

# Locaweb Serviços de Internet S.A.

**Individual and consolidated interim  
financial information September 30,  
2021 with report on review of interim  
financial information**

*(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))*

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## Report on Review of Quarterly Information - ITR

To the Board Members and Shareholders of  
**Locaweb Serviços de Internet S.A.**  
São Paulo – SP

### Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Locaweb Serviços de Internet S.A. ("the Company"), contained in the Quarterly Financial Information Form (ITR) for the quarter ended September 30, 2021, comprising the statement of financial position as at September 30, 2021 and the respective statements of profit or loss and other comprehensive income for the three and nine-month periods then ended, 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 the International Accounting Standards Board - IASB, and for the presentation of this information in accordance with the standards issued by the Comissão de Valores Mobiliários, 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 the auditing standards and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion on the individual and consolidated interim financial information



Based on our review, nothing has come to our attention that causes us to believe that the individual and consolidated interim financial information included in the Quarterly Information referred above have 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 to above comprise the statements of added value (DVA), individual and consolidated, for the nine-month period ended September 30, 2021, prepared under the responsibility of Company's management, and presented as supplementary information for the purpose of IAS 34 purposes. 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 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.

#### **Other matters - Corresponding amounts**

The exam of the individual and consolidated balance sheet as of December 31, 2020 and the review of the interim financial information related to the statements of income and comprehensive income for the three and nine-month periods ended on September, 2020, changes in shareholders' equity and cash flows for the nine-month period ended on September 30, 2020, were conducted under the responsibility of other independent auditors, who issued an unmodified audit report and review report, dated March 22, 2021 and November 10, 2020, respectively. The corresponding amounts for the statements of value added (DVA), both individual and consolidated, for the nine-month period ended on September 30, 2020, were submitted to the same review procedures by those independent auditors and, based on its review, those auditors issued an unqualified conclusion that nothing has come to their attention of any facts that would lead them to believe that the DVA was not prepared, in all material respects, consistently with the individual and consolidated Quarterly Financial Information taken as whole.

São Paulo, November 09, 2021

KPMG Auditores Independentes Ltda.  
CRC 2SP014428/O-6  
Original report in Portuguese signed by  
João Paulo A. Pacheco Neves  
Accountant CRC 1SP222303/O-4

# Locaweb Serviços de Internet S.A.

## Interim statements of financial position As at September 30, 2021 and December 31, 2020

(In thousand of Reais)

		Company		Consolidated	
	Notes	09/30/2021	12/31/2020	09/30/2021	12/31/2020
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	3.1	1,681,627	358,700	1,800,333	404,628
Restricted cash	3.2	3,310	1,601	3,310	1,601
Accounts receivable	4.1	19,065	18,578	424,793	358,578
Recoverable taxes	5	17,969	5,794	23,044	9,412
Derivatives	23	9,720	19,367	9,720	19,367
Other assets	6	10,318	9,145	23,488	13,909
<b>Total current assets</b>		<b><u>1,742,009</u></b>	<b><u>413,185</u></b>	<b><u>2,284,688</u></b>	<b><u>807,495</u></b>
<b>Non-current assets</b>					
Restricted cash	3.2	-	3,202	-	3,202
Judicial deposits	14	435	434	549	538
Other assets	6	6,484	1,561	3,920	1,160
Deferred income taxes	21	16,254	20,193	19,662	20,713
Investments	8	1,468,127	320,781	-	-
Property and equipment	9	61,466	60,063	89,206	76,263
Intangible assets	10	66,777	60,348	1,736,231	477,889
Right-of-use assets	10.2	61,516	62,770	67,820	65,104
<b>Total non-current assets</b>		<b><u>1,681,059</u></b>	<b><u>529,352</u></b>	<b><u>1,917,388</u></b>	<b><u>644,869</u></b>
<b>Total assets</b>		<b><u>3,423,068</u></b>	<b><u>942,537</u></b>	<b><u>4,202,076</u></b>	<b><u>1,452,364</u></b>

The accompanying notes are an integral part of these interim financial statements.

# Locaweb Serviços de Internet S.A.

## Interim statements of financial position As at September 30, 2021 and December 31, 2020

(In thousand of Reais)

		Company		Consolidated	
	Notes	09/30/2021	12/31/2020	09/30/2021	12/31/2020
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Suppliers		8,747	11,208	23,702	20,540
Loans and financing	12.1	32,487	55,660	32,839	56,876
Lease liability	12.2	5,552	5,100	7,946	5,811
Salaries and related charges	13	32,093	22,441	71,416	35,970
Income taxes payable		-	-	1,280	1,230
Other taxes payable		2,951	2,684	7,404	4,591
Deferred revenue	4.2	39,037	35,031	64,123	43,588
Payables to clients	4.3	-	-	347,891	271,665
Interest on shareholders' equity and dividends payable		5	19	5	19
Taxes payable in installments	11	-	-	2,878	2,847
Accounts payable to former shareholders	8.1	35,562	3,442	35,562	3,442
Other liabilities		1	1	2,349	4,053
<b>Total current liabilities</b>		<b>156,435</b>	<b>135,586</b>	<b>597,395</b>	<b>450,632</b>
Loans and financing	12.1	-	27,515	218	27,682
Deferred revenue	4.2	1,650	-	1,650	-
Provision for legal proceedings	14	1,332	592	1,992	1,116
Accounts payable to former shareholders	8.1	247,201	39,153	561,249	211,610
Lease liability	12.2	61,512	61,896	66,756	63,734
Provision for losses on investments	8	2,869	2,198	-	-
Taxes payable in installments	11	-	-	17,826	19,571
Deferred income taxes	21	-	-	333	-
Other liabilities		1,508	1,624	4,096	4,046
<b>Total non-current liabilities</b>		<b>316,072</b>	<b>132,978</b>	<b>654,120</b>	<b>327,759</b>
<b>Equity</b>					
Capital stock	15	2,898,791	643,651	2,898,791	643,651
Treasury shares		(6,627)	(7)	(6,627)	(7)
Capital reserves		46,760	10,155	46,760	10,155
Earning reserves		20,174	20,174	20,174	20,174
Accumulated profits		(8,537)	-	(8,537)	-
<b>Total equity</b>		<b>2,950,561</b>	<b>673,973</b>	<b>2,950,561</b>	<b>673,973</b>
<b>Total liabilities and equity</b>		<b>3,423,068</b>	<b>942,537</b>	<b>4,202,076</b>	<b>1,452,364</b>

The accompanying notes are an integral part of these interim financial statements.

# Locaweb Serviços de Internet S.A.

## Interim statements of operations

Three-month and nine-month periods ended September 30, 2021 and 2020

(In Thousand of Reais)

	Notes	Company				Consolidated			
		01/01/2021 to 09/30/2021	01/01/2020 to 09/30/2020	07/01/2021 to 09/30/2021	07/01/2020 to 09/30/2020	01/01/2021 to 09/30/2021	01/01/2020 to 09/30/2020	07/01/2021 to 09/30/2021	07/01/2020 to 09/30/2020
<b>Net revenue</b>	18	<b>215,948</b>	<b>204,934</b>	<b>75,172</b>	<b>69,610</b>	<b>554,341</b>	<b>348,060</b>	<b>209,137</b>	<b>126,226</b>
Cost of services	19	(146,698)	(138,948)	(50,159)	(46,942)	(297,838)	(203,220)	(108,195)	(71,282)
<b>Gross profit</b>		<b>69,250</b>	<b>65,986</b>	<b>25,013</b>	<b>22,668</b>	<b>256,503</b>	<b>144,840</b>	<b>100,942</b>	<b>54,944</b>
<b>Operation income (expenses)</b>									
Selling expenses	19	(36,162)	(33,506)	(13,722)	(10,954)	(100,103)	(51,472)	(42,886)	(19,204)
General and administrative expenses	19	(43,023)	(31,823)	(11,613)	(10,207)	(135,997)	(54,678)	(52,989)	(17,680)
Impairment loss	19	(1,234)	(3,148)	(382)	(318)	(7,346)	(6,517)	(2,770)	(1,187)
Equity equivalence results	8	(20,139)	17,894	(13,988)	9,117	-	-	-	-
Other operation income (expenses)	19	117	648	23	328	1,117	760	218	374
		<b>(100,441)</b>	<b>(49,935)</b>	<b>(39,682)</b>	<b>(12,034)</b>	<b>(242,329)</b>	<b>(111,907)</b>	<b>(98,427)</b>	<b>(37,697)</b>
<b>Income before financial results and income taxes</b>		<b>(31,191)</b>	<b>16,051</b>	<b>(14,669)</b>	<b>10,634</b>	<b>14,174</b>	<b>32,933</b>	<b>2,515</b>	<b>17,247</b>
Financial revenues	20	47,715	9,536	24,388	2,371	49,783	9,962	25,399	2,618
Financial expenses	20	(21,122)	(14,184)	(10,008)	(4,216)	(50,572)	(19,175)	(21,203)	(6,091)
		<b>26,593</b>	<b>(4,648)</b>	<b>14,380</b>	<b>(1,845)</b>	<b>(789)</b>	<b>(9,213)</b>	<b>4,196</b>	<b>(3,473)</b>
<b>Income before income taxes</b>		<b>(4,598)</b>	<b>11,403</b>	<b>(289)</b>	<b>8,789</b>	<b>13,385</b>	<b>23,720</b>	<b>6,711</b>	<b>13,774</b>
Current income taxes	21	-	(1,007)	-	(908)	(20,524)	(13,941)	(7,890)	(6,535)
Deferred income taxes	21	(3,939)	384	(3,447)	(71)	(1,398)	1,002	(2,557)	571
		<b>(3,939)</b>	<b>(623)</b>	<b>(3,447)</b>	<b>(979)</b>	<b>(21,922)</b>	<b>(12,939)</b>	<b>(10,447)</b>	<b>(5,964)</b>
<b>Net income for the period</b>		<b>(8,537)</b>	<b>10,781</b>	<b>(3,736)</b>	<b>7,810</b>	<b>(8,537)</b>	<b>10,781</b>	<b>(3,736)</b>	<b>7,810</b>
<b>Earnings (losses) per share</b>									
(in R\$ per share)									
Basic earnings (losses) per share	17	-	-	-	-	(0,01)	0,08	(0,01)	0,06
Diluted earnings (losses) per share	17	-	-	-	-	(0,01)	0,08	(0,01)	0,06

The accompanying notes are an integral part of these interim financial statements.

# Locaweb Serviços de Internet S.A.

## Interim statements of comprehensive income

Three-month and nine-month periods ended September 30, 2021 and 2020

*(In Thousand of Reais)*

	Company				Consolidated			
	01/01/2021 to 09/30/2021	01/01/2020 to 09/30/2020	07/01/2021 to 09/30/2021	07/01/2020 to 09/30/2020	01/01/2021 to 09/30/2021	01/01/2020 to 09/30/2020	07/01/2021 to 09/30/2021	07/01/2020 to 09/30/2020
Net income	(8,537)	10,781	(3,736)	7,810	(8,537)	10,781	(3,736)	7,810
Comprehensive income for the period	(8,537)	10,781	(3,736)	7,810	(8,537)	10,781	(3,736)	7,810

The accompanying notes are an integral part of these interim financial statements.



# Locaweb Serviços de Internet S.A.

## Interim statements of changes in shareholders' equity

Nine-month periods ended September 30, 2021 and 2020

(In Thousand of Reais)

	Capital stock			Treasury shares	Capital reserves			Earnings reserve		Accumulated losses (retained earnings)	Total equity
	Paid-in capital	Unpaid capital	Share issuance costs	Treasury shares	Goodwill on capital transaction	Share based payments reserve	Goodwill on share issuance	Legal reserve	Retained earnings reserve		
<b>Balances as of December 31, 2020</b>	<b>636,177</b>	<b>7,474</b>	<b>(27,357)</b>	<b>(7)</b>	<b>(22,344)</b>	<b>47,860</b>	<b>11,996</b>	<b>2,377</b>	<b>17,797</b>	<b>-</b>	<b>673,973</b>
Loss for the period	-	-	-	-	-	-	-	-	-	(8,537)	(8,537)
Capital increase (Note 15.a)	2,363,977	(7,474)	(74,006)	-	-	-	-	-	-	-	2,282,497
Stock option plan	-	-	-	(6,620)	-	9,349	(101)	-	-	-	2,628
<b>Balances as of September 30, 2021</b>	<b>3,000,154</b>	<b>-</b>	<b>(101,363)</b>	<b>(6,627)</b>	<b>(22,344)</b>	<b>57,209</b>	<b>11,895</b>	<b>2,377</b>	<b>17,797</b>	<b>(8,537)</b>	<b>2,950,561</b>
	Capital stock			Treasury shares	Capital reserves			Earnings reserve		Accumulated losses (retained earnings)	Total equity
	Paid-in capital	Unpaid capital	Share issuance costs	Treasury shares	Goodwill on capital transaction	Share based payments reserve	Goodwill on share issuance	Legal reserve	Retained earnings reserve		
<b>Balances as of December 31, 2019</b>	<b>53,629</b>	<b>-</b>	<b>(3,645)</b>	<b>(9)</b>	<b>(22,344)</b>	<b>32,313</b>	<b>11,955</b>	<b>1,390</b>	<b>15,044</b>	<b>-</b>	<b>88,333</b>
Net income for the year	-	-	-	-	-	-	-	-	-	10,781	10,781
Capital increase	582,548	-	(35,724)	-	-	-	-	-	-	-	546,824
Stock option plan	-	-	-	1	-	11,105	17	-	-	-	11,123
<b>Balances as of September 30, 2020</b>	<b>636,177</b>	<b>-</b>	<b>(39,369)</b>	<b>(8)</b>	<b>(22,344)</b>	<b>43,418</b>	<b>11,972</b>	<b>1,390</b>	<b>15,044</b>	<b>10,781</b>	<b>657,061</b>

The accompanying notes are an integral part of these interim financial statements.

# Locaweb Serviços de Internet S.A.

## Interim statements of cash flows

Nine-month periods ended September 30, 2021 and 2020

(In Thousand of Reais)

	Note	Company		Consolidated	
		09/30/2021	09/30/2020	09/30/2021	09/30/2020
<b>Cash flow from operating activities</b>					
<b>Income (Loss) before income taxes</b>		<b>(4,598)</b>	<b>11,403</b>	<b>13,385</b>	<b>23,720</b>
Adjustments to reconcile income (loss) before income taxes to net cash flow from operating activities:					
Depreciation and amortization	9;10	31,695	32,934	62,450	41,611
Equity results	8	20,139	(17,895)	-	-
Interest, derivatives and foreign exchange and monetary variations		17,327	11,508	37,171	11,487
Mark-to-market of derivatives	23.f	(1,574)	(784)	(1,574)	(784)
Stock options plan	16	9,349	11,123	9,349	11,123
Provisions and other adjustments		557	1,571	861	2,179
<b>Changes in assets and liabilities</b>					
Accounts receivable		(1,266)	(1,298)	(58,322)	(179,613)
Recoverable taxes		(11,985)	(704)	(12,296)	2,404
Other assets		(4,165)	(3)	(754)	(49)
Judicial deposits		(1)	275	(11)	180
Suppliers		(2,810)	2,706	(6,216)	4,851
Salaries and related charges		9,652	8,326	28,754	13,659
Other taxes payable		666	1,799	241	925
Deferred revenue		6,656	3,682	17,794	5,998
Payables to clients		-	-	76,218	131,287
Other liabilities		(129)	(375)	(32,445)	(1,243)
Income taxes paid		(400)	(664)	(21,876)	(11,178)
<b>Net cash from operating activities</b>		<b>69,113</b>	<b>63,604</b>	<b>112,729</b>	<b>56,557</b>
<b>Cash flow from investment activities</b>					
Purchase of property and equipment		(24,496)	(15,037)	(36,337)	(22,500)
Accounts payable for acquisition of equity interest	8	(1,069)	(11,628)	(1,069)	(11,628)
Advance for future capital increase	8	(124,590)	(52,111)	-	-
Acquisition of a subsidiary, net of cash acquired	8	(812,298)	(16,700)	(869,996)	(16,700)
Acquisition and development of intangible assets		(11,398)	(6,873)	(28,557)	(13,579)
<b>Net cash used in investment activities</b>		<b>(973,851)</b>	<b>(102,349)</b>	<b>(935,959)</b>	<b>(64,407)</b>
<b>Cash flow from financing activities</b>					
Paying-in of capital	15	2,282,538	546,824	2,282,538	546,824
Payment of lease liabilities	12.2	(7,828)	(7,362)	(10,118)	(8,268)
Restricted cash		1,607	2,702	3,663	2,702
Repayment of Loans and financing		(38,800)	(38,855)	(46,429)	(38,888)
Interest and foreign exchange variations paid and received		(14,852)	(17,296)	(15,719)	(17,321)
Derivatives paid and received		11,807	10,592	11,807	10,592
Bank guarantees paid		(45)	(148)	(45)	(148)
Treasury shares		(6,762)	-	(6,762)	-
<b>Net cash from financing activities</b>		<b>2,227,665</b>	<b>496,457</b>	<b>2,218,935</b>	<b>495,493</b>
<b>Net increase in cash and cash equivalents</b>		<b>1,322,927</b>	<b>457,712</b>	<b>1,395,705</b>	<b>487,643</b>
Cash and cash equivalents at beginning of period		358,700	16,076	404,628	25,275
Cash and cash equivalents at end of period		1,681,627	473,788	1,800,333	512,918
<b>Net increase in cash and cash equivalents</b>		<b>1,322,927</b>	<b>457,712</b>	<b>1,395,705</b>	<b>487,643</b>

The accompanying notes are an integral part of these interim financial statements.

