

Quarterly Information - ITR

Banco ABC Brasil S.A.

September 30, 2023

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Company Information / Capital Composition

Number of shares (Units)	Current quarter 09/30/2023
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Paid-up capital	
Common	113,445,475
Preferred	112,644,643
Total	226,090,118
Treasury shares	
Common	-
Preferred	4,509,546
Total	4,509,546

Release: 1

A free translation from Portuguese into English of the Quarterly Financial Information (ITR) prepared in Brazilian currency and in accordance with accounting practices adopted in Brazil applicable to institutions authorized to operate by the Brazilian Central Bank and presented according with the standards issued by the Brazilian Securities Exchange Commission - CVM and Central Bank of Brazil

Individual financial statements / Balance sheet - Assets (In thousands of reais)

Code	Description	Current quarter 09/30/2023	Year ended 12/31/2022
1	Total assets	55,908,366	56,768,457
1.01	Cash and Cash Equivalents	4,925,254	5,229,895
1.01.01	Cash	106,678	329,813
1.01.02	Liquidity applications	4,818,576	4,900,082
1.01.02.01	Open market applications	4,496,711	4,061,240
1.01.02.03	Foreign currency applications	321,865	838,842
1.02	Financial Assets	44,095,501	41,791,597
1.02.02	Financial assets measured at fair value through profit or loss	5,029,520	4,684,657
1.02.02.01	Marketable securities	3,454,075	3,003,669
1.02.02.02	Derivatives	1,575,445	1,680,988
1.02.03	Financial assets measured at fair value through other comprehensive income	13,161,750	8,045,889
1.02.03.01	Marketable securities	13,161,750	8,045,889
1.02.04	Financial assets measured at amortized cost	25,904,231	29,061,051
1.02.04.01	Interbank investments	281,854	724,751
1.02.04.02	Open market application	211,010	524,518
1.02.04.03	Marketable securities	2,167,029	2,397,689
1.02.04.04	Loans	23,244,338	25,414,093
1.03	Taxes	1,089,264	1,039,857
1.03.03	Others	1,089,264	1,039,857
1.03.03.01	Deferred tax assets	1,089,264	1,039,857
1.04	Other credits	4,670,935	7,737,823
1.04.03	Others	4,670,935	7,737,823
1.04.03.01	Interbank accounts	412,221	293,766
1.04.03.02	Trading and intermediation of securities	405,634	613,223
1.04.03.03	Receivables	20,913	23,950
1.04.03.04	Prepaid expenses	17,913	18,838
1.04.03.05	Others	160,917	157,415
1.04.03.06	Sundry	209,578	218,175
1.04.03.07	Foreign exchange portfolio	4,263,359	7,106,059
1.04.03.08	Allow ance for loan losses	(819,600)	(693,603)
1.05	Investments	901,990	799,785
1.05.03	Investments in subsidiaries	896,665	789,368
1.05.05	Other investments	5,325	10,417
1.06	Fixed assets	31,553	22,639
1.06.01	Other fixed assets	93,096	78,093
1.06.03	Accumulated depreciation	(61,543)	(55,454)
1.07	Intangible	193,869	146,861
1.07.01	Intangible assets	312,031	241,847
1.07.03	Accumulated amortization	(118,162)	(94,986)

Individual financial statements / Balance sheet - Liabilities

(In thousands of reais)

Code	Description	Current quarter 09/30/2023	Year ended 12/31/2022
2	Total liabilities	55,908,366	56,768,457
2.01	Financial liabilities measured at fair value through profit or loss	1,294,044	1,459,819
2.01.10	Derivative financial instruments	1,294,044	1,459,819
2.02	Financial liabilities measured at amortized cost	43,582,807	41,973,977
2.02.01	Deposits	8,566,891	10,380,568
2.01.02	Money market funding	1,541,678	1,519,555
2.02.04	Others funds	33,474,238	30,073,854
2.02.04.01	Funds from acceptance and issue of securities	19,393,512	17,351,698
2.02.04.02	Borrowings and Onlending	11,744,875	10,474,740
2.02.04.03	Subordinated debts	2,335,851	2,247,416
2.03	Provisions	287,831	316,111
2.04	Tax liabilities	283,720	235,366
2.04.01	Deferred tax liabilities	283,720	235,366
2.05	Other liabilities	4,738,157	7,577,798
2.05.07	Foreign exchange portfolio	4,285,431	7,129,718
2.05.08	Interbank accounts	40,371	29
2.05.09	Interbranch accounts	134,777	100,200
2.05.10	Social and statutory	88,955	82,037
2.05.11	Taxes and social security	99,655	186,083
2.05.12	Trading and intermediation of securities	54,492	32,298
2.05.14	Others	34,476	47,433
2.07	Equity	5,721,807	5,205,386
2.07.01	Capital	4,472,130	4,315,017
2.07.01.01	Brazilian residents	1,102,272	1,052,046
2.07.01.02	Foreign residents	3,212,745	3,262,971
2.07.01.03	Capital increase	157,113	-
2.07.02	Capital reserve	1,179	(24,828)
2.07.04	Profit reserve	938,189	918,594
2.07.05	Retained earnings	327,052	-
2.07.08	Equity valuation adjustments	(16,743)	(3,397)

Individual financial statements / Income statement
(In thousands of reais)

Code	Description	Current quarter	Current year	Prior quarter	Prior year
		07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023	07/01/2022 to 09/30/2022	01/01/2022 to 09/30/2022
3.01	Income from financial intermediation	2,272,815	4,408,465	1,867,943	3,100,066
3.01.01	Lending operations	1,123,208	2,258,595	1,088,377	1,972,379
3.01.02	Gains (losses) on marketable securities operations	770,638	2,122,526	585,220	1,146,786
3.01.03	Gains (losses) on derivative financial instruments	262,437	116,521	49,825	(80,911)
3.01.04	Foreign exchange operations	116,532	(89,177)	144,521	61,167
3.01.05	Income from receivables acquired	-	-	-	645
3.02	Financial intermediation expenses	(1,915,892)	(3,386,951)	(1,485,704)	(1,986,823)
3.02.01	Funding expenses	(1,021,211)	(2,798,516)	(860,895)	(2,120,298)
3.02.02	Borrowings and onlendings	(826,354)	(346,525)	(571,900)	244,330
3.02.03	Allowance for loan losses	(68,316)	(242,475)	(51,876)	(110,149)
3.02.04	Allowance for loan losses - Exchange variation of CCL	(11)	565	(1,033)	(706)
3.03	Gross profit from financial intermediation	356,923	1,021,514	382,239	1,113,243
3.04	Other operating (expenses) / income	(73,946)	(291,009)	(72,736)	(248,932)
3.04.02	Income from services rendered	98,226	243,378	118,020	277,725
3.04.03	Personnel expenses	(114,120)	(337,413)	(102,346)	(290,309)
3.04.04	Other administrative expenses	(76,988)	(220,985)	(68,058)	(184,693)
3.04.05	Taxes	(27,689)	(69,203)	(24,216)	(66,180)
3.04.06	Other operating income	12,126	11,959	1,399	2,919
3.04.07	Other operating expenses	(2,876)	(15,779)	(23,788)	(47,677)
3.04.07.01	Others	(2,180)	(15,594)	(26,911)	(47,055)
3.04.07.02	Non-operating	(696)	(185)	3,123	(622)
3.04.08	Equity pickup from subsidiaries	37,375	97,034	26,253	59,283
3.05	Operating income	282,977	730,505	309,503	864,311
3.06	Provision for income and social contribution taxes	19,997	82,350	(18,714)	(79,302)
3.06.01	Current	33,215	92,203	(631)	24,707
3.06.02	Deferred	(13,218)	(9,853)	(18,083)	(104,009)
3.09	Income before taxes and profit sharing	302,974	812,855	290,789	785,009
3.10	Profit sharing / statutory contributions	(74,756)	(192,736)	(72,641)	(182,047)
3.10.1	Profit sharing	(74,756)	(192,736)	(72,641)	(182,047)
3.11	Net income for the period	228,218	620,119	218,148	602,962
	Earnings per share - Basic in R\$	1.03	2.80	0.99	2.74
	Earnings per share - Diluted in R\$	1.02	2.77	0.98	2.71

**Individual financial statements / Statement of comprehensive income
(In thousands of reais)**

Code	Description	Current quarter	Current year	Prior quarter	Prior year
		07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023	07/01/2022 to 09/30/2022	01/01/2022 to 09/30/2022
4.01	Net income for the period	228,218	620,119	218,148	602,962
4.02	Other comprehensive income / (loss)	(9,454)	(13,346)	13,248	(522)
4.02.01	Items that can subsequently be reclassified to profit or loss	(9,454)	(13,346)	13,248	(1,149)
4.02.01.01	Adjustments of financial instruments	(17,205)	(24,219)	24,121	(627)
4.02.01.02	Tax effects	7,751	10,873	(10,873)	(522)
4.04	Comprehensive income for the period	218,764	606,773	231,396	602,440

Individual financial statements / Statement of cash flow - Indirect method (In thousands of reais)

Description		Current year 01/01/2023 to 09/30/2023	Prior year 01/01/2022 to 09/30/2022
6.01	Net cash from operating activities	(206,476)	2,680,225
6.01.01	Cash generated by operating activities	681,693	1,091,062
6.01.01.01	Net income for the period	620,119	602,962
6.01.01.02	Adjustment to the net income	61,574	488,100
6.01.02	Changes in assets and liabilities	(888,169)	1,589,163
6.01.02.01	Interbank investments	760,281	794,179
6.01.02.02	Marketable securities and derivative financial instruments	(5,328,039)	(1,409,633)
6.01.02.03	Foreign exchange portfolio	(1,587)	(43,462)
6.01.02.04	Lending operations	2,312,781	(1,919,440)
6.01.02.05	Other assets	53,557	(574,269)
6.01.02.06	Other liabilities	69,003	21,551
6.01.02.07	Deposits	(1,813,677)	1,972,795
6.01.02.08	Open market funding	324,276	100,868
6.01.02.09	Borrowings and onlendings	753,520	(1,563,222)
6.01.02.10	Securities acceptance and issuance	2,041,814	4,250,122
6.01.02.11	Tax Paid	(60,098)	(40,326)
6.02	Net cash from investing activities	(81,120)	(60,082)
6.02.01	Acquisition of investments	(212,379)	(4,485)
6.02.02	Acquisition of fixed assets and intangible assets	(85,132)	(60,186)
6.02.03	Acquisition of assets not for own use	(13,166)	(48,303)
6.02.05	Disposal of investments	7,324	-
6.02.06	Disposal of assets not for own use	7,221	39,306
6.02.07	Allocations of reserves	15,128	13,586
6.03.08	Dividends received	112,605	-
6.03.09	Capital reduction	87,279	-
6.03	Net cash from financing activities	(17,045)	157,732
6.03.01	Subordinated debts	88,435	281,799
6.03.02	Debts instruments eligible for capital	-	90,697
6.03.03	Treasury shares	10,879	11,682
6.03.04	Capital increase	157,113	-
6.03.05	Interest on equity	(273,472)	(226,446)
6.05	Increase (decrease) in cash and cash equivalents	(304,641)	2,777,875
6.05.01	Cash and cash equivalents at beginning of the period	5,229,895	1,519,340
6.05.02	Cash and cash equivalents at end of the period	4,925,254	4,297,215

Individual financial statements / Statement of changes in equity - 01/01/2023 to 09/30/2023
(In thousands of reais)

Code	Description	Capital	Capital reserve and Treasury shares	Profit reserve	Comprehensive Income	Retained earnings	Total
5.01	Opening balance	4,315,017	(24,828)	918,594	(3,397)	-	5,205,386
5.03	Adjusted balance	4,315,017	(24,828)	918,594	(3,397)	-	5,205,386
5.04	Capital Transactions w ith Partners	157,113	10,879	-	-	(273,472)	(105,480)
5.04.01	Capital increase	157,113	-	-	-	-	157,113
5.04.04	Treasury shares	-	10,879	-	-	-	10,879
5.04.07	Interest on equity	-	-	-	-	(273,472)	(273,472)
5.05	Total Comprehensive Income	-	-	-	(13,346)	620,119	606,773
5.05.01	Net income of the period	-	-	-	-	620,119	620,119
5.05.02	Other comprehensive income	-	-	-	(13,346)	-	(13,346)
5.05.02.01	Adjustments of Financial Instruments	-	-	-	(13,346)	-	(13,346)
5.06	Internal Changes in Stockholders' Equity	-	15,128	19,595	-	(19,595)	15,128
5.06.01	Constitution of Reserves	-	15,128	19,595	-	(19,595)	15,128
5.06.01.01	Allocations of reserves - Management remuneration	-	15,128	-	-	-	15,128
5.06.01.02	Allocation - Legal reserve	-	-	19,595	-	(19,595)	-
5.7	Closing balance	4,472,130	1,179	938,189	(16,743)	327,052	5,721,807

Individual financial statements / Statement of changes in equity - 01/01/2022 to 09/30/2022
(In thousands of reais)

Code	Description	Capital	Capital reserve and Treasury shares	Profit reserve	Other Comprehensiv Income	Retained earnings	Total
5.01	Opening balance	4,315,017	(61,864)	426,522	(10,212)	-	4,669,463
5.03	Adjusted balance	4,315,017	(61,864)	426,522	(10,212)	-	4,669,463
5.04	Capital Transactions w ith Partners	-	11,682	-	-	(226,446)	(214,764)
5.04.04	Treasury shares	-	11,682	-	-	-	11,682
5.04.07	Interest on equity	-	-	-	-	(226,446)	(226,446)
5.05	Total Comprehensive Income	-	-	-	(522)	602,962	602,440
5.05.01	Net income of the period	-	-	-	-	602,962	602,962
5.05.02	Other comprehensive income	-	-	-	(522)	-	(522)
5.05.02.01	Adjustments of Financial Instruments	-	-	-	(522)	-	(522)
5.06	Internal Changes in Stockholders' Equity	-	13,586	19,241	-	(19,241)	13,586
5.06.01	Constitution of Reserves	-	13,586	19,241	-	(19,241)	13,586
5.06.01.01	Allocations of reserves - Management remuneration	-	13,586	-	-	-	13,586
5.06.01.02	Allocation - Legal reserve	-	-	19,241	-	(19,241)	-
5.7	Closing balance	4,315,017	(36,596)	445,763	(10,734)	357,275	5,070,725

Individual financial statements / Statement of value added (In thousands of reais)

Code	Description	Current year	Prior year
		01/01/2023 to 09/30/2023	01/01/2022 to 09/30/2022
7.01	Revenues	4,421,892	3,269,855
7.01.01	Financial intermediation	4,408,465	3,100,066
7.01.02	Income from services rendered	243,378	277,725
7.01.03	Allowance for loan losses	(241,910)	(110,855)
7.01.04	Other	11,959	2,919
7.02	Financial intermediation expenses	(3,145,041)	(1,875,968)
7.03	Inputs acquired from third parties	(189,246)	(194,764)
7.03.02	Services provided by third parties	(11,502)	(11,992)
7.03.04	Others	(177,744)	(182,772)
7.03.04.01	Data Processing and communications	(59,976)	(40,459)
7.03.04.02	Financial system services	(29,799)	(25,323)
7.03.04.03	Specialized technical services	(23,536)	(34,214)
7.03.04.04	Travel expenses	(6,817)	(4,599)
7.03.04.05	Advertising and Publicity / Promotions and Public Relations	(21,062)	(16,258)
7.03.04.06	Other Operating Expenses	(15,594)	(47,055)
7.03.04.07	Non-operating income	3,148	16,786
7.03.04.08	Non-operating expense	(3,333)	(17,408)
7.03.04.09	Other Administrative Expenses	(20,775)	(14,242)
7.04	Gross value added	1,087,605	1,199,123
7.05	Allowances	(29,210)	(22,769)
7.05.01	Depreciation, amortization and depletion	(29,210)	(22,769)
7.06	Net produced value added	1,058,395	1,176,354
7.07	Value added received on transfer	97,034	59,283
7.07.01	Equity pickup	97,034	59,283
7.08	Total distributable value added	1,155,429	1,235,637
7.09	Value added distribution	1,155,429	1,235,637
7.09.01	Personnel	458,265	408,994
7.09.01.01	Direct compensation	204,621	168,106
7.09.01.02	Benefits	42,005	43,322
7.09.01.03	Unemployment Compensation Fund (FGTS)	16,696	13,231
7.09.01.04	Other	194,943	184,335
7.09.01.04.01	Profit Sharing	192,736	182,047
7.09.01.04.02	Training	2,207	2,288
7.09.02	Taxes, charges and contributions	58,737	208,844
7.09.02.01	Federal	44,404	192,996
7.09.02.02	State	103	-
7.09.02.03	Municipal	14,230	15,848
7.09.03	Third party capital remuneration	18,308	14,837
7.09.03.01	Rents	18,308	14,837
7.09.04	Own capital remuneration	620,119	602,962
7.09.04.01	Interest on equity	273,472	226,446
7.09.04.03	Retained earnings	346,647	376,516

Performance in the third quarter of 2023

We submit to your consideration the individual and consolidated accounting information of Banco ABC BRASIL S.A. for the third quarter of 2023.

Banco ABC BRASIL S.A.

Banco ABC Brasil S.A. is a commercial bank specialized in lending and providing services for middle and large companies. Nonetheless, it is one of the few Brazilian banks featuring international control and local autonomy.

The bank is managed by a highly qualified team of senior executives, who are also shareholders of the bank, holding vast experience in financial markets and having broad autonomy for decision taking, in addition to the capability to foresee and explore sectorial and cyclical opportunities in the Brazilian economy.

Banco ABC Brasil S.A. is present in Brazil since 1989, and from this date on has been building a solid Corporate Clients portfolio by offering wide high value-added financial products. Nevertheless, the Bank is recognized by its robust expertise on credit risk assessment and concession.

Banco ABC Brasil S.A. is listed in the Level 2 of Corporate Governance of São Paulo Stock Exchange (B3 S.A - Brasil, Bolsa, Balcão).

Shareholding Structure

As of September 30, 2023 the shareholding structure of Banco ABC Brasil S.A. was the following: Bank ABC (through Marsau Uruguay Holdings): 62.2%; Free float: 29.6%; Management and Board members: 6.2%; and Treasury Stock: 2.0%.

Business Profitability

Banco ABC BRASIL S.A. reported net income of R\$228.2 million in the third quarter of 2023 (R\$218.1 million in the third quarter of 2022), reaching a return on average equity of 16.5% pa (17.5% pa in the third quarter of 2022).

The growth of the Bank's Net Income, compared to the same period of last year, is mainly explained by the increase in the Financial Margin with Clients, by the increase in the Financial Margin with the Market and by the increase in the Shareholders' Equity Remunerated at CDI. The result was partially offset by the increase in the Provision Expenses and the increase in the Personnel and Other Administrative Expenses.

Credit Portfolio

The credit portfolio (including loans and guarantees issued) totaled R\$34.4 billion as of the end of September, 2023 (R\$36.9 billion as of the end of December, 2022). Regarding the credit portfolio quality, 93.6% of the loan transactions and 98.3% of the guarantees issued transactions were rated between AA and C at the end of September, 2023, in accordance with Brazilian Central Bank Resolution No. 2682. Considering both portfolios, the ratio was 95.1%. The loan loss provision balance was equivalent to 3.52% of the loan portfolio as of the end of September, 2023 (2.73% as of the end of December, 2022).

CVM Ruling 80/2022

In compliance with CVM Ruling No. 80 of March 29, 2022, which provides for the need to disclose, by audited entities, information on service performance by the Independent Auditor, Banco ABC BRASIL S.A., informs that independent audit services of the financial statements of the Bank and its controlled companies are provided by Ernst & Young Auditores Independentes S.S Ltda.

We declare that services have been provided, with a term of less than one year, related to (i) Limited Assurance on ESG reporting and (ii) Previously agreed procedure on operations guaranteed by the FGI PEAC program. We paid, without exercise of 2022 a total amount of R\$162 thousand related to such services, which is equivalent to approximately 7.7% of the external audit fees related to the financial statements for the year ended December 31, 2022 of the Bank and its subsidiaries.

The policy adopted meets the principles that preserve Auditor's independence, in accordance with criteria internationally accepted. These principles are as follows: 1) the auditor must not audit his/her own work; 2) the auditor must not perform managerial activities in his/her customer; 3) the auditor must not promote his/her customer's interests.

Securities Portfolio

At the end of the period, Banco ABC BRASIL S.A. accounted to R\$2,167 million in securities classified as "held to maturity", in accordance with Circular No. 3,068/01 of the Central Bank of Brazil. The Bank has the financial capability and intention to hold these securities to maturity.

