



INTERIM FINANCIAL STATEMENTS

1Q23





**Management
Report**

1Q23

São Paulo, April 25, 2023 - In compliance with its legal obligations, Banco PAN S.A. ("PAN", "Bank", "Banco PAN" or "Institution") and its subsidiaries are pleased to present the results for the quarter ended March 31, 2023, accompanied by the Independent Auditor's Review Report. The Bank's operating and financial information, unless otherwise indicated, is presented on a consolidated basis in Reais, in accordance with Brazilian Corporate Law and with accounting practices adopted in Brazil.

MESSAGE TO THE STOCKHOLDERS,

Our mission is to offer smart, creative and personalized solutions to our clients, building a **complete credit and financial services platform**. Over the past few quarters, we have focused on simplifying our clients' lives and achieving our goals, while delivering positive results for our shareholders.

Since the beginning of our transactionality journey, we have grown our base from 4 million to over **25 million clients**, thanks mostly due to our diversification of products and channels and to the enhancements of our platforms.

Our strategy is based on 4 main pillars: (i) build an **integrated client journey**, connecting our multiple channels, fostering recurrence; (ii) advances in the **client experience (UX)**, investing in our application and ensuring a better service to users; (iii) constantly improving our **credit expertise**, adding more information to our analyses and (iv) position ourselves as a bank known for its **client smart solutions**, with targeted and personalized products.

Our recent acquisitions are part of this strategy. With Mosaico, we provide the **optimum consumer advisory**, boosting the credit offering. Through our top *in-app* experience, we offer a price comparison and alert, product evaluation, among other tools.

Through Mobiauto, we are continuously improving our vehicle finance line; recently, we developed an **innovative approach to credit risk analysis**, perfecting the *UX* and establishing a more agile and easier credit granting process.

Whilst developing our advances in the B2C credit offer processes, we continue to invest in providing a better experience for banking correspondents, strengthening our differentials and reinforcing our role as the preferred commercial partner.

Since the end of 2021, we have adopted a limited credit card issuance strategy but believe this product to be an important **engagement tool**. Thus, we are promoting investments in improvements, especially for **UX and available benefits**. With the advances in the macroeconomic prospects, we expect to further expand this line of business.

In this quarter, our credit portfolio increased 8% year-on-year, reaching **R\$ 39.3 billion**, an important achievement given the current scenario, which highlights the importance of our diversified portfolio. Furthermore, the advancement of our business has not come at the expense of profitability: in 1Q23, we delivered a **net profit of R\$ 193 million** and **ROE of 11.6%**, both adjusted for goodwill.

Our engagement metrics continue to improve as we constantly improve our *UX*. At the end of the quarter, **67% of our clients were active**, which represents an annual

increase of more than 4 million clients. Our credit origination was **R\$ 7,659 million**, 27% above the same period in the previous year.

Our solid metrics reflect our ability to execute our strategy effectively; throughout 2023, we will remain focused on sustainable growth, adopting a conservative risk appetite. We will maintain our investments in portfolio diversification and strengthen origination channels, while improving the client experience.

BUSINESS LINES

Transactional Bank

This quarter, we maintained our continuous improvement strategy, focusing on the client experience and meeting their daily needs. We made important updates to the app, allowing for a more user-friendly design and new tools.

At the end of 1Q23, we had a base of 25.2 million clients, an increase of 6% compared to the previous quarter, and up 30% compared to the same period of the previous year. Our activation was 67%, with a cross sell index of 2.1 products per active client.

We ended this quarter with over 7.4 million accounts with a PIX key and R\$ 22.0 billion in TPV, a 12% increase compared to 1Q22. In addition, we recorded 13.2 million credit clients, an increase of 23% compared to 1Q22.

Payroll-Deductibles and FGTS

With a successful track record in the payroll-deductible loan market, we focus on loans and credit cards for government employees, retirees and pensioners of the National Institute of Social Security (INSS). This has advanced our profitability even with the approval of the new regulatory ceiling for INSS loans. In addition, we have been scaling our B2C operations while maintaining high origination levels.

The total payroll-deductible loan portfolio closed 1Q23 with a balance of R\$ 10,604 million, compared to R\$ 10,498 million in 4Q22 and R\$ 9,227 in 1Q22. The payroll-deductible credit card portfolio ended the quarter at R\$ 5,083 million, an increase of 134% over the R\$ 2,175 million in 1Q22.

The FGTS loan portfolio ended the quarter at R\$ 1,964 million, compared to R\$ 2,944 million in 4Q22 and R\$ 4,815 million in 1Q22.

Vehicle Financing

Being one of the main vehicle financing platforms in Brazil, we continue to increase our market share through digital channels, focusing on financing pre-owned vehicles (mostly 4 and 8 years old vehicles) and new motorcycles.

In line with our strategy and together with Mobiauto, we provide multiple solutions to meet the different demands of the vehicle financing market. Once the client is presented, we offer pre-approved loans to choose a vehicle within budget thereby optimizing its journey. We are constantly seeking to evolve the UX, using a more agile and faster credit granting process. Mobiauto also offers tools and services that help sellers and clients with their daily needs (Mobi Gestor, Passe Carros and Mobi Já).

Improvements in this line of business, combined with a solid and assertive pricing strategy, led to increased production with greater profitability.

The vehicle financing portfolio ended the quarter with a balance of R\$ 17,830 million, an increase of 7% compared to R\$ 16,741 million in 4Q22 and of 17% against R\$ 15,238 million at the end of 1Q22.

Credit Cards

Reflecting the macroeconomic scenario, we have been restricting the issuance of new credit cards from the end of 2021. Provisions were approaching their highest levels, but with a significant reduction expected in the second half of this year. However, we do believe that credit cards are an important tool for our clients, not only to meet their credit demands but also their daily banking service needs. Therefore, we have maintained our internal developments and investments in this segment, delivering new products and features, ensuring the best experience for users.

In 1Q22, we issued 123 thousand new cards, a fall of 10% compared to the 137 thousand in 4Q22 and of 61% compared to the 316 thousand in 1Q22. We closed the quarter with a portfolio of R\$ 3,153 million in credit cards, down 13% from the R\$ 3,611 million in 4Q22 and down 18% compared to the R\$ 3,836 million in 1Q22.

Personal Loans

Despite a more conservative approach for this line of credit, we understand that personal loans are essential to engage and retain clients. Being an important product to support clients in periods of cash flow restriction, they allow for investments to be made and daily needs met.

In 1Q23, our portfolio reflected a balance of R\$ 342 million, compared to R\$ 429 million in 4Q22 and R\$ 560 million in 1Q22.

Marketplace

Our marketplace is an important line of business for engaging clients, improving our cross-sell index and maintaining our diversification strategy. In addition to co-branded credit cards, we offer price alerts and comparisons, expert valuations and contextualized credit, making us a smart shopping advisor for our clients.

We also continue to increase our profitability, with a take rate of 9.0% in 1Q23 versus 7.3% in 1Q22. In this quarter, we reached a GMV of R\$ 704 million, 9% below the R\$ 775 million in 1Q22.

Insurance

Our diversified insurance portfolio is also part of our multi-product platform strategy. We will continue with developments to improve our one-stop-shop platform, easily available through the app.

At the end of 1Q23, we had 2.4 million insurance clients, 71% more than in 1Q22. In this quarter, we originated R\$ 196 million in insurance premiums, 49% higher than the R\$ 131 million originated in 1Q22.

Investments

We offer our clients a low-risk CDB (PoupaPan) with daily liquidity. This product is available in the app and its yield is better than that of a savings account, a product widely used by our clients in other financial institutions, currently concentrated in the largest banks in Brazil.

With a strategy focused on increasing engagement, we will soon offer new investment products and benefits especially for Moisaco's higher-income clients.

CREDIT

CREDIT ORIGINATION

In this quarter, our origination continued solid, overcoming the temporary interruption of the origination INSS payroll loans due to the change in the regulatory ceiling. This reflects the importance of the diversification of our portfolio, engaging our clients and boosting our channels, both B2C and B2B. We also maintained our collateralized portfolio at high levels, corresponding to 91% of our portfolio in this quarter against 87% in 1Q22.

During 1Q23, we originated R\$ 7,659 million in new credits, compared to R\$ 9,284 million in 4Q22 and R\$ 5,983 million in 1Q22.

CREDIT PORTFOLIO

Our credit portfolio ended this quarter with a balance of R\$ 39,311 million, 8% above the R\$ 36,243 million in 1Q22.

At the end of 1Q23, 13.2 million clients already had at least one credit product, an annual increase of 29%. We observed a strong engagement from our clients: 67% of our total client base is active. This reflects not only our successful B2C approach, but also the effectiveness of our multiple platforms.

CREDIT QUALITY

Aligned with our strategy, we have expanded our portfolio through different products and services with higher margins and engagement levels. At the same time, we managed to maintain a high level of collateralized portfolio, representing 91% of the total in 1Q23.

Having successfully forecast the deterioration of the macroeconomic scenario, we were managed to keep our risk levels under control and in line with our expectations.

In 1Q23, 7.2% of loans were past due over 90 days compared to 7.1% in 4Q22. Whereas, 8.9% of loans were past due between 15 and 90 days versus 8.3% in 4Q22. This increase is related to the seasonality in vehicle financing during the first quarters of the year.

ASSIGNMENT OF CREDIT PORTFOLIO

In addition to holding credits in the portfolio, our strategy is to assign credits without co-obligation to third parties as a tool of capital and liquidity management. In 1Q23, we performed assignment of R\$ 3,636 million, compared with R\$ 2,876 million in 4Q22 and R\$ 1,774 million in 1Q22.

FUNDING

The balance of funds raised totaled R\$ 38.5 billion at the end of 1Q23, as follows: (i) R\$ 18.0 billion in time deposits, equivalent to 47% of the total; (ii) R\$ 10.7 billion related to issuance of financial bills, or 28% of the total; (iii) R\$ 8.3 billion in interbank deposits, or 21% of the total; and (iv) R\$ 0.8 billion in multilateral funding, equivalent to 2% of total funding and (v) R\$ 0.8 billion in other sources of financing, 2% of the total.

INCOME

Management Net Financial Margin - NIM

In 1Q23, we maintained consistent deliveries, with a financial margin of R\$ 1,947 million, a 8% increase compared to R\$ 1,799 million in 1Q22.

For earning assets, NIM stood at 18.0% in 1Q23 and 16.9% in 4Q22, while NIM without assignment was 13.7% in this quarter versus 15.2% in 4Q22. These levels remained high and are related to robust spreads on credit operations.

Consistent with our conservative strategy in issuing new credit cards and personal loans, our net credit cost margin remains solid.

Allowances for Losses and Recovery of Credits

The net allowance for losses charged totaled R\$ 482 million, against R\$ 558 million in 4Q22 and R\$ 506 million in 1Q22, in line with our expectations. As a percentage of the portfolio, annualized net recoveries rose from 5.9% in 4Q22 to 4.9% in 1Q23.

Costs and Expenses

Administrative and personnel expenses totaled R\$ 597 million in 1Q23, compared to R\$ 580 million in 4Q22 and R\$ 561 million in 1Q22, reflecting our focus on growth with efficiency.

Origination expenses totaled R\$ 553 million at the end of the quarter, compared to R\$ 635 million in 4Q22 and R\$ 386 million in 1Q22, accompanying the strong credit origination volumes and clients acquisition.

Statement of Income

We continue to deliver solid results. In 1Q23, adjusted EBIT was R\$ 233 million, compared to R\$ 238 million in 4Q22 and R\$ 249 million in 1Q22.

Adjusted net profit for the quarter was R\$ 193 million, in line with the R\$ 191 million in 4Q22 and R\$ 195 million in 1Q22. Annualized ROE adjusted for goodwill was 11.6% in 1Q23, compared to 11.5% in 4Q22 and 13.3% in 1Q22.

CAPITAL, RATINGS & MARKET

EQUITY

PAN's Consolidated Equity totaled R\$ 7,812 million in 1Q23 compared to R\$ 7,706 million in 4Q22 and R\$ 7,672 million in 1Q22.

BASEL INDEX - MANAGERIAL

Following the consolidation of Banco PAN in the prudential consolidated of BTG Pactual, the individual Basel ratio is no longer required to be disclosed. However, we continue to release a managerial index to monitor Banco PAN's capitalization.

The Managerial Conglomerate Basel Index (pro forma) at the end of 1Q23 was 15.8%, in comparison with 15.6% at the end of 4Q22 and 16.5% in 1Q22, all fully comprised of Principal Capital.

INDEPENDENT AUDITORS

PricewaterhouseCoopers Auditores Independentes Ltda. ("PwC") has been our auditor since the first quarter of 2011. Pursuant to CVM Instruction 162/22, PAN engaged PwC in 2023 to provide the following non-audit services: (i) cybersecurity consultancy for a fee of R\$ 1,815, totaling more than 5% of the total fees related to external audit services. The policy adopted complies with principles that preserve the auditor's independence, consistent with internationally accepted standards, according to which the auditor should not audit his/her own work, exercise management functions for his/her client or promote his/her client's interests.

ACKNOWLEDGEMENTS

The Bank wishes to thank its employees for their efforts and engagement in the execution of its business strategy and also its clients, investors, and partners, who honor the Bank with their continued support and trust.

São Paulo, April 25, 2023

BANCO PAN S.A. AND SUBSIDIARIES
BALANCE SHEET
AS AT MARCH 31, 2023 AND DECEMBER 31, 2022

(All amounts in thousands of reais - R\$)

Assets	Note	Bank		Consolidated	
		03/31/2023	12/31/2022	03/31/2023	12/31/2022
Cash and cash equivalents	5	541	677	12,592	6,943
Financial instruments		50,427,861	49,339,823	50,653,813	49,558,485
Interbank investments	6.a	461,399	277,251	463,479	279,448
Investments in the open market		155,199	-	156,501	1,508
Investments in interbank deposits		306,200	277,251	306,200	277,251
Investments in savings deposits		-	-	778	689
Marketable securities	7.a	9,761,902	8,934,671	9,984,202	9,149,836
Own portfolio		3,826,426	2,885,495	4,039,045	3,098,576
Subject to guarantees		155,535	100,865	165,216	102,949
Subject to repurchase agreements		5,779,941	5,948,311	5,779,941	5,948,311
Interbank accounts		2,655,155	3,027,522	2,655,155	3,027,522
Payments and receipts pending settlement		31,619	-	31,619	-
Credits - Deposits at the BACEN		2,621,347	3,022,679	2,621,347	3,022,679
Local correspondents		2,189	4,843	2,189	4,843
Loan operations	8	36,892,631	36,475,491	36,892,631	36,475,491
Loan operations		37,304,147	36,528,886	37,304,147	36,528,886
Securities and credits receivable		1,981,163	2,250,263	1,981,265	2,250,365
(Provision for expected losses associated with credit risk)	8.c	(2,392,679)	(2,303,658)	(2,392,781)	(2,303,760)
Other financial assets	9	656,774	624,888	658,346	626,188
Tax assets		3,589,382	3,800,451	3,751,427	3,981,720
Current		418,248	631,068	456,211	682,984
Deferred	33.b	3,171,134	3,169,383	3,295,216	3,298,736
Other receivables	10	711,365	656,529	799,919	769,536
Other assets		436,379	373,658	443,593	380,502
Other assets	11.a	236,062	237,755	241,725	243,918
(Provision for losses)	11.a	(37,330)	(40,725)	(37,859)	(41,259)
Prepaid expenses	11.b	237,647	176,628	239,727	177,843
Investments		2,735,874	2,724,732	38,883	33,118
Investments in subsidiaries	12.a	2,717,134	2,707,779	20,143	16,165
Other investments	12.b	18,740	16,953	18,740	16,953
Property and equipment	13.a	117,160	130,245	123,625	136,728
Other property and equipment in use		204,049	204,121	215,479	215,188
(Accumulated depreciation)		(86,889)	(73,876)	(91,854)	(78,460)
Intangible assets	14.a	117,625	104,375	1,254,235	1,267,157
Intangible assets		403,467	369,016	1,680,281	1,639,922
(Accumulated amortization)		(285,842)	(264,641)	(426,046)	(372,765)
Total Assets		58,136,187	57,130,490	57,078,087	56,134,189

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

BANCO PAN S.A. AND SUBSIDIARIES
BALANCE SHEET
AS AT MARCH 31, 2023 AND DECEMBER 31, 2022

(All amounts in thousands of reais - R\$)

Liabilities	Note	Bank		Consolidated	
		03/31/2023	12/31/2022	03/31/2023	12/31/2022
Financial instruments		47,587,281	46,064,135	46,393,485	44,895,054
Deposits	15.a	27,849,659	26,106,522	26,655,862	24,937,363
Demand deposits		386,904	448,432	386,871	448,409
Interbank deposits		8,506,346	5,732,358	8,254,977	5,482,464
Time deposits		18,956,409	19,925,732	18,014,014	19,006,490
Funds obtained in the open market	15.b	5,753,165	5,884,794	5,753,165	5,884,794
Own portfolio		5,753,165	5,884,794	5,753,165	5,884,794
Funds from acceptances and issuance of securities	15.c	10,788,565	10,618,218	10,788,565	10,618,218
Funds from financial and real estate bills		10,788,565	10,618,218	10,788,565	10,618,218
Interbank accounts	16	2,018,964	2,270,533	2,018,964	2,270,533
Receipts from payments pending settlement		1,896,712	2,138,323	1,896,712	2,138,323
Local correspondents		122,252	132,210	122,252	132,210
Borrowings	17.a	771,938	779,785	771,939	779,863
Derivative financial instruments	7.c	129,282	88,353	129,282	88,353
Derivative financial instruments		129,282	88,353	129,282	88,353
Other financial liabilities	18.a	275,708	315,930	275,708	315,930
Provisions	19	289,391	296,073	337,561	344,282
Tax obligations		190,309	290,260	220,813	337,823
Current	20	140,424	221,099	158,341	249,294
Deferred	33.e	49,885	69,161	62,472	88,529
Other liabilities		2,257,648	2,773,976	2,312,487	2,849,116
Social and statutory		94,543	425,186	99,207	435,207
Sundry	21	2,163,105	2,348,790	2,213,280	2,413,909
Equity attributable to controlling stockholders	22	7,811,558	7,706,046	7,811,558	7,706,046
Share capital:		5,928,320	5,928,320	5,928,320	5,928,320
Domiciled in Brazil		5,491,525	5,495,435	5,491,525	5,495,435
Domiciled abroad		436,795	432,885	436,795	432,885
Capital reserve		207,322	207,322	207,322	207,322
Revenue reserve		1,822,631	1,822,631	1,822,631	1,822,631
Other comprehensive income		(16,735)	(17,372)	(16,735)	(17,372)
(Treasury shares)		(234,855)	(234,855)	(234,855)	(234,855)
Retained earnings		104,875	-	104,875	-
Non-controlling interests		-	-	2,183	1,868
Total equity		7,811,558	7,706,046	7,813,741	7,707,914
Total Liabilities and Equity		58,136,187	57,130,490	57,078,087	56,134,189

