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TOTAL
NUNCA FOI TÃO FORTE

Individual and Consolidated Interim Financial Information Grupo Casas Bahia S.A.

Period ended September 30, 2023
With Independent Auditor's Report

Contents

Management Report

The third quarter of 2023 marks the beginning of the Transformation Plan presented last quarter and reinforces the team's high execution capacity. In addition to the Plan, various initiatives took place in 3Q23, such as the change in the Company's name from Via to Grupo Casas Bahia, our share offering, and the beginning of preparations for the launch of the FIDC (Receivables Investment Fund) and Black Friday.

An important step of the plan, which focuses on "back to basics" of the Company's core operations (sale of furniture, appliances and electronic equipment), was the change in the Company's name to Grupo Casas Bahia and the return of the main marketing campaign in our history, DEDICAÇÃO TOTAL A VOCÊ (Total dedication to you), rescuing the memories of our consumers and reestablishing a strong connection between our differentiated sales team and our customers! In addition, we strengthened our capital structure, with a follow-on of R$622 million, which is important to finance the costs and write-offs inherent in the beginning of the Transformation Plan and to start the 1st FIDC of Grupo Casas Bahia.

The execution of the transformation plan initiatives is proceeding according to plan, some of which even faster than expected. We will now comment on some of these initiatives.

With an impact on revenue and profitability, we had increased the penetration of credit, which would lead to a gain of R$250 million per year. The feasibility of this increase occurs through the issue of the FIDC, whose regulation was already filed with the Brazilian Securities and Exchange Commission (CVM) on November 8, 2023, and which will start operating in the fourth quarter. We also identified the possibility of an additional gain of R$200 million per year in revenue by increasing the penetration of in-store services and improving our B2B and marketplace operations. Thus, the total impact identified to date was of R$450 million per year in revenue.

With an impact on variable costs, our marketing cost per revenue is 20% lower compared to last year, resulting in an annual gain of R$200. And as a new opportunity, we are aiming for a reduction in indirect purchases, allowing an improvement of R$260 million per year.

In relation to fixed cost reduction initiatives, benefits of R$540 to R$610 million were identified with the revision of corporate and store overhead, revision of the number of stores, and adjustments of DCs, of which we highlight the reduction of positions by 3Q23, closure of 38 stores in the year, which were detractors of contribution margins, and adjustment of 3 DCs, as well as other measures in the planning phase.

Lastly, with impact on cash and cost of capital, we have already reduced our surplus inventory by R$1.5 billion, focusing mainly on older and low-turnover items that will allow a healthier level of working capital in the coming quarters. In addition, we continue to migrate low contribution margin categories from 1P to 3P.

3Q23 results still strongly impacted by the Transformation Plan

Our in-store sales performance proved resilient, even with the closure of 32 stores in the quarter, in line with the transformation plan. The revision of the footprint is expected to lead to an improvement in the contribution margin in the coming quarters. Evidencing our leading position in the channel, we were elected, for the 18th consecutive time, the most remembered brand for furniture and home appliances stores, according to Folha's Top of Mind award. The online sale of 1P followed the market trend as a whole and incentivized channels were reduced, prioritizing a better contribution margin for online sales. Added to a scenario impacted by the reduction of the credit card limit and transfer of DIFAL (tax rate differences), a 17% decrease was observed year on year. The combination of these two dynamics results in a GMV of 1P totaling R$8.5 billion in the quarter, corresponding to a 6.3% reduction, While 3P in GMV grew 14%, with a 24% increase in revenue. We stress that 3P plays a vital complementary role in our ecosystem. The commission rate increased from 11.5% to 12.5%, a change that prioritizes profitability and increases monetization of services on different fronts, such as credit, logistics and the marketplace itself.

The statement of profit or loss for the third-quarter mainly reflects a scenario of still challenging demand and the one-off impacts required to deploy the transformation plan, which should generate a more profitable P&L in the coming quarters.

Net revenue totaled R$6.6 billion, down 6% in relation to the 3Q22, as a result of:

i) the downward trend in the online market as a whole;

ii) nonrecurring impact of the co-branded card partnership (still adapting to the new scope) tied to the expectation of achieving goals in 1Q and 2Q that did not materialize, i.e., from periods prior to 3Q23. In relation to 3Q, the predictability of achieving or not achieving the goals is already considered;

iii) sales carried out with the objective of reducing and optimizing inventory levels, with an impact of R$309 million.

Consequently, this discount measure to sell older and low-turnover inventory, including at prices below the cost of goods for part of this inventory, had an impact on gross margin, ending the quarter at 23%.

Expenses decreased 10.4%, corresponding to R$1.6 billion, due to optimizations made in the workforce, stores and greater efficiency in marketing expenses.

Thus, EBITDA margin in relation to 3Q22 is penalized by 6.6 percentage points for the adjustments specifically made in the quarter, remaining at negative 1%.

Other expenses account was primarily impacted by the adjustments to the Transformation Plan implemented in the quarter, while finance income was R$679 million.

Accordingly, EBIT totaled R$1.3 billion, of which R$697 million are extemporaneous effects.

As for cash effects, we stress that there was no impact from the co-branded card partnership and a positive effect was observed as a result of the improvements in inventories, of R$752 million, offsetting the adjustments to the staff and stores of R$32 million

Competitive differentiators remain strong

Our competitive differentiators, which are solid and vital pillars for our business, are critical to our transformation, and are being reinforced and improved in this new context.

Brand: our brands and our customers are our key assets, and we are ranked top-of-mind in the core categories, with a long-standing relationship with more than 100 million customers, 30 million of whom are active.

High scale and market share in core categories: we seek to be a specialist platform and we have a favorable front, protected from new entrants due to our concentration in 1P and in categories with the highest average ticket. Thus, we have little overlap with generalist platforms of lower average ticket products. Precisely for this reason, our core products have a predominant market share, in categories that are intended for millions of Brazilians and which we operate well, with scale and profitability. We have maintained our position in relation to the core products and increased the online market share. The online market is undoubtedly expected to grow, even more so in Brazil. And we will certainly be ready to capture these gains, as well as expand our presence to various regions of the country. With this, we will capitalize on our best: our omnichannel, our logistics, and monetizing credit and other services.

We also have an Iconic **Credit Facility**, with a high rate of return and excellent credit quality. And our credit facility continues to be an important sales leverage, with increased profitability and recurrence of the Company. Half of the customers who buy through our credit facility make a new purchase after the payment of the previous one.

This is a financial product we've been offering for over 60 years, gives us full knowledge of how to operate efficiently and profitably. An example of this is that we kept all delinquency indicators at healthy levels, within the reported history. As a result, provisions were maintained at R$601 million, representing 11.4% of the portfolio, indicating quarter on quarter stability and a reduction of 0.3 percentage points over the previous year. Net loss totaled R$249 million and 4.7% as a percentage of the portfolio. This corresponds to a decrease of 0.2 percentage points over the previous quarter and 1.1 percentage points over the same period in 2022. Our active portfolio remained in the amount of R$5.3 billion. To further strengthen the credit facility, we started the issue of the 1st FIDC of Grupo Casas Bahia, which will allow us to access new resources through the capital market in addition to expanding the portfolio.

Our **logistics** places us in a unique position. We have national reach, scale and excellent delivery times. We have around 3 million square meters of DCs and our stores benefit from all the efficiency offered by the omnichannel. We are now further exploring this existing asset. It requires little need for additional investment, allowing us to monetize this network through third-party services, in an as-a-service manner.

An example is the fulfillment multimarket place. The delivery of products for sales made on other marketplace platforms increases the number of customers and orders, both in relation to last year and to the previous quarter. With a 38% increase in customers and a 7% increase in orders, we were able to increase this type of revenue by 55%. In open sea transportation, i.e., Grupo Casas Bahia acting as a logistics player for third-party operations, we also had significant year-on-year and quarter-on-quarter progress. Annual growth was of 167% in the number of customers and of 146% in the number of orders, which led to an increase in revenue of 276% in relation to the previous year.

This resulted in a more intense use of our network, reducing the delivery time for all operation modes. Marketplace deliveries that are not managed by us grew by 25% due to a more active approach to meeting deadlines of sellers. As for deliveries managed by us, with a better deadline compared to the above mode, delivery time reduced 13%. In relation to fulfillment deliveries, for which we have greater control over the cycle as a whole, delivery time reduced 15%. 1P deliveries, which already had the shortest deadline of all modes, delivery times reduced even further, with an improvement of 14%.

ESG

Our ESG agenda continues with structuring initiatives, with positive impacts for our various stakeholders. Environmentally speaking, more than 600 tons of waste were recycled by the Reviva Program and 3 tons of electronics were collected through store collectors. From the social viewpoint, the Casas Bahia Foundation launched more than 14 volunteer actions throughout the quarter, in addition to the partnership with the Dona Si Institute for training of women entrepreneurs.

And we stood in solidarity with the people affected by the torrential rains in the state of Rio Grande do Sul. In relation to diversity, we took advantage of Father's Day to reinforce the active participation of fathers. We also worked with the inclusion of people with disabilities, with emphasis on the launch of the Journey Without Barriers program, exclusively for people with disabilities, and the online sign language course for all employees.

Black Friday

We take this opportunity to mention that we are prepared to have a successful Black Friday. Our entire team is engaged and looking forward to this very important moment for the retail market. We have adequate levels of inventory and are ready to carry out well-targeted campaigns and to capture share opportunities in the categories in which we have predominance and of which we are the target. Our entire ecosystem is at the service of our customers, our omnichannel is ready to serve them as they wish, our logistics ensures the best delivery time, and our credit facility is available, making it possible for dreams of thousands of Brazilians to come true. This Black Friday will be marked by rationality, both on the side of the Company and the market.

Grupo Casas Bahia 2025

We have an ambition already stated to all to make Grupo Casas Bahia the reference in retail in terms of value generation and return on invested capital in 2025. To achieve this ambition, we must be a Company with robust free cash flow, healthy ROIC with a good spread over cost of capital, robust EBITDA margin, and a business that is resilient to challenging economic scenarios.

This quarter gives us even more confidence that we are on the right track, with important first steps in a long journey, marked by strong discipline and high execution capacity, which will bring important results in the coming quarters!

We take this opportunity to thank all our customers, employees, suppliers, financial institutions and other stakeholders. We will continue Fully Dedicated to You!

Thank you!

Executive Board's representation on the interim financial information

In compliance with the provisions contained in article 27, paragraph 1, item V of Ruling No. 80/2022, as amended, the Officers of Grupo Casas Bahia S.A. (the "Company") represent that they have reviewed, discussed and agreed on the Company's individual and consolidated interim financial information for the period ended September 30, 2023, authorizing its completion on that date.

São Paulo (SP), November 08, 2023.

Renato Horta Franklin
Chief Executive Officer

Sérgio Augusto França Leme
Administrative Vice President and Investor Relations Officer

Edson de Oliveira Tavares
Technology Vice President

Elcio Mitsuhiro Ito
Financial Vice President

Executive Board's representation on the independent auditor's review report on interim financial information

In compliance with the provisions contained in article 27, paragraph 1, item V of Ruling No. 80/2022, as amended, the Officers of Grupo Casas Bahia S.A. (the "Company") represent that they have reviewed, discussed and agreed on the opinions expressed in the independent auditor's review report on the Company's individual and consolidated interim financial information for the period ended September 30, 2023, authorizing its disclosure on that date.

São Paulo (SP), November 08, 2023.

Renato Horta Franklin
Chief Executive Officer

Sérgio Augusto França Leme
Administrative Vice President and Investor Relations Officer

Edson de Oliveira Tavares
Technology Vice President

Elcio Mitsuhiro Ito
Financial Vice President

Independent auditor's review report on interim financial information - ITR

A free translation from Portuguese into English of Independent Auditor's Review Report on quarterly information prepared in Brazilian currency in accordance with NBC TG 21 and IAS 34 and the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Quarterly Information (ITR).

To the
Shareholders, Board of Directors and Officers of
Grupo Casas Bahia S.A.
São Paulo - SP

Introduction

We have reviewed the individual and consolidated interim financial information of Grupo Casas Bahia S.A. (the "Company") contained in the Quarterly Information Form (ITR) for the quarter ended September 30, 2023, which comprises the statement of financial position as at September 30, 2023, and the statements of profit or loss and of comprehensive income for the three and nine-month periods then ended, and the statements of changes in equity and of cash flows for the nine-month period then ended, including explanatory information.

The executive board is responsible for the preparation of the individual and consolidated interim financial information in accordance with Accounting Pronouncement NBC TG 21 and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the fair presentation of this information in accordance with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with the Brazilian and international standards on review engagements (NBC TR 2410 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 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 to above was not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of Quarterly Information (ITR), and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

Other matters

Statement of value added

The abovementioned quarterly information includes the individual and consolidated statement of value added (SVA) for the nine-month period ended September 30, 2023, prepared under the responsibility of the Company's executive board and presented as supplementary information under IAS 34. These statements have been subject to review procedures performed together with the review of the quarterly information with the objective to conclude whether they are reconciled to the interim financial information and the accounting records, as applicable, and if their form and content are in accordance with the criteria set forth by NBC TG 09 - Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, in accordance with the criteria set forth by this Standard and consistently with the interim financial information taken as a whole.

São Paulo, November 8, 2023.

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

Julio Braga Pinto
Accountant CRC SP-209957/O

Statement of financial position
September 30, 2023
In millions of reais

	Note	Individual		Consolidated	
		09.30.2023	12.31.2022	09.30.2023	12.31.2022
Assets					
Current assets					
Cash and cash equivalents	5	**1,575**	1,717	**1,642**	2,019
Trade accounts receivable	6	**3,497**	6,537	**3,700**	6,595
Inventories	7 and 15 (f)	**4,911**	5,533	**4,958**	5,574
Taxes recoverable	8	**1,638**	1,815	**1,672**	1,827
Transactions with related parties	9	**516**	523	**260**	299
Prepaid expenses		**223**	217	**237**	231
Other assets	6 (e)	**818**	523	**906**	578
Total current assets		**13,178**	16,865	**13,375**	17,123
Noncurrent assets					
Trade accounts receivable	6	**466**	764	**466**	764
Taxes recoverable	8	**4,518**	4,770	**4,661**	4,910
Deferred taxes	17 (b)	**4,315**	3,319	**4,666**	3,635
Transactions with related parties	9	**136**	134	**180**	184
Judicial deposits	18 (c)	**1,065**	908	**1,082**	925
Financial instruments	15 (a)	**-**	-	**10**	10
Other assets	6 (e)	**463**	500	**463**	501
Investments	10	**2,184**	1,999	**288**	265
Property and equipment	11	**1,468**	1,650	**1,547**	1,737
Intangible assets	12	**1,716**	1,599	**2,846**	2,704
Right-of-use assets	19	**2,659**	2,789	**2,685**	2,816
Total noncurrent assets		**18,990**	18,432	**18,894**	18,451
Total assets		**32,168**	35,297	**32,269**	35,574

