



**Maria Vitória Rosa da Silva**  
**Sworn Public Translator and Commercial Interpreter**  
**Portuguese-English**

Registry at Junta Comercial do Estado do Rio de Janeiro No. 208  
 Av. Almirante Barroso, 63/1117 – Centro – RJ – CEP: 20031-913  
 Phone: (55 21) 3553-0883- litero@litero.com.br



**Translation No. 12-16209-A**

I, the undersigned, Sworn Translator and Commercial Interpreter in and for this City and State of Rio de Janeiro, Federative Republic of Brazil, duly appointed and commissioned by the Board of Trade of the State of Rio de Janeiro and registered therewith under No.208, DO HEREBY CERTIFY AND ATTEST that a document written in the Portuguese language was submitted to me for translation into English: -----

*[There appeared the logo of Pro Criança Cardíaca and the seal of DOAR] -----*

Financial Statements -----

On December 31, 2021 -----

PRO CRIANÇA CARDÍACA -----

Corporate Taxpayer Registry -CNPJ: 10.489.487/0001-71 -----

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PRO CRIANÇA CARDÍACA -----



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CNPJ 10.489.487/0001-71 -----

Dear Directors, -----

The Management of Pro Criança Cardíaca (Entity) submits to your appreciation, the management report and the corresponding financial statements of the Entity, accompanied by the opinion of the independent auditors, referring to the fiscal year ended on December 31, 2021. -----

MANAGEMENT REPORT -----

1) Message from the Management -----

“When we are able to give ourselves, we walk towards greatness.” -----

We are a particle of this universe, violently hit by everything that surrounds our planet. We are also people in the plural, we cannot achieve anything alone. Everything we do, we depend on others. -----

It is a reality that certainly bothers us at times, especially when we need to mature very early, as happened to me. But it can also reinforce our faith in humanity. And knowing that we can only move



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forward together does not mean moving away from our own base. Focus, determination, and perseverance are essential to direct our individual path. -----

Having these very clear pillars in mind brought me a great certainty: it is necessary to end the culture of putting out fires so reigning in our country. This certainty became even more evident when we faced the coronavirus and started to need a united society at the local, national, and global levels. -----

I am a doctor, and during the pandemic I sought to repay what I learned with the social project that helped me so much, Pro Criança Cardíaca. I can say with conviction that medicine alone could not solve a pandemic of this magnitude. -----

It's not just about saving lives in hospitals but taking care of those who are at home and have suffered from isolation, of those who are on the streets and don't even have food, shelter or water. It's about taking care of the human being. Science and philanthropy need to go together. -----



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When we manage to commit ourselves, we walk towards greatness, the greatness that is taking care of the human being, our final purpose. Serving is a privilege. -----

Now is the time for reflection to improve ourselves as people and build a better world for the next generations. A highly competitive world sharpens vanity and the will to stand out. If this is used for the good of the human being, the seed planted will bear good fruit. -----

In these two last years, many awakened to charity, looked at themselves, sought meaning for their own existence and found answers in helping others. I hope this is a path of no return, of more solidarity. -----

Speaking about the importance of generosity and solidarity, I revisit my own story. Very early on I took the reins of my life and became a strong child. My future belonged to me. Very early on, the desire to be a doctor also arose in me. I had a huge desire to help others. To be correct. -----





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I have also always struggled to practice Medicine that I consider worthy for everyone, regardless of purchasing power. Unable to ignore the cries of parents for fear of losing their children, I founded Pro Criança Cardíaca in 1996 and work hard to maintain this institution that takes care of children with heart problems. -----

What led me to all this was the desire to serve others. -----

I wish that, after the unimaginable situation we face with the Covid-19, at least hearts become more generous. The path will always be full of obstacles, and it is necessary to hold on to our principles in order to dream, idealize and achieve.-

Dr. Rosa Celia -----

Founder and President of Pro Criança Cardíaca -----

2) Entity Profile and Description of Operations ---

Founded in 1996 by cardiologist Dr. Rosa Celia, Pro Criança Cardíaca operates in the third sector, providing excellent health services to needy children with heart disease who do not have access



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to the private health network. Although since 2019 the Entity has no link with the municipal, state, or federal government, most of the patients treated arrive at the Entity with referral from the public network (SUS). -----

The Entity currently operates with four business units: (i) outpatient consultations and cardiological examinations (ECG and Echocardiogram), performed at its headquarters; (ii) consultation with specialists and examinations at a partner clinic; (iii) examinations, surgeries and other invasive procedures performed at Hospital Pediátrico Pro Criança Jutta Batista; and (iv) social assistance provided to the families of the Entity's patients. All the Entity's activities are funded by donations from individuals and legal entities that contribute, on a regular or sporadic basis, with financial resources and items for use and consumption, such as: medicines, materials, basic food baskets, powdered milk, toys, personal hygiene items and others. -----



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In October 2014, the Entity opened Hospital  
 Pediátrico Pro Criança - Jutta Batista. The  
 management of this project by the Entity ended in  
 March 2019, with the start of the lease agreement  
 entered with the company Hospitais Integrados da  
 Gávea - Clínica São Vicente (CSV), a member of the  
 economic group of Rede D'Or São Luiz S.A. As  
 consideration for the lease, the Entity receives  
 monthly: (i) payment of the lease fee; and (ii) the  
 right to perform procedures as follows: -----  
 2 Diagnostic Catheterisms; -----  
 2 Therapeutic Catheterisms; -----  
 2 Cardiac Surgeries; -----  
 4 Ultrasounds; -----  
 4 CT scans; and -----  
 50 Laboratory Exams. -----  
 Procedures that go beyond the terms above are  
 considered additional procedures and billed by CSV  
 against the Entity. These children are treated as  
 private patients and their care is fully financed  
 with the Entity's resources, according to



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contractual provisions. For procedures not provided for in the lease, individual negotiations take place between CSV and the Entity's Medical Board, such as, for example, dental surgeries in special patients. -----

3) Operational Performance -----

In 2021, Pro Criança Cardíaca celebrated life. After living through one of the most challenging years for humanity in recent history, the year that marks the 25th anniversary of the realization of a dream of Dr. Rosa Célia, was also known as “the Year of the Vaccine”. Even so, despite the great advances in combating the pandemic, Brazil has seen the economic crisis and the unemployment rate grow throughout the country, increasing the number of families in situations of social vulnerability and increasing the demand for social organizations that provide the necessary for the maintenance of life with dignity. On the other hand, the third sector also saw solidarity grow. Although most of this growth has been destined for Associations and





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Institutes engaged in the frontline of fighting the pandemic, organizations that work - in the most diverse ways - with social assistance, could see the growth in their revenue from donation. -----

It was no different with Pro Criança. Considering the effects of the lease agreement and the end of the management of Hospital Pediátrico Pro Criança Jutta Batista, the Entity chose to adopt the total revenue from donations as the main indicator, where it observed a great leverage in the balance, proving to be 38% higher than the level achieved in the previous year. Likewise, the surplus result, two and a half times higher than in 2020 - largely as a result of the adjustment to fair value of the leased property - obtained in the context of the pandemic, ensures the Entity's efficiency in its second fiscal year by operating only the business units at the head office. -----

*[There appeared a graphic]* -----

The Entity's assistance services, strongly impacted by the pandemic in 2020, returned to the previous



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level. The 44% increase in the total number of cares compared to 2020 is due to the joint effort of the Entity's management and medical team to expand care, adopting new measures, such as: -----

(i) active rescheduling of appointments and transportation feasibility for patients with access difficulties; -----

(ii) expansion of the medical team, with the inclusion of one more medical professional; -----

(iii) expansion of care to auxiliary specialties, through the hiring of a nutritionist; -----

(iv) partnership with Instituto Reação, for pediatric cardiology evaluation of young athletes; and -----

(v) advances in the relationship with pediatricians and cardiologists at Hospital Federal da Lagoa, Instituto Estadual de Cardiologia Aloysio de Castro, Hospital Pedro II and with other hospital institutions for patients with surgical indication.

