

The PicPay logo is located in the top right corner. It features the word "PicPay" in a bold, green, sans-serif font. A small square icon with a white dot inside is positioned above the letter "i".

PicPay

A woman with braided hair, wearing a bright green bomber jacket over a white crop top and grey pants, stands outdoors against a blue sky with light clouds. She is holding a green smartphone in her right hand and looking towards the camera with a slight smile. Her left hand is near her waist, and she has several rings on her fingers and a tattoo on her left forearm.

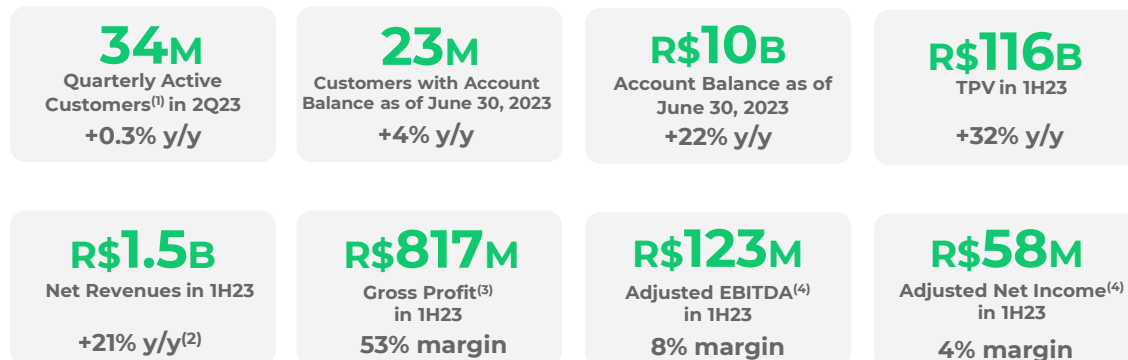
1H23
Earnings Release

August 1 2023



PicPay Reports 1H23 Adjusted Net Income of R\$ 58M

Operating & Financial Highlights



Notes: (1) Customers who opened the app or held an account balance/crypto or made at least one financial transaction in the period. (2) Net revenues from the first half of 2022 are adjusted by the effect of the cost of funding from PicPay Bank (full banking license issued in June/22) in support of operations for the payment institution, specifically to support prepayment to customers from our core operation. It also assumes the minimum cash for the financial institution of 30% coming from deposits. (3) Non-IFRS gross profit = total revenue and income minus costs such as chargeback, funding, prevention, processing, incentives, account remuneration, and operating losses. (4) EBITDA and net income were adjusted by the costs related to the integration of BX Blue, PicPay Invest and Banco Original's retail operation in the amount of R\$ 55.8 million in 1H23.

Message from the Management

In the first half of 2023, we maintained focus on executing our strategy to grow profitably through the cross-selling of new products and services and higher operating efficiency through gains in economies of scale and reducing costs and expenses.

A. New Businesses

The first half of 2023 was notable for the following four main events:

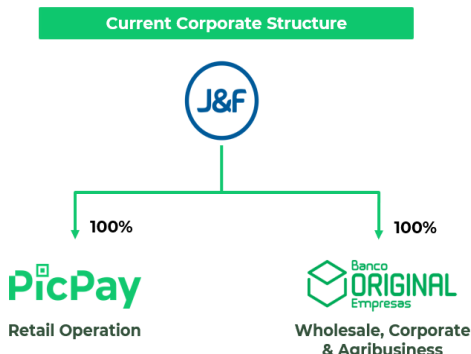
- (i) the acquisition of BX Blue, a Brazilian fintech specialized in the distribution of public payroll loans through its fully digital financial marketplace. With this acquisition, we aim to broaden our financial ecosystem by expanding our financial products offering to our customer base, entering a market that accounts for 20% of the consumer credit market in Brazil;
- (ii) the full consolidation of PicPay Invest (former Liga Invest), a digital investment platform controlled by J&F Par (PicPay's controlling shareholder). By doing this, we are expanding investment options within our ecosystem to include CDBs, fixed income, equity, P2B (person to business) and plan additional products over time;
- (iii) PicPay's entrance in the corporate benefits business, which includes flexible vouchers (meal, mobility, among others), payroll advance, balance sharing between PicPay's customers, payroll (FOPAG) and payroll management. With this new business, PicPay brings together advantages for both employees and HRs in a single platform; and
- (iv) the announcement of the planned integration of Banco Original's retail operation. This commenced after quarter end on July 1st, 2023, and will enable each brand to focus on its core customer segments while at the same time benefiting from operating and financial synergies in order to increase efficiencies and accelerate the launch of new products and services.

Banco Original, founded in 2011, was the first digital bank in Brazil focused on wholesale, corporate and agribusiness. In 2015, Banco Original entered the retail segment to further leverage its business model. At the same time, PicPay scaled its business at a much faster pace, driven by its strong nationally recognized brand and a complete portfolio of financial and non-financial products and services, consolidating itself in the retail segment.

