



# INTERIM FINANCIAL STATEMENTS

**3Q23**





Management  
Report

3Q23

**São Paulo, October 31, 2023** – In accordance with legal provisions, Banco PAN S.A. (“PAN”, “Bank”, “Banco PAN” or “Institution”) and its subsidiaries are pleased to present the results for the quarter ended September 30, 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 and in Reais, in accordance with Brazilian Corporate Law and with accounting practices adopted in Brazil.

## **MESSAGE TO THE STOCKHOLDERS,**

Our goal is to improve the financial experience of our clients, who have unique financial goals, expectations and challenges. Through this personalized approach, we can enhance the cross-sell of product offerings through our integrated platform, leading to a significant impact not only on our performance, but also on client satisfaction and growth.

From 2019 to 2022, we were successful in building our digital banking model, delivering a complete credit offering to our clients. We developed a digital platform, integrating all products and services into a single application.

Over the years, credit offers have also been improved and can now be requested and completed in just a few steps through our app, WhatsApp and the Mosaico or Mobiauto platforms, also boosting B2C origination and strengthening the leadership we have achieved in these segments over time.

Our strategy is based on three pillars: (i) strengthen and boost the integration of our channels, connecting B2B clients to our application, increasing engagement; (ii) provide excellence in UX, investing in improving the client experience, and (iii) become an aspirational brand, related to UX, but going further, improving the way the client perceives Banco PAN.

Together with our rebranding, we launched a new portfolio of cards, with “Estelar”, a premium product which will provide exclusive benefits such as: 50% discount on cinema tickets, exclusive pre-sale offers on concerts, transfers to international airports in Brazil and others. In addition, we also introduced the current account with income from deposits from day one.

Finally, in 3Q23 we presented good results and important improvements in our business strategy, highlighting 3 main points:

- 1.** Strong origination, with continuous evolution of the vehicle segment and resumption of payroll-deductible loan volumes
- 2.** Default rates showing improvement, with developments in credit models, maintaining a conservative stance and assertive pricing;
- 3.** Relevant deliveries in the user experience and repositioning of the PAN brand, focusing on engagement and gradual increase in transactionality.

The improvement at PAN does not occur at the expense of lower profitability. This quarter we generated **profit** in **R\$ 198 million** and **ROE of 11.5%**, adjusted by goodwill.

## **BUSINESS LINES**

### **Transactional Bank**

In line with our client loyalty and engagement strategy, we continue with our investments in UX excellence, ensuring an intelligent and simple experience, with growth through efficient cross-sell.

In this sense, we highlight some of the important recent deliveries: (i) new application layout, with a more friendly, intuitive and aspirational experience; (ii) smart PIX - based on the identification of the copied text, our app automatically fills in the recipient's data and value, optimizing transactions; (iii) new benefits program, with a gamified experience, which encourages the use of the various products and services on our platform; (iv) current account with a balance that earns interest from the first day and (v) new credit cards, also aligned with our rebranding.

Even though these products were recently launched, we continued to see high engagement rates this quarter. At the end of 3Q23, we had 26.9 million clients in our base, an increase of 3% in the quarter and 21% in the year. Our activation level was 65%, with a cross sell index of 2.1 products per active client.

We ended this quarter with over 7.9 million clients with registered PIX keys and R\$ 21.9 billion in TPV. In addition, we had 13.6 million clients with credit, an increase of 18% over 3Q22.

### **Payroll-Deductible Loans and FGTS**

We have a successful track record in the payroll-deductible loan market, focused on loans and credit cards for government employees, retirees and pensioners of the National Institute of Social Security (INSS).

This quarter, we maintained our position as one of the main players in the segment, with high levels of origination, strengthened by the resumption of the payroll-deductible loans linked to LOAS (Organic Social Assistance Law) and leverage of B2C production, aligned with our multiple channel strategy.

The total payroll-deductible loan portfolio closed 3Q23 with a balance of R\$ 10,458 million, compared to R\$ 9,653 million in 2Q23 and R\$ 9,801 in 3Q22. The payroll-deductible credit card portfolio closed the quarter at R\$4,275 million, an increase of 27% over the R\$3,365 million portfolio in 3Q22 and a decrease of 19% compared to the R\$5,291 million in 2Q23, due to our assignment strategy.

The FGTS loan portfolio ended the quarter with a balance of R\$ 1,506 million, compared to R\$ 933 million in 2Q23 and R\$ 2,419 million in 3Q22.

### **Vehicle Financing**

Over the past few months, we have continued to boost vehicle financing origination, consolidating ourselves as one of the main platforms in Brazil. Our success in this market is a consequence of our constant UX improvement, with the fastest and most

efficient credit analysis process and which, aligned with our assertive pricing strategy, resulted in production growth, with high profitability.

Together with Mobiauto, we provide multiple solutions to meet the different demands of the vehicle financing ecosystem. When clients contact us, we offer pre-approved loans to choose a vehicle within budget thereby optimizing their journey. Mobiauto also offers tools and services that help retailers and clients with their daily needs (Mobi Gestor, Passe Carros and Mobi Já).

Considering the channel integration strategy on our platform, regardless of having a PAN current account, all clients with vehicle financing have access to our application. This way, it is possible to consult their installments and have access to exclusive benefits, also increasing engagement levels.

The vehicle financing portfolio ended the quarter with a balance of R\$ 20,070 million, an increase of 6% compared to R\$ 18,866 million in 2Q23 and of 26% against R\$ 15,925 million at the end of 3Q22.

### **Credit Cards**

Due to our restrictive policy on issuing new credit cards since the end of 2021, we have seen reductions in provisions in this segment.

On the other hand, we consider credit cards to be an important tool for our clients, contributing to engagement. Therefore, we recently introduced two new credit cards: “Atmosfera”, as an entry card, and “Estelar”, as a premium credit card – both connected to our new benefits program.

We will resume growth in this segment in a conservative and progressive manner, supported by a robust and improved credit model. Credit limits will be adjusted according to client usage, providing even more accurate information for our analysis.

In 3Q23, we issued 83 thousand new credit cards, 52% below the 173 thousand in 3Q22. We ended the quarter with a balance of R\$ 2,233 million in the credit card portfolio, a decrease of 18% from the R\$ 2,734 million in 2Q23 and of 41% compared to the R\$ 3,766 million in 3Q22.

### **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.

Our portfolio ended 3Q23 with a balance of R\$ 301 million, compared to R\$ 334 million in 2Q23 and R\$ 512 million in 3Q22.

### **Marketplace**

Our marketplace is an important line of business for engaging our clients, in addition to being related to our strategy of offering credit and financial services in a personalized way. Over the last few months, we have developed relevant improvements, offering tools such as history and price comparison, and becoming an intelligent shopping assistant for our clients. In preparation to the Black Friday, we

also launched “Shopping na Web”, expanding the brand's reach and providing yet another channel optionality for consumers.

The take rate for 3Q23 was 6.5% against 7.1% in 2Q23. In this quarter we reached a GMV of R\$ 721 million, higher than the R\$ 669 million in the last quarter.

### **Insurance**

Our diversified insurance portfolio is also part of our multi-product platform strategy.

At the end of 3Q23, we had 2.6 million insurance clients, 31% more than in the previous year. In this quarter, we originated R\$ 191 million in insurance premiums, 17% higher than the R\$ 163 million originated in 3Q22.

### **Investments**

As an important tool to boost engagement and also offer UX excellence, we recently launched the current account with a balance that earns interest from the first day (for clients who have a minimum balance of R\$30 in their current account and as long as they do not stop using the bank account for more than 60 days).

# CREDIT

## CREDIT ORIGINATION

In this quarter, we maintained strong credit origination in vehicles, payroll-deductible loans and FGTS. Our investments in technology and UX led not only to a better experience for retailers and correspondents, but also for our clients when using the application, increasing B2C production.

With our simple and efficient process, we achieved the highest historical origination of vehicles and maintained our collateralized portfolio at high levels, corresponding to 94% of our portfolio in this quarter compared to 88% in 3Q22.

In 3Q23, we originated R\$ 7,473 million in new credits, compared to R\$ 6,309 million in 2Q23 and R\$ 7,670 million in 3Q22.

## CREDIT PORTFOLIO

Our credit portfolio ended this quarter with a balance of R\$ 39.151 million, 3% above the R\$ 38.132 million in 2Q23 due to greater credit origination and lower assignment volumes.

## 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 94% of the total in 3Q23.

In 3Q23, 7.9% of loans were past due over 90 days compared to 8.0% in 2Q23. Whereas, 9.1% of loans were past due between 15 and 90 days versus 9.3% in 2Q23.

## ASSIGNMENT OF CREDIT PORTFOLIO

We continue with our strategy of assigning credit without co-obligation to third parties as a tool of capital and liquidity management. In 3Q23, we performed assignment of R\$ 2,709 million, compared with R\$ 3,611 million in 2Q23 and R\$ 3,863 million in 3Q22.

# FUNDING

The balance of funds raised totaled R\$ 37.1 billion at the end of 3Q23, comprised as follows: (i) R\$ 20.9 billion in time deposits, equivalent to 56% of the total; (ii) R\$ 12.3 billion related to issuance of financial bills, or 33% of the total; (iii) R\$ 2.5 billion in interbank deposits, or 7% of the total; (iv) R\$ 0.8 billion in multilateral funding, equivalent to 2% of total funding; and (v) R\$ 0.6 billion in other sources of financing, equivalent to 2% of total funding.

# INCOME

## Management Net Financial Margin - NIM

In 3Q23, we reported consistent results, with a financial margin of R\$ 1,889 million, compared to R\$ 1,928 million in 3Q22.

For earning assets<sup>1</sup>, NIM stood at 18.3% in 3Q23, higher than the 16.7% in 2Q23, while NIM without assignment was 13.9% in this quarter and 13.8% in 2Q23. The NIM without assignment after allowance for losses went from 9.0% in 2Q23 to 8.8% in 3Q23.

## Allowances for Losses and Recovery of Credits

The net allowance for losses charge totaled R\$ 450 million, against R\$ 431 million in 2Q23 and R\$ 488 million in 3Q22, in line with our expectations. As a percentage of the portfolio, these annualized net recoveries rose from 4.5% in 2Q23 to 4.7% in 3Q23.

## Costs and Expenses

Administrative and personnel expenses totaled R\$ 643 million in 3Q23, compared to R\$ 595 million in 2Q23 and R\$ 613 million in 3Q22. Origination expenses totaled R\$ 445 million at the end of the quarter, compared to R\$ 400 million in 2Q23 and R\$ 491 million in 3Q22, accompanying the strong credit origination volumes.

## Statement of Income

In 3Q23, adjusted EBIT was R\$ 244 million, compared to R\$ 237 million in 2Q23 and R\$ 236 million in 3Q22.

Profit adjusted for goodwill was R\$ 198 million, higher than the R\$ 191 million in 2Q23 and R\$ 193 million in 3Q22. Annualized ROE adjusted for goodwill was 11.5% in 3Q23, compared to 11.2% in 2Q23 and 11.7% in 3Q22.

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<sup>1</sup> Assets that earn average interest, excluding excess cash



# CAPITAL, RATINGS & MARKET

## EQUITY

PAN's Consolidated Equity totaled R\$ 8,006 million in 3Q23 compared to R\$ 7,897 million in 2Q23 and R\$ 7,792 million in 3Q22.

## 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 3Q23 was 15.8%, in comparison with 15.0% at the end of 2Q23 and 16.4% in 3Q22, 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\$ 5,381, 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, October 31, 2023

**BANCO PAN S.A. AND SUBSIDIARIES**
**BALANCE SHEET**
**AS AT SEPTEMBER 30, 2023 AND DECEMBER 31, 2022**

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

Assets	Note	Bank		Consolidated	
		09/30/2023	12/31/2022	09/30/2023	12/31/2022
<b>Cash and cash equivalents</b>	<b>5</b>	<b>548</b>	<b>677</b>	<b>7,396</b>	<b>6,943</b>
<b>Financial instruments</b>		<b>47,522,879</b>	<b>49,339,823</b>	<b>47,748,833</b>	<b>49,558,485</b>
<b>Interbank investments</b>	<b>6.a</b>	<b>281,916</b>	<b>277,251</b>	<b>283,932</b>	<b>279,448</b>
Investments in the open market		132,020	-	133,420	1,508
Investments in interbank deposits		149,896	277,251	149,896	277,251
Investments in savings deposits		-	-	616	689
<b>Marketable securities</b>	<b>7.a</b>	<b>6,599,872</b>	<b>8,934,671</b>	<b>6,821,438</b>	<b>9,149,836</b>
Own portfolio		2,023,303	2,885,495	2,233,966	3,098,576
Subject to guarantees		282,801	100,865	293,704	102,949
Subject to repurchase agreements		4,293,768	5,948,311	4,293,768	5,948,311
<b>Interbank accounts</b>		<b>3,116,776</b>	<b>3,027,522</b>	<b>3,116,776</b>	<b>3,027,522</b>
Payments and receipts pending settlement		24,412	-	24,412	-
Credits - Deposits at the BACEN		3,089,665	3,022,679	3,089,665	3,022,679
Local correspondents		2,699	4,843	2,699	4,843
<b>Loan operations</b>		<b>36,894,625</b>	<b>36,475,491</b>	<b>36,895,008</b>	<b>36,475,491</b>
Loan operations	8.a	37,707,729	36,528,886	37,708,112	36,528,886
Securities and credits receivable	8.a	1,625,526	2,250,263	1,625,628	2,250,365
(Provision for expected losses associated with credit risk)	8.c	(2,438,630)	(2,303,658)	(2,438,732)	(2,303,760)
<b>Other financial assets</b>	<b>9</b>	<b>629,690</b>	<b>624,888</b>	<b>631,679</b>	<b>626,188</b>
<b>Tax assets</b>		<b>3,611,742</b>	<b>3,800,451</b>	<b>3,768,386</b>	<b>3,981,720</b>
Current		382,761	631,068	424,067	682,984
Deferred	33.b	3,228,981	3,169,383	3,344,319	3,298,736
<b>Other receivables</b>	<b>10</b>	<b>760,307</b>	<b>656,529</b>	<b>818,177</b>	<b>769,536</b>
<b>Other assets</b>		<b>465,176</b>	<b>373,658</b>	<b>472,817</b>	<b>380,502</b>
Other assets	11.a	255,595	237,755	261,919	243,918
(Provision for losses)	11.a	(37,022)	(40,725)	(37,540)	(41,259)
Prepaid expenses	11.b	246,603	176,628	248,438	177,843
<b>Investments</b>		<b>2,734,040</b>	<b>2,724,732</b>	<b>37,187</b>	<b>33,118</b>
Investments in subsidiaries	12.a	2,717,033	2,707,779	20,180	16,165
Other investments	12.b	17,007	16,953	17,007	16,953
<b>Property and equipment</b>	<b>13.a</b>	<b>112,597</b>	<b>130,245</b>	<b>118,552</b>	<b>136,728</b>
Other property and equipment in use		225,265	204,121	236,664	215,188
(Accumulated depreciation)		(112,668)	(73,876)	(118,112)	(78,460)
<b>Intangible assets</b>	<b>14.a</b>	<b>169,638</b>	<b>104,375</b>	<b>1,265,548</b>	<b>1,267,157</b>
Intangible assets		504,127	369,016	1,803,034	1,639,922
(Accumulated amortization)		(334,489)	(264,641)	(537,486)	(372,765)
<b>Total Assets</b>		<b>55,376,927</b>	<b>57,130,490</b>	<b>54,236,896</b>	<b>56,134,189</b>

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

**BANCO PAN S.A. AND SUBSIDIARIES**  
**BALANCE SHEET**  
**AS AT SEPTEMBER 30, 2023 AND DECEMBER 31, 2022**  
(All amounts in thousands of reais - R\$)

