

(A free translation of the original in Portuguese)

Ser Educacional S.A.
Quarterly Information (ITR) at
June 30, 2023
and report on review of
quarterly information

Ser Educacional S.A.

Ser Educacional S.A.

Individual and consolidated interim financial statements

June 30, 2023

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Report on review of quarterly information

To the Board of Directors and Stockholders
Ser Educacional S.A.

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of Ser Educacional S.A. ("Company"), included in the Quarterly Information Form (ITR) for the quarter ended June 30, 2023, comprising the statement of financial position at that date and the statements of profit and loss and comprehensive income for the quarter and six-month period then ended, and the statements of changes in equity and cash flows for the six-month period then ended, and explanatory notes.

Management is responsible for the preparation of the parent company and consolidated interim accounting information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC) and International Accounting Standard (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of review

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

Conclusion on the interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.



Ser Educacional S.A.

Other matters

Statements of value added

The quarterly information referred to above includes the parent company and consolidated statements of value added for the six-month period ended June 30, 2023. These statements are the responsibility of the Company's management and are presented as supplementary information under IAS 34. These statements have been subjected to review procedures performed together with the review of the interim accounting information for the purpose of concluding whether they are reconciled with the interim accounting information and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in the accounting standard CPC 09 - "Statement of Value Added". Based on our review, nothing has come to our attention that causes us to believe that these statements of value added have not been properly prepared, in all material respects, in accordance with the criteria established in this accounting standard, and consistent with the parent company and consolidated interim accounting information taken as a whole.

Audit and review of previous year's figures

The Quarterly Information Form (ITR) mentioned in the first paragraph includes accounting information, presented for comparison purposes, related to the statements of profit and loss and comprehensive income for the quarter and six-month period then ended, and changes in equity, cash flows, and value added for the six-month period then ended June 30, 2022, obtained from the Quarterly Information Form (ITR) for that quarter, and also to the statement of financial position at December 31, 2022, obtained from the financial statements at December 31, 2022. The review of the Quarterly Information Form (ITR) for the quarter ended June 30, 2022 and the audit of the financial statements for the year ended December 31, 2022 were conducted under the responsibility of another firm of auditors that have issued their review and audit reports dated August 11, 2022 and March 23, 2023, respectively, without qualification.

Recife, August 14, 2023

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

DocuSigned by:
Luciano Sampaio
Signed By: LUCIANO JORGE MOREIRA SAMPAIO JUNIOR 63302675534
CPF: 63302675534
Signing Time: 29 de agosto de 2023 | 10:35 BRT

Luciano Jorge Moreira Sampaio Júnior
Contador CRC 1BA018245/O-1

Ser Educacional S.A.

Statements of financial position

June 30, 2023 and December 31, 2022

In thousands of Brazilian reais, unless otherwise indicated

Assets	Note	Parent Company		Consolidated		Liabilities and shareholders' equity	Note	Parent Company		Consolidated	
		June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022			June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Current						Current					
Cash and cash equivalents	7	64,002	49,411	149,331	180,764	Suppliers		15,173	14,651	34,125	32,255
Financial investments	7	49,895	51,154	60,565	60,251	Loans and financing	14.1	182,865	180,045	183,041	180,340
Restricted cash				4,266	6,931	Derivative financial instruments - swap	14.1	13,322	13,610	13,322	13,610
Accounts receivable	8	228,203	172,716	517,019	438,743	Debentures	14.2	10,713	11,208	10,713	11,208
Taxes recoverable	9	8,938	5,411	27,839	24,922	Salaries and social charges	15	69,260	53,621	140,387	113,861
Related parties	23.a	1,952	1,952	1,952	1,952	Taxes payable	9	6,530	6,794	23,909	30,105
Other credits		28,524	11,054	31,392	39,074	Commitments payable	13			77,074	60,871
						Lease commitments	16	25,062	21,699	62,379	66,913
		381,514	291,698	792,364	752,637	Other liabilities		19,793	12,974	48,060	43,064
								342,718	314,602	593,010	552,227
Non-Current						Non-Current					
Long term receivables						Loans and financing	14.1	335,240	375,230	335,290	375,280
Accounts receivable	8	4,492	30,832	10,838	73,332	Derivative financial instruments - swap	14.1	35,903	26,336	35,903	26,336
Related parties	23.a	1,139	2,115	1,139	2,115	Debentures	14.2	199,235	199,111	199,235	199,111
Judicial deposits and freezing		14,693	13,674	23,989	19,748	Lease commitments	16	371,920	277,083	774,176	638,817
Indemnification Assets	24			115,282	115,282	Commitments payable	13			167,511	228,624
FIES Guarantor Fund	8.b	24,587	15,704	57,941	52,028	Taxes payable	9	746		2,560	2,790
Financial investments	7			570	544	Provision for contingencies	24	8,241	6,814	132,959	131,349
Taxes recoverable	9			919	1,706	Other liabilities			612	12	12
Deferred taxes	22.e	6,427	6,433	22,311	21,615			951,285	885,186	1,647,646	1,602,319
Other credits		4,806	436	10,185	5,228	Shareholders' equity	17				
Restricted cash				57,400	63,000	Share Capital		987,549	987,549	987,549	987,549
Investments	5.a	1,396,409	1,495,963			Profit reserve		253,532	253,380	253,532	253,380
Property and equipment	12	271,836	263,111	471,933	487,640	Treasury shares		(3,398)	(3,398)	(3,398)	(3,398)
Right of use	11	339,678	253,532	714,358	593,228	Retained earnings		2,879		2,879	
Intangible Assets	10	88,984	63,821	1,201,989	1,203,974			1,240,562	1,237,531	1,240,562	1,237,531
		2,153,051	2,145,621	2,688,854	2,639,440						
Total assets		2,534,565	2,437,319	3,481,218	3,392,077	Total liabilities and shareholders' equity		2,534,565	2,437,319	3,481,218	3,392,077

The notes are an integral part of the individual and consolidated interim financial statements.

Ser Educacional S.A.

Statements of profit or loss

Six-month period ended June 30, 2023 and 2022

In thousands of Brazilian reais, unless otherwise indicated

	Note	Parent Company			
		04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Net revenue from services provided	18	236,785	430,705	181,621	331,822
Costs of services provided	19	(92,176)	(173,623)	(76,246)	(138,370)
Gross profit		144,609	257,082	105,375	193,452
Selling expenses	20.a	(17,830)	(35,277)	(26,660)	(47,819)
General and administrative expenses	20.a	(61,064)	(112,814)	(58,586)	(120,100)
Other operating expenses, net	20.b	(3,466)	(5,013)	(2,852)	(5,022)
Equity in the results of subsidiaries	5.a	7,730	(18,543)	(26,680)	(24,522)
Operating profit (loss)		69,979	85,435	(9,403)	(4,011)
Financial revenues	21	14,187	20,726	19,052	59,684
Financial expenses	21	(53,121)	(102,740)	(48,073)	(112,628)
Financial results		(38,934)	(82,014)	(29,021)	(52,944)
Earnings before income tax and social contribution		31,045	3,421	(38,424)	(56,955)
Income tax and social contribution		338	(390)	(669)	(457)
Current	22.a	348	-	-	(9)
Deferred	22.e	(10)	(390)	(669)	(448)
Net income (loss) for the period		31,383	3,031	(39,093)	(57,412)
Attributable to					
Parent Company's shareholders		31,383	3,031	(39,093)	(57,412)
		31,383	3,031	(39,093)	(57,412)
Weighted average of common shares outstanding as of end of period (thousand)		128,335	128,335	128,722	128,722
Earnings (losses) per share attributable to shareholders of the Parent Company during the period (in R\$ per share)		0.24	0.02	(0.30)	(0.45)

The notes are an integral part of the individual and consolidated interim financial statements.

Ser Educacional S.A.

Statements of profit or loss

Six-month period ended June 30, 2023 and 2022

In thousands of Brazilian reais, unless otherwise indicated

	Note	Consolidated			
		04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Net revenue from services provided	18	506,049	930,596	464,217	844,427
Costs of services provided	19	(236,243)	(454,516)	(227,467)	(414,707)
Gross profit		269,806	476,080	236,750	429,720
Selling expenses	20.a	(36,740)	(77,101)	(43,122)	(81,091)
General and administrative expenses	20.a	(142,740)	(268,957)	(115,822)	(233,442)
Other operating expenses, net	20.b	(5,723)	(8,762)	(4,646)	(21,459)
Impairment loss	10.d			(65,800)	(65,800)
Operating profit		84,603	121,260	7,360	27,928
Financial revenues	21	20,461	33,300	25,036	73,357
Financial expenses	21	(74,906)	(150,963)	(69,435)	(158,291)
Financial results		(54,445)	(117,663)	(44,399)	(84,934)
Earnings before income tax and social contribution		30,158	3,597	(37,039)	(57,006)
Income tax and social contribution		1,225	(566)	(2,054)	(406)
Current	22.a	488	(1,239)	(1,928)	(5,498)
Deferred	22.e	737	673	(126)	5,092
Net income (loss) for the period		31,383	3,031	(39,093)	(57,412)
Attributable to					
Parent Company's shareholders		31,383	3,031	(39,093)	(57,412)
		31,383	3,031	(39,093)	(57,412)

The notes are an integral part of the individual and consolidated interim financial statements.

Ser Educacional S.A.

Statements of comprehensive income

Six-month period ended June 30, 2023 and 2022

In thousands of Brazilian reais, unless otherwise indicated

	Parent Company and Consolidated			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Net income (loss) for the period	31,383	3,031	(39,093)	(57,412)
Other components of comprehensive income for the period				
Comprehensive income for the period	31,383	3,031	(39,093)	(57,412)

The notes are an integral part of the individual and consolidated interim financial statements.

Ser Educacional S.A.

Statement of changes in equity

Six-month period ended June 30, 2023 and 2022

In thousands of Brazilian reais, unless otherwise indicated

	Attributable to the parent company's shareholders					
	Share Capital		Profit reserve		Treasury shares	Total Equity
	Share Capital	Expenses on issuance of shares	Legal	Retention		
As of January 1, 2022	991,644	(4,095)	73,218	402,310		1,463,077
Loss for the period						(57,412)
Treasury shares acquired					(2,398)	(2,398)
As of June 30, 2022	991,644	(4,095)	73,218	402,310	(2,398)	1,403,267
As of January 1, 2023	991,644	(4,095)	73,218	180,162	(3,398)	1,237,531
Profit for the period						3,031
Creation of legal reserve			152			(152)
As of June 30, 2023	991,644	(4,095)	73,370	180,162	(3,398)	1,240,562

The notes are an integral part of the individual and consolidated interim financial statements.

Ser Educacional S.A.

Statements of cash flow

Six-month period ended June 30, 2023 and 2022

In thousands of Brazilian reais, unless otherwise indicated

	Note	Parent Company		Consolidated	
		June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
Operating activities					
Earnings (Losses) before income tax and social contribution		3,421	(56,955)	3,597	(57,006)
Adjustments for					
Depreciation and amortization.	10 to 12	50,873	37,201	118,224	101,534
(Reversal) Provision for contingencies		1,143	(909)	471	(1,811)
Equity in the results of subsidiaries	5.a	18,543	24,522		
Adjustment to present value of accounts receivable		2,156	(175)	4,081	1,327
Reversal of adjustment to present value of commitments payable	13			1,280	6,115
Creation of provision for expected credit losses	20.a	30,864	21,718	67,357	56,250
Gain on write-off of non-current assets	10 to 12	(368)		(76)	63,754
Earnings from financial investments		(2,708)	(1,685)	(3,747)	(2,465)
Interest and monetary variations, net		77,146	52,078	103,594	82,682
		181,070	75,795	294,781	250,380
Changes in assets and liabilities					
Accounts receivable		(39,681)	(45,455)	(85,207)	(90,866)
Taxes recoverable		(2,795)	1,192	(2,127)	2,819
Other credits		(23,824)	(2,526)	(7,114)	(14,032)
Suppliers		(2,213)	(4,841)	(697)	(9,316)
Salaries and social charges		12,086	8,255	24,066	21,594
Taxes payable		(631)	2,665	(5,868)	2,270
Other liabilities		5,122	(1,070)	4,502	(3,107)
Cash from operating activities					
Interest paid on loans and debentures	14.1.a and 14.2	129,134	34,015	222,336	159,742
Interest paid on leases	16.b	(58,965)	(28,549)	(58,966)	(28,549)
Interest paid on acquisition of subsidiaries	13	(19,359)	(12,622)	(40,473)	(33,801)
Income tax and social contribution paid		-	-	(5,454)	(3,101)
		(72)	(17)	(2,074)	(3,066)
Net cash from (used in) operating activities					
		129,134	34,015	222,336	159,742
		(58,965)	(28,549)	(58,966)	(28,549)
		(19,359)	(12,622)	(40,473)	(33,801)
		-	-	(5,454)	(3,101)
		(72)	(17)	(2,074)	(3,066)
Net cash from (used in) operating activities					
		50,738	(7,173)	115,369	91,225
Investing activities					
Investment in securities		(205,355)	(512,839)	(379,836)	(669,303)
Redemption of securities		209,322	563,204	383,243	632,586
Advance for future capital increase in subsidiaries	5.b	(44,187)	(312,152)		
Earnings received from subsidiaries	5.b	48,600	111,878		
Additions to property and equipment	12	(15,100)	(14,236)	(22,009)	(29,026)
Additions to intangible assets	10	(10,232)	(10,072)	(16,754)	(13,651)
Net cash from business combination				91	6,697
Net cash arising from the merger	5.a(ii)	19,021	1,207		
Payment on acquisition of subsidiaries	13			(47,447)	(266,590)
Net cash from (used in) investing activities					
		2,069	(173,010)	(82,712)	(339,287)
Financing activities					
Proceeds from loans and financing	14.1.a		231,000		231,000
Amortization of principal on loans and financing	14.1.a	(27,084)	(76,451)	(27,202)	(77,391)
Amortization of leases	16.b	(12,108)	(10,846)	(37,864)	(29,486)
Related parties	23	976	22,807	976	977
Acquisition of treasury shares	17.a		(2,398)		(2,398)
Net cash from (used in) financing activities					
		(38,216)	164,112	(64,090)	122,702
Increase (decrease) in cash and cash equivalents					
		14,591	(16,071)	(31,433)	(125,360)
Cash and cash equivalents					
at beginning of the period		49,411	40,729	180,764	213,704
at the end of the period		64,002	24,658	149,331	88,344
Increase (decrease) in cash and cash equivalents					
		14,591	(16,071)	(31,433)	(125,360)

The notes are an integral part of the individual and consolidated interim financial statements.

Ser Educacional S.A.

Statements of value added

Six-month period ended June 30, 2023 and 2022

In thousands of Brazilian reais, unless otherwise indicated

	Note	Parent Company		Consolidated	
		June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
Revenues					
Revenue from services	18	941,838	687,559	2,001,684	1,777,788
Provision for Doubtful Accounts	8.e	(30,864)	(21,718)	(67,357)	(56,250)
Revenue deductions	18	(498,362)	(345,825)	(1,038,427)	(903,692)
		412,612	320,016	895,900	817,846
Inputs from third parties					
Services provided by individuals and corporations	19 and 20	(29,499)	(32,863)	(94,752)	(85,666)
Electricity, water and telephone	19	(8,150)	(7,312)	(20,364)	(18,940)
Publicity and advertising	20	(35,277)	(47,819)	(77,101)	(81,090)
Office supplies	20	(3,377)	(3,135)	(7,729)	(8,549)
Other	19 and 20	(16,441)	(22,866)	(48,640)	(60,592)
		(92,744)	(113,995)	(248,586)	(254,837)
Gross value added		319,868	206,021	647,314	563,009
Depreciation and amortization.	19 and 20	(50,873)	(37,201)	(118,224)	(101,534)
Net value added produced by the entity		268,995	168,820	529,090	461,475
Financial revenues	21	21,193	60,044	34,390	74,294
Impairment loss	10.d				(65,800)
Equity in the results of subsidiaries	5.a	(18,543)	(24,522)		
Total value added to distribute		271,645	204,342	563,480	469,969
Distribution of value added					
Salaries and social charges	19 and 20	(148,026)	(133,944)	(365,503)	(323,183)
Taxes, fees and contributions		(13,628)	(10,729)	(34,317)	(31,012)
Federal taxes		(1,242)	(956)	(5,007)	(2,394)
Municipal taxes		(12,386)	(9,773)	(29,310)	(28,618)
Third-party capital remuneration		(106,960)	(117,081)	(160,629)	(173,186)
Financial expenses	21	(102,740)	(112,628)	(150,963)	(158,291)
Rentals	19	(4,220)	(4,453)	(9,666)	(14,895)
Net income (loss) for the period		(3,031)	57,412	(3,031)	57,412
Value added distributed		(271,645)	(204,342)	(563,480)	(469,969)

The notes are an integral part of the individual and consolidated interim financial statements.

Ser Educacional S.A.

Notes to the individual and consolidated interim financial statements

June 30, 2023

In thousands of Brazilian reais, unless otherwise indicated

Section A - General Information

1 Operations

Ser Educacional S.A. (the “Company”) and its subsidiaries (jointly, the “Group”) are mainly involved in developing and managing activities for on-campus and distance-learning undergraduate, graduate, and professional training courses and other education-related areas, and in having an interest, as a partner or shareholder, in other companies in Brazil.

The Group has 33 incorporated companies, 25 of which as limited liability companies and 8 as corporations. In the education sector, it owns 59 campuses in operation, distributed among 51 accreditations in operation, of which 2 universities, 24 university centers and 25 colleges, in addition to 953 distance-learning centers in operation, representing one of Brazil’s largest private education groups, with a leading presence in the North and Northeast regions in terms of the number of enrolled students. The Group is present in all 26 states of Brazil and in the Federal District, with a consolidated base of approximately 329.3 thousand students, operating under the following brands: UNINASSAU – Centro Universitário Maurício de Nassau, UNINABUCO – Centro Universitário Nabuco, UNG – Universidade Guarulhos, UNAMA – Universidade da Amazônia, UNIVERITAS – Centro Universitário Universus Veritas, UNINORTE - Centro Universitário do Norte, Centro Universitário de Ciências Biomédicas de Cacoal – UNIFACIMED, UNIJUAZEIRO - Centro Universitário de Juazeiro do Norte, Sociedade Educacional de Rondônia – UNESC, Centro Universitário São Francisco de Barreiras – UNIFASB, Centro Universitário FAEL, CDMV – Centro de Desenvolvimento da Medicina Veterinária, Faculdades UNINASSAU, Faculdades UNINABUCO and Escolas Técnicas Joaquim Nabuco e Maurício de Nassau, Centro Universitário 7 de Setembro – UNI7, under which it offers 2,126 courses, through campuses and distance-learning centers. Also in the education sector, the Group owns GOKURSOS, BEDUKA, DELÍNEA, PROVA FÁCIL and Peixe 30 brands, represented by edtechs, which operate in the course marketplace segment, online support for students wishing to enter higher education, content production, test management and professional network that facilitates networking with professionals and recruiters, respectively. The Group also operates in the veterinary medicine sector through clinics and hospitals under CDO, CDM, DOK and PLANTÃO VETERINÁRIO brands, and in the financial sector through fintech b.Uni, offering digital accounts and financial products and services to account holders, the latter still at an early stage and structuring its operations.

The Company is a publicly-held company headquartered in Recife, in the State of Pernambuco, It is listed on the B3 S.A.- Brasil, Bolsa, Balcão, in the Novo Mercado special segment, where its common shares are traded under the ticker SEER3. In June 2023, *Fitch Ratings* issued an opinion on the Company’s long-term national rating, keeping it at “AA-(bra)”, with a stable outlook.

Ser Educacional S.A.

Notes to the individual and consolidated interim financial statements

June 30, 2023

In thousands of Brazilian reais, unless otherwise indicated

1.1 Economic Scenario

The growth of vaccination and the maintenance of sanitary measures to mitigate the effects of the crises caused by Covid-19 pandemics on the population has led to the return to normality of economic activities globally. Even so, the Group keeps monitoring movements related to this situation, aiming to preserve the health of students, employees and partners and to mitigate any remaining risks and their economic and social impacts in the post-crisis period.

However, as this normalization process took place throughout 2022, some variations in the cost and expense accounts in the first half of 2022 when compared to the same period of 2023 are due to this condition.

As required by circular letters CVM/SNC/SEP No. 02/20 and CVM-SNC/SEP No. 03/2020, Management continues to assess some potential consequences arising from the pandemic in the Group's operations and the possible effects on the Group's individual and consolidated financial statements, and did not identify any relevant impacts.

1.2 Statement of compliance and basis of preparation

Statement of compliance

The individual and consolidated interim financial statements were prepared in accordance with technical pronouncement CPC 21 (R1) - Interim Statements and IAS 34 - Interim Financial Reporting issued by IASB - International Accounting Standards Board and presented in accordance with the rules issued by the Securities and Exchange Commission, applicable to the preparation of the quarterly information - ITR., and show all the relevant information specific to the financial statements, which are consistent with the practices used by management.

Basis of preparation

The individual and consolidated interim financial statements referring to the six-month period ended June 30, 2023 were prepared using historical cost as the basis for value, except for intangible assets arising from business combinations and financial instruments measured at fair value.

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires Management to exercise its judgment in the process of applying the Group's accounting policies. Those areas involving a high degree of judgment or complexity and areas where assumptions and estimates are significant to the individual and consolidated financial statements are disclosed in the financial statements as of December 31, 2022 (Section B, Note 3).

Ser Educacional S.A.

Notes to the individual and consolidated interim financial statements

June 30, 2023

In thousands of Brazilian reais, unless otherwise indicated

The presentation of the Statement of Value Added (SVA), although not required by IFRS, is mandatory for publicly-held companies in Brazil. As a result, this statement is reported as additional information for IFRS purposes, without prejudice to the set of individual and consolidated financial statements.

Management has assessed the capacity of the Company and its subsidiaries to continue as a going concern and is convinced that they hold sufficient funds to continue as a going concern in the future. Furthermore, the Management is not aware of any material uncertainty that could raise significant concerns about its ability to continue as a going concern. Thus, the financial statements of the Company and Consolidated were prepared based on a going concern basis.

Approval of the individual and consolidated interim financial statements

These interim individual and consolidated financial statements are being issued upon their approval by the Board of Directors and review by the Fiscal Council, on August 14, 2023.

1.3 Notes not presented

The interim financial statements are presented in compliance with NBC TG 21 (R4), IAS 34, and the rules issued by CVM. Based on this and the Management's assessment of the relevant impacts of the information to be disclosed, the notes described below are not presented or are presented as a summary. The others are presented to allow a perfect understanding of these interim financial statements if read with the notes disclosed in the annual individual and consolidated financial statements dated December 31, 2022.

- New or revised pronouncements firstly applied in 2022 (Note 2);
- Standards issued but not in force (Note 2.1), which in force from 2023;
- Critical accounting estimates, judgments and assumptions and accounting policies (Note 3);
- Business combination and goodwill (Note 5);
- Insurance; and
- Summary of accounting policies.

2 Interpretations and impacts on the assessment of IFRS 16 - Leases / NBC TG 06(R3) Lease Transactions

The Group operates as a lessee in a significant number of leases concentrated in properties where its universities, university centers, educational centers, colleges, and offices are located. The Group adopted assumptions to calculate the discount rate, which was based on the average annual cost of third-party capital, and part of their contracts was already classified as lease assets since 2013. The table below shows the rates charged, vis-à-vis the terms of the contracts:

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Agreements by term and discount rate

<u>Agreement terms</u>	<u>Rate % p.a.</u>
11 years (i)	10.68%
19 years (ii)	13.91%

(i) Contracts accounted for as leases after the adoption of NBC TG 06 (R3) / IFRS 16.

(ii) Contracts accounted for as leases since 2013.

The Group presents in the table below the maturity analysis of its contracts, undiscounted installments, reconciled with the balance in the consolidated Statement of Financial Position as of June 30, 2023. As a result of PROUNI incentive, the Group does not use PIS and COFINS credits recoverable on rent paid, and, for this reason, it does not show the potential credit.

Maturity of Installments

	<u>R\$</u>
2023	74,046
Between 2024 and 2028	714,768
Between 2029 and 2033	507,938
After 2033	93,828
Non-discounted amounts	1,390,580
Interest embedded	(554,025)
Lease liabilities balance	836,555

Difference caused by full application of NBC TG 06 (R3)

In accordance with CIRCULAR LETTER/CVM/SNC/SEP/No. 02/2019, the Group adopted as an accounting policy the requirements of NBC TG 06 (R3) in the measurement and remeasurement of its right of use and lease liability, proceeding the use of the discounted cash flow technique excluding inflation.

In order to safeguard the reliable representation of the information in view of NBC TG 06 (R3) requirements and to meet the guidelines of CVM technical areas, the liability balances without inflation, effectively accounted for (actual flow x nominal rate), and the estimate of the balances inflated in the comparison periods (nominal flow x nominal rate) are provided.

Other assumptions, such as the maturity schedule of liabilities and interest rates used in the calculation are disclosed in Notes 11 and 16, as well as the inflation rates are observable in the market, so that the nominal flows can be prepared by users of the financial statements.

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Impact on assets and liabilities:

	<u>With Inflation</u>	<u>No Inflation</u>	<u>Difference CVM Official letter</u>
Right of use	830,219	714,358	115,861
Lease commitments	955,435	836,555	118,880

Impact on P&L

	<u>With Inflation</u>				<u>No Inflation</u>				<u>Difference CVM Official letter</u>
	<u>Interest</u>	<u>Depreciation</u>	<u>Minimum Payment</u>	<u>Impact on P&L</u>	<u>Interest</u>	<u>Depreciation</u>	<u>Minimum Payment</u>	<u>Impact on P&L</u>	
2023	93,973	94,490	(147,095)	41,368	81,598	85,086	(145,523)	21,162	20,206
Between 2024 and 2028	417,557	386,321	(715,516)	88,362	329,199	325,478	(637,963)	16,714	71,648
Between 2029 and 2033	207,871	286,575	(672,800)	(178,354)	144,944	236,784	(501,437)	(119,708)	(58,646)
After 2033	28,720	50,925	(147,441)	(67,795)	16,554	39,556	(89,396)	(33,286)	(34,509)
Total	748,121	818,311	(1,682,852)	(116,419)	572,295	686,904	(1,374,319)	(115,118)	(1,301)

Section B - Risks

3 Risk management

3.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including cash flow or fair value interest rate risk), credit risk, and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize any potential adverse effects on the Group's financial performance. The Group use derivative financial instruments to hedge risk exposure.