Message from the Management

As a result, J&F Par, the controlling shareholder of both entities, announced its plan to integrate Banco Original's retail operation with PicPay, allowing both companies to focus on their strongest customer segment, i.e., PicPay in retail and Banco Original in wholesale, corporate and agribusiness.

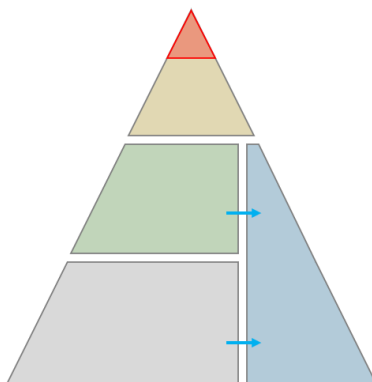
Below is J&F's current corporate structure in a simplified format:



The integration of Banco Original's retail operation will add 1 million active customers and approximately R\$ 3 billion of assets under management and deposits to PicPay. The integration of Banco Original's retail operation in July also accelerated the delivery of some products, including Special Account Limit, Salary Account, and Joint Account. Additional products, including: Platinum and Black Credit Cards, Rewards Program, Secured Personal Loans (investments and payroll), Investment Funds and Private Pension Funds, among others, are expected to be launched shortly.

B. Segmentation & New Value Proposition

We now have a more comprehensive portfolio of products and services, further enhancing our value proposition beyond the digital wallet and day-to-day payments services, becoming a much broader two-sided financial ecosystem. Furthermore, the integration of Banco Original's retail operation allows PicPay to begin segmenting its customer base, moving away from a one size fits all approach to more targeted and personalized marketing communication and product offerings. In the second half, our segmentation will evolve into the targeted value proposition for each category.

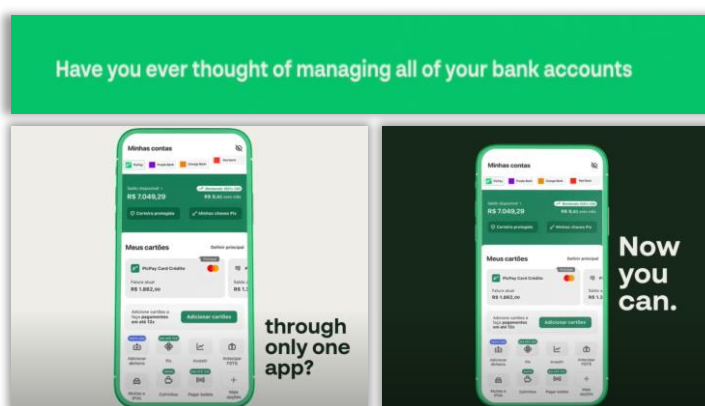


C. Excellence in New Products Delivery

During the first half of 2023, we launched many products and services in line with our strategy of expanding our financial ecosystem and becoming the main account option for our customers over time. Products and services launched during the quarter included: life insurance, public payroll loans, and corporate benefits (including meal, mobility vouchers among others, as well as payroll advance and balance sharing between PicPay's customers upon previous authorization by the beneficiary). Moreover, in June 2023, we launched more CDB (Bank Deposit Certificates) products with 3-, 6-, 12- and 24-months maturity dates (yielding 103%, 105%, 110%, and 114% over CDI, respectively).

Message from the Management

We also launched our Account Aggregator, which enables customers to integrate all their banking accounts from other financial institutions through Open Finance, concentrating all of them on PicPay's app. Notably, in February 2023, we received a license from the Brazilian Central Bank to operate as a payment initiator, enabling customers to transfer their money from other financial and payment institutions to PicPay. This can be accomplished through instant payments without the need to exit the app and allowing the user to transact in the app, including: paying bills, and Pix. When we compare the use of Open Finance between those customers who have the account aggregator and other customers, there is an increase in the use and frequency of the app, in payment volume (TPV) and in transactions. Most of those customers access the PicPay app more than 10 times a month and transact on a monthly basis. Open Finance and its potential products and services are a significant avenue of growth and focus of our strategic decisions. [Click on the image below to watch our Account Aggregator video.](#)



As an important step to increase our credit offering and diversify loan options for millions of customers, we launched an auto-secured loan in June 2023. This new product joins our other loan options such as public payroll via BX Blue, FGTS payroll, unsecured personal loans, and P2P Lending. We also launched other features to existing products, including an additional credit card that enables the PicPay Card owners to share their credit limit and bill with another person, and a split payment feature, enabling customers to split bills between friends and family.

Our de-centralized organizational structure enables us to launch and scale new products and services at a fast pace. PicPay is structured into business units, in which each one has full responsibility, autonomy and dedicated teams (technology, products) to run its business on a day-to-day basis, prioritizing the launch of products and services aligned with our corporate strategy, while at the same time being committed to driving increased profitability for the company.

