

Earnings Release

2Q2023

Padtec Holding S.A.

August 10, 2023



Results Webcast

August 11, Friday, 10:00 a.m. (São Paulo)

Zoom platform

The webcast will be hosted in Portuguese. Access www.padtec.com to add the meeting to your calendar.

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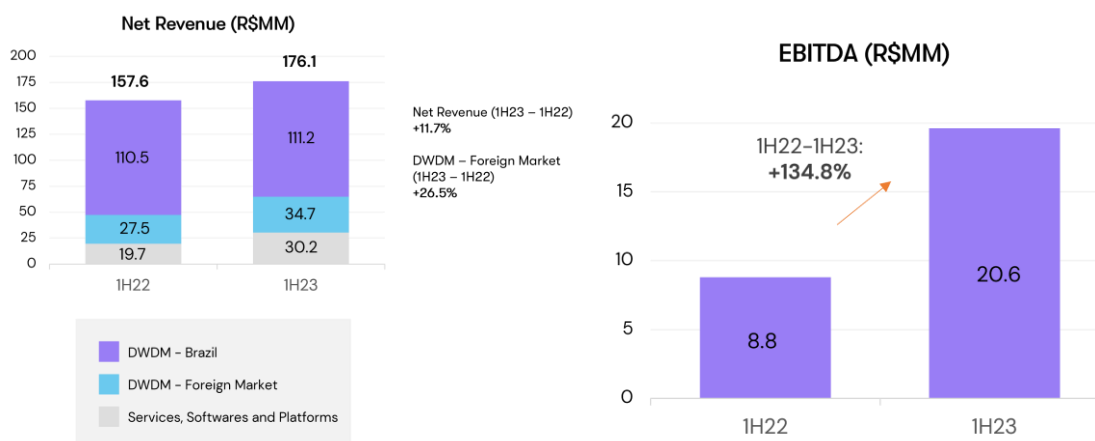
padtec

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Earnings Release 2Q23

Campinas, SP, August 10, 2023. Padtec Holding S.A. (B3: PDTC3) (and together with its subsidiaries, in particular Padtec S.A., "Company" or "Padtec"), presents its results for the second quarter of 2023 ("2Q23") (and first half of 2023, "1H23"), in accordance with accounting practices adopted in Brazil and the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). For the purpose of a better comparison with previous periods, the Company presents on its website combined consolidated information, considering Padtec S.A. as its wholly owned subsidiary since January 2018.

- **Highlights:**



- Leadership in Brazil's high-capacity data connectivity market with a growing global presence, proximity, and partnerships with customers.
- Excellent results achieved in 1H23: increases in revenue, gross profit, gross margin, net profit, and EBITDA compared to 1H22.
- Services, Softwares and Platforms: Monthly Recurring Revenues (MRRs) of R\$ 130 million have already been generated between 2H23 and 2027. The sales backlog in 2Q23 is stable compared to the end of 2022, with 78% in recurring revenues for this period.
- Demand for Padtec solutions in Brazil and abroad remains strong.
- Net revenues of R\$ 96.9 million in 2Q23, 22.4% higher than in 1Q23 and 14.1% higher than in 2Q22.
- Net revenues of R\$ 176.1 million in 1H23, +11.7% compared to 1H22.
- Optical transport systems (DWDM equipment) - Brazil: R\$ 58.0 million in net revenues in 2Q23 and R\$ 111.2 million in 1H23.
- Optical transport systems - international market: R\$ 23.4 million in net revenues in 2Q23 and R\$ 34.7 million in 1H23 (+26.3% over 1H22).
- Services, Software, and Platforms: R\$ 15.6 million in net revenues in 2Q23 and R\$ 30.2 million in 1H23 (+53.5% over 1H22).
- Gross profit of R\$ 63.4 million in 1H23, with a gross margin of 36.0%.
- EBITDA of R\$ 12.9 million in 2Q23 (EBITDA margin of 13.3%), +67.0% compared to 1Q23 and +146.2% over 2Q22.
- EBITDA of R\$ 20.6 million in 1H23 (EBITDA margin of 11.7%), more than double compared to 1H22, R\$ 8.8 million.
- Net profit of R\$ 1.4 million in 1H23, compared to a loss of R\$ 8.3 million in 1H22.
- Investments of R\$ 20.7 million in R&D in 1H23 (12% of net revenues in the period).
- Successful debt restructuring concluded in 2Q23 resulted in reduced financial costs and extended maturities.
- Solid capital structure with a net debt of R\$ 62.4 million, composed of R\$ 95.0 million in debt, cash and cash equivalents, and financial applications totaling R\$ 32.6 million.

