



## EARNINGS RELEASE

4<sup>th</sup> Quarter and Full Year of 2023

Earnings Release  
February 6<sup>th</sup>, 2024  
(before market opening)

Conference Call  
February 7<sup>th</sup>, 2024

English & Portuguese  
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Investor Relations

Sérgio Ricardo Borejo  
Executive Vice President

Ricardo Moura  
Director of IR, Proprietary  
M&A and Strategy

Phone: +55 (11) 3170-4655  
E-mail: [ri@abcbrasil.com.br](mailto:ri@abcbrasil.com.br)  
Website: [ir.abcbrasil.com.br](http://ir.abcbrasil.com.br)

## HIGHLIGHTS

### More Diversified Business Model with Higher Structural Profitability

- We ended 2023 reaching a **Net Income** of R\$852 million, equivalent to a **Return on Annualized Equity (ROAE)** of 15.5%, and of 16.0%, excluding the impact of an isolated case of a C&IB client. This result was achieved despite a credit market growing significantly below historical average, and important credit events negatively impacting the local fixed income market (DCM) during the first half of the year.
- This consistency of results confirms the **resilience of our business model**, which has been increasing its diversification over the quarters, both in terms of credit exposure, as well as in sources of revenues. In addition, we have focused our **growth on business lines with no or low capital use** – such as: cash management, derivatives, insurance brokerage, and others – contributing to improve the quality of the earnings and **structurally increasing the profitability** of ABC Brasil.
- We ended the 4Q23 with a ROAE of 16.0% – result of the expansion of Margin with Clients adjusted by Provisions, Service Fees once more above the R\$100 million mark, and a focus on cost discipline.

### Continued Client Base Growth

- In line with our growth and diversification strategy, **we continued to expand our wholesale client base**, adding 152 new clients in the quarter and 436 in the year-on-year comparison – equivalent to an annual expansion of 9.7%. The 4Q23 vs. 3Q23 growth was led by the Corporate segment (+145 clients) – which surpassed the 2,000 active clients' mark – and complemented by the C&IB segment (+19 clients). We believe that the expansion of the client base will continue to contribute to future revenue's growth.

### Expenses Control and Growth Flexibility

- We ended 2023 with expenses growing 11%, at the lower end of our reviewed guidance for the year (between 10% and 15%). This performance reflects our **flexibility in adjusting expense growth** and our discipline in **focusing on profitability**. We currently count on a physical and human capital infrastructure prepared to support our growth ambitions, both in terms of clients, as well as transaction volumes. Despite market conditions in 2023 did not allow for a more significant revenue expansion that would result in sustainable long term value creation, we are prepared to take advantage of opportunities in 2024, aiming at capturing gains of scale, both from consolidated businesses, as well as from more recent initiatives.

### EXECUTIVE SUMMARY

We present below the financial information and indicators for Banco ABC Brasil in the 4Q23.

#### Key Indicators

Statements of Income (R\$ million)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
Recurring/Published Net Income	231.5	228.2	1.4%	197.3	17.3%	851.6	800.2	6.4%
Managerial NII pre-Provisions	560.1	591.0	-5.2%	557.0	0.6%	2,245.2	2,019.0	11.2%
Managerial NII post-Provisions <sup>1</sup>	495.5	503.6	-1.6%	443.3	11.8%	1,917.7	1,783.6	7.5%

Shares (R\$)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
	Dec/23	Sep/23	Chg 3M	Dec/22	Chg 12M	Dec/23	Dec/22	Chg 12M
NOSH ex-Treasury (million)	232.6	221.6		220.9		232.6	220.9	
Recurring/Published Earnings per Share (EPS)	1.00	1.03	-3.4%	0.89	11.4%	3.66	3.62	1.1%
ABCB4 Share Price	25.04	19.91	25.8%	19.64	27.5%	25.04	19.64	27.5%
Market Capitalization (R\$ million)	5,823	4,412	32.0%	4,338	34.2%	5,823	4,338	34.2%
Book Value per Share <sup>2</sup>	25.25	25.82	-2.2%	23.57	7.1%	25.25	23.57	7.1%
Price / Book Value (P/BV) <sup>2</sup>	0.99	0.77	28.6%	0.83	19.0%	0.99	0.83	19.0%
IoC <sup>3</sup> Provisioned (R\$ million)	83.7	88.6	-5.6%	81.7	2.4%	357.2	308.2	15.9%
IoC <sup>3</sup> Declared (R\$ million)	172.3	0.0	-	81.7	110.9%	357.2	308.2	15.9%
IoC <sup>3</sup> Declared per Share	0.74	0.00	-	0.37	100.3%	1.58	1.40	13.0%
Dividend Yield (%) - Annualized	5.7%	8.0%	(229) bps	7.5%	(179) bps	8.1%	7.7%	42 bps

Performance Ratios (%)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
	Dec/23	Sep/23	Chg 3M	Dec/22	Chg 12M	Dec/23	Dec/22	Chg 12M
NIM - Net Interest Margin (p.a.)	4.4%	4.8%	(37) bps	4.8%	(34) bps	4.6%	4.6%	3 bps
Recurring/Published ROAE (annualized)	16.0%	16.5%	(49) bps	15.3%	70 bps	15.5%	16.2%	(71) bps
ROAA (annualized)	1.6%	1.6%	(6) bps	1.4%	14 bps	1.5%	1.6%	(6) bps
Efficiency Ratio	37.7%	38.0%	(24) bps	37.6%	8 bps	38.6%	38.4%	21 bps
BIS Ratio	14.9%	14.6%	33 bps	15.2%	(29) bps	14.9%	15.2%	(29) bps
Tier 1 Capital	12.7%	12.7%	(3) bps	13.1%	(40) bps	12.7%	13.1%	(40) bps
Core Capital	11.7%	11.6%	5 bps	11.9%	(25) bps	11.7%	11.9%	(25) bps
Additional Capital	1.0%	1.1%	(8) bps	1.2%	(16) bps	1.0%	1.2%	(16) bps
Coverage Ratio	134%	203%	(70) p.p.	543%	(409) p.p.	134%	543%	(409) p.p.
Adjusted Coverage Ratio <sup>4</sup>	247%	252%	(5) p.p.	453%	(205) p.p.	247%	453%	(205) p.p.

Balance Sheet (R\$ million)	Dec/23	Sep/23	Chg 3M	Dec/22	Chg 12M
Total Assets	60,633	56,727	6.9%	57,409	5.6%
Expanded Credit Portfolio	46,381	43,693	6.2%	43,255	7.2%
Loans	24,829	24,109	3.0%	25,770	-3.7%
Guarantees Issued	11,328	11,159	1.5%	11,460	-1.1%
Corporate Securities	10,224	8,425	21.4%	6,025	69.7%
Funding with third-party sources	43,428	42,022	3.3%	40,428	7.4%
Tier 1 Capital	6,146	5,840	5.2%	5,543	10.9%
Core Capital	5,643	5,325	6.0%	5,038	12.0%
Additional Capital	502	515	-2.4%	505	-0.5%
Tier 2 Capital	1,080	860	25.6%	896	20.5%
Shareholders' Equity <sup>2</sup>	5,872	5,722	2.6%	5,205	12.8%

	Dec/23	Sep/23	Chg 3M	Dec/22	Chg 12M
R\$/USD	4.84	5.01	-3.3%	5.22	-7.2%
Wholesale Clients	4,930	4,778	3.2%	4,494	9.7%
Employees <sup>5</sup>	1,257	1,228	2.4%	1,196	5.1%

<sup>1</sup> Consists of Managerial Net Interest Income after Loan Loss Provision (LLP) and Provision for the Devaluation of Securities (PDS), added by Credit Recoveries.

<sup>2</sup> Controlling Shareholders' Equity.

<sup>3</sup> Interest on Capital.

<sup>4</sup> Excluding the effect of an isolated case in the C&IB segment, currently under Chapter 11.

<sup>5</sup> Including Executive Directors, Employees and Interns.

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## 4<sup>rd</sup> Quarter and Full Year of 2023



### Managerial Income Statement

Managerial Income Statement (BRL million)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
<b>Net Interest Income</b>	<b>560.1</b>	<b>591.0</b>	<b>-5.2%</b>	<b>557.0</b>	<b>0.6%</b>	<b>2,245.2</b>	<b>2,019.0</b>	<b>11.2%</b>
Shareholders' Equity remunerated at CDI Rate	132.1	143.5	-8.0%	139.0	-5.0%	559.7	474.8	17.9%
Financial Margin with Clients	343.0	348.7	-1.6%	335.4	2.3%	1,364.2	1,250.5	9.1%
Financial Margin with Market	85.0	98.7	-13.9%	82.5	3.0%	321.3	293.6	9.4%
Provision Expenses <sup>1</sup>	(64.6)	(87.3)	-26.0%	(113.7)	-43.2%	(327.5)	(235.4)	39.1%
<b>Net Interest Income post-Provisions</b>	<b>495.5</b>	<b>503.6</b>	<b>-1.6%</b>	<b>443.3</b>	<b>11.8%</b>	<b>1,917.7</b>	<b>1,783.6</b>	<b>7.5%</b>
<b>Service Fees</b>	<b>108.0</b>	<b>116.7</b>	<b>-7.5%</b>	<b>98.8</b>	<b>9.3%</b>	<b>383.8</b>	<b>388.3</b>	<b>-1.2%</b>
Guarantees Issued	39.0	40.8	-4.3%	40.7	-4.2%	162.0	167.5	-3.3%
Investment Banking	37.0	51.0	-27.4%	36.9	0.2%	120.4	145.1	-17.0%
Insurance Brokerage Fees and Commercial Banking	32.0	25.0	28.2%	21.2	51.1%	101.4	75.7	33.9%
<b>Personnel &amp; Other Administrative Expenses</b>	<b>(176.9)</b>	<b>(175.3)</b>	<b>0.9%</b>	<b>(168.4)</b>	<b>5.1%</b>	<b>(687.8)</b>	<b>(600.2)</b>	<b>14.6%</b>
Personnel Expenses	(117.5)	(111.9)	5.0%	(103.1)	13.9%	(447.8)	(379.0)	18.2%
Other Administrative Expenses	(59.4)	(63.5)	-6.4%	(65.2)	-9.0%	(240.1)	(221.3)	8.5%
Tax Expenses	(27.1)	(24.1)	12.6%	(33.8)	-19.8%	(100.7)	(103.4)	-2.6%
Other Operating Income/Expenses	27.1	(0.8)	-3564.3%	21.7	25.2%	9.6	(15.8)	-161.0%
Non Operating Income	(0.6)	(0.7)	-11.7%	1.3	-146.9%	(0.8)	0.7	-216.2%
<b>Earnings before Tax and Profit Sharing</b>	<b>426.0</b>	<b>419.4</b>	<b>1.6%</b>	<b>362.9</b>	<b>17.4%</b>	<b>1,521.8</b>	<b>1,453.2</b>	<b>4.7%</b>
Income Tax and Social Contribution	(112.4)	(106.0)	6.1%	(91.6)	22.7%	(371.8)	(374.0)	-0.6%
Profit Sharing	(70.9)	(84.3)	-15.8%	(73.3)	-3.3%	(284.8)	(276.5)	3.0%
Minority Interest	(11.2)	(1.0)	1077.2%	(0.7)	1544.6%	(13.5)	(2.5)	450.3%
<b>Recurring Net Income</b>	<b>231.5</b>	<b>228.2</b>	<b>1.4%</b>	<b>197.3</b>	<b>17.3%</b>	<b>851.6</b>	<b>800.2</b>	<b>6.4%</b>

<sup>1</sup> Includes: Loan Loss Provision (LLP), Provision for the Devaluation of Securities (PDS), and Credit Recoveries.

### 4Q23 – Accounting and Managerial Reconciliation Statement

(R\$ million)	ACCOUNTING	Managerial Reclassifications (1)	Tax Effect of Hedge (2)	MANAGERIAL
<b>Net Interest Income</b>	<b>448.2</b>	<b>(12.3)</b>	<b>124.3</b>	<b>560.1</b>
Provision Expenses	(83.1)	18.5		(64.6)
<b>Net Interest Income post-Provisions</b>	<b>365.1</b>	<b>6.2</b>	<b>124.3</b>	<b>495.5</b>
Service Fees	110.4	(2.4)		108.0
Personnel Expenses	(129.2)	11.7		(117.5)
Other Administrative Expenses	(80.5)	21.1		(59.4)
Tax Expenses	(49.1)	18.2	3.8	(27.1)
Other Operating Income (Expenses)	60.8	(33.7)		27.1
<b>Operating Income</b>	<b>277.5</b>	<b>21.1</b>	<b>128.0</b>	<b>426.6</b>
Non Operating Income	4.2	(4.8)		(0.6)
<b>Earnings before Tax and Profit Sharing</b>	<b>281.7</b>	<b>16.3</b>	<b>128.0</b>	<b>426.0</b>
Income Tax and Social Contribution	24.2	(8.6)	(128.0)	(112.4)
Profit Sharing	(63.3)	(7.7)		(70.9)
Minority Interest	(11.2)			(11.2)
<b>Net Income</b>	<b>231.5</b>	<b>0.0</b>	<b>(0.0)</b>	<b>231.5</b>

(1) Reclassification of figures from "Personnel Expenses" (related to the Social Security portion of the variable compensation) to "Profit Sharing", from "Other Administrative Expenses" (expenses related to volume of revenues) to "Net Interest Income" and "Service Fees", from "Other Administrative Expenses" (related to expenses linked to recovery of credit and other charges) to "Provision Expenses", from "Net Interest Income" (related to Credit Recoveries and Provision for the Devaluation of Securities (PDS)) to "Provision Expenses", from "Service Fees" (related to credit structuring fees) to "Net Interest Income" and from "Other Operating Income (Expenses)" (related to the Energy Trading provisions) to "Provision Expenses".

