



ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA

**Independent Auditors' Report on the
Financial Statements for the
year ended December 31, 2022**

(A free translation of the original in Portuguese)



**Moore MSL Lima Lucchesi
Auditores e Contadores Ltda.**

Av. Vereador Jose Diniz, 3707
4º andar – Brooklin Paulista

São Paulo - SP

CEP: 04603 – 905

Tel: + 55 11 5561 2230

mssp@mooremsll.com.br

www.mooremsll.com.br

INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS

**To
The Management
Associação Incubadora Social Gastromotiva**

Opinion

We have audited the financial statements of Associação Incubadora Social Gastromotiva ("Entity"), which comprise the balance sheet as of December 31, 2022 and the related statements of income, changes in shareholders' equity and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements referred to above present fairly, in all material aspects, the financial position of Associação Incubadora Social Gastromotiva as of December 31, 2022, the performance of its operations and its cash flows for the year then ended in accordance with accounting policies adopted in Brazil, including the provisions contained in the Technical Interpretation ITG 2002 (R1) - "Non-Profit Entities.

Basis for opinion

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

Responsibilities of Management and those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting principles adopted in Brazil, and for such internal controls as Management determines as necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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



Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with the Brazilian and international auditing standards, we exercise professional judgment and maintain skepticism throughout the audit. We also:

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



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

Rio de Janeiro, October 03, 2023.

MOORE MSL LIMA LUCCHESI
Auditores e Contadores Ltda.
CRC 2SP019.874/O-3

A handwritten signature in black ink, appearing to read 'S. Lucchesi Filho', written over a horizontal line.

Sérgio Lucchesi Filho
Contador CRC 1SP101.025/O-0 "S" RJ

A handwritten signature in black ink, appearing to read 'Vinicius B. Schiavelli Marques', written in a cursive style.

Vinicius B. Schiavelli Marques
Contador CRC 1SP275917/O-4 "S" RJ

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
BALANCE SHEET AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais – R\$)

ASSETS	Note	12/31/2022	12/31/2021
Current			
Cash and cash equivalents	4	11,239,129	9,324,746
Accounts receivable	5	798,631	95,269
Recoverable taxes	6	2,465	8,331
Prepaid expenses	7	17,563	10,726
Advances to third parties	8	17,198	9,336
Other credits	9	948	923
Total Current Assets		12,075,934	9,449,331
Non-current			
Judicial Deposits	10	3,936	-
Fixed assets	11	1,057,927	1,151,227
Intangible	11	16,625	22,325
Total Non-Current Assets		1,078,488	1,173,552
TOTAL ASSETS		13,154,422	10,622,883

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

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
BALANCE SHEET AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais – R\$)

LIABILITIES AND SHAREHOLDERS' EQUITY	Note	12/31/2022	12/31/2021
Current			
Suppliers	12	223,332	208,463
Tax Obligations	13	140,644	36,066
Contributions and taxes	14	68,784	62,139
Installments - current	15	24,875	24,875
Accounts payable	16	16,621	33,618
Provision of vacations and social charges	17	86,740	75,894
Projects in progress	18	4.140,231	4,700,130
Total Current Liabilities		4,701,227	5,141,185
Non-Current			
Installments - current	19	-	24,875
Total Non-Current Liabilities		-	24,875
TOTAL LIABILITIES		4,701,227	5,166,060
Shareholders' Equity	20		
Accumulated surpluses		5,456,823	3,868,359
Prior year Adjustments		5,604	3,154
Year ended surpluses		2,990,768	1,585,310
Total Shareholders' Equity		8,453,195	5,456,823
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		13,154,422	10,622,883

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

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
INCOME STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais – R\$)