In 2021, the Entity repeated the criterion for recognizing the balance of care from the previous



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year, observing the effective practice of the health market that recognizes cares and exams as separate services. -----

*[There appeared a graphic]* -----

4) 2022 Financial Performance -----

Total revenue in 2021 was BRL 16.3 million, an increase of 43% compared to BRL 11.4 million in 2020. The gross deficit in 2021 was BRL 1.1 million, a considerable inversion in the Entity's economic-financial scenario in relation to the gross surplus of BRL 2.3 million in 2020, caused by the substantial increase in hospital procedures performed in 2021. The year 2020 is the second to be presented with no effect on the provision of hospital services, now under the management of CSV. Until then, the last financial statements presented, with no effect from the hospital operation, were closed on December 31, 2013. At that time, the Entity's total revenue was BRL 3.1 million - and the income for the year was a deficit of BRL 0.8 million. -----



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[There appeared a graphic] -----

EBITDA was BRL 2.3 million in 2021, showing a slight decrease of BRL 0.3 million compared to the BRL 2.6 million generated in 2020, accompanied by a slight increase (1.4%) in the EBITDA margin which went from 27.5% in 2020 to 28.9% in 2021. -----

These results, interpreted together, demonstrate that the Entity is remaining efficient and productive. ----

5) Main Liquidity and Indebtedness Indicators -----

The indicators presented below point to a solid financial situation of the Entity: -----

Liquidity ----- Indebtedness

[nihil]	021	2020	[nihil]	2021	2020
Current	4.80	34.84	Current	98.3%	28.7%
General	4.87	10.10	General	1.6%	10.0%

6) Social Impact Measurement -----

In December 2021, the Entity carried out market research in order to assess the amount of impact caused by its outpatient consultations and examinations, carried out at its headquarters. The assumptions adopted and the result obtained are presented below: -----

Eight cardiology clinics that serve pediatric





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patients in the south of the city of Rio de Janeiro were consulted; -----

For better adequacy purposes, the following were searched separately: cardiology consultation, echocardiogram, and electrocardiogram; and -----

Applying the average value calculated, to the production of outpatient care at the project headquarters: -----

Average Value of Outpatient Care -----

[nihil]	Cares Performed	Average Value	Impact Generated
Consultation	1,521	BRL 291.43	BRL 443,258.27
Echocardiogram	1,152	BRL 301.83	BRL 347,702.40
Electrocardiogram	845	BRL 60.51	BRL 51,129.89
Value	3,518	BRL 653.76	BRL 842,090.56

7) Corporate Governance -----

In 2021, we are also experiencing a decisive year for the Governance of Pro Criança Cardíaca. With the renewal of the members of the Deliberative Council, Audit Committee and Advisory Council, it was possible to improve our Governance indexes and application of best practices, through the holding of Board of Directors' meetings according to the calendar below: -----

Meeting 01/2021 -----



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Date: March 31, 2021 -----

Body: Deliberative Council and Audit Committee ---

Agenda: Approval of the Financial Statements as of  
December 31, 2020 and other matters. -----

Meeting 02/2021 -----

Date: August 17, 2021 -----

Body: Deliberative Council, Audit Committee, and  
Advisory Council -----

Agenda: Institutional Presentation to New Directors  
and other matters. -----

Meeting 03/2021 -----

Date: September 14, 2021 -----

Body: Deliberative Council, Audit Committee, and  
Advisory Council -----

Agenda: Performance Presentation (1st Semester  
2021) and other matters. -----

Meeting 04/2021 -----

Date: November 30, 2021 -----

Body: Deliberative Council -----

Agenda: Presentation of the Strategic Planning and  
Budget 2022 and other matters. -----



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Pro Criança Cardíaca is a pioneer in the implementation of the Humanized Governance model. It was the first Third Sector social organization in Brazil to adopt this governance model. In 2021, the Entity maintained the Pro Bono Agreement with the Consulting Company OCEAN GOVERNANÇA INTEGRADA. The Entity focuses on putting people at the center of decision-making and hopes to impact the lives of everyone involved in the project, from the families of the children served to the suppliers, based on three pillars: sustainability, governance, and social impact. In order to further strengthen the guidelines of good governance, the Entity joined the Brazilian Institute of Corporate Governance (IBGC). -----

Also in 2021, the Entity increased its score from “+88” to “+93” in the Conscious Business Assessment – a survey carried out by the startup “Humanizadas” – which ranks the most humanized companies in Brazil. -----

8) Titles Achieved and Certifications Obtained ----



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The year 2021 also brought the renewal of the Best NGOs seal, already achieved in 2019 and 2020 and repeated this year, placing the Entity among the 100 best NGOs in Brazil and among the eleven in the State of Rio de Janeiro. The award, which has been in existence since 2017, is a partnership between Instituto Doar, the socio-environmental project agency "O Mundo Que Quero" and "AMBEV". The same Institute awarded Pro Criança in 2020, with the "DOAR A+ Seal" for Management and Transparency. The seal is based on the main international certification models for civil society organizations in relation to codes of conduct that adopt and judge excellence in strategy, governance, financing, accountability, and other requirements as standards. -----

9) Outlook for 2022 -----  
Pro Criança Cardíaca also continues to believe that the pandemic has rescued the meaning of the third sector, as a noble and necessary segment without which donations and basic services would simply not





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reach the needy population. Likewise, we remain convinced that a strong civil society is capable of advancing issues that do not always gain space on the public agenda. -----

On the other hand, the Management does not fail to consider that the country's main economic indicators point to a still very difficult scenario for the Brazilian economy in 2022, an election year in Brazil and which is already unfolding with a serious international conflict, strongly impacting the entire the global economy. This provides for an increase in the public served by the Entity and a reduction in the financial capacity of large donors to continue paying for large donations. -----

In this way, the institutional strategic planning estimates a small reduction - around 7% - in revenue from donation, especially considering that the total balance for 2021 was a positive surprise, 29% above the stipulated target. On the other hand, a considerable increase is expected - around 73% - in the total number of cares, which will jump from



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4,066 to 7,038.-----

Goals for 2022 -----

[nihil]	Cardiology	Hospital	Nutritional	Dental	Psychological	Total
Cares	5,346	100	728	804	60	7,038
[nihil]	[nihil]	[nihil]	[nihil]	[nihil]	[nihil]	[nihil]
[nihil]	Slips	Actions	Deposits	Online	Others	Total
Donations	336,00.00	540,000.00	1,500,000.00	24,000.00	-	2,400,000.00

Donations made via payment slip do not necessarily represent a continuous flow, considering that one-time donations can also be made through the issuance of a slip. By "Actions" we mean initiatives such as "solidarity parties", "events" and "specific campaigns" carried out by the Entity. Donations recognized as "Online" originate from websites such as "PagSeguro", "PayPal" and others.

*[There appeared the signatures of Rosa Célia Pimentel Barbosa, of Paulo César do Rego Monteiro, of Mitzy Cremona Conde, and of Isabela Marques Teixeira Rangel] -----*

Rosa Célia Pimentel Barbosa -----

Chief Executive Officer -----

CPF (Individual Taxpayer Registry No.):

174.489.487-68 -----

Paulo César do Rego Monteiro -----



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Chief Financial Officer -----

CPF (Individual Taxpayer Identification Number):

007.572.257-72 -----

Mitzy Cremona Conde -----

Executive Officer -----

CPF (Individual Taxpayer Identification Number):

025.254.397-16 -----

Isabela Marques Teixeira Rangel -----

Medical Director CRM 52.56561-1 -----

Gabriel Valente Buzzi -----

Controller -----

CRA-RJ: 07-00425 -----

*[There appeared the logo of Crowe]* -----

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INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL

STATEMENTS -----

To the Officers and Managers of -----



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PRO CRIANÇA CARDÍACA -----

Rio de Janeiro - RJ -----

Opinion -----

We have examined the financial statements of PRO CRIANÇA CARDÍACA ("Entity"), which comprise the balance sheet as of December 31, 2021, and the respective statements of income, comprehensive income, changes in equity and cash flows for the year ended on that date, as well as the corresponding explanatory notes, including a summary of the main accounting policies. -----

In our opinion, the aforementioned financial statements present fairly, in all material respects, the equity and financial position of PRO CRIANÇA CARDÍACA as of December 31, 2021, the performance of its operations and its cash flows for the year ended on December 31, 2021, in accordance with accounting practices adopted in Brazil applicable to non-profit entities. -----

