



ORIZON
VALORIZAÇÃO DE RESÍDUOS

4Q23 AND 2023 EARNINGS RELEASE

Conference call

March 28, 2024

11 a.m. (BRT) | 10 a.m. (EDT)

Webcast [click here](#)

Capital Markets

ORVR3 (Dec 31): R\$38.66 per share

Market value: R\$3.2 billion

São Paulo, March 27, 2024: Orizon Valorização de Resíduos S.A. (B3: ORVR3) informs its shareholders and other market participants of its results for the fourth quarter of 2023 (4Q23) and the 12-month period of 2022 and 2023. The following operational and financial information, unless otherwise indicated, is presented in thousands of nominal reais, prepared in accordance with Brazilian accounting standards, notably Law No. 6,404/76 and the pronouncements issued by the Accounting Pronouncements Committee ("CPC") and approved by the Brazilian Securities and Exchange Commission ("CVM") and should be read in conjunction with the standardized financial statements ("DFP") report and explanatory notes for the year ended on December 31, 2023.

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MESSAGE FROM THE MANAGEMENT

The year 2023 was marked by several achievements for the OrizonVR, consolidating its position as one of the leading companies in the waste disposal and recovery sector in Brazil. The group strengthened its geographical position with the acquisition of new assets, made progress on important fronts such as biomethane and circular economy projects, all while strengthening its capital structure corporate governance and generating even more sustainable results.

Throughout the year, the Company demonstrated its capacity for expansion with the acquisitions of the Porto Velho and Santa Luzia ecoparks and the announcement of the purchase of the Juazeiro do Norte ecopark, which is still in the process of being completed. As a result, our geographical footprint has reached 11 Brazilian states. Also in the final waste disposal segment, in June the concession period for the João Pessoa Ecopark was extended for a further 20 (twenty) years, until 2043.

Biomethane initiatives continued to be in focus, with a few points to highlight of the year ended: (i) the contract for the supply of renewable natural gas from the Jaboaão dos Guararapes project with Copergás, which, with the amendment announced in December 2023, totaled a contracted supply of up to 130,000 m³/day; (ii) the important partnership with Compass Comercialização S.A., for the production of biomethane from the biogas captured at Ecoparque Paulínia, which maximizes the generation of value of biomethane and also reinforces the commercial positioning of the biomethane produced at the Paulínia ecopark adding the expertise of our partner. At the beginning of 2024, in addition to the progress made throughout 2023, we informed the market that the Administrative Council for Economic Defense (CADE) about the partnership with GN Verde Participações S.A., for the formation of two new companies in the estimated initial production of 180,000 m³/day of biomethane at the Nova Iguaçu and São Gonçalo Ecoparks. The above-mentioned initiatives reinforces our commitment with Orizon's business plan in the Brazil's energy transition, in search of a more sustainable economy.

In the Circular Economy segment, we entered into strategic partnerships that demonstrate our capacity for innovation and collaboration with new alternatives in the market. The main highlights in this segment they were the beginning of the first organic fertilizer project from effluent treatment sludge at Ecoparque Paulínia, and the three-year supply contract with Owen-Illinois that leverages the recycling of glass from UTM Jaboaão dos Guararapes. Both initiatives underline our confidence in the recycling market, which spent 2023 in a maturation phase. These strategic partnerships not only strengthen our position in the market, but also broaden our reach and impact, allowing us to explore new opportunities for growth and value creation.

Regarding the capital structure, in April 2023, we successfully launched a share offering of Orizon Valorização de Resíduos S.A. ("OrizonVR"), in the format of a primary and secondary offer for a total of R\$369.3 million, of which R\$91.1 million in a primary offering that strengthened the Company's cash position, and R\$278.2 million in a

secondary offering, which allowed the sale of Jive Investments' shares, concluding a successful cycle of this partner with us.

Furthermore, the signing of the first sustainability linked-loan in Brazil's waste sector with the International Finance Corporation in the amount of R\$130 million highlights our leading role in responsible and sustainable business practices, reinforcing our role in promoting social and environmental development.

The group's financial strength was also attested by the reaffirmation of OrizonVR's corporate credit rating by S&P Global Ratings at 'brAA+' on the Brazilian National Scale, with a change in outlook to stable. Highlights in this report are the indication of improvement in operational efficiency between 2023 and 2024, as well as the adequate liquidity position associated with a capital structure that allows the execution of our investment plan.

On the social activities, throughout 2023, we maintained projects that generate positive effects on the communities surrounding our ecoparks, impacting 10,471 people directly and more than 40,000 people indirectly, covering 38 municipalities involved.

In this way, we ended 2023 with solid financial results, demonstrating our ability to generate value and growth in a sustainable and consistent manner. We highlight the increase in net revenue of 24% and Adjusted EBITDA of 48% compared to the previous year, reflecting the developments in our waste management and recovery activities.

We begin 2024 with determination and enthusiasm, ready to face new challenges and to explore our organic and inorganic growth opportunities, seeking to generate value for all our stakeholders and contribute to a cleaner and more sustainable future.

Finally, we would like to thank all our employees, shareholders and board members for their contribution and support in the positive transformation process that the Company is going through.