(2) Reclassification of the hedge tax effect from "Tax Expenses" and "Income Tax and Social Contribution" to "Net Interest Income".

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### 3Q23 – Accounting and Managerial Reconciliation Statement

(R\$ million)	ACCOUNTING	Managerial Reclassifications (1)	Tax Effect of Hedge (2)	MANAGERIAL
<b>Net Interest Income</b>	<b>478.4</b>	<b>2.0</b>	<b>110.6</b>	<b>591.0</b>
Provision Expenses	(68.3)	(19.0)		(87.3)
<b>Net Interest Income post-Provisions</b>	<b>410.1</b>	<b>(17.1)</b>	<b>110.6</b>	<b>503.6</b>
Service Fees	120.2	(3.4)		116.7
Personnel Expenses	(120.1)	8.2		(111.9)
Other Administrative Expenses	(77.8)	14.3		(63.5)
Tax Expenses	(36.2)	15.1	(3.1)	(24.1)
Other Operating Income (Expenses)	8.2	(9.0)		(0.8)
<b>Operating Income</b>	<b>304.4</b>	<b>8.2</b>	<b>107.5</b>	<b>420.1</b>
Non Operating Income	(0.7)			(0.7)
<b>Earnings before Tax and Profit Sharing</b>	<b>303.7</b>	<b>8.2</b>	<b>107.5</b>	<b>419.4</b>
Income Tax and Social Contribution	1.5		(107.5)	(106.0)
Profit Sharing	(76.1)	(8.2)		(84.3)
Minority Interest	(1.0)			(1.0)
<b>Net Income</b>	<b>228.2</b>	<b>0.0</b>	<b>0.0</b>	<b>228.2</b>

### 2023 – Accounting and Managerial Reconciliation Statement

(R\$ million)	ACCOUNTING	Managerial Reclassifications (1)	Tax Effect of Hedge (2)	MANAGERIAL
<b>Net Interest Income</b>	<b>1,853.7</b>	<b>(19.2)</b>	<b>410.7</b>	<b>2,245.2</b>
Provision Expenses	(325.1)	(2.4)		(327.5)
<b>Net Interest Income post-Provisions</b>	<b>1,528.7</b>	<b>(21.6)</b>	<b>410.7</b>	<b>1,917.7</b>
Service Fees	395.7	(11.9)		383.8
Personnel Expenses	(477.2)	29.4		(447.8)
Other Administrative Expenses	(303.4)	63.4		(240.1)
Tax Expenses	(136.6)	26.1	9.7	(100.7)
Other Operating Income (Expenses)	53.7	(44.0)		9.6
<b>Operating Income</b>	<b>1,060.9</b>	<b>41.3</b>	<b>420.4</b>	<b>1,522.6</b>
Non Operating Income	4.0	(4.8)		(0.8)
<b>Earnings before Tax and Profit Sharing</b>	<b>1,064.9</b>	<b>36.5</b>	<b>420.4</b>	<b>1,521.8</b>
Income Tax and Social Contribution	59.7	(11.1)	(420.4)	(371.8)
Profit Sharing	(259.5)	(25.3)		(284.8)
Minority Interest	(13.5)			(13.5)
<b>Net Income</b>	<b>851.6</b>	<b>0.0</b>	<b>0.0</b>	<b>851.6</b>

(1) Reclassification of figures from "Personnel Expenses" (related to the Social Security portion of the variable compensation) to "Profit Sharing", from "Other Administrative Expenses" (expenses related to volume of revenues) to "Net Interest Income" and "Service Fees", from "Other Administrative Expenses" (related to expenses linked to recovery of credit and other charges) to "Provision Expenses", from "Net Interest Income" (related to Credit Recoveries and Provision for the Devaluation of Securities (PDS)) to "Provision Expenses", from "Service Fees" (related to credit structuring fees) to "Net Interest Income" and from "Other Operating Income (Expenses)" (related to the Energy Trading provisions) to "Provision Expenses".

(2) Reclassification of the hedge tax effect from "Tax Expenses" and "Income Tax and Social Contribution" to "Net Interest Income".

### Results

The **Recurring Net Income totaled R\$231.5 million in the 4Q23**, an increase of 1.4% in relation to the R\$228.2 million presented in the 3Q23 and of 17.3% in relation to the R\$197.3 million presented in the same period of 2022.

#### 4Q23 x 3Q23 | Recurring

The increase in the Recurring Net Income, on a quarter-over-quarter basis, is explained mainly by:

- The decrease in Provision Expenses;
- The decrease in Profit Sharing;
- Being partially offset by the decrease in the Financial Margin with Market and in the Shareholders' Equity Remunerated at CDI.

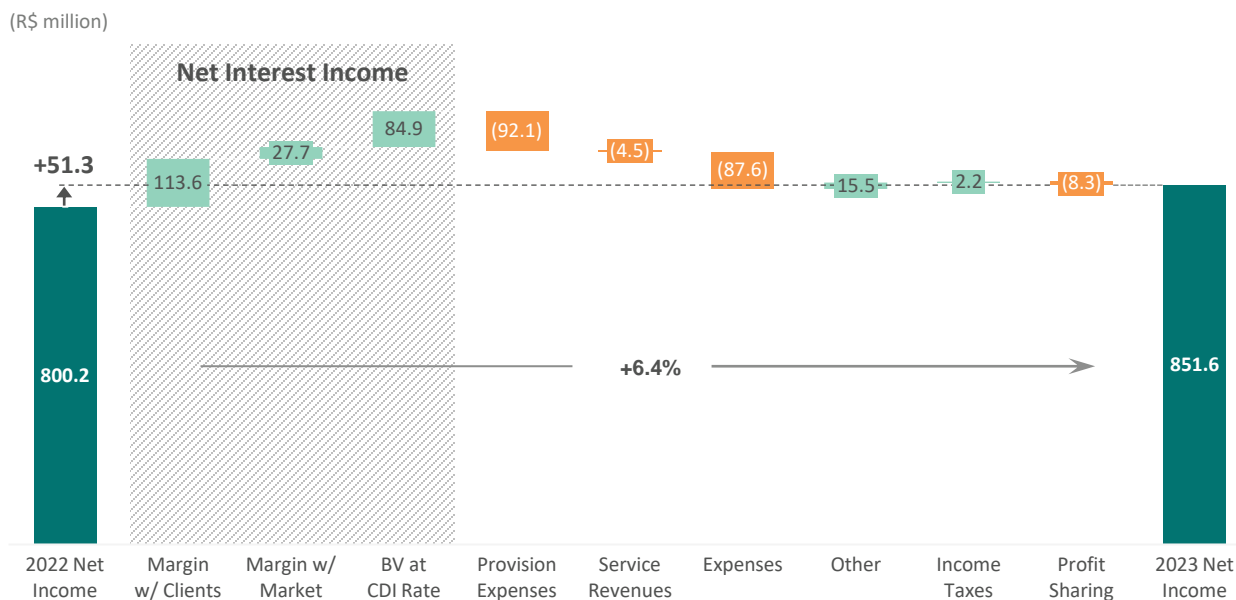
#### 4Q23 x 4Q22 | Recurring

The increase in earnings, comparing the 4Q23 with the 4Q22, is explained by:

- The decrease in Provision Expenses;
- The increase in Financial Margin with Clients;
- The increase in Service Revenues;
- Being partially offset by the increase in Income Taxes.

#### 2023 x 2022 | Recurring

The graph below shows the main variations of 2023 Net Income compared to 2022:

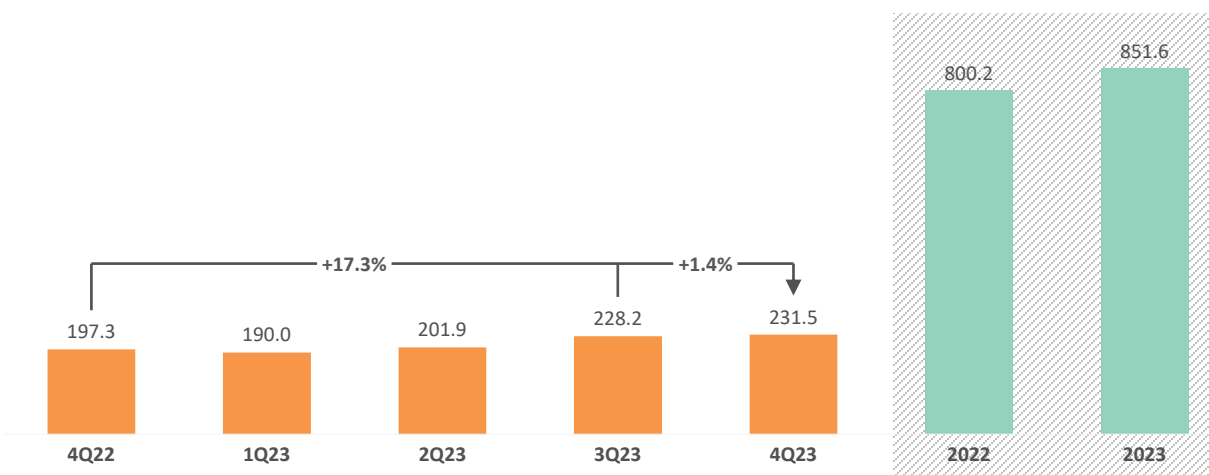


ROAE (%) 16.2% (71) bps 15.5%

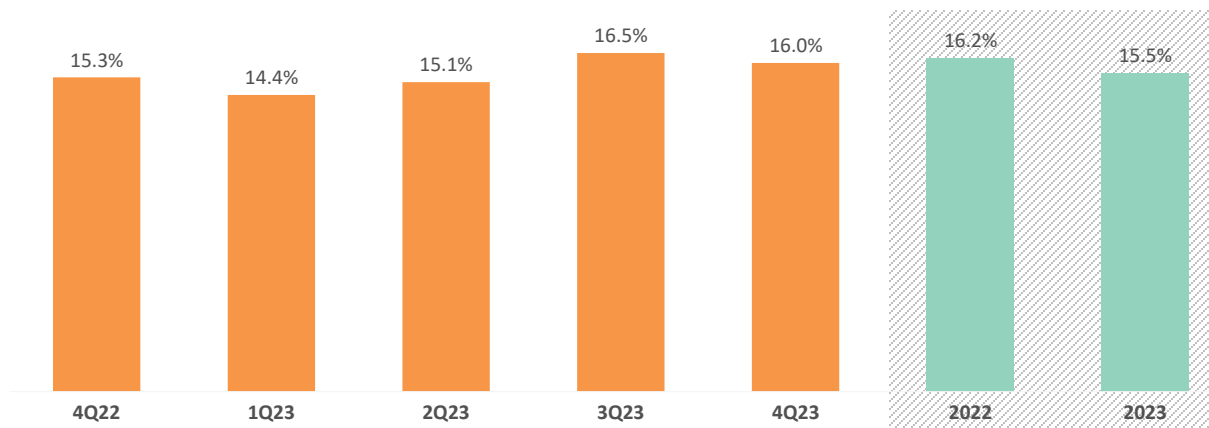
## Profitability

(R\$ million)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
Recurring Net Income	231.5	228.2	1.4%	197.3	17.3%	851.6	800.2	6.4%
Shareholders' Equity (average)	5,789	5,538	4.5%	5,160	12.2%	5,489	4,932	11.3%
Recurring ROAE	16.0%	16.5%	(49) bps	15.3%	70 bps	15.5%	16.2%	(71) bps

### Recurring Net Income (R\$ million)



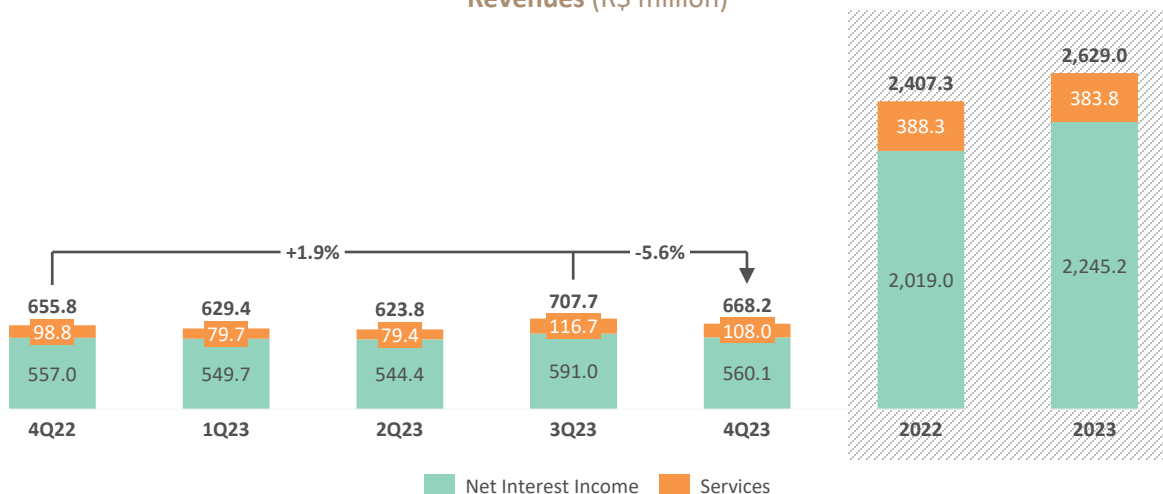
### Recurring ROAE (p.a.)