See below for the evolution of products and services launched since 1H22:

1H22	2H22	1H23
<ul style="list-style-type: none"> ▪ Pix Parcelado ▪ P2P Lending ▪ DW Insurance ▪ Credit Score ▪ Credit Monitoring ▪ Payroll Portability ▪ Vehicle Debt Management (tickets and IPVA) ▪ Bill Payments Hub ▪ Payroll FGTS ▪ Integrated QR Code (PicPay & Pix) ▪ International Remittance & Exchange ▪ Banking License 	<ul style="list-style-type: none"> ▪ Crypto Exchange ▪ Open Finance Hub ▪ PFM ▪ Virtual Pre-Paid Card for Merchants ▪ P2B Lending ▪ Piggy Bank ▪ Cell Phone Insurance 	<ul style="list-style-type: none"> ▪ Bill Split ▪ Payroll Loan (BX Blue) ▪ Additional Card ▪ Corporate Benefits ▪ CDBs ▪ Account Aggregator ▪ Auto Secured Loan ▪ Insurance for Pix transactions ▪ Life Insurance

Message from the Management

D. Operating Performance

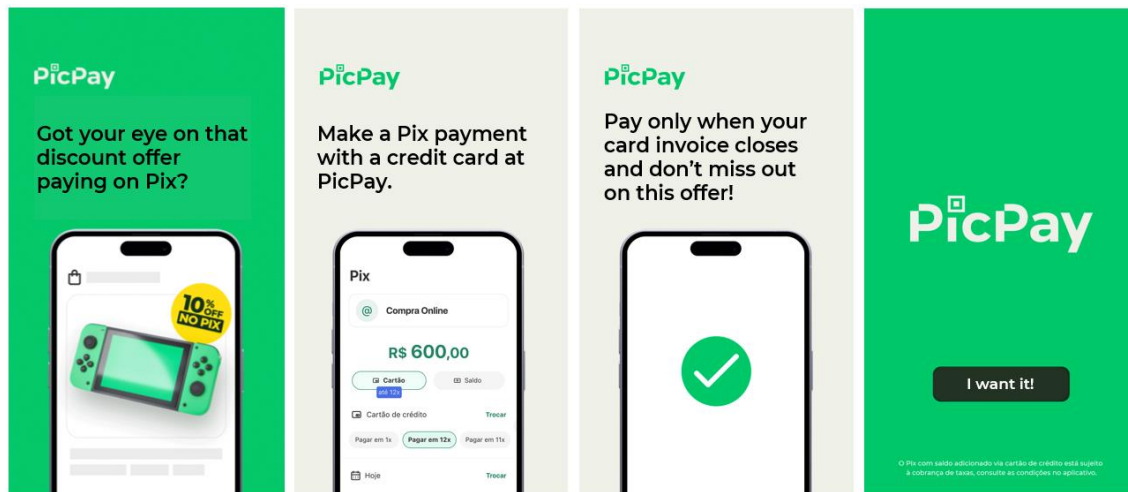
With respect to our operating performance in the first half of the year, we ended the period with 34 million quarterly active customers, defined as customers that have opened the app or made at least one financial transaction in the quarter or customers with an account balance or crypto as of June 30, 2023. Total account balances were R\$ 10 billion, which represents an increase of 22% when compared to the period ended June 2022. We have a market share of 3.3% in total demand deposits, an increase of 0.9 p.p. compared to the first half of 2022. The number of customers who held an account balance at June 30, 2023 reached 23 million, an increase of 4% year over year. In terms of payment volume, our TPV was R\$ 116 billion in the first six months of the year, a 32% increase compared to the same period in the previous year.

Our digital wallet is comprised of products and features that facilitate our customers' day-to-day payments and transactions such as P2P and P2M transactions, Bill Payments and Pix (instant payments) sourced by the account balance or any credit card registered on file, allowing customer to pay in multiple installments. The TPV for the Digital Wallet was R\$ 97 billion in the 1H23, growing 38% when compared to 1H22. Pix has been an important solution to drive funds inflow, representing more than 95% of all cash-in through our platform.

In the first six months of 2023, Pix Parcelado (Pix Crédito), which enables instant payments sourced by any credit card registered on file and in up to twelve installments, was a key product that contributed to a higher monetization of our digital wallet. We are also very encouraged with Pix Parcelado (Pix Crédito) performance, which continues to scale and gain a momentum within our customer base. For 1H23, we reported a 142% year over year increase in TPV to R\$ 4.8 billion. Since 4Q21, when we launched this product to our customers, until July 31, 2023, TPV has reached almost R\$ 12 billion. We will continue to capture the benefits from the Pix rail, increasing our opportunities to cross-sell additional products and services.

Additionally, we are helping to educate customers and sellers to understand the uses and benefits of Pix. For example, the recent campaign launched in July (the Pix hack), highlighting that sellers can offer higher discounts for customers that pay for goods and services through Pix, as they receive the payments instantly and at no cost. At the same time, customers can source those pix purchases through any credit card on the PicPay app and pay after 30 days (credit card settlement) and also receive the merchant funded discount, which can range from 5-20%. This is still net positive for the customer even when taking into account the take rate charged by PicPay for the transaction. We are also testing Pix Parcelado (Pix Crédito) using personal loans with third-party partners as a source of funding and expect to scale it in the upcoming months.

