

## **Interim Financial Information**

### **Rede D'Or São Luiz S.A.**

March 31, 2023  
with Independent Auditor's Review Report

# **Rede D’Or São Luiz S.A.**

## **Interim financial information**

March 31, 2023

### **Contents**

Independent auditor’s review report on interim financial information .....	1
Interim financial information	
Statements of financial position.....	3
Statements of profit or loss .....	5
Statements of comprehensive income .....	6
Statements of changes in equity .....	7
Statements of cash flows .....	8
Statements of value added .....	9
Notes to interim financial information .....	10

**A free translation from Portuguese into English of Independent Auditor's Review Report on interim financial information prepared in Brazilian currency in accordance the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Quarterly Information (ITR)**

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## **Independent auditor's review report on interim financial information**

To the  
Shareholders, Board of Directors and Officers of  
**Rede D'Or São Luiz S.A.**  
Rio de Janeiro - RJ, Brazil

### **Introduction**

We have reviewed the accompanying individual and consolidated interim financial information, contained in the Quarterly Information Form (ITR) of Rede D'Or São Luiz (the "Company") for the quarter ended March 31, 2023, comprising the statement of financial position as of March 31, 2023 and the related statements of profit or loss, of comprehensive income, of changes in equity and of cash flows for the three-month period then ended, including material accounting practices and other explanatory information.

The executive board is responsible for the preparation of the individual and consolidated interim financial information in accordance with Accounting Pronouncement NBC TG 21 - Interim Financial Reporting, and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the fair presentation of this information in conformity with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of the Quarterly Information Form (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

### **Scope of review**

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

### **Conclusion on the individual interim financial information**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual interim financial information included in the quarterly information referred to above is not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of Quarterly Information Form (ITR), and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).



## **Conclusion on the consolidated interim financial information**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information included in the quarterly information referred to above is not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of Quarterly Information Form (ITR), and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

## **Emphasis - Restatement of Interim Financial Information**

We draw attention to explanatory note 2.1, the interim financial information as of March 31, 2023, which has been amended and is being restated to reflect the accounting policy modification described at the mentioned explanatory note. On May 15, 2023, we issued an unqualified review report on the Company interim financial statements, which are now being restated. Our conclusion remains unqualified, as these interim financial statements and their corresponding values for the previous period have been adjusted retrospectively.

## **Other matters**

### **Statements of value added**

The abovementioned quarterly information includes the individual and consolidated statement of value added (SVA) for the three-month period ended March 31, 2023, prepared under the Company management's responsibility and presented as supplementary information under IAS 34. These statements have been subject to review procedures performed together with the review of the quarterly information with the objective to conclude whether they are reconciled to the interim financial information and the accounting records, as applicable, and if their format and content are in accordance with the criteria set forth by NBC TG 09 – Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, in accordance with the criteria set forth by this Standard and consistently with the overall individual and consolidated interim financial information.

Rio de Janeiro, March 26, 2024.

ERNST & YOUNG  
Auditores Independentes S/S Ltda.  
CRC SP-015199/F

Diogo Afonso da Silva  
Accountant CRC RJ-114783/O-8

A free translation from Portuguese into English of Interim Financial Information prepared in Brazilian currency in accordance with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Quarterly Information (ITR)

## Rede D'Or São Luiz S.A.

Statements of financial position  
March 31, 2023 and December 31, 2022  
(In thousands of reais)

	Note	Individual		Consolidated	
		03/31/2023	12/31/2022	03/31/2023	12/31/2022
		(Restated)	(Restated)	(Restated)	(Restated)
Assets					
Current assets					
Cash and cash equivalents	4	109,032	96,360	2,077,753	1,109,796
Marketable securities	4	10,439,420	11,165,890	28,225,144	29,236,645
Accounts receivable	5	4,198,675	3,966,046	8,418,171	7,911,452
Inventories	6	362,677	414,005	727,528	808,688
Taxes recoverable		492,301	433,513	798,249	656,696
Insurance contract assets	12	-	-	25,130	70,012
Reinsurance contract assets		-	-	44,804	44,741
Derivative financial instruments	24	197,628	203,730	245,604	251,740
Transactions with related parties	7	161,091	167,578	8,786	7,753
Dividends receivable		170,384	75,277	5,370	1,769
Other		189,557	137,450	560,871	524,607
Total current assets		16,320,765	16,659,849	41,137,410	40,623,899
Noncurrent assets					
Transactions with related parties	7	1,767,896	1,659,658	119,113	75,899
Marketable securities	4	-	-	1,758,805	1,806,334
Accounts receivable	5	-	-	1,659,197	1,659,489
Taxes recoverable		8,677	8,677	470,760	469,970
Insurance contract assets	12	-	-	28,534	79,496
Reinsurance contract assets		-	-	2,307	527
Judicial deposits	14	301,487	294,653	2,620,363	2,862,274
Deferred taxes	17	-	-	3,348,841	3,366,280
Derivative financial instruments	24	367,620	334,186	2,392,545	2,487,765
Investments in subsidiaries, associates and joint ventures	8	26,986,356	26,271,987	2,537,939	2,553,401
Property and equipment	9	4,484,801	4,212,807	11,660,328	11,106,286
Intangible assets	10	6,845,345	6,880,944	16,421,748	16,477,631
Rights of use – leases	11	2,246,062	2,263,454	2,754,140	2,834,600
Other		83,522	86,098	265,275	274,476
Total noncurrent assets		43,091,766	42,012,464	46,039,895	46,054,428
Total assets		59,412,531	58,672,313	87,177,305	86,678,327

## Rede D'Or São Luiz S.A.

Statements of financial position  
March 31, 2023 and December 31, 2022  
(In thousands of reais)

Note	Individual		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
	(Restated)	(Restated)	(Restated)	(Restated)
Liabilities and equity				
Current liabilities				
Trade accounts payable	675,777	532,476	1,397,012	1,256,601
Derivative financial instruments	24 647,473	682,825	793,659	827,908
Loans, financing and debentures	13 4,074,680	4,707,009	4,392,958	4,973,066
Salaries, accruals and social charges	502,534	445,623	1,108,816	982,150
Tax obligations	261,115	266,602	781,344	787,887
Dividends and interest on equity payable	16 23,882	137,640	36,390	145,085
Insurance contract liabilities	12 -	-	4,566,088	3,913,312
Leases	15 464,850	476,704	677,384	621,751
Other	76,386	120,586	1,264,007	1,243,567
Total current liabilities	6,726,697	7,369,465	15,017,658	14,751,327
Noncurrent liabilities				
Derivative financial instruments	24 1,037,421	1,131,108	1,037,421	1,131,108
Loans, financing and debentures	13 25,366,987	24,310,593	28,683,554	27,910,159
Transactions with related parties	7 -	-	2,397	4,207
Tax obligations	44,274	45,990	218,014	240,550
Insurance contract liabilities	12 -	-	10,753,857	11,229,028
Deferred taxes	17 310,248	307,259	410,732	398,414
Provision for contingencies	14 1,112,604	1,208,942	3,489,539	3,792,172
Provision for losses on investments	8 532,126	509,044	-	-
Leases	15 2,127,978	2,116,624	2,609,574	2,710,651
Other	242,298	230,485	1,769,300	1,802,977
Total noncurrent liabilities	30,773,936	29,860,045	48,974,388	49,219,266
Equity	16			
Capital	15,711,360	15,711,360	15,711,360	15,711,360
Share issue costs	(253,031)	(253,031)	(253,031)	(253,031)
Capital reserves	4,884,269	4,914,500	4,884,269	4,914,500
Treasury shares	(519,417)	(544,610)	(519,417)	(544,610)
Income reserves	1,300,278	1,300,278	1,300,278	1,300,278
Retained earnings	298,692	-	298,692	-
Future capital contribution	4,224	4,224	4,224	4,224
Other comprehensive income	485,523	310,082	485,523	310,082
Total equity attributable to the Company's shareholders	21,911,898	21,442,803	21,911,898	21,442,803
Noncontrolling interests	-	-	1,273,361	1,264,931
Total equity	21,911,898	21,442,803	23,185,259	22,707,734
Total liabilities and equity	59,412,531	58,672,313	87,177,305	86,678,327

See accompanying notes.

## Rede D'Or São Luiz S.A.

### Statements of profit or loss

Three-month periods ended March 31, 2023 and 2022

(In thousands of reais, unless otherwise stated)

	Note	Individual		Consolidated	
		01/01/2023 to 03/31/2023	01/01/2022 to 03/31/2022	01/01/2023 to 03/31/2023	01/01/2022 to 03/31/2022
		(Restated)		(Restated)	
Net operating revenues	18	<b>3,208,976</b>	2,667,682	<b>11,249,972</b>	5,373,283
Costs of hospital services	19	<b>(2,231,956)</b>	(1,893,409)	<b>(9,657,407)</b>	(4,275,921)
Gross profit		<b>977,020</b>	774,273	<b>1,592,565</b>	1,097,362
General and administrative expenses	20	<b>(159,252)</b>	(218,385)	<b>(339,862)</b>	(212,321)
Selling expenses		<b>(4,833)</b>	(1,764)	<b>(12,235)</b>	(5,555)
Equity pickup	8	<b>262,767</b>	102,646	<b>(18,666)</b>	9,078
Other operating expenses	21	<b>(14,455)</b>	(38,514)	<b>(98,197)</b>	(95,028)
Income before finance income (costs) and income and social contribution taxes		<b>1,061,247</b>	618,256	<b>1,123,605</b>	793,536
Finance income	22	<b>798,355</b>	631,183	<b>2,071,766</b>	1,740,010
Finance costs	22	<b>(1,543,852)</b>	(1,091,553)	<b>(2,855,440)</b>	(2,299,095)
Income before income taxes		<b>315,750</b>	157,886	<b>339,931</b>	234,451
Income taxes	17	<b>(17,058)</b>	52,684	<b>(24,864)</b>	(9,295)
Net income for the period		<b>298,692</b>	210,570	<b>315,067</b>	225,156
Income attributable to controlling interests		<b>298,692</b>	210,570	<b>298,692</b>	210,570
Income attributable to noncontrolling interests		-	-	<b>16,375</b>	14,586
Basic earnings per share	23	<b>0.1325</b>	0.1067	<b>0.1325</b>	0.1067
Diluted earnings per share	23	<b>0.1322</b>	0.1064	<b>0.1322</b>	0.1064

See accompanying notes.

## Rede D'Or São Luiz S.A.

Statements of comprehensive income  
Three-month periods ended March 31, 2023 and 2022  
(In thousands of reais)

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
	(Restated)		(Restated)	
Net income for the period	<b>298,692</b>	210,570	<b>315,067</b>	225,156
Other comprehensive income				
Cash flow hedge	<b>(41,378)</b>	35,674	<b>(45,218)</b>	31,833
Gain/(loss) on insurance assets and liabilities	-	-	<b>400,271</b>	-
Unrealized gains/(losses) on financial assets available for sale	-	-	<b>10,738</b>	-
Tax effects	<b>14,069</b>	(12,129)	<b>(148,047)</b>	(10,823)
Gains/(losses) on changes in shareholding interest	<b>(2,282)</b>	-	-	-
Other comprehensive income of associates and subsidiaries, by equity pickup	<b>205,032</b>	(2,535)	<b>(42,303)</b>	-
	<b>175,441</b>	21,010	<b>175,441</b>	21,010
Total comprehensive income	<b>474,133</b>	231,580	<b>490,508</b>	246,166
Attributable to				
Controlling interests	<b>474,133</b>	231,580	<b>474,133</b>	231,580
Noncontrolling interests	-	-	<b>16,375</b>	14,586

See accompanying notes.



## Rede D'Or São Luiz S.A.

Statements of changes in equity  
Three-month periods ended March 31, 2023 and 2022  
(In thousands of reais)

Description	Controlling interests													
	Capital reserves					Income reserves								
	Capital	Share issue costs	Premium reserve (issue of shares)	Goodwill on capital transactions	Share-based payment reserve	Treasury shares	Legal reserve	Investment reserve	Other comprehensive income	Future capital contribution	Retained earnings	Total equity	Noncontrolling interests	Total
Balances at December 31, 2021	7,575,516	(253,031)	5,727,122	(1,251,618)	-	(139,282)	8,666	1,591,514	320,267	4,224	-	13,583,378	1,094,561	14,677,939
Capital transactions in subsidiaries and acquisition of noncontrolling interests	-	-	-	(7,629)	-	-	-	-	-	-	-	(7,629)	22,740	15,111
Acquisition of subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	54,975	54,975
Share-based payment (Note 16)	-	-	-	-	17,167	-	-	-	-	-	-	17,167	-	17,167
Changes - RSU	-	-	(36,933)	-	(17,167)	9,284	-	-	-	-	-	(44,816)	-	(44,816)
Net income for the period	-	-	-	-	-	-	-	-	-	-	210,570	210,570	14,586	225,156
Dividends and interest on equity (Note 16)	-	-	-	-	-	-	-	(194,376)	-	-	-	(194,376)	(9,511)	(203,887)
Cash flow hedge	-	-	-	-	-	-	-	-	21,010	-	-	21,010	-	21,010
Balance at March 31, 2022	7,575,516	(253,031)	5,690,189	(1,259,247)	-	(129,998)	8,666	1,397,138	341,277	4,224	210,570	13,585,304	1,177,351	14,762,655
Balances at December 31, 2022 (Restated)	15,711,360	(253,031)	6,166,296	(1,251,796)	-	(544,610)	8,666	1,291,612	310,082	4,224	-	21,442,803	1,264,931	22,707,734
Acquisitions of subsidiaries (Note 3)	-	-	-	-	-	-	-	-	-	-	-	-	(65)	(65)
Capital transactions in subsidiaries and acquisition of noncontrolling interests	-	-	-	1,358	-	-	-	-	-	-	-	1,358	5,228	6,586
Changes - RSU (Note 16)	-	-	(31,589)	-	(11,035)	25,193	-	-	-	-	-	(17,431)	-	(17,431)
Share-based payment (Note 16)	-	-	-	-	11,035	-	-	-	-	-	-	11,035	-	11,035
Net income for the year	-	-	-	-	-	-	-	-	-	-	298,692	298,692	16,375	315,067
Dividends and interest on equity (Note 16)	-	-	-	-	-	-	-	-	-	-	-	-	(20,608)	(20,608)
Cash flow hedge (Note 16)	-	-	-	-	-	-	-	-	(29,844)	-	-	(29,844)	-	(29,844)
Gain/loss on insurance and reinsurance liabilities	-	-	-	-	-	-	-	-	240,183	-	-	240,183	-	240,183
Equity adjustments	-	-	-	-	-	-	-	-	(34,898)	-	-	(34,898)	-	(34,898)
Future capital contribution	-	-	-	-	-	-	-	-	-	-	-	-	7,500	7,500
Balances at March 31, 2023 2 (Restated)	15,711,360	(253,031)	6,134,707	(1,250,438)	-	(519,417)	8,666	1,291,612	485,523	4,224	298,692	22,911,898	1,273,361	23,185,259

See accompanying notes.

## Rede D'Or São Luiz S.A.

### Statements of cash flows

Three-month periods ended March 31, 2023 and 2022

(In thousands of reais)

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Cash flows from operating activities	(Restated)		(Restated)	
Income before income and social contribution taxes	315,750	157,886	339,931	234,451
Adjustments to reconcile income to cash from operating activities				
Depreciation and amortization	218,673	184,721	399,074	347,461
Gain on property sales	(980)	(980)	(980)	(980)
Fair value of debt	63,198	(224,398)	73,634	(492,120)
Interest, monetary variations and foreign exchange differences, net	661,058	634,348	264,476	975,977
Share-based payment	11,035	17,167	11,035	17,167
Provision for contingencies	(99,402)	(21,380)	(28,473)	(32,793)
Equity pickup	(262,767)	(102,646)	18,666	(9,078)
Income from (loss on) insurance services	-	-	1,180,924	-
Allowance for expected credit losses	169,677	119,800	283,292	272,587
(Increase) decrease in assets and increase (decrease) in liabilities				
Accounts receivable	(402,305)	(184,643)	(789,718)	(495,507)
Inventories	51,328	4,501	81,160	(32,517)
Taxes recoverable	(58,788)	(93,715)	(142,343)	(125,927)
Judicial deposits	(6,834)	(13,513)	(11,730)	(17,430)
Other assets	132,020	(45,544)	56,991	(5,053)
Trade accounts payable	143,301	41,943	140,411	74,402
Salaries and social charges	48,808	(73,135)	118,563	(26,577)
Tax obligations	(7,202)	72,352	(50,786)	36,501
Transactions with related parties	(184,073)	(273,039)	(46,057)	(6,549)
Provision for contingencies	(454)	(215)	(55,996)	(1,989)
Insurance and reinsurance contract assets (liabilities)	-	-	(497,515)	-
Other liabilities	(24,898)	19,031	19,763	8,995
	767,145	218,541	1,364,322	721,021
Payment of interest	(894,959)	(336,427)	(879,957)	(622,091)
Payment of income and social contribution taxes	-	(3,123)	(130,355)	(159,863)
Net cash flows from operating activities	(127,814)	(121,009)	354,010	(60,933)
Cash flows from investing activities				
Investment and business acquisitions, net of cash acquired	-	-	-	(828,075)
Future capital contribution	(225,967)	(1,327,074)	(4,750)	(19,350)
Additions to property and equipment	(317,591)	(234,102)	(716,217)	(644,834)
Additions to intangible assets	(13,239)	(29,222)	(40,279)	(42,527)
Acquisitions of marketable securities	(5,108,002)	(26,366,447)	(7,181,242)	(29,389,048)
Redemption of marketable securities	6,078,655	28,295,477	9,015,862	31,452,434
Dividends and interest on equity received	(81,533)	72,387	(3,900)	1,500
Net cash flows used in investing activities	332,323	411,019	1,069,474	530,100
Cash flows from financing activities				
Distribution of dividends and interest on equity	(113,758)	(33,242)	(136,438)	(41,928)
Treasury shares	-	117,711	-	117,711
Loans, financing and debentures raised	1,100,000	-	1,100,000	-
Payment of debentures, loans, financing and leases	(984,089)	(343,547)	(1,139,311)	(328,050)
Settlement (receipt) of swap	(193,990)	2,331	(277,576)	(69,914)
Accounts payable for acquisitions	-	(9,132)	(2,202)	(19,547)
Cash from (used in) financing activities	(191,837)	(265,879)	(455,527)	(341,728)
Increase in cash and cash equivalents	12,672	24,131	967,957	127,439
Cash and cash equivalents at beginning of period	96,360	43,910	1,109,796	124,621
Cash and cash equivalents at end of period	109,032	68,041	2,077,753	252,060

See accompanying notes.

## Rede D'Or São Luiz S.A.

### Statements of value added

Three-month periods ended March 31, 2023 and 2022

(In thousands of reais, unless otherwise stated)

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Revenue	(Restated) <b>3,409,451</b>	2,821,577	(Restated) <b>11,682,823</b>	5,708,181
Sales of goods, products and services	<b>3,578,148</b>	2,940,397	<b>5,564,633</b>	5,979,788
Revenues from insurance operations	-	-	<b>6,370,262</b>	-
Provision for disallowances and allowance for expected credit losses	<b>(169,677)</b>	(119,800)	<b>(283,292)</b>	(272,587)
Other revenues	<b>980</b>	980	<b>31,220</b>	980
Benefits and claims	-	-	<b>(4,843,908)</b>	-
Expenses with benefits and redemptions	-	-	<b>(4,843,908)</b>	-
Bought-in inputs	<b>(1,181,051)</b>	(1,037,183)	<b>(2,747,172)</b>	(2,341,318)
Costs of sales	<b>(1,222,972)</b>	(985,440)	<b>(2,571,994)</b>	(2,240,683)
Materials, energy, third-party services and other	<b>(57,481)</b>	(73,123)	<b>(203,651)</b>	(133,428)
Loss/recovery of assets	<b>99,402</b>	21,380	<b>28,473</b>	32,793
Gross value added	<b>2,228,400</b>	1,784,394	<b>4,091,743</b>	3,366,863
Depreciation and amortization	<b>(218,672)</b>	(184,721)	<b>(399,073)</b>	(347,461)
Net value added	<b>2,009,728</b>	1,599,673	<b>3,692,670</b>	3,019,402
Value added received in transfer	<b>1,061,122</b>	733,829	<b>1,601,401</b>	1,749,088
Equity pickup	<b>262,767</b>	102,646	<b>(18,666)</b>	9,078
Finance income (costs)	<b>798,355</b>	631,183	<b>2,071,766</b>	1,740,010
Finance income insurance of contracts	-	-	<b>(451,699)</b>	-
Total value added	<b>3,070,850</b>	2,333,502	<b>5,294,071</b>	4,768,490
Value added distributed	<b>(3,070,850)</b>	(2,333,502)	<b>(5,294,071)</b>	(4,768,490)
Personnel and charges	<b>(955,881)</b>	(876,343)	<b>(2,012,797)</b>	(1,762,424)
Taxes, charges and contributions	<b>(216,553)</b>	(100,231)	<b>(434,425)</b>	(343,213)
Interest, rents and other operating expenses	<b>(1,599,724)</b>	(1,146,358)	<b>(2,531,781)</b>	(2,437,697)
Dividends and interest on equity	-	(194,376)	<b>(20,608)</b>	(203,887)
Retained profits	<b>(298,692)</b>	(16,194)	<b>(294,460)</b>	(21,269)

See accompanying notes.

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **1. Operations**

Rede D'Or São Luiz S.A. (the "Company" or "Parent Company" and jointly with its subsidiaries "Rede D'Or" or "Group"), headquartered at Rua Francisco Marengo, 1312, in the city and state of São Paulo, is engaged in the rendering of hospital services, offering assistance and hospitality concepts, creating medical and diagnostic excellence centers and generating medical knowledge and experience that ensure security to customers, either doctors, patients or healthcare plans. Through its subsidiaries and associates, the Company operates in the health (health and dental insurance, administrative services only (ASO) health and dental plans, and health and wellness solutions), life insurance, private pension, and asset management segments.

Rede D'Or operates in the states of Rio de Janeiro, São Paulo, Pernambuco, Maranhão, Bahia, Sergipe, Paraná, Ceará, Minas Gerais, Mato Grosso do Sul, Paraíba, Alagoas and the Federal District, with 68 own hospitals in operation and over 50 projects under development, in addition to oncology and radiotherapy clinics and laboratories. Currently, the Group has 9,462 hospital beds in total.

The first hospital unit, Hospital Barra D'Or, was opened in 1998, and Hospital Copa D'Or and Hospital Quinta D'Or were opened in 2000 and 2001, respectively. Since 2004, strategic partnerships have been made with other hospitals, thus increasing its range of expertise and reaching other areas in Rio de Janeiro. Also through partnerships and acquisitions, Rede D'Or started operations in the state of Pernambuco in 2007; in the states of Maranhão and Bahia in 2018; in the state of Sergipe in 2019; in the states of Paraná and Ceará in 2020; in the states of Minas Gerais, Mato Grosso do Sul and Paraíba in 2021; and in the state of Alagoas in 2022.

In December 2022, the business combination between the Company and SulAmérica S.A. was completed through the merger of SulAmérica S.A. into Rede D'Or. As a result of the merger, Sul América S.A. was dissolved and succeeded by Rede D'Or as regards all its assets, rights and obligations, and Rede D'Or became the parent company of Sul América Group ("SASA" or "Sul América" - comprising the subsidiaries, associates and investment funds remaining from the merger of Sul América S.A.). Thus, since December 23, 2022, the shares of Sul América S.A. are no longer traded on B3 and the former shareholders of Sul América S.A. have become shareholders of the Company. For more details, see Note 3 - Business Combination.

The business combination includes two health market leaders in Brazil and joins the largest hospital chain to one of the main independent insurers in the country. Additionally, the business combination is based on a strategy for expanding and aligning their health ecosystems, including the health, dental, life, pension and investment businesses, favoring all customers, beneficiaries and business partners.

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **1. Operations (Continued)**

#### Seasonality

There are no significant seasonal effects on the Company's operations; however, a smaller volume of customers and, consequently, of claims in the insurance and health insurance businesses, is generally observed in December, January and February due to year-end celebrations and vacation period, and a larger volume of customers is observed in Winter.

### **2. Accounting policies**

The Company's individual and consolidated quarterly information was prepared in accordance with the Technical Pronouncement CPC 21 (R1) – Interim Financial Reporting, issued by the Accounting Pronouncements Committee (CPC), equivalent to the international accounting standard IAS 34, issued by the International Accounting Standards Board (IASB) and presented in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of the Quarterly Information (ITR).

Following Board Meeting 17 of the Brazilian Securities and Exchange Commission (CVM), which took place on May 9, 2023, under process 19957.015087/2022-62, the Company adhered to the option of disclosing the 2023 Quarterly Information (ITRs) in accordance with CPC 11 - Insurance Contracts and the simultaneous filing of the restated versions of the ITRs on the same date as the Financial Statements for the 2023 fiscal year. The notes not affected by CPC 50 - Insurance Contracts remain unchanged from their original form, including the subsequent events previously reported.

According to IAS 34/CPC 21 and Circular Letter CVM/SNC/SEP 003/2011, this quarterly information is presented in line with the concept of selected notes without the repetition of certain previously disclosed notes, but with an indication of the changes that occurred in the period and, therefore, must be read together with the annual financial information for the year ended December 31, 2022, disclosed to the CVM on March 15, 2023.

In addition, the quarterly information prepared from fiscal year 2023 onwards is being disclosed in accordance with IFRS 17/CPC 50. Changes related to accounting policies are described in Note 2.2.

The financial statements were approved and authorized for publication together with the annual financial statements by the Board of Directors on March 26, 2024.

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **2. Accounting policies (Continued)**

#### **2.1. Restatement of the quarterly information (ITR) and corresponding value**

In May 2017, the IASB published IFRS 17 - Insurance Contracts (CPC 50), replacing IFRS 4 (CPC 11), which established principles for the recognition, measurement, presentation and disclosure of insurance and reinsurance contracts.

The effectiveness of the standard was established from approval by the regulators. In this regard, the Brazilian SEC issued CVM Resolution No. 42 of July 22, 2021, approving CPC 50 and making it mandatory for publicly-held companies as of January 1, 2023, therefore it must be adopted by the Company.

Accordingly, in compliance with the procedures set forth in CPC 23 - Accounting Policies, Change in Accounting Estimates and Errors, the new accounting practice was applied retrospectively, recomposing the comparative balances for the purposes of presentation in these financial statements matched against equity. It should be noticed that the application of this standard had no impact on the statements of profit or loss, statements of comprehensive income, statements of cash flows as well as statements of value added for the year ended December 31, 2022, since the balances impacted by IFRS 17 come from the business combination related to the acquisition of Sul América S.A. that occurred at the end of that year. These adjustments are presented in the tables below.

In addition, as part of the process of continuous review and quality improvement of its accounting practices, management has eliminated certain lease agreements involving group companies matched against Right of use in the amounts corresponding to the consolidated financial statements. This adjustment impacts the statement of financial position only and is intended to reflect a more accurate presentation and improve the understanding of these operations in the Company's consolidated financial statements.

Notes to interim financial information (Continued)  
March 31, 2023  
(In thousands of reais, unless otherwise stated)

## 2.1. Restatement of the quarterly information (ITR) and corresponding value (Continued)

		Individual		
	Reference	12/31/2022 (Original)	Adjustment	12/31/2022 (Restated)
<b>Liabilities and equity</b>				
<b>Total current liabilities</b>		<b>7,369,465</b>	<b>-</b>	<b>7,369,465</b>
<b>Noncurrent liabilities</b>				
Insurance contract liabilities	(a)	2,105,907	(2,105,907)	-
Deferred taxes	(b)	354,579	(47,320)	307,259
Others		29,552,786	-	29,552,786
<b>Total noncurrent liabilities</b>		<b>32,013,272</b>	<b>(2,153,227)</b>	<b>29,860,045</b>
<b>Equity</b>				
<b>Total equity</b>	(e)	<b>21,812,039</b>	<b>(369,236)</b>	<b>21,442,803</b>
<b>Total liabilities and equity</b>		<b>61,194,776</b>	<b>(2,522,463)</b>	<b>58,672,313</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.1. Restatement of the quarterly information (ITR) and corresponding value (Continued)

#### Consolidated statement of financial position

	Reference	12/31/2022 (Original)	Adjustment	12/31/2022 (Restated)
<b>Assets</b>				
<b>Current assets</b>				
Cash and cash equivalents		1,109,796	-	1,109,796
Marketable securities		29,236,645	-	29,236,645
Accounts receivable - hospital services	(a)	8,522,503	(611,051)	7,911,452
Inventories		808,688	-	808,688
Taxes recoverable		656,696	-	656,696
Insurance contract assets	(a)	-	70,012	70,012
Reinsurance assets		106,882	(62,141)	44,741
Derivative financial instruments		251,740	-	251,740
Transactions with related parties		7,753	-	7,753
Dividends receivable		1,769	-	1,769
Deferred acquisition costs	(a)	450,610	(450,610)	-
Other	(a)	524,607	-	524,607
<b>Total current assets</b>		<b>41,677,689</b>	<b>(1,053,790)</b>	<b>40,623,899</b>
<b>Noncurrent assets</b>				
Transactions with related parties		75,899	-	75,899
Marketable securities		1,806,334	-	1,806,334
Accounts receivable - insurance and healthcare plans		1,659,489	-	1,659,489
Taxes recoverable		469,970	-	469,970
Insurance contract assets	(a)	-	79,496	79,496
Reinsurance assets		4,874	(4,347)	527
Judicial deposits		2,862,274	-	2,862,274
Deferred income and social contribution taxes	(b)	3,818,728	(452,448)	3,366,280
Derivative financial instruments		2,487,765	-	2,487,765
Investments in subsidiaries, associates and joint ventures		2,553,401	-	2,553,401
Property and equipment		11,106,286	-	11,106,286
Intangible assets	(a)	18,831,039	(2,353,408)	16,477,631
Rights of use – leases	(c)	3,864,560	(1,029,960)	2,834,600
Deferred acquisition costs	(a)	997,897	(997,897)	-
Other	(a)	274,476	-	274,476
<b>Total noncurrent assets</b>		<b>50,812,992</b>	<b>(4,758,564)</b>	<b>46,054,428</b>
<b>Total assets</b>		<b>92,490,681</b>	<b>(5,812,354)</b>	<b>86,678,327</b>



## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.1. Restatement of the quarterly information (ITR) and corresponding value (Continued)

#### Consolidated statement of financial position (Continued)

	Reference	12/31/2022 (Original)	Adjustment	12/31/2022 (Restated)
<b>Current liabilities</b>				
Trade accounts payable		1,256,601	-	1,256,601
Derivative financial instruments		827,908	-	827,908
Loans, financing and debentures		4,973,066	-	4,973,066
Salaries, accruals and social charges		982,150	-	982,150
Tax obligations	(b)	800,950	(13,063)	787,887
Dividends and interest on equity payable		145,085	-	145,085
Insurance contract liabilities	(a)	5,974,995	(2,061,683)	3,913,312
Leases	(c)	813,919	(192,168)	621,751
Other	(a)	969,128	274,439	1,243,567
<b>Total current liabilities</b>		<b>16,743,802</b>	<b>(1,992,475)</b>	<b>14,751,327</b>
<b>Noncurrent liabilities</b>				
Derivative financial instruments		1,131,108	-	1,131,108
Loans, financing and debentures		27,910,159	-	27,910,159
Transactions with related parties		4,207	-	4,207
Tax obligations		240,550	-	240,550
Insurance contract liabilities	(a)	13,421,690	(2,192,662)	11,229,028
Deferred taxes	(b)	1,064,336	(665,922)	398,414
Provision for contingencies	(d)	3,558,744	233,428	3,792,172
Leases	(c)	3,548,443	(837,792)	2,710,651
Other	(a)	1,790,672	12,305	1,802,977
<b>Total noncurrent liabilities</b>		<b>52,669,909</b>	<b>(3,450,643)</b>	<b>49,219,266</b>
<b>Equity</b>				
Capital		15,711,360	-	15,711,360
Share issue costs		(253,031)	-	(253,031)
Capital reserves		4,914,500	-	4,914,500
Treasury shares		(544,610)	-	(544,610)
Income reserves	(e)	1,669,514	(369,236)	1,300,278
Future capital contribution		4,224	-	4,224
Other comprehensive income		310,082	-	310,082
<b>Total equity attributable to the Company's shareholders</b>		<b>21,812,039</b>	<b>(369,236)</b>	<b>21,442,803</b>
Noncontrolling interests		1,264,931	-	1,264,931
<b>Total equity</b>		<b>23,076,970</b>	<b>(369,236)</b>	<b>22,707,734</b>
<b>Total liabilities and equity</b>		<b>92,490,681</b>	<b>(5,812,354)</b>	<b>86,678,327</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.1. Restatement of the quarterly information (ITR) and corresponding value (Continued)