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## 4<sup>rd</sup> Quarter and Full Year of 2023

### Revenues (R\$ million)



## OPERATING HIGHLIGHTS AND INDICATORS

### Expanded Credit Portfolio

The **Expanded Credit Portfolio** presented an increase of 6.2% in the quarter and of 7.2% year-over-year, the highlight being the Corporate segment, with an increase of 12.1% in the last twelve months, reaching 59.2% of the Expanded Credit Portfolio.

Expanded Credit Portfolio (R\$ million)	Dec/23	% Total	Sep/23	% Total	Chg 3M	Dec/22	% Total	Chg 12M
<b>Loans</b>	<b>24,829</b>	<b>100%</b>	<b>24,109</b>	<b>100%</b>	<b>3.0%</b>	<b>25,770</b>	<b>100%</b>	<b>-3.7%</b>
C&IB	3,835	15.4%	3,834	15.9%	0.0%	4,470	17.3%	-14.2%
Corporate	16,895	68.0%	16,275	67.5%	3.8%	17,209	66.8%	-1.8%
Middle	4,099	16.5%	4,000	16.6%	2.5%	4,091	15.9%	0.2%
<b>Corporate Securities</b>	<b>10,224</b>	<b>100%</b>	<b>8,425</b>	<b>100%</b>	<b>21.4%</b>	<b>6,025</b>	<b>100%</b>	<b>69.7%</b>
C&IB	2,935	28.7%	2,350	27.9%	24.9%	1,801	29.9%	63.0%
Corporate	7,158	70.0%	5,970	70.9%	19.9%	4,212	69.9%	69.9%
Middle	131	1.3%	105	1.2%	25.2%	13	0.2%	937.1%
<b>"Cash" Portfolio<sup>1</sup></b>	<b>35,052</b>	<b>100%</b>	<b>32,534</b>	<b>100%</b>	<b>7.7%</b>	<b>31,795</b>	<b>100%</b>	<b>10.2%</b>
C&IB	6,770	19.3%	6,184	19.0%	9.5%	6,270	19.7%	8.0%
Corporate	24,053	68.6%	22,245	68.4%	8.1%	21,422	67.4%	12.3%
Middle	4,230	12.1%	4,105	12.6%	3.0%	4,103	12.9%	3.1%
<b>Guarantees Issued</b>	<b>11,328</b>	<b>100%</b>	<b>11,159</b>	<b>100%</b>	<b>1.5%</b>	<b>11,460</b>	<b>100%</b>	<b>-1.1%</b>
C&IB	7,889	69.6%	7,566	67.8%	4.3%	8,324	72.6%	-5.2%
Corporate	3,403	30.0%	3,556	31.9%	-4.3%	3,076	26.8%	10.6%
Middle	37	0.3%	37	0.3%	-0.5%	60	0.5%	-38.9%
<b>Expanded Credit Portfolio</b>	<b>46,381</b>	<b>100%</b>	<b>43,693</b>	<b>100%</b>	<b>6.2%</b>	<b>43,255</b>	<b>100%</b>	<b>7.2%</b>
C&IB	14,658	31.6%	13,750	31.5%	6.6%	14,594	33.7%	0.4%
Corporate	27,456	59.2%	25,801	59.1%	6.4%	24,498	56.6%	12.1%
Middle	4,267	9.2%	4,142	9.5%	3.0%	4,163	9.6%	2.5%

<sup>1</sup>Includes Loans and Corporate Securities portfolios.

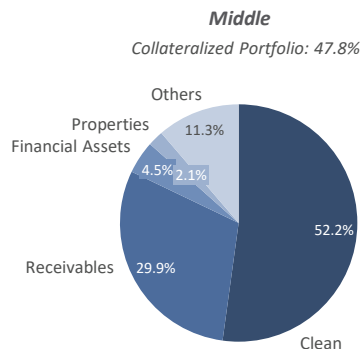
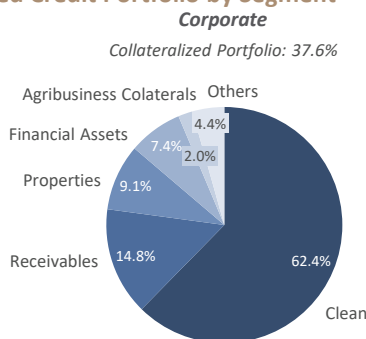
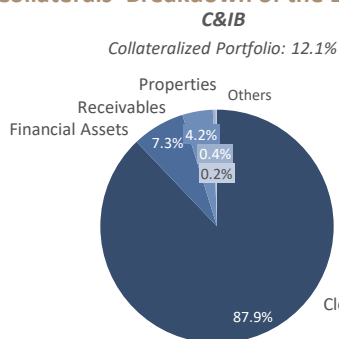
C&IB segment includes companies with annual sales above R\$4 billion (may include clients from the Infrastructure, Energy, and Private Equity sectors, with sales below R\$4 billion).

Corporate segment includes companies with annual sales between R\$300 million and R\$4 billion.

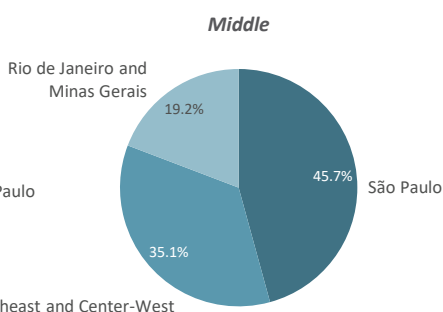
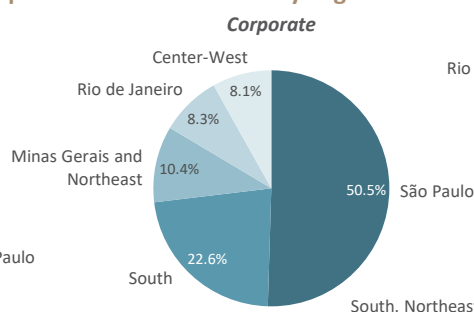
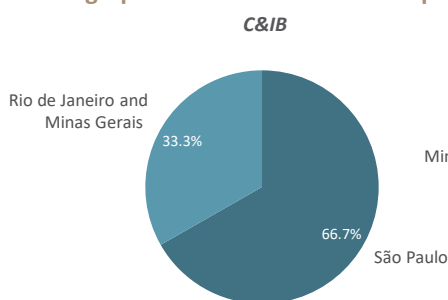
Middle segment includes companies with annual sales between R\$30 million and R\$300 million.



### Collaterals' Breakdown of the Expanded Credit Portfolio by Segment

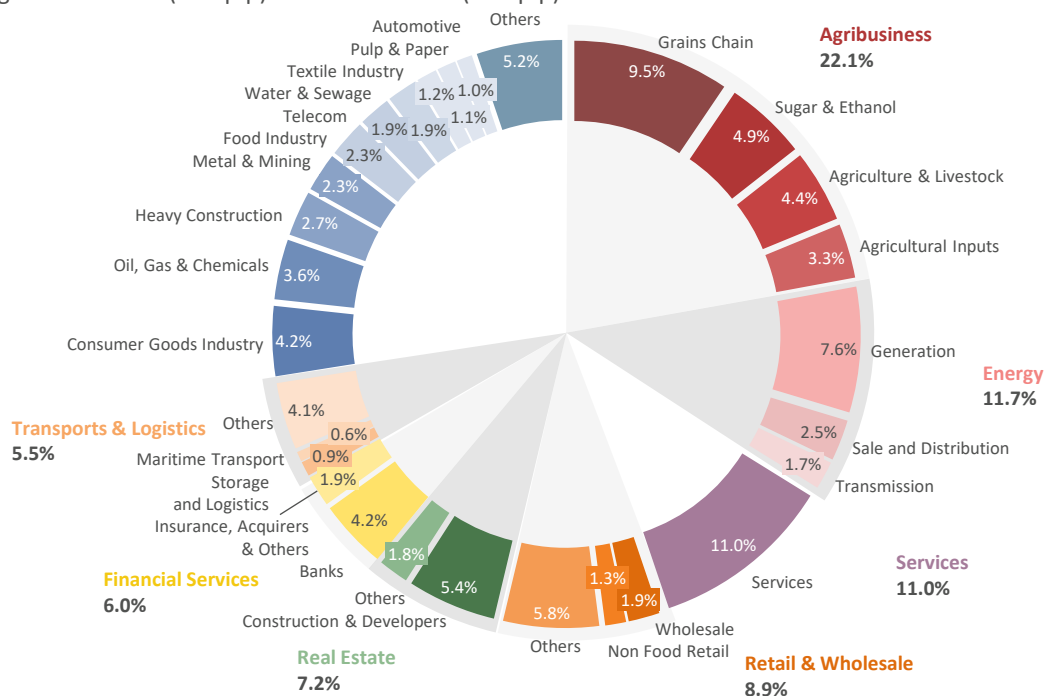


### Geographical Breakdown of the Expanded Credit Portfolio by Segment



### Sector Breakdown of the Expanded Credit Portfolio

As of December 2023, the Bank continued to present a well diversified and defensive credit portfolio, with an increase in the subsector's participation of Services (+2.6 p.p.), Construction & Developers – Other (+0.8 p.p.) and Others (+0.4 p.p.); and a decrease in the participation of the sectors of Energy Generation (-1.1 p.p.), Transports & Logistics – Others (-0.7 p.p) and Grains Chain (-0.3 p.p).

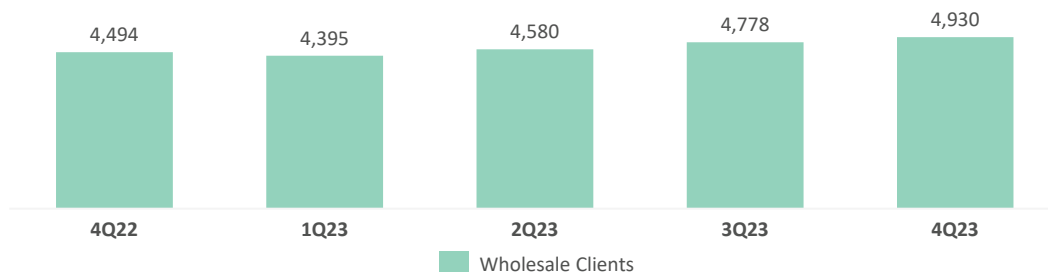


# EARNINGS RELEASE

## 4<sup>rd</sup> Quarter and Full Year of 2023

### Expanded Credit Portfolio Indicators by Segment

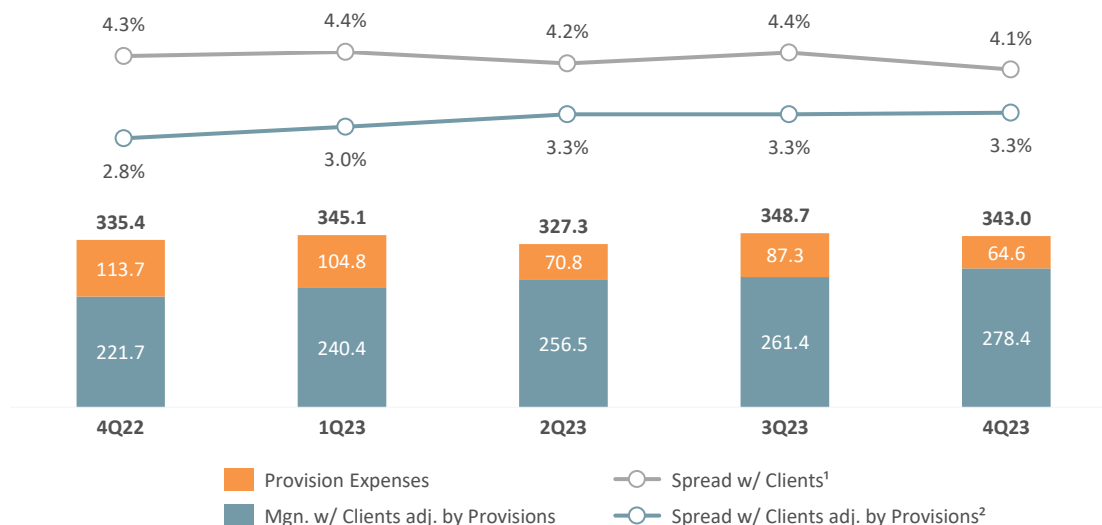
ABC Brasil ended the 4Q23 with 4,930 active wholesale clients, a year-over-year increase of 9.7%. In the 4Q23 vs. 3Q23 comparison, there was an increase of 152 wholesale clients (+3.2% Q-o-Q).