See accompanying notes

GRUPO CASASBAHIA

Statement of financial position
September 30, 2023
In millions of reais

Liabilities and equity	Note	Individual 09.30.2023	Individual 12.31.2022	Consolidated 09.30.2023	Consolidated 12.31.2022
Current liabilities					
Trade accounts payable	13	**7,229**	7,110	**7,330**	7,251
Trade accounts payable - portal	13	**-**	657	**-**	657
Trade accounts payable - agreement	13	**1,407**	2,463	**1,407**	2,463
Loans and financing	14	**6,339**	6,373	**6,339**	6,373
Taxes payable	16	**313**	227	**337**	255
Social and labor obligations		**411**	357	**516**	440
Deferred revenue	20	**234**	190	**248**	201
Transactions with related parties	9	**502**	332	**25**	20
Transfers to third parties	15 (a)	**546**	560	**616**	648
Lease liabilities	19	**628**	641	**633**	645
Other liabilities		**641**	779	**665**	797
Total current liabilities		**18,250**	19,689	**18,116**	19,750
Noncurrent liabilities					
Loans and financing	14	**2,315**	3,005	**2,315**	3,005
Deferred revenue	20	**2,175**	2,165	**2,241**	2,228
Provision for contingencies	18	**2,025**	2,107	**2,123**	2,188
Taxes payable	16	**27**	19	**27**	20
Deferred taxes	17 (b)	**-**	-	**26**	34
Transactions with related parties	9	**2**	2	**-**	-
Lease liabilities	19	**2,938**	3,016	**2,973**	3,054
Other liabilities		**2**	10	**14**	11
Total noncurrent liabilities		**9,484**	10,324	**9,719**	10,540
Total liabilities		**27,734**	30,013	**27,835**	30,290
Equity	21				
Capital		**5,338**	5,044	**5,338**	5,044
Capital transactions		**(1,232)**	(1,232)	**(1,232)**	(1,232)
Capital reserves		**2,679**	2,361	**2,679**	2,361
Treasury shares		**(74)**	(74)	**(74)**	(74)
Accumulated losses		**(2,264)**	(639)	**(2,264)**	(639)
Other comprehensive income (loss)		**(13)**	(176)	**(13)**	(176)
Total equity		**4,434**	5,284	**4,434**	5,284
Total liabilities and equity		**32,168**	35,297	**32,269**	35,574

See accompanying notes

Statement of profit or loss
Period ended September 30, 2023
In millions of reais, unless otherwise stated

	Note	Individual		Consolidated	
		09.30.2023	**09.30.2022**	**09.30.2023**	**09.30.2022**
Sales and service revenue	22	**21,333**	21,961	**21,433**	22,053
Cost of goods sold and services rendered	23	**(14,967)**	(15,016)	**(15,423)**	(15,230)
Gross profit (loss)		**6,366**	6,945	**6,010**	6,823
Selling expenses	23	**(4,412)**	(4,397)	**(4,303)**	(4,486)
General and administrative expenses	23	**(922)**	(730)	**(816)**	(784)
Depreciation and amortization	11, 12 and 19	**(678)**	(654)	**(700)**	(670)
Other operating income (expenses), net	24	**(651)**	(45)	**(659)**	(15)
Income (loss) before finance income (costs) and equity pickup		**(297)**	1,119	**(468)**	868
Finance income (costs), net	25	**(2,318)**	(1,610)	**(2,307)**	(1,603)
Equity pickup	10	**(80)**	(105)	**40**	32
Loss before income and social contribution taxes		**(2,695)**	(596)	**(2,735)**	(703)
Income and social contribution taxes	17	**1,070**	417	**1,110**	524
Loss for the period attributable to Company shareholders		**(1,625)**	(179)	**(1,625)**	(179)
Earnings (loss) for the period per share (Reais per share)	26				
Basic					
Common		**(0.99530)**	(0.11321)		
Diluted					
Common		**(0.99530)**	(0.11321)		

See accompanying notes

GRUPO CASASBAHIA

Statement of comprehensive income (loss)
Period ended September 30, 2023
In millions of reais

	Individual		Consolidated	
	09.30.2023	**09.30.2022**	**09.30.2023**	**09.30.2022**
Loss attributable to Company shareholders	**(1,625)**	(179)	**(1,625)**	(179)
Other comprehensive income (loss)				
Items that may be reclassified to P&L				
Fair value of financial instruments	**247**	98	**247**	98
Taxes on fair value of financial instruments	**(84)**	(33)	**(84)**	(33)
Equity pickup on other comprehensive income (loss) in investees	**-**	4	**-**	-
Translation adjustments for the year	**-**	-	**-**	4
Comprehensive income (loss) for the period attributable to Company shareholders	**(1,462)**	(110)	**(1,462)**	(110)

See accompanying notes

GRUPO CASASBAHIA

Statement of cash flows
Period ended September 30, 2023
In millions of reais

	Note	Individual 09.30.2023	Individual 09.30.2022 (Restated)	Consolidated 09.30.2023	Consolidated 09.30.2022 (Restated)
Net loss for the period		**(1,625)**	(179)	**(1,625)**	(179)
Adjustments to					
Depreciation and amortization	11, 12 and 19	**819**	815	**848**	838
Equity pickup	10	**80**	105	**(40)**	(32)
Deferred income and social contribution taxes	17	**(1,071)**	(417)	**(1,114)**	(536)
Unrealized interest and monetary differences		**1,405**	975	**1,418**	991
Provisions for labor contingencies, net of reversals		**803**	401	**825**	411
Provisions for other contingencies, net of reversals		**49**	50	**48**	50
Allowance for expected credit losses	6 (b)	**777**	776	**813**	809
Loss on disposal of property and equipment and intangible assets	24	**29**	(46)	**33**	(61)
Estimated impairment loss of inventories	7	**76**	8	**79**	8
Deferred revenue recognized in P&L		**(112)**	(45)	**(111)**	(45)
Share-based payment		**5**	34	**7**	36
Write-off of rights of use and lease liabilities	19	**(2)**	(10)	**(2)**	(11)
Other		**254**	(5)	**255**	(7)
Adjusted net income for the period		**1,487**	2,462	**1,434**	2,272
Changes in working capital					
Trade accounts receivable		**2,841**	1,380	**2,660**	1,317
Inventories		**546**	719	**544**	730
Taxes recoverable		**548**	(342)	**523**	(339)
Transactions with related parties		**95**	106	**(31)**	(51)
Judicial deposits		**(94)**	(66)	**(94)**	(66)
Prepaid expenses		**(6)**	(42)	**(6)**	(38)
Other assets		**(270)**	(336)	**(302)**	(339)
Trade accounts payable	13	**221**	(870)	**180**	(907)
Trade accounts payable - portal	13	**(657)**	292	**(657)**	292
Taxes payable		**94**	(83)	**92**	(54)
Social and labor obligations		**54**	(137)	**76**	(65)
Transfers to third parties		**(267)**	(177)	**(285)**	(172)
Deferred revenue		**-**	(4)	**-**	(4)
Legal contingencies - labor	18	**(903)**	(884)	**(921)**	(903)
Legal contingencies - other	18	**(59)**	(62)	**(65)**	(62)
Other liabilities		**(103)**	(58)	**(102)**	(90)
Income and social contribution taxes - payment		**-**	-	**(3)**	-
Dividends received from investees	10	**15**	2	**17**	-
Changes in operating assets and liabilities		**2,055**	(562)	**1,626**	(751)
Net cash from operating activities		**3,542**	1,900	**3,060**	1,521
Cash flow from investing activities					
Acquisition of property and equipment and intangible assets	11 and 12	**(391)**	(800)	**(414)**	(838)
Disposal of property and equipment and intangible assets	11 and 12	**1**	75	**-**	98
Acquisition of subsidiary, net of cash acquired		**-**	-	**-**	(18)
Future capital contributions in subsidiary	10	**(278)**	(529)	**-**	-
Net cash used in investing activities		**(668)**	(1,254)	**(414)**	(758)
Cash flow from financing activities					
Fundraising	14	**5,793**	6,099	**5,792**	6,099
Payment of principal	14	**(6,495)**	(6,435)	**(6,495)**	(6,451)
Payment of interest	14	**(1,063)**	(633)	**(1,063)**	(633)
Payment of principal - leases	19	**(454)**	(539)	**(457)**	(542)
Payment of interest - leases	19	**(343)**	(315)	**(346)**	(319)
Funds from issue of shares		**622**	-	**622**	-
Payment of share issue costs		**(20)**	-	**(20)**	-
Trade accounts payable - agreement	13	**(1,056)**	596	**(1,056)**	596
Acquisition of treasury shares, net of disposal	21 (a)	**-**	(62)	**-**	(62)
Net cash used in financing activities		**(3,016)**	(1,289)	**(3,023)**	(1,312)
Net increase (decrease) in cash and cash equivalents		**(142)**	(643)	**(377)**	(549)
Opening balance of cash and cash equivalents	5	**1,717**	1,596	**2,019**	1,781
Closing balance of cash and cash equivalents	5	**1,575**	953	**1,642**	1,232
		(142)	(643)	**(377)**	(549)
Additional information on non-cash items					
Acquisition of property and equipment and intangible assets through financing	11 and 12	**97**	140	**98**	140

See accompanying notes

GRUPO CASASBAHIA

Statement of changes in equity
Period ended September 30, 2023
In millions of reais

		Attributable to Company shareholders									
				Capital reserves							
	Note	Capital	Capital transactions	Special goodwill reserve	Premium upon subscription of shares	Tax incentives	Options granted	Treasury shares	Accumulated losses	Other comprehensive income (loss)	Total
Balances at December 31, 2021		5,044	(1,232)	279	1,811	8	202	(11)	(297)	(167)	5,637
Profit for the period		-	-	-	-	-	-	-	(179)	-	(179)
Adjustments to financial instruments		-	-	-	-	-	-	-	-	98	98
Taxes on adjustments of financial instruments		-	-	-	-	-	-	-	-	(33)	(33)
Translation adjustments for the period		-	-	-	-	-	-	-	-	4	4
Recognized options granted	21.4 (c)	-	-	-	-	-	40	-	-	-	40
Treasury shares	21.2	-	-	-	-	-	-	(62)	-	-	(62)
Balances at September 30, 2022		5,044	(1,232)	279	1,811	8	242	(73)	(476)	(98)	5,505
Balances at December 31, 2022		5,044	(1,232)	279	1,811	8	263	(74)	(639)	(176)	5,284
Loss for the period		-	-	-	-	-	-	-	**(1,625)**	-	**(1,625)**
Capital increase	21.1	**311**	-	-	-	-	-	-	-	-	**311**
Share issue costs	21.1	**(17)**	-	-	-	-	-	-	-	-	**(17)**
Adjustments to financial instruments		-	-	-	-	-	-	-	-	**247**	**247**
Taxes on adjustments of financial instruments		-	-	-	-	-	-	-	-	**(84)**	**(84)**
Recognized options granted	21.4 (c)	-	-	-	-	-	**7**	-	-	-	**7**
Premium on subscription of shares	21.1	-	-	-	**311**	-	-	-	-	-	**311**
Balances at September 30, 2023		**5,338**	**(1,232)**	**279**	**2,122**	**8**	**270**	**(74)**	**(2,264)**	**(13)**	**4,434**

See accompanying notes

GRUPO CASASBAHIA

Statement of value added
Period ended September 30, 2023
In millions of reais

	Note	Individual 09.30.2023	Individual 09.30.2022	Consolidated 09.30.2023	Consolidated 09.30.2022
Revenues		**24,685**	25,166	**24,809**	25,280
Sales and service revenue	22	**25,462**	25,866	**25,622**	25,991
Allowance for expected credit losses	6	**(777)**	(776)	**(813)**	(809)
Other revenues		**-**	76	**-**	98
Inputs acquired from third parties		**(20,685)**	(20,456)	**(20,355)**	(20,373)
Cost of goods sold and services rendered		**(16,958)**	(17,039)	**(16,734)**	(16,975)
Materials, energy, third-party services and other		**(3,637)**	(3,402)	**(3,500)**	(3,377)
Recovery (loss) of receivables		**(125)**	(49)	**(157)**	(56)
Other		**35**	34	**36**	35
Gross value added		**4,000**	4,710	**4,454**	4,907
Depreciation and amortization	11, 12 and 19	**(819)**	(815)	**(848)**	(838)
Net value added produced by the Company		**3,181**	3,895	**3,606**	4,069
Value added received in transfer		**163**	374	**311**	543
Equity pickup	10	**(80)**	(105)	**40**	32
Finance income	25	**243**	479	**271**	511
Total value added to be distributed		**3,344**	4,269	**3,917**	4,612
Value added distributed		**3,344**	4,269	**3,917**	4,612
Personnel		**2,374**	1,999	**2,901**	2,345
Salaries		**1,174**	1,297	**1,590**	1,578
Benefits		**176**	192	**211**	209
Unemployment Compensation Fund (FGTS)		**128**	116	**165**	153
Labor claims		**883**	376	**899**	369
Other personnel expenses		**13**	18	**36**	36
Taxes, charges and contributions		**(35)**	316	**(14)**	287
Federal taxes		**(656)**	(104)	**(634)**	(155)
State taxes		**546**	344	**531**	364
Local taxes		**75**	76	**89**	78
Debt remuneration		**2,630**	2,133	**2,655**	2,159
Interest	25	**2,561**	2,089	**2,578**	2,114
Rents		**61**	36	**63**	36
Other		**8**	8	**14**	9
Equity remuneration		**(1,625)**	(179)	**(1,625)**	(179)
Loss for the period		**(1,625)**	(179)	**(1,625)**	(179)
Total value added distributed		**3,344**	4,269	**3,917**	4,612

See accompanying notes

1. Operations

At the Company's Special General Meeting held on September 12, 2023, the shareholders approved the change in the Company's corporate name to Grupo Casas Bahia S.A.

Grupo Casas Bahia S.A., directly or through its subsidiaries ("Company" or "Grupo Casas Bahia"), listed in the special segment name *Novo Mercado* (New Market) of B3 S.A. - Brasil, Bolsa, Balcão ("B3"), under ticker symbol BHIA3, with head office in the city and state of São Paulo, Brazil, and listed on OTC Markets ("OTC") under ticker symbol VIAYY (through ADRs) traded in the US market.

Grupo Casas Bahia S.A. is a Brazilian omnichannel retailer with national reach, serving millions of consumers through brick-and-mortar stores and *e-commerce* (1P and *marketplace*), by means of Casas Bahia, Ponto and Extra.com brands.

Grupo Casas Bahia S.A.'s financial solutions serve millions of customers through the Company's installment sales model (buy now, pay later – Casas Bahia Credit Facility), its marketplace with over 161 thousand partners (sellers) and over 73 million SKUs, offering solutions and services such as fulfillment, and using the Company's logistics network for operations throughout Brazil.

2. Presentation and preparation of individual and consolidated interim financial information

2.1. Basis of preparation and presentation and statement of compliance

The individual and consolidated interim financial information has been prepared in accordance with the *International Financial Reporting Standards* (IFRS) issued by the *International Accounting* Standards *Board* ("IASB") and also with the accounting practices adopted in Brazil issued by Brazil's Financial Accounting Standards Board ("CPC"), and approved by the Brazilian Securities and Exchange Commission ("CVM"), and discloses all significant information inherent in the individual and consolidated interim financial information, and only such information, which is consistent with that used to manage the Company's operations.

2.2. Basis of measurement, and functional and presentation currency of the individual and consolidated financial statements

The individual and consolidated interim financial information adopts the Brazilian real ("R$") as the functional and presentation currency, and is stated in millions of Brazilian reais. This information has been prepared on a historical cost basis, except for certain financial instruments and share-based payments measured at fair value.

2.3. Statement of compliance

In compliance with CVM Rule No. 505/2006, authorization to issue the individual and consolidated interim financial information for the nine-month period ended September 30, 2023 was granted by the Company's Board of Directors on November 8, 2023.

In millions of reais, unless otherwise stated

2.4. Statement of relevance

Company management applied accounting guidance OCPC 7 and CVM Rule No. 727/14, meeting the minimum requirements and, at the same time, disclosing only relevant information that assists readers in decision making.

2.5. Significant accounting judgments, estimates and assumptions

In preparing the individual and consolidated interim financial information, estimates are used to account for certain assets, liabilities and other transactions. To make these estimates, Company management used the best information available on the date of preparation of the individual and consolidated interim financial information, as well as past experience and/or current events, also considering assumptions relating to future events.

The individual and consolidated interim financial information therefore includes estimates and assumptions referring mainly to impairment of accounts receivable, inventories and intangible assets with indefinite useful life, deferred income and social contribution taxes, provision for litigation and contingencies, fair value of assets and liabilities, and measurement of financial instruments. Actual results from the transactions and information may differ from these estimates.

