

LWSA S.A.
(previously called Locaweb Serviços de
Internet S.A.)

**Individual and consolidated interim financial
information september 30, 2024**

*(A free translation of the original report in
Portuguese containing financial statements
prepared in accordance with the Brazilian and
International standard on review
Engagements (NBC TR 2410 – Review of
Interim Financial Information Performed by
the Independent Auditor of the Entity and ISRE
2410 – Review of Interim Financial Information
Performed by the Independent Auditor of the
Entity, respectively))*

Contents

Report on review of quarterly information - ITR	3
Interim statements of financial position	5
Interim statements of result	7
Interim statements of comprehensive income	8
Interim statements of changes in shareholders' equity	9
Interim statements of cash flows	10
Interim statements of value add	11
Notes to individual and consolidated interim financial information	12



KPMG Auditores Independentes Ltda.
Rua Verbo Divino, 1400, Conjunto Térreo ao 801 - Parte,
Chácara Santo Antônio, CEP 04719-911, São Paulo - SP
Caixa Postal 79518 - CEP 04707-970 - São Paulo - SP - Brasil
Telefone +55 (11) 3940-1500
kpmg.com.br

Report on review of quarterly information - ITR

To the Shareholders and Administrators of
LWSA S.A.
São Paulo – SP

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of LWSA S.A. (“the Company”), contained in the Quarterly Financial Information Form (ITR) for the quarter ended September 30, 2024, comprising the statements financial position as of September 30, 2024, the respective statements of profit or loss and other comprehensive income for the three and nine-months, periods then ended and of statements of changes in equity and cash flows for the nine-month period then ended, including notes the financial statements.

Management is responsible for the preparation of the interim financial information in accordance with CPC 21(R1) and International Accounting Standard (IAS) 34 - Interim Financial Reporting, issued by International Accounting Standards Board - IASB, and for the presentation of this information in accordance with the standards issued by the Comissão de Valores Imobiliários, applicable to the preparation of the Quarterly Financial Information (ITR). Our responsibility is to express a conclusion on these interim financial information based on our review.

Scope of review

We conducted our review in accordance with the Brazilian and International Standard on Review Engagements (NBC TR 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively).

A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with 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. Accordingly, we do not express an audit opinion.



Conclusion on the individual interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the individual interim financial information included in the Quarterly Information referred above has not been prepared, in all material respects, in accordance with CPC 21 (R1), applicable to the preparation of Quarterly Information – ITR and presented in accordance with the standards issued by the Comissão de Valores Mobiliários.

Conclusion on the consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the consolidated interim financial information included in the Quarterly Information referred above has not been prepared, in all material respects, in accordance with CPC 21 (R1) and IAS 34, applicable to the preparation of Quarterly Information – ITR and presented in accordance with the standards issued by the Comissão de Valores Mobiliários.

Other matters – Statements of added value

The interim financial information referred above comprise the statements of added value (DVA), individual and consolidated, for the nine-month period ended September 30, 2024, prepared under the responsibility of Company's management, and presented as supplementary information for the purpose of IAS 34. These statements, were submitted to the review procedures performed together with the review of the Quarterly Financial Information, with the purpose to evaluate whether these are reconciled to the financial information and to accounting records, as applicable, and whether their form and content are in accordance with the criteria set on Technical Pronouncement CPC 09 – Statement of Added Value. Based on our review, nothing has come to our attention that causes us to believe that the statements of added value referred above have not been prepared, in all material respects, in accordance with the criteria defined in this Standard and consistently in relation to the interim financial information taken as a whole.

São Paulo, November 05, 2024

KPMG Auditores Independentes Ltda.
CRC 2SP-014428/O-6

Original report in Portuguese signed by
João Paulo A. Pacheco Neves
Accountant CRC 1SP222303/O-4

LWSA S.A.

Interim statements of financial position as at September 30, 2024 and December 31, 2023

(In thousands of Reais)

	Note:	Parent company		Consolidated	
		09/30/2024	12/31/2023	09/30/2024	12/31/2023
Assets					
Cash and cash equivalents	3.1	301,646	949,283	460,331	1,188,223
Accounts receivable	4.1	36,061	21,817	771,699	707,556
Taxes recoverable		2,076	2,944	3,513	4,049
Income tax and social contribution recoverable		37,053	11,237	42,227	23,250
Derivative financial instruments		873	-	873	-
Other assets	5	<u>29,899</u>	<u>17,750</u>	<u>47,134</u>	<u>27,315</u>
Total current assets		<u>407,608</u>	<u>1,003,031</u>	<u>1,325,777</u>	<u>1,950,393</u>
Financial assets	3.2	-	-	18,635	16,617
Court deposits	14	403	402	563	498
Other assets	5	6,481	5,396	11,981	8,284
Deferred income tax and social contribution	21	<u>141,341</u>	<u>130,213</u>	<u>205,655</u>	<u>182,807</u>
Total long-term assets		<u>148,225</u>	<u>136,011</u>	<u>236,834</u>	<u>208,206</u>
Investments	7	1,781,948	2,250,061	-	-
Property, plant, and equipment	8	60,762	59,388	81,482	89,431
Intangible assets	9	821,575	147,118	2,288,899	2,288,148
Right-of-use asset	10	<u>56,327</u>	<u>58,784</u>	<u>60,893</u>	<u>68,210</u>
Total non-current assets		<u>2,868,837</u>	<u>2,651,362</u>	<u>2,668,108</u>	<u>2,653,995</u>
Total assets		<u>3,276,445</u>	<u>3,654,393</u>	<u>3,993,885</u>	<u>4,604,388</u>

The accompanying notes are an integral part of the interim financial information.

LWSA S.A.

Interim statements of financial position as at September 30, 2024 and December 31, 2023

(In thousands of Reais)

	Note	Parent company		Consolidated	
		09/30/2024	12/31/2023	09/30/2024	12/31/2023
Liabilities					
Suppliers		27,491	25,207	35,870	45,575
Loans and financing	12.1	-	-	6	60
Lease liabilities	12.2	10,477	8,772	12,911	13,694
Salaries, charges, and social benefits	13	52,898	37,495	97,707	108,366
Other taxes payable		7,064	4,281	15,576	14,546
Services to be provided	4.2	75,985	48,867	102,085	94,717
Receivables to be transferred		-	-	575,910	559,662
Interest on equity and dividends payable		4	5	4	5
Taxes in installments	11	271	256	3,057	3,065
Obligation with investment acquisitions	7.1	187,354	440,218	188,751	575,093
Other liabilities		10,988	5,491	25,508	26,770
Total current liabilities		372,532	570,592	1,057,385	1,441,553
Lease liabilities	12.2	55,409	58,667	57,789	63,675
Services to be provided	4.2	1,174	2,971	1,174	2,971
Taxes in installments	11	1,060	1,196	12,839	14,270
Obligation with investment acquisitions	7.1	40,052	132,446	47,137	186,111
Provision for contingencies	14	2,018	3,071	7,781	6,168
Provision for investment losses	7	1,471	3,304	-	-
Deferred income tax and social contribution	21	-	-	7,051	6,002
Other liabilities		1,973	-	1,973	1,492
Total non-current liabilities		103,157	201,655	135,744	280,689
Net equity					
Share capital	15	2,868,290	2,940,141	2,868,290	2,940,141
Treasury shares	15	(58,011)	(63,218)	(58,011)	(63,218)
Treasury shares to be canceled	15	(157,080)	-	(157,080)	-
Capital reserves	15	87,300	77,074	87,300	77,074
Asset valuation adjustment		576	-	576	-
Accumulated losses		59,681	(71,851)	59,681	(71,851)
Total net equity		2,800,756	2,882,146	2,800,756	2,882,146
Total liabilities and net equity		3,276,445	3,654,393	3,993,885	4,604,388

The accompanying notes are an integral part of the interim financial information.

LWSA S.A.

Interim statements of result

Period of three and nine months ended September 30, 2024 and 2023

(In thousands of Reais)

Notes	Parent company				Consolidated				
	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	
Net operating revenue	18	271,411	272,879	108,321	92,557	1,005,914	945,452	349,348	330,090
Cost of services provided	19	(192,051)	(199,589)	(81,556)	(70,204)	(518,880)	(513,317)	(174,884)	(185,082)
Gross profit		79,360	73,290	26,765	22,353	487,034	432,135	174,464	145,008
Operating revenues (expenses)									
Sales expenses	19	(47,974)	(37,627)	(23,181)	(13,380)	(215,022)	(197,478)	(74,443)	(67,031)
General and administrative expenses	19	(35,116)	(31,176)	(20,628)	(14,208)	(187,796)	(184,598)	(64,723)	(61,995)
Loss due to impairment	19	(886)	(1,531)	109	(271)	(6,201)	(4,930)	(1,485)	(1,557)
Equity income	7	33,925	(23,303)	22,981	(1,956)	-	-	-	-
Other operating revenues (expenses)	19	186	6,296	134	326	5,785	8,954	619	332
		(49,865)	(87,341)	(20,585)	(29,489)	(403,234)	(378,052)	(140,032)	(130,251)
Income before net financial revenues (expenses)		29,495	(14,051)	6,180	(7,136)	83,800	54,083	34,432	14,757
Financial revenues	20	54,126	109,089	7,964	34,742	76,116	124,697	15,385	40,765
Financial expenses	20	(29,402)	(135,262)	(8,642)	(23,068)	(79,609)	(209,212)	(23,915)	(45,004)
Net financial income (expenses)		24,724	(26,173)	(678)	11,674	(3,493)	(84,515)	(8,530)	(4,239)
Income before income tax and social contribution		54,219	(40,224)	5,502	4,538	80,307	(30,432)	25,902	10,518
Current income tax and social contribution	21	(3,005)	(32,192)	12,058	(10,673)	(42,722)	(68,709)	(10,657)	(24,086)
Deferred income tax and social contribution taxes	21	8,467	43,773	(671)	10,005	22,096	70,498	1,644	17,438
		5,462	11,581	11,387	(668)	(20,626)	1,789	(9,013)	(6,648)
Net profit (loss) for the period		59,681	(28,643)	16,889	3,870	59,681	(28,643)	16,889	3,870
Earnings per share (expressed in BRL per share)									
Basic profit (loss) per share	17	-	-	-	-	0.10	(0.05)	0.03	(0.01)
Diluted profit (loss) per share	17	-	-	-	-	0.10	(0.05)	0.03	(0.01)

The accompanying notes are an integral part of the interim financial information.

LWSA S.A.

Interim statements of comprehensive income

Period of three and nine months ended September 30, 2024 and 2023

(In thousands of Reais)

	Parent company				Consolidated			
	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023
Net profit (loss) for the period	59,681	(28,643)	16,889	3,870	59,681	(28,643)	16,889	3,870
Other comprehensive income								
Cash flow hedge	873	879	(1,790)	(1,385)	873	879	(1,790)	(1,385)
Deferred taxes on cash flow hedges	(297)	(299)	609	471	(297)	(299)	609	471
Comprehensive income for the period	<u>60,257</u>	<u>(28,063)</u>	<u>15,708</u>	<u>2,956</u>	<u>60,257</u>	<u>(28,063)</u>	<u>15,708</u>	<u>2,956</u>

The accompanying notes are an integral part of the interim financial information.

LWSA S.A.

Interim statements of changes in shareholders' equity

Nine-month period ended September 30, 2024 and 2023

(In thousands of Reais)

	Share capital					Capital Reserves			Profit Reserves		Other comprehensive income	Accumulated (Losses) profits	Total net equity
	Paid up capital stock	Capital stock yet to be paid in	Expenses with the issuance of shares	Treasury shares	Treasury shares to be canceled	Goodwill on capital transactions	Stock option plan reserve	Goodwill on the issuance of shares	Legal reserve	Profit retention reserve			
Balances on December 31, 2022	3,006,937	3,495	(76,201)	(47,481)	-	(22,344)	73,771	11,895	3,892	22,188	-	-	2,976,152
Net income for the period	-	-	-	-	-	-	-	-	-	-	-	(28,643)	(28,643)
Other comprehensive income, net of tax	-	-	-	-	-	-	-	-	-	-	(580)	-	(580)
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	(580)	(28,643)	(29,223)
Capital increase (Note 15.a)	6,929	(6,929)	-	-	-	-	-	-	-	-	-	-	-
Repurchase of own shares	-	-	-	(15,771)	-	-	-	-	-	-	-	-	(15,771)
Share options exercised	-	3,434	-	34	-	-	-	-	-	-	-	-	3,468
Share-based payments	-	-	-	-	-	-	10,503	-	-	-	-	-	10,503
Dividends distributed	-	-	-	-	-	-	-	-	-	(23,623)	-	-	(23,623)
Balances on September 30, 2023	3,013,866	-	(76,201)	(63,218)	-	(22,344)	84,274	11,895	3,892	(1,435)	(580)	(28,643)	2,921,506
Balances on December 31, 2023	3,013,866	2,476	(76,201)	(63,218)	-	(22,344)	87,523	11,895	-	-	-	(71,851)	2,882,146
Net income for the period	-	-	-	-	-	-	-	-	-	-	-	59,681	59,681
Cash flow hedge	-	-	-	-	-	-	-	-	-	-	576	-	576
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	576	59,681	60,257
Capital increase (Note 15.a)	2,476	(2,476)	-	-	-	-	-	-	-	-	-	-	-
Repurchase of own shares	-	-	-	(152,583)	-	-	-	-	-	-	-	-	(152,583)
Treasury shares to be canceled	-	-	-	157,080	(157,080)	-	-	-	-	-	-	-	-
Share options exercised	-	-	-	710	-	-	(567)	-	-	-	-	-	143
Share-based payments	-	-	-	-	-	-	10,793	-	-	-	-	-	10,793
Capital reduction (Note 15.a)	(71,851)	-	-	-	-	-	-	-	-	-	-	71,851	-
Balances on September 30, 2024	2,944,491	-	(76,201)	(58,011)	(157,080)	(22,344)	97,749	11,895	-	-	576	59,681	2,800,756

The accompanying notes are an integral part of the interim financial information.

LWSA S.A.

