfolio					22.6%

Renner credit card (Private Label)	12/31/2022				
	Falling due	Overdue	Portfolio	Loss Allowance	% Coverage
	Falling due	Overdue	Portfolio	Loss Allowance	% Coverage
Credit transaction balance (On Balance)	705,520	277,073	982,593	208,047	21.2%
Stage 1	664,985	28,179	693,164	13,073	1.9%
Stage 2	22,723	39,874	62,597	6,562	10.5%
Stage 3	17,812	209,020	226,832	188,412	83.1%
Credit limit available (Off Balance)	-	-	977,978	2,876	0.3%
Grand total			1,960,571	210,923	10.8%
Coverage ratio on credit portfolio					21.5%

Co-branded card (Meu Cartão)	Consolidated				
	03/31/2023				
	Falling due	Overdue	Portfolio	Loss Allowance	% Coverage
Credit transaction balance (On Balance)	3,887,349	1,464,744	5,352,093	967,756	18.1%
Stage 1	3,502,883	136,366	3,639,249	63,006	1.7%
Stage 2	218,951	320,757	539,708	65,596	12.2%
Stage 3	165,515	1,007,621	1,173,136	839,154	71.5%
Credit limit available (Off Balance)	-	-	5,849,164	12,497	0.2%
Grand total			11,201,257	980,253	8.8%
Coverage ratio on credit portfolio					18.3%

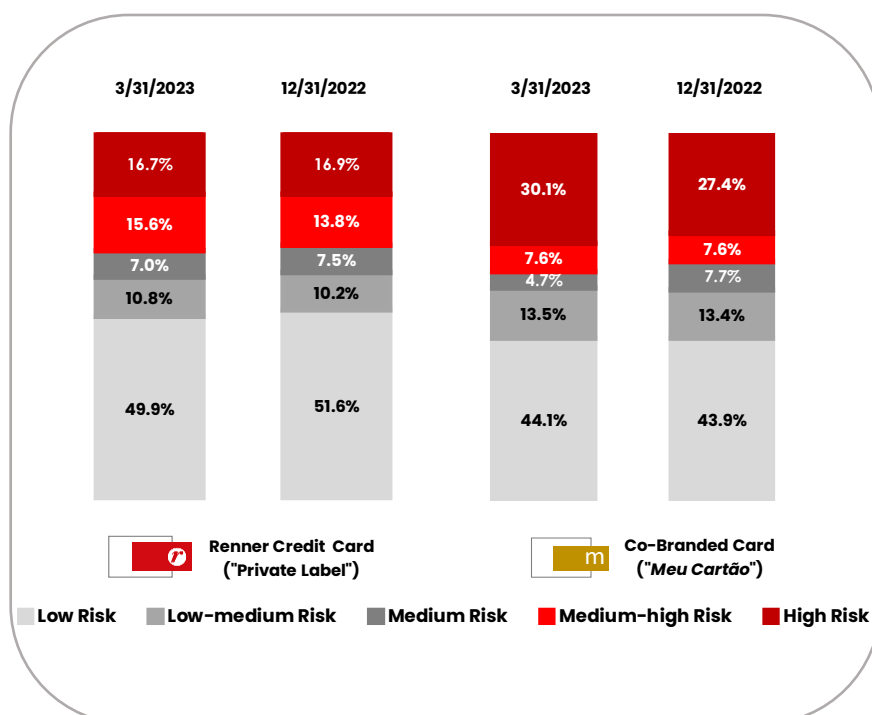
Co-branded card (Meu Cartão)	Consolidated				
	12/31/2022				
	Falling due	Overdue	Portfolio	Loss Allowance	% Coverage
Credit transaction balance (On Balance)	4,032,633	1,353,300	5,385,933	902,233	16.8%
Stage 1	3,720,127	126,150	3,846,277	69,169	1.8%
Stage 2	184,072	266,346	450,418	56,347	12.5%
Stage 3	128,434	960,804	1,089,238	776,717	71.3%
Credit limit available (Off Balance)	-	-	5,639,780	15,002	0.3%
Grand total			11,025,713	917,235	8.3%
Coverage ratio on credit portfolio					17.0%

7.4 Credit risk

Our sales and credit grant policies aim at minimizing problems arising from the default of our customers through a judicious selection of the portfolio, which takes into consideration their ability to pay and diversification of its operations. These policies are subordinated to the credit policies set out by management, supported by advanced technology systems and processes related to the risk and fraud functions.

Receivables derive from retail operations to individuals in a massified way, with individual credit analysis and low average ticket, having as characteristic the absolute spread of credit risk and lack of guarantee instruments. The amounts recorded in accounts receivable represent the appropriate size of the Company's exposure to credit risk.

The internal credit risk rating is as follows:



Probability of being more than 60 days overdue:

- **Low risk:** probability $\leq 9.3\%$;
- **Medium to low risk:** probability $> 9.3\%$ and $\leq 16.8\%$;
- **Medium risk:** customers holding Renner Credit Card or Meu Cartão for up to 4 months with low historical use for purposes of measuring the likelihood of default.
- **Medium to high risk:** probability $> 16.8\%$ and 31.3% ;
- **High risk:** probability $> 31.3\%$.

New customers and/or low historical use:

Receivables from sales using third-party credit cards are not included in this analysis since these amounts are subject to the risk of default by the card issuer, with no historical losses or expected future losses.

8 INVENTORIES

8.1 Breakdown

	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Goods for resale	1,636,099	1,361,252	1,890,673	1,624,770
Imports in transit	307,980	248,678	324,982	265,709
Advances to suppliers (i)	7,278	10,962	7,278	11,516
Auxiliary materials and warehouse	11,108	12,764	12,773	15,129
Adjustment to present value (ii)	(46,856)	(41,905)	(51,418)	(46,758)
Estimated losses	(7,442)	(28,938)	(8,720)	(33,419)
Total	1,908,167	1,562,813	2,175,568	1,836,947

- (i) This balance refers to advances made under a forfait agreement amounting to R\$ 1,090 – parent company and consolidated (R\$ 10,962 – parent company and R\$ 11,516 – consolidated on December 31, 2022) (Note 20.1) and advances from suppliers through working capital amounting to R\$ 6,188 in March 2023.
- (ii) The Company adjusted the discount rate to 1.60% p.m. (1.54% p.m. on December 31, 2022).

8.1.1 Estimated inventory losses

	Parent Company	Consolidated
Balance on January 1, 2022	(18,420)	(17,120)
(-) Estimated losses, net	(115,229)	(123,158)
(+) Actual loss	104,711	109,660
(+/-) Translation adjustments	-	(2,801)
Balance on December 31, 2022	(28,938)	(33,419)
(-) Estimated losses, net	(23,343)	(27,305)
(+) Actual loss	44,839	49,652
(+/-) Translation adjustments	-	2,352
Balance on March 31, 2023	(7,442)	(8,720)

Since implementation of the Radio Frequency Identification (RFID) system, initially in the Parent Company and subsequently in LRU and LRA, it was possible to increase the frequency of inventory counts for most inventories and, accordingly, recognize the effects of inventory losses, identified in inventory counts performed throughout the quarter, directly in profit or loss, without recording such amounts in estimated losses.

9 TAXES RECOVERABLE

	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
State VAT (ICMS) (i)	385,253	339,843	450,486	400,314
ICMS on property and equipment	134,026	141,380	140,598	149,190
Income and social contribution taxes	121,210	97,545	154,357	201,088
Contribution Taxes on Gross Revenue for Social Integration Program (PIS) and Social Security Financing (COFINS) (ii)	202,052	371,947	215,232	385,169
Tax credits from foreign subsidiaries	-	-	10,975	12,138
Other taxes recoverable	34,085	72,783	57,181	94,801
Adjustment to present value (iii)	-	-	(4,265)	(4,125)
Total	876,626	1,023,498	1,024,564	1,238,575
Current assets	674,975	816,349	791,490	1,003,849
Noncurrent assets	201,651	207,149	233,074	234,726
Total	876,626	1,023,498	1,024,564	1,238,575

- i) **ICMS tax principle under which tax rates may vary considering the essentiality of goods or services (ICMS – Selectivity):** in November 2019, the Brazilian Supreme Court determined that the application of rates higher than those applied to the operations in general of the electricity and telecommunications industries is unconstitutional, thus allowing the recovery of amounts unduly paid by taxpayers that filed lawsuits until February 5, 2021. A final decision on the limitation of the effects of that ruling was reached on June 30, 2022. The lawsuits filed by the Parent Company before that date have not yet been granted a final and unappealable decision. The tax credit on March 31, 2023 amounts to R\$ 41,523 (R\$ 40,104 on December 31, 2022). Currently, there is no way to ensure when the amounts will be effectively realized.
- ii) **ICMS in the PIS/COFINS base:** the lawsuits filed by the Company and its subsidiaries have already received a final favorable decision. The Company expects to offset the tax credit by the first semester of 2023. On March 31, 2023, the restated balance, net of amounts already offset, was R\$ 173,975 (R\$ 345,839 on December 31, 2022).
- iii) **Adjustment to present value:** considering the hyperinflation scenario in Argentina and since the term for tax recovery is longer than one year, direct subsidiary LRA has adopted the adjustment to present value. The discount rate used was 82% p.a. (71% p.a. on December 31, 2022), as observed in the market and informed by the National Bank of Argentina.

10 OTHER ASSETS

	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Prepaid expenses (i)	29,566	18,569	38,826	28,067
Judicial deposits – ICMS (ii)	119,638	111,908	135,241	126,514
Judicial deposits – Other taxes	9,375	9,498	9,619	9,743
Advances to third parties	8,636	13,314	23,550	34,607
Advances to employees	11,428	10,739	13,747	12,338
Credits from agreements with suppliers (iii)	53,482	61,397	53,482	61,399
Insurance indemnities in progress	1,040	1,415	5,113	5,239
Insurance commissions receivable	-	-	4,497	5,732
Other accounts receivable (iv)	50,299	65,034	83,553	106,557
Other accounts receivable – related parties (v)	9,148	9,929	10,757	11,605
Total	292,612	301,803	378,385	401,801
Current assets	103,137	104,267	160,411	176,456
Noncurrent assets	189,475	197,536	217,974	225,345
Total	292,612	301,803	378,385	401,801

(i) This refers mainly to system support services.

(ii) This refers mainly to judicial deposits relating to ICMS Rate Difference (EC 87/2015) in remote sales.

(iii) Balances of agreements with suppliers referring to transfers to the Brazilian Development Bank (BNDES).

(iv) This includes incentive agreements for retention of the Company's executives entered into in May 2022 and approved by management. In March 2023, this amount is of R\$ 32,441 (R\$ 37,531 on December 31, 2022) – parent company and R\$ 36,920 (R\$ 42,364 on December 2022) – consolidated;

(v) This includes the retention bonus agreement entered into in May 2022. In March 2023, this amount is of R\$ 9,100 (R\$ 9,817 in December 2022) – parent company and R\$ 10,757 (R\$ 11,605 in December 2022) – consolidated.

11 INCOME AND SOCIAL CONTRIBUTION TAXES

11.1 Breakdown of deferred taxes

Taxable event	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
	IRPJ/CSLL	IRPJ/CSLL	IRPJ/CSLL	IRPJ/CSLL
Estimated losses in assets	8,419	12,492	213,268	209,448
Provisions for tax, civil and labor contingencies	37,190	36,364	48,853	48,685
Adjustment to present value	26,874	36,041	31,341	40,737
Provision for employee profit sharing	5,675	5,010	7,248	6,724
Restricted share plan	15,508	15,803	15,508	15,803
Income and social contribution tax losses (i)	249,412	148,973	382,713	278,883
Equity valuation adjustments – hedge	6,499	-	6,882	-
Swap from borrowings	-	-	5,552	4,706
Leases payable	89,743	90,567	98,657	99,610
Other provisions	7,219	6,240	14,598	13,862
Deferred tax assets	446,539	351,490	824,620	718,458
Goodwill on acquisition of equity interest and revaluation surplus of assets	-	-	(49,375)	(49,375)
Difference between useful life for corporate purposes v. tax purposes	(104,099)	(99,457)	(115,222)	(110,461)
Equity adjustments – hedge	-	(514)	-	(705)
Other provisions	-	-	(6,712)	(5,940)
Deferred tax liabilities	(104,099)	(99,971)	(171,309)	(166,481)
Total	342,440	251,519	653,311	551,977
Noncurrent assets	342,440	251,519	658,805	555,595
Noncurrent liabilities	-	-	(5,494)	(3,618)
Total	342,440	251,519	653,311	551,977

- (i) The credits recognized on income and social contribution tax losses of the Parent Company and of subsidiaries Realize CFI, LRS, Camicado and Youcom are supported by reviews that occur at the end of each year, to verify the probability of generation of future taxable bases that would allow the recovery of these credits.

The rates for companies headquartered in Brazil are of 25% Corporate Income Tax (IRPJ) and 9% Social Contribution Tax on Net Profit (CSLL), except for indirect subsidiary Realize CFI, which is subject to 25% IRPJ and 15% CSLL. Foreign companies are subject to income tax ranging from 25% to 30%.

The Company offsets deferred assets against deferred liabilities of the Parent Company and subsidiaries separately.

