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(A free translation of the original in Portuguese)

WRI Brasil
Financial statements at
December 31, 2022
and independent auditor's report





(A free translation of the original in Portuguese)

Independent auditor's report

To the Management and Members
WRI Brasil

Opinion

We have audited the accompanying financial statements of WRI Brasil ("Entity"), which comprise the statement of financial position as at December 31, 2022 and the statements of surplus, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of WRI Brasil as at December 31, 2022, and its financial performance and its cash flows for the year then ended, in accordance with accounting practices adopted in Brazil for small and medium-sized entities - CPC Technical Pronouncement PME (R1) - Accounting for Small and Medium-sized Entities, including the provisions in Technical Interpretation ITG 2002 (R1) - "Non-profit Entities".

Basis for opinion

We conducted our audit in accordance with Brazilian and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Entity in accordance with the ethical requirements established in the Code of Professional Ethics and Professional Standards issued by the Brazilian Federal Accounting Council, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of management for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting practices adopted in Brazil for small and medium-sized entities (CPC - Technical Pronouncement PME (R1) - Accounting for Small and Medium-sized Entities), including the provisions in Technical Interpretation ITG 2002 (R1) - "Non-profit Entities", and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.



WRI Brasil

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Brazilian and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Brazilian and International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether these financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

São Paulo, May 26, 2023

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

DocuSigned by:
 Lia Marcela Rusinque Fonseca
 Signed By: LIA MARCELA RUSINQUE FONSECA:23243418836
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 Contadora CRC 1SP291166/O-4



WRI Brasil
Statement of financial position
at December 31

All amounts in Brazilian reais

(A free translation of the original in Portuguese)

Assets	2022	2021	Liabilities and equity	2022	2021
Current assets			Current liabilities		
Cash and cash equivalents (Note 3)	13,550,459	6,758,208	Accounts payable	230,895	146,705
Accounts receivable (Note 4)	588,145	2,246,767	Tax liabilities (Note 6)	9,123	5,920
Other receivables	104,160	110,123	Social charges (Note 7)	2,323,099	1,932,742
	<u>14,242,764</u>	<u>9,115,098</u>	Donations received in advance	6,963,777	3,783,858
				<u>9,526,894</u>	<u>5,869,225</u>
Non-current assets			Net assets		
Escrow deposits	87,634	87,634	Assets (Note 9)	5,165,223	3,821,102
Fixed assets (Note 5)	348,285	467,324		<u>5,165,223</u>	<u>3,821,102</u>
Intangible assets	13,434	20,270			
	<u>449,353</u>	<u>575,228</u>			
Total assets	<u>14,692,117</u>	<u>9,690,327</u>	Total liabilities and equity	<u>14,692,117</u>	<u>9,690,327</u>

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



WRI Brasil
Statement of surplus
Years ended December 31
All amounts in Brazilian reais

(A free translation of the original in Portuguese)

	<u>2022</u>	<u>2021</u>
Operating income		
Restricted funds		
Donations (Note 8)	28,847,422	20,601,487
Fixed assets (Note 11)		400,000
Voluntary work (Note 13)	16,895	19,975
	<u>28,864,317</u>	<u>21,021,462</u>
Unrestricted funds		
Rendering of services (Note 10)	906,236	1,025,289
	<u>906,236</u>	<u>1,025,289</u>
	<u>29,770,553</u>	<u>22,046,751</u>
Operating costs and expenses		
Cost of services rendered (Note 12)	(26,138,945)	
General and administrative expenses (Note 12)	(3,043,296)	(21,872,167)
Tax expenses	(374,597)	(150,523)
Finance result (Note 15)	1,147,302	478,571
Voluntary work (Note 13)	(16,895)	(19,975)
	<u>(28,426,431)</u>	<u>(21,564,095)</u>
Surplus for the year	<u><u>1,344,122</u></u>	<u><u>482,656</u></u>

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



WRI Brasil
Statement of changes in equity
All amounts in Brazilian reais

(A free translation of the original in Portuguese)

	<u>Net assets</u>	<u>Accumulated surplus</u>	<u>Total</u>
At January 1, 2021	<u>3,338,445</u>		<u>3,338,445</u>
Surplus for the year		482,656	482,656
Transfer to net assets	<u>482,656</u>	<u>(482,656)</u>	
At December 31, 2021	<u>3,821,101</u>		<u>3,821,101</u>
Surplus for the year		1,344,122	1,344,122
Transfer to net assets	<u>1,344,122</u>	<u>(1,344,122)</u>	
At December 31, 2022	<u>5,165,223</u>		<u>5,165,223</u>

