

# **YDUQS Participações S.A.**

**Quarterly Financial Statements - QFS**

**March 31, 2024**

**and report on the review of  
quarterly financial statements**

# **Report on review of quarterly information**

To the Board of Directors and Stockholders  
YDUQS Participações S.A.

## **Introduction**

We have reviewed the accompanying parent company and consolidated interim accounting information of YDUQS Participações S.A. ("Company"), included in the Quarterly Information Form (ITR) for the quarter ended March 31, 2024, comprising the balance sheet at that date and the statements of income, comprehensive income, changes in equity and cash flows for the quarter then ended, and explanatory notes.

Management is responsible for the preparation of the parent company and consolidated interim accounting information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC) and International Accounting Standard (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

## **Scope of review**

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

## **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.

## **Other matters**

### **Statements of value added**

The quarterly information referred to above includes the parent company and consolidated statements of value added for the quarter ended March 31, 2024. These statements are the responsibility of the Company's management and are presented as supplementary information under IAS 34. These statements have been subjected to review procedures performed together with the review of the quarterly information for the purpose of concluding whether they are reconciled with the interim accounting information and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in the accounting standard CPC 09 - "Statement of Value Added". Based on our review, nothing has come to our attention that causes us to believe that these statements of value added have not been properly prepared, in all material respects, in accordance with the criteria established in this accounting standard, and consistent with the parent company and consolidated interim accounting information taken as a whole.

Rio de Janeiro, May 10, 2024

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

Patricio Marques Roche  
Contador CRC 1RJ081115/O-4

**YDUQS Participações S.A.**  
**Statements of financial position**  
**In thousands of Brazilian reais**

Assets	Note	Parent company		Consolidated		Liabilities and equity	Note	Parent company		Consolidated	
		March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023			March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
Current						Current					
Cash and cash equivalents	3	1,378	9,174	623,451	501,971	Suppliers		1,951	1,698	210,564	198,814
Notes and securities	3	1,038	7,715	201,024	196,375	Loans and financing	11	575,235	565,950	575,235	565,950
Trade receivables	4			1,237,237	1,206,679	Leases	12			248,654	241,968
Related Parties	5	178	115			Salaries and social charges	13	678	641	319,793	252,297
Prepaid expenses	6	1,461	862	56,311	22,751	Tax obligations	14	5,906	2,651	89,540	74,901
Taxes and contributions recoverable	7	32,648	23,267	166,769	159,171	Advance monthly payments				83,871	65,190
Dividends receivable		63,518	133,519			Payments of taxes in installments	15			3,748	4,200
Others		886	732	19,003	22,344	Related parties	5	320	86		
						Dividends payable		63	67	63	67
						Acquisition price payable	16			13,908	13,468
						Others		4,825	3,928	15,880	13,330
		<u>101,107</u>	<u>175,384</u>	<u>2,303,795</u>	<u>2,109,291</u>			<u>588,978</u>	<u>575,021</u>	<u>1,561,256</u>	<u>1,430,185</u>
Non-current						Non-current					
Non-current receivables						Long-term liabilities					
Trade receivables	4			282,557	186,257	Loans and financing	11	2,916,777	2,908,396	2,916,777	2,908,396
Prepaid expenses	6	60	67	5,569	5,596	Leases	12			1,454,107	1,426,765
SWAP differential receivable			3,774		3,774	Contingencies	17			231,682	239,958
Legal deposits	17	421	341	77,196	77,434	Payments of taxes in installments	15			4,688	4,999
Deferred taxes	28	1,592	1,518	537,109	500,100	Asset retirement				94,267	94,425
Taxes and contributions recoverable	7	98,502	98,501	228,385	228,916	Acquisition price payable	16			40,951	40,775
Others				17,486	19,258	Financial liabilities - options				57,925	57,925
		<u>100,575</u>	<u>104,201</u>	<u>1,148,302</u>	<u>1,021,335</u>	Others		13,872	14,734	25,831	27,083
								<u>2,930,649</u>	<u>2,923,130</u>	<u>4,826,228</u>	<u>4,800,326</u>
Investments						Equity	18				
In subsidiaries	8	5,734,956	5,480,837			Share capital		1,139,887	1,139,887	1,139,887	1,139,887
Others				338	338	Expenditure on issuing shares		(26,852)	(26,852)	(26,852)	(26,852)
Intangible assets	9	780,070	780,065	3,585,128	3,596,282	Capital reserves		729,354	725,676	729,354	725,676
Property, plant, and equipment	10			2,561,974	2,560,350	Retained earnings		1,520,472	1,520,472	1,520,472	1,520,472
		<u>6,515,026</u>	<u>6,260,902</u>	<u>6,147,440</u>	<u>6,156,970</u>	Treasury shares		(338,347)	(338,922)	(338,347)	(338,922)
						Equity Valuation Adjustment		(57,925)	(57,925)	(57,925)	(57,925)
						Proposed additional dividends		80,000	80,000	80,000	80,000
						Profit or loss for the period		150,492		150,492	
								<u>3,197,081</u>	<u>3,042,336</u>	<u>3,197,081</u>	<u>3,042,336</u>
						Equity interest of non-controlling shareholders				14,972	14,749
		<u>6,615,601</u>	<u>6,365,103</u>	<u>7,295,742</u>	<u>7,178,305</u>			<u>3,197,081</u>	<u>3,042,336</u>	<u>3,212,053</u>	<u>3,057,085</u>
Total assets		<u>6,716,708</u>	<u>6,540,487</u>	<u>9,599,537</u>	<u>9,287,596</u>	Total liabilities and equity		<u>6,716,708</u>	<u>6,540,487</u>	<u>9,599,537</u>	<u>9,287,596</u>

The Management explanatory notes are an integral part of the quarterly financial statements.

**YDUQS Participações S.A.**  
**Statements of income**  
**Three-month periods ended March 31**  
In thousands of Brazilian reais, except profit per share

	Note	Parent company		Consolidated	
		2024	2023	2024	2023
<b>Continued operations</b>					
Net revenue from activities	22			1,464,328	1,313,329
Costs of services provided	23			(502,879)	(479,508)
<b>Gross income</b>				961,449	833,821
<b>Operating revenues (expenses)</b>					
Selling expenses	24			(330,122)	(257,521)
General and administrative expenses	24	(2,475)	(3,170)	(340,938)	(292,184)
Equity accounting income	8	259,306	303,307		
Other net operating revenues/expenses	25	755	1,308	7,521	25,143
<b>Operating income</b>		257,586	301,445	297,910	309,259
Financial revenues	26	16,843	28,912	62,328	90,250
Financial expenses	26	(124,011)	(181,607)	(222,463)	(262,050)
<b>Net financial income</b>		(107,168)	(152,695)	(160,135)	(171,800)
<b>Profit before income tax and social security contribution</b>		150,418	148,750	137,775	137,459
Current and deferred income tax	28	55	52	9,791	8,810
Current and deferred social security contribution	28	19	19	3,149	3,221
<b>Net income for the period</b>					
Attributed to shareholders of the parent company		150,492	148,821	150,492	148,821
Attributed to non-controlling shareholders				223	669
		150,492	148,821	150,715	149,490
Net income per batch of 1000 shares - basic	21	0.51648	0.51277	0.51648	0.51277
Net income per batch of 1000 shares - diluted	21	0.51648	0.51277	0.51648	0.51277

The Management explanatory notes are an integral part of the quarterly financial statements.

**YDUQS Participações S.A.**  
**Statements of comprehensive income**  
**Three-month periods ended March 31**  
**In thousands of Brazilian reais**

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	<b>Parent company</b>		<b>Consolidated</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Net income for the period	150,492	148,821	150,715	149,490
Total comprehensive income for the period, net of taxes	150,492	148,821	150,715	149,490
Attributable to:				
Parent company's shareholders	150,492	148,821	150,492	148,821
Non-controlling shareholders			223	669
	150,492	148,821	150,715	149,490

The Management explanatory notes are an integral part of the quarterly financial statements.

**YDUQS Participações S.A.**  
**Statements of changes in equity**  
In thousands of Brazilian reais

	Note	Capital reserves					Retained earnings		Adjustment of Equity valuation	Profit accumulated	Proposed additional dividends	Equity Parent company	Non-controlling interests	Equity consolidated
		Share capital	Expenditure w/ issue of shares	Goodwill in the subscription of shares	Negative Goodwill in the sale of shares	Options granted	Legal	Retention of profits						
<b>As at December 31, 2022</b>		1,139,887	(26,852)	595,464	(12,141)	132,658	191,797	1,336,331	(354,980)	(55,917)		2,946,247	13,812	2,960,059
Restricted Shares Granting Plan	20					4,912						4,912		4,912
Payment of Restricted Shares Granting Plan						(4,248)			4,248					
Payment of Stock options	18 d.3								260			260		260
Net income for the period										148,821		148,821	669	149,490
Non-controlling interests													(608)	(608)
<b>As of March 31, 2023</b>		<u>1,139,887</u>	<u>(26,852)</u>	<u>595,464</u>	<u>(12,141)</u>	<u>133,322</u>	<u>191,797</u>	<u>1,336,331</u>	<u>(350,472)</u>	<u>(55,917)</u>		<u>3,100,240</u>	<u>13,873</u>	<u>3,114,113</u>

	Note	Capital reserves					Retained earnings		Adjustment of Equity valuation	Profit accumulated	Proposed additional dividends	Equity Parent company	Non-controlling interests	Equity consolidated
		Share capital	Expenditure w/ issue of shares	Goodwill in the subscription of shares	Negative Goodwill in the sale of shares	Options granted	Legal	Retention of profits						
<b>As at December 31, 2023</b>		1,139,887	(26,852)	595,464	(12,141)	142,353	199,414	1,321,058	(338,922)	(57,925)	80,000	3,042,336	14,749	3,057,085
Granted options	20					756						756		756
Restricted Shares Granting Plan	20					3,497						3,497		3,497
Payment of Restricted Shares Granting Plan						(575)			575					
Net income for the period										150,492		150,492	223	150,715
<b>As at March 31, 2024</b>		<u>1,139,887</u>	<u>(26,852)</u>	<u>595,464</u>	<u>(12,141)</u>	<u>146,031</u>	<u>199,414</u>	<u>1,321,058</u>	<u>(338,347)</u>	<u>(57,925)</u>	<u>80,000</u>	<u>3,197,081</u>	<u>14,972</u>	<u>3,212,053</u>

The Management explanatory notes are an integral part of the quarterly financial statements.

**YDUQS Participações S.A.**  
**Statements of cash flows**  
**Three-month periods ended March 31**  
**In thousands of Brazilian reais**

	Note	Parent company		Consolidated	
		2024	2023	2024	2023
<b>Cash flow from operating activities</b>					
Profit before income tax and social security contribution		150,418	148,750	137,775	137,459
<b>Adjustments of profit:</b>					
Depreciation and amortization	23 and 24			211,169	185,128
Amortization of loan funding costs		3,683	933	3,683	933
Provision for doubtful accounts	4			172,715	128,230
Allowance for loss - Other trade receivables				(2,239)	1,017
Granted options – Stock options allowance		219	209	8,863	4,255
Provision for contingencies	17			34,676	29,022
Interest on loans and financing		76,795	141,271	76,795	141,271
Interest on leases	12			42,369	35,435
Adjustment of assets retirement obligation				270	731
Adjustment of commitments payable				1,426	3,328
(Gain) Loss on disposal of property, plant and equipment and intangible assets				(454)	221
Equity accounting method	8	(259,306)	(303,307)		
Update of trade receivables - FIES				(5,179)	(9,452)
Adjustments to present value – trade receivables				17,132	21,166
Adjustment of tax credits		(2,655)	(1,726)	(5,052)	(4,733)
Others		23,639	11,697	14,434	(21,132)
		<b>(7,207)</b>	<b>(2,173)</b>	<b>708,383</b>	<b>652,879</b>
<b>Variations in assets and liabilities:</b>					
(Increase) in trade receivables				(311,525)	(250,373)
(Increase) Decrease in prepaid expenses		(592)	(417)	(33,533)	(11,992)
(Increase) Decrease in Taxes and contributions recoverable		2,499	2,250	60	12,251
(Increase) in Legal deposits	17	(80)	(1)	238	567
(Increase) Decrease in other assets		(277)		6,845	7,455
Increase (Decrease) in suppliers		286	(83)	27,882	28,195
Increase (Decrease) in salaries and social charges		37	(31)	54,402	70,132
Increase (Decrease) in tax obligations		3,255	3,237	2,580	4,970
Increase (Decrease) in monthly tuition fees received in advance				18,681	(3,782)
(Decrease) in Tax installment payment				(889)	(841)
(Decrease) in Civil / labor / tax awards	17			(42,952)	(17,792)
Increase in Provision for assets retirement obligations				(428)	(1,694)
Increase (Decrease) in other liabilities		1,102	(873)	2,554	(140)
		<b>(977)</b>	<b>1,909</b>	<b>432,298</b>	<b>489,836</b>
Interest paid on loans		(125,326)	(175,951)	(125,326)	(175,951)
Income Tax (IRPJ) and Social Contribution on Net Income (CSLL) paid				(12,010)	(11,042)
<b>Net cash provided by (used in) operating activities</b>		<b>(126,303)</b>	<b>(174,042)</b>	<b>294,962</b>	<b>302,842</b>
<b>Cash flow from investment activities:</b>					
Acquisition of property, plant, and equipment				(20,882)	(28,212)
Acquisition of Intangible assets	9			(89,941)	(76,733)
Dividends Received		70,000			
Investment on securities		6,677	(10,330)	(4,649)	(105,859)
Acquisition price payable				(1,136)	(14,680)
<b>Net cash provided by (used in) investment activities.</b>		<b>76,677</b>	<b>(10,330)</b>	<b>(116,608)</b>	<b>(225,484)</b>
<b>Cash flow from financing activities:</b>					
Acquisition of treasury shares					
Use of treasury shares derived from the exercise of stock options			260		260
Dividends paid		(4)	(5)	(4)	(5)
Value received from Loans and financing	11	218,407	422,840	218,407	422,840
Loan funding costs	11	(1,479)		(1,479)	
Amortization of loans and financing	11	(175,094)	(175,093)	(175,094)	(175,093)
Lease amortization	12			(98,704)	(89,282)
<b>Net cash provided by (used in) financing activities</b>		<b>41,830</b>	<b>248,002</b>	<b>(56,874)</b>	<b>158,720</b>
<b>Increase (decrease) in cash and cash equivalents</b>		<b>(7,796)</b>	<b>63,630</b>	<b>121,480</b>	<b>236,078</b>
Cash and cash equivalents at the beginning of the period		9,174	2,265	501,971	401,050
Cash and cash equivalents at the end of the period		1,378	65,895	623,451	637,128
<b>Increase (decrease) in cash and cash equivalents</b>		<b>(7,796)</b>	<b>63,630</b>	<b>121,480</b>	<b>236,078</b>

The Management explanatory notes are an integral part of the quarterly financial statements.



**YDUQS Participações S.A.**
**Statements of value added**  
**Three-month periods ended March 31**  
**In thousands of Brazilian reais**

	<b>Parent company</b>		<b>Consolidated</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
<b>Revenues</b>				
Educational services			1,515,932	1,359,421
Other revenues			642	940
Allowance for expected credit losses			(172,715)	(128,230)
			<u>1,343,859</u>	<u>1,232,131</u>
<b>Inputs acquired from third parties</b>				
Materials, electric power, and others	(922)	(861)	(112,313)	(94,607)
Third-party services	(79)	(869)	(127,329)	(113,310)
Advertising			(128,740)	(106,759)
Contingencies			(25,078)	(19,796)
	<u>(1,001)</u>	<u>(1,730)</u>	<u>(393,460)</u>	<u>(334,472)</u>
<b>Gross value added</b>	<u>(1,001)</u>	<u>(1,730)</u>	<u>950,399</u>	<u>897,659</u>
Depreciation and amortization			<u>(211,169)</u>	<u>(185,128)</u>
<b>Net value added produced</b>	<u>(1,001)</u>	<u>(1,730)</u>	<u>739,230</u>	<u>712,531</u>
<b>Value added received in transfer</b>				
Equity accounting method income	259,306	303,307		
Financial revenue	5,078	35,316	52,540	99,813
Others	832	1,442	7,227	28,398
	<u>265,216</u>	<u>340,065</u>	<u>59,767</u>	<u>128,211</u>
<b>Total distributed value added</b>	<u>264,215</u>	<u>338,335</u>	<u>798,997</u>	<u>840,742</u>
<b>Distribution of value added</b>				
Work compensation				
Direct compensation	1,194	1,164	280,374	273,909
Benefits			23,017	22,686
FGTS (Unemployment Compensation Fund)			18,991	17,494
	<u>1,194</u>	<u>1,164</u>	<u>322,382</u>	<u>314,089</u>
Taxes, fees, and contributions				
Federal	6,160	6,767	62,739	55,039
Municipal			54,420	55,128
	<u>6,160</u>	<u>6,767</u>	<u>117,159</u>	<u>110,167</u>
Compensation of third-party capital				
Interest	106,369	181,583	203,731	261,274
Rents			5,010	5,722
	<u>150,492</u>	<u>181,583</u>	<u>208,741</u>	<u>266,996</u>
Compensation on equity				
Retained earnings for the period	150,492	148,821	150,492	148,821
Non-controlling shareholders' equity interest in retained earnings			223	
	<u>150,492</u>	<u>148,821</u>	<u>150,715</u>	<u>149,490</u>
<b>Value added distributed</b>	<u>264,215</u>	<u>338,335</u>	<u>798,997</u>	<u>840,742</u>

The Management explanatory notes are an integral part of the quarterly financial statements.