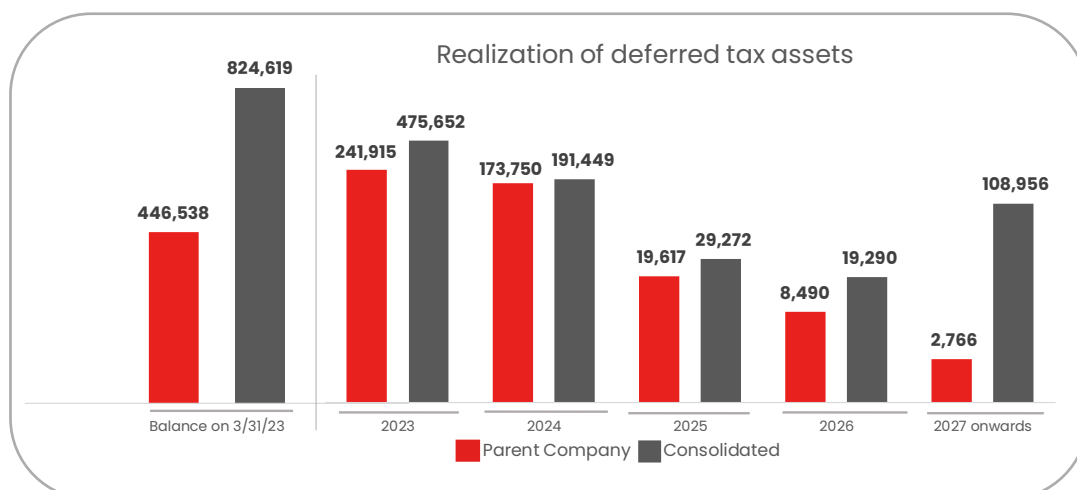
11.2 Changes in deferred taxes, net

The changes in deferred taxes recognized at weighted nominal rates are as follows:

	Parent Company	Consolidated
Balance on January 1, 2022	248,617	454,145
Recognized in profit or loss	(3,624)	91,911
Recognized in other comprehensive income	6,526	7,579
Translation adjustments	-	(1,658)
Balance on December 31, 2022	251,519	551,977
Recognized in profit or loss	83,908	93,747
Recognized in other comprehensive income	7,013	7,587
Balance on March 31, 2023	342,440	653,311

11.3 Realization of deferred tax assets

Regularly we check the recoverability of balance of deferred tax assets. Management's assessment is based on technical feasibility studies that demonstrate future taxable profit projections, allowing a credit recovery estimate within a period that does not exceed 10 years. Also, estimated deferred tax realization involves uncertainties of other estimates.



11.4 Analysis of effective rate of income and social contribution taxes

Reconciliation of the expense calculated by applying the combined tax rates and the income and social contribution tax expense charged to profit or loss is as follows:

	Parent Company		Consolidated	
	1Q23	1Q22	1Q23	1Q22
Profit or loss before income and social contribution taxes	(37,142)	139,992	(41,695)	160,827
Combined tax rate	34%	34%	34%	34%
Tax expense at nominal rate	12,628	(47,597)	14,176	(54,681)
Permanent (additions) exclusions:				
Stock option plan expense	(1,976)	(1,490)	(1,976)	(1,490)
Profit or loss on equity interest	(25,530)	9,146	-	-
Interest on equity	59,238	48,089	59,238	48,089
Tax benefits (PAT)	-	-	30	240
Investment grant (i)	36,539	39,743	36,625	40,024
Income and social contribution tax differences of subsidiaries	-	-	(1,285)	(3,449)
Recovery – loan transactions	-	-	1,045	787
Unrecoverable deferred tax not recognized	-	-	(15,572)	(2,420)
Other exclusions (additions) (ii)	3,009	3,747	(3,832)	3,691
Portion exempt from 10% surtax	-	-	12	12
Income and social contribution taxes in P&L	83,908	51,638	88,461	30,803
Current	-	-	(5,286)	(42,699)
Deferred	83,908	51,638	93,747	73,502
Effective rate	225.91%	-36.89%	212.16%	-19.15%

- (i) Our import operations are exempt from ICMS on import and covered by the ICMS matching credit benefit. Interstate shipments to end consumers of goods sold on the Internet are benefited by the ICMS matching credit. These benefits are considered an investment grant under Supplementary Law No. 160/2017, thus should not be included in the income and social contribution tax base. In compliance with ICPC 22 (IFRIC 23) and assisted by its legal advisors, management analyzed the acceptability of the tax treatment described above and concluded that it is probable that the taxation authorities will accept it.

12 INVESTMENTS

12.1 Breakdown of investments

In the interim individual financial statements, we record our investments using the equity method.

	Parent Company	
	03/31/2023	12/31/2022
Investments in subsidiaries	2,610,015	2,348,168
Goodwill on revaluation surplus of assets	1,290	1,290
Total	2,611,305	2,349,458

12.2 Changes in investments in subsidiaries

Subsidiaries	Balance on 01/01/2023	Capital contribution	Equity pickup	Other comprehensive income	Balance on 03/31/2023
RACC	3,281	-	134	-	3,415
Dromegon	44,210	-	970	(26)	45,154
Camicado	625,779	-	(32,853)	(671)	592,255
Youcom	196,608	5,540	(6,981)	(444)	194,723
LRS	11,667	-	(368)	(241)	11,058
Realize Participações S.A.	739,726	300,000	(1,810)	3,306	1,041,222
LRU	234,406	-	733	165	235,304
LRA	151,924	15,698	(16,856)	(2,387)	148,379
Realize CFI	111,618	-	(183)	(3,280)	108,155
Lojas Renner Trading Uruguay	5,806	-	101	(182)	5,725
Repassa	132,879	7,900	(5,337)	-	135,442
Fundo RX Ventures	10,423	1,257	(425)	-	11,255
RLog	79,829	10,300	(12,206)	-	77,923
Relog	12	-	(7)	-	5
Total	2,348,168	340,695	(75,088)	(3,760)	2,610,015

Subsidiaries	Balance on 01/01/2022	Capital contribution	Business combination (i)	Equity pickup	Other comprehensive income	Dividends	Balance on 12/31/2022
RACC	1,483	-	-	3,274	-	(1,476)	3,281
Dromegon	10,835	29,200	-	5,448	-	(1,273)	44,210
Camicado	644,161	36,500	-	(53,552)	(1,330)	-	625,779
Youcom	171,040	14,590	-	11,483	(505)	-	196,608
LRS	5,393	-	-	7,230	(956)	-	11,667
Realize Participações S.A.	704,733	-	-	49,412	(14,419)	-	739,726
LRU	187,357	-	-	38,060	8,989	-	234,406
LRA	159,520	11,068	-	(29,696)	11,032	-	151,924
Realize CFI	4	100,000	-	(2,805)	14,419	-	111,618
Lojas Renner Trading Uruguay	1,426	4,900	-	(670)	150	-	5,806
Repassa	130,946	30,250	(2,808)	(25,509)	-	-	132,879
Fundo RX Ventures	-	12,305	-	(1,882)	-	-	10,423
RLog	-	110,965	-	(31,136)	-	-	79,829
Relog	-	12	-	-	-	-	12
Total	2,016,898	349,790	(2,808)	(30,343)	17,380	(2,749)	2,348,168

(i) Refers to the update of the PPA (Purchase Price Allocation) report.

13 PROPERTY AND EQUIPMENT AND INTANGIBLE ASSETS

13.1 Reconciliation of net carrying amount of property and equipment

13.1.1 Parent Company

Carrying amount	Balance on 01/01/2023	Additions (i)	Transfers	Provisions / Write-offs (iii)	Deprec.	Balance on 03/31/2023	Accumulated	
							Cost	Deprec.
Land	288	-	-	-	-	288	288	-
Properties	56,809	-	-	-	(206)	56,603	61,898	(5,295)
Furniture and fixtures	212,617	4,231	2,838	1,033	(9,983)	210,736	498,368	(287,632)
Facilities	274,958	4,320	3,267	(3,114)	(7,769)	271,662	600,647	(328,985)
Machinery and equipment	138,029	2,022	3,354	(2,388)	(4,305)	136,712	310,808	(174,096)
Leasehold improvements	741,270	13,450	6,038	(12,218)	(38,114)	710,426	2,047,571	(1,337,145)
Vehicles	977	-	-	(108)	(28)	841	1,509	(668)
Computers	144,513	678	8,811	586	(10,599)	143,989	357,562	(213,573)
Construction in progress (ii)	858,285	15,668	(24,308)	-	-	849,645	849,645	-
Total	2,427,746	40,369	-	(16,209)	(71,004)	2,380,902	4,728,296	(2,347,394)

Carrying amount	Balance on 01/01/2022	Additions (i)	Transfers	Provisions / Write-offs	Deprec.	Balance on 12/31/2022	Accumulated	
							Cost	Deprec.
Land	288	-	-	-	-	288	288	-
Properties	57,634	-	-	-	(825)	56,809	61,898	(5,089)
Furniture and fixtures	201,090	33,074	25,485	(8,154)	(38,878)	212,617	489,854	(277,237)
Facilities	266,916	24,089	15,602	(2,625)	(29,024)	274,958	600,796	(325,838)
Machinery and equipment	132,103	12,328	11,089	(1,073)	(16,418)	138,029	310,081	(172,052)
Leasehold improvements	714,493	74,932	103,060	(1,838)	(149,377)	741,270	2,056,497	(1,315,227)
Vehicles	871	289	-	-	(183)	977	1,813	(836)
Computers	129,472	6,969	48,797	(1,201)	(39,524)	144,513	347,001	(202,488)
Construction in progress (ii)	755,582	308,065	(204,033)	(1,329)	-	858,285	858,285	-
Total	2,258,449	459,746	-	(16,220)	(274,229)	2,427,746	4,726,513	(2,298,767)

13.1.2 Consolidated

Carrying amount	Balance on 01/01/2023	Additions (i)	Transfers	Provisions / Write-offs (iii)	Deprec.	Translation adjustment / monetary adjustment	Balance on 03/31/2023	Accumulated	
								Cost	Deprec.
Land	288	-	-	-	-	-	288	288	-
Properties	65,996	-	-	-	(206)	-	65,790	76,965	(11,175)
Furniture and fixtures	261,502	4,386	3,023	1,657	(12,290)	(185)	258,093	598,198	(340,105)
Facilities	305,250	4,569	14,608	(3,096)	(8,876)	(22)	312,433	674,685	(362,252)
Machinery and equipment	157,361	2,062	3,359	(2,387)	(4,761)	(256)	155,378	337,459	(182,081)
Leasehold improvements	974,276	13,927	17,095	(12,244)	(48,304)	(1,055)	943,695	2,456,309	(1,512,614)
Vehicles	977	-	-	(107)	(29)	-	841	1,520	(679)
Computers	167,612	1,023	12,604	838	(12,298)	(148)	169,631	409,263	(239,632)
Construction in progress (ii)	897,522	15,922	(50,689)	(5)	-	(3)	862,747	862,747	-
Total	2,830,784	41,889	-	(15,344)	(86,764)	(1,669)	2,768,896	5,417,434	(2,648,538)

Carrying amount	Balance on 01/01/2022	Additions (i)	Addition due to acquisition of subsidiary	Transfers	Provisions / Write-offs	Deprec.	Translation adjustment / monetary adjustment	Balance on 12/31/2022	Accumulated	
									Cost	Deprec.
Land	288	-	-	-	-	-	-	288	288	-
Properties	66,821	-	-	-	-	(825)	-	65,996	76,965	(10,969)
Furniture and fixtures	249,754	35,642	10	31,756	(9,672)	(46,903)	915	261,502	589,024	(327,522)
Facilities	298,080	26,427	-	19,110	(5,438)	(33,284)	355	305,250	664,973	(359,723)
Machinery and equipment	151,606	12,801	39	11,336	(1,310)	(18,052)	941	157,361	337,006	(179,645)
Leasehold improvements	952,942	82,796	-	136,092	(16,950)	(189,020)	8,416	974,276	2,459,903	(1,485,627)
Vehicles	872	299	-	-	-	(194)	-	977	1,824	(847)
Computers	150,549	9,095	194	55,664	(2,249)	(45,891)	250	167,612	394,535	(226,923)
Construction in progress (ii)	779,947	372,228	-	(253,958)	(1,342)	-	647	897,522	897,522	-
Total	2,650,859	539,288	243	-	(36,961)	(334,169)	11,524	2,830,784	5,422,040	(2,591,256)

- (i) Of the total acquisitions for 2021, in the Individual and Consolidated statements, R\$132,216 were paid in 2022 and a portion will be paid in 2023. In the year ended December 31, 2022, the amount of R\$ 88,393 was settled and in the first three months of 2023, the amount of R\$ 10,892 was settled. R\$ 32,931 remain to be paid of the total due re 2021.
- (ii) The main natures of the group "Construction in progress" refer to the opening of the Company's stores and distribution centers.
- (iii) In March 2023, R\$ 16,563 – individual and R\$ 32,408 – consolidated were accrued referring to certain store operating assets whose use will be discontinued.

