



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. 12-34877

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: -----

[On the letterhead of PRO CRIANÇA CARDÍACA] -----

Financial Statements -----

On December 31, 2022 -----

PRO CRIANÇA CARDÍACA -----

CNPJ (Corporate Taxpayer Identification):

10.489.487/0001-71 -----

SUMMARY -----

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

Crowe Macro Auditoria e Consultoria -----



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INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL
 STATEMENTS -----

To the Officers and Managers of 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, 2022, 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 accompanying
 notes, including a summary of the main accounting. ----

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, 2022, the performance of
 its operations and its cash flows for the year ended



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on that date, in accordance with accounting practices adopted in Brazil applicable to non-profit entities. --

Basis for opinion -----

Our audit was conducted in accordance with 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 Accompanying Note 15, corresponding to the dismissal of the



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Entity's CEBAS (Certificate of Beneficent Entity for Social Assistance) for the period from January 28, 2019 to January 27, 2022. Through 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 fiscal year 2021, management opted to reverse the provision for contingency that had been recognized since 2020, and there was no change in understanding and legal guidance on the part of the Entity's lawyers, regarding the subject during fiscal year 2022. Our opinion is not qualified in this matter. -----
 Management and governance responsibilities for the financial statements -----



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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 operations. ----

Those responsible for the Entity's governance are those responsible for supervising the process of preparing the financial statements. -----

Responsibility of the auditor for auditing the financial statements -----



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

- We identified and assessed the risks of material misstatement in the financial statements, whether



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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 obtained 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. --

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

- We concluded 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



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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, 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 the internal controls that we identified during our work. -----



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Rio de Janeiro, March 17, 2023. -----

Crowe Macro Auditores Independentes S.S. CRC 2SP -

033508/0-1 -----

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Fábio Debiaze Pino -----

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

[There appeared signature] -----

Diego Del Mastro Monteiro -----

Accountant - CRC-1SP302957/O -----

PRO CRIANÇA CARDÍACA CNPJ 10.489.487/0001-71				
BALANCE SHEET AS OF DECEMBER 31 IN REAIS				
		NOTE	2022	2021
[nihil]				
ASSET				
CURRENT ASSET		[nihil]	8,381,868	7,810,583
CASH AND CASH EQUIVALENTS		4	8,154,683	7,692,130
OTHER CREDITS		[nihil]	227,185	223,453
NON-CURRENT ASSET		[nihil]	64,286,603	98,543,651
BONDS AND SECURITIES		5	21,942,847	19,564,058
COURT DEPOSITS		[nihil]	249,046	243,900
PROPERTIES FOR INVESTMENTS		8	40,007,625	76,631,642
NON-CURRENT ASSETS		7	3,133,644	3,031,93
(-) ACCUMULATED DEPRECIATION		7	(1,046,559)	(927,142)
TOTAL ASSETS			72,688,471	106,469,234
[nihil]				
LIABILITIES				
CURRENT LIABILITIES		[nihil]	1,251,602	1,647,919
SUPPLIERS		8	839,598	1,377,940
PAYROLL AND SOCIAL SECURITY CONTRIBUTIONS		[nihil]	356,722	225,531
TAX OBLIGATIONS PAYABLE		[nihil]	53,332	44,448
NON-CURRENT LIABILITIES		[nihil]	26,985	27,696
JUDICIAL CONTINGENCIES		9	26,865	27,696
EQUITY		10	71,389,834	104,783,619
EQUITY		[nihil]	104,784,619	87,652,794
SURPLUS (DEFICIT) OF THE YEAR		[nihil]	(33,394,785)	17,130,825
TOTAL LIABILITIES AND EQUITY		[nihil]	72,688,471	106,459,234
[nihil]				
		NOTE	2022	2021
GROSS REVENUE		[nihil]	8,400,492	7,042,451
DONATION REVENUE		[nihil]	3,513,921	2,686,829
CORPORATE REVENUE		[nihil]	2,164,574	904,868
INDIVIDUAL DONATION		[nihil]	1,040,758	1,200,548
INTERNATIONAL DONATIONS		[nihil]	86,870	479,365
MATERIAL DONATIONS		[nihil]	221,719	102,048
REVENUE FROM LEASE		11	4,802,687	4,355,622
FIXED REVENUE VARIABLE		[nihil]	4,675,403	4,279,284



