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## **ITR - QUARTERLY INFORMATION FIRST QUARTER OF 2023**

# **COMPANHIA DE SANEAMENTO DO PARANÁ - SANEPAR**

**Quarterly Information**  
**For the quarter ended at March 31, 2023**

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**(In thousands of Brazilian reais)**

| <b>Code of Account</b> | <b>Account description</b>                    | <b>Current quarter<br/>03/31/2023</b> | <b>Prior Year<br/>12/31/2022</b> |
|------------------------|---|---------------------------------------|----------------------------------|
| 1                      | Total Assets                                  | 17.146.981                            | 16.657.196                       |
| 1.01                   | Current assets                                | 2.538.576                             | 2.469.829                        |
| 1.01.01                | Cash and cash equivalents                     | 1.212.661                             | 1.207.932                        |
| 1.01.01.01             | Cash and banks                                | 7.350                                 | 38.762                           |
| 1.01.01.02             | Financial investments                         | 1.205.311                             | 1.169.170                        |
| 1.01.03                | Accounts receivable                           | 1.138.055                             | 1.086.163                        |
| 1.01.03.01             | Trade accounts receivable                     | 1.138.055                             | 1.086.163                        |
| 1.01.04                | Inventories                                   | 71.437                                | 76.943                           |
| 1.01.06                | Recoverable taxes                             | 39.499                                | 38.334                           |
| 1.01.06.01             | Current recoverable taxes                     | 39.499                                | 38.334                           |
| 1.01.08                | Other current assets                          | 76.924                                | 60.457                           |
| 1.01.08.03             | Others  | 76.924                                | 60.457                           |
| 1.01.08.03.01          | Restricted deposits                           | 36.297                                | 23.705                           |
| 1.01.08.03.02          | Derivative financial instruments              | 16.016                                | 16.053                           |
| 1.01.08.03.03          | Other accounts receivable                     | 24.611                                | 20.699                           |
| 1.02                   | Noncurrent assets                             | 14.608.405                            | 14.187.367                       |
| 1.02.01                | Long-term assets                              | 5.165.594                             | 4.860.198                        |
| 1.02.01.04             | Accounts receivable                           | 191.142                               | 125.750                          |
| 1.02.01.04.01          | Trade accounts receivable                     | 191.142                               | 125.750                          |
| 1.02.01.07             | Deferred taxes                                | 727.738                               | 686.874                          |
| 1.02.01.07.01          | Deferred Income and Social Contribution Taxes | 727.738                               | 686.874                          |
| 1.02.01.10             | Other noncurrent assets                       | 4.246.714                             | 4.047.574                        |
| 1.02.01.10.03          | Restricted deposits                           | 77.611                                | 75.214                           |
| 1.02.01.10.06          | Court deposits                                | 525.378                               | 507.294                          |
| 1.02.01.10.07          | Contractual financial assets                  | 708.601                               | 676.465                          |
| 1.02.01.10.08          | Contract of asset                             | 2.893.441                             | 2.746.449                        |
| 1.02.01.10.09          | Other receivables                             | 41.683                                | 42.152                           |
| 1.02.02                | Investments                                   | 2.454                                 | 1.988                            |
| 1.02.02.01             | Shareholdings                                 | 2.454                                 | 1.988                            |
| 1.02.02.01.03          | Joint Ventures                                | 2.454                                 | 1.988                            |
| 1.02.03                | Fixed assets                                  | 352.523                               | 370.524                          |
| 1.02.03.01             | Fixed assets in operation                     | 215.897                               | 219.501                          |
| 1.02.03.02             | Rigth-of-use assets                           | 136.626                               | 151.023                          |
| 1.02.04                | Intangible assets                             | 9.087.834                             | 8.954.657                        |
| 1.02.04.01             | Intangible assets                             | 9.087.834                             | 8.954.657                        |
| 1.02.04.01.01          | Concession contracts                          | 8.911.126                             | 8.777.168                        |
| 1.02.04.01.02          | Rigth-of-use assets                           | 176.708                               | 177.489                          |

**Individual financial statements/ statements of financial position - liabilities**  
**(In thousands of Brazilian reais)**

| <b>Code of Account</b> | <b>Account description</b>                       | <b>Current quarter<br/>03/31/2023</b> | <b>Prior Year<br/>12/31/2022</b> |
|------------------------|--|---------------------------------------|----------------------------------|
| 2                      | Total Liabilities                                | 17.146.981                            | 16.657.196                       |
| 2.01                   | Current liabilities                              | 1.632.642                             | 1.629.658                        |
| 2.01.01                | Payroll and social charges                       | 145.122                               | 139.976                          |
| 2.01.01.02             | Labor liabilities                                | 145.122                               | 139.976                          |
| 2.01.02                | Trade accounts payable                           | 236.191                               | 297.045                          |
| 2.01.02.01             | Trade accounts payable - domestic                | 236.191                               | 297.045                          |
| 2.01.03                | Tax liabilities                                  | 122.163                               | 102.767                          |
| 2.01.03.01             | Federal Taxes                                    | 119.523                               | 99.890                           |
| 2.01.03.01.01          | Income tax and social contribution               | 71.906                                | 0                                |
| 2.01.03.01.02          | Other Federal Taxes                              | 47.617                                | 99.890                           |
| 2.01.03.03             | Municipal Taxes                                  | 2.640                                 | 2.877                            |
| 2.01.04                | Loans and financing                              | 576.962                               | 575.651                          |
| 2.01.04.01             | Loans and financing                              | 182.192                               | 176.970                          |
| 2.01.04.01.01          | Domestic currency                                | 166.216                               | 161.618                          |
| 2.01.04.01.01          | Foreign currency                                 | 15.976                                | 15.352                           |
| 2.01.04.02             | Debentures                                       | 295.744                               | 303.115                          |
| 2.01.04.03             | Financing from finance lease                     | 99.026                                | 95.566                           |
| 2.01.05                | Other liabilities                                | 357.372                               | 340.826                          |
| 2.01.05.02             | Others   | 357.372                               | 340.826                          |
| 2.01.05.02.01          | Dividends and interest on equity capital payable | 227.335                               | 227.335                          |
| 2.01.05.02.05          | Collaterals and contractual retentions           | 2.316                                 | 2.217                            |
| 2.01.05.02.07          | Unearned revenue                                 | 3.560                                 | 3.560                            |
| 2.01.05.02.08          | Derivative financial instruments                 | 16.284                                | 15.746                           |
| 2.01.05.02.09          | Other accounts payable                           | 107.877                               | 91.968                           |
| 2.01.06                | Provisions                                       | 194.832                               | 173.393                          |
| 2.01.06.02             | Other provisions                                 | 194.832                               | 173.393                          |
| 2.01.06.02.04          | Provisions for pension plan and health insurance | 68.166                                | 67.404                           |
| 2.01.06.02.05          | Labor provisions                                 | 126.666                               | 105.989                          |
| 2.02                   | Noncurrent liabilities                           | 6.407.878                             | 6.240.651                        |
| 2.02.01                | Loans and financing                              | 4.601.857                             | 4.507.593                        |
| 2.02.01.01             | Loans and financing                              | 1.917.374                             | 1.836.065                        |
| 2.02.01.01.01          | Domestic currency                                | 1.917.374                             | 1.836.065                        |
| 2.02.01.02             | Debentures                                       | 2.293.496                             | 2.267.243                        |
| 2.02.01.03             | Financing from finance lease                     | 390.987                               | 404.285                          |
| 2.02.02                | Other liabilities                                | 99.261                                | 100.406                          |
| 2.02.02.02             | Others   | 99.261                                | 100.406                          |
| 2.02.02.02.04          | Contractors and Suppliers                        | 1.077                                 | 1.077                            |
| 2.02.02.02.09          | Unearned revenue                                 | 10.383                                | 11.273                           |
| 2.02.02.02.11          | Other accounts payable                           | 87.801                                | 88.056                           |
| 2.02.04                | Provisions                                       | 1.706.760                             | 1.632.652                        |
| 2.02.04.02             | Other provisions                                 | 1.706.760                             | 1.632.652                        |
| 2.02.04.02.04          | Provisions for pension plan and health insurance | 954.320                               | 943.652                          |
| 2.02.04.02.05          | Provisions                                       | 752.440                               | 689.000                          |
| 2.03                   | Equity   | 9.106.461                             | 8.786.887                        |
| 2.03.01                | Realized capital stock                           | 3.996.137                             | 3.996.137                        |
| 2.03.01.01             | Paid-in capital stock                            | 3.996.137                             | 3.996.137                        |
| 2.03.03                | Revaluation surplus                              | 53.365                                | 54.426                           |
| 2.03.03.01             | Own assets                                       | 53.365                                | 54.426                           |
| 2.03.04                | Profit reserves                                  | 4.515.837                             | 4.515.837                        |
| 2.03.04.01             | Legal reserve                                    | 166.212                               | 166.212                          |
| 2.03.04.07             | Tax incentive reserve                            | 11.606                                | 11.606                           |
| 2.03.04.08             | Additional proposed dividend                     | 159.146                               | 159.146                          |
| 2.03.04.10             | Investment plan                                  | 4.178.873                             | 4.178.873                        |
| 2.03.05                | Retained earnings/(Accumulated losses)           | 320.651                               | 0                                |
| 2.03.06                | Asset and liability valuation adjustments        | 4.306                                 | 4.322                            |
| 2.03.08                | Other comprehensive income                       | 216.165                               | 216.165                          |

**Individual financial statements/ Statements of income**  
**(In thousands of Brazilian reais)**

| <b>Code of Account</b> | <b>Account description</b>                             | <b>Accumulated in current year<br/>01/01/2023 to 03/31/2023</b> | <b>Accumulated in prior year<br/>01/01/2022 to 03/31/2022</b> |
|------------------------|--|---|---|
| 3.01                   | Revenue from sales of goods and/or services            | 1.453.963   | 1.406.842   |
| 3.02                   | Cost of goods sold and/or services rendered            | -588.609  | -589.834  |
| 3.03                   | Gross result   | 865.354   | 817.008   |
| 3.04                   | Operating expenses/revenues                            | -317.748  | -326.669  |
| 3.04.01                | Selling expenses                                       | -25.965   | -114.856  |
| 3.04.02                | General and administrative expenses                    | -186.601  | -158.689  |
| 3.04.05                | Other operating expenses                               | -104.765  | -52.373   |
| 3.04.05.01             | Provision for contingencies                            | -63.440   | -11.265   |
| 3.04.05.02             | Pension plan and health insurance                      | -11.430   | -20.169   |
| 3.04.05.04             | Profit sharing program                                 | -24.447   | -19.881   |
| 3.04.05.05             | Other operating expenses (revenues)                    | -5.448  | -1.058  |
| 3.04.06                | Equity in earnings (losses) of controlled companies    | -417  | -751  |
| 3.05                   | Income (loss) before financial income (loss) and taxes | 547.606   | 490.339   |
| 3.06                   | Financial income (loss)                                | -70.544   | -55.329   |
| 3.06.01                | Financial revenues                                     | 68.358  | 58.886  |
| 3.06.02                | Financial expenses                                     | -138.902  | -114.215  |
| 3.07                   | Income (loss) before taxes                             | 477.062   | 435.010   |
| 3.08                   | Income and Social Contribution Taxes                   | -157.488  | -143.066  |
| 3.08.01                | Current  | -198.351  | -163.948  |
| 3.08.02                | Deferred   | 40.863  | 20.882  |
| 3.09                   | Net income (loss) from continuing operations           | 319.574   | 291.944   |
| 3.11                   | Income/Loss for the period                             | 319.574   | 291.944   |
| 3.99                   | Earnings per share – (Reais/Share)                     |   |   |
| 3.99.01                | Basic earnings per share                               |   |   |
| 3.99.01.01             | Preferred shares                                       | 0,21808   | 0,19922   |
| 3.99.01.02             | Common shares  | 0,19825   | 0,18111   |
| 3.99.02                | Diluted earnings per share                             |   |   |
| 3.99.02.01             | Preferred shares                                       | 0,21808   | 0,19922   |
| 3.99.02.02             | Common shares  | 0,19825   | 0,18111   |

**Individual financial statements/ Statements of comprehensive income**  
**(In thousands of Brazilian reais)**

| <b>Code of Account</b> | <b>Account description</b>                  | <b>Accumulated in current year<br/>01/01/2023 to 03/31/2023</b> | <b>Accumulated in prior year<br/>01/01/2022 to 03/31/2022</b> |
|------------------------|---|---|---|
| 4.01                   | Net income for the period                   | 319.574   | 291.944   |
| 4.02                   | Other comprehensive income                  | -1.077  | -1.260  |
| 4.02.01                | Realization of revaluation surplus          | -1.608  | -1.845  |
| 4.02.02                | Taxes on Realization of Revaluation Surplus | 547   | 627   |
| 4.02.03                | Realization of Deemed Cost                  | -24   | -64   |
| 4.02.04                | Taxes on Realization of Deemed Cost         | 8   | 22  |
| 4.03                   | Comprehensive income for the period         | 318.497   | 290.684   |

**Individual financial statements/Statements of cash flows - indirect method**

| Code of account | Account description                                       | Accumulated in           | Accumulated in           |
|-----------------|---|--------------------------|--------------------------|
|                 |   | current year             | prior year               |
|                 |   | 01/01/2023 to 03/31/2023 | 01/01/2022 to 03/31/2022 |
| 6.01            | Net cash from operating activities                        | 481.571                  | 486.148                  |
| 6.01.01         | Cash from operations                                      | 571.392                  | 575.179                  |
| 6.01.01.01      | Net income for the period                                 | 319.574                  | 291.944                  |
| 6.01.01.02      | Depreciation and amortization                             | 116.284                  | 105.380                  |
| 6.01.01.03      | Costs of fixed and intangible assets write-offs           | 1.999                    | 2.217                    |
| 6.01.01.04      | Impairment  | -627                     | -954                     |
| 6.01.01.06      | Discount to present value of financial assets             | -6.958                   | -6.151                   |
| 6.01.01.07      | Allowance for doubtful accounts                           | -45.420                  | 51.220                   |
| 6.01.01.08      | Deferred Income and Social Contribution Taxes, net        | -40.864                  | -20.882                  |
| 6.01.01.09      | Provision for contingencies                               | 63.440                   | 11.265                   |
| 6.01.01.10      | Pension plan and medical insurance                        | 11.430                   | 20.169                   |
| 6.01.01.11      | Interest on financing                                     | 97.942                   | 78.951                   |
| 6.01.01.12      | Monetary variations on financing                          | 41.246                   | 31.071                   |
| 6.01.01.13      | Interest and monetary restatements Leasing                | 10.591                   | 8.548                    |
| 6.01.01.14      | Exchange rate, net  | -130                     | -2.142                   |
| 6.01.01.15      | Exchange on derivative financial instrments               | 574                      | 2.455                    |
| 6.01.01.16      | Equity in earnings (losses) of controlled companies       | 417                      | 751                      |
| 6.01.01.17      | Appropriation of costs of funds raised from third parties | 1.758                    | 1.410                    |
| 6.01.01.18      | Adjustment to Fair Value – Investments                    | 136                      | -73                      |
| 6.01.02         | Changes in assets and liabilities                         | -89.821                  | -89.031                  |
| 6.01.02.01      | Trade accounts receivable                                 | -71.864                  | -107.030                 |
| 6.01.02.02      | Recoverable taxes and contributions                       | -1.165                   | -284                     |
| 6.01.02.03      | Inventories   | 5.506                    | -7.592                   |
| 6.01.02.04      | Court deposits  | -18.084                  | -22.231                  |
| 6.01.02.05      | Other receivables and accounts receivable                 | -3.443                   | -942                     |
| 6.01.02.06      | Contractors and Suppliers                                 | -60.854                  | -6.296                   |
| 6.01.02.08      | Taxes and contributions                                   | 140.702                  | 125.936                  |
| 6.01.02.09      | Salaries and social charges                               | 25.823                   | 29.263                   |
| 6.01.02.10      | Collaterals and contractual retentions                    | 99                       | 8                        |
| 6.01.02.11      | Unearned revenues   | -890                     | 16.803                   |
| 6.01.02.12      | Income and social contribution taxes paid                 | -121.305                 | -107.902                 |
| 6.01.02.13      | Other accounts payable                                    | 15.654                   | -8.764                   |
| 6.02            | Net cash from investing activities                        | -403.259                 | -352.553                 |
| 6.02.01         | Investments in fixed and intangible assets                | -402.657                 | -352.553                 |
| 6.02.02         | Investments   | -602                     | 0                        |
| 6.03            | Net cash from financing activities                        | -73.583                  | 474.085                  |
| 6.03.01         | Financing   | 132.001                  | 670.165                  |
| 6.03.02         | Amortization of financing                                 | -59.594                  | -87.411                  |
| 6.03.03         | Payments of interest on financing                         | -107.810                 | -68.827                  |
| 6.03.04         | Payments of Leases  | -23.191                  | -20.771                  |
| 6.03.05         | Costs of funds raised with third parties                  | 0                        | -11.290                  |
| 6.03.06         | Restricted deposits                                       | -14.989                  | -7.780                   |
| 6.03.07         | Payments of Interest on Equity                            | 0                        | -1                       |
| 6.05            | Increase (decrease) in cash and equivalents               | 4.729                    | 607.680                  |
| 6.05.01         | Beginning balance of cash and cash equivalents            | 1.207.932                | 983.127                  |
| 6.05.02         | Ending balance of cash and cash equivalents               | 1.212.661                | 1.590.807                |

Individual financial statements/ Statement of changes in equity - 01/01/2023 to 03/31/2023

| Code of account | Account description                               | Paid-in capital stock | Capital reserves, Granted options and Treasury shares | Income reserves | Retained earnings or accumulated losses | Other comprehensive income | Equity    |
|-----------------|---|-----------------------|---|-----------------|---|----------------------------|-----------|
| 5.01            | Initial balances                                  | 3.996.137             | 0   | 4.515.837       | 0                                       | 274.913                    | 8.786.887 |
| 5.03            | Adjusted beginning balances                       | 3.996.137             | 0   | 4.515.837       | 0                                       | 274.913                    | 8.786.887 |
| 5.05            | Total comprehensive income                        | 0                     | 0   | 0               | 320.651                                 | -1.077                     | 319.574   |
| 5.05.01         | Net income for the period                         | 0                     | 0   | 0               | 319.574                                 | 0                          | 319.574   |
| 5.05.02         | Other comprehensive income                        | 0                     | 0   | 0               | 1.077                                   | -1.077                     | 0         |
| 5.05.02.06      | Realization of revaluation surplus                | 0                     | 0   | 0               | 1.608                                   | -1.608                     | 0         |
| 5.05.02.07      | Taxes on the realization of revaluation surplus   | 0                     | 0   | 0               | -547                                    | 547                        | 0         |
| 5.05.02.08      | Realization of adjustment to deemed cost          | 0                     | 0   | 0               | 24                                      | -24                        | 0         |
| 5.05.02.09      | Taxes on realization of adjustment to deemed cost | 0                     | 0   | 0               | -8                                      | 8                          | 0         |
| 5.07            | Ending balances                                   | 3.996.137             | 0   | 4.515.837       | 320.651                                 | 273.836                    | 9.106.461 |



Individual financial statements/ Statement of changes in equity - 01/01/2022 to 03/31/2022

| Code of account | Account description                               | Paid-in capital stock | Capital reserves, Granted options and Treasury shares | Income reserves | Retained earnings or accumulated losses | Other comprehensive income | Equity    |
|-----------------|---|-----------------------|---|-----------------|---|----------------------------|-----------|
| 5.01            | Initial balances                                  | 3.996.137             | 0   | 3.696.944       | 0                                       | 133.261                    | 7.826.342 |
| 5.03            | Adjusted beginning balances                       | 3.996.137             | 0   | 3.696.944       | 0                                       | 133.261                    | 7.826.342 |
| 5.05            | Total comprehensive income                        | 0                     | 0   | 0               | 293.204                                 | -1.260                     | 291.944   |
| 5.05.01         | Net income for the period                         | 0                     | 0   | 0               | 291.944                                 | 0                          | 291.944   |
| 5.05.02         | Other comprehensive income                        | 0                     | 0   | 0               | 1.260                                   | -1.260                     | 0         |
| 5.05.02.06      | Realization of revaluation surplus                | 0                     | 0   | 0               | 1.845                                   | -1.845                     | 0         |
| 5.05.02.07      | Taxes on the realization of revaluation surplus   | 0                     | 0   | 0               | -627                                    | 627                        | 0         |
| 5.05.02.08      | Realization of adjustment to deemed cost          | 0                     | 0   | 0               | 64                                      | -64                        | 0         |
| 5.05.02.09      | Taxes on realization of adjustment to deemed cost | 0                     | 0   | 0               | -22                                     | 22                         | 0         |
| 5.07            | Ending balances                                   | 3.996.137             | 0   | 3.696.944       | 293.204                                 | 132.001                    | 8.118.286 |

**Individual financial statements/ Statements of value added**

| Code of account | Account description                                  | Accumulated in                           | Accumulated in                         |
|-----------------|--|--|--|
|                 |  | current year<br>01/01/2023 to 03/31/2023 | prior year<br>01/01/2022 to 03/31/2022 |
| 7.01            | Revenues   | 1.607.088                                | 1.459.688                              |
| 7.01.01         | Sales of merchandise, products and services          | 1.567.116                                | 1.511.966                              |
| 7.01.02         | Other revenues                                       | -5.448                                   | -1.058                                 |
| 7.01.04         | Reversal of/allowance for doubtful accounts          | 45.420                                   | -51.220                                |
| 7.02            | Inputs acquired from third parties                   | -482.052                                 | -448.523                               |
| 7.02.01         | Costs of products, merchandise and services sold     | -214.222                                 | -179.559                               |
| 7.02.02         | Materials, energy, third-party services and others   | -213.786                                 | -265.407                               |
| 7.02.04         | Others   | -54.044                                  | -3.557                                 |
| 7.03            | Gross value added                                    | 1.125.036                                | 1.011.165                              |
| 7.04            | Withholdings   | -116.284                                 | -105.380                               |
| 7.04.01         | Depreciation, amortization and depletion             | -116.284                                 | -105.380                               |
| 7.05            | Net generated value added                            | 1.008.752                                | 905.785                                |
| 7.06            | Value added received by transfer                     | 67.941                                   | 58.135                                 |
| 7.06.01         | Equity in earnings (losses) of controlled companies  | -417                                     | -751                                   |
| 7.06.02         | Financial revenues                                   | 68.358                                   | 58.886                                 |
| 7.07            | Total value added to be distributed                  | 1.076.693                                | 963.920                                |
| 7.08            | Value added distribution                             | 1.076.693                                | 963.920                                |
| 7.08.01         | Personnel  | 296.284                                  | 260.739                                |
| 7.08.01.01      | Direct compensation                                  | 188.870                                  | 166.565                                |
| 7.08.01.02      | Benefits   | 94.404                                   | 82.650                                 |
| 7.08.01.03      | Severance Pay Fund (FGTS)                            | 13.010                                   | 11.524                                 |
| 7.08.02         | Taxes, fees and contributions                        | 319.624                                  | 294.626                                |
| 7.08.02.01      | Federal  | 317.782                                  | 290.521                                |
| 7.08.02.02      | State  | 461                                      | 415                                    |
| 7.08.02.03      | Municipal  | 1.381                                    | 3.690                                  |
| 7.08.03         | Return on debt capital                               | 141.211                                  | 116.611                                |
| 7.08.03.01      | Interest   | 138.902                                  | 114.215                                |
| 7.08.03.02      | Rents  | 2.309                                    | 2.396                                  |
| 7.08.04         | Return on equity capital                             | 319.574                                  | 291.944                                |
| 7.08.04.03      | Retained earnings/ Accumulated losses for the period | 319.574                                  | 291.944                                |

## 1. OPERATING DATA

### 1.1 MARKET

We present below the contracts in % of Total Revenue of the Company, as of March 31, 2023:

| Contracts (% of Total Revenue)* |                 |                                |                    | Coverage index |                    | Total active units (in thousands) |                    |
|---------------------------------|-----------------|--------------------------------|--------------------|----------------|--------------------|-----------------------------------|--------------------|
| Municipalities                  | Total revenue % | Remaining period of concession | Type of concession | Water          | Sewage collections | Water                             | Sewage collections |
| Curitiba                        | 22.0%           | 25.3 years                     | Water and Sewage   | 100%           | 99.0%              | 836.8                             | 821.9              |
| Londrina                        | 7.1%            | 23.3 years                     | Water and Sewage   | 100%           | 94.9%              | 263.2                             | 249.7              |
| Maringá                         | 5.1%            | 17.4 years                     | Water and Sewage   | 100%           | 100.0%             | 174.3                             | 194.1              |
| Ponta Grossa                    | 3.8%            | 3.0 years                      | Water and Sewage   | 100%           | 92.0%              | 159.2                             | 144.3              |
| Cascavel                        | 3.6%            | 1.7 years                      | Water and Sewage   | 100%           | 100.0%             | 135.1                             | 143.9              |
| Foz do Iguaçu                   | 3.5%            | 20.9 years                     | Water and Sewage   | 100%           | 81.3%              | 122.3                             | 100.0              |
| São José dos Pinhais            | 2.9%            | 20.8 years                     | Water and Sewage   | 100%           | 83.4%              | 120.5                             | 99.0               |
| Colombo                         | 1.9%            | 25.1 years                     | Water and Sewage   | 100%           | 73.2%              | 88.3                              | 63.6               |
| Guarapuava                      | 1.7%            | 19.6 years                     | Water and Sewage   | 100%           | 85.9%              | 71.5                              | 60.8               |
| Toledo                          | 1.6%            | 2.4 years                      | Water and Sewage   | 100%           | 82.4%              | 63.7                              | 52.0               |
| Other Municipalities            | 46.8%           |                                |                    |                |                    | 2,221.7                           | 1,389.7            |
| <b>Total</b>                    |                 |                                |                    | <b>100.0%</b>  | <b>79.1%</b>       | <b>4,256.6</b>                    | <b>3,319.0</b>     |

| Contracts                        | Number of Contracts <sup>1</sup> | Intangible assets + Contract assets + Financial assets <sup>1 2</sup> | % of Total Revenues <sup>1</sup> | % of EBITDA <sup>1</sup> |
|----------------------------------|----------------------------------|---|----------------------------------|--------------------------|
| Overdue                          | 22                               | 680.0   | 5.0                              | 5.0                      |
| Maturity in 2023                 | 15                               | 75.5  | 0.6                              | 0.4                      |
| Maturity between 2024 and 2033   | 53                               | 2,454.6   | 19.6                             | 19.6                     |
| Maturity after 2033 <sup>3</sup> | 256                              | 9,138.2   | 74.8                             | 75.0                     |
| <b>Total</b>                     | <b>346</b>                       | <b>12,348.3</b>   | <b>100.0</b>                     | <b>100.0</b>             |

<sup>1</sup> Information not audited or not reviewed by independent auditors.

<sup>2</sup> Book value

<sup>3</sup> It includes the municipality of Maringá, whose amendment, that extended the concession until 2040, is currently being discussed in court.

The rate of service with treated water is 100% and the rate of service with the sewage collection network - IARCE Urbano is 79.1%, with 100% of the collected sewage being treated, according to the Company's Information System.

Revenues stem mainly from residential water connections, representing 90.8% of the total water connections existing on March 31, 2023.

The number of water connections in March 2023 is 1.7% higher than the number of connections existing in March 2022, which represents an increase of 58,382 water connections, as follows:

| Number of Water Connections* | MAR/23<br>(1)    | %            | MAR/22<br>(2)    | %            | Var.%<br>(1/2) |
|------------------------------|------------------|--------------|------------------|--------------|----------------|
| Residential                  | 3,111,070        | 90.8         | 3,060,439        | 90.9         | 1.7            |
| Commercial                   | 248,717          | 7.3          | 241,797          | 7.2          | 2.9            |
| Industrial                   | 13,798           | 0.4          | 13,619           | 0.4          | 1.3            |
| Public Utility               | 24,258           | 0.7          | 23,984           | 0.7          | 1.1            |
| Public Administration        | 27,407           | 0.8          | 27,029           | 0.8          | 1.4            |
| <b>Total</b>                 | <b>3,425,250</b> | <b>100.0</b> | <b>3,366,868</b> | <b>100.0</b> | <b>1.7</b>     |

\* Information not audited or not reviewed by independent auditors.

The number of sewage connections in March 2023 is 2.8% higher than the number of connections existing in March 2022, representing an increase of 66,784 new sewage connections, as shown below:

| Number of Sewage Connections* | MAR/23<br>(1)    | %            | MAR/22<br>(2)    | %            | Var.%<br>(1/2) |
|-------------------------------|------------------|--------------|------------------|--------------|----------------|
| Residential                   | 2,225,157        | 90.4         | 2,165,915        | 90.5         | 2.7            |
| Commercial                    | 197,838          | 8.0          | 191,235          | 8.0          | 3.5            |
| Industrial                    | 6,310            | 0.3          | 6,152            | 0.3          | 2.6            |
| Public Utility                | 16,043           | 0.7          | 15,699           | 0.7          | 2.2            |
| Public Administration         | 15,353           | 0.6          | 14,916           | 0.5          | 2.9            |
| <b>Total</b>                  | <b>2,460,701</b> | <b>100.0</b> | <b>2,393,917</b> | <b>100.0</b> | <b>2.8</b>     |

\* Information not audited or not reviewed by independent auditors.

## 1.2 PRODUCTIVITY

In 1Q23, the measured volume of treated water was 131.8 million m<sup>3</sup>, against 131.4 million m<sup>3</sup> in 1Q22, representing an increase of 0.3%, as shown below:

| Measured Volume - millions of m <sup>3</sup> * | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|--|--------------|--------------|-----------------|
| Residential                                    | 113.1        | 112.8        | 0.3             |
| Commercial                                     | 10.3         | 9.9          | 4.0             |
| Industrial                                     | 2.8          | 3.2          | -12.5           |
| Public Utility                                 | 1.3          | 1.3          | 0.0             |
| Public Administration                          | 4.3          | 4.2          | 2.4             |
| <b>Total</b>                                   | <b>131.8</b> | <b>131.4</b> | <b>0.3</b>      |

\* Information not audited or not reviewed by independent auditors.

In 1Q23, the volume of treated water billed was 137.4 million m<sup>3</sup>, against 137.0 million m<sup>3</sup> in 1Q22, representing an increase of 0.3%, as shown below:

| Billed Water Volume - millions of m <sup>3</sup> * | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|--|--------------|--------------|-----------------|
| Residential  | 117.9        | 117.2        | 0.6             |
| Commercial   | 11.3         | 10.8         | 4.6             |
| Industrial   | 2.9          | 3.6          | -19.4           |
| Public Utility                                     | 1.0          | 1.1          | -9.1            |
| Public Administration                              | 4.3          | 4.3          | 0.0             |
| <b>Total</b>                                       | <b>137.4</b> | <b>137.0</b> | <b>0.3</b>      |

\* Information not audited or not reviewed by independent auditors.

The volume of sewage billed in 1Q23 increased by 2.9% when compared to 1Q22, as shown below:

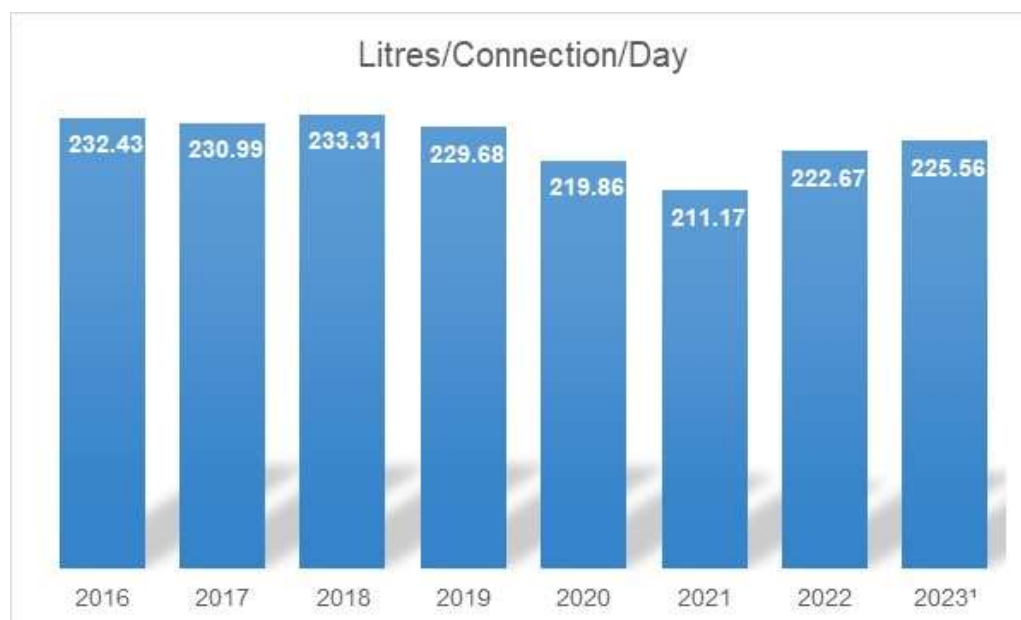
| Billed Sewage Volume - millions of m <sup>3</sup> * | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|---|--------------|--------------|-----------------|
| Residential   | 91.5         | 89.4         | 2.3             |
| Commercial  | 10.5         | 9.9          | 6.1             |
| Industrial  | 1.0          | 0.8          | 25.0            |
| Public Utility                                      | 0.9          | 0.9          | 0.0             |
| Public Administration                               | 3.4          | 3.3          | 3.0             |
| <b>Total</b>  | <b>107.3</b> | <b>104.3</b> | <b>2.9</b>      |

\* Information not audited or not reviewed by independent auditors.

### DEMONSTRATIVE OF THE LOSS INDEX BY CONNECTION\*

As of the 2023 fiscal year, in line with the legal aspects of the Sanitation Regulatory Framework and by determination of the Regulatory Agency of the State of Paraná – AGEPAR, which established the use as an indicator of the Loss Index per Connection in the SNIS standard (National System of Information on Sanitation), the Company changed the way of calculating and presenting this indicator.

The Loss Index per Connection calculated in the SNIS standard considers the volume of water losses defined as the difference between the produced volume, the balance between the exported and imported volume, and the micro-volume measured in the hydrometers, excluding the service volume (operational, recovered and special), being presented accumulated for a period of 12 months.



\* Information not audited or not reviewed by independent auditors.

(1) Accumulated values for the last 12 months.

| Water*                                   | 1Q23<br>(1) | 1Q22<br>(2) | Var.<br>(1/2) | 1Q21<br>(3) | Var. %<br>(2/3) |
|--|-------------|-------------|---------------|-------------|-----------------|
| Units served by the distribution network | 4,256,603   | 4,188,105   | 1.6 %         | 4,109,337   | 1.9 %           |
| Number of treatment stations             | 168         | 168         | 0.0 %         | 168         | 0.0 %           |
| Number of wells                          | 1,187       | 1,169       | 1.5 %         | 1,260       | -7.2 %          |
| Number of surface catchment              | 233         | 236         | -1.3 %        | 233         | 1.3 %           |
| Km of laid network                       | 60,330      | 59,283      | 1.8 %         | 57,979      | 2.2 %           |
| Volume produced (m <sup>3</sup> )        | 203,581,085 | 198,111,314 | 2.8 %         | 185,456,414 | 6.8 %           |
| Losses in billings - %                   | 32.49       | 30.86       | 1.63 p.p.     | 29.69       | 1.17 p.p.       |
| Evasion of revenues - % (default)        | -4.72       | 5.73        | -10.45 p.p.   | 3.59        | 2.14 p.p.       |

\* Information not audited or not reviewed by independent auditors.

| Sewage*                                | 1Q23<br>(1) | 1Q22<br>(2) | Var.<br>(1/2) | 1Q21<br>(3) | Var. %<br>(2/3) |
|--|-------------|-------------|---------------|-------------|-----------------|
| Units served by the collection network | 3,319,013   | 3,229,549   | 2.8 %         | 3,141,932   | 2.8 %           |
| Number of treatment stations           | 263         | 260         | 1.2 %         | 257         | 1.2 %           |
| Km of laid network                     | 41,075      | 39,897      | 3.0 %         | 38,985      | 2.3 %           |
| Volume collected in m <sup>3</sup>     | 101,973,929 | 99,195,497  | 2.8 %         | 93,543,997  | 6.0 %           |

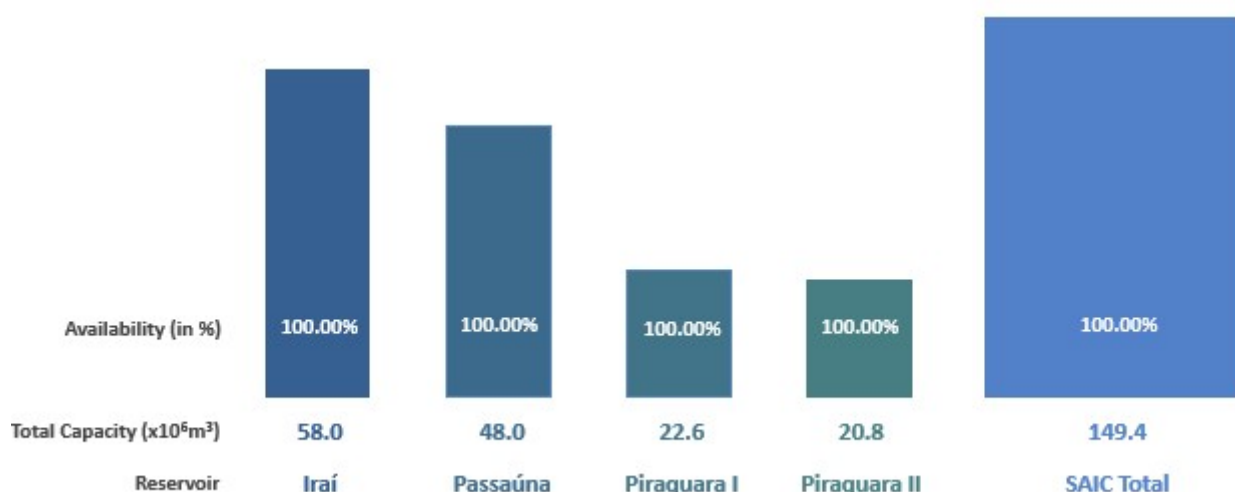
\* Information not audited or not reviewed by independent auditors.

## AVAILABLE VOLUMES

The average volume available of the Integrated Supply System of Curitiba (SAIC) is formed by the dams Piraquara I, Piraquara II, Iraí and Passaúna.

In the Municipality of Foz do Iguaçu, Sanepar uses water from the dam of the hydroelectric power plant Itaipu Binacional, of Itaipu lake, in Paraná River.

The dams of Sanepar are considered of medium size in relation to storage volume, but large due to height/depth of more than 15 meters. As of March 31, 2023, the average reserve volume was 100.0% (99.7% on 03/31/2022).



\* Information not audited or not reviewed by independent auditors.

## 2. FINANCIAL DATA

### 2.1 ECONOMIC PERFORMANCE

| Gross Operating Revenue - In million of Reais | 1Q23<br>(1)    | 1Q22<br>(2)    | Var. %<br>(1/2) |
|---|----------------|----------------|-----------------|
| Revenues from water                           | 1,003.1        | 920.0          | 9.0             |
| Revenues from sewage                          | 519.6          | 546.6          | -4.9            |
| Revenues from services                        | 24.1           | 28.2           | -14.5           |
| Revenues from solid waste                     | 3.3            | 3.1            | 6.5             |
| Services provided to Municipalities           | 5.7            | 5.3            | 7.5             |
| Donations made by clients                     | 9.3            | 7.4            | 25.7            |
| Other revenues                                | 2.0            | 1.4            | 42.9            |
| <b>Total Operating Revenue</b>                | <b>1,567.1</b> | <b>1,512.0</b> | <b>3.6</b>      |
| COFINS  | -93.1          | -86.5          | 7.6             |
| PASEP   | -20.0          | -18.7          | 7.0             |
| <b>Total of Deductions</b>                    | <b>-113.1</b>  | <b>-105.2</b>  | <b>7.5</b>      |
| <b>Total of Operating Revenue - Net</b>       | <b>1,454.0</b> | <b>1,406.8</b> | <b>3.4</b>      |

Net operating revenue increased by 3.4%, going from R\$1,406.8 million in 1Q22 to R\$1,454.0 million in 1Q23, this increase is due to: (i) 4.96% tariff adjustment as of May 17, 2022; (ii) growth in billed water and sewage volumes; and (iii) the increase in the number of connections.

| Operating costs and expenses<br>In millions of Reais | 1Q23<br>(1)   | 1Q22<br>(2)   | Var. %<br>(1/2) |
|--|---------------|---------------|-----------------|
| Personnel  | -317.8        | -281.8        | 12.8            |
| Materials  | -80.4         | -64.3         | 25.0            |
| Electricity  | -117.2        | -171.8        | -31.8           |
| Third-party services                                 | -182.2        | -175.2        | 4.0             |
| Depreciation and amortization                        | -116.3        | -105.4        | 10.3            |
| Losses in Realization of Credits                     | 45.4          | -51.2         | -188.7          |
| Inventory net realizable value                       | 0.0           | -0.1          | -100.0          |
| Municipal Sanitation and Environmental Fund          | -26.7         | -18.7         | 42.8            |
| Regulatory fee                                       | -8.8          | -7.0          | 25.7            |
| Indemnifications for damages to third parties        | -2.9          | -1.2          | 141.7           |
| Capitalized expenses                                 | 27.5          | 29.1          | -5.5            |
| Provision for contingencies                          | -63.4         | -11.3         | 461.1           |
| Pension plan and medical insurance                   | -11.4         | -20.2         | -43.6           |
| Profit sharing program                               | -24.5         | -19.9         | 23.1            |
| Environmental Fines                                  | -3.9          | 0.0           | -               |
| Write-off of assets, net                             | -1.4          | -1.1          | 27.3            |
| Fair Value Adjustment - Investments                  | -0.1          | 0.1           | -200.0          |
| Equity Income/Loss Result                            | -0.4          | -0.7          | -42.9           |
| Other costs and expenses                             | -21.9         | -15.8         | 38.6            |
| <b>Total</b>   | <b>-906.4</b> | <b>-916.5</b> | <b>-1.1</b>     |

Operating costs and expenses in the 1Q23 decreased by 1.1% compared to the 1Q22. The main changes resulted from:

**Personnel**

Growth of 12.8%, due to: (i) Salary adjustment of 5.5% (INPC) on labor allowances and benefits related to the Collective Bargaining Agreement - ACT 2022/2024 (base date March 2023); (ii) Salary adjustment of 10.8% (INPC) related to the Collective Bargaining Agreement - ACT 2022/2024 (base date March 2022), fully reflected in 1Q23; (iii) Readjustment of 10.5% of SANESAÚDE in June 2022; (iv) Labor indemnities in the amount of R\$17.8 million (R\$12.2 million in the same period of 2022); and (v) provision for indemnity allowance in the amount of R\$15.6 million (R\$14.0 million in the same period of 2022).

**Materials**

Increase of 25.0%, mainly in treatment material, which represents 70.2% of total material expenses with materials in the quarter. Other materials also had an impact, such as: conservation and maintenance material for administrative assets, laboratory material, security and protection material and network maintenance material.

**Electricity**

Reduction of 31.8%, mainly due to the decrease in the ICMS rate from 29% to 18% on electricity bills, offset by the 3% reduction in the subsidy applied to consumer units that benefited from the sanitation discount, from 6% to 3% and the reflection of the average tariff adjustment of 4.90% applied from 06/24/2022.

**Third Party Services**

Increase of 4.0% mainly in registration and billing services, surveillance services, collection services, network maintenance services, and sewage removal services.

**Depreciation and amortization**

Increase of 10.3%, mainly due to the entry into operation of intangible assets and/or fixed assets, in the period of April 2022 to March 2023, of R\$981,1 million (net of write-offs).

**Losses on Credit Realization**

Decrease of 188.7%, mainly due to the maintenance of the Private Customer Credit Recovery Program (RECLIP) until 07/31/2023, which provides for the payment of debts of private customers in up to 60 installments, without penalty and with interest payment in installments of 0.3% per month.

**Municipal Sanitation and Environmental Management Fund**

Growth of 42.8%, mainly as a result of the increase in the calculation base related to the tariff adjustment, and also a reflection of the renegotiation of the rates on the occasion of the formalization of the Contractual Update Terms with the Microregions of Public Water and Sanitary Sewage Services of the State from Paraná.



### Provisions for Contingencies

Increase of 461.1%, mainly due to provisioning as a probable loss of environmental lawsuits related to notices of infraction by the Brazilian Institute of the Environment and Renewable Natural Resources – IBAMA and the Instituto Água e Terra do Paraná – IAT in the amount of R\$12.1 million, in addition to the registration of a supplementary provision and new labor claims in the amount of R\$68.7 million, the objects of which arise mainly from: (i) reinstatement of retirees; (ii) premiums and overtime working hours; (iii) salary parity; and (iv) lawsuits filed by the Union of Engineers – SENGE referring to salary differences under the Cargo, Career and Compensation Plan – PCCR, offset by the write-off of 138 labor lawsuits in the amount of R\$17.3 million due to definitive write-offs and procedural filing.

## 2.2 ECONOMIC INDICATORS

| Financial income (loss) - in million of Reais                | 1Q23<br>(1)   | 1Q22<br>(2)   | Var. %<br>(1/2) |
|--|---------------|---------------|-----------------|
| <b>Financial revenues</b>                                    |               |               |                 |
| Financial investments  | 42.7          | 34.3          | 24.5            |
| Monetary variation gains                                     | 29.7          | 16.2          | 83.3            |
| Exchange rate variation gains                                | 0.1           | 2.2           | -95.5           |
| Other financial revenues                                     | -4.1          | 6.2           | -166.1          |
| <b>Total financial revenues</b>                              | <b>68.4</b>   | <b>58.9</b>   | <b>16.1</b>     |
| <b>Financial expenses</b>                                    |               |               |                 |
| Interest and fees on loans, financing, debentures and leases | -98.9         | -80.7         | 22.6            |
| Monetary variation losses                                    | -39.0         | -30.5         | 27.9            |
| Loss on Derivative Financial Instruments                     | -0.6          | -2.4          | -75.0           |
| Other financial expenses                                     | -0.4          | -0.6          | -33.3           |
| <b>Total financial expenses</b>                              | <b>-138.9</b> | <b>-114.2</b> | <b>21.6</b>     |
| <b>Financial income (loss), net</b>                          | <b>-70.5</b>  | <b>-55.3</b>  | <b>27.5</b>     |

The financial result improved by 27.5%, going from –R\$55.3 million in 1Q22 to –R\$70.5 million in 1Q23. Financial Expenses increased 21.6%, mainly in expenses with interest and fees on loans, financing, debentures, and leases, going from R\$80.7 million in 1Q22 to R\$98.9 million in 1Q23 as a result of the increase in the calculation basis of financial charges due to the raising of third-party funds, as well as the indexes of monetary correction of debts, mainly due to the increase in CDI compared to the same period in 2022. On the other hand, Financial Income grew 16.1%, going from R\$58.9 million in 1Q22 to R\$68.4 million in 1Q23, mainly due to the change in the SELIC rate.

| Resultado Economic Result - R\$ million | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|---|--------------|--------------|-----------------|
| <b>Operating income</b>                 | <b>547.6</b> | <b>490.3</b> | <b>11.7</b>     |
| Financial income (loss)                 | -70.5        | -55.3        | 27.5            |
| Taxes on income                         | -157.5       | -143.1       | 10.1            |
| <b>Net income for the period</b>        | <b>319.6</b> | <b>291.9</b> | <b>9.5</b>      |

The Company obtained a net income of R\$319.6 million in 1Q23, 9.5% above the net income of R\$291.9 million recorded in 1Q22. The result was mainly affected by the 3.4% growth in net operating revenue and by the 1.1% reduction in operating costs and expenses.

