

## **Quarterly Information - ITR**

### **Brisanet Participações S.A.**

September 30, 2024

with Independent auditor's report on review of quarterly information  
(ITR)

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## Contents

Comments on performance.....	1
Independent auditor's report on review of quarterly information .....	16
Reviewed individual and consolidated interim financial information	
Statements of financial position.....	18
Statements of profit or loss .....	20
Statements of comprehensive income .....	21
Statements of changes in equity .....	22
Statements of cash flows .....	23
Statements of value added .....	25
Notes to the interim financial statements.....	26
Officers' representation on the quarterly information .....	69

3Q24

# EARNINGS RELEASE

## Brisanet records cash flows from operations of R\$230 million in 3Q24

**Brisanet Participações S.A.** (“Company” or “Brisanet”, B3: BRIT3), the largest fixed broadband provider in the Northeast region, according to Anatel's ranking, and a mobile operator in the Northeast and MidWest regions, announces today its results for the third quarter of 2024 (3Q24) and the first nine months of the year (9M24).

With a 100% fiber optic product portfolio, the Company has been **one of the regional 5G mobile** operators since December 2021, having won 3 frequencies in the 5G auction promoted by Anatel. The Company will be able to operate in the Northeast and MidWest regions. The commercialization of 5G began at the end of 3Q23 and **at the end of October 2024, we had 254,914 active customers in the mobile segment.**

Brisanet	3Q24	2Q24	3Q23
<b>Operating Highlights</b>			
<b>Cities served - FTTH</b>	<b>158</b>	<b>158</b>	<b>158</b>
<b>Access Ports - '000</b>	<b>4,706</b>	<b>4,693</b>	<b>4,651</b>
HP added- '000	25	21	211
<b>Total HP - '000</b>	<b>7,067</b>	<b>7,042</b>	<b>6,956</b>
HC added- '000	40.2	37	47
<b>Total HC - '000</b>	<b>1,401</b>	<b>1,361</b>	<b>1,257</b>
<b>FTTH</b>	<b>1,398</b>	<b>1,361</b>	<b>1,257</b>
<b>FWA</b>	<b>3</b>	<b>-</b>	<b>-</b>
<b>Cities served - Mobile</b>	<b>184</b>	<b>133</b>	<b>-</b>
<b>Mobile Access</b>	<b>222,823</b>	<b>128,404</b>	<b>-</b>
<b>Financial Highlights (BRL million)</b>			
<b>Net revenue</b>	<b>364.7</b>	<b>346.5</b>	<b>310.5</b>
<i>Gross Margin (%)</i>	<i>42%</i>	<i>40%</i>	<i>46%</i>
<b>Operating income</b>	<b>44.1</b>	<b>46.1</b>	<b>53.0</b>
<b>EBITDA</b>	<b>149.5</b>	<b>145.6</b>	<b>136.2</b>
<i>Adjusted EBITDA Margin (%)</i>	<i>41%</i>	<i>42%</i>	<i>44%</i>
<b>Adjusted EBITDA</b>	<b>149.5</b>	<b>145.6</b>	<b>149.6</b>
<i>Adjusted EBITDA Margin (%)</i>	<i>41%</i>	<i>42%</i>	<i>48%</i>
<b>Net income</b>	<b>15.9</b>	<b>17.3</b>	<b>31.7</b>
<b>Net debt</b>	<b>1030.3</b>	<b>891.0</b>	<b>738.0</b>
<b>Net debt/LTM EBITDA (x)</b>	<b>1.74x</b>	<b>1.54x</b>	<b>1.30x</b>

<sup>1</sup>and <sup>2</sup>September/24 Data

## MAIN HIGHLIGHTS OF THE PERIOD

- ✓ **Net operating revenue grew 17% in 3Q24** when compared to 3Q23 and 5% when compared to 2Q24. In the first half of 2024, net revenue reached R\$1,045.6 million. The growth is mainly the result of the increase in the company's occupancy rate (take-up over HP), which reached 30% last September, **having added 40,203 customers to its base organically**. Brisanet remains as **the company with the highest number of net adds in the Northeast in 2024**, according to Anatel<sup>2</sup>.
- ✓ **EBITDA for 3Q24 was R\$149.5 million with a margin of 41%**, a reduction on 3Q23 EBITDA. The drop in margin reflects the start of mobile operations (4G/5G), similar to what happened with the FTTH business during the period of more intense investment in 2022, since part of the operating costs are fixed and will be diluted with the gradual increase in the customer base.
- ✓ Regarding cash flow, in 9M24, **the Company generated operating cash flows of R\$586.3 million**, 34% higher than EBITDA for the period, which was R\$436.3 million. **In 3Q24, this generation was R\$230.1 million, 54% higher than EBITDA for the period.**
- ✓ **Net profit reached R\$15.9 million in 3Q24**, a reduction of 49% in relation to the 3Q23 result. As already mentioned, the main reason for this level was the costs and expenses associated with the mobile segment. In this quarter, the effective IR/CSSL rate was 19%<sup>3</sup>.
- ✓ In **October 2024** the Company added **13,930 clients to its broadband base**, out of which 10,151 in FTTH and 3,779 in FWA. **As for the mobile client base, net adds were 32,091**, totaling 254,914 clients.

## EARNINGS CONFERENCE CALL

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**Date:** November 14, 2024 – Thursday

**Time:** 09:00 AM BRT – In Portuguese with simultaneous translation into English

### **Brisanet - 3Q24 Earnings Release**

To access, [click here](#).

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<sup>2</sup> Anatel September/24 Data, excluding likely errors from 2 ISPs that allegedly grew, in September, 90% of total market, or 633,000 access.

<sup>3</sup> For further information, check Note 22 to the Company's Quarterly Information as of October 2024.

Brisanet's mission is to connect people by promoting digital and social inclusion, and it currently only operates in the Northeast region. One of the company's main differentiators in terms of quality and efficiency comes from its verticalized operation - whether in the fixed broadband service via optical fiber (FTTH) or FWA (Fixed Wireless Access), or in the mobile service (4G/5G).

One of the Company's quality pillars is its relationship with the customer, which is managed mainly through its own management platform that allows it to know and act in real time, from the operations center, at the Company's headquarters, on what happens with its infrastructure and customers. The Company has a state-of-the-art structure of fully integrated data centers with local content, which guarantees quality and stability in internet access, as well as savings and infrastructure for the implementation of its mobile network.

Brisanet has more than 44,000 km of backbone infrastructure (paths used to distribute internet to other networks), more than 280 data centers and more than 93,000 km of FTTH (fiber-to-the-home) cables. In mobile, the implemented infrastructure already reaches 200 cities<sup>4</sup>, covering a population slightly higher than 9.1 million people.

**In the third quarter of 2024, net adds were 40,203 customers (HCs).** The Company reinforces its commitment and objective to continue growing its fiber customer base organically.

The Company continues to advance in capitals and metropolitan regions, with fiber market share stable between **50 and 66% in Natal, Maceió and João Pessoa, growing and above 22% in Fortaleza and Aracaju** (numbers from September- 24).

Operational Data	3Q24	2Q24	3Q23	3Q24 x 3Q23	3Q24 x 2Q24
Access Ports	4,705,750	4,693,374	4,650,514	1%	0%
Added HP	24,752	20,720	211,216	-88%	19%
<b>Homes Passed (HP)</b>	<b>7,066,712</b>	<b>7,041,960</b>	<b>6,956,240</b>	<b>2%</b>	<b>0%</b>
Added HC	40,203	36,601	47,193	-15%	10%
<b>Homes Connected (HC)</b>	<b>1,401,057</b>	<b>1,360,854</b>	<b>1,256,729</b>	<b>11%</b>	<b>3%</b>
Cities served	158	158	158	0%	0%
Churn	2.29%	2.34%	2.24%	0.05 p.p.	-0.05 p.p.

The Company also operates through its franchisor, Agility Telecom. The brand is represented by 64 franchisees who operate in smaller cities or rural districts in the region serving 143,424 customers<sup>5</sup>.

With **an addition of 94,419 mobile customers in Q324**, the customer base for the period totaled 222,824. At the end of October, the Company had 254,914 customers in its mobile base, having added 32,091 clients during the period.

<sup>4</sup> October/24 Data

<sup>5</sup> October/24 Data

## GROSS REVENUE BY PRODUCT

BRL million	3Q24	2Q24	3Q23	3Q24 x 3Q23	3Q24 x 2Q24	9M24	9M23
<b>Gross Revenue</b>	<b>404.2</b>	<b>386.6</b>	<b>353.1</b>	14.5%	4.5%	<b>1,164.6</b>	<b>1,017.7</b>
<b>Broadband</b>	<b>359.1</b>	<b>346.3</b>	<b>323.0</b>	11.2%	3.7%	<b>1,039.9</b>	<b>928.7</b>
B2C	327.1	315.2	294.8	10.9%	3.8%	946.9	851.3
B2B	32.0	31.1	28.2	13.5%	2.8%	93.0	77.5
Fixed telephony	7.6	8.0	9.4	-18.6%	-4.9%	24.3	29.1
Others	37.4	32.3	20.6	81.4%	15.9%	100.4	59.9
<b>ARPU broadband</b>	<b>R\$ 89.02</b>	<b>R\$ 87.18</b>	<b>R\$ 87.47</b>	1.8%	2.1%	<b>R\$ 88.79</b>	<b>R\$ 87.88</b>

The Company's revenue is made up of fixed broadband internet services, fixed telephone services and others such as: pay TV and mobile telephony and complementary services, such as music and video streaming, which increase the average ticket purchased per customer and the perception of value of the Company itself.

B2B revenue has grown over the quarters, having registered 13.5% increase in 3Q24, compared to the previous year, this percentage reflects the expansion and presence in larger cities.

The Other revenues line includes revenues from streaming, Agility Telecom's and mobile services, and grew significantly due to the increase in content sales.

In comparison between 3Q24 and 3Q23, Brisanet's net revenue grew by 17%, from R\$310.5 million in 3Q23 to R\$364.7 million in 3Q24. This result was achieved mainly due to the growth in the number of subscribers. In addition, there was a considerable increase in revenues from the B2B sector. Together, these two variables played a fundamental role in the positive performance observed.

In the year to date, net revenue totaled R\$1,045.6 million, an increase of 16% over the same period last year.

## COST OF SERVICE PROVIDED

Costs of Services Rendered (BRL million)	3Q24	2Q24	3Q23	3Q24 x 3Q23	3Q24 x 2Q24	9M24	9M23
Personnel	(42.9)	(45.3)	(35.4)	21.0%	-5.3%	(130.3)	(101.8)
Interconnection	(14.0)	(13.3)	(9.2)	52.5%	5.2%	(40.1)	(26.5)
Connectivity	(6.3)	(6.0)	(5.0)	25.7%	6.2%	(17.6)	(14.7)
Right of Passage	(20.1)	(20.3)	(19.7)	1.9%	-1.1%	(60.7)	(59.7)
Utilities	(5.1)	(4.6)	(3.0)	73.0%	11.9%	(13.7)	(8.2)
Materials and maintenance	(5.8)	(5.4)	(5.5)	5.8%	7.6%	(17.0)	(12.9)
Third-party Services	(7.3)	(6.4)	(3.3)	118.4%	14.0%	(18.8)	(8.8)
Others	(12.3)	(11.4)	(6.5)	88.5%	7.6%	(31.1)	(16.6)
Depreciation and Amortization	(99.3)	(93.8)	(79.5)	25.0%	5.9%	(281.7)	(229.8)
<b>Total</b>	<b>(213.0)</b>	<b>(206.4)</b>	<b>(167.1)</b>	<b>27.5%</b>	<b>3.2%</b>	<b>(610.9)</b>	<b>(479.0)</b>

The Company's costs for services provided in 3Q24 amounted to R\$213.0 million compared to R\$167.1 million in 3Q23, representing an increase of 27.5%, mainly reflecting the impacts of the start-up of the mobile segment (4G/5G) and higher streaming sales.



The biggest impacts are described below:

- depreciation and amortization, which grew by R\$19.8 million, given the growth in assets and intangible assets resulting from the expansions carried out during the year;
- there was a significant increase in personnel costs, which rose by R\$7.5 million. This increase is mainly due to the expansion of teams from the second half of 2023. The expansion of the teams was necessary to keep up with the growth in revenues. In addition, the costs also reflect the hiring of support staff, including areas such as the call center, information technology and telephony, which are directly related to the start of operations in the mobile sector;
- growth in the means of connection account, by R\$4.8 million, due to the increase in content offered through third-party streaming; and
- an increase of R\$5.0 million in system maintenance included in the other line.

## OPERATIONAL EXPENSES

Operational expenses (BRL million)	3Q24	2Q24	3Q23	3Q24 x 3Q23	3Q24 x 2Q24	9M24	9M23
Personnel	(48.8)	(48.4)	(33.9)	44.2%	0.9%	(146.5)	(93.4)
Third-party services	(5.6)	(7.0)	(4.7)	19.7%	-20.1%	(18.9)	(15.3)
Marketing expenses	(10.0)	(8.0)	(7.5)	33.4%	23.8%	(26.7)	(21.1)
Taxes and contributions	(2.1)	(2.2)	(4.3)	-50.9%	-2.5%	(6.0)	(11.9)
Provision for doubtful accounts	(18.5)	(18.0)	(17.7)	5.0%	2.8%	(55.3)	(46.6)
Other expenses	(16.5)	(4.7)	(18.8)	-12.3%	251.2%	(26.5)	(41.3)
Depreciation and amortization	(6.1)	(5.7)	(3.7)	63.4%	6.8%	(17.2)	(11.1)
<b>Total</b>	<b>(107.5)</b>	<b>(94.0)</b>	<b>(90.4)</b>	<b>18.9%</b>	<b>14.4%</b>	<b>(297.2)</b>	<b>(240.7)</b>

The Company's operating expenses in 3Q24 increased by around 19% compared to 3Q23 and decreased by 14% compared to the previous quarter.

Commercial Expenses, excluding depreciation and amortization, were R\$11.0 million higher in 3Q24 when compared to 3Q23, due to higher personnel and advertising expenses.

In 3Q24, the Provision for Doubtful Credit Losses (PCLD) was R\$18.5 million. Coverage of loans overdue by more than 181 days reached 91%, with a balance of R\$32.5 million after write-offs.

General and Administrative Expenses (GAE), excluding depreciation and amortization, were R\$18.8 million higher in 3Q24 when compared to 3Q23, mainly due to the reclassification of logistics expenses from Costs to GAE – around R\$10.5 million – with a greater impact on personnel expenses and materials and maintenance.

Other Operating Expenses were R\$15.1 million better than in 3Q23 due to higher provisions for contingencies and FECOP adjustment in 3Q23.



**EBITDA**

BRL million	3Q24	2Q24	3Q23	3Q24 x 3Q23	3Q24 x 2Q24	9M24	9M23
<b>Net Income</b>	<b>15.9</b>	<b>17.3</b>	<b>31.7</b>	<b>-49.8%</b>	<b>-7.9%</b>	<b>53.3</b>	<b>100.8</b>
(+) Income tax and social contrib.	3.2	4.3	5.8	-44.5%	-24.0%	12.2	20.5
(+) Net financial result	24.9	24.5	15.5	61.0%	1.5%	71.9	61.8
(+) Depreciation and amortization	105.4	99.5	83.2	26.7%	5.9%	298.9	240.9
<b>EBITDA</b>	<b>149.5</b>	<b>145.6</b>	<b>136.2</b>	<b>9.7%</b>	<b>2.7%</b>	<b>436.3</b>	<b>424.0</b>
EBITDA margin (%)	41%	42%	44%	-2.6 p.p.	-1.0 p.p.	42%	47%
(-) FECOP adjustment 2023	-	0.0	13	-	-	-	11.5
<b>Adjusted EBITDA</b>	<b>149.5</b>	<b>145.6</b>	<b>149.5</b>	<b>0.0%</b>	<b>2.7%</b>	<b>436.3</b>	<b>435.5</b>
Adjusted EBITDA margin (%)	41%	42%	48%	-6.9 p.p.	-1.0 p.p.	42%	48%

**The Company presented an EBITDA of R\$149.5 million in 3Q24, with a margin of 41%.** Ebitda in the period was impacted by costs and expenses related to the mobile business, without a corresponding increase in revenue.

In the last twelve months, we have recruited more than 1,000 new employees (we are around 8,500 employees at the end of September 2024) and extended 4G/5G coverage to a population of just over 9 million inhabitants in October 2024. Following the organic growth model, which we consider to be the most effective, we continue to focus on expanding our operations and assets to meet future demand. This implies an initial increase in costs and expenses. A significant part of these is of a fixed nature and as we win new clients and expand our revenue base, we are gradually able to capitalize on this operating leverage.

