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MEMBERS OF THE MANAGEMENT BODIES

MANAGEMENT COMMENTS ON PERFORMACE

Dear Shareholders,

BB Seguridade Participações S.A. (“BB Seguridade” or “Company”) reported a net income of R$1.7 billion (+69.3% YoY), in a quarter with strong commercial performance of insurance, pension plans and premium bonds segments, loss ratio improvement and higher net investment income. The R$676.4 million increase was mainly driven by:

* **Brasilseg (+R$393.9 million):** boosted by the growth in earned premiums (+21.5%), the drop in loss ratio, which improved in the main business lines (term life, credit life and rural), and the increase in the net investment income;
* **BB Corretora (+R$171.4 million):** supported by the growth in brokerage revenues and the higher net investment income, driven by the spike in the average Selic rate and the expansion of financial investments; and
* **Brasilprev (+R$98.0 million):** with a lower negative result of net investment income compared to 3Q21, explained by positive MtM result which partially offset the temporal mismatch in the adjustments of defined benefit plans reserves, which was more severe this quarter due to the sharp deceleration of inflation rates.

On the other hand, **Brasilcap** contribution decreased **R$14.6 million**,with the contraction in the net interest margin, due to the higher costs of liabilities, as a consequence of the reference rate (TR) increase, and the negative adjustment of the hedge on prefixed portfolio classified as available for sale.

Table 1 –Income Statement

R$ thousand

|  |  |  |  |
| --- | --- | --- | --- |
|  | Parent | | Chg.% |
|  | **3Q22** | **3Q21** |
| Equity Income | **1,648,550** | **974,497** | **69.2** |
| BB MAPFRE Participações S.A. (Brasilseg) | 636,121 | 242,185 | 162.7 |
| Brasilprev Seguros e Previdência S.A. | 217,118 | 119,072 | 82.3 |
| Brasilcap Capitalização S.A. | 25,002 | 39,633 | (36.9) |
| Brasildental Operadora de Planos Odontológicos S.A. | 4,890 | 3,591 | 36.1 |
| BB Corretora de Seguros e Administradora de Bens S.A. | 750,605 | 579,169 | 29.6 |
| Other | 14,814 | (9,153) | - |
| Other revenues and expenses | **45** | **(1,925)** | - |
| Personnal expenses | (3,866) | (3,007) | 28.6 |
| Administrative and sales expenses | (859) | (639) | 34.4 |
| Tax expenses | (685) | (432) | 58.6 |
| Other | 5,455 | 2,153 | 153.4 |
| Earnings before financial revenues and expenses financeiras | **1,648,595** | **972,572** | **69.5** |
| Net investment income | **5,086** | **4,021** | **26.5** |
| Financial income | 5,352 | 4,628 | 15.6 |
| Financial expenses | (266) | (607) | (56.2) |
| Earnings before taxes | **1,653,681** | **976,593** | 69.3 |
| Taxes | (1,501) | (772) | 94.4 |
| Net income | **1,652,180** | **975,821** | **69.3** |

In the 3Q22, the holding’s other revenues and expenses recorded a positive balance of R$45,000, against -R$1.9 million in the 3Q21. The performance is mainly explained by the higher volume of revenues from the ADR Level I program, accounted in “other”, since the services fee revenue was booked in the 3Q22, while in 2021 this fee impacted the 4Q21.

Additionally, the personnel expenses were R$859,000 higher, due to the filling of vacant positions and the expansion in the headcount, while the administrative expenses increased R$220,000, with higher expenses with business trip and specialized technical services. The volume of tax expenses was R$253,000 higher, as a consequence of the growth in financial and ADR revenues.

The net investment income increased R$1.1 million, performance explained by the higher average Selic rate, partially offset by the retraction in the average balance of financial investments (-77.0%).

For more information about BB Seguridade’s performance, including the managerial analysis of its investees, please refer to the MD&A, available at www.bbseguridaderi.com.br/en, section Financial Information, option Results Center.

RELATIONSHIP WITH INDEPENDENT AUDITORS

According to the CVM Rule 381/03, we hereby inform that, for the third quarter of 2022, BB Seguridade used the independent audit services provided by Deloitte Touche Tohmatsu Auditores Independentes (“Deloitte”), through a contract maintained by its controlling shareholder Banco do Brasil S.A.

When hiring services not related to the external audit, BB Seguridade adopts procedures based on the applicable law and on international accepted principles that preserve the auditor's independence. Such principles consist of: (i) the auditor should not audit its own work; (ii) the auditor should not perform managerial activities at his client management structure; and (iii) the auditor should not promote the interests of its client.

During the third quarter of 2022, there was no changes in the contract between the controlling shareholder (Banco do Brasil) and Deloitte.

Regarding BB Seguridade´s investees, on July 25th, 2022, it was executed an audit services contract between Deloitte and Brasilprev, effective as of July 25th, 2021, according to the table below

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Company | Contract dates | | Service | Fee (R$) |
| **Start** | **End** |
| Brasilprev Seguros e Previdência S.A. | 07/25/2022 | 12/31/2022 | Audit services for quality assurance of the impacts of IFRS 17 and IFRS 9 adoption. | 387,861.57 |

STATEMENT OF INCOME

R$ thousand (except earnings per share)

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | Parent | | | |  | Consolidated | | | |
|  | **Note** | **3rd Quarter 2022** | **01.01 to 09.30.2022** | **3rd Quarter 2021** | **01.01 to 09.30.2021** |  | **3rd Quarter 2022** | **01.01 to 09.30.2022** | **3rd Quarter 2021** | **01.01 to 09.30.2021** |
| OPERATING INCOME |  | **1,648,550** | **4,235,022** | **974,497** | **2,699,916** |  | **1,997,392** | **5,225,365** | **1,310,217** | **3,681,077** |
| Equity income | [7.b] | 1,648,550 | 4,235,022 | 974,497 | 2,699,916 |  | 882,516 | 2,255,182 | 400,909 | 1,104,543 |
| Net commissions income | [8] | -- | -- | -- | -- |  | 1,114,876 | 2,970,183 | 909,308 | 2,576,534 |
| COST OF SERVICES PROVIDED | **[9]** | **--** | **--** | **--** | **--** |  | **(51,224)** | **(153,024)** | **(49,094)** | **(143,528)** |
| GROSS PROFIT |  | **1,648,550** | **4,235,022** | **974,497** | **2,699,916** |  | **1,946,168** | **5,072,341** | **1,261,123** | **3,537,549** |
| OTHER INCOME AND EXPENSES |  | **45** | **(8,463)** | **(1,925)** | **(6,561)** |  | **(49,370)** | **(138,039)** | (28,416) | (80,939) |
| Personnel expenses | [10] | (3,866) | (10,783) | (3,007) | (8,746) |  | (19,168) | (53,106) | (14,977) | (44,682) |
| Administratives and sales expenses | [11] | (859) | (2,997) | (639) | (2,401) |  | (10,040) | (23,540) | (4,719) | (13,629) |
| Tax expenses | [12.c] | (685) | (2,616) | (432) | (1,525) |  | (7,416) | (18,303) | (2,015) | (4,730) |
| Provision for brokerage to returned  returned | [13] | -- | -- | -- | -- |  | (9,824) | (29,472) | (1,638) | (4,914) |
| Other | [13] | 5,455 | 7,933 | 2,153 | 6,111 |  | (2,922) | (13,618) | (5,067) | (12,984) |
| INCOME BEFORE FINANCIAL REVENUE AND EXPENSES |  | **1,648,595** | **4,226,559** | **972,572** | **2,693,355** |  | **1,896,798** | **4,934,302** | **1,232,707** | **3,456,610** |
| FINANCIAL RESULT | **[14]** | **5,086** | **12,924** | **4,021** | **16,330** |  | **150,012** | **325,929** | **38,267** | **81,182** |
| Financial revenue |  | 5,352 | 40,547 | 4,628 | 20,096 |  | 150,337 | 354,892 | 38,932 | 85,133 |
| Financial expenses |  | (266) | (27,623) | (607) | (3,766) |  | (325) | (28,963) | (665) | (3,951) |
| INCOME BEFORE TAXES AND EQUITIES |  | **1,653,681** | **4,239,483** | **976,593** | **2,709,685** |  | **2,046,810** | **5,260,231** | **1,270,974** | **3,537,792** |
| INCOME TAX AND SOCIAL CONTRIBUTION | **[12.a]** | **(1,501)** | **(1,501)** | **(772)** | **(3,100)** |  | **(394,630)** | **(1,022,249)** | **(295,153)** | **(831,207)** |
|  |  |  |  |  |  |  |  |  |  |  |
| NET INCOME |  | **1,652,180** | **4,237,982** | **975,821** | **2,706,585** |  | **1,652,180** | **4,237,982** | **975,821** | **2,706,585** |
|  |  |  |  |  |  |  |  |  |  |  |
| Number of shares | [25.a] | 2,000,000,000 | 2,000,000,000 | 2,000,000,000 | 2,000,000,000 |  | 2,000,000,000 | 2,000,000,000 | 2,000,000,000 | 2,000,000,000 |
| Weighted average number of shares - basic and diluted | [25.c] | 1,996,726,433 | 1,996,709,128 | 1,996,686,529 | 1,996,667,393 |  | 1,996,726,433 | 1,996,709,128 | 1,996,686,529 | 1,996,667,393 |
| Basic and diluted earnings per share (R$) | [25.c] | 0.83 | 2.12 | 0.49 | 1.36 |  | 0.83 | 2.12 | 0.49 | 1.36 |

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

STATEMENT OF COMPREHENSIVE INCOME

R$ thousand

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | Parent | | | |  | Consolidated | | | |
|  | **Note** | **3rd Quarter 2022** | **01.01 to 09.30.2022** | **3rd Quarter 2021** | **01.01 to 09.30.2021** |  | **3rd Quarter 2022** | **01.01 to 09.30.2022** | **3rd Quarter 2021** | **01.01 to 09.30.2021** |
| NET INCOME |  | **1,652,180** | **4,237,982** | **975,821** | **2,706,585** |  | **1,652,180** | **4,237,982** | **975,821** | **2,706,585** |
| Share of comprehensive income Investments in Equity Holdings | **[09.a]** | **38,416** | **9,072** | **(90,940)** | **(275,498)** |  | **38,416** | **9,072** | **(90,940)** | **(275,498)** |
| Gains/(losses) on financial assets available for sale |  | 66,783 | 17,877 | (165,345) | (500,906) |  | 66,783 | 17,877 | (165,345) | (500,906) |
| Other comprehensive results |  | (2,861) | (2,861) | -- | -- |  | (2,861) | (2,861) | -- | -- |
| Tax effect |  | (25,506) | (5,944) | 74,405 | 225,408 |  | (25,506) | (5,944) | 74,405 | 225,408 |
| TOTAL COMPREHENSIVE INCOME |  | **1,690,596** | **4,247,054** | **884,881** | **2,431,087** |  | **1,690,596** | **4,247,054** | **884,881** | **2,431,087** |

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

BALANCE SHEET

R$ thousand

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Parent | |  | Consolidated | |
|  | **Note** | **Sept 30, 2022** | **Dec 31, 2021** |  | **Sept 30, 2022** | **Dec 31, 2021** |
| CURRENT ASSETS |  | **86,209** | **1,956,417** |  | **5,636,115** | **5,125,631** |
| Cash and cash equivalents | [15] | 59,078 | 369,342 |  | 4,664,850 | 4,090,561 |
| Dividends/interest on equity receivable | [17] | -- | 1,572,428 |  | -- | 1,648 |
| Current tax assets | [12.d] | 14,396 | 1,928 |  | 21,146 | 1,928 |
| Commissions receivable | [18] | -- | -- |  | 943,556 | 1,026,158 |
| Other assets | [20] | 12,735 | 12,719 |  | 6,563 | 5,336 |
|  |  |  |  |  |  |  |
| NON-CURRENT ASSETS |  | **9,385,514** | **7,168,001** |  | **8,294,871** | **8,188,590** |
| Financial assets at fair value through profit or loss | [16.a] | 17,707 | 14,011 |  | 17,707 | 14,011 |
| Current tax assets | [12.d] | 73,090 | 68,332 |  | 79,136 | 84,337 |
| Deferred tax assets | [12.e] | 10 | 10 |  | 43,842 | 35,420 |
| Commissions receivable | [18] | -- | -- |  | 672,617 | 698,435 |
| Investments in associates | [7.b] | 9,290,015 | 7,080,649 |  | 7,258,351 | 7,137,241 |
| Intangible | [19] | 4,632 | 4,959 |  | 4,632 | 4,959 |
| Other assets | [20] | 60 | 40 |  | 218,586 | 214,187 |
|  |  |  |  |  |  |  |
| TOTAL ASSETS |  | **9,471,723** | **9,124,418** |  | **13,930,986** | **13,314,221** |
|  |  |  |  |  |  |  |
| CURRENT LIABILITIES |  | **10,804** | **1,842,974** |  | **2,828,253** | **3,999,277** |
| Statutory obligation | [21] | 307 | 1,831,691 |  | 307 | 1,831,691 |
| Contingent liabilities | [22] | -- | -- |  | 4,667 | 4,996 |
| Current tax liabilities | [12.g] | 538 | 444 |  | 689,703 | 762,519 |
| Unearned commissions | [23] | -- | -- |  | 1,941,135 | 1,172,483 |
| Other liabilities | [24] | 9,959 | 10,839 |  | 192,441 | 227,588 |
|  |  |  |  |  |  |  |
| NON-CURRENT LIABILITIES |  | **28** | **28** |  | **1,641,842** | **2,033,528** |
| Contingent liabilities | [22] | 28 | 28 |  | 10,595 | 10,419 |
| Deferred tax liabilities | [12.h] | -- | -- |  | 228,565 | 228,565 |
| Unearned commissions | [23] | -- | -- |  | 1,402,682 | 1,794,544 |
|  |  |  |  |  |  |  |
| TOTAL LIABILITIES |  | **10,832** | **1,843,002** |  | **4,470,095** | **6,032,805** |
|  |  |  |  |  |  |  |
| EQUITY |  | **9,460,891** | **7,281,416** |  | **9,460,891** | **7,281,416** |
| Capital | [25.a] | 6,269,692 | 3,396,767 |  | 6,269,692 | 3,396,767 |
| Capital reserves | [25.b] | 1,571 | 1,508 |  | 1,571 | 1,508 |
| Income reserves | [25.b] | 1,250,000 | 4,122,925 |  | 1,250,000 | 4,122,925 |
| Treasury shares | [25.g.4] | (80,344) | (81,320) |  | (80,344) | (81,320) |
| Other accumulated comprehensive income | [25.e] | (149,392) | (158,464) |  | (149,392) | (158,464) |
| Retained earnings |  | 2,169,364 | -- |  | 2,169,364 | -- |
| TOTAL EQUITY |  | **9,460,891** | **7,281,416** |  | **9,460,891** | **7,281,416** |
|  |  |  |  |  |  |  |
| TOTAL LIABILITIES AND EQUITY |  | **9,471,723** | **9,124,418** |  | **13,930,986** | **13,314,221** |

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

STATEMENT OF CASH FLOWS

R$ thousand

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Parent | |  | Consolidated | |
|  | **Note** | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** |  | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** |
| Cash flow from operating activities |  |  |  |  |  |  |
| Net profit |  | **4,237,982** | **2,706,585** |  | **4,237,982** | **2,706,585** |
| Adjustment to net profit: |  |  |  |  |  |  |
| Equity income | [7.b] | (4,235,022) | (2,699,916) |  | (2,255,182) | (1,104,543) |
| Net increase in dividends and interest on shareholders' equity |  | 3,639 | (311) |  | 25,745 | 2,623 |
| Net increase in financial assets at amortized cost |  | -- | -- |  | -- | (6,309) |
| Other adjustments |  | 1,687 | 1,632 |  | 1,535 | (1,039) |
| Adjustment to net profit |  | **8,286** | **7,990** |  | **2,010,080** | **1,597,317** |
| Changes in balance sheet items: |  |  |  |  |  |  |
| Financial assets at fair value through profit or loss |  | (3,696) | (6,448) |  | (3,696) | (6,450) |
| Current tax assets and deferred tax assets |  | (17,226) | 16,278 |  | (22,439) | 10,082 |
| Commissions receivable |  | -- | -- |  | 108,420 | 233,196 |
| Other assets |  | (36) | 2,222 |  | (5,626) | (2,852) |
| Unearned commissions |  | -- | -- |  | 376,790 | 297,232 |
| Current tax liabilities and deferred tax liabilities |  | 95 | 62 |  | (72,817) | (114,220) |
| Other liabilities |  | (880) | (213) |  | (35,147) | 56,901 |
| Cash provided by operating activities |  | **(13,457)** | **19,891** |  | **2,355,565** | **2,071,206** |
|  |  |  |  |  |  |  |
| Cash flow from investment activities |  |  |  |  |  |  |
| Redemptions in financial assets measured at amortized cost |  | -- | -- |  | -- | 455,859 |
| Dividends received | [7.b] | 3,629,262 | 2,093,213 |  | 2,144,793 | 472,195 |
| Acquisition of investments - Brasilprev Seguros e Previdência S.A. | [7.b] | -- | -- |  | -- | (449,969) |
| Acquisition Asset |  | (322) | (286) |  | (322) | (286) |
| Cash provided by investment activities |  | **3,628,940** | **2,092,927** |  | **2,144,471** | **477,799** |
|  |  |  |  |  |  |  |
| Cash flow from financing activities |  |  |  |  |  |  |
| Dividends paid |  | (3,925,747) | (1,990,674) |  | (3,925,747) | (1,990,674) |
| Cash flow provided by financing activities |  | **(3,925,747)** | **(1,990,674)** |  | **(3,925,747)** | **(1,990,674)** |
|  |  |  |  |  |  |  |
| Net change in cash and cash equivalents |  | **(310,264)** | **122,144** |  | **574,289** | **558,331** |
| Opening balance | [15] | 369,342 | 208,893 |  | 4,090,561 | 2,195,445 |
| Closing balance | [15] | 59,078 | 331,037 |  | 4,664,850 | 2,753,776 |
| Increase (decrease) in cash and cash equivalents |  | **(310,264)** | **122,144** |  | **574,289** | **558,331** |
|  |  |  |  |  |  |  |
| Complementary information on operations |  |  |  |  |  |  |
| Income tax paid |  | (322) | (698) |  | (708,788) | (631,876) |
| Social contribution paid |  | (275) | (604) |  | (312,651) | (251,701) |
| Total taxes paid |  | **(597)** | **(1,302)** |  | **(1,021,439)** | **(883,577)** |

The accompanying notes are an integral part of these financial statements

STATEMENT OF CHANGES IN EQUITY

R$ thousand

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| Event | Note | Capital | Capital Reserves | Profit Reserves | | Treasury Shares | Other accumulated comprehensive income | Retained Earnings/ Accumulated Losses | Total |
| **Legal Reserve** | **Statutory Reserve** |
| Balances at Dec 31, 2020 |  | **3,396,767** | **1,588** | **679,354** | **2,381,602** | **(82,588)** | **12,882** | **--** | **6,389,605** |
| Share-based payment transactions |  | -- | (80) | -- | -- | 1,268 | -- | -- | 1,188 |
| Other accumulated comprehensive income |  | -- | -- | -- | -- | -- | (275,498) | -- | (275,498) |
| Expired dividends |  | -- | -- | -- | -- | -- | -- | 24 | 24 |
| Net income for the period | **[25.c]** | **--** | **--** | **--** | **--** | **--** | **--** | **2,706,585** | **2,706,585** |
| Intermediary dividends paid 1st Half 2021 |  | **--** | **--** | **--** | **--** | **--** | **--** | (1,040,024) | **(1,040,024)** |
| Balances at Sept 30, 2021 |  | **3,396,767** | **1,508** | **679,354** | **2,381,602** | **(81,320)** | **(262,616)** | **1,666,585** | **7,781,880** |
| Changes in period |  | **--** | **(80)** | **--** | **--** | **1,268** | **(275,498)** | **1,666,585** | **1,392,275** |
|  |  |  |  |  |  |  |  |  |  |
| Balances at Dec 31, 2021 |  | **3,396,767** | **1,508** | **679,354** | **3,443,571** | **(81,320)** | **(158,464)** | **--** | **7,281,416** |
| Capitalization of the Profit Reserve |  | 2,872,925 | -- | (679,354) | (2,193,571) | -- | -- | -- | -- |
| Share-based payment transactions |  | -- | 63 | -- | -- | 976 | -- | -- | 1,039 |
| Other accumulated comprehensive income |  | -- | -- | -- | -- | -- | 9,072 | -- | 9,072 |
| Expired dividends | [7.b] | -- | -- | -- | -- | -- | -- | 79 | 79 |
| Net income for the period | **[25.c]** | **--** | **--** | **--** | **--** | **---** | **--** | **4,237,982** | **4,237,982** |
| Intermediary dividends paid 1st Half 2022 |  | -- | -- | -- | -- | -- | -- | (2,068,697) | (2,068,697) |
| Balances at Sept 30, 2022 |  | **6,269,692** | **1,571** | **--** | **1,250,000** | **(80,344)** | **(149,392)** | **2,169,364** | **9,460,891** |
| Changes in period |  | **2,872,925** | **63** | **(679,354)** | **(2,193,571)** | **976** | **9,072** | **2,169,364** | **2,179,475** |

The accompanying notes are an integral part of these financial statements

STATEMENT OF VALUE ADDED

R$ thousand

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Parent | |  | Consolidated | |
|  | **Note** | **01.01 to 09.30.2022** | **01.01 to 09.30.2021**  **re-introduced** |  | **01.01 to 09.30.2022** | **01.01 to 09.30.2021**  **re-introduced** |
| Income |  | **8.122** | **6.271** |  | **3.372.585** | **2.927.651** |
| Commissions income | [8] | -- | -- |  | 3.360.023 | 2.914.161 |
| Other income |  | 8.122 | 6.271 |  | 12.562 | 13.490 |
|  |  |  |  |  |  |  |
| Input Acquired from Third Parties |  | **(2.474)** | **(1.980)** |  | **(228.718)** | **(185.605)** |
| Administrative expenses diverse |  | (2.398) | (1.935) |  | (20.990) | (11.474) |
| Cost of services provided | [9] | -- | -- |  | (153.024) | (143.528) |
| Other expenses |  | (76) | (45) |  | (54.704) | (30.603) |
|  |  |  |  |  |  |  |
| Gross Added Value |  | **5.648** | **4.291** |  | **3.143.867** | **2.742.046** |
|  |  |  |  |  |  |  |
| Depreciation and amortization | **[13]** | **(114)** | **(115)** |  | **(950)** | **(785)** |
|  |  |  |  |  |  |  |
| Net Added Value Generated by the Entity |  | **5.534** | **4.176** |  | **3.142.917** | **2.741.261** |
|  |  |  |  |  |  |  |
| Added Value Received Through Transfer |  | **4.275.569** | **2.720.012** |  | **2.610.074** | **1.189.676** |
| Equity in the earnings of associates | [7.b] | 4.235.022 | 2.699.916 |  | 2.255.182 | 1.104.543 |
| Financial income | [14] | 40.547 | 20.096 |  | 354.892 | 85.133 |
|  |  |  |  |  |  |  |
| Total Added Value to Distribute |  | **4.281.103** | **2.724.188** |  | **5.752.991** | **3.930.937** |
|  |  |  |  |  |  |  |
| Distribution of Added Value |  | **4.281.103** | **2.724.188** |  | **5.752.991** | **3.930.937** |
| Personnel |  | **9.279** | **7.542** |  | **45.902** | **38.752** |
| Direct remuneration - Earnings and fees |  | 6.727 | 5.653 |  | 32.025 | 28.109 |
| Benefits and training |  | 1.466 | 1.104 |  | 8.481 | 6.396 |
| FGTS |  | 396 | 308 |  | 2.114 | 1.746 |
| Other charges |  | 690 | 477 |  | 3.282 | 2.501 |
| Taxes, fees and contributions |  | **5.620** | **5.829** |  | **1.437.594** | **1.179.494** |
| Federal |  | 5.620 | 5.829 |  | 1.358.066 | 1.111.266 |
| Municipal |  | -- | -- |  | 79.528 | 68.228 |
| Remuneration of third-party capital |  | **28.222** | **4.232** |  | **31.513** | **6.106** |
| Interest | [14] | 27.623 | 3.766 |  | 28.963 | 3.951 |
| Rents |  | 599 | 466 |  | 2.550 | 2.155 |
| Equity remuneration |  | **4.237.982** | **2.706.585** |  | **4.237.982** | **2.706.585** |
| Dividends |  | 2.068.618 | 1.040.000 |  | 2.068.618 | 1.040.000 |
| Retained earnings for the period |  | 2.169.364 | 1.666.585 |  | 2.169.364 | 1.666.585 |

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

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

1 - OPERATIONAL CONTEXT

BB Seguridade Participações S.A. (“BB Seguridade” or “Company”) is a *holding* company controlled by Banco do Brasil SA, incorporated on December 20th, 2012, which operates in insurance business. It is a publicly-held corporation and its shares are traded on the Novo Mercado segment of B3 SA - Brazil, Stock, Counter, under the code “BBSE3”, and its ADRs (*American Depositary Receipts*) on the *Over-the-Counter* market in the United States of America under the code “BBSEY”.

