

Parent company and
consolidated
financial statements

BANCO
MERCANTIL



March 2025

Dear Stockholders:

We submit the Financial Statements of Banco Mercantil do Brasil S.A. for your consideration, as well as the consolidated financial statements comprising the companies in the conglomerate.

ECONOMIC SITUATION

In the international scenario, the first quarter was characterized by persistent geopolitical conflicts and trade tensions. In this context, the increase in customs tariffs, as a result of disputes between major economies, has intensified the scenario of uncertainty and could result in a significant slowdown in the growth of the global economy.

In Brazil, recent indicators point to a drop in the pace of economic activity throughout 2025. The major challenges are related to the combination of inflationary pressures and the current cycle of rising Selic interest rates, which put pressure on household consumption, make credit more expensive and have an unfavorable impact on the performance of important sectors of the economy. Moreover, recent trade tensions at the international level are also a contributing factor.

Regarding foreign trade, despite the challenging international scenario, the quarter had an important contribution to economic activity. The current trade account (imports plus exports) reached US\$ 144.6 billion, compared to US\$ 137.5 billion in the same period of 2024, with a surplus of US\$ 10.0 billion.

Regarding the inflation behavior, the IPCA recorded a change of 2.04% in the quarter and 5.48% in the last twelve months ended March, in a persistent upward trajectory. In this context, the Selic rate, which was at 10.50% p.a. in September 2024, rose gradually and reached 14.25% p.a. in March 2025.

Regarding the outlook, recent projections indicate annual GDP growth of around 2.0%, compared to 3.4% in the previous year.

Credit in the National Financial System grew 0.34% in the quarter, compared to 1.8% in the same period of 2024. The segment of individuals grew 1.6% in the quarter, compared to 2.6% in the same period of the previous year. Provisions for credit risk stood at 6.4%.

ECONOMIC AND FINANCIAL PERFORMANCE – CONSOLIDATED

>> Structure of Assets, Liabilities and Income – Consolidated

- **Assets**

Total consolidated assets stood at R\$ 27.1 billion. Cash equivalents and other financial instruments reached R\$ 25.1 billion (92.6% of Total assets).

Cash and cash equivalents total R\$ 4.2 billion (15.5% of total assets) and are used to manage short-term commitments. They are composed of cash equivalents of R\$ 1.4 billion and short-term interbank investments of R\$ 2.8 billion.

The main financial assets recognized at fair value through other comprehensive income total R\$ 1.7 billion and are composed of Financial Treasury Bills (R\$ 1.6 billion), Certificates of Agribusiness Receivables (R\$ 67.6 million), Certificates of Real Estate Receivables (R\$ 21.8 million), among others.

The financial assets recognized at amortized cost totaled R\$ 21.9 billion (80.8% of total assets) and are mainly represented by Deposits at the Central Bank of Brazil, Short-term Interbank Investments, Marketable securities, Loan Operations and Other Credits.

Marketable securities at amortized cost totaled R\$ 587.6 million (2.2% of total assets) and consist of sovereign external securities.

Loan operations and other credits reached R\$ 19.0 billion (70.0% of total assets), with a significant increase of 9.2% in the quarter, despite the adverse scenario during the period. All this growth, with clear quality, was the result of a successful strategy and the work of a team determined to overcome challenges.

The main credit facilities account for 95.6% of the loan portfolio and are segmented as follows, with the following percentages of the loan portfolio: payroll loan of R\$ 12.1 billion (63.7%); FGTS loan of R\$ 3.0 billion (15.5%); personal loans R\$ 2.7 billion (14.2%) and Working Capital of R\$ 412.0 million (2.2%).

- **Fundraising**

Financial liabilities recorded at amortized cost and are represented basically by money market funding in the amount of R\$ 23.8 billion (accounting for an increase of 7.8%), of which R\$ 17.9 billion derives from time deposits, accounting for a significant increase of 8.1% in the quarter. Further details are available in Note 15.

Fundraising through financial bills reached R\$ 3.6 billion. Of this total, the amount of R\$ 834.9 million is recorded under the heading "Debt Instruments Eligible for Capital" in Liabilities, as referred to in CMN Resolution 4955/2021, of which R\$ 405.0 million is being used to compose Level II Reference Equity; and R\$ 185.3 million as Supplementary Capital.

- **Equity and income**

The Equity of Mercantil Múltiplo reached the impressive mark of R\$ 1.9 billion, accounting for a significant growth of 9.5% in the quarter.

>> Income

Income on financial intermediation reached R\$ 1.8 billion. It is basically represented by income from loan operations of R\$ 1.6 billion and the result of marketable securities of R\$ 180.3 million.

Expenses on financial intermediation totaled R\$ 686.9 million and are mainly composed of expenses on funds raised in the market.

Expenses for expected losses associated with credit risk operations stood at R\$ 108.0 million and account for 6.1% compared to Income on financial intermediation.

The Net Result (after deducting expected losses on financial assets) reached R\$ 959.5 million (54.4% of Income on financial intermediation).

Income from services rendered totaled R\$ 202.7 million (11.5% of income on financial intermediation).

Personnel expenses reached R\$ 181.8 million and administrative expenses totaled R\$ 299.4 million. Further details are available in Notes 19.4 and 19.5.

Profit for the year reached R\$ 240.5 million, accounting for a significant 12.7% over the Equity at the end of the quarter.

In the quarter, dividends to stockholders in the form of Interest on Capital provisioned totaled R\$ 69.5 million, equivalent to R\$ 59.1 million, net of income tax. Further details are available in Note 18.3.

INVESTMENTS IN SUBSIDIARIES

Interests and investments in subsidiaries are detailed in Note 12.

FINANCIAL STATEMENTS UNDER INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)

In compliance with the provisions of CMN Resolution 4818/2020, the Bank is also disclosing its consolidated financial statements under IFRS accounting standards for the period ended March 31, 2025. More detailed information can be found in Note 23.

- **Talent and culture**

The Human Resources structure acts strategically in mapping the Bank's needs to structure and manage training programs for the Mercantil Team.

In this context, there is an ongoing focus on technological innovation. Mercantil believes that technology must adapt to the needs of its customers. Accordingly, the adoption of appropriate digital tools in line with market trends is ongoing, aiming to modernize processes and ensure greater agility and efficiency in all operations, fostering an environment of constant technological evolution.

As a direct result of these initiatives and programs, the Team was significantly engaged in training during the quarter, with a total of 53,094 participations. Of this number, 52,749 were carried out through the Mercantil Academy and online training, while 345 took part in face-to-face training, totaling 56 hours of training and an average of 15.44 hours per employee.

It is also worth highlighting that once again Banco Mercantil is among the best companies to work for. In 2025, the Bank was awarded the GTPW– Great Place to Work seal, with 70% of employees participating. The survey showed a reach of 84% satisfaction. Mercantil also won the GPTW– Great People Mental Health seal. This specific ranking recognizes organizations with relevant actions to foster mental health, highlighting a work environment that prioritizes the mental health of its employees. The result shows that Banco Mercantil's employees feel they are in an environment of trust that is constantly developing.

This care dedicated to employees has led to an increasingly favorable organizational climate, where motivation and a sense of belonging are cultivated, driving the achievement of consistent and sustainable results for the Bank.

- **Capital and Risk Management - Basel III**

The Capital Management Structure is compatible with the Institution's business model and risk profile, which enables a consistent evaluation of the capital required to support projected growth, in addition to the adoption of a prospective position, anticipating the capital requirement arising from possible changes in the market conditions.

The operational limits are calculated on a consolidated basis and the equity adequacy ratio for risk assets (Basel III Agreement) stood at 16.4%, compared to the minimum required of 10.5%, already considering the additional principal capital. More detailed information is available in Note 22a.

- **Anti-money Laundering**

The Bank has policies, procedures, internal controls and continuous monitoring aimed at preventing and fighting the laundering or concealment of assets, rights and values. The guidelines for complying with the policies and procedures are available in an internal Regulatory Act accessible to all employees.

RELATIONSHIP WITH INDEPENDENT AUDITORS

Pursuant to the provisions of CVM Resolution 162/2022, Mercantil and the companies controlled by the Bank inform that services not related to external audit, when contracted, are based on applicable regulations and international principles that preserve the independence and objectivity of the independent auditor.

Mercantil and its subsidiaries report that services unrelated to external audit were not engaged with their independent auditors PricewaterhouseCoopers Auditores Independentes in the first quarter of 2025.

Belo Horizonte, May 2025.

Management



Review report on the parent company and consolidated interim financial statements

To the Board of Directors and Stockholders
Banco Mercantil do Brasil SA

Introduction

We have reviewed the balance sheet of Banco Mercantil do Brasil S.A. (“Bank”) as at March 31, 2025 and the statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended, and consolidated balance sheet of Banco Mercantil do Brasil S.A. and its subsidiaries (“Consolidated”) as at March 31, 2025 and the statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended, as well as notes to the financial statements, including a summary of significant accounting policies and other explanatory information,

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

Scope of review

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

Conclusion

Based on our review, we are not aware of any fact that leads us to believe that the parent company and consolidated interim financial statements do not present fairly, in all material respects, the financial position of Banco Mercantil do Brasil S.A. and Banco Mercantil do Brasil S.A. as at March 31, 2025, the performance of its operations and its cash flows for the three-month period then ended, as well as the consolidated performance of its operations and its consolidated cash flows for the three-month period then ended, in accordance with accounting practices adopted in Brazil applicable to institutions authorized to operate by the Central Bank of Brazil.



Banco Mercantil do Brasil SA.

Emphasis of matter

Comparative information

We draw your attention to Note 2.3 to the parent company and consolidated interim financial statements, which describes that these statements were prepared in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Central Bank of Brazil, considering the exemption from presenting in the financial statements for the three-month period ended March 31, 2025, the comparative figures for previous periods, as provided for in the National Monetary Council Resolution 4966 and 352 of the Central Bank of Brazil. Our conclusion is not qualified in relation to this matter.

Other matters

Statement of value added

The aforementioned interim financial statements include the parent company and consolidated statements of value added for the three-month period ended March 31, 2025, prepared under responsibility of Bank's Management and presented as supplementary information. These statements have been subjected to review procedures performed together with the review of the interim financial statements, to determine whether they are reconciled with the interim financial statements and accounting records, as applicable, and whether their form and content are in accordance with the criteria defined in Technical Pronouncement CPC 09 - "Statement of Value Added." Based on our review, we are not aware of any facts that lead us to believe that these statements of value added have not been prepared, in all material respects, in accordance with the criteria defined in this Technical Pronouncement and in a consistent manner in relation to the parent company and consolidated interim financial statements taken as a whole.

Belo Horizonte, May 13, 2025

[Signature]

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



Luís Carlos Matias Ramos
Accountant CRC 1SP171564/O-1

BALANCE SHEET

(In thousands of reais)

Assets	Note	03/31/2025	
		Bank	Consolidated
Cash equivalents	4	1,389,436	1,396,179
Financial instruments		23,178,705	23,726,202
Fair value through other comprehensive income	5	1,479,945	1,679,898
Marketable securities	5.1	1,479,945	1,679,898
At fair value through profit or loss	6	-	96,252
Marketable securities	6.1	-	96,252
At amortized cost		21,698,760	21,950,052
Deposited with the Central Bank of Brazil		493,459	493,459
Short-term interbank investments	7.1	3,066,311	2,860,520
Marketable securities	7.2	934,304	587,597
Loan operations and other credits	7.3 a)	18,252,648	18,983,259
(Provision for expected losses)	7.3 c)	(1,082,229)	(1,093,430)
Other financial assets		34,267	118,647
Tax assets	9	870,984	918,812
Current	9.1	177,277	200,753
Deferred	9.2	693,707	718,059
Non-financial assets held for sale	10	48,660	48,660
Other assets	11	368,976	413,524
Investments	12	1,320,764	18,571
Equity in earnings of subsidiaries - Domestic		1,304,253	-
Other investments		16,511	18,571
Property and equipment	13	425,753	455,110
Rental properties		-	2,984
(Accumulated depreciation)		-	(27)
Property and equipment in use		408,705	415,793
(Accumulated depreciation)		(264,016)	(264,878)
Right-of-use assets		304,501	325,554
(Accumulated depreciation)		(23,437)	(24,316)
Intangible assets	14	170,679	170,773
Intangible assets		371,459	371,567
(Accumulated amortization)		(200,780)	(200,794)
Total assets		27,773,957	27,147,831

BALANCE SHEET

Liabilities and equity	Note	Mar 2025	
		Bank	Consolidated
Deposits and other financial instruments		24,592,980	23,815,479
Financial liabilities at amortized cost		24,592,980	23,815,479
Deposits	15.1	19,393,120	18,926,299
Money market funding		36,124	-
Funds from acceptance and issue of securities	15.2	2,806,959	3,799,164
Borrowings and onlendings		103,315	103,315
Interbank accounts		110,573	110,573
Obligations for operations linked to assignment	7.4	1,304,970	37,414
Debt instruments eligible to capital	15.3	834,939	834,939
Other financial liabilities		2,980	3,775
Provisions	16	277,122	309,456
Tax liabilities		90,252	125,820
Current		89,485	118,830
Deferred		767	6,990
Other liabilities	17	918,678	964,010
Equity	18	1,894,925	1,933,066
Capital	18.1	807,203	807,203
(Treasury shares)	18.1	(3,830)	(3,830)
Capital reserve	18.2	43,375	43,375
Revenue reserves	18.2	876,228	876,228
Other comprehensive income		914	914
Retained earnings		171,035	171,035
Non-controlling interest		-	38,141
Total liabilities and equity		27,773,957	27,147,831

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

STATEMENT OF INCOME FOR THE YEAR

(In thousands of reais, except for the information on the number of shares and net earnings per share)

		03/31/2025	
	Note	Bank	Consolidated
Income on financial intermediation		1,748,644	1,755,004
Loan operations	7.3.d)	1,551,153	1,585,928
Marketable securities income		209,329	180,461
Derivative financial instruments	6.2.c)	(12,688)	(12,688)
Income from compulsory deposits		850	1,303
Expenses on financial intermediation	15.4	(729,627)	(686,935)
Money market repurchase agreements		(726,270)	(683,578)
Loans and onlendings		(3,357)	(3,357)
Net result from financial intermediation		1,019,017	1,068,069
Expected losses on financial assets		(109,379)	(108,530)
Expected loss on loan operations	7.3.e)	(109,379)	(108,530)
Net result from expected loss of financial assets		909,638	959,539
Other operating income (expenses)		(637,523)	(644,933)
Income from services rendered	19.1	59,327	202,710
Equity in earnings of subsidiaries	12	114,857	-
Personnel expenses	19.2	(161,457)	(181,832)
Administrative expenses	19.3	(300,448)	(299,448)
Tax expenses	19.4	(56,497)	(72,998)
Other operating income	19.5	25,729	31,509
Other operating expenses	19.6	(275,858)	(280,344)
Reversals of/(Expenses on) provisions	19.7	(43,176)	(44,530)
Income before taxes		272,115	314,606
Income tax and social contribution	9.3	(31,571)	(69,729)
Provision for income tax		(20,920)	(35,897)
Provision for social contribution		(13,848)	(20,045)
Deferred tax assets	9.2.a)	3,197	(13,787)
Non-controlling interest		-	(4,333)
Profit for the period		240,544	240,544
BASIC AND DILUTED EARNINGS PER SHARE (IN REAIS)			
Common shares		2.3022	
Preferred shares		2.3022	
PROFIT ATTRIBUTED (in reais - R\$ thousand)			
Common shares		150,003	
Preferred shares		90,541	
Number of outstanding shares - basic and diluted			
Common shares		65,155,744	
Preferred shares		39,327,336	

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

STATEMENT OF COMPREHENSIVE INCOME

(In thousands of reais)

03/31/2025

Bank Consolidated

PROFIT FOR THE PERIOD	240,544	240,544
OTHER COMPREHENSIVE INCOME	(5,925)	(5,925)
ITEMS TO BE SUBSEQUENTLY RECLASSIFIED TO INCOME	(5,925)	(5,925)
Marketable securities at fair value through other comprehensive income - Own	1,218	(11,206)
Marketable securities at fair value through other comprehensive income - Subsidiaries	(6,595)	-
Tax effect	(548)	5,281
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	234,619	234,619
Taxable profit to controlling shareholder	234,619	230,286
Taxable profit to non-controlling interest	-	4,333

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

STATEMENT OF CHANGES IN EQUITY

(In thousands of reais)

	REALIZED	CAPITAL	REVENUE RESERVES		OTHER COMPREHENSIVE INCOME	RETAINED EARNINGS	(-) TREASURY SHARES	EQUITY	NON-CONTROLLING INTEREST	CONSOLIDATED EQUITY
	CAPITAL	RESERVES	LEGAL	STATUTORY						
AT 12/31/2024	807,203	43,375	156,370	1,078,349	6,839	-	(3,830)	2,088,306	37,925	2,126,231
Effects of the initial adoption of CMN Resolution 4966/2021(I)	-	-	-	-	-	(358,491)	-	(358,491)	(195)	(358,686)
Absorption of the effects of the initial adoption of CMN Resolution 4966/2021	-	-	-	(358,491)	-	358,491	-	-	-	-
AT 01/01/2025	807,203	43,375	156,370	719,858	6,839	-	(3,830)	1,729,815	37,730	1,767,545
Equity valuation adjustments	-	-	-	-	(5,925)	-	-	(5,925)	-	(5,925)
Profit for the period	-	-	-	-	-	240,544	-	240,544	4,333	244,877
Change in non-controlling interest	-	-	-	-	-	-	-	-	(3,922)	(3,922)
Allocations:										
Interest on capital provisioned	-	-	-	-	-	(69,509)	-	(69,509)	-	(69,509)
AT 03/31/2025	807,203	43,375	156,370	719,858	914	171,035	(3,830)	1,894,925	38,141	1,933,066
CHANGES OF THE PERIOD	-	-	-	(358,491)	(5,925)	171,035	-	(193,381)	216	(193,165)

(I) Adjustments from the initial adoption of CMN Resolution 4966/2021 on provisions for credit risk of financial instruments, as described in Note 2.3.