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REVENUE	[nihil]	127,284	76,338
REVENUE FROM SALE OF GOODS	[nihil]	83,884	-
(-) DEDUCTIONS FROM REVENUE	[nihil]	(808)	-
NET REVENUE	[nihil]	8,399,684	7,042,451
(-) COSTS OF SERVICES AND ACTIVITIES	12	(8,476,472)	(8,058,525)
(-) FREE HOSPITAL AND OUTPATIENT CLINIC SERVICES	12.3	(5,743,102)	(4,892,177)
(-) COST OF HOSPITAL CARE	[nihil]	(2,382,918)	(3,027,775)
(-) SPECIALISED SERVICES	[nihil]	(300,138)	(99,075)
(-) MATERIALS AND MEDICINES	[nihil]	(25,227)	(37,498)
(-) COST OF GOODS SOLD	[nihil]	(25,087)	-
(-) GROSS DEFICIT	[nihil]	(76,788)	(1,014,074)
(-) OPERATIONAL EXPENSES	[nihil]	(4,298,420)	(4,787,843)
(-) PERSONNEL EXPENSES	[nihil]	(2,118,856)	(2,558,248)
(-) CONTRACTED SERVICES	[nihil]	(1,359,782)	(1,565,532)
(-) ADMINISTRATIVE EXPENSES	[nihil]	(700,364)	(555,159)
(-) DEPRECIATION AND AMORTIZATION	[nihil]	(119,418)	(108,904)
OTHER OPERATING REVENUE	[nihil]	5,615,544	5,962,580
FREE HOSPITAL AND OUTPATIENT CLINIC SERVICES	[nihil]	4,699,551	4,892,17
VOLUNTEER SERVICES OBTAINED	13	803,319	1,048,028
RECOVERY OF EXPENSES	[nihil]	32,674	22,375
(=) SURPLUS BEFORE FINANCIAL INCOME	[nihil]	1,160,338	160,663
(+/-) NET FINANCIAL INCOME	[nihil]	3,300,519	1,147,443
(+/-) OTHER INCOME AND EXPENSES	14	(37,855,640)	15,822,719
(+/-) RESULT IN FAIR VALUE ADJUSTMENT	[nihil]	(37,548,384)	13,642,091
(+/-) INCOME ON THE SALE OF REAL ESTATE	[nihil]	(347,979)	-
(+/-) INCOME IN THE REVERSIONARY INTEREST OF CONTINGENCIES	[nihil]	41,723	2,180,628
(=) NET SURPLUS (DEFICIT) FOR THE YEAR	[nihil]	(33,394,785)	17,130,825
[nihil]		2022	2021
INCOME FOR THE YEAR	[nihil]	(33,394,785)	17,130,825
OTHER COMPREHENSIVE INCOME	[nihil]	-	-
(=) COMPREHENSIVE INCOME FOR THE YEAR	[nihil]	(33,394,785)	17,130,825

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

[There appeared signature] -----

Rosa Célia Pimental Barbosa -----

Chief Executive Officer -----

CPF (Individual Taxpayer Number): 174.489.487-68 -----

[There appeared signature] -----

Paulo César do Rego Monteiro -----

Administrative Financial Officer -----

CPF (Individual Taxpayer Number): 007.572.257-72 -----



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[There appeared signature] -----
 SEED ACC Consultoria Contábil e Tributária Ltda. -----
 CRC-RJ 005.845/O-8 -----
 PRO CRIANÇA CARDÍACA -----
 CNPJ 10.489.487/0001-71 -----
 COMPREHENSIVE INCOME STATEMENTS FOR THE YEARS ENDED
 DECEMBER 31 IN REAIS -----

<i>[nihil]</i>	2022	2021
Income For The Year	33,394,785	17,130,825
Other Comprehensive Income	-	-
(=) Comprehensive income for the year	33,394,785	17,130,825

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

[There appeared signature] -----

Rosa Célia Pimental Barbosa -----

Chief Executive Officer -----

CPF (Individual Taxpayer ID Number): 174.489.487-68 ---

[There appeared signature] -----

Paulo César do Rego Monteiro -----

Administrative Financial Officer -----

CPF (Individual Taxpayer ID Number): 007.572.257-72 ---

[There appeared signature] -----

SEED ACC Consultoria Contábil e Tributária Ltda. -----



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CRC-RJ 005.845/O-8 -----
 STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY AS OF
 DECEMBER, 31 -----
 IN REAIS -----

