

Management Report

1st quarter of 2023

São Paulo, May 15, 2023 – We present the Management Report of Itaúsa S.A. (“Itaúsa” or “Company”) for the first quarter of 2023 (1Q23). The Financial Statements were prepared in accordance with the standards established by the Accounting Pronouncement Committee (CPC) and approved by the Brazilian Securities and Exchange Commission (CVM), as well as the International Financial Reporting Standards (IFRS).

Executive Summary

Recurring Profit

R\$ 2.7 billion

▼ 0.6% vs. 1Q22¹

Net Asset Value

R\$ 98.8 billion

▼ 17.4% vs. 03.31.2022

Recurring ROE

14.6% p.y.

▼ 1.8 p.p. vs. 1Q22¹

Itaúsa's Highlights

- **1Q23 Earnings:** Itaúsa's 1Q23 earnings remained stable on a year-on-year basis (excluding the effects of the one-off sale of XP shares in 1Q22), showing the strength and resilience of the portfolio in the face of a challenging macroeconomic scenario.
- **Annual and Extraordinary General Stockholders' Meeting:** the Board of Directors is now composed of 4 independent members (44%), the Audit Committee became a statutory body and Itaúsa's new long-term incentive plan (matching shares) was approved.
- **Itaúsa Integrated Report 2022:** improved level of ESG disclosure of Itaúsa and its portfolio companies in the Integrated Report 2022, published in April 2023, as a result of the new strategy and Itaúsa's ESG pillars announced in December 2022.

R\$ million

	1Q23	1Q22	Variation
PROFITABILITY AND RETURN²			
Profit	2,798	3,719	-24.7%
Recurring Profit	2,671	2,687 ¹	-0.6%
Return on Equity (%) ³	15.3%	22.6%	-7.3 p.p.
Recurring Return on Equity (%) ³	14.6%	16.4% ¹	-1.8 p.p.
BALANCE SHEET			
Total Assets	84,517	73,797	14.5%
Net Debt	3,944	3,340	18.1%
Stockholders' Equity	73,632	65,555	12.3%
CAPITAL MARKET			
Market Value ⁴	79,746	94,809	-15.9%
Average Daily traded Volume (ADTV) ⁵	184	263	-30.1%

(1) It considers the exclusion of the capital gain arising from the sale of XP Inc. shares in 1Q22 (R\$ 1.132 million) for better comparison of periods.

(2) Attributable to controlling stockholders.

(3) Annualized ROE (Return on Equity).

(4) Calculated based on the closing price of preferred shares on March 31, 2022 and March 31, 2023, excluding treasury shares.

(5) It includes preferred shares in Itaúsa (ITSA4) traded on B3.

ITSA
B3 LISTED N1

Member of
Dow Jones
Sustainability Indices
Powered by the S&P Global CSA

ISE B3

ICO2 B3

IGPTWB3

Message from Management

“Itaúsa’s earnings for the first quarter of 2023 reflect the resilience of our portfolio against a challenging economic scenario in Brazil and in the world”

Alfredo Setubal

Itaúsa’s CEO



The global economic scenario remained challenging in the first three months of 2023, with uncertainties and volatilities as a result of the conservative stance of major banks while running their monetary policies to tackle rising inflation levels, and by the issues involving the U.S. and European banking systems. In Brazil, inflation and labor market indicators have envisaged an economic slowdown which, combined with high interest rates and uncertainties in the fiscal policy, contributed to a more cautious market dynamics in terms of short-term business.

Even amid this challenging scenario, Itaúsa’s earnings in 1Q23 reflects the strength of its portfolio, which is made up of brands leading their segments of operation, as well as the active portfolio management carried out by the holding company in recent years. Itaúsa’s profit in 1Q23 remained stable on a year-on-year basis, excluding the one-off effects of capital gains on the sale of XP shares recorded in 1Q22. Recurring result from investees, recorded in Itaúsa in 1Q23, totaled R\$ 3.0 billion, up 5% from the previous year, mainly driven by the consistent results of its investment portfolio.

The largest asset in the portfolio, Itaú Unibanco’s results were driven by an increased loan portfolio in the main segments of Brazil and Latin America, added to the growth in commissions and fees arising from higher revenue from card activities, and the higher result from insurance and pension plan operations as well. Our investees in the energy and infrastructure segments, which are more resilient to turmoil, also reported rising performance curves. Meanwhile, the economic downturn remains a source of challenges to operations in Alpargatas and Dexco, which are part of sectors more sensitive to the current economic cycle.

Our latest General Stockholders’ Meeting, held on April 28, 2023, approved major advances in our governance. Among them, we highlight the Board of Directors, composed of nine members, which now has four independent members (44%). Furthermore, the Audit Committee became a statutory body, reaching the same status of the other Board advisory committees. At last, our new long-term incentive plan (matching shares) was approved. This plan is aimed at increasing the sense of ownership and commitment of eligible members to Itaúsa’s performance in the medium and long term.

Also, on April 28, 2023, we disclosed Itaúsa Integrated Report 2022, in which we share, in an objective and transparent way, how our strategy, governance and performance create value for our stakeholders. This report has been prepared based on top global ESG reporting guidelines, and is assured by PricewaterhouseCoopers (PwC). In view of our new ESG Strategy announced in December 2022, we expanded our reporting on Itaúsa’s and investees’ commitment to those topics we considered priority: climate change, diversity & inclusion, and continuous strengthening of governance.

We are confident of our running the business on the right path by keeping a focus on capital allocation discipline, long-term vision, a culture of risk management and appreciation of human capital. We will continue to target value creation for our more than 940,000 stockholders, investees and society.



1. Environmental, Social and Governance (ESG) Performance

1.1. Integrated Report 2022



Published in April 2023, the Integrated Report 2022 follows the standards of the Global Reporting Initiative (GRI Standards), Sustainability Accounting Standards Board (SASB) and International Integrated Reporting Council (IIRC) guidelines, in addition to be assured by PricewaterhouseCoopers (PwC). It is also linked to the UN's Sustainable Development Goals (SDGs). In view of the new ESG strategy announced by Itaúsa in December 2022, this report provides for a greater disclosure about Itaúsa's and its investees' commitment to three major priority topics: **climate change, diversity & inclusion, and continuous strengthening of governance**. Aiming to share, in an objective and transparent way, how Itaúsa's strategy, governance and performance create value for stakeholders, the Integrated Report addressed, among others, the topics highlighted below.

Advances in efficient capital allocation:

divestiture of non-strategic assets with the sale of XP shares, allocating part of these funds to the Company's deleveraging, the acquisition of equity interest in CCR and the follow-on of Alpargatas.

Strengthening governance and control structure:

set up of the Audit Committee and statutory implementation of Board Advisory Committees.

Definition of the new ESG Strategy, which resulted in the establishment of Instituto Itaúsa and the definition of Itaúsa's ESG Ambition:

"being a company that invests with responsibility, positioning itself as an agent of change to build business that create value and impact the sustainable development in Brazil."

Portfolio highlights:

Total people employed, private social investment, diversity indicators, and carbon emission data, among others.

Todo lugar tem Itaúsa (Itaúsa is everywhere) campaign:

Itaúsa is cast as a transformative company that invests in Brazil and in Brazilians, and brings benefits to its stockholders and society.

Access the **Integrated Report 2022** in full at: <https://www.itausa.com.br/Integrated-Report-and-Annual-Report>, or **click here** and watch the video with the animated version of the Report to get to know the main topics.