Basis for opinion -----

Our audit was conducted in accordance with





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Brazilian and international auditing standards. Our responsibilities, in accordance with such standards, are described in the following section, entitled "Auditor's responsibilities for auditing the financial statements". We are independent from the Entity, in accordance with the relevant ethical principles set out in the Accountant's Code of Professional Ethics and in the professional standards issued by the Federal Accounting Council, and we comply with other ethical responsibilities in accordance with these standards. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our qualified opinion. -----

Emphasis -----

Dismissal of CEBAS renewal request -----

We draw attention to what is mentioned in Explanatory Note 15, corresponding to the dismissal of the Entity's CEBAS (Certificate of Beneficent Entity for Social Assistance) for the period from January 28, 2019, to January 27, 2022. Through



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Order No. 138, dated April 15, 2021, the Ministry of Health dismissed the administrative appeal presented by the Entity. In the opinion of the Entity's lawyers and in view of the favorable jurisprudence of the Federal Supreme Court (STF) and the enactment of Complementary Law (LC) No. 187, dated December 16, 2021, which entered into force on December 17, 2021, the chance of losing the CEBAS renewal process, when any discussion that has as its object the Entity's right to immunity from social contributions is classified as possible. In 2021, management opted to reverse the provision for the contingency that had been recognized since 2020. Our opinion is not qualified in this matter. -----

Reclassification of corresponding values -----  
We draw attention to Explanatory Note 3.15 to the financial statements, which indicates that the corresponding amounts related to the income statement for the year ended December 31, 2020, were reclassified to better disclose lease and



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revenue from donation, as well as income from agreements with health plans, which no longer exist, more adequately reflecting the new model adopted by the Entity. Our opinion is not qualified in this matter. -----

Other information accompanying the financial statements and the auditor's report -----

The Entity's management is responsible for this other information that comprises the Management Report. -----

Our opinion on the financial statements does not cover the Management Report and we do not express any form of audit conclusion on this report. -----

In connection with the audit of the financial statements, our responsibility is to read the Management Report and, in doing so, consider whether that report is materially inconsistent with the financial statements, or our knowledge obtained in the audit, or, otherwise it appears to be materially distorted. If, based on the work performed, we conclude that there is a material



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misstatement in the Management Report, we are required to communicate this fact. We have nothing to report in this regard. -----  
 Management and governance responsibilities for the financial statements -----  
 Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting practices adopted in Brazil applicable to non-profit entities and for the internal controls that it has determined to be necessary to enable the preparation of financial statements free of material misstatement, regardless of whether caused by fraud or error. ---  
 In preparing the financial statements, management is responsible for evaluating the Entity's ability to continue operating, disclosing, when applicable, matters related to its going concern and the use of this accounting basis in the preparation of the financial statements, unless the management intends to liquidate the Entity or cease operations, or has no realistic alternative to avoid closing





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**Translation No. 12-16209-A**

operations. -----  
 Those responsible for the Entity's governance are  
 those responsible for supervising the process of  
 preparing the financial statements. -----  
 Responsibilities of the auditor for the audit of  
 the accounting statements -----  
 Our objectives are to obtain reasonable assurance  
 about whether the financial statements, taken as a  
 whole, are free from material misstatement, whether  
 caused by fraud or error, and to issue an audit  
 report containing our opinion. Reasonable security  
 and a high level of security, but not a guarantee  
 that the audit carried out, in accordance with  
 Brazilian and international auditing standards,  
 always detect any relevant existing distortions.  
 Misstatements may result from fraud or error and  
 are considered material when, individually or  
 jointly, they may influence, within a reasonable  
 perspective, the economic decisions of users taken  
 based on the aforementioned financial statements. -  
 As part of the audit performed in accordance with



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Brazilian and international auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. In addition: -----

We identify and assess the risks of material misstatement in the financial statements, whether caused by fraud or error, plan and perform audit procedures in response to such risks and obtain sufficient appropriate audit evidence on which to base our opinion. The risk of not detecting material misstatement resulting from fraud is greater than that arising from error, as fraud may involve the act of circumventing internal controls, collusion, falsification, omission, or intentional misrepresentation. -----

We obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal controls. -----



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We assessed the adequacy of the accounting policies used and the reasonableness of accounting estimates and related disclosures made by management. -----

We conclude on the adequacy of the use, by management, of the accounting basis for operational continuity and, based on the audit evidence obtained, if there is a relevant uncertainty in relation to events or conditions that may raise significant doubt regarding the Entity's operational continuity capacity. If we conclude that material uncertainty exists, we must draw attention in our audit report to the related disclosures in the financial statements or include a modification of our opinion if the disclosures are inadequate. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the Entity to no longer remain in business continuity. -----

We have assessed the overall presentation, structure, and content of the financial statements,



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including disclosures, and whether the financial statements represent the related transactions and events in a manner consistent with the objective of fair presentation. -----

We communicate with those charged with governance regarding, among other things, the planned scope, timing of the audit, and significant audit findings, including any significant deficiencies in internal controls that we identify in the course of our engagements. -----

Rio de Janeiro, March 23, 2022. -----

Crowe Macro Auditores Independentes S.S. -----

CRC 2SP - 033508/O-1 -----

Ana Lúcia Leal -----

Accountant - CRC RJ under no. 079.699/O-4 -----

Fábio Debiaze Pino -----

Accountant - CRC1SP251154/O-9 -----

PRO CRIANÇA CARDÍACA - CNPJ 10.489.487/0001-71 ----

[nihil]	NOTE	2021	2020
ASSET	[nihil]	[nihil]	[nihil]
CURRENT ASSET	[nihil]	7,915,583	24,863,760
CASH AND CASH EQUIVALENTS	4	7,692,130	5,861,570
BONDS AND SECURITIES	5	-	18,771,460
OTHER CREDITS	[nihil]	223,453	230,730
NON-CURRENT ASSET	[nihil]	98,543,651	65,274,000
BONDS AND SECURITIES	5	19,564,058	-
DEPOSITS IN COURT	[nihil]	243,900	238,677





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PROPERTIES FOR INVESTMENT	6	76,631,642	62,989,551
FIXED ASSET	7	3,031,193	2,864,012
(-) ACCUMULATED DEPRECIATION	7	(927,142)	(818,240)
TOTAL ASSETS	[nihil]	106,459,234	90,137,760
[nihil]	NOTE	2021	2020
LIABILITY	[nihil]	[nihil]	[nihil]
CURRENT LIABILITY	[nihil]	1,647,919	713,598
SUPPLIERS	8	1,377,940	449,404
PAYROLL AND SOCIAL CHARGES	[nihil]	225,531	212,748
TAX OBLIGATIONS TO BE COLLECTED	[nihil]	44,448	51,446
NON-CURRENT LIABILITIES	[nihil]	27,696	1,771,368
JUDICIAL CONTINGENCIES	9	27,696	1,768,259
TAX OBLIGATIONS (INSTALLMENT)	[nihil]	-	3,109
EQUITY	10	104,783,619	87,652,794
EQUITY	[nihil]	87,652,794	82,869,893
FISCAL YEAR SURPLUS	[nihil]	17,130,825	4,782,901