	C&IB			Corporate			Middle		
	Dec/23	Sep/23	Dec/22	Dec/23	Sep/23	Dec/22	Dec/23	Sep/23	Dec/22
Wholesale Clients	350	331	331	2,071	1,926	1,859	2,509	2,521	2,304
Average Exposure per Client (R\$ million)	71.9	75.5	88.8	18.0	19.2	19.9	2.4	2.3	2.7
Average Term (days)	280	348	301	352	407	387	336	303	317

### Annualized Spread with Clients (Loans + Private Securities)

The **Annualized Spread with Clients** had a decrease of approximately 30 basis points vs. the previous quarter, mainly influenced by the growth of the portfolio concentrated at the end of the quarter, generating lower interest income. The **Annualized Spread with Clients Adjusted by Provisions** remained stable in the quarter, benefiting from a smaller volume of provision expenses.



(R\$ million)	4Q22	1Q23	2Q23	3Q23	4Q23
Loans + Private Securities   Average	31,202	31,571	31,385	31,979	33,793

<sup>1</sup> Spread with Clients is calculated as Financial Margin with Clients divided by the average Loans and Corporate Securities Portfolio.

<sup>2</sup> Spread with Clients adjusted by Provisions includes Loan Loss Provision (LLP), Provision for the Devaluation of Securities (PDS), and Credit Recoveries.

## Loans

### Loan Portfolio by Volume Exposure (by Client)

Loan Portfolio by Volume Exposure (R\$ million)	Dec/23	% of Portfolio	Sep/23	% of Portfolio	Dec/22	% of Portfolio
0 - 5 MM	3,140	12.6%	2,954	12.3%	3,014	11.7%
5 MM - 10 MM	2,648	10.7%	2,594	10.8%	2,568	10.0%
10 MM - 50 MM	8,053	32.4%	7,825	32.5%	8,419	32.7%
> 50 MM	10,988	44.3%	10,737	44.5%	11,769	45.7%
<b>Total</b>	<b>24,829</b>	<b>100.0%</b>	<b>24,109</b>	<b>100.0%</b>	<b>25,770</b>	<b>100.0%</b>

### Loan Portfolio by Maturity

The table below provides the breakdown of the Loan Portfolio by maturity:

Loan Portfolio by Maturity (R\$ million)	Dec/23	% of Portfolio	Sep/23	% of Portfolio	Dec/22	% of Portfolio
Until 3 months	7,329	29.5%	6,091	25.3%	7,535	29.2%
3 to 12 months	9,907	39.9%	10,697	44.4%	9,723	37.7%
1 to 3 years	6,594	26.6%	6,300	26.1%	7,338	28.5%
Above 3 years	998	4.0%	1,022	4.2%	1,173	4.6%
<b>Total</b>	<b>24,829</b>	<b>100.0%</b>	<b>24,109</b>	<b>100.0%</b>	<b>25,770</b>	<b>100.0%</b>

### Loan Portfolio Ratings (Brazilian Central Bank Resolution No. 2682)

Loan transactions are classified according to the level of risk, applying a criteria that considers the economic landscape, historical data, and specific risks related to the transactions, borrowers, and guarantors, in accordance with Brazilian Central Bank Resolution No. 2682. As of the end of 4Q23, the **Loan Portfolio** reached **R\$24.8 billion**, with a Loan Loss Reserve balance of R\$867.1 million.

Loan Portfolio Ratings (R\$ million)	Dec/23	% of Portfolio	Sep/23	% of Portfolio	Dec/22	% of Portfolio	Provision Dec/23
AA	13,655	55.0%	12,939	53.7%	6,809	26.4%	21.1
A	5,212	21.0%	4,929	20.4%	6,744	26.2%	31.7
B	3,548	14.3%	3,513	14.6%	7,976	30.9%	55.6
C	967	3.9%	1,230	5.1%	2,974	11.5%	35.5
D	419	1.7%	559	2.3%	382	1.5%	49.5
E	135	0.5%	216	0.9%	519	2.0%	41.6
F	215	0.9%	74	0.3%	113	0.4%	107.4
G	512	2.1%	523	2.2%	88	0.3%	358.4
H	167	0.7%	127	0.5%	165	0.6%	166.5
<b>Total</b>	<b>24,829</b>	<b>100.0%</b>	<b>24,109</b>	<b>100.0%</b>	<b>25,770</b>	<b>100.0%</b>	<b>867.1</b>
AA-C	<b>23,382</b>	<b>94.2%</b>	<b>22,610</b>	<b>93.8%</b>	<b>24,503</b>	<b>95.1%</b>	
D-H	<b>1,447</b>	<b>5.8%</b>	<b>1,499</b>	<b>6.2%</b>	<b>1,267</b>	<b>4.9%</b>	

# EARNINGS RELEASE

## 4<sup>rd</sup> Quarter and Full Year of 2023

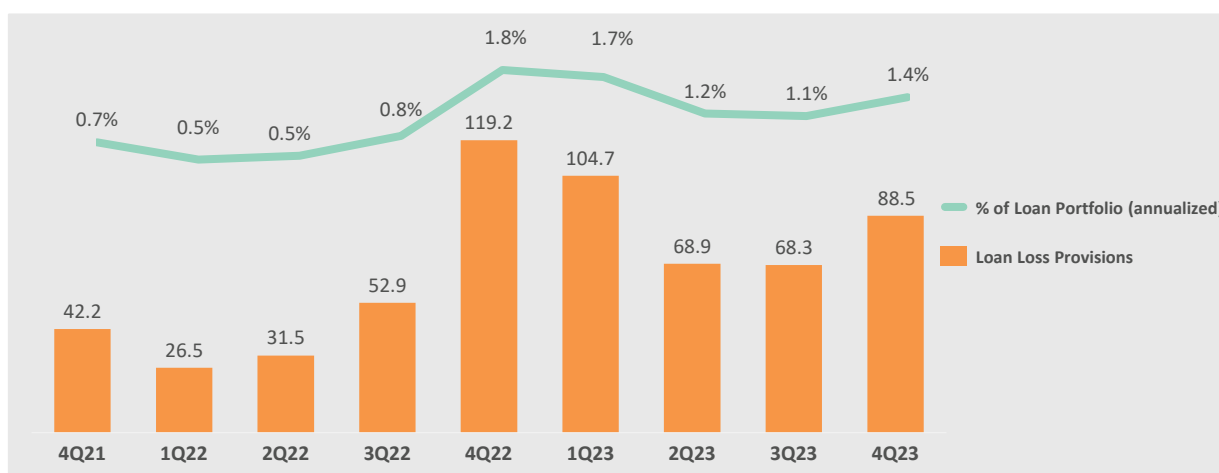
### Quality of the Loan Portfolio

Segments	Loan Portfolio (R\$ million)	Write Off (R\$ million)	Write Off / Loan Portfolio	Loan Loss Reserve <sup>1</sup> (R\$ million)	Loan Loss Reserve / Loan Portfolio	Past Due > 90 days (R\$ million)	Past Due > 90 days / Loan Portfolio
C&IB	3,835	1.6	0.04%	367.6	9.58%	416.8	10.87%
Corporate	16,895	21.6	0.13%	273.6	1.62%	67.3	0.40%
Middle	4,099	18.7	0.46%	225.9	5.51%	164.5	4.01%
<b>Total - Dec/23</b>	<b>24,829</b>	<b>42.0</b>	<b>0.17%</b>	<b>867.1</b>	<b>3.49%</b>	<b>648.6</b>	<b>2.61%</b>
Sep/23	24,109	38.9	0.16%	826.5	3.43%	406.3	1.69%
Jun/23	23,493	34.5	0.15%	795.4	3.39%	276.5	1.18%
Mar/23	24,063	41.7	0.17%	761.5	3.16%	153.4	0.64%
Dec/22	25,770	8.5	0.03%	698.0	2.71%	128.6	0.50%

<sup>1</sup> Includes Specific and Generic provisions.

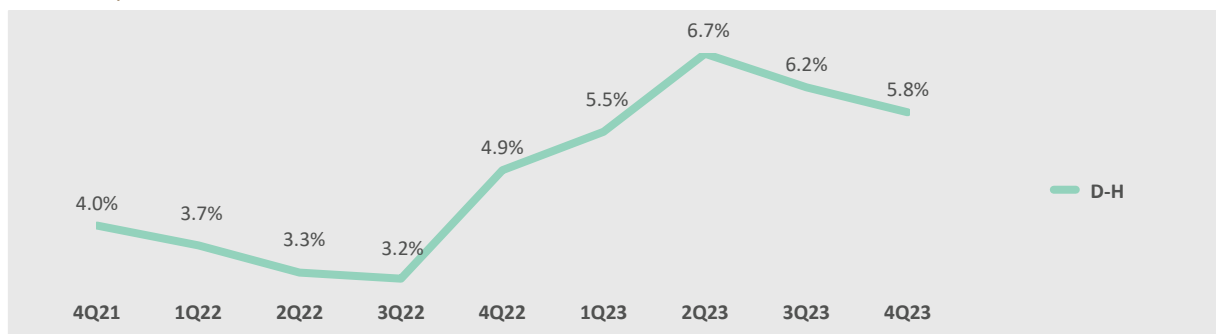
### Loan Loss Provision (Brazilian Central Bank Resolution No. 2682)

R\$ million and % of loan portfolio (annualized)



### Loans Rated D-H (Brazilian Central Bank Resolution No. 2682)

% of loan portfolio



By the end of the fourth quarter of 2023, the total balance of renegotiated credits reached R\$164.8 million – equivalent to 0.7% of the Loan Portfolio (2,682).

## Guarantees Issued

### Guarantees Issued Portfolio by Maturity

The table below provides a breakdown of the Guarantees Issued by maturity:

Guarantees Issued Portfolio by Maturity (R\$ million)	Dec/23	% of Portfolio	Sep/23	% of Portfolio	Dec/22	% of Portfolio
Until 3 months	3,335	29.4%	2,949	26.4%	2,948	25.7%
3 to 12 months	3,651	32.2%	4,605	41.3%	5,308	46.3%
1 to 3 years	2,987	26.4%	2,693	24.1%	2,860	25.0%
Above 3 years	1,355	12.0%	912	8.2%	344	3.0%
<b>Total</b>	<b>11,328</b>	<b>100.0%</b>	<b>11,159</b>	<b>100.0%</b>	<b>11,460</b>	<b>100.0%</b>

### Guarantees Issued Portfolio Ratings (Brazilian Central Bank Resolution No. 2682)

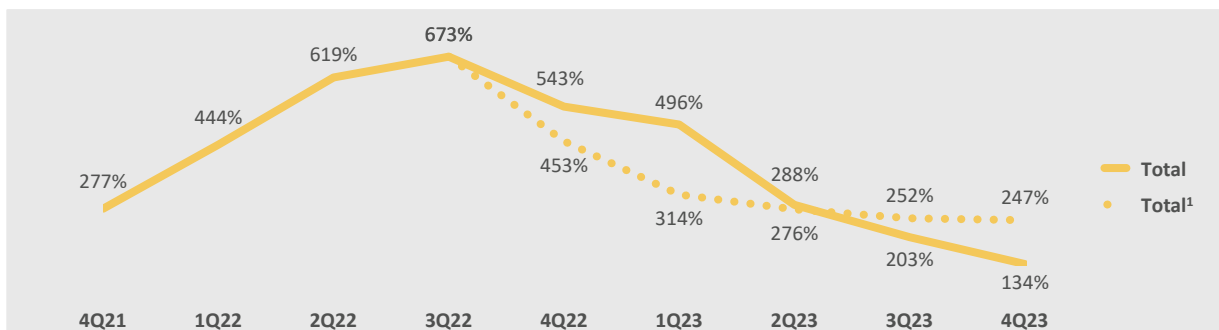
By the end of 4Q23, the **Guarantees Issued Portfolio** reached **R\$11.3 billion**, with a balance of R\$50.2 million in provisions.