Best regards,

Milton Pilão Jr.
CEO

Leonardo Santos
CFO & IRO

HIGHLIGHTS OF THE PERIOD

Operational and Financial Highlights	4Q23	3Q23	Δ	4Q22	Δ	2023	2022	Δ
Operational Highlights - Volume								
Ecoparks (k tons)	2,129.9	2,060.4	3%	2,174.6	-2%	8,338.4	8,810.3	-5%
Waste Processing (k tons)	27.1	28.6	-5%	23.9	14%	112.2	96.2	17%
Biogas ¹ (Nm ³ /hour) Monthly Average	56,103	53,763	4%	49,106	14%	54,288	42,564	28%
Energy Volume ² (MWh)	103,742	99,428	4%	100,343	3%	398,438	307,609	30%
Carbon Credits Generated ³ (tCO ₂ e)	793,097	752,302	5%	654,701	21%	2,991,974	2,344,937	28%
Financial Highlights (R\$ thousands)								
Net Revenue	198,587	192,599	3%	179,209	11%	776,276	626,224	24%
Final disposal of solid waste	152,210	145,237	5%	140,740	8%	582,211	491,796	18%
Energy, biogas and carbon credits	30,634	30,562	0%	17,087	79%	117,558	59,708	97%
Waste processing / WtE	8,945	10,484	-15%	8,966	0%	45,373	31,335	45%
Environmental Engineering	6,798	6,316	8%	12,416	-45%	31,134	43,385	-28%
EBITDA	122,207	77,888	57%	50,825	140%	357,243	198,022	80%
Margin EBITDA (%)	61.5%	40.4%	21.1p.p.	28.4%	33.2p.p.	46.0%	31.6%	14.4p.p.
EBITDA Adjusted	78,592	77,888	1%	64,513	22%	313,628	212,330	48%
Adjusted EBITDA Margin (%)	39.6%	40.4%	-0.9p.p.	36.0%	3.6p.p.	40.4%	33.9%	6.5p.p.
Net income	92,304	3,894	n.a.	(84,144)	-210%	50,167	(143,464)	n.a.
Net Debt/Adjusted EBITDA LTM (x)	2.72	3.12		3.97		2.72	3.97	
Net Debt/EBITDA Running rate LTM (x)	2.02	2.19		2.07		2.02	2.07	

(1) Ecoparks of Nova Iguaçu, São Gonçalo, Barra Mansa, Jaboatão dos Guararapes, João Pessoa, Itapevi, Paulínia, Tremembé and Sergipe.

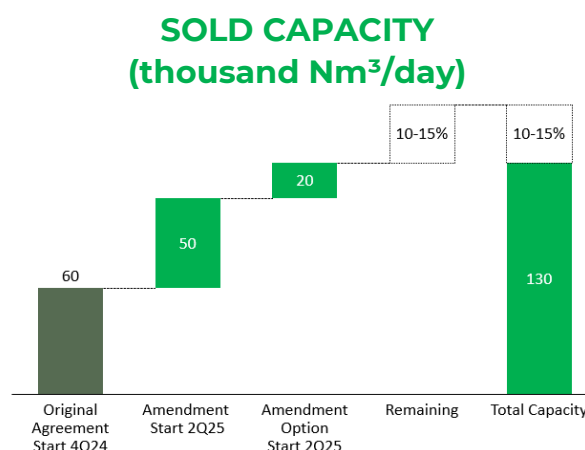
(2) Ecoparks of Barra Mansa, João Pessoa, Jaboatão dos Guararapes, Paulínia and Tremembé.

(3) Ecoparks of Nova Iguaçu, São Gonçalo, Barra Mansa, Jaboatão dos Guararapes, João Pessoa, Itapevi, Paulínia and Sergipe.

AMMENDMENT TO THE BIOMETHANE PURCHASE AND SALE AGREEMENT BETWEEN ORIZON MEIO AMBIENTE AND COPERGÁS.

On December 27, 2023, the Company and its wholly owned subsidiary Orizon Meio Ambiente S.A. ("OMA") disclosed a material fact regarding the amendment to the Renewable Natural Gas Purchase and Sale Agreement with Companhia Pernambucana de Gás – COPERGÁS.

The contractual amendment stipulates, among others, (i) an additional contracted sales volume of **50,000 m³/day of biomethane from the second quarter of 2025 for a period of 10 (ten) years**, (ii) an option for OMA to increase the **additional volume by up to 20,000 m³/day**, increasing the additional volume to up to 70,000 m³/day, (iii) the **sharing of the economic results of the traceability certificates between OMA and COPERGÁS** for the entire volume of biomethane in the contract, and (iv) the



assignment of the contract from OMA to Orizon Biometano Jaboaão dos Guararapes Ltda..

With this agreement, Ecopark Jaboaão dos Guararapes guarantees the demand for at least 130,000 m³/day of biomethane, which represents between 85% and 90% of the installed capacity of the plant currently sized for this location.

CLOSING OF A DEAL FOR BIOMETHANE PRODUCTION IN PAULÍNIA

On **October 20, 2023**, the Company and its wholly-owned subsidiary OMA disclosed a material fact regarding the implementation of the conditions precedent set forth in the **share purchase agreement and the conclusion of the transaction of Biometano Verde Paulínia S.A.**, a company 51% Compass Comercialização S.A. ("Compass") and 49% OMA, scheduled to start operations in 2025.

In the context of the deal, Compass will invest up to R\$ 355 million, with R\$ 235 million in the initial stage of the partnership, of which R\$ 100 million will be invested in the project and R\$ 135 million in a secondary payment for OrizonVR and OMA. The additional amount of up to R\$ 120 million is conditional on the delivery of a larger volume of biogas. **OMA is committed to supply biogas for 20 years at market prices.**

In the first stage, the estimated CAPEX is R\$400 million.



Biomethane Purification Plant

The project's investment in its first stage is estimated for R\$400 million and the start of operations is scheduled 2025.

CORPORATE RATING REAFFIRMATION

On October 10, 2023, S&P Global Ratings ("S&P") reaffirmed the risk ratings of the Company and the 4th OMA debenture issuance at '**brAA+**' on the **Brazil National Scale**, with a change of outlook to stable.

According to agency report, the maintenance of the ratings was based on the expectation of improvement in operating efficiency in 2023 and 2024. **The report also highlights an adequate liquidity position associated with a capital structure that allows the Company to conduct its investment plan.**

SUBSEQUENT EVENTS

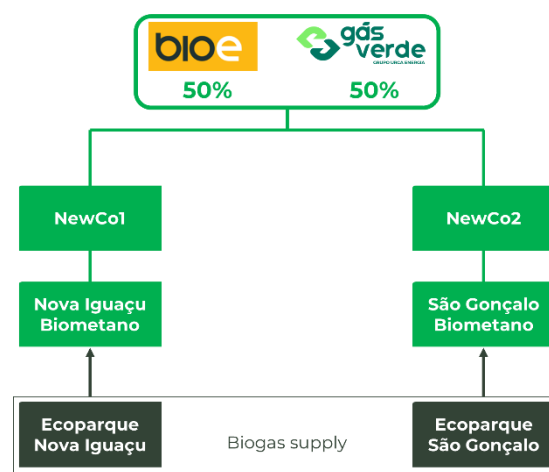
EXPLORATION OF BIOMETHANE PRODUCTION IN THE NOVA IGUAÇU AND SÃO GONÇALO ECOPARKS

On March 4, 2024, the Company submitted to the Administrative Council for Economic Defense - CADE, through its subsidiary Orizon Energia e Gás Renováveis Limitada ("BioE"), the operation consisting of the incorporation of two new companies ("Companies") by BioE and GN Verde Participações S.A. ("GN Verde"), a non-operating holding company controlled by Urca Comercializadora de Gás Natural S.A., for **initial production estimated at 180,000 m³/day of biomethane** at the **Nova Iguaçu and the São Gonçalo Ecoparks** ("Transaction Biomethane NI and SG").