# Locaweb Serviços de Internet S.A.

## Interim statements of value added

Nine-month periods ended September 30, 2021 and 2020

(In Thousand of Reais)

	Notes	Company		Consolidated	
		09/30/2021	09/30/2020	09/30/2021	09/30/2020
<b>Revenues</b>		<b>235,773</b>	<b>224,931</b>	<b>613,870</b>	<b>385,622</b>
Revenues from services	18	253,259	243,093	630,956	404,665
Discounts and rebates	18	(17,012)	(18,834)	(17,573)	(19,835)
Other operating revenues		(474)	672	487	792
<b>Inputs purchased from third parties (inclusive of ICMS, PIS and COFINS)</b>		<b>(86,291)</b>	<b>(76,752)</b>	<b>(247,179)</b>	<b>(132,976)</b>
Cost of services		(59,137)	(56,164)	(140,297)	(88,500)
Materials, energy, third-party services and other items		(27,154)	(20,588)	(106,882)	(44,476)
<b>Gross added value</b>		<b>149,482</b>	<b>148,179</b>	<b>366,691</b>	<b>252,646</b>
Retentions		(31,695)	(32,934)	(62,450)	(41,611)
Depreciation and amortization	9;10	(31,695)	(32,934)	(62,450)	(41,611)
Net added value produced		<b>117,787</b>	<b>115,245</b>	<b>304,241</b>	<b>211,035</b>
<b>Added value received on transfer</b>		<b>27,576</b>	<b>27,430</b>	<b>49,783</b>	<b>9,962</b>
Equity pick-up	8	(20,139)	17,894	-	-
Financial revenues	20	47,715	9,536	49,783	9,962
<b>Total added value distributable</b>		<b>145,363</b>	<b>142,675</b>	<b>354,024</b>	<b>220,997</b>
<b>Distribution of added value</b>		<b>145,363</b>	<b>142,675</b>	<b>354,024</b>	<b>220,997</b>
Staff and charges		<b>94,286</b>	<b>82,426</b>	<b>203,003</b>	<b>121,997</b>
Direct compensation		81,229	71,654	171,990	103,878
Benefits		8,277	6,556	19,698	11,278
F.G.T.S.		4,780	4,216	11,315	6,841
<b>Taxes, fees and contributions</b>		<b>38,490</b>	<b>33,020</b>	<b>107,894</b>	<b>66,304</b>
Federal		30,504	25,328	89,294	54,324
State		-	-	136	161
Municipal		7,986	7,692	18,464	11,819
Interest and rents		<b>21,124</b>	<b>16,448</b>	<b>51,664</b>	<b>21,915</b>
<b>Remuneration of equity</b>		<b>(8,537)</b>	<b>10,781</b>	<b>(8,537)</b>	<b>10,781</b>
Retained earn (loss)		<b>(8,537)</b>	<b>10,781</b>	<b>(8,537)</b>	<b>10,781</b>

The accompanying notes are an integral part of these interim financial statements.

## **Notes to the interim financial information**

*(amounts in Thousand of Reais, unless otherwise stated)*

### **1 Operational context**

#### **(a) Operation**

Locaweb Serviços de Internet S.A. (the “Company” or “Locaweb”) has its head office at Rua Itapaiúna, 2,434 - São Paulo/SP, and began its operations in 1998, and is one of the pioneers in Business to Business (B2B) solutions for the digital transformation of business in Brazil. The Company’s wide portfolio offers integrated solutions for the purpose of helping its customers’ businesses to grow through the use of technology.

The Company has two operating segments: (i) Be Online and Software as a Service (SaaS) & Solutions (“Be Online/SaaS”), which offer services to its customers through Locaweb, Locaweb Corp, Allin, Cluster2Go, Kinghost, Delivery Direto, Etus, Social Miner and Connectplug brands; and (ii) Commerce, which offers services to its customers through the Tray, Tray Corp, Yapay, Melhor Envio, Ideris, Samurai, Credisfera, Vindi, Dooca, Bling, Pagcerto, Bagy and Octadesk brands. These business segments are complementary of each other and generate operational synergies for the Company and its customers, and together, they create an environment that enables cross-selling and up-selling activities within the extensive and diverse customer base, which consists of approximately 500 thousand active customers from various industry sectors, with a particular focus on small and medium-size enterprises

#### **(b) Covid-19 pandemic impacts**

The Company and its subsidiaries are monitoring the consequences of the COVID-19 pandemic, in accordance with the guidelines established by the health authorities with regard to the safety of its employees and map the effects of the pandemic on its business.

The Company and its subsidiaries have taken all measures to ensure maximum safety and prevention for each employee.

The Company and its subsidiaries have adopted contingency plans that were designed to properly maintain their operations without prejudice for customers and employees. On the date of the financial statements, no relevant risks were identified in relation to the activity of the Company and its subsidiaries, changes in accounting estimates and other forecasts, and it emphasizes that there is no risk in the continuity of its business.

## 2 Summary of main accounting practices

The issuance of the interim individual and consolidated financial statements was authorized by the Board of Directors on November 8, 2021.

The interim financial statements were prepared in accordance with the Brazilian Securities Commission (Comissão de Valores Mobiliários, or “CVM”) Deliberation No. 673/11, which establishes the minimum content of the interim financial statements, as well the recognition and measurement principles used in complete or condensed interim financial statements.

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

Accordingly, they focus on new activities, events and circumstances, not duplicating the information that was disclosed previously, except where Management considers important to maintain specific information.

The interim financial information presented herein was prepared based on the accounting policies and assumptions and estimates adopted in preparing the annual financial statements for the year ended December 31, 2020.

There were no changes in relation to accounting policies and assumptions and estimates used. As provided for in the CVM Deliberation No. 673/11, Management decided not to repeat the detailed disclosure the accounting policies adopted by the Company. Accordingly, these interim individual and consolidated financial statements must be read together with the individual and consolidated financial statements for the year ended December 31, 2020.

### 2.1 Consolidation basis

The consolidated financial statements include the operations of the Company and its subsidiaries, as follows:

Subsidiaries	Stake	Interest %	
		2021	2020
Locaweb Telecom	Direct	100%	100%
Yapay	Direct	100%	100%
Tray Tecnologia	Direct	100%	100%
Fbits	Indirect	100%	100%
Ananke Participações	Direct	100%	100%
Ananke Tecnologia	Indirect	100%	100%
Primehost	Indirect (c)	-	100%
Ion	Indirect (c)	-	100%
Novaion	Indirect (c)	-	100%
Kinghost	Direct	100%	100%
Delivery Direto	Direct	100%	100%
Locaweb E-Commerce	Direct	100%	100%
Etus	Direct (a)	100%	100%
Ideris	Indirect (a)	100%	100%

Subsidiaries	Stake	Interest %	
		2021	2020
Melhor Envio	Indirect (a)	100%	100%
Vindi Tecnologia	Direct (b)	100%	-
Smart Tecnologia	Indirect (b)	100%	-
Vindi Eventos	Indirect (b)	100%	-
Fast Notas	Indirect (b)	100%	-
Vindi Pagamentos	Indirect (b)	100%	-
Social Miner	Direct (b)	100%	-
Connectplug	Direct (b)	100%	-
Dooça	Indirect (b)	100%	-
Credisfera	Indirect (b)	100%	-
Samurai Holding	Indirect (b)	100%	-
Samurai Desenvolvimento	Indirect (b)	100%	-
V.O Desenvolvimento	Indirect (b)	100%	-
Bling	Direct (b)	100%	-
Pagcerto	Indirect (b)	100%	-
Bagy	Indirect (b)	100%	-
Octadesk	Direct (b)	100%	-

- (a) Companies acquired during the year ended December 31, 2020.  
(b) Companies acquired during the year 2021.  
(c) Companies merged during the year 2021 by Ananke Tecnologia.

## 2.2 Declaration of compliance and basis of preparation

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

## 3 Cash and cash equivalents and restricted cash

### 3.1 Cash and cash equivalents

	Company		Consolidated	
	09/30/2021	12/31/2020	09/30/2021	12/31/2020
Cash and banks	1,236	554	18,769	11,898
CDB (a)	601,931	358,146	703,104	392,730
Funds (a)	1,078,460	-	1,078,460	-
	<b>1,681,627</b>	<b>358,700</b>	<b>1,800,333</b>	<b>404,628</b>

- (a) As of September 30, 2021, the consolidated of financial investments, financial investments in Bank Deposit Certificates (CDBs) and exclusive funds were remunerated at a mean rate of 111,65% of the CDI (92,4% of the CDI for December 31, 2020), with daily liquidity and redeemable with the issuer itself, with no significant loss of value

### 3.2 Restricted cash

	Company		Consolidated	
	09/30/2021	12/31/2020	09/30/2021	12/31/2020
CDB (a)	3,310	4,803	3,310	4,803
	<b>3,310</b>	<b>4,803</b>	<b>3,310</b>	<b>4,803</b>
Current	3,310	1,601	3,310	1,601
Non-current	-	3,202	-	3,202

- (b) As of September 30, 2021, the consolidated of financial investmentes, financial investments in Bank Deposit Certificates (CDBs) and funds were remunerated at a mean rate of 100,94% of the CDI (97,7% of the CDI for December 31, 2020) with daily liquidity and redeemable with the issuer itself, with no significant loss of value.

## 4 Accounts receivable, deferred revenue and payables to clients

### 4.1 Accounts receivable

The balance of accounts receivable is comprised by:

	Company		Consolidated	
	09/30/2021	12/31/2020	09/30/2021	12/31/2020
Credit card operators	7,034	4,320	399,510	319,736
Other trade receivables	13,835	15,283	28,354	40,891
<b>Total accounts receivable</b>	<b>20,869</b>	<b>19,603</b>	<b>427,864</b>	<b>360,627</b>
Expected credit losses	(1,804)	(1,025)	(3,071)	(2,049)
<b>Net accounts receivable</b>	<b>19,065</b>	<b>18,578</b>	<b>424,793</b>	<b>358,578</b>

The aging of accounts receivable is shown below:

	Company		Consolidated	
	09/30/2021	12/31/2020	09/30/2021	12/31/2020
<b>Amounts to become due</b>	<b>17,154</b>	<b>15,004</b>	<b>421,293</b>	<b>350,695</b>
Amounts overdue:				
Up to 30 days	958	1,984	1,702	5,245
31-180 days	1,395	1,711	2,623	2,814
Over 180 days	1,362	904	2,246	1,873
<b>Total accounts receivable</b>	<b>20,869</b>	<b>19,603</b>	<b>427,864</b>	<b>360,627</b>

The estimated losses on doubtful debts were set up based on a review of amounts overdue and at amounts deemed sufficient by Management to cover any losses on realization of accounts receivable.

Management believes the risk related to accounts receivable is minimized by the fact that the balance of the Company's end customers is highly pulverized. The Company has more than 500,000 active-end customers in its portfolio, and no customer accounts for more than 5% of its revenues as at September 30, 2021.

#### **4.2 Deferred revenue**

Deferred revenue is recorded in current liabilities, being similar to an advance from customers. Therefore, it refers to amounts received in advance, on the signing of the agreements with customers for services to be provided by the Company.

The amounts recorded in this account are recognized in the statement of operations as services are provided and performance obligations under the agreements are met, according to the Company's accounting policy for revenues.

#### **4.3 Payables to clients**

Payables to clients are classified in current liabilities because the obligation is to be settled within the next 12 months, and records amounts received which will be passed to the Company's partners.

### **5 Recoverable taxes**

These are amounts that generate the right to offset taxes in future periods. The Company is currently analyzing the recoverability of these amounts.

	<b>Company</b>		<b>Consolidated</b>	
	<b>09/30/2021</b>	<b>12/31/2020</b>	<b>09/30/2021</b>	<b>12/31/2020</b>
Income tax recoverable	12,133	3,992	15,639	6,548
Social contribution recoverable	1,284	799	1,741	1,307
Social integration program - PIS	1	-	74	5
Contribution to social security financing - COFINS	3	-	338	23
Withholding income tax - IRRF	4,539	874	4,608	875
Other recoverable taxes	9	129	644	654
<b>Total</b>	<b><u>17,969</u></b>	<b><u>5,794</u></b>	<b><u>23,044</u></b>	<b><u>9,412</u></b>



## 6 Other assets

	<b>Company</b>		<b>Consolidated</b>	
	<b>09/30/2021</b>	<b>12/31/2020</b>	<b>09/30/2021</b>	<b>12/31/2020</b>
Advances to suppliers	644	555	8,417	3,430
Advances to employees	710	671	1,765	1,106
Software license to be recognized	8,745	6,925	10,988	8,219
Related-party (note 7a.)	3,115	789	-	-
Other assets	3,588	1,766	6,238	2,314
	<b>16,802</b>	<b>10,706</b>	<b>27,408</b>	<b>15,069</b>
Current	10,318	9,145	23,488	13,909
Non-current	6,484	1,561	3,920	1,160

## 7 Related-party transactions

Related-party transactions basically refer to transactions with subsidiaries and with companies whose shareholders are the members of the Company's controlling shareholders, and the Company has a lease for its headquarter.

### a. Transactions and balances

The Company and its subsidiaries are operated in an integrated manner and, accordingly, they have common expenses that are shared based on technical criteria that are reviewed annually by Management.

The Company entered into a private agreement to share expenses, refunds, transfers and amounts withheld and prorated within the same business group. The purpose of this agreement is to objectively set forth, and considering the responsibility of each party, the terms and characteristics of the expense-sharing arrangements.

Main related-party transactions and balances are as follows:

	<b>Company</b>			
	<b>Non-current assets</b>		<b>Non-current assets</b>	
	<b>09/30/2021</b>	<b>12/31/2020</b>	<b>09/30/2021</b>	<b>12/31/2020</b>
Cyberweb (a)	425	212	-	-
Fbits (a)	121	-	-	-
Yapay (a)	889	-	-	-
Locaweb Telecom (a)	512	577	-	-
Ananke Tecnologia (a)	366	-	-	24
Ion Tecnologia (a)	-	-	-	1
Tray Tecnologia (a)	802	-	-	6
	<b>3,115</b>	<b>789</b>	<b>-</b>	<b>31</b>

(a) The balances recorded refer to shared backoffice services.

The Company and its subsidiaries are operated in an integrated manner and, accordingly, they have common expenses that are shared based on technical criteria that are reviewed annually by Management. Transactions are carried out on terms agreed upon by the parties, subject to market conditions.

	<b>Company</b>					
	<b>Revenues</b>		<b>Costs</b>		<b>Expenses</b>	
	<b>09/30/2021</b>	<b>09/30/2020</b>	<b>09/30/2021</b>	<b>09/30/2020</b>	<b>09/30/2021</b>	<b>09/30/2020</b>
Tray Tecnologia (a)	1,388	657	-	-	-	-
Yapay (a) (b)	11	5	-	-	(32)	(428)
Locaweb Telecom (c)	-	-	(113)	(147)	(49)	(50)
MG4 (e)	-	-	(6,050)	(5,690)	(1,778)	(1,672)
Ananke Tecnologia (a) (b)	697	697	-	-	(58)	-
Fbits (a)	1	-	-	-	-	-
Cyberweb (a)	201	-	-	-	-	-
Delivery Direto (a)	40	-	-	(24)	-	(450)
Connectplug (a)	31	-	-	-	-	-
Etus (a) (d)	21	-	-	-	(1)	-
	<b>2,390</b>	<b>1,359</b>	<b>(6,163)</b>	<b>(5,861)</b>	<b>(1,918)</b>	<b>(2,600)</b>

- (a) Hosting, software licensing and technical support services.
- (b) Software licensing expenses.
- (c) Telephony costs and expenses.
- (d) Advertising and media broadcasting expenses.
- (e) Property rental costs and expenses.

	<b>Consolidated</b>					
	<b>Revenues</b>		<b>Costs</b>		<b>Expenses</b>	
	<b>09/30/2021</b>	<b>09/30/2020</b>	<b>09/30/2021</b>	<b>09/30/2020</b>	<b>09/30/2021</b>	<b>09/30/2020</b>
MG4	-	-	(6,050)	(5,690)	(1,778)	(1,672)
WW Marques	-	-	-	-	(476)	(382)
Tech and Soul	-	-	-	-	(453)	(450)
	<b>-</b>	<b>-</b>	<b>(6,050)</b>	<b>(5,690)</b>	<b>(2,707)</b>	<b>(2,504)</b>

MG4 and WW Marques are owners of properties occupied by the Company and its subsidiaries, while Tech and Soul provides communication and advertising services. In all of these companies, the owners are related parties.

The Company has a lease of its headquarter with MG4, a company whose shareholders are the Company's controlling shareholders, for a monthly amount of approximately R\$887. Lease payments amounted to R\$7,828 in the six-month period ended September 30, 2021 (R\$7,362 in same period of 2020), in line with market conditions. The lease agreement is for a term of 120 months, and the rent is adjusted by the IGP-M (General Market Price Index) every 12 months. Exceptionally in this period, the index used for the adjustment

was the IPCA (Broad Consumer Price Index). By virtue of the expense-sharing agreement, the expenses are prorated among the Company and its subsidiaries that use the same property as headquarters.

Tray Tecnologia and Yapay have a lease of their headquarters with WW Marques, a company that has a Company manager among its shareholders, for a monthly amount of approximately R\$53. Lease payments amounted to R\$476 in the nine-month period ended September 30, 2021 (R\$382 in same period of 2020), in line with market conditions. The lease agreement is for a term of 60 months, and the rent is adjusted by the IGP-M every 12 months.

Tech and Soul that has a Company shareholder and manager among its shareholders, is a provider of institutional communication and advertising services under an agreement signed on September 6, 2017. The amount in the nine-month period ended September 30, 2021 was R\$453 (R\$450 in same period of 2020).

Management believes there are no present or future effects on the equity or financial conditions of such companies due to the discontinuation of business with the related party given the preemptive rights agreed upon on both the property and MG4.