[Click on the image below to watch our Pix Parcelado video.](#)



Message from the Management

Pix and its potential products and use cases for both customers and sellers are also core to our strategy. Instant payments were part of our foundation and is our DNA. To date, we have captured approximately 8% of the number of users with registered keys on PicPay.

The TPV for PicPay Card was R\$ 11.0 billion in the first half of the year, an increase of 15% compared to the same period of 2022. Average spending during the quarter was R\$ 1,057 per PicPay Card user. PicPay Card is a key product underpinning our strategy to become the primary account for our customers and increase engagement in our ecosystem. Moreover, as of July 2023, we began offering secured cards, in which the amount invested in the piggy bank and the account balance, including the interest income earned, is used as a collateral for our customers' credit card limits. Our plan is to scale our credit card portfolio faster in 2H23, including secured cards. At the same time, we will be gradually issuing more unsecured credit cards for the best cohorts, starting with a small limit approach that can gradually and steadily increase as the customer pays their credit card bill. Additionally, in the 2H23, we are expecting to launch our new platinum and black cards with better rewards and benefits as well as digital wallets such as Google and Apple pay, further broadening the options for use of our own cards.

In the first half of 2023, we originated R\$ 998 million in loans in our financial marketplace, including R\$ 492 million in payroll FGTS, with more than 562 thousand loan contracts in this category, underscoring our capacity to scale this product in less than a year. We have begun to reaccelerate credit origination in our financial marketplace, reaching more than R\$ 200 million in originations in July considering not only the collateralized products such as FGTS, auto-secured loan, and payroll loan but also personal loans. Another important action was our decision to move away from a full marketplace approach only distributing credit products from third party partners to a multi funding model. Under this model, we will not only continue working with partners but will also underwrite and originate credit on balance for selected, core and high margin products such as our own PicPay credit card, which is extremely important for client engagement and intrinsic for our customer experience.

As for insurance products, which today include digital wallet insurance with additional protection for PicPay Card and Pix transactions, life insurance and cell phone insurance, we reached the mark of 1 million insurance policies issued in July 2023.

In terms of investments, our piggy bank product showed a high adoption rate, with approximately 4 million piggy banks created and close to R\$ 2 billion invested until July and yielding 102% over CDI on every business day. Moreover, total deposits are gradually increasing following the launch in mid-June of our new CDB products with different maturity days and interest rates, reaching more than R\$ 11 billion in deposits in mid-August.

In order to strengthen our two-sided platform, in 1H23 we introduced key projects in order to leverage our seller business. This began with the full migration of our own merchant acquiring platform, leading PicPay to operate as a full merchant acquirer in order to capture, process and settle all card transactions done in app. Thus, eliminating our need to rely on other acquirers and driving more cost efficiencies upfront. Additionally, our go to market strategy, focused on leveraging and improving the user experience in online solutions (e-commerce acquiring and PicPay e-wallet), expanding our acceptance rate nationally and partnering with leading global companies such as Uber, Google Play and several other online sellers and online platforms from many categories, expanding the adoption of our payments check out and further becoming a full acquirer player for online sellers. Our strategy also contemplates increasing our presence in the offline market through our QR code and Pix transactions.

We ended 1H23 with R\$ 1.5 billion in net revenues, up 21% compared to 1H22. Our strategy to scale products and services, our focus to drive higher average revenue per active customer through our cross-selling strategy and the effective control and allocation of costs and expenses contributed to achieve a gross margin of R\$ 817 million in 1H23, growth of 111% versus 1H22. We continued to deliver growth with profitability, achieving adjusted net income of R\$ 58 million compared to a net loss of R\$ 656 million in 1H22.

Message from the Management

For the second half of 2023, combining the launch of new products and broader positioning, we expect to accelerate our top line growth while remaining profitable, although not expecting to maximize profits this year. As we are integrating new companies and reinvesting in new ventures, we are setting the foundation for stronger profitable growth in 2024.

Additionally, we are committed to scaling our multi-funding strategy in our financial marketplace, combining credit origination on balance for selected and core products (i.e. credit cards) while distributing other financial products through third-party partners, with no credit nor underwriting risk.

Lastly, in August 2023, we launched our new marketing campaign, which reflects a new momentum for the company. The campaign marks a significant return for PicPay to national media (digital, offline, OoH). With a broader and complete portfolio combined with our well-established strong brand reputation, our goal is to communicate PicPay beyond the digital wallet and day-to-day payment capabilities and showing our full package of financial products and services including credit cards, investments, attractive interest rates on accounts, credit, and products for businesses. In turn, our goal is to be the one-stop, primary day-to-day financial account/app for millions of customers and businesses.

Currently, PicPay is part of the daily routine of more than 33 million people, and it is as solid and secure financial ecosystem that continues to grow at a rapid pace.

Our new campaign slogan **“Sua vida com mais pique”**, which means “your life with more zip”, invites everyone to get to know our portfolio of products and services and to join this great movement of change. We are presenting the PicPay brand in a different way, encompassing finance, technology, data security and innovation. The campaign emphasizes how our app can empower our customers’ financial transactions and become their main financial partner.