BioE and GN Verde will each have a 50% stake in the Companies and are at an advanced stage of discussion of the final documents of the transaction.

Transaction Biomethane NI and SG expands OrizonVR's portfolio of biomethane projects, reinforcing its market positioning and contribution to the country's energy transition.

EXPECTED CORPORATE STRUCTURE



CONSOLIDATED OPERATING PERFORMANCE

FINAL DESTINATION

Ecopark	Waste Volume (k tons)							
	4Q23	3Q23	Δ	4Q22	Δ	2023	2022	Δ
Ecopark Barra Mansa	76.1	55.6	37%	119.2	-36%	306.8	420.1	-27%
Ecopark João Pessoa	174.8	184.2	-5%	166.1	5%	741.9	694.1	7%
Ecopark Jaboatão dos Guararapes	310.6	355.4	-13%	361.2	-14%	1,350.5	1,535.6	-12%
Ecopark Nova Iguaçu	389.3	362.9	7%	362.0	8%	1,458.6	1,460.9	0%
Ecopark São Gonçalo	220.8	212.7	4%	218.3	1%	872.9	865.2	1%
Ecopark Paulínia	364.0	352.8	3%	388.4	-6%	1,403.9	1,578.7	-11%
Ecopark Tremembé	95.8	92.5	4%	97.8	-2%	396.6	370.4	7%
Ecopark Itapevi	64.2	53.9	19%	57.1	13%	247.9	239.8	3%
Ecopark Itaboraí	0.0	0.0	n.a.	20.7	n.a.	0.0	122.1	n.a.
Ecopark Maceió	172.9	166.3	4%	208.2	-17%	675.7	848.1	-20%
Ecopark Sergipe	99.7	113.3	-12%	116.4	-14%	430.5	521.2	-17%
Ecopark Pantanal	80.4	74.7	8%	35.7	125%	281.8	75.0	n.a.
Ecopark Aparecida de Goiânia	26.3	22.1	19%	23.5	12%	94.6	79.0	20%
Ecopark Santa Luzia	27.2	11.5	137%	0.0	n.a.	45.7	0.0	n.a.
Ecopark Porto Velho	27.8	2.5	n.a.	0.0	n.a.	31.0	0.0	n.a.
Total¹	2,129.9	2,060.4	3%	2,174.6	-2%	8,338.4	8,810.3	-5%

(1) Consider OrizonVR's current assets over all periods.

The Company holds **a full stake** in most of its ecoparks, except for **João Pessoa** (67% stake), **Porto Velho** (51% stake), **Aparecida de Goiânia** (50% stake) and **Santa Luzia** (50% stake), with the results of the last two assets being consolidated by equity income.

Total **waste volume in 4Q23** increased **by 3%** compared to 3Q23 and decreased by 5% compared to 2022.

The main changes in this quarter's volumes vis-à-vis the previous quarter are described below:

- **Nova Iguaçu (+26 k tons)**: highest volume of waste received from public customers in different municipalities.
- **Porto Velho (+25 k tons)**: beginning of the receipt of waste from the municipality of Porto Velho in September 2023.
- **Barra Mansa (+20 k tons)**: mainly due to volume increase from private industrial customers.

In the total volume, the positive changes were partially reduced by the movements below:

- **Jaboatão dos Guararapes (-45 k tons)**: lower volume of waste from public customers due to canal cleaning conducted in July 2023.
- **Aracaju (-14 k tons)**: lower volume of waste received from public and private customers.

- **João Pessoa (-9 k tons):** mainly due to the lower volume of waste received from public customers.

In August 2023, the signing of the acquisition of a landfill was announced, located in Juazeiro do Norte, in the state of Ceará, whose process is still in the due diligence phase.

The average price of the volumes of waste received in the consolidated ecoparks reached R\$73.30/ton in 4Q23, an increase of R\$1.65/ton, which represents an increase of 2.3% compared to the previous quarter.

BIOGAS, ENERGY AND CARBON CREDITS

Biogas ¹ (Nm ³ /hour) Monthly Average	4Q23	3Q23	Δ	4Q22	Δ	2023	2022	Δ
Total	56,103	53,763	4%	49,106	14%	54,288	42,564	28%
Energy Volume ² (MWh)	4Q23	3Q23	Δ	4Q22	Δ	2023	2022	Δ
Total	103,742	99,428	4%	100,343	3%	398,438	307,609	30%
Carbon Credit Generated ³ (tCO ₂ e)	4Q23	3Q23	Δ	4Q22	Δ	2023	2022	Δ
Total	793,097	752,302	5%	654,701	21%	2,991,974	2,344,937	28%

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OrizonVR ecoparks have their biogas generated from the decomposition of organic matter in waste. This biogas is captured and can be used to generate renewable energy or as an input for biomethane production. The destruction of methane in any of the above ways, or even being burned in flares, generates carbon credits.

Methane is a gas with a global warming potential estimated to be approximately 28x times greater than carbon dioxide on a 100-year basis and 86x times greater on a 20-year basis. In this context, OrizonVR's carbon projects make a



Biogas regulating station

high contribution to mitigating methane emissions and achieving climate goals in Brazil and the world.

The volumes of biogas (+4%), energy (+4%) and carbon credits (+6%) grew slightly compared to the previous quarter (3Q23). In the year to date, OrizonVR's volumes of biogas, energy and carbon credits registered significant growth compared to 2022, respectively 28%, 33% and 31%, being directly related to (i) the operation of UTE Paulínia Verde in 12 (twelve) months, and (ii) the full year of operation of biogas and carbon credits at Ecoparque Paulínia.



The Company seeks to maximize value generation through the commercialization of carbon credits generated in its activities through negotiations in voluntary and regulated markets, the latter still in the regulatory phase within the sphere of the Paris agreement and the Brazilian government.