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

BANCO PAN S.A. AND SUBSIDIARIES
STATEMENT OF INCOME
FOR THE QUARTERS ENDED MARCH 31, 2023 AND 2022

(All amounts in thousands of reais - R\$, except earnings per share)

	Note	Bank		Consolidated	
		03/31/2023	03/31/2022	03/31/2023	03/31/2022
Income from financial intermediation		3,867,923	2,984,258	3,869,086	2,986,692
Income from loan operations	8.g	3,627,625	2,684,160	3,628,617	2,685,229
Result from operations with marketable securities	7.e	329,322	244,136	329,493	245,501
Result from derivative financial instruments	7.d	(174,965)	(17,904)	(174,965)	(17,904)
Result from foreign exchange operations		396	29	396	29
Result from compulsory investments		85,545	73,837	85,545	73,837
Expenses on financial intermediation		(2,088,162)	(1,548,114)	(2,053,567)	(1,529,556)
Result from market funding operations	15.d	(1,561,231)	(1,060,625)	(1,523,600)	(1,042,067)
Borrowing and onlending operations		7,847	107,810	7,847	107,810
Provision for expected losses associated with credit risk	8.c	(534,778)	(595,299)	(537,814)	(595,299)
Gross result from financial intermediation		1,779,761	1,436,144	1,815,519	1,457,136
Other operating income (expenses)		(1,584,765)	(1,196,367)	(1,613,690)	(1,212,334)
Income from services rendered	23	217,257	174,274	295,287	200,698
Equity in the results of subsidiaries and associates	12.a	37,676	7,524	3,978	312
Personnel expenses	24	(198,075)	(209,981)	(212,700)	(218,345)
Other administrative expenses	25	(966,243)	(764,454)	(996,293)	(780,924)
Tax expenses	26	(113,774)	(76,983)	(125,723)	(81,894)
Expenses with provisions	27	(58,617)	(58,267)	(58,561)	(58,456)
Other operating income (expenses)	28	(502,989)	(268,480)	(519,678)	(273,725)
Operating result		194,996	239,777	201,829	244,802
Non-operating results	29	957	4,441	912	3,787
Profit before taxation		195,953	244,218	202,741	248,589
Taxes on income	33.a	(23,695)	(48,722)	(30,168)	(53,248)
Income tax		(13,722)	5,138	(19,717)	2,747
Social contribution		(11,723)	4,110	(14,071)	2,992
Deferred tax asset		1,750	(57,970)	3,620	(58,987)
Non-controlling interests		-	-	(315)	155
Net profit		172,258	195,496	172,258	195,496
Attributable to:					
Controlling stockholders		172,258	195,496	172,258	195,496
Non-controlling stockholders		-	-	315	(155)
Basic and diluted earnings per share - weighted average number of outstanding shares attributable to stockholders - R\$					
Earnings per common share		0.14	0.16		
Earnings per preferred share		0.14	0.16		

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

BANCO PAN S.A. AND SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTERS ENDED MARCH 31, 2023 AND 2022
 (All amounts in thousands of reais - R\$)

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Net profit	172,258	195,496	172,258	195,496
Items that will be reclassified to profit or loss				
Other comprehensive income	637	936	637	936
Unrealized gains/(losses) on available-for-sale financial assets	13	116	13	116
Unrealized gains/(losses) on other comprehensive income	955	1,208	955	1,208
Tax effect	(331)	(388)	(331)	(388)
Comprehensive income for the period	172,895	196,432	172,895	196,432
Attributable to:				
Controlling stockholders	172,895	196,432	172,895	196,432
Non-controlling stockholders	-	-	315	(155)

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

BANCO PAN S.A.
STATEMENT OF CHANGES IN PARENT COMPANY EQUITY
FOR THE QUARTERS ENDED MARCH 31, 2023 AND 2022
(All amounts in thousands of reais - R\$)

	Share capital	Capital reserve	Revenue reserves		Other comprehensive income	Treasury shares	Retained earnings	Controlling interest	Non-controlling interests	Total
			Legal	Equity preservation						
At December 31, 2021	4,175,222	207,322	117,295	1,319,228	(20,434)	-	-	5,798,633	219	5,798,852
Capital increase (Note 22.a)	1,753,098	-	-	-	-	-	-	1,753,098	-	1,753,098
Other comprehensive income	-	-	-	-	936	-	-	936	-	936
Net profit	-	-	-	-	-	-	195,496	195,496	-	195,496
Appropriations:										
Interest on capital deliberated and proposed (Note 22.c)	-	-	-	-	-	-	(76,474)	(76,474)	-	(76,474)
Non-controlling interests	-	-	-	-	-	-	-	-	(155)	(155)
At March 31, 2022	5,928,320	207,322	117,295	1,319,228	(19,498)	-	119,022	7,671,689	64	7,671,753
At December 31, 2022	5,928,320	207,322	152,600	1,670,031	(17,372)	(234,855)	-	7,706,046	1,868	7,707,914
Other comprehensive income	-	-	-	-	637	-	-	637	-	637
Net profit	-	-	-	-	-	-	172,258	172,258	-	172,258
Appropriations:										
Interest on capital deliberated and proposed (Note 22.c)	-	-	-	-	-	-	(67,383)	(67,383)	-	(67,383)
Non-controlling interests	-	-	-	-	-	-	-	-	315	315
At March 31, 2023	5,928,320	207,322	152,600	1,670,031	(16,735)	(234,855)	104,875	7,811,558	2,183	7,813,741

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

BANCO PAN S.A. AND SUBSIDIARIES
STATEMENT OF CASH FLOWS
FOR THE QUARTERS ENDED MARCH 31, 2023 AND 2022
(All amounts in thousands of reais - R\$)

	Note	Bank		Consolidated	
		03/31/2023	03/31/2022	03/31/2023	03/31/2022
Cash flows from operating activities:					
Net profit		172,258	195,496	172,258	195,496
Adjustments for non-cash items:					
Effect of foreign exchange rate changes on cash and cash equivalents		(405)	(35)	(405)	(35)
Depreciation and amortization	25	34,506	27,405	36,279	28,045
Amortization of goodwill	28	28,950	5,983	30,708	7,242
Constitution of provision for civil, labor, and tax contingencies	19	58,617	58,267	58,561	58,456
Reversal/(impairment) of other assets	29	213	(128)	381	656
Result on the sale of other assets	29	(1,170)	(4,313)	(1,202)	(4,379)
Foreign exchange gains (losses) on borrowings		(20,595)	(126,405)	(20,595)	(126,405)
Equity in the results of subsidiaries and associates	12.a	(37,676)	(7,524)	(3,978)	(312)
Impairment loss		97	-	97	-
Provision for expected losses associated with credit risk	8.c	534,778	595,299	537,814	595,299
Deferred income tax and social contribution		(1,750)	57,970	(3,620)	58,987
Adjusted profit		767,823	802,015	806,298	813,050
Changes in assets and liabilities:					
(Increase) in interbank investments		(20,676)	(167,394)	(20,470)	(168,981)
(Increase) in marketable securities		(255,300)	(240,763)	(261,480)	(317,788)
Decrease/ (increase) in interbank accounts		120,798	(444,510)	120,798	(444,510)
(Increase) in loan operations		(952,148)	(1,731,601)	(952,148)	(1,731,601)
(Increase)/ decrease in other financial assets		(31,528)	444,159	(31,800)	444,024
Decrease in tax assets		212,813	300,581	233,582	218,193
(Increase)/ decrease in other receivables		(54,963)	35,168	(33,547)	520,868
(Increase) in other assets		(135,642)	(98,203)	(136,148)	(100,381)
Increase in deposits		1,743,137	1,212,667	1,718,499	841,344
(Decrease)/ increase in funds obtained in the open market		(131,629)	937,991	(131,629)	937,991
Increase in funds from acceptance and issuance of securities		378,865	274,353	378,865	274,353
Increase in borrowings		12,748	18,592	12,671	18,572
Increase in derivatives		40,929	139,449	40,929	139,449
(Decrease) in other financial liabilities		(40,222)	(45,013)	(40,222)	(45,013)
(Decrease) in provisions		(65,299)	(59,657)	(65,282)	(59,074)
(Decrease) in tax obligations		(94,971)	(384,858)	(109,248)	(373,294)
Increase/ (decrease) in other liabilities		(263,711)	13,689	(284,011)	43,371
Income tax and social contribution paid		(4,980)	-	(7,762)	(1,978)
Net cash provided by (used in) operating activities		1,226,044	1,006,665	1,237,894	1,008,595
Cash flows from investing activities:					
Decrease in available-for-sale marketable securities		47,983	159,605	47,983	159,605
(Increase) in marketable securities held to maturity		(674,621)	(1,403,896)	(674,621)	(1,403,896)
Decrease in marketable securities held to maturity		54,720	101,201	54,720	101,201
Proceeds on disposal of assets not for own use		73,878	29,419	73,878	29,419
Increase in investments		(1,787)	-	(1,787)	-
(Purchase) of property and equipment	13.b	(318)	(40,778)	(684)	(41,991)
(Increase) in intangible assets	14.b	(34,450)	(15,945)	(40,375)	(15,947)
Net cash (used in) investing activities		(534,595)	(1,170,394)	(540,886)	(1,171,609)
Cash flows from financing activities:					
Funds from acceptance and issuance of securities		352,608	764,888	352,608	764,888
Redemption of funds from acceptance and issuance of securities		(561,126)	(268,768)	(561,126)	(268,768)
Interest on capital paid		(320,000)	(261,080)	(320,000)	(261,080)
Non-controlling interests		-	-	315	(155)
Net cash (used in) provided by financing activities		(528,518)	235,040	(528,203)	234,885
Net increase in cash and cash equivalents		162,931	71,311	168,805	71,871
Cash and cash equivalents at the beginning of the period	5	2,646	3,474	9,601	9,704
Effect of foreign exchange rate changes on cash and cash equivalents		405	35	405	35
Cash and cash equivalents at the end of the period	5	165,982	74,820	178,811	81,610
Supplemental cash flow information					
Interest paid		(1,242,163)	(534,532)	(1,234,378)	(531,869)
Interest received		3,612,819	2,616,610	3,612,819	2,621,765
Transfer of assets not for own use		(213)	(446)	(213)	(446)
Unrealized gains (losses) on financial assets		968	1,324	968	1,324

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

BANCO PAN S.A. AND SUBSIDIARIES
STATEMENT OF VALUE ADDED
FOR THE QUARTERS ENDED MARCH 31, 2023 AND 2022

(All amounts in thousands of reais - R\$)



	Note	Bank		Consolidated	
		03/31/2023	03/31/2022	03/31/2023	03/31/2022
Revenue		3,018,703	2,246,910	3,079,940	2,270,939
Financial intermediation		3,867,923	2,984,258	3,869,086	2,986,692
Services rendered	23	217,257	174,274	295,287	200,698
Provision for expected losses associated with credit risk	8.c	(534,778)	(595,299)	(537,814)	(595,299)
Other income (expenses)		(531,699)	(316,323)	(546,619)	(321,152)
Expenses on financial intermediation		(1,553,384)	(952,815)	(1,515,753)	(934,257)
Inputs acquired from third parties		(923,776)	(730,675)	(947,760)	(744,826)
Materials, energy, and other	25	(803)	(690)	(875)	(725)
Third-party services	25	(194,121)	(165,176)	(196,362)	(168,830)
Commissions payable to correspondent banks	25	(390,335)	(256,840)	(387,196)	(255,830)
Other		(338,517)	(307,969)	(363,327)	(319,441)
Data processing	25	(159,732)	(119,579)	(162,220)	(121,187)
Financial system services	25	(77,857)	(77,704)	(78,107)	(77,982)
Advertising, promotions, and publicity	25	(64,966)	(73,577)	(83,978)	(82,247)
Communication	25	(16,603)	(21,059)	(16,906)	(21,202)
Asset search and seizure expenses	25	(8,584)	(3,841)	(8,584)	(3,841)
Maintenance and conservation of property	25	(3,596)	(2,170)	(4,878)	(2,182)
Transportation	25	(1,192)	(1,820)	(1,250)	(1,858)
Fees and emoluments	25	(889)	(875)	(1,007)	(934)
Travel	25	(1,038)	(680)	(1,797)	(887)
Other	25	(4,060)	(6,664)	(4,600)	(7,121)
Gross value added		541,543	563,420	616,427	591,856
Depreciation and amortization		(63,456)	(33,388)	(66,987)	(35,287)
Net value added generated		478,087	530,032	549,440	556,569
Value added received in transfer	12.a	37,676	7,524	3,978	312
Equity in the results of subsidiaries and associates		37,676	7,524	3,978	312
Total value added to be distributed		515,763	537,556	553,418	556,881
Distribution of value added		515,763	537,556	553,418	556,881
Personnel		172,546	179,624	184,158	186,836
Direct remuneration	24	133,097	140,208	141,396	145,726
Benefits	24	27,563	27,365	30,037	28,546
FCTS		10,237	9,909	10,615	10,244
Other	24	1,649	2,142	2,110	2,320
Taxes, fees, and contributions		162,998	156,062	184,433	166,651
Federal		154,111	149,266	172,924	158,627
State		21	68	21	162
Municipal		8,866	6,728	11,488	7,862
Remuneration of third-party capital	25	7,961	6,374	12,254	8,053
Rentals		7,961	6,374	12,254	8,053
Remuneration of own capital		172,258	195,496	172,573	195,341
Interest on capital	22.d	67,383	76,474	67,383	76,474
Profits reinvested attributable to controlling stockholders		104,875	119,022	104,875	119,022
Net profit (loss) attributable to non-controlling interests		-	-	315	(155)

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

1) Operations

Banco PAN S.A. ("Bank", "PAN", "Parent company" or "Institution") is a publicly traded corporation authorized to operate as a multiple bank. The Bank operates mostly with retail products through a comprehensive credit platform and through financial services. It operates, directly or indirectly, through its subsidiaries in the markets for payroll-deductible credit (loan and credit card), vehicle financing (pre-owned cars and new motorcycles), credit card, personal credit, personal loans guaranteed by amounts due from the Government Severance Indemnity Fund for Employees (FGTS), emergency advances (overdraft facility), as well as insurance, marketplace and acquisitions. Among its services, complementing its current account, the Bank offers simultaneous salary transfers to other accounts and prepaid cell phones top-ups. The Bank has a portfolio of "run-off" financing that includes corporate credit, construction financing for developers and construction firms; real estate financing and acquisition of real estate receivables. It also manages vehicle and property consortium groups. Services rendered among Banco PAN and its subsidiaries and the costs of operational and administrative structures are shared, jointly or individually.

As an alternative strategy to raising funds in the market and as an integral part of the business plan, the Bank also executes credit assignments (mostly with a substantial transfer of risks and benefits) of its portfolio to other financial institutions. When loans with a substantial transfer of risks and benefits are assigned, the results are immediately recognized in the statement of income and the related risk is mitigated ensuring that capital is adequately protected (Note 3.d.v). These results are recorded in the financial statements under "Income from financial intermediation".

Banco PAN is controlled by Banco BTG Pactual S.A. ("BTG Pactual"), which holds 72.08% of its capital.

At 03/31/2023, Banco PAN's capital was distributed as follows:

Stockholders	Shareholding structure (thousands of shares)					
	Common	%	Preferred	%	Total	%
Banco BTG Pactual S.A. (1)	657,561	100.00	283,980	43.77	941,541	72.08
Market (free float)	-	-	331,652	51.12	331,652	25.39
Subtotal	657,561	100.00	615,632	94.89	1,273,193	97.46
Treasury shares (2)	-	-	33,140	5.11	33,140	2.54
Total issued	657,561	100.00	648,772	100.00	1,306,333	100.00

(1) Direct and indirect interest through Banco Sistema S.A., a subsidiary of Banco BTG Pactual S.A.

(2) Own shares acquired, based on the approval of the Board of Directors to be held in Treasury or for subsequent cancellation (Note 22.e).

a) Corporate events

- **Acquisition of interest in Mobiauto Edição de Anúncios Online Ltda.**

On September 13, 2021, Banco PAN signed a contract for the acquisition of 80% of the quotas of Mobiauto Edição de Anúncios Online Ltda., a leading independent digital platform for vehicle marketing in Brazil. BACEN approved the acquisition on 12/10/2021, and the procedures to formalize the acquisition were completed on 01/12/2022.

- **Merger of the shares of Mosaico Tecnologia ao Consumidor S.A.**

On October 3, 2021, Banco PAN S.A. (B3: BPAN4) signed an Agreement for Association and Other Covenants ("Agreement for Association") for the merger of all shares issued by Mosaico Tecnologia ao Consumidor S.A. ("Mosaico") (B3: MOSI3), a digital company operating under the Zoom, Buscapé and Bondfaro brands, which owns the largest platform of content and sales origination for e-commerce in Brazil ("Mosaico Operation").

On 03/11/2022, the Board of Directors of Banco PAN confirmed that the suspensive conditions precedent had been met for the Mosaico Operation, as per the Protocol and Justification for the Merger of Shares signed between the Bank and Mosaico on 10/26/2021, consistent with the Bank's 12/01/2021 Extraordinary General Meeting determining the merger of shares as being valid and effective for all intents and purposes.

- **PAN Financeira S.A. - Crédito, Financiamento e Investimentos (current name of "PAN Arrendamento Mercantil S.A.)**

The Extraordinary General Meeting held on 11/04/2022 approved the change in the corporate purpose of PAN Financeira S.A. - Crédito, Financiamento e Investimentos (current name of PAN Arrendamento Mercantil S.A.) from a leasing company to a credit, financing and investment company, as approved by the Brazilian Central Bank on 01/24/2023.

2) Presentation of the financial statements

The interim financial statements of Banco PAN comprise the financial statements of the Bank and its subsidiaries.

The interim financial statements were prepared in accordance with the accounting practices adopted in Brazil applicable to institutions authorized to operate by the Brazilian Central Bank (BACEN), pursuant to Resolution 4,818/20 of the National Monetary Council (CMN) and BCB Resolution 2/20, including the guidelines from Laws 4,595/64 (National Financial System Law) and Law 6,404/76 (Brazilian Corporate Law), with the respective amendments introduced by Laws 11,638/07 and 11,941/09.

