

**Padtec Holding S.A.**

Individual and consolidated interim financial statements for  
the quarter ended September 30, 2024, accompanied by  
the Report on the Review of Quarterly Information

## Padtec Holding S.A.

### Content

	Page
Report on the Review of Quarterly Information	2
Presentation of the individual and consolidated interim financial statements	4
Management's notes to the individual and consolidated interim financial statements	12

## **Report on the Review of individual and consolidated Quarterly Information**

To the:  
Shareholders and Management  
**PADTEC HOLDING S.A.**  
Campinas - SP

### **Introduction**

We have reviewed the individual and consolidated interim financial information of Padtec Holding S.A. ("Company"), included in the Quarterly Information Form (ITR) for the quarter ended September 30, 2024, which comprises the statement of financial position as of September 30, 2024 and the respective statements of income and comprehensive income for the three and nine-months periods then ended, and statements of changes in shareholders' equity and of cash flows for the nine-months period then ended, including the explanatory notes.

Management is responsible for the preparation of the individual and consolidated interim financial information in accordance with the CPC 21(R1) - Interim Financial Reporting and the IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board ("IASB"), such as for the presentation of these information in accordance with the standards issued by the Brazilian Securities Commission ("CVM"), applicable to the preparation of Quarterly Information (ITR). Our responsibility is to express our conclusion on this interim financial information based on our review.

### **Scope of the review**

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

### **Conclusion on the individual and consolidated interim financial information**

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

### **Other matters**

### **Statements of value added**

The individual and consolidated interim financial information referred to above includes the individual and consolidated statements of added value (DVA) for the nine-month period ended at September 30, 2024, prepared under responsibility of Company's management, and presented as supplementary information for IAS 34 purposes. These statements were submitted to review procedures carried out together with the review of the Company's interim financial information to conclude that they are reconciled with interim financial information and accounting records, as applicable, and its form and content are in accordance with the criteria defined in CPC 09 (R1) - Statement of Added Value. Based on our review, nothing has come to our attention that causes us to believe that those statements were not prepared, in all material respects, in accordance with the criteria set forth in this Standard with respect to the individual and consolidated interim financial information taken as a whole.

São Paulo, October 30, 2024.



Cassiano Gonçalves Alvarez  
Accountant CRC 1SP 219.153-O/3

RSM Brasil Auditores Independentes Ltda.  
CRC 2SP-030.002/O-7

  
**RSM**

## PADTEC HOLDING S.A.

### INDIVIDUAL AND CONSOLIDATED BALANCE SHEETS AS OF SEPTEMBER 30, 2024 AND DECEMBER 31, 2023

(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

ASSETS	NOTE	Parent Company		Consolidated	
		09/30/24	12/31/23	09/30/24	12/31/23
<b>CURRENT</b>					
Cash and cash equivalents	4	-	-	153,653	50,456
Tradable securities	5	-	-	13,831	9,920
Trade accounts receivable	6	-	-	154,667	125,809
Inventories	8	-	-	132,565	102,196
Taxes recoverable	9	1,683	1,816	26,359	30,141
Financial transactions	17	-	-	42,236	39,008
Other credits	10	162	214	6,947	6,909
<b>TOTAL CURRENT ASSETS</b>		<b>1,845</b>	<b>2,030</b>	<b>530,258</b>	<b>364,439</b>
<b>NON-CURRENT</b>					
Trade accounts receivable	6	-	-	1,698	4,766
Restricted financial investments	7	-	-	33,123	1,754
Derivative Financial Instruments	34.1	-	-	738	-
Financial transactions	17	-	-	46,016	52,891
Judicial deposits	22.2	401	473	1,220	1,151
Other credits	10	-	-	217	23
		<b>401</b>	<b>473</b>	<b>83,012</b>	<b>60,585</b>
Investments	12.1	140,794	176,731	-	-
Property, Plant & Equipment, net	13	-	-	41,940	40,422
Intangible assets	14	24	24	58,266	51,060
		<b>140,818</b>	<b>176,755</b>	<b>100,206</b>	<b>91,482</b>
<b>TOTAL NON-CURRENT ASSETS</b>		<b>141,219</b>	<b>177,228</b>	<b>183,218</b>	<b>152,067</b>
<b>TOTAL ASSETS</b>		<b>143,064</b>	<b>179,258</b>	<b>713,476</b>	<b>516,506</b>

The accompanying notes are an integral part of the individual and consolidated financial statements.

## PADTEC HOLDING S.A.

### INDIVIDUAL AND CONSOLIDATED BALANCE SHEETS

AS OF SEPTEMBER 30, 2024 AND DECEMBER 31, 2023

(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	NOTE	Parent Company		Consolidated	
		09/30/24	12/31/23	09/30/24	12/31/23
<b>LIABILITIES</b>					
<b>CURRENT</b>					
Loans and financing	15	-	-	59,025	13,374
Derivative financial instruments	34.1	-	-	-	1,671
Lease transactions	16	-	-	5,211	5,882
Suppliers	19	205	47	66,328	57,395
Related parties	11	-	-	398	400
Taxes and contributions payable	20	40	47	3,185	4,643
Taxes and contributions payable - installment payment	21	-	432	571	1,055
Labor charges	23	196	384	20,953	27,274
Dividends payable	25.4	39	3,674	39	3,674
Miscellaneous provisions	22.1	98	100	2,876	2,411
Financial transactions	17	-	-	42,236	39,008
Advances from customers		-	-	2,416	1,447
Other accounts payable		-	-	805	1,208
<b>TOTAL CURRENT LIABILITIES</b>		<b>578</b>	<b>4,684</b>	<b>204,043</b>	<b>159,442</b>
<b>NON-CURRENT</b>					
Loans and financing	15	-	-	269,511	99,081
Suppliers	19	-	-	545	508
Lease transactions	16	-	-	13,562	13,071
Taxes and contributions payable - installment payment	21	-	-	883	1,299
Related parties	11	4,824	14,597	-	-
Miscellaneous provisions	22.1	422	507	422	507
Provision for labor, tax and civil risks	22.2	6,516	6,872	15,947	16,058
Financial transactions	17	-	-	46,016	52,891
Transactions with senior FIDC quotas	18	-	-	31,902	21,109
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>11,762</b>	<b>21,976</b>	<b>378,788</b>	<b>204,524</b>
<b>TOTAL LIABILITIES</b>		<b>12,340</b>	<b>26,660</b>	<b>582,831</b>	<b>363,966</b>
<b>NET EQUITY</b>					
Capital	25.1	138,442	138,439	138,442	138,439
Capital reserve	25.2	2,450	2,419	2,450	2,419
Legal reserve	25.2	774	774	774	774
Investment reserve	25.2	11,023	11,023	10,965	10,965
Accumulated loss		(21,454)	-	(21,475)	-
Goodwill on capital transaction		599	599	599	599
Other comprehensive income	25.3	(1,110)	(656)	(1,110)	(656)
<b>TOTAL NET EQUITY</b>		<b>130,724</b>	<b>152,598</b>	<b>130,645</b>	<b>152,540</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>143,064</b>	<b>179,258</b>	<b>713,476</b>	<b>516,506</b>

The accompanying notes are an integral part of the individual and consolidated financial statements.

## PADTEC HOLDING S.A.

### INDIVIDUAL AND CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE THREE- AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2024 AND 2023 (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

		Period July 01 to September 30		Period July 01 to September 30		Period January 01 to September 30		Period January 01 to September 30	
		Parent Company		Consolidated		Parent Company		Consolidated	
	Note	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23
<b>Net operating revenue</b>									
Cost of goods sold and services provided	27	-	-	<b>75,919</b>	<b>103,532</b>	-	-	<b>202,801</b>	<b>279,599</b>
<b>Gross profit</b>	28	-	-	(51,579)	(64,337)	-	-	(142,000)	(177,023)
		-	-	<b>24,340</b>	<b>39,195</b>	-	-	<b>60,801</b>	<b>102,576</b>
<b>Operating revenues (expenses)</b>									
Administrative expenses									
Selling expenses	29.1	(820)	(901)	(6,631)	(7,273)	(2,037)	(3,018)	(19,067)	(22,859)
Research and development expenses	29.1	-	-	(8,696)	(8,580)	-	-	(25,275)	(26,511)
Equity income	29.1	-	-	(7,792)	(9,670)	-	-	(24,009)	(28,733)
Other operating revenues (expenses), net	12.4	(2,612)	11,479	-	-	(19,153)	15,349	-	-
<b>Profit (loss) before financial income (costs)</b>	29.2	4	5,597	(377)	5,080	(122)	6,537	(2,512)	2,412
		<b>(3,428)</b>	<b>16,175</b>	<b>844</b>	<b>18,752</b>	<b>(21,312)</b>	<b>18,868</b>	<b>(10,062)</b>	<b>26,885</b>
Net financial result									
	30	(17)	(635)	(4,180)	(2,203)	(142)	(1,780)	(10,831)	(8,867)
<b>Income (loss) before income tax and social contribution</b>									
		<b>(3,445)</b>	<b>15,540</b>	<b>(3,336)</b>	<b>16,549</b>	<b>(21,454)</b>	<b>17,088</b>	<b>(20,893)</b>	<b>18,018</b>
Income tax and social contribution									
Current									
<b>Net income (loss) for the period</b>	31	-	-	(104)	(1,009)	-	-	(582)	(994)
		<b>(3,445)</b>	<b>15,540</b>	<b>(3,440)</b>	<b>15,540</b>	<b>(21,454)</b>	<b>17,088</b>	<b>(21,475)</b>	<b>17,024</b>
<b>Income (loss) attributable to:</b>									
Controlling shareholders									
<b>Net income (loss) for the period</b>		<b>(3,445)</b>	<b>15,540</b>	<b>(3,440)</b>	<b>15,540</b>	<b>(21,454)</b>	<b>17,088</b>	<b>(21,475)</b>	<b>17,024</b>
		<b>(3,445)</b>	<b>15,540</b>	<b>(3,440)</b>	<b>15,540</b>	<b>(21,454)</b>	<b>17,088</b>	<b>(21,475)</b>	<b>17,024</b>
<b>Earnings (losses) per share</b>									
Basic and diluted earnings (losses) per share	26					(0.2700)	0.2157	(0.2702)	0.2149

The accompanying notes are an integral part of the individual and consolidated financial statements.

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## PADTEC HOLDING S.A.

### INDIVIDUAL AND CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE- AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2024 AND 2023

(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	Period July 01 to September 30		Period July 01 to September 30		Period January 01 to September 30		Period January 01 to September 30	
	Parent Company		Consolidated		Subsidiary		Consolidated	
	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23
<b>Net income (loss) for the period</b>	<b>(3,445)</b>	<b>15,540</b>	<b>(3,440)</b>	<b>15,540</b>	<b>(21,454)</b>	<b>17,088</b>	<b>(21,475)</b>	<b>17,024</b>
Items that may be reclassified subsequently to the statement of income (loss)								
Translation adjustments of balance sheet of subsidiaries abroad	297	1,109	297	1,109	1,786	1,511	1,786	1,511
Cash flow hedge	683	1,568	683	1,568	(2,240)	(974)	(2,240)	(974)
<b>Comprehensive income for the period</b>	<b>(2,465)</b>	<b>18,217</b>	<b>(2,460)</b>	<b>18,217</b>	<b>(21,908)</b>	<b>17,625</b>	<b>(21,929)</b>	<b>17,561</b>
Comprehensive income attributable to:								
Controlling shareholders	(2,465)	18,217	(2,460)	18,217	(21,908)	17,625	(21,929)	17,561
<b>Comprehensive income for the period</b>	<b>(2,465)</b>	<b>18,217</b>	<b>(2,460)</b>	<b>18,217</b>	<b>(21,908)</b>	<b>17,625</b>	<b>(21,929)</b>	<b>17,561</b>

The accompanying notes are an integral part of the individual and consolidated financial statements.

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## PADTEC HOLDING S.A.

### STATEMENTS OF CHANGES IN EQUITY FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2024 AND 2023 (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	Note	Parent Company						
		Capital	Legal reserve	Options granted	Goodwill on capital transaction	Other comprehensive income	Investment reserve	Retained earnings / accumulated losses
<b>BALANCE AS OF DECEMBER 31, 2022</b>		<b>199,211</b>	-	-	<b>599</b>	<b>(3,351)</b>	-	<b>(60,780)</b>
Net income for the period		-	-	-	-	-	-	17,088
Exchange variation adjustment of subsidiaries	25.3	-	-	-	-	1,511	-	-
Capital increase		8	-	-	-	-	-	-
Cash flow hedge		-	-	-	-	(974)	-	-
<b>BALANCE AS OF SEPTEMBER 30, 2023</b>		<b>199,219</b>	-	-	<b>599</b>	<b>(2,814)</b>	-	<b>(43,692)</b>
<b>BALANCE AS OF DECEMBER 31, 2023</b>		<b>138,439</b>	<b>774</b>	<b>2,419</b>	<b>599</b>	<b>(656)</b>	<b>11,023</b>	-
Loss for the period		-	-	-	-	-	-	(21,454)
Stock Option Plan	-	-	-	31	-	-	-	-
Exchange variation adjustment of subsidiaries	25.3	-	-	-	-	1,786	-	-
Capital increase		3	-	-	-	-	-	-
Cash flow hedge	25.3	-	-	-	-	(2,240)	-	-
<b>BALANCE AS OF SEPTEMBER 30, 2024</b>		<b>138,442</b>	<b>774</b>	<b>2,450</b>	<b>599</b>	<b>(1,110)</b>	<b>11,023</b>	<b>(21,454)</b>

The accompanying notes are an integral part of the individual and consolidated financial statements.

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## PADTEC HOLDING S.A.