It is registered with the CNPJ under No. 17.344.597/0001-94 and headquartered in the Northern Local Government Sector, Quadra 05, Lote B, Torre Sul, 3rd Floor, Banco do Brasil Building, Asa Norte, Brasília, Distrito Federal, Brazil.

Its corporate purpose is to participate in insurance companies, capitalization companies, open supplementary pension entities and private health care plans, as well as in other companies whose corporate purpose is the brokerage and feasibility of business involving insurance companies in the elementary, life, health, capitalization, pension and asset management fields.

BB Seguridade has, among its equity stake, two wholly-owned subsidiaries, BB Seguros Participações S.A. ("BB Seguros") and BB Corretora de Seguros e Administradora de Bens S.A. ("BB Corretora"), the corporate structure that makes up the BB Seguridade Group ("Group").

Such stake is currently organized into two segments: risk and accumulation businesses, which operate insurance, open pension funds, capitalization and dental care plans products through BB Seguros with private partners; and distribution business, which sells insurance, open pension funds, capitalization bonds and private dental care plans, through BB Corretora, in addition to an investment that operates in the distribution of insurance products through digital channels.

In the risk and accumulation business, the Group operates through stakes in the companies BB Mapfre, Brasilprev, Brasilcap and Brasildental, which are directly invested in by BB Seguros, and indirectly in the companies Brasilseg and Aliança do Brasil Seguros, subsidiaries of BB Mapfre. In the distribution business, it operates through BB Corretora, which holds a stake in the investee Ciclic.

With Banco do Brasil's distribution network as the main channel for the sale of a complete portfolio of products with the intermediation of its own brokerage, BB Seguridade currently occupies a prominent position in the market in all the segments in which it operates.

2 – ACQUISITIONS, DISPOSALS AND CORPORATE RESTRUCTURINGS

**a) Broto S.A.**

In line with the Notice to the Market released on October 13, 2022, the Board of Directors of BB Seguridade Participações S.A. (BB Seguridade) has approved the execution of the final agreements regarding the creation of a new company named Broto S.A. (Broto), which will run the businesses of the Broto Digital Platform, in a partnership between Brasilseg Companhia de Seguros (Brasilseg or Insurance Company), an investee of BB Seguros Participações S.A. (BB Seguros), with Banco do Brasil S.A. (BB).

The Broto’s capital will be composed as following:

|  |  |  |  |
| --- | --- | --- | --- |
| Shareholders | Stake (%) | | |
| **Voting Shares** | **Preferred Shares** | **Total** |
| BB | -- | 100 | 50 |
| Brasilseg | 100 | -- | 50 |

Brasilseg will invest R$ 31.2 million in Broto to achieve the economic stake provided in the aforementioned table (50%), being the amount composed part of cash and the other part of assets related to the Broto Platform, which is currently held by the Insurance Company. The same amount will be invested by BB to subscribe and pay in the shares corresponding to the other 50% economic stake of the new company.

Brasilseg will keep the access to Broto Platform to sell its insurances, and it is granted to BB Corretora de Seguros e Administradora de Bens S.A. (BB Corretora), a wholly-owned company of BB Seguridade, the exclusivity to intermediating the commercialization of such products.

**b) Brasilprev Seguros e Previdência S.A.**

In line with the Notice to the Market released by BB Seguridade Participações S.A. on June 15, 2021, Brasilprev issued, on June 7, 2021, the issue of 550,000 subordinated debentures, not convertible into shares, with a unit face value of R$ 1,000.00, making the total amount of R$ 550,000,000.00. The issue did not change the interest held by BB Seguros Participações S.A. in the total capital of Brasilprev and the funds raised were used to cover its Minimum Required Capital.

On June 25, 2021, Brasilprev's General Meeting met, extraordinarily, to approve a new increase in Brasilprev's capital stock, in R$ 599,999,556.89, through the issuance of 191,211 new common shares and 191,211 new shares preferred shares, with an issue price of R$ 1,568.95 each, calculated based on Brasilprev's Shareholders' Equity on May 31, 2021. Previously, on June 22, 2021, BB Seguridade Participações SA had already disclosed a Material Fact to the market, informing the approval of this capital increase by its Board of Directors.

BB Seguros Participações S.A. subscribed 95,586 common shares and 191,211 preferred shares, equivalent to R$ 449,969,073.22, while PFG do Brasil Ltda. subscribed 95,625 common shares, equivalent to R$ 150,030,483.67, paid in national currency on June 28, 2021. There was no change in the percentage of BB Seguros participation in Brasilprev's capital stock.

Brasilprev's capital, fully subscribed, is now R$ 3,529,257,256.17, fully paid-in, divided into 3,517,874 shares, of which 1,758,937 are common shares and 1,758,937 are preferred shares, distributed among the shareholders in the following proportion:

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| Shareholders | Voting Shares | | Preferred Shares | | Total | |
| **Amount** | **%** | **Amount** | **%** | **Amount** | **%** |
| BB Seguros | 879,293 | 49.990 | 1,758,937 | 100.000 | 2,638,230 | 74.995 |
| PFG | 879,644 | 50.010 | -- | -- | 879,644 | 25.005 |
| Total | **1.758.937** | **100.000** | **1,758,937** | **100.000** | **3,517,874** | **100.000** |

**c) Brasilcap Capitalização S.A.**

On March 31, 2021, Brasilcap’s Extraordinary Shareholders Meeting (ESM) approved a capital increase, from R$ 231,264,117.06 to R$ 254,392,710.76, equivalent to an increase of R$ 23,128,593.70, through the capitalization of profit reserves in excess of the legal limit, without changing the number of shares.

On December 31, 2021, Brasilcap’s ESM approved the company’s capital increase from R$ 254,392,710.76 to R$ 354,398,110.76, through the issuance of 76,340,000 preferred shares, all nominative with no par value, by the price of R$ 1.31 each, in compliance with Article 170, § 1, of Federal Law Nr. 6,404 of 1976, capitalized by credits resulting from the private instrument ”Advances For Future Capital Increases”, concluded on December 22, 2021, between Brasilcap and its shareholders BB Seguros Participações S.A., Icatu Seguros S.A. and Companhia de Seguros Aliança da Bahia.

BB Seguros Participações S.A. subscribed in the proportion of its current economic stake, 50,888,244 preferred shares, equivalent to R$ 66,663,599.64, while Icatu Seguros S.A. subscribed 12,725,878 preferred shares, equivalent to R$ 16,670,900.18, and Companhia de Seguros Aliança da Bahia subscribed 12,085,282 preferred shares, equivalent to R$ 15,831,719.42. In addition, through the capitalization of credits arising from the Advances for Future Capital Increases, Icatu Seguros S.A. subscribed 328,568 preferred shares, equivalent to R$ 430,424.08 and Companhia de Seguros Aliança da Bahia subscribed 312,028 preferred shares, equivalent to R$ 408,756.68, on the condition that other Brasilcap’s minority shareholders do not exercise their preemptive right. The issuance maintained unchanged the current economic stake held by BB Seguros Participações S.A. in Brasilcap’s total capital.

Considering that the minority shareholders did not exercise their preemptive rights within the allowed period, BB Seguros, due to the terms agreed through the Subscription Commitment Instrument and Other Covenants, started the necessary procedures for the acquisition of the preferred shares, which must be concluded by December 26, 2022, in order to equalize the shareholding proportion held by the majority shareholders before the contribution of capital.

Thus, Brasilcap's paid in capital amounted to R$ 354,398,110.76, divided into 216,010,804 common shares, all nominative with no par value, and 184,329,196 preferred shares, all nominative with no par value.

3 – PRESENTATION OF FINANCIAL STATEMENTS

a) Statement of Compliance

The individual financial statements have been prepared in accordance with the accounting guidelines derived from Brazilian corporation law and are presented in compliance with accounting practices adopted in Brazil, including pronouncements issued by the Comitê de Pronunciamentos Contábeis – CPC (Accounting Pronouncements Committee), approved by Conselho Federal de Contabilidade – CFC (Federal Accounting Council).

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), issued by the International Accounting Standards Board (IASB).

There are no divergences in accounting practices adopted for these individual and consolidated financial statements, given that the conformity between of the accounting standards adopted in Brazil and those issued by the IASB.

All the relevant information specific to the financial statements are evidenced and correspond to those used by Management in its management.

These financial statements were approved and authorized by BB Seguridade's Board of Directors on October 04, 2022.

b) Continuity

Management evaluated the capacity of BB Seguridade to continue normally operating and it is convinced that it has the resources to continue its business in the future, In addition, Management is not aware of any material uncertainties that could generate significant doubts about its ability to continue operating, Accordingly, these consolidated and individual financial statements were prepared based on the assumption of operating continuity.

c) Measurement Basis of Assets and Liabilities

These individual and consolidated interim financial statements have been prepared using historical cost as the measurement basis, except for financial assets measured at fair value through profit or loss.

d) Functional and Presentation Currency

The financial statements are presented in Brazilian Reais (R$), the functional and presentation currency of BB Seguridade, BB Seguridade and subsidiaries did not carry out operations in foreign currency.

e) Consolidation Basis

The consolidated financial statements of the BB Seguridade and subsidiaries are included the consolidation of assets and liabilities from BB Seguridade and its controlled entities, as follows:

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| Company |  | Activity | Country of constitution |  | % Share | |
|  |  | **Sept 30, 2022** | **Dec 31, 2021** |
| BB Seguros Participações S,A, |  | Holding | Brazil |  | 100% | 100% |
| BB Corretora de Seguros e Administradora de Bens S,A, |  | Brokerage | Brazil |  | 100% | 100% |

The intra-group balances and transactions, such as any unrealized income or expenses on transactions between companies of the consolidated, are eliminated in preparing the consolidated financial statements.

f) Seasonality of Operations

BB Seguridade and its owned subsidiaries consider the nature of their transactions as non-seasonal and non-cyclical, taking into account the activities carried out by the Group, Consequently, no specific disclosures are provided in these notes.

g) Main Judgments and Accouting Estimates

The preparation of the financial statements in accordance with CPCs and IFRS requires that the Management make judgments and estimates affecting the recognized amounts referring to assets, liabilities, income and expenses, Estimates and assumptions adopted are analyzed on a continuous basis, and revisions are carried out and recognized in the period in which the estimate is reevaluated, with prospective effects, The actual results obtained may be different from estimates used herein.

Taking into consideration that there are certain alternatives to accounting treatments, the results that are disclosed could be different, in the event a different treatment had been chosen, Management considers that the choices made are appropriate and that the financial statements fairly present the consolidated financial position of BB Seguridade and the result of its operations in all material aspects.

Significant assets and liabilities subject to these estimates and assumptions encompass items for which an evaluation at fair value is necessary, The most relevant applications of the exercise on estimates judgments and usage occur in: Fair value of Financial Instruments, Impairment of Financial Assets, Impairment of Non-Financial Assets, Income Taxes, Deferred Taxes and Provisions and Contingent Liabilities.

h) Restatement of the statement of added value for comparability purposes

Statement of Added Value

In order to better adapt to the disclosure requirements of Technical Pronouncement CPC 09 - Statement of Added Value and to comply with Official Letter No. 105/2022/CVM/SEP/GEA-5, of October 14, 2022, in the 3rd quarter of 2022, certain adjustments and/or reclassifications were made in the presentation of the statement of value added for comparability purposes.

In the controller's statement, new components were opened in the distribution of added value and reclassifications of administrative and personnel expenses, as shown below.

* Administrative expenses for rentals (R$ 466 thousand);
* Personnel expenses (INSS) for federal taxes (R$ 1,204 thousand).

|  |  |  |  |
| --- | --- | --- | --- |
|  | Parent – 01.01 to 09.30.2021 | | |
|  | **Previous Disclosure** | **Reclassifications** | **Current Disclosure** |
| Income | **6,271** | **--** | **6,271** |
| Input Acquired from Third Parties | **(2,446)** | **466** | **(1,980)** |
| Administrative expenses diverse | (2,401) | 466 | (1,935) |
| Other expenses | (45) | -- | (45) |
| Gross Added Value | **3,825** | **466** | **4,291** |
| Depreciation and amortization | **(115)** | **--** | **(115)** |
| Net Added Value Generated by the Entity | **3,710** | **466** | **4,176** |
| Added Value Received Through Transfer | **2,720,012** | **--** | **2,720,012** |
| Total Added Value to Distribute | **2,723,722** | **466** | **2,724,188** |
|  |  |  |  |
| Distribution of Added Value | **2,723,722** | **466** | **2,724,188** |
| Personnel | **8,746** | **(1,204)** | **7,542** |
| Direct remuneration - Earnings and fees | -- | 5,653 | 5,653 |
| Benefits and training | -- | 1,104 | 1,104 |
| FGTS | -- | 308 | 308 |
| Other charges | -- | 477 | 477 |
| Taxes, fees and contributions | **4,625** | **1,204** | **5,829** |
| Federal | -- | 5,829 | 5,829 |
| Financial expenses | **3,766** | **(3,766)** | **--** |
| Remuneration of third-party capital | **--** | **4,232** | **4,232** |
| Interest | -- | 3,766 | 3,766 |
| Rents | -- | 466 | 466 |
| Equity remuneration | **1,040,000** | **1,666,585** | **2,706,585** |
| Dividends | -- | 1,040,000 | 1,040,000 |
| Retained earnings for the period | -- | 1,666,585 | 1,666,585 |
| Retained earnings for the period | **1,666,585** | **1,666,585** | **--** |
|  |  |  |  |

In the consolidated statement, new components were opened in the distribution of value added and reclassifications of administrative and personnel expenses, as shown below.

* Administrative expenses for rentals (R$ 2,155 thousand);
* Personnel expenses (INSS) for federal taxes (R$ 5,930 thousand).

|  |  |  |  |
| --- | --- | --- | --- |
|  | Consolidated – 01.01 to 09.30.2021 | | |
|  | **Previous Disclosure** | **Reclassifications** | **Current Disclosure** |
| Income | **2,927,651** | **--** | **2,927,651** |
| Input Acquired from Third Parties | **(187,760)** | **2,155** | **(185,605)** |
| Administrative expenses diverse | (13,629) | 2,155 | (11,474) |
| Cost of services provided | (143,528) | -- | (143,528) |
| Other expenses | (30,603) | -- | (30,603) |
| Gross Added Value | **2,739,891** | **2,155** | **2,742,046** |
| Depreciation and amortization | **(785)** | **--** | **(785)** |
| Net Added Value Generated by the Entity | **2,739,106** | **2,155** | **2,741,261** |
| Added Value Received Through Transfer | **1,189,676** | **--** | **1,189,676** |
| Total Added Value to Distribute | **3,928,782** | **2,155** | **3,930,937** |
|  |  |  |  |
| Distribution of Added Value | **3,928,782** | **2,155** | **3,930,937** |
| Personnel | **44,682** | **(5,930)** | **38,752** |
| Direct remuneration - Earnings and fees | -- | 28,109 | 28,109 |
| Benefits and training | -- | 6,396 | 6,396 |
| FGTS | -- | 1,746 | 1,746 |
| Other charges | -- | 2,501 | 2,501 |
| Taxes, fees and contributions | **1,173,564** | **5,930** | **1,179,494** |
| Federal | -- | 1,111,266 | 1,111,266 |
| Municipal | -- | 68,228 | 68,228 |
| Financial expenses | **3,951** | **(3,951)** | **--** |
| Remuneration of third-party capital | **--** | **6,106** | **6,106** |
| Interest | -- | 3,951 | 3,951 |
| Rents | -- | 2,155 | 2,155 |
| Equity remuneration | **1,040,000** | **1,666,585** | **2,706,585** |
| Dividends | -- | 1,040,000 | 1,040,000 |
| Retained earnings for the period | -- | 1,666,585 | 1,666,585 |
| Retained earnings for the period | **1,666,585** | **(1,666,585)** | **--** |

# 4 – DESCRIPTION OF KEY ACCOUNTING POLICIES

Accounting policies are the specific principles, bases, conventions, rules and practices applied by BB Seguridade in the preparation and presentation of annual financial statements. BB Seguridade applied accounting policies consistently to all periods presented in these interim financial statements.

The accounting policies used in the preparation of these interim financial statements are equivalent to those applied to the annual financial statements for the fiscal year ended on December 31, 2021.

**a) Revenue and Expense Recognition**

Revenues and expenses are recognized on an accrual basis and are reported in the financial statements for the periods to which they refer. Revenues are increases in assets, or decreases in liabilities, resulting in increases in the shareholders' equity, except for those referring to contributions from holders of rights on the equity.

This concept is applied to the main revenues arising from the activities of BB Seguridade and its investees, namely:

**a.1) Revenue from investments in shareholdings –** Revenue from the application of the equity method for assessment of the investments in shareholdings are recognized in proportion to the BB Seguridade’s shareholding on the investees’ income, according to the CPC 18 (R2) [IAS 28] – Investment in Controlled and Affiliated Companies and Joint Ventures.

**a.2) Revenue from commissions –** Revenue from commissions are recognized pro rata when its value, its related costs and the conclusion stage of the transaction can be measured in reliable manner and when its related economic benefits are likely to be effective, according to the CPC 47 [IFRS 15] – Contract Revenue with Client.

In order to recognize its revenue, BB Seguridade uses a five-stage model concept to determine when to recognize the revenue: i) identification of the contract; ii) identification of the performance obligations; iii) determination of the price for the transaction; iv) allocation of the price for the transaction and v) recognition of revenue.

Revenues from commissions are recognized when the Company meets (or as the Company meets) its performance obligation when transferring the goods and services (in other words, assets) in agreement with a client. Revenues from commissions arises from the segments of people insurance, casualty insurance, pension plans, capitalization and health insurance. These revenues are recognized over time (products with an established validity), where the performance obligation is diluted linearly over the lifetime of the product/insurance, or at a specific time (monthly products), where the performance obligation is due monthly, according to the characteristics of the products.

In cases of return of the Premium to the insured parties, the broker reimburses, to the insurer, the commission received in proportion to the value refunded or not received by the insurer in relation to the remaining period of the policy.

For insurance whose expiry date is not objectively established (monthly insurance), monthly payment of considerations is decisive for the continuity of the policies, and, in general, there are no refund of the commissions.

For the monitoring and control of brokerage commissions, BB Seguridade uses the ERP (Enterprise Resource Planning) system, which has a specific module for brokerage, called “Motor de Cálculo”. The purpose of this module is to receive, in a standardized manner, all the necessary information from the investees and Banco do Brasil, allowing the automation of the quantitative and qualitative analyzes of the sales operations and accounts receivable operations of the security products, allowing greater control and reconciliation of brokerage values, in addition to allowing the automatic accounting. Products from Brasilseg, Brasilcap, Brasilprev, Brasildental and Mapfre Seguros Gerais are already implemented in this tool.

**a.3) Financial revenues and expenses –** Revenues and expenses from financial instruments arising from assets and liabilities that generate and pay for monetary correction and/or interest, as well as the values related to the correction of the fair value, are recognized in the income for the fiscal year on an accrual basis, using the effective interest rate method, according to the CPC 48 [IFRS 9] – Financial Instruments.

In the case of instruments measured at fair value through income (in accordance with item c.3 below), the fair value is determined as described in item c.4.

**b) Cash and cash equivalents**

Cash and cash equivalents are represented by available funds in local currency, short-term fund investments, investments in purchase and sale commitments, with high liquidity and an insignificant risk of change in the value, with a maturity of 90 days or less.

**c) Financial instruments**

The financial instruments are classified in relation to the business model and the contractual characteristics of the cash flows of the instruments according to the CPC 48 [IFRS 9] – Financial Instruments.

Financial instruments are initially measured at fair value plus the transaction cost, except when financial assets and liabilities are recorded at fair value through the income.

Financial assets and liabilities can be classified into one of the categories: i) financial instrument measured at fair value through the income, ii) financial instrument measured at amortized cost and; iii) financial instrument measured at fair value through other comprehensive income.

The main financial instruments of BB Seguridade and its controlled companies are securities mainly held by Banco do Brasil (investment funds and sale commitments). During the reporting period, the use of derivative instruments by BB Seguridade is carried out indirectly, given that investment funds, within their respective investment policies, may make use of these derivative instruments.

BB Seguridade, through BB Seguros, holds interest in insurance companies, for which the CPC 48 [IFRS 9] is not applied. When there is a divergence in the accounting practice of the investees, it is necessary to adjust the accounting practices for standardization. However, the CPC Technical Pronouncements Review No. 12/2017 allowed, in relation to an exemption for insurers, that the Company could apply the CPC without need for standardization in relation to the investees (until January 1, 2023).

**c.1) Amortized Cost -** This category includes financial assets held (i) for the purpose of receiving its contractual cash flow rather than for sale with realization of profits or losses and (ii) whose contractual terms generates cash flows at specified dates exclusively for principal payments and interest payments on the outstanding principal value.

Financial bills are recognized as financial assets measured at amortized cost. Changes in these assets are recognized in the income for the fiscal year in the financial revenues or expenses, depending on the result obtained.

**c.2) Fair value through other comprehensive income - VJORA -** This category includes financial assets held (i) both for the receipt of its contractual cash flow and for sale with realization of profits or losses and (ii) whose contractual terms generates cash flows at specified dates exclusively for principal payments and interest payments on the outstanding principal value.

For the reporting period, BB Seguridade did not have any financial assets classified in this category.

**c.3) Fair value through profit or loss (VJR) -** Financial assets that are not measured at amortized cost or at fair value through other comprehensive income are classified in this category.

The investment funds and purchase and sale commitments are recognized as financial assets measured at fair value through income.

**c.4) Determination of fair value -** Fair value is the price that would be received for the sale of an asset or would be paid by the transfer of a liability in a non-forced transaction between market participants at the measurement date.

The fair value of financial instruments traded in active markets on the base date of the balance sheet is based on the quoted market price or on the quotation of the over-the-counter price (selling price for purchased positions or purchasing price for sold positions), without any deduction of transaction cost.

In situations where there is no market price for a particular financial instrument, its fair value is estimated on the basis of valuation methods commonly used in the financial markets, which are appropriate to the specific characteristics of the instrument and capture the various risks to which it is exposed. The valuation methods include: the discounted cash flow method, comparison to similar financial instruments for which there is a market with observable prices, option pricing model, credit models and other known valuation models.

The internal pricing models may involve some level of estimation and judgment by the Administration, whose intensity will depend, among other factors, on the complexity of the financial instrument.