#### Statement of financial position (Continued)

Referência	Controladora			Consolidado		
	31/03/2023 (Original)	adjustment	31/03/2023 (restated)	31/03/2023 (Original)	adjustment	31/03/2023 (restatement)
<b>Assets</b>						
<b>Current assets</b>						
Cash and cash equivalents	109,032	-	109,032	2,077,753	-	2,077,753
Marketable securities	10,439,420	-	10,439,420	28,225,144	-	28,225,144
Accounts receivable - hospital services	(a) 4,198,675	-	4,198,675	9,008,459	(590,288)	8,418,171
Inventories	362,677	-	362,677	727,528	-	727,528
Taxes recoverable	492,301	-	492,301	798,249	-	798,249
Insurance contract assets	-	-	-	-	25,130	25,130
Reinsurance contract assets	-	-	-	125,428	(80,624)	44,804
Derivative financial instruments	197,628	-	197,628	245,604	-	245,604
Transactions with related parties	161,091	-	161,091	8,786	-	8,786
Dividends receivable	170,384	-	170,384	5,370	-	5,370
Deferred acquisition costs	(a) -	-	-	483,692	(483,692)	-
Other	189,425	132	189,557	560,871	-	560,871
<b>Total current assets</b>	<b>16,320,633</b>	<b>132</b>	<b>16,320,765</b>	<b>42,266,884</b>	<b>(1,129,474)</b>	<b>41,137,410</b>
<b>Noncurrent assets</b>						
Transactions with related parties	1,767,896	-	1,767,896	119,113	-	119,113
Marketable securities	-	-	-	1,758,805	-	1,758,805
Accounts receivable	(a) -	-	-	1,659,426	(229)	1,659,197
Taxes recoverable	8,677	-	8,677	470,760	-	470,760
Insurance contract assets	-	-	-	-	28,534	28,534
Reinsurance contract assets	-	-	-	12,079	(9,772)	2,307
Judicial deposits	301,487	-	301,487	2,620,363	-	2,620,363
Deferred income and social contribution taxes	(b) -	-	-	4,116,502	(767,661)	3,348,841
Derivative financial instruments	367,620	-	367,620	2,392,545	-	2,392,545
Investments in subsidiaries, associates and joint ventures	27,054,200	(67,844)	26,986,356	2,537,939	-	2,537,939
Property and equipment	4,484,801	-	4,484,801	11,660,328	-	11,660,328
Intangible assets	(a) 8,979,150	(2,133,805)	6,845,345	18,662,673	(2,240,925)	16,421,748
Rights of use - leases	(c) 2,246,062	-	2,246,062	3,798,363	(1,044,223)	2,754,140
Deferred acquisition costs	(a) -	-	-	988,399	(988,399)	-
Other	83,522	-	83,522	265,275	-	265,275
<b>Total noncurrent assets</b>	<b>45,293,415</b>	<b>(2,201,649)</b>	<b>43,091,766</b>	<b>51,062,570</b>	<b>(5,022,675)</b>	<b>46,039,895</b>
<b>Total assets</b>	<b>61,614,048</b>	<b>(2,201,517)</b>	<b>59,412,531</b>	<b>93,329,454</b>	<b>(6,152,149)</b>	<b>87,177,305</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.1. Restatement of the quarterly information (ITR) and corresponding value (Continued)

#### Statement of financial position (Continued)

		Individual			Consolidated		
Passivo	Referência	31/03/2023 (original)	Adjustment	31/03/2023 (Restated)	31/03/2023 (Original)	Adjustment	03/31/2023 (Restated)
<b>Liabilities and equity</b>							
<b>Current liabilities</b>							
		675,777	-	675,777	1,397,012	-	1,397,012
Trade accounts payable		675,777	-	675,777	1,397,012	-	1,397,012
Derivative financial instruments		647,473	-	647,473	793,659	-	793,659
Loans, financing and debentures		4,074,680	-	4,074,680	4,392,958	-	4,392,958
Salaries, accruals and social charges		502,534	-	502,534	1,108,816	-	1,108,816
Tax obligations		261,115	-	261,115	793,977	(12,633)	781,344
Dividends and interest on equity payable	(a)	23,882	-	23,882	36,390	-	36,390
Insurance contract liabilities	(c)	-	-	-	6,366,304	(1,800,216)	4,566,088
Leases		464,850	-	464,850	892,579	(215,195)	677,384
Other		76,386	-	76,386	1,024,558	239,449	1,264,007
<b>Total current liabilities</b>		<b>6,726,697</b>	<b>-</b>	<b>6,726,697</b>	<b>16,806,253</b>	<b>(1,788,595)</b>	<b>15,017,658</b>
<b>Noncurrent liabilities</b>							
		1,037,421	-	1,037,421	1,037,421	-	1,037,421
Derivative financial instruments		1,037,421	-	1,037,421	1,037,421	-	1,037,421
Loans, financing and debentures		25,366,987	-	25,366,987	28,683,554	-	28,683,554
Transactions with related parties		-	-	-	2,397	-	2,397
Tax obligations		44,274	-	44,274	218,014	-	218,014
Insurance contract liabilities	(a)	2,058,530	(2,058,530)	-	13,586,486	(2,832,629)	10,753,857
Deferred income and social contribution taxes	(b)	335,841	-	310,248	1,240,892	(830,160)	410,732
Provision for contingencies	(d)	1,112,604	(25,593)	1,112,604	3,256,111	233,428	3,489,539
Provision for losses on investments		532,126	-	532,126	-	-	-
Leases	(c)	2,127,978	-	2,127,978	3,438,602	(829,028)	2,609,574
Other		242,298	-	242,298	1,757,071	12,229	1,769,300
<b>Total noncurrent liabilities</b>		<b>32,858,059</b>	<b>(2,084,123)</b>	<b>30,773,936</b>	<b>53,220,548</b>	<b>(4,246,160)</b>	<b>48,974,388</b>
<b>Equity</b>							
Capital		15,711,360	-	15,711,360	15,711,360	-	15,711,360
Share issue costs		(253,031)	-	(253,031)	(253,031)	-	(253,031)
Capital reserves	(e)	4,883,623	646	4,884,269	4,883,623	646	4,884,269
Treasury shares		(519,417)	-	(519,417)	(519,417)	-	(519,417)
Income reserves	(e)	1,669,514	(369,236)	1,300,278	1,669,514	(369,236)	1,300,278
Retained earnings		287,433	11,259	298,692	287,433	11,259	298,692
Future capital contribution		4,224	-	4,224	4,224	-	4,224
Other comprehensive income		245,586	239,937	485,523	245,586	239,937	485,523
<b>Total equity attributable to the Company's shareholders</b>		<b>22,029,292</b>	<b>(117,394)</b>	<b>21,911,898</b>	<b>22,029,292</b>	<b>(117,394)</b>	<b>21,911,898</b>
Noncontrolling interests		-	-	-	1,273,361	-	1,273,361
<b>Total equity</b>		<b>22,029,292</b>	<b>(117,394)</b>	<b>21,911,898</b>	<b>23,302,653</b>	<b>(117,394)</b>	<b>23,185,259</b>
<b>Total liabilities and equity</b>		<b>61,614,048</b>	<b>(2,201,517)</b>	<b>59,412,531</b>	<b>93,329,454</b>	<b>(6,152,149)</b>	<b>87,177,305</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.1. Restatement of the quarterly information (ITR) and corresponding value (Continued)

#### Statement of profit or loss position (Continued)

		Controladora			Consolidated		
	Reference	03/31/2023 (Original)	Adjustment	03/31/2023 (Restated)	03/31/2023 (originally)	Adjustment	03/31/2023 (Restated)
Net operating revenues from hospital services	(a)	3,208,976	-	3,208,976	11,315,224	(65,252)	11,249,972
Changes in premium reserves	(a)	-	-	-	(135,398)	135,398	-
Costs of hospital services	(a)	(2,295,860)	63,904	(2,231,956)	(9,558,160)	(99,247)	(9,657,407)
Gross profit		<b>913,116</b>	<b>63,904</b>	<b>977,020</b>	<b>1,621,666</b>	<b>(29,101)</b>	<b>1,592,565</b>
General and administrative expenses	(a)	(159,252)	-	(159,252)	(581,872)	242,010	(339,862)
Selling expenses	(a)	(4,833)	-	(4,833)	(18,764)	6,529	(12,235)
Equity pickup		293,685	(30,918)	262,767	(18,666)	-	(18,666)
Other operating expenses	(a), (c)	(14,455)	-	(14,455)	(136,055)	37,858	(98,197)
Income before finance income (costs) and income and social contribution taxes	(a)	<b>1,028,261</b>	<b>32,986</b>	<b>1,061,247</b>	<b>866,309</b>	<b>257,296</b>	<b>1,123,605</b>
Finance income	(a)	798,355	-	798,355	2,068,292	3,474	2,071,766
Finance costs	(a)	(1,543,852)	-	(1,543,852)	(2,607,072)	(248,368)	(2,855,440)
Income before income taxes		<b>282,764</b>	<b>32,986</b>	<b>315,750</b>	<b>327,529</b>	<b>12,402</b>	<b>339,931</b>
Income taxes	(b)	4,669	(21,727)	(17,058)	(23,721)	(1,143)	(24,864)
Net income for the period		<b>287,433</b>	<b>11,259</b>	<b>298,692</b>	<b>303,808</b>	<b>11,259</b>	<b>315,067</b>
Income attributable to controlling interests		<b>287,433</b>	<b>11,259</b>	<b>298,692</b>	<b>287,433</b>	<b>11,259</b>	<b>298,692</b>
Income attributable to noncontrolling interests		-	-	-	16,375	-	16,375
Diluted earnings per share (in reais)		<b>0,1275</b>	<b>0,005</b>	<b>0,1325</b>	<b>0,1275</b>	<b>0,005</b>	<b>0,1325</b>
Diluted earnings per share (in reais)		<b>0,1272</b>	<b>0,005</b>	<b>0,1322</b>	<b>0,1272</b>	<b>0,005</b>	<b>0,1322</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 2. Accounting policies (Continued)

#### 2.1. Restatement of the quarterly information (ITR) and corresponding value (Continued)

##### Statement of comprehensive income

	Individual			Consolidated		
	03/31/2023 (Original)	Adjustment	31/03/2023 (Restated)	03/31/2023 (Original)	Adjustment	03/31/2023 (Restated)
Net income for the period	287,433	11,259	298,692	303,808	11,259	315,067
Other comprehensive income						
Cash flow hedge	(41,378)	-	(41,378)	(45,218)	-	(45,218)
Gain/(loss) on insurance assets and liabilities	-	-	-	-	400,271	400,271
Unrealized gains/(losses) on financial assets available for sale	-	-	-	(52,503)	63,241	10,738
Tax effects	14,069	-	14,069	33,225	(181,272)	(148,047)
Gains/(losses) on changes in shareholding interest	(2,282)	-	(2,282)	-	-	-
Other comprehensive income of associates and subsidiaries, by equity pickup	(34,905)	239,937	205,032	-	(42,303)	(42,303)
	<b>(64,496)</b>	<b>239,937</b>	<b>175,441</b>	<b>(64,496)</b>	<b>239,937</b>	<b>175,441</b>
Total comprehensive income	<b>222,937</b>	<b>251,196</b>	<b>474,133</b>	<b>239,312</b>	<b>251,196</b>	<b>490,508</b>
Attributable to						
Controlling interests	<b>222,937</b>	<b>251,196</b>	<b>474,133</b>	<b>222,937</b>	<b>251,196</b>	<b>474,133</b>
Noncontrolling interests	-	-	-	<b>16,375</b>	-	<b>16,375</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.1. Restatement of the quarterly information (ITR) and corresponding value (Continued)

#### Statements of cash flows

	Individual			Consolidated		
	01/01/2023 to 03/31/2023			01/01/2023 to 03/31/2023		
	(Original)	Adjustment	(Restated)	(Original)	Adjustment	(Restated)
Cash flows from operating activities						
Income before income and social contribution taxes	282,764	32,986	315,750	327,529	12,402	339,931
Adjustments to reconcile income before taxes to cash flows from operating activities						
Depreciation and amortization	282,576	(63,903)	218,673	480,571	(81,497)	399,074
Interest, monetary variations and foreign exchange differences, net	661,058	-	661,058	(24,163)	288,639	264,476
Provision for/(reversal of) contingencies	(99,402)	-	(99,402)	(28,446)	(27)	(28,473)
Equity pickup	(293,685)	30,918	(262,767)	18,666	-	18,666
Income from (loss on) insurance services	-	-	-	-	1,180,924	1,180,924
Allowance for expected credit loss	169,677	-	169,677	335,908	(52,616)	283,292
(Increase) decrease in assets and increase (decrease) in liabilities						
Accounts receivable	(402,305)	-	(402,305)	(821,801)	32,083	(789,718)
Other assets	132,020	-	132,020	99,403	(42,412)	56,991
Tax obligations	(7,202)	-	(7,202)	(19,777)	(31,009)	(50,786)
Provision for contingencies	(454)	-	(454)	(56,023)	27	(55,996)
Insurance and reinsurance assets (liabilities)	-	-	-	-	(497,515)	(497,515)
Insurance technical reserve	-	-	-	621,551	(621,551)	-
Other liabilities	(24,897)	(1)	(24,898)	(28,925)	48,688	19,763
Other liabilities	66,995	-	66,995	223,693	-	223,693
	<b>767,145</b>	<b>-</b>	<b>767,145</b>	<b>1,128,186</b>	<b>236,136</b>	<b>1,364,322</b>
Payment of interest	(894,959)	-	(894,959)	(879,957)	-	(879,957)
Payment of income and social contribution taxes	-	-	-	(130,355)	-	(130,355)
Net cash from (used in) operating activities	<b>(127,814)</b>	<b>-</b>	<b>(127,814)</b>	<b>117,874</b>	<b>236,136</b>	<b>354,010</b>
Cash flows from investing activities						
Acquisitions of marketable securities	(5,108,002)	-	(5,108,002)	(6,892,603)	(288,639)	(7,181,242)
Redemption of marketable securities	6,078,655	-	6,078,655	8,963,359	52,503	9,015,862
Other	(638,330)	-	(638,330)	(765,146)	-	(765,146)
Net cash flows from financing activities	<b>332,323</b>	<b>-</b>	<b>332,323</b>	<b>1,305,610</b>	<b>(236,136)</b>	<b>1,069,474</b>
Net cash flows from financing activities	<b>(191,837)</b>	<b>-</b>	<b>(191,837)</b>	<b>(455,527)</b>	<b>-</b>	<b>(455,527)</b>
Increase in cash and cash equivalents	12,672	-	12,672	967,957	-	967,957
Cash and cash equivalents at beginning of period	96,360	-	96,360	1,109,796	-	1,109,796
Cash and cash equivalents at end of period	<b>109,032</b>	<b>-</b>	<b>109,032</b>	<b>2,077,753</b>	<b>-</b>	<b>2,077,753</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.1. Restatement of the quarterly information (ITR) and corresponding value (Continued)

#### Consolidated Statements of value added

	Individual 03/30/2023			Consolidado 31/03/2023		
	Original	Adjustment	Restated	Original	Adjustment	Restated
Revenue	<b>3,409,451</b>	-	<b>3,409,451</b>	<b>11,831,745</b>	<b>(148,922)</b>	<b>11,682,823</b>
Sales of goods, products and services	3,578,148	-	3,578,148	5,564,633	-	5,564,633
Revenues from insurance operations	-	-	-	6,361,691	8,571	6,370,262
Allowance for expected credit loss	-	-	-	168,335	(168,335)	-
Provision for disallowances and doubtful debts	(169,677)	-	(169,677)	(336,142)	52,850	(283,292)
Other revenues	980	-	980	73,228	(42,008)	31,220
Changes in premium reserves				(135,398)	135,398	-
Net operacional revenue	<b>3,409,452</b>	-	<b>3,409,452</b>	<b>11,696,347</b>	<b>(13,524)</b>	<b>11,682,823</b>
Benefits and claims	-	-	-	<b>(4,497,628)</b>	<b>(346,280)</b>	<b>(4,843,908)</b>
Expenses with benefits and redemptions		-		(4,497,628)	(346,280)	(4,843,908)
Bought-in inputs	<b>(1,181,051)</b>	-	<b>(1,181,051)</b>	<b>(3,176,218)</b>	<b>429,046</b>	<b>(2,747,172)</b>
Costs of sales	(1,222,972)	-	(1,222,972)	(3,149,691)	577,697	(2,571,994)
Materials, energy, third-party services and other	(57,481)	-	(57,481)	(147,102)	(56,549)	(203,651)
Loss/recovery of assets	99,402	-	99,402	99,140	(70,667)	28,473
Bought-in inputs	-	-	-	21,435	(21,435)	-
Gross value added	<b>2,228,400</b>	-	<b>2,228,400</b>	<b>4,022,501</b>	<b>69,242</b>	<b>4,091,743</b>
Depreciation and amortization	(282,575)	63,903	(218,672)	(480,571)	81,498	(399,073)
Net value added	<b>1,945,825</b>	<b>63,903</b>	<b>2,009,728</b>	<b>3,541,930</b>	<b>150,740</b>	<b>3,692,670</b>
Value added received in transfer	<b>1,092,040</b>	<b>(30,918)</b>	<b>1,061,122</b>	<b>1,528,512</b>	<b>72,889</b>	<b>1,601,401</b>
Equity pickup	293,685	(30,918)	262,767	(18,666)	-	(18,666)
Finance income (costs)	798,355	-	798,355	1,683,151	388,615	2,071,766
Insurance contract finance income	-	-	-	-	(451,699)	(451,699)
Income from ceded reinsurance and coinsurance operations	-	-	-	(27,925)	27,925	-
Monetary and exchange rate variations - insurance and pension plans	-	-	-	(210,281)	210,281	-
Other	-	-	-	102,233	(102,233)	-
Total value added	<b>3,037,865</b>	<b>32,985</b>	<b>3,070,850</b>	<b>5,070,442</b>	<b>223,629</b>	<b>5,294,071</b>
Value added distributed	<b>(3,037,865)</b>	<b>(32,985)</b>	<b>(3,070,850)</b>	<b>(5,070,442)</b>	<b>(223,629)</b>	<b>(5,294,071)</b>
Personnel and charges	(955,881)	-	(955,881)	(2,009,933)	(2,864)	(2,012,797)
Taxes, charges and contributions	(194,827)	(21,726)	(216,553)	(537,681)	103,256	(434,425)
Interest, rents and other operating expenses	(1,599,724)	-	(1,599,724)	(2,219,020)	(312,761)	(2,531,781)
Dividends and interest on equity	-	-	-	(20,608)	-	(20,608)
Retained profits	(287,433)	(11,259)	(298,692)	(283,200)	(11,260)	(294,460)

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **2. Accounting policies (Continued)**

#### **2.1. Restatement of the quarterly information (ITR) and corresponding value (Continued)**

- a) This refers to the accounting practice changes between IFRS 4 and IFRS 17, which accounting policies based on that new practice are described on the explanatory notes n° 2.20.
- b) Impacts on current and deferred taxes on the adjustments mentioned above and on deferred tax from the adoption of CPC 50 / IFRS 17, since for tax purposes such practice is not adopted, therefore there is a temporary difference between tax and accounting records. The referred to tax impacts were calculated at the rates in effect and matched against equity at transition date.
- c) This refers to the elimination of certain lease agreements matched against the Right of use line, in order to reflect a better understanding of the consolidated financial statements. This adjustment impacts the statement of financial position only.
- d) This refers to the change in accounting policy for measurement of certain civil lawsuits involving adjustments in premiums of health portfolios, in order to reconcile the accounting practice of the new management as well as the respective tax effects.
- e) Net effect from adjustments mentioned above and from the adoption of CPC 50 / IFRS 17.



## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## **2. Accounting policies (Continued)**

### **2.2. Insurance contracts**

In the ordinary course of its business, the Company issues insurance contracts, and accepts significant insurance risk relating to policyholders under such contracts. In general, the Company determines if insurance risk is significant by comparing the benefits to be paid after an insured event with the benefits to be paid if the insured event does not occur. Insurance contracts may also transfer financial risk. The Company issues health care, dental, life, travel and private pension insurance.

#### *Separating components of insurance and reinsurance contracts*

The Company analyzes its products to determine whether they contain distinct components that should be accounted for under a CPC/IFRS other than CPC 50/IFRS 17. After separating any distinct components, the Company applies CPC 50/IFRS 17 to all remaining components of the issued insurance or reinsurance contract. Currently, the Company's insurance contracts do not include any distinct component that requires such separation.

#### *Level of aggregation of insurance and reinsurance contracts*

CPC 50/IFRS 17 requires that management determine the level of aggregation of the Company's insurance and reinsurance contracts in order to apply CPC 50/IFRS 17 requirements. The Company previously applied aggregation levels in accordance with CPC11/IFRS 4, which were significantly higher than the level of aggregation required by CPC 50/IFRS 17. The level of aggregation for the Company is primarily determined by the grouping of the Company's contracts into portfolios. The portfolios, comprised of groups of contracts with similar risks managed together, are Group healthcare plans, individual healthcare plans, dental plans (group and individual), life (group, individual and long-term life, credit life insurance (monthly and lump-sum payment) and pension risks), travel insurance and private pension plans (traditional and PGBL/VGBL).

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## **2. Accounting policies (Continued)**

### **2.2. Insurance contracts (Continued)**

#### *Level of aggregation of insurance and reinsurance contracts (Continued)*

The portfolios are subdivided (groups) based on estimated profitability upon initial recognition into three categories, as follows:

- Onerous - group of onerous contracts upon initial recognition, which is: Individual health;
- Low risk of onerous contracts - groups of contracts which, upon initial recognition, have no significant possibility of becoming onerous subsequently and are: Group health plans, group and individual dental plans, private pension plans (VGBL/PGBL) and travel insurance;
- Other - group that contains the other contracts, such as: Life (individual and group), credit life insurance (monthly and lump-sum payment), pension risks and traditional pension plans.

All reinsurance contracts were classified as cost, that is, contracts which, upon initial recognition, have a low possibility of generating net gains after initial recognition.

CPC 50/IFRS 17 also requires that no group contain contracts issued more than one year apart and the Company opted to aggregate in annual cohorts.

The profitability of contract groups is evaluated by actuarial valuation models that take into consideration existing and new businesses.

#### *Contract limits*

The Company includes in the measurement of a group of insurance contracts all future cash flows within the limit of each contract in the group. These cash flows are within the limits of an insurance contract if they arise from substantive rights and obligations that exist during the reporting period in which the Company can obligate the policyholder to pay premiums, or in which the Company has a substantive obligation to provide the policyholder with insurance contract services.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.2. Insurance contracts (Continued)

#### Premium Allocation Approach (PAA) - subsequent measurement (Continued)

For contracts in which the Company expects the period between providing each part of the coverage and the respective premium maturity date not to exceed one year, the Company chose not to adjust the carrying amount of the liability for remaining coverage to reflect the time value of money and the effect of financial risk. Subsequent measurement of reinsurance contracts held follows the same principles as insurance contracts and was adapted to reflect the specific characteristics of reinsurance.

#### *General Approach (Building Block Approach - BBA)*

Measurement upon initial recognition: the Company applies BBA to the following groups: Individual health, Individual dental, Traditional pension and Long-term life (Long-term life, Credit life insurance (lump-sum payment), and pension risks). BBA measures a group of insurance contracts as the total of:

- Fulfillment cash flows (inflow and outflow cash flows necessary for the fulfillment of the Company's contractual rights to receive funds from contractors and the Company's contractual obligations to the policyholders/beneficiaries); and
- CSM, which is the component of assets or liabilities for the contract group that represents unearned profit that the entity should recognize based on the provision of insurance coverage in the future.

Fulfillment cash flows comprise unbiased, probability-weighted estimates of future cash flows, discounted to present value to reflect the time value of money and financial risks, plus a risk adjustment for non-financial risk. The Company's objective in estimating future cash flows is to determine the expected amount, or probability-weighted average, of the full range of possible outcomes, given all reasonable and supportable information available at the reporting date, without undue cost or effort.

CSM at the end of the reporting period represents profit in the group of contracts that has not yet been recognized in profit or loss, since it refers to services still to be provided. For a group of contracts, the CSM carrying amount of the group at the end of the reporting period equals the carrying amount at the beginning of the reporting period, adjusted as follows: the effect of any new contracts added to the group; accumulated interest on the CSM carrying amount over the reporting period, measured at the discount rates upon initial recognition; changes in fulfillment cash flows relating to future services unless: these increases in

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.2. Insurance contracts (Continued)

#### *General Approach (Building Block Approach - BBA) (Continued)*

fulfillment cash flows exceed the CSM carrying amount, giving rise to a loss; or these reductions in fulfillment cash flows are allocated to the loss component of the liability for remaining coverage; the amount recognized as insurance revenue due to the transfer of contract services in the period, determined by allocating the remaining CSM at the end of the reporting period (before any allocation) over the current and remaining coverage period. The locked-in discount rate is the rate applicable on the date of initial recognition of contracts. The discount rate used for adding interest in CSM is calculated using the bottom up approach at the beginning.

Changes in fulfillment cash flows relating to future services that adjust CSM include:

- Experience adjustments that arise from the difference between premium received (and any related cash flows, such as insurance acquisition cash flows and taxes on insurance premiums) and the estimated amounts at the beginning of the period. Differences relating to premiums received (or payable) referring to current or past services are recognized immediately in profit or loss, whereas differences relating to premiums received (or payable) for future services are adjusted against CSM;
- Changes in estimated present value of future cash flows in the liability for remaining coverage, except changes relating to the time value of money and changes in financial risk (recognized in P&L (Pension) and other comprehensive income (other portfolios) rather than adjusting CSM);
- Differences between any investment component that is expected to be due in the period and the actual investment component that becomes due in the period.
- Changes to the risk adjustment for non-financial risk relating to future services.

Except for the changes in risk adjustment, CSM adjustments mentioned above are measured at discount rates that reflect the characteristics of the group of contracts' cash flows upon initial recognition.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.2. Insurance contracts (Continued)

#### *General Approach (Building Block Approach - BBA) (Continued)*

The Company measures the carrying amount of a group of contracts at the end of each reporting period as the sum of the liability for remaining coverage, comprising fulfillment cash flows relating to future services allocated to the group at that date and the group's CSM at that date and the incurred claim liability, comprising fulfillment cash flows relating to past services allocated to the group at that date.

#### *Variable Fee Approach (VFA)*

Measurement upon initial recognition: The Company applies the VFA to contracts with direct participation features: Private Pension (PGBL/VGBL), similar to BBA, except for the fact that the fulfillment cash flows take into consideration the participation of the beneficiaries and of the Company in the fair value of underlying assets. Similarly to BBA, CSM at the end of the reporting period represents profit in the group of contracts that has not yet been recognized in profit or loss, since it refers to services still to be provided. For a group of contracts, the CSM carrying amount of the group at the end of the reporting period equals the carrying amount at the beginning of the reporting period, adjusted as follows:

- the effect of any new contracts added to the group;
- the change in the entity's participation upon change in fair value of the underlying items, except to the extent that:
  - the reduction in the amount of the entity's participation in the decrease in fair value of the underlying items exceeds the carrying amount of CSM, giving rise to the loss; or
  - the increase in the entity's participation in the increase in fair value of the underlying items reverses the amount described in the previous item;
- The changes in fulfillment cash flows relating to future insurance coverage, except to the extent that:
  - these increases in fulfillment cash flows exceed the CSM carrying amount, giving rise to the loss; or
  - these reductions in fulfillment cash flows are allocated to the loss component of the liability for remaining coverage; and
- the amount recognized as insurance revenue due to the provision of coverage under contracts in the period, determined by allocating the remaining CSM at the end of the reporting period (before any allocation) over the current and remaining coverage period.

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **2. Accounting policies (Continued)**

#### **2.2. Insurance contracts (Continued)**

##### *Loss components*

The Company grouped contracts that are onerous upon initial recognition separately from contracts in the same portfolio that are not onerous upon initial recognition. Groups that were not onerous upon initial recognition may also become onerous subsequently if assumptions and experience change. The Company established a loss component for the liability for remaining coverage for any onerous group representing future losses. A loss component represents an amount of losses attributable to each group of onerous contracts (or initially profitable contracts that became onerous). The loss component is released based on a systematic allocation of subsequent changes relating to future services in fulfillment cash flows to: the loss component; and the liability for remaining coverage less the loss component.

The loss component is also updated for subsequent changes relating to future services in the estimated fulfillment cash flows and to the risk adjustment for non-financial risk. The systematic allocation of subsequent changes in the loss component results in the total amounts allocated to the loss component equal to zero at the end of the coverage period of a group of contracts (since the loss component will have materialized in the form of claims and other costs that may be allocated to such group of contracts). The Company uses the ratio upon initial recognition to determine the systematic allocation of subsequent changes in future cash flows between the loss component and the liability for remaining coverage less the loss component.

##### *Loss recovery components*

When the Company recognizes a loss on initial recognition of an onerous group of underlying insurance contracts or when other onerous underlying insurance contracts are added to a group, the Company establishes a loss recovery component for the asset for remaining coverage of a group of reinsurance contracts held that represent the recovery of losses. When a loss component has been established after initial recognition of a group of underlying insurance contracts, the portion of revenue that was recognized from the related reinsurance contracts is disclosed as a loss recovery component. When a loss recovery component was established on initial recognition or subsequently, the Company adjusts the loss recovery component to reflect changes in the loss component of an onerous group of

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.2. Insurance contracts (Continued)

#### *Loss recovery components (Continued)*

underlying insurance contracts. The carrying amount of the loss recovery component should not exceed the portion of the carrying amount of the loss component of the onerous group of underlying insurance contracts that the Company expects to recover from the group of reinsurance contracts held.

Accordingly, the loss recovery component recognized upon initial recognition is reduced to zero in line with reductions in the onerous group of underlying insurance contracts and is nil when the loss component of the onerous group of underlying insurance contracts is nil.

#### *Liabilities for claims incurred*

For all measurement approaches (PAA, BBA or VFA), the Company estimates liabilities for claims incurred based on the best estimates available, which take into consideration the historical experience observed, realistic assumptions and reasonable information that reflect the Company's current perspective and include an adjustment for non-financial risk (risk adjustment).

#### Insurance acquisition cash flows

Insurance acquisition cash flows result from the costs of selling, underwriting and initiating a group of contracts (issued or expected to be issued) that are directly attributable to the portfolio of contracts to which the group belongs. Insurance acquisition cash flows are allocated on a straight-line basis over time (through insurance revenue) or based on the portfolio's permanence curve. At the end of each reporting period, the Company assesses the recoverability of assets for the acquisition of insurance cash flows. If facts and circumstances indicate that the asset may be impaired, and if an impairment loss is identified, the Company adjusts the carrying amount of the asset and recognizes the impairment loss in P&L.

#### Insurance and reinsurance contracts acquired in business combinations

As mentioned before, the Company acquired all of its insurance and reinsurance contract portfolios by acquiring 100% control over SulAmérica S.A. at the end of 2022, therefore by means of a business combination.