	2021	2022	2023	3Q24	2Q24	3Q23
<b>Net Revenue</b>	<b>728.8</b>	<b>985.2</b>	<b>1,227.9</b>	<b>364.7</b>	<b>346.5</b>	<b>310.5</b>
Variation %	54.5%	35.2%	24.6%			
<b>EBITDA</b>	<b>271.4</b>	<b>435.8</b>	<b>591.5</b>	<b>149.5</b>	<b>145.6</b>	<b>136.2</b>
EBITDA Margin	37.2%	44.2%	48.2%	41.0%	42.2%	43.9%
<u>Costs and Expenses (% over net revenue)</u>						
Personnel	29.8%	26.1%	21.7%	25.1%	26.0%	22.3%
Link + Right of Passage	7.6%	9.1%	8.1%	7.2%	7.8%	8.0%
Content and Connection means	2.9%	2.9%	3.0%	3.8%	3.7%	3.0%
PCLD	2.9%	3.1%	5.4%	5.1%	5.6%	5.7%
Marketing and advertising	2.7%	2.3%	2.4%	2.7%	2.6%	2.4%
Third-party Services	6.3%	3.6%	2.7%	3.5%	3.3%	2.6%
Materials and Maintenance	4.8%	2.1%	1.9%	2.8%	2.4%	2.0%
Systems maintenance	0.9%	1.2%	1.8%	3.3%	2.2%	1.8%
Power and water	1.3%	0.9%	0.9%	1.6%	1.2%	1.2%
Fiscal expenses	0.8%	0.9%	0.9%	0.6%	0.5%	1.4%
Provisions for contingencies	-0.2%	0.2%	0.9%	0.0%	0.5%	1.0%
Others	2.9%	3.3%	2.1%	3.2%	1.9%	4.9%

During the years of greatest investment in fiber - 2021 and 2022 - the EBITDA margin was initially affected - 32.5% in 4Q21 - but with the increase in revenue, we diluted fixed costs and recovered the margin from 1Q23.

We believe that the development of 5G will follow a similar pattern, but with a smaller impact on the margin and a more agile recovery. For 2024, we expect the margin to remain stable as we continue to focus on expanding sales and revenues related to 5G.

## FINANCIAL RESULT

In 3Q24, **the financial result was an expense of R\$24.9 million**, 61% higher than in 3Q23 and 2% higher than in 2Q24.

BRL million	3Q24	2Q24	3Q23	3Q24 x 3Q23	3Q24 x 2Q24	9M24	9M23
Financial revenue	35.1	27.3	27.0	30.2%	28.5%	85.5	79.8
Financial expenses	(60.0)	(51.8)	(42.4)	41.4%	15.7%	(157.4)	(141.6)
<b>Net financial result</b>	<b>(24.9)</b>	<b>(24.5)</b>	<b>(15.5)</b>	<b>61.0%</b>	<b>1.5%</b>	<b>(71.9)</b>	<b>(61.8)</b>

**Financial income** in 3Q24 mainly reflects interest on funds invested in the period, in the amount of R\$23.0 million, interest on assets received in the amount of R\$4.5 million and R\$5.3 million from exchange rate variations/derivative operations.

**Financial expenses** in 3Q24 totaled R\$60.0 million, made up mainly of interest on loans, financing and debentures. This increase is largely due to the company's second issue of debentures in July 2024.

## INDEBTEDNESS

BRL million	Sep/24	Dec/23	Var. (%)
<b>Gross Debt</b>	<b>1,947.9</b>	<b>1,249.7</b>	55.9%
(-) Cash and cash equivalents	184.6	323.2	-95.0%
(-) Short-term investments	733.0	180.9	398.4%
<b>Net Debt</b>	<b>1,030.3</b>	<b>745.7</b>	38.2%

Brisanet had gross debt of R\$1.9 billion in September 2024, directed towards investment in mobile infrastructure and the expansion of its FTTH customer base. Gross debt is made up of loans and financing, debentures, lease obligations and derivative transactions.

Considering cash and financial investments of R\$917.6 million at the end of the period, the company had net debt of R\$1,030.3 million, compared to net debt of R\$745.7 million at the end of 2023. Most of these funds are invested in liquid instruments with an average return in the period of 101.67% of the CDI rate.

The increase in gross debt compared to Dec/23 was mainly due to an increase in funds from the second issue of debentures and the last installment of Finep's funding, both concluded in July 2024.

The company monitors its indebtedness by the **net debt/EBITDA indicator and on September 30, 2024, the level of indebtedness was 1.74x**, a very comfortable level given the restrictions (covenants) of up to 3.5x.

The Company adopts the policy of contracting hedge instruments to protect financing carried out in foreign currency, which corresponded to 1% of the total on September 30, 2024.

Breakdown of loans and financing as follows:

Modality	Weighted average rates	Sept/2024	Dec/2023
Working capital	0,65% a.m.	<b>14,750</b>	11,425
Working capital	0,21% a.m. + CDI	<b>52,460</b>	85,395
Working capital	0,47% a.m. + TLP	-	316
Working capital (Loan 4131)	0,19% a.m. + CDI	<b>12,718</b>	27,322
PPE financing (CDC)	1,18% a.m.	<b>5,559</b>	9,155
PPE financing (FINEM)	0,50% a.m. + TLP	<b>11,748</b>	17,024
Financing - TR	0,29% a.m. + TR	<b>240,119</b>	153,367
<b>Total</b>		<b>337,354</b>	304,004
<b>Current</b>		<b>84,870</b>	95,605
<b>Non-current</b>		<b>252,484</b>	208,399

On March 15, 2021, the Company issued debentures, not convertible into shares, in the amount of R\$500 million, which will be settled in semi-annual installments, with initial maturity in March 2025 and final maturity in March 2028. These debentures are subject to interest/remuneration equivalent to IPCA + 5.7694%. On September 30, 2024, the balance was R\$599.1 million.

On August 25, 2022, the Company issued debentures, not convertible into shares, in the total amount of R\$300 million, with a maturity period of 5 (five) years, expiring, therefore, on August 25, 2027. These debentures bear interest at CDI +2.0% per year. On September 30, 2024, the balance was R\$285.5 million.

On July 15, 2024, the Company issued non-convertible debentures in the amount of R\$600 million, maturing in July 2030, with interest of CDI + 1.60% per year. On September 30, 2024, the balance was R\$624.2 million.

Considering financing, debentures and leasing in 3Q24, more than 75% of the company's debt matures after 2027.

Also including debentures, the Company's debt is well balanced between CDI (53%), IPCA (32%) and fixed rate (14%). Debt in foreign currency is fully protected and accounted for in CDI.

The Company has been focusing in opportunities for long-term and fixed rate financing from development banks. Last October, an additional R\$200 million from BNDES FUST was approved with a 15-year maturity, 85% at a cost of TR+2.5% and the rest under the same conditions as the May financing (TR+1.2%). These funds have not yet been disbursed. These types of financing are a very competitive source of funds, and we have other projects being analyzed with this and other development banks.

## CAPEX / Free Cash Flow

Free Cash Flow (Millions)	2021	2022	2023	3Q24	9M24
<b>Cash generated by operating activities</b>	<b>411</b>	<b>359</b>	<b>655</b>	<b>230</b>	<b>586</b>
% EBITDA	151.6%	82.3%	110.7%	154.1%	134.4%
<b>Capex</b>	<b>1,044</b>	<b>857</b>	<b>464</b>	<b>282</b>	<b>628</b>
% Net Revenue	143.3%	87.0%	37.8%	77.3%	60.0%
<b>Free Cash Flow</b>	<b>(633)</b>	<b>(498)</b>	<b>191</b>	<b>(52)</b>	<b>(41)</b>
% Net Revenue	-87%	-51%	16%	-14%	-3%
<b>Net Debt</b>	<b>75</b>	<b>744</b>	<b>746</b>	<b>1,030</b>	<b>1,030</b>
Net Debt/EBITDA	0.30x	1.70x	1.29x	1.74x	1.74x

In 9M24, Brisagnet invested, when measured by additions to fixed assets and intangible assets, the amount of R\$628 million. The Company has amounts that have already been disbursed and capitalized but which are not yet generating revenue - these are items of equipment in warehouses or in the process of being imported and constructions in progress. These items total R\$493 million.

During more intense periods of investment, the Company's free cash flow can be negative. However, the company strives to maintain a healthy ratio between net debt and EBITDA. These periods of negative flow are usually followed by cycles of positive flow, as we observed in 2023.

As discussed in relation to EBITDA, the investment cycle in the mobile segment (4G/5G), although intense, should not result in continuous negative cash flows, unlike what happened in the fiber segment. We stress that the company has a more mature fiber business, which supports the growth of the mobile segment.

**NOTICE**

The interim financial information as of September 30, 2024, reviewed by Ernst & Young Auditores Independentes S.S. Ltda., is now available on our **website**.

**E-mail:** [falecomri@grupobrisanet.com.br](mailto:falecomri@grupobrisanet.com.br)

**Website:** [ri.brisanet.com.br/en](http://ri.brisanet.com.br/en)

## LEGAL NOTICE

*The consolidated financial and operational information disclosed in this document, except where otherwise indicated, is presented in accordance with international accounting standards IFRS (International Financial Reporting Standards) and in Reais (R\$), in accordance with the Brazilian Corporation Law, Law 6,404/76 and the pronouncements, guidelines and interpretations issued by the Accounting Pronouncements Committee ("CPC") and approved by the Securities and Exchange Commission ("CVM").*

*This document may contain predictions about future events. Such forecasts do not constitute acts that occurred in the past and only reflect expectations of the Company's management. The terms "anticipates", "believes", "estimates", "expects", "predicts", "intends", "plans", "projects", "objectives", as well as other similar terms are intended to identify such forecasts which evidently involve risks or uncertainties foreseen or not by the Company. Therefore, the Company's future results of operations may differ from current expectations and the reader should not rely exclusively on the predictions made here. These forecasts express opinions only on the date they are made, and the Company is not obliged to update them in light of new information or future developments.*

## NON-ACCOUNTING MEASURES

Consistent with market practices, we disclose non-accounting (non-GAAP) measures that are not recognized under IFRS or other accounting standards, including "Net Debt", "EBITDA", "Adjusted EBITDA". The Company's management believes that disclosing these non-accounting measures provide useful information for your investors, market analysts and the general public to compare your operating performance with that of other companies in the same and other industries. However, these non-accounting measures do not have standardized meanings and methodologies and may not be directly comparable with metrics of the same or similar name published by other companies. It is important to highlight that potential investors should not base their investment decision on non-accounting information as a substitute for accounting measures such as profitability or liquidity.

Consolidado - Em R\$ mil

3Q24

2Q24

3Q23

9M24

9M23

<b>Net operating revenue</b>	<b>364,686</b>	<b>346,453</b>	<b>310,512</b>	<b>1,045,558</b>	<b>902,799</b>
Cost of services	(213,082)	(206,397)	(167,058)	(610,954)	(479,022)
<b>Gross profit</b>	<b>151,604</b>	<b>140,056</b>	<b>143,454</b>	<b>434,604</b>	<b>423,777</b>
<b>Operating expenses</b>					
Administrative expenses	(49,552)	(48,682)	(28,437)	(141,164)	(84,846)
Selling expenses	(57,598)	(55,608)	(46,516)	(166,356)	(125,246)
Other operating revenue (expenses), net	(396)	10,304	(15,473)	10,361	(30,584)
<b>Earnings before financial result and taxes</b>	<b>44,058</b>	<b>46,070</b>	<b>53,028</b>	<b>137,445</b>	<b>183,101</b>
Financial revenues	35,105	27,323	26,959	85,515	79,806
Financial expenses	(59,994)	(51,845)	(42,422)	(157,421)	(1,559)
<b>Net financial result</b>	<b>(24,889)</b>	<b>(24,522)</b>	<b>(15,463)</b>	<b>(71,906)</b>	<b>(61,753)</b>
<b>Income (Loss) before income tax and social contribution</b>	<b>19,169</b>	<b>21,548</b>	<b>37,565</b>	<b>65,539</b>	<b>121,348</b>
Income tax and social contribution	(3,237)	(4,257)	(5,834)	(12,204)	(20,514)
<b>Income (Loss) for the period</b>	<b>15,932</b>	<b>17,291</b>	<b>31,731</b>	<b>53,335</b>	<b>100,834</b>





<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	184,633	323,220
Short-term investments	733,018	180,867
Trade accounts receivables	170,225	163,105
Inventories	10,865	8,794
Taxes recoverable	41,627	35,893
Derivative operations	249	133
Prepaid expenses	12,166	2,059
Other assets	8,521	7,797
<b>TOTAL CURRENT ASSETS</b>	<b>1,161,304</b>	<b>721,868</b>
<b>NON-CURRENT ASSETS</b>		
Short-term investments	-	-
Accounts receivable	4,063	204
Taxes recoverable	42,187	44,287
Court-related deposits	7,485	7,623
Derivative operations	2,323	1,476
Prepaid expenses	10,345	4,373
Deferred income and social contribution taxes	2,333	8,369
Other assets	-	38
Rights-of-use	98,527	43,839
Property, plant and equipment	2,433,445	2,090,472
Intangible assets	295,676	273,729
<b>TOTAL NON-CURRENT ASSETS</b>	<b>2,896,384</b>	<b>2,474,410</b>
<b>TOTAL ASSETS</b>	<b>4,057,688</b>	<b>3,196,278</b>
<b>LIABILITIES AND EQUITY</b>		
	<b>30/9/2024</b>	<b>31/12/2023</b>
<b>CURRENT LIABILITIES</b>		
Suppliers	204,201	95,844
Loans and financing	84,870	95,605
Debentures	289,209	19,194
Lease obligations	43,301	14,611
Labor and social obligations	90,874	53,439
Taxes to be collected	19,343	23,233
Tax installments	3,978	4,457
Derivatives Operations	1,231	5,542
Proposed Dividends	-	38,867
Other bills to pay	19,218	22,127
<b>TOTAL CURRENT LIABILITIES</b>	<b>756,225</b>	<b>372,919</b>
<b>NON-CURRENT</b>		
Loan and financing	252,484	208,399
Debentures	1,219,699	876,075
Lease obligations	59,682	31,932
Tax installments	13,586	16,512
Provision for contingency	13,228	11,543
Other bills to pay	181,397	170,840
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>1,740,076</b>	<b>1,315,301</b>
<b>EQUITY</b>		
Capital	1,281,606	1,281,606
Income reserve	286,043	232,659
Treasury shares	(9,758)	(9,758)
	<b>1,557,891</b>	<b>1,504,507</b>
Non-controlling interest	3,496	3,551
<b>TOTAL EQUITY</b>	<b>1,561,387</b>	<b>1,508,058</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>4,057,688</b>	<b>3,196,278</b>

Consolidated - In BRL '000	9M24	9M23
Cash flow from operating activities		
Net income (loss) for the period	53,335	100,834



<b>Adjustments to reconcile income (loss) for the period:</b>		
Depreciation and amortization	298,856	240,881
Residual value upon write-off of PPE and intangible assets	3,406	10,457
Provision for estimated doubtful accounts	55,264	46,602
Provision (reversal) for contingencies	2,283	10,240
Provision for loss of fixed assets	5,022	-
Monetary and exchange variation	-	32,742
Derivative operations	(5,274)	(559)
Interest on leases	8,172	4,435
Interest on debentures	81,355	29,798
Interest on promissory note	-	1,271
Interest on loans and financing	16,259	24,856
Appropriation of funding costs	4,198	4,094
Short-term investment income	(3,588)	(17,132)
Deferred income and social contribution taxes	6,036	6,146
<b>(Increase) decrease in assets</b>		
Trade accounts receivable	(66,243)	(68,787)
Inventories	(2,071)	(849)
Taxes recoverable	(3,634)	13,658
Prepaid expenses	(16,079)	(1,840)
Court-related deposits	138	(1,585)
Other assets	(686)	(6,014)
<b>Increase (decrease) in liabilities</b>		
Suppliers	104,117	5,701
Labor and social obligations	31,597	17,560
Taxes payable	97	5,354
Taxes paid in installments	(3,405)	17,995
Provision for contingencies	(598)	(1,218)
Other accounts payable	17,720	11,856
<b>Cash from (used in) operating activities</b>	<b>586,277</b>	<b>486,496</b>
Interest paid on loans and financing, debentures and leases	(93,323)	(116,797)
Income tax and social security contributions paid	(3,987)	(14,671)
<b>Net cash from (used in) operating activities</b>	<b>488,967</b>	<b>355,028</b>
<b>Cash flows from investing activities</b>		
Short-term investments	(564,108)	191,649
Additions to Property, plant and equipment	(582,802)	(289,085)
Additions to intangible assets	(44,934)	(42,620)
Revenue on short-term investments	15,545	27,015
Revenue on sale of fixed and intangible assets	5,417	13,890
<b>Net cash from (used in) investing activities</b>	<b>(1,170,883)</b>	<b>(99,151)</b>
<b>Cash flows from financing activities</b>		
Loans and financing raised	99,155	82,958
Amortization of principal of loans and financing	(68,114)	(121,896)
Lease payments	(41,503)	(36,651)
Raising debentures, net of funding costs	592,658	-
Promissory note raised	-	(64,000)
Acquisition of non-controlling interests	-	4,948
Dividend/Profits distributed	(38,867)	(14,418)
<b>Net cash from (used in) financing activities</b>	<b>543,329</b>	<b>(149,059)</b>
<b>Increase (Decrease) in cash and cash equivalents</b>	<b>(138,587)</b>	<b>106,818</b>
Cash and cash equivalents at the beginning of the period	323,220	203,542
Cash and cash equivalents at the end of the period	184,633	310,360
<b>Increase (decrease) in cash and cash equivalents</b>	<b>(138,587)</b>	<b>106,818</b>

# brisanet | 5G

## EARNINGS CONFERENCE CALL

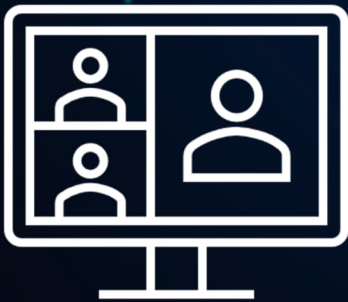
**November 14, 2024**

**7 AM (EST - NY Time) | 9 AM (BRT)**

In Portuguese, with simultaneous translation into English

To participate, **click here.**

<https://ri.brisanet.com.br/en>



A free translation from Portuguese into English of Independent Auditor's Report on Review of Quarterly Information (ITR) prepared in Brazilian currency in accordance with the accounting practices adopted in Brazil, and in accordance with NBC TG 21 – Interim Financial Reporting and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB)

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## Independent auditor's report on review of quarterly information

To the  
Shareholders, Board of Directors and Officers of  
**Brisanet Participações S.A.**  
Pereiro – CE

### Introduction

We have reviewed the accompanying individual and consolidated interim financial information, contained in the Quarterly Information Form (ITR), of Brisanet Participações S.A. (the “Company”) for the quarter ended September 30, 2024, which comprises the statement of financial position as at September 30, 2024, and the related statements of profit or loss and of comprehensive income for the three- and nine-month periods then ended, and the statements of changes in equity and of cash flows for nine-month period then ended, and notes to the interim financial information, including material accounting policies and other explanatory information.