2.6. Restatement of comparative information

As at December 31, 2022, management reviewed its understanding of the classification of trade accounts payable - reverse factoring (agreement) in the statement of cash flows, reason why the balances for the period ended September 30, 2022 are restated. This restatement had no impact on the amounts in the statement of profit or loss for the period.

	Individual			Consolidated		
	As originally stated at 09.30.2022	**Adjustment**	**09.30.2022 (restated)**	**As originally stated at 09.30.2022**	**Adjustment**	**09.30.2022 (restated)**
Statement of cash flows						
Changes in operating assets and liabilities	34	(596)	(562)	(155)	(596)	(751)
Net cash from operating activities	**2,496**	**(596)**	**1,900**	**2,117**	**(596)**	**1,521**
Net cash used in financing activities	**(1,885)**	**596**	**(1,289)**	**(1,908)**	**596**	**(1,312)**
Net decrease in cash and cash equivalents	(643)	-	(643)	(549)	-	(549)

2.7 Impacts of COVID-19

Since the beginning of the pandemic Grupo Casas Bahia has followed the protocols adopted by all federal, state and municipal health authorities. The Company comply with all sanitary determinations in order to preserve the health of its employees and customers. The Company is in line with the prevention rules, and has maintained the safety of its physical and digital operations. As the immunization coverage has progressed, the impacts on the Company's activities are not significant today. The Company has conducted its operations normally and has standardized and aligned them across the country.

3. Revised pronouncements and interpretations issued but not yet adopted

The IFRSs issued/amended by the IASB that are effective for annual reporting periods beginning in 2023 had no impact on the Company's financial statements. In addition, the IASB issued/amended certain IFRSs, whose adoption is scheduled for 2024 or later, and the Company is assessing the impacts of the adoption of these standards on its financial statements:

- Amendment to IFRS 16 - Lease liabilities in a sale and leaseback transaction. Clarifies aspects to be considered for treating an asset transfer as a sale. This amendment is effective for annual reporting periods beginning on or after January 1, 2024. The Company does not expect any significant impacts on its financial statements.

- Amendments to IAS 1 - Noncurrent liabilities with Covenants. Clarifies aspects of separate classifications on the statement of financial position of current and noncurrent assets and liabilities, establishing presentation based on liquidity when providing reliable and more relevant information. This amendment is effective for annual reporting periods beginning on or after January 1, 2024. The Company does not expect any significant impacts on its financial statements.

- Amendment to IAS7/CPC3: Disclosures – Supplier finance arrangements - Establishes disclosure requirements for supplier finance arrangements presenting how such arrangements affect an entity's liabilities and cash flows; and how the entity could be affected if the arrangements were no longer available to it. The standard is effective for years beginning on or after January 1, 2024. The Company does not expect any significant impacts on the financial statements.

- Issue of IFRS S1: General requirements for disclosure of sustainability-related financial information – Establishes the general requirements for a company to disclose information about sustainability-related risks and opportunities. This standard provides for the preparation and disclosure of financial information reports related to sustainability, based on ISSB standards, from fiscal years beginning on or after January 1, 2026. It may also be adopted on a voluntary basis from fiscal years beginning on or after January 1, 2024. The Company is assessing the impacts that this standard will have on its financial statements.

- Issue of IFRS S2: Climate-related disclosures – Establishes the general requirements for a company to disclose information about sustainability-related risks and opportunities. This standard provides for the preparation and disclosure of financial information reports related to sustainability, based on ISSB standards, from fiscal years beginning on or after January 1, 2026. It may also be adopted on a voluntary basis from fiscal years beginning on or after January 1, 2024. The Company is assessing the impacts that this standard will have on its financial statements.

4. Significant accounting policies

The interim financial information has been prepared using information of Grupo Casas Bahia and its subsidiaries as at the same reporting date, as well as consistent accounting policies and practices.

This interim financial information must be read jointly with the individual and consolidated financial statements for the year ended December 31, 2022, since its purpose is to provide an update to activities, events, and significant circumstances in relation to those individual and consolidated financial statements. Therefore, it focus on new activities, events and circumstances and does not duplicate previously disclosed information, except when management deems relevant to maintain particular information.

The accounting policies have been equally applied to all consolidated companies, and are consistent with those used by the parent company.

In millions of reais, unless otherwise stated

a) Consolidation

In preparing the individual and consolidated interim financial information, the subsidiaries' financial information that was closed at the same reporting date and is consistent with the Company's accounting policies was used.

Equity interest in subsidiaries

Subsidiaries	09.30.2023 Equity interest Direct	09.30.2023 Equity interest Indirect	12.31.2022 Equity interest Direct	12.31.2022 Equity interest Indirect
Indústria de Móveis Bartira Ltda. ("Bartira")	99.99%	0.01%	99.99%	0.01%
Globex Administração e Serviços Ltda. ("GAS")	99.99%	0.01%	99.99%	0.01%
Lake Niassa Empreendimentos e Participações Ltda. ("Lake")	99.99%	0.01%	99.99%	0.01%
Asap Log Logística e Soluções Ltda. ("Asap Logística")	99.99%	0.01%	99.99%	0.01%
Globex Administradora de Consórcio Ltda. ("GAC")	99.99%	0.01%	99.99%	0.01%
Cnova Comércio Eletrônico S.A. ("Cnova")	100.00%	-	100.00%	-
Asap Log Ltda. ("Asap Log")	-	100.00%	-	100.00%
BanQi Instituição de Pagamento Ltda. ("BanQi")	-	100.00%	-	100.00%
I9XP Tecnologia e Participações S.A. ("I9XP") (i)	-	-	-	100.00%
ViaHub Tecnologia em E-commerce Ltda. ("ViaHub") (i)	16.19%	83.81%	-	100.00%
BNQI Sociedade de Crédito Direto S.A. ("BNQI")	-	100.00%	-	100.00%
Celer Processamento Comércio e Serviço Ltda. ("BanQi Pagamentos")	-	100.00%	-	100.00%
BANQI Administradora de Cartão Ltda. ("BanQi Adm")	-	100.00%	-	100.00%
CNT Soluções em Negócios Digitais e Logística Ltda. ("CNT Soluções")	-	100.00%	-	100.00%
Íntegra Soluções para Varejo Digital Ltda. ("Íntegra")	-	100.00%	-	100.00%
CNTLog Express Logística e Transporte Eireli ("CNT Express")	-	100.00%	-	100.00%
BanQi EP Fundo de Investimento em Direitos Creditórios	-	100.00%	-	-
BanQi Fundo de Investimento em Direitos Creditórios Não-Padronizados	-	100.00%	-	-

(i) At the Special General Meeting held on March 31, 2023, the merger of I9XP into ViaHub was approved. This reorganization is part of the corporate strategy to optimize Grupo Casas Bahia's shareholding structure.

5. Cash and cash equivalents

a) Breakdown of balances

	Weighted average rate (p.a.)	Individual 09.30.2023	Individual 12.31.2022	Consolidated 09.30.2023	Consolidated 12.31.2022
Cash and checking accounts		**47**	122	**49**	133
Short-term investments - repurchase agreements	91.91% of CDI p.a.	**1,517**	1,593	**1,578**	1,717
Sweep accounts (i)	10.7% of CDI p.a.	**11**	2	**15**	3
Marketable securities	161.93% of CDI p.a.	**-**	-	**-**	166
		1,575	1,717	**1,642**	2,019

(i) These refer to investment of funds available in checking account with daily profitability linked to the Interbank Deposit Certificate (CDI) rate, automatically redeemed on the first business day following the investment date (D+1).

In millions of reais, unless otherwise stated

6. Trade accounts receivable

a) Breakdown of balances

	Individual		Consolidated	
	09.30.2023	**12.31.2022**	**09.30.2023**	**12.31.2022**
Credit card companies	**444**	3,406	**471**	3,426
Casas Bahia Credit Facility (Note 6.1)	**5,327**	5,523	**5,327**	5,523
Interest to incur / to allocate in future years (Note 6.1)	**(1,635)**	(1,650)	**(1,635)**	(1,650)
Accounts receivable – B2B (i)	**248**	342	**248**	342
Other accounts receivable	**216**	326	**438**	366
Allowance for expected credit losses (ECL or ADA) (b)	**(637)**	(646)	**(683)**	(648)
	3,963	7,301	**4,166**	7,359
Current	**3,497**	6,537	**3,700**	6,595
Noncurrent	**466**	764	**466**	764

(i) The acronym B2B means business-to-business, which means a company that does business with other companies; in practice, it refers to sales made to other legal entities, for resale or own use.

b) Changes in allowance for expected credit losses – ECL or ADA

	Individual		Consolidated	
	09.30.2023	**09.30.2022**	**09.30.2023**	**09.30.2022**
Balance at beginning of period	**(646)**	(706)	**(648)**	(711)
Business combinations	**-**	-	**(11)**	-
Expected losses recorded for the period	**(777)**	(776)	**(813)**	(809)
Write-off of accounts receivable, net of recovery	**786**	807	**789**	808
Balance at end of period	**(637)**	(675)	**(683)**	(712)
Current	**(571)**	(591)	**(617)**	(628)
Noncurrent	**(66)**	(84)	**(66)**	(84)

In millions of reais, unless otherwise stated

c) Breakdown of allowance for expected credit losses by type of receivable – total portfolio

Individual

	09.30.2023			12.31.2022			09.30.2022		
	Gross	ECL (ADA)	Net	Gross	ECL (ADA)	Net	Gross	ECL (ADA)	Net
Credit card companies	**444**	**-**	**444**	3,406	-	3,406	1,469	-	1,469
Casas Bahia Credit Facility – TOTAL	**5,327**	**(601)**	**4,726**	5,523	(627)	4,896	5,677	(658)	5,019
Accounts receivable - “B2B” (i)	**248**	**(8)**	**240**	342	(4)	338	320	(2)	318
Other accounts receivable	**216**	**(28)**	**188**	326	(15)	311	295	(15)	280
	6,235	**(637)**	**5,598**	9,597	(646)	8,951	7,761	(675)	7,086

Consolidated

	09.30.2023			12.31.2022			09.30.2022		
	Gross	ECL (ADA)	Net	Gross	ECL (ADA)	Net	Gross	ECL (ADA)	Net
Credit card companies	**471**	**-**	**471**	3,426	-	3,426	1,489	-	1,489
Casas Bahia Credit Facility – TOTAL	**5,327**	**(601)**	**4,726**	5,523	(627)	4,896	5,677	(658)	5,019
Accounts receivable - “B2B” (i)	**248**	**(8)**	**240**	342	(4)	338	320	(2)	318
Other accounts receivable	**438**	**(74)**	**364**	366	(17)	349	390	(52)	338
	6,484	**(683)**	**5,801**	9,657	(648)	9,009	7,876	(712)	7,164

(i) The acronym B2B means business-to-business, which means a company that does business with other companies; in practice, it refers to sales made to other legal entities, for resale or own use.

In millions of reais, unless otherwise stated

d) Aging list of trade accounts receivable, before allowance for expected credit losses and unallocated interest – total portfolio

Individual

	09.30.2023						12.31.2022					
		Past due						Past due				
	Falling due	Up to 30 days	31 – 60 days	61 - 90 days	Above 90 days	Total	Falling due	Up to 30 days	31 – 60 days	61 - 90 days	Above 90 days	Total
Credit card companies	**442**	**-**	**-**	**-**	**2**	**444**	3,402	-	-	-	4	3,406
Casas Bahia Credit Facility	**4,913**	**171**	**91**	**64**	**88**	**5,327**	5,128	161	87	64	83	5,523
Accounts receivable - “B2B” (i)	**150**	**13**	**21**	**21**	**43**	**248**	216	94	12	14	6	342
Other accounts receivable	**175**	**8**	**4**	**3**	**26**	**216**	306	2	11	1	6	326
	5,680	**192**	**116**	**88**	**159**	**6,235**	9,052	257	110	79	99	9,597

Consolidated

	09.30.2023						12.31.2022					
		Past due						Past due				
	Falling due	Up to 30 days	31 – 60 days	61 - 90 days	Above 90 days	Total	Falling due	Up to 30 days	31 – 60 days	61 - 90 days	Above 90 days	Total
Credit card companies	**469**	**-**	**-**	**-**	**2**	**471**	3,422	-	-	-	4	3,426
Casas Bahia Credit Facility	**4,913**	**171**	**91**	**64**	**88**	**5,327**	5,128	161	87	64	83	5,523
Accounts receivable - “B2B” (i)	**150**	**13**	**21**	**21**	**43**	**248**	216	94	12	14	6	342
Other accounts receivable	**282**	**44**	**14**	**9**	**89**	**438**	322	6	17	3	18	366
	5,814	**228**	**126**	**94**	**222**	**6,484**	9,088	261	116	81	111	9,657

(i) The acronym B2B means business-to-business, which means a company that does business with other companies; in practice, it refers to sales made to other legal entities, for resale or own use.

In millions of reais, unless otherwise stated

e) In addition to the above-mentioned balances, the Company has other receivables of various origins, such as: collaterals given, indemnification assets, prepaid expenses, advances to suppliers, receivables relating to reimbursement of expenses; all such receivables are recorded in an specific line item called “Other assets”.

6.1 Trade accounts receivable - Direct Consumer Credit (Casas Bahia Credit Facility)

a) Breakdown of balances – portfolio (Casas Bahia Credit Facility)

These correspond to receivables from time sales financed through Direct Consumer Credit with Seller Intervention (Casas Bahia Credit Facility), according to Note 14(a)(i), payable in up to 24 months, with average receipt in 15 months subject to average interest rate of 152.56% p.a. Below is the gross balances of the financing installments and the interest to be incurred over the agreed terms.

	Individual and Consolidated		
	09.30.2023	**12.31.2022**	**09.30.2022**
Casas Bahia Credit Facility – Current	**4,742**	4,839	4,956
Casas Bahia Credit Facility – Noncurrent	**585**	684	721
Casas Bahia Credit Facility - Total (a)	**5,327**	5,523	5,677
Interest to incur / revenue to allocate in future years	**(1,635)**	(1,650)	(1,621)
Casas Bahia Credit Facility – Total amount, net of interest to incur	**3,692**	3,873	4,056
Allowance for expected credit losses – ADA (b)	**(601)**	(627)	(658)
(%) AECL (ADA) / Casas Bahia Credit Facility – Total ((b)÷(a))	**11.3%**	11.4%	11.6%

b) Allowance for expected credit losses – Casas Bahia Credit Facility

	Individual and Consolidated	
	09.30.2023	**09.30.2022**
Balance at beginning of period	**(627)**	(656)
Expected losses recorded for the period	**(751)**	(768)
Write-off of accounts receivable, net of recovery	**777**	766
Balance at end of period	**(601)**	(658)
Current	**(535)**	(574)
Noncurrent	**(66)**	(84)

In millions of reais, unless otherwise stated

7. Inventories

a) Breakdown of balances

	Individual		Consolidated	
	09.30.2023	12.31.2022	09.30.2023	12.31.2022
Stores	**2,164**	2,453	**2,164**	2,453
Distribution centers	**2,780**	3,102	**2,827**	3,143
Supplies	**22**	17	**23**	17
Estimated impairment loss, net	**(55)**	(39)	**(56)**	(39)
	4,911	5,533	**4,958**	5,574

b) Changes in estimated impairment losses on inventories at net realizable value

	Individual		Consolidated	
	09.30.2023	09.30.2022	09.30.2023	09.30.2022
Balance at beginning of period	**(39)**	(36)	**(39)**	(36)
Reversals (additions)	**(76)**	(8)	**(79)**	(8)
Realized losses	**60**	12	**62**	12
Balance at end of period	**(55)**	(32)	**(56)**	(32)

8. Taxes recoverable

a) Breakdown of balances

	Individual		Consolidated	
	09.30.2023	12.31.2022	09.30.2023	12.31.2022
State VAT (ICMS) recoverable (i)	**3,027**	3,813	**3,031**	3,815
Contribution Taxes on Gross Revenue for Social Integration Program and for Social Security Financing (PIS and COFINS) recoverable	**2,635**	2,255	**2,780**	2,377
Income and social contribution taxes (IRPJ and CSLL)	**260**	259	**283**	279
Other	**234**	258	**239**	266
	6,156	6,585	**6,333**	6,737
Current	**1,638**	1,815	**1,672**	1,827
Noncurrent	**4,518**	4,770	**4,661**	4,910

(i) Realization of ICMS credits

The ICMS credit realization plan (monetization) is monitored periodically in order to ensure compliance with the established assumptions. Whenever necessary, these assumptions are reassessed so that the business events are reflected on the plan, allowing credit realization to be better controlled.