Interim statements of cash flows

Nine-month period ended September 30, 2024 and 2023

(In thousands of Reais)

	Note	Parent company		Consolidated	
		01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023
Cash flows from operating activities					
Profit (loss) before income tax and social contribution		54,219	(40,224)	80,307	(30,432)
Adjustments to reconcile profit (loss) before income tax and social contribution with net cash flow from operating activities:					
Depreciation and amortization	8;9;10	37,641	35,352	96,850	88,281
Equity income	7	(33,925)	23,303	-	-
Passive lease interest, derivatives, exchange and monetary variations		3,079	2,338	2,851	2,022
Remeasurement fair value of contingent consideration	7.1	20,030	123,300	28,578	146,636
Share-based payments	16	12,156	8,932	11,177	11,962
Provisions and other adjustments		(1,023)	1,463	(1,661)	2,372
Changes in assets and liabilities					
Accounts receivable from customers		(7,264)	2,964	(62,053)	(67,315)
Taxes recoverable		(13,061)	16,292	(14,760)	20,449
Other assets		(4,165)	(1,835)	(23,516)	(2,941)
Court deposits		(1)	45	(65)	515
Suppliers		2,532	654	(6,979)	(18,200)
Salaries, charges, and social benefits		14,372	9,108	(11,053)	26,931
Other taxes payable		12,421	(15,715)	17,653	(16,319)
Services to provide		777	5,754	5,571	12,305
Receipts to be passed on		-	-	16,248	20,516
Other liabilities		(337)	(336)	(781)	14,371
Income tax and social contribution paid		(17,744)	(15,544)	(62,529)	(49,487)
Net cash from operating activities		79,707	155,851	75,838	161,666
Cash flows from investing activities					
Acquisitions of property, plant and equipment		(13,914)	(13,821)	(20,160)	(20,186)
Obligation with the acquisition of investments	7.1	(431,468)	(233,026)	(557,328)	(366,824)
Capital increase in subsidiary	7	(292,712)	(206,974)	-	-
Cash received in incorporation		86,927	-	-	-
Acquisition of a subsidiary, net of cash acquired		-	-	(55)	-
Financial Assets		-	-	(1,100)	(4,499)
Acquisition and development of intangible assets	9	(24,814)	(18,025)	(58,436)	(54,633)
Receipt for the sale of assets		-	78	-	199
Net cash used in investing activities		(675,981)	(471,768)	(637,079)	(445,943)
Cash flows from financing activities					
Resources from the exercise of stock options		710	3,468	710	3,468
Payment of lease liabilities	12.2	(10,722)	(9,170)	(14,714)	(13,462)
Loans and financing paid	23.f	-	-	(54)	(321)
Interest and exchange variation paid	23.f	-	-	(9)	(37)
Dividends and interest on equity paid		(1)	(30,815)	(1)	(30,815)
Repurchase of own shares		(41,350)	(15,771)	(152,583)	(15,771)
Net cash (used in) generated by financing activities		(51,363)	(52,288)	(166,651)	(56,938)
Net reduction in cash and cash equivalents		(647,637)	(368,205)	(727,892)	(341,215)
Cash and cash equivalents at the start of the period		949,283	1,309,361	1,188,223	1,448,231
Cash and cash equivalents at the end of the period		301,646	941,156	460,331	1,107,016
Net reduction in cash and cash equivalents		(647,637)	(368,205)	(727,892)	(341,215)

The accompanying notes are an integral part of the interim financial information.

LWSA S.A.

Interim statements of value add

Nine-month period ended September 30, 2024 and 2023

(In thousands of Reais)

	Notes	Parent company		Consolidated	
		01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023
Revenue		293,797	303,821	1,105,902	1,042,910
Service revenue	18	296,089	301,694	1,104,748	1,040,685
Discounts and rebates	18	(2,354)	(4,674)	(6,718)	(6,965)
Other operating revenues		62	6,801	7,872	9,190
Inputs purchased from third parties (includes ICMS, PIS and Cofins)		(114,177)	(136,764)	(430,716)	(405,272)
Cost of services provided		(63,565)	(93,889)	(245,599)	(245,676)
Materials, energy, third-party services and other services		(50,612)	(42,875)	(185,117)	(159,596)
Gross added value		179,620	167,057	675,186	637,638
Retention		(37,641)	(35,352)	(96,850)	(88,281)
Depreciation and amortization	8;9;10	(37,641)	(35,352)	(96,850)	(88,281)
Net added value generated		141,979	131,705	578,336	549,357
Added value received in transfers		88,051	85,786	76,116	124,697
Equity income	7	33,925	(23,303)	-	-
Financial revenues	20	54,126	109,089	76,116	124,697
Total added value to be distributed		230,030	217,491	654,452	674,054
Added value distribution		230,030	217,491	654,452	674,054
Personnel and charges		104,942	82,199	355,826	357,780
Direct compensation		77,023	61,248	283,207	294,009
Benefits		17,646	13,907	46,732	40,797
Severance Pay Indemnity Fund (FGTS)		10,273	7,044	25,887	22,974
Taxes, fees and contributions		35,779	28,672	158,130	135,364
Federal		26,134	18,815	126,825	105,161
State		-	-	35	70
Municipal		9,645	9,857	31,270	30,133
Interest and rent		29,628	135,263	80,815	209,553
Equity remuneration		59,681	(28,643)	59,681	(28,643)
Dividend distribution		-	(30,815)	-	(30,815)
Retained net profit		59,681	2,172	59,681	2,172

The accompanying notes are an integral part of the interim financial information.

Notes to individual and consolidated interim financial information

(In thousands of Reais, unless otherwise stated)

1 Operational context

Operations

LWSA S.A., previously called Locaweb Serviços de Internet S.A. (hereinafter referred to as “Company”, also referred to as “Group” or “LWSA”), headquartered at Rua Itapaiúna, 2434 - São Paulo/SP, with operations starting in 1998, is one of the pioneer companies in Business to Business (B2B) solutions for digital business transformation in Brazil. The Company offers a varied portfolio of integrated solutions, with the purpose of helping its clients' businesses to grow and prosper through the use of technology.

The Company has two operating segments: (i) Be Online and Software as a Service (SaaS) & Solutions ("Be Online & SaaS") and (ii) Commerce. These business segments are extremely complementary, generate great operational synergies for the Company and its customers and together form an ecosystem that allows for strong cross-selling and up-selling within its extensive and diversified customer base of approximately 703 thousand active customers, from the most varied sectors of the economy, with a greater concentration of small and medium-sized companies.

Pagcerto – Payment Institution

On June 26, 2024, through Official Letter 15336/2024-BCB/Deodf/Difin, the Central Bank of Brazil (“Bacen”) granted the request of Pagcerto Instituição de Pagamento Ltda (“Pagcerto”), a company in the LWSA Financial Services, to act as a Payment Institution (“IP”).

This approval is another important step in LWSA's strategy of offering, in a fully integrated manner, to its Ecommerce Platform (SMEs and Enterprise) and ERP customers a wide range of Financial Services, which can contribute to the success of their customers' digital journey, supporting them in more effective financial management by integrating receipts, payments and credit.

Rains in Rio Grande do Sul

Rio Grande do Sul was hit by severe rains at the end of April and beginning of May 2024, the consequences of which resulted in the loss of lives, damage to homes and properties, disruptions to the road, electrical and water supply networks, and mainly , floods due to the rise in the level of important rivers in the state.

Regarding the operational functioning of our units installed in Rio Grande do Sul, we inform you that, even in the face of this adverse weather scenario, they remain fully operational.

LWSA, through its subsidiaries, joined government aid programs for companies located in the State of Rio Grande do Sul, which involve the postponement of payment of municipal and federal taxes from May and June to August and September respectively.

It is important to highlight the solidarity initiatives for employees in Rio Grande do Sul that were promoted by the Company between the months of May and June:

- Working days allowance;
- Allowance of 30% of the working day for employees who volunteered;
- 0800 with 24-hour service to respond to emergencies;
- 13th salary advance;
- Anticipation of meal vouchers;
- Psychological support for affected people and extending it to family members;
- Collection of donations at collection points.

In total, 65 employees received financial assistance with the money raised - via housing assistance, family assistance, cleaning assistance and internet assistance.

2 Summary of main accounting practices

The issuance of the interim individual and consolidated financial information was authorized by the Board of Directors on November 05, 2024.

The interim financial information was prepared in accordance with the Brazilian Securities Commission (Comissão de Valores Mobiliários, or “CVM”) Resolution No, 673/11, which establishes the minimum content of an interim financial statement and the principles for recognition and measurement for complete or condensed interim statements.

The interim financial information, in this case, aims to provide the quarterly information based on the latest complete annual financial statements.

Accordingly , they focus on new activities, events and circumstances and not duplicating the information that was previously disclosed, except when the Management deems the maintenance of certain information relevant.

The interim financial information presented herein was prepared based on the accounting policies, assumptions and estimates calculation methods adopted in the preparation of the annual financial statements for the year ended December 31, 2023.

There has been no changes of any nature with respect to such policies and methods of calculating estimates, As allowed by CVM Resolution No, 673/11, the Management decided not disclosure the accounting policies adopted by the Company. Accordingly, these individual and consolidated interim financial information must be to read together with the annual individual and consolidated financial statements for the year ended December 31, 2023.

2.1 Basis of consolidation

The consolidated interim financial information includes the operations of the Company and its subsidiaries, as follows:

Subsidiaries	Interest	Interest %	
		2024	2023
Locaweb Telecom	Direct	100%	100%
Yapay	Direct	100%	100%
Tray Tecnologia (c)	Direct	-	100%
Wake (b)	Direct	100%	100%
LWK Hosting	Direct	100%	100%
Cyberweb	Indirect	100%	100%
IT Capital (Delivery Direto)	Direct	100%	100%
Locaweb Commerce	Direct	100%	100%
Etus (c)	Direct	-	100%
Ideris	Indirect	100%	100%
Melhor Envio	Indirect	100%	100%
Vindi Tecnologia	Direct	100%	100%
Vindi Pagamentos	Indirect	100%	100%
Connectplug	Direct	100%	100%
Bagy Sul (a)	Direct	100%	100%
Credisfera	Direct	100%	100%
Samurai Holding	Direct	100%	100%
Samurai Desenvolvimento	Indirect	100%	100%
Bling (c)	Direct	-	100%
Organisys Payments Holding	Indirect	100%	100%
Pagcerto	Indirect	100%	100%
Bagy	Direct	100%	100%
Octadesk	Direct	100%	100%
Wake Creators (d)	Direct	100%	100%
LW Ventures FIP	Direct	100%	100%
Síntese	Direct	100%	100%

- (a) In April 2023, the name of Dooca Tecnologia da Informação Ltda. was changed to Bagy Sul Soluções de Comércio Digital Ltda.
- (b) In September 2023, the name of Fbits Desenvolvimento de Software Ltda. was changed to Wake Commerce Ltda.
- (c) In August 2024, companies were incorporated into the parent company.
- (d) In September 2024, the name of Squid Digital Media Channel Ltda. was changed to Wake Creators Digital Media Channel Ltda.

2.2 Declaration of compliance and basis of preparation

The individual interim financial information were prepared and are presented in accordance with technical pronouncement CPC 21 – Interim Financial Reporting (R1) the consolidated interim financial information were prepared and are presented in accordance with technical pronouncement CPC 21 – Interim Financial Reporting (R1) and the International Financial Reporting Standard IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board – IASB and in accordance with the standards issued by CVM that are applicable to the preparation of quarterly financial information.

2.3 Merger of subsidiaries

2.3.1 Merger of Qint

At the Extraordinary General Meeting held on June 30, 2024, the Company's shareholders approved the merger of Qint into Organisys Software Ltda.. The transaction was carried out considering that the companies are part of the same economic group and that the transfer of the activities will enable greater financial, operational, and administrative efficiency, as well as better control by the shareholders of the different areas in which the companies operate.

The merged amounts are summarized below:

Assets	144
Current assets	144
Cash and cash equivalents	69
Accounts receivable	75
Liabilities	25
Current liabilities	25
Suppliers	11
Labor and social obligations	3
Tax obligations	10
Others accounts payable	1
Net merged amounts	119

2.3.2 Merger of Tray

At the Extraordinary General Meeting held on August 30, 2024, the Company's shareholders approved the merger of Tray Tecnologia em Ecommerce Ltda. into LWSA S/A. The transaction was carried out considering that the companies are part of the same economic group and that the transfer of the activities will enable greater financial, operational, and administrative efficiency, as well as better control by the shareholders of the different areas in which the companies operate.

The merged amounts are summarized below:

Assets	366,521
Current assets	36,929
Cash and cash equivalents	16,407
Accounts receivable	6,759
Taxes recoverable	9,891
Other assets	3,872
Non-current assets	329,592
Deferred income tax and social contribution	525
Investments	271,843
Property, plant, and equipment	4,061
Right-of-use asset	3,117
Intangible assets	50,046
Liabilities	84,173
Current liabilities	75,276
Suppliers	441

Lease liabilities	868
Labor and social obligations	65
Other taxes payable	1,144
Services to be provided	13,862
Obligation with investment acquisitions	58,304
Other liabilities	592
Non-current liabilities	8,897
Provision for lawsuits	13
Obligation with investment acquisitions	6,435
Lease liabilities	2,449
Net merged amounts	282,348

2.3.3 *Merger of Etus*

At the Extraordinary General Meeting held on August 30, 2024, the Company's shareholders approved the merger of Etus Social Network Brasil Ltda. into LWSA S/A. The transaction was carried out considering that the companies are part of the same economic group and that the transfer of the activities will enable greater financial, operational, and administrative efficiency, as well as better control by the shareholders of the different areas in which the companies operate.

The merged amounts are summarized below:

Assets	974
Current assets	812
Cash and cash equivalents	647
Accounts receivable	103
Other assets	62
Non-current assets	162
Deferred income tax and social contribution	6
Property, plant, and equipment	156
Liabilities	122
Current liabilities	122
Suppliers	41
Other taxes payable	81
Net merged amounts	852

2.3.4 *Merger of Bling*

At the Extraordinary General Meeting held on August 30, 2024, the Company's shareholders approved the merger of Organisys Software Ltda. into LWSA S/A. The transaction was carried out considering that the companies are part of the same economic group and that the transfer of the activities will enable greater financial, operational, and administrative efficiency, as well as better control by the shareholders of the different areas in which the companies operate.

The merged amounts are summarized below:

Assets	96,299
Current assets	75,903
Cash and cash equivalents	69,873
Accounts receivable	257
Taxes recoverable	1,079
Other assets	4,694
Non-current assets	20,396
Deferred income tax and social contribution	2,427
Investments	13,216
Property, plant, and equipment	1,753
Right-of-use asset	29
Intangible assets	2,971
Liabilities	24,858
Current liabilities	21,482
Suppliers	1,988
Lease liabilities	31
Labor and social obligations	147
Other taxes payable	3,755
Services to be provided	10,682
Other liabilities	4,879
Non-current liabilities	3,376
Provision for lawsuits	40
Obligation with investment acquisitions	1,441
Other liabilities	1,895
 Net merged amounts	 71,441

3 Cash and cash equivalents and financial assets

3.1 Cash and cash equivalents

	Parent company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Cash and banks	634	153	5,026	6,817
CDB (a)	9,076	7,377	55,438	158,628
Funds (b)	291,936	941,753	399,867	1,022,778
	301,646	949,283	460,331	1,188,223

- (a) On September 30, 2024, the consolidated financial investments, Bank Deposit Certificates (CDB), were remunerated at an average rate of 103.9% of the CDI for the quarter and 108.8% of the CDI for the last 12 months (103.04% of the CDI on December 31, 2023), with daily liquidity redeemable with the issuer, subject to an insignificant risk of change in value.
- (b) Exclusive fund, composed of quotas of an investment fund whose portfolio is formed by fixed income assets with immediate liquidity. The eligible assets in the portfolio composition structure are almost entirely investment grade, which corresponds to the highest rating classification, representing low credit risk and volatility.