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



WRI Brasil

Statement of cash flows Years ended December 31

All amounts in Brazilian reais

(A free translation of the original in Portuguese)

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities		
Surplus for the year	1,344,122	482,656
Adjustments for non-cash expenses		
Depreciation and amortization	153,678	146,396
Write-off of fixed assets and intangible assets		7,901
Surplus for the year - restated	1,497,800	636,953
Decrease (increase) in accounts receivable	1,658,621	(1,804,622)
Decrease (increase) in other receivables	5,964	139,605
Increase in accounts payable	84,191	101,951
Increase (decrease) in social charges	390,357	555,750
Increase (decrease) in taxes	3,203	(117,093)
Increase (decrease) in donations received in advance	3,179,918	(3,177,075)
Net cash inflow (outflow) from operating activities	<u>6,820,054</u>	<u>(3,664,531)</u>
Cash flows from investing activities		
Purchases of fixed assets and intangible assets	(27,803)	(178,028)
Net cash used in investing activities	<u>(27,803)</u>	<u>(178,028)</u>
Increase (decrease) in cash and cash equivalents	<u>6,792,251</u>	<u>(3,842,559)</u>
Cash and cash equivalents at the end of the year (Note 3)	13,550,459	6,758,208
Cash and cash equivalents at the beginning of the year (Note 3)	<u>6,758,208</u>	<u>10,600,767</u>
Increase (decrease) in cash and cash equivalents	<u>6,792,251</u>	<u>(3,842,559)</u>

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

(A free translation of the original in Portuguese)



WRI Brasil

Notes to the financial statements at December 31, 2022

All amounts in Brazilian reais unless otherwise stated

1 Operations

WRI Brasil ("Entity") is a private nonprofit organization founded in February 2014, in São Paulo, Brazil, which started operations in June 2014, for the purpose of inspiring human society to live in a way that protects the Earth's environment and its capacity to meet the needs and aspirations of current and future generations. In order to achieve this goal, WRI Brasil works in partnership with other organizations of the World Resources Institute, in Brazil and abroad, in the development of research-based solutions.

WRI Brasil was granted the status of Civil Society Organization of Public Interest (OSCIP) on September 19, 2014, as published in the Federal Official Gazette on that date. It has been certified as an Environmental Organization by the Ministry of the Environment, and holds a Statement of Exemption from Inheritance and Donation Tax (ITCMD). The Treasury Department of the State of São Paulo, together with the Secretary of the Environment, issued Resolution SFP/SIMA 02/2019 at the end of 2019, published on December 13, 2019, which determines that, from that date on, the Certificate of Environmental Organization and the Statement of Exemption from Inheritance and Donation Tax will be effective for three years. Accordingly, the new deadline for WRI Brasil to renew its Certificate of Environmental Organization is March 31, 2026.

WRI Brasil and the World Resources Institute ("WRI Washington DC") are organizations legally bound by a Cooperation Agreement and a trademark license, which are based on the alignment between the mission, values, and approach of both organizations.

These organizations are committed to working together to achieve their common goal of encouraging human society to live in a manner that protects the environment, so that the needs and expectations of present and future generations can be fulfilled.

To that end, the organizations share strategic work plans, financial management, and control systems under a synergistic governance system for collaborative and strategic decision making. They contribute to each other by raising funds from national and international donors, among other actions and activities that are relevant to the accomplishment of their common mission.

In 2015, WRI Brasil opened an office in the city of Porto Alegre, State of Rio Grande do Sul, named WRI Brasil Cidades Sustentáveis (meaning *WRI Brasil Sustainable Cities*).

2 Financial statement presentation and significant accounting practices

The issue of these financial statements was authorized by the Entity's Executive Board on May 26, 2023.

The financial statements were prepared in accordance with accounting practices adopted in Brazil for small and medium-sized entities - CPC PME Technical Pronouncement - "Accounting for Small and Medium Entities" and Technical Interpretation ITG 2002 (R1) - "Nonprofit Entities", and disclose all information of significance to the financial statements, which is consistent with that utilized by management in the performance of its duties. The financial statements were prepared under the historical cost convention, except for voluntary work and donations, which are measured at fair value, in accordance with ITG 2002 (Note 13).



WRI Brasil

Notes to the financial statements at December 31, 2022

All amounts in Brazilian reais unless otherwise stated

The preparation of these financial statements required the use of estimates to account for certain assets, liabilities, and other transactions, including estimates related to the selection of the useful lives of fixed assets, the determination of the useful lives of financial assets, and the provisions for liabilities, among others. The actual results may differ from the estimates.