[nihil]	Shareholders' Equity	Equity Valuation Adjustment	Income for the Year	Total
Balance as of December 31, 2020	82,869,893	-	4,782,901	87,672,794
Incorporation of surplus	4,782,901	-	7,782,901	-
Assessment of the surplus for 2021	-	-	17,130,825	17,130,825
BALANCE AS OF DECEMBER 31, 2021	87,652,794	-	17,130,825	104,783,619
INCORPORATION OF SURPLUS	17,130,825	-	17,130,825	-
Addition to equity - store	1,000	-	-	1,000
ASSESSMENT OF THE DEFICIT FOR 2022	-	-	33,394,785	33,394,785
Balance as of December 31, 2022	104,784,619	-	33,394,785	71,389,834

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

STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER
 31 -----
 IN REAIS -----

[nihil]	2022	2021
CASH FLOW FROM OPERATING ACTIVITIES		[nihil]
INCOME FOR THE YEAR	(33,394,785)	17,130,825
DEPRECIATION AND AMORTIZATION	119,417	108,902
JUDICIAL CONTINGENCIES	(711)	(1,740,563)
FAIR VALUE ADJUSTMENT INCOME	37,549,384	(13,642,091)
[nihil]	4,273,305	1,857,073

CHANGE IN OPERATING ASSETS AND LIABILITIES		
INCREASE (DECREASE) IN OTHER CREDITS	(3,732)	7,277
INCREASE IN COURT DEPOSITS	(5,146)	(5,223)
INCREASE (DECREASE) IN SUPPLIERS	(538,342)	928,536
DECREASE OF PAYROLL AND SOCIAL SECURITY CONTRIBUTIONS	133,191	12,783
DECREASE (INCREASE) OF TAX OBLIGATIONS PAYABLE	8,884	(10,107)
(=) CASH FLOW GENERATED IN OPERATING ACTIVITIES	3,868,160	2,790,339



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CASH FLOW FROM INVESTING ACTIVITIES		
ACQUISITION OF BONDS AND SECURITIES	(2,378,789)	(792,598)
ACQUISITION OF INVESTMENTS AND FIXED ASSETS	(1,027,818)	(167,181)
(=) CASH FLOW CONSUMED IN INVESTING ACTIVITIES	(3,406,607)	(959,779)

CASH FLOW FROM INVESTING ACTIVITIES		
ADDITION TO EQUITY - STORE	1.000	-
(=) CASH FLOW GENERATED IN FINANCING ACTIVITIES	1.000	-

(=) INCREASE IN CASH AND CASH EQUIVALENTS	462,553	1,830,560
CASH AND CASH EQUIVALENT AT THE BEGINNING OF THE YEAR	7,692,130	5,861,570
CASH AND CASH EQUIVALENT AT THE END OF THE YEAR	8,154,683	7,692,130
(=) INCREASE IN CASH AND CASH EQUIVALENTS	462,553	1,830,560

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

[There appeared signatures of Rosa Célia Pimentel Barbosa, Paulo César do Rego Monteiro and SEED ACC Consultoria Contábil e tributária Ltda.] -----

ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND 2021 IN REAIS -----

1 - OPERATIONAL CONTEXT -----

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



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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 will have 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, in order to facilitate the sale of Pro Criança Cardíaco's products, whether of their own manufacture or collaborative partnerships, as a means of activity for the Association with the purpose of raising funds for the sustainability of this Association and fulfillment of the corporate purpose, and such branch may act in person service 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



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

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

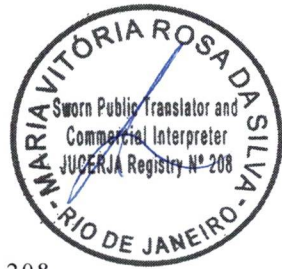
1.2) Branch opening (Store) -----

On November 16, 2021, the Entity obtained the



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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. Effective operation began on March 8, 2022. -- Sales are concentrated in a kiosk located on the mezzanine floor of the Hospital Pro Criança Jutta Batista, in addition to occurring 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 Branch opening constitutes an essential part of the strategic planning outlined by the Management to enhance the Entity's brand and expand its fundraising power, together with companies and possible new donors. -----

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



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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 17, 2023. -----

2.2) Measurement Basis -----

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

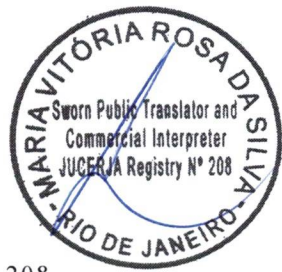
2.4) Use of estimates and judgments -----

