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Votorantim Cimentos S.A.

**Parent company and consolidated condensed
interim financial statements on September 30,
2023 and report on review**

A large, stylized green graphic element resembling a thick, curved line or a stylized 'V' shape, positioned at the bottom of the page. It has a gradient from a darker green on the left to a lighter green on the right, with a subtle shadow effect.



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Report on review of parent company and consolidated condensed interim financial statements

To the Board of Directors and Stockholders
Votorantim Cimentos S.A.

Introduction

We have reviewed the accompanying condensed interim balance sheet of Votorantim Cimentos S.A. ("VCSA" or the "Parent Company") as at September 30, 2023 and the related condensed interim statements of income, comprehensive income for the quarter and nine-month period then ended, changes in equity and cash flows for the nine-month period then ended, as well as the accompanying consolidated condensed interim balance sheet of Votorantim Cimentos and its subsidiaries ("Company") as at September 30, 2023 and the related consolidated condensed interim statements of income, comprehensive income for the quarter and nine-month period then ended, changes in equity and cash flows for the nine-month period then ended, and explanatory notes.

Management is responsible for the preparation and presentation of these parent company and consolidated condensed interim financial statements in accordance with the accounting standard CPC 21 - "Interim Financial Reporting", of the Brazilian Accounting Pronouncements Committee (CPC), and International Accounting Standard (IAS) 34 - "Interim Financial Reporting", of the International Accounting Standards Board (IASB). Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", and ISRE 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", respectively). A review of interim 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 Brazilian and International Standards on Auditing and consequently did not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated condensed interim financial statements referred to above are not prepared, in all material respects, in accordance with CPC 21 and IAS 34.



Votorantim Cimentos S.A.

Other matters

Condensed interim statement of Value Added

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

Curitiba, November 8, 2023

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

Carlos Eduardo Guaraná Mendonça
Contador CRC 1SP196994/O-2

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Condensed interim balance sheet

All amounts in thousands of reais

(A free translation of the original in Portuguese)

Assets	Note	Parent company		Consolidated		Liabilities and shareholders' equity	Note	Parent company		Consolidated	
		9/30/2023	12/31/2022	9/30/2023	12/31/2022			9/30/2023	12/31/2022	9/30/2023	12/31/2022
Current						Current					
Cash and cash equivalents	8	791,665	1,105,029	3,875,680	3,943,513	Borrowings	17(a)	124,893	82,680	346,162	262,348
Financial investments	9	813,827	776,858	987,241	978,316	Derivative financial instruments	6.3.4	218,204	215,707	269,076	271,647
Derivative financial instruments	6.3.4			12,104	48	Lease liabilities	16(b)	26,527	22,732	158,331	165,883
Trade receivables	10(a)	881,489	661,250	2,179,313	1,521,320	Confirming payables	18	183,408	251,701	1,467,919	1,880,761
Inventory	11(a)	983,134	1,057,242	3,312,424	3,358,792	Trade and other payables		1,402,146	1,936,463	3,426,235	4,275,707
Taxes recoverable		49,158	53,001	124,768	297,755	Salaries and social charges		288,882	264,862	703,478	598,861
Income tax and social contribution recoverable		4,518	92,305	48,209	169,969	Income tax and social contribution payable		20,262		108,869	32,842
Dividends receivable	12(a)		33,145			Taxes payable		163,814	130,689	395,598	320,546
Other assets		73,864	69,395	213,377	266,315	Advances from customers		28,289	25,463	44,509	58,292
		3,597,655	3,848,225	10,753,116	10,536,028	Dividends payable	12(a)		218,911	1,661	221,185
						Use of public assets				54,150	54,932
						Other liabilities		49,242	269,558	301,004	507,492
Assets classified as held for sale		1,716	2,116	5,809	2,116						
Total current assets		3,599,371	3,850,341	10,758,925	10,538,144	Total current liabilities		2,505,667	3,418,766	7,276,992	8,650,496
Non-current						Non-current					
Long-term assets						Borrowings	17(a)	5,408,461	4,704,750	11,711,662	10,911,239
Derivative financial instruments	6.3.4	432,268	543,924	569,137	708,600	Derivative financial instruments	6.3.4	427,158	466,285	543,775	603,182
Taxes recoverable		74,102	81,008	178,691	197,816	Lease liabilities	16(b)	77,747	29,986	926,071	1,034,801
Income tax and social contribution recoverable		465,721	410,552	502,382	410,878	Deferred income tax and social contribution	19(b)	241,876	97,073	1,226,812	968,280
Deferred income tax and social contribution	19(b)			347,515	435,884	Related parties	12(a)	46,568	58,016	40,970	56,905
Related parties	12(a)	47,214	45,873	41,610	45,699	Provisions and judicial deposits	20(a)	778,642	801,317	1,338,120	1,397,535
Judicial deposits		121,857	110,989	232,139	215,833	Use of public assets				588,369	656,858
Securitization of receivables	10(d)			449,387	217,740	Pension plan				264,098	275,011
Pension plan benefits				117,810	126,335	Securitization of receivables	10(d)			133,268	114,417
Other assets		41,202	46,096	212,224	240,161	Other liabilities		405,185	224,138	598,661	458,910
		1,182,364	1,238,442	2,650,895	2,598,946	Total non-current liabilities		7,385,637	6,381,565	17,371,806	16,477,138
Investments	13(a)	14,705,208	14,406,875	1,387,093	1,369,685	Total liabilities		9,891,304	9,800,331	24,648,798	25,127,634
Investment properties				71,828	74,867	Shareholders' equity	21				
Property, plant and equipment	14(a)	5,022,260	4,853,603	17,944,416	18,122,764	Share capital		7,708,353	7,708,353	7,708,353	7,708,353
Intangible assets	15	803,472	781,376	8,292,332	8,702,080	Income reserves		3,290,721	3,947,562	3,290,721	3,947,562
Right-of-use assets	16(a)	105,472	52,951	1,028,577	1,126,723	Retained earnings		1,202,001		1,202,001	
Total non-current assets		21,818,776	21,333,247	31,375,141	31,995,065	Carrying value adjustments		3,325,768	3,727,342	3,325,768	3,727,342
						Total equity attributable to the owners of the Company		15,526,843	15,383,257	15,526,843	15,383,257
						Non-controlling interests				1,958,425	2,022,318
						Total shareholders' equity		15,526,843	15,383,257	17,485,268	17,405,575
Total assets		25,418,147	25,183,588	42,134,066	42,533,209	Total liabilities and shareholders' equity		25,418,147	25,183,588	42,134,066	42,533,209

The accompanying notes are an integral part of these parent company and consolidated condensed interim financial statements.

Condensed interim statement of income
Nine-month periods ended September 30, 2023 and 2022

All amounts in thousands of reais unless otherwise stated

(A free translation of the original in Portuguese)

	Note	Parent company		Consolidated	
		1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Net revenue from contracts with customers	22(a)	7,198,495	7,198,414	20,091,470	19,242,909
Cost of goods sold and services rendered	23	(5,503,164)	(5,616,974)	(15,726,924)	(15,751,569)
Gross profit		<u>1,695,331</u>	<u>1,581,440</u>	<u>4,364,546</u>	<u>3,491,340</u>
Operating income (expenses)					
Selling	23	(396,704)	(335,420)	(710,596)	(639,140)
General and administrative	23	(426,970)	(396,915)	(1,006,808)	(868,315)
Other operating income (expenses), net	24	58,915	71,761	205,304	144,292
		<u>(764,759)</u>	<u>(660,574)</u>	<u>(1,512,100)</u>	<u>(1,363,163)</u>
Operating profit before equity in the results of investees and financial results, net		<u>930,572</u>	<u>920,866</u>	<u>2,852,446</u>	<u>2,128,177</u>
Equity in the results of investees					
Equity in the results of investees	13(b)	955,539	310,426	62,868	81,425
Finance results, net	25				
Financial income		363,447	468,115	660,628	673,430
Financial expenses		(829,408)	(911,070)	(1,450,867)	(1,807,184)
Exchange variations and effects of hyperinflation, net		63,816	46,333	(67,809)	4,176
		<u>(402,145)</u>	<u>(396,622)</u>	<u>(858,048)</u>	<u>(1,129,578)</u>
Profit before income tax and social contribution		<u>1,483,966</u>	<u>834,670</u>	<u>2,057,266</u>	<u>1,080,024</u>
Income tax and social contribution	19(a)	(215,440)	(281,929)	(685,366)	(426,357)
Profit for the period		<u>1,268,526</u>	<u>552,741</u>	<u>1,371,900</u>	<u>653,667</u>
Attributable to					
Owners of the Company				1,268,526	552,741
Non-controlling interests				<u>103,374</u>	<u>100,926</u>
Profit for the period				<u>1,371,900</u>	<u>653,667</u>
Weighted average number of shares, in thousands				9,525,614	9,525,614
Basic and diluted earnings per thousand shares attributable to owners of the Company, in Reais				133.17	58.03

The accompanying notes are an integral part of these parent company and consolidated condensed interim financial statements.

Condensed interim statement of income
Three-month periods ended September 30, 2023 and 2022

All amounts in thousands of reais unless otherwise stated

(A free translation of the original in Portuguese)

	Parent company		Consolidated	
	7/1/2023 to 9/30/2023	7/1/2022 to 9/30/2022	7/1/2023 to 9/30/2023	7/1/2022 to 9/30/2022
Net revenue from contracts with customers	2,577,824	2,735,796	7,395,395	7,642,948
Cost of goods sold and services rendered	(1,872,711)	(2,023,318)	(5,451,070)	(5,886,974)
Gross profit	705,113	712,478	1,944,325	1,755,974
Operating income (expenses)				
Selling	(128,768)	(126,348)	(229,057)	(235,191)
General and administrative	(146,705)	(148,390)	(349,524)	(301,797)
Other operating income (expenses), net	37,422	70,184	76,024	68,849
	(238,051)	(204,554)	(502,557)	(468,139)
Operating profit before equity in the results of investees and financial results, net	467,062	507,924	1,441,768	1,287,835
Equity in the results of investees				
Equity in the results of investees	547,198	443,505	38,114	43,514
Finance result, net				
Financial income	45,537	166,278	115,284	222,631
Financial expenses	(171,413)	(289,554)	(358,880)	(492,321)
Exchange variations and effects of hyperinflation, net	(66,093)	(36,306)	(115,191)	(131,874)
	(191,969)	(159,582)	(358,787)	(401,564)
Profit before income tax and social contribution	822,291	791,847	1,121,095	929,785
Income tax and social contribution	(70,147)	(272,900)	(297,495)	(325,747)
Profit for the period	752,144	518,947	823,600	604,038
Attributable to				
Owners of the Company			752,144	518,947
Non-controlling interests			71,456	85,091
Profit for the period			823,600	604,038
Weighted average number of shares, in thousands			9,525,614	9,525,614
Basic and diluted earnings per thousand shares attributable to owners of the Company, in Reais			78.96	54.48

The accompanying notes are an integral part of these parent company and consolidated condensed interim financial statements.

Condensed interim statement of comprehensive income
Nine-month periods ended September 30, 2023 and 2022

All amounts in thousands of reais

(A free translation of the original in Portuguese)

	Note	Parent company		Consolidated	
		1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Profit for the period		1,268,526	552,741	1,371,900	653,667
Other components of comprehensive income which will be subsequently reclassified to the statement of income					
Currency translation adjustment - foreign investments	21(b)	(425,976)	(628,834)	(490,450)	(737,974)
Hedge of net investment	21(b)	9,167	(173,143)	11,045	(208,606)
Share of other comprehensive income from investees	21(b)	13,087	24,710	9,924	(79,654)
		<u>(403,722)</u>	<u>(777,267)</u>	<u>(469,481)</u>	<u>(1,026,234)</u>
Other components of comprehensive income which will not be reclassified to the statement of income					
Adjustments of financial assets at fair value through other comprehensive income	21(b)	(842)	(1,436)	(1,045)	(1,730)
Remeasurements of retirement benefits in investees	21(b)		287		346
Credit risk of debts measured at fair value	21(b)	2,990	(9,257)	2,990	(9,257)
		<u>2,148</u>	<u>(10,406)</u>	<u>1,945</u>	<u>(10,641)</u>
Other components of comprehensive income for the period		<u>(401,574)</u>	<u>(787,673)</u>	<u>(467,536)</u>	<u>(1,036,875)</u>
Total comprehensive income for the period		<u>866,952</u>	<u>(234,932)</u>	<u>904,364</u>	<u>(383,208)</u>
Attributable to					
Owners of the Company				866,952	(234,932)
Non-controlling interests				37,412	(148,276)
				<u>904,364</u>	<u>(383,208)</u>

Balances presented net of tax effects. The tax effects of each component of comprehensive income are presented in Note 19(b).

Condensed interim statement of comprehensive income
Three-month periods ended September 30, 2023 and 2022

All amounts in thousands of reais

(A free translation of the original in Portuguese)

	Parent company		Consolidated	
	7/1/2023 to 9/30/2023	7/1/2022 to 9/30/2022	7/1/2023 to 9/30/2023	7/1/2022 to 9/30/2022
Profit for the period	752,144	518,947	823,600	604,038
Other components of comprehensive income which will be subsequently reclassified to the statement of income				
Currency translation adjustment - foreign investments	321,849	75,781	366,738	203,885
Hedge of net investment	(41,546)	(144,135)	(50,055)	(173,657)
Realization of other comprehensive income from investees - subsidiaries				4
Share of other comprehensive income from investees	(9,981)	53,167	310	(51,197)
	270,322	(15,187)	316,993	(20,965)
Other components of comprehensive income which will not be reclassified to the statement of income				
Adjustments of financial assets at fair value through other comprehensive income	(453)	(300)	(576)	(361)
Remeasurements of retirement benefits in investees		4,601		5,543
Credit risk of debts measured at fair value	12,031	(17,714)	12,031	(17,714)
	11,578	(13,413)	11,455	(12,532)
Other components of comprehensive income for the period	281,900	(28,600)	328,448	(33,497)
Total comprehensive income for the period	1,034,044	490,347	1,152,048	570,541
Attributable to				
Owners of the Company			1,034,044	490,347
Non-controlling interests			118,004	80,194
			1,152,048	570,541

The accompanying notes are an integral part of these parent company and consolidated condensed interim financial statements.

Condensed interim statement of changes in equity
Nine-month periods ended September 30, 2023 and 2022
All amounts in thousands of reais

(A free translation of the original in Portuguese)

	Note	Attributable to owners of the parent company							Non-controlling interests	Shareholders' equity
		Share capital	Income reserves			Carrying value adjustments	Retained earnings	Total		
			Tax incentives	Legal	Profit retention					
On January 1, 2022, before initial hyperinflation accounting adjustment		7,708,353	1,484,375	639,991	1,264,807	4,490,978		15,588,504	2,307,743	17,896,247
Effect of initial hyperinflation accounting adjustment - subsidiaries							88,395	88,395	1,994	90,389
On January 1, 2022, after effect of initial hyperinflation accounting adjustment - subsidiaries		7,708,353	1,484,375	639,991	1,264,807	4,490,978	88,395	15,676,899	2,309,737	17,986,636
Comprehensive income for the period										
Profit for the period							552,741	552,741	100,926	653,667
Other components of comprehensive income	21(b)					(787,673)	(787,673)	(787,673)	(249,202)	(1,036,875)
						(787,673)	552,741	(234,932)	(148,276)	(383,208)
Contributions by and distributions to shareholders										
Increase in non-controlling interests							(48,723)	(48,723)	48,723	
Capital reduction of non-controlling interests									(116,787)	(116,787)
Allocation of profit for the period										
Recognition of tax incentive reserve			55,655				(55,655)			
Reversal of prior years dividends					2,912			2,912		2,912
Dividends approved					(231,785)			(231,785)	(18,525)	(250,310)
			55,655		(228,873)		(104,378)	(277,596)	(86,589)	(364,185)
On September 30, 2022		7,708,353	1,540,030	639,991	1,035,934	3,703,305	536,758	15,164,371	2,074,872	17,239,243
On January 1, 2023, before accounting adjustments from the adoption to CPC 32/IAS 12 - Income taxes		7,708,353	1,558,055	689,955	1,699,552	3,727,342		15,383,257	2,022,318	17,405,575
Accounting adjustments from the adoption of CPC 32/IAS 12 - Income taxes	5.3(a)						(3,019)	(3,019)		(3,019)
On January 1, 2023, after accounting adjustments from the adoption to CPC 32/IAS 12 - Income taxes		7,708,353	1,558,055	689,955	1,699,552	3,727,342	(3,019)	15,380,238	2,022,318	17,402,556
Comprehensive income for the period										
Profit for the period							1,268,526	1,268,526	103,374	1,371,900
Other components of comprehensive income	21(b)					(401,574)	(401,574)	(401,574)	(65,962)	(467,536)
						(401,574)	1,268,526	866,952	37,412	904,364
Contributions by and distributions to shareholders										
Capital reduction of non-controlling interests	21(d)								(96,572)	(96,572)
Allocation of profit for the period										
Recognition of tax incentive reserve			63,506				(63,506)			
Dividends approved	21(c)				(720,347)			(720,347)	(4,733)	(725,080)
			63,506		(720,347)		(63,506)	(720,347)	(101,305)	(821,652)
On September 30, 2023		7,708,353	1,621,561	689,955	979,205	3,325,768	1,202,001	15,526,843	1,958,425	17,485,268

The accompanying notes are an integral part of these parent company and consolidated condensed interim financial statements.