### Executive board's responsibility for the individual and consolidated interim financial information

The executive board is responsible for the preparation of the individual and consolidated interim financial information in accordance with NBC TG 21 – Interim Financial Reporting and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the presentation of this financial information in accordance with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

### Scope of review

We conducted our review in accordance with Brazilian and International Standards on Review Engagements (NBC TR 2410 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 auditing standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



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

Based on our review, nothing has come to our attention that causes us to believe that the individual and consolidated interim financial information included in the Quarterly Information referred to above was not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of the Quarterly Information (ITR), and presented consistently with the rules issued by the CVM.

## **Other matters**

### *Statements of value added*

The quarterly information referred to above includes the individual and consolidated statements of value added (SVA) for the nine-month period ended September 30, 2024, prepared under the responsibility of the Company's executive board, and presented as supplementary information for IAS 34 purposes. These statements were subject to review procedures conducted jointly with the review of the quarterly information for the purpose of concluding whether they are reconciled with the interim financial information and accounting records, as applicable, and whether their form and content are in accordance with the criteria defined in NBC TG 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 were not prepared, in all material respects, in accordance with the criteria defined in referred to Standard and consistently with the individual and consolidated interim financial information taken as a whole.

Fortaleza, November 13, 2024.

ERNST & YOUNG  
Auditores Independentes S.S. Ltda.  
CRC CE-001042/F

*Nathalia Araújo Domingues*  
Nathalia Araújo Domingues  
Accountant CE-020833/O

## Brisanet Participações S.A.

Statements of financial position  
September 30, 2024  
(In thousands of reais)

	Note	Individual		Consolidated	
		09/30/2024	12/31/2023	09/30/2024	12/31/2023
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	3	28	9	184,633	323,220
Financial investments	3	117,438	14,225	733,018	180,867
Trade accounts receivable	4	-	-	170,225	163,105
Inventories		-	-	10,865	8,794
Taxes recoverable	5	694	854	41,627	35,893
Derivative transactions	25	-	-	249	133
Prepaid expenses		112	95	12,166	2,059
Dividends receivable	6 and 7	-	4,710	-	-
Other assets		15,615	-	8,521	7,797
<b>Total current assets</b>		<b>133,887</b>	<b>19,893</b>	<b>1,161,304</b>	<b>721,868</b>
<b>Noncurrent assets</b>					
<b>Long-term receivables</b>					
Financial investments	3	800,000	300,000	-	-
Trade accounts receivable	4	-	-	4,063	204
Taxes recoverable	5	-	-	42,187	44,287
Judicial deposits		-	-	7,485	7,623
Derivative transactions	24	-	-	2,323	1,476
Prepaid expenses		-	47	10,345	4,373
Deferred income and social contribution taxes	21	1,567	-	2,333	8,369
Other assets		-	-	-	38
Investments	7	1,532,648	1,536,078	-	-
Right-of-use assets	13	-	-	98,527	43,839
Property, plant and equipment	8	-	-	2,433,445	2,090,472
Intangible assets	9	-	-	295,676	273,729
<b>Total noncurrent assets</b>		<b>2,334,215</b>	<b>1,836,125</b>	<b>2,896,384</b>	<b>2,474,410</b>
<b>Total assets</b>		<b>2,468,102</b>	<b>1,856,018</b>	<b>4,057,688</b>	<b>3,196,278</b>

	Note	Individual		Consolidated	
		09/30/2024	12/31/2023	09/30/2024	12/31/2023
Liabilities and equity					
Current liabilities					
Trade accounts payable	10	2	150	204,201	100,084
Loans and financing	11	-	-	84,870	95,605
Debentures	12	116,950	13,616	289,209	19,194
Lease obligations	13	-	-	43,301	14,611
Labor and social obligations	14	38	19	90,874	59,277
Taxes payable	5	410	685	19,343	23,233
Taxes paid in installments		-	-	3,978	4,457
Derivative transactions	24	-	-	1,231	5,542
Proposed dividends	6 and 18	-	38,867	-	38,867
Other accounts payable	16	-	-	19,218	12,049
Total current liabilities		117,400	53,337	756,225	372,919
Noncurrent liabilities					
Loans and financing	11	-	-	252,484	208,399
Debentures	12	792,811	298,174	1,219,699	876,075
Lease obligations	13	-	-	59,682	31,932
Taxes paid in installments		-	-	13,586	16,512
Provision for contingencies	15	-	-	13,228	11,543
Other accounts payable	16	-	-	181,397	170,840
Total noncurrent liabilities		792,811	298,174	1,740,076	1,315,301
Equity					
Capital	18	1,281,606	1,281,606	1,281,606	1,281,606
Treasury shares		(9,758)	(9,758)	(9,758)	(9,758)
Income reserves		286,043	232,659	286,043	232,659
		1,557,891	1,504,507	1,557,891	1,504,507
Noncontrolling interests		-	-	3,496	3,551
Total equity		1,557,891	1,504,507	1,561,387	1,508,058
Total liabilities and equity					
		2,468,102	1,856,018	4,057,688	3,196,278

See accompanying notes.

## Brisanet Participações S.A.

### Statements of profit or loss

Three- and nine-month periods ended September 30, 2024

(In thousands of reais, except earnings per share, stated in reais)

	Note	Individual				Consolidated			
		07/01/2024	07/01/2023	01/01/2024	01/01/2023	07/01/2024	07/01/2023	01/01/2024	01/01/2023
		to	to	to	to	to	to	to	to
		09/30/2024	09/30/2023	09/30/2024	09/30/2023	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Net operating revenue	19	-	-	-	-	<b>364,686</b>	310,512	<b>1,045,558</b>	902,799
Cost of services rendered	20	-	-	-	-	<b>(213,082)</b>	(167,058)	<b>(610,954)</b>	(479,022)
Gross profit		-	-	-	-	<b>151,604</b>	143,454	<b>434,604</b>	423,777
Operating expenses									
Administrative expenses	20	<b>(525)</b>	(481)	<b>(1,580)</b>	(1,591)	<b>(49,552)</b>	(28,437)	<b>(141,164)</b>	(84,846)
Selling expenses	20	-	-	-	-	<b>(57,598)</b>	(46,516)	<b>(166,356)</b>	(125,246)
Equity pickup	7	<b>17,440</b>	32,577	<b>56,394</b>	103,693	-	-	-	-
Other operating expenses, net		-	(533)	-	(1,575)	<b>(396)</b>	(15,473)	<b>10,361</b>	(30,584)
Income before finance income (costs) and taxes		<b>16,915</b>	31,563	<b>54,814</b>	100,527	<b>44,058</b>	53,028	<b>137,445</b>	183,101
Finance income	21	<b>24,654</b>	11,495	<b>43,452</b>	33,882	<b>35,105</b>	26,959	<b>85,515</b>	79,806
Finance costs	21	<b>(26,454)</b>	(11,653)	<b>(46,448)</b>	(34,662)	<b>(59,994)</b>	(42,422)	<b>(157,421)</b>	(141,559)
Finance income (costs)		<b>(1,800)</b>	(158)	<b>(2,996)</b>	(780)	<b>(24,889)</b>	(15,463)	<b>(71,906)</b>	(61,753)
Income before income and social contribution taxes		<b>15,115</b>	31,405	<b>51,818</b>	99,747	<b>19,169</b>	37,565	<b>65,539</b>	121,348
Income and social contribution taxes	22	<b>802</b>	399	<b>1,567</b>	1,342	<b>(3,237)</b>	(5,834)	<b>(12,204)</b>	(20,514)
Net income for the period		<b>15,917</b>	31,804	<b>53,385</b>	101,089	<b>15,932</b>	31,731	<b>53,335</b>	100,834
Net income attributable to									
Controlling interests		-	-	-	-	<b>15,917</b>	31,804	<b>53,385</b>	101,089
Noncontrolling interests		-	-	-	-	<b>15</b>	(73)	<b>(50)</b>	(255)
Basic earnings per share – R\$	23	<b>0.036</b>	0.071	<b>0.12</b>	0.227				
Diluted earnings per share – R\$	23	<b>0.036</b>	0.071	<b>0.12</b>	0.227				



See accompanying notes.

## Brisanet Participações S.A.

Statements of comprehensive income  
Three- and nine-month periods ended September 30, 2024  
(In thousands of reais)

	Individual				Consolidated			
	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023
Net income for the period	15,917	31,804	53,385	101,089	15,932	31,731	53,335	100,834
Other comprehensive income	-	-	-	-	-	-	-	-
Comprehensive income for the period	15,917	31,804	53,385	101,089	15,932	31,731	53,335	100,834
Net income attributable to								
Controlling interests	-	-	-	-	15,917	31,804	53,385	101,089
Noncontrolling interests	-	-	-	-	15	(73)	(50)	(255)

See accompanying notes.

## Brisanet Participações S.A.

Statements of changes in equity  
 Nine-month period ended September 30, 2024  
 (In thousands of reais)

	Attributable to controlling interests									
	Capital			Income reserve				Equity attributable to controlling interests	Noncontrolling interests	Equity
	Capital	Share issue costs	Treasury shares	Capital reserve	Legal reserve	Retained profits	Retained earnings (accumulated losses)			
Balances at December 31, 2022	1,321,859	(40,253)	(9,758)	-	4,603	102,172	-	1,378,623	4	1,378,627
Capital increase in subsidiary	-	-	-	1,098	-	-	-	1,098	3,850	4,948
Net income for the period	-	-	-	-	-	-	101,089	101,089	(255)	100,834
Balances at September 30, 2023	1,321,859	(40,253)	(9,758)	1,098	4,603	102,172	101,089	1,480,810	3,599	1,484,409
Balances at December 31, 2023	<b>1,321,859</b>	<b>(40,253)</b>	<b>(9,758)</b>	<b>1,098</b>	<b>12,787</b>	<b>218,774</b>	-	<b>1,504,507</b>	<b>3,551</b>	<b>1,508,058</b>
Net income for the period	-	-	-	-	-	-	53,384	53,384	(50)	53,334
Capital Reduction	-	-	-	-	-	-	-	-	(5)	(5)
Balances at September 30, 2024	<b>1,321,859</b>	<b>(40,253)</b>	<b>(9,758)</b>	<b>1,098</b>	<b>12,787</b>	<b>218,774</b>	<b>53,384</b>	<b>1,557,891</b>	<b>3,496</b>	<b>1,561,387</b>

See accompanying notes.

## Brisanet Participações S.A.

### Statements of cash flows Nine-month period ended September 30, 2024 (In thousands of reais)

	Individual		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Cash flows from operating activities				
Net income for the period	<b>53,385</b>	101,089	<b>53,335</b>	100,834
Adjustments to reconcile income (loss) for the period:				
Depreciation and amortization	-	-	<b>298,856</b>	240,881
Residual value upon write-off of PPE and intangible assets	-	-	<b>3,406</b>	10,457
Provision for losses on property, plant and equipment	-	-	<b>5,022</b>	-
Allowance for expected credit losses	-	-	<b>55,264</b>	46,602
Set-up (reversal) of provision for contingencies	-	-	<b>2,283</b>	10,240
Equity pickup	<b>(56,394)</b>	(103,693)	-	-
Monetary variation and exchange differences	-	29,345	-	32,742
Derivative transactions	-	-	<b>(5,274)</b>	(559)
Interest on leases	-	-	<b>8,172</b>	4,435
Interest on debentures	<b>43,723</b>	4,754	<b>81,355</b>	29,798
Interest on promissory notes	-	-	-	1,271
Interest on loans and financing	-	-	<b>16,259</b>	24,856
Allocation of funding costs	<b>700</b>	498	<b>4,198</b>	4,094
Financial investment yield	<b>(80,907)</b>	(4,092)	<b>(3,588)</b>	(17,132)
Deferred income and social contribution taxes	<b>(1,567)</b>	(1,342)	<b>6,036</b>	6,146
(Increase) decrease in assets				
Trade accounts receivable	-	-	<b>(66,243)</b>	(68,787)
Inventories	-	-	<b>(2,071)</b>	(849)
Taxes recoverable	<b>160</b>	(5)	<b>(3,634)</b>	13,658
Prepaid expenses	<b>30</b>	(37)	<b>(16,079)</b>	(1,840)
Judicial deposits	-	-	<b>138</b>	(1,585)
Other assets	-	-	<b>(686)</b>	(6,014)
Increase (decrease) in liabilities				
Trade accounts payable	<b>(148)</b>	(3)	<b>104,117</b>	5,701
Labor and social obligations	<b>19</b>	19	<b>31,597</b>	17,560
Taxes payable	<b>(275)</b>	164	<b>97</b>	5,354
Taxes paid in installments	-	-	<b>(3,405)</b>	17,995
Provision for contingencies	-	-	<b>(598)</b>	(1,218)
Other accounts payable	<b>(1)</b>	-	<b>17,720</b>	11,856
Cash flows from (used in) operating activities	<b>(41,275)</b>	26,697	<b>586,277</b>	486,496
Interest paid on loans and financing, debentures and leases	<b>(39,110)</b>	(44,968)	<b>(93,323)</b>	(116,797)
Income and social contribution taxes paid	-	(3,841)	<b>(3,987)</b>	(14,671)
Net cash flows from (used in) operating activities	<b>(80,385)</b>	(22,112)	<b>(488,967)</b>	355,028
Cash flows from investing activities				
Financial investments - investments and redemptions	<b>(539,744)</b>	(29,778)	<b>(564,108)</b>	191,649
Additions to PPE	-	-	<b>(582,802)</b>	(289,085)
Additions to intangible assets	-	-	<b>(44,935)</b>	(42,620)
Yields received from redeemed financial investments	<b>17,438</b>	41,798	<b>15,545</b>	27,015
Proceeds from disposal of PPE and intangible assets	-	-	<b>5,417</b>	13,890
Dividends and profits received	<b>10,905</b>	22,390	-	-
Net cash flows used in investing activities	<b>(533,211)</b>	34,410	<b>(1,170,883)</b>	(99,151)

## Brisanet Participações S.A.

Statements of cash flows (Continued)  
 Nine-month period ended September 30, 2024  
 (In thousands of reais)

	Individual		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Cash flows from financing activities				
Loans and financing taken out	-	-	99,155	82,958
Raising of debentures, net of funding costs	592,658	-	592,658	-
Raising of promissory notes, net of funding costs	-	-	-	-
Repayment of principal of loans and financing	-	-	(68,114)	(121,896)
Repayment of principal of promissory notes	-	-	-	(64,000)
Repayments of leases	-	-	(41,503)	(36,651)
Treasury shares	-	-	-	-
Capital increase - noncontrolling interests	-	-	-	4,948
Dividends/profits distributed	20,957	(14,418)	(38,867)	(14,418)
Net cash flows from financing activities	613,615	(14,418)	543,329	(149,059)
Increase (decrease) in cash and cash equivalents	19	(2,120)	(138,587)	106,818
Cash and cash equivalents				
At beginning of period	9	2,126	323,220	203,542
At end of period	28	6	184,633	310,360
Increase (decrease) in cash and cash equivalents	19	(2,120)	(138,587)	106,818

See accompanying notes.