The 1Q23 result was not affected by non-recurring items:

| Distribution of the Economic Wealth Generated - In million of Reais | 1Q23<br>(1)    | 1Q22<br>(2)  | Var. %<br>(1/2) |
|---|----------------|--------------|-----------------|
| Staff remuneration  | 296.3          | 260.7        | 13.7            |
| Government Compensation (Taxes)                                     | 319.6          | 294.6        | 8.5             |
| Third-party compensation (Rents)                                    | 2.3            | 2.4          | -4.2            |
| Return on debt capital (interest and monetary variations)           | 138.9          | 114.2        | 21.6            |
| Net income for the period not distributed                           | 319.6          | 292.0        | 9.5             |
| <b>Total Economic Wealth</b>  | <b>1,076.7</b> | <b>963.9</b> | <b>11.7</b>     |

SANEPAR's growth and development strategy, to operate in a public services market, also open to the private sector, is based on the search for effective results, commitment to the quality of services provided, and mainly meeting the needs of the granting authority and shareholders.

The figures below display the economic and financial results that the Company has been achieving to support investment programs, providing adequate conditions to achieve the universalization foreseen by the new sanitation legal framework.

| Economic Indicators - In million of Reais  | 1Q23<br>(1) | 1Q22<br>(2) | Var. %<br>(1/2) |
|--|-------------|-------------|-----------------|
| Net operating revenue                      | 1,454.0     | 1,406.8     | 3.4 %           |
| Operating profit                           | 547.6       | 490.3       | 11.7 %          |
| Net income                                 | 319.6       | 291.9       | 9.5 %           |
| % Operating margin *                       | 30.4        | 28.8        | 1.6 p.p.        |
| % Net margin *                             | 22.0        | 20.7        | 1.3 p.p.        |
| % Return on average shareholders' equity * | 3.6         | 3.7         | -0.1 p.p.       |
| Net debt/ EBITDA (Accumulated 12 month) *  | 1.7         | 1.3         | 0.4 p.p.        |

\* Information not audited or not reviewed by independent auditors.

At the end of 1Q23, the Company's total assets reached R\$17,147.0 million (R\$16,657.2 million on 12/31/2022), while total debt at the end of 1Q23 was R\$8,040.5 million (R\$7,870.3 million on 12/31/2022).

Of the total debt, R\$5,178.8 million (R\$5,083.2 million on 12/31/2022) refer to loans, financing, debentures and leases, an increase of 19.1% compared to the year of 2022.

|                      | Reference   | MAR/23  | DEZ/22  | Var.      |
|----------------------|-------------|---------|---------|-----------|
| Equity               | R\$ Million | 9,106.5 | 8,786.9 | 3.6 %     |
| Share value *        | R\$         | 6.03    | 5.81    | 3.8 %     |
| Indebtedness level * | %           | 46.9    | 47.2    | -0.3 p.p. |
| Current ratio *      | R\$         | 1.55    | 1.52    | 2.0 %     |
| Quick ratio *        | R\$         | 1.51    | 1.47    | 2.7 %     |

\* Information not audited or not reviewed by independent auditors.

## EBITDA and Generation of Operating Cash

EBITDA in 1Q23, which represents the Company's operating result, was R\$663.9 million, against R\$595.7 million in 1Q22. The EBITDA margin went from 42.3% to 45.7%. The increase in EBITDA was mainly due to the 3.4% growth in net revenue and the 2.6% reduction in costs and expenses that impact EBITDA.

Operating cash generation in 1Q23 was R\$ 481.5 million, a decrease of 1.0% when compared to 1Q22. The Conversion of EBITDA into Operating Cash was 72.5%.

| EBITDA - R\$ million *                     | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|--|--------------|--------------|-----------------|
| Net income                                 | 319.6        | 291.9        | 9.5             |
| (+) Taxes on income                        | 157.5        | 143.1        | 10.1            |
| (+) Financial income (loss)                | 70.5         | 55.3         | 27.5            |
| (+) Depreciation and Amortization          | 116.3        | 105.4        | 10.3            |
| <b>EBITDA</b>                              | <b>663.9</b> | <b>595.7</b> | <b>11.4</b>     |
| % EBITDA Margin                            | 45.7         | 42.3         | 3.4 p.p.        |
| % Conversion of EBITDA into Operating Cash | 72.5         | 81.6         | -9.1 p.p.       |

\* Information not audited or not reviewed by independent auditors.

## 2.3 INVESTMENTS

The investments made in 1Q23 amounted to R\$402.7 million (R\$352.5 million in 1Q22), as stated below:

| Investments - R\$ millions | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|----------------------------|--------------|--------------|-----------------|
| Water                      | 154.2        | 160.3        | -3.8            |
| Sewage                     | 227.8        | 178.5        | 27.6            |
| Other investments          | 20.7         | 13.7         | 51.1            |
| <b>Total</b>               | <b>402.7</b> | <b>352.5</b> | <b>14.2</b>     |

## 2.4 INDEBTEDNESS

Gross debt went from R\$5,083.2 million in December 2022 to R\$5,178.8 million in March 2023, representing an increase of R\$95.6 million. Net debt went from R\$3,875.4 million in December 2022 to R\$3,996.2 million in March 2023.

The leverage ratio, measured by the 'Net Debt / EBITDA (accumulated for 12 months)' was 1.7x in 1Q23 (1.3x in 1Q22).

The level of indebtedness was 46.9% at the end of 1Q23 (48.1% in 1Q22).

We present below the breakdown of loans, financing, debentures, and leases, with their respective interest rates, maturities, and debt balances as of March 31, 2023:

| Indebtedness - R\$ million               | Annual Interest Rate   | Index    | Contract termination | Debt balance   | %            |
|--|------------------------|----------|----------------------|----------------|--------------|
| Caixa Econômica Federal                  | 6.62% to 12.00%        | TR       | 04/19/2046           | 1,719.0        | 33.2         |
| Debentures 10th Issuance - Single Series | 4.66%                  | IPCA     | 03/15/2027           | 427.4          | 8.3          |
| Debentures 12th Issuance - 2nd Series    | 5.89%                  | IPCA     | 01/15/2032           | 320.3          | 6.2          |
| Arrendamento Litoral                     | 11.14%                 | IPC-FIPE | 12/07/2036           | 314.4          | 6.1          |
| Debentures 12th Issuance - 1st Series    | DI + 1.08%             | -        | 01/15/2027           | 304.4          | 5.9          |
| BNDES - PAC2                             | TJPL + 1.67% and 2.05% | -        | 06/15/2029           | 279.9          | 5.4          |
| Debentures 11th Issuance - 2nd Series    | 4.25%                  | IPCA     | 03/15/2029           | 240.3          | 4.6          |
| Debentures 9th Issuance - 1st Series     | 106.05% do DI          | -        | 06/11/2024           | 207.5          | 4.0          |
| Debentures 11th Issuance - 3rd Series    | 4.49%                  | IPCA     | 03/17/2031           | 186.3          | 3.6          |
| Arrendamento Direito de Uso              | 4.97%                  | -        | 06/30/2028           | 175.6          | 3.4          |
| Debentures 8th Issuance - 2nd Series     | 108.00% do DI          | -        | 06/21/2023           | 161.1          | 3.1          |
| Debentures 9th Issuance - 2nd Series     | 107.25% do DI          | -        | 06/11/2026           | 157.3          | 3.0          |
| Debentures 11th Issuance - 1st Series    | DI + 1.65%             | -        | 03/16/2026           | 129.0          | 2.5          |
| Debentures 4th Issuance - 1st Series     | TJLP + 1.67%           | -        | 07/15/2027           | 104.9          | 2.0          |
| Debentures 7th Issuance - 2nd Series *   | 4.79%                  | IPCA     | 11/15/2038           | 80.6           | 1.6          |
| BNDES - AVANÇAR                          | 3.59% to 5.60%         | IPCA     | 12/15/2041           | 80.3           | 1.5          |
| Debentures 4th Issuance - 2nd Series     | 7.44%                  | IPCA     | 07/15/2027           | 71.3           | 1.4          |
| Debentures 2nd Issuance - 2nd Series     | 9.19%                  | IPCA     | 09/15/2024           | 49.3           | 0.9          |
| Debentures 7th Issuance - 1st Series *   | 5.20%                  | IPCA     | 11/15/2038           | 41.9           | 0.8          |
| Debentures 7th Issuance - 4th Series     | 6.57%                  | IPCA     | 11/15/2038           | 41.7           | 0.8          |
| Debentures 2nd Issuance - 3rd Series     | TJLP + 1.92%           | -        | 09/15/2024           | 24.8           | 0.5          |
| Debentures 7th Issuance - 3rd Series     | 6.97%                  | IPCA     | 11/15/2038           | 22.6           | 0.4          |
| Debentures 2nd Issuance - 1st Series     | TJLP + 1.92%           | -        | 09/15/2024           | 18.6           | 0.4          |
| KfW Bank                                 | 1.35%                  | EURO     | 12/30/2032           | 15.3           | 0.3          |
| Banco Itaú PSI                           | 3.0% to 6.0%           | -        | 01/15/2025           | 3.6            | 0.1          |
| Banco do Brasil - PSI                    | 3.0% to 6.0%           | -        | 04/15/2024           | 1.4            | -            |
| <b>Total</b>                             |                        |          |                      | <b>5,178.8</b> | <b>100.0</b> |

\* IPCA as a variable component of the TLP

We present below the debt profile in relation to the maturity schedule:

| Description - R\$ million | Debt balance   | %            |
|---------------------------|----------------|--------------|
| Up to 12 months           | 577.0          | 11.1         |
| From 13 to 24 months      | 580.3          | 11.2         |
| From 25 to 36 months      | 907.2          | 17.5         |
| From 37 to 60 months      | 728.5          | 14.1         |
| Over 60 months            | 2,385.8        | 46.1         |
| <b>Total</b>              | <b>5,178.8</b> | <b>100.0</b> |

### 3. REGULATIONS

#### Portion F - Portion A variation account (CVA)

The Compensation for Variation in Portion "A" Items (CVA) account corresponds to the compensation of the sum of monthly differences, positive or negative, corrected by the IPCA, calculated according to variations in costs classified as non-manageable, which until the 1st phase of the 2nd RTP were the following: electricity, chemical products, and sector charges.

CVA is determined from the historical cost verified in period t-1, previous year, for the three aforementioned components and is passed on throughout adjustment in period t, year of readjustment being processed.

The calculation of the tariff adjustment of Parcel A assumes that in the following period there will be the same volume (m<sup>3</sup>) verified in the base year of the calculation and at the end of period t the CVA balance would be zero.

Therefore, the basic formulation of the tariff adjustment does not guarantee the perfect pass-through of unmanageable costs to the consumer, since it does not consider, for example, the difference between the reference market and the application market (m<sup>3</sup> billed).

Until March 2023, the Company's CVA, calculated in a managerial manner, presented a positive balance of R\$ 2 million, which Sanepar should recover, via tariff.

The Company is disclosing the Adjusted EBITDA with non-manageable items as a metric to analyze the impacts of offsetting items in portion "A" (electricity, treatment material, fees, and charges) of the tariff model approved on the 1st RTP.

Adjusted EBITDA with non-manageable items is a non-accounting measurement and should not be considered in isolation as an operational indicator or cash flow or to measure the Company's liquidity or debt capacity.

Below we present the calculation of Adjusted EBITDA based on EBITDA, which follows CVM Resolution no. 156, from June 23, 2022, considering the estimated values of non-manageable items, accumulated up to March 31, 2023:

| EBITDA - R\$ million *                             | 1Q23         |
|--|--------------|
| <b>EBITDA</b>                                      | <b>663.9</b> |
| <b>(+) Non-manageable items</b>                    | <b>(2.0)</b> |
| Electricity  | (33.3)       |
| Treatment material                                 | 19.0         |
| Fee and charges                                    | 12.3         |
| <b>(=) EBITDA adjusted by non-manageable items</b> | <b>661.9</b> |
| % EBITDA Margin adjusted with non-manageable items | 45.5%        |

\* Information not audited or not reviewed by independent auditors.

It is important to point out that the current tariff model is being revised through the 2nd RTP. Therefore, the published tariff information is preliminary, with an indication of a change in the classification of non-manageable costs to be considered by the regulatory agent.

### 1st Phase of the 2nd RTP

On 01/04/2021, AGEPAR promoted the opening of Public Consultation No. 001/2021, referring to the 1st phase of the 2nd RTP - Periodic Tariff Review and submitted 09 (nine) Technical Notes for contributions until 02/17/2021. On 03/31/2021, the Agency held Public Hearing No. 001/2021, to discuss the Technical Notes already updated after the contributions of the Public Consultation. On 04/14/2021, the Board of Directors of AGEPAR, at the Extraordinary Meeting No. 012/2021, decided to approve the new tariff repositioning of 5.7701%, as a result of the 1st phase of the 2nd RTP. The repositioned tariff came into force 30 days after its approval, with application from May 17, 2021 (base date).

### Deferral of the 1st RTP

Also, in the 1st phase of the 2nd RTP, AGEPAR updated the calculation rule concerning the amortization of the deferral portion arising from the 1st RTP. In the defined calculation, the deferral debit balance was estimated from the balance calculated from the differences between the Required Revenue and the Verified Revenue projected until May/2021 and resulted in the amount of R\$ 1.709 billion, this amount was integrated into the tariff through a compensation portion over the tariff cycle (2021 – 2024) of R\$0.459 per m<sup>3</sup>, calculated from the equality of a cash flow discounted by the regulatory WACC. It should be noted that the amount will be reprojected each year to cover fluctuations in the Selic rate (deferral correction rate).

The deferral arises from the 1st RTP of Sanepar, when the Company was authorized by the Regulatory Agency for Delegated Public Services of Paraná (AGEPAR), through Ratifying Resolution No. 003, of April 12, 2017, to apply the tariff repositioning of 25.63% as of April 17, 2017, as provided for in article 3:

*"Art. 3 - Define that the application of the tariff review approved according to article 2 of this Resolution will be deferred in 8 (eight) years, and the first installment will correspond, in the year of 2017, to an average repositioning of 8.53% (eight point fifty and three percent), and the remainder in 7 (seven) installments of 2.11% (two point eleven percent), plus the corresponding financial correction and economic correction, which will be applied by the weighted average rate of daily financing calculated in the Special Settlement and Custody System (SELIC), under the terms defined in the Technical Note approved in article 1 of this Resolution".*

Concerning accounting records, in analogy to Technical Guideline OCPC 08 - Recognition of Certain Assets and Liabilities in General Purpose Accounting and Financial Reports of Electric Energy Distributors issued under Brazilian and International Accounting Standards, the Company does not record in the Financial Statements the amounts receivable arising from the deferral, considering that: (i) the realization or enforceability of these amounts would depend on a future event not fully controllable by the entity - future billing of water and sewage services; (ii) it is not practicable to know, at the time the right to receive arises, who are the debtors of these amounts; and (iii) the effective receipt of these amounts will only occur with the maintenance of the concessions.



## 2<sup>nd</sup> phase of the 2<sup>st</sup> RTP (in progress)

The 2<sup>nd</sup> phase of the 2<sup>nd</sup> RTP is in progress, according to AGEPAR Resolution nº 007 of 03/29/2022, which addresses the following topics: (i) approval of the work schedule of the 2<sup>nd</sup> Phase of the 2<sup>nd</sup> RTP of Sanepar, whose conclusion is scheduled for April 2023; (ii) adjustment of the current tariffs for Sanepar's water and sewage services, on the base date of May 17, 2022; (iii) establishment of the inclusion of eventual compensations necessary to maintain the current base date, of May 17, in the tariff resulting from the 2<sup>nd</sup> phase 2<sup>nd</sup> RTP of Sanepar.

On 05/02/2022, Sanepar's Executive Board approved the process of hiring the company that will perform the service of surveying the Regulatory Asset Base for the 2<sup>nd</sup> phase of the 2<sup>nd</sup> RTP, on 05/09/2022 the service order was signed, effectively starting the work. The contracted service comprised the survey, evaluation, and reconciliation of the incremental base and the movement of the 1<sup>st</sup> RTP's asset base. The winning company in the bidding process is SETAPE Serviços Técnicos de Avaliação do Patrimônio e Engenharia Ltda.

On 06/28/2022, the Board of Directors of AGEPAR decided, at the Ordinary Meeting No. 21/2022, to open Public Consultation No. 003/2022, aimed at obtaining contributions, suggestions, proposals, criticisms, and other relevant manifestations, from any interested parties, regarding the topics related to the 2<sup>nd</sup> RTP presented in the Technical Notes numbers: 1/2022 – X Factor Methodology – Sharing of productivity gains; 3/2022 - Q Factor Methodology: Quality Factor; 4/2022 - Losses of Treated Water and 5/2022 - Risk Matrix. On 07/28/2022, Sanepar presented its contributions on the topics put up for public consultation.

On 10/11/2022, the Board of Directors of AGEPAR decided, at the Ordinary Meeting No. 29/2022, to open Public Consultation No. 007/2022 - Theme No. 2 of the 2<sup>nd</sup> RTP of SANEPAR, technical notes numbers: 2/2022 - Efficient Operating Costs, 7/2022 - Irrecoverable Revenues, 8/2022 - Market Projections, 9/2022 - Other Revenues, and 10/2022 - Evaluation of the Investment Plan, aimed at obtaining contributions, suggestions, proposals, criticisms and other relevant manifestations, by any interested parties. On 11/17/2022, Sanepar presented its contributions on the topics placed under public consultation.

At the beginning of October 2022, the company SETAPE, after surveying, reconciling, and evaluating the assets of Sanepar, delivered the report containing the evaluation of the incremental base for the period 2016 - 2020 and the movement of the asset base of the 1<sup>st</sup> RTP, which was forwarded to AGEPAR on 10/21/2022. The values contained in the Appraisal Report sent to the Agency were: gross BAR of R\$ 23.6 billion and net BAR of R\$ 15.6 billion.

On 01/30/2023, the Board of Directors of AGEPAR decided, at Extraordinary Meeting No. 2/2023, for the opening of Public Consultation No. 001/2023 - Topic No. 3 of the 2<sup>nd</sup> Phase of the 2<sup>nd</sup> RTP of SANEPAR, technical notes numbers: 14/2022 - Proposed Tariff Structure for the Basic Sanitation Service in the State of Paraná, aimed at obtaining contributions, suggestions, proposals, criticisms, and other relevant manifestations, by any interested parties. On 03/08/2023, Sanepar presented its contributions on the topics placed under public consultation.

On 03/01/2023, Sanepar's manifestations were forwarded to AGEPAR concerning the Preliminary Report prepared by the Agency regarding the Inspection of the BAR Report, and the updated Appraisal Report was resubmitted, containing the following amounts: Gross BAR R\$ 23.5 billion and net BAR R\$ 15.4 billion.

On 03/10/2023, the Board of Directors of AGEPAR decided, at Extraordinary Meeting No. 05/2023, for the opening of Public Consultation No. 002/2023 - Topic No. 4 of the 2nd Phase of the 2nd RTP of SANEPAR, technical notes numbers: 1/2023 – Verified Revenue Methodology, 2/2023 – Required Revenue Methodology, 3/2023 – Compensatory Adjustments Methodology, 4/2023 – Economic and Financial Imbalances Methodology, 5/2023 – General Financial Methodology for Tariff Definition and 6/2023 – Complementary Aspects of the Regulatory Asset Base Assessment Methodology - BAR, intended to obtain contributions, suggestions, proposals, criticisms, and other relevant manifestations, by any interested parties. On 03/30/2023, Sanepar presented its contributions on the topics placed in public consultation.

On 04/18/2023, Public Hearing nº 1/2023 – AGEPAR was held, in which the results of the studies regarding the definition of the tariff and the tariff structure of the 2nd Phase of the 2nd RTP of Sanepar by the Agency were presented. Sanepar sent written contributions on 04/14/2023. The tariff repositioning presented for the Public Hearing was 8.47%.

On 04/20/2023, the Board of Directors of AGEPAR approved the rate of 8.2327% referring to the 2nd RTP, with the new tariff coming into effect from May 17.

#### **4. ESG AGENDA - ENVIRONMENTAL, SOCIAL AND GOVERNANCE**

The Company remains committed to the process of crystallizing ESG concepts throughout its Value Chain.

After the unprecedented achievement in 2022 – Participation in the Sustainability Index – ISE B3 2022/2023, Sanepar focuses its ESG efforts on improving this result. Therefore, the Company formalized a partnership with the multilateral international platform – Carbon Disclosure Project – CDP, to leverage its capacity for comparative analyzes regarding ESG performance indicators.

As of 2023, the Company will adopt the independent external verification procedure - limited assurance (ISAE 3000), to certify its non-financial information, disclosed in the format of Integrated Report.



# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

Base date March 31, 2023

(In thousands of Brazilian Reais, except when indicated otherwise)

### 1. OPERATIONS

Companhia de Saneamento do Paraná – SANEPAR (also identified as “Company” or “Sanepar”), located at Rua Engenheiros Rebouças in Curitiba – Paraná, is a mixed capital company, controlled by the government of the state of Paraná and its municipalities, and engaged in rendering basic sanitation services, mainly water distribution, collection and treatment of sewage and solid waste, as well as studies, projects and construction work of new facilities, expansion of water distribution and collection and treatment of sewage networks, and rendering of advisory services and technical assistance in its areas of activity. The Company also collaborates with federal, state, municipal agencies, and other entities in issues relevant to the achievement of its basic purposes.

On July 28, 2020, Law No. 20,266 / 2020 was sanctioned, which amended Article 1 of Law No. 4,684 of January 24, 1963, authorizing the Company to operate, including abroad, in the exploration of public services and private systems water supply, collection, removal and final destination of effluents, domestic and industrial solid waste, urban drainage, related services to protection of the environment and its water resources, in addition to being authorized to sell the energy generated in its units, services and rights arising from its patrimonial assets and to use networks for the installation of optical fibers. The Company may also participate, majority or minority, in consortia, investment funds or companies with public and private companies. The operation of these businesses may be directly or through subsidiaries, through special purpose companies or other legal types of association approved by the General Shareholders' Meeting.

The Company is registered with the Securities and Exchange Commission - CVM as a Public Company in category A (issuers authorized to trade any securities) and has its shares traded on the São Paulo Stock Exchange (B3 - Brasil, Bolsa, Balcão), being listed at Level 2 of Corporate Governance.

The Company, through municipal concessions, provides water treatment and distribution services and sewage collection and treatment. Contract renewals are valid for an average of 30 years. The current status of the 346 operated municipal concessions is presented below:

| Concession / program contracts <sup>1</sup> | Number of Contracts <sup>1</sup> | Intangible assets + Contract assets + Financial assets <sup>1 2</sup> | % of Total Revenues <sup>1</sup> | % of EBITDA <sup>1</sup> |
|---|----------------------------------|---|----------------------------------|--------------------------|
| Overdue                                     | 22                               | 679,954   | 5.0                              | 5.0                      |
| Maturity in 2023                            | 15                               | 75,461  | 0.6                              | 0.4                      |
| Maturity between 2024 and 2033              | 53                               | 2,454,607   | 19.6                             | 19.6                     |
| Maturity after 2033 <sup>3</sup>            | 256                              | 9,138,235   | 74.8                             | 75.0                     |
| <b>Total</b>                                | <b>346</b>                       | <b>12,348,257</b>   | <b>100.0</b>                     | <b>100.0</b>             |

<sup>1</sup> Information not audited or not reviewed by independent auditors.

<sup>2</sup> Book value.

<sup>3</sup> Includes the municipality of Maringá, whose amendment, that extended the concession until 2040, is currently being discussed in court.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

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(In thousands of Brazilian Reais, except when indicated otherwise)

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Upon expiration of the concessions, the municipality must reimburse the Company for the values of the assets related to the concession. Additionally, the Company is discussing in court the validity of the amendment that extended the concession with the municipality of Maringá. The last procedural movement, in this case, refers to the distribution in the Federal Supreme Court (STF), to Minister Ricardo Lewandowski, of the Extraordinary Appeal with Agravo (ARE), under No. pending the analysis of the Internal appeal filed on 09/19/2022. Also, in the STF, on 04/20/2022, 05/23/2022, and 08/05/2022, conciliation hearings were held, with the support of the STF Mediation and Conciliation Center and participation of the Paraná State Public Ministry, in which Sanepar presented a proposal to the Municipality, however, these remained unfruitful. Currently, according to the note in the “Notice to the Market”, on 02/07/2023, the Company and the municipality of Maringá petitioned in the records of ARE No. 1363547, jointly, requesting the suspension of the process, for 30 (thirty) days, due to internal demands, at the administrative level, inherent to the object of the action. There's still no related procedural movement, as the process has been concluded, since 02/08/2023, for the Rapporteur Minister evaluate the request. According to a court order, the contract is not terminated until the Municipality pays the compensation owed to the Company.

The Company has 40% interest in the Special Purpose Entity, organized as a closely held corporation, named “CS Bioenergia S/A”, engaged in rendering services of proper final destination of solid and organic waste and of the sludge generated in the sewage stations, production of biogas and generation of energy, as mentioned in Note 12.

## 2. PRESENTATION OF THE FINANCIAL STATEMENTS

### 2.1. Statement of Compliance

The financial statements are presented in conformity with Laws CPC 21 (R1) - Interim Statement issued by CPC - Pronouncements Committee Accounting Statements and IAS 34 - Interim Financial Reporting, issued by IASB - International Accounting Standards Board, applicable to the preparation of the Quarterly - ITR, and presented in a manner consistent with the rules and procedures established by the Brazilian Securities Commission - CVM. Therefore, the Interim Financial Information is also in accordance with IFRS and shows all relevant information specific to the quarterly information, which is consistent with that used by Management in its management.

The Financial Information was authorized for disclosure by the Company's Management on May 11, 2023.

### 2.2. Operational continuity

The Company's Management has carried out all its planning and actions aimed at the continuity of its business, thus evaluating that it is able to make available all resources for the continuity of its operations. Management is not aware of any material uncertainty that may raise doubts about the Company's going concern, so the Interim Financial Information was prepared considering this assumption.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

Base date March 31, 2023

(In thousands of Brazilian Reais, except when indicated otherwise)

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### New Legal Framework for Sanitation

On July 15, 2020, Federal Law No. 14,026/2020 was published, which updated the legal framework for basic sanitation and adapted other rules to contemplate the updates proposed in the new legal text, aiming to expand the competition in the sector, and imposed compliance targets of serving 99% of the population with drinking water and 90% with sewage collection and treatment until December 31, 2033.

With the enactment of the aforementioned law, the ANA (National Water and Basic Sanitation Agency) became the national regulatory body, responsible for issuing reference standards for the sector.

The Law prohibits the formalization of new program contracts for the provision of public basic sanitation services and predicted that the States should establish regional provision structures, meeting the criteria of the Metropolis Statute.

On July 9, 2021, Complementary State Law No. 237 was enacted, establishing the micro-regions of public water supply and sanitary sewage services in the West, Center-East, and Center-Coast and their respective governance structures, covering all 399 municipalities in Paraná, of which the Company operates in 345 municipalities.

On October 1, 2021, State Decrees No. 8.924/2021, 8.925/2021, and 8.926/2021 were published, which implemented the provisory internal regulations of each of the micro-regions.

On March 30, 2022, the General Meetings of the Paraná Water and Sewage Microregions (MRAE-1, MRAE-2, and MRAE-3) approved the inclusion, in the contractual amendments to the Concession/Program Agreements, of the targets outlined in article 11-B of Federal Law No. 11.445/2007, changed by Federal Law No. 14.026/2020.

In compliance with the law and federal decrees, SANEPAR proved its economic and financial capacity to meet the goals outlined in art. 11-B of Law No. 11,445/2007 in its current contracts, on December 29, 2021, situation that was approved by Paraná Regulatory Agency - AGEPAR and the Intermunicipal Sanitation Regulatory Agency - ARIS, with respective certificate and registration with ANA.

For information, AGEPAR failed to recognize the Company's economic and financial capacity in 21 municipalities, which represented 0.41% of its Net Operating Revenue in the fiscal year of 2022, emphasizing the legality of said contracts up to their terms due to the impossibility of forecasting physical targets for the short-term remaining in these contracts.

For expired contracts and those that did not have declared economic capacity, the Secretariat for Microregions hired a consultancy from FUNDACE (Foundation for Research and Development of Administration, Accounting and Economics) on November 28, 2022, a consultancy that is also working on the Plans Regional Basic Sanitation.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

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Lastly, on April 5, 2023, Federal Decrees Nos. 11,466 and 11,467 were issued, which comprehend provisions, among other definitions, for the direct provision of services through regionalized structures, regularization of expired contracts and factual situations, until December 31, 2025 (deadline until 2033), extension of the planning deadline and the possibility of re-submitting the study of economic and financial capacity by providers.

### 2.3. Measurement and Presentation Basis

The Interim Financial Information was prepared considering historical cost as base value, except for recognized revaluations, except for the appreciation of certain assets financial assets measured at fair value, and certain classes of current and noncurrent assets and liabilities, as presented in the explanatory note on accounting practices.

### 2.4. Functional and Reporting Currency

All amounts presented in the Interim Financial Information, including the amounts in the notes, are stated in thousands of Brazilian Reais, which the Company's functional currency, unless otherwise stated.

## 3. MAIN ACCOUNT PRACTICES

The main accounting practices used in the preparation of the Interim Financial Information for the quarter ended on March 31, 2023, are consistent with the practices described in Note 3 of the Company's financial statements for the year ended December 31, 2022. Therefore, this interim financial information should be read along with the annual financial statements for the year ended on December 31, 2022, which were disclosed on February 16, 2023.

### New IFRS e IFRIC interpretations (IASB Financial Information Interpretation Committee)

In the quarter ended on March 31, 2023, no new standards, amendments, and interpretations of standards were issued. Additionally, the IASB issued/revised some IFRS standards, which are to be adopted for the year 2023 or after, and the Company is evaluating the impacts of the adoption of these standards on its Interim Financial Statements:

[Amendment to IAS 1 standards - Classification of liabilities as Current or Non-current](#): Clarifies aspects to be considered for the classification of liabilities as Current Liabilities or Non-Current Liabilities. This amendment to the standard is effective for years beginning on or after 01/01/2023. The Company does not expect significant impacts on its Interim Interim Financial Statements.

[Amendment to IAS 1 and Disclosure of accounting practices 2 – Disclosure of accounting policies](#): Clarifies aspects to be considered in the disclosure of accounting policies. This standard change is effective for years beginning on or after 01/1/2023. The Company does not expect significant impacts on its Interim Financial Statements.

[Amendment to IAS 8 – Definition of accounting estimates](#): Clarifies aspects to be considered when defining accounting estimates. This standard change is effective for years beginning on or after 01/1/2023. The Company does not expect significant impacts on its Interim Financial Statements.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

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*Amendment to IAS 12 – Deferred tax related to assets and liabilities arising from a single transaction:* Clarifies aspects to be considered in the recognition of deferred tax assets and liabilities related to taxable temporary differences and deductible temporary differences. This standard change is effective for years beginning on or after 01/1/2023. The Company does not expect significant impacts on its Interim Financial Statements.

*Amendment to IFRS 16 – Lease liability in a sale and leaseback:* Clarifies aspects to be considered for treating an asset transfer as a sale. This standard change is effective for fiscal years beginning on/or after 01/1/2024. The Company does not expect significant impacts on its Interim Financial Statements.

*Amendment to IAS 1 - Non-Current Liabilities with "Covenants":* Clarifies aspects of separate classifications in the balance sheet of current and non-current assets and liabilities, establishing presentation based on liquidity when providing reliable and more relevant information. This standard change is effective for fiscal years beginning on/or after 01/1/2024. The Company does not expect significant impacts on its Interim Financial Statements.

## 4. RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

The Company is exposed to financial risks, however, they are managed or mitigated to not significantly affect the results of its operations and are described in this Note.

### 4.1. Financial risk management

**Business Risk:** The Company's business relates primarily to capturing, treating, and distributing water, collecting, and treating sewage for 345 municipal concessions operated in the State of Paraná and 1 in the State of Santa Catarina. The Company's results depend on the maintenance of concessions in the municipalities where it operates, the concession contracts and program contracts have an average term of 30 years. These contracts foresee meeting targets for the expansion and maintenance of water and sewage systems, related to the rate of service of the water supply and sewage collection networks. In some situations, the municipality may terminate the contract before its final term or not authorize its renewal upon compensation at the fair value of the balances of investments not yet depreciated/amortized. The process of readjustment and review of the tariff is approved by the Paraná's Regulatory Agency - AGEPAR.

**Credit Risk:** The Company is exposed to the credit risk of the counterpart in its financial transactions (cash and cash equivalents, bank deposits, and financial institutions) and accounts receivable (credit to customers and balances with related parties). The maximum exposure is equivalent to the accounting value as of March 31, 2023, and is stated in Notes 6, 9, and 20. The risks related to customers are mitigated by their composition, that includes a pulverized base that covers practically the entire population of the State of Paraná. Considering the type of business, Management does not carry out a credit analysis on the customer's ability to pay, adopting the practice of cutting off the supply in the event of default upon prior written notice delivered to the user, at least thirty days in advance of the scheduled date for the cut, except for the duration of State Law No. 20.187 of 2020 resulting from the coronavirus pandemic. The level of losses on the realization of accounts receivable is considered normal for the sanitation sector.



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The practice of cutting the supply does not apply to public bodies, however, Management intensifies efforts to reduce default levels with negotiations with debtor municipalities and if there is no agreement, the Company enters with judicial collection.

**Interest rate risk:** Interest rate risk is the risk that the fair value of future cash flows of a certain financial instrument changes due to variations in market interest rates. The Company's exposure to the risk of changes in market interest rates refers mainly to the Company's long-term obligations subject to variable interest rates.

This risk is due to the possibility of the Company incurring losses on account of interest rate fluctuations, which may increase the financial expenses on loans and financing.

**Sensitivity analysis of interest rate:** the Company's Management calculates the sensitivity to a possible change in the rate of return on financial investments and interest on loans, financing, debentures, and leases subject to variable interest rates, which may generate significant impacts. If the rates of return on financial investments and interest on loans held in reais varied around 25% and 50%, with all other variables held constant, the effect on pre-tax earnings would be R\$8,676 and R\$17,352 more or less, mainly as a result of income from financial investments and lower or higher interest expenses on financial investments and variable rate loans as described below:

| Description                                   | Index | +25%            | -25%            | +50%            | -50%            |
|---|-------|-----------------|-----------------|-----------------|-----------------|
| Financial Investments                         | DI    | 10,869          | (10,869)        | 21,738          | (21,738)        |
| <b>Assets</b>                                 |       | <b>10,869</b>   | <b>(10,869)</b> | <b>21,738</b>   | <b>(21,738)</b> |
| Caixa Econômica Federal                       | TR    | (1,575)         | 1,575           | (3,150)         | 3,150           |
| BNDES   | TJLP  | (1)             | 1               | (2)             | 2               |
| BNDES-PAC2                                    | TJLP  | (1,131)         | 1,131           | (2,262)         | 2,262           |
| BNDES-AVANÇAR                                 | IPCA  | (242)           | 242             | (484)           | 484             |
| Debentures - 2nd Issuance - 1st e 3rd Series  | TJLP  | (214)           | 214             | (428)           | 428             |
| Debentures - 2nd Issuance - 2nd Series        | IPCA  | (258)           | 258             | (516)           | 516             |
| Debentures - 4th Issuance - 1st Series        | TJLP  | (493)           | 493             | (986)           | 986             |
| Debentures - 4th Issuance - 2nd Series        | IPCA  | (400)           | 400             | (800)           | 800             |
| Debentures - 7th Issuance - 1st a 4th Series  | IPCA  | (850)           | 850             | (1,700)         | 1,700           |
| Debentures - 8th Issuance - 2nd Series        | DI    | (1,371)         | 1,371           | (2,742)         | 2,742           |
| Debentures - 9th Issuance - 1st e 2nd Series  | DI    | (3,060)         | 3,060           | (6,120)         | 6,120           |
| Debentures - 10th Issuance - Single Series    | IPCA  | (2,385)         | 2,385           | (4,770)         | 4,770           |
| Debentures - 11th Issuance - 1st Series       | DI    | (1,134)         | 1,134           | (2,268)         | 2,268           |
| Debentures - 11th Issuance - 2nd e 3rd Series | IPCA  | (2,391)         | 2,391           | (4,782)         | 4,782           |
| Debentures - 12th Issuance - 1st Series       | DI    | (1,748)         | 1,748           | (3,496)         | 3,496           |
| Debentures - 12th Issuance - 2nd Series       | IPCA  | (1,734)         | 1,734           | (3,468)         | 3,468           |
| Lease - Right of Use                          | DI    | (558)           | 558             | (1,116)         | 1,116           |
| <b>Liabilities</b>                            |       | <b>(19,545)</b> | <b>19,545</b>   | <b>(39,090)</b> | <b>39,090</b>   |
| <b>Effects on income before tax</b>           |       | <b>(8,676)</b>  | <b>8,676</b>    | <b>(17,352)</b> | <b>17,352</b>   |

The index considered for the 12-month period ended on March 31, 2023, were TR of 2.01% and the TJLP of 7.10% obtained from BACEN - Banco Central do Brasil, the IPCA at the rate of 4.65% obtained from IBGE – Instituto Brazilian Geography and Statistics, the DI at the rate of 13.29% obtained from B3 – Brasil, Bolsa e Balcão and the IPC at the rate of 5.75% obtained from Fipe.

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**Exchange Rate Sensitivity Analysis:** we present below the impacts that would be generated by changes in the risk variables related to derivative financial instruments intended to hedge the foreign currency loan. According to data from the Central Bank of Brazil - BACEN, obtained from the Market Expectations System, the probable scenario for the next quarter is an increase of 2.295% in the dollar rate. This scenario uses the average exchange rate projected for June 2023, in relation to the PTAX rate informed for 03/31/2023.

Considering the notional amount of €2,892 thousand (R\$15,976 thousand), the value of the Euro quotation as R\$5.5244 for March 31, 2023 (Ptax – Central Bank) and considering the premise of maintaining the proportional value of U\$1.0874 for each euro, according to a dollar PTAX of R\$5.0804, we present below the exchange rate variation for 25% e 50% for appreciation and depreciation concerning the exposure:

| Effects on results                         | Probable | +25%  | -25%    | +50%  | -50%    |
|--|----------|-------|---------|-------|---------|
| Euro's variation risk (increase of 2.295%) | 367      | 3,994 | (3,994) | 7,988 | (7,988) |

**Liquidity risk:** Liquidity risk consists of the eventuality that the Company does not have sufficient funds to meet its commitments due to the different currencies and terms of realization/settlement of its rights and obligations. The Company structures the maturities of non-derivative financial contracts, as shown in Note 14, so as not to affect their liquidity. The management of liquidity and cash flow is carried out daily by the Company's management areas, to ensure that operating cash generation and prior fundraising, when necessary, are sufficient to maintain its schedule of commitments, reducing liquidity risks. Additionally, the Company has a dividend policy and treasury and market risk management policy.

**Derivative Financial Instruments:** Under the Company's Risk, Treasury, and Market Management Policy, to mitigate the risks related to foreign exchange exposure, 3 financial institutions were hired to carry out non-speculative hedge operations upon receipt of funds arising from the loan from Banco KfW, through the exchange (Swap) of the variation of the debt in Euros + 1.35% interest per year for a percentage of the CDI. The Company does not apply the hedge accounting policy for this contract, measuring it at fair value through profit or loss, presented in the financial result. The debt of this loan is shown in Note 14.

On March 31, 2023, the Company has swap contracts (Euro + Interest x CDI) as shown below:

| Financial Instruments - Swap Contracts |                |                                 |                           |                    |                                 |                                     |   |
|--|----------------|---------------------------------|---------------------------|--------------------|---------------------------------|-------------------------------------|---|
| Operation                              | Agent          | Beginning Date of the Operation | Maturity of the Operation | Notional Value EUR | Fair alue of the Asset Position | Fair alue of the Liability Position | Gain (Loss) with Derivative Financial Instruments - |
| 1                                      | Banco Bradesco | 06/01/2022                      | 06/27/2023                | 598                | 3,354                           | 3,164                               | 190   |
| 2                                      | Banco Itaú     | 11/28/2022                      | 06/27/2023                | 1,783              | 9,883                           | 10,248                              | (365)   |
| 3                                      | Banco Itaú     | 11/28/2022                      | 12/26/2023                | 501                | 2,779                           | 2,872                               | (93)  |
| <b>TOTAL</b>                           |                |                                 |                           | <b>2,882</b>       | <b>16,016</b>                   | <b>16,284</b>                       | <b>(268)</b>  |

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### 4.2. Capital risk management

The purpose of the capital management of the Company is to guarantee a strong credit rating to financial institutions and an optimal capital ratio in order to support business and maximize values to the shareholders. The Company manages its capital structure by means of adjustments and adequacy to current economic conditions. With this objective, the company can make payments of dividends, enter new loans, issue promissory notes and contract operations with derivatives. For the period ended on March 31, 2023, there was no change in the objectives, policies or capital structure processes.

In order to preserve its liquidity and payment capability, the Company uses as leverage metrics on net debt/equity. For net debt effect purposes, loans, financing, debentures and lease, minus cash and cash equivalents:

| Description                            | 03/31/2023  | 12/31/2022  |
|--|-------------|-------------|
| Loans, financing, debentures and lease | 5,178,819   | 5,083,244   |
| Cash and cash equivalents              | (1,212,661) | (1,207,932) |
| Net debt *                             | 3,966,158   | 3,875,312   |
| Equity                                 | 9,106,461   | 8,786,887   |
| Net Debt/Equity Ratio *                | 0.44        | 0.44        |

\* Information not audited or not reviewed by independent auditors

### 4.3. Financial Instruments

The financial instruments are recognized in the Company's Interim Financial Statements and the fair value is the same as the book value, as follows:

| Description                              | 03/31/2023       | 12/31/2022       |
|--|------------------|------------------|
| <b>Assets</b>                            |                  |                  |
| <b>Fair value through profit or loss</b> |                  |                  |
| Financial Investments                    | 1,205,311        | 1,169,170        |
| Derivative Financial Instruments         | 16,016           | 16,053           |
| Restricted Deposits                      | 113,908          | 98,919           |
| <b>Amortized cost</b>                    |                  |                  |
| Cash and Banks                           | 7,350            | 38,762           |
| Trade Accounts Receivables, net          | 1,329,197        | 1,211,913        |
| Contractual Financial Assets             | 708,601          | 676,465          |
| Other Accounts receivable                | 66,294           | 62,851           |
| <b>Total</b>                             | <b>3,446,677</b> | <b>3,274,133</b> |
| <b>Liabilities</b>                       |                  |                  |
| <b>Fair value through profit or loss</b> |                  |                  |
| Derivative Financial Instruments         | 16,284           | 15,746           |
| <b>Amortized cost</b>                    |                  |                  |
| Loans, Financing, Debentures and Lease   | 5,178,819        | 5,083,244        |
| Contractors and Suppliers                | 237,268          | 298,122          |
| Other Accounts Payable                   | 195,678          | 180,024          |
| <b>Total</b>                             | <b>5,628,049</b> | <b>5,577,136</b> |



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The hierarchy level of fair value through profit or loss of the Company's assets is framed in level 2, which corresponds to financial investments, derivative instruments, and restricted deposits, according to CPC 48 – Financial Instruments.

### 5. CASH AND CASH EQUIVALENTS

These have the following composition:

| Description                               | 03/31/2023              | 12/31/2022              |
|---|-------------------------|-------------------------|
| Unrestricted Bank Deposits                | 412                     | 5,803                   |
| Restricted Bank Deposits                  | 6,938                   | 32,959                  |
|   | <u>7,350</u>            | <u>38,762</u>           |
| Financial Investments                     | 1,205,311               | 1,169,170               |
| <b>Total of Cash and Cash Equivalents</b> | <b><u>1,212,661</u></b> | <b><u>1,207,932</u></b> |

Financial investments are close to fair value, classified in level 2 of the fair value hierarchy and have short-term characteristics, high liquidity, and low risk of changes in value. They are made up of a fixed income fund, invested in an exclusive Investment Fund (CNPJ 03.737.212/0001-44 – Caixa SANEPAR I Fixed Income Exclusive Investment Fund) whose portfolio is composed mostly of federal government bonds, and by the CDB at Caixa (CNPJ 00.360.305/0001-04), with an average yield of 100.11% of CDI (99.65% in 2022).

### 6. TRADE ACCOUNTS RECEIVABLE

a) The balances of trade accounts receivables break down per maturity as follows:

| Description                                       | 03/31/2023              | 12/31/2022              |
|---|-------------------------|-------------------------|
| Falling Due Accounts Receivable                   | 339,279                 | 334,328                 |
| Accounts Receivable from Installment Payments (1) | 371,310                 | 248,679                 |
| Adjustment to Present Value                       | (46,518)                | (32,060)                |
| Accounts to be Billed (Unbilled Consumption)      | 260,206                 | 256,713                 |
|   | <u>924,277</u>          | <u>807,660</u>          |
| Overdue Accounts Receivable                       |                         |                         |
| From 1 to 30 days                                 | 186,632                 | 175,395                 |
| From 31 to 60 days                                | 87,144                  | 82,055                  |
| From 61 to 90 days                                | 52,444                  | 54,852                  |
| From 91 to 180 days                               | 97,892                  | 116,384                 |
| Over 180 days                                     | 517,525                 | 557,711                 |
| Allowance for Losses on Doubtful Accounts         | (536,717)               | (582,144)               |
|   | <u>404,920</u>          | <u>404,253</u>          |
| <b>Total Accounts Receivable, net</b>             | <b><u>1,329,197</u></b> | <b><u>1,211,913</u></b> |
| <b>Current</b>                                    | <b>1,138,055</b>        | <b>1,086,163</b>        |
| <b>Noncurrent</b>                                 | <b>191,142</b>          | <b>125,750</b>          |

(1) The increase in Accounts Receivable from Installment Payments is due to Private Customers joining the Private Customer Credit Recovery Program (RECLIP).

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We present below the breakdown of total overdue accounts receivable, net of the allowance for doubtful credits:

| Description                             | Trade accounts receivable | Allowance for doubtful accounts | Adjustment to present value | 03/31/2023       | 12/31/2022       |
|---|---------------------------|---------------------------------|-----------------------------|------------------|------------------|
| Municipal Administration                | 110,487                   | (52,883)                        | (77)                        | 57,527           | 30,251           |
| Private                                 | 1,787,754                 | (483,834)                       | (46,441)                    | 1,257,479        | 1,168,766        |
| Federal Entity                          | 1,294                     | -                               | -                           | 1,294            | 1,396            |
| Government State                        | 12,897                    | -                               | -                           | 12,897           | 11,500           |
| <b>Balance at the end of the period</b> | <b>1,912,432</b>          | <b>(536,717)</b>                | <b>(46,518)</b>             | <b>1,329,197</b> | <b>1,211,913</b> |

b) Changes in the allowance for expected losses on doubtful accounts were as follows:

| Description                           | 03/31/2023       | 12/31/2022       |
|---------------------------------------|------------------|------------------|
| Balances at Beginning of Period       | (582,144)        | (390,748)        |
| Amounts Recorded as Expenses/Reversal | 45,420           | (192,257)        |
| Write-offs, Net of Recoveries         | 7                | 861              |
| <b>Balances at end of the period</b>  | <b>(536,717)</b> | <b>(582,144)</b> |

Reversal of the provision for expected losses on overdue accounts is due to the maintenance of the Private Customer Credit Recovery Program (RECLIP), which provides the installment of debts of private customers in up to 60 payments.

c) The balance of the allowance for expected losses on doubtful accounts breaks down as follows:

| Description               | 03/31/2023       | 12/31/2022       |
|---------------------------|------------------|------------------|
| Private Customers         | (483,834)        | (529,830)        |
| Municipal Administrations | (52,883)         | (52,314)         |
| <b>Total</b>              | <b>(536,717)</b> | <b>(582,144)</b> |

d) The balances of short and long-term trade accounts receivable arising from installment payments have been discounted to present value. The changes in adjustment present value were as follows:

| Description                         | 03/31/2023      | 12/31/2022      |
|-------------------------------------|-----------------|-----------------|
| Balances at Beginning of the Period | (32,060)        | (17,211)        |
| Adjustment to Present Value         | (14,458)        | (14,849)        |
| <b>Balances at end of period</b>    | <b>(46,518)</b> | <b>(32,060)</b> |

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### 7. RECOVERABLE TAXES AND CONTRIBUTIONS

These have the following composition:

| Description                     | 03/31/2023    | 12/31/2022    |
|---------------------------------|---------------|---------------|
| Recoverable Income Tax          | 32,353        | 31,399        |
| Recoverable Social Contribution | 7,146         | 6,935         |
| <b>Total</b>                    | <b>39,499</b> | <b>38,334</b> |
| <b>Current</b>                  | <b>39,499</b> | <b>38,334</b> |

### 8. RESTRICTED DEPOSITS

Restricted deposits breakdown as follows:

| Description                         | 03/31/2023     | 12/31/2022    |
|-------------------------------------|----------------|---------------|
| Health National Foundation - FUNASA | 3,271          | 3,198         |
| Reserves kept in CAIXA (1)          | 77,611         | 75,214        |
| Other Agreements (2)                | 33,026         | 20,507        |
| <b>Totals</b>                       | <b>113,908</b> | <b>98,919</b> |
| <b>Current</b>                      | <b>36,297</b>  | <b>23,705</b> |
| <b>Noncurrent</b>                   | <b>77,611</b>  | <b>75,214</b> |

(1) Reserve accounts linked to financing contracts in amounts sufficient to meet contractual clauses.