Condensed interim statement of cash flows
Nine-month periods ended September 30, 2023 and 2022

All amounts in thousands of reais

(A free translation of the original in Portuguese)

Note	Parent company		Consolidated	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022 (i)	1/1/2023 to 9/30/2023	1/1/2022 to 09/30/2022 (i)
Profit before income tax and social contribution	1,483,966	834,670	2,057,266	1,080,024
Adjustments for non-cash items				
Depreciation, amortization and depletion	23	333,449	304,716	1,347,585
Derivative financial instruments, net	6,3,4 and 25	221,700	362,549	241,073
Income from financial investments		(69,368)	(56,839)	(70,744)
Equity in the results of investees	13(b)	(955,539)	(310,426)	(62,868)
Inflation adjustments to use of public assets	25	12,963	9,031	(34,776)
Provision for obsolete inventory	11(b)	3,890	823	27,145
Allowance for expected credit losses	10(b)	12,963	9,031	20,882
Net gain on sales of PP&E and intangible assets	24	(10,735)	(3,172)	(17,039)
Provision for civil, labor and tax lawsuits	20(a)	15,895	18,206	15,434
Future energy contracts - fair value	24		(55,918)	(11,737)
Provision for impairment of assets	24		4,013	
Other components of financial results		270,831	187,798	725,753
Other non-cash items		(7,676)	17,594	(3,156)
	1,299,376	1,309,032	4,276,360	3,431,722
(Increase) decrease in assets				
Trade receivables		(220,452)	(312,509)	(720,633)
Inventory		70,218	(234,468)	26,973
Taxes recoverable		10,749	192,061	189,719
Related parties		10,640	(5,754)	21,541
Judicial deposits		(10,932)	(18,622)	(16,717)
Securitization of receivables			(304,588)	(292,901)
Other receivables and other assets		425	(69,408)	77,176
Increase (decrease) in liabilities				
Confirming payables		(68,293)	4,580	(345,438)
Trade and other payables		(534,317)	459,244	(759,591)
Salaries and social charges		24,020	17,597	114,167
Taxes payable		13,615	55,881	7,543
Advances from customers		2,826	9,025	(13,353)
Payments of tax, civil and labor lawsuits		(22,489)	(27,549)	(70,837)
Other payables and other liabilities		(39,269)	(10,934)	(35,811)
Cash provided by operating activities		536,117	1,368,176	2,446,511
Interest paid on borrowing	17(c)	(282,462)	(142,617)	(555,241)
Interest paid on the use of public assets			(40,878)	(37,927)
Interest received		6	748	420
Repurchase of bonds	25			(168,940)
Income tax and social contribution (paid) refunded		(19,472)		(177,695)
Net cash provided by operating activities		234,189	1,226,307	1,673,117
Cash flows from investing activities				
Financial investments		(708)	(4,181)	(163,112)
Redemption of financial investments		33,101	70,921	224,167
Proceeds from disposal of PP&E and intangible assets		18,429	28,760	47,468
Acquisitions of investments, net of cash received from investees	14(a)(i)			(15,073)
Dividends received		288,512	98,697	60,114
Acquisitions of PP&E and intangible assets		(502,526)	(358,118)	(1,329,446)
Acquisition of associates and joint ventures	13(a)(i)			(26,076)
Amounts paid to related parties		(13,618)		(22,177)
Amounts received from related parties			15,431	5,299
Capital increase in investee	13(a)(i)		(1,555,725)	(2,410)
Net cash used in investing activities		(176,810)	(1,704,215)	(1,221,246)
Cash flows from financing activities				
New borrowings	17(c)	747,180	1,435,504	1,435,978
Payments of borrowings	17(c)	(1,656)	(5,195)	(312,774)
Leases paid	16(b)	(30,625)	(33,122)	(235,942)
Derivative financial instruments	6,3,4	(146,384)	(43,531)	(173,824)
Capital decrease of non-controlling interests			(48,723)	(96,572)
Dividends paid	21(c)	(939,258)	(1,074,601)	(939,258)
Dividends paid to non-controlling interests			(4,733)	(18,525)
Loans paid to related parties			(10,507)	(6,620)
Net cash (used in) provided by financing activities		(370,743)	219,825	(327,125)
Decrease in cash and cash equivalents		(313,364)	(258,083)	124,746
Effect of exchange rate changes on cash and cash equivalents			(192,579)	(293,572)
Cash and cash equivalents at the beginning of the period		1,105,029	1,517,774	3,943,513
Cash and cash equivalents at the end of the period		791,665	1,259,691	3,875,680

- (i) The Company also made all the reclassifications disclosed in the financial statements for the year ended December 31, 2022 (Note 5.6) for this period.

The accompanying notes are an integral part of these parent company and consolidated condensed interim financial statements.

Condensed interim statement of value added
Nine-month periods ended September 30, 2023 and 2022

All amounts in thousands of reais

(A free translation of the original in Portuguese)

	Note	Parent company		Consolidated	
		1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Revenues					
Sales of goods and services (less sales returns and rebates)		9,458,820	9,406,529	23,240,453	22,256,474
Other operating income		109,227	65,320	260,660	202,680
Allowance for expected credit losses	10(b)	(12,963)	(9,031)	(20,882)	(15,290)
		<u>9,555,084</u>	<u>9,462,818</u>	<u>23,480,231</u>	<u>22,443,864</u>
Inputs acquired from third parties					
Raw materials and other production inputs		(5,352,648)	(5,424,943)	(11,990,394)	(12,726,558)
Materials, energy, outsourced services and others	23	(2,041,873)	(2,188,145)	(4,913,574)	(5,400,472)
Reversal of (provision for) impairment of assets	24			(4,013)	
		<u>(7,394,521)</u>	<u>(7,613,088)</u>	<u>(16,907,981)</u>	<u>(18,127,030)</u>
Gross wealth generated					
		2,160,563	1,849,730	6,572,250	4,316,834
Depreciation, amortization and depletion	23	(333,449)	(304,716)	(1,385,114)	(1,347,585)
Net value added					
		<u>1,827,114</u>	<u>1,545,014</u>	<u>5,187,136</u>	<u>2,969,249</u>
Value added received through transfer					
Equity in the results of investees	13(b)	955,539	310,426	62,868	81,425
Financial income and foreign exchange gains	25	608,688	777,900	1,087,378	1,330,609
Dividends received	4.1	288,512	98,697	60,114	40,758
		<u>1,852,739</u>	<u>1,187,023</u>	<u>1,210,360</u>	<u>1,452,792</u>
Total value added to distribute					
		<u>3,679,853</u>	<u>2,732,037</u>	<u>6,397,496</u>	<u>4,422,041</u>
Distribution of value added					
Personnel and payroll charges					
Direct remuneration		465,223	438,580	2,108,826	1,702,527
Social charges		229,492	214,227	427,928	552,120
Benefits		<u>178,558</u>	<u>152,257</u>	<u>352,767</u>	<u>313,027</u>
		<u>873,273</u>	<u>805,064</u>	<u>2,889,521</u>	<u>2,567,674</u>
Taxes and contributions					
Federal taxes		734,569	855,450	1,223,323	1,220,509
State taxes		1,616,047	1,564,619	2,371,168	2,258,317
Municipal taxes		21,428	17,253	23,170	18,577
Deferred	19(a)	<u>135,152</u>	<u>82,727</u>	<u>346,784</u>	<u>77,497</u>
		<u>2,507,196</u>	<u>2,520,049</u>	<u>3,964,445</u>	<u>3,574,900</u>
Remuneration of third-party capital					
Financial costs and foreign exchange losses	25	(1,010,833)	(1,174,522)	(1,945,426)	(2,460,187)
Leases	23	<u>41,691</u>	<u>28,705</u>	<u>117,056</u>	<u>85,987</u>
		<u>(969,142)</u>	<u>(1,145,817)</u>	<u>(1,828,370)</u>	<u>(2,374,200)</u>
Own capital remuneration					
Non-controlling interests				103,374	100,926
Dividends	20(c)	720,347	2,912	720,347	2,912
Profits distributed and retained		<u>548,179</u>	<u>549,829</u>	<u>548,179</u>	<u>549,829</u>
		<u>1,268,526</u>	<u>552,741</u>	<u>1,371,900</u>	<u>653,667</u>
Value added distributed					
		<u>3,679,853</u>	<u>2,732,037</u>	<u>6,397,496</u>	<u>4,422,041</u>

The accompanying notes are an integral part of these parent company and consolidated condensed interim financial statements.

**Notes to the parent company and consolidated
condensed interim financial statements**

All amounts in thousands of reais unless otherwise stated

1 General information

Votorantim Cimentos S.A. ("VCSA" or the "Parent Company") and its subsidiaries (collectively the "Company") are principally engaged in the following activities: the production and sale of a wide portfolio of heavy building materials, including cement, aggregates, mortar, agricultural limestone and others, as well as services for raw materials and byproducts, similar and related products, research, mining, ready-mix concrete services, transportation, distribution and import, co-processing for energy generation, and holding investments in other companies.

The Company, a corporation headquartered in the City and State of São Paulo, Brazil, operates throughout Brazil, as well as in other countries in South America, North America, Europe, Asia and Africa.

The Company is directly controlled by Votorantim S.A. ("VSA"), a privately held company owned by a Brazilian family through an investment holding company which adopts a long-term investment approach.

On May 10, 2023, the Brazilian Securities Commission ("CVM") approved the Company's registration as issuer of securities admitted to trading on a regulated securities market, in Category A ("Registration as a Publicly held Company"), in accordance with CVM Resolution 80, of March 29, 2022, as amended ("CVM Resolution 80"). As a result, the Company is authorized to trade any securities of the Company on regulated securities markets in Brazil and is subject to compliance with the obligations associated with Category A issuers set forth in CVM Resolution 80 and other applicable regulations.

2 Approval of the condensed interim financial statements

The issue of these condensed interim financial statements was approved by the Company's Management on November 8, 2023.

3 Main events that occurred in the period

3.1 Financing agreement for the Salto de Pirapora (SP) modernization project

In July 2023, the Company entered into a financing agreement for the modernization project of the cement plant located in Salto de Pirapora (SP). One of the main objectives of the project is to increase the unit's thermal replacement level and reduce CO₂ emissions. The project is part of the Company's long-term sustainability strategy.

The new credit facility was fully granted by the International Finance Corporation (IFC) in the total amount of USD 150 million, equivalent to R\$ 747 million, with a total term of 10 years. The resources were disbursed to the Company on August 16, 2023.

The financing has sustainability performance indicators (KPIs) associated with the reduction of net greenhouse gas emissions in scope 1 (Kg CO₂/ton of cement). If the Company reaches the agreed CO₂ reduction target by December 2026, it will benefit from a reduction in interest of the financing agreement, characterizing the operation as a sustainability-linked loan.

After the disbursement, the Company contracted a derivative operation (swap), aiming both to exchange exposure to the floating rate in dollars for the CDI floating rate and to exchange currency from dollars to reais. This swap was contracted with another financial institution, resulting in a CDI floating rate + spread.

To protect variations in the fair value of the exchange rate risk (USD) and interest rate (SOFR+) of this financing, protection instruments (cross-currency swaps) were designated in the funding to exchange flows from USD/SOFR+ to BRL / CDI+ as Fair Value Hedge Accounting. The Company obtained formal approval of the designation document, in accordance with the requirements of IFRS 9. See more details in note 6.3.3.

**Notes to the parent company and consolidated
condensed interim financial statements**
All amounts in thousands of reais unless otherwise stated

4 Financial information by reportable segment and entity group disclosure

4.1 Financial information by reportable segment

Reportable segments for the nine-month period ended September 30, 2023:

	Brazil	North America	Europe, Asia and Africa	Latin America	Other (i)	Consolidated
Net revenue from contracts with customers	9,660,799	5,875,543	3,160,311	633,106	761,711	20,091,470
Profit (loss) for the period	786,125	246,767	365,956	30,828	(57,776)	1,371,900
Profit (loss) before income tax and social contribution	1,092,628	438,792	549,304	22,112	(45,570)	2,057,266
Depreciation, amortization and depletion	472,288	625,702	228,237	58,590	297	1,385,114
Financial result, net	361,603	306,516	93,502	27,686	68,741	858,048
Equity in the results of investees	(2,673)	(16,529)	(23,586)		(20,080)	(62,868)
Dividends received					60,114	60,114
Adjusted EBITDA items						
Future energy contracts - fair value	(11,737)					(11,737)
Provision for impairment of assets			216	3,797		4,013
Adjustments and reclassifications between segments	6,334	(2,034)	(6,518)	92	2,126	
Adjusted EBITDA	1,918,443	1,352,447	841,155	112,277	65,628	4,289,950
Additions of PP&E and intangible assets (CAPEX)	644,728	530,610	111,761	42,347		1,329,446
Net debt	4,204,863	2,851,745	(115,020)	407,246	1,162,081	8,510,915

Reportable segments for the nine-month period ended September 30, 2022:

	Brazil	North America	Europe, Asia and Africa	Latin America	Other (i)	Consolidated
Net revenue from contracts with customers	9,499,641	5,591,299	2,443,259	607,317	1,101,393	19,242,909
Profit (loss) for the period	487,484	185,907	227,060	23,367	(270,151)	653,667
Profit (loss) before income tax and social contribution	795,916	184,165	299,231	30,253	(229,541)	1,080,024
Depreciation, amortization and depletion	442,223	645,961	199,894	59,440	67	1,347,585
Financial result, net	526,212	283,717	(17,847)	25,013	312,483	1,129,578
Equity in the results of investees	19,252	(10,669)	(18,930)		(71,078)	(81,425)
Dividends received					40,758	40,758
Adjusted EBITDA items						
Future energy contracts - fair value	21,314					21,314
Other immaterial adjustments	131		2,971			3,102
Adjustments and reclassifications between segments	23,306	1,186	11,907	236	(36,635)	
Adjusted EBITDA	1,828,354	1,104,360	477,226	114,942	16,054	3,540,936
Additions of PP&E and intangible assets (CAPEX)	458,624	376,600	105,400	102,893	40	1,043,557
Net debt	3,240,299	3,688,038	(220,306)	444,966	987,416	8,140,413

- (i) "Others" refers to the result of the operations of Votorantim Cimentos Trading, as well as the holdings Votorantim Cimentos Latam ("VC LATAM") and Votorantim Cimentos Internacional ("VCI"), not included in the other operating segments reviewed by the Chief Operating Decision Maker.