**b. Management compensation**

Management compensation expenses for the periods ended September 30, 2021 and 2020 are shown below:

	09/30/2021	09/30/2020
Compensation	10,976	9,233
Benefits and related expenses	3,016	2,426
Share based compensation expenses	4,733	6,930
<b>Total</b>	<b><u>18,725</u></b>	<b><u>18,589</u></b>

## **8 Investments**

Investments as at September 30, 2021 and December 31, 2020 are comprised as follows:

	<u>Company</u>	
	09/30/2021	12/31/2020
Investments in subsidiaries	1,468,127	320,781
Provision for loss on investments	(2,869)	(2,198)
<b>Total investments, net</b>	<b><u>1,465,258</u></b>	<b><u>318,583</u></b>
<b>Reconciliation of investments</b>		
Investments in subsidiaries and affiliates	342,823	214,187
Goodwill on investment acquisitions	1,122,435	104,396
<b>Total investments, net</b>	<b><u>1,465,258</u></b>	<b><u>318,583</u></b>

The breakdown and changes in goodwill on investments made by the Company are presented below:

Investee	Company			
	Balance as of Dec 31, 2020	Equity acquisition	Amortization of capital gains on acquired assets	Balance as of Sep 30, 2021
<b>Direct holdings</b>				
Cluster2Go	20,609	-	(219)	20,390
Kinghost	33,487	-	(2,438)	31,049
Delivery Direto	24,879	-	(1,016)	23,863
Etus	25,421	177	(1,073)	24,525
Vindi Tecnologia	-	181,606	(3,841)	177,765
Connectplug	-	25,202	(624)	24,578
Social Miner	-	29,231	(819)	28,412
Bling	-	633,293	(4,187)	629,106
Octadesk	-	162,996	(249)	162,747
<b>Total goodwill on investment acquisitions</b>	<b>104,396</b>	<b>1,032,505</b>	<b>(14,466)</b>	<b>1,122,435</b>

The subsidiaries' key financial information is presented below:

Balances as of Sep 30, 2021						
Name	%	Shareholders'		Net Revenue	Year Income (loss)	
		Interest	Assets Liabilities			
<b>Direct holdings</b>						
Locaweb Telecom	100%	83	573	(490)	342	(230)
Yapay	100%	430,294	329,698	100,596	80,352	16,006
Tray Tecnologia	100%	234,642	123,194	111,448	58,407	334
Cluster2Go	100%	565	2,943	(2,378)	26,980	(2,411)
Kinghost	100%	27,339	15,305	12,034	32,908	4,452
Delivery Direto	100%	2,690	1,733	957	10,965	249
Locaweb E-Commerce	100%	294,371	199,927	94,444	-	(19,825)
Etus	100%	1,875	1,425	450	7,442	(1,221)
Vindi Tecnologia	100%	17,237	10,689	6,548	21,021	831
Connectplug	100%	618	1,070	(452)	2,710	(2,326)
Social Miner	100%	3,127	931	2,196	4,987	(1,744)
Bling	100%	33,275	17,254	16,021	21,434	651
Octadesk	100%	5,863	4,413	1,450	4,138	(438)
<b>Indirect holdings</b>						
Fbits	100%	16,271	3,414	12,857	10,355	2,308
Melhor Envio	100%	46,565	43,777	2,788	34,026	(1,194)
Ideris	100%	8,142	8,639	(497)	11,366	(1,459)
Smart Tecnologia	100%	31	303	(272)	-	(46)
Fast Notas	100%	6	114	(108)	-	(28)
Vindi Pagamentos	100%	4,407	3,472	935	2,307	526
Dooça	100%	342	959	(617)	3,794	(1,083)
Credisfera	100%	8,314	1,803	6,511	2,450	(3,988)
Samurai Holding	100%	957	753	204	-	(436)

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Samurai Desenvolvimento	100%	2,358	2,209	149	5,063	(497)
V.O Desenvolvimento	100%	833	90	743	93	62
PagCerto	100%	2,682	2,442	240	174	(857)
Bagy	100%	753	1,718	(965)	1,470	(2,060)

**Balance as of Dec 31, 2020**

Name	% Interest	Assets	Liabilities	Shareholders' Equity	Net Revenue	Year Income (loss)
<b>Direct holdings</b>						
Locaweb Telecom	100%	263	805	(542)	602	(365)
Yapay	100%	345,896	261,306	84,590	73,159	19,078
Tray Tecnologia	100%	45,238	11,723	33,515	53,176	13,950
Cluster2Go	100%	1,292	2,948	(1,656)	2,000	(3,340)
Kinghost	100%	27,339	19,756	7,583	3,695	2,934
Delivery Direto	100%	1,977	1,268	709	11,114	334
Locaweb E-Commerce	100%	264,016	175,503	88,513	-	(2,287)
Etus	100%	1,991	515	1,476	2,232	743
<b>Indirect holdings</b>						
Fbits	100%	13,067	2,519	10,548	11,290	2,959
Melhor Envio	100%	29,904	25,921	3,983	3,735	(765)
Ideris	100%	6,277	9,323	(3,046)	957	84

Changes in investments in subsidiaries are shown below:

Investee	Balance as of Dec 31, 2020	Acquisition of Equity Interest	Advance/ capital increase	Equity accounting (reduced from the amortization of the capital gain)	Balance as of Sep 30, 2021
Locaweb Telecom	(542)	-	282	(230)	(490)
Yapay	84,590	-	-	16,006	100,596
Tray Tecnologia	33,515	-	77,600	333	111,448
Cluster2Go	(1,656)	-	1,689	(2,411)	(2,378)
Kinghost	7,583	-	-	4,452	12,035
Delivery Direto	709	-	-	249	958
Locaweb E-Commerce	88,512	-	25,756	(19,824)	94,444
Etus	1,476	-	195	(1,221)	450
Vindi Tecnologia	-	273	5,444	831	6,548
Connectplug	-	(1,423)	3,296	(2,326)	(453)
Social Miner	-	387	3,553	(1,744)	2,196
Bling	-	8,594	6,775	650	16,019
Octadesk	-	1,888	-	(438)	1,450
	<b>214,187</b>	<b>9,719</b>	<b>124,590</b>	<b>(5,673)</b>	<b>342,823</b>

## 8.1 Accounts payable to former shareholders

Accounts payable to former shareholders are comprised as follows:

	Company		Consolidated	
	09/30/2021	12/31/2020	09/30/2021	12/31/2020
Cluster2Go	2,372	3,442	2,372	3,442
Kinghost	20,145	19,280	20,145	19,281
Delivery Direto	10,284	9,564	10,284	9,564
Etus	11,441	10,309	11,441	10,309
Ideris	-	-	56,637	37,285
Melhor Envio	-	-	142,793	135,171
ConnectPlug	7,531	-	7,531	-
Social Miner	9,284	-	9,284	-
Vindi Tecnologia	30,256	-	30,256	-
Dooca	-	-	14,277	-
Credisfera	-	-	49,891	-
Samurai	-	-	9,669	-
Bling	127,279	-	127,279	-
Pagcerto	-	-	7,472	-
Bagy	-	-	33,309	-
Octadesk	64,171	-	64,171	-
<b>Total investments liabilities</b>	<b>282,763</b>	<b>42,595</b>	<b>596,811</b>	<b>215,052</b>
Current	35,562	3,442	35,562	3,442
Non-current	247,201	39,153	561,249	211,610

## 8.2 Business combination

### 8.2.1 Acquisitions in 2021

#### a. Vindi Tecnologia acquisition

On January 12, 2021 the Company completed the final acquisition of 100% (one-hundred percent) of the total capital stock (entirely diluted) of Vindi Tecnologia e Marketing S.A. (“Vindi”), with 4 wholly owned subsidiaries, Smart Tecnologia S.A., Vindi Eventos e Conteúdo Ltda., Fast Notas Softwares de Gestão Ltda. and Vindi Pagamentos Ltda. Vindi provides solutions in the subscription model (plans and month fees) and combines recurring billing software with a payment platform. Among more than 6,000 customers currently served by Vindi, there are important brands and the largest subscription cases in Brazil. The acquisition plans include integrating Vindi’s recurring payment APIs into Tray (e-commerce platform) and exploring the potential of cross selling with other business segments of the Company (BeOnline, SaaS and Commerce) with the acquiree.

The accounting of the net assets acquired in the interim financial statements of September 30, 2021 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination still requires the conclusion of the analysis of eventual price adjustment. Such an assessment had not been completed when the financial statements were approved by Management.

Below the balances ascertained:

	<b>Fair value recognized on acquisition</b>
<b>Assets</b>	<b><u>49,228</u></b>
Cash and cash equivalents	469
Short term investments	4,615
Restricted cash	1,280
Accounts receivable	3,400
Advances	163
Prepaid expenses	7
Recoverable taxes	141
Related parties	205
Guarantee and deposits	624
Property and equipment	6,066
Intangible	32,258
<b>Liabilities</b>	<b><u>18,418</u></b>
Loans and financing	3,350
Suppliers	291
Salaries and related charges	2,312
Taxes payable	378
Other accounts payable	11,785
Payable to clients	269
Long term taxes payables in installments	<u>33</u>
<b>Total net assets identifiable</b>	<b><u><u>30,810</u></u></b>
Goodwill created on acquisition	<u>151,240</u>
<b>Total consideration</b>	<b><u><u>182,050</u></u></b>
<b>Cash flow on acquisition</b>	
Cash paid, net cash acquired	147,254
Acquisition cost	<u>2,313</u>
<b>Cash paid on acquisition</b>	<b><u><u>149,567</u></u></b>

Total consideration is shown below:

Cash paid on the closing date	152,338
Obligations with investment acquisition (a)	<u>29,712</u>
<b>Total consideration</b>	<b><u><u>182,050</u></u></b>

- (a) Contingent consideration in connection with an additional payment based on certain performance indicators (earn-out), in the amount R\$33,348, price withheld as guarantee of obligations assumed in contract of R\$2,548, the present value of which on the acquisition date was R\$29,712 and which was recorded in accounts payable to former shareholders.

The goodwill at the acquisition date was R\$151,240 and includes the amount of future economic benefits from synergies from the acquisition. The goodwill has been allocated to

Commerce segment. The Company understands that goodwill will be deductible for tax purposes

Acquisition cost of R\$2,313 was recognized in the statement of income in general administrative expenses, and in operating activities in the statements of cash flows.

In 2021, from the date of its acquisition, Vindi contributed with total net revenue of R\$23,327 and net income of R\$1,283 for the period ended September 30, 2021. If the acquisition had taken place at the beginning of 2021, Vindi would have contributed with net revenue of R\$26,670 and net income of R\$2,240.

**b. Social Miner acquisition**

On January 20, 2021, the Company completed the final acquisition of 100% (one-hundred percent) of the total capital stock of Social Miner Internet Ltda. (“Social Miner” and “Contrato”, respectively). Social Miner is a company that provides a SaaS platform for e-commerce and retailers to increase sales, engage consumers, convert visitor flows to sign-ups and/or purchases and decrease the cost of acquiring customers, using big data and artificial intelligence. With the integration of solutions from Social Miner, which has a consolidated product on the market, and All In, a company acquired by Locaweb in 2013, we now provide a complete suite of services that accompanies the entire consumer journey for e-commerces and retailers of all segments and sizes, which will be very important to boost the sales of customers of our e-commerce platform Tray.

The accounting of the net assets acquired in the interim financial statements of September 30, 2021 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination still requires the conclusion of the analysis of eventual price adjustment. Such an assessment had not been completed when the financial statements were approved by Management.

Below the balances ascertained:

	<b>Fair value recognized on acquisition</b>
<b>Assets</b>	<b>11,608</b>
Cash and cash equivalents	637
Restricted cash	1,103
Accounts receivable	1,338
Recoverable taxes	119
Allowance for doubtful accounts	(160)
Other assets	377
Property and equipment	27
Intangible	8,167
<b>Liabilities</b>	<b>4,018</b>
Taxes payable	123
Accounts payable	484
Salaries and related charges	882
Loans and financing	2,529
<b>Total net assets identifiable</b>	<b>7,590</b>



Goodwill created on acquisition	22,028
<b>Total consideration</b>	<b>29,618</b>
<b>Cash flow on acquisition</b>	
Cash paid, net cash acquired	19,613
Acquisition cost	997
<b>Cash paid on acquisition</b>	<b>20,610</b>

Total consideration is shown below:

Cash paid on the closing date	20,250
Obligations with investment acquisition (a)	9,368
<b>Cash paid on the closing date</b>	<b>29,618</b>

- (a) Contingent consideration in connection with an additional payment based on certain performance indicators (earn-out), in the amount R\$8,894, price withheld as guarantee of obligations assumed in contract of R\$1,820, the present value of which on the acquisition date was R\$7,089 and which was recorded in accounts payable to former shareholders.

The goodwill at the acquisition date was R\$22,028 and includes the amount of future economic benefits from synergies from the acquisition. The goodwill has been allocated to Be Online & SaaS segment. The Company understands that goodwill will be deductible for tax purposes.

Acquisition cost of R\$997 was recognized in the statement of income in general administrative expenses, and in operating activities in the statements of cash flows.

In 2021, from the date of its acquisition, Social Miner contributed with total net revenue of R\$4,987 and net loss of R\$1,744 for the period ended September 30, 2021. If the acquisition had taken place at the beginning of 2021, Social Miner would have contributed with net revenue of R\$5,534 and net loss of R\$2,143.

*c. Connectplug acquisition*

On January 26, 2021, the Purchase and Sale of Quotas and Other Covenants Agreement was signed between the Company and the shareholders of Connectplug Desenvolvimento de Softwares Ltda. ("ConnectPlug"), company that provides a SaaS platform with a point of sale system (POS) and a complete management system, with a big presence in the food services segment. With this acquisition, we strengthen our portfolio, we entered for the important market for technology solutions for physical commerce and continued to consolidate ourselves in the digitalization segment of companies in Brazil, expanding our capacity to provide omnichannel solutions and the possibilities of cross-selling with Tray's tenant base.

The accounting of the net assets acquired in the interim financial statements of September 30, 2021 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination still requires the conclusion of the analysis of eventual price adjustment. Such an assessment had not been completed when the financial statements were approved by Management.

Below the balances ascertained:

	<b>Fair value recognized on acquisition</b>
<b>Assets</b>	<b>5,787</b>
Cash and cash equivalents	1
Short term investments	371
Advances to employees	1
Property and equipment	145
Intangible	5,269
<b>Liabilities</b>	<b>1,946</b>
Suppliers	3
Accounts payable	70
Salaries and related charges	222
Taxes payable	193
Loans and financing	47
AFAC	1,400
Long-term loans and financing	11
<b>Total net assets identifiable</b>	<b>3,841</b>
Goodwill created on acquisition	19,938
<b>Total consideration</b>	<b>23,779</b>
<b>Cash flow on acquisition</b>	
Cash paid, net cash acquired	16,228
Acquisition cost	1,001
<b>Cash paid on acquisition</b>	<b>17,229</b>

Total consideration is shown below:

Cash paid on the closing date	16,600
Obligations with investment acquisition (a)	7,179
<b>Total consideration</b>	<b>23,779</b>

- (a) Contingent consideration in connection with an additional payment based on certain performance indicators (earn-out), in the amount R\$8,760, the present value of which on the acquisition date was R\$7,179 and which was recorded in accounts payable to former shareholders.

The goodwill at the acquisition date was R\$19,938 and includes the amount of future economic benefits from synergies from the acquisition. The goodwill has been allocated to Be Online & SaaS segment. The Company understands that goodwill will be deductible for tax purposes.

Acquisition cost of R\$1,001 was recognized in the statement of income in general administrative expenses, and in operating activities in the statements of cash flows.

In 2021, from the date of its acquisition, Connectplug contributed with total net revenue of R\$2,710 and net loss of R\$2,326 for the period ended September 30, 2021. If the acquisition had taken place at the beginning of 2021, Connectplug would have contributed with net revenue of R\$2,974 and net loss of R\$3,390.

*d. Dooca acquisition*

On February 18, 2021, the Purchase and Sale of Quotas and Other Covenants Agreement was signed between its wholly owned subsidiary Tray Tecnologia em Ecommerce Ltda. ("Tray") and the shareholders of Dooca Tecnologia da Informação Ltda. ("Dooca"), virtual store platform focused on SMEs, which helps retailers to create, set up and manage their virtual store and sell online. With the acquisition, the Company, which already has a prominent role and leadership in the segment with Tray, consolidates itself in this market that presented a strong acceleration in 2020. Plans for the acquisition and capture of synergies include Dooca in the Company's robust Commerce ecosystem, providing the entire YaPay payment solution to all of Dooca's customer base, integrations with more than 30 marketplaces and Store-in-Store provided by Ideris, Melhor Envio's logistics solutions, Vindi's recurring payment APIs and the entire digital marketing portfolio with Social Miner and All In.

The accounting of the net assets acquired in the interim financial statements of September 30, 2021 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination still requires the conclusion of the analysis of eventual price adjustment. Such an assessment had not been completed when the financial statements were approved by Management.

Below the balances ascertained:

	<b>Fair value recognized on acquisition</b>
<b>Assets</b>	<b>7,958</b>
Cash and cash equivalents	272
Other credits	34
Property and equipment	3
Intangible	7,649
<b>Liabilities</b>	<b>232</b>
Salaries and related charges	29
Taxes payable	203
<b>Total net assets identifiable</b>	<b>7,726</b>
Goodwill created on acquisition	32,381
<b>Total consideration</b>	<b>40,107</b>
<b>Cash flow on acquisition</b>	

Cash paid, net cash acquired	25,228
Acquisition cost	<u>1,003</u>
<b>Cash paid on acquisition</b>	<b><u>26,231</u></b>

Total consideration is shown below:

Cash paid on the closing date	25,500
Obligations with investment acquisition (a)	<u>14,607</u>
<b>Total consideration</b>	<b><u>40,107</u></b>

- (a) Contingent consideration in connection with an additional payment based on certain performance indicators (earn-out), in the amount R\$19,060, price withheld as guarantee of obligations assumed in contract of R\$897, the present value of which on the acquisition date was R\$14,607 and which was recorded in accounts payable to former shareholders.

The goodwill at the acquisition date was R\$32,381 and includes the amount of future economic benefits from synergies from the acquisition. The goodwill has been allocated to Commerce segment. The Company understands that goodwill will be deductible for tax purposes.

Acquisition cost of R\$1,003 was recognized in the statement of income in general administrative expenses, and in operating activities in the statements of cash flows.

In 2021, from the date of its acquisition, Dooça contributed with total net revenue of R\$3,794 and net loss of R\$1,083 for the period ended September 30, 2021. If the acquisition had taken place at the beginning of 2021, Dooça would have contributed with net revenue of R\$4,615 and net loss of R\$907.