TOTAL LIABILITIES AND EQUITY -----

2021: 106,459,234 -----

2020: 90,137,760 -----

Explanatory notes are an integral part of these  
 financial statements. -----

INCOME STATEMENTS FOR THE YEARS ENDED DECEMBER 31 -

[nihil]	NOTE	2021	2020
[nihil]	[nihil]	[nihil]	(reclassified)
Gross Revenue	[nihil]	6,940,403	6,236,201
Revenue From Donation	[nihil]	2,584,781	1,872,517
Legal Entity Donation	[nihil]	904,868	934,479
Individual Donation	[nihil]	1,200,548	938,038
International Donations	[nihil]	479,365	-
Revenue From Lease	11	4,355,622	4,363,684
Fixed Income	[nihil]	4,279,284	3,989,097
Variable Income	[nihil]	76,338	374,587
(-) Deductions From Revenue	[nihil]	-	-
Net Revenue	[nihil]	6,940,403	6,236,201
(-) Costs Of Services and Activities	12	(8,056,525)	(3,980,179)
Free Hospital and Outpatient Services	[nihil]	(4,892,177)	(2,476,612)
Cost Of Hospital Care	[nihil]	(3,027,775)	(1,168,199)
Specialized Services	[nihil]	(99,075)	(229,209)
Materials And Medicines	[nihil]	(37,498)	(106,159)
(=) Gross Surplus (Deficit)	[nihil]	(1,116,122)	2,256,022
(-) Operational Expenses	[nihil]	(4,787,843)	(4,269,336)
(-) Personnel Expenses	[nihil]	(2,558,248)	(2,581,106)
(-) Contracted Services	[nihil]	(1,565,532)	(1,175,385)
(-) Administrative Expenses	[nihil]	(555,159)	(428,328)
(-) Depreciation And Amortization	[nihil]	(108,904)	(84,517)
Other Operating Income	[nihil]	8,245,256	4,645,904



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Free Hospital and Outpatient Services	[nihil]	4,892,177	2,476,612
Reversal Of Reserves for Contingencies	[nihil]	2,180,628	1,217,366
Volunteer Services Obtained	13	1,048,028	792,811
Material Donations	[nihil]	102,048	81,748
Expense Recovery	[nihil]	22,375	21,480
Bad Debt Recovery	[nihil]	-	55,887
(=) Surplus Before Financial Income	[nihil]	2,341,291	2,632,590
(+/-) Net Financial Income	[nihil]	1,147,443	520,295
(+) Financial Income	[nihil]	1,162,614	569,405
(-) Interest On Loans / Financing	[nihil]	(13,287)	(11,255)
(-) Other Financial Expenses	[nihil]	(1,884)	(37,855)
(+/-) Other Revenue and Expenses	14	13,642,091	1,630,016
(+/-) Income In the Adjustment to Fair Value	[nihil]	13,642,091	1,630,016
(=) Net Surplus for The Year	[nihil]	17,130,825	4,782,901

Explanatory notes are an integral part of these financial statements. -----

COMPREHENSIVE INCOME STATEMENTS FOR THE YEARS ENDED  
 DECEMBER 31 -----

IN REAIS -----

SURPLUS FOR THE YEAR -----

2021: 17,130,825 -----

2020: 4,782,901 -----

OTHER COMPREHENSIVE INCOME -----

2021: [nihil] -----

2020: [nihil] -----

(=) COMPREHENSIVE INCOME FOR THE YEAR -----

2021: 17,130.825 -----

2020: 4,782.901 -----

Explanatory notes are an integral part of these financial statements. -----



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PRO CRIANÇA CARDÍACA -----  
CNPJ 10.489.487/0001-71 -----  
STATEMENT OF CHANGES IN OWNERS' EQUITY AS OF  
DECEMBER 31 IN REAIS -----

[nihil]	EQUITY	EQUITY VALUATION ADJUSTMENT	[nihil]	[nihil]
BALANCE AS OF DECEMBER 31, 2019	62,451.183	4,838.258	15,580.452	82,869.893
SURPLUS INCORPORATION	20,418.710	(4,838.258)	(15,580.452)	-
2020 SURPLUS CALCULATION	-	-	4,782.901	4,782.901
BALANCE AS OF DECEMBER 31, 2020	82,869.893	-	4,782.901	87,652.794
SURPLUS INCORPORATION	4,782.901	-	(4,782.901)	-
2021 SURPLUS CALCULATION	-	-	17,130.825	17,130.825
BALANCE AS OF DECEMBER 31, 2021	87,652.794	-	17,130.825	104,783.619

Explanatory notes are an integral part of these  
financial statements. -----

STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED  
DECEMBER 31<sup>st</sup> -----

In Reais	[nihil]	
[nihil]	[nihil]	[nihil]
[nihil]	2021	2020
CASH FLOW FROM OPERATING ACTIVITIES	[nihil]	[nihil]
Surplus For the Year	17,130,825	4,782,901
Depreciation And Amortization	108,902	84,517
Judicial Contingencies	(1,740,563)	491,548
Income In the Adjustment to Fair Value	(13,642,091)	(1,630,016)
[nihil]	1,857,073	3,728,950
Change In Operating Assets and Liabilities	[nihil]	[nihil]
Reduction Of Health Services Receivable	-	50,308
Reduction Of Other Credits	7,277	38,590
Increase Of Deposits in Court	(5,223)	(5,303)
Increase (Decrease) Of Suppliers	928,536	(762,176)
Increase (Decrease) In Wages and Social Charges	12,783	(1,309,402)
(Reduction) In Anticipation of Revenue	-	(41,490)
(Reduction) Of Tax Obligations Payable	(10,107)	(67,957)
(=) Cash Flow Generated from Operating Activities	2,790,339	1,631,520
Cash Flow from Investing Activities	[nihil]	[nihil]
Acquisition Of Bonds and Securities	(792,598)	(446,809)
Acquisition/Purchase of Investments and Fixed Assets	(167,181)	(380,760)
(=) Cash Flow Consumed in Investing Activities	(959,779)	(827,569)

(=) INCREASE IN CASH AND CASH EQUIVALENTS -----

2021: 1,830,560 -----





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2020: 803,951 -----

Cash And Cash Equivalents at Beginning Of Year	5,861,570	5,057,619
Cash And Cash Equivalents at End Of Year	7,692,130	5,861,570
(=) Increase In Cash and Cash Equivalents	1,830,560	803,951

Explanatory notes are an integral part of these financial statements. -----

*[There appeared the signatures of Rosa Célia Pimentel Barbosa, of Paulo César do Rego Monteiro, and of Ana Cristina de Jesus]* -----

Rosa Célia Pimentel Barbosa -----

Chief Executive Officer -----

CPF: 174.489.487-68 -----

Paulo César do Rego Monteiro -----

Chief Financial Officer -----

CPF: 007.572.257-72 -----

Ana Cristina de Jesus -----

Accountant -----

CRC-RJ: 127.948/O-0 -----

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS AS OF  
 DECEMBER 31, 2021, AND 2020 -----  
 IN REAIS -----

1 - OPERATIONAL CONTEXT -----

Pro Criança Cardíaca (Entity) is a non-profit,





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charitable, social, and philanthropic association with a national scope. In this way, its institutional purposes include carrying out the following activities: -----

Promote free medical, surgical, dental, psychological, nutritional and assistance care and treatment for needy children and adolescents with heart disease; -----

Promote, support, favor and publicize social assistance activities, aiming at the protection of children and adolescents, through the development of projects of a social nature; including supporting the families of children and adolescents assisted by the Association. -----

The Association has a branch in the city of Rio de Janeiro, state of Rio de Janeiro, at Rua Dona Mariana nº 220 - Mezzanine, Botafogo, ZIP Code 22280-020, aiming to enable the sale of Pro Criança Cardíaca products, whether manufactured in-house or through collaborative partnerships, as a means of activity for the Association with the purpose of



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raising funds for its sustainability and fulfillment of the corporate purpose, and such branch may act in person and/or via e-commerce. ---

1.1) Continuity of Hospital Services -----

On December 21, 2018, the Entity signed the lease agreement for the property where Hospital Pediátrico Pro Criança - Jutta Batista (Hospital) is located; having as a related party in the transaction the company Hospitais Integrados da Gávea - Clínica São Vicente (CSV), a member of the economic group of Rede D'Or São Luiz S.A. (RDSL). - The lease agreement is effective for 15 (fifteen) years, starting on March 1, 2019, and ending on February 28, 2034. -----

Considering the amounts agreed in this instrument, the Entity maintains its capacity for health service activities, in its outpatient unit, entirely free of charge for its beneficiaries. Furthermore, for beneficiaries who need heart surgery, the agreement also allows for the performance of surgical procedures and related



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examinations at the Hospital, partly financed by CSV. -----

The lease of the property and assignment of onus for the economic exploitation of the Hospital guarantees the long-term economic sustainability of the Entity. -----

1.2) Branch opening (Store) -----

On November 16, 2021, the Entity obtained the regularization of its branch, being able and in compliance to start operating in the retail trade, selling products of the Entity itself and/or partners with the income reverted fully or partially to the Project. -----