**Notes to the parent company and consolidated
condensed interim financial statements**
All amounts in thousands of reais unless otherwise stated

The following table reconciles the adjusted EBITDA for the last 9 and 12 months:

	<u>1/1/2023 to 9/30/2023</u>	<u>1/1/2022 to 9/30/2022</u>	<u>10/1/2022 to 9/30/2023</u>	<u>1/1/2022 to 12/31/2022</u>
Net revenue from contracts with customers	20,091,470	19,242,909	26,645,927	25,797,366
Profit for the period	1,371,900	653,667	1,863,687	1,145,454
Profit before income tax and social contribution	<u>2,057,266</u>	<u>1,080,024</u>	<u>2,656,678</u>	<u>1,679,436</u>
Depreciation, amortization and depletion	1,385,114	1,347,585	1,884,384	1,846,855
Financial result, net	858,048	1,129,578	1,023,895	1,295,425
Equity in the results of investees	(62,868)	(81,425)	(33,543)	(52,100)
Dividends received	60,114	40,758	90,476	71,120
Adjusted EBITDA items				
Provision for impairment of assets	4,013		8,329	4,316
Future energy contracts - fair value	(11,737)	21,314	24,536	57,587
Result from acquisitions and business dissolutions			2,019	2,019
Other immaterial adjustments		3,102	12,724	15,826
Adjusted EBITDA	<u>4,289,950</u>	<u>3,540,936</u>	<u>5,669,498</u>	<u>4,920,484</u>

4.2 Capital management

The financial leverage ratios on September 30, 2023 and December 31, 2022 are summarized as follows:

	<u>Note</u>	<u>Consolidated</u>	
		<u>9/30/2023</u>	<u>12/31/2022</u>
Borrowings	17(a)	12,057,824	11,173,587
Lease liabilities	16(b)	1,084,402	1,200,684
Cash and cash equivalents	8	(3,875,680)	(3,943,513)
Financial investments	9	(987,241)	(978,316)
Derivative financial instruments	6.3.4	231,610	166,181
Net debt - (A)		<u>8,510,915</u>	<u>7,618,623</u>
Adjusted EBITDA for the last 12 months - (B)		<u>5,669,498</u>	<u>4,920,484</u>
Financial leverage ratio - (A/B)		1.50	1.55

5 Basis of preparation and presentation of condensed interim financial statements

5.1 Basis of preparation

The parent company and consolidated condensed interim financial statements have been prepared and are being presented in accordance with Technical Pronouncement CPC 21 (R1) - "Interim Financial Reporting", issued by the Accounting Pronouncements Committee ("CPC") and with the International Accounting Standard ("IAS") 34 - "Interim Financial Reporting" as issued by the International Accounting Standards Board ("IASB"), and presented consistently with the standards issued by the Brazilian Securities Commission ("CVM"), applicable to the preparation of quarterly information.

Disclosure is limited to all information of significance to the financial statements, which is consistent with that used by Management in the performance of its duties.

The parent company and consolidated condensed interim financial statements as at September 30, 2023 do not include all the notes and disclosures required by accounting standards for annual financial statements and, consequently, should be read together with the parent company and consolidated financial statements for the year ended December 31, 2022, available on the Investor Relations website (ri.votorantimcimentos.com.br) prepared and presented in accordance with the International Financial Reporting Standards ("IFRS"), issued by the International Accounting Standards Board ("IASB"), and in accordance with accounting practices adopted in Brazil that follow the pronouncements issued by the Accounting Pronouncements Committee ("CPC") and the standards issued by CVM.

5.2 Critical accounting estimates and judgments

Management monitors the critical accounting estimates and judgments, as well as the related accounting policies. There were no changes to the estimates and assumptions that presented a significant risk of changes to the carrying amounts of assets and liabilities for the interim period, compared to those detailed in Note 6 to the parent company and consolidated financial statements for the year ended December 31, 2022.

5.3 New accounting standards and interpretations

5.3.1 Accounting standards and interpretations adopted

A series of new standards, interpretations and amendments to accounting standards effective from January 1, 2023 were adopted with no material impact on the parent company and consolidated condensed interim financial statements.

(a) Amendments to CPC 32/IAS 12 "Income taxes" – Single transaction

As of January 1, 2023, the Company adopted the amendments to CPC 32/IAS 12 which require companies to recognize deferred tax on transactions that, upon initial recognition, give rise to equal amounts of taxable and deductible temporary differences, such as lease agreements or asset retirement obligations. Deferred tax assets and liabilities of R\$ 14,558 and R\$ 17,577, respectively, were initially recognized, with a residual impact of R\$ 3,019 recorded against shareholders' equity.

5.3.2 New standards and interpretations not adopted

Other standards, interpretations and amendments to accounting standards have been published. However, they are not yet mandatory for the nine-month period ended September 30, 2023, and have not been adopted early. The Company believes that the adoption of these standards, interpretations and amendments will not have a material impact on the preparation of the financial statements for the current year and future periods.

Notes to the parent company and consolidated condensed interim financial statements
All amounts in thousands of reais unless otherwise stated

5.4 Functional and presentation currency

The Company's functional and presentation currency is the Brazilian Real / Reais ("R\$").

5.5 Consolidation

5.5.1 Changes in the consolidation

The main changes in the interests held in subsidiaries and joint ventures for the nine-month period ended September 30, 2023 were as follows:

	Percentage of total and voting capital		Place of operation	Functional currency	Main Activity
	9/30/2023	12/31/2022			
Votorantim Cimentos International S.A. and subsidiaries					
St. Marys and subsidiaries					
VCNA United Materials Builders LLC (i)		83.00	USA	US Dollar - USD	Retail
Votorantim Cimentos EAA Inversiones S.L and subsidiaries					
Sociedad Financiera y Minera Sur, S.L. (vi)		99.77	Spain	Euro – EUR	Cement
Associates and joint ventures					
Superior Materials Holdings, LLC (ii)		83.00	USA	US Dollar - USD	Concrete
BWB LLC (iii)		83.00	USA	US Dollar - USD	Concrete
Juntos Somos Mais Fidelização S.A. (iv)	44.27	44.44	Brazil	Real - BRL	Cement
JSM Fidelização (Portugal) Unipessoal, Lda. (iv)	44.27	44.44	Portugal	Euro – EUR	Cement
Grundy-River Holdings LLC (v)	50.00		USA	US Dollar - USD	Concrete
Grundy County Redi-Mix LLC (v)	50.00		USA	US Dollar - USD	Concrete
River Ready-Mix LLC (v)	50.00		USA	US Dollar - USD	Concrete
RCD La Gañanía, Sl. (vii)	39.91		Spain	Euro – EUR	Aggregates

- (i) In January 2023, the subsidiary VCNA United Materials Builders LLC was merged into VCNA Prairie LLC.
- (ii) In January 2023, Superior Materials Holdings, LLC was merged into Superior Materials LLC.
- (iii) In January 2023, BWB LLC was merged into Superior Materials LLC.
- (iv) In April 2023, Votorantim Cimentos S.A. decreased its interest in Juntos Somos Mais Fidelização S.A. and consequently, decreased its interest in JSM Fidelização (Portugal) Unipessoal, Lda.
- (v) In June 2023, VCNA Prairie LLC acquired interest in Grundy-River Holdings LLC and indirectly in Grundy County Redi-Mix LLC and River Red-Mix LLC (Note 12(a)(i)).
- (vi) In August 2023, Sociedad Financiera y Minera Sur, S.L. was merged into Votorantim Cimentos España, S.A.
- (vii) In September 2023, RCD LA Gañanía, SI was established. Votorantim Cimentos España S.A. has a 40% interest in the company.

5.5.2 Hyperinflationary economies

The Company applies CPC 42/IAS 29 - Financial Reporting in Hyperinflationary Economies to record the equity position and profit or loss in the following operations:

(a) Turkey

By early 2022, cumulative inflation in Turkey had exceeded 100% over three years, as per the International Monetary Fund ("IMF"). Hence, the Company considered that there was sufficient evidence to conclude that Turkey is a hyperinflationary economy under CPC 42 / IAS 29 as of April 2022 and therefore applied CPC 42 / IAS 29 as of that date in the financial reports of its subsidiaries, that have the Turkish lira as their functional currency.

(b) Argentina

In July 2018, the Argentine peso suffered a sharp devaluation, resulting in an accumulated inflation in the three-year period in Argentina of more than 100%, thus triggering the requirement to transition to accounting in a hyperinflationary economy. Since 2018, compliance with the standard has become applicable to the Company's investment in Cementos Avellaneda S.A. ("Avellaneda"), an associate whose functional currency is the Argentine peso.

6 Risk management

6.1 Socioenvironmental and climatic risks management

The Company operates in various countries, and consequently its activities are subject to local, state, national, and international social, environmental, and climatic laws and regulations, treaties, and conventions regulating the activities, establishing measures for mitigation, compensation, management, and monitoring of these risks, including those regulating the obligations of the owner of the venture and/or activity regarding social, environmental, and climatic care and protection. Violations of such regulations can lead to substantial fines and financial penalties and may require the implementation of technical measures to ensure compliance with the applicable mandatory standards.

The Company periodically updates its surveys and assessments of socioenvironmental and climatic risks and addresses them through mitigation, compensation, or provisions for future obligations.

6.2 Seasonality of operations in the northern hemisphere

In the markets located in the northern hemisphere - North America, Europe, Asia and Africa - the demand for cement, concrete, aggregates and other building materials is seasonal due to the cyclical nature of activities in the construction sector, which is affected by precipitation, snow and rain, which adversely affect the construction industry and can cause stoppages in the construction process. Operations are normalized as of the second half of the year, with the start of the summer season in these markets.

The Company has available a revolving credit facility (Note 17(e)) whose main purpose is to provide additional liquidity to subsidiaries based in the northern hemisphere during the seasonality period. Historically, withdrawals were concentrated in the first half of the year and settled by the end of the period according to the operational resumption.

6.3 Market risk

6.3.1 Foreign exchange risk

Foreign exchange risk is the exposure of the Company to significant fluctuations in foreign currencies' exchange rates, which comprise commercial, operational and financial relationships and, consequently, have an impact on its cash flows or results.

Presented below are the assets and liabilities denominated in foreign currencies (Euro, Tunisian Dinar, US dollar, Canadian dollar, Moroccan dirham, Turkish lira and Bolivian and Uruguayan pesos) at the end of the reporting period:

	Parent company		Consolidated	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Assets denominated in foreign currency				
Cash and cash equivalents	22,646	14,612	1,170,915	1,138,067
Financial investments			60,569	88,406
Derivative financial instruments (ii)	2,403,648	1,693,254	2,654,027	1,939,904
Trade receivables			1,105,927	742,828
Related parties	6,678	8,521	41,552	13,505
Securitization of receivables			449,387	217,740
	<u>2,432,972</u>	<u>1,716,387</u>	<u>5,482,377</u>	<u>4,140,450</u>
Liabilities in foreign currency				
Borrowings (i)	2,354,844	1,683,380	5,063,389	6,981,794
Derivative financial instruments (ii)			98,525	31,306
Lease liabilities			489,297	604,609
Confirming payables			50,578	74,952
Trade and other payables	9,124	993	1,534,492	1,813,558
Related parties	5,762	4,592	2,636	12,731
Securitization of receivables			133,268	114,417
	<u>2,369,730</u>	<u>1,688,965</u>	<u>7,372,185</u>	<u>9,633,367</u>
Net exposure	<u>63,242</u>	<u>27,422</u>	<u>(1,889,808)</u>	<u>(5,492,917)</u>

(i) Excludes transaction costs.

(ii) The balances of derivative financial instruments presented refer to the reference value (notional) of the instruments.

The Company also has investments in foreign operations, in which the net assets expose the Company to foreign exchange risk. The foreign exchange exposure arising from investments in foreign operations is partially hedged by borrowings in the same currency as these investments, which are designated as a hedge of net investment in foreign operations (Note 6.3.4).

6.3.2 Cash flow and fair value associated with interest rate risk

The Company's interest rate risk arises from long-term borrowings. Borrowings issued at floating rates and fixed rates expose the Company to cash flow and fair value risk, respectively, associated with interest rates. The Company discloses the interest rate exposure and hedge derivative financial instruments held by the Company in Note 17(a).

**Notes to the parent company and consolidated
condensed interim financial statements**

All amounts in thousands of reais unless otherwise stated

6.3.3 Fair value hedge

The Company voluntarily designates fair value hedge accounting in certain borrowing operations in foreign currency for which it has contracted derivative financial instruments with the purpose of hedging the fair value risk associated with interest and exchange rates. In operations designated for hedge accounting, the Company formally documents the relationship between the hedge instrument and the hedged item, including the risk management objectives and the methods used to assess the effectiveness.

The changes in the fair value of contracted hedged instruments (derivatives) are recorded as derivatives in the statement of income as financial income and expenses. The changes in designated borrowings that are exclusively attributable to hedged risks are also recorded in the statement of income as financial income or expenses. The gain or loss related to the ineffective portion is recognized as financial income or expenses.

The effectiveness ratio measured in the period is presented below:

Parent company and consolidated								
Fair value hedge - Derivative instruments	Hedged item	Maturity	Assets	Liabilities	Notional	Fair value of the instrument	Changes in the fair value of the instrument	Changes in the fair value of the hedged item
Exchange rate and interest swap	Development agency - USD 150 million SOFR + 1.40% p.a.	2033	USD SOFR + 1.40 % p.a.	BRL CDI + 0.60 % p.a.	747,180	(2,300)	4,972	4,904
					747,180	(2,300)	4,972	4,904

The change relates to the accumulated value of the fair value adjustments on hedged items, including the carrying amount of borrowings.

The fair value of derivatives designated for fair value hedge purposes is shown separately in Note 6.3.4.

6.3.4 Derivative financial instruments

									Parent company			
	Principal			12/31/2022				9/30/2023	Fair value by maturity			
				Total (net between assets and liabilities) (i)	Impact on financial results	Loss realized with cash effect	Other comprehensive income	Total (net between assets and liabilities) (i)				
Programs	9/30/2023	12/31/2022	Currency						2023	2024	2025	2026 and onwards
Hedging of interest rates and currencies not designated for hedge accounting												
USD fixed rate vs. CDI floating rate swap	280,000	280,000	USD thousands	(142,714)	(194,913)	107,715	5,573	(224,339)	(50,445)	(112,203)	(65,078)	3,387
IPCA floating rate vs. CDI floating rate swap	615,793	615,793	BRL thousands	(8,386)	3,596	24,748		19,958	(33,098)	(38,388)	(29,101)	120,545
LIBOR floating rate vs. CDI floating rate swap	50,000	50,000	USD thousands	13,032	(28,083)	13,921	618	(512)	(3,130)	(9,230)	(9,349)	21,197
				(138,068)	(219,400)	146,384	6,191	(204,893)	(86,673)	(159,821)	(103,528)	145,129
Hedging of interest rates and currencies designated for fair value hedge												
SOFR floating rate swaps in USD vs. CDI floating rate in BRL	150,000		USD thousands		(2,300)		(5,901)	(8,201)	(28,792)	(24,737)		45,328
					(2,300)		(5,901)	(8,201)	(28,792)	(24,737)		45,328
Current assets												
Non-current assets				543,924				432,268				
Current liabilities				(215,707)				(218,204)				
Non-current liabilities				(466,285)				(427,158)				
				(138,068)				(213,094)				

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Consolidated												
	Principal			31/12/2022				30/9/2023	Fair value by maturity			
				Total (net between assets and liabilities) (i)	Impact on financial results	Loss realized with cash effect	Other comprehensive income	Total (net between assets and liabilities) (i)				2026 and onwards
Programs	9/30/2023	12/31/2022	Currency						2023	2024	2025	
Foreign exchange hedge												
Turkish Lira forward (TRY/USD)	19,675	6,000	USD thousands	(1,776)	14,609	(729)		12,104	11,855	249		
Proteção de taxas de juros e moedas não designado para hedge accounting												
USD fixed rate vs.												
CDI floating rate swap	330,000	330,000	USD thousands	(157,643)	(230,306)	120,590	7,103	(260,256)	(63,252)	(130,010)	(79,609)	12,615
IPCA floating rate vs.												
CDI floating rate swap	1,020,170	1,020,170	BRL thousands	(19,794)	5,006	40,043		25,255	(51,058)	(59,668)	(43,730)	179,711
LIBOR floating rate vs.												
CDI floating rate swap	50,000	50,000	USD thousands	13,032	(28,082)	13,920	618	(512)	(3,130)	(9,230)	(9,349)	21,197
				(166,181)	(238,773)	173,824	7,721	(223,409)	(105,585)	(198,659)	(132,688)	213,523
Hedging of interest rates and currencies designated for fair value hedge												
SOFR floating rate swaps in USD vs.												
CDI floating rate in BRL	150,000		USD thousands		(2,300)		(5,901)	(8,201)		(28,792)	(24,737)	45,328
					(2,300)		(5,901)	(8,201)		(28,792)	(24,737)	45,328
Current assets				48				12,104				
Non-current assets				708,600				569,137				
Current liabilities				(271,647)				(269,076)				
Non-current liabilities				(603,182)				(543,775)				
				(166,181)				(231,610)				

- (i) The total amount (net between assets and liabilities) is measured at the fair value of the financial instruments considering the credit risk of the Company and/or the counterparty.