Arbitration Clause

Banco ABC BRASIL S.A. is subject to arbitration in the Market Arbitration Chamber, in accordance with the Arbitration Clause contained in its Articles of Association.

Risk Management

1) Corporate Risk

To Banco ABC Brasil risk management is a process aimed at creating and preserving the institution's value, providing reasonable assurance that events that may affect the institution are identified and continuously managed according to its risk appetite. Therefore, to meet Resolutions Nos. 4,557/17, 4.745/19, and 4,327/14 of the Central Bank of Brazil, the bank maintains specific structures to deal with risk management, capital management, and environmental and social responsibility, respectively. To meet the aforementioned resolutions and Resolution BCB 54/20 of the Central Bank of Brazil, the information related to the risk management process of Banco ABC Brasil is available in its website on internet, available through the following URL: www.abcbrasil.com.br > Relações com Investidores > Serviços de RI > Fatores de risco > Estrutura de gestão de risco - Banco ABC Brasil.

Corporate Risk Management is the responsibility of all areas and employees. They must perform their activities and timely identify risks, failures, and deficiencies and inform areas better positioned to deal with them. Despite being a responsibility of all areas and employees, it is managed in a centralized manner by the Vice-Presidency of Credit and Risk Management, acting as a second line of defense.

The Bank's governance structure considers that the company must be managed with a main focus on value creation for shareholders, without injuring the rights of interested parties and complying with the laws that regulate the markets, according to accepted and recommended ethical standards. Such structure is based on the regulations of B3 S.A. – Brasil, Bolsa, Balcão, the Brazilian Securities and Exchange Commission (CVM), and the Central Bank of Brazil, counting on. It is based on bodies defined by the current regulation, such as the Board of Directors and Audit Committee, and supported by internal ones, such as the Board Risk Committee and the Executive Committee, as well as other operating committees, such as the Credit Committee, the Financial Committee, and the Operational Risk and Compliance Committee.

The Board of Directors is responsible for defining the risk appetite of the institution, the approval of business strategies, and the maintenance of high governance standards. It should ensure the effectiveness of the risk management framework, providing independence and resources for its proper functioning. Accordingly, it is supported by bodies and committees created for this purpose.

The Executive Committee is responsible for executing the definitions set by the Board of Directors and for managing the activities of the institution.

2) Operational Risk

The Bank acknowledges that Operational Risk is a specific risk category and should be managed as such. It should cover the institution as a whole, involving all its employees, including third-party service providers and considering its processes, activities, systems, products and physical structure. Operating risk management also includes legal risks.

Operational risk management is organized in three defense lines: 1) managers of several areas; 2) Risk Management area and Operational Risk and Compliance Committee and 3) Internal Audit.

Management is based on ongoing identification, assessment, monitoring, control and mitigation of risks through specific tools. The effectiveness of actions is reinforced by timely communication to management, involvement of people, and the efforts to spread a risk management culture. The Operational Risk, Compliance and Information Security Committee is the internal body that discusses operational risk, business continuity management, compliance, information security and internal control matters.

3) Market and Liquidity Risks

The market and liquidity risks are managed through internal information and tools operated by the Risk Management area, which centralizes the control activities, monitoring the portfolio exposures, as well as current and future acceptable liquidity levels.

Treasury executes the decisions taken by the Financial Committee and manages proprietary positions within the limits determined. It also manages the funding as well the inflow and outflow gap. The Financial Committee formally discusses such exposures in its weekly meetings and designs a strategy for the subsequent period.

The Risk Management area provides daily information to the Management, Treasury, and members of the Financial Committee. It also prepares periodic specific reports to the Board of Directors and the Audit Committee. Furthermore, it has to disclose the Bank's risk appetite to the areas involved in the liquidity and market risk management and in the design of new products or activities.

4) Credit Risk

Credit risk management covers the bank's activities of authorization, execution, control, and monitoring. This also includes not only individual outlooks for economic groups, clients, and operations but also the aggregate risk factors of the portfolio, such as concentration in a sector, product, or region.

The approval of client relationships and the concession of credit lines is the responsibility of the Credit Committee, up to the limits under Administrative jurisdiction. Beyond that limit, the Board Risk Committee has exclusive rights of approval.

The process of management is dynamic and shared, notably in the areas of Credit Risk Analysis, Administration, and Management, which are parts of the structure of the Vice-Presidency of Credit and Risk Management. This seeks to assure that risks are within defined limits and that the coverage of required collaterals is at required levels, with the expected quality and accessible to the Bank in case of default.

The Credit Risk Management area is also responsible for monitoring the credit portfolio. This includes portfolio quality monitoring and execution of stress tests, as well as the development and performance of models for attributing counterparty and transaction risk classification. The area also monitors risk concentration and evaluates the impacts of adverse scenarios.

5) Environmental and Social Responsibility

The Social and Environmental and Climate Responsibility Policy ("PRSAC") approved by the Council in 4Q22 outlines the guidelines for the identification, evaluation, monitoring, mitigation, and control of socio-environmental and climate risk, in compliance with Resolution 4.945/21 of the Central Bank of Brazil.

The ABC Brasil has research tools, internal analysis processes, and governance structure that provide the management of these risks in an integrated way with credit and market risk management. The Bank also applies, in accordance with internal eligibility criteria, questionnaires, and socio-environmental due diligence to clients.

6) Capital Management

The Executive Committee conducts the capital management jointly with the Board of Directors, based on activities coordinated by the Finance area, which is also responsible for structuring the annual strategic plan and monitoring the budget. The Risk Management area is fully integrated into the process. In compliance with Resolution No. 4,557/17 and 4.745/19 of the Central Bank of Brazil, the information relating to capital management in Brazil is available on its website on the internet, available through the following URL: www.abcbrasil.com.br > Relações com Investidores > Serviços de RI > Fatores de Risco > Estrutura de gestão de capital - Banco ABC Brasil.

7) Compensation Committee

The ABC Brasil has a Compensation Committee established in the first General Shareholder's Meeting of 2012 that shall be responsible for (i) to prepare the remuneration policy of the Bank's directors and its subsidiaries, proposing to the Board of Directors the various forms of fixed and variable remuneration, in addition to benefits and special programs for recruitment and dismissal; (ii) supervising the implementation and operation of the compensation policy for the institution's managers; (iii) reviewing on an annual basis the institution's management compensation policy and recommending to the Board of Directors any correction or improvement; (iv) proposing to the Board of Directors the sum of overall compensation for managers to be submitted to the General Shareholders Meeting in accordance with article 152 of Corporation Law; (v) assessing future internal or external scenarios and their possible impacts on management compensation; (vi) analyzing the institution's management compensation policy in relation to market practices in order to identify significant discrepancies in relation to similar companies and proposing adjustments when necessary; (vii) ensuring that the management compensation policy is always compatible with the risk management policy, with the institution's current and projected objectives and financial position as well the provisions of that resolution; and (viii) preparing on an annual basis in a ninety day period as from December 31, each year a document known as the Compensation Committee Report as provided in Resolution No. 3,921/10 and Resolution No. 4.656/18 of Brazil's National Monetary Council.

8) Compliance Risk

The Banco ABC Brasil, through the areas of business and support (1st Line of Defense), Compliance Agents, which are present in all areas of the Bank and with the support of the institutional area of Regulatory Compliance (2nd Line of Defense), seeks to ensure compliance with the regulatory requirements of regulatory agencies. Compliance risk is considered, the possibility of companies that are members of group ABC Brasil and/or its subsidiaries to suffer legal or administrative sanctions, financial losses, reputational damages or other damages resulting from non-compliance or failures in compliance with the legal framework, infralegal regulation or corporate principles and values.

The Compliance area is the unit responsible for managing the compliance risk of the ABC Brasil Group, pursuant to CMN Resolution No. 4595/17. The compliance culture is the responsibility of all, the administrators and employees of the Institution, who must know their responsibilities, complying with the legislation and regulations, and internal regulations applicable to their business and their duties. The form of action of the Compliance area includes preventive, detectable and corrective actions.

Sao Paulo, November 08, 2023.

The Management

Notes to the financial statements

Based on National Monetary Council Resolution No. 4,818/20 and BCB Resolution 02/20, Banco ABC Brasil S.A. decided to prepare its consolidated quarterly financial information in accordance with accounting practices adopted in Brazil, applicable to financial institutions authorized to operate by the Central Bank of Brazil.

Thus, we did not fill in the charts referring to standardized consolidated data since they only apply when preparing consolidated financial statements in accordance with the pronouncements issued by CPC approved by CVM and aligned with international standards issued by IASB.

The information filled in the individual tables is in accordance with the standardized Empresas.Net system, where the balance sheet accounts are not editable, and the presentation is different from the model adopted by the Central Bank of Brazil.

We present below the consolidated balance sheet and the related consolidated income statement, explanatory notes, consolidated cash flows, consolidated statements of comprehensive income, statements of changes of consolidated shareholders' equity and consolidated statement of value added in accordance with accounting practices adopted in Brazil applicable to financial institutions authorized to operate by the Central Bank of Brazil:

A free translation from Portuguese into English of the Quarterly Financial Information (ITR) prepared in Brazilian currency and in accordance with accounting practices adopted in Brazil applicable to institutions authorized by Brazilian Central Bank and presented in accordance with the standards issued to operate by Brazilian Securities Exchange Commission - CVM and Brazilian Central Bank.

Banco ABC Brasil S.A.

Balance sheets

September 30, 2023 and December 31, 2022

(In thousands of reais)

	Notes	Bank		Consolidated	
		September 2023	December 2022	September 2023	December 2022
Assets					
Cash and banks	4	106,678	329,813	106,930	329,879
Financial instruments		53,177,436	53,797,738	53,796,862	54,647,675
Interbank investments		5,311,440	6,149,351	5,311,440	6,149,351
Foreign exchange portfolio	8	4,263,359	7,106,059	4,263,359	7,106,059
Marketable securities	5.a	18,782,854	13,447,247	18,632,942	13,674,494
Derivative financial instruments	5.b	1,575,445	1,680,988	2,329,402	2,284,559
Loans	6	23,244,338	25,414,093	23,259,719	25,433,212
Other assets		1,227,176	1,325,367	2,318,761	1,903,598
Interbank accounts		412,221	293,766	412,221	293,766
Trading and intermediation of securities	9.a	405,634	613,223	493,727	683,162
Receivables		20,913	23,950	29,197	23,950
Prepaid expenses		17,913	18,838	17,914	18,838
Assets not for own use		160,917	157,415	160,917	157,415
Sundry	9.b	209,578	218,175	1,204,785	726,467
Provisions for expected losses associated with credit risk	7	(819,600)	(693,603)	(819,600)	(693,603)
Deferred tax assets	19	1,089,264	1,039,857	1,093,062	1,041,378
Investments		901,990	799,785	5,325	10,417
Associates and subsidiaries	10	896,665	789,368	-	-
Other investments		5,325	10,417	5,325	10,417
Fixed assets	11	93,096	78,093	93,096	78,093
Intangible assets	11	312,031	241,847	312,031	241,847
Depreciation and amortization	11	(179,705)	(150,440)	(179,705)	(150,440)
Fixed assets		(61,543)	(55,454)	(61,543)	(55,454)
Intangible assets		(118,162)	(94,986)	(118,162)	(94,986)
Total assets		55,908,366	56,768,457	56,726,762	57,408,844

See accompanying notes.

Banco ABC Brasil S.A.

Balance sheets

September 30, 2023 and December 31, 2022

(In thousands of reais)

	Notes	Bank		Consolidated	
		September 2023	December 2022	September 2023	December 2022
Liabilities and shareholders' equity					
Deposits and financial instruments		49,162,282	50,563,514	49,726,616	50,965,031
Deposits	12	8,566,891	10,380,568	8,442,469	10,354,303
Money market funding	12	1,541,678	1,519,555	1,541,678	1,448,963
Funds from acceptance and issue of securities	12	19,393,512	17,351,698	19,393,512	17,351,698
Borrowings and lending	12	11,744,875	10,474,740	11,850,228	10,474,740
Derivative financial instruments	5.b	1,294,044	1,459,819	1,877,447	1,958,193
Foreign exchange portfolio	8	4,285,431	7,129,718	4,285,431	7,129,718
Subordinated debts	12	2,335,851	2,247,416	2,335,851	2,247,416
Provisions	13	287,831	316,111	364,020	421,196
Deferred tax obligations	19	283,720	235,366	338,012	273,071
Other liabilities		452,726	448,080	574,857	542,143
Interbank accounts		40,371	29	40,371	29
Interbranch accounts		134,777	100,200	134,777	100,200
Social and statutory		88,955	82,037	88,955	82,037
Taxes and social security	14.a	99,655	186,083	152,577	212,656
Trading and intermediation of securities	14.c	54,492	32,298	123,727	99,803
Sundry	14.b	34,476	47,433	34,450	47,418
Shareholders' equity		5,721,807	5,205,386	5,723,257	5,207,403
Capital	24.a	4,472,130	4,315,017	4,472,130	4,315,017
Brazilian residents		1,102,272	1,052,046	1,102,272	1,052,046
Foreign residents		3,212,745	3,262,971	3,212,745	3,262,971
Capital increase	24.c	157,113	-	157,113	-
Capital reserve		72,462	57,334	72,462	57,334
Profit reserve		938,189	918,594	938,189	918,594
Other comprehensive income		(16,743)	(3,397)	(16,743)	(3,397)
Treasury stock	24.e	(71,283)	(82,162)	(71,283)	(82,162)
Retained earnings		327,052	-	327,052	-
Non controlling shareholders interest		-	-	1,450	2,017
Total liabilities		55,908,366	56,768,457	56,726,762	57,408,844

See accompanying notes.

Banco ABC Brasil S.A.

Income statements

Quarters and nine-month periods ended September 30, 2023 and 2022

(In thousands of reais)

	Notes	Bank			
		3rd Quarter 2023	Accumulated 2023	3rd Quarter 2022	Accumulated 2022
Income from financial intermediation		2,272,815	4,408,465	1,867,943	3,100,066
Lending operations		1,123,208	2,258,595	1,088,377	1,972,379
Marketable securities		770,638	2,122,526	585,220	1,146,786
Gain or losses on derivative financial instruments	5.b	262,437	116,521	49,825	(80,911)
Foreign exchange operations		116,532	(89,177)	144,521	61,167
Result of sales or transfer of financial assets		-	-	-	645
Expenses from financial intermediation		(1,915,892)	(3,386,951)	(1,485,704)	(1,986,823)
Funding expenses		(1,021,211)	(2,798,516)	(860,895)	(2,120,298)
Borrowings and onlendings		(826,354)	(346,525)	(571,900)	244,330
Constitution of provisions for expected losses associated with credit risk	7	(68,316)	(242,475)	(51,876)	(110,149)
Constitution of provisions for expected losses associated with credit risk - FX variation on credit assignment operations		(11)	565	(1,033)	(706)
Gross income from financial intermediation		356,923	1,021,514	382,239	1,113,243
Other operating income (expenses)		(73,250)	(290,824)	(75,859)	(248,310)
Income from services rendered	15	98,226	243,378	118,020	277,725
Personnel expenses		(114,120)	(337,413)	(102,346)	(290,309)
Other administrative expenses	16	(76,988)	(220,985)	(68,058)	(184,693)
Taxes		(27,689)	(69,203)	(24,216)	(66,180)
Equity pick-up from subsidiaries	10	37,375	97,034	26,253	59,283
Other operating income	17	12,126	11,959	1,399	2,919
Other operating expenses	18	(2,180)	(15,594)	(26,911)	(47,055)
Operating income		283,673	730,690	306,380	864,933
Non-operating loss		(696)	(185)	3,123	(622)
Income before taxes and profit sharing		282,977	730,505	309,503	864,311
Income and social contribution taxes	19	19,997	82,350	(18,714)	(79,302)
Current		33,215	92,203	(631)	24,707
Defered		(13,218)	(9,853)	(18,083)	(104,009)
Profit sharing / statutory contributions	22	(74,756)	(192,736)	(72,641)	(182,047)
Net income for the period		228,218	620,119	218,148	602,962
Earnings per share - basic in R\$	24.f	1.03	2.80	0.99	2.74
Earnings per share - diluted in R\$	24.f	1.02	2.77	0.98	2.71

See accompanying notes.

Banco ABC Brasil S.A.

Income statements

Quarters and nine-month periods ended September 30, 2023 and 2022

(In thousands of reais)

	Notes	Consolidated			
		3rd Quarter 2023	Accumulated 2023	3rd Quarter 2022	Accumulated 2022
Income from financial intermediation		2,326,408	4,547,166	1,901,370	3,174,245
Lending operations		1,123,860	2,261,233	1,089,235	1,973,181
Marketable securities		771,184	2,138,279	592,499	1,165,241
Gain or Losses on derivative financial instruments	5.b	314,832	236,831	75,115	(25,989)
Foreign exchange operations		116,532	(89,177)	144,521	61,167
Result of sales or transfer of financial assets		-	-	-	645
Expenses from financial intermediation		(1,916,310)	(3,383,582)	(1,482,854)	(1,976,679)
Funding expenses		(1,021,629)	(2,795,147)	(858,045)	(2,110,154)
Borrowings and onlendings		(826,354)	(346,525)	(571,900)	244,330
Constitution of provisions for expected losses associated with credit risk	7	(68,316)	(242,475)	(51,876)	(110,149)
Constitution of provisions for expected losses associated with credit risk - FX variation on credit assignment operations		(11)	565	(1,033)	(706)
Gross income from financial intermediation		410,098	1,163,584	418,516	1,197,566
Other operating income (expenses)		(105,671)	(380,190)	(99,931)	(302,334)
Income from services rendered	15	120,158	285,310	128,490	301,573
Personnel expenses		(120,080)	(347,924)	(103,909)	(295,141)
Other administrative expenses	16	(77,791)	(222,919)	(68,453)	(185,944)
Taxes		(36,150)	(87,475)	(27,669)	(74,081)
Other operating income	17	12,235	12,330	1,888	3,506
Other operating expenses	18	(4,043)	(19,512)	(30,278)	(52,247)
Operating income		304,427	783,394	318,585	895,232
Non-operating loss		(696)	(185)	3,123	(622)
Income before taxes and profit sharing		303,731	783,209	321,708	894,610
Income and social contribution taxes	19	1,515	35,496	(29,648)	(106,007)
Current		18,381	59,627	(3,453)	14,991
Deferred		(16,866)	(24,131)	(26,195)	(120,998)
Profit sharing / statutory contributions	22	(76,078)	(196,225)	(73,075)	(183,860)
Non controlling shareholders interest		(950)	(2,361)	(837)	(1,781)
Net income for the period		228,218	620,119	218,148	602,962
Earnings per share - basic in R\$	24.f	1.03	2.80	0.99	2.74
Earnings per share - diluted in R\$	24.f	1.02	2.77	0.98	2.71

See accompanying notes.

Banco ABC Brasil S.A.

Statements of comprehensive income

Quarters and nine-month periods ended September 30, 2023 and 2022

(In thousands of reais)

	Bank and consolidated			
	3rd Quarter 2023	Accumulated 2023	3rd Quarter 2022	Accumulated 2022
Net income for the period	228,218	620,119	218,148	602,962
Items that can subsequently be reclassified to profit or loss				
Other comprehensive income / (loss)	(9,454)	(13,346)	13,248	(522)
Other comprehensive income - adjustment to market value	(17,205)	(24,219)	24,121	(627)
Tax effects	7,751	10,873	(10,873)	105
Other comprehensive income	218,764	606,773	231,396	602,440

See accompanying notes.

Banco ABC Brasil S.A.

Statements of changes in equity

Nine-month periods ended September 30, 2023 and 2022

(In thousands of reais)

	Bank									
	Capital	Capital Increase	Capital Reserve	Income reserve			Other Comprehensive Income	Retained earnings	Treasury shares	Total
Legal Reserve				Equalization of dividends	Share buyback					
Balances at December 31, 2021	4,315,017	-	32,246	28,609	342,913	55,000	(10,212)	-	(94,110)	4,669,463
Adjustment to market value - securities	-	-	-	-	-	-	(522)	-	-	(522)
Acquisition of treasury shares	-	-	-	-	-	-	-	-	11,682	11,682
Net income for the period	-	-	-	-	-	-	-	602,962	-	602,962
Interest on equity	-	-	-	-	-	-	-	(226,446)	-	(226,446)
Allocation - Legal reserve	-	-	-	19,241	-	-	-	(19,241)	-	-
Allocations of reserves - Management remuneration	-	-	13,586	-	-	-	-	-	-	13,586
Balances at September 30, 2022	4,315,017	-	45,832	47,850	342,913	55,000	(10,734)	357,275	(82,428)	5,070,725
Balances at December 31, 2022	4,315,017	-	57,334	68,621	794,973	55,000	(3,397)	-	(82,162)	5,205,386
Adjustment to market value - securities	-	-	-	-	-	-	(13,346)	-	-	(13,346)
Acquisition of treasury shares	-	-	-	-	-	-	-	-	10,879	10,879
Capital Increase	-	157,113	-	-	-	-	-	-	-	157,113
Net income for the period	-	-	-	-	-	-	-	620,119	-	620,119
Interest on equity	-	-	-	-	-	-	-	(273,472)	-	(273,472)
Allocation - Legal reserve	-	-	-	19,595	-	-	-	(19,595)	-	-
Allocations of reserves - Management remuneration	-	-	15,128	-	-	-	-	-	-	15,128
Balances at September 30, 2023	4,315,017	157,113	72,462	88,216	794,973	55,000	(16,743)	327,052	(71,283)	5,721,807

See accompanying notes.