	<u>Nota</u>	<u>2022</u>	<u>2021</u>
Operating income	21		
Donations		3,157,357	4,215,324
Events		90,000	-
Projects		6,981,867	5,339,058
Sponsorship		2,637,972	120,000
Products		6,183	-
Services provision		939,602	1,219,316
		<u>13,812,981</u>	<u>10,893,698</u>
Other operating income	21		
Donation, gifts		380,978	-
Prior notice discounted		3,515	1,225,407
		<u>384,493</u>	<u>1,225,407</u>
Operational expenses			
Administrative and General Expenses	23	(1,872,057)	(2,070,129)
Personnel expenses	22	(2,439,583)	(2,303,707)
Event expenses	24	(1,847,529)	(2,359,435)
Tax expenses	25	(118,021)	(159,626)
Solidarity Kitchens	26	(5,374,293)	(3,682,299)
		<u>(11,651,483)</u>	<u>(10,575,196)</u>
Income before financial result		<u>2,545,991</u>	<u>1,543,910</u>
Financial result	27		
Financial income		526,939	117,422
Financial expenses		(82,162)	(76,021)
		<u>444,777</u>	<u>41,401</u>
Other income and expenses	28		
Income with gratuities and volunteering		11,639,279	10,409,137
Expenses with gratuities and volunteering		(11,639,279)	10,409,137
		<u>-</u>	<u>-</u>
Net income for the year		<u><u>2,990,768</u></u>	<u><u>1,585,310</u></u>

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

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE YEAR ENDED DECEMBER 31, 2022
AND DECEMBER 31, 2021
(Amounts expressed in Reais – R\$)

Description	Accumulated Surpluses	Total
Balances as of December 31, 2020	3,868,359	3,868,359
Prior year adjustments	3,154	3,154
Net income for the year	1,585,310	1,585,310
Balances as of December 31, 2021	5,456,823	5,456,823
Prior year adjustments	5,604	5,604
Net income for the year	2,990,768	2,990,768
Balances as of December 31, 2022	8,453,195	8,453,195

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

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
CASH FLOW STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais – R\$)

Operational Activities	<u>2022</u>	<u>2021</u>
Net income for the year	2,990,768	1,585,310
Adjustments from prior years	5,604	3,154
Depreciation and amortization	117,162	108,589
Adjusted net income for the year	3,113,534	1,697,053
(Increase) reduction in operating assets		
Accounts receivables	(703,362)	(1,488)
Recoverable taxes	5,866	(5,866)
Prepaid expenses	(6,837)	888
Advances to third parties	(7,862)	5,433
Other credits	(26)	(923)
Judicial Deposits	(3,936)	-
Taxes obligations	104,578	(12,984)
Contributions payable	6,646	(17,818)
Suppliers	14,869	129,012
Accounts payable	(6,151)	(30,420)
Projects in progress	(559,899)	4,219,462
	<u>(1,156,114)</u>	<u>4,285,296</u>
Net cash generated from operating activities	1,957,420	5,982,350
Investment activities		
Fixed assets	(18,162)	(103,250)
Intangible	-	-
Net cash used in investment activities	(18,162)	(103,250)
Financing activities		
Loans and financing	-	5,020
Installments	(24,875)	(14,836)
Net cash used in financing activities	(24,875)	(9,816)
Net change in cash and cash equivalents	<u>1,914,383</u>	<u>5,869,284</u>
Cash and cash equivalents at the beginning of the year	9,324,746	3,455,462
Cash and cash equivalents at the end of the year	11,239,129	9,324,746

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

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 1- OPERATING CONTEXT

The Associação Incubadora Social Gastromotiva, with headquarters at Rua da Lapa, 180 – Room 309 – Centro, Rio de Janeiro-RJ, is non-profit legal Entity with an indefinite duration, aiming to promote, improve and encourage the training and integration of the target audience into the labor market and income generation, preventing the occurrence of situations of social risk, thus favoring development and strengthening community coexistence, promoting food and nutritional security; promoting ethics, peace, citizenship, human rights, democracy and other universal values; managing professional development centers, community cafeterias, school restaurants, among other activities aimed at training young people, generating income, holding events and serving the population in a situation of social vulnerability.

Gastromotiva's assets and sources of resources are made up of donations, legacies, sponsorship, partnerships and contributions from associates, individuals or legal entities, as well as national or foreign entities.

In the event of dissolution or extinction, any net equity will be transferred to another social assistance Entity that meets the requirements of Law 13.019/14 and whose corporate purpose is preferably the same adopted by the association and, in its absence, to the public Entity.