Guarantees Issued Portfolio Ratings (R\$ million)	Dec/23	% of Portfolio	Sep/23	% of Portfolio	Dec/22	% of Portfolio	Provision Dec/23
AA	9,667	85.3%	9,439	84.6%	7,899	68.9%	6.6
A	801	7.1%	838	7.5%	1,957	17.1%	5.0
B	332	2.9%	334	3.0%	1,040	9.1%	5.1
C	347	3.1%	356	3.2%	454	4.0%	14.2
D	174	1.5%	142	1.3%	32	0.3%	17.4
E	6	0.1%	50	0.5%	77	0.7%	1.8
F	0	0.0%	0	0.0%	0	0.0%	0.0
G	0	0.0%	0	0.0%	0	0.0%	0.0
H	0	0.0%	0	0.0%	0	0.0%	0.0
<b>Total</b>	<b>11,328</b>	<b>100.0%</b>	<b>11,159</b>	<b>100.0%</b>	<b>11,460</b>	<b>100.0%</b>	<b>50.2</b>
AA-C	11,148	98.4%	10,966	98.3%	11,351	99.0%	
D-H	180	1.6%	192	1.7%	109	1.0%	

## Portfolio Performance

### Coverage Ratio (loan portfolio)

Loan Loss Reserve/Loans Overdue More Than 90 Days



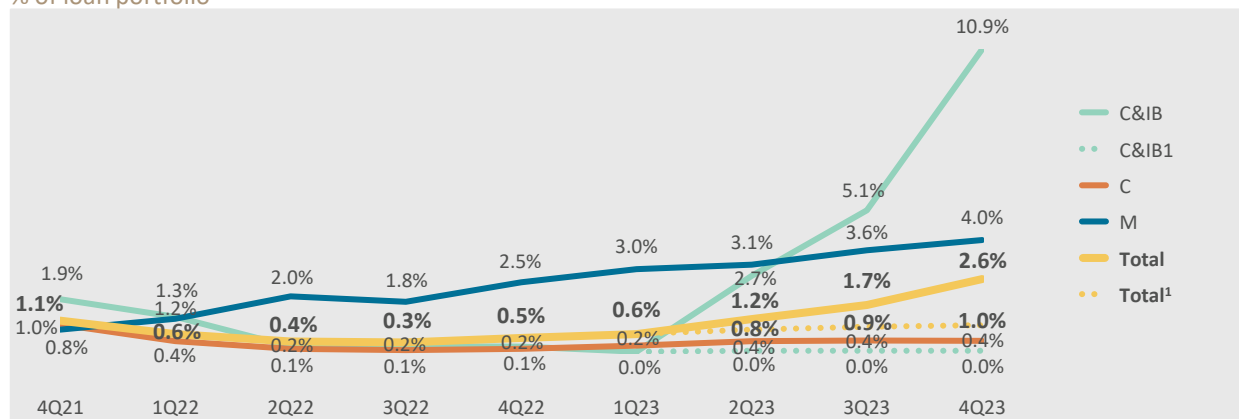
<sup>1</sup>Excluding the effect of an isolated case in the C&IB segment, currently under Chapter 11.

# EARNINGS RELEASE

## 4<sup>rd</sup> Quarter and Full Year of 2023

### Loans Overdue More Than 90 Days (falling due and overdue installments)

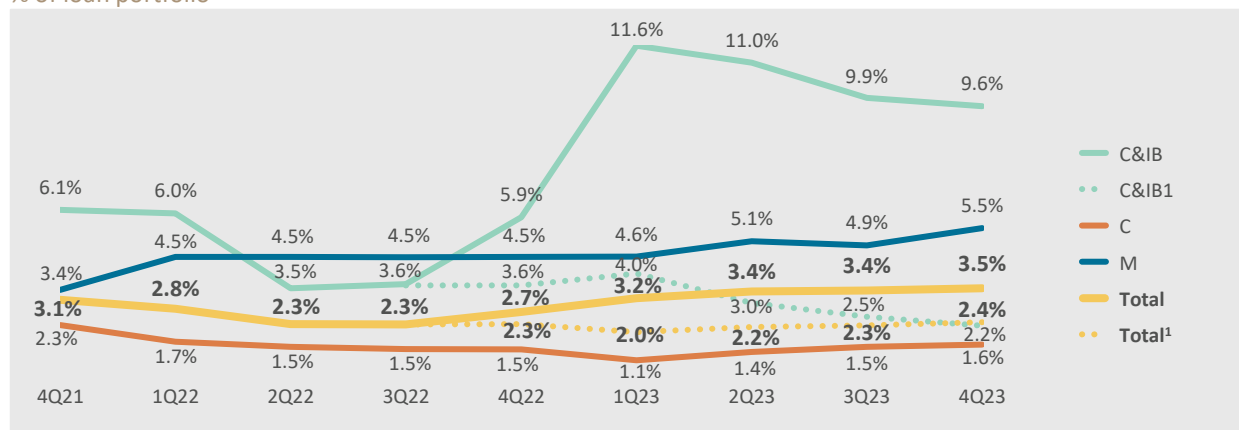
% of loan portfolio



<sup>1</sup>Excluding the effect of an isolated case in the C&IB segment, currently under Chapter 11.

### Loan Loss Reserve<sup>2</sup>

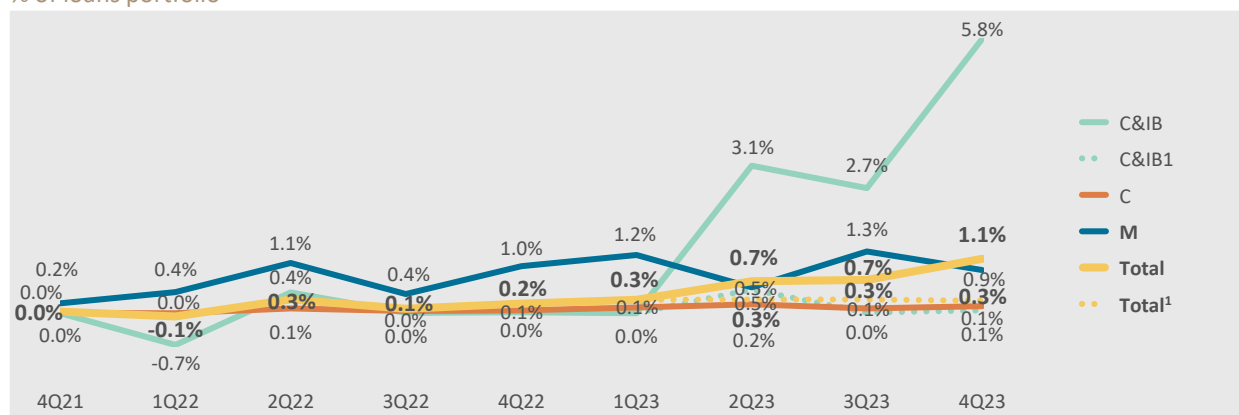
% of loan portfolio



<sup>1</sup>Excluding the effect of an isolated case in the C&IB segment, currently under Chapter 11.

### NPL Creation<sup>3</sup> (loans overdue more than 90 days)

% of loans portfolio



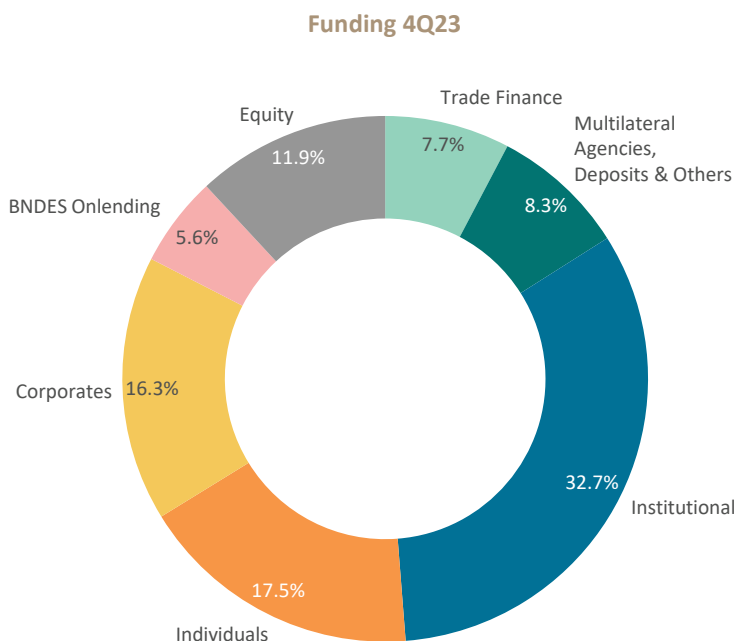
<sup>1</sup>Excluding the effect of an isolated case in the C&IB segment, currently under Chapter 11.

<sup>2</sup> C&IB and Corporate provision balances include additional provision.

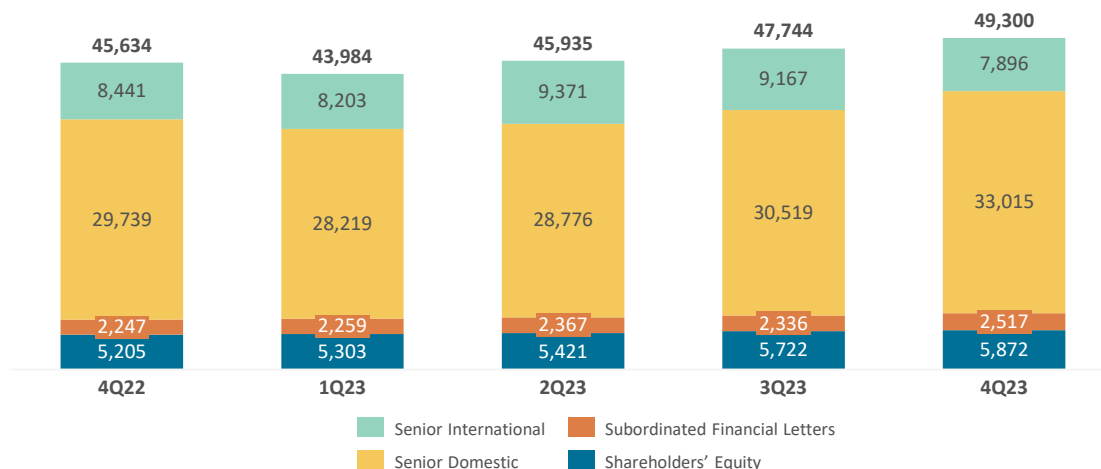
<sup>3</sup> Defined as the credit portfolio more than 90 days overdue during the quarter, added by write-offs.

## Funding

The chart below shows the funding breakdown by investor profile.



## Funding Evolution



By the end of December 2023, funding balance reached R\$49.3 billion, an increase of 3.3% in the quarter and of 8.0% in 12 months. Diversification of funding lines and broad access to local and international markets, under competitive conditions, continue to be one of the pillars of the sustainability of our business.

# EARNINGS RELEASE

## 4<sup>rd</sup> Quarter and Full Year of 2023

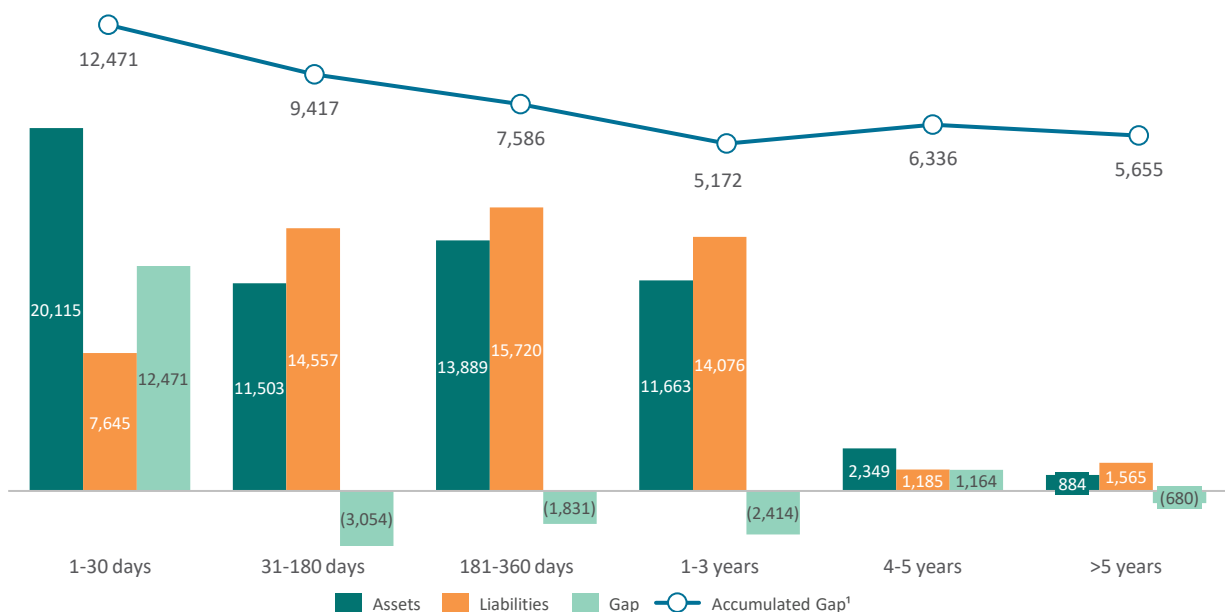
Funding (R\$ million)	Dec/23	% of Total	Sep/23	% of Total	Dec/22	% of Total
Demand Deposits	693	1.4%	503	1.1%	343	0.8%
Time Deposits	9,246	18.8%	7,705	16.1%	9,506	20.8%
LCA, LCI & COE <sup>1</sup>	5,630	11.4%	6,654	13.9%	6,360	13.9%
Financial Bills	14,176	28.8%	12,740	26.7%	10,991	24.1%
Subordinated Local Notes (Letras Financeiras)	2,015	4.1%	1,821	3.8%	1,742	3.8%
Interbank Deposits	533	1.1%	235	0.5%	505	1.1%
Borrowing and Onlending Obligations Abroad	7,896	16.0%	9,167	19.2%	8,441	18.5%
Borrowing and Onlending Obligations	2,738	5.6%	2,683	5.6%	2,033	4.5%
Perpetual Sub. Financial Notes	502	1.0%	515	1.1%	505	1.1%
<b>Subtotal (Funding with Third Parties)</b>	<b>43,428</b>	<b>88.1%</b>	<b>42,022</b>	<b>88.0%</b>	<b>40,428</b>	<b>88.6%</b>
Shareholders' Equity	5,872	11.9%	5,722	12.0%	5,205	11.4%
<b>Total</b>	<b>49,300</b>	<b>100.0%</b>	<b>47,744</b>	<b>100.0%</b>	<b>45,634</b>	<b>100.0%</b>