The financial statements were prepared based on several valuation bases used in accounting estimates. The accounting estimates involved in the preparation



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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; -----

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. -----

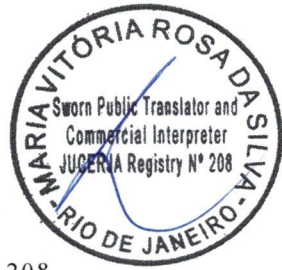
Estimates and assumptions are reviewed on an ongoing basis. -----

Reviews regarding accounting estimates are recognized in the period in which the estimates are reviewed and in any future periods affected. -----



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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 method -----

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 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 -----

Income and expense accounts, with and without gratuity, surplus or deficit, are recognized and presented considering the segregation of activities, where applicable. -----

3.3) Cash and cash equivalents -----



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Cash equivalents are short-term, highly liquid financial 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. -----

At the end of each reporting period, the Entity values its financial investments at fair value 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 (accompanying note 4) and bonds and securities (accompanying note 5). The Entity's financial liabilities are substantially represented by suppliers (accompanying 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



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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 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) Marketable 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 Assets -----

Fixed assets are recorded at acquisition or construction cost, less depreciation calculated using



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the straight-line method based on the aforementioned rates, taking into account the Useful 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. -----

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



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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 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



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occurred. -----

3.13) Tax Waiver - Immunity and Tax Exemptions Enjoyed

The tax waiver related to the activity is shown in 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. -----

4- CASH AND CASH EQUIVALENTS -----

Description	2022	2021
-------------	------	------



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Cash	399	615
Bank checking account	38,804	22,131
Financial Investments	8,115,480	7,669,384
Total	8,154,683	7,692,130

The Entity's short-term investments are represented by Bank Deposit Certificates (CDBs) and are redeemable within a period of less than 90 days 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 2022. Aiming at better yields, this revaluation resulted in a reduction in the liquidity of investments. Aiming at better results and investment analysis, in 2051 this portfolio was considered a long-term investment fund,



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a decision maintained in 2022. -----

The portfolio is segregated according to the following composition: -----

Description	2022	2021
Fixed Income	14,814,004	11,263,815
Multimarket	5,033,100	5,722,123
Opportunistic Portfolio	893,615	1,554,814
Long Short	722,194	642,778
Variable Income	383,865	383,917
Other	(3,931)	(3,389)
Total	21,942,847	19,564,058
Current assets	-	-
Non-current	21,942,847	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: -----

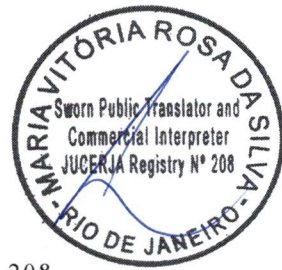
The best evidence of fair value is the quoted price for an identical asset in an active market. This is normally the current purchase price. -----

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 fair value



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(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 an valuation technique supported by an internal report. --

Description	2021	(+/-) Adjustment to Fair Value	(+/-) Additions and Exclusions	2022
Real Estate - Own	878,312	283,234	925,366	2,086,912
Real Estate - Hospital	75,748,569	(37,832,617)	-	37,915,952
Others	4,761	-	-	4,761
Total	76,631,642	(37,549,383)	925,366	40,007,625

The addition refers to the receipt in inventory of two apartments in July 2022. The first located at Rua Voluntários da Pátria, in the neighborhood of Botafogo (Rio de Janeiro, RJ) and the second at Rua Nascimento



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Silva, in the neighborhood of Ipanema (Rio de Janeiro, RJ). -----

7 - FIXED ASSETS -----

In 2022, the following changes took place in fixed assets. -----

Goods in Operation - Cost	2021	(+) Acquisitions	(-) Accumulated depreciation	2022
Lands	1,379,261	-	-	1,379,261
Real Estate	299,417	36,496	(35,530)	300,383
Installations	10,925	-	(2,300)	8,625
Machinery and Equipment	9,164	-	(1,259)	7,905
Computer equipment	14,969	49,351	(36,010)	28,310
Communication equipment	6,159	751	(1,420)	5,490
Furniture and Utensils	23,146	546	(12,717)	10,975
Medical Equipment	361,010	15,307	(30,181)	346,136
Total	2,104,051	102,451	(119,417)	2,087,085

Below, we highlight the amount of depreciation, recognized in 2022, for each class of fixed assets: ---