Sales are concentrated at a kiosk located on the mezzanine floor of Hospital Pro Criança Jutta Batista, in addition to taking place to a lesser extent at the Entity's headquarters and at charitable or solidarity events to which Pro Criança is invited to exhibit its products. The opening of the branch is an essential part of the strategic planning outlined by the Management to



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enhance the Entity's brand and expand its fundraising power, together with companies and possible new doners -----

1.3) Measuring the effects of Covid -19 -----

In March 2020, the World Health Organization declared COVID-19 a pandemic outbreak. Among the measures guided by the Board of Directors of the Entity and adopted by the team to face COVID-19, we highlight: -----

Adoption of safety protocols indicated by the Ministry of Health; -----

Maintenance of outpatient (cardiological) activities; -----

Distribution of disposable masks and hand sanitizer; -----

Investment in technological renewal; -----

Maintenance of employees with full payment of salaries and benefits; -----

Option for non-leave by INSS of any employee during the pandemic period; -----

Maintenance of supplier contracts; and -----





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Total increase in staff training hours. -----

The pandemic did not impact the Financial Statements of Pro Criança Cardíaca for the years ended December 31, 2021, and 2020 -----

2 - BASIS FOR PREPARING THE FINANCIAL STATEMENTS --

2.1) Preparation Basis Declaration of Conformity --

The financial statements were prepared in accordance with accounting practices adopted in Brazil, including the provisions of Resolution of the Federal Accounting Council No. 2015/ITG2002(R1), which approved the technical interpretation ITG 2002 (R1) - Non-profit entities and NBC TG 1000 (R1) - Accounting for Small and Medium Enterprises. -----

The Entity's Management authorized the completion of the preparation of these financial statements on March 23, 2022. -----

2.2) Measurement Base -----

The financial statements were prepared using historical cost as a basis for value, with the exception of financial investments presented at



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fair value through profit or loss. Investment properties are measured at fair value. -----

2.3) Functional Currency and Reporting Currency ---  
The financial statements are presented in Brazilian Real, which is the functional currency of the economic environment in which the Entity operates.

2.4) Use of Estimates and Judgments -----  
The financial statements were prepared based on several valuation bases used in accounting estimates. The accounting estimates involved in the preparation of the financial statements considered objective and subjective factors, based on Management's judgment to determine the appropriate amount to be recorded in the financial statements, which are continually appraised and are based on historical experience and other factors, including expectations of future events. -----

Significant items subject to these estimates and assumptions include: -----

(a) Estimate of the service lives of fixed assets and their recoverability; -----



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(b) Analysis of other risks to determine other provisions, such as estimates of probability of losses for contingencies; -----

(c) Estimated valuation of outpatient care; and ----

(d) Estimated valuation of volunteer work at fair value. -----

Estimates and assumptions are reviewed on an ongoing basis. Reviews of accounting estimates are recognized in the period in which the estimates are reviewed and in any future periods affected. -----

**3 - MAIN ACCOUNTING POLICIES ADOPTED -----**

The accounting policies described in detail below have been consistently applied to these financial statements and followed uniform principles, methods, and criteria in relation to those adopted at the end of the last fiscal year. -----

**3.1) Accrual Basis -----**

Revenues and expenses are duly recognized, in accordance with the accrual accounting basis. -----

The Accrual Basis Principle determines that the effects of transactions and other events are



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recognized in the years to which they refer, regardless of receipt or payment, assuming the simultaneity of the matching of revenues and related expenses. -----

3.2) Segregation of Activities -----

The income and expense accounts, free of charge, surplus or deficit, are recognized and presented considering the segregation of activities, where applicable. -----

3.3) Cash and Cash Equivalents -----

Cash equivalents are short-term, highly liquid investments that are held for the purpose of meeting short-term cash commitments and not for investment or other purposes. Therefore, an investment normally qualifies as a cash equivalent only when it has a short-term maturity of approximately three months or less from the date of acquisition. -----

Cash Equivalents - Financial Investment -----

At the end of each reporting period, the Entity values its financial investments at fair value





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and recognizes changes in fair value in profit or loss. -----

3.4) Financial assets and liabilities -----

The Entity's financial assets are substantially represented by cash and cash equivalents (explanatory note 4) and bonds and securities (explanatory note 5). The Entity's financial liabilities are substantially represented by suppliers (explanatory note 8). -----

The Entity recognizes a financial asset or a financial liability only when it becomes part of the contractual provisions of the instrument. -----

A financial asset or liability is valued at transaction cost, unless the arrangement is, in fact, a financial transaction. A financial transaction may take place in connection with the sale of goods and services, for example, if payment is delayed beyond normal commercial terms or is financed at a non-market rate of interest. -----

3.5) Properties for Investment -----

Investment properties, whose fair value can be



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measured reliably, without excessive cost or effort, are measured at fair value on each balance sheet with changes in fair value recognized in profit or loss. -----

3.6) bonds and securities -----

Bonds and securities (investment funds) represent financial investments with restricted and long-term use. This measure was taken with a focus on financial management, to establish and preserve a reserve of funds, for use in difficult operational situations or new long-term investments. -----

3.7) Fixed Asset -----

Fixed assets are recorded at acquisition or construction cost, less depreciation calculated using the straight-line method based on the aforementioned rates, taking into account the service life and use of the assets. -----

Depreciation methods, service lives and residual values are reviewed at each financial year end and any adjustments are recognized as changes in accounting estimates. -----



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Other expenses are capitalized only when there is an increase in the economic benefits of this fixed asset. Any other type of expense is recognized in profit or loss as an expense when incurred. -----

3.8) Impairment -----

On each reporting date, the Entity applies the impairment review test to determine whether an item or a group of items of fixed asset is impaired and, if so, how to recognize and measure the impairment loss. -----

3.9) Provisions -----

A provision is recognized as a result of a past event that gave rise to a liability, and it is probable that an outflow of economic benefits may be required to settle the obligation. Provisions are recorded when deemed probable and based on the best estimates of the risk involved. -----

3.10) Determination of Income for the Year -----

The surplus or deficit surplus is incorporated into the Equity and; Furthermore, the surplus, or part of which is restricted for investment, is



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recognized in a specific account of the Equity. ---

3.11) Revenue from donations -----

Revenues from donations are variable, with no commitment made between the parties for the amount to be donated, and normally vary depending on the level of assistance that the donor is willing to offer to the institution. Therefore, these revenues are only recognized when they are certain to be realized, that is, they are recognized only when they are received. -----

Revenue is not recognized if there is significant uncertainty in its realization. -----

3.12) volunteer services obtained -----

Voluntary work, including members of the management bodies and their directors, in the exercise of their duties, must be recognized at the fair value of the service provided as if the financial disbursement had occurred. -----

3.13) Tax Waiver - Immunity and Tax Exemptions Enjoyed -----

The tax waiver related to the activity is shown in





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the financial statements as if the obligation were due. -----

The waiver is a type of government grant. Just as taxes are expenses recognized in the income statement, the recording of the government grant, which is, in essence, an extension of tax policy, as revenue in the income statement. -----

Tax immunity (FC, article 150) occurs tacitly, due to the characterization of a non-profit Entity. Therefore, there is no present obligation for the scope of taxation; accounting recognition is not performed for taxes excluded by tax immunity. -----

3.14) Gratuities -----

The benefit granted free of charge through medical care is recognized at the cost effectively incurred. Likewise, the benefit recognized as free of charges obtained through hospital procedures performed is measured at cost. -----

3.15) Reclassification of Financial Statements ----

After issuing the financial statements for the year ended December 31, 2020, on March 30, 2021, the



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Entity concluded on the need to carry out reclassifications referring to the balances ended December 31, 2020. -----

This decision is due to the adoption of a new business model adopted by the Entity since March 1, 2019, when the atypical lease agreement for Hospital Pro Criança Jutta Batista was signed for Clínica São Vicente - CSV, handing over the operation of the Hospital to Rede Dor São Luiz management. -----