### STATEMENTS OF CHANGES IN EQUITY FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2024 AND 2023 (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

		Consolidated							
	Note	Capital	Legal reserve	Options granted	Goodwill on capital transaction	Other comprehensive income	Investment reserve	Retained earnings / accumulated losses	Total net equity
BALANCE AS OF DECEMBER 31, 2022		199,211	-	-	599	(3,351)	-	(60,780)	135,679
Net income for the period		-	-	-	-	-	-	17,024	17,024
Exchange variation adjustment of subsidiaries		25.3	-	-	-	1,511	-	-	1,511
Capital increase		8	-	-	-	-	-	-	8
Cash flow hedge		-	-	-	-	(974)	-	-	(974)
BALANCE AS OF SEPTEMBER 30, 2023		199,219	-	-	599	(2,814)	-	(43,756)	153,248
BALANCE AS OF DECEMBER 31, 2023		138,439	774	2,419	599	(656)	10,965	-	152,540
Loss for the period		-	-	-	-	-	-	(21,475)	(21,475)
Stock Option Plan		-	-	31	-	-	-	-	31
Exchange variation adjustment of subsidiaries		25.3	-	-	-	1,786	-	-	1,786
Capital increase		3	-	-	-	-	-	-	3
Cash flow hedge		25.3	-	-	-	(2,240)	-	-	(2,240)
BALANCE AS OF SEPTEMBER 30, 2024		138,442	774	2,450	599	(1,110)	10,965	(21,475)	130,645

The accompanying notes are an integral part of the individual and consolidated financial statements.

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## PADTEC HOLDING S.A.

### INDIVIDUAL AND CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2024 AND 2023 (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	Parent Company		Consolidated	
	09/30/24	09/30/23	09/30/24	09/30/23
<b>Cash flow from operating activities</b>				
Income (loss) for the period before taxes	(21,454)	17,088	(20,893)	18,018
Adjustments to reconcile the net income (loss) for the period with cash from (used in) operating activities:				
Depreciation and amortization	-	-	16,943	19,092
Interest and inflation adjustments on loans	-	-	17,748	4,493
Interest and inflation adjustments on debentures	-	-	-	1,221
Amortization of costs with issuance of debentures	-	-	-	474
Allowance for doubtful accounts	-	-	1,974	1,162
Set up (reversal) of miscellaneous provisions	(87)	(79)	380	22
Provision for labor, tax and civil risks	294	593	934	1,410
Provision for inventory obsolescence	-	-	648	(4,499)
Equity income	19,153	(15,349)	-	-
Write-off of PPE and intangible assets	-	-	1,404	202
<b>Decrease (increase) in operating assets:</b>				
Trade accounts receivable	-	-	(27,764)	7,851
Tradable securities	-	-	(3,911)	(7,237)
Inventories	-	-	(31,017)	(15,017)
Taxes recoverable	133	2	3,782	(1,045)
Derivative financial instruments	-	-	(738)	-
Judicial deposits	72	94	(69)	101
Other credits	52	(45)	(232)	(2,114)
<b>Increase (decrease) in operating liabilities:</b>				
Derivative financial instruments	-	-	(1,671)	1,309
Lease transactions	-	-	(5,685)	(5,099)
Suppliers	158	71	8,970	966
Labor charges	(188)	548	(6,321)	8,357
Taxes and contributions payable	(439)	555	(2,358)	(6,688)
Related parties	(9,773)	(281)	(2)	(251)
Transactions with senior FIDC quotas	-	-	10,793	11,022
Advances from customers	-	-	969	6,607
Other accounts payable	-	-	(403)	1,005
Labor, tax and civil indemnities - paid	(650)	(3,265)	(1,045)	(4,189)
Income tax and social contribution - paid	-	-	(582)	(994)
Charges on loans and financing - paid	-	-	(8,307)	(3,721)
Debenture charges - paid	-	-	-	(1,319)
<b>Net cash used in (from) operating activities</b>	<b>(12,729)</b>	<b>(68)</b>	<b>(46,453)</b>	<b>31,139</b>
<b>Cash flows from investment activities</b>				
Purchase of PP&E and intangible assets	-	-	(21,566)	(20,623)
Dividends received	16,330	-	-	-
<b>Net cash used in (from) investing activities</b>	<b>16,330</b>	<b>-</b>	<b>(21,566)</b>	<b>(20,623)</b>
<b>Cash flows from financing activities</b>				
Restricted financial investments	-	-	(31,369)	(1,241)
Capital increase	3	8	3	8
Capital reserve	31	-	31	-
Cash flow hedge	-	-	(2,240)	(974)
Paid Dividends	(3,635)	-	(3,635)	-
Raising of loans and financing	-	-	242,536	41,279
Payment of loans and financing - principal	-	-	(35,896)	(30,082)
Payment of debentures - principal	-	-	-	(21,333)
<b>Net cash used in (from) financing activities</b>	<b>(3,601)</b>	<b>8</b>	<b>169,430</b>	<b>(12,343)</b>
Exchange variation of cash in foreign currency	-	-	1,786	1,511
<b>Increase (decrease) in cash and cash equivalents</b>	<b>-</b>	<b>(60)</b>	<b>103,197</b>	<b>(316)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>-</b>	<b>60</b>	<b>50,456</b>	<b>49,620</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>-</b>	<b>-</b>	<b>153,653</b>	<b>49,304</b>
<b>Non-cash transactions</b>				
Right-of-use of lease	-	-	5,505	690

The accompanying notes are an integral part of the individual and consolidated financial statements.

**PADTEC HOLDING S.A.****STATEMENTS OF VALUE ADDED**

FOR PERIODS ENDED SEPTEMBER 30, 2024 AND 2023

(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	<b>Parent Company</b>		<b>Consolidated</b>	
	<b>09/30/24</b>	<b>09/30/23</b>	<b>09/30/24</b>	<b>09/30/23</b>
<b>1 - Revenues</b>	<b>531</b>	<b>2,658</b>	<b>246,114</b>	<b>347,485</b>
1.1. Sale of goods, products and products	-	-	247,194	347,855
1.2. Allowance for doubtful accounts	-	-	(1,974)	(1,162)
1.3. Other revenues	531	2,658	894	792
<b>2 - Inputs purchased from third parties</b>	<b>(1,549)</b>	<b>2,256</b>	<b>(106,003)</b>	<b>(134,722)</b>
2.1. Cost of products, goods and services sold	-	-	(78,195)	(110,262)
2.2. Energy, third-party services and other operating expenses	(1,549)	2,256	(27,808)	(24,460)
<b>3 - Retentions</b>	<b>-</b>	<b>-</b>	<b>(16,943)</b>	<b>(19,092)</b>
3.1. Depreciation and amortization	-	-	(16,943)	(19,092)
<b>4 - Value added produced, net</b>	<b>(1,018)</b>	<b>4,914</b>	<b>123,168</b>	<b>193,671</b>
<b>5 - Value added received on transfer</b>	<b>(18,946)</b>	<b>14,775</b>	<b>19,118</b>	<b>10,814</b>
5.1. Equity income	(19,153)	15,349	-	-
5.2. Financial income	207	(574)	19,118	10,814
<b>6 - Total value added to distribute</b>	<b>(19,964)</b>	<b>19,689</b>	<b>142,286</b>	<b>204,485</b>
<b>7 - Distribution of value added</b>	<b>(19,964)</b>	<b>19,689</b>	<b>142,286</b>	<b>204,485</b>
<b>7.1. Personnel and charges</b>	<b>909</b>	<b>1,165</b>	<b>74,103</b>	<b>82,346</b>
Direct compensation	1,063	1,086	57,474	58,076
Benefits	(154)	79	10,441	20,296
FGTS	-	-	6,188	3,974
<b>7.2. Taxes, fees and contributions</b>	<b>232</b>	<b>230</b>	<b>57,694</b>	<b>83,625</b>
Federal	225	224	41,481	58,550
State	-	-	14,396	22,594
Municipal	7	6	1,817	2,481
<b>7.3. Third-party capital remuneration</b>	<b>349</b>	<b>1,206</b>	<b>31,964</b>	<b>21,490</b>
Financial expenses	349	1,206	29,949	19,681
Rents	-	-	2,015	1,809
<b>7.4. Equity remuneration</b>	<b>(21,454)</b>	<b>17,088</b>	<b>(21,475)</b>	<b>17,024</b>
Net income (loss) for the period	(21,454)	17,088	(21,475)	17,024

The accompanying notes are an integral part of the individual and consolidated financial statements.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 1. GENERAL INFORMATION

#### 1.1. Operational Context

Padtec Holding S.A. ("Company", B3: PDTC3), started its operations as an investment company in Internet projects in 2000, the year it went public on B3 S.A. – Brasil, Bolsa, Balcão ("B3").

In June 2020, the Company completed the process of merging shares issued by Padtec S.A. and the consequent conversion of Padtec S.A. into its wholly-owned subsidiary, which is currently its only investee.

Padtec S.A. was incorporated in 2001 and aims to provide high-capacity connections throughout Brazil, the Americas and around the world.

The Company holds direct and indirect interests in the following subsidiaries and investment fund:

	Equity interest (%)			
	09/30/24		12/31/23	
	Direct	Indirect	Direct	Indirect
Padtec S.A. (a)	100.00%		100.00%	
Padtec Argentina (b)	-	100.00%	-	100.00%
Padtec North America (c)	-	100.00%	-	100.00%
Padtec Colombia (d)	-	100.00%	-	100.00%
Padtec Chile (e)	-	100.00%	-	100.00%
Padtec Peru (f)	-	100.00%	-	100.00%
Padtec Soluções Para Redes Ltda. (g)	-	100.00%	-	100.00%
FIDC FUNTTEL PADTEC - Fundo de Investimento em Direitos Creditórios (h)	-	20.00%	-	20.00%

- a) Padtec S/A is a privately held company that develops, manufactures and markets cutting-edge solutions for optical transmission networks. Its portfolio includes products for corporate access, data centers, metropolitan networks, and long-distance multi-terabit networks, in addition to platforms, softwares and solutions for the telecommunications ecosystem.
- b) Padtec Sucursal Argentina is an operating company, headquartered in Argentina, incorporated in 2007. Its main purpose is to perform sales activities, resell Group Padtec's products and provide implementation, operation and maintenance services. Padtec S.A. holds 100% equity interest.
- c) Padtec North America is an operating company headquartered in the USA, in the state of Georgia, incorporated in 2014. Its main purpose is to perform sales activities, resell Group Padtec's products and provide implementation, operation and maintenance services. Padtec S.A. holds 100% equity interest.
- d) Padtec Colombia is an operating company headquartered in Colombia, incorporated in 2014. Its main purpose is to perform commercial activities, reselling the Group's products and providing implementation, operation and maintenance services. Padtec S.A. holds 100% equity interest.
- e) Padtec Chile is an operating company headquartered in Chile, incorporated in 2019, with 100% of its shares subscribed by Padtec Sucursal Argentina. Its main purpose is to perform sales activities, resell Group Padtec's products and provide implementation, operation and maintenance services.

## **PADTEC HOLDING S.A.**

### **MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024** (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

- f) Padtec Peru is an operating company headquartered in Chile, incorporated in 2022, with 99% of its shares subscribed by Padtec S.A. and 1% by Padtec Colômbia. Its main purpose is to perform sales activities, resell Group Padtec's products and provide implementation, operation and maintenance services.
- g) Padtec Soluções Para Redes Ltda. ("Padtec Redes") is a privately-held company focused on leasing of equipment and solutions for optical systems. Its portfolio includes rental equipment for corporate access, Data Center Interconnect, Storage Area Network Extension, metropolitan networks, and terrestrial and underwater multi-terabit long-distance networks. Padtec S.A. holds 100% equity interest.
- h) FIDC Funttel Padtec - Fundo de Investimento em Direitos Creditórios, was created for the purpose of providing its shareholders with the appreciation of their shares through the allocation of their resources predominantly in credit rights arising from transactions of Equipment Purchase and Sale Agreements, entered into between Padtec S.A., as seller, and its customers, as buyers. The fund is managed by Finvest D.T.V.M. Ltda. and its operations began in April 2022. The paid-in capital of FIDC Funttel Padtec will be up to R\$ 100 million, with contributions of up to R\$ 80 million from BNDESPAR (senior quotas) and up to R\$ 20 million from Padtec S.A. (subordinated quotas, shown in the individual balance sheet of the investee in the group of tradable securities). Senior quotas are shown in the fund as shareholders' equity and in the Company's consolidated financial statements in the liability group (Note No. 18). BNDES Participações S.A. – BNDESPAR is a shareholder of the Company with a relevant shareholding in Capital (Note No. 11).

## **2. Presentation of individual and consolidated financial statements**

### **2.1. Basis of preparation**

The individual and consolidated interim financial statements were prepared in compliance with IAS 34 - "Interim Financial Reporting", issued by the International Accounting Standards Board ("IASB"), as well as Accounting Pronouncement CPC 21 (R1) - "Interim Reporting" and are presented in a manner consistent with the rules issued by the Brazilian Securities and Exchange Commission ("CVM"), applicable to the preparation of the Quarterly Information - ITR.

The accounting policies adopted in preparing the individual and consolidated interim financial information are consistent with those adopted and disclosed in the financial statements for the year ended December 31, 2023 and, therefore, both should be read together.

The presentation of the individual and consolidated Statement of Value Added is required by Brazilian corporate law and accounting policies adopted in Brazil applicable to publicly held companies. IFRS standards do not require the presentation of such statement. Accordingly, under IFRS, this statement is presented as a supplementary information without prejudice to the set of financial statements.

The consolidated interim financial statements include the financial statements of Padtec Holding S.A. and the companies in which the Company holds direct or indirect control, as detailed in Note 1, whose fiscal years and accounting practices are coincident. Direct and indirect subsidiaries are consolidated since the acquisition date, which corresponds to the date on which the Company acquired control.

Management states that all relevant information pertinent to interim financial statements are being disclosed, and correspond to that used in the Company's management.