13.2 Reconciliation of net carrying amount of intangible assets

13.2.1 Parent Company

Carrying amount	Balance on					Balance on	Accumulated	
	01/01/2023	Additions	Transfers	Provisions / Write-off (iii)	Amort.	03/31/2023	Cost	Amort.
IT systems	652,174	3,299	116,292	(57)	(34,956)	736,752	1,517,470	(780,718)
Right-of-use properties	20,142	89	-	(656)	(869)	18,706	78,859	(60,153)
Trademarks and patents	7,114	77	-	-	-	7,191	7,274	(83)
Intangible assets in progress	191,349	20,863	(116,292)	-	-	95,920	95,920	-
Total	870,779	24,328	-	(713)	(35,825)	858,569	1,699,523	(840,954)

Carrying amount	Balance on					Balance on	Accumulated	
	01/01/2022	Additions	Transfers	Provisions / Write-offs	Amort.	12/31/2022	Cost	Amort.
IT systems	451,722	5,807	306,430	(63)	(111,722)	652,174	1,397,936	(745,762)
Right-of-use properties	21,934	257	2,132	(8)	(4,173)	20,142	79,926	(59,784)
Trademarks and patents	6,895	219	-	-	-	7,114	7,197	(83)
Intangible assets in progress (i)	175,520	324,647	(308,562)	(256)	-	191,349	191,349	-
Total	656,071	330,930	-	(327)	(115,895)	870,779	1,676,408	(805,629)

13.2.2 Consolidated

Carrying amount	Balance on					Translation adjustment / monetary adjustment	Balance on	Accumulated	
	01/01/2023	Additions	Addition due to acquisition of subsidiary	Transfers	Provisions / Write-offs (iii)	Amort.	03/31/2023	Cost	Amort.
IT systems	1,015,086	5,125	-	145,947	(57)	(48,373)	1,117,467	2,039,279	(921,812)
Right-of-use properties	46,840	102	-	-	(639)	(2,080)	44,059	127,415	(83,356)
Trademarks and patents	102,171	77	-	-	-	(306)	101,942	103,251	(1,309)
Intangible assets in progress (i)	238,817	34,242	-	(145,947)	-	-	127,090	127,090	-
Goodwill (ii)	236,253	-	30	-	-	-	236,283	236,283	-
Total	1,639,167	39,546	30	-	(696)	(50,759)	1,626,841	2,633,318	(1,006,477)

Carrying amount	Balance on 01/01/2022	Addition due to acquisition of subsidiary			Provisions / Write-offs		Translation adjustment/ Monetary restatement	Balance on 12/31/2022	Accumulated Cost Amort.	
		Additions	Transfers	Amort.	Write-offs	Amort.			Cost	Amort.
IT systems	662,357	9,542	82,189	416,893	(76)	(156,476)	657	1,015,086	1,888,672	(873,586)
Right-of-use properties	47,288	1,722	-	6,666	(1,252)	(8,297)	713	46,840	129,672	(82,832)
Trademarks and patents	56,861	220	46,010	-	-	(920)	-	102,171	103,174	(1,003)
Intangible assets in progress (i)	217,171	444,865	-	(423,559)	(256)	-	596	238,817	238,817	-
Goodwill (ii)	223,963	-	12,290	-	-	-	-	236,253	236,253	-
Total	1,207,640	456,349	140,489	-	(1,584)	(165,693)	1,966	1,639,167	2,596,588	(957,421)

- (i) The main natures of the group Intangible assets in progress refer to the development and implementation of Information Technology systems and licensing.
- (ii) The goodwill balance refers to acquisition of subsidiary Uello and to adjustment of the allocated goodwill arising from the updated PPA report for the acquisition of subsidiary Repassa.
- (iii) In March 2023, R\$ R\$ 755 – individual and R\$ 1,677 – consolidated were accrued referring to certain store operating assets whose use will be discontinued.

14 RIGHTS OF USE

CPC 06 (R2)/IFRS 16 requires for all lease contracts within the scope of the standard – unless they are covered by exemption – that lessees recognize the liabilities assumed against the respective right-of-use assets.

14.1 Accounting policy

We elected to use the practical expedient for transition and to not consider initial costs for measurement of right-of-use assets that correspond to initial lease liability amount plus initial direct costs incurred, thus maintaining the initial lease liability amount. Depreciation is calculated on a straight-line basis over the remaining term of the contracts.

14.2 Breakdown of rights of use

Lease with call option (i) USEFUL LIFE: 43 YEARS		Lease (ii) USEFUL LIFE: 2–15 years		Balance on 3/31/2023	Balance on 12/31/2022
24,387		2,159,571		2,183,958	2,278,024
24,387		2,480,599		2,504,986	2,609,505
Parent Company		Consolidated			

(i) Headquarter building.

(ii) Lease of commercial spaces, distribution centers and other administrative offices.

14.3 Changes in rights of use

	Parent Company	Consolidated
Balance on January 1, 2022	2,080,926	2,434,188
(+/-) Remeasurement / New and ended contracts	657,560	689,077
(-) Depreciation – rental	(460,462)	(541,163)
(+/-) Translation adjustment/ Monetary adjustment	-	27,403
Balance on December 31, 2022	2,278,024	2,609,505
(+/-) Remeasurement / New and ended contracts	15,679	19,572
(-) Depreciation – rental	(109,745)	(131,158)
(+/-) Translation adjustment/ Monetary adjustment	-	7,067
Balance on March 31, 2023	2,183,958	2,504,986

15 IMPAIRMENT TEST

15.1 Impairment testing of goodwill and brand

To determine the recoverable amount of Camicado, Repassa and Uello, it was used cash flow projections, before income and social contribution taxes, based on financial budgets approved by management for a 10-year period considering the following assumptions:

Assumptions used	Camicado	Repassa	UELLO
Goodwill and brand	R\$ 144,741 (R\$ 144,741 in 2022)	R\$ 125,690 (R\$ 125,690 in 2022)	R\$ 15,098 (R\$ 15,098 in 2022)
Revenues	Projected from 2023 to 2032, considering the historical growth in sales, and an increase in sales through the plan of opening new stores and digital initiatives.	Projected from 2023 to 2032 considering the growth of digital initiatives and greater synergy with the Parent Company.	Projected from 2023 to 2032 considering the growth of digital initiatives and greater synergy with the Parent Company.
Costs and expenses	Projected for the same year of revenues according to the store dynamics, seeking synergy with the Parent Company.	Projected for the same year of revenues according to business growth, seeking synergy with the Parent Company.	Projected for the same year of revenues according to business growth, seeking synergy with the Parent Company.
Discount rate	13.3% p.a. (13.3% p.a. in 2022)	15.0% p.a. (15.0% p.a. in 2022)	15.0% p.a. (15.0% p.a. in 2022)
Perpetuity growth rate	6.5% p.a.	4.5% p.a.	5% p.a.

On March 31, 2023, we concluded that there are no factors indicating losses due to impairment for indefinite-lived assets, given that the recoverable amount exceeded the carrying amount.

16 BORROWINGS, LOANS AND DEBENTURES

16.1 Accounting policy

Borrowings, loans and debentures are initially recognized at fair value upon receipt and are subsequently measured at amortized cost as provided for by contract (plus charges, interest calculated at effective rate, inflation and currency fluctuation adjustments, and amortization charges incurred up to the reporting dates).

The balance of working capital borrowings (Law No. 4131 of the Central Bank of Brazil) is measured at fair value, which reflects current market expectations of future amounts, using the discounted cash flow valuation technique (conversion of future cash flows into one single amount).

16.2 Breakdown of borrowings, loans and debentures

Description	Charges (p.a.)	Issue date	Contract value	Maturity	Parent Company		Consolidated	
					03/31/2023	12/31/2022	03/31/2023	12/31/2022
In domestic currency								
Debentures – 12 th issue – single series (i)	CDI + 1.60%	02/18/2021	1,000,000	02/18/2025	1,015,529	1,054,513	1,015,529	1,054,513
Debentures – structuring costs	-	-	-	-	(1,334)	(1,570)	(1,334)	(1,570)
Working capital – CCB	3.80%	06/04/202	20	06/04/2023	-	-	12	20
In foreign currency								
Working capital – under Law No. 4,131 (ii)	€ + 1.05%	10/14/2021	€ 9,390	10/16/2023	-	-	51,001	51,894
Working capital – under Law No. 4,131 (ii)	€ + 2.75%	07/27/2022	€ 9,041	07/15/2024	-	-	48,906	50,444
(+/-) Swap – working capital (ii)	CDI + 1.5%	10/14/2021	60,000	10/16/2023	-	-	13,341	10,387
(+/-) Swap – working capital (ii)	109.57% of CDI	07/27/2022	50,000	07/15/2024	-	-	2,989	3,455
Total					1,014,195	1,052,943	1,130,444	1,169,143
Current liabilities					514,627	53,571	585,450	122,824
Noncurrent liabilities					499,568	999,372	544,994	1,046,319
Total					1,014,195	1,052,943	1,130,444	1,169,143

- (i) **Debentures:** these refer to 12th issue in a single series through of an agreement for placement with restricted efforts of unsecured nonconvertible debentures, subject to payment of semi-annual interest and amortization of principal in the 3rd and 4th year, according to their respective maturities.
- (ii) **Working Capital – under Law No. 4131:** refer to borrowings entered into with Banco Itaú S.A. and hedged by swap, having the Parent Company as guarantor (Note 26.1).

16.3 Changes in borrowings, loans and debentures

	Parent Company	Consolidated
Balance on January 1, 2022	2,602,181	2,664,479
(+) Net borrowings – structuring costs	-	50,000
(-) Amortization and swap adjustment received	(1,550,000)	(1,556,759)
(-) Payment of interest	(304,075)	(304,601)
(+) Interest expenses and structuring costs (i)	304,837	304,837
(+/-) Changes in fair value (i)	-	11,187
Balance on December 31, 2022	1,052,943	1,169,143
(-) Amortization and swap adjustment received	-	(2,980)
(-) Payment of interest	(75,788)	(76,502)
(+) Interest expenses and structuring costs (i)	37,040	37,040
(+/-) Changes in fair value (i)	-	3,743
Balance on March 31, 2023	1,014,195	1,130,444
(i) Non-cash changes		

The covenants and settlement schedule in accordance with the contractual cash flow (principal plus estimated future interest) are shown in Note 5.2.

16.4 Guarantees

The Parent Company is a jointly guarantor and liable for all main and accessory obligations, deriving from working capital transactions under Law No. 4,131 and Bank Credit Notes (Note 26.1).

17 LOANS – FINANCIAL SERVICE OPERATIONS AND GUARANTEES**17.1 Loans - financial service operations**

Loans	Charges (p.a.)	Issue date	Contract value	Maturity	Consolidated	
					03/31/2023	12/31/2022
In domestic currency						
Interbank Deposit Certificates (i)	116.0% of CDI	06/22/2021	200,000	06/12/2023	246,442	237,512
Interbank Deposit Certificates (i)	112.7% of CDI	02/09/2022	53,000	02/09/2024	61,966	59,784
Interbank Deposit Certificates (i)	115.1% to 115.3% of CDI	10/13/2022	300,000	10/02/2024	321,243	309,684
Interbank Deposit Certificates (i)	113.4% of CDI	07/14/2022	100,000	06/30/2025	110,887	106,957
Interbank Deposit Certificates (i)	114.3% of CDI	07/18/2022	150,000	07/02/2025	166,280	160,342
Bank Deposit Certificates (ii)	118.3% of CDI	04/2021-03/2023	306,209	04/2023 - 03/2024	336,715	343,839
Bank Deposit Certificates (ii)	116.7% of CDI	03/2022-03/2023	16,003	04/2024 - 04/2025	17,342	18,114
Total					1,260,875	1,236,232
Current liabilities					645,123	581,351
Noncurrent liabilities					615,752	654,881
Total					1,260,875	1,236,232

- (i) **Interbank Deposit Certificates (CDI):** these refer to short and long-term amounts taken out from Banco Safra, Itaú, Bradesco and Votorantim, aimed at financing Company operations and the normal course of business.
- (ii) **Bank Deposit Certificates (CDB):** these refer to short and long-term issues from XP Investimentos, Nu Invest, Genial Investimentos and Órama Investimentos aimed at financing operations and the ordinary course of business.

On March 31, 2023 and December 31, 2022, the aforementioned outstanding funds refer to indirect subsidiary Realize CFI.

17.2 Changes in loans - financial service operations

	Consolidated
Balance on January 1, 2022	802,623
(+) Funds raised	1,276,256
(-) Amortization	(893,014)
(-) Payment of interest	(86,718)
(+) Interest expense (i)	137,085
Balance on December 31, 2022	1,236,232
(+) Funds raised	32,479
(-) Amortization	(43,636)
(-) Payment of interest	(10,113)
(+) Interest expense (i)	45,913
Balance on March 31, 2023	1,260,875
(i) Non-cash changes	

18 LEASES PAYABLE

18.1 Accounting policy

Of the contracts that were within the scope of *CPC 06 (R2)*/IFRS 16, only the minimum fixed rent amounts were considered to be a lease component for liability valuation purposes. Measurement of lease liabilities corresponds to total future fixed rent payments (gross of taxes), discounted at an incremental interest rate. The nominal discount rate corresponds to reference market rates plus risk spread for funding at amounts that represent total investments for opening new stores.