Banco ABC Brasil S.A.

Statements of changes in equity
 Nine-month periods ended September 30, 2023 and 2022
 (In thousands of reais)

	Consolidated										
	Capital	Capital Increase	Capital Reserve	Income reserve			Other Comprehensive Income	Retained earnings	Treasury shares	Non controlling shareholders intereste	Total
				Legal Reserve	Equalization of dividends	Share buyback					
Balances at December 31, 2021	4,315,017	-	32,246	28,609	342,913	55,000	(10,212)	-	(94,110)	1,195	4,670,658
Adjustment to market value - securities	-	-	-	-	-	-	(522)	-	-	-	(522)
Acquisition of treasury shares	-	-	-	-	-	-	-	-	11,682	-	11,682
Net income for the period	-	-	-	-	-	-	-	602,962	-	1,781	604,743
Interest on equity	-	-	-	-	-	-	-	(226,446)	-	-	(226,446)
Dividends distributed	-	-	-	-	-	-	-	-	-	(1,639)	(1,639)
Allocation - Legal reserve	-	-	-	19,241	-	-	-	(19,241)	-	-	-
Allocations of reserves - Management remuneration	-	-	13,586	-	-	-	-	-	-	-	13,586
Balances at September 30, 2022	4,315,017	-	45,832	47,850	342,913	55,000	(10,734)	357,275	(82,428)	1,337	5,072,062
Balances at December 31, 2022	4,315,017	-	57,334	68,621	794,973	55,000	(3,397)	-	(82,162)	2,017	5,207,403
Adjustment to market value - securities	-	-	-	-	-	-	(13,346)	-	-	-	(13,346)
Acquisition of treasury shares	-	-	-	-	-	-	-	-	10,879	-	10,879
Capital Increase	-	157,113	-	-	-	-	-	-	-	-	157,113
Net income for the period	-	-	-	-	-	-	-	620,119	-	2,361	622,480
Interest on equity	-	-	-	-	-	-	-	(273,472)	-	-	(273,472)
Dividends distributed	-	-	-	-	-	-	-	-	-	(2,928)	(2,928)
Allocation - Legal reserve	-	-	-	19,595	-	-	-	(19,595)	-	-	-
Allocations of reserves - Management remuneration	-	-	15,128	-	-	-	-	-	-	-	15,128
Balances at September 30, 2023	4,315,017	157,113	72,462	88,216	794,973	55,000	(16,743)	327,052	(71,283)	1,450	5,723,257

See accompanying notes.

Notes to quarterly information

Banco ABC Brasil S.A.

Statements of cash flows - Indirect method

Nine-month periods ended September 30, 2023 and 2022

(In thousands of reais)

	Bank		Consolidated	
	September 2023	September 2022	September 2023	September 2022
Operating activities				
Adjusted net income of the period	681,693	1,091,062	795,603	1,168,680
Net income of the period	620,119	602,962	620,119	602,962
Adjustment to net income:	61,574	488,100	175,484	565,718
Depreciation and amortization	29,210	22,769	29,210	22,769
Equity pick-up from subsidiaries	(97,034)	(59,283)	-	-
Gain (loss) on disposal of assets not used in banking operations	(1,300)	10,957	(1,300)	10,957
Provision for impairment of assets not of own use	2,472	5,754	2,472	5,754
Constitution of provisions for expected losses associated with credit risk	242,475	110,149	242,475	110,149
Constitution of provisions for expected losses associated with credit risk - FX variation on credit assignment operations	(565)	706	(565)	706
Provision for contingent liabilities and legal liabilities	5,962	41,579	8,560	42,925
Deferred tax	9,853	104,009	24,131	120,998
Effects of Changes in Foreign Exchange Rates on Cash and Cash Equivalents	(3,876)	17,669	(3,876)	17,669
Effects of Changes in Foreign Exchange Rates on Assets and Liabilities	(112,277)	234,313	(112,277)	234,313
Mark-to-market - Adjustment marketable securities	(13,346)	(522)	(13,346)	(522)
Changes in assets and liabilities	(888,169)	1,589,163	(1,011,589)	1,511,017
Interbank investments	760,281	794,179	760,281	794,179
Marketable securities and derivative financial instruments	(5,328,039)	(1,409,633)	(5,016,237)	(1,496,111)
Foreign exchange portfolio	(1,587)	(43,462)	(1,587)	(43,462)
Lending operations	2,312,781	(1,919,440)	2,316,519	(1,936,637)
Other assets	53,557	(574,269)	(462,074)	(664,436)
Other liabilities	69,003	21,551	74,293	13,172
Deposits	(1,813,677)	1,972,795	(1,911,834)	2,051,249
Money market funding	324,276	100,868	394,868	149,806
Borrowings and onlendings	753,520	(1,563,222)	858,873	(1,563,222)
Acceptance and issuance of securities	2,041,814	4,250,122	2,041,814	4,250,122
Tax Paid	(60,098)	(40,326)	(66,505)	(43,643)
Cash flow (used in) / provided by operating activities	(206,476)	2,680,225	(215,986)	2,679,697
Investments activities				
Acquisition of investments	(212,379)	(4,485)	(2,232)	(4,059)
Acquisition of fixed assets and intangible	(85,132)	(60,186)	(85,132)	(60,186)
Acquisition of assets not used in banking operations	(13,166)	(48,303)	(13,166)	(48,303)
Disposal of investments	7,324	-	7,324	-
Disposal of assets not for own use	7,221	39,306	7,221	39,306
Allocations of reserves of capital	15,128	13,586	15,128	13,586
Dividends received	112,605	-	-	-
Capital reduction	87,279	-	-	-
Cash (used in) / provided by investment activities	(81,120)	(60,082)	(70,857)	(59,656)
Financing activities				
Subordinated debts	88,435	281,799	88,435	281,799
Debts instruments eligible for capital	-	90,697	-	90,697
Treasury shares	10,879	11,682	10,879	11,682
Capital Increase	157,113	-	157,113	-
Interest on equity provisioned	(273,472)	(226,446)	(273,472)	(226,446)
Dividends distributed	-	-	(2,928)	(1,639)
Non controlling shareholders interest	-	-	2,361	1,781
Cash(used in) / provided by financing activities	(17,045)	157,732	(17,612)	157,874
Increase / (Decrease) in cash and cash equivalents	(304,641)	2,777,875	(304,455)	2,777,915
At beginning of the period	5,229,895	1,519,340	5,229,961	1,519,341
At end of the period	4,925,254	4,297,215	4,925,506	4,297,256
Change in cash and cash equivalents - (Note 4)	(304,641)	2,777,875	(304,455)	2,777,915

See accompanying notes.

Notes to quarterly information**Banco ABC Brasil S.A.**

Statements of value added -

Nine-month periods ended September 30, 2023 and 2022

(In thousands of reais)

	Notas	Bank		Consolidated	
		September 2023	September 2022	September 2023	September 2022
Determination of Value Added					
Income		4,421,892	3,269,855	4,602,896	3,368,469
Income from financial intermediation		4,408,465	3,100,066	4,547,166	3,174,245
Income from services rendered	15	243,378	277,725	285,310	301,573
Constitution of provisions for expected losses associated with credit risk		(242,475)	(110,149)	(242,475)	(110,149)
Constitution of provisions for expected losses associated with credit risk - FX variation on credit assignment operations		565	(706)	565	(706)
Other operating income	17	11,959	2,919	12,330	3,506
Financial intermediation expenses		(3,145,041)	(1,875,968)	(3,141,672)	(1,865,824)
Inputs acquired from third parties		(189,246)	(194,764)	(195,098)	(201,208)
Communications and data processing	16	(59,976)	(40,459)	(60,047)	(40,488)
Services provided by third parties	16	(11,502)	(11,992)	(12,379)	(12,741)
Financial services	16	(29,799)	(25,323)	(29,828)	(25,351)
Specialized technical services	16	(23,536)	(34,214)	(23,880)	(34,358)
Travel expenses	16	(6,817)	(4,599)	(6,937)	(4,627)
Promotions and public relations	16	(21,062)	(16,258)	(21,065)	(16,260)
Other operating expenses	18	(15,594)	(47,055)	(19,512)	(52,247)
Non-operating income		3,148	16,786	3,148	16,786
Non-operating expense		(3,333)	(17,408)	(3,333)	(17,408)
Other administrative expenses	16	(20,775)	(14,242)	(21,265)	(14,514)
Gross value added		1,087,605	1,199,123	1,266,126	1,301,437
Retained values		(29,210)	(22,769)	(29,210)	(22,768)
Depreciation and amortization	16	(29,210)	(22,769)	(29,210)	(22,768)
Net value added		1,058,395	1,176,354	1,236,916	1,278,669
Added value received in transfer		97,034	59,283	-	-
Equity pick-up from subsidiaries		97,034	59,283	-	-
Added value distributed		1,155,429	1,235,637	1,236,916	1,278,669
Value added distribution		1,155,429	1,235,637	1,236,916	1,278,669
Salaries and social charges		458,265	408,994	470,343	414,788
Direct compensation		204,621	168,106	212,212	171,529
Benefits		42,005	43,322	42,591	43,685
Social Charges - FGTS		16,696	13,231	17,108	13,426
Training		2,207	2,288	2,207	2,288
Profit sharing		192,736	182,047	196,225	183,860
Taxes, charges and compulsory contributions		58,737	208,844	125,785	244,301
Federal		44,404	192,996	107,279	227,888
State		103	-	3,059	34
Municipal		14,230	15,848	15,447	16,379
Compensation of third party capital		18,308	14,837	18,308	14,837
Rental	16	18,308	14,837	18,308	14,837
Compensation of shareholders		620,119	602,962	622,480	604,743
Interest on equity	24.b	273,472	226,446	273,472	226,446
Retained profit		346,647	376,516	346,647	376,516
Non controlling shareholders interest		-	-	2,361	1,781

See accompanying notes.

Notes to quarterly information

1. Operations

The Bank is a publicly traded corporation and a subsidiary of the Bank ABC, based in Bahrain. In Brazil, the Bank is engaged in asset and liability operations inherent to multiple bank activities, being authorized to operate with commercial, foreign exchange, investment, credit and financing and housing financing portfolios.

The Bank's operations are conducted through branches in Brazil and abroad through an overseas branch located in Georgetown, Cayman Islands (Note 21).

The financial statements were approved by the Board of Directors on November 08, 2023.

2. Financial statements presentation, consolidation criteria and significant accounting practices

i) Financial statements presentation and consolidation criteria

The financial statements (individual and consolidated) were prepared and are presented in accordance with accounting practices adopted in Brazil, in light of accounting guidelines contained in Law No. 6,404/76 with amendments introduced by Law No. 11,638/07 and 11,941/09, and the standards and instructions of the Central Bank of Brazil (BACEN) and the Brazilian Securities and Exchange Commission (CVM).

The consolidated financial statements include the individual financial statements of Banco ABC Brasil S.A. and its subsidiaries:

<u>Direct subsidiaries</u>	<u>% Participation</u>
ABC Brasil Distribuidora de Títulos e Valores Mobiliários S.A.	100%
ABC Brasil Administração e Participações Ltda.	100%
ABC Brasil Comercializadora de Energia Ltda.	100%
ABC IB Holding Ltda.	100%
Baraúna Fundo de Investimento Multimercado Crédito Privado	100%
<u>Indirect subsidiaries</u>	<u>% Participation</u>
ABC Brasil Corretora de Seguros Ltda.	90%
Leblon Gestora de Créditos Ltda.	100%
Fundo de Investimento em Direitos Creditórios não padronizado ABC I.	100%
ABC M&A e ECM Ltda.	100%
ABC DCM LTDA	100%
ABC Holding Financeira Ltda.	100%

The non-standardized Credit Rights Investment Fund ABC I and Leblon Gestora de Créditos Ltda, both controlled by ABC Brasil Administração e Participações Ltda, were consolidated in January 2023 and June 2023, respectively.

The company ABC IB Holdings Ltda, was consolidated in June 2023.

The companies ABC M&A and ECM Ltda., ABC DCM Ltda. and ABC Holding Financeira Ltda., were consolidated in August 2023.

Notes to quarterly information

The Baraúna Fundo de Investimento Multimercado Crédito Privado was consolidated in September 2023.

The accounting practices adopted to record operations and assess the Bank's assets, including operations conducted by the overseas branch and its consolidated subsidiaries were consistently applied and investments, rights, obligations and profit and loss (P&L) among consolidated companies were eliminated.

According to the faculty provided in Art. No. 77 of CMN Resolution No. 4,966/2021, the consolidated financial statements are presented in addition to the consolidated financial statements prepared in accordance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), which are required by Resolution CMN No. 4,818/2020 and will be published later.

ii) Functional currency and presentation currency

The consolidated financial statements are presented in Brazilian Reais (R\$), which is the functional and presentation currency of the Banco ABC Brasil S.A. and its subsidiaries, defined in accordance with Resolution No. 4,524/16 and Resolution No. 4,817/20 of the National Monetary Council.

iii) Foreign currencies translation

The assets and liabilities of the subsidiaries are converted at the exchange rate of the Financial Statements date. The result is converted by the average monthly exchange rate.

iv) Significant accounting practices

The Accounting Pronouncements Committee (CPC) issues accounting pronouncements and interpretations in line with international accounting standards and approved by the CVM and by Bacen, in its turn, the Brazilian Central Bank adopted the following pronouncements: CPC 00 (R1) - Conceptual Framework for Preparation and Disclosure of Financial and Accounting Report; CPC 01 (R1) - Reduction in the Recoverable Value of Assets; CPC 03 (r3) - Statement of Cash Flows; CPC 05 (R1) - Disclosure about Parties; CPC 24 - Provisions, Contingent Liabilities and Contingent Liabilities; CPC 33 (R1) - CPC 10 (R1) - Share-Based Payment; CPC 23 - Accounting Policies, Change of Estimate and Error Correction, CPC 24 - Subsequent Event, Employee Benefits, CPC 41- Earnings per share, CPC 46 - Measuring the fair value and CPC 47 Revenue from contract with client.

In addition, BACEN issued CMN Resolution No. 4,966/21, CMN Resolution No. 5,019/22 and Resolution BCB No. 309/23- Is related to deals with the accounting concepts and criteria applicable to financial instruments as well as for the designation and recognition of hedging (hedge accounting) seeking the convergence of the criterion accounting of COSIF for the requirements of the international standard of IFRS 9. The Resolution enters into force on January 1, 2025, and the Bank started the impact assessments and necessary changes to meet its implementation and the identification and treatment of expected impacts, which have not yet been measured.

Notes to quarterly information

The preparation and presentation of the financial statements (individual and consolidated) in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Central Bank of Brazil, require that management use assumptions and professional judgment in determining amounts and in recording of accounting estimates, such as the allowance for loan losses, realization deferred income tax, provision for contingencies and valuation of derivative instruments receivable and payable. Settlement of these transactions involving these estimates may result in amounts different from those estimated, due to the uncertainties related to the determination process.

Significant accounting practices are summarized as follows:

a) Asset valuation criteria

Interbank investments, loans and other rights, except for marketable securities and derivative financial instruments, are stated at cost of acquisition, of investment or release, plus exchange rate variation, monetary restatement and contractual interest. Allowances are recognized for adjustment to realizable value when market value is lower.

Marketable securities and derivative financial instruments are classified in accordance with management's intention to hold them in the portfolio, or their availability for sale, and are recorded as follows:

Trading securities: are acquired for the purpose of being actively and frequently traded. They are adjusted to market value with the related gain or loss recognized directly in the statements of income for the period.

Held to maturity: marketable securities for which the Bank has the intent and ability to maintain in portfolio to maturity are stated at cost, plus earnings reflected in the statements of income for the period. Permanent losses are recognized in P&L for the period.

Available for sale: marketable securities which cannot be classified as either trading securities or as held to maturity are adjusted to market value. The difference between the amounts restated by the yield curve of the security and market value is recorded under a separate account in shareholders' equity, net of tax effects, and transferred to the statements of income for the period when effectively realized. Permanent losses are recognized in P&L for the period.

Derivative financial instruments: marked to market against P&L for the period.

Forward operations are recorded at final contracted value, less the difference between such value and cash value of the asset or right. This difference is recognized as income or expenses based on the agreement effective terms.

Option transactions are recorded at the value of premiums paid or received through effective exercise thereof restated at market value. They are then written off as a decrease or increase in asset or right cost, for the effective exercise thereof, or as income or expenses if not exercised.

Notes to quarterly information

Futures transactions are recorded at daily adjustment values, allocated as income or expenses.

Swap operations are recorded at the value of the receivables-payables difference, which is allocated as income or expenses.

Operations with other derivative financial instruments are recorded based on the agreement characteristics.

The allowance for loan losses is recognized at an amount considered sufficient to cover potential losses on the Bank's loan portfolio, based on past experience, assessment of delinquent accounts and collateral risks, as well as specific terms and conditions of the operations, in conformity with BACEN Resolution No. 2,682/99.

The provision for guarantees provided is based on the assessment of the losses associated with the probability of future disbursements related to the guarantees, and specific characteristics of the operations performed according to the requirements of National Monetary Council Resolution No. 4,512/16. It is recorded in an amount considered sufficient to cover probable losses during the entire term of the guarantee provided. The classification of operations is consistent with the requirements applied by Resolution No. 2,682/99 of the National Monetary Council.

Investments in subsidiaries are stated by the equity method in proportion to the Bank's ownership interest; other investments are stated at cost of acquisition, less a reserve, where applicable, to cover permanent losses.

Assets and rights classified under fixed assets in use are stated at cost of acquisition, less depreciation, where applicable, provided under the straight-line method using rates that take the useful lives of the assets into consideration.

Intangible assets are stated at cost of acquisition, less amortization, where applicable, provided under the straight-line method over the estimated useful lives of the assets, as from the date these were made available for use.

b) Cash and cash equivalents

Cash and cash equivalents, as established in Resolution CMN No. 4.818/20 e CPC 03 include cash, bank deposits, short-term highly liquid investments, with insignificant risks of changes in value, with maturity less or equal than 90 days.

c) Liability valuation criteria

Known or calculable obligations, charges and risks, including tax charges calculated on the basis of the results of the period, are shown at the updated value up to the balance sheet date.

Notes to quarterly information

Cash deposit transactions are not remunerated by the Bank. Transactions in interbank deposits, term deposits, open market borrowings and funds from acceptances and issuance of securities are traded at normal market rates and are updated by official indices and charges, calculated up to the balance sheet date.

Foreign loan obligations include funds raised for use in commercial foreign exchange operations related to export and import financing, as well as investments in transfers and financing in foreign currency.

Such obligations are subject to exchange variation and international market interest and are updated by exchange variation and charges, calculated up to the balance sheet date.

The on lending on the country are represented by funds and special programs administered by official institutions, which are passed on to the final borrowers and are updated by official indices and charges, calculated up to the balance sheet date.

The Foreign transfers obligations are represented by funds obtained by the Bank from multilateral agencies (IDB - Inter-American Development Bank, PROPARCO - Societe de Promotion et de Participation pour la Cooperation Economique SA and IFC - International Finance Corporation) which are passed on to final borrowers and are updated by exchange variation and charges calculated up to the balance sheet date.

d) Hedge Accounting

Considering the risk of foreign exchange exposure as well as market conditions of capture abroad through foreign transfers bonds, the Bank has selected some derivative financial instruments to total hedge (fair value hedge) the principal amounts of loans taken out and related interest due. In order to equalize the effects of mark to market of the derivative financial instruments selected for hedge purposes to market, the principal hedged amount, plus, interest due, is stated at fair value and also mark to market.