- Partnership signed with UfiSpace and IP Infusion for Padtec's entry into the switches and routers market.
- 5th edition of Pad Technology Day was held.
- Padtec joined the Fiber Broadband Association (FBA), an association that brings together operators and companies from various countries in the telecommunications sector, specifically in the optical fiber segment.

R\$ thousand	Selected Financial Indicators								
	1Q22	2Q22	3Q22	4Q22	1H22	2022	1Q23	2Q23	1H23
Gross Operating Revenues	93.748	103.470	121.398	136.674	197.218	455.290	100.658	118.949	219.607
Net Revenues	72.757	84.892	103.096	104.980	157.649	365.725	79.164	96.903	176.067
Gross Profit	20.665	28.152	33.290	34.762	48.817	116.869	28.489	34.892	63.381
Net Results	(4.477)	(3.787)	12.218	5.800	(8.264)	9.754	677	807	1.484
EBITDA	3.533	5.224	18.976	16.866	8.757	44.598	7.703	12.862	20.565
EBITDA Margin	4,9%	6,2%	18,4%	16,1%	5,6%	12,2%	9,7%	13,3%	11,7%
Gross Debt	78.334	93.857	93.111	113.321	93.857	113.321	95.508	95.048	95.048
Net Debt	1.709	20.650	49.995	63.489	20.650	63.489	50.977	62.435	62.435

- **Padtec: creating connections in a constantly evolving world**

For over 20 years, Padtec has been bringing high-capacity connections to life. As a result of this long journey, the Company knows, understands, and meets the specific demands of the telecommunications ecosystem, working closely with its customers to develop products and services to serve them in the best possible way.

Recently, the Company announces a partnership with UfiSpace (from Taiwan) and IP Infusion (from the USA). This partnership marks Padtec's entry into the switches and routers market, enabling the Company to offer a complete solution for these devices throughout Latin America. It expands the Company's presence and portfolio of products, services, and solutions. The new product platform combines UfiSpace's line of switches and routers, which caters to the trends of disaggregated and open networks, with IP Infusion's software (operating system), widely recognized worldwide as an advanced solution for disaggregated network standards.

In May, as part of its strategy to strengthen its presence in the industry, the Company held the 5th edition of Pad Technology Day. The event brought together professionals from traditional telecom operators and internet service providers (ISPs) for a day of lectures, debates, and information exchange. The main topics discussed were the evolution of telecommunications services and technology and the challenges and prospects for financing communication networks. Initiatives like this underscore Padtec's role as a national high-tech company that invests locally in research and development, reinforcing its position as a reference among professionals in its sector.

A few weeks ago, Padtec joined the Fiber Broadband Association (FBA), which brings together operators and companies from various countries that operate in the telecommunications sector, specifically in the fiber optics segment. Joining the FBA reinforces Padtec's commitment to technological innovation through collaborative projects and research conducted by international initiatives. For the Company, participation in such a network is crucial for fostering cooperation that leads to technological advancements, aligning with its purpose of contributing to the evolution of next-generation communication network infrastructure in Brazil, the Americas, and the world.

Padtec offers products and services that bring people closer and connect them, contributing to the development of society and the economy, shaping new futures, and fostering a more sustainable world.



- **Company's Performance in 2Q23**

Operating Income

The demand for Padtec solutions in Brazil and the foreign market continues to be heated. Equipment sales in Brazil and the foreign market grew 13.1% in 1H23 compared to 1H22. During this period, the Company also recorded greater distribution in its customer base, reducing the risk of revenue concentration. However, it is essential to consider that in the high-capacity optical equipment/DWDM segment, the sales cycle is relatively long, and any changes in "sales" can take more than 45 days to be accounted for in the billing data.