Until then, the Entity's most relevant revenues were transfers received from health insurance agreements, arising from hospitalizations and hospital procedures. With the execution of the aforementioned agreement, the leasing revenue arising from this instrument became the most relevant amount among the Entity's revenues. -----

In order for this to be clearly reflected in these financial statements, it was decided to reclassify lease and donation income, as well as income from agreements with health plans, which no longer



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exist. -----

Below is a summary of the amounts according to the reclassification of balances as of December 31, 2020: -----

Previously presented	[nihil]	Reclassified	[nihil]
PRIVATE HEALTH INSURANCE PLANS	(253,701)	MATERIALS AND MEDICINES	(88,111)
[nihil]	-	SPECIALIZED SERVICES	(165,590)
[nihil]	(253,701)	[nihil]	(253,701)
FREE HOSPITAL AND OUTPATIENT CLINIC SERVICES	(7,701,526)	MATERIALS AND MEDICINES	(18,048)
[nihil]	-	SPECIALIZED SERVICES	(63,619)
[nihil]	-	HOSPITAL CARE COST	(1,168,199)
[nihil]	-	FREE HOSPITAL AND OUTPATIENT CLINIC SERVICES	(2,476,612)
[nihil]	-	(-) PERSONNEL EXPENSES	(2,425,699)
[nihil]	-	(-) CONTRACTED SERVICES	(1,173,109)
[nihil]	-	(-) ADMINISTRATIVE EXPENSES	(376,240)
[nihil]	(7,701,526)	[nihil]	(7,701,526)
(-) ADMINISTRATIVE PERSONNEL	(155,407)	(-) PERSONNEL EXPENSES	(155,407)
(-) CONTRACTED SERVICES	(2,276)	(-) CONTRACTED SERVICES	(2,276)
(-) ADMINISTRATIVE EXPENSES	(52,088)	(-) ADMINISTRATIVE EXPENSES	(52,088)
(-) DEPRECIATION AND AMORTIZATION	(84,517)	(-) DEPRECIATION AND AMORTIZATION	(84,517)
DONATIONS	1,954,265	REVENUES FROM DONATIONS	[nihil]
[nihil]	1,872,517	DONATIONS OF MATERIALS	81,748
[nihil]	1,659,977	[nihil]	1,659,977
PARTNERSHIPS WITH PRIVATE COMPANIES	2,476,612	FREE HOSPITAL AND OUTPATIENT CLINIC SERVICES	2,476,612
LEASE OF PROPERTY	4,363,684	LEASE INCOME	4,363,684

**4 - CASH AND CASH EQUIVALENTS -----**

Description	2021	2020
Cash	615	3,780
Bank checking account	22,131	20,476
Financial Investments	7,669,384	5,837,314
Total	7,692,130	5,861,570

-----  
 The Entity's short-term investments are represented by Bank Deposit Certificates (CDBs) and are redeemable within a period of less than 90 days



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from the date of the respective operations. -----

The Entity has financial investment policies that determine that investments are concentrated in low-risk securities and investments in first-rate financial institutions, which are remunerated based on percentages of the Interbank Deposit Certificate (CDI) variation. -----

5 - BONDS AND SECURITIES -----

In 2019, Management reallocated its surplus cash to an investment portfolio fund, diversifying its financial investments. -----

The Entity reappraised its investment portfolio managed by JGP Wealth Management during 2021. Aiming at better yields, this revaluation resulted in a reduction in the liquidity of investments and a contribution of the amount invested in a long-term fund. -----

Aiming at better results and an investment analysis, in 2021 this portfolio was considered a long-term investment fund. -----

The portfolio is segregated according to the





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following composition: -----

Description	2021	2020
Fixed Income	11,263,815	14,006,858
Multimarket	5,722,123	3,647,480
Opportunistic Portfolio	1,554,814	803,344
Long Short	642,778	316,295
Variable Income	383,917	-
Other	(3,389)	(2,517)
Total	19,564,058	18,771,460
Current	-	18,771,460
Non-current	19,564,058	-

6 - PROPERTIES FOR INVESTMENTS -----

Properties for investments consist of properties intended to generate rental income. Management observes the following hierarchy to estimate fair value: -----

The best evidence of fair value is the quoted price for an identical asset in an active market. This is normally the current purchase price. -----

When quoted prices are unavailable, the recent transaction price for the identical asset provides evidence of fair value, as long as there have been no significant changes in economic circumstances or significant lapse of time since the transaction took place. If the Entity can demonstrate that the last transaction price is not a good estimate of



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fair value (for example, because it reflects the amount the Entity may receive or pay in a forced transaction, involuntary liquidation, or hard sell), the price is adjusted. -----

If the market for the asset is not active and recent transactions involving an identical asset alone are not a good estimate of fair value, the Entity estimates fair value using a valuation technique. The purpose of using a valuation technique is to estimate what the transaction price would be on the valuation date in an exchange between unrelated parties motivated by normal business considerations. -----

All assets recognized as investment properties in these statements are estimated at fair value using a valuation technique supported by an internal report. -----

Descript	2020	(+/-) Adjustment to Fair Value – Income	2021
Real Estate - Owned	788,541	89,771	878,312
Real Estate - Hospital	62,196,249	13,552,320	75,748,569
Other	4,761	-	4,761
Total	62,989,551	13,642,091	76,631,642

-----  
 7 - FIXED ASSETS -----



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In 2021, the following changes took place in fixed assets. -----

Goods in Operation - Cost	2020	(+) Acquisitions	(-) Accumulated Depreciation	2021
Lands	1,379,261	-	-	1,379,261
Real Estate	230,065	101,590	(32,238)	299,417
Facilities	13,225	-	(2,300)	10,925
Machinery and Equipment	10,423	-	(1,259)	9,164
Computer equipment	24,036	21,715	(30,782)	14,969
Communication Equipment	-	6,599	(440)	6,159
Furniture and utensils	18,624	16,078	(11,556)	23,146
Software	1,563	-	(1,563)	-
Medical equipment	368,575	21,199	(28,764)	361,010
Total	2,045,772	167,181	(108,902)	2,104,051

Below, we highlight the amount of depreciation, recognized in 2021, for each class of fixed asset:

(-) Accumulated depreciation	Annual Rate %	Depreciation 2021
Real Estate	4	32,238
Facilities	10	2,300
Machinery and Equipment	10	1,259
Computer equipment	20	30,782
Communication equipment	20	440
Furniture and utensils	10	11,556
Software	20	1,563
Medical equipment	6,67	28,764
Total	[nihil]	108,902

7.1) Service Life Review -----

In the allocation of the depreciable value of fixed assets, the determination of the service life was reviewed, considering the following factors: -----

Expected use of the asset. Usage is appraised based on the expected capacity of the asset or production



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Expected physical wear and tear, which depends on operational factors, such as the number of shifts the asset is used for, repair and maintenance programs, and the care and maintenance of the asset while it is idle; -----

Technical or commercial obsolescence arising from changes or improvements in production, or from changes in market demand for the product or service resulting from the asset; and -----

Legal or similar limits on the use of the asset, such as the expiration dates of related leases. ---

7.2) Impairment Test -----

The Entity appraised the existence of any indication that a fixed asset may be impaired, not verifying such indication. -----

8 - FORNECEDORES -----

Description	2021	2020
Payable Hospital Procedures (*)	1,218,770	230,636
Suppliers Payable	155,498	212,173
Credit Card Payable	3,672	6,595
Total	1,377,940	449,404

(\*) Refers to hospitalizations and invasive procedures necessary for the Entity's patients, performed at Hospital Pro Crianca Jutta Batista,





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which exceed the free quota provided for in the atypical contract entered between the Entity and Clínica São Vicente (CSV). These procedures are billed monthly, respecting the lowest prices charged by Rede D'Or São Luiz S.A. (RDSL) at the referred hospital and paid by the Entity within 90 days. -----

9 - JUDICIAL CONTINGENCIES -----

In 2021, the Entity appraise its contingency risks, based on existing case law. The risk assessment aims to classify them in the best way, according to the chances of their liability occurring, among the following classification alternatives: probable, possible, and remote. -----

Contingencies whose risks of loss are classified as "probable" are fully recognized in liabilities. ---