Liabilities	Note	Bank		Consolidated	
		09/30/2023	12/31/2022	09/30/2023	12/31/2022
<b>Financial instruments</b>		<b>44,433,373</b>	<b>46,064,135</b>	<b>43,160,429</b>	<b>44,895,054</b>
<b>Deposits</b>	<b>15.a</b>	<b>25,112,846</b>	<b>26,106,522</b>	<b>23,839,902</b>	<b>24,937,363</b>
Demand deposits		403,822	448,432	403,775	448,409
Interbank deposits		2,778,582	5,732,358	2,518,914	5,482,464
Time deposits		21,930,442	19,925,732	20,917,213	19,006,490
<b>Funds obtained in the open market</b>	<b>15.b</b>	<b>4,203,591</b>	<b>5,884,794</b>	<b>4,203,591</b>	<b>5,884,794</b>
Own portfolio		4,203,591	5,884,794	4,203,591	5,884,794
<b>Funds from acceptance and issuance of securities</b>	<b>15.c</b>	<b>12,403,826</b>	<b>10,618,218</b>	<b>12,403,826</b>	<b>10,618,218</b>
Funds from financial and real estate bills		12,403,826	10,618,218	12,403,826	10,618,218
<b>Interbank accounts</b>	<b>16</b>	<b>1,677,238</b>	<b>2,270,533</b>	<b>1,677,238</b>	<b>2,270,533</b>
Receipts from payments pending settlement		1,547,051	2,138,323	1,547,051	2,138,323
Local correspondents		130,187	132,210	130,187	132,210
<b>Borrowings</b>	<b>17</b>	<b>767,672</b>	<b>779,785</b>	<b>767,672</b>	<b>779,863</b>
<b>Derivative financial instruments</b>	<b>7.c</b>	<b>132,146</b>	<b>88,353</b>	<b>132,146</b>	<b>88,353</b>
Derivative financial instruments		132,146	88,353	132,146	88,353
<b>Other financial liabilities</b>	<b>18.a</b>	<b>136,054</b>	<b>315,930</b>	<b>136,054</b>	<b>315,930</b>
<b>Provisions</b>	<b>19</b>	<b>266,175</b>	<b>296,073</b>	<b>305,656</b>	<b>344,282</b>
<b>Tax obligations</b>		<b>323,673</b>	<b>290,260</b>	<b>363,118</b>	<b>337,823</b>
Current	20	263,028	221,099	292,676	249,294
Deferred	33.e	60,645	69,161	70,442	88,529
<b>Other liabilities</b>		<b>2,348,150</b>	<b>2,773,976</b>	<b>2,399,067</b>	<b>2,849,116</b>
Social and statutory		267,236	425,186	275,971	435,207
Sundry	21	2,080,914	2,348,790	2,123,096	2,413,909
<b>Equity attributable to controlling stockholders</b>	<b>22</b>	<b>8,005,556</b>	<b>7,706,046</b>	<b>8,005,556</b>	<b>7,706,046</b>
Share capital:		5,928,320	5,928,320	5,928,320	5,928,320
Domiciled in Brazil		5,480,509	5,495,435	5,480,509	5,495,435
Domiciled abroad		447,811	432,885	447,811	432,885
Capital reserve		207,322	207,322	207,322	207,322
Revenue reserves		1,594,776	1,822,631	1,594,776	1,822,631
Other comprehensive income		(14,695)	(17,372)	(14,695)	(17,372)
(Treasury shares)		(26,773)	(234,855)	(26,773)	(234,855)
Retained earnings		316,606	-	316,606	-
<b>Non-controlling interests</b>		<b>-</b>	<b>-</b>	<b>3,070</b>	<b>1,868</b>
<b>Total equity</b>		<b>8,005,556</b>	<b>7,706,046</b>	<b>8,008,626</b>	<b>7,707,914</b>
<b>Total Liabilities and Equity</b>		<b>55,376,927</b>	<b>57,130,490</b>	<b>54,236,896</b>	<b>56,134,189</b>

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

**BANCO PAN S.A. AND SUBSIDIARIES**
**STATEMENT OF INCOME**
**FOR THE PERIODS ENDED SEPTEMBER 30, 2023 AND 2022**

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

	Note	Bank		Consolidated	
		09/30/2023	09/30/2022	09/30/2023	09/30/2022
<b>Income from financial intermediation</b>		<b>11,601,536</b>	<b>10,552,450</b>	<b>11,603,506</b>	<b>10,560,886</b>
Income from loan operations	8.g	10,956,010	9,523,539	10,958,843	9,526,416
Result from operations with marketable securities	7.e	729,340	629,812	728,477	635,371
Result from derivative financial instruments	7.d	(345,256)	124,441	(345,256)	124,441
Result from foreign exchange operations		926	1,127	926	1,127
Result from compulsory investments		260,516	273,531	260,516	273,531
<b>Expenses on financial intermediation</b>		<b>(6,005,745)</b>	<b>(5,324,406)</b>	<b>(5,893,374)</b>	<b>(5,240,682)</b>
Result from market funding operations	15.d	(4,437,407)	(3,620,664)	(4,322,017)	(3,536,940)
Borrowing and onlending operations		(15,474)	7,508	(15,474)	7,508
Provision for expected losses associated with credit risk	8.c	(1,552,864)	(1,711,250)	(1,555,883)	(1,711,250)
<b>Gross result from financial intermediation</b>		<b>5,595,791</b>	<b>5,228,044</b>	<b>5,710,132</b>	<b>5,320,204</b>
<b>Other operating income (expenses)</b>		<b>(4,997,194)</b>	<b>(4,603,376)</b>	<b>(5,078,852)</b>	<b>(4,669,789)</b>
Income from services rendered	23	668,378	541,495	875,546	708,209
Equity in the results of subsidiaries and associates	12.a	93,774	60,790	4,015	334
Personnel expenses	24	(621,403)	(632,406)	(669,107)	(681,021)
Other administrative expenses	25	(2,708,114)	(2,695,586)	(2,793,366)	(2,780,139)
Tax expenses	26	(346,456)	(299,826)	(379,260)	(326,905)
Expenses with provisions	27	(195,212)	(180,524)	(192,359)	(181,478)
Other operating income (expenses)	28	(1,888,161)	(1,397,319)	(1,924,321)	(1,408,789)
<b>Operating result</b>		<b>598,597</b>	<b>624,668</b>	<b>631,280</b>	<b>650,415</b>
Non-operating results	29	(7,102)	11,327	(7,761)	10,768
<b>Profit before taxation</b>		<b>591,495</b>	<b>635,995</b>	<b>623,519</b>	<b>661,183</b>
<b>Taxes on income</b>	33.a	<b>(71,469)</b>	<b>(100,112)</b>	<b>(102,291)</b>	<b>(125,102)</b>
Income tax		(70,355)	17,022	(90,092)	9,887
Social contribution		(60,711)	15,227	(68,638)	11,778
Deferred tax asset		59,597	(132,361)	56,439	(146,767)
<b>Non-controlling interests</b>		<b>-</b>	<b>-</b>	<b>(1,202)</b>	<b>(198)</b>
<b>Net profit</b>		<b>520,026</b>	<b>535,883</b>	<b>520,026</b>	<b>535,883</b>
<b>Attributable to:</b>					
Controlling stockholders		520,026	535,883	520,026	535,883
Non-controlling stockholders		-	-	1,202	198
<b>Basic and diluted earnings per share - weighted average number of outstanding shares attributable to stockholders - R\$</b>					
Earnings per common share		0.41	0.43		
Earnings per preferred share		0.41	0.43		

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

**BANCO PAN S.A. AND SUBSIDIARIES**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIODS ENDED SEPTEMBER 30, 2023 AND 2022**  
 (All amounts in thousands of reais - R\$)

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
<b>Net profit</b>	<b>520,026</b>	<b>535,883</b>	<b>520,026</b>	<b>535,883</b>
<b>Items that will be reclassified to profit or loss</b>				
<b>Other comprehensive income</b>	<b>2,677</b>	<b>2,540</b>	<b>2,677</b>	<b>2,540</b>
Unrealized gains/(losses) on available-for-sale financial assets	627	70	627	70
Unrealized gains/(losses) on other comprehensive income	3,533	3,790	3,533	3,790
Tax effect	(1,483)	(1,320)	(1,483)	(1,320)
<b>Comprehensive income for the period</b>	<b>522,703</b>	<b>538,423</b>	<b>522,703</b>	<b>538,423</b>
Attributable to:				
Controlling stockholders	522,703	538,423	522,703	538,423
Non-controlling stockholders	-	-	1,202	198

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

BANCO PAN S.A.  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIODS ENDED SEPTEMBER 30, 2023 AND 2022**  
 (All amounts in thousands of reais - R\$)

	Share capital	Capital reserve	Revenue reserves		Other comprehensive income	Treasury shares	Retained earnings	Controlling stockholders	Non-controlling stockholders	Total
			Legal	Equity preservation						
<b>At December 31, 2021</b>	<b>4,175,222</b>	<b>207,322</b>	<b>117,295</b>	<b>1,319,228</b>	<b>(20,434)</b>	-	-	<b>5,798,633</b>	<b>219</b>	<b>5,798,852</b>
Capital increase	1,753,098	-	-	-	-	-	-	<b>1,753,098</b>	-	<b>1,753,098</b>
Acquisition of treasury shares	-	-	-	-	-	(88,901)	-	<b>(88,901)</b>	-	<b>(88,901)</b>
Other comprehensive income	-	-	-	-	2,540	-	-	<b>2,540</b>	-	<b>2,540</b>
Net profit	-	-	-	-	-	-	535,883	<b>535,883</b>	198	<b>536,081</b>
Appropriations:										
Interest on capital deliberated and proposed (Note 22.c)	-	-	-	-	-	-	(209,625)	<b>(209,625)</b>	-	<b>(209,625)</b>
<b>At September 30, 2022</b>	<b>5,928,320</b>	<b>207,322</b>	<b>117,295</b>	<b>1,319,228</b>	<b>(17,894)</b>	<b>(88,901)</b>	<b>326,258</b>	<b>7,791,628</b>	<b>417</b>	<b>7,792,045</b>
<b>At December 31, 2022</b>	<b>5,928,320</b>	<b>207,322</b>	<b>152,600</b>	<b>1,670,031</b>	<b>(17,372)</b>	<b>(234,855)</b>	-	<b>7,706,046</b>	<b>1,868</b>	<b>7,707,914</b>
Acquisition of treasury shares (Note 22.e)	-	-	-	-	-	(19,773)	-	<b>(19,773)</b>	-	<b>(19,773)</b>
Cancellation of treasury shares (Note 22.e)	-	-	-	(227,855)	-	227,855	-	-	-	-
Other comprehensive income	-	-	-	-	2,677	-	-	<b>2,677</b>	-	<b>2,677</b>
Net profit	-	-	-	-	-	-	520,026	<b>520,026</b>	1,202	<b>521,228</b>
Appropriations:										
Interest on capital deliberated and proposed (Note 22.c)	-	-	-	-	-	-	(203,420)	<b>(203,420)</b>	-	<b>(203,420)</b>
<b>At September 30, 2023</b>	<b>5,928,320</b>	<b>207,322</b>	<b>152,600</b>	<b>1,442,176</b>	<b>(14,695)</b>	<b>(26,773)</b>	<b>316,606</b>	<b>8,005,556</b>	<b>3,070</b>	<b>8,008,626</b>

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

**BANCO PAN S.A. AND SUBSIDIARIES**
**STATEMENT OF CASH FLOWS**
**FOR THE PERIODS ENDED SEPTEMBER 30, 2023 AND 2022**

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

	Note	Bank		Consolidated	
		09/30/2023	09/30/2022	09/30/2023	09/30/2022
<b>Cash flows from operating activities:</b>					
<b>Net profit</b>		<b>520,026</b>	<b>535,883</b>	<b>520,026</b>	<b>535,883</b>
Adjustments for non-cash items:					
Effect of foreign exchange rate changes on cash and cash equivalents		(941)	(1,139)	(941)	(1,139)
Depreciation and amortization	25	108,932	91,612	114,188	95,992
Amortization of goodwill	28	86,851	71,860	90,878	75,450
Constitution of provision for civil, labor, and tax contingencies	19	195,212	180,524	192,359	181,478
Reversal/(impairment) of other assets	29	873	(3,363)	1,727	(2,538)
Result on the sale of other assets	29	6,596	(7,964)	6,632	(8,103)
Foreign exchange gains (losses) on borrowings		(31,515)	(26,085)	(31,515)	(26,085)
Equity in the results of subsidiaries and associates	12.a	(93,774)	(60,790)	(4,015)	(334)
Impairment loss		97	447	172	533
Provision for expected losses associated with credit risk	8.c	1,552,864	1,711,250	1,555,883	1,711,250
Deferred income tax and social contribution		(59,597)	132,361	(56,439)	146,767
Result of non-controlling stockholders		-	-	1,202	198
<b>Adjusted profit</b>		<b>2,285,624</b>	<b>2,624,596</b>	<b>2,390,157</b>	<b>2,709,352</b>
<b>Changes in assets and liabilities:</b>					
Decrease (Increase) in interbank investments		133,549	(260,367)	133,657	(257,249)
(Increase) in marketable securities		(523,377)	(398,325)	(526,246)	(462,789)
(Increase) in interbank accounts		(682,549)	(513,418)	(682,549)	(513,418)
(Increase) in loan operations		(1,972,945)	(3,192,007)	(1,973,328)	(3,192,007)
(Increase) decrease in other financial assets		(3,626)	588,696	(4,315)	588,980
Decrease in tax assets		248,023	128,718	268,290	43,688
(Increase) decrease in other receivables		(104,005)	(132,763)	(51,889)	353,066
(Increase) in other assets		(313,595)	(243,773)	(315,282)	(244,891)
(Decrease) increase in deposits		(993,676)	859,487	(1,097,461)	421,211
(Decrease) increase in funds obtained in the open market		(1,681,203)	2,217,158	(1,681,203)	2,217,158
Increase in funds from acceptance and issuance of securities		1,142,154	1,041,652	1,142,154	1,041,652
Increase in borrowings		19,402	8,807	19,324	8,720
Increase in derivatives		43,793	56,672	43,793	56,672
(Decrease) in other financial liabilities		(179,876)	(134,920)	(179,876)	(134,920)
(Decrease) in provisions		(225,110)	(213,057)	(230,985)	(212,370)
Increase (decrease) in tax obligations		152,833	(181,035)	161,953	(153,011)
Increase (decrease) in other liabilities		(309,244)	289,896	(333,468)	299,833
Income tax and social contribution paid		(119,420)	(99,909)	(136,658)	(109,160)
<b>Net cash provided by (used in) operating activities</b>		<b>(3,083,248)</b>	<b>2,446,108</b>	<b>(3,053,932)</b>	<b>2,460,517</b>
<b>Cash flows from investing activities:</b>					
(Increase) in available-for-sale marketable securities		(299,887)	-	(299,887)	-
Decrease in available-for-sale marketable securities		48,051	364,240	48,051	364,240
(Increase) in marketable securities held to maturity		(1,412,947)	(4,453,224)	(1,412,947)	(4,453,224)
Decrease in marketable securities held to maturity		4,523,585	1,857,277	4,523,585	1,857,277
Proceeds on disposal of assets not for own use		214,608	180,300	214,608	180,300
Disposal of investments		1,871	-	1,871	-
(Increase) in investments		(1,926)	(1,128)	(1,926)	(1,128)
(Purchase) of property and equipment	13.b	(21,533)	(74,989)	(22,324)	(77,149)
(Increase) in intangible assets	14.b	(135,111)	(68,506)	(163,129)	(71,612)
<b>Net cash provided by (used in) investing activities</b>		<b>2,916,711</b>	<b>(2,196,030)</b>	<b>2,887,902</b>	<b>(2,201,296)</b>
<b>Cash flows from financing activities:</b>					
Funds from acceptance and issuance of securities		2,947,683	2,298,468	2,947,683	2,298,468
Redemption of funds from acceptance and issuance of securities		(2,304,229)	(835,288)	(2,304,229)	(835,288)
Interest on capital paid		(320,000)	(296,708)	(320,000)	(296,708)
Acquisition of treasury shares		(19,773)	(88,901)	(19,773)	(88,901)
<b>Net cash provided by financing activities</b>		<b>303,681</b>	<b>1,077,571</b>	<b>303,681</b>	<b>1,077,571</b>
<b>Net increase in cash and cash equivalents</b>		<b>137,144</b>	<b>1,327,649</b>	<b>137,653</b>	<b>1,336,792</b>
<b>Cash and cash equivalents at the beginning of the period</b>	5	<b>2,646</b>	<b>3,474</b>	<b>9,601</b>	<b>5,196</b>
<b>Effect of foreign exchange rate changes on cash and cash equivalents</b>		<b>941</b>	<b>1,139</b>	<b>941</b>	<b>1,139</b>
<b>Cash and cash equivalents at the end of the period</b>	5	<b>140,731</b>	<b>1,332,262</b>	<b>148,195</b>	<b>1,343,127</b>
<b>Supplemental cash flow information</b>					
Interest paid		(4,248,534)	(2,412,333)	(4,202,988)	(2,412,333)
Interest received		10,694,583	9,359,248	10,694,583	9,367,265
Transfer of assets not for own use		(872)	2,783	(872)	2,783
Unrealized gains on financial assets		4,160	3,860	4,160	3,860