*e. Credisfera acquisition*

On February 26, 2021, the Purchase and Sale of shares and Other Covenants Agreement was signed between Tray Tecnologia em Ecommerce Ltda. (“Tray”) and the shareholders of Credisfera Serviços Financeiros S.A. (“Credisfera”). Credisfera is a Fintech that provides credit solutions for SMEs and will allow Locaweb to offer this service to its customer base in an integrated manner.

The accounting of the net assets acquired in the interim financial statements of June 30, 2021 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination still requires the conclusion of the analysis of eventual price adjustment. Such an assessment had not been completed when the financial statements were approved by Management.

Below the balances ascertained:

	<b>Fair value recognized on acquisition</b>
<b>Assets</b>	<b>13,715</b>
Cash and cash equivalents	15
Short term investments	1,975
Accounts receivable	677
Recoverable taxes	294
Advances	5
Property and equipment	152
Intangible	10,597
<b>Liabilities</b>	<b>4,309</b>
Accounts payable	3,886
Salaries and related charges	138
Taxes payable	113
Provisions	172
<b>Total net assets identifiable</b>	<b>9,406</b>
 Goodwill created on acquisition	 67,902
<b>Total consideration</b>	<b>77,308</b>
<b>Cash flow on acquisition</b>	
Cash paid, net cash acquired	22,139
Acquisition cost	1,022
<b>Cash paid on acquisition</b>	<b>23,161</b>

Total consideration is shown below:

Cash paid on the closing date	24,129
Obligations with investment acquisition (a)	53,179
<b>Total consideration</b>	<b>77,308</b>

- (a) Contingent consideration in connection with an additional payment based on certain performance indicators (earn-out), in the amount R\$77,916, price withheld as guarantee of obligations assumed in contract of R\$2,277, the present value of which on the acquisition date was R\$53,179 and which was recorded in accounts payable to former shareholders.

The goodwill at the acquisition date was R\$67,902 and includes the amount of future economic benefits from synergies from the acquisition. The goodwill has been allocated to Commerce segment. The Company understands that goodwill will be deductible for tax purposes.

Acquisition cost of R\$1,022 was recognized in the statement of income in general administrative expenses, and in operating activities in the statements of cash flows.

In 2021, from the date of its acquisition, Dooca contributed with total net revenue of R\$2,450 and net loss of R\$3,988 for the period ended September 30, 2021. If the acquisition had taken place at the beginning of 2021, Dooca would have contributed with net revenue of R\$3,263 and net loss of R\$4,470.

*f. Samurai acquisition*

On March 2, 2021, the Purchase and Sale of shares and Other Covenants Agreement was signed between Tray Tecnologia em Ecommerce Ltda. (“Tray”) and the shareholders of Samurai Experts Holding Ltda. (“Samurai”). Samurai is a technology company that provides an application ecosystem compatible with different platforms in the market to optimize the results of virtual stores. Samurai strengthens the group's strategy to serve medium and large e-commerces, joining forces with Tray Corp and improving the ability to handle complex and customized projects. In parallel, Samurai will be able to provide the Yapay payment solution, the integrations with more than 30 marketplaces and Store-in-Store offered by Ideris, Melhor Envio’s logistics solutions, Vindi's recurring payment APIs and the entire marketing portfolio digital with Social Miner and All In for its entire customer base. With the acquisition, the objective is to absorb the Samurai team, which currently has 40 engineering, software and agile methodological professionals, who must work together in the development of Locaweb's ecommerce ecosystem products.

The accounting of the net assets acquired in the interim financial statements of June 30, 2021 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination still requires the conclusion of the analysis of eventual price adjustment. Such an assessment had not been completed when the financial statements were approved by Management.

Below the balances ascertained:

	<b>Fair value recognized on acquisition</b>
<b>Assets</b>	<b><u>3,831</u></b>
Cash and cash equivalents	5
Accounts receivable	396
Recoverable taxes	95
Other assets	2
Property and equipment	31
Intangible	<u>3,302</u>
<b>Liabilities</b>	<b><u>715</u></b>
Suppliers	28
Salaries and related charges	560
Taxes payable	22

Advances	86
Taxes payable in installments	19
<b>Total net assets identifiable</b>	<b>3,116</b>
Goodwill created on acquisition	15,449
<b>Total consideration</b>	<b>18,565</b>
<b>Cash flow on acquisition</b>	
Cash paid, net cash acquired	8,394
Acquisition cost	994
<b>Cash paid on acquisition</b>	<b>9,388</b>

Total consideration is shown below:

Cash paid on the closing date	8,399
Obligations with investment acquisition(a)	10,166
<b>Total consideration</b>	<b>18,565</b>

- (a) Contingent consideration in connection with an additional payment based on certain performance indicators (earn-out), in the amount R\$13,533, price withheld as guarantee of obligations assumed in contract of R\$1,282, the present value of which on the acquisition date was R\$10,166 and which was recorded in accounts payable to former shareholders.

The goodwill at the acquisition date was R\$15,449 and includes the amount of future economic benefits from synergies from the acquisition. The goodwill has been allocated to Commerce segment. The Company understands that goodwill will be deductible for tax purposes.

Acquisition cost of R\$994 was recognized in the statement of income in general administrative expenses, and in operating activities in the statements of cash flows.

In 2021, from the date of its acquisition, Samurai contributed with total net revenue of R\$5,063 and net loss of R\$933 for the period ended September 30, 2021. If the acquisition had taken place at the beginning of 2021, Samurai would have contributed with net revenue of R\$6,065 and net loss of R\$1,088.

*g. Bling acquisition*

On April 21, 2021 the Purchase and Sale of shares and Other Covenants Agreement between the Company and the shareholders of Organisys Software S.A. (“Bling” e “Contrato Bling”, respectively), to regulate the acquisition of all of its share capital by the Company (“Operation”). Launched in 2009, Bling is an online management system for the segment of e-commerce and micro and small companies - MPEs, with more than 200 integrations, which provides solutions in the SaaS model for physical, virtual or hybrid businesses. The closing price for the acquisition of all of Bling's shares is approximately R \$ 524,3 million and is also subject to certain adjustments to net debt and working capital, which are usual in this type of transaction. In addition, sellers will be entitled to receive any earnout, depending on the achievement of certain financial goals determined based on the net operating revenue of Bling and its subsidiaries.

The accounting of the net assets acquired in the interim financial statements of June 30, 2021 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination still requires the conclusion of the analysis of eventual price adjustment. Such an assessment had not been completed when the financial statements were approved by Management.

Below the balances ascertained:

	<b>Fair value recognized on acquisition</b>
<b>Assets</b>	<b>139,955</b>
Cash and cash equivalents	26,838
Accounts receivable	974
Advances	2,995
Other Assets	64
Property and equipment	2,367
Intangible	106,717
<b>Liabilities</b>	<b>24,749</b>
Suppliers	1,230
Loans and financing	745
Salaries and related charges	1,453
Taxes payable	584
Advances	2,760
Dividends payable	17,000
Provisions	977
<b>Total net assets identifiable</b>	<b>115,206</b>
Goodwill created on acquisition	526,681
<b>Total consideration</b>	<b>641,887</b>
<b>Cash flow on acquisition</b>	
Cash paid, net cash acquired	493,317
Acquisition cost	3,786
<b>Cash paid on acquisition</b>	<b>512,145</b>

Total consideration is shown below:

Cash paid on the closing date	520,155
Obligations with investment acquisition (a)	121,732
<b>Total da consideration</b>	<b>641,887</b>

- (a) Contingent consideration in connection with an additional payment based on certain performance indicators (earn-out), Block A in the amount R\$33,073, (earn-out) Block B in the amount R\$118,328, price adjustment of R\$10,921 and price withheld as guarantee of obligations assumed in contract of R\$4,121, the present value of



which on the acquisition date was R\$121,732 and which was recorded in accounts payable to former shareholders.

The goodwill at the acquisition date was R\$526,681 and includes the amount of future economic benefits from synergies from the acquisition. The goodwill has been allocated to Commerce segment. The Company understands that goodwill will be deductible for tax purposes.

Acquisition cost of R\$3,786 was recognized in the statement of income in general administrative expenses, and in operating activities in the statements of cash flows.

In 2021, from the date of its acquisition, Bling contributed with total net revenue of R\$21,434 and net income of R\$651 for the period ended September 30, 2021. If the acquisition had taken place at the beginning of 2021, Bling would have contributed with net revenue of R\$45,965 and net income of R\$7,291.

*h. Pagcerto acquisition*

On April 21, 2021 simultaneously to the signing of the purchase and sale agreement for the transaction, the Company also entered into a purchase and sale agreement for the acquisition of all the shares issued by Pagcerto Soluções em Pagamento S.A. (“Pagcerto” e “Contrato Pagcerto”, respectively), a company which operates through a white label sub-acquisition platform and BaaS (banking as a service), services that will be integrated and used by Bling. The acquisition of Pagcerto will be carried out by Bling after it becomes a company controlled by the Company, that is, after the conclusion of the Transaction under the terms of the Bling Agreement.

The accounting of the net assets acquired in the interim financial statements of September 30, 2021 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination still requires the conclusion of the analysis of eventual price adjustment. Such an assessment had not been completed when the financial statements were approved by Management.

Below the balances ascertained:

	<b>Fair value recognized on acquisition</b>
<b>Assets</b>	<b>8,009</b>
Accounts receivable	840
Others assets	343
Property and equipment	210
Intangible	6,616
<b>Liabilities</b>	<b>1,950</b>
Suppliers	30
Salaries and related charges	178
Taxes payable	52
Loans and financing	744
Advances	577
Others liabilities	369

<b>Total net assets identifiable</b>	<b>6,059</b>
Goodwill created on acquisition	7,713
<b>Total consideration</b>	<b>13,772</b>
<b>Cash flow on acquisition</b>	
Cash paid, net cash acquired	6,775
Acquisition cost	93
<b>Cash paid on acquisition</b>	<b>6,868</b>

Total consideration is shown below:

Cash paid on the closing date	6,775
Obligations with investment acquisition (a)	6,997
<b>Cash paid on the closing date</b>	<b>13,772</b>

- (a) Contingent consideration in connection with an additional payment based on certain performance indicators (earn-out) in the amount R\$9,200, the present value of which on the acquisition date was R\$6,944, price adjustment of R\$53 and was recorded in accounts payable to former shareholders.

The goodwill calculated in a preliminary way based on the amount paid on the acquisition date was R\$7,713 and includes the amount of future economic benefits from synergies from the acquisition. The goodwill has been allocated to Commerce segment. The Company understands that goodwill will be deductible for tax purposes.

Acquisition cost of R\$93 was recognized in the statement of income in general administrative expenses, and in operating activities in the statements of cash flows.

In 2021, from the date of its acquisition, Bling contributed with total net revenue of R\$174 and net loss of R\$857 for the period ended September 30, 2021. If the acquisition had taken place at the beginning of 2021, Bling would have contributed with net revenue of R\$335 and net loss of R\$1,482.

*i. Bagy acquisition*

On July 12, 2021, the Share Purchase and Sale Agreement and Other Covenants were entered into between the wholly-owned subsidiary Tray Tecnologia em Ecommerce Ltda. (“Tray”) and the shareholders of Bagy Soluções de Comércio Digital Ltda. (“Bagy”), to regulate the acquisition of the entire share capital of Bagy by Tray (“Operation”). Founded in 2017, Bagy is an e-commerce platform focused on social commerce, with more than 13,500 active customers and 127,000 followers on social networks. Its objective is to help SMEs, individuals and influencers to set up a virtual store quickly and simply. The acquisition price of all shares of Bagy is approximately R\$10,100, subject to any adjustment pursuant to the Agreement. Additionally, the Agreement approved herein provides that the Sellers will be entitled to receive any earnout, depending on the achievement of certain financial targets determined based on Bagy's net operating revenue, under the terms contemplated in the Agreement and strictly related to the Transaction.

The accounting of the net assets acquired in the interim financial statements of September 30, 2021 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination still requires the conclusion of the analysis of eventual price adjustment. Such an assessment had not been completed when the financial statements were approved by Management.

Below the balances ascertained:

	<b>Fair value recognized on acquisition</b>
<b>Assets</b>	<b>2,155</b>
Cash and cash equivalents	302
Others assets	29
Property and equipment	4
Intangible	1,820
<b>Liabilities</b>	<b>1,455</b>
Suppliers	4
Salaries and related charges	8
Taxes payable	256
Advances	478
Others liabilities	709
<b>Total net assets identifiable</b>	<b>700</b>
Goodwill created on acquisition	42,020
<b>Total consideration</b>	<b>42,720</b>
<b>Cash flow on acquisition</b>	
Cash paid, net cash acquired	9,798
Acquisition cost	1,305
<b>Cash paid on acquisition</b>	<b>11,103</b>
O total da contraprestação pode ser assim apresentado:	
Cash paid on the closing date	10,100
Obligations with investment acquisition (a)	32,620
<b>Total da consideration</b>	<b>42,720</b>

- (a) Contingent consideration in connection with an additional payment based on certain performance indicators (earn-out) in the amount R\$43,140, the present value of which on the acquisition date was R\$32,576, price adjustment of R\$43 and was recorded in accounts payable to former shareholders.

The goodwill calculated in a preliminary way based on the amount paid on the acquisition date was R\$42,020 and includes the amount of future economic benefits from synergies from the acquisition. The goodwill has been allocated to Commerce segment. The Company understands that goodwill will be deductible for tax purposes.

Acquisition cost of R\$1,305 was recognized in the statement of income in general administrative expenses, and in operating activities in the statements of cash flows.

In 2021, from the date of its acquisition, PagCerto contributed with total net revenue of R\$1,470 and net loss of R\$2,060 for the period ended September 30, 2021. If the acquisition had taken place at the beginning of 2021, PagCerto would have contributed with net revenue of R\$4,489 and net income of R\$1,698.

*j. Octadesk acquisition*

On August 2, 2021, the Agreement for the Purchase and Sale of Shares and Other Covenants was entered into between the Company and the partners of Octadesk Ltda. (“Octadesk” and “Contrato”, respectively), to regulate the acquisition of the entire capital stock of Octadesk by the Company (“Operation”). Founded in 2015, Octadesk is a platform aimed at small and medium-sized companies to better relate to their customers at all stages of their journey (marketing, sales and service), in real time and across multiple channels such as WhatsApp, chat, Instagram, email, among others, organizing your interactions in one place. The closing price for the acquisition of all Octadesk quotas is approximately R\$102 million and is also subject to certain net debt and working capital adjustments, which are 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 Octadesk's net operating revenue.

The accounting of the net assets acquired in the interim financial statements of September 30, 2021 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination still requires the conclusion of the analysis of eventual price adjustment. Such an assessment had not been completed when the financial statements were approved by Management.

Below the balances ascertained:

	<b>Fair value recognized on acquisition</b>
<b>Assets</b>	<b>26,894</b>
Cash and cash equivalents	3,801
Accounts receivable	982
Advances	108
Recoverable taxes	351
Other Assets	22
Property and equipment	382
Intangible	21,248
<b>Liabilities</b>	<b>3,758</b>
Suppliers	847

**Fair value  
recognized on  
acquisition**

Salaries and related charges	575
Taxes payable	182
Advances	2,154
<b>Total net assets identifiable</b>	<b>23,136</b>
Goodwill created on acquisition	141,748
<b>Total consideration</b>	<b>164,884</b>
<b>Cash flow on acquisition</b>	
Cash paid, net cash acquired	98,684
Acquisition cost	2,279
<b>Cash paid on acquisition</b>	<b>100,963</b>

Total consideration is shown below:

Cash paid on the closing date	102,485
Obligations with investment acquisition (a)	62,399
<b>Total da consideration</b>	<b>164,884</b>

- (a) Contingent consideration in connection with an additional payment based on certain performance indicators (earn-out) in the amount R\$59,956, the present value of which on the acquisition date was R\$36,712, price adjustment of R\$25,687 and was recorded in accounts payable to former shareholders.

The goodwill at the acquisition date was R\$141,748 and includes the amount of future economic benefits from synergies from the acquisition. The goodwill has been allocated to Commerce segment. The Company understands that goodwill will be deductible for tax purposes.

Acquisition cost of R\$2,279 was recognized in the statement of income in general administrative expenses, and in operating activities in the statements of cash flows.

In 2021, from the date of its acquisition, Octadesk contributed with total net revenue of R\$4,138 and net loss of R\$438 for the period ended September 30, 2021. If the acquisition had taken place at the beginning of 2021, Octadesk would have contributed with net revenue of R\$15,917 and net loss of R\$193.

#### Aquisitions in 2020

*a. Etus acquisition*

The accounting of the net assets acquired in the financial statements as of December 31, 2020 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination had not been completed when the interim financial statements were approved by Management.

*b. Ideris acquisition*

The accounting of the net assets acquired in the financial statements as of December 31, 2020 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination had not been completed when the interim financial statements were approved by Management.

*c. Melhor Envio acquisition*

The accounting of the net assets acquired in the financial statements as of December 31, 2020 was made based on a preliminary assessment of the fair value, since the assessment of the identified assets and liabilities assumed in the business combination had not been completed when the interim financial statements were approved by Management.

