

BancoDaycoval

**Investor
Relations**

2Q23

**Earnings Results
August 08, 2023**

MAIN FIGURES

(R\$ million, unless otherwise stated)

MAIN FIGURES		2Q23	1Q23	2Q22	1H23	1H22	1H23 x 1H22
INCOME	Net Income	227.9	231.0	271.9	458.9	468.1	-2.0%
	Recurring Net Income	326.7	281.7	284.3	608.4	582.4	4.5%
	Income from Loans Operations	2,026.3	2,030.6	1,937.4	4,056.9	3,225.1	25.8%
FINANCIAL	Total Assets	72,741.6	66,758.0	65,211.4	72,741.6	65,211.4	11.5%
	Expanded Loan Portfolio	52,720.3	52,923.2	48,021.8	52,720.3	48,021.8	9.8%
	- Companies ⁽¹⁾	38,213.5	39,282.0	36,569.5	38,213.5	36,569.5	4.5%
	- Payroll Loans	12,173.5	11,336.4	9,531.9	12,173.5	9,531.9	27.7%
	- Auto Loans	2,142.3	2,133.1	1,791.3	2,142.3	1,791.3	19.6%
	- Home Equity	191.0	171.7	129.1	191.0	129.1	47.9%
	Funding	51,968.4	48,613.5	46,788.2	51,968.4	46,788.2	11.1%
	- Total Deposits + LCI + LCA	25,822.5	22,347.0	20,484.0	25,822.5	20,484.0	26.1%
	- Financial Bills	17,717.4	16,842.8	16,275.1	17,717.4	16,275.1	8.9%
	- External Funding	7,968.6	9,024.5	9,787.4	7,968.6	9,787.4	-18.6%
	- Onlending FINAME/BNDES	459.9	399.2	241.7	459.9	241.7	90.3%
	Shareholders' Equity	5,986.6	5,861.1	5,274.7	5,986.6	5,274.7	13.5%
	Regulatory Capital	7,006.3	6,883.3	6,288.9	7,006.3	6,288.9	11.4%
	- Principal Capital	5,961.2	5,834.6	5,262.6	5,961.2	5,262.6	13.3%
	- Complementary Capital	1,045.1	1,048.7	1,026.3	1,045.1	1,026.3	1.8%
BIS Ratio III (%)	14.2%	13.5%	13.4%	14.2%	13.4%	0.8 p.p	
CREDIT RATIOS	Final Balance LLP	1,938.2	1,887.7	1,712.5	1,938.2	1,712.5	13.2%
	Final Balance LLP/Loan Portfolio	3.7%	3.6%	3.6%	3.7%	3.6%	0.1 p.p
	Final Balance Loan E-H/Loan Portfolio	104.1%	100.3%	151.3%	104.1%	151.3%	-47.2 p.p
	Nonperforming Loans Ratio (90 days overdue)	2.1%	1.7%	1.6%	2.1%	1.6%	0.5 p.p
	Coverage Ratio ⁽²⁾	173.6%	208.1%	226.2%	173.6%	226.2%	-52.6 p.p
PROFITABILITY	Net Interest Margin (NIM-AR) (% p.a.) ⁽³⁾	8.5%	7.8%	8.7%	8.1%	8.3%	-0.1 p.p
	Recurring ROAE (% p.a.) ⁽⁴⁾	22.0%	19.3%	21.8%	20.6%	22.6%	-2.0 p.p
	Recurring ROAA (% p.a.) ⁽⁵⁾	1.9%	1.7%	1.9%	1.8%	1.9%	-0.1 p.p
	Return on Average Equity (ROAE) (% p.a.)	15.3%	15.8%	20.8%	15.5%	18.2%	-2.7 p.p
	Return on Average Asset (ROAA) (% p.a.)	1.3%	1.4%	1.8%	1.3%	1.5%	-0.2 p.p
	Recurring Efficiency Ratio (%)	35.2%	36.4%	35.5%	35.8%	35.3%	0.5 p.p
OTHERS	Employees	3,452	3,421	3,229			
	Total Clients (thousand) ⁽⁶⁾	1,974	1,896				
	Number of Branches (Companies)	50	50	50			
	Retail Branches - FX and IFP	212	217	216			

(1) Includes Avals and Sureties and Corporates Securities (Debentures and CPRs (Rural Product Notes), CRAs (Certificates of Agribusiness Receivables), CRIs (Certificates of Real Estate Receivable) and CNs (Credit Notes)

(2) LLP Balance/Overdue Loans more than 90 days past due

(3) Includes exchange-rate variance on liability transactions, foreign trading, and excludes matched operations— repurchase agreements — tri-party repos outstanding

(4) Recurring ROAE = Recurring Net Income/Average Shareholders' Equity

(5) Recurring ROAA = Recurring Net Income/Average Assets

(6) Source: BACEN

Highlights of 2Q23

Total
Assets (R\$)

72.7 bi

+ 11.5% in 12 months

+ of 200 Service
Points



Expanded Loan
Portfolio (R\$)

52.7 bi

+ 9.8% in 12 months

Total
Funding (R\$)

52.0 bi

+ 11.1% in 12 months

Recurring Net
Income (R\$)

608.4 mi

1H23

Recurring
ROAE

20.6%

1H23

Recurring Net
Income (R\$)

326.7 mi

2Q23

Recurring
ROAE

22.0%

2Q23

NPL
> 90 days

2.1%

2Q23

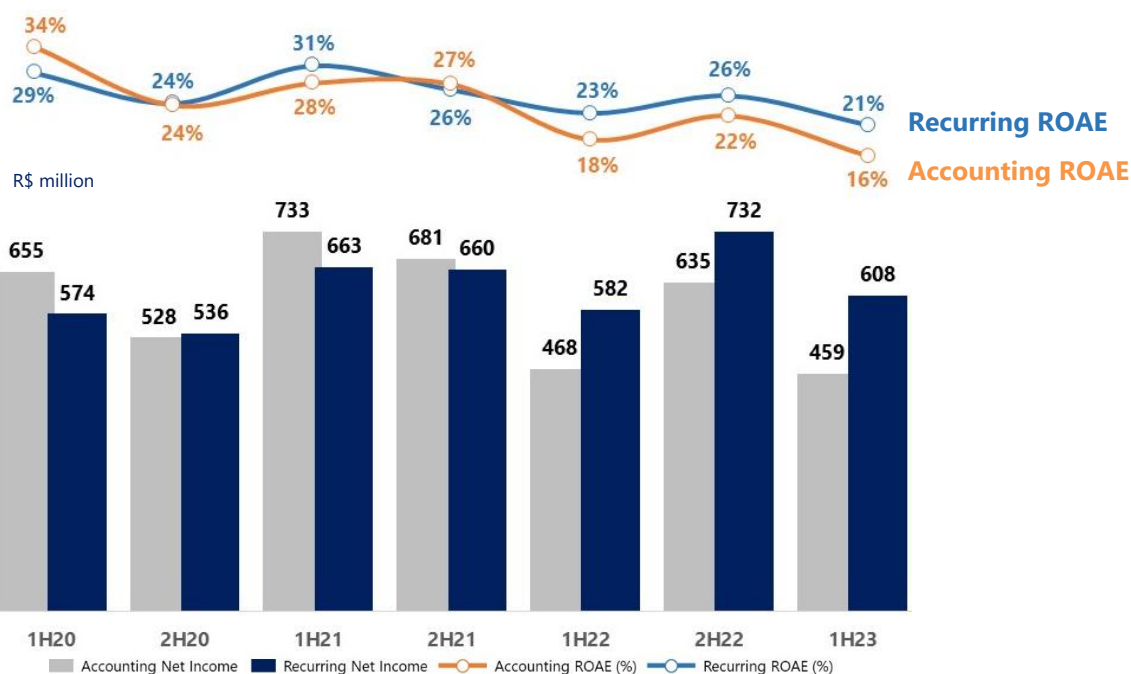
Asset under
Services (R\$)

84.9 bi

+ 44.4% in 12 months

RESULTS

Half-Yearly Results and Returns



Reconciliation of Key Figures (R\$ million)

	1H23	1H22	1H23 x 1H22
Accounting Net Income	458.9	468.1	-2.0%
(-) Hedge/ MTM R\$ - Foreign Issues and Credit Operations ⁽¹⁾	(128.4)	(98.7)	30.1%
External Funding	29.6	(53.1)	-155.7%
Credit Operations	(158.0)	(45.6)	246.5%
(-) Exchange Variation - Equivalence - foreign investments	(13.8)	(17.4)	-20.7%
(-) Others	(7.3)	1.8	-505.2%
Recurring Net Income	608.4	582.4	4.5%

(1) Net of tax adjustments (IR/CSLL)



Economic hedge of **fixed-rate portfolios** in the process of changing to hedge Accounting, which should **minimize fluctuations** in the difference between book and adjusted values



Performance remains in line with management's expectations, in a more challenging scenario