The variation in the fair value of hedge derivatives is recognized in the income statement. However, the variation in the fair value of the hedged item attributed to the hedged risk is accounted for as part of its book value, also recognized in the statement of income for the year. When a hedge instrument matures or is sold, cancelled or exercised, or when it does not meet hedge accounting requirements, the hedge strategy ends.

The objectives of this operation and the hedging strategy for such risks during the entire operation are duly documented, together with the assessment, both at the beginning of the hedge transaction and on an ongoing basis, confirming that derivative financial instruments of the hedging operations are highly effective in the offset of variations in the fair value (mark to market) of the hedged item. A hedge instrument is considered highly effective when the variation in the fair value or cash flow of the coverage risk during the hedging period reduces 80% to 125% of the risk variation.

The fair value of the derivative financial instruments used as hedge, as well as the market value of the loan subject to hedge, are disclosed in Notes 5.b and 12.b respectively.

Notes to quarterly information

e) Recognition of revenues and expenses

Revenues and expenses, including income, charges, monetary or exchange variances of inflation indices or official exchange rates applicable to current and noncurrent / long-term assets and liabilities, are recognized on accrual basis. Income and expenses also include the effects of asset adjustments to market or realizable value. Interest on past-due loan installments outstanding for over 59 days is recognized only when the respective amount is received.

The Income tax and social contribution are also recognized on an accrual basis, whose deferred amounts are calculated on temporary differences arising from income and expenses not yet taxable or deductible for tax purposes, whose future additions or deletions are authorized by tax legislation.

f) Contingent assets and contingent liabilities

The recognition, measurement and disclosure of contingent assets and liabilities, and legal liabilities take place according to the criteria described below:

- Contingent assets - are not recognized in the financial statements, except when there is evidence providing guarantee of their realization, on which further appeals can no longer be filed.
- Contingent liabilities - are recognized in the financial statements when, based on the opinion of legal advisors and the Bank's management, the risk of loss of a legal or administrative proceeding is regarded as probable, with a probable outflow of funds for settling the liabilities, and when the amounts involved may be measured with sufficient accuracy. Contingent liabilities classified by legal advisors as possible losses are only disclosed in notes, whereas those classified as remote losses do not require provision or disclosure.

g) Impairment of non-financial assets

An impairment provision is recognized when the book value of an asset, or its cash-generating unit, exceeds its recoverable amount. An impairment provision is recognized in profit and loss of the period.

h) Income and Social Contribution Taxes

Provisions for income tax and social contribution, when due, are based on accounting profit, adjusted for additions and exclusions provided for in tax legislation. Deferred income tax and social contribution are calculated on the amount of temporary differences, whenever the realization of these amounts is deemed probable.

Notes to quarterly information**3. Current and non-current segregation***Classification of current and noncurrent / long-term assets and liabilities*

The assets and liabilities realizable up to twelve months after the balance sheet, for the purposes of disclosure in this explanatory note, are classified in current and those whose maturities or effective possibility of settlement occur within more than twelve months after the balance sheet date are classified in non-current. The deferred tax credits and tax liabilities are classified in their entirety in non-current regardless of the realization period. The trading securities are classified in current asset, regardless of their maturity date and securities classified as available for sale are classified according to the maturity date, regardless of its liquidity, as established by Circular Bacen No. 3,068/01.

The segregation of the balance sheet between current and non-current is demonstrated in below, in accordance with Resolution CMN No 4,818/20 and Bacen Resolutions No 2/20.

i) Estimates of future realizations of deferred tax credits and obligations were determined according note 19 are shown below:

	Bank			Consolidated		
	Up to 1 year	Over 1 year	Total	Up to 1 year	Over 1 year	Total
Tax credits	878,852	210,412	1,089,264	882,650	210,412	1,093,062
Deferred tax credits	283,720	-	283,720	338,012	-	338,012

ii) The Financial treasury bills - LFT, classified as available for sale, presented in the balance sheet by the maturity, even though they have high liquidity and amount to R\$ 1,454,350 in the Bank and R\$ 1,507,527 in the consolidated in September 30, 2023.

iii) The Public Securities classified as held to maturity are liable to be converted into cash through repo operations in the amount R\$ 1,756,394, classified in the long term, in the Bank and Consolidated in September 30, 2023.

Notes to quarterly information

3. Current and non-current segregation

Notes	Bank						
	September 2023			December 2022			
	Current	Non-current	Total	Current	Non-current	Total	
Assets							
Cash and banks	4	106,678	-	106,678	329,813	-	329,813
Financial instruments		37,444,588	15,732,848	53,177,436	37,442,995	16,354,743	53,797,738
Interbank investments		5,238,005	73,435	5,311,440	6,101,084	48,267	6,149,351
Foreign exchange portfolio	8	4,220,491	42,868	4,263,359	6,606,871	499,188	7,106,059
Marketable securities	5.a	10,451,714	8,331,140	18,782,854	6,414,356	7,032,891	13,447,247
Derivative financial instruments	5.b	1,109,787	465,658	1,575,445	1,213,056	467,932	1,680,988
Loans	6	16,424,591	6,819,747	23,244,338	17,107,628	8,306,465	25,414,093
Other assets		1,085,719	141,457	1,227,176	1,273,889	51,478	1,325,367
Interbank accounts		408,937	3,284	412,221	290,460	3,306	293,766
Trading and intermediation of securities	9.a	405,634	-	405,634	613,223	-	613,223
Receivables		16,880	4,033	20,913	19,828	4,122	23,950
Prepaid expenses		12,977	4,936	17,913	12,151	6,687	18,838
Assets not for own use		123,917	37,000	160,917	120,415	37,000	157,415
Sundry	9.b	117,374	92,204	209,578	217,812	363	218,175
Provisions for expected losses associated with credit risk	7	(662,759)	(156,841)	(819,600)	(515,126)	(178,477)	(693,603)
Deferred tax assets	19	-	1,089,264	1,089,264	-	1,039,857	1,039,857
Investments		-	901,990	901,990	-	799,785	799,785
Associates and subsidiaries	10	-	896,665	896,665	-	789,368	789,368
Other investments		-	5,325	5,325	-	10,417	10,417
Fixed assets	11	-	93,096	93,096	-	78,093	78,093
Intangible assets	11	-	312,031	312,031	-	241,847	241,847
Depreciation and amortization	11	-	(179,705)	(179,705)	-	(150,440)	(150,440)
Fixed assets		-	(61,543)	(61,543)	-	(55,454)	(55,454)
Intangible assets		-	(118,162)	(118,162)	-	(94,986)	(94,986)
Total assets		37,974,226	17,934,140	55,908,366	38,531,571	18,236,886	56,768,457

Notes to quarterly information

3. Current and non-current segregation

Notes	Bank					
	September 2023			December 2022		
	Current	Non-current	Total	Current	Non-current	Total
Liabilities and shareholders' equity						
Deposits and financial Instruments	34,401,252	14,761,030	49,162,282	36,628,723	13,934,791	50,563,514
Deposits	12 7,862,009	704,882	8,566,891	9,025,209	1,355,359	10,380,568
Money market funding	12 1,541,678	-	1,541,678	1,519,555	-	1,519,555
Funds from acceptance and issue of securities	12 9,364,156	10,029,356	19,393,512	9,321,026	8,030,672	17,351,698
Borrowings and Onlending	12 10,022,180	1,722,695	11,744,875	8,517,679	1,957,061	10,474,740
Derivative financial instruments	5.b 909,309	384,735	1,294,044	1,070,946	388,873	1,459,819
Foreign exchange portfolio	8 4,243,866	41,565	4,285,431	6,937,681	192,037	7,129,718
Subordinated debts	12 458,054	1,877,797	2,335,851	236,627	2,010,789	2,247,416
Provisions	13 257,482	30,349	287,831	298,493	17,618	316,111
Deferred tax obligations	19 -	283,720	283,720	-	235,366	235,366
Other liabilities	431,825	20,901	452,726	420,240	27,840	448,080
Interbank accounts	40,371	-	40,371	29	-	29
Interbranch accounts	134,775	2	134,777	100,200	-	100,200
Social and statutory	88,632	323	88,955	81,716	321	82,037
Taxes and social security	14.a 97,209	2,446	99,655	183,879	2,204	186,083
Trading and intermediation of securities	14.c 54,492	-	54,492	32,298	-	32,298
Sundry	14.b 16,346	18,130	34,476	22,118	25,315	47,433
Shareholders' equity	-	5,721,807	5,721,807	-	5,205,386	5,205,386
Capital	24.a -	4,472,130	4,472,130	-	4,315,017	4,315,017
Brazilian residents	-	1,102,272	1,102,272	-	1,052,046	1,052,046
Foreign residents	-	3,212,745	3,212,745	-	3,262,971	3,262,971
Capital Increase	24.c -	157,113	157,113	-	-	-
Capital reserve	-	72,462	72,462	-	57,334	57,334
Profit reserve	-	938,189	938,189	-	918,594	918,594
Other comprehensive income	-	(16,743)	(16,743)	-	(3,397)	(3,397)
Treasury stock	24.e -	(71,283)	(71,283)	-	(82,162)	(82,162)
Retained earnings	-	327,052	327,052	-	-	-
Total liabilities	35,090,559	20,817,807	55,908,366	37,347,456	19,421,001	56,768,457

Notes to quarterly information

3. Current and non-current segregation

	Notes	Consolidated					
		September 2023			December 2022		
		Current	Non-current	Total	Current	Non-current	Total
Assets							
Cash and banks	4	106,930	-	106,930	329,879	-	329,879
Financial instruments		37,891,397	15,905,465	53,796,862	37,845,293	16,802,382	54,647,675
Interbank investments		5,238,005	73,435	5,311,440	6,101,084	48,267	6,149,351
Foreign exchange portfolio	8	4,220,491	42,868	4,263,359	6,606,871	499,188	7,106,059
Marketable securities	5.a	10,453,759	8,179,183	18,632,942	6,432,644	7,241,850	13,674,494
Derivative financial instruments	5.b	1,539,170	790,232	2,329,402	1,597,066	687,493	2,284,559
Loans	6	16,439,972	6,819,747	23,259,719	17,107,628	8,325,584	25,433,212
Other assets		1,643,738	675,023	2,318,761	1,632,211	271,387	1,903,598
Interbank accounts		408,937	3,284	412,221	290,460	3,306	293,766
Trading and intermediation of securities	9.a	493,727	-	493,727	683,162	-	683,162
Receivables		25,164	4,033	29,197	19,828	4,122	23,950
Prepaid expenses		12,978	4,936	17,914	12,151	6,687	18,838
Assets not for own use		123,917	37,000	160,917	120,415	37,000	157,415
Sundry	9.b	579,015	625,770	1,204,785	506,195	220,272	726,467
Provisions for expected losses associated with credit risk	7	(662,759)	(156,841)	(819,600)	(515,126)	(178,477)	(693,603)
Deferred tax assets	19	-	1,093,062	1,093,062	-	1,041,378	1,041,378
Investments		-	5,325	5,325	-	10,417	10,417
Other investments		-	5,325	5,325	-	10,417	10,417
Fixed assets	11	-	93,096	93,096	-	78,093	78,093
Intangible assets	11	-	312,031	312,031	-	241,847	241,847
Depreciation and amortization	11	-	(179,705)	(179,705)	-	(150,440)	(150,440)
Fixed assets		-	(61,543)	(61,543)	-	(55,454)	(55,454)
Intangible assets		-	(118,162)	(118,162)	-	(94,986)	(94,986)
Total assets		38,979,306	17,747,456	56,726,762	39,292,257	18,116,587	57,408,844

Notes to quarterly information

3. Current and non-current segregation

Notes	Consolidated					
	September 2023			December 2022		
	Current	Non-current	Total	Current	Non-current	Total
Liabilities and shareholders' equity						
Deposits and financial Instruments	34,737,423	14,989,193	49,726,616	36,884,739	14,080,292	50,965,031
Deposits	12 7,754,949	687,520	8,442,469	9,021,902	1,332,401	10,354,303
Money market funding	12 1,541,678	-	1,541,678	1,448,963	-	1,448,963
Funds from acceptance and issue of securities	12 9,364,156	10,029,356	19,393,512	9,321,026	8,030,672	17,351,698
Borrowings and Onlending	12 10,127,533	1,722,695	11,850,228	8,517,679	1,957,061	10,474,740
Derivative financial instruments	5.b 1,247,187	630,260	1,877,447	1,400,861	557,332	1,958,193
Foreign exchange portfolio	8 4,243,866	41,565	4,285,431	6,937,681	192,037	7,129,718
Subordinated debts	12 458,054	1,877,797	2,335,851	236,627	2,010,789	2,247,416
Provisions	13 330,944	33,076	364,020	394,114	27,082	421,196
Deferred tax obligations	19 -	338,012	338,012	-	273,071	273,071
Other liabilities	553,793	21,064	574,857	514,292	27,851	542,143
Interbank accounts	40,371	-	40,371	29	-	29
Interbranch accounts	134,775	2	134,777	100,200	-	100,200
Social and statutory	88,632	323	88,955	81,716	321	82,037
Taxes and social security	14.a 149,968	2,609	152,577	210,441	2,215	212,656
Trading and intermediation of securities	14.c 123,727	-	123,727	99,803	-	99,803
Sundry	14.b 16,320	18,130	34,450	22,103	25,315	47,418
Shareholders' equity	-	5,723,257	5,723,257	-	5,207,403	5,207,403
Capital	24.a -	4,472,130	4,472,130	-	4,315,017	4,315,017
Brazilian residents	-	1,102,272	1,102,272	-	1,052,046	1,052,046
Foreign residents	-	3,212,745	3,212,745	-	3,262,971	3,262,971
Capital Increase	24.c -	157,113	157,113	-	-	-
Capital reserve	-	72,462	72,462	-	57,334	57,334
Profit reserve	-	938,189	938,189	-	918,594	918,594
Other comprehensive income	-	(16,743)	(16,743)	-	(3,397)	(3,397)
Treasury stock	24.e -	(71,283)	(71,283)	-	(82,162)	(82,162)
Retained earnings	-	327,052	327,052	-	-	-
Non controlling shareholders interest	-	1,450	1,450	-	2,017	2,017
Total liabilities	35,622,160	21,104,602	56,726,762	37,793,145	19,615,699	57,408,844

Notes to quarterly information**4. Cash and cash equivalents**

Cash and cash equivalent components:

	Bank		Consolidated	
	September 2023	December 2022	September 2023	December 2022
Cash and banks	106,678	329,813	106,930	329,879
Interbank investments	4,818,576	4,900,082	4,818,576	4,900,082
Foreign investments	321,865	838,842	321,865	838,842
Applications in the open market and in interbank deposits (a)	4,496,711	4,061,240	4,496,711	4,061,240
Total cash and cash equivalents	4,925,254	5,229,895	4,925,506	5,229,961

(a) Related to operations whose maturity on the date of effective investment was equal to or less than 90 days and which have an immaterial risk of change in value.

5. Marketable securities and derivative financial instruments**a) Marketable securities**

The classification of marketable securities on September 30, 2023 and December 31, 2022 are as follows:

	September 2023				December 2022	
	Bank		Consolidated		Bank	Consolidated
	Amortized cost	Market/Accounting	Amortized cost	Market/Accounting	Market/Accounting	Market/Accounting
Trading securities						
Financial treasury bills - "LFT"	92,011	92,111	93,052	93,151	67,796	67,796
Eurobonds	154,017	150,429	154,017	150,429	21,957	21,957
National treasury notes - "NTN - B"	1,720,919	1,724,720	1,720,919	1,724,720	1,074,627	1,074,627
Debentures	113,569	113,881	113,569	113,881	246,147	246,147
American treasury notes – T-Bills	-	-	-	-	1,419,820	1,419,820
Foreign government bonds	1,011,543	1,010,406	1,011,543	1,010,406	-	-
Public Company Shares	350,632	361,428	350,632	361,428	173,322	173,322
Investment fund	1,100	1,100	2,104	2,104	-	-
Subtotal - Trading securities	3,443,791	3,454,075	3,445,836	3,456,119	3,003,669	3,003,669
Securities available for sale (b)						
Financial Treasury Bills - "LFT"	1,454,063	1,454,350	1,507,157	1,507,527	1,282,301	1,491,260
Eurobonds	41,472	37,028	37,004	37,028	32,687	32,687
National Treasury Notes - "NTN - B"	512,964	510,538	512,964	510,538	895,237	895,237
National Treasury Notes - "NTN - A"	93,096	115,220	120,579	115,220	119,906	119,906
Certificate of Real State Receivables – "CRI"	6,981	6,980	6,981	6,980	2,683	2,683
Debentures	2,036,257	1,995,574	2,013,242	1,995,576	1,608,981	1,608,981
Promissory Notes - "NP"	1,139,382	1,133,650	1,139,382	1,133,650	709,636	709,636
Rural Product bills - "CPR"	3,933,696	3,928,346	3,933,696	3,928,346	3,131,819	3,131,819
Foreign government bonds	2,694,451	2,701,169	2,694,451	2,701,169	-	-
Funds in infrastructure holdings	46,470	45,409	46,470	45,409	21,579	39,867
Financial Bills - "LF"	28,686	28,680	28,686	28,680	62,307	62,307
Certificate of Agribusiness Receivables - "CRA"	90,400	90,097	90,400	90,097	89,266	89,266
Certificate of receivables - "CR"	60,760	58,725	60,760	58,725	60,000	60,000
Funds investment credit creditors	158,973	158,973	158,973	158,973	20,101	20,101
Shares of Closed Companies	16,789	16,789	16,789	16,789	9,386	9,386
National commercial	886,688	880,222	681,554	675,087	-	-
Subtotal - Securities available for sale	13,201,128	13,161,750	13,049,088	13,009,794	8,045,889	8,273,136
Held to maturity (a)						
National Treasury Notes - "NTN - B"	307,709	307,709	307,709	307,709	279,330	279,330
National treasury bills - "LTN"	244,399	244,399	244,399	244,399	567,522	567,522
National treasury bills - "NTN - F"	1,614,921	1,614,921	1,614,921	1,614,921	1,550,837	1,550,837
Subtotal - held to maturity	2,167,029	2,167,029	2,167,029	2,167,029	2,397,689	2,397,689
Total	18,811,948	18,782,854	18,661,953	18,632,942	13,447,247	13,674,494

Notes to quarterly information

- (a) Securities classified as held to maturity are valued at amortized cost, if they were valued at market value, on September 30, 2023, would have negative adjustment of R\$ 88,300 (negative adjustment of R\$ 161,638 on December 31, 2022), based on active market price (level 1).
- (b) The market value submitted is net of the allowance for devaluation considered permanent in the securities in the amount of R\$ 28,078 on September 30, 2023 (R\$ 66,473 on December 31, 2022).

On September 30, 2023, unrealized income on securities classified as available for sale totaled a loss of R\$ 39,295 (loss of R\$ 6,164 on December 31, 2022), which is recorded in equity under the account "Other comprehensive income" net of tax effects, amounting loss to R\$ 16,743 (loss of R\$ 3,397 on December 31, 2022).

The composition of the portfolio as of September 30, 2023 and December 31, 2022, considering the hierarchical levels of fair value measurement are shown as follows:

	Bank				Consolidated			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
September 2023								
Trading securities	3,429,643	24,432	-	3,454,075	3,430,683	23,332	2,104	3,456,119
Securities available for sale	2,625,497	5,349,746	5,186,507	13,161,750	2,678,676	5,349,746	4,981,372	13,009,794
December 2022								
Trading securities	2,827,119	176,550	-	3,003,669	2,827,119	176,550	-	3,003,669
Securities available for sale	2,752,801	2,100,919	3,192,169	8,045,889	2,980,048	2,100,919	3,192,169	8,273,136

Measurement of fair value - level 1 is based on quoted prices (not adjusted) in active markets for identical assets or liabilities.

Measurement of fair value - level 2 is based on other variables in addition to observable quoted prices included in level 1 for asset or liability, whether directly (i.e., as prices) or indirectly (i.e., based on prices).