(2) Technical and financial cooperation agreement signed with Itaipu Binacional for the development of the project "Management of Water Resources and Water Security in the Western Region of Paraná".

### 9. OTHER ACCOUNTS RECEIVABLE

The composition is as follows:

| Description  | 03/31/2023    | 12/31/2022    |
|--|---------------|---------------|
| Advances to Employees                                      | 19,243        | 15,501        |
| Reimbursable Payments                                      | 907           | 965           |
| Guarantee Deposits   | 1,866         | 1,768         |
| Municipal Sanitation and Environmental Management Fund (1) | 42,785        | 43,254        |
| Prepaid Expenses   | 260           | 302           |
| Securities and Other Credits                               | 1,233         | 1,061         |
| <b>Total</b>   | <b>66,294</b> | <b>62,851</b> |
| <b>Current</b>   | <b>24,611</b> | <b>20,699</b> |
| <b>Noncurrent</b>  | <b>41,683</b> | <b>42,152</b> |

(1) Anticipation of transfer to the Municipal Funds of the Environment, as provided in a program contract.

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### 10. CONTRACTUAL FINANCIAL ASSETS

Changes in Financial Assets are as follows:

| Description                 | 12/31/2022     | Additions         | NPV Revenue  | NPV Expense | 03/31/2023     |
|-----------------------------|----------------|-------------------|--------------|-------------|----------------|
| Unamortized Investments     | 1,763,518      | 63,531            | -            | -           | 1,827,049      |
| Adjustment to Present Value | (1,087,053)    | (38,353)          | 7,043        | (85)        | (1,118,448)    |
| <b>Total</b>                | <b>676,465</b> | <b>(a) 25,178</b> | <b>7,043</b> | <b>(85)</b> | <b>708,601</b> |

a) Amount transferred from property, plant and equipment and intangible assets, referring to the expectation of residual value receivable at the end of program contracts, net of Adjustment to Present Value for the period (note 13c).

The equivalent discount rate applied to calculate the present value adjustment was 4.18% (spread between the IPCA projected for the year and the WACC rate) and took into account the terms of the Program Contracts.

### 11. CONTRACT ASSETS

It has the following movement:

| Description                       | 12/31/2022       | Additions      | Capitalisation of Interest | Write-off and Loss | Transfer to Intangible asset | Requisition for Constructions | 03/31/2023       |
|-----------------------------------|------------------|----------------|----------------------------|--------------------|------------------------------|-------------------------------|------------------|
| Projects and Works in Progress    | 2,614,277        | 368,327        | 13,585                     | -                  | (232,358)                    | -                             | 2,763,831        |
| Inventories for Construction Work | 132,172          | 17,772         | -                          | -                  | -                            | (20,334)                      | 129,610          |
| <b>Total</b>                      | <b>2,746,449</b> | <b>386,099</b> | <b>13,585</b>              | <b>-</b>           | <b>(232,358)</b>             | <b>(20,334)</b>               | <b>2,893,441</b> |

Until the 1st quarter of 2023, the amount of R\$386,099 (R\$344,595 in the same period of 2022) was recorded as projects and works in progress, resulting from: (i) expansion of the Water Supply System, mainly in the municipalities of Curitiba, São José dos Pinhais, Londrina, Laranjeiras do Sul and Guarapuava; (ii) Sewage Collection and Treatment mainly in the municipalities of Ivaiporã, Pato Branco, Cafelândia, Arapongas and Londrina. Amounts referring to completed constructions for the expansion of the Water Supply and Sewage Collection and Treatment System were transferred to intangible assets, mainly in the municipalities of Telêmaco Borba, São José dos Pinhais, Londrina, Curitiba, and Ortigueira.

On the 1st quarter of 2023, interest and other financial charges were capitalized on the funds and loans that financed the Company's projects and constructions, for the amount of R\$13,585 (R\$8,799 in the same period in 2022). The average rate used to determine the amount of capitalized borrowing costs concerning total costs was 9.6%.

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### 12. INVESTMENTS

The Company has the following investments:

| Description                                      | 03/31/2023   | 12/31/2022   |
|--|--------------|--------------|
| Investment in joint venture - CS Bioenergia S.A. | 16,838       | 16,555       |
| Impairment Test                                  | (16,238)     | (16,555)     |
| Other investment                                 | 1,854        | 1,988        |
| <b>Total</b>                                     | <b>2,454</b> | <b>1,988</b> |

#### Investment in joint venture – CS Bioenergia S.A.

The Company owns 40% of CS Bioenergia SA, a company located next to the ETE – Belém Sewage Treatment Station, whose purpose is the exploration and proper disposal of solid and organic waste and the sludge produced in the aforementioned ETE, in addition to the production of biogas and energy generation through the bio digestion process. CS Bioenergia S.A. partially started its operations in June 2017 and in 2019 it reached its operational stability and started the process of transferring electricity credits to Sanepar's consumer units. The financial contribution made by the Company comprises the amount of R\$36,104 recorded in its Capital Stock and R\$5,781 as an Advance for Future Capital Increase - AFAC.

The Company's investment is accounted for using the equity method in the financial statements of the investee, which are summarized below:

| Statement of Financial Position – CS Bioenergia S.A. | 03/31/2023    | 12/31/2022    |
|--|---------------|---------------|
| Current Assets                                       | 4,031         | 4,500         |
| Noncurrent Assets                                    | 53,052        | 53,906        |
| • Fixed Assets                                       | 42,108        | 43,928        |
| • Other  | 10,944        | 9,978         |
| <b>Total Assets</b>                                  | <b>57,083</b> | <b>58,406</b> |
| Current Liabilities                                  | 7,559         | 8,538         |
| • Loans, Financing and Leases <sup>1</sup>           | 3,821         | 4,446         |
| • Other  | 3,738         | 4,092         |
| Noncurrent Liabilities                               | 7,430         | 8,232         |
| • Loans, Financing and Leases <sup>1</sup>           | 6,359         | 6,870         |
| • Other  | 1,071         | 1,362         |
| Equity   | 42,094        | 41,636        |
| <b>Total Liabilities and Equity</b>                  | <b>57,083</b> | <b>58,406</b> |

<sup>1</sup> The Company has a guarantor obligation, in the proportion of 40%, of the bank credit note in the amount of R\$4,184 issued by Banco Santander against CS Bioenergia S.A., with an amortization period of 60 months, as of December 17, 2020.

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| Statement of Income (Loss) – CS Bioenergia S.A. | 03/31/2023     | 03/31/2022     |
|---|----------------|----------------|
| Revenue   | 4,752          | 3,763          |
| (-) Cost of Services                            | (4,795)        | (4,620)        |
| Gross Profit (Loss)                             | (43)           | (857)          |
| (-) Operational Expenses                        | (866)          | (691)          |
| Loss before Net Financial Result and Taxes      | (909)          | (1,548)        |
| (-) Net Financial Result                        | (183)          | (329)          |
| Loss before Taxes                               | (1,092)        | (1,877)        |
| Income Taxes (IRPJ and CSLL)                    | -              | -              |
| <b>Loss for the period</b>                      | <b>(1,092)</b> | <b>(1,877)</b> |

Changes in the investment in the period are as follows:

| Description   | 03/31/2023 | 12/31/2022 |
|---|------------|------------|
| Balance at beginning of the period  | -          | -          |
| Financial Contribution  | 600        | 5,181      |
| Equity in Earnings (Losses) of Controlled Company (percentage of interest of 40%) | (417)      | (3,300)    |
| Impairment Test - (Constitution)/Reversal   | 417        | (1,881)    |
| <b>Balance at end of the period</b>   | <b>600</b> | <b>-</b>   |

### Impairment of investments on CS Bioenergia S.A.

As a result of the delay in the conclusion and start of the operation of the CS Bioenergia SA plant, as recommended by CPC 18 (R2) - Investments in Associates and Joint Ventures and CPC 01 (R1) - Impairment of Assets, at the end of 2022, the Management of Sanepar carried out the impairment test of this investment, considering the history of losses and that future cash flows present negative results, for the analyzed period of 5 years, concluded that the investment has no recoverable value. Thus, the impact of the Impairment Test of the investment in CS Bioenergia was recorded in the Company's results, and this amount was adjusted with the recognition of the equity in the period.

### Other investments

The Company has investment quotas in FINAM (Amazon Investment Fund), classified as level I, resulting from the application of Income Tax Incentive of R\$2,201 and other investments over which do not have significant influence in the amount of R\$322, with no maturity date and that are note immediately convertible, which at fair value, considering the quotation on 03/31/2023, are equivalent to R\$1,854.

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### 13. FIXED AND INTANGIBLE ASSETS

#### a) Fixed assets

These have the following composition:

| By Account                   |                |                          | 03/31/2023     | 12/31/2022     |
|------------------------------|----------------|--------------------------|----------------|----------------|
| Description                  | Cost           | Accumulated depreciation | Net amount     |                |
| Goods for Administrative Use | 377,312        | (163,438)                | 213,874        | 217,456        |
| Other Fixed Assets           | 6,076          | (4,053)                  | 2,023          | 2,045          |
| Right of Use Lease           | 231,670        | (95,044)                 | 136,626        | 151,023        |
| <b>Total</b>                 | <b>615,058</b> | <b>(262,535)</b>         | <b>352,523</b> | <b>370,524</b> |

| By Nature                             |                          |                |                          | 03/31/2023     | 12/31/2022     |
|---------------------------------------|--------------------------|----------------|--------------------------|----------------|----------------|
| Description                           | Annual depreciation rate | Cost           | Accumulated depreciation | Net amount     |                |
| Plots of land                         | -                        | 2,922          | -                        | 2,922          | 2,922          |
| Civil Construction                    | *1.84%                   | 118,423        | (24,228)                 | 94,195         | 94,720         |
| Improvements                          | *2%                      | 2,775          | (897)                    | 1,878          | 1,862          |
| Facilities                            | *5.83%                   | 9,815          | (4,299)                  | 5,516          | 5,648          |
| Equipments                            | *6.23%                   | 101,864        | (42,163)                 | 59,701         | 59,653         |
| Furniture and Fixtures                | *7.14%                   | 53,008         | (25,753)                 | 27,255         | 27,822         |
| IT Equipments                         | *19.82%                  | 39,977         | (28,010)                 | 11,967         | 12,796         |
| Vehicles                              | *13.05%                  | 28,325         | (20,084)                 | 8,241          | 8,765          |
| Machinery, Tractors and Similar       | *19.35%                  | 24,355         | (21,346)                 | 3,009          | 3,130          |
| Tools                                 | *6.67%                   | 1,658          | (711)                    | 947            | 928            |
| Patrimonial Assets to be Incorporated | -                        | 266            | -                        | 266            | 1,255          |
| Right of Use Lease                    | *28.45%                  | 231,670        | (95,044)                 | 136,626        | 151,023        |
| <b>Total</b>                          |                          | <b>615,058</b> | <b>(262,535)</b>         | <b>352,523</b> | <b>370,524</b> |

\* Weighted Average Rate

#### b) Intangible assets

These have the following composition:

| By account                        |                   |                          | 03/31/2023       | 12/31/2022       |
|-----------------------------------|-------------------|--------------------------|------------------|------------------|
| Description                       | Cost              | Accumulated Amortization | Net Amount       |                  |
| Water Mains                       | 6,082,429         | (2,051,167)              | 4,031,262        | 3,954,648        |
| Sewage Mains                      | 6,363,538         | (1,697,773)              | 4,665,765        | 4,610,250        |
| Solid Waste                       | 5,134             | (5,108)                  | 26               | -                |
| Right of Use and System Operation | 125,114           | (77,926)                 | 47,188           | 47,657           |
| Other Intangible Assets           | 272,604           | (105,719)                | 166,885          | 164,613          |
| Right of Use - Lease              | 200,216           | (23,508)                 | 176,708          | 177,489          |
| <b>Total</b>                      | <b>13,049,035</b> | <b>(3,961,201)</b>       | <b>9,087,834</b> | <b>8,954,657</b> |

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| By nature                                 |                          |                   |                          | 03/31/2023       | 12/31/2022       |
|---|--------------------------|-------------------|--------------------------|------------------|------------------|
| Description                               | Annual Amortization Rate | Cost              | Accumulated Amortization | Net Amount       |                  |
| Plots of Land                             | -                        | 297,429           | -                        | 297,429          | 279,477          |
| Wells                                     | *3.10%                   | 175,382           | (44,104)                 | 131,278          | 130,420          |
| Dams                                      | *2.67%                   | 148,790           | (67,558)                 | 81,232           | 81,782           |
| Civil Construction                        | *2.59%                   | 2,978,921         | (753,144)                | 2,225,777        | 2,173,857        |
| Improvements                              | *2.67%                   | 49,321            | (6,949)                  | 42,372           | 41,860           |
| Piping                                    | *2.64%                   | 6,377,127         | (1,828,152)              | 4,548,975        | 4,502,262        |
| Building Connections                      | *3.33%                   | 969,310           | (323,516)                | 645,794          | 638,225          |
| Facilities                                | *5.83%                   | 236,302           | (106,044)                | 130,258          | 131,207          |
| Hydrometers                               | *10%                     | 303,333           | (122,996)                | 180,337          | 176,530          |
| Macro-meters                              | *10%                     | 7,360             | (5,340)                  | 2,020            | 2,110            |
| Equipments                                | *6.23%                   | 873,445           | (382,482)                | 490,963          | 481,661          |
| Furniture and Fixtures                    | *7.14%                   | 7,765             | (4,532)                  | 3,233            | 3,255            |
| IT Equipment                              | *19.82%                  | 94,207            | (86,276)                 | 7,931            | 7,261            |
| Computer Programs                         | *20%                     | 113,051           | (61,359)                 | 51,692           | 54,348           |
| Vehicles                                  | *13.05%                  | 23,172            | (15,661)                 | 7,511            | 7,849            |
| Machinery, Tractors and Similar           | *19.35%                  | 26,169            | (24,154)                 | 2,015            | 2,180            |
| Tools                                     | *6.67%                   | 365               | (255)                    | 110              | 113              |
| Rights of Use and Transmission Lines      | *6.25%                   | 4,521             | (530)                    | 3,991            | 4,060            |
| Environmental Protection and Preservation | *20%                     | 35,224            | (26,715)                 | 8,509            | 8,822            |
| Concession of the Mun. of Curitiba (1)    | *1.5%                    | 125,000           | (77,812)                 | 47,188           | 47,656           |
| Concession of the Mun. of Cianorte (2)    | *5%                      | 114               | (114)                    | -                | -                |
| Patrimonial Assets to be Incorporated     | -                        | 2,511             | -                        | 2,511            | 2,233            |
| Rights of Use - Lease                     | *37.41%                  | 200,216           | (23,508)                 | 176,708          | 177,489          |
| <b>Total</b>                              |                          | <b>13,049,035</b> | <b>(3,961,201)</b>       | <b>9,087,834</b> | <b>8,954,657</b> |

\* Weighted average rate.

- (1) Right to grant the onerous concession contract signed on December 6, 2001 and whose concession was previously renewed on June 5, 2018 upon signature of the program agreement in accordance with Law No. 11.445, of January 5, 2007, and other relevant legal acts.
- (2) High of grant an onerous concession agreement with the Municipality of Cianorte, assigned on March 7, 2002, to provide public utility services of collection, treatment, and final disposition of solid waste for a period of 20 years. The continuity of the operation of the services was authorized on a precarious basis by Municipal Decree of Cianorte nº 3, of January 12, 2023, for the period until April 30, 2025, or until the service provision in the municipality is regularized under the terms of the current legislation.

### Leases:

The Company has lease agreements, with the following characteristics:

(i) asset lease agreement valued at R\$199.3 million resulting from the expansion of the sewage system in the municipalities of Matinhos and Pontal do Paraná, for a period of 240 (two hundred and forty) months, the payment of which started in February 2017, with a substantial transfer of the risks and benefits of the assets which will be owned by the Company at the end of the contract; and

(ii) vehicle, movable and real estate lease contracts, in which the risks and benefits of using the assets remain with the lessor. These contracts do not exceed 5 years.

The obligations arising from these contracts are shown in note 14.



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As of March 31, 2023, the book value for each category of assets under a Lease commitment recorded in Intangible and Fixed Assets is shown below:

| By accounts                 |                          |                |                          | 03/31/2023     | 12/31/2022     |
|-----------------------------|--------------------------|----------------|--------------------------|----------------|----------------|
| Description                 | Annual Amortization Rate | Cost           | Accumulated amortization | Net amount     |                |
| Civil Construction          | 1.67%                    | 37,434         | (3,608)                  | 33,826         | 33,983         |
| Piping                      | 2.00%                    | 147,315        | (15,763)                 | 131,552        | 132,289        |
| Building Connections        | 3.33%                    | 8,227          | (1,498)                  | 6,729          | 6,797          |
| Facilities                  | 6.67%                    | 309            | (119)                    | 190            | 195            |
| Equipments                  | 6.00%                    | 6,013          | (2,100)                  | 3,913          | 4,002          |
| <b>Lease - Coastal</b>      |                          | <b>199,298</b> | <b>(23,088)</b>          | <b>176,210</b> | <b>177,266</b> |
| Car Rental                  | 29.60%                   | 125,613        | (49,554)                 | 76,059         | 87,600         |
| Civil Construction          | 20.84%                   | 41,112         | (10,373)                 | 30,739         | 32,991         |
| Equipments                  | 31.78%                   | 1,384          | (417)                    | 967            | 764            |
| IT Equipments               | 27.01%                   | 64,479         | (35,120)                 | 29,359         | 29,891         |
| <b>Lease - Right of use</b> |                          | <b>232,588</b> | <b>(95,464)</b>          | <b>137,124</b> | <b>151,246</b> |
| <b>Total</b>                |                          | <b>431,886</b> | <b>(118,552)</b>         | <b>313,334</b> | <b>328,512</b> |
| <b>Fixed assets</b>         |                          | <b>231,670</b> | <b>(95,044)</b>          | <b>136,626</b> | <b>151,023</b> |
| <b>Intangible assets</b>    |                          | <b>200,216</b> | <b>(23,508)</b>          | <b>176,708</b> | <b>177,489</b> |

The Company recorded in its Income Statement the amount of R\$2,310 relating to low value and short-term lease contracts (less than 12 months).

Assets resulting from leasing contracts present the following changes:

| Asset              | 12/31/2022     | Additions    | Amortization    | 03/31/2023     |
|--------------------|----------------|--------------|-----------------|----------------|
| Lease - Coastal    | 177,266        | -            | (1,056)         | 176,210        |
| Vehicles           | 87,600         | -            | (11,541)        | 76,059         |
| Civil Construction | 32,991         | -            | (2,252)         | 30,739         |
| Equipments         | 764            | 377          | (174)           | 967            |
| IT Equipments      | 29,891         | 2,385        | (2,917)         | 29,359         |
| <b>Amount</b>      | <b>328,512</b> | <b>2,762</b> | <b>(17,940)</b> | <b>313,334</b> |

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### c) Changes in fixed and intangible assets for the period ended on March 31, 2023:

| Description                                | 12/31/2022       | Additions     | Depreciation and Amortization | Write-Offs and Losses | Transfers from Work in Progress | Transfers           | 03/31/2023       |
|--|------------------|---------------|-------------------------------|-----------------------|---------------------------------|---------------------|------------------|
| <b>Fixed Assets</b>                        |                  |               |                               |                       |                                 |                     |                  |
| Plots of Land                              | 2,922            | -             | -                             | -                     | -                               | -                   | 2,922            |
| Civil Construction                         | 94,720           | -             | (588)                         | -                     | -                               | 63                  | 94,195           |
| Improvements                               | 1,862            | -             | (13)                          | -                     | -                               | 29                  | 1,878            |
| Facilities                                 | 5,648            | -             | (132)                         | -                     | -                               | -                   | 5,516            |
| Equipments                                 | 59,653           | 1,492         | (1,438)                       | (6)                   | -                               | -                   | 59,701           |
| Furniture and Fixture                      | 27,822           | 225           | (792)                         | -                     | -                               | -                   | 27,255           |
| IT Equipments                              | 12,796           | 96            | (925)                         | -                     | -                               | -                   | 11,967           |
| Vehicles                                   | 8,765            | 25            | (549)                         | -                     | -                               | -                   | 8,241            |
| Machinery, Tractors and Similar            | 3,130            | -             | (121)                         | -                     | -                               | -                   | 3,009            |
| Tools                                      | 928              | 42            | (23)                          | -                     | -                               | -                   | 947              |
| Patrimonial Assets to be Incorporated      | 1,255            | (989)         | -                             | -                     | -                               | -                   | 266              |
| Lease of Right of Use                      | 151,023          | 2,401         | (16,798)                      | -                     | -                               | -                   | 136,626          |
| <b>Total Fixed Assets</b>                  | <b>370,524</b>   | <b>3,292</b>  | <b>(21,379)</b>               | <b>(6)</b>            | <b>-</b>                        | <b>92</b>           | <b>352,523</b>   |
| <b>Intangible Assets</b>                   |                  |               |                               |                       |                                 |                     |                  |
| Plots of Land                              | 279,477          | 1,452         | -                             | -                     | 16,500                          | -                   | 297,429          |
| Wells                                      | 130,420          | -             | (526)                         | -                     | 1,433                           | (49)                | 131,278          |
| Dams                                       | 81,782           | -             | (815)                         | -                     | 332                             | (67)                | 81,232           |
| Civil Construction                         | 2,173,857        | 1,891         | (18,684)                      | -                     | 78,168                          | (9,455)             | 2,225,777        |
| Improvements                               | 41,860           | 69            | (329)                         | -                     | 984                             | (212)               | 42,372           |
| Piping                                     | 4,502,262        | 8,311         | (39,892)                      | -                     | 93,018                          | (14,724)            | 4,548,975        |
| Building Connections                       | 638,225          | -             | (7,743)                       | (45)                  | 16,114                          | (757)               | 645,794          |
| Facilities                                 | 131,207          | 34            | (3,536)                       | -                     | 2,553                           | -                   | 130,258          |
| Hydrometers                                | 176,530          | 2             | (7,093)                       | (291)                 | 11,195                          | (6)                 | 180,337          |
| Macro-meters                               | 2,110            | 4             | (95)                          | (7)                   | 8                               | -                   | 2,020            |
| Equipments                                 | 481,661          | 8,800         | (8,936)                       | (1,440)               | 10,878                          | -                   | 490,963          |
| Furniture and Fixture                      | 3,255            | 63            | (85)                          | -                     | -                               | -                   | 3,233            |
| IT Equipments                              | 7,261            | 109           | (433)                         | -                     | 994                             | -                   | 7,931            |
| Computer Programs                          | 54,348           | 1,403         | (4,059)                       | -                     | -                               | -                   | 51,692           |
| Vehicles                                   | 7,849            | -             | (338)                         | -                     | -                               | -                   | 7,511            |
| Machinery, Tractors and Similar            | 2,180            | -             | (165)                         | -                     | -                               | -                   | 2,015            |
| Tools                                      | 113              | -             | (3)                           | -                     | -                               | -                   | 110              |
| Right of Use and Transmission Lines        | 4,060            | -             | (69)                          | -                     | -                               | -                   | 3,991            |
| Environmental Protection and Preservation  | 8,822            | -             | (494)                         | -                     | 181                             | -                   | 8,509            |
| Concession of the Municipality of Curitiba | 47,656           | -             | (468)                         | -                     | -                               | -                   | 47,188           |
| Patrimonial Assets to be Incorporated      | 2,233            | 278           | -                             | -                     | -                               | -                   | 2,511            |
| Lease of Right of Use                      | 177,489          | 361           | (1,142)                       | -                     | -                               | -                   | 176,708          |
| <b>Total Intangible Assets</b>             | <b>8,954,657</b> | <b>22,777</b> | <b>(94,905)</b>               | <b>(1,783)</b>        | <b>232,358</b>                  | <b>(25,270)</b>     | <b>9,087,834</b> |
| <b>Grand Total</b>                         | <b>9,325,181</b> | <b>26,069</b> | <b>(116,284)</b>              | <b>(1,789)</b>        | <b>(a) 232,358</b>              | <b>(b) (25,178)</b> | <b>9,440,357</b> |

a) Amount transferred from the Contract Asset account (note 11).

b) Amount transferred to the Contractual Financial Assets line, regarding the expected residual amount receivable by the end of the program contracts, net of present value adjustment (note 10).

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### 14. LOANS, FINANCING, DEBENTURES AND LEASE

a) Composition of loans, financing, debentures, and leases are as follows:

| Description                              | Yearly Interest Rate  | Index    | 03/31/2023     |                  |                  | 12/31/2022     |                  |                  |
|--|-----------------------|----------|----------------|------------------|------------------|----------------|------------------|------------------|
|  |                       |          | Current        | Noncurrent       | Total            | Current        | Noncurrent       | Total            |
| <b>In Brazilian Reais:</b>               |                       |          |                |                  |                  |                |                  |                  |
| Debentures 8th Issuance - 2nd Series     | 108.00% do DI         | -        | 161,049        | -                | 161,049          | 155,563        | -                | 155,563          |
| BNDES                                    | TJLP + 1.82%          | -        | -              | -                | -                | 645            | -                | 645              |
| Banco do Brasil - PSI                    | 3.00% to 6.00%        | -        | 1,397          | 47               | 1,444            | 2,097          | 190              | 2,287            |
| Debentures 2nd Issuance - 1st Series     | TJLP + 1.92%          | -        | 12,412         | 6,175            | 18,587           | 12,383         | 9,232            | 21,615           |
| Debentures 2nd Issuance - 2nd Series     | 9.19%                 | IPCA     | 25,793         | 23,508           | 49,301           | 24,196         | 22,992           | 47,188           |
| Debentures 2nd Issuance - 3rd Series     | TJLP + 1.92%          | -        | 16,549         | 8,233            | 24,782           | 16,510         | 12,310           | 28,820           |
| Debentures 9th Issuance - 1st Series     | 106.05% do DI         | -        | 8,399          | 199,145          | 207,544          | 1,476          | 199,137          | 200,613          |
| Banco Itaú - PSI                         | 3.00% to 6.00%        | -        | 2,651          | 974              | 3,625            | 3,067          | 1,445            | 4,512            |
| Debentures 12th Issuance - 1st Series    | DI + 1.08%            | -        | 7,581          | 296,801          | 304,382          | 18,571         | 296,519          | 315,090          |
| Debentures 9th Issuance - 2nd Series     | 107.25% do DI         | -        | 6,443          | 150,814          | 157,257          | 1,137          | 150,810          | 151,947          |
| Debentures 11th Issuance - 1st Series    | DI + 1.65%            | -        | 245            | 128,753          | 128,998          | 4,899          | 128,590          | 133,489          |
| Debentures 4th Issuance - 1st Series     | TJLP + 1.67%          | -        | 24,465         | 80,390           | 104,855          | 24,406         | 86,143           | 110,549          |
| Debentures 4th Issuance - 2nd Series     | 7.44%                 | IPCA     | 16,653         | 54,694           | 71,347           | 16,301         | 57,507           | 73,808           |
| Debentures 10th Issuance - Single Series | 4.66%                 | IPCA     | -              | 427,428          | 427,428          | 4,276          | 417,946          | 422,222          |
| Debentures 11th Issuance - 2nd Series    | 4.25%                 | IPCA     | -              | 240,272          | 240,272          | 2,237          | 234,893          | 237,130          |
| BNDES - PAC2                             | TJLP + 1.67% to 2.05% | -        | 62,412         | 217,467          | 279,879          | 62,214         | 232,093          | 294,307          |
| Lease - Coastal                          | 11.14%                | IPC-FIPE | 14,166         | 300,240          | 314,406          | 13,899         | 303,313          | 317,212          |
| Lease - Right of Use                     | 9.10%                 | -        | 84,860         | 90,747           | 175,607          | 81,667         | 100,972          | 182,639          |
| Debentures 11th Issuance - 3rd Series    | 4.49%                 | IPCA     | -              | 186,330          | 186,330          | 1,965          | 182,057          | 184,022          |
| Debentures 12th Issuance - 2nd Series    | 5.89%                 | IPCA     | 3,257          | 317,056          | 320,313          | 7,837          | 309,978          | 317,815          |
| Debentures 7th Issuance - 1st Series *   | 5.20%                 | IPCA     | 2,949          | 38,947           | 41,896           | 2,854          | 39,611           | 42,465           |
| Debentures 7th Issuance - 2nd Series *   | 4.79%                 | IPCA     | 5,660          | 74,971           | 80,631           | 4,648          | 64,714           | 69,362           |
| Debentures 7th Issuance - 3rd Series     | 6.97%                 | IPCA     | 1,509          | 21,066           | 22,575           | 1,477          | 20,953           | 22,430           |
| Debentures 7th Issuance - 4th Series     | 6.57%                 | IPCA     | 2,780          | 38,913           | 41,693           | 2,379          | 33,851           | 36,230           |
| BNDES - AVANÇAR                          | 3.59% to 5.60%        | IPCA     | 3,036          | 77,247           | 80,283           | 1,360          | 77,418           | 78,778           |
| Caixa Econômica Federal                  | 6.62% to 12.00%       | TR       | 97,403         | 1,621,639        | 1,719,042        | 92,235         | 1,524,919        | 1,617,154        |
| <b>Total in Brazilian Reais</b>          |                       |          | <b>561,669</b> | <b>4,601,857</b> | <b>5,163,526</b> | <b>560,299</b> | <b>4,507,593</b> | <b>5,067,892</b> |
| <b>In Foreign Currency:</b>              |                       |          |                |                  |                  |                |                  |                  |
| KfW Bank                                 | 1.35%                 | EURO     | 15,293         | -                | 15,293           | 15,352         | -                | 15,352           |
| <b>Total in Foreign Currency</b>         |                       |          | <b>15,293</b>  | <b>-</b>         | <b>15,293</b>    | <b>15,352</b>  | <b>-</b>         | <b>15,352</b>    |
| <b>Balance at the End on the Period</b>  |                       |          | <b>576,962</b> | <b>4,601,857</b> | <b>5,178,819</b> | <b>575,651</b> | <b>4,507,593</b> | <b>5,083,244</b> |
| Loans and Financing                      |                       |          | 182,192        | 1,917,374        | 2,099,566        | 176,970        | 1,836,065        | 2,013,035        |
| Debentures                               |                       |          | 295,744        | 2,293,496        | 2,589,240        | 303,115        | 2,267,243        | 2,570,358        |
| Leases                                   |                       |          | 99,026         | 390,987          | 490,013          | 95,566         | 404,285          | 499,851          |

\* IPCA as a variable component of TLP

### Foreign Currency Debt:

On December 11, 2017, the Company signed a loan agreement with KfW Bank of EUR 50 million, with interest subsidy provided by the Federal Republic of Germany for projects that meet the eligibility criteria of the development policy as per terms that meet the OECD - Organization for Economic Co-operation and Development requirements for recognition as Official Development Assistance. The first release of funds took place in August 2019.

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The Company will use the Loan exclusively to finance the promotion of the DKTI climate-friendly biogas technology promotion program in the state of Paraná regarding: (i) rehabilitation, expansion and construction of sewage treatment systems and plants; (ii) collection, treatment, disposal and use of biogas from sewage treatment plants; (iii) sludge treatment; (iv) equipment and accessories; and (v) consulting services.

The Company will promote the execution of the contractually planned activities and Banco KfW will disburse the amounts by 06/30/2023, according to the construction schedule. Half-yearly payment of a 0.25% commitment fee will be due per year on the amount not yet disbursed and interest of 1.35% per year. On the amount disbursed. The debt will be repaid in 21 semi-annual payments, with the first installment being amortized in December 2022.

Throughout the term of the agreement, the Company shall comply with the covenants pursuant to item 'f' of this Note.

The Company contracted derivative financial instruments for hedging with Banco Bradesco S/A, Banco Santander Brasil S/A, and Itaú Unibanco S/A, which were signed on 11/06/2017, 12/07/2017, and 22 /01/2018 respectively, to mitigate the exchange risk, assuming a variation of the CDI as a counterpart, as described in Note 4.1. Until March 31, 2023, there was a release of €2,892 mil thousand by Banco KfW, with swap operations being carried out to protect the interest rate and exchange variation, without a speculative nature, converting the financial charges to 105.32% of CDI (weighted average), weighted average 14.0% for a rate of 13.29 % of CDI.

### Leases:

The obligations arising from Leases are allocated to financial charges and reduction of the corresponding liability, reflecting a periodic and constant interest rate on the remaining balance of the liability. Lease liabilities have the following characteristics:

(i) The asset lease agreement resulting from the expansion of the sanitary sewage system in the municipalities of Matinhos and Pontal do Paraná (Lease - Coastal) provides for an annual monetary update of the debt balance linked to the IPC-FIPE during the term of the agreement. The discount rate applied in the initial recognition of this contract was carried out in the period in which the contractual stages were delivered, being the weighted average of 11.1%; and

(ii) Vehicle, movable and immovable leasing contracts (Lease – Right of Use) do not have a contractual term exceeding 5 years. The incremental borrowing rate (weighted average) applied to the liabilities of these leases varies according to the period in which they are signed, when the respective initial accounting record is carried out. As of January 1, 2019, the weighted average discount rate applied to contracts was 6.88%. As of December 31, 2019, the weighted average discount rate applied in the recognition of these contracts was 6.76%, as of December 31, 2020, it was 6.12%, as of December 31, 2021, it was 4.77%, as of December 31, 2022, it was 8.70%, and as of March 31, 2023, it was 9.10%. The Company does not have variable rent payments in its leasing contracts, nor does it have a sale or leaseback transaction of assets.

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The lease liability recognized by the Company is gross of PIS/COFINS, and has the following changes:

| Liabilities          | 12/31/2022     | Additions    | Restatement | Financial Charges | Payments        | 03/31/2023     |
|----------------------|----------------|--------------|-------------|-------------------|-----------------|----------------|
| Lease - Coastal      | 317,212        | -            | -           | 8,358             | (11,164)        | 314,406        |
| Lease - Right of Use | 182,639        | 2,762        | -           | 2,233             | (12,027)        | 175,607        |
| <b>Total</b>         | <b>499,851</b> | <b>2,762</b> | <b>-</b>    | <b>10,591</b>     | <b>(23,191)</b> | <b>490,013</b> |
| <b>Current</b>       | <b>95,566</b>  |              |             |                   |                 | <b>99,026</b>  |
| <b>Noncurrent</b>    | <b>404,285</b> |              |             |                   |                 | <b>390,987</b> |

As of March 31, 2023, the present value of the minimum future financial obligations related to Leases is shown below:

| Description                               | Minimum Future Payments | Financial Charges | 03/31/2023                       | 13/31/2022                       |
|---|-------------------------|-------------------|----------------------------------|----------------------------------|
|   |                         |                   | Present Value of Future Payments | Present Value of Future Payments |
| <b>Lease - Coastal</b>                    |                         |                   |                                  |                                  |
| Less than a year                          | 44,191                  | (30,025)          | 14,166                           | 13,899                           |
| More than a year and less than five years | 178,616                 | (117,462)         | 61,154                           | 59,638                           |
| Above five years                          | 363,500                 | (124,414)         | 239,086                          | 243,675                          |
| <b>Subtotal</b>                           | <b>586,307</b>          | <b>(271,901)</b>  | <b>314,406</b>                   | <b>317,212</b>                   |
| <b>Lease - Right of Use</b>               |                         |                   |                                  |                                  |
| Less than a year                          | 95,406                  | (10,546)          | 84,860                           | 81,668                           |
| More than a year and less than five years | 99,503                  | (8,756)           | 90,747                           | 100,971                          |
| <b>Subtotal</b>                           | <b>194,909</b>          | <b>(19,302)</b>   | <b>175,607</b>                   | <b>182,639</b>                   |
| <b>Total</b>                              | <b>781,216</b>          | <b>(291,203)</b>  | <b>490,013</b>                   | <b>499,851</b>                   |

Liabilities from right of use and coastal leases were measured considering the incremental loan discount rate, with the incorporation of projected inflation, and presents the following composition:

| Description     | 03/31/2023     |
|-----------------|----------------|
| Lease - Coastal | 406,295        |
| Vehicles        | 83,571         |
| Mobile goods    | 40,780         |
| Real Estate     | 42,326         |
| <b>Total</b>    | <b>572,972</b> |

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Below we present the future payment flows, considering the projected inflation until the maturity of the contracts, by nature of the lease, in relation to the right to use and coastal lease commitments:

| Description     | 2023          | 2024           | 2025           | 2026          | 2027          | 2028          | 2029 to 2036   | Total          |
|-----------------|---------------|----------------|----------------|---------------|---------------|---------------|----------------|----------------|
| Lease - Coastal | 38,321        | 48,144         | 50,110         | 52,065        | 54,088        | 56,202        | 483,312        | <b>782,242</b> |
| Vehicles        | 26,209        | 38,054         | 32,104         | -             | -             | -             | -              | <b>96,367</b>  |
| Mobile goods    | 16,704        | 11,016         | 10,329         | 4,998         | -             | -             | -              | <b>43,047</b>  |
| Real Estate     | 6,697         | 9,215          | 9,591          | 10,772        | 12,112        | 3,258         | -              | <b>51,645</b>  |
| <b>Total</b>    | <b>87,931</b> | <b>106,429</b> | <b>102,134</b> | <b>67,835</b> | <b>66,200</b> | <b>59,460</b> | <b>483,312</b> | <b>973,301</b> |

The composition of the Company's loans, financing, debentures and lease expressed in Brazilian Reais subject to variable and fixed interest rates are shown below:

| Index                       | 03/31/2023       | 12/31/2022       |
|-----------------------------|------------------|------------------|
| TR                          | 1,719,042        | 1,617,154        |
| TJLP                        | 428,103          | 455,936          |
| IPCA                        | 1,562,069        | 1,531,450        |
| DI                          | 959,230          | 956,702          |
| IPC-FIPE                    | 314,406          | 317,212          |
| EURO                        | 15,293           | 15,352           |
| With No Monetary Adjustment | 180,676          | 189,438          |
| <b>Total</b>                | <b>5,178,819</b> | <b>5,083,244</b> |

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### b) Description of loans, financing, debentures, and leases:

| Description                                | Period of Issuance | Fintol Maturity | Hired Amount | Number of Debentures | Payments     |  |
|--|--------------------|-----------------|--------------|----------------------|--------------|--|
|  |                    |                 |              |                      | Amortization | Interest                                     |
| Debentures 8th Issuance - 2nd Serie        | 2018               | 2023            | 155,000      | 15,500               | 2023         | Six-Monthly                                  |
| BNDES - 1 Contract                         | 2007               | 2023            | 81,357       | -                    | Monthly      | Quarterly during grace period and monthly at |
| Debentures 9th Issuance - 1st Serie        | 2019               | 2024            | 199,150      | 19,915               | 2024         | Six-Monthly                                  |
| Banco do Brasil - PSI - 11 Contracts       | 2013 to 2014       | 2024            | 30,793       | -                    | Monthly      | Quarterly during grace period and monthly at |
| Debentures 2nd Issuance - 1st e 3rd Series | 2011               | 2024            | 261,304      | 7,000                | Monthly      | Quarterly during grace period and monthly at |
| Debentures 2nd Issuance - 2nd Serie        | 2011               | 2024            | 118,547      | 3,000                | Anual        | Yearly                                       |
| Banco Itaú - PSI - 13 Contracts            | 2013 to 2014       | 2025            | 33,175       | -                    | Monthly      | Quarterly during grace period and monthly at |
| Debentures 9th Issuance - 2nd Serie        | 2019               | 2026            | 150,850      | 15,085               | 2026         | Six-Monthly                                  |
| Debentures 11th Issuance - 1st Serie       | 2021               | 2026            | 130,000      | 130,000              | 2025/2026    | Six-Monthly                                  |
| Lease - Right of Use                       | 2018 to 2023       | 2023 to 2028    | 189,852      | -                    | Monthly      | Monthly                                      |
| Debentures 4th Issuance - 1st Serie        | 2014               | 2027            | 223,716      | 7,000                | Monthly      | Quarterly during grace period and monthly at |
| Debentures 4th Issuance - 2nd Serie        | 2014               | 2027            | 95,590       | 3,000                | Monthly      | Quarterly during grace period and monthly at |
| Debentures 10th Issuance - Single Series   | 2020               | 2027            | 350,000      | 35,000               | 2027         | Six-Monthly                                  |
| Debentures 12th Issuance - 1st Serie       | 2022               | 2027            | 300,000      | 300,000              | 2027         | Six-Monthly                                  |
| BNDES - PAC2 - 4 Contracts                 | 2011 to 2014       | 2029            | 602,665      | -                    | Monthly      | Quarterly during grace period and monthly at |
| Debentures 11th Issuance - 2nd Serie       | 2021               | 2029            | 208,300      | 208,300              | 2029         | Six-Monthly                                  |
| Debentures 11th Issuance - 3rd Serie       | 2021               | 2031            | 161,700      | 161,700              | 2031         | Six-Monthly                                  |
| KfW Bank (Euro)                            | 2017               | 2032            | 50,000       | -                    | Six-Monthly  | Six-Monthly                                  |
| Debentures 12th Issuance - 2nd Serie       | 2022               | 2032            | 300,000      | 300,000              | 2032         | Six-Monthly                                  |
| Lease - Coastal                            | 2013               | 2036            | 460,592      | -                    | Monthly      | Monthly                                      |
| Debentures 7th Issuance - 1st Serie        | 2018               | 2038            | 47,279       | 19,733               | Monthly      | Quarterly during grace period and monthly at |
| Debentures 7th Issuance - 2nd Serie        | 2018               | 2038            | 120,437      | 50,267               | Monthly      | Quarterly during grace period and monthly at |
| Debentures 7th Issuance - 3rd Serie        | 2018               | 2038            | 20,263       | 8,457                | Monthly      | Quarterly during grace period and monthly at |
| Debentures 7th Issuance - 4th Serie        | 2018               | 2038            | 51,616       | 21,543               | Monthly      | Quarterly during grace period and monthly at |
| BNDES - AVANÇAR - 2 Contracts              | 2020 to 2021       | 2041            | 525,583      | -                    | Monthly      | Quarterly during grace period and monthly at |
| Caixa Econômica Federal - 288 Contracts    | 2007 to 2022       | 2046            | 3,194,963    | -                    | Monthly      | Monthly                                      |

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### c) The amortization timeline is as follows:

| Description                         | 2023           | 2024           | 2025           | 2026           | 2027           | 2028           | 2029           | 2030           |
|-------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Debentures 2nd Issuance             | 47,551         | 45,119         | -              | -              | -              | -              | -              | -              |
| Debentures 4th Issuance             | 30,985         | 40,529         | 40,529         | 40,529         | 23,630         | -              | -              | -              |
| Debentures 7th Issuance             | 9,933          | 11,857         | 11,857         | 11,857         | 11,857         | 11,857         | 11,857         | 11,857         |
| Debentures 8th Issuance             | 161,049        | -              | -              | -              | -              | -              | -              | -              |
| Debentures 9th Issuance             | 14,843         | 199,145        | -              | 150,813        | -              | -              | -              | -              |
| Debentures 10th Issuance            | -              | -              | -              | -              | 427,428        | -              | -              | -              |
| Debentures 11th Issuance            | 246            | -              | 64,376         | 64,376         | -              | -              | 240,272        | -              |
| Debentures 12th Issuance            | 10,838         | -              | -              | 148,401        | 148,401        | -              | -              | -              |
| <b>Debentures Subtotal</b>          | <b>275,445</b> | <b>296,650</b> | <b>116,762</b> | <b>415,976</b> | <b>611,316</b> | <b>11,857</b>  | <b>252,129</b> | <b>11,857</b>  |
| BNDES - PAC2                        | 47,041         | 61,484         | 61,484         | 51,017         | 29,866         | 25,249         | 3,738          | -              |
| BNDES - AVANÇAR                     | 2,144          | 3,568          | 4,624          | 4,687          | 4,687          | 4,687          | 4,687          | 4,687          |
| Banco do Brasil - PSI               | 1,202          | 242            | -              | -              | -              | -              | -              | -              |
| Banco Itaú - PSI                    | 2,070          | 1,460          | 95             | -              | -              | -              | -              | -              |
| Caixa Econômica Federal             | 73,700         | 96,992         | 103,013        | 111,425        | 118,545        | 124,716        | 125,172        | 121,473        |
| KfW Bank                            | 15,293         | -              | -              | -              | -              | -              | -              | -              |
| <b>Loans and Financing Subtotal</b> | <b>141,450</b> | <b>163,746</b> | <b>169,216</b> | <b>167,129</b> | <b>153,098</b> | <b>154,652</b> | <b>133,597</b> | <b>126,160</b> |
| Lease - Coastal                     | 12,109         | 12,862         | 14,203         | 15,700         | 17,374         | 19,247         | 21,343         | 23,692         |
| Lease - Right of Use                | 72,300         | 49,387         | 39,358         | 10,811         | 3,698          | 53             | -              | -              |
| <b>Leases Subtotal</b>              | <b>84,409</b>  | <b>62,249</b>  | <b>53,561</b>  | <b>26,511</b>  | <b>21,072</b>  | <b>19,300</b>  | <b>21,343</b>  | <b>23,692</b>  |
| <b>Total</b>                        | <b>501,304</b> | <b>522,645</b> | <b>339,539</b> | <b>609,616</b> | <b>785,486</b> | <b>185,809</b> | <b>407,069</b> | <b>161,709</b> |

| Description                         | 2031           | 2032           | 2033           | 2034           | 2035           | 2036           | 2037 to 2046   | Total            |
|-------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|------------------|
| Debentures 2nd Issuance             | -              | -              | -              | -              | -              | -              | -              | 92,670           |
| Debentures 4th Issuance             | -              | -              | -              | -              | -              | -              | -              | 176,202          |
| Debentures 7th Issuance             | 11,857         | 11,857         | 11,857         | 11,857         | 11,857         | 11,857         | 22,721         | 186,795          |
| Debentures 8th Issuance             | -              | -              | -              | -              | -              | -              | -              | 161,049          |
| Debentures 9th Issuance             | -              | -              | -              | -              | -              | -              | -              | 364,801          |
| Debentures 10th Issuance            | -              | -              | -              | -              | -              | -              | -              | 427,428          |
| Debentures 11th Issuance            | 186,330        | -              | -              | -              | -              | -              | -              | 555,600          |
| Debentures 12th Issuance            | -              | 317,055        | -              | -              | -              | -              | -              | 624,695          |
| <b>Debentures Subtotal</b>          | <b>198,187</b> | <b>328,912</b> | <b>11,857</b>  | <b>11,857</b>  | <b>11,857</b>  | <b>11,857</b>  | <b>22,721</b>  | <b>2,589,240</b> |
| BNDES - PAC2                        | -              | -              | -              | -              | -              | -              | -              | 279,879          |
| BNDES - AVANÇAR                     | 4,687          | 4,687          | 4,687          | 4,687          | 4,687          | 4,687          | 18,390         | 80,283           |
| Banco do Brasil - PSI               | -              | -              | -              | -              | -              | -              | -              | 1,444            |
| Banco Itaú - PSI                    | -              | -              | -              | -              | -              | -              | -              | 3,625            |
| Caixa Econômica Federal             | 115,223        | 86,036         | 85,083         | 78,430         | 81,587         | 84,820         | 312,827        | 1,719,042        |
| KfW Bank                            | -              | -              | -              | -              | -              | -              | -              | 15,293           |
| <b>Loans and Financing Subtotal</b> | <b>119,910</b> | <b>90,723</b>  | <b>89,770</b>  | <b>83,117</b>  | <b>86,274</b>  | <b>89,507</b>  | <b>331,217</b> | <b>2,099,566</b> |
| Lease - Coastal                     | 26,326         | 29,280         | 32,596         | 36,322         | 37,435         | 15,917         | -              | 314,406          |
| Lease - Right of Use                | -              | -              | -              | -              | -              | -              | -              | 175,607          |
| <b>Leases Subtotal</b>              | <b>26,326</b>  | <b>29,280</b>  | <b>32,596</b>  | <b>36,322</b>  | <b>37,435</b>  | <b>15,917</b>  | <b>-</b>       | <b>490,013</b>   |
| <b>Total</b>                        | <b>344,423</b> | <b>448,915</b> | <b>134,223</b> | <b>131,296</b> | <b>135,566</b> | <b>117,281</b> | <b>353,938</b> | <b>5,178,819</b> |



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### d) Changes in loans, financing, debentures, and leases were as follows:

| Description                                    | 03/31/2023     |                  | 03/31/2022     |                  |
|--|----------------|------------------|----------------|------------------|
|  | Current        | Noncurrent       | Current        | Noncurrent       |
| <b>Balances at the Beginning of the Period</b> | <b>575,651</b> | <b>4,507,593</b> | <b>407,680</b> | <b>3,712,885</b> |
| Releases                                       | -              | 132,001          | -              | 670,165          |
| Interest and Fines on Financing                | 97,942         | -                | 78,951         | -                |
| Monetary Variation on Financing                | -              | 41,246           | -              | 31,071           |
| Transfers                                      | 80,140         | (80,140)         | 56,038         | (56,038)         |
| Amortization                                   | (190,595)      | -                | (177,009)      | -                |
| Costs of Funds Raised with Third Parties       | 601            | 1,157            | (737)          | (9,143)          |
| Exchange Rate Variation                        | (130)          | -                | (2,142)        | -                |
| Interest and Monetary Variation on Leases      | 10,591         | -                | 8,548          | -                |
| Leases   | 2,762          | -                | 16,467         | -                |
| <b>Balances at the End of the Period</b>       | <b>576,962</b> | <b>4,601,857</b> | <b>387,796</b> | <b>4,348,940</b> |

### e) The main events in the period were as follows:

During the 1st quarter of 2023, the Company obtained and amortized funds from third parties, as stated below:

| Index                    | Releases       | Amortization     |
|--------------------------|----------------|------------------|
| Debentures 2nd issuance  | -              | (8,111)          |
| Debentures 4th issuance  | -              | (13,394)         |
| Debentures 7th issuance  | 17,306         | (6,704)          |
| Debentures 10th issuance | -              | (9,733)          |
| Debentures 11th issuance | -              | (18,698)         |
| Debentures 12th issuance | -              | (30,888)         |
| BNDES                    | -              | (648)            |
| BNDES - PAC2             | -              | (20,722)         |
| BNDES - AVANÇAR          | -              | (813)            |
| Banco do Brasil - PSI    | -              | (864)            |
| Banco Itaú - PSI         | -              | (940)            |
| Caixa Econômica Federal  | 114,695        | (55,889)         |
| <b>Subtotal</b>          | <b>132,001</b> | <b>(167,404)</b> |
| Leases (1)               | 2,762          | (23,191)         |
| <b>Total</b>             | <b>134,763</b> | <b>(190,595)</b> |

(1) Releases represent right of use (no impact on cash and cash equivalents).