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All amounts in thousands of reais unless otherwise stated

6.3.5 Hedging of net investments in foreign operations

1/1/2023 to 9/30/2023									
Investor		Hedged item				Instrument			Gain
Entity	Currency	Investment	Currency	Designated percentage	Designated net equity	Amount in reais	Currency	Original amount	Amount in reais
St. Marys Cement Inc. (Canada)	CAD	VCNA US, Inc.	USD thousands	46.87%	500,000	2,503,800	USD thousands	500,000	2,503,800
									11,045

1/1/2022 to 9/30/2022									
Investor		Hedged item				Instrument			Loss
Entity	Currency	Investment	Currency	Designated percentage	Designated net equity	Amount in reais	Currency	Original amount	Amount in reais
St. Marys Cement Inc. (Canada)	CAD	VCNA US, Inc.	USD thousands	44.96%	500,000	2,703,300	USD thousands	500,000	2,703,300
									(208,606)

The gain is net of tax effects (Note 21 (b)).

There were no cases of ineffectiveness of the hedge transactions designated in the period and, therefore, no gain or loss was recognized in profit or loss.

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6.4 Credit risk

6.4.1 Credit quality of trade receivables

Trade receivables, excluding overdue receivables, net of allowance for expected credit losses, and net of balances with related parties are presented below.

	Parent company		Consolidated	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022
High risk	72,080	44,845	209,214	155,195
Medium risk	96,794	96,772	274,915	227,643
Low risk	536,789	350,748	1,174,359	790,113
AAA	74,841	63,283	323,229	232,097
	<u>780,504</u>	<u>555,648</u>	<u>1,981,717</u>	<u>1,405,048</u>

6.5 Liquidity risk

The table below presents the undiscounted contractual future cash flow; these amounts may not agree directly with the amounts in the balance sheet.

							Parent company
	Note	Up to 1 year	Between 1 and 2 years	Between 2 and 5 years	Between 5 and 10 years	Over 10 years	Total
On September 30, 2023							
Borrowings		416,405	1,012,472	3,096,834	3,079,850		7,605,561
Derivative financial instruments	6.3.4	218,204	147,192	255,417	24,549		645,362
Lease liabilities		45,590	40,260	39,340	572		125,762
Confirming payables	18	183,408					183,408
Trade and other payables		1,402,146					1,402,146
Related parties			46,568				46,568
		<u>2,265,753</u>	<u>1,246,492</u>	<u>3,391,591</u>	<u>3,104,971</u>		<u>10,008,807</u>
On December 31, 2022							
Borrowings		387,367	408,384	2,863,911	3,259,132	104,860	7,023,654
Derivative financial instruments	6.3.4	215,707	162,568	263,707	40,010		681,992
Lease liabilities		27,640	12,848	16,467	721		57,676
Confirming payables	18	251,701					251,701
Trade and other payables		1,936,463					1,936,463
Related parties			52,583				52,583
Dividends payable	12(a)	218,911					218,911
		<u>3,037,789</u>	<u>636,383</u>	<u>3,144,085</u>	<u>3,299,863</u>	<u>104,860</u>	<u>10,222,980</u>

							Consolidated
	Note	Up to 1 year	Between 1 and 2 years	Between 2 and 5 years	Between 5 and 10 years	Over 10 years	Total
On September 30, 2023							
Borrowings		890,076	1,474,683	7,983,758	4,194,636	2,654,297	17,197,450
Derivative financial instruments	6.3.4	269,075	180,045	329,558	34,173		812,851
Lease liabilities		204,517	163,717	289,194	157,184	518,314	1,332,926
Confirming payables	18	1,467,919					1,467,919
Trade and other payables		3,426,235					3,426,235
Related parties			40,970				40,970
Dividends payable	12(a)	1,661					1,661
Use of public assets		54,519	55,247	187,040	397,000	1,157,338	1,851,144
		6,314,002	1,914,662	8,789,550	4,782,993	4,329,949	26,131,156
On December 31, 2022							
Borrowings		807,504	837,586	7,409,146	4,699,890	2,998,262	16,752,388
Derivative financial instruments	6.3.4	271,647	201,924	345,507	55,751		874,829
Lease liabilities		179,614	98,357	178,249	130,146	664,192	1,250,558
Confirming payables	18	1,880,761					1,880,761
Trade and other payables		4,275,707					4,275,707
Related parties			47,086				47,086
Dividends payable	12(a)	221,185					221,185
Use of public assets		54,932	57,257	193,843	411,440	1,312,743	2,030,215
		7,691,350	1,242,210	8,126,745	5,297,227	4,975,197	27,332,729

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7 Financial instruments by category
(a) Analysis

				Parent company
				9/30/2023
	Note	Amortized cost	Fair value through profit or loss	Total
Assets				
Cash and cash equivalents (i)	8		791,665	791,665
Financial investments	9		813,827	813,827
Trade receivables	10(a)	881,489		881,489
Derivative financial instruments	6.3.4		432,268	432,268
Related parties	12(a)	47,214		47,214
		928,703	2,037,760	2,966,463
Liabilities				
Borrowings	17(a)	3,920,441	1,612,913	5,533,354
Derivative financial instruments	6.3.4		645,362	645,362
Lease liabilities	16(b)	104,274		104,274
Confirming payables	18	183,408		183,408
Trade and other payables		1,402,146		1,402,146
Salaries and social charges		288,882		288,882
Related parties	12(a)	46,568		46,568
		5,945,719	2,258,275	8,203,994

				Parent company
				12/31/2022
	Note	Amortized cost	Fair value through profit or loss	Total
Assets				
Cash and cash equivalents (i)	8		1,105,029	1,105,029
Financial investments	9		776,858	776,858
Trade receivables	10(a)	661,250		661,250
Derivative financial instruments	6.3.4		543,924	543,924
Related parties	12(a)	45,873		45,873
		707,123	2,425,811	3,132,934
Liabilities				
Borrowings	17(a)	3,880,552	906,878	4,787,430
Derivative financial instruments	6.3.4		681,992	681,992
Lease liabilities	16(b)	52,718		52,718
Confirming payables	18	251,701		251,701
Trade and other payables		1,936,463		1,936,463
Salaries and social charges		264,862		264,862
Related parties	12(a)	58,016		58,016
		6,444,312	1,588,870	8,033,182

**Notes to the parent company and consolidated
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				Consolidated 9/30/2023
	Note	Amortized cost	Fair value through profit or loss	Total
Assets				
Cash and cash equivalents (i)	8		3,875,680	3,875,680
Financial investments	9		987,241	987,241
Trade receivables	10(a)	2,179,313		2,179,313
Derivative financial instruments	6.3.4		581,241	581,241
Related parties		41,610		41,610
Securitization of receivables	10(d)	449,387		449,387
		2,670,310	5,444,162	8,114,472
Liabilities				
Borrowings	17(a)	10,448,766	1,609,058	12,057,824
Derivative financial instruments	6.3.4		812,851	812,851
Lease liabilities	16(b)	1,084,402		1,084,402
Confirming payables	18	1,467,919		1,467,919
Trade and other payables		3,426,235		3,426,235
Salaries and social charges		703,478		703,478
Related parties		40,970		40,970
Use of public assets		642,519		642,519
Securitization of receivables	10(d)	133,268		133,268
		17,947,557	2,421,909	20,369,466

				Consolidated 12/31/2022
	Note	Amortized cost	Fair value through profit or loss	Total
Assets				
Cash and cash equivalents (i)	8		3,943,513	3,943,513
Financial investments	9		978,316	978,316
Trade receivables	10(a)	1,521,320		1,521,320
Derivative financial instruments	6.3.4		708,648	708,648
Related parties		45,699		45,699
Securitization of receivables	10(d)	217,740		217,740
		1,784,759	5,630,477	7,415,236
Liabilities				
Borrowings	17(a)	10,266,709	906,878	11,173,587
Derivative financial instruments	6.3.4		874,829	874,829
Lease liabilities	16(b)	1,200,684		1,200,684
Confirming payables	18	1,880,761		1,880,761
Trade and other payables		4,275,707		4,275,707
Salaries and social charges		598,861		598,861
Related parties		56,905		56,905
Use of public assets		711,790		711,790
Securitization of receivables	10(d)	114,417		114,417
		19,105,834	1,781,707	20,887,541

(i) The amortized cost approximates fair value due to the liquid nature of the amounts.

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(b) Fair value of financial instruments and derivatives

The Company discloses fair value measurements based on the hierarchy level of the main assets and liabilities:

				Parent company
				9/30/2023
		Fair value measured based on		
		Price quoted in an active market	Valuation technique supported by observable prices	
	Note	Level 1	Level 2	Fair value
Assets				
Cash and cash equivalents	8	156,325	635,340	791,665
Financial investments	9	805,304	8,523	813,827
Derivative financial instruments	6.3.4		432,268	432,268
		961,629	1,076,131	2,037,760
Liabilities				
Borrowings	17(a)	655,152	4,764,599	5,419,751
Derivative financial instruments	6.3.4		645,362	645,362
		655,152	5,409,961	6,065,113

				Parent company
				12/31/2022
		Fair value measured based on		
		Price quoted in an active market	Valuation technique supported by observable prices	
	Note	Level 1	Level 2	Fair value
Assets				
Cash and cash equivalents	8	144,377	960,652	1,105,029
Financial investments	9	769,628	7,230	776,858
Derivative financial instruments	6.3.4		543,924	543,924
		914,005	1,511,806	2,425,811
Liabilities				
Borrowings	17(a)	610,253	4,143,942	4,754,195
Derivative financial instruments	6.3.4		681,992	681,992
		610,253	4,825,934	5,436,187

				Consolidated
				9/30/2023
		Fair value measured based on		
		Price quoted in an active market	Valuation technique supported by observable prices	
	Note	Level 1	Level 2	Fair value
Assets				
Cash and cash equivalents	8	2,177,293	1,698,387	3,875,680
Financial investments	9	860,084	127,157	987,241
Derivative financial instruments	6.3.4		581,241	581,241
		3,037,377	2,406,785	5,444,162
Liabilities				
Borrowings	17(a)	5,241,119	6,562,153	11,803,272
Derivative financial instruments	6.3.4		812,851	812,851
		5,241,119	7,375,004	12,616,123

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				Consolidated
				12/31/2022
		Fair value measured based on		
		Price quoted in an	Valuation technique	
		active market	supported by	
			observable prices	
Note	Level 1	Level 2	Fair value	
Assets				
Cash and cash equivalents	8	1,943,432	2,000,081	3,943,513
Financial investments	9	846,823	131,493	978,316
Derivative financial instruments	6.3.4		708,648	708,648
		2,790,255	2,840,222	5,630,477
Liabilities				
Borrowings	17(a)	5,498,552	5,581,148	11,079,700
Derivative financial instruments	6.3.4		874,829	874,829
		5,498,552	6,455,977	11,954,529

Other financial instruments not included above are measured at amortized cost which approximates their fair values. The fair values are determined based on observable prices (Level 2) in arm's length transactions between market participants or equivalent conditions when among related parties.

8 Cash and cash equivalents

	Parent company		Consolidated	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Local currency				
Cash and banks	4,212	2,375	10,972	44,417
Bank Deposit Certificates ("CDBs")	635,339	960,653	1,208,595	1,537,834
Leveraged operations - Government notes	129,468	127,389	260,431	249,717
	769,019	1,090,417	1,479,998	1,831,968
Foreign currency				
Cash and banks	22,646	14,612	1,905,891	1,649,299
Time deposits			489,791	462,246
	22,646	14,612	2,395,682	2,111,545
	791,665	1,105,029	3,875,680	3,943,513

Cash and cash equivalents in local currency represent cash available in bank accounts and government notes (overnight transactions) or financial institution bonds, indexed to the interbank deposit rate. Cash and cash equivalents in foreign currency comprise fixed-income financial instruments in local currency.

The average return on cash and cash equivalents in local currency is 102.24% p.a. of the CDI rate (December 31, 2022 - 102.83% p.a. of CDI).

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9 Financial investments

	Parent company		Consolidated	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Local currency				
Treasury Financial Bills (<i>Letras Financeiras do Tesouro</i> - "LFTs")	805,359	769,676	860,136	846,872
Bank Deposit Certificates ("CDBs")	6,728	6,168	64,796	40,024
Certificates of Real Estate Receivables ("CRIs")	1,740	1,014	1,740	1,014
	813,827	776,858	926,672	887,910
Foreign currency				
Time deposits			60,569	90,406
Current	813,827	776,858	987,241	978,316

The average return for financial investments in local and foreign currency was 102.27% p.a. of CDI and 5.54% p.a., respectively (December 31, 2022 - 102.98% p.a. of CDI and 4.06% p.a., respectively).

10 Trade receivables and securitization of receivables

(a) Analysis

	Note	Parent company		Consolidated	
		9/30/2023	12/31/2022	9/30/2023	12/31/2022
Brazilian customers		813,277	587,964	1,022,715	759,503
Customers outside Brazil				1,146,111	792,970
Related parties	12(a)	83,651	88,512	75,743	43,130
		896,928	676,476	2,244,569	1,595,603
Allowance for expected credit losses	10(b)	(15,439)	(15,226)	(65,256)	(74,283)
		881,489	661,250	2,179,313	1,521,320

(b) Changes in allowance for expected credit losses

	Parent company		Consolidated	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Balance at the beginning of the period	(15,226)	(30,494)	(74,283)	(96,626)
Additions	(14,407)	(10,544)	(30,067)	(23,549)
Reversals	1,444	1,513	9,185	8,259
Trade receivables written off during the period as uncollectible	12,750	27,459	25,839	38,374
Exchange variations			4,070	5,952
Balance at the end of the period	(15,439)	(12,066)	(65,256)	(67,590)

(c) Maturity

The aging of the balances does not include the allowance for expected credit losses.

	Parent company		Consolidated	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Not yet due	864,155	644,160	2,057,460	1,448,178
Overdue for up to 90 days	26,536	23,390	119,593	86,003
From 90 to 180 days overdue	1,345	3,846	8,839	8,388
Overdue for over 180 days	4,892	5,080	58,677	53,034
	896,928	676,476	2,244,569	1,595,603

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(d) Assets and liabilities recognized as securitization of receivables

	Consolidated	
	9/30/2023	12/31/2022
Notes receivable from the SPE	393,036	176,807
Capital contribution to the SPE	56,351	40,933
Securitization of receivables (assets)	449,387	217,740
Security guarantee	(120,278)	(91,391)
Junior note losses guarantee	(12,990)	(23,026)
Securitization of receivables (liabilities)	(133,268)	(114,417)
Net carrying amount (i)	316,119	103,323

(i) The fair value of assets and liabilities representing the Company's continuing involvement in financial assets derecognized is not materially different from the net carrying amount of those assets and liabilities.

11 Inventory

(a) Analysis

	Parent company		Consolidated	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Finished products	56,346	67,053	243,402	245,629
Semi-finished products	332,938	382,254	1,098,439	1,142,979
Raw materials	88,738	92,737	420,762	419,751
Fuels	269,385	288,852	799,665	818,210
Auxiliary materials and consumables	53,813	52,793	109,185	109,747
Maintenance materials	231,052	209,791	836,167	790,697
Imports in transit	556	830	37,530	28,972
Other	7,440	16,176	35,234	51,372
Provision for inventory losses (i)	(57,134)	(53,244)	(267,960)	(248,565)
	983,134	1,057,242	3,312,424	3,358,792

(i) The provision for inventory losses refers to slow-moving materials.