Risk management is carried out by the Group's central treasury department, which identifies, assesses, and hedges financial risks in close cooperation with the Group's operating units. The Board of Directors approves and reviews risk management policies, and also monitors controls with the specific areas.

(a) Market risk

The Group's cash flow or fair value risk related to interest rate arises from short-and long-term loans, debentures, lease liabilities, and short-term investments substantially linked to interbank deposit certificate (CDI) floating rates. The Group analyzes its interest rate exposure on a dynamic basis,

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simulating various scenarios and taking into consideration the refinancing and the renewal of existing positions. Based on this assessment, the Group monitors the risk of significant changes in interest rates and calculates the impact on income (Note 3.3).

(b) Credit risk

Credit risk is managed at a Group level and arises from cash and cash equivalents, financial instruments, and deposits with banks and credits with other financial institutions, as well as from exposure to student credit, including outstanding accounts receivable.

The Group's sales policy is directly related to the level of credit exposure it is willing to be subject in the course of its business. Enrollment for the next semester is not permitted if a student is in default with the institution. In order to minimize the effects of defaults on its accounts receivable, the Company has diversified its receivables portfolio, has selection procedures in place for its students, and monitors due dates. In on-campus segment, a portion of the Group's credits is guaranteed by the Higher Education Student Financing Program (Programa de Financiamento ao Estudante de Ensino Superior or FIES), which is decreasing each semester due to the reduced offer of scholarships by the Federal Government and the graduation of former students.

The Group sets up provision for expected credit losses to cover credit risk, including the possible risk of default on the unguaranteed portion of the debt of the students who benefit from FIES. This credit analysis considers student creditworthiness based on their payment history, the length of their relationship with the institution, and their credit rating (SPC and Serasa).

Management monitors specific credit risks and does not expect any losses due to defaults by counterparties additional to the amounts already provided for in Note 8(e), which reflect the changes in the provision for expected credit losses in the period. Concerning credit risk related to financial institutions, the Group invests cash, cash equivalents, and tradable securities with financial institutions and investment funds with institutional credit ratings of at least brBBB, by *Standard & Poor's*; BBB(br), by *Fitch Ratings*; and Baa1.br, by *Moody's*.

(c) Liquidity risk

Liquidity risk is the risk of the Company not having sufficient funds to meet its financial commitments, on account of mismatches in maturities or volumes between expected revenue and payments.

Assumptions regarding future disbursements and receipts are made in order to manage cash liquidity and are monitored daily by the treasury department.

The following table provides a breakdown of financial liabilities, grouped according to their due dates, for the remaining period from the Statement of Financial Position date to their contracted maturities. The amounts shown in the table represent the contractual undiscounted cash flows at the contracted rates.

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	Parent Company			
	Up to one year	Between one and two years	Between three and five years	Over five years
June 30, 2023				
Loans and financing	240,150	227,885	449,566	
Debentures	30,039	86,074	320,152	
Lease commitments	66,613	67,164	192,999	349,720
	<u>336,802</u>	<u>381,123</u>	<u>962,717</u>	<u>349,720</u>
December 31, 2022				
Loans and financing	235,621	187,436	298,422	
Debentures	30,544	59,115	217,507	
Lease commitments	54,315	51,936	140,397	283,101
	<u>320,480</u>	<u>298,487</u>	<u>656,326</u>	<u>283,101</u>
Consolidated				
	Up to one year	Between one and two years	Between three and five years	Over five years
June 30, 2023				
Loans and financing	240,214	227,885	449,566	
Debentures	30,039	86,074	320,152	
Lease commitments	145,946	150,984	431,409	662,241
Commitments payable	77,074	91,161	30,403	45,947
	<u>493,273</u>	<u>556,104</u>	<u>1,231,530</u>	<u>708,188</u>
December 31, 2022				
Loans and financing	235,804	187,436	298,422	
Debentures	30,544	59,115	217,507	
Lease commitments	140,867	118,225	312,759	646,566
Commitments payable	60,870	87,726	132,499	8,400
	<u>468,085</u>	<u>452,502</u>	<u>961,187</u>	<u>654,966</u>

(d) Regulatory risk

Regulatory aspects analysis in the Group's education sector serves as a decision-making instrument for the supporting entity, aiming to improve the institution's performance by identifying opportunities for gains and impact of losses. The Group periodically analyzes its regulatory risks aiming to mitigate or minimize their impacts, mainly those related to the availability of PROUNI and FIES and the understanding of these programs' rules, as well as the monitoring of maintenances and/or courses, with no significant change expected in its operations.

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3.2 Capital management

The Group's objectives when managing capital are to safeguard its ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. Consistently with other players in the industry, the Group monitors its capital based on the financial leverage ratio. This ratio corresponds to the net debt expressed as a percentage of the sum of net debt and equity. Net debt is calculated as total loans (including short- and long-term loans, as shown in the consolidated Statement of Financial Position), commitments payable and lease obligations, less cash and cash equivalents, financial investments and restricted cash.

Financial leverage ratios are presented as follows:

	June 30, 2023	Consolidated December 31, 2022
Loans, financing and derivatives	567,556	595,566
Debentures payable	209,948	210,319
Commitments payable	244,585	289,495
Lease commitments	836,555	705,730
Cash and cash equivalents	(149,331)	(180,764)
Financial investments	(61,135)	(60,795)
Restricted cash due to payable commitments	(61,666)	(69,931)
Net debt	1,586,512	1,489,620
Shareholders' equity	1,240,562	1,237,531
Equity plus net debt - Total capital	2,827,074	2,727,151
Financial leverage ratio	56.1%	54.6%

3.3 Additional sensitivity analysis

With the purpose of determining the sensitivity of the indexers to which the Group was exposed as of June 30, 2023, different scenarios were defined, using the last interest rates accrued in the last twelve months (Scenario I), and based on this, changes of 25% (Scenario II) and 50% (Scenario III) were calculated, sensitizing the increase and decrease of the indexers. We have calculated the net position (financial income less financial expenses) for each scenario, excluding the tax effect. CDI indexer sensitivity were tested for each scenario using the portfolio base-date of June 30, 2023, projecting for one year.

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		Scenarios with Indexers Increase		
Operations	Risk	(I)	(II)	(III)
Assets				
Financial investments	CDI	13.54%	16.93%	20.31%
139,753		18,923	23,660	28,384
Tradable securities	CDI	13.54%	16.93%	20.31%
61,135		8,278	10,350	12,417
Liabilities				
Debentures	CDI	13.54%	16.93%	20.31%
(209,948)		(28,427)	(35,534)	(42,640)
Financing - Working Capital	CDI	13.54%	16.93%	20.31%
(349,203)		(47,282)	(59,120)	(70,923)
Loan in foreign currency	CDI	13.54%	16.93%	20.31%
(215,020)		(29,114)	(36,403)	(43,671)
Leasing	CDI	13.54%	16.93%	20.31%
(84)		(11)	(14)	(17)
Commitments payable	CDI	13.54%	16.93%	20.31%
(7,448)		(1,008)	(1,261)	(1,513)
Commitments payable	IPCA	3.16%	3.95%	4.74%
(175,471)		(5,548)	(6,931)	(8,317)
Net position		(84,190)	(105,252)	(126,281)
Scenarios with Indexers Decrease				
Operations	Risk	(I)	(II)	(III)
Assets				
Financial investments	CDI	13.54%	10.16%	6.77%
139,753		18,923	14,199	9,461
Tradable securities	CDI	13.54%	10.16%	6.77%
61,135		8,278	6,211	4,139
Liabilities				
Debentures of Financial Institutions	CDI	13.54%	10.16%	6.77%
(209,948)		(28,427)	(21,320)	(14,213)
Financing - Working Capital	CDI	13.54%	10.16%	6.77%
(349,203)		(47,282)	(35,479)	(23,641)
Loan in foreign currency	CDI	13.54%	10.16%	6.77%
(215,020)		(29,114)	(21,846)	(14,557)
Leasing	CDI	13.54%	10.16%	6.77%
(84)		(11)	(9)	(6)
Commitments payable	CDI	13.54%	10.16%	6.77%
(7,448)		(1,008)	(757)	(504)
Commitments payable	IPCA	3.16%	2.37%	1.58%
(175,471)		(5,548)	(4,159)	(2,772)
Net position		(84,190)	(63,159)	(42,094)

Considering the economic forecasts released by the Central Bank of Brazil's Focus Report on July 31, 2023, validated by financial market economists, it is estimated that the inflation rate measured by IPCA and interest rates measured by CDI will be closer to Scenario II of drop in the indexes.

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Section C - Segment Reporting

4 Assessment of information by segment

Since its activities are concentrated substantially, on-campus higher education, the Group is organized and managed in a single business unit for this activity. Courses offered by the Group, although aimed at a diverse audience, are not controlled and managed by the main manager of operations as independent segments, and decision-making on resources to be allocated to the segment and the assessment of its operational performance is carried out on an integrated basis as a single segment.

Section D - Group Structure

5 Subsidiaries

The period covered by the financial statements of the subsidiaries included in the consolidation is the same as that of the Parent Company. Uniform accounting policies were applied to all of the consolidated companies, and they are consistent with those used for the previous period.

The balance sheet and income accounts' consolidation process correspond to the sum of the balances of assets, liabilities, revenue, and expenses, as appropriate, eliminating transactions between the consolidated companies. For income accounts, the amounts are consolidated only from the date on which control was acquired by the Group.

The consolidated financial statements for the period ended June 30, 2023 include the operations of the Group and the subsidiaries:

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	Direct %		Indirect %	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
ICES - Instituto Campinense de Ensino Superior Ltda	99.99	99.99		
ABES - Sociedade Baiana de Ensino Superior Ltda	99.99	99.99		
Centro de Educação Profissional BJ Ltda	99.99	99.99		
CETEB - Centro de Ensino e Tecnologia da Bahia Ltda	99.99	99.99		
SECARGO - Sociedade Educacional Carvalho Gomes Ltda	99.99	99.99		
CENESUP - Centro Nacional de Ensino Superior Ltda	99.99	99.99		
Sociedade Paulista de Ensino e Pesquisa S/S Ltda			99.99	99.99
Colégio Cultural Módulo Ltda			99.99	99.99
Sociedade Regional de Educação e Cultura Ltda			99.99	99.99
Beduka Serviços de Tecnologia em Educação Ltda			99.99	99.99
Sociedade Educacional de Rondônia S/S Ltda			99.99	99.99
UNI7 - Centro Universitário Sete de Setembro (i)			99.99	
SERMED - Medicina Humana e Veterinária Ltda	99.99	99.99		
Clínica Veterinária CDMV Ltda (Hospital Veterinário DOK)			99.99	99.99
Centro de Treinamento e Desenvolvimento da Medicina Humana e Veterinária Ltda			99.99	99.99
Plantão Veterinário Hospital Ltda			99.99	99.99
Pet Shop Kero Kolo Ltda			99.99	99.99
Policlinica Escola de Saude Uninassau LTDA.			99.99	
EDUCRED - Administradora de Crédito Educativo e Cobrança Ltda	99.99	99.99		
Centro de Educação Continuada Mauricio de Nassau Ltda	99.99	99.99		
SESPS - Sociedade de Ensino Superior e de Pesquisa de Sergipe Ltda	99.99	99.99		
Faculdade Mauricio de Nassau de Belém Ltda	99.99	99.99		
CESPI - Centro de Ensino Superior Piauiense Ltda (ii)		99.99		
CIESPI - Centro Integrado de Educação Superior do Piauí Ltda (ii)		99.99		
SESPI - Sociedade de Ensino Superior Piauiense Ltda (ii)		99.99		
Uninassau Participações S.A.	99.99	99.99		
Instituto de Ensino Superior Juvêncio Terra Ltda	99.99	99.99		
Overdrives Coworking Escritórios Virtuais Ltda	99.99	99.99		
3L Tecnologias Educacionais e Soluções Digitais S.A.	99.99	99.99		
Gokursos Inovações Educacionais S.A.	99.99	99.99		
Starline Tecnologia S/A			99.99	99.99
Delínea Tecnologia Educacional Ltda			99.99	99.99
Sociedade Técnica Educacional da Lapa S/A (FAEL)			99.99	99.99
Peixe 30 Tecnologia e Soluções Digitais S/A			99.99	99.99
CRIA - Tecnologias Educacionais e Soluções Digitais Ltda			99.99	99.99
Ser Finanças - Serviços Financeiros Ltda	99.99	99.99		
Ser Finance Sociedade de Crédito Direto S.A.	99.99	99.99		

(i) Company acquired in 2023; and

(ii) Companies merged on January 13, 2023 (Note 5(a)(ii)).

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(a) Investments

As of June 30, 2023					
Direct subsidiaries	Equity Income	Amount			
		Shareholders' equity	Goodwill	Intangible assets identified	Total
CENESUP - Centro Nacional de Ensino Superior Ltda.	5,586	582,244			582,244
3L Tecnologias Educacionais e Soluções Digitais S.A.	(20,610)	334,862			334,862
ICES - Instituto Campinense de Ensino Superior Ltda.	14,235	291,941			291,941
SESPS - Sociedade de Ensino Superior e de Pesquisa de Sergipe Ltda.	1,027	46,162	1,043	467	47,672
ABES - Sociedade Baiana de Ensino Superior Ltda.	(4,327)	26,925	8,406		35,331
SECARGO - Sociedade Educacional Carvalho Gomes Ltda.	2,314	23,037	4,362		27,399
Faculdade Maurício de Nassau de Belém Ltda.	1,656	17,753	959	1,261	19,973
SERMED Medicina Humana e Veterinária LTDA.	(8,128)	15,862			15,862
CETEB - Centro de Ensino e Tecnologia da Bahia Ltda.	(2,620)	9,218			9,218
Instituto de Ensino Superior Juvêncio Terra Ltda.	(653)	5,399			5,399
Centro de Educação Profissional BJ Ltda.	849	4,129			4,129
Overdrives Coworking Escritórios Virtuais Ltda.	(211)	4,085			4,085
EDUCRED - Administradora de Crédito Educativo e Cobrança Ltda.	(954)	3,996			3,996
Ser Finance Sociedade de Crédito Direto S.A.	(73)	3,186			3,186
Ser Finanças - Serviços Financeiros Ltda	(2,873)	2,846			2,846
Centro de Educação Continuada Maurício de Nassau Ltda.	(2,650)	973			973
Faculdade Joaquim Nabuco de São Lourenço da Mata Ltda.	(18)	590			590
Uninassau Participações S.A.		475			475
Acquisition of Maintenances					
FADE - Faculdade Decisão			1,028	2,200	3,228
FACOCMA - Faculdades COC de Maceió				3,000	3,000
	(17,450)	1,373,683	15,798	6,928	1,396,409
Merged companies					
CESPI - Centro de Ensino Superior Piauiense Ltda.	(416)		8,662	4,404	13,066
SESPI - Sociedade de Ensino Superior Piauiense Ltda.	(376)		5,360	5,996	11,356
Faculdade Joaquim Nabuco de Olinda Ltda.			3,521	2,700	6,221
ADEA - Sociedade de Desenvolvimento Educacional Avançado Ltda.			5,125		5,125
CIESPI - Centro Integrado de Educação Superior do Piauí Ltda.	(301)				
	(1,093)		22,668	13,100	35,768
Total Direct Subsidiaries	(18,543)	1,373,683	38,466	20,028	1,432,177

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	As of June 30, 2023	December 31, 2022			
	Equity Income	Amount			
		Shareholders' equity	Goodwill	Intangible assets identified	Total
Direct subsidiaries					
CENESUP - Centro Nacional de Ensino Superior Ltda.	(62,266)	567,110			567,110
3L Tecnologias Educacionais e Soluções Digitais S.A.	11,375	347,917			347,917
ICES - Instituto Campinense de Ensino Superior Ltda.	24,274	314,923			314,923
SESPS - Sociedade de Ensino Superior e de Pesquisa de Sergipe Ltda.	630	44,387	1,043	467	45,897
ABES - Sociedade Baiana de Ensino Superior Ltda.	(4,557)	28,214	8,405		36,619
CESPI - Centro de Ensino Superior Piauiense Ltda.	2,170	17,345	8,661	4,405	30,411
SESPI - Sociedade de Ensino Superior Piauiense Ltda.	2,681	18,885	5,360	5,996	30,241
SECARGO - Sociedade Educacional Carvalho Gomes Ltda.	3,899	25,869	4,362		30,231
Faculdade Maurício de Nassau de Belém Ltda.	3,947	22,326	959	1,261	24,546
CIESPI - Centro Integrado de Educação Superior do Piauí Ltda.	2,780	16,981			16,981
SERMED - Medicina Humana e Veterinária Ltda	(3,561)	15,307			15,307
CETEBÁ - Centro de Ensino e Tecnologia da Bahia Ltda.	(2,680)	9,645			9,645
Instituto de Ensino Superior Juvêncio Terra Ltda.	(894)	6,049			6,049
Overdrives Coworking Escritórios Virtuais Ltda.	(72)	4,056			4,056
Centro de Educação Profissional BJ Ltda.	1,712	3,280			3,280
Ser Finance		3,259			3,259
Centro de Educação Continuada Maurício de Nassau Ltda.	(2,386)	1,229			1,229
Ser Finanças	(1,830)	879			879
Faculdade Joaquim Nabuco de São Lourenço da Mata Ltda.	(86)	608			608
Uninassau Participações S.A.		475			475
EDUCRED - Administradora de Crédito Educativo e Cobrança Ltda.	342	72			72
Acquisition of Maintenances					
FADE - Faculdade Decisão			1,028	2,200	3,228
FACOCMA - Faculdades COC de Maceió				3,000	3,000
	(24,522)	1,448,816	29,818	17,329	1,495,963
Merged companies					
Faculdade Joaquim Nabuco de Olinda Ltda.			3,522	2,700	6,222
ADEA - Sociedade de Desenvolvimento Educacional Avançado Ltda.			5,125		5,125
			8,647	2,700	11,347
Total Direct Subsidiaries	(24,522)	1,448,816	38,465	20,029	1,507,310

In the Parent Company, identified intangible assets are classified as an investment and in the Consolidated classified as intangible assets.

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Indirect Subsidiaries	As of June 30, 2023			
	Equity Income	Shareholders' equity	Intangible Assets	
			Goodwill	Identified
Sociedade Tecnica Educacional Da Lapa S/A	(1,140)	31,088	133,176	133,956
Sociedade Regional de Educação e Cultura Ltda.	20,256	28,293	68,522	66,617
Sociedade Educacional de Rondônia S/S Ltda.	6,871	17,585	131,563	26,367
SOPEP - Sociedade Paulista de Ensino e Pesquisa S/S Ltda.	(10,194)	10,151		12,567
Delínea Tecnologia Educacional	(3,641)	2,585	6,124	11,822
Sete de Setembro Ensino Superior LTDA.	(7,784)	1,180	1,401	11,771
Starline Tecnologia S.A.	(899)	2,153	18,604	8,088
Colégio Cultural Módulo Ltda.	641	14,262	3,191	4,311
Clinica Veterinária CDMV Ltda	(2,143)	2,449	2,276	2,562
Plantão Veterinário	27	509		2,020
Kero Kolo	(398)	(203)		975
Gokursos	(3,522)	8,663		
Centro de Desenv.da Medicina Veterinária, Cursos e Treinam. Ltda. -CDMV	245	1,280	5,567	
Beduka Serviços de Tecnologia em Educação Ltda.	(270)	(234)	3,009	
Sociedade Universitária Mileto Ltda.	(800)	1,934		
NOUS LTDA.	(24)	328		
Cria - Incubadora Digital	(1)	9		
Policlínica Escola de Saude Uninassau LTDA.	(34)	(24)		
PEIXE 30	(735)	(336)		
Acquisition of Maintenances				
Sociedade Metodista Bennet				10,000
	(3,545)	121,672	373,433	291,056
Merged companies				
Instituto Avançado de Ensino Superior de Barreiras Ltda			60,006	87,587
SODECAM - Sociedade de Desenvolvimento Cultural do Amazonas Ltda.			43,882	59,847
União de Ensino Superior do Pará - UNAMA			87,136	54,172
Instituto Santareno de Educação Superior - FIT			5,320	7,600
Total Indirect Subsidiaries	(3,545)	121,672	569,777	500,262
Total intangible assets arising from business combination (Note 10(b))			608,243	520,290

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Indirect Subsidiaries	As of June 30, 2023	As of December 31, 2022		
	Equity Income	Shareholders' equity	Intangible Assets	
			Goodwill	Identified
Sociedade Técnica Educacional Da Lapa S/A (FAEL)	21,726	32,053	133,176	142,654
Sociedade Regional de Educação e Cultura Ltda.	18,063	33,374	68,522	68,416
Sociedade Educacional de Rondônia S/S Ltda.	6,693	23,737	131,563	27,060
SOPEP - Sociedade Paulista de Ensino e Pesquisa S/S Ltda.	(4,246)	16,747		12,857
Delínea Tecnologia Educacional Ltda	(910)	3,040	6,124	12,593
Starline Tecnologia S.A.	(1,036)	1,693	18,604	8,733
Colégio Cultural Módulo Ltda.	(50)	13,534	3,191	5,778
Clinica Veterinária CDMV Ltda	(562)	1,720	2,276	2,632
Plantão Veterinário Hospital Ltda	(440)	327		2,047
Pet Shop Kero Kolo Ltda	(120)	195		981
Sociedade Universitária Mileto Ltda.	(642)	2,238		
Beduka Serviços de Tecnologia em Educação Ltda.	(650)	(280)	3,009	
Hospital São Francisco de Barreiras Ltda.				
Gokursos Inovações Educacionais Ltda	(338)	12,159		
Centro de Treinamento e Desenvolvimento da Medicina Humana e Veterinária Ltda	404	929	5,567	
Peixe 30 Ltda.	4	201		
Nous Ltda.	(426)	316		
CRIA - Tecnologias Educacionais e Soluções Digitais Ltda		10		
Acquisition of Maintenances				
Sociedade Metodista Bennet				10,000
	37,470	141,993	372,032	293,751
Merged companies				
Instituto Avançado de Ensino Superior de Barreiras Ltda			60,006	88,687
SODECAM - Sociedade de Desenvolvimento Cultural do Amazonas Ltda.			43,882	60,543
União de Ensino Superior do Pará - UNAMA			87,136	54,373
Instituto Santareno de Educação Superior - FIT			5,320	7,600
Total Indirect Subsidiaries	37,470	141,993	568,376	504,954
Total intangible assets arising from business combination (Note 10(b))			606,842	524,982

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- (i) Clínica Escola de Saúde Uninassau Ltda. which appears in the tables dated December 2022, changed its name to SERMED – Medicina Humana & Veterinária Ltda.
- (ii) In January 2023, aiming at reducing costs and optimizing processes, the companies Centro de Ensino Superior Piauiense Ltda (FAP Teresina), CIESPI - Centro Integrado de Educação Superior do Piauí Ltda (FAP Aliança), Sociedade de Ensino Superior Piauiense Ltda - SESPI (FAP Parnaíba) were merged by Ser Educacional S.A., whose balances are shown below:

Assets		Liabilities	
Cash	19,021	Salaries and social charges	3,553
Accounts receivable	37,386	Taxes payable	1,185
Allowance for doubtful accounts	(14,900)	Lease commitments	42,971
Intangible Assets	1,280	Other	4,104
Right of Use	38,109	Total Liabilities	51,813
Property and equipment	14,060		
Other	8,986	Equity	52,129
Total Assets	<u>103,942</u>	Total Liabilities and Equity	<u>103,942</u>

(b) Changes in investments in subsidiaries:

The change in the balance of investments in subsidiaries is as follows:

As of December 31, 2022	1,495,963
Advance for future capital increase	44,187
Equity in the results of subsidiaries	(18,543)
Earnings received from subsidiaries	(48,600)
Write-off due to merger	(76,598)
As of June 30, 2023	<u>1,396,409</u>

(c) Acquisition of Centro Universitário Sete de Setembro – UNI7

On June 30, 2022, the Agreement for the Purchase and Sale of Shares was entered into, whereby the Group, through its subsidiary CENESUP – Centro Nacional de Ensino Superior, acquired 100% of the shares representing the share capital of Sociedade Centro Universitário Sete de Setembro – UNI7. Operating for over 20 years in higher education, UNI7 is one of the most renowned and traditional educational institutions in Fortaleza. It has 1,600 students in undergraduate courses in law, administration, engineering and psychology, in the on-campus learning modality.

The acquisition price was R\$ 10,000, of which R\$ 5,000 paid in cash on the closing date and the remaining R\$ 5,000 in 3 successive annual installments adjusted by CDI variation. The approval of UNI7 acquisition by CADE was granted on December 13, 2022, but, due to the fulfillment of other

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conditions precedent set forth in the agreement, the transaction was completed on January 2, 2023. As of June 30, 2023, the balance of the consideration payable is R\$ 5,300 (Note 13).

The table below shows the provisional total of assets acquired and identified, goodwill, liabilities assumed and the amount of the consideration for the acquisition:

	Uni7
Intangible assets identified - Licenses	4,104
Intangible assets identified - Brand	5,441
Intangible assets identified - Student portfolio	2,226
Identifiable assets assumed	3,408
Goodwill	1,270
Contingencies	(1,135)
Liabilities taken	(5,314)
Consideration for the acquisition	<u>10,000</u>

The consolidated statement of profit or loss for the period ended June 30, 2023 includes revenue and loss, in the amounts of R\$ 7,904 and R\$ 8,234, respectively.