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

## 1 General information

### 1.1 Operating context

YDUQS Participações S.A. ("the Company") and its subsidiaries (jointly, the "the Group") are mainly involved in the development and/or management of activities and/or institutions in the fields of higher education, professional education, and/or other fields related to education, in the management of their own assets and businesses, and the holding of interest, as partner or shareholder, in other partnerships and companies in Brazil.

The Company is a corporation headquartered at Avenida Venezuela, 43, in the City and State of Rio de Janeiro, incorporated by way of a private share subscription on March 31, 2007, and currently listed on *Novo Mercado* (New Market).

The Group has 32 companies, including YDUQS Participações S.A, 27 of which are sponsors of a higher education institution, organized as limited liability business companies, and comprises a University, 24 University Centers, and 41 Colleges, accredited and distributed in 25 states in Brazil and in the Federal District.

As of January 1, 2024, the Group carried out a corporate restructuring involving the following companies: Sociedade Universitária de Excelência Educacional Rio Grande do Norte Ltda. ("FATERN"), Nova Academia do Concurso – Cursos Preparatórios Ltda. ("NAC"), Centro Educacional Nossa Cidade Ltda. ("FNC") and Ensine.me Serviços Educacionais Ltda. ("EnsineMe") which were incorporated into their direct parent companies, as shown in the table below:

Acquired company	Acquiring company
Sociedade Universitária de Excelência Educacional Rio Grande do Norte Ltda. ("FATERN")	Sociedade de Ensino Superior, Médio e Fundamental Ltda. ("IREP")
Nova Academia do Concurso – Cursos Preparatórios Ltda. ("NAC")	Sociedade de Ensino Superior Estácio de Sá Ltda. ("SESES")
Centro Educacional Nossa Cidade Ltda. ("FNC")	Sociedade Educacional Atual da Amazônia ("ATUAL")
Ensineme Serviços Educacionais Ltda. ("Ensineme")	Sociedade de Ensino Superior Estácio de Sá Ltda. ("SESES")

The Company manages its financial operations on a consolidated basis, moving financial resources between the companies with the purpose of meeting short-term commitments or profiting from its financial income. Therefore, the Company is likely to have a temporal effect of negative net working capital on the parent company, which does not occur in the consolidated view.

The Company's Board of Directors, at a meeting held on May 10, 2024, authorized the disclosure of this quarterly financial statements (parent company and consolidated).

### 1.2 Basis for preparation

The quarterly financial statements (parent company and consolidated) were prepared according to the Technical Pronouncement CPC 21 — Interim Statement and the international accounting standard IAS 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of such information in a manner consistent with the rules issued by the Brazilian Securities and Exchange Commission, applicable to the preparation of the Quarterly Financial Statements - QFS, and show all relevant information related to the quarterly financial statements (parent company and consolidated), and only such information, which is consistent with the information used by the management in its activities.

The presentation of the Statement of Value Added (DVA), individual and consolidated, is required by Brazilian corporate legislation and accounting policies adopted in Brazil applicable to publicly-held companies. IFRS does not require the presentation of this statement. As a consequence, under IFRS, this statement is presented as supplementary information, without prejudice to the set of the quarterly financial statements.

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

#### 1.3 Material accounting policies

These quarterly financial statements should be read together with the financial statements for the fiscal year ended December 31, 2023, since its purpose is to provide an update of significant activities, events, and circumstances in relation to those financial statements. In the quarterly financial statements, the significant accounting policies are presented in a manner consistent with the accounting policies adopted in the individual and consolidated financial statements of the fiscal year that ended December 31, 2023.

#### 1.4 Restatement

The Company consolidates all entities over which it holds control, that is, when it is exposed or has rights to variable returns from its involvement with the investee and is able to direct the relevant activities of the investee.

The consolidated Quarterly Financial Statements include the operations of the Company and of the following subsidiaries on March 31, 2024, and December 31, 2023:

<b>Direct:</b>	<b>Equity Interest (%)</b>
Sociedade de Ensino Superior Estácio de Sá Ltda. ("SESES")	100%
Sociedade de Ensino Superior, Médio e Fundamental Ltda. ("IREP")	100%
Ensine.me Serviços Educacionais Ltda. ("EnsineMe")	100%
União dos Cursos Superiores SEB Ltda. ("Estácio Ribeirão Preto")	100%
<b>Indirect:</b>	<b>Equity Interest (%)</b>
Sociedade Educacional Atual da Amazônia ("ATUAL")	100%
Sociedade Educacional do Rio Grande do Sul S/S Ltda. ("FARGS")	100%
União Luís Educacional S.A. ("UNISÃO LUIS")	100%
Sociedade Educacional da Amazônia ("SEAMA")	100%
Instituto de Ensino Superior Social e Tecnológico Ltda. ("FACITEC")	100%
Associação de Ensino de Santa Catarina ("ASSESC")	100%
Instituto de Estudos Superiores da Amazônia ("IESAM")	100%
Centro de Assistência ao Desenvolvimento de formação Profissional Unicel Ltda. ("Estácio Amazonas")	100%
Centro de Ensino Unificado de Teresina ("CEUT")	100%
Faculdades Integradas de Castanhal Ltda. ("FCAT")	100%
Sociedade Empresarial de Estudos Superiores e Tecnológicos Sant'Ana Ltda. ("FUFS")	100%
Sociedade de Ensino Superior Toledo Ltda. ("Unitoledo")	100%
Damásio Educacional Ltda. ("DAMÁSIO")	100%
YDUQS Educacional Ltda. ("UNIFANOR")	100%
Athenas Serviços Administrativos Ltda.	100%
Centro de Educação de Rolim De Moura Ltda. ("FSP")	100%
Centro de Educação do Pantanal Ltda. ("FAPAN")	100%
Pimenta Bueno Serviços Educacionais Ltda. ("FAP")	100%
União Educacional Meta Ltda. ("META")	100%
UNIJIPA – União Das Escolas Superiores de Ji-Paraná Ltda. ("UNIJIPA")	100%
QCX Serviços Educacionais Ltda. ("Qconcursos")	100%
Wemed Educação Médica S.A. ("Hardwork")	51%

The period covered by the quarterly financial statements of the subsidiaries included in the consolidation is the same as for the parent company and uniform accounting policies were applied in all consolidated companies and are consistent with those used in the previous fiscal year.

The consolidation process of the balance sheet and income accounts corresponds to the sum of the balances of assets, liabilities, revenues and expenditure, as appropriate, eliminating transactions between the consolidated companies, as well as the economically unrealized balances and income among said companies.

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

## 2 Explanatory Notes that were not presented

The quarterly financial statements are being presented in accordance with Accounting Pronouncements Committee (CPC) 21 (R1), IAS 34, and the rules issued by the Brazilian Securities and Exchange Commission (CVM). Based on this faculty and management's assessment of the relevant impacts of the information to be disclosed, the explanatory notes described below are not being presented. The others are being presented in order to enable a perfect understanding of these quarterly financial statements if read together with the explanatory notes disclosed in the financial statements as of December 31, 2023.

Explanatory Notes that were not presented:

- Summary of material accounting policies.
- Changes in accounting policies and disclosures
- Critical accounting estimates and judgments.
- Assumptions for calculating the fair value of the share option plan and impairment of non-financial assets.
- Insurance coverage.
- Commitments.
- Other Information.

## 3 Cash and cash equivalents and securities

	Parent company		Consolidated	
	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
Cash and banks	167	259	12,701	14,242
Financial Bills (LFs) (Exclusive funds)	1,196	7,545	346,187	268,912
Bank Deposit Certificate (CDB)	0		63,357	84,648
CDB (Exclusive funds)	1	85	16,619	11,089
Repurchase	14	1,285	184,587	123,080
Cash and cash equivalents	1,378	9,174	623,451	501,971
Federal Sovereign Debt Securities (Investment Fund)	1,038	7,715	201,024	196,375
Notes and securities	1,038	7,715	201,024	196,375
Total cash and cash equivalents and securities	2,416	16,889	824,475	698,346

The Company has an investments policy that stipulates that investments must be concentrated in low-risk securities and investments at prime financial institutions. As at March 31, 2024, the operations were remunerated based on percentages of the variation of the Interbank Deposit Certificate (CDI), with the exception of government bonds, which are indexed to the Selic rate and fixed rates.

As at March 31, 2024, and December 31, 2023, all of the Company's securities were classified as "fair value through profit or loss".

Investments in exclusive funds are backed by financial allocations in funds quotas, CDBs, LFs (Financial Bills), sovereign debt securities, and repurchase agreements with prime banks and issuers. The average yield of the investment funds as of March 31, 2024, was 104.05% of the CDI rate with an average yield in 2024 of 106.18% of the CDI rate (average annual yield on December 31, 2023, was 104.04% of the CDI rate).

Bank Deposit Certificates - CDBs yield the CDI rate, averaging 103.19% as at March 31, 2024 (95.04% as at December 31, 2023)

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

#### 4 Trade receivables

	<b>Consolidated</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>
Students' fees	1,803,894	1,632,334
FIES (a)	77,013	83,176
Partnership agreements and exchange deals	31,694	28,697
Credit cards receivable (b)	228,440	194,663
Receivable agreements	259,223	230,999
	<u>2,400,264</u>	<u>2,169,869</u>
PCE	(815,025)	(722,406)
Unidentified values	(1,243)	(7,456)
(-) Adjustment to present value (c)	(64,202)	(47,071)
	<u>1,519,794</u>	<u>1,392,936</u>
Current assets	1,237,237	1,206,679
Non-current assets	282,557	186,257
	<u>1,519,794</u>	<u>1,392,936</u>

(a) Trade receivables from the FIES (Student Financing Fund) are represented by educational loans raised by students with Caixa Econômica Federal - CEF and National Education Development Fund - FNDE, whereby the financed funds are transferred monthly by CEF and Banco do Brasil to the specific bank checking account. Such an amount has been used to pay social security contributions and federal taxes and converted into cash by means of auctions of National Treasury bonds.

#### FIES Risk:

Obligations linked to the FIES risk are recognized in other non-current liabilities:

(i) For FIES students with a guarantor, it was set up allowance for 2.25% of the billing with such characteristic, considering the assumptions of 15% of credit risk exposure over an estimated default rate of 15%.

(ii) For the uncovered FGEDUC risk, contracted as from March 2012, an allowance was made for 20% of the credits under the responsibility of the sponsors (where the Guarantor Fund is responsible for the remaining 80%), assuming 15% to the credit risk exposure for an estimated default rate of 15%, i.e., 0.45%.

(iii) For the uncovered FGEDUC risk, contracted as at April 2012, an allowance was made for 10% of the credits under the responsibility of the sponsors (where the Guarantor Fund is responsible for the remaining 90%), assuming 15% to this credit risk exposure for an estimated default rate of 15%, i.e., 0.225%.

(b) A substantial part of credit card receivables consists of late monthly tuition fees and agreements and subscription programs.

(c) As at March 31, 2024, the adjustment to present value amounts to BRL 64,202 (BRL 5,283 related to PAR, BRL 53,538 to DIS, and BRL 5,381 to Athenas Financing System), and, as of December 31, 2023, BRL 47,071 (BRL 6,754 related to PAR and BRL 32,906 related to Athenas Financing System).

The balance of long-term amounts as at March 31, 2024, is related to PAR (Estácio Installment Payment Program), DIS (Dilution of monthly tuition fees) and Athenas installment payment program. The aging breakdown is as follows:

	<b>Consolidated</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>
2025	198,928	159,653
2026	118,193	71,645
2027 to 2028	89,861	36,931
(-) Adjustment to present value	(50,658)	(32,315)
(-) Allowance for expected credit losses	(73,767)	(49,657)
	<u>282,557</u>	<u>186,257</u>
Non-current assets		

**YDUQS Participações S.A.****Management's explanatory notes to the quarterly financial statements  
as at March 31, 2024****(In thousands of Brazilian reais, unless otherwise indicated)**

The breakdown of receivables by age is presented below:

	<b>Consolidated</b>			
	<b>March 31, 2024</b>	<b>%</b>	<b>December 31, 2023</b>	<b>%</b>
FIES	77,013	3	83,176	4
Falling due	1,196,706	50	918,169	43
Overdue up to 30 days	217,426	9	279,900	13
Overdue from 31 to 60 days	98,334	4	134,835	6
Overdue from 61 to 90 days	33,908	2	138,807	6
Overdue from 91 to 180 days	344,274	14	248,305	11
Overdue from 181 to 360 days	432,603	18	366,677	17
	<u>2,400,264</u>	<u>100</u>	<u>2,169,869</u>	<u>100</u>

The breakdown of receivables by age is presented below:

	<b>Consolidated</b>			
	<b>March 31, 2024</b>	<b>%</b>	<b>December 31, 2023</b>	<b>%</b>
Falling due	131,836	51	90,777	39
Overdue up to 30 days	20,745	8	19,551	9
Overdue from 31 to 60 days	14,595	6	20,134	9
Overdue from 61 to 90 days	10,760	4	21,293	9
Overdue from 91 to 180 days	34,387	13	35,676	15
Overdue from 181 to 360 days	46,901	18	43,568	19
	<u>259,223</u>	<u>100</u>	<u>230,999</u>	<u>100</u>

The movement in the allowance for expected credit loss (PCE), in the consolidated, is shown below:

Balance as at December 31, 2022	<u>684,326</u>
Constitution	128,230
Write-off of bills / checks overdue for more than 360 days	<u>(146,928)</u>
Balance as at March 31, 2023	<u>665,628</u>
Balance as at December 31, 2023	<u>722,406</u>
Constitution	172,715
Write-off of invoices overdue for more than 360 days	<u>(80,096)</u>
Balances on March 31, 2024	<u>815,025</u>

**5 Related parties**

The main balances as of March 31, 2024, and December 31, 2023, as well as the transactions that influenced the income for the fiscal year, related to related-party transactions derive from transactions between the Company and its subsidiaries. Related-party transactions that do not incur interest and/or adjustment for inflation.

The balance of the subsidiaries' trade receivables relates to the sharing of corporate expenses and are presented below:

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

	Parent company	
	March 31, 2024	December 31, 2023
Current assets		
SESES	146	89
FARGS	7	7
IREP	8	6
RIBEIRÃO PRETO	5	3
Others	12	10
	<u>178</u>	<u>115</u>
Current liabilities		
SESES	313	79
UNIFANOR	6	7
IREP	1	
	<u>320</u>	<u>86</u>

## 6 Prepaid expenses

	Consolidated	
	March 31, 2024	December 31, 2023
Urban Real Estate Property Tax (IPTU)	17,113	
Digital content creation	15,046	6,415
Commission financial products	9,331	
Insurance	7,858	7,279
Advance of vacations and charges	6,040	7,652
Registration fee - MEC	3,191	3,481
Digital platform	2,648	3,044
Others	653	476
	<u>61,880</u>	<u>28,347</u>
Current assets	56,311	22,751
Non-current assets	<u>5,569</u>	<u>5,596</u>
	<u>61,880</u>	<u>28,347</u>

## 7 Taxes and contributions recoverable

	Parent company		Consolidated	
	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
IRPJ/CSLL negative balance (i)	121,527	94,511	225,261	161,050
IRPJ/CSLL Prepayments	27	27	2,613	18,592
ISS (Tax on Services)			89,337	89,990
IRRF (Withholding Income Tax)	9,596	27,230	17,621	57,523
PIS (Employees' Profit Participation Program) and COFINS (Social Contribution on Billings)			59,172	59,782
INSS (Social Security Contribution)			656	656
Others			494	494
	<u>131,150</u>	<u>121,768</u>	<u>395,154</u>	<u>388,087</u>
Current assets	32,648	23,267	166,769	159,171
Non-current assets	<u>98,502</u>	<u>98,501</u>	<u>228,385</u>	<u>228,916</u>
	<u>131,150</u>	<u>121,768</u>	<u>395,154</u>	<u>388,087</u>

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

- (i) Credits arising from negative balances (IRPJ and CSLL), duly qualified by the Federal Revenue, through the respective ancillary obligations and which are used to offset Union taxes. They are adjusted monthly by the Selic rate.

## 8 Investments in subsidiaries

### (a) Parent Company YDUQS Participações S.A.

	March 31, 2024		December 31, 2023	
	Investment	Investment Loss	Investment	Investment Loss
Sociedade de Ensino Superior Estácio de Sá Ltda. ("SESES")	4,011,396		3,854,001	
Sociedade de Ensino Superior, Médio e Fundamental Ltda. ("IREP")	1,578,416		1,531,181	
Sociedade de Ensino Superior Estácio Ribeirão Preto Ltda. ("Estácio Ribeirão Preto")	145,144		95,420	
Other subsidiaries (i)			235	(30)
	<u>5,734,956</u>		<u>5,480,837</u>	<u>(30)</u>

- (i) These refer to the companies Nova Academia do Concurso ("NACP") and EnsineMe, incorporated in January 2024.