As it is a non-profit civil society, its revenues are exempt from any taxes and the surplus, when calculated, will be exempt from social contribution and income tax.

NOTE 2 - BASIS OF PREPARATION AND PRESENTATION OF FINANCIAL STATEMENT

The financial statements of the Associação Incubadora Social Gastromotiva are the responsibility of its Management and were prepared and are presented in accordance with accounting policies adopted in Brazil, which comprise the provisions of corporate law provided for in Law No. 6,404 / 76, with changes in laws nº 11,638/07 and 11,941/09, and the guidelines and interpretations issued by the Accounting Pronouncements Committee - CPC, in force on December 31, 2022, notably CFC resolution nº 1409/12 which approved ITG 2002 (R1) - “Entities without Purpose of Profits”.

The preparation of financial statements requires the use of accounting estimates, based on objective and subjective factors, based on Management's judgment to determine the appropriate amount to be recorded in the financial statements. Significant items subject to these assumptions include the assessment of financial assets at fair value, credit risk analysis to determine the allowance for doubtful accounts, as well as the analysis of other risks to determine other provisions, including for contingencies.

The settlement of transactions involving these estimates may result in amounts different from those recorded in the financial statements due to the probabilistic treatment inherent in the estimation process. The Entity annually reviews its estimates and assumptions.

Authorization to complete these financial statements was granted by the Entity's Management on October 3, 2023.

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 3 - SUMMARY OF MAIN ACCOUNTING POLICIES

The main accounting policies adopted in the preparation of the financial statements are as follows:

a) Determination of net income

The net income is determined according to the accrual basis.

b) Current and non-current assets and liabilities

Stated at realization or demand values, including, when applicable, the corresponding income and charges.

Amounts realizable or payable in the course of the subsequent fiscal year are classified as current assets and liabilities.

c) Financial investments

Financial investments are recorded at investment cost plus income earned up to the balance sheet date.

d) Accounts receivable

Accounts receivables are recorded at the nominal value of the securities representing these credits, less, when applicable, the provision to cover possible losses on their realization.

e) Fixed Assets

Stated at acquisition cost, less accumulated depreciation, calculated according to the linear method, based on annual rates, which take into account the economic useful life of the assets.

f) Assessment of the recoverable amount of assets (impairment test)

The Management annually reviews the net book value of its main assets, in order to assess events or changes in economic, operating or technological circumstances that may indicate deterioration or loss of their recoverable value. When this evidence is identified and the net book value exceeds the recoverable value, a provision for impairment is created, adjusting the net book value to the recoverable value.

g) Functional currency and presentation currency

The financial statements are presented in reais, which is the entity's functional currency and also its presentation currency.

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 4 - CASH AND CASH EQUIVALENTS

	<u>12/31/2022</u>	<u>12/31/2021</u>
Fixed Fund	377	976
Banks	1,011,130	4,156,148
Financial investments	10,227,622	5,167,622
Total	<u>11,239,129</u>	<u>9,324,746</u>

Financial investments consist of investments made, substantially, in top-tier banks and correspond to bank deposit certificates, are stated at investment cost plus income earned up to the balance sheet date and are classified in the “free trading” category.

NOTE 5 - ACCOUNTS RECEIVABLES

	<u>12/31/2022</u>	<u>12/31/2021</u>
Customers	793,808	3,000
Paypal	4,823	92,269
Total	<u>798,631</u>	<u>95,269</u>

NOTE 6 - RECOVERABLE TAXES

	<u>12/31/2022</u>	<u>12/31/2021</u>
IRRF to be recovered	112	112
IRRF 0561 to be recovered	665	999
COFINS on ongoing projects	999	5.866
ISS withheld to be compensated	689	689
Other taxes to be recovered	-	665
Total	<u>2,465</u>	<u>8,331</u>

NOTE 7 - PREPAID EXPENSES

	<u>12/31/2022</u>	<u>12/31/2021</u>
Insurance due	1,186	-
Meal vouchers	8,720	8,257
Transportation vouchers	4,779	2,469
Software subscription	2,878	-
Total	<u>17,563</u>	<u>10,726</u>