Management authorized the issuance of this individual and consolidated interim financial information on October 30, 2024.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 2.2. Basis of measurement

The individual and consolidated interim financial statements were prepared based on the historical cost.

### 2.3. Functional currency and presentation currency

The individual and consolidated interim financial statements are presented in Brazilian reais, the functional currency used by the Company (Parent Company). The functional currency of subsidiaries located abroad corresponds to the currency of their respective countries. The effects of translating the functional currency of subsidiaries abroad into Brazilian reais are recorded in equity as other comprehensive income – effects of conversion of investments abroad. All balances have been rounded to the closest thousands, except when otherwise indicated.

### 3. Material accounting policies

The individual and consolidated interim financial statements were prepared based on the same accounting policies described in Notes 3.1 to 3.18 disclosed in the financial statements for the year ended December 31, 2023, published on March 07, 2024.

### 4. Cash and cash equivalents

	Consolidated	
	09/30/24	12/31/23
Demand bank deposits	26,236	7,252
Highly-liquid financial investments	127,417	43,204
	<b>153,653</b>	<b>50,456</b>

Immediately-liquid financial investments as of September 30, 2024 refer to investments in CDB (Bank Deposit Certificate), repo transactions and fixed income, held in top-tier financial institutions, yielding rates from 99.50% to 103% of CDI (Interbank Deposit Certificate), and are subject to a low risk of change in value (98% to 103% as of December 31, 2023).

### 5. Tradable securities

FIDC Funttel Padtec - Fundo de Investimento em Direitos Creditórios	Consolidated	
	09/30/24	12/31/23
Fund Shares	13,570	9,679
Federal Bonds	261	241
	<b>13,831</b>	<b>9,920</b>

The investment in the credit rights investment fund is diversified in quotas of other immediately liquid investment funds, government bonds, and credit rights arising from transactions generated by the investee Padtec S.A. (Note No. 18).

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 6. Trade accounts receivable

	Consolidated	
	09/30/24	12/31/23
Accounts receivable:		
Referred in local currency	89,184	68,770
Referred in foreign currency (a)	33,373	44,023
FIDC FUNTTEL - Padtec (b)	25,590	16,161
	<b>148,147</b>	<b>128,954</b>
(+) Court-Supervised Reorganization Oi (c)	2,822	2,493
(+) Services provided to be invoiced (d)	10,556	2,382
(-) Provision for recognition of revenue out of the accounting period (e)	(204)	(272)
(-) Provision for expected credit losses (f)	(4,956)	(2,982)
	<b>156,365</b>	<b>130,575</b>
Current	154,667	125,809
Non-current assets	1,698	4,766
	<b>156,365</b>	<b>130,575</b>

- a) In the consolidated statements, it is represented by US\$6,125 thousand as of September 30, 2024 (US\$ 9,093 thousand as of December 31, 2023).
- b) Credits related to FIDC FUNTTEL PADTEC consolidation, according to Note 18.
- c) Grupo Oi filed for court-supervised reorganization on June 20, 2016, based on the Court-Supervised Reorganization and Bankruptcy Law (Law no.11.101/2005). On December 20, 2017, subsidiary Padtec S.A. adhered to Clause 4.3.6 of Oi's Court-Supervised Reorganization Plan, which provides that: "Payments of debt instruments included in the court-supervised reorganization will be paid with a 20-year grace period, as of the homologation date, in 5 annual, equal and successive installments, plus TR per year, the first installment falling due January 2039." Due to the risk associated with this receipt, the Company decided to set up a provision for loss, the amount of which is included in item f).
- d) Refers to the recognition of revenue from services provided and not billed within the same accounting period.
- e) Provision for reversal of revenue recognition outside the accrual period ("cut-off").
- f) Provisions for expected credit losses are based on the assumptions of CPC 48 – Financial Instruments, and consider the analysis of the level of historical losses, the knowledge and monitoring of the individual situation of the Company's customers. Management constantly monitors all bills and the individual situation of its customers, as well as the quality of credit granted. Based on these assessments, the Management understands that the amounts provisioned as of September 30, 2024 are sufficient to cover possible losses with default.



## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

Below are the amounts of Trade Accounts Receivable due and past due, by maturity period:

	Consolidated	
	09/30/24	12/31/23
<b>Falling due</b>	114,188	109,331
01-30 days past due	6,959	8,529
31-60 days past due	5,208	3,550
61-90 days past due	3,280	2,267
91-120 days past due	1,636	622
121-150 days past due	2,611	472
151-180 days past due	603	312
181-360 days past due	11,761	3,080
Over 360 days past due	1,901	791
	<b>148,147</b>	<b>128,954</b>

Changes in allowance for expected credit losses are as follows:

	Consolidated			
	12/31/23	09/30/24		
	Opening balance	Provision	Reversal	Effective losses
Estimated losses on doubtful accounts	(2,982)	(3,140)	906	260
<b>Total</b>	<b>(2,982)</b>	<b>(3,140)</b>	<b>906</b>	<b>260</b>

Effective losses refer to the write-off of losses recognized in the Company's profit or loss and the reversal of amounts refers to the renegotiation and receipt from customers that were provisioned as losses (Note No. 29.2).

### 7. Restricted financial investments

	Consolidated	
	09/30/24	12/31/23
ABC Brasil (a)	3,823	-
Banco Cresol	1,064	881
Ágora - Bradesco (b)	26,608	-
Other	1,628	873
	<b>33,123</b>	<b>1,754</b>

- Financial investments with Banco ABC, CDB (Bank Deposit Certificate) modality, given as collateral for the letter of guarantee, which in turn secures the debt taken out with BNDES. The average remuneration rate is 103% of the CDI.
- Financial investments with Banco Bradesco, Financial Bill modality, given as collateral for the letter of guarantee, which in turn secures the debt taken out with BNDES. The average remuneration rate is 11.29% per year.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 8. Inventories

	Consolidated	
	09/30/24	12/31/23
Finished products	26,464	13,860
Products in progress	2,605	3,113
Raw materials	83,662	63,133
Resale materials	8,959	7,717
Import in progress	3,865	5,473
Inventories held on third parties (a)	16,810	18,052
	<b>142,365</b>	<b>111,348</b>
<b>Provision for inventories</b>		
(-) Provision for obsolescence and slow turnover (b)	(9,800)	(9,152)
	<b>132,565</b>	<b>102,196</b>

- a) Refers substantially to raw materials under manufacturing process and pieces of equipment held as guarantee by customers.
- b) For this estimate, discontinued inventories are considered materials out of the quality standard and items with no movements whose realization is considered unlikely by Management, since newer technologies and/or solutions are available in the market.

Changes in provisions for obsolescence and slow turnover are as follows:

	Consolidated		
	12/31/23	09/30/24	
	Opening balance	Addition	Closing balance
Inventories	(5,587)	(2,789)	(6,208)
Inventories held on third parties	(3,565)	(1,284)	(3,592)
	<b>(9,152)</b>	<b>(4,073)</b>	<b>(9,800)</b>

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 9. Taxes recoverable

	Parent Company		Consolidated	
	09/30/24	12/31/23	09/30/24	12/31/23
Tax on the circulation of goods and services				
- ICMS	-	-	593	3,295
Tax on Industrialized Products - IPI	-	-	949	388
Financial credit (a)	-	-	4,713	4,978
Social Integration Program- PIS	-	-	887	527
Contribution to social security financing - COFINS	-	-	3,946	2,383
Social contribution on net income - CSLL (b)	-	2	610	1,463
Corporate Income Tax - IRPJ (b)	1,677	1,808	6,181	7,587
Income tax withholding - IRRF	6	6	1,582	1,286
Withholding tax from public agencies	-	-	2,262	3,816
Withheld taxes – IVA and ICA	-	-	4,575	4,299
Other	-	-	61	119
	<b>1,683</b>	<b>1,816</b>	<b>26,359</b>	<b>30,141</b>

- a) In December 2019, the amendment to Law no. 8.248/1991 (Information Technology Law) by Law no.13.969/2019 was published, effective from April 1, 2020, until December 2029. Accordingly, the tax incentive has become the receipt of financial credit proportional to the investments in research and development (R&D) made in advance. The financial credit is calculated on a quarterly basis and used to pay federal taxes controlled by the Brazilian Federal Revenue Service.
- b) Balances arising from overpayments due to mandatory monthly advances. For the balance recorded with the Parent Company, the Company is awaiting a refund request submitted to the Brazilian Federal Revenue Service.

### 10. Other credits

	Parent Company		Consolidated	
	09/30/24	12/31/23	09/30/24	12/31/23
Rental guarantee deposit	-	-	113	149
Payroll advance	-	-	1,118	822
Advances to suppliers (a)	-	40	3,260	3,610
Prepaid insurance premiums	162	174	564	779
Prepaid software licenses	-	-	1,283	111
Other accounts receivable	-	-	826	1,461
	<b>162</b>	<b>214</b>	<b>7,164</b>	<b>6,932</b>
Current	162	214	6,947	6,909
Non-current assets	-	-	217	23
	<b>162</b>	<b>214</b>	<b>7,164</b>	<b>6,932</b>

- (a) Advances made to service providers

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 11. Related parties

The Company has the following shareholders with a relevant interest (interest over 5% in its capital):

- a) Fundação CPqD – Centro de Pesquisa e Desenvolvimento em Telecomunicações, and
- b) BNDES Participações S.A. – BNDESPAR

In addition, the Company's direct and indirect interests in its subsidiaries are described in Note no. 1.

Were considered as related parties the shareholders with a relevant interest indicated above as well as the entities directly and indirectly controlled by the Company.

The main related-party transactions and respective types include:

- a) **Intercompany loan:** Financial transactions performed between the Company and its subsidiaries. The balances of the loan agreements are adjusted with interest of 2% per year, maturing in 24 months.
- b) **Sales of products:** Sales of finished products between the subsidiary Padtec S.A. and its subsidiaries abroad, performed under conditions considered by the Company to be similar to those of the market at the time of the negotiation, in line with the internal policies pre-established by the Management.
- c) **Other services:** Transactions between Fundação CPqD and Padtec S.A., referring to expenses with infrastructure, property rental and administrative expenses according to the apportionment set forth between contractual parties.

	Parent Company			Consolidated		
	09/30/24		12/31/23	09/30/24		12/31/23
	Padtec S.A.	Total	Total	Fundação CPqD	Total	Total
<b>Liabilities</b>						
Loan (a)	4,824	4,824	14,597	-	-	-
Other services (c)	-	-	-	398	398	400
	<u>4,824</u>	<u>4,824</u>	<u>14,597</u>	<u>398</u>	<u>398</u>	<u>400</u>
Current liabilities	-	-	-	398	398	400
Non-current liabilities	4,824	4,824	14,597	-	-	-
	<u>4,824</u>	<u>4,824</u>	<u>14,597</u>	<u>398</u>	<u>398</u>	<u>400</u>

  

	Consolidated						
	09/30/24						09/30/23
	Padtec Argentina	Padtec EUA	Padtec Chile	Padtec Colômbia	Padtec Peru	Padtec Redes	Total
<b>Revenues</b>							
Sales of products (b)	5,821	974	3,278	13,103	863	728	24,767
	<u>5,821</u>	<u>974</u>	<u>3,278</u>	<u>13,103</u>	<u>863</u>	<u>728</u>	<u>19,206</u>

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	Consolidated		
	09/30/24		09/30/23
	Fundação CPqD	Total	Total
<b>Expenses / Costs</b>			
Other services (c)	25	25	-
	<b>25</b>	<b>25</b>	<b>-</b>

### Key management personnel compensation

Key management staff of the Company and its subsidiaries are also considered to be Related Parties to the Company (see the Policy on Related Party Transactions of Padtec Holding S.A.).

The compensation paid to Executive Officers, members of the Board of Directors and Supervisory Board, when in operation, and members of the Statutory Audit and Risk Committee is set by the Shareholders' Meeting and is consistent with market standards. The maximum global amount (covering fixed and variable compensation) for the year 2024, approved at the Shareholders' Meeting held on April 26, 2024, is R\$8,912. The annual compensation effectively paid to key Management personnel includes amounts related to monthly pro-fees, bonuses related to the previous year's performance, contributions to official and private pension plans:

	09/30/24	09/30/23
<b>Short-term benefits</b>		
Salaries including bonuses	2,658	3,063
INSS	509	561
Private Pension Fund	133	138
Other	91	100
<b>Total Compensation</b>	<b>3,391</b>	<b>3,862</b>

Subsidiary Padtec S.A sponsors two private pension plans for its Officers and employees, managed by Fundação Sistel de Seguridade Social, as described in Note no. 24.

The Company has no additional post-employment obligations to its Management and does not grant any other long- term benefits, such as length-of-service leave. The Company does not grant either any severance benefits to members of senior management in addition to those defined in the employment contract, signed between them and the Company.

The amounts shown in the table above are included in the total of "labor expenses and social charges" shown in the table in Note 29.1.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 12. Investments

The summarized accounting information of the Company's subsidiaries, including the total amounts of assets, liabilities, negative net worth, revenues and profit or loss for the period, are presented below:

#### 12.1. Breakdown of investments

	Parent Company	
	09/30/24	12/31/23
Investments in subsidiaries		
Padtec S.A.	140,794	176,731
	<b>140,794</b>	<b>176,731</b>

#### 12.2. Summary of financial information of the subsidiary

	Padtec S.A.	
	09/30/24	12/31/23
Capital	162,174	162,174
Total assets	696,499	516,878
Total liabilities	555,705	340,147
Equity	140,794	176,731
Profit (loss) for the period	(19,153)	17,189
Number of shares (in thousands)	162,174	162,174
Number of shares held (in thousands)	162,174	162,174
Shareholding percentage	100.00%	100.00%

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 12.3. Summary of financial information of indirect subsidiaries

	Padtec S.A Sucursal Argentina		Padtec North America		Padtec Colômbia		Padtec Peru		Padtec Soluções Para Redes Ltda (a)	
	09/30/24	12/31/23	09/30/24	12/31/23	09/30/24	12/31/23	09/30/24	12/31/23	09/30/24	12/31/23
Capital	2,160	2,160	29,677	27,457	16,400	16,400	259	259	30	30
Total assets	14,427	12,241	737	497	38,041	36,070	2,289	2,466	1,298	501
Total liabilities	12,294	10,856	29	287	30,510	27,196	1,723	2,179	1,586	587
Equity	2,133	1,385	708	210	7,531	8,874	566	287	(288)	(86)
Profit (loss) for the period	164	(2,622)	(1,620)	(2,978)	(2,457)	(2,453)	208	34	(201)	(116)
Number of shares (in thousands)	2,160	2,160	29,677	27,457	16,400	16,400	10,000	10,000	100	100
Number of shares held (in thousands)	2,160	2,160	29,677	27,457	16,400	16,400	10,000	10,000	100	100
Shareholding percentage	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

(a) shown in number of shares.