Some of the products featured in this campaign were our new secured card, which is a credit card intended for everyone, backed by investments, and our PicPay account with the best interest rate in the country, yielding a 102% over CDI.

Additionally, we have partnered with three Brazilian celebrities as brand Ambassadors that represent our new momentum. Sabrina Sato, Sharon Menezes and Rodrigo Lombardi are versatile personalities that resonate with all audiences. They are communicating PicPay’s complete ecosystem aimed to serve all customers from individuals to merchants that want to facilitate the way they handle financial transactions and achieve their financial goals through a complete two-sided platform.



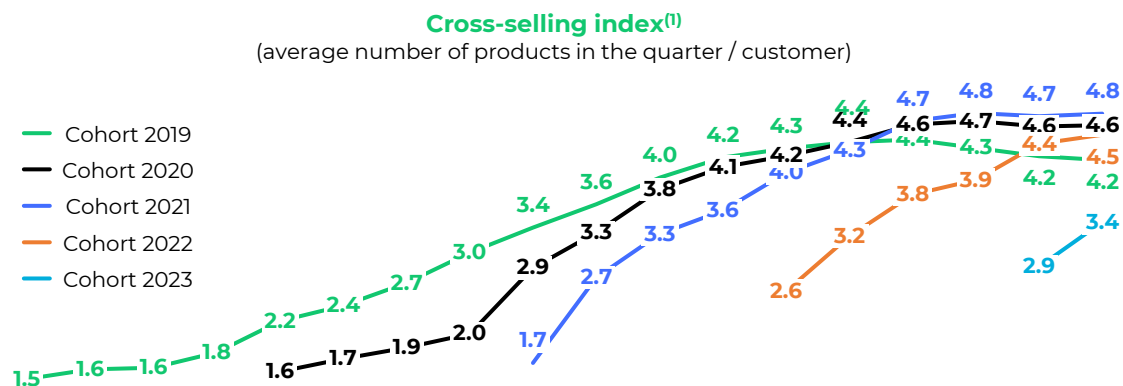


Consolidated Results

Performance in the Period

As we continue to expand our portfolio of products and services, older cohorts start engaging with more products at a faster pace and new cohorts are onboarding at higher levels, adopting 3 products, on average, in their first quarter as a customer. The more familiar our customers become with our ecosystem, the more products and services they adopt over time.

In the chart below, we graph the increase in adoption of our products and services by cohort starting in 1Q19 quarters:



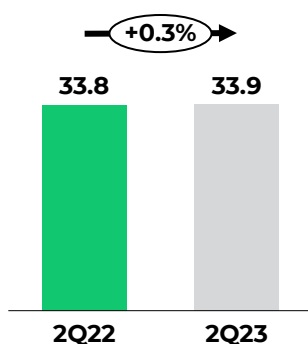
1Q19 2Q19 3Q19 4Q19 1Q20 2Q20 3Q20 4Q20 1Q21 2Q21 3Q21 4Q21 1Q22 2Q22 3Q22 4Q22 1Q23 2Q23

Notes: (1) Weighted average of product use per annual cohort.

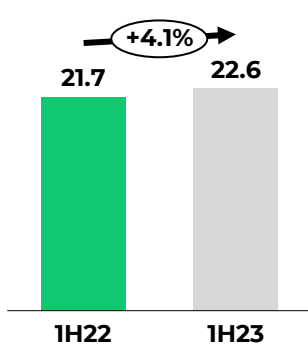
Our Quarterly Active Customers⁽¹⁾ totaled 34 million in 2Q23, flat when compared to the same period of the prior year. The slower pace of growth of our customer base was in line with expectations as during the last semester we prioritized the launch of new products and services in order to increase engagement and monetization of our existing customer base while at the same time improving efficiency in order to achieve profitability. However, with the launch of the new campaign, after one year without relevant advertising, repositioning PicPay as a broader platform, already helped us to reach almost 1 million new accounts in the last month.

Customers with an account balance increased 4% year over year, reaching 23 million as of June 30, 2023, and holding R\$ 10 billion in total deposits, an increase of 22% year over year. As of mid-August, deposits had increased to approximately R\$ 11 billion. This growth reflects the launch of new products that motivated customers to deposit more money into our platform, including the launch of our piggy banks in December 2022 that yields 102% over CDI with daily liquidity in and other CDBs with different maturity days and yields.

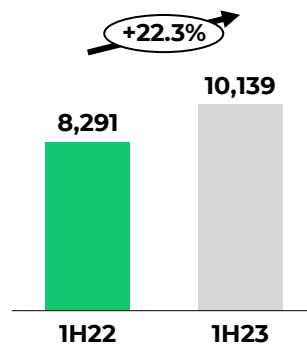
Quarterly Active Customers⁽¹⁾
(In million)



Customers with account balance
(In million)