In conjunction with the practices described above, the Company used the consideration received (groups of contracts whose fair value determined a liability) or paid (groups of contracts whose fair value determined an asset) for the contracts as a replacement for

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.2. Insurance contracts (Continued)

#### Insurance and reinsurance contracts acquired in business combinations—Continuação

premiums received. The consideration received or paid for the contracts excluded the consideration received or paid for any other assets and liabilities acquired in the same transaction, and no differences between fair value and book value of the reinsurance contracts were identified.

In business combinations within the scope of application of CPC 15, the consideration paid or received is the fair value of the contracts on that date.

For groups of contracts where PAA was the measurement approach determined for measuring the liability for remaining coverage, the consideration received or paid was allocated in the same manner as described for acquisition cash flows.

For groups of contracts measured using the BBA or VFA, the CSM was calculated based on the initial measurement of such approaches using the consideration received or paid for the contracts as a replacement for the premiums received or paid on the date of initial recognition.

For onerous contracts acquired, the Company recognized the excess of fulfillment cash flows over the consideration paid or received against equity, as required by CPC 23 when a new accounting policy is adopted.

The Company established the loss component of the liability for remaining coverage for this excess, and applied the previously described accounting practice for loss components to allocate subsequent changes in fulfillment cash flows to that loss component.

#### Net income or expense from reinsurance contracts

The Company presents separately in the statement of profit or loss and in other comprehensive income, the amounts expected to be recovered from reinsurers and the allocation of reinsurance premiums paid. The Company treats reinsurance cash flows that depend on claims in the underlying contracts as part of the claims expected to be reimbursed under the executed contract and excludes investment components and commissions from the allocation of reinsurance premiums presented in the statement of profit or loss and in other comprehensive income.



## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.2. Insurance contracts (Continued)

#### Net income or expense from reinsurance contracts--Continuação

##### *Finance income and costs from insurance*

Finance income or costs arising from insurance comprise changes in the carrying amount of the group of contracts derived from:

- The effect of the time value of money and changes in the time value of money;
- The effect of financial risk and changes in financial risk.

The Company disaggregates finance income or costs arising from insurance and reinsurance contracts into profit or loss and other comprehensive income. The impact of changes in market interest rates on insurance amounts and respective reinsurance assets and liabilities, when applicable, are reflected in P&L (pension) and in other comprehensive income (other portfolios) in order to minimize accounting mismatches between the recording of financial assets and insurance assets and liabilities. The Company's financial assets that back the insurance portfolios are predominantly measured at fair value through profit or loss or fair value through other comprehensive income, except for a portion of the assets that back traditional pension contracts, which are measured at amortized cost.

The Company systematically allocates expected total finance income or cost from insurance or reinsurance over the life of the group of contracts to P&L using the discount rates determined upon initial recognition of the group of contracts

For groups of insurance contracts (traditional pension plans) for which changes in assumptions referring to financial risk have a substantial effect on the amounts paid to policyholders, the Company systematically allocates to finance income or costs resulting from estimated future cash flows using the rate that allocates the remaining revised expected finance income or costs over the remaining term of the group of contracts at the constant rate.

##### *Finance income or costs deriving from insurance contracts with direct participation features (VFA)*

For contracts with direct participation features, for which the entity maintains the underlying items, the accounting policy chosen by the entity was to disaggregate insurance finance income or costs for the period to include in P&L the amount that eliminates accounting mismatches with income or costs included in P&L in the underlying items held, including in

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Accounting policies (Continued)

### 2.2. Insurance contracts (Continued)

Significant accounting judgments, estimates and assumptions to the insurance and reinsurance contracts (Continued)

P&L income or costs that exactly match income or cost amounts included in P&L for the underlying items, and therefore the items' net amount presented separately equaled zero.

For BBA and VFA measurement models, the Company mainly uses deterministic projections to estimate the present value of future cash flows and for some groups, management uses stochastic modeling techniques. A stochastic model is a tool for estimating probability distributions of potential outcomes, allowing for random variation in one or more assumptions over time. Random variation is usually based on fluctuations observed in historical data for a selected period using standard time series techniques. The assumptions used for estimating future cash flows were as follows:

*Mortality rates (Life, Long-term life - portion of reinsurance and private pension risks)*

Mortality assumptions are based on standard domestic industry tables, according to the type of contract entered into. These assumptions reflect recent historical experience and are adjusted where appropriate to reflect the Company's experiences and future prospects. The assumptions are differentiated by gender of the policyholder, underwriting class and type of contract.

An increase in expected mortality rates will increase the expected cost of the claim, which will reduce the Company's expected future earnings.

Tables used	2023	2022
Pension risks	BR-EMS (Sob) / Winklevoss / Álvaro Vindas	BR-EMS (Sob) / Winklevoss / Álvaro Vindas
Private pension	BR-EMS (Sob)	BR-EMS (Sob)
Long-term life	BR-EMS (Mor)	BR-EMS (Mor)
Individual health	BR-EMS (Mor)	BR-EMS (Mor)

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Basis of preparation and presentation and significant accounting policies (Continued)

### 2.2. Insurance contracts (Continued)

Significant accounting judgments, estimates and assumptions to the insurance and reinsurance contracts (Continued)

#### *Expenses allocated to groups of contracts*

The assumptions for operating expenses reflect the projected costs of maintaining and meeting the Company's obligations under current insurance contracts and associated indirect expenses. The current level of expenses is considered as an appropriate expense base, adjusted for expected inflation, if appropriate. Variations in the expected expense level will change the Company's expected future earnings.

#### *Cancellation fees for death, delinquency and withdrawal*

Contract termination (cancellation) assumptions are determined using statistical measures based on the Company's experience and vary according to product type, contract duration and sales trends. An increase in default rates at the beginning of the contract term would tend to reduce the Company's profits, but subsequent increases have a largely neutral effect.

#### *Discount rates (BBA, VFA and Claims liability)*

Insurance contract liabilities are calculated by discounting expected future cash flows at a risk-free rate, plus an illiquidity premium, when applicable. Risk-free rates are determined by reference to yields provided by highly liquid sovereign bond in the currency of the insurance contract liabilities (Brazilian reais).

The illiquidity premium is determined based on observable market rates, based on a reference private credit portfolio, indexed by CDI and CDI+, whose issuers have a Brazil rating equal to or greater than A. The spread over DI is reduced by premiums for credit risk, based on the probability of default for each issuer, and the difference results in the premium for liquidity risk.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 2. Basis of preparation and presentation and significant accounting policies (Continued)

### 2.2. Insurance contracts (Continued)

*Significant accounting judgments, estimates and assumptions to the insurance and reinsurance contracts (Continued)*

Discount rates applied for discounting future cash flows are as follows:

	Ajuste de liquidez	1 Ano		2 anos		5 anos		10 anos	
		2022	2023	2022	2023	2022	2023	2022	2023
Saúde individual	100,00%	12.85%	12.84%	12.23%	12.12%	11.31%	11.74%	11.14%	12.00%
Saúde/Odonto Coletivo									
Clube									
Prestamista BBA									
Previdência Riscos	75,00%	12.54%	12.40%	11.89%	11.65%	10.95%	11.22%	10.75%	11.44%
VG+VI+AR/Viagem									
Tradicional									
Resseguro									
Odonto individual									
PGBL/VGBL	50,00%	12.23%	11.96%	11.56%	11.17%	10.58%	10.70%	10.36%	10.88%

The risk adjustment for non-financial risks represents the compensation that the Company requires to bear the uncertainty about the amount and timing of cash flows from groups of insurance contracts and covers insurance risk, cancellation risk and expense risk. The risk adjustment reflects an amount that an insurer would rationally pay to remove the uncertainty that future cash flows would exceed the best estimate amount.

The Company estimated the risk adjustment using a cost of capital technique for all contract groups, except for pension contracts (traditional and VGBL/PGBL) for which management used a chosen percentile of confidence interval.

The cost of capital represents the return required by the Company to offset the exposure to non-financial risk. The confidence interval technique used for pension contracts (traditional and VGBL/PGBL) is based on the calculation of an interval, associated with a probability (the confidence level), which represents the confidence that the interval contains the parameter.

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **2. Basis of preparation and presentation and significant accounting policies** (Continued)

#### **2.2. Insurance contracts** (Continued)

*Significant accounting judgments, estimates and assumptions to the insurance and reinsurance contracts (Continued)*

##### *Risk adjustment for non-financial risk (risk adjustment)*

The risk adjustment calculated in future durations is discounted up to the statement of financial position date at the risk-free rate, to be maintained as part of the total insurance contract liability.

The risk adjustment of insurance contracts corresponds to levels greater than or equal to 60%.

##### *CSM amortization*

CSM amount for a group of insurance contracts is recognized in profit or loss as insurance revenue in each period to reflect the insurance contract services provided under the group of insurance contracts in that period, by determining the group's coverage units. The number of a group's coverage units is the amount of insurance contract services provided by the group's contracts, calculated considering the amount of benefits offered and the expected period of coverage. For reinsurance contracts held, CSM amortization is similar to insurance contracts issued and reflects the expected underwriting pattern of the underlying contracts since the level of service provided depends on the number of underlying contracts in force.

##### *Assets for insurance acquisition cash flows*

The Company applies judgment in determining the assumptions used in the methodology to systematically and rationally allocate insurance acquisition cash flows to groups of insurance contracts. This includes judgments about whether insurance contracts are expected to arise from renewals of existing insurance contracts and, where applicable, the amount to be allocated to groups including future renewals and the volume of expected renewals of new contracts issued in the period.

In the current and prior years, the Company allocated insurance acquisition cash flow to groups of future insurance contracts, as management expected renewals arising from new contracts issued in the period.

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **2. Basis of preparation and presentation and significant accounting policies (Continued)**

#### **2.2. Insurance contracts (Continued)**

*Significant accounting judgments, estimates and assumptions to the insurance and reinsurance contracts (Continued)*

*Assets for insurance acquisition cash flows*

In the current and prior year, the Company identified no facts and circumstances that indicate that the assets could be impaired.

#### **2.3. Adoption of IFRS 9, Financial Instruments, for hedge accounting**

For hedging transactions, the Company adopted IFRS 9 on January 1, 2023, replacing IAS 39, Financial Instruments (CPC 38), which the Company had elected to keep in force for hedge accounting purposes at the time of initial adoption of IFRS 9 (CPC 48) on January 1, 2018. The transition to IFRS 9 was carried out prospectively and the pre-existing hedging relationships were treated as continuous hedging relationships, with no loss of effectiveness or designation in the transition. Adoption of IFRS 9 had no significant effect on the financial statements.

### **3. Business combinations**

On February 23, 2022, the Company and Sul América S.A. entered into (i) an Association Agreement, Voting Commitment and Other Covenants ("Association Agreement"); and (ii) the Private Instrument of Rationale for the Merger of Sul América S.A. (SASA) into Rede D'Or ("Rationale for the Merger" and, together with the Association Agreement, the "Purchase and Sale Agreements"), through which the parties agreed to the terms and conditions of a business combination between the two Companies, with unification of their shareholding bases, through the merger of SASA into Rede D'Or (the "Transaction"). The consummation of the Transaction was conditioned on the approvals of the General Meetings of the two companies and of the relevant regulatory agencies ("conditions precedent").

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **3. Business combination (Continued)**

On April 14, 2022, the shareholders of Rede D'Or and Sul América S.A. approved the Rationale for the Merger at their respective Special General Meetings and, on that date, the approvals of the relevant regulatory agencies for the implementation of the Transaction as part of the conditions precedent were still pending.

On December 20, 2022, in view of the fulfillment of the conditions precedent, the Boards of Directors of both companies authorized the immediate consummation of the Transaction, through the issue of 308,304,834 new common shares of Rede D'Or, which replaced the shares of Sul América S.A. In this resolution, December 23, 2022 was determined as the date of consummation of the Transaction pursuant to the terms of the Rationale for the Merger and, consequently, the date on which Rede D'Or assumed the control of the management and guidelines of SASA's business for all purposes (date of acquisition for purposes of applying IFRS 3 and CPC 15 (R1)). It should be noted that on December 23, 2022, after the market closed, the shares of Sul América S.A. ceased to be traded on B3 and the former shareholders of Sul América S.A. became shareholders of the Company.

In addition, on the date of consummation of the Transaction, the portion invested in shares of Sul América S.A. that were until then held by Rede D'Or, Original acquired at the acquisition cost of R\$1,214,850, was measured at the fair value of R\$854,238. As such, of the 308,304,834 new shares issued by Rede D'Or, as mentioned above, 29,379,399 shares were used to replace the shares of Sul América S.A. held by Rede D'Or on the date of consummation of the Transaction and, consequently, were allocated to the treasury shares line item of Rede D'Or, as provided for in the terms of the Rationale for the Merger.

It should be noticed that the adoption of IFRS 17/CPC 50, although retrospective to the year ended December 31, 2022, had no impact on the measurement of the assets acquired and liabilities assumed in the business combination related to the acquisition of Sul América S.A., since at the time of the acquisition the referred to standard was not yet in force. Therefore, any impacts brought about by IFRS 17/CPC 50 were matched against equity as required by the respective standard, and their effects are duly presented in Note 2.2

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 3. Business combination (Continued)

	In millions of R\$, except number of shares
<b>Consideration transferred</b>	8,998,860
<b>Fair value of assets acquired:</b>	
Cash and cash equivalents and marketable securities	18,867,230
Trade accounts receivable	3,373,425
Taxes recoverable	722,199
Reinsurance assets	111,756
Judicial deposits	2,443,586
Deferred income and social contribution taxes – assets	2,218,443
Investments	88,841
Property and equipment	116,519
Intangible assets	5,687,486
Rights of use – leases	92,801
acquisition costs	1,448,507
Other assets	66,258
<b>Fair value of liabilities assumed:</b>	
Trade accounts payable	(11,527)
Loans and financing	(2,783,914)
Salaries, accruals and social charges	(160,110)
Tax obligations	(262,114)
Insurance liabilities	(20,782,988)
Administrative services only health plan	(430,665)
Provision for contingencies	(3,223,475)
Leases	(99,924)
Other liabilities	(300,757)
<b>Total net identifiable assets at fair value</b>	<b>7,181,577</b>
Noncontrolling interests	3,342
<b>Goodwill from acquisition of SASA</b>	<b>1,820,625</b>



## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 3. Business combination (Continued)

The main allocations of fair values of assets acquired and liabilities assumed are summarized as follows:

Description	Adjustment to fair value	Remaining useful life (years)	Valuation method
Intangible assets - "Sul América" brand (i)	2,068,575	Indefinite	<i>Royalty Relief</i>
Intangible assets - Customer relationship portfolio (ii)	2,452,720	3-9 years	MPEEM
Insurance liabilities (iii)	(2,105,907)	12-13 years	MPEEM
Provision for contingencies - Contingent liabilities (ii)	(1,070,642)	n/a	Fair value
Loans and financing	(21,625)	n/a	Fair value
Marketable securities	111,246	n/a	Fair value
Tax effects - deferred tax liabilities, net (iii)	(487,685)	-	-

(i) This represents the fair value of the brand "SulAmérica". The royalty relief method was applied considering a reference to similar royalty transactions (Note 10).

(ii) The fair values (consideration received or paid) of the customer relationship portfolio in the business combination, which encompass the following portfolios: Dental, SME - Small and Medium Enterprises, Business, Affinity, Life and Pension (VGBL/PGBL), estimated by using the Multi-Period Excess Earnings Method, for long-term portfolios, measured by the BBA or VFA, were considered as a substitute for the earned premiums in the initial measurement of such portfolios based on CPC 50/IFRS 17, while for short-term portfolios, measured by the PAA, such fair value was allocated in the same manner as described for acquisition cash flows.

(iii) (iii) The revaluation deficit at fair value (consideration received or paid), arising from the Individual Health and Traditional Pension portfolios, assumed in the business combination, estimated through the Multi-Period Excess Earning Method, as they are considered long-term portfolios, measured by the BBA or VFA, such revaluation surplus was considered as a substitute for the earned premiums in the initial measurement of such portfolios based on CPC 50/IFRS 17. Contingent liabilities not previously recognized in the acquiree were valued and recognized at fair value, when they are classified as a present obligation and are reliably measurable, as required by CPC 15/IFRS 3 (Note 17).

(iv) Refers to the temporary differences generated on the identified assets and liabilities assumed at fair value in the business combination process, as required by CPC15/IFRS3, having goodwill as contra entry.

It should be noted that the amounts related to the revaluation surplus presented in the table above, as well as the goodwill of R\$1,860,625, will not be deductible for income and social contribution tax purposes. The goodwill represents the expected future profitability, based on the benefits expected from the synergy of the Company's and its subsidiaries' operations.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 3. Business combination (Continued)

	2022		
	Aeroporto	Santa Isabel	Arthur Ramos
<b>Acquisition date</b>	03/15/2022	02/24/2022	01/27/2022
<b>Location</b>	BA	SP	AL
<b>Equity interest acquired (%)</b>	100.00	100.00	100.00
<b>Total consideration</b>	218,138	280,000	356,257
Payment on acquisition date	186,827	280,000	284,817
Accounts payable for acquisitions	31,311	-	71,440
<b>Assets</b>			
Cash and cash equivalents	2,669	-	6,246
Trade accounts receivable	23,383	35,961	52,095
Inventories	1,562	1,339	3,557
Taxes recoverable	185	-	4,928
Judicial deposits	780	-	153
Deferred income and social contribution taxes	5,771	-	6,604
Property and equipment	41,289	10,414	68,795
Intangible assets	29	-	504
Rights of use – leases	-	81,323	-
Other	5,466	197	5,744
	81,134	129,234	148,626
<b>Liabilities</b>			
Trade accounts payable	(8,814)	-	(18,600)
Loans and financing	(8,642)	-	(4,123)
Salaries, accruals and social charges	(3,765)	(9,756)	(6,490)
Tax obligations	(5,692)	(1,284)	(20,580)
Deferred income and social contribution taxes	(1,634)	-	(1,413)
Provision for contingencies	(5,452)	-	(4,156)
Leases	-	(81,437)	-
Other	(508)	(44)	(9,693)
	(34,507)	(92,521)	(65,055)
<b>Total indemnifiable assets, net</b>	46,627	36,713	83,571
<b>Goodwill on acquisition (Note 10)</b>	171,511	243,287	272,686
Contribution for the Group with revenues since the acquisition date	92,799	122,965	252,058
Contribution for the Group with income (loss) before taxes since the acquisition date	(859)	(7,825)	43,137
Revenues from acquiree since the beginning of year	109,698	122,965	331,127
Income (loss) from acquiree before taxes since the beginning of year	562	(7,825)	75,856

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 3. Business combination (Continued)

The outstanding payables are guarantees for certain liabilities assumed by the sellers (e.g. materialization of contingencies), and will be paid within six years on average after their execution dates, restated based on the Interbank Deposit Certificate (CDI), the Extended Consumer Price Index (IPCA) and the Central Bank benchmark rate (SELIC) included in the balance of "Accounts payable for acquisitions".

### 4. Cash and cash equivalents and marketable securities

#### 4.1. Cash and cash equivalents

	Individual		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Cash and cash equivalents				
Cash and banks	17,708	8,866	135,910	92,262
Short-term investments	91,324	87,494	1,941,843	1,017,534
Cash and cash equivalents	109,032	96,360	2,077,753	1,109,796

Short-term investments classified as cash equivalents mature within three months from the investment date, and the amounts classified as marketable securities refer to securities maturing after three months, with substantially immediate liquidity.

#### 4.2. Marketable securities

Short-term investments are broken down in the table below, which shows their respective classifications, curve value and market value, as well as the contractual average rates:

Description	Fair value through profit or loss	Average interest rate	Individual - 03/31/2023
	Market value/carrying amount		Total
<b>Fixed income securities - corporate</b>	10,390,043	-	10,390,043
Bank deposit certificates			
Floating rate CDI %	10,390,043	104.27%	10,390,043
<b>Financial bills</b>			
Fixed income securities - government	49,199	-	49,199
Financial treasury bills	49,199	SELIC	49,199
<b>Investment fund shares</b>	178	-	178
Investment fund shares - other than funds of one	178	-	178
			10,439,420
		Current	10,439,420
		Noncurrent	-

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 4. Cash and cash equivalents and marketable securities (Continued)

#### 4.2. Marketable securities (Continued)

Description	Fair value through profit or loss	Average interest rate	Individual 12/31/2022
	Market value/carrying amount		Total
<b>Fixed income securities - corporate</b>	<b>11,024,270</b>	-	<b>11,024,270</b>
Bank deposit certificates			
Floating rate CDI %	11,024,270	104.30% of CDI	11,024,270
<b>Financial bills</b>			
<b>Fixed income securities - government</b>	<b>30,201</b>	-	<b>30,201</b>
Financial treasury bills	30,201	SELIC	30,201
<b>Investment fund shares</b>	<b>173</b>	-	<b>173</b>
Investment fund shares - other than funds of one	173	-	173
<b>Outros <sup>(1)</sup></b>	<b>111.246</b>	-	<b>111.246</b>
			<u>11,165,890</u>
		Current	11,165,890
		Noncurrent	-

(1) Revaluation surplus of assets classified as amortized cost recognized in December 2022 as a result of the acquisition of SulAmérica and measurement of assets at fair value. Amount recorded in books in the parent, Rede D'Or, due to the calculation of goodwill on acquisition.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 4. Cash and cash equivalents and marketable securities (Continued)

#### 4.2. Marketable securities (Continued)

Description	Fair value through profit or loss	Fair value through other comprehensive income		Amortized cost		Average interest rate (1)	Consolidated 03/31/2023
	Market value/ carrying amount	Curve value	Market value/ carrying amount	Curve value/ carrying amount	Market value		Total
<b>Fixed income securities - corporate</b>	13,736,864	1,282,169	1,274,739	-	-	-	15,011,603
Bank deposit certificates							
Floating rate CDI +	6,905	4,941	4,957			CDI+0.82% p.a.	11,862
Floating rate CDI %	12,248,791	-	-	-	-	104.27% of CDI	12,248,791
Debentures							
Fixed rate	179	-	-	-	-	18.47% p.a.	179
Floating rate CDI +	552,717	177,146	176,094	-	-	CDI+2.93% p.a.	728,811
Floating rate CDI %	51,973	86,840	86,607	-	-	114.67% of CDI	138,580
Floating rate IPCA	425	-	-	-	-	IPCA+6.07% p.a.	425
Financial bills							
Fixed rate		1,214	1,193			5.92% p.a.	1,193
Floating rate CDI +	557,831	379,738	384,207			CDI+1.71% p.a.	942,038
Floating rate CDI %	282,582	598,802	588,175			119.25% CDI	870,757
Floating rate IPCA	2,049					IPCA+7.28% p.a.	2,049
Promissory notes	33,412	33,488	33,506	-	-	CDI+1.81%	66,918
<b>Fixed income securities - government</b>	5,886,531	1,762,367	1,691,856	1,813,520	1,805,675	-	9,391,907
Financial treasury bills	4,051,587	412,619	412,755	-	-	SELIC	4,464,342
Fixed rate	1,257,382	3,529	3,429	-	-	13.05%	1,260,811
National treasury notes							
Series F - Fixed rate	598	33,586	30,665	-	-	8.88% p.a.	31,263
Series B - Floating rate IPCA	576,964	1,166,282	1,103,383	64,096	63,712	IPCA+4.59% p.a.	1,744,443
Series C - Floating rate IGP-M	-	146,351	141,624	1,749,424	1,741,963	IGPM+5.79% p.a.	1,891,048
<b>Variable income securities</b>	232,372	-	-	-	-	-	232,372
Shares	232,372	209	209	-	-	-	232,581
Impairment	-	(209)	(209)	-	-	-	(209)
<b>Investment fund shares</b>	5,335,623	-	-	-	-	-	5,335,623
Fixed income, equity and multi-market investment fund shares	5,249,757	-	-	-	-	-	5,249,757
Equity fund shares	85,866	-	-	-	-	-	85,866
<b>Other investments</b>	12,444	-	-	-	-	-	12,444
							<b>29,983,949</b>
						<b>Current</b>	<b>28,225,144</b>
						<b>Noncurrent</b>	<b>1,758,805</b>

(1) Market rates for assets classified at fair value through profit or loss, and purchase rate for assets classified at fair value through other comprehensive income and amortized cost.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 4. Cash and cash equivalents and marketable securities (Continued)

#### 4.2. Marketable securities (Continued)

Description	Fair value through profit or loss	Fair value through other comprehensive income		Amortized cost		Average interest rate <sup>(1)</sup>	Consolidated 12/31/2022
	Market value/ carrying amount	Curve value	Market value/ carrying amount	Curve value/carrying amount	Market value		Total
<b>Fixed income securities - corporate</b>	<b>14,490,699</b>	<b>1,276,859</b>	<b>1,269,354</b>	-	-	-	<b>15,760,053</b>
Bank deposit certificates							
Floating rate CDI +	11,610	4	4	-	-	CDI + 0.88% p.a.	11,614
Floating rate CDI %	12,999,797	4,768	4,786	-	-	104.10% of CDI	13,004,583
Debentures							
Fixed rate	182	-	-	-	-	18.47% p.a.	182
Floating rate CDI +	545,602	177,719	178,350	-	-	CDI + 1.68% p.a.	723,952
Floating rate CDI %	50,825	92,423	93,001	-	-	109.75% of CDI	143,826
Floating rate IPCA	423	-	-	-	-	IPCA + 5.47% p.a.	423
Other	1,747	-	-	-	-	-	1,747
Financial bills							
Fixed rate	545	615	609	-	-	5.92% p.a.	1,154
Floating rate CDI +	423,382	477,365	473,048	-	-	CDI + 1.71%	896,430
Floating rate CDI %	433,001	488,210	483,796	-	-	119.8% of CDI	916,797
Floating rate IPCA	1,324	1,493	1,480	-	-	IPCA+7.15% p.a.	2,804
Promissory notes	22,261	34,262	34,280	-	-	CDI + 1.54%	56,541
<b>Fixed income securities - government</b>	<b>5,672,342</b>	<b>1,451,932</b>	<b>1,370,998</b>	<b>1,857,545</b>	<b>1,857,545</b>	-	<b>8,900,885</b>
Financial treasury bills	4,055,855	117,151	117,078	-	-	SELIC	4,172,933
National treasury bills							
Fixed rate	1,050,131	4,864	4,717	-	-	13.37% p.a.	1,054,848
National treasury notes							
Series F - Fixed rate	649	123,438	120,035	-	-	5.47% p.a.	120,684
Series B - Floating rate IPCA	565,707	1,146,885	1,073,966	63,646	63,646	IPCA + 4.50% p.a.	1,703,319
Series C - Floating rate IGP-M	-	59,594	55,202	1,793,899	1,793,899	IGP-M + 5.78% p.a.	1,849,101
<b>Variable income securities</b>	<b>282,647</b>	-	-	-	-	-	<b>282,647</b>
Shares	282,647	-	59	-	-	-	282,706
Impairment	-	-	(59)	-	-	-	(59)
<b>Investment fund shares</b>	<b>6,086,845</b>	-	-	-	-	-	<b>6,086,845</b>
Fixed income, equity and multi-market investment fund shares	6,023,946	-	-	-	-	-	6,023,946
Equity fund shares	62,899	-	-	-	-	-	62,899
<b>Other investments</b>	<b>12,549</b>	-	-	-	-	-	<b>12,549</b>
							<b>31,042,979</b>
						<b>Current</b>	29,236,645
						<b>Noncurrent</b>	1,806,334

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 5. Accounts receivable

Description	Note	Individual		Consolidated	
		2023	2022	2023	2022
Accounts receivable for hospital services	5.1	4,198,675	3,966,046	7,550,142	7,055,383
Others accounts receivable	5.2	-	-	2,527,226	2,515,558
		4,198,675	3,966,046	10,077,368	9,570,941
<b>Current</b>		4,198,675	3,966,046	8,418,171	7,911,452
<b>Noncurrent</b>		-	-	1,659,197	1,659,489

#### 5.1. Hospital services

Trade accounts receivable comprise receivables from healthcare companies and individuals, as follows:

	Individual		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Accounts receivable from health insurance and health plans	4,930,558	4,715,501	(Restated) 8,793,338	(Restated) 8,352,866
Accounts receivable from individuals	163,062	94,315	299,805	179,685
Allowance for expected credit losses and provision for disallowances	(894,945)	(843,770)	(1,543,001)	(1,477,168)
	4,198,675	3,966,046	7,550,142	7,055,383

#### Changes in provision for disallowances and allowance for expected credit losses

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Balance at beginning of period	(843,770)	(670,526)	(Restated) (1,477,168)	(1,709,766)
Recognition of provision	(169,677)	(119,800)	(275,361)	(272,587)
Write-offs (a)	118,502	126,577	209,528	239,614
Provision arising from acquisitions	-	-	-	(10,275)
Balance at end of period	(894,945)	(663,749)	(1,543,001)	(1,753,014)

(a) Write-offs include the derecognition of uncollectible amounts and elimination of the provision for disallowances of the Group companies.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 5. Accounts receivable (Continued)

#### 5.1. Hospital services (Continued)

At March 31, 2023 and December 31, 2022, the aging list of trade accounts receivable was as follows:

		Individual							
				Overdue					
	Total	Falling due	1 - 30 days	31 - 60 days	61 - 90 days	91 - 120 days	121 - 180 days	181 - 360 days	360 - 720 days
03/31/2023	5,093,620	3,448,764	37,274	143,671	101,118	71,932	181,713	438,959	670,189
12/31/2022	4,809,816	3,107,521	161,678	116,745	100,414	89,378	168,662	404,581	660,837

  

		Consolidated							
				Overdue					
	Total	Falling due	1 - 30 days	31 - 60 days	61 - 90 days	91 - 120 days	121 - 180 days	181 - 360 days	360 - 720 days
03/31/2023	9,093,143	5,393,783	350,747	301,051	201,582	181,575	361,937	902,150	1,400,318
12/31/2022	8,532,551	5,201,719	361,508	254,613	193,728	168,868	306,350	762,581	1,283,184

The Company's revenues arise from the provision of hospital services, including the use of medicines and hospital materials. Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, i.e. upon rendering of medical services at an amount that reflects the consideration to which an entity expects to be entitled in exchange for providing services to a customer.

#### Changes in provision for disallowances and allowance for expected credit losses

The provision for disallowances and allowance for expected credit losses is presented reducing the balance of accounts receivable and recognized at an amount deemed sufficient by management to cover any expected losses on the realization of amounts billed.

The Company's criterion to recognize a provision for disallowances is to annually analyze the performance of notes overdue between 360 to 720 days, a period deemed sufficient for exhausting the collection process. The percentage reached is applied to the gross revenue recorded and recognized as a provision in current profit or loss, reflecting management's best expectation based on the analyzed history. The analysis is made individually by cash-generating unit, as well as the percentage recorded as a provision for disallowances in the year.



## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 5. Accounts receivable (Continued)

#### 5.1. Hospital services (Continued)

As a criterion for the recognition of an allowance for expected credit losses, an individual analysis of receivables is performed to identify specific counterparty risks. If necessary, an allowance for expected credit losses is recorded for the full balance of receivables outstanding of these customers.

#### 5.2. Other accounts receivable

The receivables as at March 31, 2023 and 2022 presented in the consolidated financial statements are as follows:

	Note	Consolidated 03/31/2023 (Restated)	Consolidated 12/31/2022 (Restated)
Other operating receivables	5.2.1	1,868,220	1,825,912
Consideration receivable - pension plan administrator	5.2.2	467,348	501,777
Other (a)		191,658	187,869
		<b>2,527,226</b>	<b>2,515,558</b>
<b>Current</b>		<b>868,029</b>	856,069
<b>Noncurrent</b>		<b>1,659,197</b>	1,659,489

(a) The "Other" balance is represented mainly by receivables related to recovery of the Supplementary Health Fees and security-related commitments.