(-) Accumulated Depreciation	Annual Rate %	Depreciation 2022
Real Estate	4	(35,530)
Installations	10	(2,300)
Machinery and Equipment	10	(1,259)
Computer equipment	20	(36,010)
Communication equipment	20	(1,420)
Furniture and Utensils	10	(12,717)
Medical equipment	6,67	(30,181)
Total	-	(119,417)

7.1) Useful Life Review -----

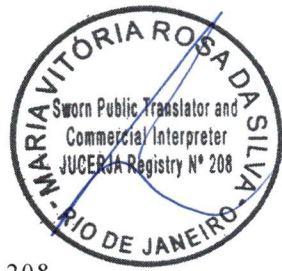
In the allocation of the depreciable value of fixed assets, the determination of the Useful Life was reviewed, considering the following factors: -----

- Expected use of the asset. Usage is appraised based on the expected capacity of the asset or production; --
- Expected physical wear and tear, which depends on



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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, and found no indication that applied to the case. -----

8 - Suppliers -----

Description	2022	2021
Payable Hospital Procedures (*)	787,318	1,218,770
Suppliers Payable	28,566	155,498
Credit Card Payable	19,865	3,672
Other accounts payable	3,849	-
Total	839,598	1,377,940

(*) Refers to hospitalizations and invasive procedures necessary for the Entity's patients, performed at Hospital Pro Crianca Jutta Batista, which exceed the free quota provided for in the atypical contract



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entered into 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 2022, we carried out an assessment of our contingency risks, based on the foundations of existing jurisprudence. 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 our legal advisors, we believe that there is a labor claim and a civil claim - arising from the time of management of the Hospital - with an amount to be recognized as a loss in legal proceedings on December 31, 2022. -----

Description	2022	2021
Labor Claims	11.985	27.696
Civil Claims	15.000	-
Total	26.985	27.696



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Additionally, we inform that the Entity has the amount of BRL 2,229.446 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 maintenance of its corporate objectives. -----

11 -REVENUE 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 2022, the Entity earned a total of BRL 4,802,687 (BRL 4,355,622 in 2021), referring to the revenue arising from this contract. -----

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

12.1) Gratuities Granted -----

The measurement of free healthcare actions is



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recognized at cost. -----

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 procedures performed; and -----



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• Other amounts applied to activities aimed at the social assistance of patients. -----

12.3) Segregation of Personnel and Social Assistance Costs -----

Through the implementation of controls by Result Center, in 2022 it was possible to determine more clearly the Cost of Personnel and Social Assistance, previously recognized under the Free Hospital and Outpatient Clinic Services item, broken down as follows: -----

Description	2022	2021
Personnel Cost	(798,334)	-
Free Hospital and Outpatient Clinic Services	(4,699,551)	(4,892,177)
Social Assistance	(245,217)	-
Total	(5,743,102)	(4,892,177)

13 - VOLUNTARY SERVICES OF STATUTORY OFFICERS -----

The measurement of the voluntary service obtained, with the members of the statutory board, considers the same criteria brought by Law 12.868/2013, 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. ---

Description	Monthly	2022
Chief Executive Officer	19,647	235,759
Administrative-Financial Officer	27,505	330,060
Pro-Bono Legal Services	19,792	237,500
Total	66,944	803,319

14. OTHER REVENUES AND OTHER EXPENSES -----



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Description	2022	2021
Adjustment to fair value of Real Estate "Hospital"	(37,832,617)	13,552,320
Adjustment to fair value of other properties	283,234	89,771
Sale of inherited real estate	(347,980)	-
Total	(37,897,363)	13,642,091

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 TECHNICAL OPINION: -----

No. 774/2019 - CGCER/DCEBAS/SAES/MS, the Entity timely filed the administrative appeal requesting reconsideration by the MS's technical analysis. As of the time of this presentation, there has been no decision on the administrative appeal filed. -----

Considering that the certification renewal request was filed within the period provided for in §1 of article 24 of Law No. 12.101, 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 8.242/2014. -----

According to the assessment of the Entity's lawyers,



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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 Entity's right to immunity from social contributions is classified as possible. -----

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



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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 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



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Supreme Court (STF) and the enactment of Complementary Law (LC) No. 187, dated December 16, 2021, which came into force on December 17, 2021, determining that: ----

“credits resulting from social security contributions levied against non-profit institutions that operate in the areas of health, education or social assistance, expressly motivated by decisions derived from administrative or judicial processes based on provisions of ordinary legislation declared unconstitutional, are extinguished, due to the effects of the unconstitutionality declared by the Federal Supreme Court in the judgment of the Direct Actions of Unconstitutionality Numbers 2028 and 4480 and correlated” (article 41). -----

Management opted to reverse the provision for the contingency that had been recognized since 2020. -----

There was no change in understanding and legal guidance on the part of the Entity's team of legal advisors, reinforcing this issue during the year 2022.