18.2 Breakdown of leases payable

	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Rentals subject to purchase option (i)	44,076	43,427	44,076	43,427
Rentals	2,423,519	2,519,855	2,758,282	2,866,483
Total	2,467,595	2,563,282	2,802,358	2,909,910
Current liabilities	625,521	621,502	722,791	719,829
Noncurrent liabilities	1,842,074	1,941,780	2,079,567	2,190,081
Total	2,467,595	2,563,282	2,802,358	2,909,910

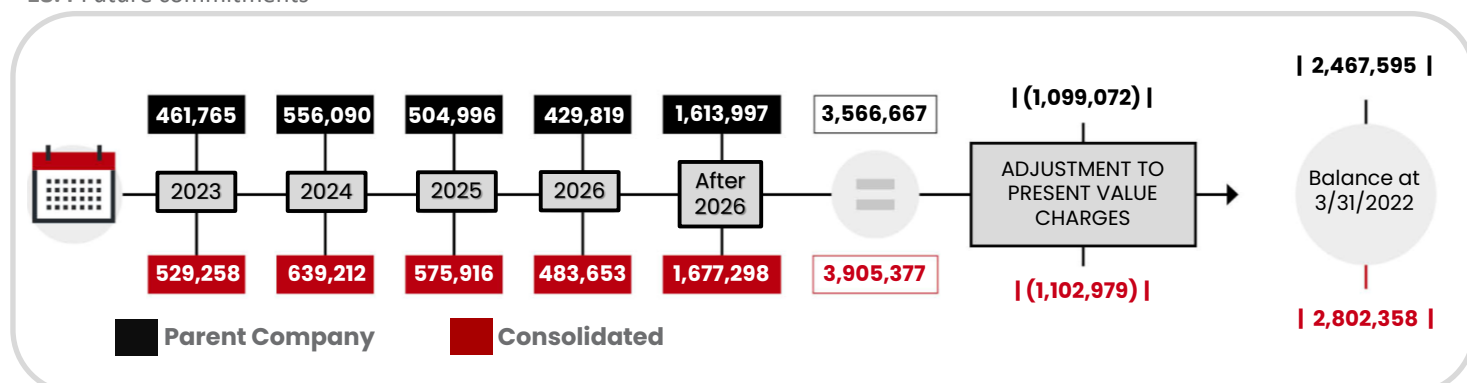
- (i) The discount rate for rentals subject to a purchase option is in compliance with the rental agreement referring to the administrative office building, entered into in July 2012 and restated based on the cumulative annual fluctuation of Brazil's National Consumer Price Index (*INPC*).

18.3 Changes in leases payable

	Parent Company	Consolidated
Balance on January 1, 2022	2,287,231	2,661,036
(+/-) Remeasurement / New and terminated agreements	657,560	689,077
(+) Charges	221,993	247,257
(-) Consideration (i)	(603,502)	(712,289)
(+) Translation adjustments	-	7,184
(+) Foreign exchange differences	-	17,645
Balance on December 31, 2022	2,563,282	2,909,910
(+/-) Remeasurement / New and terminated agreements	15,679	19,572
(+) Charges	53,955	62,229
(-) Consideration	(165,321)	(193,616)
(+) Translation adjustments	-	(14,363)
(+) Foreign exchange differences	-	18,626
Balance on March 31, 2023	2,467,595	2,802,358

- (i) In May 2020, IASB approved an amendment to IFRS 16, which grants lessees benefits in profit or loss in the period affected by the Covid-19 pandemic, not treating them as a lease modification. On July 7, 2020, CVM published Resolution No. 859/2020, which approves the revision of *CPC 06 (R2)*/IFRS 16 that came into effect on January 1, 2020. The Company chose the practical expedient and recognized consideration discounts in profit or loss from January to June 30, 2022, in the amounts of R\$ 10,622 - Parent Company and R\$ 13,850 - Consolidated (Notes 34.1 and 34.2).

18.4 Future commitments



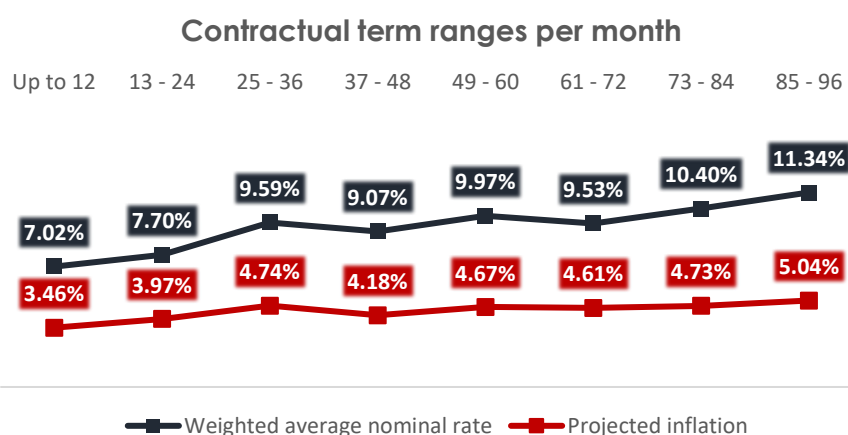
18.4.1 Additional information

In order to comply with Memorandum Circular CVM SNC/SEP No. 02/2019 issued by the Brazilian Securities and Exchange Commission (CVM), the Company disclosed the minimum inputs for projecting the nominal rate and nominal cash flow model recommended by the CVM.

The nominal discount rate corresponds to future market quotations obtained at B3 S.A. - Brasil, Bolsa, Balcão - reference in DI vs. Pre + risk spread for funding at amounts that represent total investments for the opening of new stores.

Projected inflation quotations use the same discount rate criterion and are stated for cash flow calculation purposes, as shown in this graph.

The payment flow in accordance with the weighted average term, which corresponds to the respective rates presented in the graph beside, is as follows:



Weighted average period (months) (i)	Consolidated					
	Contractual flow	2023	2024	2025	2026	2027 onwards
Up to 12	47,449	19,873	18,813	8,410	353	-
13-24	32,344	12,737	9,155	8,119	2,240	93
25-36	631,192	171,548	172,328	132,291	101,056	53,969
37-48	289,440	67,973	91,546	79,718	33,074	17,129
49-60	867,184	105,586	143,683	143,683	143,475	330,757
61-72	915,991	94,732	127,871	127,873	127,632	437,883
73-84	84,202	5,795	7,728	7,727	7,728	55,224
85-96	816,258	46,840	62,453	62,453	62,453	582,059
>97 months (ii)	221,277	4,174	5,635	5,642	5,642	200,184
Total	3,905,337	529,258	639,212	575,916	483,653	1,677,298

(i) We calculated the weighted average term for the purpose of rate quotation, as the contracts have monthly amortization charges, reducing the average term of the operation and the risk to the creditor.

(ii) Future lease contract flow with purchase option at a discount rate of 8.81% p.a. implicit in the contract entered into in July 2012 relating to the headquarter.

On March 31, 2023, the potential PIS and COFINS credits on the gross contractual flow is R\$ 361,244 which, adjusted to present value using the weighted average term, amounts to R\$ 236,404.

19 SUPPLIERS

19.1 Breakdown

	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Suppliers (i)	1,202,813	1,442,332	1,312,095	1,607,541
Trade suppliers	906,618	1,017,653	949,602	1,085,941
Domestic	705,446	847,738	717,897	885,498
Foreign	201,172	169,915	231,705	200,443
Suppliers – use and consumption	296,195	424,679	362,493	521,600
Domestic	283,073	413,347	333,823	479,846
Foreign	13,122	11,332	28,670	41,754
Adjustment to present value (ii)	(15,610)	(15,996)	(16,637)	(17,528)
Rentals payable	30,514	38,952	37,043	51,373
Rentals payable – Related parties	391	918	-	-
Total	1,218,108	1,466,206	1,332,501	1,641,386
Current liabilities	1,209,897	1,449,107	1,324,093	1,624,082
Noncurrent liabilities	8,211	17,099	8,408	17,304
Total	1,218,108	1,466,206	1,332,501	1,641,386

- (i) In order to meet the cash needs of suppliers, we prepaid obligations using own cash. On March 31, 2023, these transactions totaled R\$ 156,298 (R\$ 250,599 on December 31, 2022) and, since the discounts obtained are related to the supply of goods, they were recorded as a reduction in cost of sales according to the inventory turnover;
- (ii) The discount rate was adjusted to 1.60% p.m. (1.54% p.m. on December 31, 2022).

20 OBLIGATIONS – FORFAIT

20.1 Accounting policy

These transactions are an alternative to support the Company's trade suppliers, are not conducted on an aggregate basis, and stem from the suppliers' cash management decisions, without any finance charges or additional guarantees for the Company, thus preserving the normal business characteristics, in terms of both price and average term, and therefore preserving the essence of the transaction. Referred to transactions are also brought to present value.

	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Forfait	24,879	69,775	29,385	79,721
Forfait – related parties	-	2,115	-	-
Adjustment to present value (i)	(409)	(822)	(505)	(873)
Total	24,470	71,068	28,880	78,848

- (i) The discount rate was adjusted to 1.60% p.m. (1.54% p.m. on December 31, 2022).

In these transactions, when suppliers receive in advance, they transfer the right to receive notes to a financial institution, maintaining the original terms of the transaction, which was conducted under business conditions similar to those applied to suppliers that did not enter into this type of transaction. Part of the balance of the Company's forfait transactions is matched against advances to suppliers, as these are backed by purchase orders not yet delivered, totaling R\$ 1,090 – parent company (R\$ 10,962 on December 31, 2022) and R\$ 1,090 – consolidated (R\$ 11,516 on December 31, 2022), as shown in the breakdown of inventories (Note 8.1) In addition, Company management also considered the guidance of Memorandum Circular CVM SMC/SEP No. 01/21, observing the qualitative aspects of this matter, and concluded that the amounts do not change its capital structure nor compromise the Company's financial leverage.

21 TAX OBLIGATIONS

	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Income and social contribution taxes	-	57,822	9,247	147,617
ICMS payable	71,208	237,686	80,968	261,747
PIS and COFINS	2,102	92,030	12,982	109,970
Taxes payable - Foreign subsidiaries	-	-	5,028	9,122
Other taxes	15,725	26,938	23,951	38,435
Total	89,035	414,476	132,176	566,891

22 SOCIAL AND LABOR OBLIGATIONS

	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Salaries payable	52,319	57,582	60,963	69,128
Employee profit sharing	16,692	14,735	23,225	21,650
Provision for vacation pay, 13 th monthly salary and bonuses	104,700	95,028	128,845	117,500
Social charges	81,006	82,364	93,888	96,784
Total	254,717	249,709	306,921	305,062

23 PROVISION FOR TAX, CIVIL AND LABOR CONTINGENCIES, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**23.1** Balances and changes in the provisions for tax, civil and labor contingencies

	Parent Company				Total
	Civil	Labor	Tax (i)	Judicial deposits	
Balance on December 31, 2022	12,717	62,922	36,435	(5,742)	106,332
Provisions/reversals	(1,741)	3,770	586	-	2,615
Restatement	-	-	(193)	-	(193)
Balance on March 31, 2023	10,976	66,692	36,828	(5,742)	108,754
Current liabilities	9,846	60,349	-	-	70,195
Noncurrent liabilities	1,130	6,343	36,828	(5,742)	38,559
Total	10,976	66,692	36,828	(5,742)	108,754

	Consolidated				Total
	Civil	Labor	Tax (i)	Judicial deposits	
Balance on December 31, 2022	33,649	66,353	44,806	(10,484)	134,324
Provisions/reversals	(3,263)	4,166	791	-	1,694
Restatement	-	-	(407)	-	(407)
Balance on March 31, 2023	30,386	70,519	45,190	(10,484)	135,611
Current liabilities	29,254	64,129	-	-	93,383
Noncurrent liabilities	1,132	6,390	45,190	(10,484)	42,228
Total	30,386	70,519	45,190	(10,484)	135,611

(i) Most significant tax provisions refer to:

- * IPI – resale, allegedly paid without complying with the minimum taxable amount;
- * PIS/COFINS – disallowance of credits referring to input-related expenses;
- * Disallowance of ICMS credit right in acquisitions from suppliers considered disreputable;
- * Disallowance of ICMS credit right on energy, acquisitions of goods, rate difference, among others;
- * Increase in SAT (Occupational Accident Insurance) rate and establishment of FAP (Accident Prevention Factor);
- * Disallowance of expense with payment of interest on equity of prior years; and
- * Requirement of Social Contribution Tax/Withholding Income Tax (INSS/IRRF) on non-salary portions.