Recurring Net
Income

R\$ 608.4 million

+ 4.5% 1H23 vs 1H22

Recurring
ROAE

20.6%

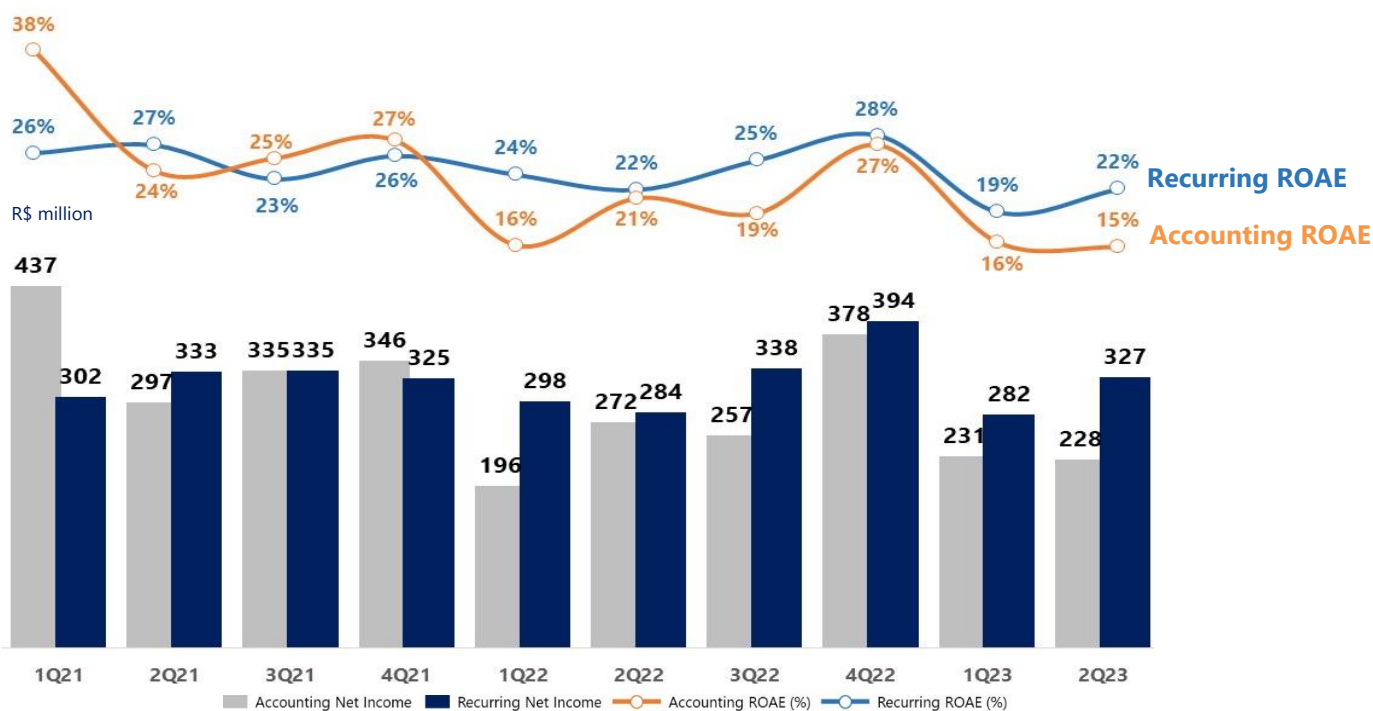
- 2.0 p.p 1H23 vs 1H22

Recurring
ROAA

1.8%

- 0.1 p.p 1H23 vs 1H22

Quarterly Results and Returns



Reconciliation of Key Figures (R\$ million)

	2Q23	1Q23	2Q22	2Q23 x 1Q23	2Q23 x 2Q22
Accounting Net Income	227.9	231.0	271.9	-1.3%	-16.2%
(-) Hedge/ MTM R\$ - Foreign Issues and Credit Operations ⁽¹⁾	(87.5)	(40.9)	(37.6)	113.9%	132.7%
External Funding	11.7	17.9	(16.7)	-34.6%	-170.1%
Credit Operations	(99.2)	(58.8)	(20.9)	68.7%	374.6%
(-) Exchange Variation - Equivalence - foreign investments	(6.5)	(7.3)	25.2	-11.2%	-125.7%
(-) Others	(4.8)	(2.5)	-	96.3%	-
Recurring Net Income	326.7	281.7	284.3	16.0%	14.9%

(1) Net of tax adjustments (IR/CSLL)



Negative impact of economic interest rate **hedge** structures of banking portfolios, whose immediate accounting effect will be **offset** in subsequent years



Economic context further reinforces **conservatism** in provision expenses with an impact on results

Recurring Net Income

R\$ 326.7 million

+ 16.0% 2Q23 vs 1Q23
+ 14.9% 2Q23 vs 2Q22

Recurring ROAE

22.0%

+ 2.7 p.p 2Q23 vs 1Q23
+ 0.1 p.p 2Q23 vs 2Q22

Recurring ROAA

1.9%

+ 0.3 p.p 2Q23 vs 1Q23
+ 0.1 p.p 2Q23 vs 2Q22

Adjusted and Recurring Net Interest Margin (NIM-AR)



Recurring Adjusted Net Interest Margin (NIM-AR) (R\$ million)	1Q23	4Q22	1Q22	1H23	1H22	2Q23 x 1Q23	2Q23 x 2Q22	1H23 x 1H22
Gross Income from Financial Intermediation	1,063.7	1,061.2	1,021.9	2,124.9	1,873.8	0.2%	4.1%	13.4%
(-) Hedge/MTM - Foreign Issues and Credit Operations	(159.0)	(74.4)	(68.3)	(233.4)	(179.3)	113.7%	132.7%	30.2%
Adjusted Income from Financial Intermediation (A)	1,222.7	1,135.6	1,090.2	2,358.3	2,053.1	7.7%	12.2%	14.9%
Average Remunerated Assets	61,493.6	61,754.6	53,784.0	61,624.1	52,393.2	-0.4%	14.3%	17.6%
(-) Expenses of financial intermediation add back provisions	(2,262.7)	(1,748.5)	(2,105.9)	(2,005.6)	(1,805.6)	29.4%	7.4%	11.1%
Average Remunerated Assets (B)	59,230.9	60,006.1	51,678.1	59,618.5	50,587.6	-1.3%	14.6%	17.9%
Recurring Adjusted Net Interest Margin (NIM-AR) (%YoY) (A/B)	8.5%	7.8%	8.7%	8.1%	8.3%	0.7 p.p	-0.2 p.p	-0.2 p.p



Financial margin begins to show signs of **recovery**, with continued ALM adjustment and asset repricing

Expanded Loan Portfolio

Portfolio Breakdown 2nd quarter of 2023

72.5%

Companies

23.1%

Payroll
Loans

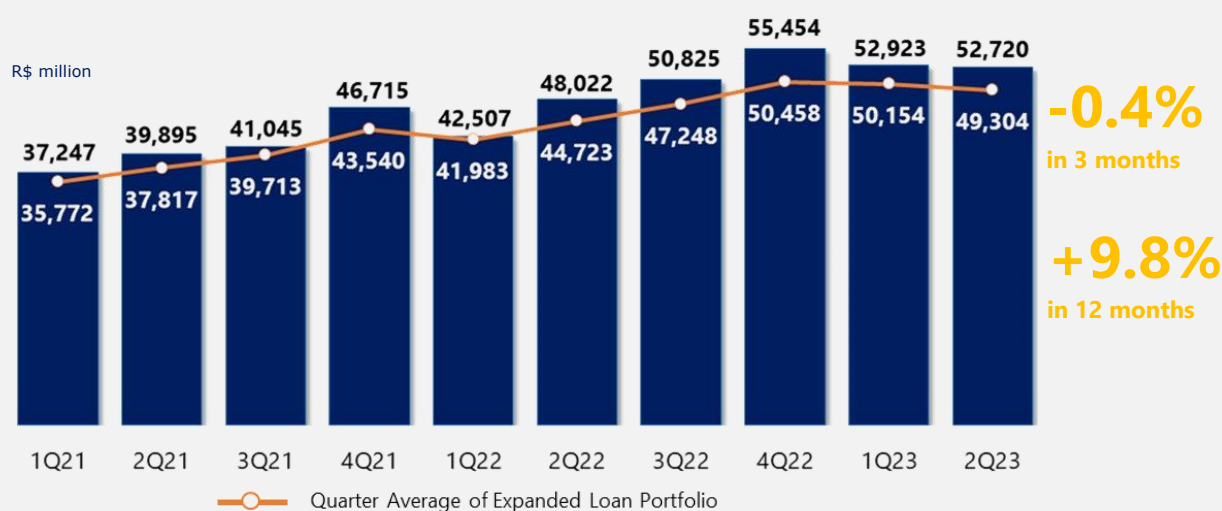
4.0%

Auto
Loans

0.4%

Home
Equity

Expanded Loan Portfolio



Expanded Loan Portfolio (R\$ million)	2Q23	1Q23	2Q22	2Q23 x 1Q23	2Q23 x 2Q22
Companies ⁽¹⁾	38,213.5	39,282.0	36,569.5	-2.7%	4.5%
Payroll Loans	12,173.5	11,336.4	9,531.9	7.4%	27.7%
Auto Loans/Other	2,142.3	2,133.1	1,791.3	0.4%	19.6%
Home Equity	191.0	171.7	129.1	11.2%	47.9%
Total Expanded Loan Portfolio	52,720.3	52,923.2	48,021.8	-0.4%	9.8%

(1) Includes Avals and Sureties Debentures and CPRs (Rural Product Notes), CRAs (Certificates of Agribusiness Receivables), CRIs (Certificates of Real Estate Receivables) and NCs (Credit Notes)



Stable Quarterly Average of the Expanded Loan Portfolio reflects the caution in granting credit

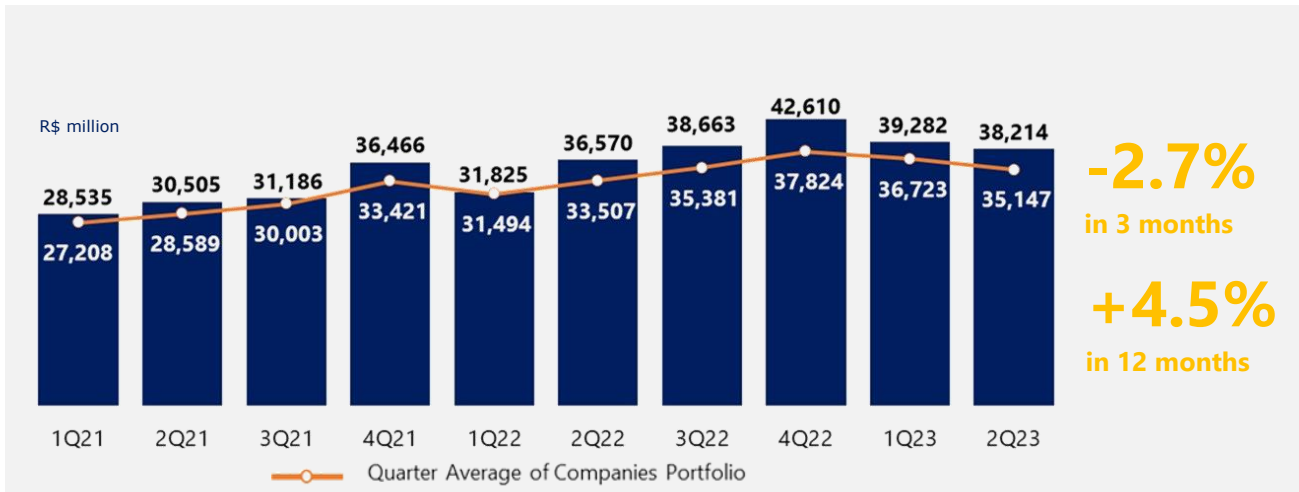


With the prospect of possibly lower interest rates and greater **conservatism**, there are opportunities **to expand Payroll Loans**