1.2. Advances in Corporate Governance

As part of Itaúsa's continuous governance improvement, our latest General Stockholders' Meeting, held on April 28, 2023, approved, among others, the following matters:

- **Statutory implementation of the Audit Committee.**
- **New long-term incentive plan (matching shares), aimed at increasing the sense of ownership and commitment of eligible members to Itaúsa's performance in the medium and long term.**
- **Four independent members to sit on Itaúsa's Board of Directors:**
 - Patrícia de Moraes (reelected)
 - Raul Calfat (elected)
 - Vicente Furletti de Assis (reelected)
 - Edson Carlos De Marchi (reelected)



For further information about the resolutions adopted at the General Stockholders' Meeting, please access <https://www.itausa.com.br/General-Stockholders-Meetings>.

1.3. *Todo lugar tem Itaúsa* (Itaúsa is everywhere) campaign

In 2023, we proceeded with the “*Itaúsa is everywhere*” campaign, launched last year. The campaign follows the motto that, **from the time you wake up until the end of the day, Itaúsa is together with Brazilians through solid brands that have leading roles in the segments in which they operate.**

This narrative has been developed based on the outcomes of a survey conducted to understand the top of mind brands and the perceptions of the general public and the market regarding Itaúsa and the values and good practices expected of a holding company. There were over 10 million views on YouTube, with great impact on social media. [Click here to learn more.](#)



2. Itaúsa's Operational and Financial Performance

2.1. Individual Result of Itaúsa

Itaúsa S.A. is an investment holding company with equity interests in other operating companies, with its results basically derived from its Equity in the Earnings of Investees, determined based on the profit of its investees, revenues from investments in financial assets and the result of possible sales of assets of its portfolio. The equity in the earnings of investees and the individual result of Itaúsa are presented in the table below, including recurring events (non-recurring events are presented in detail in table Reconciliation of Recurring Profit).

Managerial Individual Result of Itaúsa ¹			
R\$ million	1Q23	1Q22	Δ%
Investees' Recurring Profit	3,000	2,867	5%
Financial Sector	2,788	2,734	2%
Itaú Unibanco	2,735	2,628	4%
XP Inc.	53	106	-50%
Non-Financial Sector	231	173	34%
Alpargatas	(4)	24	n.a.
Dexco	55	74	-26%
CCR	33	n.a.	n.a.
Aegea Saneamento	21	23	-12%
Copa Energia	66	5	1,280%
NTS ²	61	48	29%
Other companies	1	(1)	n.a.
Other results³	(19)	(40)	-52%
Results of Itaúsa	(143)	1,021	n.a.
Administrative Expenses	(32)	(35)	-9%
Tax Expenses	(108)	(130)	-16%
Other Operating Revenues	(2)	1,186	n.a.
Financial Income/Expenses	(182)	(112)	62%
Income before Income Tax/Social Contribution	2,676	3,776	-29%
Income Tax/Social Contribution	(5)	43	n.a.
Recurring Profit	2,671	3,819	-30%
Lucro Líquido Recorrente Ajustado	2,671	2,687⁴	-0.6%
Non-recurring Result	128	(100)	n.a.
Itaúsa's results	113	-	n.a.
Financial Sector	(53)	(111)	-37%
Non-Financial Sector	68	11	529%
Profit	2,798	3,719	-25%
Return on Equity (%)	15.3%	22.6%	-7.3 p.p.
Recurring Return on Equity (%)	14.6%	23.2%	-8.6 p.p.
Adjusted Return on Equity (%)	14.6%	16.4%⁴	-1.8 p.p.

(1) Attributable to controlling stockholders. | (2) It includes dividends/interest on capital received and the adjustment to fair value of shares. | (3) It refers mainly to PPAs (purchase price allocations) of the goodwill from investments in Alpargatas, Copa Energia and Aegea Saneamento. | (4) The adjustment refers to the exclusion of the capital gain arising from the sale of XP Inc. shares in 1Q22 (R\$ 1,132 million) for better comparability of periods.

In March 2022, Itaúsa sold 12 million shares in XP Inc. for approximately R\$ 1.8 billion, resulting in a capital gain of R\$ 1.1 billion recognized in its profit. We present the Adjusted Recurring Profit and Recurring ROE, excluding such capital gain from the 1Q22 results, for better comparability of the period indicators, as follows.



2.2. Recurring Profit of Investees, as recorded by Itaúsa (1Q23 vs. 1Q22)

Recurring profit of investees, recorded by Itaúsa in 1Q23, totaled **R\$ 3.0 billion**, up **5%** on a year-on-year basis, mainly driven by the portfolio companies' consistent results.

Itaú Unibanco posted an increase in loan portfolio, resulting in a better margin with clients, in addition to growth in commissions and fees and result from insurance operations, which was partially offset by higher cost of credit due to the increase in portfolio and higher non-performing loans. The Bank recorded a decrease in its efficiency ratio, reaching 39.8% on a consolidated basis, which was once again the lowest level at the historical series.

Alpargatas' results were impacted by the downturn in demand in Brazil and the international market, in addition to higher storage and freight costs, higher general and administrative expenses and higher finance costs, which were partially offset by higher revenue per pair of Havaianas sandals in Brazil.

Dexco also recorded a decrease in the volume of sales in its business units, in addition to a worse mix in the Wood, Bathroom Fixtures and Fittings Divisions, partially offset by the positive effect of the revaluation of the biological asset, the sale of standing wood and the results in the new dissolving wood pulp (DWP) business unit.

CCR's results started to be recognized by Itaúsa in September 2022 under the equity method of accounting. In the first quarter of 2023, it recorded growth in its three segments of operations, driven by the resumption of post-pandemic activities, which had still impacted the 1Q22 performance.

Aegea reported better results of operations on a year-on-year basis, mainly driven by higher revenue from consideration of concessions and the positive impact of results of SPCs Águas do Rio 1 and 4. However, the company recorded lower profits due to increased debts and finance costs, which were impacted by the rise in the basic interest rate.

Results of the investment in **NTS**, recorded by Itaúsa as a "financial asset", were positively impacted mainly by the increase in the distribution of dividends on a year-on-year basis, which was partially offset by a slight reduction in the fair asset value.

Copa Energia recorded increase in EBITDA and in profit, mainly driven by the commercial strategy implemented, which offset the loss of volume in the resale segment.

At last, **XP Inc's** results, recognized by Itaúsa under the equity method of accounting, remained stable on a year-on-year basis, in spite of having contributed less to Itaúsa's overall results in 1Q23. This was due to the smaller interest equity held by Itaúsa in this investee as a result of the divestiture carried out over the last 12 months.

Further information on the performance of each investee and Itaúsa's corresponding equity interest is available in section 7.1 ("Operational and financial performance of investees").

Management Report

1st quarter of 2023

2.3. Itaúsa Own Results

Administrative expenses totaled R\$ 32 million in 1Q23. This 9% reduction on a year-on-year basis was mainly due to lower personnel expenses and fees, impacted by the reversal of the provision as a result of the changes in the long-term incentive plan. If we excluded this effect, administrative expenses would have totaled R\$ 39 million, up 10.7% due to higher expenses on communication projects and legal costs.

Tax expenses totaled R\$ 108 million in 1Q23, down 16% compared to the same period of the previous year, when there was an increase in tax expenses related to PIS/COFINS (taxes on income) on the capital gain from the sale of XP shares in 2022.

Other operating expenses totaled R\$ 2 million in 1Q23. In 1Q22, the R\$ 1.2 billion revenue was mostly related to gains from the sale of XP Inc. shares in that period (which did not occur in 1Q23).

2.4. Finance Result

Finance Result reached negative R\$ 182 million in 1Q23. The R\$ 70 million reduction in Finance Result compared to 1Q22 was mainly due to higher interest expenses caused by the rise in the basic interest rate in the period and to higher gross debt as a result of the fifth issuance of debentures, which took place in August 2022, to finance the purchase of equity interest in CCR and increase Itaúsa's cash balance. This negative effect was partially offset by the early settlement of the second issue and the second series of the fifth issuance of debentures in December 2022 and to higher return on cash.