23.2 Contingent tax liabilities

According to the Company's legal advisors, contingent liabilities (possible losses) plus interest and monetary adjustment are as follows:

Nature	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
IPI – resale, allegedly paid without complying with the Minimum Taxable Amount	247,526	242,701	247,526	242,701
ICMS – allocation of credits from suppliers considered disreputable	181,117	178,558	182,775	180,195
PIS/COFINS – disallowance of credits referring to input-related expenses	185,061	180,215	203,326	198,070
Withholding Income Tax (IRPF) on portions considered a compensation by the taxation authority	99,183	96,636	99,183	96,636
Social Contribution Tax (INSS) / fine for failure to withhold IRRF on portions considered a compensation by the taxation authority	42,206	41,507	42,206	41,507
IRPJ/CSLL – IOE calculated based on equity of previous years	31,411	30,885	31,411	30,885
ICMS – non-reversal of credit on inventory breakage (inventory differences)	26,502	26,050	28,692	28,189
IRPJ – offsetting relating to deduction of losses on credits received under Revenue Procedure IN RFB No. 1700/17, art. 71	-	-	28,260	27,616
ICMS – disallowance of credits acquired from third parties	22,759	22,445	22,759	22,445
ICMS – alleged error arising from centralization of debit balances of branches	-	-	11,332	21,298
Other contingent liabilities	99,340	95,001	110,719	105,953
Total	935,105	913,998	1,008,189	995,495

23.3 Contingent civil liabilities

These liabilities refer to massified civil lawsuits of a consumer nature, whose amounts frequently do not reflect the contingency amount. Therefore, in recognizing the provision, the Company considers the history of obligations effectively settled, i.e. the information that best reflects the exposure to a risk of this nature, in the Individual and Consolidated financial statements.

Of the lawsuits classified as possible loss, the exception to those mass lawsuits are the following:

	03/31/2023	12/31/2022
Fine due to alleged contract termination	13,573	13,414
Enforcement of fines under lease contracts	10,109	9,709
Collection by a former supplier of amounts relating to contract termination	3,852	3,739
Indemnity to a former supplier relating to contract termination	3,426	3,313
Collection of property tax amounts referring to store rental	4,836	-
Total	35,796	30,175

23.4 PIS and COFINS tax credits on inputs

In compliance with Memorandum Circular CVM/SNC/SEP No. 01/2021, and based on the Brazilian High Court of Justice (STJ) decision on Appeal to the High Court REsp 1.221.170/PR, which defined the concept of input for PIS and COFINS credit calculation purposes, taking into consideration the criteria relating to the essential nature or significance of the expense for the development of the taxpayer's economic activity, the Company allocated PIS and COFINS credits relating to expenses considered essential or significant for its activity, as of March 31, 2023, amounting to R\$ 3,229 (R\$ 4,113 on March 31, 2022). Given the opinion of the Company legal advisors, in the sense that the likelihood of an outflow of funds due to those credits is possible or remote, no provision was recognized, in accordance with CPC 25/IAS 37.

24 FINANCIAL INSTRUMENTS

24.1 Accounting policy

Financial instruments are recognized at fair value through other comprehensive income, except swaps and financial hedge related to the payment flow of goods recorded in the period. The fair values of derivative financial instruments are determined based on the macro-economic scenario indicators. The method for recognizing the resulting gain or loss depends on whether or not the derivative is designated as a hedging instrument. If so, the method depends on the nature of the item that is being hedged. The Company adopts hedge accounting and designates non-deliverable forwards (NDF) as cash flow hedge. At the inception of each transaction, the relationship between the hedging instruments and the hedged items, the risk management objectives, the strategy for hedging transactions, and the Company's assessment, at hedge inception and on a continuing basis, of the economic relationship between the instrument and hedged item are documented.

24.1.1 Cash flow hedge

The purpose of cash flow hedge is to hedge against the risk of foreign exchange differences on import orders not yet paid. The effective portion of the change in fair value of derivatives designated and classified as cash flow hedge, and not settled, is recognized in equity as Equity adjustments in other comprehensive income. This portion is realized when the risk hedged by the derivative instrument is eliminated. After settlement of financial instruments, gains and losses previously deferred in equity are transferred from equity and included in the initial measurement of the asset's cost.

As regards the financial hedge not designated for hedge accounting and related to customs cleared goods and import of property and equipment, the Company accounts for the respective gains or losses in finance income or costs.

24.1.2 Swap

In swap transactions not designed for hedge accounting, gains or losses are recognized in finance income or costs.

24.2 Financial instruments by category

24.2.1 Parent Company

	Amortized cost	Fair value	FVTOCI (i)	Total
Financial assets				
Cash and cash equivalents	-	2,018,756	-	2,018,756
Interest-earning bank deposits	-	240,838	-	240,838
Trade accounts receivable	1,539,111	-	-	1,539,111
Derivative financial instruments (hedge)	-	-	160	160
Financial liabilities				
Derivative financial instruments (hedge)	-	(4,052)	(19,275)	(23,327)
Borrowings, loans and debentures	(1,014,195)	-	-	(1,014,195)
Leases payable	(2,467,595)	-	-	(2,467,595)
Suppliers	(1,218,108)	-	-	(1,218,108)
Obligations – forfeit	(24,470)	-	-	(24,470)
Obligations with credit card administrators	(20,801)	-	-	(20,801)
Balance on March 31, 2023	(3,206,058)	2,255,542	(19,115)	(969,631)

	Amortized cost	Fair value	FVTOCI (i)	Total
Financial assets				
Cash and cash equivalents	-	2,640,732	-	2,640,732
Interest-earning bank deposits	-	233,451	-	233,451
Trade accounts receivable	2,478,355	-	-	2,478,355
Derivative financial instruments (hedge)	-	1,206	6,255	7,461
Financial liabilities				
Derivative financial instruments (hedge)	-	(2,016)	(4,743)	(6,759)
Borrowings, loans and debentures	(1,052,943)	-	-	(1,052,943)
Leases payable	(2,563,282)	-	-	(2,563,282)
Suppliers	(1,466,206)	-	-	(1,466,206)
Obligations – forfeit	(71,068)	-	-	(71,068)
Obligations with credit card administrators	(28,001)	-	-	(28,001)
Balance on December 31, 2022	(2,703,145)	2,873,373	1,512	171,740

24.2.2 Consolidated

	Amortized cost	Fair value	FVTOCI (i)	Total
Financial assets				
Cash and cash equivalents	-	2,209,804	-	2,209,804
Interest-earning bank deposits	-	553,724	-	553,724
Trade accounts receivable	5,790,083	-	-	5,790,083
Derivative financial instruments (hedge)	-	-	164	164
Financial liabilities				
Derivative financial instruments (hedge)	-	(4,075)	(20,406)	(24,481)
Borrowings, loans and debentures	(1,014,207)	(116,237)	-	(1,130,444)
Loans – financial service operations	(1,260,875)	-	-	(1,260,875)
Leases payable	(2,802,358)	-	-	(2,802,358)
Suppliers	(1,332,501)	-	-	(1,332,501)
Obligations – forfeit	(28,880)	-	-	(28,880)
Obligations with credit card administrators	(2,354,825)	-	-	(2,354,825)
Balance on March 31, 2023	(3,003,563)	2,643,216	(20,242)	(380,589)

	Amortized cost	Fair value	FVTOCI (i)	Total
Financial assets				
Cash and cash equivalents	-	2,848,351	-	2,848,351
Interest-earning bank deposits	-	655,131	-	655,131
Trade accounts receivable	6,524,832	-	-	6,524,832
Derivative financial instruments (hedge)	-	1,206	8,204	9,410
Financial liabilities				
Derivative financial instruments (hedge)	-	(2,016)	(6,940)	(8,956)
Borrowings, loans and debentures	(1,052,963)	(116,180)	-	(1,169,143)
Loans – financial service operations	(1,236,232)	-	-	(1,236,232)
Leases payable	(2,909,910)	-	-	(2,909,910)
Suppliers	(1,641,386)	-	-	(1,641,386)
Obligations – forfeit	(78,848)	-	-	(78,848)
Obligations with credit card administrators	(2,464,968)	-	-	(2,464,968)
Balance on December 31, 2022	(2,859,475)	3,386,492	1,264	528,281

(i) Fair value through other comprehensive income, pursuant to CPC 48/IFRS 9 classification.

24.3 Fair value measurement and hierarchy

The discounted cash flow method is used to measure the fair value of financial assets and liabilities, whose assumption is the present value of cash flows estimated based on future market quotations. For financial assets and liabilities whose book balances are reasonably close to fair value, fair values are not determined as established in *CPC 40/ IFRS 7*.

The Company measures the fair value of borrowings, debentures and loans – financial service operations – for disclosure purposes, as follows:

24.3.1 Parent Company

Financial liabilities	03/31/2023		12/31/2022	
	Fair value	Book balance	Fair value	Book balance
Debentures	(1,035,499)	(1,014,195)	(1,056,274)	(1,052,943)
Total	(1,035,499)	(1,014,195)	(1,056,274)	(1,052,943)

24.3.2 Consolidated

Financial liabilities	03/31/2023		12/31/2022	
	Fair value	Book balance	Fair value	Book balance
Debentures	(1,035,499)	(1,014,195)	(1,056,274)	(1,052,943)
Working capital – Bank Credit Note (CCB)	-	(12)	-	(20)
Loans – financial service operations	(1,255,629)	(1,260,875)	(1,243,129)	(1,236,232)
Total	(2,291,128)	(2,275,082)	(2,299,403)	(2,289,195)

The Company's financial assets and liabilities are classified under Level 2 of the fair value hierarchy, since they are calculated based on inputs that are observable for assets or liabilities, either directly or indirectly, except for quoted (unadjusted) prices in active markets for identical assets or liabilities to which the Company may have access at the measurement date.

24.4 Derivative financial instruments

Management of these instruments is based on operating strategies, aimed at liquidity, profitability and security. US dollar Non-Deliverable Forwards (NDF) are used as a hedging instrument for exposures to the foreign currency volatility, and the Company does not make investments in derivatives or any other risk financial instruments for speculation purposes. Derivatives are broken down as follows:

Description of derivatives	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Designated for hedge accounting				
NDF (import orders)	(19,115)	1,512	(20,242)	2,074
Not designated for hedge accounting				
NDF (payment flow)	(4,052)	(810)	(4,075)	(810)
Exchange rate swap	-	-	(16,330)	(13,842)
Total	(23,167)	702	(40,647)	(12,578)

Summary	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Current assets	160	7,461	164	8,204
Current liabilities	(23,327)	(6,759)	(24,481)	(6,940)
Exchange rate swap	-	-	(16,330)	(13,842)
Total	(23,167)	702	(40,647)	(12,578)

24.4.1 Derivatives designated for hedge accounting

24.4.1.1 NDF (Non-Deliverable Forward)

Hedging instrument				Hedged item	
Maturity dates	Currency	Notional amount	Fair value - R\$ (i)	Transaction	Estimated maturity
From 05/2023 to 10/2023	USD	117,132	(19,115)	Goods import order	From 05/2023 to 10/2023
Total - Parent Company			(19,115)		
From 04/2023 to 10/2023	USD	7,683	(1,127)	Goods import order	From 04/2023 to 10/2023
Total - Consolidated	USD	124,815	(20,242)		

(i) The methodology for measuring the fair value of NDFs is the cash flow discount model with B3's projections.

In the period, NDF transactions used to hedge the cash flow risk of import orders were effective and complied with the levels established by CPC 48/IFRS 9.

24.4.1.2 Cash flow

The cash flows related to import orders of goods for resale are initially recorded in inventories and subsequently throughout the operation, in profit or loss as cost of goods sold.

Cash flow from the import orders of future operations exposed to foreign currency hedged by derivatives is as follows:

Expected dollar rate for the next disclosure: R\$ 5.1576

	Within 3 months	4-6 months	Total
Resale goods import orders - R\$	474,422	169,324	643,746
Notional amount - USD	91,985	32,830	124,815

24.4.2 Derivatives not designated for hedge accounting

24.4.2.1 NDF (Non-Deliverable Forward)

Hedging instrument				Financial hedge	
Maturity dates	Currency	Notional amount	Fair value - R\$	Transaction	Estimated maturity
04/2023	EUR	3,382	(157)	Payment flow	04/2023
From 04/2023 to 05/2023	USD	12,858	(3,895)	Payment flow	From 04/2023 to 05/2023
Total - Parent Company		16,240	(4,052)		
04/2023	EUR	79	(23)	Payment flow	04/2023
Total - Consolidated		16,319	(4,075)		

24.4.2.2 Cash flow

The expected cash flows relating to non-designated financial hedge and exposed to foreign currency hedged by derivatives, corresponding to the payment flow of property and equipment items recognized, are as follows:

Expected Euro rate for the next disclosure: R\$ 5.6298

Expected dollar rate for the next disclosure: R\$ 5.1576

	Within 3 months	Total
Import of property and equipment - R\$	19,040	19,040
Notional amount - EUR	3,382	3,382

	Within 3 months	Total
Resale goods import orders - R\$	66,724	66,724
Notional amount - USD	12,937	12,937

24.4.2.3 Swaps

Instrument	Maturity	Short position	Long position	Notional amount	Amount receivable (payable)	
					03/31/2023	12/31/2022
Exchange rate swap						
Working capital – Law No. 4131	10/2023	€ + 1.05%	CDI + 1.15%	€ 9,390	(13,341)	(10,387)
Working capital – Law No. 4131	07/2024	€ + 2.75%	109.57% of CDI	€ 9,041	(2,989)	(3,455)
Total – Consolidated					(16,330)	(13,842)

(*) Changes in swap are described in Note 16.3 – Changes in Borrowings, loans and debentures..