The subsidiaries' information is presented below:

March 31, 2024								
	Equity Interest	Number of units of ownership	Total assets	Total liabilities	Equity	Goodwill	Income tax on goodwill from downstream merger	Net income for the period
SESES	100%	3,476,308	5,343,941	1,332,545	4,011,396			162,228
IREP	100%	916,392	2,112,880	596,906	1,515,974	62,442		47,138
Estácio Ribeirão Preto	100%	79,172	302,422	155,048	147,374		(2,230)	49,940
			<u>7,759,243</u>	<u>2,084,499</u>	<u>5,674,744</u>	<u>62,442</u>	<u>(2,230)</u>	<u>259,306</u>

  

December 31, 2023								
	Equity Interest	Number of units of ownership	Total assets	Total liabilities	Equity	Goodwill	Income tax on goodwill from downstream merger	Net income (loss) for the fiscal year
SESES	100%	3,459,107	5,125,003	1,271,002	3,854,001			396,946
IREP	100%	916,392	2,027,346	558,607	1,468,739	62,442		119,681
Estácio Ribeirão Preto	100%	77,897	282,729	185,079	9,650		(2,230)	186,102
Other subsidiaries (i)	100%	19,945	298	98	200	5		(2,862)
			<u>7,435,376</u>	<u>2,014,786</u>	<u>5,420,590</u>	<u>62,447</u>	<u>(2,230)</u>	<u>699,867</u>

- (i) They refer to the companies Nova Academia do Concurso ("NACP") and EnsineMe.

The table below represents the global activity of investments in subsidiaries in the periods ended March 31, 2024, and 2023:

Investments in subsidiaries as at December 31, 2022	5,396,371
Equity accounting method	303,307
Capital increase	55,165
Dividends (Interest on equity) (i)	(64,900)
Dividends received	(950)
Restricted share plan	4,703
Investments in subsidiaries as at March 31, 2023	<u>5,693,696</u>



## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

Investments in subsidiaries as at December 31, 2023	5,480,837
Equity accounting method	259,306
Capital increase	52,476
Dividends (Interest on equity) (i)	(61,500)
Balance before merger	(235)
Granted options	746
Restricted share plan	3,326
Investments in subsidiaries as at March 31, 2024	<u>5,734,956</u>

(i) The values related to Interest on equity are distributed through capital increases.

We present below the information on direct subsidiaries' investments:

#### (b) Parent company Sociedade de Ensino Superior Estacio de Sá Ltda. ("SESES")

	March 31, 2024	December 31, 2023
Sociedade De Ensino Superior Toledo Ltda. ("UNITOLEDO")	100,200	101,285
YDUQS Educacional Ltda. ("UNIFANOR")	1,950,676	1,909,069
Damásio Educacional Ltda. ("DAMÁSIO")	388,184	396,204
	<u>2,439,060</u>	<u>2,406,556</u>

We present below the information on SESES' subsidiaries:

							March 31, 2024
	Equity Interest	Number of units of ownership	Total assets	Total liabilities	Equity	Goodwill	Net income (loss) for the period
UNITOLEDO	100%	6,965	37,263	31,774	5,489	94,711	(1,083)
UNIFANOR	100%	129,717	1,698,302	225,591	1,472,711	477,965	41,485
DAMÁSIO	100%	359,732	394,329	110,694	283,635	104,549	(10,734)
			<u>2,129,894</u>	<u>368,059</u>	<u>1,761,835</u>	<u>677,225</u>	<u>29,668</u>
							December 31, 2023
	Equity Interest	Number of units of ownership	Total assets	Total liabilities	Equity	Goodwill	Net income (loss) for the fiscal year
UNITOLEDO	100%	4,610	38,322	31,748	6,574	94,711	(5,748)
UNIFANOR	100%	129,717	1,665,786	234,682	1,431,104	477,965	92,931
DAMÁSIO	100%	352,932	395,499	103,844	291,655	104,549	(30,321)
			<u>2,099,607</u>	<u>370,275</u>	<u>1,729,331</u>	<u>677,225</u>	<u>56,862</u>

The table below represents the global activity of investments of the direct subsidiary SESES in subsidiaries in the periods ended March 31, 2024, and 2023:

Investments in subsidiaries as at December 31, 2022	2,449,725
Equity accounting method	26,304
Capital increase	22,520
Granted options	184
Investments in subsidiaries as at March 31, 2023	<u>2,498,733</u>
Investments in subsidiaries as at December 31, 2023	2,406,556
Equity accounting method	29,668
Capital increase	2,690
Granted options	145
Investments in subsidiaries as at March 31, 2024	<u>2,439,060</u>

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### (c) Subsidiary Sociedade de Ensino Superior, Médio e Fundamental Ltda. ("IREP")

	March 31, 2024	December 31, 2023
Sociedade Educacional Atual da Amazônia ("ATUAL")	685,749	662,406
União das Escolas Superiores de JI-PARANA Ltda ("UNIJIPA")	72,865	71,992
União Educacional Meta Ltda ("UNIÃO META")	47,457	47,497
Centro de Educacional do Pantanal Ltda ("CENTRO PANTANAL")	71,809	65,604
Other subsidiaries (i)	242,154	260,708
	<u>1,120,034</u>	<u>1,108,257</u>

(i) They refer to the companies FATERN, ATHENAS, PIMENTA BUENO, and CENTRO ROLIM.

We present below the information on IREP's subsidiaries:

							March 31, 2024 Net income (loss) for the period
	Equity Interest	Number of units of ownership	Total assets	Total liabilities	Equity	Goodwill	Total
ATUAL	100%	466,672	728,149	57,903	670,246	15,503	685,749
UNIJIPA	100%	21,678	47,890	29,961	17,929	54,936	72,865
UNIÃO META	100%	27,972	56,980	42,765	14,215	33,242	47,457
CENTRO PANTANAL	100%	13,443	72,987	52,918	20,069	51,740	71,809
Other subsidiaries (i)	100%	214,082	316,028	76,186	239,842	2,312	242,154
			<u>1,222,034</u>	<u>259,733</u>	<u>962,301</u>	<u>157,733</u>	<u>1,120,034</u>
							<u>30,686</u>

							December 31, 2023 Net income for the fiscal year
	Equity Interest	Number of units of ownership	Total assets	Total liabilities	Equity (unsecured liabilities)	Goodwill	Total
ATUAL	100%	466,672	678,278	31,375	646,903	15,503	662,406
UNIJIPA	100%	21,508	45,976	28,920	17,056	54,936	71,992
UNIÃO META	100%	27,173	56,736	42,481	14,255	33,242	47,497
CENTRO PANTANAL	100%	12,661	74,015	60,151	13,864	51,740	65,604
Other subsidiaries (i)	100%	228,357	322,180	78,711	243,467	17,291	260,758
			<u>1,177,185</u>	<u>241,638</u>	<u>935,545</u>	<u>172,712</u>	<u>1,108,257</u>
							<u>76,540</u>

(i) They refer to the companies FATERN, ATHENAS, PIMENTA BUENO, and CENTRO ROLIM.

The table below represents the global activity of investments of the direct subsidiary IREP in the periods ended March 31, 2024 and 2023:

Investments in subsidiaries as at December 31, 2022	1,038,701
Equity accounting method	25,417
Capital increase	4,770
Granted options	<u>3,606</u>
Investments in subsidiaries as at March 31, 2023	<u>1,072,493</u>
Investments in subsidiaries as at December 31, 2023	1,108,257
Equity accounting method	30,686
Capital increase	145
Balance of incorporation of subsidiary	(19,052)
Granted options	<u>(2)</u>
Investments in subsidiaries as at March 31, 2024	<u>1,120,034</u>

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

Information on the investments of indirect subsidiaries:

#### (d) Subsidiary Sociedade Atual da Amazônia ("ATUAL")

	March 31, 2024	December 31, 2023
Sociedade Educacional da Amazônia ("SEAMA")	66,442	62,080
Unisãoluis Educacional S.A ("SÃO LUIS")	90,776	85,741
Instituto de Ensino Superior Social e Tecnológico Ltda. ("FACITEC")	62,634	54,680
Centro de Assistência ao Desenvolvimento de formação Profissional Unicef Ltda. ("Estácio Amazonas")	51,140	49,498
Instituto de Estudos Superiores da Amazônia ("IESAM")	108,691	103,768
Centro de Ensino Unificado de Teresina ("CEUT")	53,489	53,742
Faculdade Nossa Cidade ("FNC")		75,256
Faculdades Integradas de Castanhal Ltda. ("FCAT")	44,914	44,961
Other subsidiaries (i)	30,305	29,706
	<b>508,391</b>	<b>559,432</b>

(i) Refer to FARGS, ASSESC, and FUFS.

We present below the information on ATUAL'S subsidiaries:

								March 31, 2024
	Equity Interest	Number of units of ownership	Total assets	Total liabilities	Equity	Goodwill	Goodwill	Net income (loss) for the period
SEAMA	100%	8,245	72,830	24,423	48,407	18,035		4,361
SÃO LUIS	100%	4,605	106,791	43,383	63,408	27,368		5,025
FACITEC	100%	9,870	82,471	46,491	35,980	26,654		7,954
Estácio Amazonas	100%	52,357	75,603	50,677	24,926	26,214		1,639
IESAM	100%	16,374	96,651	25,826	70,825	26,797	11,069	108,691
CEUT	100%	17,108	36,705	10,784	25,921	27,568		(252)
FCAT	100%	12,446	48,826	24,033	24,793	20,121		(46)
Other subsidiaries (i)	100%	45,144	62,423	51,151	11,272	19,033		228
			582,300	276,768	305,532	191,790	11,069	23,884

(i) Refer to FARGS, ASSESC, and FUFS.

December 31, 2023									
	Equity Interest	Number of units of ownership	Total assets	Total liabilities	Equity	Goodwill	Goodwill	Total	Net profit (loss) for the fiscal year
SEAMA	100%	6,715	68,119	24,074	44,045	18,035		62,080	12,807
SÃO LUIS	100%	4,605	99,143	40,770	58,373	27,368		85,741	13,958
FACITEC	100%	9,870	72,705	44,679	28,026	26,654		54,680	17,600
Estácio Amazonas	100%	52,357	71,738	48,454	23,284	26,214		49,498	(273)
IESAM	100%	15,524	89,711	23,864	65,847	26,797	11,124	103,768	15,186
CEUT	100%	17,108	35,694	9,520	26,174	27,568		53,742	(2,779)
FNC	100%	22,578	26,226	23,016	3,210	72,046		75,256	(3,220)
FCAT	100%	12,191	47,703	22,863	24,840	20,121		44,961	366
Other subsidiaries (i)	100%		60,757	50,084	10,673	19,033		29,706	(5,056)
			571,796	287,324	284,472	263,836	11,124	559,432	48,589

(i) These refer to the companies FARGS, ASSESC and FUFS.

The table below represents the global activity of investments of the direct subsidiary ATUAL in its direct subsidiaries in the periods ended March 31, 2024 and 2023:

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

Investments in subsidiaries as at December 31, 2022	539,171
Equity accounting method	24,417
Capital increase	1,840
Amortization of goodwill	(55)
Granted options	2
Investments in subsidiaries as at March 31, 2023	<u>565,375</u>
Investments in subsidiaries as at December 31, 2023	559,432
Equity accounting method	23,884
Capital increase	380
Reclassification of goodwill due to incorporation	(72,046)
Merger of Subsidiary	(3,210)
Amortization of goodwill	(55)
Granted options	6
Investments in subsidiaries as at March 31, 2024	<u>508,391</u>

#### (e) Subsidiary YDUQS Educacional Ltda ("UNIFANOR")

	<u>March 31, 2024</u>	<u>December 31, 2023</u>
Instituto de Ensino Superior da Amazonia Ltda ("FMF")	67,767	67,048
Sociedade Educacional Ideal Ltda ("FACI")	119,522	118,167
IBMEC Educacional Ltda ("IBMEC")	548,949	532,814
A. Região Tocantina de Educação e Cultura Ltda ("FACIMP")	57,682	53,656
Sociedade de Educação do Vale do Ipojuca Ltda ("UNIFAVIP")	<u>157,639</u>	<u>147,971</u>
	<u>951,559</u>	<u>919,657</u>

We present below the information on UNIFANOR's subsidiaries:

<b>March 31, 2024</b>							
	<b>Equity Interest</b>	<b>Number of units of ownership</b>	<b>Total assets</b>	<b>Total liabilities</b>	<b>Equity</b>	<b>Goodwill</b>	<b>Net income for the period</b>
FMF	100%	31,065	51,570	8,168	43,402	24,365	719
FACI	100%	42,912	129,845	13,095	116,750	2,772	1,355
IBMEC	100%	105,891	511,308	363,017	148,291	400,658	16,107
FACIMP	100%	7,425	79,746	36,260	43,486	14,196	4,026
UNIFAVIP	100%	15,290	<u>192,542</u>	<u>70,877</u>	<u>121,665</u>	<u>35,974</u>	<u>9,667</u>
			<u>965,011</u>	<u>491,417</u>	<u>473,594</u>	<u>477,965</u>	<u>31,874</u>

  

<b>December 31, 2023</b>							
	<b>Equity Interest</b>	<b>Number of units of ownership</b>	<b>Total assets</b>	<b>Total liabilities</b>	<b>Equity</b>	<b>Goodwill</b>	<b>Net profit (loss) for the fiscal year</b>
FMF	100%	31,065	50,315	7,632	42,683	24,365	(508)
FACI	100%	42,912	129,083	13,392	115,395	2,772	5,947
IBMEC	100%	105,891	484,200	352,044	132,156	400,658	37,656
FACIMP	100%	7,425	75,321	35,861	39,460	14,196	11,909
UNIFAVIP	100%	15,290	<u>179,960</u>	<u>67,963</u>	<u>111,997</u>	<u>35,974</u>	<u>30,682</u>
			<u>918,879</u>	<u>476,891</u>	<u>441,692</u>	<u>477,965</u>	<u>85,686</u>

The table below presents the overall activity in the investments of direct subsidiary UNIFANOR in its subsidiaries in the periods ended March 31, 2024 and 2023:

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(In thousands of Brazilian reais, unless otherwise indicated)

Investments in subsidiaries as at December 31, 2022	1,027,059
Equity accounting method	27,547
Capital increase	1,700
Interest on equity	(2,000)
Granted Options	26
Investments in subsidiaries as at March 31, 2023	<u>1,054,332</u>
Investments in subsidiaries as at December 31, 2023	919,657
Equity accounting method	31,874
Granted Options	28
Investments in subsidiaries as at March 31, 2024	<u>951,559</u>

## 9 Intangible Assets

### (a) Intangible Assets – Parent company

	December 31, 2023				March 31, 2024
	Cost	Additions	Write-offs	Transfer	Cost
Cost					
Goodwill on investment acquisitions	780,065				780,065
Software' right of use	90				90
Goodwill	79,704				79,704
Others	212	5			217
	860,071				860,076

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(In thousands of Brazilian reais, unless otherwise indicated)

	<b>Rates of amortization</b>	<b>Amortization</b>	<b>Additions</b>	<b>Write-offs</b>	<b>Transfer</b>	<b>Amortization</b>
<b>Amortization</b>						
Software' right of use	20% p.a.	(90)				(90)
Goodwill	20 to 33% p.a.	(79,704)				(79,704)
Others	20% p.a.	(212)				(212)
<b>Total</b>		<b>(80,006)</b>				<b>(80,006)</b>
<b>Net residual balance</b>		<b>780,065</b>				<b>780,065</b>

**(b) Intangible Assets - Consolidated**

	<b>December 31, 2023</b>					<b>March 31, 2024</b>
	<b>Cost</b>	<b>Additions</b>	<b>Write-offs</b>	<b>Transf.</b>	<b>Reclass.</b>	<b>Cost</b>
<b>Cost</b>						
Goodwill on investment acquisitions	2,377,704					2,377,704
Software	1,475,030	53,950		5,542	14	1,534,536
Content production	431,150	407		29,117	(36)	460,638
Surplus	856,354					856,354
Intangible asset in Progress	73,444	35,584		(34,659)		74,369
Others	7,825					7,825
	<b>5,221,507</b>	<b>89,941</b>			<b>(22)</b>	<b>5,311,426</b>

	<b>Amortization rates</b>	<b>Amortization</b>	<b>Additions</b>	<b>Write-offs</b>	<b>Transf.</b>	<b>Reclass.</b>	<b>Amortization</b>
<b>Amortization</b>							
Goodwill on investment acquisitions	Indefinite	(6,924)					(6,924)
Software	5 to 100% p.a.	(930,522)	(72,670)			3	(1,003,189)
Content production	5 to 50% p.a.	(230,853)	(12,278)				(243,131)
Surplus	2 to 100% p.a.	(449,929)	(16,037)				(465,966)
Others	5 to 50% p.a.	(6,997)	(91)				(7,088)
		<b>(1,625,225)</b>	<b>(101,076)</b>			<b>3</b>	<b>(1,726,298)</b>
<b>Net residual balance</b>		<b>3,596,282</b>	<b>(11,135)</b>			<b>(19)</b>	<b>3,585,128</b>