2.5. Profit

Profit totaled R\$ 2,798 million in 1Q23, down 25% from the R\$ 3,719 million on a year-on-year basis, mainly driven by non-disposal of shares in XP Inc., which had a positive impact on the 1Q22 result by R\$ 1,132 million. If we excluded the effects of the disposal of shares in XP Inc. on the 1Q22 results, the 1Q23 profit would have accounted for an 8% increase (R\$ 2,587 million adjusted in 1Q22 vs. R\$ 2,798 million in 1Q23).

2.6. Recurring Profit

Recurring Profit was R\$ 2,671 million in 1Q23, down 30% from the R\$ 3,819 million reported in 1Q22. If we excluded the effects of the sale of shares in XP Inc. on the 1Q22 recurring result (R\$ 1,132 million), then 1Q23 Recurring Profit would have posted a slight decrease of 1%.

Profit was impacted by non-recurring events, which totaled a positive effect of R\$ 128 million in 1Q23. Itaúsa's own results were positively impacted as it received earn-out in connection with the sale of **Elekeiroz** in the amount of R\$ 113 million. Major non-recurring effect in **Alpargatas** was the impairment of trade accounts receivable related to the sale of equity interest in Alpargatas S.A.I.C (Argentina). At **CCR**, the major non-recurring events were the agreement with the Rio de Janeiro State for the continuity of waterway passenger transport services at Barcas, the provision for the non-onerous return of 30% of land acquired for the implementation and discontinuation of the NASP (Novo Aeroporto de São Paulo) Project, and investments in improvement works in ViaOeste concession. Additionally, in the period there was a positive effect of approximately R\$ 90 million related to the gain from the contingent lawsuit of **Itautec**.

Reconciliation of Recurring Profit		
R\$ million	1Q23	1Q22
Recurring Profit	2,671	3,819
Addition/(Exclusion) of non-recurring effects	128	(100)
Own	113	-
Arising from ownership interest in the Financial Sector	(53)	(111)
Itaú Unibanco	(53)	(111)
Voluntary severance program	-	(282)
Interbank Payments	-	89
Treasury shares	(12)	69
Provision for structural adjustment	(8)	-
Fixed Assets, Furniture and Equipments	(6)	-
Others	(27)	13
XP Inc.	-	-
Arising from ownership interest in the Non-Financial Sector	68	11
Alpargatas	(55)	(14)
Dexco	1	10
CCR	32	-
Copa Energia	1	(2)
Others ¹	88	17
Profit	2,798	3,719

(1) For 1Q23, mainly refers to Itaútec process gains. For 1Q22, it refers to the discontinued operations of the investee Alpargatas.

3. Capital Structure and Indebtedness

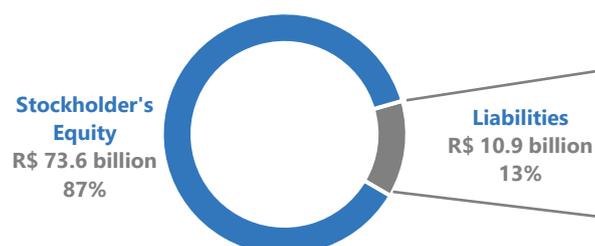
3.1. Breakdown of Capital and Leverage

Itaúsa has a conservative cash management approach and the maintenance of proper leverage ratios among its practices, subject to the proper liquidity level of cash and cash equivalents and focus on capital preservation. On March 31, 2023, the Company's leverage ratio was **4.7%** (net debt of R\$ 3.9 billion to total liabilities + equity of R\$ 84.5 billion) and **4.0%** on the market value of its assets (net debt of R\$ 3.9 billion to Net Asset Value (NAV) of R\$ 98.8 billion).

Itaúsa's financial and equity positions are sufficient for the continuity of its business plan and meet short-, medium- and long-term obligations, third-party loans included, on the grounds of its liquidity buffer (current cash position, proceeds from investees, liquidity of its portfolio assets and capital call capacity, if required).

It is worth mentioning that the shares in XP Inc. held by Itaúsa represent a major source of liquidity, given the strategic decision already announced by Itaúsa to sell this equity interest. If this amount was considered as a cash position as of March 31, 2023, the Company would have had a net debt position of R\$ 1.8 billion.

Breakdown of Capital on 03.31.2023



Breakdown of Liabilities (R\$ million)

Total Liabilities	10,885	12.9%
Debentures	6,685	7.9%
Dividends and IOC payable	2,101	2.5%
Provision for Tax Litigations	1,807	2.1%
Other liabilities	292	0.4%

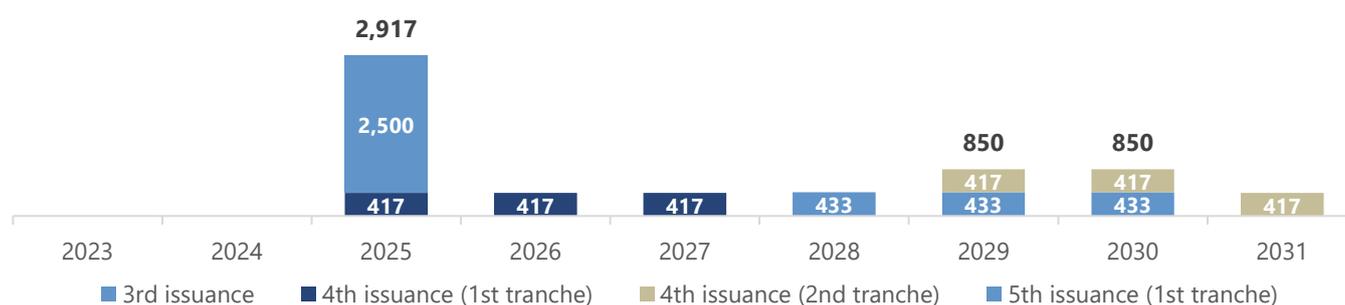
Note: amounts related to Itaúsa's parent company's balance sheet

3.2. Repayment Schedule

Please see below the instruments that account for over 60% of the Company's total debt, and its repayment schedule. It is worth mentioning that there are no amortizations to be carried out in the next 2 years, as a result of the deleveraging strategy initiated at the end of 2022.

On March 31, 2023, the Company's average term of debt was **4 years and 4 months**, with average cost of **CDI + 1.61% p.y.**

Principal Repayment Schedule on 03.31.2023 (in R\$ million)



- 3rd issuance of debentures, with cost of CDI + 2.4% p.y. and a 10-year maturity term.
- 4th issuance of debentures (1st tranche), with cost of CDI + 1.4% p.y. and a 6-year maturity term.
- 4th issuance of debentures (2nd tranche), with cost of CDI + 2.0% p.y. and a 10-year maturity term.
- 5th issuance of debentures (1st tranche), with cost of CDI + 1.12% p.y. and a 3-year maturity term.

For further information on the issuance of debentures, please see Note 17 or access: www.itausa.com.br/debt-and-rating.

3.3. Cash Flows

Itaúsa ended 1Q23 with a **R\$ 2,741 million** cash balance, and its evolution from December 31, 2022 is presented below, with highlights going to proceeds from the financial sector of R\$ 1,602 million and proceeds of R\$ 1,403 million paid by the Company to its shareholders.

(R\$ million)



(1) It includes revenue from return on cash, and general and administrative expenses, among others.

3.4. Rating Agencies

In September 2022, Moody's upgraded the corporate credit rating of Itaúsa to **AA+.br** from AA.br (national scale), with a "Stable" outlook, the same rating assigned to the 3rd and 4th issuances of the Company's debentures.

In November 2022, Fitch Ratings started covering Itaúsa's corporate credit and assigned it **AAA** rating (investment grade), on a national scale, the same rating assigned to the 5th issuance of the Company's debentures, underlining Itaúsa's trustworthiness in the capital markets and its management's conservative financial discipline.

