

(A free translation of the original in Portuguese)

CSU Digital S.A.

Quarterly Information (ITR) at
March 31, 2023
and independent auditor's report

CSU Digital S.A.

Quarterly Information (ITR)

At March 31, 2023

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Quarterly Information (ITR) - 03/31/2023- CSU Digital S.A.

Company information/Capital

SHAREHOLDERS (Thousand)	# SHARES 03/31/2023
Paid-in Capital	
Ordinary	41,800
Preferenciais	0
Total	41,800
Treasury shares	
Ordinary	567
Preferenciais	0
Total	567

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Quarterly Information (ITR) - 03/31/2023- CSU Digital S.A.

Quarterly Information (ITR) /balance sheet - assets

(R\$ thousand)

1 – Code	2 – Description	Current quarter 03/31/2023	Prior year 12/31/2022
1	Total Assets	614,333	607,219
1.01	Current assets	174,752	182,482
1.01.01	Cash and Cash Equivalent	80,397	86,455
1.01.03	Trade receivable	72,935	76,312
1.01.03.01	Customers	72,935	76,312
1.01.04	Inventories	2,662	3,588
1.01.06	Securities	6,724	5,455
1.01.06.01	Current securities	6,724	5,455
1.01.06.01.01	Income tax and social contribution	5,627	5,159
1.01.06.01.02	Other taxes to offset	1,097	296
1.01.08	Other current assets	12,034	10,672
1.01.08.03	Others	12,034	10,672
1.02	Non-current assets	439,581	424,737
1.02.01	Long-term assets	12,761	13,065
1.02.01.07	Taxes recoverable	4,598	3,937
1.02.01.07.02	Taxes to offset	4,598	3,937
1.02.01.10	Other non-current assets	8,163	9,128
1.02.01.10.03	Judicial deposits	6,553	6,853
1.02.01.10.04	Others	1,610	2,275
1.02.02	Investments	31,097	31,097
1.02.02.01	Investment Properties	31,097	31,097
1.02.02.01.04	Other Investments	31,097	31,097
1.02.03	Fixed assets	100,893	91,894
1.02.03.01	Fixed assets in operation	14,286	15,262
1.02.03.01.01	Fixed assets in operation	14,286	15,262
1.02.03.02	Right of use leased assets	86,607	76,632
1.02.04	Intangibles	294,830	288,681
1.02.04.01	Intangibles	294,830	288,681
1.02.04.01.02	Computerized systems	268,935	262,786
1.02.04.01.03	Goodwill (indefinite lived asset)	25,895	25,895

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Quarterly Information (ITR) - 03/31/2023- CSU Digital S.A.

Quarterly Information (ITR) /balance sheet - liabilities and equity

(R\$ thousand)

1 – Code	2 - Description	Current quarter 03/31/2023	Prior year 12/31/2022
2	Total Liabilities	614,333	607,219
2.01	Current Liabilities	143,415	155,994
2.01.01	Social and Labor Obligations	51,568	49,289
2.01.01.01	Social obligations	6,566	8,411
2.01.01.02	Labor obligations	45,002	40,878
2.01.02	Suppliers	33,577	38,755
2.01.02.01	Domestic suppliers	33,577	38,755
2.01.03	Tax obligations	5,611	4,210
2.01.03.01	Federal Tax obligations	3,475	2,162
2.01.03.01.01	Income Tax and Social Contribution on Profit	1,074	0
2.01.03.01.03	Other federal taxes	2,401	2,162
2.01.03.02	State Tax obligations	3	9
2.01.03.03	Municipal Tax obligations	2,133	2,039
2.01.04	Loans and Financing	39,171	36,498
2.01.04.01	Loans and Financing	7,880	9,587
2.01.04.01.01	In Brazilian Reais	7,880	9,587
2.01.04.03	Lease liabilities	31,291	26,911
2.01.04.03.01	Leasing liabilities	31,291	26,911
2.01.05	Other obligations	13,488	27,242
2.01.05.02	Others	13,488	27,242
2.01.05.02.01	Dividends and Interest on Equity	5,561	19,191
2.01.05.02.04	Other obligations	7,927	8,051
2.02	Non-current liabilities	74,653	69,379
2.02.01	Loans and Financing	54,974	49,206
2.02.01.01	Loans and Financing	5,492	6,763
2.02.01.01.01	In Brazilian Reais	5,492	6,763
2.02.01.03	Lease liabilities	49,482	42,443
2.02.01.03.01	Leasing liabilities	49,482	42,443
2.02.02	Other obligations	205	299
2.02.02.02	Others	205	299
2.02.02.02.03	Taxes due	205	299
2.02.03	Deferred Taxes	9,155	9,478
2.02.03.01	Deferred Income Tax and Social Contribution	9,155	9,478
2.02.04	Provisions	10,319	10,396
2.02.04.01	Social security, labor and civil tax provisions	10,319	10,396
2.02.04.01.01	Tax provisions	5,059	4,552
2.02.04.01.02	Provisions for Social Security and Labor	2,678	3,601
2.02.04.01.04	Civil Provisions	2,582	2,243
2.03	Net equity	396,265	381,846
2.03.01	Paid-in Capital Stock	169,232	169,232
2.03.02	Capital reserves	2,620	2,402
2.03.02.04	Options Granted	2,620	2,402
2.03.04	Profit Reserves	224,413	210,212
2.03.04.01	Legal reserve	21,801	21,801
2.03.04.05	Profit Retention Reserve	205,676	191,475
2.03.04.09	Shares in Treasury	-3,064	-3,064
2.03.05	Retained earnings		

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Quarterly Information (ITR) - 03/31/2023- CSU Digital S.A.

Quarterly Information (ITR) /statement of income

(R\$ thousand unless otherwise stated)

1 - Code	2 – Description	Current year first quarter 1/1/2023 to 3/31/2023	Prior year first quarter 1/1/2022 to 3/31/2022
3.01	Revenue from the Sale of Goods and / or Services	132,842	131,579
3.02	Cost of Goods and / or Services Sold	-82,432	-86,370
3.03	Gross profit	50,410	45,209
3.04	Operating Expenses / Revenues	-22,975	-21,702
3.04.01	Selling Expenses	-2,238	-1,004
3.04.02	General and Administrative Expenses	-20,762	-20,726
3.04.04	Other Operating Income	698	262
3.04.05	Other Operating Expenses	-673	-234
3.04.05.01	Other Operating Expenses	-673	-234
3.05	Result Before Financial Result and Taxes	27,435	23,507
3.06	Financial result	-147	-1,963
3.06.01	Financial income	3,377	1,492
3.06.02	Financial expenses	-3,524	-3,455
3.07	Result Before Taxes on Profit	27,288	21,544
3.08	Income Tax and Social Contribution on Profit	-7,087	-6,087
3.08.01	Current	-7,410	-7,139
3.08.02	Deferred	323	1,052
3.09	Net Income from Continuing Operations	20,201	15,457
3.11	Profit / Loss for the Period	20,201	15,457

(A free translation of the original in Portuguese)

Quarterly Information (ITR) - 03/31/2023- CSU Digital S.A.

Quarterly Information (ITR) /statement of comprehensive income

(R\$ thousand)

1 - Code	2 – Description	Current year first quarter 1/1/2023 to 3/31/2023	Prior year first quarter 1/1/2022 to 3/31/2022
4.01	Profit / Loss for the period	20,201	15,457
4.02	Others Comprehensive Income for the period		
4.03	Comprehensive Income for the period	20,201	15,457

(A free translation of the original in Portuguese)

Quarterly Information (ITR) - 03/31/2023- CSU Digital S.A.

Quarterly Information (ITR) /statement of cash flows - indirect method

(R\$ thousand)

1 - Code	2 - Description	Current year first quarter 1/1/2023 to 3/31/2023	Prior year first quarter 1/1/2022 to 03/31/2022
6.01	Net Cash from Operating Activities	36,737	34,341
6.01.01	Cash generated from operations	40,684	34,202
6.01.01.01	Profit / Loss for the Period	20,201	15,457
6.01.01.02	Depreciation and amortization	16,099	15,698
6.01.01.03	Residual value of assets written off	190	0
6.01.01.04	Interest and indexation charges	3,266	3,627
6.01.01.05	Equity instrument for payment in shares	218	-121
6.01.01.06	Estimated losses on allowance for loan losses	111	-140
6.01.01.07	Provision for legal liabilities	922	733
6.01.01.08	Deferred Income Tax and Social Contribution	-323	-1,052
6.01.02	Changes in Assets and Liabilities	2,806	9,001
6.01.02.01	Trade receivables	3,266	-4,911
6.01.02.02	Inventories	926	359
6.01.02.03	Judicial deposits	300	597
6.01.02.04	Other Assets	-2,835	697
6.01.02.05	Suppliers	-5,178	549
6.01.02.06	Salaries and Social Charges	2,279	5,184
6.01.02.07	Contingencies	-1,243	-173
6.01.02.08	Other liabilities	5,291	6,699
6.01.03	Others	-6,753	-8,862
6.01.03.01	Interest Paid	-2,500	-2,167
6.01.03.02	Income Tax and Social Contribution Paid	-4,253	-6,695
6.02	Net Cash Used in Investing Activities	-12,491	-12,033
6.02.01	Acquisition of property, plant and equipment	-361	-635
6.02.02	Acquisition of intangible assets	-12,130	-11,398
6.02.04	Investments	0	0
6.03	Net Cash Used in Financing Activities	-30,304	-22,923
6.03.01	Loans	-2,968	-4,195
6.03.02	Amortization of Loans and Financing	-19,191	-12,045
6.03.04	Dividends and Interest on Equity Paid	-8,145	-6,683
6.03.05	Amortization of Lease Liabilities	-6,058	-615
6.05	Decrease in Cash and Cash Equivalents	86,455	83,292
6.05.01	Opening Balance of Cash and Cash Equivalents	80,397	82,677
6.05.02	Closing Balance of Cash and Cash Equivalents	36,737	34,341

(A free translation of the original in Portuguese)

Quarterly Information (ITR) - 03/31/2023- CSU Digital S.A.

Quarterly Information (ITR) /statement of changes in equity - 1/1/2023 to 03/31/2023(R\$ thousand)

1 - Code	2 – Description	Capital reserves, share options		Revenue reserves	Retained earnings	Other comprehensive income	Equity
		Paid-up capital	and treasury shares				
5.01	Opening Balances	169,232	2,402	196,644	0	13,568	381,846
5.03	Adjusted Opening Balances	169,232	2,402	196,644	0	13,568	381,846
5.04	Capital Transactions with Partners	0	218	0	-6,000	0	-5,782
5.04.03	Options Granted	0	218	0	0	0	218
5.04.05	Treasury shares action acquired	0	0	0	0	0	0
5.04.05	Treasury shares written off	0	0	0	0	0	0
5.04.06	Dividends	0	0	0	0	0	0
5.04.07	Interest on Equity	0	0	0	-6,000	0	-6,000
5.04.08	Dividends supplementing the 2021 mandatory dividend		0	0	-		0
5.05	Total Comprehensive Income	0	0	0	20,201	0	20,201
5.05.01	Profit / Loss for the Period		0	0	20,201	0	20,201
5.05.02	Others Comprehensive Income	0	0	0	0	0	0
5.05.02.01	Adjust financial statements	0	0	0	0	0	0
5.06	Profit allocation	0	0	14,201	-14,201	0	0
5.06.01	Retained profits	0	0	14,201	-14,201	0	0
5.06.04	Legal reserve	0	0	0	0	0	0
5.07	Final balance	169,232	2,620	210,845	0	13,568	396,265

Quarterly Information (ITR) /statement of changes in equity - 1/1/2022 to 03/31/2022 (R\$ thousand)

1 - Code	2 – Description	Capital reserves, share options		Revenue reserves	Retained earnings	Other comprehensive income	Equity
		Paid-up capital	and treasury shares				
5.01	Opening Balances	169,232	2,037	171,562	0	0	342,831
5.03	Adjusted Opening Balances	169,232	2,037	171,562	0	0	342,831
5.04	Capital Transactions with Partners	0	-197	76	-4,000	0	-4,121
5.04.03	Options Granted	0	-197	0	0	0	-197
5.04.05	Treasury shares action acquired	0	0	0	0	0	0
5.04.05	Treasury shares written off	0	0	76	0	0	76
5.04.06	Dividends	0	0	0	0	0	0
5.04.07	Interest on Equity	0	0	0	-4,000	0	-4,000
5.04.08	Dividends supplementing the 2021 mandatory dividend		0	0	-		0
5.05	Total Comprehensive Income	0	0	0	0	0	0
5.05.01	Profit / Loss for the Period		0	0	0	0	0
5.05.02	Others Comprehensive Income	0	0	0		0	0
5.05.02.01	Adjust financial statements	0	0	0	0	0	0
5.06	Profit allocation	0	0	0	15,457	0	15,457
5.06.01	Retained profits	0	0	0	15,457	0	15,457
5.06.04	Legal reserve	0	0	0	0	0	0
5.07	Final balance	169,232	1,840	171,638	11,457	0	354,167

(A free translation of the original in Portuguese)

Quarterly Information (ITR) - 03/31/2023- CSU Digital S.A.

Quarterly Information (ITR) /statement of value added

(R\$ thousand)

1 – Code	2 - Description	Current year first quarter 1/1/2023 to 3/31/2023	Prior year first quarter 1/1/2022 to 03/31/2022
7.01	Revenues	151,774	149,238
7.01.01	Sales of Goods, Products and Services	151,187	148,836
7.01.02	Other revenues	698	262
7.01.04	Estimated losses on allowance for loan losses	-111	140
7.02	Inputs Purchased from Third Parties	-21,315	-21,050
7.02.01	Costs Prods., Mercs. and Servs. Sold	-11,348	-11,741
7.02.02	Materials, Energy, Servs. Third Party and Others	-9,967	-9,309
7.03	Gross Value Added	130,459	128,188
7.04	Retentions	-16,099	-15,698
7.04.01	Depreciation and amortization	-16,099	-15,698
7.05	Net Added Value Produced	114,360	112,490
7.06	Added Value Received in Transfer	3,377	1,492
7.06.02	Financial income	3,377	1,492
7.07	Total Added Value to be Distributed	117,737	113,982
7.08	Added Value Distribution	117,737	113,982
7.08.01	Personnel	60,720	62,458
7.08.01.01	Direct Remuneration	48,579	50,500
7.08.01.02	Benefits	8,027	7,911
7.08.01.03	F.G.T.S.	4,114	4,047
7.08.02	Taxes, fees and contributions	29,014	28,379
7.08.02.01	Federal	25,435	25,273
7.08.02.02	State	12	16
7.08.02.03	Municipal	3,567	3,090
7.08.03	Remuneration of Third Party Capital	7,732	7,688
7.08.03.01	Fees	3,612	3,455
7.08.03.02	Rentals	4,120	4,233
7.08.04	Equity Remuneration	20,271	15,457
7.08.04.01	Dividends and Interest on Equity	6,000	4,000
7.08.04.03	Retained earnings	14,271	11,457



1Q23

Results

May 9, 2023



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Earnings call

The Company will present the results through video conference with simultaneous translation into English.

Date: Wednesday, May 10, 2023

PORTUGUESE AND ENGLISH

Time: 11:00 a.m. (BR) | 10:00 a.m. (NY)

Earnings Conference Call: [click here](#).

SÃO PAULO, MAY 9th, 2023

CSU Digital S.A. (B3:CSUD3) ("CSU" or "Company"), leader in the Brazilian market of cutting-edge technology solutions for payment methods, Banking as a Service (BaaS), digital experience, and customer loyalty and incentive, announces its results for the first quarter of 2023.

All information was prepared in accordance with accounting practices adopted in Brazil, observing the pronouncements, guidelines and interpretations of the Brazilian Accounting Pronouncements Committee (CPC) duly approved by the CVM, the IFRS standards issued by the IASB, and in compliance with the provisions of Law 6,404/76.

In June 2022, the Company announced the restructuring of its business units, which were renamed **CSU Pays** and **CSU DX**, replacing the former names CSU.CardSystem and CSU.Contact, respectively. Subsequently, in August 2022 the Shareholders Meeting approved the corporate name change to **CSU Digital S.A.**, and in the following month the Company's shares began trading on B3 – Bolsa, Brasil, Balcão under its new trading code (ticker) CSUD3. These changes represent key steps in repositioning our business, which results from a vast investment program that has been carried out in recent years.

Consequently, adjustments were made (please see Exhibit 4) to our grouping of results by business division, according to the aforementioned changes. Such adjustments seek to more appropriately reflect the nature of our service contracts from the perspective of end-to-end platform, thereby making it possible to compare the results achieved between the periods.

¹ ROCE: return on capital employed; ROE: return on equity; ROIC: return on invested capital.

Quarter highlights

Continued evolution of the digitalization agenda translated into profit expansion and cash generation at high levels

Net revenue: Reaches R\$ 132.8 million, expanding slightly by 1.0% from 1Q22.

- **CSU Pays revenue:** Accelerated growth of **13.8%** compared to 1Q22, increasing this segment's participation to **63% of total revenue** (from 56% in 1Q22);
- **CSU DX revenue:** Operation undergoing a deep transformation, becoming more digital and enjoying new growth possibilities.

Gains in efficiency: Expansion in the volume of contracted financial services, as well as in the agenda for digitalization and disciplined expense management, increase our results.

- **Gross contribution:** Growth of **11.3%** compared to 1Q22, reaching **R\$ 65.1 million** in 1Q23 with a 49.0% margin;
- **EBITDA:** This metric hit a new **record of R\$ 43.5 million (+11.0% vs. 1Q22)** amid productivity gains and our persistent financial diligence involving expenses control;
- **EBITDA margin:** Performance gains buoyed the indicator, which hit 32.8% in 1Q23 **(+3.0 p.p. vs. 1Q22), reaching an all-time high;**
- **Net income:** Sharp annual expansion of **30.7%**, reaching R\$ 20.2 million in 1Q23.

Profitability and capital structure: Our low leverage and recurring profitability allow additional investments with attractive shareholder return.

- **Select profitability indicators** ROCE¹, ROE e ROIC reached 24%, 21% and 19%, respectively;
- **Earnings distribution:** Payment of **R\$ 6.0 million** of interest on capital (IOC) in **1Q23**. Payment was made in **April 2023**.