	<b>December 31, 2022</b>					<b>March 31, 2023</b>
	<b>Cost</b>	<b>Additions</b>	<b>Write-offs</b>	<b>Transf.</b>	<b>Reclass.</b>	<b>Cost</b>
<b>Cost</b>						
Goodwill on investment acquisitions	2,377,702	2				2,377,704
Software	1,226,110	54,388			97	1,280,595
Content production	335,371	1,104		16,191	25,869	398,535
Surplus	872,473	51	(70)			872,454
Intangible asset in Progress	65,460	21,241		(16,191)	(25,966)	44,544
Others	7,632					7,632
	<b>4,904,748</b>	<b>76,786</b>	<b>(70)</b>			<b>4,981,464</b>

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

	Amortization rates	Amortization	Additions	Write- offs	Transf.	Reclass.	Amortization
Amortization							
Goodwill on investment acquisitions	Indefinite	(6,924)					(6,924)
Software	5 to 100% p.a.	(678,359)	(56,505)				(734,864)
Content production	5 to 50% p.a.	(189,917)	(2,704)				(192,621)
Surplus	2 to 100% p.a.	(390,114)	(16,615)				(406,729)
Others	5 to 50% p.a.	(6,386)	(219)				(6,605)
		(1,271,700)	(76,043)				(1,347,743)
Net residual balance		3,633,048	743	(70)			3,633,721

As at March 31, 2024 and December 31, 2023, goodwill on acquisitions of investments was represented as follows:

	Parent company		Consolidated	
	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
Goodwill on acquisitions of investments net of accumulated amortization:				
ADTALEM			793,615	793,615
ATHENAS			307,897	307,897
UNITOLEDO			94,711	94,711
IREP			89,090	89,090
ATUAL			15,503	15,503
Seama			18,035	18,035
Idez			2,047	2,047
Uniuol			956	956
Fargs			8,055	8,055
São Luis			27,369	27,369
Facitec			26,654	26,654
Assesc			4,723	4,723
Iesam			26,797	26,797
Estácio Amazonas			26,214	26,214
Ceut			27,568	27,568
FNC			72,046	72,046
FCAT			20,120	20,120
FUFS			6,255	6,255
FAL			8,076	8,076
FATERN			14,979	14,979
EnsineMe			5	5
Estácio Ribeirão Preto	9,371	9,371	9,371	9,371
Estácio Ribeirão Preto Holding	770,694	770,694	770,694	770,694
	<u>780,065</u>	<u>780,065</u>	<u>2,370,780</u>	<u>2,370,780</u>

Annually, the Company performs impairment tests on goodwill calculated on investment acquisitions, arising from the expectation of future profitability, the last assessment being carried out due to the fiscal year ended December 31, 2023. These assessments are made based on projections of future income for a period of 10 years, using a nominal rate of 3.5% per year as the perpetuity growth rate and a single nominal discount rate of 12% to discount cash flows estimated future cash flows.

If the carrying amount of the asset exceeds its recoverable amount, the Company recognizes a reduction in the carrying value of such asset (impairment). The impairment is recorded in the income of the fiscal year.

Management determined the budgeted gross margin based on past performance and its expectations for the market development. The weighted average growth rate used are consistent with the estimates included in the sector reports. The discount rates used correspond to rates before taxes and reflect specific risks regarding the relevant operational segments.

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The key assumptions were based in the historical performance of the Company and the macroeconomic assumptions that are reasonable and grounded based on the projections of financial market, documented and approved by Company's Management. As at December 31, 2023 and 2022, there was no need to record any allowance for loss on goodwill determined on investment acquisitions and mergers.

## 10 Property, plant, and equipment

### Property, plant and equipment - Consolidated

	December 31, 2023					March 31, 2024	
	Cost	Addition	Write-offs	Transf.	Reclass.	Cost	
Cost							
Lands	63,855					63,855	
Buildings	311,588	101		1,237	(78)	312,848	
Third-party buildings	2,465,180	110,083	(34,827)			2,540,436	
Improvement works in third parties'							
real estate properties	862,111	4,617	(5,272)	15,372	78	876,906	
Furniture and utensils	243,824	898	(89)	(46)		244,587	
Computers and peripherals	274,652	2,869	(399)		(14)	277,108	
Machinery and equipment	245,440	941	(103)	59	1	246,338	
Physical activity equipment	148,913	605	(4)	(45)		149,469	
Library	215,029	7				215,036	
Facilities	82,298	346	(271)			82,373	
Constructions in progress	23,885	10,733		(16,609)		18,009	
Assets retirement	71,629	317	(625)			71,321	
Others	27,728	221			36	27,985	
	5,036,132	131,738	(41,590)	(32)	23	5,126,271	
	Rates of depreciation	Depreciation	Addition	Write-offs	Transf.	Reclass.	Depreciation
Depreciation							
Buildings	1.67% p.a.	(77,470)	(1,379)				(78,849)
Third-party buildings	3 to 100% p.a.	(1,063,193)	(65,285)	15,058			(1,113,420)
Improvement works in third parties'							
real estate properties	11.11% p.a.	(481,564)	(18,589)	5,272			(494,881)
Furniture and utensils	8.33% p.a.	(159,897)	(5,047)	88	20		(164,836)
Computers and peripherals	25% p.a.	(235,499)	(5,142)	399		(3)	(240,245)
Machinery and equipment	8.33% p.a.	(140,802)	(3,955)	101	(19)		(144,675)
Physical activity equipment	7% p.a.	(61,451)	(2,285)		30		(63,706)
Library	5% p.a.	(140,644)	(2,012)				(142,656)
Facilities	8.33% p.a.	(52,717)	(1,233)	270			(53,680)
Assets retirement	3 to 100% p.a.	(43,301)	(4,812)	362			(47,751)
Others	10 to 16.67% p.a.	(19,244)	(354)		1	(1)	(19,598)
		(2,475,782)	(110,093)	21,550	32	(4)	(2,564,297)
Net residual balance		2,560,350	21,645	(20,040)		19	2,561,974

	December 31, 2022					March 31, 2023
	Cost	Addition	Write-offs	Transf.	Reclass.	Cost
Cost						
Lands	68,235					68,235
Buildings	370,358	173		(683)		369,848
Third-party buildings	2,125,774	123,957	(43,539)			2,206,192
Improvement works in third parties' real estate properties	780,928	6,045	(3,866)	13,833		796,940
Furniture and utensils	227,278	1,594	(251)	(6)		228,615
Computers and peripherals	255,869	8,197	(137)	(8)		263,921
Machinery and equipment	230,465	6,948	(1)	(29)		237,383
Physical activity equipment	141,295	598		(11)		141,882
Library	214,078	237				214,315
Facilities	83,450	407	(458)			83,399
Constructions in progress	21,879	15,223		(13,149)		23,953
Assets retirement	72,039		(1,373)			70,666
Others	25,789	247				26,036
	4,617,437	163,626	(49,625)	(53)		4,731,385



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	Depreciation rates	Depreciation	Addition	Write-offs	Transf.	Reclass.	Depreciation
Depreciation							
Buildings	1.67% p.a.	(96,300)	(1,624)		43		(97,881)
Third-party buildings	3 to 100% p.a.	(829,154)	(63,227)	15,437			(876,944)
Improvement works in third parties' real estate properties	11.11% p.a.	(407,976)	(21,161)	2,822	(43)		(426,358)
Furniture and utensils	8.33% p.a.	(139,999)	(4,828)	33	6		(144,788)
Computers and peripherals	25% p.a.	(214,694)	(6,415)	138	10		(220,961)
Machinery and equipment	8.33% p.a.	(125,308)	(3,814)	1	26		(129,095)
Physical activity equipment	7% p.a.	(52,872)	(2,215)		11		(55,076)
Library	5% p.a.	(132,723)	(2,010)				(134,733)
Facilities	8.33% p.a.	(49,201)	(1,386)	361			(50,226)
Assets retirement	3 to 100% p.a.	(37,210)	(1,993)	504			(38,699)
Others	10 to 16.67% p.a.	(17,778)	(410)				(18,188)
		(2,103,215)	(109,083)	19,296	53		(2,192,949)
Net residual balance		2,514,222	54,543	(30,329)			2,538,436

The Group leases a number of rights of use assets, such as machinery and equipment, peripherals, fixtures, and fittings and properties rental, under non-cancelable lease agreements. The lease terms are according to the contract term and the ownership of the assets does not belong to the Group. All the Group's leases are recognized at the transaction's net present value.

## 11 Loans and financing

		Parent company/Consolidated	
		March	December
Type	Financial charges	31, 2024	31, 2023
In local currency			
Debentures			
5th debenture issuance (2nd Series)	CDI + 0.785% p.a.		183,269
6th debenture issuance	CDI + 2.50% p.a.	1,117,630	1,103,278
7th debenture issuance	CDI + 1.65% p.a.	311,906	302,679
8th debenture issuance	CDI + 1.5% p.a.	498,396	514,686
Ninth debenture issuance – CRI (1st Series)	CDI + 0.819% p.a.	285,360	276,034
Ninth debenture issuance – CRI (2nd Series)	CDI + 0.90% p.a.	318,302	309,295
Ninth debenture issuance – CRI (3rd Series)	CDI + 0.98% p.a.	109,063	103,727
		2,640,657	2,792,968
Loans and financing			
Safra Loan	CDI +2.80% p.a.	202,060	225,208
FINEP loan	6% p.a.	316	410
		202,376	225,618
In foreign currency			
Citibank Loan	1.18*(SOFRUSD + 0.90%(L) and +0.68%(L))	648,979	455,760
		3,492,012	3,474,346
Current liabilities		575,235	565,950
Non-current liabilities		2,916,777	2,908,396
		3,492,012	3,474,346

The activity of loans and debentures presented below covers the periods ended March 31, 2024 and March 31, 2023:

**YDUQS Participações S.A.****Management's explanatory notes to the quarterly financial statements  
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(In thousands of Brazilian reais, unless otherwise indicated)

	<b>Parent company/Consolidated</b>	
	<b>March 31, 2024</b>	<b>March 31, 2023</b>
<b>Opening balance</b>	<b>3,474,346</b>	<b>3,529,428</b>
Funding	218,407	422,840
Interest, adjustment for inflation	80,428	142,204
Foreign exchange variance (Swap)	20,730	12,496
Interest paid	(125,326)	(175,951)
Amortization of principal	(175,094)	(175,093)
Loan funding costs	(1,479)	
<b>Closing Balance</b>	<b>3,492,012</b>	<b>3,755,924</b>

The amounts recorded as non-current liabilities as at March 31, 2024 and December 31, 2023 present the following maturity schedule:

	<b>Parent company/Consolidated</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>
2025	647,763	857,001
2026	1,277,416	1,059,116
2027	452,964	453,231
2028 to 2030	538,634	539,048
Non-current liabilities	2,916,777	2,908,396

The Company and its subsidiaries do not offer any of their assets as collateral for their loans.

The values of the Group loans are mainly in Brazilian reais, with two contracts in US dollars (USD).

**In 2024:**

- January: the Company concluded the contracting of the 8th loan of line 4131 with Citibank in the amount of USD 44.0 million (converted into BRL 218.4 million in quotation equivalent to January 30, 2024). The transaction was contracted under SWAP at an Active Curve of USD\_SOFR + 0.8640% p.a. and a Passive Curve of CDI + spread.
- February: the Company fully settled the Fifth debenture issuance (2nd Series) with a principal amount of BRL 175 million and interest in the amount of BRL 10.9 million.
- On April 18, 2024, the Company completed the contracting of its 10th simple debenture issuance, not convertible into shares, unsecured, in a single series, for public distribution, in the form of automatic registration of distribution, in the amount of BRL1.1 billion, with CDI cost + 1.25% p.a. and maturity in 5 years.

**In 2023:**

- January: the Company concluded the contracting of the loan of line 4131 with Citibank in the amount of USD 80 million (converted to BRL 422,840 in the equivalent quotation on that date) with single amortization of the principal on January 12, 2026, at the cost of USD\_SOFR + 0.68% p.a.
- July: the Company carried out the Optional Acquisition, in accordance with article 55 of Law No. 6,404, and CVM Resolution No. 77, of Debentures that correspond to the 6th simple debenture issuance of the Company, not convertible into shares, of the unsecured type, for public distribution with restricted efforts, in single series. 71,564 debentures were purchased from unit price (PU) on the payment date corresponding to the amount of BRL 73,142.

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- December: The Company anticipated the settlement of the 5th loan on line 4131 with Citibank in the amount of BRL 233.2 million and paid off in an extraordinary and optional manner the amount of BRL 673.7 million from the sixth debenture issuance.

The Company concluded the ninth debenture issuance in three series, which served as collateral for the issuance of certificates of real estate receivables, in the total amount of BRL 700.0 million, with the First Series costing 11.3487% and maturing in 1,823 days, the Second Series with a cost of CDI + 0.90% and a maturity in 1,823 days and the Third Series with a cost of IPCA + 6.3584% and a maturity in 2,553 days.

Additionally, the Company also contracted derivatives (swap) for the First Series and Third Series Debentures, so the Debentures will have a cost of CDI + 0.82% and CDI + 0.98% respectively.

## 12 Lease assets and liabilities

The lease liabilities arise from the recognition of future payouts and the right of use of the leased asset for practically all lease contracts, including the operational ones, and certain short-term or small amounts contracts may be out of scope.

The terms of the leases are according to the contractual term, demonstrated below, on an operational basis, the additional rate, in nominal terms, for the terms of contracts:

Contracts	DI X Pre Curve	Risk premium	YDUQS Rate	Month Rate
0 to 5 years	10.11%	105.00%	10.62%	0.84%
5 to 10 years	10.62%	105.00%	11.15%	0.88%
10 to 15 years	10.76%	105.00%	11.30%	0.90%
15 to 30 years	10.79%	105.00%	11.33%	0.90%

Lease contracts are secured by the underlying assets.

	Consolidated	
	March 31, 2024	December 31, 2023
Lease payable	2,479,569	2,435,133
Lease interest	(776,808)	(766,400)
	<u>1,702,761</u>	<u>1,668,733</u>
Current liabilities	248,654	241,968
Non-current liabilities	<u>1,454,108</u>	<u>1,426,765</u>
	<u>1,702,761</u>	<u>1,668,733</u>

The increase in lease liability results from new contracts and contract renewals. Depreciation and interest are recognized in the statement of profit or loss as a replacement of operational lease expenses ("rent").

Changes in lease assets and liabilities in the period:

#### Right of use assets

	Consolidated		
	Buildings from third parties	Others	Total
Right of use assets on 12/31/2023	1,401,987	18,859	1,420,846
Additions	110,083	774	110,857
Write-offs	(19,768)		(19,768)
Depreciation	(65,285)	(2,639)	(67,924)
Right of use assets on 03/31/2024	<u>1,427,017</u>	<u>16,994</u>	<u>1,444,011</u>

## YDUQS Participações S.A.

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#### Right of use assets

	Consolidated		
	Buildings from third parties	Others	Total
Right-of-use assets on 12/31/2022	1,296,620	9,584	1,306,204
Additions	123,957	11,458	135,415
Write-offs	(28,102)	(218)	(28,320)
Depreciation	(63,227)	(2,235)	(65,462)
Right of use assets on 03/31/2023	1,329,248	18,589	1,347,837

#### Lease liabilities

	Consolidated		
	Buildings from third parties	Others	Total
Right of use liabilities on 12/31/2023	1,648,717	20,016	1,668,733
Additions	110,083	774	110,857
Write-offs	(20,494)		(20,494)
Interest incurred	41,793	576	42,369
Payments	(95,616)	(3,088)	(98,704)
Right of use liabilities on 03/31/2024	1,684,483	18,278	1,702,761
Current	241,421	7,232	248,653
Non-current	1,443,062	11,046	1,454,108
	1,684,483	18,278	1,702,761

#### Lease liabilities

	Consolidated		
	Buildings from third parties	Others	Total
Right of use liabilities on 12/31/2022	1,501,245	9,824	1,511,069
Additions	123,957	11,458	135,415
Write-offs	(29,890)	(216)	(30,106)
Interest incurred	34,912	523	35,435
Payments	(86,764)	(2,518)	(89,282)
Right of use liabilities on 03/31/2023	1,543,459	19,071	1,562,530
Current	221,735	7,253	228,988
Non-current	1,321,724	11,818	1,333,542
	1,543,459	19,071	1,562,530

## 13 Salaries and social charges

	Parent company		Consolidated	
	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
Salaries, indemnity amounts, and social charges payable	678	641	222,081	194,044
Provision for vacation			75,038	58,253
Allowance for 13 <sup>th</sup> salary			22,674	
	678	641	319,793	252,297

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**14 Tax obligations**

	<b>Parent company</b>		<b>Consolidated</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2024</b>	<b>December 31, 2023</b>
Tax on Services (ISS) payable	32	32	39,484	35,830
IRRF payable	165	206	26,438	30,518
PIS (Employees' Profit Participation Program) and COFINS (Social Contribution on Billings) payable	5,709	2,413	9,297	6,467
IRPJ (Corporate Income Tax) and CSLL (Social Contribution on Net Income) payable			14,324	2,088
Other taxes payable			(2)	(2)
	<u>5,906</u>	<u>2,651</u>	<u>89,541</u>	<u>74,901</u>

**15 Tax payment in installments**

	<b>Consolidated</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>
INSS (Social Security Contribution)	4,112	3,999
PIS (Employees' Profit Participation Program) and COFINS (Social Contribution on Billings)	3,270	3,513
IRPJ and CSLL	315	419
FGTS (Unemployment Compensation Fund)	440	962
Others	299	306
	<u>8,436</u>	<u>9,199</u>
Current liabilities	3,748	4,200
Non-current liabilities	4,688	4,999
	<u>8,436</u>	<u>9,199</u>

The balance of tax payment in installments is adjusted monthly using the Selic rate.

