

TOTVS S.A.

Interim Financial Statements as of and for the three and six-month period ended June 30, 2025

(A free translation of the original report in Portuguese, as filed with the Brazilian Securities Commission (CVM), prepared in accordance with the Technical Pronouncement CPC 21 (R1) - Interim Financial Reporting and the international standard IAS 34 - Interim Financial Reporting, as issued by International Accounting Standards Board – IASB)

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Consolidated Financial and Operational Performance

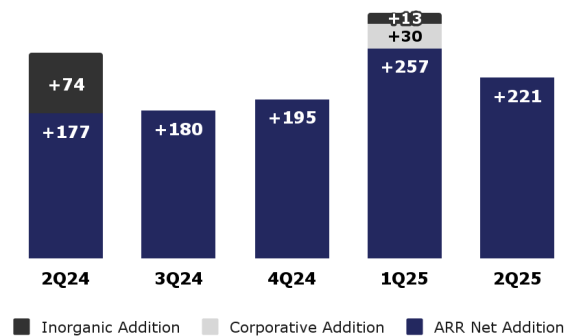
Consolidated Result (in R\$ million)	2Q25	2Q24	Δ	1Q25	Δ	1H25	1H24	Δ y/y
Net Revenue	1,488.1	1,272.3	17.0%	1,461.9	1.8%	2,950.0	2,497.7	18.1%
<i>Recurring Revenue</i>	1,357.2	1,134.6	19.6%	1,310.6	3.6%	2,667.8	2,198.3	21.4%
<i>Non Recurring Revenue</i>	130.8	137.7	(5.0%)	151.3	(13.5%)	282.2	299.4	(5.8%)
Adjusted Gross Profit	1,067.4	914.3	16.7%	1,061.3	0.6%	2,128.7	1,807.5	17.8%
<i>Adjusted Gross Margin</i>	71.7%	71.9%	-20 bp	72.6%	-90 bp	72.2%	72.4%	-20 bp
Adjusted EBITDA	362.8	294.9	23.0%	378.7	(4.2%)	741.5	600.8	23.4%
<i>Adjusted EBITDA Margin</i>	24.4%	23.2%	120 bp	25.9%	-150 bp	25.1%	24.1%	100 bp
Adjusted Net Income	218.3	144.6	50.9%	227.7	(4.1%)	446.0	303.1	47.2%
<i>Adjusted Net Margin</i>	14.7%	11.4%	330 bp	15.6%	-90 bp	15.1%	12.1%	300 bp

Net Revenue

The growth in Consolidated Net Revenue in 2Q25 (+17% y/y) over 2Q24 was a result from the maintenance of the accelerated growth in Recurring Revenue (+20% y/y), making this line reach more than 91% of Consolidated Revenue. This behavior generated approximately R\$3 billion in Net Revenue YTD (+18% y/y).

This Recurring Revenue performance was mainly supported by the continued expansion of Management SaaS Revenue (+25% y/y), driven mainly by the sustained high sales levels in both business units. Consequently, the net ARR increase, as depicted in the adjacent chart, was again strong, reaching R\$221 million in 2Q25 (+25% y/y).

ARR Net Addition (R\$ million)



In comparison with the prior year, Non-Recurring Revenue experienced a 5.0% decrease. This reflects the company's strategic prioritization of Recurring Revenues, a trend that has been in effect for a few past fiscal quarters. The 14% quarter over quarter drop is primarily because of a decrease in the License line, which benefited from a positive seasonal impact of R\$26 million due to the Corporate Model increase in 1Q25.

Adjusted Gross Margin

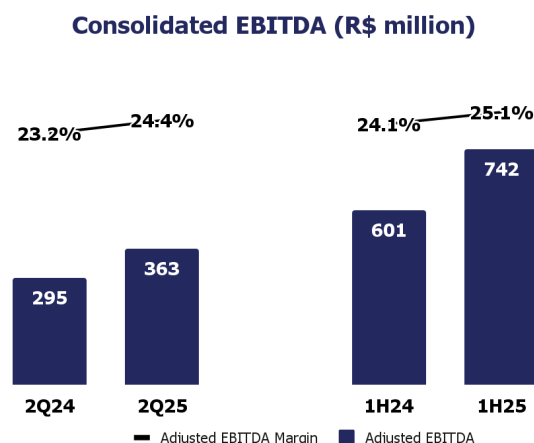
The 20 bp reduction in Adjusted Gross Margin, compared to 2Q24, reflects the decreased proportion of Non-Recurring License Revenue and the expansion of RD Station's solutions that still operate at lower margins than Management.

Compared to 1Q25, the reduction in Adjusted Gross Margin is associated with the positive seasonality of Corporate Model License Revenue in the first quarter, as already mentioned above.

EBITDA

The year over year expansion in Adjusted EBITDA (+23% vs. 2Q24) and Adjusted EBITDA Margin (+120 bp vs. 2Q24) mainly reflect the sustained accelerated growth in Recurring Revenue and the consistent gains in operational efficiency, both in the Management BU (+70 bp vs. 2Q24) and in the RD Station BU (+560 bp vs. 2Q24).

These effects, added to those of 1Q25, resulted in the growth of Adjusted EBITDA (+23% y/y) and the expansion of 100 basis points of the year-to-date Adjusted EBITDA Margin.



Net Income

In R\$ million	2Q25	2Q24	Δ	1Q25	Δ	1H25	1H24	Δ a/a
Net Income	195.1	120.7	61.6%	200.6	(2.7%)	395.7	250.1	58.2%
Non-Controlling Net Income - Dimensa	(6.4)	(5.8)	9.2%	(5.9)	7.1%	(12.3)	(8.6)	44.0%
Net Result from Discont. Operation adjust.	-	-	-	-	-	-	1.1	(100.0%)
Discontinued Operation Adjustment - RJ	(0.3)	(0.8)	(64.6%)	(0.2)	98.7%	(0.5)	(1.4)	(67.5%)
Extraordinary Items, net of income tax	7.9	8.9	(10.7%)	12.0	(33.7%)	19.9	19.8	0.4%
PVA of Call Option, Net of income tax	7.4	2.2	232.2%	6.3	18.7%	13.7	7.9	74.7%
Effect of Amort. of Acquisitions' Intangibles, net of income tax	14.5	19.5	(25.6%)	15.0	(3.3%)	29.5	34.2	(13.8%)
Adjusted Net Income	218.3	144.6	50.9%	227.7	-4.1%	446.0	303.1	47.2%
% Adjusted Net Margin	14.7%	11.4%	330 bp	15.6%	-90 bp	15.1%	12.1%	300 bp

The growth of over 50% in Adjusted Net Income in 2Q25 versus 2Q24 is related to the 23% increase in Adjusted EBITDA and the R\$13 million reduction in expenses with Income Tax and Social Contribution (-22% y/y), as a result of the distribution of more than R\$88 million in Interest on Stockholders' Equity (JCP).

Compared to the previous quarter, the fluctuation in Adjusted Net Income was slightly negative (-4.1%), mainly because of the performance of Adjusted EBITDA in the same period.

EBITDA and Net Income Reconciliation

In R\$ million	2Q25	2Q24	Δ	1Q25	Δ	1H25	1H24	Δ a/a
Consolidated Net Income	195.1	120.7	61.6%	200.6	(2.7%)	395.7	250.1	58.2%
(+) Net loss from discount. operation Techfin	-	-	-	-	-	-	(1.1)	(100.0%)
(+) Net income from discount. operation - RJ	0.3	0.8	(64.6%)	0.2	98.7%	0.5	1.4	(67.5%)
(+) Depreciation and Amortization	89.0	84.3	5.6%	85.4	4.1%	174.4	157.6	10.6%
(-) Financial Results	(19.1)	(9.6)	98.4%	(19.4)	(1.1%)	(38.5)	(14.3)	168.4%
(+) Income Tax and Social Contribution	48.1	61.7	(22.0%)	58.1	(17.3%)	106.2	140.1	(24.2%)
EBITDA ⁽¹⁾	351.0	275.4	27.4%	363.3	(3.4%)	714.3	561.9	27.1%
(-) Equity Pickup	0.2	(3.6)	(104.3%)	3.0	(94.8%)	3.1	(7.8)	(140.0%)
(+) Extraordinary Items	12.0	15.9	(24.6%)	18.4	(34.6%)	30.4	31.1	(2.4%)
M&A Adjustment at Fair Value	-	(14.7)	(100.0%)	13.5	(100.0%)	13.5	(0.7)	<(999%)
Adjustment from Oper. Restructuring	5.3	0.6	742.9%	0.6	816.2%	5.8	4.7	24.8%
Expenses with M&A Transactions	5.0	30.1	(83.4%)	1.9	165.1%	6.9	33.0	(79.2%)
Loss (Gain) with Disposed Assets	1.8	-	-	2.4	(27.0%)	4.2	(5.9)	(170.8%)
Adjusted EBITDA ⁽¹⁾	362.8	294.9	23.0%	378.7	(4.2%)	741.5	600.8	23.4%

(1) EBITDA and Adjusted EBITDA are non-accounting (not reviewed) measures prepared by the Company and consist of net income for the period plus income taxes, net financial expenses (net of financial income), discontinued operations, and depreciation and amortization.

The non-financial data included in this report, such as ARR, churn, renewal rate, among others, are non-accounting measures and have not been reviewed by our independent auditors.

Management business unit

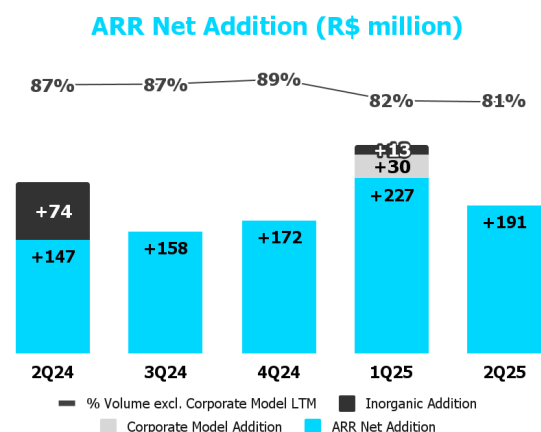
The Management business unit includes solutions focused on business management for clients across 12 economic sectors. Its portfolio comprises ERP (Enterprise Resource Planning) systems, productivity tools, analytics, and platforms that support a wide range of operations—from financial and tax management to human resources and specialized vertical solutions.

Management Result (in R\$ million)	2Q25	2Q24	Δ	1Q25	Δ	1H25	1H24	Δ y/y
Net Revenue	1,326.6	1,136.5	16.7%	1,308.2	1.4%	2,634.8	2,232.7	18.0%
Recurring	1,198.1	1,001.2	19.7%	1,160.4	3.3%	2,358.5	1,938.2	21.7%
Non Recurring	128.4	135.2	(5.0%)	147.8	(13.1%)	276.3	294.5	(6.2%)
Costs	(377.6)	(323.7)	16.7%	(358.6)	5.3%	(736.2)	(625.8)	17.6%
Gross Profit	948.9	812.8	16.8%	949.6	(0.1%)	1,898.6	1,606.9	18.2%
Gross Margin	71.5%	71.5%	0 bp	72.6%	-110 bp	72.1%	72.0%	10 bp
Operating Expenses	(607.5)	(531.1)	14.4%	(607.1)	0.1%	(1,214.6)	(1,044.0)	16.3%
Research and Development	(223.4)	(187.6)	19.1%	(207.5)	7.7%	(430.9)	(371.4)	16.0%
Provision for Expected Credit Losses	(11.3)	(12.2)	(7.1%)	(13.6)	(17.2%)	(24.9)	(22.3)	11.7%
Sales and Marketing Expenses	(273.8)	(228.2)	20.0%	(258.6)	5.9%	(532.5)	(448.0)	18.9%
G&A Expenses and Others	(98.9)	(103.2)	(4.1%)	(127.3)	(22.3%)	(226.2)	(202.2)	11.9%
Management EBITDA	341.4	281.7	21.2%	342.6	(0.3%)	684.0	562.9	21.5%
% Management EBITDA	25.7%	24.8%	90 bp	26.2%	-50 bp	26.0%	25.2%	80 bp
Extraordinary Items	3.1	5.5	(43.9%)	18.4	(83.0%)	21.5	20.7	3.6%
Extraord. Adj. - Operatl. Restructuring	3.0	0.1	>999%	0.6	424.0%	3.6	4.1	(12.8%)
M&A Adjustment at Fair Value	0.0	1.6	(100.0%)	13.5	(100.0%)	13.5	15.6	(13.5%)
Expenses with M&A Transactions	(1.7)	3.9	(142.1%)	1.9	(188.2%)	0.2	6.9	(96.8%)
Loss (Earnings) in Disposed Assets	1.8	0.0	-	2.4	(27.0%)	4.2	(5.9)	(170.8%)
Management Adjusted EBITDA	344.5	287.2	20.0%	360.9	(4.5%)	705.5	583.6	20.9%
% Management Adjusted EBITDA	26.0%	25.3%	70 bp	27.6%	-160 bp	26.8%	26.1%	70 bp

Net Revenue

The growth in Net Management Revenue in the period (+17% y/y) was driven by the Recurring Revenue line (+20% y/y), with emphasis once again on the combined performance of SaaS and Cloud.

In SaaS, revenue growth in the quarter (+27% y/y) continues to be driven by the increase in new sales. In Cloud, demand for T-Cloud solutions (including PaaS – Platform as a Service offerings) remains a key contributor, sustaining its strong revenue growth trajectory (+34% y/y).



The Management unit's ARR reached R\$5.4 billion (+17% y/y) in 2Q25, with a Net Addition of R\$191 million (+30% y/y). This performance stems from robust sales volumes to both existing and new customers (growth of over 20% y/y and over 15% QoQ). In addition to the high levels of NPS (Net Promoter Score) and the continued decrease of TCO (Total Cost of Ownership), the expansion of the portfolio continues to be one of the major catalysts for this sales growth. This quarter, in anticipation of the benefits that the tax reform will bring to the market, we had another example of this expansion: the new TOTVS "Inteligência Tributária" (Tax Intelligence) offer, a cloud solution that automates the fiscal and tax management of companies, crossing ERP data with information provided to Tax Authorities to identify inconsistencies, reduce risks related to tax penalties, and ensure greater compliance.

This performance in new sales kept the Last 12 Months Volume percentage indicator above 80%. The reason it appears 'lower' compared to previous quarters is due to a simple mathematical effect, as inflation levels in the economy — especially the IGP-M — are relatively higher than those seen at the beginning of 2024.

The performance of Non-Recurring Revenues for the period (-5% y/y and -13% QoQ) is primarily because of the decline in License Revenue (-9.3% y/y and -37% QoQ). In the annual comparison, this performance follows the trend showed in other quarters, reflecting the sales focus on Recurring Revenues, while in the quarterly comparison, the result is more related to the positive impact of the seasonal increase in the Corporate Model of R\$26 million for 1Q25.

It is worth mentioning that the aforementioned factors also explain the growth in Net Revenue of the YTD Management business unit, which totaled more than R\$2.6 billion in the period (+18% y/y).

Gross Margin

The Gross Margin of the Management unit reached 71.5% in 2Q25, a flat performance compared to the same period of the previous year, despite the lower contribution from License Revenue. This result reflects the strategy of prioritizing sustainable growth in Recurring Revenue and Cloud offerings, which have proven to be neutral or even accretive to Gross Margin. This is because efficiency gains in support and implementation costs for Software products have been offsetting the increase in cloud infrastructure expenses. As the scale of Cloud solutions continues to grow, the expectation is that this will increasingly contribute positively to the Gross Margin of the Management unit.

Operating Expenses

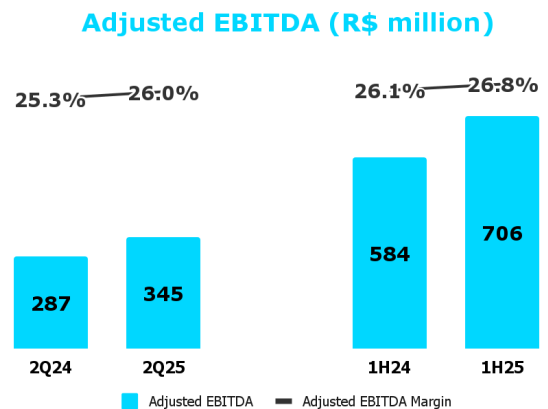
Operating Expenses grew by 15% in 2Q25, ending the quarter representing 51% of Recurring Revenue. Compared to the previous quarter, the 60 bp increase in its share in relation to Net Revenue is associated with: (i) the 2025 Universo TOTVS event, which had a cost of approximately R\$14 million; (ii) the seasonal increase in marketing campaigns investments; (iii) the increase in R&D expenses, mainly related to the lower concentration of vacations.