Operational indicators: Intense commercial agenda and continuous evolution of operations.

- **2 new clients:** New contracts for Pays and DX services with Vilela Brasil and Listo Tecnologia in 1Q23;
- **Billed and registered cards:** We ended the quarter with **34.4 million** registered cards in our database **(+8.1% vs. 1Q22)**;
- **Number of transactions managed:** 240.5 million transactions in the last quarter **(+21.0% vs. 1Q22)**. In financial terms, R\$ 72.5 billion were processed **(+18.8% vs. 1Q22)** on our platforms in 1Q23;
- **Number of DX digitalized transactions:** **63%** of the total, adding to the **10%** via self service.

Message from Management

Despite the naturally weaker seasonality at the beginning of each fiscal year and a less favorable macro scenario, the Company saw consistent and solid results in the first three months of 2023 in line with the advances delivered sequentially for several years - with strong expansion in profitability indicators:

- EBITDA posted another record, reaching R\$ 43.5 million (+11.0% vs. 1Q22) on the heels of productivity gains and a strong discipline in expense management. As a result, EBITDA margin reached its highest-ever level of 32.8% (+3.0 p.p. vs. 1Q22);
- Net Income expanded substantially by 30.7% year-on-year, reaching R\$ 20.2 million in 1Q23;
- Operating Cash Generation reached a significant R\$ 36.7 million in 1Q23;
- and Consolidated Net Revenue expanded 1% compared to 1Q22, reaching R\$ 132.8 million, being well worth mentioning the strong growth of 13.8% in the CSU Pays business unit, increasing the share of this segment to 63% of total revenue.

The scale achieved and the existing synergy among the business units allow the continuous evolution of operating margins, placing CSU Digital as one of the best returns on invested capital in the market. We highlight metrics such as ROCE², ROE, ROIC, which have been performing from 19% to 24% per year.

This notable operational performance stems from continuous investment in the improvement and development of new solutions, which are increasingly digital and lead CSU Digital to the forefront of the Brazilian market for payment methods. Over the years, we have added new modalities to our portfolio such as digital and virtual cards in pre- and post-paid modes, digital wallets compatible with Samsung Pay, Google Pay and Apple Pay, wearable payment devices and contactless cards. We inserted service robots, incorporated algorithms and machine learning, improved fraud recognition and prevention technology, and expanded the use of digital service channels, among other initiatives that have allowed our units to reach new levels of growth and profitability, as evidenced previously.

With each passing day, the acceleration trend of our industry becomes even more noticeable as companies from diverse sectors bolster their financial services, in order to deepen existing relationships. This movement draws demand for service providers that can help speed the digitalization of their operations and processes, while removing possible friction from their sales, engagement, collection and payment ecosystems.

As a result, we are enjoying continuous growth in demand for our solutions from new customers. When reaching out to CSU Digital, these companies are looking for a partner offering a unique robustness in tech infrastructure and a proven execution track record.

That said, in the first quarter we acquired two new clients, Villela Brasil in the CSU Pays unit and Listo Tecnologia at CSU DX. After the end of the quarter, in April we signed with 60+ Bank for the complete suite of banking services.

Our business model will continue to evolve, drawing on the roll-out of technology solutions:

- We extended our payment product portfolio to include instant transfer solutions such as Pix cash and Pix on credit, and the processing of cryptocurrency transactions. At the same time we have implemented new authentication tools - such as biometric facial or fingerprint recognition - and are testing new transfer and purchase mechanics, such as payments via WhatsApp.
- We now have a banking core so that companies can expand their offer of financial services based on the complete or partial contracting of these products within the services modality, thanks to the modular structure of our systems architecture;

² ROCE: return on capital employed; ROE: return on equity; ROIC: return on invested capital.

- And we expanded the avenues of growth for DX by intensifying investments in cutting-edge technology solutions for process hyper-automation in the treatment and prevention of fraud, exchange and curation. These solutions bring important economies of scale for our customers and aim to further our relationship with them by entering higher value-added service layers.

Early this year we noticed a greater conservatism in the execution of business plans at companies in specific industries - notably retail, wholesale and retail banking, and crypto. We also noticed companies on a clear agenda of cost cuts, especially regarding customer service and back office. None of this prevented us from posting great results.

It is important to mention that the pace of economic expansion in Brazil and abroad slowed again at the end of 2022 and beginning of 2023, with persistently high inflation, rising interest rates, reduced demand especially for goods whose sales depend on financing, and specific industries facing stronger financial headwinds.

We believe that 2023 will present unique challenges, but the country's economy will progressively recover throughout the year. Important advances in this direction are noticeable: (i) in the major global economies, high uncertainty driven by geopolitical tensions, vulnerable lenders and more restrictive central banks are now being better managed; (ii) in Brazil, since the last quarter of 2022 indicators show that the disinflation process across the Brazilian economy has been consolidated, which could cause a drop in interest rates and favor the resumption of activity; (iii) in the credit market, lending volume is showing accommodation and the average rate on loans is beginning to fall, easing fears of a more structural impact; and (iv) turbulence in the crypto market begins to subside amid important advances in the regulatory agenda.

Always watchful to each of these movements, CSU Digital focused the first months on (i) the contract renewal agenda, successfully lengthening contracts with some major clients; (ii) the acceleration of investments in the process chain, in line with a rising demand from customers for solutions that help cut costs based on scale gains in operational processes; it also focused on (iii) the agenda for containment and rationalization of internal expenses, in order to maintain a structure balanced with the current scenario and to preserve profitability until the signs of recovery stressed above are consolidated.

Before closing, the Board of Directors approved the payment of R\$ 6.0 million as IOC related to 1Q23 results, which was paid on April 18, 2023 -- keeping a very attractive return for shareholders, while evidencing the Company's financial strength.

We thank everyone for the trust placed in the current Management and we will remain committed to further boosting the Company, always seeking the best rates of return.

Marcos Ribeiro Leite
Founder & CEO

Consolidated results Results Summary

Main indicators (R\$ thousand)	1Q23	1Q22	% Var. YoY	4Q22	% Var. QoQ
Net revenue	132,842	131,579	1.0%	138,479	-4.1%
Gross contribution	65,108	58,512	11.3%	67,822	-4.0%
<i>Contribution (%)</i>	49.0%	44.5%	4.5 p.p.	49.0%	0.0 p.p.
Gross profit	50,410	45,209	11.5%	54,329	-7.2%
<i>Gross margin</i>	37.9%	34.4%	3.5 p.p.	39.2%	-1.3 p.p.
EBITDA	43,534	39,205	11.0%	42,745	1.8%
<i>EBITDA margin</i>	32.8%	29.8%	3.0 p.p.	30.9%	1.9 p.p.
Net income	20,201	15,457	30.7%	21,978	-8.1%
<i>Net margin</i>	15.2%	11.7%	3.5 p.p.	15.9%	-0.7 p.p.

Net revenue: Reached R\$ 132.8 million in 1Q23 from R\$ 131.6 million in 1Q22 (+1.0% vs. 1Q22). We highlight the continuous and growing expansion of **CSU Pays**, our division encompassing payment methods, BaaS and Loyalty, adding 7 p.p. to its share of revenue, a trend expected to continue in the coming quarters (see performance by vertical in the upcoming sections).

Net revenue:

R\$ 132.8 MM +1.0%
1Q23 yoy

Gross contribution:

R\$ 65.1 MM +11.3%
Mg. 49.0% +4.5p.p.
1Q23 yoy

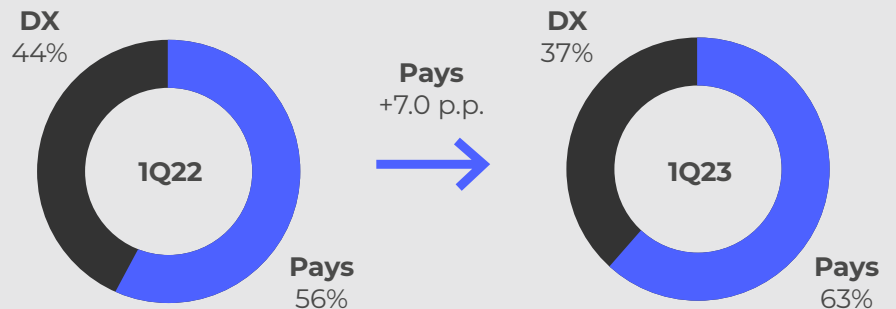
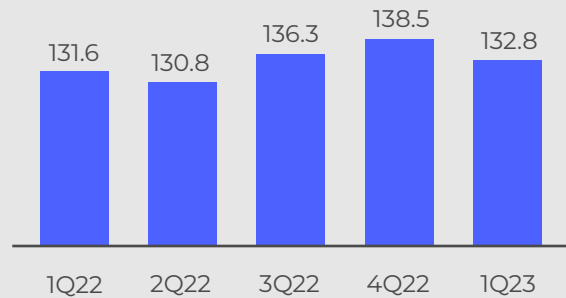
EBITDA:

R\$ 43.5 MM +11.0%
Mg. 32.8% +3.0p.p.
1Q23 yoy

Net income:

R\$ 20.2 MM +30.7%
Mg. 15.2% +3.5p.p.
1Q23 yoy

Net revenue (R\$ million)



Over the past years, the Company developed and executed a business model based on the Full Service concept. This model ensures the technology infrastructure and a wide range of financial services solutions. Meanwhile, we also provide the necessary support to sustain and operationalize these products on a daily basis, in order for our clients to offer a unique, complete experience to their users.

Thus, our way of operating allows a high degree of predictability of our revenues:

- Originally, the main revenue line at CSU Pays was associated with the processing and management of card transactions for issuers -- consequently with the number of cards available for billing, with different values for each type of processing;
- Similarly, we guarantee full capacity (infrastructure, people and technology) for the contracted DX services.

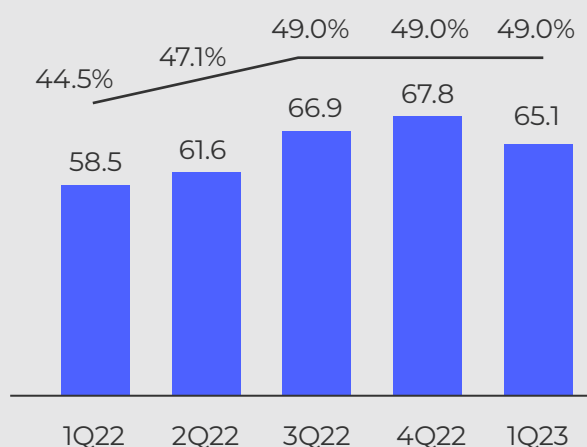
New modalities are beginning to gain relevance on this front with the launch of new solutions.

Costs (excluding depreciation and amortization): This line **decreased by approximately R\$ 5.4 million (-7.3%)**, closing 1Q23 at R\$ 67.7 million compared to R\$ 73.1 million in 1Q22. This change is the result of effective efficiency gains arising from the increased consumption of digital services by our customers, with a consequent reduction in personnel and operating materials.

Gross contribution³: Reached **R\$ 65.1 million in 1Q23** leading to a **49.0%** margin (as a function of revenue share), compared to R\$58.5 million and a 44.5% margin year on year, a significant **R\$ 6.6 million increase (+11.3%)**. Its share of revenue increased by 4.5 p.p.

This increase is due to the greater relevance of the CSU Pay business unit, which enjoys higher profitability, in addition to efficiency gains from the deep digitalization of products and processes in the past few years across all verticals.

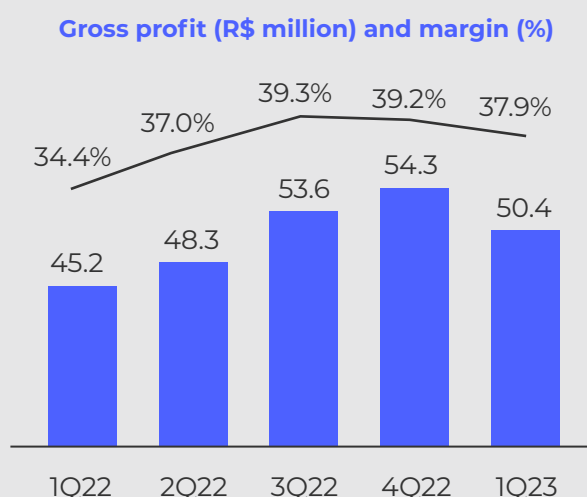
Gross contribution (R\$ million) and margin (%)



³ **Gross Contribution:** Non-accounting measure that considers net revenue minus costs, excluding depreciation and amortization inherent in said costs. See reconciliation in Exhibit 5.

Total costs, gross profit and gross margin: If we include depreciation and amortization related to costs, the total for this line increases to R\$ 82.4 million in 1Q23 and R\$ 86.4 million in 1Q22, leading to a **R\$ 4.0 million reduction** (-4.6% vs. 1Q22).

As a result, gross profit and gross margin reached **R\$ 50.4 million** and 37.9%, respectively, in 1Q23, compared to R\$ 45.2 million and 34.4% year on year. The **increase amounted to R\$ 5.2 million (+11.5%)**, prompting a 3.5 p.p. margin.

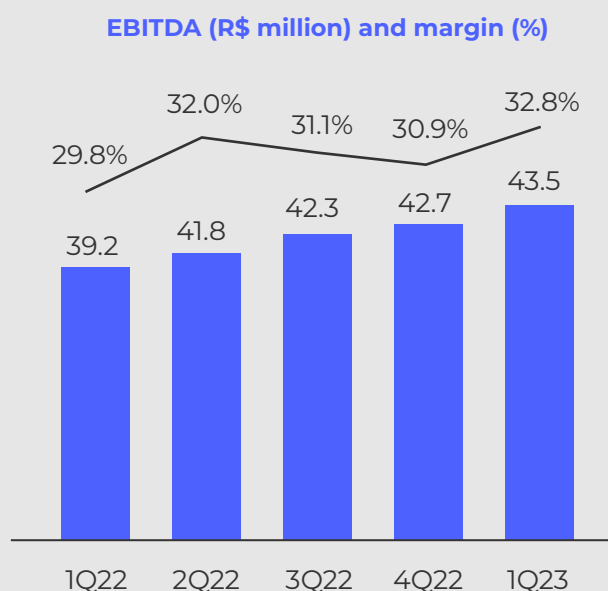


Selling, general and administrative expenses (SG&A): The Company's SG&A - including depreciation and amortization (D&A) - reached R\$ 23.0 million in 1Q23 against R\$ 21.7 million year on year, a R\$ 1.3 million increase (+5.8% vs. 1Q22). This change is basically explained by (i) higher commercial and marketing expenses linked to the publicizing of our **new portfolio and our new brand**, added to a greater **participation at in-person events** by approximately R\$ 1.2 million, (ii) higher expenses with payroll and payroll charges by R\$ 0.7 million due to the **strengthening of strategic teams** and to the annual collective payment agreement of the period. These increases were partially offset by a reduction of R\$ 1.0 million in D&A.

SG&A (R\$ thousand)	1Q23	1Q22	% Var. YoY	4Q22	% Var. QoQ
General and administrative	(19,361)	(18,331)	5.6%	(20,827)	-7.0%
Depreciation and amortization	(1,401)	(2,395)	-41.5%	(1,571)	-10.8%
Sales and marketing	(2,238)	(1,004)	122.9%	(4,122)	-45.7%
Total SG&A expenses	(23,000)	(21,730)	5.8%	(26,520)	-13.3%
<i>% of net revenue</i>	17.3%	16.5%	0.8 p.p.	19.2%	-1.9 p.p.

Other operating income (expenses): This line was in line with 1Q22, positive by approximately R\$ 25 thousand.

EBITDA⁴ and EBITDA margin: Reached a **nominal record level of R\$ 43.5 million and 32.8%**, respectively, compared to R\$ 39.2 million and 29.8% in the same quarter of 2022. **The increase equaled R\$ 4.3 million (+11.0% and +3.0 pp vs. 1Q22, respectively).** This evolution stems from the expansion of business volume and operational gains from our **efficiency plan**.



EBITDA reconciliation (R\$ thousand)	1Q23	1Q22	% Var. YoY	4Q22	% Var. QoQ
Net income	20,201	15,457	30.7%	21,978	-8.1%
(+) Income taxes	7,087	6,087	16.4%	5,634	25.8%
(+) Financial result	147	1,963	-92.5%	69	113.0%
(+) Depr. and amort.	16,099	15,698	2.6%	15,064	6.9%
EBITDA	43,534	39,205	11.0%	42,745	1.8%
<i>EBITDA margin</i>	<i>32.8%</i>	<i>29.8%</i>	<i>3.0 p.p.</i>	<i>30.9%</i>	<i>1.9 p.p.</i>

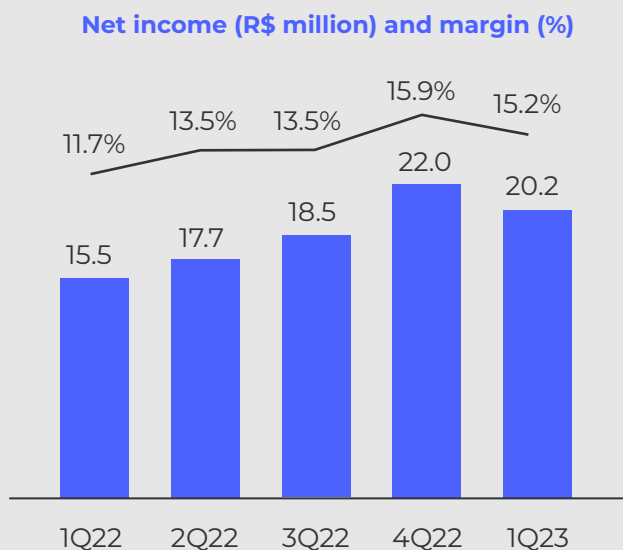
⁴ **EBITDA:** Prepared according to CVM Instruction 527/12, it is a non-accounting measurement consisting of net income for the period, plus taxes on income, financial expenses net of financial income, and depreciation and amortization.

Financial result: During the quarter, it totaled a net expense of R\$ 0.1 million against a net expense of R\$ 2.0 million in 1Q22, a positive evolution of R\$ 1.9 million basically explained by a heftier financial income in 1Q23 arising from an increased return on financial investments amid a higher CDI rate in the time period and the recognition of lower amounts of currency variation on final and unappealable judicial proceedings, with a positive effect in the result.