These tax payment in installments are related to taxes with Municipal Governments, the Federal Revenue Office, and Social Security, and their long-term maturities are presented below:

	<b>Consolidated</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>
2025	1,700	2,012
2026	1,564	1,581
2027 to 2029	1,424	1,406
	<u>4,688</u>	<u>4,999</u>

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**16 Acquisition price payable**

	<b>Consolidated</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>
FARGS	3,358	3,488
CEUT	3,736	3,671
UNITOLEDO	3,219	3,137
ADTALEM	2,300	2,157
ATHENAS GRUPO EDUCACIONAL	17,918	18,105
QCONCURSOS	24,328	23,685
	<b>54,859</b>	<b>54,243</b>
Current liabilities	13,908	13,468
Non-current liabilities	40,951	40,775
	<b>54,859</b>	<b>54,243</b>

(i) Balance referring to the commitment signed between IREP and União Norte Brasileira de Educação e Cultura - UNBEC concerning various real estate properties located in the City of Fortaleza, State of Ceará.

It basically refers to the value payable to former owners, related to the acquisition of related companies and real estate properties, adjusted monthly using one of the following indexes: SELIC, IPCA (General Market Price Index), IGP-M, or the variation of CDI, depending on the contract.

The amounts recorded as non-current liabilities as at March 31, 2024 and December 31, 2023 present the following maturity schedule:

	<b>Consolidated</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>
2025	33,053	33,092
2026	7,898	7,683
	<b>40,951</b>	<b>40,775</b>

**17 Contingencies**

The subsidiaries are party to various civil, labor, and tax proceedings at different court levels. Management, based on the opinion of its external legal counsel, made an allowance for amounts considered sufficient to cover potential losses from pending litigation.

As at March, 2024, and December 31, 2023, the provision for contingencies was comprised as follows:

	<b>Consolidated</b>			
	<b>March 31, 2024</b>		<b>December 31, 2023</b>	
	<b>Contingencies</b>	<b>Legal deposits</b>	<b>Contingencies</b>	<b>Legal deposits</b>
Civil	51,046	22,103	52,324	22,155
Labor	160,723	44,931	167,270	44,438
Taxes	19,913	10,162	20,364	10,841
	<b>231,682</b>	<b>77,196</b>	<b>239,958</b>	<b>77,434</b>

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In the period ended March 31, 2024 and December 31, 2023, the parent company does not have provisions for contingencies, the amount of BRL421 refers to the parent company's legal deposits (BRL341 in the fiscal year ended December 31, 2023).

The activity in the allowance for contingencies is shown below:

	<u>Civil</u>	<u>Labor</u>	<u>Taxes</u>	<u>Total</u>
Balances as at December 31, 2023	52,324	167,270	20,364	239,958
Additions	10,468	39,706	2,810	52,984
Reversals	(6,040)	(21,439)	(426)	(27,905)
Write-offs for payouts	(7,235)	(32,180)	(3,537)	(42,952)
Adjustment for inflation	1,529	7,366	702	9,597
Balances as at March 31, 2024	51,046	160,723	19,913	231,682
	<u>Civil</u>	<u>Labor</u>	<u>Taxes</u>	<u>Total</u>
Balances as at December 31, 2022	54,940	111,179	54,300	220,419
Additions	14,154	20,318	3,067	37,539
Additions by Acquisition	2,605		4,865	7,470
Reversals	(13,497)	(2,367)	(1,879)	(17,743)
Write-offs for payouts	(6,297)	(11,496)		(17,793)
Adjustment for inflation	2,523	4,377	2,327	9,227
Balances as at March 31, 2023	54,428	122,011	62,680	239,119

In the periods ended March 31, 2024 and 2023, expenses with the provision for contingencies, recognized in the statement of income were as follows:

	<u>March 31, 2024</u>	<u>March 31, 2023</u>
Income breakdown		
Additions	52,984	37,539
Reversals	(27,905)	(17,743)
Adjustment for inflation	9,597	9,227
Provision for contingencies	34,676	29,023
General and administrative expenses (Note 25)	(25,078)	(19,792)
Financial income (Note 26)	(9,598)	(9,227)
	<u>(34,676)</u>	<u>(29,023)</u>

**Possible losses, not provisioned in the statement of financial position**

The Company has tax, civil, and labor cases involving risks of loss classified by management as possible, based on the opinion of its legal advisers. These proceedings do not have to be provisioned for under the accounting policies currently in force.

	<u>Consolidated</u>	
	<u>March 31, 2024</u>	<u>December 31, 2023</u>
Civil	188,136	182,117
Labor	137,201	115,307
Taxes	1,149,508	1,135,034
	<u>1,474,845</u>	<u>1,432,458</u>

## **YDUQS Participações S.A.**

### **Management's explanatory notes to the quarterly financial statements as at March 31, 2024**

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Among the main lawsuits classified as possible losses that are not provided for in the quarterly financial statements, we highlight the ones that we deem individually relevant, that is, whose results may significantly impact our equity, our financial capacity, or our business, or those of our subsidiaries.

#### **Tax:**

##### **Social security contributions:**

(i) Tax assessment notices were received against SESES for alleged non-performance of the principal tax liability for the period from February to December 2007. The Company appealed requesting the cancellation of the tax assessment notice claiming that they were clearly groundless. The appeal was partially accepted and considered the percentage of the employers' contributions at the rate of 20% as of the month in which the Company changed from a non-profit entity to a company. The National Treasury filed a Tax Foreclosure to collect the respective debt which is currently awaiting judgment at the lower court. The total amount involved is BRL 24,279.

##### **ISS (Services Tax):**

(i) Tax foreclosure filed against Sociedade Tecnopolitana da Bahia Ltda. (STB), incorporated by IREP in June 2010, resulting from the lack of payment of ISS in the period from 2007 to February 2011, resulting from the process of reducing the activity of the STB's headquarters and branch establishments. The case is awaiting trial in lower court. The total amount involved is BRL 33,631.

(ii) Action for Annulment filed by SESES against the Municipality of Vila Velha, aiming at canceling ISS debits, resulting from the allegation that they have been allegedly paid or retained in lower amounts in the period of 2006 and 2013. The defense is based on the following arguments (i) partial statute of limitation; (ii) material nullity; and (iii) errors in setting the ISS tax base since they were considered values to correspond to scholarships awarded and enrollments canceled. The case is awaiting trial in lower court. The total amount involved is BRL 12,816.

(iii) Tax Foreclosure filed by the Municipality of Salvador was received referring to alleged ISS credits for the periods of calculation from July 2012 to November 2013, due to differences in the establishment of the tax basis (deductibility of scholarships from the tax base of ISS). The case is awaiting trial in lower court. The total amount involved is BRL 19,903.

(iv) Action for Annulment filed by SESES against the Municipality of Rio de Janeiro that aims to eliminate the ISS charge: (a) on higher education services in the period between January 2005 and January 2007, period in which it was immune, (b) as well as ISS on scholarships studies granted under PROUNI, in the period between February 2007 and July 2009, and (c) collection of ISS due as a tax responsible, in the period from January 2005 to May 2009, arising from services provided by guard and surveillance companies and real estate property maintenance and cleaning companies. As of June 29, 2021, an injunction was issued to suspend the enforceability of the tax credit, and a lower court judgment is currently awaited. The total amount involved is BRL 550,129.

(v) A Tax Foreclosure filed by the Municipality of Petrópolis was received referring to alleged ISS credits from the calculation periods from December 2015 to December 2019, presumably due to the non-payment of said tax when transmitting a class in the Distance Learning (DL) modality, as well as the use of the SESES support unit in the municipality. The case is awaiting trial in lower court. The total amount involved is BRL 44,860.



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**18 Equity****(a) Share Capital**

The share capital may be increased by the Board of Directors, regardless of the statutory reform, up to the limit of one billion (1,000,000,000) shares. As at December 31, 2023, the share capital was represented by 309,088,851 common shares.

The shareholding structure of the Company on March 31, 2023 and December 31, 2022 is presented below:

Shareholders	Common shares			
	March 31, 2024	%	December 31, 2023	%
Administrators and directors	1,538,464	0.5	1,587,964	0.5
Rose Fundo de Investimento	43,398,873	14.0	43,398,873	14.0
Zaher Family	33,342,000	10.8	33,342,000	10.8
BlackRock, Inc.			15,495,505	5.0
FMR LLC ("Fidelity")	15,620,503	5.1		
Treasury	17,701,659	5.7	17,735,401	5.7
Free float	197,487,352	63.9	197,529,108	63.9
	<u>309,088,851</u>	<u>100.0</u>	<u>309,088,851</u>	<u>100.0</u>

**(b) Activity of capital shares**

There were no changes in the capital shares during the period ended March 31, 2024.

**(c) Treasury shares**

On March 21, 2022, the Board of Directors approved the start of the 6th program of repurchases, ending on December 21, 2023. The total number of shares repurchased was 12,274,100 common shares, equivalent to 59.87% of the total of shares planned for the program.

	Number	Average cost	Balance
Treasury shares on December 31, 2023	17,735,400	19.11	338,922
Payment of SOP, ILP and cancellation with treasury shares (Note 18 d.3)	(33,741)	17.06	(575)
Treasury shares as at March 31, 2024	<u>17,701,659</u>	<u>19.11</u>	<u>338,347</u>

**(d) Capital reserves****(d.1) Goodwill on share subscription**

The goodwill reserve refers to the difference between the subscription price that the shareholders pay for the shares and their par value. Since this is a capital reserve, it may only be used to increase capital, offset losses, redeem, reimburse or purchase shares or pay cumulative dividends on preference shares.

The share subscription goodwill amount in the Quarterly Financial Statements as at March 31, 2024 and December 31, 2023 is as follows:

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	<b>Parent company</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>
Tax reserve	3	3
Non-distributable profits (i)	96,477	96,477
Special goodwill reserve under merger	85	85
Goodwill on shares subscription	<u>498,899</u>	<u>498,899</u>
	<u>595,464</u>	<u>595,464</u>

(i) Profits earned prior to the Company's conversion into a business company

The goodwill on the share issuance is comprised as follows:

	<b>March 31, 2024</b>
Subscription of 17,853,127 shares	(23,305)
Amount paid for the 17,853,127 shares	<u>522,204</u>
Goodwill on share issuance	<u>498,899</u>

**(d.2) Granted options**

The Company recorded the capital reserve for stock options granted, as mentioned in Note 21. As required by the technical pronouncement, the fair value of the options was determined on the grant date and is being recognized over the vesting period up to this individual and consolidated quarterly financial statements date.

**(d.3) Goodwill and Negative Goodwill on the sale of treasury shares**

The goodwill and negative goodwill on the sale of treasury shares refers to the difference between the acquisition price that the Company paid for the shares and the sale value when using the shares to pay for the granted options.

The negative goodwill on the sale of treasury shares is represented as follows as at March 31, 2024 and December 31, 2023:

	<b>Number of shares</b>	<b>Sale</b>	<b>Amount paid</b>	<b>Negative Goodwill</b>
Negative Goodwill on December 31, 2023	<u>2,854,680</u>	<u>49,404</u>	<u>36,995</u>	<u>12,141</u>
Negative Goodwill as at March 31, 2024	<u>2,854,680</u>	<u>49,404</u>	<u>36,995</u>	<u>12,141</u>

**(e) Retained earnings****(e.1) Legal reserve**

It must be established on the basis of 5% of the net income for the fiscal year until it reaches 20% of the paid-up share capital or 30% of the share capital plus capital reserves. After this limit, appropriation is no longer mandatory. The capital reserve may only be used to increase share capital or to offset accumulated losses.

**(e.2) Retained earnings reserve**

In accordance with Article 196 of the Corporations Act, where the general meeting may, at the proposal of the bodies of management, decide to retain part of the net income for the fiscal year provided for in the capital

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budget to meet investment and expansion projects.

**(f) Equity valuation adjustment**

Referring to the fair value of the Hardwork stock option contract, fully subscribed, which represents the remaining 49%.

**19 Financial instruments and sensitivity analysis of financial assets and liabilities**

Market values of financial assets and liabilities were determined based on available market information and valuation methodologies appropriate for each situation. However, considerable judgment was necessary to interpret market balances in order to produce the most appropriate realizable value estimate. Consequently, the estimates presented herein do not necessarily indicate the amounts that could be realized in the current exchange market. The use of different market information and/or valuation methodologies may have a relevant effect on the value of the market value.

The Company's assets and liabilities financial instruments as at March 31, 2024 are recorded in equity accounts in amounts compatible to those practiced in the market.

**(a) Cash and cash equivalents and securities**

The values recorded are close to the market values, considering the financial transactions have immediate liquidity.

**(b) Loans and financing**

They are measured at the amortized cost, using the effective rate method.

**(c) Trade receivables**

They are classified as receivables and are accounted for by their contractual values, which are close to market value.

**(d) Derivative financial instruments**

Although the derivative transaction is intended to protect the Company from fluctuations arising from its exposure to foreign exchange risk, it was decided not to adopt the hedge accounting methodology.

We present below the information related to the derivatives financial instruments held by the Company as at March 31, 2024, recorded at fair value with effect on results:

											BRL Thousand
Swap Contracts	Initial Date	Maturity Date	Principal Contracted (USD)	Principal Contracted (BRL)	Contracted rate	Swap Rate	Long leg	Short leg	Net exposure	Marking to market (MTM)	Fair Value (Accumulated)
<b>Swap contract (exchange rate)</b>											
Citibank	01/10/23	01/12/26	80,000	422,840	1.18*(SOFRU SD+0.682%)	CDI +1.25%	405,209	433,765	(28,556)	(23,008)	5,548
Citibank	01/10/24	01/30/26	44,000	218,407	1.18*(SOFRU SD+0.864%)	CDI + 1.50%	222,032	222,506	(474)	1,269	1,743
<b>Swap contracts (fee)</b>											
Bradesco	12/01/23	12/16/28	-	280,431	Pre + 11.3487%	CDI + 0.819%	290,166	290,859	(693)	(2,201)	(1,508)
XP	12/01/23	10/15/30	-	105,367	IPCA + 6.3584%	CDI + 0.98%	109,700	109,427	273	(2,440)	(2,713)

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#### (e) Other financial instruments, assets, and liabilities

The estimated realizable values of the Group's financial assets and liabilities were determined based on information available in the market and appropriate valuation methodologies.

#### 19.1 Fair value hierarchy

The table below presents the financial instruments recorded at fair value using the measurement method:

	<b>Consolidated</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>
Financial Instruments at fair value through profit or loss		
Financial investments	811,772	684,104
Financial derivative instruments - SWAP		3,774
(-) Derivative financial instruments – Swap (i)	<u>(1,043,402)</u>	<u>(835,521)</u>
	<u>(231,630)</u>	<u>(143,643)</u>

(i) Referring to loans for the ninth debenture issuance – CRI (1st and 3rd Series) and 4131 at Banco Citibank.

The measurement of financial instruments is grouped at levels from 1 to 3, based on the level of quotation of their fair value:

Level 1 - prices quoted in active markets for identical assets and liabilities;

Level 2 - other techniques for which all input with a significant effect on the fair value is observable, either directly or indirectly; and

Level 3 - techniques using input with a significant effect on the fair value that is not based on observable market input.

During the period ended March 31, 2024, there were no transfers arising from fair value measurements between levels 1 and 2, not inside the level 3.

#### 19.2 Financial risk factors

All Company's transactions are performed with banks having recognized liquidity, which minimizes risks. Management records an allowance for uncollectible accounts in an amount considered sufficient to cover possible risks of realization of trade receivables; therefore, the risk of incurring losses resulting from the difficulty of receiving billed values is measured and recorded in the accounts. The main market risk factors affecting the business are the following:

##### (a) Credit risk

This risk is related to difficulties in collecting values for services provided.

The Group is also subject to credit risk in its financial investments.

The credit risk related to the service provision is minimized by strict control of the student base and by the active management of default levels and the pulverization of balances. In addition, the Company requires the settlement or negotiation of the amounts overdue upon the return of the students for classes in the next semester.

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Concerning the credit risk associated with financial institutions, the Company and its subsidiaries operate according to the Investment Policy approved by the Board of Directors. The balances of cash and cash equivalents, securities, and legal deposits are held at financial institutions with A to AAA credit ratings assigned by the credit rating agencies Standard & Poor's, Fitch, and Moody's. In cases where there are two or more ratings, the rating of the majority shall be adopted. In the event of different ratings, the Company adopts the higher rating as a basis.