Section E - Selected significant notes

6 Financial instruments by category

	Parent Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Financial assets carried at amortized cost				
Financial investments	60,980	48,392	139,753	174,237
Accounts Receivable	209,567	150,151	464,032	365,432
Related parties	3,091	4,067	3,091	4,067
	<u>273,638</u>	<u>202,610</u>	<u>606,876</u>	<u>543,736</u>
Assets measured at fair value through profit or loss				
Financial investments	49,895	51,154	61,135	60,251
Accounts receivable Educared, Pravalor and others	23,128	53,397	63,825	146,643
	<u>73,023</u>	<u>104,551</u>	<u>124,960</u>	<u>206,894</u>
	<u>346,661</u>	<u>307,161</u>	<u>731,836</u>	<u>750,630</u>

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Financial liabilities carried at amortized cost

Suppliers	15,173	14,651	34,125	32,255
Loans and financing	518,105	555,275	518,331	555,620
Debentures	209,948	210,319	209,948	210,319
Commitments payable			163,044	199,582
Lease commitments (i)	396,982	298,782	836,555	705,730
	<u>1,140,208</u>	<u>1,079,027</u>	<u>1,762,003</u>	<u>1,703,506</u>

Financial liabilities recorded at fair value

Derivative financial instruments - swap	49,225	39,946	49,225	39,946
Commitments payable (ii)			19,875	19,982
	<u>49,225</u>	<u>39,946</u>	<u>69,100</u>	<u>59,928</u>
	<u>1,189,433</u>	<u>1,118,973</u>	<u>1,831,103</u>	<u>1,763,434</u>

(i) Effect of the remeasurement of some agreements due to the term renewal.

(ii) Refers to earn-out on FAEL, Delinea and Starline.

The fair value of the financial instruments approximates the carrying amounts, since the impact of the discount to present value, using market interest on June 30, 2023, is not significant. Fair values are based on discounted cash flows, using the Group's cash cost, which approximates the respective agreements' rate.

7 Cash and cash equivalents and securities

	Parent Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Current				
Cash on hand	67	54	196	157
Banks - current account	2,955	965	9,382	6,370
Financial investments	60,980	48,392	139,753	174,237
Cash and cash equivalents	<u>64,002</u>	<u>49,411</u>	<u>149,331</u>	<u>180,764</u>
Financial investments	<u>49,895</u>	<u>51,154</u>	<u>60,565</u>	<u>60,251</u>
Financial investments	<u>49,895</u>	<u>51,154</u>	<u>60,565</u>	<u>60,251</u>
	<u>113,897</u>	<u>100,565</u>	<u>209,896</u>	<u>241,015</u>

Cash and cash equivalents consist of the Group's cash on hand, deposits in banks and short-term financial investments with daily liquidity, maintained to meet short-term commitments, and readily convertible into a known amount of cash subject to an immaterial risk of changes in value. These funds were classified as cash equivalents since they meet the criteria set by NBC TG 03 (R3) / IAS 7. The funds will be used to preserve the minimum cash level and to finance the business expansion, through (i) acquisitions and (ii) investments in organic growth, including the expansion and infrastructure of the learning centers of the distance-learning network and investments for the

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installation of new on-campus units. Short-term investments comprise fixed income investment funds, with securities indexed to the DI rate and portfolios mostly invested in government bonds and securities issued by financial institutions, in addition to repo agreements backed by debentures with maturities over three months of the investment date, belonging to the portfolio of financial institutions, with low risk for the group, and Bank Deposit Certificates (CDB), which are securities issued by financial institutions, as follows:

Type	Average remuneration	Parent Company		Consolidated	
		June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
CDB	102.1% of CDI (101.2% of CDI in 2022)	60,980	48,392	139,753	174,237
	Financial investments	60,980	48,392	139,753	174,237
Current					
Repo transactions (i)	92.0% of CDI (82.0% of CDI in 2022)	9,552	2,155	16,503	7,724
Investment Funds	103.2% of CDI (99.1% of CDI in 2022)	18,012	23,976	18,073	24,034
Treasury Financial Bills (ii)	100.4% of CDI (100.4% of CDI in 2022)	18	18	3,676	3,489
Financial Bill	103.7% of CDI (104.3% of CDI in 2022)	22,313	25,005	22,313	25,004
		49,895	51,154	60,565	60,251
Non Current					
Capital Account	100.4% of CDI (100.4% of CDI in 2022)			570	544
				570	544
	Tradable securities	49,895	51,154	61,135	60,795

- (i) Investments in repo transactions are not subject to IOF and are made for the amount on cash on the last day of the month, which will be used in the first days of the following month; and
- (ii) Investments in Treasury Bills – LFT refer to the capital payment at Ser Finance Sociedade de Crédito Direto S.A., which is in the process of being formalized, to be made after the transaction is authorized by Central Bank of Brazil.

(a) Restricted cash

On January 14, 2022, the Company signed the closing agreement for the acquisition of Sociedade Técnica Educacional da Lapa S.A. - FAEL, with the payment of R\$ 289,834, of which R\$ 70,000 were withheld in escrow account (restricted cash) with Banco Santander S.A., which will be released in 5 years according to the schedule defined in the agreement, starting January 14, 2023. The change and current balance of restricted cash is presented as follows:

	Consolidated	Current	Non Current
As of December 31, 2022	69,931	6,931	63,000
Interest incurred	4,409	4,409	
Transfers		5,600	(5,600)
Releases	(12,674)	(12,674)	
As of June 30, 2023	61,666	4,266	57,400

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8 Accounts receivable

	Parent Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Monthly tuition fees (a)	216,963	178,946	485,925	446,309
FIES receivable (b)	34,073	18,787	84,906	58,737
Agreements receivable (c)	41,533	33,580	102,167	102,817
Education credits receivable (d)	25,199	67,719	68,673	179,280
Other	5,222	2,552	26,149	17,168
Total	322,990	301,584	767,820	804,311
(-) Provision for expected credit losses (e)	(88,224)	(83,714)	(235,115)	(259,599)
(-) Adjustment to present value	(2,071)	(14,322)	(4,848)	(32,637)
	<u>232,695</u>	<u>203,548</u>	<u>527,857</u>	<u>512,075</u>
(-) Current	<u>(228,203)</u>	<u>(172,716)</u>	<u>(517,019)</u>	<u>(438,743)</u>
Non-Current	<u>4,492</u>	<u>30,832</u>	<u>10,838</u>	<u>73,332</u>

Non-current receivables relate to educational credits receivable with terms over 365 days, as per Note 8 (d).

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(a) Student Monthly Tuitions

The maturity analysis of the balance student tuition fees is as follows::

	Parent Company		Consolidated	
	June 30,	December 31,	June 30,	December 31,
	2023	2022	2023	2022
To be due	10,910		21,497	
Overdue up to 90 days	70,785	53,222	151,710	134,640
Overdue 91 to 180 days	26,109	19,416	57,893	51,162
Overdue 181 to 360 days	35,492	41,037	87,584	98,478
Overdue 361 to 540 days	38,794	34,878	86,088	86,373
Overdue 541 to 720 days	34,873	30,393	81,153	75,656
	<u>216,963</u>	<u>178,946</u>	<u>485,925</u>	<u>446,309</u>

The amounts due refer to the installments due after the end of the course in distance learning, according to the payment plan chosen by the student. Monthly installments due in the month are substantially received within the semiannual cycle.

The Group is actively working to mitigate the impacts caused by Covid-19 pandemic, mainly related to default in on-campus learning, by introducing more assertive methodologies to renegotiate overdue monthly tuitions, with new payment methods focused on reestablishing adequate conditions for the payment of older monthly tuitions.

(b) Higher Education Student Financing Fund (FIES) receivable

The amounts outstanding as of June 30, 2023 refer to the installments of students re-enrolled in FIES and part of tuitions for the period, pending transfer by the Federal Government, which usually occurs in up to 60 days after the application for the program and invoicing by the educational institution.

Within the scope of the new FIES, 13% of the amount paid to institutions is retained for investment in FIES Guarantor Fund, which will be used to cover any losses from the program individually by educational institution. The amounts invested in the fund may not be redeemed or used for other purposes without release by Fundo Nacional de Desenvolvimento da Educação - FNDE. As of June 30, 2023, the balance of this FIES Guarantor Fund was R\$ 24,587 and R\$ 57,941 (December 31, 2022: R\$ 15,704 and R\$ 52,028) in the Parent Company and in the Consolidated, respectively, and part of the increase in the Parent Company refers to mergers (Note 5(a)(ii)).

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(c) Agreements receivable

The maturity analysis of the balances for agreements receivable is as follows:

	Parent Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
To be due	1,769	6,200	3,176	17,953
Overdue up to 90 days	13,058	9,513	29,398	25,562
Overdue 91 to 180 days	5,179	3,922	12,608	11,811
Overdue 181 to 360 days	8,816	5,453	21,990	18,553
Overdue 361 to 540 days	6,696	4,349	18,521	15,602
Overdue 541 to 720 days	6,015	4,143	16,474	13,336
	<u>41,533</u>	<u>33,580</u>	<u>102,167</u>	<u>102,817</u>

(d) Educational receivables

	Parent Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Educred (i)	21,360	63,015	54,097	159,629
Pravaler (ii)	3,837	4,701	11,256	13,838
Other	<u>2</u>	<u>3</u>	<u>3,320</u>	<u>5,813</u>
	25,199	67,719	68,673	179,280
(-) Adjustment to present value (i)	<u>(2,071)</u>	<u>(14,322)</u>	<u>(4,848)</u>	<u>(32,637)</u>
	<u>23,128</u>	<u>53,397</u>	<u>63,825</u>	<u>146,643</u>
(-) Current	<u>(18,636)</u>	<u>(22,565)</u>	<u>(52,987)</u>	<u>(73,311)</u>
Non-Current	<u>4,492</u>	<u>30,832</u>	<u>10,838</u>	<u>73,332</u>

- (i) On March 17, 2023, subsidiary Educred – Administração de Crédito Educativo Ltda, entered into the Instrument of Promise of Assignment and Acquisition of Credit Rights Without Co-obligation and Other Covenants with Pravaler S.A., which provides for the assignment of a portion of receivables with no withdrawal right, arising from student loans of undergraduate courses generated by Educred for Pravaler. The summary of the transaction and the amount written off from accounts receivable is shown below:

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<u>Assignment of the portfolio of receivables</u>		<u>Write-off of accounts receivable</u>	
Gross value of the portfolio	109,790	Gross value of the portfolio	112,748
Average interest rate per year	9.25%	Monthly fees to be invoiced	(2,902)
Discount rate per year	19.68%	Adjustment to present value	(27,386)
Average portfolio duration	21.3 months		
Projected default	24.0%	Allowance for doubtful accounts	(13,288)
Net amount received	<u>69,713</u>		<u>69,172</u>

- (ii) Refers to the portion of student financing agreements related to the product that shares the risks of possible default with the Group's institutions.

The maturity analysis of balances for educational receivables is presented below, net of the present value adjustment:

	<u>Parent Company</u>		<u>Consolidated</u>	
	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2023</u>	<u>December 31, 2022</u>
To be due	9,415	44,896	27,151	120,229
Overdue up to 90 days	2,259	1,813	5,887	5,795
Overdue 91 to 180 days	2,980	1,740	7,579	5,484
Overdue 181 to 360 days	3,608	2,058	9,939	6,427
Overdue 361 to 540 days	2,648	1,570	7,239	4,722
Overdue 541 to 720 days	2,218	1,320	6,030	3,986
	<u>23,128</u>	<u>53,397</u>	<u>63,825</u>	<u>146,643</u>

(e) Allowance for doubtful accounts

The change in the allowance for expected credit losses related to accounts receivable from the Group's students for the period ended June 30, 2023 is shown below:

	<u>Parent Company</u>	<u>Consolidated</u>
Balance as of December 31, 2022	(83,714)	(259,599)
Write-off of unrecoverable credits	35,330	78,553
Write-off due to sale of receivables (note 8(d)(i))	5,924	13,288
Allowance for doubtful accounts arising from mergers note 5(a)(ii)	(14,900)	
Allowance for doubtful accounts (note 20(a))	<u>(30,864)</u>	<u>(67,357)</u>
Balance as of June 30, 2023	<u>(88,224)</u>	<u>(235,115)</u>

The Group writes off receivables past due for more than 720 days, considered non-collectible, on a quarterly basis.

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9 Taxes recoverable and payable

	Parent Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<u>Taxes recoverable</u>				
Current				
Income tax and social contribution to offset	7,642	5,411	18,259	17,261
Service tax - ISS			7,661	7,658
Other	1,296		1,919	3
	8,938	5,411	27,839	24,922
Non Current				
Service tax - ISS (i)			919	1,706
	8,938	5,411	28,758	26,628
<u>Taxes payable</u>				
Current				
Income tax and social contribution	27		1,605	6,109
Withholding Income Tax	2,946	4,407	9,206	11,660
Service tax - ISS	2,381	1,770	9,049	8,590
Installment payment of taxes (ii)	213		1,968	2,067
PIS and COFINS	313	416	1,053	1,196
Other	650	201	1,028	483
	6,530	6,794	23,909	30,105
Non Current				
Installment payment of taxes (ii)	746		2,560	2,790
	746		2,560	2,790
	7,276	6,794	26,469	32,895

(i) Refers to ISS to be offset by UNINORTE, due to acquired tax benefits;

(ii) Refers mainly to ISS paid in installments at UNINORTE, in the amount of R\$ 1,575 in the short term and R\$ 1,312 in the long term, with fixed installments of R\$ 131 and final maturity on January 9, 2025.

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10. Intangible Assets

(a) Parent Company

Breakdown	Annual Amortization			June 30, 2023	December 31, 2022
		Cost	Amortization	Balance	Balance
Software licenses and deployments	20%	71,514	(49,183)	22,331	24,311
Operating licenses	33%	16,292	(15,474)	818	1,104
Agreements (i)	25%	17,663	(11,981)	5,682	4,989
Digital Content	20%	52,884	(28,539)	24,345	21,999
Goodwill	20%	5,297	(5,257)	40	72
<i>Goodwill</i> (Note 5(a))		22,668		22,668	8,646
Intangible assets identified on acquisitions (c)	13%	14,700	(1,600)	13,100	2,700
		<u>201,018</u>	<u>(112,034)</u>	<u>88,984</u>	<u>63,821</u>

Change	December 31, 2022	Additions	Amortization	Mergers (note 5(a)(ii))	June 30, 2023
Software licenses and deployments	24,311	3,136	(5,152)	36	22,331
Operating licenses	1,104	22	(341)	33	818
Agreements (i)	4,989	696	(1,213)	1,210	5,682
Digital Content	21,999	6,378	(4,032)		24,345
Goodwill	72		(32)		40
<i>Goodwill</i> (Note 5(a))	8,646			14,022	22,668
Intangible assets identified on acquisitions (c)	2,700			10,400	13,100
	<u>63,821</u>	<u>10,232</u>	<u>(10,770)</u>	<u>25,701</u>	<u>88,984</u>

(b) Consolidated

Breakdown	Annual Amortization			June 30, 2023	December 31, 2022
		Cost	Amortization	Balance	Balance
Software licenses and deployments	20%	107,884	(73,837)	34,047	35,920
Operating licenses	33%	29,751	(26,076)	3,675	4,374
Agreements (i)	25%	23,419	(14,530)	8,889	6,750
Digital Content	20%	59,684	(32,996)	26,688	24,868
Goodwill	20%	5,480	(5,323)	157	238
<i>Goodwill</i> (Note 5(a))		608,243		608,243	606,841
Intangible assets identified on acquisitions (c)	13%	595,248	(74,958)	520,290	524,983
		<u>1,429,709</u>	<u>(227,720)</u>	<u>1,201,989</u>	<u>1,203,974</u>

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<u>Change</u>	December 31,			<u>Business combination 5 (d)</u>		June 30, 2023
	2022	Additions	Amortization	Additions	Amortization	
Software licenses and deployments	35,920	6,483	(8,492)	726	(590)	34,047
Operating licenses	4,374	42	(741)			3,675
Agreements (i)	6,750	3,850	(1,711)			8,889
Digital Content	24,868	6,379	(4,559)			26,688
Goodwill	238		(81)			157
Goodwill (Note 5(a))	606,841			1,402		608,243
Intangible assets identified on acquisitions (c)	524,983		(16,462)	11,769		520,290
	<u>1,203,974</u>	<u>16,754</u>	<u>(32,046)</u>	<u>13,897</u>	<u>(590)</u>	<u>1,201,989</u>

- (i) Refer to agreements with hospitals, clinics, and polyclinics to carry out practical classes and tutor the Group's students.

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(c) Intangible assets identified on acquisitions

As of June 30, 2023 and December 31, 2022, intangible assets identified on investment acquisitions were as follows:

	June 30, 2023				
	Course licenses	Brands	Customer Portfolio	Intellectual property	Other
					Total
Sociedade Técnica Educacional da Lapa S/A	62,800	24,900	31,900	36,100	155,700
Sociedade Regional de Educação e Cultura Ltda - FACIMED	58,821		16,792		75,613
Sociedade Educacional de Rondônia S/S Ltda - UNESC	17,900	7,300	4,400		29,600
Sociedade Paulista de Ensino e Pesquisa S/S Ltda.		17,400	5,600		23,000
Delínea Tecnologia Educacional		8,360			14,305
UNI7 - Centro Universitário Sete de Setembro	4,103	5,440	2,226		11,769
Colégio Cultural Módulo Ltda - UNIJUAZEIRO	7,897	3,501	248		11,646
Starline Tecnologia S/A		7,135			11,266
Sociedade Metodista Bennett	10,000				10,000
Faculdades COC de Maceió - FACOCMA	3,000				3,000
Clinica Veterinária CDMV Ltda		2,795			2,795
Faculdade Decisão - FADE	2,200	100			2,300
Plantão Veterinário Hospital Ltda		1,834			2,100
Faculdade Maurício de Nassau de Belém Ltda	1,261				1,261
Pet Shop Kero Kolo Ltda		935			993
Centro de Treinamento e Desenvolvimento da Medicina Humana e Veterinária Ltda			795		795
Sociedade de Ensino Superior e de Pesquisa de Sergipe Ltda - SESPS	467		200		667
Instituto de Ensino Superior Juvêncio Terra Ltda.		100			100
Total	168,449	79,800	62,161	36,100	356,910
Accumulated amortization	(6,769)	(10,250)	(26,397)	(11,281)	(59,226)
	161,680	69,550	35,764	24,819	297,684
Merged companies					
Instituto Avançado de Ensino Superior de Barreiras Ltda - UNIFASB	69,293	12,725	9,969		91,987
SODECAM - Sociedade de Desenvolvimento Cultural do Amazonas Ltda	42,450	22,500			90,950
União de Ensino Superior do Pará – UNESPA	45,500	12,100	800		58,400
Instituto Santareno de Educação Superior – ISES	7,600	700			8,300
Sociedade de Ensino Superior Piauiense Ltda.	5,996	692			6,688
Centro de Ensino Superior Piauiense - CESP	4,404	508			4,912
Faculdade Joaquim Nabuco de Olinda Ltda.	2,700	400			3,100
Total	177,943	49,625	10,769		264,337
Accumulated amortization	(3,418)	(10,613)	(1,700)		(41,731)
	174,525	39,012	9,069		222,606
Average annual amortization rates					
	34% (i)	7%	27%	25%	25%
	336,205	108,562	44,833	24,819	520,290

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	December 31, 2022				
	Course licenses	Brands	Customer Portfolio	Intellectual property	Other
					Total
Sociedade Técnica Educacional da Lapa S/A	62,800	24,900	31,900	36,100	155,700
Sociedade Regional de Educação e Cultura Ltda - FACIMED	58,821		16,792		75,613
Sociedade Educacional de Rondônia S/S Ltda - UNESC	17,900	7,300	4,400		29,600
Sociedade Paulista de Ensino e Pesquisa S/S Ltda.		17,400	5,600		23,000
Delínea Tecnologia Educacional		8,360			5,945
Colégio Cultural Módulo Ltda - UNIJUAZEIRO	7,897	3,501	248		11,646
Starline Tecnologia S/A		7,135			4,131
Sociedade Metodista Bennett	10,000				10,000
Sociedade de Ensino Superior Piauiense Ltda.	5,996	692			6,688
Centro de Ensino Superior Piauiense - CESP	4,404	508			4,912
Faculdades COC de Maceió - FACOCMA	3,000				3,000
Clinica Veterinária CDMV Ltda		2,795			2,795
Faculdade Decisão - FADE	2,200	100			2,300
Plantão Veterinário Hospital Ltda		1,834			266
Faculdade Maurício de Nassau de Belém Ltda	1,261				1,261
Pet Shop Kero Kolo Ltda		935			58
Centro de Treinamento e Desenvolvimento da Medicina Humana e Veterinária Ltda			795		795
Sociedade de Ensino Superior e de Pesquisa de Sergipe Ltda - SESPS	467		200		667
Instituto de Ensino Superior Juvêncio Terra Ltda.		100			100
Total	174,746	75,560	59,935	36,100	10,400
Accumulated amortization	(5,415)	(9,716)	(20,727)	(6,769)	(3,435)
	169,331	65,844	39,208	29,331	6,965
Merged companies					
Instituto Avançado de Ensino Superior de Barreiras Ltda - UNIFASB	69,293	12,725	9,969		91,987
SODECAM - Sociedade de Desenvolvimento Cultural do Amazonas Ltda	42,450	22,500			90,950
União de Ensino Superior do Pará – UNESPA	45,500	12,100	800		58,400
Instituto Santareno de Educação Superior – ISES	7,600	700			8,300
Faculdade Joaquim Nabuco de Olinda Ltda.	2,700	400			3,100
Total	167,543	48,425	10,769		252,737
Accumulated amortization		(9,070)	(3,363)		(38,433)
	167,543	39,355	7,406		214,304
Average annual amortization rates	34% (i)	7%	27%	25%	25%
	336,874	105,199	46,614	29,331	6,965
					524,983

(i) Refers to Colégio Cultural Modulo Ltda - UNIJUAZEIRO.

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(d) Impairment of goodwill and intangible assets with indefinite useful lives

Goodwill and intangible assets with indefinite useful lives are allocated to CGUs identified under the respective units that benefit from the transaction and do not generate economic benefits for the Group.

The recoverable amount of a CGU is determined based on the calculation of its value in use. Those calculations use estimates of cash flow, before income tax (IRPJ) and social contribution (CSLL), based on financial assumptions approved by Management for five years ("explicit period"). The amounts concerning the cash flow after the five-year period were extrapolated based on estimated growth rates. The growth rate does not exceed the average long-term growth rate for the sector in which a CGU operates.

The Company's management performs annual impairment tests, but monitors the performance of each CGU on a quarterly basis to assess the need to anticipate the impairment tests, aiming at possible recognition of losses.

In the quarter ended June 30, 2023, the Company identified that the CGU (Cash Generating Unit) Sociedade Paulista de Ensino e Pesquisa Ltda (SOPEP), UNG's supporting entity, presented book values higher than its recoverable values based on its value in use determined through discounted future cash flows, resulting in the set up of a provision for impairment in the amount of R\$ 65,800. The impairment loss was allocated to goodwill (R\$ 43,591) and the remaining portion (R\$ 22,209) allocated to course licenses against 'Operating Expenses'.

The monitoring performed for June 30, 2023 did not result in the need to recognize losses.

11 Right of use

Pursuant to CVM Resolution No. 859/2020, addressing changes to NBC TG 06 (R3) - Leases, as a result of benefits related to the Covid-19 pandemic granted to lessees in lease agreements - the Group assessed that the benefits arising from rental discounts obtained in some properties are punctual and did not result in a change in the effective term of such agreements. These discounts were recognized directly in the statement of profit or loss for the year until June 30, 2022, the final date of the effective term of CVM Resolution No. 859/2020.

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(a) Balance breakdown

	Annual rates of			June 30, 2023	Balance as of
	Amortization	Cost	Depreciation	Net balance	December 31
					2022
<u>Parent Company</u>					
Right of Use of Real Estate	5% to 10%	493,515	(153,837)	339,678	253,532
Total		<u>493,515</u>	<u>(153,837)</u>	<u>339,678</u>	<u>253,532</u>
<u>Consolidated</u>					
Right of Use of Real Estate	5% to 10%	1,068,711	(354,353)	714,358	593,228
Total		<u>1,068,711</u>	<u>(354,353)</u>	<u>714,358</u>	<u>593,228</u>

(b) Change

	December 31,				Mergers (Note	June 30,
	2022	Additions (i)	Write-offs (ii)	Amortization	5(a)(ii))	2023
<u>Parent Company</u>						
Right of Use of Real Estate	253,532	67,746	(59)	(19,650)	38,109	339,678
Total	<u>253,532</u>	<u>67,746</u>	<u>(59)</u>	<u>(19,650)</u>	<u>38,109</u>	<u>339,678</u>

	December 31,				June 30,
	2022	Additions (i)	Write-offs (ii)	Amortization	2023
<u>Consolidated</u>					
Right of Use of Real Estate	593,228	169,872	(691)	(48,051)	714,358
Total	<u>593,228</u>	<u>169,872</u>	<u>(691)</u>	<u>(48,051)</u>	<u>714,358</u>

- (i) Additions refer to new properties, leased in Santarém/PA, Imperatriz/MA, and Arapiraca/AL, inclusion of Uni7 rental contract and contractual adjustments of several contracts (Note 16); and
- (ii) Refers to properties returned in the period.