Below we present the opening of the exclusive investment fund portfolio:

	09/30/2024	12/31/2023
Post fixed Interest rate	99,97%	99,95%
Cash and CPR	42,32%	45,23%
Private credit	44,68%	45,56%
FIDC	0,12%	0,17%
Public bonds	11,21%	8,28%
Derivatives	1,64%	0,71%
Pre fixed interest	0,03%	0,05%
Private credit	1,66%	0,76%
Derivatives	-1,63%	-0,71%
Total	100,00%	100,00%

3.2 Financial assets

On December 10, 2021, the LW Ventures Fundo de Investimento em Participações Multiestratégia Investimento no Exterior ("LW Ventures"), a Corporate Venture Capital (CVC), was established, whose objective is to invest in startups with high growth and innovation potential. The Company is the majority shareholder of the Fund, which is managed by an independent manager. The investments are made substantially through loan agreements with an option to convert into equity interest on a certain date. The medium to long term strategy of the assets is to generate synergy with the Company's business, or a planned exit for the moment when the financial returns are favorable, thus they are recognized as a financial instrument (level 2).

Financial assets are valued at fair value through profit or loss, and because they are represented by privately-held startups and do not have prices quoted on an active market, the fair value for these investments is measured using a valuation technique based on multiples of revenue, discounted cash flow and NAV (Net Asset Value), considering the reasonableness of the range of values indicated by them, the fair value measurement being the point within that range that best represents the fair value in the circumstances, or through observable market transactions, such as new rounds of investments, with the Valuation Post Money being considered as the new fair value reference for that asset. The Company used this reference for the investments active on September 30, 2024 and December 31, 2023.

The value of these investments at September 30, 2024 was BRL 18,635 (BRL 16,617 at December 31, 2023).

4 Accounts receivable and services to be provided

4.1 Accounts receivable

The balance of accounts receivable is composed of:

	<u>Parent company</u>		<u>Consolidated</u>	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Credit card administrators	18,084	5,885	719,167	649,103
Accounts receivable from customers	19,558	16,467	55,846	63,766
Total accounts receivable	<u>37,642</u>	<u>22,352</u>	<u>775,013</u>	<u>712,869</u>

Expected credit loss	(1,581)	(535)	(3,314)	(5,313)
Total net accounts receivable	<u>36,061</u>	<u>21,817</u>	<u>771,699</u>	<u>707,556</u>

The balance of accounts receivable by maturity is shown below:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/2024</u>	<u>12/31/2023</u>	<u>09/30/2024</u>	<u>12/31/2023</u>
Amounts to become due	<u>32,313</u>	<u>15,617</u>	<u>764,725</u>	<u>689,871</u>
Overdue amounts				
Up to 30 days	1,291	4,042	2,436	11,929
From 31 to 180 days	2,457	2,158	4,538	5,756
Over 180 days	<u>1,581</u>	<u>535</u>	<u>3,314</u>	<u>5,313</u>
Total accounts receivable	<u>37,642</u>	<u>22,352</u>	<u>775,013</u>	<u>712,869</u>

The movement in the Company's and its subsidiaries' expected credit losses for the period ended September 30, 2024 and December 31, 2023 is shown below:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/2024</u>	<u>12/31/2023</u>	<u>09/30/2024</u>	<u>12/31/2023</u>
Opening balance	(535)	(879)	(5,313)	(2,322)
Additions	(889)	(1,155)	(6,202)	(8,812)
Reversals	750	1,499	8,201	5,821
Incorporation (i)	(907)	-	-	-
Final balance	<u>(1,581)</u>	<u>(535)</u>	<u>(3,314)</u>	<u>(5,313)</u>

(i) The amount refers to a proportion of the incorporated receivables balance, presented in explanatory note 2.3.

Expected losses are calculated based on historical analysis and on amounts considered sufficient by Management to cover possible losses in the realization of trade accounts receivable.

Management believes that the risk related to accounts receivable is minimized by the fact that the composition of the Company's end customers is highly dispersed and the majority have paid in advance. The Company has more than 703 thousand active end customers in the portfolio and no customer represents 5% or more of revenue as of September 30, 2024.

4.2 Services to be provided

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/2024</u>	<u>12/31/2023</u>	<u>09/30/2024</u>	<u>12/31/2023</u>
Services to be provided	77,159	51,838	103,259	97,688
Current	75,985	48,867	102,085	94,717
Non-current	1,174	2,971	1,174	2,971

5 Other assets

	Parent company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Advance to suppliers	1,652	715	4,493	4,252
Advances to employees	1,294	745	4,477	2,153
Software license to be appropriated	15,049	11,400	17,738	14,223
Shared services receivable from related parties (note 6a.)	6,282	6,198	-	-
PHENOM 100 program membership	2,718	2,718	2,718	2,718
Business combination indemnification asset (note 14.1)	-	-	5,108	2,259
Credits receivable carriers	-	-	9,588	-
Digital certificates	7,415	-	7,415	4,228
Other assets	1,970	1,370	7,578	5,766
	36,380	23,146	59,115	35,599
Current	29,899	17,750	47,134	27,315
Non-current	6,481	5,396	11,981	8,284

6 Transactions with related parties

Transactions with related parties basically refer to transactions with subsidiaries and companies whose quotaholders are the individuals that make up the controlling group or the Board of Directors of the Company's subsidiaries.

a. Transactions and balances

The Company and its subsidiaries operate and are managed on an integrated basis, thus having common expenses (back office), which are apportioned based on technical criteria periodically reviewed by Management. Transactions are carried out under conditions agreed between the parties.

The Company entered into a private instrument for sharing expenses, reimbursements, transfers, retentions and apportionments within the same economic group. The purpose of this agreement is to objectively adjust the conditions and characteristics of the sharing of these expenses.

The main balances and transactions with related parties are as follows:

	Parent company			
	Current assets		Current liabilities	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Cyberweb	421	442	-	-
Wake	932	240	-	-
Yapay	1,496	1,662	-	-
Locaweb Telecom	45	156	-	-
Síntese	288	108	-	-
IT Capital (Delivery Direto)	188	92	-	-
Tray Tecnologia	-	740	-	-

LWSA S.A.
Individual and consolidated interim
financial information September 30, 2024

Melhor Envio	1,085	939	-	-
Ideris	74	73	-	-
Bling	-	937	-	-
Organisys Payments Holding	-	-	(441)	-
Octadesk	313	250	-	-
Wake Creators	273	258	-	-
Credisfera	102	62	-	-
Samurai	1	2	-	-
Cplug	192	1	-	-
Pagcerto	61	-	-	-
Etus	-	1	-	-
Vindi Tecnologia	490	235	-	-
Bagy Sul	202	-	-	-
Bagy	119	-	-	-
	<u>6,282</u>	<u>6,198</u>	<u>(441)</u>	<u>-</u>

Parent company

	Revenue		Costs		Expenses	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Tray Tecnologia (a)	763	2,956	-	-	-	-
Yapay (a) (b)	11	3,452	-	-	(89)	(30)
Locaweb Telecom (c)	-	-	(39)	(122)	-	-
MG4 (e)	-	-	(7,246)	(7,105)	(2,107)	(2,066)
Wake (a)	305	2,810	-	-	-	-
Cyberweb (a)	762	764	-	-	-	-
IT Capital (Delivery Direto) (a)	50	281	-	-	-	-
Connectplug (a)	81	264	-	-	-	-
Etus (a) (d)	-	577	-	-	-	-
Melhor Envio (a)	-	2,725	-	-	-	-
Bling (a) (b)	20	8,895	-	-	-	-
Octadesk (b)	89	-	(5)	(17)	-	(16)
Credisfera (a)	-	377	-	-	-	-
Bagy Sul (a)	79	1,179	-	-	-	-
Pagcerto (a)	-	275	-	-	-	-
Vindi (a)	111	1,350	-	-	-	(3)
Bagy (a)	69	77	-	-	-	-
Ideris (a)	-	454	-	-	-	-
Síntese (a)	97	196	-	-	-	-
Wake Creators (b)	-	361	-	-	-	-
Samurai (b)	-	1	-	-	-	-
	<u>2,437</u>	<u>26,994</u>	<u>(7,290)</u>	<u>(7,244)</u>	<u>(2,196)</u>	<u>(2,115)</u>

- (a) Provision of services with hosting, software licensing and technical support.
(b) Software licensing expense.
(c) Telephone costs and expenses.
(d) Expenses with advertising and media placement.
(e) Costs and expenses with property rentals (cash disbursement)

	Consolidated			
	Costs		Expenses	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
MG4	(7,246)	(7,105)	(2,107)	(2,066)
WW Marques	-	-	(832)	(794)
	(7,246)	(7,105)	(2,939)	(2,860)

MG4 and WW Marques own real estate occupied by the Company and its Subsidiaries. In all these companies, the owners are related parties.

The Company has a lease agreement for its head office with MG4, a company whose shareholders are the individuals that make up the Company's controlling group, for a monthly amount of approximately BRL 1,049. The total amount of rent paid in the period ended September 30, 2024 was BRL 9,353 (BRL 9,171 in the same period in 2023). The contract is effective for 120 months and is adjusted by the IGP-M index every 12 months. Due to the expense-sharing agreement, expenses are shared between the Parent Company and the subsidiaries that use the same headquarters. This agreement was recorded as a lease agreement included in note 10 and 12.2.

Subsidiary Tray Tecnologia has a lease agreement for its head office with WW Marques, a company that has one of the Company's shareholders among its quotaholders. The updated monthly value of these contracts is approximately BRL 92. The total amount of rent paid for the period ended September 30, 2024 was BRL 832 (BRL 794 in the same period in 2023). The contract is effective for 60 months and is adjusted by the IGP-M index every 12 months. This agreement was recorded as a lease agreement included in note 10 and 12.2.

The Company's management believes that there are no present or future effects on the equity and financial situation of the companies due to the discontinuation of operations carried out with the aforementioned related party, in view of the preemptive rights agreed on both the property and MG4.

b. Management compensation

Management compensation expenses for the periods ended September 30, 2024 and 2023 are shown below:

	09/30/2024	09/30/2023
Remuneration	9,626	7,660
Charges and Benefits	3,369	2,669
Expenses with stock purchase plan (i)	4,491	4,707
Total	17,486	15,036

- (i) Stock option plans, stock grants and performance plan (Explanatory note 16).

7 Investments

The investments are made up as follows:

	Parent company	
	09/30/2024	12/31/2023
Investments in subsidiaries	1,781,948	2,250,061
Provision for investment losses	(1,471)	(3,304)
Total investments	1,780,477	2,246,757
Investment reconciliation		
Investments in subsidiaries and affiliates	632,799	679,394
Goodwill on the acquisition of investments	1,147,678	1,567,363
Total net investments	1,780,477	2,246,757

The composition with goodwill on investments made by the Company is shown below:

Investee	Parent company			
	Balance on 12/31/2023	Incorporation	Transfer (i)	Balance on 09/30/2024
Direct				
LWK Kinghost	38,905	-	-	38,905
IT Capital (Delivery Direto)	26,685	-	-	26,685
Etus	25,956	-	(25,956)	-
Vindi Tecnologia	181,606	-	-	181,606
Connectplug	26,301	-	-	26,301
Bling	626,692	-	(626,692)	-
Octadesk	172,260	-	-	172,260
Wake Creators	468,958	-	-	468,958
Credisfera	-	77,630	-	77,630
Síntese	-	47,583	-	47,583
Bagy	-	43,839	-	43,839
Bagy Sul (Dooça)	-	41,054	-	41,054
Wake	-	2,895	-	2,895
Samurai Holding	-	19,962	-	19,962
Total goodwill on the acquisition of investments	1,567,363	232,963	(652,648)	1,147,678

- (i) Transfer to intangible assets originating from the merger (Explanatory note 9).

We shall now show the main financial information of the subsidiaries:

Name	% Interest	Balance on 09/30/2024							Revenue Net	Income period
		Assets	Liabilities	Equity Net			Total			
				Share Capital	Capital Reserves	Profit Reserves (Accumulated losses)	Equity Net			
Direct interest										
Locaweb Telecom	100%	99	176	3,854	-	(3,931)	(77)	238	(359)	
Yapay	100%	703,631	513,173	59,419	1,299	129,740	190,458	175,410	20,166	
Tray Tecnologia (i)	100%	-	-	-	-	-	-	75,007	(10,433)	
LWK Kinghost	100%	36,832	-	1,990	538	34,304	36,832	-	7,844	

LWSA S.A.
*Individual and consolidated interim
financial information September 30, 2024*

IT Capital (Delivery Direto)	100%	3,831	2,329	13,542	479	(12,519)	1,502	9,461	538
Locaweb Commerce	100%	359,718	6,896	405,353	259	(52,790)	352,822	-	22,358
Etus (i)	100%	-	-	-	-	-	-	2,759	837
Vindi Tecnologia	100%	41,258	13,088	62,032	7,980	(41,842)	28,170	28,355	(7,810)
Connectplug	100%	2,059	3,190	9,549	197	(10,877)	(1,131)	18,859	(1,813)
Bling (i)	100%	-	-	-	-	-	-	118,142	29,283
Octadesk	100%	7,024	7,211	7,183	87	(7,457)	(187)	40,910	2,473
Wake Creators	100%	36,827	18,982	35,620	152	(17,927)	17,845	48,763	(7,922)
Wake	100%	47,444	10,621	50,960	1,725	(15,862)	36,823	17,618	(15,901)
Bagy Sul	100%	1,556	1,632	11,065	104	(11,245)	(76)	4,824	(3,560)
Credisfera	100%	5,977	4,108	40,112	350	(38,593)	1,869	7,398	(8,506)
Samurai Holding	100%	1,204	737	5,833	-	(5,366)	467	-	(360)
Bagy	100%	10,083	2,126	29,244	53	(21,340)	7,957	17,182	(332)
Sintese	100%	12,839	3,510	805	-	8,524	9,329	19,522	4,447
LW Ventures	100%	18,635	-	21,450	-	(2,815)	18,635	-	918
Indirect interest									
Cyberweb	100%	42,869	32,172	2,679	538	7,480	10,697	42,309	7,844
Melhor Envio	100%	104,636	63,061	3,144	227	38,204	41,575	104,843	22,501
Ideris	100%	8,283	3,119	18,078	32	(12,946)	5,164	10,044	1,512
Vindi Pagamentos	100%	808	11	1,023	-	(226)	797	-	(34)
Samurai Desenvolvimento	100%	1,228	24	6,632	-	(5,428)	1,204	666	(356)
Organisys Payments Holding	100%	15,561	2,373	13,608	(859)	439	13,188	-	(1,008)
PagCerto	100%	41,603	37,051	13,608	1,605	(10,661)	4,552	3,116	(768)
Qint	100%	-	-	-	-	-	-	135	40

- (i) Tray, Etus and Bing were incorporated in August, net revenue and results refers only to this period (Explanatory Note 2.3).