24.5 Credit risk

Rating – National Scale	Consolidated	
	03/31/2023	12/31/2022
brAAA	164	8,204
Total – Derivative financial instrument (assets)	164	8,204

The chart beside presents credit risk of derivative financial assets according to the main risk agencies.

25 OTHER OBLIGATIONS

	Parent Company		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Revenues received in advance (i)	17,177	18,609	19,196	42,885
Obligations with customers (ii)	32,408	41,562	101,983	111,669
Obligations related to transactions w/ insurance (iii)	-	-	13,018	12,597
Transfer of financial products operation – related parties (iv)	2,570	4,577	-	-
Acquisition of ICMS credits (v)	73,763	66,124	73,763	66,124
Marketplace partners (vi)	20,095	13,643	29,853	27,711
Suppliers' agreements (vii)	53,319	61,288	53,319	61,288
Obligations with investment (viii)	25,840	25,299	52,404	51,275
Other obligations (ix)	7,884	7,488	11,397	9,540
Total	233,056	238,590	354,933	383,089
Current liabilities	182,898	180,903	286,003	288,739
Noncurrent liabilities	50,158	57,687	68,930	94,350
Total	233,056	238,590	354,933	383,089

- (i) Advance of payroll agreements from financial institution, insurance exclusivity premiums with the insurance company and Co-branded card ("Meu Cartão") incentive premium.
- (ii) Balances on behalf of customers (credits that may be used as payment for purchases in the Company), goods bought from bridal registries, but not yet delivered, and credit balances in Realize CFI's credit cards.
- (iii) Advances related to insurance premiums paid by customers to be transferred to the insurance company.
- (iv) Transfers referring mostly to Renner card operations with Realize CFI.
- (v) Balances payable corresponding to the acquisition of ICMS credits.
- (vi) Transfers to sales people for 'Marketplace in' services.
- (vii) Balances of agreements with suppliers referring to transfers to the Brazilian Development Bank (BNDES).
- (viii) Balance restated referring to acquisition – business combination of subsidiaries Repassa and Uello.
- (ix) Balances payable corresponding to royalties, payroll advance loans, among others.

26 TRANSACTIONS WITH RELATED PARTIES

The main financial, commercial and operational transactions between the Parent Company and the subsidiaries are presented below:

26.1 Parent Company's context

- **Lease contracts:** in August 2018, lease contracts were updated through of an addendum with subsidiary Dromegon referring to the buildings of the stores located in downtown Porto Alegre, Santa Maria and Pelotas, effective for ten years, which may be renewed. Amounts were set between 4% and 4.29% on gross monthly sales of stores.
- **Personal loan service agreement:** We offer to Renner's customers financial services through our indirect subsidiary Realize CFI and we participate in the transaction through our operating infrastructure, providing correspondent banking and collection services.
- **PIX operations:** We offer to Renner and Camicado customers the option to pay using the PIX system (an instant payment platform created by the Central Bank of Brazil) through our indirect subsidiary Realize CFI, which intermediates this transaction.
- **Renner Credit Card Operations (Private Label and Meu Cartão) – Realize:** We offer to Renner's customers credit card (Private Label) and Meu Cartão through indirect subsidiary Realize CFI.
- **Sharing of costs and corporate expenses:** there are agreements for the sharing of back-office and corporate structures between Lojas Renner and the subsidiaries, which streamlines the corporate structure. For foreign subsidiaries, the sharing of expenses is charged by the Parent Company in the form of service exports.
- **Import intermediation:** We carry out commercial transactions with our subsidiary LRS, which operates as an import intermediary, in line with the strategy of approximating and developing the international supplier base. Revenue from intermediation commission was recognized at a price compatible with market conditions.
- **Export and import of goods:** The Parent Company conducts commercial transactions with subsidiaries LRU and LRA relating to the export of goods for the inventories of retail operations in those countries, and imports goods from LRU Trading, at prices that consider the market conditions.
- **Marketplace with Camicado e Youcom:** the Parent Company performs marketplace services for subsidiaries Camicado and Youcom, under the business standards applied to other sellers with which it has entered into arrangements to expand the mix of its digital channels.
- **Guarantees:** the Parent Company is the guarantor and is jointly liable for certain financial transactions of its subsidiaries:

	03/31/2023	12/31/2022
Camicado		
Loans in foreign currency – Law No. 4,131	99,907	102,338
Total	99,907	102,338

26.2 Consolidated context

26.2.1 Business synergy

One of the main synergy drivers in direct subsidiaries Camicado and Youcom is the acceptance of Renner Card and Co-branded card ("Meu Cartão").

26.2.2 Agreements or other significant obligations between the Company and its management members

According to Chapter IV, article 13 of the Company's Bylaws, the Company management is incumbent upon the Board of Directors and the Executive Board, and management members are described in for a term of office drafted in a book, signed by the invested management member, not requiring any guarantee of management, and conditioned on the prior signature of the Statement of Compliance of Management Members regarding the Novo Mercado Listing Rules.

The Board of Directors, elected at the Annual General Meeting, has unified terms of office of one year, re-election being permitted. The Board members in office are automatically considered appointed for re-election by their joint proposal. The Executive Board, with members who are elected and may be removed at any time by the Board of Directors, has a two-year term, with reelection permitted. The members relationship with the Company is based on a service agreement, and their compensation comprises a fixed component restated annually using the INPC index and a variable component that is based on the Company's financial performance.

26.2.3 Compensation of the members of the Board of Directors and Executive Board (the “Management”)

Pursuant to the Brazilian Corporation Law and the Company's bylaws, it is the shareholders' responsibility, at the Annual General Meeting, to set the total annual compensation of the management personnel and of the Board of Directors' members, and to distribute the amount among the management members after considering the People Committee's opinion.

The Annual General Meeting (AGM) of April 27, 2022 approved the 2022 global management personnel compensation, limited to R\$48,000. This amount also includes the compensation of the Supervisory Board members for 2022 of up to R\$790.

	Parent Company		Consolidated	
	1Q23	1Q22	1Q23	1Q22
Management personnel compensation	(7,086)	(5,866)	(7,737)	(6,332)
Stock option plan	(1,522)	(1,310)	(1,522)	(1,310)
Restricted share plan	(801)	(793)	(801)	(794)
Total – (i)	(9,409)	(7,969)	(10,060)	(8,436)

- (i) The management fees and the retention bonus of the statutory officers of indirect subsidiary Realize CFI are recorded as management personnel compensation in the Consolidated statements.

26.3 Balances and transactions with related parties

26.3.1 Accounting policy

Intercompany transactions including balances, and unrealized gains and losses deriving from such transactions, are eliminated. The accounting policies of the subsidiaries are consistent with the practices adopted by the Parent Company. The main balances in the statements of financial position and profit or loss relating to transactions with related parties arise from transactions under usual market and contractual conditions.

26.3.2 Balances with related companies

Transactions – Assets (liabilities)	RACC	Dromegon	Camicado	Youcom	LRS	Realize Participações S.A.	LRU	LRA	Realize CFI	Repassa	Total
Cash and cash equivalents											
Transactions through the Pix system	-	-	-	-	-	-	-	-	734	-	734
Accounts receivable											
Export of goods for resale	-	-	-	-	-	-	16,135	7,080	-	-	23,215
Co-branded card (“Meu Cartão”) transactions	-	-	-	-	-	-	-	-	498,419	-	498,419
Renner credit card (Private Label)	-	-	-	-	-	-	-	-	416,888	-	416,888
Other assets											
Renner credit card (Quick Withdrawal)	-	-	-	-	-	-	-	-	48	-	48
Receivables from related parties											
Sharing of expenses/provision of services	27	-	12,180	3,096	-	4	290	183	7,122	489	23,391
Payables to related parties											
Sharing of expenses	-	8	-	-	-	-	-	-	(67)	-	(59)
Rentals payable	-	(399)	-	-	-	-	-	-	-	-	(399)
Obligations with credit card administrators											
Co-branded card (“Meu Cartão”) transactions	(7)	-	-	-	-	-	-	-	(20,794)	-	(20,801)
Other obligations											
Renner credit card transactions (Private Label)	-	-	-	-	-	-	-	-	(2,163)	-	(2,163)
Marketplace	-	-	(107)	(300)	-	-	-	-	-	-	(407)
Total on March 31, 2023	20	(391)	12,073	2,796	-	4	16,425	7,263	900,187	489	938,866

Transactions - Assets (liabilities)	RACC	Dromegon	Camicado	Youcom	LRS	Realize Participações		LRU	LRA	Realize CFI	Repassa	Total
						S.A.						
Cash and cash equivalents												
Transactions through the Pix system	-	-	-	-	-	-	-	-	-	2,347	-	2,347
Accounts receivable												
Export of goods for resale	-	-	-	-	-	-	16,210	14,679	-	-	-	30,889
Co-branded card ("Meu Cartão") transactions	-	-	-	-	-	-	-	-	804,856	-	-	804,856
Renner credit card (Private Label)	-	-	-	-	-	-	-	-	611,603	-	-	611,603
Other assets												
Renner credit card (Quick Withdrawal)	-	-	-	-	-	-	-	-	-	111	-	111
Marketplace	-	-	1	-	-	-	-	-	-	-	-	1
Receivables from related parties												
Sharing of expenses/provision of services	27	-	3,668	1,371	819	4	406	7,946	6,488	397	-	21,126
Obligations – forfait												
Obligations – forfait – related parties	-	-	-	-	-	-	-	-	(2,115)	-	-	(2,115)
Payables to related parties												
Sharing of expenses	-	8	-	-	-	-	-	-	-	-	-	8
Rentals payable	-	(926)	-	-	-	-	-	-	-	-	-	(926)
Obligations with credit card administrators												
Co-branded card ("Meu Cartão") transactions	(70)	-	-	-	-	-	-	-	(27,931)	-	-	(28,001)
Other obligations												
Renner credit card transactions (Private Label)	-	-	-	-	-	-	-	-	(3,221)	-	-	(3,221)
Marketplace	-	-	(566)	(790)	-	-	-	-	-	-	-	(1,356)
Total on December 31, 2022	(43)	(918)	3,103	581	819	4	16,616	22,625	1,392,138	397		1,435,322

26.3.3 Transactions with related companies

Type of revenue (expense)	Dromegon	Camicado	Youcom	LRS	LRU	LRA	RealizeCFI	Repassa	Total
Sharing of corporate expenses	24	6,375	3,709	-	-	-	13,876	665	24,649
Intermediation commission	-	58	73	(8,353)	-	-	-	-	(8,222)
Property rent expenses	(1,091)	-	-	-	-	-	-	-	(1,091)
Service revenue	-	-	-	-	1,100	-	14,785	-	15,885
Export of goods	-	-	-	-	21,307	335	-	-	21,642
Total on March 31, 2023	(1,067)	6,433	3,782	(8,353)	22,407	335	28,661	665	52,863
Sharing of corporate expenses	22	3,510	3,088	-	-	-	11,525	-	18,145
Intermediation commission	-	(121)	(55)	(9,598)	-	-	-	-	(9,774)
Property rent expenses	(1,128)	-	-	-	-	-	-	-	(1,128)
Service revenue	-	-	-	-	1,861	-	22,259	-	24,120
Export of goods	-	-	-	-	22,231	287	-	-	22,518
Total on March 31, 2022	(1,106)	3,389	3,033	(9,598)	24,092	287	33,784	-	53,881

27 EQUITY

27.1 Capital

Changes in capital and paid-up shares are shown below.







	Number of shares (in thousands)	Total
Balance on January 1, 2022	988,779	8,978,349
Capital increase, BDM held on 05/19/2022, 08/18/2022 and 11/23/2022	2,448	43,928
Balance on December 31, 2022	991,227	9,022,277
Cancellation of treasury shares, BDM held on 01/19/2023 and 03/16/2023	(28,000)	-
Balance on March 31, 2023	963,227	9,022,277

27.2 Treasury shares

At the Board of Directors' Meeting held on January 19, 2023, the Company approved the cancellation of 13,000,000 (thirteen million) common shares without capital reduction, representing 62.4% of total treasury shares and 1.31% of shares recorded in capital on that date, and approved a new share buyback program without capital reduction, under which up to 15,000,000 (fifteen million) common shares can be purchased.

At the Board of Directors' Meeting held on March 16, 2023, the Repurchase Program was approved, based on which, from January to March 2023, the 15,000,000 (fifteen million) common shares issued by the Company authorized for the Program were purchased, at the average price of R\$ 19.20, to remain in treasury and subsequently sold and/or canceled. The Board of Directors approved the cancellation of 15,000,000 (fifteen million) common registered shares with no par value issued by the Company, with no capital decrease, representing 66% of total treasury shares and 1.5% of capital shares at such date.