2.1 Functional and presentation currency and transactions and balances

The financial statements are presented in Brazilian reais, which is the functional and presentation currency of WRI Brasil.

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currency are recognized in the statement of profit or loss, within finance income and costs.

2.2 Cash and cash equivalents

Cash and cash equivalents include funds available in local currency and other short-term highly liquid investments with original maturities of three months or less, with immaterial risk of change in value, which are held to meet short- and long-term term commitments.

2.3 Accounts receivable

Accounts receivable are recognized initially at the transaction cost and are subsequently measured at amortized cost using the effective interest rate method. Accounts receivable from customers comprise the expenditures incurred in the projects, to be received by the partners.

2.4 Financial assets

The Company classifies its financial assets according to the purpose for which they were acquired. Management determines the classification of the financial assets at the time they are initially recorded. Currently, the Company's financial assets are all basic instruments, and as such, are classified at amortized cost.

(a) Assets carried at amortized cost

These are included in current assets, except for maturities longer than 12 months after the reporting period, which are classified as non-current assets. The assets carried at amortized cost comprise Cash and cash equivalents (Note 3), Accounts receivable (Note 14), and Escrow deposits.

2.5 Fixed assets

Fixed assets are stated at historical cost of acquisition, and depreciation is calculated on a straight-line basis, using rates that consider the useful lives of the assets (Note 5).



WRI Brasil

Notes to the financial statements at December 31, 2022

All amounts in Brazilian reais unless otherwise stated

2.6 Intangible assets

Acquired software licenses are capitalized on the basis of the costs incurred to purchase the specific software and bring it to use. These costs are amortized over the software's estimated useful life of five years.

2.7 Accounts payable

These are obligations to pay for goods or services that have been acquired in the ordinary course of business, and are recognized at the amount stated in the invoice or in the related contract. These payables are classified as current liabilities if payment is due in one year or less. If not, they are presented as non-current liabilities.

2.8 Taxes on operations

WRI Brasil is a nonprofit entity, exempt from income tax and social contribution on net income (Note 16). Other taxes levied on its operating activities include: (a) Social Integration Program (PIS) - contribution of 1% on the payroll amount; (b) contribution to the National Institute of Social Security (INSS) - employers' and employee's contributions; (c) Income Tax Withheld at Source (IRRF) levied on income from financial investments — withheld on a regular basis by the respective financial institutions; and Tax on Services (ISS) - 5% on services provided. From 2020, the Social Contribution on Revenues (COFINS) is no longer levied, as provided for in Regulatory Instruction on PIS and COFINS (IN 1911/2019), which determines in Article 23, paragraph 2, that the rendering of services - the Entity's core activity - is not subject to the payment of this contribution

2.9 Other current assets and liabilities

Other assets are stated at cost of acquisition, including, where applicable, accrued income and monetary variations, less a provision for adjustment to realizable value, where applicable. Other liabilities are stated at known or estimated amounts including, where applicable, charges and monetary variations incurred up to the balance sheet date.

2.10 Net assets

Net assets comprise donations from third parties, increased or decreased by the surplus or deficit determined for each year.

2.11 Determination of surplus (deficit)

Donations received by WRI Brasil that are earmarked for specific projects are recorded as "Donations received in advance" in current liabilities, and are recorded in the statement of surplus as the resources are applied. Other income and expenses are recorded on the accrual basis of accounting.

2.12 Critical accounting estimates and judgments

Information on critical judgments regarding the accounting policies adopted that have an effect on the amounts recognized in the financial statements is included below:



WRI Brasil

Notes to the financial statements at December 31, 2022

All amounts in Brazilian reais unless otherwise stated

Provisions

Provisions are recognized when: (i) the Entity has a present legal or constructive obligation as a result of past events; (ii) it is probable that an outflow of resources will be required to settle the obligation; and (iii) the amount can be reliably estimated.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation, using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognized as finance cost.

3 Cash and cash equivalents

	<u>2022</u>	<u>2021</u>
Cash - petty cash fund	3,519	2,280
Banks	3,382	4,819
Automatic investment	49,220	19,252
Investment funds- fixed income (*)	13,465,173	6,055,562
Bank Deposit Certificates (CDBs) (*)	<u>29,165</u>	<u>676,296</u>
	<u>13,550,459</u>	<u>6,758,208</u>

(*) Investments in fixed income funds, which are readily convertible into a known amount of cash and subject to an insignificant risk of change in value, were made with the banks Itaú, Bradesco, and Santander.