<sup>1</sup> LCA: Agriculture Credit Bills / LCI: Real State Credit Bills / COE: Structured Transactions Certificate

Funding with Third Parties by Maturity (R\$ million)	Dec/23	Sep/23	Chg (%)	Dec/22	Chg (%)
Until 3 months	10,928	9,554	14.4%	11,201	-2.4%
3 to 12 months	16,024	17,675	-9.3%	15,636	2.5%
1 to 3 years	12,885	11,240	14.6%	9,955	29.4%
Above 3 years	3,591	3,553	1.1%	3,636	-1.2%
<b>Total</b>	<b>43,428</b>	<b>42,022</b>	<b>3.3%</b>	<b>40,428</b>	<b>7.4%</b>

## Assets and Liabilities by Maturity

The strong discipline in assets and liabilities management is a key element in ABC Brasil's strategy, with positive cumulative cash positions in all maturities. In the fourth quarter of 2023, the net cash position up to 30 days was R\$12.5 billion, equivalent to 2.1x times the shareholders' equity.

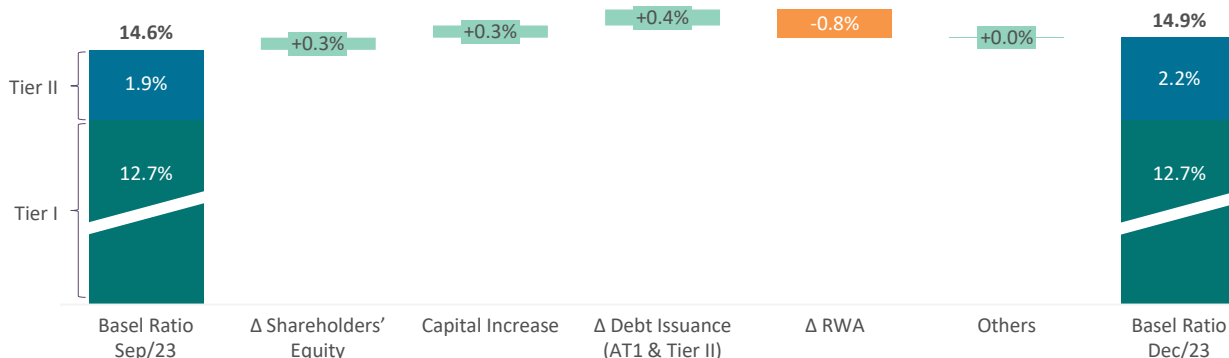


<sup>1</sup> Assuming Federal Government Securities liquid within 1-30 days, based on market prices, as they can be converted into cash through repurchase agreements or sold in the secondary market.



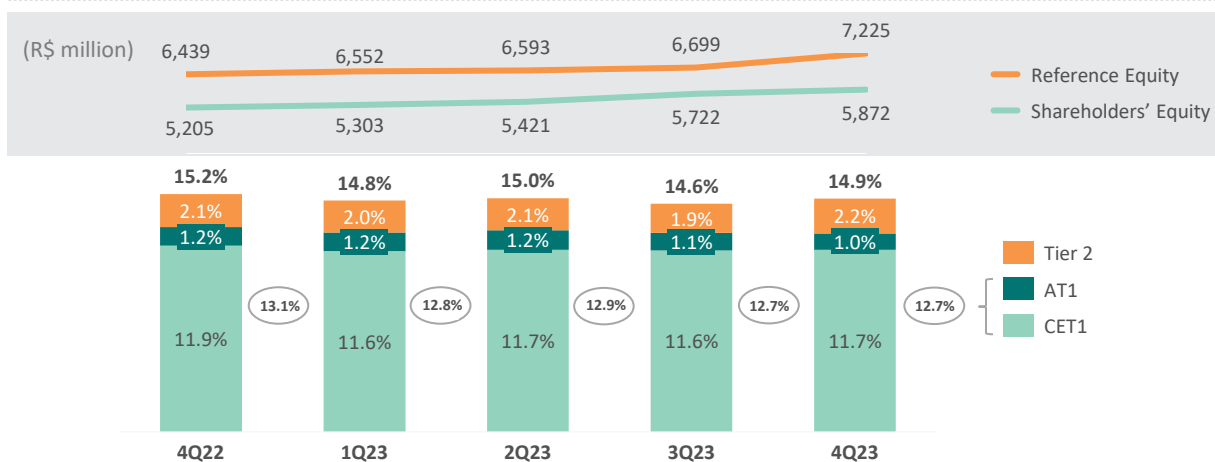
### Capital Adequacy

The Brazilian Central Bank regulations require banks to maintain a minimum total capital equivalent to 8.0% of Risk-Weighted Assets. Banco ABC Brasil's Basel Ratio is already in full compliance with Basel III rules. The chart and table below break down the bank's Basel Ratio variations in the quarter:



In this quarter, the **Basel Ratio** presented an increase of 30 basis points, resulted mainly from the 4Q23 earnings appropriation, from completion of the 1H23 capital increase and from subordinated debt issuances. This increase was partially offset by the provisions for dividend distribution, as well as by the increase of risk-weighted assets (RWA).

Evolution of Basel Ratio - 4Q23 (R\$ million)	Tier 1	Tier 2	Total	Risk Weighted Assets	BIS Ratio	Ratio Tier 1 / Reference Equity
September 30, 2023	5,839.5	859.5	6,699.1	45,823.0	14.6%	87.2%
Net Profit	231.5		231.5		0.5%	
Interest on Capital (IOC) Distributed	(83.7)		(83.7)		-0.2%	
Capital Increase	157.1		157.1		0.3%	
Basel III Subordinated Debt Issuance	(12.1)	220.1	208.0		0.4%	
Others	13.4		13.4		0.0%	
Change in Risk Weighted Assets				2,523.1	-0.8%	
December 31, 2023	6,145.7	1,079.6	7,225.3	48,346.1	14.9%	85.1%



In the 4Q23, the average exposure to market risk measured by the trading portfolio VaR reached R\$3.1 million (Value-at-Risk estimated through historical simulation method, with one-day time horizon and 99% confidence level).

## FINANCIAL HIGHLIGHTS AND INDICATORS

### Net Interest Income

The **Net Interest Income** reached R\$560.1 million in 4Q23, a decrease of 5.2% in relation to 3Q23, and an increase of 0.6% when compared to the same period of 2022. In the annual comparison, the expansion was 11.2%, presenting growth in all lines. The **Net Interest Income post-Provisions** presented a decrease of 1.6% in the quarter and an increase of 11.8% in relation to the same period of 2022.

(R\$ million)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
<b>Net Interest Income</b>	<b>560.1</b>	<b>591.0</b>	<b>-5.2%</b>	<b>557.0</b>	<b>0.6%</b>	<b>2,245.2</b>	<b>2,019.0</b>	<b>11.2%</b>
Shareholders' Equity Remunerated at CDI Rate	132.1	143.5	-8.0%	139.0	-5.0%	559.7	474.8	17.9%
Financial Margin with Clients	343.0	348.7	-1.6%	335.4	2.3%	1,364.2	1,250.5	9.1%
Financial Margin with Market	85.0	98.7	-13.9%	82.5	3.0%	321.3	293.6	9.4%
Provision Expenses	(64.6)	(87.3)	-26.0%	(113.7)	-43.2%	(327.5)	(235.4)	39.1%
<b>Net Interest Income post-Provisions</b>	<b>495.5</b>	<b>503.6</b>	<b>-1.6%</b>	<b>443.3</b>	<b>11.8%</b>	<b>1,917.7</b>	<b>1,783.6</b>	<b>7.5%</b>

### Provisions

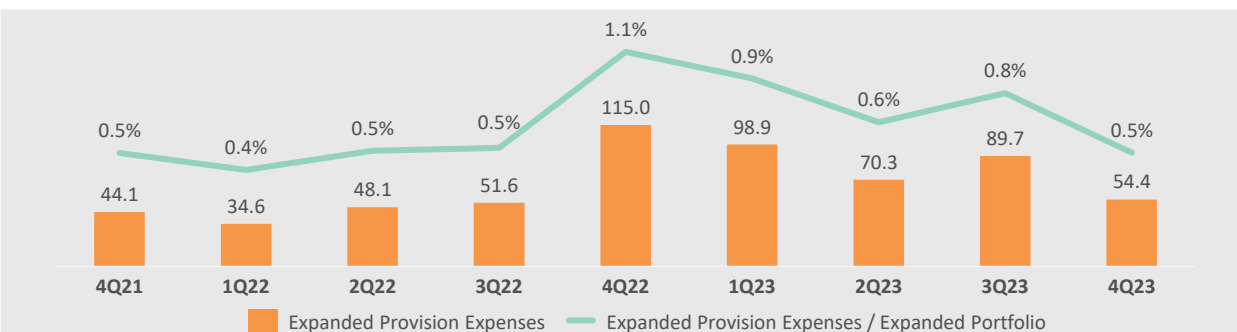
**Expanded Provision Expenses** for 4Q23 presented a decrease of 39.4% when compared to the 3Q23, and of 52.7% when compared to the same period of 2022, resulted primarily from the reversal of Provisions for the Devaluation of Securities (PDS), as well as of Guarantees Issued (PGI). **Expanded Provision Expenses** were equivalent 0.5% of the **Expanded Portfolio** in 4Q23, a reduction of 35 basis points in relation to the previous quarter, and of 59 basis points when compared to the same period of 2022.

Provision Expenses (R\$ million)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
Loan Loss Provision (LLP) <sup>1</sup>	(88.5)	(68.3)	29.5%	(119.2)	-25.8%	(330.4)	(230.0)	43.6%
Provision for the Devaluation of Securities (PDS)	20.9	(24.6)	-185.2%	0.2	8868.1%	(18.5)	(16.4)	12.5%
Credit Recoveries	2.9	5.5	-47.6%	5.2	-44.5%	21.4	11.0	93.4%
<b>Provision Expenses</b>	<b>(64.6)</b>	<b>(87.3)</b>	<b>-26.0%</b>	<b>(113.7)</b>	<b>-43.2%</b>	<b>(327.5)</b>	<b>(235.4)</b>	<b>39.1%</b>
Provision for Guarantees Issued (PGI)	11.2	(0.9)	-1306.8%	1.4	680.5%	18.0	4.2	326.2%
Provision for Assets not for Own Use (BNDU)	(1.0)	(1.5)	-32.6%	(2.7)	-63.7%	(3.9)	(18.1)	-78.2%
<b>Expanded Provision Expenses</b>	<b>(54.4)</b>	<b>(89.7)</b>	<b>-39.4%</b>	<b>(115.0)</b>	<b>-52.7%</b>	<b>(313.4)</b>	<b>(249.3)</b>	<b>25.7%</b>
Expanded Credit Portfolio	46,380.7	43,693.1	6.2%	43,255.4	7.2%	46,380.7	43,255.4	7.2%
<b>Expanded Provision / Expanded Portfolio (Annualized)</b>	<b>0.5%</b>	<b>0.8%</b>	<b>(35) bps</b>	<b>1.1%</b>	<b>(59) bps</b>	<b>0.9%</b>	<b>0.8%</b>	<b>13 bps</b>

<sup>1</sup> Includes Credit Recovery Costs

### Expanded Provisions Expenses

R\$ million and % of the expanded portfolio (annualized)



# EARNINGS RELEASE

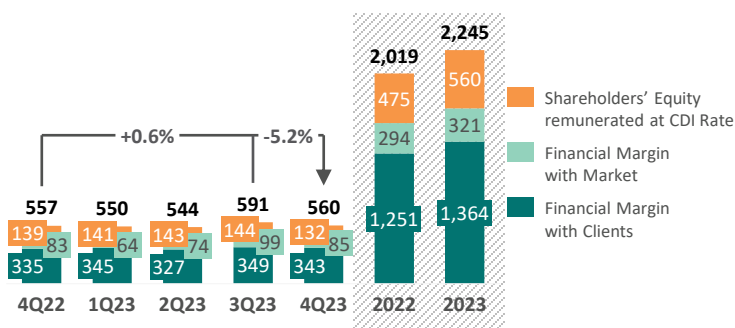
## 4<sup>rd</sup> Quarter and Full Year of 2023

### NIM

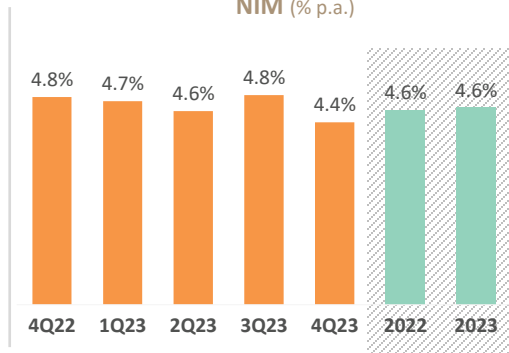
The NIM (Net Interest Margin) reached 4.4% p.a. in the 4Q23, a decrease of 37 basis points when compared to the previous quarter and of 34 basis points in relation to the same period of 2022. Comparing 2023 with the previous year, the NIM remained stable at 4.6%, a higher level compared to recent periods.