Balance on 12/31/2023									
Name	% Interest	Assets	Liabilities	Equity Net				Revenue Net	Income period
				Share Capital	Capital Reserves	Profit Reserves (Accumulated losses)	Total Equity Net		
Direct interest									
Locaweb Telecom	100%	199	378	3,393	-	(3,572)	(179)	410	(339)
Yapay	100%	670,714	509,157	51,419	564	109,574	161,557	226,826	30,673
Tray Tecnologia	100%	355,668	128,155	216,672	3,094	7,747	227,513	107,874	(63,870)
LWK Kinghost	100%	28,881	-	1,990	430	26,461	28,881	-	7,390
IT Capital (Delivery Direto)	100%	2,230	1,359	13,542	387	(13,058)	871	15,286	803
Locaweb Commerce	100%	335,872	88,442	322,409	169	(75,148)	247,430	-	(23,095)
Etus	100%	1,328	1,279	4,475	49	(4,475)	49	4,500	(439)
Vindi Tecnologia	100%	32,982	9,303	50,135	7,576	(34,032)	23,679	36,359	(10,219)
Connectplug	100%	3,308	2,709	9,549	114	(9,064)	599	17,139	(112)
Bling	100%	79,976	37,175	12,431	551	29,819	42,801	144,584	14,725
Octadesk	100%	4,548	7,673	6,733	71	(9,929)	(3,125)	40,808	(812)
Squid	100%	45,886	26,050	29,726	115	(10,005)	19,836	113,556	(8,484)
LW Ventures	100%	16,617	-	20,350	-	(3,733)	16,617	-	(1,714)
Indirect interest									
Wake	100%	33,582	11,008	21,504	1,032	38	22,574	22,221	(11,227)
Cyberweb	100%	37,685	34,938	2,679	430	(362)	2,747	55,758	7,390
Melhor Envio	100%	82,110	63,135	3,144	128	15,703	18,975	117,328	10,023
Ideris	100%	9,375	6,343	17,449	41	(14,458)	3,032	15,844	(224)
Vindi Pagamentos	100%	818	-	1,010	-	(192)	818	4	(319)
Bagy Sul	100%	2,108	1,374	8,374	45	(7,685)	734	7,669	(2,347)
Credisfera	100%	4,744	3,310	31,242	278	(30,086)	1,434	13,255	(5,227)
Samurai Holding	100%	1,441	738	5,710	-	(5,007)	703	-	(266)
Samurai Desenvolvimento	100%	1,677	236	6,512	-	(5,071)	1,441	2,171	(263)
Organisys Payments Holding	100%	13,223	1,585	11,053	(864)	1,449	11,638	-	(4,709)
PagCerto	100%	40,382	37,622	11,053	1,600	(9,893)	2,760	3,786	(945)
Bagy	100%	5,423	971	25,438	23	(21,009)	4,452	12,185	(4,935)
Sintese	100%	7,648	2,765	805	-	4,078	4,883	18,506	2,979

The transactions with investments in subsidiaries are shown below:

LWSA S.A.
*Individual and consolidated interim
financial information September 30, 2024*

Investee	Balance on 12/31/2023	Incorporation	Capital advance/ increase	Equity			Action based compensation plan	Others (i)	Saldo em 09/30/2024
				Equity	Amortization added value	Total			
Locaweb Telecom	(179)	-	461	(359)	-	(359)	-	-	(77)
Yapay	161,557	-	120,000	20,166	-	20,166	(32)	(111,233)	190,458
Tray Tecnologia	227,513	-	66,174	(10,433)	-	(10,433)	(3,094)	(280,160)	-
LWK Kinghost	13,710	-	-	7,844	(1,719)	6,125	107	-	19,942
IT Capital (Delivery Direto)	(5,000)	-	-	538	(1,016)	(478)	93	-	(5,385)
Locaweb Commerce	247,430	-	82,944	22,358	-	22,358	90	-	352,822
Etus	(4,601)	-	-	837	(954)	(117)	(49)	4,767	-
Vindi Tecnologia	8,316	-	11,897	(7,810)	(3,841)	(11,651)	404	-	8,966
Connectplug	(2,131)	-	-	(1,813)	(702)	(2,515)	83	-	(4,563)
Bling	14,441	-	-	29,283	(7,319)	21,964	(551)	(35,854)	-
Octadesk	(6,593)	-	450	2,473	(1,076)	1,397	17	-	(4,729)
Wake Creators	8,314	-	5,894	(7,922)	(3,841)	(11,763)	38	-	2,483
Wake	-	34,921	2,968	(1,105)	-	(1,105)	39	-	36,823
Bagy Sul	-	(4,441)	-	(409)	(113)	(522)	8	-	(4,955)
Credisfera	-	(2,192)	823	(102)	(80)	(182)	(4)	-	(1,555)
Samurai Holding	-	(1,375)	1	(46)	(45)	(91)	-	-	(1,465)
Organisys Payments Holding	-	13,216	-	(28)	-	(28)	-	-	13,188
Bagy	-	7,169	-	(291)	(28)	(319)	4	-	6,854
Sintese	-	4,797	-	713	(153)	560	-	-	5,357
LW Ventures	16,617	-	1,100	918	-	918	-	-	18,635
	679,394	52,095	292,712	54,812	(20,887)	33,925	(2,847)	(422,480)	632,799

(i) Tray, Etus and Bling refers to the incorporation (Explanatory note 2.3) and Yapay refers to repurchase of own shares.

Investee	Balance on 12/31/2022	Capital advance/ increase	Equity			Action based compensation plan	Saldo em 09/30/2023
			Equity	Amortization added value	Total		
Locaweb Telecom	(390)	510	(266)	-	(266)	-	(146)
Yapay	130,611	-	20,601	-	20,601	208	151,420
Tray Tecnologia	248,329	31,917	(18,007)	-	(18,007)	1,107	263,346
LWK Kinghost	9,360	-	5,558	(2,438)	3,120	148	12,628
IT Capital (Delivery Direto)	(4,584)	-	677	(1,016)	(339)	193	(4,730)
Locaweb Commerce	143,058	126,567	(465)	-	(465)	37	269,197
Etus	(3,214)	460	(395)	(1,073)	(1,468)	15	(4,207)
Vindi Tecnologia	(707)	18,750	(7,661)	(3,841)	(11,502)	191	6,732
Connectplug	(2,313)	1,170	(795)	(702)	(1,497)	42	(2,598)
Bling	10,353	-	9,811	(8,234)	1,577	252	12,182
Octadesk	(7,217)	2,700	(839)	(1,076)	(1,915)	62	(6,370)
Wake Creators	854	20,401	(8,468)	(3,841)	(12,309)	98	9,044
LW Ventures	13,381	4,499	(833)	-	(833)	-	17,047
	537,521	206,974	(1,082)	(22,221)	(23,303)	2,353	723,545

On August 30, 2024, it was approved the incorporations of Tray Tecnologia em Ecommerce Ltda., Etus Social Network Brasil Ltda. e, Organisys Software Ltda. by LWSA S/A. (Explanatory note 2.3).

7.1 Obligation with investment acquisitions

The balance of obligation with acquisition of investments is composed of:

	Parent company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Nextios	-	1,124	-	1,124
IT Capital (Delivery Direto)	-	542	-	542
Etus	1,734	1,606	1,734	1,606
Melhor Envio	-	-	6,897	88,444
ConnectPlug	-	33,269	-	33,269
Social Miner	2,595	2,403	2,595	2,403
Vindi Tecnologia	3,872	12,364	3,872	12,364
Bagy Sul	574	-	574	22,707
Credisfera	15,274	-	15,274	14,149
Samurai	1,603	-	1,603	1,615
Bling	16,192	344,432	16,192	344,432
Pagcerto	-	-	1,585	1,585
Bagy	24,488	-	24,488	38,849
Octadesk	50,375	47,151	50,375	47,151
Wake Creators	85,741	129,773	85,741	129,773
Qint	1,443	-	1,443	-
Síntese	23,515	-	23,515	21,191
Total investment obligations	227,406	572,664	235,888	761,204
Current	187,354	440,218	188,751	575,093
Non-current	40,052	132,446	47,137	186,111

The movement of obligations with the acquisition of investments is presented below:

	Parent company	Consolidated
Balance on 12/31/2023	572,664	761,204
Contingent consideration Qint acquisitions (Explanatory note 7.2)	-	3,434
Qint acquisition payments	-	(2,000)
Payments withheld installments and contingent consideration	(431,586)	(555,446)
Remeasurement fair value of contingent consideration	20,030	28,578
Incorporation (Explanatory note 2.3)	66,180	-
Other credits	118	118
Balance on 09/30/2024	227,406	235,888

7.2 Business arrangements

Acquisition of Qint

On May 13, 2024, the Share Purchase and Sale Agreement and Other Covenants were signed between the wholly-owned subsidiary Organisys Software Ltda. (“Bling”) and the partners of Qint Intelligence Serviços de Internet Ltda. (“Qint”) with the intervention and consent of the Company (which is also guarantor of Bling in relation to its payment obligations), to regulate

the acquisition of the entire share capital of Qint, on a fully diluted basis, by Bling. Founded in 2022, Qint is a business intelligence platform integrated with customers' ERPs. It offers data visualization solutions and control panels to help entrepreneurs (Bling customers). The closing price for the acquisition of all of Qint's shares, on a fully diluted basis, is approximately BRL 2 million and is also subject to certain net debt and working capital adjustments, usual in this type of transaction. Additionally, sellers will have the right to receive an eventual earnout, depending on the achievement of certain financial targets determined based on Qint's Net Revenue, as defined in the contract.

The accounting for net assets acquired in the financial statements as of June 30, 2024 was based on an assessment of fair value.

The assessed balances are shown below:

	Fair value recognized in the acquisition
Assets	3,450
Cash and cash equivalents	42
Accounts receivable	91
Intangible assets	3,317
Liabilities	38
Suppliers	14
Labor obligations	11
Tax obligations	12
Other liabilities	1
Total net identifiable assets	3,412
Goodwill generated in the acquisition	22
Total consideration	3,434
Cash flow on acquisition	
Cash paid, net of cash acquired	1,958
Purchase cost	1,685
Cash paid on acquisition	3,643

The total consideration can be presented as follows:

Cash payment on closing date	2,000
Obligation with investment acquisition (a)	1,434
Total consideration	3,434

- (a) The Company agreed to pay the selling shareholders an additional amount of BRL 1,490. The Company recorded BRL 1,434 as contingent consideration related to the additional payment, which represents its fair value on the acquisition date. On September 30, 2024, the fair value of the contingent consideration was BRL 1,443.

The goodwill determined on the acquisition date was BRL 22 and comprises the value of future

economic benefits arising from synergies resulting from the acquisition. The goodwill was allocated to the Commerce segment. The Company understands that the goodwill will be deductible for tax purposes.

Acquisition-related expenses of BRL 1,685 were recognized in the income statement in administrative expenses, and in operating activities in the cash flow statements.

In 2024, since its acquisition date, Qint contributed a total of net revenue of BRL 135 and profit of BRL 40 in the period ended June 30, 2024. Had the acquisition occurred in early 2024, Qint would have contributed to the Company with net revenue of BRL 409 and profit of BRL 183.

On June 30, 2024, the Company's shareholders approved the merger of Qint (Note 2.3.1).

8 Property, plant, and equipment

The transactions in the parent company are shown below:

	Parent company						Total fixed assets
	Computers and Peripherals	Improvements	Furniture and utensils	Machines and equipment	Components for assembly	Other fixed assets	
Cost							
Balances on December 31, 2023	13,476	35,322	2,956	314,656	171	1,550	368,131
Incorporation (Explanatory note 2.3)	7,000	5,596	1,795	14,483	-	147	29,021
Additions for the period	226	159	4	10,807	-	-	11,196
Write-offs	(43)	-	-	-	(171)	(368)	(582)
Balances on September 30, 2024	20,659	41,077	4,755	339,946	-	1,329	407,766
Depreciation							
Balances on December 31, 2023	(8,605)	(21,026)	(1,649)	(276,579)	-	(884)	(308,743)
Incorporation (Explanatory note 2.3)	(4,902)	(5,099)	(739)	(12,176)	-	(135)	(23,051)
Depreciation for the period	(1,231)	(1,742)	(163)	(12,141)	-	(198)	(15,475)
Write-offs	27	-	-	-	-	238	265
Balances on September 30, 2024	(14,711)	(27,867)	(2,551)	(300,896)	-	(979)	(347,004)
Residual value							
Balances on December 31, 2023	4,871	14,296	1,307	38,077	171	666	59,388
Balances on September 30, 2024	5,948	13,210	2,204	39,050	-	350	60,762

LWSA S.A.
*Individual and consolidated interim
financial information September 30, 2024*

	Parent company						Total fixed assets
	Computers and Peripherals	Improvements	Furniture and utensils	Machines and equipment	Components for assembly	Other fixed assets	
Cost							
Balances on December 31, 2022	11,768	34,596	2,935	304,391	213	1,469	355,372
Additions	1,036	405	54	9,354	353	-	11,202
Write-offs	(127)	-	-	(7,238)	-	(63)	(7,428)
Transfers	48	-	(48)	437	(437)	-	-
Balances on September 30, 2023	12,725	35,001	2,941	306,944	129	1,406	359,146
Depreciation							
Balances on December 31, 2022	(7,296)	(18,809)	(1,444)	(265,330)	-	(692)	(293,571)
Depreciation	(1,032)	(1,644)	(155)	(14,164)	-	(191)	(17,186)
Write-offs	124	-	-	7,238	-	62	7,424
Transfers	(1)	-	-	-	-	1	-
Balances on September 30, 2023	(8,205)	(20,453)	(1,599)	(272,256)	-	(820)	(303,333)
Residual value							
Balances on December 31, 2022	4,472	15,787	1,491	39,061	213	777	61,801
Balances on September 30, 2023	4,520	14,548	1,342	34,688	129	586	55,813

The transactions in the consolidated report are presented below:

	Consolidated						
	Computers and Peripherals	Improvements	Furniture and utensils	Machines and equipment	Components for assembly	Other fixed assets	Other fixed assets
Cost							
Balances on December 31, 2023	44,218	43,708	6,505	335,563	215	1,979	432,188
Additions for the period	1,718	2,774	483	12,445	-	-	17,420
Write-offs	(167)	-	(84)	(43)	(204)	(368)	(866)
Balances on September 30, 2024	45,769	46,482	6,904	347,965	11	1,611	448,742
Depreciation							
Balances on December 31, 2023	(21,190)	(27,343)	(3,036)	(290,143)	-	(1,045)	(342,757)
Depreciation for the period	(6,437)	(3,292)	(415)	(14,596)	-	(214)	(24,954)
Write-offs	116	-	70	27	-	238	451
Balances on September 30, 2024	(27,511)	(30,635)	(3,381)	(304,712)	-	(1,021)	(367,260)
Residual value							
Balances on December 31, 2023	23,028	16,365	3,469	45,420	215	934	89,431
Balances on September 30, 2024	18,258	15,847	3,523	43,253	11	590	81,482

	Consolidated						
	Computers and Peripherals	Improvements	Furniture and utensils	Machines and equipment	Components for assembly	Other fixed assets	Total fixed assets
Cost							
Balances on December 31, 2022	45,220	41,153	6,484	324,999	257	1,982	420,095
Additions	5,338	1,812	232	9,819	353	107	17,661
Write-offs	(284)	(105)	(119)	(7,600)	-	(255)	(8,363)
Transfers	60	(109)	38	448	(437)	-	-
Balances on September 30, 2023	50,334	42,751	6,635	327,666	173	1,834	429,393
Depreciation							
Balances on December 31, 2022	(20,307)	(24,105)	(2,792)	(275,441)	-	(934)	(323,579)
Depreciation	(6,355)	(2,635)	(413)	(17,040)	-	(204)	(26,647)
Write-offs	235	170	87	7,596	-	157	8,245
Transfers	(1)	6	7	(17)	-	5	-
Balances on September 30, 2023	(26,428)	(26,564)	(3,111)	(284,902)	-	(976)	(341,981)
Residual value							
Balances on December 31, 2022	24,913	17,048	3,692	49,558	257	1,048	96,516
Balances on September 30, 2023	23,906	16,187	3,524	42,764	173	858	87,412

(*) There were no impairment indicators in the periods ended September 30, 2024 and 2023.