Agency	Rating	Outlook	Scale	Last update
Moody's	AA+.br	Stable	National	09.12.2022
Fitch Ratings	AAA(bra)	Stable	National	11.04.2022

4. Return to stockholders

4.1. Earnings and dividend yield (for the last 12 months)

Investors who remained as stockholders for the 12-month period ended March 31, 2023 are entitled to receive the total gross amount of **R\$ 4.4 billion** as earnings, that is, R\$ 0.43202 (gross) per share, which, divided by the preferred share quoted on March 31, 2023, resulted in a 5.3% dividend yield.

Base Year	Earnings Declared	Stockholding Position	Payment date	Gross amount declared	Gross amount per share ²	Net amount per share ²
2022	Quarterly IOC ¹	05.31.2022	07.01.2022	R\$ 207.5 million	R\$ 0.02353	R\$ 0.02000
	IOC	08.18.2022	08.30.2022	R\$ 90.8 million	R\$ 0.01030	R\$ 0.00876
	IOC	08.18.2022	up to 12.29.2023	R\$ 435.7 million	R\$ 0.04940	R\$ 0.04199
	Quarterly IOC ¹	08.31.2022	10.03.2022	R\$ 207.5 million	R\$ 0.02353	R\$ 0.02000
	IOC	11.18.2022	up to 12.29.2023	R\$ 500.0 million	R\$ 0.05154	R\$ 0.04381
	Quarterly IOC ¹	11.30.2022	01.02.2023	R\$ 228.3 million	R\$ 0.02353	R\$ 0.02000
	IOC	12.08.2022	03.10.2023	R\$ 1,367.9 million	R\$ 0.14100	R\$ 0.11985
	IOC	12.08.2022	up to 12.29.2023	R\$ 431.7 million	R\$ 0.04450	R\$ 0.03783
	Quarterly IOC ¹	02.28.2023	04.03.2023	R\$ 228.3 million	R\$ 0.02353	R\$ 0.02000
2023	IOC	03.23.2023	up to 08.31.2023	R\$ 749.9 million	R\$ 0.07730	R\$ 0.06571
Total earnings in the last 12 months					R\$ 0.46816	R\$ 0.39793
Total earnings adjusted by the 10% bonus³				R\$ 4,447.6 million	R\$ 0.43202	R\$ 0.36722
Preferred share (ITSA4) value at 03.31.2023					R\$ 8.22	
Dividend Yield					5.3%	4.5%

(1) Interest on capital is subject to tax rate of 15% of withholding income tax according to legislation in force. | (2) Itaúsa's capital stock was represented by 9,701,409,715 shares as of March 31, 2023. | (3) According to market convention, dividend yield was calculated based on earnings per share adjusted by the 10% bonus shares in November 07, 2022 divided by the share value (ITSA4) on March 31, 2023.

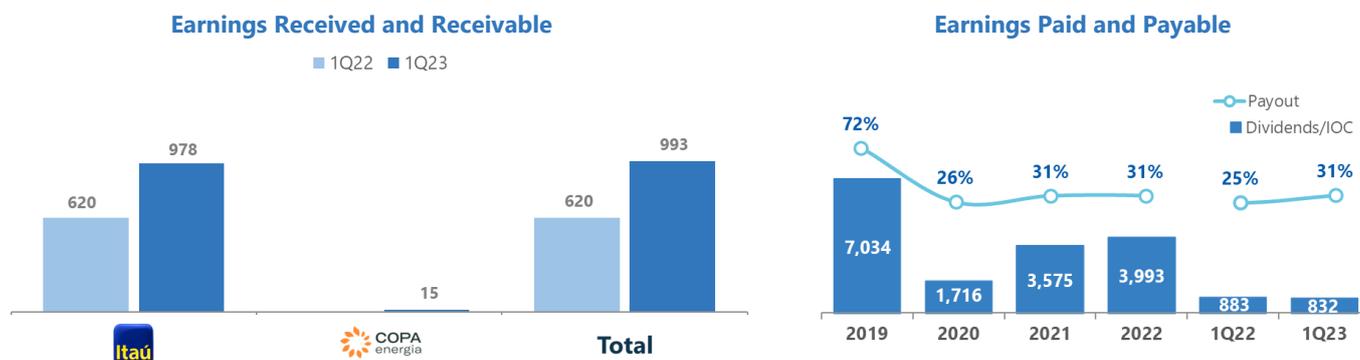
History of Itaúsa's Dividend Yield				
Base Year	2020	2021	2022	LTM ¹ 1Q23
Dividend Yield (gross)	5.5%	4.2%	6.9%	5.3%

(1) LTM: Last Twelve Months.

The complete record of earnings paid and payable already announced is available on www.itausa.com.br/dividends-and-ioc.

4.2. Flow of Dividends and Interest on Capital based on the Base Period of Each FY^{1,2}

We present below the flow of dividends and interest on capital **based on the base period of each fiscal year**, which is understood by Management as the most suitable for monitoring the Company's earnings pay-out practice, which has been to at least fully transfer the amounts received as earnings from its investee Itaú Unibanco.



(1) It refers to Parent Company's balance sheet (in R\$ million).

(2) Payout = dividends and interest on capital, net, paid and payable / Profit deducted from the legal reserve of 5%.

5. Net Asset Value

On March 31, 2023, Itaúsa's market capitalization, based on the price of the most liquid share (ITSA4), was **R\$ 79.7 billion**, whereas the sum of interests in investees at market value totaled **R\$ 98.8 billion**, resulting in a **19.3%** discount, down **150 bps** in relation to 20.8% on March 31, 2022.

Portfolio Companies	Price of Most Liquid Share (R\$) (A)	Total Shares (million) (B)	Market Value (R\$ million)	Itaúsa's stake (%) (C)	Market Value of the Stake (R\$ million)
Itaú	24.74	9,800	242,442	37.2%	90,301
XP inc. ^(D)	60.30	528	31,852	6.7%	2,139
ALPARGATAS	8.15	674	5,496	29.6%	1,625
DEXCO	5.88	808	4,751	37.9%	1,799
CCR	12.80	2,020	25,856	10.3%	2,671
aegea ^(E)	n/d	n/d	n/d	12.9%	2,578
ntr ^(F)	n/d	n/d	n/d	8.5%	1,993
COPA energia ^(E)	n/d	n/d	n/d	48.9%	1,333
Other Net Assets and Liabilities (G)					-5,628
Other Net Assets and Liabilities					98,811
ITAÚSA	8.22	9,701	79,746		79,746
Discount					-19.3%

Closing prices of the last business day of the period of the most liquid shares of Itaú (ITUB4), XP Inc. (Nasdaq: XP), Alpargas (ALPA4), Dexco (DXCO3), CCR (CCRO3), and Itaúsa (ITSA4). | (B) Total shares issued less treasury shares. | (C) Itaúsa's direct and indirect equity interest in total capital of investees, according to Note 1 to the Financial Statements of Itaúsa as of March 31, 2023. | (D) It considers the quote of US\$ 11.87/share and foreign exchange rate of US\$1.00/R\$5.08. | (E) It includes the investment value recorded in the Balance Sheet as of March 31, 2023. | (F) It includes the fair value recorded in the Balance Sheet as of March 31, 2023. | (G) Data from the Parent Company's balance sheet as of March 31, 2023.

Discount is an indicator resulting from the difference between the market price ascertained for Itaúsa's shares and the theoretical value obtained through the sum of the market (for listed companies), at fair or investment values (for unlisted companies) of the parts that compose the holding company's investments ("sum of the parts").

Part of this discount can be justified in view of the holding company's maintenance expenses, taxes levied on a fraction of the earnings received (tax inefficiency), and risk assessment, among other factors. Taking into account the foundations that justify it, Itaúsa's management believes that the current level is still overstated and does not reflect the proper indicator level.