Earnings before income taxes (EBIT): Sharp expansion of **R\$ 5.7 million (+26.7%)** reaching R\$ 27.3 million in 1Q23, compared to R\$ 21.5 million in 1Q22.

Income tax and social contribution on net income (IR/CSLL): Totaled R\$ 7.1 million in 1Q23 against R\$ 6.1 million in 1Q22 (+16.4% vs. 1Q22). The **growth rate trailed that of EBIT** due to a higher payment of IOC, which is tax deductible, as well as to a heftier tax deferral in 1Q22, regarding to contingencies of the period.

Net income and net margin: Reached **R\$ 20.2 million** in 1Q23 from R\$ 15.5 million in 1Q22, a **significant increase of R\$ 4.7 million (+30.7% vs. 1Q22)**. Likewise, net margin in the quarter reached 15.2% against 11.7% in 2022 (**+3.5 p.p. vs. 1Q22**).



CAPEX⁵

Total capex: The Company's Capex reached R\$ 12.8 million in 1Q23 against R\$ 12.3 million in 1Q22, a R\$ 0.5 million increase (+3.8% vs. 1Q22). The higher investment in tangible and intangible assets this year is explained by the maintenance of projects that structure our BaaS solutions. Capex is also explained by the rollout of new solutions and functionalities for the payment processing environment, by greater sums dedicated to beefing up the robustness of our data and security infrastructure and by the development of new products in hyperautomation, at DX.

- **CSU Pays (90% of the total):** amounted to **R\$ 11.5 million** in 1Q23 against R\$ 11.4 million in 1Q22, presenting a slight change (+R\$ 0.1 million or +0.5% vs. 1Q22), explained by the continued pace of investments in the development of new solutions.
- **CSU DX (8% of the total):** amounted to **R\$ 1.0 million** in 1Q23 against R\$ 0,4 million year on year, increase of R\$ 0.6 million (+144.8%), explained by investments referring to new hyperautomation solutions for processes (Business Process Management - BPM).
- **Corporate (2% of the total):** equaled **R\$ 0.3 million** in 1Q23 compared to R\$ 0.5 million in 1Q22, reduction of R\$ 0.2 million (-41.5% vs. 1Q22).

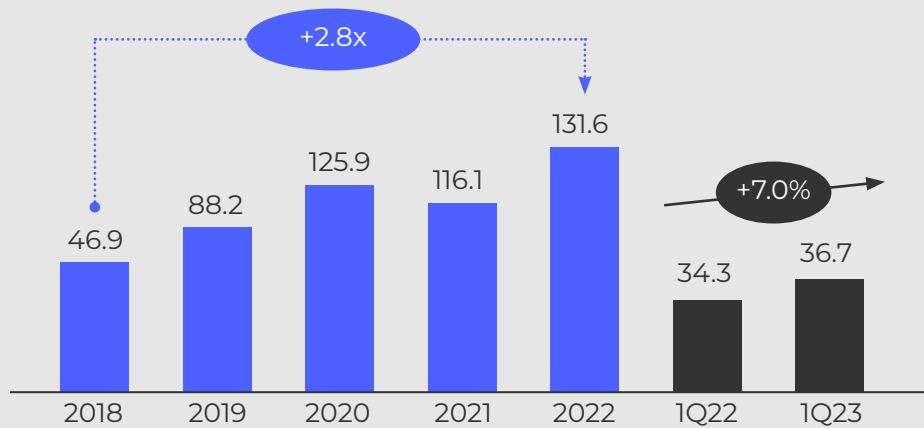
Investments (R\$ thousand)	1Q23	1Q22	% Var. YoY	4Q22	% Var. QoQ
CSU Pays	11,460	11,405	0.5%	18,559	-38.3%
CSU DX	1,033	422	144.8%	106	874.5%
Corporate	278	475	-41.5%	1,349	-79.4%
Capex	12,771	12,302	3.8%	20,014	-36.2%
% of net revenue	9.6%	9.3%	0.3 p.p.	14.5%	-4.9 p.p.

⁵CAPEX: Company investments reflect mostly investments in management technology platforms, both in terms of software and hardware, as well as improvements in general. This amount differs from the "Cash Used in Investing Activities" in the Cash Flow Statement due to leasing.

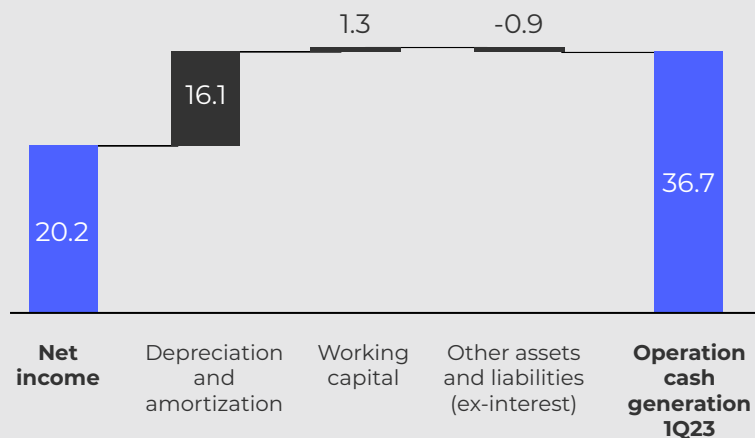
Operating cash generation

Cash generated by operating activities remained solid and **totaled R\$ 36.7 million** in 1Q23, R\$ 2.4 million higher than the R\$ 34.3 million in 1Q22 (+7.0%). We can cite the higher profit earned by the company, as previously outlined, as the main reason for this expansion. The Company has a long and consistent history of results and cash flow evolution. In the interval between 2018 and 2022, operating cash generation practically tripled and continues to expand in 2023, reflecting the continuous operating advances and, consequently, the higher profit earned by the company, as previously detailed.

Historical growth of operating cash generation (R\$ million)



Reconciliation of operating cash generation (R\$ million)



Capital structure⁶

Gross debt: At the end of the quarter, gross debt totaled R\$ 94.1 million compared to R\$ 106.7 million in the same period of the previous year, down by R\$ 12.6 million **(-11.8% vs. 1Q22)**. Regarding onerous debt (loans) we ended the quarter with a R\$ 13.4 million balance against R\$ 26.7 million in 1Q22, a **R\$ 13.3 million reduction (-50%)**, stemming from repayments and amortizations. Cash generation and the current cash balance allow the Company to fund its operations internally and to reduce debt.

Cash and cash equivalents: At the end of the quarter, cash and cash equivalents totaled R\$ 80.4 million, from R\$ 82.7 million in the same period of the previous year, a slight reduction of R\$ 2.3 million (-2.8% vs. 1Q22). That level considers a higher volume of repayments and amortizations that reduced leverage, as well as the proceeds paid in that period, totaling R\$ 38,4 million, as 2021 dividends and 2022 IOC.

Net debt: At the end of March, the Company had R\$ 13.7 million worth of net debt compared to R\$ 24.0 million of net debt in the same period of the previous year, thus posting a significant reduction of R\$ 10.3 million, as explained previously. Regarding onerous debt, we ended the quarter with a net cash position of R\$ 67.0 million, a R\$ 11.0 million expansion from R\$ 56.0 million in the previous year due to higher results during the past 12 months. There was a decrease in the balance for loans and financing, amid a greater volume of repayments and amortizations, and a higher payout in 2022, which increased to 50%.

Net debt/LTM EBITDA: Net debt to EBITDA in the last 12 months (12M) fell was 0.08x in 1Q23 from 0.16x in 1Q22, influenced by (i) the operational progress that led to an increase in EBITDA (denominator) and (ii) the aforementioned decrease in net debt. The Company understands that its **capital structure is adequate** vis-à-vis its current business and market dynamics, allowing it to move forward with investments in a relevant way, offer shareholder return and have room for greater financial leverage, if it deems necessary, to capture attractive opportunities and add assets.

Indebtedness (R\$ thousand)	1Q23	1Q22	% Var. YoY	4Q22	% Var. QoQ
Financing and debt loan	13,372	26,718	-50.0%	16,350	-18.2%
Short term	7,880	13,276	-40.6%	9,587	-17.8%
Long term	5,492	13,442	-59.1%	6,763	-18.8%
(-) Cash and equivalents	80,397	82,677	-2.8%	86,455	-7.0%
Net onerous debt (net cash)	(67,025)	(55,959)	19.8%	(70,105)	-4.4%
EBITDA LTM	170,413	154,856	10.0%	166,084	2.6%
Net onerous debt/EBITDA LTM (x)	(0.39)	(0.36)	(0.03)	(0.42)	0.03
Lease liabilities (IFRS 16)	80,773	80,004	1.0%	69,354	16.5%
Gross debt	94,145	106,722	-11.8%	85,704	9.8%
(-) Cash and equivalents	80,397	82,677	-2.8%	86,455	-7.0%
Net debt	13,748	24,045	-42.8%	(751)	-1930.6%
EBITDA LTM	170,413	154,856	10.0%	166,084	2.6%
Net debt/EBITDA LTM (x)	0.08	0.16	(0.07)	(0.00)	0.09

⁶ **Capital Structure:** Post-IFRS 16 Data. In addition, at the end of the quarter, the Company had no foreign-currency debt and did not use derivative instruments. Cash is invested in committed Bank Deposit Certificates (CDBs) issued by top-tier banks.

Performance by business unit

In June 2022, the Company announced the reformulation of its business units, which were renamed **CSU Pays** and **CSU DX**, replacing CSU.CardSystem and CSU.Contact, respectively. These changes aim to strengthen the Company's position as the main, most comprehensive provider of technological solutions for financial services, ensuring end-to-end support with a highly synergic portfolio, generating cross-selling and up-selling opportunities. Therefore, some adjustments were made in this report (see Exhibit 4) concerning our results breakdown by business division, in order to reflect more appropriately the nature of our service contracts. The results achieved in different time periods are now comparable in an enhanced fashion.

1. CSU Pays (Payment methods, loyalty and incentives, and baas)

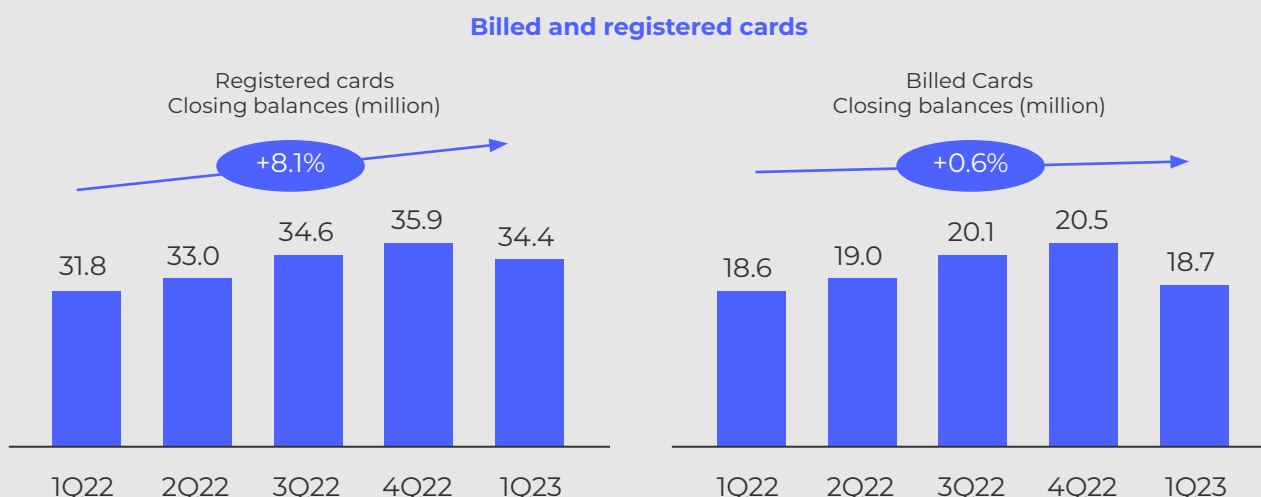
1.1 Operational performance

CSU Pays, our business division that encompasses cutting-edge solutions in Payment Methods, Loyalty and Incentives, and Banking as a Service (BaaS), grows its revenue at a very significant clip (**14% expansion from 1Q22 to 1Q23**). Our operations in this division become more relevant to revenue each day - a trend expected to continue. These operations represent **63% of the total** in 1Q23.

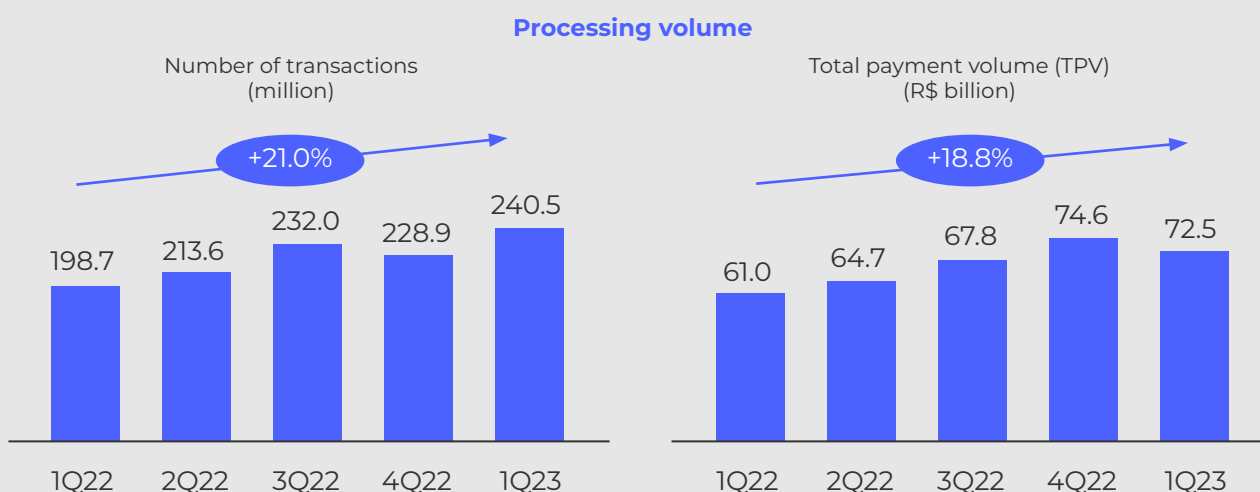
Innovative and trailblazing since its inception, the Company was formed in 1992 under the name CardSystem Ltda. as the first independent processor of electronic payment methods. It was also the first to work with the three major international brands simultaneously (Visa, Mastercard and American Express) in Brazil and the first to process payments for digital wallets in South America. It was effectively a game changer in the digital financial services ecosystem in Brazil by allowing banks and companies from different industries to enter a large credit market through the use of cards.

We have the **broadest portfolio on the market** for this type of payment including credit, debit and prepaid cards, whether physical, digital (mobile and wearables) or virtual – compatible with the major wallets (Samsung Pay, Google Play and Apple Play).

Below we highlight some of the metrics for our operations in this segment:



- **Card and account units registered:** We ended 1Q23 with a **record 34.4 million** accounts and cards registered in our bases, against 31.8 million in the previous year, an **increase of 2.6 million (+8.1% vs. 1Q22)**. Throughout 2022, we saw a clear trend of expansion for this base, following organic evolution of our clients' businesses (B2B), who see cards as an important driver of credit and billing (prepaid). Compared to 4Q22, there was a 1.5 million reduction of units and accounts in this last quarter. As mentioned in the Message from Management, there is an increased conservatism at some clients seen at the beginning of 2023 regarding market disturbances. This has led some companies to revise their policies for maintaining cards with little or no activity, shrinking the base during the contract renewal process, without changes to transacted volume.
- **Card and account units billed:** We ended 1Q23 with a record **18.7 million** accounts and cards billed in our bases, against 18.6 million in the previous year, an **increase of only 0.1 million (+0.6% vs. 1Q22)** as explained in the prior item.



- **Number of transactions processed:** The digital platforms at CSU recorded **240.5 million transactions** compared to 198.7 million year on year, a 41.8 million increase **(+21.0% vs. 1Q22)**. This is an important indicator to gauge the business trend of this subsegment, providing a thermometer for demand from the end consumers of our users – card issuers and acquiring customers. As one can note, this metric has risen incessantly, allowing us to maintain perennial growth in performance for this vertical, even amid volatility in the cards base.
- **Total payment volume (TPV):** The financial volume processed on our platforms totaled **R\$ 72.5 billion**, from R\$ 61.0 billion in 1Q23, an increase of R\$ 11.5 billion **(+18.8% vs. 1Q22)**. This is an interesting metric to measure the business trend at our clients. For now, it represents a small share of the unit's revenue.

The **loyalty's** platform subsegment is another key revenue driver at CSU Pays. We have one of the best solutions on the market to promote the design of loyalty and incentive programs. With these solutions, our customers are able to deepen the engagement of their own consumer base, effectively creating liaison rules and boosting the use of their products and services by offering benefits. These programs are intuitive and reward consumers for using and purchasing products and services from our clients (generally cards) by accruing points. The balance can be redeemed through a wide range of options for new products and services offered by **more than 100 partners** (>2,000 institutions) related to CSU or through cash back.

Either from card management and processing or from loyalty, much of this business unit's revenue is still tied to the number of users and cards available for billing, it is important to also note the number of transactions processed on our different platforms.

Over time, the Company has reinvented itself, adding fundamental solutions and skills to its platform, in order to be at the forefront of the markets where it operates. We announce the completion of the development and rollout of new products for payment methods, which include new modes such as Pix, Pix on Credit (installments) and cryptocurrencies. Our BaaS is operational, in soft launch, bringing new possibilities for our customers to monetize their user bases, in a true marketplace of financial services, which is poised to alter the modeling dynamics suggested in the prior paragraph.

These new business lines tend to buoy results over the coming quarters. In practice, these actions will allow the company to operate more broadly, beyond cards, thus expanding the size of our materially addressable market and preparing the company for the future of the universe of payments in Brazil and worldwide.