**c.5) Financial liabilities -** An instrument is classified as a financial liability when there is a contractual obligation, of which its settlement is made through the delivery of money or other financial asset, regardless of its legal form. Financial liabilities include short-term and long-term debt that are initially measured at fair value, which is the net value received of costs levied upon the transaction and, subsequently, upon the amortized cost.

**d) Write-off of Financial Assets and Financial Liabilities**

**d.1) Financial assets** - A financial asset is written off when: (i) the contractual rights related to the respective cash flows expire; (ii) most of the risks and benefits associated with the asset is transferred to third parties; or (iii) when control over the asset is transferred, even if part of the risks and benefits associated with its holding is retained.

The rights and obligations retained in the transfer are separately recognized as assets and as liabilities, when appropriate. If the control over the asset is retained, the Group continues to recognize it in the extent of its continuing involvement, which is determined by the extent to which it remains exposed to changes in the value of the transferred asset.

**d.2) Financial liabilities** - A financial liability is written off when its obligation is eliminated, canceled or expired. If an existing financial liability is replaced by another from the same creditor in substantially different terms, or the terms of the existing liability are substantially modified, such modification is treated as a write-off of the original liability and as the recognition of a new liability, and the difference between the book values is recognized in the income.

**e) Reduction in the Recoverable Value of Financial Assets – Impairment**

For the recoverable value of financial assets (impairment), the CPC 48 [IFRS 9] – Financial Instruments considers the expected credit losses, which are a weighted estimate of the probability of credit losses (that is, the present value of all cash deficits) over the expected life of the financial instrument.

Cash deficit is the difference between the cash flows due to the entity according to the contract and the cash flows that the entity expects to receive. As the expected credit losses consider the value and timing of the payments, the credit loss occurs even if the entity expects to be paid in full, but after the due date stipulated by the contract.

For the impairment of commissions receivable, the simplified approach allowed by the CPC 48 [IFRS 9] for commercial receivables was used, in which the recognition of expected credit losses follows the model for the entire life of the instrument.

Annually or whenever there is an indication that the financial asset may be devalued, an assessment to check if there is any objective evidence of impairment of its financial assets is carried out at BB Seguridade, in accordance with the CPC 48 [IFRS 9] – Financial Instruments.

In the period, there were no losses due to devaluation of the financial assets of the BB Seguridade group.

**f) Share Premium and Other Intangible Assets**

The share premium generated on the acquisition of investments on shareholdings is accounted for considering the fair value assessment of the identifiable assets and the assumed liabilities of the acquired company on the acquisition date and, in accordance with the applicable standards, is not amortized. However, it is tested, at least annually, for impairment purposes. After the initial recognition, the share premium is measured at cost minus any accrued impairment losses.

Intangible assets are separately recognized from the share premium when they are separable or arise from contractual rights or other legal rights, their fair value can be measured reliably and it is probable that the expected future economic benefits will be transferred to BB Seguridade. The cost of intangible assets acquired in a business combination is its fair value at the acquisition date. The other acquired intangible assets, not linked to the business combination, are initially measured at cost.

The useful live of intangible assets is considered to be definite or indefinite. Intangible assets with defined useful lives are amortized over the course of their economic life. They are initially registered at cost, minus the accrued amortization and impairment losses. Intangible assets with indefinite useful lives are recorded at cost minus any impairment losses.

The period and method for the amortization of intangible assets with definite useful lives are reviewed, at a minimum, annually. Changes in the expected useful life or proportion of expected use of the future benefits incorporated to the asset are recognized through changes in the period or method for the amortization, when appropriate, and treated as changes in accounting estimates.

The costs incurred related to the acquisition, production and development of software are capitalized and registered as intangible assets. Expenditures from the research phase are registered as expenses.

The expense with the amortization of intangible assets with definite useful life and impairment losses are recognized in the income for the period in the line “Other” of the Income Statement.

**g) Reduction in the Recoverable Value of Non-Financial Assets – Impairment**

Annually or whenever there is an indication that the asset may be devalued, an assessment, based on internal and external sources of information, to check if there is any indication that a non-financial asset may be with recoverability problems is carried out. If there is such indication, the asset's recoverable value is estimated. The recoverable value of the asset is the highest between its fair value minus the costs to sell it or its value in use.

Whether there was any indication of reduction in the recoverable value, the impairment test of an intangible asset with indefinite useful life is annually carried out, including the share premium acquired in a business combination, or an intangible asset not yet available for use. This test can be carried out at any time during an annual period, provided it is performed at the same time each year.

In the event that the recoverable value of the asset is lower than its book value, the book value of the asset is reduced to its recoverable value through recording an impairment loss, for which the consideration is recognized in the income statement for the period in which it occurs, in other Operating Expenses/Revenues.

Annually, it is further assessed if there is any indication that a loss by impairment recognized in previous fiscal years for an asset other than the share premium for expected future profitability, might no longer exist or may have been reduced. If there is such indication, the recoverable value of this asset is estimated. The reversal of a loss by impairment of an asset will be immediately recognized in the income for the fiscal year, as a rectifier of the balance of other Operating Expenses/Revenues.

In the period, there were no losses due to the devaluation of non-financial assets of the BB Seguridade group.

**h) Investments in Shareholdings**

Under the equity method, the investment is initially measured at cost and subsequently adjusted by the investor's recognition of changes in the net assets of the investee. In addition, the portion of the investor's income in the profits and losses generated by the investee must be included in the income for the fiscal year of the investor, according to the CPC 18 (R2) [IAS 28] – Investment in Controlled and Affiliated Companies and Joint Ventures.

Investments in equity interests in the companies BB Seguros Participações S.A. and BB Corretora de Seguros e Administradora de Bens S.A. are classified as investments in subsidiaries and valued using the equity method and are consolidated.

Investments in equity interests in the companies BB Mapfre Participações S.A., Brasilprev Seguros e Previdência S.A., Brasilcap Capitalização S.A., Brasildental Operadora de Planos Odontológicos S.A. and Ciclic Corretora de Seguros S.A. are valued using the equity method, whether classified as investments in associates or joint ventures.

In situations where the investees use different accounting practices in events and transactions of the same nature in similar circumstances, the necessary adjustments are carried out to make the financial statements of the investees suitable to the accounting practices adopted by the investor.

**i) Provisions, Contingent Liabilities and Legal Obligations**

The recognition, measurement and disclosure of contingent liabilities and legal obligations are carried out in accordance with the criteria defined in the CPC 25 [IAS 37] – Provisions, Contingent Liabilities and Contingent Assets.

Provisions related to legal and administrative proceedings are recognized in the financial statements when, based on the analysis of legal advisors and the Management, the risk of loss of a legal or administrative action is deemed probable, with a probable outflow of funds for the settlement of obligations and when the amounts involved are measurable with sufficient certainty, being quantified upon the court summons/notification and reviewed monthly on an individual basis, thus considering the processes related to causes considered unusual or whose value is deemed relevant under the analysis of advisors, considering the intended compensation amount.

Contingent liabilities classified as possible losses are not recognized in the accounts, and should only be disclosed in the explanatory notes, and those classified as remote do not require provision and disclosure.

Tax legal obligations are derived from tax obligations provided for by the legislation, irrespective of the probability of success of lawsuits in progress, and their amounts are fully recognized in the financial statements.

**j) Taxes**

Taxes are calculated based on the rates shown in the table below:

|  |  |  |
| --- | --- | --- |
| **Taxes** | **Sept 30, 2022** | **Dec 31, 2021** |
| Individual Income Tax (IRPJ) (¹) | 25% | 25% |
| Social Contribution on Net Income (CSLL) | 9% | 9% |
| Contribution to PIS (Social Integration Program) / Pasep (Investment Program for Civil Servants) | 1.65% | 1.65% |
| Contribution to the Financing of the Social Security (COFINS) | 7.60% | 7.60% |
| Contribution to PIS / Pasep on income from financial investments | 0.65% | 0.65% |
| Contribution to the Financing of the Social Security(COFINS) on income from financial investments | 4% | 4% |
| Service Tax – ISS(2) | Up to 5% | Up to 5% |

(1) Includes basic (15%) and additional (10%) rates

(2) Incident on the services provided by BB Corretora.

The deferred tax assets and deferred tax liabilities are constituted by the application of the current tax rates on their respective bases. For constitution, maintenance and write-off of deferred tax assets, the criteria established by the CPC 32 [IAS 12] – Taxes on Profit are observed, and they are supported by a realization capacity study.

**k) Segment Disclosure**

The CPC 22 [IFRS 8] – Information per Segment requires the disclosure of financial information of the entity's operating segments based on the internal disclosures that are used by the Management to allocate resources and to assess its financial and economic performance.

**l) Interest on Net Equity and Dividends**

Brazilian companies may assign a nominal interest expense, deductible for tax purposes, on their net equity. The value of the interest on the net equity is considered as a dividend and, when applicable, presented in these consolidated financial statements as a direct reduction in the stockholders' equity.

Under the current dividends policy, BB Seguridade distributes to shareholders, as mandatory dividends, a portion corresponding to at least 25% of the adjusted net profit with the deductions and increases provided for in Art. 202 of Law 6.404/76, which are recognized as a liability and deducted from the shareholders' equity when allocating the income for the period.

In the reported period, there was no recognition and payment of interest on equity.

**m) Earning per share**

The disclosure of the earnings per share is made in accordance with the criteria defined in the CPC 41 [IAS 33] – Earnings per Share – approved by the CVM Resolution 636/2010. The basic and diluted earnings per share of BB Seguridade was calculated by dividing the net profit attributable to the shareholders by the weighted average number of total common shares, excluding treasury shares. BB Seguridade has no option instruments, subscription bonus or their equivalents that provide for its holder the right to acquire shares. Thus, basic and diluted earnings per share are equivalents.

**n) Leases**

The recognition, measurement and disclosure of leases are carried out in accordance with the criteria defined in the CPC 06 (R2) [IFRS 16] – Leases. BB Seguridade and its controlled companies do not have significant lease operations.

Lease operations are present in insurance companies and health operators in which BB Seguridade has an interest. For insurance companies, the Superintendência de Seguros Privados (Susep) approved, through Circular No. 615, of September 2020, the adoption of the CPC 06 (R2) [IFRS 16] – Leases, effective from January 1, 2021. For health operators, the National Supplementary Health Agency (ANS) approved, through Normative Resolution No. 472, of September 2021, the adoption of that standard as of January 1, 2022.

When there is a divergence in the accounting practice adopted by the investor in relation to the affiliate companies, adjustment procedures are necessary for purposes of standardization. Considering the current lease operations of the affiliate companies, the necessary adjustments in investments were carried out in order standardize the practices.

The companies Brasilseg, Aliança do Brasil Seguros, Brasilprev and Brasilcap (from January 1, 2021) and Brasildental (from January 1, 2022) started to adopt CPC 06 (R2) [IFRS 16] – Leases, since then, there is no divergence of accounting practice related to the treatment of leases, leaving only the balance of difference in practice from periods prior to the adoption of the CPC, shown in Note 07 – Investments in Equity Interests.

**o) Improvements to the IFRS and Recently Issued Pronouncements**

Improvements to the IFRS are amendments issued by the IASB – International Accounting Standards Board and comprise changes in the recognition, measurement and disclosure rules related to various IFRS. We present herein a summary of some amendments as well as the interpretations and pronouncements recently issued by the IASB and the CPC, which shall come into force after this period:

**CPC 50 [IFRS 17] – Insurance Contracts –** In May 2017, the IASB issued the IFRS 17, replacing the IFRS 4 - Insurance Contracts, which establishes the principles for the recognition, measurement and disclosure of insurance contracts within the scope of the standard. The purpose of the IFRS 17 is to ensure that an entity provides relevant information that faithfully represents these contracts. This information provides a basis for users of financial statements to assess the effect that insurance contracts have on the entity's financial position, financial performance and cash flows.

In March 2020, by means of an Amendment to the IFRS 17, the IASB decided that the effective date of the standard would be postponed to annual periods beginning on or after January 1, 2023. It also decided to extend the exemption currently in force for some insurers in relation to the application of the IFRS 9’s Financial Instruments to allow the implementation of IFRS 9 and IFRS 17 at the same time.

In May 2021, the CPC issued Technical Pronouncement CPC 50 - Insurance Contracts, a standard equivalent to IFRS 17. The validity of this pronouncement will be established by the regulators that approve it, and for full compliance with international accounting standards, the entity shall apply this pronouncement for annual periods beginning on or after January 1, 2023.

In July 2021, CVM received CPC 50 through CVM Resolution 42/2021, effective for annual periods beginning on or after January 1, 2023. This standard has not yet been approved by Susep and ANS.

The insurance companies and health operators invested in BB Seguridade are in the process of adapting to the application of the new standard to comply with international accounting standards.

**Revision No. 19/2021 of CPC Technical Pronouncements** - Establishes amendments to Technical Pronouncements CPC 37 (R1) [IFRS 1], CPC 48 [IFRS 9], CPC 29 [IAS 41], CPC 27 [IAS 16], CPC 25 [IAS 37] and CPC 15 (R1) [IFRS 3] as a result of the annual changes related to the improvement cycle 2018-2020, related to property, plant and equipment - sales before intended use, onerous contract - contract compliance costs and references to the Conceptual Framework.

The purpose of the Review is to improve the quality of the respective standards to clarify guidelines and wording adjustments that may lead to divergent interpretations.

The validity of these changes must be established by Organs regulatory bodies that approve them, and, in order to fully comply with international accounting standards, the entity must apply these changes in annual periods beginning on or after January 1, 2022.

There were no significant impacts for BB Seguridade, including within the scope of its subsidiaries and other investees.

**Revision No. 20/2021 of CPC Technical Pronouncements** - Establishes changes to Technical Pronouncements CPC 11 [IFRS 4], CPC 23 [IAS 8], CPC 26 (R1) [IAS 1], CPC 40 (R1) [IFRS 7] , CPC 49 [IAS 26], CPC 21 (R1) [IAS 34], CPC 32 [IAS 12], CPC 37 (R1) [IFRS 1] and CPC 47 [IFRS 15] as a result of changes in the Classification of Liabilities as Current or non-current; Postponement of the Temporary Exemption from CPC 48 [IFRS 9]; Definition of Accounting Policy; Accounting Policy Disclosures; and Deferred Taxes related to Assets and Liabilities arising from a Single Transaction.

The validity of these changes will be established by regulators that approve them, and in order to fully comply with international accounting standards, the entity must apply these changes in annual periods beginning on, or after, January 1, 2023.

Regarding the postponement of the temporary exemption from CPC 48 [IFRS 9], applicable to insurance companies, the Accounting Pronouncements Committee formalized its extension to January 1, 2023. This exemption is being applied to investee companies Brasilseg, ABS, Brasilprev and Brasildental, for application in conjunction with the amendments proposed by CPC 50 [IFRS 17] – Insurance Contracts.

Regarding the other changes, the standards are being evaluated for possible application as of January 1, 2023.

## **5 – RISK MANAGEMENT**

The risk management at BB Seguridade follows the guidelines established in its Capital, Risk, Internal Controls and Compliance Management Policy, approved by the Board of Directors and disclosed to the market through the investors’ relations website.

The Company understands that its risk exposure originates from its interests, and therefore the Capital, Risk, Internal Controls and Compliance Management Policy contemplates two risk management dimensions: risk management (risks arising from the operations of BB Seguridade and its subsidiaries) and risk governance (risks arising from associates/joint ventures).

By means of its Risk Appetite Statement, approved by the Board of Directors, the Company defines the maximum levels of risks that it accepts to incur in the fulfillment of its objectives.

The risk management process at BB Seguridade is based on the steps of setting the context, identifying, analyzing, evaluating, treating, monitoring, communicating and consulting the risks and continuous improvement. This process is internally documented in the Group’s Risk Management, Internal Controls and Compliance Model.

BB Seguridade's risk management is integrated into the corporate strategy with the incorporation of risk management into the planning and selection process of strategic initiatives, scenario analysis and decision-making support at all levels of the Company.

The Company has the Superintendence of Risk Management and Capital and the Superintendence of Internal Controls Management and Integrity. The first is responsible for providing fundamentals and support for the execution of the risk management process; the second is responsible for internal controls, compliance and the Integrity Program. Both also act in the governance of risks and controls, respectively, in the companies in which BB Seguridade holds interests. For this to work properly, the areas are segregated from the business and Internal Audit areas.

a) Risk management at BB Seguridade and its subsidiaries

The risk management framework adopted by BB Seguridade, as defined in its Risk Management, Internal Control and Compliance Policy, is structured based on a three-line model: in the first line, the process managers (risk owners) are responsible for implementing preventive and corrective actions that mitigate the weaknesses identified in the processes and control deficiencies; in the second line, the Superintendence of Risk Management and Capital and the Superintendence of Internal Controls Management and Integrity assist and monitor the risk owner in managing risks and internal controls in order to adjust them to the Group's risk appetite; and in the third line, the Internal Audit works independently, by providing to governance bodies assessments on the risk management and internal control effectiveness.

The risk management mechanisms and tools also include, among others: segregation of duties; joint decisions; Information Security and Cybernetics Policy, Preventing and Combating Money Laundering and Terrorist Financing Policy; Preventing and Combating Corruption Policy, Code of Ethics and Conduct and an Integrity Program in line with Law 12,846/2013 (Anti-Corruption Law) and the Decree 11.129/2022 - which revoked, in July 2022, the Decree 8,420/2015 (documents disclosed internally and also to the market, available at the investors relations website); internal risk management, internal controls and compliance regulations, in addition to internal communication program on risk management, internal controls and compliance, continuously promoting the adaptation of the entire Group to these subjects.

The Executive Board is supported by the Finance and Investment Committee, which advises on issues concerning the management and control of the risks arising from the investments in the Group’s and its subsidiaries’ financial asset and with the Continuity and Crisis Management Committee, which advises on the assessment and mitigation of risks of discontinuity, incidents or crises.

BB Seguridade's governance structure also comprises the Risk Committee, a statutory agency to advise the Board of Directors, which is responsible, among other things, for assessing and monitoring the Group's risk exposures.

The Audit Committee, a statutory agency, is responsible, among other things, for sharing, with the Board of Directors, the risks, weaknesses or concerns that may have a significant impact on the Company's financial conditions and business.

Information related to risk management and internal controls is periodically reported to the Collegiate Board of Directors, the Administrative Council and the Fiscal Council.

**a.1) Risks associated with investments in financial assets**

In addition to the Risk Management Policy, the Group has a Financial Investment Policy, approved by the Board of Directors and applicable to all companies of the Group, updated in 2021, that sets out the criteria relating to the nature, term and acceptable risks of the financial investments. The current policy allows the investment only in federal government bonds, repurchase agreement (or “repo”, covered by federal government bonds) and extra-market investment funds.

The investments in financial assets of BB Seguridade and its subsidiaries, classified as cash equivalents, are concentrated on repurchase agreements backed by Federal Government Bonds (note 15). Other investments in financial assets classified as financial instruments are invested in fixed-income long-term mutual fund (note 16).

**a.2) Market Risk**

Market risk is defined as the possibility of negative impacts resulting from fluctuation in the market values of positions in financial instruments held by the Group. At BB Seguridade and its subsidiaries, the exposure to this risk arises from the investment portfolio in financial assets. According to the latest Relevant Risks Inventory and considering the Financial Investment Policy and current portfolio, the risk is not considered relevant.

The market risk is managed based in the Financial Investment Policy, that defines which assets may comprise the portfolio and the VaR (Value at Risk) limit, calculated for 21 business days, with the portfolio volatility estimated using the exponentially weighted moving average (EWMA) and 95% confidence level. The indicator is monitored by the Finance and Investment Committee and by the Executive Board.

Market risk exposure in investments in financial assets

R$ thousand

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| Impact in the Portfolio | | | | | | | | | | |
|  |  | **Parent** | | | |  | **Consolidated** | | | |
|  |  | **Sept 30, 2022** | **%** | **Dec 31, 2021** | **%** |  | **Sept 30, 2022** | **%** | **Dec 31, 2021** | **%** |
| Value at Risk (VaR) |  | 0 | 0.00 | 1 | 0.00 |  | 13 | 0.00 | 8 | 0.00 |

Sensitivity analysis on market risk factors

On September 30, 2022, there were no derivative instruments in the Group's portfolio, which was entirely composed of post-fixed financial instruments linked to Selic rate. Based on the studies carried out, there is no relevant exposure to market risk factors.

a.3) Credit Risk

The credit risk is defined by the Group as the possibility of negative impacts associated to the non-fulfillment, by a borrower or a counterparty, of its corresponding financial obligations according to negotiated terms, and/or to the devaluation of receivables due to a drop in the borrower's or counterparty’s risk rating. At BB Seguridade and its subsidiaries, the exposure to this risk arises from the investment portfolio in financial assets, which is composed of Bonds issued by private counterparties. How ever, currently, the portfolio does not include securities issued by private counterparties. Therefore, exposure to this risk is not relevant.

The credit risk arising from the payment of brokerage for products sold by BB Corretora is considered duly mitigated due to the nature of the Group's operation, since most of the business takes place through the Banco do Brasil channel, whose brokerage is transferred automatically.

Credit risk exposure in investments in financial assets

R$ thousand

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| Financial Assets (1) | Parent | | | | |  | Consolidated | | | |
| **Sept 30, 2022** | **%** | **Dec 31, 2021** | | **%** |  | **Sept 30, 2022** | **%** | **Dec 31, 2021** | **%** |
| Federal Government Bonds | 58,621 | 100,00 | 368,889 | 100,00 | |  | 4,661,201 | 100,00 | 4,086,952 | 100,00 |
| Corporate Bonds | -- | -- | -- | -- | |  | -- | -- | -- | -- |
| Total | **58,621** | **100,00** | **368,889** | **100,00** | |  | **4,661,201** | **100,00** | **4,086,952** | **100,00** |

1. Does not include the amount invested in Equity Investment Funds (FIP), with a total amount of R$ 17,707 thousand on 09.30.2022 and R$ 14,011 on 12.31.2021.

a.4) Liquidity Risk and capital management

Liquidity risk is defined by the Group as the possibility of negative impacts due to the lack of resources to honor its obligations due to the mismatch between assets and liabilities

BB Seguridade and its subsidiaries maintain assets with a high degree of conversion in cash to cover liabilities and other expected allocations to short term. The parameters used are defined by the Financial Investment Policy and the Capital Plan.

The Capital Plan, prepared for a minimum three-year horizon, presents the projected financial flows from the operational activity, such as compensation from commissions, equity interests, expenses inherent to the Group's activities and those resulting from strategic movements, such as allocation of funds to equity interests, strategic investments, divestitures and disposals and considers the maintenance of a liquidity margin in order to keep the financial balance in case of unpredictable events.

The BB Seguridade and its subsidiaries main liabilities refer to administrative costs, payment of taxes and dividends, as presented below.