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### f) Restrictive Contractual Clauses – Covenants *(Information unaudited and not reviewed by independent auditors)*

Covenants and restrictive clauses linked to the loans, financing and debentures are shown below:

#### (i) Covenants in BNDES contracts and in 2nd, 4th and 7th Issuance of Debentures

| Index                      | Limit                       | Range                                     |
|----------------------------|-----------------------------|---|
| EBITDA / Debt Service      | Equal to or higher than 1.5 | Less than 1.5 and equal to or higher than |
| Net Bank Debt/ EBITDA      | Equal to or under than 3.0  | Equal to or under 3.8 and higher than 3.0 |
| Other Onerous Debt/ EBITDA | Equal to or under than 1.0  | Equal to or under 1.3 and higher than 1.0 |

#### (ii) Covenants of contracts of the 8th, 9th, 10th, 11th and 12th Issuance of Debentures

| Index                                   | Limit                       |
|---|-----------------------------|
| Adjusted EBITDA /Net Financial Expenses | Equal to or higher than 1.5 |
| Net Bank Debt / adjusted EBITDA         | Equal to or under than 3.0  |

#### (iii) Covenants of contracts with Caixa Econômica Federal

| Index                                   | Limit                       |
|---|-----------------------------|
| Adjusted EBITDA /Net Financial Expenses | Equal to or higher than 1.5 |
| Net Bank Debt / adjusted EBITDA         | Equal to or under 3.0       |
| Other Onerous Debt/Adjusted EBITDA      | Equal to or under 1.0       |

#### (iv) Covenants of contracts with KfW Bank

| Index                                | Limit                       |
|--------------------------------------|-----------------------------|
| EBITDA / Debt service                | Equal to or higher than 1.5 |
| Net Bank Debt / Adjusted EBITDA      | Equal to or under than 3.0  |
| Other Onerous Debt / Adjusted EBITDA | Equal to or under 1.0       |
| Levels of debt                       | Equal to or under 60        |

For BNDES financings contracts, including the new contract called “AVANÇAR” and the 2nd, 4th and 7th Issuance of Debentures, the Company shall maintain throughout the term of the financing agreements the limit ratios, calculated on a quarterly basis and related to cumulative values for the past 12 (twelve) months.

In case one or more of the Company covenants should exhibit for a minimum of two (02) quarters, consecutive or not, within 12 months, ratios within the range mentioned above, the monthly amount for the installment of the transferred rights granted in escrow in the terms of the clause “Fiduciary Assignment of Rights” for each of the contracts will be automatically increased by 20% (twenty percent).

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For contracts in item (ii), of the 8th, 9th, 10th, 11th, and 12th issuances of simple debentures, not convertible into shares, considering that it does not confer any special or general privilege to the holders, the Company must maintain the ratios mentioned above throughout the period and until the final maturity.

About the contracts of item (iii) of Caixa Econômica Federal, related to the 3rd phase of Normative Instruction 14, in accordance with Clause Sixteen of said contracts, and of Normative Instructions 22 and 29, in accordance with Clause Thirty-Two of referred to contracts, the Company shall maintain during the entire term and until the final maturity the indexes stated above.

Regarding the KfW Bank agreement, pursuant to paragraph 11.11 of the loan agreement, the Borrower undertakes to comply at all times with the stipulated financial ratios above.

As of March 31, 2023, the Company complies with the restrictive clauses stipulated when issuing debentures, financing from BNDES, Caixa Econômica Federal and KfW Bank.

## 15. TAXES AND CONTRIBUTIONS

The composition is as follows:

| Description                                | 03/31/2023     | 12/31/2022     |
|--|----------------|----------------|
| Income Tax Payable                         | 51,860         | -              |
| Social Contribution Payable                | 20,045         | -              |
| COFINS (tax on sales) Payable              | 30,019         | 34,025         |
| PASEP (tax on sales) Payable               | 6,456          | 7,354          |
| Taxes and Contributions Withheld at Source | 13,783         | 61,388         |
| <b>Total taxes and contributions</b>       | <b>122,163</b> | <b>102,767</b> |
| <b>Current</b>                             | <b>122,163</b> | <b>102,767</b> |

## 16. INCOME TAX AND SOCIAL CONTRIBUTION

### a) Reconciliation of Income Tax and Social Contribution Expenses Recorded in the Statements of Income

| Descrição   | 03/31/2023       |                     | 03/31/2022       |                     |
|---|------------------|---------------------|------------------|---------------------|
|   | Income Tax       | Social Contribution | Income Tax       | Social Contribution |
| Income Before Income Tax and Social Contribution    | 477,062          | 477,062             | 435,010          | 435,010             |
| Income Tax and Social Contribution - Current Rate   | (119,266)        | (42,936)            | (108,753)        | (39,151)            |
| Worker's Meal Program - PAT (1)                     | 5,783            | -                   | 4,780            | -                   |
| Corporate Citizen Incentive (2)                     | 185              | -                   | 131              | -                   |
| Equity in Earnings (Losses) of Controlled Companies | (104)            | (38)                | (188)            | (67)                |
| Other   | (800)            | (312)               | 147              | 35                  |
| <b>Total of Expenses</b>                            | <b>(114,202)</b> | <b>(43,286)</b>     | <b>(103,883)</b> | <b>(39,183)</b>     |
| <b>Total of Income Tax and Social Contribution</b>  | <b>(157,488)</b> |                     | <b>(143,066)</b> |                     |
| <b>Effective Rate</b>                               | <b>33.0%</b>     |                     | <b>32.9%</b>     |                     |

(1) According to Law no. 6,321, of 04/14/1976;

(2) According to Decree 7,052, of December 23, 2009, regulating Law no. 11,770, of 09/09/2008.

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### b) Current and deferred income and social contribution taxes

The breakdown in profit or loss for the period presents the following values:

| Description                                 | 03/31/2023       | 03/31/2022       |
|---|------------------|------------------|
| Income Tax                                  | (144,333)        | (119,321)        |
| Social Contribution                         | (54,019)         | (44,627)         |
| Realization of Deferred Income Tax          | 30,131           | 15,438           |
| Realization of Deferred Social Contribution | 10,733           | 5,444            |
| <b>Total</b>                                | <b>(157,488)</b> | <b>(143,066)</b> |

The tax impacts related to the recognition of actuarial gains and losses in Equity are disclosed in the Statement of Comprehensive Income.

### c) Deferred income and social contribution taxes

The composition of the basis for deferred income tax and social contribution on assets and liabilities for future realization is as follows:

| Description                                    | Estimated realization term | 03/31/2023        |                |                     |                  | 12/31/2022       |
|--|----------------------------|-------------------|----------------|---------------------|------------------|------------------|
|  |                            | Calculation Basis | Income Tax     | Social Contribution | Total            | Total            |
| <b>ASSETS</b>                                  |                            |                   |                |                     |                  |                  |
| NPV on Contractual Financial Assets            | 30 years                   | 1,118,448         | 279,612        | 100,660             | 380,272          | 369,598          |
| Recoverable Value of Assets (Impairment)       | 17 years                   | 10,420            | 2,605          | 938                 | 3,543            | 3,614            |
| Health and Pension Plans                       | 15 years                   | 1,022,486         | 255,622        | 92,023              | 347,645          | 343,759          |
| Lease - Coastal (Asset)                        | 14 years                   | 314,406           | 78,601         | 28,297              | 106,898          | 107,852          |
| Impairment                                     | 10 years                   | 4,163             | 1,040          | 375                 | 1,415            | 1,416            |
| Civil, Labor, Tax and Environmental Provisions | 5 years                    | 752,440           | 188,110        | 67,720              | 255,830          | 234,260          |
| Lease - Right of Use (Asset)                   | 5 years                    | 175,607           | 43,902         | 15,804              | 59,706           | 62,098           |
| NPV of Trade Accounts Receivable               | 5 years                    | 46,518            | 11,629         | 4,187               | 15,816           | 10,900           |
| Impairment on Investments - CS Bionergia       | 5 years                    | 16,238            | 4,060          | 1,461               | 5,521            | 5,663            |
| FVA - Investments Appraised at Fair Value      | 5 years                    | 668               | 167            | 60                  | 227              | 181              |
| Provision for Losses on Credit Realization     | 3 years                    | 51,419            | 12,855         | 4,627               | 17,482           | 17,329           |
| Allowance for Doubtful Accounts - CPC 48       | 3 years                    | 19,337            | 4,834          | 1,741               | 6,575            | 8,388            |
| Net Realizable Value of Inventories            | 2 years                    | 258               | 65             | 23                  | 88               | 88               |
| PAI - Encouraged Retirement Program            | 2 years                    | 165               | 41             | 15                  | 56               | 53               |
| Provision for PPR                              | 1 year                     | 112,540           | 28,135         | 10,129              | 38,264           | 29,951           |
| <b>Total</b>                                   |                            |                   | <b>911,278</b> | <b>328,060</b>      | <b>1,239,338</b> | <b>1,195,150</b> |
| <b>LIABILITIES</b>                             |                            |                   |                |                     |                  |                  |
| NPV on Contractual Financial Assets            | 30 years                   | 1,015,884         | 253,971        | 91,430              | 345,401          | 336,045          |
| Revaluation Surplus                            | 25 years                   | 80,856            | 20,214         | 7,277               | 27,491           | 28,038           |
| Deferred IRPJ on Construction and Improvements | 20 years                   | 104,045           | 26,011         | -                   | 26,011           | 26,327           |
| Donations from Public Agencies                 | 20 years                   | 11,606            | 2,902          | 1,044               | 3,946            | 3,946            |
| Lease - Coastal (Liabilities)                  | 14 years                   | 176,210           | 44,052         | 15,859              | 59,911           | 60,271           |
| Atribution of Deemed Cost to Fixed Assets      | 12 years                   | 6,524             | 1,631          | 587                 | 2,218            | 2,225            |
| Lease - Right of Use (Liabilities)             | 5 years                    | 137,124           | 34,281         | 12,341              | 46,622           | 51,424           |
| <b>Total</b>                                   |                            |                   | <b>383,062</b> | <b>128,538</b>      | <b>511,600</b>   | <b>508,276</b>   |
| <b>Total amount, net</b>                       |                            |                   | <b>528,216</b> | <b>199,522</b>      | <b>727,738</b>   | <b>686,874</b>   |

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### d) Estimated Future Realization of Deferred Income Tax and Social Contribution

The estimated future realization of deferred tax assets and deferred tax liabilities as of March 31, 2023, is as follows:

| Realization period | Deferred Tax Assets |                     |                  | Deferred Tax Liabilities |                     |                |
|--------------------|---------------------|---------------------|------------------|--------------------------|---------------------|----------------|
|                    | Income Tax          | Social Contribution | Total            | Income Tax               | Social Contribution | Total          |
| 2023               | 83,407              | 30,026              | 113,433          | 15,708                   | 5,299               | 21,007         |
| 2024               | 87,997              | 31,679              | 119,676          | 20,944                   | 7,065               | 28,009         |
| 2025               | 99,496              | 35,819              | 135,315          | 20,943                   | 7,065               | 28,008         |
| 2026               | 81,807              | 29,451              | 111,258          | 20,943                   | 7,065               | 28,008         |
| 2027               | 94,201              | 33,912              | 128,113          | 22,657                   | 7,683               | 30,340         |
| 2028 to 2030       | 96,701              | 34,813              | 131,514          | 42,261                   | 13,792              | 56,053         |
| 2031 to 2033       | 97,743              | 35,187              | 132,930          | 42,261                   | 13,792              | 56,053         |
| 2034 to 2036       | 96,701              | 34,813              | 131,514          | 41,984                   | 13,692              | 55,676         |
| 2037 to 2039       | 49,730              | 17,902              | 67,632           | 32,234                   | 10,181              | 42,415         |
| 2040 to 2042       | 27,961              | 10,066              | 38,027           | 32,270                   | 10,195              | 42,465         |
| 2043 to 2045       | 27,961              | 10,066              | 38,027           | 27,847                   | 10,025              | 37,872         |
| 2046 to 2048       | 27,961              | 10,066              | 38,027           | 27,031                   | 9,731               | 36,762         |
| 2049 to 2051       | 27,961              | 10,066              | 38,027           | 25,397                   | 9,143               | 34,540         |
| 2052 to 2054       | 11,651              | 4,194               | 15,845           | 10,582                   | 3,810               | 14,392         |
| <b>Total</b>       | <b>911,278</b>      | <b>328,060</b>      | <b>1,239,338</b> | <b>383,062</b>           | <b>128,538</b>      | <b>511,600</b> |

## 17. UNEARNED REVENUE

The Company signed the assignment agreement for the exploration of financial services with Caixa Econômica Federal for 60 (sixty) months, effective as of March 2022, in the amount of R\$17,800. The revenue corresponding to this agreement is recognized monthly, for the term of the agreement following the accrual basis. The amount recognized in income during the 1st quarter of 2023 was R\$890 (R\$997 in the same period of 2022). The balance on March 31, 2023, is R\$13,943 (R\$14,833 on 12/31/2022), of which R\$3,560 (R\$3,560 on 12/31/2022) is recorded in current liabilities and R\$10,383 in noncurrent liabilities (R\$ 11,273 on 12/31/2022).

## 18. PROVISIONS, CONTINGENT LIABILITIES, CONTINGENT ASSETS AND COURT DEPOSITS

### a) Provisions

The Company records provisions for civil, labor, tax and environmental claims classified as probable losses, which presented the following changes:

| Nature                     | 12/31/2022     | Additions     | Reversals      | Payments        | 03/31/2023     |
|----------------------------|----------------|---------------|----------------|-----------------|----------------|
| Labor Claims (i)           | 399,669        | 73,586        | (407)          | (18,755)        | 454,093        |
| Civil Claims (ii)          | 263,351        | 1,412         | (706)          | (2,003)         | 262,054        |
| Environmental Claims (iii) | 15,406         | 14,059        | (32)           | (3,728)         | 25,705         |
| Tax Claims (iv)            | 10,574         | 14            | -              | -               | 10,588         |
| Ductos Operation (v)       | -              | -             | -              | -               | -              |
| <b>Total</b>               | <b>689,000</b> | <b>89,071</b> | <b>(1,145)</b> | <b>(24,486)</b> | <b>752,440</b> |

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### Main events during the period:

Complement of labor provisions in the amount of R\$11,935, referring to a lawsuit filed by the Union of Engineers of the State of Paraná - SENGE, related to salary differences in the Position, Career, and Remuneration Plan; R\$43,840 referring to labor lawsuits whose object is due to the reintegration of retirees and salary parity; and R\$17,811 referring to the restatement of amounts provisioned for labor claims due to court decisions and new claims filed in the period. On the other hand, there was a reduction in labor provisions (Reversals and Payments) in the amount of R\$19,162, due to the shelving and definitive write-off of legal claims.

Provisioning as a probable loss of lawsuits of an environmental nature related to notices of infraction by the Brazilian Institute of the Environment and Renewable Natural Resources – IBAMA and the Instituto Água e Terra do Paraná – IAT in the amount of R\$ 12,091.

### b) Contingent liabilities

The Company, based on the nature of the lawsuits in which it is involved, and supported by the opinion of its legal advisors, discloses its contingent liabilities for which it has an expectation of possible loss. For these actions, no provisions were made for possible losses, as established by CPC 25 – Provisions, Contingent Liabilities, and Contingent Assets issued by the Accounting Pronouncements Committee.

The position of contingent liabilities with an expected possible loss for labor, civil, environmental, and tax claims is as follows:

| Nature                     | Contingent liabilities |                |
|----------------------------|------------------------|----------------|
|                            | 03/31/2023             | 12/31/2022     |
| Labor claims (i)           | 109,313                | 98,239         |
| Civil claims (ii)          | 555,437                | 488,163        |
| Environmental claims (iii) | 123,911                | 134,732        |
| Tax claims (iv)            | 31,882                 | 28,568         |
| <b>Total</b>               | <b>820,543</b>         | <b>749,702</b> |

### c) Nature of Provisions and Contingent Liabilities

#### (i) Labor

Labor claims are mostly related to claims filed by former employees of the company, providers (joint responsibility) and syndicates, who vindicate salary differences and labor charges. The main suits involving the Company are concerning: i) job position plans and wages; ii) functional reintegration; iii) wage equalization; and iv) meal ticket integration.

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### **(ii) Civil**

Civil proceedings are related to requests for compensation of customers and suppliers, and third-party damages. The main suits involving the Company are in relation to: i) reimbursement of costs incurred for the replacement of materials; ii) mass actions due to lack of water; and iii) other proceedings resulting from indemnification related to the suspension of the contract, traffic accidents, property damage, loss of profits, among others.

### **(iii) Environmental**

The Company has several environmental actions, related to infraction notices issued by Municipal, State and Federal environmental agencies, motivated by different non-conformities, presented primarily in the sewage process, as specified below: i) Leakage and overflow of collection networks; ii) Deficiencies in environmental licensing and grants from Sewage Treatment Plants - ETE; iii) Release of effluents from sewage treatment stations in disagreement with the parameters required by law; and iv) Incorrect destination of the residues (sludge) resulting from the treatment.

Some tax assessment notices are being challenged both at the administrative level, by the respective bodies, and in court.

### **(iv) Tax**

Tax proceedings are mainly related to the collection of IPTU (Urban Property and Land Tax), municipal fees and ISSQN (Tax on Services of Any Nature) due to divergences in the interpretation of the law. The main IPTU claims are related to inquiries from the municipalities of Curitiba, Londrina and Pinhais. Municipal fees concern Paranavaí and the main ISSQN actions relate to questions from the municipalities of Paranavaí, Maringá, Campinha da Lagoa and Pinhais.

### **d) Contingent Assets**

The Company is the author of a declaratory action under No. 1074228-74.2022.4.01.3400 in which the Federal Regional Court of the 1st Region recognized the lack of a legal tax relationship between Sanepar and the Union, as the Company is a beneficiary of tax immunity reciprocity provided for in art. 150, VI, "a", of CRFB/88, in which the success is restricted to the payment of the Corporate Income Tax - IRPJ (repetition of undue debt), covering the period from May 1996 to December 2022. The uncontroversial estimated amount initially recognized by the Union was R\$3,628,754.

The estimated claimed amount may change, and in this sense, the Company has already requested the issuance of a precatory requesting letter for registration in the Union budget. It is safe to say that an estimate of the term for settlement of the writ and effective assessment of the value is unpredictable.



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### e) Court deposits

The Company has made court deposits that will only be recovered in case of a favorable sentence for the Company.

The breakdown is as follows:

| Nature               | Court Deposits |                |
|----------------------|----------------|----------------|
|                      | 03/31/2023     | 12/31/2022     |
| Labor Claims (i)     | 378,116        | 363,510        |
| Civil Claims (ii)    | 115,019        | 111,707        |
| Environmental Claims | 7,500          | 7,488          |
| Tax Claims           | 24,743         | 24,589         |
| <b>Total</b>         | <b>525,378</b> | <b>507,294</b> |

(i) During the first quarter of 2023, 34 new court deposits and updating of labor lawsuits filed by the Paraná State Engineers Union – SENGE, referring to salary differences of the Positions, Career, and Remuneration Plan in the amount of R\$11,077 were recorded.

(ii) During the first quarter of 2023, 208 new court deposits were recorded, mainly referring to material damages and improper collection of fees.

### f) Decision of the Federal Supreme Court (STF) on res judicata in tax matters

On February 8, 2023, the Federal Supreme Court (STF) ruled on Subject 881 – Extraordinary Appeal No. 949,297 and 885 – Extraordinary Appeal No. 955,227.

The Plenary of the Federal Supreme Court unanimously concluded that judicial decisions taken definitively “res judicata” in favor of taxpayers lose their effects if, afterward, the Supreme Court has a different understanding of the subject. That is, if years ago a company obtained authorization from the Court to stop paying any tax, this permission will expire if, and when, the STF decides otherwise.

Management evaluated with its internal legal advisors the possible impacts of this STF decision and concluded that the decision, based on management's assessment supported by its legal advisors, and in line with CPC25/IAS37 Provisions, Contingent Liabilities and Contingent Assets and the CPC24/IAS10 Subsequent Events, does not result in impacts on its financial statements as of March 31, 2023.

## 19. PENSION PLAN AND MEDICAL INSURANCE

Sanepar is a sponsor of Fundação Sanepar de Previdência e Assistência Social – FUSAN, a non-profit legal entity, with the main purpose of managing the retirement plan that aims to supplement the social security benefits to the Company's employees.



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The retirement plan managed by FUSAN has the following main characteristics: defined contribution during the working phase and defined benefit with lifetime income for retirees, pensioners, and for risk benefits (disability pension, death pension, sickness, and accident allowance). This year, the Sponsor transferred the financial amount of R\$9,159 (R\$8,135 in the same period of 2022) as a contribution to FUSAN.

The technical reserves to comply with the rules established by Previc – National Superintendence of Complementary Pensions are determined by the actuary responsible for the pension plan.

The Company is also a sponsor of the Sanepar Social Assistance Foundation, a non-profit entity whose main activity is the management of the health plan for active and retired Sanepar employees, called SaneSaúde.

SaneSaúde is a self-management collective medical and dental care plan, funded through prepayment, with contributions made on average 62.9% by the sponsor and 37.1% by active and retired beneficiaries, through monthly defined contributions in the plan's regulation, which is determined annually, based on actuarial calculations, which consider the age groups of each beneficiary, and the existence of moderating factors for the use of the services offered.

As a contribution to this Foundation, the Company financially transferred, in this quarter, the amount of R\$22,207 (R\$20,481 in the same period of 2022).

Additionally, to comply with the provisions contained in CPC 33 (R1) - Employee Benefits, approved by CVM Deliberation No. 110/22, the company Data A Soluções em Serviços Atuariais, Econômicos e Previdenciários Ltda., which issued detailed reports, supporting the information included, on that base date.

The actuarial position of liabilities related to the retirement plan and health care plan as of March 31, 2023, and December 31, 2022, is shown below:

| Description  | Retirement plan | Health Insurance Plan | 03/31/2023       | 12/31/2022       |
|--------------|-----------------|-----------------------|------------------|------------------|
| Current      | 18,682          | 49,484                | 68,166           | 67,404           |
| Noncurrent   | 261,549         | 692,771               | 954,320          | 943,652          |
| <b>Total</b> | <b>280,231</b>  | <b>742,255</b>        | <b>1,022,486</b> | <b>1,011,056</b> |

Below we present the projection of expenses for the year 2023:

| Description                                 | Retirement plan | Health insurance plan | 2023          |
|---|-----------------|-----------------------|---------------|
| Current Service Cost                        | 5,613           | 4,836                 | 10,449        |
| Cost of Interests                           | 126,775         | 72,459                | 199,234       |
| Expected Gains of Plan Assets               | (99,922)        | -                     | (99,922)      |
| Contributions from the Sponsor/Participants | (26,423)        | (37,617)              | (64,040)      |
| <b>Total</b>                                | <b>6,043</b>    | <b>39,678</b>         | <b>45,721</b> |

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The amount of R\$45,721 was actuarially estimated as the expected variation of the plans for the year 2023, which is being monthly recorded by the Company, having been appropriated up to the 1st quarter of 2023 the amount of R\$11,430 (R\$20,169 in the same period of 2022). At the end of 2023, a new actuarial review will be carried out to determine the necessary accounting adjustments in the plans. In the event of abnormal variations in the rules of the retirement and medical care plan during the year, or even in its participant base, the Company may carry out interim actuarial reviews, which have not occurred so far.

## 20. RELATED-PARTY TRANSACTIONS

### a) Balances and Related Parties Transactions

Transactions arising from operations in a regulated environment are billed under the criteria and definitions established by regulatory agents and other transactions are recorded following market prices.

We present below the balances and transactions with Related Parties:

| Description  | Asstes        |               | Liabilities    |                | Income       |              | Cost / Expenses |               |
|--|---------------|---------------|----------------|----------------|--------------|--------------|-----------------|---------------|
|  | 03/31/2023    | 12/31/2022    | 03/31/2023     | 12/31/2022     | 03/31/2023   | 12/31/2022   | 03/31/2023      | 12/31/2022    |
| <b>State of Paraná</b>                                 |               |               |                |                |              |              |                 |               |
| Interest on Equity                                     | -             | -             | 81,228         | 81,228         | -            | -            | -               | -             |
| <b>Municipalities</b>                                  |               |               |                |                |              |              |                 |               |
| Solid Waste Services                                   | -             | -             | -              | -              | 3,253        | 3,061        | -               | -             |
| Trade Accounts Receivable                              | 57,527        | 30,251        | -              | -              | -            | -            | -               | -             |
| Municipal Sanitation and Environmental Management Fund | -             | -             | 25,463         | 27,636         | -            | -            | 26,675          | 18,709        |
| <b>CS Bioenergia S.A.</b>                              |               |               |                |                |              |              |                 |               |
| Sew age Effluent Treatment                             | 1,485         | 1,285         | -              | -              | 78           | 45           | -               | -             |
| Property Rental  | 617           | 472           | -              | -              | 96           | 90           | -               | -             |
| Reimbursable Electricity Expenses                      | 46            | 46            | -              | -              | -            | -            | 138             | 179           |
| Sludge Removal - ETE Belém                             | -             | -             | -              | -              | -            | -            | 2,770           | 3,574         |
| Electric Power Plant Rental                            | -             | -             | -              | -              | -            | -            | 929             | 463           |
| <b>Sanepar Foundations</b>                             |               |               |                |                |              |              |                 |               |
| Property Rental  | -             | -             | -              | -              | -            | 145          | -               | -             |
| Employer Contributions                                 | -             | -             | -              | -              | -            | -            | 31,366          | 28,615        |
| <b>Copel (Controlled by State of Paraná)</b>           |               |               |                |                |              |              |                 |               |
| Water withdrawal from Plant Reservoirs                 | -             | -             | -              | -              | -            | -            | -               | 234           |
| <b>Tecpar</b>  |               |               |                |                |              |              |                 |               |
| ISO and Water Safety Plan                              | -             | -             | -              | -              | -            | -            | -               | 238           |
| <b>Celepar</b>   |               |               |                |                |              |              |                 |               |
| e-Protocol System, among others                        | -             | -             | 13             | 9              | -            | -            | 61              | 34            |
| Stock Investment                                       | 5             | 3             | -              | -              | -            | -            | -               | -             |
| Interest Receivable                                    | 8             | 8             | -              | -              | -            | -            | -               | -             |
| <b>Simepar</b>   |               |               |                |                |              |              |                 |               |
| Water security plan and others                         | -             | -             | -              | -              | -            | -            | 769             | 775           |
| <b>Total</b>   | <b>59,688</b> | <b>32,065</b> | <b>106,704</b> | <b>108,873</b> | <b>3,427</b> | <b>3,341</b> | <b>62,708</b>   | <b>52,821</b> |

# Companhia de Saneamento do Paraná – SANEPAR

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### b) Management compensation

The overall annual management compensation for the year 2023 was approved by the 59th/2023 Annual General Meeting (AGO) of April 28, 2023, in the global amount of R\$15,677. For the year 2022, the approval was given by the 58th/2022 Ordinary General Meeting (AGO) held on April 28, 2022, in the amount of R\$15,054.

We present below the payments made to management:

| Description              | 03/31/2023   | 03/31/2022   |
|--------------------------|--------------|--------------|
| Remuneration             | 2,296        | 2,517        |
| Charges and Benefits     | 783          | 865          |
| Social Charges           | 732          | 804          |
| Health Plan (Sanesaúde)  | 22           | 22           |
| Pension Plan (Fusanprev) | 29           | 30           |
| Complementary Programmes | -            | 9            |
| <b>Total</b>             | <b>3,079</b> | <b>3,382</b> |

### 21. OTHER ACCOUNTS PAYABLE

The composition is as follows:

| Description  | 03/31/2023     | 12/31/2022     |
|--|----------------|----------------|
| Contracts and Agreements with Third Parties            | 38,664         | 24,473         |
| Agreements with Municipal Administrations              | 23,085         | 21,810         |
| Collaterals and Reimbursable Amounts                   | 18,120         | 16,449         |
| Installment Payment IBAMA – PRD (1)                    | 1,474          | 1,600          |
| IAT Installment (2)                                    | 1,071          | -              |
| IBAMA TCCM (3)   | 87,631         | 87,631         |
| Municipal Sanitation and Environmental Management Fund | 25,463         | 27,636         |
| Other Accounts Payable                                 | 170            | 425            |
| <b>Total</b>   | <b>195,678</b> | <b>180,024</b> |
| <b>Current</b>   | <b>107,877</b> | <b>91,968</b>  |
| <b>Noncurrent</b>                                      | <b>87,801</b>  | <b>88,056</b>  |

(1) Amount of R\$1,474 that refers to installment payments of several environmental assessment notices from the Brazilian Institute of Environment and Renewable Natural Resources – IBAMA.

(2) Balance of R\$1,071 referring to the installments of several Notices of Environmental Infractions with Instituto Água e Terra - IAT.

(3) 2 (two) Terms of Commitment for Conversion of Fines - TCCM, in the direct modality, which consolidated the debt amount of 5 (five) Notices of Environmental Infractions - AIA, drawn up by the Brazilian Institute of the Environment and Renewable Resources - IBAMA in the year of 2012, in the amount of R\$ 87,631, to be invested directly by the Company over 120 (one hundred and twenty) months in Environmental Actions related to the execution of an environmental project called "Requalification of pit complexes for environmental improvement of the Iguaçu River and areas wet surroundings".

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## 22. EQUITY

### a) Capital stock

Capital stock, fully paid-in, is composed by 1,511,205,519 shares, with no par value, being 503,735,259 common shares and 1,007,470,260 preferred shares. In addition to the common and preferred shares, the Company started to negotiate Share Deposit Certificates ("Units"), being each "Unit" formed by 1 (one) common share and 4 (four) preferred shares.

Preferential shares are not entitled to vote, but they have assured: (i) equally participate with ordinary shares in the distribution of shares or any other bonds or benefits, including incorporation of reserves to capital stock; (ii) priority treatment in the reimbursement of capital in case of the Company's liquidation; and (iii) the right to receive compensation, of at least 10% higher than the amount attributed to each ordinary share.

The equity value of each share on March 31, 2023, already considering the provision for additional dividends proposed by Management, is R\$6.03 (R\$5.81 on December 31, 2022).

Subscribed and paid-in capital stock as of March 31, 2023, is R\$4,000,000, which net of share issue cost amounts to R\$3,996,137, with shareholding structure as follows:

| Shareholders              | Number of shares   |              |                      |              |                      |              |
|---------------------------|--------------------|--------------|----------------------|--------------|----------------------|--------------|
|                           | Common             | %            | Preferred            | %            | Total                | %            |
| State of Paraná           | 302,653,775        | 60.1         | 3                    | -            | 302,653,778          | 20.0         |
| Municipal Administrations | -                  | -            | 5,561,963            | 0.6          | 5,561,963            | 0.4          |
| Foreign Investors         | 50,455,704         | 10.0         | 260,532,896          | 25.9         | 310,988,600          | 20.6         |
| Other Investors           | 150,625,780        | 29.9         | 741,375,398          | 73.5         | 892,001,178          | 59.0         |
| <b>Total</b>              | <b>503,735,259</b> | <b>100.0</b> | <b>1,007,470,260</b> | <b>100.0</b> | <b>1,511,205,519</b> | <b>100.0</b> |

### b) Income Reserve

#### b.1) Legal Reserve

Constituted in accordance with the Brazilian Corporation Law and the Bylaws, based on 5% of the net income for each year, less the amount destined to constitute the Reserve for Tax incentives, until reaching the limit of 20% of paid-in capital. The legal reserve can only be used to increase capital or absorb accumulated losses. Also in accordance with the Brazilian Corporation Law, Management respects the capital limit for setting up profit reserves.

#### b.2) Tax Incentive Reserve

Constituted in accordance with article 195-A of the Brazilian Corporation Law referring to the portion of net income arising from donations and government subsidies.

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### b.3) Reserve for Investment Plan

The investment plan reserve corresponds to remaining profit, after constituting the legal reserve, the fiscal incentives reserve, and the distribution of interest on shareholders' equity and dividends. The limit for constituting this reserve is the value of the paid-in shareholders capital. The funds allocated to the investment plan reserve will be invested in construction projects and expansion of water supply systems, collection and treatment of sewage, as established in the Company's investment plans.

### b.4) Limits of Income Reserve

Considering that the balance of Income Reserve for the 2022 Fiscal Year, net of Tax Incentive Reserves, amounted to R\$4,504,231, therefore exceeding the value of the Capital Stock, as stated in art. 199 of Law No. 6,404/76, the 123rd Extraordinary General Meeting held on April 28, 2023, approved the capital increase up to the authorized limit of R\$6,000,000.

### c) Revaluation Surplus

It was carried out in the 1st quarter, transferring to Retained Earnings, the amount of R\$1,061 (R\$1,218 in the same period of 2022), net of Income Tax and Social Contribution. The realization of this reserve occurs in the same ratio as of right down and depreciation of assets registered in the fixed and intangible assets line, object of said reevaluation.

The changes in the realization of the Revaluation Surplus were as follows:

| Description                                     | 03/31/2023    | 03/31/2022    |
|---|---------------|---------------|
| <b>Balances at the beginning of the period</b>  | <b>54,426</b> | <b>59,002</b> |
| Realization of the Revaluation Surplus          | (1,608)       | (1,845)       |
| Realization of Taxes on the Revaluation Surplus | 547           | 627           |
| <b>Balances at the end of the period</b>        | <b>53,365</b> | <b>57,784</b> |

### d) Valuation Adjustments to Equity

Constituted in accordance with article 182 of the Brazilian Corporation Law, referring to the equity valuation adjustments, while not computed in the income for the year in accordance with the accrual basis, the counterparts of increases or decreases in amounts attributed to assets and liabilities, as a result of their valuation at fair value.

During this quarter it was transferred to retained earnings, the amount of R\$16 (R\$42 in the same period in 2022), net of income tax and social contribution. The realization of this account occurs in the same proportion of the write-offs and depreciation of property, plant and equipment and intangible assets, to which new values have been assigned.

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The changes in the realization of the Valuation Adjustments were as follows:

| Description  | 03/31/2023   | 03/31/2022   |
|--|--------------|--------------|
| <b>Balances at the beginning of the period</b>         | <b>4,322</b> | <b>4,458</b> |
| Realization of the Adjustments to Deemed Cost          | (24)         | (64)         |
| Realization of Taxes on the Adjustments to Deemed Cost | 8            | 22           |
| <b>Balances at the end of the period</b>               | <b>4,306</b> | <b>4,416</b> |

### e) Other Comprehensive Income

Pursuant to CPC 33 (R1) – Employee Benefits, adjustments to the fair value of actuarial liabilities related to employee benefit plans (Note 19) arising from actuarial gains or losses are recorded directly in Shareholders' Equity. Adjustments are also made referring to the Realizations of the Revaluation Reserve and the Adjustment to the Deemed Cost.

### f) Shareholders' compensation

The Company Bylaws provide for the mandatory distribution of dividends of 25% of the adjusted net income in accordance with the Brazilian Corporate Law. Holders of preferential shares was assigned interest on shareholders' equity (dividend) per share 10% higher than that of holders of common shares.

The tax laws allow companies to proceed, within certain limits, with payments of interest on shareholders' equity to shareholders and to treat said payments as deductible expenses in calculating Income Tax and Social Contribution owed. This distribution, applicable to mandatory dividends payable by the Company, is treated for accounting purposes as a deduction of the shareholders' equity, similar to dividends. On these values is withheld income tax at the rate of 15% and paid by the Company upon the payment of interest.

On April 28, 2023, the 59th Shareholders' Meeting approved the payment of Interest on Equity and Additional Dividends, credited to shareholders in 2022, in the gross amount of R\$432,623, which is expected to be paid on June 27, 2023.

### g) Earnings per share

The amount of remuneration to shareholders, per share, was as follows:

|                    | 2022    | 2021    |
|--------------------|---------|---------|
| Common Shares      | 0.26839 | 0.21314 |
| Preferred Shares   | 0.29522 | 0.23445 |
| Value for 1 "Unit" | 1.44928 | 1.15094 |

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The table below establishes the calculation of the profit per share (in thousands, except amounts per share):

| Basic and Diluted Earnings per Share                        | 03/31/2023    | 03/31/2022    |
|---|---------------|---------------|
| <b>Numerator</b>  |               |               |
| Net income for the year attributed to Company shareholder's |               |               |
| Common shares   | 99,867        | 91,232        |
| Preferred shares  | 219,707       | 200,712       |
| <b>Denominator</b>  |               |               |
| Weighted average of number of common shares                 | 503,735,259   | 503,735,259   |
| Weighted average of number of preferred shares              | 1,007,470,260 | 1,007,470,260 |
| <b>Basic and diluted earnings per share</b>                 |               |               |
| Per ordinary share  | 0.19825       | 0.18111       |
| Per preferred share   | 0.21808       | 0.19222       |

## 23. OPERATING REVENUES

Operating Revenues composition, by nature, is the following:

| Description                             | 01/01/2023 a<br>03/31/2023 | 01/01/2022 a<br>03/31/2022 |
|---|----------------------------|----------------------------|
| <b>Revenue</b>                          |                            |                            |
| Revenues from Water                     | 1,003,090                  | 919,974                    |
| Revenues from Sewage                    | 519,622                    | 546,587                    |
| Revenues from Services                  | 24,138                     | 28,188                     |
| Revenues from Solid Waste               | 3,253                      | 3,061                      |
| Services Provided to Municipalities     | 5,709                      | 5,259                      |
| Donations Made by Clients               | 9,346                      | 7,445                      |
| Other Revenue                           | 1,958                      | 1,452                      |
| <b>Total of Operating Revenues</b>      | <b>1,567,116</b>           | <b>1,511,966</b>           |
| <b>Deductions on Operating Revenues</b> |                            |                            |
| COFINS                                  | (93,104)                   | (86,468)                   |
| PASEP                                   | (20,049)                   | (18,656)                   |
| <b>Total of Deductions</b>              | <b>(113,153)</b>           | <b>(105,124)</b>           |
| <b>Total Operating Revenues, net</b>    | <b>1,453,963</b>           | <b>1,406,842</b>           |

The Company presents the explanatory note of net operating revenue in accordance with CPC 47 – Revenue from Customer Contracts, as stated in item 112A.

The Company incurred revenues and costs with construction contracts linked to the concessions in the amount of R\$19,561 (R\$17,531 for the same period in 2022), during the 1st quarter of 2023, that is, with zero margins. Revenue is presented net of construction costs.



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### 24. COST OF SERVICES RENDERED

The composition of costs, by nature, is the following:

| Description  | 01/01/2023 to 03/31/2023 |                  |                  | 01/01/2022 to 03/31/2022 |                  |                  |
|--|--------------------------|------------------|------------------|--------------------------|------------------|------------------|
|  | Water                    | Sewage           | Total            | Water                    | Sewage           | Total            |
| Personnel  | (81,918)                 | (41,256)         | (123,174)        | (76,194)                 | (34,741)         | (110,935)        |
| Materials  | (39,210)                 | (26,634)         | (65,844)         | (31,552)                 | (19,641)         | (51,193)         |
| Electricity  | (102,089)                | (15,114)         | (117,203)        | (152,727)                | (19,082)         | (171,809)        |
| Third-party Services                                   | (64,794)                 | (53,615)         | (118,409)        | (62,650)                 | (45,441)         | (108,091)        |
| Depreciation and Amortization                          | (46,976)                 | (44,851)         | (91,827)         | (44,746)                 | (41,914)         | (86,660)         |
| Indemnities of Third-Party Damages                     | (1,229)                  | (464)            | (1,693)          | (842)                    | (332)            | (1,174)          |
| Municipal Sanitation and Environmental Management Fund | (14,923)                 | (11,752)         | (26,675)         | (10,273)                 | (8,435)          | (18,708)         |
| Other costs  | (33,370)                 | (10,414)         | (43,784)         | (30,458)                 | (10,806)         | (41,264)         |
| <b>Total</b>   | <b>(384,509)</b>         | <b>(204,100)</b> | <b>(588,609)</b> | <b>(409,442)</b>         | <b>(180,392)</b> | <b>(589,834)</b> |

### 25. SELLING, ADMINISTRATIVE AND OTHER EXPENSES

The composition of these expenses, by nature, is the following:

| Description  | 01/01/2023<br>to<br>03/31/2023 | 01/01/2022<br>to<br>03/31/2022 |
|--|--------------------------------|--------------------------------|
| <b>Selling</b>   |                                |                                |
| Personnel  | (33,879)                       | (29,503)                       |
| Materials  | (1,501)                        | (914)                          |
| Third-Party Services                                     | (30,440)                       | (29,802)                       |
| Depreciation and Amortization                            | (2,221)                        | (1,937)                        |
| Losses in Realization of Credits (1)                     | 45,427                         | (51,161)                       |
| Indemnities of Third-Party Damages                       | (1,165)                        | (29)                           |
| Sanepar Rural program                                    | (1,815)                        | (931)                          |
| Other Expenses   | (371)                          | (579)                          |
| <b>Total of selling expenses</b>                         | <b>(25,965)</b>                | <b>(114,856)</b>               |
| <b>Administratives</b>                                   |                                |                                |
| Personnel  | (160,786)                      | (141,348)                      |
| Materials  | (13,054)                       | (12,200)                       |
| Third-Party Services                                     | (33,320)                       | (37,312)                       |
| Depreciation and Amortization                            | (22,236)                       | (16,783)                       |
| Impairment of Inventories                                | (5)                            | (61)                           |
| Regulatory Fee   | (8,751)                        | (6,975)                        |
| Travel Expenses  | (1,139)                        | (982)                          |
| Social and Environmental Programs                        | (3,828)                        | (3,396)                        |
| Other Expenses   | (8,755)                        | (5,752)                        |
| Transfers to Cost and Selling Expenses (2)               | 37,791                         | 37,014                         |
| Capitalized Expenses (3)                                 | 27,482                         | 29,106                         |
| <b>Total of Administrative Expenses</b>                  | <b>(186,601)</b>               | <b>(158,689)</b>               |
| <b>Other Operating Revenues (Expenses)</b>               |                                |                                |
| <b>Expenses</b>  |                                |                                |
| Eventual Losses  | -                              | 7                              |
| Environmental Fines                                      | (3,921)                        | (9)                            |
| Write-off of Assets                                      | (1,391)                        | (1,129)                        |
| Fair Value Adjustment – Investments                      | (136)                          | 73                             |
| <b>Total of Other Operating Revenues (Expenses), net</b> | <b>(5,448)</b>                 | <b>(1,058)</b>                 |

(1) Reversal of part of the provision balance for credit losses arising from overdue accounts, mainly due to the installment of accounts receivable from private customers, as a result of the Credit Recovery Program for Private Customers (RECLIP).

(2) These amounts are first recorded as administrative expenses and later transferred to costs and selling expenses.

(3) These amounts refer to capitalized administrative expenses, as they relate to projects and works in progress, allocated directly by the Company's Management.



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### 26. PROFIT SHARING PROGRAM

The Company provisioned the amount of R\$24,447 (R\$19,881 in the same period in 2022), related to Profit Sharing, based on goals and performance established for the year 2023, which is recorded in the Salaries and Social Charges account, in current liabilities.

### 27. FINANCIAL INCOME (LOSS)

| Description   | 01/01/2023 to<br>03/31/2023 | 01/01/2022 to<br>03/31/2022 |
|---|-----------------------------|-----------------------------|
| <b>Financial revenues</b>                               |                             |                             |
| Financial Investments (1)                               | 42,702                      | 34,303                      |
| Monetary Variation Gains (1)                            | 29,653                      | 16,201                      |
| Exchange Rate Variations Gains                          | 130                         | 2,142                       |
| Gains on Derivative Financial Instruments               | 12                          | -                           |
| Other Financial Revenues/Reversals                      | (4,139)                     | 6,240                       |
| <b>Total of Financial Revenues</b>                      | <b>68,358</b>               | <b>58,886</b>               |
| <b>Financial Expenses</b>                               |                             |                             |
| Financing, Lease and Debenture Interest and Charges (1) | (98,880)                    | (80,721)                    |
| Monetary Variation Losses (1)                           | (38,991)                    | (30,460)                    |
| Loss on Derivative Financial Instruments                | (586)                       | (2,455)                     |
| Other Financial Expenses                                | (445)                       | (579)                       |
| <b>Total of Financial Expenses</b>                      | <b>(138,902)</b>            | <b>(114,215)</b>            |
| <b>Financial Income (Loss), net</b>                     | <b>(70,544)</b>             | <b>(55,329)</b>             |

(1) Increase in the calculation basis of interest and passive monetary variations, due to the raising of third-party funds, as well as growth in debt monetary restatement indexes, mainly the CDI, offset by the growth in financial income, mainly due to the change in the value of the SELIC rate.