The condensed consolidated interim financial statements prepared based on the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) for the period ended 3/31/2023 will be presented, within the prescribed dates, on <https://ri.bancopan.com.br>.

a) Consolidation:

The interim financial statements of Banco PAN were authorized for issue by the Board of Directors on 4/25/2023.

b) The subsidiaries included in the consolidation and the corresponding equity interest of the parent company are as follows:

Stockholders	Total equity interest %	
	03/31/2023	12/31/2022
Direct subsidiaries:		
PAN Financeira S.A. - Crédito, Financiamento e Investimentos (1)	100.00	100.00
Brazilian Finance & Real Estate S.A.	100.00	100.00
Brazilian Securities Companhia de Securitização	100.00	100.00
Pan Administradora de Consórcio Ltda.	100.00	100.00
BM Sua Casa Promotora de Vendas Ltda.	100.00	100.00
Mosaico Tecnologia ao Consumidor S.A.	100.00	100.00
Indirect subsidiaries:		
Mobiauto Edição de Anúncios Online Ltda (2)	80.00	80.00
G.W.H.C. Serviços Online Ltda. (3)	100.00	100.00

(1) Current name of "PAN Arrendamento Mercantil S.A." (Note 1.a - Corporate events).

(2) Company controlled by Brazilian Finance & Real Estate S.A. (Note 1.a - Corporate events).

(3) Company controlled by Mosaico Tecnologia ao Consumidor S.A.

c) New standards issued by BACEN not yet effective:

In compliance with CMN Resolution 4,966/21, which provides definitions and accounting criteria applicable to financial instruments and which will come into force on 01/01/2025, the Bank developed a plan for implementing the standard aligning with the regulation, definition of the project team, diagnosis of the impacted financial instruments, choice of the work methodology, definition of the processes, setting a schedule, presentation to and approval by the Executive Board, and submission for approval to the Board of Directors.

In view of the changes in concepts, criteria and methods, entailing structural adjustments in processes, systems and technological environment, which encompasses specific rules and procedures to meet the requirements of the standard, the implementation plan may undergo changes from the publication of new standards, deadlines and discussions.

Banco PAN is in constant and close contact with its technology service providers to contribute to and monitor the progress of the development of the functionalities to meet the new requirements.

CMN Resolution 4,975/21 - Provides for the accounting criteria applicable to lease operations carried out by financial institutions and other institutions authorized to operate by BACEN. These institutions must comply with the Technical Pronouncement of the Accounting Pronouncements Committee (CPC 06 - R2) - Leases in the recognition, measurement, presentation and disclosure of lease operations, according to specific regulation. This Resolution will be effective on 01/01/2025.

3) Significant Accounting Practices

The significant accounting policies applied in the preparation of the interim financial statements are presented below:

a) Functional and presentation currency:

The interim financial statements are presented in Brazilian Real/Reais (R\$), which is the Bank's functional currency.

b) Determination of the results of operations:

Income and expenses are recorded on the accrual basis of accounting, which establishes that income and expenses should be included in the results for the periods in which they occur, irrespective of receipt or payment, and pro rata. Financial income and expenses are calculated based on the exponential method, except for foreign transactions or discounted notes, which are calculated on the straight-line method. Transactions with floating rates or indexed to foreign currencies are adjusted up to the balance sheet date at agreed-upon rates.

c) Cash and cash equivalents:

Cash and cash equivalents comprise cash in local and foreign currencies, interbank deposits, and bank certificates of deposit, with original maturities at the investment date equal to or less than 90 days and which present an immaterial risk of change in fair value, which are utilized by the Bank to manage its short-term commitments.

d) Financial instruments:

Financial instruments are represented by any contract that gives rise to a financial asset for an entity and a financial liability or equity instrument for another. Financial instruments comprise:

i. Interbank investments:

Interbank investments are accounted for at the amount invested plus accrued earnings to the balance sheet date.

ii. Marketable securities:

Marketable securities are presented pursuant to BACEN Circular Letter 3,068/2001 and classified in the following categories:

- Trading securities - securities acquired for the purpose of being actively and frequently traded are adjusted to fair value, with the increase or decrease arising from this adjustment reflected in income;
- Available-for-sale securities - securities that cannot be classified as trading securities or held-to-maturity securities are adjusted to fair value, with the increase or decrease arising from this adjustment reflected in a separate account in equity, net of tax effects. Unrealized gains and losses are recognized in income when effectively realized; and
- Held-to-maturity securities - securities, which the Bank intends and has the ability to hold in its portfolio to maturity, are stated at cost, plus related earnings with a corresponding entry to income.

iii. Derivative financial instruments (assets and liabilities):

The derivative financial instruments consist of futures, swaps and forwards. These financial instruments are classified, on the date the transaction is contracted, reflecting management's intention whether to use them as hedging instruments or not. The appreciation or depreciation in value is recognized in the income or expense accounts of the corresponding financial instruments, in accordance with BACEN Circular Letter 3,082/02.

Operations are recorded at their fair value considering the mark-to-market methodologies adopted by Banco PAN, with their adjustments recorded in profit or loss or equity, depending on the classification of financial instruments and classification of hedge accounting.

The Bank uses derivative financial instruments mainly to hedge against unfavorable variations in the fair value of positions held.

The fair values of derivative financial instruments and their respective hedged items are determined based on available market information, mainly the prices and rates provided by B3 S.A., the Brazilian Commodities, Futures and Stock Exchange - Brasil, Bolsa, Balcão S.A. ("B3"). Where applicable, mathematical models of rate interpolations are utilized for intermediate periods.

Instruments designated as hedge accounting are classified according to their nature:

- Market risk hedge - realized or unrealized gains or losses from financial instruments classified in this category, as well as their related financial assets and liabilities (hedged item), are recognized in profit or loss.

As to derivatives classified in the accounting hedge category, the following aspects are monitored:

- (i) strategy effectiveness, through retrospective and prospective effectiveness tests; and
- (ii) mark-to-market of hedged items.

iv. Loan operations:

Operations relating to loans, real estate receivables and other credits with credit concession characteristics are accounted for at present value and calculated on a daily pro rata basis, based on the variation of the index and in the interest rate up to the 59th day in default.

The provision for loan operations is constituted based on management's judgment as to the risk level, considering the economic scenario, past experience, and specific and global risks related to the operation, to the debtors and guarantors, in compliance with CMN Resolution 2,682/99, which requires a periodic portfolio analysis and the classification of risk into nine levels. Level AA represents the minimum risk and H the maximum risk. Additionally, the overdue periods as defined in this Resolution and a doubling up for transactions with an unexpired term exceeding 36 months are also taken into consideration when rating customer risk.

Income from loan operations past due for more than 60 days, regardless of the risk level, is only recognized when realized. Operations classified in Level H remain at this level for six months, after which period they are written off against the existing allowance, controlled in a memorandum account and no longer presented in the Bank's balance sheet.

Renegotiated transactions remain, at least, at the same rating at which they were classified prior to the renegotiation. Renegotiated loan operations that had already been written off against the allowance and that were recorded in memorandum accounts are classified in level H, and any gains resulting from the renegotiation are recognized as income only when effectively received. When there is a significant amortization of a loan operation or when significant new facts justify a change in risk level, the operation can be reclassified to a lower risk category (CMN Resolution 2,682/99).

The provision for expected losses on loan operations is determined at an amount which is sufficient to cover losses and considers CMN and BACEN rules and instructions, as well as the assessments carried out by management in determining the credit risk in operations.

The provision for expected losses on loan operations related to loans assigned with a substantial retention of risks and benefits is calculated based on the same guidelines established by CMN and BACEN for unassigned loan operations.

v. Transactions for the sale or transfer of financial assets:

As determined by CMN Resolution 3,533/08, transactions for the sale or transfer of financial assets are classified and recorded as described below:

- The following procedures are observed for recording the sale or transfer of financial assets classified in the category of transactions with a substantial transfer of risks and benefits:

For asset disposals, the financial asset being sold or transferred is written off from the account in which the original transaction was recorded. The gain or loss determined in the transaction is separately appropriated to the result for the period.

For the purchase of assets, the financial asset acquired is recorded at the amount paid, based on the nature of the original transaction.

- The following procedures are observed for recording the sale or transfer of financial assets classified in the category of transactions with substantial retention of risks and benefits:

For transactions for the sale of assets, the financial asset, which is the object of the sale or transfer, remains recorded in assets at the full amount. The amounts received as a result of the transaction are recorded in assets, with a corresponding entry in liabilities for the obligation assumed, and the

income and expenses are appropriated to income over the remaining term of the transaction in a segregated manner; and

For transactions for the purchase of assets, the amounts paid are recorded in assets as a right receivable and the income is appropriated to the result for the period over the remaining term of the transaction.

e) Other assets:

Other assets are comprised mainly of non-financial assets held for sale and prepaid expenses. Non-financial assets held for sale correspond to assets received in the settlement of financial instruments of difficult or doubtful solution not intended for own use (BNDU) and assets for own use that will be realized by their sale, which are available for immediate sale and whose disposal is highly likely in a period of one year, being adjusted through a valuation allowance, where applicable, calculated based on the historical losses of non-financial assets held for sale. Prepaid expenses relate to advance payments for benefits or services that will occur or be provided in future periods. These expenses are appropriated to the result of the period in which the future benefits are generated.

f) Investments:

Investments in subsidiaries are accounted for on the equity method. Other investments are stated at cost of acquisition, less the corresponding provision for loss and impairment, where applicable.

g) Property and equipment:

Property and equipment relate to the rights acquired over physical assets destined for maintaining the business or which are exercised for this purpose, including those arising from transactions which transfer the risks, benefits and control over assets to the Bank. The assets mainly consist of facilities, leasehold improvements, furniture, and equipment in use.

The assets are stated at cost of acquisition less accumulated depreciation and adjustments for impairment, where applicable. Depreciation is calculated on the straight-line method at annual rates which consider the estimated economic useful lives of the assets.

h) Intangible assets:

Intangible assets relate to identifiable non-monetary assets without physical substance, acquired or developed by the institution, destined for maintaining the business or which are exercised for this purpose.

The assets are stated at acquisition and other directly attributable costs less accumulated amortization and adjustments for impairment, where applicable. These assets are basically represented by goodwill based on the expected future profitability of the investments, software, trademarks, licenses and expenses on the acquisition and development of software. Intangible assets with finite useful lives are amortized on the straight-line method over the estimated period of their use.

Consistent with the regulations of the Brazilian Central Bank (BACEN), goodwill refers to amounts paid on the acquisition of investments, corresponding to the amount exceeding the investee's book equity value, accounted for in the investor or parent company, which are based on the forecast of future results of the associate or subsidiary and amortized over the projection periods that justified them.

The estimate of the period for generation of future results of the investments in an associate, subsidiary or joint venture for which goodwill has been recognized involves significant judgment by Management, obtained through a Purchase Price Allocation Report. In addition, goodwill is periodically tested for impairment, which involves assumptions and a considerable degree of judgment in estimating the future cash flows and in the discount rates to calculate the present value of these flows.

i) Impairment of non-financial assets:

Non-financial assets are subject to an annual evaluation of their recoverable amounts, or more frequently if conditions or circumstances indicate the possibility of loss in value. Any losses identified are recognized in income when the carrying amount of an asset exceeds its recoverable amount, which is determined as follows:

- i. Potential sales or realization amount, less corresponding expenses; or
- ii. Value in use calculated based on the cash-generating unit.

A cash-generating unit is the smallest identifiable group of assets that generates cash inflows, which are largely independent of the cash inflows from other assets or groups of assets.

j) Income tax and social contribution (assets and liabilities):

Provisions for income tax and social contribution due are recorded based on taxable profit, adjusted for additions and exclusions established by the applicable tax legislation. Deferred tax assets on temporary additions are realized on the utilization or reversal of the respective provisions in respect of which the credits were recognized. Deferred tax assets on tax loss carry-forwards are realized according to the expected generation of profit, limited to an annual offset of 30% of taxable income. These deferred tax assets are recognized based on their expected realization, which is periodically reviewed, supported by technical studies and analyses prepared by management.

k) Deposits and other financial instruments:

- (i) These comprise funds obtained in the open market, borrowings and onlendings, funds from acceptance and issuance of securities and interbank accounts,

which are stated at the corresponding amounts of the liabilities and consider, where applicable, the charges incurred up to the balance sheet date, recognized on a pro rata basis.

l) Specific accounting policies for the consortium segment:

The liabilities for unclaimed funds are recorded at the amount equivalent to returns due to the members of the discontinued consortium groups, including remuneration from their quotas in the investment funds in which the active groups hold investments, minus the permanence fee provided for in the contract for some groups.

m) Provisions, contingent assets and liabilities and legal obligations (tax and social security):

Provisions and contingent assets and contingent liabilities and legal obligations (tax and social security) are measured and disclosed in conformity with the criteria established by CMN Resolution 3,823/09, including, among others:

- Contingent assets - not recorded in the financial statements, except when there is evidence that their realization is guaranteed;
- Provisions - recorded in the financial statements based on estimates of the Bank's management under advice of the legal counsel, when the risk of loss of an administrative or legal action is considered to be probable and can be reliably measured;
- Contingent liabilities considered as representing a possible risk of loss are only disclosed in the notes to the financial statements, when significant. Those classified as remote risk of loss require neither provision nor disclosure; and

- Legal obligations (tax and social security) - correspond to amounts related to lawsuits challenging the legality and constitutionality of certain taxes and contributions, which, regardless of the likelihood of success, are recognized at the full amount in the financial statements.

n) Residual benefit in securitized transactions:

The benefit corresponds to the residual balance, net of any guarantees provided, of the separate equity of the securitized transactions which, in accordance with Law 9,514/97, will be returned to the securitization company when the lien is released, and the related mortgage-backed and agribusiness securities are settled.

o) Earnings per share:

Basic earnings per share are calculated by dividing the profit or loss attributable to the stockholders by the weighted average number of shares in issue at the financial statement dates.

p) Use of accounting estimates:

The preparation of financial statements requires management to make estimates and assumptions, to the best of its judgment, that affect the reported amounts of certain financial or non-financial assets and liabilities, income and expenses, and other transactions, such as: (i) estimated tax assets recoverable; (ii) depreciation rates of property and equipment and amortization of intangible assets; (iii) provisions necessary to absorb the potential risks arising from civil, labor or tax processes; (iv) provision for loss on non-financial assets held for sale; (v) impairment of non-financial assets; (vi) estimated fair value of specific financial instruments and; (vii) expected losses associated with credit risk. The actual settlement amounts of these financial or non-financial assets and liabilities could differ from the estimates.

q) Classification of recurring and non-recurring results:

As provided for in BCB Resolution 2, of 8/12/2020, Banco PAN classifies recurring and non-recurring results in the notes to financial statements, according to the accounting policy approved by its Board, which is based on the segregation of the non-recurring events that occurred and contributed to the results, which are not directly or indirectly related to Banco PAN's normal activities.

r) Non-recurring results:

Non-recurring results arise from activities that are not expected to occur frequently in future years. Recurring results correspond to the Institution's usual activities that are expected to occur frequently in future years. Non-recurring results are presented in Note 4.c.

s) Events after the reporting period:

Events which have occurred between the reporting date of the interim financial statements and the date of their approval by management are classified as:

- events that require adjustment, related to conditions existing at the reporting date of the interim financial statements; and
- events that do not require adjustment, related to conditions which did not exist at the reporting date of the interim financial statements.

4) Balance Sheet and Statement of Income by Business Segment

a) Consolidated Balance Sheet:

Assets	Financial (1)	Other (2)	Eliminations (3)	Total
Cash and cash equivalents	547	12,072	(27)	12,592
Interbank investments	461,399	2,080	-	463,479
Marketable securities	9,761,902	1,164,695	(942,395)	9,984,202
Interbank accounts	2,655,155	-	-	2,655,155
Loan operations (4)	36,892,631	-	-	36,892,631
Other financial assets	656,774	1,572	-	658,346
Tax assets	3,614,283	137,144	-	3,751,427
Other receivables	727,377	88,627	(16,085)	799,919
Other assets	436,802	6,791	-	443,593
Investments	1,446,621	8,733	(1,416,471)	38,883
Property and equipment	117,160	6,465	-	123,625
Intangible assets	1,159,840	94,395	-	1,254,235
Total at 3/31/2023	57,930,491	1,522,574	(2,374,978)	57,078,087
Total at 12/31/2022	56,930,098	1,521,695	(2,317,604)	56,134,189

Liabilities	Financial (1)	Other (2)	Eliminations (3)	Total
Deposits	27,598,284	-	(942,422)	26,655,862
Funds obtained in the open market	5,753,165	-	-	5,753,165
Funds from acceptances and issuance of securities	10,788,565	-	-	10,788,565
Interbank accounts	2,018,964	-	-	2,018,964
Borrowings	771,938	1	-	771,939
Derivatives	129,282	-	-	129,282
Other financial liabilities	275,708	-	-	275,708
Provisions	332,252	5,309	-	337,561
Tax obligations	192,538	28,275	-	220,813
Other liabilities	2,258,237	70,933	(16,683)	2,312,487
Equity attributable to controlling stockholders	7,811,558	1,418,056	(1,418,056)	7,811,558
Equity attributable to non-controlling stockholders	-	-	2,183	2,183
Total at 03/31/2023	57,930,491	1,522,574	(2,374,978)	57,078,087
Total at 12/31/2022	56,930,098	1,521,695	(2,317,604)	56,134,189

b) Consolidated Statement of Income:

	Financial (1)	Other (2)	Eliminations (3)	Total
Income from financial intermediation	3,867,923	30,837	(29,674)	3,869,086
Expenses on financial intermediation	(2,080,205)	(3,036)	29,674	(2,053,567)
Gross result	1,787,718	27,801	-	1,815,519
Other operating income (expenses)	(1,590,378)	7,949	(31,261)	(1,613,690)
Non-operating results	960	(48)	-	912
Taxes on income	(26,042)	(4,126)	-	(30,168)
Non-controlling interests	-	-	(315)	(315)
Total at 3/31/2023	172,258	31,576	(31,576)	172,258
Total at 3/31/2022	195,496	4,950	(4,950)	195,496

(1) Represented by Banco PAN S.A. and Pan Financeira S.A. - Crédito, Financiamento e Investimentos.

(2) Represented by BM Sua Casa Promotora de Vendas Ltda., Brazilian Securities Companhia de Securitização, Brazilian Finance & Real Estate S.A., Pan Administradora de Consórcio Ltda, Mosaico Tecnologia ao Consumidor S.A, G.W.H.C. Serviços Online Ltda. and Mobiauto Edição de Anúncios Online Ltda.

(3) Eliminations between companies in different segments.