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(b) Changes in the provision for inventory losses

							Parent company	
							1/1/2023 to 9/30/2023	1/1/2022 a 9/30/2022
	Finished products	Semi- finished products	Raw materials	Auxiliary materials and consumables	Maintenance materials	Other	Total	Total
Balance at the beginning of the period	(410)	(16,900)	(1,481)	(3,311)	(30,849)	(293)	(53,244)	(52,942)
Additions	(606)	(413)	(1,483)	(2,602)	(14,526)	(319)	(19,949)	(15,610)
Reversals and write-offs	536	2,188	1,574	2,160	9,422	179	16,059	14,787
Balance at the end of the period	(480)	(15,125)	(1,390)	(3,753)	(35,953)	(433)	(57,134)	(53,765)

							Consolidated	
							1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
	Finished products	Semi- finished products	Raw materials	Auxiliary materials and consumables	Maintenance materials	Other	Total	Total
Balance at the beginning of the period	(20,585)	(32,090)	(19,452)	(34,415)	(136,219)	(5,804)	(248,565)	(258,529)
Additions	(810)	(5,032)	(3,404)	(3,404)	(50,231)	(477)	(63,358)	(41,854)
Reversals and write-offs	1,045	7,403	1,848	2,704	21,623	1,590	36,213	40,368
Exchange variations	721	643	146		6,240		7,750	20,234
Balance at the end of the period	(19,629)	(29,076)	(20,862)	(35,115)	(158,587)	(4,691)	(267,960)	(239,781)

**Notes to the parent company and consolidated
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All amounts in thousands of reais unless otherwise stated

12 Related parties

(a) Asset and liability balances

	Parent company							
	Cash, financial investments and derivatives, net		Trade receivables		Dividends receivable		Other assets	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Subsidiaries, associates, joint ventures or members of the same economic group								
Auren Energia S.A.							37,978	36,661
Banco Votorantim S.A. (i)	3	167,543						
Supermix Concreto S.A.			25,236	22,264				
Votorantim Cement Trading S.L.			6,646	6,646				
Votorantim Cimentos N/NE S.A.			49,449	56,089	33,145		6,600	6,600
Other			2,320	3,513			2,636	2,612
	3	167,543	83,651	88,512	33,145		47,214	45,873
Current	3	167,543	83,651	88,512	33,145			
Non-current							47,214	45,873
	3	167,543	83,651	88,512	33,145		47,214	45,873

	Parent company							
	Trade payables		Lease liabilities		Dividends payable		Other liabilities	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Parent company								
Votorantim S.A.	7,040	7,918	9,769	5,770	218,911		13,586	
Subsidiaries, associates, joint ventures or members of the same economic group								
Auren Comercializadora de Energia Ltda.	49,409	57,813						
Auren Energia S.A.							40,593	49,678
Companhia Brasileira de Alumínio	1,248	13					401	8,959
Juntos Somos Mais Fidelização S.A.	2,352	1,088						
Motz Transporte Ltda. (ii)	60,004	35,769						
Votorantim Cimentos N/NE S.A.	1,134	314						
Other	4,774	3,353					7,728	11,799
	125,961	106,268	9,769	5,770	218,911		62,308	70,436
Current	125,961	106,268	934	5,770	218,911		15,740	12,420
Non-current			8,835				46,568	58,016
	125,961	106,268	9,769	5,770	218,911		62,308	70,436

**Notes to the parent company and consolidated
condensed interim financial statements**

All amounts in thousands of reais unless otherwise stated

	Consolidated					
	Cash, financial investments and derivatives, net		Trade receivables		Other assets	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Associates, joint ventures or members of the same economic group						
Auren Energia S.A.					37,978	36,661
Banco Votorantim S.A. (i)	18,925	239,678				
Cementos Avellaneda S.A.			2,541	2,641		5,299
Cementos Especiales de las Islas, S.A.			7,378			
Cementos Granadilla			2,676	2,061		
Great Lakes Slag Inc.			12,323			
Midway Group LLC			14,647	6,471		
Supermix Concreto S.A.			32,031	28,189		
VCNA SPE, LCC (iii)					449,387	217,740
Other			4,147	3,768	3,632	3,739
	18,925	239,678	75,743	43,130	490,997	263,439
Current	20,317	242,833	75,743	43,130		
Non-current	(1,392)	(3,155)			490,997	263,439
	18,925	239,678	75,743	43,130	490,997	263,439

	Consolidated							
	Trade payables		Lease liabilities		Dividends payable		Other liabilities	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Parent company								
Votorantim S.A.	8,650	9,191	9,769	5,770		218,911	13,586	
Associates, joint ventures or members of the same economic group								
Auren Comercializadora de Energia Ltda.	49,409	62,197						
Auren Energia S.A.							40,593	49,678
Cementos Avellaneda S.A.	6,228	5,293						
Cementos Granadilla	2,172	1,818						
Juntos Somos Mais Fidelização S.A.	2,352	1,088						
Midway Group LLC	4,419	5,499						
Société Marocaine SMBRM								8,559
VCNA SPE, LCC (iii)							133,268	114,417
Other	3,748	2,143					2,531	11,088
	76,978	87,229	9,769	5,770		218,911	189,978	183,742
Total non-controlling interests					1,661	2,274		
Current	76,978	87,229	934	5,770	1,661	221,185	15,740	12,420
Non-current			8,835				174,238	171,322
	76,978	87,229	9,769	5,770	1,661	221,185	189,978	183,742

- (i) Refers to cash balances, financial investments and derivative financial instruments, net, with Banco Votorantim S.A.
- (ii) The balances with Motz Transportes Ltda. refer to payables for road cargo transport services in general.
- (iii) Other assets, other liabilities and results with VCNA SPE, LCC are related to the securitization of receivables (Note 10(d)).

Notes to the parent company and consolidated condensed interim financial statements
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(b) Profit or loss balances

	Parent company					
	Sales		Purchases		Financial income (expenses)	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Parent company						
Votorantim S.A. (i)			51,323	43,119		
Subsidiaries, associates, joint ventures or members of the same economic group						
Auren Comercializadora de Energia Ltda. (iv)			438,754	429,409		
Banco Votorantim S.A.					3,455	24,367
Juntos Somos Mais Fidelização S.A.			20,647	20,552		
Motz Transporte Ltda. (ii)			843,875	779,200		
St. Marys Cement Inc. (v)					11,631	7,392
Supermix Concreto S.A. (iii)	215,738	268,287				
Votorantim Cimentos N/NE S.A.	91,340	81,414	11,615	6,675		(349)
Other	8,234	8,493	15,985	14,301	(5,275)	(748)
	<u>315,312</u>	<u>358,194</u>	<u>1,382,199</u>	<u>1,293,256</u>	<u>9,811</u>	<u>30,662</u>

	Consolidated					
	Sales		Purchases		Financial income (expenses)	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Parent company						
Votorantim S.A. (i)			64,719	51,438		
Associates, joint ventures or members of the same economic group						
Auren Comercializadora de Energia Ltda. (iv)	13,706	32,658	608,473	519,306		
Banco Votorantim S.A.					8,171	23,689
Cementos Avellaneda S.A.	19,249		11,346			
Cementos Especiales de las Islas, S.A.	33,363	27,870	1,147	726		
Cementos Granadilla	12,809	17,564	2,026	1,545		
Great Lakes Slag Inc.	50,331					
Juntos Somos Mais Fidelização S.A.			20,647	20,552		
Midway Group LLC	38,918	37,401				
Supermix Concreto S.A. (iii)	273,858	314,358				
VCNA SPE, LLC (vi)					(62,121)	(39,070)
Other	9,954	16,806	29,926	19,404	(2,943)	(742)
	<u>452,188</u>	<u>446,657</u>	<u>738,284</u>	<u>612,971</u>	<u>(56,893)</u>	<u>(16,123)</u>

- (i) Shared activities with the Excellence Center of VSA, principally administrative activities, human resources, accounting, taxes, technical assistance and IT. These services are provided to all Votorantim Group companies, and VSA is reimbursed based on the proportion of the cost of the activities performed to the Company.
- (ii) Refers to the provision of cargo loading, unloading and cargo road transport services in general.
- (iii) Refers to sale of cement and aggregates to Supermix Concreto S.A.
- (iv) Refers to the purchase and sale of electricity from Auren Comercializadora de Energia Ltda.
- (v) Refers to the net amount arising from the amounts of income and expense for guarantees provided for intercompany loans.
- (vi) As per 12(a)(iii).

(c) Guarantees of Company's debts by related parties

Type	Guarantor	9/30/2023	12/31/2022
Eurobonds - USD (Voto 41)	VSA (100%) / VCSA (100%)	<u>1,732,671</u>	<u>1,774,464</u>

**Notes to the parent company and consolidated
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(d) Key management compensation

Expenses related to the remuneration of the Company's key management, including the Board of Directors ("BoD"), Board of Executive Officers and advisory committees to the BoD, recognized in profit or loss for the year, are shown in the table below:

	Parent company and Consolidated	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Short-term compensation		
Salaries or fees	13,566	8,647
Short-term benefits to key management	2,377	2,066
Post-employment benefits	249	285
Variable compensation	7,291	7,580
	23,483	18,578
Long-term compensation		
Long-term incentives	15,370	14,527
	38,853	33,105

The short-term benefits include: fixed compensation (salaries and fees, paid vacations and 13th month's salary), short-term benefits (healthcare plan, meal vouchers, life insurance, private pension), social charges including contributions to the National Institute of Social Security ("INSS"), the Government Severance Indemnity Fund for Employees ("FGTS"), post-employment benefit (pension plan) and the short-term variable compensation program.

Long-term compensation includes the long-term incentive plan granted to the Board of Executive Officers.

13 Investments

(a) Analysis

				Parent company			
	Information on September 30, 2023			Investments accounted for using the equity method		Saldo	
	Shareholders' equity	Profit (loss) for the period	Percentage of voting and total capital (%)	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	9/30/2023	12/31/2022
Investments accounted for using the equity method							
Subsidiaries and associates							
Votorantim Cimentos International S.A.	12,070,456	498,236	100.00	498,236	112,018	12,070,456	11,981,996
Votorantim Cimentos N/NE S.A.	2,352,328	405,613	100.00	405,613	174,054	2,352,328	2,197,604
Silcar Empreendimentos Comércio e Participações Ltda.	120,745	16,592	100.00	16,592	16,690	120,745	100,818
Motz Transportes Ltda.	130,295	39,874	100.00	39,874	34,412	130,295	89,112
Other investments				10,556	8,801	29,540	21,832
Joint venture							
Juntos Somos Mais Fidelização S.A.	(7,267)	(34,635)	44.27	(15,332)	(35,549)	(3,217)	10,452
Investments accounted for at cost						5,061	5,061
				955,539	310,426	14,705,208	14,406,875

Notes to the condensed interim financial statements

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				Investments accounted for using the equity method		Consolidated	
	Information on September 30, 2023					Balance	
	Shareholders' equity	Profit (loss) for the period	Percentage of voting and total capital (%)	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	9/30/2023	12/31/2022
Investments accounted for using the equity method							
Associates							
Votorantim Cimentos International S.A.							
Cementos Avellaneda S.A. (ii)	1,438,999	104,200	49.00	20,080	71,077	705,110	727,427
Cementos Especiales de las Islas, S.A.	244,356	45,394	50.00	22,697	17,922	122,178	105,307
Silcar Empreendimentos Comércio e Participações Ltda.							
Supermix Concreto S.A.	422,070	66,465	25.00	16,616	14,989	105,518	94,320
Imix Empreendimentos Imobiliários Ltda.	7,493	5,558	25.00	1,390	1,308	1,873	3,980
Joint ventures - St. Marys							
Grundy-River Holdings LLC (i)	54,998		50.00			27,499	
Hutton Transport Limited	120,772	21,828	25.00	5,457	4,981	19,365	15,799
Midway Group, LLC	76,642	20,644	50.00	10,322	5,161	38,321	39,315
RMC Leasing LLC	38,770	1,498	50.00	749	527	19,385	19,360
Joint venture - VCSA							
Juntos Somos Mais Fidelização S.A.	(7,267)	(34,635)	44.27	(15,332)	(35,549)	(3,217)	10,452
Other investments				889	1,009	74,610	70,070
				62,868	81,425	1,110,642	1,086,030
Goodwill							
Cementos Avellaneda S.A.						263,522	272,194
Hutton Transport Limited						10,828	11,461
Grundy-River Holdings LLC (i)						2,101	
				62,868	81,425	1,387,093	1,369,685

- (i) In June 2023, the Company acquired a 50% interest in Grundy, a concrete company located in Illinois, USA, for USD 5,411 thousand (R\$ 26,076) fully settled in cash. The investment was initially recognized at cost and will be subsequently accounted for using the equity method.
- (ii) There was an effect due to the exchange rate on the remittance of dividends received by VC Latam from its associate Avellaneda, in the amount of R\$ 30,978 (September 30, 2022 - R\$ 17,085), which were assumed by the subsidiary VC Latam and accounted for in the statement of income under "Equity in the results of investees". This financial cost should be considered when reconciling the equity in the results of this investee.

**Notes to the parent company and consolidated
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All amounts in thousands of reais unless otherwise stated

(b) Changes

	Note	Parent company		Consolidated	
		1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Balance at the beginning of the period		14,406,875	12,936,567	1,369,685	1,329,101
Equity in the results of investees		955,539	310,426	62,868	81,425
Approved dividends (i)		(255,367)	(9,000)	(94,541)	(54,959)
Currency translation adjustment - foreign investments	21(b)	(425,976)	(628,834)	(12,043)	67,590
Hedge of net investment	21(b)	9,167	(173,143)		
Capital increase - Votorantim Cimentos International S.A.			1,555,725		
Financial costs assumed by VC Latam on the conversion of approved dividends in local currency by the investee in Argentina (ii)				30,978	16,027
Reversal of accrued dividends in 2021			66,214		
Accounting adjustments from the adoption of CPC 32/IAS 12	5.3.1(a)	(3,019)			
Acquisition of interest - Grundy (Note 13(a)(i))				26,076	
Increase in interest - Grundy (Note 13(a)(i))				2,410	
Effect of initial hyperinflation accounting adjustment - subsidiaries			88,395		
Effect of realization of other comprehensive income in investees through "Other comprehensive income"			22,823		
Other		17,989	(48,964)	1,660	(618)
Balance at the end of the period		14,705,208	14,120,209	1,387,093	1,438,566

(i) Deliberated dividends are presented in the table below:

	Original amount	Currency	Amount in reais	Participation (%)	Attributable to the Company
Parent company					
Votorantim Cimentos N/NE S.A.	250,816	BRL	250,816	100.00	250,816
Pinheiro Machado Participações S.A.	4,551	BRL	4,551	100.00	4,551
					255,367
Consolidated					
Cementos Avellaneda S.A.	9,779,518	ARS	139,945	49.00	68,573
Supermix Concreto S.A.	35,000	BRL	35,000	25.00	8,750
Midway Group, LLC	4,000	USD	24,618	50.00	12,309
Imix Empreendimentos Imobiliários Ltda.	14,000	BRL	14,000	25.00	3,500
Hutton Transport Limited	1,139	USD	5,637	25.00	1,409
					94,541

(ii) As per 13(a)(ii).