Itaúsa discloses information about the discount on a monthly basis, which is available on: www.itausa.com.br/net-asset-value.

6. Capital Markets

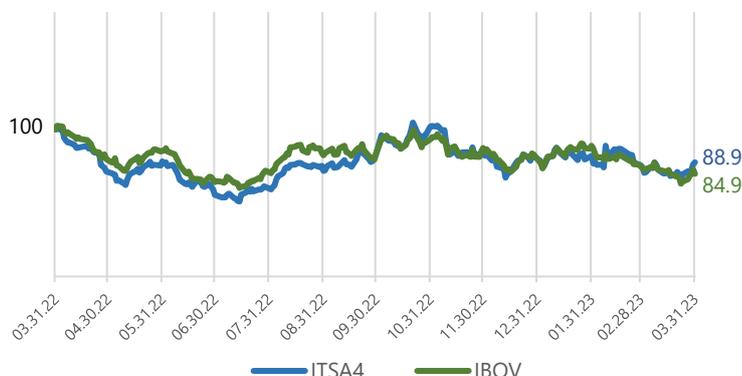
6.1. Share Performance

Itaúsa's preferred shares (B3: ITSA4) closed 1Q23 at R\$ 8.22 down 11.1%, in the last 12 months, when adjusted by payment of earnings, whereas Ibovespa, B3's main index, depreciated by 15.1% in the same period.

Performance of Itaúsa's and Investees' shares

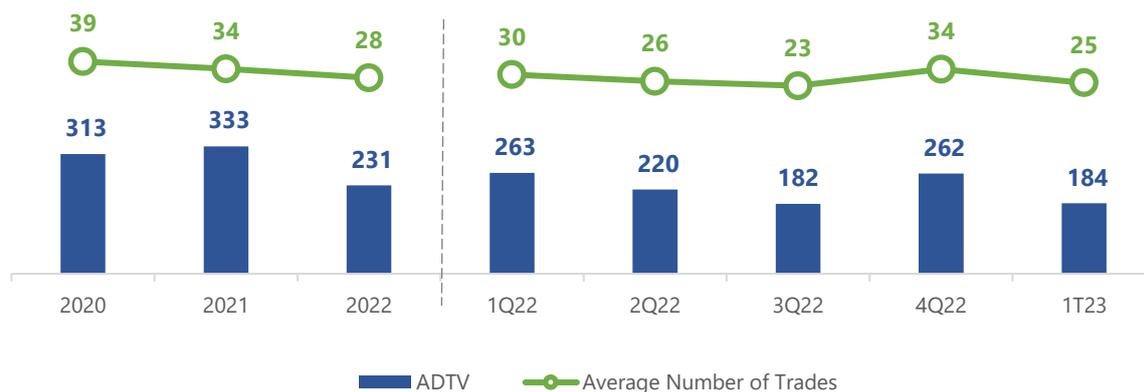
Company	Close	Δ 1Q23	Δ 12 moths
ITSA4	R\$ 8.22	-2.2%	-11.1%
ITSA3	R\$ 8.33	-5.2%	-11.2%
ITUB4	R\$ 24.72	0.3%	-5.3%
ALPA4	R\$ 8.15	-46.0%	-68.7%
DXCO3	R\$ 5.88	-13.3%	-53.9%
CCRO3	R\$ 12.80	18.3%	-3.8%
XP	\$ 11.87	-22.6%	-60.6%
Ibovespa	101,882	-7.2%	-15.1%

ITSA4 vs. Ibovespa (last 12 months)



The daily average trading volume of Itaúsa's preferred shares in 1Q23 was R\$ 184 million from R\$ 263 million in 1Q22, with 25,000 daily trades on average from 30,000 trades in 1Q22, down 30.1% and 17.7%, respectively, on a year-on-year basis.

ITSA4 - Volume (R\$ million) and average daily trades (number in thousands)



6.2. A broader stockholder base

On March 31, 2023, Itaúsa had 943,100 stockholders (99.6% individuals), which places it as one of the companies with the largest stockholder bases on B3.

Variation in the number of stockholders (in thousands)



7. Appendices

7.1. Operational and financial performance of investees

We present below the main highlights of the results of 1Q23 of the investees that make up Itaúsa's portfolio.

Investee Company	Sector	Itaúsa's Stake ¹	Ticker
Itaú Unibanco Holding S.A. ²	Financial Institution (Bank)	37.25%	B3: ITUB4
XP Inc. ³	Financial Products and Services	6.72%	Nasdaq: XP
Alpargatas S.A.	Footwear and Apparel	29.56%	B3: ALPA4
Dexco S.A.	Wood, Porcelain, Sanitary Metals and Dissolving Wood Pulp	37.86%	B3: DXCO3
CCR S.A.	Infrastructure and Mobility	10.33%	B3: CCRO3
Aegea Saneamento e Participações S.A. ⁴	Sanitation	12.88%	n.a.
Copa Energia S.A.	Distribution of Gas (LPG)	48.93%	n.a.
Nova Transportadora do Sudeste S.A. (NTS)	Transportation of Natural Gas	8.50%	n.a.

(1) It includes the percentage of direct and indirect interest held by Itaúsa on March 31, 2023, according to Note 1 (Operations).

(2) Itaúsa holds indirect interest in Itaú Unibanco Holding, as it holds a 66.53% interest in the capital of IUPAR – Itaú Unibanco Participações S.A., whose only investments are the equity interests in Itaú Unibanco.

(3) It does not include the indirect equity interest of 3.93% (excluding treasury shares) held through jointly-owned subsidiary Itaú Unibanco, since the latter has no material influence on XP, classifying this interest as a financial asset measured at fair value through "other comprehensive income" in Equity. The effects of this equity interest in Itaúsa are recorded in "carrying value adjustments" in Equity, reflecting the recording made in Itaú Unibanco's Equity.

(4) Itaúsa holds 10.20% of the voting capital and 12.88% of the total capital of Aegea Saneamento. Additionally, it has equity interests of 4.65% and 4.53% in SPCs 1 and 4 of Águas do Rio, respectively.



Itaú Unibanco Holding S.A.

Recent developments:

- **Purchase of Ideal:** in March, the bank acquired 50.1% of Ideal Holding Financeira's capital stock and voting capital for R\$ 700 million, becoming the controlling shareholder of the broker, with which it had already signed an agreement in January 2022.
- **ESG:** In April 2023, Itaú Unibanco published its Integrated Annual Report and ESG Report, providing for a complete overview of its business, value creation process, positive impact commitments, management, targets and performance practices in environmental, social, governance and issues.

Financial and Operational Data (in IFRS) (R\$ million, except where indicated)	1Q23	1Q22 ⁴	Δ%
Operating Revenues ¹	37,327	34,524	8.1%
Expected Loss on Financial Assets and Claims	(8,172)	(6,216)	31.5%
General and Administrative Expenses	(17,330)	(16,820)	3.0%
Profit ²	7,355	6,668	10.3%
Recurring Profit ²	7,466	7,151	4.4%
ROE (annualized)	17.3%	17.5%	-0.2 p.p.
Recurring ROE (annualized)	17.6%	18.7%	-1.1 p.p.
Stockholders' Equity ²	171,550	152,815	12.3%
Loan Portfolio ³	1,156,472	1,035,931	11.6%
Tier I capital ratio	13.5%	12.5%	1.0 p.p.

(1) For better comparability, the tax effects of hedge on foreign investments and other were reclassified. | (2) Attributable to controlling stockholders. | (3) Loan Portfolio with Financial Guarantees Provided and Corporate Securities. | (4) The changes in the 1Q22 financial statements are the result of the adoption of IFRS 17, which are related to the aggregation and measurement of insurance and private pension contracts.