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 8 - ADVANCES TO THIRD PARTIES

	<u>12/31/2022</u>	<u>12/31/2021</u>
Advances to suppliers	9,545	2,992
Employee loans	6,948	3,700
Travel expense advance	705	2,644
Total	<u><u>17,198</u></u>	<u><u>9,336</u></u>

NOTE 9 - OTHER CREDITS

	<u>12/31/2022</u>	<u>12/31/2021</u>
Taxes not withheld from third parties to be refunded	948	923
Total	<u><u>948</u></u>	<u><u>923</u></u>

The account balance refers to taxes withheld by the entity that were not considered in payment and are awaiting reimbursement from suppliers.

NOTE 10 - JUDICIAL DEPOSITS

	<u>12/31/2022</u>	<u>12/31/2021</u>
Judicial deposits	3,936	-
Total	<u><u>3,936</u></u>	<u><u>-</u></u>

The balance of the Judicial Deposits account on December 31, 2022 refers to the judicial deposit of the contractual termination of employee Najara Mendes, who had been away from the Entity due to illness since 04/20/2021.

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 11 - FIXED ASSETS

a) Fixed assets

Accounts	12/31/2020	Additions	12/31/2021	Annual Depreciation rates
Furniture and fixtures	133,252	2,120	135,372	10%
Improvements to third party assets	1,117,026	20,512	1,137,538	4%
Communication devices	8,776	6,297	15,074	10%
Machines and equipment	270,253	-	270,253	10%
Computers and peripherals	47,823	61,162	108,985	20%
(-) Accumulated depreciation on furnitures and fixtures	(60,154)	(13,342)	(73,496)	
(-) Accumulated amortizations on improvements	(226,350)	(45,433)	(271,783)	
(-) Accumulated depreciation on communication devices	(1,840)	(1,965)	(3,805)	
(-) Accumulated depreciation on machines and equipments	(115,766)	(27,025)	(142,792)	
(-) Accumulated depreciation on computers and peripherals	(8,996)	(15,123)	(24,119)	
Total	<u>1,164,024</u>	<u>(12,797)</u>	<u>1,151,227</u>	

Accounts	12/31/2021	Additions	12/31/2022	Annual Depreciation rates
Furniture and fixtures	135,372	18,162	153,534	10%
Improvements to third party assets	1,137,538	-	1,137,538	4%
Communication devices	15,074	-	15,074	10%
Machines and equipment	270,253	-	270,253	10%
Computers and peripherals	108,985	-	108,985	20%
(-) Accumulated depreciation on furnitures and fixtures	(73,496)	(14,321)	(87,817)	
(-) Accumulated amortizations on improvements	(271,783)	(45,502)	(317,285)	
(-) Accumulated depreciation on communication devices	(3,805)	(3,015)	(6,820)	
(-) Accumulated depreciation on machines and equipments	(142,792)	(27,025)	(169,817)	
(-) Accumulated depreciation on computers and peripherals	(24,119)	(21,599)	(45,718)	
Total	<u>1,151,227</u>	<u>(93,300)</u>	<u>1,057,927</u>	

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

b) Intangible

Account	12/31/2020	Additions	12/31/2021	Annual Amortization rate
Software use license	28,500	-	28,500	20%
(-) Accumulated amortization on software use license	(475)	(5,700)	(6,175)	
Total	<u>28,025</u>	<u>(5,700)</u>	<u>22,325</u>	

Accounts	12/31/2021	Additions	12/31/2022	Annual Amortization rate
Software use license	28,500	-	28,500	20%
(-) Accumulated amortization on software use license	(6,175)	(5,700)	(11,875)	
Software use license				
Total	<u>22,325</u>	<u>(5,700)</u>	<u>16,625</u>	

NOTE 12 - SUPPLIERS

	<u>12/31/2022</u>	<u>12/31/2021</u>
Material Suppliers	129,950	95,629
Service Suppliers	93,382	112,834
Total	<u>223,332</u>	<u>208,463</u>