The 2025 Universo TOTVS brings together over 20,000 participants including customers, partners, experts, and leaders from various industry sectors, thereby solidifying its position as a premier technology and business event in Brazil. The edition highlighted the main advancements in TOTVS solutions across ERP, SaaS, Cloud, tax intelligence, analytics, and artificial intelligence, while also featuring panels and presentations on innovation, operational efficiency, and digital

transformation. The event reinforced TOTVS's role as a strategic partner for Brazilian companies, further strengthening its ecosystem and sharing its vision for the future of technology in business.

EBITDA

Adjusted EBITDA showed strong growth in 2Q25, increasing by 20% year over year, outpacing the Net Revenue growth rate (+17% y/y). As a result, the Adjusted EBITDA Margin reached 26.0% in the quarter, a 70 basis point improvement compared to the same period last year. This performance highlights the Company's discipline in expense management and its ability to scale the business efficiently, while maintaining a focus on growth through sales and innovation, without compromising on strategic investments — such as Marketing initiatives, the Universo TOTVS event, and ongoing investments in Research and Development.



RD Station business unit

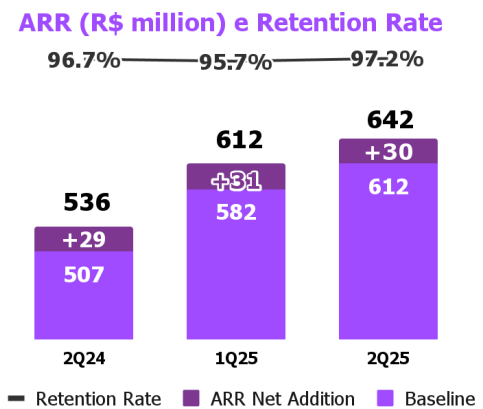
The RD Station Business Unit focuses on business performance solutions through Digital Marketing, Sales/Digital Commerce, and Customer Experience (CX) solutions, with the goal of supporting companies in acquiring and converting customers. Its main product, RD Station Marketing, is a widely recognized SaaS platform in Brazil and Latin America, aimed at small and medium-sized businesses seeking to increase their digital presence and improve their commercial results. The unit stands out for its high scalability potential with positive unit economics, being one of TOTVS's strategic pillars in advancing digital solutions focused on commercial productivity and customer relationship.

RD Station Result (in R\$ million)	2Q25	2Q24	Δ	1Q25	Δ	1H25	1H24	Δ y/y
Net Revenue	161.5	135.8	18.9%	153.7	5.1%	315.2	265.0	19.0%
Recurring	159.1	133.4	19.3%	150.2	5.9%	309.3	260.0	18.9%
Non Recurring	2.4	2.4	(0.9%)	3.5	(30.5%)	5.9	4.9	19.2%
Costs	(45.2)	(34.3)	32.0%	(42.5)	6.5%	(87.7)	(65.3)	34.3%
Gross Profit	116.3	101.6	14.5%	111.2	4.6%	227.5	199.7	13.9%
Gross Margin	72.0%	74.8%	-280 bp	72.4%	-40 bp	72.2%	75.4%	-320 bp
Operating Expenses	(106.9)	(104.3)	2.5%	(93.4)	14.4%	(200.3)	(192.9)	3.8%
Research and Development	(30.5)	(29.2)	4.3%	(29.6)	3.2%	(60.1)	(57.6)	4.4%
Provision for Expected Credit Losses	(2.7)	(4.1)	(33.2%)	(0.9)	195.5%	(3.7)	(7.2)	(48.8%)
Sales and Marketing Expenses	(50.1)	(44.1)	13.6%	(47.8)	4.8%	(97.9)	(85.9)	14.0%
G&A Expenses and Others	(23.5)	(26.8)	(12.1%)	(15.1)	55.6%	(38.7)	(42.3)	(8.6%)
RD Station EBITDA	9.4	(2.7)	(447.5%)	17.8	(47.3%)	27.2	6.8	300.9%
% RD Station EBITDA	5.8%	-2.0%	780 bp	11.6%	-580 bp	8.6%	2.6%	600 bp
Extraordinary Items	8.9	10.4	(14.4%)	- .0	-	8.9	10.4	(14.4%)
M&A Adjustment at Fair Value	6.6	9.8	(32.4%)	- .0	-	6.6	9.8	(32.4%)
G&A and Others from Oper. Restructuring	2.3	0.6	299.1%	- .0	-	2.3	0.6	299.1%
RD Station Adjusted EBITDA	18.3	7.7	137.6%	17.8	2.7%	36.1	17.2	110.1%
% RD Station Adjusted EBITDA	11.3%	5.7%	560 bp	11.6%	-30 bp	11.4%	6.5%	490 bp

Net Revenue

The growth in Net Revenue (+19% y/y) largely reflects the performance of the Organic Net Addition of ARR in recent quarters, which continues to be driven mainly by the excellent performance of sales volume. In 2Q25, net addition maintained the favorable rate of the last quarter, leading the business unit to reach R\$642 million in ARR (+20% y/y).

The progress of the migration strategy from a focus on mono offerings to a more robust multi-product model has proven promising and has been reflected in the Retention Rate recovery this quarter. This is an initial positive result of this new approach, which, although it presents some volatility in the short term, tends to consolidate itself into a positive and structural change in the indicator.



Gross Margin

The year over year reduction in the unit's Gross Margin in 2Q25 (-280 bp y/y) still reflects the impact of the payroll reinstatement, which is being transferred in accordance with the automatic renewal of the contracts. In addition, the greater representation of newly acquired solutions, with less critical mass, also impacted the gross margin.

As these products gain traction in sales and grow in scale and maturity, their margins tend to approach the levels observed in the most consolidated portfolio solutions.

Operating Expenses

The 2.5% growth in relation to the 2Q24 of Operating Expenses, compared to the 19% expansion in Net Revenue, reflects the progressive capture of gains in scale and the continued advances in the integration process of Lexos, Exact Sales, and Tallos operations, started in the second half of 2024.

EBITDA

The R\$18 million Adjusted EBITDA in 2Q25 (+138% y/y) marks a significant improvement in operational efficiency, more than doubling 2Q24's figure and 11.3% EBITDA Margin (+560 bp y/y). The performance mainly reflects the scale gains provided by the unit's revenue growth, as well as the progress made in the integration process of the acquired companies. The most recent operations continue to develop consistently, supported by sound unit economics and avenues for increased value capture, as the multi-product strategy and cross-selling initiatives with the Management field sales team yield positive results.

Compared to 1Q25, Adjusted EBITDA grew 2.7% and the EBITDA Margin decreased slightly (-30 bp). It is important to highlight that the second quarter is seasonally less profitable than the first, primarily due to the higher concentration of vacation periods in the preceding quarter.

Techfin business unit

The Techfin Business Unit is a joint venture with Itaú Unibanco, dedicated to offering digital financial solutions integrated with the companies' management systems (ERP Banking), focusing on increasing the efficiency of clients' financial operations.

Techfin's value proposition is to democratize access to credit and financial services—especially for small and medium-sized businesses—by leveraging data intelligence and automation integrated into the ERP to reduce risk, enhance decision-making, and provide greater convenience.

Following the announcement of the transaction's closing with Itaú, TOTVS began holding a 50% stake in the TOTVS Techfin operation as of August 2023. The results of this operation are not consolidated into the Company's Cash Flow and Balance Sheet. Instead, TOTVS Techfin's results are accounted for under the Equity Pickup line at a 50% proportion.

Techfin Results (in R\$ million)	2Q25	2Q24	Δ	1Q25	Δ	1H25	1H24	Δ y/y
Revenue - Net of funding	36.2	34.9	3.8%	39.7	(8.8%)	76.0	66.4	14.4%
Credit Products Revenue	58.2	49.0	18.7%	58.7	(0.9%)	116.8	97.0	20.4%
Funding Cost	(23.3)	(16.2)	44.2%	(20.8)	12.3%	(44.1)	(34.4)	28.2%
Fee Revenue	1.4	2.1	(33.6%)	1.8	(23.4%)	3.2	3.8	(14.8%)
Provision for Expected Credit Losses	(4.3)	(4.3)	(0.8%)	(3.6)	19.9%	(7.8)	(7.9)	(1.1%)
Adjusted OPEX	(30.8)	(30.5)	1.1%	(29.9)	2.9%	(60.7)	(58.6)	3.5%
Techfin Adjusted EBITDA	1.2	0.2	615.1%	6.3	(81.1%)	7.5	(0.1)	<(999%)
% Techfin Adjusted EBITDA	3.3%	0.5%	280 bp	15.8%	-1250 bp	9.8%	-0.2%	1000 bp
Adjusted Below EBITDA	(1.0)	(3.7)	(72.3%)	(3.3)	(68.7%)	(4.3)	(6.4)	(32.2%)
Net Effect of Amortization	0.6	2.6	(76.1%)	0.6	0.0%	1.2	5.2	(76.1%)
Techfin Adjusted Net Income (Loss)	0.8	(0.9)	(182.1%)	3.6	(78.4%)	4.4	(1.3)	(444.0%)
% Net Income (Loss)	2.1%	-2.7%	480 bp	9.1%	-700 bp	5.8%	-1.9%	770 bp
Extraordinary Items, Net	-	-	-	-	-	-	(0.9)	(100.0%)
Net Effect of Amortization	(0.6)	(2.6)	(76.1%)	(0.6)	0.0%	(1.2)	(5.2)	(76.1%)
Techfin Net Income (Loss)	0.2	(3.6)	(104.3%)	3.0	(94.8%)	3.1	(7.8)	(140.0%)
Equity-accounted Investees Result - TOTVS	0.2	(3.6)	(104.3%)	3.0	(94.8%)	3.1	(7.8)	(140.0%)

Revenue - Net of Funding

The growth in Techfin's Net Funding Revenue in the quarter (+3.8% y/y) is primarily driven by the performance of Credit Origination (+16% y/y). The increase in funding cost during the period (+44% y/y) is associated with the average rise in the Selic rate and the reduction (-55% y/y) in the Credit Operation Cash Position.

Compared to 1Q25, the reduction in Net Funding Revenue (-8.8% q/q) is directly associated with the negative seasonality of agribusiness, a that factor led to a 4.4-day q/q reduction in the average term of Credit Production and contributes to the second quarter historically being the one with the lowest credit origination in the year.

Operational Expenditure (OPEX)

Techfin's OPEX closed 2Q25 at R\$31 million (+1.1% y/y), reflecting the progress of the integration of Techfin's operations, which has promoted significant gains in operational efficiency and greater synergy in resource distribution, especially aimed at building the new solutions portfolio that supports the ERP Banking strategic thesis.

Net Income

The unit's Adjusted Net Income totaled R\$0.8 million in 2Q25 (+182% y/y) and R\$4.4 million YTD (+444% y/y). These performances were mainly driven by Revenue growth and reinforce the consistent trajectory of the unit's profitability evolution, reflecting the operational progress and continuous efficiency gains achieved over the last few quarters.



Report on review of the interim financial information

To the Board Members and Shareholders of
TOTVS S.A.
São Paulo – SP

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of TOTVS S.A. ("Company"), contained in the Quarterly Information – ITR Form for the quarter ended June 30, 2025, comprising the balance sheet as of June 30, 2025 and related statements of income, comprehensive income for the three and six-month periods then ended, of changes in shareholders' equity and cash flows for the six-month period then ended, including the explanatory notes.

The Company's management is responsible for the preparation and fair presentation of the individual and consolidated interim financial information in accordance with Technical Pronouncement CPC 21 (R1) - Interim Statement and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, as well as for the presentation of this information in a manner consistent with the standards issued by the Securities Commission, 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 the review

We conducted our review in accordance with the Brazilian and international review standards for interim information (NBC TR 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim information consists in asking questions, chiefly to the persons in charge of financial and accounting affairs, and in applying analytical procedures and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the auditing standards and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the individual and consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the individual and consolidated interim financial information included in the quarterly information referred to above was not prepared, in all material respects, in accordance with CPC 21 (R1) and IAS 34, applicable to the preparation of the Quarterly Information - ITR, and presented in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM).

Other matters

Statements of value added

The interim financial information referred to above includes the individual and consolidated statements of value added (DVA) for the six-month period ended June 30, 2025, prepared under responsibility of Company's management, and presented as supplementary information for IAS 34 purposes. These statements were submitted to review procedures carried out jointly with the audit of Company's quarterly information to form a conclusion whether these statements are reconciled with interim financial information and book records, as applicable, and whether their forms and contents are in accordance with criteria defined in Technical Pronouncement CPC 09 – Statement of Value Added. Based on our review, we are not aware of any other event that make us believe that these statements of added value were not prepared, in all material respects, in accordance with individual and consolidated interim financial information taken as a whole.

São Paulo, August 1st, 2025

KPMG Auditores Independentes Ltda.
CRC 2SP014428/O-6

Original report in Portuguese signed by

Wagner Bottino
Accountant CRC 1SP196907/O-7

TOTVS S.A.
Statement of Financial Position

(In thousands of Reais)

	Note	Individual		Consolidated			Note	Individual		Consolidated	
		06/30/2025	12/31/2024	06/30/2025	12/31/2024			06/30/2025	12/31/2024	06/30/2025	12/31/2024
Assets											
Current assets		1,796,883	1,617,998	3,169,357	2,763,558	Liabilities and equity					
Cash and cash equivalents	6	1,092,308	991,050	2,094,240	1,942,162	Current liabilities		900,182	683,879	1,343,319	1,144,197
Escrow account	19	7,969	7,554	19,182	13,974	Labor liabilities	15	315,870	246,404	547,042	438,679
Trade accounts and other receivable	7	457,342	366,378	666,368	563,328	Trade and other payable		170,835	158,437	224,300	211,971
Recoverable taxes	8	64,028	54,152	93,917	83,519	Taxes and contributions liabilities	16	87,414	80,058	131,815	122,612
Other assets	11	174,785	198,864	238,249	160,575	Commissions payable		50,784	56,714	64,475	69,126
Assets held for sale	4	451	-	57,401	-	Dividends payable	23	89,324	1,222	89,324	1,222
						Lease liabilities	17	57,718	45,663	67,315	58,133
						Debentures	18	88,182	62,845	88,182	62,845
						Accounts payable from acquisition of subsidiaries	19	8,057	7,643	43,462	115,659
						Other liabilities		31,998	24,893	77,558	63,950
						Liabilities held for sale	4	-	-	9,846	-
Non-current assets		6,113,801	5,849,673	5,793,196	5,768,163	Non-current liabilities		2,113,335	2,102,440	2,403,981	2,400,403
Achievable in the long term		384,010	308,173	841,526	785,927	Lease liabilities	17	46,720	52,427	62,485	68,285
Escrow account	19	-	-	183,976	188,845	Debentures	18	1,474,718	1,472,286	1,474,718	1,472,286
Trade accounts and other receivable	7	10,243	9,634	15,138	13,796	Provision for contingencies	20	81,104	84,358	100,768	106,272
Receivables from related parties	10	8,051	7,675	4,746	5,050	Accounts payable from acquisition of subsidiaries	19	-	-	218,689	228,249
Investments at fair value	5.2	111,194	85,508	196,743	179,830	Call option of non-controlling interests	21	465,558	444,771	465,558	444,771
Deferred tax assets	9	80,464	81,511	245,119	253,511	Other liabilities		45,235	48,598	81,763	80,540
Judicial deposits	20	25,350	25,296	29,206	28,373						
Other assets	11	148,708	98,549	166,598	116,522	Shareholders' equity	22	4,897,167	4,681,352	5,215,253	4,987,121
						Share Capital		2,962,585	2,962,585	2,962,585	2,962,585
Equity-accounted investees	12	4,781,845	4,639,945	324,923	321,796	Treasury shares		(305,211)	(350,163)	(305,211)	(350,163)
Property, plant and equipment	13	358,666	327,911	423,074	399,215	Capital reserves		252,057	281,801	252,057	281,801
Intangible assets	14	589,280	573,644	4,203,673	4,261,225	Profit Reserves		1,715,436	1,715,436	1,715,436	1,715,436
						Retained earnings		213,339	-	213,339	-
						Carrying value adjustments		58,961	71,693	58,961	71,693
						Non-controlling interests		-	-	318,086	305,769
Total assets		7,910,684	7,467,671	8,962,553	8,531,721	Total shareholders' equity and liabilities		7,910,684	7,467,671	8,962,553	8,531,721

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

(A free translation of the original in Portuguese)

TOTVS S.A.
Statements of Profit or Loss
For the three and six-month ended June 30, 2025 and 2024

(In thousands of Reais, except for earnings per share)