Financial Performance (1Q23 vs. 1Q22):

- **Loan portfolio:** up 11.6% in the 12-month period, driven by the growth in major Brazilian segments (+16.0% in individuals, +9.2% in very small, small and middle-market companies, and +13.6% in Latin America).
- **Commissions and fees and Income from insurance and private pension plan contracts:** up 3.6% in commissions and fees, driven by higher revenue from card activities, both issuer and acquirer. Income from insurance and private pension plan contracts (net of reinsurance) increased 39.2% due to increase in sales of insurance policies, notably in group life, credit life and mortgage insurance products.
- **Expected loss of financial assets:** up 31.5% from 1Q22, due to higher origination in credit products and increase in non-performing loans.
- **General and administrative expenses:** up 3.0% from 1Q22, mainly due to increases in (i) personnel expenses, due to the effects of negotiating the collective bargaining agreement and the increase in the number of employees in the period, in addition to higher profit sharing expenses; (ii) data processing and telecommunication expenses; and (iii) depreciation and amortization expenses.
- **Efficiency Ratio:** reached 39.8% on a consolidated basis, which was once again the lowest level at the historical series.
- **Profit:** up 10.3% from 1Q22, mainly due to the 8.1% increase in Operating Revenues, as a result of the 9.7% increase in net financial revenue, driven by higher revenue from loan operations, in addition to the positive impact of the interest rate rise.
- **Tier I capital ratio:** capital management is key, since it drives the search for optimization of investments and ensures the bank's strength. At the end of March 2023, Tier I capital ratio was 13.5%, above the minimum required by the Central Bank of Brazil (9.5%).

i For further information on Itaú Unibanco's results, please access: <https://www.itaú.com.br/relacoes-com-investidores/en/>

XP Inc.

Recent developments:

- **Cancellation of treasury shares:** In April 2023, XP Inc. announced the cancellation of 31,267,095 Class A shares (5.6% of total shares). As a result of this cancellation, the total number of shares decreased to 529,266,917 from 560,534,012.

Financial and Operational Data (R\$ million, except where indicated)	1Q23	1Q22	Δ%
Client Assets	954,249	873,075	9.3%
Net Revenue	3,134	3,121	0.4%
Profit ¹	796	854	-6.9%
ROE (annualized) ¹	18.7%	22.8%	-4.1 p.p.
Credit Portfolio ² (R\$ billion)	17.5	11.5	52.0%

(1) Attributable to controlling stockholders. | (2) It does not include intercompany loans or receivables related to credit cards.

Financial Performance (1Q23 vs. 1Q22):

- **Client Assets:** up 9%, driven by R\$ 125 billion in net funding, partially offset by R\$ 44 billion in market devaluation in the year.
- **Loan portfolio²:** totaled R\$ 17.5 billion, with average maturity of 2.9 years and NPL 90 equal to 0.0%
- **Volume of card transactions:** R\$ 8.6 billion in 1Q23, up 90% on a year-on-year basis. At the end of March 2023, active cards totaled 832,000 (+170% year-on-year), corresponding to a 21% share in the active client base.
- **Net Revenue:** up 0.4%. In a still challenging scenario for capital markets in Brazil, the main positive factor in the quarter was the growth of the new verticals of pension plans, insurance, cards and credit, within the Retail business.
- **Profit¹:** down 7%, as a result of revenue stability, gross margin compression and year-on-year expense growth.

i For further information on XP Inc's results., please access: <https://investors.xpinc.com/en/>



Recent developments:

- **Changes in Management:** In February 2023, Julian Garrido (Chief Finance and IR Officer) stepped down and was replaced with André Natal. In April 2023, Roberto Funari (CEO) stepped down and Luis Fernando Edmond (member of the Board of Directors) filled the position on a temporary basis.

Financial and Operational Data (R\$ million, except where indicated)	1Q23	1Q22	Δ%
Volume (thousand pairs/pieces) ¹	48,196	55,638	-13.4%
Brazil	40,610	46,775	-13.2%
International	7,586	8,863	-14.4%
Net Revenue	902	927	-2.7%
Recurring EBITDA	66	175	-62.4%
Recurring EBITDA Margin	7.3%	18.9%	-11.6 p.p.
Profit (Loss) ²	(200)	33	-706.4%
Recurring Profit (Loss) ³	(15)	80	-118.6%
ROE (annualized) ²	-14.1%	3.0%	-21.1 p.p.
Recurring ROE (annualized) ³	-1.4%	7.3%	-8.6 p.p.
CAPEX	114	174	-34.7%

(1) It includes Havaianas operations only. | (2) Attributable to controlling stockholders. | (3) Attributable to controlling stockholders and from continuing operations.

Financial Performance (1Q23 vs. 1Q22):

- **Net Revenue:** down 2.7%, due to the lower volume of pairs sold in the period.
- **Recurring EBITDA:** decrease was due to lower sales volume, in addition to additional pressures on operating costs and expenses in connection with additional expenses on external warehouses in Brazil and the impact of the effect of the transaction foreign exchange rate and higher warehouse fixed costs in international operations.
- **Profit:** in addition to the aforementioned operational factors, it was adversely impacted by the recognition of the provision for loan losses in connection with the sale of Alpargatas S.A.I.C. (Argentina), in the net amount of R\$ 177 million.
- **Cash Position:** negative net financial position of R\$ 890 million, a decrease of R\$ 2,515 million on a year-on-year basis. This decrease was mainly due to lower cash generation in the period, consumption of working capital and others of R\$ 533 million, and CAPEX of R\$ 640 million.

i For further information on Alpargatas's results, please access: <https://ri.alpargatas.com.br/default.aspx?linguagem=en>

DEXCO

Recent developments:

- **Cancellation of treasury shares:** in May 2023, Dexco announced the cancellation of 57% of its treasury shares without reducing the value of its capital stock.

Financial and Operational Data (R\$ million, except where indicated)	1Q23	1Q22	Δ%
Net Revenue	1,712	2,131	-19.7%
Wood Division	1,137	1,349	-15.7%
Deca Division	379	489	-22.5%
Ceramic Tiles Division	196	293	-33.1%
Adjusted and Recurring EBITDA	351	504	-30.3%
Adjusted and Recurring EBITDA Margin	20.5%	23.6%	-3.1 p.p.
Profit ¹	148	224	-34.0%
ROE (annualized) ¹	146	198	-26.3%
ROE ¹	10.3%	15.9%	-5.6 p.p.
Recurring ROE (annualized) ¹	10.0%	14.1%	-4.1 p.p.
CAPEX (Maintenance and Forestry Opex)	281	442	-36.4%
Net Debt/EBITDA	2.71x	1.48x	1.23x

(1) Attributable to controlling stockholders.

Financial Performance (1Q23 vs. 1Q22):

- **Net Revenue:** down 19.7%, due to the worsening in the markets where Dexco operates, which has impacted the sales of products, in addition to the worsening in the mix of products in its business divisions. Meanwhile, in order to maintain its price levels, the company has adopted the strategy of diversifying the Wood Division's sources of income. In this quarter, for example, the Company sold a greater volume of standing wood, whose sales value increased and had a lower cost, which positively impacted the results of this division.
- **Adjusted Recurring EBITDA:** down 30.3%, due to the worsening results of Bathroom Fixtures and Fittings, and Ceramic Tiles, in spite of the portfolio diversification in the Wood Division. Even with a decrease in sales, it continued to record healthy results. If we included LD Celulose's results, Dexco's Adjusted and Recurring EBITDA would have been R\$ 484.3 million.
- **Dissolving Wood Pulp (DWP):** in spite of the plant maintenance shutdown, LD Celulose's operations ended the quarter with sales of 92,300 metric tons, adding R\$ 133.2 million to Dexco's Adjusted EBITDA.
- **Recurring Profit:** down 44.9%, mainly due to the worsening in operations in the period.
- **Leverage:** Dexco ended 1Q23 with R\$ 4,285 million of net debt, an increase of 31.4% compared to 1Q22. Even with the increase in net debt, the company was able to keep low leverage, ending the quarter with 2.71 times Net Debt/Adjusted and Recurring EBITDA.

i For further information on Dexco's results, please access: <https://ri.dex.co/en/>



Recent developments:

- **Agreement with Barcas approved:** in March 2023, the Rio de Janeiro State recognized its liability to indemnify Barcas for the operating costs incurred in connection with the services provided for the 2nd, 3rd and 4th five-year periods.
- **Extension of MSVia:** in March 2023, the 3rd Amendment to the concession agreement between MSVia and the Federal Government was signed with the objective of extending, for 2 years, the validity of the first Amendment of June, 2021. Thus, the rebidding period may be extended to March 2025.
- **NASP Project discontinued:** in April 2023, CCR announced the discontinuation of the NASP Project due to the failure to approve regulations. Accordingly, CCR notified the proper body that it was returning 29.76% of the land, which implies the proportional write-off of the cost of acquisition of fixed assets, recorded as an expense in the company's profit or loss.