NOTE 13 - TAX OBLIGATIONS

	<u>12/31/2022</u>	<u>12/31/2021</u>
Federal taxes	100,604	36,066
Municipal taxes	40,040	-
Total	<u>140,644</u>	<u>36,066</u>

a) Federal Taxes

	<u>12/31/2022</u>	<u>12/31/2021</u>
COFINS to be collected	60,792	-
IRRF on payroll to be collected	35,646	29,060
Contributions withheld to be collected	3,121	5,300
IRRF withheld from third parties	1,045	1,706
Total	<u>100,604</u>	<u>36,066</u>

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

b) Municipal taxes

	<u>12/31/2022</u>	<u>12/31/2021</u>
ISS to be collected	40,040	-
Total	<u>40,040</u>	<u>-</u>

NOTE 14 - SOCIAL CONTRIBUTION

	<u>12/31/2022</u>	<u>12/31/2021</u>
INSS (National Social Security Institute) to be collected	52,292	47,893
Labor Union Contribution	204	204
PIS (Social Integration Program) on payroll to be collected	1,499	1,771
FGTS (Government Severance Indemnity Fund for Employees) to be collected	14,789	12,270
Total	<u>68,784</u>	<u>62,138</u>

NOTE 15 - INSTALLMENTS – CURRENT

	<u>12/31/2022</u>	<u>12/31/2021</u>
Social Security Installment code. 4308	24,875	24,875
Total	<u>24,875</u>	<u>24,875</u>

NOTE 16 - ACCOUNTS PAYABLE

	<u>12/31/2022</u>	<u>12/31/2021</u>
Termination of contract payable	3,936	-
Self-employed to pay	10,396	27,884
Expenses refund	172	172
Water and sewage to be paid	1,951	-
Telephone and internet payable	130	-
Credit card	-	2,532
Electricity	36	3,030
Total	<u>16,621</u>	<u>33,618</u>

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 17 - PROVISION OF VACATION AND SOCIAL CHARGES

	<u>12/31/2022</u>	<u>12/31/2021</u>
Provision of vacation	64,347	56,321
Provision of INSS (National Social Security Institute) on vacation	17,245	15,074
Provision of FGTS (Government Severance Indemnity Fund for Employees) on vacation	5,148	4,500
Total	<u>86,740</u>	<u>75,894</u>

NOTE 18 - PROJECTS IN PROGRESS

	<u>12/31/2022</u>	<u>12/31/2021</u>
Instituto Alok / SP Global	63,411	94,383
INTL FCSTONE banco de câmbio	343,815	122,186
Crown Agents Bank / Instituto IBRF	1,458,333	2,077,179
Charities Aid foundation América (PEPSICO)	507,340	915,729
Sealed Air	-	868,420
B3 Social	-	30,000
Instituto Galo do Amanhã	-	133,333
Cidade Maravilhosa IND.	-	20,000
Veirano Advogados	-	20,000
Brookfield	-	30,000
Pennínsula Participações Ltda	-	86,400
Bemisa Brasil EXP Mineral	194,837	30,000
XP Investimentos	-	100,000
Takeda Distribuidora Ltda	-	172,500
Fundação Ford	239,634	-
Aymore - Santander	166,667	-
Jp Morgan Chase Foundation	958,027	-
Dênis Benchimol	83,334	-
Fundação Casas Bahia	124,833	-
Total	<u>4,140,231</u>	<u>4,700,130</u>

Solidarity Kitchens 2022 - Project Innovations and New Territories

In September 2022, we reached another milestone related to the territorial expansion of the Solidarity Kitchens program, taking the Gastromotiva methodology for implementing community-based kitchens to the Brazilian Center-West. We expanded the scope of our impact on the institutional bases where Solidarity Kitchens already operates, replicating the Solidarity Kitchens program through the opening of a kitchen in Seropédica and Salvador, with the opening of a new kitchen in Feira de Santana.

In addition to the new regions and audiences served, the maintenance of 44 production units located in Rio de Janeiro, São Paulo, Curitiba, Salvador and Manaus remained one of the fundamental work fronts as a continuous strategy to combat hunger and strengthen initiatives that contribute to the community development of food insecure territories.