	Note	Individual				Consolidated			
		04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024
Net revenue	27	921,641	1,828,404	762,414	1,529,808	1,488,068	2,949,971	1,272,302	2,497,689
Cost of software	28	(293,859)	(563,689)	(239,924)	(470,684)	(458,613)	(890,475)	(389,358)	(751,288)
Gross profit		627,782	1,264,715	522,490	1,059,124	1,029,455	2,059,496	882,944	1,746,401
Operating income (expenses)									
Research and development expenses	28	(163,433)	(314,987)	(139,275)	(278,407)	(267,090)	(516,629)	(228,941)	(453,163)
Selling and marketing expenses	28	(206,793)	(394,167)	(162,431)	(329,227)	(336,649)	(655,583)	(281,951)	(553,113)
Impairment loss on trade and other receivables	28	(7,685)	(16,528)	(6,075)	(11,891)	(14,038)	(28,614)	(16,267)	(29,504)
Administrative expenses	28	(87,816)	(186,977)	(83,053)	(156,602)	(146,597)	(304,527)	(153,336)	(285,274)
Other operating income/ (expenses)	28	2,126	1,622	2,482	10,470	(3,237)	(17,365)	(7,734)	(13,270)
Operating profit		164,181	353,678	134,138	293,467	261,844	536,778	194,715	412,077
Finance income	29	34,494	64,836	32,327	74,075	73,759	139,459	67,867	156,800
Finance expenses	29	(76,271)	(144,458)	(52,932)	(119,432)	(92,890)	(177,942)	(77,511)	(171,139)
Share of profit/ (loss) of equity-accounted investees	12	69,475	131,756	33,284	67,114	154	3,128	(3,561)	(7,822)
Profit before income and social contribution taxes		191,879	405,812	146,817	315,224	242,867	501,423	181,510	389,916
Income tax and social contribution - current		4,514	(21,851)	(22,057)	(55,313)	(32,852)	(97,062)	(56,750)	(123,195)
Income tax and social contribution - deferred		(7,975)	(1,047)	(10,735)	(18,691)	(15,228)	(9,130)	(4,902)	(16,946)
Total of income tax and social contribution taxes	9	(3,461)	(22,898)	(32,792)	(74,004)	(48,080)	(106,192)	(61,652)	(140,141)
Net profit from continuing operations		188,418	382,914	114,025	241,220	194,787	395,231	119,858	249,775
Net profit from discontinued operation	4	300	451	847	301	300	451	847	301
Net profit for the period		188,718	383,365	114,872	241,521	195,087	395,682	120,705	250,076
Net profit attributable to shareholders of the Company		188,718	383,365	114,872	241,521	188,718	383,365	114,872	241,521
Net profit attributable to non-controlling		-	-	-	-	6,369	12,317	5,833	8,555
Basic earnings per share (in Reais)	26					0.32145	0.65365	0.19304	0.40318
Diluted earnings per share (in Reais)	26					0.31525	0.64207	0.18984	0.39674

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

(A free translation of the original in Portuguese)

TOTVS S.A.
Statements of Comprehensive Income
For the three and six-month ended June 30, 2025 and 2024
(In thousands of Reais)

	Individual				Consolidated			
	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024
Net profit for the period	188,718	383,365	114,872	241,521	195,087	395,682	120,705	250,076
Items that are or may be reclassified subsequently to profit or loss								
Foreign operations - foreign currency translation adjustments	(12,732)	(20,123)	12,598	19,189	(12,732)	(20,123)	12,598	16,218
Other comprehensive income	(12,732)	(20,123)	12,598	19,189	(12,732)	(20,123)	12,598	16,218
Total comprehensive income for the period, net of tax	175,986	363,242	127,470	260,710	182,355	375,559	133,303	266,294
Total comprehensive income attributable to:								
Shareholders of the Company	175,986	363,242	127,470	260,710	175,986	369,611	127,470	261,445
Non-controlling interests	-	-	-	-	6,369	5,948	5,833	4,849

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

TOTVS S.A.
Statements of Changes in Shareholders' Equity
For the six-month ended June 30, 2025 and 2024
(In thousands of Reais)

	Note	Capital	Treasury shares	Capital Reserves		Profit reserves		Carrying value adjustments		Total Equity	Non-controlling interests	Total shareholders' equity
				Transaction between shareholders	Capital Reserve	Legal Reserve	Retaining earnings	Retained earnings	Other comprehensive income			
Balances at January 1, 2025		2,962,585	(350,163)	(24,323)	306,124	228,189	1,487,247	-	71,693	4,681,352	305,769	4,987,121
Capital transactions with shareholders		-	44,952	-	(29,744)	-	-	(170,026)	-	(154,818)	-	(154,818)
Share-based compensation plan	24	-	-	-	15,208	-	-	-	-	15,208	-	15,208
Interest on shareholders' equity	23	-	-	-	-	-	-	(170,026)	-	(170,026)	-	(170,026)
Disposal of treasury shares	22	-	44,952	-	(44,952)	-	-	-	-	-	-	-
Total comprehensive income		-	-	-	-	-	-	383,365	(12,732)	370,633	12,317	382,950
Profit for the period		-	-	-	-	-	-	383,365	-	383,365	12,317	395,682
Cumulative adjustment for currency exchange		-	-	-	-	-	-	-	(12,732)	(12,732)	-	(12,732)
Balances at June 30, 2025		2,962,585	(305,211)	(24,323)	276,380	228,189	1,487,247	213,339	58,961	4,897,167	318,086	5,215,253

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

			Capital Reserves		Profit reserves		Carrying value adjustments				
	Capital	Treasury shares	Transaction between shareholders	Capital Reserve	Legal Reserve	Retaining earnings	Retained earnings	Other comprehensive income	Total Equity	Non-controlling interests	Total shareholders' equity
Balances at January 1, 2024	2,962,585	(283,445)	(24,323)	762,616	192,313	1,070,406	-	40,422	4,720,574	292,097	5,012,671
Capital transactions with shareholders	-	(261,647)	-	(29,094)	-	-	-	-	(290,741)	-	(290,741)
Share-based compensation plan	-	-	-	21,677	-	-	-	-	21,677	-	21,677
Disposal of treasury shares	-	50,771	-	(50,771)	-	-	-	-	-	-	-
Purchase of treasury shares	-	(312,418)	-	-	-	-	-	-	(312,418)	-	(312,418)
Total comprehensive income	-	-	-	-	-	-	241,521	16,218	257,739	8,555	266,294
Profit for the period	-	-	-	-	-	-	241,521	-	241,521	8,555	250,076
Cumulative adjustment for currency exchange	-	-	-	-	-	-	-	16,218	16,218	-	16,218
Balances at June 30, 2024	2,962,585	(545,092)	(24,323)	733,522	192,313	1,070,406	241,521	56,640	4,687,572	300,652	4,988,224

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

(A free translation of the original in Portuguese)

TOTVS S.A.
Statement of Cash Flows
For the six-month ended June 30, 2025 and 2024

(In thousands of Reais)

	Note	Individual		Consolidated	
		01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024
Cash flow from operating activities					
Profit before income and social taxes		405,812	315,224	501,423	389,916
Adjustments for:					
Depreciation and amortization	13/ 14	113,783	98,895	174,396	157,636
Share-based payments transactions	24	15,512	19,512	26,755	19,512
(Gain) Losses on write-off/ sale of property, plant and equipment and intangible assets		2,406	(7,010)	3,973	(7,056)
Impairment loss on trade and other receivables	7	16,528	11,891	28,614	29,504
Share of profit/ (losses) of equity-accounted investees	12	(131,756)	(67,114)	(3,128)	7,822
Provision for contingencies	20	14,742	6,190	15,598	6,470
(Reversion) provision on other obligations and others		(795)	(747)	16,458	(1,602)
Interest and monetary variations and exchange variations differences, net		129,386	105,730	140,428	135,796
		565,618	482,571	904,517	737,998
Changes in operating assets and liabilities					
Trade and other receivables		(108,101)	(28,340)	(137,929)	(69,212)
Recoverable taxes		(39,929)	(7,403)	(49,120)	(18,691)
Judicial deposits		(3,779)	708	(4,499)	1,074
Other assets		(96,614)	(59,383)	(132,890)	(86,889)
Labor liabilities		95,183	64,490	132,221	109,656
Trade and other payables		12,398	27,827	12,833	37,133
Commissions payable		(5,930)	(11,036)	(4,750)	(12,777)
Taxes and contributions payable		34,670	829	25,444	(6,967)
Other liabilities		(15,368)	(8,729)	(14,108)	(6,777)
Cash generated from operating activities		438,148	461,534	731,719	684,548
Interest paid		(80,713)	(99,136)	(82,476)	(100,244)
Tax paid		(39,065)	(37,596)	(101,005)	(95,750)
Net cash from operating activities		318,370	324,802	548,238	488,554
Cash flow (used in)/ generated by investing activities					
Capital increase in subsidiaries/ associates	12.2	(12,393)	(142,137)	-	-
Dividends received		57,792	105,196	-	-
Acquisition of property, plant and equipment	13	(85,239)	(51,288)	(93,714)	(60,784)
Acquisition of intangible assets	14	(43,439)	(71,185)	(52,006)	(78,078)
Franchises loan		2,633	7,406	6,215	7,406
Acquisitions of subsidiaries, net of cash acquired		-	-	-	(583,573)
Payments from acquisitions of subsidiaries		-	-	(114,167)	(314,990)
Proceeds from sale of subsidiaries, net of cash		-	21,144	-	21,144
Proceeds from sale of property, plant and equipment and intangibles		1,713	7,960	2,549	8,305
Fundo CVC investment		(23,827)	(26,010)	(23,827)	(26,010)
Cash (used in)/ generated from RJ Participações		-	-	(1,744)	1,944
Net cash used in investing activities		(102,760)	(148,914)	(276,694)	(1,024,636)
Cash flow (used in the) /generated by financing activities					
Payment of principal of loans		-	(32,083)	-	(40,372)
Payment of principal of debentures		-	-	-	(5,000)
Payment of principal of lease liabilities		(31,715)	(24,790)	(37,542)	(30,065)
Receivables from related companies		(713)	2,151	-	-
Dividends and interest on shareholders' equity paid		(81,924)	-	(81,924)	-
Repurchase of shares		-	(312,418)	-	(312,418)
Net cash used in the financing activities		(114,352)	(367,140)	(119,466)	(387,855)
Net (Decrease) Increase in cash and cash equivalents		101,258	(191,252)	152,078	(923,937)
Cash and cash equivalents at beginning of the period		991,050	1,466,321	1,942,162	3,129,162
Cash and cash equivalents at the end of the period		1,092,308	1,275,069	2,094,240	2,205,225

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

TOTVS S.A.
Statements of Value Added
For the six-month ended June 30, 2025 and 2024
(In thousands of Reais)

	Individual		Consolidated	
	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024
1 – REVENUES	2,029,401	1,729,814	3,225,786	2,779,695
1.1 Revenues of contract with customer	2,045,880	1,731,377	3,284,065	2,811,600
1.2 Other revenue	49	10,328	(29,665)	(2,401)
1.3 Impairment loss on trade and other receivables (recording)	(16,528)	(11,891)	(28,614)	(29,504)
2 - RAW MATERIALS ACQUIRED FROM THIRD-PARTIES (including ICMS and IPI taxes)	(568,798)	(466,007)	(795,307)	(669,559)
2.1 Cost of goods and services sold	(64,284)	(84,795)	(76,799)	(98,800)
2.2 Materials, energy, outsourced services and other	(504,965)	(381,513)	(721,486)	(560,048)
2.3 Loss of active amounts	-	-	2,527	(11,012)
2.4 Other	451	301	451	301
3 - GROSS VALUE ADDED (1+2)	1,460,603	1,263,807	2,430,479	2,110,136
4 - DEPRECIATION AND AMORTIZATION	(113,783)	(98,895)	(174,396)	(157,635)
5 - NET VALUE ADDED PRODUCED BY THE COMPANY (3+4)	1,346,820	1,164,912	2,256,083	1,952,501
6 - VALUE ADDED RECEIVED THROUGH TRANSFERS	196,592	141,189	142,587	148,978
6.1 Share of profit/ (losses) of equity-accounted investees	131,756	67,114	3,128	(7,822)
6.2 Finance income	64,836	74,075	139,459	156,800
7 - TOTAL VALUE ADDED TO DISTRIBUTE (5+6)	1,543,412	1,306,101	2,398,670	2,101,479
8 - VALUE ADDED DISTRIBUTION	1,543,412	1,306,101	2,398,670	2,101,479
8.1 Personnel	710,439	640,809	1,264,071	1,160,018
8.1.1 Direct Compensation	577,019	526,042	1,036,837	961,629
8.1.2 Benefits	86,575	77,404	145,538	130,138
8.1.3 FGTS (Unemployment fund)	46,845	37,363	81,696	68,251
8.2 Taxes and contributions	305,115	303,930	559,940	515,087
8.2.1 Federal	250,547	257,073	474,563	440,121
8.2.2 State	91	71	1,820	1,734
8.2.3 Local	54,477	46,786	83,557	73,232
8.3 Capital remuneration from third parties	144,493	119,841	178,977	176,298
8.3.1 Interest	144,458	119,432	177,942	171,139
8.3.2 Rents	35	409	1,035	5,159
8.4 Equity remuneration	383,365	241,521	395,682	250,076
8.4.1 Interest on shareholders' equity	170,026	-	170,026	-
8.4.3 Retained profit for the period	213,339	241,521	213,339	241,521
8.4.4 Non-controlling interest in retained profits	-	-	12,317	8,555

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

TOTVS S.A.

Notes to the Interim Financial Statements

(In thousands of Reais, unless otherwise stated)

1. Operational context

1.1 Reporting entity

TOTVS S.A. ("TOTVS", "Company" or "Individual") is a publicly held corporation headquartered at Av. Braz Leme, 1.000, in the city and state of São Paulo, whose shares are traded on the Novo Mercado of B3 S.A. – Brasil, Bolsa, Balcão ("B3"), under the code TOTS3.

1.2 Operations

The Company's business purpose is to provide business solutions for companies of all sizes, through the development and sale of management software, productivity platforms, collaboration, and data intelligence, digital marketing as well as the provision of implementation, consulting, advisory, maintenance services, e-commerce and mobility. The solutions developed by the Company and its subsidiaries are segmented by the diverse economic industry, resulting in greater importance of these solutions for our clients' business.

The Company, through its Joint Venture TOTVS Techfin, provides financial services, issuance and credit card management business, including credit analysis and intermediation of financing requests in its businesses, with a light and smart business model, that unites data science, integration with ERPs and wide distribution, in addition to access to efficient funding to support the expansion of the operation.

2. Basis of preparation and presentation of the interim financial information

2.1. Statement of compliance

The interim financial statements were prepared and are presented in accordance with the accounting practices adopted in Brazil, which comprise the rules issued by the Brazilian Securities and Exchange Commission (CVM), Brazil's Financial Accounting Standards Board (CPC) pronouncements guidance and interpretations and by the arrangements contained in the statutory law (Lei das Sociedades por Ações), which are in conformity with international accounting standards ("IFRS Accounting Standards"), issued by the International Accounting Standards Board (IASB).

All significant information in the interim financial statements, and solely such information, is disclosed and corresponds to that used by the Management of the Company and its subsidiaries.

2.2. Basis of presentation

All amounts presented in these interim financial statements are expressed in thousands of Reais, unless otherwise indicated.

The Interim Financial Statements were approved at the Board of Directors' Meeting held on August 1st, 2025, after a recommendation by the Audit Committee at a meeting held on July 30, 2025.

The main material accounting policies adopted in preparing these interim financial statements have been consistently applied to the previous periods presented.

Accounting judgments, estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events, considered reasonable under the circumstances, and are consistent with the information disclosed in note 3 of the financial statements of December 31, 2024.

These interim financial statements do not include all the requirements for annual or complete financial statements, and therefore should be read together with the complete financial statements of the Company and its subsidiaries for the year ended December 31, 2024.

2.3. Basis of preparation

The Interim financial statements were prepared using historical cost as base value, except for the valuation of certain assets and liabilities, such as business combinations and financial instruments, which were measured at fair value.

- I. **Interim financial statements:** The interim financial statements were prepared in accordance with CPC 21 (R1) and IAS 34, applicable to the preparation of interim financial information, and are present in accordance to the accounting practices adopted in Brazil, which comprises the standards issued by the CVM and pronouncements, guidance and interpretations of the Accounting Pronouncements Committee (CPC) and by the arrangements contained in the statutory law (Lei das Sociedades por Ações), which are in conformity with the international accounting standards and procedures ("IFRS Accounting Standards"), issued by the International Accounting Standards Board (IASB).
- II. **Changes in accounting policies and disclosures:** new standards, amendments and interpretations of standards were issued by the IASB and CPC, effective from January 1st, 2025, however, in Management's opinion, there are no significant impact on interim financial statements, disclosed by the Company and its subsidiaries.