## Brisanet Participações S.A.

Statements of value added  
 Nine-month period ended September 30, 2024  
 (In thousands of reais)

	Individual		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Revenues	-	-	<b>1,146,797</b>	997,242
Gross operating revenue less discounts	-	-	<b>1,164,441</b>	1,017,726
Allowance for expected credit losses	-	-	<b>(55,264)</b>	(46,602)
Other revenues	-	-	<b>37,620</b>	26,118
Inputs acquired from third parties	<b>(1,580)</b>	(1,590)	<b>(244,494)</b>	(188,010)
Cost of products, services and goods sold	-	-	<b>(47,345)</b>	(36,267)
Materials, electricity, third-party services and other	<b>(1,580)</b>	(1,590)	<b>(175,881)</b>	(106,991)
Loss on/recovery of assets	-	-	<b>(10,170)</b>	(13,540)
Other inputs	-	-	<b>(11,098)</b>	(31,212)
Gross value added	<b>(1,580)</b>	(1,590)	<b>902,303</b>	809,232
Depreciation and amortization	-	-	<b>(298,856)</b>	(240,881)
Net value added generated	<b>(1,580)</b>	(1,590)	<b>603,447</b>	568,351
Value added received in transfer	<b>99,846</b>	137,575	<b>85,515</b>	79,806
Equity pickup	<b>56,394</b>	103,693	-	-
Finance income	<b>43,452</b>	33,882	<b>85,515</b>	79,806
Total value added to be distributed	<b>98,266</b>	135,985	<b>688,962</b>	648,157
Distribution of value added				
Taxes, charges and contributions	<b>(1,567)</b>	234	<b>180,645</b>	179,532
Federal	<b>(1,567)</b>	234	<b>58,115</b>	96,857
State	-	-	<b>121,184</b>	81,469
Local	-	-	<b>1,346</b>	1,206
Other taxes, charges and contributions	-	-	-	-
Personnel	-	-	<b>228,869</b>	163,044
Salaries	-	-	<b>174,483</b>	127,212
Unemployment Compensation Fund (FGTS)	-	-	<b>14,541</b>	10,625
Benefits	-	-	<b>39,845</b>	25,207
Debt remuneration	<b>46,448</b>	34,662	<b>226,113</b>	204,747
Interest, exchange differences and borrowing costs	<b>46,448</b>	34,662	<b>157,421</b>	141,559
Rents	-	-	<b>68,692</b>	63,188
Equity remuneration	<b>53,385</b>	101,089	<b>53,335</b>	100,834
Dividend/profits paid	-	-	-	-
Retained profits	<b>53,385</b>	101,089	<b>53,335</b>	100,834
Value added	<b>98,266</b>	135,985	<b>688,962</b>	648,157

See accompanying notes.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 1. Operations

Brisanet Participações S.A. (the “Company”) is a publicly-held corporation, established on February 19, 2014, located in Pereiro, state of Ceará. The Company is primarily engaged in holding equity interests in other companies.

The Company, through its subsidiary Brisanet Serviços de Telecomunicação S.A. (“Brisanet Serviços”), offers telecommunications services that are authorized by Brazil’s National Telecommunications Agency (ANATEL), the agency responsible for regulating the telecommunications sector in Brazil in accordance with the General Telecommunications Law and its respective regulations. Tariffs charged are also regulated by ANATEL. In this context, the Company and its subsidiaries have the following authorizations:

Company	Grant	Area	Effective period
Brisanet Serviços	Authorization to provide international long-distance STFC	For region 1 STFC	Indefinite
Brisanet Serviços	Authorization to provide Multimedia Communication Services (MCS)	All regions in Brazil	Indefinite
Brisanet Serviços	Authorization to provided Conditioned Access Services (SeAC)	All regions in Brazil	Indefinite

### 2. Basis of preparation and presentation of quarterly information and summary of significant accounting policies

#### a) Basis of preparation and presentation

The individual and consolidated interim financial information was prepared and is presented in accordance with NBC TG 21 – Interim Financial Reporting and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), and with the accounting practices adopted in Brazil, which comprise the rules issued by the Brazilian Securities and Exchange Commission (CVM) and the Brazilian Accounting Standards (NBC) issued by Brazil’s National Association of State Boards of Accountancy (CFC).

Additionally, the Company and its subsidiaries considered the guidance provided in Accounting Guidance OCPC 07 issued by the CPC in November 2014, in the preparation of its individual and consolidated interim financial information. As such, management discloses all significant information that is consistent with the information used to manage the Company’s operations.

The individual and consolidated interim financial information should be read in conjunction with the Company’s and its subsidiaries’ individual and consolidated financial statements for the year ended December 31, 2023, specifically Notes 2 and 3, which were prepared and presented in accordance with the accounting practices adopted in Brazil, including the pronouncements issued by the Brazilian FASB (CPC) and International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 2. Basis of preparation and presentation of quarterly information and summary of significant accounting policies (Continued)

#### a) Basis of preparation and presentation (Continued)

The presentation of the Statement of Value Added (SVA), although not required by IFRS, is mandatory for publicly-held corporations in Brazil. Consequently, this statement is presented as supplementary information for IFRS purposes, without prejudice to the set of individual and consolidated interim financial statements.

The individual and consolidated interim financial information is presented in reais, the functional and presentation currency, and all amounts are expressed in thousands of reais, unless otherwise stated.

Completion of the individual and consolidated interim financial information was authorized by management of the Company and its subsidiaries on November 13, 2024.

#### b) Basis of consolidation

At September 30, 2024, and December 31, 2023, the Company holds investments in subsidiaries in Brazil, which operate in the same telecommunications segment, as detailed below:

	<u>% interest</u>
Brisanet Serviços de Telecomunicações S.A.	<b>100.00%</b>
4J Serviços de Telecomunicações Ltda. (a)	<b>55.00%</b>

(a) 4J Serviços de Telecomunicações Ltda. is a direct subsidiary of Brisanet Serviços de Telecomunicações S.A.

Subsidiaries are all entities over which the Company holds control. The Company controls an entity when the Company is exposed or entitled to variable returns based on its involvement with the entity and can affect these returns through its power over the entity. The subsidiaries are fully included in the consolidation from the date when control is transferred to the Company. Consolidation is interrupted from the date when the Company ceases to have control.

Transactions between entities, unrealized gains and balances in transactions between the Company and its subsidiaries are eliminated. Unrealized gains and losses are only eliminated if the operation provides evidence of impairment of transferred assets. The subsidiaries' accounting policies are changed when necessary to ensure consistency with the policies adopted by the Company.



## **Brisanet Participações S.A.**

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### **2. Basis of preparation and presentation of quarterly information and summary of significant accounting policies (Continued)**

#### b) Basis of consolidation (Continued)

In the individual interim financial information of the parent company, investments in subsidiaries are recorded under the equity method.

#### c) Operating segments

Operating segments are defined as components of a business for which separate financial information is available and is assessed regularly by the operating decision-maker so that funds may be allocated to a given segment and its performance may be evaluated. Given that all decisions are made based on the consolidated reports, that there are no managers responsible for a particular segment, and that all strategic planning, financial, purchase, and investment decisions are made on a consolidated basis, the Company management concluded that there is only one reportable segment.

#### d) Amendments to accounting standards and pronouncements

As of January 1, 2024, various new or amended standards have become applicable for the current period; however, the Company did not need to change its accounting policies or make retrospective adjustments as a result of the adoption of these new or amended standards.

The new and amended standards and interpretations issued but not yet in effect until the date of issue of the individual and consolidated interim financial statements are described below:

- Effect of changes in foreign exchange rates and translation of financial statements (CPC 02/IAS 21)
- Subsidiaries without public accountability: Disclosures (IFRS 19)
- Presentation and disclosure in financial statements (IFSR 18)

The amendments above are effective for periods beginning on or after January 1, 2025 and must be applied retrospectively. The Company is assessing the impacts the amendments will have on current practice and on its individual and consolidated interim financial information.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)

September 30, 2024

(In thousands of reais)

### 3. Cash and cash equivalents and financial investments

	Individual		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Cash				
Checking accounts and other	-	-	2,175	1,469
Financial investments:				
Automatic applications	28	9	2,237	5,548
Bank Deposit Certificates (CDB)	-	-	179,845	315,830
Debit cards	-	-	376	373
	<b>28</b>	<b>9</b>	<b>184,633</b>	<b>323,220</b>

Cash equivalents correspond to transactions with financial institutions in the Brazilian financial market and subject to low credit risk. These transactions are remunerated by reference to the Interbank Deposit Certificate (CDI) variation at the average rate of 98.41% at September 30, 2024 (101.86% at December 31, 2023) and are available for use in the operations of the Company and its subsidiaries, i.e. are highly-liquid financial assets and with insignificant risk of change in value.

#### Financial investments

	Individual		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Bank Deposit Certificate (CDB) (a)	-	-	733,018	180,867
Debentures (b)	917,438	314,225	-	-
	<b>917,438</b>	<b>314,225</b>	<b>733,018</b>	<b>180,867</b>
Current	117,438	14,225	733,018	180,867
Noncurrent	800,000	300,000	-	-

(a) Bank Deposit Certificates (CDB) had an average yield equivalent to 101.67% of the CDI in the period (101.86% at December 31, 2023), with liquidity above 90 days; and

(b) This refers to the second private placement of debentures through subsidiary Brisanet Serviços Telecomunicações S.A, where the yield will be 2.00% p.a. + CDI. The term of the 2<sup>nd</sup> Issue Debentures is of 60 months from the issue date, and payments are due in 3 annual consecutive installments over the contract period, every year on August 25, beginning August 25, 2025, and final maturity on August 25, 2027. Remuneration will be paid semi-annually from the first payment on February 25, 2027, with maturities every August and February 25 of each year. The Debentures of the 3rd Issuance have a term of 72 months from the issuance date, with payments in 3 annual and consecutive installments during the contract term, on July 10th of each year, starting from July 10, 2028, with the final maturity on July 10, 2030. The remuneration will be paid semi-annually starting from the first payment on January 10, 2025, with due dates always on the 25th of the months of January and July of each year.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 4. Trade accounts receivable (Consolidated)

	09/30/2024	12/31/2023
Trade accounts receivable	204,735	182,608
(-) Adjustment to present value	(911)	(52)
Allowance for expected credit losses	(29,536)	(19,247)
Accounts receivable, net	174,288	163,309
Current	170,225	163,105
Noncurrent	4,063	204

The aging list of trade accounts receivable is as follows:

	09/30/2024	12/31/2023
Falling due	89,974	80,295
Past due:		
1 to 30 days	50,334	41,153
31 to 60 days	8,839	8,106
61 to 180 days	23,112	24,772
181 to 360 days	32,476	28,282
Over 360 days	-	-
	204,735	182,608
(-) Allowance for expected credit losses	(29,536)	(19,247)
(-) Adjustment to present value	(911)	(52)
Accounts receivable, net	174,288	163,309

At September 30, 2024, DSO was of 45 days (45 days at December 31, 2023).

Changes in allowance for expected credit losses are as follows:

	09/30/2024	09/30/2023
Opening balance	(19,247)	(3,165)
Set-up	(55,264)	(46,602)
Write-off	44,975	35,562
Closing balance	(29,536)	(14,205)

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 5. Taxes recoverable and payable

	Individual		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
<b>Assets</b>				
State VAT (ICMS) recoverable	-	-	6,764	8,625
ICMS recoverable on PPE	-	-	61,963	68,351
PIS and COFINS recoverable	-	-	156	63
IRPJ and CSLL recoverable	694	854	8,051	2,472
Other taxes recoverable	-	-	6,880	669
	<b>694</b>	<b>854</b>	<b>83,814</b>	<b>80,180</b>
<b>Current</b>				
	<b>694</b>	854	<b>41,627</b>	35,893
<b>Noncurrent</b>				
	-	-	<b>42,187</b>	44,287
<b>Current liabilities</b>				
ICMS payable	-	-	7,683	7,981
IRPJ and CSLL payable	-	-	184	2,016
PIS and COFINS payable	410	665	3,441	3,697
Service Tax (ISS) payable	-	-	214	121
Taxes on unbilled revenue	-	-	5,984	5,426
Other taxes payable	-	20	1,837	3,992
	<b>410</b>	<b>685</b>	<b>19,343</b>	<b>23,233</b>

### 6. Transactions with related parties

Outstanding balances on the reporting dates are as follows:

	Individual		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
<b>Current assets</b>				
Dividends receivable	15,615	4,710	-	-
Debentures (c)	117,438	14,225	-	-
<b>Noncurrent assets</b>				
Right-of-use assets	-	-	11,373	1,056
Debentures (c)	800,000	300,000	-	-
Property, plant and equipment	-	-	33	-
	<b>933,053</b>	<b>318,935</b>	<b>11,406</b>	<b>1,056</b>
<b>Current liabilities</b>				
Trade accounts payable	66	-	66	-
Lease obligations (a)	-	-	11,595	568
Proposed dividends	-	38,867	-	-
<b>Noncurrent liabilities</b>				
Lease obligations (b)	-	-	78	717
	<b>66</b>	<b>38,867</b>	<b>11,739</b>	<b>1,285</b>

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 6. Transactions with related parties (Continued)

	<b>Consolidado</b>			
	<b>01/07/2024 a 30/09/2024</b>	<b>01/07/2023 a 30/09/2023</b>	<b>01/01/2024 a 30/09/2024</b>	<b>01/01/2023 a 30/09/2023</b>
Statements of profit or loss				
Operating expenses				
Agility Segurança Eletrônica LTDA	<b>(681)</b>	(361)	<b>(1,681)</b>	(1,348)
Nosso Atacarejo Comercio de Gêneros	<b>(1,437)</b>	(1,016)	<b>(3,415)</b>	(2,633)
Nossa Fruta Brasil Industria de Alimentos	<b>(121)</b>	(79)	<b>(274)</b>	(229)
Agritech Semiárido Agricultura Ltda	<b>(8)</b>	-	<b>(13)</b>	-
Imobiliária Pau D'arco Ltda	<b>(22)</b>	-	<b>(65)</b>	-
S&L Locadora de Veículos Ltda	<b>(8,720)</b>	(8,801)	<b>(26,568)</b>	(29,187)
	<b>(10,989)</b>	(10,257)	<b>(32,016)</b>	(33,397)
Other operating expenses, net				
S&L Locadora de Veículos Ltda	-	-	<b>(97)</b>	-
	-	-	<b>(97)</b>	-

	<b>Operations with Consortia</b>	
	<b>09/30/2024</b>	<b>09/30/2023</b>
<u>Income (loss) from operations with consortia</u>		
Net operating revenue	<b>1,663</b>	1,261
Operating costs and expenses		
Interconnection and means of connection	<b>(1,393)</b>	(1,371)
Personnel	<b>(191)</b>	(172)
Third-party services	<b>(306)</b>	(463)
Depreciation and amortization	<b>(778)</b>	(416)
General costs and expenses	<b>(170)</b>	(488)
	<b>(1,175)</b>	(1,649)
Finance income (costs)	<b>(413)</b>	(263)
Net income (loss)	<b>(1,588)</b>	(1,912)

- (a) R\$11,519 is related to a contract with S&L Locadora de Veículos Ltda., and R\$76 with Imobiliária Pau D'Arco Ltda.  
(b) The entirety of this non-current balance refers exclusively to contracts signed with Imobiliária Pau D'Arco Ltda.  
(c) Refers to the second and third issuance of the subsidiary Brisanet Serviços de Telecomunicações S.A. (Note 3).

The nature of transactions with related parties is as follows:

<b>Related party</b>	<b>Nature of transaction</b>
AGILITY Segurança Eletrônica Ltda.	Software rental and licensing
BMW Consortium	Cinturão Digital project
Conecta Sec Consortium	Provision of equipment lease services
Imobiliária Pau D'arco Ltda.	Real property lease agreement
S&L Locadora de Veículos Ltda.	Vehicle lease agreement (IFRS 16)
Nosso Atacarejo Comércio de Gêneros Alimentícios Ltda.	Supply of food, cleaning and consumption products
Nossa Fruta Brasil Indústria de Alimentos Ltda.	Food product supply
Ls Agricultura Ltda.	Earthmoving and asset/equipment leasing services
Agritech Semiárido Agricultura Ltda	Food product supply

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 6. Transactions with related parties (Continued)

<u>Operations with Consortia</u>	<u>% interest</u>
BMW Consortium	50%
Conecta Sec Consortium	34%

Operations with consortia refer to the concession granted by the government of the state of Ceará for the use of the Cinturão Digital do Ceará (CDC) project, in which the Company holds 50% interest in the BWM Consortium. On October 27, 2022, the Conecta Sec Consortium was established referring to the contract for the provision of services to the Education and Culture Office of the city of João Pessoa, in which the Company holds 34% interest.