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

STATEMENT OF CASH FLOW - INDIRECT METHOD

	(In thousands of reais)	
	03/31/2025	
	Bank	Consolidated
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the year before income tax and social contribution	272,115	314,606
Adjustments to profit before taxes	88,840	204,380
Expense / (Reversal) and Interest/indexation with tax, civil and labor provisions	48,423	50,138
Provision for expected losses associated with credit risk	109,379	108,530
Provision / (Reversal) for losses on non-financial assets held for sale	(220)	(220)
Depreciation and amortization	51,431	52,620
Foreign exchange gains	(5,638)	(10,836)
Equity in earnings of subsidiaries	(114,857)	-
(Gain) / Loss on disposal of non-financial assets held for sale	(210)	(210)
(Gain)/loss in the disposal of property and equipment in use	25	25
Capital loss in subsidiary	507	-
Income from non-controlling interest	-	4,333
Changes in assets and liabilities	107,580	47,987
Decrease (Increase) in short-term interbank investments	123,276	(34,007)
Decrease (increase) in marketable securities and derivative financial instruments	17,096	200,854
Decrease (Increase) in compulsory deposits at the Central Bank	83,529	83,529
Decrease (Increase) in loan operations and other credits	(1,631,421)	(1,677,624)
Decrease (Increase) in other financial assets	(17,187)	(40,819)
(Increase) / decrease in tax assets	30,852	27,620
Decrease (increase) in other assets	17,829	17,514
Increase (Decrease) in deposits and other financial instruments	1,644,852	1,667,200
Increase (decrease) in provisions	10,280	10,153
Increase (Decrease) in tax liabilities	10,941	6,164
Increase (decrease) in other liabilities	(168,757)	(182,243)
Income tax and social contribution paid	(13,710)	(30,354)
Net cash from / (invested) in operating activities	468,535	566,973
CASH FLOW FROM INVESTMENT ACTIVITIES		
Disposal of financial assets at fair value through other comprehensive income	21	21
Disposal of non-financial assets held for sale	3,510	3,510
Sales of investments	104	105
Disposal of property and equipment in use	26	26
Acquisition of financial assets at fair value through other comprehensive income	(236,512)	(236,512)
Acquisition of property and equipment in use	(12,400)	(13,318)
Investments in intangible assets	(22,336)	(22,336)
Dividends and interest on capital received	86,485	-
Net cash from / (invested in) investment activities	(181,102)	(268,504)
CASH FLOW FROM FINANCING ACTIVITIES		
Issue of debt instruments eligible to capital	53,541	53,541
Dividends and interest on capital paid	(114,314)	(115,108)
Net cash from (invested in) financing activities	(60,773)	(61,567)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	226,660	236,902
Cash and cash equivalents at the beginning of the period	3,860,702	3,934,842
Cash and cash equivalents at the end of the period	4,087,362	4,171,744
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	226,660	236,902

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

STATEMENT OF VALUE ADDED

(In thousands of reais)

03/31/2025

	Bank	Consolidated
1 – INCOME	1,405,287	1,555,818
Financial intermediation	1,748,644	1,755,004
Provision of services	59,327	202,710
Provision for expected losses associated with credit risk	(109,379)	(108,530)
Other	(293,305)	(293,366)
2 - EXPENSES ON FINANCIAL INTERMEDIATION	(729,627)	(686,935)
3 - INPUTS ACQUIRED FROM THIRD PARTIES	(248,298)	(246,071)
Materials, energy and others	(12,294)	(12,686)
Third-party services	(117,268)	(117,257)
Other	(118,736)	(116,128)
Communications	(2,885)	(2,966)
Data processing	(62,354)	(58,865)
Advertising and publicity	(16,781)	(17,002)
Financial system services	(6,676)	(6,770)
Transportation	(13,005)	(13,019)
Insurance	(7,139)	(7,331)
Other	(9,896)	(10,175)
4 - GROSS ADDED VALUE (1-2-3)	427,362	622,812
5 – DEPRECIATION, AMORTIZATION AND DEPLETION	(51,431)	(52,620)
Depreciation and amortization	(51,431)	(52,620)
6 – NET ADDED VALUE PRODUCED BY THE ENTITY (4-5)	375,931	570,192
7 – ADDED VALUE RECEIVED AS TRANSFER	114,857	-
Equity in earnings of subsidiaries	114,857	-
8 – ADDED VALUE PAYABLE (6+7)	490,788	570,192
9 – DISTRIBUTION OF ADDED VALUE	490,788	570,192
Personnel	139,331	156,597
Direct remuneration	107,038	122,623
Benefits	26,047	27,353
FGTS	6,246	6,621
Taxes, rates and contributions	110,194	167,961
Federal	105,862	159,694
State	2	4
Municipal	4,330	8,263
Third-party capital remuneration	719	757
Rentals	719	757
Remuneration of own capital	240,544	244,877
Interest on capital	69,509	69,509
Retained earnings for the period	171,035	171,035
Non-controlling interests in retained earnings	-	4,333

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

1. Operations

Banco Mercantil do Brasil S.A. ("Mercantil" or "Bank") is a publicly-held company authorized to operate as a multiple bank and has a wide variety of products and services available through digital and physical channels, through its network of 313 bank service points. It operates directly and indirectly through its subsidiaries in the most diverse types of credit, mainly payroll loan transactions, personal credit guaranteed by the individual's right to the Government Severance Indemnity Fund for Employees (FGTS) and in other financial segments, in the areas of investment, distribution and intermediation of securities, as well as in the sale of insurance and complementary marketplace services. The Bank's registered office and its main place of business are located at Avenida do Contorno, 5800 - 11º ao 15º andar, Savassi, Belo Horizonte, Minas Gerais, Brazil.

2. Preparation and presentation of financial information

2.1. Presentation of financial information

The financial information as at and for the period ended March 31, 2025 has been prepared in accordance with the accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Central Bank of Brazil. It includes the guidelines under Law 6,404/76, as amended by Laws 11,638/07 and 11,941/09 for recognition and disclosure of operations, the regulations of the Brazilian Securities Commission - CVM, the accounting standards of the Brazilian Accounting Pronouncements Committee (CPC), when applicable, the regulations of the National Monetary Council (CMN) and the Brazilian Central Bank (BACEN), in conformity with the Chart of Accounts for Institutions of the National Financial System (COSIF), and disclose all applicable significant information related to the financial statements, which is consistent with the information utilized by management in the performance of its duties.

Pursuant to CMN Resolution 4818/20 and BCB Resolution 02/20, the financial statements comprise the balance sheet, the statement of income, of comprehensive income, of changes in equity, of cash flows and of value added and the explanatory notes, as set forth in art. 176, §4 of Law 6404/76. The financial statements are prepared in thousands of Reais, unless otherwise stated, rounding up or down to the nearest thousand consistent with the Brazilian Association of Technical Standards (ABNT).

A Statement of Value Added is also presented, as required by the Brazilian corporate legislation for listed companies. The statement of value added was prepared in accordance with Technical Pronouncement CPC 09 - Statement of Value Added.

The preparation of financial statements requires the use of estimates to record certain assets, liabilities, income and expenses. These include estimates for the provision for expected losses associated with credit risk, provision for labor, civil and tax risks, estimates of provision for income taxes and other provisions. Actual results may differ from those estimated.

The classifications and measurements of Financial Assets and Financial Liabilities are in accordance with the Business Model approved by the Board of Directors on 04/29/2025, as established by Article 76 of Resolution 4966/21.

The financial information was concluded and approved by Banco Mercantil's Board of Directors on 05/13/2025.

2.2. Consolidated financial information

The consolidated financial information for the period ended March 31, 2025 has been prepared in accordance with Law 6404/76 and the rules and regulations of the BACEN and CVM.

Intercompany investments, account balances, income and expenses and unrealized profits arising from transactions between the Bank and its Subsidiaries have been eliminated. Non-controlling interests in profit for the year and equity have been separately disclosed.

The consolidated financial statements include those of the Bank and its direct and indirect subsidiaries (Consolidated) listed below:

Direct and indirect subsidiaries:	Acronym	% - Equity interest Mar 2025
Banco Mercantil de Investimentos S.A.	BMI	92.53
Mercantil Financeira S.A. – Crédito, Financiamento e Investimento	Finance	95.31
Mercantil do Brasil Corretora S.A. - Câmbio, Títulos e Valores Mobiliários	MBC	99.99
Mercantil do Brasil Distribuidora S.A. - Títulos e Valores Mobiliários	MBD	100.00
Domo Digital Tecnologia S.A. ⁽ⁱ⁾	Domo	99.16
COSEFI - Companhia Securitizadora de Créditos Financeiros	COSEFI	100.00
SANSA - Negócios Imobiliários S.A.	SANSA	100.00
MB FII – Fundo de Investimento Imobiliário ⁽ⁱⁱ⁾	MB FII	100.00
OPEA SPE 01 - Companhia Securitizadora de Créditos Financeiros	OPEA	100.00
Mercantil Adm. Corretagem de Seguros S.A. ⁽ⁱⁱⁱ⁾	MACS	99.56
Bem Aqui Administradora e Corretora de Seguros, Previdência Privada e Correspondente Bancário S.A.	Bem Aqui	100.00
Mercantil do Brasil Marketplace e Empreendimentos Imobiliários S.A.	Marketplace	100.00
Altivis Plataforma de Bem Estar Ltda. ^{(ii) (iii)}	Altivis	95.00
Dente Vitta Assistência Odonto Ltda. ^{(ii) (iii)}	Dente Vitta	95.00
Geração Saber Cursos Livres Ltda. ^{(ii) (iii)}	Geração Saber	95.00
Maturitec Solução em Tecnologia Ltda. ^{(ii) (iii)}	Maturitec	95.00

⁽ⁱ⁾ The total equity interest in Domo held by the Bank and its subsidiaries Banco Mercantil de Investimentos S.A. and Mercantil Financeira S.A. – Crédito, Financiamento e Investimento was considered (Note 12.a).

⁽ⁱⁱ⁾ Companies controlled by the Marketplace that were incorporated to complement the non-financial services portfolio of the Bank's "50+" ecosystem.

⁽ⁱⁱⁱ⁾ Indirectly controlled.

2.3. Change of accounting policy and reclassification of comparative information

On January 1, 2025, CMN Resolution 4966/21 became effective, which changed the accounting criteria for recognition, measurement, and disclosure of financial assets and financial liabilities. The main adjustments resulting from the application of the standard are as follows: (i) the classification of loan operations and other credits given what was established by the Business Model; (ii) Appropriation of interest incurred on overdue loan operations considering expected realization; (iii) Write-off of assets for losses in accordance with the new provisions of the standard; and (iv) Deferral of income and/or expenses from the origination of Loan Operations, for the term of the respective operations, in accordance with the methodology for calculating the defined interest rate.

The accounting criteria established by CMN Resolution 4966/21 were applied prospectively and the effects of the adjustments resulting from their application were recorded against the retained earnings account at the amount net of tax effects. The following is a reconciliation of the Bank's and Consolidated financial position as at 01/01/2025:

Assets	Bank			Consolidated		
	12/31/2024	Reconciliation Res. 4966	01/01/2025	12/31/2024	Reconciliation Res. 4966	01/01/2025
Cash equivalents	1,304,575		1,304,575	1,311,041		1,311,041
Financial instruments	22,136,219	(651,801)	21,484,418	22,635,860	(651,525)	21,984,335
At fair value through profit or loss	1,202,143		1,202,143	1,752,400	(100,241)	1,652,159
Marketable securities	1,202,143		1,202,143	1,752,400	(100,241)	1,652,159
Fair value through other comprehensive income	-		-	-	107,586	107,586
Marketable securities	-		-	-	107,586	107,586
At amortized cost	20,934,076	(651,801)	20,282,275	20,883,460	(658,870)	20,224,590
Deposited with the Central Bank of Brazil	576,988		576,988	576,988		576,988
Short-term interbank investments	3,047,788		3,047,788	2,674,749		2,674,749
Marketable securities	1,012,166	(20,124)	992,042	814,429	(240,139)	574,290
Loan operations and other credits	16,652,449	40,312	16,692,761	17,116,550	260,929	17,377,479
(Provision for expected losses)	(372,395)	(671,989)	(1,044,384)	(377,084)	(679,660)	(1,056,744)
Other financial assets	17,080		17,080	77,828		77,828
Tax assets	605,329	293,310	898,639	661,402	298,817	960,219
Current	208,129		208,129	228,166		228,166
Deferred	397,200	293,310	690,510	433,236	298,817	732,053
Non-financial assets held for sale	51,740		51,740	51,740		51,740
Other assets	470,995		470,995	425,386		425,386
Investments	1,213,112		1,213,112	18,676		18,676
Property and equipment	144,106		144,106	152,676		152,676
Intangible assets	164,540		164,540	164,639		164,639
Total assets	26,090,616	(358,491)	25,732,125	25,421,420	(352,708)	25,068,712

NOTES

Liabilities and equity	Bank			Consolidated		
	12/31/2024	Reconciliation Res. 4966	01/01/2025	12/31/2024	Reconciliation Res. 4966	01/01/2025
Deposits of other financial instruments	22,894,587	-	22,894,587	22,094,738	-	22,094,738
At amortized cost	22,894,587	-	22,894,587	22,094,738	-	22,094,738
Deposits	18,057,459	-	18,057,459	17,659,110	-	17,659,110
Money market funding	33,379	-	33,379	-	-	-
Funds from acceptance and issue of securities	2,405,587	-	2,405,587	3,397,427	-	3,397,427
Borrowings and onlendings	100,101	-	100,101	100,101	-	100,101
Interbank accounts	98,160	-	98,160	98,160	-	98,160
Interdepartmental accounts	11,092	-	11,092	11,092	-	11,092
Obligations for operations linked to assignment	1,405,595	-	1,405,595	44,228	-	44,228
Debt instruments eligible to capital	780,955	-	780,955	780,955	-	780,955
Other financial liabilities	2,259	-	2,259	3,665	-	3,665
Provisions	266,842	-	266,842	299,303	-	299,303
Tax liabilities	79,311	-	79,311	113,678	5,978	119,656
Current	79,092	-	79,092	105,500	-	105,500
Deferred	219	-	219	8,178	5,978	14,156
Other liabilities	761,570	-	761,570	787,470	-	787,470
Equity	2,088,306	(358,491)	1,729,815	2,126,231	(358,686)	1,767,545
Total liabilities and equity	26,090,616	(358,491)	25,732,125	25,421,420	(352,708)	25,068,712

Moreover, the Bank joined the option given to financial institutions, in accordance with the provisions of Article 79 of CMN Resolution 4966/21, which exempted financial institutions from presenting comparative financial statements for the periods of 2025 in relation to previous periods.