9 Intangible assets

The changes in the parent company are shown below:

	Parent company						Total intangible assets
	Software	Brands and Patents	Internal development (a)	Others	Goodwill	Client Portfolio	
Cost							
Balances on December 31, 2023	20,653	5,007	89,811	872	75,983	3,775	196,101
Incorporation (Explanatory note 2.3)	5,984	21	59,055	-	6,833	386	72,279
Additions	6,007	-	18,807	-	-	-	24,814
Transfers (i)	38,522	58,826	-	-	521,873	33,427	652,648
Balances on September 30, 2024	71,166	63,854	167,673	872	604,689	37,588	945,842
Amortization							
Balances on December 31, 2023	(9,542)	(1,444)	(33,503)	(719)	-	(3,775)	(48,983)
Incorporation (Explanatory note 2.3)	(2,641)	(5)	(16,230)	-	-	(386)	(19,262)
Amortization	(2,968)	(326)	(11,012)	(65)	-	(367)	(14,738)
Transfers (i)	(25,796)	(1,162)	-	-	-	(14,326)	(41,284)
Balances on September 30, 2024	(40,947)	(2,937)	(60,745)	(784)	-	(18,854)	(124,267)
Residual value							
Balances on December 31, 2023	11,111	3,563	56,308	153	75,983	-	147,118
Balances on September 30, 2024	30,219	60,917	106,928	88	604,689	18,734	821,575

(ii) Transfer of investment to intangible originated from the merger of the subsidiary Etus Social Network Brasil Ltda. e, Organisys Software Ltda. (Explanatory note 7).

(a) Refers to expenses with internal development linked to technological innovations of existing products, which were recorded as intangible assets as they meet the criteria specified in CPC 04 (R1)/IAS 38, with an average amortization period of 5 years.

	Parent company						Total intangible assets
	Software	Brands and patents	Internal development (a)	Others	Goodwill	Client portfolio	
Cost							
Balances on December 31, 2022	15,761	5,007	68,919	872	75,983	3,775	170,317
Additions	2,674	-	15,351	-	-	-	18,025
Balances on September 30, 2023	18,435	5,007	84,270	872	75,983	3,775	188,342
Amortization							
Balances on December 31, 2022	(7,305)	(1,044)	(20,439)	(632)	-	(3,775)	(33,195)
Amortization	(1,372)	(300)	(10,165)	(65)	-	-	(11,902)
Balances on September 30, 2023	(8,677)	(1,344)	(30,604)	(697)	-	(3,775)	(45,097)
Residual value							
Balances on December 31, 2022	8,456	3,963	48,480	240	75,983	-	137,122
Balances on September 30, 2023	9,758	3,663	53,666	175	75,983	-	143,245

- (a) Refers to expenses with internal development linked to technological innovations of existing products, which were recorded as intangible assets as they meet the criteria specified in CPC 04 (R1)/IAS 38, with an average amortization period of 5 years.

The changes in the consolidated are presented below:

	Consolidated						Total intangible assets
	Software	Brands and Patents	Internal development (a)	Others	Goodwill	Client Portfolio	
Cost							
Balances on December 31, 2023	159,603	162,809	211,655	872	1,897,114	55,305	2,487,358
Additions	9,390	15	52,443	-	22	-	61,870
Balances on September 30, 2024	168,993	162,824	264,098	872	1,897,136	55,305	2,549,228
Amortization							
Balances on December 31, 2023	(91,579)	(24,489)	(58,232)	(719)	-	(24,191)	(199,210)
Amortization	(21,634)	(6,498)	(27,983)	(66)	-	(4,938)	(61,119)
Transfers	(659)	-	659	-	-	-	-
Balances on September 30, 2024	(113,872)	(30,987)	(85,556)	(785)	-	(29,129)	(260,329)
Residual value							
Balances on December 31, 2023	68,024	138,320	153,423	153	1,897,114	31,114	2,288,148
Balances on September 30, 2024	55,121	131,837	178,542	87	1,897,136	26,176	2,288,899

- (a) Refers to expenses with internal development linked to technological innovations of existing products, which were recorded as intangible assets as they meet the criteria specified in CPC 04 (R1)/IAS 38.

	Consolidated						
	Software	Brands and patents	Internal development (a)	Others	Goodwill	Client portfolio	Total intangible assets
Cost							
Balances on December 31, 2022	153,597	160,184	145,345	872	1,897,089	55,305	2,412,392
Additions	3,028	2,625	48,980	-	25	-	54,658
Write-offs	(72)	-	-	-	-	-	(72)
Balances on September 30, 2023	156,553	162,809	194,325	872	1,897,114	55,305	2,466,978
Amortization							
Balances on December 31, 2022	(63,246)	(15,833)	(32,617)	(632)	-	(17,607)	(129,935)
Amortization	(20,821)	(6,492)	(19,366)	(65)	-	(4,938)	(51,682)
Write-offs	72	-	-	-	-	-	72
Balances on September 30, 2023	(83,995)	(22,325)	(51,983)	(697)	-	(22,545)	(181,545)
Residual value							
Balances on December 31, 2022	90,351	144,351	112,728	240	1,897,089	37,698	2,282,457
Balances on September 30, 2023	72,558	140,484	142,342	175	1,897,114	32,760	2,285,433

(a) Refers to expenses with internal development linked to technological innovations of existing products, which were recorded as intangible assets as they meet the criteria specified in CPC 04 (R1)/IAS 38.

There were no impairment indicators in the periods ended September 30, 2024 and 2023.

10 Right-of-use asset

The changes are shown below:

	Parent company			
	Real estate	Equipment	Vehicle	Total
Balance at 12/31/2022	61,166	-	-	61,166
Addition	115	-	-	115
Amortization	(6,264)	-	-	(6,264)
Balance at 09/30/2023	55,017	-	-	55,017
Balance at 12/31/2023	52,928	5,856	-	58,784
Incorporation (Explanatory note 2.3)	3,146	-	-	3,146
Addition	1,730	-	95	1,825
Amortization	(7,122)	(303)	(3)	(7,428)
Balance at 09/30/2024	50,682	5,553	92	56,327

	Consolidated			
	Real estate	Equipment	Vehicle	Total
Balance at 12/31/2022	68,830	-	-	68,830
Addition	2,828	-	-	2,828
Write-offs	(611)	-	-	(611)
Amortization	(9,952)	-	-	(9,952)
Balance at 09/30/2023	61,095	-	-	61,095
Balance at 12/31/2023	62,354	5,856	-	68,210
Addition	4,497	-	334	4,831
Write-offs	(1,371)	-	-	(1,371)
Amortization	(10,418)	(303)	(56)	(10,777)
Balance at 09/30/2024	55,062	5,553	278	60,893

11 Taxes in installments

Refers to taxes paid in installments upon adhesion to the special tax regularization program (PERT):

	Parent company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Social Integration Program - PIS and Contribution to Social Security Financing - COFINS	201	219	1,647	1,809
Social Security Contribution on Gross Revenue - CPRB	3	3	843	918
Corporate Income Tax - IRPJ and Social Contribution on Net Income - CSLL	539	586	11,974	13,032
National Institute of Social Security contribution - INSS	87	99	439	493
Others	501	545	993	1,083
Total tax installments	1,331	1,452	15,896	17,335
Current	271	256	3,057	3,065
Non-current	1,060	1,196	12,839	14,270

12 Loans, financing and lease liabilities

12.1 Loans and financing

Composition of Loans and Financing

	Parent company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Others	-	-	6	60
	-	-	6	60
Current	-	-	6	60
Total loans and financing	-	-	6	60

12.2 Lease liabilities

The move is shown below:

	Parent company			
	Real estate	Equipment	Vehicle	Total
Balance at 12/31/2022	68,663	-	-	68,663
Addition	115	-	-	115
Interest incurred	3,784	-	-	3,784
Interest payments	(3,784)	-	-	(3,784)
Payment of principal	(5,386)	-	-	(5,386)
Balance at 09/30/2023	63,392	-	-	63,392
Balance at 12/31/2023	61,526	5,913	-	67,439
Incorporation (Explanatory note 2.3)	3,348	-	-	3,348
Addition	1,730	-	95	1,825
Interest incurred	3,453	542	1	3,996
Interest payments	(3,453)	(542)	(1)	(3,996)
Payment of principal	(6,033)	(691)	(2)	(6,726)
Balance at 09/30/2024	60,571	5,222	93	65,886
Current	9,416	1,033	28	10,477
Non-current	51,155	4,189	65	55,409
	Consolidated			
	Real estate	Equipment	Vehicle	Total
Balance at 12/31/2022	76,870	-	-	76,870
Addition	2,828	-	-	2,828
Write-offs	(661)	-	-	(661)
Interest incurred	4,376	-	-	4,376
Interest payments	(4,376)	-	-	(4,376)
Payment of principal	(9,086)	-	-	(9,086)
Balance at 09/30/2023	69,951	-	-	69,951
Balance at 12/31/2023	71,456	5,913	-	77,369
Addition	4,497	-	334	4,831
Write-offs	(1,576)	-	-	(1,576)
Interest incurred	4,236	542	12	4,790
Interest payments	(4,236)	(542)	(12)	(4,790)
Payment of principal	(9,183)	(691)	(50)	(9,924)
Balance at 09/30/2024	65,194	5,222	284	70,700

Current	11,732	1,033	146	12,911
Non-current	53,462	4,189	138	57,789

The non-current installments due have the following lease maturity schedule:

	<u>Parent company</u>	<u>Consolidated</u>
From 13 to 24 months	11,388	12,843
From 25 to 36 months	11,984	12,491
From 37 to 42 months	12,955	13,284
From 43 to 60 months	11,877	11,966
Over 61 months	7,205	7,205
	<u>55,409</u>	<u>57,789</u>

13 Salaries, charges, and social benefits

	<u>Parent company</u>		<u>Consolidated</u>	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Salaries and charges	5,788	11,048	12,212	30,021
Provision of vacations, 13 th salary and charges	35,966	15,572	68,718	47,832
Profit Sharing Plan (PPR)	11,144	10,875	16,777	30,513
	<u>52,898</u>	<u>37,495</u>	<u>97,707</u>	<u>108,366</u>

14 Provision for contingencies

The composition and changes of the provision for lawsuits, constituted for cases classified as “Probable” risk, is shown below:

	<u>Parent company</u>			
	Civil claims	Labor claims	Tax claims	Total
Balances on 12/31/2022	<u>370</u>	<u>77</u>	<u>-</u>	<u>447</u>
Reversals / Additions	(73)	1,403	-	1,330
Balances on 09/30/2023	<u>297</u>	<u>1,480</u>	<u>-</u>	<u>1,777</u>
Balances on 12/31/2023	<u>167</u>	<u>2,145</u>	<u>759</u>	<u>3,071</u>
Reversals / Additions	(27)	(320)	(759)	(1,106)
Incorporation (Explanatory note 2.3)	37	16	-	53
Balances on 09/30/2024	<u>177</u>	<u>1,841</u>	<u>-</u>	<u>2,018</u>
	<u>Consolidated</u>			
	Civil claims	Labor claims	Tax claims	Total
Balances on 12/31/2022	<u>3,555</u>	<u>173</u>	<u>-</u>	<u>3,728</u>
Reversals / Additions	(485)	1,324	-	839

Balances on 09/30/2023	<u>3,070</u>	<u>1,497</u>	<u>-</u>	<u>4,567</u>
Balances on 12/31/2023	<u>3,170</u>	<u>2,177</u>	<u>821</u>	<u>6,168</u>
Reversals / Additions	<u>2,674</u>	<u>(309)</u>	<u>(752)</u>	<u>1,613</u>
Balances on 09/30/2024	<u>5,844</u>	<u>1,868</u>	<u>69</u>	<u>7,781</u>

Civil lawsuits are mainly represented by requests for damages for possible problems caused in the provision of services, while labor claims refer to requests of different characteristics and in different stages of the proceedings, with no relevant case that deserves to be highlighted.

Possible losses

The Company and its subsidiaries are party to civil and tax lawsuits, involving risks of loss classified by Management as possible, based on the assessment of its legal advisors, for which there is no provision constituted, according to the composition and estimate below:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/2024</u>	<u>12/31/2023</u>	<u>09/30/2024</u>	<u>12/31/2023</u>
Civil	5,261	3,406	8,637	5,024
Labor	-	-	-	90
Tax	<u>15,808</u>	<u>16,794</u>	<u>15,871</u>	<u>17,482</u>
	<u>21,069</u>	<u>20,200</u>	<u>24,508</u>	<u>22,596</u>

Civil lawsuits are mainly represented by requests for damages for possible problems caused in the provision of services, with no relevant case that deserves to be highlighted.

The tax proceedings refer substantially to discussions about information on ancillary obligations and the basis for calculating payroll taxes for specific activities.

Our main tax proceeding refers to the tax assessment notice issued by the Finance Department of the State of São Paulo on December 31, 2015 to LWSA, in order to claim alleged ICMS debt on operations with software and electronic files and accusation that LWSA failed to make its ICMS taxpayer registration in the condition of communication service provider. The updated amount of the lawsuit consists of BRL 12,138 with the possibility of loss classified as “Possible”. In addition, in terms of procedural progress, the final judgment of the case is awaited by at São Paulo Tax and Fees Court.

For the provisioned lawsuits, there is a balance of judicial deposits as of September 30, 2024 in the amount of BRL 403 in the Parent Company (BRL 402 as of December 31, 2023) and of BRL 563 Consolidated (BRL 498 as of December 31, 2023).

The tax and contribution statements of the Company and its subsidiaries submitted to the federal, state and municipal levels are subject to review and final acceptance by the tax authorities for a period of five years.

14.1 Business Combination Indemnity Assets

In the business combination process of the direct and indirect subsidiaries, respectively, Vindi Tecnologia, Samurai, and Ideris, it was agreed that each shareholder would be responsible for any

claims arising from acts, facts or omissions occurring before the transaction. Therefore, part of the lawsuits presented in the consolidated financial statements, corresponding to the amount of BRL 5,108 (BRL 2,259 on December 31, 2023), are the responsibility of the former shareholders and will be reimbursed to the Company in case of loss (see note 5).

15 Net equity

a. Share capital

LWSA's authorized share capital is BRL 5,000,000. As of September 30, 2024, the subscribed and paid-in capital of LWSA is BRL 2,944,491 (BRL 2,868,290 net of the cost of issuing shares), represented by 596,886,478 common shares (595,764,158 as of December 31, 2023), all registered, in book-entry form and without par value.