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12 Property and equipment

(a) Balance breakdown

Parent Company	Average annual rates of depreciation	Cost	Depreciation	June 30, 2023 Net balance	Balance as of December 31, 2022
Land		25,257		25,257	25,257
Buildings and improvements	6% to 10%	282,775	(117,455)	165,320	160,242
Vehicles	20%	2,200	(1,980)	220	257
Equipment and facilities	10%	95,991	(55,620)	40,371	37,532
Furniture and fixtures	10%	33,771	(23,494)	10,277	9,863
Computers	20%	48,108	(37,254)	10,854	11,889
Books	10%	57,773	(39,417)	18,356	16,906
Total in operation		545,875	(275,220)	270,655	261,946
Construction in progress		1,181		1,181	1,165
Total Property and Equipment		547,056	(275,220)	271,836	263,111

Consolidated	Average annual rates of depreciation	Cost	Depreciation	June 30, 2023 Net balance	Balance as of December 31, 2022
Land		25,257		25,257	25,257
Buildings and improvements	6% to 10%	499,460	(217,548)	281,912	285,468
Vehicles	20%	4,481	(4,007)	474	622
Equipment and facilities	10%	254,524	(164,162)	90,362	96,246
Furniture and fixtures	10%	86,974	(66,356)	20,618	22,558
Computers	20%	102,933	(88,107)	14,826	16,896
Books	10%	137,337	(100,141)	37,196	39,323
Total in operation		1,110,966	(640,321)	470,645	486,370
Construction in progress		1,288		1,288	1,270
Total Property and Equipment		1,112,254	(640,321)	471,933	487,640

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(b) Change

Parent Company	December 31, 2022	Additions (i)	Write- Offs	Depreciation	Mergers (note 5(a)(ii))	June 30, 2023
Land	25,257					25,257
Buildings and improvements	160,242	10,595	(20)	(10,554)	5,057	165,320
Vehicles	257			(71)	34	220
Equipment and facilities	37,532	1,758	38	(4,204)	5,247	40,371
Furniture and fixtures	9,863	542		(1,321)	1,193	10,277
Computers	11,889	687		(1,991)	269	10,854
Books	16,906	1,502		(2,312)	2,260	18,356
Total in operation	261,946	15,084	18	(20,453)	14,060	270,655
Construction in progress	1,165	16				1,181
Total Property and Equipment	263,111	15,100	18	(20,453)	14,060	271,836

Consolidated	December 31 2022	Additions (i)	Write-Offs	Depreciation	Business combination 5 (c)		June 30, 2023
					Additions	Depreciation	
Land	25,257						25,257
Buildings and improvements	285,468	14,115	(449)	(17,222)			281,912
Vehicles	622	4		(152)			474
Equipment and facilities	96,246	3,935	33	(9,969)	1,360	(1,243)	90,362
Furniture and fixtures	22,558	1,008		(3,060)	1,179	(1,067)	20,618
Computers	16,896	1,079		(3,272)	3,159	(3,036)	14,826
Books	39,323	1,850		(4,452)	1,311	(836)	37,196
Total in operation	486,370	21,991	(416)	(38,127)	7,009	(6,182)	470,645
Construction in progress	1,270	18					1,288
Total Property and Equipment	487,640	22,009	(416)	(38,127)	7,009	(6,182)	471,933

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- (i) Additions refer mainly to the renovation of units in the cities of Imperatriz/MA, Belo Horizonte/MG, Cabo de Santo Agostinho/PE, Florianópolis/SC, Patos/PB, Recife/PE, Vitória da Conquista/BA and Aracaju/SE, as well as the purchase of furniture, laboratory equipment, computer equipment and air conditioning for the units and administrative center.

(c) Guarantees

The Group has a loan agreement (Finame) for aircraft, which fiduciarily lien the acquired asset (Note 23(a)). In addition, buildings, machinery, and IT equipment are pledged as collateral in legal proceedings in the total amount of R\$ 4,683 in the Parent Company and R\$ 7,879 in the Consolidated.

13 Commitments payable

Commitments payable arise from the following investment acquisitions:

	Consolidated	
	June 30, 2023	December 31, 2022
Sociedade Técnica Educacional da Lapa S.A. ("FAEL") (i)	78,894	86,957
Sociedade Educacional de Rondônia S/S Ltda. ("UNESC")	61,808	74,874
Instituto Avançado de Ensino Superior de Barreiras. ("UNIFASB")	49,861	63,769
Sociedade Regional de Educação e Cultura Ltda. ("FACIMED")	29,638	43,050
Colégio Cultural Módulo Ltda. ("UNIUAZEIRO")	8,362	7,962
Sete de Setembro Ensino Superior LTDA. ("UNI7") (Note 5(c))	5,300	
Delinea Tecnologia Educacional LTDA	4,341	4,848
Centro de Treinamento e Desenvolvimento da Medicina Humana e Veterinária Ltda. ("CDMV") and Clínica Veterinária CDMV Ltda. ("Hospital Veterinário DOK")	3,113	2,970
Plantão Veterinário Hospital Ltda ("Hospital") and Pet Shop Kero Kolo Ltda. ("Pet Shop")	2,178	2,040
Starline Tecnologia S/A	1,090	3,025
	<u>244,585</u>	<u>289,495</u>
(-) Current	<u>(77,074)</u>	<u>(60,871)</u>
Non-Current	<u>167,511</u>	<u>228,624</u>

- (i) Includes escrow account, which are reflected in assets as "restricted cash" (Note 7(a)).

The long-term installments fall due as shown below:

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		Consolidated
	June 30, 2023	December 31, 2022
Between one and two years	91,161	87,726
Between two and three years	30,403	71,548
Between three and four years	36,655	25,119
Over four years	9,292	44,231
	<u>167,511</u>	<u>228,624</u>

The change in commitments payable is as follows:

	Consolidated
Balance as of December 31, 2022	289,495
Acquisition (Note 5(c))	9,643
Principal payments	(47,650)
Payment - restricted cash	(12,674)
Adjustment to Present Value	1,279
Interest paid	(5,454)
Interest incurred	9,946
Balance as of June 30, 2023	<u>244,585</u>

14 Derivative financial instruments - Swap

14.1 Loans and financing, derivative financial instruments - Swap

			Parent Company		Consolidated	
			June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
	Modality	Financial charges				
Working Capital		CDI + 1.69% to 2.3% p.a.	349,203	375,684	349,203	375,684
Loan in foreign currency (i)		EUR + 2.16% p.a.	165,795	175,502	165,795	175,502
Finame		6% p.a.	3,107	4,089	3,107	4,088
Leasing		12.52% p.a. and 13.83% p.a.			84	203
Other					142	143
			<u>518,105</u>	<u>555,275</u>	<u>518,331</u>	<u>555,620</u>
(-) Current			<u>(182,865)</u>	<u>(180,045)</u>	<u>(183,041)</u>	<u>(180,340)</u>
Non-Current			<u>335,240</u>	<u>375,230</u>	<u>335,290</u>	<u>375,280</u>

- (i) On January 7, 2022, the Group contracted a loan in foreign currency, as provided for in Law 4.131/62, with Itaú BBA International PLC, in the amount of R\$ 200,000 (equivalent to EUR 31,182 thousand, on the date of contracting), with interest rate of 2.16% per year and a term of 5 years, with final maturity on January 7, 2027, with an 18-month grace period, amortization in 7 half-yearly installments as of the 24th month and payment of semi-annual interest, including

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during the grace period, and guarantee of corporate endorsement. The proceeds were raised to reinforce the cash position with a view to paying for the acquisition of FAEL. Additionally, with aiming to mitigate the exchange rate risks of this transaction, a full swap was contracted with Itaú Unibanco S.A., in an amount equivalent to R\$ 200,000. Said derivative financial instrument will incur charges based on CDI variation plus interest of 2.70% per annum, the balances of which are shown as follows:

Modality	Financial charges	Parent Company		Consolidated	
		June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Swap derivative financial instrument (i)	CDI + 2.70% p.a.	49,225	39,946	49,225	39,946
		<u>49,225</u>	<u>39,946</u>	<u>49,225</u>	<u>39,946</u>
(-) Current		(13,322)	(13,610)	(13,322)	(13,610)
Non-Current		<u>35,903</u>	<u>26,336</u>	<u>35,903</u>	<u>26,336</u>

(a) Change

The debt breakdown in the Parent Company and Consolidated, and the swap derivative agreement is as follows:

	Parent Company	Consolidated
On December 31, 2022	595,221	595,566
Interest incurred	28,550	28,550
Interest and result - swap	25,093	25,093
Exchange differences	(11,073)	(11,073)
Interest paid	(43,377)	(43,378)
Amortization of principal	(27,084)	(27,202)
As of June 30, 2023	<u>567,330</u>	<u>567,556</u>

(b) Guarantees

Finame's values refer to the financing of the aircraft and are guaranteed by the fiduciary sale of the asset (Note 12 (c)). For Caixa Econômica Federal, the Group offered financial investments and fiduciary assignment of credit as collaterals, representing 30% and 5%, respectively, besides corporate sureties from subsidiaries.

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(c) Classification by year of maturity

The long-term installments fall due as shown below:

	Parent Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Between one and two years	180,149	150,288	180,149	150,337
Between two and three years	110,015	129,478	110,015	129,478
Between three and four years	45,075	74,419	45,125	74,419
Between four and five years		21,045		21,046
	<u>335,240</u>	<u>375,230</u>	<u>335,290</u>	<u>375,280</u>

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(d) Covenants

Working capital loans require the meeting of the following covenants:

	Itaú (i)	Caixa (ii)	Santander (i)	Law 4.131 and Swap (iii)
Net Debt/Adjusted EBITDA	≤ 2.5	≤ 2.5	≤ 2.5	≤ 2.5
Financial expense/Adjusted EBITDA	≤ 2	≤ 2.0	n/a	n/a
Current liquidity	n/a	n/a	≥ 1.2	n/a
Calculation period	Quarterly	Half-yearly	Annual	Annual

Adjusted EBITDA ("*Earnings Before Interest, Taxes, Depreciation and Amortization*"), considers the operating profit plus depreciation and/or amortization cost and/or expense, plus or minus non-recurring and/or non-operating net income and minus the minimum lease payments.

- (i) the covenant, as the ratio between net financial debt and adjusted EBITDA may be 0.5 higher for 4 consecutive quarters, in the event of shareholding acquisition with similar corporate purpose;
- (ii) In the year ended December 31, 2022, only the covenant (i), the ratio between net financial debt and adjusted EBITDA recorded 2.68, on a one-off and extraordinary basis. The Group reclassified to current the amount of R\$ 65,000 referring to the portion of the debt falling due in 2024 and 2025, as required by NBC TG 26 / IAS 1. With the attainment of a waiver from said financial institution, on March 10, 2023, which exempted compliance with this covenant for December 31, 2022, the Group reclassified the installments falling due from March 2024 back to non-current, in the amount of R\$ 52,000; and
- (iii) The covenant set forth in Law 4.131/Swap considers accounting EBITDA only plus or minus non-operating income.

In the period ended June 30, 2023, the covenants related to loan and financing agreements were met and did not show values higher than the imposed limits.

14.2 Debentures

On July 15, 2022, the Group's Board of Directors approved the third issue of simple, non-convertible, unsecured debentures, in a single series, of the Group, pursuant to CVM Instruction No. 476. The funds were raised with the purpose of reinforcing cash. The debentures' unit par value will accrue interest corresponding to the accumulated variation of the interest rate 100% CDI + 2% per year.

The issuance of debentures was closed on August 15, 2022, with a unit par value of R\$ 1,000, amounting to R\$ 200,000 with costs incurred of R\$ 1,240. The payment term is five years, including a 24-month grace period for the principal, with semi-annual payments of principal and interest after the grace period and up to final maturity. The debt breakdown in the Parent Company and Consolidated is as follows:

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	Parent Company and Consolidated
On December 31, 2022	210,319
Interest incurred	15,217
Interest paid	(15,588)
As of June 30, 2023	209,948
Current	(10,713)
Non-current	199,235

The installments due in the long term have the following schedule:

	Parent Company and	
	June 30, 2023	December 31, 2022
Between one and two years	28,323	28,323
Between two and three years	56,895	56,895
Between three and four years	56,895	56,895
Over four years	57,122	56,998
	199,235	199,111

Debentures require the meeting of covenants, calculated on a quarterly basis, based on the consolidated financial statements, namely: (i) the ratio between financial expenses, net of financial income, excluding interest on leasing, and adjusted EBITDA, which should not exceed 2.0x.

In the period ended June 30, 2023, the covenants related to the agreements for the issue of debentures were met and did not show values higher than the imposed limits.

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15 Salaries and social charges

	Parent Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Salaries payable	13,209	10,917	28,035	25,609
Labor charges	10,152	9,269	21,224	22,062
Provision for vacation and charges	28,540	26,851	58,845	56,064
Provision for Christmas bonus and charges	12,614		25,350	
Profit sharing	3,107	4,172	3,882	5,400
Other	1,638	2,412	3,051	4,726
	<u>69,260</u>	<u>53,621</u>	<u>140,387</u>	<u>113,861</u>

16 Lease commitments

As mentioned in Note 11, the Group adopted the practical expedient set forth in CVM Resolution No. 859, of July 7, 2020, which allowed lessees to account for the effects of grants received as minimum lease payments, as a result of the pandemic caused by Covid-19, directly in the result of the period, whereby the application of the accounting treatment for contractual amendment provided for in the standard is not required. These discounts were recognized directly in the statement of profit or loss for the year until June 30, 2022, the final date of the effective term of CVM Resolution No. 859/2020.

(a) Maturities

The due dates for the payments of the minimum lease of the lease agreements are as follows:

Parent Company			June 30, 2023	December 31, 2022
	Minimum payments	Discount to present value	Present value of minimum payments	Present value of minimum payments
Maturities				
Current				
Up to one year	66,613	(41,551)	25,062	21,699
Non-Current				
Between one and two years	67,164	(38,933)	28,231	20,056
Between three and five years	192,999	(97,937)	95,062	65,698
Over five years	349,720	(101,093)	248,627	191,329
	<u>609,883</u>	<u>(237,963)</u>	<u>371,920</u>	<u>277,083</u>
	<u>676,496</u>	<u>(279,514)</u>	<u>396,982</u>	<u>298,782</u>

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Consolidated			June 30, 2023	December 31, 2022
			Present value of minimum payments	Present value of minimum payments
Maturities	Minimum payments	Discount to present value		
Current				
Up to one year	145,946	(83,567)	62,379	66,913
Non-Current				
Between one and two years	150,984	(81,341)	69,643	48,353
Between three and five years	431,409	(198,428)	232,981	148,265
Over five years	662,241	(190,689)	471,552	442,199
	1,244,634	(470,458)	774,176	638,817
	1,390,580	(554,025)	836,555	705,730

(b) Change

The change in lease obligations is as follows:

	Parent Company	Consolidated
Balance as of December 31, 2022	298,782	705,730
New agreements	10,722	19,356
Remeasurement	57,024	150,516
Mergers (note 5 (a)(ii))	42,971	
Write-offs (i)	(409)	(1,183)
Interest (Note 21)	19,359	40,473
Minimum payments	(31,467)	(78,337)
Balance as of June 30, 2023	396,982	836,555

(i) Refers to properties returned in the period.

17 Share capital and reserves

(a) Share Capital

As of June 30, 2023, the Company's share capital is represented by 128,721,560 registered common shares with no par value, totaling R\$ 991,644. Costs incurred by the Group for the issue of shares in November 2017 totaled R\$ 4,095, deducted from the share capital, and awaiting capitalization by the Group's Board of Directors.

The Company's authorized share capital is R\$ 1,500,000.

At a meeting held on January 16, 2023, the Board of Directors resolved on the termination of the Company's Share Buyback Program in force between January 13, 2022 and January 12, 2023. During the program, the Company repurchased 386,800 common shares issued by it, equivalent to

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0.73% of the total number of outstanding shares, at an average repurchase price of R\$ 8.78 at market price, which are being held in Treasury.

(b) Legal reserve

As of June 30, 2023, the Company had R\$ 73,370 as legal reserve. The legal reserve takes 5% of profit for the year or the remaining balance, up to the limit of 20% of capital. The purpose of the legal reserve is to ensure capital integrity, and it may only be used to offset losses and increase capital.

(c) Retained earnings

As of June 30, 2023, the Company's retained earnings amounted to R\$ 180,162. Retained earnings represent the portion of profit allocated to the retained earnings reserve account for future capital investment, subject to the approval of shareholders at the Annual Shareholders' Meeting.

18 Net Revenue from services

	Parent			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Gross revenue from services provided				
Undergraduate monthly tuition - on-campus (i)	423,698	822,565	294,320	571,085
Graduate courses monthly tuition - on-campus	82	90	31	144
Distance-learning monthly tuition - DL (ii)	64,378	117,842	59,225	114,865
Other revenues	507	1,341	843	1,465
	<u>488,665</u>	<u>941,838</u>	<u>354,419</u>	<u>687,559</u>
Gross revenue deductions				
Discounts and scholarships (iii)	(203,208)	(419,133)	(137,934)	(292,014)
PROUNI (iv)	(41,189)	(78,545)	(29,026)	(53,277)
FGEDUC and FIES charges	(384)	(684)	(334)	(534)
Taxes on services	(7,099)	(12,771)	(5,504)	(9,912)
	<u>(251,880)</u>	<u>(511,133)</u>	<u>(172,798)</u>	<u>(355,737)</u>
	<u>236,785</u>	<u>430,705</u>	<u>181,621</u>	<u>331,822</u>

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			Consolidated	
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Gross revenue from services provided				
Undergraduate monthly tuition - on-campus (i)	885,773	1,722,814	738,604	1,425,722
Graduate courses monthly tuition - on-campus	4,303	8,301	3,819	7,691
Distance-learning monthly tuition - DL (ii)	127,189	239,794	159,718	315,268
Other revenues	14,593	30,775	14,636	29,107
	<u>1,031,858</u>	<u>2,001,684</u>	<u>916,777</u>	<u>1,777,788</u>
Gross revenue deductions				
Discounts and scholarships (iii)	(417,659)	(867,070)	(361,219)	(762,276)
PROUNI (iv)	(89,499)	(169,858)	(73,869)	(139,970)
FGEDUC and FIES charges	(831)	(1,499)	(1,020)	(1,446)
Taxes on services	<u>(17,820)</u>	<u>(32,661)</u>	<u>(16,452)</u>	<u>(29,669)</u>
	<u>(525,809)</u>	<u>(1,071,088)</u>	<u>(452,560)</u>	<u>(933,361)</u>
	<u>506,049</u>	<u>930,596</u>	<u>464,217</u>	<u>844,427</u>

- (i) Increase in undergraduate gross revenue due to the pass-through of inflation and an increase in the on-campus student base, which includes the acquisition of UNI7. Additionally, in the parent company, includes the effects of the merger of FAP Teresina, Aliança and Parnaíba (note 5a(ii));
- (ii) The drop in gross revenue from distance-learning reflects, mainly, the decrease in FAEL's student base and the review of the gross amount of the monthly tuitions for this line of business;
- (iii) Increase in discounts basically refers to the effects on gross revenue; and
- (iv) Increase in PROUNI student base, due to the new units, coupled with the pass-through of inflation in monthly tuitions and increased revenue from paying students.

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19 Costs of services rendered

	Parent Company			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Payroll and social charges (i)	(51,907)	(97,953)	(41,654)	(74,723)
Services provided by individuals and companies (ii)	(9,290)	(15,376)	(8,321)	(13,708)
Electricity, water and telephone	(4,678)	(8,150)	(4,004)	(7,312)
Depreciation and amortization (iii)	(21,286)	(44,047)	(16,858)	(32,709)
Rents (iv)	(2,511)	(4,220)	(2,514)	(4,453)
Other	(2,504)	(3,877)	(2,895)	(5,465)
	<u>(92,176)</u>	<u>(173,623)</u>	<u>(76,246)</u>	<u>(138,370)</u>
	Consolidated			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Payroll and social charges (i)	(129,375)	(248,448)	(118,932)	(221,750)
Services provided by individuals and companies (ii)	(32,294)	(57,451)	(32,595)	(52,132)
Electricity, water and telephone	(11,611)	(20,364)	(10,939)	(18,940)
Depreciation and amortization (iii)	(52,427)	(108,009)	(48,176)	(93,803)
Rents (iv)	(4,813)	(9,666)	(8,744)	(14,895)
Other	(5,723)	(10,578)	(8,081)	(13,187)
	<u>(236,243)</u>	<u>(454,516)</u>	<u>(227,467)</u>	<u>(414,707)</u>

- (i) The increase refers to UNI7 acquisition, the hiring of personnel to support and expand new businesses, salary increases following the collective bargaining and severance pay, and restructuring movements in the operation of several units;
- (ii) In the parent company, basically refers to the increase in transfers to partner learning centers due to the growth in distance-learning and the increase in the student base in health courses in on-campus learning;
- (iii) The increase refers to the amortization of the right of use due to the remeasurement and adherence to new rental agreements and the amortization of intangible assets identified at FAEL, as well as improvements in several properties of the group's units; and
- (iv) Refers to the review of rental agreements in December 2022, which resulted in the reclassification of these properties as leases, pursuant to IFRS 16 rule.

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20 Operating expenses

(a) Selling, general and administrative expenses

	Parent Company			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Payroll and social charges (i)	(25,122)	(50,073)	(29,496)	(59,221)
Services provided by individuals and companies (i)	(7,702)	(14,123)	(8,613)	(19,155)
Selling, marketing and advertising (i)	(17,830)	(35,277)	(26,660)	(47,819)
Provision and effective loss for doubtful accounts (ii)	(20,628)	(30,864)	(9,272)	(21,718)
Depreciation and amortization.	(3,818)	(6,826)	(2,249)	(4,492)
Office supplies	(1,668)	(3,377)	(1,693)	(3,135)
Other	(2,126)	(7,551)	(7,263)	(12,379)
	<u>(78,894)</u>	<u>(148,091)</u>	<u>(85,246)</u>	<u>(167,919)</u>
	Consolidated			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Payroll and social charges (iii)	(59,424)	(117,055)	(50,552)	(101,433)
Services provided by individuals and companies	(18,424)	(37,301)	(15,957)	(33,534)
Selling, marketing and advertising	(36,740)	(77,101)	(43,121)	(81,090)
Provision and effective loss for doubtful accounts (ii)	(42,696)	(67,357)	(27,463)	(56,250)
Depreciation and amortization.	(5,519)	(10,215)	(3,789)	(7,731)
Office supplies	(3,746)	(7,729)	(4,295)	(8,549)
Other (iv)	(12,931)	(29,300)	(13,767)	(25,946)
	<u>(179,480)</u>	<u>(346,058)</u>	<u>(158,944)</u>	<u>(314,533)</u>

- (i) The decrease in the parent company is mainly due to the sharing of expenses at the Shared Services Center – CSC, located in Recife, with other Group's subsidiaries, expenses on services rendered by individuals and legal entities and selling, publicity and advertisement expenses;
- (ii) The increase basically refers to the increase in the provision for delinquency in distance learning, due to the adjustment of FAEL base, FG-Fies, increase in retention percentages, and the remaining balance of Educured portfolio.
- (iii) The increase refers to the hiring of personnel to support and expand new businesses, collective bargaining and severance pay;
- (iv) The increase refers mainly to taxes, maintenance of systems and properties, travel and expenses with counterparts of agreements with hospitals and clinics for health courses.

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(b) Other operating expenses, net

	Parent Company			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Write-off of PPE / Right of Use	68	319		(5)
Judicial fees	(1,394)	(2,393)	(2,114)	(3,738)
(Reversal) Provision for contingencies	(945)	(1,142)	910	910
Other (ii)	(1,195)	(1,797)	(1,648)	(2,189)
	<u>(3,466)</u>	<u>(5,013)</u>	<u>(2,852)</u>	<u>(5,022)</u>
	Consolidated			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Write-off of PPE / Right of Use	(52)	225	1,959	1,959
Judicial fees	(3,556)	(6,574)	(4,843)	(8,887)
(Reversal) Provision for contingencies	(744)	(470)	1,753	1,753
Fine for termination of atypical lease agreement (i)				(8,350)
Other (ii)	(1,371)	(1,943)	(3,515)	(7,934)
	<u>(5,723)</u>	<u>(8,762)</u>	<u>(4,646)</u>	<u>(21,459)</u>

The main impacts occurred in 2022 refer to:

- (i) Agreement for the return of a property by UNAMA in the amount of R\$ 8,350 and its impact on the property and equipment, right of use and lease accounts; and
- (ii) Reimbursement of tax credits in the amount of R\$ 4,407, arising from UNINORTE acquisition, which were not considered in the purchase price allocation.