In millions of reais, unless otherwise stated

With respect to credits that cannot yet be immediately offset, Company management, based on technical recovery studies and on future operating performance expectations, believes that future offset is feasible. The above-mentioned studies are prepared and reviewed periodically based on information extracted from the strategy planning previously approved by the Company's Board of Directors. For the individual and consolidated interim financial information for the period ended September 30, 2023, Company management believes that the established assumptions have been complied with and reflect the best expectation for credit realization.

It should be noticed that those credits could also be realized through refund by the Departments of Finance of the States, through presentation of invoices and digital files relating to the operations that gave rise to such right for refund.

In accordance with the realization plan (monetization) of Company tax credits, on July 10, 2023, the Company entered into new agreements for the transfer of ICMS credits amounting to R$150.

Until September 30, 2023, the Company transferred ICMS credits amounting to R$634 referring to the credit sale agreements entered into in the year ended December 31, 2022 and July 2023. The Company expects to conclude the transfer of those credits until the end of 2024.

b) Expected realization of taxes recoverable

	Individual				
	ICMS	PIS and COFINS	IRPJ and CSLL	Other	Total
3-month period 2023	216	252	88	11	567
2024	836	700	-	81	1,617
2025	592	806	-	139	1,537
2026	599	877	-	1	1,477
2027	384	-	-	1	385
Above 5 years	400	-	172	1	573
	3,027	2,635	260	234	6,156

	Consolidated				
	ICMS	PIS and COFINS	IRPJ and CSLL	Other	Total
3-month period 2023	219	255	104	12	590
2024	836	841	-	85	1,762
2025	592	807	-	139	1,538
2026	599	877	-	1	1,477
2027	385	-	-	1	386
Above 5 years	400	-	179	1	580
	3,031	2,780	283	239	6,333

In millions of reais, unless otherwise stated

9. Related parties

	Assets (liabilities), net				Income (expenses), net			
	Individual		Consolidated		Individual		Consolidated	
	09.30.2023	12.31.2022	09.30.2023	12.31.2022	09.30.2023	09.30.2022	09.30.2023	09.30.2022
Related parties								
Subsidiaries								
Indústria de Móveis Bartira Ltda. (“Bartira”) (c) (d)	**178**	161	**-**	-	**(236)**	(281)	**-**	-
Globex Administração e Serviços Ltda. (“GAS”)	**-**	-	**-**	-	**-**	(1)	**-**	-
Asap Log Ltda. (“Asap Log”) (c)	**(2)**	(3)	**-**	-	**(42)**	(22)	**-**	-
Asap Log Logística e Soluções Ltda. (“Asap Logística”) (c)	**(277)**	(134)	**-**	3	**(275)**	(87)	**-**	-
BanQi Instituição de Pagamento Ltda. (“BanQi”) (c)	**17**	4	**-**	-	**(10)**	(14)	**-**	-
Íntegra Soluções para Varejo Digital LTDA. ("Íntegra") (c)	**1**	4	**-**	(1)	**-**	4	**-**	-
ViaHub Tecnologia em E-commerce LTDA. (“ViaHub”) (c)	**(142)**	(119)	**-**	-	**(278)**	(128)	**-**	-
Celer Processamento Comércio e Serviço LTDA.(“BanQi Pagamentos”)	**3**	-	**-**	-	**-**	-	**-**	-
Associates								
Financeira Itaú CBD S.A. (“FIC”) (a)	**(2)**	(1)	**(2)**	(1)	**(16)**	(25)	**(16)**	(25)
Banco Investcred Unibanco S.A. (“BINV”) (a)	**-**	2	**-**	2	**(44)**	(34)	**(44)**	(34)
Other								
Casa Bahia Comercial Ltda. (“CB”) (d)	**372**	409	**417**	460	**(43)**	15	**(43)**	15
	148	323	**415**	463	**(944)**	(573)	**(103)**	(44)
Lease transactions								
Casa Bahia Comercial Ltda. (“CB”) (b)								
Right-of-use asset	**718**	718	**744**	745	**(77)**	(74)	**(80)**	(76)
Lease liabilities	**(1,126)**	(1,105)	**(1,166)**	(1,147)	**(110)**	(107)	**(113)**	(111)
	(408)	(387)	**(422)**	(402)	**(187)**	(181)	**(193)**	(187)
Total transactions with related parties	**(260)**	(64)	**(7)**	61	**(1,131)**	(754)	**(296)**	(231)
Receivables from related parties								
Current	**516**	523	**260**	299				
Noncurrent	**136**	134	**180**	184				
Payables to related parties								
Current	**(502)**	(332)	**(25)**	(20)				
Noncurrent	**(2)**	(2)	**-**	-				

In millions of reais, unless otherwise stated

The transactions with related parties presented in the table above refer to transactions that the Company conducts with its key shareholders, its subsidiaries and other related entities. These transactions were accounted for substantially based on usual market prices, terms and conditions agreed between the parties, namely:

a) Loans and financing with FIC and BINV

The Company operates as a correspondent bank for services operated by FIC and BINV, which buy credit card receivables from the Company. This operation generates amounts to be transferred, stated as accounts payable to related parties, and receivables for services rendered, stated as accounts receivable from related parties. The result of these operations is presented in the column "Income (expenses), net" in the table above, and is classified as "Sales revenue" in the Company's statement of profit or loss.

FIC and BINV are also credit card operators that issue cards and finance customer purchases. In the period ended September 30, 2023, the balance of credit cards receivable from FIC and BINV totaled R$39 (R$307 as of December 31, 2022). These balances are recorded as "Accounts receivable" under "Credit card companies", as shown in Note 6.

For the period ended September 30, 2023, the Company recognized R$53 (R$46 for the period ended September 30, 2022) in finance costs arising from the sale of credit card receivables.

b) Leases

The Company and its subsidiary Bartira have lease contracts for 194 properties, including distribution centers and commercial and administrative buildings, entered into under specific conditions with Casa Bahia Comercial ("CB") and its shareholders, pursuant to the Partnership Agreement entered into by Grupo Casas Bahia, CBD, CB and CB's shareholders.

c) Purchase and sale of goods and services

In the nine-month periods ended September 30, 2023 and 2022, the Company conducted the following related party transactions:

		Income (expenses), net	
Counterparty	**Transaction**	**09.30.2023**	**09.30.2022**
Bartira	Purchase of goods	**(236)**	(281)
ViaHub	Engagement of IT services	**(278)**	(128)
Asap Logística	Engagement of logistics services	**(275)**	(87)
Asap Log	Engagement of logistics services	**(42)**	(22)
BanQi	Fee for intermediation of Casas Bahia Credit Facility	**(10)**	(14)
Integra	Sale of goods	**-**	4

d) Partnership Agreement between Grupo Casas Bahia, Companhia Brasileira de Distribuição ("CBD") and CB, and related instruments

On July 1, 2010, the First Amendment to the Partnership Agreement ("Partnership Agreement") was entered into by the Grupo Casas Bahia, CBD, CB and CB's shareholders, which guaranteed the Company the right to be indemnified for any losses and/or damages, by CBD, CB and CB's shareholders, in connection with lawsuits and/or reimbursement of expenses arising during the management by the former controlling shareholders of Grupo Casas Bahia and of the companies mentioned in the Partnership Agreement.

As provided in the Partnership Agreement, after a six-year period from the transaction closing date that ended on November 8, 2016, the procedures referring to indemnification in connection with new lawsuits were terminated, and the parties began negotiating the collection and settlement of existing balances relating to such losses and damages.

On July 4, 2017, the Company entered into an Agreement with CB, together with CBD, to (i) settle losses and damages already incurred until November 8, 2016; (ii) define new criteria to determine liabilities for losses and damages related to contingencies; (iii) hold periodic meetings in which each party must present the losses and damages incurred as from November 9, 2016, to be indemnified by the other party; and (iv) record guarantees to meet CB's obligation to indemnify in connection with the lawsuits. This Agreement was approved by the Boards of

In millions of reais, unless otherwise stated

Directors of the Company and CBD on July 24, 2017. CB shareholders were the guarantors of said Agreement, and the guarantee also included mortgages on properties owned by CB, in an amount sufficient to cover the total potential contingencies identified on November 8, 2016.

On October 24, 2018, the Company and CB, jointly with CBD, entered into an Amendment to the Agreement with a view to improving its criteria and clarifying certain clauses and conditions, thus enabling the settlement of outstanding balances presented in the periodic meetings.

On June 14, 2019, CBD disposed of the equity interest it held in the Company in full. From that date, the amounts receivable from CBD has been recognized in "Other assets" in current assets.

The Company had maintained the contractual terms of the Partnership Agreement and related amendments until the date of approval of this individual and consolidated interim financial information.

e) Management compensation

Expenses relating to total key management personnel compensation (statutory officers and members of the Board of Directors), recorded in the statement of profit or loss for the nine-month periods ended September 30, 2023 and 2022, are as follows:

	09.30.2023			09.30.2022		
	Short-term benefits	**Share-based payment (i)**	**Total**	**Short-term benefits**	**Share-based payment**	**Total**
Executive Board	**18**	**(11)**	**7**	13	68	81
Board of Directors	**4**	**-**	**4**	8	-	8
	22	**(11)**	**11**	21	68	89

(i) Changes in share-based payment was impacted by unexercised call options.

10.Investments

a) Balances and changes

Individual								
	12.31.2021	**Capital increase**	**Unearned income - inventories**	**Payment of dividends**	**Equity pickup – profit or loss**	**Equity pickup – Comprehensive income**	**Share-based payment**	**09.30.2022**
Lake	556	199	-	-	(17)	4	1	743
Bartira	725	-	5	-	(15)	-	-	715
Asap Logística	68	216	-	-	(112)	-	-	172
Cnova	79	114	-	-	21	-	1	215
Other	38	-	-	(2)	13	-	-	49
Total	1,466	529	5	(2)	(110)	4	2	1,894

Individual								
	12.31.2022	**Merger (i)**	**Capital increase**	**Unearned income - inventories**	**Payment of dividends**	**Equity pickup – profit or loss**	**Share-based payment**	**09.30.2023**
Lake	744	**-**	**45**	**-**	**-**	**(3)**	**(1)**	**785**
Bartira	755	**-**	**-**	**6**	**-**	**11**	**-**	**772**
Asap Logística	220	**(17)**	**224**	**-**	**-**	**(79)**	**-**	**348**
Cnova	231	**-**	**9**	**-**	**-**	**(18)**	**3**	**225**
ViaHub	-	**17**	**-**	**-**	**-**	**-**	**-**	**17**
Other	49	**-**	**-**	**-**	**(15)**	**3**	**-**	**37**
Total	1,999	**-**	**278**	**6**	**(15)**	**(86)**	**2**	**2,184**

(i) Corporate reorganization, see Note 4 a (i).

In millions of reais, unless otherwise stated

	Consolidated		
	12.31.2021	**Equity pickup – profit or loss**	**09.30.2022**
FIC	166	26	192
BINV	42	7	49
Distrito	17	(1)	16
Total	225	32	257

	Consolidated			
	12.31.2022	**Equity pickup – profit or loss**	**Payment of dividends**	**09.30.2023**
FIC	200	**28**	**(16)**	**212**
BINV	49	**12**	**(1)**	**60**
Distrito	16	**-**	**-**	**16**
Total	265	**40**	**(17)**	**288**

b) Summarized financial information of associates

FIC and BINV

FIC and BINV are financial institutions created with the objective of financing sales directly to CBD and Grupo Casas Bahia. BINV is the result of the association of the Company with Banco Itaú Unibanco S.A., while FIC is the result of the association of the Company with Banco Itaú Unibanco S.A. and CBD. The Company has significant influence on these institutions, but not control over them. The Company's share in the total voting capital of FIC and BINV corresponds to 14.24% and 50.00%, respectively, arising from the investments of subsidiary Lake.

Distrito

Distrito is an innovation hub that has a complete platform to support companies in their transformation through technology. With its open innovation ecosystem, supported by data and artificial intelligence, the District connects large companies, *startups*, investors and academics to created new, more collaborative, efficient, transparent and sustainable winning business models. The Company has significant influence over Distrito, but not the control. As of September 30, 2023, the Company's share in Distrito's total voting capital corresponds to 16.67% from the investment made by subsidiary Cnova.

Information on the associates deemed material by the Company for equity pickup calculation purposes is as follows:

	FIC		BINV	
Statement of financial position	**09.30.2023**	**12.31.2022**	**09.30.2023**	**12.31.2022**
Current assets	**9,502**	11,682	**969**	1,090
Noncurrent assets	**2**	32	**-**	-
Total assets	**9,504**	11,714	**969**	1,090
Current liabilities	**7,846**	10,136	**852**	995
Equity (i)	**1,658**	1,578	**117**	95
Total liabilities and equity	**9,504**	11,714	**969**	1,090
Statement of profit or loss	**09.30.2023**	**09.30.2022**	**09.30.2023**	**09.30.2022**
Net profit	**193**	186	**24**	15

(i) The calculation of the investment considers the investee's equity, less the special goodwill reserve, which is the exclusive right of Itaú Unibanco S.A.