Net revenue:

R\$ 83.4 MM +13.8%
1Q23 yoy

Gross contribution:

R\$ 52.2 MM +15.9%
Mg. 62.6% +1.1p.p.
1Q23 yoy

EBITDA:

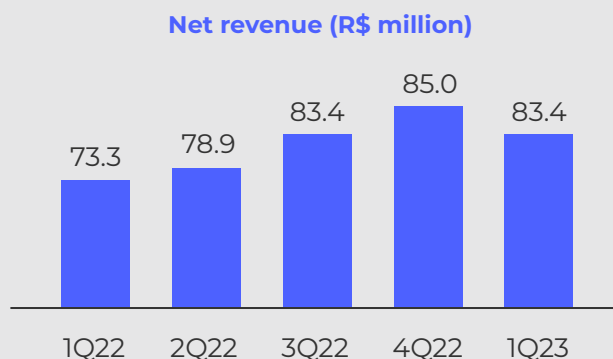
R\$ 39.4 MM +20.4%
Mg. 47.2% +2.5p.p.
1Q23 yoy

1.2 Financial performance

Net revenue: Reached R\$ 83.4 million against R\$ 73.3 million year-on-year, a R\$ 10.1 million increase **(+13.8% vs. 1Q22)**. As mentioned previously, much of this unit's revenue is still explained by the number of cards available for billing, alongside the number of transactions processed on our platforms.

CSU Digital is considered a pioneer, innovative provider of infratech for financial services. Based on our full service model, we offer 100% of the solutions for payment methods, from origination, processing and validation of transactions, management of multiple electronic payment methods, mechanisms for analysis and fraud prevention, all the operational back office for risk analysis, invoicing, collection and customer service, in addition to processing solutions for the acquiring customers. Our operation allows a high degree of revenue predictability, amid its recurring nature (Platform as a Service).

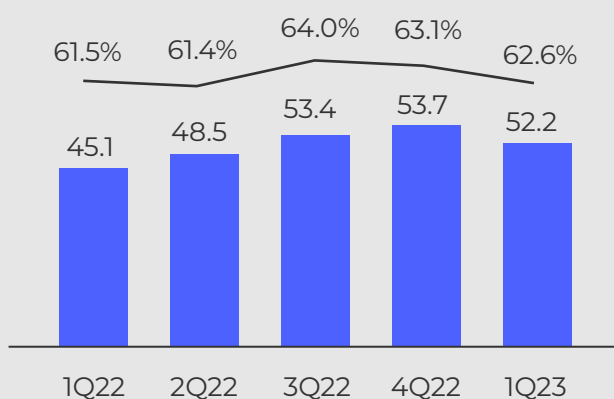
Another noteworthy indicator is that purely digital revenues⁴ linked to these services accounted for **93.3% of the total**, compared to 90.3% in 1Q22 (**+3.0 p.p. vs. 1Q22**). This migration allows us to further enhance the profitability of this business unit every quarter.



Costs (excluding depreciation and amortization): R\$ 31.2 million in 1Q23 compared to R\$ 28.2 million in 1Q22, **up by R\$ 3.0 million (+10.4% vs. 1Q22)** mainly explained by the variation in contracted service costs and equipment and software rental, in line with the expansion in our processing operation.

Gross contribution: As a result of the above, this metric reached a **record R\$ 52.2 million** in 1Q23 **with a 62.6% margin** against R\$ 45.1 million and a 61.5% margin in the same period of the previous year, a R\$ 7.1 million increase (+15.9% and +1.1 p.p. vs. 1Q22, respectively).

Gross contribution (R\$ million) and margin %

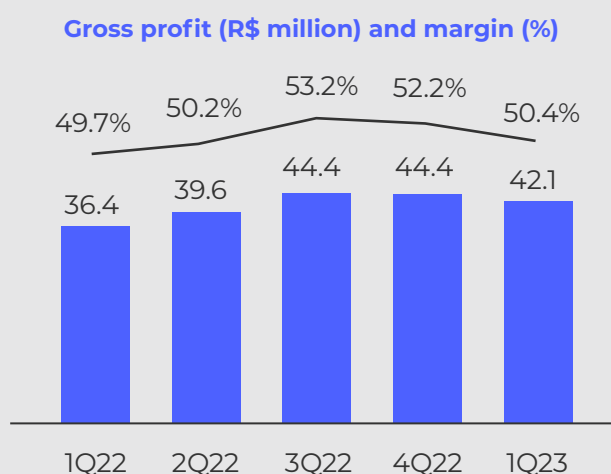


⁴ **Revenue from digital services:** All revenues of the CSU Pays unit, except those from the issuance and/or posting of cards, letters, and physical invoices.

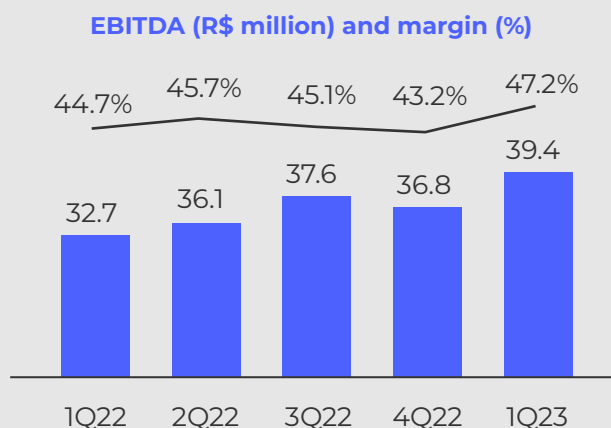
Total costs, gross profit and gross margin: Total costs, including depreciation and amortization, amount to R\$ 41.3 million in 1Q23 compared to R\$ 36.9 million in the same period of the previous year, a R\$ 4.4 million increase (+12.1% vs. 1Q22).

As a result, gross profit reached **R\$ 42.1 million** in 1Q23 **with a 50.4% margin** against R\$ 36.4 million and a margin of 49.7% in the same period of the previous year, up significantly by R\$ 5.7 million (+15.6% and +0.7 p.p. vs. 1Q22, respectively).

The continuous growth seen in this vertical prompts important margin and scale gains at CSU, due to its digital nature and numerous cross-selling and up-selling opportunities from the solid relationships with its partner base. This is an expanding market and the Company has initiatives underway to further its range of solutions. Gross profit recorded in this business division made up **83% of the Company's total** in 1Q23.



EBITDA and EBITDA margin: Reached **R\$ 39.4 million** against R\$ 32.7 million in the same period of the previous year, a **R\$ 6.7 million increase (+20.4% vs. 1Q22)**. EBITDA recorded in this business division accounted for 91% of the Company's total in 1Q23. EBITDA margin reached **47.2% in 1Q23 (+2.5 p.p. vs. 1Q22)**, reflecting the gains in efficiency and scalability of our business, as well as the strong financial discipline while managing expenses.



Main indicators (R\$ thousand)	1Q23	1Q22	% Var. YoY	4Q22	% Var. QoQ
Net revenue	83,410	73,294	13.8%	85,015	-1.9%
Digital	77,815	66,208	17.5%	78,101	-0.4%
Analog	5,309	7,086	-25.1%	6,914	-23.2%
Costs (ex-deprec./amort)	(31,189)	(28,244)	10.4%	(31,330)	-0.5%
Gross contribution	52,221	45,050	15.9%	53,685	-2.7%
Contribution (%)	62.6%	61.5%	1.1 p.p.	63.1%	-0.5 p.p.
(-) Depreciation/ amortization	(10,143)	(8,638)	17.4%	(9,279)	9.3%
Gross profit	42,078	36,412	15.6%	44,406	-5.2%
Gross margin	50.4%	49.7%	0.7 p.p.	52.2%	-1.8 p.p.
Expenses	(11,749)	(11,770)	-0.2%	(16,142)	-27.2%
Other operational revenues/expenses	(1,872)	(2,148)	-12.8%	(1,770)	5.8%
(+) Depr. and amort.	10,952	10,249	6.9%	10,259	6.8%
EBITDA	39,409	32,743	20.4%	36,753	7.2%
EBITDA margin	47.2%	44.7%	2.5 p.p.	43.2%	4.0 p.p.

2. CSU DX (Digital Experience)

2.1 Operational performance

CSU DX is our business division focused on the development of high technology Digital Experience operations. The addition of new devices and features such as robots, the massive use of data and recognition technologies, as well as the utilization of multiple digital channels have transformed our operations, which are no longer restricted to traditional Contact Center.

This reality is becoming more and more present, considering that clients demand an increasingly higher service volume with enhanced quality and lower cost. Our platforms managed approximately 3.6 million front office interactions in the last quarter, and the relevance of customer service through automated mechanisms and digital channels tops **63%** of the total. Additionally, **10%** of services are already carried out via self-service. As a result, the unit's gross margin is expanding (+1.8 p.p. vs. 1Q22) and stood near 17%, even amid a scenario of revenue pressure.

This business division is undergoing a new round of transformations, adding important competences to the handling and management of processes, integrating **hyperautomation** tools in fields such as fraud prevention, exchange, curation, to further support our clients in their quest to cut operational costs, as they expand their financial product offers.

This is significant for CSU Digital, as it creates new growth possibilities and ingrain our operation by furthering our activity in services with higher added value and greater technological complexity within the concept of Digital Tracking.

Net revenue:

R\$ 49.4 MM -15.2%
1Q23 yoy

Gross contribution:

R\$ 12.9 MM -4.3%
Mg. 26.1% +3.0p.p.
1Q23 yoy

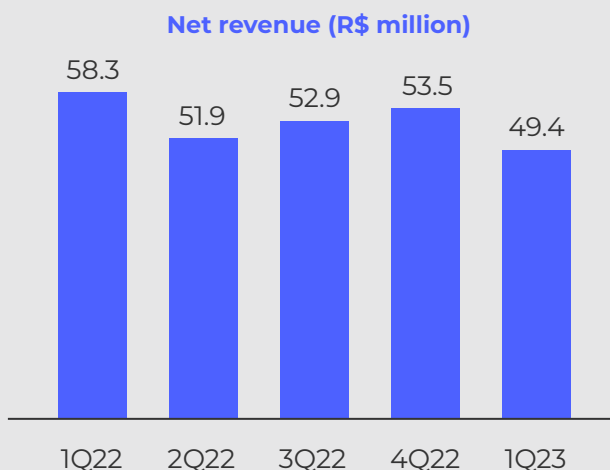
EBITDA

R\$ 4.1 MM -36.2%
Mg. 8.3% -2.8p.p.
1Q23 yoy

2.2 Financial performance

Net revenue: Reached R\$ 49.4 million in 1Q23 against R\$ 58.3 million in the same period of the previous year, a R\$ 8.9 million reduction (-15.2% vs. 1Q22). The Company has made its best efforts to maintain and win contracts featuring material, concrete **synergies with other business units. We have prioritized high-density and complex operations**, thus penetrating our clients' business and leading to a gradual increase in margins even amid lower revenue scenarios.

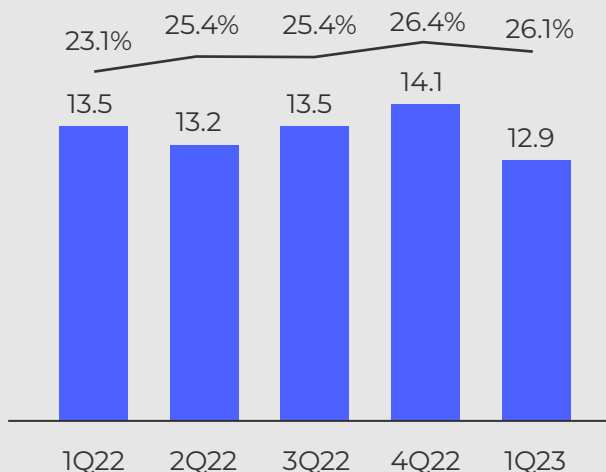
We affirm that we are boosting the growth avenues for DX, from the development of new process hyperautomation solutions for fraud treatment and prevention, exchange and curation, which will integrate our portfolio throughout 2023.



Costs (excluding depreciation and amortization): Totaled R\$ 36.5 million in 1Q23 against R\$ 44.8 million in the same period of the previous year, **a R\$ 8.3 million reduction (-18.5% vs. 1Q22)** following the gradual change in the operations model mentioned above, which led to the **termination of some contracts with inadequate profitability**. In addition, lower personnel costs arising from **efficiency gains in operations**, based on a greater use of self-service solutions and automated mechanisms.

Gross contribution: Reached R\$ 12.9 million with a 26.1% margin in 1Q23, against R\$ 13.5 million and a margin of 23.1% in the same period of the previous year. The **margin expansion** (+3.0 p.p. vs. 1Q22) reflects efforts to **digitalize** our operations and the greater relevance of our activities within our customers' businesses, creating a smoother experience with less friction and greater perceived value.

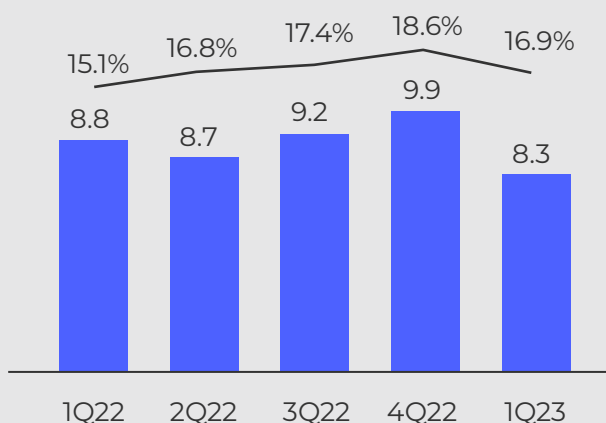
Gross contribution (R\$ million) and margin %



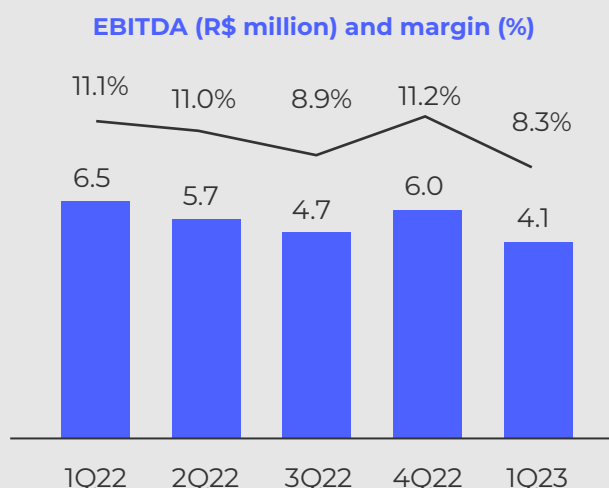
Total costs, gross profit and gross margin: Including depreciation and amortization, total costs amounted to R\$ 41.1 million in 1Q23 against R\$ 49.5 million in the same period of the previous year, down by R\$ 8.4 million (-16.9% vs. 1Q22), in line with a lower revenue volume.

Gross profit reached R\$ 8.3 million in 1Q23, a slight reduction of R\$ 0.5 million (-5.3%) in relation to 1Q22, and **margin rose to 16.9%** in 1Q23 against 15.1% in the same period of the previous year (+1.8% p.p.).

Gross profit (R\$ million) and margin (%)



EBITDA and EBITDA margin: Reached R\$ 4.1 million with a 8.3% margin against R\$ 6.5 million and an 11.1% margin in the same period of the prior year, a reduction of R\$ 2.3 million for EBITDA and -2.8 p.p. for margin, amid the temporary impact of a lower operating leverage, until new products are launched. EBITDA recorded in this business division **accounted for 9%** of the Company's total in **1Q23**.



Main indicators (R\$ thousand)	1Q23	1Q22	% Var. YoY	4Q22	% Var. QoQ
Net revenue	49,432	58,285	-15.2%	53,464	-7.5%
Costs (ex-deprec./amort)	(36,545)	(44,823)	-18.5%	(39,327)	-7.1%
Gross contribution	12,887	13,462	-4.3%	14,137	-8.8%
Contribution (%)	26.1%	23.1%	3.0 p.p.	26.4%	-0.3 p.p.
(-) Depreciation/ amortization	(4,555)	(4,665)	-2.4%	(4,214)	8.1%
Gross profit	8,332	8,797	-5.3%	9,923	-16.0%
Gross margin	16.9%	15.1%	1.8 p.p.	18.6%	-1.7 p.p.
Expenses	(9,107)	(7,631)	19.3%	(8,192)	11.2%
Other operational revenues/expenses	(247)	(153)	61.4%	(543)	-54.5%
(+) Depr. and amort.	5,147	5,449	-5.5%	4,805	7.1%
EBITDA	4,125	6,462	-36.2%	5,992	-31.2%
EBITDA margin	8.3%	11.1%	-2.8 p.p.	11.2%	-2.9 p.p.

Capital markets

CSU Digital S.A. (B3:CSUD3) shares have been traded on B3's Novo Mercado, the highest Corporate Governance level on the Brazilian stock market, since the May 2006 IPO.

In addition, the Company is a **member of three indexes on B3**: IGC-NM (Corporate Governance Index – New Market), IGC (Differentiated Corporate Governance Index) and ITAG (Differentiated Tag Along Stock Index).

Share capital: CSU Digital's share capital consists of 41.8 million common shares (ON). On 3.31.2023, 54.2% of the share capital was held by the Controlling Shareholder, 1.4% was held in Treasury, 0.1% was held by Managers and 44.3% were outstanding shares (free float, of which in September 2022 the acquisition of relevant interest by Real Investor Gestão de Recursos Ltda was announced, holding 5.25% at the time, and the updated position of 8.58%, according to public data made available by the [Consolidated Funds Consultation - CVM](#), with base date of Jan/2023).