21 Financial results

	Parent Company			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Financial revenues				
Interest on monthly tuitions and agreements	2,134	3,242	1,036	2,868
Earnings from financial investments	4,073	6,659	1,849	4,192
Foreign exchange gain (ii)	8,166	11,073	16,199	52,304
(-) PIS and Cofins on financial revenues	(293)	(467)	(139)	(360)
Other	107	219	107	680
	<u>14,187</u>	<u>20,726</u>	<u>19,052</u>	<u>59,684</u>

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				Parent Company
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Financial expenses				
Interest on loans, financing and debentures (ii)	(22,362)	(44,716)	(15,552)	(29,101)
Interest on leases	(10,051)	(19,359)	(6,525)	(12,622)
Discounts granted (iii)	(5,170)	(11,383)	(2,333)	(5,741)
Interest and swap result on loans (i)	(15,239)	(25,093)	(22,607)	(63,621)
Other	(299)	(2,189)	(1,056)	(1,543)
	(53,121)	(102,740)	(48,073)	(112,628)
Finance income (costs), net	(38,934)	(82,014)	(29,021)	(52,944)
				Consolidated
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Financial revenues				
Interest on monthly tuitions and agreements	6,105	10,756	4,132	10,097
Earnings from financial investments	6,638	12,001	4,169	8,544
Foreign exchange gain (i)	8,166	11,073	16,199	52,304
(-) PIS and Cofins on financial revenues	(606)	(1,090)	(391)	(937)
Other	158	560	927	3,349
	20,461	33,300	25,036	73,357
Financial expenses				
Interest on loans, financing and debentures (ii)	(23,870)	(46,224)	(15,664)	(29,364)
Interest on leases	(20,488)	(40,473)	(17,477)	(33,801)
Discounts granted (iii)	(11,833)	(28,739)	(5,779)	(17,591)
Interest on commitments payable	(2,257)	(5,334)	(5,495)	(9,354)
Interest and swap result on loans	(15,239)	(25,093)	(22,607)	(63,621)
Other	(1,219)	(5,100)	(2,413)	(4,560)
	(74,906)	(150,963)	(69,435)	(158,291)
Finance income (costs), net	(54,445)	(117,663)	(44,399)	(84,934)

- (i) Refers to the exchange rate variation and the result of the swap contracted for hedging, whose exchange rate showed strong fluctuations in the first quarter of 2022;
- (ii) Increase due to the issuance of debentures (Note 14.2); and
- (iii) The increase in discounts granted refer to volume of renegotiations with students to recover tuition fees in arrears prior to December 2022, mainly prior to December 2021, due to the impacts of the Covid-19 pandemic;

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22 Income tax and social contribution

(a) Breakdown of Corporate Income Tax (IRPJ) and Social Contribution on Net Income (CSLL)

	Consolidated			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Current IR and CS				
Presumptive Profit	(115)	(266)	(1,175)	(2,571)
Taxable income	(4,547)	(13,825)	(4,071)	(8,436)
Tax incentive	5,150	12,852	3,307	5,499
IR and CS - previous periods	(9)			
Total IR and CS	488	(1,239)	(1,939)	(5,508)

(b) Companies under presumptive profit regime

	Consolidated			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Gross revenue from services	664	1,692	8,147	18,342
Gross revenue from sales			305	630
32% assumption	212	541	2,607	5,869
8% assumption			24	50
Other revenues	122	238	821	1,642
Earnings before income tax and social contribution	334	779	3,452	7,561
Income tax and social contribution - 34%	115	266	1,175	2,571

Part of the higher education support operations and professional education operations and new businesses are carried out under the presumptive profit regime of the Group's investees.

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(c) Companies under taxable income regime

	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	Consolidated 01/01/2022 to 06/30/2022
Earnings before income tax and social contribution	31,045	3,421	(38,424)	(56,955)
Tax loss on subsidiaries				
Combined nominal rate of income tax and social contribution	34%	34%	34%	34%
Income tax and social contribution at statutory rates	10,555	1,163	(13,064)	(19,365)
Adjustments - Law 11.638/2007				
Participação nos lucros de controladas	(2,629)	6,304	(13,371)	(14,105)
Adjustment to present value of accounts receivable		(249)	195	33
Leases	1,218	2,564	596	1,028
Creation of provision for expected credit losses	(767)	(389)	1,616	(831)
Other additions and exclusions	3,220	4,488	1,852	1,666
Reversal of quarterly contingencies (i)	342	409	(300)	(309)
Offsetting of tax loss	(3,291)	(4,052)		
Taxable income	8,648	10,238	(22,476)	(31,892)
Tax benefit from operation profit - PROUNI	(8,648)	(10,238)		
Income tax and social contribution on the income (loss) for the period				
Effective tax rate - %			NA	NA

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	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	Consolidated 01/01/2022 to 06/30/2022
Earnings before income tax and social contribution	29,490	2,818	(43,944)	(64,567)
Tax loss on subsidiaries	21,523	63,995	91,308	124,977
	51,013	66,813	47,364	60,410
Combined nominal rate of income tax and social contribution	34%	34%	34%	34%
Income tax and social contribution at statutory rates	17,344	22,716	16,104	20,539
Adjustments - Law 11.638/2007				
Participação nos lucros de controladas				
Adjustment to present value of accounts receivable	216	(225)	349	368
Leases	2,090	3,632	1,248	3,604
Creation of provision for expected credit losses	(7,704)	(6,886)	(1,959)	(115)
Other additions and exclusions	4,110	6,954	(11,061)	(15,364)
Reversal of quarterly contingencies (i)	273	180	(610)	(596)
Offsetting of tax loss	(11,782)	(12,546)		
Taxable income	4,547	13,825	4,071	8,436
Tax benefit from operation profit - PROUNI	(5,151)	(12,852)	(3,307)	(5,498)
Income tax and social contribution on the income (loss) for the period	(604)	973	764	2,938
Effective tax rate - %	NA	1.46%	1.61%	4.86%

(d) Breakdown of the effective rate

	Parent Company			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Earnings before income tax and social contribution				
Presumptive Profit				
Taxable income	31,045	3,421	(38,424)	(56,955)
	31,045	3,421	(38,424)	(56,955)
	Consolidated			
	04/01/2023 to 06/30/2023	01/01/2023 to 06/30/2023	04/01/2022 to 06/30/2022	01/01/2022 to 06/30/2022
Earnings before income tax and social contribution				
Companies under presumptive profit regime	334	779	3,452	7,561
Companies under taxable income regime	51,013	66,813	47,364	60,410
	51,347	67,592	50,817	67,971
Income tax and social contribution				
Companies under presumptive profit regime	115	266	1,175	2,571
Companies under taxable income regime	(604)	973	764	2,938
Total current IR and CS	(489)	1,239	1,939	5,509
Effective tax rate	NA	1.83%	3.82%	8.10%

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In the statement of the effective rate, the Group considered earnings before income tax and social contribution only from subsidiaries with accounting and tax profit, not to distort the calculation of the actual rate by the subsidiaries that presented accounting and tax loss. However, due to the seasonality of results and considering the tax impacts of finance income (costs), the effective rate presented, on a non-recurring basis, a percentage above the history of the normal course of operations.

(e) Deferred taxes

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Assets				
Adjustment to present value of accounts receivable	52	359	122	819
Provision for contingencies	207	171	369	328
Creation of provision for expected credit losses	557	488	2,517	3,039
Right of use, net of depreciation and lease obligations	1,438	1,136	3,414	2,972
Intangible assets with a defined useful life identified in business combination	45	45	841	746
Tax goodwill			1,538	1,674
Income tax loss and negative basis of social contribution	4,029	4,234	13,344	12,037
Other	99		166	
Total deferred tax assets, net	6,427	6,433	22,311	21,615
Results				
Adjustment to present value of accounts receivable	(23)	(307)	15	5
Provision for contingencies	24	36	(22)	(23)
Creation of provision for expected credit losses	(56)	69	(848)	(950)
Right of use, net of depreciation and lease obligations	78	302	44	88
Intangible assets with a defined useful life identified in business combination	88			
Deferred Income Tax and Social Contribution - Previous Periods	9	(384)		(265)
Income tax loss and negative basis of social contribution	(130)	(205)	142	697
Other		99		
Total change on Deferred Tax Assets, net	(10)	(390)	(669)	(448)
Results				
Adjustment to present value of accounts receivable	(54)	(697)	11	(33)
Provision for contingencies	19	41	(95)	(17)
Creation of provision for expected credit losses	(394)	(522)	(2,261)	(1,610)
Right of use, net of depreciation and lease obligations	363	442	30	349
Intangible assets with a defined useful life identified in business combination	48	95	47	94
Tax goodwill	(1)	(136)	1,749	3,058
Income tax loss and negative basis of social contribution	629	1,284	393	3,251
Other	127	166		
Total change on Deferred Tax Assets, net	737	673	(126)	5,092

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23 Related parties

Related-party transactions are negotiated at arm's length and under normal market conditions.

(a) Current accounts

	Parent Company	
	June 30, 2023	December 31, 2022
<u>Assets</u>		
Ocktus Participações Ltda	3,091	4,067
	<u>3,091</u>	<u>4,067</u>
(-) Current	(1,952)	(1,952)
Non-Current	<u>1,139</u>	<u>2,115</u>

On June 25, 2019, the Group entered into an Aircraft Purchase and Sale Promise agreement with the company Ocktus Participações Ltda., owned by the shareholder José Janguê Bezerra Diniz, who established the transfer of ownership of the *Phenom* 300 aircraft for around R\$ 24,902. Ocktus paid the Group R\$ 14,001 in cash and the remaining amount of this transaction, in the amount of R\$ 10,901, would be paid in 67 monthly installments, under identical conditions to the financing originally assumed by the Group, through Finame (Note 14), with fiduciary sale of the aircraft.

The Group has the practice of capitalizing and/or distributing profits on a half-yearly basis between the Parent Company and its subsidiaries, see Note 5 (b).

b) Compensation of key management staff

Key management staff include the Group's statutory directors and officers. The compensation paid or payable to key Management staff is shown below:

	Parent Company and Consolidated	
	June 30, 2023	June 30, 2022
Global compensation of key management staff	<u>7,747</u>	<u>11,945</u>

The Group does not grant post-employment benefits, termination benefits, or share-based compensation to key Management staff or its employees.

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(c) Rentals

	June 30, 2023			June 30, 2022		
	Result	Disbursement	Balance	Result	Disbursement	Balance
Right of Use			245,508			159,113
Depreciation Expense	(13,468)			(12,811)		
Lease commitments			301,263			206,708
Interest expenses	(15,552)			(12,367)		
Minimum payments		(22,167)			(23,172)	
	<u>(29,020)</u>	<u>(22,167)</u>	<u>546,771</u>	<u>(25,178)</u>	<u>(23,172)</u>	<u>365,821</u>

The Group entered into Property Rent Agreements with Ocktus Participações Ltda., owned by shareholder José Janguê Bezerra Diniz for ten years, which may be renewed for an equal period. The difference between the expense and the payments refers to the minimum of an asset for use, which is amortized in liabilities.

24 Provision for contingencies

	Parent Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Probable (a)				
Civil	672	495	3,222	2,483
Labor	7,569	6,319	11,464	10,598
Tax			1,991	1,986
	<u>8,241</u>	<u>6,814</u>	<u>16,677</u>	<u>15,067</u>
Contingencies arising from business combination (c)			116,282	116,282
	<u>8,241</u>	<u>6,814</u>	<u>132,959</u>	<u>131,349</u>

(a) Probable

Based on the opinion of its external legal advisors, management has set up provisions considered sufficient to cover potential probable losses from pending litigation, as shown above.

Civil - The major lawsuits classified as probable losses involve indemnity for pain and suffering and damages and claims from students relating to the existence of debts to the Group's institutions.

Labor - The main claims relate to overtime, unused vacation, the recognition of employment relationships, equal pay and salary differences resulting from the reduction of faculty working hours.

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(b) Possible

The Group has also performed a study, assessment and quantification of the various civil lawsuits classified as possible losses, for which there is no provision, as follows.

	Parent Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Civil	32,811	27,565	74,290	65,683
Labor	14,025	12,070	38,074	45,386
Tax	2,158	8	2,306	2,320
	<u>48,994</u>	<u>39,643</u>	<u>114,670</u>	<u>113,389</u>

(c) Contingencies arising from business combination

The provisioned claims basically refer to tax exposures of União de Ensino Superior do Pará – UNESPA and Instituto Santareno de Ensino Superior – ISES, acquired in 2014, with the municipalities of Belém and Santarém, respectively, in the total amount of R\$ 108,766.

Case 0019270-28.2014.8.14.0301 - This relates to a tax collection lawsuit brought by the Municipality of Belém related to the collection of ISS due to UNESPA's supposed loss of tax exemption. The matter is related to the ISS tax exemption granted to UNESPA by the government through a municipal decree. The exemption was later withdrawn, and the tax credit related to the last five years was assessed, generating this lawsuit. Before this lawsuit was filed, UNESPA filed an action for annulment, registered under No. 0057879-84.2009.8.14.0301, to annul the tax deficiency notices that authorized the filing of the present tax collection lawsuit. Motions to stay execution have been filed, and the process is currently in the evidentiary stage. The classification of loss assigned by the external legal advisors reflected in the purchase price allocation and accounted for by the company is possible in the original amount of R\$ 103,082 (December 31, 2022 - R\$ 103,082).

UNESPA and ISES selling shareholders have contractually agreed to indemnify the Group for the amount that may become due concerning the lawsuit mentioned above. A withholding has been fixed contractually, and discounts on the future rental of the units and the properties have been mortgaged in favor of the Group. In this sense, an indemnity asset, equivalent to the fair value of the indemnified liability, as described above, was recorded in a total of R\$ 108,766. (December 31, 2022 - R\$ 108,766).

In addition to the lawsuits provisioned, with indemnification assets recognized by the Group, we also have a contingency proceeding at the administrative level at the Administrative Council of Tax Appeals - CARF, an agency linked to the current Ministry of the Economy, regarding tax assessment notices drawn in December 2016 and April 2018 to collect social security contributions and contributions to entities and funds, from January 2011 to December 2014, in the original amount of R\$ 173,029 of Sociedade Paulista de Ensino e Pesquisa (SOPEP), the current supporting entity of UNG. The Federal Revenue Office understood that the activities carried out by Associação Paulista de Educação e

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Cultura (APEC), the former supporting entity of UNG, were not classified as non-profit, and even though the maintenance of UNG was only transferred in January 2015, SOPEP was issued a notice of secondary liability for the lack of payment of said contributions.

As the contingency refers to periods before the acquisition, the agreement establishes that any losses are guaranteed by the retention or discounts in the future rent of units and mortgage of a property in favor of the Group, in the original amount of R\$ 362,505. The lawyers in charge of these proceedings were contracted by the selling shareholders and are monitored by the Group's lawyers and classified these lawsuits as possible losses.

25 Basic and diluted earnings per share

Basic earnings (losses) per share are calculated by dividing the profit attributable to the Company's shareholders by the weighted average number of common shares issued during the period. The Company has no potential common shares with dilutive effects.

	Parent Company	
	June 30, 2023	June 30, 2022
Earnings (losses) for the period attributable to the Parent Company's shareholders	3,031	(57,412)
Weighted average of common shares outstanding (thousands)	128,335	128,722
Basic and diluted earnings (losses) per share - R\$	0.02	(0.45)

26 Subsequent events

(a) Merger of subsidiaries

Continuing the Group's corporate and organizational restructuring process, the Annual and Extraordinary Shareholders' Meeting held on August 6, 2023 resolved to merge the company SECARGO – Sociedade Educacional Carvalho Gomes Ltda (Uninassau Natal), by the parent company and by its subsidiary ICES – Instituto Campinense de Ensino Superior Ltda and Faculdade Maurício de Nassau de Belém (Uninassau Belém). The purpose of the procedure is to simplify the management structure, optimizing performance and capturing operational synergies.

(b) Share-based compensation plan

At the Extraordinary Shareholders' Meeting held on July 6, 2023, the Share Grant Plan was approved, establishing terms and conditions for the granting by the Company of up to 2,252,627 shares issued by

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it (equivalent to 1.75% of the total share capital on that date), to its statutory or non-statutory officers, managers, executives and employees, with a view to:

- a) encourage the expansion, success and achievement of the Company's corporate purposes and goals, encouraging the integration of beneficiaries and the alignment of the interests of these statutory or non-statutory officers, managers, executives and employees with the interests of the Company and its shareholders;
- b) reinforce the Company's ability to attract and retain statutory or non-statutory officers, managers, executives and senior employees, with a view to developing its activities, by offering them the possibility of receiving shares and seeking a long-term commitment from such executives to the Company's goals; and
- c) share the creation of value, as well as the risks inherent to the Company's business.

The program will be managed by the Board of Directors, which will have broad powers to, among others, (i) create, implement and modify the programs, which shall define: (a) the total number of shares to be granted; (b) the possibility of settling, in cash, part or all of the shares granted; (c) the goals and conditions to be achieved for the shares granted to be transferred to the beneficiaries; (d) any restrictions on the transfer of the shares received by the beneficiaries; (e) any other specific conditions, criteria and rules relating to such grants of shares.

The Board of Directors shall define the terms and conditions for transferring the shares to the beneficiaries, stipulating that the delivery of the shares granted to the beneficiaries shall occur within a minimum period of: (i) 18 months from the grant for beneficiaries with more than 12 months of employment relationship with the Company; and (ii) 30 months, in other cases, in both cases from the signing of the respective grant agreement.

The grant and respective transfer of the shares to beneficiaries shall be effected free of charge, and will comply with the terms and conditions of the plan, the program and the respective agreement.

The delivery of shares granted may, at the discretion of the Board of Directors, be effected through (i) the issuance of new shares through a capital increase within the limit of the authorized capital; and/or (ii) the use of treasury shares, subject to the rules set forth in Law No. 6.404/1976.

This plan will produce its accounting effects as from the decision of the effective conditions to be resolved by the Board of Directors.

Message from Management

Ser Educacional completed the first half of 2023 with an improvement in its operating and financial results, in line with the optimization plan released in the fourth quarter of 2022, which aims to resume operating leverage, without prejudice to revenue growth in its main businesses and its initiatives to generate new growth avenues and value creation.

One of the purposes of this plan is to update the offer of courses and operational structure in a post-pandemic scenario for Brazilian higher education, in which digital courses have come to dominate demand in the areas of knowledge of humanities and technologists, while on-campus learning have become truly hybrid, increasingly focused on courses that require practical classes, such in the area of health and engineering knowledge, reflecting over the last few years the changes in the rules of teaching hours and the culture of students, that during the pandemic started to embrace Digital Learning as a real form of access to quality higher education.

These changes enabled the creation of Ubíqua in 2021, Ser Educacional's academic model and unique in Brazilian educational market, which has an immersive and intuitive student experience in a truly hybrid academic model. In its third year of implementation, Ubíqua has broad support from academia and is now responsible for significant improvements in student and teacher satisfaction, is playing a decisive role in improving our teaching quality indicators and is one of the main drivers of the improved operational performance experienced this year.



As a result, the Hybrid Learning student base has shown continuous growth since 2020, having provided, in comparison with the previous year alone, 7.9% growth and even with an increase in the average ticket of 3.3%.

In Digital Learning, UNIFAEEL integration was completed and, as of 2023, the Company started to work with its unified systems and operated with a broader offer of courses in the health and engineering segments, aiming to resume its profitable growth path.

Another Digital Learning highlight was the award received at the *Catalyst Award 2023*, an award that recognizes and honors innovation and excellence within the Anthology global community, in "Diversity, Equity, Inclusion and Belonging" category, with the Novas Histórias (New Stories) project, which grants distance learning scholarships to mothers in deprivation of freedom in Ananindeua, state of Pará. The award was relevant because it recognizes the Company's efforts to support Brazilian society, in addition to offering quality education, with its various support and social inclusion initiatives.



2Q23 was particularly relevant from the point of view of cost and expense optimization, highlighting the completion of the significant real estate reduction completed in May, which was one of the main factors that enabled an increase in adjusted EBITDA margin year-on-year for the first time in 6 consecutive semesters. It is worth mentioning that most of the operational optimizations achieved had only a partial impact on the quarter, since they mostly occurred between May and June and, therefore, will have full effect from 3Q23. In addition, new steps are scheduled to reduce the real estate base for the next two quarters, movements that will be key to delivering more consistent results in line with Ser Educacional's history.

Therefore, the Company ends 1H23 with positive results mainly due to the execution of the optimization plan scheduled for this year, without giving up on initiatives that will be important for the Company's future, such as investments that are being made in its continuing education ecosystem and in the improvement of its ESG practices, thus leading to a resumption of its operational leverage on a sustainable basis and with the ability to create new growth avenues for the coming years.

Ser Educacional's Management thanks its students, teachers, employees, shareholders and service providers for their trust and partnership in the mission of transforming Brazil through education, conveying values such as entrepreneurship, culture and social responsibility to the communities in which their operations are located.

OPERATIONAL PERFORMANCE

1H23 Student Intake Results

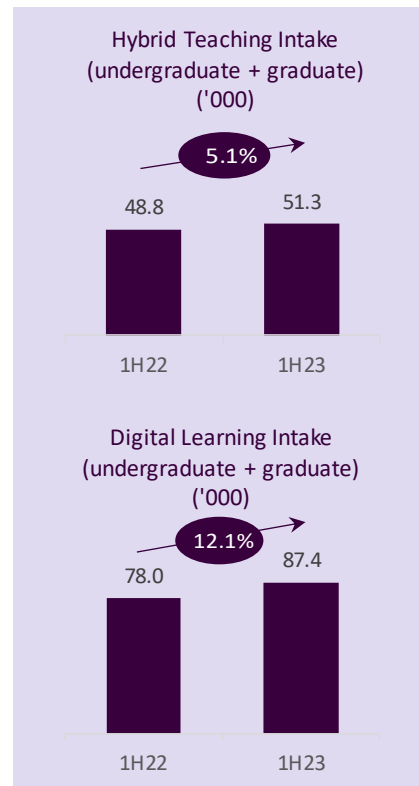
Student Enrollment of Continued Education			
Segment	1H23	1H22	% Chg
Hybrid Teaching (undergraduate + graduate)	51.3	48.8	5.1%
Hybrid Teaching (Ex-Acquisitions)	50.9	48.8	4.2%
Digital Learning (undergraduate + graduate)	87.4	78.0	12.1%
Total Enrollment	138.8	126.8	9.4%
Total Enrollment (Ex-Acquisitions)	138.2	126.8	9.0%

Hybrid Learning (on-campus) student intake - 1H23

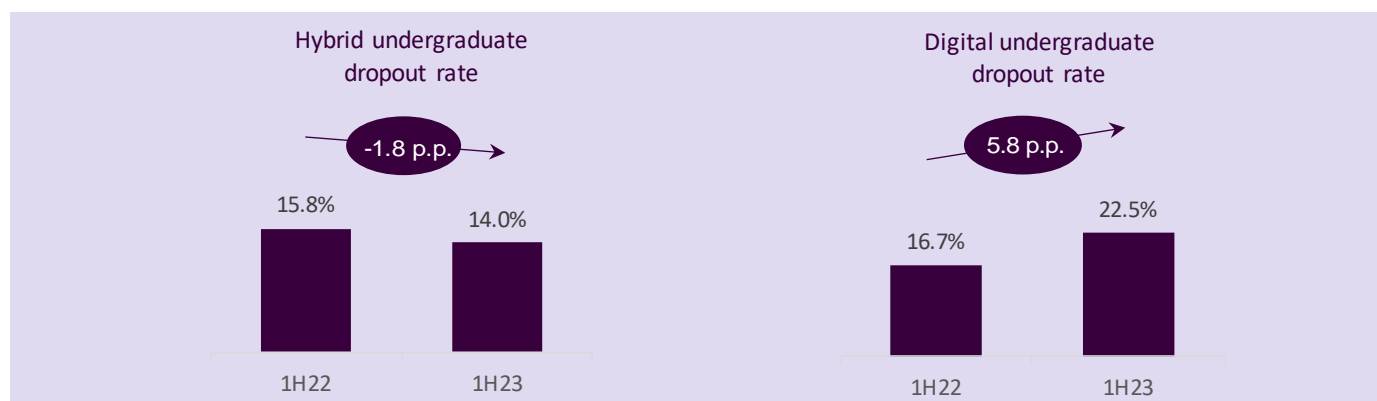
Intake recorded 5.1% growth when comparing 1H23 versus 1H22, mainly due to the Company's strategy of focusing its efforts on offering health and engineering courses, which represent a higher average ticket, aiming to better capitalize on its differentials regarding the structure of laboratories, clinics, and recognition of its regional brands.

Digital learning student intake - 1H23

Intake in Digital Learning segment grew 12.1%, when comparing 1H23 x 1H22, mainly due to the commercial synergies related to UNIFAEL integration, which completed its first year in January 2023 and enabled the integration with systems and commercial strategies, as well as training and connection between partner learning centers and units. These initiatives promoted an increase in the capillarity of the offer of health and engineering courses, in addition to the increase in the number of students in technologist courses, which remain with solid demand in Digital Learning, especially due to the transfer of the offer of these courses from Hybrid Learning to Digital Learning.



Dropout Rate¹



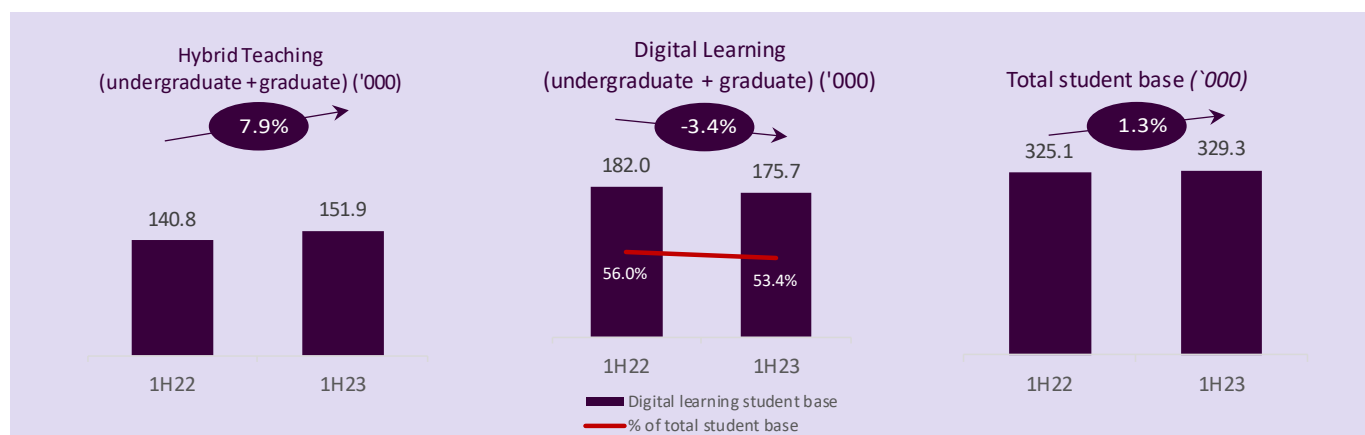
(1) Dropout rate = dropout of the period / enrolled students at the end of the previous semester - graduates + intake + acquisitions)

Hybrid undergraduate segment showed a reduction in the dropout rate of 1.8 p.p., when comparing 1H23 versus 1H22, due to the lessening of the effects of the pandemic and its impacts on the daily lives of students, as well as the result of activities implemented by the Company, such as the creation of experience mentors, implementation of the monthly payment plan via credit card, among others.