Notes to the condensed interim financial statements

All amounts in thousands of reais unless otherwise stated

14 Property, plant and equipment

(a) Analysis and changes

								Parent company	
								1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
	Land and improvements	Buildings	Machinery, equipment and facilities	Vehicles	Furniture and fixtures	Construction in in progress	Leasehold improvements	Total	Total
Balance at the beginning of the period									
Cost	373,770	1,384,671	7,232,254	334,619	53,296	438,468	38,704	9,855,782	9,460,903
Accumulated depreciation	(50,175)	(650,069)	(4,005,018)	(224,898)	(50,210)		(21,809)	(5,002,179)	(4,853,230)
Net balance	323,595	734,602	3,227,236	109,721	3,086	438,468	16,895	4,853,603	4,607,673
Additions			2,582			420,436		423,018	290,985
Disposals	(121)		(7,066)	(107)				(7,294)	(5,212)
Depreciation	(2,361)	(18,069)	(201,233)	(22,785)	(1,468)		(1,151)	(247,067)	(227,645)
Transfers to intangible assets									(5,847)
Transfers	(6,742)	14,292	144,558	8,466	450	(171,725)	10,701		
Balance at the end of the period	314,371	730,825	3,166,077	95,295	2,068	687,179	26,445	5,022,260	4,659,954
Cost	376,258	1,399,202	7,363,731	338,431	53,483	687,179	40,054	10,258,338	9,655,760
Accumulated depreciation	(61,887)	(668,377)	(4,197,654)	(243,136)	(51,415)		(13,609)	(5,236,078)	(4,995,806)
Net balance at the end of the period	314,371	730,825	3,166,077	95,295	2,068	687,179	26,445	5,022,260	4,659,954
Average annual depreciation rates - %	5	2	5	20	10		2		

Notes to the condensed interim financial statements

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									Consolidated
									1/1/2022 to 9/30/2022
									1/1/2023 to 9/30/2023
	Land and improvements	Buildings	Machinery, equipment and facilities	Vehicles	Furniture and fixtures	Construction in progress	Leasehold improvements	Other	Total
Balance at the beginning of the period									
Cost	1,546,838	7,496,235	27,105,552	1,825,628	217,581	1,904,690	755,177	87,237	40,938,938
Accumulated depreciation	(72,117)	(3,788,162)	(16,961,075)	(1,213,847)	(184,341)		(535,470)	(61,162)	(22,816,174)
Net balance	1,474,721	3,708,073	10,144,477	611,781	33,240	1,904,690	219,707	26,075	18,122,764
Effect of initial hyperinflation accounting adjustment									110,356
Additions	394	8,555	19,942	990	603	1,179,899		2,280	1,212,663
Disposals	(817)	(102)	(9,259)	(224)	(138)	(21)			(10,561)
Depreciation	(3,889)	(108,363)	(759,593)	(110,974)	(6,771)		(23,383)		(1,012,973)
Exchange variations	(17,008)	(101,301)	(185,575)	(8,229)	(1,233)	(52,537)	(3,632)		(369,515)
Acquisition of subsidiary (i)	1,292	2,219	2,172	3,772					9,455
Reclassification for assets held for sale	(437)	(2,623)	(344)						(3,404)
(Provision for) reversal of impairment									
Transfers to intangible assets	(4,013)								(4,013)
Transfers									(41,403)
Balance at the end of the period	(7,574)	74,092	619,665	76,573	3,161	(780,877)	14,960		
	1,442,669	3,580,550	9,831,485	573,689	28,862	2,251,154	207,652	28,355	17,944,416
Cost									
Accumulated depreciation	1,529,449	7,364,404	27,064,167	1,852,926	213,280	2,251,154	739,717	89,517	41,104,614
Net balance at the end of the period	(86,780)	(3,783,854)	(17,232,682)	(1,279,237)	(184,418)		(532,065)	(61,162)	(23,160,198)
	1,442,669	3,580,550	9,831,485	573,689	28,862	2,251,154	207,652	28,355	17,944,416
Average annual depreciation rates - %									
Additions	5	3	6	16	12		10	4	

- (i) Refers to the acquisition of a concrete business in the US by the indirect subsidiary Superior Materials Holdings, LLC with a total consideration of R\$ 15,073, of which R\$ 9,455 of the net assets acquired were allocated to property, plant and equipment and R\$ 5,299 to intangible assets (Note 15).

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(b) Construction in progress

The construction in progress reflects investments and projects under construction by the Company and its subsidiaries that have not yet started operating at the end of the period, mainly represented by the acquisition or replacement of industrial machinery and equipment for plants and mines (sustaining), investments in industrial modernization projects and expansion of production capacity, as well as new technologies related to the decarbonization process and projects intended to promote environment and safety in the Company's operations.

On September 30, 2023, balances are for the following categories:

	Parent company		Consolidated	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Sustaining	254,012	176,086	810,935	848,335
Industrial modernization	216,866	134,066	806,416	618,962
Environment and safety	113,857	78,212	281,700	193,993
Expansion	79,536	37,260	259,087	153,003
Other	22,908	12,844	93,016	90,397
	<u>687,179</u>	<u>438,468</u>	<u>2,251,154</u>	<u>1,904,690</u>

The balance of construction in progress at the end of the period reflects diverse projects dispersed among the plants, mines and regions where the Company operates, with no relevant concentration on specific projects.

Borrowing costs capitalized as part of construction in progress totaled R\$ 13,340 in the parent company (September 30, 2022 - R\$ 6,533) and R\$ 15,794 in the consolidated (September 30, 2022 - R\$ 16,979). For the companies located in Brazil, the capitalization rate used was 9.42% p.a. (September 30, 2022 - 9.15% p.a.).

Notes to the condensed interim financial statements

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15 Intangible assets

							Parent company	
							1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
	Exploration rights over natural resources	Goodwill	ARO and terms of commitment	Software	Intangible assets in progress (i)	Other	Total	Total
Balance at the beginning of the period								
Cost	1,074,541	75,882	171,991	273,200	52,441	2,577	1,650,632	1,456,648
Accumulated amortization and depletion	(599,691)		(45,983)	(223,576)		(6)	(869,256)	(813,179)
Net balance	<u>474,850</u>	<u>75,882</u>	<u>126,008</u>	<u>49,624</u>	<u>52,441</u>	<u>2,571</u>	<u>781,376</u>	<u>643,469</u>
Additions					92,848		92,848	73,666
Disposals			(10,143)				(10,143)	(214)
Amortization and depletion	(36,759)		(6,245)	(17,605)			(60,609)	(48,050)
Review of provision due to change in estimate (ii)								706
Transfers from property, plant and equipment								5,847
Transfers	2,045			32,196	(34,241)			
Balance at the end of the period	<u>440,136</u>	<u>75,882</u>	<u>109,620</u>	<u>64,215</u>	<u>111,048</u>	<u>2,571</u>	<u>803,472</u>	<u>675,424</u>
Cost	1,076,586	75,882	161,633	305,398	111,048	2,577	1,733,124	1,528,673
Accumulated amortization and depletion	(636,450)		(52,013)	(241,183)		(6)	(929,652)	(853,249)
Net balance at the end of the period	<u>440,136</u>	<u>75,882</u>	<u>109,620</u>	<u>64,215</u>	<u>111,048</u>	<u>2,571</u>	<u>803,472</u>	<u>675,424</u>
Average annual amortization and depletion rates - %	4		3	20				

Notes to the condensed interim financial statements

All amounts in thousands of reais unless otherwise stated

									Consolidated	
									1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
	Exploration rights over natural resources	Goodwill	Use of public assets and renegotiation of hydrological risk	ARO and terms of commitment	Contractual relationships and agreements	Software	Intangible assets in progress (i)	Other	Total	Total
Balance at the beginning of the period										
Cost	4,650,956	4,886,656	256,171	634,871	665,663	566,850	119,676	66,104	11,846,947	12,548,029
Accumulated amortization and depletion	(1,898,730)		(112,341)	(230,591)	(425,640)	(454,651)		(22,914)	(3,144,867)	(3,097,919)
Net balance	<u>2,752,226</u>	<u>4,886,656</u>	<u>143,830</u>	<u>404,280</u>	<u>240,023</u>	<u>112,199</u>	<u>119,676</u>	<u>43,190</u>	<u>8,702,080</u>	<u>9,450,110</u>
Effect of initial adoption of accounting for a hyperinflationary economy										558
Disposals	41					7,231	125,191	110	132,573	118,300
Amortization and depletion	(2)			(10,143)				(19,868)	(30,013)	(196,190)
Exchange variations	(84,601)		(5,056)	(29,239)	(22,461)	(35,975)		(462)	(177,794)	(160,809)
Cash flow revaluation	(112,377)	(207,063)		(17,874)	(3,983)	(1,228)	(2,923)	(804)	(346,252)	(671,046)
Review of provision due to change in estimate (ii)										6,350
Acquisitions of subsidiaries				6,439					6,439	
Transfers from property, plant and equipment		5,299							5,299	
Transfers										41,403
Balance at the end of the period	<u>33,614</u>			<u>516</u>		<u>38,208</u>	<u>(72,684)</u>	<u>346</u>		
Disposals	<u>2,588,901</u>	<u>4,684,892</u>	<u>138,774</u>	<u>353,979</u>	<u>213,579</u>	<u>120,435</u>	<u>169,260</u>	<u>22,512</u>	<u>8,292,332</u>	<u>8,588,676</u>
Cost	4,523,762	4,684,892	256,171	606,071	644,502	602,693	169,260	45,557	11,532,908	11,734,143
Accumulated amortization and depletion	(1,934,861)		(117,397)	(252,092)	(430,923)	(482,258)		(23,045)	(3,240,576)	(3,145,467)
Net balance at the end of the period	<u>2,588,901</u>	<u>4,684,892</u>	<u>138,774</u>	<u>353,979</u>	<u>213,579</u>	<u>120,435</u>	<u>169,260</u>	<u>22,512</u>	<u>8,292,332</u>	<u>8,588,676</u>
Average annual amortization and depletion rates - %	5		3	6	7	21		20		

- (i) The additions to "Intangible assets in progress" refer to stripping costs to access new mineral deposits in operating mines, as well as to software projects.
- (ii) The effect of revising the provision for changes in the ARO (Asset retirement obligation) estimate refers to updating closure plans, revising the useful lives of mines and updating future disbursement flow inflation rates and discount rates.

**Notes to the parent company and consolidated
condensed interim financial statements**

All amounts in thousands of reais unless otherwise stated

16 Right-of-use assets
(a) Analysis and changes in right-of-use assets

	Parent company				
	1/1/2023 to 9/30/2023				1/1/2022 to 9/30/2022
	Buildings	Machinery and equipment	Vehicles	Total	Total
Balance at the beginning of the period					
Cost	135,551	69,946	6,653	212,150	193,636
Accumulated amortization	(92,049)	(61,219)	(5,931)	(159,199)	(120,493)
Net balance	43,502	8,727	722	52,951	73,143
Additions	16,143	59,869	2,282	78,294	18,516
Amortization	(10,730)	(14,124)	(919)	(25,773)	(29,021)
Balance at the end of the period	48,915	54,472	2,085	105,472	62,638
Cost	151,694	129,815	8,935	290,444	212,150
Accumulated amortization	(102,779)	(75,343)	(6,850)	(184,972)	(149,512)
Net balance at the end of the period	48,915	54,472	2,085	105,472	62,638
Average annual amortization rates - %	18	26	31		

Notes to the condensed interim financial statements

All amounts in thousands of reais unless otherwise stated

							Consolidated	
							1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
	Land	Buildings	Machinery and equipment	Vehicles	Vessels	IT equipment	Total	Total
Balance at the beginning of the period								
Cost	566,290	180,986	282,896	225,672	838,209	1,163	2,095,216	2,086,782
Accumulated amortization	(90,616)	(120,434)	(212,394)	(166,036)	(378,729)	(284)	(968,493)	(735,190)
Net balance	475,674	60,552	70,502	59,636	459,480	879	1,126,723	1,351,592
Effect of initial adoption of accounting for a hyperinflationary economy								1,675
Remeasurement of principal		(1,467)					(1,467)	
Additions	5,174	20,626	104,122	11,798			141,720	134,694
Disposals		(147)	(952)	(137)			(1,236)	(166)
Amortization	(21,688)	(14,381)	(53,691)	(18,449)	(85,925)	(213)	(194,347)	(216,590)
Exchange variations and effects of hyperinflation, net	(15,328)	(425)	(6,814)	(2,470)	(17,729)	(50)	(42,816)	(95,168)
Balance at the end of the period	443,832	64,758	113,167	50,378	355,826	616	1,028,577	1,176,037
Cost	547,608	197,891	372,208	223,289	804,902	1,119	2,147,017	2,078,250
Accumulated amortization	(103,776)	(133,133)	(259,041)	(172,911)	(449,076)	(503)	(1,118,440)	(902,213)
Net balance at the end of the period	443,832	64,758	113,167	50,378	355,826	616	1,028,577	1,176,037
Average annual amortization rates - %	15	19	26	29	9	33		

**Notes to the parent company and consolidated
condensed interim financial statements**

All amounts in thousands of reais unless otherwise stated

(b) Analysis and changes of lease liabilities

	Parent company		Consolidated	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Balance at the beginning of the period	52,718	74,638	1,200,684	1,367,885
Remeasurement of principal			1,467	
Additions	78,294	18,516	141,720	134,694
Disposals			(1,089)	(166)
Payments	(30,625)	(33,122)	(235,942)	(253,767)
Present value adjustment	3,887	3,075	33,281	35,148
Exchange variations			(55,719)	(21,315)
Balance at the end of the period	104,274	63,107	1,084,402	1,262,479
Current	26,527	17,477	158,331	240,101
Non-current	77,747	45,630	926,071	1,022,378
	104,274	63,107	1,084,402	1,262,479

Notes to the condensed interim financial statements

All amounts in thousands of reais unless otherwise stated

17 Borrowings

(a) Analysis and fair value

								Parent company	
Type	Average annual cost	Current		Non-current		Total		Fair value (ii)	
		9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Local currency									
Debentures	112.00% CDI/CDI + 1.55%	96,752	71,537	2,310,556	2,308,519	2,407,308	2,380,056	2,444,517	2,493,928
Debentures CRI	IPCA + 4.07%	13,202	3,928	748,427	718,114	761,629	722,042	655,152	610,253
FINAME	3.85% Fixed BRL	292	1,897		55	292	1,952	288	1,887
		<u>110,246</u>	<u>77,362</u>	<u>3,058,983</u>	<u>3,026,688</u>	<u>3,169,229</u>	<u>3,104,050</u>	<u>3,099,957</u>	<u>3,106,068</u>
Foreign currency									
Borrowings - Law 4,131/1962 (i)	SOFR (iii) + 1.87% / 2.84% Fixed USD	8,790	5,318	1,602,150	1,678,062	1,610,940	1,683,380	1,566,609	1,648,127
Development and/or multilateral agency	SOFR + 1.40%	5,857		747,328		753,185		753,185	
		<u>124,893</u>	<u>82,680</u>	<u>5,408,461</u>	<u>4,704,750</u>	<u>5,533,354</u>	<u>4,787,430</u>	<u>5,419,751</u>	<u>4,754,195</u>
Interest on borrowings		129,941	85,237						
Current portion of long-term borrowings (principal)		<u>(5,048)</u>	<u>(2,557)</u>						
		124,893	82,680						

Notes to the condensed interim financial statements

All amounts in thousands of reais unless otherwise stated

									Consolidated
Type	Average annual cost	Current		Non-current		Total		Fair value (ii)	
		9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Local currency									
Debentures	112.00% CDI/CDI + 1.55%	96,752	71,537	2,310,556	2,308,519	2,407,308	2,380,056	2,444,519	2,493,928
Debentures CRI	IPCA + 4.07%	19,980	5,928	1,133,859	1,087,913	1,153,839	1,093,841	992,509	924,462
BNB	IPCA + 1.54%	10,976	11,065	60,592	68,729	71,568	79,794	72,266	82,672
FINAME	5.38% Fixed BRL	1,193	3,188	5	640	1,198	3,828	1,177	3,673
Other		8,076	6,376	17,394	10,502	25,470	16,878	25,162	16,836
		136,977	98,094	3,522,406	3,476,303	3,659,383	3,574,397	3,535,633	3,521,571
Foreign currency									
Eurobonds - USD	6.36% Fixed USD	76,228	86,377	4,158,010	4,326,517	4,234,238	4,412,894	4,248,610	4,574,089
Borrowings - Law 4,131/1962 (i)	SOFR (iii)1.87%/2.92% Fixed USD	11,866	6,599	1,835,143	1,926,080	1,847,009	1,932,679	1,802,677	1,897,426
Syndicated loans	1.20% CDOR/ 3.95% Fixed BOB/								
/ bilateral agreements	10.58% Fixed UYU								
	EURIBOR + 1.61%								
	1.62% Fixed EUR	64,191	51,577	1,101,739	784,443	1,165,930	836,020	1,128,566	755,692
Local issuance in Bolivia - BOB	5.38% Fixed BOB	48,398	14,149	344,144	393,219	392,542	407,368	329,106	320,712
Development and/or multilateral agency	SOFR + 1.40%	5,857		747,327		753,184		753,184	
Other		2,645	5,552	2,893	4,677	5,538	10,229	5,496	10,210
		209,185	164,254	8,189,256	7,434,936	8,398,441	7,599,190	8,267,639	7,558,129
		346,162	262,348	11,711,662	10,911,239	12,057,824	11,173,587	11,803,272	11,079,700
Interest on borrowings		249,274	198,489						
Current portion of long-term borrowings (principal)		96,888	63,859						
		346,162	262,348						

CDI – Interbank Deposit Certificate.