R$ thousand

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | Parent | | | | | | |
| Liquidy Risk | |  | **Sept 30, 2022** | |  | **Dec 31, 2021** | |
| **Note** | **Up to 1 year** | **More than year** |  | **Up to 1 year** | **More than 1 year** |
| ASSETS | |  |  |  |  |  |  |
| Cash and Cash Equivalents | | [15] | 59,078 | -- |  | 369,342 | -- |
| Financial assets at fair value through profit | | [16.a] | -- | 17,707 |  | -- | 14,011 |
| Dividends/interest on equity receivable | | [17] | \_ | -- |  | 1,572,428 | -- |
|  | |  |  |  |  |  |  |
| LIABILITIES | |  |  |  |  |  |  |
| Corporate and Statutory Obligations | | [21] | 307 | -- |  | 1,831,691 | -- |
| Current tax liabilities | | [12.g] | 538 | -- |  | 444 | -- |
| Other liabilities | | [24] | 9,959 | -- |  | 10,839 | -- |

R$ thousand

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | Consolidated | | | | | | |
| Liquidity Risk | |  | **Sept 30, 2022** | |  | **Dec 31, 2021** | |
| **Note** | **Up to 1 year** | **More than 1 year** |  | **Up to 1 year** | **More than 1 year** |
| ASSETS | |  |  |  |  |  |  |
| Cash and cash equivalents | | [15] | 4,664,850 | -- |  | 4,090,561 | -- |
| Financial assets at fair value through profit | | [16.a] | -- | 17,707 |  | -- | 14,011 |
| Commissions receivable | | [18] | 943,556 | 672,617 |  | 1,026,158 | 698,435 |
| Dividends/interest on equity receivable | | [17] | -- | -- |  | 1,648 | -- |
|  | |  |  |  |  |  |  |
| LIABILITIES | |  |  |  |  |  |  |
| Corporate and Statutory Obligations | | [21] | 307 | -- |  | 1,831,691 | -- |
| Current tax liabilities | | [12.g] | 689,703 | -- |  | 762,519 | -- |
| Unearned commissions (1) | | [23] | 1,941,135 | 1,402,682 |  | 1,172,483 | 1,794,544 |
| Other liabilities | | [24] | 192,441 | -- |  | 227,588 | -- |

1. Unearned commissions refer to brokerage revenues to be recognized over the course of the insurance contracts, and such revenues will be realized over the term of these operations, and whose corresponding amounts are received, in large part, before that date. Therefore, in general, commissions to be appropriated do not represent amounts to be disbursed and, consequently, do not generate relevant impacts on the company's liquidity.

b) Risk Governance applied to Affiliated Companies

BB Seguridade's affiliated companies maintain their own risk management structures compatible with the nature and complexity of their businesses, being regulated by the Superintendence of Private Insurance (Susep), in accordance with the requirements established in Susep Circular 648/2021 and subsequent amendments.

CNSP Resolution No. 416/2021 informs about the integration of the Internal Controls System to the Risk Management Structure of investments, with the obligation to have a statutory Director responsible for internal controls and compliance, in addition to the need for specific policies on managed risks, and a statutory risk committee with the presence of independent members.

Based on the results of the work carried out by the investees, BB Seguridade continuously monitors and assesses the levels of risk exposure, acting, via governance, to ensure the adoption of the best risk management practices in its investees.

b.1) Liquidity, solvency and capital management

In the capital management of affiliated companies supervised by Susep, the main indicator used is the Minimum Required Capital (CMR), which represents the total capital that a company must maintain, at any time, to operate, and aims to guarantee the risks inherent to its operations, as regulated by CNSP Resolution 432/2021.

CMR is composed of portions relating to underwriting, credit, operational and market risks and the solvency capital requirement adequacy is measured using the Adjusted Net Equity (PLA) of the entity, which must be equal to or above the calculated CMR.

CNSP Resolution 432/2021 also establishes technical provisions calculation models and requires additional liquid assets to maintain the company's liquidity. In addition, it contains criteria for the preparation of solvency and liquidity regularization plans in cases of regulatory non-compliance. It is important to highlight that the investees, according to guidelines defined by the Group, do not have an appetite for the risk of non-compliance with regulatory solvency.

For companies regulated by the National Agency of Supplementary Health (ANS), there are rules for recognition of technical reserves, PLA criteria and Solvency Margin criteria according to Regulatory Resolution 451/2020 and subsequent changes.

For investments, where minimum capital is required, there is a search for maintaining additional capital to the regulatory one, in order to minimize the chances of non-compliance with the required amounts and in line with the risk appetite defined by their Board of Directors.

On September 30, 2022, considering the data provided by each investee, all companies in which BB Seguridade holds interests and that are subject to regulatory capital requirements, had sufficient capital, solvency and liquidity, in accordance with current legislation applicable.

## **6 – SEGMENT INFORMATION**

The information by segment has been prepared considering the criteria used by Management to evaluate the performance, in decisions made regarding the allocation of funds for investment and other purposes, considering the regulatory environment and the similarities between goods and services,

BB Seguridade Group's operations are basically divided into two segments: i) insurance (risk and accumulation businesses), which includes insurance operations, pension plans, capitalization and health; and ii) brokerage (distribution business).

a) Insurance

In this segment, products and services offered are related to life, property and vehicle insurance, property insurance, rural, special risks and financial, transport, hulls, and housing people, supplementary pension plans, dental plans and capitalization plans.

The profit or loss from this segment derives mainly from revenues from insurance premiums, contributions to private pension plans, contributions to dental plans, capitalization bonds and investments in securities, less sales expenses, technical reserves and expenses related to claims,

The accounting record of these results is made through the equity method of investments in equity interests. Explanatory note 7 - Investments in Associates contains the description of Investments in Shareholdings, by Segment / Business Area.

b) Brokerage

In this segment, products and services offered are related to brokerage and management, fulfillment, promotion and facilitation of casualty, life and capitalization insurance, pension plans, dental plans and health insurance, It includes the balances of BB Corretora and its investee Ciclic.

c) Financial Information by Reportable Segment

**R$ thousand**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **3rd Quarter 2022** | | | |
|  | **Insurance** | **Brokerage** | **Intersegment transactions** | **Total** |
| **Operating Income** | **2,531,681** | **1,114,262** | **(1,648,551)** | **1,997,392** |
| Equity income | 2,531,681 | (615) | (1,648,551) | 882,516 |
| Commissions income | -- | 1,114,877 | -- | 1,114,876 |
| **Cost of Services Provided** | -- | (51,224) | -- | (51,224) |
| **Gross Profit** | **2,531,681** | **1,063,038** | **(1,648,551)** | **1,946,168** |
| **Other Income and Expenses** | **(11,403)** | **(37,967)** | **--** | **(49,370)** |
| Personnel expenses | (6,240) | (12,928) | -- | (19,168) |
| Adminstrative expenses | (1,447) | (8,593) | -- | (10,040) |
| Tax expenses | (2,251) | (5,165) | -- | (7,416) |
| Other | (1,465) | (11,281) | -- | (12,746) |
| **Income Before Financial Revenue and Expenses** | **2,520,278** | **1,025,071** | **(1,648,551)** | **1,896,798** |
| **Financial Result** | **38,998** | **111,014** | **--** | **150,012** |
| Financial revenue | 39,271 | 111,066 | -- | 150,337 |
| Financial expenses | (273) | (52) | -- | (325) |
| **Income Before Taxes and Equities** | **2,559,276** | **1,136,085** | **(1,648,551)** | **2,046,810** |
| Income Tax and Social Contribution | (9,150) | (385,480) | -- | (394,630) |
| **Net Income for the Period** | **2,550,126** | **750,605** | **(1,648,551)** | **1,652,180** |

**R$ thousand**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **3rd Quarter 2021** | | | |
|  | **Insurance** | **Brokerage** | **Intersegment transactions** | **Total** |
| **Operating Income** | **1,378,979** | **905,736** | **(974,498)** | **1,310,217** |
| Equity income | 1,378,979 | (3,572) | (974,498) | 400,909 |
| Commissions income | -- | 909,308 | -- | 909,308 |
| **Cost of Services Provided** | **--** | **(49,094)** | **--** | **(49,094)** |
| **Gross Profit** | **1,378,979** | **856,642** | **(974,498)** | **1,261,123** |
| **Other Income and Expenses** | **(11,991)** | **(16,425)** | **--** | **(28,416)** |
| Personnel expenses | (4,786) | (10,191) | -- | (14,977) |
| Adminstrative expenses | (1,215) | (3,504) | -- | (4,719) |
| Tax expenses | (463) | (1,552) | -- | (2,015) |
| Other | (5,527) | (1,178) | -- | (6,705) |
| **Income Before Financial Revenue and Expenses** | **1,366,988** | **840,217** | **(974,498)** | **1,232,707** |
| **Financial Result** | **4,967** | **33,300** | **--** | **38,267** |
| Financial revenue | 5,575 | 33,357 | -- | 38,932 |
| Financial expenses | (608) | (57) | -- | (665) |
| **Income Before Taxes and Equities** | **1,371,955** | **873,517** | **(974,498)** | **1,270,974** |
| Income Tax and Social Contribution | (805) | (294,348) | -- | (295,153) |
| **Net Income for the Period** | **1,371,150** | **579,169** | **(974,498)** | **975,821** |

**R$ thousand**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **01.01 to 09.30.2022** | | | |
|  | **Insurance** | **Brokerage** | **Intersegment transactions** | **Total** |
| **Operating Income** | **6,491,023** | **2,969,364** | **(4,235,022)** | **5,225,365** |
| Equity income | 6,491,023 | (819) | (4,235,022) | 2,255,182 |
| Commissions income | -- | 2,970,183 | -- | 2,970,183 |
| **Cost of Services Provided** | -- | (153,024) | -- | (153,024) |
| **Gross Profit** | **6,491,023** | **2,816,340** | **(4,235,022)** | **5,072,341** |
| **Other Income and Expenses** | **(39,897)** | **(98,142)** | **--** | **(138,039)** |
| Personnel expenses | (17,454) | (35,652) | -- | (53,106) |
| Adminstrative expenses | (4,860) | (18,680) | -- | (23,540) |
| Tax expenses | (5,825) | (12,478) | -- | (18,303) |
| Other | (11,758) | (31,332) | -- | (43,090) |
| **Income Before Financial Revenue and Expenses** | **6,451,126** | **2,718,198** | **(4,235,022)** | **4,934,302** |
| **Financial Result** | **76,634** | **249,295** | **--** | **325,929** |
| Financial revenue | 110,466 | 266,532 | (22,106) | 354,892 |
| Financial expenses | (33,832) | (17,237) | 22,106 | (28,963) |
| **Income Before Taxes and Equities** | **6,527,760** | **2,967,493** | **(4,235,022)** | **5,260,231** |
| Income Tax and Social Contribution | (12,475) | (1,009,774) | -- | (1,022,249) |
| **Net Income for the Period** | **6,515,285** | **1,957,719** | **(4,235,022)** | **4,237,982** |

**R$ thousand**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **01.01 to 09.30.2021** | | | |
|  | **Insurance** | **Brokerage** | **Intersegment transactions** | **Total** |
| **Operating Income** | **3,814,120** | **2,566,873** | **(2,699,916)** | **3,681,077** |
| Equity income | 3,814,120 | (9,661) | (2,699,916) | 1,104,543 |
| Commissions income | -- | 2,576,534 | -- | 2,576,534 |
| **Cost of Services Provided** | **--** | **(143,528)** | **--** | **(143,528)** |
| **Gross Profit** | **3,814,120** | **2,423,345** | **(2,699,916)** | **3,537,549** |
| **Other Income and Expenses** | **(35,263)** | **(45,676)** | **--** | **(80,939)** |
| Personnel expenses | (14,428) | (30,254) | -- | (44,682) |
| Adminstrative expenses | (4,100) | (9,529) | -- | (13,629) |
| Tax expenses | (1,763) | (2,967) | -- | (4,730) |
| Other | (14,972) | (2,926) | -- | (17,898) |
| **Income Before Financial Revenue and Expenses** | **3,778,857** | **2,377,669** | **(2,699,916)** | **3,456,610** |
| **Financial Result** | **21,608** | **59,574** | **--** | **81,182** |
| Financial revenue | 25,382 | 62,685 | (2,934) | 85,133 |
| Financial expenses | (3,774) | (3,111) | 2,934 | (3,951) |
| **Income Before Taxes and Equities** | **3,800,465** | **2,437,243** | **(2,699,916)** | **3,537,792** |
| Income Tax and Social Contribution | (3,133) | (828,074) | -- | (831,207) |
| **Net Income for the Period** | **3,797,332** | **1,609,169** | **(2,699,916)** | **2,706,585** |

**d) Balance sheet by segment**

**R$ thousand**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Sept 30, 2022** | | | |
|  | **Insurance** | **Brokerage** | **Intersegment transactions** | **Total** |
| Current assets | 1,610,749 | 4,032,783 | (7,189) | 5,636,343 |
| Non-current assets | 16,644,846 | 939,119 | (9,289,322) | 8,294,643 |
| **Total assets** | 18,255,595 | **4,971,902** | **(9,296,511)** | **13,930,986** |
| Current liabilities | 33,460 | 2,801,982 | (7,189) | 2,828,253 |
| Non-current liabilities | **229,227** | **1,412,615** | **--** | **1,641,842** |
| Equity | 17,992,908 | 757,305 | (9,289,322) | 9,460,891 |
| **Total liabilities and equity** | **18,255,595** | **4,971,902** | (9,296,511) | **13,930,986** |

**R$ thousand**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Dec 31, 2021** | | | |
|  | **Insurance** | **Brokerage** | **Intersegment transactions** | **Total** |
| Current assets | 2,609,182 | 4,096,447 | (1,579,998) | 5,125,631 |
| Non-current assets | 14,306,772 | 962,467 | (7,080,649) | 8,188,590 |
| **Total assets** | **16,915,954** | **5,058,914** | **(8,660,647)** | **13,314,221** |
| Current liabilities | 2,330,716 | 3,248,559 | (1,579,998) | 3,960,413 |
| Non-current liabilities | 229,182 | 1,804,346 | -- | 2,072,392 |
| Equity | 14,356,056 | 6,009 | (7,080,649) | 7,281,416 |
| **Total liabilities and equity** | **16,915,954** | **5,058,914** | **(8,660,647)** | **13,314,221** |

7 - INVESTMENTS IN ASSOCIATES

**a) Description of Investments in Equity Holdings, by business segment**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| Segment | Line of business | Company | Description | Original Acconting Practice | % of total share on 09.30.2022 and 12.31.2021 | | |
| **ON** | **PN** | **Total** |
| Security |  | BB Seguros Participações S.A. (BB Seguros) | Holding of insurance companies, capitalization companies, open supplementary pension entities and companies that operate health care plans. | BRGAAP | 100.00 | -- | 100.00 |
| **Insurance - Life, housing, rural and property** | BB Mapfre Participações S.A. (BB Mapfre) | Holding of other companies dedicated to the commercialization of personal, real estate and agricultural insurance. | BRGAAP | 49.99 | 100,00 | 74.99 |
| Brasilseg Companhia de Seguros S.A. (Brasilseg) | Acting in the personal risk, rural insurance and housing insurance segment. | SUSEPGAAP | 49.99 | 100,00 | 74.99 |
| Aliança do Brasil Seguros S.A. (Aliança do Brasil) | Operating in the damage insurance segment. | SUSEPGAAP | 49.99 | 100,00 | 74.99 |
| **Capitalization** | Brasilcap Capitalização S.A. (Brasilcap) | It sells capitalization plans, as well as other products and services admitted to capitalization companies. | SUSEPGAAP | 49.99 | 86,19 | 66.66 |
| **Private Pension** | Brasilprev Seguros e Previdência S.A. (Brasilprev) | It sells life insurance with survival coverage and retirement plans and supplementary benefits. | SUSEPGAAP | 49.99 | 100,00 | 74.99 |
| **Health** | Brasildental Operadora de Planos Odontológicos S.A. (Brasildental) | It sells dental plans. | ANSGAAP | 49.99 | 100,00 | 74.99 |
| Brokerage |  | BB Corretora de Seguros e Adm. de Bens S.A. (BB Corretora) | Insurance brokerage for property and casualty, life and health, capitalization bonds, open supplementary pension plans and asset management. | BRGAAP | 100.00 | -- | 100.00 |
|  | Ciclic Corretora de Seguros S.A. (Ciclic) | Brokerage of private pension products, travel insurance and residential assistance in the digital channel. | BRGAAP | 49.99 | 100,00 | 74.99 |

The investees are valued using the equity method and there is no indication of operating discontinuity nor do they have shares regularly traded on stock exchanges.

**b) Equity interests valued using the equity method**

R$ thousand

|  |  |  |  |
| --- | --- | --- | --- |
|  | Parent | | |
|  | **BB Seguros** | **BB Corretora** | **Total** |
| Balance on 09.30.2022 |  | | |
| Capital | 4,210,872 | 1,000 | **--** |
| Stockholders' equity | 8,532,710 | 757,305 | **--** |
| Balance on 12.31.2021 |  | | |
| Capital | 4,210,872 | 1,000 | **--** |
| Stockholders' equity | 7,074,640 | 6,009 | **--** |
|  |  | | |
|  | **Moviments in 01.01 to 09.30.2022** | | |
| Book Balance on 12.31.2021 | **7,074,640** | **6,009** | **7,080,649** |
| Dividends | (827,614) | (1,207,114) | **(2,034,728)** |
| Equity valuation adjustments | 8,381 | 691 | **9,072** |
| Share of profit | 2,277,303 | 1,957,719 | **4,235,022** |
| Book Balance on 09.30.2022 | **8,532,710** | **757,305** | **9,290,015** |
|  |  | | |
|  | **Share of Profit** | | |
| 3rd Quarter 2022 | **897,945** | **750,605** | **1,648,550** |
| 3rd Quarter 2021 | **395,328** | **579,169** | **974,497** |
| 01.01 to 09.30.2022 | **2,277,303** | **1,957,719** | **4,235,022** |
| 01.01 to 09.30.2021 | **1,090,747** | **1,609,169** | **2,699,916** |

R$ Thousand

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | Consolidated | | | | | |
|  | **BB Mapfre** | **Brasilprev** | **Brasilcap** | **Brasildental** | **Ciclic** | **Total** |
| Balance on 09.30.2022 |  |  |  |  |  |  |
| Capital | 1,469,848 | 3,529,257 | 354,398 | 9,500 | 61,133 | **--** |
| Stockholders' equity | 2,511,639 | 5,787,995 | 640,957 | 24,397 | 2,297 | **--** |
| Balance on 12.31.2021 |  |  |  |  |  |  |
| Capital | 1,469,848 | 2,929,258 | 254,393 | 9,500 | 61,133 | **--** |
| Stockholders' equity | 2,436,424 | 5,833,438 | 474,965 | 21,451 | 2,466 | **--** |
|  |  |  |  |  |  |  |
|  | **Moviments in 01.01 to 09.30.2022** | | | | | |
| Book Balance on 12.31.2021 | **2,337,086** | **4,354,377** | **427,840** | **16,088** | **1,850** | **7,137,241** |
| Dividends | (1,404,175) | (724,706) | (555) | (13,708) | -- | **(2,143,144)** |
| Equity valuation adjustments | 4,017 | (3,120) | 7,484 | -- | 691 | 9,072 |
| Share of profit | 1,445,518 | 691,325 | 103,241 | 15,917 | (819) | **2,255,182** |
| Book Balance on 09.30.2022 | **2,382,446** | **4,317,876** | **538,010** | **18,297** | **1,722** | **7,258,351** |
|  |  |  |  |  |  |  |
| Share of Profit | | | | | | | |
| 3rd Quarter 2022 | **636,121** | **217,118** | **25,002** | **4,890** | **(615)** | **882,516** |
| 3rd Quarter 2021 | **242,185** | **119,072** | **39,633** | **3,591** | **(3,572)** | **400,909** |
| 01.01 to 09.30.2022 | **1,445,518** | **691,325** | **103,241** | **15,917** | **(819)** | **2,255,182** |
| 01.01 to 09.30.2021 | **665,732** | **665,732** | **86,094** | **12,801** | **(9,661)** | **1,104,543** |

The values of shareholders' equity of investees BB Mapfre, Brasilprev, Brasilcap, Brasildental and Ciclic, shown in the previous table, refer to the total percentage, that is, they were not adjusted to the percentage of equity interest held by BB Seguridade.

Year-to-date, the increase in BB Corretora's equity income is mainly due to the growth in brokerage revenues, resulting from the good commercial performance, with emphasis on rural, credit life, pension and capitalization insurance; and by the higher volume of financial results, due to the evolution of the Selic rate.

The book balance, on 09.30.2022, of the investment in BB Mapfre of R$ 2,382,446 thousand, includes intangible assets defined in the net amortization amount of R$ 159.963 thousand (R$ 171,008 thousand on 12.31.2021), with the amortization amount of R$ 11.045 thousand in 01.01 to 09.30.2022 (R$ 11.362 thousand in 01.01 to 09.30.2021), R$ 3,682 thousand in 3rd Quarter 2022 (R$ 3,787 thousand in 3rd Quarter 2021) and intangible assets with an indefinite useful life in the amount of R$ 339,004 thousand resulting from the partnership agreement with Grupo Mapfre.

Year-to-date, the increase in BB Mapfre's equity income is mainly due to the growth in earned premiums and the significant drop in claims related to Covid-19 in products with death coverage, as well as the higher financial result , due to the increase in the Selic rate and expansion of the average balance of assets.

Year-to-date, the increase in Brasilprev's equity income is mainly due to the improvement in the financial result, impacted by the expansion of the average balance of earning assets and by the lower magnitude of the opening of the future interest curve, which reduced the negative mark-to-market impact; and the rise in management fee revenues.

The book balance, on 09.30.2022, of the investment in Brasilcap of R$ 538,010 thousand, includes the goodwill of R$ 110,749 thousand, in the acquisition of equity interest in the company Sulacap by BB Seguros, which occurred on 07.22.2011.

Year-to-date, the increase in Brasilcap's equity income is mainly due to the increase in financial income resulting from the expansion of the average balance of earning assets and the increase in collection with premium bonds.

There was,no need for adjustments for the purpose of standardizing the accounting practices adopted by the investee Brasilprev, Brasilcap Brasildental and Ciclic, considering that there was no effect caused by any difference in practice during the year.

BB Mapfre adopts BRGAAP in its accounting information. Therefore, it makes the necessary adjustments to standardize the practices adopted by its subsidiaries, Brasilseg and Aliança do Brasil, which adopt the accounting standards defined by SUSEP (SUSEPGAAP).

Dividends/Interest on equity capital receivable and interest on equity received from investments in Parent were R$ 3,629,262 thousand (R$ 2,093,213 thousand in 01.01 to 09.30.2021) and in consolidated R$ 2,144,793 thousand (R$ 472,195 thousand in 01.01 to 09.30.2021).

**Capital refund from BB Corretora to BB Seguridade**

After deliberation of the general meeting and with the favorable opinion of the fiscal council, BB Corretora de Seguros e Administradora de Bens SA refunded, on December 29, 2021, R$ 40,899 thousand of its capital stock to its shareholder, based on the excess of capital. After the refund, the company remains with R$ 1,000 thousand in its capital stock, divided into 1,000,000 (one million) registered common shares, with no par value.

It is worth mentioning that there is no regulatory requirement for minimum levels of liquidity and/or capital at BB Corretora and that it has sufficient financial resources to maintain its operating activities.

**Issue of Debentures by Brasilprev**

On June 7, 2021, Brasilprev issued subordinated debentures, not convertible into shares, in a single series, in the amount of R$ 550,000 thousand, pursuant to CVM Instruction 476/09. The funding consisted of 550,000 (five hundred and fifty thousand) debentures, with a unit face value of R$1,000.00, term of 5 (five) years and interest rate corresponding to 100% of the accumulated variation of the average daily rates of the DI - Financial Deposit of one day, exponentially increased by a 2% surcharge per year.

The funds raised through the issuance are used by Brasilprev as necessary to cover the minimum capital required by SUSEP rules.

**Capital contribution to Brasilprev**

In addition to the funds raised by subordinated debentures, on June 22, 2021, the Board of Directors of BB Seguridade approved a capital increase of up to R$ 600,000 thousand in Brasilprev. The capital increase was fully subscribed by the partners in June 2021, maintaining the shareholding structure among the shareholders (shareholding in BB Seguros of 74.995%). On June 28, 2021, the capital was paid in by BB Seguros and PFG do Brasil, in the amounts of R$ 449,969 thousand and R$ 150,031 thousand, respectively.

**Capital contribution at Brasilcap**

On December 31, 2021, a capital contribution was made to Brasilcap, in the amount of R$ 100,005 thousand, via credits arising from a Private Instrument of Advance for Future Capital Increase (AFAC), entered into on December 22, 2021, between the Brasilcap and the shareholders BB Seguros Participações SA, Icatu Seguros SA and Companhia de Seguros Aliança da Bahia, through the issuance of 76,340,000 (seventy-six million, three hundred and forty thousand) preferred, nominative shares with no par value. The capital contribution was fully subscribed and paid in by the partners on December 31, 2021, and BB Seguros subscribed and paid in R$ 66,664 thousand, in proportion to its current shareholding, keeping its interest in Brasilcap's total capital unchanged.