16 - IMMUNITY AND TAX WAIVER -----

The Entity is immune from the incidence of taxes by



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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) Immunity characteristic -----

Pro Criança Cardíaco is a non-profit and economic 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



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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: -----

- 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 insurers in the country that were defined by expert guidance and take into account the nature and degree of risk involved. -----

The purpose of the insurance is to reimburse, up to



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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, 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 -----



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• Accounts payable - recorded at their original values, plus the applicable adjustment for inflation. -

There are no transactions with derivative financial instruments as of December 31, 2022 and 2021. -----

19 - Commitments And Other Obligations -----

The accounting records and operations are subject to examination by the tax authorities and to any notifications for additional payment of taxes, duties and contributions, for varying periods of limitation, in accordance with the applicable legislation. -----

20 - SUBSEQUENT EVENTS -----

20.1) Structural renovation of the Headquarters -----

In January 2023, an electrical failure in the light switchboard of the house - the Entity's headquarters - drew attention to the emergency need for the total electrical renovation of the house that serves as the Entity's headquarters. The renovation, which covers two floors, began on March 6, 2023 and is scheduled to end on April 24, 2023, with a total estimated budget of BRL 254,000. -----

The work schedule was conceived in stages, to allow



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the relocation of assistance activities to the second floor, in order to reduce the impacts on the Entity's goal of assistance. The administrative team was relocated to the rooms on the second floor to maintain their operations. -----

Given the circumstances of works in progress at the Entity's headquarters, Management took the opportunity to extinguish the employees' changing room, located on the second floor of the house and expand the attached pantry, in order to provide adequate space for its employees to have meals. This renovation, on the second floor of the unit, is budgeted at a total cost of BRL 85,700. -----

20.2) Sale of Real Estate -----

In February 2023, the Entity sold the property it inherited in July 2022, located at Rua Nascimento Silva, 21, in the Ipanema district (Rio de Janeiro, RJ). The real estate – on December 31, 2022, recognized at a book value of BRL 617,159 – was sold for BRL 870,000. Up to the date of publication of these statements, the Entity had received only part of



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the sale price, totaling BRL 420.000. The remainder of the amount receivable was divided as follows: BRL 270,000 through bank financing carried out by the buyer and BRL 180,000 from the buyer's FGTS (Guarantee Fund for Length of Service). The keys were handed over to the new owner on March 3, 2023. -----

In March 2023, the Entity started the sales process of the real estate it inherited in July 2022, located at Rua Voluntários da Pátria, 221, in the neighborhood of Botafogo (Rio de Janeiro, RJ). The real estate - on December 31, 2022, recognized at a book value of BRL 987,351 - was sold for BRL 500,000, given the advanced stage of deterioration of the real estate and the responsibility of the buyer to carry out the necessary renovation of the real estate that could, very soon, fall under the responsibility of the Entity. Up to the date of publication of these statements, the Entity had received only the amount related to the down payment, in the amount of BRL 50,000. -----

[There appeared signatures of Rosa Célia Pimentel Barbosa, Paulo César do Rego Monteiro and SEED ACC



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[There appeared initials on all pages of the original]

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

Given under my hand on July 10, 2023, in Rio de Janeiro. -----

Maria Vitória Rosa da Silva

15º 15º Ofício de Notas da Comarca da Capital do Estado do Rio de Janeiro
 Rua do Ouvidor, 89 – Centro | Tel.: 21 3233-2600 | www.cartorio15.com.br 088641
 Av. das Américas, 500- Bloco 11 Lj 104 2006 - Barra da Tijuca | Tel.: 21 3254-7161 AF037226

Reconheço por **SEMELHANÇA** as firmas de
 MARIA VITORIA ROSA DA SILVA.....

Rio de Janeiro, 10 de julho de 2023

HUELDSO SAMPAYO DA SILVA - ESCRIVENTE - Mat: [QR Code]

Emol.: R\$ R\$ 7,18 - TJ+Fundos: R\$ 5,42 - Total: R\$ 12,6
 Selo(s): EENY35471-RGL

consulte em <http://www4.tjrj.jus.br/Portal-Extrajudicial/consultasel/>