In 2Q23, the Company recorded gross operating revenue (excluding returns and cancellations) of R\$ 119.0 million, an increase of 18.2% compared to 1Q23, R\$ 100.7 million, and 15.0% higher than 2Q22, R\$ 103.5 million. In 1H23, gross operating revenue reached R\$ 219.6 million, 11.4% more than in 1H22.

Net revenue in 2Q23 was R\$ 96.9 million, 22.4% higher than 1Q23 (R\$ 79.2 million) and 14.1% more than 2Q22 (R\$ 84.9 million). In the first six months of 2023, net revenue reached R\$ 176.1 million, representing an 11.7% increase compared to 1H22.

R\$ thousand	NET REVENUES									2Q23 x	2Q23 x
	1Q22	2Q22	3Q22	4Q22	1H22	2022	1Q23	2Q23	1H23	2Q22	1Q23
DWDM Brazil	54.770	55.738	51.656	82.240	110.508	244.403	53.209	57.968	111.177	4,0%	8,9%
DWDM Foreign Market	8.782	18.707	38.869	10.856	27.489	77.213	11.347	23.379	34.726	25,0%	106,0%
Services, Softwares & Platforms	9.205	10.447	12.571	11.886	19.652	44.109	14.608	15.557	30.165	48,9%	6,5%
Total Revenues	72.757	84.892	103.095	104.982	157.649	365.725	79.164	96.904	176.068	14,1%	22,4%

Revenues from Internet Service Providers (ISPs) represent over half of the total value recorded with DWDM equipment in Brazil and grew approximately 20% in 1H23 compared to 1H22. In the international market, sales of DWDM equipment to the northern part of Latin America continue to be the main highlight. The renewal of the contract with Telebras - Telecomunicações Brasileiras S.A., announced at the end of last year, accounts for a sizable portion of the increase in revenues from Services, Softwares and Platforms between 1H23 and 1H22.

The monthly recurring revenues (MRRs) generated by the Services, Softwares and Platforms unit for the period between 2H23 and 2027 amount to R\$ 130 million. The sales backlog at the end 2Q23 remained stable compared to the end of 2022, with 78% in recurring revenues for the next 54 months (until 2027).

Gross Profit

Gross profit was R\$ 34.9 million in 2Q23, 22.4% higher than the amount recorded in 1Q23, R\$ 28.5 million, and 23.9% higher than in 2Q22, R\$ 28.2 million.

In 1H23, the gross profit reached R\$ 63.4 million, representing a 29.8% increase over the first half of 2022, R\$ 48.8 million.

The gross margin throughout the first six months of 2023 remained at 36.0%, higher than the quarterly margins recorded in 2022.

Operating Expenses/Revenues

Administrative, commercial, and research and development expenses totaled R\$ 26.5 million in 2Q23, showing no significant fluctuations compared to 1Q23 or 2Q22. 1H23, these expenses amounted to R\$ 52.6 million,



representing a 6.0% increase compared to 1H22 (R\$ 49.6 million). Labor and social charges account for approximately half of these amounts.

In 2Q23, other operating expenses amounted to R\$ 1.9 million, impacted by changes in classification of provisions for tax, labor, and civil contingencies, as well as provisions for customer receivables, payments of indemnities in labor claims, and a receipt of R\$ 1 million as compensation for a civil lawsuit in which the former Ideiasnet S.A. was involved. In 1H23, other operating expenses totaled R\$ 2.7 million.

Financial Result

The net financial result was a negative R\$ 5.8 million in 2Q23, compared to losses of R\$ 0.9 million in 1Q23 and losses of R\$ 4.9 million in 2Q22. In 1H23, the net financial result was negative by R\$ 6.7 million, compared to a loss of R\$ 9.2 million in 1H22.

Results from the Period

In 2Q23, net profit was R\$ 0.8 million, compared to a net profit of R\$ 0.7 million in 1Q23 and a net loss of R\$ 3.8 million in 2Q22. Considering the accumulated results for the first six months of both years, the Company achieved a net profit of R\$ 1.5 million in 1H23 and a net loss of R\$ 8.3 million in 1H22.