2.4. Consolidation basis

The interim financial statements include the operations of the Company and the following subsidiaries, whose percentages of the interests at the reporting date are summarized as follow:

Corporate Names	Head office	Interest	Main activity	% Interest	
				06/30/2025	12/31/2024
Soluções em Software e Serviços TTS Ltda. ("TTS")	BRA	Direct	Software operation	100.00%	100.00%
TOTVS Tecnologia em Software de Gestão Ltda. ("TOTVS Gestão")	BRA	Direct	Software operation	100.00%	100.00%
VarejOnline Tecnologia e Informática Ltda. ("VarejOnline")	BRA	Indirect	Software operation	100.00%	100.00%
Feedz Tecnologia S.A. ("Feedz") (i)	BRA	Indirect	Software operation	-	60.00%
TOTVS Argentina S.A. ("TOTVS Argentina")	ARG	Direct	Software operation	100.00%	100.00%
TOTVS México S.A. ("TOTVS México")	MEX	Direct	Software operation	100.00%	100.00%
TOTVS Colômbia SAS ("TOTVS Colômbia")	COL	Indirect	Software operation	100.00%	100.00%
TOTVS Incorporation ("TOTVS Inc.")	EUA	Direct	Software operation	100.00%	100.00%
Dimensa S.A. ("Dimensa")	BRA	Direct	Software operation	62.50%	62.50%
Quiver Desenvolvimento e Tecnologia Ltda. ("Quiver Desenvolvimento")	BRA	Indirect	Software operation	62.50%	62.50%
Quiver Soluções de Tecnologia Ltda. ("Quiver Soluções")	BRA	Indirect	Software operation	62.50%	62.50%
RBM Web - Sistemas Inteligentes LTDA ("RBM Web")	BRA	Indirect	Software operation	62.50%	62.50%
TOTVS Serviços de Desenvolvimento e Consultoria em Tecnologia da Informação Ltda. ("Eleve")	BRA	Direct	Software operation	100.00%	100.00%
Datasul S.A. de CV. ("Datasul México") (iv)	MEX	Direct	Software operation	100.00%	100.00%
TOTVS Hospitality Ltda. ("TOTVS Hospitality")	BRA	Direct	Software operation	73.12%	74.50%
TOTVS Hospitality Technology Argentina S.A (former CM Soluciones Informatica S.A.) ("TOTVS Hospitality Argentina")	ARG	Indirect	Software operation	100.00%	100.00%
TOTVS Reservas Ltda. ("TOTVS Reservas")	BRA	Indirect	Software operation	100.00%	100.00%
TOTVS Hospitality Chile SpA ("TOTVS Chile")	CHL	Indirect	Software operation	100.00%	100.00%
TOTVS Large Enterprise Tecnologia S.A. ("TOTVS Large")	BRA	Direct	Software operation	100.00%	100.00%
Lexos Solução em Tecnologia Ltda. ("Lexos")	BRA	Indirect	Software operation	100.00%	100.00%
RJ Participações S.A. ("RJ Participações") (ii)	BRA	Indirect	Holding - participation in other companies	80.00%	80.00%
R.J. Consultores en Sistemas de Información S.C. ("RJ México") (ii)	MEX	Indirect	Software operation	80.00%	80.00%
R.J. Consultores e Informática Ltda. ("RJ Consultores") (ii)	BRA	Indirect	Software operation	80.00%	80.00%
Wealth Systems Informática Ltda. ("WS") (iii)	BRA	Indirect	Software operation	-	100.00%
CMNet Participações S.A. ("CMNet Participações")	BRA	Indirect	Holding - participation in other companies	100.00%	100.00%
TOTVS Hospitality Ltda. ("TOTVS Hospitality")	BRA	Indirect	Software operation	26.88%	25.50%

RD Gestão e Sistemas S.A. ("RD Station")	BRA	Indirect	Software operation	100.00%	100.00%
Exact Desenvolvimento e Programação de Software Ltda. ("Exact Sales")	BRA	Indirect	Software operation	100.00%	100.00%
DTS Consulting Partner, SA de CV ("Partner") (iv)	MEX	Indirect	Software operation	100.00%	100.00%
Bematech Argentina S.A. ("Bematech Argentina") (iv)	ARG	Indirect	Software operation	100.00%	100.00%
TOTVS Renda Fixa Crédito Privado Fundo de Investimento em Cotas de Fundos de Investimento ("Fundo Restrito")	BRA	Direct	Restricted investment fund	100.00%	100.00%
CV Idexo Fundo de Investimento em Participações Multiestratégia Investimento no Exterior ("Fundo CV Idexo")	BRA	Direct	Equity investment fund	100.00%	100.00%

(i) On March 25, 2025, TOTVS Gestão acquired 40% of remaining interests from Feedz, holding 100% of shares. On May 1st, 2025, Feedz was merged by TOTVS Gestão for the net assets of R\$5,346 in which were evaluated by experts who issued the evaluation report of the Shareholders' equity in the base date on March 31, 2025. The variations in the accounts occurred after the base date until the data of effective merger were absorbed by the TOTVS Gestão;

(ii) On March 13, 2025, the direct subsidiary TOTVS Large sold the totality of interests in RJ Participações, corresponding to 80% of total ordinary shares. This transaction depends on the approval of competition authorities and the verification of other usual conditions for this type of transaction, according to note 4;

(iii) On June 1st, 2025, the indirect subsidiary Wealth Systems was merged by the, also direct subsidiary TOTVS Large for the net assets of R\$14,041 in which were evaluated by experts who issued the evaluation report of the Shareholders' equity in the base date on April 30, 2025. The variations in the accounts occurred after the base date until the data of effective merger were absorbed by the TOTVS Large;

(iv) Dormant companies that will be closed.

All balances and transactions between subsidiaries were eliminated in the consolidation. Comparing the consolidated profit or loss between 2025 and 2024, must be considered the acquisition date of each subsidiary. Thus, the interim financial information for the period ended on June 30, 2024 does not include the profit or loss of the acquired subsidiaries Ahgora, Quiver and Varejonline which were included in the consolidation from the date of their respective acquisitions.

3 Business Combination

The acquisitions of the Company and its subsidiaries reinforce the software strategy to develop an ecosystem represented by three business units: (i) TOTVS Management - ERP, HR systems, vertical solutions and specialized systems which serves 12 sectors of the economy; (ii) RD Station - solutions focused on increasing the sales, competitiveness and customer performance, through digital marketing platform, sales/ digital commerce and customer experience; and (iii) TOTVS Techfin - offers credit solutions, payments and personalized financial services, bringing profitability and liquidity for companies.

Agger acquisition

On June 9, 2025 the subsidiary Dimensa S.A., entered into an Agreement for the Sale and Purchase to acquire the entire social capital of Agger S.A., by the amount of R\$260 million, subject to adjustments in accordance with usual market practices with no earn-out payment provision.

The closing of this transaction is subject to the fulfillment of usual precedent conditions for this type of deal.

Agger is one of the leading software platforms for the insurance segment, offering broker-focused solutions that include features such as multi-calculation and policy management.

VarejOnline acquisition - December 2024

Follow a summary of the fair value in the acquisition date of the transferred consideration from VarejOnline, acquired in 2024:

<i>In thousands of Reais</i>	Note	Acquired company in 2024	
		VarejOnline	
Cash payment			40,000
Contingent consideration	19		6,015
Amount withheld	19		7,000
Price adjustment			8,117
Total consideration			61,132

Acquisition cash flow analysis	Acquired company in 2024	
	VarejOnline	
Cash paid amount in December 2024		47,000
Price adjustment payment in May 2025		(8,117)
Net (cash) acquired from subsidiary		(8,129)
Acquisition net cash flow		30,754

Identifiable intangible assets acquired and Goodwill

The following is the information related to identified assets acquired and preliminary liabilities assumed at fair value, goodwill and cost of the interest held that affected the interim financial statements position as at June 30, 2025:

Preliminary fair value	Acquired company in 2024
	VarejOnline
<i>At acquisitions date</i>	<i>12/31/2024</i>
Current assets	9,037
Cash and cash equivalents	8,129
Trade accounts and other receivable	662
Other current assets	246
Non-current assets	6,244
Property, plant and equipment	572
Software	5,015
R&D	72
Trademark	504
Non-compete	81
Current liabilities	1,933
Labor liabilities	1,002
Other liabilities	931
Net assets and liabilities	13,348
Cash payment	40,000
Short-term portion	8,117
Long-term portion (i)	13,015
Goodwill	47,784

(i) Long-term installments were recorded at present value at acquisition date.

The assets and liabilities presented at fair value from the acquired VarejOnline, above, are preliminary and if new information obtained within a period of one year from the acquisition date about facts and circumstances that existed on the acquisition date and indicate adjustments in the amounts mentioned like: intangible assets, respective goodwill and assumed liabilities, or any additional provision that existed at the acquisition date, the acquisition accounting will be revised, as provided in CPC 15/ IFRS 3.

The goodwill of R\$47,784 comprises the value of future economic benefits of synergies arising from the acquisition and align with the strategy of the Company and its subsidiaries.

Contingent considerations were recorded at fair value on the acquisition date and are presented in note 19.

VarejOnline was included in the TOTVS Management business unit in line with the TOTVS's strategy and contributed with a net consolidated revenue from services and sales of R\$7.810 and consolidated net profit of R\$588, considering the period after each acquisition date mentioned above.

The transaction cost involving the acquisition of these companies as of June 30, 2025 was R\$741, recognized in consolidated profit or loss as administrative expenses.

4 Sale of RJ Participações

On March 13, 2025, the direct subsidiary TOTVS Large celebrated Agreement for the Sale and Purchase to sell entire shares of its participation, corresponding to 80% of total ordinary shares from RJ Participações to Bus Serviços de Agendamento S.A., by the amount of R\$49,600, subject to adjustments.

The transaction closing depends on the approval of the competition authorities and the verification of other usual conditions for this type of transaction.

We present following the assets and liabilities involved disclosed in segregated lines in the Statement of Financial Position in the period ended on June 30, 2025 and year ended on December 31, 2024 and results from RJ Participações disclosed as “Discontinued Operation” in the Statements of Profit or Loss from the Company on June 30, 2025 and June 30, 2024, in which in accordance with CPC31/ IFRS 5, met the criteria of hold for sale:

	Consolidated		Consolidated
	06/30/2025		06/30/2025
Assets		Liabilities	
Current assets	7,858	Current liabilities	9,786
Cash and cash equivalents	1,664	Labor liabilities	2,613
Trade accounts and other receivable	4,857	Trade and other payable	523
Recoverable taxes	845	Taxes and contributions liabilities	685
Other assets	492	Other liabilities	5,965
Non-current assets	49,543	Non-current liabilities	60
Deferred tax assets	5,633	Other liabilities	60
Property, plant and equipment and Intangible assets	43,910		
Total Assets held for sale	57,401	Total Liabilities held for sale	9,846

	Consolidated			
	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024
Net revenue	6,415	13,143	6,540	12,668
Cost of software	(2,880)	(5,894)	(2,626)	(5,067)
Gross profit	3,535	7,249	3,914	7,601
Operating expenses	(3,486)	(6,460)	(3,175)	(6,092)
Operating profit	49	789	739	1,509
Finance income and expenses	41	(6)	19	52
Income tax and social contribution - current/ deferred	210	(332)	89	(175)
Net profit from RJ Participações consolidated	300	451	847	1,386
Net (Loss) from TOTVS Techfin business unit (i)	-	-	-	(1,085)
Net profit from discontinued operation	300	451	847	301

(i) Loss of discontinued operation from TOTVS Techfin business unit in accordance with transaction for joint venture (JV) creation with Itaú Unibanco S.A. occurred on July 31, 2023.

5 Financial instruments and sensitivity analysis of financial assets and liabilities

The Company and its subsidiaries evaluated their financial assets and liabilities based on market values using the information available and the appropriate valuation methodologies.

5.1 Financial instruments by category

The following table compares the financial instruments of the Company and its subsidiaries by class, as presented in the interim financial statements:

Consolidated	Note	Classification by category	06/30/2025	12/31/2024
Cash and cash equivalents	6	Fair Value through profit or loss	2,056,839	1,900,270
Cash and cash equivalents	6	Amortized cost	37,401	41,892
Escrow account	19	Amortized cost	203,158	202,819
Trade accounts and other receivable	7	Amortized cost	681,506	577,124
Franchises loan	11	Amortized cost	11,926	16,806
Investments at fair value	5.2	Fair Value through profit or loss	196,743	179,830
Financial Instruments assets			3,187,573	2,918,741
Debentures	18	Amortized cost	1,562,900	1,535,131
Trade accounts and other payable (i)		Amortized cost	378,099	282,319
Accounts payable from acquisition of subsidiaries	19	Fair Value through profit or loss	27,037	106,517
Accounts payable from acquisition of subsidiaries	19	Amortized cost	235,114	237,391
Call option of non-controlling interests (ii)	21	Fair Value through profit or loss	465,558	444,771
Other liabilities		Amortized cost	41,564	21,008
Financial liabilities			2,710,272	2,627,137

(i) Includes "Trade and other payables", "Commissions payable" and "Dividends payable";

(ii) Represents the call option as a result of the transaction involving B3.

The fair value of financial assets and liabilities is included in the amount for which the instrument could be exchanged in a transaction between willing parties, rather than in a forced sale or settlement. The methods and assumptions below were used to estimate fair value:

- Escrow accounts, trade and other receivables, trade and other payables and other short-term liabilities approximate their respective carrying amounts mainly, due to the short-term maturities of these instruments.
- Financial assets at fair value not traded in an active market are estimated using a valuation technique, such as discounted cash flow or multiple revenues, considering the reasonableness of the range of values indicated thereby (note 5.2).
- Loans and debentures are initially recognized at fair value, net of costs incurred in the transaction and are, subsequently, stated at amortized cost. The values recognized of loans and debentures in the interim financial statements do not differ significantly from their fair values.
- Accounts payable from acquisition of subsidiaries, includes contingent payments relating to business combinations and their fair value is estimated based on the performance of operations applied to the multiples defined in the contract (note 19).

5.2 Investments at fair value

We present, the composition of investments at fair value and respective balances on June 30, 2025 and December 31, 2024:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
CV Idexo Fundo de Investimento	111,194	85,508	111,193	85,508
GoodData	-	-	85,526	94,298
Other	-	-	24	24
Total	111,194	85,508	196,743	179,830

These investments are private companies which do not have a quoted market price in an active market. The fair value of these investments is measured by commonly used market valuation techniques, such as discounted cash flows or multiples, considering the reasonableness of the estimated range of values. The fair value measurement is the mid-point within the range that best represents the respective fair value.

Follow the detail of each group:

a) CV Idexo Fundo de Investimento em Participações

On March 08, 2022 was constituted the CV Idexo Fundo de Investimento em Participações Multiestratégia Investimento no Exterior, a Corporate Venture Capital (CVC), whose purpose is to invest in startups with high potential of growth and innovation. The Company majority shareholder from the Fund, in which is managed by an independent manager.

b) GoodData

TOTVS' investments in startups are made within a medium-term strategy, with output planned for when the expected financial returns are achieved, and are recognized as financial instruments. Furthermore, this investment is composed by shares with liquidation preference. The fair value of this investment resulted in a positive adjustment of R\$2,527 in the consolidated profit or loss in 2025 in the rubric "Other operating income/expenses".

5.3 Sensitivity analysis of financial assets and liabilities

The financial instruments of the Company and its subsidiaries are represented by trade and other receivables, trade and other payables, loans and debentures, which are recorded at cost plus income or charges incurred, or at fair value, where applicable, as at June 30, 2025 and December 31, 2024.

The main risks related to the Company's operations are linked to the variation of Brazilian Interbank Deposit Floating Rate (CDI).

a) Financial assets

In order to check the sensitivity of the index in the short-term investments to which the Company and its subsidiaries are exposed to risk in interest rate movement as of June 30, 2025, three different scenarios were defined. Based on projections disclosed by financial institutions, the average rate for CDI is 13.69% per annual, which was defined as a probable

scenario (scenario I). Based thereon, variations of 25% (scenario II) and 50% (scenario III) were calculated.

For each of these scenarios the “gross finance income” was estimated, with taxes on investment returns not included. The reference date for the portfolio was June 30, 2025, with a one-year projection to check the sensitivity of CDI to each scenario.

Operation	Note	Balances on 06/30/2025	Risk	Probable Scenario I	Scenario II	Scenario III
Consolidated financial investments	6	2,073,766	Reduction CDI	13.69%	10.27%	6.85%
Estimated finance income				283,899	212,976	142,053

b) Financial liabilities

To evaluate the sensitivity of the indexes to which the Company and its subsidiaries are exposed when estimating the debts as at June 30, 2025, three different scenarios were created. Based on CDI rates in force on this date, the most probable scenario (scenario I) was determined for 2025 and, from this, variations of 25% (scenario II) and 50% (scenario III) were calculated.

For each scenario, the gross financial expense was calculated, without the related tax impacts and the maturity flow of each contract scheduled for 2025. The reference date used for the debentures was June 30, 2025, projecting the rates for one year and checking their sensitivity in each scenario.