### 28. INFORMATION BY BUSINESS SEGMENT

The Company has two identifiable business segments, which are water treatment and distribution and sanitary sewage collection and treatment. The solid waste collection and treatment process was considered in the sewage segment. Operating profit by segment is represented by revenue, less direct costs, and operating expenses, directly and indirectly, allocable to these segments. Identifiable assets and liabilities by segment are presented separately. Corporate assets and liabilities were not directly attributed to each business segment.

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The Company evaluates the business segment *performance* based on information generated by the accounting records, and miscellaneous expenses are allocated by means of apportionment, as shown in following table:

| Description   | 01/01/2023 to 03/31/2023 |                |                   | 01/01/2022 to 03/31/2022 |                |                   |
|---|--------------------------|----------------|-------------------|--------------------------|----------------|-------------------|
|   | Water                    | Sewage         | Total             | Water                    | Sewage         | Total             |
| Direct Operating Revenue                                  | 966,394                  | 583,709        | <b>1,550,103</b>  | 940,715                  | 557,095        | <b>1,497,810</b>  |
| Other Operating Revenues                                  | 9,555                    | 7,458          | <b>17,013</b>     | 8,037                    | 6,119          | <b>14,156</b>     |
| <b>Total Gross Operating Revenue</b>                      | <b>975,949</b>           | <b>591,167</b> | <b>1,567,116</b>  | <b>948,752</b>           | <b>563,214</b> | <b>1,511,966</b>  |
| Revenue Deductions (PASEP and COFINS)                     | (63,556)                 | (49,597)       | <b>(113,153)</b>  | (59,685)                 | (45,439)       | <b>(105,124)</b>  |
| <b>Net Operating Revenue</b>                              | <b>912,393</b>           | <b>541,570</b> | <b>1,453,963</b>  | <b>889,067</b>           | <b>517,775</b> | <b>1,406,842</b>  |
| Cost  | (384,509)                | (204,100)      | <b>(588,609)</b>  | (409,442)                | (180,392)      | <b>(589,834)</b>  |
| <b>Gross Profit</b>                                       | <b>527,884</b>           | <b>337,470</b> | <b>865,354</b>    | <b>479,625</b>           | <b>337,383</b> | <b>817,008</b>    |
| Selling Expenses  | (14,582)                 | (11,383)       | <b>(25,965)</b>   | (65,207)                 | (49,649)       | <b>(114,856)</b>  |
| Administrative Expenses                                   | (104,796)                | (81,805)       | <b>(186,601)</b>  | (90,093)                 | (68,596)       | <b>(158,689)</b>  |
| Other Operating Revenues (Expenses)                       | (3,060)                  | (2,388)        | <b>(5,448)</b>    | (601)                    | (457)          | <b>(1,058)</b>    |
| Equity in Earnings (Losses) of Controlled Companies       | -                        | (417)          | <b>(417)</b>      | -                        | (751)          | <b>(751)</b>      |
| Financial Income (Loss), net                              | (33,048)                 | (37,496)       | <b>(70,544)</b>   | (26,183)                 | (29,146)       | <b>(55,329)</b>   |
| Profit Sharing Program                                    | (13,730)                 | (10,717)       | <b>(24,447)</b>   | (11,287)                 | (8,594)        | <b>(19,881)</b>   |
| Provisions  | (35,586)                 | (27,854)       | <b>(63,440)</b>   | (6,393)                  | (4,872)        | <b>(11,265)</b>   |
| Pension Plan and Health Insurance                         | (6,419)                  | (5,011)        | <b>(11,430)</b>   | (11,451)                 | (8,718)        | <b>(20,169)</b>   |
| <b>Income Before Taxes and Contributions</b>              | <b>316,663</b>           | <b>160,399</b> | <b>477,062</b>    | <b>268,410</b>           | <b>166,600</b> | <b>435,010</b>    |
| Income Tax and Social Contribution                        | (104,537)                | (52,951)       | <b>(157,488)</b>  | (88,275)                 | (54,791)       | <b>(143,066)</b>  |
| <b>Net Income for the Period</b>                          | <b>212,126</b>           | <b>107,448</b> | <b>319,574</b>    | <b>180,135</b>           | <b>111,809</b> | <b>291,944</b>    |
| Operating Margin - Unaudited/Not Revised                  | 34.7%                    | 29.6%          | <b>32.8%</b>      | 30.2%                    | 32.2%          | <b>30.9%</b>      |
| Net Margin - Unaudited/Not Revised                        | 23.2%                    | 19.8%          | <b>22.0%</b>      | 20.3%                    | 21.6%          | <b>20.8%</b>      |
| Investments in Fixed /Intangible Assets in the Period (1) | 162,446                  | 240,211        | <b>402,657</b>    | 166,799                  | 185,754        | <b>352,553</b>    |
| Equity Interest - CS Bioenergia                           | -                        | 600            | <b>600</b>        | -                        | -              | -                 |
| Indebtedness – Loans, Financing, Debentures and Leases    | 2,339,849                | 2,838,970      | <b>5,178,819</b>  | 2,160,352                | 2,576,384      | <b>4,736,736</b>  |
| Contract Asstes, Fixed Assets and Intangible Assets, net  | 5,527,104                | 6,806,694      | <b>12,333,798</b> | 4,988,161                | 5,971,585      | <b>10,959,746</b> |
| Depreciation and Amortization for the Period              | (60,715)                 | (55,569)       | <b>(116,284)</b>  | (55,375)                 | (50,005)       | <b>(105,380)</b>  |
| Accounts Receivable (Current and Noncurrent) (2)          | 1,363,063                | 549,369        | <b>1,912,432</b>  | 1,032,441                | 507,863        | <b>1,540,304</b>  |
| Total Assets  | 7,684,020                | 9,462,961      | <b>17,146,981</b> | 7,113,550                | 8,515,998      | <b>15,629,548</b> |
| Total Liabilities (Current and Noncurrent)                | 3,632,799                | 4,407,721      | <b>8,040,520</b>  | 3,715,536                | 3,795,726      | <b>7,511,262</b>  |
| Number of Users – Unaudited/Not Review ed (3)             | 3,425,250                | 2,460,701      | -                 | 3,366,868                | 2,393,917      | -                 |
| Volume Thousand m³ Invoiced - Unaudited/Not Review ed (4) | 137,428                  | 107,278        | -                 | 136,983                  | 104,299        | -                 |

(1) The amounts invested in administrative assets were allocated proportionally to the investments of each segment.

(2) Presented by the gross value.

(3) The users included in the sewage sector are practically all included in the water segment.

(4) Invoiced volumes of the sewage sector are derived from the invoiced volumes of the water utility segment.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

Base date March 31, 2023

(In thousands of Brazilian Reais, except when indicated otherwise)

### 29. INSURANCE

The Company has an insurance contract with MAPFRE Seguros Gerais S/A covering its main assets located in several localities throughout the State of Paraná, for the amount of R\$1,954,103, with coverage term from 03/14/2023 to 03/13/2024, contemplating basic coverage for fire, wind, and electrical damages to the equipment.

| Asset                             | Amount insured   |
|-----------------------------------|------------------|
| Buildings                         | 1,030,516        |
| Machinery, Equipment and Vehicles | 835,324          |
| Inventory                         | 88,263           |
| <b>Total</b>                      | <b>1,954,103</b> |

Additionally, the Company has Judicial Guarantee Insurance policies to guarantee amounts that would be deposited and/or replace amounts already deposited and/or assets pledged in labor, civil, tax, and environmental lawsuits. Up to March 31, 2023, the Company offered guarantees through the Surety Bond in 362 lawsuits in the amount of R\$338,352 with Pottencial Seguradora S/A, maturing on 06/07/2023.

The Company also signed/renewed the contract with Starr Internacional Brasil Seguradora S/A for insurance coverage in the modality of civil liability of directors and administrators of Sanepar (D & O - Directors and Officers) with National and International coverage, with the maximum limit guarantee of R\$20,000, with a 365-day contract term ending on 09/09/2023.

### 30. SUBSEQUENT EVENTS

On April 5, 2023, at the 10th Extraordinary Meeting, the Board of Directors approved the 13th (thirteenth) issuance of simple, non-convertible, unsecured Debentures, in up to 2 series, for public distribution with the intermediation of member financial institutions of the securities distribution system, under a firm placement guarantee, in the amount of R\$400 million. On April 15, 2023, there was a public distribution of 400,000 debentures in the total amount of R\$400 million, in a single series, with maturity on April 15, 2028. The settlement of the operation took place on April 28, 2023, and will incur interest on the unit value of the debentures corresponding to 100% of the DI (Interbank Deposits) plus a spread (surcharge) corresponding to 1.90%.

On April 20, 2023, the Paraná Regulatory Agency (AGEPAR), through Extraordinary Meeting No. 10/2023, ratified the tariff readjustment index, set at 8.2327%, and the average breakeven tariff of 6.4385/m<sup>3</sup>, a result of the 2nd phase of the 2nd Periodic Tariff Review (RTP), which includes the final calculation of the tariff repositioning referring to the 2nd tariff cycle and the annual tariff readjustments (IRTs) for 2022 and 2023. On April 26, 2023, the Ratifying Resolution 12/2023 was published in the Diário Oficial of the State of Paraná, defining the beginning of the new tariff for 05/17/2023.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

Base date March 31, 2023

(In thousands of Brazilian Reais, except when indicated otherwise)

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On April 27, 2023, the 11th/2023 Extraordinary Meeting of the Board of Directors was held, with the appointment of: (i) Mr. Robson Augusto Pascoalini for the position of Deputy Director of Governance, Risks, and Compliance, replacing Mr. Fernando Mauro Nascimento Guedes; (ii) Raul Clei Coccaro Siqueira for the position of Legal Director; and (iii) Fernando Mauro Nascimento Guedes for the position of Administrative Director, replacing Mrs. Priscila Marchini Brunetta.

On April 28, 2023, the 123rd Extraordinary General Meeting approved the capital increase up to the authorized limit of R\$6,000,000.

## 1. OPERATING DATA

### 1.1 MARKET

We present below the contracts in % of Total Revenue of the Company, as of March 31, 2023:

| Contracts (% of Total Revenue)* |                 |                                |                    | Coverage index |                    | Total active units (in thousands) |                    |
|---------------------------------|-----------------|--------------------------------|--------------------|----------------|--------------------|-----------------------------------|--------------------|
| Municipalities                  | Total revenue % | Remaining period of concession | Type of concession | Water          | Sewage collections | Water                             | Sewage collections |
| Curitiba                        | 22.0%           | 25.3 years                     | Water and Sewage   | 100%           | 99.0%              | 836.8                             | 821.9              |
| Londrina                        | 7.1%            | 23.3 years                     | Water and Sewage   | 100%           | 94.9%              | 263.2                             | 249.7              |
| Maringá                         | 5.1%            | 17.4 years                     | Water and Sewage   | 100%           | 100.0%             | 174.3                             | 194.1              |
| Ponta Grossa                    | 3.8%            | 3.0 years                      | Water and Sewage   | 100%           | 92.0%              | 159.2                             | 144.3              |
| Cascavel                        | 3.6%            | 1.7 years                      | Water and Sewage   | 100%           | 100.0%             | 135.1                             | 143.9              |
| Foz do Iguaçu                   | 3.5%            | 20.9 years                     | Water and Sewage   | 100%           | 81.3%              | 122.3                             | 100.0              |
| São José dos Pinhais            | 2.9%            | 20.8 years                     | Water and Sewage   | 100%           | 83.4%              | 120.5                             | 99.0               |
| Colombo                         | 1.9%            | 25.1 years                     | Water and Sewage   | 100%           | 73.2%              | 88.3                              | 63.6               |
| Guarapuava                      | 1.7%            | 19.6 years                     | Water and Sewage   | 100%           | 85.9%              | 71.5                              | 60.8               |
| Toledo                          | 1.6%            | 2.4 years                      | Water and Sewage   | 100%           | 82.4%              | 63.7                              | 52.0               |
| Other Municipalities            | 46.8%           |                                |                    |                |                    | 2,221.7                           | 1,389.7            |
| <b>Total</b>                    |                 |                                |                    | <b>100.0%</b>  | <b>79.1%</b>       | <b>4,256.6</b>                    | <b>3,319.0</b>     |

| Contracts                        | Number of Contracts <sup>1</sup> | Intangible assets + Contract assets + Financial assets <sup>1 2</sup> | % of Total Revenues <sup>1</sup> | % of EBITDA <sup>1</sup> |
|----------------------------------|----------------------------------|---|----------------------------------|--------------------------|
| Overdue                          | 22                               | 680.0   | 5.0                              | 5.0                      |
| Maturity in 2023                 | 15                               | 75.5  | 0.6                              | 0.4                      |
| Maturity between 2024 and 2033   | 53                               | 2,454.6   | 19.6                             | 19.6                     |
| Maturity after 2033 <sup>3</sup> | 256                              | 9,138.2   | 74.8                             | 75.0                     |
| <b>Total</b>                     | <b>346</b>                       | <b>12,348.3</b>   | <b>100.0</b>                     | <b>100.0</b>             |

<sup>1</sup> Information not audited or not reviewed by independent auditors.

<sup>2</sup> Book value

<sup>3</sup> It includes the municipality of Maringá, whose amendment, that extended the concession until 2040, is currently being discussed in court.

The rate of service with treated water is 100% and the rate of service with the sewage collection network - IARCE Urbano is 79.1%, with 100% of the collected sewage being treated, according to the Company's Information System.

Revenues stem mainly from residential water connections, representing 90.8% of the total water connections existing on March 31, 2023.

The number of water connections in March 2023 is 1.7% higher than the number of connections existing in March 2022, which represents an increase of 58,382 water connections, as follows:

| Number of Water Connections* | MAR/23<br>(1)    | %            | MAR/22<br>(2)    | %            | Var.%<br>(1/2) |
|------------------------------|------------------|--------------|------------------|--------------|----------------|
| Residential                  | 3,111,070        | 90.8         | 3,060,439        | 90.9         | 1.7            |
| Commercial                   | 248,717          | 7.3          | 241,797          | 7.2          | 2.9            |
| Industrial                   | 13,798           | 0.4          | 13,619           | 0.4          | 1.3            |
| Public Utility               | 24,258           | 0.7          | 23,984           | 0.7          | 1.1            |
| Public Administration        | 27,407           | 0.8          | 27,029           | 0.8          | 1.4            |
| <b>Total</b>                 | <b>3,425,250</b> | <b>100.0</b> | <b>3,366,868</b> | <b>100.0</b> | <b>1.7</b>     |

\* Information not audited or not reviewed by independent auditors.

The number of sewage connections in March 2023 is 2.8% higher than the number of connections existing in March 2022, representing an increase of 66,784 new sewage connections, as shown below:

| Number of Sewage Connections* | MAR/23<br>(1)    | %            | MAR/22<br>(2)    | %            | Var.%<br>(1/2) |
|-------------------------------|------------------|--------------|------------------|--------------|----------------|
| Residential                   | 2,225,157        | 90.4         | 2,165,915        | 90.5         | 2.7            |
| Commercial                    | 197,838          | 8.0          | 191,235          | 8.0          | 3.5            |
| Industrial                    | 6,310            | 0.3          | 6,152            | 0.3          | 2.6            |
| Public Utility                | 16,043           | 0.7          | 15,699           | 0.7          | 2.2            |
| Public Administration         | 15,353           | 0.6          | 14,916           | 0.5          | 2.9            |
| <b>Total</b>                  | <b>2,460,701</b> | <b>100.0</b> | <b>2,393,917</b> | <b>100.0</b> | <b>2.8</b>     |

\* Information not audited or not reviewed by independent auditors.

## 1.2 PRODUCTIVITY

In 1Q23, the measured volume of treated water was 131.8 million m<sup>3</sup>, against 131.4 million m<sup>3</sup> in 1Q22, representing an increase of 0.3%, as shown below:

| Measured Volume - millions of m <sup>3</sup> * | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|--|--------------|--------------|-----------------|
| Residential                                    | 113.1        | 112.8        | 0.3             |
| Commercial                                     | 10.3         | 9.9          | 4.0             |
| Industrial                                     | 2.8          | 3.2          | -12.5           |
| Public Utility                                 | 1.3          | 1.3          | 0.0             |
| Public Administration                          | 4.3          | 4.2          | 2.4             |
| <b>Total</b>                                   | <b>131.8</b> | <b>131.4</b> | <b>0.3</b>      |

\* Information not audited or not reviewed by independent auditors.

In 1Q23, the volume of treated water billed was 137.4 million m<sup>3</sup>, against 137.0 million m<sup>3</sup> in 1Q22, representing an increase of 0.3%, as shown below:

| Billed Water Volume - millions of m <sup>3</sup> * | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|--|--------------|--------------|-----------------|
| Residential  | 117.9        | 117.2        | 0.6             |
| Commercial   | 11.3         | 10.8         | 4.6             |
| Industrial   | 2.9          | 3.6          | -19.4           |
| Public Utility                                     | 1.0          | 1.1          | -9.1            |
| Public Administration                              | 4.3          | 4.3          | 0.0             |
| <b>Total</b>                                       | <b>137.4</b> | <b>137.0</b> | <b>0.3</b>      |

\* Information not audited or not reviewed by independent auditors.

The volume of sewage billed in 1Q23 increased by 2.9% when compared to 1Q22, as shown below:

| Billed Sewage Volume - millions of m <sup>3</sup> * | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|---|--------------|--------------|-----------------|
| Residential   | 91.5         | 89.4         | 2.3             |
| Commercial  | 10.5         | 9.9          | 6.1             |
| Industrial  | 1.0          | 0.8          | 25.0            |
| Public Utility                                      | 0.9          | 0.9          | 0.0             |
| Public Administration                               | 3.4          | 3.3          | 3.0             |
| <b>Total</b>  | <b>107.3</b> | <b>104.3</b> | <b>2.9</b>      |

\* Information not audited or not reviewed by independent auditors.

### DEMONSTRATIVE OF THE LOSS INDEX BY CONNECTION\*

As of the 2023 fiscal year, in line with the legal aspects of the Sanitation Regulatory Framework and by determination of the Regulatory Agency of the State of Paraná – AGEPAR, which established the use as an indicator of the Loss Index per Connection in the SNIS standard (National System of Information on Sanitation), the Company changed the way of calculating and presenting this indicator.

The Loss Index per Connection calculated in the SNIS standard considers the volume of water losses defined as the difference between the produced volume, the balance between the exported and imported volume, and the micro-volume measured in the hydrometers, excluding the service volume (operational, recovered and special), being presented accumulated for a period of 12 months.



\* Information not audited or not reviewed by independent auditors.

(1) Accumulated values for the last 12 months.

| Water*                                   | 1Q23<br>(1) | 1Q22<br>(2) | Var.<br>(1/2) | 1Q21<br>(3) | Var. %<br>(2/3) |
|--|-------------|-------------|---------------|-------------|-----------------|
| Units served by the distribution network | 4,256,603   | 4,188,105   | 1.6 %         | 4,109,337   | 1.9 %           |
| Number of treatment stations             | 168         | 168         | 0.0 %         | 168         | 0.0 %           |
| Number of wells                          | 1,187       | 1,169       | 1.5 %         | 1,260       | -7.2 %          |
| Number of surface catchment              | 233         | 236         | -1.3 %        | 233         | 1.3 %           |
| Km of laid network                       | 60,330      | 59,283      | 1.8 %         | 57,979      | 2.2 %           |
| Volume produced (m <sup>3</sup> )        | 203,581,085 | 198,111,314 | 2.8 %         | 185,456,414 | 6.8 %           |
| Losses in billings - %                   | 32.49       | 30.86       | 1.63 p.p.     | 29.69       | 1.17 p.p.       |
| Evasion of revenues - % (default)        | -4.72       | 5.73        | -10.45 p.p.   | 3.59        | 2.14 p.p.       |

\* Information not audited or not reviewed by independent auditors.

| Sewage*                                | 1Q23<br>(1) | 1Q22<br>(2) | Var.<br>(1/2) | 1Q21<br>(3) | Var. %<br>(2/3) |
|--|-------------|-------------|---------------|-------------|-----------------|
| Units served by the collection network | 3,319,013   | 3,229,549   | 2.8 %         | 3,141,932   | 2.8 %           |
| Number of treatment stations           | 263         | 260         | 1.2 %         | 257         | 1.2 %           |
| Km of laid network                     | 41,075      | 39,897      | 3.0 %         | 38,985      | 2.3 %           |
| Volume collected in m <sup>3</sup>     | 101,973,929 | 99,195,497  | 2.8 %         | 93,543,997  | 6.0 %           |

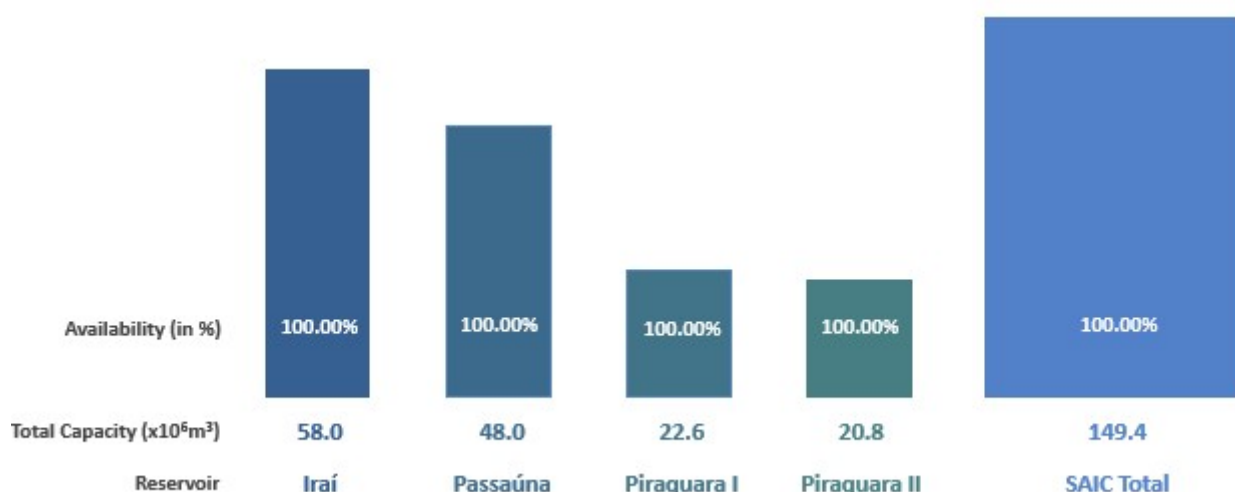
\* Information not audited or not reviewed by independent auditors.

## AVAILABLE VOLUMES

The average volume available of the Integrated Supply System of Curitiba (SAIC) is formed by the dams Piraquara I, Piraquara II, Iraí and Passaúna.

In the Municipality of Foz do Iguaçu, Sanepar uses water from the dam of the hydroelectric power plant Itaipu Binacional, of Itaipu lake, in Paraná River.

The dams of Sanepar are considered of medium size in relation to storage volume, but large due to height/depth of more than 15 meters. As of March 31, 2023, the average reserve volume was 100.0% (99.7% on 03/31/2022).



\* Information not audited or not reviewed by independent auditors.



## 2. FINANCIAL DATA

### 2.1 ECONOMIC PERFORMANCE

| Gross Operating Revenue - In million of Reais | 1Q23<br>(1)    | 1Q22<br>(2)    | Var. %<br>(1/2) |
|---|----------------|----------------|-----------------|
| Revenues from water                           | 1,003.1        | 920.0          | 9.0             |
| Revenues from sewage                          | 519.6          | 546.6          | -4.9            |
| Revenues from services                        | 24.1           | 28.2           | -14.5           |
| Revenues from solid waste                     | 3.3            | 3.1            | 6.5             |
| Services provided to Municipalities           | 5.7            | 5.3            | 7.5             |
| Donations made by clients                     | 9.3            | 7.4            | 25.7            |
| Other revenues                                | 2.0            | 1.4            | 42.9            |
| <b>Total Operating Revenue</b>                | <b>1,567.1</b> | <b>1,512.0</b> | <b>3.6</b>      |
| COFINS  | -93.1          | -86.5          | 7.6             |
| PASEP   | -20.0          | -18.7          | 7.0             |
| <b>Total of Deductions</b>                    | <b>-113.1</b>  | <b>-105.2</b>  | <b>7.5</b>      |
| <b>Total of Operating Revenue - Net</b>       | <b>1,454.0</b> | <b>1,406.8</b> | <b>3.4</b>      |

Net operating revenue increased by 3.4%, going from R\$1,406.8 million in 1Q22 to R\$1,454.0 million in 1Q23, this increase is due to: (i) 4.96% tariff adjustment as of May 17, 2022; (ii) growth in billed water and sewage volumes; and (iii) the increase in the number of connections.

| Operating costs and expenses<br>In millions of Reais | 1Q23<br>(1)   | 1Q22<br>(2)   | Var. %<br>(1/2) |
|--|---------------|---------------|-----------------|
| Personnel  | -317.8        | -281.8        | 12.8            |
| Materials  | -80.4         | -64.3         | 25.0            |
| Electricity  | -117.2        | -171.8        | -31.8           |
| Third-party services                                 | -182.2        | -175.2        | 4.0             |
| Depreciation and amortization                        | -116.3        | -105.4        | 10.3            |
| Losses in Realization of Credits                     | 45.4          | -51.2         | -188.7          |
| Inventory net realizable value                       | 0.0           | -0.1          | -100.0          |
| Municipal Sanitation and Environmental Fund          | -26.7         | -18.7         | 42.8            |
| Regulatory fee                                       | -8.8          | -7.0          | 25.7            |
| Indemnifications for damages to third parties        | -2.9          | -1.2          | 141.7           |
| Capitalized expenses                                 | 27.5          | 29.1          | -5.5            |
| Provision for contingencies                          | -63.4         | -11.3         | 461.1           |
| Pension plan and medical insurance                   | -11.4         | -20.2         | -43.6           |
| Profit sharing program                               | -24.5         | -19.9         | 23.1            |
| Environmental Fines                                  | -3.9          | 0.0           | -               |
| Write-off of assets, net                             | -1.4          | -1.1          | 27.3            |
| Fair Value Adjustment - Investments                  | -0.1          | 0.1           | -200.0          |
| Equity Income/Loss Result                            | -0.4          | -0.7          | -42.9           |
| Other costs and expenses                             | -21.9         | -15.8         | 38.6            |
| <b>Total</b>   | <b>-906.4</b> | <b>-916.5</b> | <b>-1.1</b>     |

Operating costs and expenses in the 1Q23 decreased by 1.1% compared to the 1Q22. The main changes resulted from:

**Personnel**

Growth of 12.8%, due to: (i) Salary adjustment of 5.5% (INPC) on labor allowances and benefits related to the Collective Bargaining Agreement - ACT 2022/2024 (base date March 2023); (ii) Salary adjustment of 10.8% (INPC) related to the Collective Bargaining Agreement - ACT 2022/2024 (base date March 2022), fully reflected in 1Q23; (iii) Readjustment of 10.5% of SANESAÚDE in June 2022; (iv) Labor indemnities in the amount of R\$17.8 million (R\$12.2 million in the same period of 2022); and (v) provision for indemnity allowance in the amount of R\$15.6 million (R\$14.0 million in the same period of 2022).

**Materials**

Increase of 25.0%, mainly in treatment material, which represents 70.2% of total material expenses with materials in the quarter. Other materials also had an impact, such as: conservation and maintenance material for administrative assets, laboratory material, security and protection material and network maintenance material.

**Electricity**

Reduction of 31.8%, mainly due to the decrease in the ICMS rate from 29% to 18% on electricity bills, offset by the 3% reduction in the subsidy applied to consumer units that benefited from the sanitation discount, from 6% to 3% and the reflection of the average tariff adjustment of 4.90% applied from 06/24/2022.

**Third Party Services**

Increase of 4.0% mainly in registration and billing services, surveillance services, collection services, network maintenance services, and sewage removal services.

**Depreciation and amortization**

Increase of 10.3%, mainly due to the entry into operation of intangible assets and/or fixed assets, in the period of April 2022 to March 2023, of R\$981,1 million (net of write-offs).

**Losses on Credit Realization**

Decrease of 188.7%, mainly due to the maintenance of the Private Customer Credit Recovery Program (RECLIP) until 07/31/2023, which provides for the payment of debts of private customers in up to 60 installments, without penalty and with interest payment in installments of 0.3% per month.

**Municipal Sanitation and Environmental Management Fund**

Growth of 42.8%, mainly as a result of the increase in the calculation base related to the tariff adjustment, and also a reflection of the renegotiation of the rates on the occasion of the formalization of the Contractual Update Terms with the Microregions of Public Water and Sanitary Sewage Services of the State from Paraná.

### Provisions for Contingencies

Increase of 461.1%, mainly due to provisioning as a probable loss of environmental lawsuits related to notices of infraction by the Brazilian Institute of the Environment and Renewable Natural Resources – IBAMA and the Instituto Água e Terra do Paraná – IAT in the amount of R\$12.1 million, in addition to the registration of a supplementary provision and new labor claims in the amount of R\$68.7 million, the objects of which arise mainly from: (i) reinstatement of retirees; (ii) premiums and overtime working hours; (iii) salary parity; and (iv) lawsuits filed by the Union of Engineers – SENGE referring to salary differences under the Cargo, Career and Compensation Plan – PCCR, offset by the write-off of 138 labor lawsuits in the amount of R\$17.3 million due to definitive write-offs and procedural filing.

## 2.2 ECONOMIC INDICATORS

| Financial income (loss) - in million of Reais                | 1Q23<br>(1)   | 1Q22<br>(2)   | Var. %<br>(1/2) |
|--|---------------|---------------|-----------------|
| <b>Financial revenues</b>                                    |               |               |                 |
| Financial investments  | 42.7          | 34.3          | 24.5            |
| Monetary variation gains                                     | 29.7          | 16.2          | 83.3            |
| Exchange rate variation gains                                | 0.1           | 2.2           | -95.5           |
| Other financial revenues                                     | -4.1          | 6.2           | -166.1          |
| <b>Total financial revenues</b>                              | <b>68.4</b>   | <b>58.9</b>   | <b>16.1</b>     |
| <b>Financial expenses</b>                                    |               |               |                 |
| Interest and fees on loans, financing, debentures and leases | -98.9         | -80.7         | 22.6            |
| Monetary variation losses                                    | -39.0         | -30.5         | 27.9            |
| Loss on Derivative Financial Instruments                     | -0.6          | -2.4          | -75.0           |
| Other financial expenses                                     | -0.4          | -0.6          | -33.3           |
| <b>Total financial expenses</b>                              | <b>-138.9</b> | <b>-114.2</b> | <b>21.6</b>     |
| <b>Financial income (loss), net</b>                          | <b>-70.5</b>  | <b>-55.3</b>  | <b>27.5</b>     |

The financial result improved by 27.5%, going from –R\$55.3 million in 1Q22 to –R\$70.5 million in 1Q23. Financial Expenses increased 21.6%, mainly in expenses with interest and fees on loans, financing, debentures, and leases, going from R\$80.7 million in 1Q22 to R\$98.9 million in 1Q23 as a result of the increase in the calculation basis of financial charges due to the raising of third-party funds, as well as the indexes of monetary correction of debts, mainly due to the increase in CDI compared to the same period in 2022. On the other hand, Financial Income grew 16.1%, going from R\$58.9 million in 1Q22 to R\$68.4 million in 1Q23, mainly due to the change in the SELIC rate.

| Resultado Economic Result - R\$ million | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|---|--------------|--------------|-----------------|
| <b>Operating income</b>                 | <b>547.6</b> | <b>490.3</b> | <b>11.7</b>     |
| Financial income (loss)                 | -70.5        | -55.3        | 27.5            |
| Taxes on income                         | -157.5       | -143.1       | 10.1            |
| <b>Net income for the period</b>        | <b>319.6</b> | <b>291.9</b> | <b>9.5</b>      |

The Company obtained a net income of R\$319.6 million in 1Q23, 9.5% above the net income of R\$291.9 million recorded in 1Q22. The result was mainly affected by the 3.4% growth in net operating revenue and by the 1.1% reduction in operating costs and expenses.

The 1Q23 result was not affected by non-recurring items:

| Distribution of the Economic Wealth Generated - In million of Reais | 1Q23<br>(1)    | 1Q22<br>(2)  | Var. %<br>(1/2) |
|---|----------------|--------------|-----------------|
| Staff remuneration  | 296.3          | 260.7        | 13.7            |
| Government Compensation (Taxes)                                     | 319.6          | 294.6        | 8.5             |
| Third-party compensation (Rents)                                    | 2.3            | 2.4          | -4.2            |
| Return on debt capital (interest and monetary variations)           | 138.9          | 114.2        | 21.6            |
| Net income for the period not distributed                           | 319.6          | 292.0        | 9.5             |
| <b>Total Economic Wealth</b>  | <b>1,076.7</b> | <b>963.9</b> | <b>11.7</b>     |

SANEPAR's growth and development strategy, to operate in a public services market, also open to the private sector, is based on the search for effective results, commitment to the quality of services provided, and mainly meeting the needs of the granting authority and shareholders.

The figures below display the economic and financial results that the Company has been achieving to support investment programs, providing adequate conditions to achieve the universalization foreseen by the new sanitation legal framework.

| Economic Indicators - In million of Reais  | 1Q23<br>(1) | 1Q22<br>(2) | Var. %<br>(1/2) |
|--|-------------|-------------|-----------------|
| Net operating revenue                      | 1,454.0     | 1,406.8     | 3.4 %           |
| Operating profit                           | 547.6       | 490.3       | 11.7 %          |
| Net income                                 | 319.6       | 291.9       | 9.5 %           |
| % Operating margin *                       | 30.4        | 28.8        | 1.6 p.p.        |
| % Net margin *                             | 22.0        | 20.7        | 1.3 p.p.        |
| % Return on average shareholders' equity * | 3.6         | 3.7         | -0.1 p.p.       |
| Net debt/ EBITDA (Accumulated 12 month) *  | 1.7         | 1.3         | 0.4 p.p.        |

\* Information not audited or not reviewed by independent auditors.

At the end of 1Q23, the Company's total assets reached R\$17,147.0 million (R\$16,657.2 million on 12/31/2022), while total debt at the end of 1Q23 was R\$8,040.5 million (R\$7,870.3 million on 12/31/2022).

Of the total debt, R\$5,178.8 million (R\$5,083.2 million on 12/31/2022) refer to loans, financing, debentures and leases, an increase of 19.1% compared to the year of 2022.

|                      | Reference   | MAR/23  | DEZ/22  | Var.      |
|----------------------|-------------|---------|---------|-----------|
| Equity               | R\$ Million | 9,106.5 | 8,786.9 | 3.6 %     |
| Share value *        | R\$         | 6.03    | 5.81    | 3.8 %     |
| Indebtedness level * | %           | 46.9    | 47.2    | -0.3 p.p. |
| Current ratio *      | R\$         | 1.55    | 1.52    | 2.0 %     |
| Quick ratio *        | R\$         | 1.51    | 1.47    | 2.7 %     |

\* Information not audited or not reviewed by independent auditors.

## EBITDA and Generation of Operating Cash

EBITDA in 1Q23, which represents the Company's operating result, was R\$663.9 million, against R\$595.7 million in 1Q22. The EBITDA margin went from 42.3% to 45.7%. The increase in EBITDA was mainly due to the 3.4% growth in net revenue and the 2.6% reduction in costs and expenses that impact EBITDA.

Operating cash generation in 1Q23 was R\$ 481.5 million, a decrease of 1.0% when compared to 1Q22. The Conversion of EBITDA into Operating Cash was 72.5%.

| EBITDA - R\$ million *                     | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|--|--------------|--------------|-----------------|
| Net income                                 | 319.6        | 291.9        | 9.5             |
| (+) Taxes on income                        | 157.5        | 143.1        | 10.1            |
| (+) Financial income (loss)                | 70.5         | 55.3         | 27.5            |
| (+) Depreciation and Amortization          | 116.3        | 105.4        | 10.3            |
| <b>EBITDA</b>                              | <b>663.9</b> | <b>595.7</b> | <b>11.4</b>     |
| % EBITDA Margin                            | 45.7         | 42.3         | 3.4 p.p.        |
| % Conversion of EBITDA into Operating Cash | 72.5         | 81.6         | -9.1 p.p.       |

\* Information not audited or not reviewed by independent auditors.

## 2.3 INVESTMENTS

The investments made in 1Q23 amounted to R\$402.7 million (R\$352.5 million in 1Q22), as stated below:

| Investments - R\$ millions | 1Q23<br>(1)  | 1Q22<br>(2)  | Var. %<br>(1/2) |
|----------------------------|--------------|--------------|-----------------|
| Water                      | 154.2        | 160.3        | -3.8            |
| Sewage                     | 227.8        | 178.5        | 27.6            |
| Other investments          | 20.7         | 13.7         | 51.1            |
| <b>Total</b>               | <b>402.7</b> | <b>352.5</b> | <b>14.2</b>     |

## 2.4 INDEBTEDNESS

Gross debt went from R\$5,083.2 million in December 2022 to R\$5,178.8 million in March 2023, representing an increase of R\$95.6 million. Net debt went from R\$3,875.4 million in December 2022 to R\$3,996.2 million in March 2023.

The leverage ratio, measured by the 'Net Debt / EBITDA (accumulated for 12 months)' was 1.7x in 1Q23 (1.3x in 1Q22).

The level of indebtedness was 46.9% at the end of 1Q23 (48.1% in 1Q22).

We present below the breakdown of loans, financing, debentures, and leases, with their respective interest rates, maturities, and debt balances as of March 31, 2023:

| Indebtedness - R\$ million               | Annual Interest Rate   | Index    | Contract termination | Debt balance   | %            |
|--|------------------------|----------|----------------------|----------------|--------------|
| Caixa Econômica Federal                  | 6.62% to 12.00%        | TR       | 04/19/2046           | 1,719.0        | 33.2         |
| Debentures 10th Issuance - Single Series | 4.66%                  | IPCA     | 03/15/2027           | 427.4          | 8.3          |
| Debentures 12th Issuance - 2nd Series    | 5.89%                  | IPCA     | 01/15/2032           | 320.3          | 6.2          |
| Arrendamento Litoral                     | 11.14%                 | IPC-FIPE | 12/07/2036           | 314.4          | 6.1          |
| Debentures 12th Issuance - 1st Series    | DI + 1.08%             | -        | 01/15/2027           | 304.4          | 5.9          |
| BNDES - PAC2                             | TJPL + 1.67% and 2.05% | -        | 06/15/2029           | 279.9          | 5.4          |
| Debentures 11th Issuance - 2nd Series    | 4.25%                  | IPCA     | 03/15/2029           | 240.3          | 4.6          |
| Debentures 9th Issuance - 1st Series     | 106.05% do DI          | -        | 06/11/2024           | 207.5          | 4.0          |
| Debentures 11th Issuance - 3rd Series    | 4.49%                  | IPCA     | 03/17/2031           | 186.3          | 3.6          |
| Arrendamento Direito de Uso              | 4.97%                  | -        | 06/30/2028           | 175.6          | 3.4          |
| Debentures 8th Issuance - 2nd Series     | 108.00% do DI          | -        | 06/21/2023           | 161.1          | 3.1          |
| Debentures 9th Issuance - 2nd Series     | 107.25% do DI          | -        | 06/11/2026           | 157.3          | 3.0          |
| Debentures 11th Issuance - 1st Series    | DI + 1.65%             | -        | 03/16/2026           | 129.0          | 2.5          |
| Debentures 4th Issuance - 1st Series     | TJLP + 1.67%           | -        | 07/15/2027           | 104.9          | 2.0          |
| Debentures 7th Issuance - 2nd Series *   | 4.79%                  | IPCA     | 11/15/2038           | 80.6           | 1.6          |
| BNDES - AVANÇAR                          | 3.59% to 5.60%         | IPCA     | 12/15/2041           | 80.3           | 1.5          |
| Debentures 4th Issuance - 2nd Series     | 7.44%                  | IPCA     | 07/15/2027           | 71.3           | 1.4          |
| Debentures 2nd Issuance - 2nd Series     | 9.19%                  | IPCA     | 09/15/2024           | 49.3           | 0.9          |
| Debentures 7th Issuance - 1st Series *   | 5.20%                  | IPCA     | 11/15/2038           | 41.9           | 0.8          |
| Debentures 7th Issuance - 4th Series     | 6.57%                  | IPCA     | 11/15/2038           | 41.7           | 0.8          |
| Debentures 2nd Issuance - 3rd Series     | TJLP + 1.92%           | -        | 09/15/2024           | 24.8           | 0.5          |
| Debentures 7th Issuance - 3rd Series     | 6.97%                  | IPCA     | 11/15/2038           | 22.6           | 0.4          |
| Debentures 2nd Issuance - 1st Series     | TJLP + 1.92%           | -        | 09/15/2024           | 18.6           | 0.4          |
| KfW Bank                                 | 1.35%                  | EURO     | 12/30/2032           | 15.3           | 0.3          |
| Banco Itaú PSI                           | 3.0% to 6.0%           | -        | 01/15/2025           | 3.6            | 0.1          |
| Banco do Brasil - PSI                    | 3.0% to 6.0%           | -        | 04/15/2024           | 1.4            | -            |
| <b>Total</b>                             |                        |          |                      | <b>5,178.8</b> | <b>100.0</b> |

\* IPCA as a variable component of the TLP

We present below the debt profile in relation to the maturity schedule:

| Description - R\$ million | Debt balance   | %            |
|---------------------------|----------------|--------------|
| Up to 12 months           | 577.0          | 11.1         |
| From 13 to 24 months      | 580.3          | 11.2         |
| From 25 to 36 months      | 907.2          | 17.5         |
| From 37 to 60 months      | 728.5          | 14.1         |
| Over 60 months            | 2,385.8        | 46.1         |
| <b>Total</b>              | <b>5,178.8</b> | <b>100.0</b> |

### 3. REGULATIONS

#### Portion F - Portion A variation account (CVA)

The Compensation for Variation in Portion "A" Items (CVA) account corresponds to the compensation of the sum of monthly differences, positive or negative, corrected by the IPCA, calculated according to variations in costs classified as non-manageable, which until the 1st phase of the 2nd RTP were the following: electricity, chemical products, and sector charges.

CVA is determined from the historical cost verified in period t-1, previous year, for the three aforementioned components and is passed on throughout adjustment in period t, year of readjustment being processed.

The calculation of the tariff adjustment of Parcel A assumes that in the following period there will be the same volume (m<sup>3</sup>) verified in the base year of the calculation and at the end of period t the CVA balance would be zero.

Therefore, the basic formulation of the tariff adjustment does not guarantee the perfect pass-through of unmanageable costs to the consumer, since it does not consider, for example, the difference between the reference market and the application market (m<sup>3</sup> billed).

Until March 2023, the Company's CVA, calculated in a managerial manner, presented a positive balance of R\$ 2 million, which Sanepar should recover, via tariff.

The Company is disclosing the Adjusted EBITDA with non-manageable items as a metric to analyze the impacts of offsetting items in portion "A" (electricity, treatment material, fees, and charges) of the tariff model approved on the 1st RTP.

Adjusted EBITDA with non-manageable items is a non-accounting measurement and should not be considered in isolation as an operational indicator or cash flow or to measure the Company's liquidity or debt capacity.

Below we present the calculation of Adjusted EBITDA based on EBITDA, which follows CVM Resolution no. 156, from June 23, 2022, considering the estimated values of non-manageable items, accumulated up to March 31, 2023:

| EBITDA - R\$ million *                             | 1Q23         |
|--|--------------|
| <b>EBITDA</b>                                      | <b>663.9</b> |
| <b>(+) Non-manageable items</b>                    | <b>(2.0)</b> |
| Electricity  | (33.3)       |
| Treatment material                                 | 19.0         |
| Fee and charges                                    | 12.3         |
| <b>(=) EBITDA adjusted by non-manageable items</b> | <b>661.9</b> |
| % EBITDA Margin adjusted with non-manageable items | 45.5%        |

\* Information not audited or not reviewed by independent auditors.

It is important to point out that the current tariff model is being revised through the 2nd RTP. Therefore, the published tariff information is preliminary, with an indication of a change in the classification of non-manageable costs to be considered by the regulatory agent.



### 1st Phase of the 2nd RTP

On 01/04/2021, AGEPAR promoted the opening of Public Consultation No. 001/2021, referring to the 1st phase of the 2nd RTP - Periodic Tariff Review and submitted 09 (nine) Technical Notes for contributions until 02/17/2021. On 03/31/2021, the Agency held Public Hearing No. 001/2021, to discuss the Technical Notes already updated after the contributions of the Public Consultation. On 04/14/2021, the Board of Directors of AGEPAR, at the Extraordinary Meeting No. 012/2021, decided to approve the new tariff repositioning of 5.7701%, as a result of the 1st phase of the 2nd RTP. The repositioned tariff came into force 30 days after its approval, with application from May 17, 2021 (base date).

### Deferral of the 1st RTP

Also, in the 1st phase of the 2nd RTP, AGEPAR updated the calculation rule concerning the amortization of the deferral portion arising from the 1st RTP. In the defined calculation, the deferral debit balance was estimated from the balance calculated from the differences between the Required Revenue and the Verified Revenue projected until May/2021 and resulted in the amount of R\$ 1.709 billion, this amount was integrated into the tariff through a compensation portion over the tariff cycle (2021 – 2024) of R\$0.459 per m<sup>3</sup>, calculated from the equality of a cash flow discounted by the regulatory WACC. It should be noted that the amount will be reprojected each year to cover fluctuations in the Selic rate (deferral correction rate).

The deferral arises from the 1st RTP of Sanepar, when the Company was authorized by the Regulatory Agency for Delegated Public Services of Paraná (AGEPAR), through Ratifying Resolution No. 003, of April 12, 2017, to apply the tariff repositioning of 25.63% as of April 17, 2017, as provided for in article 3:

*"Art. 3 - Define that the application of the tariff review approved according to article 2 of this Resolution will be deferred in 8 (eight) years, and the first installment will correspond, in the year of 2017, to an average repositioning of 8.53% (eight point fifty and three percent), and the remainder in 7 (seven) installments of 2.11% (two point eleven percent), plus the corresponding financial correction and economic correction, which will be applied by the weighted average rate of daily financing calculated in the Special Settlement and Custody System (SELIC), under the terms defined in the Technical Note approved in article 1 of this Resolution".*

Concerning accounting records, in analogy to Technical Guideline OCPC 08 - Recognition of Certain Assets and Liabilities in General Purpose Accounting and Financial Reports of Electric Energy Distributors issued under Brazilian and International Accounting Standards, the Company does not record in the Financial Statements the amounts receivable arising from the deferral, considering that: (i) the realization or enforceability of these amounts would depend on a future event not fully controllable by the entity - future billing of water and sewage services; (ii) it is not practicable to know, at the time the right to receive arises, who are the debtors of these amounts; and (iii) the effective receipt of these amounts will only occur with the maintenance of the concessions.



**2<sup>nd</sup> phase of the 2<sup>st</sup> RTP (in progress)**

The 2nd phase of the 2nd RTP is in progress, according to AGEPAR Resolution nº 007 of 03/29/2022, which addresses the following topics: (i) approval of the work schedule of the 2nd Phase of the 2nd RTP of Sanepar, whose conclusion is scheduled for April 2023; (ii) adjustment of the current tariffs for Sanepar's water and sewage services, on the base date of May 17, 2022; (iii) establishment of the inclusion of eventual compensations necessary to maintain the current base date, of May 17, in the tariff resulting from the 2nd phase 2nd RTP of Sanepar.