### 12.4. Changes in investments at the Parent Company

	Padtec S.A.	
	09/30/24	09/30/23
Opening balance of investments	176,731	156,847
Equity income	(19,153)	15,349
Cash flow hedge	(2,240)	(974)
Translation adjustment of balance sheet of subsidiaries abroad	1,786	1,511
Dividends received	(16,330)	-
Closing balance of investments	<b>140,794</b>	<b>172,733</b>

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 13. Property, Plant & Equipment, net

	Consolidated						
	Machinery and equipment	Computer equipment	Furniture and fixtures	Third-party property improvement	PPE in progress (a)	Right-of-use of lease (b)	Total
<b>Balance as of December 31, 2023</b>							
Cost	24,263	15,596	2,689	4,030	7,437	31,875	<b>85,890</b>
Accumulated depreciation	(20,323)	(10,043)	(2,005)	(2,864)	-	(10,233)	<b>(45,468)</b>
<b>Balance as of December 31, 2023</b>	<b>3,940</b>	<b>5,553</b>	<b>684</b>	<b>1,166</b>	<b>7,437</b>	<b>21,642</b>	<b>40,422</b>
Acquisitions	1,569	3,058	75	-	-	5,505	<b>10,207</b>
Transfer from in progress to completed	7,437	-	-	-	(7,437)	-	-
Write-offs and disposals (acquisition)	(121)	(97)	-	(5)	-	(800)	<b>(1,023)</b>
Write-offs and disposals (depreciation)	(89)	(35)	(60)	-	-	23	<b>(161)</b>
Depreciation	(1,306)	(1,664)	(165)	(746)	-	(3,624)	<b>(7,505)</b>
<b>Balance as of September 30, 2024</b>	<b>11,430</b>	<b>6,815</b>	<b>534</b>	<b>415</b>	<b>-</b>	<b>22,746</b>	<b>41,940</b>
Cost	33,148	18,557	2,764	4,025	-	36,580	<b>95,074</b>
Accumulated depreciation	(21,718)	(11,742)	(2,230)	(3,610)	-	(13,834)	<b>(53,134)</b>
<b>Balance as of September 30, 2024</b>	<b>11,430</b>	<b>6,815</b>	<b>534</b>	<b>415</b>	<b>-</b>	<b>22,746</b>	<b>41,940</b>

a) Refers to acquisitions of machinery and equipment for the Company's pluggable factory, which is part of the growth strategy in the Equipment/DWDM business unit.

b) See Note 16.



## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	Consolidated					
	Machinery and equipment	Computer equipment	Furniture and fixtures	Third-party property improvement	PPE in progress (a)	Right-of-use of lease (b) Total
<b>Balance as of December 31, 2022</b>						
Cost	22,539	12,613	2,677	4,025	-	32,013 <b>73,867</b>
Accumulated depreciation	(18,825)	(8,038)	(1,763)	(1,870)	-	(5,800) <b>(36,296)</b>
<b>Balance as of December 31, 2022</b>	<b>3,714</b>	<b>4,575</b>	<b>914</b>	<b>2,155</b>	<b>-</b>	<b>26,213 37,571</b>
Acquisitions	432	2,738	14	-	3,874	690 <b>7,748</b>
Write-offs and disposals (acquisition)	616	(9)	-	-	-	(752) <b>(145)</b>
Write-offs and disposals (depreciation)	(72)	(1)	(4)	-	-	25 <b>(52)</b>
Depreciation	(1,084)	(1,429)	(180)	(745)	-	(3,323) <b>(6,761)</b>
<b>Balance as of September 30, 2023</b>	<b>3,606</b>	<b>5,874</b>	<b>744</b>	<b>1,410</b>	<b>3,874</b>	<b>22,853 38,361</b>
Cost	23,587	15,342	2,691	4,025	3,874	31,951 <b>81,470</b>
Accumulated depreciation	(19,981)	(9,468)	(1,947)	(2,615)	-	(9,098) <b>(43,109)</b>
<b>Balance as of September 30, 2023</b>	<b>3,606</b>	<b>5,874</b>	<b>744</b>	<b>1,410</b>	<b>3,874</b>	<b>22,853 38,361</b>

- a) Refers to acquisitions of machinery and equipment for the Company's pluggable factory, which is part of the growth strategy in the Equipment/DWDM business unit.
- b) See Note 16.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 14. Intangible assets

	Parent Company	
	Brands and patents	Total
Cost	24	24
<b>Balance as of December 31, 2023</b>	<b>24</b>	<b>24</b>
Cost	24	24
<b>Balance as of September 30, 2024</b>	<b>24</b>	<b>24</b>

	Parent Company	
	Brands and patents	Total
Cost	24	24
<b>Balance as of December 31, 2022</b>	<b>24</b>	<b>24</b>
Cost	24	24
<b>Balance as of September 30, 2023</b>	<b>24</b>	<b>24</b>

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	Consolidated					
	Software	Brands and patents	Technical Information License	Development projects completed	Development projects in progress	Total
Balance as of December 31, 2023						
Cost	12,935	27	6,713	59,804	21,910	101,389
Accumulated amortization	(9,668)	-	(6,631)	(34,030)	-	(50,329)
Balance as of December 31, 2023	3,267	27	82	25,774	21,910	51,060
Acquisitions	182	-	323	-	16,359	16,864
Transfer in development to completed	(726)	-	726	16,131	(16,131)	-
Write-offs and disposals (amortization)	(24)	-	-	(196)	-	(220)
Amortization	(888)	-	(854)	(7,696)	-	(9,438)
Balance as of September 30, 2024	1,811	27	277	34,013	22,138	58,266
Cost	12,391	27	7,762	75,935	22,138	118,253
Accumulated amortization	(10,580)	-	(7,485)	(41,922)	-	(59,987)
Balance as of September 30, 2024	1,811	27	277	34,013	22,138	58,266

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	Consolidated					
	Software	Brands and patents	Technical Information License	Development projects completed	Development projects in progress	Total
Balance as of December 31, 2022						
Cost	11,724	27	6,250	43,585	17,149	78,735
Accumulated amortization	(8,413)	-	(5,737)	(19,410)	-	(33,560)
Balance as of December 31, 2022	3,311	27	513	24,175	17,149	45,175
Acquisitions	115	-	373	-	13,077	13,565
Transfer in development to completed	-	-	-	11,917	(11,917)	-
Write-offs and disposals (acquisition)	(12)	-	-	-	-	(12)
Write-offs and disposals (amortization)	7	-	-	-	-	7
Amortization	(955)	-	(665)	(10,711)	-	(12,331)
Balance as of September 30, 2023	2,466	27	221	25,381	18,309	46,404
Cost	11,827	27	6,623	55,502	18,309	92,288
Accumulated amortization	(9,361)	-	(6,402)	(30,121)	-	(45,884)
Balance as of September 30, 2023	2,466	27	221	25,381	18,309	46,404

Development projects in progress refer to new technologies under development that meet the recognition criteria related to the completion and use of assets and generation of future economic benefits.

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 15. Loans and financing

					Consolidated	
Modality	Agreed rate per year	Annual average effective rate	Due date	Guarantee	09/30/24	12/31/23
<u>Local currency</u>						
Finep	TR+2.30% and 2.80%	3.01%	02/15/20 to 12/15/42	Bank-issued guarantee	101,328	81,284
Exim BNDES	IPCA+7.02%	7.52%	05/26/24 to 06/15/29	Bank-issued guarantee	150,390	-
					<b>251,718</b>	<b>81,284</b>
<u>Foreign currency</u>						
Banco Brasil Forfait	8.30%	9.31%	03/28/24 to 01/24/27	Excrow account flow	8,444	-
Finimp - Banco Votorantim	Exchange rate variation + 4.50%	4.59%	01/09/24 to 10/28/24	Receivables	9,591	-
Finimp Banco Brasil	3.00%	3.04%	05/02/24 to 10/29/24	Receivables	23,805	-
NCE - Votorantim	Exchange rate variation + 8.55%	8.55%	07/26/23 to 04/27/26	Excrow account flow	-	31,171
NCE - Votorantim	Exchange rate variation + 7.80%	7.80%	03/28/24 to 03/29/28	Excrow account flow	34,978	-
					<b>76,818</b>	<b>31,171</b>
					<b>328,536</b>	<b>112,455</b>
				Current liabilities	59,025	13,374
				Non-current liabilities	269,511	99,081
					<b>328,536</b>	<b>112,455</b>

Repayment schedule by year of maturity:

	Consolidated										
	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034- 2042
Loans and financing	46,211	40,767	55,907	51,311	45,433	21,549	6,589	6,589	5,945	5,816	42,419
											<b>328,536</b>

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 15.1. Payments

In March 2024, the subsidiary Padtec S.A. settled the loan raised in 2023 from Banco Votorantim and conducted a new negotiation with this same financial institution to obtain another export credit note (NCE modality) in the amount of R\$ 32,000. The main purpose of this funding was to reduce the cost of debt, which decreased from CDI + 1.65% per year to CDI + 1.49% per year, in addition to extending the debt. This negotiation enabled the company to maintain its cash flow with higher liquidity availability.

Up to September 2024, R\$44,203 was paid in the consolidated, referring to interest and principal on loans raised by the Company.

### 15.2. Raising of Loans and Financing

The Company raised new loans during 2024, described below:

Bank	Modality	Nominal Rate p.a.	Rate	Issue	Installments	Final maturity	Amount Raised
FINIMP BV	FINIMP	4.50%	0.38%	01/09/2024	1	10/28/2024	5,935
FINIMP BV	FINIMP	4.50%	0.38%	01/22/2024	1	10/28/2024	2,332
VOTORANTIM	NCE	CDI+1.49%	0.97%	03/28/2024	8	03/28/2028	32,000
BANCO BRASIL	FORFAIT	8.30%	0.69%	03/28/2024	12	01/24/2027	10,331
FINEP 25	POS SAC	URTR + 2.30%	0.20%	04/26/2024	241	03/15/2042	15,000
FINIMP BB	FINIMP	3.00%	0.25%	05/02/2024	1	10/29/2024	20,579
EXIM BNDES	EXIM	IPCA+7.02%	0.58%	06/24/2024	60	06/15/2029	150,000
FINEP 27	POS SAC	URTR + 2.80%	0.24%	06/27/2024	217	03/15/2040	4,000
FINEP 511	POS SAC	URTR + 2.80%	0.24%	09/30/2024	241	12/15/2042	2,358
							242,536

- Finimp - Banco Votorantim: In January 2024, the Company raised R\$ 8,268, in import financing (Finimp), with a single maturity in October 2024 and a straight-line rate of 4.50% per year plus exchange variation.
- Banco Votorantim: In March 2024 R\$32,000 was raised, in an export credit note, NCE modality, with a term of four years and semi-annual payment of interest and principal, in addition to a grace period of 12 months from the signing of this agreement. The transaction is guaranteed by the financial flow of receivables in a restricted account. For this loan, a SWAP was issued for the exchange rate variation and interest, subject to remuneration at the CDI rate + 1.49% p.a.
- Banco do Brasil Forfait: In March 2024 the Company raised R\$10,331 as Forfait, with a term of 36 months and a rate of 8.30% per year, with quarterly payments of interest and principal.
- Finimp Banco Brasil: In May 2024, R\$20,579 (US\$3,946) was raised in import financing (Finimp), with a 3% p.a. rate and with a single maturity date in October 2024. As this financing is in foreign currency, fluctuations in the exchange rate influence the financing.
- Exin BNDES: In June 2024, the Company raised R\$150,000 from BNDES in the Exim modality, with a term of 60 months, rate of IPCA+7.02% p.a., with a 12-month grace period for payment of the principal and interest paid quarterly. The funds are mainly intended for the production and export of equipment from the Company's portfolio. BNDES is the sole shareholder of BNDES Participações S.A. – BNDESPAR, shareholder of the Company with a relevant shareholding in Capital (Note No. 11). The terms of this financing were substantially changed on October 15, 2024 (see Note No. 36).

## PADTEC HOLDING S.A.

### MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

In addition, subsidiary Padtec S.A. has eight financing facilities approved with FINEP for technological investments in the amount of R\$118,456. The funds are released according to the disbursement and proof of costs under the strategic innovation plan of Padtec S.A. In 2024, up to September, the company received R\$21,358, with R\$103,004 capitalized until now.