2.4. Significant accounting policies and critical estimates

a) Segment reporting

The presentation of information by segment is consistent with the Strategic and Marketing Plan, through which the Bank makes decisions for allocation of resources and investments, whose main focus are the Financial Segments, which operate credit in its various modalities, the Marketplace, which complements the 50+ ecosystem's portfolio of non-financial services, among other segments basically made up of the real estate, securitization and technology industries.

b) Cash and cash equivalents

Cash and cash equivalents are mostly cash, readily-redeemable bank deposits, and short-term high-liquidity investments readily convertible into cash and subject to an insignificant risk of change in value or limits, with original maturities of less than 90 days, from acquisition date, which are used by the Bank to manage its short-term cash commitments.

c) Foreign currency translation

• Functional and presentation currency

The accounting information of the Bank and its direct and indirect subsidiaries is presented in Brazilian Real/Reais (R\$), which is its functional and presentation currency.

• Foreign currency translation into functional currency

Assets and liabilities in foreign currency, when they occur, are translated into Reais at the exchange rate at the balance sheet date. At March 31, 2025, the exchange rate was: US\$ 1.00 = R\$ 5.7416.

d) Financial instruments

The financial assets can be classified into three categories: (i) at amortized cost, (ii) at fair value through other comprehensive income and (iii) at fair value through profit or loss, based on the business model and in accordance with the provisions of CMN Resolution 4966/21.

The business model sets the way in which the Bank manages its financial assets to generate cash flows. The Management's purpose for a given business model is: (i) maintain the assets to receive the contractual cash flows; (ii) maintain the assets to receive the contractual cash flows and sale; or (iii) maintain the assets for trading.

The Solely Payments of Principal and Interest (SPPI) Test, is applied to verify whether the contractual provisions of financial assets and liabilities are only for payment of principal and interest, that is, they must include only consideration for the amount of money over time and the respective credit risk.

(i) Financial assets at amortized cost

They are financial assets acquired or originated with the objective of receiving contractual cash flows that are solely payment of principal and interest.

Financial assets measured at amortized cost are assets initially recognized at fair value, including direct and incremental costs, and subsequently recorded at amortized cost under the effective interest rate method.

Interest is recognized in the statement of income as "Income (Loss) from Marketable Securities."

(ii) Financial assets at fair value through other comprehensive income

They are assets acquired or originated whose objective is achieved both by collecting contractual cash flows and selling financial assets.

They are initially recognized at fair value, plus transaction costs that are directly attributable to their acquisition or issuance, and are subsequently measured at fair value with the gains and losses recognized in other comprehensive income, until the financial asset is no longer recognized. Expected credit losses are reported in the statement of income.

Interest income is recognized in the Result under "Income from Marketable Securities," using the effective interest rate method.

(iii) Financial assets measured at fair value through profit or loss

Operations that are not classified as financial assets at amortized cost or at fair value through other comprehensive income or those that in the initial recognition are irrevocably designated at FVTPL, if this eliminates or significantly reduces accounting mismatches.

Financial assets measured at FVTPL are initially recorded and measured at fair value, and the respective subsequent changes in the fair value are immediately recognized in income.

Interest income from financial assets measured at FVTPL is recognized in "Income from marketable securities."

(iv) Financial liabilities

Financial liabilities are measured at amortized cost, except when we have financial liabilities designated as hedged items (or hedging instruments), which are measured at fair value.

Financial liabilities at fair value are initially measured at transaction cost and are subsequently adjusted at fair value. They are stated by the amounts payable and consider, when applicable, the payable charges updated up to the balance sheet date, recognized on a *pro rata die* basis.

In operations to raise funds through the issue of marketable securities, the associated expenses are appropriated to the income according to the term of the operation and shown as a reduction in the corresponding liability.

(v) Derivatives

According to CMN Resolution 4966/21, Derivative Financial Instruments can be classified according to their nature into the following categories:

- **Fair value hedge** - the financial instruments classified into this category, as well as its related financial assets and liabilities, subject to hedge, have their realized or unrealized gains and losses recorded in income;
- **Cash flow hedge** - the financial instruments classified into this category have the effective portion of gains or losses recorded, net of tax effects, in a separate account in equity. The non-effective portion of the hedge is recognized directly in income; and
- **Hedge of net investment in foreign operation** - the financial instruments classified in this category aim to hedge the exchange rate change of investments abroad, whose functional currency is different from the local currency, and are accounted for in accordance with the accounting procedures applicable to the cash flow hedge category, i.e., with the effective portion recognized in equity, net of tax effects, and the non-effective portion recognized in income for the period.

Operations that use financial instruments that do not meet the hedge accounting criteria, mainly derivatives used to manage overall risk exposure, are recognized at market value, with any appreciation or devaluation recognized directly in income.

For operations contracted in trading for raising of or investment of funds, any valuation or devaluation derived from the adjustment to market value may be disregarded as long as their trading or settlement separately from the operation associated to it is not permitted, which in the event of early settlement of the associated operation, it is carried out at the contracted value, and that it is contracted for the same period and with the same counterparty of the associated operation.

(vi) Recognition and derecognition of financial assets and liabilities

A financial asset or a financial liability is recorded in the balance sheet when the Bank becomes a party to the contractual provisions of the instrument.

The accounting treatment of transfers of financial assets depends on the extent to which the risks and rewards related to the transferred assets are transferred to third parties:

- **Loan assignment with substantial retention of risks and rewards:** the assigned operations are still recorded in the Bank's assets, and the funds received are recorded in assets with a corresponding entry to financial liabilities resulting from the obligation assumed. Income and expenses resulting from assignments are monthly recognized in income for the remaining term of the related operations.
- **Loan assignment without substantial retention of risks and rewards:** the assigned operations are derecognized from the Bank's assets. The gain or loss determined in the operation is recognized in income for the period.

(vii) Determination of fair value

The determination of the fair value of most financial assets and financial liabilities is based on market quotation prices or distributor prices for financial instruments traded in active markets. For the other financial instruments, fair value is determined using valuation techniques, which include the use of recent market transactions, discounted cash flow method, comparison with similar instruments for which there are market prices, and valuation models.

In conformity with CMN Resolution 4,924/21, which approved and made mandatory technical pronouncement CPC 46 - Fair Value Measurement, financial assets and liabilities that are measured at fair value, after initial recognition, are grouped into Levels 1 to 3 of the fair value hierarchy:

- **Level 1:** obtained from quoted prices (unadjusted) in active markets for identical assets or liabilities.

- **Level 2:** obtained from information that is observable for the asset or liability, either directly or indirectly, except for quoted prices included in Level 1.
- **Level 3:** obtained through valuation techniques, which include variables for the asset or liability, but which, mostly, do not use as a basis the observable market data.

(viii) Provision for expected losses (Impairment)

- **Assets measured at amortized cost**

The Bank assesses at each balance sheet date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or group of financial assets is impaired when the credit risk of that financial instrument has increased significantly since initial recognition.

In the case of financial assets measured at amortized cost, the amount of the provision for expected losses determined based on the assessment of the increase in credit risk that occurs over the expected life of the financial instrument is presented as a reduction in the asset balance.

The Bank has policies, methods and procedures to cover its credit risk resulting from insolvency attributable to a counterparty.

These policies, methods and procedures are applied when granting, examining and documenting debt instruments and commitments, identifying any failure in their recovery and calculating the amounts necessary to cover the respective credit risk.

The Bank measures financial assets at amortized cost that meet the management criteria of the business model and the characteristics of the contractual cash flows, as established by the CMN Resolution 4.966/21. Provisions for expected losses are recognized for these assets, reflecting the evolution of credit risk over time.

Credit risk is assessed monthly to determine whether there has been a significant increase in risk since the initial recognition of the asset. The provisioning methodology follows the Stages approach of CMN Resolution 4.966/21, which classifies financial assets into three categories based on credit risk:

- **Stage 1 – Realizable Assets:** Application of provision for loss based on next twelve-month expected credit loss for assets that do not present a significant increase in credit risk since initial recognition.
- **Stage 2 – Doubtful Assets:** Application of a provision considering the expected loss over the life of the asset, for those that have suffered a significant increase in credit risk.
- **Stage 3 – Assets in default:** It is characterized by the delay of over 90 days and/or indicative that the respective obligation will not be fully met under the agreed conditions, without it being necessary to resort to guarantees or collateral. At this stage, the recognition of income of any kind not yet received from financial assets with credit recovery problems in the result for the period is not allowed.

Reclassification between stages occurs according to the evolution of the asset's credit risk, except in the case of financial assets acquired or originated with evidence of credit loss, which remain in Stage 3 until they are liquidated or written-off.

Provisioning methodology

The Bank adopts specific policies and procedures to manage and mitigate the credit risk associated with financial assets measured at amortized cost. The provisioning structure is made up of two main groups, with distinct criteria for calculating the provision:

- **Loans assessed individually:** This includes operations in which the provision is determined based on specific criteria for each product and previously defined impairment triggers.
- **Loans assessed collectively:** It covers operations subject to statistical modeling to estimate the expected loss, based on historical default patterns. Loss percentages are applied to these loans according to the portfolio segmentation and the different credit risk stages.

Loss percentages are calculated using historical series, resulting in the definition of a median expected loss rate. This analysis is reviewed annually based on the latest information available and incorporating forward-looking views.

Furthermore, in compliance with BCB Resolution 352/2023, the level of provision for loan operations must correspond to the amount resulting from the application of the percentages defined in the tables included in Annexes I and II, considering the periods of delay and the portfolios defined by this Resolution, based on the gross carrying amount of the asset.

Classification and evaluation criteria

The Bank's loan portfolio is segmented to allow a granular assessment of risk and the appropriate measurement of the provision for losses. This segmentation considers factors such as: Geographical region; Product type; Remaining contractual term; Profile of client or beneficiary; Age; Gender; etc.

To improve the accuracy of the provision, periodic studies are carried out on credit recovery, as well as studies on the reduction of credit risk based on the number of installments paid after the transaction is settled, a process known as "Cure."

Recognition of interest income

Interest income on assets classified in Stages 1 and 2 is recognized in proportion to the time elapsed, since the cash flows are still expected to be realized.

Stage 3 records operations with the prospect of liquidity problems (Problem Assets); in this case, the recognition of interest income is interrupted. In cases where the operation ceases to be classified as an asset with a credit recovery problem, considering the Cure criteria, recognition may be resumed, prospectively, following the effective interest method.

Based on the analysis of the loans and receivables portfolio, the Bank considers that operations less than 90 days overdue and with no other signs of credit deterioration remain classified as realizable.

This approach ensures that the provision for loss is appropriate to the reality of the portfolio's risk and complies with the applicable accounting and regulatory principles.

- **Assets classified as at fair value through other comprehensive income**

The Bank assesses at the end of each reporting period whether there is an increase in credit risk of a financial asset or group of financial assets.

For financial assets, credit loss is the present value of the difference between the contractual cash flows and the cash flows expected to be received.

The provision for expected losses on financial assets measured at fair value through other comprehensive income is recognized in the income in Other operating expenses.

e) Taxes and contributions

- **Social contributions related to PIS and COFINS**

The direct taxes for the Social Integration Program (PIS) and the Social Contribution on Revenues (COFINS) are calculated based on the Gross Revenue pursuant to article 12 of Decree-Law 1598/77, in conformity with Law 12973/14 and supplementary regulation, and are paid at the rates of 0.65% and 4%, respectively, on the cumulative system.

- **Current and deferred income taxes**

The provision for income tax is recorded on the accrual basis and calculated based on taxable profit, adjusted for temporary or permanent differences, at the rate of 15%, plus a 10% surcharge on annual taxable profit exceeding R\$ 240. Social contribution was calculated at the rate of 20% on taxable profit, in accordance with Law 14183/21.

Deferred taxes arising from temporary differences and from income tax and social contribution losses, if any, are recognized based on a technical study of estimated future taxable profits, in accordance with CMN Resolution 4842/20, BCB Resolution 15/20 and supplementary regulations, and are fully presented in non-current assets, based on BCB Resolution 2/20.

f) Non-financial assets held for sale

These comprise real estate, machinery and equipment and vehicles not used in the operations, intended for sale or received in lieu of payment.

As established by CMN Resolution 4747/19, they are recognized at the lower of the carrying amount or the gross carrying amount of the respective financial instrument of difficult or doubtful resolution and the fair value of the asset.

Non-financial assets held for sale without a liquid market are periodically assessed for impairment, through a technical appraisal report.

g) Property and equipment

- **Rental properties**

Rental properties or investment properties refer to land and projects constituted by the Bank's subsidiaries and are stated at acquisition cost and are depreciated at the acquisition cost and based on the useful life of the asset.

- **Property and equipment in use**

Property and equipment in use are stated at cost adjusted for depreciation, calculated based on the useful life of the assets. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

- **Leased Property and Equipment**

On January 1, 2025, Resolution 4975/21 came into force, which provides for the accounting criteria applicable to lease operations by financial institutions.

The Bank leases properties for agencies and bank service points. They are recognized at present value in the Bank's Financial Statements as "Right-of-use assets" as a contra entry to "Obligations for acquisition of assets and rights" that correspond to the balance payable for leases recorded at present value. Right-of-use assets are depreciated based on the useful life of the asset. The finance cost corresponding to interest on the lease liability is recognized under "Other operating expenses".

h) Intangible assets

Intangible assets correspond to expenditures for the acquisition and development of software and are recorded at the acquisition cost. The amortization of intangible assets was calculated based on the useful life attributed to the asset, which is defined between three and five years.

i) Impairment of assets

In conformity with CVM Resolution 90/22 and CMN Resolution 4924/21, which approved and made mandatory technical pronouncement CPC 01 (R1) - Impairment of Assets, the Bank analyzes to check if the carrying amount of non-financial assets or set of non-financial assets, except other assets and tax credits, exceeds their recoverable amount. In this case, an impairment loss is recognized in the income.

j) Provisions, contingent assets and liabilities

Management assesses contingent assets and liabilities and provisions in accordance with the criteria defined by CVM Resolution 72/22, and in compliance with CMN Resolution 3823/09:

- **Contingent assets** - these are not recorded in the books, unless Management has full control over the asset or when favorable unappealable court decisions assure the realization of the gain is virtually certain. Contingent assets with expectations of probable favorable outcomes are only disclosed in the financial statements.
- **Contingent liabilities** - these represent legal cases for which losses are probable as classified by management, under the advice of the external legal counsel, based on the nature of the actions, the similarity with previous cases, the complexity and positioning of the Courts.
- **Provisions** - these originate from labor, civil and other lawsuits, under the advice of external legal counsel, based on the nature of the actions, similarity with previous cases, the complexity and positioning of the Courts. The amounts of these lawsuits are recognized when a probable outflow of resources is expected to arise to settle the obligation and when the amounts involved can be measured reliably.
- **Legal obligations** - provision for tax risks - these refer to tax obligations established by law, challenged in court as to their constitutionality that, irrespective of the probability of a favorable outcome in the ongoing lawsuits, are fully recorded in the financial statements.

k) Earnings per share

Basic earnings per share are presented for the two classes of shares; namely, common and preferred, and are calculated by dividing profit for the year attributable to the Parent by the weighted average number of preferred and common shares outstanding during the year (Note 18.4.).