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

Educational 2022

In 2022, we resumed the course: Basic Training in cooking in the city of Petrópolis and investment in Digital Planning.

Gastromotiva has been investing in different resources to expand its operations in the sphere of education, both territorially and when we talk about new audiences. With the digitization of educational content, it was possible to create a library and make it customizable to meet different types of courses and partner demands.

Gastromotiva will offer products in person, hybrid and online formats; with synchronous and asynchronous content.

Education for transformation: Gastromotiva's educational resources will enable the customization of educational tracks where we can meet different demands. Enable new perspectives with the same portfolio and thus enable the versatility of financial investment.

Scalability: Greater number of people impacted through off-the-shelf asynchronous courses.

New territories: Territorial expansion through distance learning.

New audiences: Expansion of the beneficiary audience of Gastromotiva's educational and impact projects.

To enable Gastromotiva's digital planning, the investment strategy was divided into three main pillars:

- Investment in improvement/development of 52 educational modules
- Investment in an education platform that optimizes registration, selection and communication with students
- Investment and customization of a virtual learning environment (VLE or LMS)

NOTE 19 - INSTALLMENTS – NON-CURRENT

	<u>12/31/2022</u>	<u>12/31/2021</u>
Social Security Installment code. 4308	-	24,875
Total	<u>-</u>	<u>24,875</u>

NOTE 20 - SHAREHOLDERS' EQUITY

	<u>12/31/2022</u>	<u>12/31/2021</u>
Accumulated Surplus	5,462,427	3,871,513
Fiscal Year Surplus	2,990,768	1,585,310
Total	<u>8,453,195</u>	<u>5,456,823</u>

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 21 - OPERATING INCOME

	<u>2022</u>	<u>2021</u>
Revenue from Donations, Events and Projects		
Donations	3,157,357	4,215,324
Events	90,000	-
Projects	6,981,867	5,339,058
Sponsorships	2,637,972	120,000
Products	6,183	-
Services provision	939,602	1,219,316
Total	<u>13,812,981</u>	<u>10,893,698</u>
	<u>2022</u>	<u>2021</u>
Other Operating Income		
Non-financial donations	380,978	1,225,344
Other recipes	-	63
Prior notice discounted	3,515	-
Total	<u>384,493</u>	<u>1,225,407</u>

The balance of the Donations account is composed strictly of donations of a financial nature received by the entity, while the balance of Non-Financial Donations is composed mostly of donations of raw materials for use in the entity's projects and events, in addition to donations of fixed assets.

NOTE 22 - PERSONNEL EXPENSES

	<u>2022</u>	<u>2021</u>
Salaries, bonuses and allowances	1,122,989	1,161,233
INSS (National Social Security Institute)	364,313	399,037
Gas Voucher	213,560	-
Vacation provision	190,508	193,659
13th salary provision	135,807	133,000
Meal voucher	124,392	121,906
FGTS (Government Severance Indemnity Fund for Employees)	100,890	137,427
Personal training	56,800	1,022
Transportation voucher	48,816	31,641
Grant aid	30,886	18,802
Labor compensation	24,349	60,065
PIS on payroll	12,891	13,213
Clothing and uniforms	6,798	22,704
Life Insurance	3,647	3,349
Medical exam	2,937	6,649
Total	<u>2,439,583</u>	<u>2,303,707</u>

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 23 - ADMINISTRATIVE EXPENSES