The following table presents each of these financing facilities:

Modality/Contract	Effective Term	Rate	Credit Released	Loans raised					
				2020	2021	2022	2023	2024	Total
FINEP - 02.22.0026.00	02/07/2020 to 02/15/2032	TR+2.8%	7,793	3,896	3,897	-	-	-	7,793
FINEP - 02.20.003.00	02/07/2020 to 02/15/2040	TR+2.8%	16,172	6,469	6,359	3,344	-	-	16,172
FINEP - 02.21.032.00	04/20/2021 to 05/15/2039	TR+2.8%	16,819	-	5,887	-	7,568	-	13,455
FINEP - 02.21.033.00	04/20/2021 to 05/15/2039	TR+2.8%	2,835	-	1,701	-	1,134	-	2,835
FINEP - 02.22.0025.00	04/16/2022 to 04/15/2042	TR+2.3%	39,953	-	-	15,000	-	15,000	30,000
FINEP - 02.22.0026.00	04/16/2022 to 04/15/2040	TR+2.8%	4,101	-	-	2,000	2,101	-	4,101
FINEP - 02.22.0027.00	04/16/2022 to 04/15/2040	TR+2.8%	9,349	-	-	4,500	-	4,000	8,500
FINEP - 02.22.0511.00	11/21/2022 to 12/15/2042	TR+2.8%	21,434	-	-	9,645	8,145	2,358	20,147
			118,456	10,365	17,844	34,489	18,948	21,358	103,004

### 15.3.Restrictive conditions

The loan and financing obtained from Banco BNDES (Exin BNDES) requires that the amount of the requested release must correspond to 80% (eighty percent) of the value of the export commitment assumed, the restrictive conditions are monitored annually.

The Company monitors this ratio to ensure that the conditions are met. In the Management's understanding, all restrictive conditions and clauses, financial and non-financial, are adequately met as of September 30, 2024.

### 15.4.Reconciliation of liabilities resulting from financing activities

	Consolidated
<b>Balance as of December 31, 2022</b>	<b>92,364</b>
Interest expenses	4,493
Interest Payment	(3,721)
Loans raised	41,279
Amortization	(30,082)
<b>Balance as of September 30, 2023</b>	<b>104,333</b>
<b>Balance as of December 31, 2023</b>	<b>112,455</b>
Interest expenses	17,748
Interest Payment	(8,307)
Loans raised	242,536
Amortization	(35,896)
<b>Balance as of September 30, 2024</b>	<b>328,536</b>

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 16. Lease transactions

The leased amount was calculated based on the present value of the fixed lease payments not made until that date. The amounts of the installments payable were discounted at the contractual rate or rates on loans (discount rate), plus other contractual obligations provided for in the lease agreements adjusted to present value.

Subsidiary Padtec S.A. has lease agreements with Daycoval Leasing – Banco Multiplo S/A, referring to the lease of equipment that is being used in the Company's operation. The leases last for 36 months and include a call option clause at the end of the respective terms. Lease payments will be made in 36 equal installments with final maturity by November 2026. The effect of this accounting is the recording of R\$ 8,134 in property, plant and equipment in the group of right-of-use, with a corresponding entry to the rental obligation in current and non-current liabilities.

The discount rate in force and used to calculate the present value of the provision for leasing of the identified assets and, consequently, for the monthly appropriation of financial interest, is 3.29% to 6.30%, in accordance with the effective term of each lease agreement.

In April 2024, the Company entered into a leasing agreement with HP Financial Services Arrendamento Mercantil S/A regarding the leasing of servers. This lease has 60-month term with a purchase option clause at the end of the contract. Lease payments will be made in 60 equal installments with final maturity by April 2029. The effect of this accounting is the recording of R\$5,534 in property, plant and equipment in the group of right-of-use, with a corresponding entry to the rental obligation in current and non-current liabilities.

#### Lease with Related Parties

The Company and its subsidiaries have a commitment arising from an operating lease agreement for the property where its administrative headquarters and manufacturing are located, executed with CPqD Foundation. The lease has a three-year term (expiring in 2025), with an option to renew after this period, and has no purchase option clauses at its termination. The lease payment is adjusted annually by the IGPM, and the actual rate of 6.3% per year was applied to reflect market prices. The effect of this accounting is the recording in property, plant and equipment, with a corresponding entry to the rental obligation in current liabilities (see Note no. 11).

	Consolidated	
	09/30/2024	12/31/2023
Provision for leasing	18,773	18,953
	<b>18,773</b>	<b>18,953</b>
Current liabilities	5,211	5,882
Noncurrent liabilities	13,562	13,071
	<b>18,773</b>	<b>18,953</b>



## PADTEC HOLDING S.A.

### MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

Below is the change in leases:

	Consolidated				09/30/24
	12/31/23	New agreements	Payment	Financial Interest	
Machinery and equipment	3,539	5,505	(3,144)	498	6,398
Building lease - related parties	15,414	-	(3,231)	192	12,375
	<b>18,953</b>	<b>5,505</b>	<b>(6,375)</b>	<b>690</b>	<b>18,773</b>
Current liabilities	5,882				5,211
Noncurrent liabilities	13,071				13,562
	<b>18,953</b>				<b>18,773</b>

#### 17. Financial transactions

As of September 30, 2024, the Company has recorded financial transactions of Vendor and Forfait in the amount of R\$42,236 (R\$39,008 as of December 31, 2023) in current liabilities and R\$46,016 (R\$52,891 as of December 31, 2023) in non-current liabilities. The corresponding entries for such entries are recorded in current assets and non-current assets and the transactions are described below:

	Consolidated	
	09/30/24	12/31/23
Vendor	55,070	62,561
Forfait	33,182	29,338
	<b>88,252</b>	<b>91,899</b>
Current	42,236	39,008
Non-current assets	46,016	52,891
	<b>88,252</b>	<b>91,899</b>

##### 17.1. Vendor Transactions

The Company entered into Vendor agreements with Banco do Brasil, Banco Safra, Banco Industrial, Banco Sofisa, Banco Paulista, Banco Regional de Desenvolvimento do Extremo Sul, Banco Daycoval and Banco Cresol, which consist of sales financing transactions based on the principle of credit assignment. As of September 30, 2024 these financial institutions granted credits to 31 customers of the Company, upon Financing Promise Agreements, in the amount of R\$89,527 maturing by December 2032. This amount is used to purchase the Company's products and services. As of September 30, 2024 the amount recorded is R\$21,737 in the short term and R\$33,333 in the long term.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 17.2. Discount without recourse (forfait)

THE Company entered into Forfait agreements with Banco do Brasil, Banco ABC, and Banco Fibra, which consist of financing transactions for international sales, based on the principle of discounting receivables, providing terms and better conditions for customers. As of September 30, 2024, credits were granted to 6 of the Company's customers, in the amount of R\$62,748 with maturity by September 2027. This amount is used for the acquisition of Company's products. So far, the amount recorded is R\$20,499 in the short term and R\$12,683 in the long term.

### 18. Transactions with senior FIDC Funttel Padtec quotas

FIDC FUNTTEL PADTEC - Fundo de Investimentos em Direitos Creditórios (FIDC FUNTTEL Padtec) aims to provide to its shareholders the appreciation of its shares by means of investing resources mainly in credit rights arising from the transaction of Equipment Purchase and Sale Contracts, entered into between Padtec S.A., as seller, and its customers, as buyers of equipment of equipment for the telecommunications sector, which are recognized as Goods or Products Developed in Brazil by the Ministry of Science, Technology and Innovations, or equivalent government body, under the terms of the MCT Ordinance no. 950, of December 12, 2006 and/or that are qualified as being part of a Basic Productive Process.

FIDC FUNTTEL Padtec was launched as a closed condominium and for an indefinite period. The fund has BNDES Participações S/A as its senior shareholder (a party related to the Company, see Note No. 11) and exclusively PADTEC S.A. as a subordinate shareholder in the proportion 80% / 20% respectively. FIDC FUNTTEL PADTEC operation began in April 2022.

To date, the Company has made three capital contribution in the amount of R\$2.5 million referring to its stake in this fund, reaching a total amount of R\$7.5 million so far.

FIDC's equity structure as of September 30, 2024 and December 31, 2023 is shown below:

	Quantity of contractual quotas	Total amount of shares	Subscribed		09/30/24
			Padtec Interest	Third-Party interest	
<b>FIDC FUNTTEL PADTEC</b>					
Senior	80,000	1.054	-	31,902	31,902
Subordinated	20,000	1.000	7,500	-	7,500
<b>Total</b>	<b>100,000</b>		<b>7,500</b>	<b>31,902</b>	<b>39,402</b>

  

	Quantity of contractual quotas	Total amount of shares	Subscribed		12/31/23
			Padtec Interest	Third-Party interest	
<b>FIDC FUNTTEL PADTEC</b>					
Senior	80,000	1.054	-	21,109	21,109
Subordinated	20,000	1.000	5,000	-	5,000
<b>Total</b>	<b>100,000</b>		<b>5,000</b>	<b>21,109</b>	<b>26,109</b>

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

The financial statements as of September 30, 2024 and December 31, 2023, is presented below:

<b>FIDC FUNTTEL PADTEC</b>	<b>09/30/24</b>	<b>12/31/23</b>
<b>Current Assets</b>		
Tradable securities (NE 8)	13,831	9,920
Trade accounts receivable	25,590	16,161
Other credits	5	64
<b>Total assets</b>	<b>39,426</b>	<b>26,145</b>
<b>Current Liabilities</b>		
Other accounts payable	24	36
	<b>24</b>	<b>36</b>
<b>Net equity</b>		
Capital	37,500	25,000
Retained earnings	2,570	2,313
Amortization of shares - LE	(668)	(1,204)
<b>Total net equity</b>	<b>39,402</b>	<b>26,109</b>
<b>Total Liabilities and Net Equity</b>	<b>39,426</b>	<b>26,145</b>
<b>Profit (loss)</b>	<b>09/30/24</b>	<b>12/31/23</b>
Financial Income	1,697	2,231
Financial Expenses	(237)	(311)
<b>Net income for the period</b>	<b>1,460</b>	<b>1,920</b>

### 19. Suppliers

	<b>Parent Company</b>		<b>Consolidated</b>	
	<b>09/30/24</b>	<b>12/31/23</b>	<b>09/30/24</b>	<b>12/31/23</b>
Domestic suppliers	205	34	14,653	16,380
International suppliers	-	13	52,220	41,523
	<b>205</b>	<b>47</b>	<b>66,873</b>	<b>57,903</b>
Current liabilities	205	47	66,328	57,395
Noncurrent liabilities	-	-	545	508
	<b>205</b>	<b>47</b>	<b>66,873</b>	<b>57,903</b>

### 20. Taxes and contributions payable

	<b>Parent Company</b>		<b>Parent Company</b>	
	<b>09/30/24</b>	<b>12/31/23</b>	<b>09/30/24</b>	<b>12/31/23</b>
Tax on the circulation of goods and services - ICMS	-	-	1,117	106
Tax on Industrialized Products - IPI	-	-	1,327	2,084
Social Integration Program- PIS	-	-	33	141
Contribution to social security financing - COFINS	-	6	153	658
Service Tax - ISS	31	31	291	321
Other	9	10	264	1,333
	<b>40</b>	<b>47</b>	<b>3,185</b>	<b>4,643</b>

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 21. Taxes and contributions payable - installment payment

	Parent Company		Consolidated	
	09/30/24	12/31/23	09/30/24	12/31/23
Installment payment of tax on the circulation of goods and services - ICMS (a)	-	-	1,454	1,922
Service tax paid in installments - ISS	-	432	-	432
	<u>-</u>	<u>432</u>	<u>1,454</u>	<u>2,354</u>
Current liabilities	-	432	571	1,055
Non-current liabilities	-	-	883	1,299
	<u>-</u>	<u>432</u>	<u>1,454</u>	<u>2,354</u>

- a) Subsidiary Padtec S.A. adhered to the installment payment plan to refinance its ICMS-related debts, pursuant to Joint Resolution SP/PGE 02/12 and SF 72/12, in the amount of R\$3,117 with an outstanding balance as of September 30, 2024 in the amount of R\$ 1,454 with final maturity by January 2027.

### 22. Provisions

#### 22.1. Miscellaneous provisions

	Parent Company			
	12/31/23	09/30/24		
	Opening balance	Addition	Reversals	Closing balance
Other	607	-	(87)	520
	<u>607</u>	<u>-</u>	<u>(87)</u>	<u>520</u>
Current Liabilities	100			98
Non-current liabilities	507			422
	<u>607</u>			<u>520</u>

	Parent Company			
	12/31/22	09/30/23		
	Opening balance	Addition	Reversals	Closing balance
Other	713	-	(79)	634
	<u>713</u>	<u>-</u>	<u>(79)</u>	<u>634</u>

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	Consolidated			
	12/31/23	09/30/24		
	Opening balance	Addition	Reversals	Closing balance
Provision for commission (a)	929	914	(784)	1,059
Repairs during warranty (b)	1,382	388	(51)	1,719
Other	607	-	(87)	520
	<b>2,918</b>	<b>1,302</b>	<b>(922)</b>	<b>3,298</b>
Current Liabilities	2,411			2,876
Non-current liabilities	507			422
	<b>2,918</b>			<b>3,298</b>

	Consolidated			
	12/31/22	09/30/23		
	Opening balance	Addition	Reversals	Closing balance
Provision for commission (a)	855	942	(1,013)	784
Repairs during warranty (b)	1,121	222	(50)	1,293
Other	713	-	(79)	634
	<b>2,689</b>	<b>1,164</b>	<b>(1,142)</b>	<b>2,711</b>

- a) Refers to the provision of fixed monthly salaries to salespeople, for the payment of commissions on sales made to customers, pursuant to contractual clauses.
- b) Recognized to meet expenditures relating to products, including warranty and contractual obligations.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 22.2.Provision for labor, tax and civil risks

The Company and its subsidiaries are parties to lawsuits and administrative proceedings, arising from the normal course of their operations, involving tax, civil, labor, and other matters. Provision is made only for amounts whose as risk of loss is classified as probable.