In millions of reais, unless otherwise stated

11. Property and equipment

a) Breakdown of balances and changes

	Individual						Consolidated					
	09.30.2023			12.31.2022			09.30.2023			12.31.2022		
	Cost	Accumulated depreciation	Net	Cost	Accumulated depreciation	Net	Cost	Accumulated depreciation	Net	Cost	Accumulated depreciation	Net
Land	**9**	**-**	**9**	9	-	9	**11**	**-**	**11**	11	-	11
Buildings	**9**	**(7)**	**2**	9	(7)	2	**11**	**(10)**	**1**	11	(9)	2
Leasehold improvements	**1,305**	**(612)**	**693**	1,153	(537)	616	**1,312**	**(612)**	**700**	1,160	(537)	623
Machinery and equipment	**348**	**(213)**	**135**	324	(193)	131	**551**	**(367)**	**184**	527	(344)	183
IT equipment	**794**	**(594)**	**200**	715	(535)	180	**803**	**(599)**	**204**	724	(540)	184
Facilities	**178**	**(78)**	**100**	177	(69)	108	**197**	**(85)**	**112**	196	(76)	120
Furniture and fixtures	**435**	**(271)**	**164**	409	(246)	163	**441**	**(275)**	**166**	415	(250)	165
Vehicles	**6**	**(5)**	**1**	6	(5)	1	**10**	**(7)**	**3**	10	(5)	5
Construction in progress	**135**	**-**	**135**	414	-	414	**136**	**-**	**136**	415	-	415
Other	**85**	**(56)**	**29**	76	(50)	26	**91**	**(61)**	**30**	86	(57)	29
	3,304	**(1,836)**	**1,468**	3,292	(1,642)	1,650	**3,563**	**(2,016)**	**1,547**	3,555	(1,818)	1,737

In millions of reais, unless otherwise stated

	Individual						Consolidated						
	12.31.2021	Additions	Write-offs	Depreciation	Transfers	09.30.2022	12.31.2021	Additions	Write-offs	Depreciation	Business combinations	Transfers	09.30.2022
Land	11	-	(2)	-	-	9	15	-	(4)	-	-	-	11
Buildings	7	-	(4)	-	-	3	7	-	(5)	-	-	-	2
Leasehold improvements	695	34	(18)	(56)	-	655	698	35	(17)	(56)	-	(1)	659
Machinery and equipment	132	15	-	(17)	3	133	184	18	-	(21)	-	2	183
IT equipment	207	18	(1)	(63)	25	186	210	19	(1)	(64)	-	26	190
Facilities	114	9	(3)	(10)	5	115	125	10	(3)	(10)	-	5	127
Furniture and fixtures	176	4	-	(21)	8	167	178	4	-	(22)	1	7	168
Vehicles	1	-	-	-	-	1	5	-	-	-	-	-	5
Construction in progress	253	213	-	-	(75)	391	258	213	-	-	-	(71)	400
Other	24	4	(1)	(6)	7	28	32	10	(3)	(9)	-	5	35
	1,620	297	(29)	(173)	(27)	1,688	1,712	309	(33)	(182)	1	(27)	1,780

	Individual						Consolidated					
	12.31.2022	Additions	Write-offs	Depreciation	Transfers	09.30.2023	12.31.2022	Additions	Write-offs	Depreciation	Transfers	09.30.2023
Land	9	-	-	-	-	9	11	-	-	-	-	11
Buildings	2	-	-	-	-	2	2	-	-	(1)	-	1
Leasehold improvements	616	13	(27)	(78)	169	693	623	13	(27)	(79)	170	700
Machinery and equipment	131	3	-	(20)	21	135	183	3	-	(23)	21	184
IT equipment	180	15	-	(66)	71	200	184	15	-	(66)	71	204
Facilities	108	3	(1)	(10)	-	100	120	4	(2)	(10)	-	112
Furniture and fixtures	163	2	-	(25)	24	164	165	2	-	(25)	24	166
Vehicles	1	-	-	-	-	1	5	-	-	(2)	-	3
Construction in progress	414	15	-	-	(294)	135	415	15	-	-	(294)	136
Other	26	5	(2)	(9)	9	29	29	7	(4)	(10)	8	30
	1,650	56	(30)	(208)	-	1,468	1,737	59	(33)	(216)	-	1,547

In millions of reais, unless otherwise stated

b) Classification of depreciation and amortization of Property and equipment and Intangible assets in the statement of profit or loss

In the nine-month periods ended September 30, 2023 and 2022, the Company recognized the following depreciation and amortization amounts in Cost of sales and services:

	Individual		Consolidated	
	09.30.2023	**09.30.2022**	**09.30.2023**	**09.30.2022**
Depreciation and amortization	**39**	37	**44**	42

c) Impairment tests of property and equipment

The Company does not consider that there are indications of material changes in the estimates and assumptions used to calculate impairment of assets in the nine-month period ended September 30, 2023, and thus there was no need to perform another impairment testing on property and equipment. The Company will conduct further tests as at December 31, 2023 or earlier if indications of impairment are identified.

In millions of reais, unless otherwise stated

12. Intangible assets

a) Breakdown of balances and changes

	Individual						Consolidated					
	09.30.2023			12.31.2022			09.30.2023			12.31.2022		
	Cost	Accumulated amortization	Net	Cost	Accumulated amortization	Net	Cost	Accumulated amortization	Net	Cost	Accumulated amortization	Net
Goodwill (i)	**-**	**-**	**-**	-	-	-	**959**	**-**	**959**	962	-	962
Software under development	**370**	**-**	**370**	880	-	880	**379**	**-**	**379**	893	-	893
Software and licenses	**1,956**	**(644)**	**1,312**	1,213	(534)	679	**2,092**	**(685)**	**1,407**	1,291	(543)	748
Contractual rights (ii)	**251**	**(220)**	**31**	251	(216)	35	**251**	**(220)**	**31**	251	(216)	35
Trademarks and patents (iii)	**-**	**-**	**-**	-	-	-	**50**	**-**	**50**	46	-	46
Favorable contract (iv)	**-**	**-**	**-**	-	-	-	**38**	**(21)**	**17**	36	(19)	17
Goodwill (v)	**65**	**(62)**	**3**	65	(60)	5	**65**	**(62)**	**3**	65	(62)	3
	2,642	**(926)**	**1,716**	2,409	(810)	1,599	**3,834**	**(988)**	**2,846**	3,544	(840)	2,704

(i) **Goodwill:** The Company records goodwill arising from the acquisition of: (a) Bartira in 2013, in the amount of R$627; (b) ASAP Log in 2020, in the amount of R$3; (c) Airfox in 2020, in the amount of R$226; (d) I9XP in 2020, in the amount of R$11; (e) Celer in 2021 in the amount of R$76; (f) CNT in 2022, in the amount of R$16.
(ii) **Contractual rights:** The Company's contractual rights refer to re-acquisition of insurance intermediation rights and extended warranty. The useful lives of these assets were estimated based on the end date of the re-acquired rights.
(iii) **Trademarks and patents:** As a result of Bartira's business combination, the amount of R$46 was recognized as this brand's value based on the royalties relief methodology, which represents the consideration that would be adopted in the market for the use of the brand had it not been acquired;
(iv) **Favorable contract:** As part of Bartira's business combination, the property used by Bartira is leased from the lessor Casa Bahia Comercial Ltda. The measurement was made using information from comparable transactions in the market.
(v) **Goodwill:** This refers to amounts paid to former owners of points of sale.

In millions of reais, unless otherwise stated

	Individual					Consolidated						
	12.31.2021	Additions	Amortization	Trans-fers	09.30.2022	12.31.2021	Additions	Amortization	Write-offs	Business combinations	Trans-fers	09.30.2022
Goodwill	-	-	-	-	-	964	-	-	-	8	(10)	962
Software under development	626	405	-	(23)	1,008	627	425	-	-	-	(33)	1,019
Software and licenses	384	57	(76)	50	415	443	62	(86)	(1)	-	70	488
Contractual rights	40	-	(4)	-	36	40	-	(4)	-	-	-	36
Trademarks and patents	-	-	-	-	-	46	-	-	-	-	-	46
Favorable contract	-	-	-	-	-	19	-	(2)	-	-	-	17
Goodwill	5	1	(1)	-	5	4	1	(1)	-	-	-	4
	1,055	463	(81)	27	1,464	2,143	488	(93)	(1)	8	27	2,572

	Individual					Consolidated						
	12.31.2022	Additions	Amortization	Trans-fers	09.30.2023	12.31.2022	Additions	Amortization	Write-offs	Business combinations	Trans-fers	09.30.2023
Goodwill	-	-	-	-	-	962	-	-	-	(3)	-	959
Software under development	880	216	-	(726)	370	893	232	-	(1)	-	(745)	379
Software and licenses	679	17	(110)	726	1,312	748	21	(127)	-	20	745	1,407
Contractual rights	35	-	(4)	-	31	35	-	(4)	-	-	-	31
Trademarks and patents	-	-	-	-	-	46	-	-	-	4	-	50
Favorable contract	-	-	-	-	-	17	-	(3)	-	3	-	17
Goodwill	5	-	(2)	-	3	3	-	-	-	-	-	3
	1,599	233	(116)	-	1,716	2,704	253	(134)	(1)	24	-	2,846

In millions of reais, unless otherwise stated

b) Impairment testing of intangible assets

The Company does not consider that there are indications of material changes in the estimates and assumptions used to calculate impairment of assets in the nine-month period ended September 30, 2023, and thus there was no need to perform another impairment testing on intangible assets. The Company will conduct further tests for the financial statements for the year ending December 31, 2023 or earlier in case any indications of impairment are identified.

13. Trade accounts payable, trade accounts payable - portal and trade accounts payable - agreement

a) Breakdown of balances

	Individual		Consolidated	
	09.30.2023	12.31.2022	09.30.2023	12.31.2022
Goods	**6,639**	6,395	**6,664**	6,462
Services	**590**	715	**666**	789
Trade accounts payable – portal (i)	**-**	657	**-**	657
Trade accounts payable - reverse factoring (agreement) (ii)	**1,407**	2,463	**1,407**	2,463
	8,636	10,230	**8,737**	10,371
Trade accounts payable	**7,229**	7,110	**7,330**	7,251
Trade accounts payable - portal	**-**	657	**-**	657
Trade accounts payable - reverse factoring (agreement)	**1,407**	2,463	**1,407**	2,463

The Company has entered into agreements under the following terms and conditions:

(i) Trade accounts payable – portal: by means of adhesion agreements, the Company enables its suppliers to advance their receivables including a discount on face value. These transactions may be performed directly with the Company or may involve financial institutions. In these transactions, as agreed, the financial institutions advance a certain amount for the supplier and receive, at maturity date, the amount due by the Company. The supplier is solely and exclusively responsible for deciding whether or not to adhere to this type of transaction. These transactions do not change the characteristics of the commercial conditions, terms and prices previously established between the Company and its supplier. Financial gains from these transactions are recorded in finance income on an accrual basis and are presented in Note 25. As at September 30, 2023, the Company recorded commissions amounting to R$5 (R$20 at September 30, 2022).

(ii) Trade accounts payable – reverse factoring (agreement): refers to recurring commercial transactions between Grupo Casas Bahia and its suppliers of products and services. The agreements executed meet the parties' mutual interests regarding liquidity and working capital, and are entered into due to possible changes in the context of demand and supply of products and services. Due to the characteristics of the commercial negotiation of deadlines between the suppliers and the Company, these financial liabilities were included in funding programs through the Company's lines of credit with financial institutions. In these operations, the supplier transfers to the financial institution the right to receive funds from the notes and, in exchange, receives these amounts in advance from the financial institution, which becomes the operation's creditor. As at September 30, 2023, the average term of these operations was 90 days subject to finance costs of 17.22% p.a. (at December 31, 2022, the average term was of 118 days subject to finance costs of 18.95% p.a.). The respective finance costs are recorded in finance income (costs), on an accrual basis, and are presented in Note 25. The Company understands that this transaction has a specific nature and classifies it separately from "Trade accounts payable".

In millions of reais, unless otherwise stated

14.Loans and financing

a) Breakdown of balances

	Average rate	Individual and Consolidated 09.30.2023	12.31.2022
Transfers to financial institutions - CDCI (i)	19.07% p.a.	**4,984**	5,241
Loans in local currency (ii)	CDI + 2.63% p.a.	**83**	1,220
Debentures (iii)	CDI + 2.58% p.a.	**3,241**	2,128
Debentures (iii) – 8th issue (2nd and 3rd series)	IPCA + 8.24% p.a.	**346**	332
Commercial bills (iv)	CDI + 1.50% p.a.	**-**	457
		8,654	9,378
Current		**6,339**	6,373
Noncurrent		**2,315**	3,005

(i) Direct Consumer Credit with Seller Intervention (“Transfers to financial institutions - CDCI”)

Direct Consumer Credit with Seller Intervention (“CDCI”) operations correspond to the financing of time sales to customers, through financial institutions (see Note 6.1(a)). The rates are fixed for each contract entered into by the Company. At September 30, 2023, the weighted average rate adopted by financial institutions for CDCI transactions was 19.07% p.a. (16.86% p.a. at December 31, 2022). The balances are segregated into current and noncurrent as follows:

	Individual and Consolidated 09.30.2023	12.31.2022	09.30.2022
Transfers to financial institutions - current	**4,851**	5,014	4,804
Transfers to financial institutions - noncurrent	**536**	651	724
	5,387	5,665	5,528
Unallocated interest	**(403)**	(424)	(419)
Transfers to financial institutions, net of unallocated interest	**4,984**	5,241	5,109

(ii) Loans in domestic currency

On June 15, 2023, the Company settled Bank Credit Bill (CCB) contracts in the amount of R$743.

Contract date	Fundraising	Term	Interest	Amortization
11.26.2020	R$150	3 years	CDI + 2.59%	Principal and semiannual interest
11.26.2020	R$150	3 years	CDI + 2.65%	Principal and annual interest

(iii) Debentures

On May 10, 2021, the Company conducted the 6th issue of nonconvertible debentures in 2 (two) series. 771,959 (seven hundred and seventy-one thousand, nine hundred and fifty-nine) debentures at the par value of R$1,000.00 (one thousand reais) were issued for the 1st series, and 228,041 (two hundred and twenty-eight thousand and forty-one) debentures at the par value of R$1,000.00 (one thousand reais) for the 2nd series, at CDI + 1.90% p.a. and CDI + 2.10% p.a., respectively, with final amortization for the 1st series and at the end of the year before last and the last year for the 2nd series, subject to semi-annual interest for both series, amounting to R$1,000,000,000.00 (one billion reais), through public distribution with restricted distribution efforts, pursuant to CVM Ruling No. 476/2009. The term for the 1st series is of three (3) years and of the 2nd series is of five (5) years, from the date of issue. The funds raised were used to extend the Company’s debt schedule. The 6th issue had ESG - Environmental, Social and Governance goals, under which the Company committed to renew its energy matrix using renewable sources.

In millions of reais, unless otherwise stated

On September 29, 2021, the Company conducted the 7th issue of nonconvertible junior debentures in 2 (two) series. 461,667 (four hundred and sixty-one thousand six hundred and sixty-seven) debentures at the par value of R$1,000.00 (one thousand reais) were issued for the 1st series, and 538,333 (five hundred and thirty-eight thousand three hundred and thirty-three) debentures at the par value of R$1,000.00 (one thousand reais) for the 2nd series, at CDI + 1.50% p.a. and CDI + 1.70% p.a., respectively, with final amortization for the 1st series on September 15, 2024 and amortization of 50% in the 4th year and 50% in the 5th year for the 2nd series, subject to semi-annual interest for both series, amounting to R$1,000,000,000.00 (one billion reais), through public distribution with restricted distribution efforts, pursuant to CVM Ruling No. 476/2009. The term for the 1st series is of three (3) years and of the 2nd series is of five (5) years, from the date of issue. The funds raised were used to extend the Company's debt schedule.

On July 15, 2022, the Company conducted the 8th issue of unsecured nonconvertible debentures in 2 (two) series. 400,000 (four hundred thousand) debentures were issued at the par value of R$1,000.00 (one thousand reais), of which: 67,435 (sixty-seven thousand four hundred and thirty-five) of the 1st series at CDI + 1.85% p.a., quarterly interest and amortization of 50% on July 14, 2026 and 50% in July 2027; 291,029 (two hundred ninety-one thousand and twenty-nine) of the 2nd series at IPCA (Extended Consumer Price Index) + 8.2243% p.a., quarterly interest and amortization on July 14, 2027; and 41,536 (forty-one thousand five hundred and thirty-six) of the 3rd series at IPCA + 8.3348% p.a., quarterly interest and amortization on July 14, 2028 and June 13, 2029. The debentures were subject to private distribution and backed the Mortgage-backed Securities (CRI), issued by means of the 20th Securitization Agreement referring to Real Estate Receivables Certificates of Opea Securitizadora S.A. under the terms of CVM Ruling No. 400.

On June 15, 2023, the Company carried out the 9th issue of unsecured nonconvertible debentures. 1,119,000 (one million, one hundred and nineteen thousand) unsecured nonconvertible debentures were issued, with a par value of R$1,000.00 (one thousand reais), at CDI + 4.10% p.a., a total issue amount of R$1,119,000,000.00 (one billion, one hundred and nineteen million). The term is of two (2) years from the date of issue, with quarterly amortization from January 2024 and quarterly interest. The debentures were subject to public distribution, recorded under automatic procedures of distribution, under the terms of CVM Ruling No. 16.