(4) Amounts net of the provision for expected losses associated with credit risk.

c) Consolidated Statement of Recurring and Non-recurring Income:

There were no non-recurring events for the periods presented.

5) Cash and Cash Equivalents

	Bank		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Funds in local currency	33	155	12,084	6,421
Funds in foreign currency	508	522	508	522
Subtotal (cash)	541	677	12,592	6,943
Interbank investments (1)	165,441	1,969	166,219	2,658
Total	165,982	2,646	178,811	9,601

(1) Refer to operations with original maturity equal to or less than 90 days and which present an immaterial risk of change in fair value.

6) Interbank investments:

a) Composition and maturities:

Bank	Current				Non-current	03/31/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days		
Investments in the open market:	155,199	-	-	-	-	155,199	-
Own portfolio position	155,199	-	-	-	-	155,199	-
National Treasury Notes (NTN)	155,199	-	-	-	-	155,199	-
Investments in interbank deposits	10,242	-	-	-	295,958	306,200	277,251
Total at 03/31/2023	165,441	-	-	-	295,958	461,399	-
Total at 12/31/2022	1,969	-	-	-	275,282	-	277,251

Consolidated	Current				Non-current	03/31/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days		
Investments in the open market:	155,199	-	-	-	1,302	156,501	1,508
Own portfolio position	155,199	-	-	-	1,302	156,501	1,508
Financial Treasury Bills (LFT)	-	-	-	-	1,302	1,302	1,508
National Treasury Notes (NTN)	155,199	-	-	-	-	155,199	-
Investments in interbank deposits	10,242	-	-	-	295,958	306,200	277,251
Investments in savings deposits	778	-	-	-	-	778	689
Total at 03/31/2023	166,219	-	-	-	297,260	463,479	-
Total at 12/31/2022	2,658	-	-	-	276,790	-	279,448

b) Income from interbank investments:

Classified in the statement of income in results from marketable securities operations.

Bank and Consolidated	03/31/2023	03/31/2022
Income from investments in purchase and sale transactions:	2,397	1,316
Own portfolio position	2,397	1,316
Income from interbank deposits	9,885	2,046
Total (Note 7.e)	12,282	3,362

7) Marketable Securities

a) Composition of portfolio:

The portfolio of marketable securities at 03/31/2023 and 12/31/2022, by type of security, was comprised as follows:

	Bank		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Own portfolio:	3,826,426	2,885,495	4,039,045	3,098,576
National Treasury Notes (NTN)	3,773,856	2,843,822	3,773,856	2,843,822
Financial Treasury Bills (LFT)	52,570	41,673	52,570	41,673
Mortgage-backed securities (CRI)	-	-	209,785	210,029
Bank Deposit Certificates (CDB)	-	-	606	1,039
Funds	-	-	2,228	2,013
Subject to guarantees:	155,535	100,865	165,216	102,949
Financial Treasury Bills (LFT)	17,500	73,194	17,500	73,194
National Treasury Notes (NTN)	138,035	27,671	138,035	27,671
Bank Deposit Certificates (CDB)	-	-	9,631	2,034
Other	-	-	50	50
Subject to repurchase agreements:	5,779,941	5,948,311	5,779,941	5,948,311
National Treasury Notes (NTN)	5,776,775	5,944,512	5,776,775	5,944,512
Financial Treasury Bills (LFT)	3,166	3,799	3,166	3,799
Total	9,761,902	8,934,671	9,984,202	9,149,836

b) Composition by category and term:

Bank	03/31/2023								12/31/2022	
	Current		Non-current			Net book value (1) (2) (3)	Monetarily adjusted cost	Marked-to-market adjustment	Net book value (1) (2) (3)	Marked-to-market adjustment
	No stated maturity	Up 12 months	1 to 3 years	3 to 5 years	Over 5 years					
Trading securities:	-	222	46,885	-	-	47,107	47,114	(7)	46,371	(13)
Financial Treasury Bills (LFT)	-	222	46,885	-	-	47,107	47,114	(7)	46,371	(13)
Available-for-sale securities:	-	10,399	5,094	10,636	-	26,129	26,170	(41)	72,295	(54)
Financial Treasury Bills (LFT)	-	10,399	5,094	10,636	-	26,129	26,170	(41)	72,295	(54)
Securities held to maturity	-	4,278,537	3,607,310	916,313	886,506	9,688,666	9,688,666	-	8,816,005	-
National Treasury Notes (NTN)	-	4,278,537	3,607,310	916,313	886,506	9,688,666	9,688,666	-	8,816,005	-
Total	-	4,289,158	3,659,289	926,949	886,506	9,761,902	9,761,950	(48)	8,934,671	(67)

Consolidated	03/31/2023								12/31/2022	
	Current		Non-current			Net book value (1) (2) (3)	Monetarily adjusted cost	Marked-to-market adjustment	Net book value (1) (2) (3)	Marked-to-market adjustment
	No stated maturity	Up 12 months	1 to 3 years	3 to 5 years	Over 5 years					
Trading securities:	2,228	222	46,885	-	-	49,335	49,342	(7)	48,384	(13)
Financial Treasury Bills (LFT)	-	222	46,885	-	-	47,107	47,114	(7)	46,371	(13)
Funds	2,228	-	-	-	-	2,228	2,228	-	2,013	-
Available-for-sale securities:	-	46,320	189,195	10,636	-	246,151	271,513	(25,362)	285,397	(26,331)
Financial Treasury Bills (LFT)	-	10,399	5,094	10,636	-	26,129	26,170	(41)	72,295	(54)
Mortgage-backed securities (CRI)	-	35,921	173,864	-	-	209,785	235,106	(25,321)	210,029	(26,277)
Bank Deposit Certificates (CDB)	-	-	10,237	-	-	10,237	10,237	-	3,073	-
Securities held to maturity	-	4,278,587	3,607,310	916,313	886,506	9,688,716	9,688,716	-	8,816,055	-
National Treasury Notes (NTN)	-	4,278,537	3,607,310	916,313	886,506	9,688,666	9,688,666	-	8,816,005	-
Other	-	50	-	-	-	50	50	-	50	-
Total	2,228	4,325,129	3,843,390	926,949	886,506	9,984,202	10,009,571	(25,369)	9,149,836	(26,344)

(1) Brazilian Association of Financial and Capital Market Institutions (ANBIMA) and the Commodities, Futures and Stock Exchange ("B3 S.A."). For the mortgage-backed securities, the market value was determined using internal models and data based on observable market parameters.

(2) Includes mark-to-market adjustment, according to item (2), except for securities classified as held to maturity, whose market value is lower than the cost by R\$ 204,976 (12/31/2022 - lower by R\$ 259,290). In order to comply with Article 8 of BACEN Circular Letter 3,068/01, the Bank declares that it has both the financial ability and the intention to hold to maturity the securities classified in the "securities held to maturity" category.

(3) Maturities of the securities were considered, regardless of their accounting classification.

c) Derivative financial instruments

The derivative financial instruments consist of futures, swaps and forwards. These financial instruments are classified, on the date the transaction is contracted, reflecting management's intention whether to use them or not as hedging instruments. The appreciation or depreciation in value is recognized in the income or expense accounts of the corresponding financial instruments, in accordance with BACEN Circular Letter 3,082/02, and Circular Letter 3,026/02. The Bank's risk management policy established that derivative instruments should be used to hedge against exposure resulting from the Bank's loan operations as well as from foreign exchange exposure from offshore operations.

Derivative instruments are used for two strategies: trading portfolio (negotiation) and banking portfolio (non-negotiation). The trading portfolio includes derivatives that are used to guide strategies or for economic hedge of other negotiation portfolio elements. The bank portfolio includes derivatives used to hedge instruments classified in the banking portfolio, including those used as hedge accounting. Risks within these portfolios are managed according to perspectives that are consolidated based on risk factors.

Derivative financial instrument transactions, as well as transactions with marketable securities classified as "held for trading" or "available for sale", are valued at market value, and the related appreciation or depreciation are recorded in the results. The market value of instruments traded in stock exchanges corresponds to the instrument market quotations or the quotation of similar products. If there is no market quotation for any products, their market value should be defined under the discounted cash flow method or via pricing models. The gains or losses on derivative financial instruments considered as a market risk hedge, whether realized or unrealized, are also recorded in the result for the year.

The fair values of derivative financial instruments and their respective hedged items are determined based on available market information, mainly the prices and rates provided by B3. Where applicable, mathematical models of rate interpolations are utilized for intermediate periods. Future cash flows, discounted to present value by future interest yield curves, obtained from B3, are utilized to measure the market value of swaps.

The marking to market of futures contracts, such as interest contracts (1-day DI), foreign exchange contracts (DOL) and foreign exchange coupons (DDI), is determined based on the market price in a unique price (PU) format, which is released daily by B3. Based on this price, the daily adjustments are recorded in assets or liabilities and appropriated daily to the results as income or expenses.

Derivative financial instrument transactions (futures, forwards, and swaps) are registered at B3 (stock exchange) or at the Organized Counter for Assets and Derivatives (B3 - over-the-counter). The differences receivable and payable are recorded in the respective derivative financial instrument balance sheet accounts, with a corresponding entry to results from derivative financial instruments in the statement of income, and the nominal amounts of these transactions are recorded in memorandum accounts.

i) Derivative financial instruments (assets and liabilities) include interest accruals, mark to market adjustments, and carrying amount, by period:

Bank and Consolidated	Adjusted cost	Carrying amount	Current Up to 30	Non-current Over 360 days	Total - 03/31/2023	Total - 12/31/2022
Asset position	785,801	791,153	392,296	398,857	791,153	803,059
Swap	785,801	791,153	392,296	398,857	791,153	803,059
Liability position	(896,390)	(920,435)	(453,990)	(466,445)	(920,435)	(891,412)
Swap	(896,390)	(920,435)	(453,990)	(466,445)	(920,435)	(891,412)
Futures contracts (1)	7,591	7,591	7,591	-	(7,591)	(9,146)
Asset position (Note 9)	9,775	9,775	9,775	-	9,775	697
Liability position	(2,184)	(2,184)	(2,184)	-	(2,184)	(9,843)
Total	(102,998)	(121,691)	(54,103)	(67,588)	(121,691)	(97,499)

(1) Recorded as negotiation and intermediation of securities.

ii) Derivative financial instruments by index:

Bank and Consolidated	03/31/2023				12/31/2022
	Notional value	Adjusted cost	Mark-to-market	Carrying amount	Notional value
Swap contracts					
Asset position:	858,015	785,801	5,352	791,153	858,015
Foreign currency	858,015	785,801	5,352	791,153	858,015
Liability position	858,015	(896,390)	(24,045)	(920,435)	858,015
Interbank market	858,015	(896,390)	(24,045)	(920,435)	858,015
Futures	27,276,553	-	-	-	27,141,979
Purchase Commitments:	446,155	-	-	-	552,600
Interbank market	446,155	-	-	-	552,600
Other					
Sale Commitments:	26,830,398	-	-	-	26,589,379
Interbank market	26,827,849	-	-	-	26,586,717
Foreign currency	2,549	-	-	-	2,662

iii) Composition by maturity (notional value):

Bank and Consolidated	Up to 30 days	From 31 to 90 days	From 91 to 180 days	From 181 to 360 days	Over 360 days	03/31/2023	12/31/2022
Swap contracts	-	-	-	429,007	429,008	858,015	858,015
Libor x DI	-	-	-	429,007	429,008	858,015	858,015
Futures	2,955,999	2,549	3,707,939	6,342,240	14,267,826	27,276,553	27,141,979
DI	2,955,999	-	3,707,939	6,342,240	14,267,826	27,274,004	27,139,317
U.S. dollar	-	2,549	-	-	-	2,549	2,662
Total	2,955,999	2,549	3,707,939	6,771,247	14,696,834	28,134,568	27,999,994

iv) Place of negotiation and counterparties:

Bank and Consolidated	03/31/2023	12/31/2022
Over-the-counter	858,015	858,015
B3 S.A. (exchange)	27,276,553	27,141,979
Total	28,134,568	27,999,994

v) Margins provided as guarantee for derivative financial instruments:

Public securities	Bank and Consolidated	
	03/31/2023	12/31/2022
Financial Treasury Bills (LFT)	15,533	71,291
National Treasury Notes (NTN)	138,035	27,671
Total (1)	153,568	98,962

(1) B3 securities offered as guarantee.

vi) Hedge accounting - market value

Bank and Consolidated	03/31/2023	12/31/2022
Financial instruments		
Asset position	2,307,869	2,255,148
Swap - U.S. Dollar (1)	791,153	803,059
Futures DII B3 - Fixed interest rate - Real (2)	1,516,716	1,452,089
Liability position	(26,879,675)	(24,817,697)
Swap - CDI	(920,435)	(891,412)
Futures DII B3 - Fixed interest rate - Real (3)	(25,959,240)	(23,926,285)
Hedged item		
Asset position	25,718,105	21,500,881
Loan operations (3)	25,718,105	21,500,881
Liability position	(2,334,167)	(2,276,720)
Funds raised abroad (1)	(771,938)	(779,785)
Time deposit certificates (2)	(1,562,229)	(1,496,935)

(1) Used to hedge funding operation abroad (Note 17).

(2) Used to mitigate the volatility of fixed interest risk of long-term deposit certificates (Note 15).

(3) Hedged item includes retail credit operations: Payroll-deductible loans, vehicles, FGTS loans and payroll-deductible cards. (Note 8).

d) Result from derivative financial instruments:

Bank and Consolidated	03/31/2023			03/31/2022		
	Revenue	Expense	Net	Revenue	Expense	Net
Swap	78,506	(119,435)	(40,929)	-	(139,450)	(139,450)
Futures	812,514	(946,550)	(134,036)	908,786	(787,240)	121,546
Total	891,020	(1,065,985)	(174,965)	908,786	(926,690)	(17,904)

e) Result from operations with marketable securities

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Fixed-income securities	317,040	240,774	317,211	242,139
Interbank investments (Note 6.b)	12,282	3,362	12,282	3,362
Total	329,322	244,136	329,493	245,501

8) Loan operations

a) Composition of the portfolio by type of operation:

	Bank				Consolidated			
	03/31/2023		12/31/2022		03/31/2023		12/31/2022	
	Amount	%	Amount	%	Amount	%	Amount	%
Vehicles (1)	16,922,931	43.05	15,928,307	40.80	16,922,931	43.05	15,928,307	40.80
Payroll-deductible loans (1)	9,181,059	23.36	9,025,613	23.12	9,181,059	23.36	9,025,613	23.12
Financing - credit cards (1)(2)	6,341,005	16.13	5,910,178	15.14	6,341,005	16.13	5,910,178	15.14
FGTS loan (1)	1,964,365	5.00	2,943,690	7.54	1,964,365	5.00	2,943,690	7.54
Bank overdrafts	1,601,188	4.07	1,637,417	4.19	1,601,188	4.07	1,637,417	4.19
Renegotiated loans	569,604	1.45	455,159	1.17	569,604	1.45	455,159	1.17
Personal credit	329,142	0.84	414,407	1.06	329,142	0.84	414,407	1.06
Housing financing	217,482	0.55	223,596	0.57	217,482	0.55	223,596	0.57
Credits linked to the assignment of loans (3)	161,902	0.41	198,221	0.51	161,902	0.41	198,221	0.51
Working capital	28,039	0.07	34,223	0.09	28,039	0.07	34,223	0.09
Emergency credit limit	12,744	0.03	14,373	0.04	12,744	0.03	14,373	0.04
Total loan operations	37,329,461	94.96	36,785,184	94.24	37,329,461	94.96	36,785,184	94.24
Other credits (4)	1,981,163	5.04	2,250,263	5.76	1,981,265	5.04	2,250,365	5.76
Subtotal	39,310,624	100.00	39,035,447	100.00	39,310,726	100.00	39,035,549	100.00
(+/-) Adjustment to market value (1)	(25,314)	-	(256,298)	-	(25,314)	-	(256,298)	-
Total	39,285,310	-	38,779,149	-	39,285,412	-	38,779,251	-
Current	19,799,248		21,263,349		19,799,350		21,263,451	
Non-current	19,486,062		17,515,800		19,486,062		17,515,800	

(1) Contracts including hedge accounting transactions;

(2) Financing provided to Visa, MasterCard and Elo credit card holders.

(3) Loan operations assigned with substantial retention of risks and benefits (Note 8.f ii).