Operation	Note	Balances on 06/30/2025	Risk	Probable Scenario I	Scenario II	Scenario III
Debentures	18	1,562,900	Increase CDI	13.69%	17.11%	20.54%
Estimated finance expense				213,961	267,412	321,020

5.4 Changes in liabilities from financing activities

Liabilities arising from financing activities are liabilities for which cash flows were or will be classified in the individual and consolidated statements of cash flows as cash flows from financing activities.

The following is a breakdown of liabilities arising from financing activities for the six-month period ended on June 30, 2025:

Consolidated	Note	12/31/2024	Payments of principal and interests (i)	Non-cash items			06/30/2025
				Addition/ Remeasurement (Write off)	Interest incurred	Liability held for sale	
Lease liabilities	17	126,418	(42,058)	41,624	3,848	(32)	129,800
Debentures	18	1,535,131	(77,960)	-	105,729	-	1,562,900
Dividends and Interest on shareholders' equity payable	23	1,222	(81,924)	170,026	-	-	89,324
Total		1,662,771	(201,942)	211,650	109,577	(32)	1,782,024

(i) Includes interest paid allocated in the cash flow from operating activities.

5.5 Financial risk management

The main financial risks to which the Company and its subsidiaries are exposed when conducting their activities are:

a. Liquidity Risk

The Company's and its subsidiaries' liquidity and cash flow are monitored daily by Company Management areas to ensure the generation of cash from operating activities and early fundraising, whenever necessary. The Company and its subsidiaries reinforces its commitment to resource management in order to maintain its schedule of commitments, not giving rise to liquidity risks for the Company and its subsidiaries.

Typically, the Company and its subsidiaries ensure that it have sufficient cash at sight to cover expected operating expenses, including the compliance with financial obligations; which excludes the potential impact of extreme situations that cannot be reasonably foreseen, such as natural disasters. The Company and its subsidiaries have access to a sufficient variety of funding sources, if necessary.

b. Credit risk

Credit risk is the risk that the counterparty in a deal will not fulfill an obligation set forth in a finance instrument or contract with a customer, which would cause a financial loss.

Regarding the credit risk associated with financial institutions, the Company and its subsidiaries distribute this exposure among financial institutions. Financial investments must be made in institutions whose risk rating is equal to or greater than the Sovereign Risk (Brazil Risk) assigned by the rating agencies Standard & Poor's, Moody's or Fitch and in the case of investment in investment funds, the referred classification will be replaced by the classification "Investment Grade", attributed by ANBIMA, whose allocation of resources should be, exclusively, in public titles and/ or private credit bank, in this last case, limited to 15% of Shareholder's equity from the Fund. The amount allocated to each issuer, except Union/ Federal Government Bonds, cannot exceed 30% of the total balances in current accounts plus financial investments, and also not correspond to more than 5% of the shareholders' equity of the issuer or investment fund.

The exposure of the Company and its subsidiaries to credit risk is also influenced also by the individual characteristics of each customer. The Company and its subsidiaries establish a credit policy whereby every new customer has its credit capacity individually analyzed prior to the standard payment terms and conditions.

For the trade and other receivables from software operation of the Company and its subsidiaries, it has a very diversified customer portfolio with low concentration level and establishes an estimate of the provision for losses that represents its estimate of losses incurred in relation to trade and other receivables. The main component of this allowance is specific and related to significant individual risks.

c. Market risk

Interest rate and inflation risk: interest rate risk arises from the portion of the debt and financial investments related to CDI, which can adversely affect the finance income or expenses in the event of unfavorable changes in the interest rate and inflation.

Exchange rate risk: this risk arises from the possibility of losses due to currency rate fluctuations that could increase the liabilities resulting from foreign currency purchase commitments or that could reduce the assets resulting from trade and other receivables in foreign currency.

Certain subsidiaries have international operations and are exposed to exchange risk arising from exposures in some currencies, such as the U.S. Dollar (USD), Argentinean Peso (ARS), Mexican Peso (MXN), Chilean Peso (CLP) and Colombian Peso (COP).

The Company and its subsidiaries ensure that its net exposure is maintained at an acceptable level in accordance with the policies and limits defined by Management and the economics and political factors in each of these companies, being the position in the period ended on June 30, 2025 the balance of assets exceeds the negative balances from liabilities exposed, as follows:

06/30/2025						
Company	Trade and other payables	Cash and cash equivalents	Trade and other receivables	Other assets (i)	Net exposure	Currency exposure
CMNet Participações	(18)	645	76	9	712	Peso (CLP)
Hospitality Argentina	(237)	411	554	31	760	Peso (ARS)
TOTVS S.A.	(101)	94	2,253	-	2,247	USD
TOTVS México	(54)	-	4,490	-	4,436	Peso (MXN)
TOTVS Argentina	(512)	-	1,218	-	706	Peso (ARS)
TOTVS Colômbia	(840)	-	3,633	-	2,793	Peso (COP)
TOTVS Incorporation	(320)	-	-	85,526	85,206	USD
Other	(38)	-	18	-	(19)	
Total	(2,120)	1,151	12,242	85,566	96,840	

(i) Includes in the column "Other assets" the amount of R\$85,526 on June 30, 2025 (R\$94,298 on December 31, 2024) regarding to financial investments described in note 5.2.

d. Derivatives

The Company and its subsidiaries did not maintain financial derivative transactions in the reported periods, except by the investment fund described in note 6.

5.6 Capital management

The capital management of the Company is intended to ensure a strong credit rating with institutions and an optimal capital ratio in order to drive the businesses of the Company and maximize value for shareholders.

The Company and its subsidiaries control its capital structure by adjusting and adapting to current economic conditions. To maintain this structure, the Company and its subsidiaries may pay dividends, repurchase shares, take out new loans and issue debentures.

The Company and its subsidiaries compose the net debt structure including loans, debentures and acquisition payable from subsidiaries, less the balance of cash and cash equivalents and escrow account.

	Note	Individual		Consolidated	
		06/30/2025	12/31/2024	06/30/2025	12/31/2024
Debentures	18	1,562,900	1,535,131	1,562,900	1,535,131
Accounts payable from acquisition of subsidiaries	19	8,057	7,643	262,151	343,908
(-) Cash and cash equivalents	6	(1,092,308)	(991,050)	(2,094,240)	(1,942,162)
(-) Escrow account	19	(7,969)	(7,554)	(203,158)	(202,819)
Net debt/ (cash)		470,680	544,170	(472,347)	(265,942)
Shareholders' equity		4,897,167	4,681,352	4,897,167	4,681,352
Non-controlling interests		-	-	318,086	305,769
Shareholders' equity and net debt		5,367,847	5,225,522	4,742,906	4,721,179

6 Cash and cash equivalents

Cash and cash equivalents are maintained for meeting short-term cash requirements and for strategic investment or other purpose of the respective transaction and subject to a minimal risk of change of its value.

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Cash and banks	608	343	20,474	21,285
Cash equivalents	1,091,700	990,707	2,073,766	1,920,877
Investment fund	1,080,028	979,827	2,056,839	1,900,270
CDB	10,412	10,880	10,412	19,762
Others	1,260	-	6,515	845
	1,092,308	991,050	2,094,240	1,942,162

The Company and its subsidiaries have financial investment policies, which establish that the investments focus on low risk securities and investments in top-tier financial institutions.

The Company and its subsidiaries concentrate its investments in an exclusive investment fund. The fund is composed of investment fund shares whose portfolio is made up of highly-liquid fixed-income assets. The eligible assets in the portfolio structure are mainly government debt securities, which present low credit risk and volatility. The investments of the Company and its subsidiaries are substantially remunerated by reference to the CDI variation, which averaged 100.21% of the CDI for the period ended on June 30, 2025 (100.28% as of December 31, 2024).

Following is the breakdown of the exclusive investment fund portfolio:

	06/30/2025	12/31/2024
Post interest		
Cash and CPR (i)	57.20%	51.87%
Private credit	3.81%	5.46%
Public titles	38.76%	42.35%
Derivatives	0.22%	0.32%
Pre interest		
Private credit	0.23%	0.32%
Derivatives	-0.22%	-0.32%
Total	100.00%	100.00%

(i) CPR: committed operation backed by public securities.

7 Trade accounts and other receivable

Trade accounts and other receivable amounts in the domestic and foreign market are as follows:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Domestic market	509,694	410,663	734,050	623,000
Foreign market	2,932	1,962	15,754	16,474
Trade of domestic and foreign market	512,626	412,625	749,804	639,474
(-) Impairment loss on trade and other receivables	(45,041)	(36,613)	(68,298)	(62,350)
Total trade accounts and other receivable	467,585	376,012	681,506	577,124
Current assets	457,342	366,378	666,368	563,328
Non-current assets (i)	10,243	9,634	15,138	13,796

(i) Long-term trade accounts and other receivable refer basically to the sale of software licenses, software implementation and customization services, and are presented net of adjustment to present value.

Changes in the impairment loss on trade accounts and other receivable are as follows:

	Individual	Consolidated
	06/30/2025	06/30/2025
Opening balance	36,613	62,350
Additional allowance	16,528	28,614
Write-off of impairment loss	(8,100)	(22,229)
Acquisition of subsidiaries	-	512
Assets held for sale	-	(912)
Exchange variation	-	(37)
Ending balance	45,041	68,298

7.1 Aging list of domestic and foreign market

Aging list of amounts trade accounts and other receivable at June 30, 2025 and December 31, 2024, are as follows:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Falling due	356,938	277,607	518,966	417,839
Unbilled	76,915	64,505	110,320	103,317
Overdue				
1 to 30 days	16,422	20,039	25,611	32,939
31 to 60 days	7,108	7,381	12,373	11,912
61 to 90 days	6,264	4,856	10,122	9,810
91 to 180 days	12,556	9,315	20,849	16,297
181 to 360 days	14,094	12,149	18,658	22,032
More than 361 days	22,329	16,773	32,905	25,328
Gross trade and other receivables	512,626	412,625	749,804	639,474
(-) Impairment loss on trade and other receivables	(45,041)	(36,613)	(68,298)	(62,350)
Net trade and other receivables	467,585	376,012	681,506	577,124

Management believes that the risk related to software trade accounts and other receivables in general is mitigated by the fact that the customer portfolio of the Company and its subsidiaries are diluted in quantity and also throughout various operating segments. In general, the Company and its subsidiaries do not require any guarantee on installment sales.

8 Recoverable taxes

The amounts of recoverable taxes for the six-month period ended on June 30, 2025 and year ended on December 31, 2024 are as follows:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Income tax to offset (i)	29,642	31,528	49,134	48,178
Social contribution tax to offset (i)	24,515	13,200	29,061	19,800
Others (ii)	9,871	9,424	15,776	15,541
	64,028	54,152	93,971	83,519
Current assets	64,028	54,152	93,917	83,519
Non current assets	-	-	54	-

- (i) Refers to withholding income and social contribution tax credits in the current year and income and social contribution tax credits to offset from previous years, as well as payments of estimated taxes in the current year;
(ii) Contemplates extemporaneous credit of PIS and COFINS that are expected to be offset in the next 12 months.

9 Income taxes

Current and deferred income and social contribution taxes were recorded pursuant to the current rates in force. Deferred income and social contribution taxes are calculated on accumulated tax losses and social contribution negative basis, respectively, as well as temporary differences.

9.1 Reconciliation of income tax expenses

The reconciliation of expenses calculated by applying the income tax and social contribution rates is as follows:

	Individual		Consolidated	
	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024
Income before taxes	405,812	315,224	501,423	389,916
Income tax and social contribution at combined nominal rate of 34%	(137,976)	(107,176)	(170,484)	(132,571)
Adjustments for the statement of effective rate				
Share of profit/ (losses) of equity-accounted investees	46,303	24,325	1,064	(2,903)
Law No. 11.196/05 (Incentive for research and development)	10,346	10,239	16,302	15,784
Interest on shareholders' equity (i)	57,809	-	57,809	-
Effect of subsidiaries subject to special rates	-	-	(5,539)	(10,192)
Participation of administrators	(2,182)	(1,464)	(2,386)	(1,503)
Workers' Meal Program (PAT)	393	984	1,451	1,806
Others	2,409	(912)	(4,409)	(10,562)
Income tax and social contribution expense	(22,898)	(74,004)	(106,192)	(140,141)
Current income taxes	(21,851)	(55,313)	(97,062)	(123,195)
Deferred income taxes	(1,047)	(18,691)	(9,130)	(16,946)
Effective rate	5.6%	23.4%	21.2%	35.8%

- (i) Income tax and social contribution regarding deliberation of interest on shareholders' equity in accordance to note 23.

9.2 Breakdown of deferred income tax and social contribution

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Income tax losses	-	-	74,986	68,149
Deriving from temporary differences:				
Difference between tax and accounting bases of goodwill (i)	31,043	29,887	144,450	144,247
Tax benefit from goodwill amortization	(111,717)	(111,289)	(282,131)	(257,538)
Provision for commissions	8,194	11,618	12,191	15,677
Deferred income or revenues and/or to be invoice	(4,823)	1,457	2,888	6,868
Impairment loss on trade and other receivables	15,314	12,448	21,112	19,424
Provision for contingencies and other obligations	27,575	28,682	34,103	36,058
Provision for trade and other payables	38,091	28,775	47,304	37,074
Provision for share-based payments	42,821	46,665	53,063	57,493
Present value adjustment	544	380	59,890	58,419
Participation in profits and results	15,160	14,909	23,509	21,664
Others (ii)	18,262	17,979	33,600	32,236
Net deferred income and social contribution taxes	80,464	81,511	224,965	239,771
Deferred tax assets	80,464	81,511	245,119	253,511
Deferred tax liabilities (iii)	-	-	20,154	13,740

(i) Contemplates deferred income tax and social contribution by the fiscal base difference from the subsidiary Tallos, merged by the, also, subsidiary RD Station;

(ii) Contemplates deferred income and social taxes of temporary differences from leases, and others;

(iii) Included in "other liabilities" in the non-current liability.

The Company and its subsidiaries are presenting the deferred income tax and social contribution as net in the non-current asset or non-current liability by legal entity.

On June 30, 2025 there was a deferred tax asset of R\$17,093 (R\$16,526 on December 31, 2024) regarding to the tax loss and negative basis of social contribution, in addition to temporary differences from the subsidiaries Exact and Lexos, which are not reflected in the Statement of Financial Position, given that these companies do not have a historical of taxable profits and no expectation of future taxable profits.

Changes in deferred income taxes are as follows:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Opening balance	81,511	87,710	239,771	138,779
Expense in statement of profit or loss	(1,047)	(6,392)	(9,130)	100,281
Other comprehensive income	-	193	-	193
Acquisitions of subsidiary	-	-	-	472
Companies sold/ closed (i)	-	-	-	(250)
Assets held for sale (ii)	-	-	(5,676)	90
Others	-	-	-	206
Ending balance	80,464	81,511	224,965	239,771

(i) The amount is regarding VT Comércio, shut down on April 30, 2024;

(ii) Assets held for sale, regarding sale of RJ Participações, in accordance to note 4.

10 Related party balances and transactions

Related-parties transactions are carried out under conditions and prices established by the

parties, and balances between the Individual and its subsidiaries are eliminated for purposes of consolidation.

10.1 Trade and other receivables and payable with subsidiaries and joint arrangements

As of June 30, 2025, the main balances of assets and liabilities and revenues and costs on June 30, 2025 and 2024 are as follows:

Company	06/30/2025			01/01/2025 to 06/30/2025		01/01/2024 to 06/30/2024	
	Trade and other receivables	Other Assets (iv)	Trade and other payables	Revenues	Costs	Revenues	Costs
Subsidiaries							
Dimensa (i)	140	1,969	762	15,472	582	9,202	566
Exact	-	-	-	2	477	-	499
RD Station	105	-	73	1,309	515	895	333
Other (v)	121	1,336	400	354	1,398	2,219	10,929
Total transactions with subsidiaries	366	3,305	1,235	17,137	2,972	12,316	12,327
Joint arrangements							
Techfin S.A. (ii)	-	4,746	-	6,031	-	8,997	-
Supplier (iii)	-	-	-	1,300	-	242	-
Total transactions with joint arrangements	-	4,746	-	7,331	-	9,239	-
Total	366	8,051	1,235	24,468	2,972	21,555	12,327

(i) Refers to contract of sharing costs and expenses and of partnership for commercialization of solutions from Dimensa;

(ii) Refer to contract for the sale of Techfin solutions and of sharing costs and expenses;

(iii) Refer to partnership contract between Supplier and TOTVS for the sale of Techfin solutions, software licenses and of sharing costs and expenses;

(iv) "Other assets" refers to share-based compensation plans;

(v) The amount of 2024, majority refers to the remnants commission from IP acquisition, previous to the merger date.