In digital undergraduate segment, dropout rate was 22.5%, versus 16.7% in 1H22, representing a 5.8 p.p. increase, mainly due to higher academic dropout and financial default of students in this segment, specially among students enrolled in technologist and human science courses.

Evolution of the Student Base

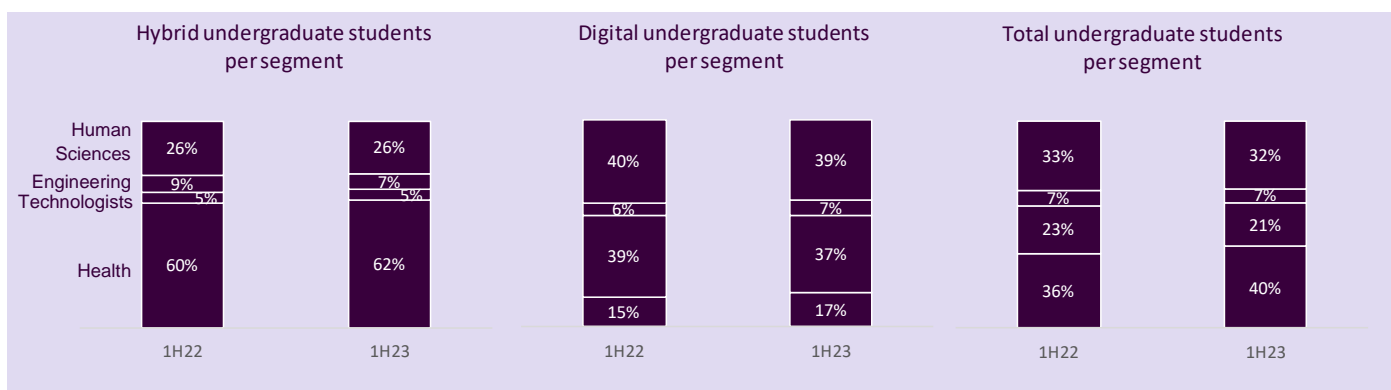
Number of Students	Undergraduate		Graduate		Vocational		Total
2023.1	Hybrid (On Campus)	Digital	On Campus	Digital	On Campus	Digital	Total
Dec22 Base	136,100	126,349	1,139	29,633	1,509	432	295,162
Enrollments	50,739	71,708	591	15,722	397	-	139,157
Acquisition	1,304	59	237	-	-	-	1,600
Leavers	(13,424)	(9,003)	(334)	(14,137)	(481)	(10)	(37,389)
Dropouts	(24,375)	(42,553)	(78)	(2,048)	(177)	(18)	(69,249)
Jun23 Base	150,344	146,560	1,555	29,170	1,248	404	329,281
% Jun23 Base / Dec22 Base	10.5%	16.0%	36.5%	-1.6%	-17.3%	-6.5%	11.6%
% Jun23 Base / Jun22 Base	7.7%	-4.4%	31.7%	1.7%	-32.9%	-1.0%	1.3%
Jun23 Base (Ex-Acquisitions)	149,058	146,480	1,321	29,159	1,248	404	327,670
% Jun23 Base / Jun22 Base	6.8%	-4.5%	11.9%	1.7%	-32.9%	-1.0%	0.8%



The evolution of the student base in Hybrid Learning segment was due to the Company's focus on offering a leaner portfolio of courses dedicated to the areas of knowledge in health and engineering, aiming to maximize the Company's competitive advantages in terms of its distinctive structure of laboratories and clinics, as well as the privileged location of its units and brand positioning in the cities where it operates. As a result, the increase in the health student base stands out again, now accounting for 62% of the Hybrid Learning undergraduate student base and 40% of the total undergraduate base.

In Digital Learning, the student base growth has been more widespread. However, the first results of the Company's strategy of increasing its investments in laboratories, systems integration, and training of partner learning centers among the original regional brands stand out with UNIFAEL, which completed its first year of consolidation, resulting in health courses increasing their share from 15% to 17% and engineering from 6% to 7% of the total undergraduate digital

student base. The reduction is related to the increase in the dropout rate of students in this area of knowledge during the quarter.



Operational Data	2Q23	2Q22	% Chg. 2Q23 x 2Q22
Medicine vacancies	521	473	10.1%
Medical students	3,072	2,858	7.5%
Operational campuses	59	63	-6.3%
Operational Centers	953	1,022	-6.8%

The increase in the number of seats and student base in the Medicine course when comparing 2Q22 x 2Q23 was due to the approval of 48 new seats for UNESC's operations, in the city of Vilhena (State of Rondônia), in March 2022.

The lower number of partner Campuses and Learning Centers in operation is due to the Company's strategy to improve its operational performance, closing activities in underperforming units and learning centers, which includes the reduction of the leased real estate, even when the units themselves are not closed and remain operating with leaner spaces. It is worth noting that even with the inclusion of the UNI7 Campus, whose acquisition was completed in January 2023, the number of Campuses reduced from 63 to 59 in the quarterly comparison.

Student Financing

STUDENT LOANS	2Q22	Dec/22	1Q23	2Q23
Hybrid (on campus) Undergraduate Students	139,624	136,100	149,226	150,344
FIES Students	13,399	14,321	12,907	15,477
% of FIES Students	9.6%	10.5%	8.6%	10.3%
EDUCRED Students	2,135	1,738	1,037	1,007
% of EDUCRED Students	1.5%	1.3%	0.7%	0.7%
PRAVALER Students	563	1,071	991	1,303
% of PRAVALER Students	0.4%	0.8%	0.7%	0.9%
Total Students Loans	16,097	17,130	14,935	17,787
% of Total Students Loans	11.5%	12.6%	10.0%	11.8%
Digital Undergraduate Students	153,329	126,349	163,229	146,560
PROUNI - Hybrid Undergraduate	13,430	12,123	16,220	16,184
PROUNI - Digital Undergraduate	4,837	5,196	5,678	8,117
Total PROUNI Students	18,267	17,319	21,898	24,301
% of PROUNI Students	6.2%	6.6%	7.0%	8.2%

FIES and PROUNI student base showed growth in its share of hybrid and digital undergraduate student base (for PROUNI), mainly due to the increase in student intake from these programs in 2Q23, since in 2023, the schedules of these programs showed a better fit to the funding cycle of this quarter, compared to 2022, which still had the effects of COVID-19 pandemic period.

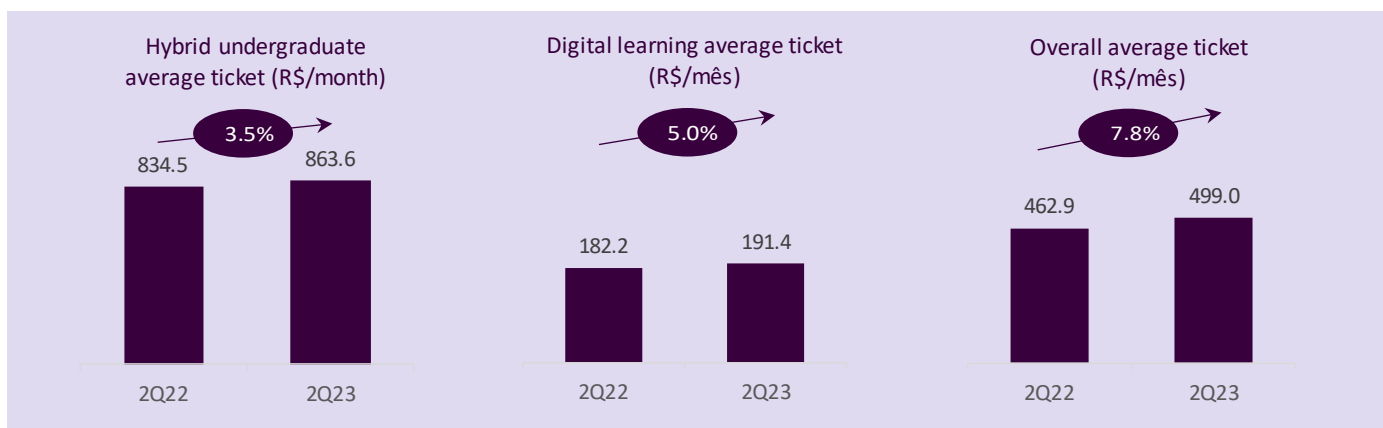
Average Net Ticket

Average Ticket (R\$)	2Q23	2Q22	% Chg. 2Q23 x 2Q22
Hybrid Teaching (Undergraduate)	863.58	834.54	3.5%
Hybrid Teaching (Undergraduate + graduate)	859.13	831.82	3.3%
Digital Learning (Undergraduate + graduate)	191.36	182.19	5.0%
Total Net Average Ticket	499.02	462.85	7.8%

The average ticket for Hybrid Learning grew 3.5% in the comparison between the two quarters, mainly due to the combined effect of pass-through of prices to upperclassmen, increased share of health courses in the total mix of courses and improved conditions of the competitive landscape.

This average ticket was also impacted by the growth in the PROUNI undergraduate student base, which in the comparison between the two periods grew 20.5%. As a result, the ex-PROUNI undergraduate student base, which is used to calculate net revenue (since PROUNI student revenue is deducted from gross revenue) grew by 3.9% (versus 7.7% of the increase in this base including PROUNI), which consequently increases the average ticket ex-PROUNI by 4.8%, using the same comparison bases.

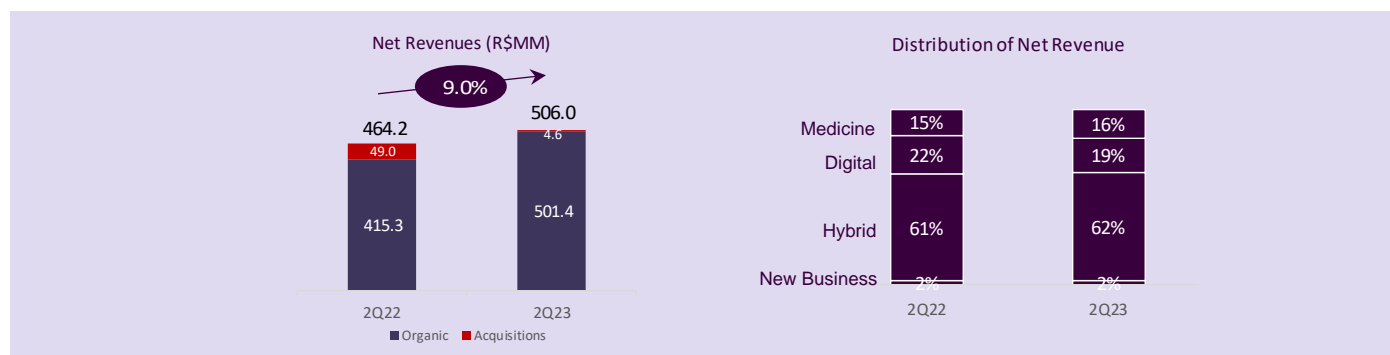
In Digital Education, the average ticket grew by 5.0% compared to 2Q22, mainly due to the more conservative pricing policy adopted in the period, associated with the growth in the share of the Healthcare student base in the course mix. It is worth highlighting, as noted in the paragraph above, that the Digital Teaching graduation also showed growth in the undergraduate PROUNI Student base by 67.8%, which in an analysis considering former PROUNI students, showed a decrease of 6.7%, the which on the same basis generated an average ticket growth of 5.7%, compared to 2Q22. Additionally, the average ticket for digital graduate education, which makes up the overall average ticket, increased by 59.2%.



FINANCIAL PERFORMANCE

Revenue from Services Provided

Gross Revenue - Accounting (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Gross Operating Revenue	1,031,858	916,777	12.6%	2,001,684	1,777,788	12.6%
Hybrid Teaching Monthly Tuition	890,076	742,423	19.9%	1,731,115	1,433,413	20.8%
Digital Learning Monthly Tuition	127,189	159,718	-20.4%	239,794	315,268	-23.9%
Others	14,593	14,636	-0.3%	30,775	29,107	5.7%
Deductions from Gross Revenue	(525,809)	(452,560)	16.2%	(1,071,088)	(933,361)	14.8%
Discounts and Scholarships	(417,659)	(361,219)	15.6%	(867,070)	(762,276)	13.7%
PROUNI	(89,499)	(73,869)	21.2%	(169,858)	(139,970)	21.4%
FGEDUC And FIES charges	(831)	(1,020)	-18.5%	(1,499)	(1,446)	3.7%
Taxes	(17,820)	(16,452)	8.3%	(32,661)	(29,669)	10.1%
% Discounts and Scholarships/ Net Oper. Rev.	40.5%	39.4%	1.1 p.p.	43.3%	42.9%	0.4 p.p.
Net Operating Revenue	506,050	464,217	9.0%	930,596	844,427	10.2%
Hybrid Teaching Monthly Tuition	391,504	351,373	11.4%	710,803	623,947	13.9%
Digital Learning Revenues	101,112	99,697	1.4%	191,928	193,647	-0.9%
Others	13,433	13,146	2.2%	27,866	26,833	3.8%



- a) The 12.6% increase in gross revenue is due to (i) the higher volume of students enrolled in hybrid and digital undergraduate, due to the improvement in intake in the Hybrid and Digital Learning and dropout rates in Hybrid Learning, (ii) growth in the student base of the Medicine course and (iii) improved average ticket of Hybrid Learning.
- b) The 9.0% increase in net revenue is explained by the same reasons described above, offset by the 15.6% growth in discounts and scholarships. Excluding acquisitions, net revenue for the quarter was R\$ 421.3 million, with 10.8% growth, showing that the company continues to grow its net revenue on an organic basis, with emphasis on Digital Learning, which recorded 17.1% growth in the period.

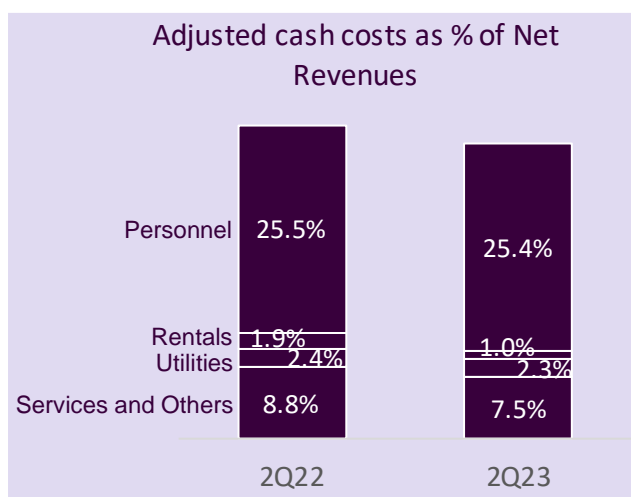
Costs of Services Provided

Breakdown of Cost of Services Rendered Accounting (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Cost of Services Rendered	(236,243)	(227,467)	3.9%	(454,516)	(414,707)	9.6%
Payroll and Charges	(129,375)	(118,932)	8.8%	(248,448)	(221,750)	12.0%
Rent	(4,813)	(8,744)	-45.0%	(9,666)	(14,895)	-35.1%
Concessionaires (Electricity, Water and Telephone)	(11,611)	(10,939)	6.1%	(20,364)	(18,940)	7.5%
Third-Party Services and Others	(38,017)	(40,676)	-6.5%	(68,029)	(65,319)	4.1%
Depreciation and Amortization	(52,427)	(48,176)	8.8%	(108,009)	(93,803)	15.1%

- a) Personnel costs and charges increased 8.8% compared to 2Q22, which includes non-recurring costs of R\$ 0.6 million in the quarter. Excluding this effect, the increase in costs was 8.6%, mainly due to the collective bargaining and the acquisition of UNI7;
- b) Rental costs reached R\$ 4.8 million in 2Q23, versus R\$ 8.7 million in 2Q22, with a 45.0% drop, due to the measurement of rents that used to be treated as costs and were calculated in accordance with IFRS-16 accounting standards, with the effects being, in practice, reclassified to depreciation and interest on lease accounts. The impact on adjusted EBITDA can be seen in the line of minimum rents paid, which, as can be seen in the adjusted EBITDA table, this line shows a 14.4% increase, from R\$ 33.3 million to R\$ 38.1 million (versus R\$ 40.3 million in 1Q23, evidencing the effect of the return of properties in 2Q23), reflecting exactly the reclassification between accounts and the increase in rental cost, which when added together, the net increase is of only 2.0%, since still occurred (i) the expected adjustment of agreements in line with inflation; (ii) the increase in the leased property base; (iii) the return of the leases of several UNINORTE properties that were anticipated in May 2017, classified as "Advantageous Lease Agreement", which were recognized as amortization until May 2022; and (iv) the inclusion of UNI7 campus;
- c) The line of utilities increased 6.1%, due to inflation in the period, the resumption of administrative activities and on-campus practical classes, when comparing 2Q23 and 2Q22 results, and the acquisition of UNI7;
- d) The 6.5% decrease in third-party services and others was mainly due to the results of the operational optimization plan related to synergies generated by the integration of UNIFAEL and courseware.

The table below shows managerial operating costs, which are adjusted for non-recurring effects.

Breakdown of Cost of Services Rendered Adjusted (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Cost of Services Rendered	(235,611)	(227,070)	3.8%	(450,557)	(412,562)	9.2%
Payroll and Charges	(128,743)	(118,535)	8.6%	(244,489)	(219,605)	11.3%
Rent	(4,813)	(8,744)	-45.0%	(9,666)	(14,895)	-35.1%
Concessionaires (Electricity, Water and Telephone)	(11,611)	(10,939)	6.1%	(20,364)	(18,940)	7.5%
Third-Party Services and Others	(38,017)	(40,676)	-6.5%	(68,029)	(65,319)	4.1%
Depreciation and Amortization	(52,427)	(48,176)	8.8%	(108,009)	(93,803)	15.1%



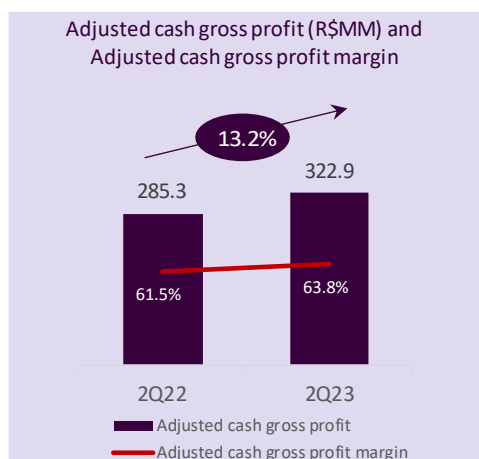
Gross Profit

Gross Profit - Accounting (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Net Operating Revenue	506,050	464,217	9.0%	930,596	844,427	10.2%
Cost of Services Rendered	(236,243)	(227,467)	3.9%	(454,516)	(414,707)	9.6%
Gross Profit	269,807	236,750	14.0%	476,080	429,720	10.8%
Gross Margin	53.3%	51.0%	2.3 p.p.	51.2%	50.9%	0.3 p.p.
(-) Depreciation	52,427	48,176	8.8%	108,009	93,803	15.1%
Cash Gross Profit	322,234	284,926	13.1%	584,089	523,523	11.6%
Cash Gross Margin	63.7%	61.4%	2.3 p.p.	62.8%	62.0%	0.8 p.p.

- a) The growth in gross cash profit and margin reflects the combined effect of the increase in revenue, because of the organic development of Hybrid and Digital Learning, and the increase in costs at a slower pace than the growth in net revenue, due to the operational optimization plan implemented by the Company, offset by the increase in personnel costs.
- b) The 8.8% increase in depreciation and amortization rate was mainly due to the inclusion of PP&E depreciation, right of use and amortization of intangible assets identified in acquisitions. It is worth noting that in 1Q23, depreciation cost was R\$ 55.6 million, a reduction of 5.7% in this comparison, reflecting the return of properties in June and which will have full effect as of 3Q23.

The table below shows the gross cash profit adjusted for the main effects of non-recurring costs.

Gross Profit - Adjusted (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Net Operating Revenue	506,049	464,217	9.0%	930,596	844,427	10.2%
Cost of Services Rendered	(235,611)	(227,070)	3.8%	(450,557)	(412,562)	9.2%
Adjusted Gross Profit	270,438	237,147	14.0%	480,039	431,865	11.2%
Adjusted Gross Margin	53.4%	51.1%	2.4 p.p.	51.6%	51.1%	0.4 p.p.
(-) Depreciation	52,427	48,176	8.8%	108,009	93,803	15.1%
Adjusted Cash Gross Profit	322,865	285,323	13.2%	588,048	525,668	11.9%
Adjusted Cash Gross Margin	63.8%	61.5%	2.3 p.p.	63.2%	62.3%	0.9 p.p.



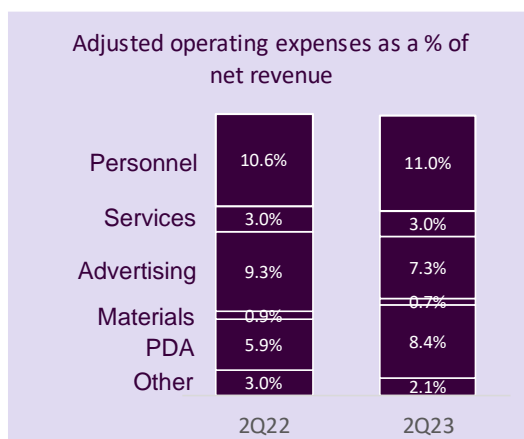
Operating Expenses (Selling, General and Administrative)

Operating Expenses - Accounting (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
General and Administrative Expenses	(179,480)	(158,944)	12.9%	(346,058)	(314,533)	10.0%
Payroll and Charges	(59,424)	(50,552)	17.6%	(117,055)	(101,433)	15.4%
Third-Party Services	(18,424)	(15,957)	15.5%	(37,301)	(33,534)	11.2%
Advertising	(36,740)	(43,121)	-14.8%	(77,101)	(81,090)	-4.9%
Materials	(3,746)	(4,295)	-12.8%	(7,729)	(8,549)	-9.6%
PDA	(42,696)	(27,463)	55.5%	(67,357)	(56,250)	19.7%
Others	(12,931)	(13,767)	-6.1%	(29,300)	(25,946)	12.9%
Depreciation and Amortization	(5,519)	(3,789)	45.7%	(10,215)	(7,731)	32.1%
Other Net Operating Expenses/Revenue	(5,723)	(4,646)	23.2%	(8,762)	(21,459)	-59.2%
Loss on impairment of assets	-	(65,800)	-100.0%	-	(65,800)	-100.0%
Operating Income	84,603	7,360	1049.5%	121,260	27,928	334.2%
General and Administrative Expenses (Ex-Depreciation and Amortization)	(173,961)	(155,155)	12.1%	(335,843)	(306,802)	9.5%

- a) Personnel expenses and charges showed a 17.6% increase, mainly due to the non-recurring effect of R\$ 3.6 million related to severance expenses arising from the adjustment of the administrative structure to accommodate the Company's current student base. Excluding non-recurring effects between the two periods, the increase was 13.2%, mainly due to the collective bargaining agreement and an increase in personnel occurred during the second half of 2022;
- b) Expenses with services provided increased 15.5% compared to 2Q22. Excluding non-recurring effects between the periods that can be seen in the managerial table below, the increase in these expenses was 7.4%. This change was due to (i) inflation in the period; (ii) the increase in expenses with the provision of security and cleaning services, referring to price transfers after the normalization of activities with the weakening of the pandemic, (iii) the growth of units in the countryside of the Northeastern and Northern states. Non-recurring effects with services provided in the quarter were related to the execution of projects in IT, advisory and consultancy areas, in the amount of R\$ 2.5 million;
- c) Advertising expenses dropped 14.8% versus 2Q22. As a percentage of net revenue, dropped from 9.3% to 7.3%, showing an improvement in the Company's commercial efficiency, mainly as a result of the measures adopted to improve operational efficiency and focus on improving the portfolio of courses offered in the Hybrid and Digital Learning segments;
- d) PDA and Effective Losses increased 55.5% compared to 2Q22, representing, as a percentage of net revenue, 8.4% in 2Q23, versus 5.9% in 2Q22, mainly due to the increase of the net revenue base in the previous quarters, higher dropout rate in Digital Learning, combined with the tuitions write-off from the year of 2021, related to the pandemic period, that reached its 2-year maturity with lower recoverability and higher provisioning;
- e) Others account was down 6.1% compared to 2Q22, basically due to the lower volume of costs with travel, congresses, and other activities; and
- f) Other Net Operating Revenues (Expenses) increased by 23.2% when compared to 2Q22 (52.4% excluding non-recurring items, according to the adjusted table below), basically due to changes in the provision for contingencies and legal proceedings costs.

The table below presents managerial view of general and administrative expenses, adjusted for non-recurring effects.

Operating Expenses - Adjusted (R\$ ('000))	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
General and Administrative Expenses	(170,038)	(155,679)	9.2%	(329,109)	(306,180)	7.5%
Payroll and Charges	(55,864)	(49,356)	13.2%	(108,584)	(98,906)	9.8%
Third-Party Services	(14,970)	(13,939)	7.4%	(31,386)	(28,654)	9.5%
Advertising	(36,740)	(43,121)	-14.8%	(77,101)	(81,090)	-4.9%
Materials	(3,746)	(4,295)	-12.8%	(7,729)	(8,549)	-9.6%
PDA	(42,696)	(27,463)	55.5%	(67,357)	(56,250)	19.7%
Others	(10,504)	(13,716)	-23.4%	(26,737)	(24,999)	7.0%
Depreciation and Amortization	(5,519)	(3,789)	45.7%	(10,215)	(7,731)	32.1%
Other Net Operating Expenses/Revenue	(5,402)	(3,544)	52.4%	(7,983)	(7,570)	5.5%
Loss on impairment of assets	-	-	0.0%	-	-	0.0%
Adjusted Operating Income	94,997	77,924	21.9%	142,947	118,115	21.0%
General and Administrative Expenses (Ex-Depreciation and Amortization)	(164,519)	(151,890)	8.3%	(318,894)	(298,449)	6.9%



EBITDA and Adjusted EBITDA

EBITDA (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Operating Income	84,603	7,360	1049.5%	121,260	27,928	334.2%
(+) Depreciation and amortization	57,946	51,965	11.5%	118,224	101,534	16.4%
EBITDA¹	142,549	59,325	140.3%	239,484	129,462	85.0%
EBITDA Margin	28.2%	12.8%	15.4 p.p.	25.7%	15.3%	10.4 p.p.
(+) Revenue from Interest on Agreements and Others ²	6,105	4,132	47.7%	10,756	10,097	6.5%
(+) Non-recurring costs and expenses ³	10,394	70,564	-85.3%	21,687	90,187	-76.0%
(-) Minimum rent paid ⁴	(38,054)	(33,273)	14.4%	(78,338)	(63,287)	23.8%
Adjusted EBITDA⁵	120,994	100,747	20.1%	193,588	166,459	16.3%
Adjusted EBITDA Margin	23.9%	21.7%	2.2 p.p.	20.8%	19.7%	1.1 p.p.