In addition to the accounting result, the Company presents below its adjusted net result, disregarding non-recurring effects, similar to what is done with Adjusted EBITDA. In the first half of 2022, there were no adjustments related to the non-recurring impacts; therefore, there is no variation between the net result and the adjusted net result. However, in 2Q23, the Adjusted Net Profit includes the reversal of R\$ 1 million received as compensation for a civil lawsuit involving the former Ideiasnet S.A.

	Adjusted Net Result								
R\$ thousand	1Q22	2Q22	3Q22	4T22	2022	1Q23	2Q23	1H23	
From Net Result to Adjusted Net Result									
Net Result	(4.477)	(3.787)	12.218	5.800	9.754	677	807	1.484	
Write-Offs of Other Credits	-	-	-	2.264	2.264	-	-	-	
Civil Suit Indemnity	-	-	-	-	-	-	(1.000)	(1.000)	
Adjusted Net Result	(4.477)	(3.787)	12.218	8.064	12.018	677	(193)	484	

Adjusted EBITDA

The Company considers EBITDA, which corresponds to net profit plus income tax and social contribution, depreciation and amortization expenses, and financial result, as an essential parameter for investors, as it provides relevant information about its operational results and profitability.

	Adjusted EBITDA								
R\$ thousand	1Q22	2Q22	3Q22	4Q22	1H22	2022	1Q23	2Q23	1H23
From EBITDA to Net Income									
Net Income	(4.477)	(3.787)	12.218	5.800	(8.264)	9.754	677	807	1.484
Depreciation & Amortization	3.750	4.185	4.852	4.651	7.935	17.438	6.134	6.298	12.432
Net Financial Results	4.259	4.918	1.906	5.956	9.177	17.038	892	5.772	6.664
Income tax and social contribution	1	(92)	-	459	(91)	368	-	(15)	(15)
EBITDA	3.533	5.224	18.976	16.866	8.757	44.598	7.703	12.862	20.565
Write-Offs of Other Credits	-	-	-	1.979	-	1.979	-	-	-
Civil Suit Indemnity	-	-	-	-	-	-	-	(1.000)	(1.000)
Adjusted EBITDA	3.533	5.224	18.976	18.845	8.757	46.577	7.703	11.862	19.565
EBITDA Margin	4,9%	6,2%	18,4%	16,1%	5,6%	12,2%	9,7%	13,3%	11,7%
Adjusted EBITDA Margin	4,9%	6,2%	18,4%	18,0%	5,6%	12,7%	9,7%	12,2%	11,1%

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Padtec recorded an EBITDA of R\$ 12.9 million in 2Q23 (EBITDA margin of 13.3%). In 1H23, the EBITDA reached R\$ 20.6 million (EBITDA margin of 11.7%), representing a growth of 134.8% compared to 1H22 (EBITDA of R\$ 8.8 million and EBITDA margin of 5.6%).

The Adjusted EBITDA in 2Q23, after the reversal of the compensation amount for the civil lawsuit mentioned above, amounted to R\$ 11.9 million (Adjusted EBITDA margin of 12.2%), totaling R\$ 19.6 million in 1H23 (Adjusted EBITDA margin of 11.1%). In 1H22, there were no adjustments related to non-recurring effects; therefore, there is no variation between EBITDA and Adjusted EBITDA.

Debt, Cash, and Capital Structure

In April, Padtec concluded the restructuring of its debt, resulting in the raising of R\$ 32 million from Banco Votorantim in an export credit note, modality NCE + Swap Limiter, with three-year term and twelve months grace period, quarterly interest and nine quarterly installments. The guarantee for this operation consists of a financial flow of receivables in an escrow account.

At the end of 2Q23, loans and financing totaled R\$ 95.0 million, comprising the NCE from Banco Votorantim and credit lines taken out with FINEP (eight contracts entered into in 2020, 2021 and 2022). FINEP's loans are earmarked for investments in new products and technologies and funds are released following disbursements and proof of execution of the strategic innovation plan of the subsidiary Padtec S.A.

The funds raised in April were used to settle outstanding loans and financing with private institutions and the debentures issued by Padtec S.A. in 2020, reducing the total debt amount by 16.1% compared to the position in December 2022 (R\$ 113.3 million). The restructuring also positively impacted the Company's debt profile, with an extension of maturities and improvements in short-term liquidity (now representing only 6% of the total debt compared to 30% in December 2022). The average cost of funding as of June 2023 was 6.8% per year, down from 8.6% per year in 2022.