The Bank does not have potentially dilutive instruments, therefore, diluted earnings per share are equal to basic earnings per share.

l) Interest on capital

Interest on capital paid and payable to stockholders and received or receivable from subsidiaries is calculated in accordance with Law 9249/95 and are presented in the financial statements in conformity with CMN Resolution 4872/20 as follows: (i) Interest on capital representing a present obligation at the balance sheet date is recorded in liabilities, as applicable, deducted from the retained earnings account; and (ii) Interest on capital received and receivable from subsidiaries is recognized in assets when the entity has obtained the right to receive it, it is measured by the investee, posted against the related investment.

m) Benefit plans

The Bank has a Compensation Plan specific for management, which includes rules for the payment of fixed and variable compensation in line with the Bank's risk management policy and best market practices, in accordance with CMN Resolution 5177/24. The amount of the overall compensation is approved annually at the Annual General Meeting. The right to variable compensation is subject to the achievement of the Bank's strategic goals, the individual goals and the goals of the management's operating areas.

n) Non-recurring events

The non-recurring results, when they occur, are shown in conformity with BCB Resolution 02/20 and refer to events that are not related to the Bank's typical activities or that are related, but are not expected to occur frequently in future years.

o) Critical accounting estimates and judgments

The preparation of the financial statements requires Management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The actual amounts may differ from these estimates.

Accounting estimates are reviewed periodically and have their amounts recognized on the base date of the review, as well as in the future periods affected, such as:

- **Provision for expected losses (Impairment):** the Bank assesses at each balance sheet date whether there was an increase in the credit risk of a financial asset or group of financial assets and the expected loss attributed to these assets. In order to determine the measurement of expected credit loss, the Bank exercises its judgment considering whether there is objective evidence that indicates an increase in credit risk.
- **Fair value of financial assets and liabilities:** measurement is based on quotations in the active market or, in the absence of an active market, in the most advantageous market for financial assets or liabilities, taking into consideration all the reasonably available information. The fair value of financial assets and liabilities that are not traded on an active market and that have no information available is determined using valuation techniques.
- **Contingent assets and liabilities:** The Bank's contingencies are recorded when, supported by technical studies and under the advice of legal counsel, it is probable lawsuits will result in a cash outflow and internal studies whose applied modeling results in a better assessment of mass contingencies; and
- **Deferred income tax and social contribution:** deferred tax assets are recognized for temporary differences to the extent it is probable that the institutions will have sufficient future taxable profits to cover the deferred tax assets to be used supported by technical studies of estimated taxable profits.

3. Statement by operating segments

The presentation of information by segments is as follows:

Balance sheet	Finance ⁽ⁱ⁾	Insurance and business intermediation	Marketplace ⁽ⁱⁱ⁾	Other ⁽ⁱⁱⁱ⁾	Elimination	Mar 2025
Cash equivalents	1,389,436	335	2,453	6,844	(2,889)	1,396,179
Financial instruments	23,990,761	210,500	312,620	1,400,580	(2,188,259)	23,726,202
Tax assets	901,574	997	11,159	5,082	-	918,812
Other assets	48,660	-	-	-	-	48,660
Other assets	400,597	10,120	3,222	923	(1,338)	413,524
Investments	602,737	14,994	12,062	1,940	(613,162)	18,571
Property and equipment	425,753	26,176	244	2,937	-	455,110
Intangible assets	170,679	-	94	-	-	170,773
Total Assets	27,930,197	263,122	341,854	1,418,306	(2,805,648)	27,147,831
Financial liabilities	24,656,916	-	-	1,003,004	(1,844,441)	23,815,479
Provisions	307,084	2,192	-	180	-	309,456
Tax liabilities	102,291	9,623	13,026	880	-	125,820
Other liabilities	931,274	25,765	(9,366)	17,675	(1,338)	964,010
Equity	1,932,632	225,542	338,194	396,567	(959,869)	1,933,066
Total Liabilities	27,930,197	263,122	341,854	1,418,306	(2,805,648)	27,147,831

STATEMENT OF INCOME	Finance ⁽ⁱ⁾	Insurance and business intermediation	Marketplace ⁽ⁱⁱ⁾	Other ⁽ⁱⁱⁱ⁾	Elimination	Mar 2025
Income on financial intermediation	1,782,324	5,984	9,090	70,663	(113,057)	1,755,004
Expenses on financial intermediation	(732,352)	-	-	(35,694)	81,111	(686,935)
Net result from financial intermediation	1,049,972	5,984	9,090	34,969	(31,946)	1,068,069
(-) Expected losses on financial assets	(108,530)	-	-	-	-	(108,530)
Net result from expected loss of financial assets	941,442	5,984	9,090	34,969	(31,946)	959,539
Other operating income (expenses)	(659,321)	38,820	80,931	(1,970)	(103,393)	(644,933)
Income from services rendered	59,005	59,319	90,197	7,701	(13,512)	202,710
Equity in earnings of subsidiaries	103,236	215	(5)	(53)	(103,393)	-
Personnel expenses	(167,519)	(10,076)	(1,061)	(3,176)	-	(181,832)
Other administrative expenses	(304,934)	(2,722)	(1,573)	(3,636)	13,417	(299,448)
Tax expenses	(58,088)	(7,373)	(5,740)	(1,797)	-	(72,998)
Other operating income	31,360	88	26	60	(25)	31,509
Other operating expenses	(277,787)	(695)	(913)	(1,069)	120	(280,344)
Reversals of/(Expenses on) provisions	(44,594)	64	-	-	-	(44,530)
Income before taxes	282,121	44,804	90,021	32,999	(135,339)	314,606
Income tax and social contribution	(40,914)	(15,892)	(12,507)	(416)	-	(69,729)
Non-controlling interests	(663)	-	(3,670)	-	-	(4,333)
Profit for the year	240,544	28,912	73,844	32,583	(135,339)	240,544

⁽ⁱ⁾ "Finance" segment is represented by financial institutions that operate loans in their various formats.

⁽ⁱⁱ⁾ Marketplace and its companies that complement the "50+" ecosystem's portfolio of non-financial services.

⁽ⁱⁱⁱ⁾ "Other" segment basically comprises the real estate, securitization and technology sectors, as well as companies engaged in real estate development.

4. Cash and cash equivalents

Description	Mar 2025	
	Bank	Consolidated
Cash equivalents	1,389,436	1,396,179
Short-term interbank investments	2,697,926	2,775,565
Money market investments - Own portfolio	2,657,050	2,734,689
Investments in interbank deposits	40,876	40,876
Total	4,087,362	4,171,744

5. Financial instruments at fair value through other comprehensive income

5.1. Marketable securities at fair value through other comprehensive income

a) Marketable securities at fair value through other comprehensive income

Bank	Mar 2025	
	Updated cost	Fair value/ Carrying amount
Financial Treasury Bills	1,477,771	1,479,458
Debentures	487	487
Total carrying amount	1,478,258	1,479,945

Consolidated	Mar 2025	
	Updated cost	Fair value/ Carrying amount
Financial Treasury Bills	1,575,861	1,577,582
Certificate of Agribusiness Receivables	67,063	67,579
Certificate of Real Estate Receivables	21,781	21,781
Certificate of Agribusiness Credit Rights	9,769	9,769
Bank Deposit Certificate	2,700	2,700
Debentures	487	487
Total carrying amount	1,677,661	1,679,898

b) Marketable securities at fair value through other comprehensive income by maturity

Term	Mar 2025	
	Bank	Consolidated
≤01 year	172,534	211,040
1–2 years	120,853	129,676
2–3 years	162,740	193,595
3–4 years	103,262	109,295
4–5 years	336,915	344,604
>05 years	583,641	691,688
Total	1,479,945	1,679,898

Depending on their specific features, marketable securities are listed with B3 S.A. - Brasil, Bolsa, Balcão (“B3”) and with Special System for Settlement and Custody (SELIC).

The main methodology used to value securities is to multiply the quantity of assets in inventory by the market prices published by the market information systems (ANBIMA, B3 or other feeders). If it is not possible to capture market prices, due to the low liquidity of the assets or since they do not have transaction records, theoretical prices will be established using methodologies recognized in the national financial market.

Furthermore, marketable securities have their fair value calculated using a specific methodology for determining expected loss, regardless of the market pricing process, as defined in the institutional policy.

On March 31, 2025, these securities had a provision of R\$ 6,755.

6. Financial instruments at fair value through profit or loss

6.1. Marketable securities at fair value through profit or loss

a) Marketable securities at fair value through profit or loss

Consolidated	Mar 2025	
	Updated cost	Fair value/ Carrying amount
Real Estate Fund Quotas	38,242	38,242
Credit Right Investment Funds	20,971	20,971
FIAGRO	18,963	18,963
Funcine	1,465	1,465
Investment fund quotas	345	345
Trading Participant Fund Quotas and Clearing Member	16,266	16,266
Total carrying amount	96,252	96,252

b) Marketable securities at fair value through profit or loss at maturity

Consolidated	Mar 2025
Undetermined	75,281
01-02 years	20,971
Total	96,252

Depending on their specific features, marketable securities are listed with B3 S.A. - Brasil, Bolsa, Balcão ("B3") and with Special System for Settlement and Custody (SELIC).

Investment fund quotas were recorded on the basis of the quotation reported by the fund managers.

6.2. Derivative financial instruments

The derivative financial instruments traded by the Bank are mainly futures contracts used as hedge instruments in foreign currency transactions due to the risk of foreign exchange and interest rate variations to hedge the fixed rate positions, and are classified according to Management's intention in accordance with CMN Resolution 4.966/21.

They are used in two strategies: trading portfolio and banking portfolio. Derivatives held with the intention of trading, or intended to hedge other elements of the trading portfolio, which do not have limitations on their trade, are classified in the trading portfolio. The banking portfolio contains derivatives intended for structural operations, not classified as trading.

Risk management is controlled and monitored independently of the areas generating the risk exposure. The assessment and measurement are carried out daily based on the metrics of Delta EVE (Economic Value Equity) and Delta NII (Net Interest Income). Additionally, sensitivity analyses and stress tests are carried out for derivative instruments.

The fair value of derivative financial instruments and the related hedged items is determined by estimating the cash flow of each party discounted to present value, according to the rates published by B3, adjusted by the risk spread, determined at the closing of the operation.

Operations with derivative financial instruments are held in custody on B3 (stock exchange) or on the Organized Counter for Assets and Derivatives (B3 - over-the-counter). The notional values of these operations are recorded in memorandum accounts.

The derivative financial instruments of the Bank and Consolidated are as follows:

a) Derivative financial instruments

By index	Mar 2025	
	Notional amount	Fair value
Futures contract - DI ⁽ⁱ⁾		
Short position - Interest rate	5,201,751	5,199,514
Futures contract - DAP⁽ⁱⁱ⁾		
Short position - Interest rate	31,511	31,509
Futures contract - US dollar ⁽ⁱⁱⁱ⁾		
Short position - Foreign currency	2,068	2,099
Futures contract - Mini index ^(iv)		
Long position - Ibovespa	1,284	1,267
Total	5,236,614	5,234,389

⁽ⁱ⁾ The objective of the futures contract - DI is to hedge fixed rate exposures indexed to the DI.

⁽ⁱⁱ⁾ The objective of the IPCA Coupon Futures (DAP) is to hedge the Bank's exposures in relation to transactions indexed to the IPCA index.

⁽ⁱⁱⁱ⁾ The objective of the US Dollar Futures Contract is to hedge, as a complement, the foreign exchange exposures of the Bank calculated at market value on a daily basis and adjusted on B3.

^(iv) The Mini Index Futures Contract refers to a mini futures contract derived from the Bovespa Index, traded on the stock exchange.

By maturity	01–90 days	91–360 days	>360 days	Notional value
Futures contract - DI	-	1,635,931	3,565,820	5,201,751
Futures contract - IPCA (DAP)	31,511	-	-	31,511
Futures contract - US dollar	2,068	-	-	2,068
Futures contract - Mini index	-	1,284	-	1,284
Total at 03/31/2025	33,579	1,637,215	3,565,820	5,236,614

b) Hedge accounting

Mercantil has a hedge transaction, classified in the fair value hedge category.

Fair value hedge	Mar 2025	
	Carrying amount	Fair value adjustment
Hedged item - Asset portfolio ⁽ⁱ⁾	2,543,607	2,536,813
Hedge instrument - Interest rate	(2,536,811)	(2,536,811)

⁽ⁱ⁾ The objective of the Hedge Accounting operation with Futures Contract - DI is to partially hedge the Bank's fixed rate loan operations (Note 7.3).

The effectiveness of hedge accounting operations is verified through the hedge ratio, which is measured by the ratio between the quantity of the hedging instrument and the hedged item in terms of their relative weighting, in addition to the qualitative assessment of the hedging relationship, in line with the Institution's risk management strategy.

c) Income from derivative financial instruments

Gains and losses on derivative financial instruments have been recognized directly in profit or loss in the line item "Income from derivative financial instruments" in the Bank and Consolidated, as shown below:

Description	Gains	Losses	Income
Futures contract - DI	48,058	(61,109)	(13,051)
Futures contract - DAP	318	(371)	(53)
Futures contract - US dollar	803	(473)	330
Futures contract - Mini index	428	(342)	86
Total at 03/31/2025	49,607	(62,295)	(12,688)

7. Financial instruments at amortized cost

7.1. Short-term interbank investments

Description	Mar 2025	
	Bank	Consolidated
Money market investments	2,689,981	2,767,620
Own portfolio	2,657,050	2,734,689
Third-party portfolio position	32,931	32,931
Investments in interbank deposits	376,330	92,900
Total	3,066,311	2,860,520
Current	3,062,274	2,856,483
Non-current	4,037	4,037

The third-party portfolio position has as a matching entry in liabilities "money market funding", which basically refers to repurchases pending settlement from third-party portfolio.

7.2. Marketable securities at amortized cost

a) Marketable securities at amortized cost:

Bank	Mar 2025	
	Updated cost	Fair value/ Carrying amount
External sovereign bonds	587,597	587,597
Debentures	346,707	346,707
Total carrying amount	934,304	934,304

Consolidated	Mar 2025	
	Updated cost	Fair value/ Carrying amount
External sovereign bonds	587,597	587,597
Total carrying amount	587,597	587,597

b) Marketable securities at amortized cost by maturity:

Term	Mar 2025	
	Bank	Consolidated
≤01 year	587,597	587,597
>05 years	346,706	-
Total	934,303	587,597

Depending on their specific features, marketable securities are listed with B3 S.A. - Brasil, Bolsa, Balcão ("B3") and with Special System for Settlement and Custody (SELIC). The cost value of marketable securities at

amortized cost is determined on the basis of initial acquisition cost updated by earnings accrued for each operation depending on maturity.

Marketable securities have their fair value calculated using a specific methodology for determining expected loss, as defined in the institutional policy.