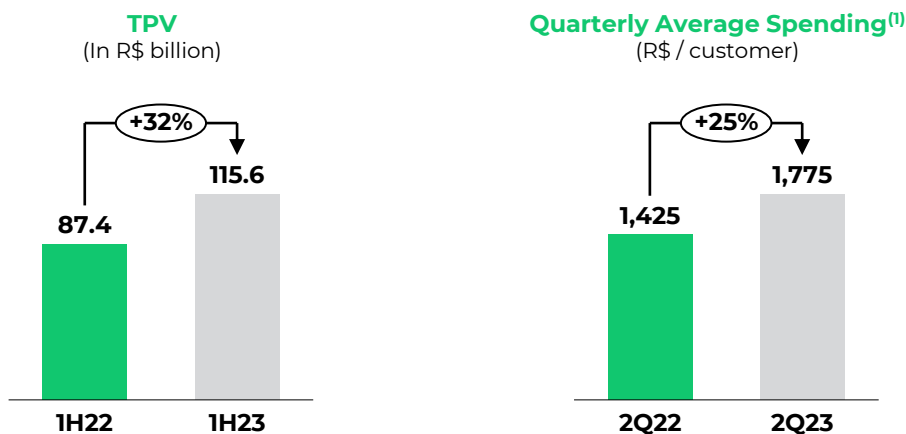


Total Balance held by customers
(In R\$ million)



Notes: (1) User who opened the app or held an account balance/crypto or made at least one financial operation in the period.

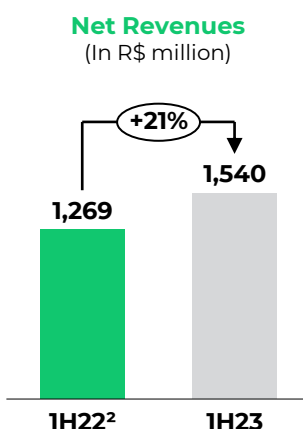
For the first six months of 2023, TPV totaled R\$ 116 billion, an increase of 32% when compared to the same period in 2022. Our customers spent 25% more on our platform in second quarter 2023, with quarterly average spend reaching R\$ 1,775 per customer in the period. This increase underscores the strength and scale of our business model, which enables customers to transact over an extensive portfolio of solutions provided for their day-to-day payment need.



Total net revenues were R\$ 1.5 billion in the first half of 2023, an increase of 21% compared to the same period in 2022. This growth is primarily due to the increase in total payment volume, optimization of pricing in some products, higher engagement of our customer base and our ability to scale our products and services across our unique two-sided ecosystem.

Net revenues for the first half of 2022 are adjusted by the effect of the cost of funding from PicPay Bank, the full banking license issued in June/22, in support of operations for the payment institution, specifically to support funding for our core operations.

Before the issuance of our banking license, we were legally obligated, as a payment institution, to invest 100% of our customers' deposits in treasury bonds issued by the government and we could not use them as a source of funding. As of June 2022, with the issuance of our banking license by the Brazilian Central Bank, we are now able to utilize those deposits to fund our own operations related to transactions made with credit cards within our ecosystem. 30% of deposits are held as the minimum cash required by the Brazilian Central Bank to support liquidity of our company. Thus, for comparison purposes, we have adjusted 1H22 revenues to account for this change.



Our gross profit, which is calculated as total net revenue minus costs such as chargebacks, funding, fraud & prevention, processing fees, PicPay Card issuance, cashback, account

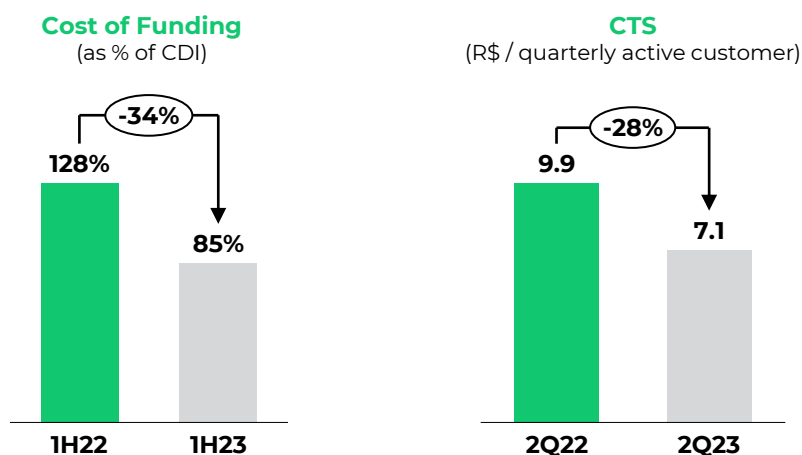
Notes: (1) Total TPV in the quarter divided by total quarterly active users. (2) The adjustments of net revenues were only made for the first half of 2022. Net revenues for 1H22 with no adjustments were R\$ 1,376 million.

remuneration, and operational losses for the period, was R\$ 817 million in 1H23, an increase of 111% when compared to the same period of the prior year.