Based on the opinion of its legal advisors, we believe that there is a labor claim - arising from the time of the Hospital's management - with an amount to be recognized as a loss in legal proceedings on December 31, 2021. -----

Description	2021	2020
-------------	------	------



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Social Security Causes	-	545,126
Labor Causes	27,696	1,223,133
Total	27,696	1,768,259

The exclusion of social security claims in 2021 is due to the publication of Complementary Law 187/2021 on December 16, 2021, as per explanatory note 15. -----

In March 2021, the deadline for requesting payment of the collective bargaining agreement by the administrative employees of the Hospital at the time of the Entity's management expired. As advised by the lawyers, as of this date, the chance of a court decision for the total or partial payment of BRL 1,223,133 is very low, considering the existing jurisprudence and the legal-labor understanding in force. -----

Additionally, we inform that the Entity has the amount of BRL 2,351,864 corresponding to shares classified as possible losses. -----

10 - EQUITY -----

The Entity's equity comprises the accumulated surplus and deficits of the Entity's current activities, which will be fully invested in the



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maintenance of its corporate objectives. -----

11 - REVENUES FROM LEASE -----

On March 1, 2019, the lease agreement for the Hospital's property began; having as a related party the Clínica São Vicente (CSV), member of the economic group of Rede D'Or São Luiz S.A. (RDSL). - The lease agreement is effective for 15 (fifteen) years, ending on February 28, 2034. -----

In 2021, the Entity earned a total of BRL 4,355,622 (BRL 4,363,684 in 2020), referring to the revenue arising from this agreement. -----

12 - COSTS OF SERVICES AND ACTIVITIES -----

12.1) Gratuities Granted -----

The measurement of free healthcare actions is recognized at cost. -----

The costs of providing services mainly consist of labor and other costs with personnel directly involved in the provision of services, including supervisory personnel, material used and attributable indirect costs, applicable until 28 February 2019, when management of the Entity at the



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Hospital ceased. -----

12.2) Entity Costs -----

The Entity's costs are characterized by the full appropriation of all expenses (direct and indirect costs and operating expenses) to the services, according to the full costing method. These now have a total cost, as, in addition to direct costs, they also absorb all expenses as indirect costs. --

Through the results center system implemented in the Entity, it is possible to segregate all expenses from the headquarters, specifically isolating those that effectively refer to the Entity's core activity, making it possible to classify them as Cost, such as: -----

Consumption of medicines, orthoses, prostheses and special materials; -----

Consumption of foodstuffs applied in the preparation of patients' meals; -----

Materials used in examinations and in the diagnosis and therapy support service; -----

Value of medical fees linked to the care and





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procedures performed; and -----  
Other amounts applied to activities aimed at the  
social assistance of patients. -----

**13 - VOLUNTEER SERVICES OBTAINED -----**

Description	2021	2020
Volunteers - Legal Entity	441,545	226,992
Volunteers - Individuals	35,070	-
Volunteers - Statutory Officers	571,413	565,819
Total	1,048,028	792,811

The measurement of the voluntary service obtained,  
with the members of the statutory board, considers  
the same criteria brought by Law 12868/2013,  
providing for the possibility of gross remuneration  
in an amount up to 70% of the limit established for  
the remuneration of Federal Executive Branch  
employees. -----

**14 - OTHER REVENUES AND OTHER EXPENSES -----**

Description	2021	2020
Adjustment to fair value of the "Hospital" Property	13,552,320	1,608,883
Adjustment to fair value of other properties	89,771	21,133
Total	13,642,091	1,630,016

**15 - SOCIAL SECURITY CONTRIBUTIONS -----**

On December 27, 2019, the Ministry of Health - MS  
dismisses the request for renewal of CEBAS for the  
period from January 28, 2019, to January 27, 2022.  
However, considering the conclusions presented in



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the TECHNICAL OPINION No. 774/2019-CGCER/DCEBAS/SAES/MS, the Entity filed the administrative appeal in due time requesting reconsideration by the MS technical analysis. At the time of this presentation, there was no decision on the administrative appeal. -----

Considering that the certification renewal request was filed within the period provided for in §1 of article 24 of Law No. 12101, 2009, the effects of the dismissal started to count from the date of publication of the decision in the Official Gazette, as determined by article 6, item II, of Decree 8242/2014. -----

According to the assessment of the Entity's lawyers, the chance of losing the CEBAS renewal process (insofar as the discussion is directly related to the value judgment on the documents presented in the case file) and in any discussion that has as its object the dismisses Entity's right to immunity from social contributions is classified as possible. -----



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According to them, "the administrative process of renewing CEBAS does not represent, in itself, a contingency for Pro Criança. However, as the legislation 'requires' the entity to be a CEBAS holder for recognition of immunity from social contributions, there is a potential risk that certain social contributions will be required for the period in which the entity does not hold a valid CEBAS". -----

Thus, in the worst-case scenario, "the authorities could demand (i) social security contributions (employer and SAT), (ii) contributions destined to other entities (FNDE, INCRA, SENAC, SESC and SEBRAE), (iii) Contribution to the Financing Social Security - COFINS on revenues that do not arise from its own activities and (iv) Contribution to the Social Integration Program - PIS at the rate of 1% on the payroll (in the event that Pro Criança does not collect it)." -----

However, even if there is such a requirement, "an assessment does not mean that Pro Criança will have



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to immediately collect the social contributions that may eventually be required by the tax authorities; or if a tax assessment notice is issued, Pro Criança may challenge it, which will guarantee the suspension of any tax credit eventually required (without the need to present any guarantee) during the administrative phase of the process and, if the outcome is unfavorable, it will be possible to challenge the collection in court." In view of the principle of conservatism, the Entity's Management decided to recognize the contingency from 2020 onwards, making the respective provision, even having obtained the classification of "possible" probability of loss from its lawyers, therefore, there is no obligation to recognize the contingency. same, pursuant to CPC 25. -----

In 2021, due to the favorable case law of the Federal Supreme Court (STF) and the enactment of Complementary Law (LC) No. 187, dated December 16, 2021, which came into force on December 17, 2021,





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determining that: -----

"shall be dismissed those credits arising from social contributions filed against non-profit institutions operating in the areas of health, education or social assistance, expressly motivated by decisions derived from administrative or judicial proceedings based on provisions of ordinary legislation declared unconstitutional, due to the effects of the unconstitutionality declared by the Federal Supreme Court in the judgment of Actions brought on grounds of Unconstitutionality Numbers 2028 and 4480 and related" (article 41). -- Management opted to reverse the provision for the contingency that had been recognized since 2020. --

16 - IMMUNITY AND TAX WAIVER -----

The Entity is immune from the incidence of taxes by virtue of article 150, item VI item "C" and its paragraph 4 and article 195, paragraph 7 of the Federal Constitution of October 5, 1988. -----

16.1) Characteristic of immunity -----

Pro Criança Cardíaca is a non-profit and economic



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social institution, as provided for in article 9 of the National Tax Code and, therefore, immune in which it enjoys the following characteristics: ----

The Entity is governed by the Federal Constitution; Immunity cannot be revoked, not even by constitutional amendment; -----

There is no taxable event (birth of tax liability); and -----

There is no right (Government) to institute or collect tax. -----

16.2) Requirements for tax immunity -----

The only Complementary Law that provides requirements for the enjoyment of tax immunity is the National Tax Code. -----

Article 14 of the National Tax Code establishes the requirements for the enjoyment of tax immunity, these are provided for in the Entity's Articles of Incorporation and their compliance (operationalization) can be proven by their bookkeeping (Accounting Statements, Gazette and General Ledger), where they demonstrate: -----



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Not to distribute any installment of its assets or income, in any capacity (article 12 of the Articles of Incorporation); -----

Fully invest, in the Country, its resources in the maintenance of its institutional objectives (article 5 of the Articles of Incorporation); and -

Keep the bookkeeping of its income and expenses in books covered with formalities capable of assuring its accuracy (article 40 of the Articles of Incorporation). -----

17 - INSURANCE COVERAGE -----

The Entity maintains insurance policies contracted with some of the main insurance companies in the country that were defined by the guidance of experts and take into account the nature and degree of risk involved. -----