#### (b) Market risk

The Company is exposed to inflationary risk, given that part of the loans and financing are indexed to the Broad National Consumer Price Index (IPCA). However, with the aim of mitigating this effect in the medium and long term, the Company constantly monitors the market and, when necessary, contracts derivative transactions to neutralize the impacts of these fluctuations.

#### (c) Interest rate risk

The Group is exposed to fluctuations in the Interbank Deposit Certificate (CDI) rate, which is used to adjust its financial investments and debts. In addition, any increase in interest rates could increase the cost of students' loans, including loans under the terms of the FIES program, and decrease the demand for the courses.

#### (d) Exchange rate risk

The Group's income is susceptible to variations due to exchange rate volatility, since its assets and liabilities are linked to a currency other than its functional currency. However, as the Company has a Swap agreement for the line 4131, exposure to foreign exchange risk does not exist.

#### (e) Liquidity risk

Liquidity risk is the risk that the Group may not have sufficient cash resources available to meet its commitments due to the different terms of settlement of its rights and obligations.

The control of the Group's liquidity and cash flow is monitored daily by the Group's Management areas, in order to ensure that the operational cash generation and the previous fundraising, when necessary, are sufficient to maintain its commitments' schedule, not posing liquidity risks for the Group.

The table below analyzes the Group's financial liabilities, by maturity ranges, corresponding to the remaining period of the reporting date of the balance sheet until the contractual maturity date. The values presented in the table are the contracted cash flows not discounted.

	Consolidated			
	Less than one year	Between one and two years	Between two and five years	More than five years
As atf March 31, 2024				
Suppliers	210,564			
Loans	1,447,682	1,130,489	1,479,697	123,383
Financial lease obligations	248,654	425,264	442,833	1,290,019
Commitments payable	13,908	36,220	9,061	
Financial liabilities – options			57,925	
As atf December 31, 2023				
Suppliers	198,814			
Loans	885,381	1,143,781	2,298,641	123,124
Financial lease obligations	241,968	467,184	420,734	1,221,142
Commitments payable	13,468	36,507	8,947	
Financial liabilities – options			57,925	

**YDUQS Participações S.A.****Management's explanatory notes to the quarterly financial statements  
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CVM Resolution No. 550, of October 17, 2008, sets forth that publicly-held companies must disclose, in a specific note, qualitative and quantitative information on all their financial instruments, recognized or not as assets or liabilities in the balance sheet.

The Group's financial instruments are represented by cash, trade receivables, trade payables, legal deposits, loans and financing, which are registered at cost value, plus income or charges incurred and financial investments, which are registered at fair value.

The main risks underlying the Group's operations are linked to changes in the CDI (Interbank Deposit Certificate) rate.

CVM Instruction No. 607, of July 17, 2019, provides that specific information on financial instruments must be shown in a specific note and that a table must be included with details of a sensitivity analysis.

Loans in Brazilian reais consist of transactions for which the carrying value is close to the fair value of these financial instruments.

Investments linked to the CDI rate are recorded at fair value, according to the quotations disclosed by the respective financial institutions. Most of the other investments refer to bank deposit certificates and repurchase agreements and, therefore, the value recorded for these securities does not differ from market value.

With the purpose to verify the sensitivity of the index for the financial investments and loans to which the Group was exposed on the base date of March 31, 2024, three different scenarios were defined.

After that, rate variations of 25% and 50% were calculated for scenarios II and III, respectively.

For each scenario, "financial revenues and expenses" were calculated, without taking into account the incidence of taxes on investment income. The base date used for the portfolio was March 31, 2024, projecting one year and checking the sensitivity of the CDI, the dollar and the IPCA with each scenario.

Based on the CDI rate officially published by CETIP on March 31, 2024 (10.65% p.a.), this rate was used as the probable scenario for the year.

Transactions	Risk	Scenario for CDI increase		
		Probable Scenario (I)	Scenario (II)	Scenario (III)
Financial investments	CDI	10.65%	13.31%	15.98%
BRL 824,475		BRL 87,807	BRL 109,758	BRL 131,710
CCB – Safra	CDI + 2.18%	13.06%	15.78%	18.50%
(BRL 202,024)		(BRL 26,389)	(BRL 31,885)	(BRL 37,381)
Debentures VI	CDI + 2.50%	13.42%	16.15%	18.87%
(BRL 1,120,698)		(BRL 150,356)	(BRL 180,940)	(BRL 211,525)
Debentures VII	CDI + 1.65%	12.48%	15.18%	17.89%
(BRL 312,434)		(BRL 38,978)	(BRL 47,434)	(BRL 55,890)
Debentures VIII	CDI + 1.50%	12.31%	15.01%	17.71%
(BRL 500,691)		(BRL 61,634)	(BRL 75,165)	(BRL 88,696)
CRI – 1st Series	CDI + 0.82%	11.56%	14.24%	16.93%
(BRL 290,992)		(BRL 33,631)	(BRL 41,442)	(BRL 49,253)
CRI – 2nd Series	CDI + 0.90%	11.65%	14.33%	17.02%
(BRL 326,152)		(BRL 37,983)	(BRL 46,745)	(BRL 55,507)
<b>Net position</b>		<b>(BRL 261,164)</b>	<b>(BRL 313,853)</b>	<b>(BRL 366,542)</b>

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Transactions	Risk	Scenario for CDI decrease		
		Probable Scenario (I)	Scenario (II)	Scenario (III)
Financial investments	CDI	10.65%	7.99%	5.33%
BRL 824,475		BRL 87,807	BRL 65,855	BRL 43,903
CCB – Safra	CDI + 2.18%	13.06%	10.34%	7.62%
(BRL 202,024)		(BRL 26,389)	(BRL 2,893)	(BRL 15,396)
Debentures VI	CDI + 2.50%	13.42%	10.69%	7.96%
(BRL 1,120,698)		(BRL 150,356)	(BRL 119,771)	(BRL 89,187)
Debentures VII	CDI + 1.65%	12.48%	9.77%	7.06%
(BRL 312,434)		(BRL 38,978)	(BRL 30,523)	(BRL 22,067)
Debentures VIII	CDI + 1.50%	12.31%	9.61%	6.90%
(BRL 500,691)		(BRL 61,634)	(BRL 48,103)	(BRL 34,572)
CRI – 1st Series	CDI + 0.82%	11.56%	8.87%	6.19%
(BRL 290,992)		(BRL 33,631)	(BRL 25,820)	(BRL 18,008)
CRI – 2nd Series	CDI + 0.90%	11.65%	8.96%	6.27%
(BRL 326,152)		(BRL 37,983)	(BRL 29,221)	(BRL 20,459)
<b>Net position</b>		<b>(BRL 261,164)</b>	<b>(BRL 190,476)</b>	<b>(BRL 155,786)</b>

We present below the Company's variations in assets and liabilities linked to the exchange rate.

The sensitivity analysis related to exchange rate risk refers to the position on March 31, 2024. The Company uses as a premise the exchange rate disclosed in the last Focus Report - BACEN prior to the end of the period.

The table below represents the sensitivity analysis involving the net effect resulting from these shocks in the exchange rate. We have decided to keep the Swap long leg separate from the short leg in order to make the effect of the derivative more evident.

Transactions	Risk	Dollar rise scenario		
		Scenario (I)	Scenario (II)	Scenario (III)
4131 - Citi (USD 80MM) - Long Leg	USD/BRL	4.95	6.19	7.43
433,765		433,765	542,207	650,648
4131 - Citi (USD 80MM) - Short Leg	USD/BRL	4.95	6.19	7.43
405,209		405,209	506,511	607,814
<b>Net position</b>		<b>28,556</b>	<b>35,696</b>	<b>42,834</b>
4131 - Citi (USD 44MM) - Long Leg	USD/BRL	4.95	6.19	7.43
222,506		222,506	278,132	333,759
4131 - Citi (USD 44MM) - Short Leg	USD/BRL	4.95	6.19	7.43
222,032		222,032	277,540	333,048
<b>Net position</b>		<b>474</b>	<b>592</b>	<b>711</b>

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Transactions	Risk	Dollar contraction scenario		
		Scenario (I)	Scenario (II)	Scenario (III)
4131 - Citi (USD 80MM) - Long Leg 433,765	USD/BRL	4.95 433,765	3.71 325,324	2.48 216,883
4131 - Citi (USD 80MM) - Short Leg 405,209	USD/BRL	4.95 405,209	3.71 303,907	2.48 202,605
<b>Net position</b>		<b>28,556</b>	<b>21,417</b>	<b>14,278</b>
4131 - Citi (USD 44MM) - Long Leg 222,506	USD/BRL	4.95 222,506	3.71 166,879	2.48 111,253
4131 - Citi (USD 44MM) - Short Leg 222,032	USD/BRL	4.95 222,032	6.19 166,524	7.43 111,016
<b>Net position</b>		<b>474</b>	<b>355</b>	<b>237</b>

We present below the Company's variations in assets and liabilities linked to the inflation (IPCA) rate. The Company uses as a premise the rate calculated by the Brazilian Institute of Geography and Statistics (IBGE), adjusted for the 12 months prior to the month of the period.

The sensitivity analysis related to inflationary risk refers to the position on March 31, 2024, and seeks to simulate how a stress in the IPCA rate could affect the Company.

Transactions	Risk	IPCA rise scenario		
		Scenario (I)	Scenario (II)	Scenario (III)
CRI - 3rd Series - Long Leg 109,700	IPCA + 6.3584%	10.29 11,286	12.86 14,108	15.43 16,930
CRI - 3rd Series - Short Leg 109,427	CDI + 0.98%	11.73 12,841	14.67 16,051	17.60 19,261
<b>Net position</b>		<b>(1,555)</b>	<b>(1,943)</b>	<b>(2,331)</b>

Transactions	Risk	IPCA retraction scenario		
		Scenario (I)	Scenario (II)	Scenario (III)
CRI - 3rd Series - Long Leg 109,700	IPCA + 6.3584%	10.29 11,286	7.72 8,465	5.14 5,643
CRI - 3rd Series - Short Leg 109,427	CDI + 0.98%	11.73 12,841	8.80 9,630	5.87 6,420
<b>Net position</b>		<b>(1,555)</b>	<b>(1,165)</b>	<b>(777)</b>



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#### (g) Capital Management

The Company's debt in relation to equity for the period ended March 31, 2024, and for the fiscal year ended December 31, 2023, is presented below as a consolidated data:

	Consolidated	
	March 31, 2024	December 31, 2023
Loans and financing (Note 11)	3,492,012	3,474,346
Leases (Note 12)	1,702,762	1,668,733
Acquisition price payable (Note 16)	54,859	54,243
(-) Cash and cash equivalents and securities (Note 3)	(824,475)	(698,346)
(-) Financial instruments – SWAP (Note 19.d)		(3,774)
Net debt	4,425,158	4,495,202
Equity	3,212,053	3,057,085
Net debt on equity	1.38	1.47

#### (h) Offsetting of financial instruments

There is no significant assets or liabilities subject to contractual offsetting as at March 31, 2024 and December 31, 2023.

## 20 Administrators' compensation

### (a) Compensation

In accordance with the Corporations Act and the Company's Articles of Incorporation, it is the responsibility of the shareholders, at the General Meeting, to set the overall amount of the administrators' annual compensation. It is incumbent upon the Board of Directors to distribute the funds among the administrators. The Annual and Special General Meeting held on April 27, 2023 established a monthly global compensation limit to the Company's Administrators (Board of Directors, Audit Committee, and Executive Board).

In the periods ended March 31, 2024 and 2023, the total compensation (fixed, variable, shares, and the respective social charges) of the Company's directors, officers and main executives was BRL 4,166 and BRL 9,674, respectively. Compensations are within the limits approved at the corresponding shareholders' meetings.

The Company and its subsidiaries do not grant post-employment benefits, contract termination benefits, or other long-term benefits to Management and its employees, except for the share call option plan described in Note 21 (b).

### (b) Share Call Option Plan

In the Annual General Meeting held on September 12, 2008, the shareholders approved a Company's Share Call Option Plan ("Plan") to the administrators, employees, and service providers of the Company ("beneficiaries"). The Plan is administrated by the Plan Management Committee, created by the Board of Directors, specifically for this purpose during the meeting held on July 1, 2008. The Committee is responsible for creating an option program of acquisition of shares and granting to the Beneficiaries (reviewed from time to time) the options and specific applicable rules, always subjecting them to the general rules of the Plan ("Program").

The volume of stock options is limited to 5% of the shares representing the Company's share capital on the date on which each Program is approved.

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Up to June 30, 2023, eleven stock option programs were created, of which six programs do not contain stockpile to be exercised (programs from the 1st to the 5th and 9th), all other programs (6th to 8th, 10th and 11th) despite being closed, still contain a stockpile to be exercised.

As at December 31, 2023 and 2022, the number of granted options, which were exercised accumulated from all programs, was 13,441,762 shares (BRL 116,870), of which 11,218,904 shares from closed programs and 2,222,858 shares from active programs. The total number of shares granted, less the forfeited shares is 16,901,902 shares (BRL 156,902), of which 12,042,223 shares of closed programs and 4,859,679 shares of active programs.

As at March 31, 2024, the number of options granted, which were exercised accumulated from all programs, was 13,441,762 shares (BRL 116,870), of which 11,218,904 shares from closed programs and 2,222,858 shares from active programs. The total number of shares granted, less the forfeited shares is 16,901,902 shares (BRL 156,902), of which 12,042,223 shares of closed programs and 4,859,679 shares of active programs.

For the granted options programs described below, with a balance of shares to be consumed, the Company uses the Binomial model and the Black and Scholles model to calculate the fair value of the options for each grant.

Year	Programs	Issue price	Granted	Forfeited Options	Abandoned Options	Issued	Balance of Shares
2013	6P	BRL 15.67	5,090,000	2,247,000	1,947,046	866,714	29,240
2014	7P	BRL 23.60	889,000	379,200	331,174	97,526	81,100
2015	8P	BRL 13.15	983,000	463,400	59,587	458,813	1,200
2016	10P	BRL 15.12	1,105,779	554,000	107,779	442,000	2,000
2017	11P	BRL 14.18	991,010	555,510	71,255	357,805	6,440
<b>Overall Total</b>			<b>9,058,789</b>	<b>4,199,110</b>	<b>2,516,841</b>	<b>2,222,858</b>	<b>119,980</b>

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The assumptions used to calculate each grant, based on the Binominal model, are as follows:

Program	Date of Grant	End of Vesting Period	Maturity Date	Granted Options	Price of Base Asset	Fair value	Quantity Forfeited
11th Program Apr17	04/25/2017	04/23/2018	04/23/2028	188,000	R\$ 14.18	R\$ 6.14	13,500
11th Program Apr17	04/25/2017	04/23/2019	04/23/2028	188,000	R\$ 14.18	R\$ 6.84	86,000
11th Program Apr17	04/25/2017	04/23/2020	04/23/2028	188,000	R\$ 14.18	R\$ 7.41	132,500
11th Program Apr17	04/25/2017	04/23/2021	04/23/2028	188,000	R\$ 14.18	R\$ 7.86	135,500
11th Program Apr17	04/25/2017	04/23/2022	04/23/2028	188,000	R\$ 14.18	R\$ 8.26	137,000
11th Program Apr17 Cons.	04/25/2017	04/23/2018	04/23/2028	25,505	R\$ 14.18	R\$ 6.14	25,505
11th Program Apr17 Cons.	04/25/2017	04/23/2019	04/23/2028	25,505	R\$ 14.18	R\$ 6.84	25,505
10th Program Jul16	07/19/2016	04/15/2017	07/19/2026	208,000	R\$ 15.12	R\$ 6.89	2,000
10th Program Jul16	07/19/2016	04/15/2018	07/19/2026	208,000	R\$ 15.12	R\$ 7.89	33,000
10th Program Jul16	07/19/2016	04/15/2019	07/19/2026	208,000	R\$ 15.12	R\$ 8.61	153,000
10th Program Jul16	07/19/2016	04/15/2020	07/19/2026	208,000	R\$ 15.12	R\$ 9.18	183,000
10th Program Jul16	07/19/2016	04/15/2021	07/19/2026	208,000	R\$ 15.12	R\$ 9.64	183,000
10th Program Jul16 Cons.	07/19/2016	04/15/2017	07/19/2026	32,890	R\$ 15.12	R\$ 6.89	0
10th Program Jul16 Cons.	07/19/2016	04/15/2018	07/19/2026	32,889	R\$ 15.12	R\$ 7.89	0
9th Program Apr16	04/29/2016	04/15/2017	04/15/2027	80,000	R\$ 11.87	R\$ 6.02	20,000
9th Program Apr16	04/29/2016	04/15/2018	04/15/2027	80,000	R\$ 11.87	R\$ 6.66	20,000
9th Program Apr16	04/29/2016	04/15/2019	04/15/2027	80,000	R\$ 11.87	R\$ 7.14	80,000
9th Program Apr16	04/29/2016	04/15/2020	04/15/2027	80,000	R\$ 11.87	R\$ 7.52	80,000
9th Program Apr16	04/29/2016	04/15/2021	04/15/2027	80,000	R\$ 11.87	R\$ 7.83	80,000
9th Program Apr16 Cons.	04/29/2016	04/15/2017	05/01/2019	450,000	R\$ 11.87	R\$ 3.17	100,000
9th Program Apr16 Cons.	04/29/2016	04/15/2018	05/01/2020	450,000	R\$ 11.87	R\$ 4.43	100,000
8P Program	10/28/2015	04/15/2016	04/15/2026	196,600	R\$ 13.15	R\$ 5.45	2,000
8P Program	10/28/2015	04/15/2017	04/15/2027	196,600	R\$ 13.15	R\$ 6.42	56,800
8P Program	10/28/2015	04/15/2018	04/15/2028	196,600	R\$ 13.15	R\$ 7.20	81,200
8P Program	10/28/2015	04/15/2019	04/15/2029	196,600	R\$ 13.15	R\$ 7.88	150,200
8P Program	10/28/2015	04/15/2020	04/15/2030	196,600	R\$ 13.15	R\$ 8.47	173,200
7P Program Oct14	10/14/2014	04/15/2015	04/15/2025	177,800	R\$ 26.83	R\$ 8.58	16,000
7P Program Oct14	10/14/2014	04/15/2016	04/15/2026	177,800	R\$ 26.83	R\$ 9.71	37,000
7P Program Oct14	10/14/2014	04/15/2017	04/15/2027	177,800	R\$ 26.83	R\$ 10.64	86,000
7P Program Oct14	10/14/2014	04/15/2018	04/15/2028	177,800	R\$ 26.83	R\$ 11.47	104,400
7P Program Oct14	10/14/2014	04/15/2019	04/15/2029	177,800	R\$ 26.83	R\$ 12.24	135,800
6P Program Aug14	08/01/2014	04/15/2015	04/15/2025	60,000	R\$ 29.16	R\$ 14.48	0
6P Program Aug14	08/01/2014	04/15/2016	04/15/2026	60,000	R\$ 29.16	R\$ 15.10	28,000
6P Program Aug14	08/01/2014	04/15/2017	04/15/2027	60,000	R\$ 29.16	R\$ 15.74	28,000
6P Program Aug14	08/01/2014	04/15/2018	04/15/2028	60,000	R\$ 29.16	R\$ 16.38	28,000
6P Program Aug14	08/01/2014	04/15/2019	04/15/2029	60,000	R\$ 29.16	R\$ 16.98	44,000
6P Program Aug14 Cons.	08/01/2014	04/15/2015	08/01/2024	50,000	R\$ 29.16	R\$ 14.43	0
6P Program Aug14 Cons.	08/01/2014	04/15/2016	08/01/2024	50,000	R\$ 29.16	R\$ 15.02	0
6P Program July14	07/04/2014	04/15/2015	04/15/2025	608,000	R\$ 29.94	R\$ 15.13	0
6P Program July14	07/04/2014	04/15/2016	04/15/2026	608,000	R\$ 29.94	R\$ 15.76	80,000
6P Program July14	07/04/2014	04/15/2017	04/15/2027	608,000	R\$ 29.94	R\$ 16.41	602,000
6P Program July14	07/04/2014	04/15/2018	04/15/2028	608,000	R\$ 29.94	R\$ 17.05	608,000
6P Program July14	07/04/2014	04/15/2019	04/15/2029	608,000	R\$ 29.94	R\$ 17.65	608,000
6P Program July14 Cons.	07/04/2014	04/15/2015	07/04/2024	162,500	R\$ 29.94	R\$ 15.09	0
6P Program July14 Cons.	07/04/2014	04/15/2016	07/04/2024	162,500	R\$ 29.94	R\$ 15.69	0
6P Program Oct13	10/02/2013	04/15/2014	04/15/2024	265,000	R\$ 16.82	R\$ 5.05	5,000
6P Program Oct13	10/02/2013	04/15/2015	04/15/2025	265,000	R\$ 16.82	R\$ 5.79	5,000
6P Program Oct13	10/02/2013	04/15/2016	04/15/2026	265,000	R\$ 16.82	R\$ 6.40	19,000
6P Program Oct13	10/02/2013	04/15/2017	04/15/2027	265,000	R\$ 16.82	R\$ 6.94	88,000
6P Program Oct13	10/02/2013	04/15/2018	04/15/2028	265,000	R\$ 16.82	R\$ 7.43	104,000
5P 3 Program	03/01/2013	04/15/2014	04/15/2024	144,000	R\$ 16.16	R\$ 6.37	0
5P 3 Program	03/01/2013	04/15/2015	04/15/2025	144,000	R\$ 16.16	R\$ 7.02	21,000
5P 3 Program	03/01/2013	04/15/2016	04/15/2026	144,000	R\$ 16.16	R\$ 7.60	102,000
5P 3 Program	03/01/2013	04/15/2017	04/15/2027	144,000	R\$ 16.16	R\$ 8.11	102,000
5P 3 Program	03/01/2013	04/15/2018	04/15/2028	144,000	R\$ 16.16	R\$ 8.58	123,000
4P Program Jan/13	01/10/2013	04/15/2014	04/15/2024	160,200	R\$ 14.40	R\$ 8.23	7,200
4P Program Jan/13	01/10/2013	04/15/2015	04/15/2025	160,200	R\$ 14.40	R\$ 8.35	7,200
4P Program Jan/13	01/10/2013	04/15/2016	04/15/2026	160,200	R\$ 14.40	R\$ 8.48	7,200
4P Program Jan/13	01/10/2013	04/15/2017	04/15/2027	160,200	R\$ 14.40	R\$ 8.62	88,200
4P Program Jan/13	01/10/2013	04/15/2018	04/15/2028	160,200	R\$ 14.40	R\$ 8.75	94,200

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The assumptions used to calculate each granting, based on the Black and Scholles model, are as follows:

Program	Date of Grant	End of Vesting Period	Maturity Date	Granted Options	Price of Base Asset	Fair value	Quantity Forfeited
4P Program Nov/2012	11/05/2012	04/15/2014	04/15/2024	15,000	R\$ 13.13	R\$ 6.31	0
4P Program Nov/12	11/05/2012	04/15/2015	04/15/2025	15,000	R\$ 13.13	R\$ 6.88	0
4P Program Nov/12	11/05/2012	04/15/2016	04/15/2026	15,000	R\$ 13.13	R\$ 7.36	15,000
4P Program Nov/12	11/05/2012	04/15/2017	04/15/2027	15,000	R\$ 13.13	R\$ 7.79	15,000
4P Program Nov/12	11/05/2012	04/15/2018	04/15/2028	15,000	R\$ 13.13	R\$ 8.08	15,000
4P Program Aug/12	08/06/2012	04/15/2013	04/15/2023	18,000	R\$ 8.66	R\$ 2.64	0
4P Program Aug/12	08/06/2012	04/14/2014	04/14/2024	18,000	R\$ 8.66	R\$ 3.37	18,000
4P Program Aug/12	08/06/2012	04/14/2015	04/14/2025	18,000	R\$ 8.66	R\$ 3.88	18,000
4P Program Aug/12	08/06/2012	04/14/2016	04/14/2026	18,000	R\$ 8.66	R\$ 4.29	18,000
4P Program Aug/12	08/06/2012	04/14/2017	04/14/2027	18,000	R\$ 8.66	R\$ 4.55	18,000
4P Program Jul/12	07/02/2012	04/15/2013	04/15/2023	48,000	R\$ 8.10	R\$ 2.23	0
4P Program Jul/12	07/02/2012	04/14/2014	04/14/2024	48,000	R\$ 8.10	R\$ 2.96	0
4P Program Jul/12	07/02/2012	04/14/2015	04/14/2025	48,000	R\$ 8.10	R\$ 3.46	9,000
4P Program Jul/12	07/02/2012	04/14/2016	04/14/2026	48,000	R\$ 8.10	R\$ 3.86	9,000
4P Program Jul/12	07/02/2012	04/14/2017	04/14/2027	48,000	R\$ 8.10	R\$ 4.12	48,000
4P Program Apr/12	04/02/2012	04/15/2013	04/15/2023	234,000	R\$ 6.50	R\$ 1.12	27,000
4P Program Apr/12	04/02/2012	04/14/2014	04/14/2024	234,000	R\$ 6.50	R\$ 1.81	42,000
4P Program Apr/12	04/02/2012	04/14/2015	04/14/2025	234,000	R\$ 6.50	R\$ 2.26	42,000
4P Program Apr/12	04/02/2012	04/14/2016	04/14/2026	234,000	R\$ 6.50	R\$ 2.60	60,000
4P Program Apr/12	04/02/2012	04/14/2017	04/14/2027	234,000	R\$ 6.50	R\$ 2.82	138,000
3P Program Apr/11	04/20/2011	04/15/2012	04/15/2022	165,324	R\$ 7.80	R\$ 1.29	12,717
3P Program Apr/11	04/20/2011	04/14/2013	04/14/2023	165,240	R\$ 7.80	R\$ 2.27	38,133
3P Program Apr/11	04/20/2011	04/14/2014	04/14/2024	165,240	R\$ 7.80	R\$ 2.92	61,011
3P Program Apr/11	04/20/2011	04/14/2015	04/14/2025	165,240	R\$ 7.80	R\$ 3.42	61,011
3P Program Apr/11	04/20/2011	04/14/2016	04/14/2026	165,240	R\$ 7.80	R\$ 3.74	80,079
3P Program Jan/11	01/03/2011	04/15/2012	04/15/2022	183,861	R\$ 9.00	R\$ 1.99	10,170
3P Program Jan/11	01/03/2011	04/14/2013	04/14/2023	183,807	R\$ 9.00	R\$ 3.02	35,592
3P Program Jan/11	01/03/2011	04/14/2014	04/14/2024	183,807	R\$ 9.00	R\$ 3.72	51,072
3P Program Jan/11	01/03/2011	04/14/2015	04/14/2025	183,807	R\$ 9.00	R\$ 4.25	51,072
3P Program Jan/11	01/03/2011	04/14/2016	04/14/2026	183,807	R\$ 9.00	R\$ 4.60	51,072
2P Program Jul/10	07/28/2010	04/15/2011	04/15/2021	129,702	R\$ 6.73	R\$ 1.37	39,063
2P Program Jul/10	07/28/2010	04/14/2012	04/14/2022	129,684	R\$ 6.73	R\$ 2.19	39,063
2P Program Jul/10	07/28/2010	04/14/2013	04/14/2023	129,684	R\$ 6.73	R\$ 2.72	48,438
2P Program Jul/10	07/28/2010	04/14/2014	04/14/2024	129,684	R\$ 6.73	R\$ 3.12	48,438
2P Program Jul/10	07/28/2010	04/14/2015	04/14/2025	129,684	R\$ 6.73	R\$ 3.36	60,936
2P Program May/10	05/06/2010	04/15/2011	04/15/2021	140,625	R\$ 6.33	R\$ 2.52	0
2P Program May/10	05/06/2010	04/15/2012	04/15/2015	140,625	R\$ 6.33	R\$ 2.52	140,625
2P Program May/10	05/06/2010	04/14/2013	04/14/2023	140,625	R\$ 6.33	R\$ 2.52	140,625
2P Program May/10	05/06/2010	04/14/2014	04/14/2024	140,625	R\$ 6.33	R\$ 2.52	140,625
2P Program May/10	05/06/2010	04/14/2015	04/14/2025	140,625	R\$ 6.33	R\$ 2.52	140,625
1P Program Mar/10	03/01/2010	04/15/2011	04/15/2021	90,909	R\$ 7.50	R\$ 2.43	0
1P Program Mar/10	03/01/2010	04/14/2012	04/14/2022	90,909	R\$ 7.50	R\$ 3.23	0
1P Program Mar/10	03/01/2010	04/14/2013	04/14/2023	90,909	R\$ 7.50	R\$ 3.77	0
1P Program Mar/10	03/01/2010	04/14/2014	04/14/2024	90,909	R\$ 7.50	R\$ 4.18	0
1P Program Mar/10	03/01/2010	04/14/2015	04/14/2025	90,909	R\$ 7.50	R\$ 4.43	0
1P Program Jan/10	01/11/2010	04/15/2011	04/15/2021	89,112	R\$ 8.17	R\$ 2.96	10,914
1P Program Jan/10	01/11/2010	04/14/2012	04/14/2022	89,088	R\$ 8.17	R\$ 3.78	38,181
1P Program Jan/10	01/11/2010	04/14/2013	04/14/2023	89,088	R\$ 8.17	R\$ 4.34	38,181
1P Program Jan/10	01/11/2010	04/14/2014	04/14/2024	89,088	R\$ 8.17	R\$ 4.76	52,728
1P Program Jan/10	01/11/2010	04/14/2015	04/14/2025	89,088	R\$ 8.17	R\$ 5.03	52,728
1P Program Sep/09	09/29/2009	04/15/2010	04/15/2020	174,582	R\$ 6.70	R\$ 1.78	0
1P Program Sep/09	09/29/2009	04/15/2011	02/15/2021	174,537	R\$ 6.70	R\$ 2.51	32,727
1P Program Sep/09	09/29/2009	04/14/2012	04/14/2022	174,537	R\$ 6.70	R\$ 3.00	32,727
1P Program Sep/09	09/29/2009	04/14/2013	04/14/2023	174,537	R\$ 6.70	R\$ 3.40	32,727
1P Program Sep/09	09/29/2009	04/14/2014	04/14/2024	174,537	R\$ 6.70	R\$ 3.62	101,814
1P Program Jan/09	01/13/2009	04/15/2010	04/15/2020	90,915	R\$ 4.40	R\$ 0.57	18,180
1P Program Jan/09	01/13/2009	04/15/2011	04/15/2021	90,909	R\$ 4.40	R\$ 1.21	72,729
1P Program Jan/09	01/13/2009	04/14/2012	04/15/2022	90,909	R\$ 4.40	R\$ 1.62	72,729
1P Program Jan/09	01/13/2009	04/14/2013	04/15/2023	90,909	R\$ 4.40	R\$ 1.92	72,729
1P Program Jan/09	01/13/2009	04/14/2014	04/15/2024	90,909	R\$ 4.40	R\$ 2.11	72,729

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024 (In thousands of Brazilian reais, unless otherwise indicated)

#### Second Share Plan

The Second Stock Option Plan was submitted for approval by the shareholders at the General Meeting held on April 27, 2023, with the Board of Directors being the body responsible for its management.

The maximum number of shares covered must not exceed the number of 5,650,000 shares, subject to any adjustments arising from bonuses, reverse splits, splits, and other events provided for in the plan.

Each Option will entitle the Participant to acquire one (1) share of the number of granted options. Under the terms of the Plan, the options must be acquired by the Participant upon payment of the acquisition price, which will be defined by the Board of Directors within the scope of the respective programs. Once acquired, the options will become eligible for exercise, to the extent that the Participant remains continuously linked as an officer of the Company until the end of the respective vesting periods below:

- (a) Options A and Options B will become Vested Options as of December 1, 2025.
- (b) Options C and Options D will become Vested Options as of December 1, 2026.

Strike price per option is BRL 15.00 for Options A; BRL 20.00 for Options B; BRL 25.00 for Options C; and BRL 30.00 for Options D. The Board of Directors may provide in the respective option program and contract that the strike price will be reduced by the amount per share distributed to its shareholders as of a certain date, either as dividends, interest on equity, redemption, capital reduction, among other theories.

The acquisition price of each option will be determined by the Board of Directors within the scope of the respective program.

The strike period of six months provided for in the Plan was established by the Board of Directors and takes into account market practices and the Company's intention that participants exercise their options in a short period after becoming vested options.

Year	Program	Granted	Issued	Unvested	Forfeited	Balance
2023	1P	5,650,000	0	5,650,000	0	5,650,000

The assumptions used to calculate each granting, based on the Black and Scholes model, are as follows:

Batch	Batch reference	Pricing model	Date of Grant	Date of vesting period	Maturity date	Price of base asset	Strike price	Volatility	Dividend yield	Interest rate	Expected life of the option (Maturity)	Fair Value B&S
1	NOVO SOP YDUQS-1	Black and Scholes	05/02/2023	12/01/2025	06/01/2026	R\$ 7.81	R\$ 15.00	53.65%	0.00%	11.76%	3.08	2.14
2	NOVO SOP YDUQS-2	Black and Scholes	05/02/2023	12/01/2025	06/01/2026	R\$ 7.81	R\$ 20.00	53.65%	0.00%	11.76%	3.08	1.53
3	NOVO SOP YDUQS-3	Black and Scholes	05/02/2023	12/01/2026	06/01/2027	R\$ 7.81	R\$ 25.00	55.77%	0.00%	11.88%	4.08	1.91
4	NOVO SOP YDUQS-4	Black and Scholes	05/02/2023	12/01/2026	06/01/2027	R\$ 7.81	R\$ 30.00	55.77%	0.00%	11.88%	4.08	1.58

In compliance with the provisions of the technical pronouncement CPC 10 (R1), the share-based payments that were open on March 31, 2024, and December 31, 2023, were measured and recognized by the Company.

The Company recognizes the stock options granted on a quarterly basis, as a capital reserve with a corresponding counter entry in the statement of profit or loss, as general and administrative expenses, in the line item personal and social charges. In the period ended March 31, 2024, a provision of BRL756 was recognized (as of March 31, 2023, there was no provision). The accumulated provision as at March 31, 2024 was BRL 77,634 (BRL 74,855 as of March 31, 2023).