On September 30, 2024, the balance of treasury shares corresponds to 38,561,196 common shares, in the amount of BRL 215,091 (6,228,472 common shares, in the amount of BRL 63,218 on December 31, 2023).

Changes in share capital in the period ended September 30, 2024 refer to: (a) issue of 1,122,320 common shares with no par value, paid up in the period, in the amount of BRL 2,476 arising from the exercise of stock option plans, as approved on January 02, 2024. (b) On April 30, 2024, in the minutes of the Ordinary and Extraordinary General Meeting, the reduction of the Company's share capital was approved to absorb accumulated losses and losses relating to the fiscal year ended on December 31, 2023 in the total amount of BRL 71,851.

The distribution of shares as of September 30, 2024 is shown below:

	09/30/2024		12/31/2023	
	Interest %	Quantity of shares	Interest %	Quantity of shares
Claudio Gora	6.07%	36,227,821	6.08%	36,227,821
Gilberto Mautner	6.12%	36,541,221	6.13%	36,541,221
Michel Gora	5.92%	35,344,424	5.93%	35,344,424
Ricardo Gora	6.05%	36,083,221	6.06%	36,083,221
Andrea Gora Cohen	2.69%	16,086,065	2.70%	16,086,065
Treasury Share	0.76%	4,561,196	1.05%	6,228,472
Treasury Shares to be canceled	5.70%	34,000,000	-	-
General Atlantic	15.03%	89,695,100	15.06%	89,695,100
Nuveen	5.71%	34,084,500	5.72%	34,084,500
Moneda	5.36%	31,988,447	5.37%	31,988,447
Other shareholders	40.59%	242,274,483	45.90%	273,484,887
	100.00%	596,886,478	100.00%	595,764,158

The Company may, by resolution of the Board of Directors, acquire its own shares to be held in treasury and subsequently sold or canceled, up to the amount of the balance of profit and reserves, except for the legal reserve, without decreasing the capital stock, in compliance with the provisions of applicable laws and regulations.

The Company may, by resolution of the Board of Directors and in accordance with the plan approved by the General Meeting, grant stock purchase or subscription options, without preemptive rights for shareholders, in favor of its managers, employees or individuals who provide services to the Company, and this option may be extended to managers and employees of the Company's subsidiaries, directly or indirectly (Note 16).

Transaction costs incurred in raising own funds are recorded in a specific account reducing shareholders' equity, deducting any tax effects.

b. Legal reserve

The Company allocates 5% of annual net income to the legal reserve, before the allocation of dividends, limiting this reserve to 20% of the total amount of capital stock. The purpose of the legal reserve is to ensure the integrity of the share capital and it can only be used to offset losses and increase capital.

c. Capital reserves

Capital reserves are made up of amounts referring to goodwill on the issuance of shares, goodwill on capital transitions and amounts arising from stock option plans that are recorded directly in shareholders' equity.

d. Profit reserves

The profit retention reserve refers to the retention of the remaining balance of retained earnings, in order to meet the business growth project established in its investment plan, according to the capital budget approved and proposed by the Company's managers, to be deliberated at the Shareholders' General Meeting, in compliance with article 196 of the Brazilian Corporation Law.

e. Other comprehensive income

The Company recognizes in this caption the effect of cash flow hedge transactions, net of tax. Cash flow hedge transactions will be transferred to the income statement if an ineffective portion is identified and/or upon termination of the hedge contract.

f. Treasury Shares to be canceled

The Company recognizes in this item the values of treasury shares to be cancelled. According to explanatory note No. 26, at a meeting of the board of directors held on October 24, 2024, the cancellation of treasury shares was deliberated and approved, without reducing the value of the Company's share capital.

16 Stock option plans, stock granting, and performance plan.

a. Stock option plans

From the Date of Grant defined in each Option Agreement ("Date of Grant"), exercises will be determined to decide on the options granted under each Plan ("Vesting Exercises").

In relation to the plans in force on September 30, 2024, the following periods will be calculated for exercising the options granted under the terms of the plans:

Plan 13 to Plan 17:

(i) up to 25% of the shares that may be acquired through the exercise of the option may be acquired on the Exercise Dates, after 1 year from the Grant Date; (ii) up to 25% of the shares that may be acquired through the exercise of the option, plus any leftovers not exercised on the previous Exercise Dates, may be acquired on the Exercise Dates, after 2 years from the Grant Date; (iii) up to 25% of the shares that may be acquired with the exercise of the option, plus any leftovers not exercised on the previous Exercise Dates, may be acquired on the Exercise Dates, after 3 years from the Grant Date; and (iv) up to 25% of the shares that may be acquired with the exercise of the option, plus any leftovers not exercised on the previous Exercise Dates, may be acquired on the Exercise Dates, after 4 years from the Grant Date.

18th Plan:

(i) 20% of the shares that may be acquired with the exercise of the option may be acquired on the Exercise Dates, after 1 year from the Grant Date; (ii) up to 40% of the shares that may be acquired with the exercise of the option, plus any leftovers not exercised on the previous Exercise Dates, may be acquired on the Exercise Dates, after 2 years from the Grant Date; and (iii) up to 40% of the shares that may be acquired with the exercise of the option, plus any leftovers not exercised on the previous Exercise Dates, may be acquired on the Exercise Dates, after 3 years from the Grant Date.

In any case, the amount of shares that may be acquired after each Vesting Exercise shall remain in force until the Maximum Exercise Period, and the portion of the shares not exercised within this period and under the stipulated conditions shall be considered automatically extinguished, without the right to compensation.

Information regarding the Company's stock option plans is summarized below:

September 30, 2024							Number of shares			
Series	Grant date	Base date	1st vesting date	Expiration date	Vesting price	Fair value	Granted	Vested	Expired	Total in force
A series	7/15/2009	1/1/2008	1/1/2010	1/1/2017	1.08	1.95	9,681,164	(7,344,117)	(2,337,047)	-
B series	7/15/2009	7/1/2009	7/1/2010	7/1/2018	1.08	1.82	667,728	(667,728)	-	-
C series	9/3/2010	1/1/2010	1/1/2011	1/1/2019	1.08	2.03	3,980,000	(332,560)	(3,647,440)	-
D series	7/1/2011	7/1/2011	1/1/2012	7/1/2019	1.31	1.64	1,720,000	(1,130,000)	(590,000)	-
E series	1/1/2012	1/1/2012	1/1/2013	1/1/2020	1.31	2.07	3,720,000	(1,990,000)	(1,730,000)	-
F series	7/1/2012	7/1/2012	1/1/2013	7/1/2020	2.74	4.06	512,000	(166,000)	(346,000)	-
G series	1/1/2013	1/1/2013	1/1/2014	1/1/2021	2.32	4.44	5,568,000	-	(5,568,000)	-
H series	4/1/2013	4/1/2013	1/1/2014	4/1/2021	2.74	4.61	1,320,000	(35,000)	(1,285,000)	-
I series	1/1/2014	1/1/2014	1/1/2015	1/1/2022	2.74	4.24	2,740,000	(110,000)	(2,630,000)	-
J series	7/1/2015	7/1/2015	7/1/2016	7/1/2022	2.26	4.07	1,540,000	(580,000)	(960,000)	-
K series	3/1/2016	3/1/2016	3/1/2017	4/1/2022	2.50	3.51	2,800,000	(1,400,000)	(1,400,000)	-
L series	4/1/2016	4/1/2016	4/1/2017	4/1/2022	2.50	3.51	3,120,000	(2,220,000)	(900,000)	-
M series	4/1/2017	4/1/2017	4/1/2018	7/1/2023	2.50	3.19	1,880,000	(1,245,000)	(635,000)	-
N series	7/1/2018	7/1/2018	7/1/2019	7/1/2024	1.75	2.26	4,360,000	(3,720,000)	(640,000)	-
O series	5/14/2019	5/14/2019	5/13/2020	5/14/2025	1.75	3.89	1,800,000	(1,800,000)	-	-
P series	5/14/2019	5/14/2019	5/13/2020	5/14/2025	1.75	3.89	1,320,000	(1,050,000)	(60,000)	210,000
Q series	12/4/2019	12/4/2019	8/1/2020	1/1/2026	1.75	2.12	10,175,880	(3,098,688)	(601,160)	6,476,032
R series	12/4/2019	12/4/2019	8/1/2020	1/1/2026	4.31	1.09	1,200,000	(1,000,000)	(200,000)	-
S series	8/11/2020	8/11/2020	8/11/2021	8/11/2026	4.31	1.67	900,000	(372,500)	(30,000)	497,500
T series	8/11/2020	8/11/2020	8/11/2021	8/11/2026	6.37	9.85	1,982,132	(236,346)	(779,072)	966,714
U series	5/2/2023	5/2/2023	5/2/2024	11/2/2026	5.16	2.40	4,100,000	-	-	4,100,000
V series	8/14/2023	8/14/2023	8/14/2024	2/14/2027	5.16	3.75	600,000	-	-	600,000
W series	2/19/2024	2/19/2024	2/19/2025	8/19/2027	5.67	2.24	800,000	-	-	800,000
X series	8/14/2024	8/14/2024	8/14/2025	2/14/2028	4.49	2.05	300,000	-	-	300,000
							66,786,904	(28,497,939)	(24,338,719)	13,950,246

The table below shows the changes in the Company's options:

	Options	Average vesting price
Pending balance on 12/31/2023	14,623,106	3.40
Granted during period	1,100,000	5.35
Expired during period	(415,540)	6.37
Vested during period	(1,357,320)	2.13
Pending balance on 09/30/2024	13,950,246	3.58

As of September 30, 2024, the number of stock options that could be vested was 9,069,086 (6,839,216 as of December 31, 2023). The table below shows the assumptions used to determine

the fair value of the option on the grant date for the options granted in the period ended September 30, 2024:

	Plan 13 P series	Plan 14 Q series	Plan 15 R series	Plan 16 S series	Plan 17 T series	Plan 18 U series	Plan 18 V series	Plan 18 W series	Plan 18 X series
Dividend earnings	1.00%	1.00%	1.00%	1.00%	1.00%	0.40%	0.40%	0.40%	0.40%
Expected volatility	43.2%	43.2%	43.2%	43.2%	43.2%	70.96%	70.38%	65.19%	58.96%
Risk-free rate of return (per year)	4.50%	4.50%	4.50%	2.00%	2.00%	12.01%	10.29%	9.95%	11.37%
Expected life of options	4 years	3.5 years	3.5 years	3.5 years	3.5 years				
Weighted average share price (BRL)	1.75	1.75	4.31	4.31	6.37	5.16	5.16	5.42	4.75
Model used	Black-Scholes								

Technical pronouncement CPC 10/IFRS 2 - Share-Based Payment determines that the effects of share-based payment transactions are reflected in the Company's income. The expense recorded in the Parent Company's results and in the Consolidated on September 30, 2024 was BRL 5,467 (BRL 4,841 on September 30, 2023).

b. Restricted shares granting plan

On April 30, 2021, the Company's Restricted Shares Granting Plan was approved at a meeting, which establishes the respective general conditions for granting rights to acquire up to one million, seven hundred thousand (1,700,000) common shares, with no par value, issued by the Company, to its beneficiaries, who will be nominated annually among the Company's employees and/or other companies of the Company's economic group. The first grant of the plan took place in July 2021 and on September 30, 2024, the expense recorded in income was BRL 4,049 in the Parent Company and BRL 3,545 in the Consolidated (BRL 2,247 in the Parent Company and BRL 4,337 in the Consolidated on September 30, 2023).

The table below shows the assumptions used for determining the fair value of the option on the grant date for the options granted in the period ended September 30, 2024:

	07/16/2021	10/04/2021	10/01/2022	04/03/2023	04/24/2023	05/02/2023	07/03/2023	01/09/2024	06/03/2024	07/15/2024
Expected life of the options	3 years									
Share price on the grant date (BRL)	25.96	23.36	9.00	4.79	5.29	5.26	8.58	5.80	4.33	4.59

The table below shows the movement of the company's options:

	Options
Balances on 12/31/2023	1,914,329
Granted during period	2,136,639
Expired during period	(324,542)
Vested during period	(64,076)
Balances on 09/30/2024	3,662,350

c. Performance plan

On April 30, 2021, the Share Grant Plan Subject to the Company's Performance ("Performance Plan") was approved at a meeting, establishing the respective general conditions for granting acquisition rights over up to one million and three hundred thousand (1,300,000) common shares, without par value, issued by the Company, to its beneficiaries, who will be nominated annually among the statutory directors and statutory directors/managers of the Company and other companies of the Company's economic group (not including members of the Board of Directors of the Company and its subsidiaries, as applicable). The first grant of the plan was on July, 2021

and on September 30, 2024, the expense recorded in the result was BRL 2,640 in the Parent Company and BRL 2,165 in Consolidated (BRL 1,844 in the Parent Company and BRL 2,784 in Consolidated on September 30, 2023).

The company's Performance Share Program (PSU) is a program in which the beneficiary will be entitled to receive the shares granted after 3 (three) years from the date the plan is granted. The amount of shares may vary between 70% (seventy percent) and 130% (one hundred and thirty percent) of the number of shares granted in accordance with the indicator established in the plan, which is the "Relative TSR". The calculation of this indicator is done by comparing LWSA's shares against the "IBRX-100", as a way of reducing exogenous factors in the evaluation of these Performance Targets. The variation of this indicator will determine the number of Shares that the Beneficiary will effectively receive.

The table below shows the assumptions used for determining the fair value of the option on the grant date for the options granted in the period ended September 30, 2024:

	07/16/2021	01/07/2022	05/18/2022	05/02/2023
Dividend income	0.00%	0.00%	0.00%	0.00%
Expected volatility	63.75%	70.06%	69.48%	65.78%
Risk-free rate of return (per year)	8.02%	11.43%	12.37%	13.03%
Expected life of the options	3 years	3 years	3 years	3 years
Weighted average share price (BRL)	26.00	9.91	6.70	5.17
Model used	Monte Carlo	Monte Carlo	Monte Carlo	Monte Carlo

The table below shows the changes in the Company's options:

	<u>Options</u>
Balances on 12/31/2023	<u>1,296,543</u>
Granted during period	(7,888)
Expired during period	(130,550)
Balances on 09/30/2024	<u>1,158,105</u>

17 Earnings per share

a. Basic earnings (loss) per share

Basic earnings (loss) per share are calculated by dividing the profit attributable to the Company's shareholders by the weighted average number of common shares outstanding during the period:

	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023
Earnings (loss) attributable to the Company's shareholders	59,681	(28,643)	16,889	3,870
Weighted average number of common shares outstanding – in thousands	<u>580,996</u>	<u>589,489</u>	<u>579,925</u>	<u>589,481</u>
Basic earnings (loss) per share – BRL	<u>0.10</u>	<u>(0.05)</u>	<u>0.03</u>	<u>0.01</u>

b. Diluted earnings (loss) per share

Diluted earnings (loss) per share are calculated by adjusting the weighted average number of common shares outstanding, to assume the conversion of all potential diluted common shares,

referring to stock options, and the dilutive potential of these options is represented for 3,778 thousand shares on September 30, 2024 (5,737 thousand shares in the same period in 2023).