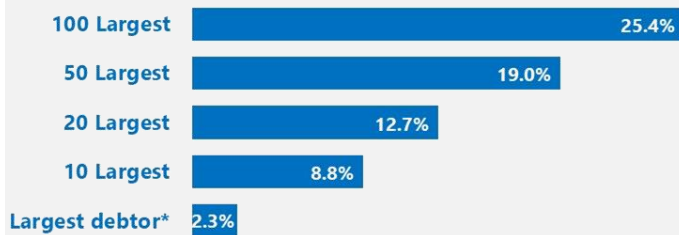
Credit conditions are **monitored** to identify possible **opportunities**, both in **Companies Portfolio** and in the **Auto Loan** segment

Companies Portfolio



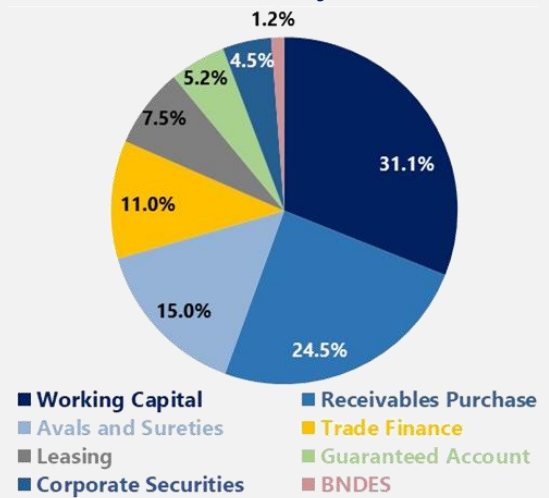
Quarterly Average of the Companies Portfolio showed an **increase in short-term operations**, highlighting our cautious stance in granting credit in a less favorable environment

Expanded Loan Concentration by Client (%)

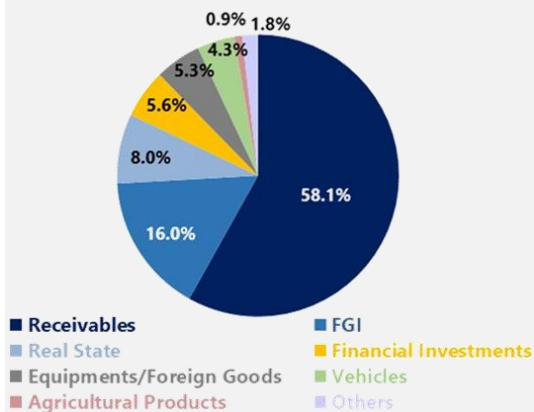


*Forfaiting com cash collateral

Diversification by Product (%)



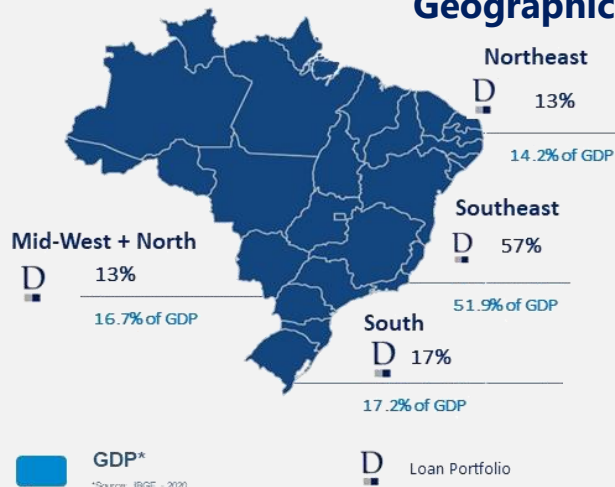
Collateral | 2Q23



Outstanding Operation | 2Q23



Geographic distribution



We continue to strengthen the **consolidation** of **geographic coverage** and taking advantage of the singularity of each region of the country

50
Branches
(Bacen)



90
Commercial
Platform

+650
Sales Force

Credit to Companies Breakdown (R\$ million)

	2Q23	1Q23	2Q22	2Q23 x 1Q23	2Q23 x 2Q22
Working Capital	7,718.8	8,222.8	8,010.6	-6.1%	-3.6%
FGI PEAC	4,152.9	4,582.9	4,841.5	-9.4%	-14.2%
Receivables Purchase	9,359.1	10,955.4	10,066.3	-14.6%	-7.0%
Trade Finance	4,207.8	3,470.1	3,244.0	21.3%	29.7%
Leasing	2,851.7	2,766.0	2,296.4	3.1%	24.2%
Guaranteed Account	2,000.3	2,079.5	2,250.7	-3.8%	-11.1%
BNDES	461.0	399.7	244.0	15.3%	88.9%
Avals and Sureties	5,725.6	5,424.3	4,862.6	5.6%	17.7%
Corporate Securities ⁽¹⁾	1,736.3	1,381.3	753.4	25.7%	130.5%
Total Companies	38,213.5	39,282.0	36,569.5	-2.7%	4.5%

(1) Includes Debentures and CPRs (Rural Product Notes), CRAs (Certificates of Agribusiness Receivables), CRIs (Certificates of Real Estate Receivables) and NCs (Credit Notes)



In **2Q23**, there was a 14.6% decrease in **Receivables Purchase**, reflecting a lower **demand** for credit during the period



The main economic sectors of the Companies Portfolio: **Industry** 41.1%, **Services** 34.2%, **Commerce** 22.8% and **Others** 1.9%



84% of the tickets are below **R\$ 500 thousand**



94% of customers have an outstanding balance of less than **R\$ 5 MM**



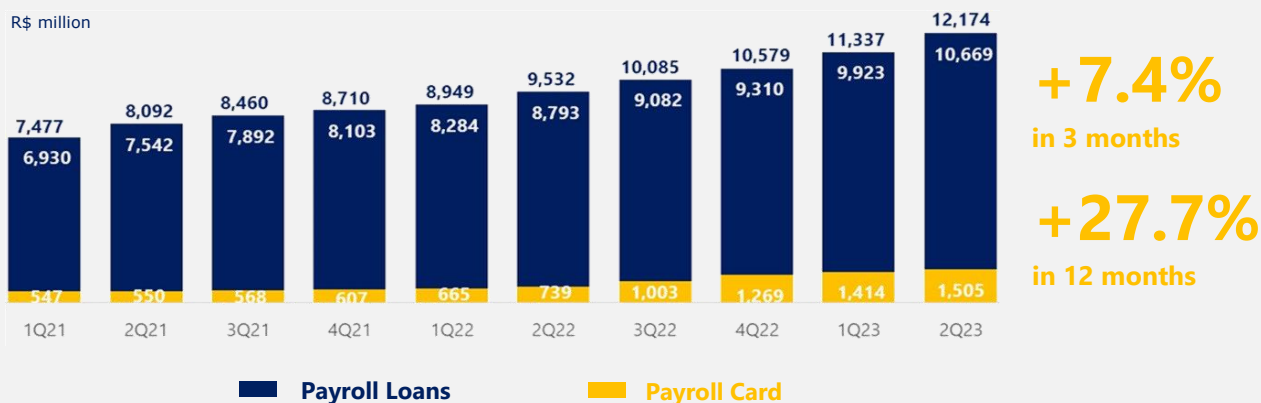
Outstanding Balance by revenues:

Up to **R\$ 300 MM**
53%

Between **R\$ 300 MM** and **R\$ 1 Bi**
13%

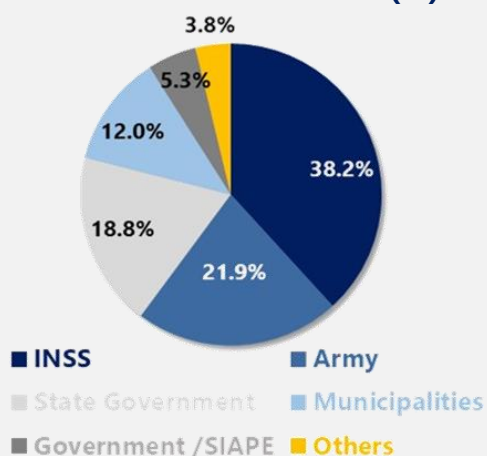
Over **R\$ 1 Bi**
34%

Payroll Loans

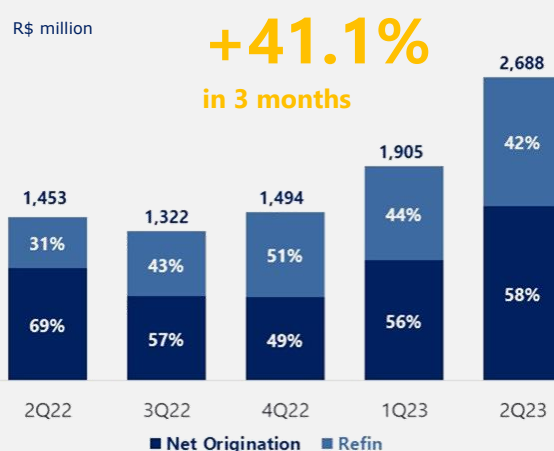


We continue with a strong pace of **production**, advancing in the **digitization** and **profitability** of the agreements

Portfolio Breakdown (%)