	<u>2022</u>	<u>2021</u>
Managers' Compensation	330,064	330,064
Services	286,617	473,998
Trips	178,653	183,342
Communication Services	151,203	268,579
Depreciation Charges and Amortizations	117,162	108,589
Accounting fees	103,069	90,117
Advertisements/Advertisements/Videos	89,370	-
Consulting/Advisory	89,075	87,000
Subscriptions	76,482	45,207
Graphic Services	48,746	-
Designer Service	48,417	-
Conservation/Maintenance	36,283	29,267
INSS without self-employees	34,277	52,140
Water and sewage	26,175	10,845
Equipment maintenance	23,854	19,485
Systems and Infrastructure	18,147	56,645
Internet	17,741	46,054
Rent	16,950	9,050
Gifts	14,596	-
Light and Strength	13,471	49,616
Transport Services	13,008	3,700
Transport Board	12,852	1,547
Get-Together/Events	12,344	10,314
Gas	11,480	6,425
Snacks and meals	11,092	19,317
Telephone	10,759	8,315
Administrative support	10,712	3,500
Cleaning material	9,968	6,662
Driving	8,571	4,888
IT Materials	7,134	7,273
Delivery/Courier Services	4,795	11,686
Use and Consumption Material	1,345	11,532
Kitchen Services/Utensils	-	9,400
Institutional Transport	-	13,325
Audit Services	-	17,500
Board Expenses	-	38,439
Other Administrative Expenses	37,645	36,307
Total	<u>1,872,057</u>	<u>2,070,128</u>

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 24 - EVENT EXPENSES

	<u>2022</u>	<u>2021</u>
Inputs	460,841	1,213,796
Third-party services	126,712	83,572
Trips	28,626	1,161
Events	1,992	33,722
Food	12,472	15,884
Transport aid	675	3,731
Agreements and programs	1,398	1,260
Packaging	66,853	-
Enterprising transport	-	200
Uniforms	17,091	-
Resource management	-	359,542
Graphic services	25,283	130,956
Voluntary transport	-	738
Campaigns	2,104	-
Training courses	112,450	122,103
Transport travel	619	431
Advisory / consultancy	669,556	267,085
Advertisements and advertisements	14,645	103,801
Waste collection	15,065	10,815
Communication Services	-	10,638
Support partners	5,000	-
Systems and infrastructure	17,550	-
Services provided	213,266	-
Cleaning material	11,310	-
Kitchen utensils	19,059	-
Basic baskets	24,962	-
Total	<u>1,847,529</u>	<u>2,359,435</u>

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 25 - TAX EXPENSES

	<u>2022</u>	<u>2021</u>
ISS – Service Tax	46,223	59,589
COFINS – Social Contribution on revenues	71,410	92,668
Withholding income tax on royalties	-	6,548
ISS CPOM – Services tax Other municipalities	388	821
Total	<u>118,021</u>	<u>159,626</u>

NOTE 26 - SOLIDARY KITCHEN

	<u>2022</u>	<u>2021</u>
Entrepreneur support	1,640,088	971,465
Service provided	40,255	-
Consultancy	-	175,190
Inputs	2,465,698	1,368,646
Advertisements/Videos	6,515	25,075
Transport	25,926	22,312
Kitchen and pantry	20,096	83,542
Office material	388	1,997
Conservation and maintenance	1,380	294
Post-office	1,826	1,001
Food	2,051	634
Use and consumption materials	3,160	-
Packaging	727,609	500,819
Cleaning material	55,894	41,465
Solidarity Kitchens - Manaus	-	392,252
Transport - Volunteers	371	1,568
Gas	26,263	264
Graphic production	1,132	3,566
Equipment rental	85	191
Basic basket	236,402	84,523
Rent	15,673	3,000
Courses and training	1,440	2,865
Internet	428	1,400
Uniforms	17,147	230
Trips	5,478	-
Electricity	187	-
Water and sewage	772	-
Fees	2,691	-
Freight	38,558	-
Support partners	36,780	-
Entrepreneur support		
Total	<u>5,374,293</u>	<u>3,682,299</u>

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

NOTE 27 - FINANCIAL RESULT

	<u>2022</u>	<u>2021</u>
Financial Income		
Interest received	-	707
Discounts obtained	229	99
Income on financial investments	526,710	116,616
	<u>526,939</u>	<u>117,422</u>
Financial Expenses		
Interest and Fines	(7,810)	(25,918)
IRRF on financial Investments	(39,056)	(2,040)
Bank expenses	(20,658)	(25,295)
IOF (Tax on financial transactions)	(14,638)	(14,037)
Exchange variation	-	(8,731)
	<u>(82,162)</u>	<u>(76,021)</u>
Total	<u><u>444,777</u></u>	<u><u>41,401</u></u>

NOTE 28 - OTHER INCOME AND EXPENSES

During the year ending in December 2022, to prepare and provide meals, Gastromotiva relied on 2,754 hours of volunteer work, provided by volunteers from civil society.