#### Guarantees in financial contracts of related parties

As of December 31, 2023, the Company and its subsidiaries are guarantors of certain loans and financing held with financial institutions for the benefit of the parties listed below. The guarantee was terminated during the period ended June 30, 2023. The related parties are under common control of the shareholders of the Company and its subsidiaries.

<u>Related party</u>	<u>Nature of transaction</u>
Nossa Fruta Brasil Indústria de Alimentos Ltda.	Guarantees for loans and financing totaling R\$5,217 as of December 31, 2023.

#### Key management personnel compensation – Company and subsidiaries

Compensation of the key management personnel of the Company and its subsidiaries as salary and management fees totaled R\$4,318 in the period ended September 30, 2024 (R\$2,704 at September 30, 2023). As of September 30, 2024, the Company and its subsidiaries do not provide key management personnel with compensation in the following categories: a) long-term benefits; b) termination benefits; c) post-employment benefits; and d) share-based compensation.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 7. Investments (Individual)

#### a) Breakdown

	<u>09/30/2024</u>	<u>12/31/2023</u>
Interests held in subsidiaries		
Brisanet Serviços de Telecomunicações S.A.	<b>1,532,648</b>	1,536,078
	<u>1,532,648</u>	<u>1,536,078</u>
Classified as:		
Investments	<b>1,532,648</b>	1,536,078
	<u>1,532,648</u>	<u>1,536,078</u>

#### b) Changes in investments

	<u>09/30/2024</u>	<u>09/30/2023</u>
Opening balance	1,536,078	1,390,100
Dividends receivable (i)	<b>(15,616)</b>	-
Dividends received (ii)	<b>(44,208)</b>	(17,890)
Effect on subsidiaries	-	1,098
Equity pickup	<b>56,394</b>	103,693
Closing balance	<u>1,532,648</u>	<u>1,477,001</u>

(i) These refer to dividends payable throughout 2024.

(ii) These refer to dividends received from subsidiary Brisanet Serviços de Telecomunicações S.A. in 2024, as follows: R\$842 in January, R\$337 in February, R\$368 in March, R\$464 in April, R\$34,483 in May, R\$600 in June, R\$6,482 in July, R\$439 in August, and R\$193 in September.

#### c) Information on investments in subsidiaries

	<u>09/30/2024</u>	<u>12/31/2023</u>	<u>09/30/2023</u>
Current assets	<b>1,159,248</b>	<b>720,140</b>	<b>716,093</b>
Noncurrent assets	<b>2,887,452</b>	<b>2,467,714</b>	<b>2,403,467</b>
Current liabilities	<b>769,051</b>	<b>336,660</b>	<b>311,042</b>
Noncurrent liabilities	<b>1,745,001</b>	<b>1,315,112</b>	<b>1,332,611</b>
Equity	<b>1,532,648</b>	<b>1,536,082</b>	<b>1,475,907</b>
Revenue	<b>1,041,264</b>	<b>1,224,839</b>	<b>900,944</b>
Cost and expenses	<b>(984,869)</b>	<b>(1,052,346)</b>	<b>(793,951)</b>
Net income	<b>56,395</b>	<b>172,493</b>	<b>106,993</b>

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 8. Property, plant and equipment (Consolidated)

#### a) Breakdown

	Average Annual depreciation rate - %	09/30/2024		12/31/2023	
		Cost	Accumulated depreciation	Net	Net
Land	-	41,024	-	41,024	30,733
Buildings	4%	18,697	(561)	18,136	3,722
Tools	10%	532	(14)	518	-
Fiber-optic cables	5%	435,506	(63,397)	372,109	342,886
Network construction	10%	359,734	(90,695)	269,039	293,751
Machinery and equipment	10%	149,249	(41,053)	108,196	88,543
Furniture and fixtures	10%	9,258	(2,282)	6,977	4,554
Sundry installations	10%	336,276	(97,207)	239,069	238,448
Planes and aircraft	10%	1,798	(470)	1,329	1,449
Leasehold improvements	15%	113,299	(2,383)	110,916	28,483
Computers and peripherals	20%	51,749	(25,093)	26,656	23,672
Vehicles	20%	81,283	(41,966)	39,317	48,569
Software	20%	129,222	(106,227)	22,994	38,098
Electronic equipment	20%	990,724	(420,319)	570,405	382,283
Installations (customer activation)	25%	207,923	(94,334)	113,588	102,335
Advances to suppliers	-	4,816	-	4,816	3,915
Imports in progress	-	78,024	-	78,024	29,751
Construction in progress	-	146,078	-	146,078	169,967
PPE in supplies room	-	264,254	-	264,254	259,313
		<b>3,419,446</b>	<b>(986,001)</b>	<b>2,433,445</b>	<b>2,090,472</b>



## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)

September 30, 2024

(In thousands of reais)

### 8. Property, plant and equipment (Consolidated) (Continued)

#### b) Changes in balances

	12/31/2023	Additions	Write-offs	Transfers	Allowance for losses	Depreciation	09/30/2024
Land	30,733	50	-	10,241	-	-	41,024
Buildings	3,722	-	-	14,636	-	(223)	18,135
Tools	-	532	-	-	-	(14)	518
Fiber-optic cables	342,886	45,423	(2,253)	5,518	(3,981)	(15,483)	372,110
Network construction	293,751	752	(48)	280	-	(25,695)	269,040
Machinery and equipment	88,073	22,079	(1)	7,693	(405)	(9,243)	108,196
Furniture and fixtures	4,554	2,844	-	152	-	(572)	6,978
Sundry installations	238,448	21,546	(1,171)	4,493	-	(24,246)	239,070
Planes and aircraft	1,449	-	-	-	-	(122)	1,327
Leasehold improvements	28,483	64,661	(12)	19,793	-	(2,009)	110,916
Computers and peripherals	23,672	6,970	(1)	1,937	(11)	(5,911)	26,656
Vehicles	48,569	382	(280)	(2)	-	(9,352)	39,317
Software	38,098	-	(858)	(1)	-	(14,245)	22,994
Electronic equipment	382,753	249,663	(2,657)	45,236	(625)	(103,965)	570,405
Installations (customer activation)	102,335	49,355	-	747	-	(38,849)	113,588
Advances to suppliers	3,915	1,480	-	(579)	-	-	4,816
Imports in progress	29,751	59,835	-	(11,562)	-	-	78,024
Construction in progress	169,967	66,195	-	(90,085)	-	-	146,077
PPE in supplies room	259,313	13,438	-	(8,497)	-	-	264,254
	2,090,472	605,205	(7,281)	-	(5,022)	(249,929)	2,433,445

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)

September 30, 2024

(In thousands of reais)

### 8. Property, plant and equipment (Consolidated) (Continued)

#### b) Changes in balances (Continued)

	12/31/2022	Additions	Write-offs	Transfers	Depreciation	09/30/2023
Land	24,054	547	(12)	1,630	-	26,219
Buildings	-	-	-	3,925	(152)	3,773
Fiber-optic cables	272,086	43,400	(4,508)	28,372	(12,919)	326,431
Network construction	309,234	15,430	(45)	(1,194)	(24,610)	298,815
Machinery and equipment	57,325	9,982	(43)	11,135	(5,940)	72,459
Furniture and fixtures	3,811	691	-	362	(414)	4,450
Sundry installations	210,986	16,364	(3,146)	13,821	(20,225)	217,800
Planes and aircraft	1,611	-	-	-	(121)	1,490
Leasehold improvements	687	10,162	-	2,418	(110)	13,157
Computers and peripherals	11,891	6,577	-	6,992	(3,680)	21,780
Vehicles	58,067	2,914	(120)	-	(9,234)	51,627
Software	74,183	-	(11,557)	-	(19,295)	43,331
Electronic equipment	304,202	108,810	(2,472)	13,233	(81,595)	342,178
Installations (customer activation)	75,923	45,316	-	-	(25,616)	95,623
Advances to suppliers	144,200	-	-	(138,791)	-	5,409
Imports in progress	14,180	59	-	(1,578)	-	12,661
Construction in progress	145,799	51,885	-	6,228	-	203,912
PPE in supplies room	247,781	9,348	-	53,447	-	310,576
	<u>1,956,020</u>	<u>321,485</u>	<u>(21,903)</u>	<u>-</u>	<u>(203,911)</u>	<u>2,051,691</u>

## **Brisanet Participações S.A.**

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### **8. Property, plant and equipment (Consolidated) (Continued)**

#### Interest capitalization

In the period ended September 30, 2024, the Company and its subsidiaries capitalized interest on loans and financing with an average capitalization rate of 0.88% (1.12% at September 30, 2023), amounting to R\$11,291 (R\$19,179 at September 30, 2023).

#### Capitalization of depreciation

In the period ended September 30, 2024, the Company and its subsidiaries capitalized depreciation on PPE used in installations, infrastructure and network expansions, in the amount of R\$11,112 (R\$13,221 at September 30, 2023).

#### Guarantees

At September 30, 2024, the Company recorded PPE items given in guarantee amounting to R\$47,037 (R\$83,218 at September 30, 2023).

#### Software

Software relating specifically to operation of the Company's and its subsidiaries' modems, which meets the PPE classification criteria, in accordance with NBC TG 04 (R4).

#### Impairment

The Company and its subsidiaries periodically analyze whether there are indications that certain assets could be recorded in accounting for amounts that exceed the recoverable amount. After internal analysis, management concluded that there were no indications of impairment on PPE and intangible assets of the Company and its subsidiaries as at September 30, 2024 and December 31, 2023.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)

September 30, 2024

(In thousands of reais)

### 9. Intangible assets (Consolidated)

#### Changes in balances

	Average annual amortization rate	12/31/2023	Additions	Write-offs	Transfers	09/30/2024
	- %					
Cost						
Radiofrequency license - GHZ	20%	1,336	-	-	-	1,336
Software and system licenses	20%	33,692	7,545	-	2,869	44,106
ADM projects	20%	33,206	-	-	13,066	46,272
Customer portfolio and relationship with franchisee	7%	44,563	-	(1,760)	-	42,803
Radiofrequency license – 4G	7%	2,804	-	-	-	2,804
Radiofrequency license – 5G	5%	168,431	-	-	-	168,431
Software development and API	5%	21,243	-	-	5,948	27,191
Intangible assets under development	-	6,163	33,239	-	(20,044)	19,358
Trademarks and patents	-	3	-	-	-	3
5G mobile networks use license	-	80	4,151	-	-	4,231
Software in progress	-	1,941	-	-	(1,839)	102
Total cost		313,462	44,935	(1,760)	-	356,637
Accumulated amortization						
Radiofrequency license - GHZ	20%	(1,077)	(201)	-	-	(1,278)
Software and system licenses	20%	(9,491)	(4,271)	-	-	(13,762)
ADM projects	20%	(3,363)	(5,287)	-	-	(8,650)
Customer portfolio and relationship with franchisee	7%	(5,414)	(2,014)	218	-	(7,210)
Radiofrequency license – 4G	7%	(587)	(169)	-	-	(756)
Radiofrequency license – 5G	5%	(16,843)	(6,316)	-	-	(23,159)
Software development and API	5%	(2,958)	(3,188)	-	-	(6,146)
Total accumulated amortization		(39,733)	(21,446)	218	-	(60,961)
Intangible assets, net		273,729	23,489	(1,542)	-	295,676

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 9. Intangible assets (Consolidated) - Continued

#### Changes in balances (Continued)

	Average annual amortization rate - %	12/31/2022	Additions	Write-offs	Transfers	09/30/2023
<b>Cost</b>						
Radiofrequency license - GHZ	20%	1,336	-	-	-	1,336
Software and system licenses	20%	17,824	15,479	-	-	33,303
ADM projects	20%	3,247	18,085	-	-	21,332
Customer portfolio and relationship with franchisee	7%	47,008	199	(2,644)	-	44,563
Radiofrequency license – 4G	7%	2,804	-	-	-	2,804
Radiofrequency license – 5G	5%	168,431	-	-	-	168,431
Software development and API	5%	8,221	-	-	8,977	17,198
Intangible assets under development	-	1,334	8,857	-	(8,977)	1,214
Trademarks and patents	-	3	-	-	-	3
<b>Total cost</b>		<b>250,208</b>	<b>42,620</b>	<b>(2,644)</b>	<b>-</b>	<b>290,184</b>
<b>Accumulated amortization</b>						
Radiofrequency license - GHZ	20%	(810)	(200)	-	-	(1,010)
Software and system licenses	20%	(4,970)	(3,099)	-	-	(8,069)
ADM projects	20%	(1,167)	(1,105)	-	-	(2,272)
Customer portfolio and relationship with franchisee	7%	(2,795)	(2,126)	200	-	(4,721)
Radiofrequency license – 4G	7%	(361)	(170)	-	-	(531)
Radiofrequency license – 5G	5%	(8,423)	(6,315)	-	-	(14,738)
Software development and API	5%	(549)	(1,550)	-	-	(2,099)
<b>Total accumulated amortization</b>		<b>(19,075)</b>	<b>(14,565)</b>	<b>200</b>	<b>-</b>	<b>(33,440)</b>
<b>Intangible assets, net</b>		<b>231,133</b>	<b>28,055</b>	<b>(2,444)</b>	<b>-</b>	<b>256,744</b>

### 10. Trade accounts payable

At September 30, 2024 and December 31, 2023, breakdown of trade accounts payable is as follows:

	Individual		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Domestic trade accounts payable	2	150	106,872	66,285
Foreign trade accounts payable	-	-	97,329	33,799
	<b>2</b>	<b>150</b>	<b>204,201</b>	<b>100,084</b>

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)

September 30, 2024

(In thousands of reais)

### 11. Loans and financing (Consolidated)

Type	Weighted average rates	09/30/2024	12/31/2023
Working capital	0.65% p.m.	14,750	11,425
Working capital	0.21% p.m. + CDI	52,460	85,395
Working capital	0.47% p.m. + TLP	-	316
Working capital (Loan 4131)	0.19% p.m. + CDI	12,718	27,322
PPE financing (CDC)	1.14% p.m.	5,559	9,155
PPE financing (FINEM)	0.51% p.m. + TLP	11,748	17,024
Financing - TR	0.29% p.m. + TR	240,119	153,367
		<b>337,354</b>	<b>304,004</b>
Current		84,870	95,605
Noncurrent		252,484	208,399

Guarantees for loans and financing include shareholder sureties, disposal of assets, financial investments and credit rights on accounts receivable, as described in the table below:

	09/30/2024	12/31/2023
Surities and disposals	275,973	149,704
Assets and credit rights given in guarantee	65,765	73,295
	<b>341,738</b>	<b>222,999</b>

Changes in loans and financing are as follows:

	09/30/2024	09/30/2023
Opening balance	304,004	359,788
Fundraising	99,155	82,958
Interest allocated	15,983	24,856
Monetary variation and exchange differences	1,969	689
Repayment of principal	(68,114)	(121,896)
Interest paid	(15,643)	(25,202)
Closing balance	<b>337,354</b>	<b>321,193</b>

Noncurrent portions mature as follows:

	09/30/2024	12/31/2023
2025	12,978	64,850
2026	23,154	17,740
2027	23,563	14,738
From 2028 onwards	192,789	111,071
	<b>252,484</b>	<b>208,399</b>

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 11. Loans and financing (Consolidated) - Continued

#### Covenants

Loan and financing agreements establish restrictive obligations (covenants) related to: maintaining annual financial ratios (financial covenants), default with creditors, in-court or out-of-court measures that compromise payment capacity, insolvency and commitment of guarantees offered, as well as certain restrictions related to the disposal of assets, disposal of corporate control and corporate reorganization. These covenants also include clauses related to the default of obligations, in-court reorganization and bankruptcy, death, insolvency, incapacitation, changes in the corporate purpose or significant portion of assets, and final and unappealable decisions on issues such as racial and gender discrimination, child labor, slave labor, harassment, or environmental crimes.

Below are the financial covenants present in the Company's loan and financing agreements and the indexes effectively calculated in the years.

<i>Financial Covenant</i>	<i>Calculation period</i>	<b>09/30/2024</b>	<b>12/31/2023</b>
Net debt/EBITDA: equal to or less than 3.0	Annual	1.74	1.29
Net debt/EBITDA: less than 3.5	Annual	1.74	1.29
EBITDA/Debt Services: 1.0 or greater	Annual	2.15	1.48

The Company and its subsidiaries analyzed the restrictive clauses for the period ended September 30, 2024 and the year ended December 31, 2023, and concluded that all requirements are legally met.