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



**BANCO PAN S.A. AND SUBSIDIARIES**
**STATEMENT OF VALUE ADDED**
**FOR THE PERIODS ENDED SEPTEMBER 30, 2023 AND 2022**

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

	Note	Bank		Consolidated	
		09/30/2023	09/30/2022	09/30/2023	09/30/2022
<b>Revenue</b>		<b>8,713,426</b>	<b>7,888,039</b>	<b>8,889,605</b>	<b>8,053,796</b>
Financial intermediation		11,601,536	10,552,450	11,603,506	10,560,886
Services rendered	23	668,378	541,495	875,546	708,209
Provision for expected losses associated with credit risk	8.c	(1,552,864)	(1,711,250)	(1,555,883)	(1,711,250)
Other income (expenses)		(2,003,624)	(1,494,656)	(2,033,564)	(1,504,049)
<b>Expenses on financial intermediation</b>		<b>(4,452,881)</b>	<b>(3,613,156)</b>	<b>(4,337,491)</b>	<b>(3,529,432)</b>
<b>Inputs acquired from third parties</b>		<b>(2,575,037)</b>	<b>(2,582,617)</b>	<b>(2,642,286)</b>	<b>(2,651,503)</b>
Materials, energy, and other	25	(2,410)	(2,130)	(2,649)	(2,334)
Third-party services	25	(553,164)	(565,105)	(559,852)	(574,574)
Commissions payable to correspondent banks	25	(1,019,931)	(1,088,606)	(1,010,505)	(1,080,322)
<b>Other</b>		<b>(999,532)</b>	<b>(926,776)</b>	<b>(1,069,280)</b>	<b>(994,273)</b>
Data processing	25	(479,090)	(388,610)	(488,129)	(395,892)
Financial system services	25	(234,766)	(237,665)	(235,546)	(238,416)
Advertising, promotions, and publicity	25	(187,507)	(185,787)	(241,838)	(241,207)
Communication	25	(36,969)	(57,837)	(37,899)	(58,609)
Asset search and seizure expenses	25	(28,581)	(20,608)	(28,581)	(20,609)
Maintenance and conservation of property	25	(9,145)	(6,454)	(10,500)	(6,960)
Transportation	25	(3,316)	(4,584)	(3,472)	(4,752)
Fees and emoluments	25	(3,223)	(2,431)	(3,382)	(2,603)
Travel	25	(4,476)	(3,498)	(6,206)	(4,629)
Other	25	(12,459)	(19,302)	(13,727)	(20,596)
<b>Gross value added</b>		<b>1,685,508</b>	<b>1,692,266</b>	<b>1,909,828</b>	<b>1,872,861</b>
<b>Depreciation and amortization</b>		<b>(195,783)</b>	<b>(163,472)</b>	<b>(205,066)</b>	<b>(171,442)</b>
<b>Net value added generated</b>		<b>1,489,725</b>	<b>1,528,794</b>	<b>1,704,762</b>	<b>1,701,419</b>
<b>Value added received in transfer</b>	<b>12.a</b>	<b>93,774</b>	<b>60,790</b>	<b>4,015</b>	<b>334</b>
Equity in the results of subsidiaries and associates		93,774	60,790	4,015	334
<b>Total value added to be distributed</b>		<b>1,583,499</b>	<b>1,589,584</b>	<b>1,708,777</b>	<b>1,701,753</b>
<b>Distribution of value added</b>		<b>1,583,499</b>	<b>1,589,584</b>	<b>1,708,777</b>	<b>1,701,753</b>
<b>Personnel</b>		<b>548,251</b>	<b>542,197</b>	<b>587,217</b>	<b>583,891</b>
Direct remuneration	24	420,877	428,067	449,265	459,920
Benefits	24	84,998	81,698	92,885	88,293
FGTS		34,883	26,963	35,917	28,675
Other	24	7,493	5,469	9,150	7,003
<b>Taxes, fees, and contributions</b>		<b>491,077</b>	<b>490,147</b>	<b>563,440</b>	<b>549,137</b>
Federal		462,654	469,326	527,875	522,055
State		301	207	308	345
Municipal		28,122	20,614	35,257	26,737
<b>Remuneration of third-party capital</b>	<b>25</b>	<b>24,145</b>	<b>21,357</b>	<b>36,892</b>	<b>32,644</b>
Rentals		24,145	21,357	36,892	32,644
<b>Remuneration of own capital</b>		<b>520,026</b>	<b>535,883</b>	<b>521,228</b>	<b>536,081</b>
Interest on capital	22.c	203,420	209,625	203,420	209,625
Retained earnings attributable to controlling stockholders		316,606	326,258	316,606	326,258
Retained earnings attributable to non-controlling stockholders		-	-	1,202	198

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 simultaneously salary transfers to other accounts, prepaid cell phones top-ups, Authorized Direct Debit (DDA) and loyalty program. 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 preserved (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 73.89% of its capital.

At 09/30/2023, 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	283,137	45.99	940,698	73.89
Market (free float)	-	-	328,885	53.42	328,885	25.83
<b>Subtotal</b>	<b>657,561</b>	<b>100.00</b>	<b>612,022</b>	<b>99.41</b>	<b>1,269,583</b>	<b>99.72</b>
Treasury shares (2)	-	-	3,616	0.59	3,616	0.28
<b>Total issued</b>	<b>657,561</b>	<b>100.00</b>	<b>615,638</b>	<b>100.00</b>	<b>1,273,199</b>	<b>100.00</b>

(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

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

On October 3, 2021, Banco PAN S.A. 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"), a digital company operating under the Zoom, Buscapé and Bondfaro brands, which owns the platform of content and sales origination for e-commerce in Brazil ("Mosaico Operation").

On 3/11/2022, 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 interim financial statements

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

The 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 the standards issued by the National Monetary Council (CMN) and BACEN, including CMN Resolution 4,818 and BACEN Resolution 2, both of 2020, the pronouncements of the Accounting Pronouncements Committee (CPC) included in CMN or BACEN rules, and Brazilian corporate law.

The condensed consolidated interim financial statements for the period ended 09/30/2023, prepared based on the international accounting standard issued by the International Accounting Standards Board (IASB) as provided for in CMN Resolution 4,818, of 2020, will be presented, within the prescribed dates, on <https://ri.bancopan.com.br>.

### a) Consolidation:

The financial statements of Banco PAN were authorized for issue by the Board of Directors on 10/31/2023.

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

Stockholders	Total equity interest %	
	09/30/2023	12/31/2022
<b>Direct subsidiaries:</b>		
PAN Financeira S.A. – Crédito, Financiamento e Investimentos	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
<b>Indirect subsidiaries:</b>		
Mobiauto Edição de Anúncios Online Ltda (1)	80.00	80.00
G.W.H.C. Serviços Online Ltda. (2)	100.00	100.00

(1) Company controlled by Brazilian Finance & Real Estate S.A.

(2) 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 January 2025, the Bank is implementing an action plan aimed at complying with the guidelines contained in this Resolution. The action plan covers the following steps: (i) carrying out a regulatory study; (ii) definition of the project team; (iii) diagnosis of the impacted financial instruments; (iv) choice of the work methodology; (v) definition of the processes;

(vi) definition of the project implementation schedule; (vii) presentation to and approval by the Executive Board; and (viii) finally, 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 necessary to meet the new requirements.

CMN Resolution 4,975/21 – Provides for the accounting criteria applicable to lease operations conducted 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 financial statements are presented below:

#### **a) Functional and presentation currency:**

The 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 receipt, 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 maturities at the original 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 3,068/01 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. – Brasil, Bolsa, Balcão (“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:

Transactions relating to loans, real estate receivables and other credits with credit concession characteristics are accounted for at present value and calculated on a pro rata basis, based on the variation of the index and in the interest rate up to the 59<sup>th</sup> 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 conducted 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:
  - a) 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.
  - b) 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:
  - a) 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.
  - b) 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.

**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 assets that represent future economic benefits resulting from assets that are not individually identified nor separately recognized, acquired in a transaction to acquire an interest in an associate, subsidiary or joint venture, which are based on forecasts 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 assessed 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 carryforwards are realized according to the expected generation of profit, limited to an annual offset of 30% of annual 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:**

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 CPC 25, included in 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 interim 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 BACEN 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 levied 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 Bank'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 financial statements and the date of their approval by management are classified as:

- i. events that require adjustment, related to conditions existing at the reporting date of the interim financial statements; and
- ii. 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	649	6,766	(19)	7,396
Interbank investments	281,916	2,016	-	283,932
Marketable securities	6,599,872	1,234,796	(1,013,230)	6,821,438
Interbank accounts	3,116,776	-	-	3,116,776
Loan operations (4)	36,895,008	-	-	36,895,008
Other financial assets	629,690	1,989	-	631,679
Tax assets	3,633,011	135,375	-	3,768,386
Other receivables	764,520	69,390	(15,733)	818,177
Other assets	465,538	7,279	-	472,817
Investments	1,489,946	12,282	(1,465,041)	37,187
Property and equipment	112,597	5,955	-	118,552
Intangible assets	1,164,585	100,963	-	1,265,548
<b>Total at 09/30/2023</b>	<b>55,154,108</b>	<b>1,576,811</b>	<b>(2,494,023)</b>	<b>54,236,896</b>
<b>Total at 12/31/2022</b>	<b>56,930,098</b>	<b>1,521,695</b>	<b>(2,317,604)</b>	<b>56,134,189</b>

Liabilities	Financial (1)	Other (2)	Eliminations (3)	Total
Deposits	24,853,151	-	(1,013,249)	23,839,902
Funds obtained in the open market	4,203,591	-	-	4,203,591
Funds from acceptance and issuance of securities	12,403,826	-	-	12,403,826
Interbank accounts	1,677,238	-	-	1,677,238
Borrowings	767,672	-	-	767,672
Derivatives	132,146	-	-	132,146
Other financial liabilities	136,054	-	-	136,054
Provisions	300,154	5,502	-	305,656
Tax obligations	330,823	32,295	-	363,118
Other liabilities	2,343,897	71,547	(16,377)	2,399,067
Equity attributable to controlling stockholders	8,005,556	1,467,467	(1,467,467)	8,005,556
Equity attributable to non-controlling stockholders	-	-	3,070	3,070
<b>Total at 09/30/2023</b>	<b>55,154,108</b>	<b>1,576,811</b>	<b>(2,494,023)</b>	<b>54,236,896</b>
<b>Total at 12/31/2022</b>	<b>56,930,098</b>	<b>1,521,695</b>	<b>(2,317,604)</b>	<b>56,134,189</b>

### b) Consolidated Statement of Income:

	Financial (1)	Other (2)	Eliminations (3)	Total
Income from financial intermediation	11,601,539	93,212	(91,245)	11,603,506
Expenses on financial intermediation	(5,981,600)	(3,019)	91,245	(5,893,374)
<b>Gross result</b>	<b>5,619,939</b>	<b>90,193</b>	<b>-</b>	<b>5,710,132</b>
Other operating income (expenses)	(5,010,768)	9,968	(78,052)	(5,078,852)
Non-operating results	(7,100)	(661)	-	(7,761)
Taxes on income	(82,045)	(20,246)	-	(102,291)
Non-controlling interests	-	-	(1,202)	(1,202)
<b>Total at 09/30/2023</b>	<b>520,026</b>	<b>79,254</b>	<b>(79,254)</b>	<b>520,026</b>
<b>Total at 09/30/2022</b>	<b>535,883</b>	<b>50,862</b>	<b>(50,862)</b>	<b>535,883</b>

(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	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022
Funds in local currency	47	155	6,895	6,421
Funds in foreign currency	501	522	501	522
<b>Subtotal (cash)</b>	<b>548</b>	<b>677</b>	<b>7,396</b>	<b>6,943</b>
Interbank investments (1)	140,183	1,969	140,799	2,658
<b>Total</b>	<b>140,731</b>	<b>2,646</b>	<b>148,195</b>	<b>9,601</b>

(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	09/30/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days		
<b>Investments in the open market:</b>	<b>132,020</b>	-	-	-	-	<b>132,020</b>	-
<b>Own portfolio position</b>	<b>132,020</b>	-	-	-	-	<b>132,020</b>	-
National Treasury Bills (LTN)	132,020	-	-	-	-	132,020	-
<b>Investments in interbank deposits</b>	<b>10,234</b>	-	-	-	<b>139,662</b>	<b>149,896</b>	<b>277,251</b>
<b>Total at 09/30/2023</b>	<b>142,254</b>	-	-	-	<b>139,662</b>	<b>281,916</b>	-
<b>Total at 12/31/2022</b>	<b>1,969</b>	-	-	-	<b>275,282</b>	-	<b>277,251</b>

Consolidated	Current				Non-current	09/30/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days		
<b>Investments in the open market:</b>	<b>133,420</b>	-	-	-	-	<b>133,420</b>	<b>1,508</b>
<b>Own portfolio position</b>	<b>133,420</b>	-	-	-	-	<b>133,420</b>	<b>1,508</b>
Financial Treasury Bills (LFT)	1,400	-	-	-	-	1,400	1,508
National Treasury Notes (NTN)	132,020	-	-	-	-	132,020	-
<b>Investments in interbank deposits</b>	<b>10,234</b>	-	-	-	<b>139,662</b>	<b>149,896</b>	<b>277,251</b>
<b>Investments in savings deposits</b>	<b>616</b>	-	-	-	-	<b>616</b>	<b>689</b>
<b>Total at 09/30/2023</b>	<b>144,270</b>	-	-	-	<b>139,662</b>	<b>283,932</b>	-
<b>Total at 12/31/2022</b>	<b>2,658</b>	-	-	-	<b>276,790</b>	-	<b>279,448</b>

### b) Income from interbank investments:

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

Bank and Consolidated	09/30/2023	09/30/2022
<b>Income from investments in purchase and sale transactions:</b>	<b>9,118</b>	<b>6,715</b>
Own portfolio position	9,118	6,715
<b>Income from interbank deposits</b>	<b>92,400</b>	<b>10,513</b>
<b>Total (Note 7.e)</b>	<b>101,518</b>	<b>17,228</b>

## 7) Marketable Securities

### a) Composition of portfolio:

The portfolio of marketable securities at 09/30/2023 and 12/31/2022, by type of security, is as follows:

	Bank		Consolidated	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022
<b>Own portfolio:</b>	<b>2,023,303</b>	<b>2,885,495</b>	<b>2,233,966</b>	<b>3,098,576</b>
National Treasury Notes (NTN)	1,914,628	2,843,822	1,914,628	2,843,822
Financial Treasury Bills (LFT)	108,675	41,673	108,675	41,673
Mortgage-backed securities (CRI)	-	-	206,364	210,029
Bank Deposit Certificates (CDB)	-	-	1,133	1,039
Funds	-	-	3,166	2,013
<b>Subject to guarantees:</b>	<b>282,801</b>	<b>100,865</b>	<b>293,704</b>	<b>102,949</b>
Financial Treasury Bills (LFT)	280,601	73,194	280,601	73,194
National Treasury Notes (NTN)	2,200	27,671	2,200	27,671
Bank Deposit Certificates (CDB)	-	-	10,851	2,034
Other	-	-	52	50
<b>Subject to repurchase agreements:</b>	<b>4,293,768</b>	<b>5,948,311</b>	<b>4,293,768</b>	<b>5,948,311</b>
National Treasury Notes (NTN)	4,290,840	5,944,512	4,290,840	5,944,512
Financial Treasury Bills (LFT)	2,928	3,799	2,928	3,799
<b>Total</b>	<b>6,599,872</b>	<b>8,934,671</b>	<b>6,821,438</b>	<b>9,149,836</b>