Monetization is demonstrated as follows:

2022				
<u>Action Program</u>	<u>Quantity</u>	<u>Parameter</u>	<u>Unit Value</u>	<u>Total Value</u>
Volunteering	2,754	Hours	35	96,390
			Total	96,390
2021				
<u>Action Program</u>	<u>Quantity</u>	<u>Parameter</u>	<u>Unit Value</u>	<u>Total Value</u>
Volunteering	4,320	Hours	35	349,800
Total				349,800

During the year ended December 31, 2022, Gastromotiva served 95,387 thousand free meals to guests, served through its community restaurant in the entity's cafeteria, according to the 2022 social balance report.

During the 2022 calendar year, through the Solidarity Kitchen project (note 26) the Entity managed to produce and distribute 1,137,691 solidarity meals.

Through the free courses, EMPREENDA and COZINHEIRO, it trained 110 students during the year, according to the 2022 social report report.

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

Monetization is demonstrated as follows:

2022				
Action Program	Quantity	Parameter	Unit Value	Total Value
Solidarity Kitchen Program	1,137,691	Meals	9.00	10,239,219
Gastromotiva Refectory	95,387	Meals	10.00	953,870
Course	110	Students	3,180	349,800
Total				11,542,889

2021				
Action Program	Quantity	Parameter	Unit Value	Total Value
Meals	961,955	Meals	10.30	9,908,137
Course	110	Students	3,180	151,200
Total				10,059,337

Despite a significant decrease in the number of volunteer hours granted, the association managed to deliver 1,137,691 meals to its refectory, significantly compared to the 961,955 meals served in the 2022 financial year.

In 2021, due to the Pandemic, due to greater social mobilization there was a specific increase in the number of volunteers, thus generating a volume of 4,300 volunteer hours for the association. In the year ending in December 2022, the number of hours volunteered for the entity was reduced to 2,754.

NOTE 29 - TAX EXEMPTIONS EARNED BY THE ENTITY

As a non-profit private association, Associação Incubadora Gastromotiva received the following tax exemptions on income in 2022:

a. *About earned income:*

2021				
In Reais				
	Income Amount	COFINS (7,6%)	COFINS (4%)	Total
Projects	5,339,058	405,768	-	405,768
Sponsorship	120,000	9,120	-	9,120
Services provision	1,219,316	92,668	-	92,668
Other incomes	62	5	-	5
Financial income	117,422	-	4,697	4,697
	6,795,859	507,561	4,697	512,258

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

2022

	In Reais			Total
	Income Amount	COFINS (7,6%)	COFINS (4%)	
Events	90,000	6,840	-	6,840,00
Projects	6,981,867	530,622	-	530,622
Sponsorship	2,637,972	200,486	-	200,486
Products	6,183	470	-	470
Other incomes	3,515	267	-	267
Financial income	526,939	-	21,078	21,078
	10,246,476	738,685	21,078	759,762

b. On the income for the year, considering taxation on the real profit:

	In Reais	In Reais
	12/31/2022	12/31/2021
Income for the year	2,990,768	1,476,515
CSLL (9%)	269,169	132,886
IRPJ (15%)	448,615	221,477
Additional IRPJ (10% on income above R\$ 240.000)	275,077	123,652
Total exemptions on the result	992,861	478,015

c. Total tax exemptions:

	In Reais	In Reais
	12/31/2022	12/31/2021
Income exemptions	759,762	419,590
Exemptions on result	992,861	478,015
Total exemptions on the result	1,752,623	897,605

ASSOCIAÇÃO INCUBADORA SOCIAL GASTROMOTIVA
NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022 AND DECEMBER 31, 2021
(Amounts expressed in Reais - R\$, unless otherwise indicated)

Rio de Janeiro, October 03, 2023.

David Daniel Hertz
President
CPF 016.143.899-77

Organização Contábil Felix, Andrade
e Contadores Associados
Alexandre Andrade da Silva
Accountant
CRC-RJ nº. 065.368/O-0