IPCA – Extended Consumer Price Index.

FINAME - Financing of new machinery and equipment manufactured in Brazil at subsidized rates.

BNB – Banco do Nordeste do Brasil S.A. (Bank of Northeast Brazil).

SOFR – Secured Overnight Financing Rate.

EURIBOR – Euro Interbank Offered Rate.

BRL – Reais.

BOB – Boliviano.

EUR – Euro.

USD – US Dollar.

TRY – Turkish Lira.

CAD – Canadian Dollar.

CDOR – Canadian Dollar Offered Rate.

UYU – Uruguayan Peso.

- (i) Borrowings raised under Law 4,131/1962 include swap agreements (derivative financial instruments) exchanging a floating SOFR rate and a fixed rate for a floating CDI rate and exchanging US Dollar to Real.
- (ii) The fair value of bonds is the unit price on the last trading day of the reporting period multiplied by the quantity issued. For other borrowings, the fair value is based on the amounts of contractual cash flow, and the discount rate used is based on the rate for contracting a new transaction in similar conditions or in the lack thereof, on the future yield curve for the flow of each obligation.
- (iii) Benchmark will be changed to SOFR during 2023 (Note 17(g)).

Notes to the condensed interim financial statements

All amounts in thousands of reais unless otherwise stated

(b) Maturity profile

The balances presented below do not agree directly with the balances presented in Note 17(a), as the funding costs, fair value adjustment and credit risk adjustment are not included.

								Parent company	
	2023	2024	2025	2026	2027	2028	2029	As of 2031	Total
Local currency									
Debentures	89,160	10,299	366,890	450,000		500,000	1,000,000		2,416,349
Debentures CRI	13,132	1,758				221,934	221,934	315,901	774,659
FINAME	237	55							292
	<u>102,529</u>	<u>12,112</u>	<u>366,890</u>	<u>450,000</u>		<u>721,934</u>	<u>1,221,934</u>	<u>315,901</u>	<u>3,191,300</u>
% amortized per year	3.21%	0.39%	11.50%	14.10%	0.00%	22.62%	38.28%	9.90%	100.00%
Foreign currency									
Borrowings - Law 4,131/1962 (i)	10,254		250,380	500,760	80,122	821,246			1,662,762
Development and/or multilateral agency		6,415		50,076	100,152	100,152	100,152	400,608	757,555
	<u>10,254</u>	<u>6,415</u>	<u>250,380</u>	<u>550,836</u>	<u>180,274</u>	<u>921,398</u>	<u>100,152</u>	<u>400,608</u>	<u>2,420,317</u>
% amortized per year	0.42%	0.27%	10.34%	22.76%	7.45%	38.07%	4.14%	12.41%	100.00%
	<u>112,783</u>	<u>18,527</u>	<u>617,270</u>	<u>1,000,836</u>	<u>180,274</u>	<u>1,643,332</u>	<u>1,322,086</u>	<u>716,509</u>	<u>5,611,617</u>
% amortized per year	2.01%	0.34%	11.00%	17.84%	3.21%	29.27%	23.56%	12.77%	100.00%

Notes to the condensed interim financial statements

All amounts in thousands of reais unless otherwise stated

	Consolidated								
	2023	2024	2025	2026	2027	2028	2029	2030	As of 2031 Total
Local currency									
Debentures	89,160	10,299	366,890	450,000		500,000	1,000,000		2,416,349
Debentures CRI	19,897	2,663			76,219	298,154	298,154		1,173,725
FINAME	559	641							1,200
BNB	2,839	10,851	10,853	10,862	10,848	10,840	10,869	3,628	71,590
Other	2,166	7,242	9,357	6,703					25,468
	<u>114,621</u>	<u>31,696</u>	<u>387,100</u>	<u>467,565</u>	<u>87,067</u>	<u>808,994</u>	<u>1,309,023</u>	<u>3,628</u>	<u>3,688,332</u>
% amortized per year	3.11%	0.86%	10.50%	12.68%	2.36%	21.93%	35.49%	0.10%	12.98%
Foreign currency									
Eurobonds - USD	58,986	24,795			2,503,800				1,673,685
Local issuance in Bolivia - BOB	14,626	33,772	53,301	61,230	107,153	61,230	61,230		392,542
Borrowings - Law 4,131/1962 (i)	13,916		250,380	500,760	80,122	1,071,626			1,916,804
Syndicated loans/Bilateral agreements	30,790	58,044	60,703	297,743	643,292	13,722	13,722	13,722	1,179,390
Development and/or multilateral agency		6,415		50,076	100,152	100,152	100,152	100,152	757,555
Other	1,052	2,141	2,346						5,539
	<u>119,370</u>	<u>125,167</u>	<u>366,730</u>	<u>909,809</u>	<u>3,434,519</u>	<u>1,246,730</u>	<u>175,104</u>	<u>113,874</u>	<u>8,513,096</u>
% amortized per year	1.40%	1.47%	4.31%	10.69%	40.34%	14.64%	2.06%	1.34%	23.75%
	<u>233,991</u>	<u>156,863</u>	<u>753,830</u>	<u>1,377,374</u>	<u>3,521,586</u>	<u>2,055,724</u>	<u>1,484,127</u>	<u>117,502</u>	<u>2,500,431</u>
% amortized per year	1.92%	1.29%	6.18%	11.29%	28.86%	16.85%	12.16%	0.96%	20.49%

(i) As per note 17 (a) (i) above.

Notes to the parent company and consolidated condensed interim financial statements

All amounts in thousands of reais unless otherwise stated

(c) Changes

	Note	Parent company		Consolidated	
		1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Balance at the beginning of the period		4,787,430	3,413,025	11,173,587	12,394,635
New borrowings		747,180	1,435,504	1,435,978	3,421,162
Exchange variations		(65,526)	(46,025)	(337,579)	(637,107)
Indexation accruals		29,047	40,266	44,011	61,010
Accrued interest		327,461	230,470	614,150	545,080
Interest paid		(282,462)	(142,617)	(555,241)	(470,061)
Amortization of funding costs, net of additions		(5,644)	(3,456)	1,054	3,251
Fair value adjustments	25	(6,899)	(61,089)	(12,824)	(82,188)
Credit risk of debts measured at fair value		4,696	736	6,351	(563)
Payments		(1,656)	(5,195)	(312,774)	(3,475,946)
(Gain) loss on renegotiation of debts, net of amortization	25	(273)	587	1,111	6,703
Balance at the end of the period		<u>5,533,354</u>	<u>4,862,206</u>	<u>12,057,824</u>	<u>11,765,976</u>

(d) Analysis by currency

	Parent company					
	Current		Non-current		Total	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Real	110,246	77,362	3,058,983	3,026,688	3,169,229	3,104,050
US Dollar	14,647	5,318	2,349,478	1,678,062	2,364,125	1,683,380
	<u>124,893</u>	<u>82,680</u>	<u>5,408,461</u>	<u>4,704,750</u>	<u>5,533,354</u>	<u>4,787,430</u>

	Consolidated					
	Current		Non-current		Total	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022	9/30/2023	12/31/2022
US Dollar	93,951	92,975	6,740,480	6,252,598	6,834,431	6,345,573
Real	136,977	98,094	3,522,406	3,476,303	3,659,383	3,574,397
Euro	3,567	2,756	558,544	585,298	562,111	588,054
Boliviano	68,913	28,436	471,429	536,270	540,342	564,706
Canadian Dollar	3,697	5,552	334,547	4,677	338,244	10,229
Uruguayan Pesos	39,057	28,685	84,256	56,093	123,313	84,778
Turkish Lira		5,850				5,850
	<u>346,162</u>	<u>262,348</u>	<u>11,711,662</u>	<u>10,911,239</u>	<u>12,057,824</u>	<u>11,173,587</u>

(e) Use of available credit facilities

Credit facilities	Companies	Contract date	Aging of trade receivables	USD thousands		
				Contract amount	Contract amount	Available amount
Global Revolving Credit Facility	VCSA/VCI/VCEAA/St. Marys	Sept/21	Sept/26	250,000		250,000
Committed Credit Facility	VCI / VCEAA / St. Marys	Jun/22	Jun/27	300,000	(66,426)	233,574
				<u>550,000</u>	<u>(66,426)</u>	<u>483,574</u>

The amount used in US dollars considers the conversion at the foreign exchange rate in effect at the withdrawal dates for the amounts withdrawn in Canadian dollars and, consequently, reflected in the available balance of the Committed Credit Facility.

Up to the authorization date of these condensed interim financial statements, the subsidiary St. Marys made new payments of USD 18,397 thousand (R\$ 89,767) of the amount used shown above.

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(f) Guarantees

On September 30, 2023, R\$ 1,732,671 (December 31, 2022 - R\$ 1,774,464) of the balance of borrowing of the Company was guaranteed by sureties from related parties, a further R\$ 1,156,598 (December 31, 2022 - R\$ 268,516) was secured by property, plant and equipment items under fiduciary disposals and mortgages.

(g) Reform of LIBOR and other Interbank Offered Rates (IBOR)

Certain borrowings of the Company were impacted by the LIBOR reform, and for these transactions (i) the initial contractual terms were changed through amendments to determine the replacement of the benchmark, or (ii) the original agreements already had provisions for the transition to a new benchmark, in both cases applicable from the discontinuity of the IBOR during 2023.

The Company determined that the criterion for applying the practical expedient described in the amendments to IFRS 9 - Financial Instruments was met in these impacted contracts, therefore, the replacement of the index in 2023 not generate a gain or loss in profit or loss for the year.

18 Confirming payables

Confirming payables	Due	Parent company		Consolidated	
		9/30/2023	12/31/2022	9/30/2023	12/31/2022
Payables - Local suppliers	Up to 180 days	183,408	251,701	269,843	403,564
Payables - Foreign suppliers	Up to 180 days			834,206	1,058,994
Payables - Foreign suppliers	Up to 360 days			363,870	418,203
		<u>183,408</u>	<u>251,701</u>	<u>1,467,919</u>	<u>1,880,761</u>

**Notes to the parent company and consolidated
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19 Income tax and social contribution payable and deferred
(a) Reconciliation of income tax (IRPJ) and social contribution (CSLL) expenses

The income tax and social contribution amounts presented in the statement of income for the periods ended September 30, are reconciled with their Brazilian statutory rates as follows:

	Parent company		Consolidated	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Profit before income tax and social contribution	1,483,966	834,670	2,057,266	1,080,024
Statutory rates (Brazil)	34%	34%	34%	34%
IRPJ and CSLL at the standard rates	(504,548)	(283,788)	(699,470)	(367,208)
Reconciling items				
Equity in the results of investees	324,883	105,545	21,375	27,685
Donations and grants for investment	19,300	16,933	64,399	54,815
Tax incentives	8,987	11,649	60,005	34,982
Impact on taxation of companies abroad - tax rate differences and others			55,156	12,388
Credit referring to the non-levy of IRPJ and CSLL on SELIC of undue payments (i)	(62,026)	24,081	(74,742)	(4,896)
Write-off of income tax paid abroad (ii)		(173,880)		(173,880)
Tax loss carryforwards, not recorded as deferred tax assets			(41,420)	(110,589)
Tax amortization of goodwill not recorded as deferred assets			7,138	7,187
Effect of recalculation of profits abroad	(1,646)	15,144	(1,646)	15,144
Recognition of tax losses from prior periods (iii)				122,591
Minimum tax and state tax expense			(39,784)	(41,017)
Other permanent differences	(390)	2,387	(36,377)	(3,559)
IRPJ and CSLL expense	(215,440)	(281,929)	(685,366)	(426,357)
Current	(80,288)	(199,202)	(338,582)	(348,860)
Deferred	(135,152)	(82,727)	(346,784)	(77,497)
IRPJ and CSLL expense	(215,440)	(281,929)	(685,366)	(426,357)
Effective rate - %	14.52	21.08	33.31	39.48

- (i) In the second quarter of 2023, as a result of an unfavorable decision by the Supreme Court of Justice (STJ) published on May 8, 2023 regarding non-taxation by Income Tax and Social Contribution ("IRPJ/CSLL") of the inflation adjustment of judicial deposits at the SELIC rate, the Company and its direct subsidiary Votorantim Cimentos N/NE S.A. ("VCNNE") reversed tax credits in the amount of R\$ 62,026 and R\$ 12,716, respectively, totaling R\$ 62,026 in the Parent Company and R\$ 74,742 in the Consolidated, which were recorded as "Income tax and social contribution" for the period. In the balance sheet, the amounts were reversed by R\$ 11,010 in the Parent Company and R\$ 18,731 in the Consolidated in the account "Income tax and social contribution recoverable" and by R\$ 51,016 in the Parent Company and R\$ 56,011 in the Consolidated in the account "Deferred income tax and social contribution". These credits are recognized based on standards CPC 32 / IAS 12 "Income taxes" and Technical Interpretation ICPC 22 / IFRIC 23 "Uncertainty over income tax treatments".
- (ii) In August 2022, the Company reversed tax credits accumulated abroad, totaling R\$ 173,880, recognized under "Income tax and social contribution recoverable" (non-current) due to a refund of income tax paid in prior years received by its subsidiary St. Mary's. The refund was deposited directly into the subsidiary's bank account.
- (iii) In the period ended September 2022, the subsidiary St. Marys revised its taxable income projection, which is performed on an annual basis and supports the deferred income tax assets recognized. As a result, an additional R\$ 122,591 was recognized.

Notes to the parent company and consolidated condensed interim financial statements

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(b) Analysis of deferred tax balances

	Parent company		Consolidated	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Tax credits on tax carryforwards losses	406,784	498,537	1,046,500	1,347,713
Tax credits on temporary differences				
Judicial provisions	156,501	170,979	220,185	237,680
Provision for profit-sharing, bonuses and collective bargaining agreements	66,941	89,759	74,324	99,199
Provision for electricity charges	72,367	69,889	73,428	70,926
Use of public assets			64,918	68,102
Provision for inventory losses	13,292	11,901	53,541	57,280
Asset retirement obligation	32,076	26,824	53,400	49,091
Provision for social security obligations			35,162	37,691
Deductions – Legislation in Morocco and Spain (government benefit)			33,101	34,948
Asset impairment provision	18,232	27,191	18,572	27,531
Fair value adjustment			15,690	22,010
Financial instrument - firm commitment			38,690	42,681
Deferred exchange variations - effect on profit or loss		10,037		14,790
Deferred losses on derivative agreements	69,866	44,259	80,002	52,419
Provision for CO2			806	5,969
Allowance for expected credit losses	5,249	5,177	13,857	11,400
Social benefits			3,988	3,160
Investment Tax Credit (ITC)			80,828	82,680
Ontario (CA) minimum tax			34,546	35,903
Other credits	22,632	25,003	98,688	87,904
Tax debts on temporary differences				
Adjustments to the useful lives of property, plant and equipment (depreciation)	(753,154)	(735,937)	(2,130,142)	(2,146,793)
Goodwill on assets incorporated into the cost of property, plant and equipment	(8,002)	(8,827)	(381,506)	(381,140)
Tax amortization of goodwill	(288,912)	(288,912)	(301,172)	(297,927)
Interest capitalized	(25,323)	(25,098)	(45,526)	(46,856)
Renegotiation of hydrological risk			(17,470)	(18,107)
Present value adjustment	(4,624)	(5,536)	(9,221)	(10,407)
Deferred exchange variations - effect on profit or loss	(12,215)		(10,945)	
Fair value adjustment - Law 4,131/1962	(12,643)	(10,206)	(17,443)	(12,811)
Other debts	(943)	(2,113)	(6,098)	(7,432)
Net	(241,876)	(97,073)	(879,297)	(532,396)
Net deferred tax assets of the same legal entity			347,515	435,884
Net deferred tax liabilities of the same legal entity	(241,876)	(97,073)	(1,226,812)	(968,280)

(c) Effects of deferred income tax and social contribution and comprehensive income

	Note	Parent company		Consolidated	
		1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Balance at the beginning of the period		(97,073)	37,100	(532,396)	(452,904)
Effect on income		(135,152)	(82,727)	(346,784)	(77,497)
Effect of initial adoption of accounting for a hyperinflationary economy					(23,146)
Effect on other components of comprehensive income - hedge accounting	21(b)				10,945
Effect on other components of comprehensive income - credit risk of debts measured at fair value	21(b)	1,498	4,265	1,540	5,014
Effect of exchange variations on other components of comprehensive income				12,973	5,684
Realization of tax carryforward losses					
- Joint Ordinance PGFN/RFB No. 1/2023 (i)		(11,149)		(14,592)	
Other				(38)	9,154
Balance at the end of the period		(241,876)	(41,362)	(879,297)	(522,750)

- (i) In early 2023, the Company and its subsidiaries adhered to the installment payment of certain federal tax disputes under the “Zero Litigation Program” established by Joint Ordinance PGFN/RFB No. 1/2023, which allowed the installment payment of disputes included in the program and the partial deduction with tax carryforward losses.