OrizonVR remains committed to the commercialization of carbon credits in a voluntary environment, and to this end, its projects are being submitted to different mechanisms. In 2023, the company made significant progress in registering its projects, reaching the last stage of registration in Jaboatão dos Guararapes and São Gonçalo. The João Pessoa project obtained its certification in March 2024, ratifying the consistency, quality and integrity of the Company's carbon credit projects.

Additionally, the following projects are in the validation stage: Maceió, Sergipe, Paulínia and Barra Mansa.

Finally, the Company **generated around 3.0 million tCO₂e between January and December 2023**, but this amount has not yet been sold and, therefore, has not been reflected in results. The Company has a generated volume not yet reflected in its financial statements of around **5.3 million tCO₂e** referring to the years 2022 and 2023.

WASTE PROCESSING AND WASTE TO ENERGY (WtE)

Waste Volume (k tons)	4Q23	3Q23	Δ	4Q22	Δ	2023	2022	Δ
Magé Blending Plant	4.7	5.6	-15,9%	3.0	59%	21.1	14.5	45.0%
Belford Roxo Incinerator	0.0	0.0	n.a.	0.0	n.a.	0.0	1.8	n.a.
Volta Redonda Waste Processing	7.2	6.0	19,6%	5.8	24%	22.4	19.2	17.0%
Sorocaba Blending Plant	15.1	17.0	-10,7%	15.1	0%	68.5	60.6	13.0%
Oxil Reverse Manufacturing	0.01	0.03	-78,7%	0.02	-68%	0.14	0.09	58.4%
Total Waste Volume	27.1	28.6	-5.4%	23.9	13.5%	112.1	96.2	16.6%

The volume processed by the **waste processing units** in 4Q23 totaled 27.1 k tons, a decrease of 5.4% compared to the previous quarter and an **increase of 13.5% compared to 4Q22**.

In 2023, **112.1 thousands of tons** were processed, an increase of 16.6% compared to the previous year.

In 4Q24, the Company started the sludge composting operation to produce organic fertilizers from waste received at Ecoparque Paulínia.



Mechanized Sorting Plant - UTM

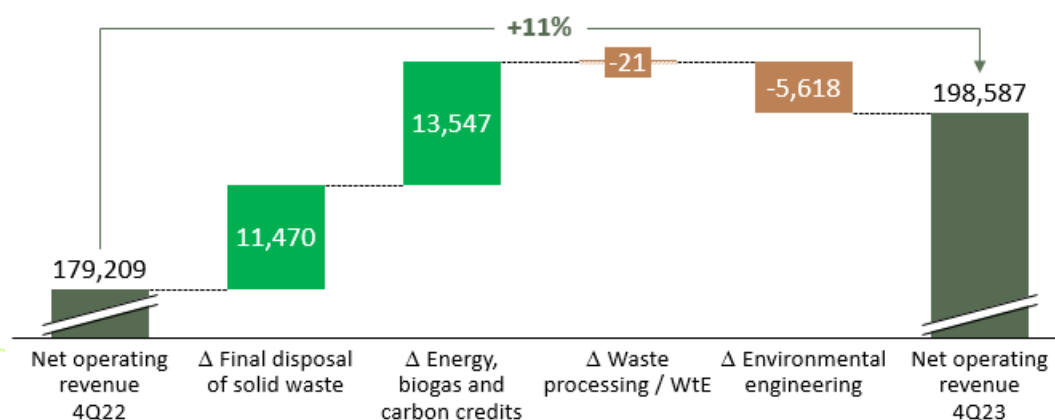
CONSOLIDATED FINANCIAL RESULTS

NET REVENUE

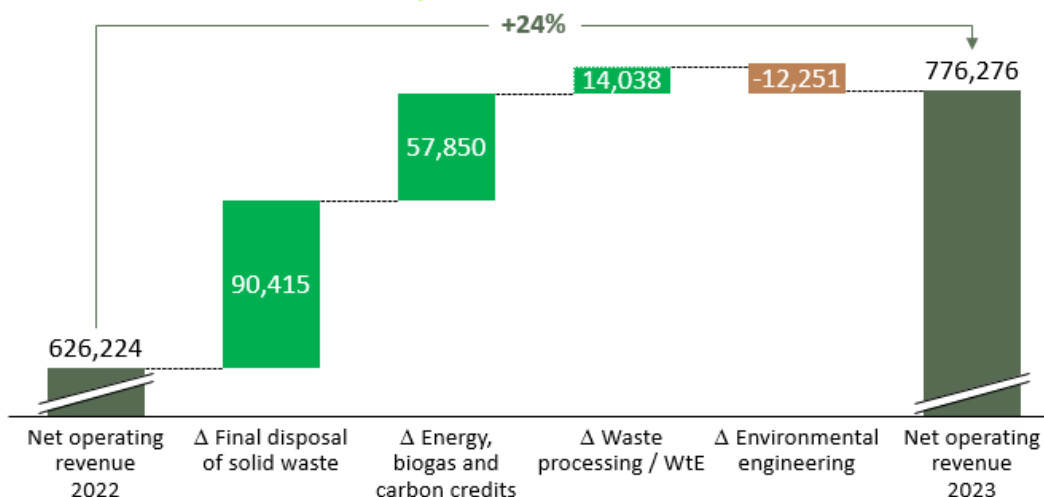
In 4Q23, **net revenue reached R\$198.6 million**, an increase of 11% compared to 4Q22, worth noting:

- I. **Impact of 12 (twelve) months of assets** acquired throughout 2022;
- II. Entry of the new ecoparks: **Maceió (1Q23) and Porto Velho (1Q23)**.
- III. Volume increase **in the Pantanal Ecopark**.
- IV. Energy and biogas activity up 14% on 4Q22, in terms of volume (**main effect: Paulínia biomethane plant**).
- V. **Increase in the average price of waste received** with the highest representation of customers with the highest average price.
- VI. **Reduction in revenue from the Environmental Engineering activity**, which is being discontinued.