Financial and Operational Data (R\$ million, except where indicated)	1Q23	1Q22	Δ%
Net Revenue (excluding construction)	3,799	8,019	-52.6%
Highways	1,864	6,833	-72.7%
Highways	430	355	21.3%
Urban Mobility	1,490	823	81.1%
Others ¹	15	8	80.8%
Adjusted and Recurring EBITDA ²	1,975	1,659	19.0%
Adjusted and Recurring EBITDA margin ²	61.2%	60.0%	1.2 p.p.
Profit ³	629	3,452	-81.8%
Recurring Profit (Loss) ²	317	(15)	-2,184.7%
CAPEX	1,296	314	312.9%
Net Debt/EBITDA	2.9x	3.4x	-0.5x

(1) It includes holding companies, SAMM and intragroup eliminations. | (2) Equivalent to the figures on the "same base" reported by CCR. | (3) Attributable to controlling stockholders.

Financial Performance (1Q23 vs. 1Q22):

- **Traffic performance:** due to the return to normal activities after the social distancing experienced during the pandemic, in the last 12 months the traffic of equivalent vehicles increased by 6.3%, passengers transported at airports increased by 132.9% and passengers transported in mobility businesses increased by 31.4 %.
- **Net Revenue (excluding construction):** decrease was the result of extraordinary revenue resulting from the financial rebalancing at AutoBAn in 1Q22 in the amount of R\$ 5.3 billion. If we excluded this effect, increase would have been 16.8%, as a result of the rise in the volume of vehicle and passenger traffic from the kick-off of operation of new concessions RioSP, ViaMobilidade – Lines 8 and 9, Pampulha and Blocos Sul and Central, partially offset by the exit of the NovaDutra concession, as well as the adoption of tariff adjustments.
- **Adjusted Recurring EBITDA:** increase was mainly driven by better operating performance in all transportation modals.
- **Recurring Profit:** increase was driven by the outperformance in road, airport and urban mobility modals.
- **CAPEX:** increase was driven by the purchase of new trains on ViaMobilidade - Lines 8 and 9, the implementation of 10 operating service bases along the BR-116 highway, two based along the BR-101 highway and in the free flow system in BR-101 highway on RioSP, and the duplication of a number of sections of the BR-386 highway on ViaSul.
- **Indebtedness:** Consolidated net debt totaled R\$ 21.5 billion at the end of March 2023 and the leverage ratio measured by Net Debt/Adjusted EBITDA (last 12 months) reached 2.9 times.

i For further information on CCR's results, please access: <https://ri.ccr.com.br/en/>



Recent developments:

- **Recognition:** Aegea was awarded the international Blue Dot certification from the Organization for Economic Cooperation and Development (OECD) for the economic, environmental and social impact of the Águas do Rio concession, aimed at improving the well-being of millions of people by granting wider access to sanitation services, contributing to environmental restoration and generating thousands of local jobs.

Financial and Operational Data (R\$ million, except where indicated)	1Q23	1Q22	Δ%
Billed volume ('000 m ³)	143	137	4.6%
Net Revenue ¹	983	866	13.5%
EBITDA	793	663	19.7%
EBITDA margin	80.7%	76.5%	4.2 p.p.
Profit ²	140	203	-31.0%
CAPEX	196	185	6.0%
Net Debt/EBITDA	3.25x	2.51x	0.74x

(1) Net operating revenue, less construction revenue with a margin close to zero and no cash effect. | (2) Attributable to controlling stockholders.

Note: The table above shows information from Aegea Saneamento, including the results of Águas do Rio (SPCs 1 and 4) recognized under the equity method.

Financial Performance (1Q23 vs. 1Q22):

- **Net Revenue:** increase was mainly driven by tariff adjustments and higher volume billed, with the latter arising from the expansion of the concession network and increase in households served, in particular by wastewater treatment systems.
- **EBITDA:** increase was mainly driven by higher volume billed, tariff adjustments, and the results of Águas do Rio.
- **Profit:** decrease was the result of higher net finance costs, mainly due to the rise in interest rate on debt.
- **CAPEX:** increase was driven by portfolio growth and the headway made in the water and wastewater coverage network.
- **Águas do Rio:** in 1Q23, it recorded net revenue of R\$ 1.5 billion, EBITDA of R\$ 502 million, EBITDA margin of 33.9%, and profit of R\$ 208 million. At the end of March 2023, Águas do Rio's net debt was R\$ 7.7 billion.

i For further information on Aegea Saneamento's results, please access: <https://ri.aegea.com.br/en/>



Financial and Operational Data (R\$ million, except where indicated)	1Q23	1Q22	Δ%
Volume ('000 tons)	427	431	-1.0%
Net Revenue ¹	2,578	2,738	-5.8%
Recurring EBITDA	299	113	163.6%
Recurring Profit	133	10	1,446.7%
CAPEX	32	13	146.1%

(1) It includes sale of assets. | Note: Unaudited figures.

Financial Performance (1Q23 vs. 1Q22):

- **Sales Volume:** down 1.0%, as a result of the decrease in household consumption (bottled LPG), as most of its consumers are impacted by unemployment and high interest rates.
- **Net Revenue:** down 5.8%, mainly due to the reduction in prices of raw materials (LPG) at the production sources passed on to consumers.
- **EBITDA and Recurring Profit:** increase was driven by the commercial strategy of recovering margins beginning in 2Q22 by adjusting tariffs based on LPG cost variations.
- **CAPEX:** up 146.1%, due to investments focused on increasing the corporate portfolio and renewing the logistics fleet.

i For further information on Copa Energia's results, please access: <https://www.copaenergia.com.br/>



Recent developments:

- **Operational Excellence:** in March 2023, reaffirming its commitment to operational excellence, the company was also awarded the triple ISO 9001, 14001 and 45001 certification, attesting to the standardization and assertiveness of its internal processes of running administrative activities, environmental management and occupational health and safety.