##### 5.2.1. Other operating receivables

	Consolidated 03/31/2023 (Restated)	Consolidated 12/31/2022 (Restated)
Receivables from FCVS – SFH	(Restated)	(Restated)
Principal (Note 5.2.1.1)	1,938,404	1,921,639
Impairment (Note 5.2.1.1)	(222,722)	(214,911)
Frozen funds (a)	49,862	45,838
Other (b)	102,676	73,346
<b>Total</b>	<b>1,868,220</b>	<b>1,825,912</b>
<b>Current</b>	<b>212,616</b>	170,184
<b>Noncurrent</b>	<b>1,655,604</b>	1,655,728

(a) These refer to funds frozen in bank accounts and investment funds due to lawsuits; and

(b) The balance of "Other" line item is mainly represented by advances to suppliers and payments related to the refund to the Unified Health System (SUS), managed by the regulatory authority and recorded as advance until the regulatory authority authorizes the write-off of liability.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 5. Accounts receivable (Continued)

#### 5.2. Other accounts receivable (Continued)

##### 5.2.1. Other operating receivables (Continued)

##### 5.2.1.1. *Receivables from FCVS - SFH*

	<b><u>Consolidated</u></b> <b><u>03/31/2023</u></b>
	(Restated)
Balance of receivables FCVS-SFH at 12/31/2022	<b>1,921,639</b>
Additions	<b>48,749</b>
Write-offs	<b>(31,984)</b>
<b>Balance of receivables FCVS-SFH at 03/31/2023</b>	<b><u>1,938,404</u></b>
Balance of impairment at 03/31/2023	<b><u>(222,722)</u></b>
<b>Closing balance net of impairment at 03/31/2023</b>	<b><u>1,715,682</u></b>
<b>Current</b>	<b>118,062</b>
<b>Noncurrent</b>	<b>1,597,620</b>
	<b><u>Consolidated</u></b> <b><u>12/31/2022</u></b>
Balance of receivables FCVS-SFH at 12/31/2021	1,842,315
Additions	246,368
Write-offs	(167,044)
<b>Balance of receivables FCVS-SFH at 12/31/2022</b>	<b><u>1,921,639</u></b>
Balance of impairment at 12/31/2022	<b><u>(214,911)</u></b>
<b>Closing balance net of impairment at 12/31/2022</b>	<b><u>1,706,728</u></b>
<b>Current</b>	<b>105,456</b>
<b>Noncurrent</b>	<b>1,601,272</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 5. Accounts receivable (Continued)

#### 5.2. Other accounts receivable (Continued)

##### 5.2.1. Other operating receivables (Continued)

##### 5.2.1.1. *Receivables from FCVS - SFH* (Continued)

As at March 31, 2023, there are lawsuits related to the Housing Financial System (SH/SFH) in progress in which the Company has been summoned. Such lawsuits may give rise to future cash disbursement with the corresponding request for reimbursement to Caixa Econômica Federal (CAIXA), manager of the Wage Variation Compensation Fund (FCVS). In the cases in which the lawsuit is in the provisional enforcement phase to avoid early disbursement in cases whose decisions are not final and unappealable, the Company pledges in court surety bond policies. As at March 31, 2023, the total amount guaranteed through surety bond is R\$954,717 (R\$926,304 at December 31, 2022). The SH/SFH was created by article 14 of Law No. 4380/1964, and since 1967, has been guaranteed by the FCVS. Insurance companies have lawsuits filed against them because they are mischaracterized as representatives of the FCVS, which is the role of CAIXA, the manager of that Fund. In view of this role of FCVS representative in lawsuits, the insurance companies, which are the illegitimate parties, are entitled to receive reimbursements for all incurred expenditures. Law No. 12409/2011, amended by Law No. 13000/2014, as well as the CCFCVS Resolution No. 364, of March 28, 2014, expressly establish the responsibility of FCVS, through its manager CAIXA, for all lawsuits relating to the SH/SFH's public policy. Additionally, the Office of the Attorney-General of the National Treasury (PGFN) issued the Opinion SEI PGFN/CAF No. 489/2018, amended by Note SEI No. 158/2018, in which it recognizes the role of insurance companies as non-interested third parties of the SH/SFH. In September 2018, the Federal Supreme Court (STF) recognized the general repercussion of the appeal to the Supreme Court filed by the Company to analyze the jurisdiction of the Federal Court in lawsuits of this nature. In June 2020, the merits of that appeal were judged and accepted, by majority of votes, to consolidate the interest of CAIXA, the FCVS administrator, in the SH/SFH-related lawsuits, and, consequently, establish the Federal Court's jurisdiction for processing and judging lawsuits of this nature.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 5. Accounts receivable (Continued)

#### 5.2. Other accounts receivable (Continued)

##### 5.2.1. Other operating receivables (Continued)

##### 5.2.1.1. *Receivables from FCVS - SFH* (Continued)

In November 2022, when the motions for clarification presented within the scope of the lawsuit were judged, the Supreme Court did not change its understanding that the Federal Courts are responsible for processing and judging those lawsuits. Currently, insurance companies are reimbursed by the FCVS for payments made in connection with SH/SFH-related lawsuits based on the criteria established by Resolution CCFCVCS No. 448/2019.

##### 5.2.2. Consideration receivable - ASO health plans

Administrative service only (ASO) health plans are plans in which the Company administers medical and hospital expenses on behalf of its customers, and is fully reimbursed by the customers, recording only its administration fee as revenue. The amounts related to consideration receivable by maturity are as follows:

	<b>Consolidated</b>	
	<b>03/31/2023</b>	<b>12/31/2022</b>
<b>Falling due</b>	(Restated)	(Restated)
Falling due from 1 to 30 days	<b>384,827</b>	450,685
Falling due from 31 to 60 days	<b>50,541</b>	30,949
Falling due from 61 to 180 days	<b>8,235</b>	7,660
<b>Total falling due</b>	<b>443,603</b>	489,294
<b>Overdue</b>		
Overdue from 1 to 30 days	<b>22,712</b>	10,921
Overdue from 31 to 60 days	<b>473</b>	1,426
Overdue from 61 to 180 days	<b>71</b>	202
Overdue from 181 to 365 days	<b>7</b>	14
Overdue for more than 365 days	<b>3,713</b>	3,813
<b>Total</b>	<b>26,976</b>	16,376
Provision for impairment	<b>(3,231)</b>	(3,893)
<b>Total overdue</b>	<b>23,745</b>	12,483
<b>Total unearned premiums</b>	<b>470,579</b>	505,670
<b>Total provision for impairment</b>	<b>(3,231)</b>	(3,893)
<b>Total</b>	<b>467,348</b>	501,777

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 6. Inventories

	Individual		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Medicines	135,762	161,320	271,771	327,376
Special materials	96,708	100,019	161,583	159,877
Disposable materials	78,266	92,149	132,800	151,797
Consumables	11,313	15,289	60,415	62,800
Laboratory materials	3,938	3,913	16,319	17,177
Surgical sutures	5,698	6,369	9,680	10,355
Dressing room materials	2,839	2,540	9,256	8,883
Food stuff	2,868	3,126	6,225	6,576
Other	25,285	29,280	59,479	63,847
	362,677	414,005	727,528	808,688

### 7. Transactions with related parties

#### Significant related-party transactions

The nature of significant related-party transactions is summarized below:

- (i) *Leases* - the Company leases properties owned by the controlling shareholders, namely: properties of the hospitals Copa D'Or and Quinta D'Or, and the property of the administrative unit. Leases are at market value and generated an expense in P&L for the period ended March 31, 2023 of R\$8,055 (R\$8,143 at March 31, 2022), referring to interest and amortization of rights of use. Leases are annually restated by reference to the Extended Consumer Price Index (IPCA).
- (ii) *Transfers of funds between companies* - to enhance the operations of certain investees and provide funds for expansion and/or acquisitions, management transfers funds between Group companies, current account remittance agreements signed between the parties. These balances are substantially eliminated in the consolidated financial statements.
- (iii) *Shared services* - these are centralized services rendered by the Parent Company, Rede D'Or, such as legal assistance, marketing, accounting, treasury, accounts payable and accounts receivable, which are shared among the other entities of the Group based on apportionment criteria that take into consideration the contribution of each entity to the consolidated gross revenue.
- (iv) *Debentures* - certain subsidiaries issued nonconvertible debentures, which were acquired by the parent company. These debentures are intended to provide funds to the investees for investment in operations and expansion.

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **7. Transactions with related parties (Continued)**

#### Significant related-party transactions (Continued)

- (v) Revenues and accounts receivable partially arise from commercial transactions conducted in the ordinary course of business relating to medical care provided to members of Sul América plans. These transactions have reference tables by type of service provided by the Company with Sul América and the maturities of these services are stipulated in a contract entered into between the parties.

In addition to the balances presented below, the Parent Company and subsidiary Rede D'Or Finance carried out two debenture issue and purchase transactions, as follows:

On January 17, 2018, subsidiary Rede D'Or Finance carried out the first issue of senior notes, totaling US\$500,000 thousand, and, at the same time the Parent Company issued debentures (10th issue), which were acquired by subsidiary Rede D'Or Finance (Note 13);

On January 22, 2020, subsidiary Rede D'Or Finance carried out the second issue of senior notes, totaling US\$850,000 thousand. On February 13, 2020, Rede D'Or Finance reopened the second issue of senior notes and issued an additional US\$350 thousand in notes with the same characteristics as the initial issue. In addition, on April 17, 2020, the Parent Company issued debentures (17th issue - 1st series), which were acquired by subsidiary Rede D'Or Finance.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 7. Transactions with related parties (Continued)

#### Balances with related parties

Company	Individual						
	03/31/2023			12/31/2022			03/31/2022
	Current assets	Noncurrent assets	P&L	Current assets	Noncurrent assets	P&L	P&L
Debentures Norte D'Or (a)	8,504	30,000	1,926	22,452	30,000	5,943	553
Debentures São Lucas (b)	9,716	38,000	1,787	7,930	38,000	8,983	1,865
Debentures Hospital Nossa Senhora das Neves (f)	142,871	40,000	5,675	137,196	-	18,747	2,601
Shared services							
Medise Medicina Diagnóstico e Serviços Ltda.	-	530	3,344	-	-	11,102	3,761
Hospital Esperança S.A.	-	-	10,687	-	-	35,847	10,917
Hospital São Marcos S.A.	-	-	1,784	-	-	5,388	1,953
Hospital Norte D'Or de Cascadura S.A.	-	5,970	3,072	-	2,898	10,194	3,308
J. Badim S.A.	-	15,425	816	-	14,609	3,367	894
Oncologia D'Or S.A.	-	-	16,839	-	-	55,861	12,340
Hospital Fluminense S.A.	-	-	4,755	-	-	15,177	4,482
Clínica São Vicente	-	-	2,724	-	-	10,316	2,982
Hospital Santa Helena S.A.	-	-	-	-	-	7,508	5,746
Hospital Alpha-Med LTDA.	-	-	893	-	-	3,414	961
Diagno SM	-	-	-	-	-	-	33
URC	-	2,026	-	-	2,026	-	-
Hospital UDI	-	-	5,008	-	-	16,988	5,345
Onco Star SP	-	47,192	4,617	-	42,575	16,622	4,936
DF Star	-	-	5,177	-	-	18,937	4,204
Samer	-	-	1,708	-	-	5,878	1,751
São Lucas	-	51,661	4,118	-	47,543	16,551	4,556
São Rafael	-	12,620	11,723	-	14,723	40,737	12,589
Casa de Saúde Laranjeiras	-	-	3,414	-	-	12,139	3,139
Hospital Santa Cruz	-	-	2,845	-	-	9,236	2,637
Hospital Aliança	-	-	5,616	-	-	20,690	5,502
São Carlos	-	13,250	1,870	-	11,381	8,408	2,144
Glória D'Or	-	-	2,140	-	-	7,096	-
Cárdio Pulmonar	-	-	3,932	-	-	15,193	4,362
Hospital Brasil Mauá (formerly Hospital América)	-	-	3,093	-	-	10,864	2,293
Hospital Balbino	-	-	927	-	-	2,991	1,358
Biocor Hospital de Doenças Cardiovasculares	-	12,781	2,768	-	10,013	10,013	3,212
Proncor Unidade Intensiva Cardiorespiratória	-	4,081	888	-	3,193	3,193	1,022
Hospital Nossa Senhora das Neves	-	2,690	2,690	-	-	-	-
Hospital Novo Atibaia	-	-	2,838	-	-	-	-
Hospital Memorial Arthur Ramos	-	-	2,709	-	-	-	-
Other	-	1,810	12,483	-	1,524	37,368	12,726
Hospital Norte D'Or de Cascadura S.A. (c)	-	4,615	-	-	2,286	-	-
Unidade de Radiologia Clínica Ltda. (c)	-	13,881	-	-	13,814	-	-
Jenner S.A. (c)	-	2,000	-	-	2,000	-	-
JMJB Diagnósticos e Serviços Hospitalares S.A. (c)	-	12,019	-	-	12,019	-	-
J. Badim S.A.	-	8,512	-	-	8,369	-	-
Instituto D'Or de Pesquisa e Ensino (c)	-	8,711	-	-	12,995	-	-
JM&AM Empreendimentos Imobiliários S.A. (d)	-	370	8,031	-	370	32,713	8,120
Onco Star SP (e)	-	921,582	-	-	914,201	-	-
JTO Holding S.A. (c)	-	78,567	-	-	71,840	-	-
Rede D'Or Finance	-	263,891	-	-	263,891	-	-
Other	-	175,712	-	-	139,388	-	-
	161,091	1,767,896	142,897	167,578	1,659,658	477,464	132,292

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 7. Transactions with related parties (Continued)

#### Balances with related parties (Continued)

Company	Consolidated							
	03/31/2023				12/31/2022			
	Current assets	Noncurrent assets	Noncurrent liabilities	P&L	Current assets	Noncurrent assets	Noncurrent liabilities	P&L
Debentures Mederi (g)	8,786	53,135	-	1,033	7,753	13,135	-	550
Shared services								
J Badim S.A.	-	15,425	-	816	-	14,609	-	3,367
JMJB Diagnósticos e Serviços								
Hospitales S.A.	-	12,020	-	-	-	12,020	-	-
Instituto D'Or de Pesquisa e								
Ensino (c)	-	12,539	-	-	-	13,232	-	-
J Badim S.A. (c)	-	8,906	-	-	-	8,749	-	-
JM&AM Empreendimentos								
Imobiliários S.A. (d)	-	370	-	8,055	-	370	-	32,811
Other	-	16,718	2,397	-	-	13,784	4,207	-
	8,786	119,113	2,397	9,904	7,753	75,899	4,207	36,728
								9,037

(a) On March 25, 2019, Norte D'Or conducted the third private issue of nonconvertible, single-series, registered debentures amounting to R\$10,000, maturing on March 25, 2023, which were acquired by Rede D'Or. The debentures earn interest on a *pro rata* basis equivalent to 100% of the DI (Interbank Deposits) plus 2.25% p.a. Interest is paid semiannually, and the nominal value will be paid semiannually from the 24th (twenty-fourth) month from the issue date. There are no guarantees for the debentures.

On August 26, 2019, Norte D'Or conducted the fourth private issue of nonconvertible, single-series, registered debentures amounting to R\$15,000, maturing on August 26, 2023, which were acquired by Rede D'Or. The debentures earn interest on a *pro rata* basis equivalent to 100% of the DI (Interbank Deposits) plus 2.25% p.a. Interest is paid semiannually, and the nominal value will be paid semiannually from the 24th (twenty-fourth) month from the issue date. There are no guarantees for the debentures.

On April 25, 2022, Norte D'Or conducted the fifth private issue of nonconvertible, single-series, registered debentures amounting to R\$30 million, maturing on April 1, 2025, which were acquired by Rede D'Or. The debentures earn interest on a *pro rata* basis equivalent to 100% of the DI (Interbank Deposits) plus 3.00% p.a. Interest is paid semiannually, and the nominal value will be paid in full on the maturity date. There are no guarantees for the debentures.

(b) On May 28, 2019, Hospital São Lucas privately issued nonconvertible, single-series, registered debentures amounting to R\$38,000, maturing on May 28, 2024, with Rede D'Or as the debenture holder. The debentures earn interest on a *pro rata* basis equivalent to 100% of the DI (Interbank Deposits) plus 2.5% p.a. Interest is paid annually, and the nominal value will be paid in full on the maturity date. There are no guarantees for the debentures.

On December 5, 2020, Hospital São Lucas conducted the 2nd private issue of nonconvertible, single-series, registered debentures amounting to R\$ 20,000, maturing on December 5, 2022, with Rede D'Or as the debenture holder. The debentures earn interest on a *pro rata* basis equivalent to 100% of the DI (Interbank Deposits) plus 3.2% p.a. Interest is paid quarterly, and the nominal value will be paid in full on the maturity date. There are no guarantees for the debentures.

(c) Transfers of funds for acquisition of companies, properties, expansion of operations, among others. These balances are substantially eliminated in the consolidated financial statements. There is no maturity or monetary restatement on these balances.

(d) Lease of properties owned by the controlling shareholders of Rede D'Or.

(e) Onco Star SP was created in 2017 and, throughout the subsequent years, Rede D'Or provided funds for the acquisition of machinery and equipment, as part of the Company's operational routine.

(f) On December 17, 2021, Hospital Nossa Senhora das Neves conducted a private issue of nonconvertible, single-series, registered debentures amounting to R\$185,000, maturing on December 18, 2023. The debentures may be fully or partially subscribed until the maturity date by Rede D'Or São Luiz. Debentures not subscribed after this period will be automatically canceled. The debentures earn interest on a *pro rata* basis equivalent to 100% of the positive percentage variation of the CDI (Interbank Deposit Certificate) plus 2.9% p.a. Interest is paid semiannually, and the nominal value will be paid in full on the maturity date, plus yield. There are no guarantees for the debentures.

On March 15, 2023, Hospital Nossa Senhora das Neves conducted the 2nd private issue of nonconvertible, single-series, registered debentures amounting to R\$158,200, maturing on March 15, 2025. The debentures may be fully or partially subscribed until the maturity date by Rede D'Or São Luiz. Debentures not subscribed after this period will be automatically canceled. The debentures earn interest on a *pro rata* basis equivalent to 100% of the positive percentage variation of the CDI (Interbank Deposit Certificate) plus 2.9% p.a. Interest and the nominal value will be paid in full on the maturity date, plus yield. There are no guarantees for the debentures.

(g) On December 17, 2021, Mederi Distribuidora e Importadora de Produtos para Saúde conducted a private issue of nonconvertible, single-series, registered debentures amounting to R\$7,530, maturing on December 18, 2023. The debentures may be fully or partially subscribed until the maturity date by Hospital Nossa Senhora das Neves. Debentures not subscribed after this period will be automatically canceled. The debentures earn interest on a *pro rata* basis equivalent to 100% of the positive percentage variation of the CDI (Interbank Deposit Certificate) plus 2.9% p.a. Interest is paid semiannually, and the nominal value will be paid in full on the maturity date, plus yield. There are no guarantees for the debentures.

On March 15, 2023, Mederi Distribuidora e Importadora de Produtos para Saúde conducted the 3rd private issue of nonconvertible, single-series, registered debentures amounting to R\$158,200, maturing on March 15, 2025. The debentures may be fully or partially subscribed until the maturity date by Hospital Nossa Senhora das Neves. Debentures not subscribed after this period will be automatically canceled. The debentures earn interest on a *pro rata* basis equivalent to 100% of the positive percentage variation of the CDI (Interbank Deposit Certificate) plus 2.9% p.a. Interest and the nominal value will be paid in full on the maturity date, plus yield. There are no guarantees for the debentures.



## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 7. Transactions with related parties (Continued)

#### Key management personnel compensation

The Company considers "Key management personnel" only the members of its Statutory Board and Board of Directors. At March 31, 2023 and 2022, key management personnel compensation is summarized as follows:

	<b>03/31/2023</b>	<b>03/31/2022</b>
Salaries and bonuses	<b>25,857</b>	30,516
Benefits	<b>51</b>	31
Share-based payment	<b>10,751</b>	10,402
	<b>36,659</b>	40,949

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 8. Investments

#### Breakdown and changes in investments - Individual

Company	12/31/2022 (Restated)	Equity pickup	Dividends	Acquisition of control	Capital increase/ Future capital contribution	Capital reduction	Transfer	Other	Merger of subsidiary into the Company	03/31/2023 (Restated)
Medise Medicina Diagnóstico e Serviços S.A.	244,620	7,597	-	-	-	-	-	(101)	-	252,116
Hospital Esperança S.A.	4,271,885	55,448	(92,725)	-	60,770	-	-	(2,535)	-	4,292,843
PMJ Empreendimentos Imobiliários S.A.	842,601	6,891	-	-	11,090	-	-	-	-	860,582
Norte D'Or Participações S.A. (including goodwill)	137,298	4,908	(9,585)	-	-	-	-	-	-	132,621
Onco D'Or Oncologia S.A.	726,351	50,460	-	-	-	-	-	-	-	776,811
Jenner S.A. (including goodwill)	217,067	22,728	-	-	-	-	-	-	-	239,795
JMJB Diagnósticos e Serviços Hospitalares	40,861	217	-	-	-	-	-	-	-	41,078
Rodin Empreendimentos e Participações S.A.	123,313	(220)	-	-	34,667	-	-	-	-	157,760
Quinta Empreendimentos Imobiliários Ltda.	71,617	3,494	(11,014)	-	-	-	-	-	-	64,097
Hospital Fluminense S.A. (including goodwill)	295,032	2,131	(26,495)	-	4,885	-	-	-	-	275,553
Cardial Serviços Médicos (including goodwill)	101,247	8,637	-	-	-	-	-	-	-	109,884
TJK Empreendimentos Hospitalares	18,323	486	-	-	-	-	-	-	-	18,809
Villa Lobos Empreendimentos Imobiliários Ltda.	187,920	4,115	(12,398)	-	-	-	-	-	-	179,637
Santa Luzia II Empreendimentos Imobiliários Ltda.	59,785	(124)	-	-	1,226	-	-	-	-	60,887
Campinas Empreendimentos Imobiliários Ltda.	311,087	(1,806)	-	-	25,236	-	-	-	-	334,517
Sator Empreendimentos e Participações Ltda	3,135,185	18,494	-	-	38,619	-	-	-	-	3,192,298
Rede D'or São Luiz Serviços Médicos S.A.	300,885	25,924	-	-	-	-	-	-	-	326,809
Olimpia Projeto Rua do Rocio 86 SPE S.A.	599,424	4,625	-	-	2,115	-	-	-	-	606,164
Proncordis Pronto Atendimento Cardiológico Ltda.	464	(3)	-	-	-	-	-	-	-	461
Laboratórios Richet	305,929	(3,582)	-	-	9,104	-	-	-	-	311,451
California Investimentos Imobiliários Ltda.	59,940	-	-	-	-	-	-	-	-	59,940
Hospital Avicenna S.A.	142,389	891	-	-	11,536	-	-	-	-	154,816
Santa Luzia III	310,107	4,398	-	-	-	(5,149)	-	-	-	309,356
Qualicorp Consultoria e Corretora de Seguros S.A. (a)	2,125,919	(5,941)	(1,323)	-	-	-	(1,632,305)	72	-	486,422
Clínica Médica São Remo	43,504	(1,813)	-	-	3,096	-	-	-	-	44,787
Casa de Saúde Laranjeiras S.A (Perinatal) (including goodwill)	926,298	8,151	-	-	3,535	-	-	-	-	937,984
Hospital Santa Cruz	400,555	6,215	(22,048)	-	10,390	-	-	-	-	395,112
Advance Plano de Saúde S.A.	42,397	1,977	-	-	-	-	-	-	-	44,374
Prisma Capital (a)	2	(19,686)	-	-	587	-	1,632,305	-	-	1,613,208
Tradição Companhia de Seguros (b)	4,006,589	57,567	-	-	-	-	-	152,001	-	4,216,157
Cia Saúde – SulAmérica (b)	3,020,712	356	(9,024)	-	-	-	-	116,875	-	3,128,919
SAEPAR Serv. E Partic (b)	1,546,682	19,538	-	-	-	-	-	57,099	-	1,623,319
Other	1,655,999	2,965	(1,106)	-	90,136	-	-	(10,205)	-	1,737,789
	26,271,987	285,038	(185,718)	-	306,992	(5,149)	-	313,206	-	26,986,356

(a) On January 2, 2023, Rede D'Or entered into an agreement under which it transferred the management of shares representing 19.85% of the voting and total capital of Qualicorp Consultoria e Corretora de Seguros S.A. ("Qualicorp") that it held to Prisma Capital ("Prisma"). Rede D'Or transferred the shares representing 19.85% interest in Qualicorp to a new company 100% owned by Rede D'Or called "PrismaQuali Gestão Ativa de Participações S.A." ("PrismaQuali Gestão Ativa").

(b) Restated due to change in accounting practice, as described in Notes 2.2. and 2.3.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 8. Investments (Continued)

#### Breakdown of and changes in investments - Individual (Continued)

Company	12/31/2022	Equity pickup	Dividends	Acquisition of equity interest	Capital increase/ Future capital contribution	Capital reduction	Transfer	Other	Merger	03/31/2023
Onco Star	(259,546)	(16,377)	-	-	-	-	-	(4,480)	-	(280,403)
Centro Hospitalar São Marcos S.A.	(13,662)	(14)	-	-	-	-	-	1,507	-	(12,169)
Hospital São Marcos (including goodwill)	(83,865)	(2,175)	-	-	1,297	-	-	-	-	(84,743)
Rede D'or Finance	(151,106)	(3,705)	-	-	-	-	-	-	-	(154,811)
Other	(865)	-	-	-	-	-	-	865	-	-
	(509,044)	(22,271)	-	-	1,297	-	-	(2,108)	-	(532,126)
Equity pickup		<u>262,767</u>								

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 8. Investments (Continued)

#### Breakdown of and changes in investments - Individual (Continued)

Company	12/31/2021	Equity pickup	Dividends	Capital increase/ Future capital contribution	Capital reduction	Transfer	Other	03/31/2022
Medise Medicina Diagnóstico e Serviços S.A.	232,371	4,686	-	-	-	-	-	237,057
Hospital Esperança S.A.	2,880,695	72,305	-	655,517	-	-	(2,535)	3,605,982
Hospital São Marcos (including goodwill)	(88,543)	(2,898)	-	1,979	-	70,663	18,799	-
PMJ Empreendimentos Imobiliários S.A.	796,223	5,642	(7,636)	8,006	(1,826)	-	2	800,411
Norte D'Or Participações S.A. (including goodwill)	134,796	2,207	(11,484)	-	-	-	-	125,519
Onco D'Or Oncologia S.A.	592,405	23,248	-	-	-	-	-	615,653
Jenner S.A. (including goodwill)	173,729	8,436	-	-	-	-	-	182,165
JMJB Diagnósticos e Serviços Hospitalares	42,235	(1,091)	-	-	-	-	-	41,144
Rodin Empreendimentos e Participações S.A.	75,431	(23)	-	2,030	-	-	-	77,438
Quinta Empreendimentos Imobiliários Ltda.	58,993	2,853	-	-	-	-	-	61,846
Hospital Fluminense S.A. (including goodwill)	268,506	(5,478)	(7,355)	4,597	-	-	-	260,270
Cardial Serviços Médicos (including goodwill)	84,595	6,952	-	-	-	-	-	91,547
Hospital Santa Helena S.A. (including goodwill)	494,493	1,386	(11,366)	6,035	-	-	-	490,548
TJK Empreendimentos Hospitalares	18,235	369	-	-	(1,598)	-	-	17,006
Villa Lobos Empreendimentos Imobiliários Ltda.	187,216	3,432	(7,434)	-	(7,205)	-	-	176,009
Santa Luzia II Empreendimentos Imobiliários Ltda.	56,252	(78)	-	878	-	-	-	57,052
Campinas Empreendimentos Imobiliários Ltda.	115,290	(2,142)	-	26,781	-	-	-	139,929
Sator Empreendimentos e Participações Ltda	2,377,506	(12,470)	-	448,596	-	-	-	2,813,632
Rede D'or Finance	(129,440)	(17,112)	-	-	-	146,552	-	-
Rede D'or São Luiz Serviços Médicos S.A.	236,110	10,661	-	5,142	-	-	-	251,913
Olimpia Projeto Rua do Rocio 86 SPE S.A.	447,447	(77)	-	23,494	-	-	-	470,864
Proncordis Pronto Atendimento Cardiológico Ltda.	261	(5)	-	219	-	-	-	475
Maximagem - Diagnóstico por Imagem Ltda. (including goodwill)	2,611	-	-	-	-	-	(2,611)	-
Laboratórios Richet	270,566	579	-	8,042	-	-	-	279,187
California Investimentos Imobiliários Ltda.	59,940	-	-	-	-	-	-	59,940
Hospital Avicenna S.A.	133,592	2,721	(13,836)	4,039	-	-	-	126,516
Santa Luzia III	305,087	2,194	-	-	(10,561)	-	-	296,720
Qualicorp Consultoria e Corretora de Seguros S.A.	2,129,020	6,032	-	-	-	-	(34,713)	2,100,339
Clínica Médica São Remo	37,538	(1,987)	-	4,599	-	-	-	40,150
Casa de Saúde Laranjeiras S.A (Perinatal) (including goodwill)	895,544	3,959	(10,233)	25,289	-	-	-	914,559
Hospital Santa Cruz	356,751	3,845	-	19,693	-	-	-	380,289
Advance Plano de Saúde S.A.	35,458	1,046	-	2,805	-	-	-	39,309
Other	1,305,496	(1,137)	(3,043)	126,111	(684)	-	9,941	1,436,684
	14,586,409	118,055	(72,387)	1,373,852	(21,874)	217,215	(11,117)	16,190,153

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 8. Investments (Continued)

#### Breakdown of and changes in investments - Individual (Continued)

Company	12/31/2021	Equity pickup	Dividends	Acquisition of equity interest	Capital increase/ Future capital contribution	Transfer	Other	Merger	03/31/2022
Onco Star	(200,323)	(15,276)	-	-	-	-	-	-	(215,599)
Centro Hospitalar São Marcos S.A.	(13,380)	(21)	-	-	-	-	-	-	(13,401)
Hospital São Marcos	-	-	-	-	-	(70,663)	-	-	(70,663)
Rede D'or Finance	-	-	-	-	-	(146,552)	-	-	(146,552)
Other	(412)	(112)	-	-	-	-	-	-	(524)
	<u>(214,115)</u>	<u>(15,409)</u>	-	-	-	<u>(217,215)</u>	-	-	<u>(446,739)</u>
Equity pickup		<u>102,646</u>							

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 8. Investments (Continued)

#### Breakdown of and changes in investments - Consolidated

Company	12/31/2022	Equity pickup	Acquisition of equity interest	Dividends	Capital increase/ Future capital contribution	Transfer	Other	03/31/2023
JMJB Diagnósticos e Serviços Hospitalares S.A.	40,861	217	-	-	-	-	-	41,078
Instituto de Radioterapia do Vale do Paraíba Ltda.	43,689	1,499	-	-	-	-	(408)	44,780
Qualicorp Consultoria e Corretora de Seguros S.A. (a)	2,125,919	(25,589)	-	(1,323)	-	-	74	2,099,081
Eldorado do Sul Participações Ltda.	22,616	1,892	-	-	-	-	490	24,998
Sharecare Brasil Serviços de Consult. Ltda.	9,662	(1,778)	-	-	-	-	-	7,884
Sul América Investimentos Distribuidora de Títulos e Valores Mobiliários S.A. (SAMI)	78,242	2,457	-	-	-	-	-	80,699
Other	232,412	2,636	-	(3,900)	12,250	-	(3,979)	239,419
	2,553,401	(18,666)	-	(5,223)	12,250	-	(3,823)	2,537,939