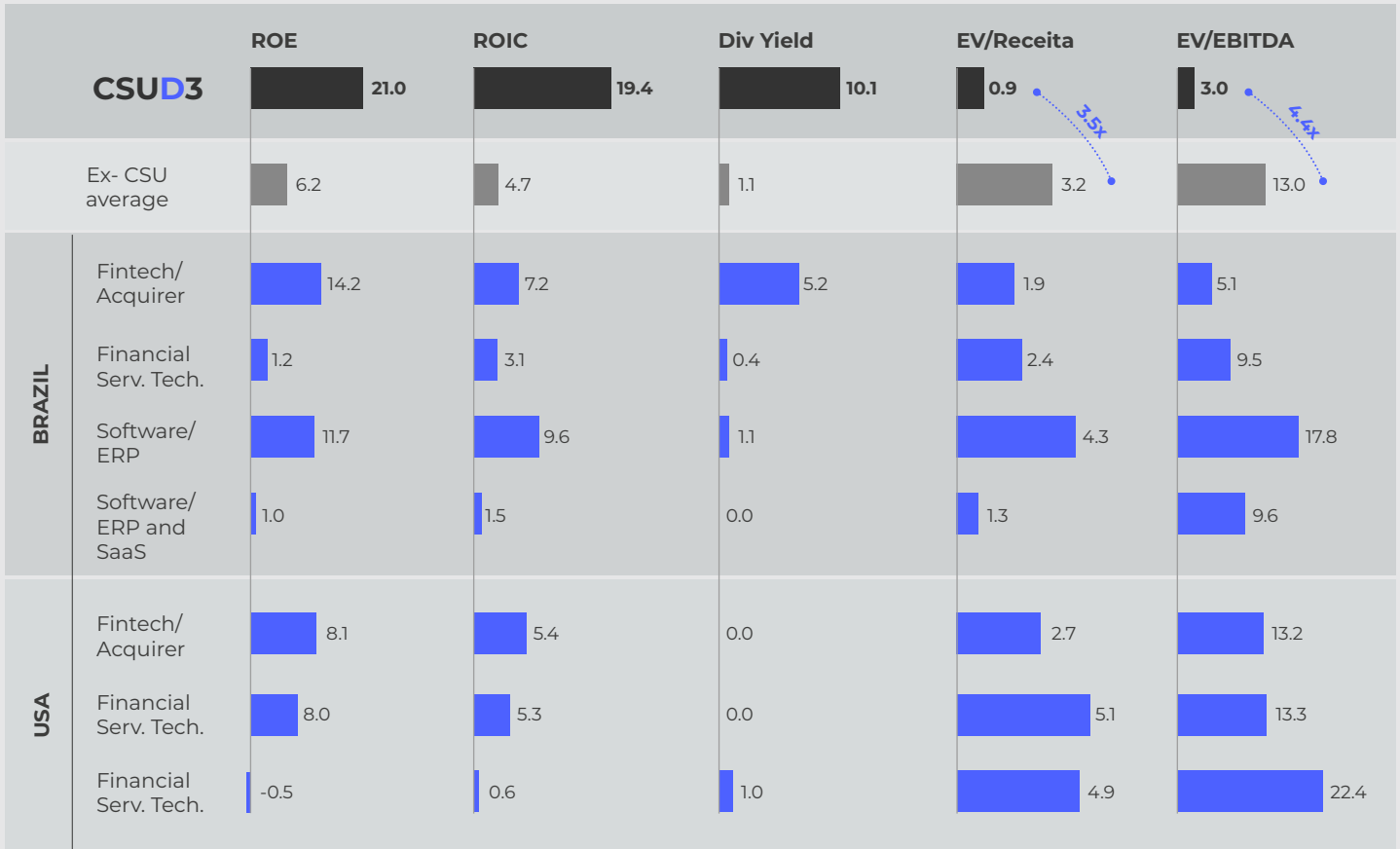
Market value: At the end of the quarter, CSUD3 shares were traded at R\$ 9.68, representing a market capitalization of R\$ 399.1 million (-20.7% vs. 4Q22) compared to R\$ 503.0 million in 4Q22, down by R\$ 103.9 million. The Small Cap index also dropped -8.0% in the period. It is worth noting that since the end of 1Q23 until 05/08/2023, the share price has grown +18.9%, while the Small Cap index has varied +5.2%.

Number of shareholders: At the end of the quarter, our shareholders numbered 18.6 thousand (-3.5% vs. 4Q22), against 19.3 thousand at the end of 4Q22, a 0.7 thousand reduction mainly due to a larger base of institutional investors with the subsequent reduction of individuals.

Average daily trading volume (ADTV): The average daily trading volume was R\$ 1.2 million in 1Q23 (-14.3% vs. 4Q22), against R\$ 1.4 million in 4Q22, down by R\$ 0.2 million.

Earnings distribution: Reflecting the managers' confidence in the upward evolution of results, in March 2023 the Company announced the payment of IOC in the gross amount of R\$ 6.0 million (R\$ 0.146 per share) referring to 1Q23 - to be assigned to the mandatory minimum dividend for the 2023 fiscal year, "ad referendum" of the 2024 Annual General Meeting - effectively paid from April 18, 2023.

CSU vs. peers indicators: When comparing some of the financial metrics⁸ between CSU Digital and other players in related segments, in Brazil and abroad, one notices that the Company has **returns well above average**, while still presenting **substantially lower pricing metrics (multiples)**, as displayed below. The Company shows an ROE of 21.0% (3.4x higher), a ROIC of 19.4% (4.2x higher), a dividend yield of 10.1% (9.3x higher). On the other hand, the comparable players, for the moment, exhibit EV/Revenue multiple of 3.2x (3.5x higher than CSU's) and EV/EBITDA of 12.1x (4.4x higher).



⁸ Reference date: March, 31, 2023; **ROE:** return on equity; **ROIC:** return on invested capital; **Dividend yield:** amount of dividends and distributions over market capitalization; **EV:** enterprise value. **EV/Revenues** and **EV/EBITDA** are widely used metrics in the market as asset pricing multiples.

Events calendar

Find below the next Company's corporate events:

Event	Date
1Q23 Video Conference	05/10/2023
Reference Form	05/30/2023
Report on the Brazilian Corporate Governance Code	07/28/2023
Quarterly Information (ITR) 2Q23	08/09/2023
2Q23 Video Conference	08/10/2023
Quarterly Information (ITR) 3Q23	11/08/2023
3Q23 Video Conference	11/09/2023

Exhibits

1. Income statement

Statement of income (R\$ thousand)	1Q23	1Q22	% Var. YoY	4Q22	% Var. QoQ
Gross revenue	151,186	148,836	1.6%	157,428	-4.0%
CSU Pays	97,164	85,206	14.0%	98,961	-1.8%
CSU DX	54,022	63,630	-15.1%	58,467	-7.6%
Deductions	(18,344)	(17,257)	6.3%	(18,949)	-3.2%
CSU Pays	(13,754)	(11,912)	15.5%	(13,946)	-1.4%
CSU DX	(4,590)	(5,345)	-14.1%	(5,003)	-8.3%
Net revenue	132,842	131,579	1.0%	138,479	-4.1%
Recurring	131,946	130,338	1.2%	136,855	-3.6%
% Recurring revenue	99.3%	99.1%	0.2 p.p.	98.8%	0.5 p.p.
CSU Pays	83,410	73,294	13.8%	85,015	-1.9%
Digital	77,815	66,208	17.5%	78,101	-0.4%
Analog	5,309	7,086	-25.1%	6,914	-23.2%
CSU DX	49,432	58,285	-15.2%	53,464	-7.5%
Costs (ex-depreciation and amortization)	(67,734)	(73,067)	-7.3%	(70,657)	-4.1%
CSU Pays	(31,189)	(28,244)	10.4%	(31,330)	-0.5%
Personnel	(20,069)	(17,706)	13.3%	(19,909)	0.8%
Materials	(3,350)	(3,088)	8.5%	(3,343)	0.2%
Mailings of letters and invoices	(1,480)	(3,301)	-55.2%	(2,883)	-48.7%
Communication	(473)	(597)	-20.8%	(459)	3.1%
Occupation	(1,231)	(1,339)	-8.1%	(1,084)	13.6%
Awards	(1,224)	(1,007)	21.5%	(1,010)	21.2%
Others	6,781	7,432	-8.8%	6,637	2.2%
CSU DX	(36,545)	(44,823)	-18.5%	(39,327)	-7.1%
Personnel	(30,490)	(37,416)	-18.5%	(32,592)	-6.4%
Communication	(547)	(908)	-39.8%	(663)	-17.5%
Occupation	(2,849)	(3,999)	-28.8%	(3,261)	-12.6%
Other	1,896	2,165	-12.4%	1,403	35.1%
Gross contribution	65,108	58,512	11.3%	67,822	-4.0%
CSU Pays	52,221	45,050	15.9%	53,685	-2.7%
CSU DX	12,887	13,462	-4.3%	14,137	-8.8%
Contribution (%)	49.0%	44.5%	4.5 p.p.	49.0%	0.0 p.p.
CSU Pays	62.6%	61.5%	1.1 p.p.	63.1%	-0.5 p.p.
CSU DX	26.1%	23.1%	3.0 p.p.	26.4%	-0.3 p.p.
Total Costs (add depreciation and amortization)	(82,432)	(86,370)	-4.6%	(84,150)	-2.0%
Gross profit	50,410	45,209	11.5%	54,329	-7.2%
CSU Pays	42,078	36,412	15.6%	44,406	-5.2%
CSU DX	8,332	8,797	-5.3%	9,923	-16.0%
Gross margin	37.9%	34.4%	3.5 p.p.	39.2%	-1.3 p.p.
CSU Pays	50.4%	49.7%	0.7 p.p.	52.2%	-1.8 p.p.
CSU DX	16.9%	15.1%	1.8 p.p.	18.6%	-1.7 p.p.
Expenses	(22,975)	(21,702)	5.9%	(26,648)	-13.8%
Selling, general & administrative (SG&A)	(23,000)	(21,730)	5.8%	(26,520)	-13.3%
Selling	(2,238)	(1,004)	122.9%	(4,122)	-45.7%
General and administrative	(19,361)	(18,331)	5.6%	(20,827)	-7.0%
Depreciation and amortization	(1,401)	(2,395)	-41.5%	(1,571)	-10.8%
% Net revenue (SG&A)	17.3%	16.5%	0.8 p.p.	19.2%	-1.9 p.p.
Other operational revenue/expenses	25	28	-10.7%	(128)	-119.5%
Other operational revenue	698	262	166.4%	114	512.3%
Other operational expenses	(673)	(234)	187.6%	(242)	178.1%
EBIT	27,435	23,507	16.7%	27,681	-0.9%
(+) Depreciation and amortization	16,099	15,698	2.6%	15,064	6.9%
EBITDA	43,534	39,205	11.0%	42,745	1.8%
CSU Pays	39,409	32,743	20.4%	36,753	7.2%
CSU DX	4,125	6,462	-36.2%	5,992	-31.2%
EBITDA margin	32.8%	29.8%	3.0 p.p.	30.9%	1.9 p.p.
CSU Pays	47.2%	44.7%	2.5 p.p.	43.2%	4.0 p.p.
CSU DX	8.3%	11.1%	-2.8 p.p.	11.2%	-2.9 p.p.
Financial result	(147)	(1,963)	-92.5%	(69)	113.0%
Financial revenue	3,377	1,492	126.3%	2,555	32.2%
Financial expenses	(3,524)	(3,455)	2.0%	(2,624)	34.3%
EBT	27,288	21,544	26.7%	27,612	-1.2%
Taxes	(7,087)	(6,087)	16.4%	(5,634)	25.8%
Current	(7,410)	(7,139)	3.8%	(7,127)	4.0%
Deferred	323	1,052	-69.3%	1,493	-78.4%
Net income	20,201	15,457	30.7%	21,978	-8.1%
Net margin	15.2%	11.7%	3.5 p.p.	15.9%	-0.7 p.p.

2. Statement of financial position

Balance sheet - Asset (R\$ thousand)					
Asset	03/31/2023	12/31/2022	03/31/2023 vs. 12/31/2022	03/31/2022	03/31/2023 vs. 03/31/2022
Total assets	614,333	607,219	1.2%	581,214	5.7%
Current assets	174,752	182,482	-4.2%	170,267	2.6%
Cash and cash equivalents	80,397	86,455	-7.0%	82,677	-2.8%
Accounts receivable from customers	72,935	76,312	-4.4%	72,653	0.4%
Inventories	2,662	3,588	-25.8%	2,612	1.9%
Tax recoverable	6,724	5,455	23.3%	3,681	82.7%
Other assets	12,034	10,672	12.8%	8,644	39.2%
Non-current assets	439,581	424,737	3.5%	410,947	7.0%
Long-term receivables	12,761	13,065	-2.3%	11,333	12.6%
Accounts receivable	-	-	n.a	-	n.a
Tax recoverable	4,598	3,937	16.8%	3,937	16.8%
Other assets	8,163	9,128	-10.6%	7,396	10.4%
Investments	31,097	31,097	0.0%	25,946	19.9%
Property, plant and equipment	14,286	15,262	-6.4%	17,157	-16.7%
Intangible assets	294,830	288,681	2.1%	267,378	10.3%
Computerized systems	268,935	262,786	2.3%	241,483	11.4%
Goodwill (indefinite useful life)	25,895	25,895	0.0%	25,895	0.0%
Right-of-use assets	86,607	76,632	13.0%	89,133	-2.8%

Balance sheet - Liability and equity (R\$ thousand)					
Liability & equity	03/31/2023	12/31/2022	03/31/2023 vs. 12/31/2022	03/31/2022	03/31/2023 vs. 03/31/2022
Liabilities + shareholder's equity	614,333	607,219	1.2%	581,214	5.7%
Current liabilities	143,415	155,994	-8.1%	141,086	1.7%
Social and labor obligations	51,568	49,289	4.6%	53,120	-2.9%
Social charges	6,566	8,411	-21.9%	6,917	-5.1%
Labor liabilities	45,002	40,878	10.1%	46,203	-2.6%
Trade payables	33,577	38,755	-13.4%	32,674	2.8%
Taxes to be collected	5,611	4,210	33.3%	5,424	3.4%
Federal taxes payable	3,475	2,162	60.7%	3,599	-3.4%
State taxes payable	3	9	-66.7%	7	-57.1%
Municipal taxes payable	2,133	2,039	4.6%	1,818	17.3%
Loans, financings and leasing liabilities	39,171	36,498	7.3%	40,568	-3.4%
Loans and financings	7,880	9,587	-17.8%	13,276	-40.6%
Lease liabilities	31,291	26,911	16.3%	27,292	14.7%
Other liabilities	13,488	27,242	-50.5%	9,300	45.0%
Non-current liabilities	74,653	69,379	7.6%	85,961	-13.2%
Loans, financings and leasing liabilities	54,974	49,206	11.7%	66,154	-16.9%
Loans and financings	5,492	6,763	-18.8%	13,442	-59.1%
Lease liabilities	49,482	42,443	16.6%	52,712	-6.1%
Others	205	299	-31.4%	903	n.a
Deferred income taxes and social contribution	9,155	9,478	-3.4%	9,116	0.4%
Legal liabilities	10,319	10,396	-0.7%	9,788	5.4%
Tax	5,059	4,552	11.1%	3,495	44.7%
Labor	2,678	3,601	-25.6%	4,666	-42.6%
Civil	2,582	2,243	15.1%	1,627	58.7%
Shareholders' equity	396,265	381,846	3.8%	354,167	11.9%
Share capital	169,232	169,232	0.0%	169,232	0.0%
Capital reserves	2,620	2,402	9.1%	1,840	42.4%
Profit reserves	224,413	210,212	6.8%	171,638	30.7%
Legal reserve	21,801	21,801	0.0%	18,122	20.3%
Retained profits reserve	205,676	191,475	7.4%	156,580	31.4%
Treasury shares	- 3,064	- 3,064	0.0%	- 3,064	0.0%
Retained earnings	-	-	n.a	11,457	n.a

3. Cash flow statement

Statement of cash flows (R\$ thousand)					
Description	1Q23	4Q22	1Q23 vs. 4Q22	1Q22	1Q23 vs. 1Q22
Cash from operating activities	36,737	26,094	40.8%	34,341	7.0%
Profit for the period	20,201	21,978	-8.1%	15,457	30.7%
Adjustments	20,483	17,899	14.4%	18,745	9.3%
Depreciation and amortization	16,099	15,064	6.9%	15,698	2.6%
Asset disposals gain/losses	190	521	-63.6%	-	n.a.
Share-based payments	218	149	46.3%	(121)	n.a.
Provision for impairment of trade receivables	111	55	101.8%	(140)	n.a.
Deferred income tax and social contribution	(323)	(1,493)	-78.4%	(1,052)	-69.3%
Provision for legal liabilities	922	709	30.0%	733	25.8%
Interest, indexation and exchange gain/losses on loans, legal liabilities and escrow deposits	3,266	2,894	12.9%	3,627	-9.9%
Changes in assets and liabilities	2,806	(5,606)	n.a.	9,001	-68.8%
Trade receivables from customers	3,266	(2,623)	n.a.	(4,911)	n.a.
Inventories	926	(789)	n.a.	359	157.9%
Escrow deposits	300	(304)	n.a.	597	-49.8%
Other assets	(2,835)	(2,377)	19.3%	697	n.a.
Trade payables	(5,178)	5,011	n.a.	549	n.a.
Social security and labor obligations	2,279	(6,678)	n.a.	5,184	-56.0%
Legal liabilities	(1,243)	(3,041)	-59.1%	(173)	618.3%
Other liabilities	5,291	5,195	1.9%	6,699	-21.0%
Other	(6,753)	(8,177)	-17.4%	(8,862)	-23.8%
Interest paid	(2,500)	(1,029)	142.9%	(2,167)	15.3%
Income tax and social contribution paid	(4,253)	(7,148)	-40.5%	(6,695)	-36.5%
Net cash used in investing activities	(12,491)	(14,432)	-13.4%	(12,033)	3.8%
Acquisition of property and equipment	(361)	(922)	-60.8%	(635)	-43.1%
Additions to intangible assets	(12,130)	(13,510)	-10.2%	(11,398)	6.4%
Investments	-	-	n.a.	-	n.a.
Net cash used in financing activities	(30,304)	(11,797)	156.9%	(22,923)	32.2%
Receipts from loans and financing	-	(34)	n.a.	-	n.a.
Amortization of loans and financing	(2,968)	(2,485)	19.4%	(4,195)	-29.2%
Amortization of lease liabilities	(8,145)	(7,324)	11.2%	(6,683)	21.9%
Dividends paid	(19,191)	(1,953)	882.6%	(12,045)	59.3%
Increase (decrease) in cash and cash equivalents	(6,058)	(134)	4433.2%	(615)	885.0%
Cash and cash equivalents at the beginning of the period	86,455	86,589	-0.2%	83,292	3.8%
Cash and cash equivalents at the end of the period	80,397	86,455	-7.0%	82,677	-2.8%

4. Reclassification of results by business unit

In order to show the adjustments made to our results by business division -- following the reformulation of the business units into CSU Pays and CSU DX -- below we provide a table featuring the quarterly results of each business and their reclassifications.