### 12. Debentures

#### a) Breakdown

	<b>Charges (p.a.)</b>	<b>Individual</b>	
		<b>09/30/2024</b>	<b>12/31/2023</b>
First issue - Brisanet Participações	2.00% p.a. + CDI	<b>303,574</b>	314,225
Second issue - Brisanet Participações	1.60% p.a. + CDI	<b>615,264</b>	-
(-) Issue costs to be allocated		<b>(8,541)</b>	(1,761)
(-) Negative goodwill		<b>(536)</b>	(674)
		<b>909,761</b>	311,790
Current		<b>116,950</b>	13,616
Noncurrent		<b>792,811</b>	298,174

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)

September 30, 2024

(In thousands of reais)

### 12. Debentures (Continued)

	Charges (p.a.)	Consolidated	
		09/30/2024	12/31/2023
Nonconvertible debentures			
First issue - Brisanet Serviços	5.77% p.a. + IPCA	<b>615,806</b>	603,637
First issue - Brisanet Participações	2.00% p.a. + CDI	<b>303,574</b>	314,225
		<b>615,264</b>	-
Second issue - Brisanet Participações	1.6% p.a. + CDI	<b>(25,200)</b>	(21,919)
(-) Issue costs to be allocated		<b>(536)</b>	(674)
(-) Negative goodwill			
		<b>1,508,908</b>	895,269
Current		<b>289,209</b>	19,194
Noncurrent		<b>1,219,699</b>	876,075

#### b) Changes

	Individual		Consolidated	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Opening balance	<b>311,790</b>	311,862	895,269	863,851
Funds raised	<b>600,000</b>	-	600,000	-
Funding costs	<b>(7,342)</b>	-	(7,342)	-
Monetary restatement	<b>36,844</b>	29,345	57,108	50,941
Interest allocated	<b>6,879</b>	4,754	33,254	29,798
Amortization of interest	<b>(39,110)</b>	(44,968)	(73,579)	(77,996)
Amortization of funding costs	<b>562</b>	360	4,060	3,858
Amortization of negative goodwill	<b>138</b>	138	138	138
Closing balance	<b>909,761</b>	301,491	1,508,908	870,590

Noncurrent portions mature as follows:

	Individual		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
2025	-	100,000	-	269,764
2026	<b>100,000</b>	100,000	<b>275,553</b>	269,764
2027	<b>100,000</b>	100,000	<b>275,553</b>	269,764
From 2028 onwards	<b>600,000</b>	-	<b>687,777</b>	84,492
	<b>800,000</b>	300,000	<b>1,238,883</b>	893,784
(-) Issue costs to be allocated	<b>(6,837)</b>	(1,321)	<b>(18,832)</b>	(17,203)
(-) Negative goodwill	<b>(352)</b>	(505)	<b>(352)</b>	(506)
	<b>792,811</b>	298,174	<b>1,219,699</b>	876,075



## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 12. Debentures (Continued)

#### c) Issue of debentures

Significant information regarding the issue of debentures by the Company and its subsidiaries is as follows:

Issuer	Ticker	Type	Units issued	Issue date	Final maturity	Average charges	Funds raised
Brisanet Serviços	BRST11	1 <sup>st</sup> issue – 1 <sup>st</sup> series	500,000	03/15/2021	03/15/2028	5.77% p.a. + IPCA	<b>R\$500,000</b>
Brisanet Participações	BRIT11	1 <sup>st</sup> issue – 1 <sup>st</sup> series	300,000	08/25/2022	05/25/2027	2.00% p.m. + CDI	<b>R\$300,000</b>
Brisanet Participações	BRIT12	2 <sup>nd</sup> issue – 1 <sup>st</sup> series	600,000	07/10/2024 2	07/10/2023	1.60% p.m. + CDI	<b>R\$600,000</b>

#### d) Guarantees

First-series debentures issued by subsidiary Brisanet Serviços de Telecomunicações S.A. are consistently guaranteed by surety from shareholders and companies that are part of the economic group and the flow of credit rights from accounts receivable, in the minimum amount of R\$40,000 or 40% of the amount raised.

The first-series debentures issued by the Company are unsecured, without additional guarantees.

The second-series debentures issued by the Company have a surety guarantee from Brisanet Serviços de Telecomunicações.

#### e) Covenants

The debentures have covenants substantially related to early maturity, including compliance with “financial ratios” (financial covenants), default with creditors, bankruptcy, transformation of the corporation type or any corporate reorganization involving the issuer, early maturity of any financial debt and/or obligations where the amount is greater than 3% of the Company’s equity, in-court or out-of-court measures that compromise payment capacity, constitution of mortgage, pledge, chattel mortgage, assignment in trust, usufruct, trust, promise of sale, purchase option (except option to purchase shares issued by the issuer within the scope of incentive plans established in favor of managing officers and employees).

Below are the financial covenants included in the Company’s debenture agreements and the actual ratios determined during the years.

Financial covenant	Calculation period	09/30/2024	12/31/2023
Net debt-to-EBITDA ratio: less than 3.5	Annual	1.74	1.29

At September 30, 2024, the Company and its subsidiaries concluded that all requirements had been legally met.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 13. Right-of-use assets and lease liabilities (Consolidated)

#### Contracts per period and discount rate

Changes in lease liabilities are as follows:

	<u>09/30/2024</u>	<u>12/31/2023</u>	<u>09/30/2023</u>
Opening balance	46,543	38,870	38,870
Interest allocated	8,763	5,703	4,435
Additions due to new contracts	93,281	54,900	40,076
Consideration paid	(41,503)	(49,327)	(36,651)
Interest paid	(4,101)	(3,603)	(3,589)
Closing balance	<u>102,983</u>	<u>46,543</u>	<u>43,141</u>
Current	43,301	14,611	19,489
Noncurrent	59,682	31,932	23,652

The Company's agreements have a payment term from 2 to 10 years with an average discount rate of 7.18%.

Contract maturity and undiscounted installments, reconciled to the balances at September 30, 2024 and December 31, 2023 are as follows:

	<u>09/30/2024</u>	<u>12/31/2023</u>
Installment maturity		
2024	22,226	15,643
2025	27,176	11,789
From 2026 onwards	60,397	24,268
Undiscounted amounts	<u>109,799</u>	<u>51,700</u>
Embedded interest	(6,816)	(5,157)
Lease liabilities balance	<u>102,983</u>	<u>46,543</u>

Changes in right-of-use assets are as follows:

	<u>09/30/2024</u>	<u>31/12/2023</u>	<u>09/30/2023</u>
Opening balance	43,839	36,493	36,493
Additions due to new contracts	93,281	54,900	40,076
Amortization expenses	(38,593)	(47,554)	(35,626)
Closing balance	<u>98,527</u>	<u>43,839</u>	<u>40,943</u>

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 13. Right-of-use assets and lease liabilities (Consolidated) - Continued

#### Contracts per period and discount rate (Continued)

Potential PIS/COFINS recoverable embedded in lease/rental consideration amounts, based on payment periods, is as follows: Undiscounted balances and balances discounted to present value:

<b>Cash flows</b>	<b>Nominal amount</b>	<b>Amount adjusted to present value</b>
Lease consideration	<b>109,799</b>	<b>102,983</b>
Potential PIS/COFINS (9.25%)	<b>(10,156)</b>	<b>(9,526)</b>

#### Additional information required by CVM/SNC/SEP Memorandum Circular No. 02/2019

In compliance with NBC TG 06 (R3), in measuring and remeasuring their lease liabilities and right-of-use assets, Company subsidiaries used the cash flow method without considering future inflation projected in the flows to be discounted, as barred by NBC TG 06 (R3). This barring may cause material misstatements in the information provided, given the current reality of long-term interest rates in the Brazilian economic scenario.

As such, for the purposes of safeguarding information reliability, complying with the guidance provided by CVM by means of CVM/SNC/SEP Memorandum Circular No. 02/2019, and preserving Brazilian market investors, the comparative balances of lease liabilities and right-of-use assets, finance costs and depreciation expenses at September 30, 2024 and December 31, 2023 are presented below:

	<b>09/30/2024</b>	<b>12/31/2023</b>
Right-of-use assets, net		
NBC TG 06 (R3) / IFRS 16	<b>98,527</b>	43,839
Amounts including future inflation Variation	<b>4,158</b>	2,025
	<b>102,685</b>	45,864
Lease liabilities		
NBC TG 06 (R3) / IFRS 16	<b>102,983</b>	46,543
Amounts including future inflation Variation	<b>4,346</b>	2,150
	<b>107,329</b>	48,693
Finance costs		
NBC TG 06 (R3) / IFRS 16	<b>(8,762)</b>	(5,703)
Amounts including future inflation Variation	<b>(370)</b>	(263)
	<b>(9,132)</b>	(5,966)
Depreciation expenses		
NBC TG 06 (R3) / IFRS 16	<b>(38,593)</b>	(47,554)
Amounts including future inflation Variation	<b>(1,629)</b>	(2,197)
	<b>(40,222)</b>	(49,751)

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 14. Labor and social obligations

	Individual		Consolidated	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Salaries and wages	-	-	17,846	15,339
Social charges on salaries and wages	38	19	11,114	9,343
Accrued vacation pay and 13 <sup>th</sup> monthly salary	-	-	39,378	21,134
Social charges on accrued vacation pay and 13 <sup>th</sup> monthly salary	-	-	15,021	7,442
Provision for Profit Sharing	-	-	6,086	3,628
Other	-	-	1,429	2,391
	<b>38</b>	<b>19</b>	<b>90,874</b>	<b>59,277</b>

### 15. Provision for contingencies (Consolidated)

Changes in provision for contingencies are as follows:

	Labor	Tax	Civil	Total
Balance at December 31, 2022	1,410	422	51	1,883
Set-up	16,541	666	1,714	18,921
Reversal	(7,226)	(571)	(884)	(8,681)
Write-off	(1,218)	-	-	(1,218)
Balance at September 30, 2023	9,507	517	881	10,905
Balance at December 31, 2023	10,226	383	934	11,543
Set-up	8,771	83	642	9,496
Reversal	(6,716)	(142)	(355)	(7,213)
Write-off	(598)	-	-	(598)
Balance at September 30, 2024	<b>11,683</b>	<b>324</b>	<b>1,221</b>	<b>13,228</b>

The balance of tax, civil and labor lawsuits for which they were considered as possible losses is in the amount of R\$207,853 (R\$56,029 on December 31, 2023).

The estimate of possible losses refers in short to judicial and administrative tax proceedings, among which, R\$ 171,350 are related to lawsuits that address the issue of the inclusion of Value Added Services in the ICMS calculation basis on the Multimedia Communication Service.

The Company maintains amounts in judicial deposits in the amount of R\$ 7,485 (R\$ 7,623 on December 31, 2023).

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 16. Other accounts payable (Consolidated)

	<b>Consolidated</b>	
	<b>09/30/2024</b>	<b>12/31/2023</b>
Authorization for use of radiofrequency (5G)	<b>188,814</b>	177,676
Radiofrequency license - LTE (4G)	<b>2,156</b>	2,074
(-) Amount adjusted to present value	<b>(221)</b>	(213)
Other obligations payable	<b>9,866</b>	3,352
	<b>200,615</b>	182,889
Current	<b>19,218</b>	12,049
Noncurrent	<b>181,397</b>	170,840

### 17. Government grants (Consolidated)

Subsidiary Brisanet Serviços has the following tax benefits:

<b>Government grant</b>	<b>Benefit granted</b>	<b>Note</b>	<b>Amount recorded in P&amp;L for the period</b>	
			<b>09/30/2024</b>	<b>09/30/2023</b>
Federal - Superintendency for the Development of the Northeast (SUDENE) Effective term from 10/2019 to 12/2027.	Reduction by 75% in non-refundable income tax and surtax.	Note 22	<b>1,512</b>	6,641
Federal - Worker's Meal Program (PAT) Indefinite effective term.	Direct deduction on Income Tax, limited to 4% of the tax due (without surtax) in each calculation base period. The calculated amount must be the lower of 15% of the sum of the expenses to carry out PAT and 15% of R\$1.99 (in reais) multiplied by the number of meals provided in the period.	Note 22	<b>142</b>	514
Federal – Reinvestment - Banco do Nordeste Effective term from 01/2022 to 12/2024.	Reinvest in its own projects to modernize and supplement equipment, 30% of Income Tax due.	Note 22	<b>96</b>	321
Federal – Rouanet Law Indefinite effective term.	Deduction of amounts intended for cultural incentive projects through donation or limited sponsorship up to 4% of the tax due.	Note 22	<b>100</b>	130
State – ICMS All units, from 07/27/2015 to undetermined	Reduction of the ICMS calculation basis on the provision of pay-TV services, resulting in a percentage tax burden of 10% in CE and 15% in other states	Note 19	<b>48</b>	-

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 17. Government grants (Consolidated) (Continued)

Government grant	Benefit granted	Note	Amount recorded in P&L for the period	
			09/30/2024	09/30/2023
State - ICMS PB from 06/01/2020 to 06/01/2030	Reduction by 75% of the ICMS amounts on intrastate revenues.	Note 19	61,586	51,046
CE from 10/01/2029 to indefinite (annual renewal)	Permanent exclusion of ICMS tax benefits.	Note 22	-	17,357
PE from 04/01/2022 to indefinite (semiannual renewal)				
AL from 06/10/2024 to 12/31/2032				
	Temporary exclusion of ICMS tax benefits.	Note 22	20,939	-
State - ICMS SE from 03/07/2024 to 04/30/2026 (renewable)	Matching credit of 1% of the ICMS debts related to the provision of telecommunication services, replacing the reversals of debts from the same services.	Note 19	392	-
RN from 04/12/2024 to 06/30/2026 (renewable)				
PB from 05/01/2024 to 04/30/2026 (renewable)				
CE from 08/01/2024 to 07/31/2025 (renewable)				
PI from 09/01/2024 to 04/31/2026 (renewable)				

### 18. Equity (Individual)

#### a) Capital

At September 30, 2024 and December 31, 2023, subscribed and paid-in capital amounts to R\$1,321,859, represented by 449,094,916 common shares.

	Capital breakdown
Number of shares	449,094,916
Number of treasury shares	3,350,000
Capital	1,321,859
Share issue costs	(40,253)
Treasury shares	(9,758)
<b>Total</b>	<b>1,271,848</b>

At September 30, 2024 and December 31, 2023, capital authorized for increase by the Board of Directors, regardless of statutory amendment, is of up to 900,000,000 additional common shares.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 18. Equity (Individual) (Continued)

#### b) Income reserves

*Legal reserve:* recorded based on 5% of net income for the year, capped at 20% of capital, pursuant to Brazilian Corporation Law in force.

*Retained profits:* Company management submits for approval at the Annual General Meeting (AGM) the allocation of the remaining portion of net income for the year to the capital budget for expansion of the Company's business.

#### c) Profit distribution

Accumulated losses, if any, and the provision for income and social contribution taxes, will be deducted from profit or loss for the year, before any profit is distributed. Loss for the year will be mandatorily absorbed by retained earnings, and by the income and legal reserves. After recognition of the legal reserve, a minimum of 25% (twenty-five percent) will be allocated to payment of mandatory minimum dividends due to shareholders.