	Parent Company				
	12/31/23	09/30/24			
	Opening balance	Additions	Reversals	Payments	Closing balance
Labor (a)	6,872	1,521	(1,227)	(650)	6,516
	<b>6,872</b>	<b>1,521</b>	<b>(1,227)</b>	<b>(650)</b>	<b>6,516</b>
Judicial deposits (d)	(473)	-	72	-	(401)
	<b>6,399</b>	<b>1,521</b>	<b>(1,155)</b>	<b>(650)</b>	<b>6,115</b>

	Parent Company				
	12/31/22	09/30/23			
	Opening balance	Additions	Reversals	Payments	Closing balance
Labor (a)	8,914	1,459	(264)	(3,119)	6,990
Tax (c)	748	41	(643)	(146)	-
	<b>9,662</b>	<b>1,500</b>	<b>(907)</b>	<b>(3,265)</b>	<b>6,990</b>
Judicial deposits (d)	(567)	(26)	120	-	(473)
	<b>9,095</b>	<b>1,474</b>	<b>(787)</b>	<b>(3,265)</b>	<b>6,517</b>

	Consolidated				
	12/31/23	09/30/24			
	Opening balance	Additions	Reversals	Payments	Closing balance
Labor (a)	8,715	2,123	(2,199)	(1,026)	7,613
Civil (b)	4,445	751	-	-	5,196
Tax (c)	2,814	119	-	-	2,933
Administrative	84	172	(32)	(19)	205
	<b>16,058</b>	<b>3,165</b>	<b>(2,231)</b>	<b>(1,045)</b>	<b>15,947</b>
Judicial deposits (d)	(1,151)	(191)	122	-	(1,220)
	<b>14,907</b>	<b>2,974</b>	<b>(2,109)</b>	<b>(1,045)</b>	<b>14,727</b>

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

	Consolidated				
	12/31/22	09/30/23			
	Opening balance	Additions	Reversals	Payments	Closing balance
Labor (a)	10,942	2,278	(146)	(3,944)	9,130
Civil (b)	3,977	564	-	-	4,541
Tax (c)	4,130	196	(1,424)	(146)	2,756
Administrative	259	-	(58)	(99)	102
	<b>19,308</b>	<b>3,038</b>	<b>(1,628)</b>	<b>(4,189)</b>	<b>16,529</b>
Judicial deposits (d)	(1,167)	(216)	317	-	(1,066)
	<b>18,141</b>	<b>2,822</b>	<b>(1,311)</b>	<b>(4,189)</b>	<b>15,463</b>

### (a) Labor

Lawsuits filed by former employees of Automatos Participações Ltda., succeeded by the Company as a result of the merger completed in November 2022), as well as former investees (Officer, Grupo Pini, ETML and Latin eVentures- Softcorp) and subsidiary Padtec S.A., claiming labor rights.

### (b) Civil

Consists of ordinary collection actions against the subsidiary Padtec S.A. In the case of the plaintiff VKN Representações Comerciais Ltda., the claim refers to the alleged breach of a supposed commercial representation contract. The lawsuit started in 2014 is in the evidence production phase, with a provisioned risk of R\$2,397, on September 30, 2024.

The second lawsuit was filed by the then client Klisa Telecom, which is requesting payment of a fine for alleged breach of contract by the subsidiary, combined with compensation for pain and suffering and damages allegedly suffered. The lawsuit has been ongoing since 2017, with unfavorable decisions for Padtec S.A. in the first and second instances, with an estimated value of R\$2,799, on September 30, 2024, fully provisioned. It is currently awaiting consideration by the higher courts.

### (c) Tax

The main proceeding subject to provisioning refers to the Tax on Industrialized Products (IPI) of subsidiary Padtec S.A. under a Tax Assessment Notice issued by the Brazilian Federal Revenue Service, for the alleged sale of incentivized product accessories unaccompanied by the final products, allegedly not complying with the requirement to enjoy the tax benefit provided for in the Information Technology Law then in force (reduction of IPI rate). The subsidiary was assessed for 2011 and 2012 and the risk provisioned is R\$2,933. The process remains ongoing with CARF.

### (d) Judicial deposits

The amounts refer to judicial deposits held in the name of subsidiary Padtec S.A. and the Company in labor proceedings.

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

- **Contingencies with estimated losses classified as possible.**

In the consolidated statements, there are other lawsuits with a total amount at risk of R\$93,133 assessed by the legal advisors as having a possible risk of loss as September 30, 2024 (R\$106,222 as of December 31, 2023), for which no provision has been made, given that accounting practices adopted in Brazil do not require their accounting and the Company does not expect extraordinary situations justifying a provision, in its opinion. This amount comprises R\$76,047 related to tax risks, R\$13,723 related to labor risks, R\$3,146 civil risks and R\$217 administrative risks. The main proceedings that fall under the classification of possible risk of loss are detailed below:

- The Company is a party to a civil proceeding filed by Banco Santander, requiring the piercing of the corporate veil of former investee Editora Pini, seeking to affect the then shareholders of this former investee. The object of the charge is a bank credit note issued by Editora Pini in default. The adjusted amount is R\$2,470. The lawsuit is underway at the lower court.
- Subsidiary Padtec S.A. has a tax foreclosure proceeding related to ICMS, which is in the appeal stage, in the amount of R\$6,827. The lower court decision was partially favorable to cancel the tax charged, maintaining, however, the requirement of fines. The subsidiary filed an appeal, which is pending judgment.
- Subsidiary Padtec S.A. is a party in a tax foreclosure process embodied in CDA no. 80 6 21 127486-04, demanding the payment of debts arising from Administrative Proceeding no. 10831 724290/2014-65, already concluded at the administrative level, referring to the Tax Assessment Notice issued for requirement of a Regulatory Fine and differences calculated under II, IPI, PIS and COFINS, as a result of the alleged error in the tax classification of imported products. The purpose of the foreclosure is only the regulatory fine of 1% on the customs value, totaling R\$2,458. The subsidiary guaranteed the foreclosure with the submission of a performance bond, to discuss in court the charge that it considers undue. A ruling upheld the request to declare the unenforceability of the fine provided for in the case and thus cancel the CDA. Padtec S.A. filed a motion for clarification, but an appeal was filed by the Revenue Service.
- Tax assessment notice issued against subsidiary Padtec S.A. by the Brazilian Federal Revenue Service referring to the payment of PIS and COFINS calculated on a non-cumulative basis, for the period from January 2009 to December 2010. The proceeding is at the Tax Control and Monitoring Service of the Federal Revenue Service of Sorocaba/SP and is awaiting judgment of the challenge, in the amount of R\$7,026. This case was stayed by a lawsuit filed by the subsidiary in 2008. Due to STF decision in the leading case and of the final and unappealable decision of the aforementioned lawsuit linked to this proceeding, in favor of the plaintiff, such developments were informed in the records in May 2021 and the immediate cancellation of the tax assessment notice under analysis was requested.
- Subsidiary Padtec S.A. has tax assessment notices and challenge of fine due to alleged non-compliance with the Basic Productive Process (PPB), for allegedly selling products with undue use of the tax benefit of IPI reduction in 2011 and 2012, in the amount of R\$48,386. In January 2018, Padtec S.A. was served with a summons dismissing its appeal and upholding the assessment. In September 2019, the judgment of the Voluntary Appeals presented to CARF converted the proceeding into a diligence, which was started in 2021. The reports and statements of the subsidiary's technical assistants were submitted; and are awaiting assessment by CARF.
- PerDComp Federal Taxes: Refers to Reimbursement Requests linked to the Offset Statements of subsidiary Padtec S.A., with credits arising from non-cumulative overpayment of taxes (IPI, COFINS, Cide and others), referring to several periods that were fully rejected and not ratified, amounting to R\$5,048 as of September 30, 2024. The records are at the National Process Management Center of the Federal Revenue Office in Ribeirão Preto/SP.



## PADTEC HOLDING S.A.

### MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

- Tax Assessment Notices issued by the Municipality of Belo Horizonte/MG, referring to (i) ISSQN payment at the rate of 5% related to alleged services rendered and fine for the issuance of a document other than that established by the municipal tax legislation, by the company PSG - Padtec Serviços Global de Telecomunicações Ltda (merged into subsidiary Padtec S.A.), by its branch located in that city from April 2015 to July 2016; and (ii) fine for issuing a document other than that established by the municipal tax legislation in the same period, with tax loss.. In the judgment of the appeal, it was decided to cancel the qualified fine and exclude the liability of the partners and, by majority, maintain the assessment referring to the ancillary obligation and principal obligation. The value of the lawsuits is R\$5,732, with a "possible risk of loss". In June 2024, the Company received notice of the Judgment and filed the Special Appeal.

### 23. Labor charges

	Parent Company		Consolidated	
	09/30/24	12/31/23	09/30/24	12/31/23
Wages	82	75	3,009	3,569
Profit sharing	-	-	-	3,040
Social charges	47	57	6,504	7,525
Provision for vacation pay/Christmas bonus	-	-	9,759	7,858
Private pension fund	-	-	532	1,121
Share-based compensation - Phantom Shares (a)	67	252	968	3,998
Other	-	-	181	163
	<u>196</u>	<u>384</u>	<u>20,953</u>	<u>27,274</u>

- (a) The Company has a Long-Term Incentive and Retention Plan ("Plan") approved in October 2021, comprising a compensation program for certain beneficiaries (officers and/or employees of the Company or its subsidiaries who are considered key professionals) that consists of granting Phantom Shares, with yield based on the market price of the Company's shares traded at B3 S.A. – Brasil, Bolsa, Balcão and settled in cash, as established in this Plan and in the First Long-Term and Retention Incentive Program under the Company's Long-Term and Retention Incentive Plan (First Program). There is no forecast of effective trading of shares issued by the Company, since there will be no issuance and/or delivery of shares for settlement of this Plan.

In April 2024, the Company approved another Long-Term Incentive and Retention Plan (Plan II). This compensation program is also directed at certain beneficiaries (officers and/or employees of the Company or its subsidiaries who are considered key staff) and consists of granting Phantom Shares, based on the Company's issued shares and settled in cash, as established in Plan II and the First Long-Term Incentive and Retention Program under the Company's Long-Term Incentive and Retention Plan II. There is no forecast of effective trading of shares issued by the Company, since there will be no issuance and/or delivery of shares for settlement of this Plan II. The first vesting of Plan II will occur in 3Q25.

## **PADTEC HOLDING S.A.**

### **MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024** (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

As of the first quarter of 2024, the company started using the Black-Scholes methodology for pricing these Phantom Shares, which had an impact on the provision for this compensation. The following definitions were used as assumptions for the Black-Scholes calculation for the respective Plans:

#### **I Phantom Shares Plan**

- Closing share price on September 30, 2024 R\$1.82
- The exercise price of the options is R\$7.02 (as established in the Plan and the First Program).
- Expected volatility: 35% p.a. Expected volatility was calculated using the standard deviation of the average daily returns of a group of companies listed on B3.
- The option term is 10 years from the date of grant (as established in the Plan and the First Program).
- Risk-free interest rate was estimated at 10.65% p.a.

#### **II Phantom Shares Plan**

- Closing share price on September 30, 2024 R\$1.82
- The exercise price of the options is R\$2.83 (as established in the II Plan)
- Expected volatility: 35% p.a. Expected volatility was calculated using the standard deviation of the average daily returns of a group of companies listed on B3.
- The option term is 3 years from the grant date (as established in the II Plan).
- Risk-free interest rate was estimated at 10.65% p.a.

## **24. Private pension plan**

Subsidiary Padtec S.A. sponsors two pension plans for officers and employees, managed by Fundação Sistel de Seguridade Social. Supplementary pension plans are established as a defined contribution plan ("InovaPrev") or defined benefit ("CPqDPrev").

Under the defined benefit, the contribution and benefit amounts are defined when the plan is contracted, and funding is determined by actuarial calculations, to ensure that the plan can be granted and maintained. Under the defined contribution plan, the benefit amount is consistently adjusted, according to the applicable account balance held on behalf of the participant, which, in turn, results from the contribution amounts, contribution time, income arising from investments made, among other variables

Pursuant to the regulations for both plans, funding varies according to a contribution table based on salary ranges, from 1% to 8% of the compensation of officers and employees.

As of September 30, 2024, there were no actuarial liabilities on behalf of Padtec S.A. arising from the supplementary pension plan.

## PADTEC HOLDING S.A.

### MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

Contributions made amounted to R\$2,234 as of September 30, 2024 (R\$2,263 as of September 30, 2023), which were recorded as "labor expenses and social charges" in P&L for the year and included in the table of Note 29.1.

#### 25. Net equity

##### 25.1. Capital

As of September 30, 2024, the Company's subscribed and paid-in capital is R\$138,442 (R\$138,439 as of December 31, 2023), divided into 79,469,626 book-entry common shares, with no par value.

Shareholder	09/30/24		12/31/23	
	Number of Shares	% Stake	Number of Shares	% Stake
Fundação CPqD – Centro de Pesquisa e Desenvolvimento em Telecomunicações	43,075,127	54.20%	43,075,127	54.38%
BNDES Participações S.A. – BNDESPAR	18,084,240	22.76%	18,084,240	22.83%
Other	18,310,259	23.04%	18,055,297	22.79%
<b>Total</b>	<b>79,469,626</b>	<b>100.00%</b>	<b>79,214,664</b>	<b>100.00%</b>

In April 2024, 254,962 new shares of Padtec Holding S.A. were issued under the terms of the VIII Stock Option Plan approved by the Company's Extraordinary and Annual Shareholders' Meeting held on April 28, 2023. As a result, there was an increase in the Company's share capital in the amount of R\$3, which now comprises 79,469,626 book-entry common shares, with no par value. There are no more options pending exercise relating to this VIII Plan".

##### 25.2. Capital reserves and equity valuation adjustment

###### Capital reserve

Capital reserve balances arise from stock options granted to the Company's CEO and Investor Relations Officer, as described below:

###### **VIII Stock Option Plan**

In April 2023, the Extraordinary and Annual Shareholders' Meeting approved the VIII Stock Option Plan in favor of the chief executive officer and investor relations officer, with the aim of creating an additional incentive for the leading executive of the Company and its subsidiaries, giving him the opportunity to become a shareholder of Padtec Holding through the exercise of the Options, consequently achieving a closer alignment of this executive with the interests of the Company's shareholders. The Options granted correspond to 1,019,847 shares, approximately 1.3% of the total shares that make up the share capital of Padtec Holding S.A. on the approval date of the VII Plan. The strike price of the Options for subscription and payment of shares by the grantee was one cent of Brazilian real (R\$ 0.01).