The purpose of the insurance is to reimburse, up to the maximum limit of the insured amount, the amounts for which the Insured becomes civilly liable, in a final court decision or in an agreement expressly authorized by the Insurer,



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relating to reparations for involuntary personal and/or materials damages caused to third parties, occurring during the term of this contract, and arising from covered risks. -----

The scope of our auditors' work does not include issuing an opinion on the sufficiency of insurance coverage, which was determined by the Entity, which considers it sufficient to cover possible claims. -

**18 - FINANCIAL INSTRUMENTS AND RISK MANAGEMENT ----**

The market values of the Entity's main financial assets and liabilities were determined using information available in the market and are equivalent to their book value. -----

The Entity's main financial instruments are: -----

Cash and cash equivalents - presented at book value, which is equivalent to fair value; -----

Bonds and Securities - presented at their book value, which is equivalent to fair value; and -----

Accounts payable - recorded at their original values, plus the applicable adjustment for inflation. There are no transactions with





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derivative financial instruments as of December 31, 2021, and 2020. -----

19 - COMMITMENTS AND OTHER OBLIGATIONS -----

Accounting records and transactions are subject to examination by the tax authorities and eventual notifications for additional collection of taxes, fees, and contributions, during variable statute of limitations, in accordance with applicable legislation. -----

20 - SUBSEQUENT EVENTS -----

20.1) Start of Sales Operation (Branch) -----

In November 2021, the Entity obtained the regularization of its branch, a store with the purpose of selling products from the Entity itself and/or from partners with the income reverted fully or partially to the Project. -----

The store's operation began on March 8, 2022, when the kiosk located on the mezzanine floor of Hospital Pro Criança Jutta Batista, in Botafogo, Rio de Janeiro - RJ, was reopened. -----

20.2) Payment of Social Security Contribution -----



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With the dismissal of the request for renewal of CEBAS for the period between January 28, 2019, and January 27, 2022, according to explanatory note 15 and the non-request of a new request for a later period, the Entity started to pay the Employer's Social Security Contribution. -----

In January and February 2022, the amounts collected were, respectively: BRL 38,179 and BRL 38,266. ----

*[There appeared the signatures of Rosa Célia Pimentel Barbosa, of Paulo César do Rego Monteiro, and of Ana Cristina de Jesus]* -----

Rosa Célia Pimentel Barbosa -----

Chief Executive Officer -----

CPF: 174.489.487-68 -----

Paulo César do Rego Monteiro -----

Administrative-Financial Officer -----

CPF: 007.572.257-72 -----

Ana Cristina de Jesus -----

Accountant -----

CRC-RJ 127.948/O-0 -----

PRO CRIANÇA CARDÍACA -----



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CNPJ/ME No. 10.489.487/0001-71 -----  
MINUTES OF THE ANNUAL SHAREHOLDE' S MEETING HELD ON  
MARCH 29, 2022 -----

On the 29th (twenty-ninth) day of March 2022, at  
07:00 pm (seven), in a virtual way on a  
Videoconferencing platform, the following met: (1)  
ISABELA MARQUES TEIXEIRA RANGEL, Brazilian,  
married, physician, resident and domiciled in the  
City of Rio de Janeiro, State of Rio de Janeiro, at  
Rua Ney Armando Meziat No. 70, apt. 101, Zip Code  
21.941-095, bearer of identity card No. 52565611,  
issued by CRM-RJ, and enrolled with the CPF/ME  
under No. 963.033.017-020; (2) PAULO CÉSAR DO REGO  
MONTEIRO, Brazilian, divorced, economist, resident  
and domiciled in the City of Rio de Janeiro, State  
of Rio de Janeiro, at Av. Viscount of Albuquerque  
No. 271, apt. 102, ZIP Code 22.450-001, bearer of  
identity card No. 01524913-9, issued by IFP-RJ, and  
enrolled with the CPF/ME under No. 007.572.257-72;  
and (3) ROSA CÉLIA PIMENTEL BARBOSA, Brazilian,  
single, physician, resident and domiciled in the



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City of Rio de Janeiro, State of Rio de Janeiro, at Av. Viscount of Albuquerque No. 271, apt. 102, ZIP Code 22.450-001, bearer of identity card No. 5213362-3, issued by CRM-RJ, and enrolled with the CPF/ME under No. 174.489.487-68; as associates of PRO CRIANÇA CARDÍACA, a non-profit association, enrolled with the CNPJ/ME under number 10.489.487/0001-71 ("Association"), duly convened within the term and in the manner provided for in the Association's Articles of Incorporation. The President of the Meeting, Ms. ROSA CÉLIA PIMENTEL BARBOSA, who elected Mr. PAULO CÉSAR DO REGO MONTEIRO as Secretary, clarified that the Meeting had been convened for the purpose of reviewing the management accounts and resolving on the financial statements for the fiscal year ended on 12.31.2021, accompanied by the Audit Committee's Opinion recommending their approval, as provided for in the Association's Articles of Incorporation. After discussing the matters, the associates unanimously decided to approve, without reservations, the





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management accounts and financial statements for the fiscal year ended on 12.31.2021, accompanied by the Audit Committee's opinion, attached to these minutes as Documents I and II, respectively. -----

There being no further business, the Meeting was closed, of which these minutes was drawn up, read, and approved and signed by those present. -----

Rio de Janeiro, March 29, 2022 -----

Associates: -----

DocuSigned by: -----

*[There appeared electronic signature]* -----

ROSA CÉLIA PIMENTEL BARBOSA -----

President of the Meeting and Associate -----

DocuSigned by: -----

*[There appeared electronic signature]* -----

PAULO CÉSAR DO REGO MONTEIRO -----

Secretary of the Meeting and Associate -----

DocuSigned by: -----

*[There appeared electronic signature]* -----

ISABELA MARQUES TEIXEIRA RANGEL -----

PRO CRIANÇA CARDÍACA -----



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CNPJ NO. 10.489.487/0001-71 -----

DOCUMENT I READ AT THE ANNUAL SHAREHOLDER' S  
MEETING OF PRO CRIANÇA CARDÍACA HELD ON MARCH 29,  
2022 -----

FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED ON  
12.31.2021 -----

DOCUMENT II READ AT THE ANNUAL SHAREHOLDER' S  
MEETING OF PRO CRIANÇA CARDÍACA HELD ON MARCH 29,  
2022 -----

AUDIT COMMITTEE'S OPINION -----

Dear Members of the Shareholder's Meeting of PRO  
CRIANÇA CARDÍACA: -----

1. We examined the balance sheet of PRO CRIANÇA  
CARDÍACA for the fiscal year ended 12.31.2021, the  
respective financial statements, prepared under the  
responsibility of its management, as well as the  
report of the independent auditors. It is worth  
mentioning that our responsibility, as members of  
the Audit Committee, is to express an opinion on  
these financial statements. -----

2. In our opinion, the aforementioned financial



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statements accurately represent the equity and financial position of PRO CRIANÇA CARDÍACA on 12.31.2021, the results of its operations, changes in equity and the origins and applications of its funds corresponding to the years ended on this date, in accordance with the Brazilian Accounting Standards and other accounting practices present in the Brazilian Legislation applicable to PRO CRIANÇA CARDÍACA. -----

3. We analyzed the decision-making process at PRO CRIANÇA CARDÍACA and did not identify any evidence of any practice that violates the Articles of Incorporations, nor did we identify transactions that have, directly or indirectly, personally benefited those who made the respective decision, and no distribution of equity, income, or remuneration to the managers of PRO CRIANÇA CARDÍACA was identified. -----

Rio de Janeiro, March 29, 2022. -----

DocuSigned by: -----

*[There appeared electronic signature]* -----



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MAURO MOREIRA -----

DocuSigned by: -----

*[There appeared electronic signature]* -----

EDMUNDO FALCÃO KOBLITZ -----

DocuSigned by: -----

*[There appeared electronic signature]* -----

MARIANA BARBOSA DO REGO MONTEIRO -----

*[There appeared initials on pages 3 to 7, 17 to 27  
of the original]* -----





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This was the full text of said document. -----

Given under my hand on April 26, 2022, in Rio de Janeiro. -----



*Maria Vitória Rosa da Silva*