## 9 Property and equipment

Changes in the Company are presented below:

	Company						
	Computers and peripherals	Improvements	Furniture and fixtures	Machinery and equipment	Components for assembly	Other property and equipment	Total property and equipment
<b>Cost</b>							
<b>Balances on December 31, 2020</b>	<b><u>5,561</u></b>	<b><u>32,178</u></b>	<b><u>2,402</u></b>	<b><u>282,534</u></b>	<b><u>497</u></b>	<b><u>970</u></b>	<b><u>324,142</u></b>
Additions for the period	2,305	1,304	1,186	16,207	1,182	728	22,911
Disposals	-	-	(598)	(63)	-	(343)	(1,004)
Transfer	<u>(81)</u>	<u>-</u>	<u>-</u>	<u>713</u>	<u>(632)</u>	<u>-</u>	<u>-</u>
<b>Balances on September 30, 2021</b>	<b><u>7,785</u></b>	<b><u>33,482</u></b>	<b><u>2,990</u></b>	<b><u>299,391</u></b>	<b><u>1,047</u></b>	<b><u>1,354</u></b>	<b><u>346,049</u></b>
<b>Depreciation</b>							
<b>Balances on December 31, 2020</b>	<b><u>(4,219)</u></b>	<b><u>(14,704)</u></b>	<b><u>(1,878)</u></b>	<b><u>(242,717)</u></b>	<b><u>-</u></b>	<b><u>(561)</u></b>	<b><u>(264,079)</u></b>
Depreciation for the period							
Disposals	(510)	(1,503)	(151)	(19,111)	-	(187)	(21,462)
Transfer	-	-	580	63	-	315	958
	<u>4</u>	<u>-</u>	<u>-</u>	<u>(4)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balances on September 30, 2021</b>	<b><u>(4,725)</u></b>	<b><u>(16,207)</u></b>	<b><u>(1,449)</u></b>	<b><u>(261,769)</u></b>	<b><u>-</u></b>	<b><u>(433)</u></b>	<b><u>(284,583)</u></b>
<b>Residual Value</b>							
<b>Balances on December 31, 2020</b>	<b><u>1,342</u></b>	<b><u>17,474</u></b>	<b><u>524</u></b>	<b><u>39,817</u></b>	<b><u>497</u></b>	<b><u>409</u></b>	<b><u>60,063</u></b>
<b>Balances on September 30, 2021</b>	<b><u>3,060</u></b>	<b><u>17,275</u></b>	<b><u>1,541</u></b>	<b><u>37,622</u></b>	<b><u>1,047</u></b>	<b><u>921</u></b>	<b><u>61,466</u></b>

	Company						
	Computers and peripherals	Improvements	Furniture and fixtures	Machinery and equipment	Components for assembly	Other property and equipment	Total property and equipment
<b>Cost</b>							
<b>Balances on December 31, 2019</b>	<u>5,071</u>	<u>30,949</u>	<u>2,281</u>	<u>260,702</u>	<u>122</u>	<u>956</u>	<u>300,081</u>
Additions for the period	330	252	101	15,652	164	147	16,646
Disposals	(31)	-	(18)	(956)	-	(133)	(1,138)
Transfer	<u>-</u>	<u>(35)</u>	<u>35</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balances on September 30, 2020</b>	<u>5,370</u>	<u>31,166</u>	<u>2,399</u>	<u>275,398</u>	<u>286</u>	<u>970</u>	<u>315,589</u>
<b>Depreciation</b>							
<b>Balances on December 31, 2019</b>	<u>(3,717)</u>	<u>(12,924)</u>	<u>(1,694)</u>	<u>(216,341)</u>	<u>-</u>	<u>(511)</u>	<u>(235,187)</u>
Depreciation for the period	(395)	(1,328)	(153)	(20,726)	-	(134)	(22,736)
Disposals	27	-	8	953	-	129	1,117
Transfer	<u>-</u>	<u>1</u>	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balances on September 30, 2020</b>	<u>(4,085)</u>	<u>(14,251)</u>	<u>(1,839)</u>	<u>(236,115)</u>	<u>-</u>	<u>(516)</u>	<u>(256,806)</u>
<b>Residual Value</b>							
<b>Balances on December 31, 2019</b>	<u>1,354</u>	<u>18,025</u>	<u>587</u>	<u>44,361</u>	<u>122</u>	<u>445</u>	<u>64,894</u>
<b>Balances on September 30, 2020</b>	<u>1,285</u>	<u>16,915</u>	<u>560</u>	<u>39,283</u>	<u>286</u>	<u>454</u>	<u>58,783</u>



Changes in the consolidated financial statements are presented below:

	<b>Consolidated</b>						
	<b>Computers and peripherals</b>	<b>Improvements</b>	<b>Furniture and fixtures</b>	<b>Machinery and equipment</b>	<b>Components for assembly</b>	<b>Other property and equipment</b>	<b>Total property and equipment</b>
<b>Cost</b>							
<b>Balances on December 31, 2020</b>	<b><u>19,521</u></b>	<b><u>33,692</u></b>	<b><u>4,609</u></b>	<b><u>291,144</u></b>	<b><u>914</u></b>	<b><u>1,487</u></b>	<b><u>351,367</u></b>
Additions from business acquisitions	2,859	1,819	1,036	584	-	26	6,324
Additions for the period	10,647	1,427	1,235	17,971	2,969	870	35,120
Disposals	(8)	(5)	(645)	(59)	(72)	(343)	(1,132)
Transfer	355	-	(4)	281	(632)	-	-
<b>Balances on September 30, 2021</b>	<b><u>33,374</u></b>	<b><u>36,933</u></b>	<b><u>6,231</u></b>	<b><u>309,921</u></b>	<b><u>3,179</u></b>	<b><u>2,040</u></b>	<b><u>391,678</u></b>
<b>Depreciation</b>							
<b>Balances on December 31, 2020</b>	<b><u>(9,013)</u></b>	<b><u>(15,082)</u></b>	<b><u>(3,026)</u></b>	<b><u>(247,373)</u></b>	<b><u>-</u></b>	<b><u>(610)</u></b>	<b><u>(275,104)</u></b>
Additions from business acquisitions	(985)	(501)	(232)	(233)	-	(4)	(1,954)
Depreciation for the period	(3,479)	(1,928)	(343)	(20,424)	-	(229)	(26,403)
Disposals	19	8	583	64	-	315	989
Transfer	(75)	-	(4)	79	-	-	-
<b>Balances on September 30, 2021</b>	<b><u>(13,532)</u></b>	<b><u>(17,503)</u></b>	<b><u>(3,022)</u></b>	<b><u>(267,887)</u></b>	<b><u>-</u></b>	<b><u>(528)</u></b>	<b><u>(302,472)</u></b>
<b>Residual value</b>							
<b>Balances on December 31, 2020</b>	<b><u>10,508</u></b>	<b><u>18,610</u></b>	<b><u>1,583</u></b>	<b><u>43,771</u></b>	<b><u>914</u></b>	<b><u>877</u></b>	<b><u>76,263</u></b>
<b>Balances on September 30, 2021</b>	<b><u>19,842</u></b>	<b><u>19,430</u></b>	<b><u>3,209</u></b>	<b><u>42,033</u></b>	<b><u>3,179</u></b>	<b><u>1,513</u></b>	<b><u>89,206</u></b>

	<b>Consolidated</b>						
	<b>Computers and peripherals</b>	<b>Improvements</b>	<b>Furniture and fixtures</b>	<b>Machinery and equipment</b>	<b>Components for assembly</b>	<b>Other property and equipment</b>	<b>Total property and equipment</b>
<b>Cost</b>							
<b>Balances on December 31, 2019</b>	<b><u>13,941</u></b>	<b><u>31,830</u></b>	<b><u>3,808</u></b>	<b><u>265,787</u></b>	<b><u>365</u></b>	<b><u>1,188</u></b>	<b><u>316,919</u></b>
Additions for the period	3,549	884	314	16,836	2,314	147	24,044
Disposals	(576)	-	(17)	(959)	-	(133)	(1,685)
Transfer	<u>548</u>	<u>(35)</u>	<u>(16)</u>	<u>1,428</u>	<u>(1,925)</u>	<u>-</u>	<u>-</u>
<b>Balances on September 30, 2020</b>	<b><u>17,462</u></b>	<b><u>32,679</u></b>	<b><u>4,089</u></b>	<b><u>283,092</u></b>	<b><u>754</u></b>	<b><u>(1,202)</u></b>	<b><u>339,278</u></b>
<b>Depreciation</b>							
<b>Balances on December 31, 2019</b>	<b><u>(6,675)</u></b>	<b><u>(13,550)</u></b>	<b><u>(2,006)</u></b>	<b><u>(219,543)</u></b>	<b><u>-</u></b>	<b><u>(575)</u></b>	<b><u>(242,349)</u></b>
Depreciation for the period	(1,947)	(1,520)	(248)	(21,767)	-	(170)	(25,652)
Disposals	576	-	17	1,067	-	133	1,793
Transfer	<u>-</u>	<u>1</u>	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balances on September 30, 2020</b>	<b><u>(8,046)</u></b>	<b><u>(15,069)</u></b>	<b><u>(2,237)</u></b>	<b><u>(240,244)</u></b>	<b><u>-</u></b>	<b><u>(612)</u></b>	<b><u>(266,208)</u></b>
<b>Residual value</b>							
<b>Balances on December 31, 2019</b>	<b><u>7,266</u></b>	<b><u>18,280</u></b>	<b><u>1,802</u></b>	<b><u>46,244</u></b>	<b><u>365</u></b>	<b><u>613</u></b>	<b><u>74,570</u></b>
<b>Balances on September 30, 2020</b>	<b><u>9,416</u></b>	<b><u>17,610</u></b>	<b><u>1,852</u></b>	<b><u>42,848</u></b>	<b><u>754</u></b>	<b><u>590</u></b>	<b><u>73,070</u></b>

(\*) There were no impairment indicators for the periods ended September 30, 2021 and 2020.

## 10 Intangible and right-of-use assets

### 10.1 Intangible assets

Changes in intangible assets of the Company are presented below:

	Company								
	Software	Trademarks and patents	Internal development(a)	Other	Goodwill	Trademark	Technology	Customer portfolio	Total intangible assets
<b>Cost</b>									
<b>Balances on December 31, 2020</b>	<b>1,174</b>	<b>1,399</b>	<b>41,190</b>	<b>872</b>	<b>33,087</b>	<b>733</b>	<b>3,666</b>	<b>2,586</b>	<b>84,707</b>
Additions for the period	855	-	10,543	-	-	-	-	-	11,398
Disposals for the period	-	-	(7)	-	-	-	-	-	(7)
<b>Balances on September 30, 2021</b>	<b>2,029</b>	<b>1,399</b>	<b>51,726</b>	<b>872</b>	<b>33,087</b>	<b>733</b>	<b>3,666</b>	<b>2,586</b>	<b>96,098</b>
<b>Amortization</b>									
<b>Balances on December 31, 2020</b>	<b>(617)</b>	<b>-</b>	<b>(16,757)</b>	<b>(458)</b>	<b>-</b>	<b>(275)</b>	<b>(3,666)</b>	<b>(2,586)</b>	<b>(24,359)</b>
Amortization for the period	(250)	-	(4,627)	(64)	-	(27)	-	-	(4,969)
Disposals for the period	-	-	7	-	-	-	-	-	7
<b>Balances on September 30, 2021</b>	<b>(867)</b>	<b>-</b>	<b>(21,377)</b>	<b>(522)</b>	<b>-</b>	<b>(302)</b>	<b>(3,666)</b>	<b>(2,586)</b>	<b>(29,321)</b>
<b>Residual value</b>									
<b>Balances on December 31, 2020</b>	<b>557</b>	<b>1,399</b>	<b>24,433</b>	<b>414</b>	<b>33,087</b>	<b>458</b>	<b>-</b>	<b>-</b>	<b>60,348</b>
<b>Balances on September 30, 2021</b>	<b>1,162</b>	<b>1,399</b>	<b>30,349</b>	<b>350</b>	<b>33,087</b>	<b>431</b>	<b>-</b>	<b>-</b>	<b>66,777</b>

	<b>Company</b>								
	<b>Software</b>	<b>Trademarks and patents</b>	<b>Internal development(a)</b>	<b>Other</b>	<b>Goodwill</b>	<b>Trademark</b>	<b>Technology</b>	<b>Customer portfolio</b>	<b>Total intangible assets</b>
<b>Cost</b>									
<b>Balances on December 31, 2019</b>	<u><b>662</b></u>	<u><b>553</b></u>	<u><b>31,738</b></u>	<u><b>872</b></u>	<u><b>33,087</b></u>	<u><b>1,578</b></u>	<u><b>3,666</b></u>	<u><b>2,586</b></u>	<u><b>74,742</b></u>
Additions for the period	299	-	6,574	-	-	-	-	-	6,873
Disposals for the period	-	-	-	-	-	-	-	-	-
<b>Balances on September 30, 2020</b>	<u><b>961</b></u>	<u><b>553</b></u>	<u><b>38,312</b></u>	<u><b>872</b></u>	<u><b>33,087</b></u>	<u><b>1,578</b></u>	<u><b>3,666</b></u>	<u><b>2,586</b></u>	<u><b>81,615</b></u>
<b>Amortization</b>									
<b>Balances on December 31, 2019</b>	<u><b>(295)</b></u>	<u><b>-</b></u>	<u><b>(8,742)</b></u>	<u><b>(370)</b></u>	<u><b>-</b></u>	<u><b>(1,578)</b></u>	<u><b>(3,666)</b></u>	<u><b>(2,586)</b></u>	<u><b>(17,237)</b></u>
Amortization for the period	(237)	-	(4,837)	(65)	-	(27)	-	(99)	(5,265)
Disposals for the period	213	-	-	-	-	-	-	-	213
Transfer	-	-	(1,525)	-	-	1,340	-	185	-
<b>Balances on September 30, 2020</b>	<u><b>(319)</b></u>	<u><b>-</b></u>	<u><b>(15,104)</b></u>	<u><b>(435)</b></u>	<u><b>-</b></u>	<u><b>(265)</b></u>	<u><b>(3,666)</b></u>	<u><b>(2,500)</b></u>	<u><b>(22,289)</b></u>
<b>Residual value</b>									
<b>Balances on December 31, 2019</b>	<u><b>367</b></u>	<u><b>553</b></u>	<u><b>22,996</b></u>	<u><b>502</b></u>	<u><b>33,087</b></u>	<u><b>-</b></u>	<u><b>-</b></u>	<u><b>-</b></u>	<u><b>57,505</b></u>
<b>Balances on September 30, 2020</b>	<u><b>642</b></u>	<u><b>553</b></u>	<u><b>23,208</b></u>	<u><b>437</b></u>	<u><b>33,087</b></u>	<u><b>1,313</b></u>	<u><b>-</b></u>	<u><b>86</b></u>	<u><b>59,326</b></u>

(a) Refers to internal development costs of technological innovations for existing products, which were recorded as intangible assets in accordance with the criteria set forth in CPC 04 (R1)/IAS 38, with an average amortization period of 5 years.

Changes in the consolidated financial statements are presented below:

	<b>Consolidated</b>								
	<b>Software</b>	<b>Trademarks and patents</b>	<b>Internal development(a)</b>	<b>Other</b>	<b>Goodwill</b>	<b>Trademark</b>	<b>Technology</b>	<b>Customer portfolio</b>	<b>Total intangible assets</b>
<b>Cost</b>									
<b>Balances on December 31, 2020</b>	<b><u>8,645</u></b>	<b><u>1,447</u></b>	<b><u>63,347</u></b>	<b><u>872</u></b>	<b><u>384,038</u></b>	<b><u>15,865</u></b>	<b><u>35,478</u></b>	<b><u>12,840</u></b>	<b><u>522,532</u></b>
Additions from business acquisitions	5,017	8	1,457	5	1,022,144	65,975	81,868	48,868	1,225,342
Additions for the period	2,632	-	25,750	-	34,495	174	-	-	63,051
Transfer	(363)	-	363	-	-	-	-	-	-
Disposals for the period	-	-	(7)	-	-	-	-	-	(7)
<b>Balances on September 30, 2021</b>	<b><u>15,931</u></b>	<b><u>1,455</u></b>	<b><u>90,910</u></b>	<b><u>877</u></b>	<b><u>1,440,677</u></b>	<b><u>82,014</u></b>	<b><u>117,346</u></b>	<b><u>61,708</u></b>	<b><u>1,810,918</u></b>
<b>Amortization</b>									
<b>Balances on December 31, 2020</b>	<b><u>(2,267)</u></b>	<b><u>-</u></b>	<b><u>(20,923)</u></b>	<b><u>(457)</u></b>	<b><u>-</u></b>	<b><u>(1,617)</u></b>	<b><u>(13,756)</u></b>	<b><u>(5,623)</u></b>	<b><u>(44,643)</u></b>
Additions from business acquisitions	(1,143)	-	(41)	(65)	-	(3,767)	(11,877)	(4,203)	(1,181)
Amortization for the period	(1,532)	-	(7,423)	-	-	-	-	-	(28,867)
Transfer	(91)	-	91	-	-	-	-	-	-
Disposals for the period	-	-	7	-	-	-	-	-	7
<b>Balances on September 30, 2021</b>	<b><u>(5,033)</u></b>	<b><u>-</u></b>	<b><u>(28,289)</u></b>	<b><u>(522)</u></b>	<b><u>-</u></b>	<b><u>(5,384)</u></b>	<b><u>(25,633)</u></b>	<b><u>(9,826)</u></b>	<b><u>(74,687)</u></b>
<b>Residual Value</b>									
<b>Balances on December 31, 2020</b>	<b><u>6,378</u></b>	<b><u>1,447</u></b>	<b><u>42,424</u></b>	<b><u>415</u></b>	<b><u>384,038</u></b>	<b><u>14,248</u></b>	<b><u>21,722</u></b>	<b><u>7,217</u></b>	<b><u>477,889</u></b>
<b>Balances on September 30, 2021</b>	<b><u>10,898</u></b>	<b><u>1,455</u></b>	<b><u>62,621</u></b>	<b><u>354</u></b>	<b><u>1,440,677</u></b>	<b><u>76,630</u></b>	<b><u>91,713</u></b>	<b><u>51,882</u></b>	<b><u>1,736,231</u></b>

Consolidated									
	Software	Trademarks and patents	Internal development(a)	Other Ativos	Goodwill	Trademark	Technology	Customer portfolio	Total intangible assets
<b>Cost</b>									
<b>Balances on December 31, 2019</b>	<u>1,718</u>	<u>596</u>	<u>44,399</u>	<u>872</u>	<u>117,947</u>	<u>9,406</u>	<u>24,702</u>	<u>12,563</u>	<u>212,203</u>
Additions for the period	299	48	13,019	-	-	-	-	-	13,366
Transfer	1,086	-	-	-	-	1,035	(708)	(1,413)	-
<b>Balances on September 30, 2020</b>	<u>3,103</u>	<u>644</u>	<u>57,418</u>	<u>872</u>	<u>117,947</u>	<u>10,441</u>	<u>23,994</u>	<u>11,150</u>	<u>225,569</u>
<b>Amortization</b>									
<b>Balances on December 31, 2019</b>	<u>(891)</u>	<u>-</u>	<u>(12,475)</u>	<u>(370)</u>	<u>-</u>	<u>(546)</u>	<u>(11,394)</u>	<u>(4,208)</u>	<u>(29,884)</u>
Amortization for the period	(467)	-	(5,933)	(65)	-	(573)	(2,123)	(1,015)	(10,176)
Disposals for the period	213	-	-	-	-	-	-	-	213
Transfer	(303)	-	-	-	-	(117)	48	372	-
<b>Balances on September 30, 2020</b>	<u>1,448</u>	<u>(596)</u>	<u>(18,408)</u>	<u>(435)</u>	<u>-</u>	<u>(1,236)</u>	<u>(13,469)</u>	<u>(4,851)</u>	<u>(39,847)</u>
<b>Residual Value</b>									
<b>Balances on December 31, 2019</b>	<u>827</u>	<u>596</u>	<u>31,924</u>	<u>502</u>	<u>117,947</u>	<u>8,860</u>	<u>13,308</u>	<u>8,355</u>	<u>182,319</u>
<b>Balances on September 30, 2020</b>	<u>1,655</u>	<u>644</u>	<u>39,011</u>	<u>437</u>	<u>117,947</u>	<u>9,205</u>	<u>10,525</u>	<u>6,299</u>	<u>185,722</u>

- (a) Refers to internal development costs of technological innovations for existing products, which were recorded as intangible assets in accordance with the criteria set forth in CPC 04 (R1)/IAS 38

There were no impairment indicators for the periods ended September 30, 2021 and 2020.