Company	12/31/2021	Equity pickup	Dividends	Capital increase/ Future capital contribution	Other	03/31/2022
JMJB Diagnósticos e Serviços Hospitalares S.A.	42,235	(1,091)	-	-	-	41,144
Instituto de Radioterapia do Vale do Paraíba Ltda.	43,076	804	(1,500)	-	(132)	42,248
Qualicorp Consultoria e Corretora de Seguros S.A. (a)	2,129,020	6,032	-	-	(34,713)	2,100,339
Eldorado do Sul Participações Ltda.	19,005	703	-	-	-	19,708
Other	92,503	2,630	-	19,350	14,900	129,383
	2,325,839	9,078	(1,500)	19,350	(19,945)	2,332,822

- (a) Based on the shareholders' agreement entered into in November 2019, considering the nominations to the Executive Board and Board of Directors that the Company is entitled to, it was concluded that Rede D'Or has significant influence over Qualicorp; therefore, it records the investment using the equity method. Considering that Qualicorp's financial information as of March 31, 2023 is not yet available, the Company recognized the equity pickup until December 31, 2022.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 8. Investments (Continued)

#### Summary of information of main subsidiaries

	03/31/2023					03/31/2022		
	% Total	% Voting capital	Assets	Liabilities	Equity	Operating income (expenses)	P&L for the year	P&L for the year
Direct and indirect subsidiaries								
Medise Medicina Diagnóstico e Serviços S.A. ("Medise")	98.00	98.00	366,252	96,804	269,448	12,545	8,478	26,248
Hospital Esperança S.A. ("Esperança")	100.00	100.00	7,407,554	2,996,539	4,411,015	87,907	21,435	136,681
PMJ Empreendimentos Imobiliários S.A.	100.00	100.00	902,622	41,012	861,610	7,761	6,898	64
Norte D'Or Participações S.A.	100.00	100.00	111,700	7,433	104,267	4,573	4,913	6,763
Onco D'Or Oncologia S.A.	98.87	98.87	619,477	173,985	445,492	72,959	49,266	34,394
Jenner S.A.	91.24	91.24	393,503	2,000	391,503	45,456	39,774	27,764
Rodin Empreendimentos e Participações S.A.	100.00	100.00	165,233	7,498	157,735	(218)	(221)	(329)
Quinta Empreendimentos Imobiliários Ltda.	100.00	100.00	65,725	1,543	64,182	3,619	3,498	17,073
Hospital Fluminense S.A.	100.00	100.00	407,595	145,234	262,361	2,413	2,133	942
Cardial Serviços Médicos Ltda.	89.44	89.44	107,944	31,048	76,896	14,119	8,637	17,209
Hospital Santa Helena S.A.	100.00	100.00	-	-	-	-	-	4,774
TJK Empreendimentos Imobiliários Ltda.	100.00	100.00	19,829	1,008	18,821	472	487	774
Villa Lobos Empreendimentos Imobiliários S.A.	100.00	100.00	180,965	1,109	179,856	4,314	4,119	19,085
Santa Luzia II Emp. Imobiliários Ltda.	100.00	100.00	65,428	4,491	60,937	(124)	(124)	(320)
Campinas Empreendimentos Imob.	100.00	100.00	338,340	3,777	334,563	(1,775)	(1,807)	(232)
Sator Empreendimentos e Participações Ltda.	100.00	100.00	-	(676,630)	676,630	18,513	18,513	(33,228)
Rede D'Or Finance	100.00	100.00	6,877,140	7,031,950	(154,810)	-	(3,705)	22,285
Rede D'Or São Luiz Serviços Médicos S.A.	100.00	100.00	425,631	98,606	327,025	37,964	25,950	7,666
Olimpia Projeto Rua do Rocio 86 SPE S.A.	100.00	100.00	607,035	533	606,502	5,558	4,630	(28)
Proncordis Pronto Atendimento Cardiológico Ltda.	100.00	100.00	7,111	477	6,634	(202)	(202)	(1,110)
Laboratórios Richet	100.00	100.00	179,935	77,398	102,537	(7,185)	(5,950)	(4,298)
Onco Star SP Oncologia Ltda.	75.00	75.00	931,887	1,306,070	(374,183)	(27,985)	(16,377)	(69,574)
Centro Hospitalar São Marcos S.A.	100.00	100.00	20	5,877	(5,857)	(12)	(14)	(274)
Hospital Aviccena S.A.	100.00	100.00	146,029	50,642	95,387	1,887	892	11,517
Santa Luzia III Empreendimentos Imobiliários Ltda.	100.00	100.00	312,606	2,944	309,662	4,649	4,402	(2,244)
Café Verde	100.00	100.00	6,963	6,957	6	(110)	(594)	(7,117)
Hospital São Marcos	100.00	100.00	193,871	289,150	(95,279)	(1,334)	(2,175)	4,746
Clínica Médica São Remo	100.00	100.00	60,545	17,719	42,826	(1,466)	(1,814)	(5,726)
California Investimentos Imobiliários Ltda.	100.00	100.00	59,999	-	59,999	-	-	-
Casa de Saúde Laranjeiras S.A (Perinatal)	100.00	100.00	324,449	67,604	256,845	6,142	8,159	(681)
Hospital Santa Cruz	100.00	100.00	325,537	183,869	141,668	9,833	4,894	7,084
Advance Plano de Saúde S.A.	100.00	100.00	57,287	12,798	44,489	1,412	1,979	7,348
GSH Corp Participações S.A. (Loreto)	50.00	50.00	768,771	636,906	131,865	22,574	1,393	9,326
Traditio Companhia de Seguros (a)	100.00	100.00	6,213,636	474,805	5,738,831	(10,548)	78,934	-
Cia Saúde – SulAmérica (a)	100.00	100.00	16,381,895	9,681,847	6,700,048	37,465	4,876	-
SAEPAR Serviços e participações (a)	100.00	100.00	1,619,544	7,828	1,611,716	18,682	19,538	-

(a) Restated due to change in accounting practice Note 2, 1.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 8. Investments (Continued)

#### Summary of the associates' and joint ventures' information

	03/31/2023					03/31/2022	
	% Total	% Voting capital	Assets	Liabilities	Equity	Operating income (expenses)	P&L for the year
Companies recognized by the equity method in the consolidated financial statements							
JMJB Diagnósticos e Serviços Hospitalares S.A.	50	50	92,125	9,785	82,340	(2,746)	(1,374)
Instituto de Radioterapia do Vale do Paraíba Ltda.	50	50	36,112	17,790	18,322	12,394	5,330
Eldorado do Sul Participações Ltda.	33.33	33.33	43,256	-	43,256	10,835	3,611
Qualicorp Consultoria e Corretora de Seguros S.A. (a)/(b)	25.85	25.85	4,512,028	3,155,434	1,356,594	(a)	(a)
Sharecare Brasil Serviços de Consult. Ltda.	49	49	24,606	10,773	13,833	(3,600)	(1,778)
Sul América Investimentos Distribuidora de Títulos e Valores Mobiliários S.A. (SAMI)	49	49	174,240	20,414	153,826	4,129	2,457

(a) The Company recognized equity pickup until December 31, 2022.

(b) Qualicorp's 2022 financial information was not available on the issue date of the financial information as at March 31, 2023; therefore, management used information publicly available at that time.



## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 9. Property and equipment

#### Balance breakdown

Description	Depreciation rate	Individual					
		03/31/2023			12/31/2022		
		Cost	Accumulated depreciation	Net amount	Cost	Accumulated depreciation	Net amount
Hospital machinery and equipment	12% to 20%	1,542,925	(1,195,588)	347,337	1,485,605	(1,152,009)	333,596
Surgical instruments	20%	124,789	(57,905)	66,884	122,273	(53,419)	68,854
Machinery and equipment	20%	584,290	(471,302)	112,988	564,773	(453,248)	111,525
Buildings	2.5% to 4%	843,248	(224,388)	618,860	827,109	(215,725)	611,384
Improvements in own buildings	4%	335,104	(149,123)	185,981	328,716	(145,846)	182,870
Leasehold improvements	3% to 4%	2,198,338	(571,161)	1,627,177	2,071,940	(550,296)	1,521,644
Furniture and fixtures	10%	230,624	(161,885)	68,739	227,323	(156,051)	71,272
Vehicles	20%	5,162	(4,245)	917	5,162	(4,200)	962
Facilities	10%	141,541	(80,834)	60,707	138,789	(78,009)	60,780
Land	-	150,699	-	150,699	150,699	-	150,699
Construction in progress	-	1,236,629	-	1,236,629	1,091,391	-	1,091,391
Other	5% to 10%	14,398	(6,515)	7,883	14,228	(6,398)	7,830
		<b>7,407,747</b>	<b>(2,922,946)</b>	<b>4,484,801</b>	<b>7,028,008</b>	<b>(2,815,201)</b>	<b>4,212,807</b>

  

Description	Depreciation rate	Consolidated					
		03/31/2023			12/31/2022		
		Cost	Accumulated depreciation	Net amount	Cost	Accumulated depreciation	Net amount
Hospital machinery and equipment	12% to 20%	2,895,662	(1,903,196)	992,466	2,793,325	(1,796,052)	997,273
Surgical instruments	20%	291,118	(133,619)	157,499	286,300	(124,560)	161,740
Machinery and equipment	20%	1,075,132	(772,231)	302,901	1,047,737	(737,044)	310,694
Buildings	2.5% to 4%	3,217,754	(581,210)	2,636,544	3,184,273	(547,761)	2,636,512
Improvements in own buildings	4%	585,054	(211,359)	373,695	577,485	(204,682)	372,803
Leasehold improvements	3% to 4%	3,405,762	(818,640)	2,587,122	3,145,996	(803,341)	2,342,655
Furniture and fixtures	10%	469,799	(291,352)	178,447	463,911	(279,331)	184,580
Vehicles	20%	28,842	(25,195)	3,647	28,512	(24,350)	4,162
Facilities	10%	287,813	(145,039)	142,774	273,788	(139,451)	134,337
Land	-	1,178,000	-	1,178,000	1,168,390	-	1,168,390
Construction in progress	-	3,055,992	-	3,055,992	2,742,104	-	2,742,104
Other	5% to 10%	59,989	(8,748)	51,241	59,628	(8,592)	51,036
		<b>16,550,917</b>	<b>(4,890,589)</b>	<b>11,660,328</b>	<b>15,771,449</b>	<b>(4,665,163)</b>	<b>11,106,286</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 9. Property and equipment (Continued)

#### Changes - Individual

	12/31/2022	Additions	Transfers	03/31/2023
<b>Cost</b>				
Hospital machinery and equipment	1,485,605	57,320	-	1,542,925
Surgical instruments	122,273	2,516	-	124,789
Machinery and equipment	564,773	19,517	-	584,290
Buildings	827,109	843	15,296	843,248
Improvements in own buildings	328,716	-	6,388	335,104
Leasehold improvements	2,071,940	63,538	62,860	2,198,338
Furniture and fixtures	227,323	3,301	-	230,624
Vehicles	5,162	-	-	5,162
Facilities	138,789	2,752	-	141,541
Land	150,699	-	-	150,699
Construction in progress	1,091,391	229,782	(84,544)	1,236,629
Other	14,228	170	-	14,398
	<b>7,028,008</b>	<b>379,739</b>	<b>-</b>	<b>7,407,747</b>
<b>Depreciation</b>				
Hospital machinery and equipment	(1,152,009)	(43,579)	-	(1,195,588)
Surgical instruments	(53,419)	(4,486)	-	(57,905)
Machinery and equipment	(453,248)	(18,054)	-	(471,302)
Buildings	(215,725)	(8,663)	-	(224,388)
Improvements in own buildings	(145,846)	(3,277)	-	(149,123)
Leasehold improvements	(550,296)	(20,865)	-	(571,161)
Furniture and fixtures	(156,051)	(5,834)	-	(161,885)
Vehicles	(4,200)	(45)	-	(4,245)
Facilities	(78,009)	(2,825)	-	(80,834)
Other	(6,398)	(117)	-	(6,515)
	<b>(2,815,201)</b>	<b>(107,745)</b>	<b>-</b>	<b>(2,922,946)</b>
Property and equipment, net	<b>4,212,807</b>	<b>271,994</b>	<b>-</b>	<b>4,484,801</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 9. Property and equipment (Continued)

#### Changes - Individual (Continued)

	12/31/2021	Additions	Transfers	03/31/2022
<b>Cost</b>				
Hospital machinery and equipment	1,252,068	38,137	-	1,290,205
Surgical instruments	85,004	9,107	-	94,111
Machinery and equipment	509,370	1,551	-	510,921
Buildings	638,834	-	-	638,834
Improvements in own buildings	321,254	-	2,817	324,071
Leasehold improvements	1,787,733	869	49,881	1,838,483
Furniture and fixtures	204,339	3,168	-	207,507
Vehicles	4,530	-	-	4,530
Facilities	128,148	3,920	-	132,068
Land	150,699	-	-	150,699
Construction in progress	754,901	213,554	(52,698)	915,757
Other	13,784	-	-	13,784
	<u>5,850,664</u>	<u>270,306</u>	<u>-</u>	<u>6,120,970</u>
<b>Depreciation</b>				
Hospital machinery and equipment	(911,058)	(48,985)	-	(960,043)
Surgical instruments	(41,688)	(1,829)	-	(43,517)
Machinery and equipment	(354,741)	(16,353)	-	(371,094)
Buildings	(177,551)	(6,811)	-	(184,362)
Improvements in own buildings	(122,710)	(8,116)	-	(130,826)
Leasehold improvements	(470,412)	(17,876)	-	(488,288)
Furniture and fixtures	(128,399)	(5,198)	-	(133,597)
Vehicles	(3,776)	(50)	-	(3,826)
Facilities	(67,225)	(2,563)	-	(69,788)
Other	(5,956)	(103)	-	(6,059)
	<u>(2,283,516)</u>	<u>(107,884)</u>	<u>-</u>	<u>(2,391,400)</u>
Property and equipment, net	<u>3,567,148</u>	<u>162,422</u>	<u>-</u>	<u>3,729,570</u>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 9. Property and equipment (Continued)

#### Changes - Consolidated

	12/31/2022	Additions	Transfers	Business combination	03/31/2023
<b>Cost</b>					
Hospital machinery and equipment	2,793,325	100,254	-	2,083	2,895,662
Surgical instruments	286,300	4,818	-	-	291,118
Machinery and equipment	1,047,738	27,391	-	3	1,075,132
Buildings	3,184,273	18,185	15,296	-	3,217,754
Improvements in own buildings	577,485	622	6,947	-	585,054
Leasehold improvements	3,145,996	148,415	111,351	-	3,405,762
Furniture and fixtures	463,911	5,876	-	12	469,799
Vehicles	28,512	330	-	-	28,842
Facilities	273,788	14,012	-	13	287,813
Land	1,168,390	9,600	-	10	1,178,000
Construction in progress	2,742,104	447,482	(133,594)	-	3,055,992
Other	59,627	362	-	-	59,989
	15,771,449	777,347	-	2,121	16,550,917
<b>Depreciation</b>					
Hospital machinery and equipment	(1,796,052)	(106,114)	-	(1,030)	(1,903,196)
Surgical instruments	(124,560)	(9,059)	-	-	(133,619)
Machinery and equipment	(737,044)	(35,187)	-	-	(772,231)
Buildings	(547,761)	(33,449)	-	-	(581,210)
Improvements in own buildings	(204,682)	(6,677)	-	-	(211,359)
Leasehold improvements	(803,341)	(15,299)	-	-	(818,640)
Furniture and fixtures	(279,331)	(12,013)	-	(8)	(291,352)
Vehicles	(24,350)	(845)	-	-	(25,195)
Facilities	(139,451)	(5,584)	-	(4)	(145,039)
Other	(8,591)	(157)	-	-	(8,748)
	(4,665,163)	(224,384)	-	(1,042)	(4,890,589)
Property and equipment, net	11,106,286	552,963	-	1,079	11,660,328

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 9. Property and equipment (Continued)

#### Changes - Consolidated (Continued)

	12/31/2021	Additions	Transfers	Business combination	03/31/2022
<b>Cost</b>					
Hospital machinery and equipment	2,357,872	72,907	-	34,735	2,465,514
Surgical instruments	218,932	11,309	-	11,200	241,441
Machinery and equipment	875,457	22,046	-	4,860	902,363
Buildings	2,594,919	3,269	-	41,618	2,639,806
Improvements in own buildings	555,606	1,238	10,776	164	567,784
Leasehold improvements	2,571,492	18,443	94,554	-	2,684,489
Furniture and fixtures	386,554	7,786	-	9,844	404,184
Vehicles	19,454	168	-	558	20,180
Facilities	217,396	4,941	-	1,156	223,493
Land	1,019,026	22,114	-	1,548	1,042,688
Construction in progress	1,809,763	538,362	(105,330)	1,163	2,243,958
Other	58,156	28	-	-	58,184
	<u>12,684,627</u>	<u>702,611</u>	<u>-</u>	<u>106,846</u>	<u>13,494,084</u>
<b>Depreciation</b>					
Hospital machinery and equipment	(1,346,762)	(99,646)	-	(24,527)	(1,470,935)
Surgical instruments	(89,720)	(5,023)	-	(7,812)	(102,555)
Machinery and equipment	(566,903)	(27,658)	-	(3,064)	(597,625)
Buildings	(395,047)	(26,438)	-	(35,879)	(457,364)
Improvements in own buildings	(165,574)	(12,583)	-	(81)	(178,238)
Leasehold improvements	(662,654)	(29,625)	-	-	(692,279)
Furniture and fixtures	(215,397)	(10,339)	-	(7,038)	(232,774)
Vehicles	(18,650)	(634)	-	(144)	(19,428)
Facilities	(118,928)	(4,576)	-	(576)	(124,080)
Other	(7,942)	(138)	-	-	(8,080)
	<u>(3,587,577)</u>	<u>(216,660)</u>	<u>-</u>	<u>(79,121)</u>	<u>(3,883,358)</u>
Property and equipment, net	<u>9,097,050</u>	<u>485,951</u>	<u>-</u>	<u>27,725</u>	<u>9,610,726</u>

Significant changes for the periods ended March 31, 2023 and 2022 were as follows:

#### 2023

- (i) Purchases of hospital machinery and equipment for the beginning of operation of Hospital São Luiz Campinas and reformulation and remodeling of Hospital Aliança and Hospital Avicenna.
- (ii) Expenses with improvements in the real properties of Hospital e Maternidade São Luiz Anália Franco and Hospital e Maternidade Itaim.
- (iii) Construction costs of hospitals Novo Barra and Memorial Star, and expansion and renovation works of Hospital São Luiz Itaim, Hospital Aliança and Hospital São Lucas.

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **9. Property and equipment (Continued)**

#### 2022

- (i) Additions relating to property and equipment from business combinations for the period, especially of Hospital Memorial Arthur Ramos and Hospital Aeroporto.
- (ii) Purchase of hospital machinery and equipment as part of the Company's operational routine, and reformulation and remodeling of Hospital São Luiz Itaim, Hospital e Maternidade Anália Franco and Hospital Gloria D'Or.

#### Capitalized borrowing costs

The Company capitalizes borrowing costs attributable to qualifying assets. At March 31, 2023, R\$62,209 (R\$36,369 at March 31, 2022) in interest on loans and financing were capitalized in Property and equipment, net of finance income from fundraising.

#### Impairment testing of property and equipment

Management has assessed the existence of events or changes in economic, operational or technological circumstances and has not identified any evidence that could indicate deterioration or impairment of property and equipment.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 10. Intangible assets

	Annual amortization rate	Individual		Consolidated	
		03/31/2023	12/31/2022	03/31/2023	12/31/2022
Finite useful life					
Software (a)	20%	207,362	232,828	700,496	732,325
Customer portfolio - SASA (a)	8% to 33%	198,670	207,635	198,670	207,635
Exclusive agreements	20%	31,452	32,512	261,408	270,023
Other		-	108	71,774	78,169
Indefinite useful life					
Goodwill					
Acquisition of Copa D'Or		80,058	80,058	80,058	80,058
Acquisition of HMSL		668,339	668,339	668,339	668,339
Acquisition of Hospital Brasil		121,398	121,398	121,398	121,398
Acquisition of Hospital Prontolinda		30,595	30,595	30,595	30,595
Acquisition of Vivalle		38,692	38,692	38,692	38,692
Acquisition of São Marcos		-	-	10,807	10,807
Acquisition of Santa Luzia		199,333	199,333	199,333	199,333
Acquisition of Sinisgalli		156,646	156,646	156,646	156,646
Acquisition of Hospital Esperança		-	-	108,408	108,408
Acquisition of Norte D'Or		-	-	28,450	28,450
Acquisition of IFOR		85,724	85,724	85,724	85,724
Acquisition of Sino Brasileiro		241,947	241,947	241,947	241,947
Acquisition of Villa-Lobos		136,074	136,074	136,074	136,074
Acquisition of Bartira		105,584	105,584	105,584	105,584
Acquisition of Onco ABC/Cardeal/JLD		-	-	52,174	52,174
Acquisition of Oncoholding		-	-	159,445	159,445
Acquisition of Hospital Fluminense		-	-	10,658	10,658
Acquisition of Hospital Santa Helena		125,802	125,802	125,802	125,802
Acquisition of Acreditar		-	-	155,720	155,720
Acquisition of Memorial São Jose		112,528	112,528	112,528	112,528
Acquisition of Alpha-Med		-	-	43,815	43,815
Acquisition of CEHON		-	-	68,757	68,757
Acquisition of Maximagem		46,742	46,742	46,742	46,742
Acquisition of Ribeirão Pires		129,739	129,739	129,739	129,739
Acquisition of NEOH		-	-	33,422	33,422
Acquisition of JTO		-	-	12,567	12,567
Acquisition of Salus		-	-	8,956	8,956
Acquisition of Prontimagem		-	-	6,220	6,220
Acquisition of Sator		-	-	163,089	163,089
Acquisition of Hospital São Rafael		-	-	509,363	509,363
Acquisition of Laboratório Richet		-	-	184,232	184,232
Acquisition of UDI		-	-	335,883	335,883
Acquisition of Samer		-	-	70,939	70,939
Acquisition of Hospital Rio Mar		-	-	94,833	94,833
Acquisition of Hospital São Lucas		-	-	223,079	223,079
Acquisition of Hospital Avicena		-	-	60,476	60,476
Acquisition of Perinatal		-	-	655,580	655,580
Acquisition of Reseda		-	-	54,198	54,198
Acquisition of Hospital Santa Cruz		-	-	299,583	299,583
Acquisition of Aliança		-	-	925,555	925,555
Acquisition of Salute		-	-	15,475	15,475
Acquisition of São Carlos		-	-	160,139	160,139
Acquisition of Clínica São Lucas		-	-	45,673	45,673
Acquisition of Clivalle		-	-	40,786	40,786
Acquisition of HCP/Cárdio Pulmonar		-	-	146,894	146,894
Acquisition of Saúde Corp		-	-	11,555	11,555
Acquisition of Guaianases		-	-	115,751	115,751
Acquisition of Antônio Afonso		-	-	16,782	16,782

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 10. Intangible assets (Continued)

	Annual amortization rate	Individual		Consolidated	
		03/31/2023	12/31/2022	03/31/2023	12/31/2022
Indefinite useful life					
Acquisition of Balbino	-	-	-	77,500	77,500
Acquisition of América	-	-	-	456,511	456,511
Acquisition of Serra Mayor	-	-	-	68,981	68,981
Acquisition of Biocor	-	-	-	620,347	620,347
Acquisition of Proncor	-	-	-	202,929	202,929
Acquisition of Santa Emilia	-	-	-	121,991	121,991
Acquisition of Hospital Nossa Senhora das Neves	-	-	-	326,634	326,634
Acquisition of HNSN Empreendimentos	-	-	-	34,790	34,790
Acquisition of Orthoservice	-	-	-	33,705	33,705
Acquisition of HNA Emp. E Participações	-	-	-	12,401	12,401
Acquisition of Hospital Novo Atibaia	-	-	-	173,019	173,020
Acquisition of Hospital Arthur Ramos	-	-	-	272,686	272,686
Acquisition of Hospital Santa Isabel	-	-	-	243,287	243,287
Acquisition of Hospital Aeroporto	-	-	-	171,511	171,511
Acquisition of Paraná Clínicas	-	-	-	284,701	284,701
Acquisition of Somo Saúde	-	-	-	192,430	192,430
Acquisition of Prodent	-	-	-	106,681	106,681
Acquisition of SASA		1,820,625	1,820,625	1,820,625	1,820,625
Other goodwill		48,650	48,650	600,821	600,899
Trademark - SASA		2,068,575	2,068,575	2,068,575	2,068,575
Trademarks and patents (b)		190,810	190,810	190,810	190,810
		<b>6,845,345</b>	<b>6,880,944</b>	<b>16,421,748</b>	<b>16,477,631</b>

(a) Restated (notes 2.1).

(b) This mainly refers to the Hospital São Luiz trademark registered upon its acquisition in 2010.

#### Software development costs and licenses

These refer mainly to expenditures incurred with the development of technological infrastructure, applications, improvements in the companies' website and in operations of Sul América S.A., development of own systems, and acquisition of software licenses used in operations.

#### Impairment

Goodwill is allocated to the Cash-Generating Units (CGU) identified by management, i.e. each hospital, as shown in the table above.

The recoverable amount of a CGU is determined based on the calculation of value in use. Value in use calculations use cash flow projections based on financial budgets approved by management covering a five-year period.



## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 10. Intangible assets (Continued)

#### Impairment (Continued)

Discount rates represent the current market assessment of the risks specific to each CGU, taking into consideration the time value of money and individual risks of the underlying assets that have not been incorporated in the cash flow estimates. The discount rate calculation is based on the specific circumstances of the Company and is derived from its weighted average cost of capital (WACC). The WACC takes into consideration both debt and equity. The cost of equity is derived from the expected return on investment by the investors. The cost of debt is based on the interest-bearing financing the Company is obliged to service. Segment-specific risk is incorporated by applying individual beta factors. The beta factors are evaluated annually based on publicly available market data.

There is no indication of impairment of intangible assets to date.

### 11. Right of use

#### Balance breakdown

Description	Individual					
	03/31/2023			12/31/2022		
	Cost	Amortization	Net	Cost	Amortization	Net
Hospital machinery and equipment	32,286	(24,649)	7,637	32,473	(23,701)	8,772
Properties	2,994,184	(755,759)	2,238,425	2,949,485	(694,803)	2,254,682
	<b>3,026,470</b>	<b>(780,408)</b>	<b>2,246,062</b>	<b>2,981,958</b>	<b>(718,504)</b>	<b>2,263,454</b>
Description	Consolidated					
	03/31/2023			12/31/2022		
	Cost	Amortization	Net	Cost	Amortization	Net
Hospital machinery and equipment	59,569	(43,670)	15,899	64,520	(44,620)	19,900
Properties	3,827,465	(1,090,164)	2,737,301	3,808,087	(994,642)	2,813,445
Vehicles	3,794	(2,854)	940	3,764	(2,509)	1,255
	<b>3,890,828</b>	<b>(1,136,688)</b>	<b>2,754,140</b>	<b>3,876,371</b>	<b>(1,041,771)</b>	<b>2,834,600</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 11. Right of use (Continued)

#### Changes - Individual

	12/31/2022	Additions (a)	Write-offs (b)	Amortization	03/31/2023
<b>Cost</b>					
Hospital machinery and equipment	32,473	-	(187)	-	32,286
Properties	2,949,485	44,699	-	-	2,994,184
	2,981,958	44,699	(187)	-	3,026,470
<b>Amortization</b>					
Hospital machinery and equipment	(23,701)	187	-	(1,135)	(24,649)
Properties	(694,803)	-	-	(60,956)	(755,759)
	(718,504)	187	-	(62,091)	(780,408)
Rights of use, net	2,263,454	44,886	(187)	(62,091)	2,246,062

	12/31/2021	Additions (a)	Amortization	03/31/2022
<b>Cost</b>				
Hospital machinery and equipment	29,725	240	-	29,965
Properties	2,217,921	61,993	-	2,279,914
	2,247,646	62,233	-	2,309,879
<b>Amortization</b>				
Hospital machinery and equipment	(16,258)	-	(1,370)	(17,628)
Properties	(487,580)	-	(43,921)	(531,501)
	(503,838)	-	(45,291)	(549,129)
Rights of use, net	1,743,808	62,233	(45,291)	1,760,750

#### Changes - Consolidated

	12/31/2022	Additions (a)	Write-offs (b)	Amortization	03/31/2023
<b>Cost</b>					
Hospital machinery and equipment	64,520	-	(4,951)	-	59,569
Properties	3,808,087	19,378	-	-	3,827,465
Vehicles	3,764	30	-	-	3,794
	3,876,371	19,408	(4,951)	-	3,890,828
<b>Amortization</b>					
Hospital machinery and equipment	(44,620)	-	3,474	(2,524)	(43,670)
Properties	(994,642)	-	-	(95,522)	(1,090,164)
Vehicles	(2,509)	-	-	(345)	(2,854)
	(1,041,771)	-	3,474	(98,391)	(1,136,688)
Rights of use, net	2,834,600	19,408	(1,477)	(98,391)	2,754,140

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 11. Right of use (Continued)

#### Changes - Consolidated (Continued)

	12/31/2021	Additions (a)	Write-offs (b)	Business combinations	Amortization	03/31/2022
<b>Cost</b>						
Hospital machinery and equipment	58,540	783	(1,386)	-	-	57,937
Properties	3,227,816	110,433	-	81,323	-	3,419,572
	<u>3,286,356</u>	<u>111,216</u>	<u>(1,386)</u>	<u>81,323</u>	<u>-</u>	<u>3,447,509</u>
<b>Amortization</b>						
Hospital machinery and equipment	(31,501)	-	1,386	-	(3,020)	(33,135)
Properties	(630,408)	-	-	-	(85,175)	(715,583)
	<u>(661,909)</u>	<u>-</u>	<u>1,386</u>	<u>-</u>	<u>(88,195)</u>	<u>(748,718)</u>
Rights of use, net	<u>2,624,447</u>	<u>111,216</u>	<u>-</u>	<u>81,323</u>	<u>(88,195)</u>	<u>2,728,791</u>

(a) Additions referring to new agreements and renewals due to maturity.

(b) Write-offs referring to contract termination.

The rights of use are amortized during the lease contract term and take into consideration the expected renewal, when management intends to exercise this right, and in accordance with the terms of the contracts.

In view of the taxation regimes applicable to insurance entities and health plan entities, which do not allow allocation of the Contribution Tax on Gross Revenue for Social Integration Program (PIS) and for Social Security Financing (COFINS) credits to be calculated on the depreciation of the right to use of leased assets, in accordance with CVM/SNC/SEP Memorandum Circular No. 02/2019, the credits of other entities that can be used are immaterial for disclosure.