7.3. Loans and Other receivables

The balance of Loan operations and other credits is as follows:

a) Loan operations by products

Loan portfolio	Mar 2025	
	Bank	Consolidated
Loans and financings	18,048,656	18,512,197
Payroll loan	12,003,761	12,097,276
FGTS withdrawal loan	2,577,609	2,945,349
Personal loan	2,705,256	2,705,257
Working capital	412,045	412,045
Overdraft facilities	116,544	116,544
Credit cards	34,388	34,388
Overdraft account	10,505	10,505
Other loans and financing	188,548	190,833
Other credits	210,786	477,856
Amounts receivable related to payment transactions	143,506	143,148
Debtors for purchase of assets	46,355	46,355
Notes and credits receivable	20,925	288,353
Subtotal	18,259,442	18,990,053
Mark-to-market adjustment of hedged loan operations ⁽¹⁾	(6,794)	(6,794)
Total	18,252,648	18,983,259

b) By maturity

Description	Mar 2025	
	Bank	Consolidated
≤01 year	8,176,474	8,520,559
> 1–5 years	8,686,113	9,049,328
>05 years	1,396,855	1,420,166
Total	18,259,442	18,990,053

c) Portfolio by stage

Bank	Stage 1	Stage 2	Stage 3	Total
Loans and financings	16,833,035	295,257	920,364	18,048,656
Other credits	208,798	1,358	630	210,786
Total	17,041,833	296,615	920,994	18,259,442

Consolidated	Stage 1	Stage 2	Stage 3	Total
Loans and financings	17,283,940	297,805	930,452	18,512,197
Other credits	475,868	1,358	630	477,856
Total	17,759,808	299,163	931,082	18,990,053

d) Income from loan operations

Description	Mar 2025	
	Bank	Consolidated
Loans	1,550,038	1,584,725
Financing	853	941
Advance to depositors	262	262
Total	1,551,153	1,585,928

e) Changes in expected losses by stages

Bank	Stage 1	Stage 2	Stage 3	Total
At 01/01/2025	87,081	154,162	803,141	1,044,384
Formation/Settlement	7,993	33,387	58,089	99,469
Transfer to Stage 1	10,125	(9,136)	(989)	-
Transfer to Stage 2	(1,415)	1,930	(515)	-
Transfer to Stage 3	(764)	(41,974)	42,738	-
Write-off	-	-	(61,624)	(61,624)
Balance at 03/31/2025	103,020	138,369	840,840	1,082,229

Consolidated	Stage 1	Stage 2	Stage 3	Total
At 01/01/2025	90,283	154,909	811,552	1,056,744
Formation/Settlement	7,849	33,343	58,141	99,333
Transfer to Stage 1	10,132	(9,143)	(989)	-
Transfer to Stage 2	(1,425)	2,503	(1,078)	-
Transfer to Stage 3	(769)	(42,149)	42,918	-
Write-off	-	-	(62,647)	(62,647)
Balance at 03/31/2025	106,070	139,463	847,897	1,093,430

The Expected losses on financial assets are presented by the concept of expanded loss, which includes the Recovery of written-off credits and Discounts granted, totaling R\$ 9,910 in the Bank and R\$ 9,197 in the Consolidated.

The Bank assesses the objective evidence of losses on "Loans and financing to clients" individually for Financial Assets that are individually significant and collectively for Financial Assets that are not individually significant (Note 2.4.d).

7.4. Loan assignment

a) Assigned loan operations with substantial retention of risks and rewards

The Bank has loan assignment operations with substantial retention of risks and rewards with co-obligation in the assignments, or through the subscription of subordinated series in receivables securitization structures.

The amount of the assigned operations and the obligations assumed is as follows:

Description	Bank
	Mar 2025
Loans assignments	1,278,367
Obligations assumed	1,315,780

8. Other financial assets

Description	Mar 2025	
	Bank	Consolidated
Marketable securities and credits receivable ^(l)	16,339	100,006
Payments and receipts pending settlement	17,341	17,341
Trading and intermediation of securities	587	1,300
Total	34,267	118,647
Current	21,742	43,646
Non-current	12,525	75,001

(l) Refers mainly to Credit rights and Court-ordered debt payments (*precatórios*) receivable and recorded a provision of R\$ 7,492 and R\$ 8,817 in the consolidated.

9. Tax assets

9.1. Current - Taxes to be offset

Description	Mar 2025	
	Bank	Consolidated
Corporate Income Tax (IRPJ) /Social Contribution on Net Income (CSLL) - repetition of undue payment ^(l)	78,870	89,957
IRPJ/CSLL ⁽ⁱⁱ⁾	543	543
COFINS - Law 9718/98 ⁽ⁱⁱⁱ⁾	8,538	8,538
Withholding taxes and contributions	7,769	18,145
Prepayment of IRPJ/CSLL	79,740	81,753
Other	1,817	1,817
Total	177,277	200,753
Current	147,992	165,417
Non-current	29,285	55,336

(l) The Bank holds amounts to be offset under a final and unappealable decision on the proceeding that was the subject of a decision on the merits of Theme 962 by the Federal Supreme Court (STF) in September 2021 and an opinion (SEI 11469/2022) by the National Treasury Attorney General's Office (PGFN), regarding the exclusion of interest from the calculation basis of Corporate Income Tax (IRPJ) and Social Contribution on Profit (CSLL).

(ii) Refers basically to credit balances calculated for the prior-year Corporate Income Tax Returns (DIPJ).

(iii) The COFINS credits arise from a final and unappealable court decision in 2010, which acknowledged that tax is only due on a reduced calculation basis, and not on the total income earned; the refund is for amounts overpaid. As assessed by external legal counsel, the risk of loss is remote, and the judgment of Topic 372 (RE609.096) does not change our estimate except for the proceeding 1011346-45.2019.4.01.3800 that was remote and now it is possible. Banco Mercantil has three favorable decisions in the lower court that acknowledge the *res judicata* effect of the judgment. On November 5, 2024, the decision of the Federal Regional Court of the 6th Region (TRF-6) related to the proceeding 1011346-45.2019.4.01.3800, which upheld the remittance and the appeal by the National Treasury was published, reversing one of the favorable rulings. Motions for clarification were filed against the decision and, on December 17, 2024, the TRF-6 granted suspensive effect to prevent the effects of the Ruling (see Note 16.c).

9.2. Deferred tax credits

a) Balances and changes in tax credits

Bank	01/01/2025	Provision	Realization	03/31/2025
Temporary differences	671,045	269,208	(252,287)	687,966
Provision for expected losses	489,125	52,640	(52,020)	489,745
Provision for contingencies	109,981	23,259	(18,910)	114,330
MTM	13,782	39,198	(41,068)	11,912
Other temporary differences	58,157	154,111	(140,289)	71,979
Tax losses	19,465	-	(13,724)	5,741
Total	690,510	269,208	(266,011)	693,707

Consolidated	01/01/2025	Provision	Realization	03/31/2025
Temporary differences	705,726	269,530	(267,933)	707,323
Provision for expected losses	497,776	52,644	(52,755)	497,665
Provision for contingencies	116,116	23,397	(19,184)	120,329
MTM	13,914	39,198	(41,200)	11,912
Other temporary differences	77,920	154,291	(154,794)	77,417
Tax losses	26,124	124	(15,608)	10,640
EO 2158/01(*)	203	-	(107)	96
Total	732,053	269,654	(283,648)	718,059

(*) The adoption of EO 2158-35/01 does not impact the results because they refer to taxes that can be offset, as established in article 8 of such EO.

In accordance with paragraph 2, item V of article 20 of BACEN Resolution 02/2020, deferred tax assets must be presented in non-current assets.

b) Realization of tax credits:

Tax credits that can be offset, recorded pursuant to Executive Order 2158-35/01, are derived from applying the 18% rate on tax losses and temporary differences to profit for the purpose of determining Social Contribution, corresponding to periods ended up to December 31, 1998. These credits are not regulated by CMN Resolution 4842/20. The tax credits and the realization values and their respective present values, calculated using the funding rates expected for the corresponding periods, are as follows:

Bank	Temporary differences	Tax losses and negative basis	Mar 2025
2025	93,153	5,741	98,894
2026	104,883	-	104,883
2027	89,681	-	89,681
2028	89,681	-	89,681
2029	106,755	-	106,755
2030-2032	203,813	-	203,813
Total	687,966	5,741	693,707
Present value	225,728	4,406	230,134

Consolidated	Temporary differences	Tax losses and negative basis	EO 2158-35/01	Mar 2025
2025	94,206	10,640	-	104,846
2026	108,861	-	-	108,861
2027	90,984	-	-	90,984
2028	90,809	-	-	90,809
2029	115,270	-	96	115,366
2030-2032	207,193	-	-	207,193
Total	707,323	10,640	96	718,059
Present value	231,404	8,166	-	239,570

c) Unrecorded tax credits

As at March 31, 2025, in the consolidated, the balance of temporary additions, as well as tax losses, on which no tax credits were recorded, amount to R\$ 2,299 of the Subsidiary Mercantil do Brasil Corretora S.A and R\$ 196 of the Subsidiary Mercantil Adm. Corretagem de Seguros S.A.

9.3. Income tax and social contribution income/(expense)

Description	Mar 2025	
	Bank	Consolidated
Profit before taxes	272,115	314,606
Income tax and social contribution at statutory rates ⁽¹⁾	(122,452)	(126,068)
Adjustments in the tax calculation		
Equity in earnings of subsidiaries	51,686	-
Interest on capital	31,279	31,279
Other amounts	7,916	25,060
Income tax and social contribution expense	(31,571)	(69,729)

⁽¹⁾ Current rates: (i) The provision for income tax of the Group companies is calculated at the rate of 15%, plus a 10% surcharge on annual taxable profit exceeding R\$ 240; and (ii) social contribution is calculated based on taxable profit at a rate of 20% for the Bank and BMI; 15% for other financial institutions and 9% for commercial companies included in the Consolidated.

10. Non-financial assets held for sale

a) Non-financial assets held for sale, in the Bank and Consolidated

Description	Cost	Provision	Mar 2025
Properties	65,841	(17,181)	48,660

b) Changes in non-financial assets held for sale, in the Bank and Consolidated:

Description	Properties
At 01/01/2025	51,740
Additions	-
(-) Write-offs	(5,935)
(+) Formation / (-) Reversal of provision	2,855
Balance at 03/31/2025	48,660

Assets and liabilities held for sale are stated at fair value, measured using information adopted by the market, such as prices of recent sales of similar businesses.

11. Other assets

Description	Mar 2025	
	Bank	Consolidated
Debtors for guarantee deposits (Note 16.b)	126,305	157,283
Prepaid expenses (see Note 11.1)	136,848	144,869
Credit card ⁽¹⁾	53,525	53,525
Sundry receivables - domestic	25,461	28,179
Other	26,837	29,668
Total	368,976	413,524
Current	116,529	123,665
Non-current	252,447	289,859

⁽¹⁾ Refers, to amounts receivable from card purchases made by Mercantil clients.

NOTES

11.1. Prepaid expenses

Description	Mar 2025	
	Bank	Consolidated
Advertising and publicity ⁽ⁱ⁾	61,637	61,637
Financial system services	46,991	46,991
Insurance ⁽ⁱⁱ⁾	17,886	18,629
Other prepaid expenses ⁽ⁱⁱⁱ⁾	10,334	17,612
Total	136,848	144,869
Current	11,249	14,003
Non-current	125,599	130,866

⁽ⁱ⁾ Amounts applied in accelerating business through digital means for the origination of loan operations. It is worth highlighting that as at January 1, 2025, the new origination through digital means became part of the loan portfolio's effective interest rate.

⁽ⁱⁱ⁾ This basically refers to the cost of the litigation insurance in administrative and judicial proceedings, recorded on a monthly basis in accordance with the insurance policy term.

⁽ⁱⁱⁱ⁾ This basically refers to municipal property tax (IPTU), rents and branch operating license, which are recorded on a monthly basis according to contractual terms.

12. Investments

Investments in direct subsidiaries:

Companies ⁽ⁱ⁾	Capital	Adjusted equity	Total shares		Equity interest - %	Adjusted income	Mar 2025	
			COMMON SHARES	PREFERRED SHARES	%		Equity in earnings of subsidiaries	Investment value
Finance	307,464	581,334	23,631	15,440	95.31	9,748	9,291	554,069
BMI	82,028	139,755	4,042	423	92.53	2,752	2,546	129,315
MBC	24,939	22,052	141,347	25,561	99.99	134	134	22,050
MBD	19,250	21,798	113	-	100.00	(211)	(211)	21,799
Bem Aquí	92,281	225,542	14,648	-	100.00	28,912	28,912	225,542
Marketplace	116,100	337,794	43,000	-	100.00	73,844	73,844	337,794
DOMO	11,500	9,454	9,775	-	85.00	307	261	8,036
SANSA	8,770	4,892	6	-	0.43	(162)	(1)	21
COSEFI	18,408	27,813	11,548	-	20.23	398	81	5,627
Total							114,857	1,304,253

⁽ⁱ⁾ Interim financial statements for the period ended March 31, 2025 of companies reviewed by the same independent auditors as that of Mercantil.

a) Other investments

Description	Mar 2025	
	Bank	Consolidated
CIP S.A. ⁽¹⁾	16,286	16,286
Gyramais Tecnologia S.A.	-	1,940
Other	225	345
Total - non-current	16,511	18,571

⁽¹⁾ Trade name: Nuclea.

13. Property and equipment

13.1. Own property and equipment

a) Balances of owned property and equipment

Bank	Rate	Cost	Depreciation	Mar 2025
Property and equipment in use				
Data processing equipment	20%	213,549	(159,541)	54,008
Properties and leasehold improvements	4%	101,461	(43,245)	58,216
Furniture and equipment	10%	92,115	(61,230)	30,885
Inventory of supplies	-	1,580	-	1,580
Total		408,705	(264,016)	144,689

Consolidated	Rate	Cost	Depreciation	Mar 2025
Rental properties				
Land	-	2,984	(27)	2,957
Buildings	-	2,947	-	2,947
	4%	37	(27)	10
Property and equipment in use	-	415,793	(264,878)	150,915
Data processing equipment	20%	213,566	(159,558)	54,008
Properties and leasehold improvements	4%	107,421	(44,017)	63,404
Furniture and equipment	10%	93,188	(61,303)	31,885
Inventory of supplies	-	1,618	-	1,618
Total		418,777	(264,905)	153,872

b) Changes in own property and equipment

Bank	Data processing equipment	Properties and leasehold improvements	Furniture and equipment	Inventory of supplies	Total
At 01/01/2025	55,255	58,693	30,109	49	144,106
(+) Additions	4,553	3,883	2,433	1,531	12,400
(-) Disposals	(208)	(729)	(26)	-	(963)
(-) Depreciation in the period	(5,783)	(4,332)	(1,651)	-	(11,766)
(-) Write-offs of depreciation	191	701	20	-	912
Balance at 03/31/2025	54,008	58,216	30,885	1,580	144,689

Consolidated	Data processing equipment	Properties and leasehold improvements	Furniture and equipment	Rental properties	Inventory of supplies	Total
At 01/01/2025	55,255	63,249	30,708	2,957	507	152,676
(+) Additions	4,553	4,800	2,434	-	1,531	13,318
(+/-) Transfer	-	-	420	-	(420)	-
(-) Disposals	(208)	(729)	(26)	-	-	(963)
(-) Depreciation in the period	(5,783)	(4,617)	(1,671)	-	-	(12,071)
(-) Write-offs of depreciation	191	701	20	-	-	912
Balance at 03/31/2025	54,008	63,404	31,885	2,957	1,618	153,872

13.2. Lease properties

a) Balances of lease properties

Bank	Cost	Depreciation ⁽¹⁾	Mar 2025
Right-of-use assets	304,501	(23,437)	281,064
Total	304,501	(23,437)	281,064

⁽¹⁾ Depreciation is calculated based on the useful life of the assets, which corresponds to the term of each lease contract, ranging from 60 to 300 months.

Consolidated	Cost	Depreciation ⁽¹⁾	Mar 2025
Right-of-use assets	325,555	(24,317)	301,238
Total	325,555	(24,317)	301,238

⁽¹⁾ Depreciation is calculated based on the useful life of the assets, which corresponds to the term of each lease contract, ranging from 60 to 300 months.

b) Changes in leased property and equipment

Bank	Right-of-use assets
At 01/01/2025	-
(+) Additions	305,455
(-) Disposals	(954)
(-) Depreciation in the period	(23,468)
(-) Write-offs of depreciation	31
Balance at 03/31/2025	281,064

Consolidated	Right-of-use assets
At 01/01/2025	-
(+) Additions	326,509
(-) Disposals	(954)
(-) Depreciation in the period	(24,346)
(-) Write-offs of depreciation	29
Balance at 03/31/2025	301,238

Right-of-use assets refer to property rental contracts for agencies and bank service points. There are no sublease contracts outside the Mercantil Group.

14. Intangible assets

a) Balances of intangible assets

Bank	Rate	Cost	Amortization	Mar 2025
Data processing systems	20%	305,574	(175,685)	129,889
Licenses and right of use ⁽¹⁾	-	55,967	(16,735)	39,232
Security systems	20%	9,547	(8,354)	1,193
Other intangible assets	20%	371	(6)	365
Total		371,459	(200,780)	170,679

⁽¹⁾ Amortization according to the contract term.