Measurement of fair value - level 3 is based are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Notes to quarterly information

The Bank's portfolio as of September 30, 2023 and December 31, 2022, classified by maturity or effective possibility of settlement, are as follows:

	Bank						
	September 2023						
	Without maturity	Up to 3 months	3 to 6 months	6 to 12 Months	1 to 3 years	Over 3 years	Total
Trading securities							
Financial Treasury Bills - "LFT"	-	-	29,833	48,150	14,128	-	92,111
Eurobonds	-	-	-	-	32,679	117,750	150,429
National Treasury Notes - "NTN - B"	-	-	-	86,445	221,209	1,417,066	1,724,720
Debentures	-	-	-	-	12,006	101,875	113,881
Foreign government bonds	-	1,010,406	-	-	-	-	1,010,406
Public Company Shares	361,428	-	-	-	-	-	361,428
Funds investment	1,100	-	-	-	-	-	1,100
Subtotal - Trading securities	362,528	1,010,406	29,833	134,595	280,022	1,636,691	3,454,075
Securities available for sale							
Financial Treasury Bills - "LFT"	-	-	-	2,512	1,175,278	276,560	1,454,350
Eurobonds	-	-	-	-	37,028	-	37,028
National Treasury Notes - "NTN - B"	-	-	-	424,933	-	85,605	510,538
National Treasury Notes - "NTN - A"	-	-	-	115,220	-	-	115,220
Certificate of Real State Receivables - "CRI"	-	-	-	-	1,929	5,051	6,980
Debentures	-	307,114	-	523	1,231,515	456,422	1,995,574
Promissory Notes - "NP"	-	53,074	74,052	416,988	468,963	120,573	1,133,650
Rural product bills - "CPR"	-	474,078	600,845	947,371	1,189,750	716,302	3,928,346
Foreign government bonds	-	2,701,169	-	-	-	-	2,701,169
Financial Bills - "LF"	-	-	-	-	28,680	-	28,680
Certificate of Agribusiness Receivables - "CRA"	-	-	-	-	36,522	53,575	90,097
Funds in infrastructure holdings	45,409	-	-	-	-	-	45,409
Certificate of receivables - "CR"	-	-	-	-	-	58,725	58,725
Funds investment credit creditors	158,973	-	-	-	-	-	158,973
Shares of Closed Companies	16,789	-	-	-	-	-	16,789
National commercial	-	-	99,337	148,617	617,508	14,760	880,222
Subtotal - Securities available for sale	221,171	3,535,435	774,234	2,056,164	4,787,173	1,787,573	13,161,750
Held to maturity							
National Treasury Notes - "NTN - B"	-	-	-	166,236	17,765	123,708	307,709
National Treasury Bills - "LTN"	-	-	244,399	-	-	-	244,399
National Treasury Bills - "NTN - F"	-	-	-	-	582,254	1,032,667	1,614,921
Subtotal - Held to maturity	-	-	244,399	166,236	600,019	1,156,375	2,167,029
Total - September 2023	583,699	4,545,841	1,048,466	2,356,995	5,667,214	4,580,639	18,782,854
Total - December 2022	224,388	1,804,741	1,512,673	1,496,845	4,079,841	4,328,759	13,447,247

Notes to quarterly information

	Consolidated						Total
	September 2023						
	Without maturity	Up to 3 months	3 to 6 months	6 to 12 Months	1 to 3 years	Over 3 years	
Trading securities							
Financial Treasury Bills - "LFT"	1,041	-	29,832	48,150	14,128	-	93,151
Eurobonds	-	-	-	-	32,679	117,750	150,429
National Treasury Notes - "NTN - B"	-	-	-	86,445	221,209	1,417,066	1,724,720
Debentures	-	-	-	-	12,006	101,875	113,881
Foreign government bonds	-	1,010,406	-	-	-	-	1,010,406
Public Company Shares	361,428	-	-	-	-	-	361,428
Investment funds	2,104	-	-	-	-	-	2,104
Subtotal - Trading securities	364,573	1,010,406	29,832	134,595	280,022	1,636,691	3,456,119
Securities available for sale							
Financial Treasury Bills - "LFT"	-	-	-	2,512	1,228,455	276,560	1,507,527
Eurobonds	-	-	-	-	37,028	-	37,028
National Treasury Notes - "NTN - B"	-	-	-	424,933	-	85,605	510,538
National Treasury Notes - "NTN - A"	-	-	-	115,220	-	-	115,220
Certificate of Real State Receivables - "CRI"	-	-	-	-	1,929	5,051	6,980
Debentures	-	307,117	-	523	1,231,515	456,422	1,995,577
Promissory Notes - "NP"	-	53,073	74,052	416,988	468,963	120,573	1,133,649
Rural product bills - "CPR"	-	474,078	600,845	947,371	1,189,750	716,302	3,928,346
Foreign government bonds	-	2,701,169	-	-	-	-	2,701,169
Financial Bills - "LF"	-	-	-	-	28,680	-	28,680
Certificate of Agribusiness Receivables - "CRA"	-	-	-	-	36,522	53,575	90,097
Funds in infrastructure holdings	45,409	-	-	-	-	-	45,409
Certificate of receivables - "CR"	-	-	-	-	-	58,725	58,725
Funds investment credit creditors	158,973	-	-	-	-	-	158,973
Shares of Closed Companies	16,789	-	-	-	-	-	16,789
National commercial	-	-	99,336	148,617	412,374	14,760	675,087
Subtotal - Securities available for sale	221,171	3,535,437	774,233	2,056,164	4,635,216	1,787,573	13,009,794
Held to maturity							
National Treasury Notes - "NTN - B"	-	-	-	166,236	17,765	123,708	307,709
National Treasury Bills - "LTN"	-	-	244,399	-	-	-	244,399
National Treasury Bills - "NTN - F"	-	-	-	-	582,254	1,032,667	1,614,921
Subtotal - Held to maturity	-	-	244,399	166,236	600,019	1,156,375	2,167,029
Total - September 2023	585,744	4,545,843	1,048,464	2,356,995	5,515,257	4,580,639	18,632,942
Total - December 2022	242,676	1,804,741	1,512,673	1,496,845	4,079,841	4,537,718	13,674,494

The Bank has securities linked as guarantees of its operations as follows:

Operation type	Linked securities	Bank and Consolidated Market Value	
		September 2023	December 2022
Derivatives - B3 S.A. - Brasil, Bolsa, Balcão e CBLC	LTN / LFT	387,460	261,659
Exchange - B3 S.A. - Brasil, Bolsa, Balcão	LTN / LFT	252,445	171,610
Agribusiness credit bills funding	Rural product bills	3,426,535	2,180,400
Total		4,066,440	2,613,669

Notes to quarterly informationb) Derivative financial instruments

The Bank carries out transactions with derivative financial instruments on demand of its clients or primarily aimed at protecting market price variations and dilution of currency risks and interest rates of its assets and liabilities and cash flows contracted by compatible terms, rates and amounts.

Derivatives are used as a risk transfer tool aimed to cover Banking Book and Trading Book portfolio positions, In addition, highly liquid derivatives traded on stock exchanges are used, within strict limits and with regular review, in order to manage Trading Book portfolio exposures.

Derivatives are used as a risk transfer tool aimed to cover Banking Book and Trading Book portfolio positions, in addition, highly liquid derivatives traded on stock exchanges are used, within strict limits and with regular review, in order to manage Trading Book portfolio exposures.

The market values of these derivative financial instruments are determined based on quotations disclosed by specialized stock exchanges and, in certain cases, when there is no liquidity or market quotation, estimates of present values and other pricing techniques are used.

The bases adopted for determining market prices are as follows:

- Futures: stock exchange quotations;
- Options: determined based on the criteria set forth in the contracts, calculated according to known models used by the market;
- Swaps: cash flows for each contract are discounted to present value, in accordance with the respective interest rate curves, obtained based on B3 S.A. - Brasil, Bolsa, Balcão prices adjusted to the credit risk of the counterparties; and
- Forward: the future value of the transaction discounted to present value as rates obtained at B3 S.A. - Brasil, Bolsa, Balcão grants or reference stock exchange market adjusted to the credit risk of the counterparties.

Notes to quarterly information

Differentials and adjustments to derivative financial instruments are recorded in the respective balance sheet accounts and matched against the result of operations, They are adjusted to market value and the notional value of financial instruments is recorded in off balance accounts, as follows:

	Bank					
	September 2023			December 2022		
	Notional value	Cost - receivable / (payable)	Marked to market adjustment	Market Value	Notional Value	Market value
Future contracts	21,524,988	-	-	-	8,704,666	-
Purchase commitments	11,727,536	-	-	-	5,464,673	-
Interbank market	9,358,604	-	-	-	4,881,551	-
Foreign currency	-	-	-	-	528,760	-
Others	2,368,932	-	-	-	54,362	-
Sales commitments	9,797,452	-	-	-	3,239,993	-
Interbank market	8,373,459	-	-	-	3,200,258	-
Foreign currency	1,346,409	-	-	-	-	-
Others	77,584	-	-	-	39,735	-
Asset position	30,835,385	1,603,971	(28,526)	1,575,445	27,268,722	1,680,988
Swap contracts	10,029,982	194,572	128,896	323,468	5,547,070	262,915
Interbank market	6,651,862	135,036	102,675	237,711	4,432,488	227,977
Foreign currency	884,159	28,145	943	29,088	518,505	16,048
Fixed rates	2,437,426	19,030	28,979	48,009	545,667	13,459
Others	56,535	12,361	(3,701)	8,660	50,410	5,431
Options contracts	12,969,496	1,163,084	(278,562)	884,522	13,050,522	967,053
Purchase commitments	6,205,479	546,074	(258,069)	288,005	6,362,673	285,380
Foreign currency	5,980,258	504,365	(299,742)	204,623	6,334,902	281,507
Others financial assets	225,221	41,709	41,673	83,382	27,771	3,873
Sale commitment	6,764,017	617,010	(20,493)	596,517	6,687,849	681,673
Foreign currency	6,658,058	615,484	(20,470)	595,014	6,600,917	677,173
Other financial assets	105,959	1,526	(23)	1,503	86,932	4,500
Other financial instruments	7,835,907	246,315	121,140	367,455	8,671,130	451,020
Interbank market	43,474	1,019	1,561	2,580	-	-
Foreign currency	4,489,041	58,804	118,165	176,969	5,806,434	102,759
Others financial assets	3,303,392	186,492	1,414	187,906	2,864,696	348,261

Notes to quarterly information

	Bank					
	September 2023			December 2022		
	Notional value	Cost - receivable / (payable)	Marked to market adjustment	Market Value	Notional Value	Market value
Liability position	28,189,624	(1,126,183)	(167,861)	(1,294,044)	27,708,217	(1,459,819)
Swap contracts	3,940,605	(172,798)	(43,088)	(215,886)	3,518,971	(130,357)
Interbank market	1,886,141	(51,279)	(29,974)	(81,253)	1,982,113	(66,317)
Foreign currency	486,285	(17,870)	4,870	(13,000)	957,127	(41,368)
Fixed rates	682,681	(19,785)	(7,395)	(27,180)	489,922	(11,898)
Others	885,498	(83,864)	(10,589)	(94,453)	89,809	(10,774)
Options contracts	19,160,505	(751,479)	22,290	(729,189)	17,827,779	(866,166)
Purchase commitments	12,469,342	(310,156)	76,924	(233,232)	11,548,487	(286,132)
Foreign currency	12,315,523	(300,130)	76,897	(223,233)	11,415,996	(284,316)
Others financial assets	153,819	(10,026)	27	(9,999)	132,491	(1,816)
Sales commitments	6,691,163	(441,323)	(54,634)	(495,957)	6,279,292	(580,034)
Foreign currency	6,488,642	(358,746)	(110,362)	(469,108)	6,130,532	(535,704)
Others financial assets	202,521	(82,577)	55,728	(26,849)	148,760	(44,330)
Other financial instruments	5,088,514	(201,906)	(147,063)	(348,969)	6,361,467	(463,296)
Interbank market	142,146	(36,914)	6,767	(30,147)	-	-
Foreign currency	3,563,480	(100,267)	(147,722)	(247,989)	5,219,645	(377,297)
Others financial assets	1,382,888	(64,725)	(6,108)	(70,833)	1,141,822	(85,999)

Notes to quarterly information

	Consolidated					
	September 2023			December 2022		
	Notional value	Cost - receivable / (payable)	Marked to market adjustment	Market Value	Notional Value	Market value
Future contracts	21,524,988	-	-	-	8,704,666	-
Purchase commitments	11,727,536	-	-	-	5,464,673	-
Interbank market	9,358,604	-	-	-	4,881,551	-
Foreign currency	-	-	-	-	528,760	-
Others	2,368,932	-	-	-	54,362	-
Sales commitments	9,797,452	-	-	-	3,239,993	-
Interbank market	8,373,459	-	-	-	3,200,258	-
Foreign currency	1,346,409	-	-	-	-	-
Others	77,584	-	-	-	39,735	-
Asset position	32,643,447	1,603,971	725,431	2,329,402	28,447,335	2,284,559
Swap contracts	10,029,982	194,572	128,896	323,468	5,547,070	262,914
Interbank market	6,651,862	135,036	102,675	237,711	4,432,488	227,977
Foreign currency	884,159	28,145	943	29,088	518,505	16,048
Fixed rates	2,437,426	19,030	28,979	48,009	545,667	13,459
Others	56,535	12,361	(3,701)	8,660	50,410	5,430
Options contracts	12,969,496	1,163,084	(278,562)	884,522	13,050,522	967,053
Purchase commitments	6,205,479	546,074	(258,069)	288,005	6,362,673	285,380
Foreign currency	5,980,258	504,365	(299,742)	204,623	6,334,902	281,507
Others financial assets	225,221	41,709	41,673	83,382	27,771	3,873
Sale commitment	6,764,017	617,010	(20,493)	596,517	6,687,849	681,673
Foreign currency	6,658,058	615,484	(20,470)	595,014	6,600,917	677,173
Other financial assets	105,959	1,526	(23)	1,503	86,932	4,500
Other financial instruments	9,643,969	246,315	875,097	1,121,412	9,849,743	1,054,592
Interbank market	43,474	1,019	1,560	2,579	-	-
Foreign currency	6,297,103	58,804	872,123	930,927	5,786,424	102,371
Others financial assets	3,303,392	186,492	1,414	187,906	4,063,319	952,221

Notes to quarterly information

	Consolidated					
	September 2023				December 2022	
	Notional value	Cost - receivable / (payable)	Marked to market adjustment	Market Value	Notional Value	Market value
Liability position	29,602,983	(1,124,517)	(752,930)	(1,877,447)	28,731,316	(1,958,193)
Swap contracts	3,940,605	(172,798)	(43,089)	(215,887)	3,518,971	(130,356)
Interbank market	1,886,141	(51,279)	(29,975)	(81,254)	1,982,113	(66,317)
Foreign currency	486,285	(17,870)	4,870	(13,000)	957,127	(41,368)
Fixed rates	682,681	(19,785)	(7,395)	(27,180)	489,922	(11,898)
Others	885,498	(83,864)	(10,589)	(94,453)	89,809	(10,773)
Options contracts	19,160,505	(751,479)	22,290	(729,189)	17,827,779	(866,166)
Purchase commitments	12,469,342	(310,156)	76,924	(233,232)	11,548,487	(286,132)
Foreign currency	12,315,523	(300,130)	76,897	(223,233)	11,415,996	(284,316)
Others financial assets	153,819	(10,026)	27	(9,999)	132,491	(1,816)
Sales commitments	6,691,163	(441,323)	(54,634)	(495,957)	6,279,292	(580,034)
Foreign currency	6,488,642	(358,746)	(110,362)	(469,108)	6,130,532	(535,704)
Others financial assets	202,521	(82,577)	55,728	(26,849)	148,760	(44,330)
Other financial instruments	6,501,873	(200,240)	(732,131)	(932,371)	7,384,566	(961,671)
Interbank market	142,146	(36,914)	6,766	(30,148)	-	-
Foreign currency	4,976,839	(98,601)	(732,790)	(831,391)	5,206,207	(377,060)
Others financial assets	1,382,888	(64,725)	(6,107)	(70,832)	2,178,359	(584,611)

Notes to quarterly information

To mitigate the risks of changes in the fair value of the operation to Foreign Onleading's in the amount US\$ 61,1 million (Note 12.b), Management has decided to designate the financial instruments shown below for exchange protection of a portion of the principal amount as well as a portion of the contractual interest (US\$ 66,7 million as of December 31, 2022).

Derivatives designated as fair value hedge instruments	Bank e Consolidated			
	September 2023			
	Notional Value	Curve Yield	Market Value	MTM
Hedge instruments	308,429	309,492	294,245	(15,247)
Swap contracts	308,429	309,492	294,245	(15,247)
Foreign currency – US dollar – Assets position (1)	308,429	309,492	294,245	(15,247)
Subject to hedge	309,495	(309,495)	(294,248)	15,247
Liabilities due to transfers abroad (Note 12.b)	309,495	(309,495)	(294,248)	15,247

Derivatives designated as fair value hedge instruments	Bank e Consolidated			
	December 2022			
	Notional Value	Curve Yield	Market Value	MTM
Hedge instruments	336,468	359,134	337,893	(21,241)
Swap contracts	336,468	359,134	337,893	(21,241)
Foreign currency – US dollar – Assets position (1)	336,468	359,134	337,893	(21,241)
Subject to hedge	349,387	(349,387)	(328,146)	21,241
Liabilities due to transfers abroad (Note 12.b)	349,387	(349,387)	(328,146)	21,241

Derivative financial instruments by maturity as of September 30, 2023 and December 31, 2022 are as follows:

	Bank							December 2022
	September 2023							
	Up to 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	Over 3 years	Total	Total
Off Balance Book								
Futures contracts	2,635,313	6,319,552	5,879,256	3,311,344	1,661,558	1,717,965	21,524,988	8,704,666
Option contracts	481,445	2,120,715	710,176	21,313,300	7,198,829	305,536	32,130,001	30,878,301
Swap contracts	558,487	892,475	3,129,833	2,359,808	3,813,305	3,216,679	13,970,587	9,066,041
Other financial instruments	3,502,746	3,976,128	1,845,022	2,963,513	612,735	24,277	12,924,421	15,032,597
Total - September 2023	7,177,991	13,308,870	11,564,287	29,947,965	13,286,427	5,264,457	80,549,997	-
Total - December 2022	4,115,960	6,680,214	3,898,208	28,500,832	13,427,468	7,058,923	-	63,681,605
Asset position								
Option contracts	2,421	30,616	22,910	577,308	242,763	8,504	884,522	967,053
Swap contracts	24,945	30,734	33,633	44,689	105,524	83,943	323,468	262,915
Other financial instruments	76,453	154,047	46,824	65,207	24,924	-	367,455	451,020
Total - September 2023	103,819	215,397	103,367	687,204	373,211	92,447	1,575,445	-
Total - December 2022	64,631	230,539	102,161	815,725	393,588	74,344	-	1,680,988
Liability position								
Option contracts	(6,071)	(11,532)	(14,187)	(465,611)	(223,284)	(8,504)	(729,189)	(866,166)
Swap contracts	(9,414)	(8,284)	(14,419)	(66,835)	(45,551)	(71,383)	(215,886)	(130,357)
Other financial instruments	(120,720)	(91,787)	(45,386)	(55,063)	(34,527)	(1,486)	(348,969)	(463,296)
Total - September 2023	(136,205)	(111,603)	(73,992)	(587,509)	(303,362)	(81,373)	(1,294,044)	-
Total - December 2022	(144,311)	(118,994)	(92,920)	(714,721)	(360,866)	(28,007)	-	(1,459,819)

Notes to quarterly information

	Consolidated							December 2022
	September 2023						Total	
	Up to 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	Over 3 years		Total
Off Balance Book								
Futures contracts	2,635,313	6,319,552	5,879,256	3,311,344	1,661,558	1,717,965	21,524,988	8,704,666
Option contracts	481,445	2,120,715	710,179	21,313,300	7,198,829	305,533	32,130,001	30,878,301
Swap contracts	558,487	892,475	3,129,833	2,359,808	3,813,305	3,216,679	13,970,587	9,066,041
Other financial instruments	3,643,346	4,264,459	2,206,442	3,783,240	2,046,757	201,598	16,145,842	17,234,309
Total - September 2023	7,318,591	13,597,201	11,925,710	30,767,692	14,720,449	5,441,775	83,771,418	-
Total - December 2022	4,225,632	6,883,689	4,184,797	29,136,463	14,387,821	7,064,915	-	65,883,317
Asset position								
Option contracts	2,422	30,616	22,910	577,308	242,762	8,504	884,522	967,053
Swap contracts	24,944	30,734	33,633	44,689	105,525	83,943	323,468	262,914
Other financial instruments	114,117	234,623	151,564	271,611	329,468	20,029	1,121,412	1,054,592
Total - September 2023	141,483	295,973	208,107	893,608	677,755	112,476	2,329,402	-
Total - December 2022	99,492	295,519	196,881	1,005,174	612,105	75,388	-	2,284,559
Liability position								
Option contracts	(6,071)	(11,532)	(14,187)	(465,611)	(223,284)	(8,504)	(729,189)	(866,166)
Swap contracts	(9,414)	(8,284)	(14,419)	(66,835)	(45,552)	(71,383)	(215,887)	(130,356)
Other financial instruments	(152,144)	(159,350)	(125,570)	(213,770)	(258,555)	(22,982)	(932,371)	(961,671)
Total - September 2023	(167,629)	(179,166)	(154,176)	(746,216)	(527,391)	(102,869)	(1,877,447)	-
Total - December 2022	(174,139)	(174,923)	(174,416)	(877,383)	(529,005)	(28,327)	-	(1,958,193)

The composition of the portfolio as of September 30, 2023 and December 31, 2022, considering the hierarchical levels of fair value measurement are shown as follows:

	Bank			Consolidated		
	Level 1	Level 2	Total	Level 1	Level 2	Total
Asset Position						
September 2023	843,795	731,650	1,575,445	843,795	1,485,607	2,329,402
December 2022	992,912	688,076	1,680,988	992,912	1,291,647	2,284,559
Liabilities Position						
September 2023	808,505	485,539	1,294,044	808,505	1,068,942	1,877,447
December 2022	1,104,535	355,284	1,459,819	1,104,635	853,558	1,958,193

Gains (losses) on derivative financial instruments for the quarters and accumulated ended on September 30, 2023 and 2022 are as follows:

	Bank							
	Quarter 2023			Accumulated 2023			Quarter 2022	Accumulated 2022
	Gains	Losses	Net (1)	Gains	Losses	Net (1)	Net (1)	Net (1)
Swaps	371,200	(235,198)	136,002	1,494,173	(1,314,659)	179,514	64,533	340,916
Futures	2,783,102	(2,924,853)	(141,751)	9,100,515	(9,427,004)	(326,489)	337,971	(631,973)
Options	5,296,330	(5,263,576)	32,754	12,904,052	(12,798,648)	105,404	180	40,244
Other financial instruments	361,317	(125,885)	235,432	819,568	(661,476)	158,092	(352,859)	169,902
Total	8,811,949	(8,549,512)	262,437	24,318,308	(24,201,787)	116,521	49,825	(80,911)

(1) In the income statement, it is presented in a net form of income and expenses.