### 12. Insurance contract assets and liabilities (Restated in note 2)

Insurance contracts	03/31/2023		12/31/2022	
	Assets	Liabilities	Assets	Liabilities
Long-term contracts (BBA/VFA)	163	14,622,557	-	14,843,724
Short-term contracts (PAA)	53,501	697,388	149,508	298,616
	<u>53,664</u>	<u>15,319,945</u>	<u>149,508</u>	<u>15,142,340</u>
Current	25,130	4,566,088	70,012	3,913,312
Noncurrent	28,534	10,753,857	79,496	11,229,028

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 12. Insurance contract assets and liabilities - (Restated in note 2) (Continued)

#### 12.1. Changes in assets or liabilities for remaining coverage and claims incurred relating to insurance contracts

##### Short-term contracts (PAA)

		Individual			
		Liabilities (assets) for remaining coverage	Liabilities for claims incurred		Assets for insurance acquisition costs
			Less loss component	Estimated future cash flows at present value	Risk adjustment
					Total
Insurance contract liabilities at 01/01/2023		(683,679)	2,849,478	95,789	(1,962,972)
Insurance contract (assets) at 01/01/2023		(83,224)	28,003	298	(94,585)
<b>Total insurance contracts at 01/01/2023</b>		<b>(766,903)</b>	<b>2,877,481</b>	<b>96,087</b>	<b>(2,057,557)</b>
Insurance revenue;	Note 18.2	(5,618,848)	-	-	-
Insurance costs	Note 19.2	776,663	3,658,739	6,052	-
<b>Income from (loss on) insurance services</b>		<b>(4,842,185)</b>	<b>3,658,739</b>	<b>6,052</b>	<b>-</b>
Finance income (costs) from insurance operations		-	141,432	3,376	-
Changes in other comprehensive income		-	942	(39)	-
<b>Total changes that impact P&amp;L or other comprehensive income</b>		<b>(4,842,185)</b>	<b>3,801,113</b>	<b>9,389</b>	<b>-</b>
Premiums and other cash flows received from policyholders	(a)	5,647,495	-	-	-
Claims and other benefits paid to policyholders or their beneficiaries		-	(3,418,640)	-	-
Acquisition cash flows paid	(b)	(349,362)	-	-	(105,588)
Other expenses allocable to the insurance service	(c)	(244,596)	-	-	-
<b>Total cash flows</b>		<b>5,053,537</b>	<b>(3,418,640)</b>	<b>-</b>	<b>(105,588)</b>
Other	(d)	(3,176)	329	-	-
<b>Insurance contract at 03/31/2023</b>		<b>(558,727)</b>	<b>3,260,283</b>	<b>105,476</b>	<b>(2,163,145)</b>
<b>Insurance contract liabilities at 03/31/2023</b>		<b>(487,923)</b>	<b>3,232,465</b>	<b>105,180</b>	<b>(2,152,334)</b>
<b>Insurance contract (assets) at 03/31/2023</b>		<b>(70,804)</b>	<b>27,818</b>	<b>296</b>	<b>(10,811)</b>

(a) Any premium reimbursements were included in this line.

(b) Insurance acquisition cash flows paid before initial recognition of the respective group are adjusted to the liability for remaining coverage only when these groups are recognized. Insurance acquisition cash flows paid before the related group is recognized are included in cash flows from assets for acquisition until the group is recognized.

(c) Other changes within insurance assets or liabilities that affect other statement of financial position lines, as well as expenses allocable to insurance contracts not directly related to claims (such as costs with issue and maintenance of contracts, costs to comply with regulatory requirements, among others) and acquisition cash flows, which are not recorded in assets/liabilities from insurance and reinsurance contracts and were included in Insurance Costs line.

(d) Refers to the elimination of transactions between group companies

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 12. Insurance contract assets and liabilities - (Restated in note 2) (Continued)

#### 12.1. Changes in assets or liabilities for remaining coverage and claims incurred relating to insurance contracts (Continued)

##### Long-term contracts (BBA/VFA)

		Consolidated				
		Liabilities (assets) for remaining coverage		Liabilities for claims incurred		
		Less loss component	Loss components	Estimated future cash flows at present value	Risk adjustment	Total
Insurance contract liabilities at 01/01/2023		13,308,357	1,067,575	452,983	14,809	14,843,724
Insurance contract (assets) at 01/01/2023		-	-	-	-	-
<b>Total insurance contracts at 01/01/2023</b>		<b>13,308,357</b>	<b>1,067,575</b>	<b>452,983</b>	<b>14,809</b>	<b>14,843,724</b>
Insurance revenue	Note 18.2	(751,414)	-	-	-	(751,414)
Insurance costs	Note 19.2	(732,639)	(14,277)	1,306,619	(888)	558,815
<b>Income from (loss on) insurance services</b>		<b>(1,484,053)</b>	<b>(14,277)</b>	<b>1,306,619</b>	<b>(888)</b>	<b>(192,599)</b>
Finance income (costs) from insurance operations		258,693	25,701	21,978	519	306,891
Changes in other comprehensive income		(350,805)	(50,368)	5	(6)	(401,174)
<b>Total changes that impact P&amp;L or other comprehensive income</b>		<b>(1,576,165)</b>	<b>(38,944)</b>	<b>1,328,602</b>	<b>(375)</b>	<b>(286,882)</b>
Premiums and other cash flows received from policyholders	(a)	1,426,798	-	-	-	1,426,798
Claims and other benefits paid to policyholders or their beneficiaries		-	-	(1,337,033)	-	(1,337,033)
Acquisition cash flows paid	(b)	(17,993)	-	-	-	(17,993)
Private pension redemption and investment		11,814	-	-	-	11,814
Other expenses allocable to the insurance service	(c)	(18,034)	-	-	-	(18,034)
<b>Total cash flows</b>	(d)	<b>1,402,585</b>	<b>-</b>	<b>(1,337,033)</b>	<b>-</b>	<b>65,552</b>
<b>Insurance contract liabilities/(assets) at 03/31/2023</b>		<b>13,134,777</b>	<b>1,028,631</b>	<b>444,552</b>	<b>14,434</b>	<b>14,622,394</b>
<b>Insurance contract liabilities at 03/31/2023</b>		<b>13,138,075</b>	<b>1,028,631</b>	<b>441,450</b>	<b>14,401</b>	<b>14,622,557</b>
<b>Insurance contract (assets) at 03/31/2023</b>		<b>(3,298)</b>	<b>-</b>	<b>3,102</b>	<b>33</b>	<b>(163)</b>

(a) Any premium reimbursements were included in this line.

(b) Insurance acquisition cash flows paid after initial recognition of the respective group are adjusted to the liability/asset for remaining coverage. Only these groups are recognized Insurance acquisition cash flows paid before the related group is recognized are included in cash flows from assets for acquisition until the group is recognized.

(c) Other changes within insurance assets or liabilities that affect other statement of financial position lines, as well as expenses allocable to insurance contracts not directly related to claims (such as costs with issue and maintenance of contracts, costs to comply with regulatory requirements, among others) and acquisition cash flows, which are not recorded in assets/liabilities from insurance and reinsurance contracts and were included in Insurance Costs line.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 12. Insurance contract assets and liabilities - (Restated in note 2) (Continued)

#### 12.2. Expected recognition of contractual service margin (CSM) in coming years

	Consolidated			
	Long-term contracts (BBA/VFA)			
	2024	2025 a 2029	Após 2029	31/03/2023
Release of CSM	78.835	326.597	683.670	1.089.102

#### 12.3. Expected recognition of acquisition cash flows in coming years

	Consolidated			
	Short-term contracts (PAA)			
	2024	2025 a 2029	Após 2029	12/31/2023
Release of acquisition cash flow assets	667.394	1.334.924	160.827	2.163.145

#### 12.4. Guarantee for technical reserves

The subsidiaries regulated by Brazil's Private Insurance Supervisory Office ("SUSEP") and the Brazilian Regulatory Agency for Private Health Insurance and Plans ("ANS"), based on the regulatory guidance established by these agencies, have to keep assets offered as guarantee for their technical reserves (liabilities representing the obligations of these companies to the policyholders/beneficiaries), measured based on accounting standards defined by such regulators, which differ materially from CPC 50/IFRS 17.

The assets offered as guarantee for such technical reserves are recorded in clearinghouses in the technical reserve account. SUSEP and ANS may authorize the free movement of assets offered as guarantee by the regulated companies, provided that all financial requirements regarding the coverage of technical reserves and sufficiency of capital, as well as all accounting obligations, are met.

As at March 31, 2023, the subsidiaries regulated by SUSEP and ANS were compliant with the requirements for coverage of technical reserves.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 13. Loans, financing and debentures

Transaction/Instrument	Index	Spread	Curren cy	Initial principal (R\$)	Beginni ng	Maturity	Amortizati on	Guarantees	Individual		Consolidated	
									03/31/2023	12/31/2022	03/31/2023	12/31/2022
FINEP	TJLP/Fixed rate	0.5%/4.0%	R\$	170,252	Feb/15	Sept/24	Monthly	Surety bond	<b>36,116</b>	42,147	<b>36,116</b>	42,147
Citibank II (a)	LIBOR	0.46%	US\$	301,200	Nov/18	Nov/23	Bullet	n/a	<b>410,012</b>	417,697	<b>410,012</b>	417,697
BofA II (a)	Fixed rate	0.88%	EUR€	400,520	Jun/21	Jun/25	Bullet	n/a	<b>337,102</b>	342,386	<b>337,102</b>	342,386
JP Morgan II (a)	Fixed rate	1.58%	US\$	520,000	Jul/20	Jul/25	Bullet	n/a	<b>458,294</b>	472,668	<b>458,294</b>	472,668
CCB Bank of China	100% do DI	1.20%	R\$	85,000	May/20	May/26	Bullet	n/a	<b>89,902</b>	86,812	<b>89,902</b>	86,812
Other	CDI/PRE/IPCA	-	R\$	n/a	n/a	Mar/28	Monthly	Credit rights	-	-	<b>46,965</b>	62,430
Debentures – 3rd issue – Esperança	110.85% of DI	-	R\$	1,000,000	Aug/17	Aug/24	Semiannual	n/a	-	-	<b>378,289</b>	522,162
Debentures – 4th issue – Esperança	100% of DI	1.27%/1.50%	R\$	1,000,000	Feb/18	Dec/27	Annually	n/a	-	-	<b>1,026,637</b>	989,740
Debentures – 10th issue (a)	Fixed rate	11.82%	R\$	1,628,100	Jan/18	Jan/28	Bullet	n/a	<b>1,528,778</b>	1,547,929	<b>32,470</b>	33,397
Debentures – 13th issue (b)	100% of DI	1.02%	R\$	1,400,000	Sept/18	Sept/24	Annually	n/a	<b>1,401,215</b>	1,447,970	<b>1,401,215</b>	1,447,970
Debentures – 14th issue (b)	106% of DI	-	R\$	500,000	Oct/2018	Oct/26	Annually	Property	<b>526,609</b>	508,744	<b>526,609</b>	508,744
Debentures – 17th issue 3 <sup>rd</sup> series (b)	100% of DI	0.79%	R\$	1,000,000	Jun/19	Jun/29	Annually	n/a	<b>1,031,398</b>	996,359	<b>1,031,398</b>	996,359
Debentures – 17th issue 2 <sup>nd</sup> series	100% of DI	1.25%	R\$	2,500,000	Dec/19	Dec/26	Annually	n/a	<b>2,581,804</b>	2,491,258	<b>2,581,804</b>	2,491,258
Debentures – 17th issue 2 <sup>nd</sup> series (a)	Fixed rate	8.75%	R\$	3,198,350	Apr/20	Jan/30	Bullet	n/a	<b>2,310,455</b>	2,348,988	-	-
Debentures – 19th issue 2 <sup>nd</sup> series	100% of DI	1.90%	R\$	2,500,000	Aug/21	Aug/31	Annually	n/a	<b>2,521,021</b>	2,613,659	<b>2,521,021</b>	2,613,659
Debentures – 19th issue 3 <sup>rd</sup> series	100% of DI	1.90%	R\$	1,500,000	Sept/21	Aug/31	Annually	n/a	<b>1,512,613</b>	1,568,196	<b>1,512,613</b>	1,568,196
Debentures – 23rd issue 1st series	100% of DI	1.40%	R\$	900,000	May/22	May/28	Bullet	n/a	<b>942,485</b>	909,095	<b>942,485</b>	909,095
Debentures – 23rd issue 2 <sup>nd</sup> series	100% of DI	1.90%	R\$	850,000	May/22	May/32	Annually	n/a	<b>891,776</b>	859,126	<b>891,776</b>	859,126
Debentures – 23rd issue 3 <sup>rd</sup> series	100% of DI	1.90%	R\$	625,000	May/22	May/32	Annually	n/a	<b>655,718</b>	631,710	<b>655,718</b>	631,710
Debentures – 25th issue 1st series	100% of DI	2.00%	R\$	450,000	Oct/22	Oct/32	Bullet	n/a	<b>477,303</b>	459,714	<b>477,303</b>	459,714
Debentures – 25th issue 2 <sup>nd</sup> series	100% of DI	1.95%	R\$	150,000	Oct/22	Oct/32	Annually	n/a	<b>159,066</b>	153,223	<b>159,066</b>	153,223
Debentures – 27th issue (c)	100% of DI	1.70%	R\$	1,100,000	Feb/23	Feb/30	Annually	n/a	<b>1,106,469</b>	-	<b>1,106,469</b>	-
Debentures (SULA) – 6th issue	111.5% of DI	-	R\$	700,000	Apr/19	Apr/24	Annually	n/a	<b>500,959</b>	483,094	<b>500,959</b>	483,094
Debentures (SULA) – 8th issue 1st series	100% of DI	1.50%	R\$	233,000	Feb/21	Feb/24	Bullet	n/a	<b>238,170</b>	248,542	<b>238,170</b>	248,542
Debentures (SULA) – 8th issue 2 <sup>nd</sup> series	100% of DI	1.80%	R\$	467,000	Feb/21	Feb/26	Annually	n/a	<b>480,691</b>	498,763	<b>480,691</b>	498,763
Debentures (SULA) – 9th issue 1st series	100% of DI	1.50%	R\$	750,000	Nov/21	Nov/26	Annually	n/a	<b>798,321</b>	769,817	<b>798,321</b>	769,817
Debentures (SULA) – 9th issue 2 <sup>nd</sup> series	100% of DI	1.70%	R\$	750,000	Nov/21	Nov/28	Annually	n/a	<b>798,945</b>	770,041	<b>798,945</b>	770,041
Debentures GGSH	100% of DI	2.80%	R\$	360,000	Apr/21	Apr/26	Semiannual	n/a	-	-	<b>375,277</b>	363,519
Debentures GGSH	100% of DI	2.20%	R\$	70,000	Sept/22	Sept/26	Semiannual	n/a	-	-	<b>72,971</b>	71,327
Senior Notes I (a)	Fixed rate	4.95%	US\$	1,596,400	Jan/18	Jan/28	Bullet	n/a	-	-	<b>2,400,517</b>	2,487,890
Senior Notes II (a)	Fixed rate	4.50%	US\$	5,062,504	Jan/20	Jan/30	Bullet	n/a	-	-	<b>3,140,952</b>	3,232,075
Promissory note – 3rd issue	112.5% of DI	-	R\$	1,000,000	Apr/18	Apr/23	Bullet	n/a	<b>1,429,593</b>	1,379,354	<b>1,429,593</b>	1,379,354
Mortgage-backed Securities (CRIs) – 1st issue	99% of DI	-	R\$	662,837	Mar/18	Mar/23	Bullet	n/a	-	670,988	-	670,988
Mortgage-backed Securities (CRIs) – 2 <sup>nd</sup> issue	IPCA	6.06%	R\$	300,000	Jul/18	Jul/25	Bullet	n/a	<b>390,181</b>	387,137	<b>390,181</b>	387,137
Mortgage-backed Securities (CRIs) – 3rd issue 1st series	96.5% of DI	-	R\$	227,051	Dec/18	Dec/23	Bullet	n/a	<b>233,249</b>	226,374	<b>233,249</b>	226,374
Mortgage-backed Securities (CRIs) – 3rd issue 2 <sup>nd</sup> series	IPCA	4.66%	R\$	372,949	Dec/18	Dec/25	Bullet	n/a	<b>480,680</b>	464,601	<b>480,680</b>	464,601
Mortgage-backed Securities (CRIs) – 4 <sup>th</sup> issue 1st series	95.75% of DI	-	R\$	269,900	Feb/19	Feb/23	Bullet	n/a	-	280,300	-	280,300
Mortgage-backed Securities (CRIs) – 4 <sup>th</sup> issue 2 <sup>nd</sup> series	IPCA	3.93%	R\$	30,100	Feb/19	Feb/26	Bullet	n/a	<b>38,222</b>	37,735	<b>38,222</b>	37,735
Mortgage-backed Securities (CRIs) – 5 <sup>th</sup> issue	IPCA	3.45%	R\$	538,328	Sept/19	Aug/29	Annually	n/a	<b>669,755</b>	660,440	<b>669,755</b>	660,440
Mortgage-backed Securities (CRIs) – 6th issue (a)	IPCA	4.93%	R\$	1,500,000	May/21	May/36	Annually	n/a	<b>1,349,793</b>	1,298,515	<b>1,349,793</b>	1,298,515
Mortgage-backed Securities (CRIs) – 7th issue 1st series (a)	IPCA	5.58%	R\$	400,000	Dec/21	Dec/31	Annually	n/a	<b>408,902</b>	390,833	<b>408,902</b>	390,833

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 13. Loans, financing and debentures (Continued)

Transaction/Instrument	Index	Spread	Currency	Initial principal (R\$)	Beginning	Maturity	Amortization	Guarantees	Individual		Consolidated	
									03/31/2023	12/31/2022	03/31/2023	12/31/2022
Mortgage-backed Securities (CRIs) – 7th issue 2 <sup>nd</sup> series (a)	IPCA	6.10%	R\$	600,000	Dec/21	Dec/36	Annually	n/a	589,497	567,891	589,497	567,891
Mortgage-backed Securities (CRIs) – 8th issue 2 <sup>nd</sup> series (a)	IPCA	5.83%	R\$	798,634	Jun/22	Jun/29	Bullet	n/a	799,673	762,652	799,673	762,652
Mortgage-backed Securities (CRIs) - 8th issue 3 <sup>rd</sup> series (a)	IPCA	6.01%	R\$	341,867	Jun/22	Jun/32	Annually	n/a	340,402	325,600	340,402	325,600
Mortgage-backed Securities (CRIs) - 9th issue 1st series (a)	IPCA	6.38%	R\$	30,000	Aug/22	Jul/29	Bullet	n/a	30,694	30,119	30,694	30,119
Mortgage-backed Securities (CRIs) – 9th issue 2 <sup>nd</sup> series (a)	IPCA	6.54%	R\$	70,000	Aug/22	Jul/32	Bullet	n/a	71,705	70,603	71,705	70,603
Mortgage-backed Securities (CRIs) - 9th issue 3 <sup>rd</sup> series (a)	IPCA	6.77%	R\$	400,000	Aug/22	Jul/32	Bullet	n/a	407,467	405,255	407,467	405,255
Mortgage-backed Securities (CRIs) – 10th issue 1st series (a)	100% of DI	0.75%	R\$	86,186	Dec/22	Dec/27	Bullet	n/a	87,522	84,612	87,522	84,612
Mortgage-backed Securities (CRIs) – 10th issue 2 <sup>nd</sup> series (a)	100% of DI	1.00%	R\$	176,323	Dec/22	Dec/29	Bullet	n/a	179,330	173,130	179,330	173,130
Mortgage-backed Securities (CRIs) - 10 <sup>th</sup> issue 3 <sup>rd</sup> series (a)	IPCA	6.79%	R\$	82,487	Dec/22	Dec/29	Bullet	n/a	84,005	80,174	84,005	80,174
Mortgage-backed Securities (CRIs) - 10th issue 4 <sup>th</sup> series (a)	IPCA	6.94%	R\$	55,004	Dec/22	Dec/32	Annually	n/a	55,775	53,351	55,775	53,351
				<b>39,708,992</b>					<b>29,441,667</b>	<b>29,017,602</b>	<b>33,076,512</b>	<b>32,883,225</b>

Current 4,074,680 4,707,009 4,392,958 4,973,066  
Noncurrent 25,366,987 24,310,593 28,683,554 27,910,159

- (a) As mentioned in Note 25, the Group enters into derivative financial instruments to hedge foreign exchange differences and interest rate (Fixed rate, Libor and IPCA) and has adopted the fair value hedge accounting as accounting practice; therefore, these debts are recorded at fair value through profit or loss.
- (b) As mentioned in Note 25, the Group enters into derivative financial instruments to hedge interest rate (CDI) and has adopted the cash flow hedge accounting as accounting practice; therefore, these debts are recorded at amortized cost and derivatives at fair value; the effective portion of the debt is recorded at fair value through other comprehensive income and any ineffective portion and interest at fair value through profit or loss.
- (c) On February 28, 2023, Rede D'Or paid in the 27<sup>th</sup> issue of debentures in a single series, in the amount of R\$1.1 billion, maturing on February 20, 2030. This debenture issue is indexed to the CDI + 1.70% p.a., payable semiannually. There are no guarantees.
- (d) Citibank II and Citibank III - On April 27, 2023, Rede D'Or settled the loan taken out from Citibank in the amount of US\$80 million, maturing in a lump-sum payment on November 21, 2023, at Libor + 0.46% p.a. paid quarterly. The Company settled the derivative financial instrument for currency and interest rate hedging purposes, which translated the debt into Brazilian reais plus interest equivalent to 109% of the CDI p.a. Concomitantly, Rede D'Or took out a loan from Citibank in the amount of US\$60 million, with repayments on April 27, 2026 and April 27, 2027, at SOFR + 0.99% p.a. paid semiannually. The Company also entered into a derivative financial instrument for currency and interest rate hedging purposes, which translated the debt into Brazilian reais plus interest equivalent to CDI + 1.63% p.a. There are no guarantees.
- (e) On June 5, 2023, Rede D'Or paid in the 28th issue of Debentures in a single series, in the amount of R\$490 million, maturing on May 25, 2028. This debenture issue is indexed to the CDI + 1.90% p.a., payable annually. There are no guarantees.
- (f) On August 4, 2023, Rede D'Or paid in the 29th issue of Debentures in a single series, in the total amount of R\$1.0 billion, maturing on July 25, 2031. This debenture issue is indexed to the CDI + 2.25% p.a., payable semiannually. There are no guarantees.
- (g) On August 24, 2023, Rede D'Or, through a securitization company, paid in the 11th issue of registered book-entry Mortgage-backed securities ("CRI"), in three series, in the amount of R\$1,510.8 billion, maturing on August 15, 2028, August 15, 2030 and August 15, 2033. The 1st series CRI is indexed to the CDI + 1.00% p.a.; the 2nd series CRI to the IPCA + 6.20% p.a.; and the 3rd series CRI to the IPCA + 6.55% p.a., payable semiannually. Concomitantly, the Company entered into a derivative financial instrument for IPCA inflation rate hedging purposes, converting it into interest equivalent to 106.6% of the CDI and 109.3% of the CDI, respectively. There are no guarantees.



## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 13. Loans, financing and debentures (Continued)

Significant loans, financing and debentures were taken out for general corporate purposes, in order to acquire companies, expand hospitals and build new units.

Total costs related to the issues of loans, financing and debentures, in the amount of R\$286,736 at March 31, 2023 (R\$295,462 at December 31, 2022), were recorded as a reduction of the balances and have been amortized over the term of the agreements, as established by CPC 08 - Transactions Costs and Premiums on Issue of Marketable Securities.

Before the SASA business combination, the Company did not have covenants relating to debt ratios, nor corresponding ratios based on net debt, EBITDA and finance costs rather than the guarantees listed above. Since, as a result of the merger, the Company is the successor, there are covenants whose application is suspended (Note 13.1).

At March 31, 2023, the noncurrent maturity schedule is as follows:

03/31/2023			
Individual		Consolidated	
Year	Amount	Year	Amount
2024	1,797,056	2024	2,061,827
2025	3,380,056	2025	3,552,103
2026	1,587,959	2026	2,188,492
2027	1,005,755	2027	1,499,818
2028	3,309,747	2028	4,236,492
2029 to 2037	14,286,414	2029 to 2037	15,144,822
	<b>25,366,987</b>		<b>28,683,554</b>

#### 13.1. Covenants

The Company is exempt from the obligation to meet any financial ratios (financial covenants) until the quarters stated below, per transaction, as approved at the general meeting of debenture holders held on August 18, 2022.

Issue	Exempt until
Sixth issue of debentures of Sul América S.A.	3rd quarter of 2023
Eighth issue of debentures of Sul América S.A.	4 <sup>th</sup> quarter of 2023
Ninth issue of debentures of Sul América S.A.	3 <sup>rd</sup> quarter of 2025

The Company may settle in advance the respective issues before the covenants mentioned above become applicable.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 13. Loans, financing and debentures (Continued)

#### 13.1. Covenants (Continued)

From the quarters above, and in accordance with the early maturity clauses contained in the debenture indentures of the Sixth Issue of Debentures of Sul América S.A., Eighth Issue of Debentures of Sul América S.A. and Ninth Issue of Debentures of Sul América S.A., the Company will have to maintain certain financial ratios within the previously established thresholds (financial covenants). The table below presents the financial covenants to which the Company will be subject.

Covenant	Ratio
Financial ratio I - net financial debt/cash generation	Equal to or lower than 2 times the cash generation
Financial ratio II - cash generation/net finance income (cost)	Equal to or higher than 4 times the net finance income (cost)
Financial ratio III - cash generation	Equal to or higher than zero

Net financial debt: financial obligations less cash, cash equivalents and short-term investments, net of technical reserves to be covered.

Cash generation: profit or loss before income taxes, less depreciation and amortization.

### 14. Provision for contingencies and judicial deposits

The Company and its subsidiaries are parties to various tax, civil and labor claims. The judicial deposits will only be released in the event of a decision favorable to the Company. Based on the opinion of its internal and external legal advisors, management recognized a provision for losses that is deemed sufficient to cover probable losses, as follows:

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 14. Provision for contingencies and judicial deposits (Continued)

	Individual			
	03/31/2023		12/31/2022	
	Provision for contingencies	Judicial deposits	Provision for contingencies	Judicial deposits
Tax and social security	832,302	(272,542)	931,974	(264,620)
Labor	125,145	(24,951)	106,200	(24,974)
Civil	155,157	(3,994)	170,768	(5,059)
	<b>1,112,604</b>	<b>(301,487)</b>	<b>1,208,942</b>	<b>(294,653)</b>

  

	Consolidated			
	03/31/2023		12/31/2022	
	Provision for contingencies	Judicial deposits	Provision for contingencies	Judicial deposits
Tax and social security	2,011,738	(2,077,119)	2,379,022	(2,325,232)
Labor	311,064	(136,509)	267,772	(133,763)
Civil (a)	1,166,737	(406,735)	1,145,378	(403,279)
	<b>3,489,539</b>	<b>(2,620,363)</b>	<b>3,792,172</b>	<b>(2,862,274)</b>

(a) Restated in notes 2.

#### 14.1. Proceedings assessed as probable loss

Changes in provisions for contingencies for the periods ended March 31, 2023 and 2022 were as follows:

	Individual			
	Tax and social security	Labor	Civil	Total
Balances at December 31, 2021	617	82,412	52,191	135,220
Additions, net of reversals	(435)	(20,819)	(126)	(21,380)
Payments	(107)	(88)	(20)	(215)
Balances at March 31, 2022	75	61,505	52,045	113,625
Balances at December 31, 2022	931,974	106,200	170,768	1,208,942
Additions, net of reversals	(99,442)	17,102	(17,062)	(99,402)
Monetary restatement	6	2,007	1,505	3,518
Payments	(236)	(164)	(54)	(454)
<b>Balances at March 31, 2023</b>	<b>832,302</b>	<b>125,145</b>	<b>155,157</b>	<b>1,112,604</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 14. Provision for contingencies and judicial deposits (Continued)

#### 14.1. Proceedings assessed as probable loss (Continued)

	Consolidated			
	Tax and social security	Labor	Civil	Total
Balances at December 31, 2021	107,723	136,245	100,900	344,868
Additions, net of reversals	(7,372)	(25,009)	(412)	(32,793)
Payments	(1,109)	(772)	(108)	(1,989)
Additions from business combinations (a)	500	3,512	99	4,111
Balances at March 31, 2022	99,742	113,976	100,479	314,197
Balances at December 31, 2022 (c)	2,379,022	267,772	1,145,378	3,792,172
Additions, net of reversals	(98,213)	25,756	43,984	(28,473)
Monetary restatement	17,173	4,383	29,149	50,705
Changes in equity	-	14,442	-	14,442
Payments (b)	(286,244)	(1,289)	(51,774)	(339,307)
Balances at March 31, 2023 (c)	2,011,738	311,064	1,166,737	3,489,539

(a) Additions related to business combinations conducted in the respective years, as described in Note 3.

(b) Of the total payments made in the period, R\$288,103 refers to settlement of the proceedings with the transformation of the judicial deposit into definitive payment.

(c) Changes in civil and social security proceedings refer to: (i) the final and unappealable decision of RE No. 400.479, through which the Plenary session of the STF determined that finance income from the compulsory investments used to cover the technical reserves, held by Insurers, would not be subject to PIS and COFINS contributions; (ii) the success of the lawsuit related to the non-levy of ICMS on the sale of salvage vehicles; and (iii) the success of the final and unappealable decision in the tax dispute in which the levy of ISS on health insurance premiums in the municipality of Rio de Janeiro was challenged.

(d) Restated balance (Notes 2.1)

#### 14.2. Proceedings assessed as possible loss

The proceedings assessed as possible loss by the Company and its legal advisors, for which no provisions have been recorded, are summarized below:

	Individual		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Tax and social security (a)	1,846,867	1,777,084	3,961,517	4,031,356
Labor (b)	263,773	217,646	404,445	353,753
Civil (c)	316,882	346,467	678,282	703,668
	<b>2,427,522</b>	<b>2,341,197</b>	<b>5,044,244</b>	<b>5,088,777</b>

(a) The significant challenges refer to administrative proceedings in the total amount of R\$1.2 billion, of which R\$875.4 million refer to notices served in 2016 and 2017, and R\$349.9 million to notice served in early 2018. These challenges are mostly derived from allegations of the Brazilian Internal Revenue Service (RFB) that certain doctors who render services in hospitals through legal entities would be effectively Company employees. As such, the Brazilian tax authorities assessed the Company demanding the payment of the Social Security Tax (INSS). The Company is currently challenging such allegations.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 14.Provision for contingencies and judicial deposits (Continued)

#### 14.2. Proceedings assessed as possible loss (Continued)

In addition, the Company is a party to various tax proceedings involving PIS, COFINS, ISS and Real Estate Tax (IPTU), such as: (i) assessment notices issued against subsidiaries CIA. SAÚDE and TRADITIO, in which the deductibility of amortization of goodwill arising from the merger of parent companies SLT Participações S.A. and STA Participações S.A., respectively, in calendar years 2005, 2006 and 2007, was challenged; (ii) non-approval of tax offsetting at the administrative level; (iii) disallowance of income tax loss and social contribution loss carryforwards; and (iv) claim aimed at charging ISS debits arising from the alleged failure to pay tax on the services provided in the City of São Paulo, at the appellate phase, given the favorable decision in the Stay of Execution filed by Sul América S.A.

- (b) Proceedings largely derived from overtime payment, 13th monthly salary, 30-day resignation notice, vacation pay and Unemployment Compensation Fund (FGTS). There are no individually significant proceedings.
- (c) Proceedings related to compensation for alleged property and pain and suffering damages. There are no individually significant proceedings.

Considering the complexities of the lawsuits, as well as of the Brazilian legal system, the Company cannot estimate with reasonable accuracy a timeframe for the judgment to take place and whether any amounts will be disbursed in connection with these legal proceedings.

### 15. Leases

	Individual	
	03/31/2023	12/31/2022
	(Restated)	(Restated)
Nominal value of future payments	6,623,256	6,611,872
Present value adjustment	(4,030,428)	(4,018,544)
	<b>2,592,828</b>	<b>2,593,328</b>
Current	464,850	476,704
Noncurrent	2,127,978	2,116,624
	Consolidated	
	03/31/2023	12/31/2022
	(Restated)	(Restated)
Nominal value of future payments	8,514,358	8,982,982
Present value adjustment	(5,227,400)	(5,650,580)
	<b>3,286,958</b>	<b>3,332,402</b>
Current	677,384	621,751
Noncurrent	2,609,574	2,710,651

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 15. Leases (Continued)

The liabilities were measured at the present value of the remaining lease payments discounted at the average rate of 14.93% at March 31, 2023.