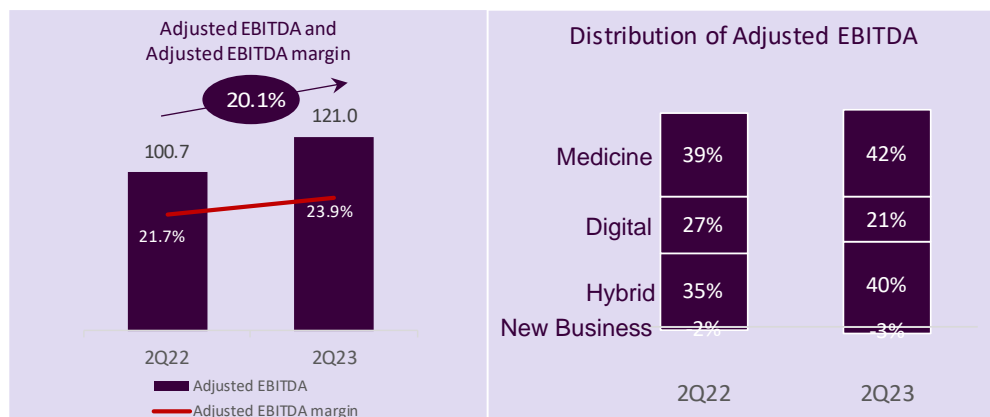
1. EBITDA is not an accounting measure.

2. Revenue from interest on agreements and others comprises our net financial result arising from revenue from interest and fines on tuitions corresponding to financial charges on renegotiated and overdue tuition fees.

3. Non-recurring costs and expenses are mainly related to expenses related to mergers and acquisitions of companies, severance expenses arising from the workforce optimization process, which would not affect normal cash flow.

4. Minimum rent refers to rental agreements recorded under financial leasing in accordance with IFRS 16. The expenses from such leasing are not recorded under EBITDA, but are part of adjusted EBITDA.

5. Adjusted EBITDA corresponds to EBITDA plus (a) financial revenue from fines and interest on tuition fees, (b) non-recurring costs and expenses, and (c) minimum rent paid.



The increase in Adjusted EBITDA when comparing 2Q23 x 2Q22 was due to the growth in net revenue in 2Q23, resulting from the increase in hybrid and digital undergraduate student base and the improvement in the average ticket, which provided a more consistent pace of net revenue growth in 2023, while the success in executing the operational optimization plan so far allowed the pace of growth in costs and expenses to slow down and enabled an increase in adjusted EBITDA margin in 2Q23 of 2.2 percentage points compared to 2Q22.

SUMMARY OF NON-RECURRING ITEMS (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Non-Recurring Costs and Expenses Impacting Adjusted EBITDA	10,394	70,564	-85.3%	21,687	90,187	-76.0%
Payroll	4,192	1,592	163.3%	12,430	4,672	166.1%
Cost	632	397	59.3%	3,959	2,145	84.6%
Expense	3,560	1,196	197.7%	8,471	2,527	235.2%
Third-Party Services	3,454	2,018	71.1%	5,915	4,880	21.2%
Other	2,748	66,953	-95.9%	3,341	80,636	-95.9%
Tax Expenses	91	51	78.4%	227	947	-76.0%
Other Expenses	2,336	-	N.M.	2,336	-	N.M.
Loss in Asset Recovery Value	130	65,800	-99.8%	(147)	65,800	N.M.
Others	191	1,102	-82.7%	925	13,889	-93.3%
Non-Recurring Costs and Expenses that do not Impact Adjusted EBITDA	794	(449)	-276.8%	(383)	(1,112)	-65.6%
Complementary Income tax and social contribution on Adjusted Net Income*	794	(449)	-276.8%	(383)	(1,112)	-65.6%
Total Non Recurring Costs and Expenses	11,188	70,114	-84.0%	21,304	89,075	-76.1%

* The same Income Tax (IR) calculation base was used on non-recurring results to better reflect adjusted net income.

Main indicators by segment

Results by Segment (R\$ ('000))	2Q23*				
	Hybrid Teaching	Digital Learning*	New business ⁽¹⁾	Consolidated	Medicine
Net Revenue	395,627	98,193	12,229	506,049	83,399
Adjusted Cash Gross Profit	252,945	64,520	5,400	322,865	67,877
Adjusted Cash Gross Margin	63.9%	65.7%	44.2%	63.8%	81.4%
Adjusted EBITDA	98,908	25,852	(3,766)	120,994	50,222
Adjusted EBITDA Margin	25.0%	26.3%	-30.8%	23.9%	60.2%
Student Base ('000)	153,147	176,134	-	329,281	3,072

Results by Segment (R\$ ('000))	6M23*				
	Hybrid Teaching	Digital Learning*	New business ⁽¹⁾	Consolidated	Medicine
Net Revenue	717,070	189,008	24,518	930,596	166,765
Adjusted Cash Gross Profit	458,460	120,625	8,963	588,048	140,015
Adjusted Cash Gross Margin	63.9%	63.8%	36.6%	63.2%	84.0%
Adjusted EBITDA	159,134	47,159	(12,705)	193,588	105,747
Adjusted EBITDA Margin	22.2%	25.0%	-51.8%	20.8%	63.4%
Student Base ('000)	153,147	176,134	-	329,281	3,072

* Results allocations are unaudited.

** Including only results of the hybrid (on-campus) undergraduate segment.

(1) Comprises edtechs and companies recently incorporated to make up the continuing education ecosystem, in addition to pre-operational units.

The table above segregates the results of on-campus units from digital learning activities, which are experiencing an expansion phase in the base of learning centers for which the brands were launched in this segment and UNIFAEL acquisition.

New Businesses	KPI	2Q22	4Q22	1Q23	2Q23
Prova Fácil + Delínea	b2b client base	158	190	206	188
Beduka	Unique users (in million)	4	4	3	4
Beduka	Pageviews (in million)	14	13	7	11
Peixe30	User base	124	401	475	526
b.Uni	Client base	14	22	25	26
Veterinary Hospitals	Units	3	4	4	5
Veterinary Hospitals	Complete appointments (in thousands)	4	6	7	7
Veterinary Hospitals	Attendances / Unit (in thousands)	1	2	2	1

*Due to the implementation of a new operational control system for veterinary hospitals, a new recording methodology was implemented for better operational control as of 2Q23. Thus, this information was adjusted for the same methodology in the history of previous quarters.

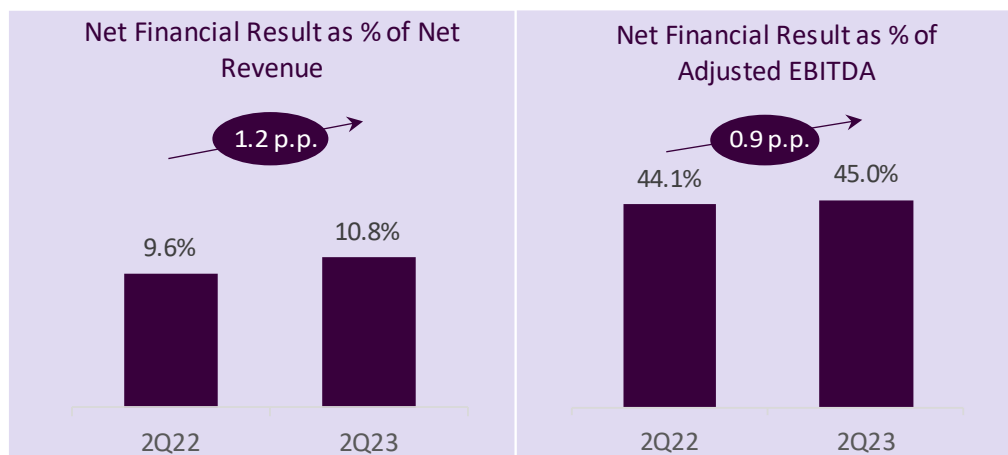
Financial result

Financial Result - Accounting (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
(+) Financial Revenue	20,461	25,036	-18.3%	33,300	73,357	-54.6%
Interest on Agreements and Others	6,105	4,132	47.7%	10,756	10,097	6.5%
Returns on Financial Investments	6,638	4,169	59.2%	12,001	8,544	40.5%
Active exchange variation	8,166	16,199	-49.6%	11,073	52,304	-78.8%
Others	(448)	536	N.M.	(530)	2,412	N.M.
(-) Financial Expenses	(74,906)	(69,435)	7.9%	(150,963)	(158,291)	-4.6%
Interest Expenses	(23,870)	(15,664)	52.4%	(46,224)	(29,364)	57.4%
Interest on Leasing	(20,488)	(17,477)	17.2%	(40,473)	(33,801)	19.7%
Discounts Granted	(11,833)	(5,779)	104.8%	(28,739)	(17,591)	63.4%
Interest on Aquisitions Payables	(2,257)	(5,495)	-58.9%	(5,334)	(9,354)	-43.0%
Interest and swap result on loans	(15,239)	(22,607)	-32.6%	(25,093)	(63,621)	-60.6%
Others	(1,219)	(2,413)	-49.5%	(5,100)	(4,560)	11.8%
Financial Result	(54,445)	(44,399)	22.6%	(117,663)	(84,934)	38.5%

- a) Financial Income was down 18.3% mainly due to the 49.6% decrease in the heading of exchange variation on loans in foreign currency (with swap) contracted with Banco Itaú;
- b) Interest on Agreements and Others was R\$ 6.1 million in 2Q23, 47.7% growth as compared to 2Q22, when it reached R\$ 4.1 million, mainly due to the growth of the student base when comparing the two periods and improved dropout rate in Hybrid Learning.
- c) Income from Financial Investments increased from R\$ 4.2 million in 2Q22 to R\$ 6.6 million in 2Q23, representing 59.2% increase, as a result of the hike in CDI between the periods, partially offset by the drop in the average cash balance;
- d) The sum of Foreign Exchange Gains and Interest Financial Expense and Swap Result on Loans, referring to the contracting of the credit facility in modality 4131 with Banco Itaú, showed an increase in the net financial expense of 10.4%, increasing from R\$ 6.4 million in 2Q22 to R\$ 7.1 million in 2Q23. This increase is due to the hike in average CDI between the periods;
- e) Financial Expenses reached R\$ 74.9 million in 2Q23, up 7.9% versus 2Q22, at R\$ 69.4 million. When comparing the two periods, this change was mainly higher net debt, leasing expenses and average interest rate between the two periods;
- f) Interest Expenses increased 52.4%, from R\$ 15.7 million in 2Q22 to R\$ 23.9 million in 2Q23, as a result of the hike in the average interest rate (CDI) on financial debt and the increase in gross debt;
- g) Interest on Leases reached R\$ 20.5 million in 2Q23, compared to R\$ 17.5 million in 2Q22, with 17.2% increase, as a result of the re-measurement of leased properties, as mentioned in Rental Costs;
- h) Discounts Granted reached R\$ 11.8 million in 2Q23, versus R\$ 5.8 million in 2Q22, due to the higher volume of financial discounts in agreements for recovery of credits from old tuition fees when comparing the two periods, mainly for overdue bills during the pandemic, due to the increase in the average student base in recent years and the movement of economy resumption;

The table below presents the financial result on a managerial view, adjusting for non-recurring effects of other financial revenues:

Financial Result - Adjusted (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
(+) Financial Revenue	20,461	25,036	-18.3%	33,300	73,357	-54.6%
Interest on Agreements and Others	6,105	4,132	47.7%	10,756	10,097	6.5%
Returns on Financial Investments	6,638	4,169	59.2%	12,001	8,544	40.5%
Active exchange variation	8,166	16,199	-49.6%	11,073	52,304	-78.8%
Others	(448)	536	N.M.	(530)	2,412	N.M.
(-) Financial Expenses	(74,906)	(69,435)	7.9%	(150,963)	(158,291)	-4.6%
Interest Expenses	(23,870)	(15,664)	52.4%	(46,224)	(29,364)	57.4%
Interest on Leasing	(20,488)	(17,477)	17.2%	(40,473)	(33,801)	19.7%
Discounts Granted	(11,833)	(5,779)	104.8%	(28,739)	(17,591)	63.4%
Interest on Acquisitions Payables	(2,257)	(5,495)	-58.9%	(5,334)	(9,354)	-43.0%
Interest and swap result on loans	(15,239)	(22,607)	-32.6%	(25,093)	(63,621)	-60.6%
Others	(1,219)	(2,413)	-49.5%	(5,100)	(4,560)	11.8%
Financial Result	(54,445)	(44,399)	22.6%	(117,663)	(84,934)	38.5%



Net Income (Loss)

Net Income (Loss) - Accounting (R\$ 000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Operating Income	84,603	7,360	1049.5%	121,260	27,928	334.2%
(+) Financial Result	(54,445)	(44,399)	22.6%	(117,663)	(84,934)	38.5%
(+) Income and Soc. Contrib. Taxes	488	(1,928)	N.M.	(1,239)	(5,498)	-77.5%
(+) Deferred Income and Soc. Contrib. Taxes	737	(126)	N.M.	673	5,092	-86.8%
Consolidated Net Income (Loss)	31,383	(39,093)	N.M.	3,031	(57,412)	N.M.
Net Margin	6.2%	-8.4%	N.M.	0.3%	-6.8%	N.M.

The table below presents managerial net income (loss), adjusted for non-recurring effects. In 2Q23, the Company recorded adjusted net income of R\$ 42.6 million, versus adjusted net income of R\$ 31.0 million recorded in 2Q22, with adjusted net margin showing 1.7 percentage points growth when comparing the same periods, arising mainly from the recovery of Hybrid Learning revenue base, combined with the beginning of the synergies arising from the execution of the operational optimization plan started from the end of 2022. These effects were partially offset by the increase in net financial expenses, mainly due to the impact of financial expenses on the current level of debt of the Company. Income tax was a positive figure in the quarter due to the higher PROUNI Gross Revenue and compensation of net losses recorded in previous periods.

Adjusted Net Income (R\$ 000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Adjusted Operating Income	94,997	77,924	21.9%	142,947	118,115	21.0%
(+) Financial Result	(54,445)	(44,399)	22.6%	(117,663)	(84,934)	38.5%
(+) Income and Soc. Contrib. Taxes	1,282	(2,377)	N.M.	(1,622)	(6,610)	-75.5%
(+) Deferred Income and Soc. Contrib. Taxes	737	(126)	N.M.	673	5,092	-86.8%
Adjusted Net Income	42,571	31,021	37.2%	24,335	31,663	-23.1%
Adjusted Net Margin	8.4%	6.7%	1.7 p.p.	2.6%	3.7%	-1.1 p.p.

Reconciliation of adjusted net income excluding IFRS-16 effects

Adjusted Net Income (Ex-IFRS 16) (R\$ ('000))	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Adjusted Net Income	42,571	31,021	37.2%	24,335	31,663	-23.1%
Adjusted Net Margin	8.4%	6.7%	1.7 p.p.	2.6%	3.7%	-1.1 p.p.
Rent (IFRS 16)	(30,497)	(21,993)	38.7%	(63,224)	(44,450)	42.2%
Depreciation and Amortization (IFRS 16)	20,542	16,720	22.9%	42,702	34,688	23.1%
Interest on Leasing (IFRS 16)	15,214	11,943	27.4%	29,858	22,673	31.7%
Income and Social Contribution Taxes (IFRS 16)	(96)	(473)	-79.7%	(539)	(684)	-21.2%
Adjusted Net Income - (Ex-IFRS 16)	47,734	37,219	28.3%	33,131	43,890	-24.5%
Adjusted Net Margin (Ex-IFRS 16)	9.4%	8.0%	1.4 p.p.	3.6%	5.2%	-1.6 p.p.

The table above shows the impact of IFRS 16 on the Company's adjusted net income (loss) for the purposes of demonstration and comparability with previous years. In 2Q23, excluding IFRS 16 impacts, the adjusted net income was R\$ 47.7 million.

Accounts Receivable and Net Receivable Days

Accounts Receivable and Average Receivable Days R\$ ('000)	2Q22	4Q22	1Q23	2Q23
Gross Accounts Receivable	805,774	771,674	694,905	762,972
Monthly tuition fees	460,501	446,309	429,999	485,925
FIES	71,788	58,737	66,090	84,906
Negotiated agreements receivable	112,255	102,817	109,251	102,167
Education credits receivable	135,194	146,643	66,536	63,825
Credit Card and Others	26,036	17,168	23,029	26,149
PDA balance	(293,073)	(259,599)	(247,286)	(235,115)
Net Accounts Receivable	512,701	512,075	447,619	527,857
Net Revenue (Last 12 Months - FIES+Ex-FIES+Pronatec)	1,559,410	1,676,343	1,720,680	1,762,512
Net Receivable Days (FIES+Ex-FIES+Pronatec)	118	110	94	108
Net Revenue FIES (Last 12 Months)	144,832	122,112	121,221	121,641
Net Receivable Days (FIES)	95	52	67	122
Net Receivable Days (Monthly tuition fees + Negotiated agreements receivable + Education credits receivable)	114	111	90	101

Average net receivable days dropped from 118 to 108 days, mainly due to the sale of part of Educured's portfolio of receivables to PraValer, which reduced Educured's gross balance of accounts receivable, whose transaction details are described in the [Material Fact released on 03/22/2023](#).

Aging of Monthly tuition fees (R\$ '000)	2Q22	% Chg.	4Q22	% Chg.	2Q23	% Chg.
Not yet due	-	0.0%	-	0.0%	21,497	4.4%
Overdue from 1 to 90 days	137,640	29.9%	134,640	30.2%	151,710	31.2%
Overdue from 91 to 180 days	56,150	12.2%	51,162	11.5%	57,893	11.9%
Overdue from 181 to 360 days	101,182	22.0%	98,478	22.1%	87,584	18.0%
Overdue from 361 to 540 days	83,753	18.2%	86,373	19.4%	86,088	17.7%
Overdue from 541 to 720 days	81,776	17.8%	75,656	17.0%	81,153	16.7%
TOTAL	460,501	100.0%	446,309	100.0%	485,925	100.0%
% of Gross Accounts Receivable	57.2%		57.8%		63.7%	

Aging of Negotiated Agreements (R\$ '000)	2Q22	% Chg.	4Q22	% Chg.	2Q23	% Chg.
Not yet due	24,130	21.5%	17,953	17.5%	3,176	3.1%
Overdue from 1 to 90 days	28,031	25.0%	25,562	24.9%	29,398	28.8%
Overdue from 91 to 180 days	12,011	10.7%	11,811	11.5%	12,608	12.3%
Overdue from 181 to 360 days	19,398	17.3%	18,553	18.0%	21,990	21.5%
Overdue from 361 to 540 days	15,262	13.6%	15,602	15.2%	18,521	18.1%
Overdue from 541 to 720 days	13,423	12.0%	13,336	13.0%	16,474	16.1%
TOTAL	112,255	100.0%	102,817	100.0%	102,167	100.0%
% of Gross Accounts Receivable	13.9%		13.3%		13.4%	

The table below shows the evolution of our PDA from December 31, 2022 to June 30, 2023:

Constitution of Provision for Doubtful Accounts in the Income Statement (R\$ '000)	12/31/2022	Write-off due to sale of receivables	Gross Increase in Provision for Doubtful	Write-off	06/30/2023
Total	259,599	(13,288)	67,357	(78,553)	235,115

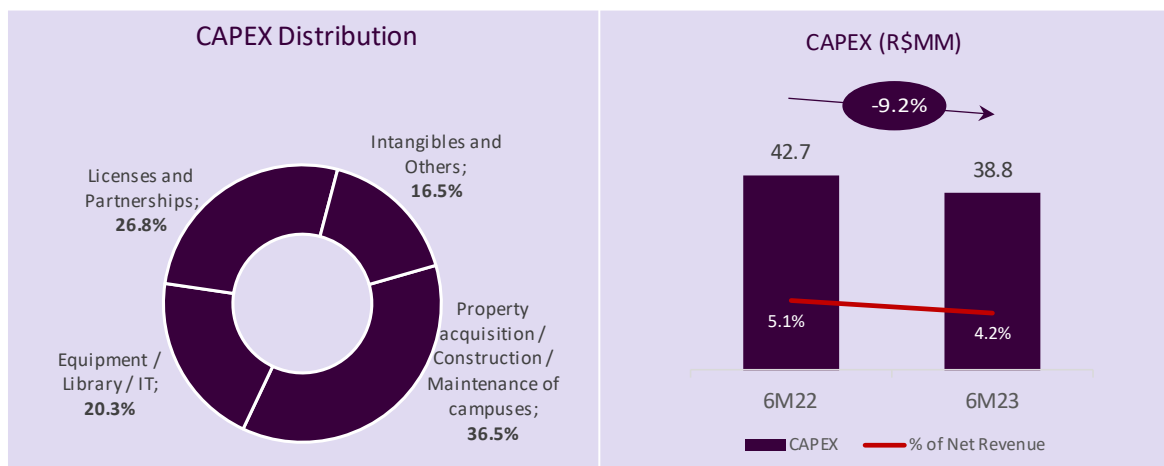
Investment (CAPEX)

CAPEX (R\$ ('000))	2Q23	% of Total	2Q22	% of Total	6M23	% of Total	6M22	% of Total
CAPEX Total	19,377	100.0%	26,994	100.0%	38,763	100.0%	42,677	100.0%
Property acquisition / Construction / Maintenance of campuses	7,267	37.5%	9,658	35.8%	14,133	36.5%	14,201	33.3%
Equipment / Library / IT	3,731	19.3%	9,998	37.0%	7,872	20.3%	14,825	34.7%
Licenses and Partnerships	5,122	26.4%	4,996	18.5%	10,375	26.8%	8,089	19.0%
Intangibles and Others	3,257	16.8%	2,342	8.7%	6,383	16.5%	5,562	13.0%
Acquisitions Debt Payment ⁶	(5,056)		19,667		47,447		266,590	
Total CAPEX + Acquisitions Payables	14,321		46,661		86,210		309,267	

⁶. In 2Q23, cash flow for 1Q23 was reclassified to exclude the payment of UNIFAEL's debt, which was made through the write-off of the escrow account balance, so cash flow and CAPEX from acquisitions will only include payments for acquisitions affecting cash and cash equivalents in the current year, in line with previous years.

In 2Q23, the Company invested R\$ 19.4 million, and investments in refurbishments of campuses and equipment, laboratories and libraries amounted to R\$ 11.0 million, down 44.0% versus 2Q22. Investments in licenses and agreements amounted to R\$ 5.1 million. Investments in intangible assets and other investments amounted to R\$ 3.3 million, mainly due to the development of the digital content of the subjects offered in the Company's courses.

In 2Q23, debt payments from acquisitions mainly refer to the amounts of edtechs, with the value of the latter reducing the escrow account created for this purpose.



Indebtedness

Indebtedness (R\$ ('000))	06/30/2023	12/31/2022	% Chg. Jun23 x Dec22
Total Cash	354,062	383,266	-7.6%
Restricted Cash (Escrow FAEL)	(61,666)	(69,931)	-11.8%
Judicial deposits	(23,989)	(19,748)	21.5%
FG-FIES Guarantee Fund	(57,941)	(52,028)	11.4%
Cash, Cash equivalents and Securities	210,466	241,559	-12.9%
Cash and cash equivalents	149,331	180,764	-17.4%
Securities	61,135	60,795	0.6%
Gross debt	(960,423)	(1,025,449)	-6.3%
Loans and financing	(567,556)	(595,566)	-4.7%
Short term	(196,363)	(193,950)	1.2%
Long term	(371,193)	(401,616)	-7.6%
Debentures	(209,948)	(210,319)	-0.2%
Short term	(10,713)	(11,208)	-4.4%
Long term	(199,235)	(199,111)	0.1%
Aquisitions Payables*	(182,919)	(219,564)	-16.7%
Net Debt	(749,957)	(783,890)	-4.3%
Net Debt / Adjusted EBITDA (LTM)	(2.35)	(2.68)	

* Acquisitions payables refer to acquisition scheduled payments

The Company's cash and cash equivalents amounted to R\$ 272.1 million, a 12.6% decline as compared to December 2022. This change is mainly due to the sale of part of Educured's receivables portfolio to Pravalier, as mentioned in Accounts Receivable section, associated with operating cash generation, mitigated by payments for acquisition and bank debt.