Origination Distribution



R\$1.5 billion of payroll card



42% of origination via **Refin**



R\$ 37,1 million FGTS for anniversary withdrawal



54 IFP Stores, account for 12.9% of origination



Diversification: **212 active agreements**



100% Digital formalization



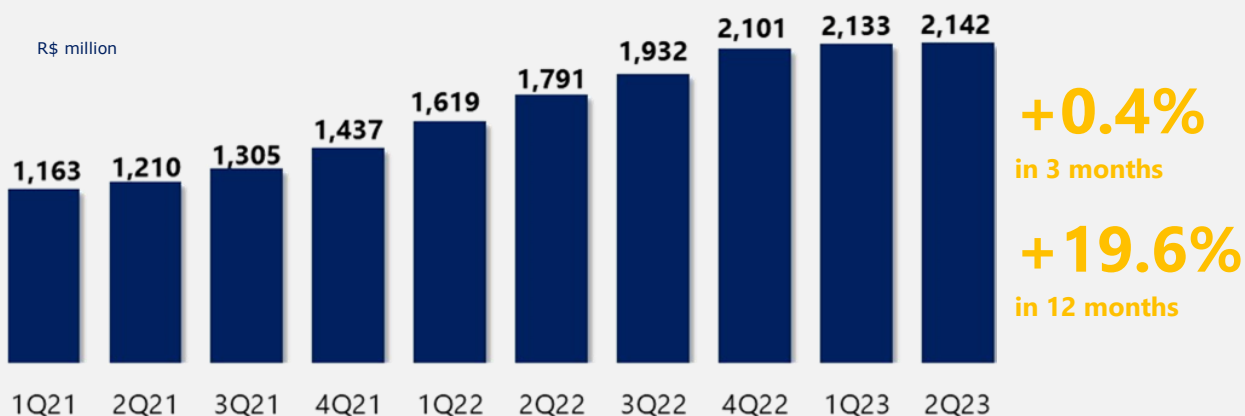
1.7 million contracts in the portfolio



750 thousand active clients

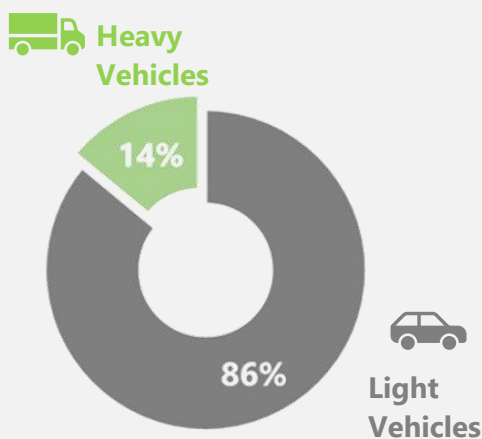
Auto Loans

R\$ million



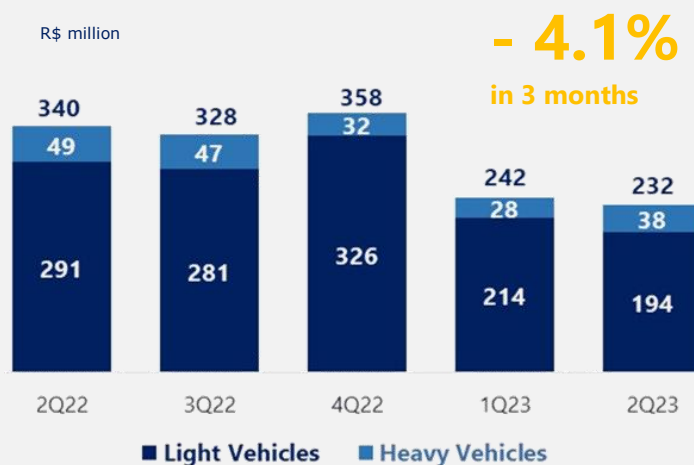
We continue to act on the **credit granting** criteria and have reduced the **approval rate** for another consecutive quarter, demonstrating our commitment to ensuring the continuous and **sustainable growth** of the portfolio

Portfolio Breakdown (%)



Origination of Portfolio

R\$ million



Average vehicles
13 years



30% of **minimum payment**



173,1 thousand
Clients



Average Plan
44 months



Average ticket
R\$ 12.4 thousand



160
Dealers

CGI – Home Equity



R\$ 191.0 million

in 2Q23

+11.2%

in 3 months

+47.9%

in 12 months

Advantages



Credit limit from
R\$ 50 thousand to R\$ 1 million



Credit equivalent to up
60% of the property



Up to 180 months to pay

Guarantees



Own property built and in
the name of the borrower



Property with value over
R\$ 100 thousand



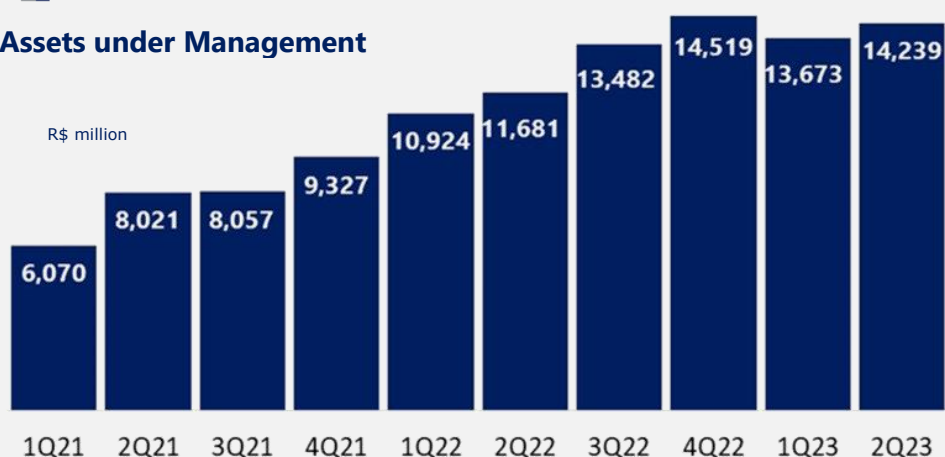
Legalized documentation

Products and Services

Daycoval Asset Management

Daycoval
ASSET MANAGEMENT

Assets under Management



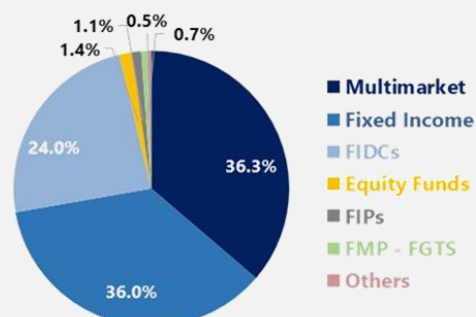
+4.1%
in 3 months

+21.9%
in 12 months



84 funds under management

Mix of Funds (%)



Among our Funds, we highlight :

Daycoval Classic FIRP CP

Strategy for privately issued fixed-income bonds and securities. The objective is to provide yield that seeks to exceed the variation of the CDI.

June 30, 2023	June 23	12 months	24 months	2023	Average Equity 12 Months (R\$)	
Daycoval Classic FIRP CP	%CDI	114.1%	91.8%	105.2%	75.5%	1,290,467

Daycoval Classic 90 FIRP CP

Strategy Fixed Income Duration Free Credit. The fund's objective is to exceed the CDI rate through investments in Debentures, Bank Deposit Certificates (CDB), Financial Bills, Promissory Notes and shares of Investment Funds in Credit Rights.

June 30, 2023	June 23	12 months	24 months	2023	Average Equity 12 Months (R\$)	
Daycoval Classic 90 FIRP CP	%CDI	121.3%	93.9%	103.1%	68.4%	110,389

Daycoval Classic Estruturado FC FIM

Multimarket strategy Specific strategy. The fund's investment objective is to seek to provide for the appreciation of its shares in the long term, mainly through investment in investment fund shares.

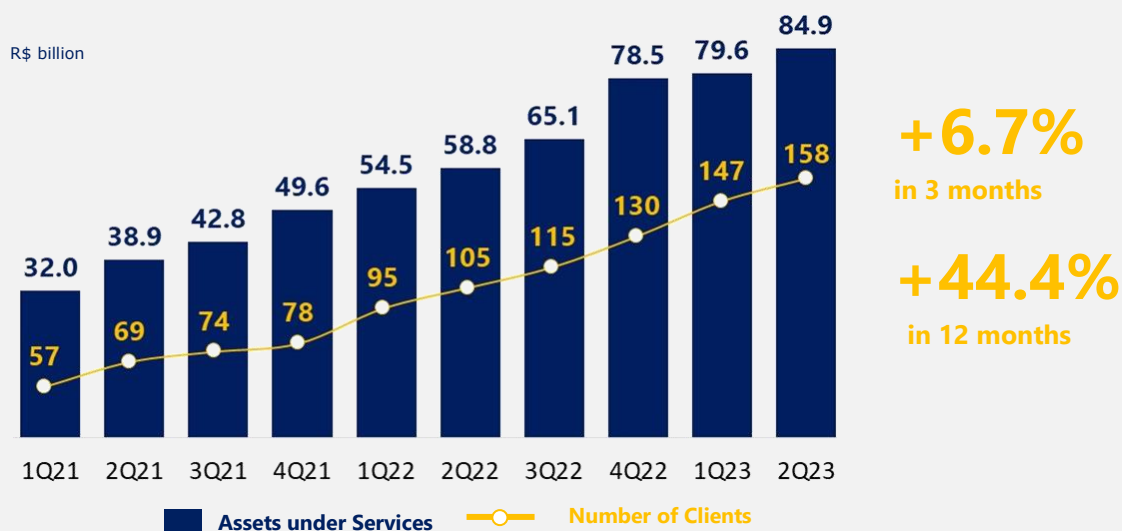
June 30, 2023	June 23	12 months	24 months	2023	Average Equity 12 Months (R\$)	
Daycoval Classic Estruturado FC FIM	%CDI	111.8%	122.5%	129.9%	117.8%	23,111