(iv) Commercial bills

On December 23, 2021, the Company conducted the 1st issue of book-entry commercial bills, in a single series. 400,000 (four hundred thousand) book-entry commercial bills at the par value of R$1,000.00 (one thousand reais) were issued, at CDI + 1.50% p.a. and amortization of principal and interest upon maturity. The bills were issued through public distribution with restricted distribution efforts, pursuant to CVM Ruling No. 476/14195. The term for the book-entry commercial bills is 1 (one) year and 6 (six) months from the date of issue. The funds raised were used to pay part of the balance relating to the 4th issue of debentures. In the six-month period ended June 30, 2023, the Company settled the balance of loans with commercial bills.

b) Changes

The table below shows the changes in financing activities presented in the statement of cash flows.

	Individual	Consolidated
Balance at December 31, 2021	9,406	9,422
Cash flows from financing activities		
Funds raised (i)	6,099	6,099
Amortization (i)	(6,435)	(6,451)
Payment of interest (i)	(633)	(633)
Non-cash changes		
Interest incurred (i)	879	879
Balance at September 30, 2022	9,316	9,316
Balance at December 31, 2022	9,378	9,378
Cash flows from financing activities		
Funds raised (i)	**5,793**	**5,793**
Amortization (i)	**(6,495)**	**(6,495)**
Payment of interest (i)	**(1,063)**	**(1,063)**
Non-cash changes		
Interest incurred (i)	**1,041**	**1,041**
Balance at September 30, 2023	**8,654**	**8,654**

(i) At September 30, 2023, transfers to financial institutions amounted to R$4,373 referring to funds raised, R$4,677 to amortization, R$565 to payment of interest and R$612 to interest incurred (R$5,699, R$5,539, R$309 and R$430, respectively, at September 30, 2022).

In millions of reais, unless otherwise stated

c) Maturity of loans and financing recognized in noncurrent liabilities

Year	Individual and Consolidated
3-month period 2024	**437**
2025	**1,083**
2026	**413**
2027	**338**
2028	**23**
Above 5 years	**21**
	2,315

d) Covenants

The Company constantly monitors indicators considered significant by management, such as the consolidated financial leverage ratio, which is total net debt divided by Earnings Before Interest, Tax, Depreciation and Amortization Adjusted (Adjusted EBITDA).

Debentures and book-entry commercial bills

The maintenance of the contractual maturity of debentures and book-entry commercial bills at their original maturities is subject to covenants provided for in their respective agreements, which are being regularly complied with. The main covenant/indicator is as follows:

Covenants on net debt:
- Consolidated net debt (*) not to exceed Equity; and
- Ratio between adjusted net debt and consolidated adjusted EBITDA (**) lower than or equal to 3.25.

Additionally, specifically relating to the 6th issue of debentures [SLB debentures - sustainability linked bonds], the Company is subject to specific clauses concerning Environmental, Social and Governance (ESG) requirements, in which it undertook to achieve the renewable energy percentage equal to or higher than 90% in December 2025.

In the nine-month period ended September 30, 2023, the Company fully complied with all covenants related to loans and financing.

(*) **Consolidated net debt:** the Company's total debt (short- and long-term loans and financing, including debentures, promissory notes and CDCI transaction balances, excluding lease contract balances), less cash equivalents and accounts receivable, with a discount of 1.15%, arising from sales with credit cards, food cards and multi-benefit cards, including Casas Bahia Credit Facility balances within Accounts Receivable.

(**) **Adjusted consolidated EBITDA**: gross profit, less general, administrative and selling expenses, excluding depreciation and amortization, plus the balance of Other operating income for the last four (4) quarters.

In millions of reais, unless otherwise stated

15.Financial risk management

a) Breakdown of financial instruments

The key financial instruments and the amounts recorded in the individual and consolidated financial information, by category, are as follows:

	Individual		Consolidated	
	09.30.2023	12.31.2022	09.30.2023	12.31.2022
Financial assets				
Amortized cost				
Cash and cash equivalents	**1,575**	1,717	**1,642**	2,019
Trade accounts receivable (except credit card companies)	**3,519**	3,895	**3,695**	3,933
Related parties	**652**	657	**440**	483
Financial instruments	**-**	-	**10**	10
Fair value through other comprehensive income				
Credit card companies	**444**	3,406	**471**	3,426
Financial liabilities				
Amortized cost				
Trade accounts payable	**(7,229)**	(7,110)	**(7,330)**	(7,251)
Trade accounts payable – portal	**-**	(657)	**-**	(657)
Trade accounts payable – reverse factoring (agreement)	**(1,407)**	(2,463)	**(1,407)**	(2,463)
Loans and financing (except CDCI)	**(3,670)**	(4,137)	**(3,670)**	(4,137)
Transfers to financial institutions	**(4,984)**	(5,241)	**(4,984)**	(5,241)
Lease liabilities	**(3,566)**	(3,657)	**(3,606)**	(3,699)
Related parties	**(504)**	(334)	**(25)**	(20)
Transfers to third parties	**(546)**	(560)	**(616)**	(648)

The Company's treasury operations are regularly reported to the Financial Committee, the Board of Directors' advisory body, and, if necessary, directly to the Board of Directors, which approves the policies to be followed by the Company's treasury department. The most significant risks to which the Company is exposed are related to market risks arising from changes in basic interest rates, exchange differences, liquidity and credit risks. The Company monitors such risks and the respective impacts on financial projections.

b) Market risk

To calculate the sensitivity analysis, the interest rate risk for asset and liability balances presented by the Company at September 30, 2023 is the increase in the CDI percentage, since the total balance of loans and financing exceeded the balance of short-term investments indexed to the same interest rate type.

Basic interest rate

The Company raises loans and financing in local currency from the major financial institutions, at fixed and floating rates, among which the CDI, to cover working capital and investment needs. Likewise, the Company makes short-term investments by reference to the CDI as part of its cash management strategy.

The sensitivity analysis considered an estimate of the net effect on profit or loss for the next 12 months. Therefore, three scenarios were considered. In scenario I, the annual interest rate was defined based on the CDI curve obtained from B3 for the maturity dates of operations, limited to 12 months, at the rate of 11.06% p.a. Scenarios II and III considered interest rate increases of 25% and 50%, respectively.

In millions of reais, unless otherwise stated

The table below shows the basic interest rate risk sensitivity analysis, and the possible net impact on profit or loss for each scenario:

		Consolidated	Sensitivity analysis		
Operations	**Risk**	**Balance at 09.30.2023**	**Scenario I**	**Scenario II**	**Scenario III**
Financial investments	CDI decrease	**1,593**	**160**	**200**	**240**
Bank loans (*)	CDI increase	**(3,670)**	**(415)**	**(495)**	**(574)**
Impact on profit or Loss - expense			**(255)**	**(295)**	**(334)**

(*) Does not include agreements referring to transfers to financial institutions as these are subject to fixed interest rates.

c) Liquidity risk

The Company adopts the policy of maintaining sufficient short-term investments, loans and lines of credit to meet short- and long-term cash needs. The Company regularly monitors cash forecasts that include, upon the respective maturities, the settlement of financial assets and liabilities. In addition, the Company maintains sufficient lines of credit to meet the expected working capital needs; therefore, sensitivity analyses are regularly performed to assess the possible impacts on the Company's liquidity position, in case the existing lines of credit are not renewed.

Management continuously analyzes its liquidity based on its projected cash flows considering current obligations falling due and debts, and concluded that there are no liquidity risks for the 12-month period after September 30, 2023. As at September 30, 2023, the Company recorded net working capital deficit and management understands that this analysis should also consider, among other aspects:

- Lease liabilities: began to be recorded in prior years upon implementation of the new accounting standard. As at September 30, 2023, leases were partially recorded in current liabilities amounting to R$ 633, not matched against current assets.

- Inventories: it should be highlighted that the Company's inventory balance is presented for its net realizable value (Note 7(a)), at cost, less taxes and provision for impairment, rather than for its probable sale amount of R$8,237 (Note 15(f)), therefore increasing current assets by R$3,279;

- Deferred revenue: amounts to R$248, to be realized by means of revenue recognition rather than by cash disbursement.

- The Company has been strengthening its cash flows through measures and actions that are intended to: (i) reduce operating costs and expenses; (ii) efficiently allocate financial resources to the Company's assets; and (iii) expand new revenue lines, such as *Carnê Digital*.

- On June 15, 2023, the Company carried out the 9th issue of unsecured nonconvertible debentures, in the amount of R$1,119;

- On July 10, 2023, the Company entered into agreements for the transfer of ICMS credits amounting to R$150;

- On September 13, 2023, the Company carried out a public offering for primary distribution of common shares, whereby 779 new shares were issued resulting in an amount of R$622.

- On October 10, 2023, the Company entered into Bank Credit Bill (CCB) contracts amounting to R$400.

Management has recently made significant investments in the modernization of its assets in order to maintain and expand its online market share. The Company believes that, both in the short and medium terms, those investments will result in significant cash inflows that will meet the Company's current obligations.

In millions of reais, unless otherwise stated

Undiscounted cash flows of financial liabilities

The table below shows the undiscounted cash flows of the financial liabilities held by the Company. The table includes principal and interest, calculated up to the maturity of the financial liabilities. Accordingly, the balances presented may not match the statements of financial position balances.

	Individual			Consolidated		
	Within one year	1 to 5 years	Total	Within one year	1 to 5 years	Total
Trade accounts payable	7,229	-	7,229	7,330	-	7,330
Trade accounts payable – reverse factoring (agreement)	1,427	-	1,427	1,427	-	1,427
Loans and financing	1,654	2,743	4,397	1,654	2,743	4,397
Transfers to financial institutions	4,473	511	4,984	4,473	511	4,984
Related parties	502	2	504	25	-	25
Transfers to third parties	546	-	546	616	-	616
	15,831	3,256	19,087	15,525	3,254	18,779

d) Credit risk

The Company is exposed to credit risk before financial institutions, in relation to cash and cash equivalents, trade accounts receivable, as well as to non-recurring transactions, such as disposal of nonfinancial assets.

To minimize credit risk in relation to cash and cash equivalent balances, the Company adopts policies that restrict its relationship with banks to financial institutions validated by the Financial Committee and approved by the Board of Directors. The authorized banks are classified as top-tier banks. This policy also establishes monetary limits and concentration of risks that are regularly updated.

The credit risk relating to accounts receivable balances is mitigated as a significant portion of the Company's sales takes place with credit cards, which are substantially securitized with the credit card companies and/or banks. Sales financed through transfers to financial institutions have lines of credit with banks Bradesco, Safra, Banco do Brasil, Daycoval and BTG, that are intended to finance customers through the Company. Under this method, the Company is subject to credit risk, thus adopts careful procedures when granting the credit. However, the balance receivable from customers is dispersed, with no substantial individual amounts.

Estimated losses on doubtful accounts are calculated according to the Company's accounting policy. Balances of these estimates at September 30, 2023 and December 31, 2022 were considered sufficient by management to cover possible losses on the receivables portfolio.

e) Capital management

The objective of the Company management is to ensure an adequate credit risk rating, in addition to a well-established proportion of third-party capital, in order to support the business and maximize shareholders' value. The Company manages the capital structure and monitors the financial position considering changes in economic conditions. The Company is not subject to any capital requirements of regulatory agencies.

In millions of reais, unless otherwise stated

	Consolidated			
	09.30.2023		12.31.2022	
	With CDCI	Without CDCI	With CDCI	Without CDCI
Cash and cash equivalents	**1,642**	**1,642**	2,019	2,019
Credit card receivables	**471**	**471**	3,426	3,426
Total cash and cash equivalents and credit card receivables	**2,113**	**2,113**	5,445	5,445
Trade accounts receivable – Casas Bahia Credit Facility	**5,327**	**-**	5,523	-
Other receivables	**686**	**686**	708	708
Allowance for doubtful accounts - ADA	**(683)**	**(82)**	(648)	(21)
Total cash and cash equivalents, and receivables	**7,443**	**2,717**	11,028	6,132
Loans and financing	**(3,670)**	**(3,670)**	(4,137)	(4,137)
Transfers to financial institutions	**(4,984)**	**-**	(5,241)	-
Total loans and financing and CDCI	**(8,654)**	**(3,670)**	(9,378)	(4,137)
Net cash	**(1,211)**	**(953)**	1,650	1,995
Equity	**4,434**	**4,434**	5,284	5,284
Net cash ratio	**(0.27)**	**(0.21)**	0.31	0.38

f) Fair value measurement

At September 30, 2023, the Company maintained certain financial assets and liabilities, for which the disclosure of fair value measurement is required under CPC 40 (IFRS 7), as shown in the table below:

	Individual		Consolidated	
	Carrying amount	Fair value	Carrying amount	Fair value
Amortized cost				
Casas Bahia Credit Facility (i)	**3,692**	**4,137**	**3,692**	**4,137**
Transfers to financial institutions (ii)	**(4,984)**	**(4,650)**	**(4,984)**	**(4,650)**
Fair value through other comprehensive income				
Credit card companies (ii)	**444**	**444**	**471**	**471**

(i) These are classified at level 3, as non-observable inputs are used for fair value measurement. For this calculation, the Company used as assumption the Casas Bahia Credit Facility receivables portfolio and the expected credit losses, as well as the average market discount rate for trade notes.

(ii) These are classified at level 2, as readily observable market inputs are used, such as interest rate projections, spot and future exchange rate parity quotes, and negotiations with independent parties.

The Company evaluated and concluded that most of its financial assets and liabilities are equivalent to their carrying amounts, except for those in the table above, mainly due to their short-term maturities.

The Company's financial instruments are not traded on organized markets and will be held until their maturity, except for the financial assets of credit card companies.

	Individual		Consolidated	
	09.30.2023	12.31.2022	09.30.2023	12.31.2022
Inventories (Note 7(a))	**4,911**	5,533	**4,958**	5,574
Gross revenue from net sales from returns and cancellations (Note 22)	**25,462**	36,240	**25,622**	36,418
Cost of sales and services (Note 23)	**(14,967)**	(21,010)	**(15,423)**	(21,308)
Mark-up	**1.70**	1.72	**1.66**	1.71
Inventories at sales value	**8,355**	9,544	**8,237**	9,527

The Company’s inventories traded under normal market conditions can be measured considering the probable sales value and the historical mark-up of its operations, as shown above.

In millions of reais, unless otherwise stated

16. Taxes payable

a) Breakdown of balances

	Individual		Consolidated	
	09.30.2023	12.31.2022	09.30.2023	12.31.2022
ICMS payable	**265**	133	**266**	136
Special Tax Settlement Program (PERT)	**32**	22	**32**	23
Withholding Income Tax (IRRF) payable	**16**	39	**23**	57
Other	**27**	52	**43**	59
	340	246	**364**	275
Current	**313**	227	**337**	255
Noncurrent	**27**	19	**27**	20

17. Current and deferred income and social contribution taxes

a) Reconciliation of income and social contribution tax income (expense)

	Individual		Consolidated	
	09.30.2023	09.30.2022	09.30.2023	09.30.2022
Loss before taxes	**(2,695)**	(596)	**(2,735)**	(703)
Income and social contribution taxes at the statutory rate of 34%	**916**	203	**930**	239
Investment grant (i)	**137**	162	**140**	164
Exclusion of the Selic rate on taxes (ii)	**40**	113	**44**	114
Equity pickup	**(27)**	(36)	**13**	11
Effect of differences in tax rates of foreign entities	**-**	-	**-**	6
Recognized tax loss	**-**	-	**-**	10
Unrecognized tax loss (iii)	**-**	-	**(8)**	(16)
Other permanent differences	**4**	(25)	**(9)**	(4)
Effective income and social contribution taxes	**1,070**	417	**1,110**	524
Current tax recognized through profit or loss	**(1)**	-	**(4)**	(12)
Deferred tax recognized through profit or loss	**1,071**	417	**1,114**	536
Income and social contribution tax income (expenses), net	**1,070**	417	**1,110**	524

(i) Investment grant

The Company has tax benefits that reduce the ICMS (State Value-Added Tax) expense, such as matching credit, reduced tax base and reduced rate. These benefits are distributed in 21 states, resulting in a considerable amount excluded from the Corporate Income Tax (IRPJ) and Social Contribution Tax on Net Profit (CSLL) bases. To use this benefit, the Company complies with legal requirements. Until September 30, 2023, the excluded amount represented 2% of sales revenues, net of taxes (3% as at December 31, 2022).