**c) Summary financial information on Investments in Equity Holdings**

The amounts presented below refer to the interim financial statements of the investees with the respective original accounting practices and, when applicable, adjustments are made to harmonize the accounting practice in the line “Difference in accounting practice”.

**c.1) BB Mapfre Participações**

**Result Information**

**R$ thousand**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Segment** | **Insurance** | | | | | | |
| **Line of business** | **Insurance – Life, Mortgage Life, Rural and Propety** | | | | | | |
|  | **3rd Quarter 2022** | | |  | **3rd Quarter 2021** | | |
|  | **Aliança do Brasil** | **Brasilseg** | **BB Mapfre** |  | **Aliança do Brasil** | **Brasilseg** | **BB Mapfre** |
| **Net income from operations / premiums** | **16,825** | **1,205,394** | **--** |  | **23,513** | **559,613** | **--** |
| Insurance | 256,290 | 3,218,548 | -- |  | 200,305 | 2,505,937 | -- |
| Reinsurance | 30,847 | (328,355) | -- |  | 12,513 | 135,743 | -- |
| Costs / Expenses | (270,312) | (1,684,799) | -- |  | (189,305) | (2,082,067) | -- |
| **Financial result** | **15,664** | **202,958** | **259** |  | **8,427** | **75,806** | **958** |
| Interest income | 1,410 | 10,159 | -- |  | 1,531 | (897) | -- |
| Other financial income | 13,454 | 234,242 | 259 |  | 6,187 | 89,551 | 958 |
| Interest expense | 500 | (21,478) | -- |  | 3,247 | 3,013 | -- |
| Other financial expenses | 300 | (19,965) | -- |  | (2,538) | (15,861) | -- |
| **Equity result** | **(809)** | **(8,365)** | **853,203** |  | **(1,285)** | **(8,973)** | **327,500** |
| Depreciation and amortization | (809) | (8,365) | -- |  | (1,285) | (9,577) | -- |
| Other equity income / expenses | -- | -- | 853,203 |  | -- | 604 | 327,500 |
| **Other income and expenses** | **(19,568)** | **(229,280)** | **(284)** |  | **(14,259)** | **(168,416)** | **(125)** |
| Other expenses | (19,568) | (229,280) | (284) |  | (14,259) | (168,416) | (125) |
| **Operational result** | 12,112 | 1,170,707 | 853,178 |  | **16,396** | **458,030** | **328,333** |
| Gains / losses on non-current assets | -- | (7) | -- |  | (13) | 225 | -- |
| **Income before taxes** | 12,112 | 1,170,700 | 853,178 |  | **16,383** | **458,255** | **328,333** |
| Taxes | (4,830) | (317,757) | 6 |  | (7,265) | (133,694) | (252) |
| Profit sharing | (408) | (6,616) | -- |  | (223) | (5,954) | (75) |
| **Net income for the year** | **6,874** | **846,327** | **853,184** |  | **8,895** | **318,607** | **328,006** |
| Other comprehensive results | 58 | 28,902 | 28,961 |  | (7) | 81,146 | 81,139 |
| **Total comprehensive result** | **6,932** | **875,229** | **882,145** |  | **8,888** | **399,753** | **409,145** |
| **Attributable to BB Seguridade** | **5,155** | **634,661** | **639,803** |  | **6,670** | **238,923** | **245,972** |
| Amortization of intangible assets (1) | -- | -- | (3,682) |  | -- | -- | (3,787) |
| **Equivalence result** | **5,155** | **634,661** | **636,121** |  | **6,670** | **238,923** | **242,185** |

1. From the partnership agreement with Mapfre,

**R$ thousand**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Segment** | **Insurance** | | | | | | |
| **Line of business** | **Insurance – Life, Mortgage Life, Rural and Propety** | | | | | | |
|  | **01.01 to 09.30.2022** | | |  | **01.01 to 09.30.2021** | | |
|  | **Aliança do Brasil** | **Brasilseg** | **BB Mapfre** |  | **Aliança do Brasil** | **Brasilseg** | **BB Mapfre** |
| **Net income from operations / premiums** | **90,472** | **2,838,715** | **--** |  | **112,404** | **1,425,067** | **--** |
| Insurance | 693,392 | 8,897,138 | -- |  | 560,904 | 7,128,807 | -- |
| Reinsurance | 113,320 | 946,525 | -- |  | 52,396 | 64,330 | -- |
| Costs / Expenses | (716,240) | (7,004,948) | -- |  | (500,896) | (5,768,070) | -- |
| **Financial result** | **36,420** | **495,142** | **553** |  | **35,524** | **180,630** | **1,998** |
| Interest income | 7,691 | 73,075 | -- |  | 3,779 | 64,133 | -- |
| Other financial income | 35,103 | 574,131 | 566 |  | 14,243 | 184,943 | 1,998 |
| Interest expense | (2,781) | (79,856) | -- |  | 16,180 | (23,310) | -- |
| Other financial expenses | (3,593) | (72,208) | (13) |  | 1,322 | (45,136) | -- |
| **Equity result** | **(3,266)** | **(26,740)** | **1,942,517** |  | **(3,641)** | **(25,873)** | **901,937** |
| Depreciation and amortization | (3,267) | (26,789) | -- |  | (3,641) | (27,539) | -- |
| Other equity income / expenses | 1 | 49 | 1,942,517 |  | -- | 1,666 | 901,937 |
| **Other income and expenses** | **(57,956)** | **(615,911)** | **(1,263)** |  | **(45,834)** | **(472,391)** | **(473)** |
| Other expenses | (57,956) | (615,911) | (1,263) |  | (45,834) | (472,391) | (473) |
| **Operational result** | **65,670** | **2,691,206** | **1,941,807** |  | **98,453** | **1,107,433** | **903,462** |
| Gains / losses on non-current assets | 36 | 207 | -- |  | (13) | 295 | -- |
| **Income before taxes** | **65,706** | **2,691,413** | **1,941,807** |  | **98,440** | **1,107,728** | **903,462** |
| Taxes | (26,030) | (768,162) | (18) |  | (39,409) | (253,065) | (475) |
| Profit sharing | (1,041) | (19,369) | 554 |  | (560) | (11,195) | (75) |
| **Net income for the year** | **38,635** | **1,903,882** | **1,942,343** |  | **58,471** | **843,468** | **902,912** |
| Other comprehensive results | 72 | 5,284 | 5,356 |  | 25 | (26,347) | (26,322) |
| **Total comprehensive result** | **38,707** | **1,909,166** | **1,947,699** |  | **58,496** | **817,121** | **876,590** |
| **Attributable to BB Seguridade** | **28,972** | **1,427,721** | **1,456,563** |  | **43,847** | **632,517** | **677,094** |
| Amortization of intangible assets (1) | -- | -- | (11,045) |  | -- | -- | (11,362) |
| **Equivalence result** | **28,972** | **1,427,721** | **1,445,518** |  | **43,847** | **632,517** | **665,732** |

1. From the partnership agreement with Mapfre,

**Equity Information**

**R$ thousand**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| Segment | Insurance | | | | | | |
| Line of business | **Insurance – Life, Mortgage Life, Rural and Propety** | | | | | | |
|  | **Sept 30, 2022** | | |  | **Dec 31,2021** | | |
|  | **Aliança do Brasil** | **Brasilseg** | **BB Mapfre** |  | **Aliança do Brasil** | **Brasilseg** | **BB Mapfre** |
| Current assets | **1,150,355** | **13,960,075** | **11,741** |  | **833,966** | **10,835,734** | **190,475** |
| Cash and cash equivalents | 1,154 | 12,552 | 155 |  | 1,000 | 1,975 | -- |
| Financial investments | 466,684 | 6,701,756 | 9,379 |  | 352,736 | 5,740,818 | 3,267 |
| Other current assets | 682,517 | 7,245,767 | 2,207 |  | 480,230 | 5,092,941 | 187,208 |
| Non-current assets | **232,843** | **7,282,434** | **2,499,911** |  | **236,956** | **7,315,139** | **2,247,035** |
| Financial investments | 39,433 | 1,660,178 | -- |  | 101,847 | 1,838,943 | -- |
| Other non-current assets | 193,410 | 5,622,256 | 2,499,911 |  | 135,109 | 5,476,196 | 2,247,035 |
| Current liabilities | **893,956** | **12,370,567** | **13** |  | **680,086** | **10,003,179** | **1,086** |
| Financial liabilities | 55,012 | 619,588 | 13 |  | 33,055 | 293,541 | 1,086 |
| Technical provisions | 626,614 | 8,704,490 | -- |  | 489,932 | 6,999,381 | -- |
| Dividends payable | -- | -- | -- |  | 17,383 | 167,544 | -- |
| Other current liabilities | 212,330 | 3,046,489 | -- |  | 139,716 | 2,542,713 | -- |
| Non-current liabilities | **242,343** | **6,984,136** | **--** |  | **182,644** | **6,474,298** | **--** |
| Financial liabilities | 93 | -- | -- |  | 55 | -- | -- |
| Technical provisions | 197,666 | 5,995,470 | -- |  | 143,747 | 5,519,572 | -- |
| Other non-current liabilities | 44,584 | 988,666 | -- |  | 38,842 | 954,726 | -- |
| Net worth | **246,899** | **1,887,806** | **2,511,639** |  | **208,192** | **1,673,396** | **2,436,424** |
| Attributable to BB Seguridade | **185,150** | **1,415,666** | **1,883,479** |  | **156,123** | **1,254,880** | **1,827,074** |
| Intangible assets (1) | -- | -- | 498,967 |  | -- | -- | 510,012 |
| Investment balance | **185,150** | **1,415,666** | **2,382,446** |  | **156,123** | **1,254,880** | **2,337,086** |

1. Includes in the book value of the investment of BB Mapfre, intangible assets with defined useful life, in the net amortization amount of R$ 159,963 thousand on September 30, 2022 (R$ 171,008 thousand on Dec 31,2021) and intangible assets with indefinite useful life amount of R$ 339,004 thousand from the partnership agreement with Mapfre,

**c.2) Brasilprev, Brasilcap, Brasildental, BB Corretora e Ciclic**

**Result Information**

**R$ thousand**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Segment** | **Insurance** | | | **Brokerage** | |
| **Line of business** | **Private**  **Pension Plans** | **Capitalization**  **Plans** | **Health** | **Brokerage** | **Brokerage** |
| **3rd Quarter 2022** | **Brasilprev** | **Brasilcap** | **Brasildental** | **BB Corretora** | **Ciclic** |
| **Net income from operations / premiums** | **701.433** | **(10.425)** | **18.020** | **1.063.652** | **7.215** |
| Social Security | 16.031.224 | -- | -- | -- | -- |
| Capitalization | -- | 187.768 | -- | -- | -- |
| Health care | -- | -- | 30.971 | -- | -- |
| Brokerage | -- | -- | -- | 1.114.876 | 11.147 |
| Costs / expenses | (15.329.791) | (198.193) | (12.951) | (51.224) | (3.932) |
| **Financial result** | **(34.835)** | **62.600** | **1.112** | **111.015** | **(225)** |
| Interest income | 925.858 | 228.858 | -- | 107.468 | 0 |
| Other financial income | 8.270.079 | 68.418 | 1.147 | 3.599 | 19 |
| Interest expense | (529.401) | (151.218) | -- | -- | (7) |
| Other financial expenses | (8.701.371) | (83.458) | (35) | (52) | (237) |
| **Equity result** | **(9.679)** | **(232)** | **(11)** | **(258)** | **(5.009)** |
| Depreciation and amortization | (9.679) | (232) | (11) | (258) | (427) |
| Other equity income / expenses | -- | -- | -- | -- | (4.582) |
| **Other income and expenses** | **(162.046)** | **14.236** | **(9.063)** | **(38.323)** | **(2.299)** |
| Other revenue | 3.240 | 14.517 | 40 | (11.281) |  |
| Other expenses | (165.286) | (281) | (9.103) | (27.042) | (2.299) |
| **Operational result** | **494.873** | **66.179** | **10.058** | **1.136.086** | **(318)** |
| Gains / losses on non-current assets | 1 | -- | -- | -- | -- |
| **Income before taxes** | **494.874** | **66.179** | **10.058** | **1.136.086** | **(318)** |
| Taxes | (200.156) | (26.078) | (3.376) | (385.481) | (6) |
| Profit sharing | (5.209) | (2.593) | (137) | -- | -- |
| **Net profit (loss) for the year** | **289.509** | **37.508** | **6.545** | **750.605** | **(324)** |
| Other comprehensive results | (366) | (79.812) | -- | -- | -- |
| **Total comprehensive result** | **289.143** | **(42.304)** | **6.545** | **750.605** | **(324)** |
| **Attributable to BB Seguridade** | **217.118** | **25.002** | **4.909** | **750.605** | **(243)** |
| Adjustments (1) | -- | -- | (19) | -- | (372) |
| **Equivalence result** | **217.118** | **25.002** | **4.890** | **750.605** | **(615)** |

1. Refers to changes in net income adjusted in the respective quarter.

**R$ thousand**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Segment** | **Insurance** | | | **Brokerage** | |
| **Line of business** | **Private**  **Pension Plans** | **Capitalization**  **Plans** | **Health** | **Brokerage** | **Brokerage** |
| **3rd Quarter 2021** | **Brasilprev** | **Brasilcap** | **Brasildental** | **BB Corretora** | **Ciclic** |
| **Net income from operations / premiums** | **668,846** | **8,717** | **17,068** | **860,214** | **1,156** |
| Social Security | 12,632,897 | -- | -- | -- | -- |
| Capitalization | -- | 150,440 | -- | -- | -- |
| Health care | -- | -- | 29,861 | -- | -- |
| Brokerage | -- | -- | -- | 909,308 | 1,586 |
| Costs / expenses | (11,964,051) | (141,723) | (12,793) | (49,094) | (430) |
| **Financial result** | **(220,033)** | **90,803** | **110** | **33,300** | **(96)** |
| Interest income | 1,138,994 | 159,055 | -- | 30,396 | -- |
| Other financial income | (1,832,524) | 102,628 | 410 | 2,961 | 70 |
| Interest expense | (725,086) | (100,160) | -- | -- | -- |
| Other financial expenses | 1,198,583 | (70,720) | (300) | (57) | (166) |
| **Equity result** | **(11,535)** | **(134)** | **(14)** | **(202)** | **(5,833)** |
| Depreciation and amortization | (11,535) | (134) | (14) | (202) | (219) |
| Other equity income / expenses | -- | -- | -- | -- | (5,614) |
| **Other income and expenses** | **(145,475)** | **9,312** | **(9,595)** | **(19,795)** | **12** |
| Other revenue | 3,427 | 10,162 | 57 | (1,178) | 12 |
| Other expenses | (148,902) | (850) | (9,652) | (18,617) | -- |
| **Operational result** | **291,803** | **108,698** | **7,569** | **873,517** | **(4,761)** |
| Gains / losses on non-current assets | 46 | -- | -- | -- | -- |
| **Income before taxes** | **291,849** | **108,698** | **7,569** | **873,517** | **(4,761)** |
| Taxes | (129,679) | (47,642) | (2,643) | (294,348) | -- |
| Profit sharing | (3,396) | (1,599) | (136) | -- | -- |
| **Net profit (loss) for the year** | **158,774** | **59,457** | **4,790** | **579,169** | **(4,761)** |
| Other comprehensive results | (620) | (215,260) | -- | -- | -- |
| **Total comprehensive result** | **158,154** | **(155,803)** | **4,790** | **579,169** | **(4,761)** |
| **Attributable to BB Seguridade** | **119,072** | **39,633** | **3,591** | **579,169** | **(3,572)** |
| **Equivalence result** | **119,072** | **39,633** | **3,591** | **579,169** | **(3,572)** |

**R$ thousand**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Segment** | **Insurance** | | | **Brokerage** | |
| **Line of business** | **Private**  **Pension Plans** | **Capitalization**  **Plans** | **Health** | **Brokerage** | **Brokerage** |
| **01.01 to 09.30.2022** | **Brasilprev** | **Brasilcap** | **Brasildental** | **BB Corretora** | **Ciclic** |
| **Net income from operations / premiums** | **1,993,783** | **(17,354)** | **55,403** | **2,817,159** | **18,990** |
| Social Security | 42,436,568 | -- | -- | -- | -- |
| Capitalization | -- | 493,226 | -- | -- | -- |
| Health care | -- | -- | 91,855 | -- | -- |
| Brokerage | -- | -- | -- | 2,970,183 | 30,255 |
| Costs / expenses | (40,442,785) | (510,580) | (36,452) | (153,024) | (11,265) |
| **Financial result** | **69,309** | **240,121** | **3,343** | **249,295** | **(682)** |
| Interest income | 4,176,824 | 617,546 | -- | 266,532 | 4 |
| Other financial income | 18,434,306 | 301,790 | 3,089 | -- | 93 |
| Interest expense | (1,612,575) | (395,828) | -- | (15,915) | (7) |
| Other financial expenses | (20,929,246) | (283,387) | 254 | (1,322) | (772) |
| **Equity result** | **(30,896)** | **(679)** | **(34)** | **(732)** | **(13,208)** |
| Depreciation and amortization | (30,896) | (679) | (34) | (732) | (968) |
| Other equity income / expenses | -- | -- | -- | -- | (12,240) |
| **Other income and expenses** | **(474,449)** | **41,802** | **(26,442)** | **(98,229)** | **(6,160)** |
| Other revenue | 14,987 | 42,638 | 259 | -- | 9 |
| Other expenses | (489,436) | (836) | (26,701) | (98,229) | (6,169) |
| **Operational result** | **1,557,747** | **263,890** | **32,270** | **2,967,493** | **(1,060)** |
| Gains / losses on non-current assets | (32) | (262) | -- | -- | -- |
| **Income before taxes** | **1,557,715** | **263,628** | **32,270** | **2,967,493** | **(1,060)** |
| Taxes | (623,210) | (105,046) | (11,009) | (1,009,774) | (29) |
| Profit sharing | (12,678) | (3,704) | (39) | -- | -- |
| **Net profit (loss) for the year** | **921,827** | **154,878** | **21,222** | **1,957,719** | **(1,089)** |
| Other comprehensive results | (932) | (79,812) | -- | -- | -- |
| **Total comprehensive result** | **920,895** | **75,066** | **21,222** | **1,957,719** | **(1,089)** |
| **Attributable to BB Seguridade** | **691,325** | **103,241** | **15,917** | **1,957,719** | **(819)** |
| **Equivalence result** | **691,325** | **103,241** | **15,917** | **1,957,719** | **(819)** |

**R$ thousand**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Segment** | **Insurance** | | | **Brokerage** | |
| **Line of business** | **Private**  **Pension Plans** | **Capitalization**  **Plans** | **Health** | **Brokerage** | **Brokerage** |
| **01.01 to 09.30.2021** | **Brasilprev** | **Brasilcap** | **Brasildental** | **BB Corretora** | **Ciclic** |
| **Net income from operations / premiums** | **1,888,240** | **20,106** | **53,127** | **2,433,006** | **4,201** |
| Social Security | 36,148,122 | -- | -- | -- | -- |
| Capitalization | -- | 445,144 | -- | -- | -- |
| Health care | -- | -- | 89,016 | -- | -- |
| Brokerage | -- | -- | -- | 2,576,534 | 5,609 |
| Costs / expenses | (34,259,882) | (425,038) | (35,889) | (143,528) | (1,408) |
| **Financial result** | **(613,298)** | **177,399** | **(305)** | **59,574** | **(49)** |
| Interest income | 3,907,669 | 458,708 | -- | 62,685 | -- |
| Other financial income | (1,996,714) | 343,650 | 880 | -- | 236 |
| Interest expense | (1,488,682) | (306,041) | -- | (2,934) | (5) |
| Other financial expenses | (1,035,571) | (318,918) | (1,185) | (177) | (280) |
| **Equity result** | **(33,992)** | **(448)** | **(45)** | **(586)** | **(17,077)** |
| Depreciation and amortization | (33,992) | (448) | (45) | (586) | (518) |
| Other equity income / expenses | -- | -- | -- | -- | (16,559) |
| **Other income and expenses** | **(431,615)** | **30,158** | **(26,182)** | **(54,751)** | **44** |
| Other revenue | 10,197 | 31,177 | 60 | -- | 44 |
| Other expenses | (441,812) | (1,019) | (26,242) | (54,751) | -- |
| **Operational result** | **809,335** | **227,215** | **26,595** | **2,437,243** | **(12,881)** |
| Gains / losses on non-current assets | (50) | (2) | -- | -- | -- |
| **Income before taxes** | **809,285** | **227,213** | **26,595** | **2,437,243** | **(12,881)** |
| Taxes | (333,787) | (93,639) | (9,128) | (828,074) | -- |
| Profit sharing | (9,364) | (4,420) | (400) | -- | -- |
| **Net profit (loss) for the year** | **466,134** | **129,154** | **17,067** | **1,609,169** | **(12,881)** |
| Other comprehensive results | (447) | (215,260) | -- | -- | -- |
| **Total comprehensive result** | **465,687** | **(86,106)** | **17,067** | **1,609,169** | **(12,881)** |
| **Attributable to BB Seguridade** | **349,577** | **86,094** | **12,801** | **1,609,169** | **(9,661)** |
| **Equivalence result** | **349,577** | **86,094** | **12,801** | **1,609,169** | **(9,661)** |

**Equity Information**

**R$ thousand**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Segment** | **Insurance** | | | **Brokerage** | |
| **Line of business** | **Private**  **Pension Plans** | **Capitalization**  **Plans** | **Health** | **Brokerage** | **Brokerage** |
| **Sept 30, 2022** | **Brasilprev** | **Brasilcap** | **Brasildental** | **BB Corretora** | **Ciclic** |
| **Current assets** | **324,146,262** | **7,564,920** | **45,426** | **4,032,783** | **12,204** |
| Cash and cash equivalents | 316,439 | 40 | 2,810 | 3,088,215 | 91 |
| Financial investments | 322,693,888 | 7,494,039 | 36,364 | -- | 1 |
| Commissions receivable | -- | -- | -- | 943,556 | 8,476 |
| Other current assets | 1,135,935 | 70,841 | 6,252 | 1,012 | 3,636 |
| **Non-current assets** | **19,409,711** | **3,242,937** | **1,334** | **939,119** | **6,580** |
| Financial investments | 18,268,818 | 1,846,856 | -- | -- | -- |
| Commissions receivable | -- | -- | -- | 672,617 | -- |
| Other non-current assets | 1,140,893 | 1,396,081 | 1,334 | 266,502 | 6,580 |
| **Current liabilities** | **38,150,747** | **9,014,729** | **22,063** | **2,801,982** | **16,487** |
| Financial liabilities | 724,703 | -- | -- | -- | 2,051 |
| Technical provisions | 37,246,218 | 8,881,806 | 13,023 | -- | 3,186 |
| Dividends payable | -- | 1,847 | -- | -- | -- |
| Commissions to be appropriated | -- | -- | -- | 1,941,135 | -- |
| Other current liabilities | 179,826 | 131,076 | 9,040 | 860,847 | 11,250 |
| **Non-current liabilities** | **299,617,231** | **1,152,170** | **302** | **1,412,615** | **--** |
| Financial liabilities | 576,920 | 11,591 | -- | -- | -- |
| Technical provisions | 299,015,116 | -- | -- | -- | -- |
| Commissions to be appropriated | -- | -- | -- | 1,402,682 | -- |
| Other non-current liabilities | 25,195 | 1,140,579 | 302 | 9,933 | -- |
| **Net worth** | **5,787,995** | **640,957** | **24,395** | **757,305** | **2,297** |
| **Attributable to BB Seguridade** | **4,340,707** | **427,261** | **18,297** | **757,305** | **1,722** |
| Difference in accounting practice (1) | (22,831) | 110,749 | -- | -- | -- |
| **Investment balance** | **4,317,876** | **538,010** | **18,297** | **757,305** | **1,722** |

1. Adjustments for the purpose of standardizing the accounting practice adopted by the investee under CPC 06 (R2) [IFRS 16] - Leases,
2. At Brasilprev, the amount refers to the reduction in the unrealized result from the sale of the shareholding in Mapfre Nossa Caixa Vida e Previdência (MNCVP) in July 2012. At Brasilcap, the amount refers to the goodwill on the acquisition of equity interest in company Sulacap by BB Seguros, which took place on 07/22/2011.