On 05/02/2022, Sanepar's Executive Board approved the process of hiring the company that will perform the service of surveying the Regulatory Asset Base for the 2nd phase of the 2nd RTP, on 05/09/2022 the service order was signed, effectively starting the work. The contracted service comprised the survey, evaluation, and reconciliation of the incremental base and the movement of the 1st RTP's asset base. The winning company in the bidding process is SETAPE Serviços Técnicos de Avaliação do Patrimônio e Engenharia Ltda.

On 06/28/2022, the Board of Directors of AGEPAR decided, at the Ordinary Meeting No. 21/2022, to open Public Consultation No. 003/2022, aimed at obtaining contributions, suggestions, proposals, criticisms, and other relevant manifestations, from any interested parties, regarding the topics related to the 2nd RTP presented in the Technical Notes numbers: 1/2022 – X Factor Methodology – Sharing of productivity gains; 3/2022 - Q Factor Methodology: Quality Factor; 4/2022 - Losses of Treated Water and 5/2022 - Risk Matrix. On 07/28/2022, Sanepar presented its contributions on the topics put up for public consultation.

On 10/11/2022, the Board of Directors of AGEPAR decided, at the Ordinary Meeting No. 29/2022, to open Public Consultation No. 007/2022 - Theme No. 2 of the 2nd RTP of SANEPAR, technical notes numbers: 2/2022 - Efficient Operating Costs, 7/2022 - Irrecoverable Revenues, 8/2022 - Market Projections, 9/2022 - Other Revenues, and 10/2022 - Evaluation of the Investment Plan, aimed at obtaining contributions, suggestions, proposals, criticisms and other relevant manifestations, by any interested parties. On 11/17/2022, Sanepar presented its contributions on the topics placed under public consultation.

At the beginning of October 2022, the company SETAPE, after surveying, reconciling, and evaluating the assets of Sanepar, delivered the report containing the evaluation of the incremental base for the period 2016 - 2020 and the movement of the asset base of the 1st RTP, which was forwarded to AGEPAR on 10/21/2022. The values contained in the Appraisal Report sent to the Agency were: gross BAR of R\$ 23.6 billion and net BAR of R\$ 15.6 billion.

On 01/30/2023, the Board of Directors of AGEPAR decided, at Extraordinary Meeting No. 2/2023, for the opening of Public Consultation No. 001/2023 - Topic No. 3 of the 2nd Phase of the 2nd RTP of SANEPAR, technical notes numbers: 14/2022 - Proposed Tariff Structure for the Basic Sanitation Service in the State of Paraná, aimed at obtaining contributions, suggestions, proposals, criticisms, and other relevant manifestations, by any interested parties. On 03/08/2023, Sanepar presented its contributions on the topics placed under public consultation.

On 03/01/2023, Sanepar's manifestations were forwarded to AGEPAR concerning the Preliminary Report prepared by the Agency regarding the Inspection of the BAR Report, and the updated Appraisal Report was resubmitted, containing the following amounts: Gross BAR R\$ 23.5 billion and net BAR R\$ 15.4 billion.

On 03/10/2023, the Board of Directors of AGEPAR decided, at Extraordinary Meeting No. 05/2023, for the opening of Public Consultation No. 002/2023 - Topic No. 4 of the 2nd Phase of the 2nd RTP of SANEPAR, technical notes numbers: 1/2023 – Verified Revenue Methodology, 2/2023 – Required Revenue Methodology, 3/2023 – Compensatory Adjustments Methodology, 4/2023 – Economic and Financial Imbalances Methodology, 5/2023 – General Financial Methodology for Tariff Definition and 6/2023 – Complementary Aspects of the Regulatory Asset Base Assessment Methodology - BAR, intended to obtain contributions, suggestions, proposals, criticisms, and other relevant manifestations, by any interested parties. On 03/30/2023, Sanepar presented its contributions on the topics placed in public consultation.

On 04/18/2023, Public Hearing nº 1/2023 – AGEPAR was held, in which the results of the studies regarding the definition of the tariff and the tariff structure of the 2nd Phase of the 2nd RTP of Sanepar by the Agency were presented. Sanepar sent written contributions on 04/14/2023. The tariff repositioning presented for the Public Hearing was 8.47%.

On 04/20/2023, the Board of Directors of AGEPAR approved the rate of 8.2327% referring to the 2nd RTP, with the new tariff coming into effect from May 17.

#### **4. ESG AGENDA - ENVIRONMENTAL, SOCIAL AND GOVERNANCE**

The Company remains committed to the process of crystallizing ESG concepts throughout its Value Chain.

After the unprecedented achievement in 2022 – Participation in the Sustainability Index – ISE B3 2022/2023, Sanepar focuses its ESG efforts on improving this result. Therefore, the Company formalized a partnership with the multilateral international platform – Carbon Disclosure Project – CDP, to leverage its capacity for comparative analyzes regarding ESG performance indicators.

As of 2023, the Company will adopt the independent external verification procedure - limited assurance (ISAE 3000), to certify its non-financial information, disclosed in the format of Integrated Report.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

Base date March 31, 2023

(In thousands of Brazilian Reais, except when indicated otherwise)

### 1. OPERATIONS

Companhia de Saneamento do Paraná – SANEPAR (also identified as “Company” or “Sanepar”), located at Rua Engenheiros Rebouças in Curitiba – Paraná, is a mixed capital company, controlled by the government of the state of Paraná and its municipalities, and engaged in rendering basic sanitation services, mainly water distribution, collection and treatment of sewage and solid waste, as well as studies, projects and construction work of new facilities, expansion of water distribution and collection and treatment of sewage networks, and rendering of advisory services and technical assistance in its areas of activity. The Company also collaborates with federal, state, municipal agencies, and other entities in issues relevant to the achievement of its basic purposes.

On July 28, 2020, Law No. 20,266 / 2020 was sanctioned, which amended Article 1 of Law No. 4,684 of January 24, 1963, authorizing the Company to operate, including abroad, in the exploration of public services and private systems water supply, collection, removal and final destination of effluents, domestic and industrial solid waste, urban drainage, related services to protection of the environment and its water resources, in addition to being authorized to sell the energy generated in its units, services and rights arising from its patrimonial assets and to use networks for the installation of optical fibers. The Company may also participate, majority or minority, in consortia, investment funds or companies with public and private companies. The operation of these businesses may be directly or through subsidiaries, through special purpose companies or other legal types of association approved by the General Shareholders' Meeting.

The Company is registered with the Securities and Exchange Commission - CVM as a Public Company in category A (issuers authorized to trade any securities) and has its shares traded on the São Paulo Stock Exchange (B3 - Brasil, Bolsa, Balcão), being listed at Level 2 of Corporate Governance.

The Company, through municipal concessions, provides water treatment and distribution services and sewage collection and treatment. Contract renewals are valid for an average of 30 years. The current status of the 346 operated municipal concessions is presented below:

| Concession / program contracts <sup>1</sup> | Number of Contracts <sup>1</sup> | Intangible assets + Contract assets + Financial assets <sup>1 2</sup> | % of Total Revenues <sup>1</sup> | % of EBITDA <sup>1</sup> |
|---|----------------------------------|---|----------------------------------|--------------------------|
| Overdue                                     | 22                               | 679,954   | 5.0                              | 5.0                      |
| Maturity in 2023                            | 15                               | 75,461  | 0.6                              | 0.4                      |
| Maturity between 2024 and 2033              | 53                               | 2,454,607   | 19.6                             | 19.6                     |
| Maturity after 2033 <sup>3</sup>            | 256                              | 9,138,235   | 74.8                             | 75.0                     |
| <b>Total</b>                                | <b>346</b>                       | <b>12,348,257</b>   | <b>100.0</b>                     | <b>100.0</b>             |

<sup>1</sup> Information not audited or not reviewed by independent auditors.

<sup>2</sup> Book value.

<sup>3</sup> Includes the municipality of Maringá, whose amendment, that extended the concession until 2040, is currently being discussed in court.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

Base date March 31, 2023

(In thousands of Brazilian Reais, except when indicated otherwise)

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Upon expiration of the concessions, the municipality must reimburse the Company for the values of the assets related to the concession. Additionally, the Company is discussing in court the validity of the amendment that extended the concession with the municipality of Maringá. The last procedural movement, in this case, refers to the distribution in the Federal Supreme Court (STF), to Minister Ricardo Lewandowski, of the Extraordinary Appeal with Agravo (ARE), under No. pending the analysis of the Internal appeal filed on 09/19/2022. Also, in the STF, on 04/20/2022, 05/23/2022, and 08/05/2022, conciliation hearings were held, with the support of the STF Mediation and Conciliation Center and participation of the Paraná State Public Ministry, in which Sanepar presented a proposal to the Municipality, however, these remained unfruitful. Currently, according to the note in the “Notice to the Market”, on 02/07/2023, the Company and the municipality of Maringá petitioned in the records of ARE No. 1363547, jointly, requesting the suspension of the process, for 30 (thirty) days, due to internal demands, at the administrative level, inherent to the object of the action. There's still no related procedural movement, as the process has been concluded, since 02/08/2023, for the Rapporteur Minister evaluate the request. According to a court order, the contract is not terminated until the Municipality pays the compensation owed to the Company.

The Company has 40% interest in the Special Purpose Entity, organized as a closely held corporation, named “CS Bioenergia S/A”, engaged in rendering services of proper final destination of solid and organic waste and of the sludge generated in the sewage stations, production of biogas and generation of energy, as mentioned in Note 12.

## 2. PRESENTATION OF THE FINANCIAL STATEMENTS

### 2.1. Statement of Compliance

The financial statements are presented in conformity with Laws CPC 21 (R1) - Interim Statement issued by CPC - Pronouncements Committee Accounting Statements and IAS 34 - Interim Financial Reporting, issued by IASB - International Accounting Standards Board, applicable to the preparation of the Quarterly - ITR, and presented in a manner consistent with the rules and procedures established by the Brazilian Securities Commission - CVM. Therefore, the Interim Financial Information is also in accordance with IFRS and shows all relevant information specific to the quarterly information, which is consistent with that used by Management in its management.

The Financial Information was authorized for disclosure by the Company's Management on May 11, 2023.

### 2.2. Operational continuity

The Company's Management has carried out all its planning and actions aimed at the continuity of its business, thus evaluating that it is able to make available all resources for the continuity of its operations. Management is not aware of any material uncertainty that may raise doubts about the Company's going concern, so the Interim Financial Information was prepared considering this assumption.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

Base date March 31, 2023

(In thousands of Brazilian Reais, except when indicated otherwise)

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### New Legal Framework for Sanitation

On July 15, 2020, Federal Law No. 14,026/2020 was published, which updated the legal framework for basic sanitation and adapted other rules to contemplate the updates proposed in the new legal text, aiming to expand the competition in the sector, and imposed compliance targets of serving 99% of the population with drinking water and 90% with sewage collection and treatment until December 31, 2033.

With the enactment of the aforementioned law, the ANA (National Water and Basic Sanitation Agency) became the national regulatory body, responsible for issuing reference standards for the sector.

The Law prohibits the formalization of new program contracts for the provision of public basic sanitation services and predicted that the States should establish regional provision structures, meeting the criteria of the Metropolis Statute.

On July 9, 2021, Complementary State Law No. 237 was enacted, establishing the micro-regions of public water supply and sanitary sewage services in the West, Center-East, and Center-Coast and their respective governance structures, covering all 399 municipalities in Paraná, of which the Company operates in 345 municipalities.

On October 1, 2021, State Decrees No. 8.924/2021, 8.925/2021, and 8.926/2021 were published, which implemented the provisory internal regulations of each of the micro-regions.

On March 30, 2022, the General Meetings of the Paraná Water and Sewage Microregions (MRAE-1, MRAE-2, and MRAE-3) approved the inclusion, in the contractual amendments to the Concession/Program Agreements, of the targets outlined in article 11-B of Federal Law No. 11.445/2007, changed by Federal Law No. 14.026/2020.

In compliance with the law and federal decrees, SANEPAR proved its economic and financial capacity to meet the goals outlined in art. 11-B of Law No. 11,445/2007 in its current contracts, on December 29, 2021, situation that was approved by Paraná Regulatory Agency - AGEPAR and the Intermunicipal Sanitation Regulatory Agency - ARIS, with respective certificate and registration with ANA.

For information, AGEPAR failed to recognize the Company's economic and financial capacity in 21 municipalities, which represented 0.41% of its Net Operating Revenue in the fiscal year of 2022, emphasizing the legality of said contracts up to their terms due to the impossibility of forecasting physical targets for the short-term remaining in these contracts.

For expired contracts and those that did not have declared economic capacity, the Secretariat for Microregions hired a consultancy from FUNDACE (Foundation for Research and Development of Administration, Accounting and Economics) on November 28, 2022, a consultancy that is also working on the Plans Regional Basic Sanitation.

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Lastly, on April 5, 2023, Federal Decrees Nos. 11,466 and 11,467 were issued, which comprehend provisions, among other definitions, for the direct provision of services through regionalized structures, regularization of expired contracts and factual situations, until December 31, 2025 (deadline until 2033), extension of the planning deadline and the possibility of re-submitting the study of economic and financial capacity by providers.

### 2.3. Measurement and Presentation Basis

The Interim Financial Information was prepared considering historical cost as base value, except for recognized revaluations, except for the appreciation of certain assets financial assets measured at fair value, and certain classes of current and noncurrent assets and liabilities, as presented in the explanatory note on accounting practices.

### 2.4. Functional and Reporting Currency

All amounts presented in the Interim Financial Information, including the amounts in the notes, are stated in thousands of Brazilian Reais, which the Company's functional currency, unless otherwise stated.

## 3. MAIN ACCOUNT PRACTICES

The main accounting practices used in the preparation of the Interim Financial Information for the quarter ended on March 31, 2023, are consistent with the practices described in Note 3 of the Company's financial statements for the year ended December 31, 2022. Therefore, this interim financial information should be read along with the annual financial statements for the year ended on December 31, 2022, which were disclosed on February 16, 2023.

### New IFRS e IFRIC interpretations (IASB Financial Information Interpretation Committee)

In the quarter ended on March 31, 2023, no new standards, amendments, and interpretations of standards were issued. Additionally, the IASB issued/revised some IFRS standards, which are to be adopted for the year 2023 or after, and the Company is evaluating the impacts of the adoption of these standards on its Interim Financial Statements:

*Amendment to IAS 1 standards - Classification of liabilities as Current or Non-current:* Clarifies aspects to be considered for the classification of liabilities as Current Liabilities or Non-Current Liabilities. This amendment to the standard is effective for years beginning on or after 01/01/2023. The Company does not expect significant impacts on its Interim Interim Financial Statements.

*Amendment to IAS 1 and Disclosure of accounting practices 2 – Disclosure of accounting policies:* Clarifies aspects to be considered in the disclosure of accounting policies. This standard change is effective for years beginning on or after 01/1/2023. The Company does not expect significant impacts on its Interim Financial Statements.

*Amendment to IAS 8 – Definition of accounting estimates:* Clarifies aspects to be considered when defining accounting estimates. This standard change is effective for years beginning on or after 01/1/2023. The Company does not expect significant impacts on its Interim Financial Statements.



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*Amendment to IAS 12 – Deferred tax related to assets and liabilities arising from a single transaction:* Clarifies aspects to be considered in the recognition of deferred tax assets and liabilities related to taxable temporary differences and deductible temporary differences. This standard change is effective for years beginning on or after 01/1/2023. The Company does not expect significant impacts on its Interim Financial Statements.

*Amendment to IFRS 16 – Lease liability in a sale and leaseback:* Clarifies aspects to be considered for treating an asset transfer as a sale. This standard change is effective for fiscal years beginning on/or after 01/1/2024. The Company does not expect significant impacts on its Interim Financial Statements.

*Amendment to IAS 1 - Non-Current Liabilities with "Covenants":* Clarifies aspects of separate classifications in the balance sheet of current and non-current assets and liabilities, establishing presentation based on liquidity when providing reliable and more relevant information. This standard change is effective for fiscal years beginning on/or after 01/1/2024. The Company does not expect significant impacts on its Interim Financial Statements.

## 4. RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

The Company is exposed to financial risks, however, they are managed or mitigated to not significantly affect the results of its operations and are described in this Note.

### 4.1. Financial risk management

***Business Risk:*** The Company's business relates primarily to capturing, treating, and distributing water, collecting, and treating sewage for 345 municipal concessions operated in the State of Paraná and 1 in the State of Santa Catarina. The Company's results depend on the maintenance of concessions in the municipalities where it operates, the concession contracts and program contracts have an average term of 30 years. These contracts foresee meeting targets for the expansion and maintenance of water and sewage systems, related to the rate of service of the water supply and sewage collection networks. In some situations, the municipality may terminate the contract before its final term or not authorize its renewal upon compensation at the fair value of the balances of investments not yet depreciated/amortized. The process of readjustment and review of the tariff is approved by the Paraná's Regulatory Agency - AGEPAR.

***Credit Risk:*** The Company is exposed to the credit risk of the counterpart in its financial transactions (cash and cash equivalents, bank deposits, and financial institutions) and accounts receivable (credit to customers and balances with related parties). The maximum exposure is equivalent to the accounting value as of March 31, 2023, and is stated in Notes 6, 9, and 20. The risks related to customers are mitigated by their composition, that includes a pulverized base that covers practically the entire population of the State of Paraná. Considering the type of business, Management does not carry out a credit analysis on the customer's ability to pay, adopting the practice of cutting off the supply in the event of default upon prior written notice delivered to the user, at least thirty days in advance of the scheduled date for the cut, except for the duration of State Law No. 20.187 of 2020 resulting from the coronavirus pandemic. The level of losses on the realization of accounts receivable is considered normal for the sanitation sector.

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The practice of cutting the supply does not apply to public bodies, however, Management intensifies efforts to reduce default levels with negotiations with debtor municipalities and if there is no agreement, the Company enters with judicial collection.

**Interest rate risk:** Interest rate risk is the risk that the fair value of future cash flows of a certain financial instrument changes due to variations in market interest rates. The Company's exposure to the risk of changes in market interest rates refers mainly to the Company's long-term obligations subject to variable interest rates.

This risk is due to the possibility of the Company incurring losses on account of interest rate fluctuations, which may increase the financial expenses on loans and financing.

**Sensitivity analysis of interest rate:** the Company's Management calculates the sensitivity to a possible change in the rate of return on financial investments and interest on loans, financing, debentures, and leases subject to variable interest rates, which may generate significant impacts. If the rates of return on financial investments and interest on loans held in reais varied around 25% and 50%, with all other variables held constant, the effect on pre-tax earnings would be R\$8,676 and R\$17,352 more or less, mainly as a result of income from financial investments and lower or higher interest expenses on financial investments and variable rate loans as described below:

| Description                                   | Index | +25%            | -25%            | +50%            | -50%            |
|---|-------|-----------------|-----------------|-----------------|-----------------|
| Financial Investments                         | DI    | 10,869          | (10,869)        | 21,738          | (21,738)        |
| <b>Assets</b>                                 |       | <b>10,869</b>   | <b>(10,869)</b> | <b>21,738</b>   | <b>(21,738)</b> |
| Caixa Econômica Federal                       | TR    | (1,575)         | 1,575           | (3,150)         | 3,150           |
| BNDES   | TJLP  | (1)             | 1               | (2)             | 2               |
| BNDES-PAC2                                    | TJLP  | (1,131)         | 1,131           | (2,262)         | 2,262           |
| BNDES-AVANÇAR                                 | IPCA  | (242)           | 242             | (484)           | 484             |
| Debentures - 2nd Issuance - 1st e 3rd Series  | TJLP  | (214)           | 214             | (428)           | 428             |
| Debentures - 2nd Issuance - 2nd Series        | IPCA  | (258)           | 258             | (516)           | 516             |
| Debentures - 4th Issuance - 1st Series        | TJLP  | (493)           | 493             | (986)           | 986             |
| Debentures - 4th Issuance - 2nd Series        | IPCA  | (400)           | 400             | (800)           | 800             |
| Debentures - 7th Issuance - 1st a 4th Series  | IPCA  | (850)           | 850             | (1,700)         | 1,700           |
| Debentures - 8th Issuance - 2nd Series        | DI    | (1,371)         | 1,371           | (2,742)         | 2,742           |
| Debentures - 9th Issuance - 1st e 2nd Series  | DI    | (3,060)         | 3,060           | (6,120)         | 6,120           |
| Debentures - 10th Issuance - Single Series    | IPCA  | (2,385)         | 2,385           | (4,770)         | 4,770           |
| Debentures - 11th Issuance - 1st Series       | DI    | (1,134)         | 1,134           | (2,268)         | 2,268           |
| Debentures - 11th Issuance - 2nd e 3rd Series | IPCA  | (2,391)         | 2,391           | (4,782)         | 4,782           |
| Debentures - 12th Issuance - 1st Series       | DI    | (1,748)         | 1,748           | (3,496)         | 3,496           |
| Debentures - 12th Issuance - 2nd Series       | IPCA  | (1,734)         | 1,734           | (3,468)         | 3,468           |
| Lease - Right of Use                          | DI    | (558)           | 558             | (1,116)         | 1,116           |
| <b>Liabilities</b>                            |       | <b>(19,545)</b> | <b>19,545</b>   | <b>(39,090)</b> | <b>39,090</b>   |
| <b>Effects on income before tax</b>           |       | <b>(8,676)</b>  | <b>8,676</b>    | <b>(17,352)</b> | <b>17,352</b>   |

The index considered for the 12-month period ended on March 31, 2023, were TR of 2.01% and the TJLP of 7.10% obtained from BACEN - Banco Central do Brasil, the IPCA at the rate of 4.65% obtained from IBGE – Instituto Brazilian Geography and Statistics, the DI at the rate of 13.29% obtained from B3 – Brasil, Bolsa e Balcão and the IPC at the rate of 5.75% obtained from Fipe.



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**Exchange Rate Sensitivity Analysis:** we present below the impacts that would be generated by changes in the risk variables related to derivative financial instruments intended to hedge the foreign currency loan. According to data from the Central Bank of Brazil - BACEN, obtained from the Market Expectations System, the probable scenario for the next quarter is an increase of 2.295% in the dollar rate. This scenario uses the average exchange rate projected for June 2023, in relation to the PTAX rate informed for 03/31/2023.

Considering the notional amount of €2,892 thousand (R\$15,976 thousand), the value of the Euro quotation as R\$5.5244 for March 31, 2023 (Ptax – Central Bank) and considering the premise of maintaining the proportional value of U\$1.0874 for each euro, according to a dollar PTAX of R\$5.0804, we present below the exchange rate variation for 25% e 50% for appreciation and depreciation concerning the exposure:

| Effects on results                         | Probable | +25%  | -25%    | +50%  | -50%    |
|--|----------|-------|---------|-------|---------|
| Euro's variation risk (increase of 2.295%) | 367      | 3,994 | (3,994) | 7,988 | (7,988) |

**Liquidity risk:** Liquidity risk consists of the eventuality that the Company does not have sufficient funds to meet its commitments due to the different currencies and terms of realization/settlement of its rights and obligations. The Company structures the maturities of non-derivative financial contracts, as shown in Note 14, so as not to affect their liquidity. The management of liquidity and cash flow is carried out daily by the Company's management areas, to ensure that operating cash generation and prior fundraising, when necessary, are sufficient to maintain its schedule of commitments, reducing liquidity risks. Additionally, the Company has a dividend policy and treasury and market risk management policy.

**Derivative Financial Instruments:** Under the Company's Risk, Treasury, and Market Management Policy, to mitigate the risks related to foreign exchange exposure, 3 financial institutions were hired to carry out non-speculative hedge operations upon receipt of funds arising from the loan from Banco KfW, through the exchange (Swap) of the variation of the debt in Euros + 1.35% interest per year for a percentage of the CDI. The Company does not apply the hedge accounting policy for this contract, measuring it at fair value through profit or loss, presented in the financial result. The debt of this loan is shown in Note 14.

On March 31, 2023, the Company has swap contracts (Euro + Interest x CDI) as shown below:

| Financial Instruments - Swap Contracts |                |                                 |                           |                    |                                 |                                     |   |
|--|----------------|---------------------------------|---------------------------|--------------------|---------------------------------|-------------------------------------|---|
| Operation                              | Agent          | Beginning Date of the Operation | Maturity of the Operation | Notional Value EUR | Fair alue of the Asset Position | Fair alue of the Liability Position | Gain (Loss) with Derivative Financial Instruments - |
| 1                                      | Banco Bradesco | 06/01/2022                      | 06/27/2023                | 598                | 3,354                           | 3,164                               | 190   |
| 2                                      | Banco Itaú     | 11/28/2022                      | 06/27/2023                | 1,783              | 9,883                           | 10,248                              | (365)   |
| 3                                      | Banco Itaú     | 11/28/2022                      | 12/26/2023                | 501                | 2,779                           | 2,872                               | (93)  |
| <b>TOTAL</b>                           |                |                                 |                           | <b>2,882</b>       | <b>16,016</b>                   | <b>16,284</b>                       | <b>(268)</b>  |

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### 4.2. Capital risk management

The purpose of the capital management of the Company is to guarantee a strong credit rating to financial institutions and an optimal capital ratio in order to support business and maximize values to the shareholders. The Company manages its capital structure by means of adjustments and adequacy to current economic conditions. With this objective, the company can make payments of dividends, enter new loans, issue promissory notes and contract operations with derivatives. For the period ended on March 31, 2023, there was no change in the objectives, policies or capital structure processes.

In order to preserve its liquidity and payment capability, the Company uses as leverage metrics on net debt/equity. For net debt effect purposes, loans, financing, debentures and lease, minus cash and cash equivalents:

| Description                            | 03/31/2023  | 12/31/2022  |
|--|-------------|-------------|
| Loans, financing, debentures and lease | 5,178,819   | 5,083,244   |
| Cash and cash equivalents              | (1,212,661) | (1,207,932) |
| Net debt *                             | 3,966,158   | 3,875,312   |
| Equity                                 | 9,106,461   | 8,786,887   |
| Net Debt/Equity Ratio *                | 0.44        | 0.44        |

\* Information not audited or not reviewed by independent auditors

### 4.3. Financial Instruments

The financial instruments are recognized in the Company's Interim Financial Statements and the fair value is the same as the book value, as follows:

| Description                              | 03/31/2023       | 12/31/2022       |
|--|------------------|------------------|
| <b>Assets</b>                            |                  |                  |
| <b>Fair value through profit or loss</b> |                  |                  |
| Financial Investments                    | 1,205,311        | 1,169,170        |
| Derivative Financial Instruments         | 16,016           | 16,053           |
| Restricted Deposits                      | 113,908          | 98,919           |
| <b>Amortized cost</b>                    |                  |                  |
| Cash and Banks                           | 7,350            | 38,762           |
| Trade Accounts Receivables, net          | 1,329,197        | 1,211,913        |
| Contractual Financial Assets             | 708,601          | 676,465          |
| Other Accounts receivable                | 66,294           | 62,851           |
| <b>Total</b>                             | <b>3,446,677</b> | <b>3,274,133</b> |
| <b>Liabilities</b>                       |                  |                  |
| <b>Fair value through profit or loss</b> |                  |                  |
| Derivative Financial Instruments         | 16,284           | 15,746           |
| <b>Amortized cost</b>                    |                  |                  |
| Loans, Financing, Debentures and Lease   | 5,178,819        | 5,083,244        |
| Contractors and Suppliers                | 237,268          | 298,122          |
| Other Accounts Payable                   | 195,678          | 180,024          |
| <b>Total</b>                             | <b>5,628,049</b> | <b>5,577,136</b> |

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The hierarchy level of fair value through profit or loss of the Company's assets is framed in level 2, which corresponds to financial investments, derivative instruments, and restricted deposits, according to CPC 48 – Financial Instruments.

### 5. CASH AND CASH EQUIVALENTS

These have the following composition:

| Description                               | 03/31/2023              | 12/31/2022              |
|---|-------------------------|-------------------------|
| Unrestricted Bank Deposits                | 412                     | 5,803                   |
| Restricted Bank Deposits                  | 6,938                   | 32,959                  |
|   | <u>7,350</u>            | <u>38,762</u>           |
| Financial Investments                     | 1,205,311               | 1,169,170               |
| <b>Total of Cash and Cash Equivalents</b> | <b><u>1,212,661</u></b> | <b><u>1,207,932</u></b> |

Financial investments are close to fair value, classified in level 2 of the fair value hierarchy and have short-term characteristics, high liquidity, and low risk of changes in value. They are made up of a fixed income fund, invested in an exclusive Investment Fund (CNPJ 03.737.212/0001-44 – Caixa SANEPAR I Fixed Income Exclusive Investment Fund) whose portfolio is composed mostly of federal government bonds, and by the CDB at Caixa (CNPJ 00.360.305/0001-04), with an average yield of 100.11% of CDI (99.65% in 2022).

### 6. TRADE ACCOUNTS RECEIVABLE

a) The balances of trade accounts receivables break down per maturity as follows:

| Description                                       | 03/31/2023              | 12/31/2022              |
|---|-------------------------|-------------------------|
| Falling Due Accounts Receivable                   | 339,279                 | 334,328                 |
| Accounts Receivable from Installment Payments (1) | 371,310                 | 248,679                 |
| Adjustment to Present Value                       | (46,518)                | (32,060)                |
| Accounts to be Billed (Unbilled Consumption)      | 260,206                 | 256,713                 |
|   | <u>924,277</u>          | <u>807,660</u>          |
| Overdue Accounts Receivable                       |                         |                         |
| From 1 to 30 days                                 | 186,632                 | 175,395                 |
| From 31 to 60 days                                | 87,144                  | 82,055                  |
| From 61 to 90 days                                | 52,444                  | 54,852                  |
| From 91 to 180 days                               | 97,892                  | 116,384                 |
| Over 180 days                                     | 517,525                 | 557,711                 |
| Allowance for Losses on Doubtful Accounts         | (536,717)               | (582,144)               |
|   | <u>404,920</u>          | <u>404,253</u>          |
| <b>Total Accounts Receivable, net</b>             | <b><u>1,329,197</u></b> | <b><u>1,211,913</u></b> |
| <b>Current</b>                                    | <b>1,138,055</b>        | <b>1,086,163</b>        |
| <b>Noncurrent</b>                                 | <b>191,142</b>          | <b>125,750</b>          |

(1) The increase in Accounts Receivable from Installment Payments is due to Private Customers joining the Private Customer Credit Recovery Program (RECLIP).

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We present below the breakdown of total overdue accounts receivable, net of the allowance for doubtful credits:

| Description                             | Trade accounts receivable | Allowance for doubtful accounts | Adjustment to present value | 03/31/2023       | 12/31/2022       |
|---|---------------------------|---------------------------------|-----------------------------|------------------|------------------|
| Municipal Administration                | 110,487                   | (52,883)                        | (77)                        | 57,527           | 30,251           |
| Private                                 | 1,787,754                 | (483,834)                       | (46,441)                    | 1,257,479        | 1,168,766        |
| Federal Entity                          | 1,294                     | -                               | -                           | 1,294            | 1,396            |
| Government State                        | 12,897                    | -                               | -                           | 12,897           | 11,500           |
| <b>Balance at the end of the period</b> | <b>1,912,432</b>          | <b>(536,717)</b>                | <b>(46,518)</b>             | <b>1,329,197</b> | <b>1,211,913</b> |

b) Changes in the allowance for expected losses on doubtful accounts were as follows:

| Description                           | 03/31/2023       | 12/31/2022       |
|---------------------------------------|------------------|------------------|
| Balances at Beginning of Period       | (582,144)        | (390,748)        |
| Amounts Recorded as Expenses/Reversal | 45,420           | (192,257)        |
| Write-offs, Net of Recoveries         | 7                | 861              |
| <b>Balances at end of the period</b>  | <b>(536,717)</b> | <b>(582,144)</b> |

Reversal of the provision for expected losses on overdue accounts is due to the maintenance of the Private Customer Credit Recovery Program (RECLIP), which provides the installment of debts of private customers in up to 60 payments.

c) The balance of the allowance for expected losses on doubtful accounts breaks down as follows:

| Description               | 03/31/2023       | 12/31/2022       |
|---------------------------|------------------|------------------|
| Private Customers         | (483,834)        | (529,830)        |
| Municipal Administrations | (52,883)         | (52,314)         |
| <b>Total</b>              | <b>(536,717)</b> | <b>(582,144)</b> |

d) The balances of short and long-term trade accounts receivable arising from installment payments have been discounted to present value. The changes in adjustment present value were as follows:

| Description                         | 03/31/2023      | 12/31/2022      |
|-------------------------------------|-----------------|-----------------|
| Balances at Beginning of the Period | (32,060)        | (17,211)        |
| Adjustment to Present Value         | (14,458)        | (14,849)        |
| <b>Balances at end of period</b>    | <b>(46,518)</b> | <b>(32,060)</b> |

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### 7. RECOVERABLE TAXES AND CONTRIBUTIONS

These have the following composition:

| Description                     | 03/31/2023    | 12/31/2022    |
|---------------------------------|---------------|---------------|
| Recoverable Income Tax          | 32,353        | 31,399        |
| Recoverable Social Contribution | 7,146         | 6,935         |
| <b>Total</b>                    | <b>39,499</b> | <b>38,334</b> |
| <b>Current</b>                  | <b>39,499</b> | <b>38,334</b> |

### 8. RESTRICTED DEPOSITS

Restricted deposits breakdown as follows:

| Description                         | 03/31/2023     | 12/31/2022    |
|-------------------------------------|----------------|---------------|
| Health National Foundation - FUNASA | 3,271          | 3,198         |
| Reserves kept in CAIXA (1)          | 77,611         | 75,214        |
| Other Agreements (2)                | 33,026         | 20,507        |
| <b>Totals</b>                       | <b>113,908</b> | <b>98,919</b> |
| <b>Current</b>                      | <b>36,297</b>  | <b>23,705</b> |
| <b>Noncurrent</b>                   | <b>77,611</b>  | <b>75,214</b> |

(1) Reserve accounts linked to financing contracts in amounts sufficient to meet contractual clauses.

(2) Technical and financial cooperation agreement signed with Itaipu Binacional for the development of the project "Management of Water Resources and Water Security in the Western Region of Paraná".

### 9. OTHER ACCOUNTS RECEIVABLE

The composition is as follows:

| Description  | 03/31/2023    | 12/31/2022    |
|--|---------------|---------------|
| Advances to Employees                                      | 19,243        | 15,501        |
| Reimbursable Payments                                      | 907           | 965           |
| Guarantee Deposits   | 1,866         | 1,768         |
| Municipal Sanitation and Environmental Management Fund (1) | 42,785        | 43,254        |
| Prepaid Expenses   | 260           | 302           |
| Securities and Other Credits                               | 1,233         | 1,061         |
| <b>Total</b>   | <b>66,294</b> | <b>62,851</b> |
| <b>Current</b>   | <b>24,611</b> | <b>20,699</b> |
| <b>Noncurrent</b>  | <b>41,683</b> | <b>42,152</b> |

(1) Anticipation of transfer to the Municipal Funds of the Environment, as provided in a program contract.

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### 10. CONTRACTUAL FINANCIAL ASSETS

Changes in Financial Assets are as follows:

| Description                 | 12/31/2022     | Additions         | NPV Revenue  | NPV Expense | 03/31/2023     |
|-----------------------------|----------------|-------------------|--------------|-------------|----------------|
| Unamortized Investments     | 1,763,518      | 63,531            | -            | -           | 1,827,049      |
| Adjustment to Present Value | (1,087,053)    | (38,353)          | 7,043        | (85)        | (1,118,448)    |
| <b>Total</b>                | <b>676,465</b> | <b>(a) 25,178</b> | <b>7,043</b> | <b>(85)</b> | <b>708,601</b> |

a) Amount transferred from property, plant and equipment and intangible assets, referring to the expectation of residual value receivable at the end of program contracts, net of Adjustment to Present Value for the period (note 13c).

The equivalent discount rate applied to calculate the present value adjustment was 4.18% (spread between the IPCA projected for the year and the WACC rate) and took into account the terms of the Program Contracts.

### 11. CONTRACT ASSETS

It has the following movement:

| Description                       | 12/31/2022       | Additions      | Capitalisation of Interest | Write-off and Loss | Transfer to Intangible asset | Requisition for Constructions | 03/31/2023       |
|-----------------------------------|------------------|----------------|----------------------------|--------------------|------------------------------|-------------------------------|------------------|
| Projects and Works in Progress    | 2,614,277        | 368,327        | 13,585                     | -                  | (232,358)                    | -                             | 2,763,831        |
| Inventories for Construction Work | 132,172          | 17,772         | -                          | -                  | -                            | (20,334)                      | 129,610          |
| <b>Total</b>                      | <b>2,746,449</b> | <b>386,099</b> | <b>13,585</b>              | <b>-</b>           | <b>(232,358)</b>             | <b>(20,334)</b>               | <b>2,893,441</b> |

Until the 1st quarter of 2023, the amount of R\$386,099 (R\$344,595 in the same period of 2022) was recorded as projects and works in progress, resulting from: (i) expansion of the Water Supply System, mainly in the municipalities of Curitiba, São José dos Pinhais, Londrina, Laranjeiras do Sul and Guarapuava; (ii) Sewage Collection and Treatment mainly in the municipalities of Ivaiporã, Pato Branco, Cafelândia, Arapongas and Londrina. Amounts referring to completed constructions for the expansion of the Water Supply and Sewage Collection and Treatment System were transferred to intangible assets, mainly in the municipalities of Telêmaco Borba, São José dos Pinhais, Londrina, Curitiba, and Ortigueira.

On the 1st quarter of 2023, interest and other financial charges were capitalized on the funds and loans that financed the Company's projects and constructions, for the amount of R\$13,585 (R\$8,799 in the same period in 2022). The average rate used to determine the amount of capitalized borrowing costs concerning total costs was 9.6%.

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### 12. INVESTMENTS

The Company has the following investments:

| Description                                      | 03/31/2023   | 12/31/2022   |
|--|--------------|--------------|
| Investment in joint venture - CS Bioenergia S.A. | 16,838       | 16,555       |
| Impairment Test                                  | (16,238)     | (16,555)     |
| Other investment                                 | 1,854        | 1,988        |
| <b>Total</b>                                     | <b>2,454</b> | <b>1,988</b> |

#### Investment in joint venture – CS Bioenergia S.A.

The Company owns 40% of CS Bioenergia SA, a company located next to the ETE – Belém Sewage Treatment Station, whose purpose is the exploration and proper disposal of solid and organic waste and the sludge produced in the aforementioned ETE, in addition to the production of biogas and energy generation through the bio digestion process. CS Bioenergia S.A. partially started its operations in June 2017 and in 2019 it reached its operational stability and started the process of transferring electricity credits to Sanepar's consumer units. The financial contribution made by the Company comprises the amount of R\$36,104 recorded in its Capital Stock and R\$5,781 as an Advance for Future Capital Increase - AFAC.

The Company's investment is accounted for using the equity method in the financial statements of the investee, which are summarized below:

| Statement of Financial Position – CS Bioenergia S.A. | 03/31/2023    | 12/31/2022    |
|--|---------------|---------------|
| Current Assets                                       | 4,031         | 4,500         |
| Noncurrent Assets                                    | 53,052        | 53,906        |
| • Fixed Assets                                       | 42,108        | 43,928        |
| • Other  | 10,944        | 9,978         |
| <b>Total Assets</b>                                  | <b>57,083</b> | <b>58,406</b> |
| Current Liabilities                                  | 7,559         | 8,538         |
| • Loans, Financing and Leases <sup>1</sup>           | 3,821         | 4,446         |
| • Other  | 3,738         | 4,092         |
| Noncurrent Liabilities                               | 7,430         | 8,232         |
| • Loans, Financing and Leases <sup>1</sup>           | 6,359         | 6,870         |
| • Other  | 1,071         | 1,362         |
| Equity   | 42,094        | 41,636        |
| <b>Total Liabilities and Equity</b>                  | <b>57,083</b> | <b>58,406</b> |

<sup>1</sup> The Company has a guarantor obligation, in the proportion of 40%, of the bank credit note in the amount of R\$4,184 issued by Banco Santander against CS Bioenergia S.A., with an amortization period of 60 months, as of December 17, 2020.

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| Statement of Income (Loss) – CS Bioenergia S.A. | 03/31/2023     | 03/31/2022     |
|---|----------------|----------------|
| Revenue   | 4,752          | 3,763          |
| (-) Cost of Services                            | (4,795)        | (4,620)        |
| Gross Profit (Loss)                             | (43)           | (857)          |
| (-) Operational Expenses                        | (866)          | (691)          |
| Loss before Net Financial Result and Taxes      | (909)          | (1,548)        |
| (-) Net Financial Result                        | (183)          | (329)          |
| Loss before Taxes                               | (1,092)        | (1,877)        |
| Income Taxes (IRPJ and CSLL)                    | -              | -              |
| <b>Loss for the period</b>                      | <b>(1,092)</b> | <b>(1,877)</b> |

Changes in the investment in the period are as follows:

| Description   | 03/31/2023 | 12/31/2022 |
|---|------------|------------|
| Balance at beginning of the period  | -          | -          |
| Financial Contribution  | 600        | 5,181      |
| Equity in Earnings (Losses) of Controlled Company (percentage of interest of 40%) | (417)      | (3,300)    |
| Impairment Test - (Constitution)/Reversal   | 417        | (1,881)    |
| <b>Balance at end of the period</b>   | <b>600</b> | <b>-</b>   |

### Impairment of investments on CS Bioenergia S.A.

As a result of the delay in the conclusion and start of the operation of the CS Bioenergia SA plant, as recommended by CPC 18 (R2) - Investments in Associates and Joint Ventures and CPC 01 (R1) - Impairment of Assets, at the end of 2022, the Management of Sanepar carried out the impairment test of this investment, considering the history of losses and that future cash flows present negative results, for the analyzed period of 5 years, concluded that the investment has no recoverable value. Thus, the impact of the Impairment Test of the investment in CS Bioenergia was recorded in the Company's results, and this amount was adjusted with the recognition of the equity in the period.

### Other investments

The Company has investment quotas in FINAM (Amazon Investment Fund), classified as level I, resulting from the application of Income Tax Incentive of R\$2,201 and other investments over which do not have significant influence in the amount of R\$322, with no maturity date and that are note immediately convertible, which at fair value, considering the quotation on 03/31/2023, are equivalent to R\$1,854.



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### 13. FIXED AND INTANGIBLE ASSETS

#### a) Fixed assets

These have the following composition:

| By Account                            |                          |                          | 03/31/2023               | 12/31/2022     |
|---------------------------------------|--------------------------|--------------------------|--------------------------|----------------|
| Description                           | Cost                     | Accumulated depreciation | Net amount               |                |
| Goods for Administrative Use          | 377,312                  | (163,438)                | 213,874                  | 217,456        |
| Other Fixed Assets                    | 6,076                    | (4,053)                  | 2,023                    | 2,045          |
| Right of Use Lease                    | 231,670                  | (95,044)                 | 136,626                  | 151,023        |
| <b>Total</b>                          | <b>615,058</b>           | <b>(262,535)</b>         | <b>352,523</b>           | <b>370,524</b> |
| By Nature                             |                          |                          | 03/31/2023               | 12/31/2022     |
| Description                           | Annual depreciation rate | Cost                     | Accumulated depreciation | Net amount     |
| Plots of land                         | -                        | 2,922                    | -                        | 2,922          |
| Civil Construction                    | *1.84%                   | 118,423                  | (24,228)                 | 94,195         |
| Improvements                          | *2%                      | 2,775                    | (897)                    | 1,878          |
| Facilities                            | *5.83%                   | 9,815                    | (4,299)                  | 5,516          |
| Equipments                            | *6.23%                   | 101,864                  | (42,163)                 | 59,701         |
| Furniture and Fixtures                | *7.14%                   | 53,008                   | (25,753)                 | 27,255         |
| IT Equipments                         | *19.82%                  | 39,977                   | (28,010)                 | 11,967         |
| Vehicles                              | *13.05%                  | 28,325                   | (20,084)                 | 8,241          |
| Machinery, Tractors and Similar       | *19.35%                  | 24,355                   | (21,346)                 | 3,009          |
| Tools                                 | *6.67%                   | 1,658                    | (711)                    | 947            |
| Patrimonial Assets to be Incorporated | -                        | 266                      | -                        | 266            |
| Right of Use Lease                    | *28.45%                  | 231,670                  | (95,044)                 | 136,626        |
| <b>Total</b>                          |                          | <b>615,058</b>           | <b>(262,535)</b>         | <b>352,523</b> |

\* Weighted Average Rate

#### b) Intangible assets

These have the following composition:

| By account                        |                   |                          | 03/31/2023       | 12/31/2022       |
|-----------------------------------|-------------------|--------------------------|------------------|------------------|
| Description                       | Cost              | Accumulated Amortization | Net Amount       |                  |
| Water Mains                       | 6,082,429         | (2,051,167)              | 4,031,262        | 3,954,648        |
| Sewage Mains                      | 6,363,538         | (1,697,773)              | 4,665,765        | 4,610,250        |
| Solid Waste                       | 5,134             | (5,108)                  | 26               | -                |
| Right of Use and System Operation | 125,114           | (77,926)                 | 47,188           | 47,657           |
| Other Intangible Assets           | 272,604           | (105,719)                | 166,885          | 164,613          |
| Right of Use - Lease              | 200,216           | (23,508)                 | 176,708          | 177,489          |
| <b>Total</b>                      | <b>13,049,035</b> | <b>(3,961,201)</b>       | <b>9,087,834</b> | <b>8,954,657</b> |

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| By nature                                 |                          |                   |                          | 03/31/2023       | 12/31/2022       |
|---|--------------------------|-------------------|--------------------------|------------------|------------------|
| Description                               | Annual Amortization Rate | Cost              | Accumulated Amortization | Net Amount       |                  |
| Plots of Land                             | -                        | 297,429           | -                        | 297,429          | 279,477          |
| Wells                                     | *3.10%                   | 175,382           | (44,104)                 | 131,278          | 130,420          |
| Dams                                      | *2.67%                   | 148,790           | (67,558)                 | 81,232           | 81,782           |
| Civil Construction                        | *2.59%                   | 2,978,921         | (753,144)                | 2,225,777        | 2,173,857        |
| Improvements                              | *2.67%                   | 49,321            | (6,949)                  | 42,372           | 41,860           |
| Piping                                    | *2.64%                   | 6,377,127         | (1,828,152)              | 4,548,975        | 4,502,262        |
| Building Connections                      | *3.33%                   | 969,310           | (323,516)                | 645,794          | 638,225          |
| Facilities                                | *5.83%                   | 236,302           | (106,044)                | 130,258          | 131,207          |
| Hydrometers                               | *10%                     | 303,333           | (122,996)                | 180,337          | 176,530          |
| Macro-meters                              | *10%                     | 7,360             | (5,340)                  | 2,020            | 2,110            |
| Equipments                                | *6.23%                   | 873,445           | (382,482)                | 490,963          | 481,661          |
| Furniture and Fixtures                    | *7.14%                   | 7,765             | (4,532)                  | 3,233            | 3,255            |
| IT Equipment                              | *19.82%                  | 94,207            | (86,276)                 | 7,931            | 7,261            |
| Computer Programs                         | *20%                     | 113,051           | (61,359)                 | 51,692           | 54,348           |
| Vehicles                                  | *13.05%                  | 23,172            | (15,661)                 | 7,511            | 7,849            |
| Machinery, Tractors and Similar           | *19.35%                  | 26,169            | (24,154)                 | 2,015            | 2,180            |
| Tools                                     | *6.67%                   | 365               | (255)                    | 110              | 113              |
| Rights of Use and Transmission Lines      | *6.25%                   | 4,521             | (530)                    | 3,991            | 4,060            |
| Environmental Protection and Preservation | *20%                     | 35,224            | (26,715)                 | 8,509            | 8,822            |
| Concession of the Mun. of Curitiba (1)    | *1.5%                    | 125,000           | (77,812)                 | 47,188           | 47,656           |
| Concession of the Mun. of Cianorte (2)    | *5%                      | 114               | (114)                    | -                | -                |
| Patrimonial Assets to be Incorporated     | -                        | 2,511             | -                        | 2,511            | 2,233            |
| Rights of Use - Lease                     | *37.41%                  | 200,216           | (23,508)                 | 176,708          | 177,489          |
| <b>Total</b>                              |                          | <b>13,049,035</b> | <b>(3,961,201)</b>       | <b>9,087,834</b> | <b>8,954,657</b> |

\* Weighted average rate.