Consolidated	Rate	Cost	Amortization	Mar 2025
Data processing systems	20%	305,683	(175,700)	129,983
Licenses and right of use ⁽¹⁾	-	55,967	(16,735)	39,232
Security systems	20%	9,547	(8,354)	1,193
Other intangible assets	20%	371	(6)	365
Total		371,568	(200,795)	170,773

⁽¹⁾ Amortization according to the contract term.

b) Changes in intangible assets:

Bank	Data processing systems	Licenses and right of use	Security systems	Other intangible assets	Total
At 01/01/2025	123,890	39,088	1,365	197	164,540
(+) Additions	14,623	7,532	13	168	22,336
(-) Disposals	-	(15,520)	-	-	(15,520)
(-) Amortization in the period	(8,624)	(7,388)	(185)	-	(16,197)
(+) Write-offs of amortization	-	15,520	-	-	15,520
Balance at 03/31/2025	129,889	39,232	1,193	365	170,679

Consolidated	Data processing systems	Licenses and right of use	Security systems	Other intangible assets	Total
At 01/01/2025	123,989	39,088	1,365	197	164,639
(+) Additions	14,624	7,531	13	168	22,336
(-) Disposals	-	(15,520)	-	-	(15,520)
(-) Amortization in the period	(8,630)	(7,388)	(185)	-	(16,203)
(+) Write-offs of amortization	-	15,521	-	-	15,521
Balance at 03/31/2025	129,983	39,232	1,193	365	170,773

15. Deposits and other financial instruments – At amortized cost

15.1. Deposits

Bank	≤90 days	91–360 days	> 360 days	Mar 2025
Demand	453,598	-	-	453,598
Savings account	115,005	-	-	115,005
Interbank	125,584	52,630	280,705	458,919
Time	1,948,376	5,620,196	10,793,890	18,362,462
Other	3,136	-	-	3,136
Total	2,645,699	5,672,826	11,074,595	19,393,120

NOTES

Consolidated	≤90 days	91–360 days	> 360 days	Mar 2025
Demand	448,918	-	-	448,918
Savings account	115,005	-	-	115,005
Interbank	125,584	52,630	280,705	458,919
Time	1,954,469	5,605,593	10,339,330	17,899,392
Other	4,065	-	-	4,065
Total	2,648,041	5,658,223	10,620,035	18,926,299

15.2. Funds from acceptance and issue of securities

Bank	≤90 days	91–360 days	> 360 days	Mar 2025
Financial bills	2,093	81,254	2,723,612	2,806,959
Total	2,093	81,254	2,723,612	2,806,959

Consolidated	≤90 days	91–360 days	> 360 days	Mar 2025
Financial bills	2,093	81,254	2,723,612	2,806,959
Debentures	-	-	992,193	992,193
AGRIBUSINESS CREDIT NOTE	12	-	-	12
Total	2,105	81,254	3,715,805	3,799,164

15.3. Debt instruments eligible to capital

The balance of debt instruments eligible for capital in the Bank and Consolidated is as follows:

Description	Maturity	Transaction amount	Mar 2025
Subordinated Financial Bill - Tier II	2025–2031	515,191	649,684
Subordinated Financial Bill - Supplementary Capital	Perpetual	177,958	185,255
Total			834,939
Current			92,747
Non-current			742,192

Of the total Subordinated Financial Bills - Tier II, the amount of R\$ 405,017 is being used in the composition of the Reference Equity Tier II according to the maturity.

15.4. Expenses on funds raised in the market

Description	Mar 2025	
	Bank	Consolidated
Expenses on funds raised in the market	726,270	683,578
Deposits	537,124	524,474
Expenses on agribusiness credit note, real estate credit bills and financial bills	115,079	115,101
Debentures expenses	-	35,694
Sale or transfer of financial assets	66,284	1,458
Repurchase agreements	1,452	488
Other	6,331	6,363
Loan and onlending operations	3,357	3,357
Total	729,627	686,935

16. Provision and contingent liabilities

Management regularly monitors provisions, including those classified as probable risk of loss, in conformity with CPC 25. The outcome of these lawsuits may result in reversal of the related provisions for the lawsuits that may have a favorable outcome for the Bank.

These provisions are as follows:

- Labor: are recorded by management in accordance with technical studies conducted by external legal counsel. Labor lawsuits with judicial deposits or in the process of provisory execution, with relevance and calculations approved, have their total amount provisioned for the related deposits and amounts approved. Labor lawsuits brought by the Bank Employees' Union are analyzed individually and therefore do not follow the historical loss percentage model.
- Civil: are recorded based on internal studies using a methodology to better assess these contingencies. Management believes that provisions for labor and civil claims are sufficient to cover any probable losses.
- Tax: the Bank has ongoing lawsuits in which it discusses the legality and constitutionality of some taxes. A provision is recorded for these taxes, irrespective of the chances of a favorable outcome, under the advice of external legal counsel.

Loss percentages are calculated based on lawsuits closed in the last two years for civil claims and three years for labor claims.

a) Balances of provisions

Description	Mar 2025	
	Bank	Consolidated
Provision for civil claims	128,203	134,677
Provision for labor claims	88,467	89,090
Provision for tax claims ⁽¹⁾	60,452	85,689
Total - Non-current	277,122	309,456

⁽¹⁾ Refers to legal challenges arising from the following lawsuits:

- COFINS: the increase in the COFINS tax rate from 3% to 4% and the increase in the calculation basis.
- CSLL: increase in the CSLL rate, introduced by Laws 8114/90, Supplementary Law 70/91, Constitutional Amendments 01/94 and 10/96 and Law 9316/96. The amounts are deposited in court.
- Work Accident Insurance (SAT)/Work Environment Risk (RAT): increase in the social security contribution rate from 15% to 20% for independent contractors, officers and managers (Law 9876/99 - Accident Prevention Factor - FAP index).
- PIS: Increase in the PIS calculation basis, introduced by Constitutional Amendment 10/96, which continued to require the PIS levy on gross operating income, with collection retroactive to January 1996. The amounts are deposited in court.
- ISS: The matter disputed in court relates mainly to the scope of the municipal tax requirements in relation to Supplementary Law 116/03 regarding the taxation of income other than services; the provision is based on the calculation of the percentage of historical loss in similar lawsuits, finalized in the last three years.

b) Changes in the provisions

Bank	Civil	Labor	Tax	Total
At 01/01/2025	116,561	90,596	59,685	266,842
Recognition/(Reversal)	35,383	7,793	-	43,176
Interest/indexation	2,688	2,097	462	5,247
Settlements / Update of deposits	(26,429)	(12,019)	305	(38,143)
At 03/31/2025	128,203	88,467	60,452	277,122
Judicial deposits - Note 11.	23,251	32,525	70,529	126,305

Consolidated	Civil	Labor	Tax	Total
At 01/01/2025	123,322	91,398	84,583	299,303
Recognition/(Reversal)	36,800	7,680	50	44,530
Interest/indexation	2,814	2,112	682	5,608
Settlements / Update of deposits	(28,259)	(12,100)	374	(39,985)
At 03/31/2025	134,677	89,090	85,689	309,456
Judicial deposits - Note 11.	26,243	33,895	97,145	157,283

c) Contingent

The Bank is a party to civil and tax lawsuits involving likelihood of loss that Management classifies as possible, based on the assessment of its external legal counsel, for which no provisions have been made, in conformity with CMN Resolution 3,823/09 and CVM Resolution 72/22. The civil lawsuits balance stood at R\$ 11,157. The tax proceedings at the Bank totaled R\$ 4,595 (Consolidated - R\$ 7,252).

Additionally, on November 5, 2024, the decision of the Federal Regional Court of the 6th Region (TRF-06) was published and upheld the remittance and the appeal by the National Treasury in the judgment of the proceeding 1011346-45.2019.4.01.3800. Such judgment reversed one of the favorable decisions that had recognized the Bank's final and unappealable decision and guaranteed it the non-levy of COFINS under Law 9718/98. A motion for clarification was filed against this decision, which was admitted by the TRF - 06 on December 17, 2024, granting suspensive effect to prevent the effects of the Ruling. The disbursement amount estimated by management would be R\$ 390,764.

17. Other liabilities

Description	Mar 2025	
	Bank	Consolidated
Payables for acquisition of assets and rights ⁽ⁱ⁾	297,752	318,009
Liabilities under government agreements ⁽ⁱⁱ⁾	127,900	127,900
Social and statutory obligations	119,445	130,518
Provision for payments to be made	111,544	114,309
Sundry creditors	99,573	109,130
Credit card ⁽ⁱⁱⁱ⁾	74,058	74,058
Provision for administrative expenses	51,340	52,201
Collection of taxes and similar charges	25,714	25,811
Other	11,352	12,074
Total	918,678	964,010
Current	699,325	744,657
Non-current	219,353	219,353

⁽ⁱ⁾ Mainly refers to lease liabilities related to right-of-use assets (Note 13.2).

⁽ⁱⁱ⁾ This refers to credits of funds on behalf of the related beneficiaries for the payment of INSS pension.

⁽ⁱⁱⁱ⁾ This refers to onlendings to card operators liable for paying merchants for the purchases made by Mercantil's clients.

18. Equity

18.1. Capital

Capital (all stockholders are domiciled in Brazil) is divided into registered book-entry shares as follows:

Bank	Mar 2025	
	Number	R\$ thousand
Common shares	65,155,744	501,699
Preferred shares	39,675,836	305,504
Total subscribed and paid-up capital	104,831,580	807,203
(-) Preferred shares in treasury	(348,500)	(3,830)
Total capital outstanding	104,483,080	803,373

Following the amendment to the Bylaws, the Bank's capital may be increased up to the limit of R\$ 3,000,000,000.00 irrespective of amendment to its Bylaws, as established by article 168 of the Brazilian Corporate Law, after approval by the Board of Directors.

18.2. Capital and revenue reserves

a) Capital reserve: These refer to a share premium in accordance with article 13, paragraph 2, of Law 6404/76.

b) Legal reserve: Formed by appropriations of 5% of profit for the year, limited to 20% of capital. Its purpose is to preserve capital and it can be used to offset losses or increase capital.

c) Statutory reserves: From profit for the year not distributed once all other allocations established by the bylaws have occurred, the balance being placed at the disposal of stockholders for designation at a future General Meeting, in accordance with the Bank's bylaws.

18.3. Interest on capital

Pursuant to the Company's bylaws, stockholders are entitled to a mandatory dividend, at a percentage that may be fixed or variable in each half, of at least 25% of the profit for each year, in accordance with article 202 of Law 6404/76.

Bank	Mar 2025
Profit for the period	240,544
(-) Legal reserve	(12,027)
Calculation basis	228,517
Interest on capital paid (gross) approved /provisioned / paid	69,509
(-) Withholding income tax related to interest on capital	(10,426)
Interest on capital paid (net) approved /provisioned / paid	59,083
Percentage of interest on capital on the calculation basis	25.9%

18.4. Earnings per share

Basic earnings per share are calculated by dividing the profit attributable to the Parent company by the weighted average number of common shares outstanding during the period, excluding shares purchased by the Bank and held as treasury shares.

Description	Common	Preferred	Mar 2025
Average and final number of shares	65,155,744	39,327,336	104,483,080
Number of shares, including shares equivalent to common shares	65,155,744	39,327,336	104,483,080
Attributable basic earnings (in R\$ thousand)	150,003	90,541	240,544
Basic earnings per share	2.3022	2.3022	2.3022

The diluted earnings per share equals the basic earnings.

19. Other operating income (expenses)

19.1. Income from services rendered

Description	Mar 2025	
	Bank	Consolidated
Income from business intermediation ⁽¹⁾	-	144,620
Bank fees	45,911	45,937
Credit cards - Exchange	9,091	9,091
Collection services	1,115	1,115
Investment fund management	-	648
Collection	640	640
Revenues from services rendered to related parties	2,372	-
Other	198	659
Total	59,327	202,710

⁽¹⁾ Refers mainly to Income from insurance and assistance intermediation services rendered generated through subsidiaries.

19.2. Personnel expenses

Description	Mar 2025	
	Bank	Consolidated
Employees compensation	82,078	88,000
Payroll charges	28,372	31,856
Benefits	26,047	27,353
Fees	22,918	31,714
Profit sharing	2,042	2,909
Total	161,457	181,832

19.3. Administrative expenses

Description	Mar 2025	
	Bank	Consolidated
Third-party services	100,853	98,224
Data processing	62,354	58,865
Amortization and depreciation	51,431	52,620
Origination commission	16,415	19,033
Advertising and publicity	16,781	17,002
Transportation	13,005	13,019
Materials, maintenance and repairs	8,105	8,379
Insurance	7,139	7,331
Financial system services	6,676	6,770
Water, electric energy and gas	4,189	4,307
Communications	2,885	2,966
Other	9,896	10,175
Total	300,448	299,448

19.4. Tax expenses

Description	Mar 2025	
	Bank	Consolidated
COFINS	43,111	52,831
PIS	7,006	9,022
SERVICES TAX (ISSQN)	2,971	6,649
Other taxes	3,409	4,496
Total	56,497	72,998

19.5. Other operating income

Description	Mar 2025	
	Bank	Consolidated
Recovery of charges and expenses	8,765	9,037
Foreign exchange gains	5,638	10,836
Reversal of provisions	1,085	1,093
Other operating income	10,241	10,543
Total	25,729	31,509

19.6. Other operating expenses

Description	Mar 2025	
	Bank	Consolidated
Right to pay social security benefits ⁽ⁱ⁾	203,876	203,876
Non-recurring expenses ⁽ⁱⁱ⁾	11,403	12,527
Foreign exchange losses	5,247	5,608
Other expenses	55,332	58,333
Total	275,858	280,344

⁽ⁱ⁾ Refers to the cost of the INSS Auction related to the right to pay social security benefits.

⁽ⁱⁱ⁾ Refers basically to the cancellation of loan operations and settlement of lawsuits.

19.7. Reversals of/(Expenses on) provisions

Description	Mar 2025	
	Bank	Consolidated
Civil provisions	(35,383)	(36,800)
Labor provisions	(7,793)	(7,680)
Tax provisions	-	(50)
Total	(43,176)	(44,530)

19.8. Non-recurring income (expenses)

As at March 31, 2025, there was no significant non-recurring income (expenses) as addressed by BACEN Resolution 2/20.

20. Related-party transactions

20.1. Related-party transactions

These are carried out under terms, rates and conditions compatible with currently practiced risk-free market transactions, as follows:

Assets	Maximum term	Mar 2025
Financial investments - DI ⁽ⁱ⁾		283,430
Banco Mercantil de Investimentos S.A.	No deadline	283,430
Marketable securities ⁽ⁱⁱ⁾		346,706
OPEA	03/20/2029	346,706
Amounts receivable from related parties ⁽ⁱⁱⁱ⁾		777
Banco Mercantil de Investimentos S.A.	04/30/2025	24
Bem Aqui Adm. e Corretora de Seguros, Prev. Privada e Correspondente Bancário S.A.	04/30/2025	131
COSEFI	04/30/2025	26
Domo Digital Tecnologia S.A.	04/30/2025	11
Mercantil Adm. Corretagem de Seguros S.A.	04/30/2025	6
Mercantil do Brasil Corretora S.A.	04/30/2025	23
Mercantil do Brasil Distribuidora S.A.	04/30/2025	26
Mercantil do Brasil Marketplace e Empreendimentos Imobiliários S.A.	04/30/2025	77
Mercantil Financeira S.A.	04/30/2025	410
SANSA	04/30/2025	3
Altivis Plataforma de Bem Estar Ltda.	04/30/2025	10
Dente Vitta Assistência Odonto Ltda.	04/30/2025	10
Geração Saber Cursos Livres Ltda.	04/30/2025	10
Maturitec Solução em Tecnologia Ltda.	04/30/2025	10

⁽ⁱ⁾ Refers to the Bank's investments through interbank deposits at rates equivalent to the CDI.

⁽ⁱⁱ⁾ Refers to the subordinated quotas of the debentures retained by the bank issued by OPEA, which are backed by payroll loans assigned by Banco Mercantil.