Revenue Variation by Segment | 4Q23 vs. 4Q22 (R\$ 000)

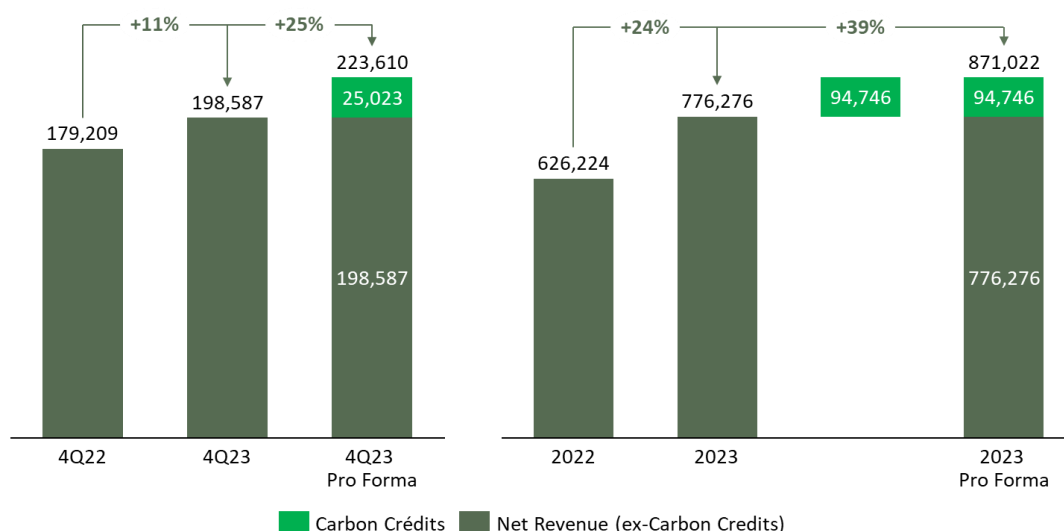


Revenue Variation by Segment - 2023 vs 2022 (R\$ 000)



The graphs below show the net operating revenue for 4Q23 and 2023 (with and without carbon credits) compared to the same period of the previous year. The proforma revenue from carbon credits was calculated based on the product between the volume of carbon credits actually generated in the periods and the estimated prices according to recent transactions carried out by OrizonVR¹.

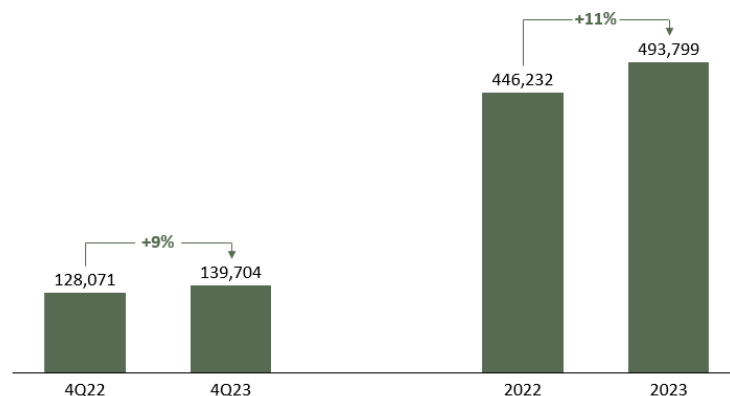
Net Revenue Pro-Forma 4Q23 and 2023 (R\$ 000)



OPERATING COSTS AND EXPENSES

Operating costs and expenses (ex-depreciation and provision for landfill closure) totaled **R\$139.7 million in 4Q23**, an increase of 9% compared to 4Q22. For the total of 2023 versus 2022, the Company presented an 11% increase in costs (ex-depreciation). The variation between the years, mainly, reflecting 12 (twelve) months of assets acquired throughout 2022, as well as the acquisitions made at the beginning of 2023.

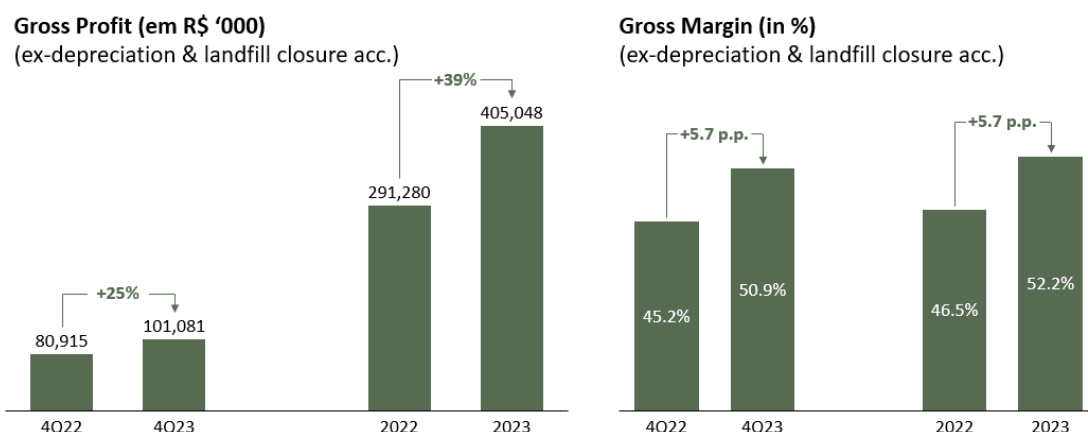
Operating Costs and Expenses 4Q23 and 2023 (R\$ 000)



¹ Prices projected according to the Company's history and in line with the calculations presented in the latest releases.

GROSS PROFIT

In 4Q23, gross profit (excluding depreciation and provision for landfill closure) totaled R\$101.1 million, a positive variation of 25% compared to 4Q22. In terms of gross margin, there was an increase of 5.7 percentage points (from 45.2% to 50.9%) mainly due to improved operational efficiency (reduction in cost per tonne), the start-up of the biomethane plant and an increase in the average price of gate fee). The graphs below show a comparison of gross profit (ex-depreciation and provision for landfill closure) for 4Q23 vs. 4Q22 and 2023 vs. 2022. Additionally, we have a comparison of consolidated gross margins.