## b) Composition by category and term:

Bank	09/30/2023								12/31/2022	
	Current		Non-current			Net book value (1) (2) (3)	Updated 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					
<b>Trading securities:</b>	-	<b>49,926</b>	-	-	-	<b>49,926</b>	<b>49,933</b>	<b>(7)</b>	<b>46,371</b>	<b>(13)</b>
Financial Treasury Bills (LFT)	-	49,926	-	-	-	49,926	49,933	(7)	46,371	(13)
<b>Available-for-sale securities:</b>	-	<b>11,004</b>	<b>16,769</b>	<b>314,505</b>	-	<b>342,278</b>	<b>341,705</b>	<b>573</b>	<b>72,295</b>	<b>(54)</b>
Financial Treasury Bills (LFT)	-	11,004	16,769	314,505	-	342,278	341,705	573	72,295	(54)
<b>Securities held to maturity</b>	-	<b>2,562,897</b>	<b>2,017,446</b>	<b>1,627,325</b>	-	<b>6,207,668</b>	<b>6,207,668</b>	-	<b>8,816,005</b>	-
National Treasury Notes (NTN)	-	2,562,897	2,017,446	1,627,325	-	6,207,668	6,207,668	-	8,816,005	-
<b>Total</b>	-	<b>2,623,827</b>	<b>2,034,215</b>	<b>1,941,830</b>	-	<b>6,599,872</b>	<b>6,599,306</b>	<b>566</b>	<b>8,934,671</b>	<b>(67)</b>

Consolidated	09/30/2023								12/31/2022	
	Current		Non-current			Net book value (1) (2) (3)	Updated 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					
<b>Trading securities:</b>	<b>3,166</b>	<b>49,926</b>	-	-	-	<b>53,092</b>	<b>53,099</b>	<b>(7)</b>	<b>48,384</b>	<b>(13)</b>
Financial Treasury Bills (LFT)	-	49,926	-	-	-	49,926	49,933	(7)	46,371	(13)
Funds	3,166	-	-	-	-	3,166	3,166	-	2,013	-
<b>Available-for-sale securities:</b>	-	<b>38,439</b>	<b>207,682</b>	<b>314,505</b>	-	<b>560,626</b>	<b>582,797</b>	<b>(22,171)</b>	<b>285,397</b>	<b>(26,331)</b>
Financial Treasury Bills (LFT)	-	11,004	16,769	314,505	-	342,278	341,705	573	72,295	(54)
Mortgage-backed securities (CRI)	-	25,648	180,716	-	-	206,364	229,108	(22,744)	210,029	(26,277)
Bank Deposit Certificates (CDB)	-	1,787	10,197	-	-	11,984	11,984	-	3,073	-
<b>Securities held to maturity</b>	<b>52</b>	<b>2,562,897</b>	<b>2,017,446</b>	<b>1,627,325</b>	-	<b>6,207,720</b>	<b>6,207,720</b>	-	<b>8,816,055</b>	-
National Treasury Notes (NTN)	-	2,562,897	2,017,446	1,627,325	-	6,207,668	6,207,668	-	8,816,005	-
Other	52	-	-	-	-	52	52	-	50	-
<b>Total</b>	<b>3,218</b>	<b>2,651,262</b>	<b>2,225,128</b>	<b>1,941,830</b>	-	<b>6,821,438</b>	<b>6,843,616</b>	<b>(22,178)</b>	<b>9,149,836</b>	<b>(26,344)</b>

(1) Brazilian Association of Financial and Capital Market Institutions (ANBIMA) and the Commodities, Futures and Stock Exchange (B3). 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\$ 163,077 (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 and for economic hedge of other trading 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 instruments, their market value should be defined under the discounted cash flow 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). 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		Non-current	Total -	Total -
			Up to 30 days	From 31 to 90 days	Over 360 days	09/30/2023	12/31/2022
<b>Asset position</b>	<b>768,654</b>	<b>779,860</b>	-	<b>386,636</b>	<b>393,224</b>	<b>779,860</b>	<b>803,059</b>
Swap	768,654	779,860	-	386,636	393,224	779,860	803,059
<b>Liability position</b>	<b>(896,420)</b>	<b>(912,006)</b>	-	<b>(449,767)</b>	<b>(462,239)</b>	<b>(912,006)</b>	<b>(891,412)</b>
Swap	(896,420)	(912,006)	-	(449,767)	(462,239)	(912,006)	(891,412)
<b>Futures contracts (1)</b>	<b>(50,049)</b>	<b>(50,049)</b>	<b>(50,049)</b>	-	-	<b>(50,049)</b>	<b>(9,146)</b>
Asset position (Note 9)	817	817	817	-	-	817	697
Liability position	(50,866)	(50,866)	(50,866)	-	-	(50,866)	(9,843)
<b>Total</b>	<b>(177,815)</b>	<b>(182,195)</b>	<b>(50,049)</b>	<b>(63,131)</b>	<b>(69,015)</b>	<b>(182,195)</b>	<b>(97,499)</b>

(1) Recorded as negotiation and intermediation of securities.

**ii) Derivative financial instruments by index:**

Bank and Consolidated	09/30/2023				12/31/2022
	Notional value	Adjusted cost	Mark-to-market	Carrying amount	Notional value
<b>Swap contracts</b>					
<b>Asset position:</b>	<b>858,015</b>	<b>768,654</b>	<b>11,206</b>	<b>779,860</b>	<b>858,015</b>
Foreign currency	858,015	768,654	11,206	779,860	858,015
<b>Liability position</b>	<b>858,015</b>	<b>(896,420)</b>	<b>(15,586)</b>	<b>(912,006)</b>	<b>858,015</b>
Interbank market	858,015	(896,420)	(15,586)	(912,006)	858,015
<b>Futures</b>	<b>29,133,289</b>	-	-	-	<b>27,141,979</b>
<b>Purchase Commitments:</b>	<b>479,399</b>	-	-	-	<b>552,600</b>
Interbank market	479,399	-	-	-	552,600
<b>Sale Commitments:</b>	<b>28,653,890</b>	-	-	-	<b>26,589,379</b>
Interbank market	28,651,364	-	-	-	26,586,717
Foreign currency	2,526	-	-	-	2,662
<b>Total</b>	<b>29,991,304</b>	<b>(127,766)</b>	<b>(4,380)</b>	<b>(132,146)</b>	<b>27,999,994</b>

**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	09/30/2023	12/31/2022
<b>Swap contracts</b>	-	<b>429,007</b>	-	-	<b>429,008</b>	<b>858,015</b>	<b>858,015</b>
Libor x DI	-	429,007	-	-	429,008	858,015	858,015
<b>Futures</b>	<b>3,803,301</b>	<b>2,526</b>	<b>3,840,116</b>	<b>6,165,493</b>	<b>15,321,853</b>	<b>29,133,289</b>	<b>27,141,979</b>
DI	3,803,301	-	3,840,116	6,165,493	15,321,853	29,130,763	27,139,317
U.S. dollar	-	2,526	-	-	-	2,526	2,662
<b>Total</b>	<b>3,803,301</b>	<b>431,533</b>	<b>3,840,116</b>	<b>6,165,493</b>	<b>15,750,861</b>	<b>29,991,304</b>	<b>27,999,994</b>

**iv) Place of negotiation and counterparties:**

Bank and Consolidated	09/30/2023	12/31/2022
Over-the-counter	858,015	858,015
B3 (exchange)	29,133,289	27,141,979
<b>Total</b>	<b>29,991,304</b>	<b>27,999,994</b>

## v) Margins provided as guarantee for derivative financial instruments:

Public securities	Bank and Consolidated	
	09/30/2023	12/31/2022
Financial Treasury Bills (LFT)	280,378	71,291
National Treasury Notes (NTN)	2,200	27,671
<b>Total (1)</b>	<b>282,578</b>	<b>98,962</b>

(1) B3 securities offered as guarantee.

## vi) Hedge accounting - market value

Bank and Consolidated	09/30/2023	12/31/2022
<b>Financial instruments</b>		
<b>Asset position</b>	<b>2,420,572</b>	<b>2,255,148</b>
Swap - U.S. Dollar (1)	779,860	803,059
Futures DII B3 - Fixed interest rate - Real (2)	1,640,712	1,452,089
<b>Liability position</b>	<b>(29,908,025)</b>	<b>(24,817,697)</b>
Swap - CDI	(912,006)	(891,412)
Futures DII B3 - Fixed interest rate - Real (3)	(28,996,019)	(23,926,285)
<b>Hedged item</b>		
<b>Asset position</b>	<b>27,462,898</b>	<b>21,500,881</b>
Loan operations (3)	27,462,898	21,500,881
<b>Liability position</b>	<b>(2,454,887)</b>	<b>(2,276,720)</b>
Funds raised abroad (1)	(767,672)	(779,785)
Time deposit certificates (2)	(1,687,215)	(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	09/30/2023			09/30/2022		
	Revenue	Expense	Net	Revenue	Expense	Net
Swap	210,922	(292,637)	(81,715)	77,388	(177,810)	(100,422)
Futures	1,999,836	(2,263,377)	(263,541)	2,431,217	(2,206,354)	224,863
<b>Total</b>	<b>2,210,758</b>	<b>(2,556,014)</b>	<b>(345,256)</b>	<b>2,508,605</b>	<b>(2,384,164)</b>	<b>124,441</b>

## e) Result from operations with marketable securities

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
Fixed-income securities	627,822	612,584	626,959	618,143
Interbank investments (Note 6.b)	101,518	17,228	101,518	17,228
<b>Total</b>	<b>729,340</b>	<b>629,812</b>	<b>728,477</b>	<b>635,371</b>



## 8) Loan operations

### a) Composition of the portfolio by type of operation:

	Bank				Consolidated			
	09/30/2023		12/31/2022		09/30/2023		12/31/2022	
	Amount	%	Amount	%	Amount	%	Amount	%
Vehicles (1)	18,981,193	48.48	15,928,307	40.80	18,981,193	48.48	15,928,307	40.80
Payroll-deductible loans (1)	9,098,701	23.24	9,025,613	23.12	9,098,701	23.24	9,025,613	23.12
Financing - credit cards (1)(2)	4,965,576	12.44	5,910,178	15.14	4,965,576	12.44	5,910,178	15.14
FGTS loan (1)	1,505,456	3.85	2,943,690	7.54	1,505,839	3.85	2,943,690	7.54
Bank overdrafts	1,555,184	3.97	1,637,417	4.19	1,555,184	3.97	1,637,417	4.19
Renegotiated loans	788,888	2.25	455,159	1.17	788,888	2.25	455,159	1.17
Personal credit	293,474	0.75	414,407	1.06	293,474	0.75	414,407	1.06
Housing financing	195,345	0.50	223,596	0.57	195,345	0.50	223,596	0.57
Credits linked to the assignment of loans (3)	103,580	0.26	198,221	0.51	103,580	0.26	198,221	0.51
Working capital	30,499	0.08	34,223	0.09	30,499	0.08	34,223	0.09
Emergency credit limit	7,554	0.02	14,373	0.04	7,554	0.02	14,373	0.04
<b>Total loan operations</b>	<b>37,525,450</b>	<b>95.85</b>	<b>36,785,184</b>	<b>94.24</b>	<b>37,525,833</b>	<b>95.85</b>	<b>36,785,184</b>	<b>94.24</b>
Other credits (4)	1,625,526	4.15	2,250,263	5.76	1,625,628	4.15	2,250,365	5.76
<b>Subtotal</b>	<b>39,150,976</b>	<b>100.0</b>	<b>39,035,447</b>	<b>100.00</b>	<b>39,151,461</b>	<b>100.00</b>	<b>39,035,549</b>	<b>100.00</b>
(+/-) Adjustment to market value (1)	182,279	-	(256,298)	-	182,279	-	(256,298)	-
<b>Total</b>	<b>39,333,255</b>	<b>-</b>	<b>38,779,149</b>	<b>-</b>	<b>39,333,740</b>	<b>-</b>	<b>38,779,251</b>	<b>-</b>
<b>Current</b>	<b>18,511,215</b>		<b>21,263,349</b>		<b>18,511,499</b>		<b>21,263,451</b>	
<b>Non-current</b>	<b>20,822,040</b>		<b>17,515,800</b>		<b>20,822,241</b>		<b>17,515,800</b>	

(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									
	Operations in course - Abnormal								Total - 09/30/2023	Total - 12/31/2022
	A	B	C	D	E	F	G	H		
<b>Falling due</b>	<b>2,025,781</b>	<b>1,167,090</b>	<b>1,118,136</b>	<b>657,754</b>	<b>459,191</b>	<b>325,717</b>	<b>248,610</b>	<b>522,276</b>	<b>6,524,555</b>	<b>5,251,726</b>
01 to 30	99,032	62,662	58,785	33,870	22,829	15,527	12,578	28,351	333,634	258,123
31 to 60	95,395	59,866	54,344	31,263	21,061	14,437	11,755	26,135	314,256	257,632
61 to 90	91,628	57,862	53,278	30,753	20,723	14,130	13,897	25,187	307,458	232,976
91 to 180	249,640	160,025	146,366	84,878	57,341	39,405	31,865	69,014	838,534	650,368
181 to 365	417,189	268,464	243,148	140,368	95,779	65,646	52,566	107,555	1,390,715	1,087,966
Over 365	1,072,897	558,211	562,215	336,622	241,458	176,572	125,949	266,034	3,339,958	2,764,661
<b>Past due in days</b>	<b>138,555</b>	<b>130,171</b>	<b>206,650</b>	<b>384,576</b>	<b>178,733</b>	<b>202,840</b>	<b>188,958</b>	<b>716,375</b>	<b>2,146,858</b>	<b>2,754,212</b>
01 to 14	118,251	11,248	29,015	16,341	9,957	6,624	4,941	11,810	208,187	384,376
15 to 30	20,304	101,792	30,665	18,062	13,161	9,225	8,197	18,751	220,157	418,000
31 to 60	-	17,131	120,840	34,553	22,897	16,007	13,115	32,054	256,597	316,256
61 to 90	-	-	18,262	285,858	25,221	18,974	14,461	34,482	397,258	287,037
91 to 180	-	-	7,868	29,762	94,628	130,843	128,786	163,083	554,970	663,971
181 to 365	-	-	-	-	12,869	21,167	19,458	395,613	449,107	641,935
Over 365	-	-	-	-	-	-	-	60,582	60,582	42,637
<b>Subtotal</b>	<b>2,164,336</b>	<b>1,297,261</b>	<b>1,324,786</b>	<b>1,042,330</b>	<b>637,924</b>	<b>528,557</b>	<b>437,568</b>	<b>1,238,651</b>	<b>8,671,413</b>	<b>8,005,938</b>
<b>Provision required</b>	<b>10,822</b>	<b>12,973</b>	<b>39,744</b>	<b>104,233</b>	<b>191,377</b>	<b>264,279</b>	<b>306,298</b>	<b>1,238,651</b>	<b>2,168,377</b>	<b>2,079,449</b>

Bank	Risk levels										Total - 09/30/2023	Total - 12/31/2022
	Operations in course - Normal											
	AA	A	B	C	D	E	F	G	H			
<b>Falling due</b>	<b>1,504,826</b>	<b>28,268,887</b>	<b>288,760</b>	<b>147,720</b>	<b>88,449</b>	<b>56,382</b>	<b>45,093</b>	<b>20,531</b>	<b>58,915</b>		<b>30,479,563</b>	<b>31,029,509</b>
01 to 30	84,823	2,436,894	23,507	12,217	12,337	3,622	2,601	1,333	5,902		2,583,236	5,780,546
31 to 60	80,072	1,210,438	12,562	7,824	3,596	2,122	1,364	866	2,065		1,320,909	1,613,846
61 to 90	72,837	1,090,686	11,770	7,222	3,505	2,203	1,386	834	1,959		1,192,402	1,067,420
91 to 180	179,661	2,851,476	29,596	17,941	9,547	6,255	4,223	2,605	6,617		3,107,921	3,119,294
181 to 365	300,121	4,382,458	43,806	24,467	14,077	9,808	6,595	3,738	7,943		4,793,013	4,697,264
Over 365	787,312	16,296,935	167,519	78,049	45,387	32,372	28,924	11,155	34,429		17,482,082	14,751,139
<b>Subtotal</b>	<b>1,504,826</b>	<b>28,268,887</b>	<b>288,760</b>	<b>147,720</b>	<b>88,449</b>	<b>56,382</b>	<b>45,093</b>	<b>20,531</b>	<b>58,915</b>		<b>30,479,563</b>	<b>31,029,509</b>
<b>Provision required</b>	-	<b>141,344</b>	<b>2,887</b>	<b>4,431</b>	<b>8,845</b>	<b>16,915</b>	<b>22,546</b>	<b>14,370</b>	<b>58,915</b>		<b>270,253</b>	<b>224,209</b>
<b>Total (1)</b>	<b>1,504,826</b>	<b>30,433,223</b>	<b>1,586,021</b>	<b>1,472,506</b>	<b>1,130,779</b>	<b>694,306</b>	<b>573,650</b>	<b>458,099</b>	<b>1,297,566</b>		<b>39,150,976</b>	<b>39,035,447</b>
<b>Total provision</b>	-	<b>152,166</b>	<b>15,860</b>	<b>44,175</b>	<b>113,078</b>	<b>208,292</b>	<b>286,825</b>	<b>320,668</b>	<b>1,297,566</b>		<b>2,438,630</b>	<b>2,303,658</b>