⁽ⁱⁱⁱ⁾ Refers mainly to amounts receivable from related companies arising from the Expense Sharing Agreement, which includes the reimbursement of management and administration costs due for the rendering of services relating to treasury management and fundraising, business referrals, among others.

Liabilities	Maximum term	Mar 2025
Deposits ⁽ⁱ⁾		(874,549)
Banco Mercantil de Investimentos S.A.	-	(240)
Bem Aqui Adm. e Corretora de Seguros, Prev. Privada e Correspondente Bancário S.A.	-	(209,824)
COSEFI	-	(27,915)
Domo Digital Tecnologia S.A.	-	(6,408)
Mercantil Adm. Corretagem de Seguros S.A.	-	(5,233)
Mercantil do Brasil Corretora S.A.	-	(100)
Mercantil do Brasil Distribuidora S.A.	-	(31)
Mercantil do Brasil Marketplace e Empreendimentos Imobiliários S.A.	-	(269,344)
Mercantil Financeira S.A.	-	(1,421)
SANSA	-	(2,426)
Altavis Plataforma de Bem Estar Ltda.	-	(10,885)
Dente Vitta Assistência Odonto Ltda.	-	(11,241)
Geração Saber Cursos Livres Ltda.	-	(11,304)
Maturitec Solução em Tecnologia Ltda.	-	(11,496)
Key management personnel	-	(306,681)
Money market funding		(36,123)
Mercantil do Brasil Corretora S.A.	No deadline	(3,192)
Mercantil do Brasil Distribuidora S.A.	No deadline	(21,488)
Mercantil Financeira S.A.	No deadline	(11,443)
Obligations for operations linked to assignment ⁽ⁱⁱ⁾		(1,278,367)
OPEA	03/20/2029	(1,278,367)
Payables to related parties		(1,484)
Mercantil do Brasil Corretora S.A.	04/30/2025	(21)
Mercantil do Brasil Marketplace e Empreendimentos Imobiliários S.A.	04/30/2025	(12)
Mercantil Financeira S.A.	04/30/2025	(419)
Altavis Plataforma de Bem Estar Ltda.	04/30/2025	(247)
Dente Vitta Assistência Odonto Ltda.	04/30/2025	(258)
Geração Saber Cursos Livres Ltda.	04/30/2025	(261)
Maturitec Solução em Tecnologia Ltda.	04/30/2025	(266)
Funds from acceptance and issue of securities ⁽ⁱⁱⁱ⁾		(1,925)
Key management personnel	-	(1,925)
Debt instruments eligible to capital ^(iv)		(7,328)
Key management personnel	-	(7,328)
Dividends/Interest on capital payable		(44,889)
Key management personnel	-	(44,889)

⁽ⁱ⁾ Refers to the balances of current accounts and investments in term, demand and savings deposits of related parties and controlling shareholders held at the Bank;

⁽ⁱⁱ⁾ Refers to the obligation arising from the assignment of credit rights without co-obligation and with risk retention carried out with OPEA.

⁽ⁱⁱⁱ⁾ Refers to investments by Controlling Shareholders in Financial Bills and Agribusiness credit note held at the Bank;

^(iv) Refers to investments by Controlling Shareholders in Subordinated Financial Bills held at the Bank;

Income/(expenses)	Mar 2025
Income from financial intermediation ⁽ⁱ⁾	(78,413)
Banco Mercantil de Investimentos S.A.	7,810
Bem Aqui Administradora e Corretora de Seguros, Previdência Privada e Correspondente Bancário S.A.	(6,022)
COSEFI	(823)
Domo Digital Tecnologia S.A.	(151)
MB FII	(30)
Mercantil Adm. Corretagem de Seguros S.A.	(152)
Mercantil do Brasil Corretora S.A.	(103)
Mercantil do Brasil Distribuidora S.A.	(626)
Mercantil do Brasil Marketplace e Empreendimentos Imobiliários S.A.	(7,723)
Mercantil Financeira S.A.	3,124
OPEA	(64,858)
SANSA	(70)
Altivis Plataforma de Bem Estar Ltda.	(317)
Dente Vitta Assistência Odonto Ltda.	(321)
Geração Saber Cursos Livres Ltda.	(318)
Maturitec Solução em Tecnologia Ltda.	(324)
Key management personnel	(7,509)
Income from services rendered ⁽ⁱⁱ⁾	2,382
Banco Mercantil de Investimentos S.A.	121
Bem Aqui Administradora e Corretora de Seguros, Previdência Privada e Correspondente Bancário S.A.	399
COSEFI	80
Domo Digital Tecnologia S.A.	32
Mercantil Adm. Corretagem de Seguros S.A.	18
Mercantil do Brasil Corretora S.A.	69
Mercantil do Brasil Distribuidora S.A.	78
Mercantil do Brasil Marketplace e Empreendimentos Imobiliários S.A.	236
Mercantil Financeira S.A.	1,221
SANSA	8
Altivis Plataforma de Bem Estar Ltda.	30
Dente Vitta Assistência Odonto Ltda.	30
Geração Saber Cursos Livres Ltda.	30
Maturitec Solução em Tecnologia Ltda.	30
Other administrative expenses	(12,727)
Bem Aqui Adm. e Corretora de Seguros, Prev. Privada e Correspondente Bancário S.A. ⁽ⁱⁱⁱ⁾	(4,895)
Domo Digital Tecnologia S.A. ^(iv)	(7,701)
Mercantil do Brasil Corretora S.A. ^(v)	(106)
Mercantil do Brasil Marketplace e Empreendimentos Imobiliários S.A.	(25)

⁽ⁱ⁾ Refers to the remuneration on financial investments (Savings, Time Deposits, Agribusiness credit note and Financial Bills) held at the Bank by related companies and controlling shareholders.

⁽ⁱⁱ⁾ Refers to the sum of the monthly amounts received or receivable from related parties referring to the Expense Sharing Agreement, which includes the reimbursement of management and administration costs due for the rendering of services relating to treasury management and fundraising, business referrals, among others.

⁽ⁱⁱⁱ⁾ Refers basically to amounts paid to Bem Aqui Adm. e Corretora de Seguros, Prev. Privada e Correspondente Bancário S.A. relating to the provision of banking correspondent services.

^(iv) Refers to the amounts paid to Domo Digital Tecnologia S.A. for payment of data processing costs.

^(v) Refers to the amounts paid to Mercantil do Brasil Corretora S.A. for custody services.

20.2. Other information

Loans or advances to any subsidiary, members of the Board of Directors, of Executive Board, or their related spouses, common-law partners, relatives up to a second level of kinship and other persons, if any, are carried out in compliance with CMN Resolution 4,693/18.

21. Benefit plans

The Bank has a Compensation Plan specific for management, which includes rules for the payment of fixed and variable compensation in line with the Bank's risk management policy and best market practices, in accordance with CMN Resolution 5177/24.

The Annual General Meeting sets total fixed compensation for members of the Board of Directors and the Executive Board of the Bank, as stipulated in its bylaws. The right to variable compensation is subject to the achievement of the Bank's strategic goals, the individual goals and the goals of the management's operating areas.

The Bank's management compensation was approved at the Annual General Meeting dated 04/30/2025, which established the limit for the year of R\$ 145,000.

Management compensation is basically comprised of fees of the Board of Directors, the Statutory Audit Board and the Executive Board and profit sharing (Note 19.3).

At March 31, 2025, there had been no decision on post-employment benefits.

- **Short and long-term benefits for management and share-based compensation**

Until March 31, 2025, no decision has been made regarding long-term benefits and share-based compensation under the terms of CMN Resolution 3989/11, for management members.

- **Termination of employment contract benefits**

Termination of the employment relationship does not entitle the employee to any financial compensation.

22. Risk and capital management

Risk management and capital management are an integral and fundamental part of Mercantil's activities, aimed to obtain the best risk/return ratio compatible with the prudential conglomerate's risk appetite. Risk management is carried out in an integrated way, enabling the identification, measurement, evaluation, monitoring, reporting, control and mitigation of adverse effects resulting from interactions between risks, having as objective more assertive decision-making and optimization of the use of capital.

In accordance with CMN Resolution 4557/17, the Institution continuously manages its risks, guided by the guidelines of the Board of Directors and Executive Board expressed in the policies and institutional strategies and supported by different hierarchical levels, including the Risk Committee. The risk and capital management is concentrated in the Executive Board of Compliance and Risk Management, comprising not only the bank data, but also those of other companies that comprise the prudential conglomerate, resulting in more agility and assertiveness in decision-making.

Following good Corporate Governance practices and Market Discipline, Mercantil seeks to establish a standard of information disclosure that allows the market to evaluate the essential information about risk exposures, adequacy of capital levels and responsible socio-environmental behavior. This information, both from a quantitative and qualitative perspective, is available on the website: www.bancomercantil.com.br.

A brief description of the activities related to the assessment and management of the main risks in the Institution is presented below:

a) **Capital Management**

The Bank has a Capital Management Structure, which comprises an ongoing process of monitoring capital and control maintained by the Institution, the assessment of the need for capital to face the risks to which it is subject, the planning of goals and the capital requirements, considering the Institution's strategic and marketing objectives.

The Bank's Capital Management Structure is compatible with the Institution's business model and risk profile, which enables a consistent evaluation of the capital required to support projected growth, in addition to the adoption of a prospective position, anticipating the capital requirement arising from possible changes in the market conditions.

The Bank manages its capital structure through the mechanisms and procedures formalized in its Institutional Capital Management Policy.

The ongoing capital management activities include the monitoring of capital indicators known as Basel III, adopted by BACEN through CMN Resolution 4958/21, which provides for the minimum requirements for Reference Equity (RE), Tier I Capital, Principal Capital and Supplementary Capital (SC).

The calculation of the Capital Indicators is as follows:

Operational Limits and Basel Index	Mar 2025
Reference Equity (RE)	2,550,211
Reference Equity Tier I	2,145,194
Principal Capital (PC)	1,959,938
Supplementary Capital (SC)	185,256
Reference Equity Tier II	405,017
Risk-weighted Assets (RWA)	15,527,482
RWA for Credit Risk by Standardized Approach - RWA_{cpad}	13,574,965
RWA for Market Risk - RWA_{mpad}	10,929
RWA for Operational Risk by Standardized Approach - RWA_{opad}	1,941,588
Basel Index	16.4
Capital Tier I	13.8
Principal Capital	12.6

Funds invested in permanent assets, determined in a consolidated manner, are limited to 50.00% of reference equity adjusted pursuant to prevailing regulation. The Bank opted to calculate consolidated property and equipment to equity ratio and risk ratio, covering all the financial institutions in the conglomerate, placing the property and equipment to equity ratio at 28.22%.

- Gearing Ratio

In compliance with BACEN Circular Letter 3,748/15, the Bank assesses the Gearing Ratio (GR) of its equity structure. It is the relationship between Tier I Reference Equity, under CMN Resolution 4955/21 and supplementary regulations, and the Total Exposure assessed pursuant to article 2 of BACEN Circular Letter 3748/15.

This information, both quantitative and qualitative, is available on the website (www.bancomercantil.com.br), in the Investor Relations (IR) area.

b) Credit risk management

As defined by CMN Resolution 4557/17, credit risk may arise from the total or partial non-fulfillment, by a counterparty, of obligations related to the settlement of transactions involving the trading of financial assets as well as disbursements to pay guarantees, sureties, co-obligations, credit commitments, and other similar operations. Credit risk also characterizes the restructuring of financial instruments, as well as costs of recovering exposures classified as problem assets.

Segregation of activities is an important operating principle and includes the origination, analysis, decision, formalization, follow-up, control, risk management, collection and recovery. The full process is supported by highly-integrated modern technology systems, which make managerial information fully available, with constant validation process for all involved, making the results of each cycle transparent and integrated.

The process of analysis aims at concluding about client credit risk by adopting quantitative aspects based on their economic, financial and equity condition, as well as the qualitative aspects, such as master file and performance data.

The credit operation analysis is based on the client risk assessments and incorporates aspects of business structuring, including liquidity and sufficiency of the guarantees presented. The whole process is centralized and decisions are made jointly and within the authority of each level.

The retail mass credit is mainly granted in an automated and standardized manner, using quantitative models developed by a skilled technical team that is in constant development, using tools to ensure a higher quality of the credits granted.

The process takes into account operational limits, as it has locks, alerts and definition of differentiated approval levels according to the level of exposure of each client and economic group, always respecting the regulatory limit.

The care taken with quality of the financial assets of the Bank is concurrent with the granting process flowing through to the settlement of the contracts. This activity is under the direct responsibility of the Executive Board of Legal Affairs, Ombudsman, Credit and Corporate Governance, together with the Asset Superintendency, and all of its guidelines are based on the Bank's Credit Policy.

For the effectiveness of the Credit Risk management, procedures are adopted to identify, measure, assess, monitor, report, control and mitigate credit risks associated with Mercantil and the institutions that are part of the prudential conglomerate, always pursuing the defined risk appetite in the RAS, in line with Bank's business strategies. The Bank's credit risk management covers internal factors such as analysis of portfolio progress, default levels, product profitability, portfolio quality and capital allocated; as well as external factors such as monitoring the macroeconomic environment and economic sectors, interest rates, market default indicators, consumption conditions, among others.

It also includes credit risk management: determining the expected loss on loan operations based on a robust statistical methodology, tested and validated by an independent audit; the calculation of the credit risk portion (RWA_{cpad}) of the Operational Limit Statement (OLS); conducting back testing to evaluate the framework and sufficiency of the provision recognized by the Bank; in addition to projections of provision expense and default using statistical techniques in conjunction with the assumptions defined in the corporate budget.

Finally, robust interaction of the risk management areas with the other actors in the credit process are also emphasized, always seeking opportunities for improvement in policies and processes, as well as bringing assertiveness and speed in any adjustments and corrections to points that are generating losses, non-compliance or inadequacies in relation to the Bank's risk appetite.

Therefore, variations in exposure to the Bank's risks are monitored taking into account the business environment, market behavior and commitments to clients, stockholders, employees and other stakeholders.

c) **Liquidity risk management**

Liquidity risk management may arise from the Bank not being able to settle its current and future expected and unexpected obligations, including those arising from guarantees, without affecting its daily operations and without incurring significant losses.

In this regard, the Bank manages liquidity risk using methodologies and models based on the Bank's ability to pay, considering financial planning, risk limits, and the optimization of available resources, thus enabling faster and highly reliable strategic decision-making.

The Bank has two models: "mapping mismatches of financial flows" and "daily movement of products". The first model allows monitoring by product, currency, index and maturity and the second provides input and output flows of loan operations and the products included in the funding portfolio. In addition, the Bank adopts operational liquidity limits, monitored through the Minimum Cash Balance and the Liquidity Ratio. The latter

indicates the Bank's ability to survive stressful situations and is based on the concepts of the Liquidity Risk Statement (DRL Model II). The liquidity ratio is obtained through the ratio between the inventory of highly liquid assets and the total net cash outflows expected for the next 30 days, measured according to a stress scenario standardized by BACEN.

One of the instruments of the Bank's management is the estimate of cash flows based on budget forecasts combined with observations of historical series of behavior of products in the loan and funding portfolio, advanced receipts, due dates and repurchases of time deposit transactions, loan operations, loan assignments, letters of credit, savings accounts, demand deposits and marketable securities.

Stress test scenarios enable the identification of possible problems that might undermine the economic and financial stability of the Institution.

The Bank has a Liquidity Contingency Plan with responsibilities, strategies and procedures required to ensure its stability in terms of ability to pay considering the potential problems identified in stress scenarios.

d) Market risk management

According to Resolution 4,557/17 of the National Monetary Council, amended by CMN Resolution 4,745/19, market risk of occurrence of losses from fluctuations in the market values of instruments held by the Bank.

Market risk management adopts appropriate methodologies and systems in line with the nature of its operations, complexity of products, and the extent of the exposure as well as the conditions in domestic and international markets, enabling it to base strategic decisions for the Bank quickly and with a high degree of reliability.

The main aspect of the calculations of market risk regulatory capital is: the classification of operations into Trading and Banking portfolios.