At March 31, 2023, the noncurrent maturity schedule is as follows:

Individual		Consolidated	
Year	Amount	Year	Amount
2024	397,139	2024	482,374
2025	519,882	2025	609,379
2026	423,601	2026	516,120
2027	404,157	2027	482,789
2028 to 2055	4,337,011	2028 to 2082	5,647,048
<b>Undiscounted amounts</b>	<b>6,081,790</b>	<b>Undiscounted amounts</b>	<b>7,737,710</b>
Embedded interest	(3,953,812)	Embedded interest	(5,128,136)
<b>Balance at 03/31/2023</b>	<b>2,127,978</b>	<b>Balance at 03/31/2023</b>	<b>2,609,574</b>

### 16. Equity

#### a) Capital

The Company's capital is broken down as follows:

Shareholders	31/03/2023		31/12/2022	
	Number of shares	Equity interest	Number of shares	Equity interest
Controlling shareholders	1,043,023,526	45,56%	1,043,023,526	45,56%
Outstanding share	1,211,615,657	52,93%	1,209,934,908	52,85%
Treasury share	34,653,407	1,51%	36,334,156	1,59%
Total common shares	<b>2,289,292,590</b>	<b>100,00%</b>	<b>2,289,292,590</b>	<b>100,00%</b>

Subscribed and paid-in capital at March 31, 2023 amounts to R\$15,711,360 represented by 2,289,292,590 common registered no-par-value shares (same amount and number of shares at December 31, 2022). As approved in the Company's Articles of Incorporation, the limit of authorized capital is up to 8 billion shares (units).

Under the Company's Articles of Incorporation, each common share is entitled to a vote at the Company's general meetings.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 16. Equity (Continued)

#### a) Capital (Continued)

The premium reserve on issue of shares derived substantially from capital contributions made (i) on March 31, 2015, by the former shareholder BTG Pactual Saúde Fundo de Investimento em Participações, in the amount of R\$600,000, of which R\$147,664 was recorded as capital increase and R\$452,336 as premium reserve on the subscription of shares; and (ii) on April 27, 2015, by HPT Participações S.A. (Carlyle Group investee), in the amount of R\$1,819,435, of which R\$181,943 for capital increase and R\$1,637,491 as premium reserve on the subscription of shares; and (iii) reduction of reserve through capitalization in the amount of R\$1,600,000.

#### b) Allocations of income

Changes in the balances of dividends and interest on equity payable in the periods ended March 31, 2023 and 2022 were as follows:

	2023	2022
Balance payable at beginning of period	145,085	64,551
Allocation of dividends and interest on equity	-	194,376
Dividends - noncontrolling interests	27,743	9,511
Payment of dividends and interest on equity	(136,438)	(41,927)
Withholding income tax	-	(21,990)
Balance payable at March 31	36,390	204,521

The distribution and payment of dividends and interest on equity were approved at the Annual General Meeting.

#### c) Treasury shares

Changes in treasury shares are as follows:

	03/31/2023			03/31/2022		
	Number of shares	Share value (in reais)	Total	Number of shares	Share value (in reais)	Total
Opening balance	36,334,156	14.99	544,610	38,913,920	3.58	139,282
Disposals	(1,680,749)	14.99	(25,193)	(2,593,904)	3.58	(9,284)
Balance at March 31	34,653,407	14.99	519,417	36,320,016	3.58	129,998

Shares purchased and sold substantially refer to the share-based payment plan, as described below.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 16. Equity (Continued)

#### d) Share-based payment (Restricted shares)

##### *Restricted Stock Option Plan*

The plan establishes the terms and conditions for the granting of common shares issued by the Company, subject to certain restrictions, to managing officers, employees and service providers of the Company, or of other companies under its control.

##### *1<sup>st</sup> Restricted Stock Option Program*

In 2020, the Company's Board of Directors approved the 1st Restricted Stock Option Program and established the conditions for the granting of the Company's common registered no-par-value shares to managing officers and employees.

The rights of beneficiaries in relation to restricted shares will only be fully vested if their contract with the Company or with any entity under its control, as the case may be, is not terminated for a certain period, subject to the conditions for the release of trading restrictions, as defined by the Board of Directors, with specific conditions in case of termination.

The total of restricted shares delivered through the Restricted Stock Option Plan cannot exceed the maximum limit of 5% (five percent) of shares issued by the Company, which at March 31, 2023 was equivalent to a total of 114,464,630 shares.

In the three-month period ended March 31, 2023, a total of 2,371,279 Restricted Shares was granted to the elected beneficiaries, referring exclusively to the 1st Restricted Stock Option Program, at the weighted average price of R\$17.88. All restricted shares granted in the three-month period ended March 31, 2023 were vested immediately on January 04, 2023, and there are no restricted shares already granted that have not been vested.

Of the total shares mentioned above, for purposes of measuring shareholder dilution, the total amount of shares effectively vested for the beneficiaries under the 1st Restricted Stock Option Program was 1,719,177 shares, referring exclusively to the Restricted Stock Option Plan, in accordance with item 33E of Accounting Pronouncement CPC 10 - Share-Based Payment (2020).

For the purpose of calculating the expenses to be allocated, a projected cancellation rate of 7.14% was used for 2023, based on the average historical cancellations of the Company's plans.



## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 16. Equity (Continued)

#### d) Share-based payment (restricted shares) (Continued)

##### *2<sup>nd</sup> Restricted Stock Option Program*

Within the scope of the Restricted Stock Option Plan, the Company's Board of Directors approved the 2nd Restricted Stock Option Program, beginning January 2022, which established the specific conditions for receiving a certain amount of units of reference that will entitle to the settlement of awards provided for in the individual grant agreements, which can be settled with common registered no-par-value shares of the Company to its managing officers, employees and service providers, or in cash, at the Company's discretion, depending, in that case, on the appreciation of the RDOR3 share price in a certain period of time, under the terms of the individual agreements.

In the three-month period ended March 31, 2023, a total of 3,450,265 Restricted Shares was granted to and effectively vested for the elected beneficiaries, referring exclusively to the 2nd Restricted Stock Option Program, whose exercise rights had not been fully vested yet.

The 2<sup>nd</sup> Restricted Stock Option Program is measured and recognized at fair value, using the Company's valuation identification model (Market cap) and deducting the reference value agreed with each executive officer, duly restated by reference to the IPCA, according to Accounting Pronouncement CPC 10 - Share-Based Payment.

The rights of the beneficiaries in relation to the restricted shares will only be fully vested if their contract with the Company or any entity under its control, as the case may be, is not terminated for a certain period and if the result of the award arising from the exercise of their units of reference is positive in the specific settlement windows provided for in the individual agreements, which implies that the RDOR3 share price must have gone up at the time of the settlement window, for the Beneficiary to be entitled to receive it, with specific conditions in case of termination. The Company pays all taxes and charges levied on the award at the time of its settlement in shares, or in cash, at its sole discretion.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 16. Equity (Continued)

#### d) Share-based payment (restricted shares) (Continued)

##### *2<sup>nd</sup> Restricted Stock Option Program* (Continued)

For the purpose of calculating the expenses to be allocated, a cancellation rate of 7.14% was used in 2023, based on the average historical cancellations of the Company's plans.

Like previous plans, the 1st Restricted Stock Option Program was measured and recognized at fair value using the Black, Scholes & Merton (1973) model, according to Accounting Pronouncement CPC 10 - Share-Based Payment, whose main assumptions are described below.

The 2nd Restricted Stock Option Program is measured and recognized at fair value, using the Company's valuation identification model (Market cap) and deducting the reference value agreed with each executive officer, duly restated by reference to the IPCA, according to Accounting Pronouncement CPC 10 - Share-Based Payment.

Program	Year	Grace period	Number of shares	Annual volatility	Risk-free rate	Weighted average of fair value of shares (in reais)	Vesting status	Options canceled
1st program	2020	05/29/2020 to 05/29/2027	46,591,300	26.36%	4.66%	7.45	Partially vested	-
1st program	2021	04/01/2021 to 04/01/2028	5,361,026	28.81%	5.98%	25.50	Partially vested	-
1st program	2022	01/01/2022 to 01/01/2028	3,577,793	32.75%	11.55%	15.03	Partially vested	-
2 <sup>nd</sup> program	2022	01/01/2022 to 12/31/2028	1,972,735	-	-	29.16	Partially vested	-
1st program	2023	01/01/2023 to 12/31/2028	2,371,279	44.56%	11.64%	12.98	Partially vested	-
2 <sup>nd</sup> program	2023	01/01/2023 to 12/31/2029	3,450,265	-	-	17.39	Partially vested	-

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 16. Equity (Continued)

#### d) Share-based payment (restricted shares) (Continued)

##### *2<sup>nd</sup> Restricted Stock Option Plan* (Continued)

The effects of the share-based payment plans, covering all granted and outstanding options, on equity and profit or loss for the year, are as follows:

	Fair value of options per year	Effect on P&L for the year	Changes - RSU	Cumulative effect on liabilities/equity
2011	1,457	1,457	-	1,457
2012	16,234	16,234	-	17,691
2013	20,656	20,656	-	38,347
2014	27,363	27,363	-	65,710
2015	51,949	51,949	-	117,659
2016	30,864	30,864	-	148,523
2017	32,599	32,599	-	181,122
2018	40,662	40,662	-	221,784
2019	40,656	40,656	-	262,440
2020	80,071	80,071	(80,071)	-
2021	120,427	120,427	(120,427)	-
2022	124,276	124,276	(70,623)	53,653
2023	20,363	20,363	(11,035)	9,328
2024	11,670			
2025	11,670			
2026	11,670			
2027	11,670			
	<u>654,257</u>			

#### e) Other comprehensive income

In the three-month period ended March 31, 2023, the effects of the cash flow hedge taken out for debt hedging purposes were recognized as other comprehensive income, decreasing equity for the period by R\$29,844.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 17. Deferred taxes

Income and social contribution tax expenses for the three-month periods ended March 31, 2023 and 2022 are broken down as follows:

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
	(Restated)		(Restated)	
Deferred				
Corporate Income Tax (IRPJ)	<b>(12,543)</b>	38,738	<b>92,078</b>	53,852
Social Contribution Tax on Net Profit (CSLL)	<b>(4,515)</b>	13,946	<b>54,778</b>	19,362
	<b>(17,058)</b>	52,684	<b>146,856</b>	73,214
Current				
IRPJ	-	-	<b>(123,795)</b>	(59,920)
CSLL	-	-	<b>(47,925)</b>	(22,589)
	-	-	<b>(171,720)</b>	(82,509)
Income and social contribution tax expenses	<b>(17,058)</b>	52,684	<b>24,864</b>	(9,295)

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 17. Deferred taxes (Continued)

Changes in deferred income and social contribution tax assets and liabilities for three-month period ended March 31, 2023 and 2022 were as follows:

	Individual			Consolidated		
	12/31/2022	Additional benefits (expenses) recorded	Other comprehensive income	12/31/2022	Additional benefits (expenses)	Other comprehensive income
	(Restated)			(Restated)		
<b>Assets</b>						
Income tax losses	392,468	30,740	-	967,814	161,920	-
Social contribution tax losses	141,288	11,066	-	349,821	80,821	-
Allowance for expected credit losses and provision for disallowances	285,442	17,400	-	589,369	27,123	-
Provision for contingencies	50,848	1,042	-	786,169	(8,738)	-
Provision for bonuses	24,038	5,591	-	25,517	15,005	-
Deferred gain on property sales	23,242	-	-	17,871	2,119	-
Amortization of right of use (IFRS 16)	255,703	21,111	-	401,700	59,072	-
PVA allocation (IFRS 16)	428,916	31,361	-	591,927	55,475	-
D'Or Finance	53,103	1,260	-	53,103	1,260	-
Actuarial gain/loss on defined benefit pension plans	-	-	-	11,910	1	-
Impairment of tax credits	-	-	-	73,704	3,197	-
Insurance and private pension reserve	-	-	-	1,378,144	(55,766)	(160,088)
Other provisions	24,421	(3,530)	-	-	-	-
<b>Total deferred tax assets</b>	<b>1,679,469</b>	<b>116,041</b>	<b>-</b>	<b>5,247,049</b>	<b>341,488</b>	<b>(160,088)</b>
<b>Liabilities</b>						
Differences between accounting and tax bases of goodwill	(711,911)	(5,137)	-	(930,432)	(45,247)	-
Gain on acquisition in stages	(99,040)	-	-	(124,003)	-	-
Swap difference	(65,308)	(41,239)	-	(62,459)	(39,780)	-
Foreign exchange differences	30,105	(9,464)	-	30,105	(9,464)	-
Leases (IFRS 16)	(563,923)	(46,178)	-	(818,725)	(100,625)	-
Insurance and private pension reserves (SASA)	-	-	-	-	-	-
Cash flow hedge	(133,621)	-	14,069	(159,738)	-	15,374
Deferred revenue	(2,666)	(332)	-	(7,601)	-	-
Variable income investment	-	-	-	(6,812)	-	-
Revaluation surplus - business combinations	(440,364)	(30,749)	-	(440,364)	(30,749)	-
Gain/loss on adjustment to market value	-	-	-	57,700	(2,063)	(47,875)
Other provisions	-	-	-	(55,315)	33,296	-
<b>Total deferred tax liabilities</b>	<b>(1,986,728)</b>	<b>(133,099)</b>	<b>14,069</b>	<b>(2,517,644)</b>	<b>(194,632)</b>	<b>(32,501)</b>
<b>Net effect - asset (liability)</b>	<b>(173,638)</b>	<b>(17,058)</b>	<b>-</b>	<b>2,889,143</b>	<b>146,856</b>	<b>-</b>
<b>Net effect - deferred PIS/COFINS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>238,461</b>	<b>-</b>	<b>-</b>
<b>Effect on equity</b>	<b>(133,621)</b>	<b>-</b>	<b>14,069</b>	<b>(159,738)</b>	<b>-</b>	<b>(192,589)</b>
<b>Assets as per statement of financial position</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,366,280</b>	<b>-</b>	<b>3,348,841</b>
<b>Liabilities as per the statement of financial position</b>	<b>(307,259)</b>	<b>-</b>	<b>-</b>	<b>(398,414)</b>	<b>-</b>	<b>(410,732)</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 17. Deferred taxes (Continued)

	Individual				Consolidated				
	12/31/2021	Additional benefits (expenses) recorded	Other comprehensive income	03/31/2022	12/31/2021	Additional benefits (expenses)	Other comprehensive income	Additions from business combinations	03/31/2022
<b>Assets</b>									
Income tax losses	123,033	27,644	-	150,677	283,472	45,674	-	9,532	338,678
Social contribution tax losses	44,292	9,952	-	54,244	103,181	16,443	-	3,708	123,332
Allowance for expected credit losses and provision for disallowances	227,826	(2,304)	-	225,522	508,135	6,800	-	4,550	519,485
Provision for contingencies	45,975	(7,342)	-	38,633	124,427	(11,407)	-	239	113,259
Provision for bonuses	24,849	8,500	-	33,349	24,646	8,201	-	38	32,885
Foreign exchange differences	229,296	(76,144)	-	153,152	229,296	(76,144)	-	-	153,152
Deferred gain on property sales	23,242	-	-	23,242	20,502	-	-	-	20,502
Amortization of right of use (IFRS 16)	171,305	15,399	-	186,704	273,348	33,569	-	-	306,917
PVA allocation (IFRS 16)	274,918	25,652	-	300,570	411,691	39,947	-	1,027	452,665
Tax effects - D'Or Finance	45,737	5,818	-	51,555	45,737	5,818	-	-	51,555
Other provisions	14,349	1,020	-	15,369	(3,557)	1,037	-	4,203	1,683
<b>Total deferred tax assets</b>	<b>1,224,822</b>	<b>8,195</b>	<b>-</b>	<b>1,233,017</b>	<b>2,020,878</b>	<b>69,938</b>	<b>-</b>	<b>23,297</b>	<b>2,114,113</b>
<b>Liabilities</b>									
Differences between accounting and tax bases of goodwill	(686,562)	(4,912)	-	(691,474)	(830,356)	(18,846)	-	-	(849,202)
Gain on acquisition in stages	(99,040)	-	-	(99,040)	(124,003)	-	-	-	(124,003)
Swap difference	(102,775)	77,251	-	(25,524)	(105,953)	72,159	-	-	(33,794)
Leases (IFRS 16)	(362,478)	(39,441)	-	(401,919)	(554,110)	(64,806)	-	(3,955)	(622,871)
Variable income investment	-	11,924	-	11,924	(954)	11,924	-	-	10,970
Cash flow hedge	(133,644)	-	(12,129)	(145,773)	(164,985)	-	(10,823)	-	(175,808)
Deferred revenue	(1,333)	(333)	-	(1,666)	(6,268)	(333)	-	-	(6,601)
Other provisions	-	-	-	-	(35,142)	3,178	-	2,831	(29,133)
<b>Total deferred tax liabilities</b>	<b>(1,385,832)</b>	<b>44,489</b>	<b>(12,129)</b>	<b>(1,353,472)</b>	<b>(1,821,771)</b>	<b>3,276</b>	<b>(10,823)</b>	<b>(1,124)</b>	<b>(1,830,442)</b>
<b>Net effect - asset (liability)</b>	<b>(27,366)</b>	<b>52,684</b>	<b>-</b>	<b>25,318</b>	<b>364,092</b>	<b>73,214</b>	<b>-</b>	<b>22,173</b>	<b>459,479</b>
<b>Effect on equity</b>	<b>(133,644)</b>	<b>-</b>	<b>(12,129)</b>	<b>(145,773)</b>	<b>(164,985)</b>	<b>-</b>	<b>(10,823)</b>	<b>-</b>	<b>(175,808)</b>
<b>Assets as per statement of financial position</b>	<b>-</b>			<b>-</b>	<b>792,083</b>				<b>882,848</b>
<b>Liabilities as per the statement of financial position</b>	<b>(161,010)</b>			<b>(120,455)</b>	<b>(592,976)</b>				<b>(599,177)</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 17. Deferred taxes (Continued)

The reconciliation of income and social contribution taxes to the amount determined at the statutory rate as at March 31, 2023 and 2022 is as follows:

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
	(Restated)		(Restated)	
Income before income and social contribution taxes	<b>315,750</b>	157,886	<b>339,931</b>	234,451
Income and social contribution tax expenses at statutory rates	<b>107,355</b>	53,681	<b>115,577</b>	79,713
Social contribution tax rate difference (a)	-	-	<b>(3,548)</b>	-
Equity pickup, net of any gains earned abroad	<b>(89,341)</b>	(34,900)	<b>3,201</b>	(3,087)
Interest on equity	-	(66,088)	-	(66,088)
Accrual (reversal) of tax credit on temporary differences	-	-	<b>(72,979)</b>	-
Restatement of judicial deposits	-	-	<b>(11,444)</b>	-
Unduly paid taxes computed	-	-	<b>(5,345)</b>	-
Other	<b>(956)</b>	(5,377)	<b>(598)</b>	(1,243)
Expenses recorded in the statement of profit or loss	<b>17,058</b>	(52,684)	<b>24,864</b>	9,295

(a) Refers to the difference in the social contribution rate between financial and similar companies (15%) and non-financial subsidiaries (9%).

Accumulated income and social contribution tax losses may be carried indefinitely; however, offsetting is limited to 30% of taxable profit generated in each fiscal year.

The Company expects that deferred tax assets calculated on income and social contribution tax losses will be realized within 5 years. Management expects that other temporary differences will be realized between 1 and 5 years, except for deferred gain on property sales, the realization of which will take place during the lease agreement term.

### 18. Net revenue

Description	Note	Individual		Consolidated	
		03/31/2023	03/31/2022	03/31/2023 (Restated)	03/31/2022
Hospital services	18.1	<b>3,208,976</b>	2,667,682	<b>4,914,555</b>	5,373,283
Insurance – net premiums	18.2	-	-	<b>6,335,417</b>	-
		<b>3,208,976</b>	2,667,682	<b>11,249,972</b>	5,373,283

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 18. Net revenue (Continued)

#### 18.1. Hospital services

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Gross revenue (a)	3,578,148	2,940,397	5,564,633	5,979,788
Deductions from revenue				
Cancellations and rebates (a)	(169,677)	(119,800)	(275,361)	(272,587)
Taxes on revenues	(199,495)	(152,915)	(374,717)	(333,918)
	3,208,976	2,667,682	4,914,555	5,373,283

(a) Includes eliminations of Gross Revenue and Cancellations and rebates between the Group companies in the amount of R\$1,214,964.

#### 18.2. Insurance - Net Premiums

Breakdown of total insurance revenue recognized in the period per measurement model is as follows:

		Consolidated 03/31/2023
		(Restated)
<b>Amounts relating to changes in the liability/asset for remaining coverage</b>		
Expected insurance expenses	(a)	723,186
Changes in non-financial risk adjustment	(b)	413
Recognition of CSM in P&L for the period	(c)	9,748
Allocation of portion of premiums relating to recovery of insurance acquisition cash flows	(d)	18,067
<b>Insurance revenue - Long-term products (BBA/VFA)</b>		<b>751,414</b>
Premium release due to provision of insurance services	(e)	5,618,848
<b>Insurance revenue - Short-term products (PAA)</b>		<b>5,618,848</b>
<b>Gross insurance revenues</b>		<b>6,370,262</b>
Taxes on insurance revenues		(34,845)
<b>Net insurance revenues</b>		<b>6,335,417</b>

- (a) Expected expenses for the period due to the provision of insurance services that comprise claims and other expenses that the Company expects to incur to cover insured events that occurred during the period.
- (b) The change in risk adjustment shows the amount of risk that expired during the period.
- (c) CSM is recognized in P&L during the coverage period of the corresponding group of contracts based on coverage units
- (d) Premiums relating to acquisition cash flows are systematically allocated, on a straight-line basis, based on the passage of time over the coverage period of the group of contracts or according to the portfolio's permanence curve.
- (e) Amount recognized as insurance revenue for services rendered in the period.



## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 19. Cost of services

Description	Note	Individual		Consolidated	
		03/31/2023	03/31/2022	03/31/2023	03/31/2022
		(Restated)		(Restated)	
Hospital services	19.1	(2,231,956)	(1,893,409)	(4,657,138)	(4,275,921)
Insurance cost	19.2	-	-	(5,000,269)	-
		<b>(2,231,956)</b>	<b>(1,893,409)</b>	<b>(9,657,407)</b>	<b>(4,275,921)</b>

#### 19.1. Hospital services

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
	(Restated)		(Restated)	
Personnel	(784,555)	(709,989)	(1,639,041)	(1,596,070)
Materials and medicines	(701,990)	(546,468)	(1,451,918)	(1,260,151)
Third-party services	(520,982)	(438,972)	(1,120,076)	(980,532)
Utilities and services	(46,769)	(47,184)	(100,562)	(106,943)
Rent	(2,204)	(760)	(20,752)	(19,449)
Depreciation and amortization	(175,456)	(150,036)	(324,789)	(312,776)
	<b>(2,231,956)</b>	<b>(1,893,409)</b>	<b>(4,657,138)</b>	<b>(4,275,921)</b>

#### 19.2. Insurance cost

		Consolidated			
		Long-term products (BBA/VFA)		Short-term products (PAA)	
		Liability for remaining coverage	Liability for claims incurred	Liability for remaining coverage	Liability for claims incurred
					03/31/2023
Claims incurred and other expenses allocated to insurance contracts	(a)	750,706	(1,305,731)	(244,596)	(3,664,791)
Amortization of acquisition cash flows	(b)	(18,067)	-	(319,123)	-
Amortization of allocation of consideration paid in business combinations to the short-term insurance portfolios (PAA)	(c)	-	-	(212,944)	-
Losses or reversal of losses on onerous contracts		14,277	-	-	-
<b>Insurance operating expenses</b>		<b>746,916</b>	<b>(1,305,731)</b>	<b>(776,663)</b>	<b>(3,664,791)</b>
					<b>(5,000,269)</b>

- (a) The most significant expenses are linked to claims incurred. This balance also includes expenses related to loss adjustments, issue, maintenance and collection of premiums, compliance with regulatory requirements, among other requirements necessary for the fulfillment of the Company's obligations linked to insurance contracts. Includes the elimination of direct Claims and variation in the reserve for claims and claims incurred and not reported between the Group companies in the amount of R\$1,216,567.
- (b) Acquisition cash flows are systematically allocated, on a straight-line basis, based on the passage of time over the coverage period of the group of contracts or according to the portfolio's permanence curve.
- (c) Amortization of the asset fair value computed by means of acquisition Purchase Price Allocation (PPA) allocated to the insurance contract portfolios, which was systematically and rationally allocated to the liability for remaining coverage, a portion of the contracts in force in 2023, and to the acquisition cash flow asset, portion of futures contracts (renewals).
- (d) Amortization of part of the liability fair value determined in the acquisition PPA allocated to the insurance contract portfolios as a loss component, experience adjustments, changes in estimated cash flows, and onerous contract group risk adjustment.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 20. General and administrative expenses

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Personnel	(171,326)	(166,354)	(217,395)	(166,354)
Third-party services	(37,212)	(31,865)	(62,000)	(31,865)
Travel and lodging	(6,899)	(6,861)	(14,657)	(12,210)
Depreciation and amortization	(43,217)	(34,685)	(74,283)	(34,685)
Reversal of (provision for) contingencies	99,402	21,380	28,473	32,793
	<b>(159,252)</b>	<b>(218,385)</b>	<b>(339,862)</b>	<b>(212,321)</b>

### 21. Other operating expenses, net

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Taxes, charges and penalties	(18,400)	(17,039)	(45,258)	(37,492)
Gain on property sales	980	980	980	980
Equipment lease	(3,353)	(2,455)	(9,935)	(9,105)
Freight expenses	(2,686)	(2,224)	(8,667)	(7,029)
Legal fees	(10,668)	(6,379)	(13,232)	(10,080)
Other income and expenses	19,672	(11,397)	(22,085)	(32,302)
	<b>(14,455)</b>	<b>(38,514)</b>	<b>(98,197)</b>	<b>(95,028)</b>

### 22. Finance income (costs), net

Finance income (costs) for the three-month periods ended March 31, 2023 and 2022 are as follows:

	Individual		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
			(Restated)	
Short-term investment yield	355,429	251,474	422,865	279,584
Valuation (devaluation) of investment fund shares, government securities and corporate bonds	-	-	467,855	-
Net foreign exchange differences on financing	27,698	223,706	201,774	1,280,076
Fair value of debt	(63,198)	224,398	(73,634)	492,120
Fair value of derivatives (swaps)	(9,502)	(449,274)	(222,879)	(1,817,970)
Interest and monetary difference on financing and debentures	(952,167)	(582,471)	(1,002,345)	(610,850)
Interest on lease liabilities	(92,239)	(75,448)	(117,625)	(105,602)
Taxes on finance income (costs)	(20,434)	(6,395)	(25,017)	(9,058)
Finance income (costs) from insurance and reinsurance contracts	-	-	(451,699)	-
Other income and expenses	8,916	(46,360)	17,031	(67,385)
	<b>(745,497)</b>	<b>(460,370)</b>	<b>(783,674)</b>	<b>(559,085)</b>
Total finance income	798,355	631,183	2,071,766	1,740,010
Total finance costs	(1,543,852)	(1,091,553)	(2,855,440)	(2,299,095)
	<b>(745,497)</b>	<b>(460,370)</b>	<b>(783,674)</b>	<b>(559,085)</b>

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 23. Earnings per share

#### a) Basic

Basic earnings per share are calculated by dividing the profit attributable to the Company's shareholders by the weighted average number of common shares issued over the period, excluding common shares purchased by the Company and held as treasury shares.

	<b>03/31/2023</b> (Restated)	<b>03/31/2022</b>
Income attributable to the Company's controlling shareholders	<b>298,692</b>	210,570
Weighted average number of common shares issued (in thousands)	<b>2,254,639</b>	1,974,047
Basic earnings per share - in R\$	<b>0.1325</b>	0.1067

#### b) Diluted

Diluted earnings per share are calculated by adjusting the weighted average number of outstanding common shares assuming the conversion of all the potentially dilutive common shares.

	<b>03/31/2023</b> (Restated)	<b>03/31/2022</b>
Income attributable to the Company's controlling shareholders	<b>298,692</b>	210,570
Weighted average number of common shares issued, including dilution factors (in thousands)	<b>2,254,639</b>	1,974,047
Dilution instruments - weighted average number of shares (in thousands): Share-based payment (Restricted shares)	<b>4,500</b>	5,560
Diluted earnings per share - in R\$	<b>0.1322</b>	0.1064

### 24. Financial instruments and financial risk management (Continued)

#### 24.1. Financial instruments by category (Continued)

##### Fair value hierarchy

The financial instruments recognized at fair value are measured at levels from 1 to 3, based on the fair value measurement, as follows:

*Level 1:* fair value measurement derives from quoted (unadjusted) prices in active markets for identical assets or liabilities;

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.1. Financial instruments by category (Continued)

#### Fair value hierarchy (Continued)

*Level 2:* fair value measurement derives from other inputs included in Level 1, which are quoted through an asset or liability directly (i.e. as prices) or indirectly (i.e. derived from prices);

*Level 3:* fair value measurement derives from valuation techniques that include an asset or liability that is not included in an active market.

The tables below present breakdown of financial assets and liabilities at March 31, 2023 and December 31, 2022:

Individual			Book balance	
Financial assets	Classification by category	Fair value hierarchy	03/31/2023	12/31/2022
Cash and cash equivalents	Fair value through profit or loss	Level 2	109,032	96,360
Marketable securities (shares and government securities)	Fair value through profit or loss	Level 1	49,199	30,201
Marketable securities (corporate bonds and investment fund shares)	Fair value through profit or loss	Level 2	10,390,221	11,024,443
Others				111,246
Accounts receivable	Amortized cost		4,198,675	3,966,046
Dividends receivable	Amortized cost		170,384	75,277
Judicial deposits	Amortized cost		301,487	294,653
Derivatives	Fair value through profit or loss and other comprehensive income	Level 2	565,248	537,916
			<b>15,784,246</b>	<b>16,136,142</b>
			Book balance	
Financial liabilities	Classification by category	Fair value hierarchy	03/31/2023	12/31/2022
Trade accounts payable	Amortized cost		675,777	532,476
Loans, financing and debentures	Amortized cost (a)	Level 2	29,441,667	29,017,602
Salaries, accruals and social charges	Amortized cost		502,534	445,623
Derivatives	Fair value through profit or loss and other comprehensive income	Level 2	1,684,894	1,813,933
			<b>32,304,872</b>	<b>31,809,634</b>

(a) The debt portion recorded as hedge accounting (fair value hedge) is measured at fair value through profit or loss, and at March 31, 2023 totaled R\$9,246,320 (R\$9,177,650 at December 31, 2022).

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.1. Financial instruments by category (Continued)

#### Fair value hierarchy (Continued)

Consolidated			Book balance	
Financial assets	Classification by category	Fair value hierarchy	03/31/2023	12/31/2022
Cash and cash equivalents	Fair value through profit or loss	Level 2	2,077,753	1,109,796
Marketable securities (shares and government securities)	Fair value through profit or loss	Level 1	6,118,903	5,954,989
Marketable securities (corporate bonds and investment fund shares)	Fair value through profit or loss	Level 2	19,084,931	20,590,093
Marketable securities (government securities)	Fair value through profit or loss and other comprehensive income		1,691,857	1,370,998
Marketable securities (government securities)	Fair value through profit or loss and other comprehensive income		1,274,739	1,269,354
Marketable securities	Amortized cost	Level 1	1,813,519	1,857,545
Accounts receivable	Amortized cost		10,178,143	9,765,717
Judicial deposits	Amortized cost		2,620,363	2,862,274
Derivatives	Fair value through profit or loss and other comprehensive income	Level 2	2,638,149	2,739,505
			<b>47,498,357</b>	<b>47,520,271</b>
Financial liabilities	Classification by category	Fair value hierarchy	03/31/2023	12/31/2022
Trade accounts payable	Amortized cost		1,397,012	1,256,601
Loans, financing and debentures	Amortized cost (a)	Level 2	33,076,512	32,883,225
Salaries, accruals and social charges	Amortized cost		1,108,816	982,150
Derivatives	Fair value through profit or loss and other comprehensive income	Level 2	1,831,080	1,959,016
			<b>37,413,420</b>	<b>37,080,992</b>

(a) The debt portion recorded as hedge accounting (fair value hedge) is measured at fair value through profit or loss, and at March 31, 2023 totaled R\$11,001,445 (R\$11,054,711 at December 31, 2022). As mentioned in Note 13, the maturity of debentures of HSPE 14 - 4th issue of Debentures of Hospital Esperança was extended, with cost reduction, and such modifications were not reflected in the respective hedging instrument. Thus, the cash flow hedge no longer offsets changes in cash flows of the risk associated with the recognized liabilities of this debt and was then written down to profit or loss, deferred over the debt maturity.