(4) Credit card receivables and credit instruments receivable with loan characteristics.

b) Analysis of the portfolio by risk levels and maturity:

Bank	Risk levels								Total - 03/31/2023	Total - 12/31/2022
	Operations in course - Abnormal									
	A	B	C	D	E	F	G	H		
Falling due	1,787,053	1,024,668	1,050,548	569,458	377,495	263,083	173,600	412,000	5,657,905	5,251,726
01 to 30	84,082	51,473	53,958	28,489	18,312	12,940	8,838	21,620	279,712	258,123
31 to 60	81,428	48,921	49,359	26,663	17,454	11,969	8,142	20,052	263,988	257,632
61 to 90	74,891	47,197	47,547	25,768	16,459	11,402	7,745	19,116	250,125	232,976
91 to 180	211,768	131,901	133,580	70,765	45,945	31,642	21,254	52,707	699,562	650,368
181 to 365	365,627	220,857	224,408	119,153	77,217	52,222	34,627	86,450	1,180,561	1,087,966
Over 365	969,257	524,319	541,696	298,620	202,108	142,908	92,994	212,055	2,983,957	2,764,661
Past due in days	131,651	433,932	238,102	300,189	248,666	246,918	243,654	853,374	2,696,486	2,754,212
01 to 14	114,239	15,025	47,718	62,558	32,779	25,001	18,026	25,349	340,695	384,376
15 to 30	17,412	402,647	34,405	32,630	18,445	14,567	9,673	16,946	546,725	418,000
31 to 60	-	16,260	135,232	42,433	25,715	18,695	13,581	27,197	279,113	316,256
61 to 90	-	-	15,021	142,386	30,477	20,702	14,566	28,902	252,054	287,037
91 to 180	-	-	5,726	20,182	132,432	153,600	175,236	101,480	588,656	663,971
181 to 365	-	-	-	-	8,818	14,353	12,572	608,967	644,710	641,935
Over 365	-	-	-	-	-	-	-	44,533	44,533	42,637
Subtotal	1,918,704	1,458,600	1,288,650	869,647	626,161	510,001	417,254	1,265,374	8,354,391	8,005,938
Provision required	9,593	14,586	38,659	86,965	187,848	255,000	292,078	1,265,374	2,150,103	2,079,449

Bank	Risk levels										Total - 03/31/2023	Total - 12/31/2022
	Operations in course - Normal											
	AA	A	B	C	D	E	F	G	H			
Falling due	1,962,989	28,471,007	181,366	120,466	68,849	54,386	35,341	26,359	35,470		30,956,233	31,029,509
01 to 30	140,603	3,995,261	23,591	13,451	5,248	2,973	2,097	1,504	6,208		4,190,936	5,780,546
31 to 60	147,834	1,184,440	10,554	8,152	5,243	3,447	2,404	1,743	3,356		1,367,173	1,613,846
61 to 90	117,358	1,075,308	9,477	6,987	4,440	2,943	2,016	1,383	1,867		1,221,779	1,067,420
91 to 180	246,948	2,760,527	22,458	15,780	9,467	6,596	4,242	2,588	3,267		3,071,873	3,119,294
181 to 365	335,355	4,176,503	32,203	20,683	11,954	9,046	5,698	6,286	4,639		4,602,367	4,697,264
Over 365	974,891	15,278,968	83,083	55,413	32,497	29,381	18,884	12,855	16,133		16,502,105	14,751,139
Subtotal	1,962,989	28,471,007	181,366	120,466	68,849	54,386	35,341	26,359	35,470		30,956,233	31,029,509
Provision required	-	142,355	1,814	3,614	6,885	16,316	17,671	18,451	35,470		242,576	224,209
Total (1)	1,962,989	30,389,711	1,639,966	1,409,116	938,496	680,547	545,342	443,613	1,300,844		39,310,624	39,035,447
Total provision	-	151,948	16,400	42,273	93,850	204,164	272,671	310,529	1,300,844		2,392,679	2,303,658

Consolidated	Risk levels										Total - 03/31/2023	Total - 12/31/2022
	Operations in course - Abnormal											
	A	B	C	D	E	F	G	H				
Falling due	1,787,053	1,024,668	1,050,548	569,458	377,495	263,083	173,600	412,000			5,657,905	5,251,726
01 to 30	84,082	51,473	53,958	28,489	18,312	12,940	8,838	21,620			279,712	258,123
31 to 60	81,428	48,921	49,359	26,663	17,454	11,969	8,142	20,052			263,988	257,632
61 to 90	74,891	47,197	47,547	25,768	16,459	11,402	7,745	19,116			250,125	232,976
91 to 180	211,768	131,901	133,580	70,765	45,945	31,642	21,254	52,707			699,562	650,368
181 to 365	365,627	220,857	224,408	119,153	77,217	52,222	34,627	86,450			1,180,561	1,087,966
Over 365	969,257	524,319	541,696	298,620	202,108	142,908	92,994	212,055			2,983,957	2,764,661
Past due in days	131,651	433,932	238,102	300,189	248,666	246,918	243,654	853,374			2,696,486	2,754,212
01 to 14	114,239	15,025	47,718	62,558	32,779	25,001	18,026	25,349			340,695	384,376
15 to 30	17,412	402,647	34,405	32,630	18,445	14,567	9,673	16,946			546,725	418,000
31 to 60	-	16,260	135,232	42,433	25,715	18,695	13,581	27,197			279,113	316,256
61 to 90	-	-	15,021	142,386	30,477	20,702	14,566	28,902			252,054	287,037
91 to 180	-	-	5,726	20,182	132,432	153,600	175,236	101,480			588,656	663,971
181 to 365	-	-	-	-	8,818	14,353	12,572	608,967			644,710	641,935
Over 365	-	-	-	-	-	-	-	44,533			44,533	42,637
Subtotal	1,918,704	1,458,600	1,288,650	869,647	626,161	510,001	417,254	1,265,374			8,354,391	8,005,938
Provision required	9,593	14,586	38,659	86,965	187,848	255,000	292,078	1,265,374			2,150,103	2,079,449

Consolidated	Risk levels										Total - 03/31/2023	Total - 12/31/2022
	Operations in course - Normal											
	AA	A	B	C	D	E	F	G	H			
Falling due	1,962,989	28,471,007	181,366	120,466	68,849	54,386	35,341	26,359	35,572		30,956,335	31,029,611
01 to 30	140,603	3,995,261	23,591	13,451	5,248	2,973	2,097	1,504	6,310		4,191,038	5,780,648
31 to 60	147,834	1,184,440	10,554	8,152	5,243	3,447	2,404	1,743	3,356		1,367,173	1,613,846
61 to 90	117,358	1,075,308	9,477	6,987	4,440	2,943	2,016	1,383	1,867		1,221,779	1,067,420
91 to 180	246,948	2,760,527	22,458	15,780	9,467	6,596	4,242	2,588	3,267		3,071,873	3,119,294
181 to 365	335,355	4,176,503	32,203	20,683	11,954	9,046	5,698	6,286	4,639		4,602,367	4,697,264
Over 365	974,891	15,278,968	83,083	55,413	32,497	29,381	18,884	12,855	16,133		16,502,105	14,751,139
Subtotal	1,962,989	28,471,007	181,366	120,466	68,849	54,386	35,341	26,359	35,572		30,956,335	31,029,611
Provision required	-	142,355	1,814	3,614	6,885	16,316	17,671	18,451	35,572		242,678	224,311
Total (1)	1,962,989	30,389,711	1,639,966	1,409,116	938,496	680,547	545,342	443,613	1,300,946		39,310,726	39,035,549
Total provision	-	151,948	16,400	42,273	93,850	204,164	272,671	310,529	1,300,946		2,392,781	2,303,760

(1) Not including the market value adjustment (Note B.a).

c) Change in the provision for expected losses associated with credit risk (1):

Bank	03/31/2023			03/31/2022		
	Loan operations	Other (1)	Total	Loan operations	Other (1)	Total
Opening balance	2,303,658	20,251	2,323,909	1,994,644	26,999	2,021,643
Constitution/reversal of provision	535,008	(230)	534,778	598,033	(2,734)	595,299
Write-off against provision	(445,987)	-	(445,987)	(361,407)	-	(361,407)
At the end of the year	2,392,679	20,021	2,412,700	2,231,270	24,265	2,255,535
Current	1,801,712	20,021	1,821,733	1,681,561	24,265	1,705,826
Non-current	590,967	-	590,967	549,709	-	549,709
Credit recoveries (2)	54,687	-	54,687	88,114	-	88,114
Effect on results (3)	(480,321)	230	(480,091)	(509,919)	2,734	(507,185)

Consolidated	03/31/2023			03/31/2022		
	Loan operations	Other (1)	Total	Loan operations	Other (1)	Total
Opening balance	2,303,760	23,328	2,327,088	1,994,746	26,999	2,021,745
Merger of balance (4)	-	-	-	-	3,077	3,077
Constitution/reversal of provision	535,008	2,806	537,814	598,033	(2,734)	595,299
Write-off against provision	(445,987)	-	(445,987)	(361,407)	-	(361,407)
At the end of the year	2,392,781	26,134	2,418,915	2,231,372	27,342	2,258,714
Current	1,801,814	26,134	1,827,948	1,681,663	27,342	1,709,005
Non-current	590,967	-	590,967	549,709	-	549,709
Credit recoveries (2)	55,679	-	55,679	89,183	-	89,183
Effect on results (3)	(479,329)	(2,806)	(482,135)	(508,850)	2,734	(506,116)

(1) Includes other credits without credit characteristics (Notes 9 and 10).

(2) In the period ended 03/31/2023, credits previously written off against the provision, totaling R\$ 55,679, were recovered (recovered credits of R\$ 54,687 in Banco PAN and recovered credits of R\$ 992 in Brazilian Finance & Real Estate).

(3) Charge from provision, net of income from credits recovered.

(4) Acquisition of Mosaico (Note 1.a).

d) Classification by sector:

	Bank				Consolidated			
	03/31/2023		12/31/2022		03/31/2023		12/31/2022	
	Amount	%	Amount	%	Amount	%	Amount	%
Individuals	37,546,970	95.51	37,241,394	95.40	37,546,970	95.51	37,241,394	95.40
Services	1,388,865	3.54	1,419,262	3.64	1,388,967	3.54	1,419,364	3.64
Financial	655,561	1.67	676,170	1.73	655,561	1.67	676,272	1.73
Utilities	168,832	0.43	164,701	0.42	168,832	0.43	164,701	0.42
Construction and real-estate development	57,638	0.15	63,986	0.16	57,740	0.15	63,986	0.16
Media, IT and Telecom	18,049	0.05	16,495	0.04	18,049	0.05	16,495	0.04
Transportation and logistics	5,067	0.01	5,338	0.01	5,067	0.01	5,338	0.01
Vehicle rental	2,582	0.01	2,593	0.01	2,582	0.01	2,593	0.01
Health, security and education	1,252	-	1,112	-	1,252	-	1,112	-
Other services	479,884	1.22	488,867	1.25	479,884	1.22	488,867	1.25
Commercial	374,740	0.95	374,737	0.96	374,740	0.95	374,737	0.96
Wholesale and retail	374,740	0.95	374,737	0.96	374,740	0.95	374,737	0.96
Basic industries	49	-	54	-	49	-	54	-
Other industries	49	-	54	-	49	-	54	-
Total (1)	39,310,624	100.00	39,035,447	100.00	39,310,726	100.00	39,035,549	100.00

(1) Not including the market value adjustment (Note 8.a).

e) Concentration of loan operations:

	Bank				Consolidated			
	03/31/2023		12/31/2022		03/31/2023		12/31/2022	
	Amount	%	Amount	%	Amount	%	Amount	%
10 largest borrowers	669,178	1.70	698,207	1.79	669,178	1.70	698,207	1.79
50 next largest borrowers	576,298	1.47	581,780	1.49	576,298	1.47	581,780	1.49
100 next largest borrowers	228,980	0.58	234,184	0.60	228,980	0.58	234,184	0.60
Other borrowers	37,836,168	96.25	37,521,276	96.12	37,836,270	96.25	37,521,378	96.12
Total	39,310,624	100.00	39,035,447	100.00	39,310,726	100.00	39,035,549	100.00

f) Transactions for the sale or transfer of financial assets:**I. Transactions with substantial transfer of risks and benefits:**

In the periods ended 03/31/2023 and 12/31/2022, loans were assigned to financial institutions as below:

Bank and Consolidated	03/31/2023			03/31/2022		
	Assignment amount	Present value	Result	Assignment amount	Present value	Result
Payroll-deductible/FGTS	4,477,443	3,638,874	838,569	2,232,406	1,773,941	458,465
Total (Note 8.g)	4,477,443	3,638,874	838,569	2,232,406	1,773,941	458,465

II. Transactions with substantial retention of risks and benefits:**CMN Resolution 3,533/08 Assignments**

The responsibilities for loans assigned with substantial retention of risks and benefits amounted to R\$ 161,902, in Banco PAN and Consolidated (R\$ 198,221 at 12/31/2022), calculated at present value using the agreed contract rates. Obligations of R\$ 264,220 (R\$ 304,943 at 12/31/2022) were assumed for these loans (Note 18.a).

g) Income from loan operations:

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Vehicles	1,087,775	852,363	1,087,775	852,363
Profit on loan assignments (Note 8.f)	838,569	458,465	838,569	458,465
Payroll-deductible loans	563,270	399,927	563,270	399,927
Credit cards	531,977	423,129	531,977	423,129
FGTS loan	178,822	269,364	178,822	269,364
Recovery of loans written off as losses	54,687	88,114	55,679	89,183
Personal credit	50,927	77,675	50,927	77,675
Performance bonus on assignments	23,988	40,116	23,988	40,116
Working capital/overdraft accounts	42,018	33,876	42,018	33,876
Renegotiated loans	16,490	5,256	16,490	5,256
Housing loans	6,651	11,231	6,651	11,231
Emergency credit limit	1,466	1,888	1,466	1,888
Other	1	17	1	17
Adjustment to market value - Retail Portfolio (1)	230,984	22,739	230,984	22,739
Total	3,627,625	2,684,160	3,628,617	2,685,229

(1) Mark-to-market of accounting hedges on retail credits: payroll-deductibles, vehicles and FGTS loan (Note 7.c.vi).

9) Other financial assets

	Bank		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Amounts receivable from loan assignments	642,991	619,005	642,991	619,005
Negotiation and intermediation of securities	9,780	795	9,780	795
Acknowledgment of debt (1)	4,003	5,088	4,003	5,088
Real estate receivables (2)	-	-	1,572	1,300
Total	656,774	624,888	658,346	626,188
Current	319,246	299,096	318,684	298,640
Non-current	337,528	325,792	339,662	327,548

(1) Includes provision for debt acknowledgment of R\$ 1,340 at 03/31/2023 (R\$ 1,698 at 12/31/2022) (Note 8.c).

(2) INCC/IGPM/SAVINGS/CDI with no indexation accruals, interest from 0% to 14.24% per annum, maturing on 11/15/2034.

10) Other receivables

	Bank		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Judicial and tax deposits	243,458	226,025	267,417	249,834
Sundry debtors	256,147	223,869	268,214	236,821
Amounts receivable from related parties	36,318	38,343	21,338	23,145
Amounts receivable from payroll-deductible loans (1)	3,706	3,390	3,706	3,390
Products listing (2)	-	-	44,631	73,521
Residual benefit in securitized transactions	-	-	4,513	4,561
Other (3)	171,736	164,902	190,100	178,264
Total	711,365	656,529	799,919	769,536
Current	585,848	519,172	638,800	606,293
Non-current	125,517	137,357	161,119	163,243

(1) Basically refers to amounts received and not yet transferred to the Bank by state and municipal governments, as transfers are being negotiated by the Bank (allowance for losses constituted), and to transfers in arrears for over 180 days, the balance of which at 03/31/2023 amounted to R\$ 9,715 (R\$ 9,731 at 12/31/2022) (Note 8.c).

(2) Includes allowance for amounts receivable, related to services rendered, of R\$ 6,113 at 03/31/2023 (R\$ 3,077 at 12/31/2022).

(3) Includes allowance for other credits without credit characteristics of R\$ 8,966 at 03/31/2023 (R\$ 8,822 at 12/31/2022) (Note 8.c).

11) Other assets

a) Assets not for own use and other:

Residual value	Bank				Consolidated			
	Cost	Allowance for losses	03/31/2023	12/31/2022	Cost	Allowance for losses	03/31/2023	12/31/2022
Assets not for own use	234,835	(37,330)	197,505	195,534	240,498	(37,859)	202,639	201,163
Properties	136,348	(31,090)	105,258	108,884	141,776	(31,384)	110,392	114,512
Vehicles	98,487	(6,240)	92,247	86,650	98,722	(6,475)	92,247	86,651
Other	1,227	-	1,227	1,496	1,227	-	1,227	1,496
Total	236,062	(37,330)	198,732	197,030	241,725	(37,859)	203,866	202,659
Current			198,732	197,030			203,866	202,659

b) Prepaid expenses

	Bank		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Financial system services	99,872	107,072	99,939	107,150
Data processing	1,897	2,122	1,897	2,122
Software maintenance	4,842	3,168	4,842	3,168
Other	131,036	64,266	133,049	65,403
Total	237,647	176,628	239,727	177,843
Current	188,569	53,288	190,141	53,943
Non-current	49,078	123,340	49,586	123,900

12) Investments

a) Investments in subsidiaries and associates:

Companies	Share capital	Adjusted equity	Number of shares/quotas held (in thousands)			Equity interest %	Adjusted results 03/31/2023	Balance of investments		Equity accounting adjustment (1)	
			Comm	Pr	Quotas			03/31/2023	12/31/2022	Period ended	
										03/31/2023	03/31/2022
PAN's direct subsidiaries and associates											
Pan Financeira S.A. - Crédito, Financiamento e Investimentos (2)	356,735	247,038	11	-	-	100.00	3,695	247,038	243,344	3,695	2,262
Pan Administradora de Consórcio Ltda. (2)	42,388	83,783	-	-	48,168	100.00	1,484	83,783	82,299	1,485	741
Brazilian Securities Companhia de Securitização (2)	174,201	234,806	77,865	-	-	100.00	3,850	234,806	230,982	3,850	3,092
Brazilian Finance & Real Estate S.A. (3)	107,662	204,710	0.2	0.5	-	100.00	2,765	204,710	201,933	2,765	859
BM Sua Casa Promotora de Vendas Ltda. (2)	179,864	226,533	-	-	179,864	100.00	943	226,533	224,945	943	445
Bw Properties S.A.	400,442	521,843	23	-	-	3.86	-	20,143	16,165	3,978	312
Mosaico Tecnologia ao Consumidor S.A. (4)	642,033	657,906	126,596	-	-	100.00	20,960	1,700,121	1,708,111	20,960	(187)
Total								2,717,134	2,707,779	37,676	7,524

(1) Considers results determined by the companies subsequent to acquisition and includes equity interests in the investees other than from results, as well as adjustments arising from the equalization of accounting principles, where applicable.

(2) Companies' interim financial statements for the period ended 03/31/2023 were audited by the same independent auditor as that of Banco PAN.

(3) Company's interim financial statements for the period ended 03/31/2023 were reviewed by another independent auditor.