**R$ thousand**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Segment** | **Insurance** | | | **Brokerage** | |
| **Line of business** | **Private**  **Pension Plans** | **Capitalization**  **Plans** | **Line of business** | **Private**  **Pension Plans** | **Capitalization**  **Plans** |
| **Dec 31, 2021** | **Brasilprev** | **Brasilcap** | **Brasildental** | **BB Corretora** | **Ciclic** |
| **Current assets** | **302,399,384** | **6,130,957** | **44,433** | **4,096,447** | **13,182** |
| Cash and cash equivalents | 601,280 | 37 | 2,262 | 3,070,107 | 929 |
| Financial investments | 300,462,391 | 6,092,191 | 36,402 | -- | 1,832 |
| Commissions receivable | -- | -- | -- | 1,026,158 | 2,442 |
| Other current assets | 1,335,713 | 38,729 | 5,769 | 182 | 7,979 |
| **Non-current assets** | **18,186,069** | **3,540,508** | **2,401** | **962,467** | **3,671** |
| Financial investments | 17,094,808 | 2,182,944 | -- | -- | -- |
| Commissions receivable | -- | -- | -- | 698,435 | -- |
| Other non-current assets | 1,091,261 | 1,357,564 | 2,401 | 264,032 | 3,671 |
| **Current liabilities** | **35,631,094** | **8,107,689** | **21,302** | **3,248,559** | **14,387** |
| Financial liabilities | 397,864 | 205,599 | -- | -- | 1,110 |
| Technical provisions | 34,700,950 | 7,872,886 | 12,662 | -- | 2,945 |
| Dividends payable | 2,198 | 2,681 | -- | 1,132,039 | -- |
| Commissions to be appropriated | -- | -- | -- | 1,172,483 | -- |
| Other current liabilities | 530,082 | 26,523 | 8,640 | 944,037 | 10,332 |
| **Non-current liabilities** | **279,120,921** | **1,088,809** | **4,080** | **1,804,346** | **--** |
| Technical provisions | 581,677 | 10,780 | -- | -- | -- |
| Financial liability | 278,516,180 | -- | -- | -- | -- |
| Commissions to be appropriated | -- | -- | -- | 1,794,544 | -- |
| Other non-current liabilities | 23,064 | 1,078,029 | 4,080 | 9,802 | -- |
| **Net worth** | **5,833,438** | **474,965** | **21,452** | **6,009** | **2,466** |
| Attributable to BB Seguridade | 4,374,787 | 316,610 | 16,088 | 6,009 | **1,850** |
| Difference in accounting practice (1) | 2,421 | (75) | -- | -- | -- |
| Adjustments (2) | (22,831) | 111,305 | -- | -- | -- |
| **Investment balance** | **4,354,377** | **427,840** | **16,088** | **6,009** | **1,850** |

1. Adjustments for the purpose of standardizing accounting practices under CPC 06 (R2) [IFRS 16] - Leases from previous periods, Brasilprev and Brasilcap adopted CPC 06 (R2) [IFRS 16] as of January 1, 2021.
2. Includes in Brasilprev an unrealized result from the sale of the equity interest in Mapfre Nossa Caixa Vida e Previdência (MNCVP) in July 2012, In Brasilcap, includes goodwill on the acquisition of equity interest in the company Sulacap by BB Seguros, which took place in 07/22/2011 and R$ 556 thousand of dividends receivable not recognized by BB Seguros, due to the approval within the scope of Brasilcap having taken place by the Executive Board on 01.25.2022.

8 – COMMISSIONS INCOME

R$ thousand

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | | | Consolidated | | | Consolidated | |
|  |  | **3rd Quarter 2022** | | **01.01 to 09.30.2022** |  | **3rd Quarter 2021** | **01.01 to 09.30.2021** |
| Gross commission income |  | **1,261,814** | | **3,360,023** |  | **1,028,276** | **2,914,161** |
| BB Mapfre |  | 919,177 | | 2,456,180 |  | 748,113 | 2,114,176 |
| Brasilprev |  | 179,036 | | 466,203 |  | 153,787 | 429,803 |
| Brasilcap |  | 122,817 | | 320,459 |  | 88,394 | 262,199 |
| Mapfre Seguros Gerais (1) |  | 38,744 | | 110,988 |  | 35,685 | 101,600 |
| Other companies |  | 2,040 | | 6,193 |  | 2,297 | 6,383 |
| Deductions from commission income |  | **(146,938)** | | **(389,840)** |  | **(118,968)** | **(337,627)** |
| Cofins |  | (95,758) | | (254,959) |  | (78,100) | (221,345) |
| ISS |  | (30,390) | | (79,528) |  | (23,912) | (68,227) |
| PIS |  | (20,790) | | (55,353) |  | (16,956) | (48,055) |
| Net commission income |  | **1,114,876** | | **2,970,183** |  | **909,308** | **2,576,534** |

1. Includes Auto and Major Risk Insurance.

There are no amount of commissions income in parent.

In the partnership model signed between BB Seguros and the Mapfre Group, the payment of additional remuneration by Brasilseg Companhia de Seguros SA to BB Corretora is foreseen to exceed the sales growth target in some specific products, following the rules of the 2nd Amendment to the Operating Agreement for Operation in the Insurance Segment and its annexes ("Operating Agreement" or "Agreement") which Brasilseg and BB Corretora have been signatory since 11.30.2018.

## **9 – COSTS OF SERVICES PROVIDED**

R$ thousand

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | | | **Consolidated** | | | **Consolidated** | |
|  |  | **3rd Quarter 2022** | | **01.01 to 09.30.2022** |  | **3rd Quarter 2021** | **01.01 to 09.30.2021** |
| Administrative cost products |  | (33,591) | | (99,019) |  | (29,428) | (85,181) |
| Operational support cost |  | (12,454) | | (38,382) |  | (15,801) | (46,253) |
| Cost of data processing |  | (5,179) | | (15,623) |  | (3,865) | (12,094) |
| **Total** |  | **(51,224)** | | **(153,024)** |  | **(49,094)** | **(143,528)** |

There are no service costs provided in Parent,

## **10 – PERSONNEL EXPENSES**

R$ thousand

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | | Parent | |  | Consolidated | |
|  | |  | **3rd Quarter 2022** | **3rd Quarter 2021** |  | **3rd Quarter 2022** | **3rd Quarter 2021** |
| Salaries | |  | (2,011) | (1,584) |  | (10,481) | (8,588) |
| Social security costs | |  | (1,097) | (814) |  | (5,394) | (4,124) |
| Benefits | |  | (346) | (228) |  | (1,972) | (1,330) |
| Fees | |  | (372) | (357) |  | (1,045) | (854) |
| Training | |  | (40) | (24) |  | (276) | (81) |
| Total | |  | **(3,866)** | **(3,007)** |  | **(19,168)** | **(14,977)** |

R$ thousand

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | | | Parent | | |  | Consolidated | |
|  | |  | **01.01 to 09.30.2022** | | **01.01 to 09.30.2021** |  | | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** |
| Salaries | |  | (5,629) | | (4,570) |  | | (28,997) | (25,422) |
| Social security costs | |  | (3,072) | | (2,344) |  | | (15,330) | (12,317) |
| Benefits | |  | (895) | | (665) |  | | (5,151) | (3,883) |
| Fees | |  | (1,098) | | (1,084) |  | | (3,028) | (2,687) |
| Training | |  | (89) | | (83) |  | | (600) | (373) |
| Total | |  | **(10,783)** | | **(8,746)** |  | | **(53,106)** | **(44,682)** |

## **11 – ADMINISTRATIVE EXPENSES AND SALES**

**R$ thousand**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | | **Parent** | |  | **Consolidated** | |
|  | |  | **3rd Quarter 2022** | **3rd Quarter 2021** |  | **3rd Quarter 2022** | **3rd Quarter 2021** |
| Selling expenses (1) | |  | -- | -- |  | (3,015) | (31) |
| Donation and sponsorship expenses (2) | |  | -- | -- |  | (2,346) | -- |
| Data processing | |  | (179) | (212) |  | (1,364) | (1,836) |
| Rent expenses and condominium fee | |  | (274) | (241) |  | (1,147) | (1,110) |
| Specialized technical services | |  | (168) | (96) |  | (934) | (537) |
| Service travel | |  | (137) | (16) |  | (466) | (122) |
| Publications | |  | (22) | (15) |  | (178) | (119) |
| Other | |  | (79) | (59) |  | (590) | (964) |
| **Total** | |  | **(859)** | **(639)** |  | **(10,040)** | **(4,719)** |

(1) Refers to expenses with partnerships signed with correspondents, in new channels, for the sale of insurance products.

(2) Refers to sponsorship under the Sports Incentive Law.

**R$ thousand**

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | | | **Parent** | |  | | **Consolidated** | |
|  | |  | **01.01 a 09.30.2022** | | **01.01 a 09.30.2021** |  | **01.01 a 09.30.2022** | | **01.01 a 09.30.2021** |
| Selling expenses (1) | |  | -- | | -- |  | (6,238) | | (148) |
| Data processing | |  | (493) | | (773) |  | (4,432) | | (4,815) |
| Rent expenses and condominium fee | |  | (901) | | (682) |  | (3,782) | | (3,137) |
| Specialized technical services | |  | (518) | | (296) |  | (2,563) | | (2,041) |
| Donation and sponsorship expenses (2) | |  | -- | | -- |  | (2,346) | | -- |
| Service travel | |  | (217) | | (25) |  | (1,106) | | (188) |
| Publications | |  | (102) | | (148) |  | (844) | | (630) |
| Costs communicating | |  | (560) | | (310) |  | (794) | | (622) |
| Other | |  | (206) | | (167) |  | (1,435) | | (2,048) |
| **Total** | |  | **(2,997)** | | **(2,401)** |  | **(23,540)** | | **(13,629)** |

1. Refers to expenses with partnerships signed with correspondents, in new channels, for the sale of insurance products.
2. Refers to sponsorship under the Sports Incentive Law.

12 – TAXES

**a) Breakdown of income tax (IR) and social contribution expenses (CSLL)**

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **3rd Quarter 2022** | **3rd Quarter 2021** |  | **3rd Quarter 2022** | **3rd Quarter 2021** |
| **Current values** |  | **(1,501)** | **(719)** |  | **(397,932)** | **(299,339)** |
| Domestic income tax and social contribution |  | (1,501) | (719) |  | (397,392) | (299,339) |
| **Deferred values** |  | **--** | **(53)** |  | **3,302** | **4,186** |
| **Deferred tax assets** |  | **--** | **(53)** |  | **3,302** | **4,186** |
| Temporary differences |  | -- | (53) |  | 3,302 | 4,186 |
| **Total** |  | **(1,501)** | **(772)** |  | **(394,630)** | **(295,153)** |

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Parent | |  | Consolidated | |
|  |  | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** |  | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** |
| Current values |  | **(1,501)** | **(3,047)** |  | **(1,030,670)** | **(835,858)** |
| Domestic income tax and social contribution |  | (1,501) | (3,047) |  | (1,030,670) | (835,858) |
| Deferred values |  | **--** | **(53)** |  | **8,421** | **4,651** |
| Deferred tax assets |  | **--** | **(53)** |  | **8,421** | **4,651** |
| Temporary differences |  | -- | (53) |  | 8,421 | 4,651 |
| Total |  | **(1,501)** | **(3,100)** |  | **(1,022,249)** | **(831,207)** |

**b) Reconciliation of Income Tax and Social Contribution Expenses**

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **3rd Quarter 2022** | **3rd Quarter 2021** |  | **3rd Quarter 2022** | **3rd Quarter 2021** |
| **Profit before income tax and social contribution** |  | **1,653,681** | **976,593** |  | **2,046,810** | **1,270,974** |
| a) Total income tax (25%) and CSLL (9%) chages |  | (562,252) | (332,042) |  | (695,915) | (432,131) |
| **Effect on the tax calculation:** |  |  |  |  |  |  |
| b) Nontaxable income - share of profit (loss) of subsidiaries associates and joint ventures (34%) |  | 560,507 | 331,329 |  | 300,055 | 136,309 |
| c) Non-deductible expenses, net of nontaxable income (34%) |  | 244 | (59) |  | 1,230 | 669 |
| **Income tax and social contribution** **(a+b+c)** |  | **(1,501)** | **(772)** |  | **(394,630)** | **(295,153)** |

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Parent | |  | Consolidated | |
|  |  | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** |  | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** |
| Profit before income tax and social contribution |  | **4,239,483** | **2,709,685** |  | **5,260,231** | **3,537,792** |
| a) Total income tax (25%) and CSLL (9%) chages |  | (1,441,424) | (921,293) |  | (1,788,479) | (1,202,849) |
| Effect on the tax calculation: |  |  |  |  |  |  |
| b) Nontaxable income - share of profit (loss) of subsidiaries associates and joint ventures (34%) |  | 1,439,907 | 917,971 |  | 766,762 | 375,545 |
| c) Non-deductible expenses, net of nontaxable income (34%) |  | 16 | 222 |  | (532) | (3,903) |
| Income tax and social contribution (a+b+c) |  | **(1,501)** | **(3,100)** |  | **(1,022,249)** | **(831,207)** |

**c) Tax Expenses**

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **3rd Quarter 2022** | **3rd Quarter 2021** |  | **3rd Quarter 2022** | **3rd Quarter 2021** |
| **On financial income and other** |  |  |  |  |  |  |
| Cofins |  | (550) | (335) |  | (6,337) | (1,695) |
| PIS/Pasep |  | (107) | (62) |  | (1,046) | (282) |
| IOF |  | (23) | (20) |  | (23) | (20) |
| Other |  | (5) | (15) |  | (10) | (18) |
| **Total** |  | **(685)** | **(432)** |  | **(7,416)** | **(2,015)** |

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Parent | |  | Consolidated | |
|  |  | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** |  | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** |
| On financial income and other |  |  |  |  |  |  |
| Cofins |  | (2,122) | (1,218) |  | (15,541) | (3,901) |
| Pis/Pasep |  | (371) | (220) |  | (2,549) | (654) |
| IOF |  | (29) | (23) |  | (29) | (56) |
| Other |  | (94) | (64) |  | (184) | (119) |
| Total |  | **(2,616)** | **(1,525)** |  | **(18,303)** | **(4,730)** |

**d) Current tax assets**

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **Sept 30, 2022** | **Dec 31, 2021** |  | **Sept 30, 2022** | **Dec 31, 2021** |
| **Current Assets** |  | **14,396** | **1,928** |  | **21,146** | **1,928** |
| Antecipation of IR e CS |  | 633 | -- |  | 359,132 | -- |
| IRRF |  | 14,866 | 1,953 |  | 52,873 | 42,586 |
| (-) Current taxes deducted/offset |  | (1,103) | (25) |  | (390,859) | (40,658) |
| **Non-Current Assets** |  | **73,090** | **68,332** |  | **79,136** | **84,337** |
| Taxes to compensate |  | 73,380 | 68,479 |  | 82,657 | 98,354 |
| (-) Current taxes deducted/offset |  | (290) | (147) |  | (3,521) | (14,017) |
| **Total (1)** |  | **87,486** | **70,260** |  | **100,282** | **86,265** |

1. The balances at Sept 30, 2022, and December 31, 2021 (parent company and consolidated) refer mainly to the IRRF of previous years uncompensated/deducted.

**e) Deferred Tax Assets**

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | | | | |
|  |  | **Dec 31, 2021** | **Addition** |  | **Derecognition** | **Sept 30, 2022** |
| **Temporary differences** |  |  |  |  |  |  |
| Liabilities provision |  | 10 | -- |  | -- | 10 |
| **Total deferred tax assets** |  | **10** | **--** |  | **--** | **10** |
| Incone tax |  | 7 | -- |  | -- | 7 |
| Social contribution |  | 3 | -- |  | -- | 3 |

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Consolidated** | | | | |
|  |  | **Dec 31, 2021** | **Addition** |  | **Derecognition** | **Sept 30, 2022** |
| **Temporary differences** |  |  |  |  |  |  |
| Liabilities provision |  | 32,367 | 11,717 |  | (3,295) | 40,789 |
| Amortization of goodwill |  | 3,053 | -- |  | -- | 3,053 |
| **Total deferred tax assets** |  | **35,420** | **11,717** |  | **(3,295)** | **43,842** |
| Incone tax |  | 26,851 | 8,615 |  | (2,423) | 33,043 |
| Social contribution |  | 8,569 | 3,102 |  | (872) | 10,799 |

**f) Expected Realization**

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **Non Value** | **Present Value** |  | **Valor Nominal** | **Valor Presente** |
| In 2022 |  | 10 | 8 |  | 10 | 8 |
| In 2023 |  | -- | -- |  | 32,058 | 24,741 |
| In 2024 |  | -- | -- |  | -- | -- |
| In 2025 |  | -- | -- |  | -- | -- |
| In 2026 |  | -- | -- |  | -- | -- |
| Afther 2026 |  | -- | -- |  | 3,352 | 1,541 |
| **Total** |  | **10** | **8** |  | **35,420** | **26,290** |

The expected realization of deferred tax assets (tax credits) is supported by a technical study prepared for de base date of Dec 31, 2021, and is calculated based on the discounted present value of the average Selic rate (TMS) projected for each reporting period

Over the nine-month period ending September 30, 2022, tax credits were realized R$ 3,295 thousand in the consolidated.

**g) Current tax liabilities**

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **Sept 30, 2022** | **Dec 31, 2021** |  | **Sept 30, 2022** | **Dec 31, 2021** |
| Icome tax |  | 1,103 | 346 |  | 757,239 | 554,013 |
| Social contribution |  | 399 | 104 |  | 273,431 | 198,361 |
| Cofins |  | 242 | 126 |  | 33,728 | 41,428 |
| ISS |  | -- | -- |  | 13,307 | 14,436 |
| Pasep |  | 48 | 21 |  | 7,221 | 8,928 |
| Other |  | 139 | 19 |  | 157 | 28 |
| (-) Current taxes deducted/offset |  | (1,393) | (172) |  | (394,380) | (54,675) |
| **Total** |  | **538** | **444** |  | **689,703** | **762,519** |

**h) Deferred Tax Liabilities**

**R$ thousand**

|  |  |  |
| --- | --- | --- |
|  | **Consolidated** | |
|  | **Sept 30, 2022** | **Dec 31, 2021** |
| Arising from partnership with Mapfre (1) | 223,387 | 223,387 |
| Arising from amortization of Brasilcap’s goodwill | 4,647 | 4,647 |
| Other temporay differences | 531 | 531 |
| **Total** | **228,565** | **228,565** |

1. Refers to the provision for deferred taxes arising from intangibles in the investment in BB Mapfre.

There is no balance of deferred tax liabilities in the Controller.

## **13 – OTHER INCOME AND EXPENSE**

**R$ thousand**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | | |  | **Parent** | |  | **Consolidated** | |
|  |  | | | **3rd Quarter 2022** | **3rd Quarter 2021** |  | **3rd Quarter 2022** | **3rd Quarter 2021** |
| Income of ADR (1) | |  | | 5,494 | 2,161 |  | 5,494 | 2,161 |
| (Addition)/Reversal of provisions for labor, tax and civil lawsuits | |  | | -- | (44) |  | 109 | 631 |
| Depreciation/amortization expense | |  | | (41) | (33) |  | (336) | (266) |
| Income/(expense) earn in earn out (2) | |  | | -- | -- |  | (6,855) | (7,661) |
| Provision for brokerage to returned (3) | |  | | -- | -- |  | (9,824) | (1,638) |
| Other (3) | |  | | 2 | 69 |  | (1,334) | 68 |
| **Total** | |  | | **5,455** | **2,153** |  | **(12,746)** | **(6,705)** |

1. Refers to the sharing, by the depositary bank of the ADR Level I program, of the income from issuance fees, cancellation and processing of dividends charged to investors holding ADRs (American Depositary Receipts) of BB Seguridade, with the purpose of defray Program expenses.
2. Refers to the price adjustment mechanism of the assets of the Brasilveiculos (current Mapfre Seguros Gerais) asset sold to Mapfre Brasil on 11.30.2018, with calculation, monthly provisions and annual payment, made based on the fulfilment of goals in the sales of auto insurance. The mechanism provides for the possibility of earn in or earn out, that is, payment from MAPFRE Brasil to BB Seguros or from BB Seguros to MAPFRE Brasil and will be calculated for each financial year until 2031.
3. Refers to the provision for brokerage to returned to Brasilprev. In the 3rd quarter of 2022, there was a higher volume of provision due to the revision of the return expectation, with effect from January/2022.

**R$ thousand**

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | | **Parent** | | | | |  | | | **Consolidated** | | | | |
|  |  | | **01.01 to 09.30.2022** | | **01.01 to 09.30.2021** | | |  | | | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** | |
| Income of ADR (1) | | 8,121 | | 5,925 | |  | | | 8,121 | | | | 5,925 | |
| (Addition)/Reversal of provisions for labor, tax and civil lawsuits | | -- | | 158 | |  | | | 152 | | | | 2,829 | |
| Depreciation/amortization expense | | (114) | | (115) | |  | | | (950) | | | | (785) | |
| Income/(expense) earn in earn out (2) | | -- | | -- | |  | | | (19,522) | | | | (21,100) | |
| Provision for brokerage to returned (3) | | -- | | -- | |  | | | (29,472) | | | | (4,914) | |
| Other (3) | | (74) | | 143 | |  | | | (1,419) | | | | (147) | |
| **Total** | | **7,933** | | **6,111** | |  | | | **(43,090)** | | | | **(17,898)** | |

1. Refers to the sharing, by the depositary bank of the ADR Level I program, of the income from issuance fees, cancellation and processing of dividends charged to investors holding ADRs (American Depositary Receipts) of BB Seguridade, with the purpose of defray Program expenses.
2. Refers to the price adjustment mechanism of the assets of the Brasilveiculos (current Mapfre Seguros Gerais) asset sold to Mapfre Brasil on 11.30.2018, with calculation, monthly provisions and annual payment, made based on the fulfilment of goals in the sales of auto insurance. The mechanism provides for the possibility of earn in or earn out, that is, payment from MAPFRE Brasil to BB Seguros or from BB Seguros to MAPFRE Brasil and will be calculated for each financial year until 2031.
3. Refers to the provision for brokerage to returned to Brasilprev. In the 3rd quarter of 2022, there was a higher volume of provision due to the revision of the return expectation, with effect from January/2022.