E-mail: www.daycoval.com.br/Asset
Phone: +55 (11) 3138-0790

Administration and Custody of funds - SMC

Assets under Services*



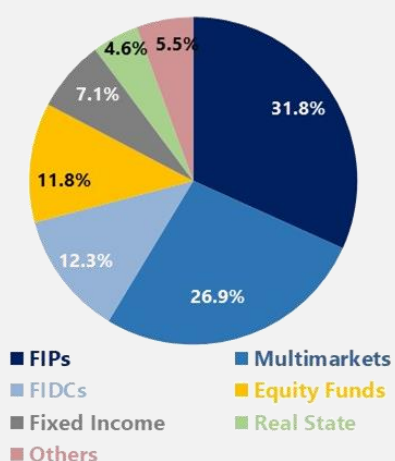
*Includes Investments Clubs and Managed Portfolio



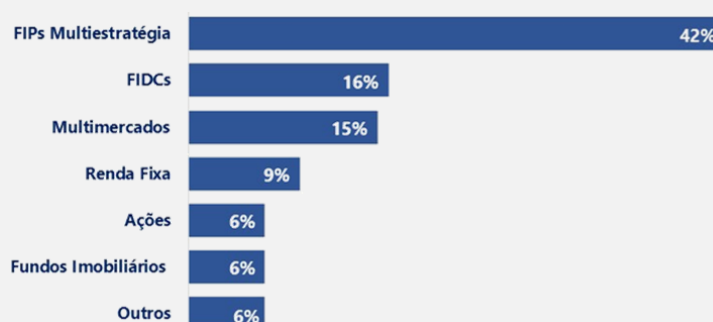
677 funds

Served by service platform

Class of Funds



Composition by Volume of Funds



Daycoval Câmbio | Retail



Volume traded:

+3.5 billion

in the quarter

73% Remittance

24% Cash

3% Transfers

+150 FX Points

all over Brazil



Amount of operations:

+1.8 million

in the quarter

Average of 19.7 thousand operations/day



More than 20 Foreign Currencies



International Transfers Express



International Remittances



Travel Insurance



Receiving Western Union Orders



International Checks



Payroll



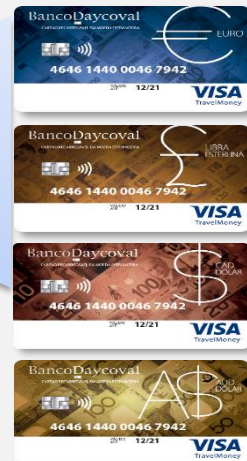
Rechargeable Travel Card



International and National Parcel shipping



Support by Phone, Whatsapp or Face-to-face



CROSS-SELL

Treasury Products and Services for Companies

Cross-sell opportunities with clients, products and segments, adding **value** and providing better **solutions**

Derivatives



- NDFs, swaps and options
- Solutions for companies and institutions managing their risks
- Protection against fluctuations in currencies and interest

Volume traded in 2Q23

R\$ 16.7 billion

-40% in 2Q23 vs 1Q23 and
+35% in 12 months

Foreing Exchange



- Foreign Traded
- Financial remittances
- Non-Resident Investors
- Customized solutions

R\$ 21.9 billion

+ 0.5% in 2Q23 vs 1Q23 and
+27% in 12 months

Services



- Escrow Account
- Bankarization of credit assets
- Collections
- Settlement Bank
- Support for non-standardized credit structuring

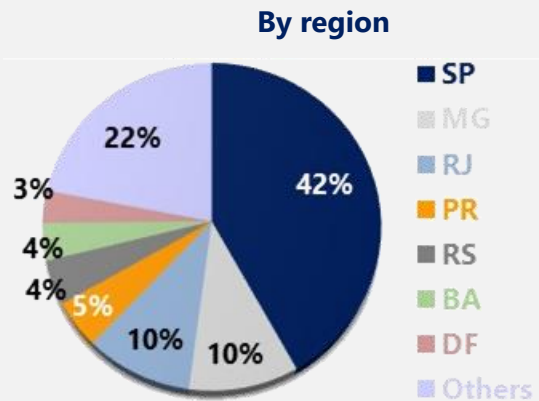
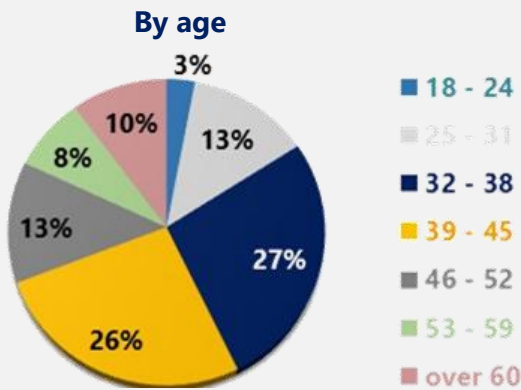
Digital Investment Platform

R\$ 4.4 billion of AUC⁽¹⁾
+ R\$ 845 million origination in 1H23
+ 260 thousand clients

Daycoval|Investe

+ 200 investments Options in an APP made for you in open architecture

Investor Profile



⁽¹⁾Assets under Custody

Capital Markets – DCM

Volume of Operations



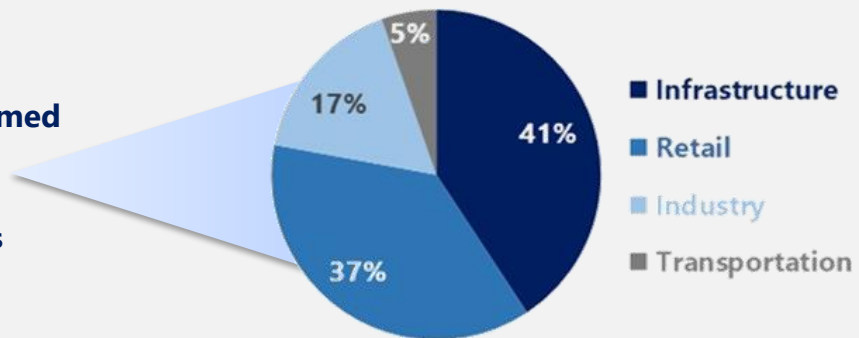
In 1H23 we have performed **9 operations:**

6 | Commercial Notes
3 | Debentures

Total of R\$ 371.1 million

Portfolio Diversification

In volume of operations



Total Funding

Portfolio Breakdown 2nd quarter of 2023

49.7%

Deposits

34.1%

Financial
Bills

15.3%

External
Funding

0.9%

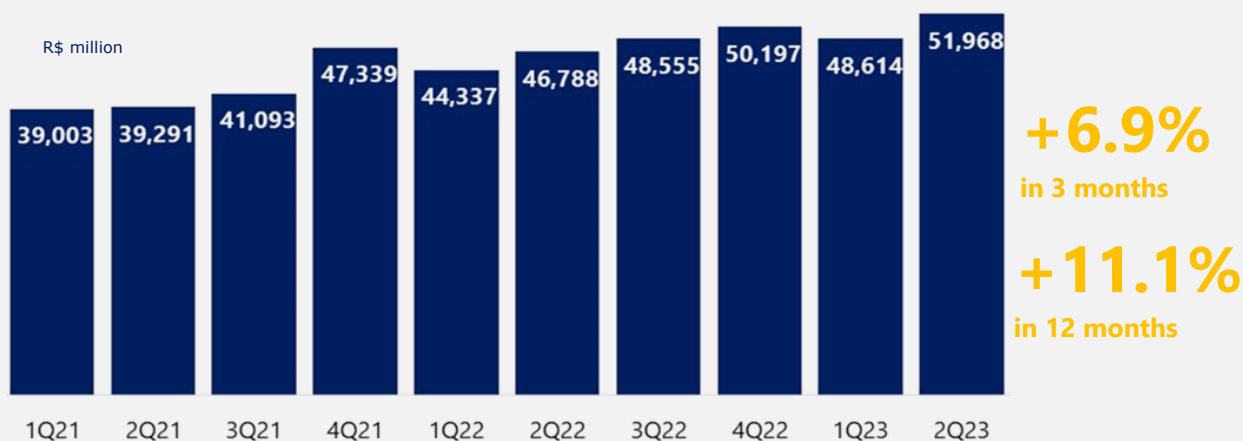
Onlending
Finame/BNDESAverage
term

278 days

700 days

519 days

568 days



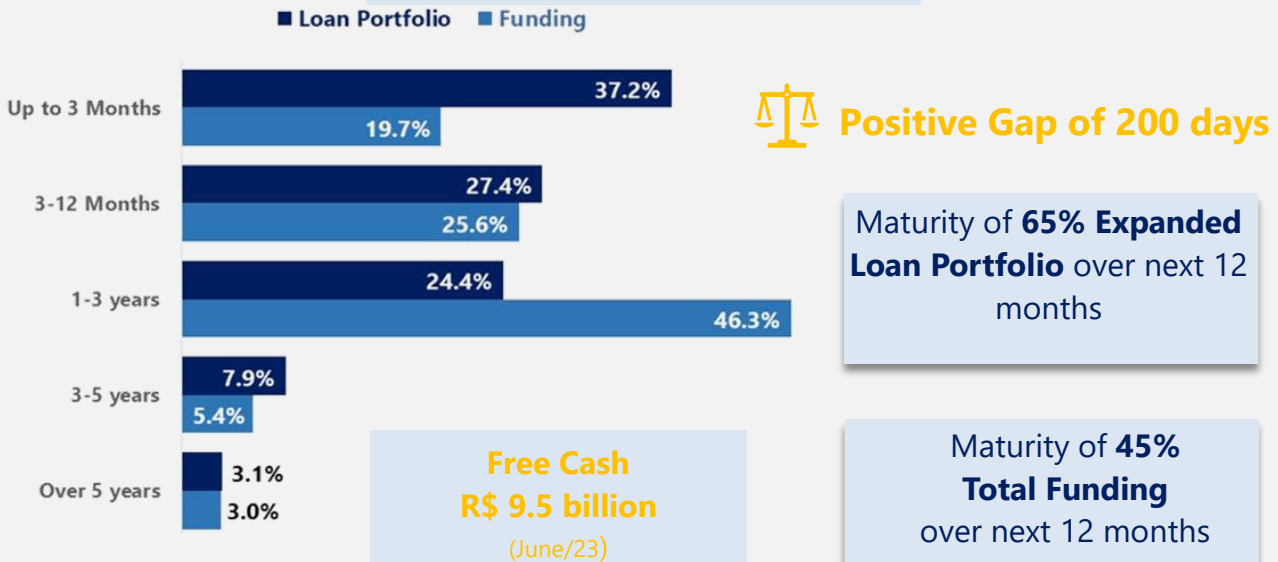
In a constrained environment for public offerings, we were able to maintain **Fundraising aligned** with the **Credit Portfolio's** evolution in terms of maturities and amounts