- (1) Right to grant the onerous concession contract signed on December 6, 2001 and whose concession was previously renewed on June 5, 2018 upon signature of the program agreement in accordance with Law No. 11.445, of January 5, 2007, and other relevant legal acts.
- (2) High of grant an onerous concession agreement with the Municipality of Cianorte, assigned on March 7, 2002, to provide public utility services of collection, treatment, and final disposition of solid waste for a period of 20 years. The continuity of the operation of the services was authorized on a precarious basis by Municipal Decree of Cianorte nº 3, of January 12, 2023, for the period until April 30, 2025, or until the service provision in the municipality is regularized under the terms of the current legislation.

### Leases:

The Company has lease agreements, with the following characteristics:

(i) asset lease agreement valued at R\$199.3 million resulting from the expansion of the sewage system in the municipalities of Matinhos and Pontal do Paraná, for a period of 240 (two hundred and forty) months, the payment of which started in February 2017, with a substantial transfer of the risks and benefits of the assets which will be owned by the Company at the end of the contract; and

(ii) vehicle, movable and real estate lease contracts, in which the risks and benefits of using the assets remain with the lessor. These contracts do not exceed 5 years.

The obligations arising from these contracts are shown in note 14.

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As of March 31, 2023, the book value for each category of assets under a Lease commitment recorded in Intangible and Fixed Assets is shown below:

| By accounts                 |                          |                |                          | 03/31/2023     | 12/31/2022     |
|-----------------------------|--------------------------|----------------|--------------------------|----------------|----------------|
| Description                 | Annual Amortization Rate | Cost           | Accumulated amortization | Net amount     |                |
| Civil Construction          | 1.67%                    | 37,434         | (3,608)                  | 33,826         | 33,983         |
| Piping                      | 2.00%                    | 147,315        | (15,763)                 | 131,552        | 132,289        |
| Building Connections        | 3.33%                    | 8,227          | (1,498)                  | 6,729          | 6,797          |
| Facilities                  | 6.67%                    | 309            | (119)                    | 190            | 195            |
| Equipments                  | 6.00%                    | 6,013          | (2,100)                  | 3,913          | 4,002          |
| <b>Lease - Coastal</b>      |                          | <b>199,298</b> | <b>(23,088)</b>          | <b>176,210</b> | <b>177,266</b> |
| Car Rental                  | 29.60%                   | 125,613        | (49,554)                 | 76,059         | 87,600         |
| Civil Construction          | 20.84%                   | 41,112         | (10,373)                 | 30,739         | 32,991         |
| Equipments                  | 31.78%                   | 1,384          | (417)                    | 967            | 764            |
| IT Equipments               | 27.01%                   | 64,479         | (35,120)                 | 29,359         | 29,891         |
| <b>Lease - Right of use</b> |                          | <b>232,588</b> | <b>(95,464)</b>          | <b>137,124</b> | <b>151,246</b> |
| <b>Total</b>                |                          | <b>431,886</b> | <b>(118,552)</b>         | <b>313,334</b> | <b>328,512</b> |
| <b>Fixed assets</b>         |                          | <b>231,670</b> | <b>(95,044)</b>          | <b>136,626</b> | <b>151,023</b> |
| <b>Intangible assets</b>    |                          | <b>200,216</b> | <b>(23,508)</b>          | <b>176,708</b> | <b>177,489</b> |

The Company recorded in its Income Statement the amount of R\$2,310 relating to low value and short-term lease contracts (less than 12 months).

Assets resulting from leasing contracts present the following changes:

| Asset              | 12/31/2022     | Additions    | Amortization    | 03/31/2023     |
|--------------------|----------------|--------------|-----------------|----------------|
| Lease - Coastal    | 177,266        | -            | (1,056)         | 176,210        |
| Vehicles           | 87,600         | -            | (11,541)        | 76,059         |
| Civil Construction | 32,991         | -            | (2,252)         | 30,739         |
| Equipments         | 764            | 377          | (174)           | 967            |
| IT Equipments      | 29,891         | 2,385        | (2,917)         | 29,359         |
| <b>Amount</b>      | <b>328,512</b> | <b>2,762</b> | <b>(17,940)</b> | <b>313,334</b> |

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### c) Changes in fixed and intangible assets for the period ended on March 31, 2023:

| Description                                | 12/31/2022       | Additions     | Depreciation and Amortization | Write-Offs and Losses | Transfers from Work in Progress | Transfers           | 03/31/2023       |
|--|------------------|---------------|-------------------------------|-----------------------|---------------------------------|---------------------|------------------|
| <b>Fixed Assets</b>                        |                  |               |                               |                       |                                 |                     |                  |
| Plots of Land                              | 2,922            | -             | -                             | -                     | -                               | -                   | 2,922            |
| Civil Construction                         | 94,720           | -             | (588)                         | -                     | -                               | 63                  | 94,195           |
| Improvements                               | 1,862            | -             | (13)                          | -                     | -                               | 29                  | 1,878            |
| Facilities                                 | 5,648            | -             | (132)                         | -                     | -                               | -                   | 5,516            |
| Equipments                                 | 59,653           | 1,492         | (1,438)                       | (6)                   | -                               | -                   | 59,701           |
| Furniture and Fixture                      | 27,822           | 225           | (792)                         | -                     | -                               | -                   | 27,255           |
| IT Equipments                              | 12,796           | 96            | (925)                         | -                     | -                               | -                   | 11,967           |
| Vehicles                                   | 8,765            | 25            | (549)                         | -                     | -                               | -                   | 8,241            |
| Machinery, Tractors and Similar            | 3,130            | -             | (121)                         | -                     | -                               | -                   | 3,009            |
| Tools                                      | 928              | 42            | (23)                          | -                     | -                               | -                   | 947              |
| Patrimonial Assets to be Incorporated      | 1,255            | (989)         | -                             | -                     | -                               | -                   | 266              |
| Lease of Right of Use                      | 151,023          | 2,401         | (16,798)                      | -                     | -                               | -                   | 136,626          |
| <b>Total Fixed Assets</b>                  | <b>370,524</b>   | <b>3,292</b>  | <b>(21,379)</b>               | <b>(6)</b>            | <b>-</b>                        | <b>92</b>           | <b>352,523</b>   |
| <b>Intangible Assets</b>                   |                  |               |                               |                       |                                 |                     |                  |
| Plots of Land                              | 279,477          | 1,452         | -                             | -                     | 16,500                          | -                   | 297,429          |
| Wells                                      | 130,420          | -             | (526)                         | -                     | 1,433                           | (49)                | 131,278          |
| Dams                                       | 81,782           | -             | (815)                         | -                     | 332                             | (67)                | 81,232           |
| Civil Construction                         | 2,173,857        | 1,891         | (18,684)                      | -                     | 78,168                          | (9,455)             | 2,225,777        |
| Improvements                               | 41,860           | 69            | (329)                         | -                     | 984                             | (212)               | 42,372           |
| Piping                                     | 4,502,262        | 8,311         | (39,892)                      | -                     | 93,018                          | (14,724)            | 4,548,975        |
| Building Connections                       | 638,225          | -             | (7,743)                       | (45)                  | 16,114                          | (757)               | 645,794          |
| Facilities                                 | 131,207          | 34            | (3,536)                       | -                     | 2,553                           | -                   | 130,258          |
| Hydrometers                                | 176,530          | 2             | (7,093)                       | (291)                 | 11,195                          | (6)                 | 180,337          |
| Macro-meters                               | 2,110            | 4             | (95)                          | (7)                   | 8                               | -                   | 2,020            |
| Equipments                                 | 481,661          | 8,800         | (8,936)                       | (1,440)               | 10,878                          | -                   | 490,963          |
| Furniture and Fixture                      | 3,255            | 63            | (85)                          | -                     | -                               | -                   | 3,233            |
| IT Equipments                              | 7,261            | 109           | (433)                         | -                     | 994                             | -                   | 7,931            |
| Computer Programs                          | 54,348           | 1,403         | (4,059)                       | -                     | -                               | -                   | 51,692           |
| Vehicles                                   | 7,849            | -             | (338)                         | -                     | -                               | -                   | 7,511            |
| Machinery, Tractors and Similar            | 2,180            | -             | (165)                         | -                     | -                               | -                   | 2,015            |
| Tools                                      | 113              | -             | (3)                           | -                     | -                               | -                   | 110              |
| Right of Use and Transmission Lines        | 4,060            | -             | (69)                          | -                     | -                               | -                   | 3,991            |
| Environmental Protection and Preservation  | 8,822            | -             | (494)                         | -                     | 181                             | -                   | 8,509            |
| Concession of the Municipality of Curitiba | 47,656           | -             | (468)                         | -                     | -                               | -                   | 47,188           |
| Patrimonial Assets to be Incorporated      | 2,233            | 278           | -                             | -                     | -                               | -                   | 2,511            |
| Lease of Right of Use                      | 177,489          | 361           | (1,142)                       | -                     | -                               | -                   | 176,708          |
| <b>Total Intangible Assets</b>             | <b>8,954,657</b> | <b>22,777</b> | <b>(94,905)</b>               | <b>(1,783)</b>        | <b>232,358</b>                  | <b>(25,270)</b>     | <b>9,087,834</b> |
| <b>Grand Total</b>                         | <b>9,325,181</b> | <b>26,069</b> | <b>(116,284)</b>              | <b>(1,789)</b>        | <b>(a) 232,358</b>              | <b>(b) (25,178)</b> | <b>9,440,357</b> |

a) Amount transferred from the Contract Asset account (note 11).

b) Amount transferred to the Contractual Financial Assets line, regarding the expected residual amount receivable by the end of the program contracts, net of present value adjustment (note 10).

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### 14. LOANS, FINANCING, DEBENTURES AND LEASE

a) Composition of loans, financing, debentures, and leases are as follows:

| Description                              | Yearly Interest Rate  | Index    | 03/31/2023     |                  |                  | 12/31/2022     |                  |                  |
|--|-----------------------|----------|----------------|------------------|------------------|----------------|------------------|------------------|
|  |                       |          | Current        | Noncurrent       | Total            | Current        | Noncurrent       | Total            |
| <b>In Brazilian Reais:</b>               |                       |          |                |                  |                  |                |                  |                  |
| Debentures 8th Issuance - 2nd Series     | 108.00% do DI         | -        | 161,049        | -                | 161,049          | 155,563        | -                | 155,563          |
| BNDES                                    | TJLP + 1.82%          | -        | -              | -                | -                | 645            | -                | 645              |
| Banco do Brasil - PSI                    | 3.00% to 6.00%        | -        | 1,397          | 47               | 1,444            | 2,097          | 190              | 2,287            |
| Debentures 2nd Issuance - 1st Series     | TJLP + 1.92%          | -        | 12,412         | 6,175            | 18,587           | 12,383         | 9,232            | 21,615           |
| Debentures 2nd Issuance - 2nd Series     | 9.19%                 | IPCA     | 25,793         | 23,508           | 49,301           | 24,196         | 22,992           | 47,188           |
| Debentures 2nd Issuance - 3rd Series     | TJLP + 1.92%          | -        | 16,549         | 8,233            | 24,782           | 16,510         | 12,310           | 28,820           |
| Debentures 9th Issuance - 1st Series     | 106.05% do DI         | -        | 8,399          | 199,145          | 207,544          | 1,476          | 199,137          | 200,613          |
| Banco Itaú - PSI                         | 3.00% to 6.00%        | -        | 2,651          | 974              | 3,625            | 3,067          | 1,445            | 4,512            |
| Debentures 12th Issuance - 1st Series    | DI + 1.08%            | -        | 7,581          | 296,801          | 304,382          | 18,571         | 296,519          | 315,090          |
| Debentures 9th Issuance - 2nd Series     | 107.25% do DI         | -        | 6,443          | 150,814          | 157,257          | 1,137          | 150,810          | 151,947          |
| Debentures 11th Issuance - 1st Series    | DI + 1.65%            | -        | 245            | 128,753          | 128,998          | 4,899          | 128,590          | 133,489          |
| Debentures 4th Issuance - 1st Series     | TJLP + 1.67%          | -        | 24,465         | 80,390           | 104,855          | 24,406         | 86,143           | 110,549          |
| Debentures 4th Issuance - 2nd Series     | 7.44%                 | IPCA     | 16,653         | 54,694           | 71,347           | 16,301         | 57,507           | 73,808           |
| Debentures 10th Issuance - Single Series | 4.66%                 | IPCA     | -              | 427,428          | 427,428          | 4,276          | 417,946          | 422,222          |
| Debentures 11th Issuance - 2nd Series    | 4.25%                 | IPCA     | -              | 240,272          | 240,272          | 2,237          | 234,893          | 237,130          |
| BNDES - PAC2                             | TJLP + 1.67% to 2.05% | -        | 62,412         | 217,467          | 279,879          | 62,214         | 232,093          | 294,307          |
| Lease - Coastal                          | 11.14%                | IPC-FIPE | 14,166         | 300,240          | 314,406          | 13,899         | 303,313          | 317,212          |
| Lease - Right of Use                     | 9.10%                 | -        | 84,860         | 90,747           | 175,607          | 81,667         | 100,972          | 182,639          |
| Debentures 11th Issuance - 3rd Series    | 4.49%                 | IPCA     | -              | 186,330          | 186,330          | 1,965          | 182,057          | 184,022          |
| Debentures 12th Issuance - 2nd Series    | 5.89%                 | IPCA     | 3,257          | 317,056          | 320,313          | 7,837          | 309,978          | 317,815          |
| Debentures 7th Issuance - 1st Series *   | 5.20%                 | IPCA     | 2,949          | 38,947           | 41,896           | 2,854          | 39,611           | 42,465           |
| Debentures 7th Issuance - 2nd Series *   | 4.79%                 | IPCA     | 5,660          | 74,971           | 80,631           | 4,648          | 64,714           | 69,362           |
| Debentures 7th Issuance - 3rd Series     | 6.97%                 | IPCA     | 1,509          | 21,066           | 22,575           | 1,477          | 20,953           | 22,430           |
| Debentures 7th Issuance - 4th Series     | 6.57%                 | IPCA     | 2,780          | 38,913           | 41,693           | 2,379          | 33,851           | 36,230           |
| BNDES - AVANÇAR                          | 3.59% to 5.60%        | IPCA     | 3,036          | 77,247           | 80,283           | 1,360          | 77,418           | 78,778           |
| Caixa Econômica Federal                  | 6.62% to 12.00%       | TR       | 97,403         | 1,621,639        | 1,719,042        | 92,235         | 1,524,919        | 1,617,154        |
| <b>Total in Brazilian Reais</b>          |                       |          | <b>561,669</b> | <b>4,601,857</b> | <b>5,163,526</b> | <b>560,299</b> | <b>4,507,593</b> | <b>5,067,892</b> |
| <b>In Foreign Currency:</b>              |                       |          |                |                  |                  |                |                  |                  |
| KfW Bank                                 | 1.35%                 | EURO     | 15,293         | -                | 15,293           | 15,352         | -                | 15,352           |
| <b>Total in Foreign Currency</b>         |                       |          | <b>15,293</b>  | <b>-</b>         | <b>15,293</b>    | <b>15,352</b>  | <b>-</b>         | <b>15,352</b>    |
| <b>Balance at the End on the Period</b>  |                       |          | <b>576,962</b> | <b>4,601,857</b> | <b>5,178,819</b> | <b>575,651</b> | <b>4,507,593</b> | <b>5,083,244</b> |
| Loans and Financing                      |                       |          | 182,192        | 1,917,374        | 2,099,566        | 176,970        | 1,836,065        | 2,013,035        |
| Debentures                               |                       |          | 295,744        | 2,293,496        | 2,589,240        | 303,115        | 2,267,243        | 2,570,358        |
| Leases                                   |                       |          | 99,026         | 390,987          | 490,013          | 95,566         | 404,285          | 499,851          |

\* IPCA as a variable component of TLP

### Foreign Currency Debt:

On December 11, 2017, the Company signed a loan agreement with KfW Bank of EUR 50 million, with interest subsidy provided by the Federal Republic of Germany for projects that meet the eligibility criteria of the development policy as per terms that meet the OECD - Organization for Economic Co-operation and Development requirements for recognition as Official Development Assistance. The first release of funds took place in August 2019.

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The Company will use the Loan exclusively to finance the promotion of the DKTI climate-friendly biogas technology promotion program in the state of Paraná regarding: (i) rehabilitation, expansion and construction of sewage treatment systems and plants; (ii) collection, treatment, disposal and use of biogas from sewage treatment plants; (iii) sludge treatment; (iv) equipment and accessories; and (v) consulting services.

The Company will promote the execution of the contractually planned activities and Banco KfW will disburse the amounts by 06/30/2023, according to the construction schedule. Half-yearly payment of a 0.25% commitment fee will be due per year on the amount not yet disbursed and interest of 1.35% per year. On the amount disbursed. The debt will be repaid in 21 semi-annual payments, with the first installment being amortized in December 2022.

Throughout the term of the agreement, the Company shall comply with the covenants pursuant to item 'f' of this Note.

The Company contracted derivative financial instruments for hedging with Banco Bradesco S/A, Banco Santander Brasil S/A, and Itaú Unibanco S/A, which were signed on 11/06/2017, 12/07/2017, and 22 /01/2018 respectively, to mitigate the exchange risk, assuming a variation of the CDI as a counterpart, as described in Note 4.1. Until March 31, 2023, there was a release of €2,892 mil thousand by Banco KfW, with swap operations being carried out to protect the interest rate and exchange variation, without a speculative nature, converting the financial charges to 105.32% of CDI (weighted average), weighted average 14.0% for a rate of 13.29 % of CDI.

### Leases:

The obligations arising from Leases are allocated to financial charges and reduction of the corresponding liability, reflecting a periodic and constant interest rate on the remaining balance of the liability. Lease liabilities have the following characteristics:

(i) The asset lease agreement resulting from the expansion of the sanitary sewage system in the municipalities of Matinhos and Pontal do Paraná (Lease - Coastal) provides for an annual monetary update of the debt balance linked to the IPC-FIPE during the term of the agreement. The discount rate applied in the initial recognition of this contract was carried out in the period in which the contractual stages were delivered, being the weighted average of 11.1%; and

(ii) Vehicle, movable and immovable leasing contracts (Lease – Right of Use) do not have a contractual term exceeding 5 years. The incremental borrowing rate (weighted average) applied to the liabilities of these leases varies according to the period in which they are signed, when the respective initial accounting record is carried out. As of January 1, 2019, the weighted average discount rate applied to contracts was 6.88%. As of December 31, 2019, the weighted average discount rate applied in the recognition of these contracts was 6.76%, as of December 31, 2020, it was 6.12%, as of December 31, 2021, it was 4.77%, as of December 31, 2022, it was 8.70%, and as of March 31, 2023, it was 9.10%. The Company does not have variable rent payments in its leasing contracts, nor does it have a sale or leaseback transaction of assets.

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The lease liability recognized by the Company is gross of PIS/COFINS, and has the following changes:

| Liabilities          | 12/31/2022     | Additions    | Restatement | Financial Charges | Payments        | 03/31/2023     |
|----------------------|----------------|--------------|-------------|-------------------|-----------------|----------------|
| Lease - Coastal      | 317,212        | -            | -           | 8,358             | (11,164)        | 314,406        |
| Lease - Right of Use | 182,639        | 2,762        | -           | 2,233             | (12,027)        | 175,607        |
| <b>Total</b>         | <b>499,851</b> | <b>2,762</b> | <b>-</b>    | <b>10,591</b>     | <b>(23,191)</b> | <b>490,013</b> |
| <b>Current</b>       | <b>95,566</b>  |              |             |                   |                 | <b>99,026</b>  |
| <b>Noncurrent</b>    | <b>404,285</b> |              |             |                   |                 | <b>390,987</b> |

As of March 31, 2023, the present value of the minimum future financial obligations related to Leases is shown below:

| Description                               | Minimum Future Payments | Financial Charges | 03/31/2023                       | 13/31/2022                       |
|---|-------------------------|-------------------|----------------------------------|----------------------------------|
|   |                         |                   | Present Value of Future Payments | Present Value of Future Payments |
| <b>Lease - Coastal</b>                    |                         |                   |                                  |                                  |
| Less than a year                          | 44,191                  | (30,025)          | 14,166                           | 13,899                           |
| More than a year and less than five years | 178,616                 | (117,462)         | 61,154                           | 59,638                           |
| Above five years                          | 363,500                 | (124,414)         | 239,086                          | 243,675                          |
| <b>Subtotal</b>                           | <b>586,307</b>          | <b>(271,901)</b>  | <b>314,406</b>                   | <b>317,212</b>                   |
| <b>Lease - Right of Use</b>               |                         |                   |                                  |                                  |
| Less than a year                          | 95,406                  | (10,546)          | 84,860                           | 81,668                           |
| More than a year and less than five years | 99,503                  | (8,756)           | 90,747                           | 100,971                          |
| <b>Subtotal</b>                           | <b>194,909</b>          | <b>(19,302)</b>   | <b>175,607</b>                   | <b>182,639</b>                   |
| <b>Total</b>                              | <b>781,216</b>          | <b>(291,203)</b>  | <b>490,013</b>                   | <b>499,851</b>                   |

Liabilities from right of use and coastal leases were measured considering the incremental loan discount rate, with the incorporation of projected inflation, and presents the following composition:

| Description     | 03/31/2023     |
|-----------------|----------------|
| Lease - Coastal | 406,295        |
| Vehicles        | 83,571         |
| Mobile goods    | 40,780         |
| Real Estate     | 42,326         |
| <b>Total</b>    | <b>572,972</b> |

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Below we present the future payment flows, considering the projected inflation until the maturity of the contracts, by nature of the lease, in relation to the right to use and coastal lease commitments:

| Description     | 2023          | 2024           | 2025           | 2026          | 2027          | 2028          | 2029 to 2036   | Total          |
|-----------------|---------------|----------------|----------------|---------------|---------------|---------------|----------------|----------------|
| Lease - Coastal | 38,321        | 48,144         | 50,110         | 52,065        | 54,088        | 56,202        | 483,312        | <b>782,242</b> |
| Vehicles        | 26,209        | 38,054         | 32,104         | -             | -             | -             | -              | <b>96,367</b>  |
| Mobile goods    | 16,704        | 11,016         | 10,329         | 4,998         | -             | -             | -              | <b>43,047</b>  |
| Real Estate     | 6,697         | 9,215          | 9,591          | 10,772        | 12,112        | 3,258         | -              | <b>51,645</b>  |
| <b>Total</b>    | <b>87,931</b> | <b>106,429</b> | <b>102,134</b> | <b>67,835</b> | <b>66,200</b> | <b>59,460</b> | <b>483,312</b> | <b>973,301</b> |

The composition of the Company's loans, financing, debentures and lease expressed in Brazilian Reais subject to variable and fixed interest rates are shown below:

| Index                       | 03/31/2023       | 12/31/2022       |
|-----------------------------|------------------|------------------|
| TR                          | 1,719,042        | 1,617,154        |
| TJLP                        | 428,103          | 455,936          |
| IPCA                        | 1,562,069        | 1,531,450        |
| DI                          | 959,230          | 956,702          |
| IPC-FIPE                    | 314,406          | 317,212          |
| EURO                        | 15,293           | 15,352           |
| With No Monetary Adjustment | 180,676          | 189,438          |
| <b>Total</b>                | <b>5,178,819</b> | <b>5,083,244</b> |



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### b) Description of loans, financing, debentures, and leases:

| Description                                | Period of Issuance | Fintol Maturity | Hired Amount | Number of Debentures | Payments     |  |
|--|--------------------|-----------------|--------------|----------------------|--------------|--|
|  |                    |                 |              |                      | Amortization | Interest                                     |
| Debentures 8th Issuance - 2nd Serie        | 2018               | 2023            | 155,000      | 15,500               | 2023         | Six-Monthly                                  |
| BNDES - 1 Contract                         | 2007               | 2023            | 81,357       | -                    | Monthly      | Quarterly during grace period and monthly at |
| Debentures 9th Issuance - 1st Serie        | 2019               | 2024            | 199,150      | 19,915               | 2024         | Six-Monthly                                  |
| Banco do Brasil - PSI - 11 Contracts       | 2013 to 2014       | 2024            | 30,793       | -                    | Monthly      | Quarterly during grace period and monthly at |
| Debentures 2nd Issuance - 1st e 3rd Series | 2011               | 2024            | 261,304      | 7,000                | Monthly      | Quarterly during grace period and monthly at |
| Debentures 2nd Issuance - 2nd Serie        | 2011               | 2024            | 118,547      | 3,000                | Anual        | Yearly                                       |
| Banco Itaú - PSI - 13 Contracts            | 2013 to 2014       | 2025            | 33,175       | -                    | Monthly      | Quarterly during grace period and monthly at |
| Debentures 9th Issuance - 2nd Serie        | 2019               | 2026            | 150,850      | 15,085               | 2026         | Six-Monthly                                  |
| Debentures 11th Issuance - 1st Serie       | 2021               | 2026            | 130,000      | 130,000              | 2025/2026    | Six-Monthly                                  |
| Lease - Right of Use                       | 2018 to 2023       | 2023 to 2028    | 189,852      | -                    | Monthly      | Monthly                                      |
| Debentures 4th Issuance - 1st Serie        | 2014               | 2027            | 223,716      | 7,000                | Monthly      | Quarterly during grace period and monthly at |
| Debentures 4th Issuance - 2nd Serie        | 2014               | 2027            | 95,590       | 3,000                | Monthly      | Quarterly during grace period and monthly at |
| Debentures 10th Issuance - Single Series   | 2020               | 2027            | 350,000      | 35,000               | 2027         | Six-Monthly                                  |
| Debentures 12th Issuance - 1st Serie       | 2022               | 2027            | 300,000      | 300,000              | 2027         | Six-Monthly                                  |
| BNDES - PAC2 - 4 Contracts                 | 2011 to 2014       | 2029            | 602,665      | -                    | Monthly      | Quarterly during grace period and monthly at |
| Debentures 11th Issuance - 2nd Serie       | 2021               | 2029            | 208,300      | 208,300              | 2029         | Six-Monthly                                  |
| Debentures 11th Issuance - 3rd Serie       | 2021               | 2031            | 161,700      | 161,700              | 2031         | Six-Monthly                                  |
| KfW Bank (Euro)                            | 2017               | 2032            | 50,000       | -                    | Six-Monthly  | Six-Monthly                                  |
| Debentures 12th Issuance - 2nd Serie       | 2022               | 2032            | 300,000      | 300,000              | 2032         | Six-Monthly                                  |
| Lease - Coastal                            | 2013               | 2036            | 460,592      | -                    | Monthly      | Monthly                                      |
| Debentures 7th Issuance - 1st Serie        | 2018               | 2038            | 47,279       | 19,733               | Monthly      | Quarterly during grace period and monthly at |
| Debentures 7th Issuance - 2nd Serie        | 2018               | 2038            | 120,437      | 50,267               | Monthly      | Quarterly during grace period and monthly at |
| Debentures 7th Issuance - 3rd Serie        | 2018               | 2038            | 20,263       | 8,457                | Monthly      | Quarterly during grace period and monthly at |
| Debentures 7th Issuance - 4th Serie        | 2018               | 2038            | 51,616       | 21,543               | Monthly      | Quarterly during grace period and monthly at |
| BNDES - AVANÇAR - 2 Contracts              | 2020 to 2021       | 2041            | 525,583      | -                    | Monthly      | Quarterly during grace period and monthly at |
| Caixa Econômica Federal - 288 Contracts    | 2007 to 2022       | 2046            | 3,194,963    | -                    | Monthly      | Monthly                                      |

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### c) The amortization timeline is as follows:

| Description                         | 2023           | 2024           | 2025           | 2026           | 2027           | 2028           | 2029           | 2030           |
|-------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Debentures 2nd Issuance             | 47,551         | 45,119         | -              | -              | -              | -              | -              | -              |
| Debentures 4th Issuance             | 30,985         | 40,529         | 40,529         | 40,529         | 23,630         | -              | -              | -              |
| Debentures 7th Issuance             | 9,933          | 11,857         | 11,857         | 11,857         | 11,857         | 11,857         | 11,857         | 11,857         |
| Debentures 8th Issuance             | 161,049        | -              | -              | -              | -              | -              | -              | -              |
| Debentures 9th Issuance             | 14,843         | 199,145        | -              | 150,813        | -              | -              | -              | -              |
| Debentures 10th Issuance            | -              | -              | -              | -              | 427,428        | -              | -              | -              |
| Debentures 11th Issuance            | 246            | -              | 64,376         | 64,376         | -              | -              | 240,272        | -              |
| Debentures 12th Issuance            | 10,838         | -              | -              | 148,401        | 148,401        | -              | -              | -              |
| <b>Debentures Subtotal</b>          | <b>275,445</b> | <b>296,650</b> | <b>116,762</b> | <b>415,976</b> | <b>611,316</b> | <b>11,857</b>  | <b>252,129</b> | <b>11,857</b>  |
| BNDES - PAC2                        | 47,041         | 61,484         | 61,484         | 51,017         | 29,866         | 25,249         | 3,738          | -              |
| BNDES - AVANÇAR                     | 2,144          | 3,568          | 4,624          | 4,687          | 4,687          | 4,687          | 4,687          | 4,687          |
| Banco do Brasil - PSI               | 1,202          | 242            | -              | -              | -              | -              | -              | -              |
| Banco Itaú - PSI                    | 2,070          | 1,460          | 95             | -              | -              | -              | -              | -              |
| Caixa Econômica Federal             | 73,700         | 96,992         | 103,013        | 111,425        | 118,545        | 124,716        | 125,172        | 121,473        |
| KfW Bank                            | 15,293         | -              | -              | -              | -              | -              | -              | -              |
| <b>Loans and Financing Subtotal</b> | <b>141,450</b> | <b>163,746</b> | <b>169,216</b> | <b>167,129</b> | <b>153,098</b> | <b>154,652</b> | <b>133,597</b> | <b>126,160</b> |
| Lease - Coastal                     | 12,109         | 12,862         | 14,203         | 15,700         | 17,374         | 19,247         | 21,343         | 23,692         |
| Lease - Right of Use                | 72,300         | 49,387         | 39,358         | 10,811         | 3,698          | 53             | -              | -              |
| <b>Leases Subtotal</b>              | <b>84,409</b>  | <b>62,249</b>  | <b>53,561</b>  | <b>26,511</b>  | <b>21,072</b>  | <b>19,300</b>  | <b>21,343</b>  | <b>23,692</b>  |
| <b>Total</b>                        | <b>501,304</b> | <b>522,645</b> | <b>339,539</b> | <b>609,616</b> | <b>785,486</b> | <b>185,809</b> | <b>407,069</b> | <b>161,709</b> |

| Description                         | 2031           | 2032           | 2033           | 2034           | 2035           | 2036           | 2037 to 2046   | Total            |
|-------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|------------------|
| Debentures 2nd Issuance             | -              | -              | -              | -              | -              | -              | -              | 92,670           |
| Debentures 4th Issuance             | -              | -              | -              | -              | -              | -              | -              | 176,202          |
| Debentures 7th Issuance             | 11,857         | 11,857         | 11,857         | 11,857         | 11,857         | 11,857         | 22,721         | 186,795          |
| Debentures 8th Issuance             | -              | -              | -              | -              | -              | -              | -              | 161,049          |
| Debentures 9th Issuance             | -              | -              | -              | -              | -              | -              | -              | 364,801          |
| Debentures 10th Issuance            | -              | -              | -              | -              | -              | -              | -              | 427,428          |
| Debentures 11th Issuance            | 186,330        | -              | -              | -              | -              | -              | -              | 555,600          |
| Debentures 12th Issuance            | -              | 317,055        | -              | -              | -              | -              | -              | 624,695          |
| <b>Debentures Subtotal</b>          | <b>198,187</b> | <b>328,912</b> | <b>11,857</b>  | <b>11,857</b>  | <b>11,857</b>  | <b>11,857</b>  | <b>22,721</b>  | <b>2,589,240</b> |
| BNDES - PAC2                        | -              | -              | -              | -              | -              | -              | -              | 279,879          |
| BNDES - AVANÇAR                     | 4,687          | 4,687          | 4,687          | 4,687          | 4,687          | 4,687          | 18,390         | 80,283           |
| Banco do Brasil - PSI               | -              | -              | -              | -              | -              | -              | -              | 1,444            |
| Banco Itaú - PSI                    | -              | -              | -              | -              | -              | -              | -              | 3,625            |
| Caixa Econômica Federal             | 115,223        | 86,036         | 85,083         | 78,430         | 81,587         | 84,820         | 312,827        | 1,719,042        |
| KfW Bank                            | -              | -              | -              | -              | -              | -              | -              | 15,293           |
| <b>Loans and Financing Subtotal</b> | <b>119,910</b> | <b>90,723</b>  | <b>89,770</b>  | <b>83,117</b>  | <b>86,274</b>  | <b>89,507</b>  | <b>331,217</b> | <b>2,099,566</b> |
| Lease - Coastal                     | 26,326         | 29,280         | 32,596         | 36,322         | 37,435         | 15,917         | -              | 314,406          |
| Lease - Right of Use                | -              | -              | -              | -              | -              | -              | -              | 175,607          |
| <b>Leases Subtotal</b>              | <b>26,326</b>  | <b>29,280</b>  | <b>32,596</b>  | <b>36,322</b>  | <b>37,435</b>  | <b>15,917</b>  | <b>-</b>       | <b>490,013</b>   |
| <b>Total</b>                        | <b>344,423</b> | <b>448,915</b> | <b>134,223</b> | <b>131,296</b> | <b>135,566</b> | <b>117,281</b> | <b>353,938</b> | <b>5,178,819</b> |

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### d) Changes in loans, financing, debentures, and leases were as follows:

| Description                                    | 03/31/2023     |                  | 03/31/2022     |                  |
|--|----------------|------------------|----------------|------------------|
|  | Current        | Noncurrent       | Current        | Noncurrent       |
| <b>Balances at the Beginning of the Period</b> | <b>575,651</b> | <b>4,507,593</b> | <b>407,680</b> | <b>3,712,885</b> |
| Releases                                       | -              | 132,001          | -              | 670,165          |
| Interest and Fines on Financing                | 97,942         | -                | 78,951         | -                |
| Monetary Variation on Financing                | -              | 41,246           | -              | 31,071           |
| Transfers                                      | 80,140         | (80,140)         | 56,038         | (56,038)         |
| Amortization                                   | (190,595)      | -                | (177,009)      | -                |
| Costs of Funds Raised with Third Parties       | 601            | 1,157            | (737)          | (9,143)          |
| Exchange Rate Variation                        | (130)          | -                | (2,142)        | -                |
| Interest and Monetary Variation on Leases      | 10,591         | -                | 8,548          | -                |
| Leases   | 2,762          | -                | 16,467         | -                |
| <b>Balances at the End of the Period</b>       | <b>576,962</b> | <b>4,601,857</b> | <b>387,796</b> | <b>4,348,940</b> |

### e) The main events in the period were as follows:

During the 1st quarter of 2023, the Company obtained and amortized funds from third parties, as stated below:

| Index                    | Releases       | Amortization     |
|--------------------------|----------------|------------------|
| Debentures 2nd issuance  | -              | (8,111)          |
| Debentures 4th issuance  | -              | (13,394)         |
| Debentures 7th issuance  | 17,306         | (6,704)          |
| Debentures 10th issuance | -              | (9,733)          |
| Debentures 11th issuance | -              | (18,698)         |
| Debentures 12th issuance | -              | (30,888)         |
| BNDES                    | -              | (648)            |
| BNDES - PAC2             | -              | (20,722)         |
| BNDES - AVANÇAR          | -              | (813)            |
| Banco do Brasil - PSI    | -              | (864)            |
| Banco Itaú - PSI         | -              | (940)            |
| Caixa Econômica Federal  | 114,695        | (55,889)         |
| <b>Subtotal</b>          | <b>132,001</b> | <b>(167,404)</b> |
| Leases (1)               | 2,762          | (23,191)         |
| <b>Total</b>             | <b>134,763</b> | <b>(190,595)</b> |

(1) Releases represent right of use (no impact on cash and cash equivalents).

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### f) Restrictive Contractual Clauses – Covenants *(Information unaudited and not reviewed by independent auditors)*

Covenants and restrictive clauses linked to the loans, financing and debentures are shown below:

#### (i) Covenants in BNDES contracts and in 2nd, 4th and 7th Issuance of Debentures

| Index                      | Limit                       | Range                                     |
|----------------------------|-----------------------------|---|
| EBITDA / Debt Service      | Equal to or higher than 1.5 | Less than 1.5 and equal to or higher than |
| Net Bank Debt/ EBITDA      | Equal to or under than 3.0  | Equal to or under 3.8 and higher than 3.0 |
| Other Onerous Debt/ EBITDA | Equal to or under than 1.0  | Equal to or under 1.3 and higher than 1.0 |

#### (ii) Covenants of contracts of the 8th, 9th, 10th, 11th and 12th Issuance of Debentures

| Index                                   | Limit                       |
|---|-----------------------------|
| Adjusted EBITDA /Net Financial Expenses | Equal to or higher than 1.5 |
| Net Bank Debt / adjusted EBITDA         | Equal to or under than 3.0  |

#### (iii) Covenants of contracts with Caixa Econômica Federal

| Index                                   | Limit                       |
|---|-----------------------------|
| Adjusted EBITDA /Net Financial Expenses | Equal to or higher than 1.5 |
| Net Bank Debt / adjusted EBITDA         | Equal to or under 3.0       |
| Other Onerous Debt/Adjusted EBITDA      | Equal to or under 1.0       |

#### (iv) Covenants of contracts with KfW Bank

| Index                                | Limit                       |
|--------------------------------------|-----------------------------|
| EBITDA / Debt service                | Equal to or higher than 1.5 |
| Net Bank Debt / Adjusted EBITDA      | Equal to or under than 3.0  |
| Other Onerous Debt / Adjusted EBITDA | Equal to or under 1.0       |
| Levels of debt                       | Equal to or under 60        |

For BNDES financings contracts, including the new contract called “AVANÇAR” and the 2nd, 4th and 7th Issuance of Debentures, the Company shall maintain throughout the term of the financing agreements the limit ratios, calculated on a quarterly basis and related to cumulative values for the past 12 (twelve) months.

In case one or more of the Company covenants should exhibit for a minimum of two (02) quarters, consecutive or not, within 12 months, ratios within the range mentioned above, the monthly amount for the installment of the transferred rights granted in escrow in the terms of the clause “Fiduciary Assignment of Rights” for each of the contracts will be automatically increased by 20% (twenty percent).

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For contracts in item (ii), of the 8th, 9th, 10th, 11th, and 12th issuances of simple debentures, not convertible into shares, considering that it does not confer any special or general privilege to the holders, the Company must maintain the ratios mentioned above throughout the period and until the final maturity.

About the contracts of item (iii) of Caixa Econômica Federal, related to the 3rd phase of Normative Instruction 14, in accordance with Clause Sixteen of said contracts, and of Normative Instructions 22 and 29, in accordance with Clause Thirty-Two of referred to contracts, the Company shall maintain during the entire term and until the final maturity the indexes stated above.

Regarding the KfW Bank agreement, pursuant to paragraph 11.11 of the loan agreement, the Borrower undertakes to comply at all times with the stipulated financial ratios above.

As of March 31, 2023, the Company complies with the restrictive clauses stipulated when issuing debentures, financing from BNDES, Caixa Econômica Federal and KfW Bank.

## 15. TAXES AND CONTRIBUTIONS

The composition is as follows:

| Description                                | 03/31/2023     | 12/31/2022     |
|--|----------------|----------------|
| Income Tax Payable                         | 51,860         | -              |
| Social Contribution Payable                | 20,045         | -              |
| COFINS (tax on sales) Payable              | 30,019         | 34,025         |
| PASEP (tax on sales) Payable               | 6,456          | 7,354          |
| Taxes and Contributions Withheld at Source | 13,783         | 61,388         |
| <b>Total taxes and contributions</b>       | <b>122,163</b> | <b>102,767</b> |
| <b>Current</b>                             | <b>122,163</b> | <b>102,767</b> |

## 16. INCOME TAX AND SOCIAL CONTRIBUTION

### a) Reconciliation of Income Tax and Social Contribution Expenses Recorded in the Statements of Income

| Descrição   | 03/31/2023       |                     | 03/31/2022       |                     |
|---|------------------|---------------------|------------------|---------------------|
|   | Income Tax       | Social Contribution | Income Tax       | Social Contribution |
| Income Before Income Tax and Social Contribution    | 477,062          | 477,062             | 435,010          | 435,010             |
| Income Tax and Social Contribution - Current Rate   | (119,266)        | (42,936)            | (108,753)        | (39,151)            |
| Worker's Meal Program - PAT (1)                     | 5,783            | -                   | 4,780            | -                   |
| Corporate Citizen Incentive (2)                     | 185              | -                   | 131              | -                   |
| Equity in Earnings (Losses) of Controlled Companies | (104)            | (38)                | (188)            | (67)                |
| Other   | (800)            | (312)               | 147              | 35                  |
| <b>Total of Expenses</b>                            | <b>(114,202)</b> | <b>(43,286)</b>     | <b>(103,883)</b> | <b>(39,183)</b>     |
| <b>Total of Income Tax and Social Contribution</b>  | <b>(157,488)</b> |                     | <b>(143,066)</b> |                     |
| <b>Effective Rate</b>                               | <b>33.0%</b>     |                     | <b>32.9%</b>     |                     |

(1) According to Law no. 6,321, of 04/14/1976;

(2) According to Decree 7,052, of December 23, 2009, regulating Law no. 11,770, of 09/09/2008.

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### b) Current and deferred income and social contribution taxes

The breakdown in profit or loss for the period presents the following values:

| Description                                 | 03/31/2023       | 03/31/2022       |
|---|------------------|------------------|
| Income Tax                                  | (144,333)        | (119,321)        |
| Social Contribution                         | (54,019)         | (44,627)         |
| Realization of Deferred Income Tax          | 30,131           | 15,438           |
| Realization of Deferred Social Contribution | 10,733           | 5,444            |
| <b>Total</b>                                | <b>(157,488)</b> | <b>(143,066)</b> |

The tax impacts related to the recognition of actuarial gains and losses in Equity are disclosed in the Statement of Comprehensive Income.

### c) Deferred income and social contribution taxes

The composition of the basis for deferred income tax and social contribution on assets and liabilities for future realization is as follows:

| Description                                    | Estimated realization term | 03/31/2023        |                |                     |                  | 12/31/2022       |
|--|----------------------------|-------------------|----------------|---------------------|------------------|------------------|
|  |                            | Calculation Basis | Income Tax     | Social Contribution | Total            | Total            |
| <b>ASSETS</b>                                  |                            |                   |                |                     |                  |                  |
| NPV on Contractual Financial Assets            | 30 years                   | 1,118,448         | 279,612        | 100,660             | 380,272          | 369,598          |
| Recoverable Value of Assets (Impairment)       | 17 years                   | 10,420            | 2,605          | 938                 | 3,543            | 3,614            |
| Health and Pension Plans                       | 15 years                   | 1,022,486         | 255,622        | 92,023              | 347,645          | 343,759          |
| Lease - Coastal (Asset)                        | 14 years                   | 314,406           | 78,601         | 28,297              | 106,898          | 107,852          |
| Impairment                                     | 10 years                   | 4,163             | 1,040          | 375                 | 1,415            | 1,416            |
| Civil, Labor, Tax and Environmental Provisions | 5 years                    | 752,440           | 188,110        | 67,720              | 255,830          | 234,260          |
| Lease - Right of Use (Asset)                   | 5 years                    | 175,607           | 43,902         | 15,804              | 59,706           | 62,098           |
| NPV of Trade Accounts Receivable               | 5 years                    | 46,518            | 11,629         | 4,187               | 15,816           | 10,900           |
| Impairment on Investments - CS Bionergia       | 5 years                    | 16,238            | 4,060          | 1,461               | 5,521            | 5,663            |
| FVA - Investments Appraised at Fair Value      | 5 years                    | 668               | 167            | 60                  | 227              | 181              |
| Provision for Losses on Credit Realization     | 3 years                    | 51,419            | 12,855         | 4,627               | 17,482           | 17,329           |
| Allowance for Doubtful Accounts - CPC 48       | 3 years                    | 19,337            | 4,834          | 1,741               | 6,575            | 8,388            |
| Net Realizable Value of Inventories            | 2 years                    | 258               | 65             | 23                  | 88               | 88               |
| PAI - Encouraged Retirement Program            | 2 years                    | 165               | 41             | 15                  | 56               | 53               |
| Provision for PPR                              | 1 year                     | 112,540           | 28,135         | 10,129              | 38,264           | 29,951           |
| <b>Total</b>                                   |                            |                   | <b>911,278</b> | <b>328,060</b>      | <b>1,239,338</b> | <b>1,195,150</b> |
| <b>LIABILITIES</b>                             |                            |                   |                |                     |                  |                  |
| NPV on Contractual Financial Assets            | 30 years                   | 1,015,884         | 253,971        | 91,430              | 345,401          | 336,045          |
| Revaluation Surplus                            | 25 years                   | 80,856            | 20,214         | 7,277               | 27,491           | 28,038           |
| Deferred IRPJ on Construction and Improvements | 20 years                   | 104,045           | 26,011         | -                   | 26,011           | 26,327           |
| Donations from Public Agencies                 | 20 years                   | 11,606            | 2,902          | 1,044               | 3,946            | 3,946            |
| Lease - Coastal (Liabilities)                  | 14 years                   | 176,210           | 44,052         | 15,859              | 59,911           | 60,271           |
| Atribution of Deemed Cost to Fixed Assets      | 12 years                   | 6,524             | 1,631          | 587                 | 2,218            | 2,225            |
| Lease - Right of Use (Liabilities)             | 5 years                    | 137,124           | 34,281         | 12,341              | 46,622           | 51,424           |
| <b>Total</b>                                   |                            |                   | <b>383,062</b> | <b>128,538</b>      | <b>511,600</b>   | <b>508,276</b>   |
| <b>Total amount, net</b>                       |                            |                   | <b>528,216</b> | <b>199,522</b>      | <b>727,738</b>   | <b>686,874</b>   |

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### d) Estimated Future Realization of Deferred Income Tax and Social Contribution

The estimated future realization of deferred tax assets and deferred tax liabilities as of March 31, 2023, is as follows:

| Realization period | Deferred Tax Assets |                     |                  | Deferred Tax Liabilities |                     |                |
|--------------------|---------------------|---------------------|------------------|--------------------------|---------------------|----------------|
|                    | Income Tax          | Social Contribution | Total            | Income Tax               | Social Contribution | Total          |
| 2023               | 83,407              | 30,026              | 113,433          | 15,708                   | 5,299               | 21,007         |
| 2024               | 87,997              | 31,679              | 119,676          | 20,944                   | 7,065               | 28,009         |
| 2025               | 99,496              | 35,819              | 135,315          | 20,943                   | 7,065               | 28,008         |
| 2026               | 81,807              | 29,451              | 111,258          | 20,943                   | 7,065               | 28,008         |
| 2027               | 94,201              | 33,912              | 128,113          | 22,657                   | 7,683               | 30,340         |
| 2028 to 2030       | 96,701              | 34,813              | 131,514          | 42,261                   | 13,792              | 56,053         |
| 2031 to 2033       | 97,743              | 35,187              | 132,930          | 42,261                   | 13,792              | 56,053         |
| 2034 to 2036       | 96,701              | 34,813              | 131,514          | 41,984                   | 13,692              | 55,676         |
| 2037 to 2039       | 49,730              | 17,902              | 67,632           | 32,234                   | 10,181              | 42,415         |
| 2040 to 2042       | 27,961              | 10,066              | 38,027           | 32,270                   | 10,195              | 42,465         |
| 2043 to 2045       | 27,961              | 10,066              | 38,027           | 27,847                   | 10,025              | 37,872         |
| 2046 to 2048       | 27,961              | 10,066              | 38,027           | 27,031                   | 9,731               | 36,762         |
| 2049 to 2051       | 27,961              | 10,066              | 38,027           | 25,397                   | 9,143               | 34,540         |
| 2052 to 2054       | 11,651              | 4,194               | 15,845           | 10,582                   | 3,810               | 14,392         |
| <b>Total</b>       | <b>911,278</b>      | <b>328,060</b>      | <b>1,239,338</b> | <b>383,062</b>           | <b>128,538</b>      | <b>511,600</b> |

## 17. UNEARNED REVENUE

The Company signed the assignment agreement for the exploration of financial services with Caixa Econômica Federal for 60 (sixty) months, effective as of March 2022, in the amount of R\$17,800. The revenue corresponding to this agreement is recognized monthly, for the term of the agreement following the accrual basis. The amount recognized in income during the 1st quarter of 2023 was R\$890 (R\$997 in the same period of 2022). The balance on March 31, 2023, is R\$13,943 (R\$14,833 on 12/31/2022), of which R\$3,560 (R\$3,560 on 12/31/2022) is recorded in current liabilities and R\$10,383 in noncurrent liabilities (R\$ 11,273 on 12/31/2022).