10.2 Transactions or relationships with shareholders and key Management personnel

Relationship company	Classification	Individual		Consolidated	
		01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024
VIP IV Empreendimentos e Participações (i)	Expense	830	797	830	797
GoodData Corporation (ii)	Expense	4,542	3,808	4,542	3,808
Instituto da Oportunidade Social (IOS) (iii)	Expense	2,954	3,079	4,217	4,330
Shipay Tecnologia S.A. (iv)	Expense	4	-	4	-
Mendelics Análise Genômica S.A.	Expense	84	-	84	-
Other revenues (v)	Revenue	110	73	127	88

(i) Property lease agreements with companies, in which some of the shareholders are key management members and also hold TOTVS shares, directly or indirectly. All lease agreements with related parties are subject to adjustments by reference to the IGP-M inflation rate, each 12 months;

(ii) Through its subsidiary TOTVS Inc., the Company holds a minority interest in the capital, and representative on the board of GoodData, which represents a related party from TOTVS, being this investment classified as fair value through profit or loss as note 5.2. On June 30, 2025, the current contracts are: (i) commercial partnership for distribution of GoodData solutions in the amount of R\$4,350 (R\$3,646 on June 30, 2024); and (ii) software licenses contract in the amount of R\$192 (R\$162 on June 30, 2024);

(iii) The Company focuses its strategic social investment on the Instituto da Oportunidade Social (IOS), being the main sponsor of the Institute, which also has the support of other partner companies and government partnerships;

(iv) Partnership contract between TOTVS S.A. and Shipay Tecnologia S.A. for commercialization of "TOTVS Pagamento Digital" solution;

(v) Contracts regarding to the software and cloud services of no representative amounts with related parties.

Some of the Company's shareholders and key management personnel directly or indirectly hold 9.07% of the Company's shares as of June 30, 2025 (9.08% as of December 31, 2024), being the indirect interest held through LC-EH Empreendimentos e Participações S.A..

10.3 Key management personal compensation

Expenses related to the Company's Managers and statutory officers' compensation are summarized as follows:

	Individual and Consolidated	
	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024
Management compensation		
Salaries, fees and payroll charges	9,691	8,256
Direct and Indirect benefits (i)	1,297	1,258
Variable bonus	6,854	7,573
Share-based payments	14,431	14,845
Total	32,273	31,932

(i) Includes depreciation expense for vehicles on loan by some Management members.

11 Other assets

Breakdown of other assets at June 30, 2025 and December 31, 2024 are follows:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Prepaid expenses (i)	252,037	188,945	269,090	200,272
Franchises loan (ii)	900	3,159	11,926	16,806
Advances to employees (iii)	55,724	22,812	91,398	39,776
Advances to suppliers	7,440	6,244	25,065	15,417
Dividends receivable (iv)	7,097	75,372	-	-
Other assets	295	881	7,314	4,826
Total	323,493	297,413	404,793	277,097
Current assets	174,785	198,864	238,249	160,575
Non-current assets	148,708	98,549	166,544	116,522

(i) Refers to the amounts of taxes paid and renewals of contracts with suppliers referring to expenses that will be incurred during next years;

(ii) Franchise loans are adjusted monthly, most by Interbank Deposit Certificate (CDI);

(iii) Represents advances from 13^o salary, vacations and other advances for employees;

(iv) Balance of dividends to receive from the subsidiaries: Dimensa, TTS, TOTVS Gestão and TOTVS Large.

12 Equity-accounted investees

The investments of the Company and its subsidiaries are assessed under the equity method. Breakdown of equity-accounted investees in subsidiaries and joint arrangements is shown follow:

12.1 Equity-accounted investees in subsidiaries and joint arrangements

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Equity-accounted investees in subsidiaries and joint arrangements	4,772,130	4,625,802	324,923	321,796
Appreciation of assets	9,715	14,143	-	-
	4,781,845	4,639,945	324,923	321,796

12.2 Equity-accounted investees changes

Changes in equity-accounted investees for the six-month period ended June 30, 2025 were as follows:

	12/31/2024	Additions/ (Reductions)	Dividends	Equity pick-up			Total	Foreign exchange/ Inflation (i)	06/30/2025
				Equity pick-up	Amortization of PPA (ii)	Discontinued operation (iii)			
TOTVS Large	2,516,124	(4,527)	-	50,594	(4,428)	(451)	45,715	(11)	2,557,301
TOTVS Gestão	256,340	26,424	-	56,871	-	-	56,871	-	339,635
TOTVS Techfin	321,796	-	-	3,128	-	-	3,128	-	324,924
TTS	852,972	1,258	-	11,094	-	-	11,094	-	865,324
TOTVS Inc.	94,663	8,076	-	(5,059)	-	-	(5,059)	(11,441)	86,239
TOTVS Hospitality	50,697	-	(11,735)	9,161	-	-	9,161	5	48,128
TOTVS México	12,223	3,423	-	(4,724)	-	-	(4,724)	(308)	10,614
TOTVS Argentina	15,751	3,538	-	(6,551)	-	-	(6,551)	(977)	11,761
Dimensa	509,616	-	-	20,528	-	-	20,528	-	530,144
Eleve	9,763	116	(3,697)	1,593	-	-	1,593	-	7,775
Total	4,639,945	38,308	(15,432)	136,635	(4,428)	(451)	131,756	(12,732)	4,781,845

(i) Includes the inflation adjustments from Argentine subsidiaries;

(ii) The goodwill and intangibles balances from TOTVS Large's acquired companies in the value of R\$9,715 (R\$14,143 on December 31, 2024) are presented in the investment composition of the individual. The amortization in the six-month period ended on June 30, 2025 and 2024 were R\$4,428;

(iii) Discontinued operation from RJ Participações detailed in note 4.

12.3 Direct subsidiaries and joint arrangements information

	Summarized financial statements as at June 30, 2025				
	Assets	Liabilities	Shareholders' Equity	Net revenue	Profit or loss of the period
TOTVS Large	2,671,197	123,160	2,548,037	153,579	50,594
TOTVS Gestão	436,466	96,831	339,635	162,037	56,871
TOTVS Techfin	675,860	26,325	649,535	6,677	6,255
TTS	1,065,347	200,023	865,324	204,048	11,094
TOTVS Inc.	87,890	1,651	86,239	2,129	(5,059)
TOTVS Hospitality	77,247	12,640	64,607	41,418	12,297
TOTVS México	19,920	9,306	10,614	17,602	(4,724)
TOTVS Argentina	27,902	16,141	11,761	36,665	(6,551)
Dimensa	975,277	127,046	848,231	120,285	32,846
Eleve	9,344	1,569	7,775	4,817	1,593

13 Property, plant and equipment

Property, plant and equipment of the Company and its subsidiaries are booked at the acquisition cost and depreciation of assets is calculated according to the straight-line method, and takes into consideration the estimated useful economic life of assets. The property, plant and equipment of the Company is broken down as follow:

	Individual							
	Computers and electronic equipment	Vehicles	Furniture and fixtures	Facilities machinery and equipment	Leasehold improvements	Rights of use (i)	Others	Total
Cost								
Balances on 12/31/2024	474,353	24,951	27,334	28,865	104,157	304,969	13,692	978,321
Additions	82,309	1,688	42	96	1,078	7,663	26	92,902
Contract remeasurement (iv)	-	-	-	-	-	9,901	-	9,901
Write-offs	(1,953)	(1,711)	(148)	-	(4)	(24,796)	(996)	(29,608)
Balances on 06/30/2025	554,709	24,928	27,228	28,961	105,231	297,737	12,722	1,051,516

Depreciation

Balances on 12/31/2024	(276,561)	(10,558)	(24,145)	(25,082)	(83,844)	(218,914)	(11,306)	(650,410)
Depreciation for the period (iii)	(36,849)	(3,941)	(641)	(605)	(4,901)	(23,104)	(993)	(71,034)
Write-offs	1,683	1,164	146	-	4	24,795	802	28,594
Balances on 06/30/2025	(311,727)	(13,335)	(24,640)	(25,687)	(88,741)	(217,223)	(11,497)	(692,850)

Net amount

Balances on 06/30/2025	242,982	11,593	2,588	3,274	16,490	80,514	1,225	358,666
Balances on 12/31/2024	197,792	14,393	3,189	3,783	20,313	86,055	2,386	327,911
Weighted average annual depreciation rate	20.14%	33.33%	12.90%	11.13%	13.17%	18.11%	49.31%	
Average useful life (years)	4 to 5	3 to 5	8 to 10	8 to 10	5	5	2 to 5	

	Consolidated							
	Computers and electronic equipment	Vehicles	Furniture and fixtures	Facilities machinery and equipment	Leasehold improvements	Rights of use (i)	Others	Total
Cost								
Balances on 12/31/2024	539,899	32,510	36,144	35,115	137,757	365,972	16,570	1,163,967
Additions	84,244	3,168	829	496	4,753	11,788	224	105,502
Contract remeasurement (iv)	-	-	-	-	-	9,836	-	9,836
Transfers	-	-	-	11	(11)	(668)	-	(668)
Exchange variation (ii)	(1,189)	(121)	(232)	(27)	(364)	(1,132)	(88)	(3,153)
Write-offs	(4,249)	(2,467)	(690)	(55)	(2,073)	(29,501)	(1,056)	(40,091)
Assets held for sale	(914)	(542)	(78)	(7)	(3)	(243)	(4)	(1,791)
Balances on 06/30/2025	617,791	32,548	35,973	35,533	140,059	356,052	15,646	1,233,602

Depreciation

Balances on 12/31/2024	(316,964)	(13,404)	(30,205)	(28,976)	(109,817)	(251,902)	(13,484)	(764,752)
Depreciation for the period (iii)	(41,832)	(4,983)	(946)	(845)	(6,846)	(29,421)	(1,348)	(86,221)
Transfers	-	-	-	-	-	668	-	668
Exchange variation (ii)	1,008	38	227	26	365	662	68	2,394
Write-offs	3,697	1,579	448	32	532	29,226	833	36,347
Assets held for sale	671	84	58	7	3	209	4	1,036
Balances on 06/30/2025	(353,420)	(16,686)	(30,418)	(29,756)	(115,763)	(250,558)	(13,927)	(810,528)

Balances on 06/30/2025	264,371	15,862	5,555	5,777	24,296	105,494	1,719	423,074
Balances on 12/31/2024	222,935	19,106	5,939	6,139	27,940	114,070	3,086	399,215
Weighted average annual depreciation rate	20.32%	33.25%	11.51%	10.80%	12.78%	21.97%	48.47%	
Average useful life (years)	4 to 5	3 to 5	8 to 10	8 to 10	5	5	3 to 5	

(i) The Company and its subsidiaries applied exceptions to the standard for short-term and low value contracts, recorded in lease expenses, on June 30, 2025, in the amount of R\$35 (R\$409 on June 30, 2024) in Individual and R\$1,035 (R\$5,159 on June 30, 2024) in Consolidated. The write-offs from right of use of real states and equipments are related to contracts whose validity was concluded;

(ii) Refers to the inflation adjustments of Argentina subsidiaries;

(iii) Depreciation and amortization amounts in the Statements of Cash Flows and Statements of Value Added are presented net of PIS/ Cofins credits on depreciation of property, plant and equipment, in the value of R\$2,831 (R\$2,178 on June 30, 2024);

(iv) Contract remeasurement represents the annual update of the leases applied to the right of use real estate's according to the indexes established in the contracts.

Breakdown of right of use for the six-month period ended June 30, 2025 is as follows:

	Consolidated		
	Right to use real estate	Right of use computers and equipment	Total assets
Balances on 12/31/2024	100,233	13,837	114,070
Additions	12,342	9,282	21,624
Write-offs	(275)	-	(275)
Transfers	(182)	182	-
Amortization	(26,479)	(2,942)	(29,421)
Interest incurred and exchange variation	(447)	(23)	(470)
Assets held for sale	(34)	-	(34)
Balances on 06/30/2025	85,158	20,336	105,494

14 Intangible assets

Intangible assets and changes in balances of this group are as follows:

	Individual							
	Software	Trademarks & patents	Customer portfolio	R&D (i)	Right of use software licenses (iv)	Others (ii)	Goodwill	Total
Cost								
Balances on 12/31/2024	590,391	67,840	323,988	134,486	-	19,786	292,873	1,429,364
Additions	20,334	-	2,145	20,960	20,323	-	-	63,762
Write-offs	-	-	(276)	(2,679)	-	-	-	(2,955)
Balances on 06/30/2025	610,725	67,840	325,857	152,767	20,323	19,786	292,873	1,490,171
Amortization								
Balances on 12/31/2024	(467,735)	(63,149)	(272,241)	(32,809)	-	(19,786)	-	(855,720)
Amortization for the period	(23,134)	-	(12,290)	(8,899)	(1,257)	-	-	(45,580)
Write-offs	-	-	142	267	-	-	-	409
Balances on 06/30/2025	(490,869)	(63,149)	(284,389)	(41,441)	(1,257)	(19,786)	-	(900,891)
Net amount								
Balances on 06/30/2025	119,856	4,691	41,468	111,326	19,066	-	292,873	589,280
Balances on 12/31/2024	122,656	4,691	51,747	101,677	-	-	292,873	573,644
Weighted average annual amortization rate	20.07%	-	18.07%	27.82%	25.02%	-	-	
Average useful life (years)	5 to 10	12,5 to 15	8 to 10	2 to 6	4	2 to 10	-	

	Consolidated							
	Software	Trademarks & patents	Customer portfolio	R&D (i)	Right of use software licenses (iv)	Others (ii)	Goodwill	Total
Cost								
Balances on 12/31/2024	989,118	143,707	806,276	167,654	-	83,627	3,381,795	5,572,177
Additions	21,522	-	2,145	28,339	20,323	-	-	72,329
Additions due to business combination	94	62	-	(345)	-	(917)	8,180	7,074
Exchange variation (iii)	(93)	-	-	-	-	-	-	(93)
Write-offs	-	-	(275)	(2,675)	-	-	-	(2,950)
Asset held for sale	(112)	-	-	(895)	-	-	(43,373)	(44,380)
Balances on 06/30/2025	1,010,529	143,769	808,146	192,078	20,323	82,710	3,346,602	5,604,157
Amortization								
Balances on 12/31/2024	(627,588)	(101,445)	(469,830)	(49,692)	-	(62,397)	-	(1,310,952)
Amortization for the period	(40,289)	(2,888)	(34,521)	(9,770)	(1,257)	(2,281)	-	(91,006)
Additions due to business combination	-	-	-	(6)	-	-	-	(6)
Exchange variation (iii)	66	-	-	-	-	-	-	66
Write-offs	-	-	141	266	-	-	-	407
Asset held for sale	112	-	-	895	-	-	-	1,007
Balances on 06/30/2025	(667,699)	(104,333)	(504,210)	(58,307)	(1,257)	(64,678)	-	(1,400,484)
Net amount								
Balances on 06/30/2025	342,830	39,436	303,936	133,771	19,066	18,032	3,346,602	4,203,673
Balances on 12/31/2024	361,530	42,262	336,446	117,962	-	21,230	3,381,795	4,261,225
Weighted average annual amortization rate	13.26%	8.78%	11.59%	27.55%	25.02%	19.84%		
Average useful life (years)	4 to 20	12 to 15	2 to 20	2 to 7	4	2 to 7		

(i) The development capitalization totaled R\$28,339 in the six-month period ended June 30, 2025 (R\$28,565 on June 30, 2024), that majority are related to the strategic plan of the Company and its subsidiaries. R&D amortization starts when development is completed and the asset is available for use or sale;

(ii) Refers to primarily non-compete rights arising from the purchase price allocation from business combinations;

(iii) Refers to the inflation adjustments of Argentina subsidiaries;

(iv) Right of use for software licenses recognized as leases in accordance with CPC 06 (R2)/ IFRS 16 - Leases.

Amortization of intangible assets is based on their estimated useful lives. Intangible assets identified, the amounts recognized, and useful lives of assets resulting from a business combination are premised on a technical study by an independent specialist firm.

14.1 Changes in goodwill

The breakdown of goodwill as of June 30, 2025 and December 31, 2024 are as follows:

	12/31/2024	Business combination	Assets held for sale	06/30/2025
Feedz	89,241	-	-	89,241
IP (i)	60,823	-	-	60,823
Ahgora	298,184	-	-	298,184
Quiver (i)	61,398	-	-	61,398
Varejonline	39,604	8,180	-	47,784
Other goodwill	888,597	-	(43,373)	845,224
CGU Management	1,437,847	8,180	(43,373)	1,402,654
CGU Dimensa	118,065	-	-	118,065
CGU RD Station	1,767,586	-	-	1,767,586
CGU Lexos	19,080	-	-	19,080
CGU Exact	39,217	-	-	39,217
Total	3,381,795	8,180	(43,373)	3,346,602

(i) In IP and Quiver, contemplate the goodwill from their subsidiaries.