Total Funding (R\$ million)	2Q23	1Q23	2Q22	2Q23 x 1Q23	2Q23 x 2Q22
Deposits	25,822.5	22,347.0	20,484.0	15.6%	26.1%
Deposits	1,331.6	1,793.6	1,359.9	-25.8%	-2.1%
Time Deposits ¹	19,950.1	16,104.5	15,357.5	23.9%	29.9%
Letters of Credit (LCI ² + LCA ³)	4,540.8	4,448.9	3,766.6	2.1%	20.6%
Financial Bills	17,717.4	16,842.8	16,275.1	5.2%	8.9%
Senior Financial Bills	16,672.3	15,794.1	15,248.8	5.6%	9.3%
Perpetual Financial Bills	1,045.1	1,048.7	1,026.3	-0.3%	1.8%
External Funding	7,968.6	9,024.5	9,787.4	-11.7%	-18.6%
Foreign borrowings	6,058.5	6,775.5	7,391.3	-10.6%	-18.0%
Foreign Issuances	1,910.1	2,249.0	2,396.1	-15.1%	-20.3%
Onlendings FINAME/BNDES	459.9	399.2	241.7	15.2%	90.3%
Total	51,968.4	48,613.5	46,788.2	6.9%	11.1%

1-Includes interbanks deposits, time deposits and deposits in foreign currency, 2- LCI= Real Estate Letter of Credit, 3- LCA= Agribusiness Letters of Credit

Asset and Liability Management

Maturity of operations



Average term to Maturity

Loan Portfolio by segment	Average term to Maturity(days)	Funding	Average term to Maturity(days)
Companies	310	Term Deposits	278
FGI Peac	343	Interbank Deposits	66
Receivables Purchase	55	LCA + LCI (Letter of Credit Agribusiness+ Home Mortgage)	328
Trade Finance	121	Local Bonds	700
Leasing	579	Borrowing and Onlending	204
Payroll Loans	391	Foreign Borrowing	519
Auto Loans	437	BNDES	568
BNDES	559	Total Funding	526
Total Loan Portfolio	326		

Weighted Average
Companies



275

Weighted Average
Retail

437

Weighted Average
Deposits

298



Weighted Average Bonds
and Local Bonds

590

Capital

Regulatory Capital

R\$ million



Calculation of regulatory capital (R\$ million)

	2Q23
Regulatory capital	7,006.3
Regulatory Capital – Tier I	7,006.3
Principal Capital	5,961.2
Shareholder's Equity	5,986.6
Prudential adjustment - Bacen Resolution 4.192/13	(25.4)
Complementary capital	1,045.1
Perpetual financial bills	1,045.1
Minimum required capital	3,950.5
Basel indicator	14.2%

Shareholders' Equity
R\$ 6.0 billion

Basel Ratio III



Risk Capital Consumption

Credit Risk	89.5%
Market Risk	8.2%
Operational Risk	2.3%

Companies: 59.7%

includes leasing + avais and sureties

Retail: 15.0%

Others: 14.8%

Expanded Loans Portfolio Quality

Overview of Quality of Expanded Loan Portfolio (R\$ million)	2Q23	1Q23	2Q22	1H23	1H22	2Q23 x 1Q23	2Q23 x 2Q22	1H23 x 1H22
Expanded Loan Portfolio	52,720.3	52,923.2	48,021.8	52,720.3	48,021.8	-0.4%	9.8%	9.8%
Establishment of Provision	230.5	223.6	155.6	454.1	270.0	3.1%	48.1%	68.2%
LLP Balance	1,938.2	1,887.7	1,712.5	1,938.2	1,712.5	2.7%	13.2%	13.2%
Final Balance Loan E-H	1,861.9	1,882.7	1,132.2	1,861.9	1,132.2	-1.1%	64.4%	64.4%
Overdue Loans more than 14 days past due	971.6	650.6	421.7	971.6	421.7	49.3%	130.4%	130.4%
Overdue Loans more than 60 days past due (*)	1,578.2	1,123.0	939.2	1,578.2	939.2	40.5%	68.0%	68.0%
Overdue Loans more than 90 days past due (*)	1,116.3	907.1	757.1	1,116.3	757.1	23.1%	47.4%	47.4%
Credit Ratios - (%)								
Final Balance LLP/Loan Portfolio	3.7%	3.6%	3.6%	3.7%	3.6%	0.1 p.p	0.1 p.p	0.1 p.p
Final Balance Loan E-H/Loan Portfolio	3.5%	3.6%	2.4%	3.5%	2.4%	-0.1 p.p	1.2 p.p	1.2 p.p
Overdue Loans more than 60 days past due / Loan Portfolio	3.0%	2.1%	2.0%	3.0%	2.0%	0.9 p.p	1.0 p.p	1.0 p.p
Final Balance LLP / Overdue Loans more than 90 days past due	2.1%	1.7%	1.6%	2.1%	1.6%	0.4 p.p	0.5 p.p	0.5 p.p
Coverage Ratios - (%)								
Final Balance LLP / Overdue Loans more than 14 days past due	199.5%	290.1%	406.1%	199.5%	406.1%	-90.6 p.p	-206.6 p.p	-206.6 p.p
Final Balance LLP / Overdue Loans more than 60 days past due	122.8%	168.1%	182.3%	122.8%	182.3%	-45.3 p.p	-59.5 p.p	-59.5 p.p
Final Balance LLP / Overdue Loans more than 90 days past due	173.6%	208.1%	226.2%	173.6%	226.2%	-34.5 p.p	-52.6 p.p	-52.6 p.p
Final Balance LLP / Loan E-H	104.1%	100.3%	151.3%	104.1%	151.3%	3.8 p.p	-47.2 p.p	-47.2 p.p
Write-offs	(181.7)	(133.8)	(112.4)	(315.5)	(215.2)	35.8%	61.7%	46.6%
Companies Recovered Loans	16.2	15.8	8.0	32.0	26.5	2.5%	102.5%	20.8%
Retail Recovered Loans	26.8	29.4	21.6	56.2	32.9	-8.8%	24.1%	70.8%

(**) falling due installments

2Q23 X 2Q22



Indicators remain controlled and in line with the **normal business cycle**



The constitution of a **high Provision** in the semester continues to be impacted by the economic scenario as reflected in the credit cycle



The loans overdue by more than 90 days rate **reached 2.1%**, with a slight deterioration compared to 1Q23, mostly impacted by the worsening of the Companies segment indicators



The **coverage ratio** over 90 days reached 173.6%, largely influenced by the increase in defaults in the Companies segment



The **allowance ratio** for doubtful debts divided by the E-H Portfolio reached **104.1%**



Balance of the **E-H portfolio** ended the quarter at R\$ 1,861.9

Loan Portfolio by rating

Banco Daycoval (R\$ million)

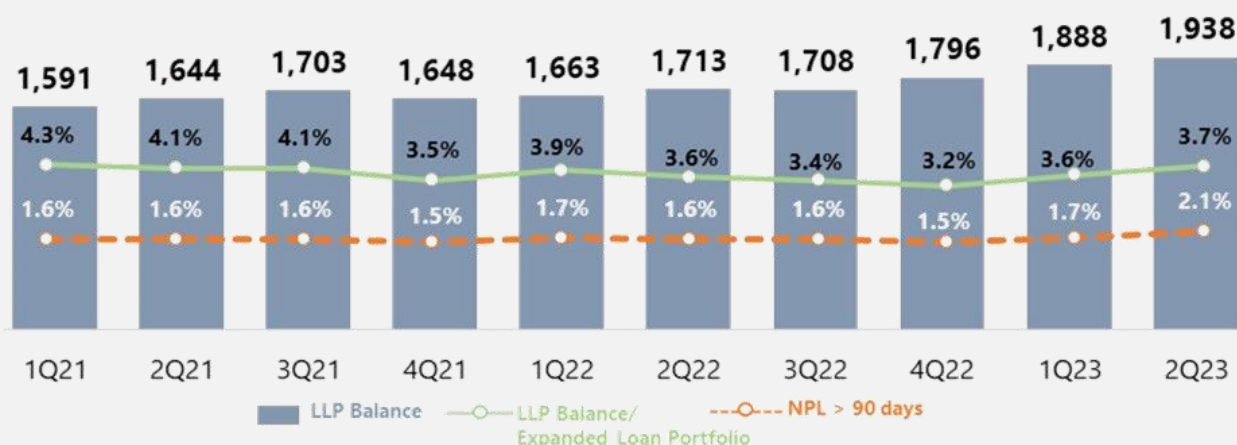
Rating	Required	Loans	%	Provision*
AA	0.0%	10,857.0	20.6%	-
A	0.5%	30,788.8	58.4%	153.9
B	1.0%	6,446.6	12.2%	112.3
C	3.0%	2,149.3	4.1%	139.0
D	10.0%	616.7	1.2%	111.7
E	30.0%	257.2	0.5%	120.4
F	50.0%	219.3	0.4%	109.6
G	70.0%	647.5	1.2%	453.3
H	100.0%	737.9	1.4%	738.0
Total Portfolio		52,720.3	100.0%	1,938.2
Total Provision/ Portfolio				3.7%

95.3%
between
AA and C

(*) Includes Avals and Sureties in amount of R\$ 5,725.6 in the portfolio and R\$ 29.7 million of provision in 2Q23