ADJUSTED EBITDA

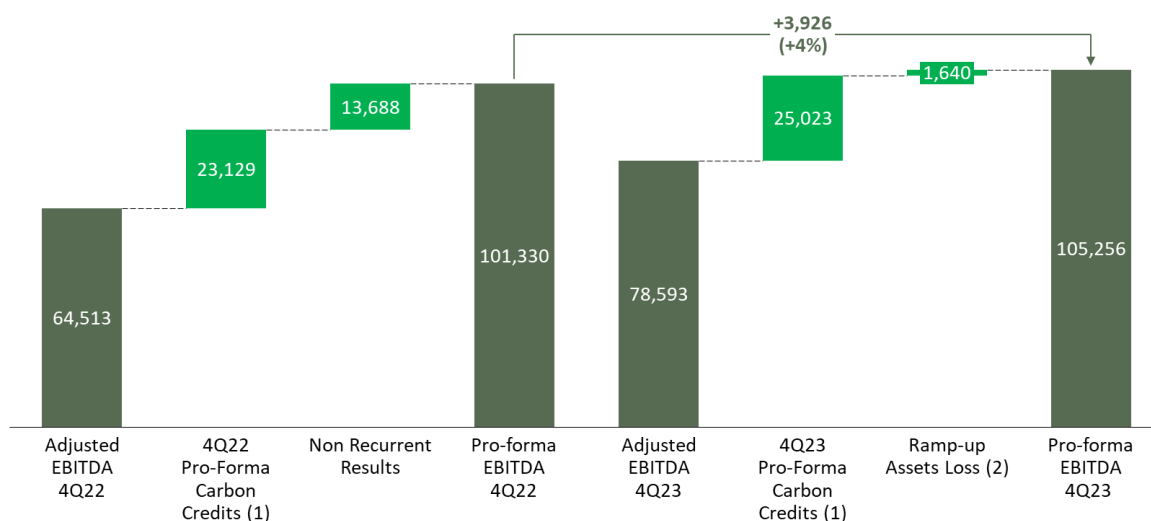
EBITDA (R\$ housand)	4Q23	3Q23	Δ	4Q22	Δ	2023	2022	Δ
NET RESULT FOR THE PERIOD	92,304	3,894	n.a.	(84,144)	n.a.	50,167	(143,464)	n.a.
TAXES	(2,477)	6,123	n.a.	8,640	-129%	20,749	46,610	-55%
FINANCIAL RESULTS	(426)	34,485	n.a.	79,694	-101%	118,804	154,359	-23%
DEPRECIATION AND AMORTIZATION	32,806	33,386	-2%	46,635	-30%	167,523	140,517	19%
EBITDA	122,207	77,888	57%	50,825	140%	357,243	198,022	80%
NET GAIN – COMPASS DEAL	(135,000)	-	n.a.	-	n.a.	(135,000)	-	n.a.
IMPAIRMENT	68,062	-	n.a.	-	n.a.	68,062	-	n.a.
OTHERS	23,323	-	n.a.	13,688	12%	23,323	14,308	7%
ADJUSTED EBITDA	78,592	77,888	1%	64,513	22%	313,628	212,330	48%

(1) considers provision for landfill closure.

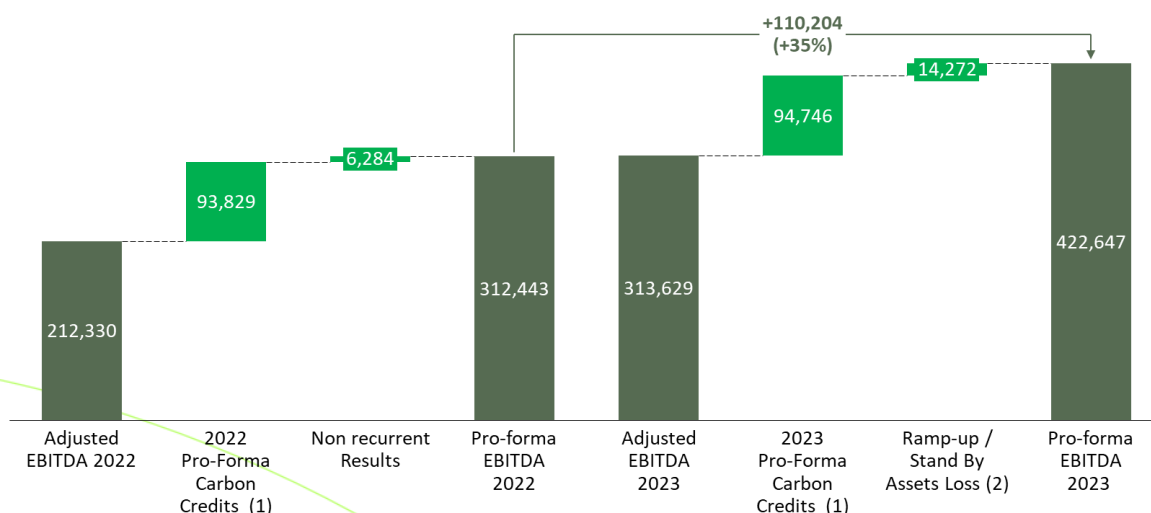
In 4Q23, the Company's Adjusted EBITDA reached R\$78.6 million in 4Q23, an increase of 22% compared to the same period of the previous year. For the full year of 2023, the OrizonVR's Adjusted EBITDA was an increase of 48%.

The following charts shows 4Q23 and 2023 pro forma EBITDA adjusted for the items described above.

Pro-Forma EBITDA 4Q23 (R\$ 000)



Pro-Forma EBITDA 2023 (R\$ 000)



Observations:

(1) Carbon Credits: calculated from the product between the volume of carbon credits generated in the period and recent transaction prices.

(2) Loss of Assets in Ramp-up/ Stand by: negative result of UTM Jaboaão dos Guararapes and UTM Paulínia.

NET FINANCIAL RESULT

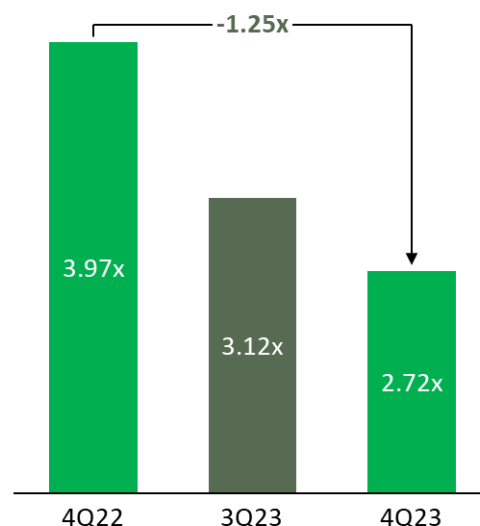
FINANCIAL RESULT (R\$ thousands)	4Q23	3Q23	Δ	4Q22	Δ	2023	2022	Δ
FINANCIAL REVENUE	56,112	11,044	n.a.	4,031	n.a.	80,387	77,221	4%
FINANCIAL EXPENSES	(55,686)	(45,529)	22%	(83,725)	-33%	(199,191)	(231,580)	-14%
LOANS AND FINANCING INTERESTS	(39,896)	(37,458)	7%	(29,785)	34%	(157,978)	(97,144)	63%
OTHER FINANCIAL EXPENSES	(15,790)	(8,071)	96%	(53,940)	-71%	(41,213)	(134,436)	-69%
TOTAL FINANCIAL RESULT	426	(34,485)	n.a.	(79,694)	n.a.	(118,804)	(154,359)	-23%