The Company recognized the stock options granted in its equity in 2023, with a corresponding entry in the profit or loss for the year, recording the accumulated amount of R\$2,450. As determined by Accounting Pronouncement CPC 10 (R1) - Share-Based Payment, the value of the options was determined on the grant date.

## **PADTEC HOLDING S.A.**

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### **Legal reserve**

On December 31, 2023, as established in Law no. 6.404/76 ("Brazilian Corporate Law"), the Company allocated 5% of the net income determined for the year and recorded the amount of R\$ 774 under the heading "Legal reserve".

### **Investment reserve**

On December 31, 2023, after the allocation of the legal reserve and dividends (Note 25.4), the Company allocated the remaining balance of its net income, in the amount of R\$ 11,023, to the creation of a statutory investment reserve, with the purpose of financing the development, growth and expansion of the Company's and its subsidiaries' businesses.

## **25.3. Other comprehensive income**

### **Translation adjustments**

Refers to the accumulated translation adjustments for all foreign currency differences resulting from the conversion of the financial statements of operations abroad.

### **Cash flow hedge**

The variability of future cash flows attributable to changes in the US\$/R\$ exchange rate arising from payments of principal and interest on financial liabilities (loans) agreed by the Company are recognized under this item. The amounts recognized in other comprehensive income during the effectiveness of the hedge relationship are reclassified to financial income as a reclassification adjustment in the same period, or periods, in which the expected future transactions affected P&L. As of September 30, 2024, the amount of R\$2,240 was recorded in other comprehensive income, referring to Mark to Market in the Cash Flow Hedge account, as per Note 34.1.

## **25.4. Dividends**

The Company's Bylaws set forth the allocation of 25% of net income, adjusted pursuant to Article 202 of Law 6.404/76, to be paid as mandatory minimum dividends, when profits are determined for the year. In December 2023, the Company set up the amount of R\$3,674 as mandatory minimum dividend, and the payment to shareholders was approved at the Company's Extraordinary and Annual Shareholders' Meeting held in April, 2024. In June 2024, the funds were paid to shareholders holding common shares issued by the Company on the dividend declaration date, that is, April 26, 2024, leaving a remaining balance of R\$39 thousand payable to shareholders who have yet to provide their bank details.

## **26. Earnings per share**

Basic earnings per share are calculated by dividing the profit attributable to the Company's shareholders by the weighted average number of common shares issued in the year.

Diluted earnings per share is calculated by adjusting the weighted average number of outstanding common shares to assume the conversion of all potential diluted common shares by the stock options, and number of shares that could have been bought is determined at fair value, based on the monetary value of all subscription rights linked to outstanding stock options. The Company holds stock options with dilutive potential that could result in a dilution of the earnings per share calculation.

## PADTEC HOLDING S.A.

### MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

The number of shares calculated, as described above, is compared with the number of shares issued, assuming the period of stock options. The basic and diluted earnings per share as of September 30, 2024 and 2023 are shown below:

	Parent Company		Consolidated	
	09/30/24	09/30/23	09/30/24	09/30/23
Income (loss) for the period	(21,454)	17,088	(21,475)	17,024
Weighted average number of common shares outstanding	79,469,626	79,214,664	79,469,626	79,214,664
<b>Diluted earnings (losses) per share - in Brazilian reais</b>	<b>(0.2700)</b>	<b>0.2157</b>	<b>(0.2702)</b>	<b>0.2149</b>

#### 27. Net operating revenue

	Period July 01 to September 30 Consolidated		Period January 01 to September 30 Consolidated	
	09/30/24	09/30/23	09/30/24	09/30/23
<b>Gross operating revenue</b>	93,465	134,503	253,313	363,269
Products sold	73,789	114,736	201,700	303,723
Services rendered	19,676	19,767	51,613	59,546
Taxes on sales	(15,622)	(24,716)	(44,393)	(68,256)
Returns and cancellations	(1,924)	(6,255)	(6,119)	(15,414)
<b>Net operating revenue</b>	<b>75,919</b>	<b>103,532</b>	<b>202,801</b>	<b>279,599</b>

#### 28. Cost of goods sold and services provided

	Period July 01 to September 30 Consolidated		Period January 01 to September 30 Consolidated	
	09/30/24	09/30/23	09/30/24	09/30/23
Materials	(32,298)	(44,668)	(84,279)	(119,399)
Labor	(10,343)	(13,145)	(35,501)	(38,906)
Depreciation / amortization	(1,312)	(1,201)	(3,701)	(3,552)
Cut-Off Provision	(947)	(28)	(137)	(1,470)
Provisions/reversals (a)	(999)	1,614	(1,085)	4,147
Travel	(1,985)	(3,397)	(7,245)	(9,350)
Other costs	(3,695)	(3,512)	(10,052)	(8,493)
	<b>(51,579)</b>	<b>(64,337)</b>	<b>(142,000)</b>	<b>(177,023)</b>

a) Refers to obsolescence provisions and reversals of inventory, warranty and others.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 29. Operating revenues (expenses)

#### 29.1. Administrative, selling and research and development expenses

	Period July 01 to September 30		Period July 01 to September 30		Period January 01 to September 30		Period January 01 to September 30	
	Parent Company		Consolidated		Parent Company		Consolidated	
	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23
Labor expenses and social charges	(447)	(422)	(13,324)	(14,268)	(1,070)	(1,360)	(39,994)	(44,177)
Third-party services	(123)	(187)	(885)	(1,266)	(387)	(840)	(2,656)	(3,779)
Selling and marketing expenses	-	-	(103)	(162)	-	-	(365)	(881)
General and administrative expenses	(234)	(283)	(2,377)	(2,168)	(517)	(792)	(6,700)	(7,589)
Depreciation / amortization	-	-	(4,661)	(5,459)	-	-	(13,242)	(15,540)
Travel	-	-	(549)	(645)	-	-	(1,850)	(1,987)
Lease of properties and equipment	-	-	(116)	(171)	-	-	(369)	(415)
Other	(16)	(9)	(1,104)	(1,384)	(63)	(26)	(3,175)	(3,735)
	<b>(820)</b>	<b>(901)</b>	<b>(23,119)</b>	<b>(25,523)</b>	<b>(2,037)</b>	<b>(3,018)</b>	<b>(68,351)</b>	<b>(78,103)</b>

  

	Period July 01 to September 30		Period July 01 to September 30		Period January 01 to September 30		Period January 01 to September 30	
	Parent Company		Consolidated		Parent Company		Consolidated	
	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23
Administrative expenses	(820)	(901)	(6,631)	(7,273)	(2,037)	(3,018)	(19,067)	(22,859)
Selling expenses	-	-	(8,696)	(8,580)	-	-	(25,275)	(26,511)
Research and development expenses	-	-	(7,792)	(9,670)	-	-	(24,009)	(28,733)
	<b>(820)</b>	<b>(901)</b>	<b>(23,119)</b>	<b>(25,523)</b>	<b>(2,037)</b>	<b>(3,018)</b>	<b>(68,351)</b>	<b>(78,103)</b>

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 29.2. Other operating revenues (expenses), net

	Period July 01 to September 30		Period July 01 to September 30		Period January 01 to September 30		Period January 01 to September 30	
	Parent Company		Consolidated		Parent Company		Consolidated	
	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23
Administrative indemnities	-	-	(28)	(18)	-	-	(217)	(99)
Labor indemnities	(174)	(2,343)	(394)	(2,616)	(1,044)	(3,119)	(1,394)	(3,944)
Tax offsetting	-	-	-	-	-	(146)	-	(146)
Amount received as civil compensation (a)	(10)	5,626	(10)	5,626	391	7,143	391	7,143
Loss of trade account receivables	-	-	-	-	-	-	(448)	(1,390)
Allowance for doubtful accounts	-	-	(619)	89	-	-	(1,974)	(1,162)
Provision (reversal) for labor contingencies	189	2,315	172	2,036	357	1,924	1,102	1,812
Provision (reversal) provision for tax contingencies	-	(2)	(45)	(47)	-	748	(119)	1,429
Provision for civil contingencies	-	-	(346)	(11)	-	-	(751)	(565)
Provision (reversal) for administrative contingencies	-	-	8	(20)	-	-	(121)	157
Other	(1)	1	885	41	174	(13)	1,019	(823)
	<b>4</b>	<b>5,597</b>	<b>(377)</b>	<b>5,080</b>	<b>(122)</b>	<b>6,537</b>	<b>(2,512)</b>	<b>2,412</b>

a) In 2023, the amount was impacted by value received as compensation for civil proceedings in which the then Ideiasnet S.A. (currently Padtec Holding S.A.) was a party.

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 30. Net financial result

	Period July 01 to September 30		Period July 01 to September 30		Period January 01 to September 30		Period January 01 to September 30	
	Parent Company		Consolidated		Parent Company		Consolidated	
	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23
<b>Financial income</b>								
Income from financial investments	-	-	4,205	885	-	-	6,340	3,598
Income from financial transactions	-	-	1,062	1,041	-	-	1,756	2,445
Foreign exchange gains	-	-	2,922	188	-	-	10,601	4,690
Inflation adjustment on taxes and contributions	-	-	6	12	230	-	253	44
Pis and cofins on financial income	(1)	(522)	(252)	(621)	(51)	(665)	(412)	(972)
Other revenues	24	34	209	295	28	91	580	1,009
	<b>23</b>	<b>(488)</b>	<b>8,152</b>	<b>1,800</b>	<b>207</b>	<b>(574)</b>	<b>19,118</b>	<b>10,814</b>
<b>Financial expenses</b>								
Interest on loans and financing	(21)	(64)	(5,126)	(1,829)	(211)	(210)	(8,290)	(6,450)
Interest on derivative transaction	-	-	(986)	(1,174)	-	-	(4,121)	(2,010)
Costs on financial transactions	-	-	-	658	-	-	195	(230)
Foreign exchange losses	-	-	(5,024)	(941)	-	-	(13,858)	(7,012)
Banking expenses	(1)	(1)	(431)	(245)	(2)	(6)	(939)	(572)
IOF expenses	(18)	(80)	(48)	(133)	(136)	(121)	(216)	(480)
Other expenses	-	(2)	(717)	(339)	-	(869)	(2,720)	(2,927)
	<b>(40)</b>	<b>(147)</b>	<b>(12,332)</b>	<b>(4,003)</b>	<b>(349)</b>	<b>(1,206)</b>	<b>(29,949)</b>	<b>(19,681)</b>
<b>Net financial result</b>	<b>(17)</b>	<b>(635)</b>	<b>(4,180)</b>	<b>(2,203)</b>	<b>(142)</b>	<b>(1,780)</b>	<b>(10,831)</b>	<b>(8,867)</b>

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 31. Current income tax and social contribution

The reconciliation of tax expenses calculated by applying the combined tax rate and the income tax and social contribution expense charged to profit or loss is as follows:

	Period July 01 to September 30		Period July 01 to September 30		Period January 01 to September 30		Period January 01 to September 30	
	Parent Company		Consolidated		Parent Company		Consolidated	
	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23	09/30/24	09/30/23
<b>Profit (loss) before taxes</b>								
Equity Income	(3,445)	15,540	(3,336)	16,549	(21,454)	17,088	(20,893)	18,018
Law no. 11.196/05	2,612	(11,479)	-	-	19,153	(15,349)	-	-
(+/-) Other additions and deletions	-	-	-	(708)	-	-	-	(1,332)
Provision/reversal for obsolescence of inventory	(181)	(2,284)	305	(7,832)	(1,321)	(2,595)	(8,049)	(13,426)
Provision/reversal of contingencies	-	-	456	(1,830)	-	-	648	(4,499)
Provision/reversal of revenues	(189)	(2,314)	212	(1,957)	(357)	(2,673)	(111)	(1,997)
Provision/reversal for doubtful accounts	-	-	(465)	(187)	-	-	102	(866)
Loss on accounts receivable	-	-	516	(89)	-	-	1,974	1,162
Provision/reversal - other	-	-	-	-	-	-	-	186
Financial credits	7	30	561	2,240	(790)	79	(6,085)	3,177
Other additions and deletions	-	-	(4,713)	(6,246)	-	-	(12,763)	(17,496)
<b>Tax profit (loss) (IR basis)</b>	<b>1</b>	<b>-</b>	<b>3,738</b>	<b>237</b>	<b>(174)</b>	<b>(1)</b>	<b>8,186</b>	<b>6,907</b>
	<b>(1,014)</b>	<b>1,777</b>	<b>(3,031)</b>	<b>8,009</b>	<b>(3,622)</b>	<b>(856)</b>	<b>(28,942)</b>	<b>3,260</b>
Income tax	-	-	-	-	-	-	-	-
Social contribution	-	-	(104)	(756)	-	-	(582)	(741)
Current income tax and CSLL	-	-	-	(253)	-	-	-	(253)
	<b>-</b>	<b>-</b>	<b>(104)</b>	<b>(1,009)</b>	<b>-</b>	<b>-</b>	<b>(582)</b>	<b>(994)</b>

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## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 32. Insurance (unaudited)

The Company and its subsidiaries adopt the policy of contracting insurance coverage for assets subject to risks for amounts considered sufficient to cover possible claims, considering the nature of its activity. The risk assumptions adopted by the Company, given their nature, are not part of the audit scope of the individual and consolidated interim financial statements and, consequently, were not examined by the independent auditors.