(4) At 03/31/2023, goodwill was recorded on the acquisition of investment in Mosaico, net of amortization, of R\$ 1,042,215 (Note 1.a (Corporate Events)).

b) Other investments:

Bank and Consolidated	03/31/2023	12/31/2022
Asset and Security Registration Center (Certa)	7,480	5,693
Interbank Payment Chamber (CIP)	11,260	11,260
Total	18,740	16,953

13) Property and equipment

a) Property and equipment comprise the following:

Bank	Annual depreciation rate	Cost	Depreciation	Residual value	
				03/31/2023	12/31/2022
Facilities, furniture and equipment in use	10%	37,164	(7,710)	29,454	31,384
Security and communications systems	10%	7,606	(4,118)	3,488	3,628
Data processing systems	20%	52,696	(31,522)	21,174	23,308
Card reading machines	33%	106,583	(43,539)	63,044	71,925
Total at 03/31/2023		204,049	(86,889)	117,160	-
Total at 12/31/2022		204,121	(73,876)	-	130,245

Consolidated	Annual depreciation rate	Cost	Depreciation	Residual value	
				03/31/2023	12/31/2022
Facilities, furniture and equipment in use	10%	41,430	(9,621)	31,809	33,838
Security and communications systems	10%	7,836	(4,201)	3,635	3,780
Data processing systems	20%	59,630	(34,493)	25,137	27,185
Card reading machines	33%	106,583	(43,539)	63,044	71,925
Total at 03/31/2023		215,479	(91,854)	123,625	-
Total at 12/31/2022		215,188	(78,460)	-	136,728

b) Changes in property and equipment by category:

Bank	Facilities, furniture and equipment in use	Security and communications systems	Data processing systems	Card reading machines	Total
At 12/31/2022	31,384	3,628	23,308	71,925	130,245
Purchases	-	269	49	-	318
Disposals	-	(4)	(93)	-	(97)
Depreciation	(1,930)	(405)	(2,090)	(8,881)	(13,306)
At 03/31/2023	29,454	3,488	21,174	63,044	117,160

Consolidated	Facilities, furniture and equipment in use	Security and communications systems	Data processing systems	Card reading machines	Total
At 12/31/2022	33,838	3,780	27,185	71,925	136,728
Purchases	19	269	396	-	684
Disposals	-	(4)	(93)	-	(97)
Depreciation	(2,048)	(410)	(2,351)	(8,881)	(13,690)
At 03/31/2023	31,809	3,635	25,137	63,044	123,625

14) Intangible assets

a) Intangible assets comprise the following:

Bank	Amortization rate	Cost	Amortization	Residual value	
				03/31/2023	12/31/2022
Software	20% to 60%	208,577	(134,720)	73,857	60,181
Software license	20% to 60%	194,890	(151,122)	43,768	44,194
Total at 03/31/2023		403,467	(285,842)	117,625	-
Total at 12/31/2022		369,016	(264,641)	-	104,375

Consolidated	Amortization rate	Cost	Amortization	Residual value	
				03/31/2023	12/31/2022
Software	20% to 60%	257,303	(148,079)	109,224	90,626
Software license	20% to 60%	194,969	(151,201)	43,768	44,194
Trademarks and patents	5% to 50%	30,867	(5,295)	25,572	25,958
Goodwill	10%	1,197,142	(121,471)	1,075,671	1,106,379
Total at 03/31/2023		1,680,281	(426,046)	1,254,235	-
Total at 12/31/2022		1,639,922	(372,765)	-	1,267,157

b) Changes in intangible assets by category:

Bank

	Software	Software license	Total
At 12/31/2022	60,181	44,194	104,375
Additions	17,276	17,174	34,450
Amortization	(3,600)	(17,600)	(21,200)
Total at 03/31/2023	73,857	43,768	117,625

Consolidated

	Software	Software license	Trademarks and patents	Goodwill	Total
At 12/31/2022	90,626	44,194	25,958	1,106,379	1,267,157
Additions	23,201	17,174	-	-	40,375
Amortization	(4,603)	(17,600)	(386)	(30,708)	(53,297)
Total at 03/31/2023	109,224	43,768	25,572	1,075,671	1,254,235

15) Deposits, funds obtained in the open market and funds from acceptance and issuance of securities

a) Deposits:

Bank	Current				Non-current	03/31/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days		
Demand deposits	386,904	-	-	-	-	386,904	448,432
Interbank deposits	556,524	1,139,964	17,456	22,061	6,770,341	8,506,346	5,732,358
Time deposits (I)	2,088,642	3,382,629	1,731,369	3,729,750	8,024,019	18,956,409	19,925,732
Total at 03/31/2023	3,032,070	4,522,593	1,748,825	3,751,811	14,794,360	27,849,659	-
Total at 12/31/2022	3,031,556	2,276,623	4,746,899	3,542,117	12,509,327	-	26,106,522

Consolidated	Current				Non-current	03/31/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days		
Demand deposits	386,871	-	-	-	-	386,871	448,409
Interbank deposits	556,455	904,294	16,042	7,845	6,770,341	8,254,977	5,482,464
Time deposits (1)	2,084,993	3,373,185	1,707,067	3,577,839	7,270,930	18,014,014	19,006,490
Total at 03/31/2023	3,028,319	4,277,479	1,723,109	3,585,684	14,041,271	26,655,862	-
Total at 12/31/2022	3,006,456	2,266,190	4,498,644	3,257,644	11,908,429	-	24,937,363

(1) Hedge accounting transactions.

b) Funds obtained in the open market:

Bank and Consolidated	Current				Non-current	03/31/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days		
Own portfolio	5,749,998	-	39	156	2,972	5,753,165	5,884,794
Financial Treasury Bills (LFT)	-	-	39	156	2,972	3,167	3,800
National Treasury Notes (NTN)	5,749,998	-	-	-	-	5,749,998	5,880,994
Total at 03/31/2023	5,749,998	-	39	156	2,972	5,753,165	-
Total at 12/31/2022	5,880,994	202	-	76	3,522	-	5,884,794

c) Funds from acceptance and issuance of securities:

Bank and Consolidated	Current				Non-current	03/31/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days		
Financial Bills (LF)	183,123	219,634	789,555	2,115,772	7,332,421	10,640,505	10,529,449
Real estate letters of credit (LCI)	1,013	10,396	42,184	88,208	6,259	148,060	88,769
Total at 03/31/2023	184,136	230,030	831,739	2,203,980	7,338,680	10,788,565	-
Total at 12/31/2022	14,121	291,159	401,134	1,430,766	8,481,038	-	10,618,218

d) Expenses on deposits, funds obtained in the open market, funds from issuance of securities and subordinated debt:

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Time deposits	677,349	633,797	647,676	620,808
Financial bills	375,870	269,786	375,870	269,786
Interbank deposits	293,296	100,953	285,338	95,384
Purchase and sale commitments	200,218	34,828	200,218	34,828
Loans assigned with retention of risk	5,221	9,287	5,221	9,287
Contributions to the deposit guarantee fund	5,920	7,285	5,920	7,285
Real estate letters of credit	3,357	4,689	3,357	4,689
Total	1,561,231	1,060,625	1,523,600	1,042,067

16) Interbank accounts

Bank and Consolidated	03/31/2023	12/31/2022
Receipts and payments pending settlement (1)	1,896,712	2,138,323
Local correspondents (2)	122,252	132,210
Total	2,018,964	2,270,533
Current	2,018,964	2,270,533

(1) Refer mainly to amounts payable related to card transactions.

(2) Refer to the receipt of installments related to contracts assigned to be transferred to the assignees, updated at the agreed contractual rates. The accounts are represented by vehicle financing, payroll-deductible loans, and real-estate financing.

17) Borrowings

a) Balance sheet accounts:

	Bank		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Borrowings				
Local	-	-	1	78
Foreign (1)(2)	771,938	779,785	771,938	779,785
Total	771,938	779,785	771,939	779,863
Current	390,908	388,458	390,909	388,536
Non-current	381,030	391,327	381,030	391,327

(1) Borrowing obtained on 12/22/2021 in the amount of US\$ 150 million, maturing on 12/15/2025; and

(2) Hedge accounting transactions (Note 7.c.vi).

18) Other financial liabilities

a) Breakdown:

Bank and Consolidated	03/31/2023	12/31/2022
Assignment with substantial retention of risks and benefits (8.f ii)	264,220	304,943
Subordinated debts (18.b)	11,488	10,987
Total	275,708	315,930
Current	161,154	172,518
Non-current	114,554	143,412

b) Subordinated debts:

The composition of tranches and balances updated to the base dates is as follows:

Bank and Consolidated	03/31/2023	12/31/2022
In Brazil:		
R\$ 8,000 (1)	11,488	10,987
Total	11,488	10,987
Non-current	11,488	10,987

(1) Subordinated Financial Bills issued on 04/18/2019, maturing on 04/16/2027.

19) Provisions, contingent assets and liabilities and legal obligations (tax and social security)

Provisions:

The Bank is a party to labor, civil and tax lawsuits arising in the normal course of its business. The corresponding provisions are constituted for all civil, tax and labor processes whenever losses are considered probable, reflecting the history of losses, advice of the legal advisors, the type and complexity of the lawsuits, and recent judicial precedent. The provision recorded is sufficient to cover the probable risk of loss arising from these lawsuits.

Labor

The claims have been brought by former employees and service providers claiming compensation for labor rights, arising, in general, from their classification as bank employees, particularly for overtime, based on Article 224 of the Consolidation of Labor Laws (CLT), as a secondary obligor in lawsuits involving service providers.

Labor claims are managed individually and accompanied by specialized internal and external legal counsel. Provisions are made to reflect the history of losses for similar lawsuits concluded in the last 12 or 24 months, depending on the type of plaintiff, updated annually or adjusted at a rate of 1% per month.

Civil

These lawsuits are claims for payment, indemnities, tariff revisions and tariff claims.

Civil lawsuits that are classified into two groups, as follows:

1) lawsuits with similar characteristics

A statistical model is applied to estimate the provision for civil lawsuits with similar characteristics, which is calculated based on the average loss for all lawsuits over the last 12 months, updated quarterly.

2) strategic civil lawsuits

The provision for the strategic civil lawsuits is recorded under the advice of internal experts, based on the characteristics of the lawsuit, the position of outsourced law firms, timing of the proceeding, judicial precedents, as well as the risk of affecting the image and operations of the Bank.

There are no other significant administrative proceedings in progress for non-compliance with National Financial System regulations or for payment of fines, which could have a material effect on the financial position of the Bank or its subsidiaries.

Tax

Administrative and judicial proceedings filed by the Federal Government, States, Municipalities and the Federal District against the PAN Group, for taxes whether registered or not as obligations. All such tax matters are assisted by specialized firms.

The provision for taxes is supported by extensive studies, taking into account procedural, jurisprudential, doctrinal aspects, supported by legal counsel, and are classified as a probable loss.

I. Provisions by nature:

	Bank		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Civil	196,198	199,052	200,552	204,427
Labor	87,801	91,738	89,741	94,253
Tax	5,392	5,283	47,268	45,602
Total	289,391	296,073	337,561	344,282

II. Change in provisions:

Bank	Civil	Labor	Tax	Total
At 12/31/2022	199,052	91,738	5,283	296,073
Constitution, net of reversals	49,211	9,420	(14)	58,617
Indexation and interest accruals	-	-	126	126
Settlements	(52,065)	(13,357)	(3)	(65,425)
At 03/31/2023	196,198	87,801	5,392	289,391

Consolidated	Civil	Labor	Tax	Total
At 12/31/2022	204,427	94,253	45,602	344,282
Constitution, net of reversals	49,315	8,844	402	58,561
Indexation and interest accruals	-	-	1,320	1,320
Settlements	(53,190)	(13,356)	(56)	(66,602)
At 03/31/2023	200,552	89,741	47,268	337,561

III. Contingent liabilities with possible risk of losses:

The main tax litigation discussions with an estimated likelihood of loss considered as possible are described below.

IRPJ/CSLL - Capital gain obtained on the demutualization of B3 (over-the-counter), in addition to the disallowance of income tax and social contribution losses, referring to 2008 and 2009. In March 2023, the amount related to this lawsuit totals approximately R\$ 796 (R\$ 784 at 12/31/2022);

IRPJ/CSLL - Deductibility of losses on loan operations and other operating expenses, referring to 2007 to 2017. In March 2023, the amounts related to these lawsuits total approximately R\$ 990,418 (R\$ 969,867 at 12/31/2022);

IRPJ/CSLL - Deductibility of PIS/COFINS referring to 2014. In March 2023, the amount related to this lawsuit totals approximately R\$ 25,407 (R\$ 24,868 at 12/31/2022);

IRPJ/CSLL - Deductibility of goodwill paid on the acquisition of equity interests amortized in 2014 to 2017. In March 2023, the amount related to these lawsuits totals approximately R\$ 25,896 (R\$ 25,095 at 12/31/2022);

PIS/COFINS - Deductibility of swap expenses from the calculation base, referring to 2010. In March 2023, the amount related to this lawsuit totals approximately R\$ 5,154 (R\$ 5,068 at 12/31/2022);

PIS/COFINS - Deductibility of commissions paid to bank correspondents and losses on sale or transfer of financial assets for calendar year 2017. In March 2023, the amount related to this lawsuit totals approximately R\$ 245,952 (R\$ 239,871 at 12/31/2022);

INSS on profit or gain sharing and Workers' Meal Program (PAT) - Levy of social security contributions on payments made as profit or gain sharing and PAT for 2012, 2013, 2016 and 2017. In March 2023, the amounts related to these lawsuits total approximately R\$ 138,845 (R\$ 135,691 at 12/31/2022);

IRRF - Capital gain from the acquisition of equity interest abroad, referring to 2012. In March 2023, the amount related to this lawsuit totals approximately R\$ 87,411 (R\$ 85,746 at 12/31/2022); and

Tax offsetting disallowed- Rejection of requests for offsetting IRPJ, CSLL, PIS, COFINS, resulting from overpayments or taxes not due. In March 2023, the amounts related to these lawsuits total approximately R\$ 261,377 (R\$ 254,790 at 12/31/2022).

20) Current tax obligations

	Bank		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Taxes and contributions on income	53,827	130,794	62,121	150,558
Social Contribution on Revenues (COFINS)	47,567	45,055	50,089	46,954
Taxes and contributions on salaries	19,635	25,286	23,800	28,665
Withholding tax at source on payments to third	6,362	5,733	6,494	5,871
Social Integration Program (PIS)	7,730	7,321	8,245	7,703
Services Tax (ISS)	3,444	3,356	4,898	5,099
Withholding tax on fixed-income securities	1,859	3,554	1,859	3,554
Tax Recovery Program (REFIS) - Law 12,996/14	-	-	835	890
Total	140,424	221,099	158,341	249,294
Current	140,424	221,099	158,341	249,294

21) Other liabilities

	Bank		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Payables due	1,080,341	1,134,830	1,123,150	1,192,658
Operations linked to assignment	745,096	909,860	745,096	909,860
Collections	77,875	118,272	78,115	118,512
Credit card transactions	114,091	37,468	114,091	37,468
Negotiation and intermediation of securities	8,420	18,262	9,403	19,224
Amounts payable to related parties	33,447	36,443	32,363	35,408
Specific consortium amounts	-	-	1,018	1,017
Other	103,835	93,655	110,044	99,762
Total	2,163,105	2,348,790	2,213,280	2,413,909
Current	2,162,279	2,343,247	2,206,902	2,403,651
Non-current	826	5,543	6,378	10,258

22) Equity

a) Composition of capital - number of shares:

On 03/09/2022, BACEN approved the merger of shares issued by Mosaico and the increase in capital following the merger of all shares issued by Mosaico, as per resolutions made at the Company's Extraordinary General Meeting held on 12/01/2021.

Total subscribed and fully paid-up capital at 03/31/2023 and 12/31/2022 amounted to R\$ 5,928,320.

The nominative registered shares with no par value are shown below (in thousands of shares).

	03/31/2023	12/31/2022
Common	657,561	657,561
Preferred	648,772	648,772
Subtotal	1,306,333	1,306,333
In treasury (preferred) (1)	(33,140)	(33,153)
Total	1,273,193	1,273,180

(1) Own shares acquired, based on the approval of the Board of Directors to be held in Treasury or for subsequent cancellation (Note 22.e).

b) Revenue reserves

Legal reserve - pursuant to its Bylaws, the Bank appropriates 5% of its annual net profit, after the deduction of any accumulated losses and the income tax provision, to the legal reserve, the balance of which cannot exceed 20% of the Bank's paid-up capital. Pursuant to Article 193, paragraph 1, of Corporation Law 6,404/76, the Bank may opt not to appropriate a portion of its net profit to the legal reserve in the year in which the balance of this reserve plus the capital reserves exceeds 30% of capital.

Income reserve - the purpose of the reserve is to ensure that there are sufficient funds to meet the Bank's regulatory and operational capital requirements. The reserve can be converted into capital by a decision of the Board of Directors. Observing the limit of authorized capital, this reserve can be formed, in accordance with a proposal of the Board of Directors, with up to 100% of the net profit remaining after the annual appropriations, but may not exceed the amount of the Bank's capital.

c) Interest on capital and dividend distributions:

Stockholders are entitled to a minimum dividend corresponding to 35% of annual profit, adjusted pursuant to the Bylaws and Article 202 of Law 6,404/76.

The calculation of the interest on capital is as follows:

	03/31/2023	% (1)	03/31/2022	% (1)
Net profit	172,258		195,496	
(-) Legal reserve	(8,613)		(9,775)	
Calculation base	163,645		185,721	
Interest on capital (gross) approved and provisioned/paid	67,383		76,474	
Withholding Income Tax related to interest on capital	(10,107)		(11,471)	
Interest on capital (net) approved and provisioned	57,276	35.0%	65,003	35.0%

(1) Percentage of interest on capital on the calculation base.

d) Earnings per share:

	03/31/2023	03/31/2022
Profit attributable to the Bank's stockholders	172,258	195,496
Profit attributable to the Bank's holders of common shares	88,899	106,138
Profit attributable to the Bank's holders of preferred shares (R\$ thousand)	83,359	89,358
Weighted average number of common shares outstanding (thousand)	657,561	657,561
Weighted average number of preferred shares outstanding (thousand)	616,589	553,600
Basic earnings per common share attributable to the Bank's stockholders	0.14	0.16
Basic earnings per preferred share attributable to the Bank's stockholders	0.14	0.16

e) Treasury shares:

At a meeting held on 05/09/2022, the Company's Board of Directors approved the new Banco PAN's Share Buyback Program, authorizing the acquisition of up to 40,000,000 preferred shares of own issue, registered, book-entry and with no par value (BPAN4), to be held in treasury or for subsequent cancellation ("Share Buyback Program"). The Buyback Program will be in place up to 18 months from 05/09/2022.

On 11/29/2022, the Board of Directors approved the cancellation of preferred shares already held in the Company's treasury, without reduction of the Company's share capital, resulting from acquisitions made under the Buyback Program. This resolution will result in a change in the Bank's shareholding structure, after approval of the Ordinary and Extraordinary General Meeting to be held on 04/28/2023, as follows: total subscribed and fully paid-up capital amounting to R\$ 5,928,320,482.90, represented by 1,273,199,269 shares, comprising 657,560,635 common shares and 615,638,634 preferred shares, all of which are registered, book-entry and with no par value.

At 03/31/2023, the balance of treasury shares totaled R\$ 234,855, comprising 33,140 preferred shares.

23) Income from services rendered

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Loan operations	97,963	74,066	97,963	74,066
Credit cards	70,087	70,924	70,115	70,743
Business intermediation	48,236	26,447	48,236	26,447
Revenue in products listing (1)	-	-	61,557	19,696
Advertising revenue (2)	-	-	13,966	5,937
Other	971	2,837	3,450	3,809
Total	217,257	174,274	295,287	200,698

(1) Amounts related to the provision of price comparison services.

(2) Amounts related to online advertising revenue.