Notes to quarterly information

	Consolidated						Quarter 2022	Accumulated 2022
	Quarter 2023			Accumulated 2023				
	Gains	Losses	Net (1)	Gains	Losses	Net (1)	Net (1)	Net (1)
Swaps	374,597	(235,198)	139,399	1,497,570	(1,314,659)	182,911	64,533	340,916
Futures	2,783,102	(2,924,853)	(141,751)	9,100,515	(9,427,004)	(326,489)	337,971	(631,973)
Options	5,296,330	(5,263,576)	32,754	12,904,052	(12,798,648)	105,404	180	40,244
Other financial instruments	618,337	(333,907)	284,430	1,478,173	(1,203,168)	275,005	(327,569)	224,824
Total	9,072,366	(8,757,534)	314,832	24,980,310	(24,743,479)	236,831	75,115	(25,989)

(1) In the income statement, it is presented in a net form of income and expenses.

Risk sensitivity analysis in financial instrument operations

In accordance with CVM Rule No, 475/08, the Bank discloses a sensitivity analysis to all types of market risk stemming from financial instruments considered significant by management, The table below sets out the most probable scenario in management's assessment and two additional scenarios, The probable scenario considers contractual prices and, where applicable, indicators from various external sources or pricing models adopted to calculate the fair value of financial instruments at the balance sheet date, Scenario II considers a 25% deterioration in risk variables in view of the nature of financial instrument risk, Scenario III considers a 50% deterioration in the same variables.

	Exposure		
	Probable Scenario	Scenario II	Scenario III
i) Interest rate			
Net exposure to fixed interest rates (RWAjur1)	42,745	56,779	70,813
Net exposure of currency coupons (RWAjur2)	65,817	72,075	78,333
Net exposure of index coupons (RWAjur3)	128,968	129,754	130,540
Total interest rate exposure (Note 25)	237,530	258,608	279,686
ii) Foreign exchange rate	13,441	28,666	43,891
Total exposure purchased at exchange rates (Note 25)	13,441	28,666	43,891
iii) Index, shares and commodities	86,485	88,672	90,858
Total exposure to index, shares and commodities (Note 25)	86,485	88,672	90,858

i) Interest rates:

According to criteria established by the Central Bank of Brazil through Resolution CMN No, 4,745/19 and INBCB No, 247,22 financial instruments classified under trading books represent exposure that would have an impact on the organization's income by mark to market or when realized or settled, Financial instruments indexed to interest rates pose potential risk from market fluctuations, These risks are managed through a methodology set out by the Central Bank of Brazil and the result of this analysis is considered when determining the minimum regulatory capital required of financial institutions.

In order to comply with CVM Rule No, 475/08, regarding risk sensitivity, it was utilized, in the scenario analysis required in this regulation, the amount of the minimum capital requirement for interest rate exposure as of September 30, 2023.

Notes to quarterly information

ii) Foreign exchange rate:

The net exposure of exchange rates is regulated by the Central Bank of Brazil through CMN Resolution No, 4,958/21, CMN Resolution No, 4,956/21, Circular No, 3,641/13 and Circular No, 3,984/20, Such regulations determine 30% of the reference equity as the maximum limit for such exposures.

The exposure calculation criteria determined by the Central Bank of Brazil were considered and, in compliance with the requirements of CVM Instruction No, 475/08, the analysis of scenarios from the net exposure existing on September 30, 2023 was performed.

iii) Banking Book:

These refer to operations that are not classified in the trading book, resulting from Bank business lines and their possible hedge instruments, Measurement and valuation of interest rate risk of banking book operations are regulated by the Central Bank of Brazil through BCB Resolution No, 48/20 that sets criteria and assumptions to gauge the degree of risk including stress tests whose results could indicate how much regulatory capital is required to cover such risks.

Results of these procedures have no relevance on accounting practices regarding the recording and valuation of banking book operations are reported to the Central Bank of Brazil and at September 30, 2023 an exposure of R\$ 259,605 (R\$ 118,830 on December 31, 2022), was stated, which also takes into account interest rate risk of the aforementioned banking book in alternative scenarios according to methodologies set out by the regulatory body.

In order to carry out a risk sensitivity analysis, foreign exchange mismatch risk in the banking book is considered in the foreign exchange rate position as set out in item II.

6. Lending operations, guarantees and responsibilities

The amounts of loans and financial guarantees provided are as follows:

Loans portfolio by modality

	Bank		Consolidated	
	September 2023	December 2022	September 2023	December 2022
Loans				
Loans	10,228,822	10,951,936	10,244,203	10,971,055
Financing	7,557,329	8,799,709	7,557,329	8,799,709
Financing - Rural and agribusiness	1,710,826	1,515,245	1,710,826	1,515,245
Advances on export contracts and interest	1,177,359	1,292,706	1,177,359	1,292,706
Notes and loans receivable	2,570,002	2,854,497	2,570,002	2,854,497
Total - Loans	23,244,338	25,414,093	23,259,719	25,433,212
Financial guarantees and responsibilities (recorded in off balance accounts)				
Guarantees given to customers	10,858,148	11,172,678	10,858,148	11,153,124
Import credit facilities	300,463	306,997	300,463	306,997
Total - Financial guarantees and responsibilities	11,158,611	11,479,675	11,158,611	11,460,121
Total Portfolio	34,402,949	36,893,768	34,418,330	36,893,333

Notes to quarterly information

Loans portfolio by sector activity

	Bank					
	September 2023			December 2022		
	Loans	Guarantees and responsibilities	Total	Loans	Guarantees and responsibilities	Total
Private Sector						
Financial intermediaries	317,483	1,763,282	2,080,765	432,185	1,961,948	2,394,133
Industry	6,218,895	2,117,922	8,336,817	7,018,927	2,557,359	9,576,286
Commercial	6,063,020	981,463	7,044,483	6,127,138	957,461	7,084,599
Services	9,991,464	5,642,789	15,634,253	11,095,023	5,399,501	16,494,524
Individuals	295,049	82,929	377,978	421,072	76,839	497,911
Total - Private sector	22,885,911	10,588,385	33,474,296	25,094,345	10,953,108	36,047,453
Public Sector	358,427	570,226	928,653	319,748	526,567	846,315
Total	23,244,338	11,158,611	34,402,949	25,414,093	11,479,675	36,893,768

	Consolidated					
	September 2023			December 2022		
	Loans	Guarantees and responsibilities	Total	Loans	Guarantees and responsibilities	Total
Private Sector						
Financial intermediaries	317,483	1,763,282	2,080,765	432,185	1,961,948	2,394,133
Industry	6,218,895	2,117,922	8,336,817	7,018,927	2,557,359	9,576,286
Commercial	6,063,020	981,463	7,044,483	6,127,138	937,907	7,065,045
Services	9,991,464	5,642,789	15,634,253	11,095,023	5,399,501	16,494,524
Individuals	310,430	82,929	393,359	440,191	76,839	517,030
Total - Private sector	22,901,292	10,588,385	33,489,677	25,113,464	10,933,554	36,047,018
Public Sector	358,427	570,226	928,653	319,748	526,567	846,315
Total	23,259,719	11,158,611	34,418,330	25,433,212	11,460,121	36,893,333

Loans, guarantees and responsibilities, by maturity, are as follows

	Bank							Total
	September 2023							
	Maturities						Overdue after 15 days	
	Up to 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	Over 3 years		
Loans	2,776,521	2,710,381	4,234,170	6,150,616	5,961,926	857,821	552,903	23,244,338
Guarantees and responsibilities	1,079,969	1,868,832	1,999,609	2,605,121	2,693,433	911,647	-	11,158,611
Total - September 2023	3,856,490	4,579,213	6,233,779	8,755,737	8,655,359	1,769,468	552,903	34,402,949
Total - December 2022	3,659,359	6,701,376	6,049,413	8,862,194	9,993,589	1,516,889	110,948	36,893,768

	Consolidated							Total
	September 2023							
	Maturities						Overdue after 15 days	
	Up to 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	Over 3 years		
Loans	2,776,521	2,710,381	4,249,551	6,150,616	5,961,926	857,821	552,903	23,259,719
Guarantees and responsibilities	1,079,969	1,868,832	1,999,609	2,605,121	2,693,433	911,647	-	11,158,611
Total - September 2023	3,856,490	4,579,213	6,249,160	8,755,737	8,655,359	1,769,468	552,903	34,418,330
Total - December 2022	3,659,359	6,681,822	6,049,413	8,862,194	10,012,708	1,516,889	110,948	36,893,333

Notes to quarterly information

During the quarter ended September 30, 2023, in the Bank and Consolidated, no assignments were made with substantial transfer of risks and benefits, in accordance with CMN Resolution 3,533/08 (R\$ 160,646 for the year ended December 31, 2022). The was no effect of these operations on the result for the quarter ended September 30, 2023. In the quarter ended September 30, 2022, the effect was positive in the amount of R\$1,788, net of any provision results.

Credit risks concentrate on are as follows

	Bank and Consolidated			
	September 2023		December 2022	
	Balance	% of portfolio (1)	Balance	% of portfolio (1)
Main debtor	535,452	1.56	823,606	2,23
10 main debtors	3,710,056	10.78	4,633,143	12,56
20 main debtors	6,017,772	17.49	7,035,583	19,07

(1) Total portfolio taking the balances of guarantees and responsibilities into consideration,

7. Provision for expected losses associated with credit risk

The portfolios of credit operations and the provision for expected losses associated with credit risk, as of September 30, 2023 and December 31, 2022, are as follows:

Risk rating	Bank					
	September 2023			December 2022		
	Normal course	Past due	Total	Res, 2682	Operations	Allowance
AA	12,840,071	-	12,840,071	21,696	6,810,251	2,934
A	4,929,054	-	4,929,054	30,706	6,735,064	34,174
B	2,887,106	545	2,887,651	47,134	7,811,641	78,116
C	1,084,720	3,913	1,088,633	39,500	2,789,964	91,602
D	538,199	20,361	558,560	83,728	382,434	38,749
E	166,533	49,263	215,796	66,335	519,324	155,798
F	61,735	12,421	74,156	37,078	112,682	56,341
G	132,564	390,748	523,312	366,318	87,813	61,469
H	51,453	75,652	127,105	127,105	164,920	164,920
Additional provision (*)	-	-	-	-	-	9,500
Total	22,691,435	552,903	23,244,338	819,600	25,414,093	693,603

(*) Refers to the anti-cyclical provision in addition to the minimum required in Resolution CMN No, 2,682 / 99,

Risk rating	Consolidated					
	September 2023			December 2022		
	Normal course	Past due	Total	Res, 2682	Operations	Allowance
AA	12,855,452	-	12,855,452	21,696	6,829,370	2,934
A	4,929,054	-	4,929,054	30,706	6,735,064	34,174
B	2,887,106	545	2,887,651	47,134	7,811,641	78,116
C	1,084,720	3,913	1,088,633	39,500	2,789,964	91,602
D	538,199	20,361	558,560	83,728	382,434	38,749
E	166,533	49,263	215,796	66,335	519,324	155,798
F	61,735	12,421	74,156	37,078	112,682	56,341
G	132,564	390,748	523,312	366,318	87,813	61,469
H	51,453	75,652	127,105	127,105	164,920	164,920
Additional provision (*)	-	-	-	-	-	9,500
Total	22,706,816	552,903	23,259,719	819,600	25,433,212	693,603

(*) Refers to the anti-cyclical provision in addition to the minimum required in Resolution CMN No, 2,682 / 99,

Notes to quarterly information

Changes in the allowance for loan and other credit losses for the quarters and accumulated ended on September 30, 2023 and 2022 are as follows:

	Bank and Consolidated			
	Quarter 2023	Accumulated 2023	Quarter 2022	Accumulated 2022
Balances at the beginning of the period	789,760	693,603	554,890	720,379
Constitution / (Reversal)	68,316	242,475	51,876	110,149
Exchange rate variation	449	(1,355)	1,073	(503)
Loans written off as losses	(38,925)	(101,175)	(23,787)	(245,973)
Write-offs by credit assignment	-	(13,948)	(1,122)	(1,122)
Balances at the end of the period	819,600	819,600	582,930	582,930

The balances of the provision for financial guarantees provided by risk levels are shown as follows:

Risks rating	September 2023		December 2022			
	Bank and Consolidated		Bank		Consolidated	
	Amount	Provision	Amount	Provision	Amount	Provision
AA	9,438,821	8,038	7,918,973	4,001	7,899,419	4,001
A	837,848	4,956	1,957,484	10,310	1,957,484	10,310
B	333,788	4,949	1,039,931	10,449	1,039,931	10,449
C	355,840	14,074	454,411	17,101	454,411	17,101
D	141,933	14,193	31,910	3,191	31,910	3,191
E	50,381	15,114	76,966	23,090	76,966	23,090
Total	11,158,611	61,324	11,479,675	68,142	11,460,121	68,142

On September 30, 2023, balance of renegotiated loans amounted to R\$ 171,391 (R\$ 108,596 on December 31, 2022), there were no renegotiated credit transactions during the quarter ended September 30, 2023 amounted R\$ 74,966 (R\$ 11,620 in the quarter ended September 30, 2022).

The amount of loans recovered for the quarter ended September 30, 2023, previously offset against the provision, was R\$ 5,538 (R\$ 5,015 in the quarter ended September 30, 2022).

8. Foreign exchange portfolio

The balance of the foreign exchange portfolio is as under:

	Bank and Consolidated	
	September 2023	December 2022
Financial instruments - Asset Position		
Foreign exchange purchased to be settled - CCL	2,888,896	3,720,711
Provision for Exchange variation of CCL	(19)	(12,603)
Rights on foreign Exchange sale	1,406,836	3,398,535
Advances received	(32,354)	(584)
Total	4,263,359	7,106,059
Financial instruments - Liabilities Position		
Foreign exchange sold	1,418,534	3,451,494
Foreign exchange purchase liabilities	2,866,897	3,678,224
Total	4,285,431	7,129,718

Notes to quarterly information**9. Other credits**

a) Trading account is substantially represented by receivables from the settlement of operations with financial assets recorded on stock exchanges.

b) The breakdown of other sundry credits are as follows:

	Bank		Consolidated	
	September 2023	December 2022	September 2023	December 2022
Guarantee deposit debtors	16,593	16,883	16,593	16,883
Taxes and contributions to be offset	180,575	172,185	205,703	187,022
Securities and loans receivable	-	-	868,666	351,284
Energy contract advance (a)	-	-	101,196	142,165
Others	12,410	29,107	12,627	29,113
Total	209,578	218,175	1,204,785	726,467

a) These are operations advance of the controlling company ABC Comercializadora de Energia.

Notes to quarterly information

10. Investments

The balances of direct and indirect subsidiaries of total assets, shareholders' equity and net income for the period ended September 30, 2023 and December 31, 2022 are shown below:

	% Participation	September 2023				December 2022			
		Total Assets	Shareholders' Equity	Retained Earnings	Equity	Total Assets	Shareholder s' Equity	Retained Earnings	Equity
ABC Brasil Distribuidora de Títulos e Valores Mobiliários S.A. (a)	100%	17.452	9,756	8,319	8,319	118,129	113,402	7,021	7,021
ABC Brasil Administração e Participações Ltda. (a)	100%	99.362	89,074	28,649	28,649	156,159	148,196	28,381	28,381
ABC Brasil Comercializadora de Energia Ltda. (a)	100%	1.912.267	789,333	61,563	61,563	1,244,561	527,770	47,119	47,119
ABC IB Holding Ltda. (a)	100%	8.541	8,502	(1,497)	(1,497)	-	-	-	-
Baraúna Fundo de Investimento Multimercado Crédito Privado (a)	100%	1.101	1,100	-	-	-	-	-	-
			897,765	97,034	97,034		789,368	82,521	82,521
ABC Brasil Corretora de Seguros Ltda. (b)	90%	20.760	14,495	23,609	21,248	26,565	20,175	24,623	22,162
Leblon Gestora de Crédito Ltda. (b)	100%	4.950	4,949	(51)	(51)	-	-	-	-
Fundo de Investimento em Direito Creditório Não Padronizado ABC I (b)	100%	12.670	12,603	(397)	-	-	-	-	-
ABC M&A e ECM Ltda. (b)	100%	2.570	2,292	(708)	(708)	-	-	-	-
ABC DCM Ltda. (b)	100%	5.250	4,419	(580)	(580)	-	-	-	-
ABC Holding Financeira Ltda.	100%	38	38	(12)	(12)	-	-	-	-
			38,796	21,861	19,897		20,175	24,623	22,162

(a) Direct Subsidiary

(b) Indirect Subsidiary

On March 27, 2023, was approved the capital increase in the subsidiary ABC Brasil Comercializadora de Energia LTDA, in the amount of R\$ 200 million through the issuance of 200,000,000 (two hundred million) new quota, with a par value of R\$ 1,00 (one Real) each, which are fully subscribed and paid, in national currency.

11. Fixed, deferred and intangible assets

Fixed assets are depreciated using the straight-line method at the following annual rates: installations, furniture, communication and security systems - 10%. Computer equipment 20%; such rates represent fairly the economic useful life of assets.

Intangible assets correspond to acquisition and development of computer software and operating systems, amortized under the straight-line method at annual rate of 20%.