	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023
Earnings (loss) attributable to the Company shareholders	59,681	(28,643)	16,889	3,870
Weighted average number of shares including potential dilution – in thousands	<u>584,774</u>	<u>589,489</u>	<u>580,572</u>	<u>594,787</u>
Diluted profit (loss) per share – BRL	<u>0.10</u>	<u>(0.05)</u>	<u>0.03</u>	<u>0.01</u>

18 Net operating revenue

	<u>Parent company</u>		<u>Consolidated</u>	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Gross operating revenue	<u>296,089</u>	<u>301,694</u>	<u>1,104,748</u>	<u>1,040,685</u>
BeOnline & SaaS	296,089	301,694	343,877	346,975
Commerce	<u>-</u>	<u>-</u>	<u>760,871</u>	<u>693,710</u>
Discounts and rebates	<u>(2,354)</u>	<u>(4,674)</u>	<u>(6,718)</u>	<u>(6,965)</u>
BeOnline & SaaS	(2,354)	(4,674)	(3,051)	(4,761)
Commerce	<u>-</u>	<u>-</u>	<u>(3,667)</u>	<u>(2,204)</u>
Income taxes	<u>(22,324)</u>	<u>(24,141)</u>	<u>(92,116)</u>	<u>(88,268)</u>
BeOnline & SaaS	(22,324)	(24,141)	(25,206)	(28,545)
Commerce	<u>-</u>	<u>-</u>	<u>(66,910)</u>	<u>(59,723)</u>
Net operating revenue	<u>271,411</u>	<u>272,879</u>	<u>1,005,914</u>	<u>945,452</u>
BeOnline & SaaS	271,411	272,879	315,620	313,669
Commerce	<u>-</u>	<u>-</u>	<u>690,294</u>	<u>631,783</u>

19 Costs and expenses by nature

	<u>Parent company</u>		<u>Consolidated</u>	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Salaries, charges, and benefits	(100,312)	(83,289)	(374,710)	(383,417)
Advisory and consultancy services	(21,342)	(18,051)	(36,272)	(31,068)
Depreciation and amortization	(35,550)	(34,403)	(67,188)	(58,365)
Added value amortization	(2,091)	(949)	(29,662)	(29,916)
Installations	(8,791)	(8,649)	(11,981)	(11,562)
Communication and telecommunications	(1,610)	(2,096)	(2,438)	(3,000)
Collection services	-	-	(64,269)	(46,436)
Domains and website hosting	(10,337)	(39,581)	(40,407)	(51,923)
Maintenance of servers and equipment	(2,191)	(2,097)	(2,226)	(2,312)
Software license rental	(41,181)	(33,355)	(68,139)	(57,769)
Other operating costs	(2)	(4,403)	(45,514)	(62,220)
Provision for loss due to impairment	(886)	(1,531)	(6,201)	(4,930)
Marketing	(21,357)	(16,162)	(129,713)	(104,005)
Stock option plan	(12,156)	(8,932)	(11,177)	(11,962)
Tax expenses	(13,300)	(9,698)	(27,132)	(22,269)
Other general and administrative expenses	<u>(4,921)</u>	<u>(6,727)</u>	<u>(10,870)</u>	<u>(19,169)</u>
Total	<u>(276,027)</u>	<u>(269,923)</u>	<u>(927,899)</u>	<u>(900,323)</u>

Cost of services provided	(192,051)	(199,589)	(518,880)	(513,317)
Sales expenses	(47,974)	(37,627)	(215,022)	(197,478)
Loss due to impairment	(886)	(1,531)	(6,201)	(4,930)
General and administrative expenses	<u>(35,116)</u>	<u>(31,176)</u>	<u>(187,796)</u>	<u>(184,598)</u>
Total	<u>(276,027)</u>	<u>(269,923)</u>	<u>(927,899)</u>	<u>(900,323)</u>

Below, we show the balances related to other operating income (expenses) incurred in the period:

	Parent company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Income from unrealized liabilities	-	-	4,879	-
Fixed asset disposals	43	78	45	199
Other income (expense), net of tax (i)	143	6,218	861	8,755
Total	<u>186</u>	<u>6,296</u>	<u>5,785</u>	<u>8,954</u>

(i) In 2023, eventual revenue from suppliers and partners based on performance achieved.

20 Net financial income (expenses)

	Parent company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Financial revenues				
Income from financial investments	51,705	106,106	68,868	118,911
Interest	1,184	1,124	1,482	1,370
Other financial revenues	<u>1,237</u>	<u>1,859</u>	<u>5,766</u>	<u>4,416</u>
	<u>54,126</u>	<u>109,089</u>	<u>76,116</u>	<u>124,697</u>
Financial expenses				
Debt cost	-	-	(9)	(38)
Banking service fees (i)	(2,133)	(2,083)	(8,654)	(8,823)
Exchange variation	(53)	(93)	(519)	(527)
Lease interest	(3,996)	(3,784)	(4,790)	(4,376)
IOF	(2,734)	(5,247)	(4,186)	(6,570)
Receivables management fees	(1)	(1)	(30,752)	(39,054)
Remeasurement of contingent consideration	(20,030)	(123,300)	(28,578)	(146,636)
Other financial expenses	<u>(455)</u>	<u>(754)</u>	<u>(2,121)</u>	<u>(3,188)</u>
	<u>(29,402)</u>	<u>(135,262)</u>	<u>(79,609)</u>	<u>(209,212)</u>
Net financial income	<u>24,724</u>	<u>(26,173)</u>	<u>(3,493)</u>	<u>(84,515)</u>

(i) Banking service fees include fees, services and issuance of payment slips.

21 Income tax and social contribution

The breakdown of deferred taxes is shown below:

	Parent company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Assets				
Provision for profit sharing	3,788	3,698	5,705	10,375

	Parent company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Assets				
Lease (CPC 06)	22,402	22,929	24,039	26,305
Provision for lawsuits	686	1,044	908	1,317
Other provisions	8,108	4,447	16,473	16,839
Remeasurement fair value of contingent consideration	118,479	109,758	142,291	134,305
Intangible assets identified in a business arrangement	41,965	29,626	45,765	36,551
Tax loss	-	-	28,493	12,072
Liabilities				
Cash flow hedge	(297)	-	(297)	-
Asset law	(14,373)	(7,918)	(18,593)	(20,000)
Goodwill	(19,859)	(13,334)	(19,859)	(13,798)
Right of use (CPC 06)	(19,151)	(19,987)	(20,705)	(23,191)
Provision of services to be rendered	(407)	(50)	(5,616)	(3,970)
Total deferred income tax and social contribution	141,341	130,213	198,604	176,805

The segregation of deferred income tax and social contribution between assets and liabilities by company is presented below:

	Consolidated			
	09/30/2024			
	Assets	Liabilities	Net assets	Net liabilities
LWSA S.A.	141,341	-	141,341	-
Locaweb Telecom Telecomunicações Ltda	2	-	2	-
Yapay Pagamentos Online S.A.	-	4,046	-	4,046
Wake Commerce Ltda.	12,917	-	12,917	-
IT Capital Serviços de Tecnologia Ltda. (Delivery Direto)	196	-	196	-
Cyberweb Networks Ltda.	371	-	371	-
Melhor Envio Ltda.	1,311	-	1,311	-
Ideris Tecnologia da Informação Ltda.	-	1,284	-	1,284
Locaweb Commerce Holding Ltda.	28,400	-	28,400	-
Credisfera Serviços Financeiros Ltda.	-	934	-	934
Octadesk Desenvolvimento de Software Ltda.	175	-	175	-
Pagcerto Instituição de Pagamento Ltda.	24	-	24	-
Samurai Experts Desenvolvimento de Software Ltda.	13	-	13	-
Wake Creators Digital Media Channel Ltda.	10,627	-	10,627	-
Vindi Tecnologia e Marketing Ltda.	9,622	-	9,622	-
Connectplug Desenvolvimento de Software Ltda.	205	-	205	-
Bagy Sul Soluções de Comércio Digital Ltda.	107	-	107	-
Bagy Soluções de Comércio Digital Ltda.	49	-	49	-
Organisys Payments Holding Financeira Ltda.	-	787	-	787
Síntese Soluções Produzidas Ltda.	295	-	295	-
Total	205,655	7,051	205,655	7,051

The Company has tax credits arising from tax losses and negative basis of social contribution on net income, whose balances do not expire, but are limited to offsetting 30% of taxable income for the year.

According to the estimates of the Company and its subsidiaries, future taxable income allows the realization of the deferred tax asset existing on September 30, 2024.

The breakdown of deferred taxes is shown below:

Parent company Nature	Balance 12/31/2023	Net Equity/ Cash flow hedge	Incorporation (i)	Income Gains/(losses)	Balance 09/30/2024
Tax benefit on goodwill	(13,334)	-	-	(6,525)	(19,859)
Temporary differences	143,547	(297)	2,958	14,992	161,200
Total	130,213	(297)	2,958	8,467	141,341

(i) Explanatory note 2.3.

Consolidated Nature	Balance 12/31/2023	Net Equity/ Cash flow hedge	Income Gains/(losses)	Balance 09/30/2024
Tax benefit on tax loss and negative basis	12,072	-	16,422	28,494
Tax benefit on goodwill	(13,798)	-	(6,061)	(19,859)
Temporary differences	178,531	(297)	11,735	189,969
Total	176,805	(297)	22,096	198,604

The reconciliation of the expense calculated by applying the combined nominal tax rates and the income tax and social contribution expense recorded in income is shown below:

	Parent company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Income before income tax and social contribution	54,219	(40,224)	80,307	(30,432)
Income tax and social contribution at the combined rate of 34%	(18,434)	13,676	(27,304)	10,347
Adjustments for effective rate demonstration				
Equity income method effect	18,636	(85)	-	-
Stock option plan calculation effect	(1,859)	(1,646)	(1,859)	(1,646)
Effect of depreciation of officers' vehicles and other expenses with officers	(89)	(184)	(100)	(192)
Unrecorded deferred tax on tax loss	-	-	(5,642)	(4,385)
Deferred tax from previous years	-	-	-	(2)
Asset law	7,909	-	14,113	-
Gifts	(101)	(130)	(490)	(468)
Loss on investments	(98)	-	(98)	-
Others	(502)	(50)	754	(1,865)
Income tax and social contribution recorded in income for the period	5,462	11,581	(20,626)	1,789
	-10.07%	28.79%	25.68%	5.88%

22 Segments

a. Income statement by segments

	01/01/2024 to 09/30/2024			01/01/2023 to 09/30/2023		
	BeOnline & SaaS	Commerce	Consolidated	BeOnline & SaaS	Commerce	Consolidated
Gross operating revenue, net of rebates	340,826	757,204	1,098,030	342,214	691,506	1,033,720
Levied taxes	(25,206)	(66,910)	(92,116)	(28,545)	(59,723)	(88,268)
Net operating revenue	315,620	690,294	1,005,914	313,669	631,783	945,452
Cost of services provided	(195,095)	(323,785)	(518,880)	(206,293)	(307,024)	(513,317)
Gross profit	120,525	366,509	487,034	107,376	324,759	432,135

23 Financial instruments

a. Classification of financial instruments

CPC 46 (IFRS 13) defines fair value as the exchange price that would be received for an asset or the price paid to transfer a liability (exit price) in the main market, or the most advantageous market for the asset or liability, in a normal transaction between market players on the measurement date, as well as establishing a three-level hierarchy to be used for fair value measurement, namely:

Level 1 - Quoted (unadjusted) prices in active markets for identical assets and liabilities.

Level 2 - Other techniques for which all data that have a significant effect on the fair value recorded are observable, directly or indirectly; and

Level 3 - Information that is not available due to little or no market activity and that is significant for defining the fair value of assets and liabilities (unobservable).

The table below presents the valuation technique used in measuring the fair value of Level 3 for financial instruments on the balance sheet:

Type	Evaluation technique	Unobservable significant inputs	Relationship between significant unobservable inputs and fair value measurement
Contingent consideration	Operating multiples: the valuation model considers the present value of an earn-out estimate, based on operating revenue projections and discounted by a rate adjusted to the cost of capital.	<ul style="list-style-type: none"> Projections based on operating income multiples of acquired companies (September 30, 2024: BRL 208,247). Discount rate adjusted to cost of capital (September 30, 2024: 14.31%). 	<p>The estimated fair value could increase (decrease) if:</p> <ul style="list-style-type: none"> Operating results were better (worse); or The discount rate adjusted to the cost of capital were lower (higher).

The classification of financial instruments is shown in the table below, and there are no instruments classified in categories other than those reported.

	<u>Parent company</u>		
	<u>09/30/2024</u>		
	Book value	Fair value	Fair value hierarchy
Financial assets			
Amortized cost			
Accounts receivable	36,061	36,061	-
Fair value through profit or loss			
Cash and cash equivalents	301,012	301,012	Level 2
Derivative financial instruments	<u>873</u>	<u>873</u>	Level 2
Total	<u>337,946</u>	<u>337,946</u>	
Financial liabilities			

Other financial liabilities

Suppliers	27,491	27,491	
Lease liabilities	65,886	65,886	Level 2

Fair value through profit or loss

Obligation with investment acquisitions	<u>227,406</u>	<u>227,406</u>	Level 3
---	----------------	----------------	---------

Total	<u>320,783</u>	<u>320,783</u>	
--------------	-----------------------	-----------------------	--

Consolidated

09/30/2024

	Book value	Fair value	Fair value hierarchy
Financial assets			
Amortized cost			
Accounts receivable	771,699	771,699	-
Fair value through profit or loss			
Cash and cash equivalents	455,305	455,305	Level 2
Derivative financial instruments	873	873	Level 2
Financial asset	<u>18,635</u>	<u>18,635</u>	Level 2
Total	<u>1,246,512</u>	<u>1,246,512</u>	

Financial liabilities

Other financial liabilities

Loans and financing	6	6	Level 2
Suppliers	35,870	35,870	Level 2
Lease liabilities	70,700	70,700	-
Receivables transferable	575,910	575,910	Level 2

Fair value through profit or loss

Obligation with investment acquisitions	<u>235,888</u>	<u>235,888</u>	Level 3
---	----------------	----------------	---------

Total	<u>918,374</u>	<u>918,374</u>	
--------------	-----------------------	-----------------------	--

Parent company

12/31/2023

	Book value	Fair value	Fair value hierarchy
Financial assets			
Amortized cost			
Accounts receivable	21,817	21,817	-
Fair value through profit or loss			
Cash and cash equivalents	<u>949,130</u>	<u>949,130</u>	Level 2
Total	<u>970,947</u>	<u>970,947</u>	
Financial liabilities			
Other financial liabilities			
Suppliers	25,207	25,207	
Lease liabilities	67,439	67,439	Level 2
Fair value through profit or loss			
Obligation with investment acquisitions	<u>572,664</u>	<u>572,664</u>	Level 3
Total	<u>665,310</u>	<u>665,310</u>	

	Consolidated		
	12/31/2023		
	Book value	Fair value	Fair value hierarchy
Financial assets			
Amortized cost			
Accounts receivable	707,556	707,556	-
Fair value through profit or loss			
Cash and cash equivalents	1,181,406	1,181,406	Level 2
Financial asset	16,617	16,617	Level 2
Total	1,905,579	1,905,579	
Financial liabilities			
Other financial liabilities			
Loans and financing	60	60	Level 2
Suppliers	45,575	45,575	-
Lease liabilities	77,369	77,369	Level 2
Receivables transferable	559,662	559,662	Level 2
Fair value through profit or loss			
Obligation with investment acquisitions	761,204	761,204	Level 3
Total	1,443,870	1,443,870	

Considering the term and characteristics of these instruments, which are systematically renegotiated, the book values approximate fair values.

b. Purpose of using a derivative financial instrument

Derivative financial instruments contracted by the Company are intended to hedge against the exchange rate risk associated with suppliers that have exposure to foreign currency. That Company does not have derivative financial instruments for speculation purposes.