## 10.2 Right-of-use assets

Changes in right-of-use assets are presented below:

	Company	Consolidated
<b>Right-of-use asset as of December 31, 2020</b>	<b><u>62,770</u></b>	<b><u>65,104</u></b>
Additions from business acquisitions	-	5,218
Addition	4,011	4,677
Amortization	<u>(5,265)</u>	<u>(7,179)</u>
<b>Right-of-use asset as of September 30, 2021</b>	<b><u>61,516</u></b>	<b><u>67,820</u></b>
	Company	Consolidated
<b>Right-of-use asset as of December 31, 2019</b>	<b><u>64,879</u></b>	<b><u>67,808</u></b>
Addition	4,505	5,094
Amortization	<u>(4,933)</u>	<u>(5,783)</u>
<b>Right-of-use asset as of September 30, 2020</b>	<b><u>64,451</u></b>	<b><u>67,119</u></b>

## 11 Taxes payable in installments

Refer to taxes payable in installments in connection with the special tax regularization program (PERT):

	<u>Consolidated</u>	
	09/30/2021	09/30/2021
Social Integration Program - PIS and Contribution to Social Security Financing - COFINS	2,200	2,392
Social Security Contribution on Gross Revenue - CPRB	1,086	1,170
Corporate Income Tax - IRPJ and Social Contribution on Net Profits – CSLL	15,257	16,415
National Institute of Social Security - INSS	803	969
Other	<u>1,358</u>	<u>1,472</u>
<b>Total tax installments</b>	<b><u>20,704</u></b>	<b><u>22,418</u></b>
Current	2,878	2,847
Non-current	17,826	19,571

## 12 Loans, financing and lease liabilities

### 12.1 Loans and financing

Type	Interest	Maturity	Company		Consolidated	
			09/30/2021	12/31/2020	09/30/2021	12/31/2020
Bank Loan (US\$7,694)	US\$ + 4.31% a.a.	february/21	-	8,121	-	8,121
Refundable Financing	TJLP + 0.5% a.a.	august/21	-	7,589	-	7,589
Bank Loan (US\$8,091)	US\$ + 5.44% a.a.	february/22	8,036	19,264	8,036	19,264
Bank Loan (US\$2,697)	US\$ + 4.77% a.a.	february/22	2,678	6,415	2,678	6,415
Bank Loan (US\$10,000)	US\$ + (3M Libor + 1.56%)*1.71 a.a	july/22	21,773	41,786	21,773	41,786
Other			-	-	570	1,383
			<b>32,487</b>	<b>83,175</b>	<b>33,057</b>	<b>84,558</b>
Current		-	32,487	55,660	32,839	56,876
Non-current		-	-	27,515	218	27,682
<b>Financial instruments – fair value hedge</b>			<b>(9,720)</b>	<b>(19,367)</b>	<b>(9,720)</b>	<b>(19,367)</b>
<b>Total net asset swap loans and financing</b>			<b>22,676</b>	<b>63,808</b>	<b>23,337</b>	<b>65,191</b>

As of September 30, 2021, all covenants relating to the Company's loans and financing were complied with.

### 12.2 Lease liabilities

	Company	Consolidated
<b>Right-of-use liabilities as of Dec 31, 2020</b>	<b>66,996</b>	<b>69,545</b>
Additions from business acquisitions	-	6,555
Addition	4,011	4,677
Interest incurred	3,885	4,044
Payment of principal	(7,828)	(10,118)
<b>Right-of-use liabilities as of Sep 30, 2021</b>	<b>67,064</b>	<b>74,702</b>
Current	5,552	7,946
Non-current	61,512	66,756
	Company	Consolidated
<b>Right-of-use liabilities as of Dec 31, 2019</b>	<b>67,141</b>	<b>70,218</b>
Addition	4,505	5,094
Interest incurred	3,927	4,042
Payment of principal	(7,362)	(8,268)
<b>Right-of-use liabilities as of Sep 30, 2020</b>	<b>68,211</b>	<b>71,086</b>
Current	5,003	5,714
Non-current	63,208	65,372



## 13 Salaries and related charges

	<b>Company</b>		<b>Consolidated</b>	
	<b>09/30/2021</b>	<b>12/31/2020</b>	<b>09/30/2021</b>	<b>12/31/2020</b>
Salaries and related expenses	7,155	6,871	19,858	10,980
Provision for vacation pay and charges	16,983	9,279	39,764	15,231
Profit-Sharing Plan (PPR)	7,955	6,291	11,794	9,759
	<b><u>32,093</u></b>	<b><u>22,441</u></b>	<b><u>71,416</u></b>	<b><u>35,970</u></b>

## 14 Provision for legal proceedings and e contingent liability

The breakdown and changes in the provision for legal proceedings, which is set up for lawsuits considered a “Probable” risk, are presented below:

	<b>Company</b>		
	<b>Civil cases</b>	<b>Civil cases</b>	<b>Civil cases</b>
<b>Balances as of December 31, 2020</b>	<b><u>435</u></b>	<b><u>157</u></b>	<b><u>592</u></b>
Reversals / Additions	<u>220</u>	<u>520</u>	<u>740</u>
<b>Balances as of September 30, 2021</b>	<b>655</b>	<b>677</b>	<b>1,332</b>

	<b>Company</b>		
	<b>Civil cases</b>	<b>Civil cases</b>	<b>Civil cases</b>
<b>Balances as of December 31, 2019</b>	<b><u>474</u></b>	<b><u>464</u></b>	<b><u>938</u></b>
Reversals / Additions	<u>(48)</u>	<u>(403)</u>	<u>(451)</u>
<b>Balances as of September 30, 2020</b>	<b><u>426</u></b>	<b><u>61</u></b>	<b><u>487</u></b>

	<b>Consolidated</b>		
	<b>Civil cases</b>	<b>Civil cases</b>	<b>Civil cases</b>
<b>Balances as of December 31, 2020</b>	<b><u>913</u></b>	<b><u>203</u></b>	<b><u>1,116</u></b>
Reversals / Additions	<u>402</u>	<u>474</u>	<u>876</u>
<b>Balances as of September 30, 2021</b>	<b><u>1,315</u></b>	<b><u>677</u></b>	<b><u>1,992</u></b>

	<b>Consolidated</b>		
	<b>Civil cases</b>	<b>Civil cases</b>	<b>Civil cases</b>
<b>Balances as of December 31, 2019</b>	<b><u>542</u></b>	<b><u>464</u></b>	<b><u>1,006</u></b>
Reversals / Additions	<u>252</u>	<u>(357)</u>	<u>(105)</u>
<b>Balances as of September 30, 2020</b>	<b><u>794</u></b>	<b><u>107</u></b>	<b><u>901</u></b>

The civil proceedings are mostly represented by claims for damages due to possible problems caused by the services rendered, while labor claims refer to claims with different characteristics and at different stages of the procedural system. There are no significant proceedings worthy of note.

### **Possible losses**

The Company and its subsidiaries have ongoing civil and tax proceedings involving risks of loss classified by Management as possible, based on the assessment of its legal counsel, and for which no provisions have been, as shown in the breakdown and estimates below:

	<b>Company</b>		<b>Consolidated</b>	
	<b>09/30/2021</b>	<b>12/31/2020</b>	<b>09/30/2021</b>	<b>12/31/2020</b>
Civil	1,559	1,700	4,752	1,715
Labor	251	-	251	-
Tax	<u>9,170</u>	<u>12,069</u>	<u>9,170</u>	<u>12,069</u>
	<b><u>10,980</u></b>	<b><u>13,769</u></b>	<b><u>14,173</u></b>	<b><u>13,784</u></b>

The civil proceedings are mostly represented by claims for damages due to possible problems caused by the services rendered. There are no significant proceedings worthy of note.

The tax proceedings refer mainly to litigation over information on ancillary obligations and the tax basis for payroll charges for specific activities.

Main tax proceeding: On December 31, 2015, a Tax Assessment Notice was issued by the São Paulo State Treasury Department against Locaweb seeking to demand payment of an alleged debt for unpaid ICMS on its software and electronic files operations and to charge Locaweb with failing to register as ICMS taxpayer in its capacity as communication service provider. The updated amount assigned to this case is R\$10,027, with likelihood of loss classified as possible. Final judgment of the case is currently awaited with the São Paulo Tax Court.

For the proceedings with a provision, there is a balance of judicial deposits as at September 30, 2021 in the amount of R\$435 for the Company (R\$434 as at December 31, 2020) and R\$549 for the Consolidated (R\$538 as at December 31, 2020).

The tax statements filed by the Company and its subsidiaries at the federal, state and municipal levels are subject to review and final acceptance by the tax authorities, with a statute of limitations of five years.

## 15 Shareholders' equity

### a. Capital stock

Locaweb's authorized capital stock is R \$ 5,000,000,000 (five billion reais). As of September 30, 2020, Locaweb's capital stock subscribed for and paid it was R\$ 3,000,154 (R\$ 2,888,748 net of cost of issuing shares), it was represented by 589,581,772 common shares (503,561,184 on December 31, 2020), all of which are registered book-entry shares with no par value. Treasury shares total 356,472 (56,472 on December 31, 2020).

The capital movements in the period ended September 30, 2021 refer to: (a) the issue of 3,700,588 (927,147 before the split) common shares with no par value, paid in the period, in the amount of R\$7,934 arising from the exercise of stock option plans and (b) the issue of 78,000,000 common shares with no par value, paid in the period, in the amount of R\$2,346,000 through the public offering of shares with restricted efforts (Follow on), as approved on January 9, 2021 and (c) the issue of 4,119,800 common shares with no par value, paid in the period, in the amount of R\$10,043, as approved on July 7, 2021. Expenses related to the issue of shares totaled R\$74,006 and were recorded as a reduction in capital stock. Expenses were recognized gross of income tax and social contribution in the amount of R\$25,162, which were not recognized as it is not probable that future taxable income will be available for the Company to use this deferred tax asset.

The distribution of shares as at June 30, 2021 is as follows:

	09/30/2021		12/31/2020	
	Interest %	Number of shares	Interest %	Number of shares
Claudio Gora	6.02%	35,504,321	7.66%	38,565,396
Gilberto Mautner	6.02%	35,504,321	7.66%	38,565,396
Michel Gora	6.02%	35,504,324	7.66%	38,565,400
Ricardo Gora	6.02%	35,504,321	7.66%	38,565,396
Andrea Gora Cohen	2.67%	15,724,265	3.39%	17,079,964
Ação em Tesouraria	0.06%	356,472	0.01%	56,472
GIC Private Limited	-	-	6.46%	32,503,340
BlackRock	10.10%	59,547,739	5.02%	25,265,116
JP Morgan	4.50%	26,319,628	5.23%	26,319,628
William Blair	5.20%	30,658,242	-	-
Other shareholders	53.39%	314,957,939	49.25%	248,075,076
	<b>100.00%</b>	<b>589,581,572</b>	<b>100.00%</b>	<b>503,561,184</b>

The Company may, upon resolution of the Board of Directors, acquire its own shares to be kept in treasury and subsequent sale or cancellation, up to the amount of the balance of earnings and reserves, except for the legal reserve, without decreasing its capital, subject to the applicable legal and regulatory provisions.

The Company may, upon resolution of the Board of Directors and in accordance with the plan approved by the Shareholders' Meeting, grant stock purchase or subscription options, with no preemptive rights to shareholders, in favor of its management members, employees or individuals who provide services to the Company, and this option may be extended to the managers and employees of the Company's direct or indirect subsidiaries (Note 16).

Transaction costs incurred to raise own funds are accounted for in a specific shareholders' equity reduction account, less possible tax effects.

**b. Legal reserve**

The Company allocates 5% of its annual net income to the legal reserve, before allocation of dividends, limiting this reserve to 20% of the total capital.

**c. Interest on shareholders' equity and dividends**

In accordance with the option set forth in Law 9.249/95 and based on the Board of Directors' resolutions, the Company calculates interest on shareholders' equity, limited to the pro rata variation of the Long Term Interest Rate - TJLP, which are subject to a 15% withholding income tax, except for corporate shareholders that can prove to be exempt or immune. Interest on shareholders' equity is part of the basis for calculating dividends, which, for purposes of Brazilian tax legislation, are deductible.

In 2021, there was no allocation of interest on equity and dividends.

**d. Capital reserves**

Capital reserves are formed by amounts related to goodwill on the issuance of shares, goodwill on capital transactions and amounts resulting from the stock option plans, which are recorded directly in shareholders' equity

**e. Retained earnings reserves**

The retained earnings reserve refers to the retention of the remaining balance of retained earnings to meet the business growth project established in the Company's investment plan, pursuant to the capital budget approved and proposed by the Company's management members, to be resolved at the Shareholders' Meeting, in compliance with Article 196 of the Brazilian Corporation Law.

## **16 Stock option plans, restricted stock grant plan and performance plan**

**a. Stock option plans**

The Board of Directors approved in March 2021 the 17<sup>th</sup> Stock Option Plan. Option granted under these plans can be exercised on January 1 and July 1 of each year ("Exercise Dates"), in full or in part.

Starting from the reference date specified in each Stock Option Agreement ("Reference Date"), the following periods are stipulated for a decision on the options granted under the 9th Plan: (i) up to 25% of all shares available by exercising the option can be acquired on the Exercise Dates upon lapse of one year of the Reference Date; (ii) up to 25% of the shares available by exercising the option, plus any surplus from options not exercised on the previous Exercise Dates, can be acquired on the Exercise Dates upon lapse of two years of the Reference Date; (iii) up to 25% of the shares available by exercising an option, plus any surplus from options not exercised on the previous Exercise Dates, upon lapse of three years of the Reference Date; and (iv) up to 25% of the shares available by exercising an option, plus any surplus from options not exercised on the previous Exercise Dates, may be exercised on the Exercise Dates upon lapse of four years of the Reference Date ("Vesting Periods").

In any event, the number of shares available to be acquired after each Vesting Period will remain

in force until the Exercise Deadline (i.e. until July 1, 2024), and the portion of options not exercised by such date and according to the stipulated conditions will be deemed automatically terminated, without any right to compensation.

The information on the Company's stock option plans is summarized below:

September 30, 2021							Number of shares			
Series	Date of grant	Reference date	First exercise date	Expiry date	Strike price	Fair value	Granted	Exercised	Expired	Total in effect
Series A	15/07/2009	01/01/2008	01/01/2010	01/01/2017	1,08	1,95	9,681,164	(7,343,460)	(2,337,704)	-
Series B	15/07/2009	01/07/2009	01/07/2010	01/07/2018	1,08	1,82	667,728	(667,728)	-	-
Series C	03/09/2010	01/01/2010	01/01/2011	01/01/2019	1,08	2,03	3,980,000	(332,560)	(3,647,440)	-
Series D	01/07/2011	01/07/2011	01/01/2012	01/07/2019	1,31	1,64	1,720,000	(1,130,000)	(590,000)	-
Series E	01/01/2012	01/01/2012	01/01/2013	01/01/2020	1,31	2,07	3,720,000	(1,990,000)	(1,730,000)	-
Series F	01/07/2012	01/07/2012	01/01/2013	01/07/2020	2,74	4,06	512,000	(166,000)	(346,000)	-
Series G	01/01/2013	01/01/2013	01/01/2014	01/01/2021	2,32	4,44	5,568,000	-	(5,568,000)	-
Series H	01/04/2013	01/04/2013	01/01/2014	01/04/2021	2,74	4,61	1,320,000	(35,000)	(1,195,000)	-
Series I	01/01/2014	01/01/2014	01/01/2015	01/01/2022	2,74	4,24	2,740,000	(110,000)	(2,630,000)	-
Series J	01/07/2015	01/07/2015	01/07/2016	01/07/2022	2,26	4,07	1,540,000	(580,000)	(960,000)	-
Series K	01/03/2016	01/03/2016	01/03/2017	01/04/2022	2,50	3,51	2,800,000	(1,400,000)	(1,400,000)	-
Series L	01/04/2016	01/04/2016	01/04/2017	01/04/2022	2,50	3,51	3,120,000	(2,220,000)	(900,000)	-
Series M	01/04/2017	01/04/2017	01/04/2018	01/07/2023	2,50	3,19	1,880,000	(1,005,000)	(635,000)	240,000
Series N	01/07/2018	01/07/2018	01/07/2019	01/07/2024	1,75	2,26	4,360,000	(1,355,000)	(590,000)	2,415,000
Series O	14/05/2019	14/05/2019	13/05/2020	14/05/2025	1,75	3,89	1,800,000	(200,000)	-	1,600,000
Series P	14/05/2019	14/05/2019	13/05/2020	14/05/2025	1,75	3,89	1,320,000	(596,000)	(60,000)	664,000
Series Q	04/12/2019	04/12/2019	01/08/2020	01/01/2026	1,75	2,12	10,175,880	(1,279,628)	-	8,896,252
Series R	04/12/2019	04/12/2019	01/08/2020	01/01/2026	4,31	1,09	1,200,000	(300,000)	-	900,000
Series S	11/08/2020	11/08/2020	11/08/2021	11/08/2026	4,31	1,67	900,000	(225,000)	-	675,000
Series T	11/08/2020	11/08/2020	11/08/2021	11/08/2026	6,37	9,85	1,810,132	-	(77,200)	1,732,932
							<b>60,814,904</b>	<b>(20,935,376)</b>	<b>(22,756,344)</b>	<b>17,123,184</b>

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

	Options	Average Strike Price
<b>Balance outstanding on December 31, 2020</b>	<b>25,040,772</b>	<b>1,83</b>
Granted during the period	240,000	2,73
Expired during the period	(337,200)	10,52
Exercised during the period	(7,820,388)	1,89
<b>Balance outstanding on September 30, 2021</b>	<b>17,123,184</b>	<b>1,65</b>

As at September 30, 2021 and December 31, 2020, the number of exercisable stock options was 7,157,503. The following table presents the assumptions used for determining the fair value of a stock option on the grant date for options granted in the periods ended September 30, 2021:

	Plan 13 Series Q	Plan 14 Series R	Plan 15 Series R	Plan 16 Series T	Plan 17 Series T
Dividend yield	1.00%	1.00%	1.00%	1.00%	1.00%
Expected volatility	43.2%	43.2%	43.2%	43.2%	43.2%
Risk-free return rate (per annum)	4.50%	4.50%	4.50%	2.00%	2.00%
Expected stock option lifetime	4 years	4 years	4 years	4 years	4 years
Weighted-average price of shares (R\$)	1.75	4.31	4.31	6.37	6.37
<b>Model used</b>	<b>Black-Scholes</b>	<b>Black-Scholes</b>	<b>Black-Scholes</b>	<b>Black-Scholes</b>	<b>Black-Scholes</b>

Technical pronouncement CPC 10/IFRS 2 - Share-based Payment requires the effects of share-based payment transactions to be reflected in the Company's statement of operations. The expense recorded in the Company's and the Consolidated statement of operations as of September 30, 2021 was R\$9,349 (R\$11,105 as of September 30, 2020).