24) Personnel expenses

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Salaries	124,425	132,753	132,416	137,876
Social charges	35,766	40,266	39,157	41,753
Benefits (Note 32)	27,563	27,365	30,037	28,546
Fees (Note 30.b)	8,672	7,455	8,980	7,850
Other	1,649	2,142	2,110	2,320
Total	198,075	209,981	212,700	218,345

25) Other administrative expenses

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Commissions payable to correspondent banks	390,335	256,840	387,196	255,830
Third-party services	194,121	165,176	196,362	168,830
Data processing	159,732	119,579	162,220	121,187
Financial system services	77,857	77,704	78,107	77,982
Advertising, promotions and publicity	64,966	73,577	83,978	82,247
Communication	16,603	21,059	16,906	21,202
Rentals	7,961	6,374	12,254	8,053
Depreciation and amortization	34,506	27,405	36,279	28,045
Asset search and seizure expenses	8,584	3,841	8,584	3,841
Maintenance and conservation of property	3,596	2,170	4,878	2,182
Transportation	1,192	1,820	1,250	1,858
Travel	1,038	680	1,797	887
Fees and emoluments	889	875	1,007	934
Water, power and gas	410	327	443	345
Consumption materials	393	363	432	380
Other	4,060	6,664	4,600	7,121
Total	966,243	764,454	996,293	780,924

26) Tax expenses

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Social Contribution on Revenues (COFINS)	88,730	58,794	96,400	61,830
Social Integration Program (PIS)	14,419	9,631	15,996	10,241
Services Tax (ISS)	8,847	6,656	11,341	7,511
Taxes and charges	1,778	1,902	1,986	2,312
Total	113,774	76,983	125,723	81,894

27) Provision expenses

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Constitution (reversal) of provision for civil	(49,211)	(46,335)	(49,315)	(46,952)
Constitution (reversal) of provision for labor	(9,420)	(11,933)	(8,844)	(11,562)
Constitution (reversal) of provision for tax	14	1	(402)	58
Total	(58,617)	(58,267)	(58,561)	(58,456)

28) Other operating income and expenses

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Recovery of charges and expenses	40,910	19,918	41,068	20,252
Indexation/foreign exchange variations	13,198	9,451	12,981	9,371
Assignment of loans	(360,285)	(199,851)	(360,285)	(199,851)
Discounts granted	(95,616)	(52,508)	(95,616)	(52,508)
Losses on loan/financing operations and frauds	(33,018)	(25,615)	(33,018)	(25,615)
Liens	(9,878)	(6,887)	(9,879)	(6,887)
Amortization of goodwill (Note 14.b)	(28,950)	(5,983)	(30,708)	(7,242)
Other	(29,350)	(7,005)	(44,221)	(11,245)
Total	(502,989)	(268,480)	(519,678)	(273,725)

29) Non-operating income

	Bank		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Reversal/(impairment) of other assets	(213)	128	(381)	(656)
Result on the sale of other assets	1,170	4,313	1,202	4,379
Other	-	-	91	64
Total	957	4,441	912	3,787

30) Balances and transactions with related parties

Transactions with related parties (direct and indirect) are carried out under conditions and rates which are compatible with the average terms practiced with third parties obtained on the contract dates.

a) Balances and transactions with related parties

Bank	Maximum term	03/31/2023	12/31/2022	03/31/2023	03/31/2022
		Assets (liabilities)	Assets (liabilities)	Income (expenses)	Income (expenses)
Interbank investments (a)					
Banco BTG Pactual S.A.	12/15/2025	301,157	275,282	11,405	2,593
Loan assignments					
Banco BTG Pactual S.A. (b)	No term	2,325	2,225	100	13
Other receivables					
,Too Seguros S.A.	No term	21,291	23,121	-	-
Pan Financeira S.A. - Crédito, Financiamento e Investimentos	No term	-	105	-	-
Pan Corretora de Seguros Ltda.	No term	26	24	-	-
Mosaico Tecnologia ao Consumidor S.A. (c)	No term	5,107	5,107	-	79
Brazilian Securities Companhia de Securitização (c) (d)	No term	4,390	4,467	-	-
Pan Administradora de Consórcio Ltda.(c) (d)	No term	225	240	-	-
Brazilian Finance & Real Estate S.A. (c) (d)	No term	5,280	5,280	-	-
Key management personnel	No term	-	919	19	-
Demand deposits (e)					
,Too Seguros S.A.	No term	(337)	(337)	-	-
Pan Financeira S.A. - Crédito, Financiamento e Investimentos	No term	(6)	(3)	-	-
Pan Administradora de Consórcio Ltda.	No term	(8)	(12)	-	-
Pan Corretora de Seguros Ltda.	No term	(101)	(62)	-	-
BM sua Casa Promotora de Vendas Ltda.	No term	(3)	(2)	-	-
Brazilian Securities Companhia de Securitização	No term	(10)	(4)	-	-
Brazilian Finance & Real Estate S.A.	No term	(6)	(2)	-	-
Interbank deposits (f)					
Banco BTG Pactual S.A.	05/26/2026	(6,129,402)	(4,435,218)	(224,464)	(68,369)
Pan Financeira S.A. - Crédito, Financiamento e Investimentos	02/10/2024	(251,370)	(249,894)	(7,958)	(5,569)
Time deposits (g)					
Pan Corretora de Seguros Ltda.	03/27/2025	(64,050)	(49,559)	(2,051)	(1,345)
Pan Administradora de Consórcio Ltda.	03/13/2026	(77,348)	(75,948)	(2,474)	(1,755)
Brazilian Securities Companhia de Securitização	03/16/2026	(207,535)	(204,375)	(6,565)	(4,432)
Brazilian Finance & Real Estate S.A.	03/16/2026	(90,768)	(87,625)	(2,837)	(2,033)
BM sua Casa Promotora de Vendas Ltda.	03/04/2026	(65,139)	(60,541)	(1,973)	(1,158)
Mosaico Tecnologia ao Consumidor S.A.	12/20/2024	(500,532)	(489,714)	(15,795)	(3,611)
Mobiauto Edição de Anúncios Online Ltda	09/11/2023	(1,074)	(1,040)	(34)	-
Key management personnel	03/15/2027	(2,008)	(1,663)	(41)	(33)
Liabilities for purchase and sale commitments					
Banco BTG Pactual S.A.	04/03/2023	(5,749,998)	(5,880,994)	(199,495)	(34,393)
Derivative financial instruments (h)					
Banco BTG Pactual S.A.	12/15/2025	(129,282)	(88,353)	(40,929)	(139,450)

Other liabilities		(196,788)	(373,757)	-	-
Banco BTG Pactual S.A. (i)	No term	(163,371)	(337,351)	-	-
,Too Seguros S.A.	No term	(32,333)	(35,370)	-	-
Brazilian Finance & Real Estate S.A.	No term	(410)	(241)	-	-
Brazilian Securities Companhia de Securitização	No term	(201)	(240)	-	-
Mosaico Tecnologia ao Consumidor S.A.	No term	(473)	(555)	-	-
Income from services rendered		-	-	48,236	26,447
,Too Seguros S.A. (j)	-	-	-	48,236	26,447
Personnel expenses		-	-	(72)	(79)
,Too Seguros S.A.	-	-	-	(72)	(79)
Other administrative expenses		-	-	(16,786)	(15,837)
,Too Seguros S.A.	-	-	-	(912)	(1,033)
Banco BTG Pactual S.A. (k)	-	-	-	(1,045)	(983)
BTG Pactual Corretora (l)	-	-	-	(27)	(27)
Mosaico Tecnologia ao Consumidor S.A.	-	-	-	(1,607)	(1,011)
Mobiauto Edição de Anúncios Online Ltda	-	-	-	(1,570)	-
Tecban S.A.	-	-	-	(3,199)	(7,434)
Interbank Payment Chamber	-	-	-	(8,426)	(5,349)
Other operating expenses		-	-	(8,907)	(211)
Banco BTG Pactual S.A. (m)	-	-	-	(8,907)	(211)
Result from loan assignment		-	-	723,946	-
Banco BTG Pactual S.A.	-	-	-	723,946	-

(a) Refer to the Bank's investments accruing CDI rates.

(b) Refer to the performance bonus on the assignment of loans without recourse.

(c) Provisions for dividends to be paid until 12/31/2023, of which: R\$ 5,107 relates to Mosaico Tecnologia ao Consumidor S.A., R\$ 3,937 to Brazilian Finance & Real Estate S.A., R\$ 4,390 to Brazilian Securities Companhia de Securitização, and R\$ 225 to Pan Administradora de Consórcio Ltda..

(d) Provisioned balance of R\$ 1,343, referring to the remaining balance of the capital reduction of Brazilian Finance & Real Estate S.A., according to the Extraordinary General Meeting of 9/18/2013; provisioned balance of R\$ 77, substantially related to amounts received from different borrowers referring to loan operations acquired from the company Brazilian Securities Companhia de Securitização.

(e) Refer to the outstanding balances of current accounts of affiliates held at the Bank.

(f) Refer to the funding through interbank deposits with rates equivalent to the CDI rate.

(g) Refer to the funding through time deposits made at the Bank.

(h) Refer to swaps.

(i) Refers to interest on capital in the gross amount of R\$ 49,829 (12/31/2022 - R\$ 236,649) and provision for early settlement liability on credit assignments, in the amount of R\$ 113,532 (12/31/2022 - R\$ 100,684);

(j) Refers to the commissions paid to the Bank for insurance intermediation and the commissions paid to the correspondent for business intermediation;

(k) Refers to expenses with property rentals.

(l) Refers to expenses with market makers.

(m) Refers to expenses with credit assignment related to early settlement liability.

Consolidated	Maximum term	03/31/2023	12/31/2022	03/31/2023	03/31/2022
		Assets (liabilities)	Assets (liabilities)	Income (expenses)	Income (expenses)
Cash and cash equivalents (a)		1,097	3,450	-	-
Banco BTG Pactual S.A.	-	1,097	3,450	-	-
Interbank investments (b)		301,157	275,282	11,405	2,593
Banco BTG Pactual S.A.	12/15/2025	301,157	275,282	11,405	2,593
Loan assignments (c)		2,325	2,225	100	13
Banco BTG Pactual S.A.	No term	2,325	2,225	100	13
Other receivables		21,317	24,064	19	-
,Too Seguros S.A.	No term	21,291	23,121	-	-
Pan Corretora de Seguros Ltda.	No term	26	24	-	-
Key management personnel	No term	-	919	19	-

Demand deposits (d)		(438)	(399)	-	-
,Too Seguros S.A.	No term	(337)	(337)	-	-
Pan Corretora de Seguros Ltda.	No term	(101)	(62)	-	-
Interbank deposits (e)		(6,129,402)	(4,435,218)	(224,464)	(68,369)
Banco BTG Pactual S.A.	05/26/2026	(6,129,402)	(4,435,218)	(224,464)	(68,369)
Time deposits (f)		(66,058)	(51,222)	(2,092)	(1,378)
Pan Corretora de Seguros Ltda.	03/27/2025	(64,050)	(49,559)	(2,051)	(1,345)
Key management personnel	03/15/2027	(2,008)	(1,663)	(41)	(33)
Liabilities for purchase and sale commitments		(5,749,998)	(5,880,994)	(199,495)	(34,393)
Banco BTG Pactual S.A.	04/03/2023	(5,749,998)	(5,880,994)	(199,495)	(34,393)
Derivative financial instruments (g)		(129,282)	(88,353)	(40,929)	(139,450)
Banco BTG Pactual S.A.	12/15/2025	(129,282)	(88,353)	(40,929)	(139,450)
Other liabilities		(196,177)	(373,276)	-	-
Banco BTG Pactual S.A. (h)	No term	(163,371)	(337,351)	-	-
,Too Seguros S.A.	No term	(32,333)	(35,370)	-	-
Mosaico Tecnologia ao Consumidor S.A.	No term	(473)	(555)	-	-
Income from services rendered		-	-	48,236	26,447
,Too Seguros S.A. (i)	-	-	-	48,236	26,447
Personnel expenses		-	-	(72)	(79)
,Too Seguros S.A.	-	-	-	(72)	(79)
Other administrative expenses		-	-	(15,216)	(15,837)
,Too Seguros S.A.	-	-	-	(912)	(1,033)
Banco BTG Pactual S.A. (j)	-	-	-	(1,045)	(983)
BTG Pactual Corretora (k)	-	-	-	(27)	(27)
Mosaico Tecnologia ao Consumidor S.A.	-	-	-	(1,607)	(1,011)
Tecban S.A.	-	-	-	(3,199)	(7,434)
Interbank Payment Chamber	-	-	-	(8,426)	(5,349)
Other operating expenses		-	-	(8,907)	(211)
Banco BTG Pactual S.A. (l)	-	-	-	(8,907)	(211)
Result from loan assignment		-	-	723,946	-
Banco BTG Pactual S.A.	-	-	-	723,946	-

(a) Refer to current accounts of Mosaico Tecnologia ao Consumidor S.A. and Mobiauto Edição de Anúncios Online Ltda.

(b) Refer to the Bank's investments accruing CDI rates.

(c) Refer to the performance bonus on the assignment of loans without recourse.

(d) Refer to the outstanding balances of current accounts of affiliates held at the Bank.

(e) Refer to the funding through interbank deposits with rates equivalent to the CDI rate.

(f) Refer to the funding through time deposits made at the Bank.

(g) Refer to swaps.

(h) Refers to interest on capital in the gross amount of R\$ 49,829 (12/31/2022 - R\$ 236,649) and provision for early settlement liability on credit assignments, in the amount of R\$ 113,532 (12/31/2022 - R\$ 100,684).

(i) Refers to the commissions paid to the Bank for insurance intermediation and the commissions paid to the correspondent for business intermediation.

(j) Refers to expenses with property rentals.

(k) Refers to expenses with market makers.

(l) Refers to expenses with credit assignment related to early settlement liability.

b) Management compensation

The Board of Directors' meeting held on 03/28/2023 approved the proposal for Overall Annual Compensation of the Company's Management for 2023, irrespective of the year in which the amounts are paid, in the amount of up to R\$ 36,605, as well as the ratification of the Overall Annual Compensation of the Company's Management for 2022, as approved by the Compensation Committee on 10/28/2022 and subject to approval of the Ordinary and Extraordinary General Meeting to be held on 04/28/2023. The compensation of the Company's Management is presented in Note 24, under "Fees".

- **Other information**

As permitted by law, the Bank has loan operations with related parties, with comparable market terms and conditions, including related limits, interest rates, grace periods, maturities and required guarantees. Criteria are approved to classify these operations according to their risks for purposes of constituting the allowance for probable losses, without additional or differentiated benefits in relation to the operations carried out with other clients with the same profile.

31) Financial Instruments

- **Risk management**

The Bank is a wholly-owned subsidiary of the BTG Group and its assets and liabilities are subject to derivative financial instruments, which are recorded in the balance sheet, income and expenses and memorandum accounts.

The Bank's senior management is dedicated to risk management principles and the Board of Directors is responsible for approving the risk appetite included in the Risk Appetite Statement (RAS). Approval also extends to the policies, strategies and limits for risk management, among other guidelines of this management, pursuant to article 48 of CMN Resolution 4,557/17. The control and compliance management area, which is independent of the business and operational areas, is responsible for identifying, assessing, measuring, monitoring and controlling risk, in addition to reporting compliance with the risk guidelines established by management, without jeopardizing the duties of the Board of Directors included in Resolution above.

- **Capital management**

The Bank considers capital management to be one of its strategic pillars designed to optimize the utilization of available capital, contribute to the achievement of its objectives and strategies, always complying with the minimum capital limits established by the regulations in force.

Capital management is a continuous process of: (i) monitoring and controlling capital; (ii) assessing the need for capital to cover the potential risks to the Bank; and (iii) planning the capital targets and requirements. Capital management is based on the Bank's strategic objectives, business opportunities and the regulatory environment.

The Bank manages its capital based on a timely and prospective approach, in line with best practices and in compliance with the recommendations issued by the Basel Committee, consolidated in the regulation issued by CMN and BACEN, through policies and strategies that anticipate the capital that could be required as a result of possible changes in market conditions, and which are reviewed periodically by the Executive Board and Board of Directors. Management includes the allocation of capital funds for the expansion of the Bank's businesses, including for the necessary investments, according to the strategies that are being implemented.

Senior management is fully committed and the Board of Directors approves all policies and strategies for capital management, in accordance with article 48 of CMN Resolution 4,557/17.

Operating Limit - Basel Accord

As from the June 30, 2021, Banco BTG Pactual became the sole owner of Banco PAN and, consequently, Banco PAN became a member of the group of companies that comprise the BTG Pactual Economic and Financial Conglomerate, which reports, on a consolidated basis, its indicators of capital to the Brazilian Central Bank (Note 1).

Banco PAN prepares and reports its operating limit calculations using only a "managerial" format (pro forma), therefore complying with the minimum capital requirements established by CMN Resolutions 4,955/21 and 4,958/21. Capital requirements are calculated in accordance with BACEN Circular Letter 3,644/13 for credit risk, BACEN Circular Letters 3,634/13 to 3,639/13, 3,641/13 and 3,645/13 for market risk, and BACEN Circular Letter 3,640/13 for operating risk.

The calculation of the Indicators of Capital is presented below:

Calculation base - Basel index*	03/31/2023	12/31/2022
Tier I reference equity	5,339,488	5,170,802
Core capital	5,339,488	5,170,802
Tier II reference equity	9,190	8,789
Reference equity for comparison with risk-weighted assets (RWA)	5,348,678	5,179,591
Reference equity	5,348,678	5,179,591
- Credit risk	29,809,549	28,982,927
- Market risk	209	367
- Operating risk	4,088,480	4,242,955
Risk-weighted assets (RWA)	33,898,237	33,226,249
Basel Index	15.78%	15.59%
Tier I	15.75%	15.56%
Tier II	0.03%	0.03%

*Pro forma

Further details about the risk and capital management can be found in the Corporate Governance/Risk Management section of BTG Pactual's website, www.btgpactual.com.br/ri.

- **Credit risk**

Credit risk can arise from losses from the non-fulfillment by customers or counterparties of their corresponding financial obligations under the agreed terms, a default on a loan agreement as a result of a deterioration in the borrower's risk rating, decreased gains or remuneration, advantages granted in renegotiations and recovery costs.

Management of credit risks is carried out based on policies and strategies, operating limits, risk mitigation techniques and procedures for maintaining the credit risk exposure at levels which are considered to be acceptable by the Bank.

- **Market risk**

This risk arises from rate volatility and the mismatching of the terms and currencies of the Bank's consolidated asset and liability portfolios. These risks are managed daily through methodologies established by best practice guidelines.

The transactions are exposed to the following risk factors: fixed interest rates, interest rates linked to foreign exchange variations and their corresponding spot rates, interest rates linked to price indices

(National Consumer Price Index (INPC), National Civil Construction Index (INCC), Amplified Consumer Price Index (IPCA) and the General Market Price Index (IGPM)), as well as other interest rates (TR), foreign exchange variations (US\$) and share price variations.