14.2 Impairment of assets

The Company annually assesses Goodwill impairment test using the “value in use” methodology, through the discounted cash flow model of cash generating units, which represent the tangible and intangible assets used in the development and sale of different solutions for its clients.

In the six-month period ended June 30, 2025, the Management from the Company evaluated assumptions used on December 31, 2024 for the recoverability of its assets and did not identify material evidences that justify the necessity of provision for loss in the interim financial statements.

15 Labor liabilities

On June 30, 2025 and December 31, 2024, the balances of salaries and charges payable are broken down as follows:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Labor liabilities				
Salaries payable	46,314	33,758	92,915	71,127
Vacation payable	117,000	106,590	208,132	191,489
13th monthly salary payable	35,845	-	65,040	-
Profit sharing and bonus	49,422	47,125	75,110	70,162
Withholding Income Tax (IRRF) payable	36,290	27,748	52,716	51,198
Actuarial liabilities due to health care plan and retirement benefits (i)	3,453	3,178	3,453	3,178
Others (ii)	6,275	5,866	9,317	8,963
	294,599	224,265	506,683	396,117
Payroll liabilities				
FGTS (Unemployment Compensation Fund) payable	7,592	8,201	13,556	15,275
INSS (Social Security Tax) payable (iii)	13,679	13,938	26,803	27,287
	21,271	22,139	40,359	42,562
Total	315,870	246,404	547,042	438,679

(i) Refers to the actuarial provision for the health care plan of the participants who contributed or still contribute with fixed installments to the plan costing and even salary allowance provided for in union agreements, which the beneficiaries will be entitled after retirement;

(ii) Refers to union contribution and unapproved dispute provision;

(iii) Refers to the Employer's Social Security Contribution (CPP) provision regarding partial Payroll Tax Surcharge on vacation and salary provision.

16 Taxes and contributions liabilities

On June 30, 2025 and December 31, 2024, the balances of taxes and contributions liabilities are broken down as follows:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Federal Social Security Tax on Gross Revenue (CPRB) (i)	22,429	23,928	29,582	32,787
Service Tax (ISS) payable	9,743	9,034	14,756	13,935
PIS and COFINS payable	50,450	44,224	67,567	59,298
IRPJ and CSLL payable	-	-	15,476	12,753
Withholding IR and CSLL	2,072	1,478	2,423	1,816
Other taxes	2,720	1,394	2,011	2,061
Total	87,414	80,058	131,815	122,650
Current liabilities	87,414	80,058	131,815	122,612
Non-current liabilities (ii)	-	-	-	38

(i) Social security contribution on gross revenue;

(ii) Correspond to the installment payment of federal taxes of the acquired and are inserted in the rubric "other liabilities" in statement of financial position.

17 Lease liabilities

Lease liability, at the commencement date, is measured at the present value of the lease payments that are not paid at that date. The lease payments shall be discounted using the interest rate implicit in the lease.

The lease liabilities transactions are as follows:

	Annual financial charges	Individual		Consolidated	
		06/30/2025	12/31/2024	06/30/2025	12/31/2024
Lease liabilities	(i)	104,438	98,090	129,800	126,418
Current liabilities		57,718	45,663	67,315	58,133
Non-current liabilities		46,720	52,427	62,485	68,285

(i) Weighted average nominal interest rate or the lease of real property right of use is 10.53% p.a., 14.01% p.a. for lease of the right to use electronic equipment and 15.35% p.a. for the lease of right of use of software licenses.

Amounts recorded in non-current liabilities as at June 30, 2025 and December 31, 2024 have the following maturity schedule:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
2026	26,937	40,340	29,630	46,069
2027	11,879	9,070	14,945	11,317
2028	4,315	2,017	7,122	3,954
2029	3,065	1,000	5,725	2,763
2030	524	-	2,218	4,182
2031 onwards	-	-	2,845	-
Non-current liabilities	46,720	52,427	62,485	68,285

Follow are the breakdown of lease liabilities as of June 30, 2025:

	Individual	Consolidated
	06/30/2025	06/30/2025
Opening balance	98,090	126,418
Additions/ remeasurement from right of use leases	37,886	41,947
Interest incurred	2,930	3,848
Write-offs of right of use leases	-	(323)
Liability held for sale	-	(32)
Interest amortization	(2,753)	(4,516)
Principal amortization	(31,715)	(37,542)
Closing balance	104,438	129,800

a) Lease liabilities

Lease obligations are guaranteed by chattel mortgage of leased assets. The table as follow shows gross liabilities of finance leases as of June 30, 2025 and December 31, 2024:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Gross lease liabilities – minimum lease payments				
Less than one year	62,300	49,822	73,224	63,744
More than one year and less than five years	49,467	51,651	64,562	60,602
More than five years	-	3,154	3,374	12,714
	111,767	104,627	141,160	137,060
Future financing charges on finance leases	(7,329)	(6,537)	(11,360)	(10,642)
Present value of lease liabilities	104,438	98,090	129,800	126,418
Current liabilities	57,718	45,663	67,315	58,133
Non-current liabilities	46,720	52,427	62,485	68,285

18 Debentures

On July 19, 2024, the Company approved the 5th issue of simple debentures, non-convertible, unsecured debentures, in a single series for public distribution, exclusively destined for professional investors, in the total amount of R\$1,500,000, at face value of R\$1. The Unit Face Value or the Unit Face Value balance, as the case may be, remuneratory interest incurred corresponding to 100.00% of the accumulated variation of the average daily rates of the DI Interbank Deposits – DI, “over extra-group”, plus an exponential spread equivalent to 0.95% per year on a 252 Business Day basis.

18.1 Composition

On June 30, 2025 and December 31, 2024, the balances were broken down as follows:

Description	Debentures	Unit Price	Annual financial charges	Maturity	Individual and Consolidated	
					06/30/2025	12/31/2024
5th Issue of Debentures - Single Series	1,500,000	1	100% from CDI + Spread 0.95% p.a.	07/19/2031	1,562,900	1,535,131
Current liabilities					88,182	62,845
Non-current liabilities					1,474,718	1,472,286

18.2 Changes

	Individual and Consolidated
	06/30/2025
Opening Balance	1,535,131
Interest incurred	105,729
(-) Interest amortization	(77,960)
Ending balance	1,562,900

The maturities of redemption in non-current liabilities are presented as follows:

	Individual and Consolidated	
	06/30/2025	12/31/2024
Maturity		
2028	362,479	360,047
2029	370,015	370,015
2030	369,956	369,955
2031	372,268	372,269
Non-current liabilities	1,474,718	1,472,286

18.3 Covenants

The debentures have redeemed in advance clauses ("covenants") normally applicable to these types of operations related to compliance with economic-financial ratios. The financial index applied to this deed derives from the coefficient of dividing the net debt by the Adjusted EBITDA, which must be equal to or less than 4 times. This indicator does not consider for the debt and EBITDA, the effects arising from IFRS 16, as well as the liabilities, EBITDA and cash and cash equivalents from TOTVS Techfin S.A. and its subsidiaries are not being considered.

These restrictive clauses (not reviewed by the independent auditors), have been complied with and do not limit the ability to conduct the normal course of operations.

19 Accounts payable from acquisition of subsidiaries

Accounts payable from the acquisitions of subsidiaries refer to amounts due to the previous shareholders of the acquired companies, with payment in installments or guarantees given. These amounts are recorded in current and non-current liabilities, as follows:

	Individual					
	06/30/2025			12/31/2024		
	Contingent payments	Other amounts payable	Total	Contingent payments	Other amounts payable	Total
Datasul MG	-	7,132	7,132	-	6,761	6,761
Seventeen	-	342	342	-	329	329
Other	-	583	583	-	553	553
Total	-	8,057	8,057	-	7,643	7,643
Current liabilities	-	8,057	8,057	-	7,643	7,643

	Consolidated					
	06/30/2025			12/31/2024		
	Contingent payments	Other amounts payable	Total	Contingent payments	Other amounts payable	Total
RD Station	-	32,862	32,862	-	30,891	30,891
Feedz (i)	-	9,042	9,042	72,044	8,498	80,542
Quiver	17,251	14,350	31,601	23,300	16,297	39,597
Supplier	-	21,949	21,949	-	20,866	20,866
IP	-	35,468	35,468	-	39,657	39,657
Exact	3,204	5,555	8,759	-	5,192	5,192
Vadu	-	19,853	19,853	-	19,060	19,060
TRS	-	20,939	20,939	-	21,205	21,205
Ahgora	-	17,696	17,696	-	17,989	17,989
Varejonline	6,582	7,397	13,979	6,015	9,000	15,015
Mobile2you	-	10,357	10,357	-	9,948	9,948
Gesplan	-	5,775	5,775	-	5,592	5,592
Other	-	33,871	33,871	5,158	33,196	38,354
Total	27,037	235,114	262,151	106,517	237,391	343,908
Current liabilities	12,908	30,554	43,462	87,230	28,429	115,659
Non-current liabilities	14,129	204,560	218,689	19,287	208,962	228,249

(i) On March 25, 2025, TOTVS Gestão acquired 40% of remaining interests from Feedz, holding 100% of shares, as mentioned in note 2.4.

The installments recorded in the non-current liabilities have maturity as shown below:

Year	Consolidated	
	06/30/2025	12/31/2024
2026	25,172	31,881
2027	45,690	45,954
2028 onwards	147,827	150,414
Non-current liabilities	218,689	228,249

Following we present the retained amounts of accounts payable from acquisition of subsidiaries on June 30, 2025 and December 31, 2024, which are updated by the CDI (see note 6) until the release schedule or its offset as defined in the contract:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Escrow account - current	7,969	7,554	19,182	13,974
Escrow account - non-current	-	-	183,976	188,845
Total	7,969	7,554	203,158	202,819

20 Provision for contingencies

The Company and its subsidiaries, in the ordinary course of their operations, are parties to various legal proceedings relating to tax, social security, labor and civil matters. The Management, supported by its legal counsel and analysis of judicial proceedings pending judgment, constituted provision at an amount considered sufficient to cover probable losses in the outcome of ongoing lawsuits. The provisioned amount reflects the best current estimate of the Company's Management and its subsidiaries.

The amount of constituted provisions as at June 30, 2025 and December 31, 2024 are as follows:

	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Tax	6,811	6,672	9,023	9,397
Labor	40,722	46,252	54,836	62,427
Civil	33,571	31,434	36,909	34,448
	81,104	84,358	100,768	106,272

a) Changes in provisions

Changes in provisions for the six-month period ended June 30, 2025 are as follows:

	Individual				Consolidated			
	Tax	Labor	Civil	Total	Tax	Labor	Civil	Total
Balances on 12/31/2024	6,672	46,252	31,434	84,358	9,397	62,427	34,448	106,272
(+) Additional provision	-	5,378	14,474	19,852	-	6,386	14,853	21,239
(+) Monetary adjustment	139	2,053	2,709	4,901	234	2,590	2,904	5,728
(-) Reversal of provision	-	(807)	(4,303)	(5,110)	-	(1,243)	(4,398)	(5,641)
(-) Write-off due to payment	-	(12,154)	(10,743)	(22,897)	(608)	(15,324)	(10,898)	(26,830)
Balances on 06/30/2025	6,811	40,722	33,571	81,104	9,023	54,836	36,909	100,768

The provisions reflect Management's best current estimate, and its continuous review is the result of monitoring and risk control from TOTVS. The provision is based on updated information from external counsel, validated by the legal of the Company and its subsidiaries, and experience acquired related to the outcomes of previous legal proceedings in which the Company and its subsidiaries were defendants.

Further information regarding other significant ongoing lawsuits is provided in Note 20 to the financial statements as of December 31, 2024.

b) Judicial deposits

Judicial deposits linked or not to the provision for contingencies, are stated as follow and are recorded under non-current assets:

	Individual				Consolidated			
	Tax	Labor	Civil	Total	Tax	Labor	Civil	Total
Balances on 12/31/2024	14,881	3,739	6,676	25,296	16,193	4,706	7,474	28,373
(+) Addition in guarantees	300	1	3,909	4,210	300	20	4,625	4,945
(+) Monetary adjustment	523	103	(597)	29	564	122	(577)	109
(-) Write-off for loss	-	(38)	(3,716)	(3,754)	-	(59)	(3,716)	(3,775)
(-) Reversion by devolution	-	(131)	(300)	(431)	-	(146)	(300)	(446)
Balances on 06/30/2025	15,704	3,674	5,972	25,350	17,057	4,643	7,506	29,206

20.1 Contingent Liabilities

The Company and its subsidiaries are parties to other lawsuits whose risk of loss, according to evaluation of legal advisors, validated by internal legal and Company Management, are classified as possible losses and no provision was recognized, as follows:

Nature	Individual		Consolidated	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Tax	165,396	156,284	211,745	208,652
Labor	38,035	55,764	47,104	82,209
Civil	179,993	178,098	208,444	207,994
	383,424	390,146	467,293	498,855

The breakdown of significant ongoing lawsuits are detailed in Note 20.2 to the financial statements for the year ended December 31, 2024.

21 Call option of non-controlling interests

It is regarding the call option by the Company and put option from B3 - Brasil, Bolsa, Balcão referent to minority interest of 37,5% from the subsidiary Dimensa S.A. on June 30, 2025 in the amount of R\$465,558 (R\$444,771 on December 31, 2024). The term for exercising this option will be between the 3rd and 6th year after the closing of the transaction, which includes the periods from October 2024 to September 2027.

	Individual and Consolidated
Balance on December 31, 2024	444,771
Present value adjustment	20,787
Balance on June 30, 2025	465,558

22 Shareholders' equity

a) Share Capital

As at June 30, 2025 and December 31, 2024, the Company's share capital was composed of 599,401,581 registered common shares issued and fully paid, with no par value, as follows:

Shareholder	06/30/2025		12/31/2024	
	Shares	%	Shares	%
LC EH Participações e Empreendimentos S.A.	50,682,639	8.46%	50,682,639	8.46%
Canada Pension Plan	32,754,201	5.46%	32,754,201	5.46%
BlackRock Inc.	31,632,336	5.28%	31,632,336	5.28%
Laércio José de Lucena Cosentino	1,150,886	0.19%	1,050,306	0.18%
CSHG Senta Pua Fia	144,800	0.02%	144,800	0.02%
Other	471,259,020	78.63%	469,624,978	78.35%
Outstanding shares	587,623,882	98.04%	585,889,260	97.75%
Treasury shares	11,777,699	1.96%	13,512,321	2.25%
Total in units	599,401,581	100.00%	599,401,581	100.00%

b) Capital reserves

The balance of capital reserves at June 30, 2025 and December 31, 2024 was broken down as follows:

	06/30/2025	12/31/2024
Goodwill reserve (i)	665,676	665,676
Premium on acquisition of non-controlling interests	(24,323)	(24,323)
Debentures converted into shares	44,629	44,629
Share-based compensation plan	(355,681)	(325,937)
Share issue expenses	(69,396)	(69,396)
Dilution of interest	352,540	352,540
Call option of non-controlling interests	(361,388)	(361,388)
	252,057	281,801

(i) Goodwill reserve is composed of R\$31,557 regarding to capital increase occurred in 2005 and R\$67,703 regarding corporate structure changes with Bematech. In 2019 it had an increase of goodwill reserve of R\$725,220 regarding to the amount of capital increase to capital reserve. In 2022, in accordance with the guidance Brazilian SEC (CVM 78/2022) was constituted a provision for Supplier goodwill due to corporate structure changes of Techfin Business in the amount of R\$173,134. The amount of R\$14,330 refers to goodwill reserve by merger occurred in 2008.

c) *Treasury shares*

As at June 30, 2025, the rubric "Treasury Shares" had the following changes:

	Number of shares (Units)	Value (in Thousand)	Average price per share (in Reais)
Balance on December 31, 2024	13,512,321	R\$ 350,163	R\$ 25.91
Used	(1,734,622)	R\$ (44,952)	R\$ 25.91
Balance on June 30, 2025	11,777,699	R\$ 305,211	R\$ 25.91

On November 6, 2024 the Board of Directors approved the share buyback program for the shares issued by the Company up to the limit of 18.000.000 common shares, to maximize the generation of shareholder value, promote the efficient allocation of capital; may be held in treasury, canceled or sold in accordance with the law. The share buyback program started on November 8, 2024 and will be finished on November 7, 2025. In the six months period ended on June 30, 2025, no shares were repurchased.

During the six-month period ended June 30, 2025, 1,734,622 treasury shares (2,087,447 on June 30, 2024) were used by the restricted share plans, which consumed R\$44,952 (R\$50,771 on June 30, 2024) from the capital reserve.

23 Dividends and interest on shareholders' equity

The Company's bylaws provide for mandatory minimum dividend equivalent to 25% of net income for the year, adjusted by the amount of the legal reserve set up, pursuant to Brazilian Corporation Law.