# 14 – FINANCIAL RESULT

R$ thousand

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **3rd Quarter 2022** | **3rd Quarter 2021** |  | **3rd Quarter 2022** | **3rd Quarter 2021** |
| **Financial Income** |  | **5,352** | **4,628** |  | **150,337** | **38,932** |
| Yield from financial investments |  | 3,333 | 3,932 |  | 144,586 | 35,129 |
| Monetary adjustment of judicial deposits |  | -- | -- |  | 3,599 | 2,588 |
| Monetary adjustment of taxes |  | 2,019 | 696 |  | 2,152 | 1,215 |
| **Financial Expenses** |  | **(266)** | **(607)** |  | **(325)** | **(665)** |
| Financial system services |  | (93) | (75) |  | (152) | (133) |
| Loss on financial investments |  | (173) | (532) |  | (173) | (532) |
| **Financial Result** |  | **5,086** | **4,021** |  | **150,012** | **38,267** |

R$ thousand

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **01.01 to 09.30.2022** | **01.01 to**  **09.30.2021** |  | **01.01 to**  **09.30.2022** | **01.01 to**  **09.30.2021** |
| **Financial Income** |  | **40,547** | **20,096** |  | **354,892** | **85,133** |
| Yield from financial investments |  | 13,225 | 15,329 |  | 331,362 | 77,578 |
| Monetary adjustment of judicial deposits |  | -- | -- |  | 6,560 | 4,943 |
| Monetary adjustment of taxes |  | 5,212 | 1,833 |  | 16,966 | 2,612 |
| Monetary adjustment of dividends and interest on equity capital |  | 22,106 | 2,934 |  | -- | -- |
| Other |  | 4 | -- |  | 4 | -- |
| **Financial Expenses** |  | **(27,623)** | **(3,766)** |  | **(28,963)** | **(3,951)** |
| Monetary adjustment of dividends and interest on equity capital |  | (25,745) | (2,623) |  | (25,745) | (2,623) |
| Reversal of monetary adjustment of judicial deposits |  | -- | -- |  | (1,167) | -- |
| Financial system services |  | (849) | (531) |  | (1,022) | (716) |
| Loss on financial investments |  | (1,029) | (612) |  | (1,029) | (612) |
| **Financial Result** |  | **12,924** | **16,330** |  | **325,929** | **81,182** |

15 – CASH AND CASH EQUIVALENTS

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **Sept 30, 2022** | **Dec 31, 2021** |  | **Sept 30, 2022** | **Dec 31, 2021** |
| Cash |  | 457 | 453 |  | 3,649 | 3,609 |
| Repurchase agreements (1) |  | 58,621 | 368,889 |  | 4,661,201 | 4,086,952 |
| **Total** |  | **59,078** | **369,342** |  | **4,664,850** | **4,090,561** |

1. Refers to investments in repurchase agréments with Banco do Brasil S.A., backed by federal govermment securities with daily liquidity and insignificante risk of change in fair value.

Financial investments in short-term funds and repurchase agreements are categorized as financial assets at fair value through profit or loss.

# 16 – FINANCIAL INSTRUMENTS

1. **Financial Assests at Fair Value through Profit or Loss**

**R$ thousand**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Parent and Consolidated** | | | | | | |
|  | **Dec 31, 2021** | |  |  |  | **Sept 30, 2022** | |
|  | **Cost Value** | **Market Value** | **Applications** | **Redemptions** | **Yield** | **Cost Value** | **Market Value** |
| Long-term fund (1) | 7,328 | 14,011 | 3,108 | (447) | 1,035 | 9,990 | 17,707 |
| **Total** | **7,328** | **14,011** | **3,108** | **(447)** | **1,035** | **9,990** | **17,707** |

1. Refers to investments in Private Equity Investment Funds (FIP) whose purpose is to invest their net worth in the acquisition of shares, or financial instruments representing ownership interest, in companies in their initial stage of operation.
2. **Fair Value Hierarchy**

The Company classifies financial instruments into three levels of subjectivity in determining fair value. The different levels are defined as follows:

* Level 1: Quoted prices in active markets for identical assets or liabilities;
* Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices);
* Level 3: Assumptions for the asset or liability that are not based on observable market data (unobservable inputs). There are no financial instruments classified in level 3 of the investment portfolio.

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | **Parent** | | | | | |
|  | **Sept 30, 2022** | | | **Dec 31, 2021** | | |
|  | **Level 1** | **Level 2** | **Total** | **Level 1** | **Level 2** | **Total** |
| Long-term fund (2) | -- | 17,707 | 17,707 | 14,011 | -- | 14,011 |
| Cash and cash Equivalents | 59,078 | -- | 59,078 | 369,342 | -- | 369,342 |
| **Total** | **59,078** | **17,707** | **76,785** | **383,353** | **--** | **383,353** |

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | **Consolidated** | | | | | |
|  | **Sept 30, 2022** | | | **Dec 31, 2021** | | |
|  | **Level 1** | **Level 2** | **Total** | **Level 1** | **Level 2** | **Total** |
| Long-term fund (2) | -- | 17,707 | 17,707 | 14,011 | -- | 14,011 |
| Cash and cash Equivalents | 4,664,850 | -- | 4,664,850 | 4,090,561 | -- | 4,090,561 |
| **Total** | **4,664,850** | **17,707** | **4,682,557** | **4,104,572** | **--** | **4,104,572** |

1. After reviewing the amounts allocated to long-term funds, there was an adjustment in the classification from Level 1 to Level 3 of the fair value hierarchy, due to the preponderance of assets whose valuation techniques make use of information that is not directly observable in the market.

# 17 – DIVIDENDS / INTEREST ON EQUITY CAPITAL RECEIVABLE

R$ thousand

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | | **Parent** | |  | **Consolidated** | |
|  | |  | **Sept 30, 2022** | **Dec 31, 2021** |  | **Sept 30, 2022** | **Dec 31, 2021** |
| Dividends receivable | |  | -- | 1,572,428 |  | -- | 1,648 |

On Dec 31, 2021, refers to dividends receivable from BB Corretora and BB Seguros paid on Feb 23.2022.

# 18 – COMMISSIONS RECEIVABLE

R$ thousand

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | |  | **Consolidated** | |
|  |  |  | **Sept 30, 2022** | **Dec 31, 2021** |
| **Current Assets** |  |  | **943,556** | **1,026,158** |
| BB Mapfre (1) |  |  | 854,994 | 962,465 |
| Mapfre Seguros Gerais |  |  | 70,649 | 53,396 |
| Brasilprev |  |  | 12,149 | 9,737 |
| Brasilcap |  |  | 5,662 | 481 |
| Others |  |  | 102 | 79 |
| **Non-Current Assets** |  |  | **672,617** | **698,435** |
| BB Mapfre |  |  | 672,617 | 698,435 |
| **Total** |  |  | **1,616,173** | **1,724,593** |

1. On 09.30.2022, R$ 95 million refers to the additional commission according to the restructuring agreement between BB Seguros and the Mapfre Group (contextualized in note 8). The recognition for the additional commission is made monthly and is expected to be received within 60 days after the end of the year. On 12.31.2021, R$ 291 million refers to the additional commission, received on 02.24.2022.

There are no amount of comissions receivable in parent.

Comissions Receivables are classified as financial assets valued at amortized cost, as described in Note 4.

# 19 – INTANGIBLE ASSET

1. ERP - Enterprise Resource Planning

**R$ thousand**

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | Parent and Consolidated | | | | | | | | | | | | |
|  |  | **Dec 31, 2021** |  | **01.01 to 09.30.2022** | | | |  | **Sept 30, 2022** | | | | |
|  |  | **Book value** |  | | **Acquisitions** | | **Amortization** |  | **Cost value** | **Accumulated amortization** | | **Book value** | |
| Software – ERP (1) |  | 4,959 |  | | | 322 | (649) |  | 8,096 | | (3,464) | | 4,632 |

1. In January 2018, the amortization of Enterprise Resource Planning (ERP) began, according to CPC 04 [IAS 38] - Intangible Assets in which the amortization period of intangible assets with a defined useful life is 10 years and amortization is calculated at the annual rate of 10% and recognized to the income statement on a straight-line method.

a.1) Estimate for amortization

**R$ thousand**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | Total |
| Amounts to be amortized | 222 | 882 | 882 | 882 | 882 | 882 | **4,632** |

20 – OTHER ASSETS

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **Sept 30, 2022** | **Dec 31, 2021** |  | **Sept 30, 2022** | **Dec 31, 2021** |
| **Current Assets** |  | **12,735** | **12,719** |  | **6,563** | **5,336** |
| Receivables from related comparies |  | 7,189 | 7,571 |  | 844 | -- |
| Receivables from ADR |  | 5,516 | 5,072 |  | 5,516 | 5,072 |
| Other |  | 30 | 76 |  | 203 | 264 |
| **Non-Current Assets** |  | **60** | **40** |  | **218,586** | **214,187** |
| Judicial deposits (1) |  | 10 | -- |  | 218,536 | 214,147 |
| Fixed asset |  | 50 | 40 |  | 50 | 40 |
| **Total** |  | **12,795** | **12,759** |  | **225,149** | **219,523** |

1. It refers, mainly, to a lawsuit of a fiscal nature, with the purpose of annulling an administrative decision that did not ratify declarations of compensation of negative balances of IRPJ with several taxes of its own. The updated value of the referred judicial deposit is R$ 162,774 thousand (R$ 158,619 thousand on December 31, 2021), being its update by the SELIC rate.

21 – CORPORATE AND STATUTORY OBLIGATIONS

R$ thousand

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | | Parent | |  | Consolidated | |
|  | |  | **Sept 30, 2022** | **Dec 31, 2021** |  | **Sept 30, 2022** | **Dec 31, 2021** |
| Dividends payable (1) | |  | 307 | 1,831,596 |  | 307 | 1,831,596 |
| Capital reduction payable | |  | -- | 95 |  | -- | 95 |
| Total | |  | **307** | **1,831,691** |  | **307** | **1,831,691** |

1. The dividends distributed on Dec 31.2021 were paid to the shareholders on Feb 23.2022.

22 – PROVISIONS AND CONTINGENT LIABILITIES

**CONTINGENT ASSETS**

In accordance with CPC 25 [IAS 37] - Provisions, Contingent Liabilities and Contingent Assets, no contingent assets were recognized in the individual and consolidated financial statements.

**CONTINGENT LIABILITIES – PROBABLE**

**a) Tax Lawsuits**

Tax lawsuits involving BB Corretora mainly arise from municipal/district tax assessments (discussing the "collection" of the Tax on Services of Any Nature - ISSQN); and lawsuits filed by the Federal Government in the administrative or judicial spheres, discussing federal taxes (notably the non-approval of offsetting of own taxes against other taxes).

As of September 30, 2022, BB Corretora had a total of 36 (thirty-six) active tax lawsuits discussing tax matters. These lawsuits are distributed as follows, with regard to the scope of the proceedings: (i) twenty-four (24) of them in the administrative sphere, exclusively, at the Federal Revenue Service - DF (DRF/DF); and (ii) twelve (12) of them filed in the Brazilian courts, eight (8) of them in the State Courts and four (4) in the Federal Courts.

Moreover, we present below a summary of the most relevant lawsuits filed against the Company, given that the others have small amounts, i.e., they were reached by the principle of immateriality in accounting matters:

BB Corretora is a party to a lawsuit whose cause of action is related to the collection of ISSQN, in progress with the TJ/MG, to which the initial cause value of R$ 8.3 million was attributed and, filed on 06/29/1998. This action was judged by the competent court, which recognized the right of the Municipality to receive the ISSQN required. During the course of the lawsuit, as a motions to stay execution, a judicial deposit was made (for court guarantee on December 15, 2011, in the amount of R$ 345,086.67) at Banco do Brasil, whose residual value updated as of September 30, 2022 is approximately R$ 81.6 thousand (since there was a favorable decision to the plaintiff in the liquidation of the sentence, in which the court determined the withdrawal of R$ 527,842.98 on August 16, 2021 - related to the undisputed amount). Furthermore, in the aforementioned decision, the court determined that after the procedural sanitation measures are taken, a court order should be issued in favor of BB Corretora for the withdrawal of any residual balance available to the court.

BB Seguridade and BB Seguros do not have tax lawsuits with significant amounts.

b) Civil Lawsuits

In the civil lawsuits involving BB Seguridade, BB Seguros and BB Corretora, the most important are claims for various types of compensation (such as: payment of insurance compensation, property damage, moral damage, and others), mainly arising from consumer relations involving insurance and related products (personal and property insurance, open-end complementary pension plans, capitalization, and dental plans) - in which the company mediated business.

c) Labor Lawsuits

The labor lawsuits involving BB Seguros and BB Corretora mainly arise from labor claims of a civil nature (mainly arising from group life insurance policies contracted by the original employers for their employees and the beneficiaries of which, in an inventory and partition process, demand the payment of insurance compensation), and third-party claims against the Affiliated Companies and BB Corretora as a member of the BB Seguridade Group, especially requesting a subsidiary condemnation if they are successful. On the other hand, BB Seguridade's labor claims involve former employees, discussing rights arising from 7th and 8th bank overtime and respective reflexes in the other salary/indemnity amounts.

Provisions for civil, tax and labor lawsuits classified as probable

In accordance with CPC 25 [IAS 37], BB Seguridade constitutes a provision for tax, civil and labor claims with a “Probable” risk of loss.

These provisions refer, mainly, to the contingencies recorded in BB Corretora.

R$ thousand

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Consolidated** | | | | |
|  |  | **3rd Quarter 2022** | **01.01 to 09.30.2022** |  | **3rd Quarter 2021** | **01.01 to**  **09.30.2021** |
| **Tax Lawsuits** |  |  |  |  |  |  |
| **Initial balance** |  | **1,026** | **1,130** |  | **1,097** | **1,440** |
| Addition/Update (1) |  | 74 | 132 |  | 13 | 28 |
| Reversal of the provision |  | -- | (162) |  | -- | (358) |
| Derecognition of provisions |  | -- | -- |  | -- | -- |
| **Closing balance** |  | **1,100** | **1,100** |  | **1,110** | **1,110** |
| **Civil Lawsuits** |  |  |  |  |  |  |
| **Initial balance** |  | **14,316** | **14,256** |  | **14,661** | **16,314** |
| Addition/Update (2) |  | 1,467 | 4,130 |  | 1,668 | 4,557 |
| Reversal of the provision |  | (1,674) | (4,277) |  | (2,312) | (6,601) |
| Derecognition of provisions |  | -- | -- |  | -- | (253) |
| **Closing balance** |  | **14,109** | **14,108** |  | **14,017** | **14,017** |
| **Labor Lawsuits** |  |  |  |  |  |  |
| **Initial balance** |  | **28** | **28** |  | **28** | **230** |
| Addition/Update |  | 25 | 25 |  | -- | -- |
| Reversal of the provision |  | -- | -- |  | -- | -- |
| Derecognition of provisions |  | -- | -- |  | -- | (202) |
| **Closing balance** |  | **53** | **53** |  | **28** | **28** |
| **Total** |  | **15,262** | **15,262** |  | **15,155** | **15,155** |

1. On Sept 30, 2022 incluides the amount of R$ 88 thousand related to monetary restatement.
2. On Sept 30, 2022 incluides the amount of R$ 711 thousand related to monetary restatement.

On Sept 30, 2022, the amounts of R$ 28 thousand related to labor claims, respectively, were provisioned in the controller. For the other claims there are no provision balances in the parent company.

Expected outflows of economic benefits

R$ thousand

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Labor lawsuits** | **Tax lawsuits** |  | **Civil lawsuits** | **Total** |
| Up to 5 years |  | 51 | 930 |  | 12,237 | **13,218** |
| More than 5 years and up to 10 years |  | 2 | 144 |  | 1,623 | **1,769** |
| Over 10 years |  | -- | 26 |  | 249 | **275** |
| **Total** |  | **53** | **1,100** |  | **14,109** | **15,262** |

Given the scenario of uncertainties in the duration of the proceedings, as well as the possibility of changes in the jurisprudence of the courts, the outflow of economic benefits has been estimated based on the best available information.

CONTINGENT LIABILITIES – POSSIBLE

a) Tax Lawsuits

BB Corretora contests the non-validation of requests for compensation of IRPJ, CSLL, PIS and Cofins made between the years 1999 and 2003, due to the non-recognition of negative balances of the years 1995 and 1997 and the deduction of CSLL amounts from the IRPJ calculation basis granted in a decision handed down in an Injunction.

In accordance with the applicable legislation, especially CPC 25 - Provisions, Contingent Liabilities and Contingent Assets; lawsuits with a remote or possible risk classification are exempted from the recognition of a provision, and the recognition of a provision is mandatory only for lawsuits classified as "Probable". In this sense, we present below a brief summary of the main lawsuit filed by the Company - given that the others have small amounts, that is, they are reached by the principle of immateriality in accounting matters.

BB Corretora has a legal dispute related to "DCOMP Negative Balance of Corporate Income Tax (IRPJ)", with TRF1 / Court of Brasília/DF, whose initial value of the cause was R$ 82.6 million, filed on 04/18/2011. The process is in the initial stage of discovery (there is still no sentence issued in the lower court). It is also important to mention that this process has a judicial deposit (from the administrative phase of the discussion, due to a former normative requirement), which on the base date of September 30, 2022 had the amount of R$ 82.6 million: 09/30/2022 showed the amount of R$ 162.7 million deposited in a judicial account held at the Caixa Econômica Federal.

As for BB Seguridade and BB Seguros, they do not have tax lawsuits with significant amounts.

Balances of contingent liabilities classified as possible

Tax and civil demands classified as "possible" risk are exempt from provisioning, in accordance with CPC 25 [IAS 37].

R$ thousand

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | | **Parent** | |  |  | **Consolidated** | |
|  | |  | **Sept 30, 2022** | **Dec 31, 2021** |  |  | **Sept 30, 2022** | **Dec 31, 2021** |
| Tax lawsuits (1) | |  | -- | -- |  |  | 261,680 | 240,209 |
| Civil lawsuits | |  | -- | -- |  |  | 2,374 | 1,580 |
| **Total** | |  | **--** | **--** |  |  | **264,054** | **241,789** |

(1) Refers mainly to a tax lawsuit by BB Corretora with the objective of annulling an administrative decision that did not ratify declarations of offsetting negative IRPJ balances with different taxes. There is a guarantee deposit for the mentioned action as shown in item DEPOSITS IN GUARANTEE OF FUNDS below.

BB Seguridade does not have contingent liabilities of its affiliates shared with other investors of the affiliates nor is it jointly and severally liable for all or part of the liabilities of its affiliates.

DEPOSITS IN GUARANTEE OF FUNDS

Guarantee deposits are cash deposits and are made with Banco do Brasil or another official financial institution, as a means of payment or as a means of guaranteeing the payment of convictions, indemnities, agreements and other expenses resulting from legal proceedings. The amounts are presented in the balance sheet under Other Assets.

Balances of escrow deposits formed for provisions and contingent liabilities

R$ thousand

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | | **Parent** | |  | **Consolidated** | |
|  | |  | **Sept 30, 2022** | **Dec 31, 2021** |  | **Sept 30, 2022** | **Dec 31, 2021** |
| Labor lawsuits | |  | -- | -- |  | 55 | 52 |
| Tax lawsuits (1) | |  | -- | -- |  | 215,453 | 211,621 |
| Civil lawsuits | |  | -- | -- |  | 3.018 | 2,474 |
| **Total** | |  | **--** | **--** |  | **218,526** | **214,147** |

(1) Refers mainly to a tax lawsuit aimed at annulling an administrative decision that did not ratify declarations of offsetting negative IRPJ balances with various taxes. The updated amount of the aforementioned judicial deposit is R$ 162,774 thousand (R$ 158,619 thousand on Dec 31. 2021), referring to the investee BB Corretora, being updated using the SELIC rate.

# 

# 23 – UNEARDED COMMISSIONS

R$ thousand

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | | | **Consolidated** | |
|  | | | **Sept 30, 2022** | **Dec 31, 2021** |
| **Current Liabilities** |  |  | **1,941,135** | **1,172,483** |
| BB Mapfre |  |  | 1,834,455 | 1,120,148 |
| Mapfre Seguros Gerais |  |  | 106,464 | 51,939 |
| Others |  |  | 216 | 396 |
| **Non-Current Liabilities** |  |  | **1,402,682** | **1,794,544** |
| BB Mapfre |  |  | 1,384,423 | 1,735,439 |
| Mapfre Seguros Gerais |  |  | 18,259 | 59,103 |
| Others |  |  | -- | 2 |
| **Total** |  |  | **3,343,817** | **2,967,027** |

There are no amount of unearned commissions in parent.

# 24 – OTHER LIABILITIES

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **Parent** | |  | **Consolidated** | |
|  |  | **Sept 30, 2022** | **Dec 31, 2021** |  | **Sept 30, 2022** | **Dec 31, 2021** |
| **Current Liabilities** |  |  |  |  |  |  |
| Amounts payable to related companies (1) |  | 7,903 | 6,709 |  | 189,895 | 222,879 |
| Annual variable remuneration program of the Executive Board |  | 1,966 | 3,433 |  | 1,966 | 3,433 |
| Annual program for results |  | -- | 580 |  | -- | 580 |
| Other |  | 90 | 117 |  | 580 | 696 |
| **Total** |  | **9,959** | **10,839** |  | **192,441** | **227,588** |

1. Refers to the apportionment of expenses calculated in accordance with the contract for sharing client data, use of staff, distribution network and technological and administrative material resources, entered between Banco do Brasil, BB Seguridade, BB Corretora and BB Seguros. In Consolidated, it also includes amounts payable, in the amount of R$ 21,240 thousand referring to the price adjustment mechanism of Brasilveículos (current Mapfre Seguros Gerais) assets sold to MAPFRE Brasil on November 30, 2018. On 09.30.2022 includes the amount of R$ 104,704 thousand (R$ 79,782 thousand in the year 2021) referring to the provision for brokerage to be returned to Brasilprev.

25 – EQUITY

**a) Capital**

The capital, fully subscribed and paid in,amounted to R$ 6,269,692 thousand as of September 30, 2022 ( R$ 3,396,767 thousand of December 31, 2021), it is divided into 2,000,000,000 (two billion) shares, represented in book-entry form and without par value.

The shareholders’ equity amounted R$ 9,460,891 thousand in September 30, 2022 (R$ 7,281,416 thousand as of December 31, 2021), corresponding a book value per share of R$ 4.73 per share in September 30, 2022 (R$ 3.64 per share as of December 31, 2021).

**b) Capital and Profit Reserves**

R$ thousand

|  |  |  |
| --- | --- | --- |
|  | Parent and Consolidated | |
|  | **Sept 30, 2022** | **Dec 31, 2021** |
| Capital Reserves | **1,571** | **1,508** |
| Profit Reserves (1) | **1,250,000** | **4,122,925** |
| Legal Reserve | -- | 679,354 |
| Statutory Reserve | 1,250,000 | 3,443,571 |

(1) The balance of Profit Reserves, on December 31, 2021, exceeded the share capital. At the General Meeting of BB Seguridade, on April 29, 2022, the capitalization of Legal Reserve and Statutory Reserve was approved, in the amounts of R$ 679,354 thousand and R$ 2,193,571 thousand, respectively, to settle the excess.

The Capital Reserve is made up of the amounts relating to transactions with payment based on shares, as well as the gain or loss on the sale of treasury shares.

The purpose of the Legal Reserve is to ensure the integrity of the capital stock and may only be used to offset losses or increase the capital stock. Of the net income for the period, 5% is invested, before any other allocation, in the constitution of the legal reserve, which will not exceed 20% of the share capital and the balance of the legal reserve plus the amounts of capital reserves that will not exceed 30% of the capital stock.

The Statutory Reserve for Equalization of Capital Remuneration has the purpose of guaranteeing resources for the payment of dividends, including in the form of interest on own capital or its prepayments, limited to 80% of the capital stock value, being formed with resources: equivalent to up to 50% of the net income for the year and arising from the anticipation of dividends.

The Statutory Reserve for Capital Reinforcement aims to guarantee financial means for the operation of the company, including for capital increase in the companies in which it participates as a shareholder and the acquisition of companies covered by Art. 3 of these Bylaws, limited to 80% of the value capital and being formed with resources equivalent to up to 50% of the net profit for the year.

**c) Earnings per Share**

|  |  |  |
| --- | --- | --- |
|  | Parent and Consolidated | |
|  | **01.01 to 09.30.2022** | **01.01 to 09.30.2021** |
| Net income attributable to shareholders of the Bank (R$ thousand) | 4,237,982 | 2,706,585 |
| Weighted average of ordinary and dilutive potencial ordinary shares outstanding | 1,996,709,128 | 1,996,667,393 |
| Earnings per share – basic and diluted (R$) | 2.12 | 1.36 |

The basic earnings per share is calculated by dividing net income attributable to shareholders of the BB Seguridade by the weighted average number of common shares outstanding (not considered treasury shares) in each of the periods presented.