4 Accounts receivable

At December 31, 2022, Accounts receivable related to expenses incurred in the Entity's projects, supported by donation contracts, amounted to R\$ 588,145 (R\$ 2,246,767 in 2021). There is no balance receivable from services rendered.



WRI Brasil

Notes to the financial statements at December 31, 2022

All amounts in Brazilian reais unless otherwise stated

5 Fixed assets

	2022		2021		
	Cost	Accumulated depreciation	Net	Net	Annual depreciation rates -%
Furniture and fittings	356,349	271,340	85,009	116,876	10
IT equipment	645,153	440,992	204,161	276,679	20
Machinery and equipment	57,489	45,606	11,883	15,935	10
Leasehold improvements	151,958	151,958		2,613	20
Facilities	108,110	60,878	47,232	55,221	10
	1,319,059	970,774	348,285	467,324	

Changes in fixed assets were as follows:

	2022	2021
At the beginning of the year	467,324	440,253
Additions	27,803	173,977
Write-offs		(7,901)
Depreciation	(146,842)	(139,006)
At the end of the year	348,285	467,324

6 Tax liabilities

	2022	2021
Social Contribution on Revenues (COFINS)	5,330	2,477
Service Tax (ISS)	559	2,232
Contributions withheld	2,454	916
Other taxes and contributions	780	295
Current liabilities	9,123	5,920



WRI Brasil

Notes to the financial statements at December 31, 2022

All amounts in Brazilian reais unless otherwise stated

7 Payroll charges

	<u>2022</u>	<u>2021</u>
Provision for vacation pay	1,494,842	1,247,443
Social charges	515,740	430,367
National Institute of Social Security (INSS)	<u>312,516</u>	<u>254,931</u>
	<u>2,323,099</u>	<u>1,932,742</u>

8 Donations

The Entity received donations intended for implementing and maintaining its operational structure and running the projects under its responsibility.

In 2022, the donations totaled R\$ 33,701,201 (R\$ 15,501,344 in 2021). The entire amount received in 2022 and 2021 referred to restricted funds. Of the donations received, R\$ 28,847,422 (R\$ 20,601,487 in 2021) was applied during the year, and the remaining amount of R\$ 6,963,777 (R\$ 3,783,858 in 2021) will be used in the next year to give continuity to the operations and projects.

The donations with restricted use received from legal entities were as follows::

	<u>2022</u>	<u>2021</u>
Donations from legal entities	33,701,201	15,501,344
Inheritance and Donation Tax (ITCMD)		<u>(8,400)</u>
Donations, net	<u>33,701,201</u>	<u>15,492,944</u>

(i) 77.56% of donations of restricted funds received during the year (78.99% in 2021) are subgrants transferred by the World Resources Institute (Note 14 (a)).

9 Net assets

Net assets comprise accumulated surplus of R\$ 5,165,223 (R\$ 3,821,102 in 2021).

In the event of the Entity's dissolution, the balance of net assets must be transferred to nonprofit entity or entities with a similar purpose under the terms of Law 9790/99.

If the entity loses the qualification established by Law 9,790/99, the respective net assets available, acquired with public resources during the period in which said qualification was held, will be transferred to another legal entity duly qualified under the terms of said Law, preferably having the same purpose.



WRI Brasil

Notes to the financial statements at December 31, 2022

All amounts in Brazilian reais unless otherwise stated

10 Rendering of services

In conformity with its by-laws, WRI Brasil provides support services to other programs, projects, and actions intended, either directly or indirectly, to promote systemic and long-lasting changes in the areas of climate and energy, people and ecosystems, markets and companies, institutions and governance, sustainable urbanization and mobility. In addition to the collection of donations, the Entity earns revenue from the rendering of services which include the development of studies to map knowledge gaps and the need for research involving forestry and sustainable exploitation of native species, the development of guidance manuals on safety and urban mobility for municipalities and companies, and the development of a diagnosis and plan to improve pedestrian mobility in different municipalities. The invoices issued for these services are subject to the levy of Service Tax (ISS) at the rate of 5%. The balance of services invoiced and not rendered, if any, is recorded within Deferred revenue.