Notes to quarterly information

12. Deposits and open market funding

a) The compositions of the balances of the borrowings and their maturities are thus demonstrated:

	Bank					December 2022	Consolidated	
	September 2023						September 2023	December 2022
	Without maturity	Up to 3 months	3 to 12 months	1 to 3 years	Over 3 years		Total	Total
Deposits	522,557	3,121,521	4,217,931	690,295	14,587	8,566,891	10,380,568	10,354,303
Demand deposits	522,557	-	-	-	-	522,557	345,157	343,410
Interbank deposits	-	111,891	83,949	39,342	-	235,182	504,640	504,640
Time deposits	-	3,009,630	4,133,982	650,953	14,587	7,809,152	9,530,771	9,506,253
Open market funding	-	1,541,678	-	-	-	1,541,678	1,519,555	1,448,963
Acceptance and issuance of securities	-	2,512,282	6,851,874	9,763,022	266,334	19,393,512	17,351,698	17,351,698
Real estate credit bill	-	205,300	692,419	805,865	11,482	1,715,066	1,042,135	1,042,135
Agribusiness credit bills	-	1,444,221	2,215,048	1,256,122	20,254	4,935,645	5,315,143	5,315,143
Financial bills	-	862,690	3,941,509	7,701,035	234,598	12,739,832	10,991,214	10,991,214
Certificates of structured finance	-	71	2,898	-	-	2,969	3,206	3,206
Borrowings and onlendings	-	3,522,001	6,500,179	786,302	936,393	11,744,875	10,474,740	10,474,740
Foreign Borrowings	-	3,082,448	4,825,979	5,910	836	7,915,173	6,791,528	6,791,528
Onlendings - BNDES	-	20,769	57,488	123,681	169,571	371,509	593,259	593,259
Onlendings - FINAME	-	109,364	1,210,887	527,173	141,301	1,988,725	1,120,690	1,120,690
Onlendings – Other institutions	-	35,675	269,106	18,151	-	322,932	319,516	319,516
Foreign Onlendings	-	273,745	136,719	111,387	624,685	1,146,536	1,649,747	1,649,747
Subordinated debts	-	67,817	390,237	611,310	1,266,487	2,335,851	2,247,416	2,335,851
Financial bills	-	67,817	390,237	611,310	751,908	1,821,272	1,742,379	1,742,379
Perpetual Financial Bills	-	-	-	-	514,579	514,579	505,037	505,037
Total – September 2023	522,557	10,765,299	17,960,221	11,850,929	2,483,801	43,582,807	-	43,563,738
Total – December 2022	345,157	12,471,023	15,803,915	10,806,150	2,547,732	-	41,973,977	41,877,120

Notes to quarterly information

- b) The compositions of the balance of foreign onleading's on September 30, 2023 and December 31, 2022 are composed as follows:

	Bank e Consolidated	
	September 2023	December 2022
Borrowings and onleading's		
Foreign onleading's subject to "Hedge accounting" – maturity in November 2028 (Note 5.b)		
Principal amount US\$ 61,1 million (US\$ 66,7 million on December 31, 2022)	306,313	348,181
Accrued interest	3,182	1,206
Subtotal	309,495	349,387
Adjustment to market value ("Hedge Accounting") - Notes 2.d	(15,247)	(21,241)
Total	294,248	328,146
Other foreign onleading's	852,288	1,321,601
Total	1,146,536	1,649,747

13. Provisions

The compositions of provisions September 30, 2023 and December 31, 2022 are composed as follows:

	Bank		Consolidated	
	September 2023	December 2022	September 2023	December 2022
Allowance for payments to be settled	202,945	224,852	279,134	329,937
Provision for contingent liabilities (Note 23.d)	23,562	23,117	23,562	23,117
Provision for financial guarantees provided (Note 7)	61,324	68,142	61,324	68,142
Total	287,831	316,111	364,020	421,196

14. Other liabilities

- a) Tax and social security balances are as follows:

	Bank		Consolidated	
	September 2023	December 2022	September 2023	December 2022
Provision for income and social contribution taxes on income	-	91,137	32,576	106,501
Taxes and contributions payable	99,655	94,946	104,060	95,896
Provision for other deferred taxes	-	-	15,941	10,259
Total	99,655	186,083	152,577	212,656

- b) The balance of other sundry liabilities are as follows:

	Bank		Consolidated	
	September 2023	December 2022	September 2023	December 2022
Collection of taxes	3,138	2,735	3,138	2,735
Discount on acquired credits	12,996	22,079	12,996	22,079
Sundry domestic creditors	18,342	22,619	18,316	22,604
Total	34,476	47,433	34,450	47,418

- c) Trading and intermediation of securities account is substantially represented by amounts payable from the settlement of operations with financial assets recorded on stock exchanges.

Notes to quarterly information**15. Income from services rendered**

Income from services rendered for the quarters and accumulated ended on September 30, 2023 and 2022 are composed as follows:

	Bank			
	Quarter 2023	Accumulated 2023	Quarter 2022	Accumulated 2022
Income from guarantees given to customers	40,754	123,007	42,528	126,756
Fees related to credit operations	2,602	11,347	4,224	9,602
Collection fees	7,071	21,061	6,690	17,911
Bank fees	1,118	3,240	79	556
Income from commissioning and security placement	42,681	74,168	60,836	112,771
Income from other services	4,000	10,555	3,663	10,129
Total	98,226	243,378	118,020	277,725

	Consolidated			
	Quarter 2023	Accumulated 2023	Quarter 2022	Accumulated 2022
Income from guarantees given to customers	40,754	123,007	42,528	126,756
Fees related to credit operations	2,602	11,347	4,224	9,602
Collection fees	7,071	21,061	6,690	17,911
Bank fees	1,118	3,240	79	556
Income from commissioning and security placement	51,714	83,201	60,836	112,771
Insurance commission incomes	14,639	37,192	11,789	26,534
Income from other services	2,260	6,262	2,344	7,443
Total	120,158	285,310	128,490	301,573

16. Other administrative expenses

Other administrative expenses, in the quarters and accumulated ended on September 30, 2023 and 2022, are composed as follows:

	Bank			
	Quarter 2023	Accumulated 2023	Quarter 2022	Accumulated 2022
Third party services	4,067	11,502	4,793	11,992
Financial system services	10,606	29,799	8,665	25,323
Rentals	6,274	18,308	4,873	14,837
Specialist technical services	7,770	23,536	11,814	34,214
Data processing	18,699	56,140	14,833	36,961
Communication	1,304	3,836	1,197	3,498
Travel expenses	2,678	6,817	2,113	4,599
Depreciation and amortization	11,562	29,210	8,153	22,769
Promotions and public relations	6,747	7,071	769	1,705
Publications	6	23	32	63
Philanthropic contributions	-	-	144	144
Transportation	799	2,342	672	1,586
Asset maintenance and conservation	419	1,484	560	1,786
Water, electricity and gas	350	1,026	274	869
Materials	171	364	100	215
Insurance	199	667	208	577
Advertising and publicity	847	13,991	4,978	14,553
Condominium	1,037	3,136	819	2,477
Legal fees	8	67	41	176
Others	3,445	11,666	3,020	6,349
Total	76,988	220,985	68,058	184,693

Notes to quarterly information

	Consolidated			
	Quarter 2023	Accumulated 2023	Quarter 2022	Accumulated 2022
Third party services	4,500	12,379	5,025	12,741
Financial system services	10,616	29,828	8,674	25,351
Rentals	6,274	18,308	4,873	14,837
Specialist technical services	7,851	23,880	11,846	34,358
Data processing	18,741	56,211	14,843	36,990
Communication	1,304	3,836	1,197	3,498
Travel expenses	2,737	6,937	2,121	4,627
Depreciation and amortization	11,562	29,210	8,153	22,769
Promotions and public relations	6,750	7,074	769	1,705
Publications	6	59	35	90
Philanthropic contributions	-	-	144	144
Transportation	817	2,385	675	1,595
Asset maintenance and conservation	419	1,484	560	1,786
Water, electricity and gas	350	1,026	274	869
Materials	171	364	100	215
Insurance	199	667	208	577
Advertising and publicity	847	13,991	4,978	14,555
Condominium	1,037	3,136	819	2,477
Legal fees	8	67	41	176
Others	3,602	12,077	3,118	6,584
Total	77,791	222,919	68,453	185,944

17. Other operating income

Breakdown of other operating income, in the quarters and accumulated ended on September 30, 2023 and 2022 are as follows:

	Bank			
	Quarter 2023	Accumulated 2023	Quarter 2022	Accumulated 2022
Interest and monetary correction of assets	128	4,701	628	1,581
Recovery of charges and expenses	227	6,696	661	957
Reversal of other provisions	11,433	-	-	-
Reversal of provision for contingencies	221	221	-	-
Other revenues	117	341	110	381
Total	12,126	11,959	1,399	2,919

	Consolidated			
	Quarter 2023	Accumulated 2023	Quarter 2022	Accumulated 2022
Interest and monetary correction of assets	237	5,070	686	1,737
Recovery of charges and expenses	227	6,696	1,092	1,388
Reversal of other provisions	11,433	-	-	-
Reversal of provision for contingencies	221	221	-	-
Other revenues	117	343	110	381
Total	12,235	12,330	1,888	3,506

18. Other operating expenses

Breakdown of other operating expenses for the quarters and accumulated ended on September 30, 2023 and 2022 are as follows:

	Bank			
	Quarter 2023	Accumulated 2023	Quarter 2022	Accumulated 2022
Constitution of other provisions	-	5,517	14,670	24,705
Provision for contingencies	-	666	10,402	16,874
Commissions linked to operations	511	1,335	842	1,331
Fee on anticipation of suppliers	659	1,958	-	565
Other expenses	1,010	6,118	997	3,580
Total	2,180	15,594	26,911	47,055

Notes to quarterly information

The effect at September 30, 2023 in the movement of tax credits and deferred tax liabilities on income was expense of R\$ 9,853 in the Bank and R\$ 24,131 in the Consolidated, The effect calculated on shareholders' equity was revenue of R\$ 10,906 on the Bank and R\$ 10,874 on the Consolidated.

The realization of deferred tax assets and liabilities at September 30, 2023 based on the history of profitability and estimated realization are stated as follows:

Year	Bank			Consolidated
	Assets	Liabilities	Net	Net
2023	493,810	(283,720)	210,090	209,960
2024	385,042	-	385,042	334,678
2025	166,871	-	166,871	166,871
2026	15,684	-	15,684	15,684
2027	10,857	-	10,857	10,857
2028	4,348	-	4,348	4,348
Above 5 years	12,652	-	12,652	12,652
Total	1,089,264	(283,720)	805,544	755,050
Present value - Selic	591,955	(170,124)	421,831	395,179

For income tax, the rate used is 15% plus an additional 10% of annual taxable income exceeding R\$ 240 thousand, The social contribution rate is 20% for financial companies and 9% for nonfinancial companies.

Expenses with income and social contribution taxes for the quarters and accumulated ended on September 30, 2023 and 2022 are calculated as follows:

	Bank			
	Quarter 2023	Accumulated 2023	Quarter 2022	Accumulated 2022
Income before taxation less profit sharing	208,221	537,769	236,862	682,264
Total income and social contributions taxes	93,699	241,995	106,663	307,093
Net income from write-offs and write-ups of deferred liabilities net of tax credits	(13,218)	(9,853)	(18,083)	(103,593)
Nontaxable revenues / expenses net of nondeductible expenses	(23,778)	(65,415)	(25,415)	(59,545)
Equity pick up in subsidiaries	(16,819)	(43,665)	(11,814)	(26,677)
Interest on equity capital	(39,884)	(123,062)	(35,974)	(101,900)
Other amounts	(33,215)	(92,203)	(14,746)	(40,085)
Total income and social contribution taxes - Current	(33,215)	(92,203)	631	(24,707)
Deferred taxes and contributions	13,218	9,853	18,083	104,009
Total income and social contribution taxes	(19,997)	(82,350)	18,714	79,302
	Consolidated			
	Quarter 2023	Accumulated 2023	Quarter 2022	Accumulated 2022
Income before taxation less profit sharing	226,703	584,623	247,796	708,969
Total income and social contributions taxes	115,915	299,345	122,374	342,923
Net income from write-offs and write-ups of deferred liabilities net of tax credits	(21,727)	(27,713)	(26,195)	(120,581)
Nontaxable revenues / expenses net of nondeductible expenses	(39,510)	(115,986)	(41,982)	(95,276)
Interest on equity capital	(39,884)	(123,062)	(35,974)	(101,900)
Other amounts	(33,175)	(92,211)	(14,770)	(40,157)
Total income and social contribution taxes - Current	(18,381)	(59,627)	3,453	(14,991)
Deferred taxes and contributions	16,866	24,131	26,195	120,998
Total income and social contribution taxes	(1,515)	(35,496)	29,648	106,007

Notes to quarterly information**20. Related parties**

a) Subsidiaries and related companies

The amounts below refer to the Bank's transactions with subsidiaries and related companies, These operations were carried out under normal market conditions and rates of the dates of the respective transactions, For the period ended on September 30, 2023, transactions between related parties are as follows:

Transactions / Related parties	Maturity	Remuneration	September 2023	
			Assets / (Liabilities)	Income / (Expenses) Period
Cash and cash equivalents				
Arab Banking Corporation - New York (3)	No maturity	Without remuneration	505	-
ABC International Bank – Milan (3)	No maturity	Without remuneration	9	-
Loans				
Key members of management (3)	01/02/2024	CDI + 3,05% y,y,	15,381	189
Amounts to receive				
ABC Brasil Com, de Energia Ltda, (2)	No maturity	Without remuneration	117	-
ABC Brasil Corretora de Seguros Ltda, (2)	No maturity	Without remuneration	82	-
Marketable securities				
Baraúna FIM CP Investimento no Exterior (2)	No maturity	N/D	1,100	-
ABC Brasil Com. de Energia Ltda. (2)	07/10/2025	CDI	205,135	5,135
Demand deposits				
ABC Brasil Adm, E Participações Ltda, (2)	No maturity	Without remuneration	(318)	-
ABC Brasil DTVM S.A. (2)	No maturity	Without remuneration	(109)	-
Marsau Comercial Exp, e Importadora Ltda, (3)	No maturity	Without remuneration	(167)	-
ABC ID Holding Ltda (2)	No maturity	Without remuneration	(1,791)	-
Leblon Gestora de Crédito Ltda (2)	No maturity	Without remuneration	(4,949)	-
ABC Brasil Corretora de Seguros Ltda (2)	No maturity	Without remuneration	(3)	-
ABC Brasil Com. de Energia Ltda. (2)	No maturity	Without remuneration	(4,869)	-
ABC M&A e ECM Ltda (2)	No maturity	Without remuneration	(2,570)	-
ABC DCM Ltda (2)	No maturity	Without remuneration	(5,185)	-
ABC Holding Financeira Ltda (2)	No maturity	Without remuneration	(38)	-
Key members of management (3)	No maturity	Without remuneration	(264)	-
Time deposits and funds from acceptance and issue of securities				
Marsau Comercial Exp, e Importadora Ltda, (3)	10/31/2023	5,50% y,y,	(49)	-
Marsau Uruguay Holdings Sociedad Anonima (1)	10/31/2023	5,50% y,y,	(1,294)	-
ABC Brasil Corretora de Seguros Ltda, (2)	09/30/2025	CDI	(17,361)	(368)
ABC Brasil Com. de Energia Ltda. (2)	07/23/2024	CDI	(87,228)	(1,858)
Key members of management (3)	(a)	(a)	(26,023)	(1,805)
Borrowings				
Arab Banking Corporation - New York (3)	01/22/2024	Termo Sofr (3m) + 120% y,y,	(101,355)	(1,203)
Derivative financial instruments				
ABC Brasil Com, de Energia Ltda, (2)	06/03/2024	USD	(1,694)	(516)
Commission of service provision				
ABC Brasil Corretora de Seguros Ltda, (2)	10/31/2023	N/D	-	4,289

(1) Direct controlling shareholder, (2) Subsidiary, (3) Related party,

(a) CDB - Rate of 100,00 % up to 108,50% of CDI - Lowest starting date: 05/30/2022, largest date of maturity: 08/25/2025,
LCA / LCI - Rate of 91,00 % up to 101,00 of CDI - Lowest starting date: 12/07/2021, largest date of maturity: 03/08/2026,
LCA / LCI- Fixed interest rate of 6,50% up to 13,53% - Lowest starting date: 08/07/2020, largest date of maturity: 09/25/2025,
LCA / LCI - Fixed interest rate of 5,10% up to 6,32% + IPCA - Lowest starting date: 08/20/2021, largest date of maturity: 08/20/2026,
CDB - Prefixed Rate of 11,32% up to 13,97% - Lowest starting date: 10/24/2022, largest date of maturity: 09/20/2024

Notes to quarterly information**b) Fees of key members of management**

In compliance with Resolution CMN No, 3,921/10 and Resolution CMN No, 4,656/18, Banco ABC Brasil has implemented a Management Remuneration Policy applicable to the members of the Board of Directors, to the Executive Committee and to the Officers with no specific title (employees).

In brief, the policy has as main objectives: (i) complying with the regulations of the National Monetary Council and the Central Bank of Brazil (BACEN), which establish special rules for financial institutions such as Banco ABC; (ii) fixing the remuneration of those considered Managers of Banco ABC in compliance with the regulations referred to in item (i) above and, in particular, of those assuming this position according to the Bank's governance; (iii) aligning the remuneration of the Managers of Banco ABC with the Bank's risk management policy; (iv) avoiding behaviors that would raise risk exposure above the levels considered prudent in the short, medium and long-term strategies adopted by Banco ABC; and (v) creating a tool for attracting and retaining talents in key positions at Banco ABC.

The remuneration defined in the policy takes into account: (i) current and potential risks faced by Banco ABC; (ii) the overall results of Banco ABC, in particular recurring income (net book profit for the period adjusted for unrealized income and ignoring the effects of non-recurring events which are within the control of Banco ABC); (iii) Banco ABC's capacity for generating cash flow; (iv) the economic environment in which Banco ABC operates, and its trends; (v) long-term sustainable financial bases and adjustments to future payments as a result of the risks assumed, changes in the cost of capital and liquidity forecasts; (vi) the individual performance of the Managers based on the target agreement celebrated by each Officer, as provided for in the profit sharing agreement filed at the headquarters of Banco ABC; (vii) the performance of the business unit; and (viii) the relationship between the individual performance of the Managers, the performance of the business unit, the performance of Banco ABC as a whole and the risks assumed.

The Variable Remuneration will be calculated:

I – To the Directors without specific designation:

- a) up to 50% of the amount determined as a result of profit-sharing participation, calculated in accordance with the negotiation established under the terms of Law No, 10,101/2000, paid in cash immediately upon payment of the profit sharing.
- b) at least 50% of the amount determined as a result of the profit sharing participation of Banco ABC, calculated according to the negotiation established under the terms of Law No, 10,101/2000, may be paid in preferred shares of Banco ABC, instruments based on shares or other assets, The payment is deferred in proportion to the three-year deferral period.

II - To the members of the Executive Committee:

100% of the amount determined for the variable compensation will be paid in shares, share-based instruments or other assets, The payment takes place in two ways:

Notes to quarterly information

(i) 60% of the variable compensation paid in shares, share-based instruments or other assets, will be paid on a deferred basis for a period of six months, being settled after the referred period; and

(ii) 40% of the variable compensation paid in shares, share-based instruments or other assets will be paid on a deferred basis, in proportion to the three-year deferral period.

The delivery of shares relating to deferred variable remuneration allocated to managers shall only take place if, in the applicable period of deferment there is no (i) significant reduction in recurring profit realized, or (ii) losses posted by the institution or business unit, or (iii) evidence of errors in accounting and / or management practices that affect the income calculated in the variable remuneration rights acquisition period.

As approved by the Board of Directors at meetings held on September 21, 2021 and February 9, 2022, the Bank implemented the Long-Term Incentive Program for Managers, The LTI consists of programs directed to members of the Executive Committee, Directors, and key professionals of the Company, and includes a variable compensation structure based on a deferred grant of preferred shares, which are linked to ABC Brasil's profitability, minimum periods of permanence of the employee with ABC Brasil, deadlines for effective shares grants, as well as other typical market conditions for eligibility and permanence in this type of program, In the case of the members of the Executive Committee, the LTI also includes the maintenance of a minimum number of preferred shares held by each of its members, The LTI's goal is to further develop and enhance policies for attracting, motivating, and retaining talent, aligning the interests of ABC Brasil's employees with the earnings generation and long-term sustainable value creation, Additionally, the LTI aims at incentivizing the coordinated succession of key positions at ABC Brasil.

The total compensation of key members of management for the quarter ended September 30, 2023 and 2022 are composed as follows:

	<u>September 2023</u>	<u>September 2022</u>
Fixed remuneration	10,251	6,898
Variable remuneration	6,682	6,560
Total short-term benefits	16,933	13,458
Share-based compensation	30,276	31,054
Total long-term benefits	30,276	31,054
Total	47,209	44,512

c) Summary of changes in the compensation plan:

To meet the resolution of compensation plan of the Bank was authorized by CVM to privately transfer shares of its own shares held in treasury for its executives.

In according to the compensation plan actions cited in Note 20.b, shares were granted to executives eligible for settlement at the end of the vesting period as shown below:

	<u>Accumulated September 2023</u>	<u>Accumulated September 2022</u>
At the beginning of the period	2,724,020	2,056,854
Shares granted	2,101,218	1,877,412
Shares delivered	(1,344,559)	(1,193,255)
At end of the period	3,480,679	2,741,011

Notes to quarterly information

21. Overseas branch

The transactions with third parties carried out by the overseas branch as of September 30, 2023 and December 31, 2022 are as follows:

	<u>September 2023</u>	<u>December 2022</u>
Assets		
Cash and banks	29,436	288,663
Interbank investments	250,014	478,080
Marketable securities and derivative financial instruments	327,688	1,606,705
Lending operations - Net	2,257,825	3,437,957
Other assets	238,525	493,712
Total	3,103,488	6,305,117
Liabilities		
Demand deposits	60	119
Time deposits	482,526	1,193,099
Third-party assets in transit	890	4,908
Foreign borrowings	6,974,537	5,585,546
Derivative financial instruments	65,529	50,923
Other liabilities	258,241	450,952
Total	7,781,783	7,285,547

The balances of assets, liabilities and results are converted according to Note 2) iii,

The effects of exchange rate variations resulting from the translation of transactions of foreign currency of assets and liabilities were recognized in income statement of the quarter in the positive amount of R\$ 84,291 (R\$ 69,299 negatives at September 30, 2022), according to the National Monetary Council Resolution No, 4,524/16.