Consolidated	Risk levels										Total - 09/30/2023	Total - 12/31/2022
	Operations in course - Abnormal											
	A	B	C	D	E	F	G	H				
<b>Falling due</b>	<b>2,025,781</b>	<b>1,167,090</b>	<b>1,118,136</b>	<b>657,754</b>	<b>459,191</b>	<b>325,717</b>	<b>248,610</b>	<b>522,276</b>			<b>6,524,555</b>	<b>5,251,726</b>
01 to 30	99,032	62,662	58,785	33,870	22,829	15,527	12,578	28,351			333,634	258,123
31 to 60	95,395	59,866	54,344	31,263	21,061	14,437	11,755	26,135			314,256	257,632
61 to 90	91,628	57,862	53,278	30,753	20,723	14,130	13,897	25,187			307,458	232,976
91 to 180	249,640	160,025	146,366	84,878	57,341	39,405	31,865	69,014			838,534	650,368
181 to 365	417,189	268,464	243,148	140,368	95,779	65,646	52,566	107,555			1,390,715	1,087,966
Over 365	1,072,897	558,211	562,215	336,622	241,458	176,572	125,949	266,034			3,339,958	2,764,661
<b>Past due in days</b>	<b>138,555</b>	<b>130,171</b>	<b>206,650</b>	<b>384,576</b>	<b>178,733</b>	<b>202,840</b>	<b>188,958</b>	<b>716,375</b>			<b>2,146,858</b>	<b>2,754,212</b>
01 to 14	118,251	11,248	29,015	16,341	9,957	6,624	4,941	11,810			208,187	384,376
15 to 30	20,304	101,792	30,665	18,062	13,161	9,225	8,197	18,751			220,157	418,000
31 to 60	-	17,131	120,840	34,553	22,897	16,007	13,115	32,054			256,597	316,256
61 to 90	-	-	18,262	285,858	25,221	18,974	14,461	34,482			397,258	287,037
91 to 180	-	-	7,868	29,762	94,628	130,843	128,786	163,083			554,970	663,971
181 to 365	-	-	-	-	12,869	21,167	19,458	395,613			449,107	641,935
Over 365	-	-	-	-	-	-	-	60,582			60,582	42,637
<b>Subtotal</b>	<b>2,164,336</b>	<b>1,297,261</b>	<b>1,324,786</b>	<b>1,042,330</b>	<b>637,924</b>	<b>528,557</b>	<b>437,568</b>	<b>1,238,651</b>			<b>8,671,413</b>	<b>8,005,938</b>
<b>Provision required</b>	<b>10,822</b>	<b>12,973</b>	<b>39,744</b>	<b>104,233</b>	<b>191,377</b>	<b>264,279</b>	<b>306,298</b>	<b>1,238,651</b>			<b>2,168,377</b>	<b>2,079,449</b>

Consolidated	Risk levels										Total - 09/30/2023	Total - 12/31/2022
	Operations in course - Normal											
	AA	A	B	C	D	E	F	G	H			
<b>Falling due</b>	<b>1,505,209</b>	<b>28,268,887</b>	<b>288,760</b>	<b>147,720</b>	<b>88,449</b>	<b>56,382</b>	<b>45,093</b>	<b>20,531</b>	<b>59,017</b>		<b>30,480,048</b>	<b>31,029,611</b>
01 to 30	84,823	2,436,894	23,507	12,217	12,337	3,622	2,601	1,333	6,004		2,583,338	5,780,648
31 to 60	80,092	1,210,438	12,562	7,824	3,596	2,122	1,364	866	2,065		1,320,929	1,613,846
61 to 90	72,847	1,090,686	11,770	7,222	3,505	2,203	1,386	834	1,959		1,192,412	1,067,420
91 to 180	179,739	2,851,476	29,596	17,941	9,547	6,255	4,223	2,605	6,617		3,107,999	3,119,294
181 to 365	300,195	4,382,458	43,806	24,467	14,077	9,808	6,595	3,738	7,943		4,793,087	4,697,264
Over 365	787,513	16,296,935	167,519	78,049	45,387	32,372	28,924	11,155	34,429		17,482,283	14,751,139
<b>Subtotal</b>	<b>1,505,209</b>	<b>28,268,887</b>	<b>288,760</b>	<b>147,720</b>	<b>88,449</b>	<b>56,382</b>	<b>45,093</b>	<b>20,531</b>	<b>59,017</b>		<b>30,480,048</b>	<b>31,029,611</b>
<b>Provision required</b>	-	<b>141,344</b>	<b>2,887</b>	<b>4,431</b>	<b>8,845</b>	<b>16,915</b>	<b>22,546</b>	<b>14,370</b>	<b>59,017</b>		<b>270,355</b>	<b>224,311</b>
<b>Total (1)</b>	<b>1,505,209</b>	<b>30,433,223</b>	<b>1,586,021</b>	<b>1,472,506</b>	<b>1,130,779</b>	<b>694,306</b>	<b>573,650</b>	<b>458,099</b>	<b>1,297,668</b>		<b>39,151,461</b>	<b>39,035,549</b>
<b>Total provision</b>	-	<b>152,166</b>	<b>15,860</b>	<b>44,175</b>	<b>113,078</b>	<b>208,292</b>	<b>286,825</b>	<b>320,668</b>	<b>1,297,668</b>		<b>2,438,732</b>	<b>2,303,760</b>

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

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

Bank	09/30/2023			09/30/2022		
	Loan operations	Other (1)	Total	Loan operations	Other (1)	Total
<b>Opening balance</b>	<b>2,303,658</b>	<b>20,251</b>	<b>2,323,909</b>	<b>1,994,644</b>	<b>26,999</b>	<b>2,021,643</b>
Constitution/reversal of provision	1,553,811	(947)	1,552,864	1,715,923	(4,673)	1,711,250
Written off against provision	(1,418,839)	-	(1,418,839)	(1,628,370)	-	(1,628,370)
<b>At the end of the period</b>	<b>2,438,630</b>	<b>19,304</b>	<b>2,457,934</b>	<b>2,082,197</b>	<b>22,326</b>	<b>2,104,523</b>
<b>Current</b>	<b>1,705,782</b>	<b>19,304</b>	<b>1,725,086</b>	<b>1,587,278</b>	<b>22,326</b>	<b>1,609,604</b>
<b>Non-current</b>	<b>732,848</b>	<b>-</b>	<b>732,848</b>	<b>494,919</b>	<b>-</b>	<b>494,919</b>
<b>Credit recoveries (2)</b>	<b>189,575</b>	<b>-</b>	<b>189,575</b>	<b>247,473</b>	<b>-</b>	<b>247,473</b>
<b>Effect on results (3)</b>	<b>(1,364,236)</b>	<b>947</b>	<b>(1,363,289)</b>	<b>(1,468,450)</b>	<b>4,673</b>	<b>(1,463,777)</b>

Consolidated	09/30/2023			09/30/2022		
	Loan operations	Other (1)	Total	Loan operations	Other (1)	Total
<b>Opening balance</b>	<b>2,303,760</b>	<b>23,328</b>	<b>2,327,088</b>	<b>1,994,746</b>	<b>26,999</b>	<b>2,021,745</b>
Merger of balance (4)	-	-	-	-	3,077	3,077
Constitution/reversal of provision	1,553,811	2,072	1,555,883	1,715,923	(4,673)	1,711,250
Written off against provision	(1,418,839)	-	(1,418,839)	(1,628,370)	-	(1,628,370)
<b>At the end of the period</b>	<b>2,438,732</b>	<b>25,400</b>	<b>2,464,132</b>	<b>2,082,299</b>	<b>25,403</b>	<b>2,107,702</b>
<b>Current</b>	<b>1,705,884</b>	<b>25,400</b>	<b>1,731,284</b>	<b>1,587,380</b>	<b>25,403</b>	<b>1,612,783</b>
<b>Non-current</b>	<b>732,848</b>	<b>-</b>	<b>732,848</b>	<b>494,919</b>	<b>-</b>	<b>494,919</b>
<b>Credit recoveries (2)</b>	<b>192,405</b>	<b>-</b>	<b>192,405</b>	<b>250,350</b>	<b>-</b>	<b>250,350</b>
<b>Effect on results (3)</b>	<b>(1,361,406)</b>	<b>(2,072)</b>	<b>(1,363,478)</b>	<b>(1,465,573)</b>	<b>4,673</b>	<b>(1,460,900)</b>

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

(2) In the period ended 09/30/2023, credits previously written off against the provision, totaling R\$ 192,405, were recovered (recovered credits of R\$ 189,575 in Banco PAN and recovered credits of R\$ 2,830 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			
	09/30/2023		12/31/2022		09/30/2023		12/31/2022	
	Amount	%	Amount	%	Amount	%	Amount	%
<b>Individuals</b>	<b>37,433,857</b>	<b>95.61</b>	<b>37,241,394</b>	<b>95.40</b>	<b>37,434,240</b>	<b>95.61</b>	<b>37,241,394</b>	<b>95.40</b>
<b>Services</b>	<b>1,363,531</b>	<b>3.48</b>	<b>1,419,262</b>	<b>3.64</b>	<b>1,363,633</b>	<b>3.48</b>	<b>1,419,364</b>	<b>3.64</b>
Financial	643,619	1.64	676,170	1.73	643,721	1.64	676,272	1.73
Utilities	175,917	0.45	164,701	0.42	175,917	0.45	164,701	0.42
Construction and real-estate development	57,323	0.15	63,986	0.16	57,323	0.15	63,986	0.16
Media, IT and Telecom	17,775	0.05	16,495	0.04	17,775	0.05	16,495	0.04
Transportation and logistics	5,040	0.01	5,338	0.01	5,040	0.01	5,338	0.01
Vehicle rental	1,859	-	2,593	0.01	1,859	-	2,593	0.01
Health, security and education	1	-	1,112	-	1	-	1,112	-
Other services	461,997	1.18	488,867	1.25	461,997	1.18	488,867	1.25
<b>Commercial</b>	<b>353,544</b>	<b>0.90</b>	<b>374,737</b>	<b>0.96</b>	<b>353,544</b>	<b>0.90</b>	<b>374,737</b>	<b>0.96</b>
Wholesale and retail	353,544	0.90	374,737	0.96	353,544	0.90	374,737	0.96
<b>Basic industries</b>	<b>44</b>	<b>-</b>	<b>54</b>	<b>-</b>	<b>44</b>	<b>-</b>	<b>54</b>	<b>-</b>
Other industries	44	-	54	-	44	-	54	-
<b>Total (1)</b>	<b>39,150,976</b>	<b>100.00</b>	<b>39,035,447</b>	<b>100.00</b>	<b>39,151,461</b>	<b>100.00</b>	<b>39,035,549</b>	<b>100.00</b>

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

## e) Concentration of loan operations:

	Bank				Consolidated			
	09/30/2023		12/31/2022		09/30/2023		12/31/2022	
	Amount	%	Amount	%	Amount	%	Amount	%
10 largest borrowers	654,390	1.67	698,207	1.79	654,390	1.67	698,207	1.79
50 next largest borrowers	554,555	1.42	581,780	1.49	554,555	1.42	581,780	1.49
100 next largest borrowers	210,653	0.54	234,184	0.60	210,653	0.54	234,184	0.60
Other borrowers	37,731,378	96.37	37,521,276	96.12	37,731,863	96.37	37,521,378	96.12
<b>Total</b>	<b>39,150,976</b>	<b>100.00</b>	<b>39,035,447</b>	<b>100.00</b>	<b>39,151,461</b>	<b>100.00</b>	<b>39,035,549</b>	<b>100.00</b>

## f) Transactions for the sale or transfer of financial assets:

## I. Transactions with substantial transfer of risks and benefits:

In the periods ended 09/30/2023 and 09/30/2022, loans were assigned to financial institutions as below:

Bank and Consolidated	09/30/2023			09/30/2022		
	Assignment amount	Present value	Result	Assignment amount	Present value	Result
Payroll-deductible/FGTS	12,752,816	9,958,827	2,793,989	11,543,301	9,112,296	2,431,005
<b>Total (Note 8.g)</b>	<b>12,752,816</b>	<b>9,958,827</b>	<b>2,793,989</b>	<b>11,543,301</b>	<b>9,112,296</b>	<b>2,431,005</b>

## 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\$ 103,580, in Banco PAN and Consolidated (R\$ 198,221 at 12/31/2022), calculated at present value using the agreed contract rates. Obligations of R\$ 123,511 (R\$ 304,943 at 12/31/2022) were assumed for these loans (Note 18.a).

## g) Income from loan operations:

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
Vehicles	3,575,970	2,692,030	3,575,970	2,692,030
Profit on loan assignments (Note 8.f)	2,793,989	2,431,005	2,793,989	2,431,005
Payroll-deductible loans	1,566,863	1,341,242	1,566,863	1,341,242
Credit cards	1,614,736	1,284,830	1,614,736	1,284,830
FGTS loan	373,658	717,199	373,661	717,199
Recovery of loans written off as losses	189,575	247,473	192,405	250,350
Personal credit	128,157	219,394	128,157	219,394
Performance bonus on assignments	74,651	121,825	74,651	121,825
Working capital/overdraft accounts	126,899	108,625	126,899	108,625
Renegotiated loans	56,387	24,682	56,387	24,682
Housing loans	13,375	31,957	13,375	31,957
Emergency credit limit	3,150	5,065	3,150	5,065
Other	23	58	23	58
Adjustment to market value - Retail Portfolio (1)	438,577	298,154	438,577	298,154
<b>Total</b>	<b>10,956,010</b>	<b>9,523,539</b>	<b>10,958,843</b>	<b>9,526,416</b>

(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	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022
Amounts receivable from loan assignments	626,635	619,005	626,635	619,005
Negotiation and intermediation of securities	817	795	817	795
Acknowledgment of debt (1)	2,238	5,088	2,238	5,088
Real estate receivables (2)	-	-	1,989	1,300
<b>Total</b>	<b>629,690</b>	<b>624,888</b>	<b>631,679</b>	<b>626,188</b>
<b>Current</b>	<b>302,022</b>	<b>299,096</b>	<b>299,759</b>	<b>298,640</b>
<b>Non-current</b>	<b>327,668</b>	<b>325,792</b>	<b>331,920</b>	<b>327,548</b>

(1) Includes provision for debt acknowledgment of R\$ 522 at 09/30/2023 (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	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022
Judicial and tax deposits	326,750	226,025	349,789	249,834
Sundry debtors	190,563	223,869	200,774	236,686
Amounts receivable from related parties	47,654	38,343	21,651	23,145
Amounts receivable from payroll-deductible loans (1)	3,900	3,390	3,900	3,390
Products listing (2)	-	-	38,971	81,485
Residual benefit in securitized transactions	-	-	4,327	4,561
Other (3)	191,440	164,902	198,765	170,435
<b>Total</b>	<b>760,307</b>	<b>656,529</b>	<b>818,177</b>	<b>769,536</b>
<b>Current</b>	<b>644,637</b>	<b>519,172</b>	<b>677,622</b>	<b>606,293</b>
<b>Non-current</b>	<b>115,670</b>	<b>137,357</b>	<b>140,555</b>	<b>163,243</b>

(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 09/30/2023 amounted to R\$ 9,589 (R\$ 9,731 at 12/31/2022) (Note 8.c);

(2) Includes allowance for amounts receivable, related to services rendered, of R\$ 6,096 at 09/30/2023 (R\$ 3,077 at 12/31/2022); and

(3) Includes allowance for other credits without credit characteristics of R\$ 9,193 at 09/30/2023 (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	09/30/2023	12/31/2022	Cost	Allowance for losses	09/30/2023	12/31/2022
<b>Assets not for own use</b>	<b>255,385</b>	<b>(37,022)</b>	<b>218,363</b>	<b>195,534</b>	<b>261,709</b>	<b>(37,540)</b>	<b>224,169</b>	<b>201,163</b>
Properties	131,060	(28,039)	103,021	108,884	137,150	(28,323)	108,827	114,512
Vehicles	124,325	(8,983)	115,342	86,650	124,559	(9,217)	115,342	86,651
Other	210	-	210	1,496	210	-	210	1,496
<b>Total</b>	<b>255,595</b>	<b>(37,022)</b>	<b>218,573</b>	<b>197,030</b>	<b>261,919</b>	<b>(37,540)</b>	<b>224,379</b>	<b>202,659</b>
<b>Current</b>			<b>218,573</b>	<b>197,030</b>			<b>224,379</b>	<b>202,659</b>