(ii) Exclusion of the Selic rate on taxes

It refers to the effects from the exclusion of the Central Bank benchmark rate (Selic) from the income and social contribution tax bases due to the recent decision of the Federal Supreme Court (STF). That court unanimously dismissed the appeal to the Supreme Court, and interpreted article 3, paragraph 1, of Law No. 7713/88, article 17 of Decree-Law No. 1598/77, and article 43, item II and paragraph 1, of the Brazilian Tax Code (CNT) (Law No. 5172/66) under the Brazilian Constitution, thus excluding from the scope of these provisions the IRPJ and CSLL levied on the Selic rate received by taxpayers on taxes unduly collected.

(iii) Unrecognized tax loss

Deferred tax assets arising from tax losses were not recognized since there was no sufficient taxable profit to realize referred to tax credits or expected generation of future taxable profits. For the nine-month period ended September 30, 2023, deferred income and social contribution taxes not recognized in the statement of financial position relating to tax loss carryforwards amounted to R$548 (R$541 as of December 31, 2022).

In millions of reais, unless otherwise stated

At the end of each financial statement reporting period, the Company reassesses whether future taxable profits are likely to be available to recover deferred tax assets. If such amounts become available, the Company recognizes the deferred tax assets not previously recognized.

b) Breakdown of deferred income and social contribution taxes

	Individual		Consolidated	
	09.30.2023	**12.31.2022**	**09.30.2023**	**12.31.2022**
Provision for contingencies	**625**	644	**641**	659
Allowance for doubtful accounts	**217**	219	**218**	220
Income and social contribution tax losses	**3,266**	2,215	**3,627**	2,530
Provision for current expenses	**48**	57	**52**	62
Estimated loss on property and equipment and inventories	**95**	28	**96**	29
Lease	**275**	258	**280**	263
Other	**102**	201	**102**	202
Total deferred tax assets	**4,628**	3,622	**5,016**	3,965
Depreciation and amortization of property and equipment and intangible assets	**(190)**	(173)	**(201)**	(184)
PPA Bartira	**-**	-	**(21)**	(21)
ICMS - selectivity	**(116)**	(116)	**(116)**	(116)
Other	**(7)**	(14)	**(38)**	(43)
Total deferred tax liabilities	**(313)**	(303)	**(376)**	(364)
	4,315	3,319	**4,640**	3,601

Deferred income and social contribution taxes are stated in the statement of financial position at the net amount by the taxpaying entity, as follows:

	Individual		Consolidated	
	09.30.2023	**12.31.2022**	**09.30.2023**	**12.31.2022**
Deferred tax assets	**4,315**	3,319	**4,666**	3,635
Deferred tax liabilities	**-**	-	**(26)**	(34)

c) Expected realization of deferred income and social contribution tax assets

Deferred income and social contribution tax assets were recognized as a result of studies prepared by management that show the generation of future taxable profits in an amount sufficient to realize these amounts in full, in addition to the expected realization of deductible temporary differences, as follows:

At September 30, 2023	Individual	Consolidated
3-month period 2023	**277**	**281**
2024	**456**	**475**
2025	**288**	**316**
2026	**400**	**430**
2027	**335**	**384**
Above 5 years	**2,872**	**3,130**
	4,628	**5,016**

In millions of reais, unless otherwise stated

18.Provision for contingencies

a) Balances and changes

	Individual			
	Tax	**Labor**	**Civil and Other**	**Total**
Balance at December 31, 2021	15	2,227	267	2,509
Additions of new proceedings and other additions	-	1,158	60	1,218
Write-off of provision due to settlement	-	(884)	(62)	(946)
Write-off of provision due to success and other write-offs	-	(804)	(8)	(812)
Monetary restatement	1	114	25	140
Balance at September 30, 2022	16	1,811	282	2,109
Balance at December 31, 2022	27	1,802	278	2,107
Additions of new proceedings and other additions	**-**	**1,958**	**71**	**2,029**
Write-off of provision due to settlement	**-**	**(903)**	**(59)**	**(962)**
Write-off of provision due to success and other write-offs	**(3)**	**(1,157)**	**(24)**	**(1,184)**
Monetary restatement	**(8)**	**27**	**16**	**35**
Balance at September 30, 2023	**16**	**1,727**	**282**	**2,025**

	Consolidated			
	Tax (i)	**Labor (ii)**	**Civil and other (iii)**	**Total**
Balance at December 31, 2021	60	2,265	268	2,593
Additions of new proceedings and other additions	-	1,185	60	1,245
Write-off of provision due to settlement	-	(903)	(62)	(965)
Write-off of provision due to success and other write-offs	-	(822)	(8)	(830)
Monetary restatement	3	116	26	145
Balance at September 30, 2022	63	1,841	284	2,188
Balance at December 31, 2022	75	1,830	283	2,188
Additions of new proceedings and other additions	**-**	**2,008**	**72**	**2,080**
Write-off of provision due to settlement	**-**	**(921)**	**(65)**	**(986)**
Write-off of provision due to success and other write-offs	**(5)**	**(1,185)**	**(24)**	**(1,214)**
Business combinations	**13**	**2**	**-**	**15**
Monetary restatement	**(5)**	**29**	**16**	**40**
Balance at September 30, 2023	**78**	**1,763**	**282**	**2,123**

(i) Tax

Tax proceedings are subject, by law, to monthly restatement, calculated based on indices used by each tax jurisdiction. In all proceedings, both interest charges and fines on unpaid amounts, when applicable, were fully computed and provisioned.

At September 30, 2023, significant tax proceedings provisioned refer to PIS/COFINS credits approved for offsetting and Rate Difference (DIFAL), amounting to R$66 (R$64 at December 31, 2022). The provision was recorded based on an assessment made by external legal advisors, which was corroborated by management.

In millions of reais, unless otherwise stated

In compliance with CVM/SNC/SEP Memorandum Circular No. 1 of February 13, 2023, management analyzed the Company's proceedings under way and, based on the opinion of Company legal advisors, informs that as at September 30, 2023, no cases were identified which could represent impacts on Company financial statements in connection with the decision handed down by Brazil's Federal Supreme Court (STF) in the final unappealable decision (the so-called res judicata) on a tax matter on February 08, 2023. The Company will continue monitoring the evolution of this topic especially any impacts from the limitation of the effects of the decision in time and any motions for clarification.

(ii) Labor

The Company is a party to labor claims relating mostly to employee severance, as result of the ordinary turnover of its business, and to the restructuring measures taken in recent years, e.g. drivers and assemblers.

At September 30, 2023, the Company maintained a provision in the amount of R$1,763 (R$1,830 at December 31, 2022).

The Company is a party to 26,204 ongoing labor claims as of September 30, 2023 (26,361 as of December 31, 2022). The consolidated changes in the claims and amounts for the periods were as follows:

Number of claims	09.30.2023	12.31.2022	09.30.2022
Opening inventory	**26,361**	23,319	23,319
Proceedings recorded	7,795	11,885	8,509
Proceedings written-off	(7,952)	(8,843)	(6,675)
Closing inventory	**26,204**	26,361	25,153

Amounts relating to proceedings	09.30.2023	12.31.2022	09.30.2022
Write-off of provision due to settlement (cash effect)	**(921)**	(1,176)	(903)

(iii) Civil and other

The Company is a party to civil claims, mainly related to:

- Proceedings requesting the renewal of store lease, in which the Company is required to pay provisional rent amounts until a final and unappealable decision on the litigation. During the trial period of proceedings, the Company recognizes a provision based on the difference between the amount paid as provisional rent and the amounts claimed by the lessors. At September 30, 2023, this provision totaled R$27 (R$41 at December 31, 2022);
- Proceedings involving consumer relations law: The Company is a party to 29,251 ongoing civil claims as at September 30, 2023 (29,292 as at December 31, 2022). The provision is calculated based on historical losses, per claim type and timing, applied to the total ongoing proceedings, as well as on individual risk assessment for certain proceedings with unique characteristics. At September 30, 2023, this provision totaled R$255 (R$242 at December 31, 2022).

b) Contingent liabilities

The Company is a party to other claims that were analyzed by the legal advisors and assessed as a possible loss; therefore, no provision was recognized and those claims total R$5,417 at September 30, 2023 (R$4,737 at December 31, 2022), mainly related to:

<u>Tax</u>

- The Company is a party to claims addressing COFINS, PIS, IRPJ, IRRF, CSLL and INSS: (i) administrative and legal proceedings related to offset requests not recognized by the taxation authorities, and differences in amounts paid; (ii) discussions about PIS and COFINS levied on certain transactions, such as bonuses received from suppliers; (iii) use of PIS and COFINS credits relating to advertising expenses and card administration fees; (iv) discussion on alleged insufficient offset tax loss balance; and (v) other less material discussions. The amount involved in the referred to proceedings at September 30, 2023 is approximately R$1,663 (R$1,500 at December 31, 2022).

- ICMS-ST (Tax Substitution taxation regime) on purchases of goods: discussion about allocation of PIS and COFINS credits on the ICMS-ST recorded on purchases of goods for resale in calendar year 2016. The amount of the tax assessment notice corresponds to R$312 at September 30, 2023 (R$291 at December 31, 2022).

In millions of reais, unless otherwise stated

• ICMS, ISS and Real Estate Tax ("IPTU"): (i) administrative and legal proceedings resulting from Service Tax (ISS) not levied on amounts deemed by the municipal tax authorities as service revenue; (ii) discussions about alleged differences upon crosschecking the information filed with the state departments of finance, and ICMS not levied on extended warranty services; (iii) discussions referring to allocation of ICMS credits on acquisition of goods from suppliers with irregular state registration and fine for noncompliance with accessory obligations; and (iv) other less material discussions. The amount involved in the referred to delinquency notices at September 30, 2023 is approximately R$1,873 (R$1,442 at December 31, 2022);

• Mandala goodwill: tax delinquency notices due to the deduction of amortization charges in 2015 and 2016 relating to goodwill arising from the acquisition of *Ponto* in calendar year 2009. The restated amount of the tax delinquency notices corresponds to IRPJ and CSLL amounting to R$208 at September 30, 2023 (R$193 at December 31, 2022).

Civil and other

At September 30, 2023, the Company is a party to civil contingencies totaling R$132 (R$198 at December 31, 2022) that were analyzed by legal advisors and assessed as possible loss which, therefore, are not provisioned.

c) Judicial deposits

The Company is challenging the payment of certain taxes and contributions, as well as social security, labor and civil matters for which supplied appeal bonds (restricted) in amounts equivalent to those pending decisions. This amount is recorded in the Company's assets, as follows:

	Individual		Consolidated	
	09.30.2023	**12.31.2022**	**09.30.2023**	**12.31.2022**
Social security and labor	**263**	278	**277**	292
Tax (i)	**775**	606	**778**	608
Civil and other	**27**	24	**27**	25
	1,065	908	**1,082**	925

(i) With the enactment of the Amendment to the Constitution No. 87/2015 and the Brazilian Board for Fiscal Policy (CONFAZ) Agreement No. 93/2005, the states and the Federal District, through state laws, have been requiring the ICMS Tax Rate Difference ("DIFAL") in interstate operations involving non-ICMS-paying end consumers.

However, due to the unconstitutionality of this requirement under the state laws, without a prior supplementary law, the Company filed lawsuits challenging the collection of DIFAL.

On February 24, 2021, the plenary session of the Federal Supreme Court (STF), in judging Appeal No. 1.287.019, under general resonance, determined the following: "The collection of the ICMS rate difference, as provided for by the Amendment to the Constitution No. 87/2015, implies the enactment of a supplementary law that determines the general rules".

The effects of the decision were limited as from the financial year following the end of the judgment, i.e. from 2022. However, such limitation does not affect the Company, since the lawsuits were filed before the date of publication of the minutes of the judgment.

Upon publication of Supplementary Law No. 190/22, a new legal relationship was established, since taxpayers began to pay ICMS to the state of destination, where the non-taxpaying final consumer is located. This ICMS corresponds to the difference between the interstate rates and the intrastate rate of the state of destination (DIFAL).

The institution of this new legal relationship (collection of DIFAL for the destination state) is conditioned to the Precedence principles (principle´s whereby the enactment of tax laws shall precede their application and 90-day grace period for taxation). As a result, considering that Supplementary Law No. 190/22 was published on January 5, 2022, the Company filed lawsuits challenging that the obligation to collect DIFAL for the states can only be applied to operations in the fiscal year subsequent to its publication, that is, operations carried out from January 1, 2023 onwards.

In millions of reais, unless otherwise stated

d) Collaterals and bank guarantees

At September 30, 2023, the Company offered guarantees in connection with social security, labor, tax and civil proceedings, as follows:

Proceedings	09.30.2023
Social security and labor	**2,708**
Tax	**2,007**
Civil and other	**362**
	5,077

At September 30, 2023, the Company presents bank guarantees and surety bonds involving commercial agreements on financial services (deferred revenue) and administrative services totaling R$2,703.

The corporate guarantees granted by CBD at September 30, 2023 total R$216.

19.Leases

a) Breakdown of balances and changes

Right-of-use asset

	Individual	Consolidated
Balance at December 31, 2021	3,273	3,307
Additions and remeasurements	445	448
Write-offs / reversals	(57)	(63)
Depreciation	(561)	(563)
Balance at September 30, 2022	3,100	3,129
Balance at December 31, 2022	2,789	2,816
Additions and remeasurements	**385**	**387**
Write-offs / reversals	**(20)**	**(20)**
Depreciation	**(495)**	**(498)**
Balance at September 30, 2023	**2,659**	**2,685**

Classification of depreciation of right-of-use asset in profit or loss for the period

In the nine-month periods ended September 30, 2023 and 2022, the Company recognized the following right-of-use asset depreciation amounts in Cost of sales and services:

	Individual		Consolidated	
	09.30.2023	09.30.2022	09.30.2023	09.30.2022
Depreciation	**101**	124	**103**	126

In millions of reais, unless otherwise stated

Lease liabilities

	Individual	Consolidated
Balance at December 31, 2021	4,152	4,202
Additions and remeasurement	445	448
Write-offs / reversals	(67)	(74)
Payment of principal	(539)	(542)
Interest payment	(315)	(319)
Interest incurred	315	319
Balance at September 30, 2022	3,991	4,034
Balance at December 31, 2022	3,657	3,699
Additions and remeasurement	**385**	**386**
Write-offs / reversals	**(22)**	**(22)**
Payment of principal	**(454)**	**(457)**
Interest payment	**(343)**	**(346)**
Interest incurred	**343**	**346**
Balance at September 30, 2023	**3,566**	**3,606**
Current	**628**	**633**
Noncurrent	**2,938**	**2,973**

b) Maturity of the lease liabilities recognized in noncurrent liabilities

	Individual			Consolidated		
Year	**Gross flow**	**Embedded interest**	**Lease liabilities**	**Gross flow**	**Embedded interest**	**Lease liabilities**
3-month period 2024	**934**	**(335)**	**599**	**943**	**(339)**	**604**
2025	**835**	**(261)**	**574**	**844**	**(264)**	**580**
2026	**693**	**(191)**	**502**	**702**	**(194)**	**508**
2027	**566**	**(131)**	**435**	**574**	**(134)**	**440**
2028	**421**	**(83)**	**338**	**430**	**(84)**	**346**
Above 5 years	**582**	**(92)**	**490**	**588**	**(93)**	**495**
Total	**4,031**	**(1,093)**	**2,938**	**4,081**	**(1,108)**	**2,973**

c) Potential right for PIS and COFINS recoverable

For purposes of complying with the requirements of CVM/SNC/SEP Memorandum Circular No. 02/2019, the Company reports that as of September 30, 2023, payments of lease liabilities, which generate a potential right for PIS and COFINS on the gross contractual flow, amount to R$415 – Individual and R$421 – Consolidated (R$433 - Individual and R$439 - Consolidated as of December 31, 2022).