**b. Restricted stock grant plan**

On April 30, 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 1,700,000 (one million, seven hundred thousand) common shares, with no par value, issued by the Company, to its beneficiaries, who will be appointed annually among the employees of the Company and/or other companies of the Company's economic group. The first grant of the plan will take place in July 2021 and on September 30, 2021, the amount of granting shares was 344,144 and cost recorded in result was R\$214 in the Company and R\$709 in Consolidated.

**c. Performance plan**

On April 30, the Share Granting Plan Subject to the Company's Performance ("Performance Plan") was approved at a meeting, which establishes the respective general conditions for granting rights to acquire up to 1,300,000 (one million three hundred thousand ) common shares, with no par value, issued by the Company, to its beneficiaries, who will be appointed annually among the statutory directors and statutory directors/administrators of the Company and other companies of the Company's economic group (not including members of the Company's Board of Directors and its subsidiaries, as applicable). The first granting is expected to happen on January, 2022.

## **17 Earnings (losses) per share**

**a. Basic earnings (losses) per share**

Basic earnings (losses) per share is calculated by dividing the net income loss attributable to the Company's shareholders by the weighted-average number of common shares outstanding during the period:

	01/01/2021 to 09/30/2021	01/01/2020 to 09/30/2020	07/01/2021 to 09/30/2021	07/01/2020 to 09/30/2020
Net income (loss) attributable to the Company's shareholders	(8,537)	10,781	(3,736)	7,810
Weighted-average number of common shares outstanding – in thousands	575,129	127,162	598,071	127,162
<b>Basic earnings (losses) per share - R\$</b>	<b><u>(0,01)</u></b>	<b><u>0,08</u></b>	<b><u>(0,01)</u></b>	<b><u>0,06</u></b>

**b. Diluted earnings (losses) per share**

Diluted earnings (losses) per share is calculated by adjusting the weighted-average number of common shares outstanding, assuming the conversion of all potential diluted common shares relative to stock options, and the dilution potential of such options is represented by 25,196 thousands shares as at September 30, 2021 (6,106 thousands shares in 2020, 24,424 thousands after split).

	01/01/2021 to 09/30/2021	01/01/2020 to 09/30/2020	07/01/2021 to 09/30/2021	07/01/2020 to 09/30/2020
Net income (loss) attributable to the Company's shareholders	(8,537)	10,781	(3,736)	7,810
Weighted-average number of common shares outstanding – in thousands	598,676	133,439	612,304	133,439
<b>Diluted earnings (losses) per share - R\$</b>	<b>(0,01)</b>	<b>0,08</b>	<b>(0,01)</b>	<b>0,06</b>

## 18 Net revenue

	Company		Consolidated	
	09/30/2021	09/30/2020	09/30/2021	09/30/2020
<b>Gross operation revenue</b>	<b>253,259</b>	<b>243,093</b>	<b>630,956</b>	<b>404,665</b>
BeOnline & SaaS	253,259	243,093	344,539	295,528
Commerce	-	-	286,417	109,137
<b>Discounts and rebates</b>	<b>(17,012)</b>	<b>(18,834)</b>	<b>(17,573)</b>	<b>(19,835)</b>
BeOnline & SaaS	(17,012)	(18,834)	(17,275)	(18,834)
Commerce	-	-	(298)	(1,001)
<b>Taxes on sales</b>	<b>(20,299)</b>	<b>(19,325)</b>	<b>(59,042)</b>	<b>(36,770)</b>
BeOnline & SaaS	(20,299)	(19,325)	(28,703)	(24,472)
Commerce	-	-	(30,339)	(12,298)
<b>Net operating revenue</b>	<b>215,948</b>	<b>204,934</b>	<b>554,341</b>	<b>348,060</b>
BeOnline & SaaS	215,948	204,934	298,561	252,222
Commerce	-	-	255,780	95,838

## 19 Operating costs and expenses

	Company		Consolidated	
	09/30/2021	09/30/2020	09/30/2021	09/30/2020
Personnel expenses	(87,490)	(76,901)	(224,798)	(129,664)
Advisory and consulting services	(26,431)	(14,720)	(47,053)	(18,996)
Depreciation and amortization expenses	(31,695)	(32,934)	(62,450)	(41,611)
Amortization of right-of-use assets	(6,849)	(7,129)	(9,256)	(8,274)
Operating cost (a)	(47,601)	(45,116)	(121,225)	(74,007)
Impairment loss	(1,234)	(3,148)	(7,346)	(6,517)
Marketing expenses	(13,148)	(14,300)	(51,426)	(21,974)
Stock option plan expenses	(9,350)	(11,106)	(9,350)	(11,106)
Other general and administrative expenses	(3,319)	(2,071)	(8,380)	(3,738)
<b>Total</b>	<b>(227,117)</b>	<b>(207,425)</b>	<b>(541,284)</b>	<b>(315,887)</b>
Cost of services	(146,698)	(138,948)	(297,838)	(203,220)
Selling expenses	(36,162)	(33,506)	(100,103)	(51,472)
Impairment loss	(1,234)	(3,148)	(7,346)	(6,517)
General and administrative expenses	(43,023)	(31,823)	(135,997)	(54,678)
<b>Total</b>	<b>(227,117)</b>	<b>(207,425)</b>	<b>(541,284)</b>	<b>(315,887)</b>

The balances of other operating revenues (expenses) for the year are presented below:

	<u>Company</u>		<u>Consolidated</u>	
	<b>09/30/2021</b>	<b>09/30/2020</b>	<b>09/30/2021</b>	<b>09/30/2020</b>
Disposal of property and equipment	122	410	137	410
Other revenues	166	238	1,151	350
Investment losses	<u>(171)</u>	<u>-</u>	<u>(171)</u>	<u>-</u>
<b>Total</b>	<b><u>117</u></b>	<b><u>648</u></b>	<b><u>1,117</u></b>	<b><u>760</u></b>

- (a) Operating cost includes disbursements for software systems, website hosting, domain registrations and fees from credit card companies (Yapay).

## 20 Net financial result

	<u>Company</u>		<u>Consolidated</u>	
	<b>09/30/2021</b>	<b>09/30/2020</b>	<b>09/30/2021</b>	<b>09/30/2020</b>
<b>Financial income</b>				
Income from financial investments	46,556	8,287	48,055	8,429
Interest	805	664	1,138	912
Foreign exchange rate fluctuation	-	315	-	200
Other financial income	<u>354</u>	<u>270</u>	<u>590</u>	<u>421</u>
	<b><u>47,715</u></b>	<b><u>9,536</u></b>	<b><u>49,783</u></b>	<b><u>9,962</u></b>
<b>Financial expenses</b>				
Debt cost	(825)	(5,152)	(1,883)	(5,261)
Banking service fees (*)	(2,049)	(2,088)	(6,913)	(4,913)
Foreign exchange rate fluctuation	(26)	-	(217)	-
Interest on lease liabilities	(3,885)	(3,928)	(4,044)	(4,042)
IOF (Tax on Financial Transactions)	(256)	(207)	(786)	(377)
Accounts receivable advance expense	(2)	-	(3,321)	(1,119)
Present value adjustment	(11,322)	(1,875)	(29,799)	(1,875)
Other financial expenses	<u>(2,757)</u>	<u>(934)</u>	<u>(3,609)</u>	<u>(1,588)</u>
	<b><u>(21,122)</u></b>	<b><u>(14,184)</u></b>	<b><u>(50,572)</u></b>	<b><u>(19,175)</u></b>
<b>Net financial income</b>	<b><u>26,593</u></b>	<b><u>(4,648)</u></b>	<b><u>(789)</u></b>	<b><u>(9,213)</u></b>

- (\*) Banking service fees include charges, services and issue of invoices



## 21 Income taxes and social contribution

The deferred tax breakdown is shown below:

	<b>Company</b>		<b>Consolidated</b>	
	<b>09/30/2021</b>	<b>12/31/2020</b>	<b>09/30/2021</b>	<b>12/31/2020</b>
Provision for profit sharing	2,705	2,139	3,802	3,318
Depreciation of leased property (leasing)	-	(155)	-	(155)
Lease (CPC 06)	1,886	1,437	1,952	1,493
Provision for legal proceedings	453	201	666	356
Other provisions	1,820	1,230	2,773	1,824
“Lei do Bem”	(28)	(80)	(3,057)	(3,767)
Present value adjustment	5,567	1,718	7,446	2,313
Intangible assets identified in business combination	7,777	2,859	9,067	3,479
Derivatives and foreign exchange rate fluctuation	3	649	31	649
Goodwill	(11,628)	(11,059)	(11,628)	(11,059)
Tax losses	7,699	21,254	8,277	22,262
<b>Total deferred income taxes</b>	<b>16,254</b>	<b>20,193</b>	<b>19,329</b>	<b>20,713</b>

Changes in deferred taxes are shown below:

<b>Company</b>	<b>Balance</b>	<b>Result</b>	<b>Balance</b>
<b>Nature</b>	<b>Dec 31, 2020</b>	<b>Gain/(loss)</b>	<b>September 30, 2021</b>
Tax benefit from tax losses carryforward	21,253	(13,554)	7,699
Tax benefit from goodwill	(11,058)	(570)	(11,628)
Temporary differences	9,998	10,185	20,183
<b>Total</b>	<b>20,193</b>	<b>(3,939)</b>	<b>16,254</b>

  

<b>Consolidated</b>	<b>Balance</b>	<b>Result</b>	<b>Balance</b>
<b>Nature</b>	<b>Dec 31, 2020</b>	<b>Gain/(loss)</b>	<b>September 30, 2021</b>
Tax benefit from tax losses carryforward	22,263	(13,986)	8,277
Tax benefit from goodwill	(11,058)	(570)	(11,628)
Temporary differences	9,508	13,172	22,680
<b>Total</b>	<b>20,713</b>	<b>(1,384)</b>	<b>19,329</b>

The reconciliation of expense calculated by applying the combined nominal tax rates and income tax expense charged to net income is as follows:

	<b>Company</b>		<b>Consolidated</b>	
	<b>09/30/2021</b>	<b>09/30/2020</b>	<b>09/30/2021</b>	<b>09/30/2020</b>
Income before income taxes	(4,598)	11,403	13,385	23,720
Income taxes at a combined statutory rate of 34%	1,563	(3,877)	(4,551)	(8,065)
<b>Adjustments to the actual rate:</b>				
Effect of presumed profit method	-	-	(7,576)	(296)
Effect of equity results	(1,929)	7,333	-	-
Effect of accounting for stock option plan	(3,179)	(3,776)	(3,179)	(3,776)
Effect of officer vehicle depreciation and other expenses	(80)	(51)	(95)	(66)
Amortization of intangible assets	(9)	(97)	(9)	(97)
Tax losses carryforward assets not recognized (tax loss)	-	-	(6,264)	(948)
Other	(305)	(154)	(248)	309
Income taxes in the statement of operations	(3,939)	(623)	(21,922)	(12,939)
	<b>-85.67%-</b>	<b>5.46%</b>	<b>163.78%</b>	<b>54.55%</b>

## 22 Segments

### a. Statements of operations by segments

	<b>09/30/2021</b>			<b>09/30/2020</b>		
	<b>BeOnline &amp; SaaS</b>	<b>Commerce</b>	<b>Consolidated</b>	<b>BeOnline &amp; SaaS</b>	<b>Commerce</b>	<b>Consolidated</b>
<b>Gross operating revenue, net of discounts</b>	327,264	286,119	613,383	276,694	108,136	384,830
Income tax and social contributions on revenues	(28,703)	(30,339)	(59,042)	(24,472)	(12,298)	(36,770)
<b>Net operating revenue</b>	298,561	255,780	554,341	252,222	95,838	348,060
Cost of services	(202,257)	(95,581)	(297,838)	(173,223)	(29,997)	(203,220)
<b>Gross profit</b>	<b>96,304</b>	<b>160,199</b>	<b>256,503</b>	<b>78,999</b>	<b>65,841</b>	<b>144,840</b>
Selling expenses	(49,694)	(50,409)	(100,103)	(43,354)	(14,635)	(57,989)
General and administrative expenses	(70,326)	(65,671)	(135,997)	(41,369)	(13,309)	(54,678)
Impairment loss	(1,709)	(5,637)	(7,346)	-	-	-
Other operating income (expenses)	281	836	1,117	760	-	760
<b>Income before financial results</b>	<b>(25,144)</b>	<b>39,318</b>	<b>14,174</b>	<b>(4,964)</b>	<b>37,897</b>	<b>32,933</b>
<b>Operating expenses included in costs and expenses:</b>						
Depreciation and amortization expenses	48,808	13,642	62,450	38,640	2,971	41,611
Stock option plan expenses	9,350	-	9,350	11,106	-	11,106

	07/01/2021 to 09/30/2021			07/01/2020 to 09/30/2020		
	BeOnline & SaaS	Commerce	Consolidated	BeOnline & SaaS	Commerce	Consolidated
<b>Gross operating revenues, net of discounts</b>	113,484	118,230	231,714	94,417	45,438	139,855
Taxes and Contributions on Revenues	(9,972)	(12,605)	(22,577)	(8,472)	(5,157)	(13,629)
<b>Net operating revenue</b>	103,512	105,625	209,137	85,945	40,281	126,226
Cost of services	(68,050)	(40,145)	(108,195)	(58,140)	(13,142)	(71,282)
<b>Gross profit</b>	<b>35,462</b>	<b>65,480</b>	<b>100,942</b>	<b>27,805</b>	<b>27,139</b>	<b>54,944</b>
Selling expenses	(18,936)	(23,950)	(42,886)	(13,679)	(6,712)	(20,391)
General and administrative expenses	(23,816)	(29,174)	(52,990)	(13,043)	(4,637)	(17,680)
Impairment loss	(453)	(2,317)	(2,770)	-	-	-
Other operating income (expenses)	62	155	217	374	-	374
<b>Income before financial results</b>	<b>(7,681)</b>	<b>10,194</b>	<b>2,513</b>	<b>1,457</b>	<b>15,790</b>	<b>17,247</b>
<b>Operating expenses included in Costs and Expenses:</b>						
Depreciation and amortization expenses	17,853	5,509	23,362	12,425	1,180	13,605
Stock option plan expenses	2,817	-	2,817	4,204	-	4,204

**b. Main segments' assets and liabilities**

	09/30/2021		
	BeOnline & SaaS	Commerce	Consolidated
Net accounts receivable	25,291	399,502	424,793
Property and equipment	74,528	17,395	91,923
Intangible assets	1,217,054	519,177	1,736,231
<b>Total main assets</b>	<b>1,316,873</b>	<b>936,074</b>	<b>2,252,947</b>
Loans and financing	32,529	528	33,057
Services to be provided	50,257	15,516	65,773
Payables to clients	622	347,269	347,891
<b>Total main liabilities</b>	<b>83,408</b>	<b>363,313</b>	<b>446,721</b>
	12/31/2020		
	BeOnline & SaaS	Commerce	Consolidated
Net accounts receivable	21,075	337,503	358,578
Property and equipment	67,931	8,332	76,263
Intangible assets	178,184	299,705	477,889
<b>Total main assets</b>	<b>267,190</b>	<b>645,540</b>	<b>912,730</b>
Loans and financing	83,274	1,284	84,558
Services to be provided	17,953	25,635	43,588
Payables to clients	23,762	247,903	271,665
<b>Total main liabilities</b>	<b>124,989</b>	<b>274,822</b>	<b>399,811</b>

## 23 Financial instruments

The tables below present a breakdown of financial assets and liabilities as at September 30, 2021

	<b>Company</b>			
	<b>09/30/2021</b>			
	<b>Measured at fair value through profit or loss</b>	<b>Amortized cost</b>	<b>Book value</b>	<b>Fair value</b>
<b>Financial assets</b>				
Cash and cash equivalents	1,681,627	-	1,681,627	1,681,627
Net accounts receivable	-	19,065	19,065	19,065
Derivatives	9,720	-	9,720	9,720
Accounts receivable - related parties	-	-	-	-
Restricted cash	3,310	-	3,310	3,310
<b>Total</b>	<b>1,694,657</b>	<b>19,065</b>	<b>1,713,722</b>	<b>1,713,722</b>
<b>Financial liabilities</b>				
Loans and financing	-	32,487	32,487	32,487
Suppliers	-	8,747	8,747	8,747
Lease liabilities	-	67,064	67,064	67,064
Obligations with investments acquisitions	-	282,763	282,763	282,763
<b>Total</b>	<b>-</b>	<b>391,061</b>	<b>391,061</b>	<b>391,061</b>