LLP Balance X Expanded Loan Portfolio

R\$ million



LLP Balance X Loan Portfolio by Segment

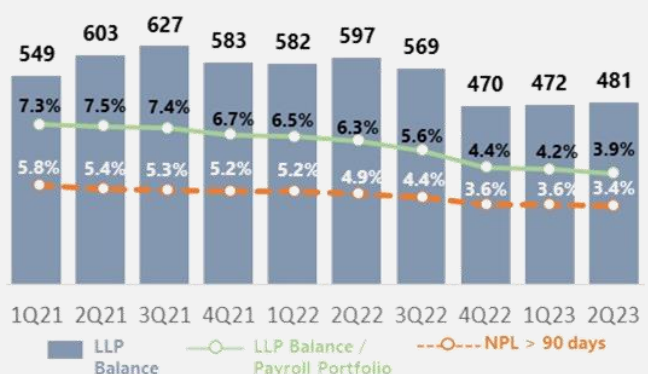
Companies Portfolio

R\$ million



Payroll Portfolio

R\$ million



Auto Portfolio

R\$ million

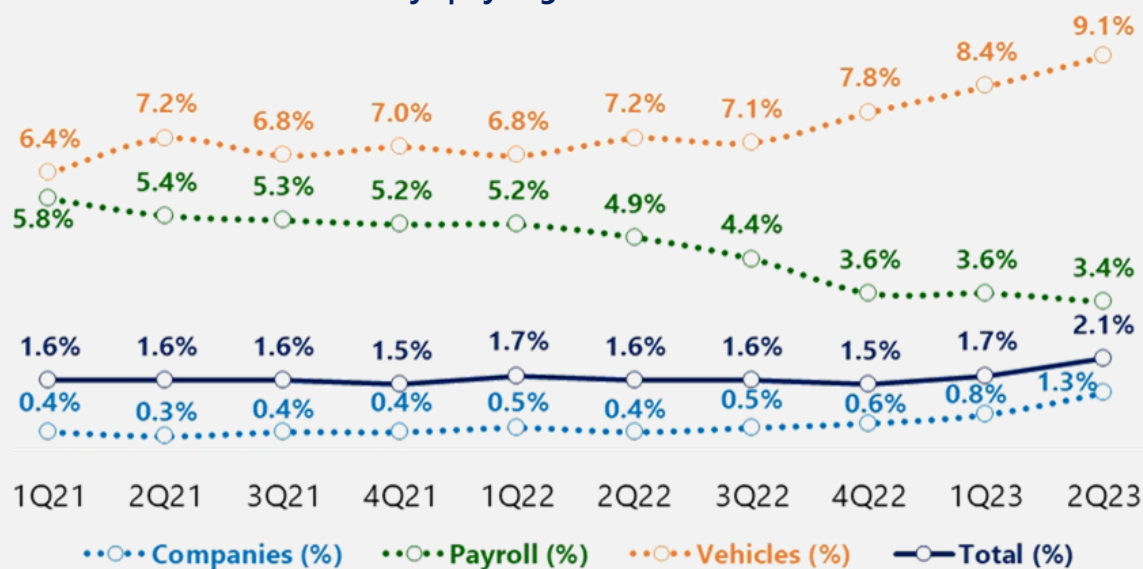


LLP Balance

LLP (R\$ million)	2Q23	1Q23	2Q22	1H23	1H22	2Q23 x 1Q23	2Q23 x 2Q22	1H23 x 1H22
Balance at the Beginning of the Period	1,887.7	1,796.0	1,662.7	1,796.0	1,647.6	5.1%	13.5%	9.0%
Establishment of Provision	230.5	223.6	155.6	454.1	270.0	3.1%	48.1%	68.2%
Companies	125.4	143.6	75.1	269.0	99.5	-12.7%	66.9%	170.3%
FGI PEAC	(13.8)	26.2	(32.2)	12.4	(38.1)	-152.7%	-57.2%	-132.5%
Avals and Sureties	3.8	(18.8)	8.4	(15.0)	17.8	-120.2%	-54.8%	-184.3%
Payroll	64.2	50.6	72.1	114.8	126.6	26.9%	-11.0%	-9.3%
Auto/Other	49.1	26.4	38.8	75.5	73.7	86.0%	26.5%	2.4%
Property Guaranteed Credit	3.4	(2.5)	-	0.9	0.6	-236.0%	-	50.0%
Foreign Exchange variation	-	-	(1.7)	-	(2.9)	-	-100.0%	-100.0%
Corporate Securities	1.6	1.9	4.9	3.5	7.2	-15.8%	-67.3%	-51.4%
Write-offs	(181.7)	(133.8)	(112.4)	(315.5)	(215.2)	35.8%	61.7%	46.6%
Companies	(85.8)	(49.9)	(78.6)	(135.7)	(159.5)	71.9%	9.2%	-14.9%
Retail	(95.9)	(83.9)	(33.8)	(179.8)	(55.7)	14.3%	183.7%	222.8%
Final Balance LLP	1,938.1	1,887.7	1,712.5	1,938.1	1,712.5	2.7%	13.2%	13.2%

NPL Indicators

NPL +90days | By Segment

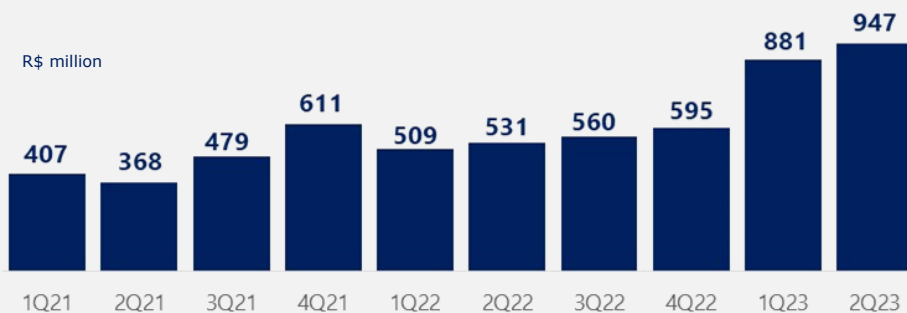


Quality of Portfolio | By Segment

Companies Overdue Loans (R\$ million)	2T23	1T23	2T22	2T23 x 1T23	2T23 x 2T22
Final Balance LLP/Companies Portfolio (%)	3.2%	3.1%	2.5%	0.5 p.p	0.7 p.p
Overdue Loans more than 90 days past due (*)	501.7	310.6	159.4	61.5%	214.7%
Overdue Loans more than 90 days past due / Companies Portfolio	1.3%	0.8%	0.4%	0.5 p.p	0.9 p.p
LLP Balance / Overdue Loans more than 90 days past due	246.0%	387.9%	581.7%	-141.8 p.p	-335.7 p.p
Payroll Overdue Loans (R\$ million)					
Final Balance LLP/Payroll Portfolio (%)	3.9%	4.2%	6.3%	-0.2 p.p	-2.3 p.p
Overdue Loans more than 90 days past due (*)	413.7	413.6	466.1	0.0%	-11.2%
Overdue Loans more than 90 days past due / Payroll Portfolio	3.4%	3.6%	4.9%	-0.3 p.p	-1.5 p.p
LLP Balance / Overdue Loans more than 90 days past due	116.2%	114.1%	128.1%	2.1 p.p	-11.9 p.p
Auto Overdue Loans (R\$ million)					
Final Balance LLP/Auto Loans Portfolio (%)	10.1%	9.8%	10.2%	0.4 p.p	-0.1 p.p
Overdue Loans more than 90 days past due (*)	194.6	178.5	128.3	9.0%	51.7%
Overdue Loans more than 90 days past due / Auto Loans Portfolio	9.1%	8.4%	7.2%	0.7 p.p	1.9 p.p
LLP Balance / Overdue Loans more than 90 days past due	111.3%	116.6%	142.9%	-5.3 p.p	-31.6 p.p