Changes in treasury shares are as follows:

	 1/01/22	Disposal of shares	Share buyback	 12/31/22	Disposal of shares	Share buyback	Cancellation (i)	 3/31/23
 NUMBER OF SHARES (in thousands)	3,159	(317)	18,000	20,842	(206)	15,000	(28,000)	7,636
 VALUE	108,620	(9,751)	453,943	552,812	(4,474)	288,180	(670,643)	165,875
 AVERAGE PRICE	34.38	30.76	25.22	26.52	21.72	19.20	23.95	21.72

- (i) There was no capital reduction in the transaction, amounting to R\$ 28,005 and R\$ 642,638 recognized, respectively, in capital reserves N.E. 27.3 and Income reserves N.E. 27.4

27.3 Capital reserves

The stock option and restricted share plan reserves, amounting to R\$ 97,739 on March 31, 2023 (R\$ 119,375 on December 31, 2022), are matched against the stock option plan and restricted share plan expenses (Notes 30 and 31), whose allocation will be decided at the Special General Meeting.

27.4 Income reserves

- **Legal reserve:** in accordance with art. 193 of Law No. 6404/76 and art. 33, item (a) of the Company's Bylaws, the legal reserve is recorded at an amount equivalent to 5% of net income for each year, after deducting the tax incentive reserve portion. On March 31, 2023, this balance is R\$ 68,871 (R\$ 68,871 on December 31, 2022).

- **Investment and expansion reserve:** this reserve is recorded as decided by management, as provided for in article 33, item (c) of the By-laws. On March 31, 2023, the balance was R\$ 124,042 (R\$ 766,680 on December 31, 2022).
- **Tax incentive reserve:** the state VAT (ICMS) tax incentives impact profit or loss (Note 11.4). In accordance with Supplementary Law No. 160/17 and Law No. 6404/76, we allocate the amount relating to the exemption of ICMS on import to the tax incentive reserve at the end of the year. On March 31, 2023, the balance was R\$ 547,388 (R\$ 547,388 on December 31, 2022).

27.5 Other comprehensive income

OCI refers to cumulative translation adjustments, hyperinflation adjustments, and unrealized profit or loss on derivative financial instruments as equity adjustments. This amount represents accumulated gains, net of taxes, of R\$ 98,361 on March 31, 2022 (R\$ 115,736 of gains, net of taxes on December 31, 2022).

28 INTEREST ON EQUITY

28.1 Statement of distribution proposal

Period	Nature	Payment	(i) Outstanding shares (in thousands)	R\$/share	Approved amount
1Q22	IOE – BDM held on 03/17/2022	July 2022	981,012	0.144175	141,437
Total proposed distribution 2022 – (ii)				0.144175	141,437
1Q23	IOE – BDM held on 03/16/2023	April 2024	955,591	0.182327	174,230
Total proposed distribution 2023 (ii)				0.182327	174,230

- (i) The number of outstanding shares doesn't consider treasury shares.
- (ii) Interest on equity was deducted when calculating income and social contribution taxes. The tax benefits of this deduction for the period ended on March 31, 2023 were R\$ 59,238 (R\$ 48,089 on March 31, 2022).

28.2 Statement of changes in statutory obligations

	Parent Company and Consolidated
Balance on January 1, 2022	353,522
(+) Distribution of IOE and dividends, net of income tax	576,055
(-) Payment of IOE and dividends and income tax on IOE – (i)	(764,480)
(+) Distribution to management personnel	2,282
(-) Payment to management personnel	(6,754)
(+) Unclaimed dividends	341
Balance on December 31, 2022	160,966
(+) Distribution of IOE and dividends, net of income tax	153,059
(-) Payment of IOE and dividends (i)	(157,488)
Balance on March 31, 2023	156,537

- (i) Transactions that affect financing activities..

29 EARNINGS PER SHARE

Basic and diluted earnings per share are as follows:

Basic/diluted numerator	Parent Company and Consolidated	
	1Q23	1Q22
Net income for the period	46,766	191,630
Weighted average of common shares, net of treasury shares	963,578	983,878
Potential increase in common shares because of the stock option and restricted share plans	3,315	1,951
Basic earnings per share – R\$	0.0485	0.1948
Diluted earnings per share – R\$	0.0484	0.1944

30 STOCK OPTION PLAN

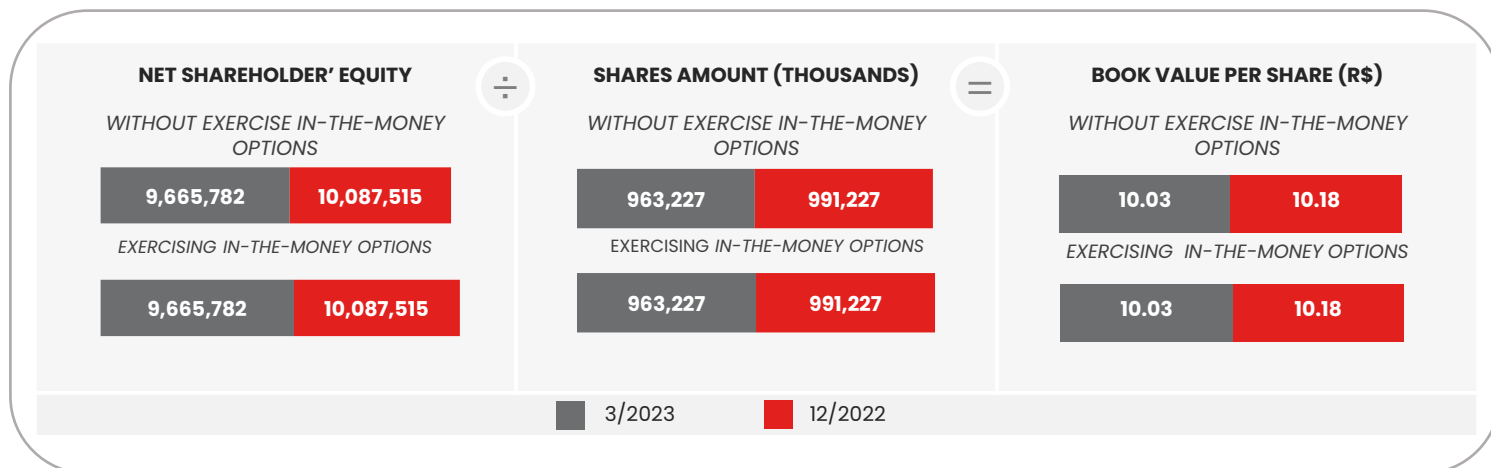
30.1 Position of stock option plan

Fair Value	Strike Price	Date of grant (i)	Grants	Balance at 3/31/2023 (Amount/thousand)	Available for exercise	Vesting period (ii)				Balance at 12/31/2022 (Amount/thousand) (i)
						1st tranche	2nd tranche	3rd tranche	4th tranche	
13.96	29.93	2/08/2018	3rd GRANT	766	766	-	-	-	-	766
17.46	35.28	2/07/2019	CONTRATUAL GRANT	146	146	-	-	-	-	146
17.46	35.28	2/07/2019	4th GRANT	852	852	-	-	-	-	856
22.23	52.45	2/05/2020	5th GRANT	1,013	760	-	-	-	253	1,025
12.04	25.78	2/17/2022	6th GRANT	3,604	-	721	1,080	1,803	N/A	3,817
8.06	20.29	2/16/2023	7th GRANT	4,201	-	840	1,259	2,102	N/A	-
Total				10,582	2,524	1,561	2,339	3,905	253	6,610

(i) Limit of 6 years to exercise the options from the date of grant

(ii) The options will be available for exercise after the vesting requirements per tranche are complied with. From the 2nd to 5th grant, including the contractual grant, the vesting period of the 1st tranche ends one year after grant date, the 2nd tranche two years after grant date and so forth, in equal amounts for each tranche, until all options are available for exercise. From the 6th grant, the stock option can be exercised in three tranches: 20% after a two-year grace period, 30% after a three-year grace period, and the remaining 50% four years after the grant date.

The closing price of shares on March 31 was R\$ 16.57 (R\$ 20.48 on December 31, 2022). Each option corresponds to the right to subscribe one share and, on March 31, 2022 and December 31, 2022, there were no in-the-money options. The effects on the per share equity value and the percentage of reduction in the equity interest of the current shareholders are as follows:

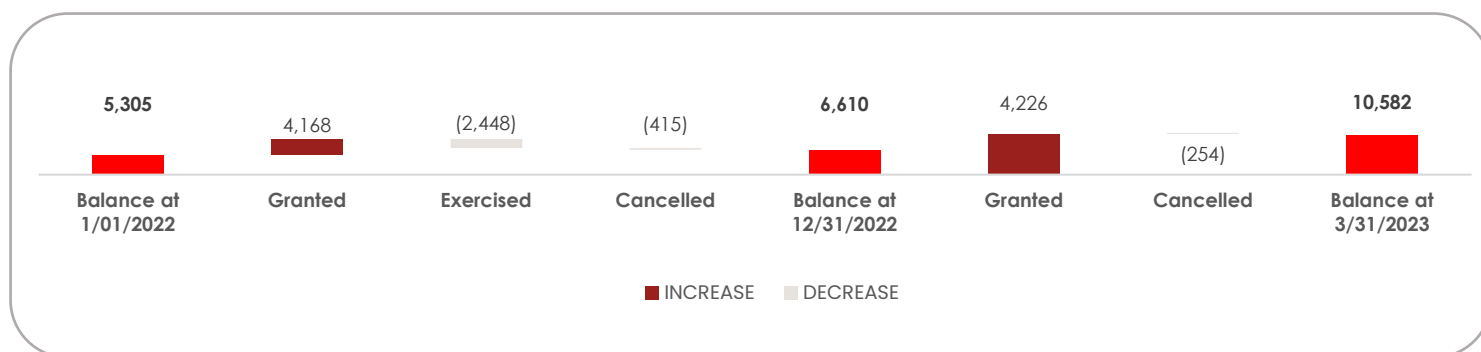


30.2 Assumptions for fair value measurement of stock options

The fair value of stock options granted is calculated at the date of grant using the Black&Scholes model and assumptions such as:

- i) Strike price: weighted average rate over the last 30 trading sessions of Lojas Renner S.A.'s shares before the grant date;
- ii) Share price volatility: weighting of the trading history of the Company's shares;
- iii) Risk-free interest rate: the Company uses the CDI rate available at the date of grant and the maximum period for exercise of options;
- iv) Estimated dividend: payment of dividends per share in relation to the market value of shares at the grant date;
- v) Vesting period: maximum period for beneficiaries to exercise their options.

30.3 Changes in stock option plan



In the period ended on March 31, 2023, stock option plan expenses totaled R\$ 5,811 (R\$4,381 on March 31, 2022) – Parent Company and Consolidated.

31 RESTRICTED SHARE PLAN

31.1 Position of restricted share plan

Date of Grant	Grants	Balance at 3/31/2023 (Amount/thousand)	Vesting Period			Balance at 12/31/2022 (Amount/thousand)
			2024	2025	2026	
2/05/2020	5th Grant	-	-	-	-	210
2/11/2021	6th Grant	898	898	-	-	951
2/17/2022	7th Grant	957	-	957	-	1,010
2/16/2023	8th Grant	1,460	-	-	1,460	-
TOTAL		3,315	898	957	1,460	2,171

31.2 Changes in restricted share plan

1,575	1,096			2,171	1,473	(123)	(206)	3,315
Balance at 1/1/2022	Granted	Cancelled	Exercised	Balance at 12/31/2022	Granted	Cancelled	Exercised	Balance at 3/31/2023
		(183)	(317)					

■ INCREASE ■ DECREASE

The restricted share plan expenses for the period ended on March 31, 2023 amounting to R\$ 5,475 (R\$ 5,174 on March 31, 2022), and social charges amounting to R\$ 198 (R\$ 3,394 on March 31, 2022), totaling R\$ 5,673 (R\$ 8,568 on March 31, 2022).

32 SEGMENT INFORMATION

32.1 Accounting policy

The operating segments presented below are consistent with the internal report supplied to the Board of Directors, the chief decision maker, in charge of allocating funds and evaluating the performance of operating segments:

- Retail:** sale of garment items, perfumery, cosmetics, watches, as well as the home & decoration segment, urban deliveries, and complete and customized logistics management solutions covering the operations of Renner, Camicado, Youcom, Repassa, Ashua, RLog, and the operations in Uruguay and Argentina.
- Financial products:** granting of loans to individuals and legal entities, financing of purchases, insurance, and credit and debit transactions inherent to credit, financing and investment companies.