#### (c) Performance Share Program

The purpose of the Plan is to allow the grant of Restricted Shares to Beneficiaries selected by the Board of Directors, subject to certain conditions, with the objective of: (a) encouraging the expansion, success, and achievement of the corporate purpose of the Company and the companies under its control; (b) encouraging better management of the Company and the companies under its control, awarding participants the possibility of being Company's shareholders, thereby encouraging them to optimize all aspects that could value the

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

company in the long term; (c) aligning the interest of the beneficiaries with the shareholders' interest; and (d) encouraging the retaining of administrators and employees at the Company or in the companies under its control.

The administrators and employees of the Company or of the company under its control may be elected as Plan beneficiaries, as defined by the Board of Directors.

The total number of restricted shares that may be granted under the Plan may not exceed, together with the options and/or shares granted under other Share-based compensation plans of the Company (which shall be considered in calculating the total limit established herein), the total limit of 3% of the Company's share capital on the date of approval of each Program.

The reference price of each restricted share used to define the number of restricted shares granted to each beneficiary will correspond to the weighted average quote of the Company's shares on B3 S.A. during the thirty (30) trading sessions prior to the date of each Program.

Each Program created by the Board of Directors will have a term of five (5) years, and the restricted shares granted will be divided into five (5) equal annual lots, with the vesting period occurring annually.

Exceptionally, with respect to the 1st Program, approved by the Board of Directors in 2018, the vesting period for the first 20% of restricted shares granted ended on April 15, 2019, with the delivery of the respective restricted shares to the beneficiaries within 30 days of the end of the vesting period, so that the vesting period for each of the other lots of 20% will end on April 15 each year, with the delivery of the respective restricted shares within a maximum of 30 days.

For the Restricted Shares Granting Plan, the provision for the program in the period ended March 31, 2024 is BRL 2,922 (BRL 4,912 as of March 31, 2023). The accumulated provision as at March 31, 2024 was BRL 68,397 (BRL 58,467 as of March 31, 2023).

As at March 31, 2024, the number of shares granted and delivered was 4,182,705 shares, and the total shares granted amounted to 11,225,900 shares.

Program	Granted	Additional per Dividends	Additional per Performance	Delivered	Unvested	Canceled	Forfeited
1P	1,395,500	90,926	40,825	724,622		147,031	655,600
1P - Cons	130,000	9,441		139,441			
1P - Esp.	300,000	28,680	16,158	322,836		22,001	
2P	879,000	20,041	41,500	510,138	83,873	90,496	256,035
2P - Cons	98,000	3,158		94,028		130	7,000
2P - Esp.	100,000	3,004	5,000	81,732	21,100	5,172	
3P	630,000	15,455		565,455			80,000
3P - Cons	98,000	1,026			85,026		14,000
3P - Esp.	200,000	5,620		205,620			
4P	100,000	3,073	5,000	61,046		7,027	40,000
5P	80,000	2,760				2,760	80,000
6P	1,389,600	41,096		535,100	316,613	146,461	432,522
7P	445,000	11,277		237,491		3,786	215,000
8P	460,000	24,574		168,814	253,221	2,539	60,000
9P	100,000	2,221		71,612		609	30,000
10P	1,330,800	32,307		311,167	547,096	155,801	349,043
11P	85,000	458		15,269	15,300	6,889	48,000
12P	1,350,000	20,545		138,334	867,362	107,733	257,116
13P	735,000	8,710			708,034	176	35,500
13P - Esp.	1,320,000	16,165			1,336,165		
<b>Overall Total</b>	<b>11,225,900</b>	<b>340,537</b>	<b>108,483</b>	<b>4,182,705</b>	<b>4,233,790</b>	<b>698,611</b>	<b>2,559,816</b>

## 21 Earnings per share

The table below presents information on the income and shares used to calculate basic and diluted earnings per share.

**YDUQS Participações S.A.****Management's explanatory notes to the quarterly financial statements  
as at March 31, 2024****(In thousands of Brazilian reais, unless otherwise indicated)****(a) Earnings per share – basic**

	<b>2024</b>	<b>2023</b>
Numerator		
Net income for the period	150,492	148,821
Denominator (in thousands of shares)		
Weighted average of the number of outstanding shares	291,380	290,227
Net income per batch of 1000 shares - basic	<u>0.51648</u>	<u>0.51277</u>

**(b) Earnings per share - diluted**

	<b>2024</b>	<b>2023</b>
Numerator		
Net income for the period	150,492	148,821
Denominator (in thousands of shares)		
Weighted average of the number of outstanding shares	291,380	290,227
Adjusted weighted average of outstanding shares	<u>291,380</u>	<u>290,227</u>
Net income per batch of 1000 shares - diluted	<u>0.51648</u>	<u>0.51277</u>

**22 Net revenue from services provided**

	<b>2024</b>	<b>Consolidated 2023</b>
<b>Gross revenue</b>	<b>2,884,521</b>	<b>2,673,783</b>
<b>Deduction from gross revenue</b>	<b>(1,420,193)</b>	<b>(1,360,454)</b>
Grants - scholarships	(1,263,708)	(1,243,948)
Refund of monthly tuition fees and charges	(10,671)	(12,282)
Discounts granted	(60,539)	(4,933)
Taxes	(52,246)	(46,840)
Adjustment to present value – PAR/DIS/Credathenas	(17,132)	(21,166)
FIES (i)	(15,897)	(31,285)
	<u><b>1,464,328</b></u>	<u><b>1,313,329</b></u>

(i) Refers to FGEDUC and management fees.

**23 Costs of services provided**

	<b>2024</b>	<b>Consolidated 2023</b>
Personnel and social charges	(281,297)	(276,312)
Electricity, water, gas, and telephone	(11,160)	(10,092)
Rental, condominium fees, and IPTU	(10,774)	(14,054)
Mail and Couriers	(211)	(431)
Depreciation and amortization	(110,436)	(107,129)
Teaching material	(2,081)	(1,975)
Third-party services - security and cleaning	(15,640)	(14,992)
Others	(71,280)	(54,523)
	<u>(502,879)</u>	<u>(479,508)</u>

**YDUQS Participações S.A.****Management's explanatory notes to the quarterly financial statements  
as at March 31, 2024**

(In thousands of Brazilian reais, unless otherwise indicated)

**24 Selling, general and administrative expenses**

	Parent company		Consolidated	
	2024	2023	2024	2023
Selling expenses				
Allowance for expected credit losses (Note 4)			(172,715)	(128,230)
Advertising			(127,942)	(104,180)
Sales and marketing			(28,717)	(25,101)
Others			(748)	(10)
			<u>(330,122)</u>	<u>(257,521)</u>
General and administrative expenses				
Personnel and social charges	(1,389)	(1,355)	(101,422)	(92,378)
Third-party services	(79)	(869)	(42,083)	(42,534)
Maintenance and repairs	(136)		(29,433)	(22,024)
Depreciation and amortization			(100,733)	(77,999)
Educational agreements			(14,511)	(11,609)
Travel and accommodation			(3,034)	(2,982)
Allowance for contingencies (Note 17)			(25,078)	(19,792)
Insurance	(545)	(551)	(1,277)	(1,138)
Transportation	(1)		(1,344)	(1,317)
Vehicle rental			(1,187)	(1,479)
Others	(325)	(394)	(20,836)	(18,932)
	<u>(2,475)</u>	<u>(3,170)</u>	<u>(340,938)</u>	<u>(292,184)</u>

**25 Other operating revenues/expenses**

	Parent company		Consolidated	
	2024	2023	2024	2023
Earn-out (i)				32,923
Lease revenues			2,823	2,231
Revenues with agreements	755	755	1,410	1,168
Gain (loss) on disposal of property, plant and equipment			591	(4,208)
Other operating revenues (expenses)		553	2,697	(6,971)
	<u>755</u>	<u>1,308</u>	<u>7,521</u>	<u>25,143</u>

(i) Write-off of the Earn-out relating to medicine vacancies linked to the acquisition of Athenas Group.

**26 Financial income**

	Parent company		Consolidated	
	2024	2023	2024	2023
Financial revenues				
Late payment fines and interest			20,797	19,258
Revenues from financial investments	1,153	6,914	21,167	34,704
Derivatives fair value (SWAP) (i)	18,900	26,674	18,900	26,674
Adjustment of tax credits and financial products	2,655	1,726	8,359	18,645
Others		2	998	532
(-) PIS and COFINS on financial transactions (ii)	(5,865)	(6,404)	(7,893)	(9,563)
	<u>16,843</u>	<u>28,912</u>	<u>62,328</u>	<u>90,250</u>
Financial expenses				
Bank expenses	(115)	(209)	(1,568)	(2,883)
Interest and financial charges	(78,732)	(119,573)	(91,731)	(127,271)
Adjustment of allowance for contingencies (Note 17)			(9,597)	(9,227)
Financial deductions (iii)			(27,373)	(19,875)



## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

Negative exchange variation			(2,147)	(4,261)
Derivatives fair value (SWAP) (i)	(25,773)	(39,171)	(25,773)	(39,171)
Interest on loans (SWAP)	(15,694)	(21,698)	(15,694)	(21,698)
Expenditures with loans	(3,683)	(933)	(3,683)	(933)
Lease interest - Right of use			(42,369)	(35,435)
Others	(14)	(23)	(2,528)	(1,296)
	<u>(124,011)</u>	<u>(181,607)</u>	<u>(222,463)</u>	<u>(262,050)</u>

- (i) Refers to loans in foreign currency and derivatives contracted to protect the Company from foreign exchange exposure.  
(ii) Refers to charges on financial revenues and JCP (Interest on Equity).  
(iii) Related to discounts granted upon renegotiation of overdue monthly tuition fees.

## 27 Income by business segment

	March 31, 2024			
	On-site courses	Digital	Premium	Total
Gross Revenue	1,405,689	1,036,505	442,327	2,884,521
Deductions	(810,494)	(532,719)	(76,980)	(1,420,193)
<b>Net revenue (Note 22)</b>	<b>595,195</b>	<b>503,786</b>	<b>365,347</b>	<b>1,464,328</b>
<b>Costs of the Services Provided (Note 23)</b>	<b>(197,144)</b>	<b>(87,239)</b>	<b>(108,060)</b>	<b>(392,443)</b>
Personnel and social charges	(165,922)	(16,178)	(99,197)	(281,297)
Rental, condominium fees, and IPTU	(7,834)	(83)	(2,857)	(10,774)
Mail and Couriers	(89)	(81)	(41)	(211)
Teaching material	(1,546)	1	(536)	(2,081)
Third parties' services and others	(21,753)	(70,898)	(5,429)	(98,080)
Depreciation and amortization (Note 23)	<b>(77,908)</b>	<b>(7,619)</b>	<b>(24,909)</b>	<b>(110,436)</b>
<b>Gross income</b>	<b>320,143</b>	<b>408,928</b>	<b>232,378</b>	<b>961,449</b>
Selling expenses (Note 24)	(151,066)	(163,646)	(15,410)	(330,122)
General and administrative expenses (Note 24)	(106,013)	(72,926)	(61,266)	(240,205)
Depreciation and amortization (Note 24)	(44,397)	(33,366)	(22,970)	(100,733)
Other Revenue/Expenses (Note 25)	6,143	566	812	7,521
<b>Operating income</b>	<b>24,810</b>	<b>139,556</b>	<b>133,544</b>	<b>297,910</b>

  

	March 31, 2023			
	On-site courses	Digital	Premium	Total
Gross Revenue	1,369,433	920,791	383,559	2,673,783
Deductions	(832,650)	(466,266)	(61,538)	(1,360,454)
<b>Net revenue (Note 22)</b>	<b>536,783</b>	<b>454,525</b>	<b>322,021</b>	<b>1,313,329</b>
<b>Costs of the Services Provided (Note 23)</b>	<b>(206,871)</b>	<b>(70,383)</b>	<b>(95,125)</b>	<b>(372,379)</b>
Personnel and social charges	(174,275)	(15,042)	(86,995)	(276,312)
Rental, condominium fees, and IPTU	(10,991)	49	(3,112)	(14,054)
Mail and Couriers	(163)	(194)	(74)	(431)
Teaching material	(1,233)		(742)	(1,975)
Third parties' services and others	(20,209)	(55,196)	(4,202)	(79,607)
Depreciation and amortization (Note 23)	<b>(76,308)</b>	<b>(6,844)</b>	<b>(23,977)</b>	<b>(107,129)</b>
<b>Gross income</b>	<b>253,604</b>	<b>377,298</b>	<b>202,919</b>	<b>833,821</b>
Selling expenses (Note 24)	(120,844)	(118,264)	(18,413)	(257,521)
General and administrative expenses (Note 24)	(92,543)	(69,304)	(52,338)	(214,185)
Depreciation and amortization (Note 24)	(34,591)	(26,333)	(17,075)	(77,999)
Other Revenue/Expenses (Note 25)	9,333	9,664	6,146	25,143
<b>Operating income</b>	<b>14,959</b>	<b>173,061</b>	<b>121,239</b>	<b>309,259</b>

**YDUQS Participações S.A.****Management's explanatory notes to the quarterly financial statements  
as at March 31, 2024****(In thousands of Brazilian reais, unless otherwise indicated)****28 Income tax and social security contribution**

The reconciliation of taxes assessed according to nominal tax rates and the amount of tax recorded for the periods ended March 31, 2024 and 2023 are presented below:

	<b>Parent company</b>		<b>Consolidated</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Profit before income tax and social security contribution	150,418	148,750	137,775	137,459
Nominal rate combined from income tax and social security contribution - %	34	34	34	34
Income tax and social security contribution at legislation rates	(51,142)	(50,575)	(46,844)	(46,736)
Equity accounting method	88,164	103,125		
Goodwill			1,005	2,710
Non-deductible expenses (i)	902	587	809	1,462
Interest on Equity	(20,910)	(22,066)		
Tax loss - not constituted	(16,940)	(31,000)	(16,959)	(31,504)
Non-taxable income			(290)	(231)
Tax incentives of PROUNI program			76,532	89,752
Bonuses - Officer			(2,322)	
Other tax incentives			975	
Others			170	222
Current and deferred income tax and social security contribution in the profit or loss for the period	74	71	13,076	15,675
Current IRPJ and CSLL in income			(24,070)	(30,126)
Deferred IRPJ and CSLL in income			37,146	44,127
IRPJ and CSLL from prior periods			(136)	(1,969)
	74	71	12,940	12,032

(i) These refer basically to expenses with sponsorships, donations and gifts.

As at March 31, 2024, the Company recorded deferred tax credit from the temporary differences in the amount of BRL 536,768 (BRL 474,012 as at December 31, 2023). The breakdown of the tax effect on the temporary additions that gave rise to such credit is as follows:

	<b>Parent company</b>		<b>Consolidated</b>	
	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2024</b>	<b>December 31, 2023</b>
Expected credit loss - PCE			144,509	115,718
Leases			97,155	93,478
Provision for contingencies			78,767	81,585
Tax loss			78,963	79,345
Recognized granted options	1,579	1,505	75,800	75,921
Monthly tuition fees to be invoiced / canceled			18,085	23,264
Allowance for retirement			24,058	22,494
Adjustment to present value			18,296	13,199
Depreciation	13	13	14,295	12,880
Other Assets			2,309	2,767
Allowance for Fies Risk			342	342
Goodwill incorporated			(2,230)	(2,230)
Assets Surplus Value Amortization			12,314	7,298
Business Combination			(25,554)	(25,961)
	1,592	1,518	537,109	500,100
Assets	1,592	1,518	537,109	500,100
	1,592	1,518	537,109	500,100

## YDUQS Participações S.A.

### Management's explanatory notes to the quarterly financial statements as at March 31, 2024

(In thousands of Brazilian reais, unless otherwise indicated)

The realization of the deferred tax effect on temporary differences recorded on March 31, 2024, is linked to the realization of the provision which gave rise to this credit.

The Company has been adopting measures that will allow the consumption of tax loss and negative CSLL basis, with the consequent realization of deferred tax assets on tax loss and negative CSLL basis, such as corporate reorganizations and their consequent operational improvements.

Deferred income tax and social security contribution assets on tax losses will be realized in accordance with Management's expectations, as follows:

	March 31,
	<b>2024</b>
	<b>Consolidated</b>
2024	8,358
2025 to 2027	43,611
2028 to 2032	26,994
	<b>78,963</b>

## 29 Subsequent events

On April 24, 2024, Yduqs Participações S.A. carried out the Optional Early Redemption, of Debentures corresponding to the 6th simple debenture issuance of the Company, not convertible into shares, of the unsecured type, for public distribution with restricted efforts, in single series. The entire amount was acquired, in circulation, with a principal amount of BRL1.1 billion.

On April 26, 2024, the Ordinary General Assembly approved the allocation of a total amount of BRL 160 million in dividend distribution to the shareholders of the Company, of which BRL 80 million have already been declared and paid in advance on December 5, 2023, as approved by the Board of Directors in a meeting held on August 9, 2023. The remaining amount of BRL 80 million, pertaining to additional dividends, will be paid by the Management timely until December 31, 2024, without monetary adjustment or interest accrual between this date and the date of actual payment of the hereby declared dividends.

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