Renegotiated Loans

Operations in Abnormal Course*

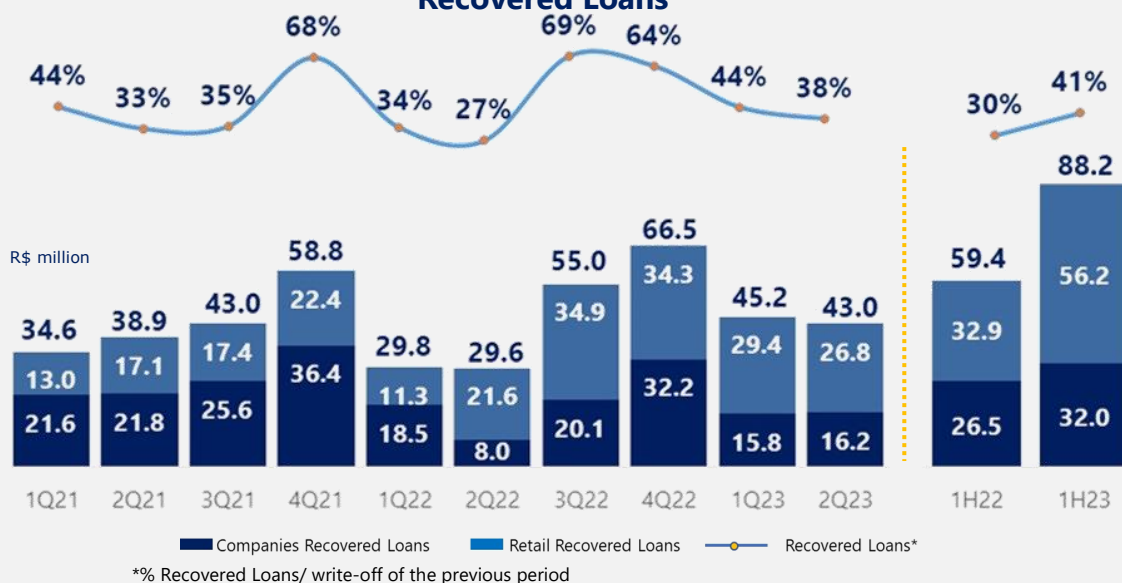


Total Operations in
the Normal Course
R\$ 3.1 billion

*Operations that have at least one installment overdue for more than 14 days

The total balance of the Renegotiated Portfolio in 2Q23 was R\$ 4.1 billion

Recovered Loans



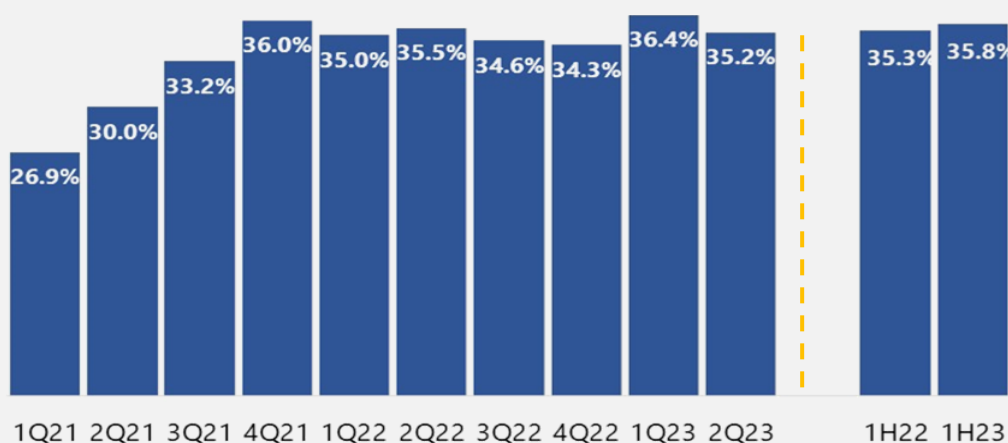
Financial Performance

Income from Financial Intermediation (R\$ million)	2Q23	1Q23	2Q22	1H23	1H23	1H23 x 1H22
Loans Operations	2,026.3	2,030.6	1,937.4	4,056.9	3,225.1	25.8%
Companies Portfolio	1,114.4	1,148.7	1,241.3	2,263.1	1,897.8	19.2%
Payroll	607.2	598.5	488.5	1,205.7	939.7	28.3%
Auto/Other	179.5	166.0	122.3	345.5	229.7	50.4%
Home Equity	10.5	9.1	6.0	19.6	11.5	70.4%
Leasing Operation Result	114.7	108.3	79.3	223.0	146.4	52.3%
Securities Operations Result	426.4	416.5	363.5	842.9	636.4	32.4%
Operations linked to repurchase commitments and interbank deposits	48.6	(25.5)	16.9	23.1	79.6	-71.0%
Foreign Exchange Operations	76.1	36.3	103.8	112.4	330.5	-66.0%
Income from Financial Intermediation (A)	2,577.4	2,457.9	2,421.6	5,035.3	4,271.6	17.9%
Interbank and Time deposits	(527.9)	(406.9)	(376.6)	(934.8)	(720.0)	29.8%
Expenses with Market Funding Operations ⁽²⁾	(719.6)	(755.3)	(618.8)	(1,474.9)	(1,126.5)	30.9%
Issuing securities abroad	103.6	48.7	(244.9)	152.3	245.6	-38.0%
Borrowings and Onlendings Operations ⁽³⁾	234.9	129.5	(715.9)	364.4	502.5	-27.5%
Derivatives Result ⁽¹⁾	(604.7)	(412.7)	556.5	(1,017.4)	(1,299.4)	-21.7%
Loan Loss Provision (LLP)	(230.5)	(223.6)	(160.4)	(454.1)	(275.9)	64.6%
Expenses on Financial Intermediation (B)	(1,744.2)	(1,620.3)	(1,560.1)	(3,364.5)	(2,673.7)	25.8%
Gross Income from Financial Intermediation (A-B)	833.2	837.6	861.5	1,670.8	1,597.9	4.6%
Hedge MTM - Foreign Issues and Credit Operations	(159.0)	(74.4)	(68.3)	(233.4)	(179.3)	30.2%
Adjusted Gross Income from financial intermediation	992.2	912.0	929.8	1,904.2	1,777.2	7.1%
⁽¹⁾ Result with derivatives (Hedge)	(623.6)	(495.6)	583.5	(1,119.2)	(1,264.3)	
⁽²⁾ Foreign Exchange Variation without Borrowings abroad	26.1	17.1	(33.8)	43.2	25.8	
⁽³⁾ Reclassified from other operating/expenses revenues.	307.6	163.3	(667.7)	470.9	544.6	

Personnel and Administrative Expense

Personnel and Administrative Expenses (R\$ million)	2Q23	1Q23	2Q22	1H23	1H22	2Q23 x 1Q23	2Q23 x 2Q22	1H23 x 1H22
Personnel Expenses	(207.1)	(202.2)	(181.5)	(409.3)	(357.6)	2.4%	14.1%	14.5%
Administrative Expenses	(151.5)	(129.6)	(130.9)	(281.1)	(234.7)	16.9%	15.7%	19.8%
Personnel and Administrative Expense	(358.6)	(331.8)	(312.4)	(690.4)	(592.3)	8.1%	14.8%	16.6%
Commission Expenses (Total)	(109.4)	(120.1)	(108.6)	(229.5)	(198.8)	-8.9%	0.7%	15.4%
Payroll	(93.5)	(102.7)	(87.1)	(196.2)	(156.7)	-9.0%	7.3%	25.2%
Auto Loans + Others	(15.4)	(16.5)	(21.0)	(31.9)	(41.3)	-6.7%	-26.7%	-22.8%
Direct Credit to Consumer (DCC)	(0.5)	(0.9)	(0.5)	(1.4)	(0.8)	-44.4%	0.0%	75.0%
Total	(468.0)	(451.9)	(421.0)	(919.9)	(791.1)	3.6%	11.2%	16.3%

Recurring Efficiency Ratio



We continue to pursue a strategy of **keeping costs in check** without sacrificing business quality or agility

Anexx I – Income Statement – in R\$ million

Income Statement	2Q23	1Q23	2Q22	1H23	1H22	1H23 x 1H22
INCOME FROM FINANCIAL INTERMEDIATION	2,577.4	2,457.9	2,421.6	5,035.3	4,271.6	17.9%
Lending Operation	2,026.3	2,030.6	1,937.4	4,056.9	3,225.1	25.8%
Marketable securities	426.4	416.5	363.5	842.9	636.4	32.4%
Liquidity interbank applications	48.6	(25.5)	16.9	23.1	79.6	-71.0%
Foreign Exchange Operations	76.1	36.3	103.8	112.4	330.5	-66.0%
EXPENSES FOR FINANCIAL INTERMEDIATION	(1,513.7)	(1,396.7)	(1,399.7)	(2,910.4)	(2,397.8)	21.4%
Interbank and time deposits	(527.9)	(406.9)	(376.6)	(934.8)	(720.0)	29.8%
Bond issues in Brazil	(719.6)	(755.3)	(618.8)	(1,474.9)	(1,126.4)	30.9%
Bond issues in abroad	103.6	48.7	(244.9)	152.3	245.5	-38.0%
Borrowing and Onlendings	234.9	129.5	(715.9)	364.4	502.5	-27.5%
Financial Instruments Derivatives	(604.7)	(412.7)	556.5	(1,017.4)	(1,299.4)	-21.7%
GROSS PROFIT FROM FINANCIAL INTERMEDIATION	1,063.7	1,061.2	1,021.9	2,124.9	1,873.8	13.4%
EXPENSES WITH ALLOWANCE FOR LOAN LOSSES	(230.5)	(223.6)	(160.4)	(454.1)	(275.9)	64.6%
NET RESULT FROM FINANCIAL INTERMEDIATION	833.2	837.6	861.5	1,670.8	1,597.9	4.6%
OTHER OPERATING INCOME/EXPENSES	(458.9)	(464.5)	(414.0)	(923.4)	(784.1)	17.8%
Income from Services Provided	107.1	105.6	94.3	212.7	187.8	13.3%
Personnel Expenses	(207.1)	(202.2)	(181.5)	(409.3)	(357.5)	14.5%
Other Administrative Expenses	(260.9)	(249.7)	(239.5)	(510.6)	(433.5)	17.8%
Tax expenses	(68.9)	(69.7)	(64.1)	(138.6)	(125.0)	10.9%
Result of participation in subsidiaries	0.7	0.7	0.6	1.4	0.6	133.3%
Other operating income and expenses	19.0	5.9	16.2	24.9	16.9	47.3%
Depreciation and amortization expenses	(3.6)	(3.4)	(3.5)	(7.0)	(6.9)	1.4%
Result of insurance operations	-	(0.1)	(0.3)	(0.1)	(0.3)	-66.7%
Expenses with provisions for risks	(45.2)	(51.6)	(36.2)	(96.8)	(66.2)	46.2%
OPERATING RESULT	374.3	373.1	447.5	747.4	813.8	-8.2%
NON-OPERATING RESULT	4.2	4.0	4.5	8.2	15.0	-45.3%
RESULT BEFORE TAXATION ON PROFIT AND SHAREHOLDINGS	378.5	377.1	452.0	755.6	828.8	-8.8%
INCOME AND SOCIAL CONTRIBUTION TAXES	(96.1)	(90.9)	(128.6)	(187.0)	(257.8)	-27.5%
Provision for Income Tax	(79.6)	(108.7)	(116.6)	(188.3)	(233.1)	-19.2%
Provision for Social Contribution Tax	(66.6)	(87.9)	(101.0)	(154.5)	(197.1)	-21.6%
Deferred Taxes	50.1	105.7	89.0	155.8	172.4	-9.6%
PROFIT-SHARING	(54.1)	(54.9)	(51.2)	(109.0)	(102.4)	6.4%
NON-CONTROLLING SHAREHOLDER'S SHARING	(0.4)	(0.3)	(0.3)	(0.7)	(0.5)	40.0%
NET INCOME	227.9	231.0	271.9	458.9	468.1	-2.0%