Reclassification (R\$ thousand)	1Q23	1Q22 Recl.	1Q22	4Q22
Net revenue	132,842	131,579	131,579	138,479
CSU Pays	83,410	73,294	65,074	85,015
CSU DX	49,432	58,285	66,505	53,464
Gross profit	50,410	45,209	45,209	54,329
CSU Pays	42,078	36,412	34,855	44,406
CSU DX	8,332	8,797	10,354	9,923
Gross margin	37.9%	34.4%	34.4%	39.2%
CSU Pays	50.4%	49.7%	53.6%	52.2%
CSU DX	16.9%	15.1%	15.6%	18.6%
EBITDA	43,534	39,205	39,205	42,745
CSU Pays	39,409	32,743	31,186	36,753
CSU DX	4,125	6,462	8,019	5,992
EBITDA margin	32.8%	29.8%	29.8%	30.9%
CSU Pays	47.2%	44.7%	47.9%	43.2%
CSU DX	8.3%	11.1%	12.1%	11.2%
Net income	20,201	15,457	15,457	21,978
Net margin	15.2%	11.7%	11.7%	15.9%

5. Gross contribution reconciliation

The table below shows the reconciliation of gross contribution, which is the result of net revenue from services excluding their costs, as well as depreciation and amortization inherent to them.

Gross contribution reconciliation (R\$ thousand)	1Q23	1Q22	% Var. YoY	4Q22	% Var. QoQ
Gross profit	50,410	45,209	11.5%	54,329	-7.2%
CSU Pays	42,078	36,412	15.6%	44,407	-5.2%
CSU DX	8,332	8,797	-5.3%	9,922	-16.0%
(+) Depr. and amort. (costs)	14,698	13,303	10.5%	13,493	8.9%
CSU Pays	10,143	8,638	17.4%	9,279	9.3%
CSU DX	4,555	4,665	-2.4%	4,214	8.1%
Gross contribution	65,108	58,512	11.3%	67,822	-4.0%
CSU Pays	52,221	45,050	15.9%	53,685	-2.7%
CSU DX	12,887	13,462	-4.3%	14,137	-8.8%
Contribution (%)	49.0%	44.5%	4.5 p.p.	49.0%	0.0 p.p.
CSU Pays	62.6%	61.5%	1.1 p.p.	63.1%	-0.5 p.p.
CSU DX	26.1%	23.1%	3.0 p.p.	26.4%	-0.3 p.p.

ALPHAVIEW | BARUERI

Rua Piauí, 136 Barueri
São Paulo | 06440-182

FARIA LIMA | SÃO PAULO

Av. Brigadeiro Faria Lima, 1306
São Paulo, SP | 01451-914

BELO HORIZONTE

Praça Hugo Werneck, 253
Belo Horizonte, MG | 30150-300

RECIFE

Av. Conde da Boa Vista, 150
Recife, PE | 50060-004

CSU Digital S.A.

**Interim Quarterly Financial
Statements,**

March 31, 2023 and March 31, 2022
with Independent Auditors' Report

CSU Digital S.A.

Balance sheet
On March 31
(In thousands of reais)

Assets	Note	3/31/2023	12/31/2022	Liabilities	Note	3/31/2023	12/31/2022
Current				Current			
Cash and cash equivalents	4	80,397	86,455	Trade payables		33,577	38,755
Accounts receivable from customers	5	72,935	76,312	Loans and financings	12	7,880	9,587
Inventories	6	2,662	3,588	Leasing debt	12	31,291	26,911
Tax receivable	14	6,724	5,455	Social and labor obligations	13	51,568	49,289
Other		12,034	10,672	Tax payables	14	5,611	4,210
		174,752	182,482	Dividends and interest on equity	19	5,561	19,191
				Other		7,927	8,051
						143,415	155,994
Non-current				Non-current			
				Loans and financings	12	5,492	6,763
Judicial Deposits	16	6,553	6,853	Leasing debt	12	49,482	42,443
Tax receivable	14	4,598	3,937	Legal Liabilities	16	10,319	10,396
Other		1,610	2,275	Tax payables	14	205	299
		12,761	13,065	Deferred income taxes and social contribution	15	9,155	9,478
						74,653	69,379
Investments	8	31,097	31,097	Shareholders' equity	18		
Property, plant and equipment	9	14,286	15,262	Share capital		169,232	169,232
Intangible assets	10	294,830	288,681	Capital Reserve		2,620	2,402
Right-of-use	11	86,607	76,632	Income reserve		227,477	213,276
		426,820	411,672	Treasury shares		(3,064)	(3,064)
						396,265	381,846
		439,581	424,737				
Total assets		614,333	607,219	Total liabilities and shareholders' equity		614,333	607,219

The Company's accompanying notes are an integral part of the financial statements.

CSU Digital S.A.

Statement of income
 Period ended March 31, 2023 and March 31, 2022
 (In thousands of reais, except information per share)

	Note	3/31/2023	3/31/2022
Net revenue from services	23	132,842	131,579
Cost of services	24	(82,432)	(86,370)
Gross profit		50,410	45,209
Operating expenses			
Selling	24	(2,238)	(1,004)
General and administrative	24	(20,762)	(20,726)
Other revenues, net		25	28
		(22,975)	(21,702)
Operating profit before financial result		27,435	23,507
Financial result			
Financial income	25	3,377	1,492
Financial expenses		(3,524)	(3,455)
		(147)	(1,963)
Earnings before income tax and social contribution		27,288	21,544
Income tax and social contribution			
Current	15.3	(7,410)	(7,139)
Deferred	15.3	323	1,052
		(7,087)	(6,087)
Net income for the year		20,201	15,457
Earnings per share - basic and diluted	26	0.4939	0.3779
Number of outstanding shares at the end of the fiscal year (in thousands)		40,899	40,899

The Company's accompanying notes are an integral part of the financial statements.

CSU Digital S.A.

Statement of comprehensive income
Period ended March 31, 2023 and March 31, 2022
(In thousands of reais)

	<u>3/31/2023</u>	<u>3/31/2022</u>
Net income for the year	20,201	15,457
Total comprehensive income	<u>20,201</u>	<u>15,457</u>

The Company's accompanying notes are an integral part of the financial statements.

CSU Digital S.A.

Statement of changes in equity

Period ended March 31

(In thousands of reais)

	Share capital	Capital reserve	Treasury shares	Profit reserves		Accumulated profit (loss)	Equity valuation adjustment	Total
				Retained profits	Legal reserve			
As of January 1, 2022	<u>169,232</u>	<u>2,037</u>	<u>(3,140)</u>	<u>146,414</u>	<u>18,122</u>	<u>-</u>	<u>10,166</u>	<u>342,831</u>
Net income for the year		-	-	-	-	<u>15,457</u>	-	<u>15,457</u>
Options granted recognized (Note 21)		(197)						(197)
Write-off of treasury shares using reserves			76					76
Interest on equity (1 ^o T per share R\$ 0.0972)						(4,000)		(4,000)
As of March 31, 2022	<u>169,232</u>	<u>1,840</u>	<u>(3,064)</u>	<u>146,414</u>	<u>18,122</u>	<u>11,457</u>	<u>10,166</u>	<u>354,167</u>
As of January 1, 2023	<u>169,232</u>	<u>2,402</u>	<u>(3,064)</u>	<u>177,907</u>	<u>21,801</u>	<u>-</u>	<u>13,568</u>	<u>381,846</u>
Net income for the year	-	-	-	-	-	<u>20,201</u>	-	<u>20,201</u>
Options granted recognized (Note 21)		169						169
Write-off of treasury shares using reserves			49					49
Interest on equity (1 ^o T per share R\$ 0,14551)						(6,000)		(6,000)
As of March 31, 2023	<u>169,232</u>	<u>2,571</u>	<u>(3,015)</u>	<u>177,907</u>	<u>21,801</u>	<u>14,201</u>	<u>13,568</u>	<u>396,265</u>

The Company's accompanying notes are an integral part of the financial statements.

**Notes to the financial statements
for the three-month period ended March 31, 2023.
In thousands of Brazilian reais, unless otherwise stated**

CSU Digital S.A.

Statement of value added
Period ended March 31, 2023 and March 31, 2022
(In thousands of reais)

	<u>Note</u>	<u>3/31/2023</u>	<u>3/31/2022</u>
Revenues			
Rendering of services	23	151,187	148,836
Other revenues	27	698	262
Estimated losses from doubtful accounts	5.3	(111)	140
		<u>151,774</u>	<u>149,238</u>
Inputs and services purchased from third parties			
Cost of services		(11,348)	(11,741)
Materials, energy, third-party services and others		(9,967)	(9,309)
		<u>(21,315)</u>	<u>(21,050)</u>
Gross value added		130,459	128,188
Depreciation and amortization	9,10 and 11	(16,099)	(15,698)
Net value added produced by the entity		114,360	112,490
Added value received in transfer			
Financial income	25	3,377	1,492
Total value added to be distributed		117,737	113,982
Value added distribution			
Personnel and charges		60,720	62,458
Direct compensation		48,579	50,500
Benefits		8,027	7,911
FGTS		4,114	4,047
Taxes, charges and contributions		29,014	28,379
Federal		25,435	25,273
State		12	16
Municipal		3,567	3,090
Remuneration on third-party capital		7,732	7,688
Interest		3,612	3,455
Rents		4,120	4,233
Remuneration on equity		20,271	15,457
Dividends and interest on equity		6,000	4,000
Retained profits		14,271	11,457
Value added distributed		117,737	113,982

The Company's accompanying notes are an integral part of the financial statements.

**Notes to the financial statements
for the three-month period ended March 31, 2023.
In thousands of Brazilian reais, unless otherwise stated**

CSU Digital S.A.

Statement of cash flows

Period ended March 31, 2023 and March 31, 2022

(In thousands of reais)

	Note	3/31/2023	3/31/2022
Cash flow from operating activities			
Net income for the year		20,201	15,457
Adjustments			
Depreciation and amortization	9, 10 and 11	16,099	15,698
Residual value of written-off assets	9, 10 and 11	190	-
Equity instrument for share-based payment	21	218	(121)
Estimated losses from doubtful accounts	5 e 5.3	111	(140)
Deferred income taxes and social contribution	15.1	(323)	(1,052)
Provision for contingencies	16.3	922	733
Interest, monetary and exchange variations on loans, leases and contingencies		3,266	3,627
		<u>20,483</u>	<u>18,745</u>
Changes in assets and liabilities			
Accounts receivable from customers	5 and 5.3	3,266	(4,911)
Inventories	6	926	359
Judicial Deposits	16.2	300	597
Other assets and taxes to offset		(2,835)	697
Trade payables		(5,178)	549
Social and labor obligations	13	2,279	5,184
Write-offs due to payment of contingencies	16.3	(1,243)	(173)
Other liabilities and taxes payable		5,291	6,699
		<u>2,806</u>	<u>9,001</u>
Cash generated by operating activities			
		43,490	43,203
Interest paid	12.2	(2,500)	(2,167)
Income tax and social contribution paid	15.3	(4,253)	(6,695)
Net cash from operating activities		36,737	34,341
Cash flow from investing activities			
Sale of property, plant and equipment	9 and 11	(361)	(635)
Acquisition of intangible assets	10	(12,130)	(11,398)
Cash used in investing activities		(12,491)	(12,033)
Cash flow from financing activities			
Amortization of loans and financing	12.2	(2,968)	(4,195)
Amortization of lease liabilities - right of use	12.2	(8,145)	(6,683)
Dividends paid and interest on equity		(19,191)	(12,045)
Net cash used in financing activities		(30,304)	(22,923)
Decrease in cash and cash equivalents		(6,058)	(615)
Cash and cash equivalents at the beginning of the year		86,455	83,292
Cash and cash equivalents at the end of the year		80,397	82,677

The Company's accompanying notes are an integral part of the financial statements.

CSU Digital S.A.

Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

1 General Information

The operations of CSU Digital S.A. ("CSU" or "Company") comprise the provision of credit card processing and multiple use services, management and operation of telemarketing and telesales (contact centers), telecharging and credit analysis, development and operational management relationship, loyalty and customer acquisition programs, provision of services to companies that operate in the accreditation of establishments to carry out electronic transactions, contemplating the implementation, operation and management of a network for capturing electronic transactions of means of payment, provision of information technology (IT) outsourcing services, developing credit card administration and issuance activities, developing payment account management solutions and activities and banking correspondent services to financial institutions.

The Company is a corporation headquartered in the city of Barueri, in the state of São Paulo, registered and shares traded on the B3 – Brasil, Bolsa, Balcão stock exchange. The ultimate controller is the CEO and founder of the Company, Marcos Ribeiro Leite, who directly holds 0.2% of the shares and 54.00% of the shares through Greenville Delaware LLC. Several other shareholders hold 44.3% of the shares and, in addition, the Company has 1.40% of shares in treasury.

The issuance of this quarterly information was authorized at a meeting of the Executive Board held on May 8, 2023.

2 Summary of significant accounting policies

2.1 Basis of preparation

The individual quarterly information - ITR presented here was prepared based on the policies, accounting practices and estimation calculation methods adopted and presented in detail in the financial statements for the year ended December 31, 2022 and approved on March 17, 2023 and must be read together. The quarterly information was prepared considering the accounting basis of operational continuity, the historical cost as a basis of value which, in the case of financial assets and liabilities, is adjusted to reflect the measurement of fair value and is presented in accordance with CPC 21 (R1) - Interim Statement, issued by the Accounting Pronouncements Committee ("CPC") and in accordance with the rules issued by the Brazilian Securities and Exchange Commission ("CVM"), applicable to the preparation of the Quarterly Information - ITR, which, in relation to the operations of the Company, are also in accordance with IAS 34 – Interim Financial Reporting issued by the International Accounting Standards Board ("IASB"), except for the presentation of the Value Added Statement ("DVA"), required by corporate law for the public companies, but as supplementary information to the IFRS standards that do not require this presentation. The quarterly information shows all the relevant information specific to the quarterly information, and only them, which are consistent with those used by management in its management.

2.2 New standards, interpretations, and amendments to standards

There were no new accounting standards adopted for the period ended March 31, 2023 affecting the quarterly information.

There are no other standards, changes to standards and/or interpretations not yet in force that the Company expects might have a material impact on its quarterly information.

CSU Digital S.A.

Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

3 Main accounting judgments and sources of uncertainty about estimates

In applying the Company's accounting policies, Management must exercise judgment and make estimates regarding the carrying amounts of assets and liabilities for which objective information is not easily obtained from other sources. Estimates and related assumptions are based on historical experience and other factors considered relevant. Actual results for these carrying amounts may differ from these estimates.

4 Cash and cash equivalents

	March 31, 2023	December 31, 2022
Demand deposits		
Banks – domestic currency	<u>3,718</u>	<u>4,192</u>
	<u>3,718</u>	<u>4,192</u>
Fixed-income securities – Bank Deposit Certificates (CDBs) on repurchase agreements (i)	<u>76,679</u>	<u>82,263</u>
	<u>76,679</u>	<u>82,263</u>
Cash and cash equivalents	<u><u>80,397</u></u>	<u><u>86,455</u></u>

(i) Financial investments refer to committed operations remunerated at the weighted average rate of 85% to 106.5% of the interbank deposit certificate rate on March 31, 2023 and December 31, 2022 (CDI).

5 Trade receivables

5.1 Breakdown.

	March 31, 2023	December 31, 2022
Current		
Accounts receivables – Billed	25,605	29,558
Accounts receivable – Unbilled	48,306	47,746
(-) Allowance from doubtful accounts	<u>(976)</u>	<u>(992)</u>
	<u><u>72,935</u></u>	<u><u>76,312</u></u>

CSU Digital S.A.

Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

	March 31, 2023	December 31, 2022
Non-current		
Accounts receivables – Billed	16,405	16,278
(-) Allowance from doubtful accounts	(16,405)	(16,278)
	<u>-</u>	<u>-</u>

5.2 Aging list

	March 31, 2023	December 31, 2022
Due in		
Up to one month	71,439	73,040
Overdue		
Up to one month	403	3,114
From one to two months	679	185
From two to three months	118	92
From three to four months	401	199
Overdue for more than one year	17,276	17,108
Estimated losses from doubtful accounts	(17,381)	(17,426)
	<u>1,496</u>	<u>3,272</u>
	<u>72,935</u>	<u>76,312</u>

5.3 Changes in allowance for doubtful accounts

	March 31, 2023	March 31, 2022
On January 1	(17,270)	(16,896)
Estimated losses from doubtful accounts	(111)	140
On March 31,	<u>(17,381)</u>	<u>(16,756)</u>
Current assets	(976)	(957)
Non-current assets	(16,405)	(15,799)

CSU Digital S.A.

Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

6 Inventory

	<u>March 31, 2023</u>	<u>December 31, 2022</u>
Cards	1,849	2,572
Additional materials	266	318
Others	<u>547</u>	<u>698</u>
	<u>2,662</u>	<u>3,588</u>

7. Related parties

- 7.1 Transactions with related parties for the CSU Institute are donations made, and recorded as an expense, for the maintenance of its professional training activities for the labor market, promoting their social inclusion through free computer courses.

<u>Company</u>	<u>Three -month period ended on</u>	
	<u>March 31, 2023</u>	<u>March 31, 2022</u>
Instituto CSU	21	124
	<u>21</u>	<u>124</u>

7.2 Management compensation

The annual global threshold value for remuneration for services provided by key Management personnel, which includes Board Members and statutory directors, was set for the 2023 fiscal year at R\$21,165 (December 31, 2022 - R\$15,695), approved at the Ordinary General Meeting of April 25, 2023.

	<u>Three -month period ended on</u>	
	<u>March 31, 2023</u>	<u>March 31, 2022</u>
Fees	1,980	1,636
Share-based payment	219	197
Bonuses and indirect benefits	<u>178</u>	<u>769</u>
	<u>2,377</u>	<u>2,602</u>

CSU Digital S.A.