Financial and Operational Data (R\$ million, except where indicated)	1Q23	1Q22	Δ%
Net Revenue	1,779	1,663	7.0%
Profit	742	895	-17.1%
Dividends ¹ - Total	851	-	-
Dividends ¹ - % Itaúsa	72	-	-
CAPEX	43	42	3.1%
Net Debt ²	11,007	2,786	295.1%

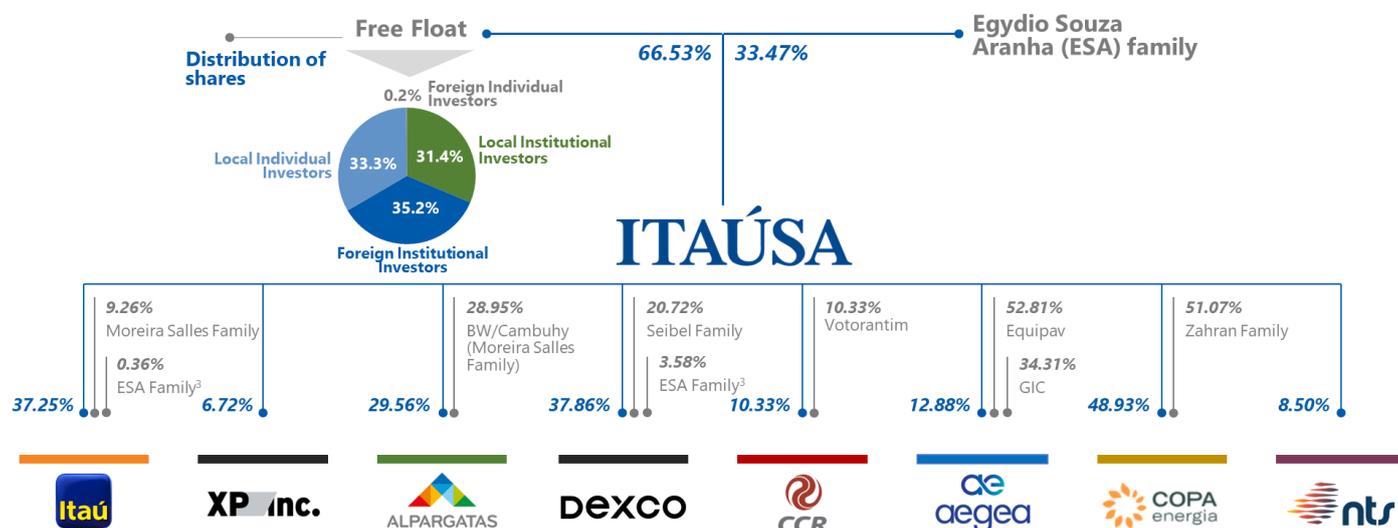
(1) It includes dividends and interest on capital, gross (paid by NTS and by NISA).

Financial Performance (1Q23 vs. 1Q22):

- **Net Revenue:** increase was mainly due to adjustments based on the general market price index (IGPM) provided for in gas transport contracts.
- **Profit:** decrease was due to higher finance costs, impacted by the company's higher debt level in 1Q23 and interest rate rises in the period.
- **Earnings:** R\$ 851 million were paid in dividends and interest on capital (gross) in the quarter, based on the remaining portion for the 2022 fiscal year, which had not been distributed in advance by the company. Of the total paid, R\$ 72 million was allocated to Itaúsa.
- **Indebtedness:** increase was due to the merger of NISA's debentures and commercial notes and interest earned and balances corresponding to derivative financial instruments, as a result of the merger of NISA into NTS. Even with the increase in net debt, the company continues to post a healthy financial leverage, represented by a Net Debt amount less than 2 times the company's EBITDA.

i For further information on NTS's results, please access: <https://ri.ntsbrasil.com/en/>

7.2. Ownership Structure on 03.31.2023^{1,2}



- (1) Interests shown refer to total shares, excluding treasury shares.
 (2) These correspond to direct and indirect interest in investees.
 (3) Shares directly held by individuals or entities of the ESA (Egydio de Souza Aranha) Family.

7.3. Balance Sheet (parent company and managerial)

(R\$ million)					
ASSETS	03/31/2023	12/31/2022	LIABILITIES AND STOCKHOLDERS' EQUITY	03/31/2023	12/31/2022
CURRENT	6,261	6,518	CURRENT	4,582	4,155
Current Assets	5,777	6,341	Debentures	397	160
Cash and cash equivalents	2,741	2,642	Dividends / Interest on Capital payable	2,101	1,968
Financial assets - FVTPL (NTS)	1,993	2,005	Suppliers	7	6
Dividends / Interest on Capital receivable	1,043	1,694	Tax liabilities	224	178
Tax Assets	343	167	Personnel expenses	30	54
Taxes to be offset	343	167	Leases liabilities	3	3
Other Assets	141	10	Provisions	1,794	1,763
Prepaid expenses	13	7	Other liabilities	26	23
Other assets	128	3			
NON-CURRENT	78,256	76,736	NON-CURRENT	6,303	6,302
Investments	77,386	75,861	Debentures	6,288	6,287
Investments in controlled companies	77,382	75,857	Provisions	13	12
Other	4	4	Other deferred taxes	1	1
Tax Assets	711	716	Leases liabilities	1	2
Taxes to be offset	9	9			
Deferred Income Tax and Social Contribution	702	707	STOCKHOLDERS' EQUITY	73,632	72,797
Fixed Assets	104	104	Capital	63,500	63,500
Other Assets	55	55	Capital reserves	382	563
Right of use assets	4	5	Revenue reserves	14,729	13,598
Judicial deposits	32	32	Carrying value adjustments	(4,979)	(4,864)
Other assets	19	18			
TOTAL ASSETS	84,517	83,254	TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	84,517	83,254

- Notes:
 - Balance Sheet attributable to controlling stockholders.
 - Deferred income tax and social contribution, assets and liabilities are presented already offset by the taxable entity.

7.4. Determination of Equity in the Earnings of Investees

Itaúsa's results are mainly derived from its Equity in the Earnings of Investees, determined based on the profits of its subsidiaries and revenues from investments in financial assets.

Visualization of the 1st quarter of 2023 and 2022

(R\$ million)

Calculation of Investees' Results	Financial Sector						Non-financial Sector						Holding							
	Itaú		XP inc.		ALPARGATAS		DEXCO		CCR		aegea		COPA energia		ntr		Other companies		ITAÚSA	
	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22
Recurring Net Income of Investees	7,466	7,134	795	849	(15)	80	146	198	317	-	140	202	133	10	-	-	1	(1)		
(x) Direct/Indirect interest	37.28%	37.27%	6.64%	12.96%	29.56%	29.44%	37.86%	37.45%	10.33%	0.00%	See note.	See note.	48.93%	48.93%	8.50%	8.50%	100.00%	100.00%		
(=) Share in recurring net income	2,782	2,659	53	106	(4)	24	55	74	33	-	21	23	66	5	-	-	1	(1)	3,007	2,890
(+/-) Other Results	(48)	(31)	-	-	(25)	(12)	-	-	-	-	(12)	-	(3)	(28)	-	-	-	-	(88)	(71)
(=) Recurring share of income	2,734	2,628	53	106	(29)	12	55	74	33	-	9	23	63	(23)	-	-	1	(1)	2,919	2,819
(+/-) Non-recurring income	(53)	(111)	-	-	(38)	3	1	10	32	-	-	-	1	(2)	-	-	90	-	33	(100)
(=) Share of income	2,681	2,517	53	106	(67)	15	56	84	65	-	9	23	64	(25)	-	-	91	(1)	2,952	2,719
(+) Revenues from Investments in Financial Assets - FVTPL	-	-	-	-	-	-	-	-	-	-	-	-	-	-	61	48	-	-	61	48
(=) Investees' Results in Itaúsa	2,681	2,517	53	106	(67)	15	56	84	65	-	9	23	64	(25)	61	48	91	(1)	3,013	2,767
Contribution	89.0%	91.0%	1.8%	3.8%	-2.2%	0.5%	1.9%	3.0%	2.2%	0.0%	0.3%	0.8%	2.1%	-0.9%	2.0%	1.7%	3.0%	0.0%	100.0%	100.0%

- Notes:
- Interest (direct and indirect) in investees includes the average percentage of interest held by Itaúsa in the period.
 - The investment in NTS is recognized as a financial asset, and it is not accounted for under the equity method.
 - For Aegea Saneamento, the interest shown in the table above includes equity in the results of Aegea Saneamento and Águas do Rio 1 and 4, in compliance with the apportionment of results agreed by the parties.
 - "Other companies" includes the investments in Itaotec and ITH Zux Cayman (non-operating companies).