The diluted earnings per share is calculated by dividing net income attributable to shareholders of the BB Seguridade by the weighted average number of common shares outstanding (not considered treasury shares), including the effect of all dilutive potential ordinary shares.

The BB Seguridade has no option, bonus of subscription or its equivalents which provide their holder the right to acquire shares. Thus, the basic and diluted earnings per share are equal and was calculated by dividing the profit attributable to the holders of common shares of the company by the weighted average number of common shares held by shareholders during the period.

**d) Dividends**

BB Seguridade has a Dividend Policy, available on the Investor Relations website, approved within the Board of Directors and revised at least every three years.

BB Seguridade paid in February 2022 the amount of R$ 1,857,014 thousand of dividends approved by the Board of Directors of BB Seguridade on December 17, 2021, of which R$ 1,831,248 thousand refer to the profit for the 2nd semester/2021, R$ 21 thousand of dividends prescribed in the period and R$ 25,745 thousand of monetary restatement by the Selic rate.

BB Seguridade paid in August 2022 the amount of R$ 2,068,697 thousand of interim dividends approved by the Board of Directors of BB Seguridade on June 27, 2022 according to its bylaws, of which R$ 2,068,642 thousand refer to the profit of the 1st semester 2022 and R$ 55 thousand of prescribed dividends in the period.

e) Other Accumulated Comprehensive Income

The negative balance recorded in Other Comprehensive Accumulated Results in the amount of R$ 149,392 thousand (R$ 158,464 thousand negative on Dec 31, 2021) is mainly composed of:

1. Negative R$ 126.748 thousand (negative R$137,474 thousand on December 31, 2021) mainly resulting from the devaluation resulting from the adjustment to market value, net of tax effects, of securities classified as fair value through other comprehensive income of BB Mapfre Participações S.A. and Brasilcap Capitalização S.A.; and
2. Negative R$ 23,169 thousand (R$ 20,824 thousand negative on December 31, 2021) of adjustments for the purpose of standardizing the accounting practice of previous periods of leases, CPC 06 (R2) [IFRS 16] - Leases, of which R$ 20,824 thousand negative at BB Mapfre Participações S.A., R$ 2,421 thousand negative at Brasilprev Seguros e Previdência S.A. and R$ 76 thousand positive in Brasilcap Capitalização S.A..

Bearing in mind that BB Seguridade does not have securities classified as fair value through other comprehensive income, the amounts in its statements reflect the values existing in the companies in which BB Seguros holds interest.

**f) Shareholdings (number of shares)**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| Stockholders | Sept 30, 2022 | |  | | Dec 31, 2021 | | | |
| **Shares** | **% Total** |  |  | | | **Shares** | **% Total** |
| Banco do Brasil | 1,325,000,000 | 66.25 |  |  | | 1,325,000,000 | | 66.25 |
| Other stockholders | 671,726,433 | 33.59 |  |  | | 671,686,529 | | 33.58 |
| Treasury shares | 3,273,567 | 0.16 |  |  | | 3,313,471 | | 0.17 |
| Total | **2,000,000,000** | **100** |  |  | | **2,000,000,000** | | **100** |
| Locals | 1,537,631,985 | 76.88 |  |  | | 1,572,986,959 | | 78.65 |
| Foreign | 462,368,015 | 23.12 |  |  | | 427,013,041 | | 21.35 |

**g) Treasury shares**

**g.1) Share-Based Payment – Variable Wage Program**

The Variable Wage Program Board of BB Seguridade determined that, of the total amount allocated to the payment of variable compensation, 50% will be made in shares of BB Seguridade (BBSE3). From the total paid in shares, 20% will be immediately transferred to the beneficiary ownership and 80% will be deferred for a period of four years.

On November 13, 2014, the Brazilian Securities and Exchange Commission (CVM) authorized BB Seguridade to make annually the private trading of its own shares, in order to fund, through these shares, part of the payment of the variable remuneration compensation of its Executive Board members, without the need to submit, every year, that commission new requests, in the case therefore of permanent authorization.

We present the statement of acquired shares, its distribution and its transfer schedule:

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2018 Program** | **2019 Program** | **2020 Program** | **2021 Program** | **Total** |
| Shares Distributed | 13,117 | 17,003 | 8,999 | 5,050 | **44,169** |
| Shares to Distribute | 3,276 | 11,330 | 13,461 | 20,148 | **48,215** |
| **Total Program Shares** | **16,393** | **28,333** | **22,460** | **25,198** | **92,384** |
|  |  |  |  |  |  |
| Minimum cost | 27.78 | 31.93 | 24.37 | **26.37** | -- |
| Averege cost | 27.78 | 31.93 | 24.37 | 26.37 | -- |
| Maximum cost | 27.78 | 31.93 | 24.37 | 26.37 | -- |

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Estimated Schedule Transfers** | | | | | | |
|  | **Period** | **2018 Program** | **2019 Program** | **2020 Program** | **2021 Program** | **Total** | |
| Shares to Distribute | March 2023 | 3,276 | 5,665 | 4,487 | 5,037 | **18,465** | |
| Shares to Distribute | March 2024 | -- | 5,665 | 4,487 | 5,037 | **15,189** | |
| Shares to Distribute | March 2025 | -- | -- | 4,487 | 5,037 | **9,524** | |
| Shares to Distribute | March 2026 | -- | -- | -- | 5,037 | **5,037** | |
| **Total shares to be distributed** |  | **3,276** | **11,330** | **13,461** | **20,148** | **48,215** | |

**g.2) Repurcharse Program**

On October 15, 2015, the Board of Directors approved the Buyback Program for up to 10,000,000 shares issued by the company to be held in treasury and subsequently sold or cancelled. The term was up to 365 days from the approval date, in line with the limit stipulated by CVM Instruction 567. The Buyback Program ended on 10.14.2016 and 3,360,000 shares were acquired in the amount of R$ 82,201 thousand, with a minimum, average and maximum cost per share of R$ 21.09, R$ 24.46 and R$ 27.76, respectively. The following programs did not carry out share buybacks, and the last program, the IV Buyback Program, ended on 10.31.2019. The Company, to date, has not approved a new Buyback Program.

On October 30, 2019, the General Shareholders' Meeting authorized the trading of shares issued by BB Seguridade held in treasury, specifically for employee awards and variable compensation of the Company's directors, up to the limit of 3,359,550 shares, and authorized the Board of Directors to define and implement the best way and time to carry out said negotiation.

**g.3) Employee Reward Program**

On December 18, 2019, the Board of Directors approved the Employee Reward Program, which aims to recognize BB Seguros employees in non-statutory positions, with outstanding performance in the Development and Career Committee. Considering the new wording of § 4 of art. 457 of the CLT, amended by Law No. 13,467/2017, the program is classified as an award and there is no incidence of labor and social security charges.

On October 28, 2022, the Board of Directors approved an update to the program rules, which maintained the same objective and the same legal framework.

The activation of the program occurs annually and is conditioned to the achievement of the score defined in the work agreement defined by the company. The target audience is limited to a maximum of 40% of employees per position, in the case of managerial or equivalent functions, and per position and per board, in the case of technical functions. The criteria for choosing employees involves the assessment of technical and behavioral skills, achievement of goals and management style. The award is credited 100% (one hundred percent) in cash, after due payment of Income Tax, in a single installment, within 30 days after the results of the Development and Career Commission are published.

**g.4) Number of Treasury Shares**

|  |  |  |
| --- | --- | --- |
| Description | Parent and Consolidated | |
| **Sept 30, 2022** | **Dec 31, 2021** |
| Variable Wage Program | 48,215 | 45,365 |
| Repurcharse Program (1) | 3,225,352 | 3,247,991 |
| Employee Reward Program | -- | 20,115 |
| Total | **3,273,567** | **3,313,471** |

(1) The variation in the balance in the interval results from the transfer of 25,198 shares from the Repurchase Program to the Variable Remuneration Program for 2021 directors and the return of 2,559 shares from the 2019 and 2020 Reward Programs to the Repurchase Program.

The cost value of treasury shares is R$ 80,344 thousand and the exchange price on September 30, 2022 is R$ 86,979 thousand.

## **26 – RELATED PARTY TRANSACTIONS**

BB Seguridade and its subsidiaries have an agreement with Banco do Brasil S.A., signed on 01/09/2013, for a period of 20 years, for apportionment and/or reimbursement of expenses and direct and indirect costs resulting from the use of the staff, material, technological and administrative resources necessary to maintain the Companies' activities and, especially the sale of products in the banking channel.

The agreement aims to capture synergies resulting from the sharing of resources and its terms provide that the reimbursement follows apportionment criteria based on calculation methodologies foreseen in the referred agreement, observing the effective use of the resources. The apportionment amounts are calculated and paid monthly.

The costs of salaries and other benefits granted to key management personnel of the BB Seguridade (Executive Board, Audit Committee, Board of Directors and Fiscal Council):

**R$ thousand**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | | | |  | 01.01 to 09.30.2022 | 01.01 to 09.30.2021 |
| Short-term benefits |  |  |  |  | **5,613** | **4,698** |
| Fees and social charges |  |  |  |  | **4,514** | **3,591** |
| Executive Board |  |  |  |  | 3,222 | 2,509 |
| Audit Committee |  |  |  |  | 542 | 544 |
| Board of Directors |  |  |  |  | 248 | 235 |
| Fiscal Council |  |  |  |  | 198 | 194 |
| Party Transactions Committee |  |  |  |  | 109 | 109 |
| Risks and capital Commitee |  |  |  |  | 195 | -- |
| Variable Remuneration (1) |  |  |  |  | **643** | **811** |
| Other (2) |  |  |  |  | **456** | **296** |
| Variable Wage Program (3) |  |  |  |  | **658** | **741** |
| Total |  |  |  |  | **6,271** | **5,439** |

1. Refers to the amount payment cash Variable Compensation Program for Directors, of the 2020.
2. Benefits considered: medical care, health assessment (promotion and prevention actions in occupational health), life insurance, removal advantage (partial cost of expenses in case of removal to other locations) and supplementary pension plan of the administrators.
3. Refers to the cost of shares relating to the installments of the share-based payment programs for 2016, 2017, 2018, 2019 and 2020.
4. Committee established in 04.20.2022, according to the meeting of Board of Directors.

According to the variable remuneration policy of BB Seguridade, established in accordance with Law 6,404/1976, Article 152 and Accounting Pronouncements Committee 10 (CPC 10 - Share-based Payment), the part of variable remuneration of the Executive Board is paid in shares.

BB Seguridade does not provide post-employment benefits to its key management personnel or to its employees.

Current personnel costs are reimbursed to the controller Banco do Brasil S.A., under the employee assignment agreement, in the period in which they are allocated to the Company's activities.

The Group trades banking transactions with its Controller, Banco do Brasil S.A. such as current account deposits (unpaid), corporate cards, financial applications, service deliveries and warranty in conditions equivalent to those available to other customers.

The Group does not grant loans to its Directors, Fiscal Council members, Board of Directors and Audit Committee.

BB Seguros has commercialization contracts for insurance products in the banking channel with all its investees, the main ones being listed below:

* Brasilseg Companhia de Seguros S.A. and Aliança do Brasil Seguros S.A., subsidiaries of BB Mapfre Participações S.A., for the sale of insurance, signed on 06/30/2011, valid until 06/30/2031, renewable for subsequent periods of 5 years.
* Brasilprev Seguros e Previdência S.A., for the sale of private pension plans, signed on 10/06/1999, for a period of 5 years, automatically renewable for equal periods.
* Brasilcap Capitalização S.A., for the sale of capitalization bonds, signed on 07/14/1999, for a period of 5 years, automatically renewable for equal periods.

The schedules below introduce the main transactions involving the companies within the effective utilization of resources:

1. Summary of related party transactions

BB Seguridade – Controller

R$ thousand

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  | Sept 30, 2022 | | Dec 31, 2021 | |
|  | | **Controller (1)** | **Subsidiaries (2)** | **Controller (1)** | **Subsidiaries (2)** |
| Assets | |  |  |  |  |
| Cash and cash equivalents | | 59,078 | -- | 369,342 | -- |
| Dividends/interest on equity receivable | | -- | -- | -- | 1,572,427 |
| Receive with related parties | | -- | 7,189 | -- | 7,571 |
| Liabilities | |  |  |  |  |
| Social and statutory obligations | | 203 | -- | 1,213,496 | -- |
| Obligations with related parties | | 7,903 | -- | 6,709 | -- |

R$ thousand

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  | 3rd Quarter 2022 | | 3rd Quarter 2021 | |
|  | | **Controller (1)** | **Subsidiaries (2)** | **Controller (1)** | **Subsidiaries (2)** |
| Income | |  |  |  |  |
| Interest earnings of financial instruments | | 2,485 | -- | 3,925 | -- |
| Personnel expenses | | (3,866) | -- | (3,007) | -- |
| Administrative expenses (3) | | (422) | -- | (314) | -- |

1. Banco do Brasil S.A.
2. BB Seguros and BB Corretora.
3. Refers to expenses as sharing contract customer data, use of staff, distribution network and resource materials technological and administrative, between the Banco do Brasil, BB Seguridade, BB Corretora and BB Seguros.

R$ thousand

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  | 01.01 to 09.30.2022 | | 01.01 to 09.30.2021 | |
|  | | **Controller (1)** | **Subsidiaries (2)** | **Controller (1)** | **Subsidiaries (2)** |
| Income | |  |  |  |  |
| Interest earnings of financial instruments | | 11,161 | -- | 7,591 | -- |
| Personnel expenses | | (10,783) | -- | (8,746) | -- |
| Administrative expenses (3) | | (1,423) |  | (199) | -- |
| Monetary assets changes | | -- | 22,106 | -- | 2,934 |
| Monetary liabilities changes | | (17,056) | -- | (1,738) | -- |

1. Banco do Brasil S.A.
2. BB Seguros and BB Corretora.
3. Refers to expenses as sharing contract customer data, use of staff, distribution network and resource materials technological and administrative, between the Banco do Brasil, BB Seguridade, BB Corretora and BB Seguros.

BB Seguridade – Consolidated

R$ thousand

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | **Sept 30, 2022** | | | |  |  | **Dec 31, 2021** | | |
|  | | | **Controller (1)** | **Associates and joint ventures (2)** | **Other related parties** | | **Controller (1)** | | **Associates and joint ventures (2)** | **Other related parties** |
| **Assets** | | |  |  |  | |  | |  |  |
| Cash and cash equivalents | | | 4,664,850 | -- | -- | | 4,090,561 | | -- | -- |
| Dividends/interest on equity receivable | | | -- | -- | -- | | -- | | 1,648 | -- |
| Commissions to be received | | | -- | 1,616,173 | -- | | -- | | 1,724,593 | -- |
| **Liabilities** | | |  |  |  | |  | |  |  |
| Social and statutory obligations | | | 203 | -- | -- | | 1,213,496 | | -- | -- |
| Obligations with related parties (3) | | | 25,111 | 164,784 | -- | | 22,355 | | 200,524 | -- |
| Unearned Commissions | | | -- | 3,343,817 | -- | | -- | | 2,967,027 | -- |

R$ thousand

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | **3rd Quarter 2022** | | | **3rd Quarter 2021** | | |
|  | | **Controller (1)** | **Associates and joint ventures (2)** | **Other related parties** | **Controller (1)** | **Associates and joint ventures (2)** | **Other related parties** |
| **Income** | |  |  |  |  |  |  |
| Interest earnings of financial instruments | | 143,738 | -- | -- | 33,696 | -- | 5,519 |
| Income from Commission | | -- | 1,222,280 | -- | -- | 991,564 | -- |
| Personnel expenses | | (19,168) | -- | -- | (14,977) | -- | -- |
| Administrative expenses/costs of services provided (4) | | (54,793) | -- | -- | (51,589) | -- | -- |

1. Banco do Brasil S.A.
2. Related companies BB MAPFRE Participações S.A. and its subsidiaries, Brasilprev Seguros e Previdência S.A. Brasilcap Capitalização S.A. and Brasildental S.A.
3. The “Invested Companies” includes the amount of R$ 143,041 thousand referring to brokerage commissions to be returned and R$ 21,240 thousand referring to the price adjustment mechanism of the assets of Brasilveículos (currently Mapfre Seguros Gerais) sold to MAPFRE Brasil
4. Refers to expenses as sharing contract customer data, use of staff, distribution network and resource materials technological and administrative, between the Banco do Brasil, BB Seguridade, BB Corretora and BB Seguros.

R$ thousand

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | **01.01 to 09.30.2022** | | | **01.01 to 09.30.2021** | | |
|  | | **Controller (1)** | **Associates and joint ventures (2)** | **Other related parties** | **Controller (1)** | **Associates and joint ventures (2)** | **Other related parties** |
| **Income** | |  |  |  |  |  |  |
| Interest earnings of financial instruments | | 329.298 | -- | -- | 63.532 | -- | 8.453 |
| Income from Commission | | -- | 3.246.625 | -- | -- | 2.809.884 | -- |
| Personnel expenses | | (53.106) | -- | -- | (44.682) | -- | -- |
| Administrative expenses/costs of services provided (3) | | (163.869) | -- | -- | (150.394) | -- | -- |
| Monetary liabilities changes | | (17.056) | -- | -- | (1.738) | -- | -- |

1. Banco do Brasil S.A.
2. Related companies BB MAPFRE Participações S.A. and its subsidiaries, Brasilprev Seguros e Previdência S.A. Brasilcap Capitalização S.A. and Brasildental S.A.
3. Refers to expenses as sharing contract customer data, use of staff, distribution network and resource materials technological and administrative, between the Banco do Brasil, BB Seguridade, BB Corretora and BB Seguros.
4. Compensation Paid to Employees and Directors

On April 15, 2021 and May 27, 2021, an agreement of assignment new version of employees of Banco do Brasil S,A, to BB Seguridade, for the office of Director levels, Management and other positions of trust was signed. The Banco do Brasil S.A. continues to process the payroll of the transferred employees, receiving a monthly repayment of all current costs from BB Seguridade.

1. Remuneration of employees and managers

Monthly wages paid to employees and Directors of the BB Seguridade S.A.

**In Reais**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | | | |  | Sept 30, 2022 | Dec 31, 2021 |
| Lowest salary |  |  |  |  | **7,721.75** | **7,149.77** |
| Highest salary |  |  |  |  | 46,140.21 | 42,722.42 |
| Average salary |  |  |  |  | 17,849.37 | 17,104.87 |
|  |  |  |  |  |  |  |
| Management |  |  |  |  |  |  |
| Director-President |  |  |  |  | 61,564.83 | 61,564.83 |
| Director |  |  |  |  | 52,177.45 | 52,177.45 |
|  |  |  |  |  |  |  |
| Council members |  |  |  |  |  |  |
| Board of Directors |  |  |  |  | 5,906.80 | 5,906.80 |
| Fiscal Council |  |  |  |  | 5,906.80 | 5,906.80 |
| Audit Committee - Member |  |  |  |  | 9,870.26 | 9,870.26 |
| Risk and Capital Committee |  |  |  |  | 9,870.26 | -- |

|  |
| --- |
| **BB Seguridade Participações S.A.**  Individual and Consolidated Interim  Financial Statements for the nine-month period  Ended September 30, 2022 and  Report on Review of Interim Financial Statements  Deloitte Touche Tohmatsu Auditores Independentes Ltda. |

(Convenience Translation into English from the Original Previously Issued in Portuguese)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

REPORT ON REVIEW OF THE   
INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS

To the Management, Members of the Board and Shareholders of

BB Seguridade Participações S.A.  
Brasília - DF

**Introduction**

We have reviewed the accompanying individual and consolidated interim financial statements of BB Seguridade Participações S.A. (“Company”), which comprise the balance sheet as at September 30, 2022, and the related statements of income and of comprehensive income for the three-and nine-month periods then ended and of changes in equity and of cash flows for the nine-month period then ended, as well as the summary of significant accounting practices and other explanatory notes.

The Directors is responsible for the preparation of the individual and consolidated interim financial statements in accordance with accounting practices adopted in Brazil and International Financial Reporting Standards - IFRS, as issued by the International Accounting Standards Board - IASB. Our responsibility is to express a conclusion on these interim financial statements based on our review.

**Scope of review**

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

**Conclusion on the individual and consolidated interim financial statements**

Based on our review, nothing has come to our attention that causes us to believe that the individual and consolidated interim financial statements referred to above do not present, in all material respects, the individual and consolidated financial position of the Company as at September 30, 2022, its individual and consolidated financial performance for the three-and nine-month periods then ended and its individual and consolidated cash flows for the nine-month period then ended, in accordance with accounting practices adopted in Brazil and IFRS, as issued by IASB.

*Statements of value added*

We have also reviewed the individual and consolidated statements of value added (“DVA”) for the nine-month period ended September 30, 2022, prepared under the responsibility of the Company’s Directors and presented as supplemental information. These statements were subject to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, in accordance with the individual and consolidated interim financial statements taken as a whole.

The accompanying individual and consolidated interim financial statements have been translated into English for the convenience of readers outside Brazil.

Brasília, November 4, 2022

|  |  |
| --- | --- |
| DELOITTE TOUCHE TOHMATSU | Roberto Paulo Kenedi |
| Auditores Independentes Ltda. | Engagement Partner |

DECLARATION OF THE MEMBERS OF THE EXECUTIVE BOARD ABOUT THE FINANCIAL STATEMENTS

In accordance with Article 27 of CVM Rule 80, dated March 29, 2022, I declare that I have reviewed the Financial Statements for the period ended in September 30, 2022 of the BB Seguridade Participações S.A. and, based on subsequent discussions, I agree that such statements reflect fairly, in all material respects, the financial position for the period presented.

Brasília (DF), November 04, 2022.

Ullisses Christian Silva Assis

Chief Executive Officer

Bruno Alves do Nascimento

Chief Strategy Officer

Marcelo Lopes Lourenço

Chief Commercial Officer

Rafael Augusto Sperendio

Chief Financial Officer

DECLARATION OF THE MEMBERS OF THE EXECUTIVE BOARD ON THE REPORT OF THE INDEPENDENT AUDITORS

In accordance with Article 27 of CVM Rule N. 80, dated 03.29.2022, I declare that based on my knowledge, the planning submitted by the auditors and the subsequent discussions on the audit results, I agree with the opinions expressed in the Deloitte Touche Tohmatsu Independent Auditors’ report, dated November 04, 2022, related to the financial statements of BB Seguridade Participações S.A. for the fiscal year ended September 30, 2022 there being no disagreement.

Brasília (DF), November 04, 2022.

Ullisses Christian Silva Assis

Chief Executive Officer

Bruno Alves do Nascimento

Chief Strategy Officer

Marcelo Lopes Lourenço

Chief Commercial Officer

Rafael Augusto Sperendio

Chief Financial Officer

MEMBERS OF THE MANAGEMENT BODIES

DIRECTOR-PRESIDENT

Ullisses Christian Silva Assis

DIRECTORS

Bruno Alves do Nascimento

Marcelo Lopes Lourenço

Rafael Augusto Sperendio

BOARD OF DIRECTORS

Marcelo Cavalcante de Oliveira Lima (Presidente)

Bruno Silva Dalcolmo

Daniel Alves Maria

Gilberto Lourenço da Aparecida

Isabel da Silva Ramos

Ricardo Moura de Araújo Faria

Ullisses Christian Silva Assis

FISCAL COUNCIL

Lucineia Possar

Adriano Pereira de Paula

Francisco Olinto Velo Schmitt

AUDIT COMMITTEE

Luiz Claudio Moraes

Artemio Bertholini

Gilberto Lourenço da Aparecida

Manoel Gimenes Ruy

Roberto Lamb

ACCOUNTANT

Pedro Kiefer Braga

CRC-DF 020.786/O-0

CPF 027.782.029-43