For operations related to the Trading Portfolio, the methodology is based on the standard model of the Central Bank of Brazil, which establishes criteria and conditions for determining the portions of risk-weighted assets (RWA) to cover the risk arising from exposure to interest rates, foreign exchange variation, share prices and commodity prices.

For Banking Portfolio operations, the methodology adopted is based on the Central Bank's instructions for the Interest Rate Risk in the Banking Book (IRRBB) as the risk of the impact of adverse movements in interest rates on the capital or results of a financial institution, for instruments classified in the banking portfolio.

For the banking portfolio, the approach adopted for measuring and allocating capital takes into account the Economic Value of Equity (EVE) and the Net Interest Income (NII) metrics, observing the guidelines provided by BACEN Circular Letter 3,876/18, amended by BACEN Circular Letter 3938/19.

The EVE metric estimates the variation between the financial instruments repricing flows present value in a base scenario (current rate) and the repricing flows present value of these same instruments in an interest rate stress scenario.

In the NII metric, the risk is calculated using the income from financial intermediation approach, which consists of the difference between the financial intermediation result of financial instruments subject to IRRBB, in a base scenario and the financial intermediation result of these same instruments in an interest rate stress scenario, considering a time horizon of up to 12 months.

The EVE and NII approaches were developed in line with the best market practices and in accordance with the framework contained in current regulations, namely CMN Resolution 4557/17 and BACEN Circular Letter 3876/18.

The risk of changes in interest rates for instruments classified in the banking portfolio (IRRBB) and trading is calculated and reported daily to the management.

Stress tests on the fluctuation of the main macroeconomic variables are performed, using historical or change in assumptions scenarios.

For major price fluctuations, the Bank uses hedges as a means of protecting financial transactions from specified risks. The hedging strategy aims to offset, in full or in part, risks from exposure to variations in fair value or cash flows of any asset, liability, commitment, or future transaction.

-- Fair value of financial assets and liabilities

The following table presents the carrying amount and estimated fair value of the main consolidated financial instruments:

Financial assets	Carrying amount	Fair value
Level 1	2,071,041	2,071,041
Marketable securities	1,577,582	1,577,582
Financial Treasury Bills	1,577,582	1,577,582
Interbank accounts	493,459	493,459
Level 2	20,600,918	20,711,702
Short-term interbank investments	2,860,520	2,860,520
Marketable securities	19,311	19,311
Trading Participant Fund Quotas and Clearing Member	16,266	16,266
Bank Deposit Certificate	2,700	2,700
Investment Fund Quotas	345	345
Loan operations and other credits	17,602,440	17,713,224
Other financial assets	118,647	118,647
Level 3	1,054,243	1,054,241
Marketable securities	766,854	766,852
External sovereign bonds	587,597	587,597
Certificate of Agribusiness Receivables	67,579	67,579
Real Estate Fund Quotas	38,242	38,242
Certificate of Real Estate Receivables	21,781	21,781
Credit Right Investment Funds	20,971	20,971
FIAGRO	18,963	18,963
Certificate of Agribusiness Credit Rights	9,769	9,769
FUND FOR NATIONAL FILM INDUSTRY FINANCING (FUNCINE)	1,465	1,465
Debentures	487	485
Loan operations and other credits	287,389	287,389
Total at 03/31/2025	23,726,202	23,836,984

Financial liabilities	Carrying amount	Fair value
Level 1	563,923	563,923
Demand deposits	448,918	448,918
Savings deposits	115,005	115,005
Level 2	606,906	606,906
Interbank deposits	458,919	458,919
Interbank accounts	110,573	110,573
Obligations for assignment operations	37,414	37,414
Level 3	22,644,650	22,611,983
Time deposits	17,899,392	17,899,392
Other deposits	4,065	4,065
Funds from acceptance and issue of securities	3,799,164	3,799,164
Debt instruments eligible to capital	834,939	802,272
Borrowings and onlendings	103,315	103,315
Other financial liabilities	3,775	3,775
Total at 03/31/2025	23,815,479	23,782,812

- Positions of financial instruments and risk sensitivity analysis

In compliance with CVM Resolution 121/22, which approved CPC 40 (R1) - Financial Instruments: Disclosures, a sensitivity analysis was carried out covering all significant financial instruments, assets and liabilities, and assets and liabilities measured at fair value by management.

Marketable Securities (TVM) classified at fair value through profit or loss, fair value through other comprehensive income, and at amortized cost were considered, as well as derivative financial instruments and their respective hedged items.

The bank, always, attentive to market opportunities, stood at the interest rate futures market in order to partially hedge loan assets. In this case, the instrument was classified under Hedge Accounting which is an instrument used in the management and mitigation of financial risks through the application of specific accounting rules, mitigating and in some cases even eliminate, volatility in the accounting results.

Most of the Bank's Derivative financial instruments are intended to protect against exposure to risks (hedge) of positions deemed necessary, and are not of a speculative nature.

The sensitivity analysis, by types of risk, followed the scenario below:

- **Scenario I:** A probable model, where data was obtained from an external source (B3), such as: the US Dollar rate, the price of bonds and future interest rates. As an example, for a one-year term, the interest rate was considered to be 14.93% per year.
- **Scenario II:** Applying to Scenario I a stress factor of 25% for prices and a parallel shock of the same percentage to the yield curves at 03/31/2025 which could cause losses. Accordingly, for example, for a one-year term, the interest rate considered was 11.31% per year.
- **Scenario III:** Applying to Scenario I a stress factor of 50% for prices and a parallel shock of the same percentage to the yield curves at 03/31/2025 which could cause losses. Accordingly, for example, for a one-year term, the interest rate considered was 7.54% per year.

Sensitivity Analysis:

Operation	Effect on change in fair value		Scenarios		
	Risk factors	Components	I	II	III
Hedge Accounting	Fixed interest rate ⁽¹⁾	Loan Operations (long position)	(3,709)	96,550	201,059
		Derivative (future short position)	3,731	(97,153)	(202,408)
		Net Effect	22	(603)	(1,349)
MARKETABLE SECURITIES	Fixed income	Debentures	(5)	(122)	(244)
		CDCA	(49)	(2,442)	(4,885)
		CRI	(201)	(5,445)	(10,890)
		CRA	(1,267)	(16,901)	(33,802)
	Quotas of Fund	FIDC	3	(56)	(109)
		FIAGRO	99	(2,602)	(5,201)
		Total with correlation		(1,398)	(28,171)
Total with correlation, net of tax effects			(769)	(15,494)	(31,064)

⁽¹⁾ The change in risk factors causes a net negative effect, since derivative and hedged item create equal and opposite effects (profit/loss or loss/profit).

The table highlights the effects on the result arising from fluctuations in the main macroeconomic variables, mainly the domestic interest rate in Scenarios II and III. The hedge accounting assures stability in the financial margin of loan operations even in an adverse scenario.

The sensitivity analysis assumes all other conditions are held constant and the Bank takes no corrective action. In fact, the Bank has active management of its market risks with daily monitoring of exposure to the various risk factors, managing its exposure which may have an effect on the fair value of its financial instruments, assets and liabilities, including derivatives.

e) Operational risk management

Operational risk is the possibility of losses resulting from external events or failure, deficiency or inadequacy of internal processes, people or systems.

Operational Risk Management is integrated with the strategies and business of the Bank's companies, aligning existing processes in place with the prevailing policies. The Bank's management strategy is to monitor risk exposures through tools that aim to mitigate them and the consequent impact on operational losses.

The management structure establishes a shared performance of the Operational Risk, in which all employees are responsible for complying with their processes, encouraging commitment to results and participative management.

The methodology used for Operational Risk management comprises qualitative and quantitative stages: qualitative and quantitative. The first stage includes the survey of critical processes, the identification and assessment of risks and controls using tests on the operating design and effectiveness of controls and finally, the strategy for responding to residual risk - either through action plans for improvement or monitoring actions. The risks identified contemplate the legislation in force.

The quantitative stage consists of identifying operating losses and formation of a basis aimed at recording the information related to events resulting from the exposure to the Operating Risk, enabling the identification of the reasons for the most representative losses and their root causes, allowing the generation of action plans with the purpose of reducing future losses.

Operational Risk Management also includes the monitoring of key risk indicators (KRIs) that monitor the main reasons for losses to the Bank. Indicator tolerance is aligned with the risk appetite and when this metric is exceeded, actions are generated to have the risk returned to acceptable levels. All incidents are monitored and recorded in a specific database for purposes of taking actions to resolve problems and prevent recurrences.

The Bank also has defined procedures for the management of significant third parties. The management process is driven by the risk involved in the activity, with a structured process of segmentation, hiring, monitoring, management and termination.

The Bank calculates the RWAopad portion for the Alternative Simplified Standardized Approach. The entire calculation methodology of the approach adopted by the Bank was defined according to the consistency criteria, being liable to verification and duly formalized.

The Business Continuity Management, which is also included in the Operational Risk Management level, covers all companies of the Prudential Conglomerate, and seeks to assure the Bank's sustainability at acceptable levels in the event of crises that may interrupt its activities. To this end, the processes identified and classified as critical in terms of business continuity have their contingencies planned and tested, aiming to reduce the impact of incidents. It provides a safer environment for operations, clients and counterparties, as well as to stockholders. The Bank's Business Continuity Management encompasses three touch points: Technology Continuity; Continuity of Service Points and; Business Continuity (Central Management).

The Bank adopts a methodology that enables it to define contingency strategies, determining alternative procedures and measures to promote its resilience in critical times, even if adverse events occur that cause the interruption of the activities. All of these specifications are formalized in Operational Contingency Plans, periodically updated and published in order to assure their ready access, covering the entire structure of resources and personnel required for business continuity. The Bank's Corporate Contingency Plan focuses on a restricted scenarios that could affect client service and services provided.

f) **Social, environmental and climate risk management**

Social, Environmental and Climate Risk Management are derived from the improvements of the tools for identifying, controlling and mitigating the relevant social, environmental and climate impacts inherent to the banking activities and stakeholders.

Based on the Social, Environmental and Climate Responsibility Institutional Policy (PRSAC), the actions to control and reduce the impacts of the Bank's activity comprise the proper management of waste and the mapping and continuous study of opportunities that may contribute to efficiency in the consumption of energy and natural resources.

In this regard, the Bank's Social Risk Management includes the continuous monitoring of people included in restrictive lists of work analogous to slavery published by the Ministry of Labor and Social Security, as well as people who have some type of precautionary measure in force applied by the Brazilian Health Regulatory Agency (ANVISA), whose economic activities carry out are of high health risk. Clients that present these restrictions will have minimum decision-making authority in the analysis of business proposals.

Regarding the Environmental Risk Management, its mitigation is carried out through the inclusion of restrictive environmental alerts for people responsible for the recovery of contaminated or degraded areas, as well as owners of properties embargoed due to practices that do not comply with environmental regulations. Assessments of real estate guarantees and properties arising from debt settlement processes are also carried out. All urban properties subjected to these processes have a report showing signs of soil contamination.

With regard to climate risk, the sensitivity rule for this risk is applied to the Institution's loan portfolio. With it, Mercantil is able to identify, based on the criteria of relevance (nature of activities and quality of portfolios) and proportionality (share of the portfolio in the total loan portfolio), which are the economic sectors and the stakeholders more sensitive to climate risk.

Furthermore, Mercantil assigns its clients a Classification of Exposure to Social, Environmental and Climate Risks, which varies from "A" (highest risk) to "C" (lowest risk), with predominance of the worst partial classification between categories. Those clients that have high exposure are treated at the minimum level of the Credit Committee, complying with the value cuts to reach the final level of the Higher Credit Committee.

These clients are also monitored by Mercantil regarding the quality of their loan operations, as well as their balances invested in funding products and the counterparties of investments in interbank deposits and marketable securities. These monitoring and follow-ups are carried out by Mercantil's stakeholders, which include employees, product and service suppliers, borrowers and investors.

Collating information on social and environmental risk was improved at client relationship inception in the credit granting and management process, as well as the relationship of the Bank with third parties; this is now based on clauses and processes that require a more socially and environmentally responsible network of companies.

23. Other information

- a) Investment funds – investment fund management is carried out through the subsidiary Mercantil do Brasil Distribuidora S.A.
- b) Insurance contracted - the Bank and its subsidiaries have insurance coverage considered adequate by Management to cover potential losses.
- c) Clearing and settlement agreement - the Bank has a clearing and settlement agreement within the scope of the National Financial System, in accordance with CMN Resolution 3,263/05, to assure settlement of its assets with financial institutions.
- d) Financial Statements under IFRS, CMN Resolution 4818/20 establishes that financial institutions registered as publicly-held companies or that are lead companies of a prudential conglomerate classified in Segment 1 (S1), Segment 2 (S2) or Segment 3 (S3), in accordance with specific regulations, must prepare consolidated annual financial statements adopting international accounting standards (IFRS) in accordance with the pronouncements issued by the International Accounting Standards Board (IASB), translated into Portuguese by a Brazilian entity accredited by the International Financial Reporting Standards Foundation (IFRS Foundation). In accordance with the standard, all institutions must adopt IFRS in the preparation of all their consolidated financial statements, including those imposed by legal or regulatory provisions, regardless of their frequency, annual or interim.

The Bank discloses separately its consolidated financial statements under IFRS for the year ended March 31, 2025 simultaneously with these current financial statements on its website (www.bancomercantil.com.br), in the Investor Relations (IR) area, in the Balance Sheet Center of the Central Bank of Brazil and the CVM, as permitted by article 77 of CMN Resolution 4,966/21.

Further information can be obtained on the websites of the Institution (www.bancomercantil.com.br), of CVM website (www.cvm.gov.br) and of B3 S.A. - Brasil, Bolsa, Balcão (www.b3.com.br/pt_br/).

BANCO MERCANTIL

BOARD OF DIRECTORS

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Mauricio de Faria Araujo - Vice-Chairman
André Luiz Figueiredo Brasil – Secretary

Clarissa Nogueira de Araújo
Daniel Henrique Alves da Silva
Gustavo Henrique Diniz de Araújo
Leonardo Ferreira Antunes
Luiz Henrique Andrade de Araújo
Marco Cesar de Castro Bravo

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CHIEF EXECUTIVE OFFICER
Luiz Henrique Andrade de Araújo

EXECUTIVE VICE PRESIDENT
Gustavo Henrique Diniz de Araújo

VICE PRESIDENTS
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Felipe Lopes Boff
Paulino Ramos Rodrigues

EXECUTIVE OFFICERS
Anderson Adeilson de Oliveira
Carolina Marinho do Vale Duarte
Gregório Moreira Franco
Uelquesneurian Ribeiro de Almeida

OFFICERS
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Mariana Machado de Araújo de Souza Lima
Rodrigo de Araújo Simões

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Sara Araujo Sousa
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Yehuda Waisberg

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Glaydson Ferreira Cardoso
Lauro Wilson da Silva
Leonardo Ferreira Antunes

ACCOUNTANT

Anderson Guedes Inocência
CRC - MG 077029/O-7

In compliance with the provisions of art. 27, items V and VI of the Brazilian Securities Commission's Instruction 80, of March 29, 2022, the Officers of **Banco Mercantil do Brasil S.A. - "Bank"** represent that they have reviewed, discussed and agreed with the **Bank's** Financial Statements for the year ended March 31, 2025, as well as with the opinions expressed in the report issued by PricewaterhouseCoopers Auditores Independentes Ltda., resulting from the audit procedure performed on these statements.

Belo Horizonte/MG, May 13, 2025.

Chief Executive Officer

Luiz Henrique Andrade de Araújo

Executive Vice President (CEO)

Gustavo Henrique Diniz de Araújo

Vice Presidents

Bruno Pinto Simão

Felipe Lopes Boff

Finance Vice President and Investor Relations Officer

Paulino Ramos Rodrigues

Executive Officers

Anderson Adeilson de Oliveira

Carolina Marinho do Vale Duarte

Gregório Moreira Franco

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Officers

Lucas Lopes Kubiaki

Mariana Machado de Araújo de Souza Lima

Rodrigo de Araújo Simões