Below, are the amounts insured by risk coverage:

	Covered risk	Current period		Insured amount
		From	To	09/30/24
Equity Insurance	Basic coverage: fire, lightning and explosion Additional coverage: loss of profits, flooding, goods, electrical damage, landslide, equipment, machinery breakdown, registration and document recomposition, RC Commercial and Industrial establishments, theft and windstorm	05/28/24	05/28/25	320,044
Group Life Insurance (employees) - Principal	Death, accident, disability	07/01/24	06/30/26	1,129
Group Life Insurance (employees) - Supplement	Death, accident, disability - This is a supplementary life insurance policy, taken out by around 5 employees. The premium is divided and discounted from the payroll.	07/01/24	06/30/26	508
Group Life Insurance (interns)	Death, accident, disability	07/01/24	06/30/26	40
Domestic Shipping	Road hazards	10/31/23	10/31/24	6,000
International Shipping (in US\$)	Broad coverage (Imports)	10/31/23	10/31/24	USD 2,000
International Shipping (in US\$)	Broad coverage (Export)	10/31/23	10/31/24	USD 2,000
Management civil liability- D&O	Executive Board	07/09/24	07/09/25	50,000
Comprehensive General Liability	General RC, Operations, Products	07/13/23	07/13/25	15,000

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 33. Risk management

The Company and its subsidiaries manage their financial instruments through operating strategies and internal controls to ensure liquidity, profitability and security. The Company and its subsidiaries do not make financial investments of a speculative nature and gains resulting from these transactions are consistent with the policies and strategies set forth by Management.

The management of risks and financial instruments used is performed by means of policies, strategy definitions and implementation of control systems, set forth by Management.

The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and on the characteristics of contractual cash flows.

### 34. Financial instruments

All financial instrument transactions are recognized in the financial statements of the Company and its subsidiaries, as shown in the table below:

	Fair Value Hierarchy	Book Value		Fair value	
		09/30/24	12/31/23	09/30/24	12/31/23
Assets					
Amortized cost					
Trade accounts receivable		156,365	130,575	156,365	130,575
Fair value through profit or loss					
Cash and cash equivalents	Level 2	153,653	50,456	153,653	50,456
Restricted financial investments	Level 2	33,123	1,754	33,123	1,754
Tradable securities	Level 2	13,831	9,920	13,831	9,920
Total		356,972	192,705	356,972	192,705
Liabilities					
Amortized cost					
Loans and financing (current)		(59,025)	(13,374)	(59,025)	(13,374)
Loans and financing (non-current)		(269,511)	(99,081)	(269,511)	(99,081)
Lease transactions (current)		(5,211)	(5,882)	(5,211)	(5,882)
Lease transactions (non-current)		(13,562)	(13,071)	(13,562)	(13,071)
Suppliers		(66,328)	(57,395)	(66,328)	(57,395)
Suppliers (non-current)		(545)	(508)	(545)	(508)
Bonds with senior FIDC quotas (non-current)		(31,902)	(21,109)	(31,902)	(21,109)
Total		(446,084)	(210,420)	(446,084)	(210,420)

The classification of financial assets at amortized cost or at fair value through profit or loss is based on the business model and cash flow characteristics expected by the Company and its subsidiaries for each instrument.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### Fair value against book values

The fair values of financial assets and liabilities, with the book values presented in the balance sheet, are as follows:

- Cash and cash equivalents and restricted financial investments – interest rates used to calculate yield on the Company's cash equivalents and restricted financial investments, at the end of the year, approximate their fair value for transactions of similar nature, term and risk.
- Loans and financing – are contracted under market conditions and, therefore, the carrying amounts approximate their market value for transactions of similar terms, source and risks.

### Valuation of financial instruments

The fair value of a security corresponds to its maturity value (redemption value) brought to present value by the discount factor (relating to the maturity date of the security) obtained from the market yield curve in Brazilian reais (R\$).

CPC 40 (R1) and IFRS 7 require the classification based on a three-level hierarchy to measure the financial instruments at fair value, based on observable and unobservable information related to the financial instrument valuation on the measurement date. CPC 40 (R1) and IFRS 7 also define observable information as market data obtained from independent sources and non-observable information reflecting market assumptions.

The three fair value hierarchy levels are:

- Level 1: Prices quoted in an active market for identical instruments.
- Level 2: Observable information other than prices quoted in an active market that are observable for the asset or liability, directly (as prices) or indirectly (price derivatives).
- Level 3: Valuation techniques under which inputs to measure the fair value are not available.

### **34.1. Derivative financial instruments**

As a procedure for managing its market risks, the Company manages its exposures in foreign currency by contracting derivative financial instruments pegged to US dollar, considering the payment forecast.

In March 2024, the Company designated derivative instruments for hedge accounting of cash flows to protect against the variability of future cash flows attributable to changes in the US\$/R\$ exchange rate arising from the payment of principal and interest on the liability financial instrument (loan) contracted by the Company (see Note 15).

Hedge accounting structure consists of the risk management strategy that seeks to converge its funding cost to the Interbank Deposit Certificate (CDI), as follows:

Modality	Terms	Asset indexer	Liability indexer	Net
SWAP	Mar/24 to Mar/28	VC* + 7.80% p.a.	CDI + 1.49% p.a.	USD 6,426

\*exchange rate variation

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

As of September 30, 2024, the Company has the derivative financial instrument, as follows:

Bank	Agreement.	Consolidated					
		Fair value - Long		Fair value - Short		Gain/loss	
		Position		Position			
		09/30/24	12/31/23	09/30/24	12/31/23	09/30/24	12/31/23
Votorantim							
Curve - Swap	SWAP	34,978	31,171	32,000	32,725	2,978	(1,554)
Mark to Market	SWAP	33,599	31,717	32,861	33,388	738	(1,671)

The measurement of SWAP mark-to-market was made considering the effect of changes in the liability and asset indexes, based on market information available at the time of this measurement.

The change in the derivative financial instrument is shown below:

	Cash Flow Hedge
Transaction interest	(1,554)
Losses recognized in Other Comprehensive Income	(117)
<b>Balance as of December 31, 2023</b>	<b>(1,671)</b>
Transaction interest	2,196
Payment of funds for settlement with derivatives on operating activity	2,335
Gains recognized in Other Comprehensive Income	(2,122)
<b>Balance as of September 30, 2024</b>	<b>738</b>

The Company monitors fluctuations in floating interest rates linked to certain debts and uses, when necessary, derivative instruments to manage these risks. The positions of derivative financial instruments used to hedge interest rate risk are shown below:

Interest rate risk: Interest derivatives outstanding as of September 30, 2024				
Bank	Agreement.	Due date	Book Value	Fair value
Votorantim	Interest Swap	Mar/24 to Mar/28	738	738

### 34.2. Financial risk factors

The economic and financial risks mainly reflect the behavior of macro variables and exchange and interest rates, as well as the characteristics of the financial instruments used by Padtec Group. Padtec Group's activities are exposed to various financial risks, capital risk, interest rate risk, exchange rate, credit and liquidity risk. The Company's practice is to manage existing risks on a conservative basis. The main purposes of this practice are to preserve the value and liquidity of financial assets and ensure the inflow of funds for the good development of business.

The Company's exposure to each of these risks, the purposes, practices and processes for risk measurement and management and capital management are described below.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### 34.3. Capital risk

The Company manages its capital to ensure the continuity of their regular activities while seeking to maximize the return on their operations for all stakeholders or parties involved in their operations, by optimizing the use of debt and equity instruments.

The capital structure of the Company and its subsidiaries is made up by net indebtedness (loans and financing), less cash and cash equivalents and restricted financial investments and the Company's equity.

	Parent Company		Consolidated	
	09/30/24	12/31/23	09/30/24	12/31/23
Debt	-	-	360,438	133,564
Cash and cash equivalents, financial investments	-	-	186,776	52,210
Net Debt (net cash)	-	-	173,662	81,354
Equity	130,724	152,598	130,645	152,540
Debt (cash) ratio, net	0%	0%	133%	53%

### 34.4. Credit risk

Credit risk is the risk of the Company incurring a financial loss if a customer or a counterparty to a financial instrument fails to fulfill its contractual obligations, mostly arising from receivables from recurring customers and financial investments. To mitigate this risk, the Company and its subsidiaries adopt the procedure of making a detailed analysis of their customers' equity and financial position and constantly monitoring their outstanding debt balances. Impairment losses are shown in Note 6, according to the recoverability assessment performed by Management.

For financial investments, Padtec Group only carries out transactions with low-credit-risk institutions and setting a maximum limit of investment balances, as determined by Management. Management understands that there is no significant risk to which Padtec Group is exposed, considering the concentration levels and materiality of the amounts in relation to revenue.

### 34.5. Liquidity risk

It is the risk of Padtec Group may face difficulties for the settlement of its obligations related to financial liabilities settled in cash.

The approach to the liquidity risk seeks to ensure the payment of obligations, thus, the purpose of maintaining available cash to settle short-term obligations, doing its best to always have sufficient liquidity to meet maturing obligations, under normal and stress conditions, without causing unacceptable losses or risking damage to the reputation of the Company and its subsidiaries.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

Padtec Group works to align fund availability and fund generation to settle its obligations on the agreed terms. Contractual maturity is based on the most recent date when the Company and its subsidiaries should settle the related obligations:

	Consolidated			
	Book Value	Up to 1 year	1-2 years	2-19 years
Restricted financial investments	33,123	-	33,123	-
Financial transactions	88,252	42,236	29,295	16,721
Lease transactions	(18,773)	(5,211)	(5,055)	(8,507)
Loans and financing	(328,536)	(59,025)	(69,883)	(199,628)
Suppliers	(66,873)	(66,328)	(545)	-
Financial transactions	(88,252)	(42,236)	(29,295)	(16,721)
<b>Total</b>	<b>(381,059)</b>	<b>(130,564)</b>	<b>(42,360)</b>	<b>(208,135)</b>

### 34.6.Currency risk

This risk arises from the possibility of fluctuations in the exchange rates of foreign currencies used by the Company. Management analyzes and monitors its exposures in order to take decisions on contracting instruments to hedge the respective exposures in foreign currency.

The net exposure in foreign currency is shown in the table below:

	Consolidated		Consolidated	
	09/30/24		12/31/23	
	R\$	US\$	R\$	US\$
<b>Assets</b>				
Trade accounts receivable	33,373	6,126	44,023	9,093
<b>Liabilities</b>				
Loans and financing	(76,818)	(14,100)	(31,171)	(6,439)
Suppliers	(52,220)	(9,585)	(41,523)	(8,577)
<b>Total</b>	<b>(95,665)</b>	<b>(17,559)</b>	<b>(28,671)</b>	<b>(5,923)</b>

### 34.7.Interest rate risk

Padtec Group's operations are indexed to fixed rates, Long-Term Interest Rate (TJLP) and CDI. Thus, Management understands that any fluctuation in interest rates would not have any significant impact on the Company's results.

## PADTEC HOLDING S.A.

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

The book value of financial instruments representing the maximum exposure to interest rate risk as of the date of the interim financial statements was:

	<b>Parent Company and Consolidated</b>	
	<b>09/30/24</b>	<b>12/31/23</b>
<b>Assets</b>		
Cash and cash equivalents	153,653	50,456
Restricted financial investments	33,123	1,754
Tradable securities	13,831	9,920
Derivative financial instruments	738	-
Financial transactions	88,252	91,899
<b>Liabilities</b>		
Loans and financing	(328,536)	(112,455)
Derivative financial instruments	-	(1,671)
Financial transactions	(88,252)	(91,899)
<b>Net exposure</b>	<b>(127,191)</b>	<b>(51,996)</b>

### 34.8.Sensitivity analysis

Padtec Group performed a sensitivity analysis of the main risks to which its financial instruments are exposed, basically represented by variation in exchange rates and interest rates.

When exposure to risk is considered to be active, the risk to be considered is a reduction in linked indexes due to a consequent negative impact on profit or loss. Likewise, when exposure to risk is considered passive, the risk is an increase in the linked indexes, also with a negative impact on profit or loss.

Thus, Padtec Group is qualifying the risks through the net exposure of the variables (Dollar, CDI, IGP-M, IPCA, TJLP and Selic), as shown.

	<b>Consolidated</b>		
	<b>Probable scenario</b>	<b>25% Increase</b>	<b>50% Increase</b>
<b>Exchange rate</b>			
Trade accounts receivable	33,373	8,343	16,687
Suppliers	(52,220)	(13,055)	(26,110)
Loans and financing	(76,818)	(19,205)	(38,409)
<b>Impact on profit or loss</b>		<b>(23,917)</b>	<b>(47,832)</b>
	<b>Consolidated</b>		
	<b>Probable scenario</b>	<b>25% Increase</b>	<b>50% Increase</b>
<b>Interest rate</b>			
Cash and cash equivalents	153,653	38,413	76,827
Restricted financial investments	33,123	8,281	16,562
Tradable securities	13,831	3,458	6,916
Derivative financial instruments	738	185	369
Loans and financing	(328,536)	(82,134)	(164,268)
<b>Impact on profit or loss</b>		<b>(31,797)</b>	<b>(63,594)</b>

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## **PADTEC HOLDING S.A.**

MANAGEMENT'S NOTES TO THE INDIVIDUAL AND CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2024  
(Amounts In thousands of Brazilian reais - R\$, unless otherwise indicated)

### **35. Information by segment**

The Company and its subsidiaries have only one operating segment defined in the operational context. They are organized, and their performance is assessed, as a single business unit for operational, commercial, managerial, and administrative purposes.

### **36. Subsequent Events**

On October 15, 2024, the BNDS approved the extension of the amortization and interest payment period of the Financing Agreement Through Credit Opening No. 24.9.0025.1 entered into BNDES and Padtec S.A., within the scope of the BNDES Exim Product. Pre-Shipment of R\$150,000. With the extension approved, the principal amortization was changed to a single installment at the end of the contract, due on June 15, 2029, and interest in quarterly installments from June 2024 to June 2029.