  

	<b>Consolidated</b>			
	<b>09/30/2021</b>			
	<b>Measured at fair value through profit or loss</b>	<b>Amortized cost</b>	<b>Book value</b>	<b>Fair value</b>
<b>Financial assets</b>				
Cash and cash equivalents	1,800,333	-	1,800,333	1,800,333
Net accounts receivable	-	424,793	424,793	424,793
Derivatives	9,720	-	9,720	9,720
Restricted cash	3,310	-	3,310	3,310
<b>Total</b>	<b>1,813,363</b>	<b>424,793</b>	<b>2,238,156</b>	<b>2,238,156</b>
<b>Financial liabilities</b>				
Loans and financing	-	33,057	33,057	33,057
Suppliers	-	23,702	23,702	23,702
Lease liabilities	-	74,702	74,702	74,702
Obligations with investments acquisitions	-	596,811	596,811	596,811
Payables to clients	-	347,891	347,891	347,891
<b>Total</b>	<b>-</b>	<b>1,076,163</b>	<b>1,076,163</b>	<b>1,076,163</b>

<b>Company</b>				
<b>12/31/2020</b>				
	<b>Measured at fair value through profit or loss</b>	<b>Amortized cost</b>	<b>Book value</b>	<b>Fair value</b>
<b>Financial assets</b>				
Cash and cash equivalents	358,700	-	358,700	358,700
Net accounts receivable	-	18,578	18,578	18,578
Derivatives	19,367	-	19,367	19,367
Accounts receivable - related parties	-	789	789	789
Restricted cash	4,803	-	4,803	4,803
<b>Total</b>	<b>382,870</b>	<b>19,367</b>	<b>402,237</b>	<b>402,237</b>
<b>Financial liabilities</b>				
Loans and financing	-	83,175	83,175	83,175
Suppliers	-	11,208	11,208	11,208
Lease liabilities	-	66,996	66,996	66,996
Obligations with investments acquisitions	42,595	-	42,596	42,596
<b>Total</b>	<b>42,595</b>	<b>161,379</b>	<b>203,974</b>	<b>203,974</b>
<b>Consolidated</b>				
<b>12/31/2020</b>				
	<b>Measured at fair value through profit or loss</b>	<b>Amortized cost</b>	<b>Book value</b>	<b>Fair value</b>
<b>Financial assets</b>				
Cash and cash equivalents	404,628	-	404,628	404,628
Net accounts receivable	-	358,578	358,578	358,578
Derivatives	19,367	-	19,367	19,367
Restricted cash	4,803	-	4,803	4,803
<b>Total</b>	<b>428,798</b>	<b>358,578</b>	<b>787,376</b>	<b>787,376</b>
<b>Financial liabilities</b>				
Loans and financing	-	84,558	84,558	84,558
Suppliers	-	20,540	20,540	20,540
Lease liabilities	-	69,545	69,545	69,545
Obligations with investments acquisitions	215,052	-	215,052	215,052
Payables to clients	-	245,479	245,479	245,479
<b>Total</b>	<b>215,052</b>	<b>420,122</b>	<b>635,174</b>	<b>635,174</b>

Considering the terms and characteristics of these instruments, which are systematically renegotiated, their book values approximate to their fair value.

**a. Purpose of derivative financial instruments**

Derivative financial instruments contracted by the Company are intended to hedge against foreign currency risk related to loans denominated in foreign currency. The Company has no derivative financial instruments for speculative purposes.

On February 18, 2019, the Company entered into two cross-currency interest rate swap agreements with a total notional value of R\$40,000, equivalent to US\$10,787 on the inception date, when the exchange rate was R\$3,7080 per U.S. dollar.

These transactions, which resulted from a financing backed in foreign currency and supported by circular letter 3844/2017 of the Brazilian Central Bank (BACEN) (“Captação 3844/2019-1” and “Captação 3844/2019-2”), enabled the Company to replace its exposure to U.S. dollar fluctuations, plus 4.77% p.a., for a fixed rate for an amount equivalent to three quarters of the funding value (R\$30,000), and, for one quarter of the amount, a floating rate indexed to the CDI, plus a fixed spread.

On July 2, 2019, the Company entered into a cross-currency interest rate swap agreement with notional value of R\$38,300, equivalent to US\$10,000 on the inception date, when the exchange rate was R\$3,8300 per U.S. dollar.

This transaction, which resulted from a financing backed in foreign currency and based in federal law No. 4131/62 (“Captação 4131”), enabled the Company to replace its exposure to U.S. dollar fluctuations, plus 4.57% p.a., for a fixed rate.

On May 11, 2021, the Company entered into non-deliverable forward contracts (NDF) with two monthly maturities between July 2021 and December 2021. As of September 31, contracts outstanding amounted to US\$1,650.

The Company has internal controls over its derivative financial instruments which, according to Management, are appropriate to control the risks associated to each market action strategy. The results achieved by the Company from derivative financial instruments indicate that risks are being appropriately controlled by Management.

The Company’s operations expose it to a number of financial risks: market risk (including interest rate, foreign currency, and price risks), credit risk, and liquidity risk.

The Company’s Treasury area manages risks according to the policies approved by the Board of Directors. The Treasury area identifies, assesses and protects the Company against certain financial risks in cooperation with the Company’s operating units.

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

**(i) Interest rate risk**

This risk arises from the possibility of losses incurred by the Company as a result of fluctuations in interest rates that may increase the financial expenses on loans and financing raised on the market.

**(ii) Credit risk**

Credit risk refers to the risk of failure by a counterparty to meet their obligations on a financial instrument or agreement with a customer, which would result in loss. The Company is particularly exposed to credit risk regarding cash and cash equivalents and accounts receivable. The Company reduces its credit risk by using the following policies:

- **Cash and cash equivalents:** The Company adopts methods that limit the amounts that may be allocated to a single financial institution and take into account the monetary limits and credit ratings of the financial institutions with which it operates, which are updated on a regular basis.
- **Accounts receivable:** Credit risk is reduced to the extent that the assets represented by receivables and services are intermediated by credit card administration companies. In this case, the credit risk with customers will be fully transferred to these companies, and the only risk assumed by the Company is the non-recognition of purchases by customers, for which an impairment provision is calculated and recorded. The Company now holds the credit risk before credit card administration companies.
- The amounts receivable from individual customers through bank slips are limited and represented approximately 7% of total accounts receivable at September 30, 2021 (11% as at December 31, 2020). The maximum exposure to credit risk as at September 30, 2021 is the amount shown in the statement of financial position.

**(iii) Liquidity risk**

Liquidity risk is the possibility that the Company or its subsidiaries may not have sufficient funds to meet their commitments upon the realization/liquidation of its rights and obligations.

The Company and its subsidiaries manage the maturities of non-derivative financial contracts as described in Note 12, so as to avoid impact on liquidity.

The liquidity and cash flows of the Company and its subsidiaries are managed on a daily basis by the Company, so as to ensure that operating cash generation and the advance raising of funds, when required, are sufficient to maintain their schedule of payments and avoid liquidity risk.

The table below shows the maturities of the consolidated financial liabilities of the Company

	Less than 3 months	From 3 to 12 months	More than 1 year	Total
<b>September 30, 2021</b>				
Other accounts payable	2,349	-	4,096	6,445
Suppliers	23,702	-	-	23,702
Loans and financing	5,563	27,276	218	33,057
Lease liabilities	1,987	5,960	66,756	74,702
Payables to clients	347,891	-	-	347,891
Obligations with Investment acquisitions	8,750	26,812	561,249	596,811
	<u>390,241</u>	<u>60,048</u>	<u>632,319</u>	<u>1,082,608</u>

	December 31, 2020	December 31, 2020	December 31, 2020	Total
<b>December 31, 2020</b>				
Other accounts payable	4,053	-	4,046	8,099
Suppliers	20,540	-	-	20,540
Loans and financing	19,643	37,233	27,682	84,558
Lease liabilities	2,599	3,212	63,734	69,545
Payables to clients	271,665	-	-	271,665
Obligations with Investment acquisitions	1,083	2,359	211,610	215,052
	<b>319,583</b>	<b>42,804</b>	<b>307,072</b>	<b>669,459</b>

**(iv) Foreign currency risk**

Foreign currency risk derives from the risk of variation in future cash flows of loans denominated in foreign currency and financial instruments, due to variation in exchange rates. The foreign currency risk could significantly impact the Company's results of operations. In order to manage this risk, the Company uses derivative financial instruments (swaps) that are contracted with first-class financial institutions. Accordingly, the Company is fully hedged against fluctuations in foreign exchange rates on its loans.

The Company's policy is to use derivative financial instruments only to reduce the risks arising from foreign currency exposure, which is represented by loans denominated in foreign currency, and not for speculative purposes.

**b. Sensitivity analysis**

As at September 30, 2021, the Company was exposed to fluctuation in U.S. dollar rates due to loans denominated in foreign currency, loans linked to the Benchmark Rate (TR) and the Long-Term Interest Rate (TJLP), which are indices used in loans denominated in local currency, as well as to variation on Interbank Deposit Certificates (CDI), which, in turn, adjusts financial investments earnings (CBD). Three different scenarios were defined to analyze the sensitivity of these indices.

According to Management's analysis, an increase of 5% was assumed for the probable scenario. Another two scenarios (A and B) are also shown. The Company assumed increases of 25% (scenario A) and 50% (scenario B – extreme situation) in its forecasts. The table below sets forth the sensitivity analysis for each type of risk considered relevant by Management:

Transaction	Risk	Balance as of Sep 30, 2021	Gain / (Loss) - Consolidated		
			Probable	Scenario A	Scenario B
Loans in foreign currency (USD)* Financial investments adjusted by the CDI	Increase in USD rate	(32,487)	(1,635)	(8,175)	(16,351)
	Decrease in CDI	1,803,643	(5,546)	(27,731)	(55,462)
<b>Dollar rate</b>		5.44	5.71	6.80	8.16
<b>CDI (downward scenario)</b>		6.15%	5.84%	4.61%	3.08%

(\*) Financing contracts adjusted by the foreign currency are hedged by cross-currency interest rate swap agreements against foreign exchange fluctuations.

**Sources:** US dollar: PTAX rate of the Central Bank of Brazil CDI: B3 Brasil, Bolsa, Balcão



**c. Capital management**

The Company's objective in managing its capital is to safeguard its ability to continue offering a return to shareholders, and benefits to other stakeholders, as well as to maintain an ideal capital structure to reduce these costs, or costs relating to the generation of these results and benefits.

In order to maintain or adjust its capital structure, the Company may review its receivables advance policy, and the payment of non-mandatory dividends, return capital to shareholders, or issue new shares to reduce its indebtedness level.

Capital management is at the consolidated level, as described below:

	09/30/2021	12/31/2020
Loans and financing	33,057	84,558
(+) Lease liabilities	74,702	69,545
(+) Derivatives	(9,720)	(19,367)
(-) Cash and cash equivalents	(1,800,333)	(404,628)
(-) Restricted cash	(3,310)	(4,803)
	<u>(1,705,604)</u>	<u>(274,695)</u>
<b>(=) Net debt</b>	<b>(1,705,604)</b>	<b>(274,695)</b>
(+) Total equity	2,950,562	673,973
<b>(=) Total equity and net debt</b>	<b><u>1,244,958</u></b>	<b><u>399,278</u></b>

**d. Fair value of financial instruments**

The valuation method used for calculating the market value of financial liabilities (if applicable) and derivative financial instruments (swaps) was the discounted cash flow, taking into account the expectations of liquidation or realization of liabilities and assets at the market rates in force as at the date of the statements of financial position.

Fair values are calculated by estimating future operating flows; using the curves of BM&FBovespa; and discounting them to present value using the market exchange rates for swaps, as published by BM&FBovespa.

Market values of derivatives shown below were obtained using the market rates in effect as at the date of the statements of financial position, and the rates estimated by the market. In order to calculate the coupon of positions indexed to foreign currency, the Company adopted a linear convention of 360 calendar days. The table below shows the variation in fair values of derivative instruments and their respective amounts receivable (payable) at the close of the period.

September 30, 2021			
Company and Consolidated			
Description	Reference value (notional)	Fair value	Amount receivable/(payable)
<b>Funding 3844/2019-1</b>			
Asset position	8,035	8,156	8,156
Liability position	(5,540)	(5,582)	(5,582)
	<b>2,495</b>	<b>2,574</b>	<b>2,574</b>
<b>Funding 3844/2019-2</b>			
Asset position	2,676	2,712	2,712
Liability position	(1,839)	(1,848)	(1,848)
	<b>837</b>	<b>864</b>	<b>864</b>
<b>Funding 4131</b>			
Asset position	21,773	22,020	22,020
Liability position	(15,649)	(15,738)	(15,738)
	<b>6,124</b>	<b>6,282</b>	<b>6,282</b>
<b>Total derivative financial instruments</b>	<b>9,456</b>	<b>9,720</b>	<b>9,720</b>
Mark-to-market (MTM) (Sep 30, 2021 Balance)		265	265
Mark-to-market (MTM) (Dec 31, 2020 Balance)			(1,310)
Mark-to-market (MTM) for the period			1,575

**e. Fair value hierarchy**

The fair values of financial investments and swaps are classified in Level 2 of the fair value hierarchy. The Company has no financial instruments classified in Levels 1 and 3.

**f. Change in liabilities arising from financing activities**

	Company					
	09/30/2021			09/30/2021		
	Changes with cash effects	Changes without cash effects	Total	Changes with cash effects	Changes without cash effects	Total
Loans and Financing - Beginning of the period	-	-	83,175	-	-	116,352
Derivatives - Beginning of the period	-	-	(19,367)	-	-	(4,932)
<b>(=) Loans and financing, net of derivatives</b>	<b>-</b>	<b>-</b>	<b>63,808</b>	<b>-</b>	<b>-</b>	<b>111,420</b>
(+) Interest, exchange variation, and derivatives accrued	-	2,378	2,378	-	5,898	5,898
(-) Principal repayment in the period	(38,800)	-	(38,800)	(38,855)	-	(38,855)
(-) Interest, foreign exchange rate variation and derivatives paid	(3,045)	-	(3,045)	(6,704)	-	(6,704)
(+-) Mark-to-market of derivatives	-	(1,574)	(1,574)	-	(784)	(784)
<b>(=) Loans and financing, net of derivatives</b>	<b>(41,845)</b>	<b>804</b>	<b>22,767</b>	<b>(45,559)</b>	<b>5,114</b>	<b>70,974</b>
Loans and Financing - End of the period	-	-	32,487	-	-	98,315
Derivative financial instruments – End of the period	-	-	(9,720)	-	-	(27,341)
	Consolidated					
	09/30/2021			09/30/2021		
	Changes with cash effects	Changes without cash effects	Total	Changes with cash effects	Changes without cash effects	Total
Loans and Financing - Beginning of the period	-	-	84,558	-	-	116,513
Derivatives - Beginning of the period	-	-	(19,367)	-	-	(4,932)
<b>(=) Loans and financing, net of derivatives</b>	<b>-</b>	<b>-</b>	<b>65,191</b>	<b>-</b>	<b>-</b>	<b>111,581</b>
(+) Loans and financing from acquired companies	-	6,636	6,636	-	-	-
(+) Interest, exchange variation, and derivatives accrued	-	3,425	3,425	-	5,907	5,907
(-) Principal repayment in the period	(46,429)	-	(46,429)	(38,888)	-	(38,888)
(-) Interest, foreign exchange rate variation and derivatives paid	(3,912)	-	(3,912)	(6,729)	-	(6,729)
(+-) Mark-to-market of derivatives	-	(1,574)	(1,574)	-	(784)	(784)
<b>(=) Loans and financing, net of derivatives</b>	<b>(50,341)</b>	<b>8,486</b>	<b>23,337</b>	<b>(45,616)</b>	<b>5,123</b>	<b>71,087</b>
Loans and Financing - End of the period	-	-	33,057	-	-	98,428
Derivative financial instruments – End of the period	-	-	(9,720)	-	-	(27,341)

## 24 Non-cash transactions

In the nine-month period ended September 30, 2021, there were transactions that did not affect cash, related to the acquisition of machines and equipment.

## 25 Insurance coverage

The Company and its subsidiaries contract insurance coverage to protect against any damages to its equity and assets, also including their establishments and vehicles fleet, the premiums of which were as follows in the respective years:

	Consolidated	
	09/30/2021	09/30/2021
Vehicles	11,347	7,700
Business (real estate and assets)	362,575	362,575
Electricity	-	201
Directors and officers liability	50,000	50,000
General liability	3,300	1,100
	<u>427,222</u>	<u>421,576</u>

## 26 Subsequent events

### a. Business acquisition

On October 5, 2021, the Share Purchase and Sale Agreement and Other Covenants were entered into between the Company and the partners of Squid Digital Media Channel Ltda. (“Squid”), to regulate the acquisition of the entire capital stock of Squid by the Company (“Operation”).

Founded in 2014, Squid is the most relevant company in the Creators Economy segment in Brazil and has the best solutions and platforms to connect influencers and content creators to brands. The closing price for the acquisition of all shares of Squid, on a fully diluted basis, is approximately R\$176,5 million and is also subject to certain net debt and working capital adjustments, which are 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 net revenue from Squid's transfer, as defined in the Agreement. As a guarantee to the Company with respect to certain indemnity obligations assumed by the sellers in the Agreement, a portion of the earnout to be paid based on the net revenue from transfers for the fiscal year 2024 will be retained by the Company and may be subsequently released to the sellers, according to the rules and procedures provided for in the Contract.

### b. Incorporation

On October 29, 2021 was approved in Extraordinary General Meeting, the incorporation of Social Miner Ltda by Locaweb Serviços de Internet S.A.