We achieved a gross margin of 53% in 1H23 up from 31% in 1H22. The improvement was due to increased scale, optimization of our pricing strategy on digital wallet products, the diversification of our product portfolio, increased cross selling and the reduction of costs and expenses, including

- (i) cashbacks, being used as a tool to cross sell new products and services and increase our customer engagement, becoming “mandatory” being incremental and with positive unit economics. Cashbacks represented 2% of total net revenues in 1H23 compared to 10% in the previous year;
- (ii) selling expenses, which include marketing expenses, represented 13% of total net revenues down from 42% in 1H22;
- (iii) chargeback, reflecting investments in platform, technology and systems completed in the past two years to improve security in transactions and improved execution, representing 0.1% of total card TPV in 1H23 versus 0.4% in 1H22; and
- (iv) lower cost of funding as a result of our full banking license issued in June/22 and changes in our account remuneration policy (remuneration paid only after 30 days anniversary or fully invested in our piggy bank product), declining from approximately 128% over CDI in 1H22 to 85% over CDI in 1H23.

Our cost to serve our customers (CTS), which includes transaction and technology expenses, incentives, call center, and other costs related to the commercial team, were R\$ 7 per active customer in second quarter of 2023, a decrease of 28% year over year.



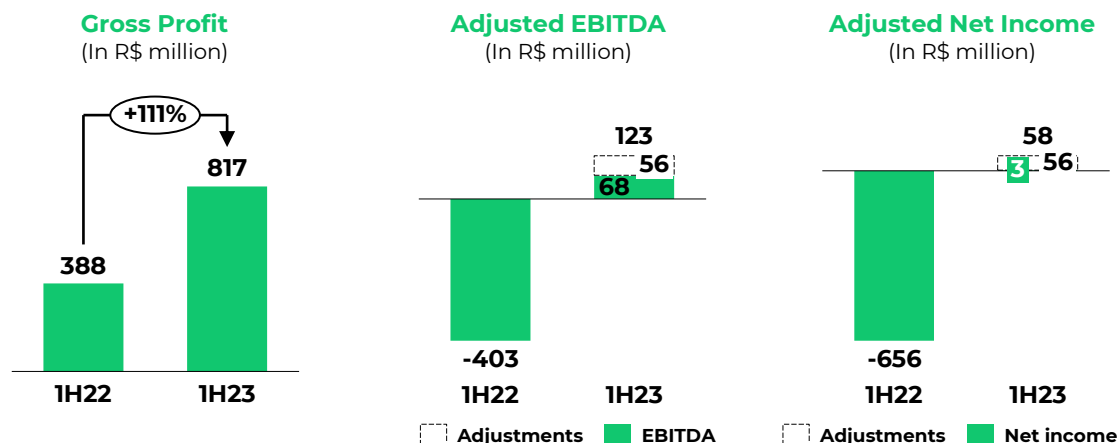
We delivered strong revenue growth, supported by our ability to launch and scale products and services at a fast pace. Additionally, improved efficiency and gains in economies of scale resulted in positive EBITDA in first half 2023. Notably, we first achieved positive EBITDA in September 2022 and a net income in October 2022. We expect to ramp up these results keeping our strategy to grow with profitability.

Adjusted EBITDA was R\$ 123 million, an improvement from negative R\$ 403 million in 1H22.

Adjusted Net Income was R\$ 58 million in the first half of the year, compared with a net loss of R\$ 656 million in 1H22. Notably, since 4Q22 we have reversed net losses and have been reporting positive results.

The adjustments include expenses related to the integration of BX Blue, PicPay Invest and Banco Original’s retail operation. However, it is worth mentioning that these are now recurring expenses for our company (people, administrative, among others), so the adjustments below are justified to show PicPay’s stand alone business before those incorporations and only for a fair comparison with 2022 results. Including those adjustments, our 1H23 EBITDA and Net income reached R\$ 68 million and R\$ 2.5 million

respectively. It is important to highlight that the 1H23 results still do not incorporate the number of clients, deposits and revenues migrated from Banco Original retail operation that should be incorporated in the coming quarters.



Follow below the reconciliation of our adjusted results for 1H23:

Non-IFRS results In R\$ thousands	1H23 Results	Adjustments	1H23 Adjusted Results
Net Revenues	1,540,045	-	1,540,045
Variable Costs	(722,690)	-	(722,690)
Costs from newly integrated operations	-	11,691	11,691
Gross Profit	817,356	-	829,046
Gross Profit Margin (%)	53.1%	-	53.8%
Fixed Costs	(749,747)	-	(749,747)
Expenses from newly integrated operations	-	44,121	44,121
EBITDA	67,608	-	123,420
EBITDA Margin	4.4%	-	8.0%
Non-deductible expenses	(65,076)	-	(65,076)
Net Income	2,532	-	58,343
Net Margin (%)	0.2%	-	3.8%



Financials

1H23 Financial Data: Non-Audited IFRS

Non-Audited IFRS - Income Statement in thousands of R\$	1H23 (Jan - Jun)	1H22 (Jan - Jun)	1H23 x 1H22 var. %
Total revenue and income	1,573,471	1,375,900	14.4%
Net revenue from transaction activities and other services	424,232	379,570	11.8%
Financial income	1,149,239	996,330	15.3%
Total costs and expenses	(1,561,974)	(2,028,762)	(23.0%)
Cost of sales and services	(197,427)	(394,147)	(49.9%)
Selling expenses	(196,926)	(578,330)	(65.9%)
Administrative expenses	(599,727)	(327,791)	83.0%
Financial expenses	(583,065)	(664,538)	(12.3%)
Other (expenses) income, net	15,271	(63,956)	n.a.
Income taxes	(9,054)	(2,886)	213.7%
Profit (Loss) for the period	2,543	(655,748)	n.a.