**Notes to the financial statements
for the three-month period ended March 31, 2023.
In thousands of Brazilian reais, unless otherwise stated**

8 Investments

	Direct participation percentage	<u>March 31, 2023</u>	<u>December 31, 2022</u>
Fitbank Pagamentos Eletrônicos S.A.	4.00%	<u>31,097</u>	<u>31,097</u>
		<u>31,097</u>	<u>31,097</u>
Movement of investments:			
on January 1st		31,097	25,946
Fair value for other comprehensive income (i)		<u>-</u>	<u>5,151</u>
on January 1st		<u>31,097</u>	<u>31,097</u>

CSU Digital S.A.

Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

9. Property, Plant and Equipment (PP&E)

	Furniture and Fixtures	Facilities	Equipment	Vehicles	Leasehold improvements	Computers and peripherals	Total
January 1, 2022	1,978	1,217	6,522	1,376	5,116	2,293	18,502
Acquisition	143	26	79	-	115	272	635
Divestment	-	-	-	-	-	-	-
Depreciation	(96)	(32)	(438)	(78)	(1,037)	(299)	(1,980)
As of March 31, 2022	<u>2,025</u>	<u>1,211</u>	<u>6,163</u>	<u>1,298</u>	<u>4,194</u>	<u>2,266</u>	<u>17,157</u>
As of December 31, 2022							
Total cost	9,333	2,763	18,648	2,988	24,117	13,866	71,715
Accumulated depreciation	(7,494)	(1,659)	(12,474)	(1,926)	(21,513)	(11,387)	(56,453)
Accounting balance, net	<u>1,839</u>	<u>1,104</u>	<u>6,174</u>	<u>1,062</u>	<u>2,604</u>	<u>2,479</u>	<u>15,262</u>
January 1, 2023	1,839	1,104	6,174	1,062	2,604	2,479	15,262
Acquisition	37	3	260	-	-	61	361
Divestment	-	-	(1)	-	-	-	(1)
Depreciation	(98)	(31)	(392)	(78)	(448)	(289)	(1,336)
As of March 31, 2023	<u>1,778</u>	<u>1,076</u>	<u>6,041</u>	<u>984</u>	<u>2,156</u>	<u>2,251</u>	<u>14,286</u>
As of March 31, 2023							
Total cost	9,370	2,766	18,907	2,988	24,117	13,927	72,075
Accumulated depreciation	(7,592)	(1,690)	(12,866)	(2,004)	(21,961)	(11,676)	(57,789)
Accounting balance, net	<u>1,778</u>	<u>1,076</u>	<u>6,041</u>	<u>984</u>	<u>2,156</u>	<u>2,251</u>	<u>14,286</u>

Depreciation for the three-month period ended March 31, 2023, allocated to the cost of services provided, totals R\$663 (March 31, 2022 – R\$955), and operating expenses total R\$673 (March 31, 2022 – R\$ 1.025).

CSU Digital S.A.

Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

10 Intangible assets

	Defined useful life							Useful life indefinite	Total	
	Data processing systems	Customization systems	ERP System	Vision Plus Software	Assignment of right of use - software	Software Card 24	Others	Intangibles under development (i)		Goodwill
January 1, 2022	646	163,370	1,199	52,825	14,604	474	15	3,419	25,895	262,447
Acquisition		6,408	35	3,616	887			452		11,398
Amortization	(11)	(3,503)	(37)	(2,264)	(502)	(149)	(1)	-		(6,467)
As of March 31, 2022	635	166,275	1,197	54,177	14,989	325	14	3,871	25,895	267,378
As of December 31, 2022										
Total cost	10,020	318,492	3,087	149,683	100,245	4,142	3,081	7,975	36,845	633,570
Accumulated amortization	(9,418)	(137,522)	(2,003)	(90,306)	(87,480)	(4,142)	(3,068)		(10,950)	(344,889)
Accounting balance, net	602	180,970	1,084	59,377	12,765	-	13	7,975	25,895	288,681
January 1, 2023	602	180,970	1,084	59,377	12,765		13	7,975	25,895	288,681
Acquisition		7,070		4,079	8			973		12,130
Amortization	(11)	(3,068)	(38)	(2,129)	(734)		(1)			(5,981)
As of March 31, 2023	591	184,972	1,046	61,327	12,039	-	12	8,948	25,895	294,830
As of March 31, 2023										
Total cost	10,020	325,562	3,087	153,762	100,253	4,142	3,081	8,948	36,845	645,700
Accumulated amortization	(9,429)	(140,590)	(2,041)	(92,435)	(88,214)	(4,142)	(3,069)	-	(10,950)	(350,870)
Accounting balance, net	591	184,972	1,046	61,327	12,039	-	12	8,948	25,895	294,830

(i) Amortization in the nine-month period ended March 31, 2023, allocated to the cost of services rendered amounts to R\$5,757 (March 31, 2022 - R\$5,526), and operating expenses amounts to R\$224 (March 31, 2022 - R\$ 941).

CSU Digital S.A.

Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

11 Right-of-use assets

	January 1, 2022	Additions	Amortization	Remeasurement (i)	March 31, 2022
Of buildings	25,369	-	(3,596)	7,771	29,544
Lease of softwares	35,708	-	(2,371)	5,126	38,463
Equipment	14,881	165	(755)	-	14,291
Furniture and Fixtures	924	-	(56)	-	868
Improvements	2,028	-	(124)	-	1,904
Computers and peripherals	1,688	-	(196)	-	1,492
Other leases	2,620	104	(153)	-	2,571
	83,218	269	(7,251)	12,897	89,133

	January 1, 2023	Additions	Amortization	Write-off	Remeasurement (ii)	March 31, 2023
Of buildings	18,445	3,982	(7,210)	-	2,719	17,936
Lease of softwares	34,172	-	(169)	-	11,967	45,970
Equipment	17,016	-	(912)	-	-	16,104
Furniture and Fixtures	717	-	(44)	-	-	673
Improvements	1,584	-	(97)	-	-	1,487
Computers and peripherals	916	-	(187)	-	-	729
Other leases	3,782	278	(163)	(189)	-	3,708
	76,632	4,260	(8,782)	(189)	14,686	86,607

(i) Financial investments refer to committed operations remunerated at the weighted average rate of 85% to 106.5% of the interbank deposit certificate rate on March 31, 2023 and December 31, 2022 (CDI). (i) The increase in real estate rent refers to the change in the contract values of the Alphaville Unit and the variation in software rent is also due to the change in the contract values of the Basic Software of the IBM mainframe.

(ii) The increase in rental additions refers to the contract renewal at the Recife unit.

(iii) The increase in real estate rent refers to the change in the values of the Alphaville Unit contract, and in software rental refers to the renewal of software linked to Ca Programas (used in the Mainframe).

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Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

12 Loans, financing and Lease liabilities

	March 31, 2023	December 31, 2022
Current liabilities		
Loans and financing (i)	7,880	9,587
Lease liabilities (ii)	<u>31,291</u>	<u>26,911</u>
	<u>39,171</u>	<u>36,498</u>
Non-current liabilities		
Loans and financing (i)	5,492	6,763
Lease liabilities (ii)	<u>49,482</u>	<u>42,443</u>
	<u>54,974</u>	<u>49,206</u>
	<u>94,145</u>	<u>85,704</u>

(i) The operations are post-fixed and are indexed to the Interbank Deposit Certificate - CDI, with a spread of 1.80% to 4.12% per year (2022 – 1.80% to 4.12% per year).

(ii) The presented balance of R\$ 80,773 is composed of financial leasing (R\$ 15,812) and liability for leases of right of use (R\$ 64,961).

The maturity of loan and financing agreements signed until March 31, 2023 will occur until April 20, 2025.

For leasing agreements (financial and right of use) existing on March 31, 2023, estimated settlement is due by April 30, 2028.

The Company's lease agreements substantially have their payment flows indexed by inflationary indices and to safeguard the faithful representation and comply with CVM guidelines in its CVM Circular Letter No. 2/2019, liability balances without inflation are provided, which were effectively accounted for and the estimate of inflated balances.

The inflated flow was measured by the present value of expected lease payments until the end of each contract, incorporating the projected future inflation and discounted by the incremental financing rate, that is, the nominal interest rate. In the preparation of contractual future cash flows, incorporating expected inflation, rates based on the Focus bulletin of the Central Bank of Brazil were used until 2026.

The company used projected inflation rates of 5.5% for 2023, 3.8% for 2024 and 3.5% for the following years. Considering these rates, we would have the following impacts for the year ended March 31, 2023:

Cash flows	accounting value	With Projected Inflation
Right of use asset, net	60,318	67,214
Lease liability	76,966	83,861

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Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

Financial expenses	12,004	13,342
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12.1 Composition of current and non-current loans, financing and leasing liabilities, by maturity year:

<u>Maturity year</u>	<u>March 31, 2023</u>	<u>December 31, 2022</u>
2023	34,417	36,498
2024	23,765	15,660
2025	12,140	11,864
2026	10,910	10,094
2027	9,582	8,449
2028	3,331	3,139
	<u>94,145</u>	<u>85,704</u>

Loans and financing are guaranteed by promissory notes ranging between 100% and 120% of the contract value. The leasing contracts are guaranteed by promissory notes that vary between 100% and 120% of the value of the contracts or by the actual goods object of the contracts.

As of March 31, 2023, the obligations under the lease agreements have a payment term of up to 64 months and are recorded at their present value. Financial charges, which substantially refer to the CDI variation, are recorded in the income statement during the lease term.

For the financing agreement with Banco do Brasil, with a balance on March 31, 2023 in the amount of R\$10,457 (December 31, 2022 R\$11,718), the Company is subject to (i) maintenance of a net debt ratio divided by EBITDA (LAJIDA) each quarter, and on March 2023 and March 31, 2022, the Company was in compliance with these covenants.

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Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

12.2 Changes in loans, financings and lease liabilities:

	<u>Loans and Financing</u>	<u>Lease liabilities</u>
January 1, 2022	30,863	73,359
Funding	-	269
Interest Provisioned	997	1,382
Amortization	(4,195)	(6,683)
Interest payment	(947)	(1,220)
Remeasurement (i)	-	12,897
	<hr/>	<hr/>
As of March 31, 2022	<u>26,718</u>	<u>80,004</u>
January 1, 2023	16,350	69,354
Funding	-	4,557
Interest Provisioned	608	2,203
Amortization	(2,968)	(8,145)
Interest payment	(618)	(1,882)
Remeasurement (i)	-	14,686
	<hr/>	<hr/>
As of March 31, 2023	<u>13,372</u>	<u>80,773</u>

(i) refers to the adjustment of lease contract amounts according to agreed indexes and the variation in contracted volumes.

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Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

13 Social and labor obligations

The balances of social and labor obligations are as follows:

	<u>March 31, 2023</u>	<u>December 31, 2022</u>
Payroll payable	9,870	9,975
Payroll charges	5,149	5,840
Provision for vacation and charges	23,753	23,822
Provision for Christmas bonus	3,556	-
Provision for Management bonus	7,804	7,041
Others	<u>1,436</u>	<u>2,611</u>
	<u>51,568</u>	<u>49,289</u>

14 Taxes to be offset and paid

The balances of taxes and social contributions to be offset and payable are as follows:

	<u>To be offset</u>		<u>To be paid</u>	
	<u>March 31,2023</u>	<u>December 31, 2022</u>	<u>March 31,2023</u>	<u>December 31, 2022</u>
Current				
Income tax	3,744	3,404	875	-
Social contribution	<u>1,883</u>	<u>1,754</u>	<u>199</u>	<u>-</u>
	<u>5,627</u>	<u>5,158</u>	<u>1,074</u>	<u>-</u>
v				
Other taxes				
Income Tax PIS, COFINS and Social contribution on third-party services	-	-	542	771
PIS and COFINS	329	-	1,784	1,329
Tax on Services (ISS)	194	194	2,133	2,039
Others	<u>574</u>	<u>103</u>	<u>78</u>	<u>71</u>
	<u>1,097</u>	<u>297</u>	<u>4,537</u>	<u>4,210</u>
	<u>6,724</u>	<u>5,455</u>	<u>5,611</u>	<u>4,210</u>
Non-current				
ISSQN	-	-	205	299
Taxes to offset (i)	<u>4,598</u>	<u>3,937</u>	<u>-</u>	<u>-</u>
	<u>4,598</u>	<u>3,937</u>	<u>205</u>	<u>299</u>

(i) Refers to INSS tax credits on indemnities and FAP.

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15. Deferred income tax and social contribution

15.1 Balance breakdown and changes:

	March 31, 2023	December 31, 2022	Debited (credited) to profit (loss) for the year	
			March 31, 2023	March 31, 2022
Deferred tax credits				
Temporary differences				
Provisions for legal liabilities	5,200	5,226	(26)	2,157
Allowance for doubtful accounts	4,908	4,870	38	1,033
Other provisions	5,355	5,059	296	(1,018)
Stock option plan	1,198	1,193	5	(1,080)
Total deferred assets	<u>16,661</u>	<u>16,348</u>	<u>313</u>	<u>1,092</u>
Deferred tax credits				
Fair value – Investments	(6,988)	(6,988)	-	-
Goodwill amortization	(8,805)	(8,805)	-	-
Leases	(10,023)	(10,033)	10	(40)
Total deferred liabilities	<u>(25,816)</u>	<u>(25,826)</u>	<u>10</u>	<u>(40)</u>
Total deferred tax balance	<u>(9,155)</u>	<u>(9,478)</u>	<u>323</u>	<u>1,052</u>

15.2 Estimated period for the realization of deferred tax credits:

The Company's Management expects that the deferred tax credits on temporary differences, totaling R\$ 16,661, will be recoverable through the offset of taxable income over the next 6 (six) years, according to the schedule presented below:

<u>Year</u>	
2023	2,297
2024	3,077
2025	3,353
2026	4,305
2027	2,426
2028	1,203
	<u>16,661</u>

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**Notes to the financial statements
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Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

15.3 Reconciliation of current and deferred income tax and social contribution expense

	Three-month period ended on	
	March 31, 2023	March 31, 2022
Earnings before income tax and social contribution	<u>27,288</u>	<u>21,524</u>
Income tax and social contribution at statutory rates (25% and 9%, respectively)	(9,278)	(7,318)
Adjustment for calculation by the effective rate		
Non-deductible expenses (including donations)	(113)	(92)
10% Additional of the IRPJ base	6	6
Tax incentive - Worker's food program		(43)
Interest on equity	2,040	1,360
Permanent exclusions	259	
	<u> </u>	<u> </u>
Income tax and social contribution on profit or loss	<u>(7,087)</u>	<u>(6,087)</u>
Current (i)	(7,410)	(7,139)
Deferred	<u>323</u>	<u>1,052</u>
	<u>(7,087)</u>	<u>(6,087)</u>
Effective tax rate - %	<u>26.0%</u>	<u>28.3%</u>

(i) the amount of income tax and social contribution effectively paid in the three-month period ended March 31, 2023 corresponds to BRL 4,253 (BRL 6,695 as of March 31, 2022)

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Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

16 Liabilities and Escrow deposits

16.1 The Company's legal liabilities, with a likelihood of probable loss, are as follows:

	March 31, 2023	December 31, 2022
Tax claims	5,059	4,552
Labor claims	2,678	3,601
Civil claims	<u>2,582</u>	<u>2,243</u>
	<u><u>10,319</u></u>	<u><u>10,396</u></u>

16.2 The amounts presented below correspond to the balance of deposits in court, whether or not related to liabilities for provisioned lawsuits, classified in non-current assets:

	March 31, 2023	December 31, 2022
Labor	<u>6,553</u>	<u>6,853</u>

16.3 The changes in legal liabilities are as follows:

	Tax	Labor	Civil	Total
As of January 1, 2022	3,256	3,082	2,078	8,416
Additions	193	1,105	-	1,298
Payments/Settlements	-	(173)	-	(173)
Reversals	-	(52)	(513)	(565)
Monetary restatement	<u>46</u>	<u>704</u>	<u>62</u>	<u>812</u>
As of March 31, 2022	<u><u>3,495</u></u>	<u><u>4,666</u></u>	<u><u>1,627</u></u>	<u><u>9,788</u></u>
As of January 1, 2023	4,552	3,601	2,243	10,396
Additions	507	333	256	1,050
Payments/Settlements	-	(1,243)	-	(1,243)
Reversals	-	(128)	-	(128)
Monetary restatement	<u>-</u>	<u>115</u>	<u>83</u>	<u>244</u>
As of March 31, 2023	<u><u>5,059</u></u>	<u><u>2,678</u></u>	<u><u>2,582</u></u>	<u><u>10,319</u></u>

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Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

16.4 Possible lawsuits losses

The Company is a party to tax, civil and labor lawsuits involving risk of loss classified by Management as possible, based on the assessment of its legal counsel, for which no provisions have been recorded, composed and estimated as follows:

	March 31, 2023	December 31, 2022
Tax (i)	2,622	2,576
Labor (ii)	5,091	4,821
Civil complaints	215	320
	<u>7,928</u>	<u>7,717</u>

(i) Among the tax lawsuits, the lawsuit referring to non-payment of ISS withheld by third parties in Recife stands out. There were no relevant changes in the process during the period ended March 31, 2023.

(ii) Refers to the estimates of labor court losses that follow the methodology described in the Company's accounting policy, as per Note 2.19 of the financial statements for the three-month period ended March 31, 2023.

17 Commitments

In the regular course of business, the Company executed bank guarantee agreements, grouped and characterized as follows:

17.1 Bank guarantees:

Based on current agreements, bank guarantees with top-tier financial institutions are:

Type	March 31, 2023	December 31, 2022
Guaranteed bank sureties - Santander Service agreements (i)	<u>508</u>	<u>522</u>
	<u>508</u>	<u>522</u>

(i) Refers to a guarantee agreement with a commercial partner.

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18 Equity

18.1 Capital

On March 31, 2023 and December 31, 2022, the subscribed and fully paid-in capital was represented by 41,800,000 common shares with no par value.