The Company has potential right for PIS and COFINS recoverable embedded in the lease consideration amounts. In measuring cash flows from leases, tax credits relating to potential impacts of PIS and COFINS were not recorded.

20. Deferred revenues

a) Breakdown of balances

	Individual		Consolidated	
	09.30.2023	**12.31.2022**	**09.30.2023**	**12.31.2022**
Additional or extended warranties	**944**	980	**944**	980
Card operations and correspondent banks	**1,388**	1,285	**1,388**	1,285
Insurance and services	**74**	85	**74**	85
Other	**3**	5	**83**	79
	2,409	2,355	**2,489**	2,429
Current	**234**	190	**248**	201
Noncurrent	**2,175**	2,165	**2,241**	2,228

In millions of reais, unless otherwise stated

b) Management's estimate for realization of deferred revenue balances classified as "Noncurrent"

Year	Individual	Consolidated
3-month period 2024	**58**	**62**
2025	**232**	**245**
2026	**224**	**237**
2027	**224**	**237**
2028	**224**	**237**
Above 10 years	**1,213**	**1,223**
Total	**2,175**	**2,241**

21.Equity

21.1 Capital

At September 30, 2023, the Company's capital amounted to R$5,338 (R$5,044 at December 31, 2022) and was represented by 2,377,081 common registered no-par-value shares with voting rights.

On September 12, 2023, the Board of Directors approved the increase in the Company's authorized capital. The capital increase may be made through resolution by the Board of Directors, which will set the issue price and other issue conditions. At September 30, 2023, the Company's authorized capital was represented by 3,000,000 (1,794,000 at December 31, 2022) common no-par-value shares.

On September 13, 2023, a public offering for the primary distribution of book-entry registered common shares took place generating a capital increase in the amount of R$311,459,713.20 (three hundred eleven million, four hundred and fifty-nine thousand, seven hundred thirteen reais and twenty cents).

21.2 Treasury shares

In 2018, with the Company's migration to B3's Novo Mercado listing segment and the consequent conversion of all preferred shares issued by the Company into common shares, dissenters' rights were granted to holders of preferred shares who did not attend the Special General Meeting held on September 3, 2018. The Company repurchased 300,000 preferred shares totaling R$685,839.75 paid on October 5, 2018.

On December 14, 2021, the Company communicated to the shareholders and the market the Share Buyback Program, whose purpose is acquiring shares issued by the Company to meet the long-term incentive and retention programs of the Company's top executives.

On April 08, 2022, the Company ended the Share Buyback Program by reason of the purchase of the total number of shares approved by the Board of Directors in a meeting held on December 06, 2021.

The shares repurchased by the Company totaled 18,000,000 common shares, which were purchased at market price at each respective repurchase date. The Company informs that the shares repurchased within the scope of the Program will be held in treasury.

21.3 Capital transactions

Capital transactions relate to changes in the equity interest of subsidiaries or joint ventures.

21.4 Capital reserves

a) Goodwill reserve

The amount recorded in "Special goodwill reserve" derives from the merger of Mandala Empreendimentos e Participações S.A. into the Company on December 22, 2009. This company's goodwill had been generated upon acquisition of Grupo Casas Bahia by CBD. The merged goodwill has a provision for integrity of equity of 66% in order to keep the tax benefit that was amortized according to the economic benefit of goodwill. As established in the Merger Agreement relating to Nova Casa Bahia's shares entered into on October 5, 2010 (approved at the Special General Meeting held on November 9, 2010), the tax benefit arising from such amortization will be capitalized without issuing new shares, i.e. benefiting all shareholders of Grupo Casas Bahia.

b) Premium on subscription of shares

The premium on subscription of shares arises when the Company trades its shares and the buyer pays a value per share higher than the equity value; this positive difference must be accounted for as capital reserves.

On June 15, 2020, a public offering of primary distribution of book-entry registered common shares without par value was made after approval at a meeting of the Company's Board of Directors, through which 297,000,000 (two hundred and ninety-seven million) new shares at the price of R$15.00 (fifteen reais) each were issued, within the authorized capital limit; thus, the total amount of the Restricted Offer was R$4,455,000,000.00 (four billion, four hundred and fifty-five million reais), generating a capital increase and a reserve in the subscription of shares in the amount of R$2,227,500,000.00 (two billion, two hundred and twenty-seven million and five hundred thousand reais).

On September 13, 2023, a public offering of primary distribution of book-entry registered common no-par-value shares was made after approval at a meeting of the Company's Board of Directors, through which 778,649,283 (seven hundred and seventy-eight million, six hundred and forty-nine thousand, two hundred and eighty-three) new shares at the price of 0.80 (eighty cents) each were issued, within the authorized capital limit; thus, the total amount of the Restricted Offer was 622,919,426.40 (six hundred and twenty-two million, nine hundred and nineteen thousand, four hundred twenty-six reais and forty cents), generating a capital increase and a reserve in the subscription of shares in the amount of R$311,459,713.20 (Three hundred and eleven million, four hundred and fifty-nine thousand, seven hundred thirteen reais and twenty cents).

In addition, subscription warrant will be offered at the rate of 4 (four) subscription warrant for every 5 (five) subscribed shares, totaling the issue of up to 622,919,426 (six hundred and twenty-two million, nine hundred and nineteen thousand, four hundred twenty-six) shares.

c) Options granted

The Company maintains share-based compensation plans with the purpose of: allowing the participation of the Company's managing officers and employees in its capital and in capital increases arising from earnings to which the referred to managing officers and employees have contributed; fostering the achievement of the Company's corporate purposes; and aligning the interests of the Company's managing officers and employees to those of the Company's shareholders.

- Balances of share-based payment plans (in millions)

Series granted	Grant date	Strike price (in reais)	Balance at 09.30.2023	Available to be exercised	Grace period to be fullfiled			
					2024	2025	2026	2027
E	09.12.2019	R$ 4.97	31,701	15,850	8,717	2,378	2,378	2,378
Stock option	04.27.2021	R$ 10.01	1,431	-	573	429	429	-
Restricted	04.27.2021	R$ 0.01	1,431	-	573	429	429	-
Restricted	05.10.2022	-	6,665	-	1,666	1,666	1,666	1,667
Special	05.10.2022	-	9,009	-	2,252	2,252	2,252	2,253
Equity settlement plans			**50,237**	**15,850**	**13,781**	**7,154**	**7,154**	**6,298**
Phantom	09.12.2019	-	143	-	72	71	-	-
Cash settlement plans			**143**	**-**	**72**	**71**	**-**	**-**

- Changes in share-based payment plans (in millions)

	12.31.2022	Granted	Exercised	Cancelled	09.30.2023
Shares	82,561	**490**	**(8,294)**	**(24,377)**	**50,380**

The expense, including taxes and social charges withheld, relating to the stock option programs recognized in the nine-month period ended September 30, 2023 totaled R$4 (R$41 in the nine-month period ended September 30, 2022).

22.Sales and service revenue

a) Breakdown of balances

	Individual		Consolidated	
	09.30.2023	09.30.2022	09.30.2023	09.30.2022
Goods	**22,488**	22,995	**22,521**	23,025
Operating financial services (b)	**1,866**	1,729	**1,872**	1,742
Services	**881**	956	**961**	1,017
Freight	**227**	186	**268**	207
Gross revenue from net sales of returns Cancellations	**25,462**	25,866	**25,622**	25,991
Taxes on goods	**(3,879)**	(3,657)	**(3,886)**	(3,678)
Taxes on operational finance transactions (b)	**(72)**	(69)	**(72)**	(69)
Taxes on services	**(132)**	(140)	**(158)**	(147)
Taxes on freight	**(46)**	(39)	**(73)**	(44)
Taxes on revenue	**(4,129)**	(3,905)	**(4,189)**	(3,938)
Operating revenue, net	**21,333**	21,961	**21,433**	22,053

In millions of reais, unless otherwise stated

b) Operating finance income

	Individual		Consolidated	
	09.30.2023	09.30.2022	09.30.2023	09.30.2022
Casas Bahia Credit Facility (i)	**1,931**	1,622	**1,931**	1,622
Other	**(65)**	107	**(59)**	120
Gross operating finance income from returns and cancellations	**1,866**	1,729	**1,872**	1,742
Casas Bahia Credit Facility	**(56)**	(56)	**(56)**	(56)
Other	**(16)**	(13)	**(16)**	(13)
Taxes on operating financial services	**(72)**	(69)	**(72)**	(69)
Operating finance income – Casas Bahia Credit Facility	**1,875**	1,566	**1,875**	1,566
Operating finance income (Other)	**(81)**	94	**(75)**	107

(i) These correspond to time sales financed through Direct Consumer Credit with Seller Intervention (Casas Bahia Credit Facility), generally payable in installments within up to 24 months.

c) Interest of Casas Bahia Credit Facility

	Individual and Consolidated	
	09.30.2023	09.30.2022
Casas Bahia Credit Facility	**1,931**	1,622
Interest to incur on Casas Bahia Credit Facility (Note 6.1)	**1,635**	1,621
Total interest of Casas Bahia Credit Facility	**3,566**	3,243

23.Expenses by nature

	Individual		Consolidated	
	09.30.2023	09.30.2022	09.30.2023	09.30.2022
Cost with inventories sold	**14,066**	14,128	**13,802**	14,054
Personnel expenses	**1,646**	1,797	**2,173**	2,159
Third-party service expenses	**2,272**	2,151	**2,121**	2,147
Freight expenses	**698**	748	**737**	777
Allowance for doubtful accounts - Casas Bahia Credit Facility, net of recovery (ADA)	**751**	768	**751**	768
Expected credit losses - Other (ADA)	**26**	8	**62**	41
Expenses with labor contingencies	**543**	301	**558**	293
Other	**299**	242	**338**	261
	20,301	20,143	**20,542**	20,500
Cost of sales and services	**14,967**	15,016	**15,423**	15,230
Selling expenses	**4,412**	4,397	**4,303**	4,486
General and administrative expenses	**922**	730	**816**	784
	20,301	20,143	**20,542**	20,500

In millions of reais, unless otherwise stated

24.Other operating income (expenses), net

	Individual		Consolidated	
	09.30.2023	**09.30.2022**	**09.30.2023**	**09.30.2022**
Restructuring expenses (i)	**(429)**	(103)	**(431)**	(82)
Gain from (loss on) disposal of property and equipment and intangible assets	**(29)**	46	**(33)**	61
Other	**(193)**	12	**(195)**	6
	(651)	(45)	**(659)**	(15)

(i) This balance includes mainly expenses with logistics adjustments, employment contract termination and labor contingencies, resulting from the implementation of measures to adjust the Company's expense structure, both in the operational and administrative functions.

25.Finance income (costs), net

a) Breakdown of balances

	Individual		Consolidated	
	09.30.2023	**09.30.2022**	**09.30.2023**	**09.30.2022**
Finance costs				
Cost of debt	**(438)**	(402)	**(439)**	(402)
Transfers to financial institutions - CDCI (i)	**(612)**	(430)	**(612)**	(430)
Interest - trade accounts payable - agreement (Note 13 (ii)) (ii)	**(225)**	(139)	**(225)**	(139)
Costs of sales and discount on receivables	**(831)**	(626)	**(835)**	(626)
Losses on restatements	**(45)**	(149)	**(53)**	(153)
Interest on lease liabilities	**(343)**	(315)	**(346)**	(319)
Other finance costs	**(67)**	(28)	**(68)**	(45)
Total finance costs	**(2,561)**	(2,089)	**(2,578)**	(2,114)
Finance income				
Yield from cash and cash equivalents	**41**	16	**49**	40
Gains on restatements	**193**	439	**207**	446
Advances to suppliers (trade accounts payable – portal) (Note 13 (i))	**5**	20	**5**	21
Other finance income	**4**	4	**10**	4
Total finance income	**243**	479	**271**	511
Finance income (costs), net	**(2,318)**	(1,610)	**(2,307)**	(1,603)

(i) Transfers to financial institutions through the seller ("CDCI") correspond to the financing of time sales for customers (Note 14). The rates are fixed for each contract entered into by the Company. At September 30, 2023, the weighted average of the rates adopted by financial institutions for these transactions was 19.07% p.a. (at September 30, 2022 the rate adopted was 15.68% p.a.).

(ii) Due to commercial agreements entered into over the year ended December 31, 2022, expenses related to interest arising from Trade accounts payable - agreement were commercially offset.

26.Earnings (loss) per share

a) Earnings (loss) per share

The table below shows the determination of net income available to shareholders and the weighted average number of outstanding shares, excluding the shares repurchased by the Company and held as treasury shares.

	09.30.2023	09.30.2022
Basic numerator		
Basic earnings (loss) allocated and not distributed	**(1,625)**	(179)
Basic earnings (loss) allocated and not distributed	**(1,625)**	(179)
Basic denominator (in thousands of shares)		
Weighted average number of shares	**1,632,569**	1,580,133
Basic earnings (loss) per share (in R$)	**(0.99530)**	(0.11321)
Diluted denominator (in thousands of shares)		
Stock options	**-**	-
Weighted average number of shares	**1,632,569**	1,580,133
Diluted weighted average	**1,632,569**	1,580,133
Diluted earnings (loss) per share (in R$)	**(0.99530)**	(0.11321)

27.Insurance coverage

The Company takes out insurance coverage to minimize the risks of property damage that may lead to losses for its business. The insurance policies cover stores, distribution centers, administrative buildings, including all property and equipment items and inventories, and the fleet of trucks and light vehicles. For any losses incurred by the Company by virtue of interruption of its activities or due to accidents covered by the insurance policy, the loss of profit insurance covers the losses incurred.

At September 30, 2023, the insurance coverage is deemed sufficient by management to cover claims, if any, and is summarized as follows:

Insured assets	Coverage	Insured amount
Property and equipment and inventories	Named perils	**13,727**
Profit	Loss of profits	**5,499**
Vehicles and other (*)	Losses and damages	**86**

(*) This does not include coverage of bodywork, which is insured at an amount equivalent to 100% of the the
Foundation Institute of Economic Research ("FIPE") table.

The Company has specific policies covering civil and administrative liability risks in the amount of R$405.

28. Segment information

Operating segments are defined as components of a business for which financial information is available and is evaluated regularly by the chief operating decision maker in deciding how to allocate resources to an individual segment and in assessing the segment performance. Considering that all decisions are made based on consolidated reports and that all decisions relating to strategic, financial, procurement and investment planning and to investment of funds are made on a consolidated basis, it is concluded that it is appropriate to present the Company's financial information in one single segment.

29. Events after the reporting period

Loans in local currency (Bank Credit Bill - CCB)

On October 10, 2023, the Company entered into Bank Credit Bill (CCB) contracts amounting to R$400 (four hundred million reais), with a 12-month term, remuneration of CDI + 4% p.a., subject to monthly amortization from February 2024 and monthly interest from November 2023.

Receivables Investment Fund (FIDC)

According to the Material News Release disclosed to the market on August 10, 2023, the Company intends for the credit portfolio to be financed mainly in the capital market, through the constitution of a receivables investment fund (FIDC) and assignment of the credit portfolio to the FIDC.

The Company informs that, on November 8, 2023, the FIDC regulation was filed with the CVM, its structuring and management is being conducted by Polígono Capital Ltda. ("Polígono"), and its administration is being carried out by Banco BTG Pactual S.A. ("BTG Pactual").

The FIDC is in the pre-operational phase and will seek an initial funding of R$600. It may count on additional contributions, reaching a total capital of R$1,500.