NET INCOME

NET INCOME (R\$ thousands)	4Q23	3Q23	Δ	4Q22	Δ	2023	2022	Δ
NET REVENUE	198,587	192,599	3%	179,209	11%	776,276	626,224	24%
OPERATIONAL COSTS	(131,531)	(120,792)	9%	(128,023)	3%	(528,599)	(438,329)	21%
GROSS PROFIT	67,056	71,807	-7%	51,186	31%	247,677	187,895	32%
GENERAL & ADM. EXPENSES	(40,979)	(30,980)	32%	(46,705)	-12%	(132,723)	(148,420)	-11%
OTHER NET REVENUE (EXPENSE)	60,078	1,896	n.a.	(4,080)	n.a.	63,706	10,310	n.a.
FINANCIAL RESULT	426	(34,485)	-101%	(79,694)	-101%	(118,804)	(154,359)	-23%
EARNINGS BEFORE EQUITY INCOME	86,581	8,238	n.a.	(79,293)	-209%	59,856	(104,574)	-157%
EQUITY INCOME	3,246	1,779	82%	3,789	-14%	11,060	7,720	43%
TAXES	2,477	(6,123)	-140%	(8,640)	-129%	(20,749)	(46,610)	-55%
NET INCOME (LOSS) FOR THE PERIOD	92,304	3,894	n.a.	(84,144)	n.a.	50,167	(143,464)	n.a.

INDEBTEDNESS

OrizonVR posted a leverage of **2.72x** (net debt/EBITDA), **down 1.25x from 4Q23**. Adjusted EBITDA for the last twelve months does not reflect the fullness of recently acquired assets and greenfields that have started the operation, as well it does not include the results from carbon credits.



Annualizing the 4Q23 EBITDA Running Rate (R\$105,255 x 4), leverage stands at **2.02x**.

INDEBTEDNESS (R\$ thousand)	4Q23	
	Adjusted ¹	Current ²
NET DEBT – BANK	802,355	802,355
AQUISITION TO PAY (ST+LT)	49,709	49,709
NET DEBT	852,064	852,064
EBITDA 12M	313,628	421,022
NET DEBT/ EBITDA LTM (x)	2.72	2.02

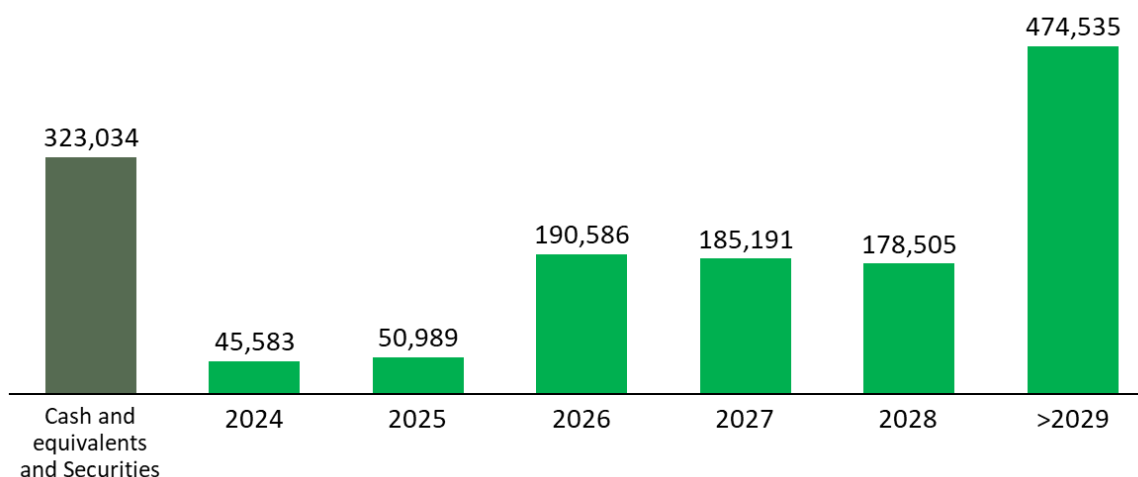
(1) Adjusted EBITDA for the last 12 months is considered

(2) 4Q23 annualized pro forma EBITDA. It considers revenue from carbon credits and disregards the of the ramp up of UTM Jabotão dos Guararapes and UTM Paulínia.

As expected, leverage has been decreasing as cash generation from new assets is captured.

LOAN AND FINANCING AMORTIZATION SCHEDULE

(R\$ 000)



CAPEX

CAPEX (R\$ thousands)	4Q23		
	Expansion	Maintenance	Total
Final disposal of solid waste	10,903	20,223	31,126
Energy, biogas and carbon credits	10,028	64	10,092
Waste processing and WtE	31,125	-	31,125
Environmental Engineering	-	4	4
Total	52,056	20,291	72,347

The investments in 4Q23 amounted to R\$72.3 million, with a highlight on investments in Barueri URE and biogas projects and Sergipe and Maceió.

CAPITAL MARKETS

The Company has **common shares (ticker "ORVR3")** listed and traded on the **São Paulo Stock Exchange ("B3")** since **February 17, 2021**, part of the Novo Mercado, the highest level of corporate governance on the stock exchange, emphasizing ethics and transparency in its relationship with shareholders and other stakeholders of the Company.

Currently, the Company's share, **ORVR3**, is part of **seven (7) B3 indexes**, namely: IGC-B3 (B3 Corporate Governance Index), IBRA (Broad Brazil Index), IGC-NM (Corporate Governance Index – Novo Mercado), IGCT (Corporate Governance Index – Trade), ITAG (Differentiated Tag Along Stock Index), SMLL (Small Caps Index) and UTIL (Public Utility Index).