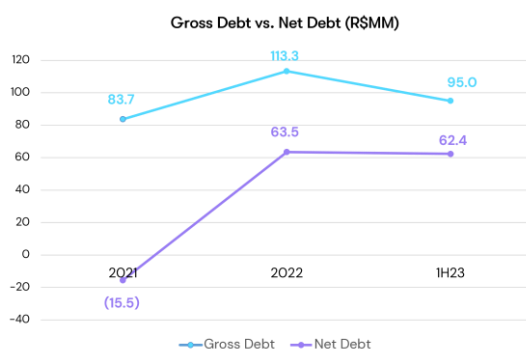
R\$ thousand						CONSOLIDATED	
Modality	Agreed Rate	Annual Average Effective Rate	Due Date (Maturity)	Guarantee	Jun 30, 2023	Dec 31, 2022	
Brazilian Currency							
FINEP	TR + 2,30% and 2,80% p.a.	3.93%	02/15/20 until 12/15/42	Bank Guarantee	63.774	62.788	
Working Capital - Safra	CDI + 5,53% p.a.	19.33%	10/22/20 until 09/23/25	-	-	6.752	
Working Capital - Daycoval	CDI + 5,9% p.a.	19.72%	10/29/20 until 09/30/24	Receivables	-	3.007	
Working Capital - ABC Brasil	CDI + 4,38% p.a.	18.13%	12/23/20 until 05/23/24	Receivables	-	5.130	
FINIMP - credit letter	10,14% p.a.	10.14%	03/20/23	Credit Letter	-	14.687	
					63.774	92.364	
Padtec S.A. debentures	CDI + 3,80% p.a.	16.60%	03/21/21 until 12/21/24		-	20.957	
Foreign Currency							
NCE - Votorantim	exchange variation + 8,55% p.a.		07/26/23 until 06/27/26	Escrow Account	31.274	-	
					95.048	113.321	
Current liabilities					5.828	34.112	
Non-current liabilities					89.220	79.209	
					93,9%	69,9%	
					95.048	113.321	

Repayment Schedule by Year of Maturity - R\$ thousand							
	2023	2024	2025	2026	2027	2028 onwards	total
Loan and financing	2.914	12.462	19.101	9.146	4.169	47.256	95.048

The amounts available in cash and cash equivalents totaled R\$ 31.9 million (R\$ 49.6 million at the end of 2022) and financial investments in guarantee, R\$ 0.7 million (R\$0.2 million in December 2022), totaling R\$ 32.6 million.



In 2Q23, the net debt was R\$ 62.4 million, with a net debt/LTM Adjusted EBITDA ratio ¹of 1.07 and a net debt/equity ratio of 0.46.



Padtec's capital structure enables the Company to conduct its operations safely and sustainably, accelerating its growth in new geographic regions and developing new products and solutions to serve better the demands arising from the telecommunications ecosystem.

Co-obligations

At the end of June 2023, operations made available by Padtec to facilitate the acquisition of its products and implementation services by customers who do not have direct access to financing lines available in the market totaled R\$ 80.1 million. Short-term obligations account for half of that amount. The counterpart of these entries is recorded in current assets and non-current assets.

Financial Transactions - Co-obligations		
R\$ thousand	4Q22	2Q23
Vendor	50.371	56.473
FIDC Sifra	31	-
Forfait	26.835	23.672
Total	77.237	80.145
Short Term	41.125	39.906
	53,2%	49,8%
Long Term	36.112	40.239
	46,8%	50,2%
Total	77.237	80.145

Through these transactions based on the principle of credit assignment and discounting of receivables, the Company has already granted credit to more than 30 customers since 2017. Padtec conducts rigorous follow-ups with each of its customers, seeking to mitigate the credit risk of its counterparties. The fact that the portfolio is highly dispersed contributes to the proper management of financial risk and maintenance of default close to zero.