20 Provisions

(a) Analysis and changes

						Parent company	
						1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
						Legal claims	
	ARO and terms of commitment (i)	Tax	Civil	Labor	Environmental	Total	Total
Balance at the beginning of the period	204,903	334,117	192,418	66,199	3,680	801,317	667,146
Additions		6,766	14,689	26,115	1,015	48,585	50,489
Reversals		(9,679)	(8,480)	(14,351)	(180)	(32,690)	(32,283)
Disposals	(10,814)					(10,814)	(5,510)
Judicial deposits, net of write-offs		(1,356)	1,023	17,841	(11)	17,497	4,692
Settlements subject to judicial deposits		(4,392)	(1,694)	(11,475)		(17,561)	(1,310)
Settlements affecting cash	(794)	(1,697)	(3,288)	(16,707)	(3)	(22,489)	(27,549)
Settlement with tax carryforward losses - Joint Ordinance PGFN/RFB 1/2023 - Note 19 (c)		(5,558)				(5,558)	
Review of provision due to change in estimate - assets							706
Present value adjustment	10,665					10,665	11,933
Inflation adjustments, net of reversals		(14,792)	10,764	(8,173)	1,891	(10,310)	11,581
Balance at the end of the period	203,960	303,409	205,432	59,449	6,392	778,642	679,895
Provisions	203,960	418,083	214,622	96,311	6,963	939,939	823,790
Judicial deposits		(114,674)	(9,190)	(36,862)	(571)	(161,297)	(143,895)
Balance at the end of the period	203,960	303,409	205,432	59,449	6,392	778,642	679,895

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							Consolidated
		1/1/2023 to					1/1/2022 to
		9/30/2023					9/30/2022
		Legal claims					
	ARO and terms of commitment (i)	Tax	Civil	Labor	Environmental	Total	Total
Balance at the beginning of the period	555,883	535,927	217,866	78,746	9,113	1,397,535	1,291,827
Additions		12,967	18,268	30,902	2,670	64,807	67,671
Reversals		(20,868)	(9,627)	(18,658)	(220)	(49,373)	(46,397)
Write-offs	(10,818)					(10,818)	(8,981)
Judicial deposits, net of write-offs		(879)	929	22,715	(11)	22,754	7,048
Settlements subject to judicial deposits		(8,653)	(1,741)	(12,770)		(23,164)	(2,220)
Settlements affecting cash	(30,014)	(12,904)	(5,900)	(20,361)	(1,658)	(70,837)	(62,507)
Settlement with tax carryforward losses - Joint Ordinance PGFN/RFB 1/2023 - Note 19 (c)		(6,491)				(6,491)	
Present value adjustment	25,299					25,299	17,833
Review of provision due to change in estimate - assets	6,439					6,439	
Interest rate adjustment							6,340
Inflation adjustments, net of reversals	(1,820)	(7,076)	11,171	(8,059)	2,883	(2,901)	26,103
Exchange variations	(13,621)	(1,235)	(261)	(13)		(15,130)	(38,785)
Balance at the end of the period	531,348	490,788	230,705	72,502	12,777	1,338,120	1,257,932
Provisions	531,348	628,651	241,781	117,108	13,348	1,532,236	1,431,339
Judicial deposits		(137,863)	(11,076)	(44,606)	(571)	(194,116)	(173,407)
Balance at the end of the period	531,348	490,788	230,705	72,502	12,777	1,338,120	1,257,932

(i) Asset retirement obligation ("ARO") and terms of commitment.

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(b) Probable risk of loss provisions

The Company is party to lawsuits with management believes present a possible risk of loss, based on legal advice, and for which no provision is required.

The nature of the main lawsuits is described in Note 24(b) to the parent company and consolidated financial statements for the year ended December 31, 2022, which did not have material changes in the period, except for the inflation adjustment.

Nature	Parent company		Consolidated	
	9/30/2023	12/31/2022	9/30/2023	12/31/2022
Civil				
Administrative Proceeding (PA) from Brazilian antitrust agency ("CADE") and Annulment Action	2,368,236	2,280,032	2,368,236	2,280,032
Civil class actions – from PA	6,425,461	6,065,219	6,425,461	6,065,219
Other lawsuits	437,989	450,691	691,346	703,733
	9,231,686	8,795,942	9,485,043	9,048,984
Tax				
Tax assessment notices - IRPJ/CSLL	1,905,660	1,796,446	1,905,660	1,796,446
PIS/COFINS - credits from the exclusion of ICMS from the calculation basis	467,265	428,380	467,265	428,380
Financial Compensation for the Exploration of Mineral Resources - CFEM	211,038	193,994	400,662	374,586
IRPJ/CSLL – Profits earned abroad	223,395	265,497	223,395	265,497
Other lawsuits	1,984,089	1,914,722	3,341,495	3,019,407
	4,791,447	4,599,039	6,338,477	5,884,316
Environmental	24,035	25,468	48,542	50,062
	14,047,168	13,420,449	15,872,062	14,983,362

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21 Shareholders' equity
(a) Share capital

On September 30, 2023 and December 31, 2022, the Company's fully subscribed and paid-up capital is R\$ 7,708,353 consisting of 9,225,042,782 common shares and 300,571,428 preferred shares.

(b) Other comprehensive income of the parent company

	Note	Exchange variations on investments in foreign operations	Hedge of investments investments (Note 6.3.5)	Actuarial losses and remeasurement of retirement benefits	Transactions with non-controlling owners of the Company	Other components of financial income	Total
On January 1, 2022, after effect of initial hyperinflation accounting adjustment - subsidiaries		5,384,656	(2,361,324)	(44,556)	1,513,187	(985)	4,490,978
Currency translation adjustment - foreign investments		(1,147,596)					(1,147,596)
Inflation adjustment for hyperinflationary economies - subsidiaries		4,780					4,780
Inflation adjustment for hyperinflationary economies - associates		513,982					513,982
Hedge of net investment	13(b)		(184,088)				(184,088)
Interest in other comprehensive income of investees						23,274	23,274
Losses on the investees' pension plan assets				287			287
Credit risk of debts measured at fair value						(14,271)	(14,271)
Deferred taxes	19(c)		10,945			5,014	15,959
On September 30, 2022		4,755,822	(2,534,467)	(44,269)	1,513,187	13,032	3,703,305
On January 1, 2023, after accounting adjustments from the adoption to CPC 32/IAS 12 - Income taxes		4,718,774	(2,496,397)	(17,572)	1,513,187	9,350	3,727,342
Currency translation adjustment - foreign investments		(926,444)					(926,444)
Inflation adjustment for hyperinflationary economies - subsidiaries		59					59
Inflation adjustment for hyperinflationary economies - associates		500,409					500,409
Hedge of net investment	13(b)		9,167				9,167
Interest in other comprehensive income of investees						13,087	13,087
Credit risk of debts measured at fair value						4,530	4,530
Adjustments of financial assets at fair value through other comprehensive income						(842)	(842)
Deferred taxes	19(c)					(1,540)	(1,540)
On September 30, 2023		4,292,798	(2,487,230)	(17,572)	1,513,187	24,585	3,325,768

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(c) Payment of dividends

On March 1, 2023, the Company's Board of Directors approved the distribution of dividends in the amount of R\$ 476,500, of which R\$ 218,911 as interim dividends, attributed to the minimum mandatory dividend for 2022, approved at the Annual General Meeting held on April 28, 2023 and R\$ 257,589 to the profit retention reserve, which were paid to shareholders in March 2023.

On August 23, 2023, the Company paid interim dividends to shareholders allocated from the profit retention reserve in the amount of R\$ 462,758, which were approved by the Board of Directors on August 16, 2023.

(d) Return of capital to non-controlling interests

On June 29, 2023, the Company, through its direct subsidiary VCI, and other shareholders of St. Marys Cement Inc. reduced its capital in the amount of USD 114,600 thousand (R\$ 552,280), through the return of cash by the investee to the shareholders. The amount of R\$ 96,572 refers to 17% of the non-controlling interest returned and paid on the same date.

22 Net revenue from contracts with customers
(a) Analysis

	Parent company		Consolidated	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Gross sales				
Customers in Brazil	9,623,062	9,533,707	13,591,384	13,489,870
Customers outside Brazil		7,152	9,824,269	8,912,418
	9,623,062	9,540,859	23,415,653	22,402,288
Taxes on sales and services and other deductions	(2,424,567)	(2,342,445)	(3,324,183)	(3,159,379)
Net revenue from contracts with customers	7,198,495	7,198,414	20,091,470	19,242,909

(b) Net revenue by product line

	Consolidated	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Cement	13,288,802	12,752,511
Concrete	4,002,426	3,434,063
Mortar	698,075	611,749
Aggregates	629,065	569,624
Other	1,473,102	1,874,962
Net revenue from contracts with customers	20,091,470	19,242,909

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23 Expenses by nature

	Parent company		Consolidated	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Employee benefit expenses	873,273	805,064	2,889,521	2,567,674
Raw materials and consumables	1,010,751	971,928	2,760,016	2,562,209
Freight costs	1,233,911	1,306,978	2,883,652	3,034,537
Depreciation, amortization and depletion	333,449	304,716	1,385,114	1,347,585
Electric power	577,781	697,959	1,294,847	1,449,826
Fuels	1,100,564	1,177,858	2,570,055	3,065,408
Maintenance and upkeep	466,153	439,773	1,310,129	1,198,301
Services, miscellaneous	363,528	312,328	1,048,672	885,238
Packaging materials	190,551	156,247	353,047	308,867
Taxes, fees and contributions	24,392	31,231	151,885	154,342
Commercial and marketing expenses	54,827	64,523	85,361	87,434
Rents and leases	41,691	28,705	117,056	85,987
Insurance	7,186	6,243	64,043	63,317
Other	48,781	45,756	530,930	448,299
	<u>6,326,838</u>	<u>6,349,309</u>	<u>17,444,328</u>	<u>17,259,024</u>
Reconciliation				
Cost of goods sold and services rendered	5,503,164	5,616,974	15,726,924	15,751,569
Selling	396,704	335,420	710,596	639,140
General and administrative	426,970	396,915	1,006,808	868,315
	<u>6,326,838</u>	<u>6,349,309</u>	<u>17,444,328</u>	<u>17,259,024</u>

24 Other operating income (expenses), net

	Parent company		Consolidated	
	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Tax benefits - investments	56,764	49,803	189,410	161,220
Net gain on sales of scrap	11,851	7,867	26,743	9,950
Net gain on sales of PP&E and intangible assets	10,735	3,172	17,039	22,376
Gain on the acquisition of tax credits	13,607	6,832	13,607	6,832
Income from rents and leases	1,128	1,954	12,561	7,791
Future energy contracts - fair value		55,918	11,737	(21,314)
Revenue from co-processing	8,311	12,468	9,239	13,867
Judicial provisions, net	(34,966)	(35,083)	(43,102)	(40,438)
Expenses involving inactive units	(13,313)	(14,571)	(13,965)	(15,056)
Provision for impairment of assets			(4,013)	
Expenses on projects	(2,702)	(833)	(2,879)	(1,335)
Other operating revenue (expenses), net	7,500	(15,766)	(11,073)	399
	<u>58,915</u>	<u>71,761</u>	<u>205,304</u>	<u>144,292</u>

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25 Financial result, net

	Note	Parent company		Consolidated	
		1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022	1/1/2023 to 9/30/2023	1/1/2022 to 9/30/2022
Financial income					
Income from financial investments		117,994	131,320	207,434	162,952
Reversal of inflation adjustments to provisions		82,410	45,730	104,302	59,155
Fair value of borrowings	17(c)	74,546	81,815	102,102	110,075
Derivative financial instruments	6.3.4	19,958	77,340	52,518	90,544
Inflation adjustment to assets		32,715	25,935	42,975	44,872
Inflation adjustment to use of public assets				39,239	
Interest on financial assets		13,612	33,137	29,133	56,055
Securitization commission	12(b)			26,167	24,680
Interest on related party transactions	12(b)	7,842	26,645	23,345	33,780
Reversal of guarantee for securitization	12(b)			4,491	
Gain on renegotiation of debts, net of amortization	17(c)	2,489	2,488	2,498	2,489
Income from collateralized borrowings by related parties	12(b)	11,881	12,152	1,424	
Gain on settlement of CO2 borrowing					53,747
Other financial income			31,553	25,000	35,081
		363,447	468,115	660,628	673,430
Financial expenses					
Interest payable on borrowings and other		(327,461)	(234,371)	(620,036)	(583,609)
Capitalization of interest on borrowings	14(b)	13,340	6,533	15,749	16,978
Derivative financial instruments	6.3.4	(241,658)	(439,889)	(282,454)	(521,666)
Inflation adjustments to provisions and other liabilities		(106,092)	(90,639)	(139,844)	(115,539)
Fair value of borrowings	17(c)	(67,647)	(20,726)	(89,278)	(27,887)
Securitization charges	12(b)		(2,216)	(88,933)	(50,809)
Present value adjustment		(14,537)	(25,405)	(51,820)	(39,477)
Inflation adjustment to borrowings	16(c)	(29,047)	(40,266)	(44,011)	(61,010)
Commission on financial transactions				(24,134)	(80,786)
Derivative financial instruments with related parties	6.3.4 e12(b)			(11,137)	(1,226)
PIS and COFINS on financial income		(6,399)	(10,465)	(10,302)	(12,468)
Interest on related party transactions	12(b)	(8,386)	(1,115)	(8,404)	
Borrowing costs		(5,899)	(5,995)	(12,696)	(12,843)
Interest on taxes payable		(6,046)	(7,766)	(6,508)	(8,008)
Income tax on remittances of interest abroad		(5,175)	(2,113)	(5,937)	(2,390)
Inflation adjustment to use of public assets				(4,463)	(50,620)
Provision for guarantees on securitization	12(b)			(3,846)	(22,548)
Losses on renegotiation of debts, net of amortization	17(c)	(2,216)	(3,075)	(3,609)	(9,192)
Expenses for collateralized borrowings by related parties	12(b)	(1,526)	(4,804)		
Cost paid on repurchase of bonds					(168,940)
Other financial expenses		(20,659)	(28,758)	(59,204)	(55,144)
		(829,408)	(911,070)	(1,450,867)	(1,807,184)
Net monetary gain in a hyperinflationary subsidiary					
Foreign exchange gain, net		63,816	46,333	105,229	178,025
		(402,145)	(396,622)	(173,038)	(173,849)
				(858,048)	(1,129,578)



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