Breakdown of revenue from services rendered:

	<u>2022</u>	<u>2021</u>
Revenue from services	954,542	1,075,490
Taxes on sales	<u>(48,306)</u>	<u>(50,201)</u>
	<u>906,236</u>	<u>1,025,289</u>

11 Sponsorship

In 2021, Banco Itaú sponsored the project *Transformando a Mobilidade Urbana no Brasil (Transforming Urban Mobility in Brazil)*, in the total amount of R\$ 400,000, supported by WRI Brasil. This project focused on defining a future vision for mobility, which goes beyond administrative management processes generating supplemental tariffs. The study will be a building block for the proposal for the desired future mobility. The project was carried out between April 2, 2021 to July 4, 2021.

	<u>2022</u>	<u>2021</u>
Sponsorship	<u> </u>	400,000
	<u> </u>	<u>400,000</u>



WRI Brasil

Notes to the financial statements at December 31, 2022

All amounts in Brazilian reais unless otherwise stated

12 Expenditures by nature

	<u>2022</u>	<u>2021</u>
Personnel expenses (i)	(19,165,752)	(15,718,043)
Services provided by legal entities	(7,334,012)	(4,450,264)
Travel expenses	(1,528,675)	(114,198)
Project costs	(31,432)	(482,782)
Expenses with chattels and properties	(881,495)	(664,499)
Other costs and expenses (ii)	<u>(240,875)</u>	<u>(442,380)</u>
Total general and administrative expenses	<u>(29,182,241)</u>	<u>(21,872,167)</u>
	<u>2022</u>	<u>2021</u>
Cost of services rendered	(26,138,945)	
General and administrative expenses	<u>(3,043,296)</u>	<u>(21,872,167)</u>
Total general and administrative expenses	<u>(29,182,241)</u>	<u>(21,872,167)</u>

- (i) Salaries, payroll charges, and other personnel expenses
 (ii) Other costs and expenses consisted mainly of depreciation, utilities, and other general expenses.

13 Voluntary work

Voluntary work and services did not result in cash disbursements by the Entity and are related to the Board of Directors' meetings. Had the Entity been required to pay for these services, the estimated amount to be disbursed would have been approximately R\$ 16,895 in 2022 (R\$ 19,975 in 2021).

The fair value of the voluntary work is stated in accordance with the Technical Interpretation ITG 2002, approved by Resolution 1409/12 of the Brazilian Federal Accounting Council (CFC), as amended by CFC Resolution 2015/ITG2002 (R1) of September 2, 2015.

14 Related-party transactions

WRI Brasil and WRI Washington DC are organizations legally bound by a Cooperation Agreement and a trademark license (Note 1).

WRI Washington DC takes part in the strategic decisions and management of WRI Brasil. The following transactions were carried out with related parties:



WRI Brasil

Notes to the financial statements at December 31, 2022

All amounts in Brazilian reais unless otherwise stated

(a) Donations received

	<u>2022</u>	<u>2021</u>
World Resources Institute	<u>26,897,771</u>	<u>13,622,981</u>

(b) Year-end balances relating to reimbursement of expenses receivable

	<u>2022</u>	<u>2021</u>
Receivables from related parties (Note 4)		
World Resources Institute	<u>588,145</u>	<u>2,246,767</u>

(c) Key management compensation

Key management personnel in 2022 comprised six directors (five directors in 2021), namely, Chief Executive Officer, Director of Operations, Director of Communications, Director of Climate, and Director of Cities. The total annual compensation paid to key management for their services is shown below:

	<u>2022</u>	<u>2021</u>
Total key management compensation	<u>2,309,209</u>	<u>2,215,642</u>

In 2022, five directors are based at the head office of WRI Brasil in São Paulo, and one at the branch in Porto Alegre.

15 Finance result

	<u>2022</u>	<u>2021</u>
Earnings from financial investments	1,046,164	444,562
Other capital gains		20,910
Other finance income, net	111,184	52,736
Discounts granted		(2,870)
Bank fees	<u>(10,046)</u>	<u>(36,767)</u>
	<u>1,147,302</u>	<u>478,571</u>

16 Tax aspects

A nonprofit entity is defined as an organization that does not generate surplus from its activities, and if it does so in a given year, the surplus is fully allocated to the maintenance and development of its social objectives, provided that all other legal conditions are met.



WRI Brasil

Notes to the financial statements at December 31, 2022

All amounts in Brazilian reais unless otherwise stated

WRI Brasil is exempt from income tax and social contribution (pursuant to Article 150 of the Federal Constitution) and from the Social Contribution on Revenues (COFINS). In accordance with the disclosures required by ITG 2002(R1) "Nonprofit Entities", if the Entity were not exempted from the taxes and contributions above, the rates in force for payment would be as follows: 15% for Income Tax, 9% for Social Contribution, 7.6% for COFINS on billings, and 1.65% for PIS on billings.