	Individual and consolidated
Balance of dividends payable on December 31, 2024	1,222
(+) Deliberation interest on shareholders' equity - 03/18/2025	82,026
(+) Deliberation interest on shareholders' equity - 06/16/2025	88,000
(-) Payments	(81,924)
Balance of dividends payable on June 30, 2025	89,324

In the meeting on June 16, 2025, the Board of Directors approved the deliberation and payment of interest on shareholders' equity (JCP) in the amount of R\$88,000, gross of withholding tax at

source, in which will be input to the obligatory dividends. The JCP were paid to the beneficiary shareholders from July 07, 2025.

In the meeting on March 18, 2025, the Board of Directors approved the deliberation and payment of interest on shareholders' equity (JCP) in the amount of R\$82,026, gross of withholding tax at source, in which will be input to the obligatory dividends. The JCP were paid to the beneficiary shareholders from April 04, 2025.

Interest on shareholders' equity is part of dividends, which is deductible for purposes of Brazilian tax law. Therefore, reported in different lines in order to show the income tax effect.

24 Share-based compensation plan

The main events associated with the stock option plan from the Company are described in Note 24 to the Financial Statements for the year ended December 31, 2024.

In the period of six-month ending June 30, 2025, occurred four new grants of the current share-based compensation plan, which had the following assumptions:

Fair Value Assumptions					
Date	Plans	Number of restrict shares	Fair value of shares	Dividends	Term maturity
04/30/2025	Conselho	42,333	R\$ 37.17	1.18%	1 year
04/30/2025	Master	449,788	R\$ 35.39	1.21%	5 years
04/30/2025	Destaques	1,273,889	R\$ 36.22	1.25%	3 years
04/30/2025	Performance	2,821,903	R\$ 40.02	1.52%	3 years

Changes in restricted shares for the period as follows:

Restricted shares	
	Amount (units)
Opening balance	9,946,760
Transactions:	
Exercised	(2,126,513)
Granted	4,587,913
Cancelled	(495,703)
Added	250,932
Closing balance	12,163,389

The cumulative effect on Shareholders' Equity in the six-month period ended June 30, 2025 was R\$15,208 (R\$21,677 as of June 30, 2024), recorded as share-based payment expenses.

25 Operating Segments

The presentation of information by operating segment is consistent with the internal report provided to the main operational decision-makers of the Company and its subsidiaries in three reportable segments (business units):

TOTVS Management segment: represents TOTVS software operation focused on business management, including all solutions of ERP, HR and Vertical.

RD Station segment: includes solutions focused on generating opportunities and converting customer sales, such as sales, digital marketing and customer experience.

TOTVS Techfin segment: includes the business of providing financial services, such as technology products aimed at financial services, partnerships, products which have some degree of credit risk and/or the definition and/or application of credit policies through the joint venture TOTVS Techfin. In this segment are also consolidated the results of the subordinated shares of Supplier FIDC I and FIDC II, to which Supplier, subsidiary of TOTVS Techfin, currently assigns the originated credits.

The statement of profit or loss for the six-month period ended June 30, 2025 and 2024 for these three reportable segments is as follows:

Statement of profit or loss	TOTVS Management		RD Station		TOTVS Techfin		Consolidated	
	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024	01/01/2025 to 06/30/2025	01/01/2024 to 06/30/2024
Net revenue	2,634,760	2,232,695	315,211	264,994	120,083	100,845	3,070,054	2,598,534
(-) Costs	(736,177)	(625,773)	(87,717)	(65,296)	(52,223)	(44,694)	(876,117)	(735,763)
Gross profit	1,898,583	1,606,922	227,494	199,698	67,860	56,151	2,193,937	1,862,771
(-) Research and development expenses	(430,914)	(371,423)	(60,070)	(57,558)	(8,282)	(10,889)	(499,266)	(439,870)
(-) Selling and marketing expenses	(532,492)	(448,037)	(97,928)	(85,895)	(10,942)	(10,309)	(641,362)	(544,241)
(-) Impairment loss on trade and other receivables	(24,948)	(22,341)	(3,666)	(7,163)	(7,807)	(7,892)	(36,421)	(37,396)
(-) Administrative expenses	(215,259)	(199,289)	(32,261)	(31,932)	(33,200)	(28,203)	(280,720)	(259,424)
Other operating income (expenses)	(10,966)	(2,897)	(6,399)	(10,373)	(167)	(285)	(17,532)	(13,555)
Result before depreciation, amortization and financial results and income tax and social contribution	684,004	562,935	27,170	6,777	7,462	(1,427)	718,636	568,285
(-) Depreciation and amortization	-	-	-	-	-	-	(177,587)	(166,976)
(-) Finance income (expenses)	-	-	-	-	-	-	(36,072)	(10,432)
(-) Income tax expenses	-	-	-	-	-	-	(109,746)	(141,102)
Net profit for the period	-	-	-	-	-	-	395,231	249,775

The Company and its subsidiaries have disclosed information above for each reportable segment, as this information is regularly reviewed by the chief operating decision maker.

The following table conciliate the segments model presented above with the Statement of Profit or Loss for the six-month period ended on June 30, 2025 and 2024:

01/01/2025 to 06/30/2025				
Statement of profit or loss	Consolidated Statement of Profit or Loss	Reclassification (i)	TOTVS Techfin Profit or loss (ii)	Consolidated segments
Net revenue	2,949,971	-	120,083	3,070,054
(-) Costs	(890,475)	66,581	(52,223)	(876,117)
Gross profit	2,059,496	66,581	67,860	2,193,937
(-) Research and development expenses	(516,629)	25,645	(8,282)	(499,266)
(-) Selling and marketing expenses	(655,583)	25,163	(10,942)	(641,362)
(-) Impairment loss on trade and other receivables	(28,614)	-	(7,807)	(36,421)
(-) Administrative expenses	(304,527)	57,007	(33,200)	(280,720)
Other operating income (expenses)	(17,365)	-	(167)	(17,532)
Result before depreciation, amortization and financial results and income tax and social contribution	536,778	174,396	7,462	718,636
(-) Depreciation and amortization	-	(174,396)	(3,191)	(177,587)
(-) Share of profit / (loss) of equity-accounted investees	3,128	(3,128)	-	-
(-) Finance income (expenses)	(38,483)	-	2,411	(36,072)
(-) Income tax expenses	(106,192)	-	(3,554)	(109,746)
Net profit (loss) for the period	395,231	(3,128)	3,128	395,231

01/01/2024 to 06/30/2024				
Statement of profit or loss	Consolidated Statement of Profit or Loss	Reclassification (i)	Discontinued operation (ii)	Consolidated segments
Net revenue	2,497,689	-	100,845	2,598,534
(-) Costs	(751,288)	60,219	(44,694)	(735,763)
Gross profit	1,746,401	60,219	56,151	1,862,771
(-) Research and development expenses	(453,163)	24,182	(10,889)	(439,870)
(-) Selling and marketing expenses	(553,113)	19,181	(10,309)	(544,241)
(-) Impairment loss on trade and other receivables	(29,504)	-	(7,892)	(37,396)
(-) Administrative expenses	(285,274)	54,053	(28,203)	(259,424)
Other operating income (expenses)	(13,270)	-	(285)	(13,555)
Result before depreciation, amortization and financial results and income tax and social contribution	412,077	157,635	(1,427)	568,285
(-) Depreciation and amortization	-	(157,635)	(9,341)	(166,976)
(-) Share of profit / (loss) of equity-accounted investees	(7,822)	7,822	-	-
(-) Finance income (expenses)	(14,339)	-	3,907	(10,432)
(-) Income tax expenses	(140,141)	-	(961)	(141,102)
Net profit (loss) for the period	249,775	7,822	(7,822)	249,775

(i) Reclassification of depreciation and amortization in highlighted lines;

(ii) Statement of the Share of profit / (loss) of equity-accounted investees balance from TOTVS Techfin by rubric.

26 Earnings per share

The following tables show earnings and share data used to calculate basic and diluted earnings per share:

	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024
Basic earnings per share				
Profit or loss for the period				
Continuing operations	188,418	382,914	114,025	241,220
Discontinued operations (i)	300	451	847	301
Profit attributable to the owners of the Company	188,718	383,365	114,872	241,521
Denominator (in thousands of shares)				
Weighted average number of common shares outstanding	587,091	586,500	595,075	599,043
Basic earnings per share (in Reais)	0.32145	0.65365	0.19304	0.40318
Basic earnings per share - continuing operations (in Reais)	0.32093	0.65288	0.19161	0.40268

	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024
Diluted earnings per share				
Profit or loss for the period				
Continuing operations	188,418	382,914	114,025	241,220
Discontinued operations (i)	300	451	847	301
Profit attributable to the owners of the Company	188,718	383,365	114,872	241,521
Denominator (in thousands of shares)				
Weighted average number of common shares outstanding	587,091	586,500	595,075	599,043
Weighted average number of restricted shares	11,535	10,577	10,019	9,726
Weighted average number of common shares adjusted according to dilution effect	598,626	597,077	605,094	608,769
Diluted earnings per share (in Reais)	0.31525	0.64207	0.18984	0.39674
Diluted earnings per share - continuing operations (in Reais)	0.31475	0.64131	0.18844	0.39624

(i) Contemplates discontinued operation profit (loss) from RJ Participações and TOTVS Techfin. See the details in the note 4.

There was no other transactions involving common shares or potential common shares between the reporting date and the date when these interim financial statements were concluded.

27 Gross sales revenue

Gross revenue and deductions used for the calculation of net revenue presented in the statement of profit and loss of the Company and its subsidiaries for the three and six-month period ended June 30, 2025 and 2024 were as follows:

	Individual				Consolidated			
	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024
Recurring software	945,774	1,855,649	784,608	1,540,350	1,521,384	2,989,329	1,282,076	2,486,016
Nonrecurring software	95,446	208,002	83,557	201,768	151,792	321,632	157,297	343,121
License fees	34,949	97,009	32,783	98,124	48,746	124,272	54,030	141,726
Nonrecurring services	60,497	110,993	50,774	103,644	103,046	197,360	103,267	201,395
Operating revenue	1,041,220	2,063,651	868,165	1,742,118	1,673,176	3,310,961	1,439,373	2,829,137
Sales canceled	(8,552)	(15,444)	(5,456)	(11,148)	(15,493)	(25,372)	(9,342)	(18,238)
Sales taxes	(111,027)	(219,803)	(100,295)	(201,162)	(169,615)	(335,618)	(157,729)	(313,210)
Deductions	(119,579)	(235,247)	(105,751)	(212,310)	(185,108)	(360,990)	(167,071)	(331,448)
Total net revenue	921,641	1,828,404	762,414	1,529,808	1,488,068	2,949,971	1,272,302	2,497,689

28 Costs and expenses by nature

The Company and its subsidiaries present information about operating costs and expenses by nature for the three and six-month period ended June 30, 2025 and 2024.

Nature	Individual				Consolidated			
	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024
Salaries, benefits and payroll charges	398,666	775,077	333,582	669,095	703,474	1,378,689	618,615	1,218,971
Outsourced services and other inputs	228,007	422,539	185,160	336,433	324,034	612,804	277,519	509,528
Commissions	63,421	131,968	48,374	123,685	82,085	169,883	63,372	142,850
Depreciation and amortization	59,016	113,783	51,002	98,895	88,969	174,396	84,261	157,635
Provision for contingencies	1,445	14,742	6,311	6,190	2,128	15,598	6,041	6,470
Impairment loss on trade and other receivables	7,685	16,528	6,075	11,891	14,038	28,614	16,267	29,504
Others (i)	(780)	89	(2,228)	(9,848)	11,496	33,209	11,512	20,654
Total	757,460	1,474,726	628,276	1,236,341	1,226,224	2,413,193	1,077,587	2,085,612

Occupation	Individual				Consolidated			
	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024
Cost of softwares	293,859	563,689	239,924	470,684	458,613	890,475	389,358	751,288
Research and development expenses	163,433	314,987	139,275	278,407	267,090	516,629	228,941	453,163
Selling and marketing expenses	206,793	394,167	162,431	329,227	336,649	655,583	281,951	553,113
Impairment loss on trade and other receivables	7,685	16,528	6,075	11,891	14,038	28,614	16,267	29,504
Administrative expenses	87,816	186,977	83,053	156,602	146,597	304,527	153,336	285,274
Other operating revenues/ (expenses) (i)	(2,126)	(1,622)	(2,482)	(10,470)	3,237	17,365	7,734	13,270
Total	757,460	1,474,726	628,276	1,236,341	1,226,224	2,413,193	1,077,587	2,085,612

(i) In the six-month period ended on June 30, 2025 the consolidated includes the call option complement and/ or earn-out complement from the subsidiaries Feedz, Exact and Quiver due to the performance achievement in the amount of R\$21,243 (on June 30, 2024 the consolidated includes the earn-out reversal adjustment from the subsidiaries RD Station, Tallos and Exact due to the performance achievement in the amount of R\$16,294) in accordance with CPC 15/ IFRS 3.

On June 30, 2025, the item “Salaries, benefits and charges” includes the impact of the partial Payroll Tax Surcharge in the amount of R\$46.816 according to Law nº 14.973/ 2024, providing for a gradual transition between 2025 and 2027, with a gradual reduction in the CPRB rate, until its complete extinction in 2028.

29 Finance income and expenses

Finance income and expenses incurred for the three and six-month period ended June 30, 2025 and 2024 were as follows:

	Individual				Consolidated			
	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024	04/01/2025 to 06/30/2025	01/01/2025 to 06/30/2025	04/01/2024 to 06/30/2024	01/01/2024 to 06/30/2024
Finance income								
Short-term investment yield	28,678	55,279	28,996	64,373	65,439	124,673	58,527	136,970
Interest received	1,070	2,272	1,396	2,823	2,107	4,453	2,767	5,324
Monetary gains	4,054	6,080	1,275	2,708	4,838	7,685	3,179	6,619
Adjustment to present value	643	1,112	593	1,112	1,077	1,908	1,010	1,904
Foreign exchange gains	49	81	51	3,043	267	674	2,324	5,782
Other finance income	-	12	16	16	31	66	60	201
	34,494	64,836	32,327	74,075	73,759	139,459	67,867	156,800
Finance expenses								
Interest expense	(57,928)	(109,296)	(46,103)	(94,673)	(64,506)	(120,896)	(50,458)	(102,490)
Monetary losses	(3,316)	(7,591)	(790)	(7,881)	(4,303)	(9,616)	(3,279)	(11,514)
Bank expenses	(329)	(800)	(533)	(805)	(528)	(1,266)	(915)	(1,429)
Adjustment to present value of liabilities	(11,419)	(21,021)	(3,521)	(12,132)	(16,286)	(32,636)	(15,070)	(38,449)
Foreign exchange losses	(52)	(129)	(17)	(54)	(1,080)	(2,247)	(581)	(2,222)
Other finance expenses (i)	(3,227)	(5,621)	(1,968)	(3,887)	(6,187)	(11,281)	(7,208)	(15,035)
	(76,271)	(144,458)	(52,932)	(119,432)	(92,890)	(177,942)	(77,511)	(171,139)
Net finance results	(41,777)	(79,622)	(20,605)	(45,357)	(19,131)	(38,483)	(9,644)	(14,339)

(i) Includes inflation adjustments of Argentina subsidiaries

30 Private pension plan – defined contribution

The Company and its subsidiaries offer the TOTVS Private Pension Plan, currently managed by Bradesco Seguros, which receives contributions from the employees and the Company and its subsidiaries, as described in the Program Membership Agreement. The contributions are segregated in:

- Basic Contribution – corresponds to 2% of the employee’s salary; in the case of executive officers, the contribution ranges from 2% to 5%.
- Voluntary Contribution – made exclusively by employees, with no matching contribution by the Company.
- Company Contribution – corresponds to 100% of the basic contribution. The Company is allowed to make extraordinary contributions, at the amounts and frequency it chooses.

Private pension expenses for the six-month period ended on June 30, 2025 was R\$4,924 in the individual (R\$4,409 on June 30, 2024) and R\$6,730 in the consolidated (R\$5,876 on June 30, 2024).

31 Subsequent events

- On July 22, 2025, TOTVS S.A. entered into a Share Purchase Agreement with Linx S.A., for the purpose of acquiring all shares of Linx Participações S.A., which is expected to hold, at the closing of transaction, part of the Linx's software business segment, for a total amount of R\$3.050.000, subject to adjustment based on the net cash/ debt position at the time of the transaction closing and with no provision for earn-out payments. The closing of the transaction is subject to the approval of the Brazilian Antitrust Authority (CADE) and other customary precedent conditions, including the approval of the transaction by TOTVS shareholders at a general meeting.
- On July 2, 2025, the subsidiary Dimensa S.A. completed, after all the applicable precedents conditions have been met, as applicable, the acquisition of the entire social capital of Agger S.A. by the amount of R\$260,000.