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Net Income	2,532	-	58,343
Net Margin (%)	0.2%	-	3.8%

Relationship with independent auditors. Our company informs that during the first half of 2023 and the year ended December 31, 2022, the independent auditors only provided external audit services for which they were hired, as previously established in the contract. The total amount of audit fees were R\$ 3,859 thousand.

1H23 Financial Data: Non-Audited IFRS

Non-Audited IFRS - Balance Sheet in thousands of R\$	June 30, 2023	December 31, 2022
Cash and cash equivalents	5,949,554	6,361,401
Financial assets	5,216,812	5,044,434
Financial assets measured at fair value through other comprehensive income	681,660	829,750
Financial investments	681,660	829,750
Financial investments at fair value through profit or loss	1,045,550	740,019
Financial investments	1,045,550	740,019
Financial assets measured at amortized cost	3,489,602	3,474,665
Financial investments	-	-
Trade Receivables	3,413,147	3,404,933
Other Receivables	76,455	69,732
Prepaid expenses	67,478	45,871
Other assets	7,479	3,684
Tax assets	400,984	204,852
Legal deposits	264	320
Investments	13,588	-
Property, plant and equipment	32,659	34,834
Right of use – leases	53,859	44,837
Intangible assets	576,956	409,927
TOTAL ASSETS	12,319,633	12,150,160
Financial liabilities measured at amortized cost	10,717,376	10,545,831
Third-party funds	10,388,996	10,172,578
Loans	-	-
Trade payables	328,380	373,253
Obligations to FIDC quota holders	-	-
Labor obligations	308,256	339,267
Taxes payable	54,781	42,969
Lease liability	61,484	52,953
Provision for legal and administrative claims	9,413	6,912
Total Liabilities	11,151,310	10,987,932
Equity	1,168,323	1,162,228
Share capital	1,687	1,687
Additional paid-in capital	1,749,566	1,749,566
Capital reserve	528,664	525,289
Fair value reserve	(89)	(265)
Other Comprehensive Income	194,910	194,910
(-) Accumulated losses	(1,200,868)	(1,201,648)
Non-controlling interests	(105,547)	(107,311)
TOTAL EQUITY AND LIABILITIES	12,319,633	12,150,160

1H23 Financial Data: Non-Audited IFRS

Non-Audited IFRS – Cash Flow Statement	Six months ended June 30	
In thousands of R\$	2022	2021
Profit (Loss) for the period	2,545	(655,746)
Adjustments for:		
Related party transactions	3,375	-
Labor provisions	31,112	59,538
Depreciation/amortization	52,327	33,898
Provision for legal and administrative claims	4,948	5,184
Chargeback provision	5,742	331
Impairment of intangible assets	4,175	-
Loss or gain on disposal of property, plant and equipment	(2,205)	3,841
Interest accrued on FIDC senior quotas	-	145,780
Interest accrued on financial investments	-	107,917
Variations in operating assets and liabilities		
Financial investments	(157,614)	(2,211,025)
Trade receivables and other receivables	(2,147)	(317,790)
Prepaid expenses	(21,607)	(18,229)
Other assets	(226,675)	(133,104)
Third-party funds	216,802	2,382,823
Labor obligations and taxes payable	(35,786)	10,810
Change in trade payables and other obligations	(44,591)	(90,268)
Legal and administrative claims	(2,447)	(1,314)
Interest paid	(18,850)	(517,495)
Net cash (used in) from operating activities	(190,896)	(1,194,849)
Cash flows from investing activities		
Acquisition of subsidiaries net of cash acquired	(504)	-
Cash received in common control transactions	(123)	-
Acquisition of investments	(4,088)	153,380
Acquisition of property, plant and equipment	(11,415)	(460)
Acquisition of intangible assets	(198,827)	(75,577)
Net cash used in investing activities	(214,957)	77,343
Cash flows from financing activities		
Share capital increase	-	59,108
Issuance of non-controlling interests	-	996,000
Proceeds from FIDC senior quotas	-	190,672
Proceeds from loans	-	(68,431)
Payment of leases	(5,994)	(4,562)
Net cash (used in) from financing activities	(5,994)	1,172,787
Net increase in cash and cash equivalents	(411,847)	55,281
Cash and cash equivalents at the beginning of the period	6,361,401	149,291
Cash and cash equivalents at the end of the period	5,949,554	204,572

About PicPay

INVESTOR RELATIONS

Founded in Vitória (ES) in 2012, PicPay is a technology company that was born to make life easier by reinventing the way people deal with money, bank, shop, and communicate. In 2015, J&F group, one of the largest business conglomerates in Brazil, invested in the company. PicPay is a two-sided ecosystem that offers products and services to consumers and sellers to address all their needs, from day-to-day payments and credit to investments and shopping, in a simple, easy and secure way.