FIDC Funttel Padtec

In addition to the instruments mentioned above, Padtec has a credit rights investment fund jointly with BNDES Participações S.A. – BNDESPAR. FIDC Funttel Padtec was launched in 2Q22 and has BNDESPAR as a senior shareholder (with an 80% stake) and Padtec S.A. as a subordinate shareholder (20% stake). The fund's objective is by granting credit to Padtec's customers, stimulate the process of technological innovation, encourage the training of human resources and job creation and promote access to small and medium-sized companies to capital resources, in order to increase the competitiveness of the Brazilian telecommunications industry.

¹ LTM Adjusted EBITDA corresponds to the sum of Adjusted EBITDA registered in the last twelve months.

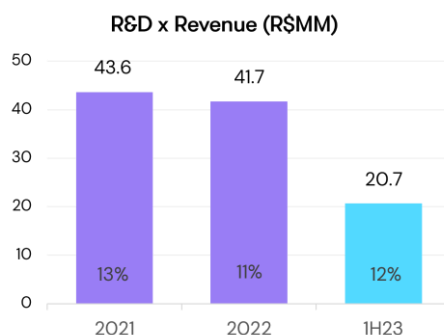
By the end of 2Q23, the fund's shareholders made R\$ 25.0 million available, and credits of R\$ 16.3 million were granted to sixteen Padtec customers (of this amount, approximately 86% remains outstanding).

The FIDC Funttel Padtec is consolidated in the Company following the rules of Technical Pronouncement CPC 36 (R3) Consolidated Financial Statements, correlated to International Accounting Standards – IFRS 10 (IASB - B.V. 2012). However, for this Earnings Release, the values of the FIDC Funttel Padtec are not considered for the calculations and analyses presented in the section “Debt, Cash and Capital Structure”.

- **Investments**

Padtec continuously improves its solutions to offer products with a high level of technological content, capable of positively contribution to its customers' businesses.

In 2Q23, investments in research and development ("R&D") totaled R\$ 10.8 million, compared to R\$ 10.0 million in 1Q23 and R\$ 10.4 million in 2Q22. As the amount recorded in the Income Statement shows the effect of deferrals, in that report, these expenses total R\$ 9.4 million in 2Q23, compared to R\$ 9.7 million in 1Q23 and R\$ 9.2 million in 2Q22.



In 1H23, R&D investments totaled R\$ 20.7 million, 12% of net revenue in the semester.

Padtec already holds the registration of eleven invention patents at the Brazilian National Institute of Intellectual Property - INPI and awaits granting another six applications deposited. Partnerships entered into with universities and research centers also favor the increase and diversification of the range of technological innovations that support the continuous development of solutions developed by the Company.

• Income Statement – Consolidated

	CONSOLIDATED								
	<i>(in thousand of Brazilian Reais)</i>								
	1Q22	2Q22	3Q22	4Q22	1H22	2022	1Q23	2Q23	1H23
Gross operating revenues	93.748	103.470	121.398	136.674	197.218	455.290	100.658	118.949	219.607
Sales taxes	(20.991)	(18.578)	(18.302)	(31.694)	(39.569)	(89.565)	(21.494)	(22.046)	(43.540)
Net operating revenues	72.757	84.892	103.096	104.980	157.649	365.725	79.164	96.903	176.067
Cost of products sold and services rendered	(52.092)	(56.740)	(69.806)	(70.218)	(108.832)	(248.856)	(50.675)	(62.011)	(112.686)
Gross profit	20.665	28.152	33.290	34.762	48.817	116.869	28.489	34.892	63.381
Operational income (expenses)									
Administrative expenses	(6.889)	(8.247)	(7.643)	(6.383)	(15.136)	(29.162)	(7.373)	(8.213)	(15.586)
Commercial expenses	(8.028)	(8.754)	(7.884)	(7.890)	(16.782)	(32.556)	(9.007)	(8.924)	(17.931)
Research and development expenses	(8.438)	(9.235)	(8.941)	(8.065)	(17.673)	(34.679)	(9.724)	(9.339)	(19.063)
Other operational expenses (income)	2.473	(877)	5.302	(210)	1.596	6.688	(816)	(1.852)	(2.668)
	(20.882)	(27.113)	(19.166)	(22.548)	(47.995)	(89.709)	(26.920)	(28.328)	(55.248)
Profit/(losses) before financial income (expenses)	(217)	1.039	14.124	12.215	822	27.161	1.569	6.564	8.133
Financial income	(10.158)	(10.691)	(7.580)	(7.587)	(20.849)	(36.016)	(6.713)	(8.965)	(15.678)
Financial expenses	5.899	5.773	5.674	1.631	11.672	18.977	5.821	3.193	9.014
Profit/(losses) income tax and social contribution	(4.476)	(3.879)	12.218	6.259	(8.355)	10.122	677	792	1.469
Income tax and social contribution	-	-	-	-	-	-	-	15	15
Current	(1)	92	-	(459)	91	(368)	-	-	-
Deferred	-	-	-	-	-	-	-	-	-
Profit in the period from continuing operations	(4.477)	(3.787)	12.218	5.800	(8.264)	9.754	677	807	1.484
Discontinued operations									
Net income from discontinued operations	-	-	-	-	-	-	-	-	-
Net income from discontinued operations	-	-	-	-	-	-	-	-	-
Net profit in the period	(4.477)	(3.787)	12.218	5.800	(8.264)	9.754	677	807	1.484