(R\$ million)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
Net Interest Income pre-Provisions (A)	560.1	591.0	-5.2%	557.0	0.6%	2,245.2	2,019.0	11.2%
Loans (Average)	24,469	23,801	2.8%	25,703	-4.8%	24,241	24,385	-0.6%
Other Interest Earning Assets (Average)	25,926	25,305	2.5%	20,834	24.4%	24,093	19,385	24.3%
Average Interest Earning Assets (B)	50,395	49,106	2.6%	46,537	8.3%	48,334	43,770	10.4%
<b>Net Interest Margin (% pa) (A/B)</b>	<b>4.4%</b>	<b>4.8%</b>	<b>(37) bps</b>	<b>4.8%</b>	<b>(34) bps</b>	<b>4.6%</b>	<b>4.6%</b>	<b>3 bps</b>

Net Interest Income (R\$ million)



NIM (% p.a.)

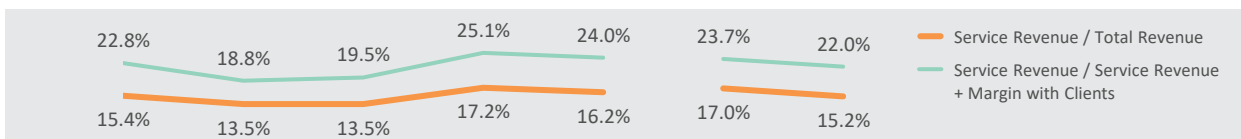


### Service Revenues

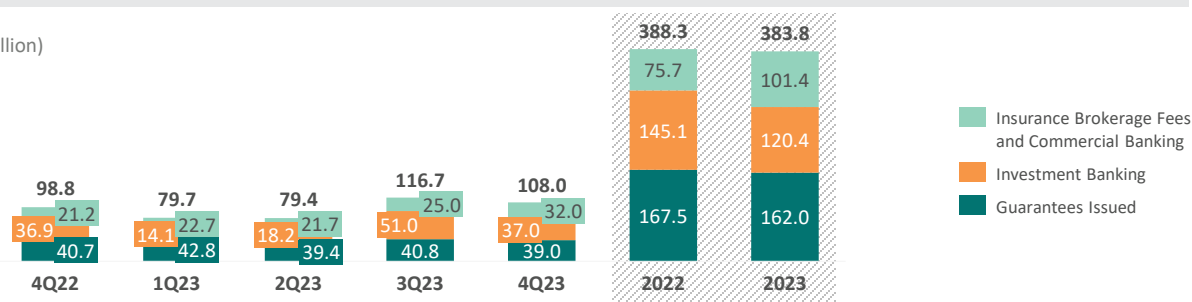
Services Revenues reached R\$108 million in 4Q23 – again above the R\$100 million mark – a 7.5% decrease when compared to the previous quarter, and a 9.3% increase when compared to the same period of 2022. The highlight was the **Insurance Brokerage Fees and Commercial Banking** line, growing 33.9% in 2023.

Service Revenues (R\$ million)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
Guarantees Issued	39.0	40.8	-4.3%	40.7	-4.2%	162.0	167.5	-3.3%
Investment Banking	37.0	51.0	-27.4%	36.9	0.2%	120.4	145.1	-17.0%
Insurance Brokerage Fees and Commercial Banking	32.0	25.0	28.2%	21.2	51.1%	101.4	75.7	33.9%
<b>Total</b>	<b>108.0</b>	<b>116.7</b>	<b>-7.5%</b>	<b>98.8</b>	<b>9.3%</b>	<b>383.8</b>	<b>388.3</b>	<b>-1.2%</b>

The chart below presents the Service Revenues evolution. In the 4Q23, Service Revenues accounted for 16.2% of total revenues.



(R\$ million)



# EARNINGS RELEASE

## 4<sup>th</sup> Quarter and Full Year of 2023



### Personnel, Administrative and Profit-Sharing Expenses

**Personnel, Other Administrative and Profit Sharing Expenses** reached R\$247.8 million in the fourth quarter of 2023, a decrease of 4.5% over the previous quarter, and an increase of 2.5% over the same period of 2022. The table below presents the changes in expenses, by type:

Expenses (R\$ million)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
Personnel Expenses	(117.5)	(111.9)	5.0%	(103.1)	13.9%	(447.8)	(379.0)	18.2%
Other Administrative Expenses	(59.4)	(63.5)	-6.4%	(65.2)	-9.0%	(240.1)	(221.3)	8.5%
<b>Subtotal</b>	<b>(176.9)</b>	<b>(175.3)</b>	<b>0.9%</b>	<b>(168.4)</b>	<b>5.1%</b>	<b>(687.8)</b>	<b>(600.2)</b>	<b>14.6%</b>
Profit Sharing	(70.9)	(84.3)	-15.8%	(73.3)	-3.3%	(284.8)	(276.5)	3.0%
<b>Total</b>	<b>(247.8)</b>	<b>(259.6)</b>	<b>-4.5%</b>	<b>(241.7)</b>	<b>2.5%</b>	<b>(972.7)</b>	<b>(876.7)</b>	<b>10.9%</b>
Employees	1,257	1,228	2.4%	1,196	5.1%	1,257	1,196	5.1%

### Operating Income

**Operating Income** reached R\$426.6 million in the fourth quarter of 2023, an increase of 1.5% in relation to the third quarter of 2023, and of 18.0% in relation to the same period in 2022. Follows below the Operating Income breakdown:

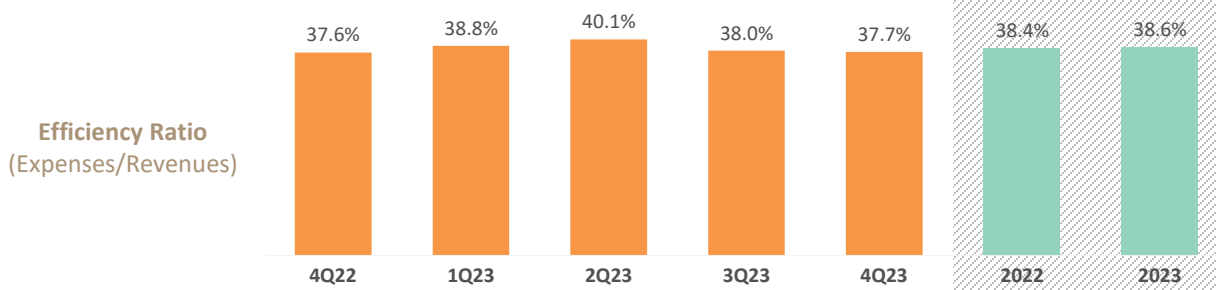
(R\$ million)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
Managerial Net Interest Income	560.1	591.0	-5.2%	557.0	0.6%	2,245.2	2,019.0	11.2%
Provision Expenses	(64.6)	(87.3)	-26.0%	(113.7)	-43.2%	(327.5)	(235.4)	39.1%
<b>Managerial Net Interest Income post-Provisions</b>	<b>495.5</b>	<b>503.6</b>	<b>-1.6%</b>	<b>443.3</b>	<b>11.8%</b>	<b>1,917.7</b>	<b>1,783.6</b>	<b>7.5%</b>
<b>Service Fees</b>	<b>108.0</b>	<b>116.7</b>	<b>-7.5%</b>	<b>98.8</b>	<b>9.3%</b>	<b>383.8</b>	<b>388.3</b>	<b>-1.2%</b>
Personnel & Other Administrative Expenses	(176.9)	(175.3)	0.9%	(168.4)	5.1%	(687.8)	(600.2)	14.6%
Tax & Other Operating Expenses	(0.0)	(24.9)	-99.9%	(12.2)	-99.8%	(91.1)	(119.2)	-23.6%
<b>Operating Income</b>	<b>426.6</b>	<b>420.1</b>	<b>1.5%</b>	<b>361.6</b>	<b>18.0%</b>	<b>1,522.6</b>	<b>1,452.5</b>	<b>4.8%</b>

### Efficiency

The **Efficiency Ratio** ended 2023 at 38.6%, slightly above the Guidance of 36-38% for the year, but with an improving trend in the fourth quarter, which ended at 37.7%. This figure was the result of both a significant slowdown in expenses – with an increase of 10.9% year-over-year, and a decrease of 4.5% over the previous quarter – as well as a less dynamic performance in revenues, which had an increase of 10.3% year-over-year. This performance is due both to: (i) lower portfolio growth, reflecting lower credit demand from companies, and (ii) a weaker Investment Banking performance in the first half of 2023. We expect that the business environment in 2024 results in revenues growth closer to historic levels.

(R\$ million)	4Q23	3Q23	4Q23x3Q23	4Q22	4Q23x4Q22	2023	2022	2023x2022
<b>Efficiency Ratio (A/B)</b>	<b>37.7%</b>	<b>38.0%</b>	<b>(24) bps</b>	<b>37.6%</b>	<b>8 bps</b>	<b>38.6%</b>	<b>38.4%</b>	<b>21 bps</b>
<b>Expenses (A)</b>	<b>(247.8)</b>	<b>(259.6)</b>	<b>-4.5%</b>	<b>(241.7)</b>	<b>2.5%</b>	<b>(972.7)</b>	<b>(876.7)</b>	<b>10.9%</b>
Personnel	(117.5)	(111.9)	5.0%	(103.1)	13.9%	(447.8)	(379.0)	18.2%
Other Administrative	(59.4)	(63.5)	-6.4%	(65.2)	-9.0%	(240.1)	(221.3)	8.5%
Profit Sharing	(70.9)	(84.3)	-15.8%	(73.3)	-3.3%	(284.8)	(276.5)	3.0%
<b>Revenues (B)</b>	<b>656.9</b>	<b>683.8</b>	<b>-3.9%</b>	<b>642.2</b>	<b>2.3%</b>	<b>2,519.9</b>	<b>2,283.9</b>	<b>10.3%</b>
Net Interest Income pre-Provisions <sup>1</sup>	560.1	591.0	-5.2%	557.0	0.6%	2,245.2	2,019.0	11.2%
Service Fees	108.0	116.7	-7.5%	98.8	9.3%	383.8	388.3	-1.2%
Tax Expenses	(27.1)	(24.1)	12.6%	(33.8)	-19.8%	(100.7)	(103.4)	-2.6%
Other Revenues/(Expenses) pre-Provisions <sup>1</sup>	15.9	0.1	10655.0%	20.2	-21.4%	(8.4)	(20.0)	-57.9%

<sup>1</sup>Does not include Loan Loss Provision (LLP), Provision for the Devaluation of Securities (PDS), Provision for Guarantees Issued (PGI), and Credit Recoveries.