## 18. PROVISIONS, CONTINGENT LIABILITIES, CONTINGENT ASSETS AND COURT DEPOSITS

### a) Provisions

The Company records provisions for civil, labor, tax and environmental claims classified as probable losses, which presented the following changes:

| Nature                     | 12/31/2022     | Additions     | Reversals      | Payments        | 03/31/2023     |
|----------------------------|----------------|---------------|----------------|-----------------|----------------|
| Labor Claims (i)           | 399,669        | 73,586        | (407)          | (18,755)        | 454,093        |
| Civil Claims (ii)          | 263,351        | 1,412         | (706)          | (2,003)         | 262,054        |
| Environmental Claims (iii) | 15,406         | 14,059        | (32)           | (3,728)         | 25,705         |
| Tax Claims (iv)            | 10,574         | 14            | -              | -               | 10,588         |
| Ductos Operation (v)       | -              | -             | -              | -               | -              |
| <b>Total</b>               | <b>689,000</b> | <b>89,071</b> | <b>(1,145)</b> | <b>(24,486)</b> | <b>752,440</b> |

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### Main events during the period:

Complement of labor provisions in the amount of R\$11,935, referring to a lawsuit filed by the Union of Engineers of the State of Paraná - SENGE, related to salary differences in the Position, Career, and Remuneration Plan; R\$43,840 referring to labor lawsuits whose object is due to the reintegration of retirees and salary parity; and R\$17,811 referring to the restatement of amounts provisioned for labor claims due to court decisions and new claims filed in the period. On the other hand, there was a reduction in labor provisions (Reversals and Payments) in the amount of R\$19,162, due to the shelving and definitive write-off of legal claims.

Provisioning as a probable loss of lawsuits of an environmental nature related to notices of infraction by the Brazilian Institute of the Environment and Renewable Natural Resources – IBAMA and the Instituto Água e Terra do Paraná – IAT in the amount of R\$ 12,091.

### b) Contingent liabilities

The Company, based on the nature of the lawsuits in which it is involved, and supported by the opinion of its legal advisors, discloses its contingent liabilities for which it has an expectation of possible loss. For these actions, no provisions were made for possible losses, as established by CPC 25 – Provisions, Contingent Liabilities, and Contingent Assets issued by the Accounting Pronouncements Committee.

The position of contingent liabilities with an expected possible loss for labor, civil, environmental, and tax claims is as follows:

| Nature                     | Contingent liabilities |                |
|----------------------------|------------------------|----------------|
|                            | 03/31/2023             | 12/31/2022     |
| Labor claims (i)           | 109,313                | 98,239         |
| Civil claims (ii)          | 555,437                | 488,163        |
| Environmental claims (iii) | 123,911                | 134,732        |
| Tax claims (iv)            | 31,882                 | 28,568         |
| <b>Total</b>               | <b>820,543</b>         | <b>749,702</b> |

### c) Nature of Provisions and Contingent Liabilities

#### (i) Labor

Labor claims are mostly related to claims filed by former employees of the company, providers (joint responsibility) and syndicates, who vindicate salary differences and labor charges. The main suits involving the Company are concerning: i) job position plans and wages; ii) functional reintegration; iii) wage equalization; and iv) meal ticket integration.



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### **(ii) Civil**

Civil proceedings are related to requests for compensation of customers and suppliers, and third-party damages. The main suits involving the Company are in relation to: i) reimbursement of costs incurred for the replacement of materials; ii) mass actions due to lack of water; and iii) other proceedings resulting from indemnification related to the suspension of the contract, traffic accidents, property damage, loss of profits, among others.

### **(iii) Environmental**

The Company has several environmental actions, related to infraction notices issued by Municipal, State and Federal environmental agencies, motivated by different non-conformities, presented primarily in the sewage process, as specified below: i) Leakage and overflow of collection networks; ii) Deficiencies in environmental licensing and grants from Sewage Treatment Plants - ETE; iii) Release of effluents from sewage treatment stations in disagreement with the parameters required by law; and iv) Incorrect destination of the residues (sludge) resulting from the treatment.

Some tax assessment notices are being challenged both at the administrative level, by the respective bodies, and in court.

### **(iv) Tax**

Tax proceedings are mainly related to the collection of IPTU (Urban Property and Land Tax), municipal fees and ISSQN (Tax on Services of Any Nature) due to divergences in the interpretation of the law. The main IPTU claims are related to inquiries from the municipalities of Curitiba, Londrina and Pinhais. Municipal fees concern Paranavaí and the main ISSQN actions relate to questions from the municipalities of Paranavaí, Maringá, Campinha da Lagoa and Pinhais.

### **d) Contingent Assets**

The Company is the author of a declaratory action under No. 1074228-74.2022.4.01.3400 in which the Federal Regional Court of the 1st Region recognized the lack of a legal tax relationship between Sanepar and the Union, as the Company is a beneficiary of tax immunity reciprocity provided for in art. 150, VI, "a", of CRFB/88, in which the success is restricted to the payment of the Corporate Income Tax - IRPJ (repetition of undue debt), covering the period from May 1996 to December 2022. The uncontroversial estimated amount initially recognized by the Union was R\$3,628,754.

The estimated claimed amount may change, and in this sense, the Company has already requested the issuance of a precatory requesting letter for registration in the Union budget. It is safe to say that an estimate of the term for settlement of the writ and effective assessment of the value is unpredictable.

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### e) Court deposits

The Company has made court deposits that will only be recovered in case of a favorable sentence for the Company.

The breakdown is as follows:

| Nature               | Court Deposits |                |
|----------------------|----------------|----------------|
|                      | 03/31/2023     | 12/31/2022     |
| Labor Claims (i)     | 378,116        | 363,510        |
| Civil Claims (ii)    | 115,019        | 111,707        |
| Environmental Claims | 7,500          | 7,488          |
| Tax Claims           | 24,743         | 24,589         |
| <b>Total</b>         | <b>525,378</b> | <b>507,294</b> |

(i) During the first quarter of 2023, 34 new court deposits and updating of labor lawsuits filed by the Paraná State Engineers Union – SENGE, referring to salary differences of the Positions, Career, and Remuneration Plan in the amount of R\$11,077 were recorded.

(ii) During the first quarter of 2023, 208 new court deposits were recorded, mainly referring to material damages and improper collection of fees.

### f) Decision of the Federal Supreme Court (STF) on res judicata in tax matters

On February 8, 2023, the Federal Supreme Court (STF) ruled on Subject 881 – Extraordinary Appeal No. 949,297 and 885 – Extraordinary Appeal No. 955,227.

The Plenary of the Federal Supreme Court unanimously concluded that judicial decisions taken definitively “res judicata” in favor of taxpayers lose their effects if, afterward, the Supreme Court has a different understanding of the subject. That is, if years ago a company obtained authorization from the Court to stop paying any tax, this permission will expire if, and when, the STF decides otherwise.

Management evaluated with its internal legal advisors the possible impacts of this STF decision and concluded that the decision, based on management's assessment supported by its legal advisors, and in line with CPC25/IAS37 Provisions, Contingent Liabilities and Contingent Assets and the CPC24/IAS10 Subsequent Events, does not result in impacts on its financial statements as of March 31, 2023.

## 19. PENSION PLAN AND MEDICAL INSURANCE

Sanepar is a sponsor of Fundação Sanepar de Previdência e Assistência Social – FUSAN, a non-profit legal entity, with the main purpose of managing the retirement plan that aims to supplement the social security benefits to the Company's employees.

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The retirement plan managed by FUSAN has the following main characteristics: defined contribution during the working phase and defined benefit with lifetime income for retirees, pensioners, and for risk benefits (disability pension, death pension, sickness, and accident allowance). This year, the Sponsor transferred the financial amount of R\$9,159 (R\$8,135 in the same period of 2022) as a contribution to FUSAN.

The technical reserves to comply with the rules established by Previc – National Superintendence of Complementary Pensions are determined by the actuary responsible for the pension plan.

The Company is also a sponsor of the Sanepar Social Assistance Foundation, a non-profit entity whose main activity is the management of the health plan for active and retired Sanepar employees, called SaneSaúde.

SaneSaúde is a self-management collective medical and dental care plan, funded through prepayment, with contributions made on average 62.9% by the sponsor and 37.1% by active and retired beneficiaries, through monthly defined contributions in the plan's regulation, which is determined annually, based on actuarial calculations, which consider the age groups of each beneficiary, and the existence of moderating factors for the use of the services offered.

As a contribution to this Foundation, the Company financially transferred, in this quarter, the amount of R\$22,207 (R\$20,481 in the same period of 2022).

Additionally, to comply with the provisions contained in CPC 33 (R1) - Employee Benefits, approved by CVM Deliberation No. 110/22, the company Data A Soluções em Serviços Atuariais, Econômicos e Previdenciários Ltda., which issued detailed reports, supporting the information included, on that base date.

The actuarial position of liabilities related to the retirement plan and health care plan as of March 31, 2023, and December 31, 2022, is shown below:

| Description  | Retirement plan | Health Insurance Plan | 03/31/2023       | 12/31/2022       |
|--------------|-----------------|-----------------------|------------------|------------------|
| Current      | 18,682          | 49,484                | 68,166           | 67,404           |
| Noncurrent   | 261,549         | 692,771               | 954,320          | 943,652          |
| <b>Total</b> | <b>280,231</b>  | <b>742,255</b>        | <b>1,022,486</b> | <b>1,011,056</b> |

Below we present the projection of expenses for the year 2023:

| Description                                 | Retirement plan | Health insurance plan | 2023          |
|---|-----------------|-----------------------|---------------|
| Current Service Cost                        | 5,613           | 4,836                 | 10,449        |
| Cost of Interests                           | 126,775         | 72,459                | 199,234       |
| Expected Gains of Plan Assets               | (99,922)        | -                     | (99,922)      |
| Contributions from the Sponsor/Participants | (26,423)        | (37,617)              | (64,040)      |
| <b>Total</b>                                | <b>6,043</b>    | <b>39,678</b>         | <b>45,721</b> |

# Companhia de Saneamento do Paraná – SANEPAR

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The amount of R\$45,721 was actuarially estimated as the expected variation of the plans for the year 2023, which is being monthly recorded by the Company, having been appropriated up to the 1st quarter of 2023 the amount of R\$11,430 (R\$20,169 in the same period of 2022). At the end of 2023, a new actuarial review will be carried out to determine the necessary accounting adjustments in the plans. In the event of abnormal variations in the rules of the retirement and medical care plan during the year, or even in its participant base, the Company may carry out interim actuarial reviews, which have not occurred so far.

## 20. RELATED-PARTY TRANSACTIONS

### a) Balances and Related Parties Transactions

Transactions arising from operations in a regulated environment are billed under the criteria and definitions established by regulatory agents and other transactions are recorded following market prices.

We present below the balances and transactions with Related Parties:

| Description  | Asstes        |               | Liabilities    |                | Income       |              | Cost / Expenses |               |
|--|---------------|---------------|----------------|----------------|--------------|--------------|-----------------|---------------|
|  | 03/31/2023    | 12/31/2022    | 03/31/2023     | 12/31/2022     | 03/31/2023   | 12/31/2022   | 03/31/2023      | 12/31/2022    |
| <b>State of Paraná</b>                                 |               |               |                |                |              |              |                 |               |
| Interest on Equity                                     | -             | -             | 81,228         | 81,228         | -            | -            | -               | -             |
| <b>Municipalities</b>                                  |               |               |                |                |              |              |                 |               |
| Solid Waste Services                                   | -             | -             | -              | -              | 3,253        | 3,061        | -               | -             |
| Trade Accounts Receivable                              | 57,527        | 30,251        | -              | -              | -            | -            | -               | -             |
| Municipal Sanitation and Environmental Management Fund | -             | -             | 25,463         | 27,636         | -            | -            | 26,675          | 18,709        |
| <b>CS Bioenergia S.A.</b>                              |               |               |                |                |              |              |                 |               |
| Sew age Effluent Treatment                             | 1,485         | 1,285         | -              | -              | 78           | 45           | -               | -             |
| Property Rental  | 617           | 472           | -              | -              | 96           | 90           | -               | -             |
| Reimbursable Electricity Expenses                      | 46            | 46            | -              | -              | -            | -            | 138             | 179           |
| Sludge Removal - ETE Belém                             | -             | -             | -              | -              | -            | -            | 2,770           | 3,574         |
| Electric Power Plant Rental                            | -             | -             | -              | -              | -            | -            | 929             | 463           |
| <b>Sanepar Foundations</b>                             |               |               |                |                |              |              |                 |               |
| Property Rental  | -             | -             | -              | -              | -            | 145          | -               | -             |
| Employer Contributions                                 | -             | -             | -              | -              | -            | -            | 31,366          | 28,615        |
| <b>Copel (Controlled by State of Paraná)</b>           |               |               |                |                |              |              |                 |               |
| Water withdrawal from Plant Reservoirs                 | -             | -             | -              | -              | -            | -            | -               | 234           |
| <b>Tecpar</b>  |               |               |                |                |              |              |                 |               |
| ISO and Water Safety Plan                              | -             | -             | -              | -              | -            | -            | -               | 238           |
| <b>Celepar</b>   |               |               |                |                |              |              |                 |               |
| e-Protocol System, among others                        | -             | -             | 13             | 9              | -            | -            | 61              | 34            |
| Stock Investment                                       | 5             | 3             | -              | -              | -            | -            | -               | -             |
| Interest Receivable                                    | 8             | 8             | -              | -              | -            | -            | -               | -             |
| <b>Simepar</b>   |               |               |                |                |              |              |                 |               |
| Water security plan and others                         | -             | -             | -              | -              | -            | -            | 769             | 775           |
| <b>Total</b>   | <b>59,688</b> | <b>32,065</b> | <b>106,704</b> | <b>108,873</b> | <b>3,427</b> | <b>3,341</b> | <b>62,708</b>   | <b>52,821</b> |

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### b) Management compensation

The overall annual management compensation for the year 2023 was approved by the 59th/2023 Annual General Meeting (AGO) of April 28, 2023, in the global amount of R\$15,677. For the year 2022, the approval was given by the 58th/2022 Ordinary General Meeting (AGO) held on April 28, 2022, in the amount of R\$15,054.

We present below the payments made to management:

| Description              | 03/31/2023   | 03/31/2022   |
|--------------------------|--------------|--------------|
| Remuneration             | 2,296        | 2,517        |
| Charges and Benefits     | 783          | 865          |
| Social Charges           | 732          | 804          |
| Health Plan (Sanesaúde)  | 22           | 22           |
| Pension Plan (Fusanprev) | 29           | 30           |
| Complementary Programmes | -            | 9            |
| <b>Total</b>             | <b>3,079</b> | <b>3,382</b> |

### 21. OTHER ACCOUNTS PAYABLE

The composition is as follows:

| Description  | 03/31/2023     | 12/31/2022     |
|--|----------------|----------------|
| Contracts and Agreements with Third Parties            | 38,664         | 24,473         |
| Agreements with Municipal Administrations              | 23,085         | 21,810         |
| Collaterals and Reimbursable Amounts                   | 18,120         | 16,449         |
| Installment Payment IBAMA – PRD (1)                    | 1,474          | 1,600          |
| IAT Installment (2)                                    | 1,071          | -              |
| IBAMA TCCM (3)   | 87,631         | 87,631         |
| Municipal Sanitation and Environmental Management Fund | 25,463         | 27,636         |
| Other Accounts Payable                                 | 170            | 425            |
| <b>Total</b>   | <b>195,678</b> | <b>180,024</b> |
| <b>Current</b>   | <b>107,877</b> | <b>91,968</b>  |
| <b>Noncurrent</b>                                      | <b>87,801</b>  | <b>88,056</b>  |

(1) Amount of R\$1,474 that refers to installment payments of several environmental assessment notices from the Brazilian Institute of Environment and Renewable Natural Resources – IBAMA.

(2) Balance of R\$1,071 referring to the installments of several Notices of Environmental Infractions with Instituto Água e Terra - IAT.

(3) 2 (two) Terms of Commitment for Conversion of Fines - TCCM, in the direct modality, which consolidated the debt amount of 5 (five) Notices of Environmental Infractions - AIA, drawn up by the Brazilian Institute of the Environment and Renewable Resources - IBAMA in the year of 2012, in the amount of R\$ 87,631, to be invested directly by the Company over 120 (one hundred and twenty) months in Environmental Actions related to the execution of an environmental project called "Requalification of pit complexes for environmental improvement of the Iguaçu River and areas wet surroundings".

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## 22. EQUITY

### a) Capital stock

Capital stock, fully paid-in, is composed by 1,511,205,519 shares, with no par value, being 503,735,259 common shares and 1,007,470,260 preferred shares. In addition to the common and preferred shares, the Company started to negotiate Share Deposit Certificates ("Units"), being each "Unit" formed by 1 (one) common share and 4 (four) preferred shares.

Preferential shares are not entitled to vote, but they have assured: (i) equally participate with ordinary shares in the distribution of shares or any other bonds or benefits, including incorporation of reserves to capital stock; (ii) priority treatment in the reimbursement of capital in case of the Company's liquidation; and (iii) the right to receive compensation, of at least 10% higher than the amount attributed to each ordinary share.

The equity value of each share on March 31, 2023, already considering the provision for additional dividends proposed by Management, is R\$6.03 (R\$5.81 on December 31, 2022). Subscribed and paid-in capital stock as of March 31, 2023, is R\$4,000,000, which net of share issue cost amounts to R\$3,996,137, with shareholding structure as follows:

| Shareholders              | Number of shares   |              |                      |              |                      |              |
|---------------------------|--------------------|--------------|----------------------|--------------|----------------------|--------------|
|                           | Common             | %            | Preferred            | %            | Total                | %            |
| State of Paraná           | 302,653,775        | 60.1         | 3                    | -            | 302,653,778          | 20.0         |
| Municipal Administrations | -                  | -            | 5,561,963            | 0.6          | 5,561,963            | 0.4          |
| Foreign Investors         | 50,455,704         | 10.0         | 260,532,896          | 25.9         | 310,988,600          | 20.6         |
| Other Investors           | 150,625,780        | 29.9         | 741,375,398          | 73.5         | 892,001,178          | 59.0         |
| <b>Total</b>              | <b>503,735,259</b> | <b>100.0</b> | <b>1,007,470,260</b> | <b>100.0</b> | <b>1,511,205,519</b> | <b>100.0</b> |

### b) Income Reserve

#### b.1) Legal Reserve

Constituted in accordance with the Brazilian Corporation Law and the Bylaws, based on 5% of the net income for each year, less the amount destined to constitute the Reserve for Tax incentives, until reaching the limit of 20% of paid-in capital. The legal reserve can only be used to increase capital or absorb accumulated losses. Also in accordance with the Brazilian Corporation Law, Management respects the capital limit for setting up profit reserves.

#### b.2) Tax Incentive Reserve

Constituted in accordance with article 195-A of the Brazilian Corporation Law referring to the portion of net income arising from donations and government subsidies.

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### b.3) Reserve for Investment Plan

The investment plan reserve corresponds to remaining profit, after constituting the legal reserve, the fiscal incentives reserve, and the distribution of interest on shareholders' equity and dividends. The limit for constituting this reserve is the value of the paid-in shareholders capital. The funds allocated to the investment plan reserve will be invested in construction projects and expansion of water supply systems, collection and treatment of sewage, as established in the Company's investment plans.

### b.4) Limits of Income Reserve

Considering that the balance of Income Reserve for the 2022 Fiscal Year, net of Tax Incentive Reserves, amounted to R\$4,504,231, therefore exceeding the value of the Capital Stock, as stated in art. 199 of Law No. 6,404/76, the 123rd Extraordinary General Meeting held on April 28, 2023, approved the capital increase up to the authorized limit of R\$6,000,000.

### c) Revaluation Surplus

It was carried out in the 1st quarter, transferring to Retained Earnings, the amount of R\$1,061 (R\$1,218 in the same period of 2022), net of Income Tax and Social Contribution. The realization of this reserve occurs in the same ratio as of right down and depreciation of assets registered in the fixed and intangible assets line, object of said reevaluation.

The changes in the realization of the Revaluation Surplus were as follows:

| Description                                     | 03/31/2023    | 03/31/2022    |
|---|---------------|---------------|
| <b>Balances at the beginning of the period</b>  | <b>54,426</b> | <b>59,002</b> |
| Realization of the Revaluation Surplus          | (1,608)       | (1,845)       |
| Realization of Taxes on the Revaluation Surplus | 547           | 627           |
| <b>Balances at the end of the period</b>        | <b>53,365</b> | <b>57,784</b> |

### d) Valuation Adjustments to Equity

Constituted in accordance with article 182 of the Brazilian Corporation Law, referring to the equity valuation adjustments, while not computed in the income for the year in accordance with the accrual basis, the counterparts of increases or decreases in amounts attributed to assets and liabilities, as a result of their valuation at fair value.

During this quarter it was transferred to retained earnings, the amount of R\$16 (R\$42 in the same period in 2022), net of income tax and social contribution. The realization of this account occurs in the same proportion of the write-offs and depreciation of property, plant and equipment and intangible assets, to which new values have been assigned.



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The changes in the realization of the Valuation Adjustments were as follows:

| Description  | 03/31/2023   | 03/31/2022   |
|--|--------------|--------------|
| <b>Balances at the beginning of the period</b>         | <b>4,322</b> | <b>4,458</b> |
| Realization of the Adjustments to Deemed Cost          | (24)         | (64)         |
| Realization of Taxes on the Adjustments to Deemed Cost | 8            | 22           |
| <b>Balances at the end of the period</b>               | <b>4,306</b> | <b>4,416</b> |

### e) Other Comprehensive Income

Pursuant to CPC 33 (R1) – Employee Benefits, adjustments to the fair value of actuarial liabilities related to employee benefit plans (Note 19) arising from actuarial gains or losses are recorded directly in Shareholders' Equity. Adjustments are also made referring to the Realizations of the Revaluation Reserve and the Adjustment to the Deemed Cost.

### f) Shareholders' compensation

The Company Bylaws provide for the mandatory distribution of dividends of 25% of the adjusted net income in accordance with the Brazilian Corporate Law. Holders of preferential shares was assigned interest on shareholders' equity (dividend) per share 10% higher than that of holders of common shares.

The tax laws allow companies to proceed, within certain limits, with payments of interest on shareholders' equity to shareholders and to treat said payments as deductible expenses in calculating Income Tax and Social Contribution owed. This distribution, applicable to mandatory dividends payable by the Company, is treated for accounting purposes as a deduction of the shareholders' equity, similar to dividends. On these values is withheld income tax at the rate of 15% and paid by the Company upon the payment of interest.

On April 28, 2023, the 59th Shareholders' Meeting approved the payment of Interest on Equity and Additional Dividends, credited to shareholders in 2022, in the gross amount of R\$432,623, which is expected to be paid on June 27, 2023.

### g) Earnings per share

The amount of remuneration to shareholders, per share, was as follows:

|                    | 2022    | 2021    |
|--------------------|---------|---------|
| Common Shares      | 0.26839 | 0.21314 |
| Preferred Shares   | 0.29522 | 0.23445 |
| Value for 1 "Unit" | 1.44928 | 1.15094 |



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The table below establishes the calculation of the profit per share (in thousands, except amounts per share):

| Basic and Diluted Earnings per Share                        | 03/31/2023    | 03/31/2022    |
|---|---------------|---------------|
| <b>Numerator</b>  |               |               |
| Net income for the year attributed to Company shareholder's |               |               |
| Common shares   | 99,867        | 91,232        |
| Preferred shares  | 219,707       | 200,712       |
| <b>Denominator</b>  |               |               |
| Weighted average of number of common shares                 | 503,735,259   | 503,735,259   |
| Weighted average of number of preferred shares              | 1,007,470,260 | 1,007,470,260 |
| <b>Basic and diluted earnings per share</b>                 |               |               |
| Per ordinary share  | 0.19825       | 0.18111       |
| Per preferred share   | 0.21808       | 0.19222       |

## 23. OPERATING REVENUES

Operating Revenues composition, by nature, is the following:

| Description                             | 01/01/2023 a<br>03/31/2023 | 01/01/2022 a<br>03/31/2022 |
|---|----------------------------|----------------------------|
| <b>Revenue</b>                          |                            |                            |
| Revenues from Water                     | 1,003,090                  | 919,974                    |
| Revenues from Sewage                    | 519,622                    | 546,587                    |
| Revenues from Services                  | 24,138                     | 28,188                     |
| Revenues from Solid Waste               | 3,253                      | 3,061                      |
| Services Provided to Municipalities     | 5,709                      | 5,259                      |
| Donations Made by Clients               | 9,346                      | 7,445                      |
| Other Revenue                           | 1,958                      | 1,452                      |
| <b>Total of Operating Revenues</b>      | <b>1,567,116</b>           | <b>1,511,966</b>           |
| <b>Deductions on Operating Revenues</b> |                            |                            |
| COFINS                                  | (93,104)                   | (86,468)                   |
| PASEP                                   | (20,049)                   | (18,656)                   |
| <b>Total of Deductions</b>              | <b>(113,153)</b>           | <b>(105,124)</b>           |
| <b>Total Operating Revenues, net</b>    | <b>1,453,963</b>           | <b>1,406,842</b>           |

The Company presents the explanatory note of net operating revenue in accordance with CPC 47 – Revenue from Customer Contracts, as stated in item 112A.

The Company incurred revenues and costs with construction contracts linked to the concessions in the amount of R\$19,561 (R\$17,531 for the same period in 2022), during the 1st quarter of 2023, that is, with zero margins. Revenue is presented net of construction costs.

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### 24. COST OF SERVICES RENDERED

The composition of costs, by nature, is the following:

| Description  | 01/01/2023 to 03/31/2023 |                  |                  | 01/01/2022 to 03/31/2022 |                  |                  |
|--|--------------------------|------------------|------------------|--------------------------|------------------|------------------|
|  | Water                    | Sewage           | Total            | Water                    | Sewage           | Total            |
| Personnel  | (81,918)                 | (41,256)         | (123,174)        | (76,194)                 | (34,741)         | (110,935)        |
| Materials  | (39,210)                 | (26,634)         | (65,844)         | (31,552)                 | (19,641)         | (51,193)         |
| Electricity  | (102,089)                | (15,114)         | (117,203)        | (152,727)                | (19,082)         | (171,809)        |
| Third-party Services                                   | (64,794)                 | (53,615)         | (118,409)        | (62,650)                 | (45,441)         | (108,091)        |
| Depreciation and Amortization                          | (46,976)                 | (44,851)         | (91,827)         | (44,746)                 | (41,914)         | (86,660)         |
| Indemnities of Third-Party Damages                     | (1,229)                  | (464)            | (1,693)          | (842)                    | (332)            | (1,174)          |
| Municipal Sanitation and Environmental Management Fund | (14,923)                 | (11,752)         | (26,675)         | (10,273)                 | (8,435)          | (18,708)         |
| Other costs  | (33,370)                 | (10,414)         | (43,784)         | (30,458)                 | (10,806)         | (41,264)         |
| <b>Total</b>   | <b>(384,509)</b>         | <b>(204,100)</b> | <b>(588,609)</b> | <b>(409,442)</b>         | <b>(180,392)</b> | <b>(589,834)</b> |

### 25. SELLING, ADMINISTRATIVE AND OTHER EXPENSES

The composition of these expenses, by nature, is the following:

| Description  | 01/01/2023<br>to<br>03/31/2023 | 01/01/2022<br>to<br>03/31/2022 |
|--|--------------------------------|--------------------------------|
| <b>Selling</b>   |                                |                                |
| Personnel  | (33,879)                       | (29,503)                       |
| Materials  | (1,501)                        | (914)                          |
| Third-Party Services                                     | (30,440)                       | (29,802)                       |
| Depreciation and Amortization                            | (2,221)                        | (1,937)                        |
| Losses in Realization of Credits (1)                     | 45,427                         | (51,161)                       |
| Indemnities of Third-Party Damages                       | (1,165)                        | (29)                           |
| Sanepar Rural program                                    | (1,815)                        | (931)                          |
| Other Expenses   | (371)                          | (579)                          |
| <b>Total of selling expenses</b>                         | <b>(25,965)</b>                | <b>(114,856)</b>               |
| <b>Administratives</b>                                   |                                |                                |
| Personnel  | (160,786)                      | (141,348)                      |
| Materials  | (13,054)                       | (12,200)                       |
| Third-Party Services                                     | (33,320)                       | (37,312)                       |
| Depreciation and Amortization                            | (22,236)                       | (16,783)                       |
| Impairment of Inventories                                | (5)                            | (61)                           |
| Regulatory Fee   | (8,751)                        | (6,975)                        |
| Travel Expenses  | (1,139)                        | (982)                          |
| Social and Environmental Programs                        | (3,828)                        | (3,396)                        |
| Other Expenses   | (8,755)                        | (5,752)                        |
| Transfers to Cost and Selling Expenses (2)               | 37,791                         | 37,014                         |
| Capitalized Expenses (3)                                 | 27,482                         | 29,106                         |
| <b>Total of Administrative Expenses</b>                  | <b>(186,601)</b>               | <b>(158,689)</b>               |
| <b>Other Operating Revenues (Expenses)</b>               |                                |                                |
| <b>Expenses</b>  |                                |                                |
| Eventual Losses  | -                              | 7                              |
| Environmental Fines                                      | (3,921)                        | (9)                            |
| Write-off of Assets                                      | (1,391)                        | (1,129)                        |
| Fair Value Adjustment – Investments                      | (136)                          | 73                             |
| <b>Total of Other Operating Revenues (Expenses), net</b> | <b>(5,448)</b>                 | <b>(1,058)</b>                 |

(1) Reversal of part of the provision balance for credit losses arising from overdue accounts, mainly due to the installment of accounts receivable from private customers, as a result of the Credit Recovery Program for Private Customers (RECLIP).

(2) These amounts are first recorded as administrative expenses and later transferred to costs and selling expenses.

(3) These amounts refer to capitalized administrative expenses, as they relate to projects and works in progress, allocated directly by the Company's Management.

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### 26. PROFIT SHARING PROGRAM

The Company provisioned the amount of R\$24,447 (R\$19,881 in the same period in 2022), related to Profit Sharing, based on goals and performance established for the year 2023, which is recorded in the Salaries and Social Charges account, in current liabilities.

### 27. FINANCIAL INCOME (LOSS)

| Description   | 01/01/2023 to<br>03/31/2023 | 01/01/2022 to<br>03/31/2022 |
|---|-----------------------------|-----------------------------|
| <b>Financial revenues</b>                               |                             |                             |
| Financial Investments (1)                               | 42,702                      | 34,303                      |
| Monetary Variation Gains (1)                            | 29,653                      | 16,201                      |
| Exchange Rate Variations Gains                          | 130                         | 2,142                       |
| Gains on Derivative Financial Instruments               | 12                          | -                           |
| Other Financial Revenues/Reversals                      | (4,139)                     | 6,240                       |
| <b>Total of Financial Revenues</b>                      | <b>68,358</b>               | <b>58,886</b>               |
| <b>Financial Expenses</b>                               |                             |                             |
| Financing, Lease and Debenture Interest and Charges (1) | (98,880)                    | (80,721)                    |
| Monetary Variation Losses (1)                           | (38,991)                    | (30,460)                    |
| Loss on Derivative Financial Instruments                | (586)                       | (2,455)                     |
| Other Financial Expenses                                | (445)                       | (579)                       |
| <b>Total of Financial Expenses</b>                      | <b>(138,902)</b>            | <b>(114,215)</b>            |
| <b>Financial Income (Loss), net</b>                     | <b>(70,544)</b>             | <b>(55,329)</b>             |

(1) Increase in the calculation basis of interest and passive monetary variations, due to the raising of third-party funds, as well as growth in debt monetary restatement indexes, mainly the CDI, offset by the growth in financial income, mainly due to the change in the value of the SELIC rate.

### 28. INFORMATION BY BUSINESS SEGMENT

The Company has two identifiable business segments, which are water treatment and distribution and sanitary sewage collection and treatment. The solid waste collection and treatment process was considered in the sewage segment. Operating profit by segment is represented by revenue, less direct costs, and operating expenses, directly and indirectly, allocable to these segments. Identifiable assets and liabilities by segment are presented separately. Corporate assets and liabilities were not directly attributed to each business segment.

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The Company evaluates the business segment *performance* based on information generated by the accounting records, and miscellaneous expenses are allocated by means of apportionment, as shown in following table:

| Description   | 01/01/2023 to 03/31/2023 |                |                   | 01/01/2022 to 03/31/2022 |                |                   |
|---|--------------------------|----------------|-------------------|--------------------------|----------------|-------------------|
|   | Water                    | Sewage         | Total             | Water                    | Sewage         | Total             |
| Direct Operating Revenue                                  | 966,394                  | 583,709        | <b>1,550,103</b>  | 940,715                  | 557,095        | <b>1,497,810</b>  |
| Other Operating Revenues                                  | 9,555                    | 7,458          | <b>17,013</b>     | 8,037                    | 6,119          | <b>14,156</b>     |
| <b>Total Gross Operating Revenue</b>                      | <b>975,949</b>           | <b>591,167</b> | <b>1,567,116</b>  | <b>948,752</b>           | <b>563,214</b> | <b>1,511,966</b>  |
| Revenue Deductions (PASEP and COFINS)                     | (63,556)                 | (49,597)       | <b>(113,153)</b>  | (59,685)                 | (45,439)       | <b>(105,124)</b>  |
| <b>Net Operating Revenue</b>                              | <b>912,393</b>           | <b>541,570</b> | <b>1,453,963</b>  | <b>889,067</b>           | <b>517,775</b> | <b>1,406,842</b>  |
| Cost  | (384,509)                | (204,100)      | <b>(588,609)</b>  | (409,442)                | (180,392)      | <b>(589,834)</b>  |
| <b>Gross Profit</b>                                       | <b>527,884</b>           | <b>337,470</b> | <b>865,354</b>    | <b>479,625</b>           | <b>337,383</b> | <b>817,008</b>    |
| Selling Expenses  | (14,582)                 | (11,383)       | <b>(25,965)</b>   | (65,207)                 | (49,649)       | <b>(114,856)</b>  |
| Administrative Expenses                                   | (104,796)                | (81,805)       | <b>(186,601)</b>  | (90,093)                 | (68,596)       | <b>(158,689)</b>  |
| Other Operating Revenues (Expenses)                       | (3,060)                  | (2,388)        | <b>(5,448)</b>    | (601)                    | (457)          | <b>(1,058)</b>    |
| Equity in Earnings (Losses) of Controlled Companies       | -                        | (417)          | <b>(417)</b>      | -                        | (751)          | <b>(751)</b>      |
| Financial Income (Loss), net                              | (33,048)                 | (37,496)       | <b>(70,544)</b>   | (26,183)                 | (29,146)       | <b>(55,329)</b>   |
| Profit Sharing Program                                    | (13,730)                 | (10,717)       | <b>(24,447)</b>   | (11,287)                 | (8,594)        | <b>(19,881)</b>   |
| Provisions  | (35,586)                 | (27,854)       | <b>(63,440)</b>   | (6,393)                  | (4,872)        | <b>(11,265)</b>   |
| Pension Plan and Health Insurance                         | (6,419)                  | (5,011)        | <b>(11,430)</b>   | (11,451)                 | (8,718)        | <b>(20,169)</b>   |
| <b>Income Before Taxes and Contributions</b>              | <b>316,663</b>           | <b>160,399</b> | <b>477,062</b>    | <b>268,410</b>           | <b>166,600</b> | <b>435,010</b>    |
| Income Tax and Social Contribution                        | (104,537)                | (52,951)       | <b>(157,488)</b>  | (88,275)                 | (54,791)       | <b>(143,066)</b>  |
| <b>Net Income for the Period</b>                          | <b>212,126</b>           | <b>107,448</b> | <b>319,574</b>    | <b>180,135</b>           | <b>111,809</b> | <b>291,944</b>    |
| Operating Margin - Unaudited/Not Revised                  | 34.7%                    | 29.6%          | <b>32.8%</b>      | 30.2%                    | 32.2%          | <b>30.9%</b>      |
| Net Margin - Unaudited/Not Revised                        | 23.2%                    | 19.8%          | <b>22.0%</b>      | 20.3%                    | 21.6%          | <b>20.8%</b>      |
| Investments in Fixed /Intangible Assets in the Period (1) | 162,446                  | 240,211        | <b>402,657</b>    | 166,799                  | 185,754        | <b>352,553</b>    |
| Equity Interest - CS Bioenergia                           | -                        | 600            | <b>600</b>        | -                        | -              | -                 |
| Indebtedness – Loans, Financing, Debentures and Leases    | 2,339,849                | 2,838,970      | <b>5,178,819</b>  | 2,160,352                | 2,576,384      | <b>4,736,736</b>  |
| Contract Asstes, Fixed Assets and Intangible Assets, net  | 5,527,104                | 6,806,694      | <b>12,333,798</b> | 4,988,161                | 5,971,585      | <b>10,959,746</b> |
| Depreciation and Amortization for the Period              | (60,715)                 | (55,569)       | <b>(116,284)</b>  | (55,375)                 | (50,005)       | <b>(105,380)</b>  |
| Accounts Receivable (Current and Noncurrent) (2)          | 1,363,063                | 549,369        | <b>1,912,432</b>  | 1,032,441                | 507,863        | <b>1,540,304</b>  |
| Total Assets  | 7,684,020                | 9,462,961      | <b>17,146,981</b> | 7,113,550                | 8,515,998      | <b>15,629,548</b> |
| Total Liabilities (Current and Noncurrent)                | 3,632,799                | 4,407,721      | <b>8,040,520</b>  | 3,715,536                | 3,795,726      | <b>7,511,262</b>  |
| Number of Users – Unaudited/Not Review ed (3)             | 3,425,250                | 2,460,701      | -                 | 3,366,868                | 2,393,917      | -                 |
| Volume Thousand m³ Invoiced - Unaudited/Not Review ed (4) | 137,428                  | 107,278        | -                 | 136,983                  | 104,299        | -                 |

(1) The amounts invested in administrative assets were allocated proportionally to the investments of each segment.

(2) Presented by the gross value.

(3) The users included in the sewage sector are practically all included in the water segment.

(4) Invoiced volumes of the sewage sector are derived from the invoiced volumes of the water utility segment.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

Base date March 31, 2023

(In thousands of Brazilian Reais, except when indicated otherwise)

### 29. INSURANCE

The Company has an insurance contract with MAPFRE Seguros Gerais S/A covering its main assets located in several localities throughout the State of Paraná, for the amount of R\$1,954,103, with coverage term from 03/14/2023 to 03/13/2024, contemplating basic coverage for fire, wind, and electrical damages to the equipment.

| Asset                             | Amount insured   |
|-----------------------------------|------------------|
| Buildings                         | 1,030,516        |
| Machinery, Equipment and Vehicles | 835,324          |
| Inventory                         | 88,263           |
| <b>Total</b>                      | <b>1,954,103</b> |

Additionally, the Company has Judicial Guarantee Insurance policies to guarantee amounts that would be deposited and/or replace amounts already deposited and/or assets pledged in labor, civil, tax, and environmental lawsuits. Up to March 31, 2023, the Company offered guarantees through the Surety Bond in 362 lawsuits in the amount of R\$338,352 with Pottencial Seguradora S/A, maturing on 06/07/2023.

The Company also signed/renewed the contract with Starr Internacional Brasil Seguradora S/A for insurance coverage in the modality of civil liability of directors and administrators of Sanepar (D & O - Directors and Officers) with National and International coverage, with the maximum limit guarantee of R\$20,000, with a 365-day contract term ending on 09/09/2023.

### 30. SUBSEQUENT EVENTS

On April 5, 2023, at the 10th Extraordinary Meeting, the Board of Directors approved the 13th (thirteenth) issuance of simple, non-convertible, unsecured Debentures, in up to 2 series, for public distribution with the intermediation of member financial institutions of the securities distribution system, under a firm placement guarantee, in the amount of R\$400 million. On April 15, 2023, there was a public distribution of 400,000 debentures in the total amount of R\$400 million, in a single series, with maturity on April 15, 2028. The settlement of the operation took place on April 28, 2023, and will incur interest on the unit value of the debentures corresponding to 100% of the DI (Interbank Deposits) plus a spread (surcharge) corresponding to 1.90%.

On April 20, 2023, the Paraná Regulatory Agency (AGEPAR), through Extraordinary Meeting No. 10/2023, ratified the tariff readjustment index, set at 8.2327%, and the average breakeven tariff of 6.4385/m<sup>3</sup>, a result of the 2nd phase of the 2nd Periodic Tariff Review (RTP), which includes the final calculation of the tariff repositioning referring to the 2nd tariff cycle and the annual tariff readjustments (IRTs) for 2022 and 2023. On April 26, 2023, the Ratifying Resolution 12/2023 was published in the Diário Oficial of the State of Paraná, defining the beginning of the new tariff for 05/17/2023.

# Companhia de Saneamento do Paraná – SANEPAR

## NOTES TO THE INTERIM FINANCIAL INFORMATION

Base date March 31, 2023

(In thousands of Brazilian Reals, except when indicated otherwise)

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On April 27, 2023, the 11th/2023 Extraordinary Meeting of the Board of Directors was held, with the appointment of: (i) Mr. Robson Augusto Pascoalini for the position of Deputy Director of Governance, Risks, and Compliance, replacing Mr. Fernando Mauro Nascimento Guedes; (ii) Raul Clei Coccaro Siqueira for the position of Legal Director; and (iii) Fernando Mauro Nascimento Guedes for the position of Administrative Director, replacing Mrs. Priscila Marchini Brunetta.

On April 28, 2023, the 123rd Extraordinary General Meeting approved the capital increase up to the authorized limit of R\$6,000,000.

## INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To  
Shareholders, Advisers and Board of Directors of  
**Companhia de Saneamento do Paraná - Sanepar**  
Curitiba - PR

### Introduction

We have reviewed the interim financial information of **Companhia de Saneamento do Paraná - Sanepar ("Company")** contained within the Quarterly Financial Information - ITR, for the quarter ended on March 31, 2023, which comprise the balance sheet on March 31, 2023, and the related statements of income, comprehensive income, statements of changes in equity and cash flows for the for the three-month period then ended, as well as a summary of the significant accounting practices and other notes.

The Management of the Company is responsible for the preparation of the interim financial information in accordance with NBC TG 21 (R4) - Interim Financial Reporting and with the International Accounting Standard (IAS) 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the presentation of this interim financial information in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the Quarterly Financial Information - ITR. Our responsibility is to express a conclusion on this interim financial information based on our review.

### Scope of the review

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

### Conclusion on the interim financial information

Based on our review, we are not aware of any fact that causes us to believe that the interim financial information included in the Quarterly Financial information - ITR referred to above were not prepared, in all material respects, in accordance with NBC TG 21 (R4) and IAS 34 applicable to Quarterly Financial Information - ITR and presented in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM).



## Other issues

### Audit and review of values corresponding to the previous year and period

The interim financial information contained in the Quarterly Information Form - ITR mentioned in the first paragraph includes interim information corresponding to the statements of income, comprehensive income, changes in equity, cash flows and value added for the period of three-month ended March 31, 2022, obtained from the interim financial information for that quarter, presented for comparison purposes. The review of the interim information for the quarter ended March 31, 2022, were conducted under our responsibility, which contained an emphasis on “Independent Internal Investigation, related to operations “Rádio Patrulha”, “Integração”, “Águas Claras” and “Ductos”, which were completed at the end of the year end of 2021, and we have issued review report dated May 5, 2022, without qualification.

### Interim statement of added value

The quarterly information referred to above includes the interim statements of value added (SVA) for the three-month period ended March 31, 2023, prepared under the responsibility of Company management and presented as supplementary information for IAS 34 purposes. This information have been subject to review procedures performed in conjunction with the review of the quarterly information to conclude whether they are reconciled with the interim financial information and accounting records, as applicable, and whether their form and content are in accordance with the criteria defined in NBC TG 09 - Statement of Added Value. Based on our review, nothing has come to our attention that causes us to believe that these statements of value added were not prepared, in all material respects, in accordance with the criteria defined in referred to Standard and consistently with the interim financial information taken as a whole.

The accompanying financial statements have been translated into English for the convenience of readers outside Brazil.

Curitiba, May 11, 2023.



**BDO RCS Auditores Independentes SS Ltda.**  
**CRC 2 PR 006853/F-9**

**Marisa Bernardino de Albuquerque**  
**Accountant CRC 1 SP 143624º/T - S - PR**



## **STATEMENT**

By this instrument, the Executive Board of Companhia de Saneamento do Paraná - Sanepar, a state-owned public company, with its headquarters at Rua Engenheiros Rebouças nº 1,376, Curitiba - PR, registered at CNPJ under nº 76.484.013/0001- 45, for the purposes of CVM Resolution nº 80/2022, declares that it has reviewed, discussed and agreed with Sanepar's interim financial statements for the period ended March 31, 2023.

Curitiba, May 02, 2023.

**CLAUDIO STABILE**  
Chief Executive Officer

**ABEL DEMETRIO**  
Chief Financial and Investor  
Relations Officer

**SERGIO WIPPEL**  
Chief Operating Officer

**LEURA LUCIA CONTE DE OLIVEIRA**  
Chief Investment Officer

**ELERIAN DO ROCIO ZANETTI**  
Chief Commercial Officer

**RAUL CLEI COCCARO SIQUEIRA**  
Chief Legal Officer

**FERNANDO MAURO NASCIMENTO GUEDES**  
Chief Administrative Officer

**JULIO CESAR GONCHOROSKY**  
Chief of Environment and Social Action Officer

## STATEMENT

Through this instrument, the Executive Board of Companhia de Saneamento do Paraná - Sanepar, mixed capital state administration corporation, publicly traded, with headquarters at Rua Engenheiros Rebouças nº 1,376, Curitiba - PR, registered at CNPJ under nº 76.484.013/0001- 45, for the purposes of CVM Resolution nº 80/2022, has reviewed, discussed and agree with the opinions stated in the audit report issued by BDO RCS Auditores Independentes with respect to the Sanepar interim financial statements for the period ended on March 31, 2023.

Curitiba, May 11, 2023.

**CLAUDIO STABILE**  
Chief Executive Officer

**ABEL DEMETRIO**  
Chief Financial and Investor  
Relations Officer

**SERGIO WIPPEL**  
Chief Operating Officer

**LEURA LUCIA CONTE DE OLIVEIRA**  
Chief Investment Officer

**ELERIAN DO ROCIO ZANETTI**  
Chief Commercial Officer

**RAUL CLEI COCCARO SIQUEIRA**  
Chief Legal Officer

**FERNANDO MAURO NASCIMENTO GUEDES**  
Chief Administrative Officer

**JULIO CESAR GONCHOROSKY**  
Chief of Environment and Social Action Officer