18.2 Treasury shares

	Number of shares			Balance on treasury Shares	Value	Acquisition cost per share - in Reais		
	Authorized to be acquired	Acquired	Canceled			Closing	Minimum	Maximum
Balance on December 31, 2021				<u>661,012</u>		13.06	11.07	11.64
Share-Based Incentive and Retention Plan - shares delivered				(89,607)	(1,150)	11.01	12.51	14.77
Balance on December 31, 2022				<u>571,405</u>	<u>(1,150)</u>	12.20	10.95	11.49
Share-Based Incentive and Retention Plan - shares delivered				(4,333)	(49)	10.96	10.82	11.16
Balance on March 31, 2023				<u>567,072</u>	<u>(49)</u>	9.68	9.16	9.53

Based on the balance sheet on March 31, 2023, the limit value for holding shares in treasury amounts to R\$140,100 (2021 - R\$143,779).

On March 31, 2023, the market value of the shares held in treasury, calculated based on the last stock market quotation prior to the balance sheet date is R\$5,489 (December 31, 2022 - R\$6,971).

19 Dividends and interest on equity

Based on the operating and financial results up to December 2022, it was decided to credit Interest on Equity (JCP) for the 2022 fiscal year in the amount of R\$ 22,200 (net of taxes, the amount of R\$ 19,191), R\$ 0.53890 per share to be imputed to the mandatory dividend pursuant to article 37 of the Company's Bylaws, "ad referendum" of the Ordinary General Meeting. The payment of said interest on equity was made on January 14, 2023, based on the shareholding position on December 4, 2022, with the Company's shares being traded "ex-interest on equity" from the 7th of December 2022.

The Management proposal for the allocation of net income for the fiscal year 2022, was resolved at the Annual Shareholders' Meeting on April 25, 2023, is as follows:

Allocation of the net income for 2022

Legal reserve - 5%	3,679
Profit retention reserve	33,107
Mandatory minimum dividends - 25% (i)	17,473
Additional dividends - JCP (i)	4,727
Additional dividends - (i)	<u>14,586</u>
	<u>73,572</u>

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Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

(i) minimum mandatory dividend of 25% in the amount of R\$17,473 and the amount of supplementary dividends of R\$4,727 were paid via JCP in January 2023, totaling R\$22,200.

(ii) supplementary dividends resolved at the Annual Shareholders' Meeting on April 25, 2023.

The Company's Management, pursuant to the resolutions taken at the Board of Directors' meeting, decided on March 17, 2023 to distribute the total amount of R\$ 6,000 (0.14551 per share), in the form of Interest on Equity ("JCP") for the 2023 fiscal year. The payment was made on April 17, 2023 and will be attributed to the mandatory statutory dividends to be paid by the Company, related to the 2023 fiscal year, "ad referendum" of the Annual General Meeting.

	Interest on equity	Taxes	Net value
March	6,000	(439)	5,561
	6,000	(439)	5,561

20 Financial risk management

20.1 Financial instruments by category

The Company's main financial instruments (assets and liabilities) as of March 31, 2023 and December 31, 2022 are as follows:

Financial assets: Cash and cash equivalents, trade receivable, and other assets are measured at amortized cost. Investments are measured at fair value through other comprehensive income. Investments are level-3 fair-value financial instruments and the criteria used to measure this instrument are shown in Note 8.

Financial liabilities: Suppliers, loans and financing, lease liabilities, dividends, related parties and other liabilities are measured at amortized cost.

20.2 Credit risk

The Company's sales policy considers the level of credit exposure in the regular course of business. The diversification of its receivables portfolio, the selectivity of its clients and the monitoring of sales financing terms per business segment as well as individual position limits are procedures adopted to mitigate the effects of default in its accounts receivable.

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20.3 Liquidity risk

This is the risk that the Company will not have sufficient liquid funds to meet its financial commitments as a result of a term or volume-related mismatch in estimated cash receipts and payments.

To manage the cash liquidity in local and foreign currency, assumptions for future disbursements and receipts are established and monitored on a daily basis, in addition to an active negotiation policy for operational limits available with financial institutions of at least 1.2 times the average monthly turnover.

The table below analyzes the Company's financial liabilities by maturity date, corresponding to the period remaining in the balance sheet until the contractual maturity date. The amounts disclosed are the contracted undiscounted cash flows, so they may not be consistent with the balances presented in the balance sheet and/or respective notes.

	<u>2023</u>	<u>2024</u>	<u>2025 to</u> <u>2028</u>
Trade accounts payable	33,577	-	
Loans and financings	7,880	5,065	427
Lease liabilities	31,291	18,348	31,134
	<u>72,748</u>	<u>23,413</u>	<u>31,561</u>

20.4 Market risk

The Company is exposed to market risks arising from its activities. Such market risks mainly correspond to changes in interest rates, which may adversely affect the value of financial assets and liabilities or future cash flow as well as the Company's results. Market risk is the potential loss arising from adverse changes in interest rates and market prices.

20.5 Interest rate risk

The Company's exposure to interest rate risks is mainly related to changes in the CDI rate on fixed income investments, its loans and financing, and lease agreements. The interest rates and maturities on these agreements are presented in Note 12. The interest volatility risk is basically linked to the CDI floating rate.

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20.6 Capital management

The Company's objective when managing its capital is to safeguard its ability to continue to offer shareholder returns and benefits to other stakeholders, as well as to maintain an ideal capital structure to reduce this cost.

To maintain or adjust the capital structure, the Company may review the dividend payment policy, return capital to shareholders or issue new shares or sell assets to reduce, for example, the level of indebtedness.

The Company monitors capital based on the financial leverage ratio. This ratio, presented in the table below, corresponds to the net debt divided by the total capital. Net debt corresponds to total loans and leasing (including current and non-current), deducted from the amount of cash and cash equivalents, while total capital is calculated by adding equity and net debt, as shown in the balance sheet.

	March 31, 2023	December 31, 2022
Loans, Financing and Lease Liabilities	94,145	85,704
Cash and cash equivalents	<u>(80,397)</u>	<u>(86,455)</u>
Net debt	13,748	(751)
Equity	<u>410,013</u>	<u>381,095</u>
Financial leverage ratio	0.034	(0.002)

20.7 Derivatives

On March 31, 2023 and December 31, 2022, the Company did not enter into any contracts that can be considered as derivative financial instruments.

20.8 Sensitivity analysis of financial assets and liabilities

The risk associated with the relevant transactions held by the Company is linked to fluctuations of the Interbank Deposit Certificate (CDI) on fixed income investments, loans and financing and lease agreements, all of which have fixed spreads. Fair values approximate their accounting values.

In order to verify the sensitivity of the financial items to the indices to which the Company was exposed on March 31, 2022, three different scenarios were defined: (a) probable scenario - considering the projection of the average annual CDI rate for the next 12 months; (b) scenario II - with a 25% appreciation over the probable scenario; and (c) scenario III - with a 50% appreciation over the probable scenario. For the balances of fixed income investments, scenarios II and III consider rate depreciation.

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In order to verify the sensitivity for each scenario, the respective gross remuneration, financial income or expense for these financial assets and liabilities, respectively, were calculated for the next twelve months, as presented below:

	Financial assets (liabilities)		Risk	Financial income (expenses)		
	March 31, 2023	December 31, 2022		Probable scenario	Scenario II	Scenario III
Financial investments	76,679	82,263	CDI	9,157 12.75%	6,978 9.56%	4,729 6.38%
Lease liability - Equipment	(15,812)	(16,137)	CDI	(2,332) 12.75%	(2,475) 15.94%	(2,931) 19.13%
Lease liabilities - properties and software	(64,961)	(53,217)	CDI	(4,881) 12.75%	(5,568) 15.94%	(6,198) 19.13%
Financing	(13,372)	(16,350)	CDI	(2,615) 12.75%	(2,822) 15.94%	(3,020) 19.13%

20.9 Category of financial instruments

Category of financial instruments	Classification	measurement	March 31, 2023		December 31, 2022	
		Fair value	accounting	Fair value	accounting	Fair value
Cash and equivalents	Amortized Cost	Nível 2	3,718	3,718	4,192	4,192
Fixed income securities - committed CDB	Amortized Cost	Nível 2	76,679	76,679	82,263	82,263
Accounts receivable	Amortized Cost	Nível 2	72,935	72,935	76,312	76,312
Investment	VJORA	Nível 3	31,097	31,097	31,097	31,097
Total financial assets			184,429	184,429	193,864	193,864

Category of financial instruments	Classification	measurement	March 31, 2023		December 31, 2022	
		Fair value	accounting	Fair value	accounting	Fair value
Suppliers	Amortized Cost	Nível 2	33,577	33,577	38,755	38,755
Loans and financing	Amortized Cost	Nível 2	13,372	13,466	16,350	16,465
Leasing	Amortized Cost	Nível 2	15,812	15,931	16,137	16,299
Lease Liabilities	Amortized Cost	Nível 2	64,961	64,961	53,217	53,217
Total financial liabilities			127,722	127,935	124,459	124,736

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Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

21 Share-based compensation

The Board of Directors approved, at a meeting held on May 26, 2015, the creation of a Share-Based Incentive and Retention Plan, approved by the CVM on July 20, 2015, with the purpose of transferring the ownership of 567,012 shares held in treasury on March 31, 2023 (December 31, 2022 – 571,405), on a non-remunerated basis, that is, without call option, complying with the terms of 24 to 36 months from the grant date and other conditions set forth in the program.

Up to March 31, 2023, 325,749 shares had been granted to 14 Company employees. In the three-month period ended March 31, 2023, the amount of R\$169 was recognized, and R\$49 written off (on March 31, 2022 – R\$197, R\$76 written off) referring to all programs.

22 Insurance

On the reporting date, the Company had the following main insurance policies taken out from third parties:

<u>Segments</u>	<u>Insured amounts</u>	
	<u>March 31, 2023</u>	<u>December 31, 2022</u>
Comprehensive business insurance	387,300	362,095
Legal insurance	11,188	10,911
Civil liability	118,099	113,554
Vehicle insurance	8,553	5,644
	<u>525,140</u>	<u>492,204</u>

23 Net revenue

	<u>Three-month period ended on</u>	
	<u>March 31, 2023</u>	<u>March 31, 2022</u>
Gross revenue from services	151,186	148,836
Deductions from gross revenue		
Tax on Services of Any Nature (ISSQN)	(3,176)	(2,972)
Social Integration Program (PIS) and COFINS	(10,357)	(9,689)
Employer's Contribution to Social Security	(4,811)	(4,596)
Net revenue from services	<u>132,842</u>	<u>131,579</u>

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The other information in this note has not changed from the disclosures in Note 23 of the financial statements as of December 31, 2022.

24 Cost of services, SG&A expenses

Three-month period ended on

	Cost of services		Selling, general and administrative expenses	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Labor and payroll charges	50,564	55,122	13,482	12,237
Card consumption	1,018	1,030	-	-
Consumption and awarding	1,224	1,007	-	-
Operating materials	2,367	2,106	146	221
Shipment (i)	1,535	3,352	-	-
Communication	1,021	1,505	119	89
Contracted services	1,845	923	1,994	2,107
Equipment/furniture maintenance	601	1,091	270	210
Rental and software maintenance	4,454	2,878	796	738
Depreciation and amortization	14,697	13,303	1,403	2,395
Occupancy	4,079	5,338	1,172	991
Advertising/relationship	71	15	2,238	1,004
Legal expenses	-	-	363	925
PIS credit	(379)	(339)	-	-
COFINS credit	(1,747)	(1,560)	-	-
Others	1,082	599	1,017	813
	<u>82,432</u>	<u>86,370</u>	<u>23,000</u>	<u>21,730</u>

(i) Refers to the process of digitalizing invoices submitted by some customers,

CSU Digital S.A.

Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

25 Financial result

	Three-month periods ended on	
	March 31, 2023	March 31, 2022
Financial revenue		
Financial investment revenue	2,402	1,200
Monetary variation gains	521	283
Interest and late payment fines received	454	9
	<u>3,377</u>	<u>1,492</u>
Financial expenses		
Charges on loans, financing and leases	(2,811)	(2,350)
Tax on financial transactions (IOF)	(5)	(6)
Monetary variation losses	(590)	(943)
Bank expenses	2	(20)
Interest and late payment fines paid		(98)
Others	(120)	(38)
	<u>(3,524)</u>	<u>(3,455)</u>
	<u>(147)</u>	<u>(1,963)</u>

26 Earnings (losses) per share

	Three-month periods ended on	
	March 31, 2023	March 31, 2022
Numerator		
Net income attributable to common shares	20,201	15,457
Denominator (in thousands of shares)		
Weighted average number of common shares (excluding treasury shares)	<u>40,899</u>	<u>40,889</u>
Basic and diluted earnings (loss) per share (in Reais)	<u>0.4939</u>	<u>0.3779</u>

The other information in this note has not changed from the disclosures in Note 26 of the financial statements as of December 31, 2022,

CSU Digital S.A.

Notes to the financial statements for the three-month period ended March 31, 2023. In thousands of Brazilian reais, unless otherwise stated

27 Business segment information

	CSU Pays		CSU DX	
	Three-month periods ended on		Three-month periods ended on	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Gross revenue from services	97,164	85,206	54,022	63,630
Deductions from gross revenue	(13,754)	(11,912)	(4,590)	(5,345)
Net revenue from services	83,410	73,294	49,432	58,285
Cost of services	(41,331)	(36,882)	(41,101)	(49,488)
Gross profit	42,079	36,412	8,331	8,797
Operating expenses	(13,621)	(13,918)	(9,354)	(7,784)
Operating profit before financial result	28,458	22,494	(1,023)	1,013

The Company's 10 largest clients account for a significant part of annual gross revenue, The loss of our largest clients could adversely affect the Company's results,

Operating results are now regularly reviewed by the entity's main operations manager for decision-making on resources to be allocated to segments and for evaluating performance in this way

	Operational expenses	
	Three-month periods ended on	Three-month periods ended on
	March 31, 2023	March 31, 2022
Other Revenue	698	262
Other expenses	(673)	(234)
	25	28

CSU Digital S.A.

**Notes to the financial statements
for the three-month period ended March 31, 2023.
In thousands of Brazilian reais, unless otherwise stated**

28 Statements of Cash Flow

The equity movements that did not affect the Company's cash flows are as follows:

	<u>March 31, 2023</u>	<u>March 31, 2022</u>
Stock Plan - Note 21	(218)	(197)
CP declared unpaid in the year - Note 19	(6,000)	(4,000)
Right of Use and Lease - remeasurements - Note 11	(18,668)	(12,897)
Acquisitions via Leasing - Note 11	(278)	(269)
	<u>(25,164)</u>	<u>(17,363)</u>

* * *

Shareholding composition in::

SHAREHOLDERS	March 31, 2023		December 31, 2022	
	# SHARES	%	# SHARES	%
Control Group	22,661,556	54.2%	22,661,556	54.2%
Greenville Delaware LLC	22,591,192	54.0%	22,591,192	54.0%
Marcos Ribeiro Leite	70,364	0.2%	70,364	0.2%
Others	18,571,372	44.4%	18,567,039	44.4%
Treasury	567,072	1.4%	571,405	1.4%
TOTAL CSUD	41,800,000	100%	41,800,000	100%

Data: March 31, 2023

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To Management and Shareholders of
CSU Digital S.A.

Introduction

We have reviewed the accompanying interim financial information of CSU Digital S.A. ("Company"), included in the Quarterly Information Form (ITR), for the quarter ended March 31, 2023, which comprises the balance sheet as at March 31, 2023, and the related statements of profit and loss and of comprehensive income for the three- and Three-month periods then ended, and of changes in equity and of cash flows for the Three-month period then ended, including the explanatory notes.

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

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Review of Interim Financial Information (NBC TR 2410 and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the 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 financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information included in the quarterly information referred to above was not prepared, in all material respects, in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34, applicable to the preparation of the Quarterly Information (ITR), and presented in accordance with the standards issued by the CVM.

Statements of value added

The interim financial information referred to above includes the statements of value added (DVA) for the Three-month period ended March 31, 2023, prepared under the responsibility of the Company's Management and disclosed as supplemental information for purposes of the international standard IAS 34. These statements were subject to review procedures performed together with the review of the Quarterly Information (ITR) to reach a conclusion on whether they are reconciled with the interim financial information and the accounting records, as applicable, and whether their form and content are in accordance with the criteria set out in technical pronouncement 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 were not appropriately prepared, in all material respects, in relation to the interim financial information taken as a whole.

The accompanying interim financial information has been translated into English for the convenience of readers outside Brazil.

São Paulo, May 9, 2023

DELOITTE TOUCHE TOHMATSU
Auditores Independentes Ltda.

Alexandre Cassini Decourt
Engagement Partner

Opinion of the Audit Committee

The members of the Audit Committee of CSU Digital S.A., in the exercise of their attributions and legal responsibilities as provided for in the Internal Regulations of the Audit Committee, considering the information provided by the Company's Management and by its independent auditors, examined and analyzed the information interim financial statements of CSU Digital S.A., contained in the Quarterly Information Form - ITR, without restrictions, referring to the period ended March 31, 2023, and also analyzed the financial statements for the same period, which comprise the Management Report, the Balance Equity, the Statements of Income, Comprehensive Income, Changes in Shareholders' Equity, Cash Flows, and Value Added, complemented by explanatory notes for the period, and unanimously, that they adequately reflect, in all relevant aspects, the equity and financial position of the Company.

Audit Committee Members

Antonio Kandir

Sérgio Luiz da Silva Ribeiro

João Carlos Matias

Opinions and Declarations / Declaration of the Directors on the Financial Statements

Pursuant to CVM Instruction 480/09, the managers of CSU DIGITAL S.A. declare that they have discussed, reviewed and agree with the opinions expressed in the independent auditors' report and in the financial statements for the fiscal year ended March 31, 2023.

Board

Marcos Ribeiro Leite

CEO

Pedro Alvarenga D'Almeida

Director of Investor Relations

Guilherme Rocha Vieira

Chief Financial Officer

Fabiano Agante Droguetti

Director

Décio Burd

Director

Celio Rorato Junior

Financial Superintendent

Rodrigo Rocha Barbosa

Accounting Manager – CRC 1SP316033/O-4

Opinions and Declarations / Declaration of Directors on the Independent Auditor's Report

Pursuant to CVM Instruction 480/09, the directors of CSU DIGITAL S.A. declare that they discussed, reviewed and agreed with the opinions expressed in the independent auditors' report and the financial statements for the fiscal year ended March 31, 2023.