### Geographical Footprint

Currently, Banco ABC Brasil has geographical footprint in 52 Brazilian cities:

Cities/Regions	
South	Blumenau
	Cascavel
	Caxias do Sul
	Chapecó
	Criciúma
	Curitiba
	Florianópolis
	Joinville
	Londrina
	Novo Hamburgo
	Passo Fundo
	Pato Branco
	Ponta Grossa
	Porto Alegre
	Southeast
Americana	
Araçatuba	
Araraquara	
Barueri	
Belo Horizonte	
Campinas	
Divinópolis	
Guarulhos	
Indaiatuba	
Ipatinga	
Juiz de Fora	
Jundiá	
Marília	
Mogi das Cruzes	
Presidente Prudente	
Center-West	Ribeirão Preto
	Rio das Ostras
	Rio de Janeiro
	São José do Rio Preto
	São José dos Campos
	São Paulo
	Taubaté
	Teresópolis
	Uberlândia
	Vitória
Northeast	Fortaleza
	Recife
	Salvador



Ratings	Local Global		Sovereign
	Local	Global	
<b>S&amp;P Global</b>	brAAA	BB	BB
<b>FitchRatings</b>	AAA(bra)	BB	BB
<b>MOODY'S</b>	AA+.Br	Ba2	Ba2

## Guidance 2023

	Reviewed Guidance 2023	Performed 2023
<b>Expanded Credit Portfolio<sup>1</sup> Growth</b>	4% to 8%	7.2%
<b>Middle Segment Expanded Credit Portfolio Growth</b>	5% to 15%	2.5%
<b>Expenses Growth</b> (Personnel, Other Administrative and Profit Sharing)	10% to 15%	10.9%
<b>Efficiency Ratio</b> (Expenses/Income)	35% to 38%	38.6%

ABC Brasil closed 2023 with an **Expanded Credit Portfolio** annual increase of 7.2%, on the high-end of the reviewed guidance for the year, between 4% and 8%. This performance was supported by the **Corporate** segment expansion – with an increase of 12.1% in 12 months. The **Middle** segment ended 2023 with a 2.5% growth, mainly reflecting an environment of higher interest rates, which required a more prudent approach to lending.

Regarding **Expenses**, ABC Brasil ended 2023 with an increase of 10.9%, at the lower end of the reviewed Guidance, between 10% to 15% – result of a lower headcount expansion, as well as of the beginning of the capture of economies of scale, benefiting from the implementation initiatives generate productivity gains.

Finally, the **Efficiency Ratio** ended 2023 at 38.6%, slightly above the 36-38% Guidance, influenced by lower revenue growth, which expanded by 10.3% in the year. We attribute this lower dynamism both to a lower portfolio growth, reflecting lower credit demand from companies, and to a weaker performance of the Investment Bank during the first half of the year.

<sup>1</sup> Includes: Loans, Guarantees Issued and Private Securities.

**Guidance 2024**

	<b>Guidance 2024</b>
<b>Expanded Credit Portfolio<sup>1</sup> Growth</b>	10% to 15%
<b>Middle Segment Expanded Credit Portfolio Growth</b>	15% to 25%
<b>Expenses Growth</b> (Personnel, Other Administrative and Profit Sharing)	9% to 14%
<b>Efficiency Ratio</b> (Expenses/Income)	36% to 38%

For 2024, we expect an increase in the **Expanded Credit Portfolio** between 10% to 15%, benefiting from a 15% to 25% **Middle Segment** annual expansion.

Regarding **Expenses (Personnel, Other Administrative and Profit Sharing)**, the 2024 guidance assumes an increase between 9% and 14%. Therefore, we expect lower expenses growth and the continuity of revenues expansion in 2024, as our business gains scale, new initiatives mature, and operational leverage is captured. This is the rationale for the guidance of the **Efficiency Ratio**, between 36% to 38% for 2024, assuming a gradual improvement over the course of the year.

*This guidance contains forward-looking statements that are subject to risks and uncertainties, as they are based on Management's expectations and assumptions and on market information available to this date.*

<sup>1</sup> Includes: Loans, Guarantees Issued and Private Securities.

### ESG

2023 was marked by important advances in the ESG Agenda, highlighting ABC Brasil's commitment to sustainability and social responsibility. In line with the strategy of fostering sustainable business, ABC Brasil published the **Sustainable Finance Framework**, which received a second opinion from a specialized independent consultancy. In addition, the Bank issued more than R\$350 million in Social Finance Bills.

ABC Brasil also finalized the assessment of its **financed emissions**. The objective of this action was to support the development of the Bank's climate strategy and develop a decarbonization plan. The focus is to offer sustainable products to support clients in the transition process to a low-carbon economy. Also, the Bank was ranked as the Best ESG Program in the Financials Banks - Small Cap category by *Institutional Investor* and was also awarded for its social impact, being recognized as one of the companies that most supported units from the **Institute for Social Opportunity (IOS)**.

### PERFORMANCE ON THE STOCK EXCHANGE

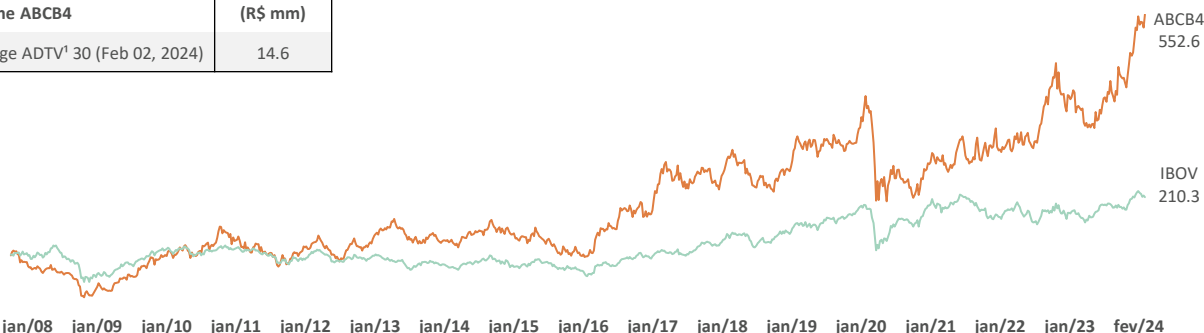
#### Ownership Breakdown

Shareholders	February 5th, 2024				December 31th, 2023			
	Common Shares	Preferred Shares	Total	%	Common Shares	Preferred Shares	Total	%
Marsau Uruguay Holdings (Bank ABC) Management <sup>1</sup>	119,010,270	28,907,187	147,917,457	62.4%	119,010,270	28,907,187	147,917,457	62.4%
Free-float	240	12,387,054	12,387,294	5.2%	240	12,540,456	12,540,696	5.3%
Total (ex-Treasury)	0	72,245,617	72,245,617	30.5%	0	72,092,215	72,092,215	30.4%
Treasury Shares	119,010,510	113,539,858	232,550,368	98.1%	119,010,510	113,539,858	232,550,368	98.1%
Total	0	4,385,728	4,385,728	1.9%	0	4,385,728	4,385,728	1.9%
<b>Total</b>	<b>119,010,510</b>	<b>117,925,586</b>	<b>236,936,096</b>	<b>100.0%</b>	<b>119,010,510</b>	<b>117,925,586</b>	<b>236,936,096</b>	<b>100.0%</b>

<sup>1</sup> Management includes Company Executives, members of the Board and related persons to Banco ABC Brasil and affiliates companies.

#### ABCB4 Volume and Performance

Volume ABCB4	(R\$ mm)
Average ADTV <sup>1</sup> 30 (Feb 02, 2024)	14.6

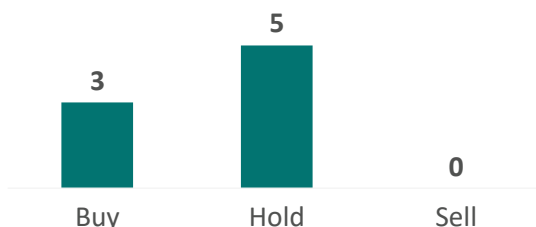


Source: Economática (series adjusted for dividends).

<sup>1</sup> Average of the last 30 trading days.

#### Sell-Side Analysts Recommendation

Data-base: Feb 05, 2024





## FINANCIAL STATEMENTS

### Balance Sheet

#### Consolidated

ASSETS (R\$ million)	Dec/23	Sep/23	Dec/22
<b>CURRENT AND LONG TERM ASSETS</b>	<b>60,384.3</b>	<b>56,496.0</b>	<b>57,228.9</b>
Cash and Banks	647.0	106.9	329.9
Interbank Investments	5,092.9	5,311.4	6,149.4
Marketable Securities and Derivative Instruments	19,089.7	18,632.9	13,674.5
Derivative Instruments	2,846.1	2,329.4	2,284.6
Interbank Accounts	608.3	412.2	293.8
Lending Operations	23,062.3	22,440.1	24,676.9
Other Credits	8,881.9	7,084.1	9,643.7
Other Assets	156.1	178.8	176.3
<b>PERMANENT ASSETS</b>	<b>248.3</b>	<b>230.7</b>	<b>179.9</b>
Investments	5.3	5.3	10.4
Fixed Assets	31.8	31.6	22.6
Intangible	211.1	193.9	146.9
<b>TOTAL ASSETS</b>	<b>60,632.6</b>	<b>56,726.8</b>	<b>57,408.8</b>
LIABILITIES (R\$ million)	Dec/23	Sep/23	Dec/22
<b>CURRENT AND LONG TERM LIABILITIES</b>	<b>54,747.2</b>	<b>51,003.5</b>	<b>52,201.4</b>
Demand Deposits	693.1	502.7	343.4
Interbank Deposits	533.3	235.2	504.6
Time Deposits	9,246.1	7,704.6	9,506.3
Money Market Funding	1,683.3	1,541.7	1,449.0
Funds from Acceptance and Issuance of Securities	19,805.2	19,393.5	17,351.7
Interbank Accounts	0.0	40.4	0.0
Interbranch Accounts	160.5	134.8	100.2
Foreign Borrowings	10,633.3	11,850.2	10,474.7
Derivative Financial Instruments	2,353.9	1,877.4	1,958.2
Other Liabilities	9,638.5	7,723.0	10,513.3
<b>SHAREHOLDERS' EQUITY</b>	<b>5,885.4</b>	<b>5,723.3</b>	<b>5,207.4</b>
Capital	4,472.1	4,472.1	4,315.0
Capital Reserves	82.5	72.5	57.3
Income Reserves	1,413.0	938.2	445.8
Equity Valuation Adjustment	-26.6	-16.7	-3.4
Treasury Shares	-69.3	-71.3	472.8
Retained Earnings	0.0	327.1	-82.2
Minority Interest	13.6	1.5	2.0
<b>TOTAL LIABILITIES</b>	<b>60,632.6</b>	<b>56,726.8</b>	<b>57,408.8</b>

# EARNINGS RELEASE

## 4<sup>rd</sup> Quarter and Full Year of 2023

### Income Statement Consolidated

Income Statement (R\$ million)	4Q23	3Q23	4Q22	2023	2022
<b>Income from Financial Intermediation</b>	<b>1,069.3</b>	<b>2,326.4</b>	<b>1,006.8</b>	<b>5,616.4</b>	<b>4,181.1</b>
Lending Operations	414.6	1,123.9	478.4	2,675.8	2,451.6
Marketable Securities	679.2	771.2	464.2	2,817.5	1,629.4
Gains (Losses) on Derivative Financial Instruments	61.9	314.8	158.6	298.7	132.6
Foreign Exchange Operations	(86.4)	116.5	(94.3)	(175.6)	(33.2)
<b>Expenses from Financial Intermediation</b>	<b>(704.2)</b>	<b>(1,916.3)</b>	<b>(631.0)</b>	<b>(4,087.8)</b>	<b>(2,607.7)</b>
Funding Expenses	(909.6)	(1,021.6)	(869.7)	(3,704.8)	(2,979.8)
Borrowings and Onlendings	288.6	(826.4)	357.9	(58.0)	602.2
Allowance for Loan Losses	(83.1)	(68.3)	(120.3)	(325.6)	(230.4)
Allowance for Loan Losses - Exchange Rate Variation on Credit Assignment Operations	0.0	(0.0)	1.1	0.6	0.4
<b>Gross Income From Financial Intermediation</b>	<b>365.1</b>	<b>410.1</b>	<b>375.8</b>	<b>1,528.7</b>	<b>1,573.4</b>
<b>Other Operating Income (Expenses)</b>	<b>(87.6)</b>	<b>(105.7)</b>	<b>(102.8)</b>	<b>(467.8)</b>	<b>(405.1)</b>
Income from Services Rendered	110.4	120.2	100.3	395.7	401.9
Personnel Expenses	(129.2)	(120.1)	(109.5)	(477.2)	(404.7)
Other Administrative Expenses	(80.5)	(77.8)	(77.2)	(303.4)	(263.1)
Taxes	(49.1)	(36.2)	(38.3)	(136.6)	(112.3)
Other Operating Income	61.7	12.2	4.3	85.5	7.8
Other Operating Expense	(0.9)	(4.0)	17.6	(31.9)	(34.7)
<b>Operating Income</b>	<b>277.5</b>	<b>304.4</b>	<b>273.1</b>	<b>1,060.9</b>	<b>1,168.3</b>
Non-Operating Income (Loss)	4.2	(0.7)	1.3	4.0	0.7
<b>Income Before Taxes And Profit Sharing</b>	<b>281.7</b>	<b>303.7</b>	<b>274.4</b>	<b>1,064.9</b>	<b>1,169.0</b>
Income Tax and Social Contribution	24.2	1.5	(9.5)	59.7	(115.5)
Variable Compensation	(63.3)	(76.1)	(67.0)	(259.5)	(250.8)
Minority Interest	(11.2)	(1.0)	(0.7)	(13.5)	(2.5)
<b>Net Income</b>	<b>231.5</b>	<b>228.2</b>	<b>197.3</b>	<b>851.6</b>	<b>800.2</b>

