



Press Release – Brasilia (DF), August 7th, 2024

## **BB has adjusted net income of R\$ 18.8 billion in the first half of 2024**

*ROE was 21.7%*

Banco do Brasil presented an adjusted net income of R\$ 9.5 billion in the second quarter of 2024, an increase of 8.2% compared to the same period in 2023. In the first half of 2024, adjusted net income reached R\$18.8 billion, which represents a ROE of 21.7% and a positive variation of 8.5% compared to the adjusted net income of the first half of 2023. This reflects the successful execution of a strategy focused on proximity to the client and increasingly materialized in phygital experience and innovation, sustainable credit granting, revenue diversification and efficiency. BB's CET1 ended June at 11.60%.

### **Loan Portfolio Expanded View**

The Loan Portfolio Expanded View, which includes private securities and guarantees, registered a balance of R\$ 1.18 trillion in June 2024, growth of 13.2% compared to 12 months and 3.9% compared to March 2024.

### **Individuals Loan Portfolio**

An increase of 1.1% compared to Mar/24 and 6.2% in 12 months, reaching R\$ 320.8 billion, with emphasis on payroll loans (+2.2% compared to Mar/24 and +10.6% compared to Jun/23) and non-payroll loan (+2.3% compared to Mar/24 and +9.4% compared to Jun/23).

### **Companies Loan Portfolio Expanded View**

Registered a growth of 7.0% in the quarter and 13.2% compared to June/23, reaching R\$421.1 billion, highlight to Micro, Small and Medium Companies (+1.8% in the quarter and +10.7% in 12 months) and Corporate (+9.5% in the quarter and +11.7% in 12 months).

### **Agribusiness Loan Portfolio Expanded View**

Reached R\$375.0 billion in Jun/24, a quarter growth of 0.7% and 16.6% in the last 12 months. Highlights for working capital for input purchase and agricultural investment, with a positive annual variation of 26.6% and 18.6%, respectively.

Consolidating BB as the largest partner of Brazilian agribusiness, the new Crop Plan 2024/2025 will provide a record R\$260 billion in resources: R\$26 billion for Family Farming (Pronaf), R\$24 billion for medium-sized producers (Pronamp), R\$142 billion reserved for Corporate Farming, and the remaining R\$68 billion will be earmarked for agribusiness bonds and the value chain.

### **Sustainable Loan Portfolio**

In February of this year, Banco do Brasil was the first company to include loan projections for businesses categorized as sustainable. In June 2024, BB reached R\$ 358.4 billion, which means an increase of 11.5% in 12 months. Still on the sustainable business front, the

highlight was the raising of US\$ 100 million in the second quarter of this year, in an unprecedented operation of the Triple Sustainable Repo type. With this operation, BB established a new milestone in the global financial sector, since the operation inaugurates the Bank's operations under the new Sustainability-Linked Debt Framework and emphasizes Brazil's significant role in the global sustainable finance scenario.

### Fee Income and Administrative Expenses Dynamics

Fee Income grew 4.7% compared to the first half of last year, highlights to consortium (+20.5%), insurance, pension plans and premium bonds (+11.8%) and asset management (10.2%). Administrative Expenses increased by 4.9%, compared to the first half of 2023.

As a result, the cost-to-income ratio in 12 months was 25.5%, reflecting the good net generation and expense control.

### Guidance 2024

Below is Banco do Brasil's performance in the first half of 2024 and the corporate projections for 2024.

	Range	Observed	Reviewed Range
<b>Loan Portfolio<sup>1</sup></b>			
<b>Individuals</b>	8% to 12%	11.5%	unchanged
<b>Companies</b>	6% to 10%	6.2%	unchanged
<b>Agribusiness</b>	7% to 11%	11.4%	unchanged
<b>Sustainable Portfolio</b>	11% to 15%	16.6%	unchanged
	5% to 9%	11.5%	9% to 13%
<b>Net Interest Income</b>	7% to 11%	16.4%	10% to 13%
<b>ALLL Expanded View</b>	R\$ billion -30 to -27	R\$ billion -16.3	R\$ billion -34.0 and -31.0
<b>Fee Income</b>	4% to 8%	4.7%	unchanged
<b>Administrative Expenses</b>	6% to 10%	4.9%	unchanged
<b>Adjusted Net Income</b>	R\$ billion 37 to 40	R\$ billion 18.8	unchanged

(1) The credit projections consider the domestic classified portfolio added private securities and guarantees and do not consider government credit.

### Support for Rio Grande do Sul

BB stands in solidarity with the people of Rio Grande do Sul due to the calamity that has hit the state and is committed to helping families and businesses affected by the floods. The bank has committed itself to actions whose priority is to offer immediate and effective assistance to the affected population, living up to its purpose of "Being close and relevant in people's lives at all times". Initially, donations of necessities were collected, as well as financial donations, in order to provide emergency support even during the rains. In this context, BB approved a contribution of more than R\$ 50 million to the BB Foundation and



the allocation of an additional R\$ 10 million from donations from companies and society, with the aim of adding to the efforts to care for the population of Rio Grande do Sul.

In addition, during the period, the BB Conglomerate relaxed its negotiating conditions for products and services, to support the transition of clients, employees and partners.

In June/24, the credit portfolio in Rio Grande do Sul totaled R\$ 65 billion, of which R\$ 59 billion if only municipalities in emergency or public calamity situations are considered (which corresponds to 6.0% of BB's internal loan portfolio), totaling 3.6 million operations with 707.2 thousand clients.

Check out all the support measures at: BB Apoia | Portal BB (<https://www.bb.com.br/site/pravozce/atendimento/bb-apoia/>).