17 Legal claims

The Company is not a party to any labor, civil, or tax lawsuit.

18 Other information

- (a) In the years ended December 31, 2022 and 2021, the Entity did not carry out transactions involving derivative financial instruments.
- (b) The Entity does not grant private pension plan or any other retirement or post-employment benefit plan for its employees and officers, or benefit plans for officers and employees in the form of bonus or profit sharing.

19 Insurance

The Entity has contracted D&O (Civil Liability of Officers, Board Members and Management) insurance, with a limit of R\$ 10,000,000, effective from November 18, 2022 to November 18, 2023.

* * *

Fernanda Boscaini
FERNANDA BOSCAINI BENDER
Acting Chief Executive Officer

Ana Paula Aguiar da Costa
ANA PAULA SALVADOR DE AGUIAR DA COSTA
Accountant CRC-1-SP228.935-O-8

Certificado de Conclusão

Identificação de envelope: BFB892B0E9B34189B948FCAB97692FEA

Status: Concluído

Assunto: WRI 22_DF Free Translation

LoS / Área: Assurance (Audit, CMAAS)

Tipo de Documento: Relatórios ou Deliverables

Envelope fonte:

Documentar páginas: 17

Assinaturas: 1

Remetente do envelope:

Certificar páginas: 2

Rubrica: 0

Bruna Edelzuita dos Santos Nascimento

Assinatura guiada: Ativado

Av. Francisco Matarazzo, 1400, Torre Torino, Água Branca

Selo com Envelopeld (ID do envelope): Ativado

São Paulo, SP 05001-100

Fuso horário: (UTC-03:00) Brasília

bruna.santos@pwc.com

Endereço IP: 134.238.159.50

Rastreamento de registros

Status: Original

26 de junho de 2023 | 18:00

Portador: Bruna Edelzuita dos Santos Nascimento

bruna.santos@pwc.com

Local: DocuSign

Status: Original

26 de junho de 2023 | 18:07

Portador: CEDOC Brasil

BR_Sao-Paulo-Arquivo-Atendimento-Team

Local: DocuSign

@pwc.com

Eventos do signatário

Lia Marcela Rusinque Fonseca

lia.fonseca@pwc.com

Socia

PwC BR

Nível de segurança: E-mail, Autenticação da conta (Nenhuma), Certificado Digital

Detalhes do provedor de assinatura:

Tipo de assinatura: ICP Smart Card

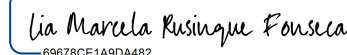
Emissor da assinatura: AC SERASA RFB v5

Termos de Assinatura e Registro Eletrônico:

Não oferecido através do DocuSign

Assinatura

DocuSigned by:



69678CE1A9DA482...

Adoção de assinatura: Estilo pré-selecionado

Usando endereço IP: 18.231.224.38

Registro de hora e data

Enviado: 26 de junho de 2023 | 18:02

Visualizado: 26 de junho de 2023 | 18:04

Assinado: 26 de junho de 2023 | 18:07

Eventos do signatário presencial**Assinatura****Registro de hora e data****Eventos de entrega do editor****Status****Registro de hora e data****Evento de entrega do agente****Status****Registro de hora e data****Eventos de entrega intermediários****Status****Registro de hora e data****Eventos de entrega certificados****Status****Registro de hora e data****Eventos de cópia****Status****Registro de hora e data**

Bruna Edelzuita dos Santos Nascimento

Copiado

Enviado: 26 de junho de 2023 | 18:07

bruna.santos@pwc.com

Visualizado: 26 de junho de 2023 | 18:07

Nível de segurança: E-mail, Autenticação da conta (Nenhuma)

Assinado: 26 de junho de 2023 | 18:07

Termos de Assinatura e Registro Eletrônico:

Não oferecido através do DocuSign

Eventos com testemunhas**Assinatura****Registro de hora e data****Eventos do tabelião****Assinatura****Registro de hora e data**

Eventos de resumo do envelope	Status	Carimbo de data/hora
Envelope enviado	Com hash/criptografado	26 de junho de 2023 18:02
Entrega certificada	Segurança verificada	26 de junho de 2023 18:04
Assinatura concluída	Segurança verificada	26 de junho de 2023 18:07
Concluído	Segurança verificada	26 de junho de 2023 18:07

Eventos de pagamento	Status	Carimbo de data/hora
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