Changes in dividends payable are as follows:

	<u>09/30/2024</u>	<u>09/30/2023</u>
Opening balance	38,867	14,418
Dividends paid out	<u>(38,867)</u>	<u>(14,418)</u>
Closing balance	-	-

### 19. Net operating revenue (Consolidated)

	<u>Consolidated</u>			
	<u>07/01/2024 to 09/30/2024</u>	<u>07/01/2023 to 09/30/2023</u>	<u>01/01/2024 to 09/30/2024</u>	<u>01/01/2023 to 09/30/2023</u>
Gross sales revenue				
Services provided	404,105	352,008	1,164,094	1,015,814
Goods resold	95	1,051	402	1,913
	<u>404,200</u>	<u>353,059</u>	<u>1,164,496</u>	<u>1,017,727</u>
Deductions from gross revenue				
(-) Taxes on revenue	(62,552)	(60,407)	(180,964)	(165,974)
Tax benefits (Note 16)	23,038	17,860	62,026	51,046
	<u>(39,514)</u>	<u>(42,547)</u>	<u>(118,938)</u>	<u>(114,928)</u>
Net operating revenue	<u>364,686</u>	<u>310,512</u>	<u>1,045,558</u>	<u>902,799</u>

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)

September 30, 2024

(In thousands of reais)

### 20. Operating costs and expenses by nature and function

	Individual					
	07/01/2024 to 09/30/2024			07/01/2023 to 09/30/2023		
	Administrative expenses	Other operating expenses, net	Total	Administrative expenses	Other operating expenses, net	Total
	(525)	-	(525)	(481)	(533)	(1,014)
By nature:						
Third-party services	(466)	-	(466)	(427)	-	(427)
Taxes, charges and contributions	-	-	-	-	(533)	(533)
Other	(59)	-	(59)	(54)	-	(54)

	Individual					
	01/01/2024 to 09/30/2024			01/01/2023 to 09/30/2023		
	Administrative expenses	Other operating expenses, net	Total	Administrative expenses	Other operating expenses, net	Total
	(1,580)	-	(1,580)	(1,591)	(1,575)	(3,166)
By nature:						
Third-party services	(1,392)	-	(1,392)	(1,188)	-	(1,188)
Taxes, charges and contributions	-	-	-	-	(1,575)	(1,575)
Other	(188)	-	(188)	(403)	-	(403)



## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)

September 30, 2024

(In thousands of reais)

### 20. Operating costs and expenses by nature and function (Continued)

	Consolidated					Consolidated				
	07/01/2024 to 09/30/2024					07/01/2023 to 09/30/2023				
	Cost of services	Administrative expenses	Selling expenses	Other operating expenses, net	Total	Cost of services	Administrative expenses	Selling expenses	Other operating expenses, net	Total
	(213,082)	(49,552)	(57,598)	(396)	(320,628)	(167,058)	(28,437)	(46,516)	(15,473)	(257,484)
By nature:										
Interconnection and means of connection	(13,977)	-	-	-	(13,977)	(9,165)	-	-	-	(9,165)
Direct connectivity costs (Link)	(6,335)	-	-	-	(6,335)	(5,039)	-	-	-	(5,039)
Indirect costs of right of way (utility poles)	(20,057)	-	-	-	(20,057)	(19,689)	-	-	-	(19,689)
Salaries and wages	(34,354)	(21,766)	(21,665)	-	(77,785)	(30,450)	(13,905)	(15,288)	-	(59,643)
Third-party services	(7,330)	(5,100)	(482)	-	(12,912)	(3,331)	(2,455)	(2,211)	-	(7,997)
Advertising and publicity	-	-	(9,960)	-	(9,960)	-	-	(7,465)	-	(7,465)
Depreciation and amortization	(99,313)	(5,421)	(661)	-	(105,395)	(79,464)	(3,143)	(579)	-	(83,186)
Taxes, charges and contributions	-	-	-	(2,103)	(2,103)	-	-	-	(4,280)	(4,280)
Electric power and water	(5,140)	(789)	(8)	-	(5,937)	(2,972)	(597)	(4)	-	(3,573)
Materials and maintenance	(5,777)	(4,026)	(292)	-	(10,095)	(5,459)	(615)	(217)	-	(6,291)
Other personnel expenditures	(8,497)	(2,931)	(2,448)	-	(13,876)	(4,962)	(2,281)	(2,381)	-	(9,624)
Allowance for expected credit losses	-	-	(18,534)	-	(18,534)	-	-	(17,650)	-	(17,650)
Provision for contingencies	-	-	-	(78)	(78)	-	-	-	(3,069)	(3,069)
System maintenance services	(7,627)	(3,334)	(1,027)	-	(11,988)	(2,661)	(2,605)	(417)	-	(5,683)
Other	(4,675)	(6,185)	(2,521)	1,785	(11,596)	(3,866)	(2,836)	(304)	(8,124)	(15,130)

	Consolidated					Consolidated				
	01/01/2024 to 09/30/2024					01/01/2023 to 09/30/2023				
	Cost of services	Administrative expenses	Selling expenses	Other operating income (expenses), net	Total	Cost of services	Administrative expenses	Selling expenses	Other operating income (expenses), net	Total
	(610,954)	(141,164)	(166,356)	10,361	(908,113)	(479,022)	(84,846)	(125,246)	(30,584)	(719,698)
By nature:										
Interconnection and means of connection	(40,138)	-	-	-	(40,138)	(26,482)	-	-	-	(26,482)
Direct connectivity costs (Link)	(17,621)	-	-	-	(17,621)	(14,732)	-	-	-	(14,732)
Indirect costs of right of way (utility poles)	(60,668)	-	-	-	(60,668)	(59,744)	-	-	-	(59,744)
Salaries and wages	(108,182)	(64,418)	(59,936)	-	(232,536)	(88,390)	(40,769)	(40,819)	-	(169,978)
Third-party services	(18,831)	(15,458)	(3,460)	-	(37,749)	(8,781)	(8,600)	(6,656)	-	(24,037)
Advertising and publicity	-	-	(26,737)	-	(26,737)	-	-	(21,119)	-	(21,119)
Depreciation and amortization	(281,659)	(15,200)	(1,997)	-	(298,856)	(229,800)	(9,383)	(1,697)	-	(240,880)
Taxes, charges and contributions	-	-	-	(5,991)	(5,991)	-	-	-	(11,949)	(11,949)
Electric power and water	(13,679)	(2,406)	(25)	-	(16,110)	(8,240)	(1,699)	(12)	-	(9,951)
Materials and maintenance	(16,970)	(8,744)	(784)	-	(26,498)	(12,873)	(1,644)	(524)	-	(15,041)
Other personnel expenditures	(22,097)	(8,907)	(8,841)	-	(39,845)	(13,398)	(5,837)	(5,971)	-	(25,206)
Allowance for expected credit losses	-	-	(55,264)	-	(55,264)	-	-	(46,601)	-	(46,601)
Provision for contingencies	-	-	-	(2,283)	(2,283)	-	-	-	(10,240)	(10,240)
System maintenance services	(17,627)	(9,181)	(3,445)	-	(30,253)	(6,732)	(7,431)	(982)	-	(15,145)
Other	(13,482)	(16,850)	(5,867)	18,635	(17,564)	(9,850)	(9,483)	(865)	(8,395)	(28,593)

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)

September 30, 2024

(In thousands of reais)

### 21. Finance income (costs)

	Individual			
	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023
Finance costs				
Interest on loans and financing, debentures and promissory notes	(26,451)	(11,651)	(46,443)	(34,598)
Late-payment interest and fines	-	-	-	(57)
Exchange losses	(2)	-	(4)	-
Bank charges	(1)	(2)	(1)	(7)
	<b>(26,454)</b>	<b>(11,653)</b>	<b>(46,448)</b>	<b>(34,662)</b>
Finance income				
Financial investment yield	24,620	11,495	43,418	33,882
Interest income received	32	-	32	-
Exchange gains	2	-	2	-
	<b>24,654</b>	<b>11,495</b>	<b>43,452</b>	<b>33,882</b>
Finance income (costs)	<b>(1,800)</b>	<b>(158)</b>	<b>(2,996)</b>	<b>(780)</b>
	Consolidated			
	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023
Finance costs				
Interest on loans and financing, debentures and promissory notes	(48,308)	(32,308)	(117,215)	(108,156)
Late-payment interest and fines	(116)	(52)	(638)	(438)
Exchange losses	(2,185)	(2,780)	(11,680)	(8,917)
Bank charges	(1,773)	(1,426)	(4,873)	(4,103)
Interest on leases	(4,578)	(1,553)	(8,176)	(4,399)
Taxes on financial transactions	(65)	(80)	(269)	(248)
Collection fees	(455)	(444)	(1,341)	(1,299)
Interest on installment payments	(465)	(530)	(1,332)	(702)
Derivative transactions – swap	(1,867)	(3,227)	(10,808)	(13,009)
Other	(182)	(22)	(1,089)	(288)
	<b>(59,994)</b>	<b>(42,422)</b>	<b>(157,421)</b>	<b>(141,559)</b>
Finance income				
Interest income received	4,523	3,607	15,971	11,219
Financial investment yield	23,022	17,314	46,763	49,913
Exchange gains	3,887	721	4,085	8,671
Derivative transactions – swap	1,447	5,168	12,568	9,554
Other finance income	2,226	149	6,128	449
	<b>35,105</b>	<b>26,959</b>	<b>85,515</b>	<b>79,806</b>
Finance income (costs)	<b>(24,889)</b>	<b>(15,463)</b>	<b>(71,906)</b>	<b>(61,753)</b>

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 22. Income and social contribution taxes

At September 30, 2024 and September 30, 2023, income and social contribution taxes were calculated based on taxable profit computed as per accounting records ("*lucro real*") at the rate of 15% for income tax, and surtax of 10% for profits exceeding R\$180 in the 9-month period, and at 9% for social contribution tax.

Current income and social contribution tax expense is as follows:

	Individual			
	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023
Taxable profit computed as per accounting records (" <i>lucro real</i> ):				
Current income and social contribution taxes	-	-	-	-
Deferred income and social contribution taxes	<b>802</b>	399	<b>1,567</b>	1,342
Total income and social contribution tax expenses	<b>802</b>	399	<b>1,567</b>	1,342

	Consolidated			
	07/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2024 to 09/30/2024	01/01/2023 to 09/30/2023
Taxable profit computed as per accounting records (" <i>lucro real</i> ):				
Current income and social contribution taxes	<b>(1,798)</b>	(6,562)	<b>(8,018)</b>	(21,974)
Deferred income and social contribution taxes	<b>(1,977)</b>	(1,841)	<b>(6,036)</b>	(6,146)
Tax benefit – income tax reduction (Note 17)	<b>383</b>	2,300	<b>1,512</b>	6,641
Tax incentive – PAT (Note 17)	<b>32</b>	246	<b>142</b>	514
Tax incentive – Reinvestment and Rouanet Law (Note 17)	<b>123</b>	23	<b>196</b>	451
Total income and social contribution tax expenses	<b>(3,237)</b>	(5,834)	<b>(12,204)</b>	(20,514)

Breakdown of deferred income and social contributions taxes is as follows:

	09/30/2024	12/31/2023
<b>Assets</b>		
Income and social contribution tax losses	<b>2,013</b>	456
Temporary differences on allowance for expected credit losses	<b>4,574</b>	2,978
Temporary differences on provision for contingencies	<b>2,017</b>	1,760
Temporary differences on provision for PPE due to malfunction	<b>766</b>	-
Temporary differences on derivative transactions	-	562
Temporary differences on leases	<b>42</b>	96
Temporary differences on the provision for profit sharing	<b>692</b>	117
Temporary differences on installation and activation of customers	<b>4,041</b>	2,400
	<b>14,145</b>	8,369
<b>Liabilities</b>		
Temporary differences on derivative transactions	<b>(202)</b>	-
Temporary differences on expenses with commissions	<b>(1,094)</b>	-
Temporary differences on grants	<b>(9,392)</b>	-
Temporary differences on leases	<b>(1,125)</b>	-
	<b>(11,813)</b>	-
Deferred income and social contribution taxes, net	<b>2,333</b>	8,369

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 22. Income and social contribution taxes (Continued)

Reconciliation of income and social contribution tax expenses is as follows:

	<b>Individual</b>			
	<b>07/01/2024 to 09/30/2024</b>	<b>07/01/2023 to 09/30/2023</b>	<b>01/01/2024 to 09/30/2024</b>	<b>01/01/2023 to 09/30/2023</b>
Income before income and social contribution taxes	15,115	31,405	51,818	99,747
Combined statutory rate - 34%	34%	34%	34%	34%
Income and social contribution taxes at statutory rates	<b>(5,139)</b>	<b>(10,677)</b>	<b>(17,618)</b>	<b>(33,913)</b>
Permanent differences	-	-	-	-
Equity pickup	5,930	11,076	19,174	35,255
Other additions (exclusions), net	11	-	11	-
	<b>802</b>	<b>399</b>	<b>1,567</b>	<b>1,342</b>
Current income and social contribution tax expenses	-	-	-	-
Deferred income and social contribution tax expenses	<b>802</b>	<b>399</b>	<b>1,567</b>	<b>1,342</b>
	<b>802</b>	<b>399</b>	<b>1,567</b>	<b>1,342</b>
Effective rate (%)	5%	-4%	3%	-4%
	<b>Consolidated</b>			
	<b>07/01/2024 to 09/30/2024</b>	<b>07/01/2023 to 09/30/2023</b>	<b>01/01/2024 to 09/30/2024</b>	<b>01/01/2023 to 09/30/2023</b>
Income before income and social contribution taxes	19,169	37,565	65,539	121,348
Combined statutory rate - 34%	34%	34%	34%	34%
Income and social contribution taxes at statutory rates	<b>(6,517)</b>	<b>(12,772)</b>	<b>(22,283)</b>	<b>(41,258)</b>
Permanent differences				
Tax benefit – income tax reduction (Note 17)	383	2,300	1,512	6,641
Tax incentive – PAT (Note 17)	32	246	142	514
Tax incentive – Reinvestment and Rouanet Law (Note 17)	123	23	196	451
Tax incentive – ICMS reduction (Note 17)	-	11,614	-	17,357
Deferred tax rate difference (a)	3,260	(1,455)	8,275	(2,315)
Other additions (exclusions), net	<b>(518)</b>	<b>(5,790)</b>	<b>(46)</b>	<b>(1,904)</b>
	<b>(3,237)</b>	<b>(5,834)</b>	<b>(12,204)</b>	<b>(20,514)</b>
Current income and social contribution tax expenses	<b>(1,261)</b>	<b>(3,993)</b>	<b>(6,168)</b>	<b>(14,368)</b>
Deferred income and social contribution tax expenses	<b>(1,976)</b>	<b>(1,841)</b>	<b>(6,036)</b>	<b>(6,146)</b>
	<b>(3,237)</b>	<b>(5,834)</b>	<b>(12,204)</b>	<b>(20,514)</b>
Effective rate (%)	17%	16%	19%	17%

(a) This refers to the effect of the rate difference generated in the recognition of deferred taxes, considering the 75% reduction in the income tax rate granted by the government (Note 17).

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 23. Earnings (loss) per share

#### a) Basic and diluted

Basic earnings per share is calculated by dividing the profit attributable to the Company's shareholders by the weighted average number of common shares issued in the period, excluding common shares purchased by the Company and held as treasury shares.

Diluted earnings per share are calculated by adjusting the weighted average number of common shares outstanding to assume conversion of all potentially dilutive common shares. The Company has no potentially dilutive common shares.

	<b>07/01/2024 to 09/30/2024</b>	<b>07/01/2023 to 09/30/2023</b>	<b>01/01/2024 to 09/30/2024</b>	<b>01/01/2023 to 09/30/2023</b>
Profit (loss) attributable to Company shareholders	<b>15,917</b>	31,804	<b>53,385</b>	101,089
Weighted average number of common shares issued	<b>445,744,916</b>	445,744,916	<b>445,744,916</b>	445,744,916
Basic and diluted earnings (loss) per share – in (R\$)	<b>0.036</b>	0.071	<b>0.120</b>	0, 227

### 24. Financial instruments and risk management

#### a) Capital management

The Company's and its subsidiaries' management administer their funds to ensure business continuity, maximize application of these funds for expanding services, new technologies, as well as for working capital financing and providing return to shareholders.

The Company's and its subsidiaries' capital management consists of contracting financial liabilities with financial institutions, and applying funds in cash and cash equivalents, marketable securities and equity.

Management periodically reviews the Company's and its subsidiaries' capital structure and their ability to settle liabilities, monitors on a timely basis the average term of trade accounts payable and takes the necessary measures to ensure the Company's and its subsidiaries' financial balance.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 24. Financial instruments and risk management (Continued)

#### a) Capital management (Continued)

The Company monitors its financial position based on the financial leverage ratio, similarly to other companies in the same industry. This ratio corresponds to net debt divided by total capital. Net debt corresponds to total loans less cash and cash equivalents. Total capital is determined by adding equity and net debt.

At September 30, 2024 and December 31, 2023, debt ratios are summarized as follows:

	Note	Consolidated	
		09/30/2024	12/31/2023
Total loans and financing	11	337,354	304,004
Total debentures	12	1,508,908	895,269
Total lease liabilities	13	102,983	46,543
Total derivatives	25	1,231	5,542
Less: Cash and cash equivalents	3	(184,633)	(323,220)
Less: Financial investments – short-term	3	(733,018)	(180,867)
Less: Derivatives	25	(2,572)	(1,609)
Net debt	A	1,030,253	745,662
Total equity		1,561,387	1,508,058
Equity plus net debt	B	2,591,640	2,253,720
Financial leverage ratio	A/B	39.75%	33.09%

#### b) Category of financial instruments

	Consolidated	
	09/30/2024	12/31/2023
Financial assets at amortized cost:		
Financial investments	733,018	180,867
Trade accounts receivable	174,288	163,309
Financial assets at fair value through profit or loss	-	-
Derivative transactions	2,572	1,609
	909,878	345,785
Financial liabilities at amortized cost:		
Trade accounts payable	204,201	100,084
Loans and financing	337,354	304,004
Debentures	1,508,908	895,269
Lease obligations	102,983	46,543
Financial liabilities at fair value through profit or loss	-	-
Derivative transactions	1,231	5,542
	2,154,677	1,351,442

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 24. Financial instruments and risk management (Continued)

#### b) Category of financial instruments (Continued)

Management conducted an analysis and is of the opinion that the Company's financial instruments, which are recorded at book value, do not present significant variations as compared with respective market values. The methods and assumptions used for estimating any changes in relation to fair value of the Company's and its subsidiaries' financial assets and liabilities include:

- Short-term investments: presented at book value adjusted by the rates in effect on each investment date.
- Trade accounts receivable: classified as receivables and recorded at their original amounts, subject to allowance for expected credit losses, when applicable.
- Derivatives transactions: these are contracts that have a price derived from an asset, based on a forecast reference rate or index.
- Trade accounts payable: derive from transactions with third parties for purchase of assets and materials necessary for Company operation, at market prices.
- Loans and financing: measured at amortized cost under the effective interest rate method.
- Debentures: these are securities issued by the Company, with maturity date, interest rate, form of remuneration and conditions established at the time of issuing the securities.