### b) Prepaid expenses

	Bank		Consolidated	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022
Financial system services	130,954	107,072	131,003	107,150
Data processing	1,416	2,122	1,416	2,122
Software maintenance	6,916	3,168	6,916	3,168
Other	107,317	64,266	109,103	65,403
<b>Total</b>	<b>246,603</b>	<b>176,628</b>	<b>248,438</b>	<b>177,843</b>
<b>Current</b>	<b>93,552</b>	<b>53,288</b>	<b>94,944</b>	<b>53,943</b>
<b>Non-current</b>	<b>153,051</b>	<b>123,340</b>	<b>153,494</b>	<b>123,900</b>

## 12) Investments

### a) Investments in subsidiaries and associates:

Companies	Share capital	Adjusted equity	Number of shares/quotas held (in thousands)			Equity interest %	Adjusted results	Balance of investments		Equity accounting adjustment (1)	
			Comm	Pr	Quotas			09/30/2023	12/31/2022	Period ended	
										09/30/2023	09/30/2022
<b>PAN's direct subsidiaries and associates</b>											
Pan Financeira S.A. – Crédito, Financiamento e Investimentos (2)	356,735	259,779	11	-	-	100.00	16,435	259,779	243,344	16,435	9,594
Pan Administradora de Consórcio Ltda. (2)	42,388	86,927	-	-	48,168	100.00	4,628	86,927	82,299	4,628	3,197
Brazilian Securities Companhia de Securitização (2)	174,201	242,367	77,865	-	-	100.00	11,466	242,367	230,982	11,466	14,665
Brazilian Finance & Real Estate S.A. (3)	107,662	213,241	0.2	0.5	-	100.00	11,059	213,241	201,933	11,059	5,557
BM Sua Casa Promotora de Vendas Ltda. (2)	179,864	230,102	-	-	179,864	100.00	2,994	230,102	224,945	2,994	1,727
Bw Properties S.A.	400,442	523,962	23	-	-	3.86	4,015	20,180	16,165	4,015	334
Mosaico Tecnologia ao Consumidor S.A. (4)	642,033	680,122	126,596	-	-	100.00	43,177	1,664,437	1,708,111	43,177	25,716
<b>Total</b>								<b>2,717,033</b>	<b>2,707,779</b>	<b>93,774</b>	<b>60,790</b>

(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' financial statements for the period ended 09/30/2023 were audited by the same independent auditor as that of Banco PAN.

(3) Company's financial statements for the period ended 09/30/2023 were reviewed by another independent auditor.

(4) At 09/30/2023, goodwill was recorded on the acquisition of investment in Mosaico, net of amortization, of R\$ 984,315 (Note 1.a (Corporate Events)).

## b) Other investments:

Bank and Consolidated	09/30/2023	12/31/2022
CIP S.A.	17,007	11,260
CERTA - Central de Registros de Títulos e Ativos S.A.	-	5,693
<b>Total</b>	<b>17,007</b>	<b>16,953</b>

## 13) Property and equipment

## a) Property and equipment comprise the following:

Bank	Annual depreciation rate	Cost	Depreciation	Residual value	
				09/30/2023	12/31/2022
Facilities, furniture and equipment in use	10%	37,617	(9,984)	27,633	31,384
Security and communications systems	10%	7,612	(4,671)	2,941	3,628
Data processing systems	20%	73,453	(36,714)	36,739	23,308
Card reading machines	33%	106,583	(61,299)	45,284	71,925
<b>Total at 09/30/2023</b>		<b>225,265</b>	<b>(112,668)</b>	<b>112,597</b>	-
<b>Total at 12/31/2022</b>		<b>204,121</b>	<b>(73,876)</b>	-	<b>130,245</b>

Consolidated	Annual depreciation rate	Cost	Depreciation	Residual value	
				09/30/2023	12/31/2022
Facilities, furniture and equipment in use	10%	41,909	(12,123)	29,786	33,838
Security and communications systems	10%	7,842	(4,764)	3,078	3,780
Data processing systems	20%	80,330	(39,926)	40,404	27,185
Card reading machines	33%	106,583	(61,299)	45,284	71,925
<b>Total at 09/30/2023</b>		<b>236,664</b>	<b>(118,112)</b>	<b>118,552</b>	-
<b>Total at 12/31/2022</b>		<b>215,188</b>	<b>(78,460)</b>	-	<b>136,728</b>

## 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
<b>At December 31, 2022</b>	<b>31,384</b>	<b>3,628</b>	<b>23,308</b>	<b>71,925</b>	<b>130,245</b>
Purchases	453	274	20,806	-	21,533
Disposals	-	(4)	(93)	-	(97)
Depreciation	(4,204)	(957)	(7,282)	(26,641)	(39,084)
<b>At September 30, 2023</b>	<b>27,633</b>	<b>2,941</b>	<b>36,739</b>	<b>45,284</b>	<b>112,597</b>

Consolidated	Facilities, furniture and equipment in use	Security and communications systems	Data processing systems	Card reading machines	Total
<b>At December 31, 2022</b>	<b>33,838</b>	<b>3,780</b>	<b>27,185</b>	<b>71,925</b>	<b>136,728</b>
Purchases	529	274	21,521	-	22,324
Disposals	(15)	(4)	(153)	-	(172)
Depreciation	(4,566)	(972)	(8,149)	(26,641)	(40,328)
<b>At September 30, 2023</b>	<b>29,786</b>	<b>3,078</b>	<b>40,404</b>	<b>45,284</b>	<b>118,552</b>

#### 14) Intangible assets

##### a) Intangible assets comprise the following:

Bank	Amortization rate	Cost	Amortization	Residual value	
				09/30/2023	12/31/2022
Software	20% to 60%	255,707	(144,554)	111,153	60,181
Software license	20% to 60%	248,420	(189,935)	58,485	44,194
<b>Total at 09/30/2023</b>		<b>504,127</b>	<b>(334,489)</b>	<b>169,638</b>	<b>-</b>
<b>Total at 12/31/2022</b>		<b>369,016</b>	<b>(264,641)</b>	<b>-</b>	<b>104,375</b>

Consolidated	Amortization rate	Cost	Amortization	Residual value	
				09/30/2023	12/31/2022
Software	20% to 60%	326,525	(159,764)	166,761	90,626
Software license	20% to 60%	248,500	(190,015)	58,485	44,194
Trademarks and patents	5% to 50%	30,867	(6,066)	24,801	25,958
Goodwill	10% to 20%	1,197,142	(181,641)	1,015,501	1,106,379
<b>Total at 09/30/2023</b>		<b>1,803,034</b>	<b>(537,486)</b>	<b>1,265,548</b>	<b>-</b>
<b>Total at 12/31/2022</b>		<b>1,639,922</b>	<b>(372,765)</b>	<b>-</b>	<b>1,267,157</b>

##### b) Changes in intangible assets by category:

###### Bank

	Software	Software license	Total
<b>At December 31, 2022</b>	<b>60,181</b>	<b>44,194</b>	<b>104,375</b>
Additions	64,406	70,705	135,111
Amortization	(13,434)	(56,414)	(69,848)
<b>Total at 09/30/2023</b>	<b>111,153</b>	<b>58,485</b>	<b>169,638</b>

###### Consolidated

	Software	Software license	Trademarks and patents	Goodwill	Total
<b>At December 31, 2022</b>	<b>90,626</b>	<b>44,194</b>	<b>25,958</b>	<b>1,106,379</b>	<b>1,267,157</b>
Additions	92,424	70,705	-	-	163,129
Amortization	(16,289)	(56,414)	(1,157)	(90,878)	(164,738)
<b>Total at 09/30/2023</b>	<b>166,761</b>	<b>58,485</b>	<b>24,801</b>	<b>1,015,501</b>	<b>1,265,548</b>

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

##### a) Deposits:

Bank	Current				Non-current		09/30/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days			
Demand deposits	403,822	-	-	-	-	403,822	448,432	
Interbank deposits	48,845	83,057	16,582	622,283	2,007,815	2,778,582	5,732,358	
Time deposits (1)	1,750,364	3,267,528	1,812,070	4,288,997	10,811,483	21,930,442	19,925,732	
<b>Total at 09/30/2023</b>	<b>2,203,031</b>	<b>3,350,585</b>	<b>1,828,652</b>	<b>4,911,280</b>	<b>12,819,298</b>	<b>25,112,846</b>	<b>-</b>	
<b>Total at 12/31/2022</b>	<b>3,031,556</b>	<b>2,276,623</b>	<b>4,746,899</b>	<b>3,542,117</b>	<b>12,509,327</b>	<b>-</b>	<b>26,106,522</b>	



Consolidated	Current				Non-current	09/30/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days		
Demand deposits	403,775	-	-	-	-	403,775	448,409
Interbank deposits	48,823	82,944	7,588	371,744	2,007,815	2,518,914	5,482,464
Time deposits (1)	1,662,126	3,082,604	1,781,355	4,178,614	10,212,514	20,917,213	19,006,490
<b>Total at 09/30/2023</b>	<b>2,114,724</b>	<b>3,165,548</b>	<b>1,788,943</b>	<b>4,550,358</b>	<b>12,220,329</b>	<b>23,839,902</b>	-
<b>Total at 12/31/2022</b>	<b>3,006,456</b>	<b>2,266,190</b>	<b>4,498,644</b>	<b>3,257,644</b>	<b>11,908,429</b>	-	<b>24,937,363</b>

(1) Hedge accounting transactions.

**b) Funds obtained in the open market:**

Bank and Consolidated	Current				Non-current	09/30/2023	12/31/2022
	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	Over 360 days		
<b>Own portfolio</b>	<b>4,200,663</b>	-	-	<b>2,762</b>	<b>166</b>	<b>4,203,591</b>	<b>5,884,794</b>
Financial Treasury Bills (LFT)	-	-	-	2,762	166	2,928	3,800
National Treasury Notes (NTN)	4,200,663	-	-	-	-	4,200,663	5,880,994
<b>Total at 09/30/2023</b>	<b>4,200,663</b>	-	-	<b>2,762</b>	<b>166</b>	<b>4,203,591</b>	-
<b>Total at 12/31/2022</b>	<b>5,880,994</b>	<b>202</b>	-	<b>76</b>	<b>3,522</b>	-	<b>5,884,794</b>

**c) Funds from acceptance and issuance of securities:**

Bank and Consolidated	Current				Non-current	09/30/2023	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)	103,448	549,795	1,556,786	2,521,898	7,571,898	12,303,825	10,529,449
Real estate letters of credit (LCI)	1,164	31,256	60,970	4,023	2,588	100,001	88,769
<b>Total at 09/30/2023</b>	<b>104,612</b>	<b>581,051</b>	<b>1,617,756</b>	<b>2,525,921</b>	<b>7,574,486</b>	<b>12,403,826</b>	-
<b>Total at 12/31/2022</b>	<b>14,121</b>	<b>291,159</b>	<b>401,134</b>	<b>1,430,766</b>	<b>8,481,038</b>	-	<b>10,618,218</b>

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

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
Time deposits	1,957,614	1,989,129	1,866,369	1,925,655
Financial bills	1,132,925	1,029,461	1,132,925	1,029,461
Interbank deposits	806,679	312,703	782,534	292,453
Purchase and sale commitments	496,171	229,359	496,171	229,359
Contributions to the deposit guarantee fund	18,266	22,085	18,266	22,085
Loans assigned with retention of risk	14,852	24,688	14,852	24,688
Real estate letters of credit	10,900	13,239	10,900	13,239
<b>Total</b>	<b>4,437,407</b>	<b>3,620,664</b>	<b>4,322,017</b>	<b>3,536,940</b>

**16) Interbank accounts**

Bank and Consolidated	09/30/2023	12/31/2022
Receipts and payments pending settlement (1)	1,547,051	2,138,323
Local correspondents (2)	130,187	132,210
<b>Total</b>	<b>1,677,238</b>	<b>2,270,533</b>
<b>Current</b>	<b>1,677,238</b>	<b>2,270,533</b>

(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

	Bank		Consolidated	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022
<b>Borrowings</b>				
Local	-	-	-	78
Foreign (1)(2)	767,672	779,785	767,672	779,785
<b>Total</b>	<b>767,672</b>	<b>779,785</b>	<b>767,672</b>	<b>779,863</b>
<b>Current</b>	<b>392,102</b>	<b>388,458</b>	<b>392,102</b>	<b>388,536</b>
<b>Non-current</b>	<b>375,570</b>	<b>391,327</b>	<b>375,570</b>	<b>391,327</b>

(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) Balances:

Bank and Consolidated	09/30/2023	12/31/2022
Assignment with substantial retention of risks and benefits (8.f ii)	123,511	304,943
Subordinated debts (18.b)	12,543	10,987
<b>Total</b>	<b>136,054</b>	<b>315,930</b>
<b>Current</b>	<b>93,932</b>	<b>172,518</b>
<b>Non-current</b>	<b>42,122</b>	<b>143,412</b>

### b) Subordinated debts:

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

Bank and Consolidated	09/30/2023	12/31/2022
<b>In Brazil:</b>		
R\$ 8,000 (1)	12,543	10,987
<b>Total</b>	<b>12,543</b>	<b>10,987</b>
<b>Non-current</b>	<b>12,543</b>	<b>10,987</b>

(1) Subordinated Financial Bills issued on 4/18/2019, maturing on 4/16/2027.

## 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 the outsourced law firm, timing of the proceeding, judicial precedents, as well as the risk of affecting the image and operations of the Bank.

There are no 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	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022
Civil	187,110	199,052	192,084	204,427
Labor	73,038	91,738	74,325	94,253
Tax	6,027	5,283	39,247	45,602
<b>Total</b>	<b>266,175</b>	<b>296,073</b>	<b>305,656</b>	<b>344,282</b>

### II. Change in provisions:

Bank	Civil	Labor	Tax	Total
<b>At December 31, 2022</b>	<b>199,052</b>	<b>91,738</b>	<b>5,283</b>	<b>296,073</b>
Constitution, net of reversals	168,756	26,453	3	195,212
Indexation and interest accruals	-	-	786	786
Settlements	(180,698)	(45,153)	(45)	(225,896)
<b>At 09/30/2023</b>	<b>187,110</b>	<b>73,038</b>	<b>6,027</b>	<b>266,175</b>

Consolidated	Civil	Labor	Tax	Total
<b>At 12/31/2022</b>	<b>204,427</b>	<b>94,253</b>	<b>45,602</b>	<b>344,282</b>
Constitution, net of reversals	170,493	25,238	(3,372)	192,359
Indexation and interest accruals	-	-	(194)	(194)
Settlements	(182,836)	(45,166)	(2,789)	(230,791)
<b>At 09/30/2023</b>	<b>192,084</b>	<b>74,325</b>	<b>39,247</b>	<b>305,656</b>

### 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 September 2023, the amounts related to these lawsuits total approximately R\$ 822 (R\$ 784 at 12/31/2022);

**IRPJ/CSLL** – Deductibility of losses on loan operations and other operating expenses, referring to 2007 to 2017. In September 2023, the amounts related to these lawsuits total approximately R\$ 1,034,156 (R\$ 969,867 at 12/31/2022);

**IRPJ/CSLL** – Deductibility of PIS/COFINS referring to 2014. In September 2023, the amount related to this lawsuit totals approximately R\$ 26,513 (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 September 2023, the amounts related to these lawsuits total approximately R\$ 26,947 (R\$ 25,095 at 12/31/2022);

**PIS/COFINS** – Deductibility of swap expenses from the calculation base, referring to 2010. In September 2023, the amount related to this lawsuit totals approximately R\$ 5,330 (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 September 2023, the amount related to this lawsuit totals approximately R\$ 258,442 (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 September 2023, the amounts related to these lawsuits total approximately R\$ 145,322 (R\$ 135,691 at 12/31/2022);

**IRRF** – Capital gain from the acquisition of equity interest abroad, referring to 2012. In September 2023, the amount related to this lawsuit totals R\$ 90,830 (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 September 2023, the amounts related to these lawsuits total approximately R\$ 274,900 (R\$ 254,790 at 12/31/2022).