The financial instruments are segregated into the following portfolios:

Trading portfolio: all transactions conducted with financial instruments, including derivatives, held with the intention of trading or for hedging other trading portfolio instruments. Transactions realized for trading are those intended for resale, for obtaining benefits from effective or expected changes in prices or arbitrage.

Banking portfolio: all transactions not classified in the trading portfolio. These consist of structured operations arising from the Bank's business lines and any related hedges.

Sensitivity analysis:

Risk factors	Trading and Banking Portfolio exposures subject to variation:	SCENARIOS(*)		
		(1) Probable	(2) Possible	(3) Remote
Interest rates	Fixed interest rates	(30)	(11,017)	(23,916)
Coupon - other interest rates	Coupon rates of interest rates	(15)	(3,616)	(6,536)
Coupon - price index	Coupon rates of price index	(13)	(4,297)	(7,320)
Foreign currency	Foreign exchange rate	-	(17)	(35)
Foreign exchange coupon	Foreign exchange coupon rates	-	(641)	(1,283)
Total at 03/31/2023		(58)	(19,588)	(39,090)
Total at 12/31/2022		(127)	(46,183)	(93,228)

The sensitivity analysis was carried out based on the market data for the last day in March 2023, focused on the adverse impact for each scenario. The effects do not consider the correlation between the scenario and the risk factors and tax effects.

Scenario 1: a one basis point (0.01% scenarios stress factor (increase or decrease) was applied to the forward interest rate structure in all scenarios/terms. For example: a 10% p.a. rate becomes 10.01% p.a. or 9.99% p.a. For foreign currencies and shares, a 1% stress factor was applied to the effective price.

Scenario 2: A 25% stress factor (increase or decrease) was applied to the rates (application of the 1.25 multiplier). For example: a 10% p.a. rate becomes 12.50% p.a. or 7.50% p.a. For foreign currencies and shares, a 25% stress factor was applied to the effective price.

Scenario 3: A 50% stress factor (increase or decrease) was applied to the rates (application of the 1.50 multiplier). For example: a 10% p.a. rate becomes 15.00% p.a. or 5.00% p.a. For foreign currencies and shares, a 50% stress factor was applied to the effective price.

The results of scenarios (2) and (3) are for simulations which involve significant stress situations, without considering mitigating actions. They do not reflect expected variations arising from market dynamics, the probability of the occurrence of which is considered to be low, and ignore measures which could be taken to mitigate potential risks.

The Bank uses derivative financial instruments for hedging purposes to meet its needs for managing market risks arising from the mismatching of currencies, indices, portfolio terms and arbitrage.

Foreign exchange exposure

The Bank uses derivative financial instruments for hedging purposes to meet its needs for managing market risks arising from the mismatching of currencies, indices, portfolio terms and arbitrage.

At 03/31/2023 and 12/31/2022, the position of derivative financial instruments, in foreign currency, was as follows:

	Notional		Market value	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Purchased position - U.S. Dollar				
Swap	(858,015)	(858,015)	(791,153)	(803,059)
Total	(858,015)	(858,015)	(791,153)	(803,059)
Sold position - U.S. dollar				
DOL	(2,549)	(2,662)	(2,549)	(2,662)
Total	(2,549)	(2,662)	(2,549)	(2,662)

- **Liquidity risk**

Liquidity risk arises from the possibility that the Bank may not be able to honor its expected and unexpected, current and future obligations, including those arising from related guarantees, without affecting its daily operations and without incurring significant losses; and also, the possibility of the Bank not being able to negotiate a specific position at market price, due to the amount being significant in relation to the financial volume normally transacted or some market interruptions.

The liquidity position, mismatching of primary risk factors, and of rates and terms of assets and liabilities in the portfolio, are constantly monitored.

The Bank maintains adequate liquidity levels, resulting from the quality of its assets and risk controls, in accordance with the Liquidity Risk Management Policy established and the regulatory requirements of the National Monetary Council (CMN Resolution 4,557/17). The results of the analyses of liquidity gaps are reported every two weeks to the Treasury Committee or whenever necessary.

- **Operating risk**

This risk refers to the possibility of losses occurring as a result of the failure, deficiency or inadequacy of internal processes, people and systems, or external events. This definition includes legal risk which is the risk related to the inadequacy or deficiencies in contracts entered into by the Bank, as well as any sanctions imposed as a result of non-compliance with the legal provisions and indemnities for damages to third parties arising from the activities carried out by the Bank.

The operating risk management structure is comprised different areas and committees that participate in the operating and legal risk management process, with their respective roles and responsibilities, and comply with the segregation of duties. These areas and committees seek synergy, efficiency, process efficacy and effectiveness, besides respecting risk limits and appetite defined by the management of the Conglomerate's management.

In compliance with the requirements established by BCB Resolution 54/20, the information on the risk management process is available for consultation on the website: <https://ri.bancopan.com.br/governanca-corporativa/gestao-de-riscos>.

Market value

The net book and market values of the main financial instruments are presented below:

Consolidated	03/31/2023		12/31/2022	
	Net book value	Market value	Net book value	Market value
Investments in interbank deposits	306,200	303,885	277,251	275,235
Marketable securities	9,984,202	9,724,912	9,149,836	8,892,559
- Trading securities	49,335	49,335	48,384	48,384
- Available-for-sale securities	246,151	246,151	285,397	285,397
- Securities held to maturity	9,688,716	9,429,426	8,816,055	8,558,778
Loan operations	39,285,412	42,254,881	38,779,251	40,939,398
Interbank deposits	8,254,977	8,491,161	5,482,464	5,655,271
Time deposits	18,014,014	18,850,497	19,006,490	19,764,186
Funds from issuance of securities	10,788,565	10,994,053	10,618,218	10,841,545
Foreign borrowings	771,938	783,029	779,785	823,179
Subordinated debts	11,488	13,815	10,987	13,459
Other financial liabilities	264,220	182,618	304,943	216,575

Determination of the market value of financial instruments:

- The market values of marketable securities, subordinated debts, and derivative financial instruments are based on market price quotations at the balance sheet date. When market quotations are not available, the market values are based on pricing models or equivalent instruments.
- The market values of the loan operations are determined by discounting future flows at the rates practiced in the market for equivalent transactions at the balance sheet date.
- The market values of time and interbank deposits and borrowings and onlendings are calculated by applying the rates practiced at the balance sheet date for equivalent instruments to the existing assets and liabilities.

32) Employee Benefits

In line with market best practices, Banco PAN offers a number of social benefits to its employees, including: (a) healthcare assistance; (b) dental care assistance; (c) life insurance; (d) meal vouchers; (e) food vouchers. In the period ended 03/31/2023, the benefit expenses amounted to R\$ 27,563 and R\$ 30,037 in Banco PAN and in the Consolidated, respectively (R\$ 27,365 and R\$ 28,546 in Banco PAN and in the Consolidated, respectively, in the period ended 03/31/2022).

33) Income Tax and Social Contribution

a) Income tax and social contribution reconciliation:

	Bank		Consolidated (3)	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Profit before income tax and social contribution	195,953	244,218	202,741	248,589
Total charges at the nominal statutory combined rate (1)	(88,179)	(109,898)	(87,142)	(110,811)
Reconciliation to tax expense:				
Equity in the results of investees	16,954	3,246	1,790	140
Interest on capital	30,323	34,413	30,323	34,413
Other amounts (2) (3)	17,207	23,517	24,861	23,010
Income tax and social contribution expense	(23,695)	(48,722)	(30,168)	(53,248)

(1) Standard rates: (i) the provision for income tax is recorded based on the rate of 15% of taxable profit, plus a 10% surcharge; (ii) the social contribution on net profit for Banco PAN is calculated at the rate of 20%; for Pan Financeira S.A. - Crédito, Financiamento e Investimentos (current name of Pan Arrendamento Mercantil) at the rate of 15%, and for other companies at the rate of 9%.

(2) Refers mainly to the effect of the Tax Incentive for Technological Innovation established by Law 11,196/05 and the recognition of IRPJ and CSLL recoverable on SELIC interest accruals receivable on overpaid taxes from 2016 to 2020 (Case 962 of STF).

(3) As from the first quarter of 2022, the financial information of Mobiauto and Mosaico started to be consolidated in the financial statements of the PAN Group.

b) Deferred income tax and social contribution assets

Bank	At 12/31/2022	Constituted	Realized	At 03/31/2023
Provision for expected losses associated with credit risk	1,214,640	304,659	(251,117)	1,268,182
Provision for civil contingencies	89,574	22,446	(23,730)	88,290
Provision for labor contingencies	41,281	4,251	(6,022)	39,510
Provision for tax contingencies	2,377	70	(21)	2,426
Provision for loss on assets not for own use	18,327	-	(1,528)	16,799
Other provisions	766,140	171,204	(198,795)	738,549
Total deferred tax assets on temporary differences	2,132,339	502,630	(481,213)	2,153,756
Income tax and social contribution losses	1,037,044	3,908	(23,574)	1,017,378
Total deferred tax assets	3,169,383	506,538	(504,787)	3,171,134
Deferred tax liabilities (Note 33.e)	(69,161)	(116,475)	135,751	(49,885)
Deferred tax assets, net of deferred tax liabilities	3,100,222	390,063	(369,036)	3,121,249

Consolidated	At 12/31/2022	Constituted	Realized	At 03/31/2023
Provision for expected losses associated with credit risk	1,227,000	305,818	(251,175)	1,281,643
Provision for civil contingencies	91,350	22,657	(24,306)	89,701
Provision for labor contingencies	42,169	4,261	(6,257)	40,173
Provision for tax contingencies	16,787	810	(138)	17,459
Provision for loss on assets not for own use	18,531	10	(1,535)	17,006
Mark-to-market adjustment of derivatives	10,714	103	(419)	10,398
Other provisions	778,919	172,046	(203,125)	747,840
Total deferred tax assets on temporary differences	2,185,470	505,705	(486,955)	2,204,220
Income tax and social contribution losses	1,113,266	3,908	(26,178)	1,090,996
Total deferred tax assets	3,298,736	509,613	(513,133)	3,295,216
Deferred tax liabilities (Note 33.e)	(88,529)	(116,570)	142,627	(62,472)
Deferred tax assets, net of deferred tax liabilities	3,210,207	393,043	(370,506)	3,232,744

c) Expected realization of deferred tax assets from temporary differences and income tax and social contribution carry-forward losses:

The projected realization of deferred tax assets was based on the study of the current and future scenarios, at 12/31/2022, the main assumptions used in the projections were macroeconomic indicators, production indicators, and cost of funding. This study was approved by the Bank's Board of Directors on 01/31/2023.

Deferred income tax and social contribution assets will be realized as the temporary differences are reversed or when they qualify for tax deductibility, or on the offset of the tax losses, a portion of which offset is being challenged at the administrative level. Management is confident its projections will be achieved.

The estimated realization of these assets is as follows:

Bank	Temporary differences		Income tax and social		Total	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022	03/31/2023	12/31/2022
2023	1,128,939	1,302,098	81,153	104,334	1,210,092	1,406,432
2024	848,138	684,349	227,397	226,543	1,075,535	910,892
2025	43,273	36,224	388,043	386,586	431,316	422,810
From 2026 to	133,406	109,668	320,785	319,581	454,191	429,249
Total	2,153,756	2,132,339	1,017,378	1,037,044	3,171,134	3,169,383

Consolidated	Temporary differences		Income tax and social		Total	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022	03/31/2023	12/31/2022
2023	1,133,275	1,315,275	97,347	124,864	1,230,622	1,440,139
2024	860,070	694,280	245,569	250,934	1,105,639	945,214
2025	50,447	41,444	408,317	397,625	458,764	439,069
From 2026 to	160,428	134,471	339,763	339,843	500,191	474,314
Total	2,204,220	2,185,470	1,090,996	1,113,266	3,295,216	3,298,736

At 03/31/2023, the present value of the tax credits, calculated based on Banco PAN's average funding rate, totaled R\$ 2,400,865 and R\$ 2,480,755 in the Consolidated (R\$ 2,431,984 in Banco PAN and R\$ 2,527,748 in the Consolidated at 12/31/2022).

d) Tax assets not recognized

At 03/31/2023 and 12/31/2022, tax loss carryforwards totaled R\$ 230,396 in Banco PAN and R\$ 582,869 in the Consolidated, including tax assets/credits not recorded of R\$ 103,678 in Banco PAN and R\$ 244,667 in the Consolidated.

e) Deferred tax liabilities:

Bank	At 12/31/2022	Constituted	Realized	At 03/31/2023
Adjustment to market value of marketable and other securities	(66,224)	(116,475)	135,751	(46,948)
Indexation accrual Invest CIP S.A.	(2,937)	-	-	(2,937)
Deferred tax assets, net of deferred tax liabilities	(69,161)	(116,475)	135,751	(49,885)

Consolidated	At 12/31/2022	Constituted	Realized	At 03/31/2023
Adjustment to market value of marketable and other securities	(85,344)	(116,570)	142,566	(59,348)
Indexation accrual Invest CIP S.A.	(2,937)	-	-	(2,937)
Excess depreciation	(248)	-	61	(187)
Deferred tax assets, net of deferred tax liabilities	(88,529)	(116,570)	142,627	(62,472)

34) Other Information

- a) At 03/31/2023 and 12/31/2022, the Bank and its subsidiaries had no lease agreements for assets.
- b) Agreements for the Clearance and Settlement of Liabilities - CMN Resolution 3,263/05: the Bank entered into an agreement for the clearance and settlement of liabilities within the National Financial System (SFN), in respect of transactions with corporate entities being SFN members or not. This resolution allows for the offsetting of credits and debits with the same counterparty, where the settlement of the related rights and obligations can be accelerated to match the date on which an event of default by either party occurs or in the case of the bankruptcy of the debtor.
- c) Since the beginning of the [COVID-19](#) pandemic, the Bank has adopted measures to minimize its impacts, as also to assure the continuity and sustainability of the business, in addition to following the recommendations of health authorities. The well-being of customers, partners, employees and suppliers is a priority. Management continues to monitor any new developments from the pandemic, ready to respond in a timely manner to minimize any effects.

Declaration of the Executive Board on the Interim Financial Statements

In compliance with the determinations of Article 27, Paragraph 1, Item VI of CVM Resolution 80/22, the Executive Board of Banco PAN declares that it has discussed, reviewed and agrees with the interim financial statements for the period ended 03/31/2023.

Declaration of the Executive Board on the Independent Auditor's Review Report

In compliance with the determinations of Article 27, Paragraph 1, Item V of CVM Resolution 80/22, the Executive Board of Banco PAN declares that it has discussed, reviewed and agrees with the conclusion expressed in the independent auditor's review report on the interim financial statements for the period ended 03/31/2023.

São Paulo, April 25, 2023

BOARD OF DIRECTORS

Chairman

Roberto Balls Sallouti

Board Members

André Santos Esteves

André Fernandes Lopes Dias

Sérgio Cutolo dos Santos

Alexandre Camara e Silva

Fábio de Barros Pinheiro

Marcelo Adilson Tavarone Torresi

Guilherme Goulart Pacheco

Maíra Habimorad

EXECUTIVE BOARD

Chief Executive Officer

Carlos Eduardo Pereira Guimarães

Officers

Alex Sander Moreira Gonçalves

Camila Corá Reis Pinto Piccini

Dermeval Bicalho Carvalho

Diogo Ciuffo da Silva

Leandro Marçal Araujo

Leonardo Ricci Scutti

AUDIT COMMITTEE

Fábio de Barros Pinheiro

Pedro Paulo Longuini

Sidnei Corrêa Marques

ACCOUNTANT

Rodney Fabiano Fernandes

CRC 1SP270936/O-7

(A free translation of the original in Portuguese)

Banco Pan S.A.
and subsidiaries
Parent company and consolidated
interim financial statements at
March 31, 2023
and report on review



(A free translation of the original in Portuguese)

Report on review of parent company and consolidated interim financial statements

To the Board of Directors and Stockholders
Banco Pan S.A.

Introduction

We have reviewed the accompanying interim balance sheet of Banco Pan S.A. ("Bank") as at March 31, 2023 and the related statements of income, comprehensive income, changes in equity and cash flows for the quarter then ended, as well as the accompanying consolidated balance sheet of Banco Pan S.A. and its subsidiaries ("Consolidated") as at March 31, 2023 and the related consolidated statements of income, comprehensive income and cash flows for the quarter then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation and fair presentation of these parent company and consolidated interim financial statements in accordance with accounting practices adopted in Brazil applicable to institutions authorized to operate by the Brazilian Central Bank. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on 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 Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim financial statements referred to above do not present fairly, in all material respects, the financial position of Banco Pan S.A. and of Banco Pan S.A. and its subsidiaries as at March 31, 2023, and the parent company financial performance and its cash flows for the quarter then ended, as well as the consolidated financial performance and the consolidated cash flows for the quarter then ended, in accordance with accounting practices adopted in Brazil applicable to institutions authorized to operate by the Brazilian Central Bank.



Banco Pan S.A.

Emphasis of matter

Deferred tax assets

As described in Note 33(c), the March 31, 2023 balance sheets of Banco Pan S.A. and of Banco Pan S.A. and subsidiaries present deferred tax assets of R\$3.2 billion and R\$ 3.3 billion, respectively, recognized based on projections supporting the realization of these tax credits. The projections were prepared by the Bank's management to reflect a study of the current and future scenarios and were approved by the Board of Directors on January 31, 2023. The key projection assumptions include macroeconomic, production and funding cost indicators. The realization of these tax credits, within the estimated period, depends on the projections, and on the approved business plan, targets being met. Our conclusion is not qualified in respect of this matter.

Other matters

Statements of value added

We have also reviewed the parent company and consolidated interim Statements of Value Added for the quarter ended March 31, 2023. These statements are the responsibility of the Bank's management, and are presented as supplementary information for Brazilian Central Bank purposes. These statements have been subjected to review procedures performed together with the review of the interim financial statements for the purpose of concluding whether they are reconciled with the interim financial statements and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in the accounting standard CPC 09 - "Statement of Value Added". Based on our review, nothing has come to our attention that causes us to believe that these Statements of Value Added have not been properly prepared, in all material respects, in accordance with the criteria established in this accounting standard, and in a consistent manner in relation to the parent company and consolidated interim financial statements taken as a whole.

São Paulo, May 4, 2023

PricewaterhouseCoopers
Auditores Independentes Ltda.
CRC 2SP000160/O-5

Edison Arisa Pereira
Contador CRC 1SP127241/O-0