22. Profit sharing

An allowance for profit sharing was established based on the Variable Compensation Program set up by Banco ABC Brasil S.A. and its employees, which takes into consideration activities developed by the Bank in various areas, the degree of responsibility, the degree of influence on earnings, as well as qualitative and quantitative targets set with individual Bank employees. In the quarter ended September 30, 2023, the balance of profit sharing is R\$ 74,756 in the Bank and R\$ 76,078 in the Consolidated (R\$ 72,641 in the Bank and R\$ 73,075 in the Consolidated as of September 30, 2022). In the period accumulated on September 30, 2023, the balance is R\$ 192,736 in the Bank and R\$ 196,225 in the Consolidated (R\$ 182,047 in the Bank and R\$ 183,860 in the Consolidated as of September 30, 2022).

23. Contingent assets and liabilities

The Bank and its subsidiaries participate in judicial and administrative proceedings of tax, labor and civil nature, both as plaintiff and claimer (Note 2.IV,f) explains the criteria for recognizing and measuring these suits and proceedings.

a) Fiscal contingents

The bank is responsible for actions and processes (potential contingent liabilities) whose losses are being considered with possible prognoses by our directors in the amount of R\$ 524,772 (R\$ 490,217 on December 31, 2022) and have not been provisioned, see below the main lawsuits whose probability of unfavorable outcome was assessed as possible:

Notes to quarterly information*Social Security's Charges ("INSS")*

The Bank is currently a defendant in a lawsuit related to payment of pension charges, mainly on profit sharing related to 2006 to 2014, 2016, 2017 and 2018 exercises, amounting to R\$ 389,040 (R\$ 366,876 on December 31, 2022).

IRPJ / CSLL - Deductibility PLR of the Board on the period from 2010 to 2014

It is collection of income tax and social contribution of PLR on deductibility paid to the board of directors for the period of 2013, 2014, 2016, 2017 and 2018. Awaiting judgment of challenging the tax assessment notice. The amount of requirement is a R\$ 85,563 (R\$ 79,962 on December 31, 2022).

Tax assessment notice of service tax ("ISS") guarantees provided (guarantees)

Tax assessment notice on guarantees provided (guarantees) for the period from January to October 2016, with full deposit of the amount and supposedly converted into income by the Municipality, with wrong allocation of the Bank's deposits, in another lawsuit, which resulted in insufficient amounts deposited to cover the triggering events from January to October 2016. The Bank presented defense against such tax assessment notice and had an unfavorable decision under the Administrative Lower Court. The Bank presented an appeal to the Administrative Court and had unfavorable decision. The Bank filed a writ of mandamus (judicial proceeding) to cancel the debit and had a non-definitive decision (injunction) to suspend the enforceability of the tax liability. The amount involved is R\$ 24,281 (R\$ 22,207 as of December 31, 2022).

Urban Real Estate Tax on Secured Fiduciary Sale Operations

The Municipality of São Paulo is charging (four tax foreclosures) Urban Real Estate Tax on secured fiduciary sale operations. The Bank presented defense against such charging. The estimated amount of the contingency corresponds to R\$ 10,139 (R\$ 9,143 on December 31, 2022).

Income Tax (IRPJ) and Social Contribution Tax (CSLL) related to the deduction of income for the period of 2010 on loans operations

Collection of income tax and social contribution related deduction of losses on loans operations in result of 2010. The Bank has estimated the losses as effective, however, the Internal Revenue Service considers that occurred anticipation of the deduction period provided for in Law 9,430/96. The value of the requirement amounts to R\$ 6,607 (R\$ 6,281 on December 31, 2022).

Exclusion of ISS paid amounts from the PIS and COFINS tax base

Writ of mandamus presented by the Bank to recover amounts paid related to the inclusion of ISS paid amounts in the tax base of social contributions of PIS and COFINS and prevent future charging. The bank had favorable decisions that allowed the exclusion of ISS from the PIS and COFINS tax base, preventing future collections and allowing the refund of the overpayments of PIS and COFINS in the last five years. Despite the fact this process can be classified as contingent asset, in case of a unfavorable decision, the amount excluded should be collected plus interest. The estimated amount of the contingency corresponds to R\$ 3,021 (there was no amount on December 31, 2022).

Notes to quarterly information

ITR – amount to be declared

Charging of ITR due to de lack of payment based on a misinformation of the land size. The Internal Revenue Service is challenging formal aspects related to the Declaration of Tax on the Territorial Rural Property (DITR). The estimated amount of the contingency corresponds to R\$ 2,047 (R\$ 1,896 on December 31, 2022).

IOF - Tax on Financial Transactions in credit assignment operations

Collection of Tax on Financial Transactions on credit assignment operations with co-obligation carried out in 2015, due to the lack of payment of the Tax on Financial Transactions in these operations, which are characterized by the tax authorities as “securities discount” and subject to tax collection. Awaiting judgment at the administrative level. The requirement amounts to R\$ 1,313 (R\$ 1,229 on December 31, 2022).

Offsetting requests that have not been fully recognized

Offsetting requests based on Finsocial credit, which was recognized by a definitive judicial decision (process n. 003829210.1996.4.03.6100). The IRS did not recognize the total amount of credit (the offsetting requests were partially recognized) and charged part of the debts plus penalty and interest. The Bank filed an administrative defense. Awaiting judgment at the administrative sphere. The estimated amount of the contingency corresponds to R\$ 1,070 (there was no amount on December 31,2022).

b) Labor

On September 30, 2023, labor lawsuits in progress classified by our legal counsel as probable loss totaled R\$ 13,897- note 23.d (R\$ 13,286 on December 31, 2022), The labor lawsuits classified as possible loss totaled R\$ 43,077 (R\$ 40,403 on December 31,2022) and were not provisioned.

c) Civil

On September 30, 2023, civil claims in progress classified by our legal counsel as probable loss totaled R\$ 3,283 - note 23.d (R\$ 3,150 on December 31,2022), The civil lawsuits classified as possible loss totaled R\$ 9,984 (R\$ 6,625 on December 31, 2022) and were not provisioned.

d) Changes in provisions

	Bank and Consolidated			Total
	Tax	Labor	Civil	
At the beginning of the period	6,382	13,884	3,517	23,783
Constitution / (Reversal)	-	13	(234)	(221)
At end of the period	6,382	13,897	(b) 3,283	(a) 23,562

(a) Note 23.c and (b) Note 23.b

Notes to quarterly information

24. Equity

a) Capital

On September 30, 2023 capital comprises 226,090,118 registered and uncertified shares (226,090,118 on December 31, 2022), without par value, of which 113,445,475 common shares (113,445,475 on December 31, 2022) and 112,644,643 preferred shares (112,644,643 on December 31, 2022).

b) Dividends and interest on equity capital

As established in the Bank's articles of incorporation, shareholders are entitled to an annual dividend of not less than 25% of net income adjusted as provided for in applicable law, Such dividend can, alternatively, be distributed in the form of interest on equity.

On the period ended September 30, 2023 and 2022, was paid/provisioned the amounts shown in the table below were accrued as interest on equity, calculated in accordance with the provisions of Law No, 9,249/95.

Period	Interest on equity	Reduction in expenses with income and social contributions taxes
03/31/2023	93,171	41,927
06/30/2023	91,668	41,251
09/30/2023	88,633	39,884
Total	273,472	123,062
03/31/2022	68,905	31,007
06/30/2022	77,599	34,919
09/30/2022	79,942	35,974
Total	226,446	101,900

Interest on equity is calculated on net equity accounts and limited to the long-term interest rate, conditioned to the existence of profit calculated before deduction or retained subscription earnings and income reserves in amount equal or two times higher its amount, respecting the limits according to Resolution CMN nº 4,885/20.

In compliance with the notice to the market, disclosed on March 28, 2023, the distribution of interest on shareholders' equity will be carried out on a semi-annual basis, pursuant to resolutions by the Board of Directors in the months of June and December, The current dividend distribution policy, with annual volumes based on the maximum limits of interest on own capital, in accordance with the legislation, and including the minimum dividend for the calendar year, remains unchanged.

On July 11, 2023, the partners of the subsidiary ABC Brasil Corretora de Seguros LTDA. approved the dividends distribution in the total amount of R\$ 14,114, constituted with the profits determined in the balance sheet of June 30, 2023.

On January 16, 2023, the partners of the subsidiary ABC Brasil Corretora de Seguros LTDA. approved the dividends distribution in the total amount of R\$ 15,175, constituted with the profits determined in the balance sheet of December 31, 2022.

Notes to quarterly information

On June 26, 2023, the Board of Directors approved a proposal from the Executive Board to distribute interest on equity in the total gross amount of R\$ 184,839, which represents a gross amount of R\$ 0,8360 per common share and preferred share.

On September 26, 2022, the Board of Directors approved a proposal from the Executive Board to distribute interest on equity in the total gross amount of R\$ 79,942, which represents a gross amount of R\$ 0.3620 per common share and preferred share.

On June 24, 2022, the Board of Directors approved a proposal from the Executive Board to distribute interest on equity in the total gross amount of R\$ 77,599, which represents a gross amount of R\$ 0,3520 per common share and preferred share.

On March 28, 2022, the Board of Directors approved a proposal from the Executive Board to distribute interest on equity in the total gross amount of R\$ 68,905, which represents a gross amount of R\$ 0,3130 per common share and preferred share.

c) Capital increase

On June 26, 2023 was deliberate by the Board of Directors a capital increase of R\$ 157,113, through the issuance of up to 10,845,978 new shares, of which 5,565,035 are common shares and 5,280,943 are preferred shares, with the use of interest on equity credit now distributed or in national currency. The capital increase will effective after ratification by the Central Bank of Brazil.

d) Destination of earnings

i) Income reserve - Dividend equalization

At the Annual and Special Shareholders' Meetings held on April 30, 2008, the shareholders approved the creation of the account Income Reserve for Dividend Equalization, to which the retained earnings account balance is allocated, limited to 80% of capital, the latter of which is set up to maintain the shareholder payment flow.

ii) Income reserve - Repurchase of shares

The reserve for repurchase of shares is set up to support the possible opening, after approval by the Board of Directors, of the program for repurchase of the Institution's shares, should market conditions indicate such possibility.

e) Treasury shares

For the period ended September 30, 2023, based on authorization of the Board of Directors to acquire shares of Company for holding in treasury, 615,000 preferred shares were repurchased.

On September 30, 2023, the total value of shares repurchased in treasury is R\$ 71,283 equivalent to 4,509,546 preferred shares (R\$ 82,162 equivalent to 5,237,311 on December 31, 2022), The average cost per share repurchased treasury is R\$ 15,81 reais.

Notes to quarterly information

Changes in treasury shares:

	<u>Accumulated September 2023</u>	<u>Accumulated September 2022</u>
At the beginning of the period / year	5,237,311	5,997,557
Shares acquired	615,000	450,000
Shares delivered	(1,342,765)	(1,193,255)
At the end of the period / year	4,509,546	5,254,302

On September 26, 2022, the Board of Directors unanimously decided to approve a new Repurchase Program for Shares issued by the Company, for the purposes of remaining in treasury and subsequent disposal or cancellation, without reduction of the share capital.

The maximum period for conducting authorized operations will be 18 months from this date, having as final end on March 26, 2024, up to the limit of 6,700,000 preferred shares.

f) Earnings per share

The basic and diluted earnings per share are calculated in accordance with CPC 41 – Earnings per share, and are shown as follows:

i) Basic earnings per share:

The basic earnings are calculated by dividing the profit attributable to shareholders of the Company by the weighted average number of shares outstanding during the period ended September 30, 2023 and 2022, excluding shares purchased by the Company and held as treasury shares (Note 24 e).

	<u>Quarter 2023</u>	<u>Accumulated 2023</u>	<u>Quarter 2022</u>	<u>Accumulated 2022</u>
Net profit attributable to the Parent	228,218	620,119	218,148	602,962
Weighted average daily shares outstanding	221,181,897	221,181,897	220,583,303	220,350,689
Basic earnings per share (Brazilian reais)	1.03	2.80	0.99	2.74

ii) Diluted earnings per share

The diluted earnings per share is computed similar to basic earnings per share, but with the adjustment made by assuming the conversion of potentially dilutive shares in the denominator,

	<u>Quarter 2023</u>	<u>Accumulated 2023</u>	<u>Quarter 2022</u>	<u>Accumulated 2022</u>
Net profit attributable to the Parent	228,218	620,119	218,148	602,962
Weighted average daily shares outstanding	224,113,137	224,113,137	222,996,884	222,616,374
Diluted earnings per share (Brazilian reais)	1.02	2.77	0.98	2.71

Notes to quarterly information

25. Operational limits - The Basel Accord

The Central Bank of Brazil, through Resolution CMN No, 4,955/21, instituted the determination of the reference equity on a consolidated basis for the financial conglomerate and by Resolution CMN No, 4,958/21 instituted calculating the minimum equity required for reference the Risk Weighted Assets (RWA), both with effect from January 2022. The capital adequacy ratio for September 30, 2023 calculated based on the prudential conglomerate is 14,62% (15,23% December 31, 2022), The table below shows the calculation of the minimum equity required for the reference risk weighted assets (RWA) which is 8,00% since 2019,

	<u>September 2023</u>	<u>December 2022</u>
Credit risk	3,015,722	2,977,663
Interest Rate	237,530	93,190
Commodities	86,308	85,521
Shares	177	45
Operating risk	270,034	200,431
Exchange risk	13,441	24,714
CVA	42,625	-
Required capital base (PRE)	3,665,837	3,381,564
Reference equity (PR)	6,699,077	6,439,379
Excess of equity in relation to limit	3,033,240	3,057,815
Conciliation shareholders' equity		
Shareholders' equity	5,723,257	5,207,403
Subordinated financial bills - Level II	859,532	895,880
Perpetual Subordinated financial bills - Level I	514,579	505,037
Intangible assets	(193,868)	(146,860)
Non-controlling shareholders interest	(2,861)	(2,962)
Object of Financing of Conglomerate Entities	(15,381)	(19,119)
Tax Credit for Tax Loss Deducted from Capital	(29,068)	-
Capital increase (to be approved by Brazilian Central Bank).	(157,113)	-
Total reference equity x shareholders' equity	6,699,077	6,439,379

26. Other information

Offset and settlement of liabilities agreement - the Bank has an agreement on the offset and settlement of liabilities under the Brazilian National Financial System, in accordance with CMN Resolution No, 3,263/05, resulting in added guarantees of settlement of their assets with financial institutions that are party to the agreement, The total assets included in this agreement at the period ended on September 30, 2023 amount to R\$ 1,923,611 (R\$ 519,903 on December 31, 2022).

27. Reconciliation of Equity and Net Income under BRGAAP and IFRS

We present below the major adjustments (net of taxes) identified between the accounting practices adopted in Brazil applicable to institutions authorized to operate by the Central Bank of Brazil ("BRGAAP") and the International Financial Reporting Standards ("IFRS") for the period ended September 30, 2023 and 2022.

Notes to quarterly information

		<u>September 2023</u>	<u>September 2022</u>
Equity under BRGAAP		5,723,257	5,072,062
Allowance for losses on loans and advances to clients	(a)	(15,101)	28,543
Guarantees and responsibilities	(a)	2,824	9,019
Others		12,171	(10,015)
Equity under IFRS		5,723,151	5,099,609
Net income under BRGAAP		620,119	602,962
Allowance for losses on loans and advances to clients	(a)	(34,037)	(2,254)
Guarantees and responsibilities	(a)	(6,816)	(5,302)
Others		(26)	(8,273)
Net income under IFRS		579,240	587,133

a) Allowance for losses on loans and advances to clients

In the adoption of IFRS 9, there was a change in the calculation model of incurred loss (IAS 39) to expected loss, considering forward-looking information, On BRGAAP, the concept of expected loss is used, pursuant to Resolution CMN No, 2,682/99.

28. Non-recurring income

As provided for BCB Resolution 02/20, the result that is not related or incidentally related to the Bank's typical activities and is not expected to occur frequently in future years should be considered as a non-recurring result, In the quarters ended September 30, 2023 and 2022, there was no income classified as non-recurring.

A free translation from Portuguese into English of Independent Auditor's Review Report on Quarterly Information (ITR) prepared in accordance with accounting practices adopted in Brazil applicable to institutions authorized to operate by the Central Bank of Brazil

Review report of independent auditor's on the interim individual and consolidated financial information

**The Shareholders and management of
Banco ABC Brasil S.A.
São Paulo - SP**

Introduction

We have reviewed the interim individual and consolidated financial statements of Banco ABC Brasil S.A. ("the Bank") comprised in the Quarterly Information Form - ITR, for the quarter ended September 30, 2023, which comprise the balance sheet as at September 30, 2023 and the related statements of income and of comprehensive income for the three-month and nine-month periods then ended, and of changes in equity and of cash flows for the nine-month period then ended, as well as the explanatory notes.

Management is responsible for the preparation of the interim financial statements in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Central Bank of Brazil, as well as for the fair presentation of this information in accordance with specific rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Quarterly Information. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of review

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

Conclusion on the individual and consolidated interim information

Based on our review, we are not aware of any fact that leads us to believe that the individual and consolidated interim financial information included in the aforementioned quarterly information was not prepared, in all material respects, in accordance with the accounting practices adopted in Brazil applicable to institutions authorized to operate by the Central Bank of Brazil and to the preparation of the Quarterly Information (ITR), and presented in accordance with the rules issued by the Brazilian Securities and Exchange Commission.

Other matters**Statement of value added**

The aforementioned quarterly information includes the individual and consolidated statements of value added (DVA), referring to the nine-month period ended September 30, 2023, prepared under the responsibility of the Bank's management, and presented as supplementary information for the purposes of accounting practices adopted in Brazil applicable to financial institutions authorized to operate by the Central Bank of Brazil. These statements were submitted to review procedures performed in conjunction with the review of the quarterly information, in order to conclude whether they are reconciled with the interim financial information and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in NBC TG 09 - Value Added Statement. Based on our review, we are not aware of any facts that lead us to believe that these statements of value added were not prepared, in all material respects, in accordance with the criteria defined in this Standard and in a manner consistent with the individual interim financial information. and consolidated taken together.

Consolidated Interim Financial Information

These consolidated interim financial information for the quarter ended September 30, 2023, which were prepared in accordance with accounting practices adopted in Brazil applicable to institutions authorized to operate by the Central Bank of Brazil (BACEN), are being presented in as additional information, as faculty provided for in Art. No. 77 of CMN Resolution No. 4,966/2021, to the consolidated financial statements prepared in accordance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), which up to date have not been prepared and disclosed by Banco ABC Brazil S.A.

São Paulo, November 08, 2023.

ERNST & YOUNG
Auditores Independentes S/S. Ltda.
CRC SP-034519/O


Rui Borges
Accountant CRC SP-207135/O

Reports and Representations / Executive Board Representation on the Financial Statements

Abiding by CVM Rule No, 480, dated December 7, 2009, the undersigned parties, Executive Board members of Banco ABC Brasil S.A. listed at Corporate Governance Level 2 (Code ABCB4), REPRESENT hereby that they:

Reviewed, discussed and agreed with the financial statements for the period ended September 30, 2023.

Sao Paulo, November 08, 2023,

Sergio Lulia Jacob
Director President

Sergio Ricardo Borejo
Director Vice President - Administrative and Director Investor Relations Officer

Marcos Chadalakian
Director

Reports and Representations / Executive Board Representation on the Independent Auditor's Report

Abiding by CVM Rule No, 480, dated December 7, 2009, the undersigned parties, Executive Board members of Banco ABC Brasil S.A. listed at Corporate Governance Level 2 (Code ABCB4), REPRESENT hereby that they:

Reviewed, discussed and agreed with the opinion expressed in the special independent auditor's report of Ernst & Young Auditores Independentes S.S. Ltda. on the Bank's financial statements for the period ended September 30, 2023.

Sao Paulo, November 08, 2023,

Sergio Lulia Jacob
Director President

Sérgio Ricardo Borejo
Director Vice President - Administrative and Director Investor Relations Officer

Marcos Chadalakian
Director