## 20) Current tax obligations

	Bank		Consolidated	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022
Taxes and contributions on income	174,973	130,794	196,575	150,558
Social Contribution on Revenues (COFINS)	45,101	45,055	47,051	46,954
Taxes and contributions on salaries	25,247	25,286	28,954	28,665
Withholding tax at source on payments to third parties	5,044	5,733	5,205	5,871
Social Integration Program (PIS)	7,329	7,321	7,724	7,703
Services Tax (ISS)	3,732	3,356	4,841	5,099
Withholding tax on fixed-income securities	1,602	3,554	1,602	3,554
Tax Recovery Program (REFIS) – Law 12,996/14	-	-	724	890
<b>Total</b>	<b>263,028</b>	<b>221,099</b>	<b>292,676</b>	<b>249,294</b>
<b>Current</b>	<b>263,028</b>	<b>221,099</b>	<b>292,676</b>	<b>249,294</b>

## 21) Other liabilities

	Bank		Consolidated	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022
Payables due	1,034,422	1,134,830	1,076,336	1,192,658
Operations linked to assignment	703,327	909,860	703,327	909,860
Collections	96,263	118,272	96,525	118,512
Credit card transactions	29,815	37,468	29,815	37,468
Negotiation and intermediation of securities	56,447	18,262	57,486	19,224
Amounts payable to related parties	39,452	36,443	30,214	35,408
Specific consortium amounts	-	-	952	1,017
Other	121,188	93,655	128,441	99,762
<b>Total</b>	<b>2,080,914</b>	<b>2,348,790</b>	<b>2,123,096</b>	<b>2,413,909</b>
<b>Current</b>	<b>2,080,263</b>	<b>2,343,247</b>	<b>2,117,503</b>	<b>2,403,651</b>
<b>Non-current</b>	<b>651</b>	<b>5,543</b>	<b>5,593</b>	<b>10,258</b>

## 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 the company's 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 09/30/2023 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).

	09/30/2023	12/31/2022
Common	657,561	657,561
Preferred	615,638	648,772
<b>Subtotal</b>	<b>1,273,199</b>	<b>1,306,333</b>
In treasury (preferred) (1)	(3,616)	(33,153)
<b>Total</b>	<b>1,269,583</b>	<b>1,273,180</b>

(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 accumulated losses and the income tax provision, to the legal reserve, the balance of which should not exceed 20% of the Bank's paid-up capital. Pursuant to Article 193, paragraph 1, of Corporate 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:

	09/30/2023	% (1)	09/30/2022	% (1)
<b>Net profit</b>	<b>520,026</b>		<b>535,883</b>	
(-) Legal reserve	(26,001)		(26,794)	
<b>Calculation base</b>	<b>494,025</b>		<b>509,089</b>	
<b>Interest on capital (gross) approved and provisioned/paid</b>	<b>203,420</b>		<b>209,625</b>	
Withholding Income Tax related to interest on capital	(30,513)		(31,444)	
<b>Interest on capital (net) approved and provisioned</b>	<b>172,907</b>	<b>35.0%</b>	<b>178,181</b>	<b>35.0%</b>

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

#### d) Earnings per share:

	09/30/2023	09/30/2022
<b>Profit attributable to the Bank's stockholders</b>	<b>520,026</b>	<b>535,883</b>
Profit attributable to the Bank's holders of common shares (R\$ thousand)	269,244	281,730
Profit attributable to the Bank's holders of preferred shares (R\$ thousand)	250,782	254,153
Weighted average number of common shares outstanding (thousand)	657,561	657,561
Weighted average number of preferred shares outstanding (thousand)	612,471	593,194
Basic earnings per common share attributable to the Bank's stockholders	0.41	0.43
Basic earnings per preferred share attributable to the Bank's stockholders	0.41	0.43

#### 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, resolution that was ratified at the Company's Annual and Extraordinary General Meeting ("OEGM") of 04/28/2023, ratified on 06/06/2023 by BACEN. The shareholding structure is now 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 09/30/2023, the balance of treasury shares totaled R\$ 26,773, comprising 3,616 preferred shares.

#### 23) Income from services rendered

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
Loan operations	338,712	216,677	338,714	216,677
Credit cards	186,804	229,336	187,620	229,338
Business intermediation	140,285	89,966	140,287	89,966
Revenue in products listing (1)	-	-	151,993	129,952
Advertising revenue (2)	-	-	46,259	29,206
Other	2,577	5,516	10,673	13,070
<b>Total</b>	<b>668,378</b>	<b>541,495</b>	<b>875,546</b>	<b>708,209</b>

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

(2) Represents online advertising revenue.

## 24) Personnel expenses

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
Salaries	394,109	401,766	421,380	432,464
Social charges	108,035	117,172	117,807	125,805
Benefits (Note 32)	84,998	81,698	92,885	88,293
Fees (Note 30.b)	26,768	26,301	27,885	27,456
Other	7,493	5,469	9,150	7,003
<b>Total</b>	<b>621,403</b>	<b>632,406</b>	<b>669,107</b>	<b>681,021</b>

## 25) Other administrative expenses

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
Commissions payable to correspondent banks	1,019,931	1,088,606	1,010,505	1,080,322
Third-party services	553,164	565,105	559,852	574,574
Data processing	479,090	388,610	488,129	395,892
Financial system services	234,766	237,665	235,546	238,416
Advertising, promotions and publicity	187,507	185,787	241,838	241,207
Communication	36,969	57,837	37,899	58,609
Rentals	24,145	21,357	36,892	32,644
Depreciation and amortization	108,932	91,612	114,188	95,992
Asset search and seizure expenses	28,581	20,608	28,581	20,609
Maintenance and conservation of property	9,145	6,454	10,500	6,960
Transportation	3,316	4,584	3,472	4,752
Travel	4,476	3,498	6,206	4,629
Fees and emoluments	3,223	2,431	3,382	2,603
Water, power and gas	1,232	1,066	1,325	1,152
Consumption materials	1,178	1,064	1,324	1,182
Other	12,459	19,302	13,727	20,596
<b>Total</b>	<b>2,708,114</b>	<b>2,695,586</b>	<b>2,793,366</b>	<b>2,780,139</b>

## 26) Tax expenses

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
Social Contribution on Revenues (COFINS)	269,689	235,368	290,788	252,479
Social Integration Program (PIS)	43,824	38,321	48,139	41,823
Services Tax (ISS)	28,067	20,431	34,748	25,894
Taxes and charges	4,876	5,706	5,585	6,709
<b>Total</b>	<b>346,456</b>	<b>299,826</b>	<b>379,260</b>	<b>326,905</b>

## 27) Provision expenses

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
(Constitution)/reversal of provision for civil proceedings	(168,756)	(142,673)	(170,493)	(144,238)
(Constitution)/reversal of provision for labor proceedings	(26,453)	(37,594)	(25,238)	(36,878)
(Constitution)/reversal of provision for tax proceedings	(3)	(257)	3,372	(362)
<b>Total</b>	<b>(195,212)</b>	<b>(180,524)</b>	<b>(192,359)</b>	<b>(181,478)</b>

## 28) Other operating income and expenses

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
Recovery of charges and expenses	173,252	154,502	174,081	155,239
Indexation/foreign exchange variations	37,063	40,473	41,135	41,693
Assignment of loans	(1,469,759)	(1,179,257)	(1,469,759)	(1,179,257)
Discounts granted	(340,108)	(172,960)	(340,108)	(172,960)
Losses on loan/financing operations and frauds	(101,450)	(121,359)	(101,450)	(121,359)
Liens	(31,991)	(21,483)	(31,995)	(21,486)
Amortization of goodwill (Note 14.b)	(86,851)	(71,860)	(90,878)	(75,450)
Other	(68,317)	(25,375)	(105,347)	(35,209)
<b>Total</b>	<b>(1,888,161)</b>	<b>(1,397,319)</b>	<b>(1,924,321)</b>	<b>(1,408,789)</b>

## 29) Non-operating income

	Bank		Consolidated	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
Reversal/(impairment) of other assets	(873)	3,363	(1,727)	2,538
Result on the sale of other assets	(6,596)	7,964	(6,632)	8,103
Other	367	-	598	127
<b>Total</b>	<b>(7,102)</b>	<b>11,327</b>	<b>(7,761)</b>	<b>10,768</b>



### 30) Balances and transactions with related parties

Transactions with related parties (direct and indirect) are conducted 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	09/30/2023	12/31/2022	09/30/2023	09/30/2022
		Assets (liabilities)	Assets (liabilities)	Income (expenses)	Income (expenses)
<b>Interbank investments (a)</b>		<b>271,682</b>	<b>275,282</b>	<b>97,991</b>	<b>12,723</b>
Banco BTG Pactual S.A.	12/15/2025	271,682	275,282	97,991	12,723
<b>Other receivables</b>		<b>47,654</b>	<b>39,263</b>	-	-
Too Seguros S.A.	No term	21,621	23,121	-	-
Pan Financeira S.A. – Crédito, Financiamento e Investimentos	No term	11,000	105	-	-
Pan Corretora de Seguros Ltda.	No term	25	24	-	-
Mosaico Tecnologia ao Consumidor S.A. (b)	No term	5,107	5,107	-	-
Brazilian Securities Companhia de Securitização (b) (c)	No term	4,394	4,467	-	-
Pan Administradora de Consórcio Ltda. (b) (c)	No term	227	240	-	-
Brazilian Finance & Real Estate S.A. (b) (c)	No term	5,280	5,280	-	-
Key management personnel	No term	-	919	-	-
<b>Demand deposits (d)</b>		<b>(462)</b>	<b>(422)</b>	-	-
Too Seguros S.A.	No term	(337)	(337)	-	-
Pan Financeira S.A. – Crédito, Financiamento e Investimentos	No term	(27)	(3)	-	-
Pan Administradora de Consórcio Ltda.	No term	(13)	(12)	-	-
Pan Corretora de Seguros Ltda.	No term	(78)	(62)	-	-
BM sua Casa Promotora de Vendas Ltda.	No term	(1)	(2)	-	-
Brazilian Securities Companhia de Securitização	No term	(4)	(4)	-	-
Brazilian Finance & Real Estate S.A.	No term	(2)	(2)	-	-
<b>Interbank deposits (e)</b>		<b>(1,401,281)</b>	<b>(4,685,112)</b>	<b>(618,470)</b>	<b>(257,193)</b>
Banco BTG Pactual S.A.	05/26/2026	(1,141,613)	(4,435,218)	(594,325)	(236,943)
Pan Financeira S.A. – Crédito, Financiamento e Investimentos	09/17/2024	(259,668)	(249,894)	(24,145)	(20,250)
<b>Time deposits (f)</b>		<b>(1,084,591)</b>	<b>(970,465)</b>	<b>(97,330)</b>	<b>(68,120)</b>
Pan Corretora de Seguros Ltda.	03/27/2025	(69,742)	(49,559)	(5,968)	(4,547)
Pan Administradora de Consórcio Ltda.	09/06/2026	(80,820)	(75,948)	(7,506)	(6,351)
Brazilian Securities Companhia de Securitização	09/14/2026	(215,404)	(204,375)	(19,849)	(16,197)
Brazilian Finance & Real Estate S.A.	09/11/2026	(98,933)	(87,625)	(8,828)	(7,221)
BM sua Casa Promotora de Vendas Ltda.	09/04/2026	(76,262)	(60,541)	(6,508)	(4,466)
Mosaico Tecnologia ao Consumidor S.A.	12/20/2024	(532,984)	(489,714)	(48,247)	(29,230)
Mobiauto Edição de Anúncios Online Ltda	09/26/2024	(8,830)	(1,040)	(314)	(8)
Key management personnel	03/15/2027	(1,616)	(1,663)	(110)	(100)
<b>Liabilities for purchase and sale commitments</b>		<b>(4,200,663)</b>	<b>(5,880,994)</b>	<b>(494,978)</b>	<b>(227,386)</b>
Banco BTG Pactual S.A.	10/02/2023	(4,200,663)	(5,880,994)	(494,978)	(227,386)
<b>Derivative financial instruments (g)</b>		<b>(132,146)</b>	<b>(88,353)</b>	<b>(81,715)</b>	<b>(100,422)</b>
Banco BTG Pactual S.A.	12/15/2025	(132,146)	(88,353)	(81,715)	(100,422)
<b>Other liabilities</b>		<b>(415,851)</b>	<b>(362,926)</b>	<b>(129)</b>	<b>412</b>
Banco BTG Pactual S.A. (h)	No term	(376,857)	(326,520)	(129)	412
Too Seguros S.A.	No term	(29,960)	(35,370)	-	-

Brazilian Finance & Real Estate S.A.	No term	(299)	(241)	-	-
Brazilian Securities Companhia de Securitização	No term	(201)	(240)	-	-
Pan Financeira S.A. – Crédito, Financiamento e Investimentos	No term	(8,534)	-	-	-
Mosaico Tecnologia ao Consumidor S.A.	No term	-	(555)	-	-
<b>Income from services rendered (i)</b>		-	-	<b>140,287</b>	<b>89,966</b>
Too Seguros S.A.	-	-	-	140,285	89,966
Mosaico Tecnologia ao Consumidor S.A.	-	-	-	2	-
<b>Personnel expenses</b>		-	-	<b>(204)</b>	<b>(230)</b>
Too Seguros S.A.	-	-	-	(204)	(230)
<b>Other administrative expenses</b>		-	-	<b>(28,975)</b>	<b>(54,887)</b>
Too Seguros S.A.	-	-	-	(2,579)	(2,789)
BTG Pactual Corretora (j)	-	-	-	(80)	(97)
Mosaico Tecnologia ao Consumidor S.A.	-	-	-	(4,213)	(7,486)
Mobiauto Edição de Anúncios Online Ltda	-	-	-	(6)	-
Tecban S.A.	-	-	-	(4,291)	(25,534)
Interbank Payment Chamber	-	-	-	(17,806)	(18,981)
<b>Other operating expenses</b>		-	-	<b>(80,771)</b>	<b>(1,952)</b>
Banco BTG Pactual S.A. (k)	-	-	-	(80,771)	(1,952)
<b>Result from loan assignment</b>		-	-	<b>1,912,164</b>	<b>64,556</b>
Banco BTG Pactual S.A.	-	-	-	1,912,164	64,556

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

(b) 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\$ 4,392 to Brazilian Securities Companhia de Securitização, and R\$ 225 to Pan Administradora de Consórcio Ltda.

(c) 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 09/18/2013; provisioned balance of R\$ 2, substantially related to amounts received from different borrowers referring to loan operations acquired from the company Brazilian Securities Companhia de Securitização; provisioned balance of R\$ 2, related to amounts receivable from the company Pan Administradora de Consórcio Ltda.

(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\$ 150,724 (12/31/2022 - R\$ 236,649) and provision for early settlement liability on credit assignments, in the amount of R\$ 228,398 (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 market makers.