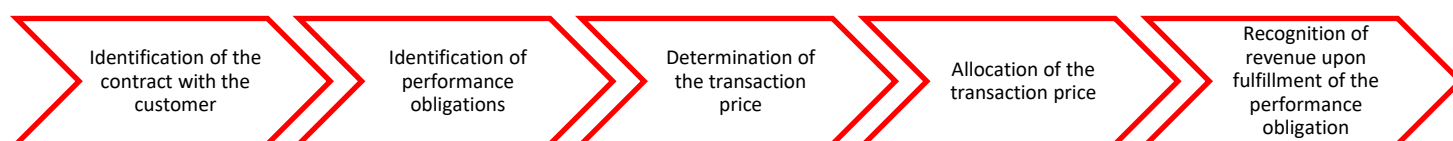
	Retail		Financial Products		Consolidated	
	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22
Operating revenue, net	2,277,999	2,229,665	497,293	383,359	2,775,292	2,613,024
Costs of sales and services	(1,044,471)	(1,001,768)	(28,356)	(16,616)	(1,072,827)	(1,018,384)
Gross profit	1,233,528	1,227,897	468,937	366,743	1,702,465	1,594,640
Selling expenses	(673,994)	(629,768)	-	-	(673,994)	(629,768)
General and administrative expenses	(335,435)	(298,222)	-	-	(335,435)	(298,222)
Credit losses, net	-	-	(346,812)	(167,454)	(346,812)	(167,454)
Other operating income (expenses)	37,961	(1,872)	(132,405)	(114,078)	(94,444)	(115,950)
Income from (loss on) segments	262,060	298,035	(10,280)	85,211	251,780	383,246
Depreciation and amortization, net of taxes	(250,938)	(231,496)	(5,652)	(3,534)	(256,590)	(235,030)
Stock option plan					(5,811)	(4,381)
Income/loss from write-off and estimated losses on property and equipment					(16,040)	7
Finance income (costs), net					(15,034)	16,985
Income and social contribution taxes					88,461	30,803
Net income for the year					46,766	191,630

The result shown on the table does not deduct the expenses with depreciation and amortization, with the stock option plan and income/loss resulting from write-off of assets. The exclusion of these expenses in the calculation is in line with the manner in which we evaluate the performance of each business and its contribution to cash generation. Finance income (costs) are not allocated by segment, since their composition is more related to corporate decisions on capital structure than to the nature of profit or loss of each business segment.

33 REVENUES

33.1 Accounting policy

CPC 47/IFRS 15 – Revenue from Contracts with Customers establishes a model aimed at evidencing whether the recognition criteria were satisfied, following the steps below:



Considering these aspects, revenues are recorded at the amount that reflects the Company's expectation of receiving a consideration for the products and financial services offered to customers

Gross revenue is presented net of rebates, discounts and eliminations of revenues between related parties and adjustment to present value (Note 7.1).

Sale of goods – retail: cash sales paid in cash or with debit cards, or credit sales paid with third-party cards or Renner card, and through loans granted by indirect subsidiary Realize CFI, both at physical stores and through e-commerce. Revenue is recognized in profit or loss when the goods are delivered to the customer.

Services: own credit transactions, loans to individuals and legal entities, and sales financing by indirect subsidiary Realize CFI; profit or loss is allocated considering the effective interest rate throughout the term of contracts. Services include revenues from commissions on marketplace sales conducted with partner companies, sales intermediation commissions, intercompany services, urban deliveries and complete and customized logistics management solutions.

	Parent Company		Consolidated	
	1Q23	1Q22	1Q23	1Q22
Gross operating revenue	2,864,628	2,751,955	3,707,381	3,483,964
Sales of goods	2,845,148	2,729,914	3,164,222	3,069,732
Service revenue	19,480	22,041	543,159	414,232
Deductions	(823,748)	(771,234)	(932,089)	(870,940)
Returns and cancellations	(220,559)	(200,652)	(240,825)	(221,367)
Taxes on sales	(599,987)	(567,096)	(658,173)	(623,726)
Taxes on service revenue	(3,202)	(3,486)	(33,091)	(25,847)
Operating revenue, net	2,040,880	1,980,721	2,775,292	2,613,024

According to the Company's product return policy, the customer receives a bonus voucher at the same price of returned products for use in a new purchase.

34 EXPENSES BY NATURE

The Company's statements of income are presented by function. Expenses by nature are as follows:

34.1 Selling expenses

	Parent Company		Consolidated	
	1Q23	1Q22	1Q23	1Q22
Personnel	(241,552)	(216,823)	(290,180)	(261,938)
Occupancy	(77,768)	(81,648)	(100,309)	(106,863)
Depreciation – right of use, net of taxes	(81,008)	(84,683)	(99,843)	(103,572)
Discounts – leases payable	-	10,056	-	13,252
Third-party services	(19,428)	(18,555)	(23,601)	(26,371)
Freight	(22,671)	(26,808)	(23,999)	(30,853)
Utilities and services	(68,514)	(66,798)	(77,891)	(75,510)
Advertising and promotion	(72,429)	(70,639)	(86,106)	(83,844)
Depreciation and amortization	(62,492)	(56,891)	(81,971)	(70,204)
Other expenses	(57,374)	(46,736)	(71,908)	(57,641)
Total	(703,236)	(659,525)	(855,808)	(803,544)

34.2 General and administrative expenses

	Parent Company		Consolidated	
	1Q23	1Q22	1Q23	1Q22
Personnel	(171,849)	(152,460)	(196,907)	(172,983)
Occupancy	(1,295)	(550)	(1,710)	(2,870)
Depreciation – right of use, net of taxes	(17,973)	(15,531)	(18,985)	(16,735)
Discounts – leases payable	-	566	-	598
Third-party services	(45,020)	(41,756)	(53,180)	(51,480)
Freight	(34,507)	(27,564)	(38,019)	(30,518)
Utilities and services	(21,484)	(20,227)	(25,655)	(21,943)
Depreciation and amortization	(43,635)	(36,210)	(50,139)	(40,985)
Other expenses	(7,729)	(10,785)	(19,964)	(19,026)
Total	(343,492)	(304,517)	(404,559)	(355,942)

34.3 Other operating income (expenses)

	Parent Company		Consolidated	
	1Q23	1Q22	1Q23	1Q22
Expenses with financial products and services	(23,777)	(20,771)	(131,754)	(113,611)
Depreciation and amortization	(703)	(799)	(5,413)	(3,299)
Depreciation – right of use, net of taxes	-	-	(239)	(235)
Income (expenses) from write-off of fixed assets	(16,922)	44	(16,040)	7
Stock option plan	(5,811)	(4,381)	(5,811)	(4,381)
Other operating income (expenses)	4,225	(985)	3,224	68
Recovery of tax credits	35,849	14,207	36,044	14,570
Employee profit sharing	(1,958)	(16,977)	(1,958)	(16,977)
Total	(9,097)	(29,662)	(121,947)	(123,858)

35 FINANCE INCOME (COSTS)

	Parent Company		Consolidated	
	1Q23	1Q22	1Q23	1Q22
Finance income	89,516	150,300	151,204	191,215
Income from cash equivalents and interest-earning bank deposits (i)	69,846	123,494	78,209	124,477
Foreign exchange gain	5,434	1,963	16,401	6,018
Inflation adjustment – gains	149	19	43,911	34,870
SELIC interest on tax credits (ii)	10,341	12,162	10,341	12,316
Other finance income	3,746	12,664	2,342	13,534
Finance costs	(90,068)	(128,984)	(166,238)	(174,230)
Interest on borrowings, loans and debentures (iii)	(37,040)	(78,271)	(40,783)	(79,802)
Interest on leases	(44,967)	(45,376)	(52,239)	(50,142)
Foreign exchange loss	(4,175)	(1,750)	(29,798)	(17,502)
Inflation adjustment – losses (iv)	(542)	(1,031)	(38,289)	(22,984)
Other finance costs	(3,344)	(2,556)	(5,129)	(3,800)
Finance income (costs), net	(552)	21,316	(15,034)	16,985

(i) Net of PIS and COFINS, which corresponds to R\$ 4,425 in March 2023 (R\$ 6,098 in March 2022) in the Parent Company statements, and to R\$ 4,503 (R\$ 6,157 in March 2022) in the Consolidated statements;

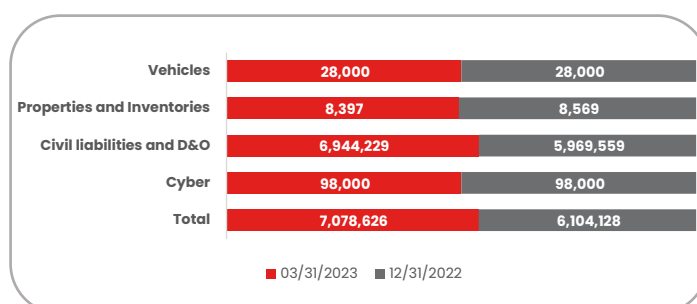
(ii) Net of PIS and COFINS, which corresponds to R\$ 504 in March 2023 in the Individual and Consolidated statements (R\$601 in March 2022 in the Individual and Consolidated statements);

(iii) Includes structural debt costs of R\$ 234 (Parent Company and Consolidated) in March 2023 (R\$ 1,323 in March 2022);

(iv) Consolidated balances mainly comprise the effects of the hyperinflationary economy of LRA (Note 3.9).

36 INSURANCE COVERAGE

We have insurance policies taken out with the main insurance companies in Brazil, which were determined based on the guidance provided by specialists, and take into consideration the nature and the value of risk involved. On 2023, we had insurance coverage for civil liability and property insurance (basic coverage: against fire, lightning, explosion and other), insurance coverage for inventories, insurance coverage for cyber risks and for the managers' cars, as shown in the table:



37 EVENTS AFTER THE REPORTING PERIOD

37.1 Annual General Meeting (AGM)

On April 20, 2023, the Company's AGM was held, when we approved the 2023 global management personnel compensation limited to R\$ 53,000. In this amount also is also included the compensation of the Supervisory Board members for 2023 up to R\$ 851.

37.2 RX Ventures investment

On May 03, 2023, through RX Ventures fund, we invested R\$ 5,400 in retailtech Radar. Radar is an american venture built to integrate RFID and computer vision dedicated to optimize the inventories management, analytics of customer behavior and autonomous checkout.

A free translation from Portuguese into English of Independent Auditor's Review Report on individual and consolidated interim financial information prepared in accordance with NBC TG 21 – Interim Financial Reporting and IAS 34 – Interim Financial Reporting.

INDEPENDENT AUDITOR'S REVIEW REPORT ON QUARTERLY INFORMATION

The Shareholders, Board of Directors and Officers

Lojas Renner S.A.

Porto Alegre - RS

Introduction

We have reviewed the accompanying individual and consolidated interim financial information, contained in the Quarterly Information Form (ITR) of Lojas Renner S.A. (the "Company") for the quarter ended March 31, 2023, comprising the statement of financial position as of March 31, 2023 and the related statements of profit or loss, of comprehensive income, of changes in equity and of cash flows for the three-month period then ended, including the explanatory notes.

Management is responsible for preparation of the individual and consolidated interim financial information in accordance with Accounting Pronouncement NBC TG 21 – Interim Financial Reporting, and IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the fair presentation of this information in conformity with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of the Quarterly Information Form (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and international standards on review engagements (NBC TR 2410 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 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.

Conclusion on the individual and consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information included in the quarterly information form referred to above are not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of Quarterly Information (ITR), and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

Other matters*Statements of value added*

The abovementioned quarterly information includes the individual and consolidated statement of value added (SVA) for the three-month period ended March 31, 2023, prepared under Company's Management responsibility and presented as supplementary information by IAS 34. These statements have been subject to review procedures performed together with the review of the quarterly information with the objective to conclude whether they are reconciled to the interim financial information and the accounting records, as applicable, and if its format and content are in accordance with the criteria set forth by NBC TG 09 – Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, consistently with the overall individual and consolidated interim financial information.

Porto Alegre, May 02, 2023.

ERNST & YOUNG
Auditores Independentes S.S. Ltda.
CRC SP-015199/F

Arthur Ramos Arruda
Accountant CRC-RS 096102/O-0

STATEMENT FROM THE BOARD OF EXECUTIVE OFFICERS ON THE FINANCIAL STATEMENTS

Pursuant to subsection VI, Article 27 of CVM Resolution 80 of March 29, 2022, the Board of Executive Officers states that it has reviewed, discussed and agreed the Company's Interim Financial Information for the quarter ended on March 31, 2023, authorizing their conclusion as of this date.

Porto Alegre, April 27, 2023.

BOARD OF EXECUTIVE OFFICERS

FABIO ADEGAS FACCIO

Chief Executive Officer

DANIEL MARTINS DOS SANTOS

Chief Financial and
Administrative Officer and
Investor Relations Officer

FABIANA SILVA TACCOLA

Chief Operating Officer

REGINA FREDERICO DURANTE

Chief People and
Sustainability Officer

HENRY COSTA

Chief Product Officer

STATEMENT OF THE BOARD OF EXECUTIVE OFFICERS ON THE REPORT OF THE INDEPENDENT AUDITORS

Pursuant to subsection V, Article 27 of CVM Resolution 80 of March 29, 2022, the Board of Executive Officers declares that it has reviewed and discussed the content and opinion expressed in the report of the Independent Auditors on the Company's Interim Financial Information for the quarter ended on March 31, 2023, issued on this date.

The Board of Executive Officers declares that it agrees with the content and opinion expressed in the said report of the Independent Auditors on the Company's Interim Financial Information - ITR.

Porto Alegre, May 2, 2023.

BOARD OF EXECUTIVE OFFICERS

FABIO ADEGAS FACCIO

Chief Executive Officer

DANIEL MARTINS DOS SANTOS

Chief Financial and Administrative Officer and
Investor Relations Officer

FABIANA SILVA TACCOLA

Chief Operating Officer

REGINA FREDERICO DURANTE

Chief People and Sustainability Officer

HENRY COSTA

Chief Product Officer