On September 30, 2024, the Company has forward currency contracts in the amount of USD 2,600, in order to protect its future cash flow against exchange rate fluctuations (Note 23.g).

The Company maintains internal controls in relation to its derivative financial instruments which, in Management's opinion, are adequate to control the risks associated with each strategy for operating in the market. The results obtained by the Company in relation to its derivative financial instruments demonstrate that the management of risks has been carried out properly.

The Company's activities expose it to various financial risks: market risk (including interest rate risk, exchange rate risk and price risk), credit risk and liquidity risk.

Risk management is carried out by the Company's Treasury, in accordance with the policies approved by the Board of Directors. The Treasury identifies, evaluates and protects the Company against possible financial risks in cooperation with the Company's operating units.

The Board of Directors establishes principles for risk management, as well as for specific areas, interest rate risk, foreign exchange risk, credit risk, use of non-derivative financial instruments and investment of surplus cash.

(i) Credit risk

Credit risk refers to the risk that the counterpart will not honor its obligations related to a financial instrument or contract with a customer, generating a loss. The Company is mainly exposed to credit risk related to cash and cash equivalents and trade accounts receivable. Credit risk is minimized through the following policies:

- **Cash and cash equivalents:** the Company adopts methods that restrict the amounts that can be allocated to a single financial institution, and takes into account monetary limits and credit ratings of the financial institutions with which it operates, which are periodically updated. The Group only carries out operations with first-tier institutions, whose risk rating is low credit risk assigned by reference rating agencies, using exclusively financial instruments and fixed-income investment funds, classified as investment grade, high quality and low risk.
- **Accounts receivable from customers:** The Company's credit risk is minimized as the assets represented by receivables and services are brokered by credit card companies. In this case, the credit risk with customers is fully transferred to them, leaving for the Company only the risk of non-recognition of purchases by customers for which expected credit losses are measured and recorded. The Company now holds the credit risk vis-à-vis the credit card management companies.

Receivables from individual customers through bank slips are restricted and represented approximately 7% of accounts receivable as of September 30, 2024 (9% as of December 31, 2023). The maximum exposure to credit risk as of September 30, 2024 is the amount shown on the balance sheet.

The Company's exposure is shown below:

	Parent company		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Cash and cash equivalents (Explanatory note 3)	301,646	949,283	460,331	1,188,223
Accounts receivable from customers (Explanatory note 4)	36,061	21,817	771,699	707,556
	337,707	971,100	1,232,030	1,895,779

(ii) Liquidity risk

Liquidity risk consists of the eventuality that the Company and its subsidiaries do not have sufficient funds to meet their commitments due to the realization/settlement of their rights and obligations.

The Company and its subsidiaries structure the maturities of non-derivative financial contracts, as shown in Note 12, so as not to affect their liquidity.

The Company and its subsidiaries manage the liquidity and cash flow on a daily basis in order to ensure that operating cash generation and prior fundraising, when necessary, are sufficient to maintain its schedule of commitments, not generating liquidity risks.

The following table shows the maturity of the Company's consolidated financial liabilities:

	Book Value	Financial flow	Less than 3 months	3 to 12 months	Over 1 year	Total
September 30, 2024						
Other accounts payable	27,481	27,481	25,508	-	1,973	27,481
Suppliers	35,870	35,870	35,870	-	-	35,870
Loans and financing	6	6	5	1	-	6
Lease liabilities	70,700	86,662	4,788	13,540	68,334	86,662
Receivables transferable	575,910	575,910	575,910	-	-	575,910
Obligation with investment acquisitions	235,888	258,310	-	202,780	55,530	258,310
	945,855	984,239	642,081	216,321	125,837	984,239

	Book Value	Financial flow	Less than 3 months	3 to 12 months	Over 1 year	Total
December 31, 2023						
Other accounts payable	28,262	28,262	26,770	-	1,492	28,262
Suppliers	45,575	45,575	45,575	-	-	45,575
Loans and financing	60	62	34	28	-	62
Lease liabilities	77,369	88,786	4,517	13,203	71,066	88,786
Receivables transferable	559,662	559,662	559,662	-	-	559,662
Obligation with investment acquisitions	761,204	800,863	1,968	574,353	224,542	800,863
	<u>1,472,132</u>	<u>1,523,210</u>	<u>638,526</u>	<u>587,584</u>	<u>297,100</u>	<u>1,523,210</u>

(iii) Exchange risk

Exchange risk refers to the risk of future cash flows from borrowings in foreign currency and financial instruments due to changes in exchange rates. Exchange rate risk can impact the Company's financial results and, in order to manage this risk, the Company may use derivative financial instruments (NDFs) with a financial institution considered to be of first class standing. In this context, the Company is protected against the exchange rate variation of its suppliers with foreign currency exposure.

It is the Company's policy to use derivative financial instruments only for the purpose of hedging risks arising from foreign currency exposure, represented by foreign currency loans or international suppliers, and therefore not for speculative purposes.

(iv) Interest rate risk

The associated risk arises from the possibility of the Company incurring losses due to fluctuations in interest rates that increase the financial expenses related to loans and financing obtained in the market. On September 30, 2024, the Company had a maximum exposure of BRL 24,245, in a scenario of a 50% reduction in the DI rate, due to the reduction in financial income from the funds invested.

c. Sensitivity analysis

On September 30, 2024, the Company was exposed in the Interbank Deposit Certificate (CDI), which indexes the yield on financial investments, and the exchange rate variation in dollars. In order to verify the sensitivity of these indices, three different scenarios were defined for exposure in CDI and for exposure in foreign currency.

For the probable scenario, according to an assessment prepared by Management, an increase of 5% was considered in the case of the CDI variation. Additionally, two other scenarios (A and B) are demonstrated. The Company assumed an decrease of 25% (scenario A) and 50% (scenario B - extreme situation scenario) in the projections. In order to verify the sensitivity to the exchange rate variation of forward contracts, the probable scenario considers the ptax rate, assuming a fall in the exchange rate of 25% (scenario A) and 50% (Scenario B) in relation to the base rate. The ptax rate used was 5.45%, published by the Central Bank on September 30, 2024. The sensitivity analysis for each type of risk considered relevant by Management is presented in the table below:

Transaction	Risk	Balance on September 30, 2024	Losses - Consolidated		
			Probable	Scenario A	Scenario B
Financial investments indexed to CDI	CDI drop	455,305	(2,424)	(12,122)	(24,245)

CDI (fall scenario)	10.65%	10.12%	7.99%	5.33%
Derivative financial instrument - NDF Dollar drop	873	-	(3,541)	(7,083)
Dollar (fall scenario)		5.45	4.09	2.72

For the fair values of contingent consideration, possibly reasonable changes at the reporting date in one of the significant unobservable inputs, and holding the other inputs constant, would have the following effects:

Contingent consideration	Results	
	Increase	Decrease
September 30, 2024		
Discount rate (10%)	(1,371)	1,399
Projected Revenue (10%)	22,305	(22,305)

d. Capital management

The Company's objectives, when managing its capital, are to safeguard the Company's ability to continue as a going concern to offer returns to shareholders and benefits to other stakeholders, in addition to maintaining an ideal capital structure to reduce this cost or costs associated with this generation of income and benefits.

To maintain or adjust the capital structure, the Company may review the policy of prepayment of receivables, payment of non-mandatory dividends, return capital to shareholders or even issue new shares to reduce the level of indebtedness, for instance.

Capital management is managed at a consolidated level, as shown below:

	09/30/2024	12/31/2023
Loans and financing	6	60
Obligation with investment acquisitions	235,888	761,204
(+) Lease liabilities	70,700	77,369
(-) Balance of derivatives	(873)	-
(-) Cash and cash equivalents	<u>(460,331)</u>	<u>(1,188,223)</u>
(=) Net debt	<u>(154,610)</u>	<u>(349,590)</u>
(+) Net equity	2,800,756	2,882,146
(=) Net equity and net debt	<u>2,646,146</u>	<u>2,532,556</u>

e. Fair values of financial instruments

The valuation method used to calculate the fair value of financial liabilities (when applicable) and derivative financial instruments (swap) was the discounted cash flow considering expectations of settlement or realization of liabilities and assets at market rates in effect on the balance date.

Fair values are calculated by projecting the future flows of operations, using B3 curves and bringing them to present value using market exchange rates for swaps, disclosed by B3.

In September 30, 2024, the company had no amounts outstanding.

f. Change in liabilities from financing activities

	Parent company					
	09/30/2024			09/30/2023		
	Changes with cash effect	Transactions without cash effect	Total	Cash effect transactions	Transactions without cash effect	Total
Loans and financing - beginning of the period	-	-	-	-	-	-
Derivative financial instruments - beginning of the period	-	-	-	-	-	-
(=) Debt to market, net of derivative instruments	-	-	-	-	-	-
(+) Interest, exchange variation, and accrued derivatives	-	-	-	-	-	-
(-) Principal amortized in the period	-	-	-	-	-	-
(-) Interest, exchange variation, and derivatives paid	-	-	-	-	-	-
(+-) Mark-to-Market of Derivatives	-	(873)	(873)	-	879	879
(=) Debt to market, net of derivative instruments	-	(873)	(873)	-	879	879
Loans and financing - end of period	-	-	-	-	-	-
Derivative financial instruments - end of period	-	-	(873)	-	-	879
	Consolidated					
	09/30/2024			09/30/2023		
	Cash effect transactions	Transactions without cash effect	Total	Cash effect transactions	Changes without cash effect	Total
Loans and financing - beginning of the period	-	-	60	-	-	421
Derivative financial instruments - beginning of the period	-	-	-	-	-	-
(=) Debt to market, net of derivative instruments	-	-	60	-	-	421
(+) Interest, exchange variation, and accrued derivatives	-	9	9	-	38	38
(-) Principal amortized in the period	(54)	-	(54)	(321)	-	(321)
(-) Interest, exchange variation, and derivatives paid	(9)	-	(9)	(37)	-	(37)
(+-) Mark-to-Market of Derivatives	-	(873)	(873)	-	879	879
(=) Debt to market, net of derivative instruments	(63)	(864)	(867)	(358)	917	980
Loans and financing - end of period	-	-	6	-	-	101
Derivative financial instruments - end of period	-	-	(873)	-	-	879

g. Hedge Accounting

The purpose of the Company's hedge operation is to protect its cash flow against exchange rate fluctuations. Exposure is determined by the best estimate of its dollar commitments, arising from operational demands and especially related to software and hosting contracting in US dollars.

On September 30, 2024, the Company has currency forward contracts in the amount of USD 2,600, with an average term of 255 days between the contracting date and its maturity and has an average contracted rate of 5.13, with the following counterparties:

	Hedge instrument	Hedge object (projection)
Banco Santander	USD 2,600	USD 2,631

Thus, the transaction falls within the classification of cash flow hedge accounting, applying the accounting according to CPC 48 - Financial Instruments

In accordance with applicable accounting practices, the fair value adjustment for the financial instruments was BRL 873 (BRL 576, net of tax effects), and is recorded in other comprehensive income in shareholders' equity.

24 Transactions that did not affect cash

In the period ended September 30, 2024 and 2023, the Company recorded transactions related to the acquisition of machinery and equipment for fixed assets and right-of-use asset additions that did not affect cash, as shown below:

	Parent company		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Acquisition of machinery and equipment (i)	4,397	1,850	4,546	2,244
Acquisition right-of-use asset	1,825	115	4,831	2,828
	6,222	1,965	9,377	5,072

(i) Refers substantially to machines and equipment

25 Insurance coverage

The Company and its subsidiaries maintain insurance coverage to guarantee any damage to their property and assets, including insurance for their establishments and vehicle fleet, whose premiums, in the period, totaled:

	Consolidated	
	09/30/2024	12/31/2023
Vehicles	12,898	12,488
Business (real estate and assets)	414,516	414,548
Civil liability of management	80,000	80,000
Civil liability	3,000	3,000
	510,414	510,036

Property insurance aimed at guaranteeing the Company's business units has coverage for events resulting from fire, lightning, explosion, robbery and qualified theft of goods and electrical damage.

The Company does not take out insurance to cover losses resulting from the interruption of its activities, not even to guarantee any indemnities that it is compelled to pay to customers and/or third parties due to errors and failures in its operations and non-compliance with obligations under its responsibility.

Management believes that its policies, contracted with renowned insurance companies, reflect the usual market conditions for the types of insurance it takes out and cover coverage in scope and amounts considered sufficiently adequate by Management and by insurance consultants.

26 Subsequent events

At a meeting of the board of directors held on October 24, 2024, the cancellation of treasury shares was deliberated and approved, without reducing the value of the Company's share capital.

Pursuant to articles 9 and 20, item xi, of the Bylaws, and as provided for in CVM Resolution No. 77, cancellation of 34,000,000 (thirty-four million) shares, of which (a) 23,761,500 (twenty-three million , seven hundred and sixty-one thousand and five hundred) common shares issued by the Company, acquired by its subsidiary Yapay Pagamentos Online S/A; and (b) 10,238,500 (ten million, two hundred and thirty-eight thousand and five hundred) common shares issued by the Company, all held in treasury, without reducing the share capital. Due to the cancellation of shares, the Company's Share Capital will be divided into 562,886,478 (five hundred and sixty-two million, eight hundred and eighty-six thousand, four hundred and seventy-eight shares) common shares, all nominative, book-entry and with no nominal value, and article 5 of the Bylaws must be adjusted at an extraordinary general meeting to be convened in due course.

Declaration of Officers on the interim financial information

In compliance with the provisions of CVM Instruction No. 480/09, the Board of Executive Officers declares that it discussed, reviewed and agreed the interim financial information for the period ended September 30, 2024

São Paulo, November 05, 2024.

Fernando Biancardi Cirne
Chief Executive Officer

Rafael Chamas Alves
Chief Financial Officer and DRI

Officers' Statement on the Independent Auditor's Report

In compliance with the provisions of CVM Instruction No. 480/09, the Executive Board declares that it discussed, reviewed and agreed with the opinion expressed in the report of the independent auditor, KPMG Auditores Independentes Ltda., on the individual and consolidated interim financial informations for the period ended in September 30, 2024.

São Paulo, November 05, 2024.

Fernando Biancardi Cirne
Chief Executive Officer

Rafael Chamas Alves
Chief Financial Officer and DRI