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

Consolidated	Maximum term	09/30/2023	12/31/2022	09/30/2023	09/30/2022
		Assets (liabilities)	Assets (liabilities)	Income (expenses)	Income (expenses)
<b>Cash and cash equivalents (a)</b>		<b>764</b>	<b>3,450</b>	-	-
Banco BTG Pactual S.A.	-	764	3,450	-	-
<b>Interbank investments (b)</b>		<b>271,682</b>	<b>275,282</b>	<b>97,991</b>	<b>12,723</b>
Banco BTG Pactual S.A.	12/15/2025	271,682	275,282	97,991	12,723
<b>Other receivables</b>		<b>21,646</b>	<b>24,064</b>	-	-
Too Seguros S.A.	No term	21,621	23,121	-	-
Pan Corretora de Seguros Ltda.	No term	25	24	-	-
Key management personnel	No term	-	919	-	-
<b>Demand deposits (c)</b>		<b>(415)</b>	<b>(399)</b>	-	-
Too Seguros S.A.	No term	(337)	(337)	-	-
Pan Corretora de Seguros Ltda.	No term	(78)	(62)	-	-

<b>Interbank deposits (d)</b>			<b>(1,141,613)</b>	<b>(4,435,218)</b>	<b>(594,325)</b>	<b>(236,943)</b>
Banco BTG Pactual S.A.	05/26/2026		(1,141,613)	(4,435,218)	(594,325)	(236,943)
<b>Time deposits (e)</b>			<b>(71,358)</b>	<b>(51,222)</b>	<b>(6,078)</b>	<b>(4,647)</b>
Pan Corretora de Seguros Ltda.	03/27/2025		(69,742)	(49,559)	(5,968)	(4,547)
Key management personnel	03/15/2027		(1,616)	(1,663)	(110)	(100)
<b>Liabilities for purchase and sale commitments</b>			<b>(4,200,663)</b>	<b>(5,880,994)</b>	<b>(494,978)</b>	<b>(227,386)</b>
Banco BTG Pactual S.A.	10/02/2023		(4,200,663)	(5,880,994)	(494,978)	(227,386)
<b>Derivative financial instruments (f)</b>			<b>(132,146)</b>	<b>(88,353)</b>	<b>(81,715)</b>	<b>(100,422)</b>
Banco BTG Pactual S.A.	12/15/2025		(132,146)	(88,353)	(81,715)	(100,422)
<b>Other liabilities</b>			<b>(406,817)</b>	<b>(361,890)</b>	<b>(129)</b>	<b>412</b>
Banco BTG Pactual S.A. (g)	No term		(376,857)	(326,520)	(129)	412
Too Seguros S.A.	No term		(29,960)	(35,370)	-	-
<b>Income from services rendered</b>			-	-	<b>140,285</b>	<b>89,966</b>
Too Seguros S.A. (h)	-		-	-	140,285	89,966
<b>Personnel expenses</b>			-	-	<b>(204)</b>	<b>(230)</b>
Too Seguros S.A.	-		-	-	(204)	(230)
<b>Other administrative expenses</b>			-	-	<b>(28,969)</b>	<b>(54,887)</b>
Too Seguros S.A.	-		-	-	(2,579)	(2,789)
BTG Pactual Corretora (i)	-		-	-	(80)	(97)
Mosaico Tecnologia ao Consumidor S.A.	-		-	-	(4,213)	(7,486)
Tecban S.A.	-		-	-	(4,291)	(25,534)
Interbank Payment Chamber	-		-	-	(17,806)	(18,981)
<b>Other operating expenses</b>			-	-	<b>(80,771)</b>	<b>(1,952)</b>
Banco BTG Pactual S.A. (j)	-		-	-	(80,771)	(1,952)
<b>Result from loan assignment</b>			-	-	<b>1,912,164</b>	<b>64,556</b>
Banco BTG Pactual S.A.	-		-	-	1,912,164	64,556

(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 outstanding balances of current accounts of affiliates held at the Bank.

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

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

(f) Refer to swaps.

(g) Refers to interest on capital in the gross amount of R\$ 150,724 (12/31/2022 - R\$ 236,649) and provision for early settlement liability on credit assignments, in the amount of R\$ 228,398 (12/31/2022 - R\$ 100,684).

(h) Refer to the commission paid to the Bank for insurance intermediation.

(i) Refers to expenses with market makers.

(j) 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 the Total Annual Compensation of the Company's Management for 2023, irrespective of the year in which the amounts are paid, of up to R\$ 36,605, as well as the ratification of the Total 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 Annual and Extraordinary General Meeting 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 customers 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.

PAN, under the terms of CMN Resolution 4,557, of 2017, has governance structures, processes and procedures for managing the risks assumed by it. Furthermore, as it is part of a prudential conglomerate, its risks are managed through unified structures within the scope of the BTG Conglomerate, as also provided for in this Resolution. 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. The control and guidance management area is responsible for identifying, assessing, measuring, monitoring, reporting, mitigating and controlling risk, in addition to reporting compliance with the risk guidelines established by management. This structure acts as a second line of defense, maintaining independence in relation to the business, operations and corporate support areas (first line of defense), without jeopardizing the duties of the Board of Directors included in Resolution above. The Internal Audit also integrates, as a third line of defense, PAN's risk management structure, reporting directly to the Board of Directors, and acts under the supervision of the Audit Committee. PAN's risk management processes are monitored and coordinated by the Capital Risk Commission, which is linked to BTG Pactual's Risk and Capital Committee.

- **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 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 229/22 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*	09/30/2023	12/31/2022
<b>Tier I reference equity</b>	<b>5,536,346</b>	<b>5,170,802</b>
Core capital	5,536,346	5,170,802
Tier II reference equity	7,526	8,789
<b>Reference equity for comparison with risk-weighted assets (RWA)</b>	<b>5,543,872</b>	<b>5,179,591</b>
<b>Reference equity</b>	<b>5,543,872</b>	<b>5,179,591</b>
- Credit risk	30,752,768	28,982,927
- Market risk	860,906	367
- Operating risk	3,570,746	4,242,955
Risk-weighted assets (RWA)	35,184,420	33,226,249
<b>Basel Index</b>	<b>15.76%</b>	<b>15.59%</b>
<b>Tier I</b>	<b>15.74%</b>	<b>15.56%</b>
<b>Tier II</b>	<b>0.02%</b>	<b>0.03%</b>

\*Proforma

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](http://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 Management.

- **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 that adhere to the best practices and standards established by CMN and BACEN.

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	(9)	(2,496)	(5,650)
Coupon - other interest rates	Coupon rates of interest rates	(15)	(3,464)	(6,279)
Coupon - price index	Coupon rates of price index	(62)	(8,523)	(15,851)
Foreign currency	Foreign exchange rate	(0)	(12)	(26)
Foreign exchange coupon	Foreign exchange coupon rates	(0)	(635)	(1,271)
<b>Total at 09/30/2023</b>		<b>(86)</b>	<b>(15,130)</b>	<b>(29,077)</b>
<b>Total at 12/31/2022</b>		<b>(127)</b>	<b>(46,183)</b>	<b>(93,228)</b>

The sensitivity analysis was conducted based on the market data for the last day in September 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 any 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 09/30/2023 and 12/31/2022, the position of derivative financial instruments, in foreign currency, was as follows:

	Notional		Market value	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022
Purchased position - U.S. Dollar				
Swap	858,015	(858,015)	785,834	(803,059)
<b>Total</b>	<b>858,015</b>	<b>(858,015)</b>	<b>785,834</b>	<b>(803,059)</b>
Sold position - U.S. Dollar				
DOL	(2,526)	(2,662)	(2,526)	(2,662)
<b>Total</b>	<b>(2,526)</b>	<b>(2,662)</b>	<b>(2,526)</b>	<b>(2,662)</b>

- **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 and Capital 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 conducted by the Bank.

The operating risk management structure is comprised of different areas and committees of the Conglomerate (unified structures) 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 BACEN Resolution 54/20, the information on the risk management process (Pillar 3 Report) 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	09/30/2023		12/31/2022	
	Net book value	Market value	Net book value	Market value
Investments in interbank deposits	149,896	147,576	277,251	275,235
<b>Marketable securities</b>	<b>6,821,438</b>	<b>6,658,361</b>	<b>9,149,836</b>	<b>8,890,546</b>
- Trading securities	53,092	53,092	48,384	48,384
- Available-for-sale securities	560,626	560,626	285,397	285,397
- Securities held to maturity	6,207,720	6,044,643	8,816,055	8,556,765
Loan operations	39,333,740	44,672,614	38,779,251	40,939,398
Interbank deposits	2,518,914	2,596,912	5,482,464	5,655,271
Time deposits	20,917,213	21,966,935	19,006,490	19,764,186
Funds from issuance of securities	12,403,826	12,619,168	10,618,218	10,841,545
Foreign borrowings	767,672	777,120	779,785	823,179
Subordinated debts	12,543	14,514	10,987	13,459
Other financial liabilities	123,511	116,609	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; and
- 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 the best market 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 09/30/2023, the benefit expenses amounted to R\$ 84,393 and R\$ 92,885 in Banco PAN and in the Consolidated, respectively (R\$ 81,698 and R\$ 84,998 in Banco PAN and in the Consolidated, respectively, in the period ended 09/30/2022).



### 33) Income Tax and Social Contribution

#### a) Income tax and social contribution reconciliation:

	Bank		Consolidated (3)	
	09/30/2023	09/30/2022	09/30/2023	09/30/2022
<b>Profit before income tax and social contribution</b>	<b>591,495</b>	<b>635,995</b>	<b>623,519</b>	<b>661,183</b>
Total charges at the nominal statutory combined rate (1)	(266,173)	(287,382)	(268,836)	(289,623)
<b>Reconciliation to tax expense:</b>				
Equity in the results of investees	42,199	27,963	1,807	154
Interest on capital	91,539	96,427	91,539	96,427
Other amounts (2) (3)	60,966	62,880	73,199	67,940
<b>Income tax and social contribution expense</b>	<b>(71,469)</b>	<b>(100,112)</b>	<b>(102,291)</b>	<b>(125,102)</b>

(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 12/21/2022	Constituted	Realized	At 09/30/2023
Provision for expected losses associated with credit risk	1,214,640	849,028	(768,333)	1,295,335
Provision for civil contingencies	89,574	76,932	(82,306)	84,200
Provision for labor contingencies	41,281	11,970	(20,384)	32,867
Provision for tax contingencies	2,377	947	(612)	2,712
Provision for loss on assets not for own use	18,327	1,274	(2,941)	16,660
Other provisions	766,140	506,182	(450,813)	821,509
<b>Total deferred tax assets on temporary differences</b>	<b>2,132,339</b>	<b>1,446,333</b>	<b>(1,325,389)</b>	<b>2,253,283</b>
Income tax and social contribution losses	1,037,044	15,096	(76,442)	975,698
<b>Total deferred tax assets</b>	<b>3,169,383</b>	<b>1,461,429</b>	<b>(1,401,831)</b>	<b>3,228,981</b>
Deferred tax liabilities (Note 33.e)	(69,161)	(30,918)	39,434	(60,645)
<b>Deferred tax assets, net of deferred tax liabilities</b>	<b>3,100,222</b>	<b>1,430,511</b>	<b>(1,362,397)</b>	<b>3,168,336</b>

Consolidated	At 12/31/2022	Constituted	Realized	At 09/30/2023
Provision for expected losses associated with credit risk	1,227,000	850,281	(768,610)	1,308,671
Provision for civil contingencies	91,350	78,205	(83,745)	85,810
Provision for labor contingencies	42,169	11,997	(20,857)	33,309
Provision for tax contingencies	16,787	3,145	(5,653)	14,279
Provision for loss on assets not for own use	18,531	1,340	(3,010)	16,861
Mark-to-market adjustment of derivatives	10,714	369	(1,503)	9,580
Other provisions	778,919	511,116	(457,460)	832,575
<b>Total deferred tax assets on temporary differences</b>	<b>2,185,470</b>	<b>1,456,453</b>	<b>(1,340,838)</b>	<b>2,301,085</b>
Income tax and social contribution losses	1,113,266	15,254	(85,286)	1,043,234
<b>Total deferred tax assets</b>	<b>3,298,736</b>	<b>1,471,707</b>	<b>(1,426,124)</b>	<b>3,344,319</b>
Deferred tax liabilities (Note 33.e)	(88,529)	(31,205)	49,292	(70,442)
<b>Deferred tax assets, net of deferred tax liabilities</b>	<b>3,210,207</b>	<b>1,440,502</b>	<b>(1,376,832)</b>	<b>3,273,877</b>

**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 06/30/2023, the main assumptions used in the projections were macroeconomic indicators, production indicators (origination of loan operations), and cost of funding. This study was approved by the Bank's Board of Directors on 08/01/2023.

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 position will prevail.

The estimated realization of these assets is as follows:

Bank	Temporary differences		Income tax and social contribution losses		Total	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022	09/30/2023	12/31/2022
2023	282,641	1,302,098	53,686	104,334	336,327	1,406,432
2024	1,683,707	684,349	123,793	226,543	1,807,500	910,892
2025	119,013	36,224	170,171	386,586	289,184	422,810
From 2026 to 2029	167,922	109,668	628,048	319,581	795,970	429,249
<b>Total</b>	<b>2,253,283</b>	<b>2,132,339</b>	<b>975,698</b>	<b>1,037,044</b>	<b>3,228,981</b>	<b>3,169,383</b>

Consolidated	Temporary differences		Income tax and social contribution losses		Total	
	09/30/2023	12/31/2022	09/30/2023	12/31/2022	09/30/2023	12/31/2022
2023	287,237	1,315,275	61,764	124,864	349,001	1,440,139
2024	1,696,337	694,280	135,963	250,934	1,832,300	945,214
2025	122,620	41,444	185,973	397,625	308,593	439,069
From 2026 to 2029	194,891	134,471	659,534	339,843	854,425	474,314
<b>Total</b>	<b>2,301,085</b>	<b>2,185,470</b>	<b>1,043,234</b>	<b>1,113,266</b>	<b>3,344,319</b>	<b>3,298,736</b>

At 09/30/2023, the present value of the tax credits, calculated based on Banco PAN's average funding rate, totaled R\$ 2,582,315 and R\$ 2,665,314 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 09/30/2023 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 09/30/2023
Adjustment to market value of marketable and other securities	(66,224)	(30,918)	39,434	(57,708)
Indexation accrual Invest CIP S.A.	(2,937)	-	-	(2,937)
<b>Deferred tax assets, net of deferred tax liabilities</b>	<b>(69,161)</b>	<b>(30,918)</b>	<b>39,434</b>	<b>(60,645)</b>

Consolidated	At 12/31/2022	Constituted	Realized	At 09/30/2023
Adjustment to market value of marketable and other securities	(85,344)	(31,205)	49,090	(67,459)
Indexation accrual Invest CIP S.A.	(2,937)	-	-	(2,937)
Excess depreciation	(248)	-	202	(46)
<b>Deferred tax assets, net of deferred tax liabilities</b>	<b>(88,529)</b>	<b>(31,205)</b>	<b>49,292</b>	<b>(70,442)</b>

### 34) Other Information

- a) At 09/30/2023 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; and
- c) Banco PAN S.A. is participating in the emergency debt renegotiation program for individuals in default – “Desenrola Brasil”, developed by the Federal Government, created by Provisional Measure 1,176 of 06/05/2023. The program targets 2 ranges of public. For beneficiaries in Range 2, renegotiation began in July/2023 and is intended for individuals with a monthly income equal to or less than R\$20,000.00 who have debts with banks. Only debts with Financial Institutions will be renegotiated, except for Rural Credit debts and those guaranteed by the Federal Government or any public entity, as well as those that have the risk fully assumed by the Financial Institutions. Beneficiaries in Range 1 can renegotiate their debts from October 2023, and is intended for individuals with a monthly income equal to or less than two minimum wages or who are registered in the Single Registry for Social Programs of the Federal Government (CadÚnico) who have debts with banks or service providers with debts of up to R\$5,000.00. The deadline for joining both ranges will be 12/31/2023.

### **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 09/30/2023.

### **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 09/30/2023.

São Paulo, October 31, 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

Maíra Habimorad

**EXECUTIVE BOARD**

**Chief Executive Officer**

Carlos Eduardo Pereira Guimarães

**Officers**

Alex Sander Moreira Gonçalves

Caio Crepaldi Cassano <sup>(1)</sup>

Camila Corá Reis Pinto Piccini

Diogo Ciuffo da Silva

Leandro Marçal Araujo

Leonardo Ricci Scutti

Marco Antonio Cury Chain

**AUDIT COMMITTEE**

Fábio de Barros Pinheiro

Pedro Paulo Longuini

Sidnei Corrêa Marques

**ACCOUNTANT**

Rodney Fabiano Fernandes

CRC 1SP270936/O-7

(1) Election in the phase of approval by the Brazilian Central Bank.

(A free translation of the original in Portuguese)

**Banco Pan S.A.**  
**and subsidiaries**  
**Parent company and consolidated**  
**interim financial statements at**  
**September 30, 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 September 30, 2023 and the related statements of income, comprehensive income, changes in equity and cash flows for the nine-month period then ended, as well as the accompanying consolidated balance sheet of Banco Pan S.A. and its subsidiaries ("Consolidated") as at September 30, 2023 and the related consolidated statements of income, comprehensive income, changes in equity and cash flows for the nine-month period 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 September 30, 2023, and the parent company financial performance and its cash flows for the nine-month period then ended, as well as the consolidated financial performance and the consolidated cash flows for the nine-month period then ended, in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Brazilian Central Bank.

### **Emphasis of matter**

#### **Deferred tax assets**

As described in Note 33(b), as of September 30, 2023 there are tax credits recorded in assets, in the



Banco Pan S.A.

amount of R\$3.2 billion and R\$ 3.3 billion at Banco Pan S.A. and Banco Pan S.A. and subsidiaries, respectively, recognized based on the projection for the realization of tax credits. This projection of realization of tax credits was reviewed by the Bank's management based on a study of the current and future scenario and approved by the Board of Directors on August 1, 2023, whose main assumptions were the macroeconomic, production and funding cost indicators. The realization of these tax credits, in the estimated realization period, depends on the materialization of these projections and the business plan as approved by the Management bodies. 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 nine-month period ended September 30, 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, November 1, 2023

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

Edison Arisa Pereira  
Contador CRC 1SP127241/O-0