Financial assets and liabilities accounted for at amortized cost approximate their respective fair values, as they are adjusted by provisions, present value and/or restated at floating market rates.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.2. Risk management

The Company's financial transactions are conducted by the financial function in accordance with the strategy previously approved by the executive board and shareholders. The Company's risk management strategies and the corresponding effects on the individual and consolidated interim financial information can be summarized as follows:

#### a) Capital management

The main purpose of capital management is to ensure the Company's ability to continue as a going concern and maximize return to shareholders.

The Company uses own and third-party capital to finance its activities, and the use of third-party capital seeks to optimize its capital structure. The Company monitors its capital structure and makes adjustments in light of changes in economic conditions. At March 31, 2023 and December 31, 2022, the Company presents the following capital structure:

	Individual		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Cash and cash equivalents	109,032	96,360	2,077,753	1,109,796
Marketable securities	10,439,420	11,165,890	29,983,949	31,042,979
Technical reserves	-	-	-	-
Insurance	-	-	(4,565,242)	(4,141,017)
Private pension	-	-	(10,308,380)	(10,111,054)
	10,548,452	11,262,250	17,188,080	17,900,704
Loans, financing and debentures	(29,441,667)	(29,017,602)	(33,076,512)	(32,883,225)
Derivatives	(1,119,646)	(1,276,017)	807,069	780,489
Cash flow hedge	(351,625)	(393,002)	(424,603)	(469,822)
Net debt (a)	(20,364,486)	(19,424,731)	(15,505,966)	(14,671,854)
Total equity (b)	21,911,898	21,442,803	23,185,259	22,707,734
Total net debt and equity (b)	1,547,412	2,018,432	7,679,293	8,035,880
Leverage ratio	0,93	0,91	0,67	0,65

(a) The net debt corresponds to the sum of the balances of loans, financing and debentures, derivative financial instruments, net (current and noncurrent) plus the cash flow hedge effect of other comprehensive income (the Company has swaps accounted for in accordance with the fair value and cash flow hedge accounting, for purposes of hedging the Company against fluctuations in foreign currency and interest rates, respectively) deducted of the balance of cash and cash equivalents and marketable securities.

(b) Restated 2.3

#### b) Interest rate risk

The Company has loans, financing and debentures in local currency subject particularly to the fluctuation of the CDI and IPCA rates. The risk inherent to these liabilities arises from the possibility of fluctuations in these rates that impact the Company's cash flows.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 24. Financial instruments and financial risk management (Continued)

#### 24.2. Risk management (Continued)

##### b) Interest rate risk (Continued)

The sensitivity analysis of interest on loans, financing and debentures, net, considered as probable scenario (Scenario I) the reference rates obtained with BM&FBOVESPA at March 31, 2023, and Scenarios II and III take into consideration a rate increase by 25% and 50%, respectively. The results, in nominal values, are as follows:

Scenarios	Scenario I current	Scenario II + 25%	Scenario III + 50%
CDI rate (p.a.)	13.65%	17.06%	20.48%
IPCA rate (p.a.)	4.65%	5.81%	6.98%
Projected interest expenses (in millions)	(10,221)	(13,036)	(15,852)

##### c) Credit risk

Credit risk is the risk that a counterparty to a business arrangement will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade accounts receivable) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments. In the case of identification of imminent risk of non-realization of these assets, the Company records provisions to bring them to their probable realizable value.

##### d) Liquidity risk

This is the risk of shortage of funds and of the Company facing difficulties in paying its debts. The Company seeks to align the maturity of its debts with the cash generation period to avoid any mismatch and generate the need for greater leverage.

Liquidity risks arise from the possibility of lack of readily available resources to honor commitments made on a timely basis due to the mismatch between payment and receipt flows.

SulAmérica's Investment Policy provides for and describes minimum amounts that must be invested in highly liquid assets to mitigate the risk of non-payment of claims and benefits.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.2. Risk management (Continued)

#### d) Liquidity risk (Continued)

Daily cash projections and stress tests are carried out to anticipate any abnormal situation, having a daily control over liquidity risk.

The following table presents the expected maturities and payments of the main financial insurance assets and liabilities, except for those related to the benefit accumulation phase of the PGBL and VGBL plans, whereby the exposure falls on the participant. The amounts disclosed below are projected considering inflation and interest through to maturity.

	Individual – 03/31/2023				
	within 1 year	From 1 to 2 years	From 2 to 5 years	Over 5 years	Total financial liabilities
Trade accounts payable	675,777	-	-	-	675,777
Loans, financing and debentures	4,118,271	2,163,322	8,442,816	20,098,398	34,822,807
Salaries, accruals and social charges	502,534	-	-	-	502,534
Derivatives	(479,202)	(430,535)	(1,138,394)	3,624,365	1,576,234
	<b>4,817,380</b>	<b>1,732,787</b>	<b>7,304,422</b>	<b>23,722,763</b>	<b>37,577,352</b>
	Consolidated – 03/31/2023				
	within 1 year	From 1 to 2 years	From 2 to 5 years	Over 5 years	Total financial liabilities
Trade accounts payable	1,397,012	-	-	-	1,397,012
Loans, financing and debentures	4,442,673	2,463,314	10,986,098	21,167,925	39,060,010
Liabilities of insurance contracts	6,758,477	1,571,788	3,641,205	7,306,096	19,277,566
Salaries, accruals and social charges	1,108,816	-	-	-	1,108,816
Derivatives	(590,733)	(550,026)	550,679	6,714,927	6,124,847
	<b>13,116,245</b>	<b>3,485,076</b>	<b>15,177,982</b>	<b>35,188,948</b>	<b>66,968,251</b>



## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.2. Risk management (Continued)

#### d) Liquidity risk (Continued)

	Individual – 03/31/2022				Total financial liabilities
	Within 1 year	From 1 to 2 years	From 2 to 5 years	Over 5 years	
Trade accounts payable	532,476	-	-	-	532,476
Loans, financing and debentures	4,771,343	2,160,420	6,952,796	20,294,373	34,178,932
Salaries, accruals and social charges	445,623	-	-	-	445,623
Derivatives	(503,211)	(517,814)	(1,138,217)	3,368,241	1,208,999
	5,246,231	1,642,606	5,814,579	23,662,614	36,366,030

  

	Consolidated – 03/31/2022				Total financial liabilities
	Within 1 year	From 1 to 2 years	From 2 to 5 years	Over 5 years	
Trade accounts payable	1,256,601	-	-	-	1,256,601
Loans, financing and debentures	5,044,022	2,573,996	8,427,070	22,715,258	38,760,346
Liabilities of insurance contracts	6,648,209	1,459,066	3,403,215	7,587,689	19,098,179
Salaries, accruals and social charges	982,150	-	-	-	982,150
Derivatives	(606,403)	(623,434)	(1,365,493)	8,845,955	6,250,625
	13,324,579	3,409,628	10,464,792	39,148,902	66,347,901

#### e) Foreign currency

The Company has loans and financing and trade accounts payable in foreign currency (mainly the US dollar). The risk related to these assets and liabilities arises from the possibility of incurring losses due to fluctuations in exchange rates. Liabilities in foreign currency represent 18.7% of total gross debt at March 31, 2023 (19.3% at December 31, 2022). The Company has derivative financial instruments to hedge loans and financing against foreign exchange rate fluctuation (see topic below). Management understands that the risk of exposure to foreign currency is not significant in relation to its financial position.

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.2. Risk management (Continued)

#### f) Derivatives

At March 31, 2023, the Company recorded swaps based on fair value and cash flow hedge accounting in order to hedge the Company against fluctuations in foreign currency and interest rate, respectively. The swaps exchange (i) the flow of interest and principal in foreign currency for Brazilian reais plus a percentage of CDI or CDI + spread; (ii) floating interest rate for fixed interest rate; and (iii) inflation rate IPCA + spread for CDI + spread.

The fair value of those instruments at the reporting date is as follows:

Description	Maturity month/year	Reference value (notional value)	Individual		
			03/31/2023	12/31/2022	
			Fair value		
Swap (currency)	06/30/2025				
Long position	EUR/BRL + 1.0366%	EUR	67,433		
Short position	CDI+1.35%	R\$	372,524	(63,497)	(58,096)
Swap (currency)	11/21/2023				
Long position	USD Libor + 0.46%	US\$	80,441		
Short position	109% of CDI	R\$	408,671	104,556	112,285
Swap (currency)	07/01/2025				
Long position	USD/BRL + 1.8588%	US\$	100,386		
Short position	CDI + 1.323%	R\$	510,002	(79,260)	(84,423)
Swap (index)	01/18/2028				
	BRL Fixed rate		1,635,187		
Long position	(11.82%)	R\$			
Short position	CDI + 2.01%	R\$	1,635,187	(149,107)	(192,906)
Swap (index)	01/22/2030				
Long position	BRL Fixed rate (8.80%)	R\$	2,135,620		
Short position	CDI + 2.125%	R\$	2,135,620	(636,265)	(693,035)
Swap (index)	22/01/2030				
Long position	BRL Fixed rate (8.65%)	R\$	1,116,361		
Short position	CDI + 2.40%	R\$	1,116,361	(369,310)	(400,756)
Swap (index)	06/20/2029				
Long position	CDI + 0.79%	R\$	1,039,009		
Short position	BRL Fixed rate (7.71%)	R\$	1,039,009	239,174	240,554
Swap (index)	10/26/2026				
Long position	106.0% of CDI	R\$	530,495		
	BRL Fixed rate		530,495		
Short position	(6.765%)	R\$		66,762	68,264

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.2. Risk management (Continued)

#### f) Derivatives (Continued)

Description	Maturity month/year	Reference value (notional)	Individual		
			03/31/2023	12/31/2022	
			Fair value		
Swap (index)	05/15/2036				
Long position	IPCA + 4.9347%	R\$	1,531,855		
Short position	CDI + 1.35%	R\$	1,531,855	(198,619)	(195,501)
Swap (index)	12/15/2031				
Long position	IPCA + 5.5758%	R\$	406,997		
Short position	CDI + 0.56%	R\$	406,997	1,857	(2,703)
Swap (index)	12/15/2036				
Long position	IPCA + 6.1017%	R\$	611,464		
Short position	CDI + 1.403%	R\$	611,464	(22,581)	(22,631)
Swap (index)	06/15/2029				
Long position	IPCA + 5.83%	R\$	812,402		
Short position	102.7% of CDI	R\$	812,402	(12,512)	(23,003)
Swap (index)	06/15/2032				
Long position	IPCA + 6.01%	R\$	347,939		
Short position	104.1% of CDI	R\$	347,939	(7,449)	(10,738)
Swap (index)	07/16/2029				
Long position	IPCA + 6.3828%	R\$	30,395		
Short position	103.65% of CDI	R\$	30,395	530	(892)
Swap (index)	07/15/2032				
Long position	IPCA + 6.5445%	R\$	70,945		
Short position	104.8% of CDI	R\$	70,945	1,301	(1,800)
Swap (index)	07/15/2037				
Long position	IPCA + 6.7692%	R\$	405,580		
Short position	107.9% of CDI	R\$	405,580	4,828	(9,161)
Swap (index)	12/17/2029				
Long position	IPCA + 6.7947%	R\$	84,043		
Short position	108.1% of CDI	R\$	84,043	135	(816)
Swap (index)	12/15/2032				
Long position	IPCA + 6.9354%	R\$	56,062		
Short position	110.1% of CDI	R\$	56,062	(191)	(659)
Current assets position				197,628	203,730
Noncurrent assets position				367,620	334,186
Current liabilities position				(647,473)	(682,825)
Noncurrent liabilities position				(1,037,421)	(1,131,108)
Effect on profit or loss for the year (fair value of derivatives - swaps)				(9,502)	(1,070,044)
Effect on equity for the year (fair value of derivatives - swaps)				(41,378)	(68)

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.2. Risk management (Continued)

#### f) Derivatives (Continued)

Description	Maturity month/year	Reference value (notional)	Consolidated	
			03/31/2023	12/31/2022
			Fair value	
Swap (currency)	06/30/2025			
Long position	EUR/BRL + 1.0366%	EUR	67,433	
Short position	CDI+1.35%	R\$	372,524	(63,497)
				(58,096)
Swap (currency)	11/21/2023			
Long position	USD Libor + 0.46%	US\$	80,441	
Short position	109% of CDI	R\$	408,671	104,556
				112,285
Swap (currency)	07/01/2025			
Long position	USD/BRL + 1.8588%	US\$	100,386	
Short position	CDI + 1.323%	R\$	510,002	(79,260)
				(84,423)
Swap (currency)	01/18/2028			
Long position	USD Fixed rate (4.95%)	US\$	505,088	
Short position	BRL Fixed rate (11.82%)	R\$	2,566,047	915,283
				984,627
Swap (index)	01/18/2028			
Long position	BRL Fixed rate (11.82%)	R\$	1,635,187	
Short position	CDI + 2.01%	R\$	1,635,187	(149,107)
				(192,906)
Swap (index)	01/22/2030			
Long position	USD Fixed rate (4.525%)	US\$	504,313	
Short position	BRL Fixed rate (8.80%)	R\$	2,562,109	645,892
				684,447
Swap (index)	01/22/2030			
Long position	BRL Fixed rate (8.80%)	R\$	2,135,620	
Short position	CDI + 2.125%	R\$	2,135,620	(636,265)
				(693,035)
Swap (index)	01/22/2030			
Long position	USD Fixed rate (4.51%)	US\$	252,156	
Short position	BRL Fixed rate (8.65%)	R\$	1,281,055	280,905
				298,507
Swap (index)	01/22/2030			
Long position	BRL Fixed rate (8.65%)	R\$	1,116,361	
Short position	CDI + 2.40%	R\$	1,116,361	(369,310)
				(400,756)
Swap (index)	12/29/2025			
Long position	CDI + 1.27%/1.75%	R\$	1,038,120	
Short position	BRL Fixed rate (7.752%)	R\$	1,038,120	84,635
				88,925
Swap (index)	06/20/2029			
Long position	CDI + 0.79%	R\$	1,039,009	
Short position	BRL Fixed rate (7.71%)	R\$	1,039,009	239,174
				240,554
Swap (index)	10/26/2026			
Long position	106.0% of CDI	R\$	530,495	
Short position	BRL Fixed rate (6.765%)	R\$	530,495	66,762
				68,264

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.2. Risk management (Continued)

#### f) Derivatives (Continued)

Description	Maturity month/year	Reference value (notional)	Consolidated		
			03/31/2023	12/31/2022	
			Fair value		
Swap (index)	05/15/2036				
Long position	IPCA + 4.9347%	R\$	1,531,855		
Short position	CDI + 1.35%	R\$	1,531,855	(198,619)	(195,501)
Swap (index)	12/15/2031				
Long position	IPCA + 5.5758%	R\$	406,997		
Short position	CDI + 0.56%	R\$	406,997	1,857	(2,703)
Swap (index)	12/15/2036				
Long position	IPCA + 6.1017%	R\$	611,464		
Short position	CDI + 1.403%	R\$	611,464	(22,581)	(22,631)
Swap (index)	06/15/2029				
Long position	IPCA + 5.83%	R\$	812,402		
Short position	102.7% of CDI	R\$	812,402	(12,512)	(23,003)
Swap (index)	06/15/2032				
Long position	IPCA + 6.01%	R\$	347,939		
Short position	104.1% of CDI	R\$	347,939	(7,449)	(10,738)
Swap (index)	07/16/2029				
Long position	IPCA + 6.3828%	R\$	30,395		
Short position	103.65% of CDI	R\$	30,395	530	(892)
Swap (index)	07/15/2032				
Long position	IPCA + 6.5445%	R\$	70,945		
Short position	104.8% of CDI	R\$	70,945	1,301	(1,800)
Swap (index)	07/15/2037				
Long position	IPCA + 6.7692%	R\$	405,580		
Short position	107.9% of CDI	R\$	405,580	4,828	(9,161)
Swap (index)	12/17/2029				
Long position	IPCA + 6.7947%	R\$	84,043		
Short position	108.1% of CDI	R\$	84,043	135	(816)
Swap (index)	12/15/2032				
Long position	IPCA + 6.9354%	R\$	56,062		
Short position	110.1% of CDI	R\$	56,062	(191)	(659)
Current assets position				245,604	251,740
Noncurrent assets position				2,392,545	2,487,765
Current liabilities position				(793,659)	(827,908)
Noncurrent liabilities position				(1,037,421)	(1,131,108)
Effect on profit or loss for the year (fair value of derivatives - swaps)				(222,879)	(2,369,263)
Effect on equity for the year (fair value of derivatives - swaps)				(45,218)	(15,432)

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.2. Risk management (Continued)

#### f) Derivatives (Continued)

Given the changes in market rates, these amounts may suffer changes as well as early settlement or maturity of the transactions.

For derivative financial instruments, the Company considers as probable scenario +5% (Scenario I) future exchange rates of the Brazilian real in relation to the US dollar, euro, IPCA inflation rates, and DI futures interest rates, obtained from B3 for instrument maturity, calculated on the nominal amount of the agreement.

The Company adopted the scenarios corresponding to -25% (Scenario II), -50% (Scenario III), +25% (Scenario IV) and +50% (Scenario V) in relation to the exchange rates and DI rates used to determine the probable scenario.

<b>Debt - Citibank and JP Morgan</b>	<b>Scenario I</b>	<b>Scenario II</b>	<b>Scenario III</b>	<b>Scenario IV</b>	<b>Scenario V</b>
Exchange rate fluctuation	5%	(25%)	(50%)	25%	50%
Depreciation of US\$ (rate in R\$)	-	4.0008	2.6672	-	-
Appreciation of US\$ (rate in R\$)	5.3344	-	-	6.6680	8.0016
Effect on liabilities					
Loan 4131 - Citibank and JP Morgan	43,470	(217,350)	(434,700)	217,350	434,700
Effect on derivatives	(43,470)	217,350	434,700	(217,350)	(434,700)
Swap					
Net effect	-	-	-	-	-
<b>Debt - Senior Notes I</b>	<b>Scenario I</b>	<b>Scenario II</b>	<b>Scenario III</b>	<b>Scenario IV</b>	<b>Scenario V</b>
Exchange rate fluctuation	5%	(25%)	(50%)	25%	50%
Depreciation of US\$ (rate in R\$)	-	4.0008	2.6672	-	-
Appreciation of US\$ (rate in R\$)	5.3344	-	-	6.6680	8.0016
Effect on liabilities					
Senior Notes	120,587	(602,937)	(1,205,873)	602,937	1,205,873
Effect on derivatives					
Swap	(120,587)	602,937	1,205,873	(602,937)	(1,205,873)
Net effect	-	-	-	-	-

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.2. Risk management (Continued)

#### f) Derivatives (Continued)

<b>Debt - Senior Notes II</b>	<b>Scenario I</b>	<b>Scenario II</b>	<b>Scenario III</b>	<b>Scenario IV</b>	<b>Scenario V</b>
Exchange rate fluctuation	5%	(25%)	(50%)	25%	50%
Depreciation of US\$ (rate in R\$)	-	4.0008	2.6672	-	-
Appreciation of US\$ (rate in R\$)	5.3344	-	-	6.6680	8.0016
Effect on liabilities in US\$ Senior Notes II	157,483	(787,416)	(1,574,833)	787,416	1,574,833
Effect on derivatives Swap	(157,483)	787,416	1,574,833	(787,416)	(1,574,833)
Net effect	-	-	-	-	-
<b>Debt - Debentures</b>	<b>Scenario I</b>	<b>Scenario II</b>	<b>Scenario III</b>	<b>Scenario IV</b>	<b>Scenario V</b>
Fluctuation in DI rate	5%	(25%)	(50%)	25%	50%
Depreciation of the DI rate	-	10.7494%	7.1663%	-	-
Appreciation of the DI rate	14.3325%	-	-	17.9156%	21.4988%
Effect on liabilities Debentures	20,346	(86,469)	(193,284)	127,161	233,976
Effect on derivatives Swap	(20,346)	86,469	193,284	(127,161)	(233,976)
Net effect	-	-	-	-	-
<b>Debt - Debentures (CRI)</b>	<b>Scenario I</b>	<b>Scenario II</b>	<b>Scenario III</b>	<b>Scenario IV</b>	<b>Scenario V</b>
Fluctuation of the IPCA rate	5%	(25%)	(50%)	25%	50%
Depreciation of the IPCA rate	-	3.6619%	2.4413%	-	-
Appreciation of the IPCA rate	4.8825%	-	-	6.1031%	7.3238%
Effect on liabilities Debentures	9,843	(41,835)	(93,513)	61,522	113,200
Effect on derivatives Swap	(9,843)	41,835	93,513	(61,522)	(113,200)

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

## 24. Financial instruments and financial risk management (Continued)

### 24.2. Risk management (Continued)

#### f) Derivatives (Continued)

<b>Debt - BofA</b>	<b>Scenario I</b>	<b>Scenario II</b>	<b>Scenario III</b>	<b>Scenario IV</b>	<b>Scenario V</b>
Exchange rate fluctuation	5%	(25%)	(50%)	25%	50%
Depreciation of EUR€ (rate in R\$)	-	4.3505	2.9003	-	-
Appreciation of EUR€ (rate in R\$)	5.8006	-	-	7.2508	8.7009
Effect on liabilities					
Loan 4131 - BofA	16,885	(84,424)	(168,849)	84,424	168,849
Effect on derivatives					
Swap	(16,885)	84,424	168,849	(84,424)	(168,849)
Net effect	-	-	-	-	-



## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 24. Financial instruments and financial risk management (Continued)

#### 24.3. Changes in liabilities from financing activities

Individual										
		Loans, financing and debentures raise	Interest, monetary variations and foreign exchange differences, net	Payment of acquisitions and principal	Payment of interest	Fair value of debt	Allocation of dividends and interest on equity	Payment of dividends and interest on equity	Other	
Individual	12/31/2022									03/31/2023
Loans, financing, debentures and leases	31,610,932	1,100,000	1,076,458	(1,076,327)	(802,720)	63,198	-	-	62,954	32,034,495
Derivatives	1,813,933	-	64,952	(193,991)	-	-	-	-	-	1,684,894
Dividends and interest on equity payable	137,640	-	-	-	-	-	(113,758)	-	-	23,882
	33,562,505	1,100,000	1,141,410	(1,270,318)	(802,720)	63,198	(113,758)	-	62,954	33,743,271
Current	6,004,178									5,210,885
Noncurrent	27,558,327									28,532,386

Individual										
		Loans, financing and debentures raise	Interest, monetary variations and foreign exchange differences, net	Payment of acquisitions and principal	Payment of interest	Fair value of debt	Allocation of dividends and interest on equity	Payment of dividends and interest on equity	Other	
Individual	12/31/2021									03/31/2022
Loans, financing, debentures and leases	24,242,348	-	485,576	(418,993)	(260,979)	(224,398)	-	-	83,960	23,907,514
Derivatives	1,129,431	-	247,971	2,331	-	-	-	-	-	1,379,733
Dividends and interest on equity payable	57,339	-	-	-	-	-	194,377	(33,242)	(21,989)	196,485
	25,429,118	-	733,547	(416,662)	(260,979)	(224,398)	194,377	(33,242)	61,971	25,483,732
Current	1,883,517									2,999,518
Noncurrent	23,545,601									22,484,214

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 24. Financial instruments and financial risk management (Continued)

#### 24.3. Changes in liabilities from financing activities (Continued)

	Consolidated									
		Loans, financing and debentures raised and leases	Interest, monetary variations and foreign exchange differences, net	Payment of acquisitions and principal	Payment of interest	Fair value of debt	Allocation of dividends and interest on equity	Payment of dividends and interest on equity	Other	
Consolidated	12/31/2022									03/31/2023
Loans, financing, debentures and leases	36,215,627	1,100,000	956,694	(1,256,937)	(761,886)	73,631	-	-	36,341	36,363,470
Derivatives	1,959,016	-	149,640	(277,576)	-	-	-	-	-	1,831,080
Dividends and interest on equity payable	145,085	-	-	-	-	-	27,743	(136,438)	-	36,390
	38,319,728	1,100,000	1,106,334	(1,534,513)	(761,886)	73,631	27,743	(136,438)	36,341	38,230,940
Current	6,159,748									5,900,391
Noncurrent	32,159,980									32,330,549

	Consolidated									
Consolidated	12/31/2021	Loans, financing and debentures raised and leases	Interest, monetary variations and foreign exchange differences, net	Payment of acquisitions and principal	Payment of interest	Fair value of debt	Allocation of dividends and interest on equity	Payment of dividends and interest on equity	Other	03/31/2022
Loans, financing, debentures and leases	30,622,796	-	(525,033)	(433,651)	(514,812)	(492,121)	-	-	217,690	28,874,869
Derivatives	1,255,415	-	342,657	(69,914)	-	-	-	-	-	1,528,158
Dividends and interest on equity payable	64,551	-	-	-	-	-	198,464	(36,504)	(21,990)	204,521
	31,942,762	-	(182,376)	(503,565)	(514,812)	(492,121)	198,464	(36,504)	195,700	30,607,548
Current	2,396,839									3,394,000
Noncurrent	29,545,923									27,213,548

## Rede D'Or São Luiz S.A.

Notes to interim financial statements (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 25. Assets, liabilities, revenues and expenses per segment

Assets, liabilities, revenues and expenses per segment are as follows:

	Consolidated						
	03/31/2023						
	(Restated)						
	Hospital	Health (a)	Life (b)	Corporate	Total – segments	Eliminations	Consolidated
<b>Net revenues</b>							
Foreign customers	6,129,520	6,136,920	198,375	10,495	<b>12,475,310</b>	(1,225,338)	<b>11,249,972</b>
Intersegment	-	62	3,051	-	<b>3,113</b>	(3,113)	<b>-</b>
<b>Other revenues and expenses</b>							
Operating expenses	(4,657,139)	(6,011,368)	(212,934)	-	<b>(10,881,441)</b>	1,224,034	<b>(9,657,407)</b>
Administrative expenses	(166,206)	(155,502)	3,228	(22,464)	<b>(340,944)</b>	1,082	<b>(339,862)</b>
Finance income (costs)	(828,240)	(112,212)	90,092	66,686	<b>(783,674)</b>	-	<b>(783,674)</b>
Other amounts that have an impact on income	(162,868)	149,541	(30,285)	80,649	<b>37,037</b>	(190,999)	<b>(153,962)</b>
<b>Net income</b>	<b>315,067</b>	<b>7,441</b>	<b>51,527</b>	<b>135,366</b>	<b>509,401</b>	<b>(194,334)</b>	<b>315,067</b>
<b>Assets</b>	<b>46,123,454</b>	<b>19,507,806</b>	<b>11,528,238</b>	<b>18,684,465</b>	<b>95,843,963</b>	<b>(8,666,658)</b>	<b>87,177,305</b>
<b>Liabilities</b>	<b>38,691,583</b>	<b>11,236,014</b>	<b>10,664,589</b>	<b>3,528,530</b>	<b>64,120,716</b>	<b>(128,670)</b>	<b>63,992,046</b>

(a) The "Health" segment comprises administrative services only (ASO) plans, and health and dental insurance.

(b) The Life & pension segment is formed by life insurance and private pension.

## Rede D'Or São Luiz S.A.

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### 26. Insurance coverage

At March 31, 2023, the Company maintains insurance coverage at amounts deemed sufficient by management to cover risks, if any, on its assets and/or liabilities.

Type of coverage	Amount insured
Property risk	5,465,656
Civil liability (D&O)	570,020
General civil liability	25,000
Engineering risks	4,235,658

### 27. Events after the reporting period

On April 25, 2023, Rede D'Or carried out the early settlement of the Loan 4131 Swap entered into with Citibank, and on April 27, 2023, it carried out the early settlement of Loan 4131 in the amount of US\$80 million.

On April 27, 2023, Rede D'Or paid the loan took out from Citibank in the amount of US\$60 million, in two annual installments maturing on April 27, 2026 and April 27, 2027, indexed to SOFR plus 0.99% per year, paid semiannually. Concomitantly, the Company entered into a derivative financial instrument for currency and interest rate hedging purposes, converting into Brazilian reais plus interest equivalent to 100% of the CDI plus 1.63% p.a. There are no guarantees.

On June 5, 2023, Rede D'Or paid in the 28th issue of Debentures in a single series, in the amount of R\$490 million, maturing on May 25, 2028. This debenture issue is indexed to the CDI + 1.90% p.a., payable annually. There are no guarantees.

On August 4, 2023, Rede D'Or paid in the 29th issue of Debentures in a single series, in the total amount of R\$1.0 billion, maturing on July 25, 2031. This debenture issue is indexed to the CDI + 2.25% p.a., payable semiannually. There are no guarantees.

As published on July 19, 2023, the Company is structuring the 11th issue of registered, book-entry Mortgage-Backed Securities (CRIs), in the initial amount of R\$2.0 billion. Initially, the operation will be distributed into three (3) series ("CRI DI", "CRI IPCA I" and "CRI IPCA II") with terms of 5, 7 and 10 years, respectively, and the number and final rate of each series will be defined within the scope of the Bookbuilding Procedure, according to the offering schedule. This transaction has no guarantees.

## **Rede D'Or São Luiz S.A.**

Notes to interim financial information (Continued)

March 31, 2023

(In thousands of reais, unless otherwise stated)

### **27. Events after the reporting period (Continued)**

On August 02, 2023, the Insurers of SulAmerica Group, brought together as co-plaintiffs, were successful in the Case Records No. 0005569-52.1996.4.02.5101/RJ, which challenged the illegality of PIS and promoted the withdrawal of judicial deposits made, in the total amount of R\$111,078 thousand, not generating an effect on P&L accounts, but representing changes in the statement of financial position accounts.

On October 13, 2023, Rede D'Or paid in the 31st issue of Debentures in a single series, in the total amount of R\$500.0 million, maturing on October 6, 2031. This issue is indexed to the CDI + 2.00% p.a., to be paid semiannually. There are no guarantees.

On October 27, 2023, the Company paid Interest on Equity based on the final shareholding structure on October 16, 2023, in the total gross amount of R\$416,288.

On November 3, 2023, Rede D'Or exercised the Optional Early Redemption in Full of the Sixth Issue of Debentures of Sul América S.A., which was succeeded by Rede D'Or due to merger, in the amount of R\$235 million. As of that date, there are no covenants related to the Sixth Issue of Debentures of Sul América S.A. (see Note 12.1.).

On October 2, 2023, Sul América Investimentos DTVM S.A. ("SAMI"), an indirect subsidiary of the Company, signed definitive documents regarding the sale of its 25% minority interest held in Órama Distribuidora de Títulos e Valores Mobiliários S.A. ("Órama DTVM"), in the context of the total disposal of Órama DTVM to BTG Pactual CTVM S.A. for the global firm amount of R\$500 million (for 100%), subject to certain adjustments ("Transaction"). The completion and closing of the Transaction are subject to certain conditions, including obtaining all necessary regulatory approvals, including from the Central Bank of Brazil.

On December 19, 2023, Biocor Hospital de Doenças Cardiovasculares S.A. conducted the 1st private issue of nonconvertible, single-series, registered debentures amounting to R\$33,691,000.00, maturing on December 19, 2024. The debentures may be fully or partially subscribed until the maturity date by Rede D'Or São Luiz S.A. Debentures not subscribed after this period will be automatically canceled. The debentures earn interest on a pro rata basis equivalent to 100% of the positive percentage variation of the CDI (Interbank Deposit Certificate) plus 4.0% p.a. Interest and the nominal value will be paid in full on the maturity date, plus yield. There are no guarantees for the debentures.