• Balance Sheet – Consolidated

	Consolidated		Consolidated	
	06/30/2023	12/31/2022	06/30/2023	12/31/2022
Assets				
Current				
Cash and cash equivalents	31.915	49.620		
Marketable securities	11.835	3.703		
Accounts receivable	113.031	134.999		
Inventories	119.326	93.435		
Recoverable taxes	32.996	34.330		
Sales financing operation	39.906	41.125		
Other credits	6.958	5.494		
Total current assets	355.967	362.706		
Non-current				
Accounts receivable	16.848	13.267		
Restricted financial investments	698	212		
Sales financing operation	40.239	36.112		
Judicial deposits	1.113	1.167		
Other credits	141	409		
Fixed assets	36.476	37.571		
Intangible assets	46.139	45.175		
Total non-current assets	141.654	133.913		
Total assets	497.621	496.619		
Liability				
Current				
Loans and financing	5.828	23.595		
Derivative Financial Instruments	4.105	-		
Debentures	-	10.517		
Commercial leasing operations	6.041	6.044		
Suppliers	74.539	68.223		
Related parties	387	344		
Payable taxes and contributions	4.719	14.541		
Payable taxes and contributions in installment	2.030	1.931		
Social contributions	27.246	22.774		
General provisions	2.501	2.689		
Sales financing operation	39.906	41.125		
Advances from customers	7.249	1.458		
Other accounts payable	744	355		
Total current liabilities	175.295	193.596		
Non-current				
Provisions for labor and tax risks	18.486	19.308		
Loans and financing	89.220	68.769		
Debentures	-	10.440		
Suppliers	508	522		
Commercial leasing operations	15.551	18.909		
Payable taxes and contributions in installment	1.610	2.016		
Liabilities - FIDC Senior Shares	20.814	10.393		
Sales financing operation	40.239	36.112		
Other accounts payable	875	875		
Total non-current liabilities	187.303	167.344		
Total liabilities	362.598	360.940		
Equity				
Capital stock	199.211	199.211		
Accumulated losses	(59.296)	(60.780)		
Goodwill on capital transaction	599	599		
Other comprehensive income	(5.491)	(3.351)		
Total of shareholders' equity	135.023	135.679		
Total of liabilities and shareholders' equity	497.621	496.619		

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This report may contain projections and/or estimates of future events. The use of the terms "anticipates", "believes", "expects", "estimates", "plans", "predicts", "projects", among others, intends to signal possible trends and statements that, of course, involve uncertainties and risks, and future results may differ from current expectations. Forward-looking statements are based on several assumptions and factors, including economic, market and industry conditions, in addition to operating factors. Any changes in these assumptions and factors may lead to practical results that are different from current expectations. These forward-looking statements should not be fully trusted. Forward-looking statements reflect opinions only on the date they were prepared and presented. The Company is not obliged to update them in the face of new information or new developments. The Company is not responsible for operations that are carried out or for investment decisions that are made based on these projections and estimates. Finally, the pro forma financial information contained in this report has not been audited, and therefore may differ from the final audited results.