#### c) Credit risk

Trade accounts receivable subject to credit risk are presented in Note 4. At September 30, 2024, Company subsidiaries recorded allowance for expected credit losses amounting to R\$29,536 (R\$19,247 at December 31, 2023), considered sufficient by management to cover expected losses on realization of trade receivables. As disclosed in Note 4, no individual customer represents more than 10% of total accounts receivable.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 24. Financial instruments and risk management (Continued)

d) Market risk

This is the risk that the fair value of the future cash flows of a financial instrument will fluctuate due to changes in market prices. Financial instruments affected by market risk include loans and financing payable and deposits measured at fair value through profit or loss.

e) Liquidity risk

Management analyzes the continuous forecasts of the liquidity requirements of the Company and its subsidiaries to ensure that cash is sufficient to maintain operations. Management is of the understanding that the Company is fully able to honor its financial commitments. Management analyzed the Company's current and projected cash position and believes that it has sufficient liquidity to continue fulfilling its obligations. Financial liabilities, by maturity bracket, corresponding to the period remaining between the reporting date and contractual maturity date are as follows:

	Total at 09/30/2024	Less than 6 months	Between 6 and 12 months	Between 1 and 2 years	Between 2 and 5 years	Above 5 years
Trade accounts payable	204,201	178,135	26,066	-	-	-
Loans and financing	337,354	42,256	42,614	53,633	44,753	154,098
Derivatives	1,231	1,231	-	-	-	-
Debentures	1,508,908	16,108	273,101	538,059	482,660	198,980
Lease obligations	102,983	16,835	26,466	25,271	21,707	12,704
	<b>Total at 12/31/2023</b>	<b>Less than 6 months</b>	<b>Between 6 and 12 months</b>	<b>Between 1 and 2 years</b>	<b>Between 2 and 5 years</b>	<b>Above 5 years</b>
Trade accounts payable	100,084	85,333	14,751	-	-	-
Loans and financing	304,004	42,617	52,988	82,589	29,159	96,651
Derivatives	5,542	2,895	2,647	-	-	-
Debentures	895,269	10,068	79,141	528,483	347,592	-
Lease obligations	46,543	7,281	7,330	18,976	12,850	106

f) Financial risk factors

The Company manages liquidity risk based on cash flow management and seeks to maintain cash and cash equivalents at a level that is sufficient to meet its short-term needs.



## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 24. Financial instruments and risk management (Continued)

#### g) Currency risk

This risk refers to exchange rate fluctuations on commitments in foreign currency. The Company subsidiaries use derivatives (fx forward contracts and swaps) recorded as derivative transactions to mitigate risks of exchange losses due to fluctuations of the Brazilian real (R\$), in consonance with the Company's currency risk management policy.

#### *Derivative financial instruments*

Derivatives have as counterparty a financial institution and were contracted to cover potential risks involved in the purchase of PPE items abroad. The essential terms of the fx forward contracts were negotiated to be in line with the existing sale commitments contracted in foreign currency. As at September 30, 2024, the Company has a balance receivable of R\$2,572 (R\$1,609 at December 31, 2023) equivalent to the estimated positive adjustment to be received financially upon contract maturity, based on their market value on respective date.

Description	09/30/2024	12/31/2023
Assets		
Derivative transactions receivable – Swap	2,572	1,609
	<u>2,572</u>	<u>1,609</u>
Current	249	133
Noncurrent	2,323	1,476
Liabilities		
Derivative transactions receivable – Swap	1,231	5,542
	<u>1,231</u>	<u>5,542</u>
Current	1,231	5,542
Noncurrent	-	-
Maturity of swap transactions:		
	<u>09/30/2024</u>	<u>12/31/2023</u>
2024	85	134
2025	299	290
From 2026 onwards	2,188	1,185
	<u>2,572</u>	<u>1,609</u>

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 24. Financial instruments and risk management (Continued)

#### g) Currency risk (Continued)

##### *Breakdown of financial instruments* (Continued)

Company subsidiaries engage in instruments for financial transactions in foreign currency aimed at fundraising and import financing. As at September 30, 2024 and December 31, 2023, derivative transactions represented in foreign currency for fundraising respectively 0.89% (R\$3,004 / R\$337,331) and 3.51% (R\$19,675 / R\$303,983), import financing 26% (R\$4,680/R\$17,864) and 31.72% (R\$10,891/R\$34,331), and interest rate swaps 19.60% (R\$14,011/R\$71,505) and 53.37% (R\$14,732/R\$27,606).

For the current period, the Company engaged in derivative instruments to hedge financial transactions denominated in foreign currency. These transactions were performed using the same credit operations in order to prevent any position mismatch.

At September 30, 2024, derivative financial instruments amounted to R\$2,572 (R\$1,609 in 2023). The Company measures its foreign-currency loan liabilities at amortized cost and hedges such items by means of derivative financial instruments (swaps).

In the period ended September 30, 2024, net realized and unrealized gains (losses) deriving from these contracts were recorded in finance income (costs), and represented consolidated net loss of R\$5,835 (consolidated net loss of R\$3,838 at September 30, 2023).

#### h) Sensitivity analysis of CDI and USD variations

Management administers any exposure to interest rate variations by managing cash flow. Currency rate fluctuation has an impact on loans and financing, and on commitments to foreign suppliers, which are hedged by derivative financial instruments, in consonance with the Company' risk management policy (item g).

Three scenarios are considered below, to wit: (i) current scenario (probable), which is adopted by the Company, (ii) scenario with decrease of 25% of the risk variable considered, and (iii) scenario with decrease of 50% of the risk variable considered. These scenarios were defined based on hypotheses of changes in key variables at the date of termination of the respective agreements subject to these risks. Worth mentioning, the scenarios presented are subject to significant adjustments due to variations in the Company's operating performance, which may affect debt and liquidity level.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 24. Financial instruments and risk management (Continued)

#### h) Sensitivity analysis of CDI and USD variations (Continued)

##### *Interest rate risk*

09/30/2024			Consolidated				
Instrument/transaction	Probable scenario p.a.	Risk	Scenario I (current)	Scenario II 25%	Scenario III 50%	Scenario IV -25%	Scenario V -50%
Working capital	14.16%	CDI	(8,804)	(11,005)	(13,206)	(6,603)	(4,402)
PPE financing (FINEM)	6.85%	TLP	(805)	(1,006)	(1,207)	(604)	(402)
Financing - TR	3.79%	TR	(9,101)	(11,376)	(13,651)	(6,825)	(4,550)
Debentures – first issue	9.08%	IPCA	(54,402)	(68,003)	(81,604)	(40,802)	(27,201)
Debentures – second issue	13.36%	CDI	(121,544)	(151,930)	(182,316)	(91,158)	(60,772)
Financial investments	11.82%	CDI	108,165	135,206	162,247	81,124	54,082
Projected income (loss)			(86,491)	(108,114)	(129,737)	(64,868)	(43,245)

12/31/2023			Consolidated				
Instrument/transaction	Probable scenario p.a.	Risk	Scenario I (current)	Scenario II 25%	Scenario III 50%	Scenario IV -25%	Scenario V -50%
Working capital	11.57%	CDI	(11,806)	(14,758)	(17,709)	(8,855)	(5,903)
Working capital	6.26%	TLP	(20)	(25)	(30)	(15)	(10)
PPE financing (FINEM)	6.68%	TLP	(1,137)	(1,420)	(1,706)	(851)	(569)
Financing - TR	3.83%	TR	(5,874)	(7,343)	(8,811)	(4,406)	(2,937)
Debentures – first issue			(36,467)	(45,584)	(54,701)	(27,351)	(18,234)
Debentures – second issue			(36,356)	(45,445)	(54,534)	(27,267)	(18,178)
Financial investments	9.00%	CDI	45,357	56,696	68,036	34,017	22,679
Projected income (loss)			(46,303)	(57,879)	(69,455)	(34,728)	(23,152)

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 24. Financial instruments and risk management (Continued)

#### i) Sensitivity analysis of CDI and USD variations (Continued)

##### *Currency risk*

<u>09/30/2024</u>	<u>Consolidated</u>				
Instrument/transaction	Dollar (probable)	Risk	Current scenario	Scenario II	Scenario III
Trade accounts payable	5.45	Dollar increase	-	(24,332)	(48,665)
Loans and financing	5.45	Dollar increase	-	(3,756)	(4,507)
Projected income (loss)			-	(28,088)	(53,172)

<u>12/31/2023</u>	<u>Consolidated</u>				
Instrument/transaction	Dollar (probable)	Risk	Current scenario	Scenario II	Scenario III
Trade accounts payable	4.84	Dollar increase	-	(8,450)	(16,900)
Loans and financing	4.84	Dollar increase	-	(13,344)	(26,688)
Projected income (loss)			-	(21,794)	(43,588)

#### j) Fair value hierarchy

The Company classifies and discloses the fair value of financial instruments based on measurement techniques:

- Level 1: quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2: other techniques for which all data that has significant effects on fair value recorded that are directly or indirectly observable; and
- Level 3: techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable active market data.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 24. Financial instruments and risk management (Continued)

#### i) Fair value hierarchy (Continued)

<b>Consolidated</b>					
<b>09/30/2024</b>					
	<b>Carrying amount</b>	<b>Fair value</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Financial assets at amortized cost:					
Financial investments	733,018	733,018	-	733,018	-
Trade accounts receivable	174,288	174,288	-	174,288	-
Financial assets at fair value through profit or loss:					
Derivative transactions	2,572	2,572	-	2,572	-
	<b>909,878</b>	<b>909,878</b>	<b>-</b>	<b>909,878</b>	<b>-</b>
Financial liabilities at amortized cost:					
Trade accounts payable	204,201	204,201	-	204,201	-
Loans and financing	337,354	337,354	-	337,354	-
Debentures	1,508,908	1,508,908	-	1,508,908	-
Financial liabilities at fair value through profit or loss:					
Derivative transactions	1,231	1,231	-	1,231	-
	<b>2,051,694</b>	<b>2,051,694</b>	<b>-</b>	<b>2,051,694</b>	<b>-</b>
<b>Consolidated</b>					
<b>12/31/2023</b>					
	<b>Carrying amount</b>	<b>Fair value</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Financial assets at amortized cost:					
Financial investments	180,867	180,867	-	180,867	-
Trade accounts receivable	163,309	163,309	-	-	163,309
Financial assets at fair value through profit or loss:					
Derivative transactions	1,609	1,609	-	1,609	-
	<b>345,785</b>	<b>345,785</b>	<b>-</b>	<b>345,785</b>	<b>163,309</b>
Financial liabilities at amortized cost:					
Trade accounts payable	100,084	100,084	-	100,084	-
Loans and financing	304,004	304,004	-	304,004	-
Debentures	895,269	895,269	-	895,269	-
Financial liabilities at fair value through profit or loss:					
Derivative transactions	5,542	5,542	-	5,542	-
	<b>1,304,899</b>	<b>1,304,899</b>	<b>-</b>	<b>1,304,899</b>	<b>-</b>

Financial assets and liabilities recorded at amortized cost approximate their fair value, since these amounts are adjusted for provisions, to present value and/or at floating market rates.

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 24. Financial instruments and risk management (Continued)

#### k) Changes in liabilities arising from financing activities

Changes for the period ended September 30, 2024 in the liabilities arising from financing activities of the Company and its subsidiaries are as follows:

	Individual 09/30/2024	
	Debentures	Dividends payable
Opening balance	311,790	38,867
Cash flows		
Net cash flows used in financing activities	-	-
Net cash flows used in operating activities	553,548	(38,867)
Noncash transactions	-	-
Adjustments to income		
Amortization of funding costs	700	-
Interest and monetary variations	43,723	-
Closing balance	909,761	-

	Individual 09/30/2023	
	Debentures	Dividends payable
Opening balance	311,862	38,867
Cash flows		
Net cash flows used in financing activities	-	-
Net cash flows used in operating activities	(44,968)	(38,867)
Noncash transactions	-	-
Adjustments to income		
Amortization of funding costs	498	-
Interest and monetary variations	34,099	-
Closing balance	301,491	-

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 24. Financial instruments and risk management (Continued)

#### j) Changes in liabilities arising from financing activities (Continued)

	<b>Consolidated 09/30/2024</b>		
	<b>Loans and financing</b>	<b>Debentures</b>	<b>Leases</b>
Opening balance	304,004	895,269	46,543
Cash flows			
Net cash flows used in financing activities	31,041	592,658	(41,503)
Net cash flows used in operating activities	(15,643)	(73,579)	(4,101)
Noncash transactions	1,693	9,007	93,872
Adjustments to income			
Amortization of funding costs	-	4,198	-
Interest and monetary variations	16,259	81,355	8,172
Closing balance	<b>321,193</b>	<b>1,508,908</b>	<b>102,983</b>

	<b>Consolidated 09/30/2023</b>		
	<b>Loans and financing</b>	<b>Debentures</b>	<b>Leases</b>
Opening balance	359,788	863,851	38,870
Cash flows			
Net cash flows used in financing activities	(38,938)	-	(36,651)
Net cash flows used in operating activities	(25,202)	(77,996)	(3,589)
Noncash transactions	254	18,817	40,076
Adjustments to income			
Amortization of funding costs	-	3,996	-
Interest and monetary variations	25,291	61,922	4,435
Closing balance	<b>321,193</b>	<b>870,590</b>	<b>43,141</b>

## Brisanet Participações S.A.

Notes to the individual and consolidated interim financial information (Continued)  
September 30, 2024  
(In thousands of reais)

### 25. Insurance coverage (Consolidated)

Management of the Company and its subsidiaries takes out various types of insurance, whose amounts are considered sufficient by management and insurance brokers to cover any claims.

Insurance coverage in effect is as follows:

	Consolidated	
	09/30/2024	12/31/2023
PPE – Civil liability (dollars)	US\$20,000	US\$20,000
PPE – Civil liability (reais)	R\$7,815	R\$7,769
PPE – Operational risk (dollars)	US\$5,200	US\$5,200
PPE – Operational risk (reais)	R\$1,800	R\$1,800
D&O (reais)	R\$50,000	R\$50,000
Other assets and operations – Operational risk (reais)	R\$411,116	R\$307,420

### 26. Transactions not involving cash or cash equivalents

	Consolidated	
	09/30/2024	09/30/2023
Capitalization of interest (Note 8)	11,291	19,179
Capitalization of depreciation (Note 8)	11,112	13,221
New lease agreements (Note 13)	93,281	40,076

### 27. Events after the reporting period

#### Long-term Financing – BNDES FUST

Brisanet Participações S.A. has received approval from the National Bank for Economic and Social Development (BNDES) for financing to support the connectivity of public schools and the implementation of a high-capacity network in five states in the northeastern region, totaling R\$ 200 million. The funds are managed by the Telecommunications Services Universalization Fund (FUST). The network will consist of approximately 2,806 km of fiber optic network to serve 96 municipalities in the interior of the states of Bahia, Ceará, Paraíba, Pernambuco, and Rio Grande do Norte.



## **Brisanet Participações S.A.**

Notes to the individual and consolidated interim financial information (Continued)

September 30, 2024

(In thousands of reais)

### **27. Events after te reporting period (Continued)**

#### Reverse Merger

On November 5, 2024, the Company received authorization for registration as a publicly traded company, as well as approval to apply for listing and admission to trading on the Novo Mercado. The listing approval is contingent upon the granting of an exceptional treatment request regarding the minimum percentage of outstanding shares. These events are part of the reverse merger process, in which the Company will merge with its parent company in the following quarter.

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## OFFICERS' REPRESENTATION

In compliance with the provisions of article 27, paragraph 1, item V, of CVM Resolution No. 80 of March 29, 2022, the officers of Brisanet Participações S.A. ("Company") undersigned declare that they have reviewed, discussed and agree with the Company's Quarterly Information for the nine-month period ended September 30, 2024.

Luciana Paulo Ferreira

**Investor Relations Officer**

José Roberto Nogueira

**Chief Executive Officer**

João Paulo Estevam

**Chief Operating Officer**

## **OFFICERS' REPRESENTATION**

In compliance with the provisions of article 27, paragraph 1, item V, of CVM Resolution No. 80 of March 29, 2022, the officers of Brisanet Participações S.A. ("Company") undersigned declare that they have reviewed, discussed and agree with the conclusions expressed in the Independent Auditor's Review Report of Ernst & Young Auditores Independentes S.S. Ltda. on the Company's Quarterly Information for the nine-month period ended September 30, 2024.

Luciana Paulo Ferreira

**Investor Relations Officer**

José Roberto Nogueira

**Chief Executive Officer**

João Paulo Estevam

**Chief Operating Officer**