On June 30, 2023, the Company's gross debt was R\$ 960.4 million, with 6.3% drop as compared to R\$ 1,025.4 million recorded on December 31, 2022, due to the payment of principal and interest, according to the debt schedule, mainly consisting of the transactions listed below:

Indebtedness	Agreement	Contract Value on the date of execution (R\$ '000))	Rate	06/30/2023
Santander	Working capital	100,000	CDI + 2.70% per year	97,218
Itaú-Unibanco	Working capital	200,000	CDI + 2.30% per year	160,414
Caixa Econômica Federal	Working capital	200,000	CDI + 1.69% per year	91,571
4131 Loan Itaú	Loan in foreign currency with Swap	200,000	Eur + 2.15 per year with Swap CDI + 2.70 per year	215,020
Finame	-	24,900	6% per year	3,107
Leasing	-	799	12.52% per year and 13.83% per year	84
Others	-	-	-	142
Debentures	Public offering of the third (3rd) issue of debentures - Issue date 08/15/22	200,000	CDI + 2.00% per year	209,948
UNIFAEAL	Agreement for the Assignment and Transfer of Shares and Other Covenants	R\$280,000 (subject to an adjustment based on FAEL's net debt and working capital, as well as the payment of an earn-out of up to R\$ 17,500)		78,894
UNESC	Share Purchase and Sale Agreement and Other Covenants	R\$120,000 (R\$70,000 paid in cash on the closing date + R\$50,000 in 4 annual installments + Earn out: R\$52,800)	IPCA	61,808
UNIFASB	Stock Purchase and Sale Agreement	R\$210,000 (R\$130,000 paid in cash on the closing date + R\$80,000 in 5 annual installments)		49,861
UNIFACIMED	Stock Purchase and Sale Agreement	R\$150,000 (R\$100,000 paid in cash on the closing date + R\$50,000 in 4 annual installments)	IPCA	29,638
UNIJUAZEIRO	Stock Purchase and Sale Agreement	R\$24,000 (R\$12,000 + R\$12,000 in 5 annual installments)	IPCA	8,362
UNI7	Stock Purchase and Sale Agreement	R\$10,000 (R\$5,000 paid in cash on the closing date + R\$5,000 in 3 annual installments)	CDI	5,300
CDMV / Hospital Veterinário DOK	Share Purchase and Sale Agreement and Other Covenants	R\$12,000 (R\$8,400 paid in cash on the closing date + R\$3,600 in 5 annual installments)	IPCA	3,113
Plantão Veterinário Hospital Ltda / Pet Shop Kero Kolo Ltda.	Stock Purchase and Sale Agreement	R\$10,000 (R\$4,000 in cash on the closing date + R\$1,000 after the fulfillment of certain conditions provided for in the Agreement + R\$5,000 in 6 annual installments, to be paid as follows: R\$ 1,000 on the 1st anniversary of the closing date of the Transaction + 5 installments of R\$800 in the years following the anniversary.	IPCA	2,178
Other Acquisitions	Edtechs	Installments and Earn-out		5,431
Total Gross Debt				1,022,089
Escrow FAEL				(61,666)
Total Gross Debt (Ex-Escrow FAEL)				960,423

In 2Q23, the Company had a net debt of R\$ 750.0 million versus a net debt of R\$ 783.9 million as of December 31, 2022, mainly impacted by the sale of Educured portfolio to Pravalier.

Debt Amortization Schedule (R\$ '000)	Loans and Financing	A.V. (%)	Aquisitions Payables	A.V. (%)	Debentures	A.V. (%)	Total	A.V. (%)
Short Term	196,363	34.6%	77,074	31.5%	10,713	5.1%	284,150	27.8%
Total Long Term	371,193	65.4%	167,511	68.5%	199,235	94.9%	737,939	72.2%
1-2 years	216,052	38.1%	91,161	37.3%	28,323	13.5%	335,536	32.8%
2-3 years	110,015	19.4%	30,403	12.4%	56,895	27.1%	197,313	19.3%
3-4 years	45,125	8.0%	36,655	15.0%	56,895	27.1%	138,675	13.6%
4-5 years	-	0.0%	9,292	3.8%	57,122	27.2%	66,414	6.5%
Total Loans, Financing and Acquisitions payables	567,556	100.0%	244,585	100.0%	209,948	100.0%	1,022,089	100.0%
Escrow FAEL	-		(61,666)		-		(61,666)	
Total Loans, Financing and Acquisitions payables (Ex-Escrow FAEL)	567,556		182,919		209,948		960,423	

Cash Flow

Cash Flow (R\$ '000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Cash flow from operating activities						
Net cash from operating activities	28,704	40,700	-29.5%	115,369	91,225	26.5%
(-) Cash flow allocated to investing activities	(14,321)	(46,661)	-69.3%	(86,119)	(302,570)	-71.5%
(+) / (-) Securities	32,372	27,509	17.7%	3,407	(36,717)	N.M.
(+) / (-) Cash flow allocated to financing activities	(30,677)	(40,473)	-24.2%	(64,090)	122,702	N.M.
Decrease in cash and cash equivalents	16,078	(18,925)	N.M.	(31,433)	(125,360)	-74.9%
Net increase in cash and cash equivalents						
Beginning of period	133,253	107,269	24.2%	180,764	213,704	-15.4%
End of period	149,331	88,344	69.0%	149,331	88,344	69.0%
Decrease in cash and cash equivalents	16,078	(18,925)	N.M.	(31,433)	(125,360)	-74.9%
Cash and Securities changes	(14,441)	(45,725)	-68.4%	(31,093)	(86,178)	-63.9%
Beginning of period ⁶	224,907	253,904	-11.4%	241,559	294,357	-17.9%
End of period	210,466	208,179	1.1%	210,466	208,179	1.1%

Net operating cash generation dropped from R\$ 40.7 million in 2Q22 to R\$ 28.7 million in 2Q23, down 29.5%, mainly due to the increase in interest payments on financial debt and acquisitions, when comparing the periods.

ABOUT GRUPO SER EDUCACIONAL

Founded in 2003 and headquartered in Recife, Grupo Ser Educacional (B3 SEER3) is one of the largest private education groups in Brazil and the leader in the Northeast and North regions in terms of number of students enrolled. It offers undergraduate, graduate, vocational and digital learning courses in 26 states and the Federal District, with a consolidated base of approximately 329.3 thousand students. The Company operates under the following brands: UNINASSAU, UNINASSAU – Centro Universitário Maurício de Nassau, UNINABUCO - Centro Universitário Joaquim Nabuco, Faculdades UNINABUCO, Escolas Técnicas Joaquim Nabuco e Maurício de Nassau, UNIVERITAS/UNG, UNAMA – Universidade da Amazônia e Faculdade da Amazônia, UNIVERITAS – Centro Universitário Universus Veritas, Faculdades UNIVERITAS, UNINORTE – Centro Universitário do Norte, Centro Universitário de Ciências Biomédicas de Cacoal – UNIFACIMED, UNIJUAZEIRO - Centro Universitário de Juazeiro do Norte, Sociedade Educacional de Rondônia – UNESC, Centro Universitário São Francisco de Barreiras – UNIFASB, CDMV – Centro de Desenvolvimento da Medicina Veterinária, Centro Universitário da Lapa – UNIFAEL and Centro Universitário 7 de Setembro – UNI7.

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This release may contain forward-looking statements related to business prospects, estimates of operating and financial results and the growth prospects of Grupo Ser Educacional. These are merely projections, and as such, are solely based on the expectations of Management of Grupo Ser Educacional. Such forward-looking statements are substantially dependent on external factors, in addition to the risks presented in the disclosure documents filed by Grupo Ser Educacional and are therefore subject to change without prior notice.

ANNEXES - Income Statement

Income Statement - Accounting R\$ ('000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Gross Operating Revenue	1,031,858	916,777	12.6%	2,001,684	1,777,788	12.6%
Hybrid Teaching Monthly Tuition	890,076	742,423	19.9%	1,731,115	1,433,413	20.8%
Digital Learning Monthly Tuition	127,189	159,718	-20.4%	239,794	315,268	-23.9%
Others	14,593	14,636	-0.3%	30,775	29,107	5.7%
Deductions from Gross Revenue	(525,809)	(452,560)	16.2%	(1,071,088)	(933,361)	14.8%
Discounts and Scholarships	(417,659)	(361,219)	15.6%	(867,070)	(762,276)	13.7%
PROUNI	(89,499)	(73,869)	21.2%	(169,858)	(139,970)	21.4%
FGEDUC And FIES charges	(831)	(1,020)	-18.5%	(1,499)	(1,446)	3.7%
Taxes	(17,820)	(16,452)	8.3%	(32,661)	(29,669)	10.1%
Net Operating Revenue	506,049	464,217	9.0%	930,596	844,427	10.2%
Cash Cost of Services Rendered	(236,243)	(227,467)	3.9%	(454,516)	(414,707)	9.6%
Payroll and Charges	(129,375)	(118,932)	8.8%	(248,448)	(221,750)	12.0%
Rent	(4,813)	(8,744)	N.M.	(9,666)	(14,895)	-35.1%
Concessionaires (Electricity, Water and Telephone)	(11,611)	(10,939)	6.1%	(20,364)	(18,940)	7.5%
Third-Party Services	(38,017)	(40,676)	-6.5%	(68,029)	(65,319)	4.1%
Depreciation and Amortization	(52,427)	(48,176)	8.8%	(108,009)	(93,803)	15.1%
Gross Profit	269,806	236,750	14.0%	476,080	429,720	10.8%
<i>Gross Margin</i>	<i>53.3%</i>	<i>51.0%</i>	<i>2.3 p.p.</i>	<i>51.2%</i>	<i>50.9%</i>	<i>0.3 p.p.</i>
Operating Expenses/Revenue	(185,203)	(229,390)	-19.3%	(354,820)	(401,792)	-11.7%
General and Administrative Expenses	(179,480)	(158,944)	12.9%	(346,058)	(314,533)	10.0%
Payroll and Charges	(59,424)	(50,552)	17.6%	(117,055)	(101,433)	15.4%
Third-Party Services	(18,424)	(15,957)	15.5%	(37,301)	(33,534)	11.2%
Advertising	(36,740)	(43,121)	-14.8%	(77,101)	(81,090)	-4.9%
Materials	(3,746)	(4,295)	-12.8%	(7,729)	(8,549)	-9.6%
PDA	(42,696)	(27,463)	55.5%	(67,357)	(56,250)	19.7%
Others	(12,931)	(13,767)	-6.1%	(29,300)	(25,946)	12.9%
Depreciation and Amortization	(5,519)	(3,789)	45.7%	(10,215)	(7,731)	32.1%
Other Operating Expenses/Revenue	(5,723)	(4,646)	23.2%	(8,762)	(21,459)	-59.2%
Loss on impairment of assets	-	(65,800)	N.M.	-	(65,800)	N.M.
Operating Income	84,603	7,360	1049.5%	121,260	27,928	334.2%
<i>Operating Margin</i>	<i>16.7%</i>	<i>1.6%</i>	<i>15.1 p.p.</i>	<i>13.0%</i>	<i>3.3%</i>	<i>9.7 p.p.</i>
(+) Adjusted Depreciation and Amortization	57,946	51,965	11.5%	118,224	101,534	16.4%
EBITDA	142,549	59,325	140.3%	239,484	129,462	85.0%
<i>EBITDA Margin</i>	<i>28.2%</i>	<i>12.8%</i>	<i>15.4 p.p.</i>	<i>25.7%</i>	<i>15.3%</i>	<i>10.4 p.p.</i>
(+) Non-recurring costs and expenses	10,394	70,564	-85.3%	21,687	90,187	-76.0%
(+) Interest on tuition and agreements	6,105	4,132	47.7%	10,756	10,097	6.5%
(-) Minimum rent paid	(38,054)	(33,273)	14.4%	(78,338)	(63,287)	23.8%
Adjusted EBITDA	120,994	100,747	20.1%	193,588	166,459	16.3%
<i>Adjusted EBITDA Margin</i>	<i>23.9%</i>	<i>21.7%</i>	<i>2.2 p.p.</i>	<i>20.8%</i>	<i>19.7%</i>	<i>1.1 p.p.</i>
(-) Adjusted Depreciation and Amortization	(57,946)	(51,965)	11.5%	(118,224)	(101,534)	16.4%
Adjusted EBIT	63,048	48,782	29.2%	75,364	64,925	16.1%
<i>Adjusted EBIT Margin</i>	<i>12.5%</i>	<i>10.5%</i>	<i>2.0 p.p.</i>	<i>8.1%</i>	<i>7.7%</i>	<i>0.4 p.p.</i>
Financial Result	(54,445)	(44,399)	22.6%	(117,663)	(84,934)	38.5%
(+) Financial Revenue	20,461	25,036	-18.3%	33,300	73,357	-54.6%
Interest on Agreements and Others	6,105	4,132	47.7%	10,756	10,097	6.5%
Returns on Financial Investments	6,638	4,169	59.2%	12,001	8,544	40.5%
Active exchange variation	8,166	16,199	-49.6%	11,073	52,304	-78.8%
Others	(448)	536	N.M.	(530)	2,412	N.M.
(-) Financial Expenses	(74,906)	(69,435)	7.9%	(150,963)	(158,291)	-4.6%
Interest Expenses	(23,870)	(15,664)	52.4%	(46,224)	(29,364)	57.4%
Interest on Leasing	(20,488)	(17,477)	17.2%	(40,473)	(33,801)	19.7%
Discounts Granted	(11,833)	(5,779)	104.8%	(28,739)	(17,591)	63.4%
Interest on Acquisitions Payables	(2,257)	(5,495)	-58.9%	(5,334)	(9,354)	-43.0%
Interest and exchange rate variation on loans (SWAP)	(15,239)	(22,607)	-32.6%	(25,093)	(63,621)	-60.6%
Others	(1,219)	(2,413)	-49.5%	(5,100)	(4,560)	11.8%
Income Before Income Taxes	30,158	(37,039)	N.M.	3,597	(57,006)	N.M.
Income and Social Contribution Taxes	1,225	(2,054)	N.M.	(566)	(406)	39.4%
Current	488	(1,928)	N.M.	(1,239)	(5,498)	-77.5%
Deferred	737	(126)	N.M.	673	5,092	-86.8%
Consolidated Net Income (Loss)	31,383	(39,093)	N.M.	3,031	(57,412)	N.M.
<i>Net Margin</i>	<i>6.2%</i>	<i>-8.4%</i>	<i>N.M.</i>	<i>0.3%</i>	<i>-6.8%</i>	<i>N.M.</i>

Income Statement – Managerial

Income Statement - Adjusted R\$ ('000)	2Q23	2Q22	% Chg. 2Q23 x 2Q22	6M23	6M22	% Chg. 6M23 x 6M22
Gross Operating Revenue	1,031,858	916,777	12.6%	2,001,684	1,777,788	12.6%
Hybrid Teaching Monthly Tuition	890,076	742,423	19.9%	1,731,115	1,433,413	20.8%
Digital Learning Monthly Tuition	127,189	159,718	-20.4%	239,794	315,268	-23.9%
Others	14,593	14,636	-0.3%	30,775	29,107	5.7%
Deductions from Gross Revenue	(525,809)	(452,560)	16.2%	(1,071,088)	(933,361)	14.8%
Discounts and Scholarships	(417,659)	(361,219)	15.6%	(867,070)	(762,276)	13.7%
PROUNI	(89,499)	(73,869)	21.2%	(169,858)	(139,970)	21.4%
FGEDUC And FIES charges	(831)	(1,020)	-18.5%	(1,499)	(1,446)	3.7%
Taxes	(17,820)	(16,452)	8.3%	(32,661)	(29,669)	10.1%
Net Operating Revenue	506,049	464,217	9.0%	930,596	844,427	10.2%
Cash Cost of Services Rendered	(235,611)	(227,070)	3.8%	(450,557)	(412,562)	9.2%
Payroll and Charges	(128,743)	(118,535)	8.6%	(244,489)	(219,605)	11.3%
Rent	(4,813)	(8,744)	-45.0%	(9,666)	(14,895)	-35.1%
Concessionaires (Electricity, Water and Telephone)	(11,611)	(10,939)	6.1%	(20,364)	(18,940)	7.5%
Third-Party Services	(38,017)	(40,676)	-6.5%	(68,029)	(65,319)	4.1%
Depreciation and Amortization	(52,427)	(48,176)	8.8%	(108,009)	(93,803)	15.1%
Managerial Gross Profit	270,438	237,147	14.0%	480,039	431,865	11.2%
<i>Managerial Gross Margin</i>	<i>53.4%</i>	<i>51.1%</i>	<i>2.4 p.p.</i>	<i>51.6%</i>	<i>51.1%</i>	<i>0.4 p.p.</i>
Operating Expenses/Revenue	(175,441)	(159,223)	10.2%	(337,092)	(313,750)	7.4%
General and Administrative Expenses	(170,038)	(155,679)	9.2%	(329,109)	(306,180)	7.5%
Payroll and Charges	(55,864)	(49,356)	13.2%	(108,584)	(98,906)	9.8%
Third-Party Services	(14,970)	(13,939)	7.4%	(31,386)	(28,654)	9.5%
Advertising	(36,740)	(43,121)	-14.8%	(77,101)	(81,090)	-4.9%
Materials	(3,746)	(4,295)	-12.8%	(7,729)	(8,549)	-9.6%
PDA	(42,696)	(27,463)	55.5%	(67,357)	(56,250)	19.7%
Others	(10,504)	(13,716)	-23.4%	(26,737)	(24,999)	7.0%
Depreciation and Amortization	(5,519)	(3,789)	45.7%	(10,215)	(7,731)	32.1%
Other Operating Expenses/Revenue	(5,402)	(3,544)	52.4%	(7,983)	(7,570)	5.5%
Loss on impairment of assets	-	-	0.0%	-	-	0.0%
Managerial Operating Income	94,997	77,924	21.9%	142,947	118,115	21.0%
<i>Managerial Operating Margin</i>	<i>18.8%</i>	<i>16.8%</i>	<i>2.0 p.p.</i>	<i>15.4%</i>	<i>14.0%</i>	<i>1.4 p.p.</i>
(+) Depreciation and Amortization	57,946	51,965	11.5%	118,224	101,534	16.4%
(+) Interest on tuition and agreements	6,105	4,132	47.7%	10,756	10,097	6.5%
(-) Minimum rent paid	(38,054)	(33,273)	14.4%	(78,338)	(63,287)	23.8%
Adjusted EBITDA	120,994	100,747	20.1%	193,588	166,459	16.3%
<i>Adjusted EBITDA Margin</i>	<i>23.9%</i>	<i>21.7%</i>	<i>2.2 p.p.</i>	<i>20.8%</i>	<i>19.7%</i>	<i>1.1 p.p.</i>
(-) Depreciation and Amortization	(57,946)	(51,965)	11.5%	(118,224)	(101,534)	16.4%
Adjusted EBIT	63,048	48,782	29.2%	75,364	64,925	16.1%
<i>Adjusted EBIT Margin</i>	<i>12.5%</i>	<i>10.5%</i>	<i>2.0 p.p.</i>	<i>8.1%</i>	<i>7.7%</i>	<i>0.4 p.p.</i>
Financial Result	(54,445)	(44,399)	22.6%	(117,663)	(84,934)	38.5%
(+) Financial Revenue	20,461	25,036	-18.3%	33,300	73,357	-54.6%
Interest on Agreements and Others	6,105	4,132	47.7%	10,756	10,097	6.5%
Returns on Financial Investments	6,638	4,169	59.2%	12,001	8,544	40.5%
Active exchange variation	8,166	16,199	-49.6%	11,073	52,304	-78.8%
Others	(448)	536	N.M.	(530)	2,412	N.M.
(-) Financial Expenses	(74,906)	(69,435)	7.9%	(150,963)	(158,291)	-4.6%
Interest Expenses	(23,870)	(15,664)	52.4%	(46,224)	(29,364)	57.4%
Interest on Leasing	(20,488)	(17,477)	17.2%	(40,473)	(33,801)	19.7%
Discounts Granted	(11,833)	(5,779)	104.8%	(28,739)	(17,591)	63.4%
Interest on Aquisitions Payables	(2,257)	(5,495)	-58.9%	(5,334)	(9,354)	-43.0%
Interest and exchange rate variation on loans (SWAP)	(15,239)	(22,607)	-32.6%	(25,093)	(63,621)	-60.6%
Others	(1,219)	(2,413)	-49.5%	(5,100)	(4,560)	11.8%
Income Before Income Taxes	40,552	33,525	21.0%	25,284	33,181	-23.8%
Income and Social Contribution Taxes	2,019	(2,503)	N.M.	(949)	(1,518)	-37.5%
Current	1,282	(2,377)	N.M.	(1,622)	(6,610)	-75.5%
Deferred	737	(126)	N.M.	673	5,092	-86.8%
Adjusted Consolidated Net Income	42,571	31,021	37.2%	24,335	31,663	-23.1%
<i>Adjusted Net Margin</i>	<i>8.4%</i>	<i>6.7%</i>	<i>0.3 p.p.</i>	<i>2.6%</i>	<i>3.7%</i>	<i>-0.3 p.p.</i>

Balance Sheet

Balance Sheet - ASSETS (R\$ '000)	06/30/2023	12/31/2022	% Chg. Jun23 x Dec22
Total Assets	3,481,218	3,392,077	2.6%
Current Assets	792,364	752,637	5.3%
Cash and cash equivalents	149,331	180,764	-17.4%
Securities	60,565	60,251	0.5%
Restricted Cash	4,266	6,931	-38.5%
Accounts receivable	517,019	438,743	17.8%
Taxes recoverable	27,839	24,922	11.7%
Related parties	1,952	1,952	0.0%
Other assets	31,392	39,074	-19.7%
Non-Current Assets	2,688,854	2,639,440	1.9%
Long-Term Assets	300,574	354,598	-15.2%
Accounts receivable	10,838	73,332	-85.2%
Related parties	1,139	2,115	-46.1%
Other assets	25,478	21,998	15.8%
Indemnifications	115,282	115,282	0.0%
FG-FIES Guarantee Fund	57,941	52,028	11.4%
Other Accounts receivable	32,496	26,843	21.1%
Restricted Cash	57,400	63,000	-8.9%
Intangible assets	1,201,989	1,203,974	-0.2%
Right-of-Use Assets	714,358	593,228	20.4%
Property, plant and equipment	471,933	487,640	-3.2%
Balance Sheet - LIABILITIES (R\$ '000)	06/30/2023	12/31/2022	% Chg. Jun23 x Dec22
Total Liabilities	2,240,656	2,154,546	4.0%
Current Liabilities	593,010	552,227	7.4%
Suppliers	34,125	32,255	5.8%
Accounts payable	77,074	60,871	26.6%
Loans and financing	183,041	180,340	1.5%
Loans and financing	13,322	13,610	-2.1%
Debentures	10,713	11,208	-4.4%
Payroll and charges	140,387	113,861	23.3%
Taxes payable	23,909	30,105	-20.6%
Leasing	62,379	66,913	-6.8%
Other liabilities	48,060	43,064	11.6%
Non-Current Liabilities	1,647,646	1,602,319	2.8%
Loans and financing	335,290	375,280	-10.7%
Loans and financing	35,903	26,336	36.3%
Debentures	199,235	199,111	0.1%
Leasing	774,176	638,817	21.2%
Accounts payable	167,511	228,624	-26.7%
Taxes payable	2,560	2,790	-8.2%
Provision for contingencies	132,959	131,349	1.2%
Other liabilities	12	12	0.0%
Consolidated Shareholders' Equity	1,240,562	1,237,531	0.2%
Capital Realized	987,549	987,549	0.0%
Income Reserve	253,532	253,380	0.1%
Retained income	2,879	-	N.M.
Treasury shares	(3,398)	(3,398)	0.0%
Total Liabilities and Shareholders' Equity	3,481,218	3,392,077	2.6%

Cash Flow

Cash Flow Statement (R\$ '000)	06/30/2023	06/30/2022	% Chg. Jun23 x Jun22
Consolidated Net Income for the Period before IncomeTaxes	3,597	(57,006)	N.M.
Depreciation and amortization	118,224	101,534	16.4%
Provisions	471	(1,811)	N.M.
Adjustment present value of accounts receivable	4,081	1,327	207.5%
Adjustment present value of Payables	1,280	6,115	-79.1%
Provision for doubtful accounts	67,357	56,250	19.7%
Sale of Non-Current Assets	(76)	63,754	N.M.
Income from financial investments	(3,747)	(2,465)	52.0%
Interest and exchange variation, net	103,594	82,682	25.3%
Adjusted Net Income	294,781	250,380	17.7%
Changes in Assets and Liabilities	(72,445)	(90,638)	-20.1%
Accounts receivable	(85,207)	(90,866)	-6.2%
Taxes recoverable	(2,127)	2,819	N.M.
Other assets	(7,114)	(14,032)	-49.3%
Suppliers	(697)	(9,316)	-92.5%
Payroll and charges	24,066	21,594	11.4%
Taxes payable	(5,868)	2,270	N.M.
Other liabilities	4,502	(3,107)	N.M.
Cash generated from operations	222,336	159,742	39.2%
Other	(106,967)	(68,517)	56.1%
Interest on loans and debentures	(58,966)	(28,549)	106.5%
Interest on leases	(40,473)	(33,801)	19.7%
Interest on acquisition of subsidiaries	(5,454)	(3,101)	75.9%
Income and social contribution taxes paid	(2,074)	(3,066)	-32.4%
Net Cash from Operating Activities	115,369	91,225	26.5%
Net Cash from Investing Activities	(82,712)	(339,287)	-75.6%
Securities investments	(379,836)	(669,303)	-43.2%
Redemption of securities	383,243	632,586	-39.4%
Additions to property, plant and equipment	(22,009)	(29,026)	-24.2%
Additions to intangible assets	(16,754)	(13,651)	22.7%
Intangible assets arising from the merger	91	6,697	-98.6%
Acquisition of subsidiaries Payments	(47,447)	(266,590)	-82.2%
Net Cash from Financing Activities	(64,090)	122,702	N.M.
Loans and financing	-	231,000	-100.0%
Amortization of loans and financing	(27,202)	(77,391)	-64.9%
Amortization of leasing	(37,864)	(29,486)	28.4%
Related parties	976	977	-0.1%
Treasury Shares	-	(2,398)	-100.0%
Decrease in Cash and Cash Equivalents	(31,433)	(125,360)	-74.9%
Cash and Cash Equivalents at Beginning of Period	180,764	213,704	-15.4%
Cash and Cash Equivalents at End of Period	149,331	88,344	69.0%
Cash changes and Securities	(31,093)	(86,178)	-63.9%