The Company's common shares ended December at R\$38.66 per share, an increase of 14% in 2023, and traded an average daily volume of R\$14.2 million. The Company's market capitalization as of December 30, 2023, was R\$3.2 billion.

ESG IN 4Q23

4Q23 consolidates the dynamics and performance of the ESG Committee, which, through monthly meetings, raises agendas and deliberates on strategic actions, thus promoting the joint development of ESG practices in the Company.

The ESG area advanced in the Action Plan for the implementation of the **International Finance Corporation's (IFC) Social and Environmental Performance Standards** in the Company's main Policies and Procedures, organizing the planning to update the Stakeholder Engagement Plan and the Emergency Response and Prevention Plans.

The planning and choice of indicators was initiated, in accordance with the *Global Reporting Initiative* (GRI) standard for the 2023 Sustainability Report. In addition, OrizonVR ends the year becoming a member of AYA Earth Partners, with the aim of increasing operations and partnerships in the area of circular economy, decarbonization and other projects on the global climate agenda.

Another major highlight of the quarter was **OrizonVR's participation in the 28th United Nations (UN) Climate Conference**, better known as COP 28, which aims to bring together members of society, including the Government, companies, and civil society to jointly seek solutions to reduce the climate crisis in the world. In addition to taking part in important panels, **OrizonVR launches the Triple M, in partnership with the International Solid Waste Association (ISWA) and the Global Methane Hub**, an unprecedented study on the Methane Mitigation Mechanism, as a solution to combat the triple planetary crisis, pollution, biodiversity loss and climate change.

The Orizon Social Institute closes the year 2023 with great pride in the activities carried out during the year, which **reached 10,471 direct beneficiaries, 40,508 indirect beneficiaries and 38 municipalities.**

ATTACHMENTS

Balance Sheet (R\$ thousand)	Consolidated		Balance Sheet (R\$ thousand)	Consolidated	
Assets	12/31/2023	12/31/2022	Liabilities	12/31/2023	12/31/2022
Current Assets			Current Liabilities		
Cash and equivalents	289,426	168,875	Loans and financing	45,583	37,616
Securities	33,608	71,922	Leasing	29,057	15,211
Accounts receivables	184,168	258,897	Suppliers	59,533	65,821
Income tax and social contribution	30,042	13,907	Grants to pay	14,818	11,676
Advance payment	55,392	66,610	Payroll	25,248	24,849
Total Current Assets	592,636	580,211	Taxes and social contributions	37,120	48,673
Non-current Assets			Installment taxes	19,011	17,904
Accounts receivables	48,572	14,660	Advance payment	3,976	24,140
Related parties	3,006	7,866	Related parties	-	32,255
Judicial deposits and securities	10,938	7,162	Accounts payable	18,394	12,945
Income tax and social contribution	76,287	53,090	Other current liabilities	5,691	31,792
Investments	98,957	44,084	Total current liabilities	258,431	322,882
Immobilized	920,767	785,079	Non-current Liabilities		
Intangible	465,870	525,522	Loans and financing	1,079,806	977,538
Right of use	40,670	42,658	Leasing	23,329	40,800
Other Assets	4,641	12,964	Installment taxes	63,901	56,406
Total Non-current Asset	1,669,708	1,493,085	Provision for estimated losses	158	158
			Related parties	20,949	3,619
			Provision for litigation	21,477	25,075
			Deferred taxes	0	0
			Accounts payable	4,139	4,139
			Other non-current Liabilities	22,463	40,021
			Total Non-current Liabilities	1,259,320	1,168,947
			Shareholders' Equity		
			Equity	1,091,127	844,323
			Special good will reserve	453,262	566,649
			Capital Reserve	10,359.00	10,359.00
			Costs on stocks issue	(848,743)	(888,858)
			Others results	-	18,018
			Non-controlling shareholders' share	38,588	30,976
			Total Shareholders Equity	744,593	581,467
Total Asset	2,262,344	2,073,296	Total Liabilities and Shareholders Equity	2,262,344	2,073,296

Income Statement (R\$ thousand)	4Q23	3Q23	Δ	4Q22	Δ	2023	2022	Δ
Net operating revenue	198,587	192,599	3%	179,209	11%	776,276	626,224	24%
Treatment and final disposal	152,210	145,237	5%	140,740	8%	582,211	491,796	18%
Energy, biogas, and carbon credits	30,634	30,562	0%	17,087	79%	117,558	59,708	97%
Waste processing and WtE	8,945	10,484	-15%	8,966	0%	45,373	31,335	45%
Environmental engineering	6,798	6,316	8%	12,416	-45%	31,134	43,385	-28%
Cost of services provided - without depreciation	(97,506)	(88,788)	10%	(98,294)	-1%	(371,228)	(334,944)	11%
Gross profit before depreciation & landfill closure	101,081	103,811	-3%	80,915	25%	405,048	291,280	39%
Depreciation costs & landfill closure acc.	(34,025)	(32,004)	6%	(29,729)	14%	(157,371)	(103,385)	52%
Gross profit	67,056	71,807	-7%	51,186	31%	247,677	187,895	32%
General and administrative expenses	(40,979)	(30,980)	32%	(46,705)	-12%	(132,723)	(148,420)	-11%
Other net income (expenses)	109,078	1,896	n.a.	(4,080)	n.a.	112,706	10,310	n.a.
Profit before equity in financial results	135,155	42,723	n.a.	401	n.a.	227,660	49,785	n.a.
Financial income	7,112	11,044	-36%	4,031	76%	31,387	77,221	-59%
Financial expenses	(55,686)	(45,529)	22%	(83,725)	-33%	(199,191)	(231,580)	-14%
Profit before equity income	86,581	8,238	n.a.	(79,293)	-209%	59,856	(104,574)	-157%
Equity income	3,246	1,779	82%	3,789	-14%	11,060	7,720	43%
Profit before income tax and social contribution	89,827	10,017	n.a.	(75,504)	-219%	70,916	(96,854)	-173%
Current income tax	(9,683)	(6,711)	44%	(9,723)	0%	(34,665)	(38,691)	-10%
Deferred income tax	12,160	588	n.a.	1,083	n.a.	13,916	(7,919)	-276%
Net income	92,304	3,894	n.a.	(84,144)	-210%	50,167	(143,464)	n.a.